RAINBOW
MUNICIPAL WATER DISTRICT

AGENDA

REGULAR BOARD MEETING

Board Room
3707 Old Highway 395
Fallbrook, CA 92028

Tuesday, August 18, 2026
1:00 P.M.

1. CALL TO ORDER

2. ROLL CALL: Hamilton, Mack, Townsend-Smith*, Hoffman, Irvine (*Pursuant to Government Code Section 54953, Director Townsend-Smith will be participating remotely from 23877 3rd Street, Dayton, Montana 55914, which will be accessible to the public. All votes will be taken by verbal roll call.)

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. 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. July 21, 2026, Communication & Customer Service Committee Meeting Minutes
2. July 28, 2026, Regular Board Meeting Minutes

3. August 4, 2026, Engineering & Operations Committee Meeting Minutes
4. Notice Of Completion and Acceptance of the Paving Restoration for the La Canada Road Pipeline Replacement Project (Division 3)
5. Adoption of a Resolution Approving Authorized Committees to Utilize Teleconferencing Provisions as Eligible Subsidiary Bodies Under the Brown Act

8. PRESENTATION

A. Status Update on the Existing Morro Tank (Division 2)

9. ACTION ITEMS

A. Consider Adoption of the 2026 Rainbow Municipal Water District Strategic Plan
B. Consider Termination of the District's Water Tank Maintenance Contract and Addenda with USG Water Solutions (Districtwide)
C. Consider Adoption of an Ordinance Adding Administrative Code Chapter 5.11 - Financial Reporting and Year-End Closing

10. INFORMATION ITEMS

A. Operations Report
B. Engineering Report
C. Administrative Services Report
D. 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. CLOSED SESSION

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

15. ADJOURNMENT – To September 22, 2026, at 1:00 p.m.

ATTEST TO POSTING:

/s/Terese Quintanar	8/13/2026 10:57 AM
Terese Quintanar	Date and Time of Posting
Secretary of the Board	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.

MINUTES OF THE COMMUNICATION AND CUSTOMER SERVICE COMMITTEE MEETING OF THE RAINBOW MUNICIPAL WATER DISTRICT JULY 21, 2026

1. CALL TO ORDER – The Regular Communication and Customer Service (C&C) Meeting was held in the Board Room of the District, 3707 Old Highway 395, Fallbrook, CA 92028, with remote public participation information listed on the Agenda. The meeting was called to order at 1:00 p.m.

Directors Present: Hamilton, Mack

Staff Present: General Manager Wiley, Engineering & CIP Manager Williams, District Secretary Quintanar, Administrative Analyst Weber, Administrative Services Manager Harp, Meters and Customer Service Supervisor Cruz, Information Technology Manager Khattab, Safety and Risk Management Officer Johnson

Additional Attendees: Poster Contest winners and their families

2. PUBLIC COMMENT

The meeting was opened to public comments and there were none.

3. DISCUSSION ITEMS

A. Student Poster Contest Winners

Lillian Hackbarth, Ada Rae Prechtl, and Sarai Chavarin were recognized and congratulated as the Bonsall Elementary School Poster Contest winners. Their artwork will be included in the 2027 calendar distributed by North County Water Agencies.

B. Digital Media Policy

Administrative Services Manager Harp explained that the Digital Media Policy aligns with the Communications Strategic Plan. Updates have been made to address and define social media channels, authorized users, and personal use; provide details regarding third-party filming and its impact on operations; and ensure compliance with social media laws applicable to government agencies and the Brown Act. Next steps include legal counsel review, presentation to the union representatives, Board approval, followed by implementation & social media onboarding training. Rules and responsibility of District roles in various situations are also defined. Brief discussion ensued, and recommended edits were noted. The policy will be presented for Board consideration in August.

C. Communications Strategic Plan Update

In Quarter 4, staff focused efforts on target audience engagement and content development. A Customer Feedback Survey was distributed, website improvements were made and design projects were completed. Design projects included the 2026 Consumer Confidence Report and the FY 2027 and FY 2028 Budget Report. Outreach campaigns were completed for several CIP projects.

Efforts in Quarter 1 will include the Measurement Toolbox rollout.

D. Water Use Efficiency Update

Mr. Cruz provided a Flume Flow Monitor rebate program update. There are 19 devices remaining to be sold. Once they are sold and installed, the new 2-year contract with Flume will be implemented. The new contract will offer an upfront cost for customers of $125, plus shipping, and after-installation rebate of $50, for a total cost of $75, plus shipping. RMWD's program offers the largest rebate.

The Regional CropSWAP program distributed $1,380,950 in grant funds to Rainbow Water customers. A majority of applicants were agriculture customers, and also included agriculture with residence, commercial, and single family customers. Fifty-seven projects have been completed, nine projects are pre-approved, and ten applications are currently on a waitlist. The Rainbow Water applications included 37 for avocado rootstock, 30 were for crop conversion, and 17 were for avocado rejuvenation. Remaining projects have a program completion date of October 2026.

E. Community Events Update

Summer events included virtual landscape workshops, hosted by Metropolitan and Green Media Creations. Training has been made available online featuring rotating topics and available free to all customers with full workshop listings available on the Rainbow Water website.

Currently, a Summer Art Supply Drive for Boys and Girls Clubs of North County is underway. Donations for art and craft supplies are being accepted at the District's lobby through September 5, 2026.

The Fall Mobile Blood Drive with San Diego Blood Bank is scheduled for Thursday, September 24, 2026.

F. Newsletter Content Planning

This month, the Newsletter includes: Get to Know Your H2O, Annual Water Quality Report, 2026 CAPIO Annual Report Award, around the district highlights from the General Manager, the tax roll assessment, fees for service, new water theft penalties, credit card processing fees, ballot drop off at Rainbow Water, and Board candidate information, information on the Summer Art Supply Drive for Boys & Girls Clubs of North County, and request for public feedback on the draft Strategic Plan.

The August Newsletter will include information on outdoor irrigation tips and water saving devices, the 2026 Student Poster Contest winners, water use efficiency rebates, the credit card processing fee update and the Boys & Girls Club donation drive.

September's edition will include information on National Preparedness Month, free landscape workshops, the 2026 North County Fire open house, and Rainbow Water Rundown.

G. Public Communications and Related Media Stories

Several articles were published by the Village News and a press release announced FY 2027 Community Project Funding Applications.

4. ADJOURN - The meeting was adjourned at 1:40 p.m.

**MINUTES OF THE REGULAR BOARD MEETING
OF THE BOARD OF DIRECTORS OF THE
RAINBOW MUNICIPAL WATER DISTRICT
JULY 28, 2026**

CLOSED SESSION 12:15 P.M.

President Hamilton called the meeting to order at 12:15 p.m., and the Board adjourned to closed session to discuss:

A. CONFERENCE WITH LEGAL COUNSEL – Anticipated Litigation Significant Exposure to Litigation Pursuant to Government Code section 54956.9(d)(4) (2 cases)

The Board resumed open session at 1:01 p.m. There was no reportable action.

1. CALL TO ORDER - The Regular Meeting of the Board of Directors of the Rainbow Municipal Water District on July 28, 2026, was called to order by President Hamilton at 1:01 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, Sr. Project Manager Tamimi

Also Present in Person, Via Teleconference or Video Conference: Risk Management Officer Johnson, and one member of the public.

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 Irvine
Vote: Motion carried by unanimous vote (summary: Ayes = 5)
Ayes: Directors Hamilton, Mack, Townsend-Smith, Hoffman, and Irvine

6. PUBLIC COMMENT

There were none.

7. CONSENT CALENDAR

A. APPROVAL OF:
1. June 23, 2026, Regular Board Meeting Minutes
2. July 7, 2026, Engineering & Operations Committee Meeting Minutes

Motion: To approve the Consent Calendar as presented; the June 23 and July 7, 2026, Minutes
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

8. PUBLIC HEARING

A. Public Hearing to Consider Adoption of an Ordinance Establishing Board Member Compensation and Amending Section 2.03.010 of the Administrative Code – Remuneration and Reimbursement Policy

President Hamilton opened the public hearing at 1:06 p.m. President Hamilton provided information on the purpose of the hearing and history of Board compensation. He opened the meeting to public comments, and there were none.

The public hearing was closed at 1:08 p.m., and the matter was opened for Board discussion and consideration. Director Mack voiced support for increasing the number of compensated meetings per calendar month to eight. Director Irvine stated that additional clarification should be added to the policy regarding out of town travel. Director Townsend-Smith voiced support of increasing the compensated meetings to eight and that there should be no limit on out of town conferences. Director Hoffman was in agreement with increasing the number of meetings and for clarification to the travel policy.

Motion: To Adopt Ordinance No. 26-12 Establishing Board Member Compensation and Amending Section 2.03.010 of the Administrative Code – Remuneration and Reimbursement Policy
Action: Approve, Moved by Director Hoffman, Seconded by Director Townsend-Smith
Vote: Motion carried by majority vote, Hamilton and Irvine opposed (summary: Ayes = 3)
Ayes: Directors Mack, Townsend-Smith, Hoffman

9. ACTION ITEMS

A. 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

Ms. Harp explained that clerical corrections had been made and that there were no substantive changes.

Motion: To Adopt Resolution No. 2026-11 Establishing Job Classifications and Monthly Pay Ranges for District Employees & General Manager Effective July 1, 2026, to June 30, 2027
Action: Approve, Moved by Director Hoffman, Seconded by Director Hamilton
Vote: Motion carried by unanimous vote (summary: Ayes = 5)
Ayes: Directors Hamilton, Mack, Townsend-Smith, Hoffman, and Irvine

B. Consider Adoption of an Ordinance Amending and Updating Administrative Code Section 1.02.020 – Conflict of Interest

Administrative Services Manager Harp explained that the proposed edits are to incorporate the newly approved job classifications to the Conflict of Interest code and to remove the requirement for Standing Committee Members to file the 700 Form. Responding to President Hamilton, District Secretary Quintanar explained the differences in the disclosure categories defined and assigned in the Code.

Motion: To Adopt Ordinance No. 26-13, Amending and Updating Administrative Code Section 1.02.020 – Conflict of Interest
Action: Approve, Moved by Director Hamilton, Seconded by Director Irvine
Vote: Motion carried by unanimous vote (summary: Ayes = 5)
Ayes: Directors Hamilton, Mack, Townsend-Smith, Hoffman, and Irvine

C. Consider Adoption of an Ordinance Amending and Updating Administrative Code Section 4.01.140 – Service Awards

Administrative Service Manager Harp reported that the proposed changes are to align the Administrative Code with recently negotiated and Board-approved service awards with two of the District's bargaining units, to ensure consistent awards District-wide. In addition to the adjustment in the award amount for each continuous service milestone, per the terms of the approved MOUs, the District is shifting from a gross-up practice to ensure the net amount aligned with the award. From now on, all applicable payroll taxes will be deducted from awards, simplifying payroll administration.

Motion: To Adopt Ordinance No. 26-14, ***Amending and Updating Administrative Code Section 4.01.140 – Service Awards***
Action: Approve, Moved by Director Hamilton, Seconded by Director Mack
Vote: Motion carried by unanimous vote (summary: Ayes = 5)
Ayes: Directors Hamilton, Mack, Townsend-Smith, Hoffman, and Irvine

10. INFORMATION ITEMS

Administrative Services Manager Harp provided an update on the recruitment process for the Engineering department. Twenty applications have been received, and the recruitment brochure is posted on the District's website. The brochure very clearly describes the skills that the District is seeking.

Directro Hamilton asked for clarification about the Station Road flow graph included in the meeting packet. Chief Operations Manager Gutierrez explained that the construction of the Stallion

Metering Facility has been delayed, and the two flow meters at Lift Station 2 are being utilized to estimate the flows in the meantime.

Sr. Project Manager Tamimi provided an update on the easements obtained as part of the Eagles Perch Project outreach efforts. Director Irvine suggested the District offer to visit residences to provide notarial services and to encourage participating residents to assist.

11. REPORTS & COMMENTS

Mr. Gutierrez reported that staff has moved into the new modular office space.

In regard to Line NN, the highline has been disconnected and the contractor is working to connect the east to west line. He estimated the work would be completed in the next couple of weeks.

There was a fire in Division 5 last week, which burned about 35 acres and was close to the Gomez Pump Station.

Legal Counsel Smith provided a verbal summary of the information included in the meeting packet, in regard to CARB-Advanced Fleet Regulations. Mr. Gutierrez added that we are still proceeding with the previous direction to integrate electric vehicles into the District's fleet.

President Hamilton reported that the CSDA recently discussed SB122, which adds sales tax to development software which could have some financial impact to the District. The CSDA is also concerned with AB1383, which affects PERS by increasing benefit caps for all members, and reduces retirement age from 57-55. CSDA opines that it violates the PERS Restoration lact. The District can register objections by August 24, 2026. He also relayed that the CSDA is offering training on August 24, 2026. The CSDA also provided a grants update, one of which is the Drinking Water State Revolving Fund to provide low interest loans for infrastructure.

12. REQUESTS TO ATTEND UPCOMING MEETINGS / CONFERENCES / SEMINARS

There were none.

13. SUGGESTED AGENDA ITEMS FOR THE NEXT REGULAR BOARD MEETING

There were none.

14. ADJOURNMENT - The meeting was adjourned at 1:42 p.m. to a regular meeting on August 18, 2026, at 1:00 p.m.

_____

Hayden Hamilton, Board President

_____

Terese Quintanar, District Secretary

MINUTES OF THE ENGINEERING AND OPERATIONS COMMITTEE MEETING OF THE RAINBOW MUNICIPAL WATER DISTRICT AUGUST 4, 2026

1. CALL TO ORDER – The Regular Engineering and Operations Committee (E&O) meeting was held in the District Board Room, 3707 Old Highway 395, Fallbrook, CA 92028, with information for remote public participation listed on the agenda. The meeting was called to order at 1:00 p.m.

Directors Present: Hoffman, Irvine

Staff Present: General Manager Wiley, Information Technology Manager Khattab, Engineering and CIP Manager Williams, Chief Operations Manager Gutierrez, Administrative Analyst Montano, Administrative Analyst Barrow, District Secretary Quintanar, Finance Manager Shilkov

Additional Attendees: Joe Wendt- Peterson Structural Engineers, Bryan Rall – Atlas, Richard Maher- KDM Meridian, Morteza Mirshekari, Robert Lin

2. PUBLIC COMMENT

Robert Lin, a resident of Malabar Ranch, Fallbrook explained that his neighborhood contains large lots, many with orchards and hillside irrigation. Historically, the water pressure was approximately 120 PSI in the area, and that pressure was sufficient for the homes at higher elevations to irrigate their properties. Following work on the La Canada Pipeline Replacement Project, the water pressure dropped to the extent that irrigation systems are nonfunctional. He stated that he had spoken to his neighbors and their landscaping services provider, Gothic Landscaping, and learned that everyone was experiencing the same issue. He asked if the water pressure could be restored to 100 PSI.

Mr. Wiley reported that the pressure in that area was high, above 200 PSI. Part of the La Canada Pipeline Replacement project was to reduce the pressure in that area to reduce breaks and extend the life of the pipelines. Mr. Wiley and Chief Operations Manager Gutierrez explained the efforts to date to balance the pressure, including the plan to replace the pressure regulators in front of the meters on La Canada to increase the pressure as a temporary resolution. A future project may be the installation of a pressure station at Via Monserate. Brief discussion followed in regard to the pressure of the nearby fire hydrants, maintained at sufficient pressure.

3. DISCUSSION ITEMS

A. Termination of the District's Water Tank Maintenance Contract and Addenda with USG Water Solutions (Districtwide)

Engineering and CIP Manager Williams provided background on the services provided by USG. The original agreement was entered into in 2003 and has had multiple amendments since. At the August 2024 Board meeting, staff presented options to terminate the contract with USG or negotiate new terms to address the District's concerns. The Board approved termination if the negotiations failed. Following months of meetings, the District and USG were able to come to acceptable terms to address the District's concerns and schedule of work. The amendment provided a four-year schedule to recoat the interiors of eight tanks. Of the existing twelve steel tanks, these tanks have been deferred the longest. The amendment further adds an annual

meeting to discuss the proposed schedule, and language to how the tanks must be coated. The agreement continued to be year-to-year with the anniversary date on December 10th. At the November 2024 meeting, the Board approved an amended agreement to continue tank maintenance with USG. In two years, only one tank and portions of two other tanks have been serviced, and the tanks have been out of service for much longer than desired.

Staff recommended termination of the contract, and bringing the work in-house. Engineering will take the lead with bidding and contract oversight. Staff also explained the time sensitivity for Board action to terminate the contract in accordance with the terms of the contract. There is a cost to terminate the agreement, estimated at $228,257 for the facilities the contractor installed. The Committee was in support of presentation to the Board of Directors with the recommendation for termination.

B. Status Update on the Existing Morro Tank

Mr. Williams reported that the tank was built in 1972, and distress and movement was observed within a few years of construction. Periodic investigations began in the early 1980s and the District is currently contracted with Atlas to determine replacement or tank retrofit options, KDM Meridian for monitoring of vertical settlement and horizontal movement of the tank, and Peterson Structural Engineers for a structural condition assessment. Staff does not foresee imminent catastrophic failure of the tank, and recommend continuation of operation at 50 percent of capacity, and replacement of the tank in five to ten years. Retrofit is not recommended. In the future, a hydraulic model will be helpful in determining the need to replace the tank, which is estimated to cost approximately $14M.

Director Irvine asked staff to evaluate replacement of the tank on a new footprint. Resident Robert Lin suggested consideration to operate at less than 50 percent, if the stability of the tank declines. This item was brought to the Committee as an informational item, with no recommended Board action at this time.

C. Notice Of Completion and Acceptance of the Paving Restoration for the La Canada Road Pipeline Replacement Project (Division 3)

Mr. Williams explained that the paving portion of this project needs to be closed out, and the Notice of Completion is for LC Paving and Sealing, Inc. (LC Paving). Mr. Wiley added that the paving plan was developed in accordance with the County's requirements, and because the District was able to provide the base material through the District's contract with Perrault, the contractor agreed to slurry and seal the road at no extra cost. The Committee concurred with staff's request for Board approval.

D. Eagles Perch Project Update

Mr. Williams reported that great progress is being made to obtain easements and five have been executed to date. Staff is not aware of any residents who are opposed to the proposed project.

4. ADJOURN - The meeting was adjourned at 1:43 p.m.

RAINBOW
MUNICIPAL WATER DISTRICT

CONSENT CALENDAR
Item No. 7.A.4

BOARD OF DIRECTORS

August 18, 2026

SUBJECT

NOTICE OF COMPLETION AND ACCEPTANCE OF THE PAVING RESTORATION FOR THE LA CANADA ROAD PIPELINE REPLACEMENT PROJECT (DIVISION 3)

BACKGROUND

The Rainbow Municipal Water District (District) owns and operates the La Canada Road pipeline which was installed in 1997. The proposed project was to replace 4,000 Linear Feet (LF) of existing 8-inch steel pipeline within La Canada Road from Hillrise Road and Via Monserate. The pipeline replacement work was conducted by In-house District staff. This project also included the installation of two (2) new pressure reducing stations. District staff completed the pipeline replacement and installation of the pressure reducing stations on April 30, 2026.

In 2025, the District contracted with Omnis Consulting, Inc. to provide plans and specifications for paving and street improvements. This portion of the work requires specialty services from Contractors specializing in Hot Mix Asphalt Concrete (Hot Mix AC) paving as the District was going to outsource the paving restoration work to a Contractor. Following a public bidding process, LC Paving and Sealing, Inc. (LC Paving) was awarded a paving contract by the District's Board of Directors at the April 2026 meeting.

DESCRIPTION

LC Paving commenced the paving restoration work in May 2026, one Change Order was issued for a no-cost contract extension which was approved by the General Manager as it was within their signing authority. The paving restoration work was completed on July 9, 2026.

CONTRACT SUMMARY			
Original Contract Amount	**Previous Change Orders**	**Additional Contract days**	**Total Contract Amount**
$345,366	**CO-01: ($0.00)**	**20 Days**	**$345,366**

The paving restoration portion of the project was constructed per the approved plans and specifications, inspected, tested according to the District's standards and are ready for acceptance. Upon acceptance by the Board, the improvements become part of the District's water and wastewater system, and staff will take over operation of the newly constructed facilities. Warranty related maintenance falls under the purview of the Contractor until such time that the warranty period ends. Installation costs of $345,366 will be added to the District's Total Valuation along with all other costs associated with the project and a one (1) year warranty phase will commence upon the filing of the Notice of Completion (NOC).

POLICY/STRATEGIC PLAN KEY FOCUS AREA

Strategic Focus Area Two: Asset Management.

ENVIRONMENTAL

Under the California Environmental Quality Act (CEQA), this project qualified for a Notice of Exemption that was filed with the County of San Diego on June 9, 2026. It qualified for a Statutory Exemption, state code number Section 21080.21. The board made the finding on April 28, 2026. No additional action.

BOARD OPTIONS/FISCAL IMPACTS

The construction costs of the improvements, totaling $345,366 will be added to the District's asset valuation. The final amount of other costs associated with the project will be added to the District's asset valuation once year-end financials have been completed.

Option 1:

- Accept the paving restoration for the La Canada Road Pipeline Replacement project.
- Approve filing the Notice of Completion.
- Add installation costs of $345,366 to the District's valuation.

Option 2:

- Provide other direction to staff.

STAFF RECOMMENDATION

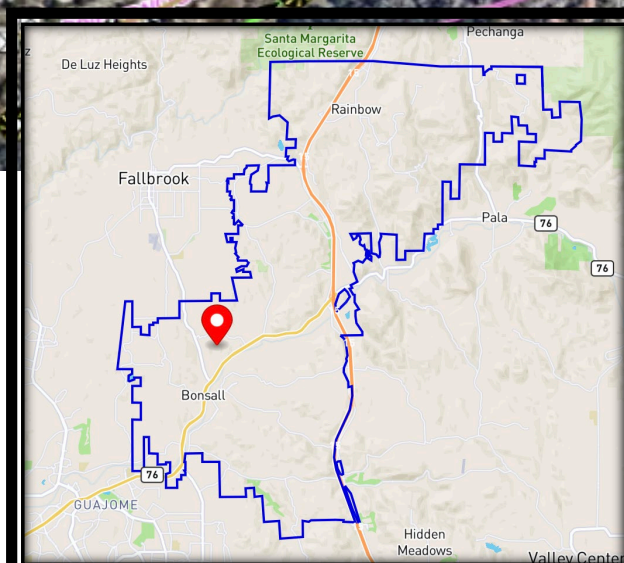
Staff recommends Option 1.

Chad Williams 08/18/2026
Engineering & CIP Program Manager

Attachment(s): Project Site Map

LA CANADA PIPELINE REPLACEMENT PROJECT
DISTRICT PROJECT NO. 600093





RAINBOW
MUNICIPAL WATER DISTRICT

CONSENT CALENDAR
Item No. 7.A.5

BOARD OF DIRECTORS

August 18, 2026

SUBJECT

ADOPT A RESOLUTION APPROVING AUTHORIZED COMMITTEES TO UTILIZE TELECONFERENCING PROVISIONS AS ELIGIBLE SUBSIDIARY BODIES UNDER THE BROWN ACT

BACKGROUND

SB 707 is a California law that updates the Brown Act to allow certain local government committees, known as eligible subsidiary bodies, to use teleconferencing more easily for their meetings. Effective January 1, 2026, it allows committees greater flexibility to meet remotely while still requiring meetings to be open, publicly noticed, and accessible to the public. The goal of SB 707 is to increase public participation, transparency, and flexibility without reducing public oversight.

DESCRIPTION

SB 707's remote meeting option does not apply to committees that handle finances because financial decisions have a direct impact on public funds and taxpayer money, which requires a higher level of in-person oversight. However, the District's Engineering & Operations, and Communications & Customer Service Committee Members may attend meetings remotely, if need be. Formal action of adoption of a resolution establishing utilization of the SB 707 remote attendance options would be in effect for six months, was first adopted in February 2026, and covers up to August 24, 2026. Adoption of the foregoing resolution would extend the remote flexibility of two of the District's Standing Committees through February 18, 2027. If the Board wishes to continue application of the SB 707 options after that time, re-adoption of the resolution will be required every six months.

POLICY/STRATEGIC PLAN KEY FOCUS AREA

Strategic Focus Area Five: Customer Service
Strategic Focus Area Six: Communication

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

There are no fiscal impacts associated with action on this item.

Option 1: Adopt the resolution approving authorized committees to utilize teleconferencing provisions as eligible subsidiary bodies under the brown act, specifically the engineering and operations, and communication and customer service committees.

Option 2: Do not adopt the resolution and continue to follow protocols for in-person attendance and noticing requirements as established by the Brown Act.

Option 3: Provide direction for staff.

STAFF RECOMMENDATION

Staff recommends approval of Option 1.

Jake Wiley August 18, 2026
General Manager

RESOLUTION NO. 2026-xx

A RESOLUTION OF THE RAINBOW MUNICIPAL WATER DISTRICT APPROVING AUTHORIZED COMMITTEES TO UTILIZE TELECONFERENCING PROVISIONS AS ELIGIBLE SUBSIDIARY BODIES UNDER THE BROWN ACT

THE RAINBOW MUNICIPAL WATER DISTRICT HEREBY FINDS, DECLARES, AND RESOLVES AS FOLLOWS:

WHEREAS, all meetings of the Rainbow Municipal Water District ("District") and its legislative bodies are open and public, as required by the Ralph M. Brown Act (Government Code sections 54950 *et seq*.), so that any member of the public may attend, participate, and watch the District's legislative bodies conduct their business; and

WHEREAS, the Ralph M. Brown Act (Government Code sections 54950 *et seq*.) was amended effective January 1, 2026, by Senate Bill 707 (Durazo) to provide enhanced teleconferencing flexibility for Eligible Subsidiary Bodies; and

WHEREAS, the Engineering and Operations Committee and the Communications and Customer Services Committee (collectively "Committees") serve as subsidiary bodies of the Board, created by formal action of the Board to facilitate communication and public participation among stakeholders in the region, as well as to discuss any engineering, operations, communications and customer service matters affecting the District; and

WHEREAS, the Board desires to make the requisite findings under Government Code section 54953.8.6(a)(4) to authorize the Committees to conduct meetings in accordance with the teleconferencing procedures for "Eligible Subsidiary Bodies" under the Brown Act in order to facilitate participation by members while maintaining robust public access and transparency; and

WHEREAS, the Board finds that it has considered the circumstances of the Committees; and

WHEREAS, the Board further finds that teleconference meetings of the Committees would enhance public access to meetings of the Committees, provided that the Committees notify the public on meeting agendas of the type of remote participation, including audio-visual or telephonic, that will be made available at regularly scheduled Committee meetings; and

WHEREAS, the Board further finds that it has provided the public this opportunity to comment at the Board's in-person meeting; and

WHEREAS, the Board further finds that teleconference meetings of the Committees would promote the attraction, retention, and diversity of Committee members.

NOW, THEREFORE, THE RAINBOW MUNICIPAL WATER DISTRICT HEREBY FINDS, DECLARES, AND RESOLVES AS FOLLOWS:

Section 1. The above recitals are true and correct and are incorporated herein by this reference.

Section 2. The Engineering and Operations Committee and the Communications and Customer Services Committee may use teleconferencing as Eligible Subsidiary Bodies pursuant to Government Code section 54953.8.6 until August 24, 2026.

PASSED, APPROVED AND ADOPTED this 18th day of August 2026, by the following vote:

Hayden Hamilton, Board President

ATTEST:

Terese Quintanar, Board Secretary

RAINBOW
MUNICIPAL WATER DISTRICT

INFORMATIONAL ITEM
Item No. 8

BOARD OF DIRECTORS

August 18, 2026

SUBJECT

STATUS UPDATE ON THE EXISTING MORRO TANK (DIVISION 2)

BACKGROUND

The Rainbow Municipal Water District (District) owns and operates the Morro Tank, a welded steel potable water storage tank constructed in 1972. The tank has a nominal storage capacity of 4.0 million gallons and is an important component of the District's water storage and distribution system.

Shortly after construction, the Morro Tank site experienced ongoing ground movement and related tank distress. Previous investigations dating back to the early 1980s identified differential settlement, uplift, slope creep, and progressive site instability at and around the tank site. These conditions are primarily associated with expansive and compressible fill soils, uneven fill depths beneath the tank, and movement of the adjacent slope. Due to these long-standing concerns, the tank is currently operated at a maximum of 50 percent of its original capacity (two million gallons), deemed safe for operation by past studies.

To better understand the current condition of the tank and develop long-term planning recommendations, the District retained Atlas (geo tech), Peterson Structural Engineers (structural), and KDM Meridian (land survey) to perform a multidisciplinary condition assessment. The assessment included geotechnical exploration and monitoring, precision survey monitoring, a limited structural condition assessment, and a structural analysis of the existing tank in accordance with current code requirements.

The purpose of the assessment was to determine whether the tank can continue to be operated safely in the near term, evaluate whether retrofit is a practical long-term option, or if the tank will require demolition and reconstruction. The District and its consultants were able to develop planning-level replacement alternatives and cost estimates for future Capital Improvement Project (CIP) planning.

DISCUSSION

The assessment confirmed that the Morro Tank and the surrounding site continue to experience ongoing movement. The geotechnical and survey monitoring data indicate that the tank and supporting ground are moving together over time, consistent with the long history of settlement, slope creep, and tank tilting previously documented at the site. The assessment also found that the tank has age-related deterioration, including corrosion and coating deterioration. In addition, it was determined that the tank does not meet updated seismic and structural code requirements, common for tanks built in the time period, but further limits its ability to be operated at full capacity.

Based on the assessment, continued operation at approximately 50 percent capacity is recommended in the near term. While catastrophic failure is not considered imminent under current operating

conditions, the combined effects of ongoing ground movement, code deficiencies, and the tank's age pose an increasing operational and seismic risk over time. Replacement of the tank is therefore recommended within the next five (5) to ten (10) years.

The assessment also considered whether the existing tank could be retrofitted. While retrofit is technically possible, it would require major foundation improvements, ground stabilization, roof replacement, wall strengthening, and other structural upgrades. These improvements would be complex and costly to construct because they need to be performed while working around and beneath the existing tank. Even after completion, the retrofit would leave residual risk due to the existing site conditions and age of the tank. For these reasons, retrofit is not recommended as the preferred long-term solution.

Demolition and replacement offer a more reliable long-term approach by enabling the District to construct a new, code-compliant tank while addressing foundation and slope-stability concerns through a more straightforward, common construction sequencing. A summary comparison of retrofit and replacement is provided below:

Category	Retrofit Existing Tank	Replace with New Tank
Primary Goal	Restore full operational capacity and achieve compliance with current seismic and structural code requirements.	Provide a new, fully code-compliant tank
Structural Approach	Add perimeter foundation with deep pile elements, ground improvement, and major structural upgrades/retrofits	Construct a new tank designed to current standards
Geotechnical Work	Extensive subgrade stabilization beneath and around existing tank	Either remove/replace fill or bypass it with deep foundations
Constructability	Highly complex; requires working around and beneath existing tank	More straightforward; clear construction sequencing
Residual Risk	High due to aging structure, existing soils, and complexity.	Low when combined with proper foundation and slope remediation
Service Life	+25 years	50 – 75+ years
Cost Effectiveness	High cost with limited long-term benefit	Higher upfront cost but better long-term value
Overall Recommendation	**Not recommended**	**Recommended**
Other considerations	We are not aware of this level of retrofit being successfully performed or attempted on an existing tank; this would likely be a first-of-its-kind approach	Other tank types such as a prestressed concrete tank could be considered for full replacement. Prestressed concrete tanks typically have higher initial construction costs, but have historically proven to be a more durable and cost-effective long-term solution
Estimated Construction Cost	**$10.6M**	**$10.8M – 13.9M**

Planning-level construction cost estimates determined that retrofitting the existing tank would cost approximately $10.6 million, while complete steel tank replacement options that also address the soil conditions range from approximately $10.8 million to $13.9 million. Although replacement has a similar or moderately higher initial construction cost, it provides a longer service life, lower residual risk, and better long-term value for the District.

Staff intends to bring this back as a new CIP project programmed into the five-year program during the next scheduled budget workshop in early 2027. Sizing of the tank, given changes in demand patterns to the area served, will be analyzed in the ongoing water master plan update and further inform the proposed project. There is no requested action at this time, and the District will continue to operate the tank at 50 percent capacity. The ongoing monitoring effort is concluded, and no further assessments are scheduled at this time.

POLICY/STRATEGIC PLAN KEY FOCUS AREA

Strategic Focus Area Two: Asset Management

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

Information only. Any future expenditures will be programmed into the District’s CIP.

STAFF RECOMMENDATION

Per the results of the engineering analysis, continue to operate the tank at 50 percent capacity and program the replacement into the District’s CIP.

Chad Williams 08/18/2026
Engineering & CIP Program Manager

Morro Tank Condition Assessment

By: RMWD, Peterson Structural Engineers, Atlas, & KDM Meridian

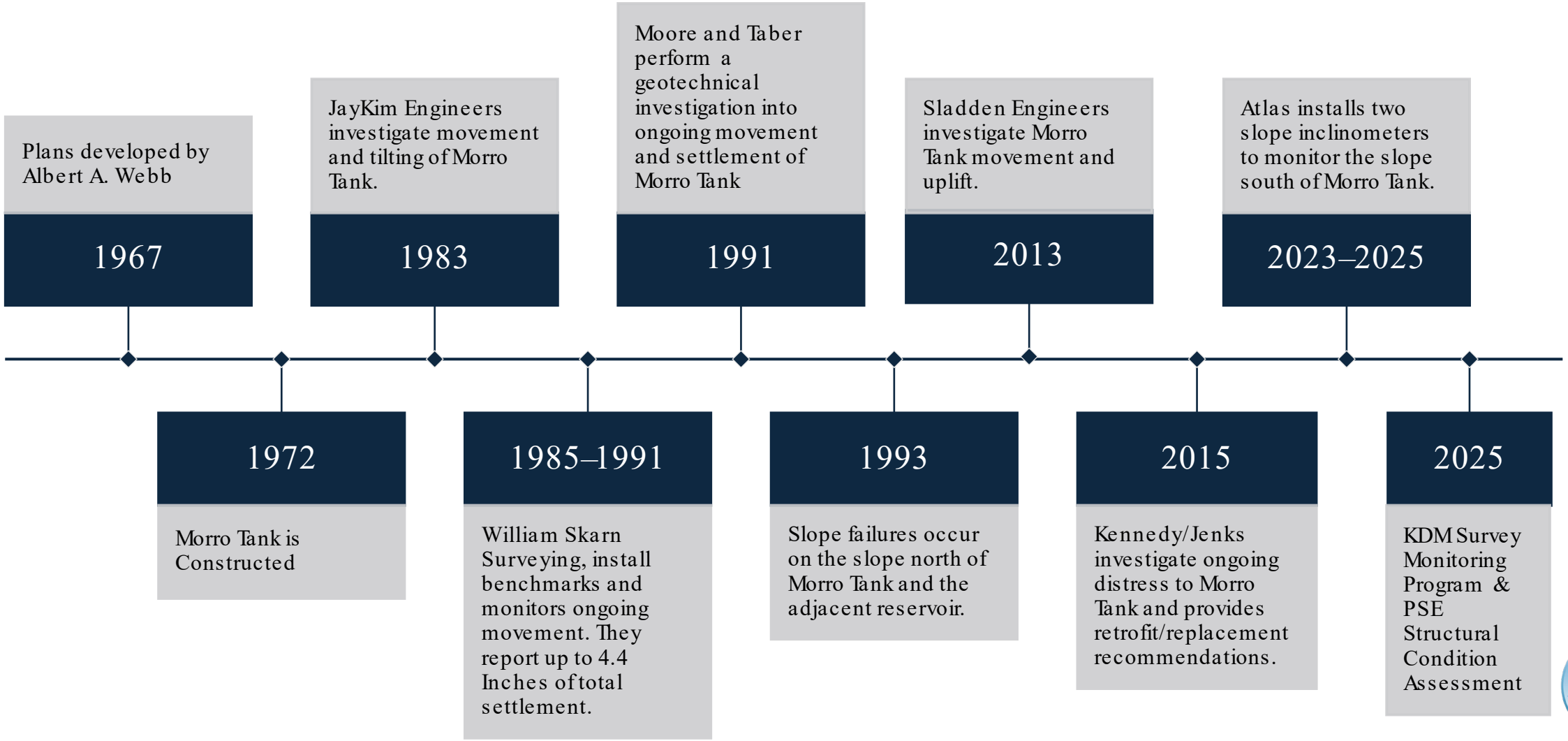
Background

- Constructed in 1972
- **Distress was observed within a few years of construction**, leading to periodic investigations beginning in the **early 1980s** and continuing to now.
- Past assessments consistently documented:
  - Differential settlement
  - Uplift
  - Slope creep
  - Progressive site instability
- As a result of these conditions and prior study findings, the tank currently operates at **approximately 50% of its 4.0 MG capacity**.





Timeline


Plans developed by Albert A. Webb
1967
1972
Morro Tank is Constructed
JayKim Engineers investigate movement and tilting of Morro Tank.
1983
1985–1991
William Skarn Surveying, install benchmarks and monitors ongoing movement. They report up to 4.4 Inches of total settlement.
Moore and Taber perform a geotechnical investigation into ongoing movement and settlement of Morro Tank
1991
1993
Slope failures occur on the slope north of Morro Tank and the adjacent reservoir.
Sladden Engineers investigate Morro Tank movement and uplift.
2013
2015
Kennedy/Jenks investigate ongoing distress to Morro Tank and provides retrofit/replacement recommendations.
Atlas installs two slope inclinometers to monitor the slope south of Morro Tank.
2023–2025
2025
KDM Survey Monitoring Program & PSE Structural Condition Assessment

Current Investigation 2023-2025

Consultant	Scope of Study
ATLAS	• Subsurface Exploration • Drilling two deep borings (approximately 100.5 to 102.5 ft deep) • Excavating five test pits (approximately 5 to 10 ft deep) • The borings were converted into slope inclinometers and monitored monthly from January 2023 through December 2024. • Re-engaged in October 2025 to support in evaluating tank retrofit and replacement options.
KDM MERIDIAN Surveying, Mapping, and Land Services	• Implement a high-precision survey monitoring program at the Morro Tank site. • Objective: to quantify vertical settlement and horizontal movement of the tank and surrounding features and to independently verify ground movement identified by geotechnical instrumentation. • Monitored Tank from March 2025 to October 2025 • Supplemental Survey • Tank Chime Elevations • Tank Wall Plumbness survey
PSE PETERSON STRUCTURAL ENGINEERS	• Limited Structural Condition Assessment • On-site visual inspection in October 2025 will Tank was in-service • Limited Structural Analysis per current codes & Standards • Seismic Overturning, Freeboard, wall shell hoop/compression stresses, bearing pressure, sliding • Evaluated tank performance at multiple operating water levels to understand sensitivity to operating constraints. • Develop conceptual retrofit and replacement options

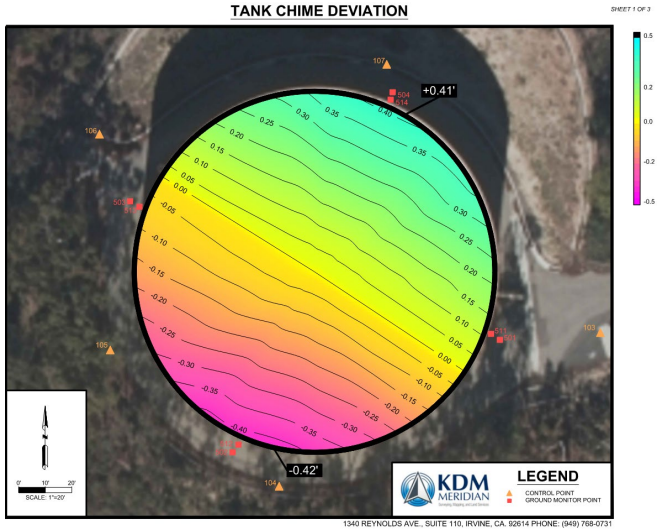
RAINBOW MUNICIPAL WATER DISTRICT SINCE 1953

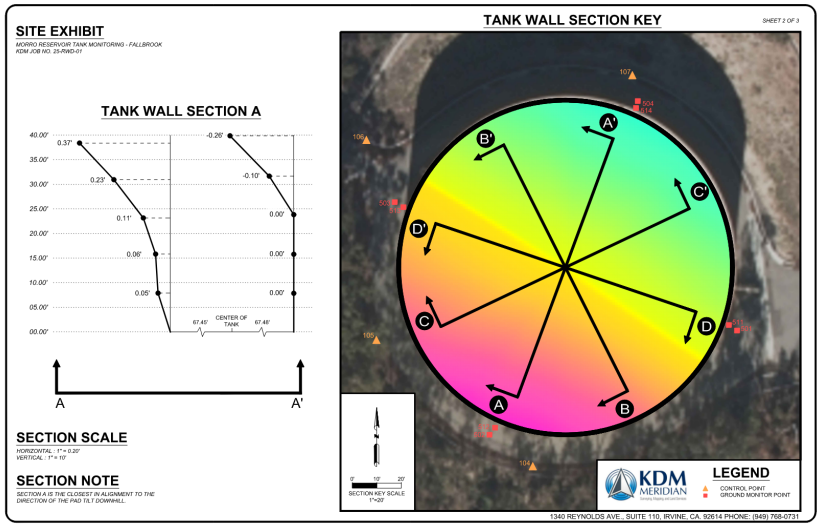
Investigation Findings

- The Morro Tank is experiencing ongoing ground movement and does **not meet current seismic code requirements at full capacity**.
- Expansive soils and uneven fill have caused long-term **settlement, slope creep, and tank tilting,** which are still occurring.
- Monitoring confirms **the tank and ground are moving together**, despite past stabilization efforts.
- The tank remains in service at 50% capacity and shows **age-related deterioration and code deficiencies.**
- Structural analysis shows **significant seismic deficiencies** at higher water levels.

Investigation Findings (continued)

- Survey Results
  - Differential Settlement (see chime figure)
  - Tank Floor and Wall Tilting downhill(see Tank Wall Section)





- Conditions
  - Rust
  - Deterioration
  - Ponding
    - Roof
    - Floor



Roof Edge (ponding)



Roof Interior (rust) - from 2025 USG Inspection Report



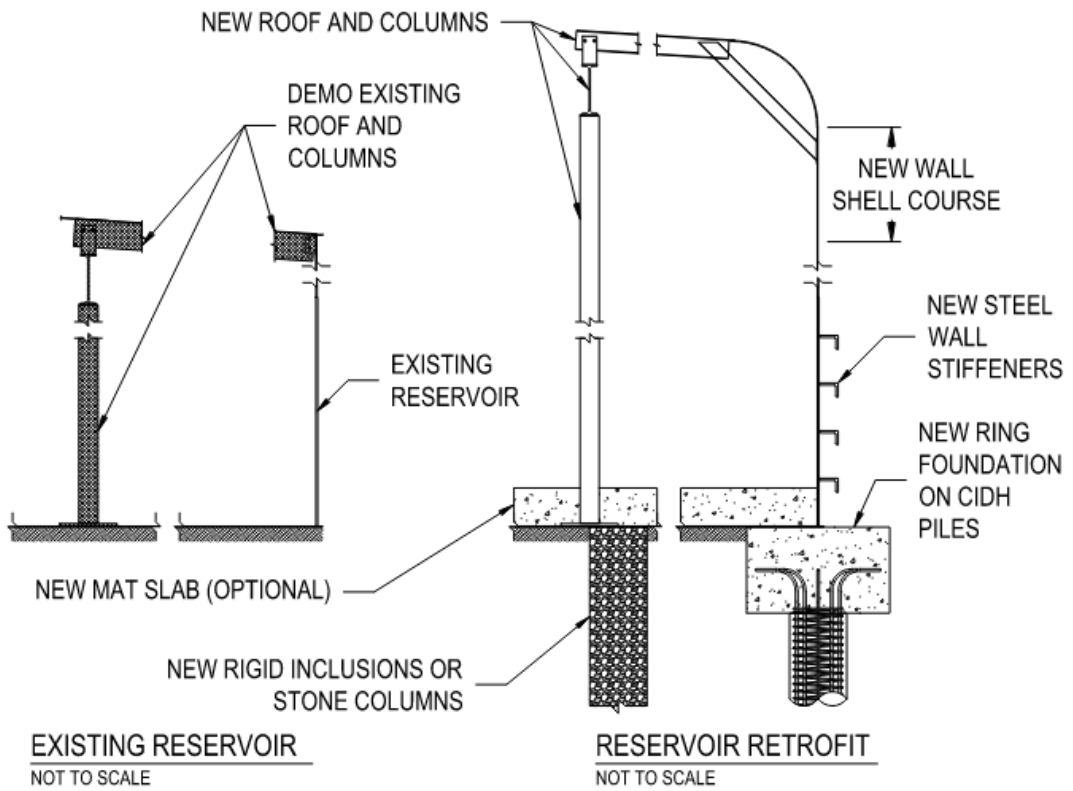
Tank Chime (deterioration)

Conclusion

- **Risk:** While catastrophic failure is not considered imminent, the combined effects of ongoing soil movement, code non-compliance, and advanced age represent an increasing operational and seismic risk over time.
- **Short-Term Recommendation:** Continue to operate tank at 50% capacity in the near term to manage risk
- **Long-Term Recommendation:** Replace tank within the next 5-10 years
- **Retrofit Consideration:** While technically feasible, retrofit is not recommended. See next slide for more details.

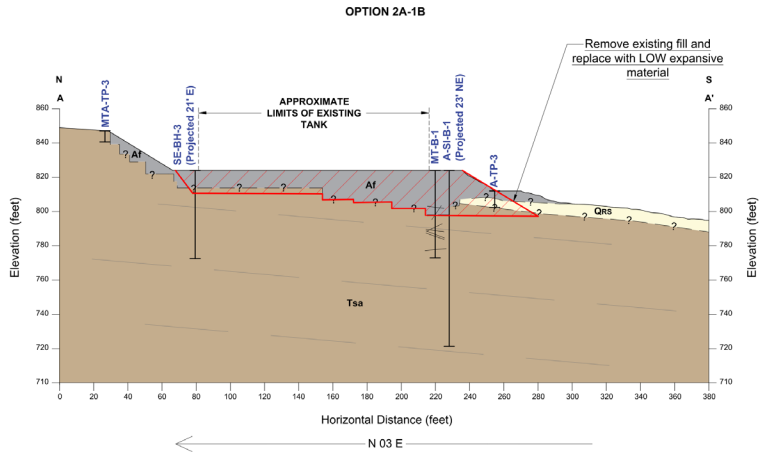
Retrofit

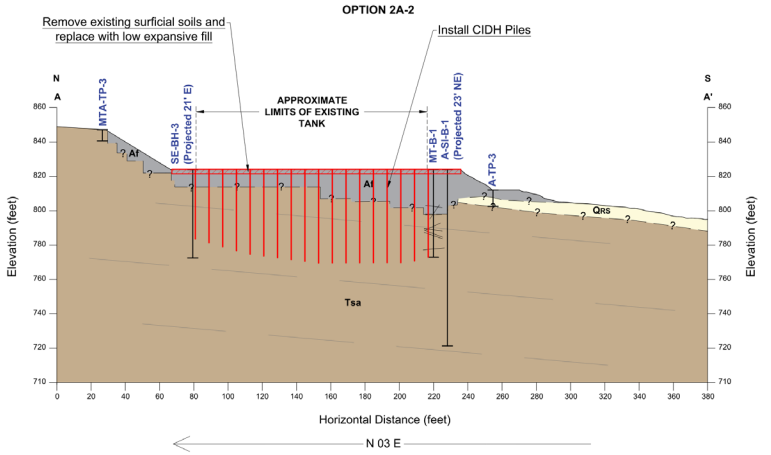
- **Foundation and Subgrade Improvements**
  - New perimeter ring foundation with CIDH piles
  - Interior Rigid Inclusion or Stone Columns
- **Structural Upgrades**
  - Raising tank height 4–6 ft
  - Full roof removal and replacement
  - Wall shell strengthening
- **Conclusion**
  - Retrofit options are complex, costly, and high-risk
  - Extended service life still less than new tank.



Replacement

- **New Foundation System**
  - Shallow Foundation
    - Remove existing fill to bedrock, replace with controlled fill/slurry, and regrade slopes
  - Deep Foundation
    - Retain existing fill, support tank on piles founded in bedrock, and add buttress fill over the southerly slope
- **New Welded Steel Tank**
  - Designed to current codes and standards
  - Supported on either foundation option above






Indian Trail Way
Sleeping Indian Rd
Indian Trail Way
Indian Trail Rd

Retrofit vs Replacement Summary

Category	Retrofit Existing Tank	Replace with New Tank
Primary Goal	Restore full operational capacity and achieve compliance with current seismic and structural code requirements.	Provide a new, fully code-compliant tank
Structural Approach	Add perimeter foundation with deep pile elements, ground improvement, and major structural upgrades/retrofits	Construct a new tank designed to current standards
Geotechnical Work	Extensive subgrade stabilization beneath and around existing tank	Either remove/replace fill or bypass it with deep foundations
Constructability	Highly complex; requires working around and beneath existing tank	More straightforward; clear construction sequencing
Residual Risk	High due to aging structure, existing soils, and complexity.	Low when combined with proper foundation and slope remediation
Service Life	+25 year	50 – 75+ years
Cost Effectiveness	High cost with limited long-term benefit	Higher upfront cost but better long-term value
Overall Recommendation	**Not recommended** as a long-term solution.	**Recommended** within the next 5–10 years
Other considerations	We are not aware of this level of retrofit being successfully performed or attempted on an existing tank; this would likely be a first-of-its-kind approach	Other tank types such as a prestressed concrete tanks could be considered for full replacement. Prestressed concrete tanks typically have higher initial construction costs, but have historically proven to be a more durable and cost-effective long-term solution
Estimate Cost	**$10.6M**	**$10.8M – 13.9M**

Estimated Project Cost Comparison

Options	Retrofit Estimate	Replacement Option Estimates (min to max)			
		1	2	3	4
1A: Retrofit - Ring Foundation, CIDH Piles, Rigid Inclusions	X				
1B: Retrofit – Structural Upgrades	X				
2A-1a: New Tank - Shallow Foundation on Compacted Fill & Slurry		X			
2A-1b: New Tank - Shallow Foundation on Compacted Fill				X	
2A-2: New Tank - Mat Pile Cap and CIDH piles			X		X
2B: New Welded Steel Tank		X	X	X	X
3A-1:Regrading/Buttressing the Existing Slope – Optional			X		
3A-2: Adding Tieback Supports to the Existing Slope – Optional					X
Cost Estimate	**$10.6M**	**$10.8M**	**$10.9M**	**$11.2M**	**$13.9M**

Questions



RAINBOW
MUNICIPAL WATER DISTRICT

BOARD ACTION
Item No.9.A

BOARD OF DIRECTORS

August 18, 2026

SUBJECT

CONSIDER ADOPTION OF THE 2026 RAINBOW MUNICIPAL WATER DISTRICT STRATEGIC PLAN

BACKGROUND

Rainbow Municipal Water District (District) remains committed to providing reliable, efficient, and sustainable water services that meet the current and future needs of the community. Long-term strategic planning is essential to fulfilling this commitment by providing a framework for proactively addressing emerging challenges, prioritizing investments, aligning organizational resources, and maintaining the long-term sustainability and resilience of District services.

In October 2025, the District engaged Raftelis to facilitate an update to its Strategic Plan and provide meaningful direction for addressing changing operational, regulatory, environmental, infrastructure, and resource conditions.

DESCRIPTION

The 2026 Strategic Plan represents a comprehensive update to the 2020 Strategic Plan and was developed through a collaborative planning process that included a series of workshops involving the Board of Directors, District staff, and opportunities for public input. This process provided an opportunity to evaluate the District's current position, consider future challenges and opportunities, and identify priorities to guide the District in the coming years. The Plan reaffirms the District's mission, core values, and vision for the future and establishes strategic focus areas and priorities that reflect the Board's direction and the District's organizational needs. Together, these elements provide a clear and actionable roadmap for the District's continued success.

The Strategic Plan is intended to be a living document that will guide the District's efforts over the next five years and beyond. Its framework will support the evaluation of priorities, development of work plans, allocation of resources, and measurement of progress, while allowing the District to respond to changing circumstances and emerging community needs. Adoption of the Plan will provide a clear foundation for translating Board priorities into measurable actions and outcomes and for maintaining accountability as the District advances its strategic objectives.

The 2026 Strategic Plan establishes seven Strategic Focus Areas:

Strategic Focus Area One: Reliable Infrastructure
Strategic Focus Area Two: Enterprise Resilience
Strategic Focus Area Three: Sustainable Finances
Strategic Focus Area Four: Trusted Leadership
Strategic Focus Area Five: Exceptional People

Strategic Focus Area Six: Purposeful Technology
Strategic Focus Area Seven: Proactive Communication

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 projects and initiatives identified in the Strategic Plan are consistent with the District's Capital Improvement Program (CIP) and are included in the adopted Budget. The Plan helps to prioritize these investments and ensure resources are focused on the District's highest-priority needs.

STAFF RECOMMENDATION

Option 1: Adopt the 2026 Strategic Plan.

Option 2: Adopt the 2026 Strategic Plan as revised.

Option 3: Provide Direction to staff.

Jake Wiley
General Manager

August 18, 2026



Rainbow Municipal Water District

Strategic Plan

2026-2030





Contents

1 Message from the General Manager

2 About the District

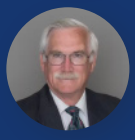
4 Strategic Planning Process

5 Strategic Direction

Board of Directors



DIVISION 1
Director Lisa Hoffman



DIVISION 2
Director Hayden Hamilton



DIVISION 3
Director Greg Irvine



DIVISION 4
Director Patti Townsend-Smith



DIVISION 5
Director Michael Mack



Message from the General Manager

The Rainbow Municipal Water District remains committed to delivering reliable, efficient services that meet the current and future needs of the community. Long-term planning is essential to fulfilling this commitment, enabling the District to proactively address emerging challenges, prioritize investments, and ensure the sustainability and resilience of its services over time.

The Board of Directors of the Rainbow Municipal Water District is pleased to present the 2026 update to the District's Strategic Plan. It represents a comprehensive refresh of the 2020 Strategic Plan and reflects a collaborative effort accomplished through a series of workshops that welcomed input from the public, District staff, and the Board of Directors.

Throughout the strategic planning process, we carefully considered both current and future challenges, including infrastructure needs, limited resources, and the needs of our diverse customer base. This thoughtful approach ensures that the Strategic Plan remains responsive and relevant in an ever-changing environment.

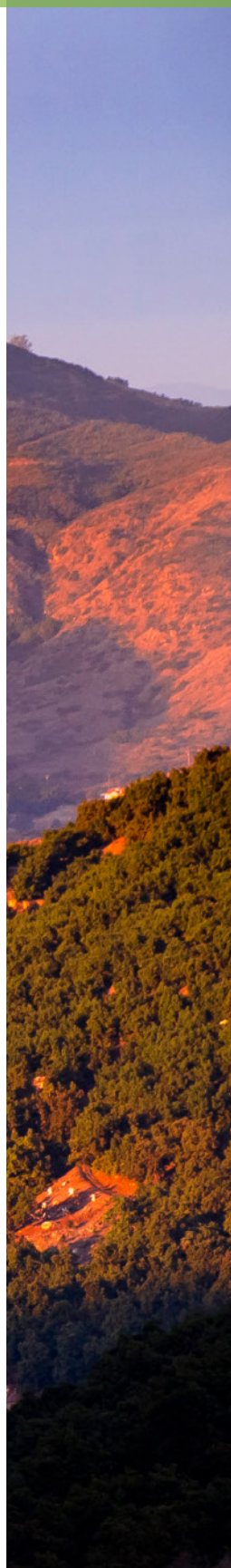
The updated Strategic Plan reaffirms the District's mission, core values, vision for the future, and strategic focus areas. It is designed to anticipate evolving operational, regulatory, environmental, and community needs, while providing clear direction and alignment with Board priorities. In doing so, it establishes measurable outcomes that will guide performance and accountability across the organization.

This Strategic Plan is intended to be a living, practical, and actionable document that will guide the District's efforts over the next five years and beyond. Its goals, objectives, and measurable actions will be integrated into the District's day-to-day operations to ensure meaningful progress and continued success.

We extend our sincere thanks to everyone who contributed to this collaborative effort and look forward to carrying this shared momentum forward as we work together for the betterment of the communities we serve.

Sincerely,

Jake Wiley | General Manager



About the District

Since 1953, Rainbow Municipal Water District has provided water and wastewater services to support the growth and well-being of northern San Diego County. Governed by an elected Board of Directors and supported by dedicated, professional staff, the District serves the unincorporated communities of Rainbow and Bonsall, along with portions of Fallbrook, Oceanside, Pala, and Vista. The District focuses on delivering high-quality, reliable services designed to meet the current and future needs of the community.

To serve the community effectively, the District operates and maintains a comprehensive network of water and wastewater infrastructure. Currently importing 100% of its water through the Eastern Metropolitan Water District, the District places a high priority on supply reliability and long-term system efficiency. Daily operations focus on proactive maintenance to stay ahead of issues before they escalate, helping households, businesses, and agricultural customers receive dependable service with minimal interruption.

A major milestone for the District occurred in 2024 with the successful switch in wholesale water suppliers. Driven by a goal to protect customers from unsustainable wholesale water rate increases, this move highlighted the District's commitment to the community. Operating as a small and agile District, Rainbow Water is positioned to respond quickly to local needs and opportunities, and builds trust with the customer base through high-quality operations, well-managed resources, and a genuine commitment to service. By prioritizing responsible resource management and practical innovation, the District helps customers make informed decisions about their water use, ensuring a resilient water supply and serving the community as a trusted partner.

The District has a significant agricultural customer base, serving avocado and citrus groves, nurseries, and other agricultural operations. As the region continues to evolve and residential development increases, the District works to balance the needs of these long-standing farming operations with the evolving demands of households and commercial businesses.

8
Sewer Lift Stations

344 Miles
of Water Distribution Pipelines

13
Storage Tanks

10
Water Pump Stations

3
Reservoirs

82 Square Miles
of Service Area

83 Miles
of Sewer Main Pipeline

9,000+
Water Customers

3,500+
Sewer Customers

Strategic Planning Process

A strategic plan is more than just a document, it is a critical roadmap for navigating evolving demands, building internal alignment, and demonstrating leadership to employees and stakeholders. This document builds on the successes of the 2020 Strategic Plan, offering an updated framework to guide the utility's efforts over the next five years and beyond.

At its core, the Strategic Plan serves as the vital link between Board priorities and day-to-day operations. When staff members clearly understand what the Board and community values, they can make decisions that actively support those goals. Ultimately, the Plan helps the District provide reliable services, use resources wisely, and prepare for the future.

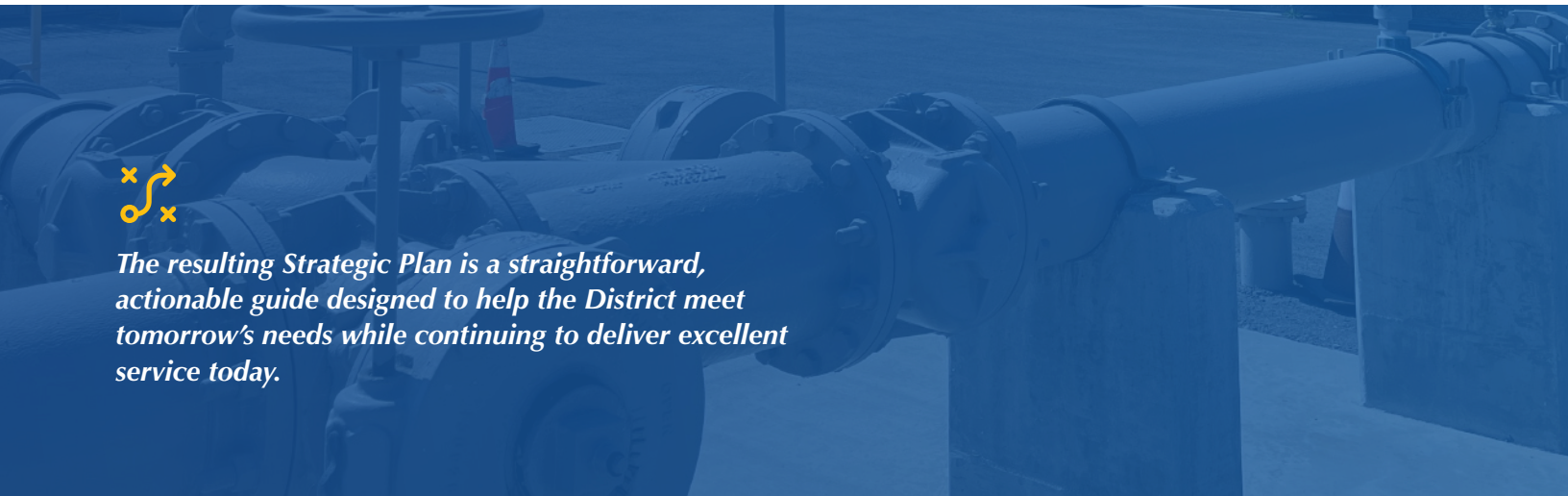
This strategic planning process was designed to:

- Recognize and build on the successful outcomes of the previous plan
- Address how operational, regulatory, environmental, and community expectations continue to evolve
- Align the District's vision for the future with operational realities and staff capacity
- Provide a practical, actionable guide for resource allocation and decision-making

To ground the Plan in everyday realities, the District conducted an organizational assessment to review current operations and staffing. The findings from this assessment helped inform the development of the Strategic Plan.

The strategic planning process also included several key milestones:

- A kick-off meeting with the District's Management Team to identify goals for the process, understand progress related to the prior plan, and review key trends impacting the industry and organization
- Individual interviews with members of the Board and the Management Team, along with employee focus groups, to identify strengths, challenges, and opportunities for the updated Strategic Plan
- A foundation workshop with members of the Board and the Management Team to develop the updated framework and discuss a shared vision for the District
- An objectives workshop with the Management Team to discuss specific objectives and performance measures in support of each Strategic Focus Area



The resulting Strategic Plan is a straightforward, actionable guide designed to help the District meet tomorrow's needs while continuing to deliver excellent service today.

Strategic Direction

Vision

Cultivating customer confidence and community trust through responsive, efficient, and fiscally sustainable service.

Mission

To help our community grow and thrive by delivering exceptional and cost-effective water and wastewater services.

Values

Integrity: We act with strong ethics, honesty, and accountability, communicating openly and making decisions that build public trust while supporting responsible financial management, regulatory compliance, workplace safety, and resilient operations.

Professionalism: We treat others with respect, and demonstrate the high-quality service, reliability, and customer focus expected of a public agency committed to operational excellence and continuous improvement.

Responsibility: We carefully steward public resources, follow through on our commitments, and proactively maintain the infrastructure, systems, and safeguards that ensure reliable service delivery, fiscal stability, and long-term community resilience.

Teamwork: We collaborate across departments, with our Board of Directors, customers, and partner agencies to openly share information, solve problems, and support a culture where everyone contributes to high-quality service.

Innovation: We embrace new ideas, modern tools, and continuous learning, using data, technology, and creative approaches to improve efficiency, strengthen system resilience, enhance customer experience, and drive smarter decisions across the organization.



Strategic Focus Areas



Rainbow Water is committed to continuously improving infrastructure to meet the needs of our customers and prepare for water and sewer emergencies.

Reliable Infrastructure

Build and sustain a resilient system through proactive infrastructure assessment and maintenance to ensure prioritized reinvestment and long-term service reliability.

Objectives:

- Execute an infrastructure renewal and replacement program tied to asset criticality and remaining useful life, prioritizing pipeline and valve replacements
- Implement a proactive, data-informed asset maintenance program
- Proactively detect and prevent system failures
- Upgrade the District's headquarters to provide a functional and modern workplace
- Address aging infrastructure and capacity limitations in the downstream reaches of the wastewater collections system

Enterprise Resilience

Ensure safe and dependable services, mitigate risks and customer impacts, and expand our ability to navigate and recover from threats and disruptions.

Objectives:

- Audit and improve the District's cyber posture to protect essential services from cyber-attacks and unauthorized access
- Implement recommendations related to America's Water Infrastructure Act assessment, which requires water systems to evaluate vulnerabilities and develop emergency response plans
- Update the emergency management and continuity plans to ensure a rapid, coordinated, and transparent response during service disruptions and other local emergencies
- Explore and obtain alternate water sources to diversify supplies and protect the District's customers from climate and other risks
- Conduct after-action reviews to drive continuous learning and improvement
- Monitor and maintain water quality standards that meet or exceed regulatory requirements





Sustainable Finances

Responsibly manage District finances with transparency and foresight, implementing creative funding strategies to keep rates stable and predictable, and infrastructure needs funded.

Objectives:

- Minimize pressure on rate increases by identifying and growing non-rate revenue streams and implementing cost-savings measures
- Provide an equitable and sustainable rate structure with multi-year rate planning that supports long-term infrastructure needs, anticipated community growth, and agricultural production
- Practice transparent, proactive budget management that supports efficient, cost-effective service delivery and is validated by the GFOA Excellence Award annually
- Clearly communicate financial performance, rate decisions, and budget priorities to build shared understanding and confidence in the District's long-term fiscal health
- Build and maintain a reserve fund level that meets the Board's defined targets

Trusted Leadership

Serve as a leader to our community, industry, and workforce by delivering exceptional service, building lasting partnerships, and employing best practices.

Objectives:

- Strengthen trust by modeling honest, ethical, and accountable leadership at all levels
- Develop regional and industry strategic partnerships that deliver efficiencies in service and lower costs to our customers
- Practice consistent, open communication and actions that reflect the District's values and support exceptional, customer-focused service
- Invest in Board and leadership development, including training and peer networking opportunities, to advance governance best practices and support informed, forward-looking decision making



Exceptional People

Cultivate a high-performance culture that empowers the workforce to grow, collaborate in decisions, and lead from every level to solve complex challenges to support a high level of public service.

Objectives:

- Maintain a competitive total rewards package that supports recruitment and retention
- Implement a formalized succession planning process that enhances career pathways and ensures continuity for critical positions
- Foster a supportive culture where employees are encouraged and provided opportunities to contribute ideas
- Invest in ongoing training and development that enhances career growth, customer service, and readiness to use modern technology

Purposeful Technology

Harness innovative ideas, modern tools, and integrated systems to detect problems faster, use data to drive decisions, and support efficiency and continuous improvement.

Objectives:

- Implement integrated systems that enable cross-functional data sharing, including a major upgrade of the District's Enterprise Resources Planning System
- Deploy technology to improve leak detection and reduce non-revenue water loss
- Establish a performance metrics framework to track and transparently report on the District's effectiveness in core business areas
- Identify and pursue measurable efficiencies through equipment, process improvement, and automation to support cost-effective service delivery
- Equip employees to confidently adopt modern tools and make consistent, data-driven decisions
- Establish clear data governance standards and systems to ensure accurate, accessible information supports operational planning and decision-making



Proactive Communication

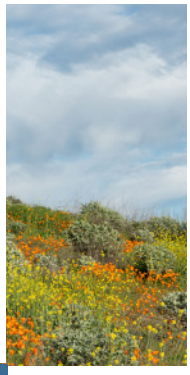
Deliver timely, clear, and accessible information that anticipates needs, strengthens transparency, and builds lasting trust with our community and workforce.

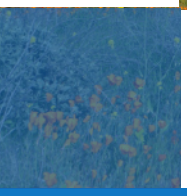
Objectives:

- Enhance the multi-channel Customer Outreach Program by expanding customer interaction on modern media platforms
- Build and maintain a communications infrastructure, including emergency notification systems, website updates, and social media protocols, that enables a timely, transparent, and reliable flow of information during both routine operations and emergencies
- Increase internal communication and cross-departmental information-sharing to strengthen teamwork and support consistent messaging
- Strengthen customer relationships through targeted engagement opportunities, including community events, educational workshops, and consistent outreach

Rainbow Water collaborates and shares information transparently to inspire stewardship and empower a resilient community and workforce.







RAINBOW
MUNICIPAL WATER DISTRICT

3707 Old Highway 395
Fallbrook, CA 92028

760.728.1178

rainbowmwd.ca.gov



Plan facilitated by

RAFTELIS

RAINBOW
MUNICIPAL WATER DISTRICT

BOARD ACTION
Item No. 9.B

BOARD OF DIRECTORS

August 18, 2026

SUBJECT

CONSIDER TERMINATION OF THE DISTRICT'S WATER TANK MAINTENANCE CONTRACT AND ADDENDA WITH USG WATER SOLUTIONS (DISTRICTWIDE)

BACKGROUND

Rainbow Municipal Water District (District) entered into an agreement for annual tank maintenance and inspection with Utility Services Company Inc. (USC) in December 2003 (see attached contract). The annual work included maintaining interior and exterior tank coatings for corrosion prevention and alternating visual inspections and washdowns for the District's 12 welded steel tanks. A 2010 addendum to the agreement extended the expiration date to June 30, 2016. Since then, the agreement has been renewed on a yearly basis for maintenance, rehabilitation, and inspection services. From 2003 to present day, Utility Services Company Inc. has changed its name multiple times due to acquisition and/or restructuring. USC became Suez, then Veolia, and most recently USG Water Solutions (USG).

In 2015, the District and USC entered into an additional 10-year agreement for annual maintenance and inspection for the 6.0 million gallon (MG) pre-stressed concrete Pala Mesa tank, which was not included in the original 2003 agreement. In 2018, the Board approved an addendum to the original agreement for the construction of tank safety improvements. The safety improvements included the construction of metal stairways to the sides of the tanks and the installation of railing systems around the tops of the tanks. The fall prevention work was scheduled to be completed over a seven-year period.

Subsequent to approval of the 2018 addendum, District staff identified 10 tanks that needed additional security upgrades. The recommended work included the construction of security caging/fencing at the base of the newly installed stairways, and new electrical conduits. The proposed work would be completed over a five-year period. The Board approved the 2020 addendum at the August 2020 meeting.

In 2024, staff met with USG to assess the status of the program and the possibility of moving the work in-house. A review of the 20 plus years of the agreement, staff noted the following conclusions:

1. The exterior of the tanks have been maintained in good condition throughout the course of the contract The anticipated schedule for rehabilitation in the original contract (exterior re-coating every eight to nine years) has been generally adhered to either through exterior touch-ups or full recoats.
2. The visual inspections of the tanks have been frequent and generally adequate. However, Operations staff has identified certain omissions of maintenance issues in the inspection reports provided to the District by USG.
3. The washdowns have been adequate, but less regular than the visual inspections and the scheduling appears to be somewhat sporadic.

4. The interior re-coatings have been deferred much longer than anticipated in the original contract agreement, for the larger steel tanks (4.0MGs and larger), which make up the most significant cost associated with tank maintenance. The contract estimated an interior coating life cycle of 10 to 11 years; however, the actual interior recoating schedule is averaging 16.6 years between coatings. Deferring interior coatings has the potential for significant long-term costs due to the high potential for corrosion of the tank structure and reduced service life of the tank itself.

At the August 2024 Board meeting, staff presented options to terminate the contract with USG or negotiate new terms to address the District's concerns. The Board approved termination if the negotiations failed. Following months of meetings, the District and USG were able to come to acceptable terms to address the District's concerns and schedule of work. The amendment provided a four (4) year schedule to recoat the interiors of eight (8) tanks. Of the existing twelve (12) steel tanks, these tanks have been deferred the longest. The amendment further adds an annual meeting to discuss the proposed schedule, and language to how the tanks must be coated. The agreement continued to be year-to-year with the anniversary date on December 10th. At the November 2024 meeting, the Board approved an amended agreement to continue tank maintenance with USG.

DESCRIPTION

Since issuing an extension of the maintenance agreement in 2024, USG has failed to meet the agreed upon construction schedules and provide adequate reports for inspections.

As part of staff's analysis, cost comparisons were developed to assess any benefit to either extending the tank maintenance contract or cancelling the contract and taking over the work in-house. As summarized in the table below, the cost analysis estimates the District would save nearly $4M over the 15-year rehabilitation period by bringing the tank maintenance and rehabilitation in-house.

Contract Maintenance Cost	District Maintenance Cost*	Estimate District Savings*
$16,040,000	$12,340, 000	$3,700,000

Note: Both Contract and District Maintenance costs include 5% annual escalation
Includes funding allocation for NACE certification of District Inspector and outside services related to coatings specifications preparation

In addition, over the next four years, the District would retain approximately $3.2M in revenue to accelerate interior tank coatings that continue to be deferred by USG. Accelerating preventative maintenance and rehabilitation of these tanks lowers future costs by minimizing metal loss/deterioration of the existing structure. Staff is well positioned to take on this task. Engineering staff would lead the planning, scheduling, and oversight of major rehabilitation efforts utilizing a specialty coatings contractor (via competitive bid) for interior or exterior re-coating work as needed. Operations staff is prepared to assume the washdown and inspection responsibilities, which are required for each tank every three to five years. Alternatively, a re-negotiated contract with USG or other qualified vendor could be pursued.

Should the Board favor termination of the agreement, the following are the provisions to do so:

"This contract is subject to cancellation by the Owner only if intent to cancel is received by the Company ninety (90) days prior to the anniversary date. Notice of Cancellation is to be delivered by registered mail and signed by three (3) authorized voting officials of the Owner's management and/or Commissioners."

The anniversary date for the original agreement is December 10th. If the District intends to terminate the contract, notification must be received by USG no later than September 10th. Both the 2018 and 2020 agreement addenda apply to the original agreement terms and conditions to cancelations. The 2015 Pala Mesa agreement has a similar cancellation provision; however, Pala Mesa has an anniversary date

of April 1st. It is staff's recommendation to terminate all agreements with USG in September 30, 2026, and assume tank maintenance and rehabilitation activities.

The original payout terms for early cancelation of the original agreement expired in 2016, and the agreement has been on a year-to-year basis. No remaining agreement balances will be assessed to cancel the agreement. For the 2015 agreement (Pala Mesa Tank), 2018 and 2020 addenda, the remainder of the agreement fees must be paid to USG within 30 days of cancellation. The remaining balance due to USG was $228,257.63 as of June 30, 2026.

POLICY/STRATEGIC PLAN KEY FOCUS AREA

Strategic Focus Area Four: Fiscal Responsibility

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

1) Option 1:
    - Approve termination of the current tank maintenance contract and addenda with USG Water Solutions and instruct three (3) Board members to sign the notice of termination. Authorize the District to pay out the remaining balances on the 2018 and 2020 Addenda, and the remaining balance on the Pala Mesa Maintenance Agreement for an amount not-to-exceed the current balance of $228,257.63.
    - Make a finding that the action before the Board does not constitute a "project" as defined by CEQA.

2) Option 2:
    - Provide other direction to staff.

STAFF RECOMMENDATION

Staff recommends Option 1.

Chad Williams 08/18/2026
Engineering & CIP Manager

Attachment(s):
1. Original 2003 Agreement
2. Draft Termination Letter

03-26

RAINBOW MUNICIPAL WATER DISTRICT
Committed to Excellence

COPY

RAINBOW MUNICIPAL WATER DISTRICT
3707 S. HIGHWAY 395, FALLBROOK, CALIFORNIA 92028
TELEPHONE: (760) 728-1178 FAX: (760) 728-2575

MAINTENANCE CONTRACT

AGREEMENT

THIS AGREEMENT is made on this 10th day of December, 2003, by and between RAINBOW MUNICIPAL WATER DISTRICT OF SAN DIEGO COUNTY, a public agency of the State of California, with its headquarters at Fallbrook, California, hereinafter designated as the "District" and Utility Service Co., Inc. located at 5618 W. 79th Street, Los Angeles, CA 90045 represented by Steven E. Bishop, hereinafter designated as the "Contractor", Telephone: (310) 649-5573.

Project Description – Provide labor and materials to maintain twelve (12) steel water tanks. Scope and fee attached as Exhibit "A". All work to be performed in accordance with Exhibit "A:", and Exhibit "B".

Workers' Compensation Insurance - By his/her signature hereunder, Contractor certifies that he/she is aware of the provisions of Section 3700 of the California Labor Code which require every employer to be insured against liability for workers' compensation or to undertake self-insurance in accordance with the provisions of that code, and he/she will comply with such provisions before commencing the performance of the work of this agreement.

Indemnification - To the fullest extent permitted by law, Contractor shall indemnify and hold harmless and defend Rainbow Municipal Water District, its directors, officers, employees, or authorized volunteers, and each of them from and against:

a. Any and all claims, demands, causes of action, damages, costs, expenses, losses or liabilities, in law or in equity, of every kind or nature whatsoever for, but not limited to, injury to or death of any person including Rainbow Municipal Water District and/or Contractor, or any directors, officers, employees, or authorized volunteers of Rainbow Municipal Water District or Contractor, and damages to or destruction of property of any person, including but not limited to, Rainbow Municipal Water District and/or Contractor or their directors, officers, employees, or authorized volunteers, arising out of or in any manner directly or indirectly connected with the work to be performed under this agreement, however caused, regardless of any negligence of Rainbow Municipal Water District or its directors, officers, employees, or authorized volunteers, except the sole negligence or willful misconduct or active negligence of Rainbow Municipal Water District or its directors, officers, employees, or authorized volunteers;

b. Any and all actions, proceedings, damages, costs, expenses, penalties or liabilities, in law or equity, of every kind or nature whatsoever, arising out of, resulting from, or on account of the violation of any governmental law or regulation, compliance with which is the responsibility of Contractor;

c. Any and all losses, expenses, damages (including damages to the work itself), attorneys' fees, and other costs, including all costs of defense, which any of them may incur with respect to the failure, neglect, or refusal of Contractor to faithfully perform the work and all of the Contractor's obligations under the agreement. Such costs, expenses, and damages shall include all costs, including attorneys' fees, incurred by the indemnified parties in any lawsuit to which they are a party.

Contractor shall defend, at Contractor's own cost, expense and risk, any and all such aforesaid suits, actions, or other legal proceedings of every kind that may be brought or instituted against Rainbow Municipal Water District or its directors, officers, employees, or authorized volunteers.

Contractor shall pay and satisfy any judgment, award or decree that may be rendered against Rainbow Municipal Water District or its directors, officers, employees, or authorized volunteers, in any and all such suits, actions, or other legal proceedings.

Contractor shall reimburse Rainbow Municipal Water District or its directors, officers, employees, or authorized volunteers, for any and all legal expenses and costs incurred by each of them in connection therewith or in enforcing the indemnity herein provided.

Contractor's obligation to indemnify shall not be restricted to insurance proceeds, if any, received by the Rainbow Municipal Water District, or its directors, officers, employees, or authorized volunteers.

GENERAL CONDITIONS

Laws, Regulations and Permits - The Contractor shall give all notices required by law and comply with all laws, ordinances, rules and regulations pertaining to the conduct of the work. The Contractor shall be liable for all violations of the law in connection with work furnished by the Contractor. If the Contractor observes that the drawings or specifications are at variance with any law or ordinance, rule or regulation, he/she shall promptly notify the Rainbow Municipal Water District engineer in writing and any necessary changes shall be made by written instruction or change order. If the Contractor performs any work knowing it to be contrary to such laws, ordinances, rules or regulations and without giving notice to the Rainbow Municipal Water District engineer, the Contractor shall bear all costs arising therefrom.

Safety - The Contractor shall execute and maintain his/her work so as to avoid injury or damage to any person or property. The Contractor shall comply with the requirements of the specifications relating to safety measures applicable in particular operations or kinds of work.

In carrying out his/her work, the Contractor shall at all times exercise all necessary precautions for the safety of employees appropriate to the nature of the work and the conditions under which the work is to be performed, and be in compliance with all applicable federal, state and local statutory and regulatory requirements including California Department of Industrial Relations (Cal/OSHA) regulations; and the U.S.

Department of Transportation Omnibus Transportation Employee Testing Act. Safety precautions, as applicable, shall include but shall not be limited to: adequate life protection and life saving equipment; adequate illumination; instructions in accident prevention for all employees, such as the use of machinery guards, safe walkways, scaffolds, ladders, bridges, gang planks, confined space procedures, trenching and shoring, fall protection, and other safety devices; equipment and wearing apparel as are necessary or lawfully required to prevent accidents, injuries, or illnesses; and adequate facilities for the proper inspection and maintenance of all safety measures.

The Contractor shall be responsible for the safeguarding of all utilities. At least two working days before beginning work, the Contractor shall call the Underground Service Alert (USA) in order to determine the location of sub-structures. The Contractor shall immediately notify the Rainbow Municipal Water District and the utility owner if he/she disturbs, disconnects, or damages any utility.

In accordance with Section 6705 of the California Labor Code, the Contractor shall submit to the Rainbow Municipal Water District specific plans to show details of provisions for worker protection from caving ground during excavations of trenches of five feet or more in depth. The excavation/trench safety plan shall be submitted to and accepted by the Rainbow Municipal Water District prior to starting excavation. The trench safety plan shall have details showing the design of shoring, bracing, sloping or other provisions to be made for worker protection from the hazard of caving ground. If such a plan varies from the shoring system standards established by the Construction Safety Orders of the California Department of Industrial Relations (Cal/OSHA), the plan shall be prepared by a California registered civil or structural engineer. As part of the plan, a note shall be included stating that the registered civil or structural engineer certifies that the plan complies with the Cal/OSHA Construction Safety Orders, or that the registered civil or structural engineer certifies that the plan is not less effective than the shoring, bracing, sloping or other provisions of the Safety Orders. In no event shall the Contractor use a shoring, sloping, or protective system less effective than that required by said Construction Safety Orders. Submission of this plan in no way relieves the Contractor of the requirement to maintain safety in all areas. If excavations or trench work requiring a Cal/OSHA permit are to be undertaken, the Contractor shall submit his/her permit with the excavation/trench work safety plan to the Rainbow Municipal Water District before work begins.

The names and telephone numbers of at least two medical doctors practicing in the vicinity and the telephone number of the local ambulance service shall be prominently displayed adjacent to telephones.

Commercial General Liability and Automobile Liability Insurance - The Contractor shall provide and maintain the following commercial general liability and automobile liability insurance:

Coverage - Coverage for commercial general liability and automobile liability insurance shall be at least as broad as the following:

1. Insurance Services Office (ISO) Commercial General Liability Coverage (Occurrence Form CG 0001)

2. Insurance Services Office (ISO) Business Auto Coverage (Form CA 0001), covering Symbol 1 (any auto)

Limits - The Contractor shall maintain limits no less than the following:

1. General Liability - One million dollars ($1,000,000) per occurrence for bodily injury, personal injury and property damage. If Commercial General Liability Insurance or other form with a general aggregate limit or products-completed operations aggregate limit is used, either the general aggregate limit shall apply separately to the project/location (with the ISO CG 2503, or ISO CG 2504, or insurer's equivalent endorsement provided to the Rainbow Municipal Water District) or the general aggregate limit and products-completed operations aggregate limit shall be twice the required occurrence limit.

2. Automobile Liability - One million dollars ($1,000,000) for bodily injury and property damage each accident limit.

Required Provisions - The general liability and automobile liability policies are to contain, or be endorsed to contain, the following provisions:

1. The Rainbow Municipal Water District, its directors, officers, employees, and authorized volunteers are to be given insured status (via ISO endorsement CG 2010, CG 2033, or insurer's equivalent for general liability coverage) as respects: liability arising out of activities performed by or on behalf of the Contractors; products and completed operations of the Contractor; premises owned, occupied or used by the Contractor; and automobiles owned, leased, hired or borrowed by the Contractor. The coverage shall contain no special limitations on the scope of protection afforded to the Rainbow Municipal Water District, its directors, officers, employees, or authorized volunteers.

2. For any claims related to this project, the Contractor's insurance shall be primary insurance as respects the Rainbow Municipal Water District, its directors, officers, employees, or authorized volunteers. Any insurance, self-insurance, or other coverage maintained by the Rainbow Municipal Water District, its directors, officers, employees, or authorized volunteers shall not contribute to it.

3. Any failure to comply with reporting or other provisions of the policies including breaches of warranties shall not affect coverage provided to the Rainbow Municipal Water District, its directors, officers, employees, or authorized volunteers.

4. The Contractor's insurance shall apply separately to each insured against whom claim is made or suit is brought, except with respect to the limits of the insurer's liability.

5. Each insurance policy required by this agreement shall state, or be endorsed to state, that coverage shall not be canceled by the insurance carrier or the Contractor, except after thirty (30) days (10 days for non-payment of premium) prior written notice by U.S. mail has been given to the Rainbow Municipal Water District.

Such liability insurance shall indemnify the Contractor and his/her sub-contractors against loss from liability imposed by law upon, or assumed under contract by, the Contractor or his/her sub-contractors for damages on account of such bodily injury (including death), property damage, personal injury, completed operations, and products liability.

The general liability policy shall cover bodily injury and property damage liability, owned and non-owned equipment, blanket contractual liability, completed operations liability, explosion, collapse, underground excavation, and removal of lateral support.

The automobile liability policy shall cover all owned, non-owned, and hired automobiles.

All of the insurance shall be provided on policy forms and through companies satisfactory to the Rainbow Municipal Water District.

Deductibles and Self-Insured Retentions - Any deductible or self-insured retention must be declared to and approved by the Rainbow Municipal Water District. At the option of the Rainbow Municipal Water District, the insurer shall either reduce or eliminate such deductibles or self-insured retentions.

Acceptability of Insurers - Insurance is to be placed with insurers having a current A.M. Best rating of no less than A:VII or equivalent or as otherwise approved by the Rainbow Municipal Water District.

Workers' Compensation and Employer's Liability Insurance - The Contractor and all sub-contractors shall insure (or be a qualified self-insured) under the applicable laws relating to workers' compensation insurance, all of their employees working on or about the construction site, in accordance with the "Workers' Compensation and Insurance Act", Division IV of the Labor Code of the State of California and any Acts amendatory thereof. The Contractor shall provide employer's liability insurance with limits of no less than $1,000,000 each accident, $1,000,000 disease policy limit, and $1,000,000 disease each employee.

Responsibility for Work - Until the completion and final acceptance by the Rainbow Municipal Water District of all the work under and implied by this agreement, the work shall be under the Contractor's responsible care and charge. The Contractor shall rebuild, repair, restore and make good all injuries, damages, re-erections, and repairs occasioned or rendered necessary by causes of any nature whatsoever.

The Contractor shall provide and maintain builder's risk insurance (or installation floater) covering all risks of direct physical loss, damage or destruction to the work in the amount specified in the General Conditions, to insure against such losses until final acceptance of the work by the Rainbow Municipal Water District. Such insurance shall insure at least against the perils of fire and extended coverage, theft, vandalism and malicious mischief, and collapse.[1] The Rainbow Municipal Water District, its directors, officers, employees, and authorized volunteers shall be named insureds on any such policy. The making of progress payments to the Contractor shall not be construed as creating an insurable interest by or for the Rainbow Municipal Water District or be construed as relieving the Contractor or his/her subcontractors of responsibility for loss from any direct physical loss, damage or destruction occurring prior to final acceptance of the work by the Rainbow Municipal Water District.

[1] Addition of earthquake and flood should be considered if loss potential from these perils is significant.

The Contractor shall waive all rights of subrogation against the Rainbow Municipal Water District, its directors, officers, employees, or authorized volunteers.

Evidences of Insurance - Prior to execution of the agreement, the Contractor shall file with the Rainbow Municipal Water District a certificate of insurance (Acord Form 25-S or equivalent) signed by the insurer's representative evidencing the coverage required by this agreement. Such evidence shall include an additional insured endorsement signed by the insurer's representative and evidence of waiver of rights of subrogation against the Rainbow Municipal Water District (if builder's risk insurance is applicable). Such evidence shall also include confirmation that coverage includes or has been modified to include Required Provisions 1-5.

The Contractor shall, upon demand of the Rainbow Municipal Water District, deliver to the Rainbow Municipal Water District such policy or policies of insurance and the receipts for payment of premiums thereon.

Continuation of Coverage - If any of the required coverages expire during the term of this agreement, the Contractor shall deliver the renewal certificate(s) including the general liability additional insured endorsement and evidence of waiver of rights of subrogation against the Rainbow Municipal Water District (if builder's risk insurance is applicable) to the Rainbow Municipal Water District at least ten (10) days prior to the expiration date.

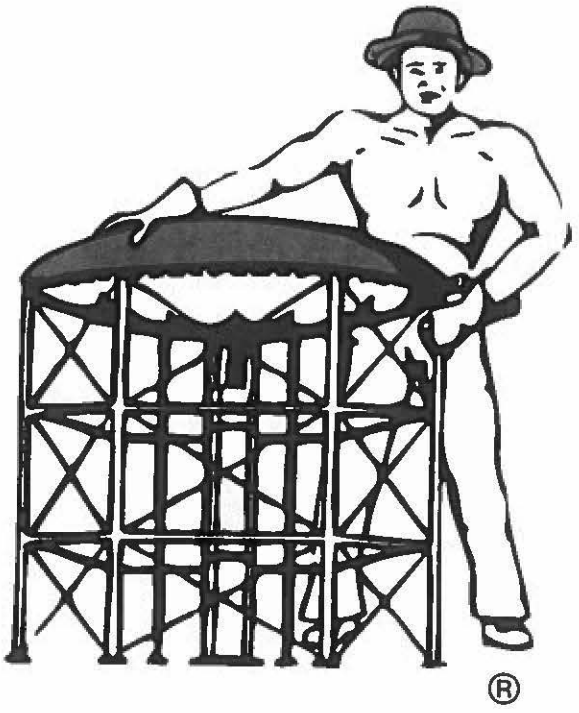
Sub-Contractors - In the event that the Contractor employs other contractors (sub-contractors) as part of the work covered by this agreement, it shall be the Contractor's responsibility to require and confirm that each sub-contractor meets the minimum insurance requirements specified above.

Note: This agreement is binding on the assigns of the District and on the assigns, successors and representatives of the District and the Contractor.

RAINBOW MUNICIPAL WATER DISTRICT OF SAN DIEGO COUNTY	CONTRACTOR:
_____	BY _____
Name G.L. ENSMINGER	NAME JEFF GEORGE
Title General Manager	TITLE Vice President
Date 12/10/03	DATE 12/10/03

UTILITY SERVICE co., inc.

WATER TANK MAINTENANCE CONTRACT



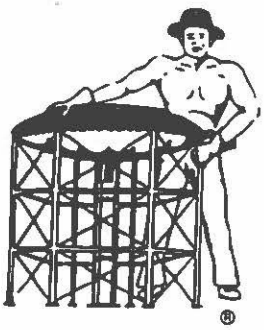
Owner RAINBOW MUNICIPAL WATER DISTRICT

Tank Size TWELVE [12] TANKS

Location FALLBROOK, CALIFORNIA

Date NOVEMBER 17, 2003

Copyright 2002
Utility Service Co., Inc.



UTILITY SERVICE co., inc.
535 Courtney Hodges Blvd.
P.O. Box 1354 • Perry, GA 31069
Phone (478) 987-0303
(800) 223-3695
Fax (478) 987-2991
www.utilityservice.com

WATER TANK MAINTENANCE CONTRACT

This agreement entered into, by, and between **Rainbow Municipal Water District** hereinafter known as the Owner, and Utility Service Co., Inc. hereinafter known as the Company.

The Owner agrees to employ the Company to provide the professional service needed to maintain its **Twelve [12] Water Tanks** located at **Fallbrook, California.**

This agreement binds the Company to total responsibility for the care and maintenance of the above described water storage tanks. Care and maintenance shall include but not be limited to the following:

The Company will annually inspect and service the tanks beginning in the year **2003**. The tanks and towers will be thoroughly inspected to ensure that the structures are in a sound, water tight condition.

Biennially, beginning with the first washout/inspection in **See Attached Schedule**, the tanks will be completely drained and cleaned to remove all mud, silt, and other accumulations that might be harmful to the tanks or their contents. This cleaning will utilize high pressure equipment with chemical injection. After cleaning is completed, the interior will be thoroughly inspected and disinfected prior to returning to service.

The Company shall furnish all specialized services including engineering and inspection services needed to carry out any and all repairs to the tanks and towers needed during the term of this contract. These repairs include steel replacement, steel parts, expansion joints, water level indicators, sway rod adjustments, manhole covers/gaskets, and other component parts of the tanks or towers.

The Company will clean and repaint the interior and/or exterior of the tanks at such time as complete repainting is needed. The need for interior painting is to be determined by the thickness of the existing liner and its protective condition. The need for exterior painting is to be determined by the appearance and protective condition of the existing paint.

When painting is needed, all products and procedures will be equal to or exceed the requirements of the **San Diego Air Pollution Control District**, the American Water Works Association, and the Steel Structures Painting Council as to surface preparation, coating materials, and disinfection.

When interior renovation is needed, procedures as outlined in A.W.W.A.-D102 specifications for cleaning and coating of potable water tanks will be followed. Only material approved for use in potable water tanks will be used on any interior surface area.

At the time the exterior requires painting, the Company agrees to utilize a coating system which best suits the site conditions, environment, and general location of the tanks.

The Company will install an anti-climb device on the access ladder to prevent unauthorized persons from climbing the towers.

Copyright 2002
Utility Service Co., Inc.

A lock will be installed on the roof hatch of the tanks to prevent any unauthorized entry to the water tanks. Keys to the tanks will be retained by the Owner and the Company.

The Company will provide emergency service to handle any problems with the tanks at no additional cost to the Owner. Reasonable travel time must be allowed for the repair unit to reach the tank site.

The Company will furnish relief valves, if needed, to install in the water system so the Owner can pump direct and maintain water pressure while the tanks are being serviced.

The Company will furnish current certificates of insurance coverage to the Owner at the time any work is performed or upon renewal of any policy.

The Owner shall have the right to continue this contract for an indefinite period of time providing the annual fee is paid in accordance with the terms of payment. **The annual base fee for the twelve [12] tanks is established at $715,000.00 during the initial ten [10] years of the Maintenance Program due to upfront renovations completed in Year 1 through Year 4. The annual fee in Years 11 and 12 is established at $508,672.00.**

In year **2015** and each third year thereafter, the annual fee will be adjusted to reflect the current cost of service. The adjustments, either up or down, shall be limited to a maximum of 5% annually. **The adjustment is based off of the established base fee of $508,672.00.**

It is agreed that future mandated environmental, health, or safety requirements which cause significant changes in the cost of tank maintenance will be just cause for modification of this agreement. The Company is accepting these tanks under program based upon existing structure and components [ANY MODIFICATIONS TO THE TANKS, INCLUDING ANTENNA INSTALLATIONS, SHALL BE APPROVED BY UTILITY SERVICE CO., INC. PRIOR TO IMPLEMENTATION AND MAY WARRANT AN INCREASE IN THE ANNUAL FEE]. This contract does not include the cost for containment or disposal of any hazardous waste materials, nor resolution to operational problems due to cold weather, Acts of God, or other conditions which are beyond the Owners and Company control.

This contract is subject to cancellation by the Owner only if intent to cancel is received by the Company ninety [90] days prior to the anniversary date. Notice of Cancellation is to be delivered by registered mail and signed by three [3] authorized voting officials of the Owner's management and/or Commissioners.

This Agreement signed this 10TH day of December, 2003.

OWNER:

by G.L. Entsminger, G.M.
title

witness Joyce L. Tomlinson

seal:

UTILITY SERVICE CO., INC.

by **Jeff George, Vice President**
title

witness Regina J. Arthur

seal:

Copyright 2002
Utility Service Co., Inc

Addenda to Contract Number **Twelve [12] Tanks**, Dated **11-17-03**

No. 1

PAYMENT TERMS: ***All applicable taxes are the responsibility of the Owner and in addition to the stated costs and fees in this contract.*** The annual fee shall be due and payable quarterly at $178,750.00. The first quarterly fee is due November 1, 2003.

No. 2

Should the Owner elect to cancel the contract prior to the tenth year anniversary, any outstanding balance for completed work is due and payable within thirty [30] days of cancellation.

Owner	Utility Service Co., Inc.
by _____	by _____
date 12-10-03	date 11-17-03
witness Joyce R. Tomlinson	witness Regina J. Arthur

The above signatories certify that they are duly authorized to sign this Contract and the Addenda on behalf of the entities represented.

The Company reserves the right to assign any outstanding receivables from this Contract to its Bank or other Lending Institutions as collateral for any Loans or Lines of Credit.

SEAL **SEAL**

Copyright 2002
Utility Service Co., Inc.

RAINBOW MUNICIPAL WATER DISTRICT
FALLBROOK, CALIFORNIA
PROJECTED WORK SCHEDULE

TANK	1	2	3	4	5	6	7	8	9	10
CONSUITA	INT, EXT, R	VIS	W/O	VIS	W/O	VIS	W/O	VIS	EXT, W/O	VIS
GOMEZ	INT, EXT, R	VIS	W/O	VIS	W/O	VIS	W/O	VIS	EXT, W/O	VIS
GOPHER	INT, EXT, R	VIS	W/O	VIS	W/O	VIS	W/O	VIS	EXT, W/O	VIS
U1	EXT,W/O, R	INT	VIS	W/O	VIS	W/O	VIS	W/O	EXT	W/O
MORRO	EXT,W/O, R	INT	VIS	W/O	VIS	W/O	VIS	W/O	EXT	W/O
RAINBOW	EXT,W/O, R	VIS	INT	VIS	W/O	VIS	W/O	VIS	EXT, W/O	VIS
VALLECITOS	EXT,W/O, R	VIS	INT	VIS	W/O	VIS	W/O	VIS	EXT, W/O	VIS
TURNER	EXT,W/O, R	VIS	INT	VIS	W/O	VIS	W/O	VIS	EXT, W/O	VIS
RICE	EXT,W/O, R	VIS	INT	VIS	W/O	VIS	W/O	VIS	EXT, W/O	VIS
MAGEE	EXT,W/O, R	VIS	VIS	INT	VIS	W/O	VIS	W/O	EXT	W/O
HUTTON	EXT,W/O, R	VIS	VIS	INT	VIS	W/O	VIS	W/O	EXT	W/O
U-2	EXT,W/O, R	VIS	VIS	INT	VIS	W/O	VIS	W/O	EXT	W/O

EXT = EXTERIOR RENOVATION, ON 8 TO 9 YEAR CYCLES

INT = INTERIOR RENOVATION, ON 10 TO 11 YEAR CYCLES

R = REPAIRS

W/O = WASHOUT OR DIVE INSPECTION

VIS = NACE CERTIFIED INSPECTION, TANK IN SERVICE

RAINBOW MUNICIPAL WATER DISTRICT
FALLBROOK, CALIFORNIA
TWELVE [12 TANKS AND INITIAL ANNUAL FEES

NAME OF TANK	ANNUAL FEE
CONSUITA	$101,495
GOMEZ	$65,007
GOPHER	$72,876
HUTTON	$70,753
MAGEE	$58,470
MORRO	$68,825
RAINBOW	$70,308
VALLECITOS	$16,501
TURNER	$67,700
RICE CANYON	$72,309
U-1	$16,825
U-2	$33,931
TOTAL	$715,000

October 29, 2003

EXHIBIT 'B'

The following is a list of additional conditions, requirements and/or clarifications for the water tank maintenance contract between Rainbow Municipal Water District and Utility Service Co., Inc. entitled Twelve (12) Tanks, dated 10-13-03.

1. The Owner, Rainbow Municipal Water District, shall be named as additional insured for liability and workers compensation insurance.

2. The Company will perform all work in compliance with CalOSHA safety regulations, including confined space access safety requirements.

3. The Company will provide full access to facilities being maintained for the Owner's Engineers, Operators, and Inspectors during all phases of the work.

4. The Company will perform all structural repairs requiring welding only with welders certified in the State of California.

5. Prior to each tank repair/coating activity, the Company will provide to the Owner, material data sheets with written installation recommendations from the materials manufacturer.

6. All work performed by the Company will be in strict conformance with all applicable Rainbow Municipal Water District Standards as stated in the April 2003 Standards Manual.

RAINBOW
MUNICIPAL WATER DISTRICT

3707 Old Highway 395, Fallbrook, CA 92028
760.728.1178 | RAINBOWMWD.CA.GOV

VIA REGISTERED MAIL

August 19, 2026

USG Water Solutions
2240 East Cedar Street
Ontario, CA 91761

Re: Notices of Cancellations

This serves as notice of cancellation of the December 10, 2003 agreement for services between Rainbow Municipal Water District and your company, then known as Utility Services Company, Inc. That agreement was extended to June 30, 2016 by an amendment in 2010 and has been on a year-to-year renewal since that expiration date.

This shall also serve as notice of cancellation of the following:

1) The 10-year agreement executed in 2015 for the Pala Mesa tank;
2) The 2018 seven-year addendum for safety improvements at the tanks; and
3) The August 2020 five-year agreement for additional safety upgrades as the tanks.

In accordance with the terms of the agreements, payment will be forthcoming for any sums due under the 2015, 2018, and 2020 agreements.

_____

Title: President

_____

Title: Vice-President

_____

Title: Director

RAINBOW
MUNICIPAL WATER DISTRICT

BOARD ACTION
Item No.9.C

BOARD OF DIRECTORS

August 18, 2026

SUBJECT

CONSIDER ADOPTION OF AN ORDINANCE ADDING ADMINISTRATIVE CODE CHAPTER 5.11 - FINANCIAL REPORTING AND YEAR-END CLOSING

BACKGROUND

The District completes an annual financial close to ensure that transactions are recorded in the proper fiscal year and that the accounting records are complete, reconciled, and ready for audit. Although Finance uses annual checklists and closing schedules, the Administrative Code does not currently contain a comprehensive, Board-adopted policy governing the year-end close. A formal policy will establish consistent requirements, accountability, and documented internal controls across all District departments.

DESCRIPTION

Staff proposes adding Chapter 5.11 to the Administrative Code. The proposed Chapter establishes the District's official year-end close procedure and requires financial reporting in conformity with generally accepted accounting principles applicable to state and local governments, including applicable Governmental Accounting Standards Board pronouncements. It assigns responsibilities to the Board, General Manager, Chief Financial Officer, Finance staff, department managers, and personnel responsible for capital projects.

The Chapter requires an annual written close calendar and checklist, accounting cutoff procedures, reconciliations of material accounts, documented preparation and review of journal entries, financial-system access controls, a centralized year-end close file, and monitoring of exceptions and post-close adjustments. The standard calendar calls for management close by August 31, system close by September 30, and a target date of December 31 for issuance and Board presentation of the audited financial statements. The CFO may issue detailed procedures, thresholds, templates, and deadlines consistent with the Board-adopted policy.

This policy was reviewed by the Budget and Finance Committee at its meeting on August 11, 2026, and the Committee was in favor of adoption.

ATTACHMENTS

Draft Ordinance
Proposed Administrative Code Chapter 5.11 - Financial Reporting and Year-End Closing

POLICY/STRATEGIC PLAN KEY FOCUS AREA

Strategic Focus Area: Fiscal Sustainability and Operational Excellence

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.

FISCAL IMPACTS

Adoption of the proposed Chapter is not expected to have a direct fiscal impact. The requirements will be implemented with existing staff and resources and are intended to improve the timeliness, consistency, and audit readiness of the District's annual close.

BOARD OPTIONS/FISCAL IMPACTS

Option 1: Adopt an Ordinance authorizing the amendment to the Administrative Code, incorporating Chapter 5.11 - Financial Reporting and Year-End Closing

Option 2: Adopt an Ordinance authorizing the amendment to the Administrative Code, incorporating Chapter 5.11 - Financial Reporting and Year-End Closing, as amended

Option 3: Provide Direction to staff.

STAFF RECOMMENDATION

Staff recommends approval of Option 1.



Konstantin Shilkov, CPA August 18, 2026
Chief Financial Officer/Treasurer

ORDINANCE NO. 26-XX

ORDINANCE OF THE BOARD OF DIRECTORS OF THE RAINBOW MUNICIPAL WATER DISTRICT AMENDING AND UPDATING TITLE 5 OF THE ADMINISTRATIVE CODE, ESTABLISHING CHAPTER 5.11 – FINANCIAL REPORTING AND YEAR-END CLOSING

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 are hereby adopted and shall be incorporated into the Administrative Code, consisting of:

Title 5
Chapter 5.11
Sections:

5.11.010	Purpose
5.11.020	Financial Reporting Policy
5.11.030	Responsibilities
5.11.040	Annual Year-End Close Calendar
5.11.050	Accounting Cutoff and Recognition
5.11.060	Required Year-End Closing Activities
5.11.070	Account Reconciliations and Management Review
5.11.080	Journal Entries and Post-Close Adjustments
5.11.090	Financial System Controls and Supporting Spreadsheets
5.11.100	Year-End Close Documentation and Records Retention
5.11.110	Monitoring, Reporting, and Exceptions
5.11.120	Administrative Procedures and Policy Review

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 18th day of August, 2026.

_____

Hayden Hamilton, Board President

ATTEST:

_____

Terese Quintanar, Board Secretary

Title 5
FINANCE AND ADMINISTRATION

Chapters:

5.01 Banking
5.02 Purchasing
5.03 Investment Policy
5.04 Fixed Assets
5.05 Public Records
5.06 Internal Controls: Fraud and Similar or Related Inappropriate Conduct
5.07 Unclaimed Checks Policy
5.08 District Communication Systems
5.09 Vehicle Policies
5.10 Debt Management
5.11 Financial Reporting and Year-End Closing

Chapter 5.11
FINANCIAL REPORTING AND YEAR-END CLOSING

Sections:

5.11.010 Purpose
5.11.020 Financial Reporting Policy
5.11.030 Responsibilities
5.11.040 Annual Year-End Close Calendar
5.11.050 Accounting Cutoff and Recognition
5.11.060 Required Year-End Closing Activities
5.11.070 Account Reconciliations and Management Review
5.11.080 Journal Entries and Post-Close Adjustments
5.11.090 Financial System Controls and Supporting Spreadsheets
5.11.100 Year-End Close Documentation and Records Retention
5.11.110 Monitoring, Reporting, and Exceptions
5.11.120 Administrative Procedures and Policy Review

Section 5.11.010
Purpose

The purpose of this Chapter is to establish a formal, timely, accurate, and consistently applied process for closing the Rainbow Municipal Water District's accounting records at the end of each fiscal year.

The year-end closing process shall:

1. Ensure that revenues, expenses, assets, liabilities, deferred outflows and inflows of resources, and net position are recorded in the proper fiscal year;

2. Produce complete and reliable accounting records that support the preparation and audit of the District's annual financial statements;

3. Establish clear responsibilities and deadlines for the Finance Department and all other District departments;

4. Ensure that material account balances are reconciled, documented, and reviewed before the accounting period is closed;

5. Minimize the number and amount of journal entries recorded after the completion of the year-end close;

6. Promote appropriate segregation of duties, management review, and system access controls; and

7. Preserve sufficient documentation to support the District's financial statements, external audit, regulatory reporting, grant reporting, and public accountability requirements.

Section 5.11.020
Financial Reporting Policy

The District shall maintain its accounting records and prepare its annual financial statements in conformity with accounting principles generally accepted in the United States of America applicable to state and local governmental entities, including applicable pronouncements of the Governmental Accounting Standards Board.

The District shall use the economic resources measurement focus and accrual basis of accounting for its enterprise activities unless another basis is required for a particular regulatory, budgetary, or statutory report.

Transactions shall be recorded based on the period in which the underlying economic event occurred and not solely based on the date an invoice was received, a payment was made, or cash was collected.

The District shall maintain a system of internal control designed to provide reasonable assurance that:

1. Transactions are properly authorized, recorded, classified, and reported;

2. Assets are safeguarded from unauthorized use, loss, or misappropriation;

3. Material errors are detected and corrected on a timely basis;

4. Account balances are supported by appropriate documentation; and

5. Financial information provided to management, the Board of Directors, auditors, regulators, creditors, and the public is complete and reliable in all material respects.

Section 5.11.030
Responsibilities

5.11.030.01 Board of Directors

The Board of Directors shall adopt this policy and any substantive amendments to it.

5.11.030.02 General Manager

The General Manager shall support the implementation of this policy and ensure that District departments provide the information and cooperation necessary to complete the year-end close.

The General Manager shall review and approve any material exception to the required closing timeline.

5.11.030.03 Chief Financial Officer/Finance Manager

The Chief Financial Officer/Finance Manager, referred to in this Chapter as the "CFO," shall have primary responsibility for administering the year-end close.

The CFO shall:

A. Establish and distribute the annual year-end close calendar;

B. Assign responsibility for each closing task and required supporting schedule;

C. Establish reasonable administrative materiality and accrual thresholds;

D. Determine the accounting treatment of unusual or nonroutine transactions;

E. Review material account reconciliations and journal entries;

F. Monitor the status of the year-end close;

G. Approve the closing and reopening of accounting periods;

H. Coordinate the preparation of audit schedules and auditor-requested documentation;

I. Communicate material delays, unresolved differences, or control deficiencies to the General Manager; and

J. Certify that the accounting records are sufficiently complete and supported before the records are released for final audit.

5.11.030.04 Finance Department

Finance Department staff shall complete assigned reconciliations, schedules, accruals, journal entries, and audit documentation in accordance with the annual close calendar.

Whenever practicable, the person preparing a reconciliation or journal entry shall not be the person providing final approval. When staffing limitations prevent full segregation of duties, the CFO or another qualified management employee shall perform and document a compensating review.

5.11.030.05 Department Managers

Each department manager shall be responsible for timely submission of complete and accurate year-end information affecting the department, including:

1. Unprocessed invoices and payment obligations;
2. Goods or services received but not invoiced;
3. Revenue earned but not billed or collected;
4. Open purchase orders and contracts;
5. Grant and reimbursement activity;
6. Inventory and District property information;
7. Capital project status and project completion information;
8. Commitments, contingencies, claims, or disputes;
9. Customer, developer, or contractor deposits; and
10. Other information requested by the Finance Department.

5.11.030.06 Engineering and Capital Projects

The department responsible for engineering and capital projects shall provide the Finance Department with a year-end certification identifying:

1. The status of each active capital project;
2. Costs incurred but not yet invoiced;
3. Projects or project components placed in service;
4. The date each asset was placed in service;
5. Projects that should remain classified as construction in progress;
6. Projects that have been abandoned, suspended, or determined not to create a capital asset;
7. Contributed infrastructure or other contributed capital; and
8. Retention payable and other construction-related liabilities.

Section 5.11.040
Annual Year-End Close Calendar

The District's fiscal year ends on June 30.

The CFO shall issue a written year-end close calendar and checklist no later than May 15 of each year. The calendar shall identify each task, responsible employee or department, reviewer, required documentation, and completion deadline.

At a minimum, the annual calendar shall incorporate the following deadlines:

May 15	CFO distributes the year-end close calendar, departmental instructions, assigned responsibilities, and preliminary audit request list.
June 15	Departments review open purchase orders, contracts, grants, capital projects, deposits, outstanding receivables, and anticipated accruals.
July 10	Departments submit invoices on hand, unbilled obligations, revenue accrual information, capital project status, inventory information, and other requested closing documentation.
July 31	Routine accounts payable, cash receipts, payroll, utility billing, inventory, and other subsidiary-ledger processing for the prior fiscal year is substantially completed.
August 15	Material accruals, capital assets, construction in progress, depreciation, debt, compensated absences, deposits payable, grants, leases, subscription arrangements, and other technical schedules are substantially completed.
August 31	Balance-sheet reconciliations, management review, preliminary trial balance, and substantially complete audit schedules are completed. The accounting records are considered management-closed.
September 30	The fiscal year is system-closed and locked, subject only to approved audit or material correcting entries.
December 31	The annual audited financial statements are targeted for issuance and presentation to the Board, subject to auditor availability and applicable reporting requirements.

The CFO may establish earlier deadlines based on the external audit schedule or operational requirements.

Dates falling on a weekend or District holiday shall move to the next business day unless the annual close calendar establishes an earlier date.

The management close shall ordinarily be completed within sixty days following fiscal year-end and shall not extend beyond ninety days following fiscal year-end without written approval from the General Manager.

Section 5.11.050
Accounting Cutoff and Recognition

The Finance Department shall establish and communicate year-end cutoff procedures for revenues, expenses, purchasing, payroll, inventory, capital projects, and cash receipts.

Goods and services received on or before June 30 shall generally be recorded as an expense and liability of the fiscal year then ended, regardless of when the invoice is received or paid.

Goods and services received after June 30 shall generally be recorded in the subsequent fiscal year.

Revenue earned or service provided on or before June 30 shall be recorded in the fiscal year then ended when recognition is appropriate under generally accepted accounting principles, regardless of when the amount is billed or collected.

Reasonable estimates may be used when complete information is not available before the close, provided that:

1. The estimate is supported by a documented and reasonable methodology;

2. The estimate is reviewed and approved;

3. The amount is reconciled to subsequent invoices, payments, collections, actuarial reports, or other final information; and

4. Any material difference is recorded promptly.

The CFO may establish administrative thresholds below which individual accruals are not required when the aggregate effect is not expected to materially affect the District's financial statements. Thresholds shall not be used to intentionally delay, omit, or misclassify known transactions.

Section 5.11.060
Required Year-End Closing Activities

The year-end closing process shall include, as applicable, completion and review of the following areas:

1. **Cash and investments:** Reconciliation of all bank, investment, trustee, and petty cash accounts to the general ledger and external statements.

2. **Accounts receivable:** Reconciliation of customer, miscellaneous, grant, intergovernmental, developer, and other receivables, including evaluation of collectability and allowances for doubtful accounts.

3. **Utility revenue:** Reconciliation of the utility billing system to the general ledger and recognition of material unbilled water and wastewater revenue when required.

4. **Accounts payable and accrued liabilities:** Identification and recording of goods and services received before fiscal year-end, including invoices received after June 30.

5. **Customer and developer deposits:** Reconciliation of deposits payable and determination of whether amounts should remain refundable, be applied to charges, or be recognized as revenue.

6. **Payroll and employee benefits:** Reconciliation of payroll records, payroll liabilities, compensated absences, employee deductions, and other accrued personnel costs.

7. **Inventory:** Reconciliation of physical or cycle-count results to inventory records and the general ledger, including review of obsolete, damaged, or missing items.

8. **Prepaid expenses and other assets:** Review of prepaid expenses, deposits, and other assets to determine the appropriate year-end classification.

9. **Capital assets:** Reconciliation of capital asset records to the general ledger, including additions, disposals, transfers, impairments, depreciation, and accumulated depreciation.

10. **Construction in progress:** Reconciliation and review of all construction-in-progress balances, including project status, capitalizable costs, abandoned costs, completed projects, and placed-in-service dates.

11. **Contributed capital:** Identification, valuation, and recording of developer-contributed or other contributed infrastructure and assets.

12. **Debt and interest:** Reconciliation of principal, accrued interest, debt issuance costs, premiums, discounts, trustee balances, and debt covenant information to lender and trustee records.

13. **Leases and subscription-based information technology arrangements:** Reconciliation and update of applicable assets, liabilities, amortization, interest, additions, modifications, and terminations.

14. **Pensions and other postemployment benefits:** Recording of applicable liabilities, assets, contributions, deferred outflows and inflows of resources, and expenses based on available actuarial reports or reasonable estimates.

15. **Grants and restricted resources:** Reconciliation of grant revenues, expenditures, receivables, advances, restricted cash, and compliance requirements.

16. **Interfund and internal balances:** Reconciliation and elimination, as appropriate, of interfund receivables, payables, transfers, allocations, and internal charges.

17. **Commitments and contingencies:** Review of contracts, claims, litigation, regulatory matters, environmental obligations, and other contingencies in consultation with management and legal counsel.

18. **Net position:** Verification of restricted, unrestricted, and net-investment-in-capital-assets classifications.

19. **Budget-to-actual results:** Review of material variances and confirmation that final financial activity is reflected in management and Board reporting.

20. **Financial statement disclosures:** Preparation and support of information required for the notes to the financial statements, management's discussion and analysis, statistical schedules, and other annual reporting requirements.

Section 5.11.070
Account Reconciliations and Management Review

The year-end closing process shall include, as applicable, completion and review of the following areas:

1. **Cash and investments:** Reconciliation of all bank, investment, trustee, and petty cash accounts to the general ledger and external statements.

2. **Accounts receivable:** Reconciliation of customer, miscellaneous, grant, intergovernmental, developer, and other receivables, including evaluation of collectability and allowances for doubtful accounts.

3. **Utility revenue:** Reconciliation of the utility billing system to the general ledger and recognition of material unbilled water and wastewater revenue when required.

4. **Accounts payable and accrued liabilities:** Identification and recording of goods and services received before fiscal year-end, including invoices received after June 30.

5. **Customer and developer deposits:** Reconciliation of deposits payable and determination of whether amounts should remain refundable, be applied to charges, or be recognized as revenue.

6. **Payroll and employee benefits:** Reconciliation of payroll records, payroll liabilities, compensated absences, employee deductions, and other accrued personnel costs.

7. **Inventory:** Reconciliation of physical or cycle-count results to inventory records and the general ledger, including review of obsolete, damaged, or missing items.

8. **Prepaid expenses and other assets:** Review of prepaid expenses, deposits, and other assets to determine the appropriate year-end classification.

9. **Capital assets:** Reconciliation of capital asset records to the general ledger, including additions, disposals, transfers, impairments, depreciation, and accumulated depreciation.

10. **Construction in progress:** Reconciliation and review of all construction-in-progress balances, including project status, capitalizable costs, abandoned costs, completed projects, and placed-in-service dates.

11. **Contributed capital:** Identification, valuation, and recording of developer-contributed or other contributed infrastructure and assets.

12. **Debt and interest:** Reconciliation of principal, accrued interest, debt issuance costs, premiums, discounts, trustee balances, and debt covenant information to lender and trustee records.

13. **Leases and subscription-based information technology arrangements:** Reconciliation and update of applicable assets, liabilities, amortization, interest, additions, modifications, and terminations.

Section 5.11.070
Account Reconciliations and Management Review

Each material balance-sheet account shall be reconciled to an independent supporting record or subsidiary ledger at year-end.

Each reconciliation shall:

1. Identify the general ledger account and ending balance;
2. Identify the supporting source used;
3. Explain reconciling items;
4. Include documentation supporting material reconciling items;
5. Identify the preparer and preparation date;
6. Identify the reviewer and review date; and
7. Document the resolution or planned disposition of outstanding items.

Subsidiary ledgers and supporting schedules shall agree to the final general ledger. Differences shall be investigated and resolved before the management close unless the CFO documents why resolution must occur later.

Long-outstanding, unusual, negative, or unsupported balances shall be investigated and corrected or otherwise formally resolved.

A reconciliation shall not be considered complete solely because the supporting schedule equals the general ledger. The preparer and reviewer shall also evaluate whether the balance is reasonable, properly classified, supported, and recorded in the correct fiscal year.

Section 5.11.080
Journal Entries and Post-Close Adjustments

All year-end journal entries shall contain sufficient supporting documentation to demonstrate the purpose, calculation, accounting basis, funding source, and accounts affected.

Journal entries shall identify the preparer and approver. Material, unusual, nonroutine, or manually calculated entries shall be reviewed and approved by the CFO or an authorized designee before posting.

Recurring journal entries shall be reviewed periodically to confirm that the calculation, account coding, and continued use remain appropriate.

After the accounting records have been management-closed:

1. Additional entries shall require CFO approval;

2. Each entry shall be recorded in a post-close adjustment log;

3. The log shall identify the reason the entry was not recorded before the management close;

4. The log shall identify the amount and financial statement accounts affected;

5. Supporting documentation and approval shall be retained;

6. Material entries shall be communicated to the external auditor; and

7. Recurring causes of post-close entries shall be evaluated for corrective action in the subsequent year.

An accounting period that has been system-closed or locked may be reopened only with written or electronically documented authorization from the CFO.

The CFO may determine that an identified adjustment will not be recorded when the amount is clearly immaterial, the aggregate effect of unrecorded adjustments has been evaluated, and the decision is documented. Known misstatements shall not be intentionally divided into smaller amounts to avoid review or recording.

Section 5.11.090
Financial System Controls and Supporting Spreadsheets

The District shall use available financial-system modules, subsidiary ledgers, automated workflows, and system-generated reports when they provide a more reliable or efficient control than a manual process.

Access to post transactions, approve journal entries, reopen accounting periods, modify account structures, or change financial-system configurations shall be limited to authorized employees based on assigned job responsibilities.

After the year-end close, the accounting period shall be locked to prevent unauthorized changes.

When spreadsheets or other manually maintained schedules are used as part of the year-end close, they shall be subject to appropriate controls, including, as applicable:

1. Identification of the preparer and reviewer;
2. Protection of formulas and key input cells;
3. Verification of formulas and links;
4. Reconciliation to source documents and the general ledger;
5. Clear identification of data sources and assumptions;
6. Version control;
7. Retention of the final approved version; and
8. Independent review of material calculations.

Section 5.11.100
Year-End Close Documentation and Records Retention

The Finance Department shall maintain a centralized electronic year-end close file or close binder.

The close file shall include, as applicable:

1. The annual close calendar and completed checklist;
2. Final trial balances;
3. Account reconciliations;
4. Supporting schedules;
5. Journal entries and approvals;
6. Post-close adjustment log;
7. Departmental certifications and submissions;
8. Capital project and placed-in-service documentation;
9. Debt, lease, pension, OPEB, and actuarial schedules;
10. Audit request lists and documents provided to the external auditor;
11. Management review evidence;
12. Passed or unrecorded adjustment evaluations; and
13. Documentation of exceptions, delays, and corrective actions.

Year-end closing records shall be retained in accordance with the District's records-retention requirements, including Administrative Code Section 5.05.050.04, and any longer period required by law, contract, grant agreement, debt covenant, pending litigation, or audit requirement.

Section 5.11.110
Monitoring, Reporting, and Exceptions

The CFO shall monitor completion of the annual close calendar and shall promptly communicate material delays or unresolved matters to the General Manager.

The CFO shall provide the General Manager with a year-end close status report following the management close. The report shall address:

1. Completion of material reconciliations;
2. Significant estimates or unresolved items;
3. Material post-close entries;
4. Delayed departmental submissions;
5. Internal control deficiencies identified during the close;
6. Status of audit schedules; and
7. Corrective actions planned for the subsequent fiscal year.

Material delays or control deficiencies that may affect the issuance or reliability of the annual financial statements shall be reported to the Budget and Finance Committee.

Exceptions to this policy shall be documented and approved by the CFO. Material exceptions, including an extension of the management-close deadline beyond ninety days after fiscal year-end, shall require written approval from the General Manager.

Section 5.11.120
Administrative Procedures and Policy Review

The CFO is authorized to establish and revise detailed administrative procedures, checklists, templates, account-assignment schedules, accrual thresholds, review requirements, and closing-calendar deadlines necessary to implement this Chapter, provided such procedures are consistent with Board-adopted policy.

The CFO shall review this policy and the related year-end closing procedures annually following completion of the external audit.

Substantive changes to this Chapter shall be presented to the Board of Directors for approval. Administrative, clerical, procedural, or system-related changes that do not alter the policy's substantive requirements may be implemented by the CFO with the approval of the General Manager.

RAINBOW
MUNICIPAL WATER DISTRICT

BOARD INFORMATION
Item No. 10.A

BOARD OF DIRECTORS

August 18, 2026

SUBJECT

Operations Report for July 2026

DESCRIPTION

Activities for Operations & Maintenance Division

CONSTRUCTION & MAINTENANCE DEPARTMENT:

July	Repairs**(R)**	**Installations(I)(LF)**	**Leaks(L)**
Mainline	2		2
Service	1		1
Hydrants	1		1
Valves	1	3	1
Meters			
Blow-Offs	1		1
Air Vacs			
Annual Totals	**46**	**3870LF of Mainline Installations, 25 Valves & 20 Appurtenances**	**36**

- 408 utility locates were completed in the month of July - an Annual Total of 3191.
- Repaired one hydrant at the intersection Bluebell and Fresian Way
- Repaired one service leak at the intersection of Horse Creek Ranch Rd and Meadow wood rd
- Repaired two water main breaks at the following locations, one at Catherine Rd and one at 30840 N. River Rd.
- Repaired 1 Plug Valves at 4440 La Canada Rd
- Installed 3 Valves: One 6-inch at the intersection of Fallen Oak Rd and Sleeping Indian Rd, one 6-Inchat Sweetgrass Ln and one 18- inch at Gird Rd.
- Repaired on 2-inch Blow-off on Aspen Rd.
- Re-routed a 4-inch water main for to accommodate SDG&E pole installation
- Assisted Drill-Tech contractor at line NN

WATER OPERATIONS AND VALVE MAINTENANCE DEPARTMENT

Water Operations:

- Assessed 1 Water Quality Complaints. **Annual total 8**

- Performed 0 fire flow tests. **Annual total 7**
- Performed routine maintenance and rebuilt 8 pressure stations (CLA VALs). A**nnual total 58**
- Collected all system tank and reservoir nitrification samples
- Completed all reservoir cover inspections
- Completed MET connection maintenance
- Placed Turner Tank/RCS back online
- Installed 3rd cover pump at Rainbow Hills Reservoir
- Upgraded Laketree Pressure Station installed valves in series
- Began installation of new RCS at Gopher Tank

Valve Maintenance:

Monthly Totals	Valves (Distribution)	Appurtenance Valves	Annual Totals
Exercised	88	58	**994**
Inoperable	2	1	**31**
Repaired			
Replaced	0	0	**0**
Installed	0	0	**0**

Valve Maintenance completed and oversaw the following:
- Performed 12 shutdowns - **Annual total 57.**
- Replaced 1 air vents - **Annual total 42.**
- Painted 75 appurtenances - **Annual total 627.**
- Replaced 1 Fire Hydrants - **Annual total 7**

METERS DEPARTMENT:
- **193** Service Requests were resolved in **JULY 2026**, for a total of **1,187 YTD**. (Previous Year Month Comparison: **JULY 2025**: **161** Service Requests: **UP 17%**)
- **149** Check Bills were completed in **JULY 2026**. **YTD total 966** Previous Year Month Comparison: **JULY 2025**: **194** Check Bills: **DOWN 25%**)
- **YTD** Service Requests and Check Bills combined: **2,153** (Previous YTD 2025 Comparison: **2,264** combined Service Requests & Check Bills: **DOWN 5%**)

Backflows:
- **539** backflows were tested in **July** 2026 – **2,897 YTD.**

WASTEWATER:
- California Integrated Water Quality System (CIWQS): Monthly No Spill Report for July 2026 #2719772.

Lift Stations:
- N/A

Collection System:

July	Monthly Totals	YTD Totals
Sewer Main Cleaning in ft	9,473	64,897
Inspected Manholes	56	408
Completed ft of CCTV inspections	0	27,729

- July 2026 Cleaned a total of 9,473 feet of sewer main.
- July 2026 Inspected a total of 56 manholes.
- July 2026 Completed 0 feet of CCTV inspections.

Customer service:

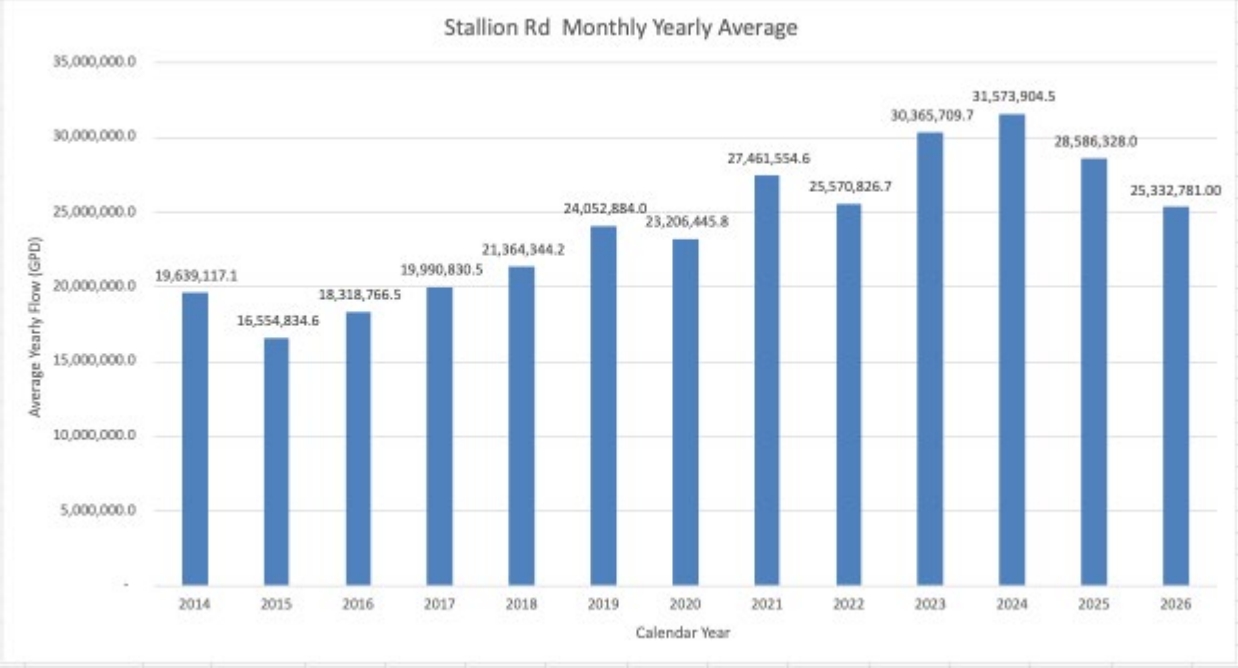
- N/A

Projects:

- July 2026 - July 2027 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.

Mutual Aid:

- Fallbrook Equipment Rental - Water truck.
- Evoqua – Contract annual renewal - Sewage odor treatment (2026-2027).



Robert Gutierrez 08/18/2026
Chief Operating Officer

RAINBOW
MUNICIPAL WATER DISTRICT
ESTABLISHED 1953

BOARD INFORMATION
Item No. 10.B

BOARD OF DIRECTORS

August 18, 2026

SUBJECT

Engineering Report for July 2026

DESCRIPTION

CAPITAL IMPROVEMENT PROJECTS:

Camino Del Rey Waterline Relocation Project, Division 1: (PN: 600026) Coordination between the District and the County is ongoing. District staff also reached out to the County's Design Engineer (Nasland Engineering) 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 comments on the conceptual design to the consultant. Also, the consultant informed staff that the County is 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. District staff checked in with Nasland Engineering and the County, and have been informed that the project remains on hold while the County coordinates right-of-way issues with adjacent property owners.

Eagles Perch Water Pipeline, Division 1 (PN: 600043): The District had a town hall meeting for the residents of the Eagle Perch community in early July. Staff gave a presentation at the town hall meeting, and answered questions raised by the residents. A total of ten (10) easements are needed to be able to move forward with the project, of which 6 have been signed and notarized. The remaining four (4) easement documents were sent to the residents with reminders for their consideration. It is worth noting that the engineer's estimate in 2020 was $1.6 million dollars. The updated engineer's estimate is $2.15 million. Once all ten easements are recorded, the project will be put out to public bid.

La Canada Pipeline Replacement & PRS, Division 3: (PN: 600093) The 4,000 LF of pipeline installation was completed in May of 2026. During this period, a no-cost change order was issued to extend the contract end date to July 10 and included a curb-to-curb slurry seal. All work has been completed and the Notice of Completion is being taken to the August board meeting.

Line NN Pipeline Replacement Project, Division 1: (PN: 800061) At the March 2026 meeting, the Board approved a construction contract with Vadnais Microtunneling for the replacement of the pipeline. During this period, the project has continued to progress toward the completion of the installation of the pipe casing across Hwy 76.

Morro Tank Rehabilitation, Division 2: (PN: 600097): The multidisciplinary team has been meeting regularly and are preparing a technical report based on monitoring results and analysis. Lee & Ro has been working on developing cost estimates for different rehabilitation or replacement of the tank. The team finalized the presentation and completed the draft board memo. An informational presentation is scheduled to be given at the August Engineering and Operations Committee and Board meetings.

Rancho Monserate, Rancho Viejo, and HQ B-Plant Emergency Generators, Division 4: (PN: 530023) 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 the US EPA on the grant application. District staff addressed all comments during this period and was awarded the grant. The grant amount is about 2M (1.6 M from EPA and .4M match by the District).

Water and Wastewater Master Plans, Districtwide: (PN: 400001) ERSC finalized, and the Board adopted the Urban Water Management Plan at the May meeting. Staff and ERSC continue to meet on a regular basis where data is collected and vetted between both parties. Progress on the Water and Wastewater Plans is on schedule.

Wild Acres Pump Station (fka Gopher), Division 1: (PN: 600094) The 100% design was submitted for internal review, and comments were provided back to the design engineer. The bid package has been finalized and is scheduled to be placed out to bid in mid-September 2026.

MAJOR DEVELOPER PROJECTS:

Citro (FKA Meadowood) by Tri Pointe Homes (FKA Pardee Homes), Division 4: (PN: 700027) The Contractor continues 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) The Contractor is installing water and sewer facilities throughout the development. District staff and the Havens development team are working on logistics for the proposed Phase III of the development.

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. The developer (Lennar Homes) and its contractor are finalizing the Construction Agreement and Bonding requirements. Once approved by the District, work will begin the construct the proposed sewer monitoring station in North River Rd.

Ocean Breeze Ranch, Division 1: (PN: 700035) The Contractor is installing water and sewer facilities throughout the development, including a 12-inch high-pressure waterline in Old Hwy 395 and Dulan Rd.

Pala Ranch (FKA Campus Park West) (Pappas Investments), Division 4: (PN: 700029): The Developer informed the District that construction has been delayed until September 2026. Staff continues to meet with the Developer quarterly to check for any updates to their construction schedule.

Pala Mesa Market Development Plan, Division 4: (PN: 700047) Staff continues to meet with the Developer quarterly to check for any updates to their construction schedule.

San Luis Rey Racetrack Improvement Plan, Division 1: (PN: 700054) Staff met with the Developer in July, and received their Sewer Service Study (SSS) on July 31, 2026. Staff is in the process of reviewing the SSS. Once the Study is approved it will be incorporated into the Sewer Service Agreement (SSA).

Havens Country Club Pool fka Vista Valley, Division 1: (PN: 700069). All construction was completed in July, and a Notice of Completion is scheduled to go to the Board for acceptance in September.

ITEMS	NO#
Water Meters Purchased	2

Chad Williams 08/18/2026
Engineering and CIP Program Manager

SEWER EQUIVALENT DWELLING UNITS (EDUs) STATUS REPORT
July 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	6,305	*
EDUs Unconnected/Committed	672	
Total EDUs Available for Purchase:	**879**	

DEVELOPMENTS WITH UNCONNECTED/COMMITTED EDUs	EDUs	CAPACITY FEES / CFD Bonds
Havens Phase II (Bonsall Oaks) - 220.2	126	$ 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:	**672**	**$ 9,177,069**

Notes:

***There is a delay between connections and new account activations.**

RAINBOW
MUNICIPAL WATER DISTRICT

BOARD INFORMATION
Item No. 10.C

BOARD OF DIRECTORS

August 18, 2026

SUBJECT

ADMINISTRATIVE SERVICES REPORT FOR AUGUST 2026

DESCRIPTION

Human resources, safety, risk management, and communications report for August 2026

HUMAN RESOURCES:

RECRUITMENT:

- Over 60 applications were received for the Water Pipeline Design Engineer position. Candidate applications are being screened and interviews will take place very soon.

EVENTS:

- Our 2026 Annual Employee Health Fair Date has been set to Thursday, October 15th.

EMPLOYEE ANNIVERSARIES:

August	Employee Name	Dept	# years
8/7/23	LUKE JOHNSON	Admin	3 years
8/10/20	MICHAEL GONZALEZ	Construction	6 years
8/14/19	MALIK TAMIMI	Engineering	7 years
8/19/24	ALEX JONES	Wastewater Collections	2 years
8/21/24	OMAR MOEDANO	Construction	2 years
8/26/19	AMANDA CONSTANT	Billing/Customer Service	7 years
8/29/25	ROLANDO RODRIGUEZ	Construction	1 year

WORKFORCE ANALYTICS:

Current headcount: 59

FYTD new hires: 0

FYTD separations: 0

Average tenure: 8.7 years

FYTD turnover: 0

Projected annual turnover: 0%

Retention rate: 100%

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
- 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

- **CalOES Hazard Mitigation Grant:** application submitted for 4 Pump Station Generators. It is now "Waitlisted" with FEMA.
- **ACWA JPIA Leadership Program Grant:** Only one Grant was given out for the Southern Region, and it didn't go to Rainbow.
- **CalFire Grant:** Submitted $950,000 Grant Application for the Weed Abatement over the next 3-years.

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 staff to check in via the app and achieve quicker accountability.

Safety Training / Tailgate Talks

- Safety tailgates this month have included Heat Illness and Ladder Safety

Claims in Progress/Completed

- We have four Claims that have been referred to the ACWA-JPIA for processing. All four are associated with the Via Monserate Leak.

	Claims Received	Open Claims at JPIA	Value of Open Claims at JPIA	Claims Pending	Claims Rejected	Claims Approved	Value of Small Claim Settlements
Total Open Claims	7	4	$41,828	2	1	0	$0.00
New Claims in Current Month	0	0	0	0	1	0	$0.00

COMMUNICATIONS:

Community Events

- Upcoming events:
    - Summer Art Supply Drive: Donate new art and school supplies at Rainbow Water Headquarters thorugh September 4.
    - Fall Blood Drive & Donor Screening: Thursday, September 24 at Rainbow Water Headquarters. Appointment information available on the website.

Newsletter Features

August Community Newsletter articles included:

- 2026 Student Poster Contest: Bonsall Elementary School students take home top awards
- Around the District, GM Highlights: Protecting your water with an investment in cybersecurity Resilience
- Fall Blood Drive & Living Donor Match Screening Program
- Summer Art Supply Drive with Boys and Girls Clubs of North County
- New Credit Card Fees
- District Public Meetings announcement



Karleen Harp August 18, 2026
Administrative Services Manager

RAINBOW
MUNICIPAL WATER DISTRICT

BOARD INFORMATION
Item No. 10.D

BOARD OF DIRECTORS

August 18, 2026

SUBJECT

FINANCE REPORT FOR JUNE 2026

DESCRIPTION

Summary:

Water Sales:
FY 25/26 Budget - 11,000 AF
Actual June FYTD 25/26 11,777 AF
Actual June FYTD 24/25 12,905 AF
Actual June FYTD 23/24 9,975 AF
Actual June FYTD 22/23 11,835 AF

June FYTD 2025/2026 Budget vs Actual:

Water Fund

Water operating revenues through June 2026 totaled $50.8 million, approximately 3% above budget for the fiscal year-end. The favorable variance is modest 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 between December and May.

Water operating expenses through June 2026 totaled $34.7 million, approximately 3% below budget. The favorable variance is primarily attributable to operating cost savings, lower imported water costs, and continued careful expenditure management. As a result, Water Fund net operating revenue totaled approximately $16.1 million through the twelfth month of the fiscal year, which is 17% above budget.

Capital expenditures for water projects totaled $6.6 million through June, representing approximately 77% of the annual capital budget.

On a budgetary basis, net non-operating activity was a negative $3.8 million, primarily reflecting scheduled principal and interest payments.

Wastewater Fund

Wastewater operating revenues through June 2026 totaled $6.5 million, or 9% above budget. This favorable variance is primarily due to modest EDU growth from development within the District and increased fixed charges that took effect at the beginning of February, which were necessary to offset rising costs from the City of Oceanside for treatment.

Wastewater operating expenses totaled $4.7 million, or 2% above budget, primarily due to higher-than-anticipated costs from the City of Oceanside, which continue to drive treatment costs upward.

Despite this increase, net operating revenue for the Wastewater Fund was approximately $1.8 million, or 31% above budget, through the twelfth month of the fiscal year.

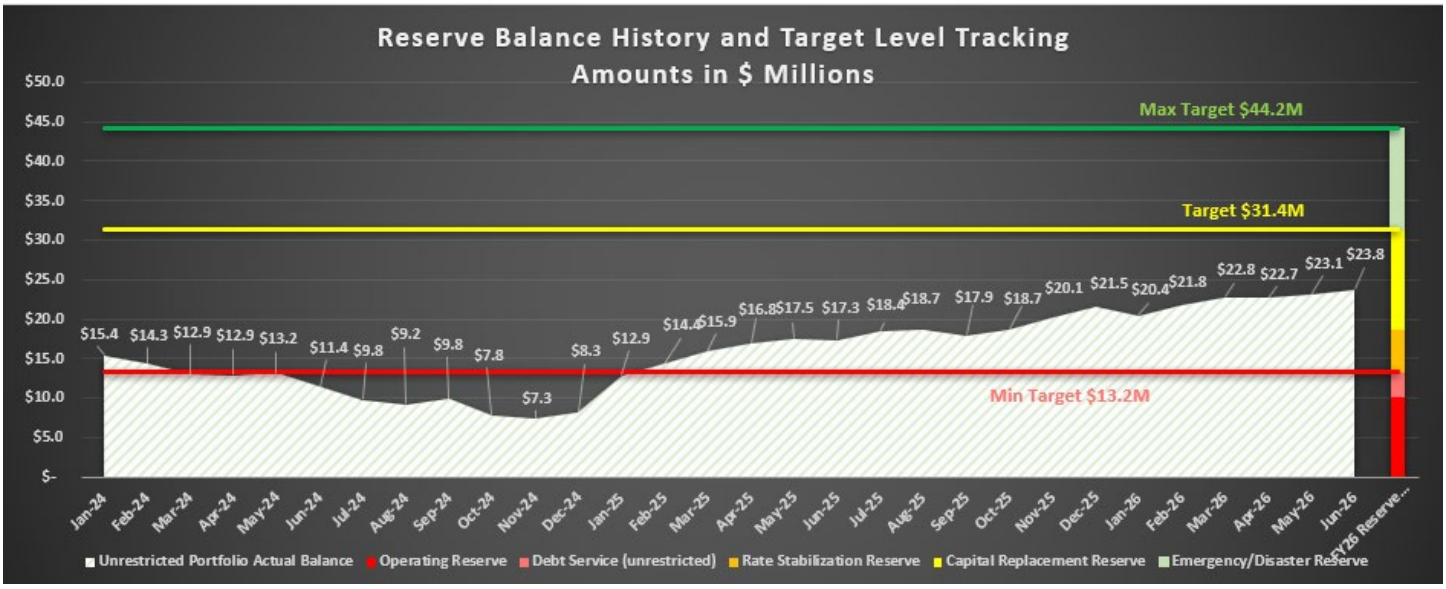
Wastewater capital expenditures through June totaled approximately $190 thousand, or 11.1% of the annual capital budget. During the period, the District initiated work on the Rancho Monserate, Rancho Viejo Lift Station, and Headquarters B Plant Emergency Generators projects. A significant portion of the Wastewater CIP budget consists of prior year appropriations that have been carried forward. These projects were on hold awaiting confirmation of outside funding through a grant administered by the Federal EPA.

Treasury Report:

At the end of June 2026, the District's total investment portfolio was approximately $42.8 million. Of this amount, $23.8 million was unrestricted.

The increase in restricted balances during the month was primarily driven by the receipt of an additional $7.7 million in capacity fee revenues from the Ocean Breeze Ranch development, of which approximately $2.8 million is allocated to water capital projects and $4.9 million to wastewater capital projects. The unrestricted portfolio balance increased slightly in June 2026. The graph below illustrates historical unrestricted portfolio balances compared with the reserve targets adopted by the Board in June 2024.

Interest revenue earned through June totaled approximately $1 million, compared to $891 thousand for the same period in the prior year. Current investment yields are approximately 3.78% for CAMP and 3.83% for LAIF. Given the District's near-term liquidity needs, particularly given 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 strengthened further. At this time, these highly liquid investment options continue to provide yields that are competitive with, and in some cases exceed, longer-term alternatives.



Unrestricted reserves of $23.8 million are $7.6 million below the $31.4 million target, while remaining $10.6 million above the minimum.

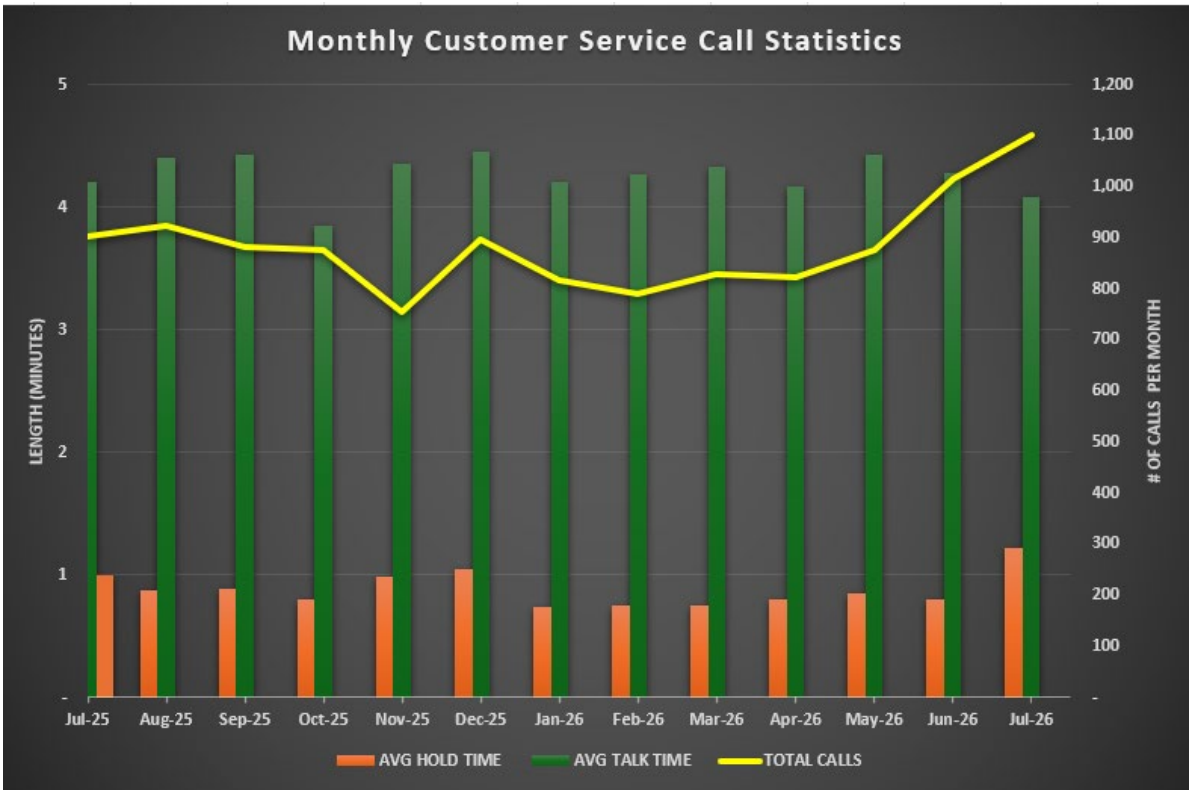
Water Purchases & Water Sales:

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 12,029 AF through June, or 14% below the system demand at the same time last year, and 1% above budget for this time of year based on the average 5-year demand trend through June.

The District recorded 11,777 AF in water sales through June for FY26 compared to 12,905 AF in sales for FY25 for the same period, or 8.7% lower than the prior year due to cooler and less dry weather conditions this year compared to last year. Water sales were 777 AF, or 7.1% above the 11,000 AF budget, which has a positive financial impact for the District. The Water Sales Summary Report (Attachment E) represents water billed to customers, so the data is time-delayed compared to the Five-Year Water Purchases Demand Chart. The two reports measure water at different points in the system and are not expected to match exactly due to billing timing, distribution-system losses, operational use, and changes in storage.

Monthly Call Volume:

The call volume for July 2026 was 1,101 calls to customer service with an average hold time of 1 minute and 13 seconds and an average talk time of 4 minutes and 05 seconds. The increase in call volumes is driven primarily by the initiation of new credit card merchant fees for customers utilizing credit and debit cards for payments. The related calls are the result of a significant outreach effort that's driving many customers to switch to no fee payment options ahead of the August fee rollout. See the chart below for the comparison of call statistics over the last 12 months.



Attachments:

A. Budget vs Actuals (June FY26)
B. CIP Budget to Actuals (June FY26)
C. Treasury Report (June FY26)
D. Five-Year Water Purchases Demand Chart (through 07/01/2026)
E. Water Sales Summary (June FY26)
F. Check Register (June FY26)
G. Directors' Expense Report (June FY26)
H. Credit Card Breakdown (June FY26)



Konstantin Shilkov, CPA — August 18, 2026
Chief Financial Officer/Treasurer

Rainbow Muncipal Water District
Operating Budget Summary by Fund
NET OPERATING INCOME

Description	FY 2026 Actuals YTD 06/30/2026	Current $ (Under)/Over Full Year Budget	Current % of Full Year Budget	Budget as of 06/30/2026	$ Over/(Under) as of 06/30/2026	% Over/(Under) as of 06/30/2026	FY 2026 Adopted Budget
Water Operating & Non-Operating Fund							
Water Operating Revenues	$ 50,754,231	$ 1,314,014	103%	$ 49,440,217	$ 1,314,014	3%	$ 49,440,217
Water Operating Expenses	$ 34,656,346	(1,140,700)	97%	35,676,399	$ (1,020,053)	-3%	35,797,046
Water Fund Net Operating Revenue	**$ 16,097,885**	**$ 2,454,714**	**118%**	**$ 13,763,818**	**$ 2,334,067**	17%	**$ 13,643,171**
Water Non-Operating Revenues	$ 2,259,258	$ 1,162,972	206%	$ 1,096,286	$ 1,162,972	106%	$ 1,096,286
Water Non-Operating Expenses	6,068,609	(272,021)	96%	6,340,630	$ (272,021)	-4%	6,340,630
Water Fund Net Non-Operating Revenue	**$ (3,809,350)**	**$ 1,434,994**	**73%**	**$ (5,244,344)**	**$ 1,434,994**	-27%	**$ (5,244,344)**
WATER NET REVENUE	**$ 12,288,535**	**$ 3,889,708**	**146%**	**$ 8,519,474**	**$ 3,769,061**	44%	**$ 8,398,827**
Wastewater Operating & Non-Operating Fund							
Wastewater Operating Revenues	6,537,151	517,863	109%	6,019,288	517,863	9%	6,019,288
Wastewater Operating Expenses	4,739,208	92,025	102%	4,647,183	92,025	2%	4,647,183
Wastewater Fund Net Operating Revenue	**$ 1,797,942**	**$ 425,838**	**131%**	**$ 1,372,105**	**$ 425,838**	31%	**$ 1,372,105**
Wastewater Non-Operating Revenues	266,093	64,793	132%	201,300	64,793	32%	201,300
Wastewater Non-Operating Expenses	1,345,756	275,031	126%	1,070,724	275,031	26%	1,070,724
Wastewater Fund Net Non-Operating Revenue	**$ (1,079,663)**	**$ (210,239)**	**124%**	**$ (869,424)**	**$ (210,239)**	24%	**$ (869,424)**
WASTEWATER NET REVENUE	**$ 718,279**	**$ 215,599**	**143%**	**$ 502,681**	**$ 215,599**	43%	**$ 502,681**
WATER & WASTEWATER NET REVENUE	**$ 13,006,814**	**$ 4,105,306**	**146%**	**$ 9,022,155**	**$ 3,984,659**	44%	**$ 8,901,508**

% of Annual Budget

100% Water Purchases/Sales based on historical average

100% Fixed Fee Revenue & Expenses are based on time

Rainbow Muncipal Water District
Water Fund Operating Budget Summary

Water Operating

Description	FY 2026 Actuals YTD 06/30/2026	Current $ (Under)/Over Full Year Budget	Current % of Full Year Budget	Budget as of 06/30/2026	$ Over/(Under) as of 06/30/2026	% Over/(Under) as of 06/30/2026	FY 2026 Adopted Budget
Operating Revenues							
Water Sales	$ 50,459,323	$ 1,347,845	103%	$ 49,111,478	$ 1,347,845	3%	$ 49,111,478
Other Water Services	$ 294,908	(33,831)	90%	$ 328,739	$ (33,831)	-10%	328,739
Total Operating Revenues	**$ 50,754,231**	**$ 1,314,014**	**103%**	**$ 49,440,217**	**$ 1,314,014**	**-8%**	**$ 49,440,217**
Operating Expenses							
Purchased Water	18,433,726	160,448	101%	18,273,278	160,448	1%	18,273,278
Pumping	1,850,037	180,295	111%	1,669,742	180,295	11%	1,669,742
Operations	2,843,830	230,768	109%	2,613,062	230,768	9%	2,613,062
Valve Maintenance	404,694	(32,628)	93%	437,322	(32,628)	-7%	437,322
Construction	2,744,858	(704,281)	80%	3,449,139	(704,281)	-20%	3,449,139
Meters	995,061	(24,038)	98%	1,019,099	(24,038)	-2%	1,019,099
General Fund Transfer	7,297,502	(767,255)	90%	8,064,757	(767,255)	-10%	8,064,757
Water Conservation Program	86,638	(63,362)	58%	150,000	(63,362)	-42%	150,000
Total Operating Expenses	**$ 34,656,346**	**$ (1,140,700)**	**97%**	**$ 35,676,399**	**$ (1,020,053)**	-3%	**$ 35,797,046**
NET OPERATING REVENUE	**$ 16,097,885**	**$ 2,454,714**	**118%**	**$ 13,763,818**	**$ 2,334,067**	17%	**$ 13,643,171**
Non-Operating Revenues							
Investment Income	881,438	415,332	189%	466,106	415,332	89%	466,106
Property Tax Revenue	609,649	(2,832)	100%	612,481	(2,832)	0%	612,481
Other Non-Operating Revenue	768,171	750,472	4340%	17,699	750,472	4240%	17,699
Total Non-Operating Revenues	**$ 2,259,258**	**$ 1,162,972**	**206%**	**$ 1,096,286**	**$ 1,162,972**	106%	**$ 1,096,286**
Non-Operating Expenses							
Debt Service (Principal & Interest)	5,788,264	(552,366)	91%	6,340,630	(552,366)	-9%	**6,340,630**
Other Non-Operating Expenses	280,345	280,345	0%	0	280,345		0
Total Non-Operating Expenses	**$ 6,068,609**	**$ (272,021)**	**96%**	**$ 6,340,630**	**$ (272,021)**	-4%	**$ 6,340,630**
NET NON-OPERATING REVENUE	**$ (3,809,350)**	**$ 1,434,994**	**73%**	**$ (5,244,344)**	**$ 1,434,994**	-27%	**$ (5,244,344)**
NET REVENUE	**$ 12,288,535**	**$ 3,889,708**	**146%**	**$ 8,519,474**	**$ 3,769,061**	44%	**$ 8,398,827**
							11,000AF

Rainbow Muncipal Water District
Wastewater Fund Operating Budget Summary

Description	FY 2026 Actuals YTD 06/30/2026	Current $ (Under)/Over Full Year Budget	Current % of Full Year Budget	Budget as of 06/30/2026	$ Over/(Under) as of 06/30/2026	% Over/(Under) as of 06/30/2026	FY 2026 Adopted Budget
Operating Revenues							
Wastewater Revenues	$ 6,536,901	$ 519,213	109%	$ 6,017,688	$ 519,213	9%	$ 6,017,688
Other Revenues	250	(1,350)	16%	$ 1,600	$ (1,350)	-84%	1,600
Total Operating Revenues	**$ 6,537,151**	**$ 517,863**	**109%**	**$ 6,019,288**	**$ 517,863**	**9%**	**$ 6,019,288**
Operating Expenses							
Total Payroll Expenses	875,784	44,237	105%	$ 831,547	$ 44,237	5%	831,547
Total Maintenance & Supply	2,743,969	165,487	106%	$ 2,578,482	$ 165,487	6%	2,578,482
General Fund Transfer	1,119,455	(117,699)	90%	$ 1,237,154	$ (117,699)	-10%	1,237,154
Total Operating Expenses	**$ 4,739,208**	**$ 92,025**	**102%**	**$ 4,647,183**	**$ 92,025**	**2%**	**$ 4,647,183**
NET OPERATING REVENUE	**1,797,942**	**425,838**	**131%**	**1,372,105**	**425,838**	**31%**	**1,372,105**
Non-Operating Revenues							
Investment Income	135,223	25,223	123%	$ 110,000	$ 25,223	23%	110,000
Property Tax Revenue	89,378	(1,922)	98%	$ 91,300	$ (1,922)	-2%	91,300
Grants Revenue	-	-	0%	$ -	$ -	#DIV/0!	-
Other Non-Operating Revenue	41,491	41,491	0%	$ -	$ 41,491	#DIV/0!	-
Total Non-Operating Revenues	266,093	64,793	132%	201,300	64,793	32%	**201,300**
Non-Operating Expenses							
Oceanside- Prior Period Wastewater Treatment	-	-	0%	$ -	$ -	#DIV/0!	-
Oceanside - Contribution to Repl. Reserve	682,735	275,032	167%	$ 407,703	$ 275,032	67%	407,703
Debt Service (Principal & Interest)	663,021	(0)	100%	$ 663,021	$ (0)	0%	663,021
Total Non-Operating Expenses	1,345,756	275,031	126%	1,070,724	275,031	26%	**1,070,724**
NET NON-OPERATING REVENUE	**$ (1,079,663)**	**$ (210,239)**	**124%**	**$ (869,424)**	**$ (210,239)**	24%	**$ (869,424)**
NET REVENUE	**$ 718,279**	**$ 215,599**	**143%**	**$ 502,681**	**$ 215,599**	43%	**$ 502,681**

Rainbow Muncipal Water District
General Fund Operating Budget Summary

General Operating

Description	FY 2026 Actuals YTD 06/30/2026	Current $ (Under)/Over Full Year Budget	Current % of Full Year Budget	Budget as of 06/30/2026	% Over/(Under) as of 06/30/2026	% Over/(Under) as of 06/30/2026	FY 2026 Adopted Budget
Operating Revenues							
Water Overhead Transfer	$ 7,297,502	$ (767,255)	90%	$ 8,064,757	$ (767,255)	-10%	$ 8,064,757
Wastewater Overhead Transfer	$ 1,119,455	(117,699)	90%	$ 1,237,154	$ (117,699)	-10%	1,237,154
Other General Fund Revenue	740,946	(85,200)	90%	$ 826,146	$ (85,200)	-10%	826,146
Total Operating Revenues	**$ 9,157,904**	**$ (970,154)**	**90%**	**$ 10,128,058**	**$ (970,154)**	**-10%**	**$ 10,128,058**
Operating Expenses							
Board of Directors	$ 66,233	$ 6,108	110%	$ 60,125	$ 6,108	10%	$ 60,125
Garage	713,043	8,223	101%	$ 704,820	$ 8,223	1%	704,820
Administration	1,469,770	(98,480)	94%	$ 1,568,250	$ (98,480)	-6%	1,568,250
Human Resources	497,639	(54,693)	90%	$ 552,332	$ (54,693)	-10%	552,332
Risk Management	884,183	(45,307)	95%	$ 929,490	$ (45,307)	-5%	929,490
IT Services	1,478,118	(102,405)	94%	$ 1,580,523	$ (102,405)	-6%	1,580,523
Public Relations	191,591	(22,668)	89%	$ 214,259	$ (22,668)	-11%	214,259
Finance	1,179,803	55,224	105%	$ 1,124,579	$ 55,224	5%	1,124,579
Customer Service	828,948	(60,648)	93%	$ 889,596	$ (60,648)	-7%	889,596
Engineering	833,359	(145,725)	85%	$ 979,084	$ (145,725)	-15%	979,084
CalPERS UAL Payment	978,168	(546,832)	64%	$ 1,525,000	$ (546,832)	-36%	1,525,000
Other Post Employment Benefits	37,049	37,049	0%	$ -	$ 37,049	#DIV/0!	0
Total Operating Expenses	**$ 9,157,904**	**$ (970,154)**	**90%**	**$ 10,128,058**	**$ (970,154)**	**-10%**	**$ 10,128,058**
CHANGE IN NET POSITION	**$ -**	**$ -**	**$ -**				**$ -**

Water Capital Projects - FY26 Budget to Actuals through June 2026

Project #	Project Name	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 06-30-26	Remaining Budget
		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	$ 19,590	$ 122,617
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	$ 295,777	$ (53,581)
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	$ 74,003	$ 75,997
600047	Generator at Sumac								$ -	$ -	$ -
600058	Electrical Panel Switches	$ 200,000	$ 43,408	$ 156,592	Yes	$ 156,592	$ 400,000		$ 556,592	$ 368,576	$ 188,016
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	$ 1,080,851	$ 108,483
600094	Gopher Skid Pump Station	$ 710,000	$ 25,322	$ 684,678	Yes	$ 684,678			$ 684,678	$ 184,333	$ 500,345
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	$ 3,294,357	$ 198,888
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	$ 359,822	$ 15,178
600115	Gopher Canyon Tank Interior/Exterior Coating (4M Gallons) Transfer from Operating Budget			$ -			$ 375,000		$ 375,000	$ 360,322	$ 14,678
600116	Fall Protection Replacement @ Morro Tank and Out-of-Service Concrete Tank			$ -			$ 75,000		$ 75,000	$ 26,295	$ 48,705
600117	Turner Tank Injection System Upgrades						$ -	$ 152,714	$ 152,714	$ 183,846	$ (31,132)
600118	Hutton Tank Injection System Upgrades						$ 125,000	$ 90,000	$ 215,000	$ 70,443	$ 144,557
600119	Rainbow Heights Tank Injection System Upgrades								$ -	$ -	$ -
600120	Gopher Tank Injection System Upgrades							$ 90,000	$ 90,000	$ 59,290	$ 30,710
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	$ 449,879	$ (42,788)
Total		**$ 7,814,142**	**$ 6,055,595**	**$ 1,758,547**	**$ -**	**$ 1,758,547**	**$ 4,268,245**	**$ 2,932,714**	**$ 8,977,791**	**$ 7,057,158**	**$ 1,936,129**
		97,165	7,891.31	89,274					$ 1,805,203	$ 800,265	$ 2,764,793
	= 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	$ 7,857,424	

Wastewater Capital Projects - FY26 Budget to Actuals through June 2026

Project #	Project Name	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 06-30-26**	**Remaining Budget**
		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)
530028	North River Road Sewer Replacement						$ 50,000		$ 50,000	$ 48,856	$ 1,144
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	$ 18,450	$ 1,570,226
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**	**$ 189,630**	**$ 1,524,046**
											$ 1,646,369

General Capital Projects - FY26 Budget to Actuals through June 2026

Project #	Project Name	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 06-30-26**	**Remaining Budget**
		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	$ 483,538	$ 472,391
Total		**$ 500,000**	**$ 44,071**	**$ 455,929**	**$ -**	**$ 455,929**	**$ 600,000**	**$ (90,000)**	**$ 965,929**	**$ 485,182**	**$ 480,747**

= Financed in part or whole by the $10M US Bank Loan (dated 5-1-24)

General Capital Projects - FY26 Budget to Actuals through June 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 06-30-26**	**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	$ 125,453	$ 713,821
Total		**$ 97,165**	**$ 7,891**	**$ 89,274**	**$ -**	**$ 89,274**	**$ 750,000**	**$ -**	**$ 839,274**	**$ 125,453**	**$ 713,821**

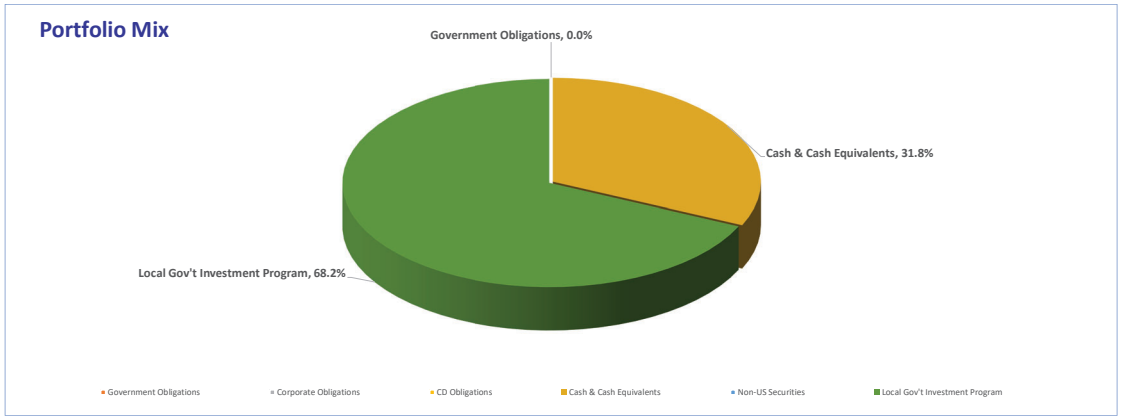
= Financed in part or whole by the $10M US Bank Loan (dated 5-1-24)

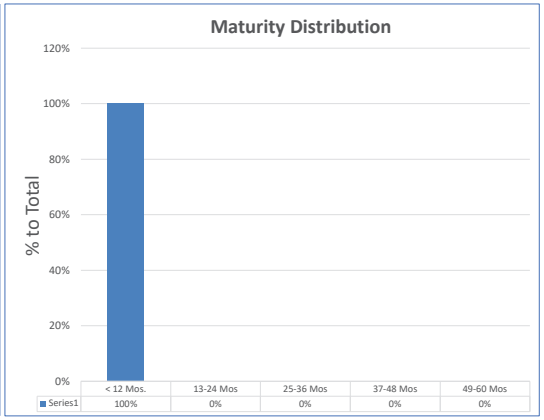
Non-Cap CIP Projects - FY26 Budget to Actuals through June 2026

Project #	Project Name	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 06-30-26**	**Remaining Budget**
		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	$ 109,520	$ (27,505)
							$ -		$ -	$ -	$ -
Total		**$ 100,000**	**$ 17,985**	**$ 82,015**	**$ -**	**$ 82,015**	**$ -**	**$ -**	**$ 82,015**	**$ 109,520**	**$ (27,505)**

RAINBOW MUNICIPAL WATER DISTRICT
TREASURER'S MONTHLY REPORT OF INVESTMENTS
PORTFOLIO SUMMARY
6/30/2026

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				$ 409,486	$ 409,486	$ 409,486				0
Cash-Oceanside Plant Construction	US Bank x352	Restricted				$ -	$ -	$ -				0
Money Market Funds	First American Government, US Bank	Unrestricted	31846V567			$ 11,375,495	$ 11,375,495	$ 11,375,495				0
Money Market Funds (Debt Reserve)	Western Alliance	Restricted				$ -	$ -	$ -				0
Money Market Funds-Beck 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				$ 133	$ 133	$ 133				0
Money Market Funds (Debt Reserve)	39170300 Trust 300	Restricted				$ 154	$ 154	$ 154				0
Money Market Funds(Debt Reserve)	Zions Bank-D	Restricted				$ 666,507	$ 666,507	$ 666,507				0
Money Market Funds (Debt Reserve)	Zions Bank-E	Restricted				$ 50	$ 50	$ 50				0
Total Cash & Cash Equivalents						$ 13,630,434	$ 13,630,434	$ 13,630,434				
Local Gov't Investment Program												
	California Asset Management Program (CAMP)	Unrestricted	4039-001			$ 13,295,508	$ 13,295,508	$ 13,295,508				
	CAMP - US Bank Loan Proceeds for CIP	Restricted	4039-002			$ -	$ -	$ -				
	Local Agency Investment Fund (LAIF)	Restricted				$ 15,527,193	$ 15,527,193	$ 15,527,193				
	Local Agency Investment Fund (LAIF)	Unrestricted				$ 366,259	$ 366,259	$ 366,259				0
Total Local Gov't Investment Program						$ 29,188,959	$ 29,188,959	$ 29,188,959				
US Bank Government Obligations											$ -	0
Total Government Obligations						$ -	$ -	$ -				
US Bank Corporate Issues												
Total Corporate Issues						$ -	$ -	$ -				
Investment Portfolio Totals						**$ 42,819,394**	**$ 42,819,394**	**$ 42,819,394**				
Less Restricted Cash for Oceanside Replacement Reserve						$ (1,657,275)	$ (1,657,275)	$ (1,657,275)				
Less Restricted Portfolio						$ (17,372,645)	$ (17,372,645)	$ (17,372,645)				
Total Unrestricted Portfolio						**$ 23,789,473**	**$ 23,789,473**	**$ 23,789,473**				





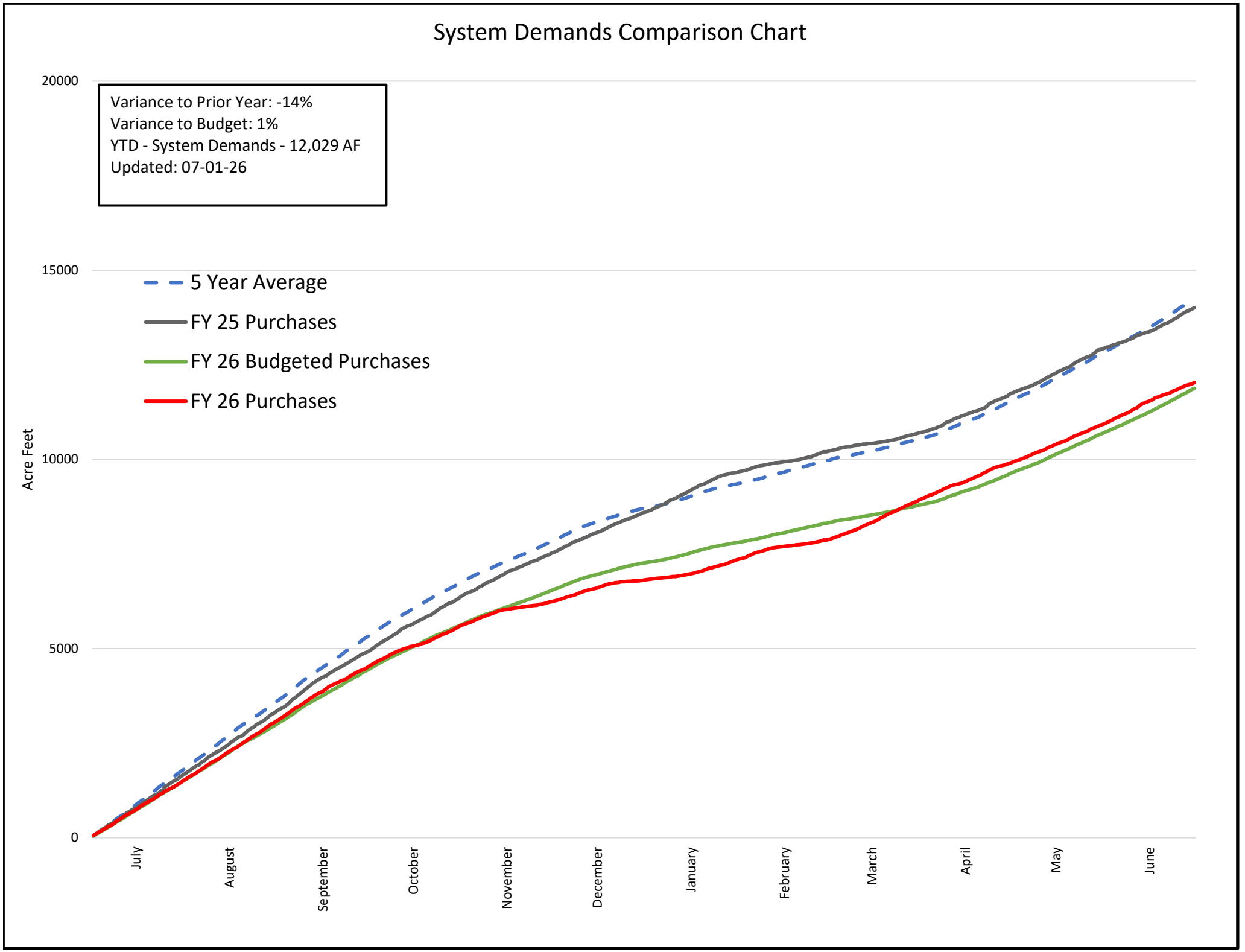
This monthly report accurately reflects all District pooled investments. It is in conformity with the Investment Administrative code section 5.03.080.
The District has sufficient cash flow to meet six months of obligations. The District is in compliance with the current Investment Policy and California Government Code.

Cathy Lundell 7/28/2026

Cathy Lundell - Senior Accountant

*Source of Market Value - US Bank monthly statements

System Demands Comparison Chart



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	283	303	3,279
609	AG	346	484	480	406	331	141	178	160	155	376	317	319	3,694
279	CM	75	104	97	75	69	26	36	27	28	65	69	76	746
20	CN	8	8	9	7	5	1	3	5	4	13	6	5	73
21	IS	5	8	6	5	6	2	3	3	2	6	5	6	58
126	MF	30	39	42	39	38	26	30	25	25	32	35	33	395
-	PC	-	-	-	-	-	-	-	-	-	-	-	-	-
-	PD	-	-	-	-	-	-	-	-	-	-	-	-	-
6,770	SF	320	409	404	348	333	190	221	185	185	298	312	326	3,531
9,127	Total	1,095	1,454	1,447	1,238	1,090	523	642	555	543	1,097	1,027	1,066	11,777

FISCAL YEAR 2024-2025

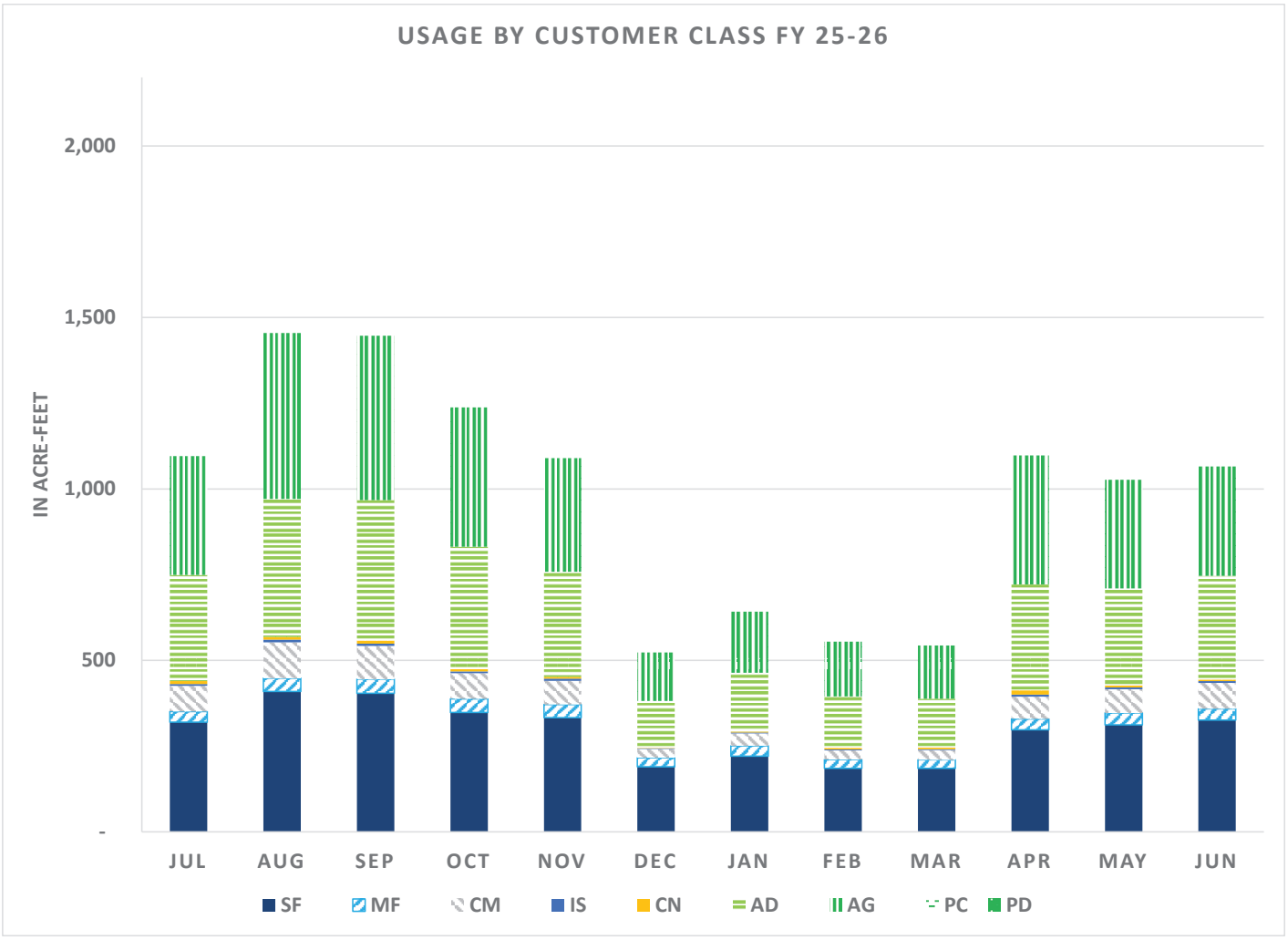
Quantity of Meters	User Code	JUL	AUG	SEP	OCT	NOV	DEC	JAN	FEB	MAR	APR	MAY	JUN	Acre Feet
1,186	AD	193	251	269	231	407	267	288	256	129	108	272	339	3,010
513	AG	246	344	374	307	453	290	315	271	124	88	290	371	3,475
275	CM	85	111	123	83	81	51	52	43	21	24	56	74	803
37	CN	6	10	7	11	7	6	5	4	2	2	5	9	74
21	IS	5	7	7	6	6	4	5	4	3	1	4	6	60
124	MF	33	38	37	33	37	30	32	29	24	24	30	32	379
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	267	332	3,645
8,829	Total	1,192	1,553	1,672	1,398	1,370	910	973	868	475	408	923	1,163	12,905

FISCAL YEAR 2023-2024

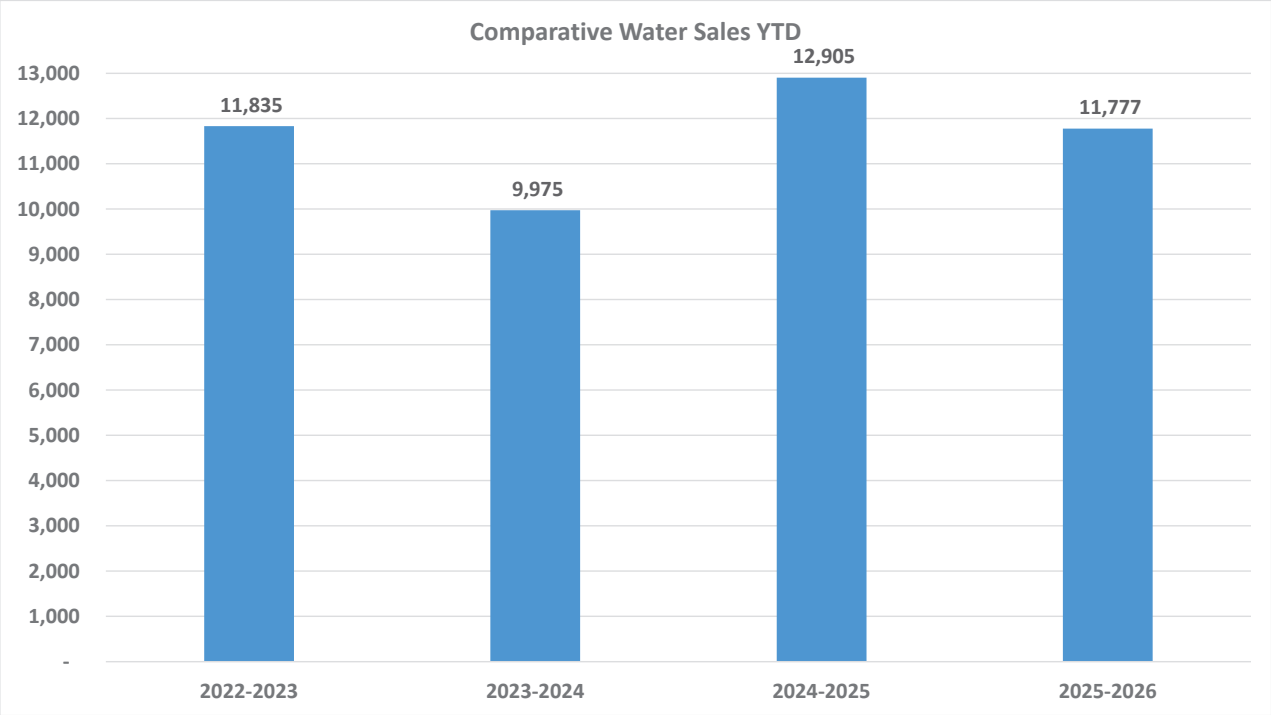
Quantity of Meters	User Code	JUL	AUG	SEP	OCT	NOV	DEC	JAN	FEB	MAR	APR	MAY	JUN	Acre Feet
1,227	AD	168	225	211	178	190	147	114	55	31	43	88	171	1,622
531	AG	203	317	311	221	252	170	120	60	39	52	107	211	2,063
276	CM	66	98	88	65	62	43	32	15	11	19	33	74	607
26	CN	6	6	7	5	4	3	6	2	1	2	2	4	49
21	IS	4	6	5	5	5	5	4	3	2	2	3	5	50
121	MF	26	31	37	31	30	31	28	22	21	22	26	33	336
148	PC	100	150	132	120	139	85	62	22	4	11	53	113	993
313	PD	138	200	176	148	156	106	82	37	13	24	64	140	1,285
-	SC	-	-	-	-	-	-	-	-	-	-	-	-	-
-	SD	-	-	-	-	-	-	-	-	-	-	-	-	-
6,012	SF	287	363	365	311	304	254	216	137	110	132	181	311	2,971
8675	Total	998	1,398	1,332	1,085	1,143	844	664	354	231	307	558	1,062	9,975

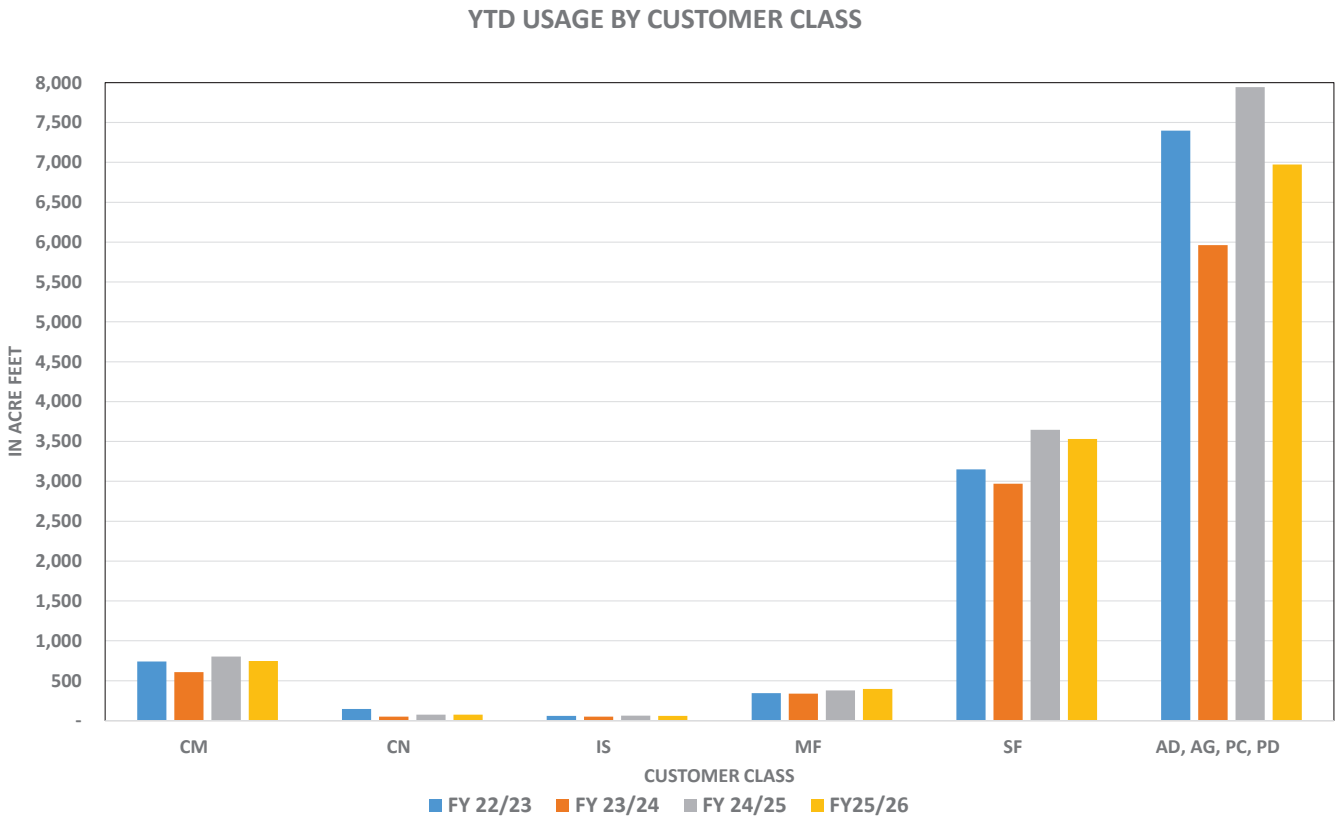
FISCAL YEAR 2022-2023

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	104	153	1,896
402	AG	438	400	540	356	235	158	82	44	77	52	152	181	2,717
271	CM	119	110	144	98	70	41	18	13	16	14	38	58	740
24	CN	32	20	37	19	12	7	5	2	2	1	3	5	144
21	IS	10	8	10	6	5	4	3	1	2	2	4	4	59
114	MF	32	29	38	31	27	26	50	19	19	21	24	28	343
	PC	199	177	229	179	128	82	31	10	25	6	73	108	1,248
	PD	235	217	279	202	149	101	43	20	37	19	93	143	1,538
319	SC	-	-	-	-	-	-	-	-	-	-	-	-	-
1,012	SD	-	-	-	-	-	-	-	-	-	-	-	-	-
5,851	SF	417	368	457	363	284	235	178	117	133	127	203	270	3,151
8,563	Total	1,774	1,579	2,053	1,495	1,094	789	486	268	370	284	694	950	11,835


USAGE BY CUSTOMER CLASS FY 25-26
IN ACRE-FEET
2,000
1,500
1,000
500
-
JUL
AUG
SEP
OCT
NOV
DEC
JAN
FEB
MAR
APR
MAY
JUN
SF
MF
CM
IS
CN
AD
AG
PC
PD

Comparative Water Sales YTD from Prior Years




YTD USAGE BY CUSTOMER CLASS
IN ACRE FEET
8,000
7,500
7,000
6,500
6,000
5,500
5,000
4,500
4,000
3,500
3,000
2,500
2,000
1,500
1,000
500
-
CM
CN
IS
MF
SF
AD, AG, PC, PD
CUSTOMER CLASS
FY 22/23
FY 23/24
FY 24/25
FY25/26

RAINBOW MUNICIPAL WATER DISTRICT

Check Register
Fiscal Year 2025-2026

June 2026

Payments above 50K

Transaction No	Type	Vendor	Name	Description	Issue Date	Amount
166880247	WIRE	703027	EASTERN MUNICIPAL WATER DISTRICT	EMWD WATER PURCHASE - APRIL 2026	06/15/2026	1,345,826.00
30522	CHECK	703241	DRILL TECH DRILLING & SHORING, INC.	CONSTRUCTION OF EMERGENCY NN PIPEPLINE REPLACEMENT	06/05/2026	943,179.00
30602	CHECK	701747	ZION BANCORPORATION, NATIONAL ASSOCIATION	COMMERCIAL LOAN #120031399001	06/18/2026	647,063.22
30602	CHECK	701747	ZION BANCORPORATION, NATIONAL ASSOCIATION	COMMERCIAL LOAN #120031399002	06/18/2026	587,436.69
166931207	WIRE	702884	WELLS FARGO BANK - COMPUTERSHARE	ESCROW FOR BECK & MORRO LOAN	06/18/2026	462,858.12
3691	ACH	702731	MOBILE MODULAR	DOWN PAYMENT ON TRAILERS AT HEADQUARTERS	06/02/2026	227,090.20
30550	CHECK	700659	CITY OF OCEANSIDE	RAINBOW WASTEWATER AGREEMENT, FY26 11 OF 12, O&M	06/18/2026	164,562.43
3698	ACH	700925	ACWA/JPIA	PROPERTY PROGRAM, 04/01/26 - 03/31/27	06/12/2026	160,703.34
3697	ACH	700935	ACWA-JPIA	MONTHLY INSURANCE MEDICAL/VISION - JULY 2026	06/12/2026	113,297.77
3692	ACH	700935	ACWA-JPIA	MONTHLY INSURANCE MEDICAL/VISION - JUNE 2026	06/05/2026	111,955.39
30537	CHECK	701872	SAN DIEGO GAS & ELECTRIC	MONTHLY GAS & ELECTRIC, GROUP BILLING	06/12/2026	106,027.53
202606010001	ACH	702788	U.S. NATIONAL ASSOCIATION	COMMERCIAL LOAN	06/01/2026	104,699.89

Payments below 50K

Transaction No	Type	Vendor	Name	Description	Issue Date	Amount
3703	ACH	700925	ACWA/JPIA	EXCESS CRIME INSURANCE	06/18/2026	790.00
3704	ACH	700958	AIRGAS USA, LLC	CYLINDER RENTAL - ACETYLENE, CARBON DIOXIDE	06/18/2026	139.38
3704	ACH	700958	AIRGAS USA, LLC	CYLINDER RENTAL - ACETYLENE, CARBON DIOXIDE, OXYGEN	06/18/2026	370.45
30542	CHECK	702723	ALPHA DOG TOWING LLC.	TOWING SERVICE	06/18/2026	472.50
30542	CHECK	702723	ALPHA DOG TOWING LLC.	TOWING SERVICE	06/18/2026	227.07
3693	ACH	701034	AMERICAN EXPRESS	AMERICAN EXPRESS - AK (MAY 2026 STATEMENT)	06/05/2026	900.63
30543	CHECK	702559	APPLEONE EMPLOYMENT SERVICES	EMPLOYMENT SERVICES-ENG, AHICKS	06/18/2026	1,365.60
30543	CHECK	702559	APPLEONE EMPLOYMENT SERVICES	EMPLOYMENT SERVICES-ENG, AHICKS	06/18/2026	1,058.34
30531	CHECK	702896	ARDURRA GROUP, INC.	ENGINEERING & DEVELOPMENT PLAN CHECKING SERVICES	06/12/2026	7,208.00
30544	CHECK	702896	ARDURRA GROUP, INC.	ENGINEERING & DEVELOPMENT PLAN CHECKING SERVICES	06/18/2026	31,385.00
30544	CHECK	702896	ARDURRA GROUP, INC.	ENGINEERING & DEVELOPMENT PLAN CHECKING SERVICES	06/18/2026	18,911.00
3705	ACH	702729	ASPHALT ZIPPER, INC.	ELECTRONIC ENGINE EXTENSION CORD	06/18/2026	551.93
30545	CHECK	701264	AT&T	MONTHLY PHONE SERVICE	06/18/2026	73.16
30545	CHECK	701264	AT&T	MONTHLY PHONE SERVICE	06/18/2026	86.69
30546	CHECK	701266	AT&T	MONTHLY PHONE SERVICE	06/18/2026	497.60
30546	CHECK	701266	AT&T	MONTHLY PHONE SERVICE	06/18/2026	212.79
30546	CHECK	701266	AT&T	MONTHLY PHONE SERVICE	06/18/2026	32.37
30546	CHECK	701266	AT&T	MONTHLY PHONE SERVICE	06/18/2026	32.37
30547	CHECK	701269	AT&T LONG DISTANCE	MONTHLY PHONE SERVICE	06/18/2026	98.37
30518	CHECK	703246	ATKINSON, ANDELSON, LOYA RUUD AND ROMO	PROFESSIONAL SERVICES - APRIL 2026	06/05/2026	3,316.49
30532	CHECK	702629	ATLAS ENGINEERING WEST, INC.	AS-NEEDED GEOTECHNICAL SERVICES	06/12/2026	2,027.75
3706	ACH	700830	BABCOCK LABORATORIES, INC	MONTHLY WATER ANALYSIS	06/18/2026	137.48
3706	ACH	700830	BABCOCK LABORATORIES, INC	MONTHLY WATER ANALYSIS	06/18/2026	359.15
3699	ACH	702525	BADGER METER INC.	ORION CELLULAR LTE SERV UNIT - APRIL 2026	06/12/2026	533.80
3707	ACH	702525	BADGER METER INC.	BADGER METER STOCK ITEMS	06/18/2026	1,225.03
3707	ACH	702525	BADGER METER INC.	ORION CELLULAR LTE SERV UNIT - MAY 2026	06/18/2026	533.80
30548	CHECK	703110	BLUE-WHITE INDUSTRIES LTD	FLEX-A-PRENE, TERMINAL BOX 1	06/18/2026	17,132.34
30548	CHECK	703110	BLUE-WHITE INDUSTRIES LTD	FLEX-A-PRENE, TERMINAL BOX 1	06/18/2026	17,132.34
30533	CHECK	700586	BONSALL PEST CONTROL	RODENT CONTROL SERVICE AT 7 OF SITE BUILDING	06/12/2026	220.00
3708	ACH	701187	BP BATTERY INC.	BATTERY PROS W/CORE EXCHANGE UNIT #135, AGM BP 94R UNIT #28	06/18/2026	440.37

Transaction No	Type	Vendor	Name	Description	Issue Date	Amount
30519	CHECK	700616	CALIFORNIA AIR RESOURCES BOARD	PORTABLE EQUIPMENT REGISTRATION PROGRAM (PERP)	06/05/2026	1,155.00
3709	ACH	700638	CECILIA`S SAFETY SERVICE	TRAFFIC CONTROL - 1255 VIA ENCINOS DR	06/18/2026	2,700.00
3709	ACH	700638	CECILIA`S SAFETY SERVICE	TRAFFIC CONTROL - 2718 RAINBOW VALLEY BLVD	06/18/2026	6,500.00
3709	ACH	700638	CECILIA`S SAFETY SERVICE	TRAFFIC CONTROL - 2718 RAINBOW VALLEY BLVD	06/18/2026	1,975.00
3709	ACH	700638	CECILIA`S SAFETY SERVICE	TRAFFIC CONTROL - GIRD ROAD & WESTMOUNT WAY	06/18/2026	6,000.00
30549	CHECK	702865	CHARLES P. CROWLEY COMPANY, INC.	MIXER, KASCO 4400HC NSF W/ 50'	06/18/2026	16,650.46
30549	CHECK	702865	CHARLES P. CROWLEY COMPANY, INC.	MIXER, KASCO 4400HC NSF W/ 50'	06/18/2026	16,650.46
26060115403	EFT		CLARITY-BENEFLIX	ADMIN FEE	06/08/2026	75.00
30520	CHECK	703227	COASTAL WELDING & FABRICATION	CUSTOM WATER METER PROTECTION COVER	06/05/2026	1,380.00
30521	CHECK	700650	COLONIAL LIFE & ACCIDENT INS.	PR BATCH 2611_HEALTH AND ACCIDENTAL INSURANCE	06/05/2026	27.88
30521	CHECK	700650	COLONIAL LIFE & ACCIDENT INS.	PR BATCH 2610_HEALTH AND ACCIDENTAL INSURANCE	06/05/2026	27.88
30521	CHECK	700650	COLONIAL LIFE & ACCIDENT INS.	PR BATCH 2609_HEALTH AND ACCIDENTAL INSURANCE	06/05/2026	27.88
30534	CHECK	700650	COLONIAL LIFE & ACCIDENT INS.	PR BATCH 2612_HEALTH AND ACCIDENTAL INSURANCE	06/12/2026	27.88
30551	CHECK	701977	CORE & MAIN LP	HACH CHLORINE REAGENT POWDER PILLOWS, HACH SAMPLE CELLS	06/18/2026	852.22
30551	CHECK	701977	CORE & MAIN LP	J-344HP ANG FIRE PLUG VLVS	06/18/2026	2,844.60
30551	CHECK	701977	CORE & MAIN LP	J-344HP ANG FIRE PLUG VLVS	06/18/2026	2,844.60
30552	CHECK	700874	CORELOGIC INFORMATION	RQ2 NATIONWIDE COMMITMENT PACKAGE	06/18/2026	202.50
30554	CHECK	703235	COUNTY OF SAN DIEGO - DEPT GENERAL SERVICES	EMERGENCY PIPELINE REPAIR PROJECT	06/18/2026	2,118.51
30553	CHECK	702652	COUNTY OF SAN DIEGO, RCS	WATER RADIOS ON THE 800 MHZ NETWORK	06/18/2026	2,925.59
30535	CHECK	700793	DEXTER WILSON ENGINEERING	DESIGN SERVICES FOR GOPHER PS PROJECT	06/12/2026	11,720.00
30555	CHECK	700793	DEXTER WILSON ENGINEERING	DESIGN SERVICES FOR GOPHER PUMP STATION PROJECT	06/18/2026	43,262.71
30556	CHECK	700797	DIAMOND ENVIRONMENTAL SERVICES	PORTA POTTY RENTAL	06/18/2026	77.80
30556	CHECK	700797	DIAMOND ENVIRONMENTAL SERVICES	PORTA POTTY RENTAL	06/18/2026	77.80
30557	CHECK	702515	DITCH WITCH WEST	PROSPECTOR NOZZLES	06/18/2026	688.37
30558	CHECK	700785	DRIVELINE VISTA, INC	AUTO REPAIR & SUPPLIES - UNIT 14	06/18/2026	6,578.67
30558	CHECK	700785	DRIVELINE VISTA, INC	AUTO REPAIR & SUPPLIES - UNIT #10	06/18/2026	1,262.86
30559	CHECK	700833	ELECTRICAL SALES, INC.	PHOENIX CONTACTS - FREIGHT CHARGE	06/18/2026	22.00
30559	CHECK	700833	ELECTRICAL SALES, INC.	PHOENIX CONTACTS 1419690 & 1419658	06/18/2026	97.45
30560	CHECK	703195	ENGINEERING RESOURCES OF SOUTHERN CA, INC	DEVELOPMENT OF WATER & WASTEWATER MASTER PLANS	06/18/2026	23,405.00
30523	CHECK	703095	EVOQUA WATER TECHNOLOGIES LLC	BIOXIDE CN9-ORANGE	06/05/2026	12,094.04
30523	CHECK	703095	EVOQUA WATER TECHNOLOGIES LLC	BIOXIDE CN9-ORANGE	06/05/2026	(762.71)
30561	CHECK	702718	FALLBROOK ACE HARDWARE	APRON CHAPS 32" SIX LAYER, PRO MARK HELMET, KEY MASTER	06/18/2026	277.82
3710	ACH	700853	FALLBROOK EQUIPMENT RENTAL	FORKLIFT RENTAL	06/18/2026	726.94
30562	CHECK	700905	FALLBROOK PUBLIC UTILITY DIST	STATE AND FEDERAL REPRESENTATION SERVICES - COST SHARE MAY	06/18/2026	7,500.00
30562	CHECK	700905	FALLBROOK PUBLIC UTILITY DIST	STATE AND FEDERAL REPRESENTATION SERVICES - COST SHARE APRIL	06/18/2026	7,500.00
30524	CHECK	701169	FALLBROOK WASTE AND RECYCLING	RECYCLE - MAY 2026	06/05/2026	211.80
30524	CHECK	701169	FALLBROOK WASTE AND RECYCLING	HAULING SERVICE - MAY 2026	06/05/2026	2,656.66
30524	CHECK	701169	FALLBROOK WASTE AND RECYCLING	WASTE SERVICE - MAY 2026	06/05/2026	371.57
30524	CHECK	701169	FALLBROOK WASTE AND RECYCLING	RECYCLE - APR 2026	06/05/2026	211.80
30524	CHECK	701169	FALLBROOK WASTE AND RECYCLING	HAULING SERVICE - APR 2026	06/05/2026	2,206.13
30524	CHECK	701169	FALLBROOK WASTE AND RECYCLING	WASTE SERVICE - APR 2026	06/05/2026	371.57
30525	CHECK	700860	FERGUSON WATERWORKS #1083	16" X43H STRAINER DEC 150# FLG, X141DP DIFF PSI GA	06/05/2026	15,496.61
30563	CHECK	700860	FERGUSON WATERWORKS #1083	MATERIALS FOR ISOLATION VALVE INSTALL PROGRAM	06/18/2026	39,502.98
30563	CHECK	700860	FERGUSON WATERWORKS #1083	REPAIR KITS	06/18/2026	6,277.74
3694	ACH	701930	FLYERS ENERGY LLC	ORDER #4483806-26, DSL 100 UNITS/ETH 350 UNITS	06/05/2026	2,714.98
3694	ACH	701930	FLYERS ENERGY LLC	ORDER #4479259-26, DSL 50 UNITS/ETH 250 UNITS	06/05/2026	1,476.43
3694	ACH	701930	FLYERS ENERGY LLC	ORDER #4475855-26, DSL 288 UNITS/ETH 195 UNITS	06/05/2026	2,948.78
3694	ACH	701930	FLYERS ENERGY LLC	ORDER #4471621-26, DSL 250 UNITS/ETH 300 UNITS	06/05/2026	3,111.74
3700	ACH	701930	FLYERS ENERGY LLC	ORDER #4499809-26, DSL 247 UNITS/ETH 244 UNITS	06/12/2026	2,975.41
3700	ACH	701930	FLYERS ENERGY LLC	ORDER #4495392-26, DSL 100 UNITS/ETH 150 UNITS	06/12/2026	1,504.38
3700	ACH	701930	FLYERS ENERGY LLC	ORDER #4492286-26, DSL 100 UNITS/ETH 130 UNITS	06/12/2026	1,401.38
3700	ACH	701930	FLYERS ENERGY LLC	ORDER #4487079-26, DSL 195 UNITS/ETH 250 UNITS	06/12/2026	2,841.52
30564	CHECK	703022	GARDA CL WEST, INC	ARMORED TRANSPORTATION SERVICE	06/18/2026	353.14

Transaction No	Type	Vendor	Name	Description	Issue Date	Amount
30564	CHECK	703022	GARDA CL WEST, INC	ARMORED TRANSPORTATION SERVICE	06/18/2026	25.59
30564	CHECK	703022	GARDA CL WEST, INC	ARMORED TRANSPORTATION SERVICE	06/18/2026	350.84
30564	CHECK	703022	GARDA CL WEST, INC	ARMORED TRANSPORTATION SERVICE	06/18/2026	314.40
30565	CHECK	700949	GRANGETTO'S-FALLBROOK	GATE VALVE 2" X 4	06/18/2026	194.69
30565	CHECK	700949	GRANGETTO'S-FALLBROOK	GATE VALVE 2"	06/18/2026	97.35
3711	ACH	700959	HAAKER EQUIPMENT CO.	VACTOR RENTAL 05/15/26 TO 05/21/26	06/18/2026	4,956.50
30566	CHECK	700960	HACH	ANNUAL SERVICE AGREEMENT 05/25/26 TO 05/24/27	06/18/2026	12,986.00
30567	CHECK	702571	HASA INC.	HASACHLOR 5GAL AND 53GAL DRUMS	06/18/2026	3,041.15
30568	CHECK	700974	HAWTHORNE MACHINERY COMPANY	BACKHOE RENTAL 05/04/26 THRU 05/19/26	06/18/2026	3,636.53
30568	CHECK	700974	HAWTHORNE MACHINERY COMPANY	MINI EXCAVATOR RENTAL 05/12/26	06/18/2026	822.55
30568	CHECK	700974	HAWTHORNE MACHINERY COMPANY	REPAIR CAT 305E2	06/18/2026	9,850.88
30568	CHECK	700974	HAWTHORNE MACHINERY COMPANY	PARTS TO REPAIR CAT 420F	06/18/2026	417.43
30568	CHECK	700974	HAWTHORNE MACHINERY COMPANY	PARTS: V-BELT, AIR FILTERS, MAIN ELEMENT	06/18/2026	208.67
30568	CHECK	700974	HAWTHORNE MACHINERY COMPANY	WHEEL LOADER, BUCKET, FORKS RENTAL 03/02/26-03/18/26	06/18/2026	6,219.05
3712	ACH	701400	HELIX ENVIRONMENTAL PLANNING INC	ENVIRONMENTAL CONSULTING FOR THE EMERGENCY NN PIPELINE	06/18/2026	6,158.75
3712	ACH	701400	HELIX ENVIRONMENTAL PLANNING INC	ENVIRONMENTAL SERVICES FOR THE EMERGENCY NN PIPELINE	06/18/2026	9,014.17
30569	CHECK	701006	HILL BROTHERS CHEMICAL CO.	LIQUID AMMONIUM SULFATE	06/18/2026	3,262.87
30569	CHECK	701006	HILL BROTHERS CHEMICAL CO.	LIQUID AMMONIUM SULFATE	06/18/2026	2,976.04
30569	CHECK	701006	HILL BROTHERS CHEMICAL CO.	LIQUID AMMONIUM SULFATE	06/18/2026	3,649.88
30526	CHECK	701010	HOCH CONSULTING, APC	FEASIBILITY STUDY	06/05/2026	48,856.25
30526	CHECK	701010	HOCH CONSULTING, APC	CALTRANS ENCROACHMENT PERMIT APPLICATION	06/05/2026	6,747.50
30570	CHECK	701010	HOCH CONSULTING, APC	SAN LUIS REY VALLEY GROUND WATER RECOVERY	06/18/2026	2,385.00
30570	CHECK	701010	HOCH CONSULTING, APC	SAN LUIS REY VALLEY GROUND WATER RECOVERY	06/18/2026	4,461.25
3713	ACH	702463	INLAND KENWORTH (US) INC	CLEAN BLUE DEF TRUCKLOAD, PACCAR AIR ELEMENT	06/18/2026	525.65
30571	CHECK	703032	INSIGHT PUBLIC SECTOR INC.	BLUEBEAM REVU BASICS SUBSCRIPTION	06/18/2026	251.25
30571	CHECK	703032	INSIGHT PUBLIC SECTOR INC.	SECURITY SYSTEM UPGRADE	06/18/2026	2,565.85
30571	CHECK	703032	INSIGHT PUBLIC SECTOR INC.	NETWORK SUPPLIES FOR NEW IT/ENGINEERING BUILDING	06/18/2026	176.43
30571	CHECK	703032	INSIGHT PUBLIC SECTOR INC.	NETWORK SUPPLIES FOR NEW IT/ENGINEERING BUILDING	06/18/2026	894.79
30571	CHECK	703032	INSIGHT PUBLIC SECTOR INC.	SECURITY SYSTEM UPGRADE	06/18/2026	519.33
30571	CHECK	703032	INSIGHT PUBLIC SECTOR INC.	SLCGP IMPLEMENTATION - CYBERSECURITY SUBSCRIPTION 26-27	06/18/2026	8,779.98
30571	CHECK	703032	INSIGHT PUBLIC SECTOR INC.	NETWORK SUPPLIES FOR NEW IT/ENGINEERING BUILDING	06/18/2026	1,080.14
30571	CHECK	703032	INSIGHT PUBLIC SECTOR INC.	NETWORK SUPPLIES FOR NEW IT/ENGINEERING BUILDING	06/18/2026	1,246.26
30571	CHECK	703032	INSIGHT PUBLIC SECTOR INC.	NETWORK SUPPLIES FOR NEW IT/ENGINEERING BUILDING	06/18/2026	2,635.64
30572	CHECK	701409	KNOCKOUT PEST CONTROL& TERMITE, INC.	ONE TIME METER BEE REMOVAL	06/18/2026	100.00
30572	CHECK	701409	KNOCKOUT PEST CONTROL& TERMITE, INC.	ONE TIME METER BEE REMOVAL & CLEAN UP	06/18/2026	135.00
30527	CHECK	703151	KONSTANTIN SHILKOV	STUDENT LOAN REIMBURSEMENT - JUNE 2026	06/05/2026	437.50
3695	ACH	700014	LAYFIELD USA CORPORATION	MORRO RESERVOIR COVER REPAIRS	06/05/2026	12,831.93
30573	CHECK	703213	LEFT COAST CONSULTANTS, INC	AS-NEEDED CM & INSPECTION SERVICES	06/18/2026	1,631.50
30573	CHECK	703213	LEFT COAST CONSULTANTS, INC	AS-NEEDED CM & INSPECTION SERVICES	06/18/2026	4,296.50
30574	CHECK	702452	MICHAEL MACK	2026 SPRING ACWA CONFERENCE EXPENSE REIMBURSE	06/18/2026	373.99
3714	ACH	702731	MOBILE MODULAR	OFFICE SPACE RENTAL, 06/05/26 TO 07/04/26	06/18/2026	880.60
3714	ACH	702731	MOBILE MODULAR	OFFICE SPACE RENTAL, 06/02/26 TO 07/01/26	06/18/2026	3,782.72
30575	CHECK	702825	MOTION & FLOW CONTROL PRODUCTS, INC.	HYDRAULIC NIPPLE & HOSES, NYLON SLEEVES, CLAMP, PLUGS	06/18/2026	574.65
30576	CHECK	703245	NAKAMICHI CONSULTING SERVICES, INC.	REVIEW OF EXISITING STRATEGIC PLAN	06/18/2026	1,000.00
3715	ACH	701229	NOSSAMAN, LLP	LEGAL SERVICES, THROUGH 03/31/26	06/18/2026	17,760.00
3715	ACH	701229	NOSSAMAN, LLP	LEGAL SERVICES, THROUGH 03/31/26	06/18/2026	3,550.00
30577	CHECK	701320	PACIFIC PIPELINE SUPPLY	VALVE BRASS GATES IMP 200WOG 2"	06/18/2026	1,015.82
30577	CHECK	701320	PACIFIC PIPELINE SUPPLY	WELD FLANGES 150# 20"	06/18/2026	1,014.12
30578	CHECK	701908	PACIFIC SAFETY CENTER	FALL PROTECTION EDUCATION	06/18/2026	1,595.00
3716	ACH	701296	PETERS PAVING & GRADING, INC	PAVING & GRADING - VIA CASITAS, BONSALL	06/18/2026	3,675.00
3716	ACH	701296	PETERS PAVING & GRADING, INC	PAVING & GRADING - RAINBOW VALLEY BLVD	06/18/2026	4,950.00
30579	CHECK	702856	PETERSON STRUCTURAL ENGINEERS, INC.	STRUCTURAL TANK ASSESSMENT - MORRO TANK REHAB	06/18/2026	2,759.00
30580	CHECK	701301	PITNEY BOWES INC.	2 CONNECT+ BLACK INK CTG #78P-K	06/18/2026	452.51

Transaction No	Type	Vendor	Name	Description	Issue Date	Amount
3717	ACH	701310	POWER PLUS	GOPHER SKID PUMP TEMPORARY POWER RENTAL- 09/10/25-10/07/25	06/18/2026	405.00
3718	ACH	701684	PRECISION MOBILE DETAILING	RMWD VEHICLE WASH	06/18/2026	670.06
3718	ACH	701684	PRECISION MOBILE DETAILING	RMWD VEHICLE WASH	06/18/2026	671.56
3701	ACH	701348	PRINCIPAL LIFE INSURANCE COMPANY	MONTHLY INSURANCE - JUNE 2026	06/12/2026	10,473.40
30528	CHECK	703002	PROFORMA PRINTING CORP	CUSTOM ENVELOPES #10 BLUE TINT	06/05/2026	1,574.28
3719	ACH	703152	QUALITY CHEVROLET	VALVE - UNIT #5	06/18/2026	72.81
30581	CHECK	702160	RANCHO FORD LINCOLN MERCURY	MOULDING BUMPER - UNIT #21	06/18/2026	106.81
30582	CHECK	703096	ROCKWELL CONSTRUCTION SERVICES, LLC	MANUAL TRANSFER SWITCHES PROJECT	06/18/2026	6,240.00
3720	ACH	701619	RT LAWRENCE CORPORATION	LOCKBOX PROCESSING FEES - MAY 2026	06/18/2026	609.72
3721	ACH	701888	SAFETY-KLEEN	CONTAINERIZED WASTE STORAGE AND DISPOSAL SERVICE	06/18/2026	1,000.67
30583	CHECK	701902	SAN DIEGO COUNTY ASSESSOR/RECORDER/CLERK	RELEASE OF LIEN	06/18/2026	20.00
30583	CHECK	701902	SAN DIEGO COUNTY ASSESSOR/RECORDER/CLERK	RELEASE OF LIEN	06/18/2026	20.00
30584	CHECK	701590	SAN DIEGO FRICTION PRODUCTS, INC.	INLINE QUICK RELEASE VALVE-TRUCK, SWIVEL ELBOW, WORKLAMPS	06/18/2026	246.80
30585	CHECK	701872	SAN DIEGO GAS & ELECTRIC	MONTHLY ELECTRIC - RANCHO AMIGOS PS	06/18/2026	30,025.94
30586	CHECK	703244	SOCAL INFRARED	ELECTRICAL SWITCHGEAR THERMOGRAPHIC SURVEY 05.27.26	06/18/2026	1,995.00
3722	ACH	701940	SONSRAY MACHINERY LLC.	REPAIR LEAKING FRONT AXLE	06/18/2026	1,348.25
3722	ACH	701940	SONSRAY MACHINERY LLC.	FIELD REPAIR	06/18/2026	2,140.71
3722	ACH	701940	SONSRAY MACHINERY LLC.	FIELD REPAIR	06/18/2026	1,417.60
30587	CHECK	701982	SOUTHWEST ANSWERING SERVICE, INC.	MONTHLY ANSWERING SERVICE	06/18/2026	1,386.00
3723	ACH	702490	SPECIALTY MOWING SERVICES, INC.	WEED ABATEMENT & BRUSH CLEARING DISTRICT WIDE	06/18/2026	17,603.83
3723	ACH	702490	SPECIALTY MOWING SERVICES, INC.	WEED ABATEMENT & BRUSH CLEARING DISTRICT WIDE	06/18/2026	2,156.57
3723	ACH	702490	SPECIALTY MOWING SERVICES, INC.	WEED ABATEMENT & BRUSH CLEARING DISTRICT WIDE	06/18/2026	7,668.14
3723	ACH	702490	SPECIALTY MOWING SERVICES, INC.	WEED ABATEMENT & BRUSH CLEARING DISTRICT WIDE	06/18/2026	7,387.79
30538	CHECK	701928	STERICYCLE, INC.	REGULAR SERVICE 04.30.26	06/12/2026	356.77
30538	CHECK	701928	STERICYCLE, INC.	REGULAR SERVICES, 04/02/26, 04-09-26 & SIT CONTAINER	06/12/2026	1,032.41
30588	CHECK	703255	STEVE RACOOSIN	REFUND FOR TCM DEPOSIT ON CLOSED ACCOUNT	06/18/2026	438.20
30589	CHECK	701972	STREAMLINE	MONTHLY WEB MANAGEMENT FEE	06/18/2026	676.20
30589	CHECK	701972	STREAMLINE	MONTHLY WEB MANAGEMENT FEE	06/18/2026	676.20
30590	CHECK	701986	SUPERIOR READY MIX	COLD MIX 3/8 SC800	06/18/2026	4,215.19
30591	CHECK	702022	T S INDUSTRIAL SUPPLY	#6 1/2" INLET, 10* CONE STAINLESS	06/18/2026	694.85
30591	CHECK	702022	T S INDUSTRIAL SUPPLY	2-1/2"X100' AND 50' DJ FIRE HOSES CPLD,	06/18/2026	1,413.98
30592	CHECK	701984	TCN, INC	MONTHLY 48 HOUR NOTICE	06/18/2026	8.13
3696	ACH	702107	THE WELD SHOP, INC	HOUSING FOR NORDSTROM PLUG VALVE	06/05/2026	2,200.00
3724	ACH	702107	THE WELD SHOP, INC	RESERVOIR MIXER - LABOR	06/18/2026	4,953.44
3724	ACH	702107	THE WELD SHOP, INC	TRAILER TOOLBOX REPAIR UNIT 124	06/18/2026	375.00
30593	CHECK	701059	TIME WARNER CABLE/SPECTRUM	MONTHLY INTERNET SERVICE	06/18/2026	1,400.00
30536	CHECK	703145	TOTAL QUALITY CORPORATION	MONTHLY MAINTENANCE	06/12/2026	532.51
30536	CHECK	703145	TOTAL QUALITY CORPORATION	MONTHLY MAINTENANCE	06/12/2026	532.51
30594	CHECK	701773	TRAFFIC SUPPLY, INC.	28" ORANGE SLIM-LINE 7 LB REFLECTIVE CONE (50)	06/18/2026	1,408.86
30529	CHECK	702032	TUFF SHED	PRO TALL RANCH 10X30 SHED	06/05/2026	15,014.28
30595	CHECK	702065	ULINE	WHITE T-SHIRT RAGS, SAFETY YELLOW SPRAY PAINT CANS	06/18/2026	1,221.96
3725	ACH	702788	US BANK	TRUST DEPARTMENT - FEES, 04/01/26-04/30/26	06/18/2026	1,000.00
3725	ACH	702788	US BANK	TRUST DEPARTMENT - FEES, 03/01/26-03/31/26	06/18/2026	1,000.00
42000012360228	EFT		US BANK CALCARD CREDIT CARD	US BANK CALCARD CC - CENTRAL BILL (MAY STATEMENT)	06/09/2026	23,267.47
582645669	EFT		US EQUIPMENT FINANCE	LEASE AGREEMENT	06/15/2026	2,653.42
30539	CHECK	703072	VESTIS SERVICES, LLC	WEEKLY UNIFORMS/MATS & MISC	06/12/2026	588.02
30539	CHECK	703072	VESTIS SERVICES, LLC	WEEKLY UNIFORMS/MATS & MISC	06/12/2026	574.94
30539	CHECK	703072	VESTIS SERVICES, LLC	WEEKLY UNIFORMS/MATS & MISC	06/12/2026	581.69
30539	CHECK	703072	VESTIS SERVICES, LLC	WEEKLY UNIFORMS/MATS & MISC	06/12/2026	589.41
3702	ACH	702406	VICTOR VEENSTRA	REIMBURSE RETIRED EMPLOYEE HEALTH INS - MAY 2026	06/12/2026	231.84
3702	ACH	702406	VICTOR VEENSTRA	REIMBURSE RETIRED EMPLOYEE HEALTH INS - APRIL 2026	06/12/2026	231.84
30596	CHECK	702092	WALTERS WHOLESALE	MATERIALS FOR HUTTON TANK INJECTION PROJECT	06/18/2026	7.24
30596	CHECK	702092	WALTERS WHOLESALE	MATERIALS FOR HUTTON TANK INJECTION PROJECT	06/18/2026	4,254.64

Transaction No	Type	Vendor	Name	Description	Issue Date	Amount
30530	CHECK	701755	WATERLINE TECHNOLOGIES INC.	HYPOCHLORITE SOLUTIONS, 800 UNITS	06/05/2026	3,384.00
30540	CHECK	701755	WATERLINE TECHNOLOGIES INC.	HYPOCHLORITE SOLUTIONS, 2000 UNITS	06/12/2026	8,460.00
30540	CHECK	701755	WATERLINE TECHNOLOGIES INC.	HYPOCHLORITE SOLUTIONS, 2000 UNITS	06/12/2026	8,460.00
30540	CHECK	701755	WATERLINE TECHNOLOGIES INC.	HYPOCHLORITE SOLUTIONS, 1,200 UNITS	06/12/2026	5,076.00
30540	CHECK	701755	WATERLINE TECHNOLOGIES INC.	HYPOCHLORITE SOLUTIONS, 1500 UNITS	06/12/2026	6,345.00
30540	CHECK	701755	WATERLINE TECHNOLOGIES INC.	HYPOCHLORITE SOLUTIONS, 2000 UNITS	06/12/2026	8,460.00
30597	CHECK	701755	WATERLINE TECHNOLOGIES INC.	HYPOCHLORITE SOLUTIONS, 1500 UNITS	06/18/2026	6,345.00
30597	CHECK	701755	WATERLINE TECHNOLOGIES INC.	HYPOCHLORITE SOLUTIONS, 925 UNITS	06/18/2026	3,912.75
30597	CHECK	701755	WATERLINE TECHNOLOGIES INC.	HYPOCHLORITE SOLUTIONS, 1100 UNITS	06/18/2026	4,653.00
30597	CHECK	701755	WATERLINE TECHNOLOGIES INC.	HYPOCHLORITE SOLUTIONS, 1850 UNITS	06/18/2026	7,825.50
30597	CHECK	701755	WATERLINE TECHNOLOGIES INC.	HYPOCHLORITE SOLUTIONS, 1715 UNITS	06/18/2026	7,254.45
30598	CHECK	702110	WAXIE SANITARY SUPPLY	380.28	06/18/2026	369.21
30598	CHECK	702110	WAXIE SANITARY SUPPLY	JANITORIAL SUPPLIES	06/18/2026	856.43
30541	CHECK	702126	WHITE CAP CONSTRUCTION SUPPLY	14"X26" SANDBAGS	06/12/2026	188.57
30541	CHECK	702126	WHITE CAP CONSTRUCTION SUPPLY	60LB RED-E-CRETE BASIC CONCRETE MIX	06/12/2026	609.44
30599	CHECK	702126	WHITE CAP CONSTRUCTION SUPPLY	5HP POWER CUTTER, MULTI DIAMOND BLADE, SMALL ENGINE FUELS	06/18/2026	1,590.28
30599	CHECK	702126	WHITE CAP CONSTRUCTION SUPPLY	KASK MASK HELMETS	06/18/2026	1,350.34
30600	CHECK	702487	WILLIAMS SCOTSMAN, INC.	STORAGE CONTAINER RENTAL	06/18/2026	302.53
30601	CHECK	702220	WINZER CORP	CHROME VALVE STEMS	06/18/2026	244.74
30601	CHECK	702220	WINZER CORP	LINER CLAMPS, SPLIT PINS, TRLR PLUGS, MOLY GREASE	06/18/2026	803.09
30601	CHECK	702220	WINZER CORP	TOP POST TERMINAL CLEANER	06/18/2026	63.07
30601	CHECK	702220	WINZER CORP	BUTT CONNECTORS, CHROME & SNAP IN VALVE STEMS HP & GM	06/18/2026	1,822.21
Net Distribution						**5,806,192.26**

RAINBOW MUNICIPAL WATER DISTRICT

Director's Expense Report
Fiscal Year 2025-2026

July 2025

Board Member	# Of Mtgs	Per Diem	Registration Fee	Travel Expense	Mileage Reimb # Miles	Mileage Reimb Amount	Total
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 # Miles	Mileage Reimb Amount	Total
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 # Miles	Mileage Reimb Amount	Total
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 # Miles	Mileage Reimb Amount	Total
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 # Miles	Mileage Reimb Amount	Total
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 # Miles	Mileage Reimb Amount	Total
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**

Attachment G

January 2026

Board Member	# Of Mtgs	Per Diem	Registration Fee	Travel Expense	Mileage Reimb # Miles	Mileage Reimb Amount	Total
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 # Miles	Mileage Reimb Amount	Total
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 # Miles	Mileage Reimb Amount	Total
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		$ 1,228.66		$ -	**$ 2,128.66**
Greg Irvine	6	$ 900.00				$ -	**$ 900.00**
Patti Townsend-Smith	4	$ 600.00				$ -	**$ 600.00**
Monthly Totals	**25**	**$ 3,750.00**	**$ -**	**$ 1,328.72**	**116**	**$ 84.10**	**$ 5,162.82**

April 2026

Board Member	# Of Mtgs	Per Diem	Registration Fee	Travel Expense	Mileage Reimb # Miles	Mileage Reimb Amount	Total
Claude Hamilton	3	$ 450.00				$ -	**$ 450.00**
Lisa Hoffman	6	$ 900.00	$ 65.00			$ -	**$ 965.00**
Michael Mack	6	$ 900.00				$ -	**$ 900.00**
Greg Irvine	3	$ 450.00	$ 65.00			$ -	**$ 515.00**
Patti Townsend-Smith	2	$ 300.00	$ 65.00			$ -	**$ 365.00**
Monthly Totals	**20**	**$ 3,000.00**	**$ 195.00**	**$ -**	**0**	**$ -**	**$ 3,195.00**

May 2026

Board Member	# Of Mtgs	Per Diem	Registration Fee	Travel Expense	Mileage Reimb # Miles	Mileage Reimb Amount	Total
Claude Hamilton	4	$ 600.00				$ -	**$ 600.00**
Lisa Hoffman	6	$ 900.00				$ -	**$ 900.00**
Michael Mack	2	$ 300.00		$ 284.09	124	$ 89.90	**$ 673.99**
Greg Irvine	4	$ 600.00				$ -	**$ 600.00**
Patti Townsend-Smith	1	$ 150.00				$ -	**$ 150.00**
Monthly Totals	**17**	**$ 2,550.00**	**$ -**	**$ 284.09**	**124**	**$ 89.90**	**$ 2,923.99**

June 2026

Board Member	# Of Mtgs	Per Diem	Registration Fee	Travel Expense	Mileage Reimb # Miles	Mileage Reimb Amount	Total
Claude Hamilton	8	$ 1,200.00		$ 664.35		$ -	**$ 1,864.35**
Lisa Hoffman	9	$ 1,350.00				$ -	**$ 1,350.00**
Michael Mack	8	$ 1,200.00		$ 664.35		$ -	**$ 1,864.35**
Greg Irvine	10	$ 1,500.00				$ -	**$ 1,500.00**
Patti Townsend-Smith	5	$ 750.00				$ -	**$ 750.00**
Monthly Totals	**40**	**$ 6,000.00**	**$ -**	**$ 1,328.70**	**0**	**$ -**	**$ 7,328.70**

Attachment G

Fiscal Year 2025-2026 Total

Board Member	# Of Mtgs	Per Diem	Registration Fee	Travel Expense	Mileage Reimb # Miles	Mileage Reimb Amount	Total
Claude Hamilton	36	$ 5,400.00	$ 160.00	$ 690.85	300	$ 210.00	**$ 6,460.85**
Lisa Hoffman	69	$ 10,350.00	$ 2,666.85	$ 1,602.13	618	$ 435.50	**$ 15,054.48**
Michael Mack	45	$ 6,750.00	$ 2,764.85	$ 5,739.73	558	$ 395.80	**$ 15,650.38**
Greg Irvine	47	$ 7,050.00	$ 65.00	$ 599.62	106	$ 74.20	**$ 7,788.82**
Patti Townsend-Smith	33	$ 4,950.00	$ 220.00	$ 365.98	156	$ 109.20	**$ 5,645.18**
FY25-26 Total	**230**	**$ 34,500.00**	**$ 5,876.70**	**$ 8,998.31**	**1738**	**$ 1,224.70**	**$ 50,599.71**

RAINBOW MUNICIPAL WATER DISTRICT

Conference/Seminar and Expense Summary
Fiscal Year 2025-2026

Claude Hamilton

Date Paid	Description	Event Date(s)	# of Meetings	Per Diem	Registration Fee	Travel Expense	Mileage Reimb # Miles	Mileage Reimb Amount	Total
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 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			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**
3/19/2026	Special Board Meeting	2/4/2026	1	$ 150.00				$ -	**$ 150.00**
3/19/2026	Board Meeting	2/24/2026	1	$ 150.00				$ -	**$ 150.00**
3/19/2026	CSDA Dinner	2/19/2026	1	$ 150.00				$ -	**$ 150.00**
4/16/2026	Budget & Finance Committee	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	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**
6/11/2026	Special Board Meeting	5/12/2026	1	$ 150.00				$ -	**$ 150.00**
6/11/2026	EMWD FPUD Group Mtg	5/18/2026	1	$ 150.00				$ -	**$ 150.00**
6/11/2026	C&CS Meeting	5/19/2026	1	$ 150.00				$ -	**$ 150.00**
6/11/2026	Board Meeting	5/26/2026	1	$ 150.00				$ -	**$ 150.00**

Claude Hamilton

Date Paid	Description	Event Date(s)	# of Meetings	Per Diem	Registration Fee	Travel Expense	Mileage Reimb # Miles	Mileage Reimb Amount	Total
6/11/2026	JPA Board Meeting	5/6/2026	1	$ 150.00				$ -	**$ 150.00**
6/30/2026	Special Board Meeting	6/9/2026	1	$ 150.00				$ -	**$ 150.00**
6/30/2026	Board Meeting	6/23/2026	1	$ 150.00				$ -	**$ 150.00**
6/30/2026	Preboard Meeting	6/22/2026	1	$ 150.00				$ -	**$ 150.00**
6/30/2026	UWI Conference					$ 664.35		$ -	**$ 664.35**
								$ -	**$ -**
FY25-26 Total			**36**	**$ 5,400.00**	**$ 160.00**	**$ 690.85**	**300**	**$ 210.00**	**$ 6,460.85**

RAINBOW MUNICIPAL WATER DISTRICT

Conference/Seminar and Expense Summary
Fiscal Year 2025-2026

Lisa Hoffman

Date Paid	Description	Event Date(s)	# of Meetings	Per Diem	Registration Fee	Travel Expense	Mileage Reimb # Miles	Mileage Reimb Amount	Total
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**
12/23/2025	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**

Lisa Hoffman

Date Paid	Description	Event Date(s)	# of Meetings	Per Diem	Registration Fee	Travel Expense	Mileage Reimb # Miles	Mileage Reimb Amount	Total
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	Rafteli'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	3	$ 450.00	$ 1,099.00			$ -	$ 1,549.00
3/19/2026	Engineering & Opersations Meeting	2/3/2026	1	$ 150.00				$ -	$ 150.00
3/19/2026	Special Board Meeting	2/4/2026	1	$ 150.00				$ -	$ 150.00
3/19/2026	Budget & Finance Committee	2/10/2026	1	$ 150.00				$ -	$ 150.00
3/19/2026	Agenda Review Meeting with GM	2/23/2026	1	$ 150.00				$ -	$ 150.00
3/19/2026	Board Meeting	2/24/2026	1	$ 150.00				$ -	$ 150.00
3/19/2026	Urban Water Institute Conference 2026	2/25/27-2/27/25	1	$ 150.00	$ 612.85	$ 814.12	116	$ 84.10	$ 1,661.07
4/16/2026	Farm Bureau Meeting	3/5/2026	1	$ 150.00				$ -	$ 150.00
4/16/2026	Budget & Finance Committee	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 Meeting	3/19/2026	1	$ 150.00				$ -	$ 150.00
4/16/2026	GM Meeting 1 on 1	3/23/2026	1	$ 150.00				$ -	$ 150.00
4/16/2026	Board Meeting	3/24/2026	1	$ 150.00				$ -	$ 150.00
4/27/2026	Recognition in Special District Governance Cert				$ 65.00			$ -	$ 65.00
5/14/2026	Engineering & Operations Meeting	4/7/2026	1	$ 150.00				$ -	$ 150.00
5/14/2026	Budget & Finance Committee	4/14/2026	1	$ 150.00				$ -	$ 150.00
5/14/2026	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	SB827	4/23/2026	1	$ 150.00				$ -	$ 150.00
5/14/2026	Chamber of Commerce	4/30/2026	1	$ 150.00				$ -	$ 150.00
6/11/2026	Engineering & Operations Meeting	5/5/2026	1	$ 150.00				$ -	$ 150.00
6/11/2026	Special Board Meeting	5/12/2026	1	$ 150.00				$ -	$ 150.00
6/11/2026	Board Meeting	5/26/2026	1	$ 150.00				$ -	$ 150.00
6/30/2026	Special Board Meeting	6/9/2026	1	$ 150.00				$ -	$ 150.00
6/30/2026	Board Meeting	6/23/2026	1	$ 150.00				$ -	$ 150.00
6/30/2026	Preboard Meeting	6/22/2026	1	$ 150.00				$ -	$ 150.00
								$ -	$ -
FY25-26 Total			**69**	**$ 10,350.00**	**$ 2,666.85**	**$ 1,602.13**	**618**	**$ 435.50**	**$ 15,054.48**

RAINBOW MUNICIPAL WATER DISTRICT

Conference/Seminar and Expense Summary
Fiscal Year 2025-2026

Michael Mack

Date Paid	Description	Event Date(s)	# of Meetings	Per Diem	Registration Fee	Travel Expense	Mileage Reimb # Miles	Mileage Reimb Amount	Total
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	ACWA Spring Conference 2026	5/4/26-5/7/26			$ 999.00	$ 1,476.11	124	$ 89.90	**$ 2,565.01**
3/19/2026	Special Board Meeting	2/4/2026	1	$ 150.00				$ -	**$ 150.00**
3/19/2026	CSDA Chapter Dinner	2/19/2026	1	$ 150.00				$ -	**$ 150.00**
3/19/2026	Board Meeting	2/24/2026	1	$ 150.00				$ -	**$ 150.00**
3/19/2026	UWI 2026 Spring Conference	2/25/26-2/27/26	3	$ 450.00	$ 715.85	$ 1,228.66		$ -	**$ 2,394.51**
4/16/2026	WEF Lower Col Riv Tc	3/10/26-3/13/26	3	$ 450.00				$ -	**$ 450.00**
4/16/2026	Special Board Meeting	3/18/2026	1	$ 150.00				$ -	**$ 150.00**
4/16/2026	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**

Michael Mack

Date Paid	Description	Event Date(s)	# of Meetings	Per Diem	Registration Fee	Travel Expense	Mileage Reimb # Miles	Mileage Reimb Amount	Total
6/11/2026	JPIA and ACWA Sacto	5/4/2026	1	$ 150.00					
6/11/2026	ACWA Conference Sacto	5/7/2026	1	$ 150.00					
6/11/2026	Special Board Meeting	5/12/2026	1	$ 150.00					
6/11/2026	C&CS Meeting	5/19/2026	1	$ 150.00				$ -	**$ 150.00**
6/11/2026	Board Meeting	5/26/2026	1	$ 150.00				$ -	**$ 150.00**
6/11/2026	Ag Ad Hoc	5/27/2026	1	$ 150.00				$ -	**$ 150.00**
6/30/2026	Special Board Meeting	6/9/2026	1	$ 150.00				$ -	**$ 150.00**
6/30/2026	Board Meeting	6/23/2026	1	$ 150.00				$ -	**$ 150.00**
								$ -	**$ -**
FY25-26 Total			**45**	**$ 6,750.00**	**$ 2,827.85**	**$ 5,012.38**	**558**	**$ 395.80**	**$ 14,536.03**

RAINBOW MUNICIPAL WATER DISTRICT

Conference/Seminar and Expense Summary
Fiscal Year 2025-2026

Greg Irvine

Date Paid	Description	Event Date(s)	# of Meetings	Per Diem	Registration Fee	Travel Expense	Mileage Reimb # Miles	Mileage Reimb Amount	Total
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**
3/5/2026	Meeting with GM, TQ/Policy	12/30/2025	1	$ 150.00				$ -	**$ 150.00**
3/19/2026	Engineering & Ops Meeting	2/3/2026	1	$ 150.00				$ -	**$ 150.00**
3/19/2026	Special Board Meeting	2/4/2026	1	$ 150.00				$ -	**$ 150.00**
3/19/2026	Facilities Ad Hoc Meeting	2/11/2026	1	$ 150.00				$ -	**$ 150.00**
3/19/2026	Agenda Review Meeting with GM	2/23/2026	1	$ 150.00				$ -	**$ 150.00**
3/19/2026	Board Meeting	2/24/2026	1	$ 150.00				$ -	**$ 150.00**
4/16/2026	Special Board Meeting	3/18/2026	1	$ 150.00				$ -	**$ 150.00**
4/16/2026	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**
4/27/2026	Recognition in Special District Governance Cert				$ 65.00			$ -	**$ 65.00**

Greg Irvine

Date Paid	Description	Event Date(s)	# of Meetings	Per Diem	Registration Fee	Travel Expense	Mileage Reimb # Miles	Mileage Reimb Amount	Total
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 CFD Meeting	4/30/2026	1	$ 150.00				$ -	**$ 150.00**
6/11/2026	E&O Committee Meeting	5/5/2026	1	$ 150.00				$ -	**$ 150.00**
6/11/2026	Special Board Meeting	5/12/2026	1	$ 150.00				$ -	**$ 150.00**
6/11/2026	Agenda Review Meeting with GM	5/22/2026	1	$ 150.00				$ -	**$ 150.00**
6/11/2026	Board Meeting	5/26/2026	1	$ 150.00				$ -	**$ 150.00**
6/11/2026	EMWD FPUD Group Mtg	5/18/2026	1	$ 150.00				$ -	**$ 150.00**
6/11/2026	JPA Board Meeting	5/6/2026	1	$ 150.00				$ -	**$ 150.00**
6/30/2026	Special Board Meeting	6/9/2026	1	$ 150.00				$ -	**$ 150.00**
6/30/2026	Agenda Review Meeting with GM	6/22/2026	1	$ 150.00				$ -	**$ 150.00**
6/30/2026	Board Meeting	6/23/2026	1	$ 150.00				$ -	**$ 150.00**
6/30/2026	JPA Board Meeting	6/3/2026	1	$ 150.00				$ -	**$ 150.00**
								$ -	**$ -**
			1					$ -	**$ -**
FY25-26 Total			**48**	**$ 7,050.00**	**$ 65.00**	**$ 599.62**	**106**	**$ 74.20**	**$ 7,788.82**

RAINBOW MUNICIPAL WATER DISTRICT

Conference/Seminar and Expense Summary
Fiscal Year 2025-2026

Patti Townsend

Date Paid	Description	Event Date(s)	# of Meetings	Per Diem	Registration Fee	Travel Expense	Mileage Reimb # Miles	Mileage Reimb Amount	Total
7/1/2025	CSDA Annual Conference (Cancellled)	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**
3/19/2026	Special Board Meeting	2/4/2026	1	$ 150.00				$ -	**$ 150.00**
3/19/2026	Budget and Finance Committee Meeting	2/10/2026	1	$ 150.00				$ -	**$ 150.00**
3/19/2026	Facilities Ad Hoc Meeting	2/11/2026	1	$ 150.00				$ -	**$ 150.00**
3/19/2026	Board Meeting	2/24/2026	1	$ 150.00				$ -	**$ 150.00**
4/16/2026	Special Board Meeting	3/18/2026	1	$ 150.00				$ -	**$ 150.00**
4/16/2026	Board Meeting	3/24/2026	1	$ 150.00				$ -	**$ 150.00**
4/27/2026	Recognition in Special District Governance Cert				$ 65.00			$ -	**$ 65.00**
5/14/2026	Board Meeting	4/28/2026	1	$ 150.00				$ -	**$ 150.00**
6/11/2026	Special Board Meeting	5/12/2026	1	$ 150.00				$ -	**$ 150.00**
6/11/2026	Board Meeting	5/26/2026	1	$ 150.00				$ -	**$ 150.00**
6/11/2026	Ag Ad Hoc Meeting	5/27/2026	1	$ 150.00				$ -	**$ 150.00**
6/30/2026	Special Board Meeting	6/9/2026	1	$ 150.00				$ -	**$ 150.00**

Patti Townsend

Date Paid	Description	Event Date(s)	# of Meetings	Per Diem	Registration Fee	Travel Expense	Mileage Reimb # Miles	Mileage Reimb Amount	Total
6/30/2026	Board Meeting	6/23/2026	1	$ 150.00				$ -	**$ 150.00**
								$ -	**$ -**
FY25-26 Total			**33**	**$ 4,950.00**	**$ 220.00**	**$ 365.98**	**156**	**$ 109.20**	**$ 5,645.18**

RAINBOW MUNICIPAL WATER DISTRICT

Credit Card Transactions
Fiscal Year 2025-2026

June 2026 Charges

Credit Card Transactions

Vendor Name	Description	Transaction Amount
HOME DEPOT	TRUCK STOCK	26.25
HOME DEPOT	VALLECITOS PRV	141.90
HOME DEPOT	IT TRAILER	15.11
HOME DEPOT	IT TRAILER	18.32
HOME DEPOT	IT TRAILER	209.13
SAN CAMDEN T2W 6251162	CONFERENCE MEAL	30.93
CHICK-FIL-A #03243	CONFERENCE MEAL	32.12
SDIA AIRPORT PARKING	CONFERENCE PARKING FEE	76.00
Z SOUTH	FOOD FOR CREW	69.93
AMERICAN WATER COLLEGE	MEMBER FEE	179.99
TST* PRIMOS MEXICAN FOOD	FOOD FOR DEPT	86.73
AMAZON	CUSTODIAN SUPPLIES	20.45
WWW.VARI.COM	NEW DESK FOR CWILLIAMS	1,398.60
HOME DEPOT	OPS REFRIGERATOR FILTERS	97.49
SP VERNAL	NEW DESK FOR AKHATTAB	1,815.52
HOME DEPOT	100' TAPE MEASURE FOR ENGINEERING	28.11
CULLIGAN	MONTHLY WATER SOFTENER SERVICE	114.33
VALUEMANDER INC	CUBICLES FOR NEW TRAILER	2,779.95
HOME DEPOT	FACILITY MAINTENANCE SUPPLIES	21.84
GRAINGER	CONFINED SPACE BLOWER FAN	1,728.76
GRAINGER	GOPHER CHLORAMINATION PARTS	101.48
GRAINGER	GOPHER CHLORAMINATION PARTS	109.30
HOME DEPOT	FACILITY MAINTENANCE SUPPLIES	24.84
COSTCO	KITCHEN SUPPLIES	112.66
COSTCO	KITCHEN SUPPLIES	309.86
IN *POWELL'S OFFICE FURNI	FURNITURE FOR NEW TRAILER	4,488.11
AMAZON	KITCHEN SNACKS	359.60
HOME DEPOT	REPLACEMENT INFRARED THERMO	139.00
AMAZON	DRINKING WATER DIFFUSER DISPENSER	182.66
AMAZON	PUMPS	1,349.50
HOME DEPOT	RETURNED: REPLACEMENT INFR THERMO	(139.00)

Vendor Name	Description	Transaction Amount
HOME DEPOT	PARTS FOR BROKEN TOILET	6.45
COSTCO	KITCHEN SUPPLIES	399.92
GRAINGER	PPE	2,462.44
SP LOCKNLUBE	RETURNED: BUTTON HEAD FITTING	(32.30)
HOME DEPOT	REPLACEMENT INFRARED THERMO	139.00
HOME DEPOT	BATTERIES	27.67
HOME DEPOT	BATTERIES	27.68
HOME DEPOT	BATTERIES	28.52
HOME DEPOT	PVC PRIMER	125.61
SP VERNAL	NEW ENGINEERING DESK	1,885.58
AMAZON	MISSING DESK HARDWARE	16.78
NORTHGATE MARKET	FRUITS FOR BREAKROOM	30.66
Z CAFE	BOARD MEETING LUNCH	78.05
Z CAFE	BOARD MEETING LUNCH	83.89
SP VERNAL	CREDIT FOR MISSING DESK HARDWARE	(16.78)
QUALITY ARG INC	TINTED WINDOW SERVICE	445.00
SP ELEMENT FIRE	FIRE EXTINGUISHER	419.79
AMAZON	IGNITION COIL	14.00
HOME DEPOT	SPRAY BOTTLE, MICROFIBER TOWELS	79.25
HOME DEPOT	IT SUPPLIES	215.42
HOME DEPOT	IT BUILD	104.59
HOME DEPOT	1 PRV AUTOMATION	42.35
HOME DEPOT	GROUND ROD	98.92
HOME DEPOT	IT/ENGINEERING TRAILER MATERIAL	273.57
HOME DEPOT	IT/ENGINEERING ELECTRICAL PREP	163.10
CALIFORNIA SPECIAL DIS	CONFERENCE HOTEL ROOM	890.00
WHIP AROUND INC	VEHICLE PREP SOFTWARE	568.75
ZOHO	FORMS/APP SOFTWARE	40.25
INDUSTRIALSAFETYPRODUCTS	SAFETY HELMET	140.08
KING DONUT	DONUTS FOR MEETING	28.80
LINKEDIN	MONTHLY SUBSCRIPTION	169.99
KING DONUT	DONUTS FOR MEETING	33.50
AMERICAN SOCIETY OF SAFE	AMERICAN SOCIETY	235.00
DOMINO'S	FOOD FOR CREW	136.08
CORTES MEXICAN FOOD	FOOD FOR CREW	273.45
HILTON ANAHEIM FRONT	CONFERENCE HOTEL ROOM	1,306.78
AMAZON	LAPTOP SCREEN	113.37
TWILIO INC	SMS SUBSCRIPTION	20.88
WASABI TECHNOLOGIES	BACKUP	380.55

Vendor Name	Description	Transaction Amount
AMAZON	LAPTOP CASE AND WIRE TERMINALS	301.45
AMAZON WEB SERVICES	CLOUD STORAGE	2.83
AMAZON	CALL RECORDING STORAGE	93.79
GRAMMARLY	SUBSCRIPTION	3,480.00
HOME DEPOT	GROUND ROD	64.62
AMAZON	UPS BATTERY	217.66
AMAZON	USB STORAGE DRIVE	35.58
WWW.UI.COM	BADGES	44.45
AMAZON	SWITCH POWER CABLE	32.31
GOTOCONNECT	MONTHLY PHONE SERVICE	1,233.83
CALIFORNIA WATER ENVIRON	MEMBERSHIP FEE	251.00
AMAZON	RADIO HOLSTER & HEAT SHRINK LABELS	243.88
AMAZON	CAR CHARGERS FOR CELL PHONES	44.33
AMAZON	CURRENT CLAMP	971.85
RSP SUPPLY LLC	CABLE FOR GOPHER RCS	921.94
AMAZON	NETWORK CABLES & WALLMOUNTS	1,029.18
TWILIO INC	SMS SUBSCRIPTION	22.16
AMAZON	BITS FOR CUTTING DRYWALL	81.84
AMAZON	ACCESSORIES FOR SERVER RACK	118.50
SP WILLIAMS AUTOMATION	SCADA PLC	538.75
DKC*DIGI KEY CORP	PARTS FOR GOPHER RCS	2,977.76
ZOOM	SUBSCRIPTION	149.94
BEST BUY	TV FOR LOBBY	947.71
AMAZON	CABLE MANAGEMENT TRAYS FOR CEILINGS	430.99
AMAZON	UPS BATTERY	533.96
STARLINK INTERNET	SATELLITE INTERNET	320.00
AMAZON	COMPUTER MONITOR	434.92
AMAZON	SERVER RACK	362.41
AMAZON	SPRAY PAINT	15.34
APPLE.COM/BILL	SUBSCRIPTION	2.99
AMAZON	LABELS FOR SCADA PANELS	146.82
ZORO TOOLS INC	CAM LOCK FITTINGS	51.17
ZORO TOOLS INC	WRENCH	75.29
ZORO TOOLS INC	LARGE WRENCH	70.50
LIQUOR NATION WINE & MOR	BEVERAGES FOR CREW	19.14
BACKDRAFT BAR AND GRILL	FOOD FOR CREW	115.43
HARBOR FREIGHT TOOLS 8	CARGO BAR	32.61
AUTOZONE	O2 SENSOR FOR ADMIN GENERATOR	126.06
THE RESTAURANT AT THE RAI	FOOD FOR CREW	122.29

Vendor Name	Description	Transaction Amount
MARISCOSELPACIFICOFAL	FOOD FOR CREW	82.80
HOME DEPOT	COUPLING, CEMENT, ABS SANI TEE	550.19
COUNTRY SIPS LIQUOR	BEVERAGES FOR CREW	15.83
MARISCOS PERLA	FOOD FOR CREW	108.19
HOME DEPOT	SUPPLIES FOR NEW IT/ENG TRAILER	362.41
JACK IN THE BOX	FOOD FOR CREW	95.80
HOME DEPOT	LUMBER, REBAR WIRE	536.47
BACKDRAFT BAR AND GRILL	FOOD FOR CREW	115.42
THE RESTAURANT AT THE RAI	FOOD FOR CREW	152.87
CALIFORNIA SPECIAL DIS	CSDA ANNUAL CONFERENCE - GM	890.00
URBAN WATER INSTITUTE	UWI CONFERENCE - MM & HH	1,328.70
BCWJ* SINGLE-JOB-PACKA	RECRUITING JOB POSTING	200.00
BNPMEDIA-ENR/AR	DIGITAL SUBSCRIPTION	99.99
VILLAGE NEWS INC	PUBLIC NOTICE OF PUBLIC HEARING	200.00
Z CAFE	EMPLOYEE MEAL	13.26
BONSALL DONUT HOUSE	DONUTS FOR MEETING	19.95
MAJOR MARKETPLACE BONSAL	FOOD FOR CREW	71.98
PANERA BREAD	FOOD FOR CREW	18.29
CORTES MEXICAN FOOD	FOOD FOR CREW	108.72
BONSALL DONUT HOUSE	DONUTS FOR MEETING	48.30
WALMART	HR SUPPLIES	269.36
US FEDERAL CONTRACTOR RE	FINANCE TRAINING	599.00
US FEDERAL CONTRACTOR RE	CREDIT FOR FINANCE TRAINING	(599.00)
TARGET	ACWA/JPIA BREAKFAST	19.97
SAMS CLUB	ACWA/JPIA BREAKFAST	75.71
MICHAELS STORES	EVENT SUPPLIES	14.59
KRISPY KREME	ACWA/JPIA BREAKFAST	21.99
HOMEGOODS	STUDENT POSTER CONTEST SUPPLIES	56.51
WALMART	EVENT TABLE & SUPPLIES	163.79
WALMART	ART SUPPLIES - POSTER CONTEST AWARD	43.01
ISTOCKPHOTO	QUARTERLY SUBSCRIPTION	210.00
MICHAELS STORES	POSTER CONTEST AWARD ART SUPPLIES	105.94
IMAGE ZONE	2025 WATER REPORT CCR - PRINTING	212.49
SP LITTLEFREELIBRARY	COMMUNITY OUTREACH-FREE LITTLE LIBRARY	1,415.17
TARGET	LANDSCAPE CONTEST AWARD SUPPLIES	85.28
THE RESTAURANT AT THE RAI	MANAGER'S MEETING LUNCH	95.89
THE LAW OFFICE OF MARK K	PREPASS - PAST DUE FEE	209.80
CONEXWEST	HIGH CUBE CONTAINER RENTAL	106.68
BACKDRAFT BAR AND GRILL	FOOD FOR CREW	91.80

Vendor Name	Description	Transaction Amount
MARISCOSELPACIFICOFAL	FOOD FOR CREW	87.16
VDCI.EDU	AUTOCAD COURSE ONLINE	2,299.00
APWA SAN DIEGO	APWA LUNCHEON - WILLIAMS & MTAMIMI	180.00
CONEXWEST	HIGH CUBE CONTAINER RENTAL	106.68
HOME DEPOT	PRIMER, BALL VALVE, GATORADE, WATER	184.33
BLACKBAZE INC	BACKUP STORAGE	64.25
DO/MRO/PDF SUPPLY	GOPHER TANK RCS	1,636.72
RADWELL INTERNATIONAL	GOPHER TANK RCS	110.36
MICROSOFT	CLOUD STORAGE	213.94
DIRECT TV	EOC CABLE	104.99
AUTODESK INC	ENGINEERING AUTOCAD SOFTWARE	260.00
FLIR SYSTEMS	INFRARED ELECTRICAL TRAINING	2,500.00
MICROSOFT	CLOUD STORAGE	131.59
DIRECT TV	EOC CABLE	99.99
AUTODESK INC	ENGINEERING AUTOCAD SOFTWARE	260.00
BEST BUY	TVS FOR IT TRAILER	923.07
BEST BUY	TV MOUNTS FOR IT TRAILER	58.17
TAP TAG	BADGES FOR DIRECTORS MAC	73.95
TAP TAG	BADGES FOR CHAD	44.95
MISAC	MISAC SUBSCRIPTION	130.00
BEST BUY	TV MOUNTS FOR IT TRAILER	116.35
TOTAL CHARGES		**61,854.04**

NOSSAMAN LLP | Memorandum

TO: Rainbow Municipal Water District

FROM: Alfred Smith

DATE: August 18, 2026

RE: Attorney Report: Water Rates and Proposition 218 Update
501668-0002

I. INTRODUCTION.

This attorney report provides an update on a recent and favorable decision for water agencies involving water and sewer rates under Proposition 218. On July 24, 2026, the California First District Court of Appeal ruled in favor of a local agency's water and sewer rates in *Toy v. City and County of San Francisco* ("*Toy*"). The appellate court's decision is important because it provides important procedural protections for water agencies to both streamline and minimize water rate challenges.

The Court of Appeal in *Toy* held that challenges to local water rates under Proposition 218 must strictly follow California's validation statutes pursuant to Government Code section 53759, which was enacted pursuant to Senate Bill 323. These laws help to stabilize water rates by establishing a strict 120-day statute of limitations for Proposition 218 rate challenges, integrating validation lawsuit procedures, and requiring ratepayers to file formal reverse-validation actions.

Because of Senate Bill 323 and Government Code section 53759, plaintiffs must first exhaust administrative remedies by informing the Board of Directors of any objections before the Board considers and adopts water rates. Moreover, plaintiffs cannot use standard civil or tort claims alone to attack water rates. Instead, plaintiffs must file a formal reverse-validation action. Failure to utilize this mandatory reverse-validation procedure results in dismissal.

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 within the statutory deadline. A final validation judgment bars future challenges to the validated rates.

Third, SB 323 strictly requires that any plaintiff seeking to challenge water rates cannot merely file a lawsuit with standard civil or tort claims alone. Instead, plaintiffs must file a reverse validation action within the statutory deadline or face dismissal.

A reverse validation action is a lawsuit brought by a ratepayer or interested person to challenge the validity of a public agency's action or contract. Under Code of Civil Procedure section 863, this requires filing within a strict 60-day statute of limitations, naming "all persons interested," and publishing a specialized public summons. If a plaintiff does not file the action within 60 days of the public agency's action or decision, the legal challenge is completely time-barred by statute.

C. Class Action Claim.

The plaintiffs in *Toy* filed a Proposition 218 class action lawsuit in October 2023. The plaintiffs challenged the City of San Francisco's May 2023 water rate resolution adopting water and wastewater rates. The plaintiffs claimed the City's water and sewer rates violated Proposition 218 cost of service and proportionality requirements.

The City vigorously defended the lawsuit. Among other defenses, the City argued that the plaintiffs failed to comply with the requirements of Senate Bill 323 because the plaintiffs did not file a reverse validation action.

The plaintiffs argued that a reverse validation action is not the exclusive remedy for challenging water rates under Proposition 218. The appellate court disagreed, ruling in favor of the City, and dismissing the Plaintiffs' water rates challenge.

III. COURT'S ANALYSIS.

In *Toy*, the plaintiffs filed an ordinary class action and served only the City, but failed to follow the specific procedures governing validation actions. Relying on Government Code section 53759, the appellate court held that this failure deprived the trial court of jurisdiction to decide the validity of the challenged rates. Notably, the Court of Appeal did not need to decide whether the complaint itself had been filed within the 120-day limitations period because the plaintiffs' failure to follow the required validation procedures was independently fatal.

The Court of Appeal also held that the requirements of the validation statutes are mandatory and jurisdictional. The City of San Francisco answered the complaint and litigated the case for more than a year — participating in discovery and dispositive motion practice — before moving for judgment on the pleadings and invoking section 53759.

The appellate court nevertheless rejected the plaintiffs' argument that the City waived the validation requirements. Compliance with those requirements was a prerequisite to the Court's jurisdiction over the matter and all interested persons, not simply an affirmative defense that an agency loses by participating in litigation.

Toy is the second Court of Appeal decision in 2026 applying Government Code section 53759 to Proposition 218 water-rate challenges, following the First District Court of Appeal's decision in *Hiller v. Marin Municipal Water District*. The *Hiller* case addressed a complementary situation to that of *Toy,* where the District filed its own validation action. The ratepayer in *Hiller* failed to appear in that action, instead filing her own separate challenge to the rates without complying with the validation statutes.

The *Hiller* court held that the ratepayer had two procedural options: she could have herself filed a validation action prior to the District filing its action, or she could have appeared in the District's action. Because she did neither, the validation judgment barred her claims.

In addition, *Hiller* rejected the argument that section 53759 and the validation statutes impermissibly conflict with Proposition 218. The Court explained that the statutes do not alter Proposition 218's requirements and protections. Rather, they "provide the procedures for enforcing the provisions of the proposition."

IV. CONCLUSION.

The recent rulings in the *Hiller* and *Toy* cases provide important substantive and procedural protections for water districts against water and sewer rate challenges. *Hiller* and *Toy* confirm that Government Code section 53759 is consistent with Proposition 218, and that its validation requirements are mandatory and jurisdictional. Accordingly, any plaintiff seeking to challenge water or sewer rates must exhaust administrative remedies and strictly follow the statutory validation procedures, or else the lawsuit is subject to dismissal.

AES