

**REGULAR MEETING OF THE FLORIN RESOURCE
CONSERVATION DISTRICT BOARD OF DIRECTORS**

Agenda

Tuesday, November 18, 2025

6:30 PM

**9829 Waterman Road
Elk Grove, CA 95624**

Compliance with Government Code Section 54957.5

Public records, including writings related to an agenda item for an open session of a regular meeting of the Florin Resources Conservation District that are distributed less than 72 hours before the meeting, are available by email request. In addition, such writings may be posted, whenever possible, on the Elk Grove Water District website at www.egwd.org. The Board will discuss all items on the agenda and may take action on any item listed as an "Action" item. The Board may discuss items that do not appear on the agenda but will not act on those items unless there is a need to take immediate action and the Board determines by a two-thirds (2/3) vote that the need for action arose after posting of the agenda. If necessary, the Meeting will be adjourned to Closed Session to discuss items on the agenda listed under "Closed Session." At the conclusion of the Closed Session, the meeting will reconvene to "Open Session."

CALL TO ORDER, ROLL CALL AND PLEDGE OF ALLEGIANCE

Public Comment

This is the opportunity for the public to comment on non-agenda items within the subject matter jurisdiction. Comments are limited to three (3) minutes.

Page Numbers

1. Proclamations and Announcements

Associate Director Comment

Public Comment

2. Consent Calendar

4-5

(Stefani Phillips, Board Secretary and Patrick Lee, Treasurer)

- | | |
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| a. Minutes of Regular Meeting of October 21, 2025 | 6-8 |
| b. Accounts Payable Check History – October 2025 | 9-25 |
| c. Board and Employee Expense/Reimbursements – October 2025 | 26 |
| d. Active Accounts – October 2025 | 27 |
| e. Bond Covenant Status for FY 2025-26 – October 2025 | 28 |
| f. CASH - Detail Schedule of Investments – October 2025 | 29 |
| g. Consultants Expenses – October 2025 | 30 |
| h. Major Capital Improvement Projects – October 2025 | 31 |

Associate Director Comment

Public Comment

**Recommended Action/Information: Approve Florin Resource Conservation District
Consent Calendar items a – h.**

3. **Annual Comprehensive Financial Report for the Fiscal Years Ending June 20, 2025 and 2024** 32-150
(Patrick Lee, Finance Manager/Treasurer)

Associate Director Comment

Public Comment

Recommended Action/Information: Accept and file the Annual Comprehensive Financial Report for the fiscal years ending June 30, 2025 and 2024.

4. **Year to Date Revenues and Expenses Compared to Budget – October 2025** 151-153
(Patrick Lee, Finance Manager/Treasurer)

Associate Director Comment

Public Comment

Recommended Action/Information: Consider moving this item back into the consent calendar.

5. **Senate Bill 707 (Brown Act Revisions)** 154-161
(Bruce Kamilos, General Manager)

Associate Director Comment

Public Comment

Recommended Action/Information: Information only.

6. **Proposed Reorganization to a County Water District** 162-166
(Bruce Kamilos, General Manager)

Associate Director Comment

Public Comment

Recommended Action/Information: Direct staff to amend its application filed with the Sacramento Local Agency Formation Commission from a request for territory detachment to a request for reorganization. The proposed reorganization would dissolve the Florin Resource Conservation District and form the Elk Grove Water District as the successor district organized under County Water District Law.

7. **Longevity Pay Revision** 167-175
(Stefani Phillips, Board Secretary)

Associate Director Comment

Public Comment

Recommended Action/Information: Adopt Resolution No. 11.18.25.01, amending the 2019 Elk Grove Water District Employee Policy Manual, Section 4.2.12 Longevity Pay.

8. General Manager's Report

176-177

(Bruce Kamilos, General Manager)

Associate Director Comment

Public Comment

Recommended Action/Information: Information only.

9. Elk Grove Water District Operations Report – October 2025

178-229

(Bruce Kamilos, General Manager)

Associate Director Comment

Public Comment

Recommended Action/Information: Information only.

10. Directors Comments

Adjourn to Regular Meeting – December 16, 2025

November 18, 2025

TO: Chair and Directors of the Florin Resource Conservation District

FROM: Stefani Phillips, Board Secretary and Patrick Lee, Treasurer

SUBJECT: **CONSENT CALENDAR**

RECOMMENDATION

It is recommended that the Florin Resource Conservation District Board of Directors approve Florin Resource Conservation District Consent Calendar items a – h.

SUMMARY

Consent Calendar items a – h are standing items on the Regular Board Meeting agenda.

By this action, the Florin Resource Conservation District (FRCD) Board of Directors will approve FRCD Consent Calendar items a – h.

DISCUSSION

Background

Consent Calendar items are standing items on the Regular Board Meeting agenda.

Present Situation

Consent Calendar items a – h are standing items on the Regular Board Meeting agenda.

ENVIRONMENTAL CONSIDERATIONS

There are no direct environmental considerations associated with this report.

STRATEGIC PLAN CONFORMITY

This item conforms to the FRCD/Elk Grove Water District 2025-2030 Strategic Plan. The monthly Consent Calendar report provides transparency, which aligns with Goal No. 1 - Governance, of the Strategic Plan 2025-2030.

November 18, 2025

CONSENT CALENDAR

Page 2

FINANCIAL SUMMARY

There is no financial impact associated with this report.

Respectfully submitted,



STEFANI PHILLIPS
BOARD SECRETARY

And



PATRICK LEE
TREASURER

Attachments

MINUTES OF THE REGULAR MEETING OF THE FLORIN RESOURCE CONSERVATION DISTRICT BOARD OF DIRECTORS

Tuesday, October 21, 2025

The regular meeting of the Florin Resource Conservation District Board of Directors was called to order at 6:30 p.m. by Chair Tom Nelson at 9829 Waterman Road, Elk Grove, CA.

Call to Order, Roll Call, and Pledge of Allegiance.

Directors Present:	Joshua Green, Elliot Mulberg, Tom Nelson
Directors Absent:	Paul Lindsay, Lisa Medina
Staff Present:	Bruce Kamilos, General Manager; Patrick Lee, Finance Manager/ Treasurer; Stefani Phillips, Human Resources Administrator/Board Secretary; Donella Murillo, Finance Supervisor; Travis Franklin, Program Manager; Ben Voelz, Associate Engineer; Aurelia Camilo, Administrative Assistant II
Staff Absent:	Amber Kavert, Human Resources Technician
Associate Directors Present:	Kim Martin
Associate Directors Absent:	Robert Stresak
General Counsel Present:	Josh Horowitz, BKS Law

Public Comment

Nothing to report.

1. Proclamations and Announcements

General Manager Bruce Kamilos recognized Director Tom Nelson for his twenty (20) years of service as a Board of Director for the Florin Resource Conservation District (FRCD). Chair Nelson provided some history on his years of service.

Mr. Kamilos announced that the dedication ceremony for the Sophia Sherman Garden will take place on Friday, November 14, 2025, at 11:00 AM.

2. Consent Calendar

- a. Minutes of Regular Board Meeting of September 16, 2025
- b. Accounts Payable Check History – September 2025
- c. Board and Employee Expense/Reimbursements – September 2025
- d. Active Accounts – September 2025
- e. Bond Covenant Status for FY 2025-26 – September 2025
- f. CASH - Detail Schedule of Investments– September 2025
- g. Consultants Expenses – September 2025
- h. Major Capital Improvement Projects – September 2025

MSC (Mulberg/Green) to approve Florin Resource Conservation District Consent Calendar items a-h with amendments. 3/0: Ayes: Nelson, Green and Mulberg.

3. Elk Grove Water District Fiscal Year 2025-26 Quarterly Operating Budget Status Report

Finance Manager Patrick Lee presented the item to the FRCD Board of Directors (Board).

In summary, revenues collected through the first quarter of the fiscal year total \$5,668,765 which is 30.68% of the \$18,477,994 annual budget. The revenues are \$313,469 or 5.85% above the same quarter of the prior year due to a revenue rate increase of 4.50% that went into effect January 1, 2025, an overall increase in consumption through September 2025 and an increase in the number of new accounts in Service Area 2.

Mr. Kamilos reported that the Year-to-Date Actual Budget report headings and associated revenues were changed as requested by the Board.

4. Elk Grove Water District Fiscal Year 2025-26 Quarterly Capital Reserve Status Report

Mr. Lee presented the item to the Board.

In summary, through the first quarter of Fiscal Year 2025-26, the District expended \$326,002 for capital projects leaving a remaining total reserve balance on September 30, 2025, of \$18,307,525.

5. Election of Sacramento Local Agency Formation Commission Special District Representative

Board Secretary Stefani Phillips presented the item to the Board.

In summary, the Sacramento Local Agency Formation Commission (LAFCo) is conducting an election to fill three (3) positions: one (1) Special District Representative for a four-year term, one (1) Special District Representative for a two-year term, and one (1) Alternate Special District Representative for a four-year term, all beginning January 1, 2026. Ballots must be submitted to LAFCo no later than 5:00 p.m. on November 21, 2025.

The Board recommends Gay Jones for the four-year seat, Bob Wichert for the two-year seat, and no candidate for the alternate position.

MSC (Mulberg/Green) to elect Sacramento Local Agency Formation representatives Gay Jones to serve as a Special District Representative for a four-year term and Bob Wichert to serve as a Special District Representative for a two-year term. 3/0: Ayes: Nelson, Green and Mulberg.

6. Legislative Matters and Potential Direction to Staff

Program Manager Travis Franklin provided an update to the Board.

General Counsel Josh Horowitz will lead a discussion on SB 707 in November and will prepare a PowerPoint presentation for clients who are interested in viewing it.

7. Sacramento Regional Water Bank Update

Mr. Kamilos provided an update to the Board through a PowerPoint presentation.

Mr. Kamilos asked the Board for direction on whether Elk Grove Water District (EGWD) should continue participating in the Water Bank and whether they support funding Phase 3.

The Board expressed support for funding Phase 3.

8. General Manager's Report

Mr. Kamilos presented the item to the Board.

In summary, Mr. Kamilos informed the Board that staff submitted a revised Municipal Services Review (MSR) as requested by LAFCo for the detachment of FRCD territory that lies outside the EGWD service boundaries. LAFCo began reviewing the MSR and would let us know if they had any questions over the coming two weeks. Staff will continue to update the Board on the progress. Mr. Kamilos reported the successful implementation of the payroll module, with payroll now being processed through the new system. In preparation for the next phase, staff completed data extractions from the current ERP system to support the implementation of the Utility Billing module scheduled for the week of September 8, 2025. An update will be provided as the project progresses.

In summary, Mr. Kamilos reported that during the ERP implementation, staff identified a need to update the District's overtime calculation methods to ensure compliance with the Fair Labor Standards Act (FLSA). Staff sought a second opinion from Best Best & Krieger, LLP (BBK) to confirm the appropriate methodology and determine the required true-up for compliance. It was concluded that four pay elements, base rate pay, Class A pay, on-call pay, and longevity pay, must be included in the overtime rate calculation. The statutory true-up period under the FLSA is two to three years; the District elected to apply a three-year lookback period. The total true-up amount identified was \$27,679.00.

Mr. Franklin gave a brief summary of the Giant Pumpkin Festival.

9. Elk Grove Water District Operations Report – September 2025

Mr. Kamilos provided the EGWD Operations Report for September 2025.

10. Directors Comments

Director Green stated that he will not be attending the December Board meeting.

Adjourn to Regular Board Meeting on November 18, 2025.

Respectfully submitted,



Stefani Phillips, Board Secretary

AC/SP

Accounts Payable

Checks by Date - Detail by Check Date

10.01.2025 - 10.31.2025



Check No	Vendor No Invoice No	Vendor Name Description	Check Date Reference	Check Amount
63333	10005 11PV-9TVN-9NYC	Amazon Capital Services Repairs & Maintenance - Treatment	10/01/2025	180.08
Total for Check Number 63333:				180.08
63334	10006 SO255089	American Water Works Assoc. AWWA Annual Dues - Aarin Hewitt	10/01/2025	336.00
Total for Check Number 63334:				336.00
63335	10010 1956	Badawi & Associates FY 2025 Audit - Progress Billing #2	10/01/2025	15,716.25
Total for Check Number 63335:				15,716.25
63336	10014	BSK Associates	10/01/2025	
	SI05153	Sampling - Treatment		52.00
	SI05165	Sampling - Treatment		228.00
	SI05217	Sampling - Treatment		36.00
	SI05361	Sampling - Treatment		71.00
	SI05385	Sampling - Treatment		71.00
	SI05386	Sampling - Treatment		71.00
	SI05387	Sampling - Treatment		71.00
	SI05492	Sampling - Treatment		71.00
	SI05493	Sampling - Treatment		71.00
	SI05494	Sampling - Treatment		71.00
Total for Check Number 63336:				813.00
63337	10549 1410	CalCIMA Repairs and Maintenance - Automotive - Utility	10/01/2025	4.92
Total for Check Number 63337:				4.92
63338	10228 33766	California Cut & Core, Inc Saw Cut - Webb St and Meadow Grove - CIP	10/01/2025	450.00
Total for Check Number 63338:				450.00
63339	10036 4244423603	Cintas Uniforms - OPS	10/01/2025	182.64
Total for Check Number 63339:				182.64
63340	10258 1000339501	Coverall North America, Inc Janitorial Services - ADMIN	10/01/2025	1,050.00
Total for Check Number 63340:				1,050.00
63341	10054 93797120	Ditch Witch West New Vactor - CIP	10/01/2025	142,931.96

Check No	Vendor No Invoice No	Vendor Name Description	Check Date Reference	Check Amount
Total for Check Number 63341:				142,931.96
63342	10093	Jay's Trucking Service	10/01/2025	
	10083	Dump Fees - Distribution		360.00
	10083	Dump Fees - WMRP - CIP		780.00
Total for Check Number 63342:				1,140.00
63343	10130	Pest Control Center Inc	10/01/2025	
	3419191	Pest Control - ADMIN		85.00
Total for Check Number 63343:				85.00
63344	10145	Rooco Rents	10/01/2025	
	28277	Materials - WMRP - CIP		1,309.94
Total for Check Number 63344:				1,309.94
63345	10550	SCGA	10/01/2025	
	FY 2025-26 Dues	FY 2025-26 Annual Contributions		47,151.00
Total for Check Number 63345:				47,151.00
63346	10159	Sierra Chemical Company	10/01/2025	
	158271	Chemicals - Treatment		1,504.80
Total for Check Number 63346:				1,504.80
63347	10163	Solutions by BG Inc.	10/01/2025	
	2334	IT Services and Daily Tasks		9,286.34
Total for Check Number 63347:				9,286.34
63348	10170	Teichert Aggregates	10/01/2025	
	10760846	Materials - WMRP - CIP		364.19
	10762301	Materials - WMRP - CIP		621.10
Total for Check Number 63348:				985.29
63349	10178	Trench & Traffic Supply	10/01/2025	
	TT085339-004	Rental Equipment - WMRP - CIP		1,163.70
	TT085676-003	Rental Equipment - WMRP - CIP		453.85
	TT086618-001	Rental Equipment - WMRP - CIP		799.08
Total for Check Number 63349:				2,416.63
ACH	10019	CalPERS	10/01/2025	
		PR Batch 00001.10.2025 PERS	PR Batch 00001.10.2025 PER	4,334.90
		PR Batch 00001.10.2025 1959 Survivor	PR Batch 00001.10.2025 1959	26.04
		PR Batch 00001.10.2025 PERS	PR Batch 00001.10.2025 PER	9,173.74
		PR Batch 00001.10.2025 PERS	PR Batch 00001.10.2025 PER	4,637.07
		PR Batch 00001.10.2025 PERS	PR Batch 00001.10.2025 PER	4,220.54
		PR Batch 00001.10.2025 457 Loan Payment	PR Batch 00001.10.2025 457	2,057.78
		PR Batch 00001.10.2025 457 Flat	PR Batch 00001.10.2025 457	7,756.05
		PR Batch 00001.10.2025 457 Percent	PR Batch 00001.10.2025 457	1,100.33
		PR Batch 00001.10.2025 Roth Flat	PR Batch 00001.10.2025 Roth	335.00
		PR Batch 00001.10.2025 ER Paid EE PERS	PR Batch 00001.10.2025 ER 1	772.82
Total for this ACH Check for Vendor 10019:				34,414.27
ACH	10060	EDD	10/01/2025	

Check No	Vendor No Invoice No	Vendor Name Description	Check Date Reference	Check Amount
		PR Batch 00001.10.2025 State Income Tax	PR Batch 00001.10.2025 Stat	5,929.96
		PR Batch 00001.10.2025 SDI	PR Batch 00001.10.2025 SDI	1,790.00
		Total for this ACH Check for Vendor 10060:		7,719.96
ACH	10090	Internal Revenue Service	10/01/2025	
		PR Batch 00001.10.2025 Federal Income Tax	PR Batch 00001.10.2025 Fed	16,545.94
		PR Batch 00001.10.2025 Medicare Employer Po	PR Batch 00001.10.2025 Med	2,143.23
		PR Batch 00001.10.2025 Medicare Employee Pc	PR Batch 00001.10.2025 Med	2,246.68
		Total for this ACH Check for Vendor 10090:		20,935.85
ACH	10509	BRI	10/01/2025	
		PR Batch 00001.10.2025 Health Savings Accour	PR Batch 00001.10.2025 Hea	1,451.52
		Total for this ACH Check for Vendor 10509:		1,451.52
		Total for 10/1/2025:		290,065.45
63351	10206 9165048414	Airgas USA, LLC Tools - Utility	10/08/2025	1,673.43
		Total for Check Number 63351:		1,673.43
63352	10005 1YXC-MILY-GYJ1	Amazon Capital Services Supplies - ADMIN	10/08/2025	22.64
		Total for Check Number 63352:		22.64
63353	10008 11196	Auto Solutions By Single Repairs & Maintenance Truck #415	10/08/2025	1,738.30
		Total for Check Number 63353:		1,738.30
63354	10013 1113226	Benefit Resources Monthly Administration September 2025	10/08/2025	175.00
		Total for Check Number 63354:		175.00
63355	10023 Sept 2025 Sept 2025 Sept 2025	Card Services Deposit Hotel AWWA Conference ChatGPT Plus Subscription Tool for Truck #420	10/08/2025	286.47 20.00 297.88
		Total for Check Number 63355:		604.35
63356	10024 Sept 2025 Sept 2025 Sept 2025 Sept 2025	Card Services 2025 ACWA Fall Conference Tom and Bruce Supplies Monthly Fee - Adobe, Zoom and ChatGPT Meals	10/08/2025	1,101.20 32.31 57.36 94.01
		Total for Check Number 63356:		1,284.88
63357	10025 Sept 2025 Sept 2025 Sept 2025	Card Services ChatGPT Plus Subscription AWWA 2026 Conference - Ben Voelz Cash Back Rewards	10/08/2025	40.00 595.00 -94.00
		Total for Check Number 63357:		541.00

Check No	Vendor No Invoice No	Vendor Name Description	Check Date Reference	Check Amount
63358	10028 Sept 2025	Card Services Monthly Amazon Web, ChatGPT, IVR	10/08/2025	53.69
Total for Check Number 63358:				53.69
63359	10030 Sept 2025 Sept 2025 Sept 2025 Sept 2025	Card Services ChatGPT Plus Subscription Materials Employee Reconciliation Hotel Deposit AWWA Conference - Ben Voelz	10/08/2025	20.00 12.98 29.97 286.47
Total for Check Number 63359:				349.42
63360	10031 Sept 2025 Sept 2025 Sept 2025	Card Services ChatGPT Plus Subscription Wristbands for Festival Fall ACWA Conference Airfare	10/08/2025	20.00 258.28 445.60
Total for Check Number 63360:				723.88
63361	10032 10/01/2025 10/01/2025	Card Services Reimbursement for Accidental Personal Expense Nitro Subscription	10/08/2025	62.63 50.00
Total for Check Number 63361:				112.63
63362	10033 0707296 0707296	CB&T/ ACWA-JPIA Retired Medical Benefits	10/08/2025	9,882.43 64,110.81
Total for Check Number 63362:				73,993.24
63363	10243 0782280501 Oct 2025	Chicago Title Company Clsd Acct Refund 8824 Kelsey Dr	10/08/2025	249.75
Total for Check Number 63363:				249.75
63364	10036 4245147659	Cintas Uniforms - OPS	10/08/2025	182.64
Total for Check Number 63364:				182.64
63365	10052 DP2505011	Dataprose LLC Sept 2025 - EBill	10/08/2025	199.38
Total for Check Number 63365:				199.38
63366	10551 900099221	ESRI Year 1 of 3 Enterprise Agreement Fee Software	10/08/2025	30,200.00
Total for Check Number 63366:				30,200.00
63367	10554 1163670201 Oct 25	Fidelity National Title Clsd Acct Refund 9051 Allenford Pl	10/08/2025	272.86
Total for Check Number 63367:				272.86
63368	10552 CR-92	Flint Builders Constructiion Meter Rental Refund	10/08/2025	899.20
Total for Check Number 63368:				899.20
63369	10071	Fluid Tech Hydraulics Inc.	10/08/2025	

Check No	Vendor No Invoice No	Vendor Name Description	Check Date Reference	Check Amount
	131624	Repairs & Maintenance Vermeer		194.40
			Total for Check Number 63369:	194.40
63370	10291 Boot Reimbursement	Gabriel Guerrero Boot Reimbursement	10/08/2025	240.32
			Total for Check Number 63370:	240.32
63371	10082 Boot Reim Oct 2025	James Hinegardner Boot Reimbursement	10/08/2025	315.32
			Total for Check Number 63371:	315.32
63372	10515 1680890106-Oct 2025	Old Republic Title Company Clsd Acct Refund 9677 Anton Oaks Wy	10/08/2025	21.81
			Total for Check Number 63372:	21.81
63373	10126 0610814257	Pace Supply Corp Materials - Distribution	10/08/2025	326.65
			Total for Check Number 63373:	326.65
63374	10130 3412683 3416048	Pest Control Center Inc Pest Control Aug 2025 - MOC Pest Control Aug 2025	10/08/2025	84.00 85.00
			Total for Check Number 63374:	169.00
63375	10553 0870161300 Oct 2025	Placer Title Co Clsd Acct Refund 9200 Camden Lake Wy	10/08/2025	185.22
			Total for Check Number 63375:	185.22
63376	10144 0922-009781081 0922-009782159	Republic Services #922 Waste, Organics, and Recycle - ADMIN Waste, Organics, and Recycle - MOC	10/08/2025	654.58 2,944.98
			Total for Check Number 63376:	3,599.56
63377	10145 28317 28318	Rooco Rents Materials WMRP CIP Materials WMRP CIP	10/08/2025	1,581.50 255.00
			Total for Check Number 63377:	1,836.50
63378	10149 Doc#202509080735	Sacramento County Clerk/Recorder Lien 8916 Mandalay Way	10/08/2025	20.00
			Total for Check Number 63378:	20.00
63379	10160 3993769-0	Sierra Office Supplies Supplies - ADMIN	10/08/2025	18.91
			Total for Check Number 63379:	18.91
63380	10161 6860502 - Sept 2025	SMUD 9829 Waterman Road	10/08/2025	1,009.04
			Total for Check Number 63380:	1,009.04
63381	10164	Springbrook Holding Co. LLC	10/08/2025	

Check No	Vendor No Invoice No	Vendor Name Description	Check Date Reference	Check Amount
	010101	ERP		1,788.60
			Total for Check Number 63381:	1,788.60
63382	10189 6124642577	Verizon Wireless MIFI's, On Call phone - OPS	10/08/2025	650.24
			Total for Check Number 63382:	650.24
63383	10192 107536174 107536174 107536174 107536174 107536174 107536174	Wex Bank Fuel - Utility Fuel Fuel - Tech Fuel - Treatment Fuel - ADMIN Fuel - Distribution	10/08/2025	1,733.38 48.00 97.71 636.09 38.64 1,860.68
			Total for Check Number 63383:	4,414.50
			Total for 10/8/2025:	128,066.36
63384	10005 1MVM-QYCW-9PQT 1V44-7X4R-G7T9	Amazon Capital Services Supplies - ADMIN Tools - Treatment	10/15/2025	284.51 215.28
			Total for Check Number 63384:	499.79
63385	10014 SI05263 SI05264 SI05342 SI05617 SI05618	BSK Associates Sampling - Treatment Sampling - Treatment Sampling - Treatment Sampling - Treatment Sampling - Treatment	10/15/2025	228.00 36.00 36.00 71.00 71.00
			Total for Check Number 63385:	442.00
63386	10022 Sept 2025 Sept 2025 Sept 2025 Sept 2025	Card Services Supplies - Utility Dispose Old Electronics Supplies - Utility ChatGPT Subscription	10/15/2025	31.66 50.00 134.46 20.00
			Total for Check Number 63386:	236.12
63387	10026 Sept 2025	Card Services Materials - Distribution	10/15/2025	12.94
			Total for Check Number 63387:	12.94
63388	10027 Sept 2025 Sept 2025 Sept 2025 Sept 2025	Card Services Supplies - Distribution Repairs & Maintenance of Equipment Repairs & Maintenance of Equipment Training - Gaberial Guerrero	10/15/2025	28.20 28.04 89.13 205.00
			Total for Check Number 63388:	350.37
63389	10029 Sept 2025 Sept 2025	Card Services ChatGPT Subscription Repairs & Maintenance of Equipment - Vactor	10/15/2025	20.00 528.34

Check No	Vendor No Invoice No	Vendor Name Description	Check Date Reference	Check Amount
	Sept 2025	Materials - Distribution		91.25
			Total for Check Number 63389:	639.59
63390	10033 Workers Comp Q1	CB&T/ ACWA-JPIA Workers Comp Program - Q1	10/15/2025	25,649.51
			Total for Check Number 63390:	25,649.51
63391	10036 4245906509	Cintas Uniforms - OPS	10/15/2025	182.64
			Total for Check Number 63391:	182.64
63392	10040 91615008410 Sept 2025 91615008410 Sept 2025	Consolidated Communications Internet and Phone - MOC/ADMIN Internet and Phone - MOC/ADMIN	10/15/2025	879.31 879.31
			Total for Check Number 63392:	1,758.62
63393	10049 20250251134 20250251583 20250252132 20250280862 20250280889 20250281399 20250281400 20250281795	County of Sacramento Property Tax Bill - 9076 Locust St Property Tax Bill - Emerald Oak Dr Property Tax Bill - Ranch Park Wy Property Tax Bill - Dino Dr Property Tax Bill - 9829 Waterman Rd Property Tax Bill - Webb St Property Tax Bill - Webb St Property Tax Bill - Elk Grove Florin Rd	10/15/2025	100.00 100.00 100.00 100.00 100.00 100.00 100.00 100.00
			Total for Check Number 63393:	800.00
63394	10258 1000339580	Coverall North America, Inc Janitorial Services - MOC	10/15/2025	499.00
			Total for Check Number 63394:	499.00
63395	10052 3P103966	Dataprose LLC Advertising - Bucksip	10/15/2025	698.94
			Total for Check Number 63395:	698.94
63396	10056 9633407	DMV Pull Notice - HR	10/15/2025	24.00
			Total for Check Number 63396:	24.00
63397	10458 1689601412 Sept 2025	First American Title Company Clsd Acct Refund 9705 Anton Oaks Wy	10/15/2025	230.39
			Total for Check Number 63397:	230.39
63398	10556 010J4406	Harrington Industrial Plastics LLC Repairs & Maintenance of Equipment	10/15/2025	651.45
			Total for Check Number 63398:	651.45
63399	10557 20818	Johnny On The Spot Cleaning and Restorat Carpet Cleaning - ADMIN	10/15/2025	1,388.00
			Total for Check Number 63399:	1,388.00
63400	10558	OSN Escrow, Inc	10/15/2025	

Check No	Vendor No Invoice No	Vendor Name Description	Check Date Reference	Check Amount
	1681190100 Oct 2025	Clsd Acct Refund 9616 Apple Mill Dr		143.74
			Total for Check Number 63400:	143.74
63401	10127 2503509759-8 Sept 20	Pacific Gas & Electric Company Gas	10/15/2025	32.61
			Total for Check Number 63401:	32.61
63402	10359 17168	Robertson-Bryan, Inc CCR and PHG Report	10/15/2025	1,018.50
			Total for Check Number 63402:	1,018.50
63403	10150 50005891665 August	Sacramento County Utilities Sewage Collection	10/15/2025	2,446.49
			Total for Check Number 63403:	2,446.49
63404	10160 3995016-0 3996219-0	Sierra Office Supplies Supplies - ADMIN Supplies - ADMIN	10/15/2025	464.69 455.72
			Total for Check Number 63404:	920.41
63406	10161 185955 Sept 2025	SMUD Electricity - Ranch Park/Kelsey Dr	10/15/2025	2,185.54
			Total for Check Number 63406:	2,185.54
63407	10161 2839116 Sept 2025	SMUD Electricity - 9818 Dino Dr	10/15/2025	10,977.83
			Total for Check Number 63407:	10,977.83
63408	10161 2933501 Sept 2025	SMUD Electricity - 9715 Railroad St	10/15/2025	18,572.97
			Total for Check Number 63408:	18,572.97
63409	10161 3548843 Sept 2025	SMUD Electricity - 9085 Elk Grove Bl	10/15/2025	2,245.40
			Total for Check Number 63409:	2,245.40
63410	10161 3793 Sept 2025	SMUD Electricity - 8840 Elk Wy	10/15/2025	40.30
			Total for Check Number 63410:	40.30
63411	10161 59633 Sept 2025	SMUD Electricity - 9205 Meadow Grove Dr	10/15/2025	8,938.42
			Total for Check Number 63411:	8,938.42
63412	10161 6034535 Sept 2025	SMUD Electricity - 9035 Polhemus Dr	10/15/2025	3,596.29
			Total for Check Number 63412:	3,596.29
63413	10163 2339	Solutions by BG Inc. IT Services & Daily Tasks	10/15/2025	9,260.79

Check No	Vendor No Invoice No	Vendor Name Description	Check Date Reference	Check Amount
			Total for Check Number 63413:	9,260.79
63414	10170 10764455	Teichert Aggregates Materials - WMRP CIP	10/15/2025	689.54
			Total for Check Number 63414:	689.54
63415	10175 2131872	Threattrack Security Inc. Anti Virus Software - ADMIN	10/15/2025	765.70
			Total for Check Number 63415:	765.70
63416	10176 5036020307	Toshiba Financial Services Copier - ADMIN	10/15/2025	405.70
			Total for Check Number 63416:	405.70
ACH	10019	CalPERS PR Batch 00002.10.2025 Roth Flat PR Batch 00002.10.2025 457 Loan Payment PR Batch 00002.10.2025 457 Percent PR Batch 00002.10.2025 457 Flat	10/15/2025 PR Batch 00002.10.2025 Rotl PR Batch 00002.10.2025 457 PR Batch 00002.10.2025 457 PR Batch 00002.10.2025 457	235.00 2,355.07 1,100.33 7,831.05
		Total for this ACH Check for Vendor 10019:		11,521.45
ACH	10060	EDD PR Batch 00002.10.2025 State Income Tax PR Batch 00002.10.2025 SDI	10/15/2025 PR Batch 00002.10.2025 Stati PR Batch 00002.10.2025 SDI	7,891.37 2,093.07
		Total for this ACH Check for Vendor 10060:		9,984.44
ACH	10090	Internal Revenue Service PR Batch 00002.10.2025 Medicare Employee Pc PR Batch 00002.10.2025 Medicare Employer Po PR Batch 00002.10.2025 Federal Income Tax	10/15/2025 PR Batch 00002.10.2025 Med PR Batch 00002.10.2025 Med PR Batch 00002.10.2025 Fed	2,607.82 2,509.54 21,675.09
		Total for this ACH Check for Vendor 10090:		26,792.45
ACH	10509	BRI PR Batch 00002.10.2025 Health Savings Accour	10/15/2025 PR Batch 00002.10.2025 Hea	1,451.52
		Total for this ACH Check for Vendor 10509:		1,451.52
			Total for 10/15/2025:	146,053.45
63417	10161 1202265 Sept 2025	SMUD Electricity - 10113 Hampton Oak Dr	10/20/2025	8,909.57
			Total for Check Number 63417:	8,909.57
			Total for 10/20/2025:	8,909.57
63418	10002 742914	AFLAC Voluntary Insurance Benefits	10/22/2025	927.98
			Total for Check Number 63418:	927.98
63419	10455 5104425	Alpha Analytical Laboratories, Inc Sampling - Treatment	10/22/2025	20.00

Check No	Vendor No Invoice No	Vendor Name Description	Check Date Reference	Check Amount
	5105697	Sampling - Treatment		60.00
	5105748	Sampling - Treatment		1,260.00
			Total for Check Number 63419:	1,340.00
63420	10005	Amazon Capital Services	10/22/2025	
	1NDD-HTCN-MVCN	Tools - Treatment		514.81
			Total for Check Number 63420:	514.81
63421	10508	Applied Technology Group, Inc	10/22/2025	
	106260	Repairs & Maintenance of Equipment - Treatment		600.00
			Total for Check Number 63421:	600.00
63422	10211	Aqua-Metric Sales, Co.	10/22/2025	
	0110665	AMI Project CIP		17,650.00
	0110666	AMI Project CIP		10,500.00
			Total for Check Number 63422:	28,150.00
63423	10454	Area Portable Services, Inc	10/22/2025	
	152257	Facilities Rental - Utility Crew		633.77
			Total for Check Number 63423:	633.77
63424	10009	Backflow Technologies	10/22/2025	
	25-28086	Backflow Testing		3,080.00
			Total for Check Number 63424:	3,080.00
63425	10012	Bay Alarm Company	10/22/2025	
	22525511	Monitoring, Sprinkler, and Security Services - O		2,406.09
	22525511	Monitoring, Sprinkler - ADMIN		621.03
			Total for Check Number 63425:	3,027.12
63426	10559	Best Best & Krieger	10/22/2025	
	1043033	Legal - September 2025		2,927.50
			Total for Check Number 63426:	2,927.50
63427	10221	BKS Law Firm, PC	10/22/2025	
	August & September 2	August & September 2025 Legal Services		5,053.29
			Total for Check Number 63427:	5,053.29
63428	10014	BSK Associates	10/22/2025	
	SI05435	Sampling - Treatment		228.00
	SI05588	Sampling - Treatment		228.00
	SI05595	Sampling - Treatment		36.00
	SI05602	Sampling - Treatment		36.00
	SI05718	Sampling - Treatment		71.00
	SI05721	Sampling - Treatment		71.00
	SI05843	Sampling - Treatment		71.00
	SI05844	Sampling - Treatment		71.00
	SI05887	Sampling - Treatment		71.00
			Total for Check Number 63428:	883.00
63429	10015	Calif Special Districts Assoc.	10/22/2025	
	2233 Renewal	2026 CSDA Membership Renewal		9,930.00

Check No	Vendor No Invoice No	Vendor Name Description	Check Date Reference	Check Amount
Total for Check Number 63429:				9,930.00
63430	10228 33895	California Cut & Core, Inc Flat Saw WMRP CIP	10/22/2025	957.50
Total for Check Number 63430:				957.50
63431	10033 1581	CB&T/ ACWA-JPIA Annual Renewal of Auto and General Liability In	10/22/2025	111,361.18
Total for Check Number 63431:				111,361.18
63432	10034 70485	CCPPM Printing - ADMIN	10/22/2025	1,090.50
Total for Check Number 63432:				1,090.50
63433	10036 4235528321 4246616111 5278412203 5298070915 5298070916	Cintas Uniforms - OPS Uniforms - OPS Medicine Supply Cabinet-Admin Medicine Cabinet - ADMIN Medicine Cabinet - MOC	10/22/2025	182.64 182.64 147.25 92.14 401.87
Total for Check Number 63433:				1,006.54
63434	10053 October 2025	DB Constructional Landscape Maintenance of All Wells and Offices - MOC/AI	10/22/2025	3,360.00
Total for Check Number 63434:				3,360.00
63435	10272 14268	E Source Companies, LLC 2024 Water Audit	10/22/2025	3,000.00
Total for Check Number 63435:				3,000.00
63436	10076 863728226	Grainger Materials - Treatment	10/22/2025	364.38
Total for Check Number 63436:				364.38
63437	10093 10116 10116 10117 10117	Jay's Trucking Service Dump Fees WMRP CIP Dump Fees Dump Fees WRMP CIP Contracted Services WMRP CIP	10/22/2025	570.00 180.00 150.00 1,620.00
Total for Check Number 63437:				2,520.00
63438	10332 1155611 1160714	NTS Equipment Rental WMRP CIP Equipment Rental WMRP CIP	10/22/2025	111.29 1,215.22
Total for Check Number 63438:				1,326.51
63439	10125 2585-296953 2585-296955	O'Reilly Auto Parts Repairs & Maintenance Automotive Repairs & Maintenance Automotive	10/22/2025	16.28 18.25
Total for Check Number 63439:				34.53
63440	10126	Pace Supply Corp	10/22/2025	

Check No	Vendor No Invoice No	Vendor Name Description	Check Date Reference	Check Amount
	0610851621	Materials - Distribution		520.87
			Total for Check Number 63440:	520.87
63441	10348 7896	Power Services, Inc Certified Flow Meter Report with Pump Test - Ti	10/22/2025	6,650.00
			Total for Check Number 63441:	6,650.00
63442	10145 27008 27118 28382 28398	Rooco Rents Materials WMRP CIP Contracted Services WMRP CIP Contracted Services WMRP CIP Contracted Services WMRP CIP	10/22/2025	1,918.98 1,327.61 1,362.95 1,732.48
			Total for Check Number 63442:	6,342.02
63443	10150 13401101230000 Sept	Sacramento County Utilities Sewer - ADMIN	10/22/2025	351.60
			Total for Check Number 63443:	351.60
63444	10160 3993769-1 3997348-0	Sierra Office Supplies Supplies - ADMIN Supplies - ADMIN	10/22/2025	53.39 113.68
			Total for Check Number 63444:	167.07
63445	10379 711710212025	Southwest Answering Service, Inc On Call & After Hours Answering Service	10/22/2025	815.63
			Total for Check Number 63445:	815.63
63446	10170 10765126 10765866	Teichert Aggregates Materials WMRP CIP Materials WMRP CIP	10/22/2025	1,192.87 595.99
			Total for Check Number 63446:	1,788.86
			Total for 10/22/2025:	198,724.66
ACH	10019	CalPERS PR Batch 00004.10.2025 Roth Flat PR Batch 00004.10.2025 457 Flat PR Batch 00004.10.2025 457 Loan Payment PR Batch 00004.10.2025 457 Percent	10/29/2025 PR Batch 00004.10.2025 Roth PR Batch 00004.10.2025 457 PR Batch 00004.10.2025 457 PR Batch 00004.10.2025 457	235.00 7,831.05 2,429.63 1,100.33
			Total for this ACH Check for Vendor 10019:	11,596.01
ACH	10060	EDD PR Batch 00003.10.2025 State Income Tax PR Batch 00004.10.2025 SDI PR Batch 00004.10.2025 State Income Tax PR Batch 00003.10.2025 SDI	10/29/2025 PR Batch 00003.10.2025 State PR Batch 00004.10.2025 SDI PR Batch 00004.10.2025 State PR Batch 00003.10.2025 SDI	-212.56 1,795.16 6,366.89 -22.32
			Total for this ACH Check for Vendor 10060:	7,927.17
ACH	10090	Internal Revenue Service PR Batch 00004.10.2025 Medicare Employee Pc PR Batch 00003.10.2025 Medicare Employer Po PR Batch 00003.10.2025 Federal Income Tax	10/29/2025 PR Batch 00004.10.2025 Med PR Batch 00003.10.2025 Med PR Batch 00003.10.2025 Fed	2,248.01 -26.97 -446.30

Check No	Vendor No Invoice No	Vendor Name Description	Check Date Reference	Check Amount
		PR Batch 00003.10.2025 Medicare Employee Pc	PR Batch 00003.10.2025 Med	-26.97
		PR Batch 00004.10.2025 Federal Income Tax	PR Batch 00004.10.2025 Fed	16,250.07
		PR Batch 00004.10.2025 Medicare Employer Po	PR Batch 00004.10.2025 Med	2,149.61
		Total for this ACH Check for Vendor 10090:		20,147.45
ACH	10509	BRI	10/29/2025	
		PR Batch 00004.10.2025 Health Savings Accour	PR Batch 00004.10.2025 Hea	1,451.52
		Total for this ACH Check for Vendor 10509:		1,451.52
		Total for 10/29/2025:		41,122.15
63447	10203	ACWA	10/30/2025	
	2026 Membership Dues	2026 Annual Agency Dues		24,440.00
		Total for Check Number 63447:		24,440.00
63448	10005	Amazon Capital Services	10/30/2025	
	1K9N-DW96-XD7Y	Supplies - Admin		9.59
	1LHJ-NHTN-J3DP	Repairs & Maintenance- Treatment		65.70
	1NQ7-GH39-L1MY	Supplies - Admin		12.94
	1THP-6X7V-LX47	Repairs & Maintenance- Utility		129.55
	1THP-6X7V-LX47	Repairs & Maintenance- Utility		14.59
		Total for Check Number 63448:		232.37
63449	10211	Aqua-Metric Sales, Co.	10/30/2025	
	INV0110780	Meters - Distribution		27,073.00
	INV0110781	Meters - Distribution		2,815.87
	INV0110782	Meters - Distribution		31,749.99
	INV0110783	Meters - Distribution		26,817.75
		Total for Check Number 63449:		88,456.61
63450	10567	Arnold Vierra	10/30/2025	
	09304300-00	Clsd Acct- 8509 Crown Prince Ct		6.17
		Total for Check Number 63450:		6.17
63451	10224	Brenntag Pacific, Inc	10/30/2025	
	BPI558127	Chemicals- Treatment		3,040.91
		Total for Check Number 63451:		3,040.91
63452	10568	Brunhilde E. Nigh Trust	10/30/2025	
	01201000-00	Clsd Acct - 9456 Acapulco/8925 Second Ave		125.01
		Total for Check Number 63452:		125.01
63453	10014	BSK Associates	10/30/2025	
	SI05752	Sampling - Treatment		228.00
	SI05757	Sampling - Treatment		36.00
	SI05758	Sampling - Treatment		36.00
	SI05760	Sampling - Treatment		36.00
	SI05761	Sampling - Treatment		36.00
	SI06109	Sampling - Treatment		71.00
	SI06110	Sampling - Treatment		71.00
	SI06111	Sampling - Treatment		71.00
	SI06112	Sampling - Treatment		71.00

Check No	Vendor No Invoice No	Vendor Name Description	Check Date Reference	Check Amount
	SI06116	Sampling - Treatment		71.00
	SI06117	Sampling - Treatment		49.00
	SI06118	Sampling - Treatment		71.00
				<hr/>
Total for Check Number 63453:				847.00
63454	10570 CR-94	Central Valley Engineering & Asphalt Inc Construction Permit #533 Refund	10/30/2025	
				<hr/>
				2,217.88
Total for Check Number 63454:				2,217.88
63455	10494 11634800000 Oct 202	Christina Wion Active Acct - 9314 Dever Cir	10/30/2025	
				<hr/>
				333.72
Total for Check Number 63455:				333.72
63456	10563 14809101-02	Cypress Title Corporation Clsd Acct- 9398 Granite Falls Ct	10/30/2025	
				<hr/>
				38.28
Total for Check Number 63456:				38.28
63457	10517 1671500100 Oct 2025	Davinder Singh Active Acct - 9490 Rhone Valley Way	10/30/2025	
				<hr/>
				308.98
Total for Check Number 63457:				308.98
63458	10496 19510222-00 19510238-00 19510266-00 19510270-00	Elliott Homes Communities LLC Clsd Acct - 9228 Janowicz St Clsd Acct - 9078 Elliott Springs Dr Clsd Acct - 9260 Janowicz St Clsd Acct - 9269 Janowicz St	10/30/2025	
				78.56
				158.24
				302.52
				40.14
				<hr/>
Total for Check Number 63458:				579.46
63459	10486 14622302-04	Fidelity National Title Clsd Acct - 9437 Red Spruce Way	10/30/2025	
				<hr/>
				117.13
Total for Check Number 63459:				117.13
63460	10469 01201000-00	Fidelity National Title Comany Clsd Acct- 9456 Acapulco/8925 Second Ave	10/30/2025	
				<hr/>
				68.32
Total for Check Number 63460:				68.32
63461	10286 13634700-00	Fidelity National Title Company Clsd Acct - 9468 Heathman Way	10/30/2025	
				<hr/>
				32.55
Total for Check Number 63461:				32.55
63462	10079 14714368	Hach Company Supplies - Treatment	10/30/2025	
				<hr/>
				137.94
Total for Check Number 63462:				137.94
63463	10560 INV-3098	Halogen Systems, Inc Repairs & Maintenance- Treatment	10/30/2025	
				<hr/>
				4,803.03
Total for Check Number 63463:				4,803.03
63464	10564 03200703-01	Jillian Chavez Clsd Acct - 9536 Batey Ave	10/30/2025	
				<hr/>
				9.28

Check No	Vendor No Invoice No	Vendor Name Description	Check Date Reference	Check Amount
			Total for Check Number 63464:	9.28
63465	10465 1601540200 Oct 2025	Josefina Bigornia Active Acct - 9467 Rush Creek Ct	10/30/2025	342.71
			Total for Check Number 63465:	342.71
63466	10098 13262	Kevin Young Concrete Company Contracted Services- Repair of sidewalk	10/30/2025	2,850.00
			Total for Check Number 63466:	2,850.00
63467	10566 12720600-01	Lamberto DeLeon Cldd Acct - 9385 Sierra Creek Dr	10/30/2025	89.01
			Total for Check Number 63467:	89.01
63468	10459 06909302-01	Lennar Title, Inc Cldd Acct - 8654 Argus Ct	10/30/2025	6.19
			Total for Check Number 63468:	6.19
63469	10105 305983	Liebert Cassidy Whitmore Legal Services	10/30/2025	836.00
			Total for Check Number 63469:	836.00
63470	10110 107000-P	Metro Mailing Service Postage- Winter Water Drop	10/30/2025	3,024.02
			Total for Check Number 63470:	3,024.02
63471	10115 57317B43428	Miscowater Supplies - Treatment	10/30/2025	547.34
			Total for Check Number 63471:	547.34
63472	10130 3422912	Pest Control Center Inc Pest Control- Admin	10/30/2025	85.00
			Total for Check Number 63472:	85.00
63473	10137 September 2025	Purchase Power Postage	10/30/2025	80.78
			Total for Check Number 63473:	80.78
63474	10139 30035191	Radial Tire of Elk Grove Repair & Maintenance (Auto)- Distribution	10/30/2025	25.00
			Total for Check Number 63474:	25.00
63475	10561 1553760101 Oct 2025	Ravinder Singh Active Acct-9748 Headley Way	10/30/2025	488.12
			Total for Check Number 63475:	488.12
63476	10356 RWA 25-309	Regional Water Authority Sacramento Regional Water Bank- Phase 3	10/30/2025	13,900.00
			Total for Check Number 63476:	13,900.00

Check No	Vendor No Invoice No	Vendor Name Description	Check Date Reference	Check Amount
63477	10536 00154403-02	RNB Property Management Elk Grove Clsd Acct - 8954 Truman St	10/30/2025	77.48
Total for Check Number 63477:				77.48
63478	10145 28414 28456 28492 28493	Rooco Rents Materials- WMRP CIP Materials- WMRP CIP Materials- WMRP CIP Materials- WMRP CIP	10/30/2025	1,309.94 1,088.09 1,345.28 1,345.28
Total for Check Number 63478:				5,088.59
63479	10565 14622302-04	Shannon Huber Clsd Acct - 9437 Red Spruce Way	10/30/2025	37.30
Total for Check Number 63479:				37.30
63480	10160 3997348-1 3997449-0	Sierra Office Supplies Supplies - Admin Supplies - Admin	10/30/2025	19.55 137.87
Total for Check Number 63480:				157.42
63481	10163 2342	Solutions by BG Inc. Contracted Services - IT	10/30/2025	9,334.36
Total for Check Number 63481:				9,334.36
63482	10167 OP#52539	SWRCB-DWOC D3 Renewal - Brandon Kent	10/30/2025	90.00
Total for Check Number 63482:				90.00
63483	10387 CR-93	Teichert Construction Permit#536 Refund	10/30/2025	2,677.47
Total for Check Number 63483:				2,677.47
63484	10170 10768181	Teichert Aggregates Materials -WMRP CIP	10/30/2025	595.03
Total for Check Number 63484:				595.03
63485	10569 00126401-01	The Crump Rev Living Trust Clsd Acct- 9175 Locust St	10/30/2025	188.49
Total for Check Number 63485:				188.49
63486	10562 1291520002 Oct 2025	Trina Trieu Active Acct - 9465 Heathman Wy	10/30/2025	324.21
Total for Check Number 63486:				324.21
63487	10192 108129360 108129360 108129360 108129360 108129360	Wex Bank Fuel- Utility Fuel- Other Adjustments Fuel- Treatment Fuel- Distribution Fuel- Management A	10/30/2025	1,620.80 34.50 409.91 1,678.84 38.27
Total for Check Number 63487:				3,782.32

Check No	Vendor No Invoice No	Vendor Name Description	Check Date Reference	Check Amount
Total for 10/30/2025:				170,421.48
Report Total (165 checks):				983,363.12

BOARD AND EMPLOYEE MONTHLY EXPENSE/REIMBURSEMENTS**As of 10/31/2025**

INDIVIDUAL	DESCRIPTION	AMOUNT PAID
Travis Franklin	Airfare ACWA Fall Conference	\$445.60
Gabe Guerrero	Boot Reimbursement	\$240.32
Gabe Guerrero	Water Math Training	\$205.00
Aaron Hewitt	Hotel Deposit AWWA Fall Conference	\$286.47
Aaron Hewitt	AWWA Annual Dues	\$336.00
James Hinegardner	Boot Reimbursement	\$315.32
Bruce Kamilos	Airfare ACWA Fall Conference	\$550.60
Tom Nelson	Airfare ACWA Fall Conference	\$550.60
Ben Voelz	AWWA 2026 Conference	\$595.00
Ben Voelz	Hotel Deposit AWWA Conference	\$286.47
		\$3,811.38

Active Account Information
As of 10/31/2025

	JULY	AUG	SEPT	OCT	NOV	DEC	JAN	FEB	MAR	APR	MAY	JUNE
Water Accounts:												
Metered												
Residential	12,564	12,556	12,579	12,560								
Commercial	356	355	355	355								
Irrigation	190	189	189	190								
Fire Service	191	191	191	191								
Total Accounts	13,301	13,291	13,314	13,296	-	-	-	-	-	-	-	-

Active Account Information
FY 2024/2025

	JULY	AUG	SEPT	OCT	NOV	DEC	JAN	FEB	MAR	APR	MAY	JUNE
Water Accounts:												
Metered												
Residential	12,421	12,444	12,441	12,444	12,443	12,445	12,465	12,483	12,518	12,522	12,525	12,552
Commercial	359	360	360	359	358	358	358	356	356	356	354	356
Irrigation	190	191	190	190	190	190	190	190	190	190	190	190
Fire Service	191	192	191	192	191	191	192	191	191	191	191	192
Total Accounts	13,161	13,187	13,182	13,185	13,182	13,184	13,205	13,220	13,255	13,259	13,260	13,290

**Bond Covenant Status
For Fiscal Year 2025-26
As of 10/31/2025**

Operating Revenues:

Charges for Services	\$	7,367,516
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Operating Expenses:

Salaries & Benefits		2,013,126
Seminars, Conventions and Travel		10,685
Office & Operational		741,556
Purchased Water		1,600,345
Outside Services		296,336
Equipment Rent, Taxes, and Utilities		206,972
Total Operating Expenses		4,869,020

Net Operating Income	\$	2,498,496
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Annual Interest & Principal Payments		
\$3,941,503	\$	1,313,834 ⁽¹⁾

Debt Service Coverage Ratio, YTD Only:	1.90
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Required	1.15
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Notes

⁽¹⁾ Reflects budget divided by number of months year to date.
However, first Principal/Interest Payments made in September.
Projected Annual Budget Coverage Ratio is

1.51

CASH - Detail Schedule of Investments
As of 10/31/2025

G/L Account : Fund		<u>Account number / name</u>	<u>Investment Name</u>	<u>Investment Type</u>		<u>Restrictions</u>	<u>Market Value</u>			
<u>HELD BY BOND TRUSTEE:</u>										
1110-000-20	Water	BNY 892744 FRCD 2014A DEBT SERVICE	Dreyfus Inst Treasury	MM Mutual Fund		Restricted	0.00			
1112-000-20	Water	BNY 743850 FRCD 2016A DEBT SERVICE	Dreyfus Inst Treasury	MM Mutual Fund		Restricted	0.00			
						Subtotal	\$ -			
1001-000-20	Water	Cash on Hand				Unrestricted	\$ 300.00			
<u>HELD BY F&M BANK:</u>										
1011-000-20	Water	F&M 08-032017-01 OPERATING ACCOUNT				Unrestricted	1,951,596.59			
1084-000-20	Water	F&M 08-03201702-31 MONEY MARKET			2.53%	Unrestricted	1,182,513.19			
1031-000-20	Water	F&M 08-032912-01 CREDIT CARD ACCOUNT				Unrestricted	367,383.19			
1061-000-20	Water	F&M 08-032890-01 PAYROLL ACCOUNT				Unrestricted	302,117.88			
1071-000-20	Water	F&M 08-032920-01 DRAFTS ACCOUNT				Unrestricted	161,646.69			
						Subtotal	\$ 3,965,257.54			
<u>INVESTMENTS</u>										
1080-000-20	Water	Office of the Treasurer - Sacramento California	LAIF	Investment Pool	4.21%	Unrestricted	\$ 7,254,855.47			
							.			
1081-000-20	Water	CALTrust Medium Term		Investment	2.03%	Unrestricted	\$ 1,519,504.12			
1082-000-20	Water									
	<u>PURCHASE DATE</u>	<u>CUSIP</u>	<u>ISSUED BY</u>	<u>CALL DATE</u>	<u>MATURITY DATE</u>	<u>% of Portfolio</u>	<u>Current Yield</u>	<u>COST BASIS</u>	<u>MARKET VALUE</u>	
	9/30/2016	N/A	US Bank	N/A	N/A	4.60%	3.92%	\$ 191,887.69	\$ 191,887.69	
	11/19/2020	3135GA5H0	FNMA	07/10/20 - qtrly	11/25/2025	23.90%	0.580%	\$ 1,000,000.00	997,940.00	
	7/29/2021	3133EMT36	Federal Farm Credit Bks	04/15/26 - qtrly	4/15/2026	23.60%	0.880%	\$ 1,000,000.00	986,270.00	
	8/11/2025	333ETST5	Federal Farm Credit Bks	8/11/2026 - cont	8/11/2027	23.90%	3.98%	\$ 1,000,000.00	999,870.00	
	8/8/2025	3130B5K64	Federal Home Loan Bks	noncallable	3/10/2027	24.00%	3.98%	\$ 1,000,000.00	1,004,020.00	
								\$ 4,191,887.69	\$ 4,179,987.69	
								Total	\$ 16,919,904.82	
								Total Restricted	\$ -	
								Total Unrestricted	\$ 16,919,904.82	
YTM = Yield to Maturity										
qtrly = quarterly										
cont. = continuous										
		<u>Call Date</u>	<u>CUSIP</u>	<u>Issued by:</u>	<u>Call Date</u>	<u>Maturity Date</u>	<u>Interest Rate</u>	<u>YTM</u>	<u>Price</u>	<u>Market Value</u>
									\$ -	\$ -
Authorized Signers										
Bruce Kamilos										
Patrick Lee										
Donella Murillo										
Stefani Phillips										

Consultant Expenses
As of 10/31/2025

Fiscal Retainer Contracts

	Description	Total Contract	Current Month	Paid to date	2025-2026 FY Budget	Percent of year (33%)
BKS Law Firm, PC	Task orders	TBD	\$ 5,053	\$ 6,828		
Best Best & Krieger	Task orders	TBD	\$ 2,928	\$ 2,928		
Liebert Cassidy Whitmore	Task orders	TBD	\$ 836	\$ 6,381		
Total				\$ 16,137	\$ 120,000	13.45%
Solutions by BG, Inc.	Task orders		\$ 27,881	\$ 80,120	\$ 220,500	36.34%

Major Contracts

Consultant	Description	Total Contract	Paid to date	2023-2024 FY Budget	Percent of Contract Amount
	PSA		\$ -		#DIV/0!
	PSA		\$ -		#DIV/0!
	PSA		\$ -		#DIV/0!

**Major Capital Improvement Project
Budget vs Actuals
As of 10/31/2025**

Capital Project	Total Project Budget	Total	Percent Spent	Capitalized Labor	Fund Type	Project Type	Oct				
		Project Exp to Date					2025-26 Budget	Project Exp	Total YTD ⁽¹⁾	YTD % Spent	% of Project Complete
Eisenbeisz Street Watermain	\$ 412,000	\$ 306,138	74.31%	51,949	R&R	Supply/Distribution	\$ 186,000	\$ 2,417	\$ 80,336	43.19%	90%
EG Florin Frontage Rd	721,000	15,022	2.08%	-	R&R	Supply/Distribution	721,000	-	15,022	2.08%	0%
Meadow Grove Drive Watermain	269,000	169,775	63.11%	78,762	R&R	Supply/Distribution	269,000	76,209	169,775	63.11%	80%
City of EG Streetscape	70,000	-	0.00%	-	R&R	Supply/Distribution	70,000	-	-	0.00%	0%
ERP System	235,986	85,986	36.44%	-	R&R	Building and Site	150,000	-	38,393	25.60%	55%
Truck Replacement	120,000	100,555	83.80%	-	R&R	Building and Site	120,000	-	100,555	83.80%	100%
Vactor Tractor Replacement	175,000	142,932	81.68%	-	R&R	Building and Site	175,000	142,932	142,932	81.68%	100%
PLC - RRWTP Main Panel	800,000	547	0.07%	-	R&R	Treatment	800,000	-	547	0.07%	0%
AMI Project	1,734,000	120,086	6.93%	-	CIP	Supply/Distribution	1,634,000	28,150	28,150	1.72%	35%
Brinkman Transmission Main	199,800	24,900	12.46%	-	CIP	Supply/Distribution	150,000	-	-	0.00%	0%
Unforeseen Capital Projects	100,000	-	0.00%	-	-	-	100,000	-	-	0.00% ⁽²⁾	-
Sub-Total	\$ 4,836,786	\$ 965,942	19.97%	\$ 130,711			\$ 4,375,000	\$ 249,708	\$ 575,710	13.16%	

⁽¹⁾ Includes \$130,711 in capitalized labor through 10/31/2025

⁽²⁾ Includes unforeseen capital projects, including:

	-
	-
Total \$	-

November 18, 2025

TO: Chair and Directors of the Florin Resource Conservation District

FROM: Patrick Lee, Finance Manager/Treasurer

SUBJECT: **ANNUAL COMPREHENSIVE FINANCIAL REPORT FOR THE FISCAL YEARS ENDING JUNE 30, 2025, and 2024**

RECOMMENDATION

It is recommended that the Florin Resource Conservation District Board of Directors accept and file the Annual Comprehensive Financial Report for the fiscal years ending June 30, 2025, and 2024.

SUMMARY

The Florin Resource Conservation District (District) is required by Section 9528 of Division 9 of Public Resources Code to publish a complete set of financial statements presented in conformity with generally accepted accounting principles and audited in accordance with generally accepted auditing standards. The audit must be conducted by a firm of licensed certified public accountants.

This action, if approved, will result in the District Board of Directors (Board) accepting and filing the Annual Comprehensive Financial Report (Annual Report) for the fiscal years ending June 30, 2025, and 2024.

DISCUSSION

Background

The District provides the public with an Annual Report (Attachment 1) for the fiscal year ending on June 30th annually. The information presented in this annual report is intended to provide financial information with all the disclosures necessary to enable the District's customers, investment community and general public to assess the District's financial condition.

The audit was conducted by Badawi & Associates, Certified Public Accountants. Their work included an interim field audit in April and a comprehensive year end field audit in September.

Present Situation

In addition to the auditor's opinion, included in the Annual Report, the auditor also issues a Statement of Auditing Standards (SAS) 114 letter, *The Auditors Communication with Those*

**ANNUAL COMPREHENSIVE FINANCIAL REPORT FOR THE FISCAL YEARS ENDING
JUNE 30, 2025, AND 2024**

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Charges with Governance, and a SAS 115 letter, *Communicating Internal Control Related Matters Identified in an Audit*.

The SAS 114 letter (Attachment 2) is the auditor's communication with those charged with governance in relation to an audit and describes the auditor's responsibility under U.S. Generally Accepted Auditing Standards, the planned scope and timing of the audit, significant audit matters, and any other matters as required by professional standards.

The SAS 115 letter (Attachment 3) discusses the District's internal control over financial reporting and requires the auditor to communicate, in writing, to management and those charged with governance, significant deficiencies and material weaknesses identified in an audit.

The District's audit firm, Badawi & Associates, will be presenting to the Board the results of the audit, the opinion rendered based on their audit of the financial statements and any findings and recommendations.

ENVIRONMENTAL CONSIDERATION

There are no environmental considerations associated with this report.

STRATEGIC PLAN CONFORMITY

The recommendation made in this staff report conforms to the District's 2025-2030 Strategic Plan. The Strategic Plan directs staff to maintain fiscal responsibility with continuous achievement in sound accounting practices.

FINANCIAL SUMMARY

The following are key financial highlights of the Fiscal Year (FY) 2024-25 Annual Report:

- Elk Grove Water District
 - Revenues \$ 18,868,031
 - Expenses \$ 14,654,349
 - Assets \$ 115,277,524
 - Liabilities \$ 31,131,264

ANNUAL COMPREHENSIVE FINANCIAL REPORT FOR THE FISCAL YEARS ENDING JUNE 30, 2025, AND 2024

Page 3

- Net Position

○ Net Investment in Capital Assets	\$ 66,088,119
○ Restricted Net Position for OPEB	\$ 486,725
○ Unrestricted Net Position	<u>\$ 18,146,802</u>
○ Total Net Position	<u><u>\$ 84,721,646</u></u>

- Capital Assets

○ Land	\$ 946,353
○ Construction in Progress	\$ 426,668
○ Buildings/Improvements/Infra.	<u>\$ 92,360,727</u>
○ Total Net Capital Assets	<u><u>\$ 93,733,748</u></u>

- The District's total assets were \$115.3 million, \$108.6 million and \$107.7 million for the years ended June 30, 2025, 2024 and 2023, respectively. There was an increase in total assets of \$6.6 million, or 6.11% during fiscal year ended June 30, 2025, and increase of \$0.9 million, or 0.89% during fiscal year ended June 30, 2024, and an increase of \$4.6 million, or 4.47% during fiscal year ended June 30, 2023, respectively. The increase in fiscal year ended June 30, 2025, was due mainly to developers installed and donated capital assets valued at approximately \$4.0 million. The increase in fiscal year ended June 30, 2024, was due mainly to an increase in customer receivables and cash. The increase in fiscal year ended June 30, 2023, was due mainly to the addition of capital assets and developer donated assets valued at approximately \$6.2 million.

- The District's total liabilities were \$31.1 million, \$33.5 million and \$37.2 million as of June 30, 2025, 2024 and 2023, respectively. The decrease in total liabilities of \$2.4 million, or 7.13% during fiscal year ended June 30, 2025, the decrease of \$3.7 million, or 10.05% during fiscal year ended June 30, 2024, and the decrease in total liabilities of \$2.0 million, or 4.97% during fiscal year ended June 30, 2023, were due mainly to the continued pay down of the District's outstanding debt obligations.

- The District's total operating revenues were \$18.1 million, \$16.8 million and \$15.9 million as of June 30, 2025, 2024 and 2023, respectively. The increase in total operating revenue of \$1.4 million, or 8.01% and \$0.9 million, or 5.47% for fiscal year ended June 30, 2025, and 2024 were due mainly to an increase in customer accounts in the District's Service Area 2 and a 4.50% revenue rate increase effective January 1, 2024, and January 1, 2025. The decrease in total operating revenue of \$0.1 million,

**ANNUAL COMPREHENSIVE FINANCIAL REPORT FOR THE FISCAL YEARS ENDING
JUNE 30, 2025, AND 2024**

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or 0.79% for fiscal year ended June 30, 2023, was due mainly to increase rainfall in the fiscal year, resulting in less water consumption.

- The District's total operating expenses, after depreciation, were \$13.6 million, \$13.3 million and \$14.3 million as of June 30, 2025, 2024 and 2023, respectively. The increase in operating expenses of \$0.3 million or 2.30% for fiscal year ended June 30, 2025, was due mainly to an increase in purchased water costs for the District's Service Area 2. The decrease in operating expense of \$1.1 million, or 7.38% for fiscal year ended June 30, 2024, was due mainly to a lower allocation of the District's proportionate share of net pension expense from CalPERS. The increase in operating expenses of \$5.9 million, or 71.57% for fiscal year ended June 30, 2023, was due mainly to inflation and increased operating costs and the recognition of a \$2.6 million net pension expense as a result of CalPERS investment performance.
- The District has benefited from continued positive net income, resulting in an increase in net position of \$8.2 million, or 10.77%, \$3.1 million, or 4.18% and \$6.6 million, or 9.92% during fiscal years ended June 30, 2025, 2024 and 2023, respectively.
- Capital assets net of depreciation increased \$4.9 million, or 5.55% during fiscal year ended June 30, 2025, due mainly to developer donated assets valued at approximately \$4.0 million. Capital assets net of depreciation decreased \$0.3 million, or 0.37% during fiscal year ended June 30, 2024, due mainly to depreciation of capital assets. Capital assets net of depreciation increased \$6.4 million, or 7.83% during fiscal year ended June 30, 2023, due mainly to developer donated assets valued at approximately \$6.2 million. The District added approximately \$6.8 million, \$2.0 million and \$12.6 million in infrastructure, improvements and equipment during fiscal years ended June 30, 2025, 2024 and 2023, respectively, with annual depreciation for fiscal years ended June 30, 2025, 2024 and 2023 being approximately \$2.2 million, \$2.2 million and \$1.9 million in each year, respectively. At the end of fiscal years June 30, 2025, 2024 and 2023, \$0.4 million, \$0.3 million and \$0.4 million in infrastructure, improvement, and equipment assets were classified as "construction in-progress".
- Unrestricted net position was \$18.1 million, \$18.2 million and \$17.5 million at June 30, 2025, 2024 and 2023, respectively. Unrestricted net position decreased \$(0.05) million, or (0.27)% during fiscal year ended June 30, 2025, due mainly to the restriction of net position related to the District's net OPEB asset. Unrestricted net position increased \$0.7 million, or 3.84% during fiscal year ended June 30, 2024, due mainly to the elimination of the District's net OPEB liability and recognition of deferred inflows of resources related to OPEB. Unrestricted net position decreased \$0.9 million, or

**ANNUAL COMPREHENSIVE FINANCIAL REPORT FOR THE FISCAL YEARS ENDING
JUNE 30, 2025, AND 2024**

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4.62% during fiscal year ended June 30, 2023, due mainly to the elimination of the District's net pension asset and the recognition of a net pension liability of approximately \$0.3 million. The District reported \$0.5 million, \$0 million and \$0 million in restricted net position for fiscal years ended June 30, 2025, 2024 and 2023, respectively.

- The District had positive cash flow from enterprise fund operations of \$7.5 million, \$5.9 million and \$5.8 million for the fiscal years ended June 30, 2025, 2024 and 2023, respectively. The District spent \$3.2 million, \$1.7 million and \$2.4 million during fiscal years ended June 30, 2025, 2024 and 2023, respectively, on the acquisition of capital assets. The District spent \$3.9 million during each fiscal years ended June 30, 2025, 2024 and 2023, respectively, on debt principal and interest payments. The District experienced an increase of \$1.2 million, \$0.9 million and a decrease of \$0.2 million in its ending cash and cash equivalents balances of \$18.4 million, \$17.2 million and \$16.3 million for the years ended June 30, 2025, 2024 and 2023, respectively.
- As shown in the Annual Report, the District has \$18,146,802 in Unrestricted Net Position, which has been allocated to the following designated reserves:
 - Operations Reserve (120 days of O&M Budget) \$ 5,409,511
 - FY 2025-26 Capital Improvement Fund \$ 1,834,000
 - FY 2025-26 Capital Replacement Fund \$ 2,541,000
 - Elections and Special Studies \$ -
 - Future Capital Improvements \$ 6,271,718
 - Future Capital Replacements \$ 2,090,573

Respectfully submitted,



PATRICK LEE
FINANCE MANAGER/TREASURER

Attachments



Annual Comprehensive Financial Report

For the Fiscal Years Ended

June 30, 2025 and June 30, 2024

Elk Grove, California



Florin Resource Conservation District



ANNUAL COMPREHENSIVE FINANCIAL REPORT

For the Fiscal Years Ended June 30, 2025 and 2024

Issued by:

BRUCE KAMILOS
General Manager

PATRICK LEE
Finance Manager/Board Treasurer

DONELLA MURILLO
Finance Supervisor

Florin Resource Conservation District
9829 Waterman Road
Elk Grove, CA 95624

www.egwd.org

Florin Resource Conservation District
Annual Comprehensive Financial Report
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For the years ended June 30, 2025 and 2024

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November 7, 2025

To: Members of the Florin Resource Conservation District Board of Directors
and Ratepayers of the Elk Grove Water District

The Florin Resource Conservation District (District) is required by State statute to publish a complete set of financial statements presented in conformity with generally accepted accounting principles (GAAP). These statements must also be audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants. In meeting those requirements, we are pleased to present the Annual Comprehensive Financial Report (Annual Report) for the District for the fiscal years ended June 30, 2025 and 2024.

The information presented in this Annual Report is intended to provide financial information with all the disclosures necessary to enable the District's customers, investment community and general public to assess the District's financial condition. The Annual Report contains management's representations concerning the finances of the District. Management is responsible for the completeness and reliability of all the information presented in this report. To provide a reasonable basis for making these representations, management of the District has established a comprehensive internal control framework that is designed to both protect the District's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the District's financial statements in conformity with GAAP. Since the cost of internal controls should not outweigh their benefits, the District's comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The District's financial statements have been independently audited by Badawi & Associates, a firm of licensed certified public accountants with which the District contracts for these services. The goal of the independent audit is to provide reasonable assurance that the financial statements of the District for the fiscal years ended June 30, 2025 and 2024, are free from material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that the District's financial statements for

the fiscal years ended June 30, 2025 and 2024, are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This transmittal letter is designed to complement the MD&A and is intended to be read in conjunction with it. For comparative purposes, the District has elected a dual year presentation for its financial statements, reporting both the current year and prior year activities, and the MD&A reporting the current year and prior two years activities. The District's MD&A is located immediately following the independent auditors' report.

Accounting System and Budgetary Controls

The District's accounting records are maintained using the accrual basis of accounting where revenues are recognized when they are earned, and the expenses are recognized when they are incurred.

District staff develops annual budgets which are subject to the approval of the District's Board of Directors (Board). A proposed budget is first presented to the Board for review and comment. Once comments are received and incorporated, a final proposed budget is presented to the Board for their consideration and approval. The budget is required to be adopted on or before June 30th of each year. The budget is used as a management tool for projecting and measuring revenues and expenses.

DISTRICT PROFILE

History

The District was formed in 1953, pursuant to Section 9000 et seq. of the Public Resources Code of the State of California and is governed by a five-member Board of Directors serving four-year staggered terms. The District is located approximately six miles southeast of the City of Sacramento in the west central portion of unincorporated Sacramento County and was formed to address soil degradation issues resulting from poor irrigation and drainage. There currently are approximately 92,000 acres within the District. The District has historically provided technical assistance and conservation education to farmers, community members and students.

In addition to resource conservation efforts, the District provides water service within its 13-mile water service area through the Elk Grove Water Service, which was acquired in 1999. The Elk Grove Water Service operates as an enterprise fund of the District. In 2010, the name of the Elk Grove Water Service was changed to the Elk Grove Water District (EGWD).

The EGWD is classified as a medium sized water purveyor serving approximately 46,000 people. The EGWD service boundary is divided into two distinct service areas commonly referred to as Service Area 1 and Service Area 2.

Source water for Service Area 1 is provided by four (4) deep wells and three (3) shallow wells owned and operated by EGWD. Source water for Service Area 2 includes both groundwater and surface water which is provided on a wholesale basis by the Sacramento County Water Agency (SCWA). Water is not shared between the two service areas except in an emergency.

On April 18, 2018, the District adopted Resolution No. 04.18.18.01, declaring that effective July 1, 2018, all activities performed by the District be limited to water related activities that provide a benefit to EGWD ratepayers. With the adoption of this resolution, the District's sole focus shifted to the operation of the EGWD.

Mission Statement

We are dedicated to providing our customers with high quality, safe water while delivering exceptional customer service that meets the needs of current and future generations.

Vision Statement

We are committed to making thoughtful choices that promote sustainable water system operations, employ innovative technologies that provide long-term benefits to our customers, and support the community.

Water Supply

Source Water – There are currently seven (7) wells that supply groundwater to Service Area 1. Four (4) of the wells are deep wells, and three (3) are shallow wells. The deep aquifer has concentrations of iron and manganese that may exceed current federal and state secondary drinking water standards. The deep wells are designed to produce approximately 1,800 gallons per minute (gpm) each. The water from the deep wells is conveyed to the Railroad Water Treatment and Storage Facility where it is disinfected with sodium hypochlorite and treated for iron and manganese removal. The treated water is held in two large storage tanks before it is pumped into the water distribution system.

Additional source water is provided from the shallow groundwater wells. The shallow wells are disinfected with sodium hypochlorite prior to being pumped directly into the water distribution system. The shallow wells are used to balance system demands.

Water Treatment

The EGWD maintains two water treatment facilities:

The Railroad Water Treatment and Storage Facility provides 4.0 million gallons of water storage, 10 booster pumps (rated at 1,700 gpm capacity each), and water treatment that removes iron and manganese. The facility contains one of the four deep wells on site. The facility has been equipped with a backup power supply generator to run the entire facility in the event of a power failure or emergency. All source water for the treatment facility is groundwater from the four deep wells. The Railroad Water Treatment and Storage Facility provides the majority of the water for Service Area 1.

The Hampton Village Water Treatment Plant (WTP) provides an additional 1,000 gpm of water to EGWD's source capacity and improves the reliability of the water system by providing redundancy to the Railroad Water Treatment and Storage Facility. The Hampton Village WTP contains one shallow well on site. Treatment facilities at the Hampton Village WTP include disinfection by sodium hypochlorite and arsenic, iron and manganese removal.

Financial Stability and Planning

The current and future financial stability of the District is positive with the existing revenue source from the EGWD remaining stable. Revenues are received entirely through water rates. EGWD provides water to nearly 13,200 service connections currently and growth projections suggest that the service connections should increase by approximately 150 in 2026.

In October of 2022, the Board directed staff to conduct a five-year water rate study (Study) for the EGWD to cover the period of calendar year 2024 through calendar year 2028. The Plan's objectives were as follows:

- Maintain appropriate levels for reserve funds
- Maintain appropriate levels of funding for operational requirements
- Generate the appropriate level of funding necessary to fund the five-year Capital Improvement Program
- Update the current Meter Connection Fee and Capacity Charges for new development

This study, referred to as the 2024-2028 Water Rate Study, was approved by the Board on July 18, 2023, in compliance with the rate setting process governed under Proposition 218.

The 2024-2028 Water Rate Study recommends rate adjustments over the next 5 years with the first adjustment commencing on January 1, 2024, and subsequent adjustments commencing each January 1 thereafter, through and including January 1, 2028. Water revenue adjustments recommended by the study and approved by the Board are as follows:

- January 2024 – 4.50%
- January 2025 – 4.50%
- January 2026 – 4.50%
- January 2027 – 4.50%
- January 2028 – 4.50%

On June 17, 2025, the District's Board of Directors adopted Resolution No. 06.17.25.01, approving the District's fiscal year 2025-26 Operating Budget which reflects a 4.50% revenue rate adjustment effective January 1, 2026 as recommended by the 2024-2028 Water Rate Study. Each June, the Board also adopts a new five-year Capital Improvement Program (CIP) designed to build, replace, and maintain the necessary infrastructure for the safe operation of the EGWD. The CIP is available on the District's website www.egwd.org.

Awards and Acknowledgements

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Florin Resource Conservation District for its Annual Report for the fiscal year ended June 30, 2024. In order to be awarded a Certificate of Achievement, the government must publish an easily readable and efficiently organized Annual Report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. The District believes that its current Annual Report continues to meet the Certificate of Achievement Program's requirements and will be submitting it to the GFOA to determine its eligibility for the certificate for the fiscal year ended June 30, 2025.

The preparation of the Annual Report was made possible by the dedicated services of the entire staff of the Finance Department and the Florin Resource Conservation District management team.

Respectfully submitted,


BRUCE KAMILOS
GENERAL MANAGER


PATRICK LEE
FINANCE MANAGER / BOARD TREASURER



Government Finance Officers Association

**Certificate of
Achievement
for Excellence
in Financial
Reporting**

Presented to

**Florin Resource Conservation District
California**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2024

Christopher P. Morill

Executive Director/CEO

BOARD OF DIRECTORS

As of June 30, 2025



Chair

Tom Nelson
Present term expires
December 31, 2026



Vice-Chair

Paul Lindsay
Present term expires
December 31, 2026



Director

Joshua Green
Present term expires
December 31, 2028



Director

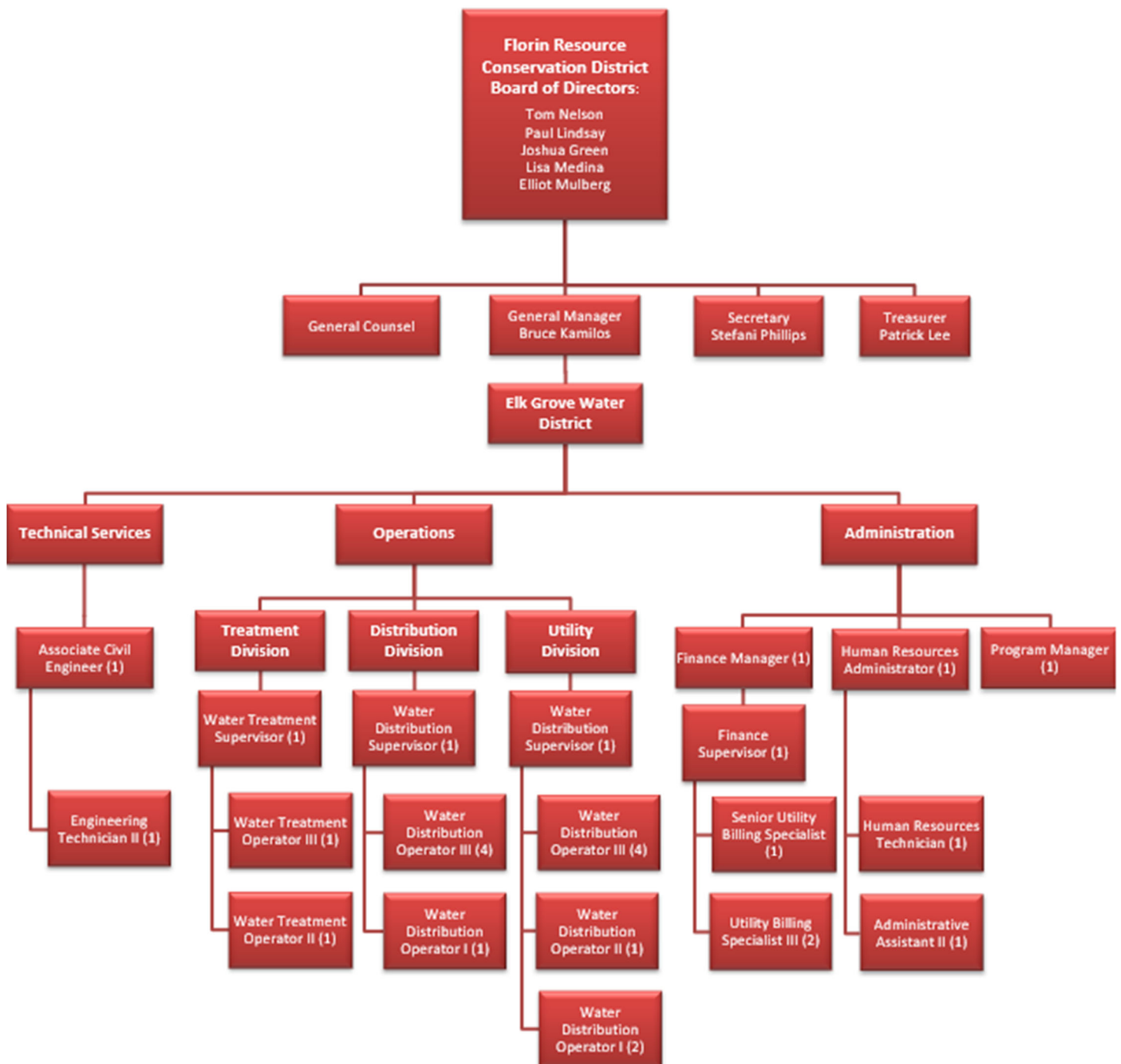
Lisa Medina
Present term expires
December 31, 2028



Director

Elloit Mulberg
Present term expires
December 31, 2026

ORGANIZATIONAL CHART



INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
of the Florin Resource Conservation District
Elk Grove, California

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the Florin Resource Conservation District (District) as of and for the years ended June 30, 2025 and 2024, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements present fairly, in all material respects, the respective financial position of the District, as of June 30, 2025 and 2024, and the respective changes in financial position and cash flows thereof for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the District and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about The District's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

To the Board of Directors
of the Florin Resource Conservation District
Elk Grove, California

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

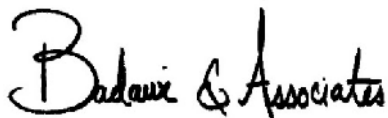
To the Board of Directors
of the Florin Resource Conservation District
Elk Grove, California

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, defined benefit pension plan schedules, and defined benefit OPEB plan schedules on pages 5 to 14 and pages 49 to 51 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Management is responsible for the other information included in the Annual Comprehensive Financial Report. The other information comprises the Introductory Section and Statistical Section but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon. In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

A handwritten signature in black ink that reads "Badawi & Associates". The signature is written in a cursive, flowing style.

Badawi & Associates, CPAs
Emeryville, California
November 7, 2025

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Florin Resource Conservation District

Management's Discussion and Analysis

For the years ended June 30, 2025, 2024 and 2023

The following narrative overview and analysis of the financial activities of the Florin Resource Conservation District (District) for the fiscal years ended June 30, 2025, 2024 and 2023 has been prepared by management to enhance the information provided in the transmittal letter. It is intended to be read in conjunction with that letter and should provide a better understanding of the District's financial operations and performance.

Although the District is a Resource Conservation District (RCD), it also provides water service to residents and businesses in the city of Elk Grove, CA. The water services are provided under the Elk Grove Water District (EGWD), which is owned and operated by the Florin Resource Conservation District.

On April 18, 2018, the District's Board of Directors adopted a resolution declaring that effective July 1, 2018, all future activities performed by the District will be limited to water related activities that provide a benefit to the EGWD ratepayers. In accordance with this resolution, in fiscal year 2019, the governmental fund of the District, which was used to account for resource conservation efforts not funded from user charges, was combined with the proprietary fund of the District, which is used to account for the water service activities funded primarily through user charges to EGWD customers.

FINANCIAL HIGHLIGHTS

- The District's total assets were \$115.3 million, \$108.6 million and \$107.7 million for the years ended June 30, 2025, 2024 and 2023, respectively. There was an increase in total assets of \$6.6 million, or 6.11% during fiscal year ended June 30, 2025, and increase of \$0.9 million, or 0.89% during fiscal year ended June 30, 2024 and an increase of \$4.6 million, or 4.47% during fiscal year ended June 30, 2023, respectively. The increase in fiscal year ended June 30, 2025 was due mainly to developer installed and donated capital assets valued at approximately \$4.0 million. The increase in fiscal year ended June 30, 2024 was due mainly to an increase in customer receivables and cash. The increase in fiscal year ended June 30, 2023 was due mainly to the addition of capital assets and developer donated assets valued at approximately \$6.2 million.
- The District's total liabilities were \$31.1 million, \$33.5 million and \$37.2 million as of June 30, 2025, 2024 and 2023, respectively. The decrease in total liabilities of \$2.4 million, or 7.13% during fiscal year ended June 30, 2025, the decrease of \$3.7 million, or 10.05% during fiscal year ended June 30, 2024 and the decrease in total liabilities of \$2.0 million, or 4.97% during fiscal year ended June 30, 2023 were due mainly to the continued pay down of the District's outstanding debt obligations.
- The District's total operating revenues were \$18.1 million, \$16.8 million and \$15.9 million as of June 30, 2025, 2024 and 2023, respectively. The increase in total operating revenue of \$1.4 million, or 8.01% and \$0.9 million, or 5.47% for fiscal year ended June 30, 2025 and 2024 were due mainly to an increase in customer accounts in the District's Service Area 2 and a 4.50% revenue rate increase effective January 1, 2024 and January 1, 2025. The decrease in total operating revenue of \$0.1 million, or 0.79% for fiscal year ended June 30,

Florin Resource Conservation District
Management's Discussion and Analysis, Continued
For the years ended June 30, 2025, 2024 and 2023

2023 was due mainly to increase rainfall in the fiscal year, resulting in less water consumption.

- The District's total operating expenses, after depreciation, were \$13.6 million, \$13.3 million and \$14.3 million as of June 30, 2025, 2024 and 2023, respectively. The increase in operating expenses of \$0.3 million or 2.30% for fiscal year ended June 30, 2025 was due mainly to an increase in purchased water costs for the District's Service Area 2. The decrease in operating expense of \$1.1 million, or 7.38% for fiscal year ended June 30, 2024 was due mainly to a lower allocation of the District's proportionate share of net pension expense from CalPERS. The increase in operating expenses of \$5.9 million, or 71.57% for fiscal year ended June 30, 2023 was due mainly to inflation and increased operating costs and the recognition of a \$2.6 million net pension expense as a result of CalPERS investment performance.
- The District has benefited from continued positive net income, resulting in an increase in net position of \$8.2 million, or 10.77%, \$3.1 million, or 4.18% and \$6.6 million, or 9.92% during fiscal years ended June 30, 2025, 2024 and 2023, respectively.
- Capital assets net of depreciation increased \$4.9 million, or 5.55% during fiscal year ended June 30, 2025 due mainly to developer donated assets valued at approximately \$4.0 million. Capital assets net of depreciation decreased \$0.3 million, or 0.37% during fiscal year ended June 30, 2024 due mainly to depreciation of capital assets. Capital assets net of depreciation increased \$6.4 million, or 7.83% during fiscal year ended June 30, 2023 due mainly to developer donated assets valued at approximately \$6.2 million. The District added approximately \$6.8 million, \$2.0 million and \$12.6 million in infrastructure, improvements and equipment during fiscal years ended June 30, 2025, 2024 and 2023, respectively, with annual depreciation for fiscal years ended June 30, 2025, 2024 and 2023 being approximately \$2.2 million, \$2.2 million and \$1.9 million in each year, respectively. At the end of fiscal years June 30, 2025, 2024 and 2023, \$0.4 million, \$0.3 million and \$0.4 million in infrastructure, improvement, and equipment assets were classified as "construction in-progress".
- Unrestricted net position was \$18.1 million, \$18.2 million and \$17.5 million at June 30, 2025, 2024 and 2023, respectively. Unrestricted net position decreased \$(0.05) million, or -(0.27)% during fiscal year ended June 30, 2025 due mainly to the restriction of net position related to the District's net OPEB asset. Unrestricted net position increased \$0.7 million, or 3.84% during fiscal year ended June 30, 2024 due mainly to the elimination of the District's net OPEB liability and recognition of deferred inflows of resources related to OPEB. Unrestricted net position decreased \$0.9 million, or 4.62% during fiscal year ended June 30, 2023 due mainly to the elimination of the District's net pension asset and the recognition of a net pension liability of approximately \$0.3 million. The District reported \$0.5 million, \$0 million and \$0 million in restricted net position for fiscal years ended June 30, 2025, 2024 and 2023, respectively.
- The District had positive cash flow from enterprise fund operations of \$7.5 million, \$5.9 million and \$5.8 million for the fiscal years ended June 30, 2025, 2024 and 2023,

Florin Resource Conservation District

Management's Discussion and Analysis, Continued

For the years ended June 30, 2025, 2024 and 2023

respectively. The District spent \$3.2 million, \$1.7 million and \$2.4 million during fiscal years ended June 30, 2025, 2024 and 2023, respectively, on the acquisition of capital assets. The District spent \$3.9 million during each fiscal years ended June 30, 2025, 2024 and 2023, respectively, on debt principal and interest payments. The District experienced an increase of \$1.2 million, \$0.9 million and a decrease of \$0.2 million in its ending cash and cash equivalents balances of \$18.4 million, \$17.2 million and \$16.3 million for the years ended June 30, 2025, 2024 and 2023, respectively.

SECTIONS OF THE FINANCIAL STATEMENTS

The three sections of the District's financial statements are the: 1) introductory section, 2) financial section, and 3) statistical section.

Introductory Section

This includes the table of contents, letter of transmittal, list of Board of Directors and Staff, and organization chart. The transmittal letter includes discussion on items that had a significant impact on the financial statements.

Financial Section

This section includes the auditor's report, management's discussion and analysis and the basic financial statements. The District's basic financial statements are comprised of the financial statements, the notes to the basic financial statements, and the required supplementary information.

Statistical Section

The statistical section is the chief source of information regarding a government's *economic condition*. All of the information presented in the statistical section is organized around five specific objectives.

- ***Provide information on financial trends.*** Information needed to help users understand how a government's financial position has changed over time.
- ***Provide information on revenue capacity.*** Information needed to help the users understand and assess a government's ability to generate revenues.
- ***Provide information on debt capacity.*** Information needed to help users understand and assess a government's debt burden.
- ***Provide demographic and economic information.*** Information needed to help users understand the government's socioeconomic environment and to facilitate comparisons of financial statement information over time and among governments.

Florin Resource Conservation District
Management's Discussion and Analysis, Continued
For the years ended June 30, 2025, 2024 and 2023

- *Provide operating information.* Information needed to help users understand a government's operations and resources as well as to provide a context for understanding and assessing its economic condition.

OVERVIEW OF THE FINANCIAL STATEMENTS

The management's discussion and analysis is intended to serve as an introduction to the District's basic financial statements. The District's basic financial statements comprise three components: 1) financial statements, 2) notes to the basic financial statements, and 3) required supplementary information. The District's financial statements account for Water System activities funded primarily through user charges to customers.

The Statement of Net Position presents information on all assets and liabilities, with the difference between the two reported as total net position. The District's financial statements use the accrual basis of accounting, similar to private enterprises. When evaluated over a period of time, increases, or decreases in net position may serve as an indicator of whether the financial position of the District is improving or deteriorating. The Statement of Revenues, Expenses and Changes in Net Position reflect the revenues and expenses for the fiscal year ended. The Statement of Cash Flows shows the sources and uses of cash in the operating, non-capital, capital, and related financing, and investing activities. The notes provide in depth information that is vital to gaining a full understanding of the data provided in the financial statements.

FINANCIAL ANALYSIS OF THE DISTRICT

STATEMENT OF NET POSITION
AS OF JUNE 30, 2025, 2024 AND 2023

	2025	2024	2023
Current assets	\$ 21,057,051	\$ 19,806,999	\$ 18,542,409
Capital assets, net of depreciation	93,733,748	88,803,191	89,130,858
Other assets	486,725	25,025	-
Total Assets	115,277,524	108,635,215	107,673,267
Deferred outflows	2,545,023	3,573,981	4,330,052
Current liabilities	5,266,444	4,531,906	4,516,082
Long-term liabilities	25,864,820	28,947,904	32,706,275
Total Liabilities	31,131,264	33,479,810	37,222,357
Deferred inflows	1,969,637	2,207,154	1,330,966
Net Position:			
Net Investment in Capital Assets	66,088,119	58,325,475	55,926,053
Restricted for OPEB asset	486,725	-	-
Unrestricted	18,146,802	18,196,757	17,523,943
Total Net Position	\$ 84,721,646	\$ 76,522,232	\$ 73,449,996

Florin Resource Conservation District
Management's Discussion and Analysis, Continued
For the years ended June 30, 2025, 2024 and 2023

Current assets increased by \$1.3 million and \$1.3 million and decreased by \$0.3 million in fiscal years ended June 30, 2025, 2024 and 2023, respectively. The increase in fiscal year 2025 was due mainly to the increase in the District's cash position year over year. The increase in fiscal year 2024 was due mainly to an increase in cash and customer receivables. The decrease in fiscal year 2023 was due mainly to inflation and an overall increase to operating costs.

Capital assets (net of depreciation) increased by \$4.9 million, decreased by \$0.3 million and increased by \$6.5 million in the fiscal years ended June 30, 2025, 2024 and 2023, respectively. The increase in fiscal year 2025 was due mainly to developer installed and donated assets valued at approximately \$4.0 million. The decrease in fiscal year 2024 was due mainly to continued depreciation of capital assets. The increase in fiscal year 2023 was due mainly to developer installed and donated assets valued at approximately \$6.2 million. Total depreciation expense recognized was approximately \$2.2 million, \$2.2 million and \$1.9 million for fiscal years 2025, 2024 and 2023, respectively.

Deferred outflows of resources decreased by \$1.0 million, \$0.8 million and \$0.5 million in the fiscal years ended June 30, 2025, 2024 and 2023, respectively. The decrease in fiscal years 2025, 2024 and 2023 were due mainly to the amortization of pension and OPEB related deferrals.

Current liabilities increased by \$0.7 million, \$16.0 thousand and decreased by \$0.1 million in the fiscal years ended June 30, 2025, 2024 and 2023, respectively. The increase in fiscal year 2025 was due mainly to the accrual of expenses related to the Storage Tank 1 recoating CIP project which was completed before year end but not paid for until after year end. The increase in fiscal year 2024 was due mainly to an increase in purchased water payable at year end offset by a decrease in accounts payable. The decrease in fiscal year 2023 was due mainly to a reduction in unearned revenue that was earned as part of work completed on a grant project.

Long term liabilities decreased by \$3.1 million, \$3.8 million and \$1.8 million in the fiscal years ended June 30, 2025, 2024 and 2023, respectively. The decrease in fiscal year 2025 was due mainly to the continued paydown of the District's outstanding debt obligations. The decrease in fiscal year 2024 was due mainly to the continued paydown of the District's outstanding debt and elimination of the District's net OPEB liability. The decrease in fiscal year 2023 was due mainly to the continued paydown of the District's outstanding debt, offset by the recognition of a net pension liability related to the District's CalPERS plan.

Deferred inflows of resources decreased by \$0.2 million, increased by \$0.9 million and decreased by \$0.6 million in the fiscal years ended June 30, 2025, 2024 and 2023, respectively. The decrease in fiscal year 2025 was due mainly to the amortization of pension related deferrals. The increase in fiscal year 2024 was due mainly to the recognition of deferred inflows related to the District's OPEB plan. The decrease in fiscal year 2023 was due mainly to the amortization of pension and OPEB related deferrals.

There was an increase in net position of \$8.2 million, \$3.1 million and \$6.6 million in the fiscal years ended June 30, 2025, 2024 and 2023, respectively. The increases in net position for each year is directly related to prudent cost control leading to operating revenues in excess of operating expenses as well as the recognition of developer installed and donated assets.

Florin Resource Conservation District
Management's Discussion and Analysis, Continued
For the years ended June 30, 2025, 2024 and 2023

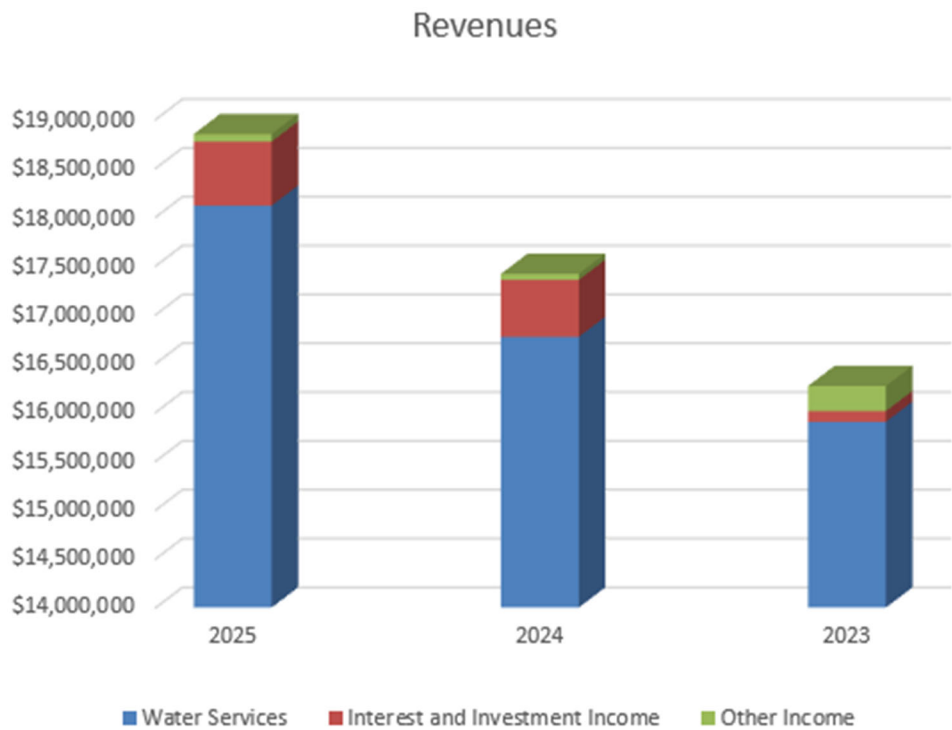
**CONDENSED SCHEDULE OF REVENUES, EXPENSES
AND CHANGES IN NET POSITION
FOR THE YEARS ENDED JUNE 30, 2025, 2024 AND 2023**

	<u>2025</u>	<u>2024</u>	<u>2023</u>
Operating Revenues:			
Water services	\$18,116,654	\$16,772,455	\$15,902,913
Total Operating Revenues	<u>18,116,654</u>	<u>16,772,455</u>	<u>15,902,913</u>
Operating Expenses:			
Water Service	13,617,995	13,312,446	14,342,625
Total Operating Expenses	<u>13,617,995</u>	<u>13,312,446</u>	<u>14,342,625</u>
Non-Operating Revenues:			
Investment Income	655,787	583,307	109,120
Other Revenues	79,277	61,216	257,266
Total Non-Operating Revenues	<u>735,064</u>	<u>644,523</u>	<u>366,386</u>
Non-Operating Expenses:			
Interest Expense	1,020,041	1,126,496	1,230,386
Other Expenses	-	-	360,235
Total Non-Operating Expenses	<u>1,020,041</u>	<u>1,126,496</u>	<u>1,590,621</u>
Change in Net Position Before			
Contributed Assets	<u>4,213,682</u>	<u>2,978,036</u>	<u>336,053</u>
Contributed Assets	3,985,732	94,200	6,291,824
Change in net position	8,199,414	3,072,236	6,627,877
Net position, beginning of year	<u>76,522,232</u>	<u>73,449,996</u>	<u>66,822,119</u>
NET POSITION, END OF YEAR	<u>\$84,721,646</u>	<u>\$76,522,232</u>	<u>\$73,449,996</u>

There was an increase in revenues of \$1.3 million, \$0.9 million, and a decrease of \$0.1 million in fiscal years ended June 30, 2025, 2024 and 2023, respectively. The increase in revenues for fiscal years 2025 and 2024 were due mainly to increases in customer accounts in the District's Service Area 2 and a 4.50% revenue rate increase effective January 1, 2024 and January 1, 2025. The decrease in revenues for fiscal year 2023 was due mainly to less consumption as a result of more rainfall during the year.

Florin Resource Conservation District
Management’s Discussion and Analysis, Continued
For the years ended June 30, 2025, 2024 and 2023

The breakdown of revenues by type for the fiscal years ended June 30, 2025, 2024 and 2023 were as follows:



	2025	2024	2023
Water Services	\$ 18,116,654	\$ 16,772,455	\$ 15,902,913
Interest and Investment Income	655,787	583,307	109,120
Other Income	79,277	61,216	257,266

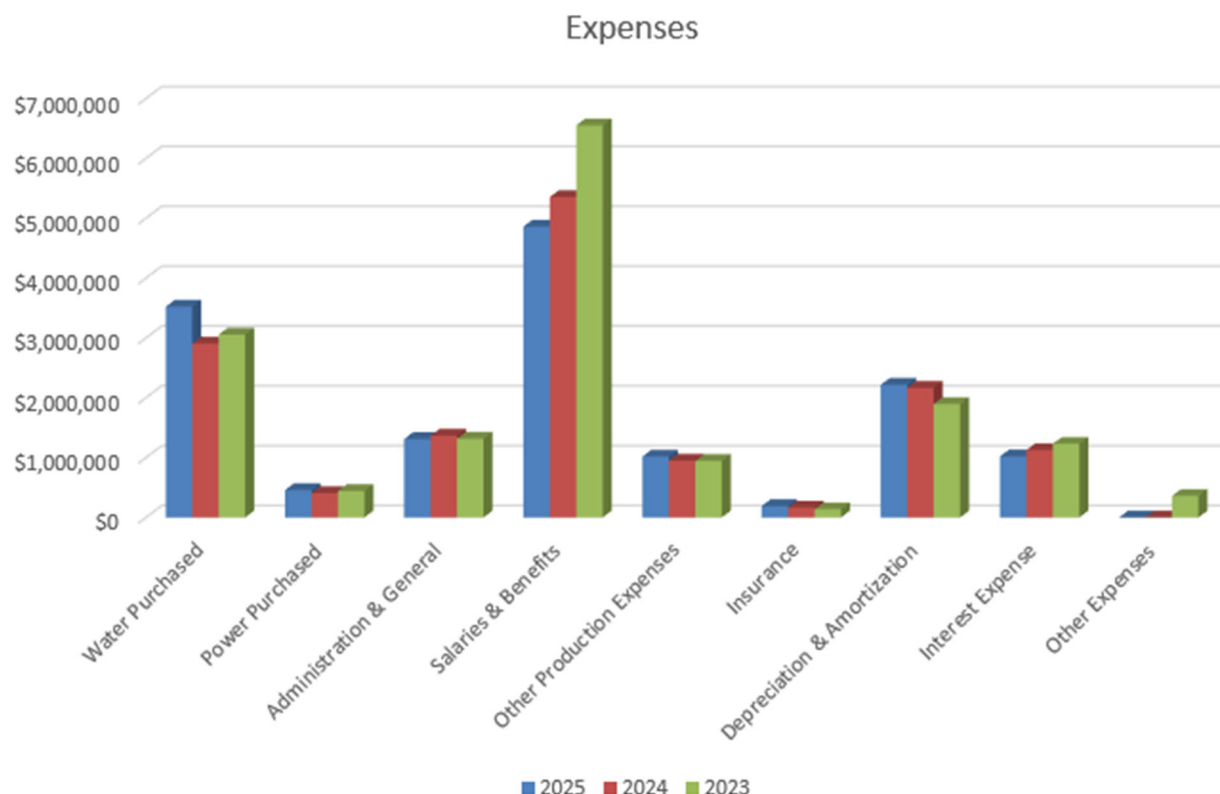
There was an increase in expenses of \$0.3 million, a decrease of \$1.1 million and an increase of \$5.9 million in the fiscal years ended June 30, 2025, 2024 and 2023, respectively. The increase in fiscal year 2025 was due mainly to an increase in purchased water costs for the District’s Service Area 2. The decrease in fiscal year 2024 was due mainly to a lower pension expense allocation based on the District’s proportionate share of CalPERS net pension expense. The increase in fiscal year 2023 was due mainly to a recognition of a net pension expense of approximately \$2.6 million related to the District’s CalPERS GASB 68 pension plan.

Florin Resource Conservation District

Management's Discussion and Analysis, Continued

For the years ended June 30, 2025, 2024 and 2023

The breakdown of expenses by type for the fiscal years ended June 30, 2025, 2024 and 2023 were as follows:



	2025	2024	2023
Water Purchased	\$ 3,522,815	\$ 2,905,906	\$ 3,056,889
Power Purchased	457,326	407,525	442,791
Administration & General	1,310,927	1,366,693	1,315,020
Salaries & Benefits	4,898,685	5,353,507	6,552,189
Other Production Expenses	1,018,874	949,480	944,179
Insurance	190,177	164,489	137,012
Depreciation & Amortization	2,219,181	2,164,846	1,894,545
Interest Expense	1,020,041	1,126,496	1,230,386
Other Expenses	-	-	360,235

CAPITAL ASSET AND DEBT ADMINISTRATION

Most of the District's annual assets and annual expenditures relate to the construction, repair, and replacement of the EGWD's infrastructure. Repair and replacement of aging infrastructure is one of the most significant challenges facing the District. The District assesses and manages the infrastructure of the EGWD through cost focus planning, taking into account water resource availability, consumer peak demand needs and climatic changes. Funding for capital projects comes primarily from user charges to District customers.

Florin Resource Conservation District
Management’s Discussion and Analysis, Continued
For the years ended June 30, 2025, 2024 and 2023

The changes in capital assets in fiscal years 2025, 2024 and 2023 were primarily a result of donated capital assets from developers and expenditures for infrastructure, offset by depreciation each year. Depreciation expense for fiscal years 2025, 2024 and 2023 was approximately \$2.2 million, \$2.2 million and \$1.9 million each year, respectively.

Major capital asset projects during fiscal years 2025 and 2024 include multiple watermain replacement projects, interior repairs on one of the District’s 1 million gallon water storage tank, the purchase of a chlortech system and the purchase of various heavy equipment and vehicles. See additional information on capital assets in Note 3 on page 32.

OUTSTANDING DEBT ISSUES
AS OF JUNE 30, 2025, 2024 AND 2023

	2025	2024	2023
2014 Water Revenue Refunding Bonds	\$ 15,970,000	\$ 18,300,000	\$ 20,545,000
2016 Water Revenue Refunding Bonds	11,185,000	11,635,000	12,065,000
Total	<u>\$ 27,155,000</u>	<u>\$ 29,935,000</u>	<u>\$ 32,610,000</u>

The District issues debt as a funding resource for major repairs and maintenance on EGWD infrastructure. The District’s debt covenant requires that “net operating revenues” equal or exceed 115% of the annual debt service cost in any year. For compliance history, please see the “Pledged Revenue Coverage” schedule in the Statistical Section. For more information on long-term debt activity, please refer to Note 4 on page 33.

ECONOMIC FACTORS AND NEXT YEAR’S BUDGETS AND RATES

- The most recent data available from the Bureau of Labor Statistics for the Sacramento Metropolitan Area shows an improving economy. As of June 2025, the local unemployment rate was 5.3%, compared to 4.8% in June 2024, respectively and the CPI for the San Francisco area, which is the nearest metropolitan area, increasing 1.5% over June of 2024.
- Even with inflation at 1.5% as of June 30, 2025 and the regions mandated compliance with water conservation requirements, the District has benefited from account growth due to continued development leading to slight increases in water consumption. District staff continue to prudently manage District resources while minimizing revenue rate increases to offset the impact of the current economic conditions.
- On July 18, 2023 the Board adopted a five-year rate structure which recommends revenue rate adjustments as follows:
 - 4.50% January 2024
 - 4.50% January 2025
 - 4.50% January 2026
 - 4.50% January 2027
 - 4.50% January 2028

Florin Resource Conservation District
Management's Discussion and Analysis, Continued
For the years ended June 30, 2025, 2024 and 2023

All of these factors were considered in preparing the Florin Resource Conservation District's budget for the fiscal year ending June 30, 2026. The District adopted an operating budget of \$20.8 million for FY 2025-26. Included in this amount is \$4.4 million in capital expenditures for FY 2025-26, as part of the five-year Capital Improvement Program totaling \$16.2 million.

Requests for Information

This financial report is designed to provide a general overview of the District's finances. Questions concerning the information provided in this report or for requests for additional financial information should be addressed to:

Finance Manager/Treasurer
Florin Resource Conservation District
9829 Waterman Rd.
Elk Grove, CA 95624

Or you may visit the District's website at www.egwd.org for more information.

Florin Resource Conservation District

Comparative Statement of Net Position

Elk Grove Water District

June 30, 2025 and 2024

	2025	2024
ASSETS		
Current assets:		
Cash and cash equivalents	\$ 18,388,760	\$ 17,165,860
Receivables:		
Customer accounts receivable	2,396,213	2,301,586
Interest receivable	77,774	70,407
Inventories	163,730	109,190
Prepaid expense	30,574	159,956
Total current assets	21,057,051	19,806,999
Noncurrent assets:		
Net OPEB asset	486,725	25,025
Capital assets:		
Not being depreciated	1,373,021	1,042,599
Being depreciated, net	92,360,727	87,760,592
Total capital assets	93,733,748	88,803,191
Total noncurrent assets	94,220,473	88,828,216
Total assets	115,277,524	108,635,215
DEFERRED OUTFLOWS OF RESOURCES		
Deferred amount on refunding of debt	517,496	591,423
Deferred outflows of resources - pension	1,054,635	1,628,328
Deferred outflows of resources - OPEB	972,892	1,354,230
Total deferred outflows of resources	2,545,023	3,573,981
LIABILITIES		
Current liabilities:		
Accounts payable	935,138	170,740
Due to other governments	640,163	592,411
Interest payable	351,393	387,293
Unearned revenue	-	215,000
Noncurrent liabilities, due within one year	3,339,750	3,166,462
Total current liabilities	5,266,444	4,531,906
Noncurrent liabilities:		
Net pension liability	620,411	650,397
Noncurrent liabilities, due in more than one year	25,244,409	28,297,507
Total noncurrent liabilities	25,864,820	28,947,904
Total liabilities	31,131,264	33,479,810
DEFERRED INFLOWS OF RESOURCES		
Deferred inflows of resources - pension	316,844	568,869
Deferred inflows of resources - OPEB	1,652,793	1,638,285
Total deferred inflows of resources	1,969,637	2,207,154
NET POSITION		
Net investment in capital assets	66,088,119	58,325,475
Restricted net position for OPEB asset	486,725	-
Unrestricted (deficit)	18,146,802	18,196,757
Total net position	\$ 84,721,646	\$ 76,522,232

The accompanying notes are an integral part of these financial statements.

Florin Resource Conservation District

Comparative Statement of Revenues, Expenses and Changes in Net Position

Elk Grove Water District

For the Fiscal Years ended June 30, 2025 and 2024

	2025	2024
OPERATING REVENUES:		
Charges for services	\$ 18,116,654	\$ 16,772,455
Total operating revenues	18,116,654	16,772,455
OPERATING EXPENSES:		
Water purchased	3,522,815	2,905,906
Power purchased	457,326	407,525
Administration and general	1,310,927	1,366,693
Salaries and benefits	4,214,743	4,369,567
Pension expense	683,942	983,940
Other production expenses	1,018,874	949,480
Insurance	190,177	164,489
Depreciation and amortization	2,219,191	2,164,846
Total operating expenses	13,617,995	13,312,446
OPERATING INCOME	4,498,659	3,460,009
NONOPERATING REVENUES (EXPENSES):		
Interest and investment earnings	655,787	583,307
Interest expense	(1,020,041)	(1,126,496)
Gain/(Loss) on disposition of capital assets	(16,313)	48,282
Other nonoperating revenue/(expense)	95,590	12,934
Total nonoperating revenues (expenses)	(284,977)	(481,973)
CAPITAL CONTRIBUTIONS		
Contributed Assets	3,985,732	94,200
Total Capital Contributions	3,985,732	94,200
CHANGE IN NET POSITION	8,199,414	3,072,236
NET POSITION		
Beginning of year	76,522,232	73,449,996
End of year	\$ 84,721,646	\$ 76,522,232

The accompanying notes are an integral part of these financial statements.

Florin Resource Conservation District

Comparative Statement of Cash Flows

Elk Grove Water District

For the Fiscal Years ended June 30, 2025 and 2024

	2025	2024
CASH FLOWS FROM		
OPERATING ACTIVITIES:		
Receipts from customers and users	\$ 17,807,027	\$ 16,485,883
Payments to suppliers	(5,613,127)	(5,980,430)
Payments to employees	(4,646,652)	(4,609,844)
NET CASH PROVIDED BY		
OPERATING ACTIVITIES	<u>7,547,248</u>	<u>5,895,609</u>
CASH FLOWS FROM NONCAPITAL		
FINANCING ACTIVITIES:		
Operating grants and reimbursements	<u>95,590</u>	<u>12,934</u>
NET CASH PROVIDED BY NONCAPITAL FINANCING ACTIVITIES	<u>95,590</u>	<u>12,934</u>
CASH FLOWS FROM CAPITAL		
AND RELATED FINANCING ACTIVITIES:		
Principal paid on noncurrent liabilities	(2,780,000)	(2,675,000)
Interest paid on noncurrent liabilities	(1,108,029)	(1,211,994)
Purchase of capital assets	<u>(3,180,329)</u>	<u>(1,694,697)</u>
NET CASH USED BY CAPITAL AND RELATED FINANCING ACTIVITIES	<u>(7,068,358)</u>	<u>(5,581,691)</u>
CASH FLOWS FROM		
INVESTING ACTIVITIES:		
Interest received	<u>648,420</u>	<u>556,681</u>
NET CASH PROVIDED (USED) BY		
INVESTING ACTIVITIES	<u>648,420</u>	<u>556,681</u>
NET INCREASE (DECREASE) IN		
CASH AND CASH EQUIVALENTS	<u>1,222,900</u>	<u>883,533</u>
CASH AND CASH EQUIVALENTS - Beginning of year	<u>17,165,860</u>	<u>16,282,327</u>
CASH AND CASH EQUIVALENTS - End of year	<u><u>\$ 18,388,760</u></u>	<u><u>\$ 17,165,860</u></u>
RECONCILIATION OF CASH AND		
CASH EQUIVALENTS TO THE		
STATEMENT OF NET POSTION		
Cash and cash equivalents	<u>\$ 18,388,760</u>	<u>\$ 17,165,860</u>
CASH AND CASH EQUIVALENTS	<u><u>\$ 18,388,760</u></u>	<u><u>\$ 17,165,860</u></u>

(Continued)

Florin Resource Conservation District

Comparative Statement of Cash Flows

Elk Grove Water District

For the Fiscal Years ended June 30, 2025 and 2024

	2025	2024
RECONCILIATION OF OPERATING INCOME TO NET		
CASH PROVIDED BY OPERATING ACTIVITIES:		
Operating income	\$ 4,498,659	\$ 3,460,009
Adjustments to reconcile operating income to net cash provided by operating activities:		
Depreciation and amortization	2,219,191	2,164,846
Changes in operating assets and liabilities:		
Customer accounts receivable	(94,627)	(286,572)
Inventory	(54,540)	(22,211)
Prepaid expenses	129,382	(45,648)
Net OPEB asset/liability	(461,700)	(1,192,287)
Deferred outflows of resources - pension	573,693	552,335
Deferred outflows of resources - OPEB	381,338	129,808
Accounts payable	764,398	(158,675)
Due to other governments	47,752	40,197
Unearned revenue	(215,000)	-
Net pension asset/liability	(29,986)	331,864
Deferred inflows of resources - pension	(252,025)	(244,287)
Deferred inflows of resources - OPEB	14,508	1,120,475
Compensated absences	26,205	45,755
NET CASH PROVIDED BY OPERATING ACTIVITIES	\$ 7,547,248	\$ 5,895,609
SUPPLEMENTAL DISCLOSURE OF NONCASH		
CAPITAL AND RELATED FINANCING ACTIVITIES:		
Capital assets contributed by developers	\$ 3,985,732	\$ 94,200

The accompanying notes are an integral part of these financial statements.

Florin Resource Conservation District

Notes to Basic Financial Statements

For the years ended June 30, 2025 and 2024

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. *Reporting Entity*

The Florin Resource Conservation District (the District) was formed in 1953, pursuant to Section 9000 et seq. of the Public Resources Code of the State of California. The District, which is located approximately six miles southeast of the City of Sacramento in the west central portion of unincorporated Sacramento County, was formed to address soil dehydration issues resulting from poor irrigation and drainage. There is currently approximately 92,000 acres within the District.

The District provides technical assistance and conservation and conservation education to farmers dealing with natural resource management issues and views education as one of its primary objectives. The District additionally serves as the clearinghouse for solid and water conservation measures, such as administering the local water hyacinth eradication program. The United States Department of Agriculture, through its Soil Conservation Services, provides staffing and technical assistance to the District and the two adjacent soil conservation districts.

The District also provides water service within a 13-mile water service area through the Elk Grove Water Service, which was acquired in 1999. The Elk Grove Water Service operates as a proprietary fund of the District. In 2010, the name of the Elk Grove Water Service was changed to the Elk Grove Water District (EGWD).

On April 18, 2018, the District adopted Resolution No. 04.18.18.01, declaring that effective July 1, 2018, all activities performed by the District be limited to water related activities that provide a benefit to EGWD ratepayers. With the adoption of this resolution, the District's sole focus shifted to the operation of the EGWD.

B. *Basis of Accounting and Measurement Focus*

The financial statements of the District have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles.

The District reports the EGWD as a proprietary fund of the District. Proprietary fund financial statements include a Statement of Net Position, a Statement of Revenues, Expenses and Change in Net Position, and a Statement of Cash Flows.

Proprietary funds are accounted for using the "economic resources" measurement focus and the accrual basis of accounting. Accordingly, all assets and liabilities (whether current or noncurrent) are included on the Statement of Net Position. The Statement of Revenues, Expenses and Changes in Net Position present increases (revenues) and decreases (expenses) in total net position. Under the accrual basis of accounting, revenues are recognized in the period in which they are earned while expenses are recognized in the period in which a liability is incurred.

Florin Resource Conservation District

Notes to Basic Financial Statements, Continued

For the years ended June 30, 2025 and 2024

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

B. Basis of Accounting and Measurement Focus, Continued

Operating revenues in the proprietary funds are those revenues that are generated from the primary operations of the fund. All other revenues are reported as nonoperating revenues. Operating expenses are those expenses that are essential to the primary operations of the fund. All other expenses are reported as nonoperating expenses.

C. Cash, Cash Equivalents, and Investments

The District categorizes the fair value measurements of its investments based on the hierarchy established by generally accepted accounting principles. The fair value hierarchy, which has three levels, is based on the valuation inputs used to measure an asset's fair value: Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. The District does not have any investments that are measured using Level 3 inputs. For purposes of the statement of cash flows, the District considers all highly liquid debt instruments purchased with an original maturity of three months or less to be cash equivalents, including restricted assets and the District's investment in the State of California Local Agency Investment Fund (LAIF) and CalTRUST.

D. Restricted Cash and Investments

Certain proceeds of the District's long-term debt are classified as restricted cash and investments on the statement of net position because their use is limited by applicable bond covenants. The "reserve" account is used to report resources set aside to make up potential future deficiencies in the bond's debt service. There were no restricted cash and investments as of June 30, 2025 and 2024.

E. Accounts Receivable

Accounts receivable arise from billings to customers for water usage and include an estimate for unbilled revenues earned from the dates the customers were last billed to the end of the year. An allowance for uncollectible accounts of \$98,724 was recorded for fiscal years ended June 30, 2025 and 2024, respectively.

F. Inventory

Inventory consists primarily of materials used in the construction and maintenance of the water system and is valued using the specific identification method. The cost of the inventory is recorded as an expense when consumed, rather than when purchased.

Florin Resource Conservation District

Notes to Basic Financial Statements, Continued

For the years ended June 30, 2025 and 2024

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

G. Capital Assets

Capital assets are reported on the statement of net position and are recorded at historical cost if purchased or constructed. Donated or contributed assets are recorded at acquisition value at the date of donation. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized.

Depreciation is computed on the straight-line basis over the estimated useful lives of the various classes of assets as follows:

Buildings	40 years
Improvements	10 - 15 years
Equipment	5 - 25 years
Water treatment and distribution system	25 - 80 years

It is the District's policy to capitalize all capital assets with a useful life of more than one year, and original cost of \$5,000 or greater. Costs of the assets sold or retired (all the related amounts of accumulated depreciation) are eliminated from the statement of net position in the year of sale or retirement, and the resulting gain or loss is recognized in operations.

H. Bond Discounts, Premiums and Deferred Amount on Refunding of Long-Term Debt

Bond premiums and discounts are deferred and amortized over the life of the bonds using the straight-line method which does not significantly differ from the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs, except for prepaid bond insurance, are expensed as incurred. Accounting gains or losses resulting from advance refunding of long-term debt are deferred in accordance with GASB Statement No. 65, *Items previously Reported as Assets and Liabilities* and are reported as deferred inflows of resources or deferred outflows of resources on the financial statements. Deferred amounts on bond refunding are amortized over the remaining life of the old debt (had it not been refunded) or the life of the new debt, whichever is shorter.

I. Due to Other Governments

Due to other governments consisted of \$640,163 and \$592,411 payable to the County of Sacramento for water purchases at June 30, 2025 and 2024, respectively.

J. Compensated Absences

The District's policy allows employees to accumulate earned, but unused personnel leave time at the rate of ninety-six (96) hours per year and vacation time at the rate of forty (40) hours per year, eighty hours (80) per year after two years of service and one hundred and twenty hours (120) per year after five years of service. The liability for these compensated absences is recorded as a long-term liability on the statement of net position. The current portion of this long-term liability is estimated based on historical trends.

Florin Resource Conservation District

Notes to Basic Financial Statements, Continued

For the years ended June 30, 2025 and 2024

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

K. *Unearned Revenue*

Unearned revenue is recognized for transactions for which revenue has not yet been earned. The District recorded \$0 and \$215,000 at June 30, 2025 and 2024, respectively related to American Rescue Plan Act funds passed through to the District from the City of Elk Grove for various watermain replacement projects.

L. *Net Position*

The financial statements present net position. Net position is categorized as net investment in capital assets, restricted, and unrestricted:

Net Investment in Capital Assets – This amount consists of capital assets net of accumulated depreciation and reduced by outstanding debt that is attributed to the acquisition, construction, or improvement of the capital assets.

Restricted Net Position – This amount is restricted by external creditors, grantors, contributors, laws or regulations of other governments.

Unrestricted Net Position – This amount is the remaining net position that does not meet the definition of “net investment in capital assets” or “restricted net position.”

M. *Use of Estimates*

The preparation of financial statements, in conformity with accounting principles generally accepted in the United States of America, requires management, at the date of the financial statements, to make estimates and assumptions that affect the reported amounts of assets and liabilities, and disclosure of contingent assets and liabilities as well as the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

N. *Risk Management*

The District is exposed to various risks of loss related to tort; theft of, damage to and destruction of assets; errors and omissions and natural disasters. These risks are covered through the District's participation in the Association of California Water Agencies Joint Powers Insurance Authority (ACWA/JPIA or JPIA) as described in Note 6. The insurance is subject to a deductible. No significant claims occurred during the years ended June 30, 2025 and 2024. Settled claims from these risks have not exceeded commercial insurance coverage for the past three years. There were no significant reductions in insurance coverage from the prior year.

Florin Resource Conservation District

Notes to Basic Financial Statements, Continued

For the years ended June 30, 2025 and 2024

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

O. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net assets that applies to a future period(s) and will not be recognized as an outflow of resources (expense) until then.

In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net assets that applies to a future period(s) and will not be recognized as an inflow of resources (revenue) until that time.

P. Pensions

For purposes of measuring the net pension liability and deferred outflows/inflows of resources related to pensions, and pension expense, information about the fiduciary net positions of the District's California Public Employee's Retirement System (CalPERS) plan (Plan) and additions to/deductions from the Plan's fiduciary net position have been determined on the same basis as they are reported by CalPERS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with benefit terms. Investments are reported at fair value.

Q. Other Postemployment Benefits (OPEB)

For purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB and OPEB expense, information about the fiduciary net position of the District's OPEB plan and additions to/deductions from the OPEB plan's fiduciary net position have been determined on the same basis. For this purpose, benefit payments are recognized when currently due and payable in accordance with the benefit terms. Investments are reported at fair value. Generally accepted accounting principles require that the reported results must pertain to liability and asset information within certain defined timeframes. For this report, the following timeframes are used:

Valuation Date	June 30, 2023
Measurement Date	June 30, 2024
Measurement Period	June 30, 2023 to June 30, 2024

Florin Resource Conservation District

Notes to Basic Financial Statements, Continued

For the years ended June 30, 2025 and 2024

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

R. Future Implementation of GASB Pronouncements

- GASB Statement No. 103, *Financial Reporting Model Improvements* – The primary objective of this Statement is to improve key components of the financial reporting model to enhance its effectiveness in providing information that is essential for decision making and assessing a government’s accountability. This Statement also addresses certain application issues. The requirements of this Statement are effective for the District’s year ending June 30, 2026.
- GASB Statement No. 104, *Disclosure of Certain Capital Assets* – The primary objective of this Statement is to provide users of government financial statements with essential information about certain types of capital assets. This Statement requires certain types of capital assets to be disclosed separately in the capital assets note disclosures required by Statement 34. Lease assets recognized in accordance with Statement No. 87, *Leases*, and intangible right-to-use assets recognized in accordance with Statement No. 94, *Public-Private and Public-Public Partnerships and Availability Payment Arrangements*, should be disclosed separately by major class of underlying asset in the capital as-sets note disclosures. Subscription assets recognized in accordance with Statement No. 96, *Subscription-Based Information Technology Arrangements*, also should be separately disclosed. In addition, this Statement requires intangible assets other than those three types to be disclosed separately by major class. The requirements of this Statement are effective for the District’s year ending June 30, 2026.

Florin Resource Conservation District

Notes to Basic Financial Statements, Continued

For the years ended June 30, 2025 and 2024

2. CASH AND INVESTMENTS

A. Summary of Cash and Investments

Cash and investments are classified in the accompanying financial statements as of June 30, 2025 and 2024 as follows:

	2025	2024
Deposits and Investments	\$ 18,388,760	\$ 17,165,860
Total cash and investments	\$ 18,388,760	\$ 17,165,860

Cash and investments were classified according to GASB Statement No. 40 as of June 30, 2025 and 2024 as follows:

	2025	2024
Cash on hand	\$ 300	\$ 300
Deposits with financial institution	4,495,465	3,913,183
Total cash on hand and deposits	4,495,765	3,913,483
Money Market F&M	1,172,539	1,142,505
Money Market US Bank	156,471	106,116
Local Agency Investment funds	7,107,194	6,763,821
CalTrust	1,497,831	1,413,515
US Government Securities held by custodian	3,958,960	3,826,420
Total investments	13,892,995	13,252,377
Total cash and investments	\$ 18,388,760	\$ 17,165,860

B. Deposits

The carrying amount of the District's cash deposit was \$4,495,465 and \$3,913,183 at June 30, 2025 and 2024, respectively. Balances before reconciling amounts were a positive amount of \$4,580,078 and \$4,021,892 at June 30, 2025 and 2024, respectively. The District has waived collateral requirements for cash deposits, which are fully insured up to \$250,000 by the Federal Deposit Insurance Corporation. The remaining amount was collateralized with securities pledged by the pledging financial institution in the District's name.

The California Government Code (Code) requires California banks and savings and loan associations to secure the District's cash deposits by pledging securities as collateral. The Code states that collateral pledged in this manner shall have the effect of perfecting a security interest in such collateral superior to those of a general creditor. Thus, collateral for cash deposits is considered to be held in the District's name.

Florin Resource Conservation District

Notes to Basic Financial Statements, Continued

For the years ended June 30, 2025 and 2024

2. CASH AND INVESTMENTS, Continued

B. Deposits, Continued

The market value of the pledged securities must equal at least 110% of the District's cash deposits. California law also allows institutions to secure District deposits by pledging first trust deed mortgage notes having a value of 150% of the District's total cash deposits.

The District follows the practice of pooling cash and investments of all funds, except for funds required to be held by fiscal agents under the provisions of bond indentures. Interest income earned on pooled cash and investments is allocated to the various funds based on the period-end cash and investment balances. Interest income from cash and investments with fiscal agents is credited directly to the related fund.

C. Investments

Investments are reported at fair value. California statutes authorize special districts to invest idle or surplus funds in a variety of credit instruments as provided for in the California Government Code, Section 53600, Chapter 4 – Financial Affairs. The table below identifies the investment types that are authorized for the District by the California Government Code (or the District's investment policy, where more restricted) that address interest rate risk, credit risk, and concentration of credit risk. The table does not address investments of debt proceeds held by the bond trustee that are governed by the provisions of debt agreements of the District, rather than the general provisions of the California Government Code or the District's investment policy. The District's permissible investments include the instruments listed below:

Authorized Investment Type	Maximum Maturity	Maximum Percentage of Portfolio	Maximum Investment in One Issuer
Local Agency Bonds	5 years	None	None
U.S. Treasury Obligations	5 years	None	None
U.S. Agency Securities	5 years	None	None
California Local Agency Investment	5 years	None	None
Bankers Acceptances	180 days	40%	30%
Commercial Paper	270 days	25%	10%
Negotiable Certificates and Time Deposits	5 years	30%	None
Repurchase Agreements	1 year	None	None
Reverse Repurchase Agreements	92 days	20%	None
Medium Term Corporate Notes	5 years	30%	None
Mutual Funds	N/A	20%	10%
Money Market Mutual Funds	N/A	20%	10%
Mortgage Pass-through Securities	5 years	20%	None
Financial Futures and Option Contracts	1	1	1
Investment Pools, including LAIF	None	None	None

1 - The District may invest in financial futures and option contracts of any of the above authorized categories, subject to the same overall portfolio limitations.

2. CASH AND INVESTMENTS, Continued

C. Investments, Continued

The District complied with the provisions of the California Government Code and its investment policy pertaining to the types of investments held, the institutions in which deposits were made and the security requirements.

Investments are stated at fair value using the aggregate method in all funds, resulting in the investment income as of June 30, 2025 and 2024 as follows:

	2025	2024
Interest income	\$ 397,665	\$ 310,330
Unrealized gain/(loss) in change in fair value of investment	258,122	272,977
Total investment income	\$ 655,787	\$ 583,307

The District’s portfolio value fluctuates in an inverse relationship to any change in interest rate. Accordingly, if interest rates rise, the portfolio value will decline. If interest rates fall, the portfolio value will rise. The portfolio for year-end reporting purposes is treated as if it were all sold. Therefore, fund balance must reflect the portfolio’s change in value. These portfolio value changes are unrealized unless sold. Generally, the District’s practice is to buy and hold investments until maturity dates. Consequently, the District’s investments are carried at fair value.

The District is a voluntary participant in the Local Agency Investment Fund (LAIF) that is regulated by California Government Code Section 16429 under the oversight of the Treasurer of the State of California. The District’s investments with LAIF at June 30, 2025 and 2024, include a portion of the pool funds invested in Structured Notes and Asset-Backed Securities. These investments include the following:

Structured Notes - are debt securities (other than asset-backed securities) whose cash flow characteristics (coupon rate, redemption amount, or stated maturity) depend upon one or more indices and/or have embedded forwards or options.

Asset-Backed Securities - the bulk of which are mortgage-backed securities, entitle their purchasers to receive a share of the cash flows from a pool of assets such as principal and interest repayments from a pool of mortgages (such as Collateralized Mortgage Obligations) or credit card receivables.

Florin Resource Conservation District

Notes to Basic Financial Statements, Continued

For the years ended June 30, 2025 and 2024

2. CASH AND INVESTMENTS, Continued

C. Investments, Continued

As of June 30, 2025, the District had \$7,107,194 invested in LAIF, which had invested 2.02% of the pool investments funds in Structured Notes and Asset-Backed Securities as compared to 3.00% in the previous year. The LAIF fair value factor of 1.001198310 was used to calculate the fair value of the investments in LAIF.

As of June 30, 2024, the District had \$6,763,821 invested in LAIF, which had invested 3.00% of the pool investments funds in Structured Notes and Asset-Backed Securities as compared to 2.78% in the previous year. The LAIF fair value factor of 0.996316042 was used to calculate the fair value of the investments in LAIF.

The District is a voluntary participant in the Investment Trust of California (CalTRUST) which is a Joint Powers Authority governed by a Board of Trustees made up of local treasurers and investment officers. The Board of Trustees sets overall policy for CalTRUST and selects and supervises the activities of the Investment Manager and other agents. As of June 30, 2025 and 2024, the District had \$1,497,831 and \$1,413,515 invested in the CalTRUST Medium-term pool. Amounts that may be withdrawn from the Medium-term pool are based on the net asset value per share and the number of shares held by participants in each pool.

D. Risk Disclosures

Interest Risk: Interest rate risk is the market value fluctuation due to overall changes in the interest rates. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. One of the ways the District manages its exposure to interest rate risk is by purchasing a combination of shorter term and longer-term investments and by timing cash flows from maturities so that a portion of the portfolio is maturing or coming close to maturity evenly over time as necessary to provide the cash flow and liquidity needed for operations. The District's investment policy does not contain any provisions limiting interest rate risk that are more restrictive than what is specified in the California Government Code.

Information about the sensitivity of the fair values of the District's investments (including investments held by bond trustee) to market interest rate fluctuations is provided by the tables that shows the distribution of the District's investments by maturity as of June 30, 2025 and 2024 on the following page:

Florin Resource Conservation District

Notes to Basic Financial Statements, Continued

For the years ended June 30, 2025 and 2024

2. CASH AND INVESTMENTS, Continued

D. Risk Disclosures, Continued

2025:

Investment Type	Fair Value	Investment Maturities (in years)				
		1 year or Less	2 years	3 years	4 years	5 years or More
Securities of U.S. Government						
Treasury and Agencies:						
Federal Farm Credit Bank - 5.170% 7/15/2027	\$ 1,000,200	\$ -	\$ -	\$ 1,000,200	\$ -	\$ -
Fannie Mae - 0.580% 11/25/25	984,870	984,870	-	-	-	-
Federal Farm Credit Bank - 0.870% 4/15/26	974,690	974,690	-	-	-	-
Fannie Mae - 0.720% 7/09/25	999,200	999,200	-	-	-	-
Money Market F&M	1,172,539	1,172,539	-	-	-	-
Money Market US Bank	156,471	156,471	-	-	-	-
CalTrust (NAV)	1,497,831	1,497,831	-	-	-	-
Local Agency Investment Fund	7,107,194	7,107,194	-	-	-	-
Total	\$ 13,892,995	\$ 12,892,795	\$ -	\$ 1,000,200	\$ -	\$ -

2024:

Investment Type	Fair Value	Investment Maturities (in years)				
		1 year or Less	2 years	3 years	4 years	5 years or More
Securities of U.S. Government						
Treasury and Agencies:						
Federal Farm Credit Bank - 0.570% 7/02/24	\$ 999,860	\$ 999,860	\$ -	\$ -	\$ -	\$ -
Fannie Mae - 0.580% 11/25/25	940,320	-	940,320	-	-	-
Federal Farm Credit Bank - 0.870% 4/15/26	932,750	-	932,750	-	-	-
Fannie Mae - 0.720% 7/09/25	953,490	-	953,490	-	-	-
Money Market F&M	1,142,505	1,142,505	-	-	-	-
Money Market US Bank	106,116	106,116	-	-	-	-
CalTrust (NAV)	1,413,515	1,413,515	-	-	-	-
Local Agency Investment Fund	6,763,821	6,763,821	-	-	-	-
Total	\$ 13,252,377	\$ 10,425,817	\$ 2,826,560	\$ -	\$ -	\$ -

2. CASH AND INVESTMENTS, Continued

D. Risk Disclosures, Continued

Credit Risk: Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligations to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. At June 30, 2024 the District’s deposits and investments were rated as follows:

	Credit Quality Ratings	
	Moody's	S&P
Federal Farm Credit Bank - 5.170% 7/15/2027	AA1	AA+
Fannie Mae - 0.580% 11/25/25	AA1	AA+
Federal Farm Credit Bank - 0.870% 4/15/26	AA1	AA+
Fannie Mae - 0.720% 7/09/25	N/A	N/A
Local Agency Investment Funds	Unrated	Unrated
CalTrust	Unrated	AA-f

Concentration of Credit Risk: The California Government Code limits the amount the District may invest in any one issuer, with the exception of U.S. Treasury obligations, U.S. Agency securities and LAIF. The District has no investments in any one issuer (other than money market mutual funds and external investment pools) that represent 5% or more of total District investments.

Custodial credit risk: Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. The custodial credit risk for investments is the risk that, in the event of the failure of the counterparty (e.g., broker-dealer) to a transaction, a government will not be able to recover the value for its investment or collateral securities that are in the possession of another party.

E. Investment Valuation

Investments (except money market accounts that are included as part of restricted cash and investments) are measured at fair value on a recurring basis. *Recurring* fair value measurements are those that Governmental Accounting Standards Board (GASB) Statements require or permit in the statement of net position at the end of each reporting period. Fair value measurements are categorized based on the valuation inputs used to measure an asset’s fair value: Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. Investment fair value measurements at June 30, 2025 and 2024 were as follows:

Florin Resource Conservation District

Notes to Basic Financial Statements, Continued

For the years ended June 30, 2025 and 2024

2. CASH AND INVESTMENTS, Continued

E. Investment Valuation, Continued

2025:

Investment Type	Fair Value	Fair Value Measurement Using		
		Level 1	Level 2	Level 3
Securities of U.S. Government				
Treasury and Agencies:				
Federal Farm Credit Bank - 5.170% 7/15/2027	\$ 1,000,200	\$ -	\$ 1,000,200	\$ -
Fannie Mae - 0.580% 11/25/25	984,870	-	984,870	-
Federal Farm Credit Bank - 0.870% 4/15/26	974,690	-	974,690	-
Fannie Mae - 0.720% 7/09/25	999,200	-	999,200	-
Total Securities of U.S. Government	\$ 3,958,960	\$ -	\$ 3,958,960	\$ -
<i>Investments not subject to levelling:</i>				
Money Market F&M	1,172,539			
Money Market US Bank	156,471			
CalTrust Investment Pool (NAV)	1,497,831			
Local Agency Investment Fund	7,107,194			
Total	\$ 13,892,995			

2024:

Investment Type	Fair Value	Fair Value Measurement Using		
		Level 1	Level 2	Level 3
Securities of U.S. Government				
Treasury and Agencies:				
Federal Farm Credit Bank - 0.570% 7/02/24	\$ 999,860	\$ -	\$ 999,860	\$ -
Fannie Mae - 0.580% 11/25/25	940,320	-	940,320	-
Federal Farm Credit Bank - 0.870% 4/15/26	932,750	-	932,750	-
Fannie Mae - 0.720% 7/09/25	953,490	-	953,490	-
Total Securities of U.S. Government	\$ 3,826,420	\$ -	\$ 3,826,420	\$ -
<i>Investments not subject to levelling:</i>				
Money Market F&M	1,142,505			
Money Market US Bank	106,116			
CalTrust Investment Pool (NAV)	1,413,515			
Local Agency Investment Fund	6,763,821			
Total	\$ 13,252,377			

Federal Agency Securities categorized as Level 2 are valued based on matrix pricing which use observable market inputs such as yield curves and market indices that are derived principally from or corroborated by observable market data by correlation to other means.

Florin Resource Conservation District
Notes to Basic Financial Statements, Continued
For the years ended June 30, 2025 and 2024

3. CAPITAL ASSETS

Capital asset activity for the years ended June 30, 2025, 2024 and 2023 were as follows:

	Balance June 30, 2023	2024		Balance June 30, 2024	2025		Balance June 30, 2025
		Additions	Reductions		Additions	Reductions	
Capital assets not being depreciated:							
Land	\$ 781,206	\$ -	\$ -	\$ 781,206	\$ 165,147	\$ -	\$ 946,353
Construction in progress	388,952	261,393	(388,952)	\$ 261,393	1,022,022	(856,747)	426,668
Total capital assets not being depreciated	1,170,158	261,393	(388,952)	1,042,599	1,187,169	(856,747)	1,373,021
Capital assets being depreciated:							
Buildings	5,725,677	57,794	-	5,783,471	-	-	5,783,471
Wells	9,070,351	97,886	-	9,168,237	-	-	9,168,237
Treatment Plants	13,977,951	303,668	-	14,281,619	1,092,825	-	15,374,444
Water mains	97,428,995	1,126,276	(55,121)	98,500,150	5,226,276	(55,251)	103,671,175
Equipment	2,752,849	399,647	-	3,152,496	520,676	-	3,673,172
Total assets being depreciated	128,955,823	1,985,271	(55,121)	130,885,973	6,839,777	(55,251)	137,670,499
Less accumulated depreciation for:							
Buildings	(88,598)	(143,142)	-	(231,740)	(147,589)	-	(379,329)
Wells	(6,369,888)	(261,753)	-	(6,631,641)	(281,330)	-	(6,912,971)
Treatment Plants	(7,765,613)	(327,775)	-	(8,093,388)	(342,541)	-	(8,435,929)
Water mains	(24,598,347)	(1,245,255)	34,589	(25,809,013)	(1,232,889)	34,800	(27,007,102)
Equipment	(2,172,677)	(186,922)	-	(2,359,599)	(214,842)	-	(2,574,441)
Total accumulated depreciation	(40,995,123)	(2,164,847)	34,589	(43,125,381)	(2,219,191)	34,800	(45,309,772)
Total capital assets being depreciated, net	87,960,700	(179,576)	(20,532)	87,760,592	4,620,586	(20,451)	92,360,727
Total capital assets, net	\$ 89,130,858	\$ 81,817	\$ (409,484)	\$ 88,803,191	\$ 5,807,755	\$ (877,198)	\$ 93,733,748

Florin Resource Conservation District

Notes to Basic Financial Statements, Continued

For the years ended June 30, 2025 and 2024

4. LONG-TERM DEBT

The following is a summary of long-term liability activity for the years ended June 30, 2025 and 2024:

	Balance June 30, 2024	2025		Balance June 30, 2025	Due Within One Year
		Additions	Reductions		
Certificates of Participation					
2014 Refunding, Series A	\$ 18,300,000	\$ -	\$ (2,330,000)	\$ 15,970,000	\$ 2,170,000
Notes from direct borrowings and direct placements					
2016 Refunding, Series A	11,635,000	-	(450,000)	11,185,000	765,000
Total debt outstanding	29,935,000	-	(2,780,000)	27,155,000	2,935,000
Compensated absences ⁽¹⁾	394,830	26,205	-	421,035	404,750
TOTAL	<u>\$ 30,329,830</u>	<u>\$ 26,205</u>	<u>\$ (2,780,000)</u>	<u>\$ 27,576,035</u>	<u>\$ 3,339,750</u>
Unamortized bond discounts & premiums	1,134,140	-	(126,015)	1,008,124	
Less: Due within one year	(3,166,462)			(3,339,750)	
Due in more than one year	<u>\$ 28,297,507</u>			<u>\$ 25,244,409</u>	

⁽¹⁾ The change in compensated absences liability is presented as a net change.

	Balance June 30, 2023	2024		Balance June 30, 2024	Due Within One Year
		Additions	Reductions		
Certificates of Participation					
2014 Refunding, Series A	\$ 20,545,000	\$ -	\$ (2,245,000)	\$ 18,300,000	\$ 2,330,000
Notes from direct borrowings and direct placements					
2016 Refunding, Series A	12,065,000	-	(430,000)	11,635,000	450,000
Total debt outstanding	32,610,000	-	(2,675,000)	29,935,000	2,780,000
Compensated absences ⁽¹⁾	349,075	45,755	-	394,830	386,462
TOTAL	<u>\$ 32,959,075</u>	<u>\$ 45,755</u>	<u>\$ (2,675,000)</u>	<u>\$ 30,329,830</u>	<u>\$ 3,166,462</u>
Unamortized bond discounts & premiums	1,260,155	-	(126,015)	1,134,140	
Less: Due within one year	(2,998,750)			(3,166,462)	
Due in more than one year	<u>\$ 31,220,480</u>			<u>\$ 28,297,507</u>	

⁽¹⁾ The change in compensated absences liability is presented as a net change.

Florin Resource Conservation District
Notes to Basic Financial Statements, Continued
For the years ended June 30, 2025 and 2024

4. LONG-TERM DEBT, Continued

Long-term debt as of June 30, 2025 and 2024 consisted of the following:

	2025	2024
<u>Florin Resource Conservation District, Water Revenue Refunding Bonds, 2014 Series A</u>		
On December 16, 2014, the District issued the Florin Resource Conservation District, Water Revenue Refunding Bonds, 2014 Series A in the amount of \$32,325,000. The proceeds were used to prepay aggregate principal amount of outstanding certificates of participation previously executed and delivered by the District, purchase a debt service reserve surety bond, and pay for certain costs associated with the issuance of the 2014 Series A Bonds. The Bonds are secured by a lien on the net water system revenues. Annual principal payments of \$715,000 to \$2,450,000 are due on September 1 through September 1, 2032. Semi-annual interest payments of \$37,625 to \$688,909 are due March 1 and September 1, 2016 through September 1, 2032. Interest rates range from 4.30% to 5.00%. These bonds are rated A+ by Standard and Poors. The refunding resulted in an economic gain of \$3,563,207 and an accounting loss that was recorded as a deferred outflow of resources. The unamortized balance of the deferred loss on refunding as of June 30, 2025 and 2024 was \$311,677 and \$356,202. The aggregate difference between the debt service requirements of the refunding bonds and remaining debt service of the refunded bonds was \$4,893,871.	\$ 15,970,000	\$ 18,300,000
<u>Florin Resource Conservation District, Water Revenue Refunding Bonds, 2016 Series A</u>		
On June 7, 2016, the District issued the Florin Resource Conservation District, Direct Placement Water Revenue Refunding Bonds, 2016 Series A in the amount of \$14,875,000. The proceeds were used to prepay aggregate principal amount of outstanding certificates of participation previously executed and delivered by the District, purchase a debt service reserve surety bond, and pay for certain costs associated with the issuance of the 2016 Series A Bonds. The Bonds are secured by a lien on the net water system revenues. Annual principal payments of \$350,000 to \$2,395,000 are due on September 1 through September 1, 2032. Semi-annual interest payments of \$43,110 to \$261,450 are due March 1 and September 1, 2016 through September 1, 2032. Interest rate 3.6%. The refunding resulted in an economic gain of \$2,098,268 and an accounting loss that was recorded as a deferred outflow of resources. The unamortized balance of the deferred loss on refunding as of June 30, 2025 and 2024 was \$205,819 and \$235,221. The aggregate difference between the debt service requirements of the refunding bonds and the remaining debt service of the refunded bonds was \$9,573,508.	\$ 11,185,000	\$ 11,635,000
TOTAL	\$ 27,155,000	\$ 29,935,000

Florin Resource Conservation District

Notes to Basic Financial Statements, Continued

For the years ended June 30, 2025 and 2024

4. LONG TERM DEBT, Continued

The annual requirements to amortize the outstanding business-type activities debt as of June 30, 2025 are as follows:

Year Ending June 30,	2014 Refunding, Series A Bonds		Direct Placement 2016 Refunding, Series A Bonds		Total
	Principal	Interest	Principal	Interest	
2026	\$ 2,170,000	\$ 617,613	\$ 765,000	\$ 388,890	\$ 3,941,503
2027	2,285,000	545,147	790,000	360,900	3,981,047
2028	2,365,000	465,200	815,000	332,010	3,977,210
2029	2,450,000	379,406	845,000	302,130	3,976,536
2030	2,150,000	281,250	1,280,000	263,880	3,975,130
2031-2033	4,550,000	336,000	6,690,000	376,020	11,952,020
	<u>\$ 15,970,000</u>	<u>\$ 2,624,616</u>	<u>\$ 11,185,000</u>	<u>\$ 2,023,830</u>	<u>\$ 31,803,446</u>

Pledged Revenues: The District has pledged future water system revenues, net of specified operating expenses, to repay its 2014 Series A Water Revenue Refunding Bonds and 2016 Series A Water Revenue Refunding Bonds in the original amount of \$32,325,000 and \$14,875,000, respectively. Proceeds of the 2016 Bonds were used to retire the 2002, 2003 and 2005 Certificates.

The District's 2016 Series A Revenue Refunding Bonds were issued under a supplemental indenture to the 2014 Series A Water Revenue Refunding Bonds and are classified as notes from direct borrowings and direct placements. The 2016 Series A Water Revenue Refunding Bonds contain a provision that in the event of a default, outstanding amounts become immediately due if the District is unable to make payment.

The 2014 and 2016 bonds are parity debt, with the net revenues, less the rate stabilization fund, required to be at least 1.15 times the sum of the cash basis installment principal and interest payments on the outstanding bonds and any other obligation payable from water system revenues.

The calculation of the required coverage ratios as of June 30, 2025 and 2024 were as follows:

Covenant:		2025	2024
Revenues ⁽¹⁾	a	\$ 18,514,319	\$ 17,082,785
Total Operating Expenses		(13,617,995)	(13,284,364)
Exclude: Depreciation Expense		2,219,191	2,164,846
Exclude: GASB 68 Adj		683,942	983,940
Net Operating Expenses ⁽²⁾	b	(10,714,862)	(10,135,578)
Net revenues, not including rate stabilization fund, accrual basis	a-b=c	7,799,457	6,947,207
Interest and principal payments, cash basis (as defined)	d	\$ 3,888,029	\$ 3,886,994
Coverage ratio computed	c/d	2.01	1.79

⁽¹⁾ Includes interest earnings on investments, excludes unrealized gain/loses from GASB 31 fair value adjustments

⁽²⁾ Excludes depreciation expense, capital expenditures and debt service and GASB 68 non-cash pension adjustments

Florin Resource Conservation District

Notes to Basic Financial Statements, Continued

For the years ended June 30, 2025 and 2024

4. LONG TERM DEBT, Continued

Arbitrage: The Tax Reform Act of 1986 instituted certain arbitrage restrictions with respect to the issuance of tax-exempt bonds after August 31, 1986. Arbitrage regulations deal with investments of all tax-exempt bond proceeds at an interest yield greater than the interest paid to the bondholders. Generally, all interest paid to bond holders can be retroactive if applicable rebates are not reported and paid to the Internal Revenue Service at least every five years. The District performed calculations of excess investments earnings on various investments and financings and determined there was no arbitrage liability at June 30, 2025 and 2024.

5. NET POSITION RESERVES

The District's Board of Directors approved a reserve policy that authorized commitments of unrestricted net position reported in the audited financial statements up to a specified dollar amount as of June 30, 2025 and 2024 as follows:

	Description	2025	2024
Operating fund	120 days of annual operations and maintenance budget	\$ 5,409,511	\$ 5,349,253
Future capital improvement fund	75% of unrestricted funds not allocated to other reserve funds	6,271,718	6,414,378
Capital improvement fund	Annual capital improvement budget	1,834,000	1,089,000
Future capital replacement fund	25% of unrestricted funds not allocated to other reserve funds	2,090,573	2,138,126
Capital replacement fund	Annual capital replacement budget	2,541,000	2,746,000
Elections and special studies	Amount specified by Board of Directors	-	460,000
Total net position commitments		<u>\$ 18,146,802</u>	<u>\$ 18,196,757</u>

6. INSURANCE

The District is a member of the Association of California Water Agencies Joint Powers Insurance Authority (ACWA/JPIA or JPIA). The JPIA is a risk-pooling self-insurance authority, created under the provisions of the California Government Code for the purpose of providing insurance coverage for its member districts. The District pays an annual premium to JPIA for liability, property, and workers compensation coverage. The District's annual premium is based on its pro-rata share of charges for the pooled risk, claims adjusting and legal costs, and administrative and other costs to operate the JPIA. The District's coverage and corresponding deductibles are as follows:

Coverage	Amount	Deductible
Liability (including errors and omissions)	\$ 55,000,000	None
Cyber Liability	\$ 5,000,000/occurrence	\$ 25,000
Property	\$ 2,500,000 - 500,000,000	\$ 500-25,000
Excess Crime	\$ 1,000,000	\$ 100,000
Worker's compensation	\$ 4,000,000	None

Florin Resource Conservation District

Notes to Basic Financial Statements, Continued

For the years ended June 30, 2025 and 2024

7. RETIREMENT BENEFITS

A. Plan Description

All qualified permanent and probationary employees are eligible to participate in the Public Agency Cost-Sharing Multiple-Employer Defined Benefit Pension Plan (Plan) administered by the California Public Employees' Retirement System (CalPERS.) The Plan consists of individual rate plans (benefit tiers) within a safety risk pool (police and fire) and a miscellaneous risk pool (all others). Plan assets may be used to pay benefits for any employer rate plan of the safety and miscellaneous pools. Accordingly, rate plans within the safety or miscellaneous pools are not separate plans under GASB Statement No. 68. Individual employers may sponsor more than one rate plan in the miscellaneous or safety risk pools. The District sponsors two miscellaneous rate plans. Benefit provisions under the Plan are established by State statute and District resolution. CalPERS issues publicly available reports that include a full description of the pension plan regarding benefit provisions, assumptions, and membership information that can be found on the CalPERS website.

B. Benefits Provided

CalPERS provides service retirement and disability benefits, annual cost of living adjustments and death benefits to plan members who must be public employees, and beneficiaries. Benefits are based on years of credited service, equal to one year of full-time employment. Members with five years of total service are eligible to retire at age 55 with statutorily reduced benefits. All members are eligible for non-duty disability benefits after 10 years of service. The death benefit is one of the following: the Basic Death Benefit, the 1957 Survivor Benefit, or the Optional Settlement 2W Death Benefit. The cost-of-living adjustments for each plan are applied as specified by the Public Employee's Retirement Law.

The rate plans' provisions and benefits in effect at June 30, 2025 and 2024 are summarized as follows:

	Miscellaneous - Classic	Miscellaneous - PEPRA
Hire Date	Prior to January 1, 2013	On or after January 1, 2013
Benefit vesting schedule	5 years service	5 years service
Benefit payment	Monthly for life	Monthly for life
Retirement age	55	62
Monthly benefits, as a % of annual salary	2.00%	2.00%
Required employee contribution rates	6.000%	7.750%
Required employer contribution rates (2025)	12.810%	7.870%
Required unfunded liability payment (2025)	\$31,609	\$2,714
Required employer contribution rates (2024)	12.760%	7.680%
Required unfunded liability payment (2024)	\$0	\$0

7. RETIREMENT BENEFITS, Continued

C. Contributions

Section 20814(c) of the California Public Employees’ Retirement Law requires that the employer contribution rates for all public employers be determined on an annual basis by the actuary and are effective on the July 1 following notice of a change in the rate. Funding contributions for the Plan are determined annually on an actuarial basis as of June 30 by CalPERS. The actuarially determined rate is the estimated amount necessary to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. The District is required to contribute the difference between the actuarially determined rate and the contribution rate of employees.

The District’s contributions to the Plan for the measurement periods ended June 30, 2024 and 2023 were \$344,028 and \$282,216, respectively.

D. Pension Liabilities, Pension Expenses, and Deferred Outflows/Inflows of Resources Related to Pensions

As of June 30, 2025, the District reported a net pension liability for its proportionate share of the net pension liability of the Plan of \$620,411 and as of June 30, 2024, the District reported a net pension liability for its proportionate share of the net pension liability of the Plan of \$650,397, respectively.

The District’s net pension liability for the Plan is measured as the proportionate share of the total net pension liability of the Plan. The net pension liability of the Plan for the fiscal year 2025 is measured as of June 30, 2024, and the total pension liability for the Plan used to calculate the net pension liability was determined by actuarial valuations as of June 30, 2023 rolled forward to June 30, 2024 using standard update procedures. The net pension liability of the Plan for the fiscal year 2024 is measured as of June 30, 2023, and the total pension liability for the Plan used to calculate the net pension liability was determined by actuarial valuations as of June 30, 2022 rolled forward to June 30, 2023 using standard update procedures. The District’s proportionate share of the net pension liability was based on the District’s plan liability and asset-related information where available, and proportional allocations of plan amounts as of the valuation date where not available.

The District’s proportionate share of the net pension liability for the plan as of the measurement date of June 30, 2024, 2023 and 2022 were as follows:

Proportion - June 30, 2023	0.005210%	Proportion - June 30, 2022	0.002760%
Proportion - June 30, 2024	<u>0.005120%</u>	Proportion - June 30, 2023	<u>0.005210%</u>
Change - Increase (Decrease)	-0.000090%	Change - Increase (Decrease)	0.002450%

Florin Resource Conservation District

Notes to Basic Financial Statements, Continued

For the years ended June 30, 2025 and 2024

7. RETIREMENT BENEFITS, Continued

D. Pension Liabilities, Pension Expenses, and Deferred Outflows/Inflows of Resources Related to Pensions, Continued

For the year ended June 30, 2025 and 2024 the District recognized pension expense of \$683,942 and \$983,940, respectively. Significant fluctuations in the District's proportionate share of pension expense can result from the Plan's allocation methodology that utilizes multiple allocation percentages. Due to these fluctuations, the District has presented pension expense separately in the Statement of Revenues, Expenses, and Changes in Net Position.

At June 30, 2025 and 2024, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	2025		2024	
	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources
Pension contributions subsequent to measurement date	\$ 392,260	\$ -	\$ 344,028	\$ -
Changes in employer's proportion	557,069	-	824,826	224,005
Differences between the employer's contribution and the employer's proportionate share of contributions	-	314,746	281,676	339,705
Changes of assumptions	15,946	-	39,267	-
Differences between expected and actual experiences	53,644	2,098	33,226	5,159
Net differences between projected and actual earnings on plan investments	35,716	-	105,305	-
Total	\$ 1,054,635	\$ 316,844	\$ 1,628,328	\$ 568,869

\$392,260 and \$344,028 reported as deferred outflows of resources related to contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the years ending June 30, 2026 and 2025, respectively. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized as pension expense as follows:

Year		
Ending June 30:	2025	2024
2025	\$ -	\$ 406,697
2026	256,557	238,082
2027	85,505	67,630
2028	15,710	3,022
2029	(12,240)	-

Florin Resource Conservation District

Notes to Basic Financial Statements, Continued

For the years ended June 30, 2025 and 2024

7. RETIREMENT PLANS, Continued

E. Actuarial Assumptions

The total pension liabilities in the June 30, 2023 and 2022 actuarial valuations were determined using the following actuarial assumptions:

	2025	2024
Valuation Date	June 30, 2023	June 30, 2022
Measurement Date	June 30, 2024	June 30, 2023
Actuarial Cost Method	Entry-Age Normal Cost Method	Entry-Age Normal Cost Method
Actuarial Assumptions:		
Discount Rate	6.90%	6.90%
Inflation	2.30%	2.30%
Projected Salary Increase	Varies by entry age and service	Varies by entry age and service
Investment Rate of Return ⁽¹⁾	6.90%	6.90%
Mortality	Derived by CalPERS membership data for all funds	Derived by CalPERS membership data for all funds

(1) Net of pension plan investment expenses, including inflation

The underlying mortality assumptions and all other actuarial assumptions used in the June 30, 2023 and 2022 valuation was based on the 2021 Experience Study. Further details of the Experience Studies can be found on the CalPERS website.

F. Discount Rate

The discount rate used to measure the total pension liability as of the measurement date of June 30, 2024 and 2023 for the Plan was 6.90%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers will be made at the statutorily required rates, actuarially determined. Based on those assumptions, the Plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all periods of projected benefit payments to determine the total pension liability. A detailed report testing these projections can be obtained from the CalPERS website at www.calpers.ca.gov.

In determining the long-term expected rate of return as of the measurement date June 30, 2024 and 2023, CalPERS took into account long-term market return expectations as well as the expected pension fund cash flows. Projected returns for all asset classes are estimated and, combined with risk estimates, are used to project compound (geometric) returns over the long term. The discount rate used to discount liabilities was informed by the long-term projected portfolio return.

Florin Resource Conservation District

Notes to Basic Financial Statements, Continued

For the years ended June 30, 2025 and 2024

7. RETIREMENT PLANS, Continued

G. Discount Rate, Continued

The tables below reflect the long-term expected real rate of return by asset class as of the measurement date June 30, 2024 and 2023.

Asset Class	Assumed Asset Allocation	Real Return Years 1 - 10(a)(b)
Global Equity - cap-weighted	30.00%	4.54%
Global Equity - noncap-weighted	12.00%	3.84%
Private Equity	13.00%	7.28%
Treasury	5.00%	0.27%
Mortgage-backed Securities	5.00%	0.50%
Investment Grade Corporates	10.00%	1.56%
High Yield	5.00%	2.27%
Emerging Market Debt	5.00%	2.48%
Private Debt	5.00%	3.57%
Real Assets	15.00%	3.21%
Leverage	-5.00%	-0.59%
Total	100%	

(a) An expected inflation of 2.3% used for this period.

(b) Figures are based on the 2021-22 Asset Liability Management study

H. Sensitivity of the Proportionate Share of the Net Pension Liability to Changes in the Discount Rate

The following presents the District's proportionate share of the net pension liability for the Plan, calculated using the discount rate for the Plan, as well as what the District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

	2025	2024
1% Decrease	5.90%	5.90%
Net Pension Liability/(Asset)	\$ 2,567,584	\$ 2,420,083
Current Discount Rate	6.90%	6.90%
Net Pension Liability/(Asset)	\$ 620,411	\$ 650,397
1% Increase	7.90%	7.90%
Net Pension Liability/(Asset)	\$ (982,399)	\$ (806,206)

I. Pension Plan Fiduciary Net Position

Detailed information about each pension plan's fiduciary net position is available in the separately issued CalPERS financial reports.

Florin Resource Conservation District

Notes to Basic Financial Statements, Continued

For the years ended June 30, 2025 and 2024

7. RETIREMENT PLANS, Continued

J. Payable to the Pension Plan

At June 30, 2025 and 2024 the District reported a payable of \$0 and \$0 for outstanding amount of required contributions to the pension plan.

8. OTHER POSTEMPLOYMENT BENEFITS PLAN

A. Plan Description

The District has established an Other Postemployment Benefits plan (OPEB Plan) and participates in an agent multiple employer defined benefit retiree healthcare plan. CalPERS invests the plan's assets as part of the California Employer's Retiree Benefit Trust (CERBT). The OPEB Plan provides employees who retire directly from the District, at a minimum age of 55 and with a minimum of fifteen years of continuous service with the District, a lifetime cash subsidy for monthly medical, dental and vision insurance premiums for each eligible employee and spouse or registered domestic partner retiring within 120 days of separation from the District. Benefits from the District continue to the surviving spouses upon death of the retiree. Employees hired before October 28, 2009 had a one-time option to increase their years for eligibility from five to fifteen and have vision and dental coverage added to their post-retirement benefit.

B. Employees Covered

As of the June 30, 2023 actuarial valuation, the following current and former employees were covered by the benefit terms under the OPEB Plan:

Active employees	30
Inactive employees or beneficiaries currently receiving benefits	<u>6</u>
Total	36

C. Contributions

The OPEB Plan and its contribution requirements are established by and may be amended by the District. The annual contribution is based on the actuarially determined contribution. For the fiscal year ended June 30, 2025, the District's cash contributions were \$111,518 in pay-as-you-go premiums, payment to the trust of \$40,090 and the estimated implicit subsidy was \$31,950 resulting in total payments of \$183,558. For the fiscal year ended June 30, 2024, the District's cash contributions were \$75,295 in pay-as-you-go premiums, payment to the trust of \$149,088 and the estimated implicit subsidy was \$22,171 resulting in total payments of \$246,554.

Florin Resource Conservation District

Notes to Basic Financial Statements, Continued

For the years ended June 30, 2025 and 2024

8. OTHER POSTEMPLOYMENT BENEFITS PLAN, Continued

D. Actuarial Assumptions

The District's net OPEB liability as of June 30, 2025 was measured as of June 30, 2024 and the net OPEB liability as of June 30, 2024 was measured as of June 30, 2023. The total OPEB liability used to calculate the net OPEB liability for the June 30, 2024 and 2023 measurement dates were determined by an actuarial valuation dated June 30, 2023 based on the following actuarial methods and assumptions:

Actuarial Assumptions		
Valuation Date	June 30, 2023	June 30, 2023
Measurement Date	June 30, 2024	June 30, 2023
Discount Rate	6.55%	6.20%
Inflation rate	2.50%	2.50%
Salary Increases	3.00% per year	3.00% per year
Investment Rate of Return	6.55%	6.20%
Mortality Rate	CalPERS Experience Study 2021	CalPERS Experience Study 2021
Pre-Retirement Turnover	MW Scale 2022	MW Scale 2022

E. Discount Rate

The discount rate used to measure the total OPEB liability as of the June 30, 2024 and 2023 measurement dates were 6.55 percent and 6.20 percent based on the CERBT Strategy 1 investment policy. To derive the expected future trust return specifically for the District, CalPERS future return expectations were adjusted to align with the 2.50% general inflation assumption. Then applying the plan specific benefit payments to CalPERS bifurcated return expectations, the single long-term rate of return was determined to be 6.55% and 6.20% as of the June 30, 2024 and 2023 measurement dates.

The long-term expected rate of return on OPEB plan investments was derived from information published by CalPERS for CERBT Strategy 1. CalPERS determined its returns using a building-block method and best estimate ranges of expected future real rates of return for each major asset class (expected returns, net of OPEB plan investment expenses and inflation). The target allocation and best estimates of geometric real rates of return for each major asset class as of the June 30, 2024 and 2023 measurement dates are summarized in the following table:

Investment Class	June 30, 2024		June 30, 2023	
	Target Allocation	Long-Term Expected Real Rate of Return	Target Allocation	Long-Term Expected Real Rate of Return
Global Equity	49.00%	7.10%	49.00%	6.80%
Fixed Income	23.00%	5.00%	23.00%	4.50%
Treasury Inflation-Protected Securities	5.00%	3.80%	5.00%	3.60%
Commodities	3.00%	4.40%	3.00%	3.50%
Real Estate Investment Trusts	20.00%	6.40%	20.00%	6.20%
TOTAL	100.00%		100.00%	

Florin Resource Conservation District

Notes to Basic Financial Statements, Continued

For the years ended June 30, 2025 and 2024

8. OTHER POSTEMPLOYMENT BENEFITS PLAN, Continued

F. Net OPEB Liability

As of June 30, 2025 the District reported a net OPEB asset of \$486,725 and as of June 30, 2024 the District reported a net OPEB asset of \$25,025.

G. Changes in the OPEB Liability

The changes in the net OPEB liability for the OPEB Plan as of June 30, 2025 and 2024 are as follows:

	Increase (Decrease)		
	Total OPEB Liability (a)	Plan Fiduciary Net Position (b)	Net OPEB Liability/(Asset) (c) = (a) - (b)
Balance at June 30, 2023 (Measurement Date June 30, 2022)	\$ 4,693,993	\$ 3,526,731	\$ 1,167,262
Changes recognized for the measurement period:			
Service cost	206,640	-	206,640
Interest	299,716	-	299,716
Change in Benefit Terms	17,690	-	17,690
Difference between expected and actual experience	(1,297,556)	-	(1,297,556)
Changes in Assumption	81,204	-	81,204
Contributions - employer	-	272,542	(272,542)
Net investment income	-	228,464	(228,464)
Benefit payment	(133,003)	(133,003)	-
Administrative expenses	-	(1,025)	1,025
Net Changes	(825,309)	366,978	(1,192,287)
Balance at June 30, 2024 (Measurement Date June 30, 2023)	\$ 3,868,684	\$ 3,893,709	\$ (25,025)
Changes recognized for the measurement period:			
Service cost	173,815	-	173,815
Interest	247,613	-	247,613
Difference between expected and actual experience	-	181,066	(181,066)
Changes in Assumption	(210,786)	-	(210,786)
Contributions - employer	-	246,554	(246,554)
Net investment income	-	245,992	(245,992)
Benefit payment	(97,466)	(97,466)	-
Administrative expenses	-	(1,270)	1,270
Net Changes	113,176	574,876	(461,700)
Balance at June 30, 2025 (Measurement Date June 30, 2024)	\$ 3,981,860	\$ 4,468,585	\$ (486,725)

Florin Resource Conservation District

Notes to Basic Financial Statements, Continued

For the years ended June 30, 2025 and 2024

8. OTHER POSTEMPLOYMENT BENEFITS PLAN, Continued

H. Sensitivity of the Net OPEB Liability to Changes in the Discount Rate

The following presents the net OPEB liability of the District if it were calculated using a discount rate that is one percentage point lower or one percentage point higher than the current rate, for measurement period ended June 30, 2024 and 2023:

	2024	2023
1% Decrease	5.55%	5.20%
Net OPEB Liability	\$ 159,641	\$ 626,529
Current Discount Rate	6.55%	6.20%
Net OPEB Liability / (Asset)	\$ (486,725)	\$ (25,025)
1% Increase	7.55%	7.20%
Net OPEB Liability	\$ (1,010,794)	\$ (551,171)

I. Sensitivity of the Net OPEB Liability to Changes in the Health Care Cost Trend Rates

The Healthcare Cost Trend Rate was assumed to start at 10.0% (increase effective January 1, 2025), drop to 5.6% (increase effective January 1, 2026), and then grade down to 3.9% for years 2075 and later. The following presents the net OPEB liability of the District if it were calculated using health care cost trend rates that are one percentage point lower or one percentage point higher than the assumed rate, for measurement period ended June 30, 2024 and 2023:

	2024	2023
1% Decrease	Trend -1.00%	Trend -1.00%
Net OPEB Liability	\$ (1,125,205)	\$ (645,358)
Current Healthcare Cost Trend Rate	Trend	Trend
Net OPEB Liability / (Asset)	\$ (486,725)	\$ (25,025)
1% Increase	Trend +1.00%	Trend +1.00%
Net OPEB Liability	\$ 336,754	\$ 775,048

J. Recognition of Deferred Outflows and Deferred Inflows of Resources

Gains and losses related to changes in total OPEB liability and fiduciary net position are recognized in OPEB expense systematically over time. Amounts are first recognized in OPEB expense for the year the gain or loss occurs. The remaining amounts are categorized as deferred outflows and deferred inflows of resources related to OPEB and are to be recognized in future OPEB expense. The recognition period differs depending on the source of the gain or loss:

Net difference between projected and actual earnings on OPEB plan investments	5 years
All other amounts	Expected average remaining service lifetime (EARSL)

Florin Resource Conservation District

Notes to Basic Financial Statements, Continued

For the years ended June 30, 2025 and 2024

8. OTHER POSTEMPLOYMENT BENEFITS PLAN, Continued

K. OPEB Expense and Deferred Outflows/(Inflows) of Resources Related to OPEB

For the fiscal years ended June 30, 2025 and 2024, the District recognized OPEB expense of \$117,704 and \$304,550, respectively. For the fiscal years ended June 30, 2025 and 2024, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	2025		2024	
	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experiences in the measurement of Total OPEB Liability	\$ 1,242	\$ 1,290,016	\$ 1,485	\$ 1,443,038
Changed in assumptions	751,616	362,777	873,835	195,247
Net differences between projected and actual earnings on OPEB plan investments	36,476	-	232,356	-
Contributions to OPEB plan after measurement date	183,558	-	246,554	-
Total	\$ 972,892	\$ 1,652,793	\$ 1,354,230	\$ 1,638,285

The \$183,558 and \$246,554 reported as deferred outflows of resources related to contributions subsequent to the June 30, 2024 and 2023 measurement dates will be recognized as a reduction of the net OPEB liability during the fiscal years ending June 30, 2026 and 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized as expense as follows:

Year		
Ending June 30:	2025	2024
2025	\$ -	\$ (3,592)
2026	(79,810)	(24,400)
2027	42,182	97,592
2028	(111,130)	(55,720)
2029	(110,030)	(54,619)
2030	(73,816)	(489,870)
Thereafter	(530,855)	-

Florin Resource Conservation District

Notes to Basic Financial Statements, Continued

For the years ended June 30, 2025 and 2024

9. COMMITMENTS AND CONTINGENCIES

The District is a party to various claims, legal actions and complaints that arise in the normal operation of business. Management and the District's legal counsel believe that there are no loss contingencies that would have a material adverse impact on the financial position of the District.

10. CERTAIN RISK DISCLOSURES

A. *SB 606 and AB 1668 Water Use Efficiency Standards*

The District is subject to environmental regulations mandated by the California State Legislature, which could potentially affect the District's ability to generate sufficient revenues to fund ongoing operations, maintenance, capital improvement projects, and the ability to meet ongoing debt service requirements.

In May 2018, Senate Bill 606 and Assembly Bill 1668 were enacted establishing new water use efficiency standards aimed at significantly enhancing water conservation throughout the State. These water usage requirements could potentially impact the District's ability to generate revenues related to water sales. The District's most recent rate study adopted by the Board on July 18, 2023 for calendars years 2024 to 2028 accounts for the revenue and expense impacts of SB 606 and AB 1668.

REQUIRED SUPPLEMENTARY INFORMATION

Florin Resource Conservation District
Required Supplementary Information
For the years ended June 30, 2025 and 2024

1. DEFINED BENEFIT PENSION PLAN

A. Schedule of the District's Proportionate Share of the Net Pension Liability – Last 10 Fiscal Years

Fiscal Year	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Measurement Date	6/30/2024	6/30/2023	6/30/2022	6/30/2021	6/30/2020	6/30/2019	6/30/2018	6/30/2017	6/30/2016	6/30/2015
Proportion of the net pension liability	0.00512%	0.00521%	0.00276%	-0.02974%	0.01534%	0.01510%	0.01498%	0.01581%	0.01596%	0.01692%
Proportionate share of the net pension liability	\$ 620,411	\$ 650,397	\$ 318,533	\$ (1,608,503)	\$ 1,668,811	\$ 1,547,411	\$ 1,443,330	\$ 1,568,286	\$ 1,381,275	\$ 1,161,703
Covered payroll	\$ 3,283,146	\$ 2,903,161	\$ 2,575,478	\$ 2,517,843	\$ 2,398,498	\$ 2,369,268	\$ 2,359,233	\$ 2,272,435	\$ 2,375,112	\$ 2,055,396
Proportionate Share of the net pension liability as percentage of covered payroll	18.90%	22.40%	12.37%	-63.88%	69.58%	65.31%	61.18%	69.01%	58.16%	56.52%
Plan fiduciary net position as a percentage of the total pension liability	78.08%	76.21%	76.68%	88.29%	75.10%	75.26%	75.26%	73.31%	74.06%	78.40%

Notes to Schedule:

The CalPERS discount rate was increased from 7.5% to 7.65% in fiscal year 2016, decreased from 7.65% to 7.15% in fiscal year 2018 and then decreased from 7.15 to 6.9% in fiscal year 2023.

The CalPERS mortality assumptions were adjusted in fiscal year 2019

B. Schedule of Contributions – Last 10 Fiscal Years

Fiscal Year	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016
Contractually required contribution (actuarially determined)	\$ 392,260	\$ 344,028	\$ 282,216	\$ 245,378	\$ 336,963	\$ 388,976	\$ 350,843	\$ 317,812	\$ 302,911	\$ 298,556
Contribution in relation to the actuarially determined contributions	(392,260)	(344,028)	(282,216)	(245,378)	(1,965,002)	(388,976)	(350,843)	(317,812)	(302,911)	(298,556)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ (1,628,039)	\$ -	\$ -	\$ -	\$ -	\$ -
Covered payroll	\$ 3,441,642	\$ 3,283,146	\$ 2,903,161	\$ 2,575,478	\$ 2,517,843	\$ 2,398,498	\$ 2,369,268	\$ 2,359,233	\$ 2,272,435	\$ 2,375,112
Contributions as a percentage of covered payroll	11.40%	10.48%	9.72%	9.53%	78.04%	16.22%	14.81%	13.47%	13.33%	12.57%

Notes to Schedule

Valuation date: 6/30/2022 6/30/2021 6/30/2020 6/30/2019 6/30/2018 6/30/2017 6/30/2016 6/30/2015 6/30/2014 6/30/2013

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Entry age									
Amortization method	Level percentage of payroll, closed									
Remaining amortization period	Varies, not more than 30 years									
Asset valuation method	Fair Value									
Inflation	2.300%	2.300%	2.500%	2.500%	2.500%	2.625%	2.75%	2.75%	2.75%	2.75%
Salary increases	Varies by entry age and service									
Investment rate of return	6.80%	6.80%	7.00%	7.00%	7.00%	7.25%	7.375%	7.50%	7.50%	7.50%
Payroll Growth	Depending on age, service, and type of employment									

The District made a prepayment in the amount of \$ 1,628,039 in December of 2020 to pay down the unfunded accrued liability.

Florin Resource Conservation District

Required Supplementary Information

For the years ended June 30, 2025 and 2024

2. OTHER POSTEMPLOYMENT BENEFIT PLAN

A. Schedule of Changes in the Net OPEB Liability and Related Ratios - Last 10 fiscal Years*

Fiscal Year Ended June 30	2025	2024	2023	2022	2021	2020	2019	2018
Measurement Date	6/30/2024	6/30/2023	6/30/2022	6/30/2021	6/30/2020	6/30/2019	6/30/2018	6/30/2017
Discount Rate on Measurement Date	6.55%	6.20%	6.20%	6.00%	7.10%	7.10%	7.28%	7.28%
Total OPEB Liability								
Service Cost	\$ 173,815	\$ 206,640	\$ 210,616	\$ 186,827	\$ 181,385	\$ 150,210	\$ 132,574	\$ 148,138
Interest	247,613	299,716	277,897	274,517	252,309	192,247	159,290	166,580
Changes in benefit terms	-	17,690	-	-	-	-	190,124	-
Differences between expected and actual experience	-	(1,297,556)	-	(212,323)	-	2,700	-	(216,413)
Changes of assumptions	(210,786)	81,204	(140,906)	635,200	-	620,984	(5,404)	(151,557)
Benefit payments	(97,466)	(133,003)	(149,231)	(136,438)	(116,255)	(52,574)	(29,949)	(32,629)
Net change in total OPEB liability	113,176	(825,309)	198,376	747,783	317,439	913,567	446,635	(85,881)
Total OPEB liability - beginning	3,868,684	4,693,993	4,495,617	3,747,834	3,430,395	2,516,828	2,070,193	2,156,074
Total OPEB liability - ending (a)	\$ 3,981,860	\$ 3,868,684	\$ 4,693,993	\$ 4,495,617	\$ 3,747,834	\$ 3,430,395	\$ 2,516,828	\$ 2,070,193
Contributions - employer	\$ 246,554	\$ 272,542	\$ 257,136	\$ 249,861	\$ 243,240	\$ 170,925	\$ 155,329	\$ 114,015
Net investment income	427,058	228,464	(526,575)	827,409	98,023	156,791	172,787	203,487
Benefit payments	(97,466)	(133,003)	(149,231)	(136,438)	(116,255)	(52,574)	(29,949)	(32,629)
Administrative expenses	(1,270)	(1,025)	(1,000)	(1,139)	(1,361)	(539)	(1,180)	(991)
Net change in plan fiduciary net position	574,876	366,978	(419,670)	939,693	223,647	274,603	296,987	283,882
Plan fiduciary net position - beginning	3,893,709	3,526,731	3,946,401	3,006,708	2,783,061	2,508,458	2,211,471	1,927,589
Plan fiduciary net position - ending (b)	\$ 4,468,585	\$ 3,893,709	\$ 3,526,731	\$ 3,946,401	\$ 3,006,708	\$ 2,783,061	\$ 2,508,458	\$ 2,211,471
Net OPEB liability - ending (a) - (b)	\$ (486,725)	\$ (25,025)	\$ 1,167,262	\$ 549,216	\$ 741,126	\$ 647,334	\$ 8,370	\$ (141,278)
Covered employee payroll	\$ 3,573,563	\$ 3,178,989	\$ 2,745,597	\$ 2,774,047	\$ 2,445,919	\$ 2,368,929	\$ 2,407,765	\$ 2,458,390
Plan fiduciary net position as a percentage of total OPEB Liability	112%	101%	75%	88%	80%	81%	100%	107%
Net OPEB liability as a % of covered employee payroll	- 13.62%	- 0.79%	42.51%	19.80%	30.30%	27.33%	0.35%	- 5.75%

*- Historical information is required only for measurement periods for which GASB 75 is applicable. Future years' information will be displayed up to 10 years as information becomes available.

Florin Resource Conservation District

Required Supplementary Information

For the years ended June 30, 2025 and 2024

2. OTHER POSTEMPLOYMENT BENEFIT PLAN, Continued

B. Schedule of Contributions - Last 10 Fiscal Years*

Fiscal Year Ended June 30	2025	2024	2023	2022	2021	2020	2019	2018
Actuarially Determined Contribution (ADC)	\$ 183,558	\$ 182,734	\$ 272,542	\$ 257,136	\$ 249,861	\$ 243,240	\$ 170,925	\$ 155,329
Contributions in relation to the ADC	(183,558)	(246,554)	(272,542)	(257,136)	(249,861)	(243,240)	(170,925)	(155,329)
Contribution deficiency (excess)	\$ -	\$ (63,820)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Covered-employee payroll	3,337,192	3,573,563	3,178,989	2,745,597	2,774,047	2,445,919	2,368,929	2,407,765
Contributions as a percentage of covered-employee payroll	5.50%	6.90%	8.57%	9.37%	9.01%	9.94%	7.22%	6.45%
Percent of ADC Contributed	100.00%	134.93%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%

* - Historical information is required only for measurement periods for which GASB 75 is applicable. Future years' information will be displayed up to 10 years as information becomes available.

C. Notes to 10 Year Schedules*

Fiscal Year End	6/30/2025	6/30/2024	6/30/2023	6/30/2022	6/30/2021	6/30/2020	6/30/2019	6/30/2018
Valuation Date	6/30/2023	6/30/2021	6/30/2019	6/30/2017				
Actuarial Cost Method	Entry Age Normal	Entry Age Normal	Entry Age Normal	Entry Age Normal				
Amortization Method	Level Dollar	Level % of Pay	Level % of Pay	Level % of Pay				
Amortization Period	30 Year Open	17 yrs remain	18 yrs remain	19 yrs remain	20 yrs remain	20 yrs remain	21 yrs remain	
Asset Valuation Method	Fair Value	Fair Value	Fair Value	Fair Value				
Inflation	2.50%	2.50%	2.50%	2.50%				
Healthcare Cost Trend rate	10% in 2025, decrease to 5.6% in 2026, grading down to 3.9 by 2075	5.7% in 2022, fluctuates until ultimate rate of 3.9% in 2076	6.5% in 2021, fluctuates until ultimate rate of 4.0% in 2076	5.5% in 2019 grading down to 5.0% in 2030. Post 65: 5.5% in 2019 grading down to 50% in 2021				
Salary Increases	3.00%	3.00%	3.00%	3.25%				
Investment Rate of Return	6.20%	6.00%	7.10%	7.28%				
Retirement Age	From 50 to 75	From 50 to 75	From 50 to 75	From 50 to 75				
Mortality	CalPERS 2021 Experience Study	CalPERS 2017 Experience Study	CalPERS 2017 Experience Study	CalPERS 2014 Experience Study				
Mortality Improvement	MV Scale 2022	MW Scale 2022	MW Scale 2018 generationally	MP Scale 2016				

* - Historical information is required only for measurement periods for which GASB 75 is applicable. Future years' information will be displayed up to 10 years as information becomes available.

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STATISTICAL SECTION

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This part of the Florin Resource Conservation District (District) annual comprehensive financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the District's overall financial health.

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These schedules contain financial trend information to help the reader assess the District's most significant own-source revenue, water sales.

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Sources

Unless otherwise noted, the information in these schedules is derived from the annual comprehensive financial reports of the relevant years.

Florin Resource Conservation District
Fund Balances of Governmental Funds
Last Ten Years

Fiscal Year ended June 30,	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
General Fund										
Unassigned	\$ 88,834	\$ 42,401	\$ 17,703	\$ -	N/A	N/A	N/A	N/A	N/A	N/A
Total General Fund	\$ 88,834	\$ 42,401	\$ 17,703	\$ -	N/A	N/A	N/A	N/A	N/A	N/A

Note: On April 18, 2018, the District's Board adopted a resolution declaring that effective July 1, 2018, all activities of the District would be limited to water related activities that benefit EGWD ratepayers. In FY 2019 the governmental fund of the District was combined with the business-type fund of the District, eliminating the governmental fund.

Florin Resource Conservation District
Changes in Fund Balances of Governmental Funds
Last Ten Years

Fiscal Year ended June 30,	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Revenues										
Use of money and property	\$ 93	\$ 4	\$ -	\$ -	N/A	N/A	N/A	N/A	N/A	N/A
Other	353	1,564	23,542	19,092	N/A	N/A	N/A	N/A	N/A	N/A
Total Revenues	446	1,568	23,542	19,092	N/A	N/A	N/A	N/A	N/A	N/A
Expenditures										
General and administrative	34,831	48,001	48,240	18,243	N/A	N/A	N/A	N/A	N/A	N/A
Total expenditures	34,831	48,001	48,240	18,243	N/A	N/A	N/A	N/A	N/A	N/A
Other Financing Sources										
Transfers	-	-	-	(18,552)	N/A	N/A	N/A	N/A	N/A	N/A
Gain (loss) on disposal of capital assets	-	-	-	-	N/A	N/A	N/A	N/A	N/A	N/A
Total other financing sources	-	-	-	(18,552)	N/A	N/A	N/A	N/A	N/A	N/A
Net change in fund balance	(34,385)	(46,433)	(24,698)	(17,703)	N/A	N/A	N/A	N/A	N/A	N/A
Fund balance, beginning of the year	123,219	88,834	42,401	17,703	N/A	N/A	N/A	N/A	N/A	N/A
Fund balance, end of the year	\$ 88,834	\$ 42,401	\$ 17,703	\$ -	N/A	N/A	N/A	N/A	N/A	N/A

Note: On April 18, 2018, the District's Board adopted a resolution declaring that effective July 1, 2018, all activities of the District would be limited to water related activities that benefit EGWD ratepayers. In FY 2019 the governmental fund of the District was combined with the business-type fund of the District, eliminating the governmental fund.

Florin Resource Conservation District
Net Position by Component
Last Ten Years

Fiscal Year ended June 30,	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Governmental Activities										
Unrestricted	\$ 88,834	\$ 42,401	\$ 17,703	\$ -	N/A	N/A	N/A	N/A	N/A	N/A
Total governmental activities net position	88,834	42,401	17,703	-	N/A	N/A	N/A	N/A	N/A	N/A
Business-Type										
Net investment in capital assets	22,281,403	23,387,996	25,163,739	26,595,706	28,389,207	41,677,173	46,840,061	55,926,053	58,325,475	66,088,119
Restricted for Debt Services	412,862	10	-	-	-	-	-	-	-	-
Restricted for OPEB asset	-	-	-	-	-	-	-	-	-	486,725
Restricted for net pension asset	-	-	-	-	-	-	1,608,503	-	-	-
Unrestricted	11,982,765	13,894,173	14,139,332	16,082,657	18,314,558	19,139,482	18,373,555	17,523,943	18,196,757	18,146,802
Total business-type net position	34,677,030	37,282,179	39,303,071	42,678,363	46,703,765	60,816,655	66,822,119	73,449,996	76,522,232	84,721,646
Primary Government										
Net investment in capital assets	22,281,403	23,387,996	25,163,739	26,595,706	28,389,207	41,677,173	46,840,061	55,926,053	58,325,475	66,088,119
Restricted	412,862	10	-	-	-	-	1,608,503	-	-	486,725
Unrestricted	12,071,599	13,936,574	14,157,035	16,082,657	18,314,558	19,139,482	18,373,555	17,523,943	18,196,757	18,146,802
Total Primary government net position	\$ 34,765,864	\$ 37,324,580	\$ 39,320,774	\$ 42,678,363	\$ 46,703,765	\$ 60,816,655	\$ 66,822,119	\$ 73,449,996	\$ 76,522,232	\$ 84,721,646

Note: On April 18, 2018, the District's Board adopted a resolution declaring that effective July 1, 2018, all activities of the District would be limited to water related activities that benefit EGWD ratepayers. In FY 2019 the governmental fund of the District was combined with the business-type fund of the District, eliminating the governmental fund.

Source: Finance Department

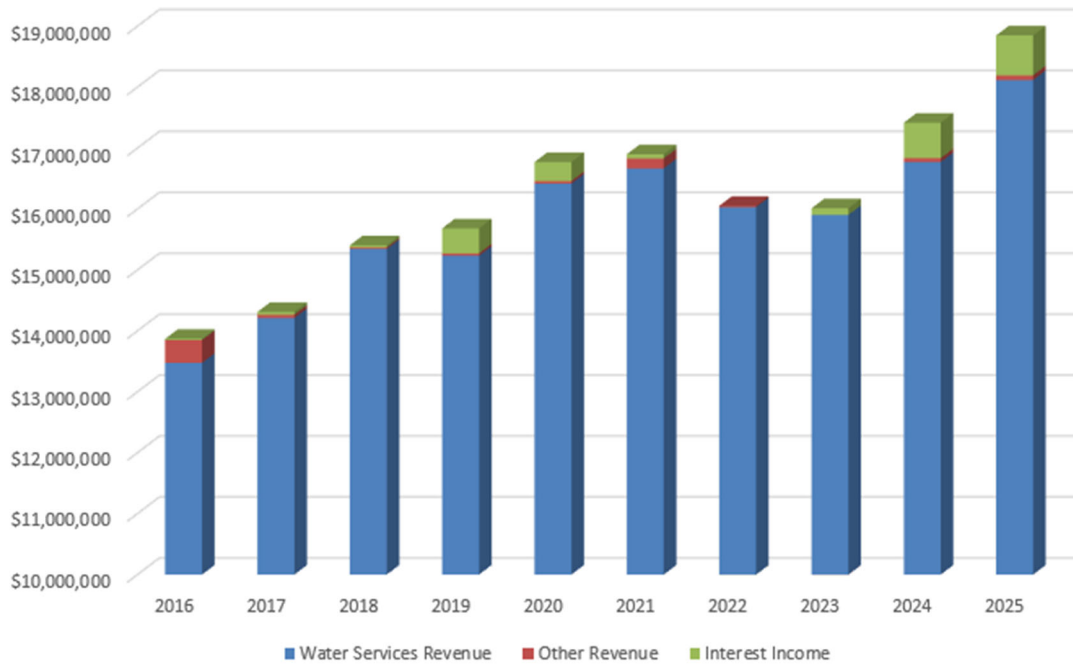
Florin Resource Conservation District
Changes in Net Position
Last Ten Years

Fiscal Year ended June 30,	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Operating Revenues										
Governmental Activities:										
Charges for Services	-	-	-	-	N/A	N/A	N/A	N/A	N/A	N/A
Operating Grants	-	-	23,542	19,092	N/A	N/A	N/A	N/A	N/A	N/A
Total governmental activities	-	-	23,542	19,092	N/A	N/A	N/A	N/A	N/A	N/A
Business-type activities:										
Charges for Services										
Water	13,475,325	14,210,971	15,343,124	15,233,673	16,418,370	16,666,067	16,030,316	15,902,913	16,772,455	18,116,654
Office Building	373,800	-	-	-	-	-	-	-	-	-
Total business-type activities	13,849,125	14,210,971	15,343,124	15,233,673	16,418,370	16,666,067	16,030,316	15,902,913	16,772,455	18,116,654
Total primary government operating revenues	13,849,125	14,210,971	15,366,666	15,252,765	16,418,370	16,666,067	16,030,316	15,902,913	16,772,455	18,116,654
Operating Expenses										
Governmental Activities:										
General Government	\$ 34,831	\$ 48,001	\$ 48,240	\$ 18,243	N/A	N/A	N/A	N/A	N/A	N/A
Business-type activities:										
Water	8,684,092	9,837,521	10,933,830	10,633,119	11,169,724	11,913,678	8,359,617	14,342,625	13,312,446	13,617,995
Office Building	280,322	-	-	-	-	-	-	-	-	-
Total business-type activities	8,964,414	9,837,521	10,933,830	10,633,119	11,169,724	11,913,678	8,359,617	14,342,625	13,312,446	13,617,995
Total primary government expenses	8,964,414	9,837,521	10,933,830	10,633,119	11,169,724	11,913,678	8,359,617	14,342,625	13,312,446	13,617,995
Net revenues (expenses)										
Governmental activities	(34,831)	(48,001)	(24,698)	849	N/A	N/A	N/A	N/A	N/A	N/A
Business-Type	4,884,711	4,373,450	4,409,294	4,600,554	5,248,646	4,752,389	7,670,699	1,560,288	3,460,009	4,498,659
Total net revenues (expenses)	4,849,880	4,325,449	4,384,596	4,601,403	5,248,646	4,752,389	7,670,699	1,560,288	3,460,009	4,498,659
Non-Operating Revenues/(Expenses)										
Governmental Activities:										
Interest and investment earnings	93	4	-	-	N/A	N/A	N/A	N/A	N/A	N/A
Other revenues	353	1,564	-	-	N/A	N/A	N/A	N/A	N/A	N/A
Transfers	-	-	-	(18,552)	N/A	N/A	N/A	N/A	N/A	N/A
Total governmental activities	446	1,568	-	(18,552)	N/A	N/A	N/A	N/A	N/A	N/A
Business-type activities:										
Interest and investment earnings	20,002	46,228	38,008	411,525	311,494	69,849	(334,766)	109,120	583,307	655,787
Interest Expense	(2,109,783)	(1,868,980)	(1,755,415)	(1,674,708)	(1,575,318)	(1,466,868)	(1,351,611)	(1,230,386)	(1,126,496)	(1,020,041)
Other revenues/(expenses)	4,777,152	54,451	23,344	19,369	40,580	(8,133)	21,142	(102,969)	61,216	79,277
Transfers	-	-	-	18,552	-	-	-	-	-	-
Contributed assets	-	-	-	-	-	-	-	6,291,824	94,200	3,985,732
Total business-type activities	2,687,371	(1,768,301)	(1,694,063)	(1,225,262)	(1,223,244)	(1,405,152)	(1,665,235)	5,067,589	(387,773)	3,700,755
Total primary government	2,687,371	(1,768,301)	(1,694,063)	(1,225,262)	(1,223,244)	(1,405,152)	(1,665,235)	5,067,589	(387,773)	3,700,755
Change in net position:										
Governmental activities	(34,385)	(46,433)	(24,698)	(17,703)	N/A	N/A	N/A	N/A	N/A	N/A
Business-type activities	7,572,082	2,605,149	2,715,231	3,375,292	4,025,402	3,347,237	6,005,464	6,627,877	3,072,236	8,199,414
Total primary government	\$ 7,537,697	\$ 2,558,716	\$ 2,690,533	\$ 3,357,589	\$ 4,025,402	\$ 3,347,237	\$ 6,005,464	\$ 6,627,877	\$ 3,072,236	\$ 8,199,414

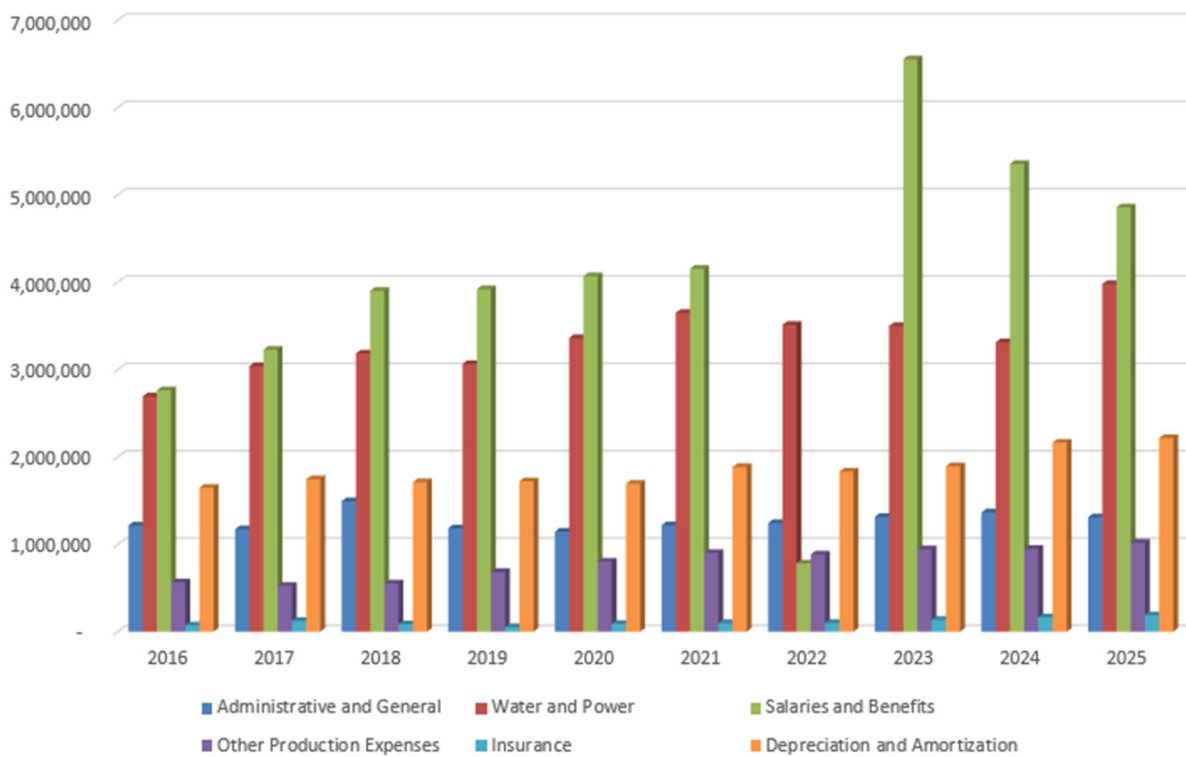
Note: On April 18, 2018, the District's Board adopted a resolution declaring that effective July 1, 2018, all activities of the District would be limited to water related activities that benefit EGWD ratepayers. In FY 2019 the governmental fund of the District was combined with the business-type fund of the District, eliminating the governmental fund.

Florin Resource Conservation District Financial Trends

Revenues by Source



Expenses by Source



This graph contrasts the six largest expense groups of the District.
Source: Finance Department

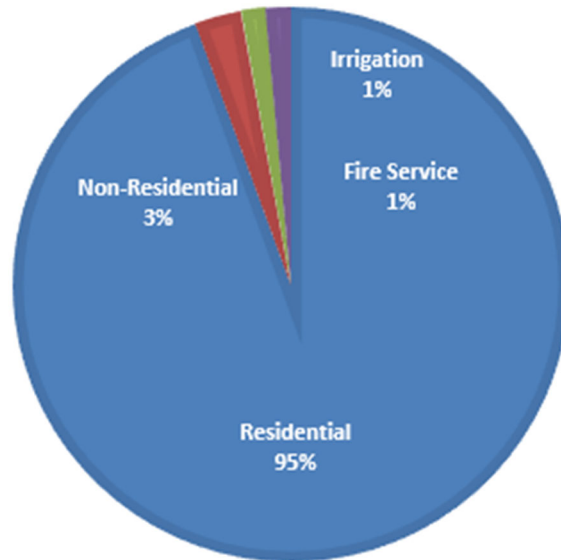
**Florin Resource Conservation District
Elk Grove Water District Rate Analysis
Last Ten Years**

	2016 Metered Rate	2017 Metered Rate	2018 Metered Rate	2019 Metered Rate	2020 Metered Rate	2021 Metered Rate	2022 Metered Rate	2023 Metered Rate	2024 Metered Rate	2025 Metered Rate
Monthly Fixed Rate										
1 inch meter	\$ 62.84	\$ 64.73	\$ 66.67	\$ 61.15	\$ 61.15	\$ 61.15	\$ 61.15	\$ 62.37	\$ 61.49	\$ 64.26
Monthly Consumption Rates										
1st tier: 0-30 ccf	1.48	1.52	1.57	1.92	1.92	1.92	1.92	1.96	2.15	2.25
2nd tier: over 30 ccf	2.93	3.02	3.11	4.04	4.04	4.04	4.04	4.12	3.19	3.34
Each sq. ft. of premises over 4,000 sf.										
Non-residential	1.67	1.72	1.77	1.79	1.79	1.79	1.79	1.83	2.14	2.24
Irrigation	1.80	1.85	1.91	2.27	2.27	2.27	2.27	2.32	2.97	3.11
Fixed Charge										
5/8" meter	62.84	64.73	66.67	61.15	61.15	61.15	61.15	62.37	61.49	64.26
3/4" meter	62.84	64.73	66.67	61.15	61.15	61.15	61.15	62.37	61.49	64.26
1" meter	62.84	64.73	66.67	61.15	61.15	61.15	61.15	62.37	61.49	64.26
1 1/2" meter	88.45	91.10	93.84	86.07	86.07	86.07	86.07	87.79	111.92	116.96
2" meter	119.18	122.76	126.44	115.97	115.97	115.97	115.97	118.29	172.44	180.20
3" meter	190.89	196.62	202.52	185.76	185.76	185.76	185.76	189.48	364.08	380.47
4" meter	293.33	302.13	311.19	285.43	285.43	285.43	285.43	291.14	616.23	643.97
6" meter	549.43	565.91	582.89	534.64	534.64	534.64	534.64	545.33	1,372.69	1,434.47
8" meter	856.75	882.45	908.93	833.69	833.69	833.69	833.69	850.36	1,624.85	1,697.97
10" meter	1,215.29	1,251.75	1,289.30	1,182.57	1,182.57	1,182.57	1,182.57	1,206.22	4,247.24	4,438.37
	2016 Rate	2017 Rate	2018 Rate	2019 Rate	2020 Rate	2021 Rate	2022 Rate	2023 Rate	2024 Rate	2025 Rate
Fire Protection Service										
2" connection	2.87	2.96	3.04	3.02	3.02	3.02	3.02	3.08	3.72	3.89
3" connection	8.35	8.60	8.86	8.78	8.78	8.78	8.78	8.96	10.79	11.28
4" connection	17.80	18.33	18.88	18.71	18.71	18.71	18.71	19.08	22.99	24.03
6" connection	51.70	53.25	54.85	54.34	54.34	54.34	54.34	55.43	66.77	69.78
8" connection	110.17	113.48	116.88	115.80	115.80	115.80	115.80	118.12	142.29	148.70
10" connection	198.12	204.06	210.19	208.25	208.25	208.25	208.25	212.42	255.89	267.41
12" connection	320.02	329.62	339.51	336.37	336.37	336.37	336.37	343.10	413.32	431.92

In July 2023 a new 5 year Rate Plan was adopted
Source: Finance Department

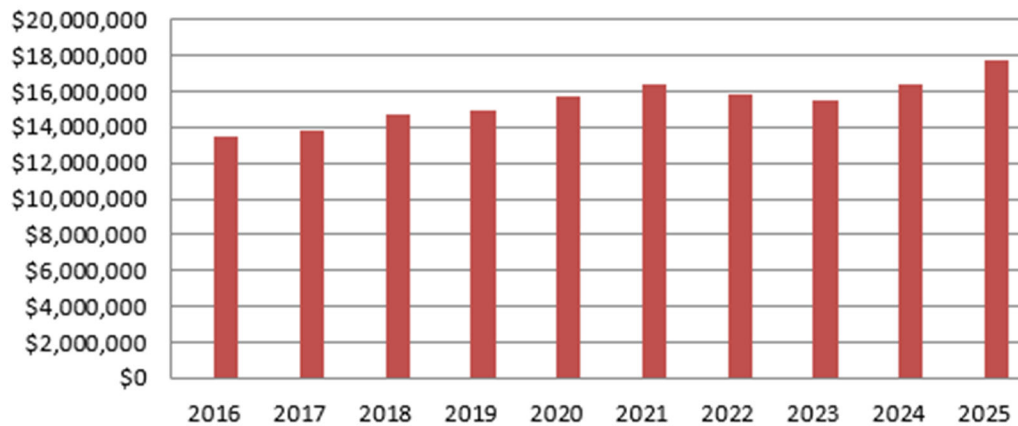
ELK GROVE WATER DISTRICT WATER SALES BY TYPE

■ Residential ■ Non-Residential ■ Irrigation ■ Fire Service



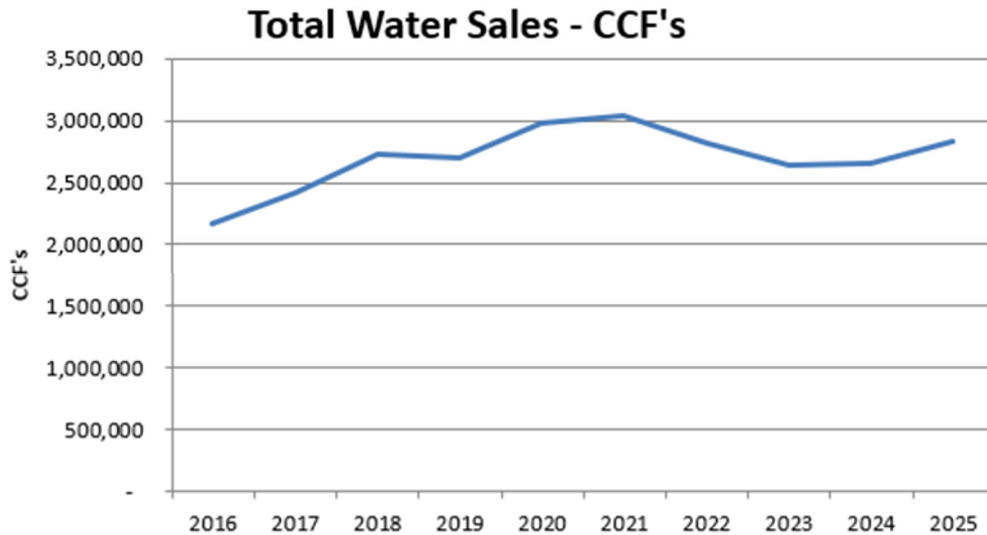
Sales by Type – This graph shows the percentages of the four components of water sales by the Elk Grove Water District.

Total Water Sales - \$



This chart shows the total water sales in dollars for the last 10 years.

Source: Finance Department



This graph shows the total water sales in CCF's for the last 10 years. One CCF is equivalent to 748 gallons.

Historical Service Connections - The following table shows the service connections broken down by Residential and Commercial.

Year End	Total	Residential	Commercial
6/30/16	12,174	11,662	512
6/30/17	12,506	11,978	528
6/30/18	12,330	11,799	531
6/30/19	12,555	11,842	713
6/30/20	12,880	12,159	721
6/30/21	13,043	12,317	726
6/30/22	13,046	12,314	732
6/30/23	13,067	12,324	743
6/30/24	13,165	12,425	740
6/30/25	13,290	12,552	738

Source: Finance Department

FLORIN RESOURCE CONSERVATION DISTRICT
Ten Largest Commercial Customers
Current Year and Ten Years Ago

Customer	FY 2015-16		Customer	FY 2024-25	
	Amount Billed	% of Total Billed		Amount Billed	% of Total Billed
Cosumnes CSD	\$ 255,417	1.56%	Cosumnes CSD	\$ 648,738	3.66%
EGUSD	248,933	1.52%	EGUSD	579,210	3.27%
Emerald Park Company	47,120	0.29%	City Of Elk Grove	140,510	0.79%
City Of Elk Grove-Public Works	43,308	0.26%	Elliott Homes	98,315	0.55%
Ferguson & Brewer Mgmt	27,701	0.17%	Emerald Vista Apts	82,334	0.46%
JJD-Hov Elk Grove LLC	22,153	0.00%	JJD-Hov Elk Grove LLC	44,078	0.25%
Gage Street Townhouses	21,550	0.00%	The Oaks Mobile Home Park	40,209	0.23%
The Oaks Mobile Home Park	21,097	0.00%	Ferguson & Brewer Mgmt	35,741	0.20%
Chui Family Trust	17,523	0.00%	IH Borrower L.P.	34,245	0.19%
Elk Grove Village, LLC	17,002	0.00%	Elk Grove Village, LLC	34,066	0.19%
	<u>\$ 721,804</u>	<u>3.80%</u>		<u>\$ 1,737,446</u>	<u>9.79%</u>

Debt Capacity

Florin Resource Conservation District
Ratio of Debt Service to Operating Expenses
Last Ten Years

Fiscal Year	Principal		Interest		Operating	Ratio of Total
Ended June 30,	Payments		Payments	Total		Debt Service to
					Expenses	Operating Expenses
2016	\$ 1,430,000	\$	2,463,404	\$ 3,893,404	\$ 8,964,414	43.43%
2017	1,065,000		1,749,919	2,814,919	9,837,521	28.61%
2018	1,990,000		1,833,349	3,823,349	10,933,830	34.97%
2019	2,070,000		1,753,909	3,823,909	10,633,119	35.96%
2020	2,165,000		1,661,739	3,826,739	11,169,724	34.26%
2021	2,300,000		1,555,469	3,855,469	11,913,678	32.36%
2022	2,440,000		1,442,499	3,882,499	8,359,617	46.44%
2023	2,560,000		1,323,204	3,883,204	14,342,625	27.07%
2024	2,675,000		1,211,994	3,886,994	13,312,446	29.20%
2025	2,780,000		1,108,029	3,888,029	13,617,995	28.55%

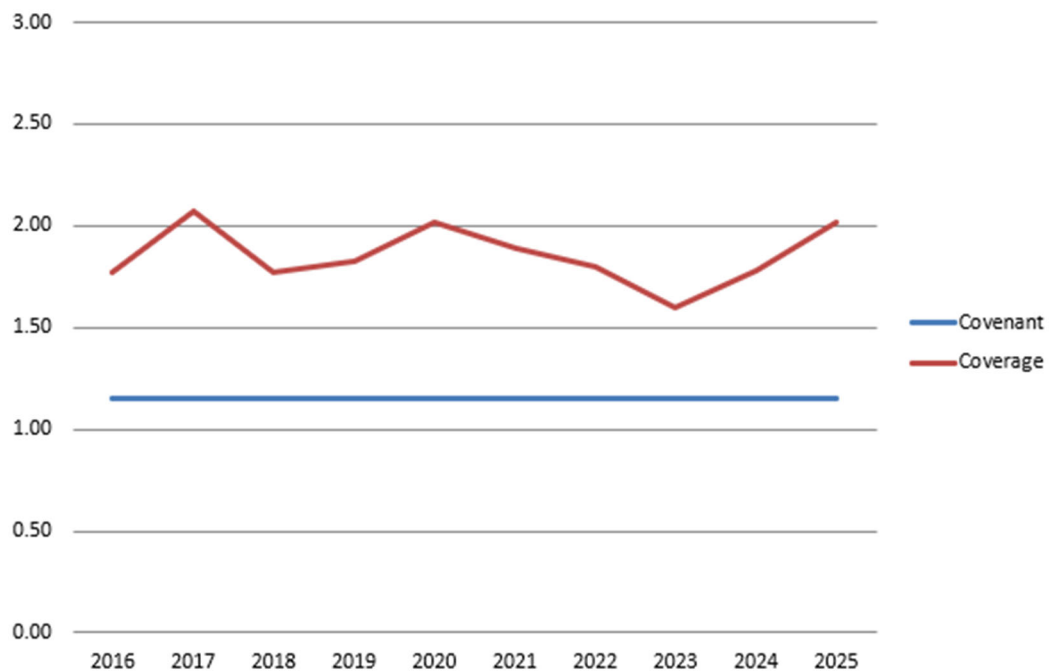
Source: Finance Department

**Florin Resource Conservation District
Ratio of Outstanding Debt by Type
Last Ten Years**

Fiscal Year Ended June 30,	COP's - Water Services	Unamortized Bond Premiums and Discounts	Total	Percentage of Personal Income	Outstanding Debt per Capita
2016	47,575,000	2,142,263	49,717,263	N/A	290.64
2017	46,135,000	2,016,247	48,151,247	0.176%	279.76
2018	44,145,000	1,890,232	46,035,232	0.181%	264.53
2019	42,075,000	1,764,217	43,839,217	0.193%	251.91
2020	39,910,000	1,638,202	41,548,202	0.218%	236.40
2021	37,610,000	1,512,186	39,122,186	0.243%	219.63
2022	35,170,000	1,386,170	36,556,170	0.278%	204.23
2023	32,610,000	1,260,155	33,870,155	0.301%	189.22
2024	29,935,000	1,131,140	31,066,140	0.373%	173.49
2025	27,155,000	1,008,124	28,163,124	0.434%	158.92

Source: Finance Department

**Florin Resource Conservation District
Bond Covenant Ratio Analysis - Water District Fund
Last Ten Years**



Source: Finance Department

Florin Resource Conservation District
Pledged-Revenue Coverage - Water Service Fund
Last Ten Years

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Revenues:										
Charges for Services	\$ 13,475,325	\$ 14,210,971	\$ 15,343,124	\$ 15,233,673	\$ 16,418,370	\$ 16,666,067	\$ 16,030,316	\$ 15,902,913	\$ 16,772,455	\$ 18,116,654
Interest Income ⁽¹⁾	19,994	42,789	105,884	213,052	221,048	88,328	56,182	155,106	310,330	397,665
Total Revenue	\$ 13,495,319	\$ 14,253,760	\$ 15,449,008	\$ 15,446,725	\$ 16,639,418	\$ 16,754,395	\$ 16,086,498	\$ 16,058,019	\$ 17,082,785	\$ 18,514,319
Operating Expenses:										
Water & Power	\$ 2,694,476	\$ 3,039,628	\$ 3,185,079	\$ 3,064,946	\$ 3,363,254	\$ 3,650,939	\$ 3,512,637	\$ 3,499,680	\$ 3,313,431	\$ 3,980,141
Other Production Expenses	524,769	525,951	552,824	686,121	804,474	902,919	885,865	944,179	949,480	1,018,874
Payroll & Related Taxes ⁽²⁾	2,763,806	3,314,681	3,365,305	3,465,053	3,512,354	3,595,616	3,361,894	3,967,696	4,369,567	4,214,743
Insurance	74,280	125,199	86,006	54,500	91,118	100,008	99,889	137,012	164,489	190,177
Administration & General	977,466	1,172,524	1,494,913	1,185,292	1,146,802	1,218,432	1,246,308	1,315,020	1,366,693	1,310,927
Operating Expenses, Less Debt Service:	\$ 7,034,797	\$ 8,177,983	\$ 8,684,127	\$ 8,455,912	\$ 8,918,002	\$ 9,467,914	\$ 9,106,593	\$ 9,863,587	\$ 10,163,660	\$ 10,714,862
Net Income From Operations	\$ 6,460,522	\$ 6,075,776	\$ 6,764,881	\$ 6,990,813	\$ 7,721,416	\$ 7,286,481	\$ 6,979,905	\$ 6,194,432	\$ 6,919,125	\$ 7,799,457
Covenant										
Income From Operations	\$ 6,460,522	\$ 6,075,776	\$ 6,764,881	\$ 6,990,813	\$ 7,721,416	\$ 7,286,481	\$ 6,979,905	\$ 6,194,432	\$ 6,919,125	\$ 7,799,457
Interest & Principal Payments	\$ 3,655,240	\$ 2,933,980	\$ 3,823,349	\$ 3,823,909	\$ 3,826,739	\$ 3,855,469	\$ 3,882,499	\$ 3,883,204	\$ 3,886,994	\$ 3,888,029
Coverage Ratio (1.15 Minimum Req.)	1.77	2.07	1.77	1.83	2.02	1.89	1.80	1.60	1.78	2.01

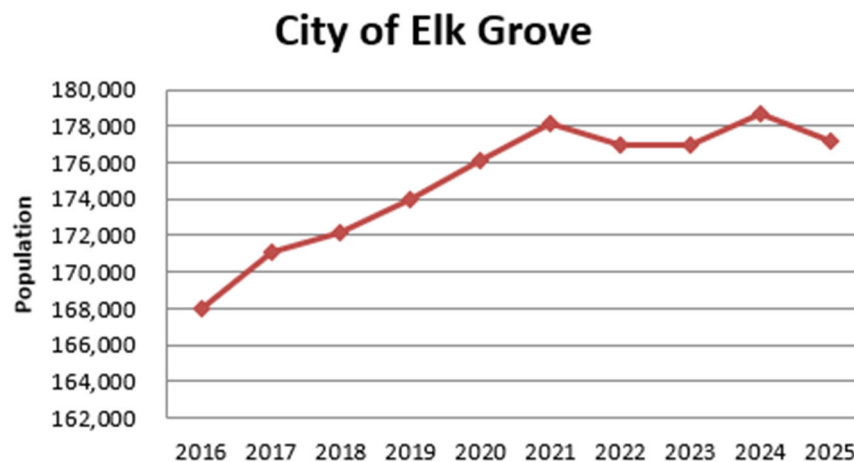
Note: Details regarding the required covenant can be found in Note 4 of the financial statements.

⁽¹⁾ Excludes unrealized gains/losses from GASB 31 fair market value adjustment

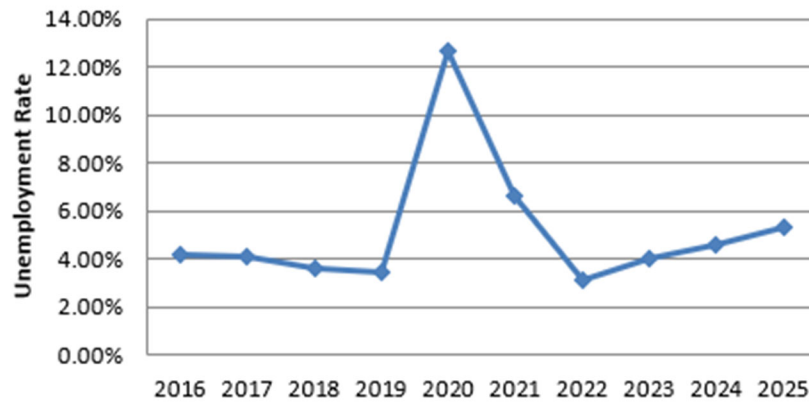
⁽²⁾ Excludes GASB 68 non-cash pension adjustments

Demographic and Economic Information

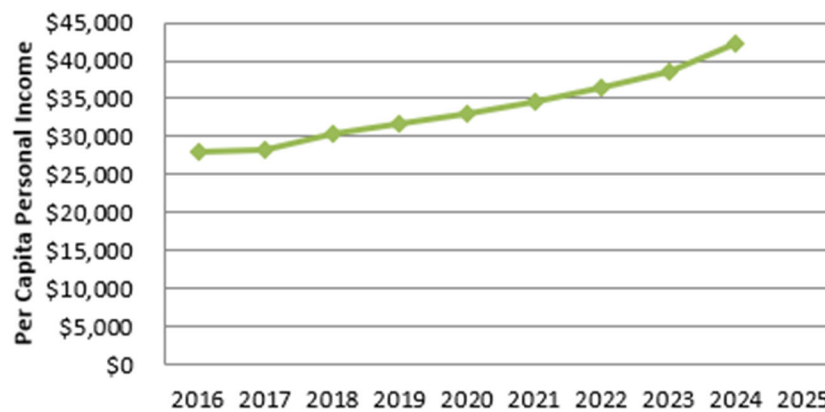
Florin Resource Conservation District



City of Elk Grove



City of Elk Grove



Data for 2025 is unavailable from the City of Elk Grove.

Population Last Ten Fiscal Years

Year	Population ⁽¹⁾	Per Capita Personal Income ⁽¹⁾	Unemployment Rate ⁽¹⁾	Median Household Income ⁽¹⁾
2016	167,965	\$ 28,014	4.20%	Not Available
2017	171,059	\$ 28,288	4.10%	\$ 84,827
2018	172,116	\$ 30,354	3.60%	\$ 83,141
2019	174,025	\$ 31,702	3.40%	\$ 84,827
2020	176,154	\$ 33,140	12.70%	\$ 90,770
2021	178,124	\$ 34,590	6.60%	\$ 95,000
2022	176,972	\$ 36,494	3.10%	\$ 101,776
2023	177,005	\$ 38,511	4.00%	\$ 102,000
2024	178,679	\$ 42,147	4.60%	\$ 116,000
2025	177,221	Not Available	5.30%	\$ 122,229

Sources:

1. City of Elk Grove Finance Department

The largest employers in the District's service area are not known.

Florin Resource Conservation District/Elk Grove Water District
Operating Indicators for the Water Service
Last Ten Years

Fiscal Year ended June 30,	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Water sold:										
Purchased water (CCFs)	806,785	899,099	1,001,381	1,037,318	1,082,714	1,151,265	1,110,976	999,663	1,036,643	1,105,262
Treated water (CCFs)	1,365,572	1,527,797	1,725,297	1,663,476	1,893,475	1,884,597	1,712,199	1,646,238	1,616,549	1,733,851
Total	2,172,357	2,426,896	2,726,678	2,700,794	2,976,189	3,035,862	2,823,175	2,645,901	2,653,192	2,839,113
Number of Accounts										
Metered	12,174	12,506	12,330	12,555	12,880	13,043	13,046	13,067	13,165	13,290
Total	12,174	12,506	12,330	12,555	12,880	13,043	13,046	13,067	13,165	13,290
Average annual CCFs used per account	178.44	194.06	221.14	215.12	231.07	232.76	216.40	202.49	201.53	213.63
Average daily consumption per account (CCFs)	0.4889	0.5317	0.6059	0.5894	0.6331	0.6377	0.5929	0.5548	0.5521	0.5853
Number of Employees:	28	31	29	29	29	28	30	30	30	29

Note: Each one hundred cubic foot (1 CCF) equals 748 gallons

Source: Finance Department

Florin Resource Conservation District/Elk Grove Water District
Capital Assets Statistics by Function
Last Ten Years

Fiscal Year ended June 30,	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Capital Asset Statistics										
Water:										
Water main miles	131.0	145.0	145.0	145.0	149.8	150.9	151.8	153.1	153.7	154.8
Maximum daily capacity (thousands of gallons)	12,800	14,000	14,000	11,400	11,400	11,520	12,240	12,240	12,240	12,240
Maximum daily treatment capacity (thousands of gallons)	10,000	11,000	11,000	11,800	13,000	11,520	11,520	11,520	11,520	11,520
Buildings owned	2	2	3	3	3	3	3	3	3	3

Source: Finance Department

Florin Resource Conservation District

Elk Grove, California

*Auditors' Communication With Those
Charged With Governance*

For the year ended June 30, 2025

To the Board of Directors and Management
of the Florin Resource Conservation District
Elk Grove, California

We have audited the financial statements of the Florin Resource Conservation District (District) as of and for the years ended June 30, 2025 and 2024, and have issued our report thereon dated November 7, 2025. Professional standards require that we advise you of the following matters relating to our audit.

Our Responsibility in Relation to the Financial Statement Audit

As communicated in our engagement letter dated May 9, 2025, our responsibility, as described by professional standards, is to form and express an opinion(s) about whether the financial statements that have been prepared by management with your oversight are presented fairly, in all material respects, in accordance with accounting principles generally accepted in the United States of America. Our audit of the financial statements does not relieve you or management of your respective responsibilities.

Our responsibility, as prescribed by professional standards, is to plan and perform our audit to obtain reasonable, rather than absolute, assurance about whether the financial statements are free of material misstatement. An audit of financial statements includes consideration of the system of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control over financial reporting. Accordingly, as part of our audit, we considered the internal control of the District solely for the purpose of determining our audit procedures and not to provide any assurance concerning such internal control.

We are also responsible for communicating significant matters related to the audit that are, in our professional judgment, relevant to your responsibilities in overseeing the financial reporting process. However, we are not required to design procedures for the purpose of identifying other matters to communicate to you.

We have provided our findings regarding significant control deficiencies over financial reporting and material noncompliance, and other matters noted during our audit in a separate letter to you dated November 7, 2025.

Planned Scope and Timing of the Audit

We conducted our audit consistent with the planned scope and timing we previously communicated to you.

Compliance with All Ethics Requirements Regarding Independence

The engagement team, others in our firm, as appropriate, our firm, and our network firms have complied with all relevant ethical requirements regarding independence.

Significant Risks Identified

We have identified the following significant risks:

- *Risk of management override of internal controls* – A risk of management override of internal controls exists at any entity where management can change or decide not to perform that entity's internal controls.
- *Revenue recognition risk* – Errors in revenue recognition can affect debt covenant ratios and the net position of the District.
- *Unreconciled accounts receivable* – The risk that the unreconciled difference between the District's subledger and the general ledger for accounts receivable is due to uncaptured existing transactions or fraud.
- *Debt Covenant* – Mistakes or alterations in the District's accounting can affect the debt covenant ratio, and could push the ratio over the threshold when it shouldn't be.

Qualitative Aspects of the Entity's Significant Accounting Practices

Significant Accounting Policies

Management has the responsibility to select and use appropriate accounting policies. A summary of the significant accounting policies adopted by the District is included in Note 1 to the financial statements. There have been no initial selection of accounting policies and no changes in significant accounting policies or their application during the year ended June 30, 2025. No matters have come to our attention that would require us, under professional standards, to inform you about the effect of significant accounting policies in controversial or emerging areas for which there is a lack of authoritative guidance or consensus.

Significant Accounting Estimates and Related Disclosures

Accounting estimates and related disclosures are an integral part of the financial statements prepared by management and are based on management's current judgments. Those judgments are normally based on knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ markedly from management's current judgments.

The most sensitive accounting estimates affecting the financial statements are fair value of investments, capital asset depreciation and useful life, and the pension and OPEB plan assumptions.

Management's estimate of fair value of investments capital assets depreciation and useful life, and the pension and OPEB plan assumptions are based on historical useful lives of such assets, and actuarial assumptions, respectively. We evaluated the key factors and assumptions used to develop the estimate of fair value of investments, capital assets depreciation and useful life, and the pension and OPEB plan assumptions and determined that they are reasonable in relation to the basic financial statements taken as a whole and in relation to the applicable opinion units.

Financial Statement Disclosures

Certain financial statement disclosures involve significant judgment and are particularly sensitive because of their significance to financial statement users. The most sensitive disclosures affecting the Districts financial statements relate to:

- Summary of Significant Accounting Policies
- Cash and Investments
- Capital Assets
- Retirement Plans
- Other Post-Employment Benefits

Significant Difficulties Encountered during the Audit

We encountered no significant difficulties in dealing with management relating to the performance of the audit.

Uncorrected and Corrected Misstatements

For purposes of this communication, professional standards also require us to accumulate all known and likely misstatements identified during the audit, other than those that we believe are trivial, and communicate them to the appropriate level of management. Further, professional standards require us to also communicate the effect of uncorrected misstatements related to prior periods on the relevant classes of transactions, account balances or disclosures, and the financial statements as a whole and each applicable opinion unit. The attached schedule summarizes uncorrected financial statement misstatements whose effects in the current and prior periods, as determined by management, are immaterial, both individually and in the aggregate, to the financial statements as a whole. Uncorrected misstatements or matters underlying those uncorrected misstatements could potentially cause future-period financial statements to be materially misstated, even though the uncorrected misstatements are immaterial to the financial statements currently under audit.

In addition, professional standards require us to communicate to you all material, corrected misstatements that were brought to the attention of management as a result of our audit procedures. None of the misstatements identified by us as a result of our audit procedures and corrected by management were material, either individually or in the aggregate, to the financial statements taken as a whole or applicable opinion units.

Disagreements with Management

For purposes of this letter, professional standards define a disagreement with management as a matter, whether or not resolved to our satisfaction, concerning a financial accounting, reporting, or auditing matter, which could be significant to the District's financial statements or the auditor's report. No such disagreements arose during the course of the audit.

Representations Requested from Management

We have requested certain written representations from management, which are included in the attached letter dated November 7, 2025.

Management's Consultations with Other Accountants

In some cases, management may decide to consult with other accountants about auditing and accounting matters. Management informed us that, and to our knowledge, there were no consultations with other accountants regarding auditing and accounting matters.

Other Significant Matters, Findings, or Issues

In the normal course of our professional association with the District, we generally discuss a variety of matters, including the application of accounting principles and auditing standards, significant events or transactions that occurred during the year, operating and regulatory conditions affecting the entity, and operational plans and strategies that may affect the risks of material misstatement. None of the matters discussed resulted in a condition to our retention as the District's auditors.

Required Supplementary Information

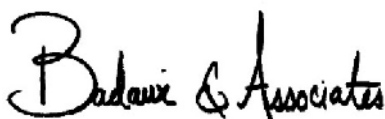
We applied certain limited procedures to the required supplementary information (RSI) that supplements the basic financial statements. Our procedures consisted of inquiries of management regarding the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We did not audit the RSI and do not express an opinion or provide any assurance on the RSI.

Other Information Included in the Annual Comprehensive Financial Report

Pursuant to professional standards, our responsibility as auditors for the Introductory and Statistical sections, whether financial or nonfinancial, included in the District's Annual Comprehensive Financial Report, does not extend beyond the information identified in the audit report, and we are not required to perform any procedures to corroborate such other information. However, in accordance with such standards, we have read the information and considered whether such information, or the manner of its presentation, was materially inconsistent with its presentation in the financial statements.

Our responsibility also includes communicating to you any information which we believe is a material misstatement of fact. Nothing came to our attention that caused us to believe that such information, or its manner of presentation, is materially inconsistent with the information, or manner of its presentation, appearing in the financial statements.

This report is intended solely for the information and use of the Board of Directors, and management of the District and is not intended to be and should not be used by anyone other than these specified parties.

A handwritten signature in black ink that reads "Badawi & Associates". The signature is stylized, with the first letter of "Badawi" being a large, looped capital "B".

Badawi & Associates, CPAs
Berkeley, California
November 7, 2025

To the Board of Directors and Management
of the Florin Resource Conservation District
Elk Grove, California
Page 5

Uncorrected Misstatement

Account	Description	Debit	Credit
Proposed Journal Entries JE # 3			
To match AR in the subledger to the G/L			
1200-000-20	Accounts Receivable	255,095.00	
4100-700-20	Water Payment Revenues- Residential		255,095.00
Total		255,095.00	255,095.00

Florin Resource Conservation District

Elk Grove, California

*Auditors' Communication of
No Material Weaknesses*

For the year ended June 30, 2025



To the Board of Directors and Management
of the Florin Resource Conservation District
Elk Grove, California

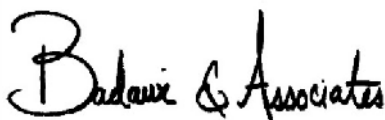
In planning and performing our audit of the financial statements of Florin Resource Conservation District (District) as of and for the years ended June 30, 2025 and 2024, in accordance with auditing standards generally accepted in the United States of America, we considered the District's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we do not express an opinion on the effectiveness of the District's internal control over financial reporting.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control over financial reporting, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. A reasonable possibility exists when the likelihood of an event occurring is either reasonably possible or probable as defined as follows:

- *Reasonably possible.* The chance of the future event or events occurring is more than remote but less than likely.
- *Probable.* The future event or events are likely to occur.

Our consideration of internal control was for the limited purpose described in the first paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

This communication is intended solely for the information and use of management, the Board, and others within the organization, and is not intended to be and should not be used by anyone other than these specified parties.



Badawi & Associates, CPAs
Emeryville, California
November 7, 2025



Florin Resource Conversation District

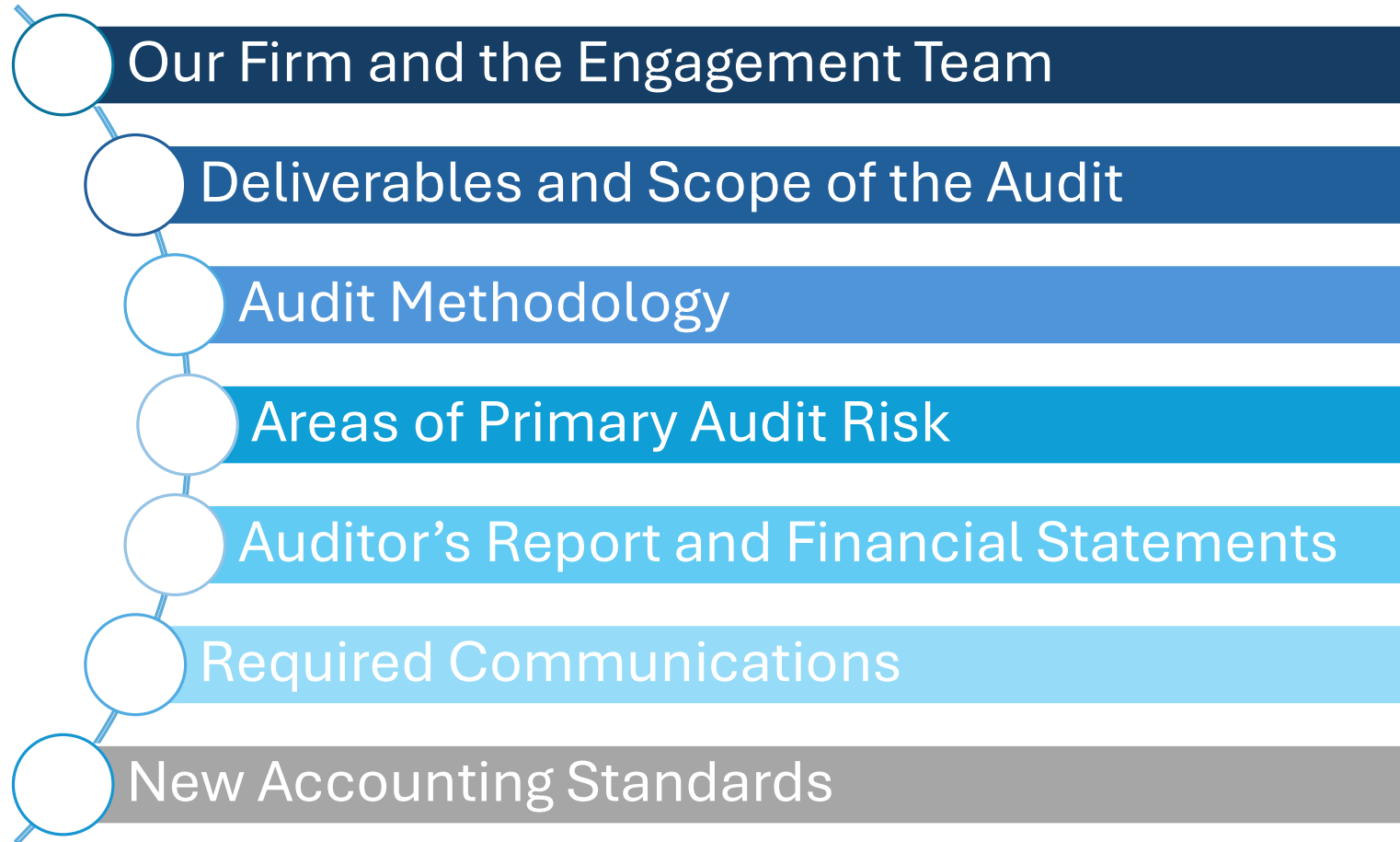
Presentation to the Board of Directors

November 18, 2025

**2025 Audit of
Florin Resource
Conversation District**



Agenda

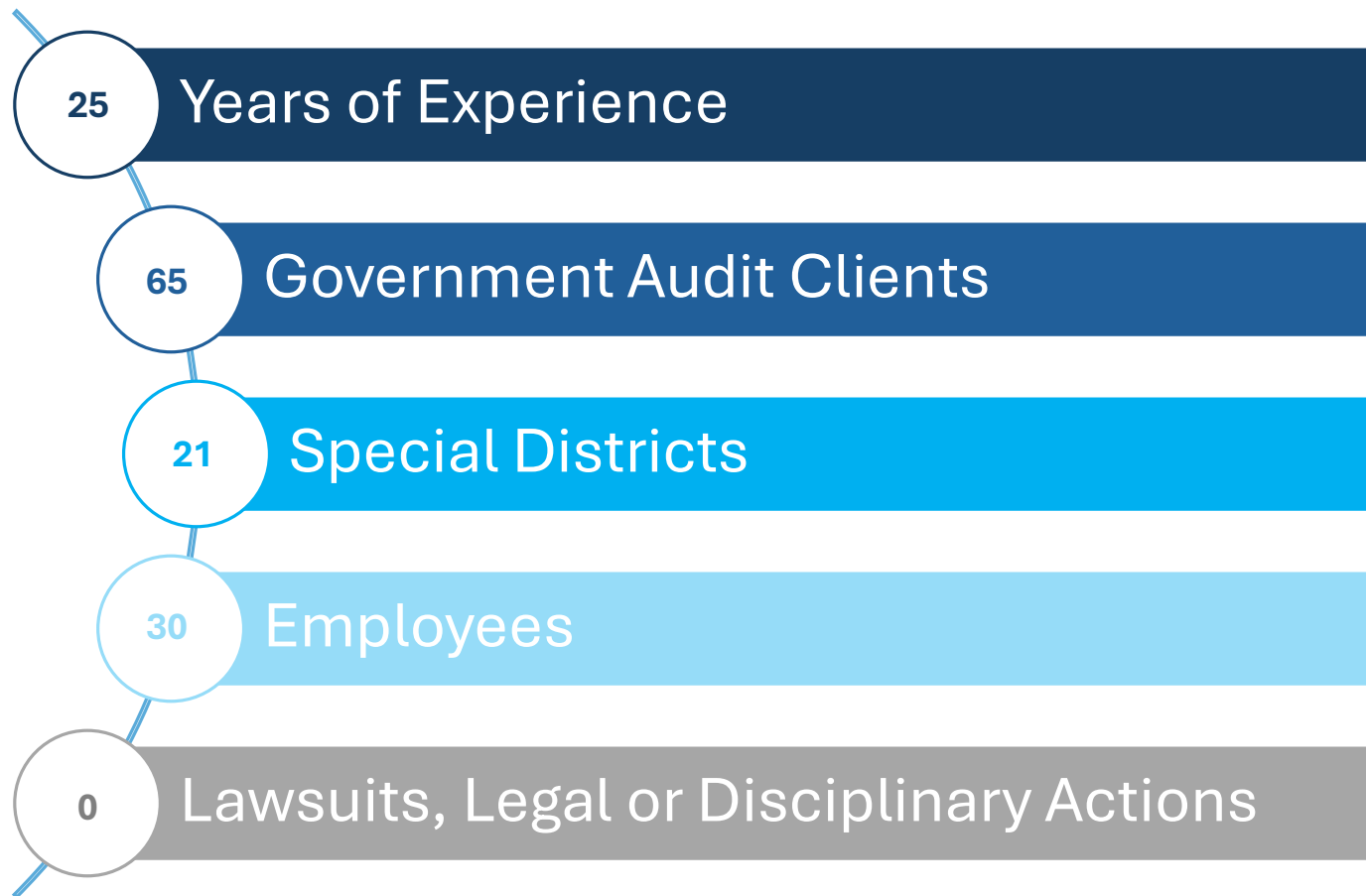




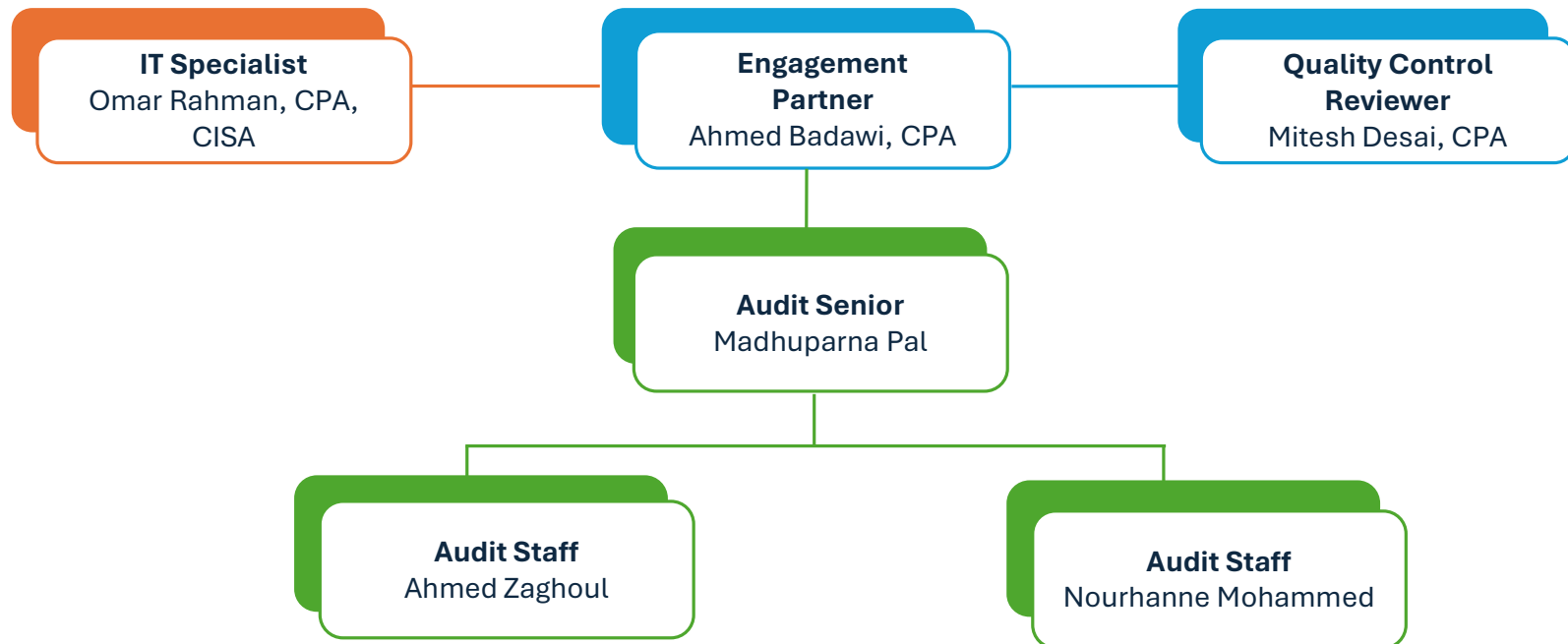
Our Firm and the Engagement Team



Our Firm – By the Numbers



Engagement Team

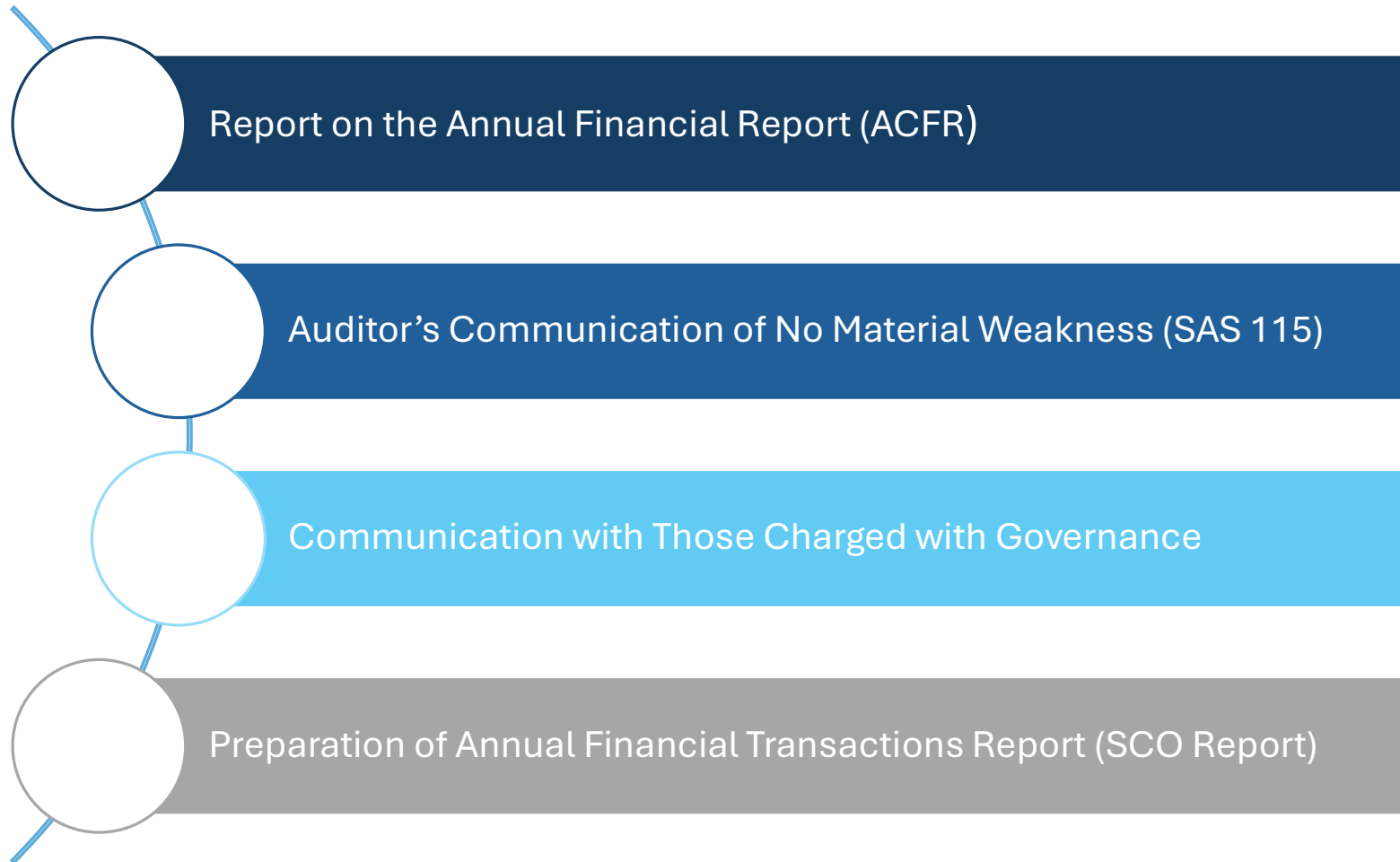




Deliverables and Scope of the Audit



Deliverables and Scope of the Audit

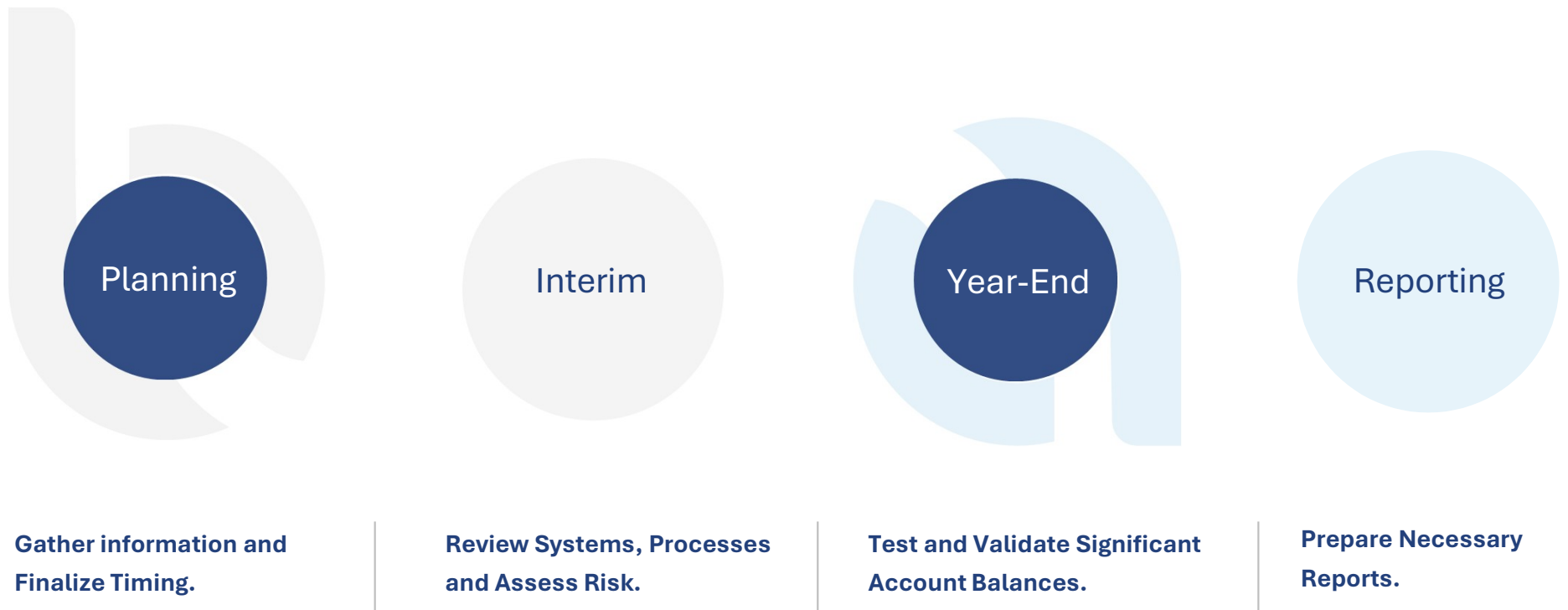




Audit Methodology



Audit Methodology





Areas of Primary Audit Risk



Areas of Primary Audit Risk

Risk of Management Override of Controls – The risk of management override of controls was addressed by the following procedures:

- Assigned staff based on consideration of risk.
- Incorporated an element of unpredictability in the audit.
- Considered the selection and application of significant accounting principles.
- Examined journal entries prepared by management.
- Reviewed accounting estimates for bias.
- Evaluated the business rationale for unusual transactions.
- Evaluated the appropriateness of fraud-related inquiries.

Revenue and Receivables – Improper Revenue Recognition:

- Performed ratio analysis of receivables and revenue accounts.
- Reviewed allowance for uncollectible accounts.
- Performed analysis of revenues and consumption data.

Areas of Primary Audit Risk

Unreconciled Accounts Receivable – Risk that unreconciled difference between subledger and general ledger is due to uncaptured transactions or fraud:

- Performed review of account transactions.
- Performed review of accounts receivable reconciliation.

Debt Covenant – Risk that timing of transactions for purposes of meeting debt covenants is altered:

- Recalculated coverage ratios.
- Performed review of transaction details for amounts that make up ratio(s).
- Performed cut-off testing for expenditures and receivables.

Areas of Primary Audit Risk

Estimates – Review of Significant Accounting Estimates:

- Investment fair value estimates
- Capital assets useful life estimates
- Pension related estimates
- Other post-employment benefits (OPEB) estimates



Auditor's Report and Financial Statements

Auditor's Report

Auditing Standards

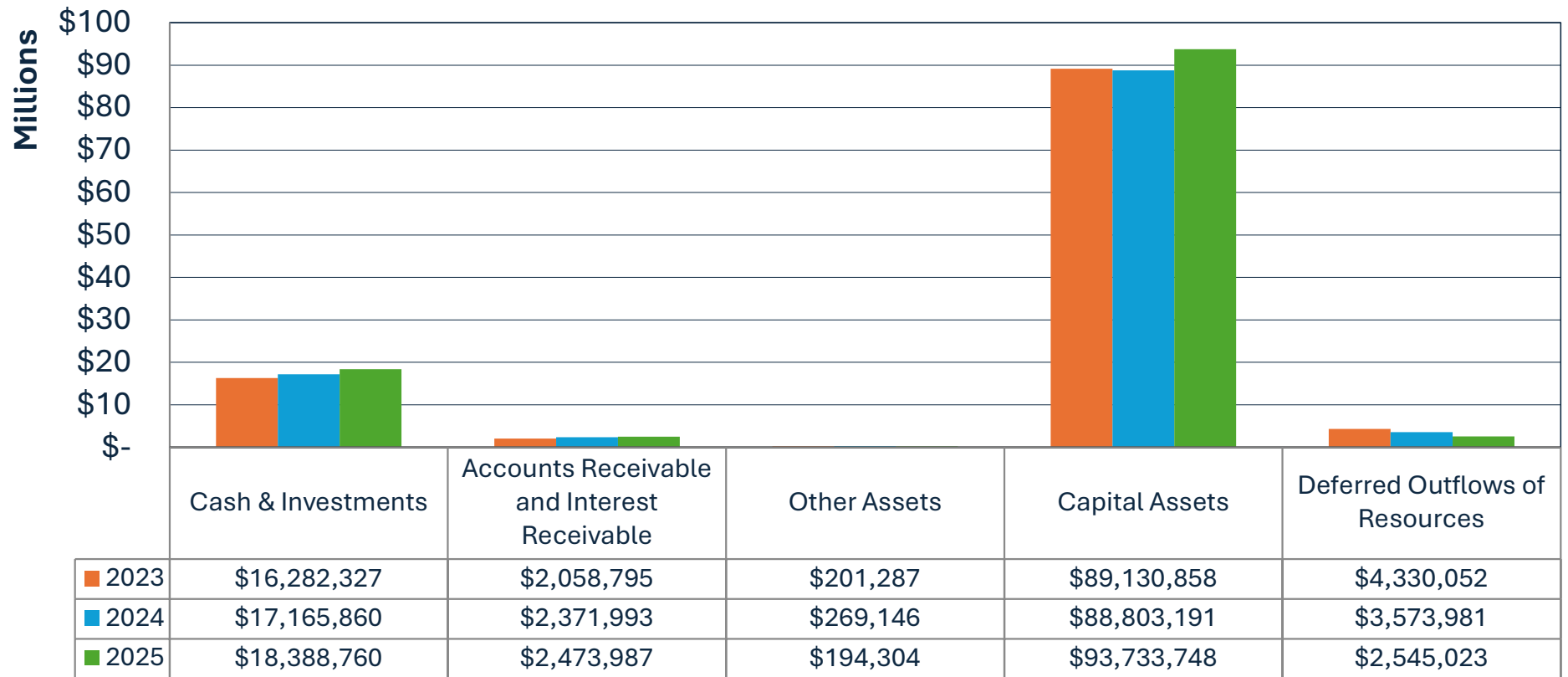
- Audit performed in accordance with Generally Accepted Auditing Standards

Unmodified Opinions

- Financial statements are fairly presented in all material respects
- Significant accounting policies have been consistently applied
- Estimates are reasonable
- Disclosures are properly reflected in the financial statements

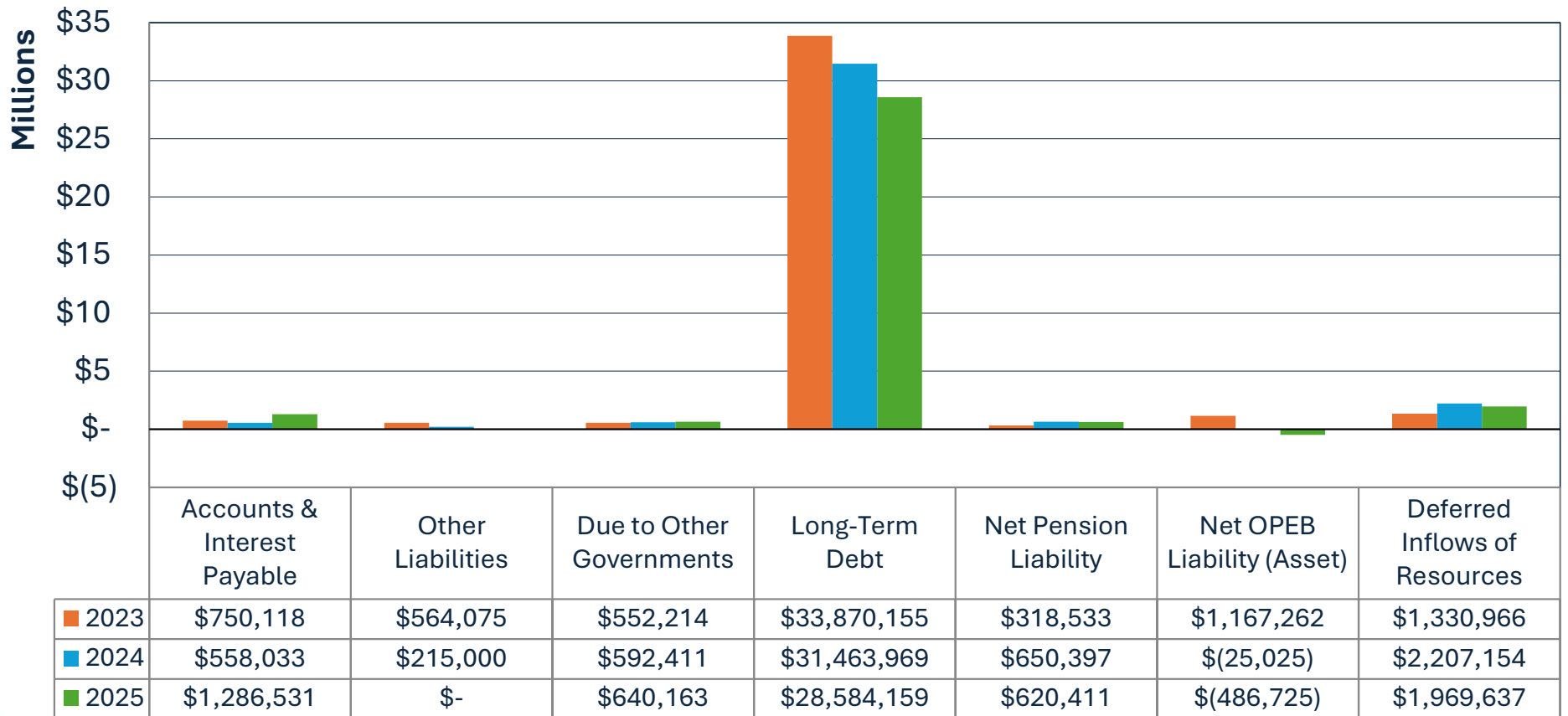
Financial Statements

Assets and Deferred Outflows of Resources

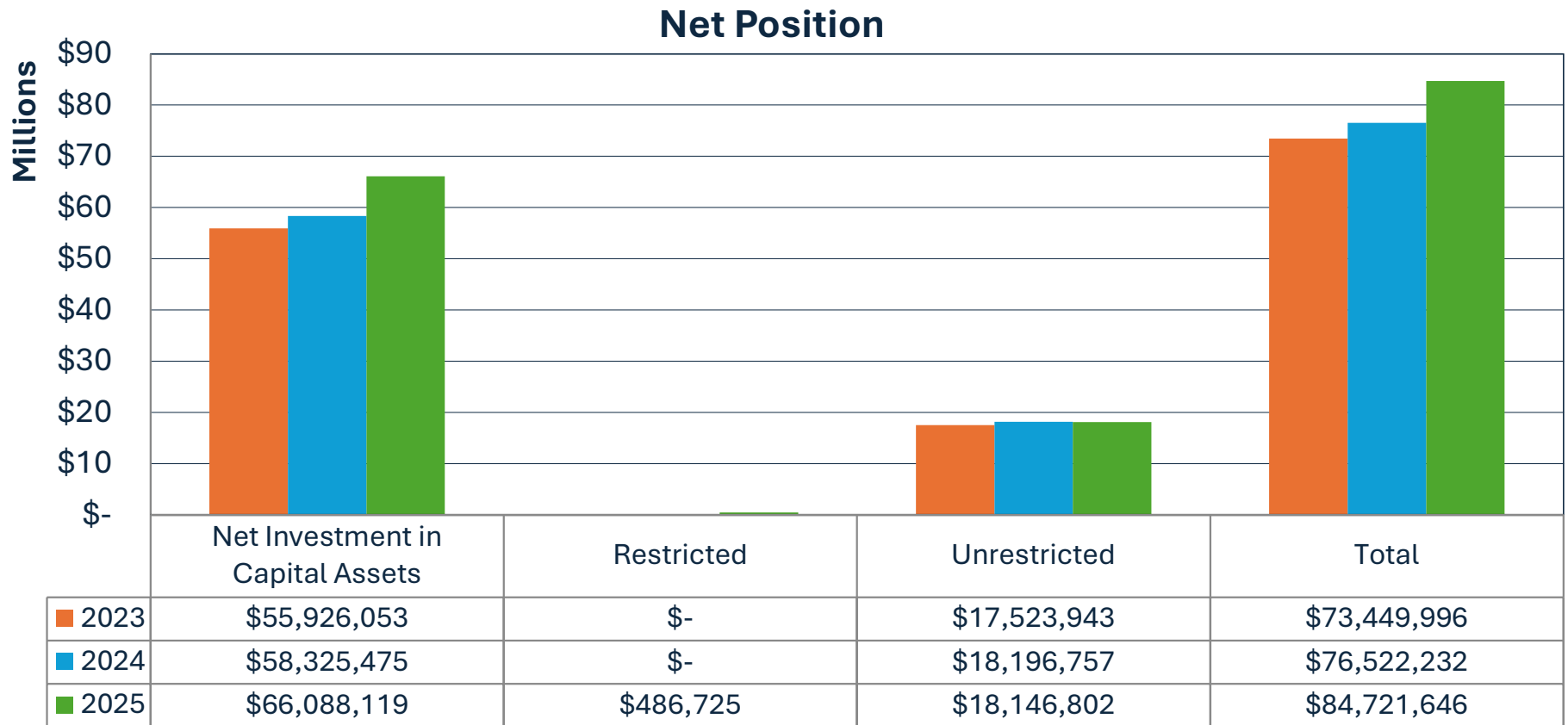


Financial Statements

Liabilities and Deferred Inflows of Resources

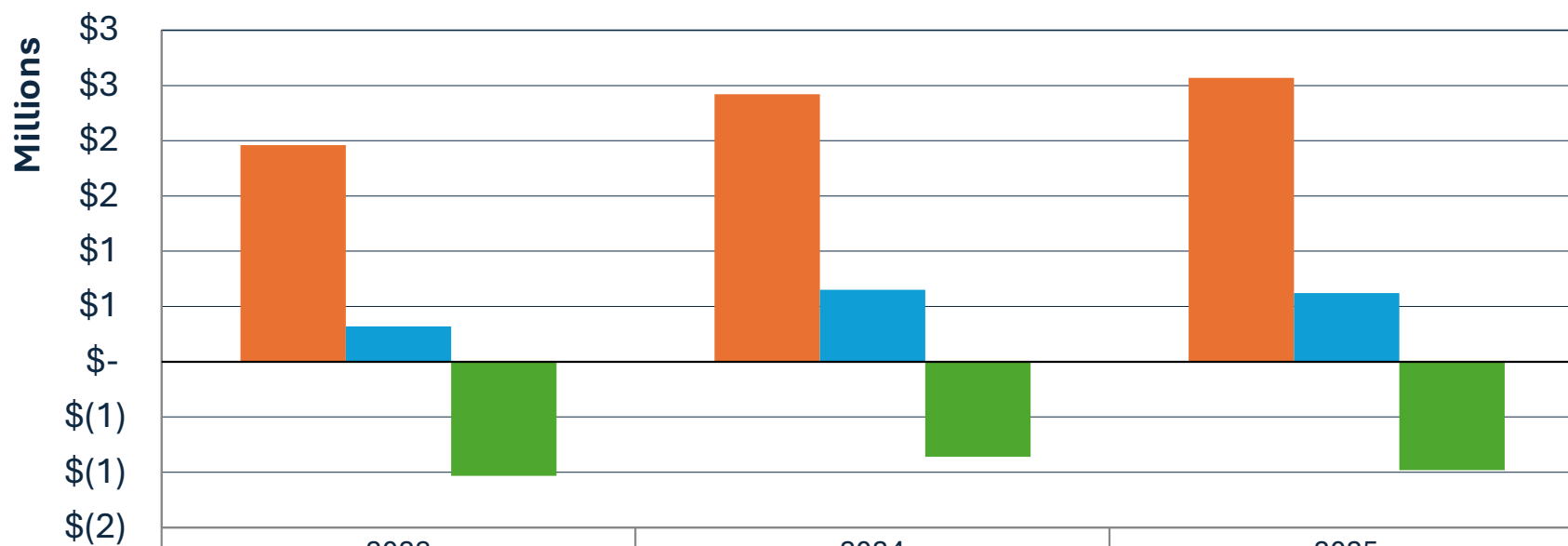


Financial Statements



Pension Plan

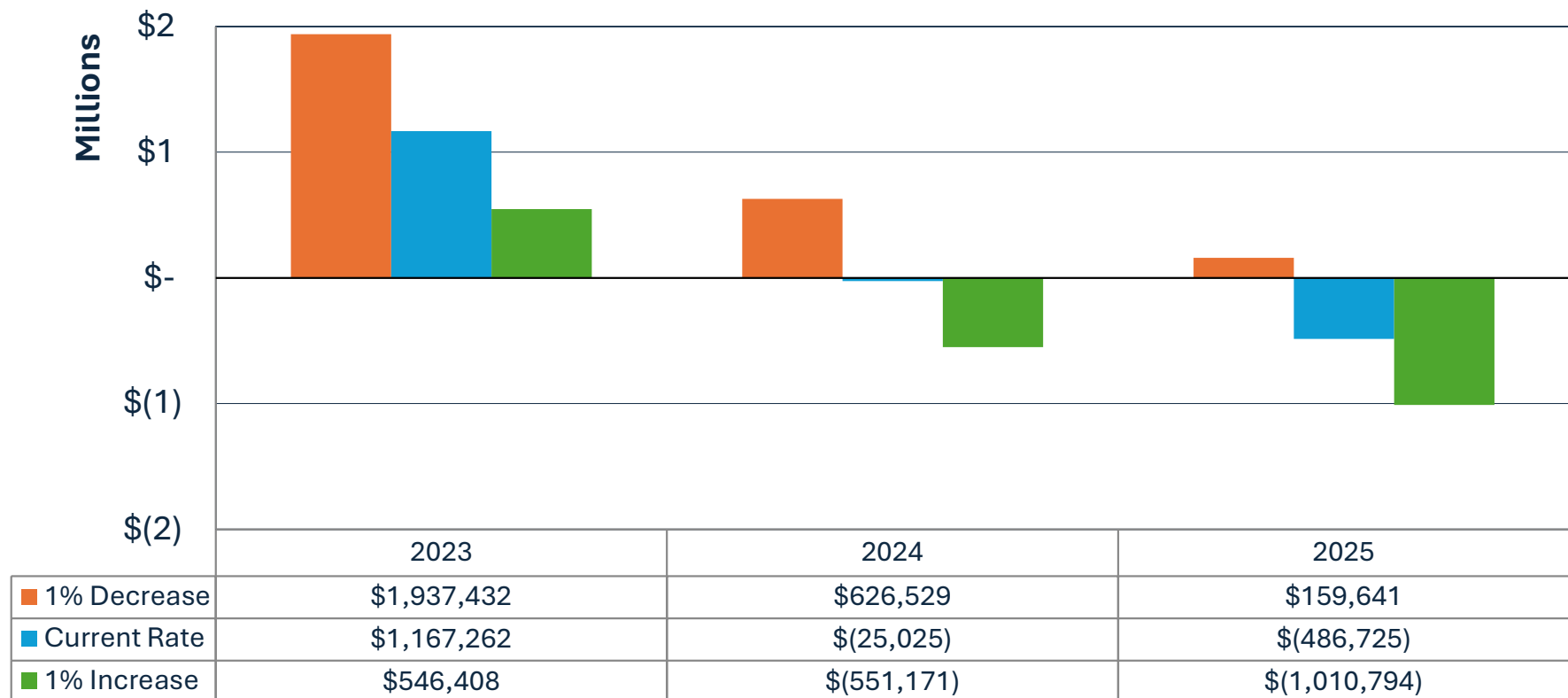
Net Pension Liability (Asset) Sensitivity to Discount Rate



	2023	2024	2025
1% Decrease	\$1,960,655	\$2,420,083	\$2,567,584
Current Rate	\$318,533	\$650,397	\$620,411
1% Increase	\$(1,032,527)	\$(860,206)	\$(982,399)

Other Postemployment Benefits

**Net OPEB Liability (Asset)
Sensitivity to Discount Rate**





Required Communications



Required Communications

Auditor's Responsibilities

Provide an opinion on whether financial statements are fairly stated in accordance with U.S. GAAP

Evaluate internal control over financial reporting including tone at the top

Evaluate compliance with laws, contracts, and grants.

Ensure financial statements are clear and transparent

Communicate with the governing body

Management's Responsibilities

Take responsibility for the financial statements

Establish and maintain internal control over financial reporting

Make all financial records available to us

Establish internal control to prevent and detect fraud

Inform us of all known and suspected fraud

Comply with laws and regulations

Take corrective action on audit findings

Required Communications

Independence

- It is our responsibility to maintain independence
- We maintained our independence by strict adherence to the AICPA and the Board of Accountancy rules and regulations

Timing of the Audit

- Within the time frame originally communicated to the District in our engagement letters.

Significant Accounting Policies and Unusual Transactions

- No initial selection of accounting policies and no changes in significant accounting policies or their application.

Required Communications

Difficulties Encountered in Performing the Audit

- No difficulties encountered.

Significant Audit Adjustments and Unadjusted Differences

- An adjustment to accounts receivable to match the accounts receivable subledger was determined by management to be immaterial and was not recorded.

Deficiencies in Internal Control over Financial Reporting

- No material weaknesses noted.

New Accounting Standards

2026

- GASB Statement No. 103 – Financial Reporting Model
- GASB Statement No. 104 – Disclosure of Certain Capital Assets



**Thank You for Allowing
us to Provide Audit
Services to the District.**



November 18, 2025

TO: Chair and Directors of the Florin Resource Conservation District

FROM: Patrick Lee, Finance Manager/Treasurer

SUBJECT: **YEAR TO DATE REVENUES AND EXPENSES COMPARED TO BUDGET – OCTOBER 2025**

RECOMMENDATION

It is recommended that the Florin Resource Conservation District Board of Directors consider moving this item back into the consent calendar.

SUMMARY

Per the Florin Resource Conservation District (District) Board of Directors (Board) request, consent item g – Year-To-Date Revenues and Expenses Compared to Budget is being included in the Board packet as a standalone agenda item.

DISCUSSION

Background

The Year-To-Date Revenues and Expenses Compared to Budget was a standing item included in the monthly consent calendar presented to the Board each month. The Board has requested that staff remove the report from consent calendar and include it as a standalone agenda item for discussion purposes for all future Board meetings.

Present Situation

The Year-To-Date Revenues and Expenses Compared to Budget report through October 2025 is being provided to the Board for review and discussion. Following review and discussion, staff recommends that the Board consider moving this item back into the consent calendar based on the following:

1. This item is a recurring report that is brought to the Board monthly.
2. Beginning in April 2022, this item was continuously brought to the Board as a standalone agenda item every month with minimal to no discussion required.
3. If necessary, consent items can be pulled for discussion during consent calendar review and approval.

YEAR TO DATE REVENUES AND EXPENSES COMPARED TO BUDGET – OCTOBER 2025

Page 2

4. Staff will continue to provide the Board with a detailed budget to actual operating revenue and expenses status report quarterly.

ENVIRONMENTAL CONSIDERATIONS

There are no direct environmental considerations associated with this report.

STRATEGIC PLAN CONFORMITY

This item conforms to the FRCD/Elk Grove Water District 2025-2030 Strategic Plan Goal No. 2, Fiscal Responsibility to practice prudent financial stewardship and management of resources for the benefit of District customers.

FINANCIAL SUMMARY

There is no financial impact associated with this report.

Respectfully Submitted,



PATRICK LEE
TREASURER

Attachment

Attachment

General Ledger
Monthly Consent

User: PLee@egwd.org
Printed: 11/4/2025 8:00:56 AM
Period 01 - 04
Fiscal Year 2026

4/12 = 33.33%

Account	Description	End Bal	Budget	Remaining Budget	% Realized
Revenue					
	Revenues	\$ (7,367,515.88)	\$ (18,477,993.82)	\$ (11,110,477.94)	39.87%
	Total Revenue	7,367,515.88	18,477,993.82	11,110,477.94	39.87%
Expense					
	Salaries & Benefits	2,013,126.26	5,686,886.87	3,673,760.61	35.40%
	Seminars Conventions & Travel	10,684.69	42,444.00	31,759.31	25.17%
	Office & Operational	741,556.04	1,742,067.48	1,000,511.44	42.57%
	Purchased Water	1,600,345.00	3,805,728.20	2,205,383.20	42.05%
	Outside Services	296,335.95	1,146,580.00	850,244.05	25.85%
	Rentals & Leases	5,267.51	23,120.00	17,852.49	22.78%
	Taxes & Utilities	201,704.11	558,324.00	356,619.89	36.13%
	Non-Operational	(201,893.14)	(25,000.00)	176,893.14	807.57%
	Total Expense	\$ 4,667,126.42	\$ 12,980,150.55	\$ 8,313,024.13	35.96%
Revenue Total		\$ 7,367,515.88	\$ 18,477,993.82	\$ 11,110,477.94	39.87%
Expense Total		\$ 4,667,126.42	\$ 12,980,150.55	\$ 8,313,024.13	35.96%
Revenues in Excess of Expenditures		\$ 2,700,389.46	\$ 5,497,843.27	\$ 2,797,453.81	49.12%

November 18, 2025

TO: Chair and Directors of the Florin Resource Conservation District

FROM: Stefani Phillips, Board Secretary

SUBJECT: **SENATE BILL 707 (BROWN ACT REVISIONS)**

RECOMMENDATION

This item is presented for discussion purposes only. No action by the Florin Resource Conservation District Board of Directors is requested at this time.

SUMMARY

Senate Bill (SB) 707, signed by Governor Gavin Newsom on October 3, 2025, makes significant revisions to the Ralph M. Brown Act (Brown Act) governing open meetings for local agencies. Florin Resource Conservation District (District) legal counsel, BKS Law Firm, has reviewed SB 707 and prepared a summary (attached) of its impacts. General Counsel Joshua Horowitz will provide a presentation at the November 2025 Board meeting to outline these changes and their implications for the District.

While many of the new provisions apply only to “eligible legislative bodies” as defined in the statute, several key updates will affect all local agencies, including expanded teleconferencing options, remote participation as a disability accommodation, and new requirements for providing copies of the Brown Act to board members.

DISCUSSION

Background

At the October 2025 Board meeting, General Counsel Joshua Horowitz informed the District Board of Directors (Board) that he would return in November to present a briefing on SB 707, which was recently enacted into law. SB 707 introduces a series of amendments to the Brown Act (Government Code §54950 et seq.) intended to modernize public meeting procedures, expand accessibility, and clarify public participation standards.

Present Situation

Governor Gavin Newsom signed SB 707 into law on October 3, 2025, enacting several amendments to the Ralph M. Brown Act that modernize teleconferencing rules, clarify

SENATE BILL 707 (BROWN ACT REVISIONS)

Page 2

public participation requirements, and expand accessibility provisions. While many of these updates apply only to large or “eligible legislative bodies”, certain changes, such as expanded teleconferencing options and new requirements for member accessibility and meeting conduct apply to all local agencies, including District.

Legal counsel from BKS Law Firm has prepared a memorandum and General Counsel Joshua Horowitz will present at the November Board meeting to summarize the key provisions of SB 707, their effective dates, and the limited impacts anticipated for the District. The presentation will help ensure the Board remains informed about compliance requirements and best practices under the updated Brown Act.

ENVIRONMENTAL CONSIDERATIONS

There are no direct environmental considerations associated with this report.

STRATEGIC PLAN CONFORMITY

This item conforms to the FRCD/Elk Grove Water District 2025-2030 Strategic Plan. The monthly Consent Calendar report provides transparency, which aligns with Goal No. 1 - Governance, of the Strategic Plan 2025-2030.

FINANCIAL SUMMARY

There is no financial impact associated with this report.

Respectfully submitted,



STEFANI PHILLIPS
BOARD SECRETARY

Attachment

BKS LAW FIRM, PC

BRIDGING PUBLIC & WATER LAW

1600 K Street, Suite 4A || Sacramento, CA 95814 || www.bkslawfirm.com



MEMORANDUM

TO: Interested BKS Clients

DATE: November 10, 2025

RE: Senate Bill 707 Primer

Governor Gavin Newsom signed Senate Bill 707 (“SB 707”) into law on October 3, 2025. SB 707 makes significant changes to the Brown Act, Government Code sections 54950 and following. Notably, a number of SB 707’s changes to the Brown Act apply only to “eligible legislative bodies,” which will be defined below. These changes are unlikely to affect your agency. This memorandum will discuss the changes to the Brown Act that will apply to all legislative bodies and, briefly, those changes that will only apply to eligible legislative bodies.

Changes that Apply to All Legislative Bodies

Teleconferencing as a Reasonable Accommodation

SB 707 provides that members of a legislative body may utilize teleconferencing software to attend meetings as a reasonable accommodation for a disability. (Gov. Code, § 54953(c).) For a member of a legislative body with a disability to attend a meeting via teleconference, the member must participate using both audio and video technology unless their disability requires an exception to the video component. (Gov. Code, § 54953(c)(2)(A).) Furthermore, members attending remotely must disclose whether any other individuals over the age of eighteen are present in the room at their remote location and provide a brief description of the general nature of their relationship to any such individuals. Notably, legislative bodies are not required to comply with the posting requirements¹ of the Brown Act’s traditional teleconferencing rules for members that are attending remotely due to a disability and the participation of legislative body members under these circumstances is to be deemed equivalent to in-person attendance for all legal purposes, including establishing a quorum.

¹ The traditional Brown Act rules require that a quorum of a legislative body participate from teleconferencing locations within the agency’s jurisdiction, each teleconference location must be identified in the notice and agenda of the meeting, agendas must be posted at each teleconference location, and each location must be accessible with two-way communications to allow for the public to hear and address the legislative body directly at each teleconference location.

Alteration of Existing Alternative Teleconferencing Provisions

SB 707 recodifies and expands the Brown Act's alternative teleconferencing provisions in Government Code sections 54953.8 through 54953.8.7. Government Code section 54953.8 provides a general list of requirements for legislative bodies when utilizing alternative teleconferencing, while Sections 54953.8.1 to 54953.8.7 provide the specific circumstances that trigger the use of alternative teleconferencing. The following provisions may be applicable to your agency²:

Assembly Bill 2449 ("AB 2449") introduced exceptions to the notice and physical access requirements of the traditional teleconferencing rules of the Brown Act to allow less than a majority of a legislative body to attend via teleconference when a legislative body member experiences a "just cause" or "emergency circumstance" event, as defined. AB 2449 was set to sunset on January 1, 2026. SB 707 revises and restates the "just cause" alternative teleconferencing provisions under Government Code section 54953.8.3 and incorporates physical or family medical emergencies that prevent a member from attending a meeting in person and the attendance to specific military obligations as "just cause" events. If your legislative body meets once per month or less, a legislative body member may utilize the "just cause" exception twice per year. If your agency's legislative body meets twice per month, then members may use the "just cause" exception five times per year.

SB 707 recodifies the alternative teleconferencing provisions applicable in a state of emergency and adds a local emergency as a triggering event to utilize the alternative teleconferencing provisions. (Gov. Code, § 54953.8.2.) A local emergency is defined as a condition of extreme peril to persons or property proclaimed by the governing body of a city, county, or a city and county in accordance with section 8630 of the California Emergency Services Act or a local health emergency declared pursuant to section 101080 of the Health and Safety Code. The local emergency must occur within the boundaries of the local agency's jurisdiction. (Gov. Code, § 54953.8.2(e)(1).)

SB 707 provides that eligible subsidiary bodies³ (committees/advisory bodies) of a local agency may hold remote teleconference meetings if the subsidiary body meets certain requirements, including the following:

1. The body must designate one physical meeting location, within the boundaries of the legislative body that created the eligible subsidiary body, where members of the subsidiary body who are not participating remotely shall attend and members of the

² Alternative teleconferencing is also available to health authorities, eligible neighborhood councils and community college student organizations.

³ Eligible subsidiary bodies are defined as advisory bodies that 1) cannot take final action on legislation, regulations, contracts, licenses, permits, or any other entitlements, grants, or allocations of funds and 2) do not have primary subject matter jurisdiction on elections, budgets, police oversight, privacy, library material restrictions, or taxing or spending proposals.

public may physically attend and participate in the meeting. At least one staff member of the eligible subsidiary body or the legislative body must be present at the physical meeting location;

2. The body must post the agenda at the physical meeting location. Posting is not required at remote locations unless a participant is an elected official.
3. If a remote participant of the subsidiary body is an elected official, the teleconference must comply with the posting and access requirements of paragraph (3) of subdivision (b) of Government Code Section 54953, i.e., the traditional Brown Act rules;
4. Remote participants must appear on camera during the meeting, unless they have a disability that exempts them from this requirement or if the participant is having internet connectivity issues. If a remote participant experiences internet connectivity issues, the participant must announce the reason for their nonappearance prior to turning off their camera and maintain two-way audio communication; and,
5. The legislative body that established the eligible subsidiary body must make certain findings prior to authorizing fully remote meetings for the subsidiary body and at least every six months thereafter.

SB 707 provides that an eligible multijurisdictional body⁴ may utilize the alternative teleconferencing if the body complies with the following requirements:

1. The body adopts a resolution that authorizes the body to use teleconferencing;
2. The body identifies each member of the eligible multijurisdictional body who plans to participate remotely in the agenda;
3. A quorum of the body participates in the meeting from one or more physical locations that are open to the public and within the boundaries of the local agency;
4. Members of the eligible multijurisdictional body who receive compensation for their service on the body must participate from a physical location that is open to the public;
5. Members may not participate in a meeting remotely unless the location from which the member participates is more than 20 miles away from any physical meeting location;
6. Remote members are required to participate through both audio and visual technology; and,

⁴ Multijurisdictional is defined as either a legislative body that includes representatives from more than one county, city, city and county, or special district or a legislative body of a joint powers entity. An eligible multijurisdictional body is defined as a multijurisdictional board, commission, or advisory body of a multijurisdictional, cross-county agency, the membership of which board, commission, or advisory body is appointed, and the board, commission, or advisory body that is subject to the Brown Act. (Gov. Code, § 54953.8.7.)

7. If the body meets once per month or less, each member may utilize alternative teleconferencing only twice per year. Depending on the frequency that the body meets, members may utilize teleconferencing more frequently than twice per year.

Providing Copies of the Brown Act

Existing law encourages agencies to provide copies of the Brown Act to each member of a legislative body. SB 707 requires that local agencies provide a copy of the Brown Act to each elected or appointed member of a legislative body. (Gov. Code, § 54952.7)

Removal of Disruptive Members of the Public

SB 707 extends a legislative body's authority to remove or limit participation from individuals engaging in disruptive behavior to individuals who are attending a meeting remotely. (Gov. Code, § 54957.95.)

Exemptions to Public Comment

Under existing law, a legislative body may skip public comment for agenda items that have already been considered by a committee that is composed exclusively of members of the legislative body at a public meeting where all interested members of the public were afforded the opportunity to address the committee on the item, before or during the committee's consideration of the item. SB 707 clarifies that the above exception shall not apply if any of the following conditions are met: (1) the item has been substantially changed since the committee heard the item; (2) the prior committee meeting did not have a physical, in-person quorum; or (3) the committee has primary jurisdiction over certain sensitive or high interest topics, defined as elections, budgets, police oversight, privacy, removing from or restricting access to, materials available in public libraries, or taxes or related spending proposals. (Gov. Code, § 54954.3(a)(2)(A).)

Social Media Rule Extension

Existing law permits a member of a legislative body to engage in conversations or communications with the public regarding matters that are within the subject matter jurisdiction of the legislative body on an internet-based social media platform. Members of a legislative body may not use a social media platform to discuss these matters amongst a majority of the body's members. SB 707 removes the sunset date of January 1, 2026 for the social media usage exception and extends this exception indefinitely. (Gov. Code, § 54952.2.)

Changes that Apply to Eligible Legislative Bodies

SB 707 introduces Government Code section 54953.4, which imposes broad new requirements on "eligible legislative bodies" to promote public accessibility, language equity, and community outreach. The provisions specific to "eligible legislative bodies" apply on July 1, 2026. As explained below, these requirements would not apply to your agency and are being briefly described for information only.

An “eligible legislative body” is defined as any of the following:

1. A city council of a city with a population of 30,000 or more;
2. A county board of supervisors of a county, or city and county, with a population of 30,000 or more;
3. A city council of a city located in a county with a population of 600,000 or more; or,
4. A board of directors of a special district that has an internet website and meets any of the following conditions:
 - a. The boundaries of the special district include the entirety of a county with a population of 600,000 or more, and the special district has over 200 full-time equivalent employees;
 - b. The special district has over 1,000 full-time equivalent employees; or,
 - c. The special district has annual revenues, based on the most recent Financial Transaction Report data published by the California State Controller, that exceed four hundred million dollars (\$400,000,000), adjusted annually for inflation commencing January 1, 2027, and the special district employs over 200 full-time equivalent employees.

(Gov. Code, § 54953.4(e)(2).)

Two-Way Remote Attendance and Disruption Procedures

SB 707 requires eligible legislative bodies to provide a two-way telephonic service or two-way audiovisual platform to allow the public to attend body meetings remotely, but this requirement does not apply if telephonic or internet service is not available at the meeting location. In the event of a disruption to the telephonic or internet service, the body must recess its open session and engage in a good-faith attempt to restore service for at least an hour. An eligible legislative body must also adopt a written policy that details how the body will respond to disruptions to telephonic or internet service.

Public Outreach

SB 707 requires eligible legislative bodies to take specific actions to encourage residents to participate in public meetings, including the following:

- (1) Provide a system for electronically accepting and fulfilling requests for meeting agendas and related documents;
- (2) Create and maintain an accessible webpage dedicated to public meetings that provides a general explanation of the public meeting process for the body, instructions on how to provide in-person or remote public comments, a calendar of the body’s public meeting dates, and the related meeting agendas; and

- (3) Make reasonable efforts to invite groups that do not traditionally participate in public meetings to attend the body's meetings, such as outreach to media organizations serving non-English-speaking communities or civic engagement organizations.

Translation and Interpretation

SB 707 requires eligible legislative bodies to translate meeting agendas and participation instructions into all "applicable languages," which is defined as languages spoken by at least 20 percent of the applicable population that also speaks English less than "very well" according to the American Community Survey. This translation requirement also applies to the webpage dedicated to public meetings. Eligible legislative bodies also must provide reasonable assistance to members of the public who wish to use personal interpreters, such as arranging space for the interpreters and allowing extra time for interpretation.

Conclusion

SB 707 includes several important changes to the Brown Act that may be applicable to your public agency. If your agency is interested in receiving a presentation on SB 707 or has any questions about this memorandum or needs help implementing the requirements of SB 707 (including related policy updates), please contact your primary BKS attorney.

November 18, 2025

TO: Chair and Directors of the Florin Resource Conservation District

FROM: Bruce Kamilos, General Manager

SUBJECT: **PROPOSED REORGANIZATION TO A COUNTY WATER DISTRICT**

RECOMMENDATION

It is recommended that the Florin Resource Conservation District Board of Directors direct staff to amend its application filed with the Sacramento Local Agency Formation Commission from a request for territory detachment to a request for reorganization. The proposed reorganization would dissolve the Florin Resource Conservation District and form the Elk Grove Water District as the successor district organized under County Water District Law.

SUMMARY

On February 21, 2025, staff submitted an application to the Sacramento Local Agency Formation Commission (LAFCo) requesting detachment of the Florin Resource Conservation District (FRCD) territory lying outside the Elk Grove Water District (EGWD) service area to reduce the high cost of FRCD elections. Following submission of a Municipal Service Review (MSR) in August 2025, LAFCo recommended that the FRCD instead pursue a reorganization to dissolve FRCD and make EGWD the successor district organized under the County Water District Law.

While this option was initially declined due to concerns that reorganization might impact employees' CalPERS Classic retirement benefits, subsequent consultation with legal counsel and CalPERS representatives confirmed that, under Government Code section 20508, EGWD as a successor agency could retain the Classic 2% at 55 retirement formula. Reorganization would reduce election costs, align district boundaries with its mission, and streamline governance.

DISCUSSION

Background

On February 21, 2025, staff submitted an application to LAFCo for the detachment of the FRCD territory that lies outside the EGWD service boundaries. The primary reason for the request was to reduce the high cost of holding FRCD elections. The FRCD service

PROPOSED REORGANIZATION TO A COUNTY WATER DISTRICT

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area has approximately 203,650 registered voters, resulting in an estimated election cost of \$460,000 in 2024. The EGWD service area, by comparison, has approximately 27,640 registered voters, which would reduce elections cost to approximately \$67,000. Additionally, in 2018, the FRCD Board of Directors (Board) adopted a resolution repurposing its mission to focus exclusively on water-related activities that benefit EGWD ratepayers. Aligning the FRCD service boundary with the EGWD service boundary is consistent with this mission.

On August 26, 2025, staff submitted an MSR to LAFCo at LAFCo's request. An MSR is a comprehensive study conducted by LAFCo to evaluate the efficiency, capacity, and governance of a local service provider prior to boundary changes or annexations. On November 5, 2025, staff received an email from LAFCo indicating that, based on its review of the MSR, it recommended modifying the application from a detachment to a reorganization to dissolve FRCD and make EGWD the successor district organized under County Water District Law (Water Code sections 30000 – 33901).

The recommendation to dissolve the FRCD and have EGWD become a water district organized under County Water District Law was an option considered by the Board before submitting the detachment application. At the time, the Board chose not to pursue that option based on previous legal advice that the reorganization would trigger new CalPERS enrollment requirements under PEPRA. This would cause employees hired before January 2013 to lose their Classic 2% at 55 retirement formula and move to the PEPRA 2% at 62 formula.

Present Situation

On November 5, 2025, staff consulted with District General Counsel Josh Horowitz who has extensive experience with LAFCo matters. Based on prior reorganizations he participated in, Mr. Horowitz believed that the FRCD pension contract could be transferred to EGWD without reducing the classic benefit and recommended that staff contact a CalPERS legal specialist to verify whether reorganizing EGWD as a successor district under County Water District Law would, in fact, affect employees' Classic 2% at 55 retirement formula.

On November 7, 2025, staff contacted Isabel Safie, a partner at Best, Best, and Krieger specializing in CalPERS matters. Ms. Safie explained that, assuming the successor district is deemed a new agency by CalPERS, Government Code section 20508 provides statutory authority for a new contracting agency that assumes the function of an existing contracting agency to be deemed its successor. In such cases, the new agency may continue offering the same Classic 2% at 55 retirement formula to Classic employees.

PROPOSED REORGANIZATION TO A COUNTY WATER DISTRICT

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That same day, Ms. Safie participated in a previously scheduled call with CalPERS staff, including Melody Benavides, Chief of Pension Contracts, and Andy Nguyen, Assistant Chief of Pension Contracts. Ms. Benavides and Mr. Nguyen confirmed that, as codified in Government Code section 20508, EGWD, as a reorganized successor agency to FRCD, could continue providing the Classic retirement formula to Classic employees. Staff has provided an email (attached) from Ms. Safie with the details on the matter.

Dissolving the FRCD and having EGWD remain as the successor district organized under the County Water District Law would provide several benefits. It would effectively reduce election costs from approximately \$460,000 to approximately \$67,000. It would create consistency between the district's service boundaries and its mission to perform water-related functions that directly benefit the EGWD ratepayers. It would provide a streamlined governance structure by which to operate the EGWD because the County Water District Law was enacted specifically to operate a public urban water supply agency like EGWD. Note that reforming EGWD as a county water district would permit the District to provide a per meeting stipend to Directors and would not impact FRCD's existing authority to flexible contract for public works projects.

For these reasons and based on legal confirmation that Classic employees would retain their current retirement formula, staff and counsel recommend amending the LAFCo application from a detachment to a reorganization that dissolves FRCD and designates EGWD as the successor district organized under County Water District Law.

Staff and counsel believe that this is an opportune time to undertake a reorganization because the current LAFCo Executive Officer, José Henriquez is supportive of the change and has significant experience with reorganizations.

ENVIRONMENTAL CONSIDERATIONS

Under CEQA, LAFCo is considered the lead agency for boundary changes, including reorganizations, annexations, detachments, and dissolutions (per Public Resources Code, section 21065, and CEQA Guidelines, section 15378). Most such actions are categorically exempt because they involve administrative or governmental boundary changes that do not result in physical environment changes.

PROPOSED REORGANIZATION TO A COUNTY WATER DISTRICT

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STRATEGIC PLAN CONFORMITY

The recommendation in this report conforms to Strategic Goal 1 (Governance) and Strategic Goal 2 (Fiscal Responsibility) of the Strategic Plan by streamlining the District's governance structure and significantly reducing election costs.

FINANCIAL SUMMARY

LAFCo reviews applications for reorganizations, annexations, detachments, and dissolutions on a time-and-material basis. FRCD has submitted a \$5,000 deposit to LAFCo for this purpose. In the Fiscal Year 2025-26 Budget, the Board approved \$45,000 for LAFCo review costs and an additional \$20,000 for related legal services. At this time, staff believes the approved budget is sufficient to cover costs associated with the application review process.

Respectfully submitted,



BRUCE KAMILOS
GENERAL MANAGER

Attachment

Attachment

From: [Isabel Safie](#)
To: [Bruce Kamilos](#)
Cc: [Joshua Horowitz](#)
Subject: RE: CONFIDENTIAL - Florin Resource Conservation District/Elk Grove Water District
Date: Friday, November 7, 2025 12:56:48 PM

Hi Bruce,

I was able to have a call with Melody Benavides, the Chief over the Contracts Unit at CalPERS, and her second-in-command, Andy Nguyen. They confirmed that there is a path forward that would allow the successor agency, EGWD, to continue to provide the classic formulas to classic employees. This would be the successor agency approach codified at Gov. Code section 20508 that I mentioned in my email earlier this morning. For this to apply, CalPERS would look for language (could be in a LAFCO resolution) that specifically names EGWD as the successor agency to FRCD.

EGWD would need to establish eligibility for establishing a new contract with CalPERS. If deemed eligible, it would then move through the contracting process. Once the contract is approved, CalPERS then processes a successor agency merger moving the assets and liabilities under the FRCD CalPERS contract to the new EGWD contract. This would effectively mean that EGWD is deemed to have a contract retroactively effective to when the FRCD contract with CalPERS was first established thus allowing it to continue offering the same classic formula to its classic members.

EGWD would not be able to pursue a new contract until *after* it becomes a legal entity separate from FRCD which I understand would not occur after the reorganization is effective. It would then be about 1 year after that date before EGWD, assuming it is deemed eligible to contract with CalPERS, establishes its own CalPERS contract and then about 3 months for the successor agency contract process to be completed. Throughout this time, the current FRCD CalPERS contract would remain in place even though FRCD will have dissolved when EGWD begin the CalPERS contracting process. This is pretty standard protocol.

To be clear, I keep saying “assuming [EGWD] is deemed eligible to contact with CalPERS, because CalPERS makes that determination. However, if EGWD is a special district after the reorganization, it is virtually guaranteed that it will be deemed eligible.

Once you confirm the path you will follow with LAFCO, please let me know and I will formally notify the CalPERS contract unit of the forthcoming successor agency contract request.

Let me know if you have any questions.

Thank you,
Isabel Safie



Isabel Safie

Partner

isabel.safie@bbklaw.com

T: (951) 826-8309 | C: (909) 641-1330

November 18, 2025

TO: Chair and Directors of the Florin Resource Conservation District

FROM: Stefani Phillips, Human Resources Administrator

SUBJECT: **LONGEVITY PAY REVISION**

RECOMMENDATION

It is recommended that the Florin Resource Conservation District Board of Directors adopt Resolution No. 11.18.25.01, amending the 2019 Elk Grove Water District Employee Policy Manual, Section 4.2.12 Longevity Pay.

SUMMARY

The proposed revision to the Elk Grove Water District (District) Longevity Pay provision changes the current lump-sum annual payment to an annualized bi-weekly payment. This approach maintains the original intent of recognizing and rewarding long-term employee service while improving payroll consistency and ensuring accurate CalPERS reporting. The revision also provides a clearer, more sustainable method of administration that aligns with the District's payroll system and compensation practices. If approved, the policy will take effect January 1, 2026, aligning with the first payroll of the calendar year.

DISCUSSION

Background

Longevity Pay was established on July 1, 2014, to recognize and reward employees for their long-term service to the District. The intent of the program has been to provide an additional financial incentive that acknowledges employee loyalty and institutional knowledge, fostering retention and organizational stability.

Under the original provision, Longevity Pay was paid as a lump-sum amount on each employee's anniversary date based on their total years of service. While this method recognized long-term service, it created an administrative burden and reporting complexities as CalPERS requires Longevity Pay to be reported as special compensation within each pay period.

LONGEVITY PAY REVISION

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Present Situation

The proposed revision (attached) restructures Longevity Pay to be annualized and paid in each bi-weekly pay period, rather than as an annual lump-sum payment, effective January 1, 2026. Employees will remain eligible after completing five (5) full years of continuous service, with payments beginning in the sixth (6th) year. The Longevity Pay rate, which begins at one-half percent (0.5%) of base compensation, will increase by one-half percent (0.5%) for each additional completed year, up to a maximum of five percent (5%) beginning in the 15th year of service.

Annualized Longevity Pay will be based on each employee's base rate of pay, inclusive of any cost-of-living adjustments, merit increases, or promotions. It will begin the first full pay period following the employees' eligibility anniversary and will be reported to CalPERS as Incentive Pay under Special Compensation.

This revision ensures compliance with CalPERS requirements and reduces administrative burden by making use of the automated calculation features in the District's new payroll software. The policy has been reviewed by the District's Human Resources legal advisor and by the Florin Resource Conservation District Board of Director (Board) ad hoc committee consisting of Chair Tom Nelson and Vice Chair Paul Lindsay.

ENVIRONMENTAL CONSIDERATIONS

There are no direct environmental considerations associated with this report.

STRATEGIC PLAN CONFORMITY

This item conforms to the Florin Resource Conservation District/Elk Grove Water District 2025–2030 Strategic Plan. The revision to Longevity Pay supports Goal No. 2 – Employer of Choice, by enhancing compensation transparency and rewarding employee tenure in alignment with the District's commitment to attract and retain high-quality staff.

FINANCIAL SUMMARY

The financial impact of this proposed policy revision is \$58,549.85 in Fiscal Year 2025–26. The District budgeted \$105,503 for Longevity Pay in FY 2025–26; however, because the proposed change transitions Longevity Pay from a lump-sum payment to an

LONGEVITY PAY REVISION

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annualized bi-weekly payment, an additional \$58,549.85 is needed to make employees whole during the transition year. This amount reflects the overlap created by converting from an anniversary-based lump-sum payment to a continuous bi-weekly payment schedule.

If the policy is approved, this amount will require a budget amendment, which staff will present to the Board for consideration at the December meeting. This is a one-time cost associated with the implementation of the new methodology and will reduce the amount needed for Longevity Pay in the FY 2026–27 budget, because Longevity Pay will be paid bi-weekly, and employees will have already been made whole during the prior fiscal year.

Respectfully submitted,



STEFANI PHILLIPS
HUMAN RESOURCES ADMINISTRATOR

Attachment

RESOLUTION NO. 11.18.25.01

**RESOLUTION OF THE FLORIN RESOURCE
CONSERVATION DISTRICT BOARD OF DIRECTORS
AMENDING THE 2024 ELK GROVE WATER DISTRICT EMPLOYEE
POLICY MANUAL, SECTION 4.2.12, LONGEVITY PAY**

WHEREAS, the Florin Resource Conservation District Board of Directors (Board) establishes written policies and procedures for the Elk Grove Water District (EGWD) staff; and

WHEREAS, approved policies provide guidance, consistency, and continuity of direction for EGWD staff; and

WHEREAS, the Board desires to maintain an Employee Policy Manual (Manual) that establishes clear performance standards and reflects current labor laws, employment benefits, and other conditions of employment; and

WHEREAS, the Board and staff regularly review the Manual and update it as necessary to ensure continued compliance and operational effectiveness; and

WHEREAS, the Board now desires to amend Section 4.2.12, *Longevity Pay*, to transition from paying Longevity Pay as a lump-sum amount on each employee's anniversary date to an annualized bi-weekly payment structure, effective January 1, 2026, to improve payroll consistency and ensure accurate CalPERS reporting;

NOW, THEREFORE, THE FLORIN RESOURCE CONSERVATION DISTRICT BOARD OF DIRECTORS DOES HEREBY RESOLVE:

SECTION 1. The Board of Directors hereby adopts the amendment to the Elk Grove Water District Employee Policy Manual, Section 4.2.12, Longevity Pay, attached hereto as Exhibit A.

SECTION 2. The Board Secretary shall certify the adoption of this Resolution.

SECTION 3. This Resolution shall go take effect on January 1, 2026.

PASSED, APPROVED AND ADOPTED by the Florin Resource Conservation District Board of Directors on this 18th day of November 2025 by the following vote:

AYES:

NOES:

ABSENT:

ABSTAIN:

Tom Nelson
Chair

ATTEST:

Stefani Phillips
Board Secretary

APPROVED AS TO FORM:

Joshua M. Horowitz
General Counsel

EXHIBIT “A”

**ELK GROVE WATER DISTRICT
EMPLOYEE POLICY MANUAL,
SECTION 4.2.12, LONGEVITY PAY**

[Attached behind this cover page]

4.2.12 Longevity Pay

Longevity Pay recognizes and rewards employees' long-term service to the District. Effective January 1, 2026, Longevity Pay will be paid with wages each payday rather than as a lump sum on the employee's anniversary date.

Employees become eligible for Longevity Pay after completing five (5) full years of continuous service with the District. Payments begin in the sixth (6th) year of service and increase by one-half percent (0.5%) of base compensation for each additional completed year thereafter, capping at five percent (5%) in the fifteenth (15th) year of service. The applicable percentages are shown in the table below.

Longevity Pay is calculated and paid on a bi-weekly basis and will be based on the employee's base rate of pay at the time of each pay period. The base rate will include any adjustments resulting from cost-of-living adjustments, merit increases, or promotions. Longevity Pay begins the first full pay period following the employee's eligibility anniversary (i.e., the first full pay period after the employee's Five (5) year anniversary). Employees on approved leave for any reason (including workers' compensation) remain eligible to earn and receive longevity pay.

Employees who separate from the District and are later re-employed will not receive credit for prior service when determining eligibility for Longevity Pay. Years of service are not cumulative following a break in service.

Longevity Pay is reportable to CalPERS as Incentive Pay under Special Compensation and will be included in the employees' reportable earnings unless otherwise prescribed by law.

Beginning Years of Service	Rate of Longevity Pay
6	0.5%
7	1%
8	1.5%
9	2%
10	2.5%
11	3%
12	3.5%
13	4%
14	4.5%
15	5%

4.2.12**Longevity Pay**

Longevity Pay recognizes and rewards employees' long-term service to the District. Effective January 1, 2026, Longevity Pay will be ~~annualized and~~ paid with wages each payday ~~included in each pay period~~ rather than paid as a lump sum on the employee's anniversary date.

Employees become eligible for Longevity Pay after completing five (5) full years of continuous service with the District. Payments begin in the sixth (6th) year of service and increase by one-half percent (0.5%) of base ~~salary~~ compensation for each additional completed year thereafter, capping at five percent (5%) ~~beginning in the fifteenth (15th) year of service. The employee will continue to receive 5% for each year of service thereafter.~~ The applicable percentages are shown in the table below.

~~Annualized~~ Longevity Pay is calculated and paid on a bi-weekly basis and will be based on the employee's base rate of pay at the time of each pay period. The ~~is~~ base rate will include any adjustments resulting from cost-of-living adjustments, merit increases, or promotions. Longevity Pay begins the first full pay period following the employee's eligibility anniversary (i.e., the first full pay period after the employee's Five (5) year anniversary). Employees on approved leave for any reason (including ~~or~~ workers' compensation) remain eligible to earn and receive longevity pay.

Employees who separate from the District and are later re-employed will not receive credit for prior service when determining eligibility for Longevity Pay. Years of service are not cumulative following a break in service.

Longevity Pay is reportable to CalPERS as Incentive Pay under Special Compensation and will be included in the employees' reportable earnings unless otherwise prescribed by law.

<u>Beginning Years of Service</u>	<u>Rate of Longevity Pay</u>
<u>6</u>	<u>0.5%</u>
<u>7</u>	<u>1%</u>
<u>8</u>	<u>1.5%</u>
<u>9</u>	<u>2%</u>
<u>10</u>	<u>2.5%</u>
<u>11</u>	<u>3%</u>
<u>12</u>	<u>3.5%</u>
<u>13</u>	<u>4%</u>
<u>14</u>	<u>4.5%</u>
<u>15</u>	<u>5%</u>

Longevity Pay

~~Longevity pay is to recognize an employee's long-term service to the District. Annual Longevity Pay amounts are based on the length of service with the District, beginning at year six (6) and capping at year 15, and at a percentage of the employee's annual rate of base salary on their anniversary date. Employees will receive one half (0.5%) of their salary, per year, up to the 15th year where it will cap. The employee will continue~~

to receive the Longevity Pay annually, for every year following the 15th year at the capped amount. Longevity amounts are computed by multiplying the employee's base rate of pay by the appropriate percentage from the following table:

Years of Service	Rate of Longevity Pay
6	0.5%
7	1%
8	1.5%
9	2%
10	2.5%
11	3%
12	3.5%
13	4%
14	4.5%
15	5%

Payment shall be made during the same pay period following the employee's anniversary date in which the employee is eligible to receive longevity pay. This includes employees on workers' compensation leave.

Longevity Pay is reportable to California Public Employees Retirement Systems (CalPERS) as Incentive Pay under Special Compensation and is added to the yearly computations of an employee's annual pay, unless otherwise prescribed by law.

November 18, 2025

TO: Chair and Directors of the Florin Resource Conservation District

FROM: Bruce Kamilos, General Manager

SUBJECT: **GENERAL MANAGER'S REPORT**

RECOMMENDATION

This item is presented to the Florin Resource Conservation District Board of Directors for information, discussion, and in some instances, to provide direction to staff.

SUMMARY

The General Manager's Report is a standing item on the regular board meeting agenda. The report is intended to inform the Florin Resource Conservation District (District) Board of Directors (Board) of notable, miscellaneous items the General Manager would like to share with the Board. The report also provides an opportunity for the Board to discuss the items, and in some instances provide direction to staff.

DISCUSSION

Background

Each month, the General Manager provides a report to the Board of any notable, miscellaneous items.

Present Situation

- **Enterprise Resource Planning (ERP) Implementation Update** – Staff is currently working with its integrator, Springbrook Software, to implement the Utility Billing (UB) module. At this stage, staff involvement is minimal as Springbrook must first remap the District's existing utility billing data into the new UB module.
- **Information Technology (IT) Update** – The District contracts with Solutions by BG, an information technology consultant, for its IT services. A team member who previously supported the District recently separated from the company. Thomas Dainat, CEO of Solutions by BG, met with District executive staff to assure us that the District's IT needs will continue to be fully supported without interruption.
- **Sophia Scherman Garden Dedication** – On November 14, 2025, the District held dedication event for the new landscaping in front of the Administration Building. The landscaped area features water-wise plants suited to the region's climate. During the

GENERAL MANAGER'S REPORT

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event, the landscape was formally dedicated as “The Sophia Scherman Garden” in recognition of Ms. Scherman’s years of service on the District Board and her vision for creating a water-wise demonstration garden.

ENVIRONMENTAL CONSIDERATIONS

There are no direct environmental considerations associated with this report.

STRATEGIC PLAN CONFORMITY

This item conforms to the FRCD/EGWD 2025-2030 Strategic Plan. Due to the varied subject matters presented in the General Manager’s Report, the report over time will likely touch on every strategic goal contained in the plan.

FINANCIAL SUMMARY

There is no financial impact associated with this report.

Respectfully submitted,



BRUCE KAMILOS
GENERAL MANAGER

November 18, 2025

TO: Chair and Directors of the Florin Resource Conservation District
FROM: Bruce Kamilos, General Manager
SUBJECT: **ELK GROVE WATER DISTRICT OPERATIONS REPORT – OCTOBER 2025**

RECOMMENDATION

This item is presented for information only. No action by the Florin Resource Conservation Board of Directors is proposed at this time.

SUMMARY

The Elk Grove Water District (EGWD) Operations Report is a standing item on the regular board meeting agenda.

All regulatory requirements were met for the month of October. Other notable events are described below.

DISCUSSION

Background

Every month, staff present an update on the activities related to the operations of the EGWD. Included for the Florin Resource Conservation District Board of Director's review is the EGWD's October 2025 Operations Report.

Present Situation

The EGWD October 2025 Operations Report highlights are as follows:

- **Operations Activities Summary** – 458 door hangers were placed for past due balances, which resulted in 57 shutoffs. We received zero water pressure complaints and one (1) water quality complaint.
- **Production** – The Combined Total Service Area 1 production graph on page 13 shows that production during the month of October decreased by 26.96 percent compared to what was produced in 2024. The Total Demand/Production for both service areas on page 14 shows that customer use during the month of October compared to 2024 decreased by 18.89 percent.
- **Static and Pumping Level Graphs** – The fourth quarter soundings are shown and indicate that the static water levels of the deep wells and shallow wells are above the static water levels measured in the fourth quarter of 2024.

ELK GROVE WATER DISTRICT OPERATIONS REPORT – OCTOBER 2025

Page 2

- **Treatment (Compliance Reporting)** – All samples taken during the month comply with all regulatory permit requirements. No exceedances of any maximum contaminant levels were found, and all water supplied to EGWD's customers met or exceeded safe drinking water standards.
- **Safety Meetings/Training** – Two (2) safety training sessions was conducted for the month.
- **Service and Main Leaks Map** – There were five (5) service line leaks and zero main line leaks during October.
- **System Pressures** – Pressures in Service Area 1 and Service Area 2 were stable during the month of October.

ENVIRONMENTAL CONSIDERATIONS

There are no direct environmental considerations associated with this report.

STRATEGIC PLAN CONFORMITY

This item conforms to the FRCD/EGWD 2025-2030 Strategic Plan. The EGWD Operations Report provides an ongoing and transparent review of EGWD's operations, and therefore conforms with Strategic Goal No. 1, Governance.

FINANCIAL SUMMARY

There is no financial impact associated with this report.

Respectfully submitted,



BRUCE KAMILOS
GENERAL MANAGER

BMK/ac

Attachment

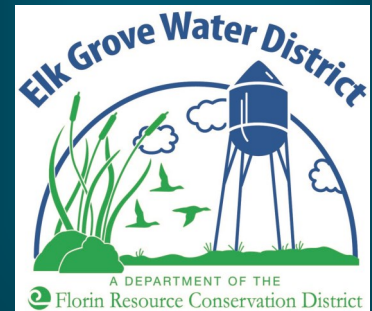
EGWD

OPERATIONS REPORT

October 2025



Elk
Grove
Water
District



Elk Grove Water District
Operations Report
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Operations Activities Summary

Service Requests:

	October -25		YTD (Since Jan. 1, 2025)	
<u>Department</u>	<u>Service Request</u>	<u>Hours</u>	<u>Service Request</u>	<u>Hours</u>
Distribution				
Door Hangers	458	19.5	3,992	210.5
Shut offs	57	15	554	79
Turn ons	54	6.75	516	104.25
Investigations	26	6.5	323	907.25
USA Locates	320	80	4,670	1,1675.5
Customer Complaints				
-Pressure	0	0	9	11.5
-Water Quality	1	0.5	5	3

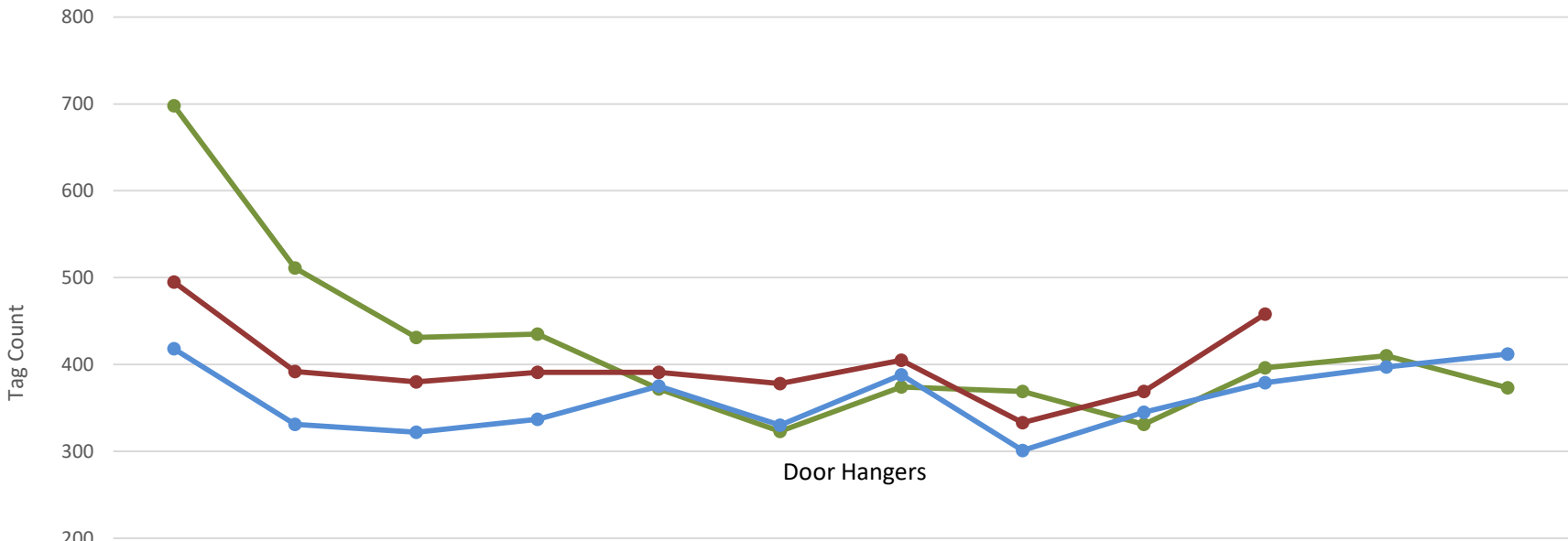
Work Orders:

	October-25		YTD (Since Jan. 1, 2025)	
<u>Department</u>	<u>Work Orders</u>	<u>Hours</u>	<u>Work Orders</u>	<u>Hours</u>
Distribution:				
Meters Installed	1	0.5	98	51.5
Meter Change Out	34	30.5	434	311.96
Preventative Maint.				
-Hydrant Maintenance (142)	142	35.5	1,445	361.25
-Valve Exercising (80)	0	0	780	195
Corrective Maint.				
-Leaks	5	57	45	588.75
-Other	0	0	14	251.5
Valve Locates	0	0	0	0



Elk Grove Water District

Door Hangers and Shut Off Tags



	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec
2023 Door Hangers	698	511	431	435	372	323	374	369	331	396	410	373
2023 Shut Offs	130	78	46	48	64	44	53	48	41	57	47	73
2024 Door Hangers	418	331	322	337	375	330	388	301	345	379	397	412
2024 Shut Offs	57	52	56	54	60	39	54	50	48	49	64	0
2025 Door Hangers	495	392	380	391	391	378	405	333	369	458		
2025 Shut Offs	77	58	38	70	63	45	55	46	45	57		



Elk Grove Water District

Monthly Production

Well 1D School - October 2025

Selected Month Production

1,454,010 Gallons

Average GPM: 1,604
Pump depth: 275 ft
Well depth: 1025 ft

Motor:

Volts: 468
Volts (Rated): 460
RPM: 1789
RPM (Rated): 2115
Amps A: 177
Amps A (Rated): 222
Amps B: 178
Amps B (Rated): 222
Amps C: 171
Amps C (Rated): 222

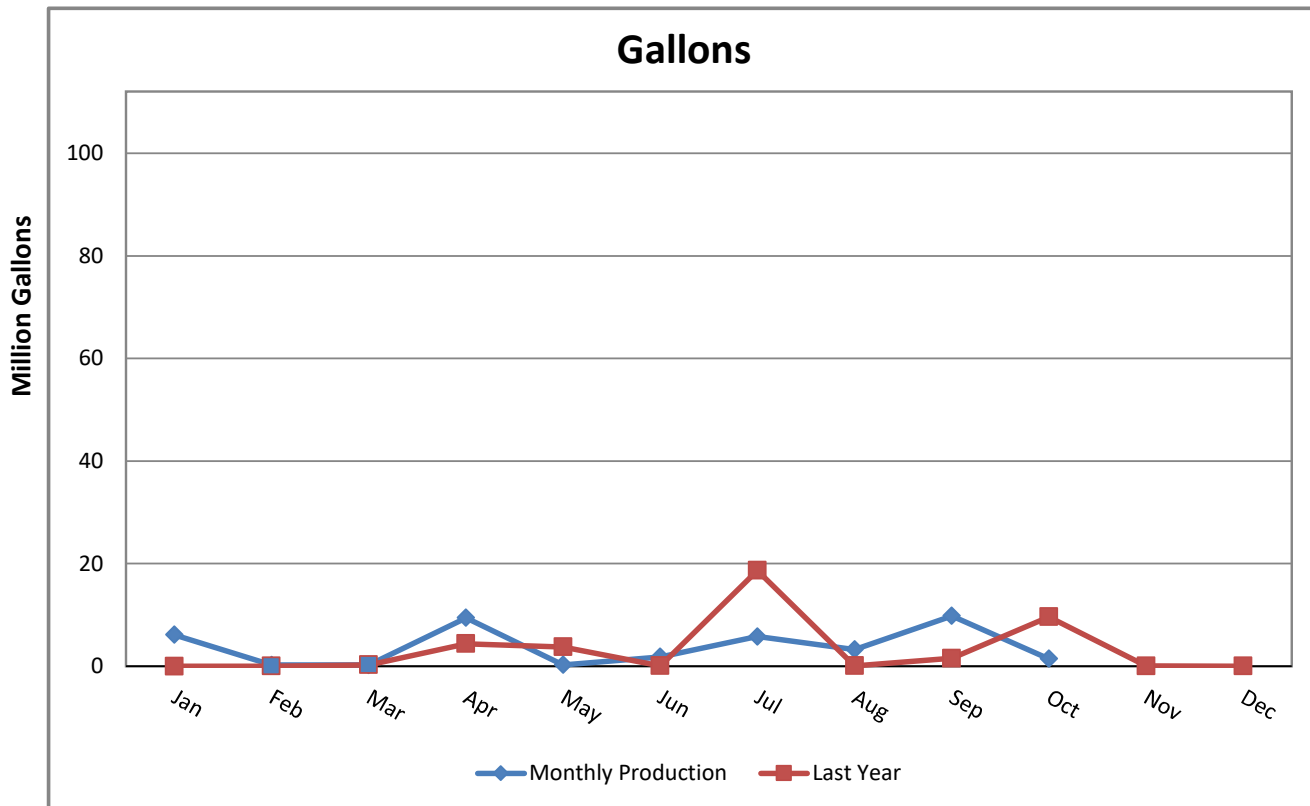
Motor Temp: 89.6 F
Hour Meter: 15.1

Chlorine:

Dosing: 1.53 mg/L
Demand: 0.43 mg/L
Residual: 1.1 mg/L

Vibration Reading:

Base Line: 0.05 in/sec
Current: 0.03 in/sec





Elk Grove Water District

Monthly Production

Well 4D Webb -- October 2025

Selected Month Production

31,084,470 Gallons

Average GPM: 1694
Pump depth: 340 ft
Well depth: 1075 ft

Motor:

Volts: 472
Volts (Rated): 460
RPM: 1644
RPM (Rated): 1775
Amps A: 191
Amps A (Rated): 225
Amps B: 190
Amps B (Rated): 225
Amps C: 189
Amps C (Rated): 225

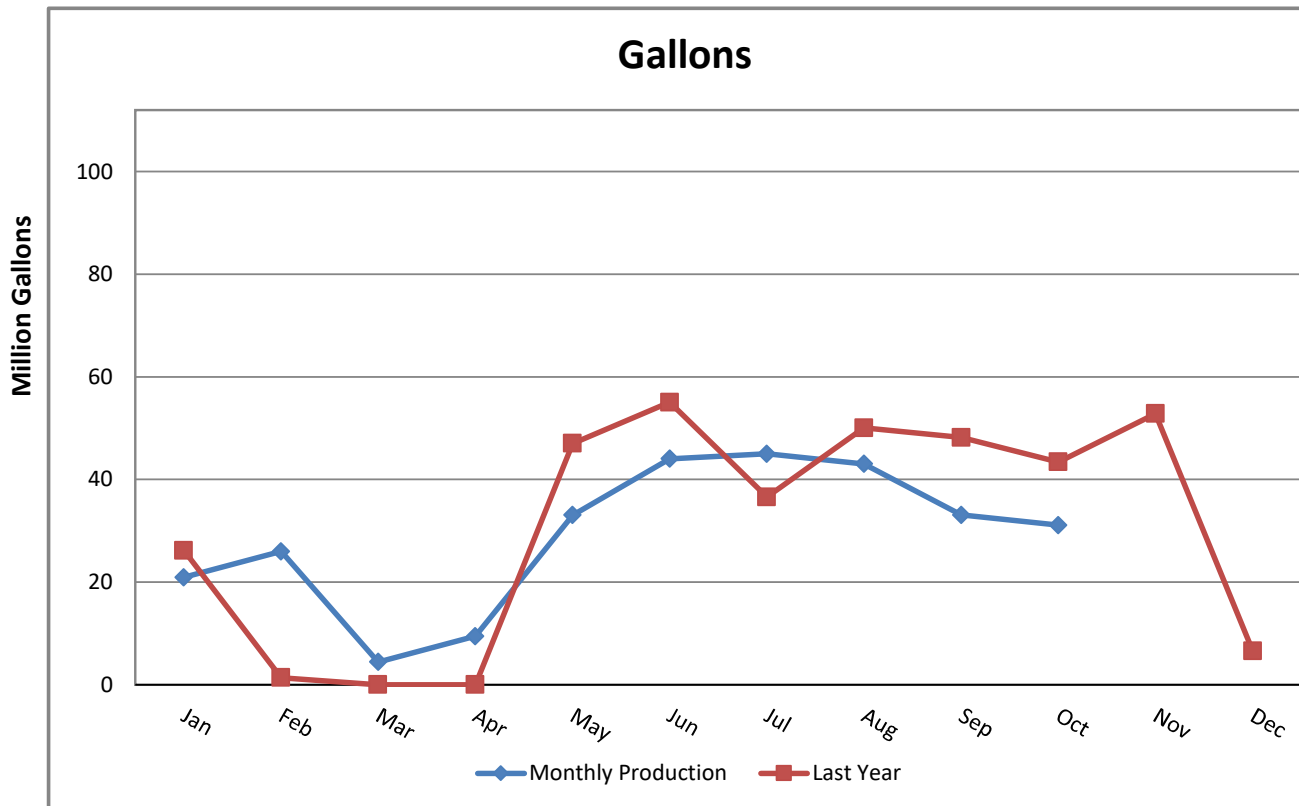
Motor Temp: 88 F
Hour Meter: 305.80

Chlorine:

Dosing: 1.44 mg/L
Demand: 0.46 mg/L
Residual: 0.98 mg/L

Vibration Reading:

Base Line: 0.05 in/sec
Current: 0.03 in/sec





Elk Grove Water District

Monthly Production

Well 11D Dino -- October 2025

Selected Month Production

16,845,042 Gallons

Average GPM: 1,691
Pump depth: 340 ft
Well depth: 1038 ft

Motor:

Volts: 484
Volts (Rated): 460
RPM: 1757
RPM (Rated): 1775
Amps A: 217
Amps A (Rated): 225
Amps B: 214
Amps B (Rated): 225
Amps C: 203
Amps C (Rated): 225

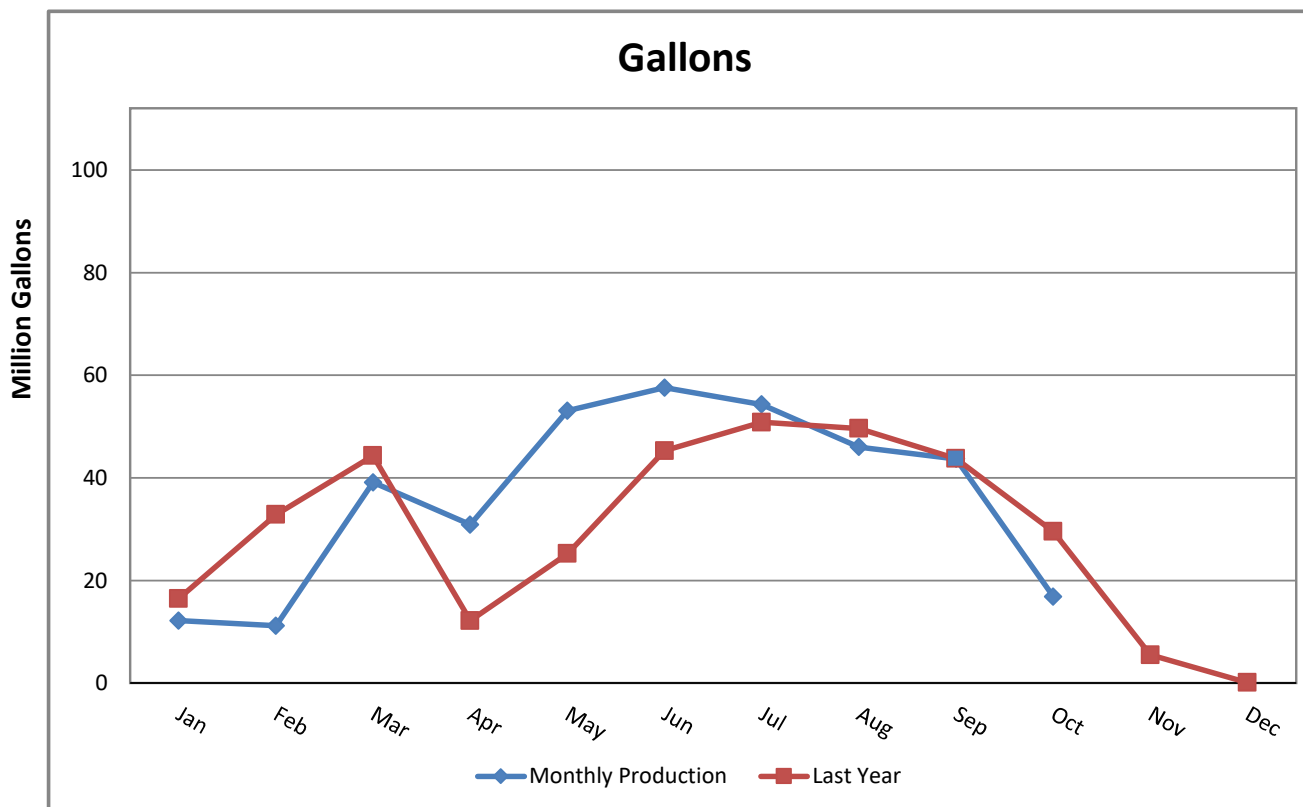
Motor Temp: 103.3 F
Hour Meter: 166.0

Chlorine:

Dosing: 1.52 mg/L
Demand: 0.51 mg/L
Residual: 1.01 mg/L

Vibration Reading:

Base Line: 0.05 in/sec
Current: 0.05 in/sec





Elk Grove Water District

Monthly Production

Well 14D Railroad -- October 2025

Selected Month Production

11,484,724 Gallons

Average GPM: 1452
Pump depth: 340 ft
Well depth: 1051 ft

Motor:

Volts: 476
Volts (Rated): 460
RPM: 1784
RPM (Rated): 1785
Amps A: 163
Amps A (Rated): 171
Amps B: 165
Amps B (Rated): 171
Amps C: 166
Amps C (Rated): 171

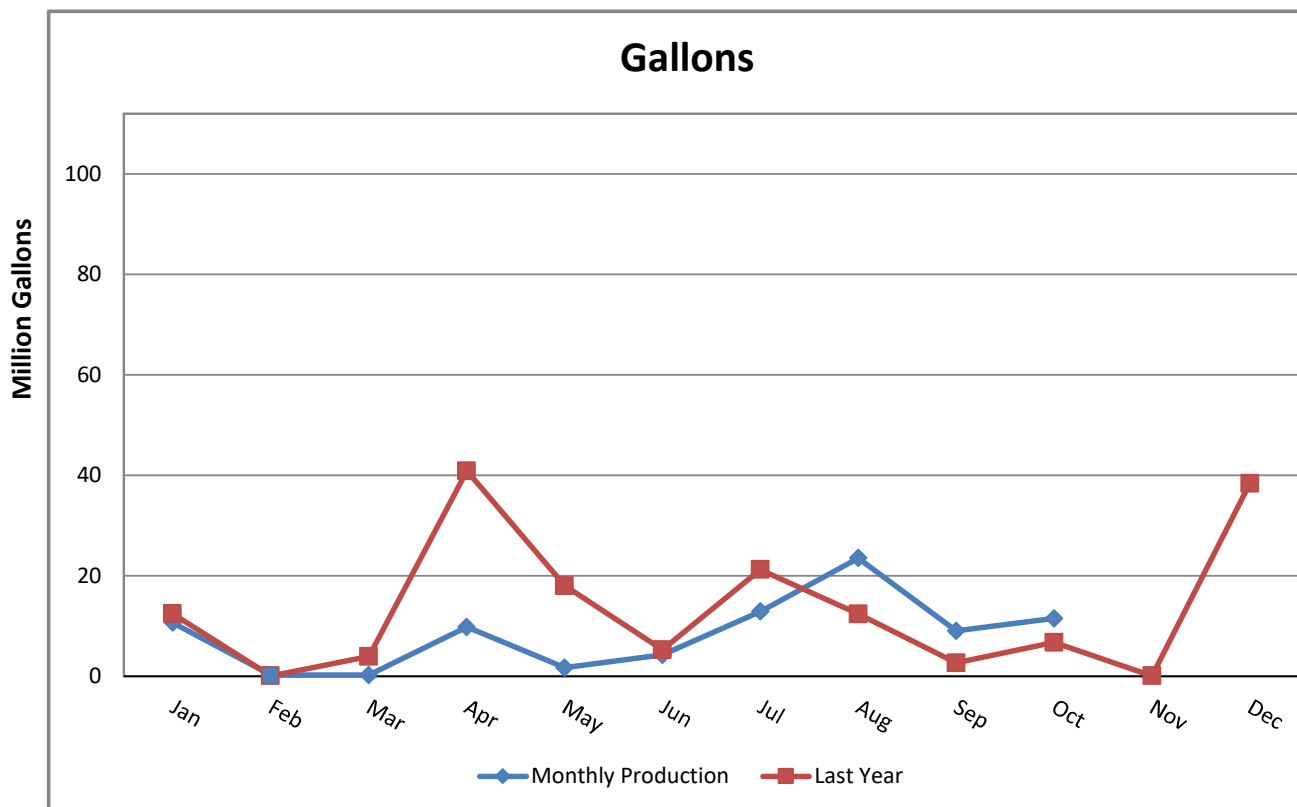
Motor Temp.: 103.6 F
Hour Meter: 131.8

Chlorine:

Dosing: 1.77 mg/L
Demand: 0.64 mg/L
Residual: 1.13 mg/L

Vibration Reading:

Base Line: 0.02 in/sec
Current: 0.03 in/sec





Elk Grove Water District

Monthly Production

Well 8 Williamson -- October 2025
(Submersible)

Selected Month Production

17,268,766 Gallons

Average GPM: 548
Pump depth: 150 ft
Well depth: 564 ft

Motor:

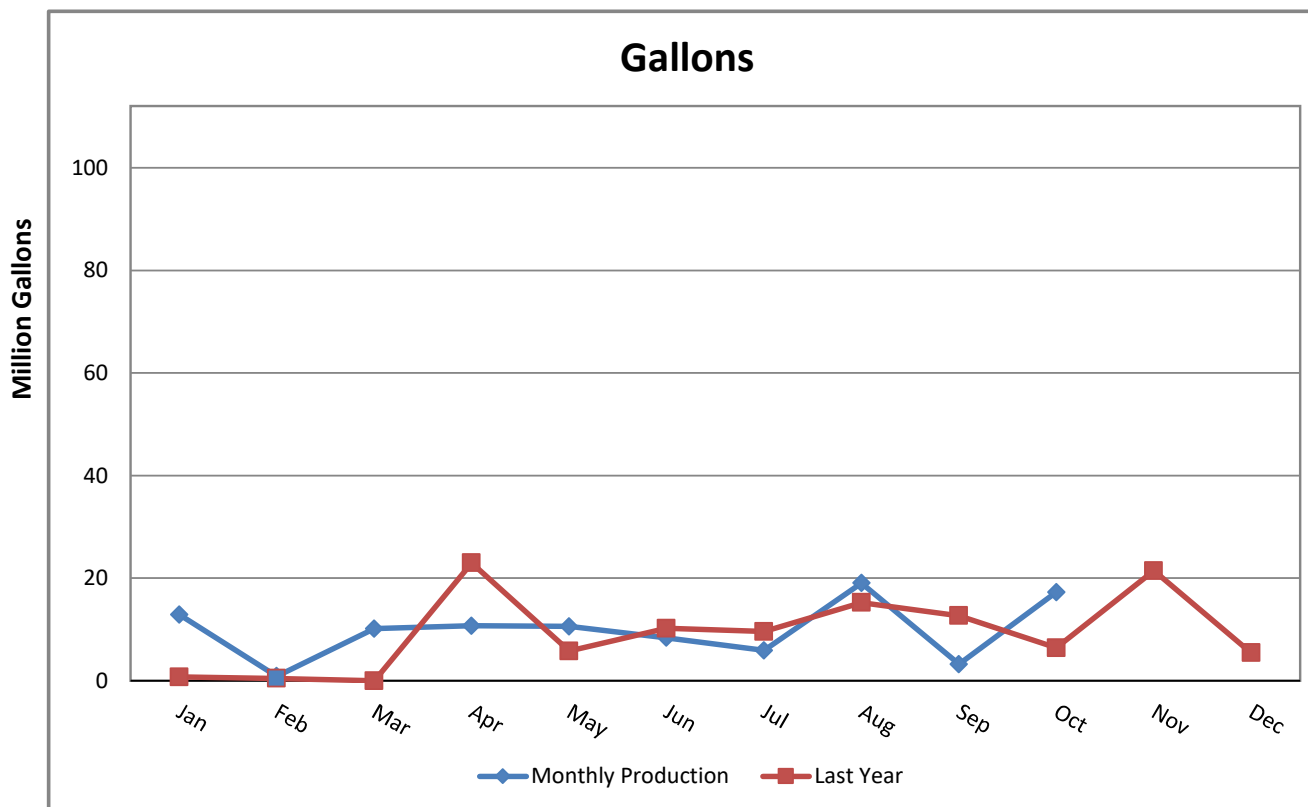
Volts: 460
Volts (Rated): 460

Amps A: 68
Amps A (Rated): 65
Amps B: 67
Amps B (Rated): 65
Amps C: 66
Amps C (Rated): 65

Hour Meter: 525.1

Chlorine:

Dosing: 1.25 mg/L
Demand: 0.28 mg/L
Residual: 0.97 mg/L





Elk Grove Water District

Monthly Production

Well 9 Polhemus -- October 2025
(Submersible)

Selected Month Production

5,517,804 Gallons

Average GPM: 488
Pump depth: 150 ft
Well depth: 556 ft

Motor:

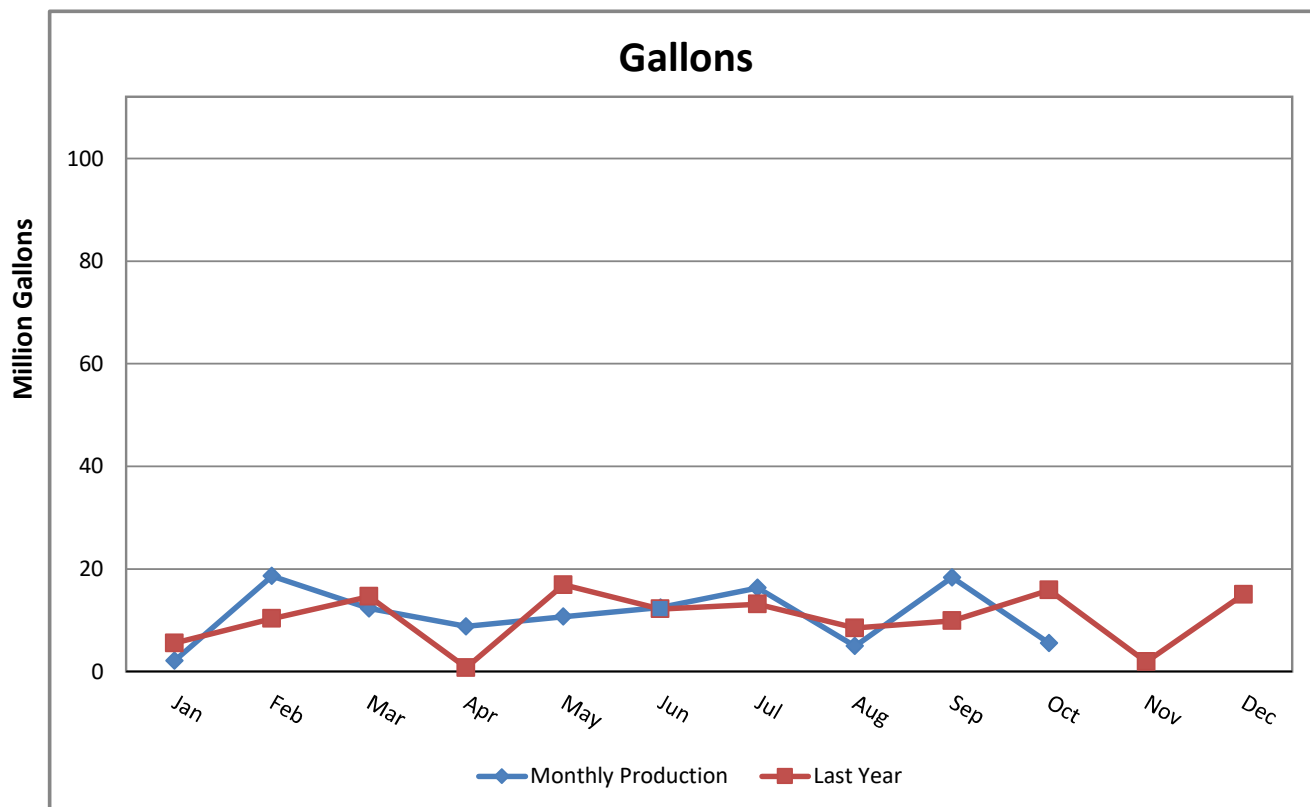
Volts: 479
Volts (Rated): 460

Amps A: 58
Amps A (Rated): 65
Amps B: 58
Amps B (Rated): 65
Amps C: 60
Amps C (Rated): 65

Hour Meter: 188.4

Chlorine:

Dosing: 1.27 mg/L
Demand: 0.18 mg/L
Residual: 1.09 mg/L





Elk Grove Water District

Monthly Production

Well 13 Hampton -- October 2025

Selected Month Production

18,677,939 Gallons

Average GPM: 933
Pump depth: 200 ft
Well depth: 500 ft

Motor:

Volts: 477
Volts (Rated): 460
RPM: 1786
RPM (Rated): 1785
Amps A: 106
Amps A (Rated): 141
Amps B: 106
Amps B (Rated): 141
Amps C: 108
Amps C (Rated): 141

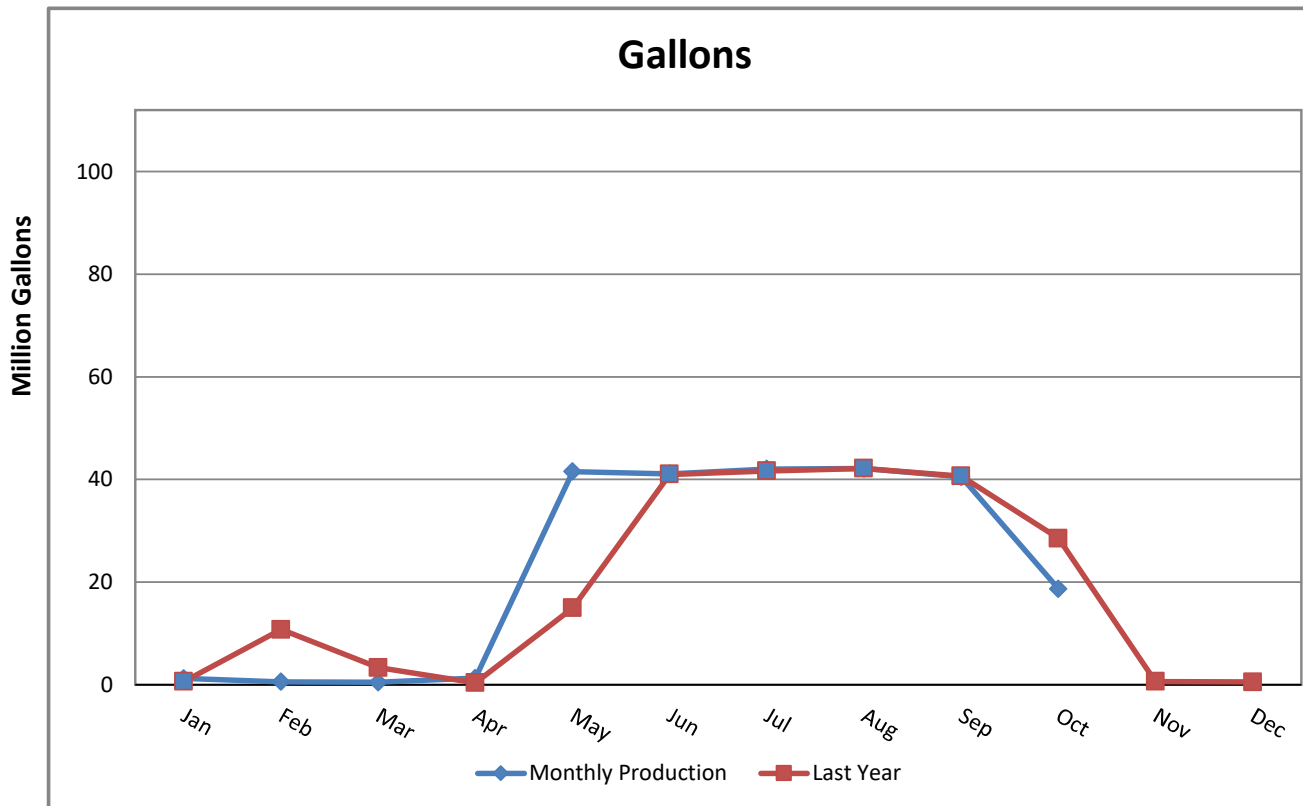
Motor Temp.: 96.4 F
Hour Meter: 333.4

Chlorine:

Dosing: 1.48 mg/L
Demand: 0.71 mg/L
Residual: 0.77 mg/L

Vibration Reading:

Base Line: 0.02 in/sec
Current: 0.04 in/sec





Elk Grove Water District

Combined Total Production

Service Area 1

Oct-2025

Current Month Production:
102,332,755 Gallons

Highest Day Demand of the Month: 6,254,543
Date of Occurance: 2-Sep-25

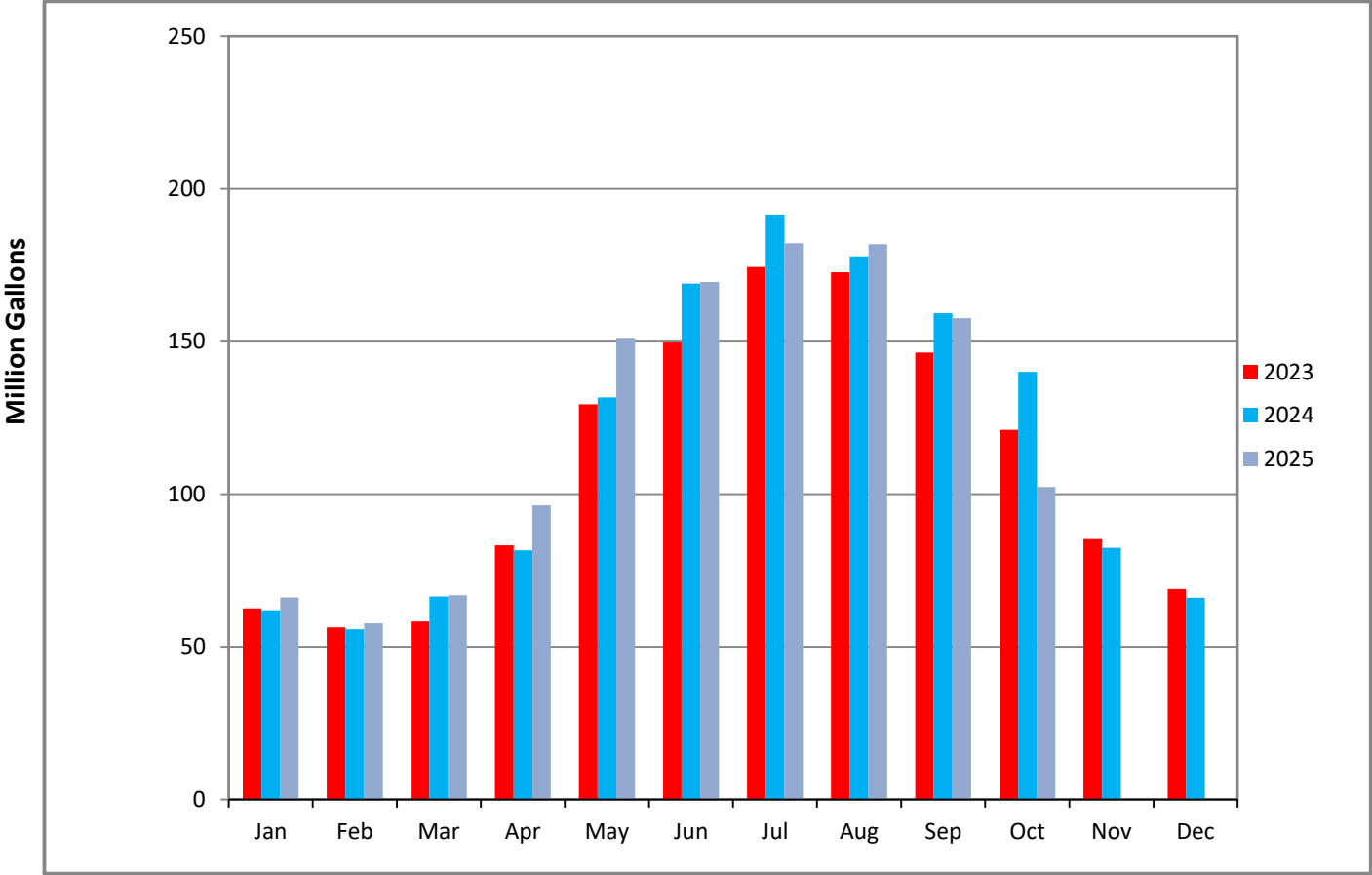
Highest Day Demand of the Calender Year: 4,361,105
Date of Occurance: 1-Oct-25

"Water Year" Rainfall: (Oct-25 to Sep-26)
Current Month: 1.88 in
Year To Date: 1.88 in

"Water Year" Rainfall: (Oct-24 to Sep-25)
October 2024: 0.25 in
Year To Date: 0.25 in
Entire Year Total: 13.81 in

Temperature:
This Month High: 90 F
This Month Low: 44 F
This Month Average: 63.3 F

OCT-24 High: 102 F
OCT-24 Low: 42 F
OCT-24 Average: 68.4 F

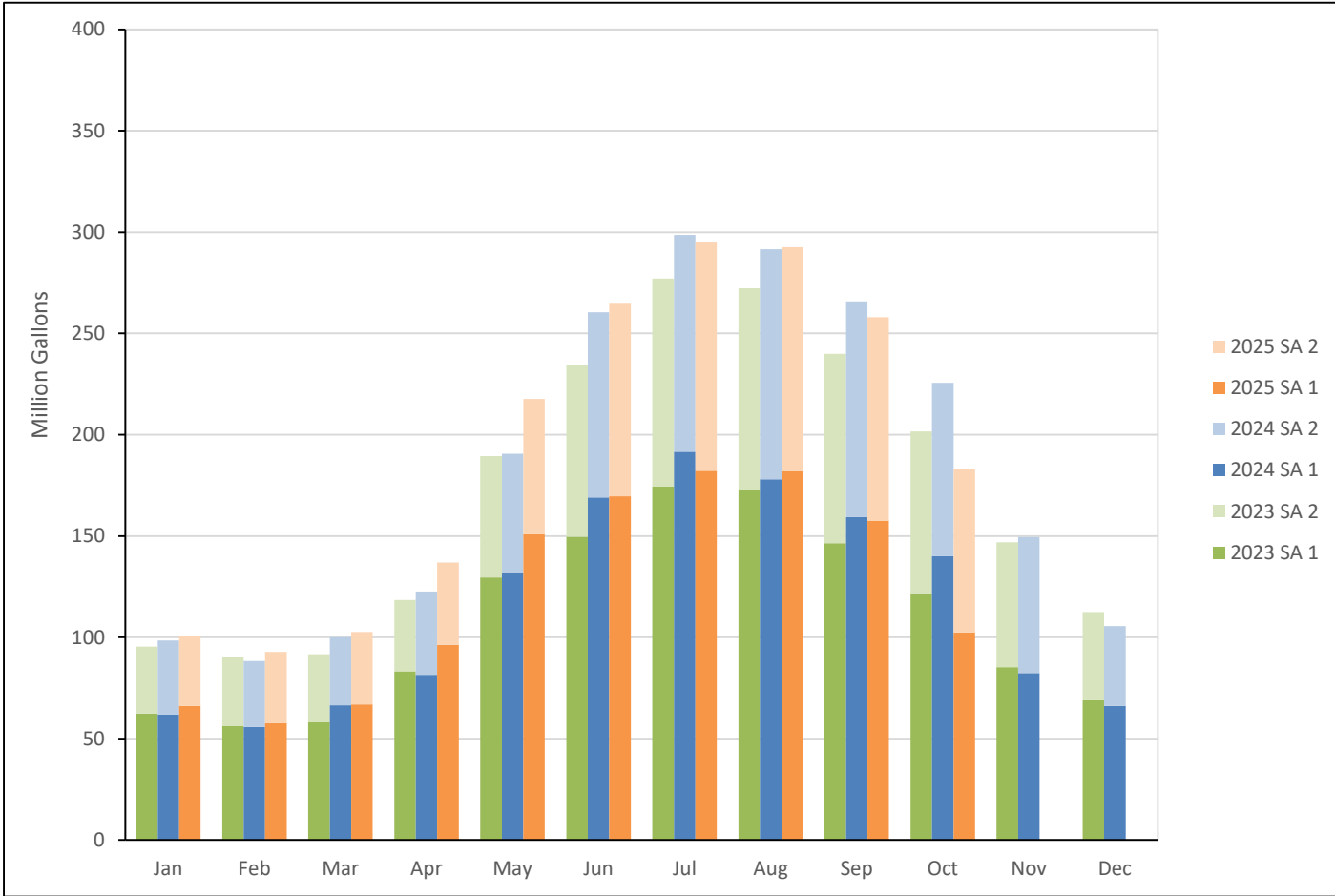




Elk Grove Water District

Total Demand/Production

Oct-2025



Current Month Demand/Production:

182,945,463 Gallons

***Change From October 2024:** -18.89%

GPCD: 133.9 Gallons per Day

R-GPCD: 98.0 Gallons per Day

Service Area 1

Active Connections: 7,944

Current Month Demand/Production:

102,332,755 Gallons

***Change From October 2024:** -26.96%

GPCD: 125.4 Gallons per Day

R-GPCD: 91.7 Gallons per Day

Service Area 2

Active Connections: 5,196

Current Month Demand/Production:

80,612,708 Gallons

***Change From October 2024:** -5.66%

GPCD: 146.6 Gallons per Day

R-GPCD: 107.4 Gallons per Day

*Percent reduction has been changed to percent change. Negative change is reduction and positive change is increase.

Elk Grove Water District Water Usage

----- Monthly Production (gallons) -----

2022	January	February	March	April	May	June	July	August	September	October	November	December	Total
GW (SA1)	63,469,715	74,242,203	92,483,924	97,643,001	140,747,995	155,597,114	166,596,675	164,513,039	144,632,180	126,478,648	76,517,155	65,813,605	1,368,735,254
Purchased (SA2)	32,115,380	43,369,788	47,452,372	68,588,608	62,494,652	90,110,812	96,146,424	95,299,688	92,002,504	81,006,904	61,785,548	41,748,872	812,121,552
Total	95,585,095	117,611,991	139,936,296	166,231,609	203,242,647	245,707,926	262,743,099	259,812,727	236,634,684	207,485,552	138,302,703	107,562,477	2,180,856,806

2023	January	February	March	April	May	June	July	August	September	October	November	December	Total
GW (SA1)	62,562,387	56,343,279	58,232,742	83,205,416	129,475,692	149,684,059	174,452,699	172,730,059	146,408,453	121,106,581	85,315,369	68,908,092	1,308,424,828
Purchased (SA2)	32,851,412	33,735,548	33,439,340	35,189,660	59,937,240	84,604,784	102,673,472	99,610,412	93,544,132	80,540,900	61,575,360	43,502,932	761,205,192
Total	95,413,799	90,078,827	91,672,082	118,395,076	189,412,932	234,288,843	277,126,171	272,340,471	239,952,585	201,647,481	146,890,729	112,411,024	2,069,630,020

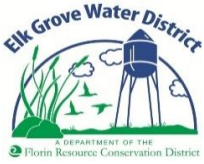
2024	January	February	March	April	May	June	July	August	September	October	November	December	Total
GW (SA1)	61,915,877	55,729,972	66,410,639	81,535,145	131,704,427	169,076,492	191,647,032	177,958,857	159,339,160	140,109,268	82,418,795	66,139,444	1,383,985,108
Purchased (SA2)	36,458,268	32,530,520	33,633,072	41,059,964	58,853,388	91,426,544	107,064,980	113,644,388	106,453,864	85,452,268	67,061,940	39,318,620	812,957,816
Total	98,374,145	88,260,492	100,043,711	122,595,109	190,557,815	260,503,036	298,712,012	291,603,245	265,793,024	225,561,536	149,480,735	105,458,064	2,196,942,924

2025	January	February	March	April	May	June	July	August	September	October	November	December	Total
GW (SA1)	66,097,901	57,654,400	66,894,017	96,270,179	150,905,402	169,578,143	182,236,331	181,938,189	157,664,588	102,332,755	-	-	1,231,571,905
Purchased (SA2)	34,520,948	35,116,356	35,715,504	40,573,764	66,775,456	95,037,888	112,708,640	110,707,740	100,340,460	80,612,708	-	-	712,109,464
Total	100,618,849	92,770,756	102,609,521	136,843,943	217,680,858	264,616,031	294,944,971	292,645,929	258,005,048	182,945,463	0	0	1,943,681,369

----- Monthly Percent Change - Comparing 2024 to 2025 -----

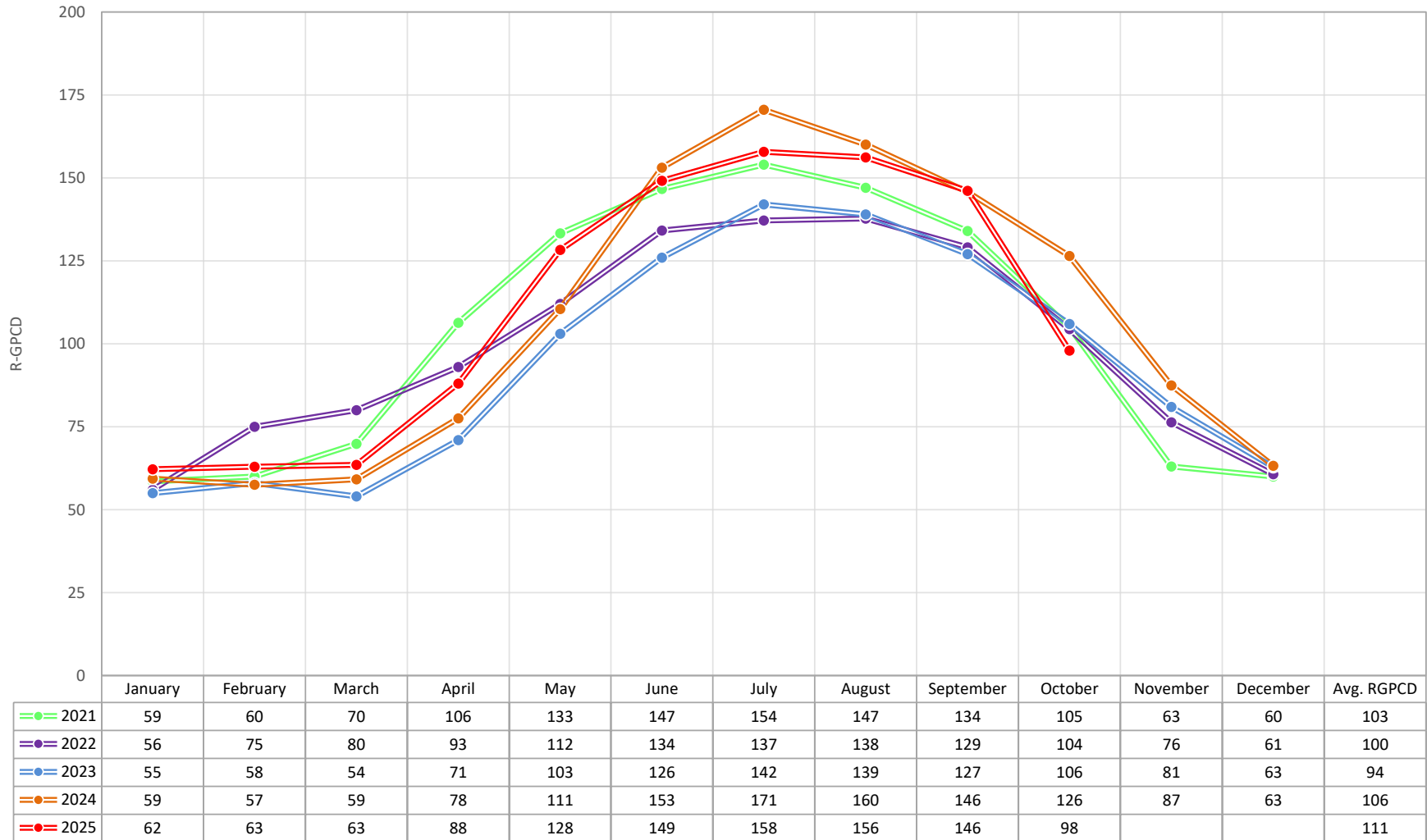
% Change	January	February	March	April	May	June	July	August	September	October	November	December	Total
GW (SA1)	6.75%	3.45%	0.73%	18.07%	14.58%	0.30%	-4.91%	2.24%	-1.05%	-26.96%	-	-	-
Purchased (SA2)	-5.31%	7.95%	6.19%	-1.18%	13.46%	3.95%	5.27%	-2.58%	-5.74%	-5.66%	-	-	-
Total	2.28%	5.11%	2.56%	11.62%	14.23%	1.58%	-1.26%	0.36%	-2.93%	-18.89%	-	-	-
% Cumulative Change	2.28%	3.62%	3.25%	5.76%	8.45%	6.37%	4.40%	3.59%	2.58%	0.09%	-	-	-

Service Area 2		Consumption	
2025	# Accts	CCF	Gallons
Jan	5,095	46,151	34,520,948
Feb	5,121	46,947	35,116,356
Mar	5,147	47,748	35,715,504
Apr	5,149	54,243	40,573,764
May	5,156	89,272	66,775,456
Jun	5,182	127,056	95,037,888
Jul	5,183	150,680	112,708,640
Aug	5,186	148,005	110,707,740
Sep	5,196	134,145	100,340,460
Oct	5,197	107,771	80,612,708
Nov			0
Dec			0



EGWD COMBINED R-GPCD

—●— 2021 —●— 2022 —●— 2023 —●— 2024 —●— 2025



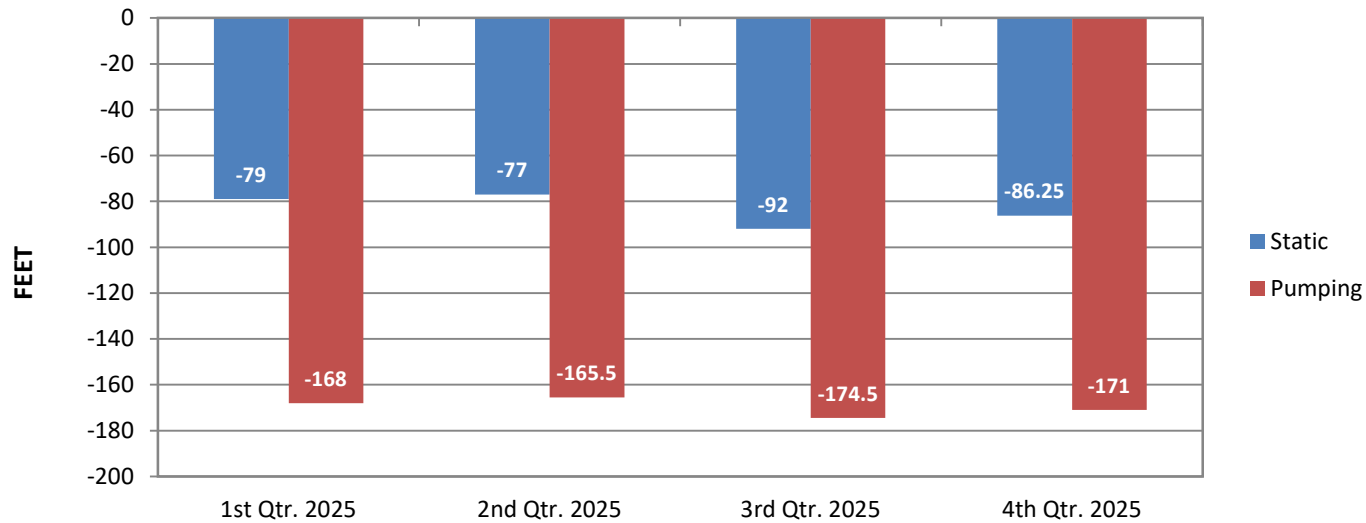
R-GPCD = Residential Gallons per Capita per Day



Elk Grove Water District

Static and Pumping Levels

Well 1D School St



Latest Well Sounding

Static: 86.25 Ft

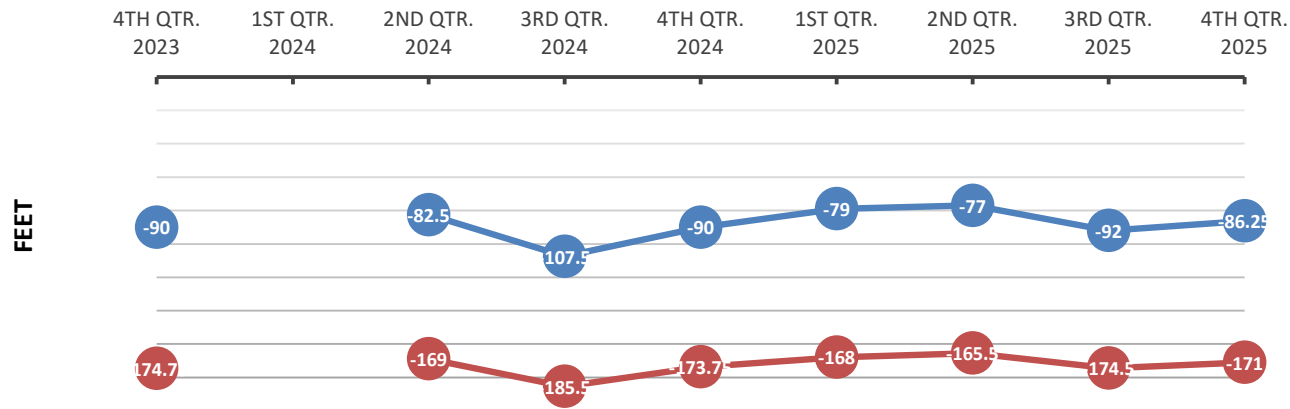
Pumping: 171 Ft

Drawdown: 84.75 Ft

GPM: 1,735

Specific Capacity: 20.466

Sounding Quarter/Year



Latest Sand Tester Results:

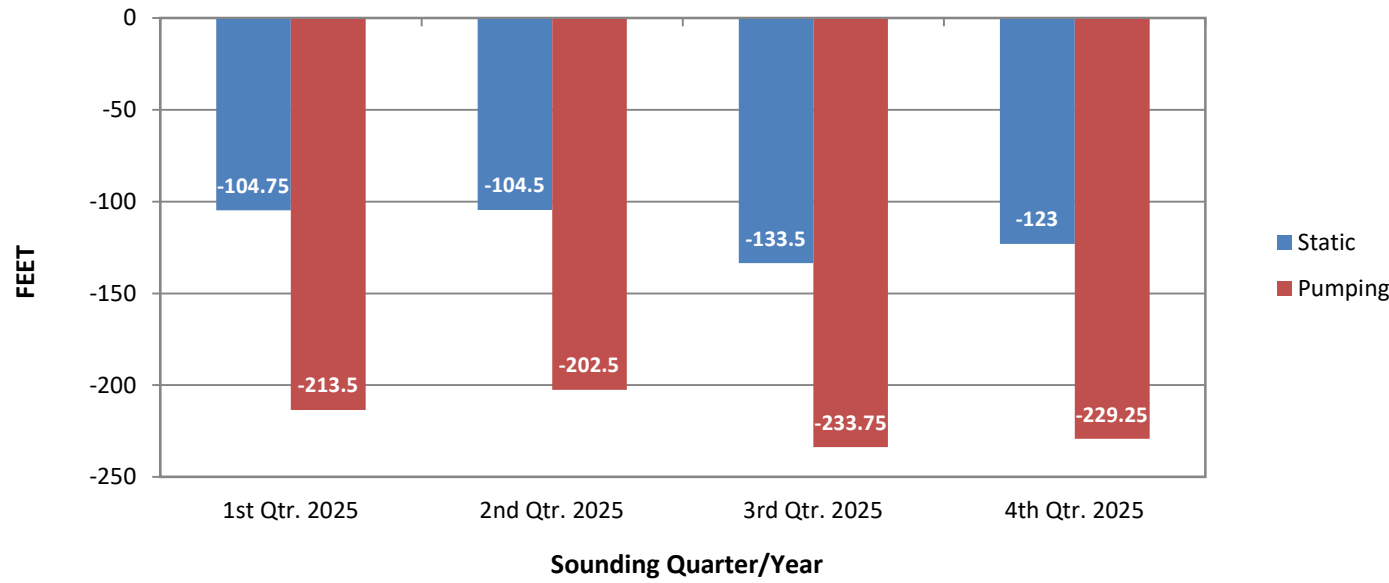
15 Min: < 5 ppm



Elk Grove Water District

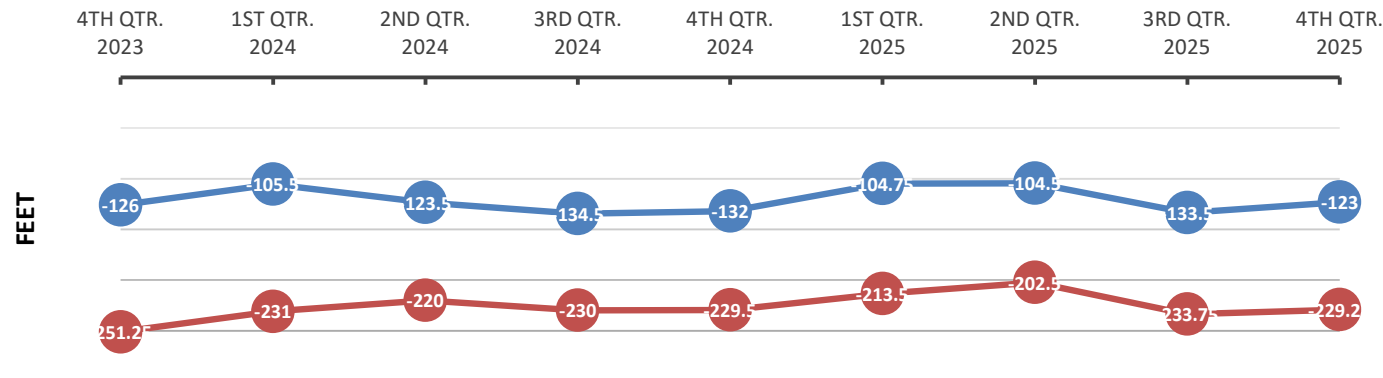
Static and Pumping Levels

Well 4D Webb St



Latest Well Sounding

Static: 123 Ft
Pumping: 229.25 Ft
Drawdown: 106.25 Ft
GPM: 1,734
Specific Capacity: 16.320



Latest Sand Tester Results:

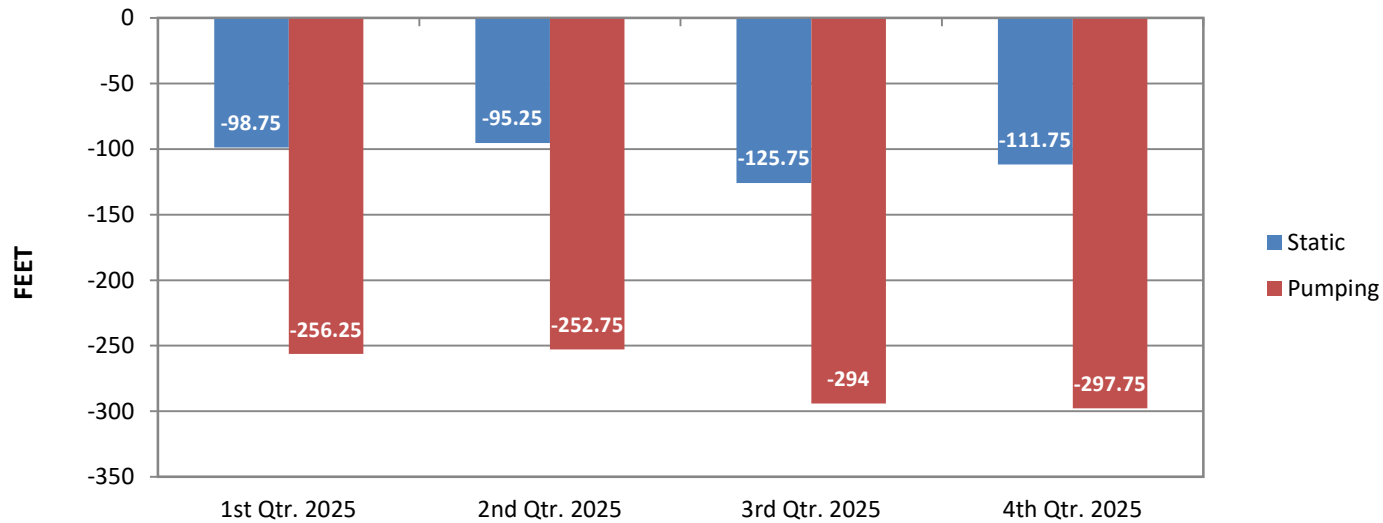
15 Min: < 5 ppm



Elk Grove Water District

Static and Pumping Levels

Well 11D Dino



Latest Well Sounding

Static: 111.75 Ft

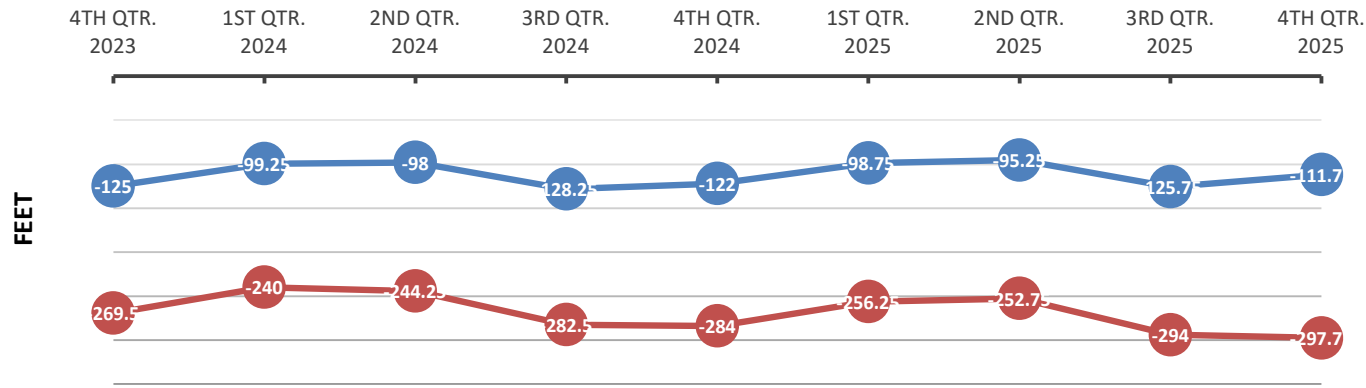
Pumping: 297.75 Ft

Drawdown: 186 Ft

GPM: 1,644

Specific Capacity: 8.838

Sounding Quarter/Year



Latest Sand Tester Results:

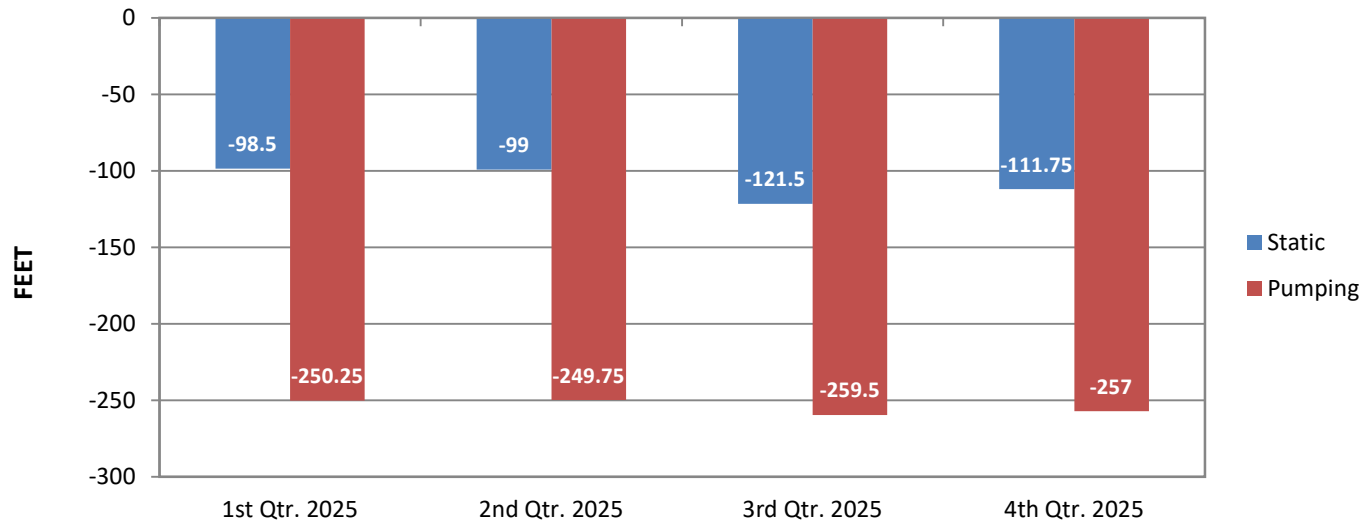
15 Min: < 5 ppm



Elk Grove Water District

Static and Pumping Levels

Well 14D Railroad



Latest Well Sounding

Static: 111.75 Ft

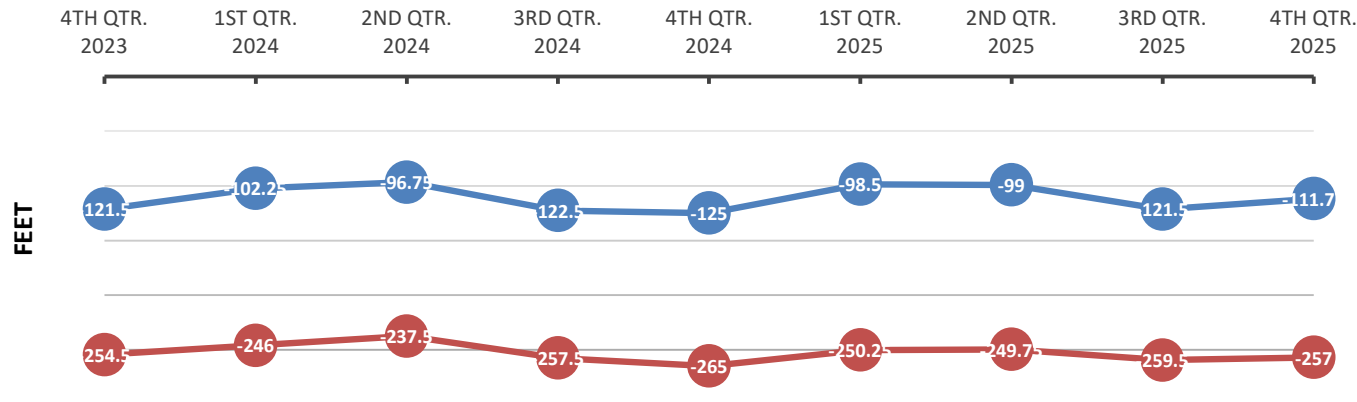
Pumping: 257 Ft

Drawdown: 145.25 Ft

GPM: 1,465

Specific Capacity: 10.083

Sounding Quarter/Year



Latest Sand Tester Results:

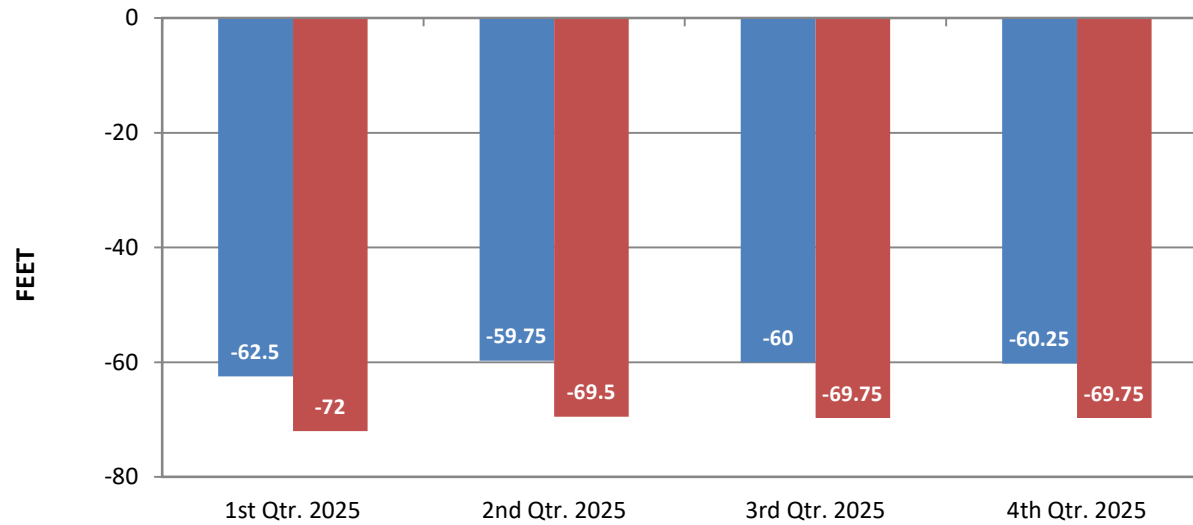
15 Min: < 5 ppm



Elk Grove Water District

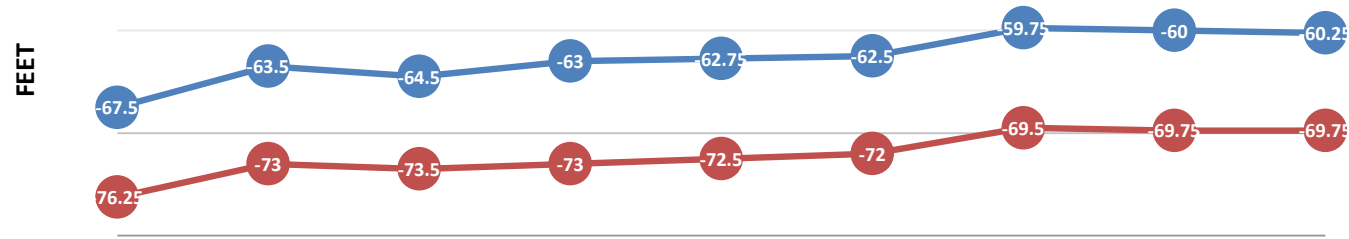
Static and Pumping Levels

Well 8 Williamson



Sounding Quarter/Year

4TH QTR. 2023 1ST QTR. 2024 2ND QTR. 2024 3RD QTR. 2024 4TH QTR. 2024 1ST QTR. 2025 2ND QTR. 2025 3RD QTR. 2025 4TH QTR. 2025



Latest Well Sounding

Static: 60.25 Ft

Pumping: 69.75 Ft

Drawdown: 9.5 Ft

GPM: 542

Specific Capacity: 57.053

Latest Sand Tester Results:

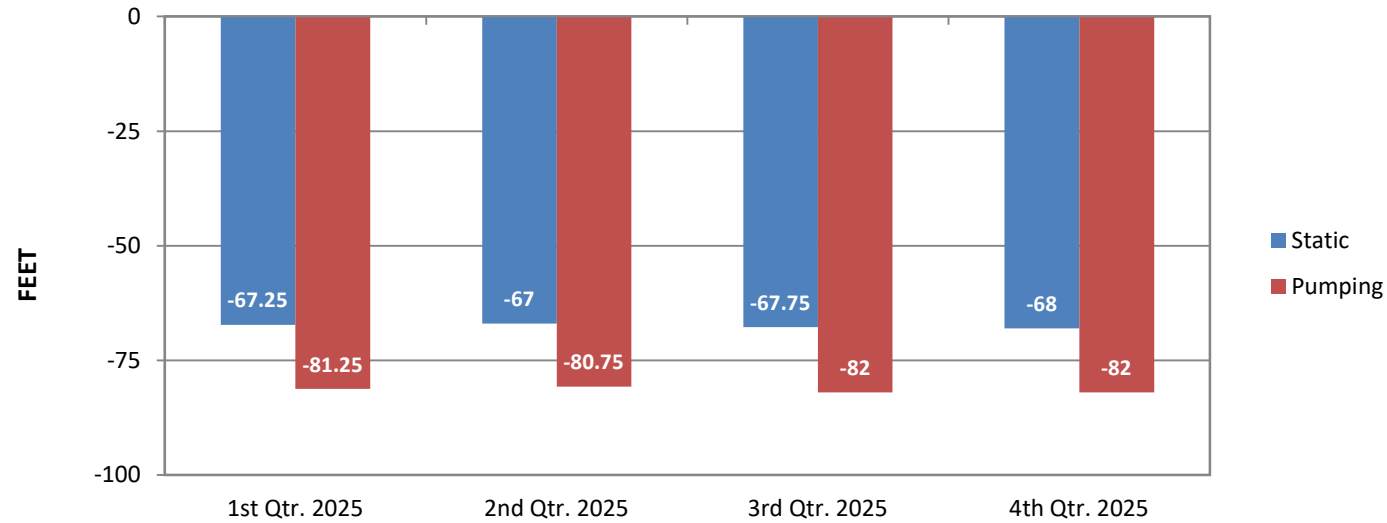
15 Min: < 5 ppm



Elk Grove Water District

Static and Pumping Levels

Well 9 Polhemus



Latest Well Sounding

Static: 68 Ft

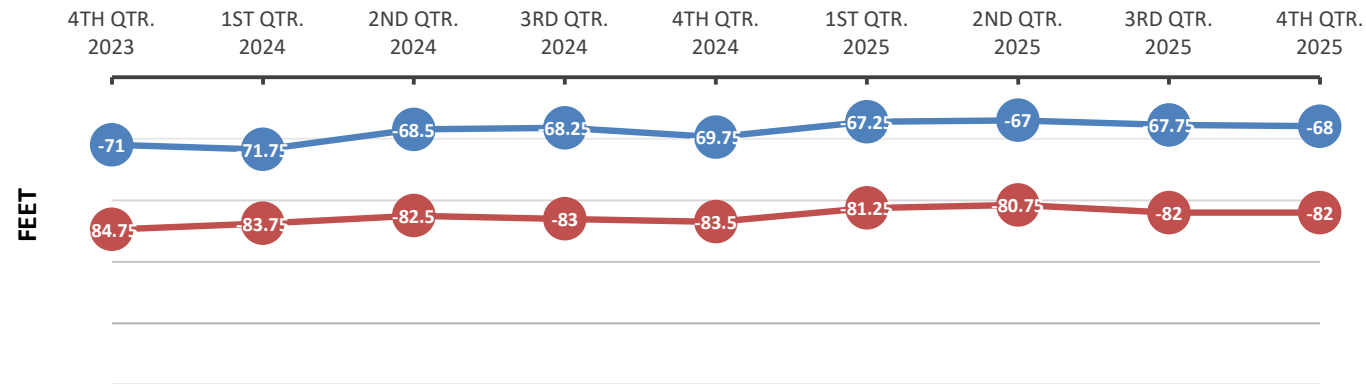
Pumping: 82 Ft

Drawdown: 14 Ft

GPM: 486

Specific Capacity: 34.688

Sounding Quarter/Year



Latest Sand Tester Results:

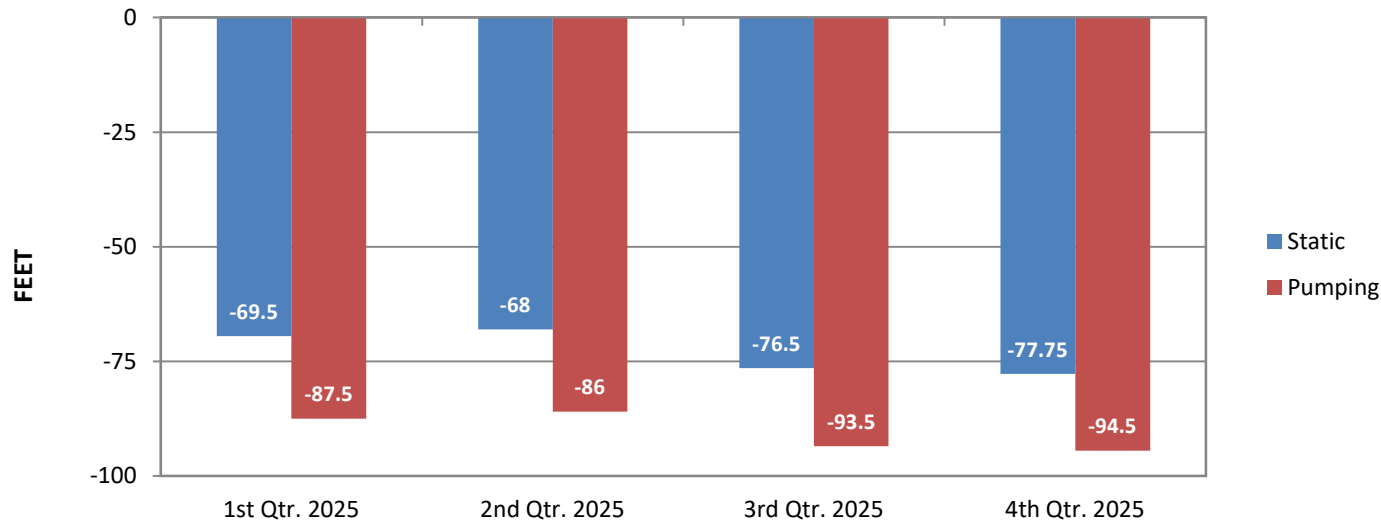
15 Min: < 5 ppm



Elk Grove Water District

Static and Pumping Levels

Well 13 Hampton



Latest Well Sounding

Static: 77.75 Ft

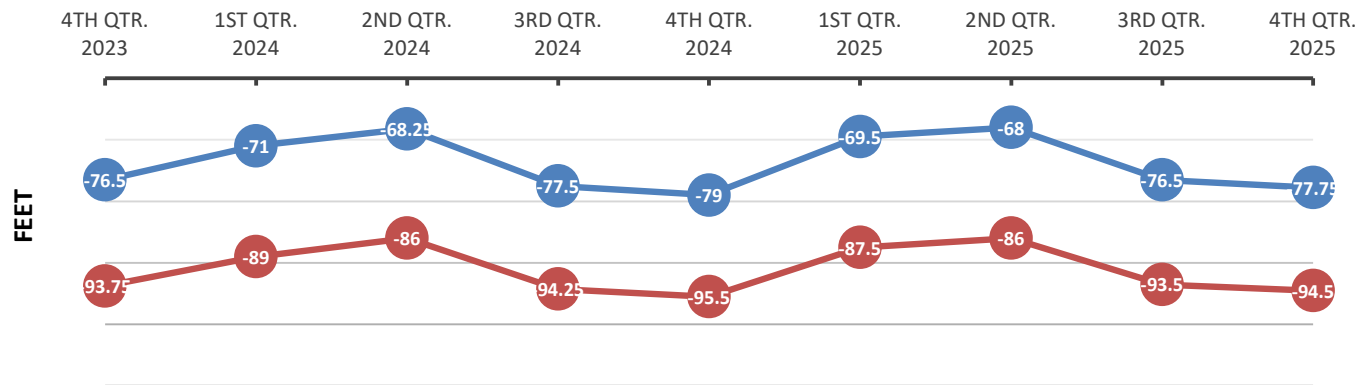
Pumping: 94.5 Ft

Drawdown: 16.75 Ft

GPM: 944

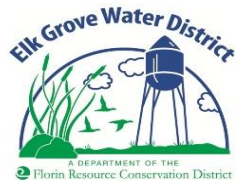
Specific Capacity: 56.344

Sounding Quarter/Year



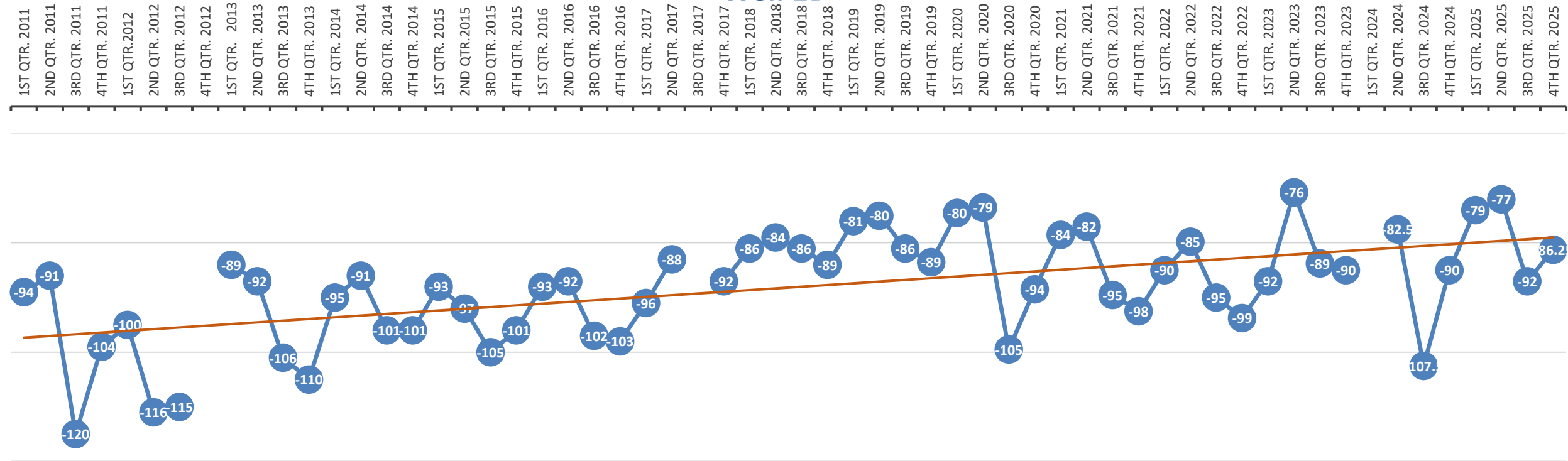
Latest Sand Tester Results:

15 Min: < 5 ppm

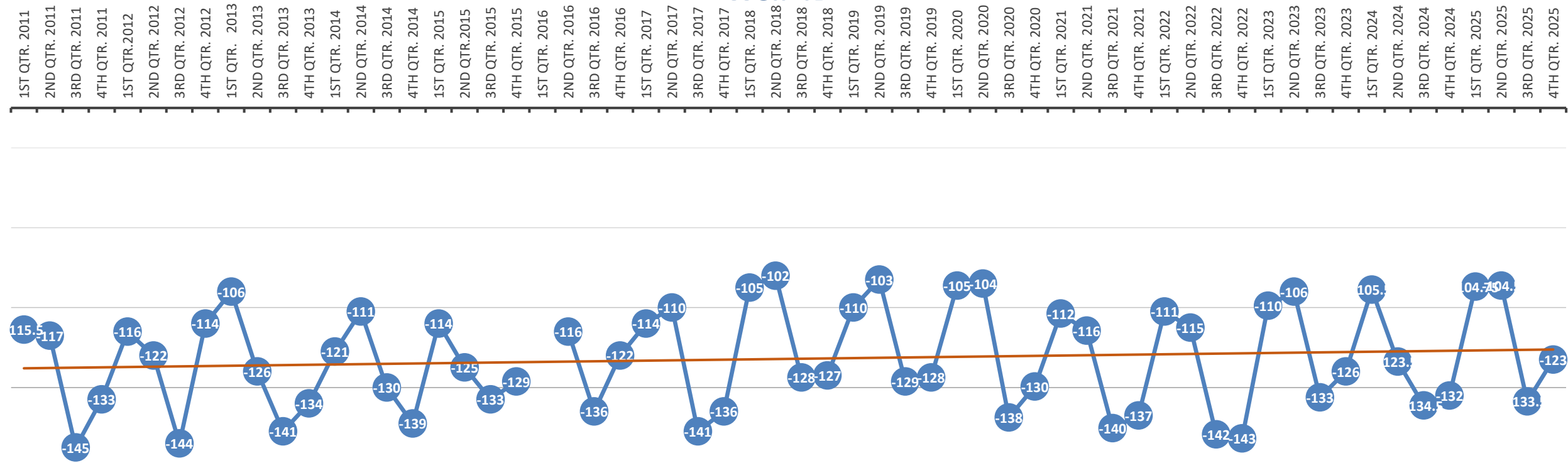


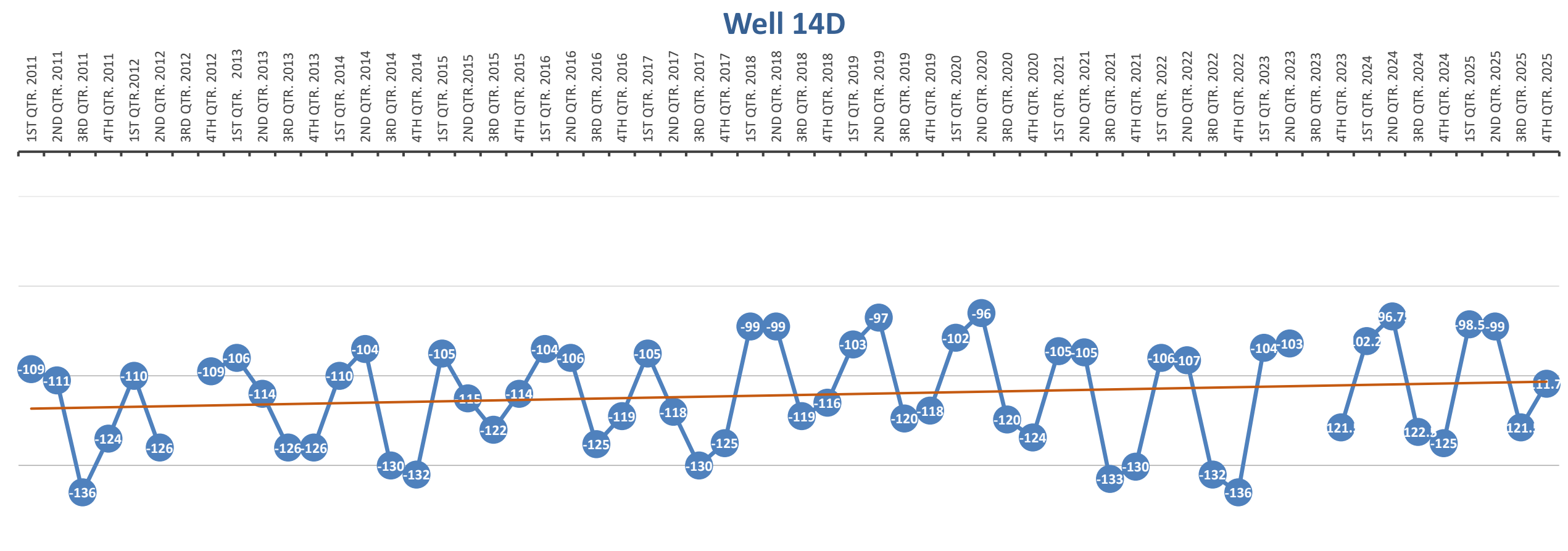
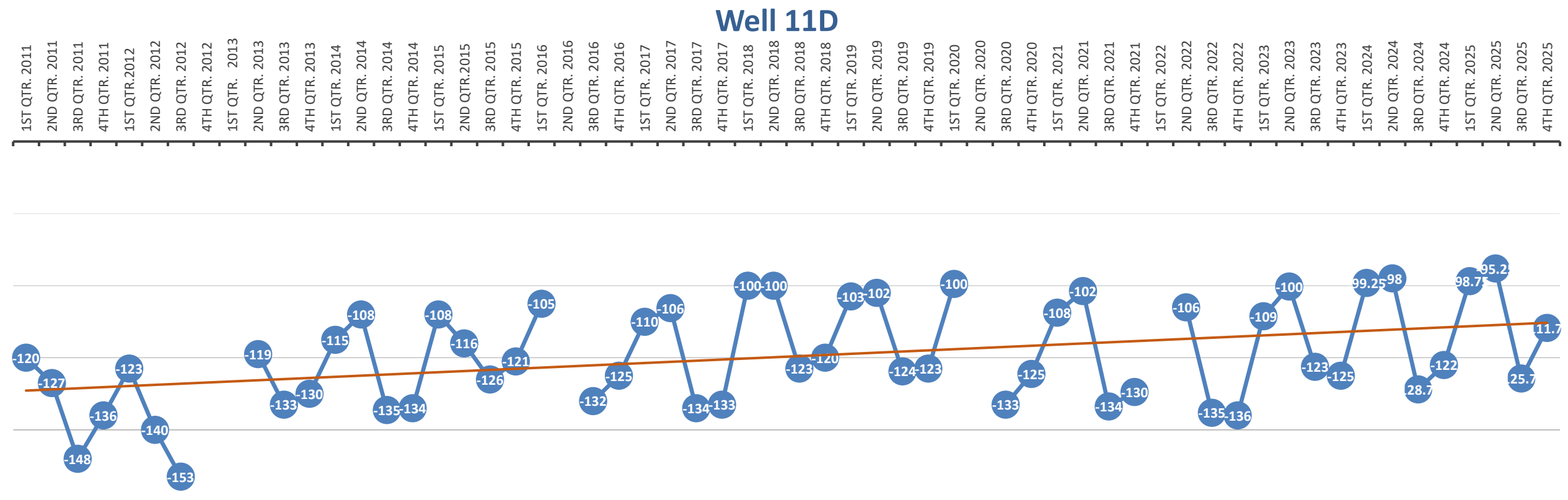
Historic Static Well Levels

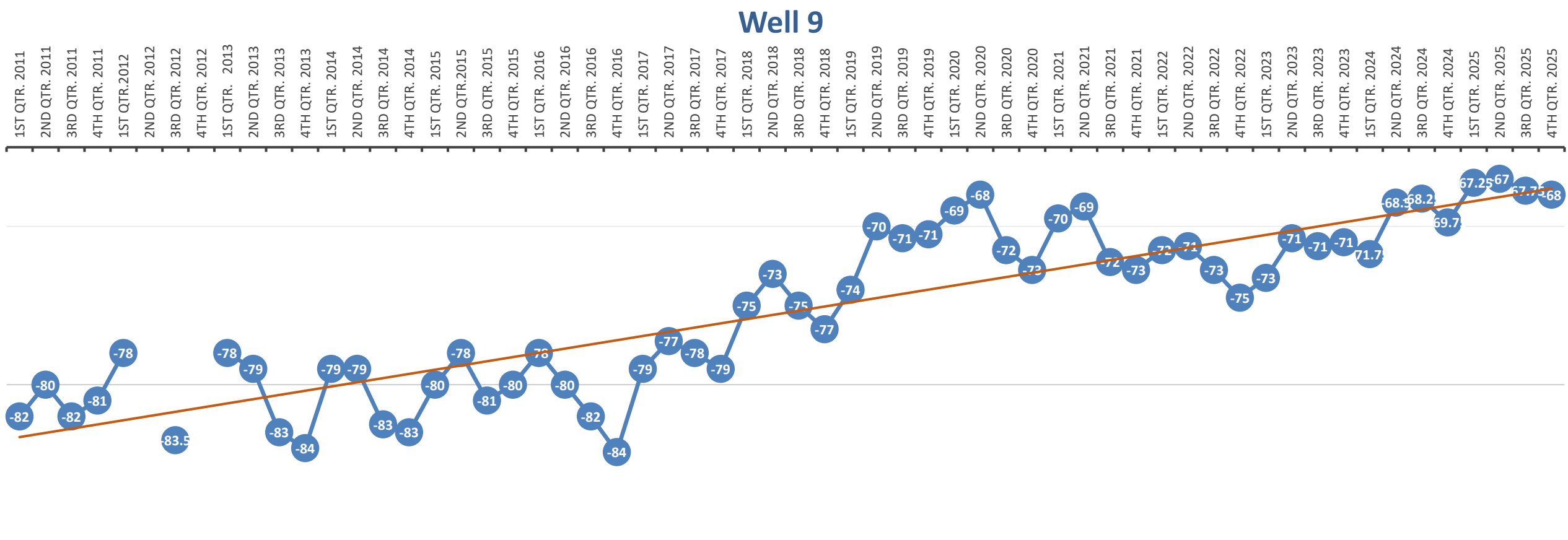
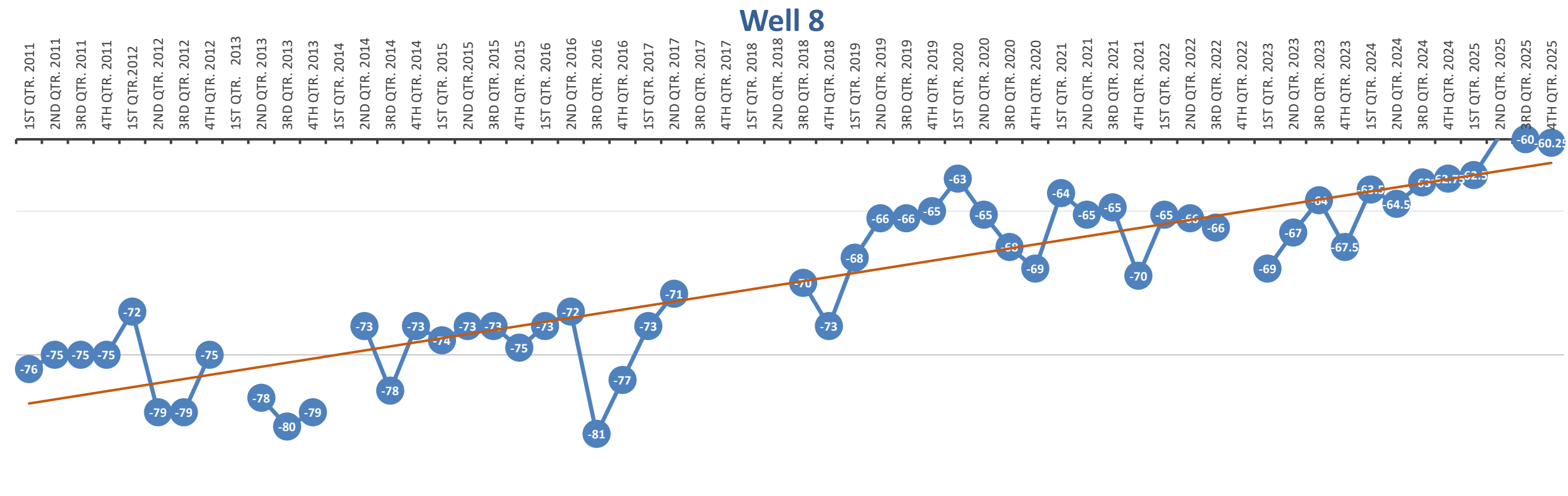
Well 1D



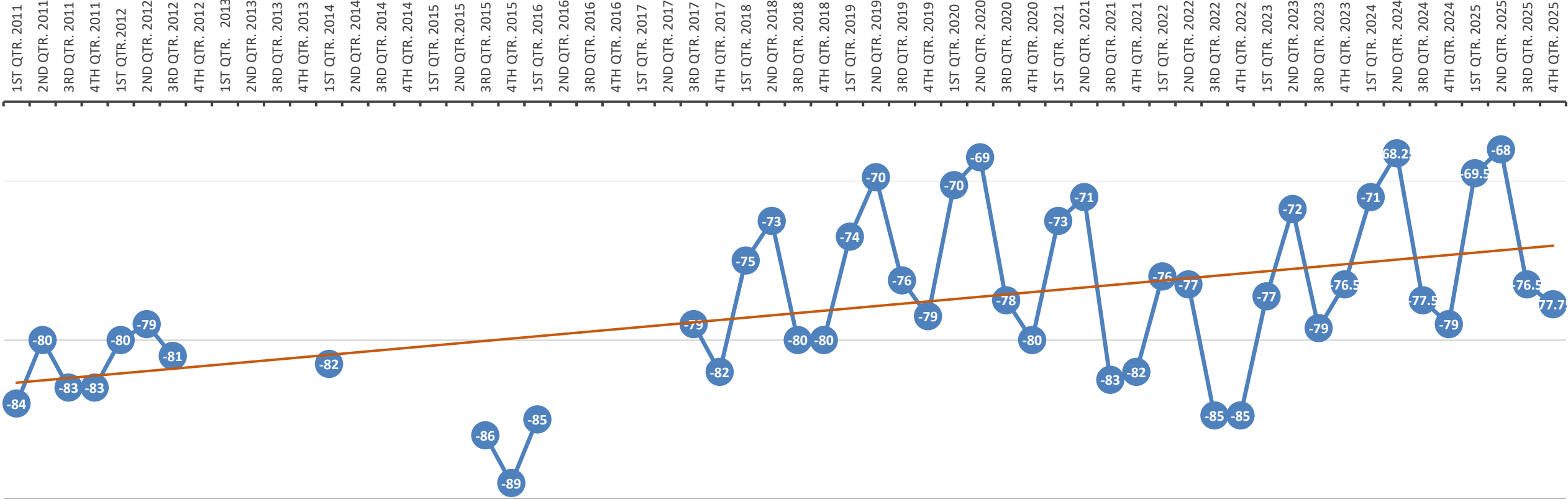
Well 4D







Well 13



Monthly Sample Report - October 2025
Water System: Elk Grove Water System

Sampling Point: 01 - 8693 W. Camden

Sample Date	Sample Class	Sample Name	Collection Occurrence
10/7/2025	Distribution System	Bacteriological	Week
10/15/2025	Distribution System	Bacteriological	Week
10/21/2025	Distribution System	Bacteriological	Week
10/28/2025	Distribution System	Bacteriological	Week

Sampling Point: 02 - 9425 Emerald Vista

Sample Date	Sample Class	Sample Name	Collection Occurrence
10/7/2025	Distribution System	Bacteriological	Week
10/15/2025	Distribution System	Bacteriological	Week
10/21/2025	Distribution System	Bacteriological	Week
10/28/2025	Distribution System	Bacteriological	Week

Sampling Point: 03 - 8809 Valley Oak

Sample Date	Sample Class	Sample Name	Collection Occurrence
10/7/2025	Distribution System	Bacteriological	Week
10/15/2025	Distribution System	Bacteriological	Week
10/21/2025	Distribution System	Bacteriological	Week
10/28/2025	Distribution System	Bacteriological	Week

Sampling Point: 04 - 10122 Glacier Point

Sample Date	Sample Class	Sample Name	Collection Occurrence
10/7/2025	Distribution System	Bacteriological	Week
10/15/2025	Distribution System	Bacteriological	Week
10/21/2025	Distribution System	Bacteriological	Week
10/28/2025	Distribution System	Bacteriological	Week

Sampling Point: 05 - 9230 Amsden Ct.

Sample Date	Sample Class	Sample Name	Collection Occurrence
10/7/2025	Distribution System	Bacteriological	Week
10/15/2025	Distribution System	Bacteriological	Week
10/21/2025	Distribution System	Bacteriological	Week
10/28/2025	Distribution System	Bacteriological	Week

Sampling Point: 06 - 9227 Rancho Dr.

Sample Date	Sample Class	Sample Name	Collection Occurrence
10/7/2025	Distribution System	Bacteriological	Week
10/15/2025	Distribution System	Bacteriological	Week
10/21/2025	Distribution System	Bacteriological	Week
10/28/2025	Distribution System	Bacteriological	Week

Sampling Point: 07 - Al Gates Park Mainline Dr.

Sample Date	Sample Class	Sample Name	Collection Occurrence
10/7/2025	Distribution System	Bacteriological	Week
10/15/2025	Distribution System	Bacteriological	Week
10/21/2025	Distribution System	Bacteriological	Week
10/28/2025	Distribution System	Bacteriological	Week

Sampling Point: 08 - 9436 Hollow Springs Wy.

Sample Date	Sample Class	Sample Name	Collection Occurrence
10/7/2025	Distribution System	Bacteriological	Week
10/7/2025	Distribution System	TTHM/HAA5	Quarter
10/15/2025	Distribution System	Bacteriological	Week
10/21/2025	Distribution System	Bacteriological	Week
10/28/2025	Distribution System	Bacteriological	Week

Sampling Point: 09 - 8417 Blackman Wy.

Sample Date	Sample Class	Sample Name	Collection Occurrence
10/7/2025	Distribution System	Bacteriological	Week
10/15/2025	Distribution System	Bacteriological	Week
10/21/2025	Distribution System	Bacteriological	Week
10/28/2025	Distribution System	Bacteriological	Week

Sampling Point: 10 - 9373 Oreo Ranch Cir.

Sample Date	Sample Class	Sample Name	Collection Occurrence
10/7/2025	Distribution System	Bacteriological	Week
10/7/2025	Distribution System	Fluoride	Month
10/15/2025	Distribution System	Bacteriological	Week
10/21/2025	Distribution System	Bacteriological	Week
10/28/2025	Distribution System	Bacteriological	Week

Sampling Point: 11 - 9907 Kapalua Ln.

Sample Date	Sample Class	Sample Name	Collection Occurrence
10/7/2025	Distribution System	Bacteriological	Week
10/15/2025	Distribution System	Bacteriological	Week
10/21/2025	Distribution System	Bacteriological	Week
10/28/2025	Distribution System	Bacteriological	Week

Sampling Point: 12-9205 Meadow Grove Dr.

Sample Date	Sample Class	Sample Name	Collection Occurrence
10/7/2025	Distribution System	Bacteriological	Week
10/15/2025	Distribution System	Bacteriological	Week
10/21/2025	Distribution System	Bacteriological	Week
10/28/2025	Distribution System	Bacteriological	Week

Sampling Point: 13 - Elloit Springs Dr.

Sample Date	Sample Class	Sample Name	Collection Occurrence
10/7/2025	Distribution System	Bacteriological	Week
10/15/2025	Distribution System	Bacteriological	Week
10/21/2025	Distribution System	Bacteriological	Week
10/28/2025	Distribution System	Bacteriological	Week

Sampling Point: Railroad Well 14D - Raw Water

Sample Date	Sample Class	Sample Name	Collection Occurrence
10/15/2025	Source Water	3 mo - Bacteriological	Quarter
10/15/2025	Source Water	3 mo - Fe,Mn,As Total	Quarter
10/15/2025	Source Water	3 mo - Threshold Odor	Quarter

Sampling Point: Hampton Well 13 - Raw Water

Sample Date	Sample Class	Sample Name	Collection Occurrence
10/6/2025	Source Water	Fe, Mn, As, Total	Week
10/7/2025	Source Water	3 mo - Bacteriological	Quarter
10/13/2025	Source Water	Fe, Mn, As, Total	Week
10/20/2025	Source Water	Fe, Mn, As, Total	Week
10/27/2025	Source Water	Fe, Mn, As, Total	Week

Sampling Point: Dino Well 11D - Raw Water

Sample Date	Sample Class	Sample Name	Collection Occurrence
10/7/2025	Source Water	3 mo - Bacteriological	Quarter
10/7/2025	Source Water	3 mo - Fe,Mn,As Total	Quarter
10/7/2025	Source Water	3 mo - Threshold Odor	Quarter

Sampling Point: Polhemus Well 9 - Raw Water

Sample Date	Sample Class	Sample Name	Collection Occurrence
10/7/2025	Source Water	3 mo - Bacteriological	Quarter
10/7/2025	Source Water	3 mo - Fe,Mn,As Total	Quarter

Sampling Point: - Williamson Well 8 Raw Water

Sample Date	Sample Class	Sample Name	Collection Occurrence
10/15/2025	Source Water	3 mo - Bacteriological	Quarter
10/15/2025	Source Water	3 mo - Fe,Mn,As Total	Quarter

Sampling Point: Webb Well 04D - Raw Water

Sample Date	Sample Class	Sample Name	Collection Occurrence
10/7/2025	Source Water	3 mo - Bacteriological	Quarter
10/7/2025	Source Water	3 mo - Fe,Mn,As Total	Quarter
10/7/2025	Source Water	3 mo - Threshold Odor	Quarter

Sampling Point: School Well 01D - Raw Water

Sample Date	Sample Class	Sample Name	Collection Occurrence
10/1/2025	Source Water	3 mo - Bacteriological	Quarter
10/1/2025	Source Water	3 mo - Fe,Mn,As Total	Quarter
10/1/2025	Source Water	Threshold Odor	Quarter

Sampling Point: Hampton WTP Effluent

Sample Date	Sample Class	Sample Name	Collection Occurrence
10/6/2025	Source Water	Fe, Mn, As, Total	Week
10/13/2025	Source Water	Fe, Mn, As, Total	Week
10/20/2025	Source Water	Fe, Mn, As, Total	Week
10/27/2025	Source Water	Fe, Mn, As, Total	Week

Sampling Point: Railroad WTP Effluent

Sample Date	Sample Class	Sample Name	Collection Occurrence
10/7/2025	Treated Plant Effluent	WTP Eff - Fe,Mn,As Total	Month
10/7/2025	Treated Plant Effluent	Threshold Odor	Month

Sampling Point: Various Locations			
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Report Date	Sample Class	Sample Name	Collection Occurrence
10/31/2025	35 Sample Sites within Distribution System	Pb and Cu	3-Year

Sampling Point: Special Distribution/Construction Samples			
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Sample Date	Sample Class	Sample Name	Collection Description
10/16/2025	Distribution System	Bacteriological	9796 Los Banos Wy - Hydrant C3-024H Service line repair
10/21/2025	Distribution System	Bacteriological	9685 Ronaldo Falls Wy - Hydrant D6-038H Main break repair
10/27/2025	Distribution System	Bacteriological	9251 Meadow Grove (cip project) 2" blowoff 2 samples taken

<u>Colors</u>	<u>Monthly Total</u>	<u>Yearly Total</u>
Black = Scheduled	117	791
Green = Unscheduled	4	47



November 6, 2025

Sacramento Regional County
Sanitation District
Environmental Specialist
10060 Goethe Rd.
Sacramento, CA. 95827

WASTEWATER DISCHARGE COMPLIANCE AND FLOWMETER CALIBRATION REPORT FORMS

Enclosed is the Wastewater Discharge Compliance Report Form from Elk Grove Water District for October 2025.

If you have any further questions, you may contact me at 916-585-9390

AARON HEWITT
WATER TREATMENT SUPERVISOR

SACRAMENTO REGIONAL COUNTY SANITATION DISTRICT (REGIONAL SAN)

COMPLIANCE REPORT FORM

Attn: Scott Mullin	E-mail: mullins@sacsewer.com	Wastewater Source Control Section
Phone: (916) 875-6470	Fax: (916) 854-9286	
From: Aaron Hewitt		
Company: Elk Grove Water District		Permit # WTP-010

Discharge Month:	October	Year:	2025
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The following reports and information are attached (check all that apply):

	Location	Total Gallons
<input checked="" type="checkbox"/> Water use/flow meter report (If there is no discharge during the reporting period, this must be reported)	OF 1 Hampton WTP Backwash Tank	597,724
	OF 3 Railroad WTP Backwash Tank	0
	OF 5 Analyzer Water	35,712
	OF 6 Tank Sludge (preapproval req)	
	OF 7 Misc. (preapproval req)	

☐ Monitoring results/analytical report(s)

pH (if measured); Grab Monitoring Data Review

Location	Date and Time	pH
OF1	10.17.2025 9:52 AM	7.57
OF3	10.17.2025 9:21 AM	7.50
OF6		
OF7		

pH compliance statement – CHECK ONE BELOW

- ☐ Based on a review of this facility's pH data, pH has exceeded the discharge limits.
- ☒ I certify that this facility has reviewed pH data and is in compliance.

Discharge Rate - CHECK ONE BELOW

- or ☐ Based on a review of this facility's flow data, the discharge rate limit was exceeded.
- ☒ I certify that this facility is in compliance with the discharge rate limit.

☐ Attached is a description of anticipated changes that may significantly alter the nature, quality, or volume of the wastewater discharged.

☒ Flow monitoring equipment certification

☐ Other (explain):

SACRAMENTO REGIONAL COUNTY SANITATION DISTRICT (REGIONAL SAN)

Domestic Calculation

Domestic Usage/ Employee Monthly Totals	Number of Full-time Equivalent* Employees	Business Days per Month	Allowance (gallons per day)	Gallons
Production	2	21	15	630
Office	3	21	10	630
Drivers/Field	12	21	3	756
Total				2,016

*FTE Equivalent: all employees' monthly hours added together and converted to a full-time employee count

Certification Statement

"I certify under penalty of law that this document and all attachments were prepared under my direction or supervision in accordance with a system designed to assure that qualified personnel properly gather and evaluate the information submitted. Based on my inquiry of the person or persons who manage the system, or those persons directly responsible for gathering the information, the information submitted is, to the best of my knowledge and belief, true, accurate and complete. I am aware that there are significant penalties for submitting false information including the possibility of fine and imprisonment for knowing violations."

SIGNATURE of Authorized Representative:



PRINTED NAME, TITLE:

Aaron Hewitt Treatment Plant Supervisor
(Name) (Title)

DATE:

11.6.2025

Elk Grove Water District
Backwash Wastewater pH Results
and
Record of Performance Verification For
OAKTON Multi-Parameter PCSTestr 35

Instructions for Calibration:

1. For best results, calibrate with certified accurate pH calibration standards (buffers). You may calibrate up to five points with the USA (1.68, 4.01, 7.00, 10.01, 12.45) or the NIST (1.68, 4.01, 6.86, 9.18, 12.45) buffer group
 2. Press the "ON/OFF" button to turn meter on, then press "MODE/ENT" to select pH mode as needed.
 3. Rinse the sensor with clean water. Immerse the sensor into your pH buffer and press "CAL". The primary display will show the un-calibrated pH value, while the secondary display should search for and lock on the closest automatic calibration value.
 4. Allow the primary reading to stabilize, then press "MODE/ENT" to confirm the calibration value. The primary value will blink briefly before the secondary value automatically scrolls thru the remaining pH buffers available for calibration.
- Repeat steps 2 & 3 with additional buffers or press "CAL" to return to measurement mode.

Semi-Annual Sample 1 of 2	Date	pH 4 Buffer		pH 7 Buffer		pH 10 Buffer	
		Result	Adjustment	Result	Adjustment	Result	Adjustment
		-->		-->		-->	
		Time	Result			Time	Result
Railroad WTP Backwash Waste				Hampton Village WTP Backwash Waste			

Semi-Annual Sample 2 of 2	Date	pH 4 Buffer		pH 7 Buffer		pH 10 Buffer	
		Result	Adjustment	Result	Adjustment	Result	Adjustment
	10-17-25	4.67	--> 4.01	6.75	--> 6.99	10.05	--> 10.00
		Time	Result			Time	Result
Railroad WTP Backwash Waste		9:21	7.50	Hampton Village WTP Backwash Waste		9:52	7.57

Accuracy: +/- 0.01 pH



November 6, 2025

State Water Resources Control Board
Division of Drinking Water
1001 I Street
13th Floor
Sacramento, CA 95814

MONTHLY SUMMARY OF DISTRIBUTION SYSTEM COLIFORM MONITORING

Enclosed is the Monthly Summary of Distribution System Coliform Monitoring report from Elk Grove Water District for October 2025.

If you have any further questions, you may contact me at 916-585-9390.

AARON HEWITT
WATER TREATMENT SUPERVISOR

MONTHLY SUMMARY OF REVISED TOTAL COLIFORM RULE DISTRIBUTION SYSTEM MONITORING

(including triggered source monitoring for systems subject to the Groundwater Rule)

System Name <div style="text-align: center; font-size: 1.2em;">Elk Grove Water District</div>	System Number <div style="text-align: center; font-size: 1.2em;">3410008</div>
Sampling Period <div style="text-align: center; font-size: 1.2em;">October</div>	Year <div style="text-align: center; font-size: 1.2em;">2025</div>

	Number Required	Number Collected	Number Total Coliform Positives	Number E.coli Positives
1. Routine Samples (see note 1)	50	52	0	0
2. Repeat Samples following samples that are Total Coliform Positive and <i>E.coli</i> Negative (see notes 10 and 11)		0	0	0
3. Repeat Samples following Routine Samples that are Total Coliform Positive and <i>E. coli</i> Positive (see notes 10 and 11)		0	0	0
4. Treatment Technique (TT)/MCL Violation Computation for Total Coliform/ <i>E. coli</i> Positive Samples				
a. Totals (sum of columns)	50	52	0	0
b. If 40 or more samples collected in month, determine percent of samples that are total coliform positive [(total number positive/total number collected) x 100] =	0	%		
c. Did the system trigger... a Level 2 Assessment TT? (see notes 2, 3, 4, 5 and 6 for trigger info)			<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No
If a Level 2 Assessment is triggered, see note 8 below.				
a Level 1 Assessment TT? (see note 7 for trigger info)			<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No
If a Level 1 Assessment is triggered, see note 9 below.				
5. Triggered Source Samples per Groundwater Rule (see notes 12 and 13)		0	0	0
6. Invalidated Samples (Note what samples, if any, were invalidated; who authorized the invalidation; and when replacement samples were collected. Attach additional sheets, if necessary.)				
7. Summary Completed By: Aaron Hewitt				
Signature 	Title <div style="text-align: center; font-weight: bold;">Water Treatment Supervisor</div>		Date <div style="text-align: center; font-weight: bold;">11/6/2025</div>	

NOTES AND INSTRUCTIONS:

1. Routine samples include:
 - a. Samples required pursuant to 22 CCR Section 64423 and any additional samples required by an approved routine sample siting plan established pursuant to 22 CCR Section 64422.
 - b. Extra samples are required for systems collecting less than five routine samples per month that had one or more total coliform positives in previous month;
 - c. Extra samples for systems with high source water turbidities that are using surface water or groundwater under direct influence of surface water and do not practice filtration in compliance with regulations;
2. Note: For a repeat sample following a total coliform positive sample, any *E.coli* positive repeat (boxed entry) **constitutes an MCL violation and requires immediate notification to the Division** (22, CCR, Section 64426.1).
3. Note: For repeat sample following a *E.coli* positive sample, any total coliform positive repeat (boxed entry) **constitutes an MCL violation and requires immediate notification to the Division** (22, CCR, Section 64426.1).
4. Note: Failure to take all required repeat samples following an *E. coli* positive routine sample (22, CCR, Section 64426.1) **constitutes an MCL violation and requires immediate notification to the Division** (22, CCR, Section 64426.1).
5. Note: Failure to test for *E. coli* when any repeat sample tests positive for total coliform (22, CCR, Section 64426.1) **constitutes an MCL violation and requires immediate notification to the Division** (22, CCR, Section 64426.1).
6. Note: Second Level 1 treatment technique trigger in a rolling 12-month period.
7. Total coliform Treatment Technique (TT) Violation (**Notify Department within 24 hours of TT violation**):
 - a. For systems collecting less than 40 samples, if two or more samples are total coliform positive, then the TT is violated and a Level 1 Assessment is required.
 - b. For systems collecting 40 or more samples, if more than 5.0 percent of samples collected are total coliform positive, then the TT is violated and a Level 1 Assessment is required.
8. Contact the Division as soon as practical to arrange for the division to conduct a Level 2 Assessment of the water system. The water system shall complete a Level 2 Assessment and submit it to the Division within 30 days of learning of the trigger exceedance.
9. Conduct a Level 1 Assessment in accordance with as soon as practical that covers the minimum elements (22, CCR, Section 64426.8 (a), (2)). Submit the report to the Division within 30 days of learning of the trigger exceedance.
10. Positive results and their associated repeat samples are to be tracked on the Coliform Monitoring Worksheet.
11. Repeat samples must be collected within 24 hours of being notified of the positive results. For systems collecting more than one routine sample per month, three repeat samples must be collected for each total coliform positive sample. For systems collecting one or fewer routine samples per month, four repeat samples must be collected for each total coliform positive sample. At least three samples shall be taken the month following a total coliform positive.
12. For systems subject to the Groundwater Rule: Positive results and the associated triggered source samples are to be tracked on the Coliform Monitoring Worksheet.
13. For triggered sample(s) required as a result of a total coliform routine positive sample, an *E.coli*-positive triggered sample (boxed entry) **requires immediate notification to the Division, Tier 1 public notification, and corrective action.**



November 6, 2025

State Water Resources Control Board
Division of Drinking Water
1001 I Street
13th Floor
Sacramento, CA. 95814

MONTHLY SUMMARY OF THE HAMPTON GROUNDWATER TREATMENT PLANT

Enclosed is the Monthly Summary of the Hampton GWTP report from Elk Grove Water District for October 2025.

If you have any further questions, you may contact me at 916-585-9390.

AARON HEWITT
WATER TREATMENT SUPERVISOR

Elk Grove Water District

Hampton GWTP Monthly Report

PWS Number

3410008-013

Month: October

GWTP Name

Hampton Water Treatment Plant

Date	Hour Meter	Run Hours	Production Meter	Well Production	Backwash Meter	Backwash Waste	Weekly In-House Monitoring (mg/L) R (Raw) T (Treated)As (ug/L)									
last day	36033.5		90893388		46440508	56531141	Date	Fe, R	Fe, T	Mn, R	Mn, T	As, R	As, T	Weekly Average		
1	36057.5	24	92236557	1343169	46473725	56571603	10/6/2025	UR	0.039	0.061	0.004	12	1	Inf. pH Eff. pH		
2	36079.9	22.4	93496062	1259505	46495931	56609961	10/13/2025	0.026	0.027	0.088	0.029	13	2	Week 1: 7.05 to 7.12		
3	36105.8	25.9	94941209	1445147	46540357	56653983	10/20/2025	UR	0.004	0.006	0.002	13	1	Cl2		0.8
4	36129.4	23.6	96262645	1321436	46562411	56694631	10/27/2025	UR	0.047	0.004	0.004	14	1	Week 2: 7.07 to 7.14		
5	36153.3	23.9	97598071	1335426	46595608	56736740								Cl2		0.78
6	36177.9	24.6	98971647	1373576	46639794	56784777								Week 3: 6.93 to 7.31		
7	36203.1	25.2	100387356	1415709	46672937	56829448	Total Gallons Sodium Hypochlorite: 195.5 Gal							Cl2		0.62
8	36225.2	22.1	101616918	1229562	46705985	56864307	Pounds per day 16.88 Lbs/Day							Week 4: 6.93 to 7.37		
9	36247.2	22	102860640	1243722	46727986	56904270	Dosage (Milligrams Per Liter @ 12% Cl) 1.506							Cl2		0.62
10	36268	20.8	104028771	1168131	46760869	56940962										
11	36292	24	105370958	1342187	46793750	56982036	Total Gallons Ferric Chloride: 112 Gal									
12	36315.8	23.8	106706609	1335651	46826643	57022275	Dosage (Milligrams Per Liter @ 38% FeCl) 1.196									
13	36339.9	24.1	108058876	1352267	46859779	57063309										
14	36362.5	22.6	109330132	1271256	46892657	57111516	Total Gallons Sulfuric Acid : 113 Gal									
15	36364.1	1.6	109424508	94376	46892657	57115680	Dose (Gallons Per Hour @ 93% H2SO4) 0.338 Gal/Hr									
16																
17																
18																
19																
20							Total Backwashed 463,374			Total Run Hours				333.4		
21	36365.8	1.7	109513257	88749	46903814	57115680	Total Water Pumped 18,677,939			Total Backwash Waste				597,724		
22																
23																
24							Reporting Limits/Units					Maximum Contaminant Levels (MCLs)				
25							Iron = 0.100 mg/L					Iron (Fe) = 0.300 mg/L (Secondary)				
26							Manganese = 0.010 mg/L					Manganese (Mn) = 0.050 mg/L (Secondary)				
27							Arsenic = 1.0 µg/L					Arsenic (As) = 10 µg/L (Primary)				
28	36366.9	1.1	109571327	58070	46903882	57128865										
29																
30																
31																
Total		333.4		18677939	463374	597724	Prepared By: Aaron Hewitt Date: 11/6/2025									

Prepared By: Aaron Hewitt

Date: 11/6/2025



November 5, 2025

State Water Resources Control Board
Division of Drinking Water
1001 I Street
13th Floor
Sacramento, CA 95814

MONTHLY FLUORIDATION MONITORING REPORT

Enclosed is the Monthly Summary of the Fluoridation Monitoring from Elk Grove Water District for October 2025.

If you have any further questions, you may contact me at 916-585-9390.

AARON HEWITT
WATER TREATMENT SUPERVISOR

ELK GROVE WATER DISTRICT AREA 2

DISTRIBUTION SYSTEM

MONTHLY FLUORIDATION MONITORING REPORT

October-25

Week Location of Sample Monitoring Results (mg/L)

			Date	Time	Results
1	Hollow Springs		10.7.2025	9:58 AM	0.74
1	Kapalua		10.7.2025	10:28 AM	0.77
1	Al Gates Park		10.7.2025	11:04 AM	0.61
1	Oreo Ranch		10.7.2025	11:24 AM	0.73
1	Blackman		10.7.2025	12:41 PM	0.70
1	Elliot Springs		10.7.2025	1:37 PM	0.73
2	Hollow Springs		10.15.2025	8:55 AM	0.8
2	Kapalua		10.15.2025	9:20 AM	0.64
2	Al Gates Park		10.15.2025	9:48 AM	0.62
2	Oreo Ranch		10.15.2025	10:07 AM	0.73
2	Blackman		10.15.2025	10:41 AM	0.53
2	Elliot Springs		10.15.2025	11:03 AM	0.53
3	Hollow Springs		10.21.2025	10:16 AM	0.44
3	Kapalua		10.21.2025	10:54 AM	0.48
3	Al Gates Park		10.21.2025	11:16 AM	0.82
3	Oreo Ranch		10.21.2025	11:33 AM	0.7
3	Blackman		10.21.2025	12:57 PM	0.8
3	Elliot Springs		10.21.2025	1:48 PM	0.67
4	Hollow Springs		10.28.2025	9:00 AM	0.45
4	Kapalua		10.28.2025	9:29 AM	0.58
4	Al Gates Park		10.28.2025	10:03 AM	0.59
4	Oreo Ranch		10.28.2025	10:21 AM	0.51
4	Blackman		10.28.2025	10:53 AM	0.55
4	Elliot Springs		10.28.2025	11:16 AM	0.48

Monthly fluoride split sample results:

Date: 10.7.2025

Water System Results: 0.73 mg/L

Approved Lab: 0.89 mg/L

Contact Name: Aaron Hewitt

Telephone : (916) 585-9390

System PWS Number: 3410008



November 6, 2025

State Water Resources Control Board
Division of Drinking Water
1001 I Street
13th Floor
Sacramento, CA 95814

SUMMARY OF DISTRIBUTION SYSTEM LEAD AND COPPER SAMPLING

Enclosed is the Summary of Distribution System Lead and Copper sampling report from Elk Grove Water District for October 2025.

If you have any further questions, you may contact me at 916-585-9390.

AARON HEWITT
WATER TREATMENT SUPERVISOR



State Water Resources Control Board

Division of Drinking Water

Lead and Copper Tap Sample Results Reporting Form

This form must be submitted to the regulating entity (DDW District Office or County Agency) for each round of lead and copper sampling

Report Date: (mm/dd/yyyy)	11/06/2025	Sampling Site Change <i>If any sampling sites were changed, please list the old site, new site, and reason for the change in the box below.</i>
Water System Name:	Elk Grove Water District	
Water System Number:	3410008	
Sample Schedule:	<input checked="" type="radio"/> 6-month <input type="radio"/> Annual <input type="radio"/> Triennial	
# of Samples Required:	30	
# of Samples Reported:	35	
	90th Percentile Level (mg/L)	
Lead:	0 mg/L	
Copper:	0.11 mg/L	

				Result	
	Sample Date	Sample Site Location/Address	Tier 1, 2 or 3	Lead (mg/L)	Copper (mg/L)
01	9/18/25	8554 Iris Crest Ct.	1	ND	ND
02	9/24/25	8559 Coral Crest Ct.	1	ND	ND
03	9/24/25	8580 Fern Crest Ct.	1	ND	ND
04	9/24/25	8895 Sharkey Ave.	3	ND	ND
05	9/24/25	8956 Plaza Park Dr.	1	ND	ND
06	9/24/25	8959 Mandalay Wy.	1	ND	ND
07	9/24/25	9054 Summit St.	3	ND	ND
08	9/24/25	9084 Summit St.	1	ND	ND
09	9/18/25	9138 Locust St.	3	ND	ND
10	9/18/25	9239 Chianti Wy.	3	ND	ND
11	9/24/25	9240 Egret Dr.	3	ND	ND
12	9/24/25	9419 Acapulco Wy.	3	ND	ND
13	9/22/25	9540 Dapple Ct.	1	ND	ND
14	9/24/25	9555 Quarter Horse Ct.	1	ND	ND
15	9/24/25	9560 School St.	3	ND	ND
16	9/25/25	9561 Porta Rosa Dr.	1	ND	ND
17	9/24/25	9564 Dapple Ct.	1	ND	ND
18	9/19/25	9646 Mardelle Wy.	1	ND	ND
19	9/24/25	9676 Mardelle Wy.	1	ND	ND
20	9/18/25	9683 Kent St.	3	ND	ND

Division of Drinking Water
Lead and Copper Tap Sample Results Reporting Form

Number of Tap Sample Sites Required

The number of tap sample sites required is based on the number of people served (system size) by your water system and also whether you are performing Standard or Reduced Monitoring (CCR §64675).

System Size	Minimum Number of Sites	
	Standard Tap Sampling	Reduced Tap Sampling
> 100,000	100	50
10,001 to 100,000	60	30
3,301 to 10,000	40	20
501 to 3,300	20	10
101 to 500	10	5
< 101	5	5

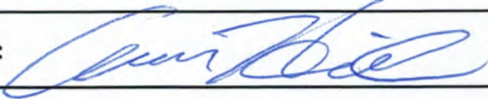
Determining the 90th Percentile Lead and Copper Level

Number of Tap Samples Collected	Determination of 90 th Percentile Lead or Copper Level
5	Average the 4 th and 5 th highest sample results to get the 90 th percentile level
More than 5	Place results in ascending order and assign each sample a number, 1 for the lowest concentration. Multiply the total number of samples by 0.9. Round down to the nearest whole number if the decimal is 0.4 or lower and round up if the decimal is 0.5 or higher. The sample result that corresponds with the nearest whole number is the 90 th percentile.

Notification of Results

As required by 40 Code of Federal Regulations Section 141.85(d), within 30 days of learning of the tap monitoring results, I notified the participants, by mailing or by another method approved by the State, of the lead sample results from their individual taps, provided an explanation of the health effects of lead, listed steps the consumer could take to reduce exposure to lead, provided contact information for the water utility, the maximum contaminant level goal for lead, action level for lead, and any definitions.

Notification was done on: 10/31/2025 (date)

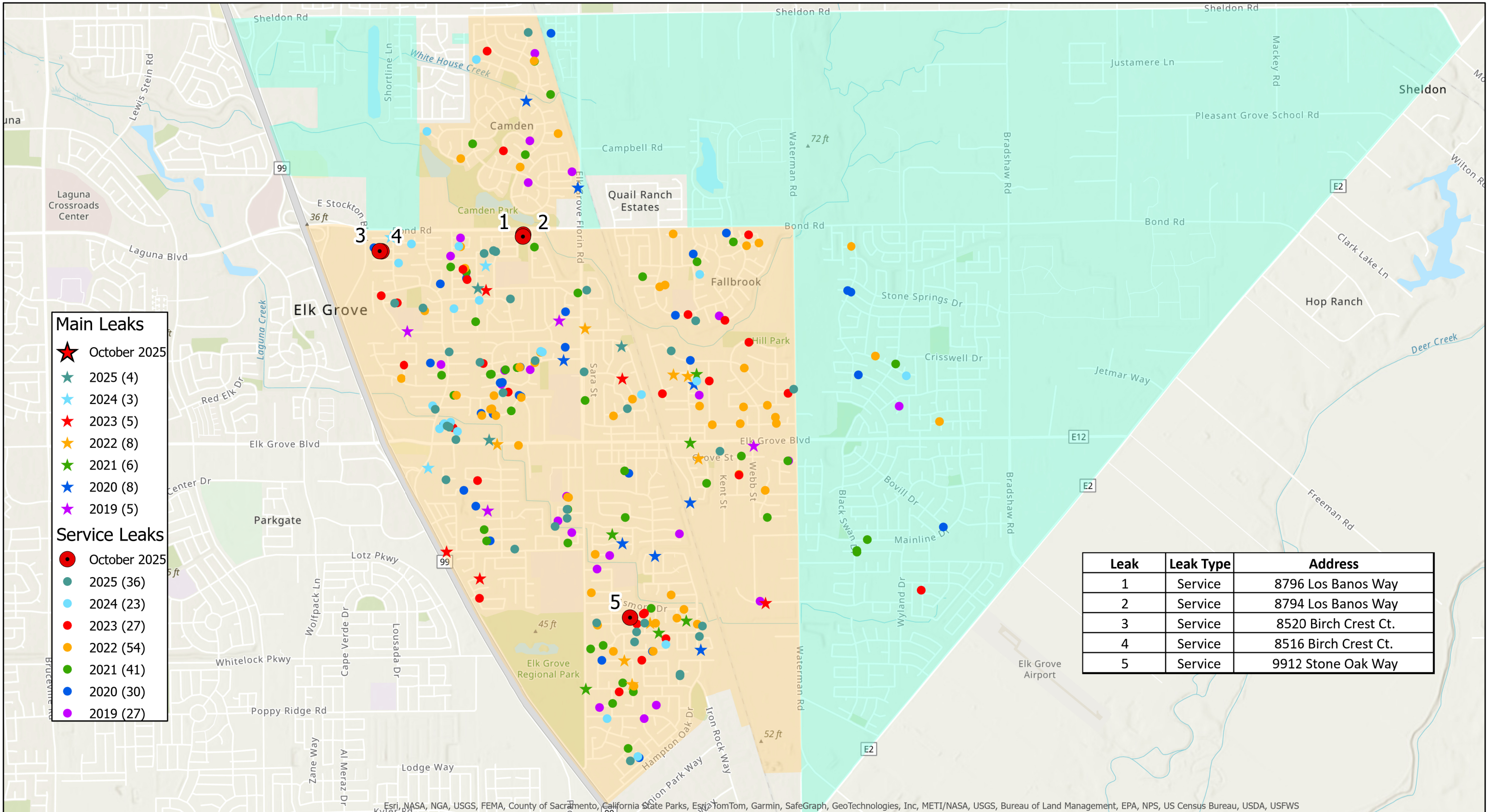
SIGNATURE: 	DATE: 11/06/2025
NAME (Print): Aaron Hewitt	TITLE: Water Treatment Supervisor

Division of Drinking Water
Lead and Copper Tap Sample Results Reporting Form

Additional Samples				Result	
	Sample Date	Sample Site Location/Address	Tier 1, 2 or 3	Lead (mg/L)	Copper (mg/L)
21	9/21/25	9716 Waterman Rd.	1	ND	ND
22	9/25/25	9657 Mardelle Wy.	1	ND	0.05
23	9/24/25	9471 Ranch Park Wy.	3	ND	0.051
24	9/24/25	8571 Coral Crest Ct.	1	ND	0.055
25	9/18/25	9134 Porta Bella Wy.	1	ND	0.055
26	9/18/25	9265 Gem Crest Wy.	1	ND	0.056
27	9/24/25	9271 Gem Crest Wy.	1	ND	0.057
28	9/24/25	8661 Elk Grove Blvd	1	ND	0.058
29	9/24/25	9322 Aizenburg Cir.	1	ND	0.059
30	9/25/25	8879 Sharkey Ave.	3	ND	0.064
31	9/21/25	9226 Rancho Dr.	1	ND	0.077
32	9/25/25	9109 Polhemus Dr.	3	ND	0.11
33	9/19/25	9361 Aizenburg Cir.	1	ND	0.11
34	9/24/25	9844 Emerald Park Dr.	1	ND	0.3
35	9/24/25	9838 Emerald Park Dr.	1	ND	0.33
36					
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Elk Grove Water District
Safety Meetings/Training
October 2025

Date	Topic	Attendees	Hosted By
11/3/2025	Eye Safety	Stefan Chanh, Aaron Hewitt, Brandon Wagner	Sean Hinton & Aaron Hewitt
11/17/2025	Why Work Safely?	David Frederick, Gabriel Guerrero, Aaron Hewitt, Sean Hinton, Brandon Kent, Justin Mello, Jose Mendoza, Sal Mendoza, Chris Phillips, Emmanuel Vasquez, Brandon Wagner, Marcell Wilson	Sean Hinton & Aaron Hewitt



Main Leaks

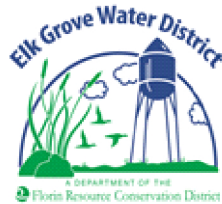
- ★ October 2025
- ★ 2025 (4)
- ★ 2024 (3)
- ★ 2023 (5)
- ★ 2022 (8)
- ★ 2021 (6)
- ★ 2020 (8)
- ★ 2019 (5)

Service Leaks

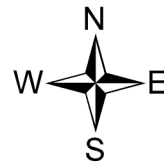
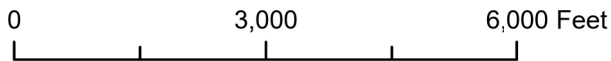
- October 2025
- 2025 (36)
- 2024 (23)
- 2023 (27)
- 2022 (54)
- 2021 (41)
- 2020 (30)
- 2019 (27)

Leak	Leak Type	Address
1	Service	8796 Los Banos Way
2	Service	8794 Los Banos Way
3	Service	8520 Birch Crest Ct.
4	Service	8516 Birch Crest Ct.
5	Service	9912 Stone Oak Way

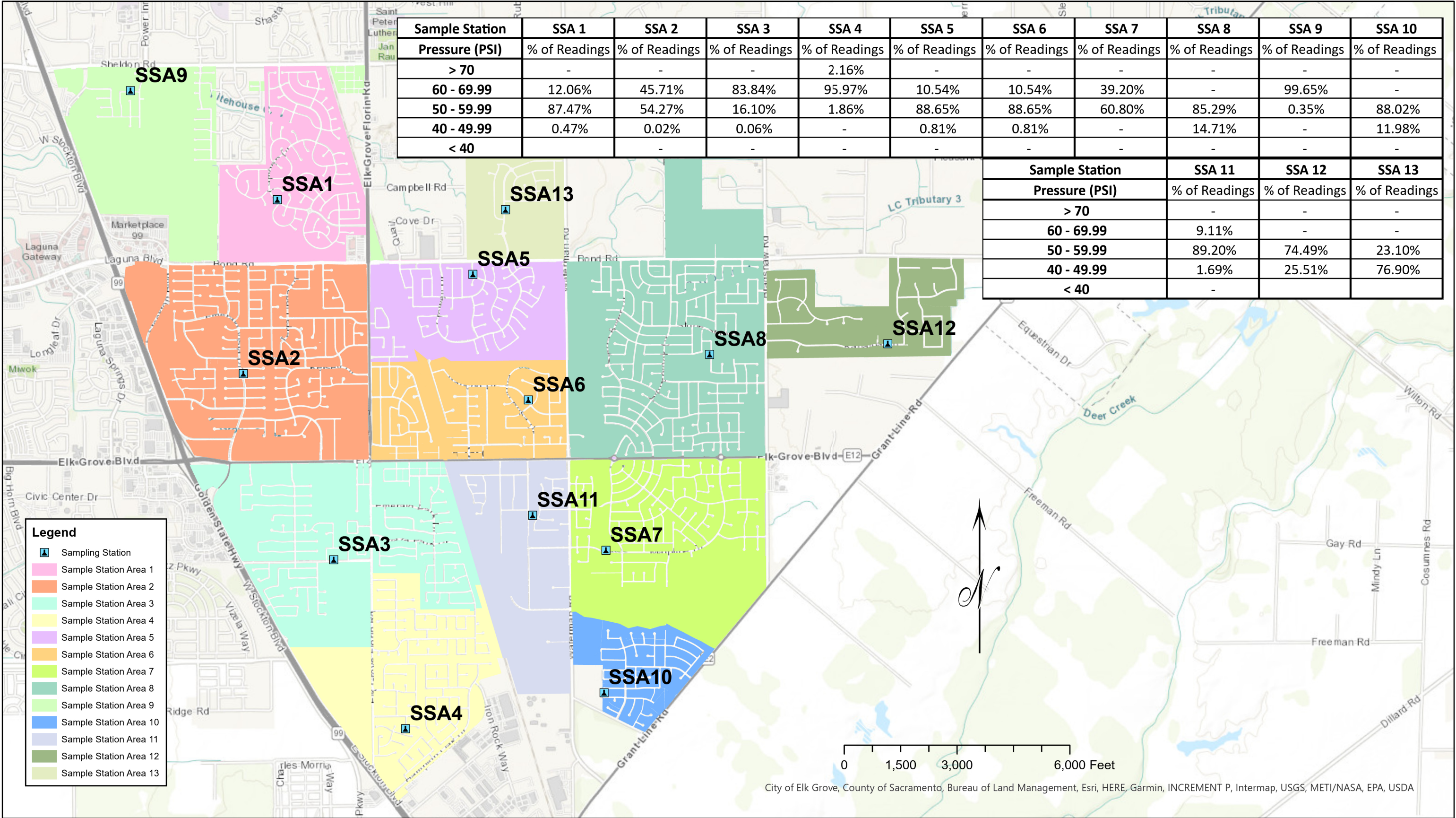
October 2025	
Main Line Leaks: 0	YTD: 4
Service Line Leaks: 5	YTD: 41
Total Leaks: 5	YTD: 45



Elk Grove Water District
Main and Service Line Leaks Map



Elk Grove Water District	
Main & Service Line Leaks	
Created by: Richard Ko	
Date: November 12, 2025	



Sample Station	SSA 1	SSA 2	SSA 3	SSA 4	SSA 5	SSA 6	SSA 7	SSA 8	SSA 9	SSA 10
Pressure (PSI)	% of Readings	% of Readings	% of Readings	% of Readings	% of Readings	% of Readings	% of Readings	% of Readings	% of Readings	% of Readings
> 70	-	-	-	2.16%	-	-	-	-	-	-
60 - 69.99	12.06%	45.71%	83.84%	95.97%	10.54%	10.54%	39.20%	-	99.65%	-
50 - 59.99	87.47%	54.27%	16.10%	1.86%	88.65%	88.65%	60.80%	85.29%	0.35%	88.02%
40 - 49.99	0.47%	0.02%	0.06%	-	0.81%	0.81%	-	14.71%	-	11.98%
< 40		-	-	-	-	-	-	-	-	-

Sample Station	SSA 11	SSA 12	SSA 13
Pressure (PSI)	% of Readings	% of Readings	% of Readings
> 70	-	-	-
60 - 69.99	9.11%	-	-
50 - 59.99	89.20%	74.49%	23.10%
40 - 49.99	1.69%	25.51%	76.90%
< 40	-		

- Legend**
- Sampling Station
 - Sample Station Area 1
 - Sample Station Area 2
 - Sample Station Area 3
 - Sample Station Area 4
 - Sample Station Area 5
 - Sample Station Area 6
 - Sample Station Area 7
 - Sample Station Area 8
 - Sample Station Area 9
 - Sample Station Area 10
 - Sample Station Area 11
 - Sample Station Area 12
 - Sample Station Area 13

Sample Stations: 13

October 2025



Elk Grove Water District

Sample Station Areas

Projected Coordinate System: NAD 83 State Plane CA II FIPS 0402

Source: EGWD GIS Database

Modified by: Richard Ko

November 5, 2025