

AGENDA  
 IRVINE RANCH WATER DISTRICT  
 FINANCE AND PERSONNEL COMMITTEE MEETING  
 TUESDAY, MAY 12, 2026

This meeting will be held in-person at the District’s headquarters located at 15600 Sand Canyon Avenue, Irvine, California. The meeting will also be broadcasted via Webex for those wanting to observe the meeting virtually.

To observe this meeting virtually, please join online using the link and information below:

Via Web: <https://irwd.webex.com/irwd/j.php?MTID=medeff6f9d9ebc3ca5c90e3546795f459>

Meeting number (access code): 2481 753 0346

Meeting password: bRBBRdhj984

As courtesy to the other participants, please mute your phone when you are not speaking.

PLEASE NOTE: Participants joining the meeting will be placed into the Webex lobby when the Committee enters closed session. Participants who remain in the “lobby” will automatically be returned to the open session of the Committee once the closed session has concluded. Participants who join the meeting while the Committee is in closed session will receive a notice that the meeting has been locked. They will be able to join the meeting once the closed session has concluded.

CALL TO ORDER 3:30 p.m.

<u>ATTENDANCE</u>	Committee Chair:	Dan Ferons	_____
	Committee Member:	Doug Reinhart	_____

<u>ALSO PRESENT</u>	Paul Cook	_____	Neveen Adly	_____
	Wendy Chambers	_____	Kevin Burton	_____
	Paul Weghorst	_____	Christopher Smithson	_____
	Lance Kaneshiro	_____	Tiffany Mitcham	_____
	Eileen Lin	_____	Jennifer Davis	_____
	_____	_____	_____	_____
	_____	_____	_____	_____
	_____	_____	_____	_____

PUBLIC COMMENT NOTICE

If you wish to address the Committee orally on any item, you may attend the meeting in person and submit a “speaker slip” to the Committee Chair. Forms are provided at the front of the Committee Room. Public comments are limited to three minutes per speaker on each subject. If you wish to submit written comments to the Committee, please submit your public comment in advance of the meeting by emailing [comments@irwd.com](mailto:comments@irwd.com) before 8:00 a.m. on Tuesday May 12, 2026, and your remarks will be added to the record at the meeting.

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## COMMUNICATIONS

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1. Notes: Adly
2. Public Comments
3. Determine the need to discuss and/or take action on item(s) introduced, which came to the attention of the District subsequent to the agenda being posted.
4. Determine which items may be approved without discussion.

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## INFORMATION

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| <ol style="list-style-type: none"><li>5. <u>EMPLOYEE POPULATION AND RETENTION REPORT – SRADER / MITCHAM</u><br/><br/>Recommendation: Receive and file.</li><li>6. <u>MONTHLY INVESTMENT AND DEBT REVIEW – DAVIS / ADLY</u><br/><br/>Recommendation: Receive and file</li><li>7. <u>EXPENSES AND FEES OF BOARD MEMBERS AND GENERAL MANAGER PAID THROUGH THE THIRD QUARTER OF FISCAL YEAR 2025-26 – ULMER / ADLY</u><br/><br/>Recommendation: Receive and file.</li><li>8. <u>OPERATING AND NON-OPERATING FINANCIAL HIGHLIGHTS UPDATE THROUGH THIRD QUARTER OF FISCAL YEAR 2025-26 – POWELL / SMITHSON / ADLY</u><br/><br/>Recommendation: Receive and file.</li><li>9. <u>QUARTERLY DEFERRED COMPENSATION PLAN AND FUND REVIEW – DAVIS / ADLY</u><br/><br/>Recommendation: Receive and file.</li></ol> |  |
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## OTHER BUSINESS


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10. Directors' Comments
11. Adjourn

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Availability of agenda materials: Agenda exhibits and other writings that are disclosable public records distributed to all or a majority of the members of the above-named Committee in connection with a matter subject to discussion or consideration at an open meeting of the Committee are available for public inspection in the District's office, 15600 Sand Canyon Avenue, Irvine, California ("District Office"). If such writings are distributed to members of the Committee less than 72 hours prior to the meeting, they will be available from the District Secretary of the District Office at the same time as they are distributed to Committee Members, except that if such writings are distributed one hour prior to, or during, the meeting, they will be available at the entrance of the meeting room at the District Office. The Irvine Ranch Water District Committee Room is wheelchair accessible. If you require any special disability-related accommodations (e.g., access to an amplified sound system, etc.), please contact the District Secretary at (949) 453-5300 during business hours at least seventy-two (72) hours prior to the scheduled meeting. This agenda can be obtained in an alternative format upon written request to the District Secretary at least seventy-two (72) hours prior to the scheduled meeting.

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May 12, 2026  
Prepared by: L. Srader  
Submitted by: T. Mitcham  
Approved by: Paul A. Cook 

FINANCE AND PERSONNEL COMMITTEE

EMPLOYEE POPULATION AND RETENTION REPORT

SUMMARY:

Staff have prepared various population status reports for the Committee's review.

FISCAL IMPACTS:

None.

ENVIRONMENTAL COMPLIANCE:

Not applicable.

RECOMMENDATION:

Receive and file.

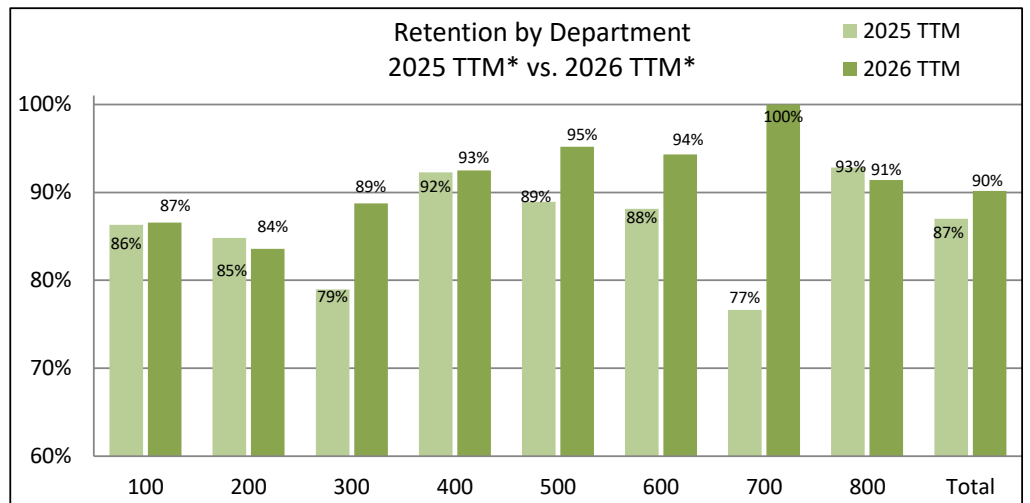
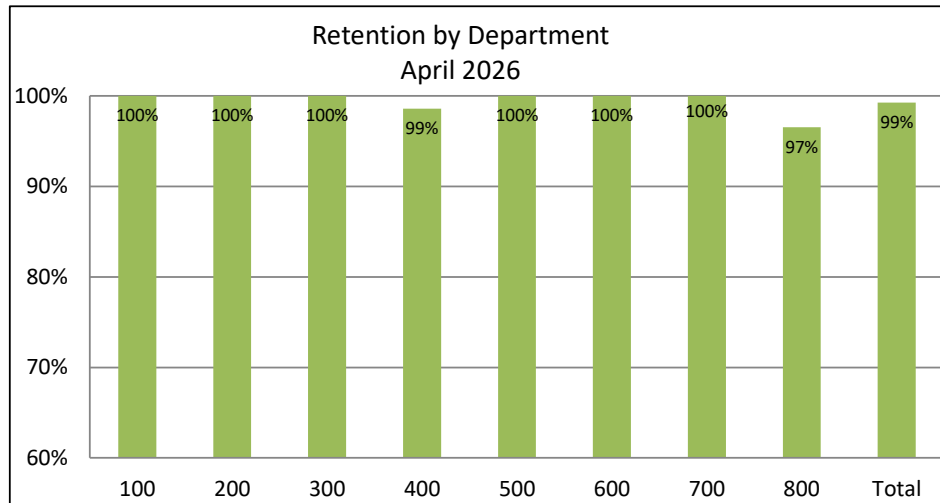
LIST OF EXHIBITS:

Exhibit "A" – Employee Population & Retention Report

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**EXHIBIT A**  
**IRVINE RANCH WATER DISTRICT**  
**EMPLOYEE POPULATION AND RETENTION REPORT**  
**APRIL 2026**

@04/01/26		Current Month Activity							@04/30/26		FY 25/26	Avg TTM*	Avg	Avg TTM*	Retention	
Dept	Positions	New	Terms		Promo Trnsfr		Lateral Trnsfr		Positions	Positions	Budgeted	Filled Budget	Temp Emp	Total Filled	Current	2026
	Filled	Hires	Vol	Invol	In	Out	In	Out	Filled	Unfilled						
100	25								25	-	25	22	-	22	100%	87%
200	92								92	11	103	91	7	98	100%	84%
300	45	1							46	2	49	45	5	49	100%	89%
400	71	2		1					72	2	74	67	-	67	99%	93%
500	64								64	5	69	62	2	64	100%	95%
600	36								36	-	36	35	3	38	100%	94%
700	27								27	1	28	26	1	27	100%	100%
800	58		2						56	10	66	58	-	59	97%	91%
<b>Totals</b>	<b>418</b>	<b>3</b>	<b>2</b>	<b>1</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>418</b>	<b>31</b>	<b>450</b>	<b>407</b>	<b>19</b>	<b>425</b>	<b>99%</b>	<b>90%</b>
4/25	396	5	3	-	-	-	1	1	398	40	438	385	19	403	99%	87%



100-GM, HR, Safety, Commun; 200-Fin., Cust. Serv., IS, Purch.; 300-Eng.; 400-Water Ops; 500-Recycling Ops; 600-WQ&RC; 700-Water Res., Recyc. Water; 800-Adm. & Maint. Ops

\*Trailing Twelve (12) Months

**IRVINE RANCH WATER DISTRICT  
EMPLOYEE POPULATION AND RETENTION REPORT  
APRIL 2026**

<b>NEW HIRES</b>				
<b>Date</b>	<b>Department</b>	<b>Employee Name</b>	<b>Position</b>	<b>Prior Company/Agency</b>
04/06/26	400-Construction Services	Matthew Shapiro	Utility Construction Technician III	Los Angeles Department of Water and Power
04/06/26	300-Engineering	Arthur Retana	Engineer	Los Angeles County Sanitation District
04/20/26	300-Engineering	Crystal Luna	Executive Assistant	City of Tustin
04/28/26	400-Construction Services	Jose Lopez	Water Maintenance Technician II	City of Orange

<b>TERMINATIONS</b>					
<b>Date</b>	<b>Department</b>	<b>Employee Name</b>	<b>Position</b>	<b>Reason</b>	<b>Comments</b>
04/02/26	400-Construction Services			INVOL	
04/24/26	800-Facilities Services			REL	

<b>RETIREMENTS</b>					
<b>Date</b>	<b>Department</b>	<b>Employee Name</b>	<b>Position</b>	<b>Reason</b>	<b>Comments</b>
04/30/26	800-Fleet Services	Daniel Legault	Sr. Vehicle and Equipment Maint. Mech.	RET	

<b>PROMOTIONS</b>					
<b>Effective Date</b>	<b>Departing Department</b>	<b>Employee Name</b>	<b>Departing Position</b>	<b>New Dept</b>	<b>New Position</b>
03/28/26	200-Finance	Merlin Suazo	Accountant	200-Finance	Senior Accountant
03/28/26	200-Finance	Cory Nguyen	Accountant	200-Finance	Senior Accountant
03/28/26	500-Collection Systems	Mohamad Nasri	Collection Systems Technician I	500-Collection Systems	Collection Systems Technician II
04/11/26	200-Purchasing	Mariaelena Teran	Senior Purchasing Coordinator	200-Purchasing	Buyer
04/11/26	200-Purchasing	Evelyn Mendoza	Senior Purchasing Coordinator	200-Purchasing	Senior Buyer
04/11/26	500-Collection Systems	Joaquin Avalos	Collection Systems Technician I	500-Collection Systems	Collection Systems Technician II
04/25/26	300-Engineering	Nang Mwe	Engineer	300-Engineering	Senior Engineer

<b>TRANSFERS</b>					
<b>Effective Date</b>	<b>Departing Dept</b>	<b>Employee Name</b>	<b>Departing Position</b>	<b>New Dept</b>	<b>New Position</b>
04/25/26	200-IT	Daniel Vo	Senior Database Administrator	200-IT	Cybersecurity Analyst

<b>CROSS TRAINING</b>					
<b>Effective Date</b>	<b>Departing Dept</b>	<b>Employee Name</b>	<b>Departing Position</b>	<b>New Dept</b>	<b>New Position</b>

Change in status = CS

Retirement = RET

No Reason Given = NRG

Personal/Family = P/F

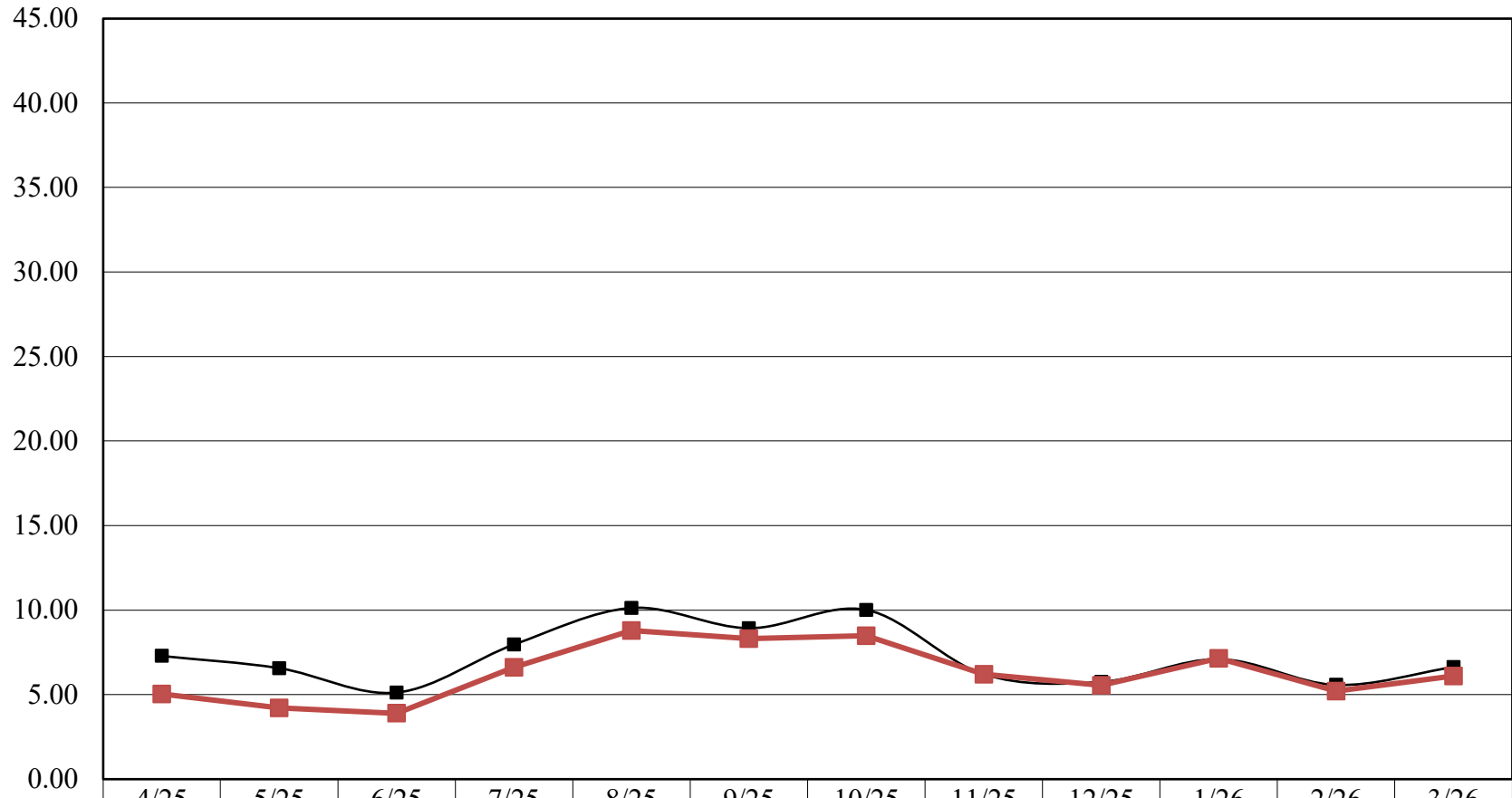
Relocation = REL

New Opportunity = NO

**IRVINE RANCH WATER DISTRICT  
EMPLOYEE POPULATION AND RETENTION REPORT  
APRIL 2026**


UNFILLED POSITIONS			
Dept	Position	Salary Grade	Comments
200	Data Analyst	U11.E	
200	Accounting Supervisor	U15.E	Recruiting
200	Accounting Supervisor	U15.E	Recruiting
200	Senior Financial Analyst	U15.E	Interviewing
200	Accountant	27.N	
200	Accountant	27.N	
200	Controller	U23.E	Recruiting
200	Senior Applications Analyst	U18.E	
200	Senior Purchasing Coordinator	23.N	Recruiting
200	Senior Purchasing Coordinator	23.N	Recruiting
200	Senior Database Administrator	U18.E	
300	Construction Inspector	29.N	Recruiting
300	Senior Engineer	U20.E	Interviewing
400	Utility Construction Technician I	19.N	Interviewing
400	Metering Systems Technician II	24.N	Recruiting
500	Operations Supervisor	S38.N	Recruiting
500	Collection Systems Technician I	19.N	Start Date Pending
500	Collection Systems Technician I	19.N	Start Date Pending
500	Operator III	32.N	Interviewing
500	Process Engineer	U22.E	Recruiting
700	Water Resources Engineer/Planner	U17.E	
800	Asset Maintenance Coordinator	32.N	
800	Senior Electrical & Instrumentation Technician	33.N	
800	Electrical & Instrumentation Technician	30.N	Recruiting
800	Electrical & Instrumentation Technician	30.N	Recruiting
800	Electrical & Instrumentation Technician	30.N	Recruiting
800	Senior Facilities Services Technician	29.N	
800	Maintenance Mechanic	25.N	Interviewing
800	Facilities Services Technician	24.N	
800	Senior Vehicle and Equipment Technician	29.N	Recruiting
800	Senior Maintenance Mechanic	29.N	Recruiting

**Temporary Employees  
Full Time Equivalency  
District Totals as of March 31, 2026**



Temp Total  
 Intern Totals

	4/25	5/25	6/25	7/25	8/25	9/25	10/25	11/25	12/25	1/26	2/26	3/26
Temp Total	7.29	6.56	5.13	7.97	10.13	8.94	10.02	6.21	5.76	7.11	5.58	6.64
Intern Totals	5.03	4.22	3.90	6.61	8.79	8.32	8.48	6.20	5.56	7.14	5.21	6.11

May 12, 2026  
Prepared by: J. Davis  
Submitted by: N. Adly  
Approved by: Paul A. Cook 

FINANCE AND PERSONNEL COMMITTEE

MONTHLY INVESTMENT AND DEBT REVIEW

SUMMARY:

The following items are submitted for the Committee's review and consideration:

- The Investment Portfolio Summary Report as of April 30, 2026, as outlined in Exhibit "A";
- The U.S. Treasury Yield Curve as of April 30, 2026, as shown in Exhibit "B";
- The Summary of Fixed and Variable Debt as of April 30, 2026, as outlined in Exhibit "C"; and
- The Summary of Variable Rate Debt Rates as of April 30, 2026, as outlined in Exhibit "D".

BACKGROUND:

Investment Portfolio:

The rate of return for the fixed income investment portfolio was 3.93%, which was a 0.01% increase from March's rate of return.

Debt Portfolio:

As of April 30, 2026, IRWD's weighted average all-in variable rate for debt was 2.96%, which is a 1.06% increase from March's rate of 1.90%. Including IRWD's weighted average fixed rate bond issues of 3.03% and the negative cash accruals from fixed payer interest rate swaps (which hedge a portion of the District's variable rate debt), the total average debt rate was 3.21%, a 0.58% increase from March's rate of 2.63%. The increase is due to higher average rates for the District's variable rate debt.

FISCAL IMPACTS:

Fiscal impacts are outlined above and included in the exhibits provided.

ENVIRONMENTAL COMPLIANCE:

This item is not a project as defined in the California Environmental Quality Act Code of Regulations, Title 14, Chapter 3, Section 15378.

RECOMMENDATION:

Receive and file.

LIST OF EXHIBITS:

Exhibit "A" – Investment Portfolio Summary as of April 30, 2026

Exhibit "B" – Yield Curve as of April 30, 2026

Exhibit "C" – Summary of Fixed and Variable Debt as of April 30, 2026

Exhibit "D" – Summary of Variable Rate Debt Rates as of April 30, 2026



Dashboard

04/01/2026 - 04/30/2026

Irvine Ranch Water District (491783)

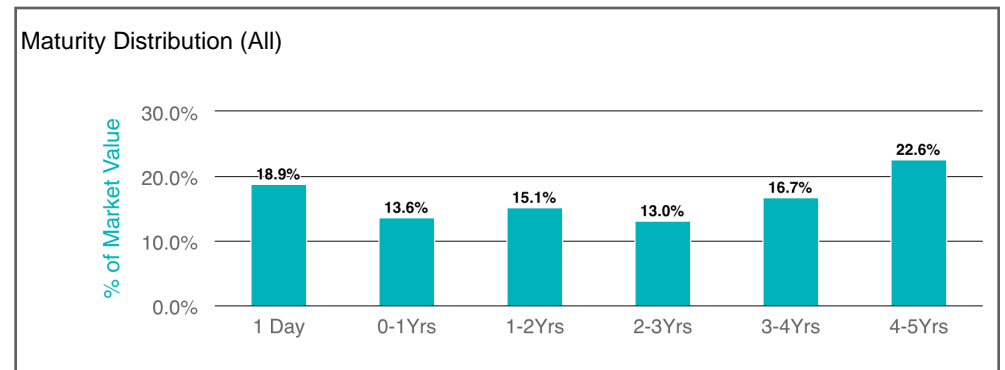
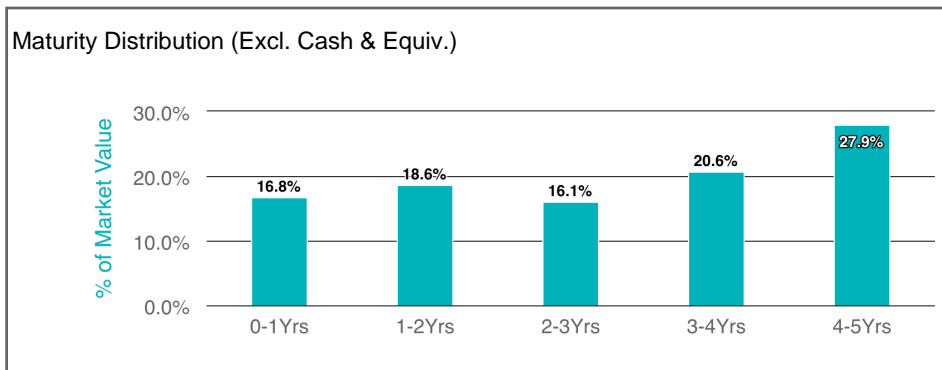
Dated: 05/05/2026

Portfolio Summary		
	<i>Irvine Ranch Water District</i>	<i>Grand Total</i>
Par Value	408,380,310.83	408,380,310.83
Principal Cost	405,760,597.08	405,760,597.08
Book Value	405,760,597.08	405,760,597.08
Market Value	405,071,119.05	405,071,119.05
Unrealized Gain/Loss	-689,478.04	-689,478.04
Accrued Interest	2,230,511.72	2,230,511.72

Footnotes: 1,2,3

Portfolio Characteristics		
	<i>Irvine Ranch Water District</i>	<i>Grand Total</i>
Weighted Average Maturity	2.234	2.234
Portfolio Effective Duration	1.902	1.902
Weighted Average Life	2.048	2.048
Average Credit Rating	AA-	AA-
Yield at Cost	3.93	3.93

Footnotes: 1,2,3





Dashboard

04/01/2026 - 04/30/2026

Irvine Ranch Water District (491783)

Dated: 05/05/2026

Asset Allocation

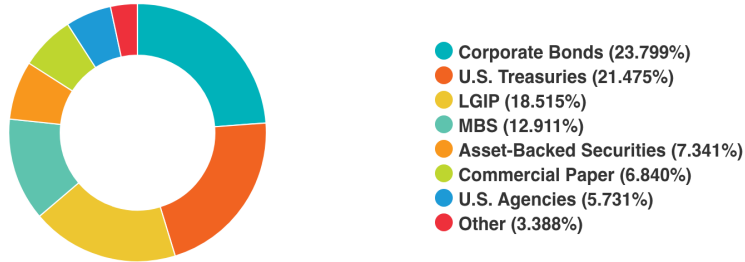


Chart calculated by: % of Market Value

Credit Quality



Chart calculated by: % of Market Value

Issuer Concentration

Issuer Concentration	Ending Current Units	Ending Book Value	% of Ending Book Value
Other *	157,127,152.37	156,228,883.80	38.502%
United States	92,500,000.00	91,333,977.36	22.509%
(CALAIF) California LAIF	74,999,807.18	74,999,807.18	18.484%
Federal National Mortgage Association	31,144,380.81	30,540,370.79	7.527%
Federal Home Loan Mortgage Corporation	24,214,192.15	24,013,227.56	5.918%
New York Life Insurance Company	16,900,000.00	17,061,113.00	4.205%
Citigroup Inc.	11,500,000.00	11,588,439.06	2.856%

<b>Total</b>	<b>408,385,532.50</b>	<b>405,765,818.75</b>	<b>100.000%</b>
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\*Other is the total of individual issuer concentrations below 2.0%



Portfolio Detail Committee and Board

Irvine Ranch Water District (491783)

Base Currency: USD As of 04/30/2026

Dated: 05/05/2026

Identifier	Description	Asset Type	Yield at Cost	Average Credit Rating	Par Value	Principal Cost	Book Value	Market Value	Unrealized Gain/Loss	Final Maturity
262006307	DREYFUS GVT CM INV	Money Market Funds	3.29	AAA	1,359,333.53	1,359,333.53	1,359,333.53	1,359,333.53	0.00	04/30/2026
CALAIF	California LAIF	LGIP	3.81	NA	74,999,807.18	74,999,807.18	74,999,807.18	74,999,807.18	0.00	04/30/2026
CCYUSD	Receivable	Receivable	0.00	AAA	5,221.67	5,221.67	5,221.67	5,221.67	0.00	04/30/2026
06741EES5	Barclays Bank PLC (New York Branch)	Commercial Paper	3.79	A-1+	5,000,000.00	4,931,433.34	4,931,433.34	4,987,013.89	55,580.55	05/26/2026
53944RF52	LMA S.A.	Commercial Paper	3.79	A-1	5,000,000.00	4,923,845.83	4,923,845.83	4,981,868.05	58,022.22	06/05/2026
55458FGA9	Mackinac Funding Company, LLC	Commercial Paper	3.82	A-1	5,000,000.00	4,905,208.33	4,905,208.33	4,963,541.67	58,333.34	07/10/2026
21687BJ10	Coöperatieve Rabobank U.A., New York Branch	Commercial Paper	3.73	A-1	5,000,000.00	4,880,183.33	4,880,183.33	4,937,816.66	57,633.33	09/01/2026
46625HRV4	JPMORGAN CHASE & CO	Corporate Bonds	3.76	A	3,000,000.00	2,982,990.00	2,982,990.00	2,987,700.00	4,710.00	10/01/2026
923078CW7	VENTURA COUNTY PUBLIC FINANCING AUTHORITY	Municipal Bonds	3.79	AA+	3,000,000.00	2,946,540.00	2,946,540.00	2,967,186.00	20,646.00	11/01/2026
53948BLH0	Lloyds Bank Corporate Markets plc	Commercial Paper	3.76	A-1	8,000,000.00	7,782,840.00	7,782,840.00	7,837,333.33	54,493.33	11/17/2026
17325FBC1	CITIBANK NA	Corporate Bonds	3.75	A+	5,000,000.00	5,069,650.00	5,069,650.00	5,034,350.00	-35,300.00	12/04/2026
74274TAL4	PRIVATE EXPORT FUNDING CORP	U.S. Agencies	3.72	AA	6,500,000.00	6,553,209.00	6,553,209.00	6,506,760.00	-46,449.00	02/07/2027
06055JPX1	BANK OF AMERICA CORP	Corporate Bonds	3.86	A-	5,000,000.00	5,000,000.00	5,000,000.00	4,960,850.00	-39,150.00	03/23/2027
64952WEQ2	NEW YORK LIFE GLOBAL FUNDING	Corporate Bonds	3.71	AA+	5,000,000.00	4,972,150.00	4,972,150.00	4,966,200.00	-5,950.00	04/07/2027
68609TWF1	STATE OF OREGON	Municipal Bonds	3.67	AA+	2,395,000.00	2,323,341.60	2,323,341.60	2,334,497.51	11,155.91	05/01/2027
446201AF2	CITY OF HUNTINGTON BEACH, CALIFORNIA	Municipal Bonds	3.73	AA+	2,100,000.00	2,040,360.00	2,040,360.00	2,046,678.90	6,318.90	06/15/2027
91282CKV2	UNITED STATES TREASURY	U.S. Treasuries	4.22	AA+	5,000,000.00	5,044,921.88	5,044,921.88	5,044,531.25	-390.63	06/15/2027
91282CKZ3	UNITED STATES TREASURY	U.S. Treasuries	4.16	AA+	5,000,000.00	5,027,343.75	5,027,343.75	5,031,445.30	4,101.55	07/15/2027
91282CFH9	UNITED STATES TREASURY	U.S. Treasuries	4.30	AA+	5,000,000.00	4,854,687.50	4,854,687.50	4,952,734.40	98,046.90	08/31/2027
91282CFM8	UNITED STATES TREASURY	U.S. Treasuries	4.19	AA+	5,000,000.00	4,988,476.57	4,988,476.57	5,017,382.80	28,906.24	09/30/2027
857477CP6	STATE STREET CORP	Corporate Bonds	3.71	A	5,000,000.00	5,050,750.00	5,050,750.00	5,012,450.00	-38,300.00	10/22/2027
64952WFL2	NEW YORK LIFE GLOBAL FUNDING	Corporate Bonds	3.87	AA+	3,000,000.00	3,028,860.00	3,028,860.00	3,001,140.00	-27,720.00	12/13/2027
64952WEY5	NEW YORK LIFE GLOBAL FUNDING	Corporate Bonds	3.88	AA+	3,000,000.00	3,055,260.00	3,055,260.00	3,028,410.00	-26,850.00	01/09/2028
14913UBF6	CATERPILLAR FINANCIAL SERVICES CORP	Corporate Bonds	3.72	A	5,000,000.00	4,998,250.00	4,998,250.00	4,972,050.00	-26,200.00	01/10/2028
9128283W8	UNITED STATES TREASURY	U.S. Treasuries	4.23	AA+	5,000,000.00	4,783,593.75	4,783,593.75	4,901,953.15	118,359.40	02/15/2028
3140LJV52	FN BS7835	MBS	3.94	AA+	3,646,380.81	3,675,295.47	3,675,295.47	3,635,355.72	-39,939.75	03/01/2028
66815L2V0	NORTHWESTERN MUTUAL GLOBAL FUNDING	Corporate Bonds	3.91	AA+	5,000,000.00	5,059,750.00	5,059,750.00	5,015,750.00	-44,000.00	03/21/2028
6944PL2S7	PACIFIC LIFE GLOBAL FUNDING II	Corporate Bonds	3.96	AA-	2,450,000.00	2,498,485.50	2,498,485.50	2,471,511.00	-26,974.50	04/04/2028
91282CBZ3	UNITED STATES TREASURY	U.S. Treasuries	4.15	AA+	5,000,000.00	4,496,484.38	4,496,484.38	4,748,242.20	251,757.82	04/30/2028
806851AK7	SCHLUMBERGER HOLDINGS CORP	Corporate Bonds	4.25	A-	5,000,000.00	4,965,650.00	4,965,650.00	4,962,750.00	-2,900.00	05/17/2028
91282CHQ7	UNITED STATES TREASURY	U.S. Treasuries	4.39	AA+	10,000,000.00	9,900,000.00	9,900,000.00	10,049,218.80	149,218.80	07/31/2028
9128284V9	UNITED STATES TREASURY	U.S. Treasuries	3.85	AA+	5,000,000.00	4,820,312.50	4,820,312.50	4,888,671.90	68,359.40	08/15/2028
923078CY3	VENTURA COUNTY PUBLIC FINANCING AUTHORITY	Municipal Bonds	3.79	AA+	4,000,000.00	3,806,760.00	3,806,760.00	3,800,628.00	-6,132.00	11/01/2028
742651EA6	PRIVATE EXPORT FUNDING CORP	U.S. Agencies	3.57	AA+	5,000,000.00	5,100,100.00	5,100,100.00	5,026,550.00	-73,550.00	12/15/2028
3137FKUP9	FHMS K-087 A2	MBS	3.74	AA+	4,177,443.59	4,170,590.00	4,170,590.00	4,130,441.96	-40,148.05	12/25/2028
3137FKUP9	FHMS K-087 A2	MBS	3.77	AA+	130,545.11	130,208.55	130,208.55	129,076.31	-1,132.24	12/25/2028
713448GL6	PEPSICO INC	Corporate Bonds	3.82	A+	5,000,000.00	5,038,350.00	5,038,350.00	4,995,900.00	-42,450.00	01/15/2029
91282CJW2	UNITED STATES TREASURY	U.S. Treasuries	3.85	AA+	5,000,000.00	5,025,585.94	5,025,585.94	5,011,328.15	-14,257.79	01/31/2029
9128286B1	UNITED STATES TREASURY	U.S. Treasuries	3.85	AA+	5,000,000.00	4,783,398.44	4,783,398.44	4,830,859.40	47,460.96	02/15/2029
3133ER6D8	FEDERAL FARM CREDIT BANKS FUNDING CORP	U.S. Agencies	3.87	AA+	5,000,000.00	5,022,850.00	5,022,850.00	5,004,350.00	-18,500.00	03/07/2029
3137FMCR1	FHMS K-093 A2	MBS	3.70	AA+	4,906,203.45	4,784,889.94	4,784,889.94	4,742,838.80	-42,051.14	05/25/2029
59217GDC0	METROPOLITAN LIFE GLOBAL FUNDING I	Corporate Bonds	4.11	AA-	1,000,000.00	966,290.00	966,290.00	958,040.00	-8,250.00	06/17/2029
89236TKD6	TOYOTA MOTOR CREDIT CORP	Corporate Bonds	3.97	A+	3,000,000.00	3,046,320.00	3,046,320.00	3,009,060.00	-37,260.00	06/29/2029
3137FNX54	FHMS K-097 A2	MBS	3.79	AA+	5,000,000.00	4,780,078.13	4,780,078.13	4,744,319.20	-35,758.93	07/25/2029



Portfolio Detail Committee and Board

Irvine Ranch Water District (491783)

Base Currency: USD As of 04/30/2026

Dated: 05/05/2026

Identifier	Description	Asset Type	Yield at Cost	Average Credit Rating	Par Value	Principal Cost	Book Value	Market Value	Unrealized Gain/Loss	Final Maturity
16144YAC2	CHAOT 244 A3	Asset-Backed Securities	3.85	AAA	3,650,761.80	3,687,697.25	3,687,697.25	3,672,280.74	-15,416.50	07/25/2029
532457CQ9	ELI LILLY AND CO	Corporate Bonds	3.89	AA-	5,000,000.00	5,049,950.00	5,049,950.00	4,994,100.00	-55,850.00	08/14/2029
16144QAC9	CHAOT 245 A3	Asset-Backed Securities	3.84	AAA	4,666,835.37	4,682,877.61	4,682,877.61	4,669,505.78	-13,371.84	08/27/2029
14041NGE5	COMET 2024-1 A	Asset-Backed Securities	3.77	AAA	5,000,000.00	5,012,500.00	5,012,500.00	4,990,886.25	-21,613.75	09/17/2029
91282CFT3	UNITED STATES TREASURY	U.S. Treasuries	4.01	AA+	5,000,000.00	4,997,656.25	4,997,656.25	5,007,812.50	10,156.25	10/31/2029
91282CMA6	UNITED STATES TREASURY	U.S. Treasuries	3.97	AA+	5,000,000.00	5,031,250.00	5,031,250.00	5,028,125.00	-3,125.00	11/30/2029
3132XKXL6	FH WN5182	MBS	4.22	AA+	5,000,000.00	5,065,039.06	5,065,039.06	5,026,571.45	-38,467.61	12/01/2029
64952WFK4	NEW YORK LIFE GLOBAL FUNDING	Corporate Bonds	4.10	AA+	5,900,000.00	6,004,843.00	6,004,843.00	5,933,335.00	-71,508.00	12/05/2029
3137HKXJ8	FHMS K-539 A2	MBS	3.89	AA+	5,000,000.00	5,082,421.88	5,082,421.88	5,018,070.70	-64,351.18	01/25/2030
91282CGQ8	UNITED STATES TREASURY	U.S. Treasuries	3.98	AA+	5,000,000.00	5,004,687.50	5,004,687.50	5,005,078.15	390.65	02/28/2030
91282CMU2	UNITED STATES TREASURY	U.S. Treasuries	3.99	AA+	5,000,000.00	5,002,148.44	5,002,148.44	5,004,687.50	2,539.06	03/31/2030
166764BY5	CHEVRON CORP	Corporate Bonds	4.04	AA-	6,000,000.00	5,572,080.00	5,572,080.00	5,544,780.00	-27,300.00	05/11/2030
91282CNK3	UNITED STATES TREASURY	U.S. Treasuries	3.82	AA+	7,500,000.00	7,519,628.91	7,519,628.91	7,467,773.47	-51,855.43	06/30/2030
91282CHR5	UNITED STATES TREASURY	U.S. Treasuries	3.68	AA+	5,000,000.00	5,069,726.56	5,069,726.56	5,000,781.25	-68,945.31	07/31/2030
223093VT9	COVINA-VALLEY CALIFORNIA UNIFIED SCHOOL DISTRICT	Municipal Bonds	3.94	AA	1,300,000.00	1,222,039.00	1,222,039.00	1,210,822.60	-11,216.40	08/01/2030
880591FE7	TENNESSEE VALLEY AUTHORITY	U.S. Agencies	3.95	AA+	5,000,000.00	4,984,075.00	4,984,075.00	4,962,400.00	-21,675.00	08/01/2030
3140Q0CX8	FN BZ4585	MBS	4.00	AA+	2,588,000.00	2,599,221.41	2,599,221.41	2,573,884.40	-25,337.01	08/01/2030
3140Q0KP6	FN BZ4801	MBS	4.04	AA+	6,410,000.00	6,459,076.56	6,459,076.56	6,382,048.55	-77,028.01	09/01/2030
17305EGS8	CCCIT 2018-A7 A7	Asset-Backed Securities	3.85	AAA	6,500,000.00	6,518,789.06	6,518,789.06	6,462,546.87	-56,242.19	10/15/2030
24422EYF0	JOHN DEERE CAPITAL CORP	Corporate Bonds	4.11	A	5,000,000.00	5,057,600.00	5,057,600.00	4,991,850.00	-65,750.00	10/15/2030
3140JBFJ0	FN BM6468	MBS	4.00	AA+	5,500,000.00	4,868,359.38	4,868,359.38	4,849,509.61	-18,849.77	11/01/2030
3140Q06A5	FN BZ5364	MBS	4.03	AA+	5,250,000.00	5,236,464.84	5,236,464.84	5,176,596.08	-59,868.76	11/01/2030
30303MAB8	META PLATFORMS INC	Corporate Bonds	4.17	AA-	5,000,000.00	5,005,950.00	5,005,950.00	4,940,000.00	-65,950.00	11/15/2030
14320HAD8	CARMX 2025-4 A3	Asset-Backed Securities	3.91	AAA	5,000,000.00	5,011,132.81	5,011,132.81	4,957,988.90	-53,143.91	12/16/2030
59217GFU8	METROPOLITAN LIFE GLOBAL FUNDING I	Corporate Bonds	4.35	AA-	5,000,000.00	5,001,100.00	5,001,100.00	4,938,000.00	-63,100.00	01/12/2031
3136GCG90	FEDERAL NATIONAL MORTGAGE ASSOCIATION	U.S. Agencies	3.88	AA+	1,750,000.00	1,750,000.00	1,750,000.00	1,715,595.00	-34,405.00	01/27/2031
3140Q2C97	FN BZ6395	MBS	4.01	AA+	6,000,000.00	5,951,953.13	5,951,953.13	5,888,694.18	-63,258.95	02/01/2031
66989HBG2	NOVARTIS CAPITAL CORP	Corporate Bonds	4.33	AA-	4,700,000.00	4,714,946.00	4,714,946.00	4,692,574.00	-22,372.00	03/18/2031
74368CCE2	PROTECTIVE LIFE GLOBAL FUNDING	Corporate Bonds	4.72	A+	5,000,000.00	5,023,650.00	5,023,650.00	4,992,550.00	-31,100.00	04/14/2031
92970QAK1	WFCIT 2026-1 A	Asset-Backed Securities	4.08	AAA	5,000,000.00	4,999,299.00	4,999,299.00	4,984,346.00	-14,953.00	04/15/2031
---	---	---	<b>3.93</b>	<b>AA-</b>	<b>408,385,532.50</b>	<b>405,765,818.75</b>	<b>405,765,818.75</b>	<b>405,076,340.72</b>	<b>-689,478.04</b>	<b>07/24/2028</b>

\* Weighted by: Market Value. \* Holdings Displayed by: Lot.



# MEEDER

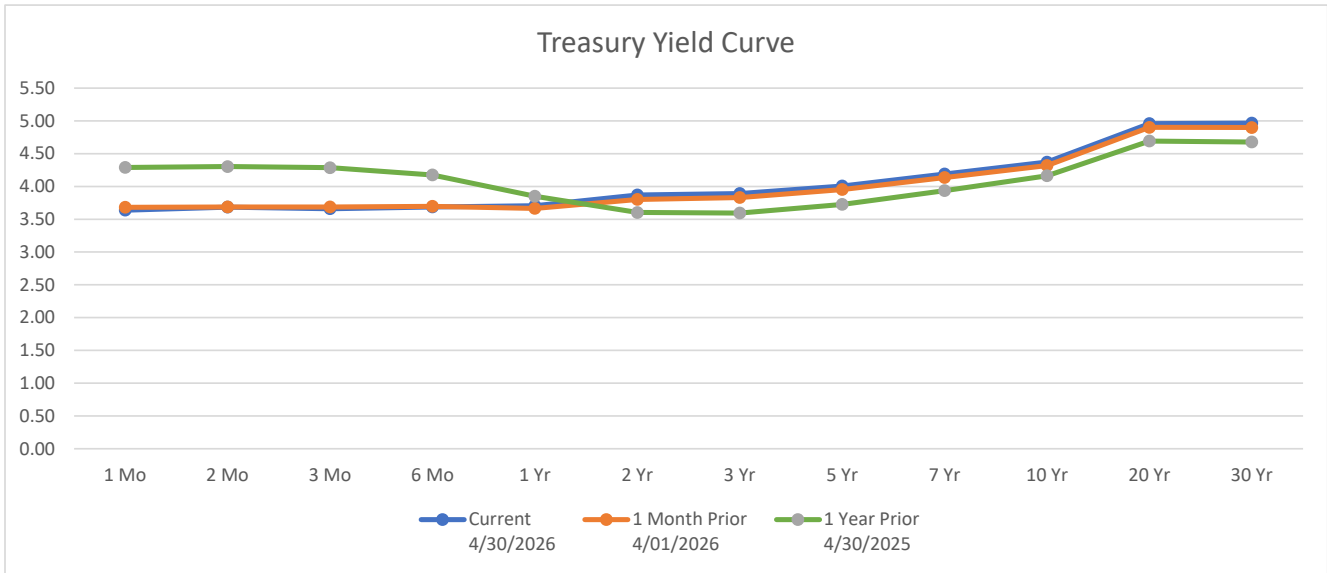
**PUBLIC FUNDS**

**Report:** Investment Activity Committee and Board Report  
**Account:** Irvine Ranch Water District (491783)  
**Date:** 04/01/2026 - 04/30/2026

Identifier	Security Description	Yield to Maturity	Coupon Rate	Trade Date	Settle Date	Final Maturity	Amount	Transaction Type
74368CCE2	PROTECTIVE 4.827 04/14/31 MTN	4.774	4.827	04/21/2026	04/22/2026	04/14/2031	(5,029,013.33)	Buy
92970QAK1	WFCIT-261-A	---	4.080	04/21/2026	04/27/2026	04/15/2031	(4,999,299.00)	Buy
806851AK7	SCHLUMBERGER HLD 3.900 05/17/28 '28	4.306	3.900	04/29/2026	04/30/2026	05/17/2028	(5,053,941.67)	Buy
04208DD91	Armada Funding Company, LLC 0.0 04/09/2026	0.000	0.000	04/09/2026	04/09/2026	04/09/2026	5,000,000.00	Maturity
931142FN8	WALMART 4.350 04/28/30 '30	4.034	4.350	04/21/2026	04/22/2026	04/28/2030	5,168,525.00	Sell
3133ER6D8	FED FARM CR BNKS 4.000 03/07/29	3.885	4.000	04/23/2026	04/24/2026	03/07/2029	5,043,211.11	Sell
91282CCE9	US TREASURY 1.250 05/31/28	3.945	1.250	04/29/2026	04/30/2026	05/31/2028	4,761,474.08	Sell

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## Exhibit "B"

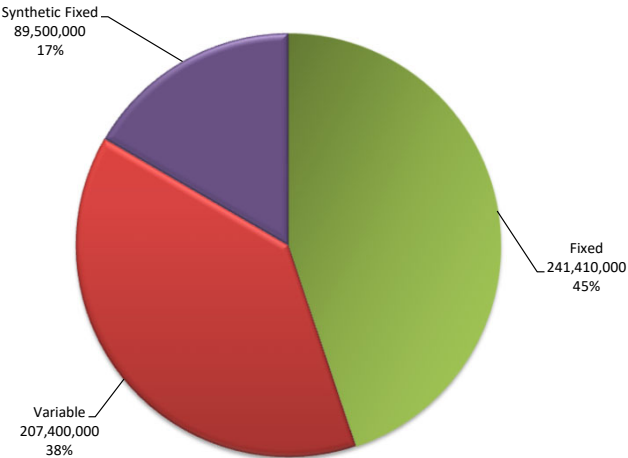


Tenor	Current 4/30/2026	1 Month Prior 4/01/2026	1 Year Prior 4/30/2025
1 Mo	3.64	3.68	4.29
2 Mo	3.68	3.69	4.30
3 Mo	3.66	3.69	4.29
6 Mo	3.69	3.70	4.17
1 Yr	3.71	3.67	3.85
2 Yr	3.87	3.80	3.60
3 Yr	3.89	3.83	3.60
5 Yr	4.01	3.95	3.73
7 Yr	4.19	4.14	3.94
10 Yr	4.37	4.32	4.16
20 Yr	4.96	4.90	4.69
30 Yr	4.97	4.90	4.68

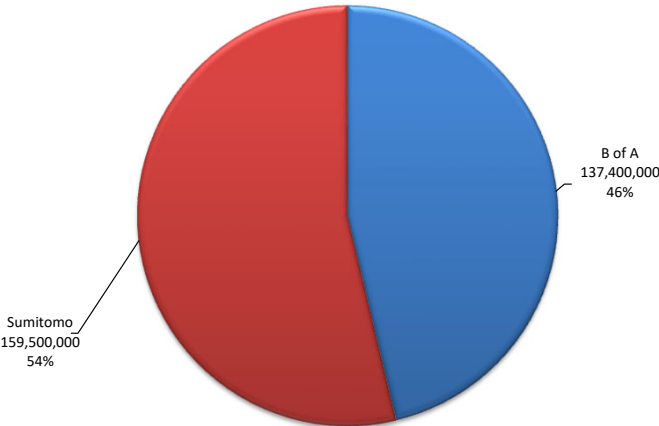
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Exhibit "C"  
**Irvine Ranch Water District**  
**Summary of Fixed and Variable Rate Debt**  
**April 2026**

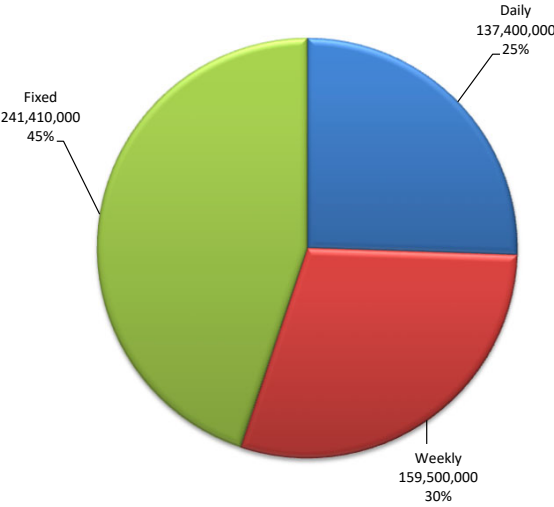
**Current Debt Mix By Type**



**Letters of Credit / Support**



**Current Debt Rate Reset**



**Outstanding Par by Series**

Series	Issue Date	Maturity Date	Remaining Principal	Percent	Letter of Credit/Support	Rmkt Agent	Mode	Reset
Series 2008-A Refunding	04/24/08	07/01/35	\$34,500,000	6.41%	Sumitomo	BAML	Variable	Weekly
Series 2025-A Refunding	07/15/25	05/01/40	\$125,000,000	23.22%	Sumitomo	BAML	Variable	Weekly
Series 2011-A-1 Refunding	04/15/11	10/01/37	\$34,440,000	6.40%	B of A	Goldman	Variable	Daily
Series 2011-A-2 Refunding	04/15/11	10/01/37	\$22,960,000	4.27%	B of A	Goldman	Variable	Daily
Series 2009 - A	06/04/09	10/01/41	\$40,000,000	7.43%	B of A	US Bank	Variable	Daily
Series 2009 - B	06/04/09	10/01/41	\$40,000,000	7.43%	B of A	Goldman	Variable	Daily
2016 COPS	09/01/16	03/01/46	\$92,030,000	17.10%	N/A	N/A	Fixed	Fixed
Series 2025-B Refunding	07/25/25	05/01/35	\$57,890,000	10.75%	N/A	N/A	Fixed	Fixed
Series 2016	10/12/16	02/01/46	\$91,490,000	17.00%	N/A	N/A	Fixed	Fixed
<b>Total</b>			<b>\$538,310,000</b>	<b>100.00%</b>				

**IRVINE RANCH WATER DISTRICT**  
**SUMMARY OF FIXED & VARIABLE RATE DEBT**

April-26

Daily
Weekly

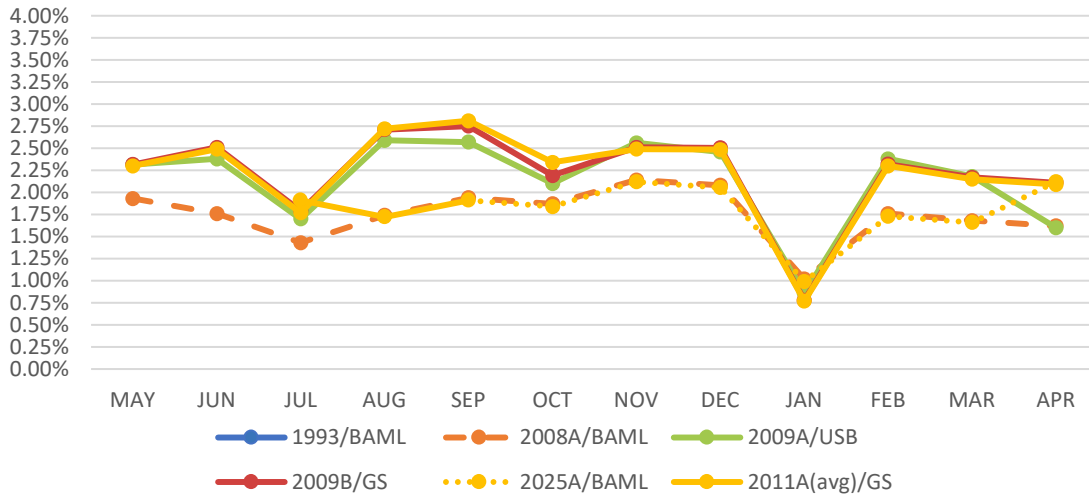
GENERAL BOND INFORMATION							LETTER OF CREDIT INFORMATION										TRUSTEE INFORMATION							
VARIABLE RATE ISSUES	Issue Date	Maturity Date	Principal Payment Date	Payment Date	Original Par Amount	Remaining Principal	Letter of Credit	Reimbursement Agreement Date	L/C Exp. Date	Prior Letter of Credit Bank	MOODYS	S&P	FITCH	LOC Stated Amount	LOC Fee	Annual LOC Cost	Rmkt Agent	Reset	Rmkt Fees	Annual Cost	Trustee			
SERIES 2008-A Refunding	04/24/08	07/01/35	Jul 1	5th Bus. Day	\$60,215,000	\$34,500,000	SUMITOMO	04/01/11	03/13/28	SUMITOMO	A1/P-1	A/A-1	A/F1	\$35,010,411	0.3400%	\$119,035	BAML	WED	0.07%	\$24,150	BANK OF NY			
SERIES 2025-A Refunding	07/15/25	05/01/40	May 1, 2035	1st Bus. Day	\$125,000,000	\$125,000,000	SUMITOMO	07/01/25	07/25/29	SUMITOMO	NA	A/A	A/F1	\$127,054,795	0.3150%	\$400,223	BAML	WED	0.07%	\$87,500	US BANK			
SERIES 2011-A-1 Refunding	04/15/11	10/01/37	Oct 1	1st Bus. Day	\$60,545,000	\$34,440,000	B of A	02/01/24	02/08/27	B of A	Aa1/VMIG1	A+/A-1	AAA/F1+	\$34,824,973	0.3200%	\$111,440	Goldman	DAILY	0.07%	\$24,108	BANK OF NY			
SERIES 2011-A-2 Refunding	04/15/11	10/01/37	Oct 1	1st Bus. Day	\$40,370,000	\$22,960,000	B of A	02/01/24	02/08/27	B of A	Aa1/VMIG1	A+/A-1	AAA/F1+	\$23,216,649	0.3200%	\$74,293	Goldman	DAILY	0.07%	\$16,072	BANK OF NY			
SERIES 2009 - A	06/04/09	10/01/41	Oct 1	1st Bus. Day	\$75,000,000	\$40,000,000	B of A	04/01/25	05/01/28	US BANK	Aa1/VMIG1	A+/A-1	AAA/F1+	\$40,447,123	0.3400%	\$137,520	US Bank	DAILY	0.07%	\$28,000	US BANK			
SERIES 2009 - B	06/04/09	10/01/41	Oct 1	1st Bus. Day	\$75,000,000	\$40,000,000	B of A	04/01/11	05/01/28	B of A	Aa1/VMIG1	A+/A-1	AAA/F1+	\$40,447,123	0.3400%	\$137,520	Goldman	DAILY	0.07%	\$28,000	US BANK			
					<b>\$436,130,000</b>	<b>\$296,900,000</b>	<b>SUB-TOTAL VARIABLE RATE DEBT</b>										<b>\$301,001,074</b>	<b>0.3256%</b>	<b>\$980,032</b>					
																	(Wt. Avg)			(Wt. Avg)				
FIXED RATE ISSUES																								
2016 COPS	09/01/16	03/01/46	Mar 1	Mar/Sept	\$116,745,000	\$92,030,000	N/A	N/A	N/A	N/A	NR	AAA	AAA	N/A	N/A	N/A	N/A	N/A	N/A	N/A	US BANK			
SERIES 2016	10/12/16	02/01/46	Feb 1	Feb/Aug	\$103,400,000	\$91,490,000	N/A	N/A	N/A	N/A	NR	AAA	AAA	N/A	N/A	N/A	N/A	N/A	N/A	N/A	BANK OF NY			
SERIES 2025B Refunding	07/15/25	05/01/35	May 1, 2026	May/Nov	\$57,890,000	\$57,890,000	N/A	N/A	N/A	N/A	NR	AAA	AAA	N/A	N/A	N/A	N/A	N/A	N/A	N/A	US BANK			
					<b>\$278,035,000</b>	<b>\$241,410,000</b>	<b>SUB-TOTAL FIXED RATE DEBT</b>																	
					<b>\$714,165,000</b>	<b>\$538,310,000</b>	<b>TOTAL- FIXED &amp; VARIABLE RATE DEBT</b>																	

Remarketing Agents			GO VS COP's		
Goldman	97,400,000	33%	GO:	446,280,000	83%
BAML	159,500,000	54%	COPS:	92,030,000	17%
US Bank	40,000,000	13%	Total	<u>538,310,000</u>	
	<u>296,900,000</u>				

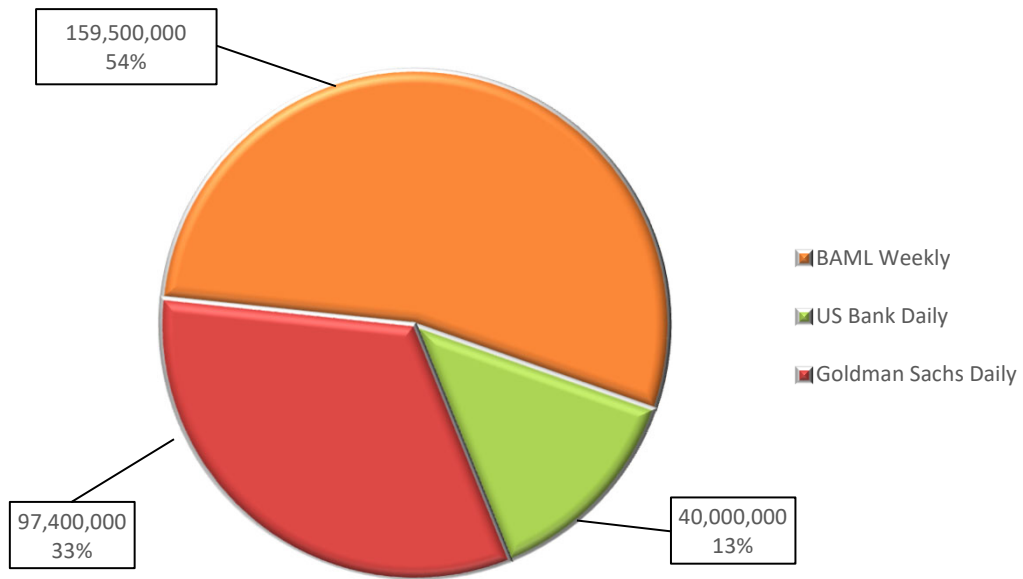
LOC Banks			Breakdown Between Variable & Fixed Rate Mode		
SUMITOMO	159,500,000	54%	Daily Issues	137,400,000	26%
BANK OF AMERICA	137,400,000	46%	Weekly Issues	159,500,000	30%
	<u>296,900,000</u>		Sub-Total	<u>296,900,000</u>	
			Fixed Rate Issues	\$241,410,000	45%
			Sub-Total - Fixed	<u>241,410,000</u>	
			TOTAL DEBT		
			FIXED & VAR.	<u>538,310,000</u>	100%

# Irvine Ranch Water District Summary of Remarketing Performance April 2026

All-in Variable Rate



Total Outstanding Principal By  
Remarketing Agent



SUMMARY OF DEBT RATES

Apr-26

Cusips	4636324K2	4636324Q9	4636324R7	4636324D8	4636325R6	4636324H9
Rmkt Agent	GOLDMAN	GOLDMAN	GOLDMAN	MERRILL LYNCH	MERRILL LYNCH	US BANK
Mode	DAILY	DAILY	DAILY	WEEKLY	WEEKLY	DAILY
Bond Issue	2009 - B	2011 A-1	2011 A-2	2008-A	2025 - A	2009-A
Par Amount	40,000,000	34,440,000	22,960,000	34,500,000	125,000,000	40,000,000
LOC Bank	BOFA	BOFA	BOFA	Sumitomo	Sumitomo	BOFA
Reset				Wednesday	Wednesday	
4/1/2026	1.20%	1.20%	1.20%	1.65%	1.65%	1.70%
4/2/2026	1.25%	1.25%	1.25%	1.70%	1.70%	1.50%
4/3/2026	1.25%	1.25%	1.25%	1.70%	1.70%	1.50%
4/4/2026	1.25%	1.25%	1.25%	1.70%	1.70%	1.50%
4/5/2026	1.25%	1.25%	1.25%	1.70%	1.70%	1.50%
4/6/2026	1.60%	1.60%	1.60%	1.70%	1.70%	1.50%
4/7/2026	1.60%	1.60%	1.60%	1.70%	1.70%	1.70%
4/8/2026	2.15%	2.15%	2.15%	1.70%	1.70%	2.10%
4/9/2026	2.80%	2.80%	2.80%	2.14%	2.14%	2.70%
4/10/2026	3.15%	3.15%	3.15%	2.14%	2.14%	3.10%
4/11/2026	3.15%	3.15%	3.15%	2.14%	2.14%	3.10%
4/12/2026	3.15%	3.15%	3.15%	2.14%	2.14%	3.10%
4/13/2026	3.15%	3.15%	3.15%	2.14%	2.14%	3.20%
4/14/2026	3.20%	3.20%	3.20%	2.14%	2.14%	3.25%
4/15/2026	3.30%	3.30%	3.30%	2.14%	2.14%	3.25%
4/16/2026	3.30%	3.30%	3.30%	3.00%	3.00%	3.15%
4/17/2026	3.30%	3.30%	3.30%	3.00%	3.00%	3.25%
4/18/2026	3.30%	3.30%	3.30%	3.00%	3.00%	3.25%
4/19/2026	3.30%	3.30%	3.30%	3.00%	3.00%	3.25%
4/20/2026	3.25%	3.25%	3.25%	3.00%	3.00%	3.20%
4/21/2026	3.30%	3.30%	3.30%	3.00%	3.00%	3.20%
4/22/2026	3.30%	3.30%	3.30%	3.00%	3.00%	3.20%
4/23/2026	3.30%	3.30%	3.30%	2.97%	2.97%	3.20%
4/24/2026	3.30%	3.30%	3.30%	2.97%	2.97%	3.20%
4/25/2026	3.30%	3.30%	3.30%	2.97%	2.97%	3.20%
4/26/2026	3.30%	3.30%	3.30%	2.97%	2.97%	3.20%
4/27/2026	3.20%	3.20%	3.20%	2.97%	2.97%	3.10%
4/28/2026	3.05%	3.05%	3.05%	2.97%	2.97%	3.00%
4/29/2026	3.05%	3.05%	3.05%	2.97%	2.97%	3.00%
4/30/2026	3.00%	3.00%	3.00%	2.45%	2.45%	3.05%
Avg Interest Rates	2.73%	2.73%	2.73%	2.43%	2.43%	2.74%
Rmkt Fee	0.07%	0.07%	0.07%	0.07%	0.07%	0.07%
LOC Fee	0.34%	0.32%	0.32%	0.34%	0.32%	0.34%
<b>All-In Rate</b>	<b>3.14%</b>	<b>3.12%</b>	<b>3.12%</b>	<b>2.84%</b>	<b>2.81%</b>	<b>3.15%</b>
Par Amount		97,400,000		159,500,000		40,000,000

Interest Rate Mode	Percent of Total Variable Rate Debt	Par Outstanding	Weighted All-In Average Rate	Base Rate Average
Daily	46.28%	137,400,000	3.14%	2.73%
Weekly	53.72%	159,500,000	2.82%	2.43%
	100.00%	<b>\$296,900,000</b>	2.96%	2.57%
<b>Fixed</b>				
COPS 2016	38.12%	92,030,000	2.90%	
SERIES 2025 B	23.98%	57,890,000	2.77%	
SERIES 2016	37.90%	91,490,000	3.32%	
	100.00%	<b>\$241,410,000</b>	3.03%	
All-In Debt Rate Including \$60 Million Notional Amount of Swaps				<b>3.21%</b>

REMARKETING AGENT PERFORMANCE COMPARISON


Apr-26

Daily Variable Rate Comparison
--------------------------------

Date	Goldman Sachs vs US Bank
4/1/2026	-0.50%
4/2/2026	-0.25%
4/3/2026	-0.25%
4/4/2026	-0.25%
4/5/2026	-0.25%
4/6/2026	0.10%
4/7/2026	-0.10%
4/8/2026	0.05%
4/9/2026	0.10%
4/10/2026	0.05%
4/11/2026	0.05%
4/12/2026	0.05%
4/13/2026	-0.05%
4/14/2026	-0.05%
4/15/2026	0.05%
4/16/2026	0.15%
4/17/2026	0.05%
4/18/2026	0.05%
4/19/2026	0.05%
4/20/2026	0.05%
4/21/2026	0.10%
4/22/2026	0.10%
4/23/2026	0.10%
4/24/2026	0.10%
4/25/2026	0.10%
4/26/2026	0.10%
4/27/2026	0.10%
4/28/2026	0.05%
4/29/2026	0.05%
3/30/2026	-0.05%
<b>Average Spread</b>	<b>-0.01%</b>

<b>Rmkt Agent</b>	GS / US Bank
<b>Mode</b>	Daily
<b>Bond Issue</b>	2011A & 2009B / 2009A
<b>Par Amount</b>	\$61.1MM & \$42.5MM / \$42.5MM
<b>LOC Bank</b>	Bank of America / Bank of America

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May 12, 2026  
Prepared by: A. Ulmer  
Submitted by: N. Adly  
Approved by: Paul A. Cook 

FINANCE AND PERSONNEL COMMITTEE

EXPENSES AND FEES OF BOARD MEMBERS AND GENERAL MANAGER  
PAID THROUGH THE THIRD QUARTER OF FISCAL YEAR 2025-26

SUMMARY:

Pursuant to the policy regarding Business Expense Reimbursement, Travel, Meeting Compensation, and Representation, staff has assembled for Committee review an Expense Summary, as provided in Exhibits “A” and “B”, for IRWD’s Board members and the General Manager through the third quarter of Fiscal Year (FY) 2025-26.

FISCAL IMPACTS:

Meeting fees through the third quarter totaled \$128,428 compared with the fiscal year budget of \$219,000 (through the third quarter). Conference and meeting-related travel expenses for both the Board of Directors and the General Manager totaled \$56,344 versus a budget of \$120,000. The remaining balance for travel expenses is \$63,666 for FY 2025-26.

The total cost for Board and General Manager conference, travel, and other District-related expenses, including meeting fees, throughout the second quarter FY 2025-26 is \$184,762 with a remaining budget of \$154,208 for the fiscal year.

ENVIRONMENTAL COMPLIANCE:

This item is not a project as defined in the California Environmental Quality Act (CEQA), Code of Regulations, Title 14, Chapter 3, Section 15378.

RECOMMENDATION:

Receive and file.

LIST OF EXHIBITS:

Exhibit “A” – Expense Summary Overview for the Board Members and General Manager  
Exhibit “B” – Expense Summaries by Individual

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Exhibit "A"



**Irvine Ranch Water District  
Conference/Seminar and Monthly Expense Summary  
Through the Third Quarter, FY 2025-26**

**All Board Members/General Manager**

Name	Registration	Airfare	Lodging	Meals	Taxi/Shuttle/	Parking	Other	Mileage Reimb		Reimb. To	Total
	Fees				Auto Rental	Fees		# Miles	Amount	District	
<b>Board Members:</b>											
Dan Ferons	2,753	617	1,218	-	-	120	-	403	288	-	4,995
Steven LaMar	3,855	2,564	5,344	285	706	685	5	902	634	-	14,077
Doug Reinhart	3,948	496	1,293	127	39	60	-	327	229	-	6,191
Peer Swan	8,690	2,749	5,283	90	41	591	-	1,027	732	-	18,177
John Withers	2,997	537	1,218	-	-	195	(625)	671	478	-	4,800
											-
											-
											-
											-
											-
<b>General Manager:</b>											
Paul Cook	3,623	1,503	1,259	783	149	55	722	-	-	-	8,094
											-
											-
<b>Total</b>	<b>\$ 25,867</b>	<b>\$ 8,466</b>	<b>\$ 15,614</b>	<b>\$ 1,285</b>	<b>\$ 934</b>	<b>\$ 1,706</b>	<b>\$ 102</b>	<b>3,330</b>	<b>\$ 2,360</b>	<b>\$ -</b>	<b>\$ 56,334</b>

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Steven LaMar

**Irvine Ranch Water District  
Conference/Seminar and Monthly Expense Summary  
Through the Third Quarter, FY 2025-26**

Paid	Date Incurred	Description/Location	Registration Fees	Airfare	Lodging	Meals	Taxi/Shuttle/ Auto Rental	Parking Fees	Other	Mileage Reimb		Reimb. By ACWA	Total
										# Miles	Amount		
<b>Monthly Expense Reports</b>													
	July 2025	Monthly Expense Report (no activity this period)											\$ -
	August 2025	Monthly Expense Report (no activity this period)											-
	September 2025	Monthly Expense Report (no activity this period)											-
	October 2025	Monthly Expense Report (no activity this period)											-
	November 2025	Monthly Expense Report (no activity this period)											-
	December 2025	Monthly Expense Report (no activity this period)											-
Paid	January 2026	Monthly Expense Report (981527)	160.00							99	71.85		231.85
	February 2026	Monthly Expense Report (no activity this period)											-
	March 2026	Monthly Expense Report (no activity this period)											-
	April 2026	Monthly Expense Report (no activity this period)											-
	May 2026	Monthly Expense Report (no activity this period)											-
	June 2026	Monthly Expense Report (no activity this period)											-
													-
													-
<b>Conferences/Seminars and Other Non-local Travel</b>													
Paid	07/14/2025	CCEEB Summer Issues Seminar Olympic Valley, CA July 14-17, 2025	2,075.00	580.96	977.10	24.58	367.26	130.00	-	54	37.80		4,192.70
Paid	08/05/2025	2025 Annual FIRO Workshop, La Jolla, CA August 5-7, 2025	-	-	742.60	9.14	-	84.00	-	149	104.09		939.83
Paid	08/20/2025	Urban Water Institute 2025 Conf., San Diego, CA August 20-22, 2025	595.00	-	584.48	66.02	-	30.00	-	166	116.20		1,391.70
Paid	10/01/2025	WEF Annual Water Summit, Sacramento, CA	275.00	324.96			82.86	30.00		53	37.10		749.92
	11/13/2025	Association of CA Water Agencies' Regions 8,9, &10 Irvine, CA 11/13-14/25	150.00					50.00					200.00
	11/20/2025	California Foundation on the Environment and the Economy Water Conference, Palm Springs, CA 11/20-21/2025			360.53					208	145.60		506.13
	12/01/2025	Association of California Water Agencies' 2025 Fall Conference & CW3E WAG, San Diego, CA 12/1-4/2025			755.22	85.76		102.99		173	120.89		1,064.86
Paid	12/16/2025	CRWUA 2025 Annual Conference, Las Vegas, NV December 16-18,2025	600.00	441.96	417.24	49.24	38.51	80.00					1,626.95
	12/30/2025	CFEE Abundance Forum, Sacramento, CA February 25-26, 2026		608.06	549.96	32.92	58.18	90.00					1,339.12
	12/30/2025	CFEE Energy Conference, Napa, CA February 4-6, 2026		607.96	956.48	17.42	158.70	88.00	5.00				1,833.56
<b>Total</b>			<b>\$ 3,855.00</b>	<b>\$ 2,563.90</b>	<b>\$ 5,343.61</b>	<b>\$ 285.08</b>	<b>\$ 705.51</b>	<b>\$ 684.99</b>	<b>\$ 5.00</b>	<b>901.50</b>	<b>\$ 633.53</b>	<b>\$ -</b>	<b>\$ 14,076.62</b>

\*Detail of Description/Location provided on Expense Report



**Irvine Ranch Water District  
Conference/Seminar and Monthly Expense Summary  
Through the Third Quarter, FY 2025-26**

Paid	Date Incurred	Description/Location	Registration Fees	Airfare	Lodging	Meals	Taxi/Shuttle/ Auto Rental	Parking Fees	Other	Mileage Reimb		Reimb. To District	Total	
										# Miles	Amount			
<b>Monthly Expense Reports</b>														
	July 2025	Monthly Expense Report (no activity this period)											\$ -	
	August 2025	Monthly Expense Report (no activity this period)											-	
	September 2025	Monthly Expense Report (no activity this period)											-	
	October 2025	Monthly Expense Report (no activity this period)	-										-	
	November 2025	Monthly Expense Report (no activity this period)											-	
	December 2025	Monthly Expense Report (no activity this period)											-	
Paid	January 2026	Monthly Expense Report (981527)	160.00										160.00	
	February 2026	Monthly Expense Report (no activity this period)											-	
	March 2026	Monthly Expense Report (no activity this period)											-	
	April 2026	Monthly Expense Report (no activity this period)											-	
	May 2026	Monthly Expense Report (no activity this period)											-	
	June 2026	Monthly Expense Report (no activity this period)											-	
													-	
													-	
<b>Conferences/Seminars and Other Non-local Travel</b>														
Paid	8/20/2025	Urban Water Institute 2025 Conf., San Diego, CA August 20-22,2025	595.00	-	584.48	50.00		60.00			161	112.84	1,402.32	
Paid	12/2/2025	ACWA Annual Fall Conference, San Diego, CA December 2-4, 2025	999.00		251.74						165	115.78	1,366.52	
Paid	12/16/2025	CRWUA 2025 Annual Conference, Las Vegas, NV December 16-18,2025	600.00	495.96	456.92	76.91	38.51						1,668.30	
Paid	12/18/2025	Registration for Urban Water Institute Conference, Indian Wells, CA February 25-27, 2025	595.00										595.00	
Paid	2/6/2026	ACWA Spring 2026 Conference, Sacramento, CA May 5-7, 2026	999.00										999.00	
													-	
													-	
													-	
													-	
													-	
													-	
<b>Total</b>			<b>\$ 3,948.00</b>	<b>\$ 495.96</b>	<b>\$ 1,293.14</b>	<b>\$ 126.91</b>	<b>\$ 38.51</b>	<b>\$ 60.00</b>	<b>\$ -</b>		<b>327</b>	<b>\$ 228.62</b>	<b>\$ -</b>	<b>\$ 6,191.14</b>

\*Detail of Description/Location provided on Expense Report



Peer Swan

**Irvine Ranch Water District  
Conference/Seminar and Monthly Expense Summary  
Through the Third Quarter, FY 2025-26**

Paid	Date Incurred	Description/Location	Registration Fees	Airfare	Lodging	Meals	Taxi/Shuttle/ Auto Rental	Parking Fees	Other	Mileage Reimb		Reimb. By ACWA	Total	
										# Miles	Amount			
<b>Monthly Expense Reports *</b>														
Paid	July 2025	Monthly Expense Report (no activity this period)											\$ -	
	August 2025	Monthly Expense Report (no activity this period)											-	
	September 2025	Monthly Expense Report (no activity this period)											-	
	October 2025	Monthly Expense Report (no activity this period)											-	
	November 2025	Monthly Expense Report (no activity this period)											-	
	December 2025	Monthly Expense Report (no activity this period)											-	
	January 2026	Monthly Expense Report (no activity this period)	253.38											253.38
	February 2026	Monthly Expense Report (no activity this period)												-
	March 2026	Monthly Expense Report (no activity this period)												-
	April 2026	Monthly Expense Report (no activity this period)												-
	May 2026	Monthly Expense Report (no activity this period)												-
	June 2026	Monthly Expense Report (no activity this period)												-
<b>Conferences/Seminars and Other Non-local Travel</b>														
Paid	07/30/2025	CASA 2025 Annual Conference, San Diego, CA July 30-August 1, 2025	750.00		788.72			110.00			179	125.44		1,774.16
Paid	08/20/2025	Urban Water Institute 2025 Conf., San Diego, CA August 19-22, 2025	595.00		876.72			45.00			175	122.36		1,639.08
Paid	09/08/2025	Water Education Foundation Klamath River Tour, Sacramento, CA September 22-25, 2025	1,849.00	532.96			41.45	150.00						2,573.41
Paid	12/1/2025	ACWA Annual Fall Conference, San Diego, CA December 2-4, 2025	999.00		755.22			90.00			179	125.86		1,970.08
Paid	10/1/2025	Water Education Foundation 2025 Water Summit, Sacramento, CA October 1, 2025	275.00	830.96		10.00		30.00						1,145.96
Paid	12/16/2026	CRWUA 2025 Annual Conference, Las Vegas, NV December 16-18, 2025	600.00	455.96	417.24	39.91		76.00						1,589.11
Paid	12/17/2025	Water Education Foundation Registration for Lower Colorado River Tour with Souther California Option - March 11-13, 2026	1,199.00											1,199.00
Paid	12/17/2025	Registration for Urban Water Institute Conference, Indian Wells, CA February 25-27, 2026	595.00		714.06			60.00			246	178.35		1,547.41
Paid	12/17/2025	Registration for California Association of Sanitation Agencies' 2026 Winter Conference - Indian Wells, CA January 14-16, 2026	750.00		828.96			30.00			248	179.80		1,788.76
Paid	12/18/2025	Registration for Caloifornia Association of Sanitation Agencies' 2026 Washington D.C. Conference February 23-24, 2026	775.00	929.49	902.10	40.00								2,646.59
Paid	2/18/2026	Water Education Foundation for Lower Colorado River Tour March 11-13, 2026 (Refund less \$50.00 procesising fee for Cancelation)	50.00											50.00
<b>Total</b> *Detail of Description/Location provided on Expense Report			<b>\$ 8,690.38</b>	<b>\$ 2,749.37</b>	<b>\$ 5,283.02</b>	<b>\$ 89.91</b>	<b>\$ 41.45</b>	<b>\$ 591.00</b>	<b>\$ -</b>	<b>1,027</b>	<b>\$ 731.81</b>	<b>\$ -</b>	<b>\$ 18,176.94</b>	



**Irvine Ranch Water District  
Conference/Seminar and Monthly Expense Summary  
Through the Third Quarter, FY 2025-26**

Paid	Date Incurred	Description/Location	Registration Fees	Airfare	Lodging	Meals	Taxi/Shuttle/ Auto Rental	Parking Fees	Other	Mileage Reimb		Reimb. By ACWA	Total
										# Miles	Amount		
<b>Monthly Expense Reports</b>													
Paid	July 2025	Monthly Expense Report (952220)	30.00							170	119.00	\$	149.00
Paid	August 2025	Monthly Expense Report (952221)	30.00									\$	30.00
	September 2025	Monthly Expense Report (no activity this period)											-
Paid	October 2025	Monthly Expense Report (965402, 965405)	310.52					50.00	25.00				385.52
	November 2025	Monthly Expense Report (no activity this period)											-
	December 2025	Monthly Expense Report (no activity this period)											-
Paid	January 2026	Monthly Expense Report (981527)	225.00							101	73.23		298.23
Paid	February 2026	Monthly Expense Report (981541)	40.00										40.00
Paid	March 2026	Monthly Expense Report (982508)											-
	April 2026	Monthly Expense Report (no activity this period)											-
	May 2026	Monthly Expense Report (no activity this period)											-
	June 2026	Monthly Expense Report (no activity this period)											-
<b>Conferences/Seminars and Other Non-local Travel</b>													
Paid	07/30/2025	CASA 2025 Annual Conference, San Diego, CA July 30 - August 1, 2025	750.00						(650.00)				100.00
Paid	12/2/2025	ACWA Annual Fall Conference, San Diego, CA December 2-4, 2025	999.00		503.49			85.00		171	119.91		1,707.40
Paid	12/22/2025	Urban Water Institute Conference, Indian Wells, CA February 25-27, 2026	612.85		714.06			60.00		229	166.03		1,552.94
Paid	3/16/2026	ACWA Spring 2026 Conference, Sacramento, CA May5-6, 2026		536.80									536.80
													-
													-
													-
													-
													-
													-
<b>Total</b>			<b>\$ 2,997.37</b>	<b>\$ 536.80</b>	<b>\$ 1,217.55</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 195.00</b>	<b>\$ (625.00)</b>	<b>671</b>	<b>\$ 478.17</b>	<b>\$ -</b>	<b>\$ 4,799.89</b>

\*Detail of Description/Location provided on Expense Report




**Irvine Ranch Water District  
Conference/Seminar and Monthly Expense Summary  
Through the Third Quarter, FY 2025-26**

Paul Cook

Paid	Date Incurred	Description/Location	Registration Fees	Airfare	Lodging	Meals	Taxi/Shuttle/ Auto Rental	Parking Fees	Other	Mileage Reimb		Reimb. By ACWA	Total
										# Miles	Amount		
<b>Monthly Expense Reports</b>													
Paid	July 2025	Monthly Expense Report (949184)				\$ 254.52			\$ 13.45				\$ 267.97
	August 2025	Monthly Expense Report (no activity this period)											
Paid	September 2025	Monthly Expense Report (957201)	999.00			111.20			709.00				1,819.20
Paid	October 2025	Monthly Expense Report (959433)		428.95		67.71							496.66
Paid	November 2025	Monthly Expense Report (961379)		(428.95)		88.25							(340.70)
Paid	December 2025	Monthly Expense Report (968362)			281.74	98.26		55.00					435.00
Paid	January 2026	Monthly Expense Report (974368)	1,625.00	964.92									2,589.92
Paid	February 2026	Monthly Expense Report (980452)	999.00	537.80	435.09		101.50						2,073.39
Paid	March 2026	Monthly Expense Report (982510, 984577)			542.33	163.03	47.00						752.36
	April 2026	Monthly Expense Report (no activity this period)											-
	May 2026	Monthly Expense Report (no activity this period)											-
	June 2026	Monthly Expense Report (no activity this period)											-
<b>Conferences/Seminars and Other Non-local Travel</b>													
													-
													-
													-
													-
													-
													-
													-
													-
<b>Total</b>			<b>\$ 3,623.00</b>	<b>\$ 1,502.72</b>	<b>\$ 1,259.16</b>	<b>\$ 782.97</b>	<b>\$ 148.50</b>	<b>\$ 55.00</b>	<b>\$ 722.45</b>	-	\$ -	\$ -	<b>\$ 8,093.80</b>

\*Detail of Description/Location provided on Expense Report

May 12, 2026  
Prepared by: B. Powell / C. Smithson  
Submitted by: N. Adly  
Approved by: Paul A. Cook 

FINANCE AND PERSONNEL COMMITTEE

OPERATING AND NON-OPERATING FINANCIAL HIGHLIGHTS UPDATE  
THROUGH THIRD QUARTER OF FISCAL YEAR 2025-26

SUMMARY:

Staff has prepared a financial analysis of the unaudited operating statements for Fiscal Year (FY) 2025-26. Operating net revenue was \$162.8 million and total system operating expenses were \$166.9 million resulting in net operating loss of \$4.1 million, compared to a budgeted loss of \$2.6 million. Consolidated expenses, including capital, were \$181.5 million and \$2.1 million unfavorable compared to budget (as shown in Exhibit “B”). Non-operating net income was \$88.5 million, which was \$15.6 million favorable compared to budget.

BACKGROUND:

Details of unaudited actual results for FY 2025-26 are provided in the following documents:

- Operating revenues and expenses by system, provided as Exhibit “A”;
- Operating expenses, provided as Exhibit “B”; and
- Non-operating revenues and expenses, provided as Exhibit “C”.

Summary of Operating Revenues and Expenses:

Net revenue was \$162.8 million and operating expenses were \$166.9 million resulting in a net operating loss for FY 2025-26 of \$4.1 million through the third quarter. This \$4.1 million operating loss was above the budgeted operating loss of \$2.6 million resulting in a net budget to actual variance of \$1.5 million due to lower sales in recycled water and increases in purchased water and ancillary sewer treatment costs. (IRWD typically budgets for an operating loss through the third quarter of the fiscal year due to the timing of water purchases relative to water sales.) Exhibit “A” shows a detailed comparison and explanations for significant variances of actual to budget revenues and expenses by system for FY 2025-26. A summary by system is outlined below.

*Potable Water System:*

Net revenues were above budget by \$2.8 million and total expenses were above budget by \$3.0 million, primarily due to imported water being purchased to replace less expensive pumped groundwater. *Potable Water System* sales were 255 AF and \$6.6 million above budget.

The following expense was over budget by more than \$0.5 million:

- Water: \$6.5M.

The following expenses were below budget by more than \$0.5 million:

- Salaries and Benefits: \$1.1M; and
- All other Operating Expense: \$2.2M.

Additional information is provided in Exhibit “A” (pages A-2 and A-3).

*Recycled Water System:*

Net revenues were below budget by \$4.2 million and total expenses were below budget by \$1.1 million. *Recycled Water System* sales were 3,095 AF and \$0.6 million below budget, primarily due to lower landscape irrigation sales and ongoing conservation efforts.

The following expense was over budget by more than \$0.5 million:

- Salaries and Benefits: \$0.5M.

The following expenses were below budget by more than \$0.5 million:

- Water: \$0.5M; and
- All Other Operating Expenses: \$1.2M.

Additional information is provided in Exhibit “A” (pages A-4 and A-5).

*Sewer System:*

Net revenues were above budget by \$2.7 million and total expenses were over budget by \$0.8 million. *Sewer System* fixed service charges were above budget by \$3.9 million.

The following expense was over budget by more than \$0.5 million:

- Repairs and Maintenance – OC San: \$5.4M.

The following expenses were below budget by more than \$0.5 million:

- All Other Repairs and Maintenance: \$1.6M; and
- All Other Operating Expense: \$2.6M.

Additional information is provided in Exhibit “A” (page A-6).

*Conservation, Natural Treatment System (NTS), and Water Banking (Over-allocation Fund):*

Net revenues were below budget by \$1.9 million, and total expenses were below budget by \$1.8 million. Over-allocation, revenue was below budget by \$1.9 million.

The following expenses were below budget by more than \$0.5 million:

- Repairs and Maintenance: \$0.6M; and
- All Other Operating Expense: \$1.3M.

Additional information is provided in Exhibit “A-7”.

Summary of Operating Expenses:

Exhibit “B” includes a summary of actual versus budgeted expenses by major category, including capital, for FY 2025-26. Net operating expenses were \$181.5 million, which is \$2.1 million below budget. Additional information is provided on page B-2 of this exhibit. Salary and employee benefits information is provided on page B-3 of this exhibit.

Summary of Non-Operating Revenues and Expenses:

Exhibit “C” is a summary of non-operating revenues and expenses. IRWD’s non-operating revenues are income generated from sources other than user rates. These include property taxes, investment income, connection fees, and real estate. A portion of the non-operating revenue pays for debt service. Property taxes and connection fees are used to pay for new infrastructure.

The non-operating net income was \$88.5 million, which was favorable to budget by \$15.6 million. Revenues were above budget by \$13.2 million and expenses were below budget by \$2.3 million.

FISCAL IMPACTS:

Fiscal impacts are outlined above and are included in the exhibits provided.

ENVIRONMENTAL COMPLIANCE:

This item is not a project as defined in the California Environmental Quality Act (CEQA), Code of Regulations, Title 14, Chapter 3, Section 15378.

RECOMMENDATION:

Receive and file.

LIST OF EXHIBITS:

Exhibit “A” – Actual to Budget Operating Revenues and Expenses by System  
Exhibit “B” – Consolidated Actual to Budget and Operating Expenses  
Exhibit “C” – Consolidated Actual to Budget and Non-Operating Net Income

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**Exhibit "A"**  
**Actual vs Budget Operating Net Income by System**  
**Through the Third Quarter of Fiscal Year 2025-26**  
(in thousands)

<b>All Systems Combined</b>			
<b>Revenues:</b>	<b>Actual</b>	<b>Budget</b>	<b>Variance</b>
Commodity	\$ 79,281	\$ 83,286	\$ (4,005)
Fixed Service Charges and Other	113,973	109,421	4,552
<b>Total Revenues</b>	<b>\$ 193,254</b>	<b>\$ 192,707</b>	<b>\$ 547</b>
Contribution to Enhancement and Replacement Funds	(30,490)	(29,314)	(1,176)
Additional Contributions	-	-	-
<b>Net Revenues</b>	<b>\$ 162,764</b>	<b>\$ 163,393</b>	<b>\$ (629)</b>
<b>Expenses:</b>			
Salaries and Benefits	\$ 44,422	\$ 45,356	\$ 934
Water	45,872	39,873	(5,999)
Electricity	18,909	19,151	242
Repairs and Maintenance - OC San Sewer	8,850	3,467	(5,383)
All Other Repairs and Maintenance	11,068	13,092	2,024
All Other Operating Expense	37,750	45,102	7,352
<b>Total Expenses</b>	<b>\$ 166,871</b>	<b>\$ 166,041</b>	<b>\$ (830)</b>
<b>Net Operating Income (Loss)</b>	<b>\$ (4,107)</b>	<b>\$ (2,648)</b>	<b>\$ (1,459)</b>

**Actual vs Budget Operating Net Income by System**  
**Through the Third Quarter of Fiscal Year 2025-26**  
(in thousands)

<b>Potable (treated and untreated systems)</b>			
<b>Revenues:</b>	<b>Actual</b>	<b>Budget</b>	<b>Variance</b>
Commodity	\$ 51,368	\$ 49,083	\$ 2,285
Fixed Service Charges and Other	42,380	41,906	474
<b>Total Revenues</b>	<b>\$ 93,748</b>	<b>\$ 90,989</b>	<b>\$ 2,759</b>
Contribution to Enhancement and Replacement Funds	(8,027)	(8,030)	3
<b>Net Revenues</b>	<b>\$ 85,721</b>	<b>\$ 82,959</b>	<b>\$ 2,762</b>
<b>Expenses:</b>			
Salaries and Benefits	\$ 17,421	\$ 18,502	\$ 1,081
Water	40,300	33,754	(6,546)
Electricity	10,932	11,247	315
Repairs and Maintenance	4,401	4,314	(87)
All Other Operating Expense	13,550	15,781	2,231
<b>Total Expenses</b>	<b>\$ 86,604</b>	<b>\$ 83,598</b>	<b>\$ (3,006)</b>
<b>Net Operating Income (Loss)</b>	<b>\$ (883)</b>	<b>\$ (639)</b>	<b>\$ (244)</b>

**Revenues:**

**Commodity Revenue was over budget by \$2.3M due to:**

- Income from wholesale water exceeded budget expectations
- Income from PVID water banking exceeded budget by over \$0.5 million.

**Expenses:**

**Salaries and Benefits was under budget by \$1.1M due to:**

- COLA salary adjustments and health benefits costs were lower than budgeted.

**Water expense was over budget by \$6.5M due to:**

- Imported water was used to meet demands and offset low pumped water production.

**All Other Operating Expense was under budget by \$2.2M due to:**

- O&M costs were below budget estimate due to lower chemical costs and less allocated costs related to building maintenance and customer service.

**Actual vs Budget Operating Net Income by System  
Through the Third Quarter of Fiscal Year 2025-26**

<b>Potable (treated and untreated systems)</b>						
	<b>Acre Feet (AF)</b>			<b>Cost (in Millions)</b>		
	<b>Actual</b>	<b>Budget</b>	<b>Variance</b>	<b>Actual</b>	<b>Budget</b>	<b>Variance</b>
<b>Treated</b>						
Pumped	30,261	35,684	5,423	\$22.0	\$25.4	\$3.4
Imported	6,738	1,639	(5,099)	14.7	4.3	(10.4)
Baker Treatment Plant (Baker)	4,828	5,400	572	5.3	5.6	0.3
<b>Total Treated</b>	<b>41,827</b>	<b>42,723</b>	<b>896</b>	<b>42.0</b>	<b>35.3</b>	<b>(6.7)</b>
<b>Untreated</b>						
Native Water	4,066	1,830	(2,236)	1.6	0.7	(0.9)
Imported	187	1,958	1,771	0.4	1.7	1.3
Baker ILP	-	-	-	-	-	0.0
Transfer to Recycled	(3,409)	(3,703)	(294)	(3.7)	(4.0)	(0.3)
Evaporation	(542)	-	542	-	-	
<b>Total Untreated</b>	<b>302</b>	<b>85</b>	<b>(217)</b>	<b>(1.7)</b>	<b>(1.6)</b>	<b>0.1</b>
<b>Total</b>	<b>42,129</b>	<b>42,808</b>	<b>679</b>	<b>\$ 40.3</b>	<b>\$ 33.7</b>	<b>\$ (6.6)</b>
Process Waste and System Loss	(3,056)	(3,480)	(424)			
<b>Sales/Cost of Sales</b>	<b>39,073</b>	<b>39,328</b>	<b>255</b>	<b>\$ 40.3</b>	<b>\$ 33.7</b>	<b>\$ (6.6)</b>
Baker Partners Reimbursement	-			-		0.0
<b>Total</b>				<b>\$ 40.3</b>	<b>\$ 33.7</b>	<b>\$ (6.6)</b>

**Pumped Water usage and costs were under budget by \$3.4M due to:**

- Pumped production was under budget mainly due to equipment being offline for maintenance repairs (related to MWD issues).

**Import Water usage and costs were over budget by \$10.4M due to:**

- Imported water was used to meet demands and offset low pumped water production.

**Native and Untreated Imported water usage and costs had offsetting variances due to:**

- Less expensive native water replaced imported untreated water.

**Actual vs Budget Operating Net Income by System  
Through the Third Quarter of Fiscal Year 2025-26**

(in thousands)

<b>Recycled</b>			
<b>Revenues:</b>	<b>Actual</b>	<b>Budget</b>	<b>Variance</b>
Commodity	\$ 16,144	\$ 20,566	\$ (4,422)
Fixed Service Charges and Other	8,459	8,251	208
<b>Total Revenues</b>	<b>\$ 24,603</b>	<b>\$ 28,817</b>	<b>\$ (4,214)</b>
Contribution to Enhancement and Replacement Funds	(1,081)	(1,084)	3
<b>Net Revenues</b>	<b>\$ 23,522</b>	<b>\$ 27,733</b>	<b>\$ (4,211)</b>
<b>Expenses:</b>			
Salaries and Benefits	\$ 7,764	\$ 7,233	\$ (531)
Water	5,572	6,119	547
Electricity	4,778	4,765	(13)
Repairs and Maintenance	1,236	1,126	(110)
All Other Operating Expense	7,529	8,755	1,226
<b>Total Expenses</b>	<b>\$ 26,879</b>	<b>\$ 27,998</b>	<b>\$ 1,119</b>
<b>Net Operating Income (Loss)</b>	<b>\$ (3,357)</b>	<b>\$ (265)</b>	<b>\$ (3,092)</b>

**Revenues:**

**Commodity Revenue was under budget by \$4.4M due to:**

- Sales are below budget in landscape irrigation.

**Expenses:**

**Salaries and Benefits was over budget by \$0.5M due to:**

- Labor costs for certain system processes exceeded budget.

**Water expense was under budget by \$0.5M due to:**

- Recycled water demands were lower than expected.

**All Other Operating Expense was under budget by \$1.2M due to:**

- O&M costs were below budget estimate due to lower chemical costs and less allocated costs related to building maintenance and customer service.

**Actual vs Budget Operating Net Income by System  
Through the Third Quarter of Fiscal Year 2025-26**

**Recycled**

	Acre Feet (AF)			Cost (in Millions)		
	Actual	Budget	Variance	Actual	Budget	Variance
Produced/Storage	14,712	18,190	3,478	\$ -	\$ -	\$ -
Untreated Supplemental Pumped	3,409	3,703	294	3.7	4.0	0.3
	2,569	2,995	426	1.8	2.1	0.3
<b>Total</b>	<b>20,690</b>	<b>24,888</b>	<b>4,198</b>	<b>\$ 5.5</b>	<b>\$ 6.1</b>	<b>\$ 0.6</b>
Process Waste and System Loss	(550)	(1,653)	(1,103)			
<b>Sales/Cost of Sales</b>	<b>20,140</b>	<b>23,235</b>	<b>3,095</b>	<b>\$ 5.5</b>	<b>\$ 6.1</b>	<b>\$ 0.6</b>

**Actual vs Budget Operating Net Income by System**  
**Through the Third Quarter of Fiscal Year 2025-26**  
(in thousands)

<b>Sewer</b>			
<b>Revenues:</b>	<b>Actual</b>	<b>Budget</b>	<b>Variance</b>
Fixed Service Charges and Other	\$ 63,134	\$ 59,264	\$ 3,870
<b>Total Revenues</b>	<b>63,134</b>	<b>59,264</b>	<b>3,870</b>
Contribution to Enhancement and Replacement Funds	(21,382)	(20,200)	(1,182)
<b>Net Revenues</b>	<b>\$ 41,752</b>	<b>\$ 39,064</b>	<b>\$ 2,688</b>
<b>Expenses:</b>			
Salaries and Benefits	\$ 14,908	\$ 15,369	\$ 461
Electricity	3,018	2,927	(91)
Repairs and Maintenance - OC San	8,850	3,467	(5,383)
All Other Repairs and Maintenance	2,695	4,343	1,648
All Other Operating Expense	11,737	14,338	2,601
<b>Total Expenses</b>	<b>\$ 41,208</b>	<b>\$ 40,444</b>	<b>\$ (764)</b>
<b>Net Operating Income (Loss)</b>	<b>\$ 544</b>	<b>\$ (1,380)</b>	<b>\$ 1,924</b>

**Revenues:**

**Fixed Service Charges and Other was over budget by \$3.9M due to:**

- Customer demand changes resulted in a shift between sewer blocks or tiers (0-5 ccf, 6-10 ccf, >10 ccf) not anticipated in the budget.

**Expenses:**

**Repairs and Maintenance - OC San was over budget by \$5.4M due to:**

- Sewer flows were diverted in Q3 increasing the cost to OC San.

**All Other Repairs and Maintenance was under budget by \$1.6M due to:**

- Due to the delivery timing of needed repair materials and parts extending beyond the quarter period.

**All Other Operating Expense was under budget by \$2.6M due to:**

- Due to reduced chemical use (due in part to diversion of sewage to OC San)

Costs allocated to building maintenance and customer service were below budget for each system.

**Actual vs Budget Operating Net Income by System**  
**Through the Third Quarter of Fiscal Year 2025-26**  
(in thousands)

<b>Conservation, NTS and Water Banking (Over-Allocation Fund)</b>			
<b>Revenues:</b>	<b>Actual</b>	<b>Budget</b>	<b>Variance</b>
Commodity	\$ 11,769	\$ 13,637	\$ (1,868)
<b>Total Revenues</b>	<b>11,769</b>	<b>13,637</b>	<b>(1,868)</b>
Contribution to Enhancement and Replacement Funds	-	-	-
<b>Net Revenues</b>	<b>\$ 11,769</b>	<b>\$ 13,637</b>	<b>\$ (1,868)</b>
<b>Expenses:</b>			
Salaries and Benefits	\$ 4,329	\$ 4,252	\$ (77)
Electricity	181	212	31
Repairs and Maintenance	2,736	3,309	573
All Other Operating Expense	4,934	6,228	1,294
<b>Total Expenses</b>	<b>\$ 12,180</b>	<b>\$ 14,001</b>	<b>\$ 1,821</b>
<b>Net Operating Income (Loss)</b>	<b>\$ (411)</b>	<b>\$ (364)</b>	<b>\$ (47)</b>

**Revenues:**

**Commodity Revenue was under budget by \$1.9M due to:**

- Lower over-allocation sales of potable and recycled water to commercial customers led to a decrease in actual revenue.

**Expenses:**

**Repairs and Maintenance was under budget by \$0.6M due to:**

- Due to favorable exchange opportunities in water banking, and procurement of landscaping contracts below estimated costs.

**All Other Operating expense was under budget by \$1.3M due to:**

- Timing of rebate program payments.

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**Exhibit "B"**

**Irvine Ranch Water District  
Consolidated Operating Expenses**  
(in thousands)

Through the Third Quarter of Fiscal Year 2025-26

FY 2025-26 Full Year

Expense Name	Through the Third Quarter of Fiscal Year 2025-26		Actual vs Budget		FY 2025-26 Full Year		
	Actual	Budget	Actual vs Budget	Actual vs Budget %	Forecast	Budget	Forecast vs Budget %
Regular Labor	\$ 38,479	\$ 39,766	\$ 1,287	3.2%	\$ 53,518	\$ 53,518	100.0%
Overtime Labor	3,515	3,403	(112)	-3.3%	4,537	4,537	100.0%
Contract Labor	634	688	54	7.8%	920	920	100.0%
Employee Benefits	22,390	23,785	1,395	5.9%	31,188	31,688	98.4%
<b>Salaries &amp; Benefits Total</b>	<b>\$ 65,018</b>	<b>\$ 67,641</b>	<b>\$ 2,623</b>	<b>3.9%</b>	<b>\$ 90,163</b>	<b>\$ 90,663</b>	<b>3.9%</b>
Water	45,872	39,873	(5,999)	-15.0%	61,796	56,296	109.8%
Electricity	19,378	19,765	387	2.0%	25,737	26,237	98.1%
Fuel	817	946	129	13.6%	1,261	1,261	100.0%
Telecommunication	710	711	1	0.1%	947	947	100.0%
Other Utilities	634	331	(303)	-91.3%	442	442	100.0%
<b>Water &amp; Utilities Total</b>	<b>\$ 67,411</b>	<b>\$ 61,625</b>	<b>\$ (5,786)</b>	<b>-9.4%</b>	<b>\$ 90,183</b>	<b>\$ 85,183</b>	<b>-9.4%</b>
Chemicals	5,985	7,823	1,838	23.5%	8,930	10,430	85.6%
Operating Supplies	3,379	2,517	(862)	-34.3%	3,360	3,360	100.0%
Printing	239	293	54	18.5%	391	391	100.0%
Postage	410	384	(26)	-6.9%	511	511	100.0%
Permits, Licenses and Fees	2,375	2,291	(84)	-3.7%	2,751	2,751	100.0%
Office Supplies	67	74	7	9.4%	99	99	100.0%
Duplicating Equipment	93	96	3	2.8%	128	128	100.0%
Equipment Rental	56	48	(8)	-15.6%	65	65	100.0%
<b>Materials &amp; Supplies Total</b>	<b>\$ 12,604</b>	<b>\$ 13,525</b>	<b>\$ 921</b>	<b>6.8%</b>	<b>\$ 16,235</b>	<b>\$ 17,735</b>	<b>6.8%</b>
Rep & Maint OC SAN & Others	9,260	4,623	(4,637)	-100.3%	10,662	6,162	173.0%
Rep & Maint IRWD	12,167	13,603	1,436	10.6%	16,659	18,159	91.7%
Insurance	2,861	3,938	1,077	27.4%	4,251	5,251	81.0%
Legal Fees	637	2,080	1,443	69.4%	1,774	2,774	64.0%
Engineering Fees	658	988	330	33.4%	1,264	1,264	100.0%
Accounting Fees	(15)	79	94	119.0%	105	105	100.0%
Data Processing	5,271	4,222	(1,049)	-24.9%	6,629	5,629	117.8%
Personnel Training	1,013	1,641	628	38.3%	2,175	2,175	100.0%
Personnel Physicals	11	36	25	69.1%	48	48	100.0%
Other Professional Fees	4,623	5,449	826	15.2%	6,262	7,262	86.2%
Directors' Fees	128	164	36	22.1%	219	219	100.0%
<b>Professional Services Total</b>	<b>\$ 36,614</b>	<b>\$ 36,824</b>	<b>\$ 210</b>	<b>0.6%</b>	<b>\$ 50,048</b>	<b>\$ 49,048</b>	<b>0.6%</b>
Election Expense	131	131	0	0.2%	175	175	100.0%
Safety	131	101	(30)	-29.4%	135	135	100.0%
Alarm and Patrol Services	676	831	155	18.6%	1,108	1,108	100.0%
Biosolids Disposals	971	1,002	31	3.1%	1,336	1,336	100.0%
Contract Meter Reading	1,353	1,324	(29)	-2.2%	1,765	1,765	100.0%
Over-Allocation	334	1,157	823	71.1%	1,543	1,543	100.0%
Other	389	491	102	20.7%	654	654	100.0%
<b>Other Total</b>	<b>\$ 3,985</b>	<b>\$ 5,037</b>	<b>\$ 1,052</b>	<b>20.9%</b>	<b>\$ 6,716</b>	<b>\$ 6,716</b>	<b>20.9%</b>
<b>Total Expenses</b>	<b>\$ 185,632</b>	<b>\$ 184,653</b>	<b>\$ (979)</b>	<b>-0.5%</b>	<b>\$ 253,345</b>	<b>\$ 249,345</b>	<b>-0.5%</b>
Less: Reimbursement from Partners	(4,096)	(5,188)	(1,092)	21.0%	(5,798)	(6,890)	84.2%
<b>Grand Total</b>	<b>\$ 181,536</b>	<b>\$ 179,465</b>	<b>\$ (2,071)</b>	<b>-1.2%</b>	<b>\$ 247,547</b>	<b>\$ 242,455</b>	<b>-1.2%</b>

**Irvine Ranch Water District**  
**Operating Expenses**  
**Fiscal Year 2025-26 – Third Quarter**

**Key budget variances (under or over) of more than \$0.5 million are as follows:**

**Regular Labor is under budget by \$1.3M due to:**

- Lower than budgeted Cost of Living Adjustment (4% vs. 3%), and impact from employee vacancy periods during the year.

**Employee Benefits is under budget by \$1.4M due to:**

- Health insurance (medical, dental and vision) actual costs through the third quarter are tracking below budget as the cost of policy renewals were lower than forecasted for calendar year 2026.

**Water is over budget by \$6.0M due to:**

- Pumped production was under budget mainly due to equipment being offline for maintenance repairs. As a result, the actual mix of pumped and purchased water resulted in an increase of imported water purchases.

**Chemicals is under budget by \$1.8M due to:**

- Timing of invoice processing at the quarter end.

**Operating Supplies is over budget by \$0.9M due to:**

- Expenditures for warehouse inventory supplies are high due to mechanical repairs and equipment maintenance.

**Repair and Maintenance OC San & Others is over budget by \$4.6M due to:**

- Flows were diverted in Q3 increasing the cost to OC San.

**Repair and Maintenance IRWD is under budget by \$1.4M due to:**

- Favorable exchange opportunities in water banking, procurement of landscaping contracts below estimated costs, and the delivery timing of needed repair materials and parts extending beyond the quarter period.

**Insurance is under budget by \$1.1M due to:**

- The general liability policy renewed at a lower rate than anticipated, and self-insured claims payments have been lower than expected through the third quarter.

**Legal Fees is under budget by \$1.4M due to:**

- No special projects year to date, and litigation and personnel issues were lower than anticipated.

**Data Processing is over budget by \$1.0M due to:**

- Payment of three-year cloud hosting fee in this fiscal year, and other software expenses paid in this quarter that were budgeted equally throughout the year.

**Personnel Training is under budget by \$0.6M due to:**

- The timing of training expenses varies and is currently tracking below budget year to date.

**Other Professional Services is under budget by \$0.8M due to:**

- Timing of certain community education and outreach programs has created a temporary variance that will be eliminated by fiscal year end.

**Over-Allocation is under budget by \$0.8M due to:**

- Timing of rebate program payments.

**Irvine Ranch Water District**  
**Salary and Employee Benefits Summary**  
**Through the Third Quarter of Fiscal Year 2025-26**  
(in thousands)

<b>Expense Name</b>	<b>Actual</b>	<b>Budget</b>	<b>Actual vs Budget</b>
District Labor Cost (2,080 hours)	\$ 37,459	\$ 39,766	\$ 2,307
Paid Time Off Net Accrual	255	507	252
PERS Contribution and in Excess of ARC	10,994	11,177	183
Employee Medical (health, dental, vision)	7,552	8,241	689
Retiree Benefits	301	755	454
401A Contributions	1,148	1,213	65
Workers Compensation (Premiums and Claims)	1,372	1,361	(11)
Other Employer Taxes (medicare, employment)	608	631	22
	<b>Actual</b>	<b>Budget</b>	<b>Variance</b>
General & Administrative Expense Allocation	160%	160%	0%

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**Exhibit "C"**  
**Irvine Ranch Water District**  
**Non-Operating Net Income**  
**Fiscal Year 2025-26**  
(in thousands)

Through the Third Quarter of Fiscal Year 2025-26

FY 2025-26 Full Year

	Actual	Budget	Actual vs Budget	Forecast	Budget	Forecast vs Budget
<b>Revenues:</b>						
Property Taxes	\$ 58,074	\$ 57,460	\$ 614	\$ 88,400	\$ 88,400	\$ -
Investment Income	13,753	9,364	4,388	16,700	12,100	4,600
Connection Fees	15,507	8,250	7,257	20,000	11,000	9,000
Real Estate Income	16,391	16,125	266	21,500	21,500	-
Other Income	5,970	5,250	720	8,400	7,400	1,000
<b>Total Revenues</b>	<b>\$ 109,695</b>	<b>\$ 96,449</b>	<b>\$ 13,246</b>	<b>\$ 155,000</b>	<b>\$ 140,400</b>	<b>\$ 14,600</b>
<b>Expenses:</b>						
Interest Expense	\$ 14,963	\$ 16,623	\$ 1,661	\$ 20,600	\$ 21,600	\$ 1,000
Real Estate Expense	6,124	6,375	251	8,500	8,500	-
Other Expenses	86	500	414	2,000	2,000	-
<b>Total Expenses</b>	<b>\$ 21,172</b>	<b>\$ 23,498</b>	<b>\$ 2,326</b>	<b>\$ 31,100</b>	<b>\$ 32,100</b>	<b>\$ 1,000</b>
<b>Net Income</b>	<b>\$ 88,523</b>	<b>\$ 72,951</b>	<b>\$ 15,572</b>	<b>\$ 186,100</b>	<b>\$ 172,500</b>	<b>\$ 15,600</b>

**Revenues:**

**Property Taxes were below budget by \$1.3M due to:**

- Ad valorem was lower than anticipated due to timing of property tax receipts.

**Investment Income was over budget by \$4.3M due to:**

- Investment income exceeded budget expectations, driven by a combination of higher average balances and increased interest rates, as well as realized capital gains.

**Connection Fees were over budget by \$1.1M due to:**

- Higher than anticipated connection fees in ID 112/212, 113/213, and 153/253.

**Other Income was over budget was over budget by \$1.3M due to:**


- Revenue exceeded expectation due to native water sales not included in non-operating budget.
- Syphon grants revenue that was not included in the budget due to uncertainty of receipt.

**Expenses:**

**Interest Expense was below budget by \$1.6M due to:**

- Lower than budgeted variable base rates (1.62% versus 2.83%), including savings from the BABs refunding, savings were offset by unbudgeted deferred amounts for the 2025 refunding debt issues.

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May 12, 2026  
Prepared by: J. Davis  
Submitted by: N. Adly  
Approved by: Paul A. Cook 

FINANCE AND PERSONNEL COMMITTEE

QUARTERLY DEFERRED COMPENSATION PLAN AND FUND REVIEW

SUMMARY:

IRWD manages the Deferred Compensation Plan, which provides employees the opportunity to save for retirement on a tax-advantaged basis. On a quarterly basis, staff provides information regarding employee participation and fund performance to the Committee.

BACKGROUND:

As of March 31, 2026, IRWD's Sections 457(b) and 401(a) Plans (collectively, the "Plans") assets totaled \$113,930,597, which represented a \$1,843,483 decrease from the prior quarter-ended December 31, 2025, and a \$17,016,204 increase for the one-year period. For the quarter-ended March 31, 2026, 90% of IRWD employees participated in the voluntary 457(b) Deferred Compensation Plan. A summary of the IRWD Deferred Compensation Program and Distribution of Assets as of March 31, 2026, is provided in Exhibit "A".

Review of Investment Funds:

The Fund Performance Review as of March 31, 2026, is provided as Exhibit "B".

IRWD's Deferred Compensation Policy states that any investment performing "Below Benchmark" for four consecutive quarters or seven out of the trailing 12 quarters, has "Failed" the Long-Term Rolling Analysis (LTRA) and the investment option will be a candidate for replacement. The Committee may also place a fund on "Watch Status" if it has failed to meet certain Policy criteria in further evaluation.

For the quarter-ended March 31, 2026, the Diamond Hill Large Cap fund performed below the benchmark for the fourth time (this quarter creates three consecutive instances, the first instance was quarter-ended December 31, 2024) in the 12 trailing quarters. Additionally for the quarter-ended March 31, 2026, the Metropolitan West Total Return Bond fund performed below the benchmark for the third consecutive time and the Victory Integrity Small Cap Value Fund performed below the benchmark for the first time in the last 12 quarters. Staff will continue to monitor the performance of these three funds and all other plan investments and make recommendations as appropriate based on investment policy requirements for the Plans.

FISCAL IMPACTS:

As of March 31, 2026, the District's Plans assets totaled \$113,930,597, which represented a \$1,843,483 decrease from the prior quarter-ended December 31, 2025, and a \$17,016,204 increase for the one-year period.

ENVIRONMENTAL COMPLIANCE:

This item is not a project as defined in the California Environmental Quality Act Code of Regulations, Title 14, Chapter 3, Section 15378.

RECOMMENDATION:

Receive and file.

LIST OF EXHIBITS:

Exhibit "A" – Summary of the Deferred Compensation Plan and Distribution of Assets

Exhibit "B" – Mutual Fund Performance Review

IRVINE RANCH WATER DISTRICT  
SUMMARY OF DEFERRED COMPENSATION PROGRAM  
March 31, 2026

<b>Deferred Compensation IRS Section 457 (Employee Contributions) Money Purchase Pension Plan &amp; Executive Plan - IRS Section 401 (a) (District Contributions)</b>			
	<b>457</b>	<b>401 (a)</b>	<b>GRAND TOTAL</b>
<b>Assets</b>	<b>\$83,580,200</b>	<b>\$30,350,397</b>	<b>\$113,930,597</b>
<i>Change From Prior Quarter</i>	<i>(\$1,692,685)</i>	<i>(\$150,798)</i>	<i>(\$1,843,483)</i>
<i>Change From Prior Year (3/2025)</i>	<i>\$12,393,189</i>	<i>\$4,623,015</i>	<i>\$17,016,204</i>
<b>Quarterly Contributions</b>	<b>\$985,227</b>	<b>\$670,865</b>	<b>\$1,656,092</b>
<i>*Change From Prior Quarter</i>	<i>(\$46,259)</i>	<i>\$260,381</i>	

\*Decrease in 457 contributions is due to one additional pay period in the quarter ended December 31, 2025. Increase in 401 (a) contributions is due to vacation accrual transfer during the quarter ended March 31, 2026.

	One Year Period Ending March 31, 2026	Quarter Ending March 31, 2026
Beginning Balance	\$96,914,393	\$115,774,080
Employee Contributions	4,078,024	985,227
District Contributions	1,845,641	670,865
Transfers to/from other plans	670,067	143,529
Distributions	(5,597,882)	(2,284,565)
Loan Distributions <sup>(1)</sup>	(228,147)	(24,766)
Loan Repayment	393,076	98,678
Net Investment Gain (Loss)	15,855,425	(1,432,451)
Ending Balance - March 31, 2026	\$113,930,597	\$113,930,597
Change in assets for the period	\$17,016,204	(\$1,843,483)

<sup>(1)</sup> Number of loans outstanding as of 3/31/26: 67

<b>Employee Participation</b>	
Full-time Employees	405
Employees Participating	366
Percent Participation	90%

IRVINE RANCH WATER DISTRICT  
SUMMARY OF DEFERRED COMPENSATION PROGRAM  
DISTRIBUTION OF ASSETS

March 31, 2026

Fund	Assets	Percent of Assets	Change from previous quarter
<b>PROFILE FUNDS</b>			
Aggressive Profile Fund	15,787,837	13.9%	0.3%
Moderate Profile Fund	6,218,731	5.5%	0.1%
Conservative Profile Fund	5,525,593	4.8%	0.2%
<b>Sub Total</b>	<b>27,532,161</b>	<b>24.2%</b>	<b>0.5%</b>
<b>INTERNATIONAL FUND</b>			
American Funds EuroPacific Gr R6	2,962,671	2.6%	0.3%
Vanguard Total Intl Stock Index Admiral	4,351,833	3.8%	-0.4%
<b>Sub Total</b>	<b>7,314,504</b>	<b>6.4%</b>	<b>-0.2%</b>
<b>SMALL CAP FUNDS</b>			
Hood River Small-Cap Growth Retirement	6,734,939	5.9%	0.9%
Victory Integrity Small Cap Value R6	1,567,197	1.4%	0.1%
Vanguard Small Cap Index	2,077,921	1.8%	-0.4%
<b>Sub Total</b>	<b>10,380,057</b>	<b>9.1%</b>	<b>0.7%</b>
<b>MEDIUM CAP FUNDS</b>			
JP Morgan MidCap Growth R6	1,961,256	1.7%	0.1%
Wells Fargo Spec Md Cp Val R6	2,753,848	2.4%	0.2%
Vanguard Mid-Cap Index Fund	2,578,477	2.3%	0.4%
<b>Sub Total</b>	<b>7,293,581</b>	<b>6.4%</b>	<b>0.6%</b>
<b>LARGE CAP FUNDS</b>			
American Funds Growth Fund of Amer R6	8,792,621	7.7%	-0.4%
Vanguard Institutional Index	13,010,438	11.4%	-0.4%
Diamond Hill Large-Cap Fund	2,410,513	2.1%	0.1%
<b>Sub Total</b>	<b>24,213,572</b>	<b>21.2%</b>	<b>-0.6%</b>
<b>BOND FUND</b>			
Metropolitan West Total Return Bond Plan	4,641,141	4.1%	0.0%
<b>Sub Total</b>	<b>4,641,141</b>	<b>4.1%</b>	<b>0.0%</b>
<b>STABLE VALUE FUND</b>			
Putnam Stable Value	11,208,777	9.8%	-0.9%
<b>Sub Total</b>	<b>11,208,777</b>	<b>9.8%</b>	<b>-0.9%</b>
<b>TARGET DATE FUND</b>			
Vanguard Target Retirement Income Inv	1,840,677	1.6%	0.0%
Vanguard Target Retirement 2020 Inv	738,104	0.6%	-0.3%
Vanguard Target Retirement 2025 Inv	1,060,781	0.9%	0.0%
Vanguard Target Retirement 2030 Inv	1,811,692	1.6%	0.0%
Vanguard Target Retirement 2035 Inv	2,965,331	2.6%	0.3%
Vanguard Target Retirement 2040 Inv	2,202,099	1.9%	0.0%
Vanguard Target Retirement 2045 Inv	1,507,966	1.3%	0.0%
Vanguard Target Retirement 2050 Inv	2,069,933	1.8%	-0.5%
Vanguard Target Retirement 2055 Inv	1,860,862	1.6%	0.2%
Vanguard Target Retirement 2060 Inv	746,282	0.7%	0.0%
Vanguard Target Retirement 2065 Inv	113,417	0.1%	0.0%
<b>Sub Total</b>	<b>16,917,144</b>	<b>14.8%</b>	<b>-0.3%</b>
<b>OTHER</b>			
Schwab Brokerage	4,429,660	3.9%	0.0%
<b>Total Assets</b>	<b>\$113,930,597</b>	<b>100%</b>	
<b>LOAN BALANCE OUTSTANDING</b>		<b>\$903,305</b>	



# FUND PERFORMANCE REVIEW

## **Irvine Ranch Water District DC Plan # 98453-01**

Reporting Period Ending March 31, 2026

The analytical material contained herein merely describes the process that Empower Investments applies in evaluating funds. It may or may not be based on the plan's current investment policy and is not intended to be used by plan sponsors as a primary basis for deciding whether to make a particular fund available under the plan. Funds listed on the Fund Performance Review are designed to meet stated investment objectives and risk profiles, but do not constitute investment advice from Empower. Plan fiduciaries should review the educational material provided and consult with their investment advisers if necessary to make the investment decision. Neither Empower Investments, nor its representatives, agents or affiliates are permitted to give legal, ERISA, or tax advice. Any discussion of these matters included or related to this document or other educational information is provided for informational purposes only. Such discussion does not purport to be complete or to cover every situation. Current tax and ERISA law are subject to interpretation and legislative change. The appropriateness of any product for any specific taxpayer may vary depending on the particular set of facts and circumstances. You should consult with and rely on your own legal and tax advisers.

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RO5424516-0426

# FUND PERFORMANCE REVIEW



## IMPORTANT DISCLOSURES:

The Fund Performance Review is compiled at the request of the Plan fiduciary based on the specific criteria specified by the Plan fiduciary. It is designed as a high level analytical tool to aid plan fiduciaries in carrying out their fiduciary responsibilities. Empower Annuity Insurance Company of America and its affiliates (collectively, "Empower") are not providing impartial investment advice in a fiduciary capacity to the plan with respect to the Fund Performance Review. The Plan fiduciaries are solely responsible for the selection and monitoring of the Plan's investment options and for determining the reasonableness of all plan fees and expenses. Empower receives investment management and other fees and revenue from any Empower-affiliated investment options included in the Fund Performance Review. In addition, Empower may receive revenue sharing type payments in relation to the investment options provided on the Fund Performance Review. Please contact your Empower representative for more information. Plan Sponsors may wish to review the enclosed material with their investment adviser, consultant or broker, if necessary, prior to making final investment decisions.

Risks associated with the investment options can vary significantly and the relative risks of investment categories may change under certain economic conditions. *The investment return and principal value of an investment will fluctuate so that an investor's shares, when redeemed, may be more or less than their original cost. Current performance may be lower or higher than performance data shown due to market activity. Past performance is not a guarantee of future results.*

Empower Financial Services, Inc. registered representatives may also be investment adviser representatives of Empower affiliate, Empower Advisory Group, LLC. Representatives do not offer or provide investment, fiduciary, financial, legal or tax advice or act in a fiduciary capacity for any client unless explicitly described in writing. Any discussion of these matters included or related to this document or other educational information is provided for informational purposes only. Such discussion does not purport to be complete or to cover every situation. Current tax and ERISA law are subject to interpretation and legislative change. The appropriateness of any product may vary depending on the particular set of facts and circumstances. You should consult with and rely on your own financial, legal and tax advisers.

# FUND PERFORMANCE REVIEW: OVERVIEW



- OBJECTIVE:**
- \* To quantify historical fund performance relative to peer group benchmarks.
  - \* To identify funds that have performed below a peer group median over the long-term.
  - \* To assist in identifying style drift and discern gaps within the plan portfolio.

- FUNDAMENTALS:**
- \* An objective analysis based on set criteria.
  - \* Based on long-term and risk-adjusted performance.
  - \* Comparison against peer group of similar funds based on Morningstar, Inc. fund categories.

- SOURCE:**
- \* Statistics are derived from an independent third-party source: primarily Morningstar® Direct<sup>SM</sup>

- SCOPE:**
- \* The Fund Performance Review is designed as a high level analytical tool to aide plan sponsors in carrying out their fiduciary responsibilities; it is not intended as investment advice.

Although data is gathered from reliable sources, including but not limited to Morningstar, Inc., the completeness or accuracy of the data shown cannot be guaranteed. Where data obtained from Morningstar, ©2026 Morningstar, Inc. All Rights Reserved. The data: (1) is proprietary to Morningstar and/or its content providers; (2) may not be copied or distributed and (3) is not warranted to be accurate, complete or timely. Neither Morningstar nor its content providers are responsible for any damages or losses arising from any use of this information.

Required performance information may appear on more than one page. The "Return Analysis" page includes the 1, 5, and 10 Year/Since Inception performance percentages as well as the inception date for each of the funds.

It is important to note that when applicable, performance shown prior to inception date reflects performance achieved by the oldest share class of the same fund as determined by Morningstar. While the newer share class is less expensive than the oldest share class of the same fund, performance was not adjusted upwards to display higher returns.

Investment options available in the plan may be through mutual funds, collective trusts, separately managed accounts, institutional separate accounts, and/or a group variable annuity contract.

# FUND PERFORMANCE REVIEW (FPR): CRITERIA

**OVERALL RATING:** Based on a combination of performance, risk-adjusted performance and the Overall Morningstar Rating.

**Return Composite:** Determined by taking the equal-weighted average of the 3-, 5- and 10-year category return percentiles.

**Sharpe Composite:** Calculated by averaging the 3- and 5-year category sharpe percentiles.

**Overall Composite:** The equally-weighted average of the Return Composite and Sharpe Composite.

**Overall Morningstar Rating™:** Represents a measure of an investment's risk-adjusted return, relative to similar investments.

The Overall Composite is the sole determinate for the Overall Rating for funds that do not have an Overall Morningstar Category Rating.

Overall Composite		Overall Morningstar Rating	Overall Rating
> 50.0%	AND	③, ④, or ⑤	Above
≥ 50.0%	OR	③, ④, or ⑤	Neutral
< 50.0%	AND	①, or ②	Below
< 25.0%			Below

**LONG-TERM ROLLING ANALYSIS:** Based on the accumulated trailing 12 quarter "Overall Ratings".

Consecutive number of Quarters Receiving a Below Rating		Total number of Quarters Below out of trailing 12 quarters	Long-Term Rolling Analysis *
< 4 Quarters	AND	< 7 Quarters	Pass
≥ 4 Quarters	OR	≥ 7 Quarters	Watch
OR			
Overall Rating: < 25.0%			Watch

\*'Pass' and 'Watch' ratings in the long-term rolling analysis are not available for target date funds or Empower SecureFoundation funds. Morningstar's category classification system has not evolved to address differences in target-date glidepaths. The current system separates funds only by target retirement date and does not consider the level of equity in the glidepath (i.e. how aggressive or conservative the glidepath is versus peers). Plans should consider how their demographics align with their chosen target date glidepath rather than attempt to "time the market" by changing glidepaths based on peer performance rankings. All target-date funds will receive an 'N/A' rating in the FPR. The Empower SecureFoundation funds will also receive an 'N/A' rating in the FPR. These funds are unique in that they also require the purchase of a Guaranteed Lifetime Withdrawal Benefit (Guarantee) either as a fixed deferred annuity contract, a certificate to a group fixed deferred annuity contract, or a rider to a variable annuity contract. The Guarantee provides guaranteed retirement income for the life of a designated person(s), provided certain conditions are met. Plan Sponsors that seek this feature should take a long-term, holistic view with these funds as this benefit does not show up in peer group performance rankings as measured and scored through the FPR process.

For expanded definitions of the Composites, Sharpe Ratio and Ratings, please refer to the corresponding glossary.

# Performance Summary: Irvine Ranch Water District DC Plan

period ended 03/31/2026

Morningstar Category	Ticker Symbol	Fund Name	Overall Rating					Long-Term Rolling Analysis			
			Composite %'s			Overall Morningstar Rating	Overall Rating	Consecutive Quarters Below	# of Quarters Below out of trailing 12	Status	
			Overall	Return	Sharpe						
<b>Intl</b>	Foreign Large Growth	RERGX	American Funds EUPAC R6	67.7	67.3	68.0	4	Above	0	0 out of 12	Pass
<b>Small-Cap</b>	Small Growth	HRSIX	Hood River Small-Cap Growth Retirement	98.8	98.7	99.0	5	Above	0	0 out of 12	Pass
	Small Value	MVSSX	Victory Integrity Small-Cap Value R6	48.7	49.3	48.0	2	Below	1	1 out of 12	Pass
<b>Mid-Cap</b>	Mid-Cap Growth	JMGMX	JPMorgan Mid Cap Growth R6	63.8	68.7	59.0	4	Above	0	0 out of 12	Pass
	Mid-Cap Value	WFPRX	Allspring Special Mid Cap Value R6	53.7	56.3	51.0	3	Above	0	0 out of 12	Pass
<b>Large-Cap</b>	Large Growth	RGAGX	American Funds Growth Fund of Amer R6	65.7	61.3	70.0	3	Above	0	0 out of 12	Pass
	Large Value	DHLYX	Diamond Hill Large Cap Y	7.5	12.0	3.0	2	Below	3	4 out of 12	Watch
<b>Asst All/Other</b>	Target-Date Retirement	VTINX	Vanguard Target Retirement Income Fund	47.7	47.3	48.0	3	Neutral	0	0 out of 12	N/A
	Target-Date 2020	VTWNX	Vanguard Target Retirement 2020 Fund	46.9	44.3	49.5	3	Neutral	0	0 out of 12	N/A
	Target-Date 2025	VTTVX	Vanguard Target Retirement 2025 Fund	78.3	77.7	79.0	4	Above	0	0 out of 12	N/A
	Target-Date 2030	VTHRXX	Vanguard Target Retirement 2030 Fund	78.5	80.0	77.0	4	Above	0	0 out of 12	N/A
	Target-Date 2035	VTTHX	Vanguard Target Retirement 2035 Fund	73.9	71.3	76.5	4	Above	0	0 out of 12	N/A
	Target-Date 2040	VFORX	Vanguard Target Retirement 2040 Fund	67.3	64.0	70.5	4	Above	0	0 out of 12	N/A
	Target-Date 2045	VTIVX	Vanguard Target Retirement 2045 Fund	70.5	64.0	77.0	4	Above	0	0 out of 12	N/A
	Target-Date 2050	VFIFX	Vanguard Target Retirement 2050 Fund	79.9	74.3	85.5	4	Above	0	0 out of 12	N/A
	Target-Date 2055	VFFVX	Vanguard Target Retirement 2055 Fund	73.6	66.7	80.5	4	Above	0	0 out of 12	N/A
	Target-Date 2060	VTTSX	Vanguard Target Retirement 2060 Fund	73.1	65.7	80.5	4	Above	0	0 out of 12	N/A
Target-Date 2065+	VLXVX	Vanguard Target Retirement 2065 Fund	68.3	59.0	77.5	4	Above	0	0 out of 12	N/A	
<b>Bond</b>	Intermediate Core-Plus Bond	MWTSX	TCW MetWest Total Return Bd Plan	31.0	25.0	37.0	2	Below	3	3 out of 12	Pass
<b>Index Funds</b>	Foreign Large Blend	VTIAX	Vanguard Total Intl Stock Index Admiral (Idx)	62.5	61.0	64.0	3	N/A	N/A	0 out of 12	Pass
	Small Blend	VSMAX	Vanguard Small Cap Index Admiral Shares (Idx)	75.5	75.0	76.0	4	N/A	N/A	0 out of 12	Pass
	Mid-Cap Blend	VIMAX	Vanguard Mid Cap Index Admiral (Idx)	70.3	70.7	70.0	4	N/A	N/A	0 out of 12	Pass
	Large Blend	VINIX	Vanguard Institutional Index I (Idx)	81.9	82.3	81.5	4	N/A	N/A	0 out of 12	Pass

Data Source: Morningstar® Direct<sup>SM</sup>  
Please refer to the Appendix page for additional disclosures.

# Return Analysis: Irvine Ranch Water District DC Plan

period ended 03/31/2026

Fund Name	1st Qtr	1st Qtr	Performance vs. Benchmark (Annualized Returns and Return Percentiles %)										
	2026	2026	1 Year	1 Year	3 Year	3 Year	5 Year	5 Year	10 Year	10 Year	Return Since	Incept.	
	Return	Percentile	Return	Percentile	Return	Percentile	Return	Percentile	Return	Percentile	Inception	Date	
<b>Intl</b>	Foreign Large Growth Peer Group	-3.80	50	11.17	50	9.06	50	3.17	50	7.49	50		
	American Funds EUPAC R6	-2.84	63	22.30	85	11.67	80	4.08	57	8.40	65	8.51	5/1/2009
<b>Small-Cap</b>	Small Growth Peer Group	-1.83	50	18.90	50	9.78	50	1.09	50	10.30	50		
	Hood River Small-Cap Growth Retirement	5.40	98	53.90	99	26.57	100	11.55	98	17.74	98	16.82	3/3/2017
	Small Value Peer Group	3.91	50	17.12	50	10.53	50	5.78	50	8.83	50		
	Victory Integrity Small-Cap Value R6	5.08	75	21.01	62	9.95	34	6.63	63	9.13	51	10.63	6/1/2012
<b>Mid-Cap</b>	Mid-Cap Growth Peer Group	-5.05	50	9.38	50	8.64	50	2.06	50	10.30	50		
	JPMorgan Mid Cap Growth R6	-5.74	43	12.90	63	10.37	60	3.00	58	12.16	88	12.85	11/1/2011
	Mid-Cap Value Peer Group	2.68	50	13.61	50	11.67	50	7.68	50	9.13	50		
	Allspring Special Mid Cap Value R6	3.17	67	11.78	43	10.12	37	8.29	63	10.22	69	10.43	6/28/2013
<b>Large-Cap</b>	Large Growth Peer Group	-9.53	50	15.46	50	19.13	50	9.15	50	14.68	50		
	American Funds Growth Fund of Amer R6	-7.99	75	18.18	68	20.82	71	9.75	58	14.84	55	14.61	5/1/2009
	Large Value Peer Group	1.09	50	14.55	50	13.81	50	9.48	50	10.61	50		
	Diamond Hill Large Cap Y	-2.40	8	1.82	1	9.91	6	5.39	2	9.89	28	10.98	12/30/2011
<b>Asst All/Other</b>	Target-Date Retirement Peer Group	-0.19	50	9.46	50	7.89	50	3.80	50	5.05	50		
	Vanguard Target Retirement Income Fund	-0.46	34	9.30	42	7.85	51	3.71	39	5.04	52	5.15	10/27/2003
	Target-Date 2020 Peer Group	-0.54	50	10.75	50	9.06	50	4.44	50	6.75	50		
	Vanguard Target Retirement 2020 Fund	-0.47	50	10.37	42	8.90	41	4.41	39	6.64	53	6.21	6/7/2006
	Target-Date 2025 Peer Group	-0.63	50	11.40	50	9.76	50	4.91	50	7.19	50		
	Vanguard Target Retirement 2025 Fund	-0.75	35	13.02	90	10.64	85	5.36	74	7.63	74	6.89	10/27/2003
	Target-Date 2030 Peer Group	-0.85	50	12.69	50	10.75	50	5.46	50	7.95	50		
	Vanguard Target Retirement 2030 Fund	-1.04	38	14.79	91	11.80	88	6.09	76	8.40	76	7.10	6/7/2006
	Target-Date 2035 Peer Group	-0.97	50	14.52	50	12.05	50	6.46	50	8.77	50		
	Vanguard Target Retirement 2035 Fund	-1.13	37	16.16	86	12.83	76	6.79	67	9.16	71	7.81	10/27/2003
	Target-Date 2040 Peer Group	-1.22	50	16.52	50	13.48	50	7.37	50	9.64	50		
	Vanguard Target Retirement 2040 Fund	-1.20	49	17.57	83	13.85	65	7.50	56	9.91	71	7.90	6/7/2006
	Target-Date 2045 Peer Group	-1.36	50	18.07	50	14.58	50	7.99	50	10.13	50		
	Vanguard Target Retirement 2045 Fund	-1.30	52	18.92	83	14.82	64	8.18	55	10.51	73	8.59	10/27/2003
	Target-Date 2050 Peer Group	-1.51	50	18.71	50	15.07	50	8.24	50	10.46	50		
	Vanguard Target Retirement 2050 Fund	-1.43	55	20.35	90	15.63	79	8.67	71	10.78	73	8.35	6/7/2006
	Target-Date 2055 Peer Group	-1.59	50	19.08	50	15.32	50	8.37	50	10.47	50		
	Vanguard Target Retirement 2055 Fund	-1.45	61	20.34	73	15.63	69	8.67	62	10.77	69	10.52	8/18/2010
	Target-Date 2060 Peer Group	-1.57	50	19.21	50	15.32	50	8.32	50	10.77	50		
	Vanguard Target Retirement 2060 Fund	-1.44	56	20.35	79	15.63	74	8.67	65	10.77	58	10.38	1/19/2012
Target-Date 2065+ Peer Group	-1.62	50	19.75	50	15.53	50	8.35	50	N/A	50			
Vanguard Target Retirement 2065 Fund	-1.45	65	20.32	59	15.61	57	8.68	61	N/A	N/A	10.12	7/12/2017	
<b>Bond</b>	Intermediate Core-Plus Bond Peer Group	-0.14	50	4.57	50	4.29	50	0.60	50	2.19	50		
	TCW MetWest Total Return Bd Plan	0.09	89	4.68	54	3.80	25	0.12	22	1.92	28	2.77	7/29/2011
<b>Index Funds</b>	Vanguard Total Intl Stock Index Admiral (Idx)	1.75	80	27.46	83	15.27	74	7.47	49	8.71	60	6.51	11/29/2010
	Vanguard Small Cap Index Admiral Shares (Idx)	1.91	58	19.73	41	13.02	73	5.67	72	10.53	80	9.20	11/13/2000
	Vanguard Mid Cap Index Admiral (Idx)	-0.63	29	12.75	28	12.60	66	6.97	70	10.71	76	9.99	11/12/2001
	Vanguard Institutional Index I (Idx)	-4.34	49	17.76	69	18.28	77	12.02	83	14.13	87	10.68	7/31/1990

A Percentile Ranking of 100% represents the highest performance whereas 0% represents the lowest.

Current performance may be lower or higher than performance data shown.

Performance data quoted represents past performance and is not a guarantee or prediction of future results. The investment return and principal value of an investment will fluctuate so that, when redeemed shares/units may be worth more or less than their original cost. For performance data current to the most recent month-end, please visit [www.empower-retirement.com/participant](http://www.empower-retirement.com/participant). Total return performance shown above represents that of the underlying fund and does not include a deduction for any applicable annuity contract of administrative fees/expenses. Performance numbers shown above would be less after applicable fee/expenses are deducted.

Data Source: Morningstar® Direct<sup>SM</sup>

Please refer to the Appendix page for additional disclosures

# Sharpe Ratio and Expense Analysis: Irvine Ranch Water District DC Plan

period ended 03/31/2026

Fund Name	Sharpe Ratios and Percentiles %				Standard Deviation		Expense Ratio	Expense Percentile %	Manager Tenure (yrs)	Fund Size \$MM	
	3 Yr Ratio	3 Yr %	5 Yr Ratio	5 Yr %	3 Yr	5 Yr					
<b>Intl</b>	Foreign Large Growth Peer Group	0.35	50	0.06	50	13.98	17.26	0.95	50		
	American Funds EUPAC R6	0.54	80	0.11	56	13.26	16.11	0.47	5	25	126,761
<b>Small-Cap</b>	Small Growth Peer Group	0.34	50	-0.03	50	18.54	19.89	1.07	50		
	Hood River Small-Cap Growth Retirement	0.96	100	0.44	98	22.19	23.04	0.97	38	23	5,619
	Small Value Peer Group	0.38	50	0.20	50	18.23	19.08	1.09	50		
	Victory Integrity Small-Cap Value R6	0.35	34	0.24	62	18.45	19.24	0.96	33	22	1,068
<b>Mid-Cap</b>	Mid-Cap Growth Peer Group	0.29	50	0.01	50	17.39	19.38	1.02	50		
	JPMorgan Mid Cap Growth R6	0.38	60	0.06	58	17.41	18.95	0.65	7	10	11,939
	Mid-Cap Value Peer Group	0.49	50	0.32	50	15.04	16.83	1.02	50		
	Allspring Special Mid Cap Value R6	0.42	37	0.36	65	14.00	15.51	0.70	13	17	13,318
<b>Large-Cap</b>	Large Growth Peer Group	0.87	50	0.38	50	15.27	18.79	0.86	50		
	American Funds Growth Fund of Amer R6	1.04	80	0.41	60	14.82	17.97	0.29	6	24	306,397
	Large Value Peer Group	0.73	50	0.46	50	12.23	14.37	0.81	50		
	Diamond Hill Large Cap Y	0.41	5	0.19	1	13.49	15.62	0.56	16	11	4,024
<b>Asst All/Other</b>	Target-Date Retirement Peer Group	0.48	50	0.06	50	6.31	7.78	0.54	50		
	Vanguard Target Retirement Income Fund	0.51	58	0.05	38	5.85	7.34	0.08	4	13	35,305
	Target-Date 2020 Peer Group	0.59	50	0.13	50	7.15	9.17	0.66	50		
	Vanguard Target Retirement 2020 Fund	0.61	58	0.13	41	6.50	8.53	0.08	3	13	33,776
	Target-Date 2025 Peer Group	0.64	50	0.17	50	7.66	9.83	0.62	50		
	Vanguard Target Retirement 2025 Fund	0.74	86	0.22	72	7.70	9.92	0.08	3	13	73,271
	Target-Date 2030 Peer Group	0.69	50	0.22	50	8.50	10.87	0.70	50		
	Vanguard Target Retirement 2030 Fund	0.79	83	0.27	71	8.63	10.91	0.08	3	13	106,983
	Target-Date 2035 Peer Group	0.76	50	0.29	50	9.40	11.85	0.64	50		
	Vanguard Target Retirement 2035 Fund	0.84	85	0.32	68	9.20	11.62	0.08	3	13	118,627
	Target-Date 2040 Peer Group	0.82	50	0.34	50	10.27	12.92	0.67	50		
	Vanguard Target Retirement 2040 Fund	0.89	82	0.36	59	9.77	12.34	0.08	3	13	108,440
	Target-Date 2045 Peer Group	0.87	50	0.38	50	10.94	13.65	0.69	50		
	Vanguard Target Retirement 2045 Fund	0.93	86	0.40	68	10.34	13.08	0.08	3	13	108,608
	Target-Date 2050 Peer Group	0.89	50	0.39	50	11.30	13.84	0.68	50		
	Vanguard Target Retirement 2050 Fund	0.96	93	0.43	78	10.83	13.49	0.08	3	13	95,820
	Target-Date 2055 Peer Group	0.90	50	0.39	50	11.40	14.04	0.69	50		
	Vanguard Target Retirement 2055 Fund	0.96	89	0.43	72	10.86	13.51	0.08	3	13	67,316
	Target-Date 2060 Peer Group	0.90	50	0.39	50	11.40	13.97	0.63	50		
	Vanguard Target Retirement 2060 Fund	0.96	90	0.43	71	10.85	13.49	0.08	3	13	40,773
Target-Date 2065+ Peer Group	0.91	50	0.39	50	11.44	14.09	0.60	50			
Vanguard Target Retirement 2065 Fund	0.96	87	0.43	68	10.84	13.49	0.08	4	9	14,455	
<b>Bond</b>	Intermediate Core-Plus Bond Peer Group	-0.08	50	-0.42	50	5.72	6.56	0.68	50		
	TCW MetWest Total Return Bd Plan	-0.13	31	-0.44	43	6.43	7.21	0.37	10	21	29,800
<b>Index Funds</b>	Vanguard Total Intl Stock Index Admiral (Idx)	0.81	76	0.32	52	12.61	15.08	0.09	5	18	582,270
	Vanguard Small Cap Index Admiral Shares (Idx)	0.52	80	0.20	72	17.36	18.59	0.05	3	10	164,570
	Vanguard Mid Cap Index Admiral (Idx)	0.56	71	0.27	69	14.64	16.83	0.05	4	3	198,244
	Vanguard Institutional Index I (Idx)	1.07	81	0.59	82	12.05	15.26	0.04	4	8	315,340

A Percentile Ranking of 100% represents the highest performance whereas 0% represents the lowest.

Expense refers to the Prospectus Net Expense Ratio

Data Source: Morningstar® Direct<sup>SM</sup>

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# Annual Returns and Statistics: Irvine Ranch Water District DC Plan

period ended 03/31/2026

Fund Name	Calendar Year Returns					Modern Portfolio Theory Statistics ( 3 year)			Portfolio Construction			
	2025	2024	2023	2022	2021	Alpha	Beta	R2	Turnover Ratio	Number of Holdings	% in top 10 holdings	
<b>Intl</b>	Foreign Large Growth Peer Group	19.72	5.15	15.97	-24.28	8.90						
	American Funds EUPAC R6	29.18	5.04	16.05	-22.72	2.84	1.84	0.90	95	35	347	21%
<b>Small-Cap</b>	Small Growth Peer Group	8.56	14.21	16.68	-27.69	9.75						
	Hood River Small-Cap Growth Retirement	23.90	35.69	21.60	-27.93	23.88	10.83	1.17	91	102	118	26%
	Small Value Peer Group	5.08	8.65	16.06	-11.05	29.84						
	Victory Integrity Small-Cap Value R6	5.35	4.90	17.80	-7.58	33.76	-1.94	0.96	96	44	122	12%
<b>Mid-Cap</b>	Mid-Cap Growth Peer Group	4.92	14.17	20.30	-27.12	13.46						
	JPMorgan Mid Cap Growth R6	8.78	14.56	23.35	-26.96	10.99	-1.84	0.96	97	67	110	27%
	Mid-Cap Value Peer Group	8.32	11.97	12.70	-8.30	28.86						
	Allspring Special Mid Cap Value R6	6.23	12.06	9.62	-4.50	28.80	-1.94	0.89	94	38	68	26%
<b>Large-Cap</b>	Large Growth Peer Group	15.18	30.17	39.46	-31.01	21.75						
	American Funds Growth Fund of Amer R6	20.28	28.84	37.65	-30.49	19.69	0.23	1.17	94	32	330	37%
	Large Value Peer Group	15.54	14.29	11.04	-5.18	25.81						
	Diamond Hill Large Cap Y	5.74	12.26	13.78	-13.27	25.89	-3.96	1.01	91	45	53	35%
<b>Asst All/Other</b>	Target-Date Retirement Peer Group	11.00	6.86	10.48	-12.71	6.31						
	Vanguard Target Retirement Income Fund	11.31	6.58	10.74	-12.74	5.25	-0.14	0.94	99	7	6	99%
	Target-Date 2020 Peer Group	12.53	7.78	12.31	-14.38	9.18						
	Vanguard Target Retirement 2020 Fund	12.15	7.75	12.51	-14.15	8.17	0.81	0.83	100	8	7	99%
	Target-Date 2025 Peer Group	13.19	8.60	13.31	-15.17	10.33						
	Vanguard Target Retirement 2025 Fund	14.60	9.44	14.55	-15.55	9.80	1.31	0.84	99	8	7	99%
	Target-Date 2030 Peer Group	14.34	9.66	14.50	-16.04	11.69						
	Vanguard Target Retirement 2030 Fund	16.24	10.64	16.03	-16.27	11.38	1.25	0.86	99	9	6	99%
	Target-Date 2035 Peer Group	15.96	11.27	16.40	-16.66	14.13						
	Vanguard Target Retirement 2035 Fund	17.54	11.78	17.14	-16.62	12.96	1.14	0.86	99	6	5	99%
	Target-Date 2040 Peer Group	17.64	12.87	18.23	-17.40	16.02						
	Vanguard Target Retirement 2040 Fund	18.76	12.88	18.34	-16.98	14.56	1.17	0.86	99	5	5	99%
	Target-Date 2045 Peer Group	18.86	14.05	19.48	-17.93	17.13						
	Vanguard Target Retirement 2045 Fund	19.99	13.91	19.48	-17.36	16.16	1.38	0.89	99	4	5	99%
	Target-Date 2050 Peer Group	19.68	14.41	20.03	-18.15	17.33						
	Vanguard Target Retirement 2050 Fund	21.41	14.64	20.17	-17.46	16.41	1.76	0.93	99	2	5	99%
	Target-Date 2055 Peer Group	20.19	14.69	20.42	-18.27	17.72						
	Vanguard Target Retirement 2055 Fund	21.43	14.64	20.16	-17.46	16.44	1.74	0.93	99	2	5	99%
	Target-Date 2060 Peer Group	20.21	14.65	20.24	-18.18	17.64						
	Vanguard Target Retirement 2060 Fund	21.42	14.63	20.18	-17.46	16.44	1.74	0.93	99	1	5	99%
	Target-Date 2065+ Peer Group	20.65	14.99	20.77	-18.31	18.13						
	Vanguard Target Retirement 2065 Fund	21.43	14.62	20.15	-17.39	16.46	1.74	0.93	99	1	6	99%
<b>Bond</b>	Intermediate Core-Plus Bond Peer Group	7.54	2.33	6.41	-13.90	-0.83						
	TCW MetWest Total Return Bd Plan	7.86	1.12	6.07	-14.69	-1.11	0.20	1.19	100	418	1449	40%
<b>Index Funds</b>	Vanguard Total Intl Stock Index Admiral (Idx)	32.18	5.14	15.52	-16.01	8.62	1.16	0.94	98	4	8753	12%
	Vanguard Small Cap Index Admiral Shares (Idx)	8.83	14.23	18.20	-17.61	17.73	0.56	0.95	99	17	1321	6%
	Vanguard Mid Cap Index Admiral (Idx)	11.67	15.22	15.98	-18.71	24.51	-0.18	0.98	99	16	297	10%

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# Annual Returns and Statistics: Irvine Ranch Water District DC Plan

*period ended 03/31/2026*

Fund Name	Calendar Year Returns					Modern Portfolio Theory Statistics ( 3 year)			Portfolio Construction		
	2025	2024	2023	2022	2021	Alpha	Beta	R2	Turnover Ratio	Number of Holdings	% in top 10 holdings
Vanguard Institutional Index I (Idx)	17.84	24.97	26.24	-18.14	28.67	-0.03	1.00	100	4	516	36%

*Current performance may be lower or higher than performance data shown. Performance data quoted represents past performance and is not a guarantee or prediction of future results. The investment return and principal value of an investment will fluctuate so that, when redeemed, shares/units may be worth more or less than their original cost. Total return performance shown above represents that of the underlying fund and does not include a deduction for any applicable annuity contract of administrative fees/expenses. Performance numbers shown above would be less after applicable fee/expenses are deducted.*

Data Source: Morningstar® Direct<sup>SM</sup>  
 Please refer to the Appendix page for additional disclosures

# Index Performance

period ending 03/31/2026

	Index	Total Return 1 Year	Total Return Annlzd 3 Year	Total Return Annlzd 5 Year	Total Return Annlzd 10 Year	Annual Return 2025	Annual Return 2024	Annual Return 2023	Annual Return 2022	Annual Return 2021
<b>International</b>	MSCI EMF ID	26.86	12.16	1.20	5.26	5.05	7.04	-22.37	-4.59	15.84
	MSCI Eafe Ndtr_D	21.27	13.62	7.91	8.38	3.82	18.24	-14.45	11.26	7.82
	MSCI World Ndtr_D	18.90	16.77	10.27	11.80	18.67	23.79	-18.14	21.82	15.90
<b>Small-Cap</b>	Russell 2000 Growth	23.58	12.27	1.62	9.79	15.15	18.66	-26.36	2.83	34.63
	Russell 2000	25.72	13.05	3.77	9.88	11.54	16.93	-20.44	14.82	19.96
	Russell 2000 Value	28.09	13.80	5.79	9.61	8.05	14.65	-14.48	28.27	4.63
<b>Mid-Cap</b>	Russell Midcap Growth	9.56	12.74	5.37	11.69	22.10	25.87	-26.72	12.73	35.59
	Standard & Poor's Midcap 400	17.35	12.09	6.92	10.58	13.93	16.44	-13.06	24.76	13.66
	Russell Midcap Value	17.62	13.14	7.94	9.75	13.07	12.71	-12.03	28.34	4.96
<b>Large-Cap</b>	Russell 1000 Growth	18.81	21.18	12.76	16.83	33.36	42.68	-29.14	27.60	38.49
	Standard & Poor's 500 TR	17.80	18.32	12.06	14.16	25.02	26.29	-18.11	28.71	18.40
	Russell 1000 Value	15.87	14.31	9.43	10.58	14.37	11.46	-7.54	25.16	2.80
<b>Bond</b>	Bloomberg US Agg Bond TR USD	4.35	3.63	0.31	1.70	1.25	5.53	-13.01	-1.54	7.51
	Bloomberg US Credit TR USD	4.84	4.62	0.77	2.70	2.03	8.18	-15.26	-1.08	9.35
	Bloomberg US MBS TR USD	5.79	4.17	0.45	1.43	1.20	5.05	-11.81	-1.04	3.87
	Bloomberg US Government TR USD	3.27	2.62	-0.10	1.07	0.62	4.09	-12.32	-2.28	7.94
	Bloomberg US Govt 1-3 Yr TR USD	3.77	4.05	1.83	1.78	4.04	4.32	-3.81	-0.60	3.14

MSCI EMF ID	A capitalization-weighted index of stocks from 26 emerging markets that only includes issues that may be traded by foreign investors. The reported returns reflect equities priced in US dollars and do not include the effects of reinvested dividends.
MSCI EAFE Ndtr_D	Widely accepted as a benchmark for international stock performance, the EAFE Index is an aggregate of 21 individual country indexes that collectively represent many of the major markets of the world.
MSCI World Ndtr_D	Includes all 23 MSCI developed market countries. Ndtr_D indexes are calculated daily and take into account actual dividends reinvested daily before withholding taxes, but exclude special tax credits declared by companies.
Russell 2000 Growth	Market-weighted total return index that measures the performance of companies within the Russell 2000 Index having higher price-to-book ratios and higher forecasted growth values.
Russell 2000	Consists of the smallest 2000 companies in the Russell 3000 Index, representing approximately 7% of the Russell 3000 total market capitalization.
Russell 2000 Value	Market-weighted total return index that measures the performance of companies within the Russell 2000 Index having lower price-to-book ratios and lower forecasted growth values.
Russell Mid Cap Growth	Market-weighted total return index that measures the performance of companies within the Russell Midcap Index having higher price-to-book ratios and higher forecasted growth values.
Standard & Poor's Midcap 400	Includes approximately 10% of the capitalization of U.S. equity securities. These are comprised of stocks in the middle capitalization range.
Russell Mid Cap Value	Market-weighted total return index that measures the performance of companies within the Russell Midcap Index having lower price-to-book ratios and lower forecasted growth values.
Russell 1000 Growth	Market-weighted total return index that measures the performance of companies within the Russell 1000 Index having higher price-to-book ratios and higher forecasted growth values.
Standard & Poor's 500	A market capitalization-weighted index of 500 widely held stocks often used as a proxy for the stock market. It measures the movement of the largest issues. Standard and Poor's chooses the member companies for the 500 based on market size, liquidity and industry group representation.
Russell 1000 Value	Market-weighted total return index that measures the performance of companies within the Russell 1000 Index having lower price-to-book ratios and lower forecasted growth values.
BBgBarc US Aggregate Bond	Composed of the Bloomberg Barclays Govt/Credit Index, the Mortgage-Backed Securities Index, and the Asset-Backed Securities Index.
BBgBarc US Capital Credit	Listed for corporate bond-general and high-quality funds. This index tracks the returns of all publicly issued, fixed-rate, nonconvertible, dollar-denominated, SEC-registered, investment-grade corporate debt.
BBgBarc US Mortgage-Backed	Includes 15- and 30-year fixed-rate securities backed by mortgage pools of the Government National Mortgage Association (GNMA).
BBgBarc US Government Bond	Listed for government-bond general and Treasury funds because it tracks the returns of U.S. Treasuries, agency bonds, and one- to three-year U.S. government obligations. This index is effective for tracking portfolios holding non-mortgage government securities.
BBgBarc US 1-3 Year Governme	Comprised of both the Treasury Bond index (all public obligations of the U.S. Treasury, excluding flower bonds and foreign-targeted issues) and the Agency Bond Index (all publicly issued debt of U.S. Government agencies and quasi-federal corporations and corporate-debt guaranteed by the U.S. Government).

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Stock values fluctuate in response to the activities of the general market, individual companies and economic conditions. Alternative investments generally invest in non-traditional asset categories or use non-conventional strategies and may have more risk than traditional investments. Asset allocation and balanced investment options and models are subject to the risks of their underlying investments. Commodity and real asset investments may be affected by natural disasters and political and economic developments. Foreign securities involve risks, such as currency fluctuations, economic changes and political developments. These risks may be heightened in emerging markets, which may also experience liquidity risk. Infrastructure funds invest in a limited number of companies and are subject to issuer, political, regulatory, market and economic risks, especially in foreign or emerging markets. Natural resources funds invest in a limited number of companies subject to industry, political, economic, commodity prices and regulation risks, especially in foreign or emerging markets. Real estate securities and trusts involve risks, including declining property values, changes in zoning laws or losses from casualty. Real estate securities that invest in foreign real estate involve additional risks, including currency fluctuations and political developments. Under certain market conditions, socially responsible funds may underperform funds that do not utilize a socially responsible investment style. Securities of small and mid-size companies may be more volatile than those of larger, more established companies. Specialty funds invest in a limited number of companies and may be more volatile than a more diversified fund.

Bond prices generally fall when interest rates rise (and vice versa) and are subject to risks, including changes in credit quality, market valuations, inflation, liquidity and default. High-yield bonds have a greater risk of default. The interest from Treasury inflation-protected securities (TIPS) is adjusted periodically according to the Consumer Price Index. The return from TIPS may understate the actual rate of inflation due to changes in the bond's underlying price. U.S. Treasury securities, where listed, are guaranteed as to the timely payment of principal and interest if held to maturity. The fund itself is neither issued nor guaranteed by the U.S. government. Cash-alternative funds are not federally guaranteed and are subject to interest rate, inflation and credit risks.

The date in a target date fund's name is the approximate date when investors plan to start withdrawing their money (generally assumed at age 65). The principal value of the fund(s) is not guaranteed at any time, including at the time of the target date and/or withdrawal.

*It is possible to lose money by investing in a money market fund. Although the fund seeks to preserve the value of your investment at \$1 per share, it cannot guarantee it will do so. An investment in the fund is not insured or guaranteed by the Federal Deposit Insurance Corporation or any other government agency. The fund's sponsor has no legal obligation to provide financial support to the fund, and you should not expect that the sponsor will provide financial support to the fund at any time.*

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### **About Overall Morningstar Rating™**

For each fund with at least a three-year history, Morningstar calculates a Morningstar Rating™ based on a Morningstar Risk-Adjusted Return (including the effects of sales charges, loads and redemption fees), placing more emphasis on downward variations and rewarding consistent performance. The top 10% of funds receive 5 stars, the next 22.5% receive 4 stars, the next 35% receive 3 stars, the next 22.5% receive 2 stars and the bottom 10% receive 1 star. (Each share class is counted as a fraction of one fund within this scale and rated separately, which may cause slight variations in the distribution percentages.) The overall Morningstar Rating for a fund is derived from a weighted average of the performance figures associated with its three-, five- and ten-year (if applicable) Morningstar Rating metrics. Please note, for any funds with a newer share class, the rating information is based on extended performance, which is derived from the historical performance of the older class shares, not adjusted for fees. Past performance is no guarantee of future results.

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Peer groups are created using Morningstar's category classification system. Peer groups are the combination of all share classes of all mutual funds in Morningstar's Open End Fund database (in a given asset class), all collective investment trusts in Morningstar's Separate Accounts/CITs database (in the same asset class), and all funds in Morningstar's Insurance and Pension Funds database (in the same asset class). As an example, the Large Blend peer group is created as a combination of all share classes of all mutual funds in Morningstar's US Fund Large Blend category, all collective investment trusts in Morningstar's US SA Large Blend category, and all funds in Morningstar's US Insurance Large Blend category. Please note, for any funds with a newer share class, the ranking information is based on extended performance, which is derived from the historical performance of the older class shares, not adjusted for fees.

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# APPENDIX - GLOSSARY



**12b-1 Fee** The maximum annual charge deducted from fund assets to pay for distribution and marketing costs. Although usually set on a percentage basis, this amount will occasionally be a flat figure.

**Actively managed** A fund attempts to add portfolio value through such active investment techniques as sector allocation (top-down) and/or security selection (bottom-up).

**Aggressive Growth** (Objective) Funds that seek high growth of capital. Investments may include smaller companies, companies in newly-emerging industries or in

**Alpha** is the coefficient that measures the portion of an investment's return arising from non-market or unsystematic risk. In actively managed portfolio. Alpha is considered to be the value added by the manager through sector or security selection. A negative alpha would indicate that active management had produced less-than-market returns.

**Annual Returns** Total returns calculated on a calendar -year basis. The annual return for a fund will be the same as its trailing 12-month total return only at year-end

**Annualized Returns** Returns for periods longer than one year are expressed as "annualized returns." This is equivalent to the compound rate of return which, over a certain period of time, would produce a fund's total return over that same period.

**Asset Allocation** (Objective) Funds that seek high total return by investing in a mix of equities, fixed-income securities and money market instruments.

**Bloomberg US Aggregate Bond Index** Composed of the Bloomberg Govt/Credit Index, the Mortgage-Backed Securities Index, and the Asset-Backed Securities Index. The returns published for the index are total returns, which include reinvestment of dividends.

**Bloomberg Government Bond Index** Listed for government-bond general and Treasury funds. Because it tracks the returns of U.S. Treasuries, agency bonds, and one- to three-year U.S. government obligations, this index is effective for tracking portfolios holding non-mortgage government securities. The returns published for the index are total returns, which include reinvestment of dividends.

**Bloomberg 1-3 Credit Index** The index measures the performance of non-securitized component of the U.S Aggregate Index with maturities of 1-3 years, including Treasuries, government-related issues and corporates. It is a subset of the U.S. Aggregate Index.

**Basis Point** One-hundredth of a percentage point. For example, 50 basis points equals .50%.

**Beta** also known as market or systematic risk, beta is the coefficient that measures an investment's volatility relative to "the market" (the S & P 500 Index has a beta of 1.00) as a whole. Portfolios with a beta greater than 1.00 will move higher or lower than the market as a whole, while those with betas of less than 1.00 will move less than the market.

**Bond funds** Contrary to individual bonds, which offer a guaranteed rate of return, bond funds are variable funds and their returns may rise or fall depending on market conditions.

Funds with 70% or more of their assets invested in bonds are classified as Bond Funds. Bond funds are divided into two main groups: Taxable Bond and Municipal Bond. Taxable Bond Fund categories include the following: Long-Term Government, Intermediate-Term Government, Short-Term Government, Long-Term Bond, Intermediate-Term Bond, Short-Term Bond, Ultrashort-Bond, International- Bond, High-Yield Bond, Emerging-Markets Bond and Multisector Bond.

**Capital Appreciation** The market rise in share value of a company as it experiences growth in earnings and/or assets. By extension, funds will experience capital appreciation as the underlying securities in their portfolios appreciate in value.

**Capitalization** The total market value of all stock issued by a company. Funds are frequently categorized by the market capitalization of the stocks in their portfolios; i.e., "small cap" generally refers to companies valued by the market at less than \$1 billion, "Mid-cap" to companies valued between \$1 billion and \$5 billion, and "Large-cap" to companies valued at more than \$5 billion.

**Corporate Bond--General** (Objective) Funds that seek income by investing in fixed-income securities. Funds with this objective may hold a variety of issues, including but not limited to government bonds, high-quality corporates, mortgages, asset-backed, bank loans and junk bonds.

**Corporate Bond--High Yield** (Objective) Funds that seek income by generally investing 65% or more of their assets in bonds rated below BBB. The price of these issues is generally affected more by the condition of the issuing company (similar to a stock) than by the interest-rate fluctuation that usually causes bond prices to move up and down.

# APPENDIX - GLOSSARY (CONT.)



**Diversification** The investment practice of spreading assets in a portfolio among a number of different companies, industries, sectors and/or instruments. Under Modern Portfolio Theory, the practice of diversification may assist an investor in reducing overall portfolio risk and evening out portfolio returns.

**Domestic equity funds** are placed in a category based on the style and size of the stocks they typically own. The style and size parameters are based on the divisions used in the investment style box: Value, Blend, or Growth style and Small, Medium, or Large median market capitalization.

**Duration** A measure of the sensitivity of the price of a fixed-income security to a change in interest rates. Duration is expressed as a number of years.

Duration is a measure of interest rate risk. The larger the duration number, the greater the interest rate risk or reward for bond prices.

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**Equity-Income** (Objective) Funds that are expected to pursue current income by investing at least 65% of their assets in dividend-paying equity securities.

**Excess Returns** The percentage of fund assets paid for operating and administrative expenses, as well as management fees. Fund expenses are reflected in a Fund's NAV.

**Expense Ratio** The percentage of fund assets paid for operating expenses and management fees, including 12b-1 fees, administrative fees, and all other asset-based costs incurred by the fund, except brokerage costs. Fund expenses are reflected in the fund's NAV. Sales charges are not included in the expense ratio.

**Foreign Stock Category** An international fund having no more than 10% of stocks invested in the United States.

**Fund of Funds** A fund that specializes in buying shares in other mutual funds rather than individual securities. Quite often this type of fund is not discernible from its name alone, but rather through prospectus wording (i.e.: the fund's charter).

**Government Bond--General** (Objective) Offerings that pursue income by investing in a combination of mortgage-backed securities, Treasuries, and agency securities.

**Growth** (Objective) Funds that pursue capital appreciation by investing primarily in equity securities. Current income, if considered at all, is a secondary concern.

**Growth and Income** (Objective) Growth of capital and current income are near-equal objectives for these funds. Investments are typically selected for both appreciation potential and dividend-paying ability.

**Index Fund** A fund that tracks a particular index and attempts to match returns. While an index typically has a much larger portfolio than a mutual fund, the fund's management may study the index's movements to develop a representative sampling, and match sectors proportionately.

**Information Ratio** Is an alternative to the Sharpe Ratio for measuring the risk-adjusted performance of a portfolio. It is calculated by subtracting the benchmark (usually an index) from the return of the portfolio as a whole, then dividing by the tracking error (standard deviation of the difference between portfolio returns and the returns of the index). The higher the Information Ratio, the better the more consistent a manager is.

**International Equity Funds** with 40% or more of their equity holdings in foreign stocks (on average over three years) are placed in the international equity class. These categories include Europe, Japan, International Hybrid, Latin America, Diversified Pacific, Pacific ex. Japan, Specialty Precious Metals, Diversified Emerging Markets, World Stock, and Foreign Stock. Foreign investments involve special risks, including currency fluctuations and political developments.

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# APPENDIX - GLOSSARY (CONT.)



**Life Cycle** These funds are geared toward investors of a certain age or with a specific time horizon for investing. Typically they are grouped together in sets (i.e. conservative, moderate, and aggressive portfolios).

**Management Fees** The management fee is the percentage deducted from fund assets to pay an advisor or subadvisor. Often, as the fund's net assets grow, the percentage deducted for management fees decreases. For example, a particular fund may report a management fee of 0.40% on the first \$500 million in assets, 0.35% on all assets between \$500 million and \$1 billion, and 0.30% on assets in excess of \$1 billion. Thus, if the fund contains \$1.5 billion in total net assets, the advisor scales back its management fees accordingly. Alternatively, the fund may compute the fee as a flat percentage of average net assets. The management fee might also come in the form of a group fee (G), a performance fee (P), or a gross income fee (I). Note: The management fee is just one (albeit a major) component of a fund's costs. The overall expense ratio is the most useful number for investors. Actual fees are also noted in this section.

**Morningstar Category** identifies funds based on their actual investment styles as measured by their underlying portfolio holdings (portfolio statistics and compositions over the past three years). If the fund is new and has no portfolio, we estimate where it will fall before assigning a more permanent category. When necessary, we may change a category assignment based on current information.

**MSCI EAFE Ndr\_D** Listed for foreign stock funds (EAFE refers to Europe, Australasia, and Far East). Widely accepted as a benchmark for international stock performance, the EAFE Index is an aggregate of 21 individual country indexes that collectively represent many of the major markets of the world. Ndr\_D indexes are calculated daily and take into account actual dividends reinvested daily before withholding taxes, but exclude special tax credits declared by companies. In addition, Ndr\_D indexes subtract withholding taxes retained at the source, for foreigners who do not benefit from a double taxation treaty. The returns published for the index are total returns, which include reinvestment of dividends.

**MSCI World Ndr\_D** Includes all 23 MSCI developed market countries. Ndr\_D indexes are calculated daily and take into account actual dividends reinvested daily before withholding taxes, but exclude special tax credits declared by companies. In addition, Ndr\_D indexes subtract withholding taxes retained at the source, for foreigners who do not benefit from a double taxation treaty.

**Mutual fund** An investment option that pools money from many shareholders and invests it in a group of stocks, bonds, or other securities. Also known as an open-end investment management company, mutual funds are securities required to be registered with the SEC.

**NAV** Stands for net asset value, which is the fund's share price. Funds compute this value by dividing the total net assets by the total number of shares.

**Net Assets** The month-end net assets of the mutual fund, recorded in millions of dollars. Net-asset figures are useful in gauging a fund's size, agility, and popularity. They help determine whether a small company fund, for example, can remain in its investment-objective category if its asset base reaches an ungainly size.

**Prospectus** A fund's formal written statement, generally issued on an annual basis. In this statement the fund sets forth its proposed purposes and goals, and other facts (e.g.: history and investment objective) that an investor should know in order to make an informed decision.

**Prospectus Objective** Indicates a particular fund's investment goals, based on the wording in a fund's prospectus.

**R-squared (R<sup>2</sup>)** measures the degree to which movement in one variable is related to the movement in another variable. Portfolios with a high R-squared will react similarly to various market conditions. By combining investments with low correlations, an investor can reduce the overall risk within a portfolio.

**Risk** Basically there are four types of risk: 1) inflation risk means your money may not earn enough in the long run because as prices go up the value of your money goes down; 2) market risk means you could lose money because the price of a stock may go down; 3) credit risk means a company or organization that borrowed your money may not be able to pay it back; and 4) interest rate risk means you could lose money because as interest rates go up the value of bond investments goes down.

# APPENDIX - GLOSSARY (CONT.)



**Russell 1000** Consists of the 1000 largest companies within the Russell 3000 index. Also known as the Market-Oriented Index, because it represents the group of stocks from which most active money managers choose. The returns published for the index are total returns, which include reinvestment of dividends.

**Russell 1000 Growth** Market-capitalization weighted index of those firms in the Russell 1000 with higher price-to-book ratios and higher forecasted growth values. The Russell 1000 includes the largest 1000 firms in the Russell 3000, which represents approximately 98% of the investable US equity market.

**Russell 1000 Value** Market-capitalization weighted index of those firms in the Russell 1000 with lower price-to-book ratios and lower forecasted growth values. The Russell 1000 includes the largest 1000 firms in the Russell 3000, which represents approximately 98% of the investable US equity market.

**Russell 2000** Consists of the smallest 2000 companies in the Russell 3000 Index, representing approximately 7% of the Russell 3000 total market capitalization. The returns published for the index are total returns, which include reinvestment of dividends.

**Russell 2000 Growth** Market-weighted total return index that measures the performance of companies within the Russell 2000 Index having higher price-to-book ratios and higher forecasted growth values. The Russell 2000 Index includes the 2000 firms from the Russell 3000 Index with the smallest market capitalizations. The Russell 3000 Index represents 98% of the of the investable US equity market.

**Russell 2000 Value** Market-weighted total return index that measures the performance of companies within the Russell 2000 Index having lower price-to-book ratios and lower forecasted growth values. The Russell 2000 Index includes the 2000 firms from the Russell 3000 Index with the smallest market capitalizations. The Russell 3000 Index represents 98% of the of the investable US equity market.

**Share Classes** Shares of the same fund that offer different shareholder rights and obligations, such as different fee and load charges. Common share classes are A (front-end load), B (deferred fees), C (no sales charge and a relatively high annual 12b-1 fee, such as 1.00%). Multi-class funds hold the same investment portfolio for all classes, and differ only in their surrounding fee structure.

**Sharpe Ratio** measures the risk-adjusted performance of a portfolio. It is calculated by subtracting the risk-free rate of return (i.e., the return on treasury bills) from the return of the portfolio as a whole, then dividing by the standard deviation of the returns. The higher the Sharpe Ratio, the better the risk-adjusted performance of the portfolio.

**Sortino Ratio** is similar to the Sharpe Ratio, except that it uses downside deviation for the denominator instead of standard deviation. This alternative to the Sharpe Ratio provides a risk-adjusted measure of a security or fund's performance without penalizing it for upward price movements.

**Standard Deviation** A statistical measurement of dispersion about an average, which, for a mutual fund, depicts how widely the returns varied over a certain period of time. Investors use the standard deviation of historical performance to try to predict the range of returns that are most likely for a given fund. When a fund has a high standard deviation, the predicted range of performance is wide, implying greater volatility.

**Tax-deferred earnings** You don't have to pay taxes on any earnings in your defined contribution plan until you withdraw your money. The money in a defined contribution plan can grow faster than with other types of savings plans, because the earnings you accumulate, if any, are also tax-deferred.

**Turnover Ratio** A measure of the percentage of holdings that have been "turned over" -- replaced with other holdings -- within a portfolio during the course of a year.

**Variable funds** Investments that fluctuate with market conditions. Unlike guaranteed investments, such as bonds or CDs, variable funds don't guarantee a specific rate of return. They do offer potential for higher earnings in return for higher degree of market risk.

**World Stock Category** An international fund having more than 10% of stocks invested in the US. Also known as global funds. Foreign Investments involve special risks, including currency fluctuations and political developments.