

AGENDA  
 IRVINE RANCH WATER DISTRICT  
 FINANCE AND PERSONNEL COMMITTEE MEETING  
 TUESDAY, JULY 7, 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=mae8cc59475619d4fa5be6da7cfa0d4dc>  
 Meeting number (access code): 2482 661 2661  
 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 10:30 a.m. on Tuesday, July 7, 2026, and your remarks will be added to the record at the meeting.

---

## COMMUNICATIONS

---

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.

---

## INFORMATION

---

5. EMPLOYEE POPULATION AND RETENTION REPORT – SRADER / MITCHAM  
Recommendation: Receive and file.
6. MONTHLY INVESTMENT AND DEBT REVIEW – ROCHA / DAVIS / ADLY  
Recommendation: Receive and file
7. VALUES RECOGNITION PROGRAM QUARTERLY UPDATE – SRADER / MITCHAM  
Recommendation: Receive and file.
8. INFORMATION TECHNOLOGY PROJECT STATUS REPORT – KANESHIRO / ADLY  
Recommendation: Receive and file.
9. MID-CYCLE OPERATING AND NON-OPERATING BUDGET UPDATE FOR FISCAL YEAR 2026-27 – ROCHA / DAVIS / SMITHSON / ADLY  
Recommendation: Receive and file.
10. IRWD SECTION 115 PENSION BENEFITS TRUST STRATEGY – DAVIS / SMITHSON / ADLY  
Recommendation: Receive and file.

---

**ACTION**

---

11. LUMP SUM PAYMENT OPTION FOR EMPLOYER CONTRIBUTIONS FOR FISCAL YEAR 2026-27 TO THE CALIFORNIA PUBLIC EMPLOYEES' RETIREMENT SYSTEM – LIN / ADLY

Recommendation: That the Board approve the lump sum payment funded by the Pension 115 Trust for employer contributions to the California Public Employees' Retirement System by making a one-time contribution of \$9,757,983 for IRWD's Fiscal Year 2026-27 employer Unfunded Accrued Liability contribution.

12. FISCAL YEAR 2026-2027 OPERATING BUDGET VENDER EXPENDITURE COMMITMENTS GREATER THAN \$200,000 – GARCIA / MENDOZA / MUNCY

Recommendation: That the Board approve the list of vendor commitments greater than \$200,000 based on approved FY 2026-27 operating budget expenditures.

13. RENEWAL OF GENERAL AND EXCESS LIABILITY, EXCESS WORKERS' COMPENSATION, AND PROPOSED INSURANCE PROGRAMS FOR FISCAL YEAR 2026-2027 – MITCHAM

Recommendation: That the Board authorize the General Manager to continue IRWD's participation in PRISM's General and Excess Liability, Excess Workers' Compensation, and Property Insurance Programs for Fiscal Year 2026-2027, including approval of the latest insurance premium estimates as shown in Exhibit "A".

---

**OTHER BUSINESS**

---

14. Directors' Comments

15. Adjourn

\*\*\*\*\*  
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.

Note: This page is intentionally left blank.

July 7, 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:

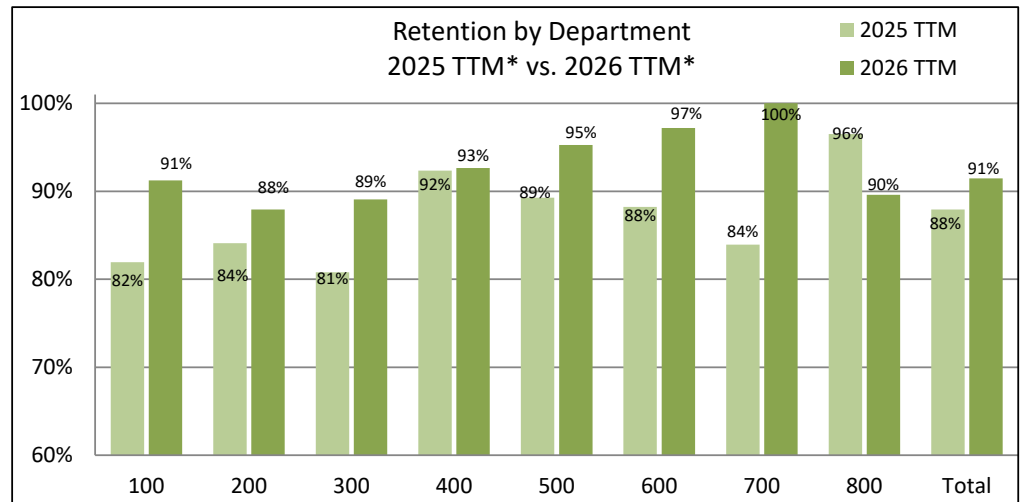
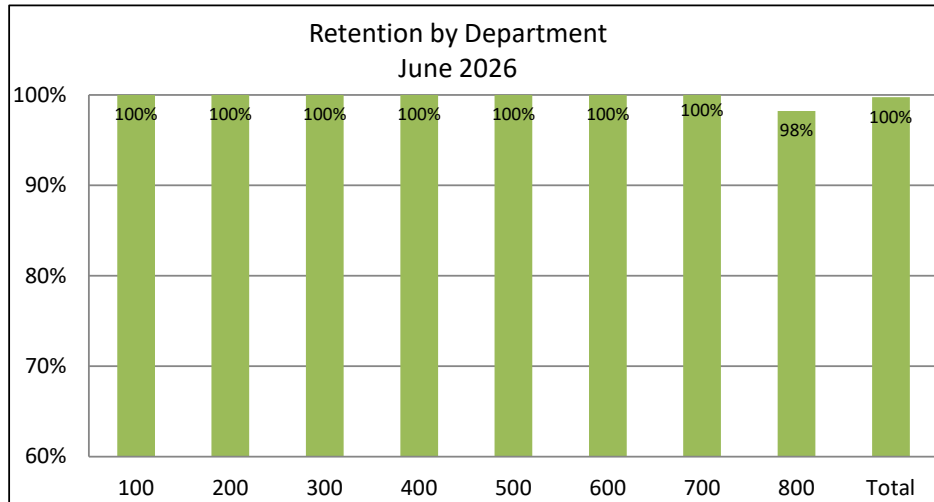
Exhibit "A" – Employee Population & Retention Report

Note: This page is intentionally left blank.

Exhibit "A"

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

@06/01/26		Current Month Activity							@06/30/26		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	Positions	Positions	FTE	Positions	Period	TTM*
100	25								25	-	25	23	-	23	100%	91%
200	91	1							92	11	103	91	7	98	100%	88%
300	48								48	1	49	46	5	51	100%	89%
400	73								73	1	74	68	-	68	100%	93%
500	65	1							66	3	69	63	2	65	100%	95%
600	36								36	-	36	36	3	39	100%	97%
700	27								27	1	28	26	1	27	100%	100%
800	56	2	1						57	9	66	58	-	59	98%	90%
<b>Totals</b>	<b>422</b>	<b>4</b>	<b>1</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>425</b>	<b>26</b>	<b>450</b>	<b>410</b>	<b>19</b>	<b>429</b>	<b>100%</b>	<b>91%</b>
6/25	398	4	4	-	1	1	-	-	398	39	437	389	19	408	99%	88%



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  
JUNE 2026**

<b>NEW HIRES</b>				
<b>Date</b>	<b>Department</b>	<b>Employee Name</b>	<b>Position</b>	<b>Prior Company/Agency</b>
06/15/26	200-Finance	Nathan Benson	Senior Financial Analyst	Think Together
06/15/26	500-Recycling Operations	Kyle Nelson	Process Engineer	Brown and Caldwell
06/15/26	800-Fleet Services	Tyler Tomlinson	Vehicle & Equipment Mechanic	County of Orange
06/21/26	500-LAWRP	Aaron Markham	Operator III	City of Colton

<b>TERMINATIONS</b>					
<b>Date</b>	<b>Department</b>	<b>Employee Name</b>	<b>Position</b>	<b>Reason</b>	<b>Comments</b>

<b>RETIREMENTS</b>					
<b>Date</b>	<b>Department</b>	<b>Employee Name</b>	<b>Position</b>	<b>Reason</b>	<b>Comments</b>
06/04/26	800-Mechanical Services	James Dowling, Jr.	Senior Maintenance Mechanic	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>
06/20/26	200-Purchasing	Brenda Olvera	Purchasing Coordinator	200-Purchasing	Senior Purchasing Coordinator
06/20/26	400-Construction Services	Edward Chavez	Metering Systems Technician I	400-Construction Services	Utility Construction Technician I
06/20/26	500-Recycling Operations	Sean Jardin	Operator III	500 - Recycling Operations	Operations Supervisor

<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>
06/06/26	300-Engineering	Scott Fraser	Engineering Technician	300-Engineering	Construction Compliance Specialist

<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>

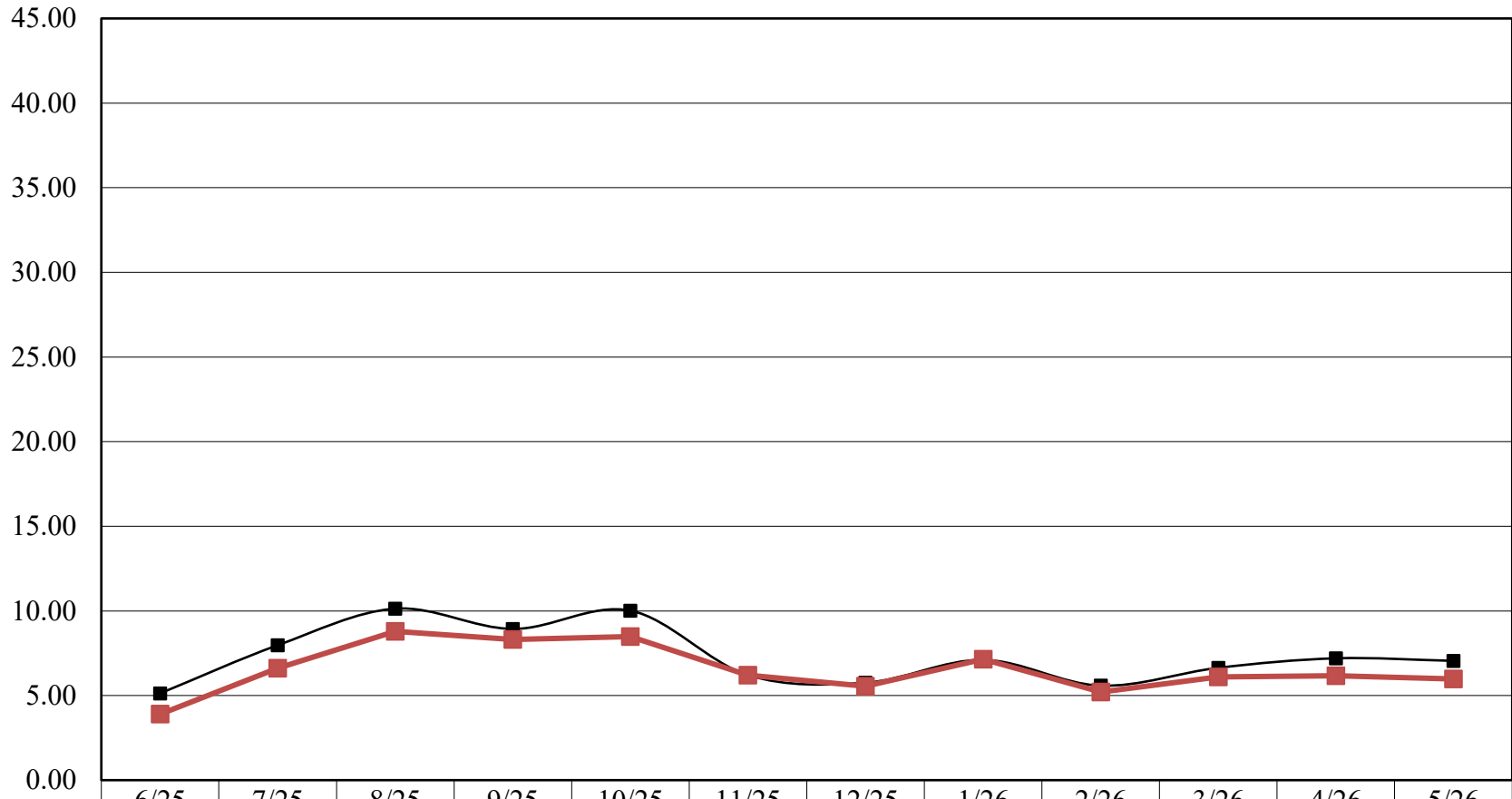
Change in status = CS  
Retirement = RET  
No Reason Given = NRG

Personal/Family = P/F  
Relocation = REL  
New Opportunity = NO

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

UNFILLED POSITIONS			
Dept	Position	Salary Grade	Comments
200	Data Analyst	U11.E	
200	Purchasing Manager	U19.E	
200	Accounting Supervisor	U15.E	Interviewing
200	Accounting Supervisor	U15.E	Interviewing
200	Accountant	27.N	Recruiting
200	Accountant	27.N	Recruiting
200	Controller	U23.E	Start Date Pending
200	Senior Applications Analyst	U18.E	
200	Purchasing Coordinator	21.N	
200	Senior Purchasing Coordinator	23.N	
200	Senior Database Administrator	U18.E	
300	Construction Inspector	29.N	Interviewing
400	Metering Systems Technician I	18.N	Recruiting
500	Collection Systems Technician I	19.N	
500	Collection Systems Technician I	19.N	
500	Operator III	32.N	Interviewing
700	Water Resources Engineer/Planner	U17.E	Recruiting
800	Asset Maintenance Coordinator	32.N	
800	Senior Electrical & Instrumentation Technician	33.N	
800	Electrical & Instrumentation Technician	30.N	Interviewing
800	Electrical & Instrumentation Technician	30.N	Interviewing
800	Electrical & Instrumentation Technician	30.N	Interviewing
800	Senior Facilities Services Technician	29.N	Recruiting
800	Facilities Services Technician	24.N	Recruiting
800	Senior Maintenance Mechanic	29.N	
800	Senior Maintenance Mechanic	29.N	Interviewing

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




	6/25	7/25	8/25	9/25	10/25	11/25	12/25	1/26	2/26	3/26	4/26	5/26
Temp Total	5.13	7.97	10.13	8.94	10.02	6.21	5.76	7.11	5.58	6.64	7.20	7.05
Intern Totals	3.90	6.61	8.79	8.32	8.48	6.20	5.56	7.14	5.21	6.11	6.18	5.98

July 7, 2026

Prepared by: D. Rocha / 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 June 26, 2026, as outlined in Exhibit "A";
- The U.S. Treasury Yield Curve as of June 26, 2026, as shown in Exhibit "B";
- The Summary of Fixed and Variable Debt as of June 26, 2026, as outlined in Exhibit "C"; and
- The Summary of Variable Rate Debt Rates as of June 26, 2026, as outlined in Exhibit "D".

BACKGROUND:

Investment Portfolio:

Due to the timing of the Committee meeting, the final rate of return for June is not available. Preliminary calculations indicate a rate of return for the fixed income investment portfolio was 3.93%, which was a 0.02% decrease from May's rate of return.

Debt Portfolio:

As of June 26, 2026, IRWD's weighted average all-in variable rate for debt was 2.41%, which is a 0.43% increase from May's rate of 1.98%. 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 2.89%, a 0.23% increase from May's rate of 2.66%. The increase was 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 June 26, 2026

Exhibit "B" – Yield Curve as of June 26, 2026

Exhibit "C" – Summary of Fixed and Variable Debt as of June 26, 2026

Exhibit "D" – Summary of Variable Rate Debt Rates as of June 26, 2026



Dashboard

06/01/2026 - 06/26/2026

Irvine Ranch Water District (491783)

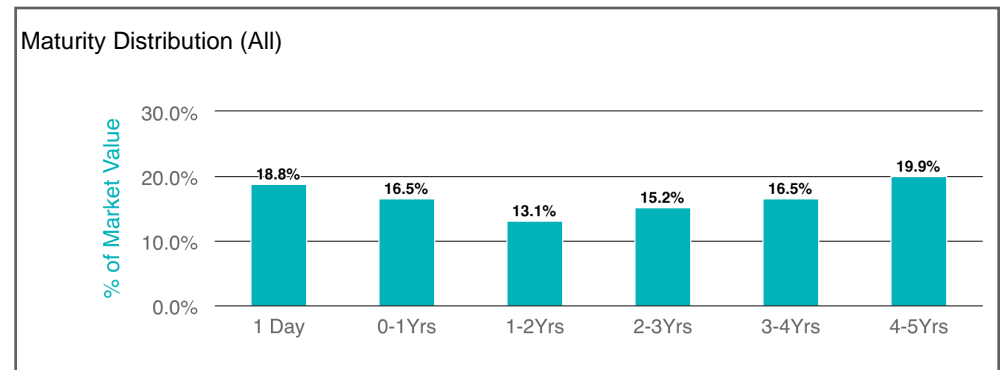
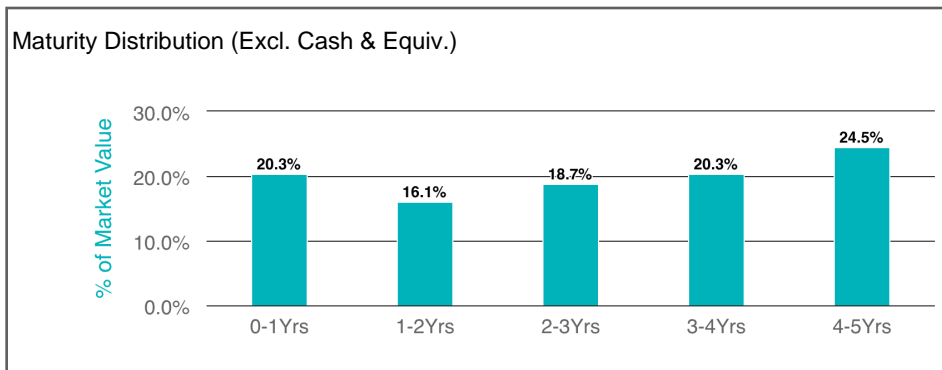
Dated: 06/29/2026

Portfolio Summary		
	<i>Irvine Ranch Water District</i>	<i>Grand Total</i>
Par Value	410,042,827.70	410,042,827.70
Principal Cost	407,401,247.15	407,401,247.15
Book Value	407,401,247.15	407,401,247.15
Market Value	405,995,554.29	405,995,554.29
Unrealized Gain/Loss	-1,405,692.86	-1,405,692.86
Accrued Interest	2,510,509.89	2,510,509.89

Footnotes: 1,2,3

Portfolio Characteristics		
	<i>Irvine Ranch Water District</i>	<i>Grand Total</i>
Weighted Average Maturity	2.081	2.081
Portfolio Effective Duration	1.788	1.788
Weighted Average Life	1.928	1.928
Average Credit Rating	AA	AA
Yield at Cost	3.93	3.93

Footnotes: 1,2,3



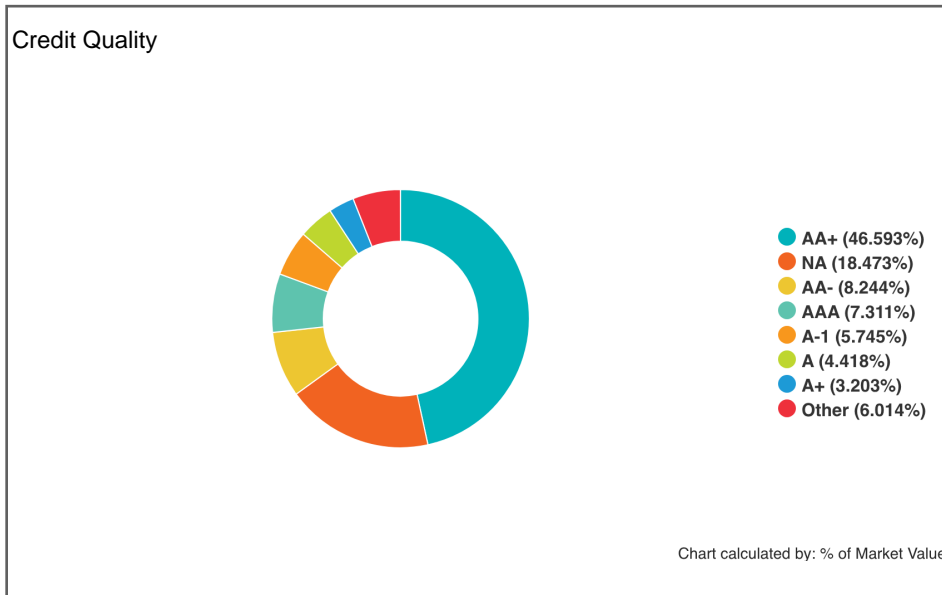
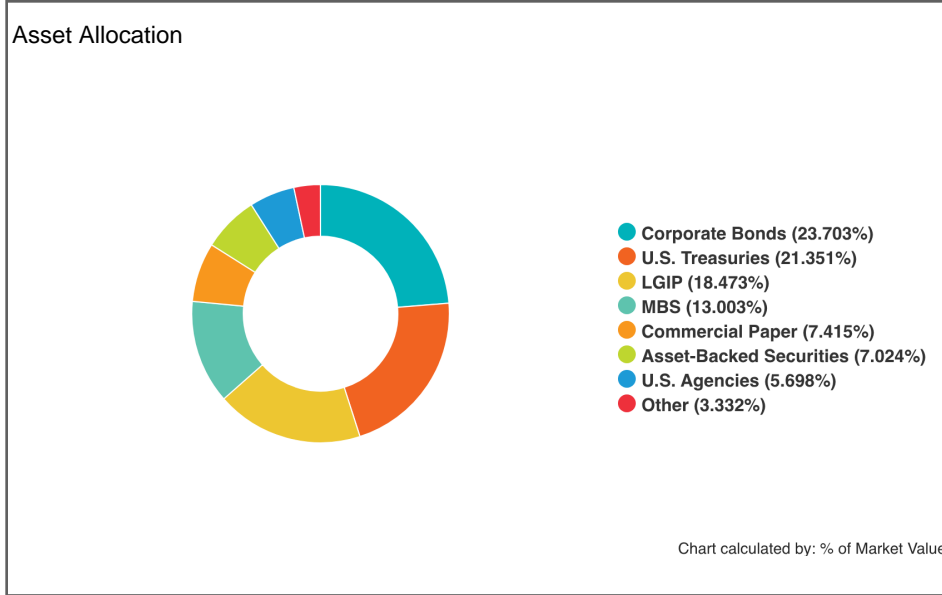


Dashboard

06/01/2026 - 06/26/2026

Irvine Ranch Water District (491783)

Dated: 06/29/2026



### Issuer Concentration

Issuer Concentration	Ending Current Units	Ending Book Value	% of Ending Book Value
Other	158,108,398.80	157,241,278.22	38.596%
United States	92,500,000.00	91,333,977.36	22.419%
(CALAIF) California LAIF	74,999,807.18	74,999,807.18	18.409%
Federal Home Loan Mortgage Corporation	28,536,621.72	28,311,557.01	6.949%
Federal National Mortgage Association	27,498,000.00	26,865,075.32	6.594%
New York Life Insurance Company	16,900,000.00	17,061,113.00	4.188%
Citigroup Inc.	11,500,000.00	11,588,439.06	2.844%
<b>Total</b>	<b>410,042,827.70</b>	<b>407,401,247.15</b>	<b>100.000%</b>

\*Other is the total of individual issuer concentrations below 2.0%



# MEEDER

PUBLIC FUNDS

## Portfolio Detail Committee and Board

Irvine Ranch Water District (491783)

Base Currency: USD As of 06/26/2026

Dated: 06/29/2026

Identifier	Description	Asset Type	Yield at Cost	Average Credit Rating	Par Value	Principal Cost	Book Value	Market Value	Unrealized Gain/Loss	Final Maturity
74368CCE2	PROTECTIVE LIFE GLOBAL FUNDING	Corporate Bonds	4.72	AA-	5,000,000.00	5,023,650.00	5,023,650.00	4,986,700.00	-36,950.00	04/14/2031
91282CHQ7	UNITED STATES TREASURY	U.S. Treasuries	4.39	AA+	10,000,000.00	9,900,000.00	9,900,000.00	10,005,468.80	105,468.80	07/31/2028
59217GFU8	METROPOLITAN LIFE GLOBAL FUNDING I	Corporate Bonds	4.35	AA-	5,000,000.00	5,001,100.00	5,001,100.00	4,934,800.00	-66,300.00	01/12/2031
66989HGB2	NOVARTIS CAPITAL CORP	Corporate Bonds	4.33	AA-	4,700,000.00	4,714,946.00	4,714,946.00	4,676,124.00	-38,822.00	03/18/2031
3137HB3D4	FHMS K-510 A2	MBS	4.31	AA+	3,440,203.00	3,488,446.47	3,488,446.47	3,480,263.48	-8,182.99	10/25/2028
91282CFH9	UNITED STATES TREASURY	U.S. Treasuries	4.30	AA+	5,000,000.00	4,854,687.50	4,854,687.50	4,945,703.15	91,015.65	08/31/2027
806851AK7	SCHLUMBERGER HOLDINGS CORP	Corporate Bonds	4.25	A-	5,000,000.00	4,965,650.00	4,965,650.00	4,951,750.00	-13,900.00	05/17/2028
9128283W8	UNITED STATES TREASURY	U.S. Treasuries	4.23	AA+	5,000,000.00	4,783,593.75	4,783,593.75	4,893,945.30	110,351.55	02/15/2028
3132XKXL6	FH WN5182	MBS	4.22	AA+	5,000,000.00	5,065,039.06	5,065,039.06	5,006,598.00	-58,441.06	10/01/2029
91282CKV2	UNITED STATES TREASURY	U.S. Treasuries	4.22	AA+	5,000,000.00	5,044,921.88	5,044,921.88	5,026,953.15	-17,968.73	06/15/2027
91282CFM8	UNITED STATES TREASURY	U.S. Treasuries	4.19	AA+	5,000,000.00	4,988,476.57	4,988,476.57	5,002,343.75	13,867.18	09/30/2027
30303MAB8	META PLATFORMS INC	Corporate Bonds	4.17	AA-	5,000,000.00	5,005,950.00	5,005,950.00	4,933,700.00	-72,250.00	11/15/2030
91282CKZ3	UNITED STATES TREASURY	U.S. Treasuries	4.16	AA+	5,000,000.00	5,027,343.75	5,027,343.75	5,015,820.30	-11,523.45	08/01/2027
91282CBZ3	UNITED STATES TREASURY	U.S. Treasuries	4.15	AA+	5,000,000.00	4,496,484.38	4,496,484.38	4,750,390.65	253,906.27	04/30/2028
59217GDC0	METROPOLITAN LIFE GLOBAL FUNDING I	Corporate Bonds	4.11	AA-	1,000,000.00	966,290.00	966,290.00	958,650.00	-7,640.00	06/17/2029
24422EYF0	JOHN DEERE CAPITAL CORP	Corporate Bonds	4.11	A	5,000,000.00	5,057,600.00	5,057,600.00	4,978,300.00	-79,300.00	10/15/2030
64952WFK4	NEW YORK LIFE GLOBAL FUNDING	Corporate Bonds	4.10	AA+	5,900,000.00	6,004,843.00	6,004,843.00	5,912,508.00	-92,335.00	12/05/2029
92970QAK1	WFCIT 2026-1 A	Asset-Backed Securities	4.08	AAA	5,000,000.00	4,999,299.00	4,999,299.00	4,968,505.35	-30,793.65	04/16/2029
166764BY5	CHEVRON CORP	Corporate Bonds	4.04	AA-	6,000,000.00	5,572,080.00	5,572,080.00	5,532,180.00	-39,900.00	05/11/2030
3140Q0KP6	FN BZ4801	MBS	4.04	AA+	6,410,000.00	6,459,076.56	6,459,076.56	6,358,335.85	-100,740.71	09/01/2030
3140Q06A5	FN BZ5364	MBS	4.03	AA+	5,250,000.00	5,236,464.84	5,236,464.84	5,153,937.29	-82,527.55	11/01/2030
91282CFT3	UNITED STATES TREASURY	U.S. Treasuries	4.01	AA+	5,000,000.00	4,997,656.25	4,997,656.25	4,983,593.75	-14,062.50	10/31/2029
3140Q2C97	FN BZ6395	MBS	4.01	AA+	6,000,000.00	5,951,953.13	5,951,953.13	5,860,386.42	-91,566.71	02/01/2031
3140JBFJ0	FN BM6468	MBS	4.00	AA+	5,500,000.00	4,868,359.38	4,868,359.38	4,850,964.42	-17,394.96	11/01/2030
3140Q0CX8	FN BZ4585	MBS	4.00	AA+	2,588,000.00	2,599,221.41	2,599,221.41	2,562,684.16	-36,537.25	08/01/2030
91282CMU2	UNITED STATES TREASURY	U.S. Treasuries	3.99	AA+	5,000,000.00	5,002,148.44	5,002,148.44	4,981,250.00	-20,898.44	03/31/2030
52953HJA9	Lexington Parker Capital Co. LLC	Commercial Paper	3.99	A-1	5,525,000.00	5,472,865.49	5,472,865.49	5,479,533.86	6,668.37	09/10/2026
91282CGQ8	UNITED STATES TREASURY	U.S. Treasuries	3.98	AA+	5,000,000.00	5,004,687.50	5,004,687.50	4,982,031.25	-22,656.25	02/28/2030
91282CMA6	UNITED STATES TREASURY	U.S. Treasuries	3.97	AA+	5,000,000.00	5,031,250.00	5,031,250.00	5,003,515.65	-27,734.35	11/30/2029
89236TKD6	TOYOTA MOTOR CREDIT CORP	Corporate Bonds	3.97	A+	3,000,000.00	3,046,320.00	3,046,320.00	3,001,590.00	-44,730.00	06/29/2029
6944PL2S7	PACIFIC LIFE GLOBAL FUNDING II	Corporate Bonds	3.96	AA-	2,450,000.00	2,498,485.50	2,498,485.50	2,465,876.00	-32,609.50	04/04/2028
880591FE7	TENNESSEE VALLEY AUTHORITY	U.S. Agencies	3.95	AA+	5,000,000.00	4,984,075.00	4,984,075.00	4,946,850.00	-37,225.00	08/01/2030
223093VT9	COVINA-VALLEY CALIF UNI SCH DIST	Municipal Bonds	3.94	AA	1,300,000.00	1,222,039.00	1,222,039.00	1,211,386.80	-10,652.20	08/01/2030
66815L2V0	NORTHWESTERN MUTUAL GLOBAL FUNDING	Corporate Bonds	3.91	AA+	5,000,000.00	5,059,750.00	5,059,750.00	5,010,300.00	-49,450.00	03/21/2028
14320HAD8	CARMX 2025-4 A3	Asset-Backed Securities	3.91	AAA	5,000,000.00	5,011,132.81	5,011,132.81	4,953,379.50	-57,753.31	12/16/2030
532457CQ9	ELI LILLY AND CO	Corporate Bonds	3.89	AA-	5,000,000.00	5,049,950.00	5,049,950.00	4,981,650.00	-68,300.00	08/14/2029
3137HKXJ8	FHMS K-539 A2	MBS	3.89	AA+	5,000,000.00	5,082,421.88	5,082,421.88	4,995,736.85	-86,685.03	01/25/2030
11042MHA9	Britannia Funding Company, LLC	Commercial Paper	3.88	A-1+	6,815,000.00	6,761,066.85	6,761,066.85	6,782,931.64	21,864.79	08/10/2026
64952WEY5	NEW YORK LIFE GLOBAL FUNDING	Corporate Bonds	3.88	AA+	3,000,000.00	3,055,260.00	3,055,260.00	3,017,790.00	-37,470.00	01/09/2028
3136GCG90	FEDERAL NATIONAL MORTGAGE ASSOCIATION	U.S. Agencies	3.88	AA+	1,750,000.00	1,750,000.00	1,750,000.00	1,705,987.50	-44,012.50	01/27/2031
64952WFL2	NEW YORK LIFE GLOBAL FUNDING	Corporate Bonds	3.87	AA+	3,000,000.00	3,028,860.00	3,028,860.00	2,999,640.00	-29,220.00	12/13/2027
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	4,979,350.00	-43,500.00	03/07/2029
06055JPX1	BANK OF AMERICA CORP	Corporate Bonds	3.86	A-	5,000,000.00	5,000,000.00	5,000,000.00	4,966,800.00	-33,200.00	03/23/2027
9128284V9	UNITED STATES TREASURY	U.S. Treasuries	3.85	AA+	5,000,000.00	4,820,312.50	4,820,312.50	4,876,171.90	55,859.40	08/15/2028
91282CJW2	UNITED STATES TREASURY	U.S. Treasuries	3.85	AA+	5,000,000.00	5,025,585.94	5,025,585.94	4,987,500.00	-38,085.94	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	4,817,578.15	34,179.71	02/15/2029



# Portfolio Detail Committee and Board

Irvine Ranch Water District (491783)

Base Currency: USD As of 06/26/2026

Dated: 06/29/2026

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	3,122,760.98	3,154,354.54	3,154,354.54	3,134,563.80	-19,790.74	07/25/2029
17305EGS8	CCCIT 2018-A7 A7	Asset-Backed Securities	3.85	AAA	6,500,000.00	6,518,789.06	6,518,789.06	6,442,621.90	-76,167.16	10/15/2030
16144QAC9	CHAOT 245 A3	Asset-Backed Securities	3.84	AAA	4,037,511.43	4,051,390.37	4,051,390.37	4,035,004.09	-16,386.28	08/27/2029
55458FGA9	Mackinac Funding Company, LLC	Commercial Paper	3.82	A-1	5,000,000.00	4,905,208.33	4,905,208.33	4,993,229.17	88,020.84	07/10/2026
713448GL6	PEPSICO INC	Corporate Bonds	3.82	A+	5,000,000.00	5,038,350.00	5,038,350.00	4,977,800.00	-60,550.00	01/15/2029
91282CNK3	UNITED STATES TREASURY	U.S. Treasuries	3.82	AA+	7,500,000.00	7,519,628.91	7,519,628.91	7,433,789.10	-85,839.81	06/30/2030
CALAIIF	California LAIF	LGIP	3.81	NA	74,999,807.18	74,999,807.18	74,999,807.18	74,999,807.18	0.00	06/26/2026
3137FNX54	FHMS K-097 A2	MBS	3.79	AA+	5,000,000.00	4,780,078.13	4,780,078.13	4,735,327.10	-44,751.03	07/25/2029
923078CW7	VENTURA CNTY CALIF PUB FING AUTH LEASE REV	Municipal Bonds	3.79	AA+	3,000,000.00	2,946,540.00	2,946,540.00	2,975,085.00	28,545.00	11/01/2026
923078CY3	VENTURA CNTY CALIF PUB FING AUTH LEASE REV	Municipal Bonds	3.79	AA+	4,000,000.00	3,806,760.00	3,806,760.00	3,785,064.00	-21,696.00	11/01/2028
3137FKUP9	FHMS K-087 A2	MBS	3.77	AA+	130,234.44	129,898.68	129,898.68	128,326.21	-1,572.47	12/25/2028
14041NGE5	COMET 2024-1 A	Asset-Backed Securities	3.77	AAA	5,000,000.00	5,012,500.00	5,012,500.00	4,983,500.85	-28,999.15	09/17/2029
53948BLH0	Lloyds Bank Corporate Markets plc	Commercial Paper	3.76	A-1	8,000,000.00	7,782,840.00	7,782,840.00	7,883,693.33	100,853.33	11/17/2026
46625HRV4	JPMORGAN CHASE & CO	Corporate Bonds	3.76	A	3,000,000.00	2,982,990.00	2,982,990.00	2,990,880.00	7,890.00	10/01/2026
17325FBC1	CITIBANK NA	Corporate Bonds	3.75	A+	5,000,000.00	5,069,650.00	5,069,650.00	5,023,200.00	-46,450.00	12/04/2026
3137FKUP9	FHMS K-087 A2	MBS	3.74	AA+	4,167,502.14	4,160,664.87	4,160,664.87	4,106,438.69	-54,226.18	12/25/2028
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	4,966,633.33	86,450.00	09/01/2026
446201AF2	HUNTINGTON BEACH CALIF PENSION OBLIG	Municipal Bonds	3.73	AA+	2,100,000.00	2,040,360.00	2,040,360.00	2,050,893.60	10,533.60	06/15/2027
14913UBF6	CATERPILLAR FINANCIAL SERVICES CORP	Corporate Bonds	3.72	A	5,000,000.00	4,998,250.00	4,998,250.00	4,963,800.00	-34,450.00	01/10/2028
74274TAL4	PRIVATE EXPORT FUNDING CORP	U.S. Agencies	3.72	AA	6,500,000.00	6,553,209.00	6,553,209.00	6,503,965.00	-49,244.00	02/07/2027
64952WEQ2	NEW YORK LIFE GLOBAL FUNDING	Corporate Bonds	3.71	AA+	5,000,000.00	4,972,150.00	4,972,150.00	4,963,900.00	-8,250.00	04/07/2027
857477CP6	STATE STREET CORP	Corporate Bonds	3.71	A	5,000,000.00	5,050,750.00	5,050,750.00	5,004,700.00	-46,050.00	10/22/2027
3137FMCR1	FHMS K-093 A2	MBS	3.70	AA+	4,894,542.35	4,773,517.18	4,773,517.18	4,720,549.54	-52,967.64	05/25/2029
91282CHR5	UNITED STATES TREASURY	U.S. Treasuries	3.68	AA+	5,000,000.00	5,069,726.56	5,069,726.56	4,977,734.40	-91,992.16	07/31/2030
68609TWF1	OREGON ST	Municipal Bonds	3.67	AA+	2,395,000.00	2,323,341.60	2,323,341.60	2,342,360.29	19,018.69	05/01/2027
742651EA6	PRIVATE EXPORT FUNDING CORP	U.S. Agencies	3.57	AA+	5,000,000.00	5,100,100.00	5,100,100.00	4,998,850.00	-101,250.00	12/15/2028
3137FVHK9	FHMS K-X04 A2X	MBS	3.52	AA+	904,139.79	831,490.74	831,490.74	833,256.40	1,765.66	11/25/2029
262006307	BNY DREYFUS GVT CM INV	Money Market Funds	3.29	AAA	1,163,126.39	1,163,126.39	1,163,126.39	1,163,126.39	0.00	06/26/2026
---	---	---	<b>3.93</b>	<b>AA</b>	<b>410,042,827.70</b>	<b>407,401,247.15</b>	<b>407,401,247.15</b>	<b>405,995,554.29</b>	<b>-1,405,692.86</b>	<b>07/25/2028</b>

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



# MEEDER

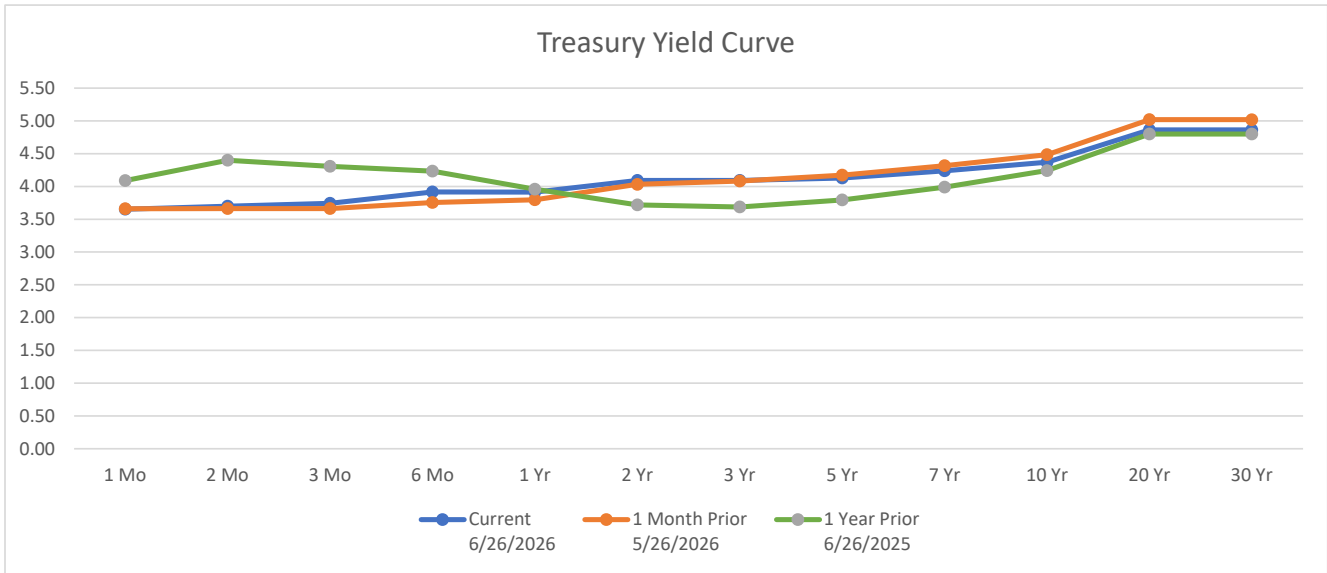
**PUBLIC FUNDS**

**Report:** Investment Activity Committee and Board Report  
**Account:** Irvine Ranch Water Dist Oper (491785)  
**Date:** 06/01/2026 - 06/26/2026

Identifier	Security Description	Yield to Maturity	Coupon Rate	Trade Date	Settle Date	Final Maturity	Amount	Transaction Type
262006307	BNY DREYFUS GVT CM;INV	---	3.290	---	---	06/26/2026	(6,506,111.25)	Buy
3137FKUP9	FH-K087-A2	---	3.771	06/01/2026	06/01/2026	12/25/2028	4,918.81	Principal Paydown
3137FMCR1	FH-K093-A2	---	2.982	06/01/2026	06/01/2026	05/25/2029	5,614.30	Principal Paydown
3137FWHK9	FH-KX04-A2X	---	1.088	06/01/2026	06/01/2026	11/25/2029	2,171.62	Principal Paydown
53944RF52	LMA S.A. 0.0 06/05/2026	0.000	0.000	06/05/2026	06/05/2026	06/05/2026	5,000,000.00	Maturity
262006307	BNY DREYFUS GVT CM;INV	---	3.290	06/16/2026	06/16/2026	06/26/2026	5,472,865.49	Sell
52953HJA9	LEXINGTON PARKER 09/10/2	3.941	0.000	06/16/2026	06/16/2026	09/10/2026	(5,472,865.49)	Buy
16144YAC2	CAOT-244-A3	---	4.940	06/25/2026	06/25/2026	07/25/2029	253,000.04	Principal Paydown
16144QAC9	CAOT-245-A3	---	4.180	06/25/2026	06/25/2026	08/27/2029	290,466.05	Principal Paydown

Note: This page is intentionally left blank.

## Exhibit "B"



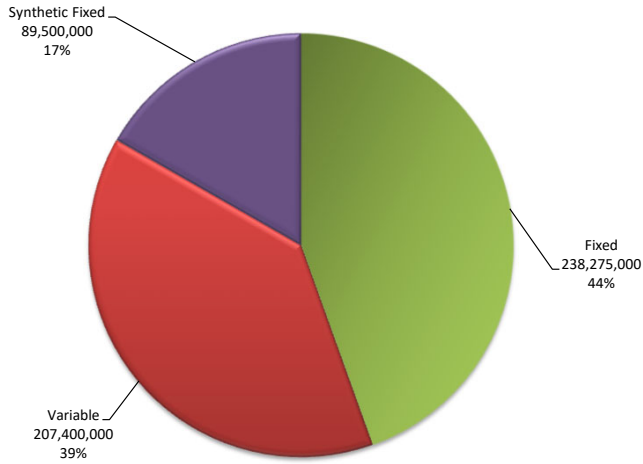
Tenor	Current 6/26/2026	1 Month Prior 5/26/2026	1 Year Prior 6/26/2025
1 Mo	3.65	3.66	4.09
2 Mo	3.70	3.66	4.40
3 Mo	3.74	3.66	4.31
6 Mo	3.92	3.76	4.23
1 Yr	3.91	3.80	3.96
2 Yr	4.09	4.03	3.72
3 Yr	4.09	4.08	3.69
5 Yr	4.13	4.17	3.80
7 Yr	4.24	4.32	3.99
10 Yr	4.37	4.49	4.24
20 Yr	4.86	5.02	4.80
30 Yr	4.86	5.02	4.80

Note: This page is intentionally left blank.

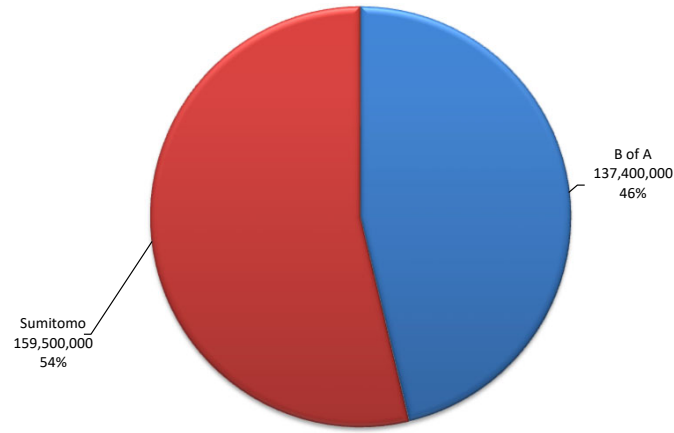
Exhibit "C"

Irvine Ranch Water District  
 Summary of Fixed and Variable Rate Debt  
 June 2026

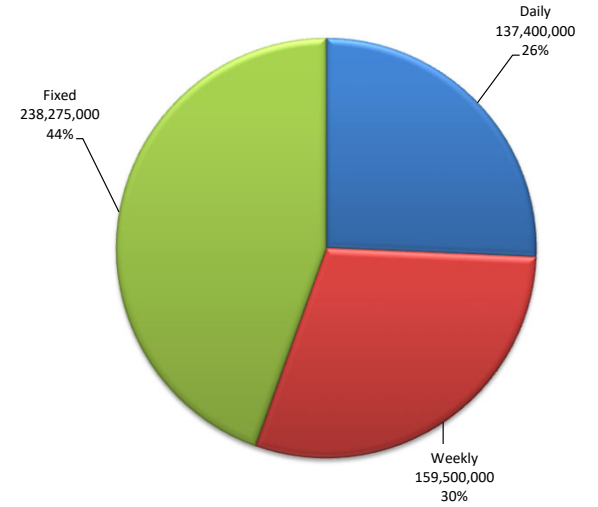
Current Debt Mix By Type



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	6.45%	Sumitomo	BAML	Variable	Weekly
Series 2025-A Refunding	07/15/25	05/01/40	\$125,000,000	23.36%	Sumitomo	BAML	Variable	Weekly
Series 2011-A-1 Refunding	04/15/11	10/01/37	\$34,440,000	6.44%	B of A	Goldman	Variable	Daily
Series 2011-A-2 Refunding	04/15/11	10/01/37	\$22,960,000	4.29%	B of A	Goldman	Variable	Daily
Series 2009 - A	06/04/09	10/01/41	\$40,000,000	7.47%	B of A	US Bank	Variable	Daily
Series 2009 - B	06/04/09	10/01/41	\$40,000,000	7.47%	B of A	Goldman	Variable	Daily
2016 COPS	09/01/16	03/01/46	\$92,030,000	17.20%	N/A	N/A	Fixed	Fixed
Series 2025-B Refunding	07/25/25	05/01/35	\$54,755,000	10.23%	N/A	N/A	Fixed	Fixed
Series 2016	10/12/16	02/01/46	\$91,490,000	17.10%	N/A	N/A	Fixed	Fixed
<b>Total</b>			<b>\$535,175,000</b>	<b>100.00%</b>				

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

June-26

Daily
Weekly

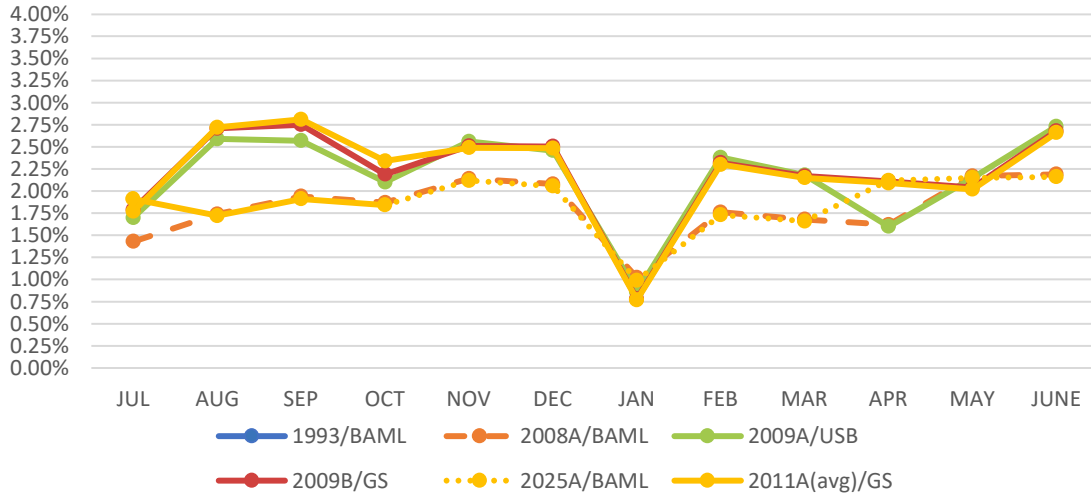
GENERAL BOND INFORMATION							LETTER OF CREDIT INFORMATION										TRUSTEE INFORMATION				
VARIABLE RATE ISSUES	Issue Date	Maturity Date	Principal Payment Date	Payment Date	Original Par Amount	Remaining Principal	Letter of Credit	Reimbursement Agreement Date	L/C Exp. Date	Prior Letter of Credit Bank	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    \$296,900,000</b>							<b>SUB-TOTAL VARIABLE RATE DEBT</b>										<b>\$301,001,074    0.3256%    \$980,032</b> (Wt. Avg)				
<b>\$278,035,000    \$238,275,000</b>							<b>SUB-TOTAL FIXED RATE DEBT</b>										<b>0.07%    \$207,830</b> (Wt. Avg)				
<b>\$714,165,000    \$535,175,000</b>							<b>TOTAL- FIXED &amp; VARIABLE RATE DEBT</b>														

Remarketing Agents			GO VS COP's		
Goldman	97,400,000	33%	GO:	443,145,000	83%
BAML	159,500,000	54%	COPS:	92,030,000	17%
US Bank	40,000,000	13%	Total	<u>535,175,000</u>	
	<u>296,900,000</u>				

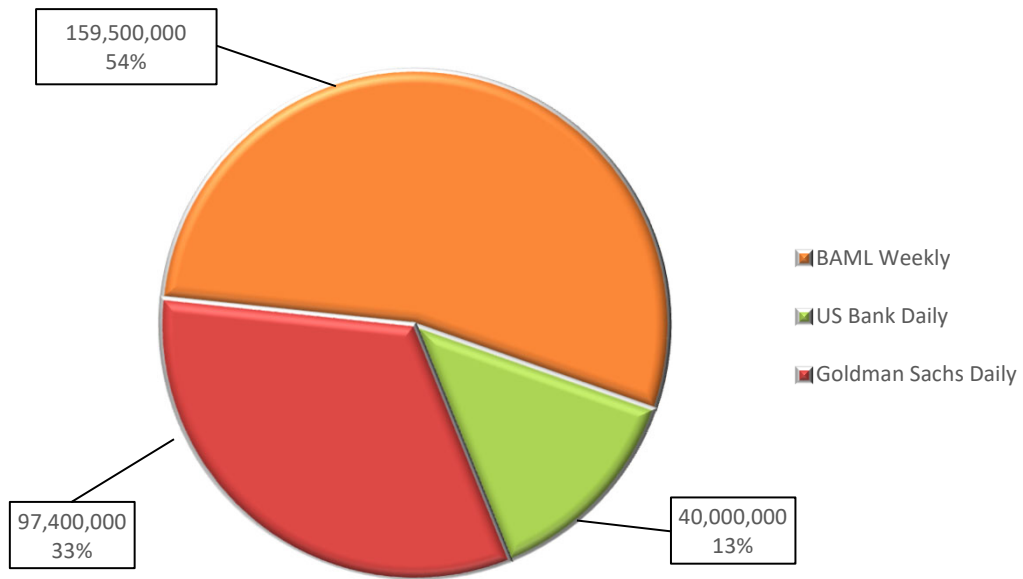
LOC Banks			Breakdown Between Variable & Fixed Rate Mode		
SUMITOMO	159,500,000	54%	Daily Issues	137,400,000	26%
BANK OF AMERICA	137,400,000	46%	Weekly Issues	159,500,000	30%
	<u>296,900,000</u>		Sub-Total	<u>296,900,000</u>	
			Fixed Rate Issues	\$238,275,000	45%
			Sub-Total - Fixed	<u>238,275,000</u>	
			TOTAL DEBT		
			FIXED & VAR.	<u>535,175,000</u>	100%

# Irvine Ranch Water District Summary of Remarketing Performance June 2026

## All-in Variable Rate



## Total Outstanding Principal By Remarketing Agent



SUMMARY OF DEBT RATES

Jun-26

Cusips	4636324K2	4636324Q9	4636324R7	4636324D8	4636325R6	4636324H9
Rmkt Agent Mode	GOLDMAN DAILY	GOLDMAN DAILY	GOLDMAN DAILY	MERRILL LYNCH WEEKLY	MERRILL LYNCH WEEKLY	US BANK 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 Reset	BOFA	BOFA	BOFA	Sumitomo Wednesday	Sumitomo Wednesday	BOFA
6/1/2026	1.03%	1.03%	1.03%	0.80%	0.80%	1.20%
6/2/2026	0.90%	0.90%	0.90%	0.80%	0.80%	1.00%
6/3/2026	1.48%	1.48%	1.48%	0.80%	0.80%	1.30%
6/4/2026	2.20%	2.20%	2.20%	1.48%	1.48%	1.90%
6/5/2026	2.65%	2.65%	2.65%	1.48%	1.48%	2.65%
6/6/2026	2.65%	2.65%	2.65%	1.48%	1.48%	2.65%
6/7/2026	2.65%	2.65%	2.65%	1.48%	1.48%	2.65%
6/8/2026	2.60%	2.60%	2.60%	1.48%	1.48%	2.60%
6/9/2026	2.45%	2.45%	2.45%	1.48%	1.48%	2.60%
6/10/2026	2.25%	2.25%	2.25%	1.48%	1.48%	2.45%
6/11/2026	2.90%	2.90%	2.90%	2.25%	2.25%	2.80%
6/12/2026	2.70%	2.70%	2.70%	2.25%	2.25%	2.95%
6/13/2026	2.70%	2.70%	2.70%	2.25%	2.25%	2.95%
6/14/2026	2.70%	2.70%	2.70%	2.25%	2.25%	2.95%
6/15/2026	1.50%	1.50%	1.50%	2.25%	2.25%	2.30%
6/16/2026	1.50%	1.50%	1.50%	2.25%	2.25%	1.80%
6/17/2026	1.65%	1.65%	1.65%	2.25%	2.25%	1.80%
6/18/2026	2.35%	2.35%	2.35%	1.95%	1.95%	2.35%
6/19/2026	2.35%	2.35%	2.35%	1.95%	1.95%	2.35%
6/20/2026	2.35%	2.35%	2.35%	1.95%	1.95%	2.35%
6/21/2026	2.35%	2.35%	2.35%	1.95%	1.95%	2.35%
6/22/2026	2.35%	2.35%	2.35%	1.95%	1.95%	2.30%
6/23/2026	2.35%	2.35%	2.35%	1.95%	1.95%	2.30%
6/24/2026	2.75%	2.75%	2.75%	1.95%	1.95%	2.80%
6/25/2026	2.93%	2.93%	2.93%	2.05%	2.05%	2.40%
6/26/2026	2.60%	2.60%	2.60%	2.05%	2.05%	2.50%
Avg Interest Rates	2.27%	2.27%	2.27%	1.78%	1.78%	2.32%
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>2.68%</b>	<b>2.66%</b>	<b>2.66%</b>	<b>2.19%</b>	<b>2.16%</b>	<b>2.73%</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	2.68%	2.28%
Weekly	53.72%	159,500,000	2.17%	1.78%
	100.00%	<b>\$296,900,000</b>	2.41%	2.01%
<b>Fixed</b>				
COPS 2016	38.62%	92,030,000	2.90%	
SERIES 2025 B	22.98%	54,755,000	2.77%	
SERIES 2016	38.40%	91,490,000	3.32%	
	100.00%	<b>\$238,275,000</b>	3.03%	
All-In Debt Rate Including \$60 Million Notional Amount of Swaps				<b>2.89%</b>

REMARKETING AGENT PERFORMANCE COMPARISON


Jun-26

Daily Variable Rate Comparison	
Date	Goldman Sachs vs US Bank
6/1/2026	-0.17%
6/2/2026	-0.10%
6/3/2026	0.18%
6/4/2026	0.30%
6/5/2026	0.00%
6/6/2026	0.00%
6/7/2026	0.00%
6/8/2026	0.00%
6/9/2026	-0.15%
6/10/2026	-0.20%
6/11/2026	0.10%
6/12/2026	-0.25%
6/13/2026	-0.25%
6/14/2026	-0.25%
6/15/2026	-0.80%
6/16/2026	-0.30%
6/17/2026	-0.15%
6/18/2026	0.00%
6/19/2026	0.00%
6/20/2026	0.00%
6/21/2026	0.00%
6/22/2026	0.05%
6/23/2026	0.05%
6/24/2026	-0.05%
6/25/2026	0.53%
6/26/2026	0.10%
<b>Average Spread</b>	<b>-0.05%</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 <sup>(1)</sup>

(1) The Letter of Credit bank for the Series 2009A was substituted from US Bank to Bank of America on April 3, 2025.

Note: This page is intentionally left blank.

July 7, 2026  
Prepared by: L. Srader  
Submitted by: T. Mitcham  
Approved by: Paul A. Cook 

FINANCE AND PERSONNEL COMMITTEE

VALUES RECOGNITION PROGRAM QUARTERLY UPDATE

SUMMARY:

This item presents the activities within IRWD’s Values Recognition Program through the fourth quarter of Fiscal Year (FY) 2025-26.

BACKGROUND:

IRWD’s Values Recognition Program recognizes employees who exhibit outstanding performance, depicting efforts above and beyond the requirements of their positions and aligning with / exemplifying IRWD’s Values.

During the fourth quarter of FY 2025-26, 22 Values Recognition Award nominations totaling \$2,340 were received, involving 42 IRWD employees. As described in Exhibit A”, the awards include employees from Advocacy & Communications, Finance and Administration, the GM’s Office, Operations, and Technical Services. Also, in the fourth quarter of FY 2025-26, 201 IRWD employees were recognized with year-end Performance Recognition awards, bringing the total number of employees recognized throughout the fiscal year to 346.

Exhibit “A” summarizes the Values Recognition Awards for the fourth quarter of FY 2025-26.

FISCAL IMPACTS:

The District’s annual budget for FY 2025-26 for this program is \$240,000, of which \$236,380 has been distributed for performance recognition as of June 30, 2026.

ENVIRONMENTAL COMPLIANCE:

Not applicable.

RECOMMENDATION:

Receive and file.

LISTS OF EXHIBITS:

Exhibit “A” – Values Recognition Program Update for the Fourth Quarter of FY 2025-26

Note: This page is intentionally left blank.

# Exhibit "A"

## VALUES RECOGNITION PROGRAM QUARTERLY UPDATE Fiscal Year 2025-2026 Q4 April 2026 to June 2026




Nomination Date	Employee Name	Values Demonstrated	Award Type	Award Amount
4/1/2026	Yang Zhang Esteban Rendón	Yang and Esteban were recognized for a job well done. Not only did they complete the interictal pump to run our RMS system, but they also completed the level issue at East Irvine Zone 3 and completed 2 intrusion switches at Santiago Zone 5 reservoir. Their work ethic, out-of-the-box thinking, and problem-solving should be recognized and rewarded. These employees demonstrated IRWD's values of Customer Care, Teamwork and Collaboration, and Innovation.	Gift Cards \$30	\$60
4/2/2026	Anthony Dellerba Andy Ulman Lucas Scagliotti Michael Chaney Winston Anderson	With coordination from Winston Anderson, Casey Karpan, and Michael Chaney, the Customer Service field team successfully scheduled an E-Waste pickup of more than 30 monitors with Warehouse and Operations IT. These members were willing to step in and support this large delivery to OPS, ensuring a smooth and efficient turnaround. Their efforts made a significant impact, and IT is extremely grateful for the time and energy they dedicated to making this transport seamless, as well as for their clear communication and reliable time frames that helped both Warehouse and OPS IT plan effectively. Their calm presence, dependability, and readiness to jump in wherever needed created a supportive environment for everyone involved. Casey Karpan and his team truly exemplified what strong collaboration looks like when it matters most. Their efforts ensured a smooth transition and delivery, with a positive impact felt across SC and OPS. These employees demonstrated IRWD's value of <u>Teamwork and Collaboration</u> .	Gift Cards \$30	\$150
4/20/2026	Kristine Swan	When leaving the office the night of March 31, 2026, Kristine noticed a red Civic hatchback that drove quickly across Waterworks from the drive-thru mailbox at the Post Office straight to IRWD's driveway entrance, where it paused along the parking lot turn to IRWD's payment drop box. Kristine noticed, as she crossed that portion of the parking lot where the car had entered, that the two individuals in the red hatchback had a stack of mail spread across the driver's and passenger's laps, and the mail appeared to have been pulled from the drive-thru mailbox at the Post Office. Theft of mail from the Post Office drive-thru mailbox has been a recurring pattern near the end of the month, when bills are often mailed. The driver and passenger appeared jittery and nervous, and seemed to be in quite a rush. Kristine also noticed that the red hatchback, once the driver noticed several employees in the parking lot, drove around back to the IRWD parking lot. The red hatchback then appeared to do another loop, as if it were waiting for IRWD's staff to leave the parking lot. Kristine, working with her fellow employees, checked whether the red hatchback was still on IRWD's property, but it had left. Noticing the car's pattern and its apparent intent to steal payments dropped into IRWD's payment drop box, Kristine contacted Safety and Security so that IRWD security could watch for the vehicle. She reported to Securitas what had happened so that they could be on the lookout for the red hatchback. Later that evening, Securitas found the red hatchback pulled up to IRWD's payment drop box, looking to steal what had been placed into it. Once Securitas pulled up behind them, the red hatchback took off. Because of Kristine's observations and her "see something, say something" approach, IRWD avoided having customer payments stolen that evening. IRWD avoided the embarrassment of having to tell customers that their payments had been stolen. She went above and beyond and embodied what we want staff to do to keep our workplace safe. Kristine demonstrated IRWD's value of Safety.	Payroll Check	\$250
4/28/2026	Ray Drenner Matt Weneta Joshua Madding Sean Jardin David Tran Tod Jacobson	On the morning of April 22, 2026, these Operators identified a chemical leak in the Biosolids digester basement. The Operations team responded promptly, developing and executing a plan to safely isolate and flush the line, allowing Maintenance to complete the necessary repairs. The response followed established procedures and safety protocols throughout. Due to the urgency of restoring the chemical system and maintaining continuity in the solids-handling process, the team remained focused on response efforts during the scheduled Operations Appreciation Event. This action reflects a strong commitment to accountability, operational reliability, and the District's core values. The team's coordination, communication, and collaboration ensured the situation was managed safely and efficiently, with minimal disruption to processes. These employees demonstrated IRWD's value of Teamwork and Collaboration.	Gift Cards \$30	\$180
5/2/2026	Nick Pizanic	On Tuesday, March 3, 2026, while conducting routine operational routes near the Irvine Lake Reservoir, Nick Pizanic saw a County of Orange post-hole drilling machine near IRWD's 39-inch Irvine Lake pipeline. He quickly recognized that there were no facility markings or delineation present at the excavation site. Understanding the potential risks, Nick immediately notified Omar Escobar, supervisor of the IRWD USA team. Following the notification, IRWD staff responded to the location and determined that the contractor did not have an active DigAlert ticket for the excavation. Work was immediately stopped until a DigAlert was properly submitted and IRWD staff could mark the pipeline. During the marking process, it was discovered that excavation activity was occurring as close as five feet from the pipeline. Nick's awareness and quick action likely prevented a potential pipeline damage that could have resulted in significant infrastructure damage, service disruption, or injury. His actions reflect a strong commitment to safety and exemplify the values IRWD strives to uphold. Nick demonstrated IRWD's value of Safety.	Payroll Check	\$100
5/11/2026	Anthony Dellerba	Anthony Dellerba was nominated for values recognition awards for a few different special projects he worked on this year. The first project he completed was the elimination of approximately 1,200 temp construction accounts in CC&B. Most of these were old accounts that were closed over 10 years ago and needed to be closed. The second project was redlining approximately 300-meter locations. By doing this, he saved a tremendous amount of time for the field technicians, who would otherwise have to revisit each location. There were approximately 780 locations that came back as not GPS pinned. Anthony worked together with his team to investigate the list, create a workable spreadsheet, and reduce the number of sites needing GPS from approximately 780 to 380. He demonstrated strong teamwork and collaboration skills, saving the department hundreds of hours of labor. Tony demonstrated IRWD's value of Teamwork and Collaboration.	Payroll Check	\$250
5/12/2026	Denise Chauv Romuel-Dave "RD" Chaves	The City of Santa Barbara reached out for assistance with method development for their EPA Method 200.8 for the analysis of metals by ICP-MS. Denise and RD stepped in to provide a thorough and comprehensive demonstration of how IRWD's Water Quality Laboratory has our method set up. They answered questions in detail and provided documents and records to support them as best they could. They went above and beyond by collaborating with an external agency, demonstrating IRWD's leadership in the water quality field. They demonstrated IRWD's value of Teamwork & Collaboration and went beyond the scope of their roles.	Gift Cards \$30	\$60
5/13/2026	Jason Ludwig	While preparing for a domestic water shutdown to allow the contractor to perform a tie-in on Silverado Canyon Rd. for the Flemming reservoir project, Jason Ludwig noted that the joint to be removed and the isolation valve (in the same trench) were not restrained. He immediately called the P.M. and his manager to express his concern about a potential blowout. After his concern was confirmed, the P.M. pushed back the shutdown, giving more time for a larger, safer shutdown. Jason's attention to detail and commitment to safety made a real difference. By identifying the potential risk of the unrestrained joint that could have pushed off under pressure, he helped prevent what could have been a serious safety hazard and a major water leak. This kind of proactive awareness protects our team, community, and the contractor. Additionally, it reflects exactly the core values we strive for. Jason demonstrated IRWD's Value of Safety.	Payroll Check	\$100
5/13/2026	Victor Zamora	Victor was doing some landscape work at the new Rattlesnake Pump Station earlier the week of May 4, 2026. While doing the mulch work, he noticed that a couple of safety bollards had not been painted by the contractor and notified the proper IRWD employee so that Engineering could have them painted. On May 5, 2026, he took it upon himself to retrieve safety paint from the warehouse and painted the bollards while his crews continued mulching at the pump station. This showed real innovation in identifying a potential safety issue and then going above and beyond to proactively address it himself. Victor demonstrated IRWD's value of Safety.	Payroll Check	\$100
5/27/2026	Winston Anderson	Winston helped clean up a difficult meter population that needed hours of research and revealed and prevented further errors with some of our billing. Winston also assisted Anthony Dellerba with the GPS project, saving countless work hours. Winston demonstrated IRWD's value of Teamwork and Collaboration.	Payroll Check	\$250

Nomination Date	Employee Name	Values Demonstrated	Award Type	Award Amount
5/29/2026	Jeanny Nguyen	Jeanny was tasked with overhauling all four SEAL nutrient SOPs—one of the most extensive documentation updates in the group. Despite already carrying the heaviest routine workload in the group, Jeanny took on this responsibility to ensure the SOPs were modernized, strengthened, and fully aligned with the required Quality Control standards. Throughout the project, she maintained near-flawless operational performance and did not miss any sample holding times, even while dedicating significant hours to revisions. She also collaborated closely with the QA/QC administrator to ensure every update complied with regulatory requirements. Jeanny handled the pressure of this task with remarkable professionalism and grace, setting the tone for how the group moved forward with this year's SOP revisions. Jeanny demonstrated the IRWD values of Innovation, Accountability, and Teamwork and Collaboration.	Gift Cards \$30	\$30
5/29/2026	Tony Dang	Tony conducted a series of studies to improve the preparation of the laboratory-fortified blank (LFB) for TSS/VSS analysis. The project focused on identifying a more reliable material to replace the commercially prepared standard, which suffered from poor shelf life. He also performed stability studies to confirm that the newly formulated LFB maintains its integrity over an extended period, ensuring greater consistency and cost-effectiveness in routine analysis. Tony balanced these studies with ensuring that daily solids analysis (both TSS/VSS and TDS—both very high sample volume tests) were completed daily, without missing holding times. Tony demonstrated IRWD's value of Innovation, Accountability, and Teamwork and Collaboration.	Gift Cards \$30	\$30
5/29/2026	Jacob Carlos Berny Ordonez	Jacob and Berny focused on the auto-titrator start-up. The new instrument enables a more automated, streamlined approach to alkalinity analysis, improving efficiency. In addition, it will reduce the sample volume for daily nutrient analysis by SEAL for process control. Both team members worked in tandem—conducting DLR and MDL studies, processing blind samples, and updating the SOP. Jake and Berny also provided major support for the other team members by covering for short-hold and process control tests, allowing others to focus on their extracurricular tasks, and completing the group's daily work without interruption. These employees demonstrated IRWD's values of Innovation, Accountability, and Teamwork and Collaboration.	Gift Cards \$30	\$60
5/29/2026	Romuel-Dave "RD" Chaves	RD developed a streamlined study plan for metals analysis by EPA Method 200.8 by consolidating Drinking Water and Wastewater analyses under a single calibration curve. This change increases sample-analysis throughput by eliminating the need for two separate calibrations, as both processes now share identical reporting limits. This approach also reduces operating costs by lowering consumption of standards and acids. RD conducted calibration curve studies and three different MDL studies before updating SOPs. This is on top of his normal daily routine process control and short-hold assignments. RD demonstrated IRWD's values of Innovation, Accountability, and Teamwork and Collaboration.	Gift Cards \$30	\$30
5/29/2026	Rhoda Rilloraza	Rhoda was tasked with updating the TOC/DOC method to meet the new Method Update Rule requirements taking effect in February 2026. This effort required a complete overhaul of the method. To align with the stricter QC criteria outlined in the revised reference method, Rhoda had to create new instrument methods, conduct new MDL studies, complete a new set of DOCs, AND update the SOP to ensure all changes were fully captured and implemented. She then had to apply the stricter QC requirements to drinking-water analysis. Despite these added responsibilities, Rhoda continued to serve as the primary analyst for high-volume, short-hold tests (including turbidity and electroconductivity) and provided support for process control testing and free ammonia whenever needed. Rhoda demonstrated IRWD's values of Innovation, Accountability, and Teamwork and Collaboration.	Gift Cards \$30	\$30
5/29/2026	Chris Lum	Chris was recognized for his above-and-beyond support on the MWRP Fueling Facility Project. Chris helped put together the project's electrical as-built drawings for the Contractor's use and has been working side by side with Carter Automation, one of the Subcontractors, to ensure the loop drawings they create are accurate and meet IRWD requirements. Chris demonstrated IRWD's value of Teamwork and Collaboration.	Gift Cards \$30	\$30
6/17/2026	Victor Zamora	During a job walk at Peters Canyon with Lucy Jaramillo, Victor saw a rattlesnake and stopped Lucy from proceeding toward the snake, which she had not seen ahead of her. Due to Victor's vigilance, he potentially prevented Lucy from getting bitten. Victor demonstrated IRWD's Value of Safety.	Payroll Check	\$100
6/17/2026	Channy Lorn	Channy Lorn submitted several safety "Good Catches" in which he was proactive about addressing the identified hazards. Instead of providing multiple Tier I gift cards, the General Safety Committee (GSC) wanted to recognize him with a Tier II award, which would make him eligible to attend the next Safety Recognition Luncheon. Channy demonstrated IRWD's Value of Safety.	Payroll Check	\$100
6/17/2026	Cesar Perez	At BWTP, there is a vault containing eight valves that must be periodically drained during a confined space entry. Cesar fabricated a tool to open/close the valves from the outside, eliminating the need to enter the confined space. This showed creativity and the elimination of a hazardous task. Cesar demonstrated IRWD's Value of Safety.	Payroll Check	\$100
6/17/2026	Wyatt Clarke Jay Eggers Jessee Hesck Greg Kaganyuk Damien McBride Jackie Miller Mark Stone	These employees are being recognized for their dedication and support during the Employee Appreciation & Service Awards Luncheon on June 3, 2026. Their willingness to contribute their time, effort, and talent helped ensure the event was enjoyable and successful for all attendees, exemplifying IRWD's Value of Teamwork and Collaboration. A special thank you goes to the Facilities team, who played a critical role in the event's success. They went above and beyond to ensure the site was clean and fully prepared, to set up the stage, beverages, and canopies, and to provide assistance with additional needs throughout the day. Their hard work, professionalism, flexibility, and positive attitude helped the event run smoothly from start to finish.	Gift Cards \$30	\$210
6/23/2026	Linda Orozco Justin Cahatol Devin McQuown	Staff in the laboratory were on tight schedules due to vacations and sick time, and needed to complete several projects before 12 pm that day. The team worked hard to adjust their entire schedule to accommodate this request. They forwent their daily meeting to retrieve the daily samples much earlier than routinely done, so that their coworkers could start and finish their process control tests earlier. As a result, they completed their required tests before 12 pm. On top of this, due to weekend staffing requirements, they worked with their team and Operations to schedule a later sampling time for a NAP (Nitrification Action Plan) sample, so it could be analyzed when staff returned on Monday, avoiding missed hold times and potential fines. They demonstrated IRWD's value of Teamwork and Collaboration.	Gift Cards \$30	\$90
6/23/2026	Josephine Shih	Josephine Shih was nominated for the IRWD Value Teamwork and Collaboration for her work putting together a beautiful district map for our LRP application. She put a lot of time and effort into it, and it really is great work that helps tell the story of the Siphon Reservoir expansion and recycled water lines for Metropolitan.	Gift Cards \$30	\$30
			<b>Quarter Totals</b>	<b>Aggregate</b>
			First Quarter Totals	37 \$1,400
			Second Quarter Totals	47 \$1,630
			Third Quarter Totals	19 \$2,310
			Fourth Quarter Totals	42 \$2,340
			Exemplary Values Recognition Awards (201 Employees)	201 \$228,700
<b>FISCAL YEAR TO DATE TOTAL</b>			<b>346</b>	<b>\$236,380</b>

July 7, 2026

Prepared by: L. Kaneshiro

Submitted by: N. Adly

Approved by: Paul A. Cook 

FINANCE AND PERSONNEL COMMITTEE

INFORMATION TECHNOLOGY PROJECT STATUS REPORT

SUMMARY:

Provided for the Committee's review is a list of projects on which Information Technology Department staff is currently working.

BACKGROUND:

Information Technology periodically submits a project status report for the Committee's review. The current project status report is provided as Exhibit "A".

FISCAL IMPACTS:

The fiscal impacts are shown in Exhibit "A".

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" – Information Technology Project Status


Note: This page is intentionally left blank.

Exhibit “A”

Information Technology Project Status Report  
July 7, 2026

Project Name	Project Summary	Schedule		Project Budget	Status
Business Software Projects	Implement new enterprise business software (Workday ERP, SpryPoint CIS, and OpenGov LaMPS) to replace Oracle EBS and CC&B.	Start Complete	11/25 6/27	\$24,000,000	<p>The Workday ERP project is currently on track. The Plan stage, foundation build, and configuration build have been completed. The project is now in the Configuration Unit Test phase. Key upcoming activities include end-to-end testing, parallel testing, training, and deployment.</p> <p>The SpryPoint CIS project is currently on track. The Analysis Phase and two rounds of core team training have been completed. The project is now in the Assembly Phase, which includes initial configurations and testing. Key upcoming activities Validation Phase, training, and deployment.</p> <p>The OpenGov LaMPS project is currently on track. The project is now conducting discovery and validation activities.</p> <p>In addition to individual project activities, weekly PMO calls are held with ERP, CIS, and LaMPS project leaders to coordinate activities and dependencies. An Intranet site is updated monthly to provide all employees with project information. Go-live dates for the three projects are on track for March/April 2027, followed by three months of post go-live support.</p>

Project Name	Project Summary	Schedule		Project Budget	Status
GIS Utility Network	Convert GIS Data Model to Utility Network Database	Start Complete	5/24 5/26	\$600,000	The Utility Network (UN) project was completed in April 2026.
Maximo Upgrade	Upgrade on-premises Maximo system to cloud-based Maximo Application Suite (MAS)	Start Complete	1/25 6/26	\$825,000	The Maximo Upgrade was completed in June 2026.
Maximo Upgrade, Phase 2	Phase 2 will explore enhancing the new Maximo Application Suite (MAS) with predictive maintenance, reliability centered maintenance, and Watsonx AI capabilities.	Start Complete	7/26 12/26	\$40,000	The Maximo Upgrade Phase 2 discovery workshops are planned to begin in July. The Phase 2 discovery workshops will include education, analysis, and scoping of predictive maintenance, reliability centered maintenance, and Watsonx AI capabilities to implement in Phase 3.
Teams Telephone	Replace the existing external telephone interface with Microsoft Teams Telephone	Start Complete	3/26 8/26	Internal	The Microsoft Teams Telephone migration is almost complete. All single-line telephone users have been migrated, which are the majority of IRWD employees. Staff are now migrating the remaining employee groups that have special telephone requirements, such as multi-user and roll-over lines.

July 7, 2026  
Prepared by: D. Rocha / J. Davis  
Submitted by: C. Smithson / N. Adly  
Approved by: Paul A. Cook 

FINANCE AND PERSONNEL COMMITTEE

MID-CYCLE OPERATING AND NON-OPERATING BUDGET  
UPDATE FOR FISCAL YEAR 2026-27

SUMMARY:

Two-year operating and non-operating budgets for Fiscal Year (FY) 2025-26 and FY 2026-27 were approved by the Board in March 2025. Two-year connection fees and property tax rates for FY 2025-26 and FY 2026-27 were approved and adopted by the Board on July 14, 2025. Staff has conducted a detailed review of the second year of the two-year approved budgets for FY 2026-27. Exhibit “A” provides the mid-cycle financial review of the operating and non-operating budgets, assumptions, and potential rate impacts. Based on this analysis, the increase to connection fees is consistent with the rates approved for FY 2026-27 and the two associated resolutions will be presented to the Board on July 13, 2026.

BACKGROUND:

FY 2025-26 and FY 2026-27 Operating Budget and Proposed Rates:

On March 24, 2025, the Board approved a two-year operating budget that included expenses of \$249.34 million for FY 2025-26 and \$264.18 million for FY 2026-27. Staff has conducted a detailed mid-cycle review of the approved operating budgets for FY 2026-27, which is provided as Exhibit “A”. For FY 2026-27, the forecasted variances in expenses include a decrease of \$3.5 million related to OC San sewage treatment, which rolls up to professional services and the associated reduction in treatment sewage revenue. Additionally, pass-through cost decreases of \$1.9 million, primarily attributable to reduced pass-through costs from the Orange County Water District replenishment assessment (RA) charges and the Metropolitan Water District. These two changes are the most significant although their impact could be reduced from groundwater usage exceeding the Basin Production Percentage (BPP).

*Rates through FY 2026-27:*

Based on the mid-cycle financial analysis for the FY 2026-27 Operating Budget, no change to the overall forecast is expected. Therefore, the rates approved and described in Proposition 218 Notices for FY 2026-27 will become effective July 1, 2026.

FY 2026-27 Non-operating Budget:

On March 24, 2025, the Board approved a two-year non-operating budget with net income totaling \$108.3 million for FY 2025-26 and \$111.7 million for FY 2026-27. Staff has conducted a detailed mid-cycle review of the approved non-operating budget for FY 2026-27 as presented in Exhibit “A”. Forecasted variances resulting from changes in revenue (property taxes) and expense assumptions for FY 2026-27 are as follows:

Forecast Variances from Approved Non-Operating Budgets	
Net Income (millions)	FY 2026-27
Forecasted Revenue Variance	\$ 11.9
Forecasted Expense Variance	(8.9)
Projected Increase in Net Income	\$ 3.0

Connection Fees and Property Taxes:

The connection fee and property tax rates for FY 2025-26 and FY 2026-27 were approved and adopted by the Board on July 14, 2025. Staff conducted a detailed review of connection fees and property tax rates for each of IRWD’s improvement districts.

Staff considered IRWD’s updated projected capital expenditures, estimated property valuations, and Engineering News Record (ENR) cost increases. It was determined that future fund balances for each improvement district are expected to meet capital needs in alignment with IRWD’s policy of equally sharing costs between developers and property owners with the already-approved FY 2026-27 connection fees and property taxes.

Based on these factors, the approved FY 2026-27 connection fees will become effective on August 1, 2026. The property tax rates for Improvement District 125/240 and 188/288 will decrease from \$0.0280 to \$0.0150 and \$0.0330, which is consistent with the rates approved for FY 2026-27; the rest of the IDs property tax rates will remain the same for FY 2026-27 and the two associated resolutions will go to the Board on July 13, 2026.

FISCAL IMPACTS:

Fiscal impacts are outlined above and are included in Exhibit “A” 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” – Mid-Cycle Operating Budgets and Rates for FY 2026-27 Draft PowerPoint

**DRAFT**

# MID-CYCLE FINANCIAL REVIEW FOR FISCAL YEAR 2026-27



Finance & Personnel Committee Meeting  
July 7, 2026



1

## AGENDA

1. FY 2026-27 Operating Budget
  - Forecast Variances
  - Approved Rates
2. FY 2026-27 Non-Operating Budget
  - Key Assumptions
  - Forecast Variances
3. FY 2026-27 Connection Fees and Property Taxes
  - Approved Connection Fees and Property Taxes
4. Staff Recommendation



2



# FY 2026-27 OPERATING BUDGET

3

## OPERATING BUDGETS – KEY ASSUMPTIONS

FY 2026-27 Operating Budget			
Expense Type	Approved Budget	Estimated Changes	Adjusted Expense Budget
	(millions)		
Salaries and Benefits	\$ 97.50	\$ 97.50	\$ -
Water & Utilities	90.03	88.13	1.90
Materials and Supplies	18.48	18.48	-
Professional Services	51.40	47.90	3.50
Other	6.78	6.78	-
<b>Total Expenses</b>	<b>\$ 264.18</b>	<b>\$ 258.78</b>	<b>\$ 5.40</b>



4

4

## OPERATING BUDGETS – KEY ASSUMPTIONS

Uncontrollable ("Pass Through") Cost Escalators				
	FY 25-26	FY 26-27	FY 26-27	Change
Water	Budget	Budget	Updated	(millions)
OCWD RA rate/AF	\$711	\$747	\$728	(\$1.0)
MWDOC potable rate /AF	\$1,472	\$1,624	\$1,528	(\$0.4)
MWDOC non-potable rate /AF	\$1,079	\$1,197	\$1,007	(\$0.5)
Total Change				(\$1.9)
Sewer	FY 25-26	FY 26-27	FY 26-27	Change
	Budget	Budget	Updated	(millions)
OC San Treatment	\$4.8	\$4.6	\$1.1	(\$3.5)

5



6

## APPROVED WATER RATES FOR FY 2026-27

Tiers	Potable	Recycled
Low Volume	\$2.18	\$1.45
Base	\$2.92	\$2.37
Inefficient	\$8.03	\$5.78
Wasteful	\$19.32	\$10.46
Monthly Water Service Rate* \$15.60		

\*Typical Customer with 5/8" meter



7

7

## APPROVED SEWER RATES OF FY 2026-27

Usage	Monthly Sewer Service Rate
Average water usage exceeds 10 ccfs per month	\$44.60
Average water usage falls between 5 and 10 ccfs	\$38.10
Average water usage falls below 5 ccfs	\$29.85
<b>Commercial, Industrial, &amp; Public Authority</b>	
Quantity Service Charge (beyond 10 ccf)	\$3.99/ccf



8

8



9

### KEY ASSUMPTIONS

Non-Operating Budget			
	FY 2025-26	FY 2026-27	FY 26-27 Updated
Assessed Value Growth (tax revenue)	4.00%	4.00%	4.00%
Investment Income Rate	3.75%	3.37%	3.90%
Real Estate Income Growth	3.00%	3.00%	3.00%
Interest Expense (variable rate)	2.75%	2.38%	3.15%
Interest Expense (fixed rate)	3.70%	3.70%	3.40%
Real Estate Expense Growth	3.00%	3.00%	3.00%

10

## NON-OPERATING BUDGETS VARIANCES

<b>Forecast Variances from Approved Non-Operating Budgets</b>	
(millions)	
<b>Budgeted Net Income</b>	<b>FY 2026-27</b>
Forecast:	
Investment Income	\$ 9.9
Connection Fees	\$ 2.0
Interest Expense	\$ (8.9)
<b>Projected Change in Net Income</b>	<b>\$3.0</b>

11

## CONNECTION FEES AND TAX RATES



12

## APPROVED CONNECTION FEES AND TAX RATES

Improvement District	Connection Fees		Taxes
	FY 2025-26	FY 2026-27	Both Fiscal Years
111/222	\$17,295	\$17,814	
112/212	\$9,856	\$12,172	\$0.0475
113/213	\$14,770	\$15,214	\$0.0990
125/240	\$10,775	\$11,099	\$0.0150
125/225	\$10,426	\$10,739	\$0.0280
153/253	\$4,156	\$4,696	\$0.0220
153/253 PA 30	\$11,845	\$12,200	\$0.0220
256 OPA	\$8,622	\$8,881	
185/285	\$14,350	\$14,781	\$0.0218
188/288	\$11,734	\$12,086	\$0.0330



13

13

## STAFF RECOMMENDATIONS

1. Staff recommends applying the Board-approved increases to the FY 2026-27 water and sewer rates and connection fees, as approved for the two-year budget cycle.
2. Staff recommends no change to IRWD's current tax rates.




14

14

# QUESTIONS



July 7, 2026  
Prepared by: J. Davis  
Submitted by: C. Smithson / N. Adly  
Approved by: Paul A. Cook 

FINANCE AND PERSONNEL COMMITTEE

IRWD SECTION 115 PENSION BENEFITS TRUST STRATEGY

SUMMARY:

IRWD has fully funded its pension liability through a combination of contributions to the California Public Employees' Retirement System (CalPERS) and the IRWD Section 115 Pension Benefits Trust. As of May 31, 2026, the Trust had an asset balance of approximately \$163.2 million. At the Committee meeting, staff will provide an update on the 115 Trust's projected balances, which reflects a recommended payment of \$9,757,983 from IRWD's Section 115 Pension Benefits Trust to CalPERS for Fiscal Year 2026-27.

BACKGROUND:

IRWD has long recognized that the costs associated with defined benefit plans and the related long-term pension obligations can present significant challenges for many government agencies. In 2013, to proactively address its own obligations, IRWD established an irrevocable Section 115 Pension Benefits Trust to substantially fund its CalPERS unfunded liability. The Trust is irrevocable and its funds may only be used to pay the District's retirement obligations. Contributions to CalPERS from the Trust are made at the District's discretion.

During the March 2026 Finance and Personnel Committee meeting, staff presented the long-term capital financing strategy, which included a discussion of redirected rate revenues resulting from the use of the Section 115 Pension Benefits Trust to make payments to CalPERS for retirement obligations. At this Committee meeting, staff will discuss the following:

- Overview of the 115 Pension Benefits Trust;
- Purpose of the guiding principles;
- Allowable uses of funds from the Trust; and
- Assumption included in modeling.

Staff's presentation, provided as Exhibit "A", includes updated fund balance projections for the 115 Trust.

FISCAL IMPACTS:

As of May 31, 2026, the Trust had an asset balance of approximately \$163.2 million. The recommended payment of \$9,757,983 from the IRWD Section 115 Pension Benefits Trust will result in redirected rate revenue to the replacement fund in the same amount. Staff's recommendation to fund this payment from the 115 Pension Benefits Trust is being made in a separate item on this agenda.

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" – Section 115 Pension Benefits Trust Strategy

**DRAFT**

**IRWD SECTION 115  
PENSIONS BENEFITS  
TRUST STRATEGY**



Finance & Personnel Committee Meeting  
July 7, 2026



1

**AGENDA**

1. Provide overview of the IRWD Section 115 Pension Benefits Trust
2. Review purpose of Guiding Principles
3. Summarize allowable uses of funds from the 115 Pension Benefits Trust
4. Revisit assumptions included in and outputs of the fund balance modeling
5. Present staff recommendations



2

## OVERVIEW OF THE SECTION 115 TRUST

- Establish an irrevocable trust, controlled by representatives from the IRWD Board and Staff, to fund, invest, and distribute assets intended to offset IRWD's CalPERS pension obligations and Other Post-Employment Benefits (OPEB).
- To invest funds to generate a return without assuming an inappropriate level of risk.



3

3

## PURPOSE OF 115 TRUST GUIDING PRINCIPLES

*To guide IRWD's approach to determining the eventual transfer of funds from the IRWD 115 Retirement Trust to CalPERS.*



4

4

## ALLOWABLE USES FOR THE PENSION BENEFITS TRUST

Funds from Trust can be applied to all costs associated with the District's CalPERS defined benefit pension obligation including:

- Normal costs (NC) associated with annual payroll
- Unfunded accrued liability (UAL)
- Additional discretionary payments (ADP) to CalPERS to reduce the unfunded liability and
- Costs related to Trust Fund management

*IRWD Board approval required for any fund transfers from the Pension Trust to CalPERS*



5

5

## REVIEW ASSUMPTIONS INCLUDED IN CALPERS AND IRWD MODELS

Assumptions	FY 2026-27		FY 2027-28	
	IRWD	CalPERS	IRWD	CalPERS
<b>Labor:</b>				
<b>Estimated Budget</b>	\$57.7M	\$43.8M	\$59.7M	\$45.1M
<b>Escalation</b>	3.50%	2.80%	3.00%	2.80%
<b>Employer Normal Contribution</b>	9.88%	9.88%	9.80%	9.80%
<b>Classic Member Contribution</b>	7.50%	7.50%	7.50%	7.50%
<b>PEPRA Member Contribution</b>	7.50%	7.50%	7.50%	7.50%
<b>Total Projected Normal Cost</b>	\$5.7M	\$4.5M	\$5.8M	\$4.6M
<b>Unfunded Accrued Liability (UAL) Contribution Amount</b>	\$10.1M	\$10.1M	\$10.5M	\$10.5M

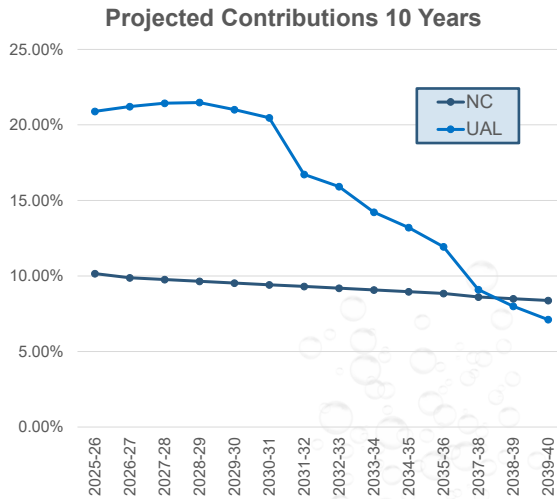


6

6

# APPLICATION OF ASSUMPTIONS

(thousands)	FY 2025-26	
	IRWD	CalPERS
<b>Labor Budget</b>	\$ 53,518.0	\$ 42,995.0
<b>Annual PERS and Pension Expense</b>		
Normal Cost (NC)	\$ 5,437.4	\$ 4,213.5
Unfunded Accrued Liability Contribution (UAL)	9,662.1	9,662.1
Additional Discretionary Payments (ADP)	-	-
<b>Eligible Trust Payment</b>	<b>15,099.5</b>	<b>13,875.6</b>
<b>Loan Payment</b>	<b>3,354.9</b>	
<b>Annual Cost of Pension (PERS and loan)</b>	<b>\$ 18,454.4</b>	<b>\$ 13,875.6</b>
<b>Less:</b>		
Overfunded Allocation of Interest (assumed interest X overfunded %)	\$ (3,255.0)	\$ -
<b>Total Annual Cost of Pension (PERS and loan included in rates)</b>	<b>\$ 15,199.4</b>	<b>\$ 13,875.6</b>



7

7

# USE OF TRUST FUND TO ACHIEVE TARGET MINIMUM FUND BALANCE

(thousands)		Trust Fund			
Fiscal Year	Year	Annual NC & UAL	Uses	Fund Balance	Interest Earned
2025-26	1	\$15,099	\$0	\$155,000	\$10,850
2026-27	2	\$15,785	(\$10,085) 64%	\$165,850	\$11,610
2031-32	7	\$17,001	(\$14,129) 83%	\$145,299	\$10,171
2036-37	12	\$13,103	(\$12,055) 92%	\$125,766	\$8,804
2041-42	17	\$7,193	(\$6,617) 92%	\$111,104	\$7,777
2046-47	22	\$8,258	(\$8,258) 100%	\$115,072	\$8,101



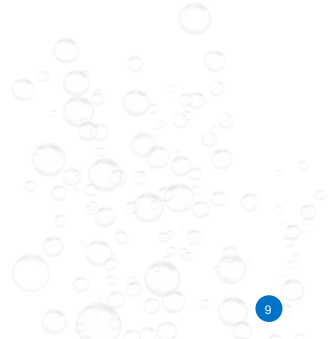
8

8

## STAFF RECOMMENDATION

Receive and file.

(Staff's recommendation for payment of the annual UAL from the IRWD Section 115 Pension Benefit Trust is made in a separate item at this meeting.)




Note: This page is intentionally left blank.

July 7, 2026

Prepared by: E. Lin

Submitted by: N. Adly

Approved by: Paul A. Cook 

FINANCE AND PERSONNEL COMMITTEE

LUMP SUM PAYMENT OPTION FOR EMPLOYER CONTRIBUTIONS  
FOR FISCAL YEAR 2026-27 TO THE CALIFORNIA  
PUBLIC EMPLOYEES' RETIREMENT SYSTEM

SUMMARY:

IRWD typically chooses to pay the Annual Unfunded Accrued Liability (UAL) “Prepayment Option” in order to reduce overall costs to the District. Following this past practice, staff recommends the Board approve a lump sum payment option for employer contributions to the California Public Employees’ Retirement System (CalPERS) by making a one-time contribution of \$9,757,983 to CalPERS for IRWD’s Fiscal Year (FY) 2026-27. The source of these funds would be the IRWD Section 115 Pension Benefits Trust.

BACKGROUND:

The total minimum required employer contribution to CalPERS is the sum of the CalPERS Plan’s Employer Normal Cost Rate (expressed as a percentage of payroll) plus the employer Unfunded Accrued Liability (UAL) contribution amount (billed monthly in dollars). Beginning in FY 2009-10, IRWD elected to utilize the lump sum payment option for the total minimum required employer contribution as the District benefits from not incurring interest expense at the assumed actuarial interest rate, which is currently 6.80%.

Beginning nine years ago, CalPERS changed its rules so that only the UAL portion of the employer contribution can be prepaid in full no later than July 31 of each year. The normal cost contributions for IRWD, estimated to be \$4.7 million, will be made as part of the bi-weekly payroll reporting process. CalPERS has indicated that IRWD’s UAL lump sum payment for FY2026-27 will be \$9,757,983, as shown in Exhibit “A”. The total UAL cost of choosing the monthly payments option is approximately \$10,084,298. Therefore, choosing the lump sum payment option will save IRWD approximately \$326,315 this fiscal year.

FISCAL IMPACTS:

The District’s approved FY 2026–27 operating budget includes funding for both the normal and UAL employer contributions. Consistent with the guiding principles of the Pension 115 Trust, rather than funding the UAL payment through the operating fund, the budgeted amount will be redirected to the Replacement Fund. Accordingly, the UAL lump-sum payment will be funded through the Pension 115 Trust.

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.

Finance and Personnel Committee: Lump Sum Payment Option for Employer Contributions for  
Fiscal Year 2026-27 to the California Public Employees' Retirement System

July 7, 2026

Page 2

RECOMMENDATION:

That the Board approve the lump sum payment for employer contributions to the California Public Employees' Retirement System by making a one-time contribution of \$9,757,983 for IRWD's Fiscal Year 2026-27 employer Unfunded Accrued Liability contribution, , funded by the IRWD Section 115 Pension Benefits Trust.

LIST OF EXHIBITS:

Exhibit "A" – Letter from CalPERS Regarding Lump Sum Prepayment Amount

Exhibit "A"

## Required Employer Contributions

The required employer contributions in this report do not reflect any cost sharing arrangement between the a gency and the employees.

	Fiscal Year
<b>Required Employer Contributions</b>	<b>2026-27</b>
Employer Normal Cost Rate	9.88%
<i>Plus</i>	
Unfunded Accrued Liability (UAL) Contribution Amount	\$10,084,298
<i>Paid either as</i>	
1) Monthly Payment	\$840,358
<i>Or</i>	
2) Annual Prepayment Option*	\$9,757,983

The total minimum required employer contribution is the sum of the Plan's Employer Normal Cost Rate (expressed as a percentage of payroll and paid as payroll is reported) and the Unfunded Accrued Liability (UAL) Contribution Amount (billed monthly(1) or prepaid annually(2) in dollars).

\* Only the UAL portion of the employer contribution can be prepaid (**which must be received in full no later than July 31**).

For [Member Contribution Rates](#) see the following page.

	Fiscal Year 2025-26	Fiscal Year 2026-27
<b>Normal Cost Contribution as a Percentage of Payroll</b>		
Total Normal Cost <sup>1</sup>	17.79%	17.49%
Offset due to Employee Contributions <sup>2</sup>	(7.63%)	(7.61%)
Employer Normal Cost	10.16%	9.88%
Projected Annual Payroll for Contribution Year	\$46,708,775	\$47,545,222
<b>Estimated Employer Contributions Based on Projected Payroll</b>		
Total Normal Cost	\$8,309,491	\$8,315,659
Expected Employee Contributions	(3,563,880)	(3,618,191)
Employer Normal Cost	\$4,745,611	\$4,697,468
Unfunded Liability Contribution	\$9,662,121	\$10,084,298
% of Projected Payroll (illustrative only)	20.69%	21.21%
Estimated Total Employer Contribution	\$14,407,732	\$14,781,766
% of Projected Payroll (illustrative only)	30.85%	31.09%

<sup>1</sup> The Total Normal Cost is a blended rate for all benefit groups in the plan. For a breakout of normal cost by benefit group, see [Normal Cost by Benefit Group](#).


<sup>2</sup> This is the expected employee contributions, taking into account individual benefit formula and any offset from the use of a modified formula, divided by projected annual payroll. For member contribution rates above the breakpoint for each benefit formula, see [Member Contribution Rates](#).

Note: This page is intentionally left blank.

July 7, 2026

Prepared by: D. Garcia / E. Mendoza

Submitted by: J. Muncy

Approved by: Paul A. Cook 

## FINANCE AND PERSONNEL COMMITTEE

### FISCAL YEAR 2026-2027 OPERATING BUDGET VENDOR EXPENDITURE COMMITMENTS GREATER THAN \$200,000

#### SUMMARY:

Each year, following Board approval of IRWD's operating budget, staff initiates or renews commitments with vendors for certain products and services included in the approved budget. Staff has provided a list of those vendors with expected commitments of \$200,000 or greater in Fiscal Year (FY) 2026-27 for the Board's review. The list of vendor commitments excludes contracts / agreements approved by separate Board action. Consistent with provisions included in the District's Policy Regarding Authorization of Expenditures, staff recommends that the Board approve the list of vendor expenditure commitments greater than \$200,000 for FY 2026-27.

#### BACKGROUND:

On a biennial basis, the Board approves the fiscal year operating budget for the District for the upcoming year. Included in the operating budget are expenditures for line items such as chemicals, fuel, hauling of biosolids, and other products and services which result in commitments greater than \$200,000. These expenditures typically utilize cooperative agreements for best pricing when applicable or have been previously competitively bid and in some cases are for specialized products (e.g., certain chemicals) provided by a single supplier.

These commitments are structured as open purchase orders and typically consist of multiple individual transactions during the fiscal year with the cumulative total of the purchase order exceeding \$200,000. The approval structure allows staff to order goods and services on a regular and efficient basis during the fiscal year. These commitments are a "not to exceed" amount and can be cancelled at any time.

A list of the planned vendor commitments exceeding \$200,000 for FY 2026-27 is provided as Exhibit "A". The list includes vendor names, descriptions of the products or services being provided, the basis for pricing (e.g., cooperative agreement, single source, etc.), and estimated annual expenses. Excluded from this list are contracts in excess of \$200,000, which have been previously approved by separate Board action and are within their approved contract period, as well as recurring utility bills.

#### FISCAL IMPACTS:

Total planned expenditures for FY 2026-27 for vendor commitments greater than \$200,000 (excluding contracts / agreements approved by separate Board action) are \$21,676,000, representing approximately 8.4% of total planned expenditures in the approved FY 2026-27 operating budget.

ENVIRONMENTAL COMPLIANCE:

Not applicable.

RECOMMENDATION:

That the Board approve the list of vendor commitments greater than \$200,000 based on approved FY 2026-27 operating budget expenditures.

LIST OF EXHIBITS:

Exhibit "A" – FY 2026-27 Operating Budget – Vendor Commitments Greater than \$200,000

Exhibit "A"

**FY 2026-27 Operating Budget - Vendor Commitments Greater than \$200,000**

Supplier	Service	Requester	Dept	Type	Time	Buyer	FY 2026/27 Amount
Amaya Solutions (dba American Water Chemicals)	FY 26/27 Open PO for threshold inhibitor ULTRA A-102 at IDP/PTP and AWC Megaflux at DATS	D. Paulson	420	Single Source	Annual	MT	\$220,000
Applied Engineering Concepts	FY 26/27 Open PO for on-call electrical preventive maintenance, troubleshooting, and testing services	O. O'Neill	820	Single Source	Annual	DG	\$200,000
Aqua Ben Corporation	FY 26/27 Open PO for bulk Hydrofloc 860 and HRC Polymer Hydrofloc 534P	Multiple	Multiple	Single Source	Annual	EM	\$458,500
Badger Meter INC	FY 26/27 Open PO for SmartCover SmartFLOE sewer flow and alarm monitoring services	W. Kleinau	570	Single Source	Annual	DG	\$220,000
Brenntag Pacific Inc	FY 26/27 Open PO for Citric Acid 50% deliveries to BWTP	K. Reideler	420	Competitive Bid	9 Years	MT	\$350,000
Brenntag Pacific Inc	FY 26/27 Open PO for Ammonium Sulfate (LAS) 40%, to various IRWD locations	B. Clinton	420	Competitive Bid	Annual	MT	\$400,000
Brenntag Pacific Inc	FY 26/27 Open PO for Sodium Hydroxide 25% to various IRWD locations	B. Clinton	420	Competitive Bid	Annual	MT	\$200,000
California Barricade Rental, Inc.	FY 26/27 Open PO for District-wide traffic control services and device rentals	Multiple	Multiple	Competitive Bid	Annual	MT/EM	\$1,500,000
Chem Tech International Inc	FY 26/27 Open PO for delivery of Sodium Hypochlorite 12.5% and Sulfate Solution 49% to various IRWD locations	Multiple	420	Competitive Bid	14 Years	MT	\$580,000
CRH California Water, Inc (Culligan)	FY 26/27 Open PO for resin exchange services at BWTP	K. Reideler	420	Single Source	8 Years	MT	\$350,000
Demaria Electric Motor Services	FY 26/27 Open PO for on-call off-site electric motor rewind, rebuild, and repair services	O. O'Neill	820	Single Source	Annual	DG	\$245,000

**FY 2026-27 Operating Budget - Vendor Commitments Greater than \$200,000**


Supplier	Service	Requester	Dept	Type	Time	Buyer	FY 2026/27 Amount
Drake Traffic Control Services Inc	FY 26/27 Open PO for District-wide traffic control services and device rentals	Multiple	Multiple	Competitive Bid	Annual	MT/DG	\$350,000
Duke's Root Control, Inc.	FY 26/27 Open PO for sewer root abatement treatment services at various IRWD locations	J. Hartoog	570	Single Source	12 Years	DG	\$310,000
GEA Mechanical Equipment US, INC.	FY 26/27 Open PO for on-site maintenance and spare parts for GEA Mechanical Equipment centrifuges and separators	O. O'Neill	840	Single Source	Annual	DG	\$350,000
GEM Mobile Treatment Services	FY 26/27 Open PO for on-call vapor control equipment rental and related services	O. O'Neill	840	Single Source	Annual	DG	\$240,000
Hill Brothers Chemical	FY 26/27 Open PO for delivery of odor control chemicals, including Aqua Ammonia 29%, Aqua Ammonia 19%	Multiple	420	Competitive Bid	14 Years	MT/DG	\$450,000
Hill Brothers Chemical	FY 26/27 Open PO for delivery of odor control product Oxy-Can to various IRWD locations	W. Kleinau	570	Single Source	14 Years	DG	\$500,000
Integrity Municipal Systems LLC	FY 26/27 Open PO for biosolids iron sponge media services, including material, equipment, labor, non-hazardous disposal, and reporting	O. O'Neill	820	Single Source	Annual	DG	\$200,000
JCI Jones Chemicals Inc	FY 26/27 Open PO for bulk Sodium Hypochlorite 12.5% to various IRWD locations	Multiple	Multiple	Competitive Bid	Annual	MT/EM	\$5,125,000
Landcare LLC	FY 26/27 Open PO for miscellaneous landscape repairs and services	V. Zamora	850	Single Source	Annual	EM	\$250,000
Linde Gas & Equipment Inc	FY 26/27 Open PO for bulk industrial grade carbon dioxide gas and telemetry equipment rental under Agreement No. 61193599	C. King	420	Single Source	Annual	MT	\$600,000
Merrimac Petroleum Inc	FY 26/27 Open PO for gasoline and diesel motor fuel	F. Tedescucci	870	Cooperative Agreement	Annual	EM	\$700,000

**FY 2026-27 Operating Budget - Vendor Commitments Greater than \$200,000**

Supplier	Service	Requester	Dept	Type	Time	Buyer	FY 2026/27 Amount
Miles Chemical Company Inc	FY 26/27 Open PO for Sulfuric Acid 66be (93%) and Ferric Chloride WT	P. Reynoso	550	Single Source	Annual	EM	\$200,500
Neighborly Pest Management, Inc	FY 26/27 Open PO for applying insecticidal latex coating to control cockroach populations in IRWD sewer maintenance holes/manholes	W. Kleinau	570	Single Source	Annual	DG	\$220,000
Pacific Star Chemical	FY 26/27 Open PO for bulk Sodium Hypochlorite 31% and 15% to various IRWD locations	K. Reideler	420	Competitive Bid	Annual	MT	\$375,000
Paulus Engineering, Inc.	FY 26/27 Open PO for on-call sediment removal services at Natural Treatment System (NTS) sites	I. Swift	515	Single Source	Annual	EM	\$600,000
Polydyne Inc	FY 26/27 Open PO for emulsion polymer used in biosolids thickening and dewatering, and FLOSPERSE SC 122 CM scale inhibitor	P. Reynoso	550	Single Source	Annual	EM	\$1,152,000
Ram Air Engineering INC	FY 26/27 Open PO for HVAC, exhaust fan, and chiller services at IRWD facilities District-wide	Multiple	Multiple	Single Source	Annual	EM/DG	\$625,000
Resa Service LLC	FY 26/27 Open PO for on-call electrical preventive maintenance, troubleshooting, and testing services	O. O'Neill	820	Single Source	Annual	DG	\$200,000
Synagro West, LLC	FY 26/27 Open PO for MWRP biosolids hauling services	P. Reynoso	550	Single Source	Annual	EM	\$1,560,000
The Guerra Companies	FY 26/27 Open PO for on-call lighting inspection, repair, and related services	Multiple	820	Single Source	Annual	DG	\$250,000
Tony Demaria Electric, Inc	FY 26/27 Open PO for on-call electrical preventive maintenance, troubleshooting, and testing services	O. O'Neill	820	Single Source	Annual	DG	\$200,000
Traffic Management	FY 26/27 Open PO for District-wide traffic control services and device rentals	Multiple	Multiple	Competitive Bid	Annual	MT/DG	\$250,000

**FY 2026-27 Operating Budget - Vendor Commitments Greater than \$200,000**

Supplier	Service	Requester	Dept	Type	Time	Buyer	FY 2026/27 Amount
Tri County Pump Company	FY 26/27 Open PO for on-call equipment inspection, repair, and related services	O. O'Neill	840	Single Source	Annual	DG	\$255,000
Univar Solutions USA Inc	FY 26/27 Open PO for bulk Hydrochloric Acid 31% to BWTP	K. Reideler	420	Competitive Bid	9 Years	MT	\$375,000
Water Treatment Chemicals Inc	FY 26/27 Open PO for bulk Sumaclear 1000 Aluminum Chlorohydrate 50% deliveries to BWTP	K. Reideler	420	Single Source	9 Years	MT	\$300,000
Waterline Technologies	FY 26/27 Open PO for bulk Sodium Hypochlorite 12.5% to various IRWD locations	Multiple	420	Competitive Bid	Annual	MT	\$400,000
Arakelian Enterprises, Inc.	FY 26/27 Open PO for screening, grit removal, and hauling at various IRWD locations	G. Garza	550	Single Source	Annual	EM	\$215,000
Zebron Contracting	FY 26/27 Open PO for surface and structural rehabilitation of water and sewer system assets at various IRWD locations	B. Joseph	570	Single Source	Annual	DG	\$700,000
<b>Grand Total</b>							<b>\$21,676,000</b>

July 7, 2026  
Prepared and  
submitted by: T. Mitcham  
Approved by: Paul A. Cook 

FINANCE AND PERSONNEL COMMITTEE

RENEWAL OF GENERAL AND EXCESS LIABILITY, EXCESS WORKERS'  
COMPENSATION, AND PROPERTY INSURANCE PROGRAMS  
FOR FISCAL YEAR 2026-2027

SUMMARY:

IRWD participates in a member-directed risk-sharing pool of public agencies known as the Public Risk Innovation, Solutions, and Management program, or “PRISM”. IRWD participates in various insurance programs under PRISM, the largest of which are the General and Excess Liability, Excess Workers’ Compensation, and Property Insurance Programs. Staff recommends that the Board authorize the General Manager to continue IRWD’s participation in PRISM’s General and Excess Liability, Workers’ Compensation, and Property Insurance Programs for Fiscal Year 2026-2027, including approval of the latest insurance premium estimates as shown in Exhibit “A.”

BACKGROUND:

Below is a description of each significant insurance program in which the District participates as a PRISM member agency.

General Liability Program:

PRISM’s General Liability Program provides members with broad coverage, cost stability, and strategic risk-sharing mechanisms. PRISM offers two general liability programs, GL1 and GL2, which enable members to choose from various retention levels, share risks with other members, and access pooled and reinsured / excess layers of coverage. This flexibility enables agencies to tailor their coverage and cost exposure according to their operational needs and risk tolerance.

IRWD participates in PRISM’s General Liability 1 Program, which is the larger and more widely used of the two programs. GL1 comprises over 130 public entities and offers retention levels starting at \$100,000, which is the District’s current self-insured retention. The program covers a broad range of liabilities, including bodily injury and property damage, personal and advertising injury, employment practices liability, public officials’ errors and omissions, and defense costs.

Optional Excess Liability (OEL) Program:

In addition to its primary general liability coverage, PRISM offers a voluntary Optional Excess Liability (OEL) Program to its members seeking liability protection beyond standard pooled limits. The OEL Program enables public agencies to purchase additional layers of excess liability coverage at group-negotiated rates. The OEL Program mirrors the coverage provided under a member’s underlying liability program, with limits extended on a follow-form basis (i.e., the same as the underlying primary GL policy). Participation in this program provides

member agencies with a flexible, cost-efficient mechanism to expand their liability coverage and protects against financially devastating claims. It is designed to complement the core general liability programs and enhance the District's overall risk management posture.

Excess Workers' Compensation (EWC) Program:

IRWD participates in the Excess Workers' Compensation (EWC) Program, which provides comprehensive coverage to protect against high-severity employee injury claims. This program offers flexible self-insured retention (SIR) levels based on an agency's risk tolerance and financial capacity. The District has a current Self-Insured Retention (SIR) of \$125,000, and coverage applies statutorily without limit above the SIR. The EWC Program provides statutory benefits required under California law, including medical expenses, temporary and permanent disability benefits, vocational rehabilitation, and death benefits. The Program offers coverage on a follow-form basis, mirroring state workers' compensation statutes and limits.

Property Insurance Program:

IRWD participates in PRISM's Property Insurance Program, which insures real and personal property on an "all-risk" basis, offering customized protection, cost savings, and access to specialized risk control resources. The current deductible for the District is \$50,000, and it maintains a schedule of values over \$1 billion. Coverage under the Program includes fire, explosions, vandalism, theft (through a crime policy), water damage, and boiler and machinery. The District maintains earthquake coverage under a separate policy, which is specifically for and only applicable to its investment properties.

Cyber Liability Program and Pollution Program:

IRWD also participates in PRISM's Cyber Liability Program and Pollution Program. IRWD will procure the insurance for the Cyber Liability Program (\$51,400 to \$64,300) and the Pollution Program (\$36,700 to \$52,400), as shown on Exhibit "A", for FY 2026-2027 under staff's signature authority.

Continued participation in PRISM's suite of risk management programs will provide IRWD with comprehensive, cost-effective, and strategically layered coverage across all major exposure areas. These programs provide financial protection against catastrophic losses and offer critical support services, including claims oversight, risk control, and tailored legal and regulatory guidance, all specifically designed for the public sector. Leveraging PRISM's pooled strength, purchasing power, and administrative expertise supports long-term rate stability, broader coverage options, and access to resources that would be difficult to obtain independently.

Finance and Personnel Committee: Renewal of General and Excess Liability, Excess Workers' Compensation, and Property Insurance Programs for Fiscal Year 2026-2027

July 7, 2026

Page 3

FISCAL IMPACTS:

IRWD participates in multiple core insurance programs administered by PRISM, and the current premium estimates for each program are outlined in the table below:

PRISM Program	FY 2026-27 Budget	Final PRISM Premium
General Liability	\$4,389,992	\$2,837,414
Optional Excess Liability	\$105,000*	\$104,755
Excess Workers' Compensation	\$1,516,667	\$1,072,956
Property Insurance	\$1,795,083	\$1,071,987

*\*This amount is included in the FY 2026-2027 General Liability Budget*

The actual premiums for the General and Excess Liability, Excess Workers' Compensation, and Property Insurance Programs are lower than originally budgeted. Any surplus will remain as budgeted and may be reallocated as needed.

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:

That the Board authorize the General Manager to continue IRWD's participation in PRISM's General and Excess Liability, Excess Workers' Compensation, and Property Insurance Programs for Fiscal Year 2026-2027, including approval of the latest insurance premium estimates as shown in Exhibit "A".

LIST OF EXHIBITS:

Exhibit "A" – PRISM 2026-2027 Budget Estimates, dated January 2026

Exhibit "B" – PRISM 2026-2027 Renewal Invoices (General and Excess Liability, Excess Workers' Compensation, and Property)

Note: This page is intentionally left blank.



Public Risk Innovation, Solutions, and Management (PRISM)

2026/27 Budget Estimates, January 2026

Irvine Ranch Water District

This second round of premium estimates have been prepared to further assist members with budgeting for the 2026/27 fiscal year. Since the initial estimates provided in October, these projections have been updated to reflect estimated 2026/27 exposure information submitted through the renewal applications, as well as losses evaluated as of June 30, 2025. Pool rates have also been updated for the EWC and GL1 programs to incorporate the applicable expiring confidence levels and discount factors, which are scheduled for approval at the March Board of Directors meeting.

Pool rates for the other programs, reinsurance and excess insurance premiums, and administrative costs, remain estimates at this stage. As such, members are encouraged to budget toward the high end of the provided range. Consistent with direction from the Board of Directors, these estimates are intentionally conservative; although final premiums may vary from these preliminary projections, staff makes every effort to keep final premiums within the provided range.

**Excess Workers' Compensation Program**

<u>Premium</u>			
24/25 Premium:	\$951,682	2024/25 Estimated Payroll:	\$49,634,000
25/26 Premium:	\$1,066,905	2025/26 Estimated Payroll:	\$53,588,000
26/27 Estimated Premium:	<b>\$1,058,000 to \$1,064,000</b>	2026/27 Estimated Payroll:	\$57,704,000
Payroll Audit:	\$36,084		
Estimated Collectible:	\$1,094,084 to \$1,100,084		

PRISM pool rates have been updated in these estimates and are pending approval by the PRISM Board of Directors at their March 2026 meeting. The estimate incorporates projected 2026/27 payroll exposures submitted through renewal applications and losses evaluated as of June 30, 2025. Reinsurance / excess insurance costs, as well as administrative expenses, remain estimated at this stage. These estimates also reflect the rating changes approved by the Board of Directors in October 2025, which will be phased in over a three-year period. For 2026/27, the rates are blended at 67% old and 33% new.

Members reporting payroll increases greater than 7% compared to the prior year may experience premium changes outside the range provided in the October estimates. Additionally, members who experienced large claim development since last year's losses (evaluated as of June 30, 2024) will likely see premium changes outside of what was provided before as well. For entities electing to apply the 2024/25 payroll audit to the 2026/27 renewal, the audit adjustment is included in the total estimated collection shown. For entities settling the payroll audit outside of the renewal premium, the amount shown reflects the estimated renewal premium only.



**General Liability 1 Program**

Premium

24/25 Premium:	\$2,215,743	2024/25 Estimated Payroll:	\$52,879,000
25/26 Premium:	\$2,426,719	2025/26 Estimated Payroll:	\$53,588,000
26/27 Estimated Premium:	<b>\$2,963,000 to \$3,138,000</b>	2026/27 Estimated Payroll:	\$57,704,000

PRISM pool rates have been updated in these estimates and are pending approval by the PRISM Board of Directors at their March 2026 meeting. The estimate incorporates projected 2026/27 exposures submitted through renewal applications and losses evaluated as of June 30, 2025. Reinsurance / excess insurance costs assume a 20% to 40% increase due to the continuation of the hard liability market and administrative expenses remain estimated as well. These estimates also reflect the rating changes approved by the Board of Directors in October 2025, which will be phased in over a five-year period. For 2026/27, the rates are blended at 80% old and 20% new.

Members reporting payroll increases greater than 7% compared to the prior year may experience premium changes outside the range provided in the October estimates. Additionally, members who experienced large claim development since last year's losses (evaluated as of June 30, 2024) will likely see premium changes outside of what was provided before as well.

**Property Program**

Premium

24/25 Premium:	\$1,251,807	2025/26 AR TIV:	\$1,292,718,508
25/26 Premium:	\$1,309,784	2025/26 EQ TIV:	\$0
26/27 Estimated Premium:	<b>\$1,219,000 to \$1,434,000</b>		

The first version of the 2026/27 premium estimates sent in October had an overall premium range of -5% to +10% for most members. This estimate was based on 2025/26 binding Total Insured Values (TIV) and did not take into consideration property schedule updates. In these updated premium estimates, the premium ranges have been reduced for most members in consideration of the favorable property market and are based on updated TIV as of November 20, 2025, and loss history. Members with adverse loss development and/or TIV increases since the initial premium estimates may see premium increases higher than the range provided in October. We continue to recommend you budget towards at the high end of the range provided.

Key Note: Large catastrophic events or economic downturn prior to the March 31, 2026 renewal could impact the property insurance marketplace and potentially affect the premium estimates.



**Optional Excess Program**

Premium

24/25 Premium:	\$69,139
25/26 Premium:	\$76,266
26/27 Estimated Premium:	<b>\$102,000 to \$110,000</b>

We currently project a 20-40% rate increase over the expiring program rates; however, the actual increase or decrease may differ for each member due to exposure and losses. For members that do not participate in all layers and are interested in more limits, please budget for the additional layers accordingly. These are rate increases and do not contemplate any adjustment to payroll, which can impact the ultimate premium.

**Cyber Liability Program**

Premium

24/25 Premium:	\$42,383
25/26 Premium:	\$42,804
26/27 Estimated Premium:	<b>\$51,400 to \$64,300</b>

At this time, we recommend members with no paid or open claims, to budget for a 20% - 50% rate increase. For members that have paid losses or open claims with the potential for paid losses, please budget for a 20% - 85% rate increase. For members with significant losses and inadequate security controls, the increase may be larger.



Pollution Program

Premium

24/25 Premium:	\$27,438
25/26 Premium:	\$34,922
26/27 Estimated Premium:	<b>\$36,700 to \$52,400</b>

For the 2026-27 renewal, it is our goal to begin negotiations early with Ironshore and negotiate for a flat rate. In 2023 Ironshore imposed a modified allocation that reflects a formula of the rate times the members overall total insured values (TIV). Ironshore will maintain this rating going forward. In the event we are able to maintain coverage with the incumbent, Ironshore, Alliant is projecting a 5% - 20% rate increase.

In the event losses are reported over the next ten months, we would anticipate rates up 5% - 120%. In response to significant losses, Ironshore may opt to non-renew or reduce their overall limits (as low as \$5M) and Alliant will look to restructure the program in one of three ways: 1.) by seeking alternative markets to provide excess limits over Ironshore's primary (if offered), 2.) find an alternative carrier who can provide the full \$50M on a primary basis or, 3.) find a new primary and excess markets to build a tower to maintain the \$50M limits. If any of these three are the case for the 2026-27 renewal, we would anticipate rates to increase up to 50%.



# PRISM

Public Risk Innovation,  
Solutions, and Management

## RENEWAL INVOICE

**INVOICE NO.:** 27300039  
**INVOICE DATE:** 07/01/2026  
**DUE DATE:** 07/31/2026

**BILL TO:** Irvine Ranch Water District  
 Attn: Risk Management  
 15600 Sand Canyon Avenue  
 Irvine, CA 92618

**General Liability, Program 1**  
**Period Covered: 7/1/2026-6/30/2027**

DESCRIPTION	AMOUNT
Premium	\$2,633,364.00
PRISM Administration Fee	\$101,212.00
Public Entity Broker Fee	\$102,838.00
<b>TOTAL AMOUNT DUE</b>	<b>\$2,837,414.00</b>

**Please pay by the due date to avoid interest charges. Thank You!**

**75 Iron Point Circle, Suite 200, Folsom, CA, 95630 - Phone (916) 850-7300 - [www.prismrisk.gov](http://www.prismrisk.gov)**



**PUBLIC RISK INNOVATION, SOLUTIONS, AND MANAGEMENT (PRISM)  
 OPTIONAL EXCESS LIABILITY PROGRAM  
 2026/2027 FINAL INDIVIDUAL RENEWAL PROPOSAL  
 Irvine Ranch Water District**



	EXPIRING	RENEWAL
<b>POLICY PERIOD</b>	July 1, 2025 to July 1, 2026	July 1, 2026 to July 1, 2027
<b>COMPANY(IES) AFFORDING COVERAGE</b>	Allied World National Assurance Company (AWAC)	Allied World National Assurance Company (AWAC)
<b>A.M. BEST'S GUIDE RATING</b>	A+ (Superior); Financial Size Category XV (\$2,000,000,000 or greater) as of June 11, 2025	A+ (Superior); Financial Size Category XV (\$2,000,000,000 or greater) as of June 11, 2026
<b>STANDARD &amp; POOR'S RATING</b>	A+ (Positive) as of June 11, 2025	AA (Stable) as of June 11, 2026
<b>CALIFORNIA STATUS</b>	Non-admitted	Non-admitted
<b>COVERAGE PROVIDED</b>	Follow Form Excess Insurance of Public Risk Innovation, Solutions, and Management (PRISM) General Liability 1 (GL1) Program or General Liability 2 (GL2) Program Memorandums of Coverage as applicable including: <ul style="list-style-type: none"> <li>• Bodily Injury &amp; Property Damage</li> <li>• Personal Injury</li> <li>• Public Officials Errors and Omissions</li> <li>• Employment Practices Liability</li> </ul>	Same as present
<b>LIMIT(S)</b>	\$10,000,000 Each Occurrence and Aggregate as respects completed operations in excess of the Underlying Limit noted below \$40,000,000 Policy Annual Aggregate (aggregate is not eroded by Auto Liability losses) <ul style="list-style-type: none"> <li>• Policy Annual Aggregate limit is shared by all GL1 and GL2 members</li> <li>• No drop-down coverage upon exhaustion of underlying aggregate limits</li> <li>• Each Occurrence Limits and Underlying Limits apply per PRISM member</li> </ul>	Same as present except <ul style="list-style-type: none"> <li>• Policy Aggregate Limit 5x (aggregate is not eroded by Auto Liability losses)</li> </ul>

**NOTE: THIS PROPOSAL IS FOR INFORMATIONAL PURPOSES ONLY AND DOES NOT AMEND, EXTEND OR ALTER THE POLICY FORM IN ANY WAY. PLEASE REFER TO THE POLICY FORM FOR COMPLETE COVERAGE AND EXCLUSION INFORMATION**

Alliant Insurance Services, Inc. • 18100 Von Karman Avenue • 10<sup>th</sup> Floor • Irvine, CA 92612  
 PHONE (949) 756-0271 • www.alliant.com • License No. 0C36861



**PUBLIC RISK INNOVATION, SOLUTIONS, AND MANAGEMENT (PRISM)  
 OPTIONAL EXCESS LIABILITY PROGRAM  
 2026/2027 FINAL INDIVIDUAL RENEWAL PROPOSAL  
 Irvine Ranch Water District**



	EXPIRING	RENEWAL
<b>UNDERLYING LIMIT</b>	\$25,000,000 Each occurrence, offense, wrongful act or any combination thereof (inclusive of SIR) under the GL1 or GL2 programs (as applicable)	Same as present
<b>DEFENSE COSTS</b>	Limits and retentions are eroded by defense costs	Same as present
<b>MAJOR EXCLUSIONS (Included but not limited to)</b>	Per PRISM's General Liability 1 (GL1) Program or General Liability 2 (GL2) Program Memorandums of Coverage plus the following: <ul style="list-style-type: none"> <li>• Asbestos</li> <li>• Communicable Disease &amp; Infectious Agent exclusion</li> <li>• Biometric Exclusion with Law Enforcement Liability carve back</li> </ul>	Same as present
<b>REINSURANCE RESTRICTION</b>	Restrictive as Reinsurance of MOC - This policy will follow reinsurance exclusions or other restrictions or coverage limitations of the reinsurance certificates if the reinsurance is more restrictive than the MOC	Same as present
<b>ANNUAL PREMIUM</b>	\$ 76,266 <ul style="list-style-type: none"> <li>• Annual Premium includes TRIA and Surplus Lines Taxes and Fees</li> </ul>	\$ 104,755 <ul style="list-style-type: none"> <li>• Annual Premium includes PIGA, TRIA and Surplus Lines Taxes and Fees</li> </ul>

**ALLIANT INSURANCE SERVICES, INC.**  
 Gordon DesCombes, Executive Vice President  
 Nazie Arshi, Senior Vice President  
 Tom E. Corbett, Senior Vice President  
 Chris Tobin, Senior Vice President  
 Rhiannon Cabral, Account Executive  
 Amber Windrath, Account Manager

**NOTE: THIS PROPOSAL IS FOR INFORMATIONAL PURPOSES ONLY AND DOES NOT AMEND, EXTEND OR ALTER THE POLICY FORM IN ANY WAY. PLEASE REFER TO THE POLICY FORM FOR COMPLETE COVERAGE AND EXCLUSION INFORMATION**

Alliant Insurance Services, Inc. • 18100 Von Karman Avenue • 10<sup>th</sup> Floor • Irvine, CA 92612  
 PHONE (949) 756-0271 • www.alliant.com • License No. 0C36861



**PUBLIC RISK INNOVATION, SOLUTIONS, AND MANAGEMENT (PRISM)  
OPTIONAL EXCESS LIABILITY PROGRAM  
2026/2027 FINAL INDIVIDUAL RENEWAL PROPOSAL  
Irvine Ranch Water District**



This proposal of insurance is provided as a matter of convenience and information only. All information included in this proposal, including but not limited to personal and real property values, locations, operations, products, data, automobile schedules, financial data and loss experience, is based on facts and representations supplied to Alliant Insurance Services, Inc. by you. This proposal does not reflect any independent study or investigation by Alliant Insurance Services, Inc. or its agents and employees.

Please be advised that this proposal is also expressly conditioned on there being no material change in the risk between the date of this proposal and the inception date of the proposed policy (including the occurrence of any claim or notice of circumstances that may give rise to a claim under any policy which the policy being proposed is a renewal or replacement). In the event of such change of risk, the insurer may, at its sole discretion, modify, or withdraw this proposal, whether or not this offer has already been accepted.

This proposal is not confirmation of insurance and does not add to, extend, amend, change, or alter any coverage in any actual policy of insurance you may have. All existing policy terms, conditions, exclusions, and limitations apply. For specific information regarding your insurance coverage, please refer to the policy itself. Alliant Insurance Services, Inc. will not be liable for any claims arising from or related to information included in or omitted from this proposal of insurance.

Alliant embraces a policy of transparency with respect to its compensation from insurance transactions. Details on our compensation policy, including the types of income that Alliant may earn on a placement, are available on our website at [www.alliant.com](http://www.alliant.com). For a copy of our policy or for any inquiries regarding compensation issues pertaining to your account you may also contact us at: Alliant Insurance Services, Inc., Attention: General Counsel, 701 B Street, 6th Floor, San Diego, CA 92101.

Analyzing insurers' over-all performance and financial strength is a task that requires specialized skills and in-depth technical understanding of all aspects of insurance company finances and operations. Insurance brokerages such as Alliant Insurance typically rely upon rating agencies for this type of market analysis. Both A.M. Best and Standard and Poor's have been industry leaders in this area for many decades, utilizing a combination of quantitative and qualitative analysis of the information available in formulating their ratings.

A.M. Best has an extensive database of nearly 6,000 Life/Health, Property Casualty and International companies. You can visit them at [www.ambest.com](http://www.ambest.com). For additional information regarding insurer financial strength ratings visit Standard and Poor's website at [www.standardandpoors.com](http://www.standardandpoors.com).

Our goal is to procure insurance for you with underwriters possessing the financial strength to perform. Alliant does not, however, guarantee the solvency of any underwriters with which insurance or reinsurance is placed and maintains no responsibility for any loss or damage arising from the financial failure or insolvency of any insurer. We encourage you to review the publicly available information collected to enable you to make an informed decision to accept or reject a particular underwriter. To learn more about companies doing business in your state, visit the Department of Insurance website for that state.

**IMPORTANT NOTICE:** The Non-Admitted and Reinsurance Reform Act (NRRRA) went into effect on July 21, 2011. Accordingly, surplus lines tax rates and regulations are subject to change which could result in an increase or decrease of the total surplus lines taxes and/or fees owed on this placement. If a change is required, we will promptly notify you. Any additional taxes and/or fees must be promptly remitted to Alliant Insurance Services, Inc.

**NOTE: THIS PROPOSAL IS FOR INFORMATIONAL PURPOSES ONLY AND DOES NOT AMEND, EXTEND OR ALTER THE POLICY FORM IN ANY WAY. PLEASE REFER TO THE POLICY FORM FOR COMPLETE COVERAGE AND EXCLUSION INFORMATION**

Alliant Insurance Services, Inc. • 18100 Von Karman Avenue • 10<sup>th</sup> Floor • Irvine, CA 92612  
PHONE (949) 756-0271 • [www.alliant.com](http://www.alliant.com) • License No. 0C36861



# PRISM

Public Risk Innovation,  
Solutions, and Management

## RENEWAL INVOICE

**INVOICE NO.:** 27100079  
**INVOICE DATE:** 07/01/2026  
**DUE DATE:** 07/31/2026

**BILL TO:** Irvine Ranch Water District  
Attn: Risk Management  
15600 Sand Canyon Avenue  
Irvine, CA 92618

**Excess Workers' Compensation**  
**Period Covered: 7/1/2026-6/30/2027**

DESCRIPTION	AMOUNT
Deposit Premium	\$913,442.00
PRISM Administration Fee	\$69,778.00
Public Entity Broker Fee	\$53,652.00
24/25 Premium Adjustment for Payroll Audit	\$36,084.00
<b>TOTAL AMOUNT DUE</b>	<b>\$1,072,956.00</b>

**Please pay by the due date to avoid interest charges. Thank You!**

**75 Iron Point Circle, Suite 200, Folsom, CA, 95630 - Phone (916) 850-7300 - [www.prismrisk.gov](http://www.prismrisk.gov)**

Invoice Date: 07/01/2026 Terms: Net 30 Due Date: 07/31/2026 Customer ID: IRRWD



# PRISM

Public Risk Innovation,  
Solutions, and Management

## RENEWAL INVOICE

**INVOICE NO.:** 27500048  
**INVOICE DATE:** 07/01/2026  
**DUE DATE:** 07/31/2026

**BILL TO:** Irvine Ranch Water District  
Attn: Risk Management  
15600 Sand Canyon Avenue  
Irvine, CA 92618

**Property Program**  
**Period Covered: 3/31/2026-3/31/2027**

DESCRIPTION	AMOUNT
Premium	\$1,079,946.00
PRISM Administration Fee	\$15,247.00
Rebate	\$-23,206.00
<b>TOTAL AMOUNT DUE</b>	<b>\$1,071,987.00</b>

**Please pay by the due date to avoid interest charges. Thank You!**

**75 Iron Point Circle, Suite 200, Folsom, CA, 95630 - Phone (916) 850-7300 - [www.prismrisk.gov](http://www.prismrisk.gov)**

Invoice Date: 07/01/2026 Terms: Net 30 Due Date: 07/31/2026 Customer ID: IRRWD