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MEMBERS OF THE PUBLIC WISHING TO SUBMIT WRITTEN COMMENT TO THE BOARD UNDER PUBLIC COMMENT OR ON A SPECIFIC AGENDA ITEM MAY SUBMIT COMMENTS TO OUR BOARD SECRETARY BY EMAIL AT DWASHBURN@RAINBOWMWD.COM OR BY MAIL TO 3707 OLD HIGHWAY 395, FALLBROOK, CA 92028. ALL WRITTEN COMMENTS RECEIVED **AT LEAST ONE HOUR IN ADVANCE OF THE MEETING** WILL BE READ TO THE BOARD DURING THE APPROPRIATE PORTION OF THE MEETING. THESE PUBLIC COMMENT PROCEDURES SUPERSEDE THE DISTRICT’S STANDARD PUBLIC COMMENT POLICIES AND PROCEDURES TO THE CONTRARY.

RAINBOW MUNICIPAL WATER DISTRICT BOARD MEETING

Tuesday, July 25, 2023

Closed Session 11:30 a.m.

Open Session 1:00 p.m.

THE PURPOSE OF THE REGULAR BOARD MEETING IS TO DISCUSS THE ATTACHED AGENDA

District Office	3707 Old Highway 395	Fallbrook, CA 92028
Other Location:	41 Gannaway Loop	Hot Springs, MT 59845

Board Agenda Policies

Board of Directors Meeting Schedule Regular Board meetings are normally scheduled for the 4th Tuesday of the month with Open Session discussions starting time certain at 1:00 p.m.

Breaks It is the intent of the Board to take a ten-minute break every hour and one-half during the meeting.

Public Input on Specific Agenda Items and those items not on the Agenda, Except Public Hearings Any person of the public desiring to speak shall fill out a “Speaker’s Slip”, encouraging them to state their name, though not mandatory. Such person shall be allowed to speak during public comment time and has the option of speaking once on any agenda item when it is being discussed. Speaking time shall generally be limited to three minutes unless a longer period is permitted by the Board President.

Public Items for the Board of Directors' agenda must be submitted in writing and received by the District office no later than 10 business days prior to a regular Board of Directors' Meeting.

Agenda Posting and Materials Agendas for all regular Board of Directors’ meetings are posted at least seventy-two hours prior to the meeting on bulletin boards outside the entrance gate and the main entrance door of the District, 3707 Old Highway 395, Fallbrook, California 92028. The agendas and all background material may also be inspected at the District Office.

You may also visit us at www.rainbowmwd.com.

Time Certain Agenda items identified as “time certain” indicate the item will not be heard prior to the time indicated.

Board meetings will be audio and video recorded with copies available upon request. Requests for audio recordings will be fulfilled once draft minutes for such meeting have been prepared. There are no costs associated with obtaining copies of audio and video recordings; however, these recordings will only be retained according to the policies provided in the District’s Administrative Code. Copies of public records are available as a service to the public; a charge of \$.10 per page up to 99 pages will be collected and \$.14 per page for 100 pages or more.

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

(*) - Asterisk indicates a report is attached.

Notice is hereby given that the Rainbow Municipal Water District Board of Directors will hold Closed Session at 11:30 a.m. and Open Session at 1:00 p.m. Tuesday, July 25, 2023, at the District Office located at 3707 Old Highway 395, Fallbrook, CA 92028. At any time during the session, the Board of Directors Meeting may adjourn to Closed Session to consider litigation or to discuss with legal counsel matters within the attorney client privilege.

AGENDA

1. **CALL TO ORDER**
2. **ROLL CALL: Gasca___ Hamilton___ Johnson___ Mack___ Townsend-Smith___**
3. **ADDITIONS/DELETIONS/AMENDMENTS TO THE AGENDA (Government Code §54954.2)**
4. **INSTRUCTIONS TO ALLOW PUBLIC COMMENT ON AGENDA ITEMS FROM THOSE ATTENDING THIS MEETING VIA TELECONFERENCE OR VIDEO CONFERENCE**

CHAIR TO READ ALOUD - "If at any point, anyone would like to ask a question or make a comment and have joined this meeting with their computer, they can click on the "Raise Hand" button located at the bottom of the screen. We will be alerted that they would like to speak. When called upon, please unmute the microphone and ask the question or make comments in no more than three minutes.

*Those who have joined by dialing a number on their telephone, will need to press *6 to unmute themselves and then *9 to alert us that they would like to speak.*

A slight pause will also be offered at the conclusion of each agenda item discussion to allow public members an opportunity to make comments or ask questions."

5. **ORAL/WRITTEN COMMUNICATIONS FROM THE PUBLIC OPPORTUNITY FOR MEMBERS OF THE PUBLIC TO ADDRESS THE BOARD REGARDING CLOSED SESSION AGENDA ITEMS (Government Code § 54954.2).**

Under Oral Communications, any person in attendance wishing to address the Board regarding Closed Session agenda items should indicate their desire to speak by filling out and submitting a "Speaker's Slip" to the Board Secretary before the meeting begins. Any person attending the meeting remotely wishing to address the Board regarding Closed Session agenda items may email or mail in their comments to the Board Secretary one hour before the Closed Session scheduled start time to be read to the Board prior to their adjournment to Closed Session or may speak to the Board by calling (760) 728-1178, listening for "Thank you for calling Rainbow Municipal Water District", dialing Extension 429, and entering pin 8607 at the Closed Session scheduled start time. Once all public comment is heard, this call will be disconnected, and the Board will adjourn to Closed Session. To participate in the Open Session portion of the meeting, please follow the instructions provided at the top of Page 1 of this agenda. Speaking time shall generally be limited to three minutes unless a longer period is permitted by the Board President.

6. **CLOSED SESSION**
 - A. **Conference with Legal Counsel-Anticipated Litigation (Government Code §54956.9(d)(2))**
 - * One Item
 - B. **Appointment of Public Employee – General Manager (Government Code §54957)**

(*) - Asterisk indicates a report is attached.

7. REPORT ON POTENTIAL ACTION FROM CLOSED SESSION

Time Certain: 1:00 p.m.

8. REPEAT CALL TO ORDER

9. PLEDGE OF ALLEGIANCE

10. REPEAT ROLL CALL

11. REPEAT REPORT ON POTENTIAL ACTION FROM CLOSED SESSION

12. REPEAT ADDITIONS/DELETIONS/AMENDMENTS TO THE AGENDA (Government Code §54954.2)

13. REPEAT INSTRUCTIONS TO ALLOW PUBLIC COMMENT ON AGENDA ITEMS FROM THOSE ATTENDING THIS MEETING VIA TELECONFERENCE OR VIDEO CONFERENCE

CHAIR TO READ ALOUD - *"If at any point, anyone would like to ask a question or make a comment and have joined this meeting with their computer, they can click on the "Raise Hand" button located at the bottom of the screen. We will be alerted that they would like to speak. When called upon, please unmute the microphone and ask the question or make comments in no more than three minutes.*

*Those who have joined by dialing a number on their telephone, will need to press *6 to unmute themselves and then *9 to alert us that they would like to speak.*

A slight pause will also be offered at the conclusion of each agenda item discussion to allow public members an opportunity to make comments or ask questions."

14. ORAL/Written COMMUNICATIONS FROM THE PUBLIC OPPORTUNITY FOR MEMBERS OF THE PUBLIC TO ADDRESS THE BOARD REGARDING ITEMS NOT ON THIS AGENDA (Government Code § 54954.2).

Under Oral Communications, any person in attendance wishing to address the Board regarding matters not on this agenda should indicate their desire to speak by filling out and submitting a "Speaker's Slip" to the Board Secretary before the meeting begins. Any person attending remotely wishing to address the Board regarding matters not on this agenda should indicate their desire to speak or may email or mail their comments to the Board Secretary one hour before the Open Session scheduled start time. All written public comments received will be read to the Board during the appropriate portion of the meeting. No action will be taken on any oral communications item since such item does not appear on this Agenda, unless the Board of Directors makes a determination that an emergency exists or that the need to take action on the item arose subsequent to posting of the Agenda (Government Code §54954.2). Speaking time shall generally be limited to three minutes unless a longer period is permitted by the Board President.

***15. APPROVAL OF MINUTES**

A. June 27, 2023 - Regular Board Meeting

***16. BOARD OF DIRECTORS' COMMENTS/REPORTS**

Directors' comments are comments by Directors concerning District business, which may be of interest to the Board. This is placed on the agenda to enable individual Board members to convey information to the Board and to the public. There is to be no discussion or action taken by the Board of Directors unless the item is noticed as part of the meeting agenda.

A. President's Report (Director Hamilton)

(*) - Asterisk indicates a report is attached.

- B. Representative Report (Appointed Representative)
 - 1. SDCWA
 - 2. CSDA
 - 3. LAFCO
 - 4. Santa Margarita River Watershed Watermaster Steering Committee
 - 5. ACWA
- C. Meeting, Workshop, Committee, Seminar, Etc. Reports by Directors (AB1234)
 - 1. Board Seminar/Conference/Workshop Training Attendance Reports
- D. Directors Comments
- E. Legal Counsel Comments
 - 1. Attorney Report: Government Immunity and Clean Water Act – 6176406-1

17. COMMITTEE REPORTS

- A. Budget and Finance Committee
- B. Engineering and Operations Committee
- C. Communications and Customer Service Committee

BOARD ACTION ITEMS

- *18. **DISCUSSION AND POSSIBLE ACTION TO APPROVE ORDINANCE NO. 23-05 - AMENDING AND UPDATING ADMINISTRATIVE CODE SECTION 1.02.020 – CONFLICT OF INTEREST**
(As the job descriptions, titles, and positions at RMWD change, a review of the Administrative Code Section 1.02.020 - Conflict of Interest Code is conducted to determine whether those positions listed in the Conflict of Interest Code need to be updated accordingly.)
- *19. **CONSIDER APPROVAL OF THE FORM OF A LEASE FINANCING AGREEMENT WITH FIRST AMERICAN RBC/CITY NATIONAL BANK FOR \$5,000,000 AT 5.49% (+/- 1%) INTEREST FOR 10 YEARS**
(Consider acceptance of terms on wastewater capital lease for \$5,000,000.)
- *19A. **DISCUSSION AND POSSIBLE ACTION TO APPROVE RESOLUTION NO. 23-17 AUTHORIZING THE GENERAL MANAGER TO PROCEED WITH ALL DUE HASTE TO FULFILL THE TERMS AND CONDITIONS OF THE JULY 10, 2023, APPROVAL OF THE APPLICATION FOR REORGANIZATION FROM RAINBOW MUNICIPAL WATER DISTRICT BY THE SAN DIEGO LOCAL AGENCY FORMATION COMMISSION**
(This action item is to adopt a resolution related to the next steps to be taken in the detachment process given that LAFCO approved the detachment on July 10, 2023.)
- 20. **BOARD MEMBER REQUESTS FOR AUTHORIZATION TO ATTEND UPCOMING MEETINGS / CONFERENCES / SEMINARS**

BOARD INFORMATION ITEMS

- 21. STATUS OF GRANT FUNDING
- 22. GRANT PROGRESS UPDATE
- 23. CROPSWAP PROGRAM BRIEFING

PRESENTATION

- 24. NEW WEBSITE AND EMAIL DOMAIN PRESENTATION

(*) - Asterisk indicates a report is attached.

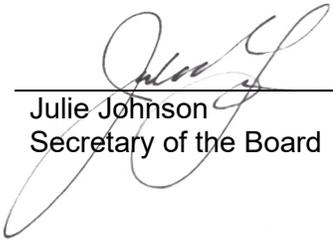
***25. RECEIVE AND FILE INFORMATION AND FINANCIAL ITEMS**

- A. General Manager Comments**
 - 1. Meetings, Conferences and Seminar Calendar
- B. Communications**
 - 1. Staff Training Report - Gutierrez
- C. Operations Comments**
 - 1. Operations Report
- D. Engineering Comments**
 - 1. Engineering Report
 - 2. As-Needed Services Expenditures Summary
 - 3. RMWD Sewer Equivalent Dwelling Units (EDU's) Status
- E. Administrative Services Comments**
 - 1. Administrative Services Report
- F. Finance Comments**
 - 1. Board Information Report
 - A.** Budget vs. Actuals
 - B.** Fund Balance & Developer Projections
 - C.** Treasury Report
 - D.** Five Year Water Purchases Demand Chart
 - E.** Water Sales Summary
 - F.** Check Register
 - G.** Directors' Expenses Report
 - H.** Credit Card Breakdown
 - I.** RMWD Properties
 - J.** Grant Progress Report

26. LIST OF SUGGESTED AGENDA ITEMS FOR THE NEXT REGULAR BOARD MEETING

27. ADJOURNMENT - To Tuesday, August 22, 2023, at 1:00 p.m.

ATTEST TO POSTING:



Julie Johnson
Secretary of the Board

7-24-23 @ 2:25 p.m.

Date and Time of Posting
Outside Display Cases

(*) - Asterisk indicates a report is attached.

**MINUTES OF THE REGULAR BOARD MEETING
OF THE BOARD OF DIRECTORS OF THE
RAINBOW MUNICIPAL WATER DISTRICT
JUNE 27, 2023**

1. **CALL TO ORDER** - The Regular Meeting of the Board of Directors of the Rainbow Municipal Water District on June 27, 2023, was called to order by President Hamilton at 12:01 p.m. in the Board Room of the District, 3707 Old Highway 395, Fallbrook, CA 92028. President Hamilton presiding.

2. **ROLL CALL**

Present: Director Gasca (*via video conference*), Director Hamilton, Director Johnson, Director Mack, Director Townsend-Smith.

Also Present: General Manager Kennedy, Legal Counsel Smith, Executive Assistant Washburn, Information Technology Manager Khattab, Human Resources Manager Harp.

Also Present Via Teleconference or Video Conference:

Consultant Cindy Krebs.

No members of the public were present in person, via teleconference or video conference before Closed Session.

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

There were no amendments to the agenda.

4. **INSTRUCTIONS TO ALLOW PUBLIC COMMENT ON AGENDA ITEMS FROM THOSE ATTENDING THIS MEETING VIA TELECONFERENCE OR VIDEO CONFERENCE**

There were no members of the public in attendance via teleconference or video conference; therefore, the instructions were not read aloud.

5. **ORAL/WRITTEN COMMUNICATIONS FROM THE PUBLIC OPPORTUNITY FOR MEMBERS OF THE PUBLIC TO ADDRESS THE BOARD REGARDING CLOSED SESSION AGENDA ITEMS (Government Code § 54954.2).**

There were no comments.

The meeting adjourned to Closed Session at 12:02 p.m.

6. **CLOSED SESSION**

A. Conference with Legal Counsel-Anticipated Litigation (Government Code §54956.9(d)(2))

* One Item

(*) - Asterisk indicates a report is attached.

- B. Appointment of Public Employee – General Manager (Government Code §54957)

The meeting reconvened at 12:55 p.m.

7. REPORT ON POTENTIAL ACTION FROM CLOSED SESSION

Time Certain: 1:00 p.m.

- 8. **REPEAT CALL TO ORDER** - The Regular Meeting of the Board of Directors of the Rainbow Municipal Water District on June 27, 2023, was called to order by President Hamilton at 1:01 p.m. in the Board Room of the District, 3707 Old Highway 395, Fallbrook, CA 92028. President Hamilton presiding.

9. PLEDGE OF ALLEGIANCE

10. REPEAT ROLL CALL

Present: Director Gasca (*via video conference*), Director Hamilton, Director Johnson, Director Mack, Director Townsend-Smith.

Also Present: General Manager Kennedy, Legal Counsel Smith, Executive Assistant Washburn, Engineering and CIP Program Manager Williams, Information Technology Manager Khattab, Finance Manager Largent, Human Resources Manager Harp, Construction and Meters Supervisor Lagunas, Utility Worker Demary.

Also Present Via Teleconference or Video Conference:

Operations Manager Gutierrez, Wastewater Superintendent Zuniga, Administrative Analyst Barrow, Administrative Analyst Rubio, Grant Specialist Kim.

Thirteen members of the public were present for Open Session in person, via teleconference or video conference.

11. REPEAT REPORT ON POTENTIAL ACTION FROM CLOSED SESSION

Legal Counsel reported the Board met in Closed Session to discuss two items and that there was no reportable action.

12. REPEAT ADDITIONS/DELETIONS/AMENDMENTS TO THE AGENDA (Government Code §54954.2)

There were no amendments to the agenda.

13. REPEAT INSTRUCTIONS TO ALLOW PUBLIC COMMENT ON AGENDA ITEMS FROM THOSE ATTENDING THIS MEETING VIA TELECONFERENCE OR VIDEO CONFERENCE

President Hamilton read aloud the instructions for those attending the meeting via teleconference or video conference.

(*) - Asterisk indicates a report is attached.

**14. ORAL/WRITTEN COMMUNICATIONS FROM THE PUBLIC
OPPORTUNITY FOR MEMBERS OF THE PUBLIC TO ADDRESS THE BOARD REGARDING
ITEMS NOT ON THIS AGENDA (Government Code § 54954.2).**

There were no comments.

15. EMPLOYEE RECOGNITION

- A. Excellence Coin Award**
 - 1. Justin Demary

Mr. Kennedy noted Justin Demary a utility worker who runs many of RMWD’s construction crews including most emergency after hour repairs. He mentioned how much he appreciated Mr. Demary’s forthright attitude to getting stuff done, speaking up when things can be done better, as well as working cooperatively with everyone to make positive changes as reflected from his coworker’s nominations. He presented Mr. Demary with a plaque in recognition of his achievement.

***16. APPROVAL OF MINUTES**

- A. May 23, 2023 - Regular Board Meeting**

Motion:

To approve the minutes.

Action: Approve, Moved by Director Gasca, Seconded by Director Mack.

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

Ayes: Director Gasca, Director Hamilton, Director Johnson, Director Mack, Director Townsend-Smith.

***17. BOARD OF DIRECTORS’ COMMENTS/REPORTS**

Directors’ comments are comments by Directors concerning District business, which may be of interest to the Board. This is placed on the agenda to enable individual Board members to convey information to the Board and to the public. There is to be no discussion or action taken by the Board of Directors unless the item is noticed as part of the meeting agenda.

- A. President’s Report (Director Hamilton)**

President Hamilton presented Julie Johnson with one of RMWD’s Challenge Coins as part of welcoming her to the RMWD Board of Directors.

- B. Representative Report (Appointed Representative)**
 - 1. SDCWA
 - A. Summary of Board Meeting May 25, 2023**

Mr. Kennedy reported on the two meetings that took place since the last RMWD Board meeting at which most of the discussion was related to SDCWA’s budget and proposed rate increase.

(*) - Asterisk indicates a report is attached.

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He mentioned ten agencies, including RMWD, that voted against both the budget and proposed rate increase; however, SDCWA's rates will increase next year.

Mr. Kennedy mentioned there was another Closed Session item related to initiating litigation related to the detachment matter to which he provided comments but was unable to attend. He stated he learned shortly after leaving, there was no action taken on this matter due to their being a lack of a quorum after several Board Members left the meeting.

2. CSDA

There was no report given.

3. LAFCO

Mr. Kennedy announced the detachment public hearing has been rescheduled for July 10, 2023.

4. Santa Margarita River Watershed Watermaster Steering Committee

There was no report given.

5. ACWA

Director Gasca recalled at a past meeting he reported on attending an ACWA workshop related to upcoming legislative initiatives. He recommended researching the Quench California website to find information regarding the need for infrastructure in California. He also mentioned a President and Vice President Town Hall meeting has been scheduled for July 19th at 2:00 p.m. for anyone interested in attending virtually.

Mr. Kennedy mentioned Director Johnson and Ms. Largent will attend an ACWA Region 10 event on June 29th.

C. Meeting, Workshop, Committee, Seminar, Etc. Reports by Directors (AB1234)
1. Board Seminar/Conference/Workshop Training Attendance Reports

Director Hamilton reported he has successfully completed the bi-annual required harassment training.

Director Gasca reported he has completed both the required biennial ethics and harassment training courses.

Director Johnson reported she has completed both the required biennial ethics and harassment training courses.

D. Directors Comments

There were no comments.

E. Legal Counsel Comments

1. Attorney Report: Proposition 218 (61641894)

President Hamilton pointed out there was a recent article published in the Los Angeles Times of legal visionaries in which RMWD's Legal Counsel, Alfred Smith, was recognized.

(*) - Asterisk indicates a report is attached.

Legal Counsel summarized the information contained in the written report.

18. COMMITTEE REPORTS

A. Budget and Finance Committee

Ms. Largent reported the committee was provided with a presentation on meter downsizing, as well as updates on the detachment and interim audit and the responses to the wastewater loans request for proposals.

B. Engineering and Operations Committee

Mr. Williams reported the committee met on June 7, 2023 at which time the members recommended the Board approve today’s agenda Item #29. He noted today’s agenda Item #24 was not prepared in time to present it to the committee; therefore, no action was taken.

C. Communications and Customer Service Committee

Ms. Harp reported the committee met on June 1, 2023 at which time Amanda Weber was introduced as RMWD’s new Communications Administrative Analyst, Mr. Kennedy provided an update on the LAFCO process, and she provided updates on the customer service survey results, and submetering outreach. She noted the committee also discussed the newsletter content for both June and July, as well as recent media stories including one in The Village News regarding the RMWD high school field trip.

Time Certain 1:00 p.m. – Public Hearings

PUBLIC HEARINGS

***19. DISCUSSION AND POSSIBLE ACTION TO ADOPT ORDINANCE NO. 23-03 FOR ID 1 STANDBY CHARGES**

President Hamilton opened the public hearing at 1:26 p.m.

Mr. Kennedy pointed out the \$10.54 parcel charge has not increased in several years.

President Hamilton closed the public hearing at 1:28 p.m.

Motion:

To approve Option 1 - Adopt Ordinance No. 23-03.

Action: Approve, Moved by Director Gasca, Seconded by Director Mack.

Vote: Motion carried by unanimous roll call vote (summary: Ayes = 4, Noes = 0, Abstain = 1).

Ayes: Director Gasca, Director Hamilton, Director Johnson, Director Mack.

Abstain: Director Townsend-Smith.

(*) - Asterisk indicates a report is attached.

***20. PUBLIC HEARING TO CONSIDER ADOPTING ORDINANCE 23-04 AUTHORIZING INCREASES IN THE RATES FOR RAINBOW MUNICIPAL WATER DISTRICT WATER AND WASTEWATER SERVICE FEES EFFECTIVE JULY 1, 2023**

Ms. Largent shared a presentation titled “Proposed Adjustments of Water and Wastewater Rates, Hearing for June 27, 2023”. She reviewed the rate setting processes as well as some of the challenges faced including inflation, delayed rate increases during detachment and COVID. She also pointed out some of the successes such as holding the operating budget flat, only allowing for inflationary increases, and reimplementing shutoffs and increased account collection efforts.

Ms. Largent mentioned IB Consulting was contracted to conduct a full Water and Wastewater Cost of Service Study. She noted when these studies are done, all the inputs are updated (meter counts, developer fees, reserve levels, sales, etc.). She noted these studies are reevaluated every year as part of the budget process to determine whether any of the assumptions from the previous year have changed. She pointed out this is a very interactive process that involves ratepayers who serve on the Budget and Finance Committee, the Board of Directors, as well as staff and how public input is always encouraged as part of determining the District’s course of action.

Ms. Largent stated the current key assumptions include water sales projected at 12,700 AF, as well as zero account growth and developer fee revenue. She noted these are very conservative assumptions and how with stagnation within the building market, nothing was being projected for that was not already in the District’s bank account, i.e., developer fees. She continued with reviewing additional key assumptions in terms of cost escalations related to salaries, capital construction, etc. She also reviewed the minimum and ideal target levels in terms of target reserves.

Ms. Largent reviewed details related to wastewater in terms of fund projections, capital projects, projections, and reserves. She talked about the revenue increases and rates, noting staff was recommending the Board adopt Option 2. She pointed out RMWD remains very competitive per the regional rate comparison.

Ms. Largent shared information related to the water current rates and reserve balances noting the current water rates were not sufficient to fund capital projects or maintain long-term solvency and that by Fiscal Year 2026, reserves would be depleted. She displayed charts showing RMWD’s current water rates and cash flow, water spending by category for Fiscal Year 2023, water purchases over the past two decades. She shared the current water capital five-year plan, as she explained the majority of the spending is for wholesale water efficiency projects that have a positive return of investment as well as reviewed the water projections. She pointed out the rate stabilization will be reestablished in Year 3 and will reach the target reserve balances in Year 5.

Ms. Largent presented the proposed water financial plan with the new proposed rates. She pointed out the Comprehensive Cost of Service Study determined the current rates would provide inadequate revenues to operate, maintain, and replace system assets to meet current and long-terms needs of the RMWD. She explained the required revenue increase of 9% over five years is needed to meet the District’s future obligations to ensure safe and reliable water supplies that are available 24 hours a day, 365 days per year. She talked about the water design category considerations as well as explained how vital it was the RMWD consider the possibility of the decline presented continuing and how RMWD will be impacted with the loss its agricultural customers.

(*) - Asterisk indicates a report is attached.

Ms. Largent talked about the five scenarios under consideration as well as the advantages and disadvantages associated with each. She pointed out the Board of Directors selected Scenario 1 for the rate hearing noticing due to this option providing more stable revenue recovery, less impactful on agriculture, as well as delays the risk of Scenarios 4 and 5 although Scenario 1 will be more impactful on residential customers in the short term. She displayed the bill impacts for single family residential customers based on low, average, and high usage for 3/4” meters noting the average customer bills will increase by approximately \$20.00 per month.

Ms. Largent concluded the presentation noting the reasons for the rate increase as well as the fact that staff recommends the adoption of Ordinance No. 23-04 as of July 1, 2023 with an annual water revenue adjustment of 9% for FY24 and up to 9% for FY25-FY28 and an annual wastewater revenue adjustment of 35% for FY24 and up to 13% for FY25-FY28.

Mr. Kennedy emphasized this was based on a worst-case scenario of decreasing demands in the future with no new customers or developments. He said the likelihood of actually raising rates to the proposed maximum amount is very, very small nor does it include RMWD receiving any type of grant funds.

President Hamilton pointed out since RMWD has no clear definitive date as to if and when detachment will occur, this rate model is based around continuing utilizing SDCWA as the District’s wholesale provider.

Director Gasca inquired as to what type of impact would a potential \$10M developer fee have on the percentage increase. Ms. Largent explained a few of the options that would become available for consideration.

President Hamilton opened the public hearing at 1:50 p.m.

Ms. Washburn reported RMWD received four rate protest letters.

Carol Morris stated although she understands everything is increasing, it was all about expectations. She encouraged the Board to look outside San Diego County to determine if there could be a better means of charging customers, such as using tiers. She mentioned her water bill for a home in Irvine was much less than that for her current smaller home in Fallbrook. She noted her HOA fees have also increased over a short period of time due to increased water rates. She proposed RMWD look into ways to provide reclaimed or recycled water.

Rich Riggs mentioned he had missed any previous presentations related to this subject rate increases, but now has a better understanding. He stated of most concern was the wastewater rates increasing 20% each year for the next five years.

Mr. Kennedy addressed Ms. Morris’ comments on the difference between RMWD and Irvine, noting RMWD was much more rural with 9,000 customers spread out against 86 square miles as opposed to Irvine that is much more condensed. He pointed out all RMWD’s pipelines and assets are owned by its customers which is why there have been diligent efforts in getting its ratepayer committees and Board more involved in the process.

(*) - Asterisk indicates a report is attached.

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Mr. Kennedy addressed Mr. Riggs' comments noting RMWD has not increased wastewater rates for five years due to a combination of the pandemic as well as other events. He explained some of the wastewater challenges, including having an older system accommodating newer developments. He said although it is regrettable to have to forecast these increases; however, he does not anticipate any of these rate increases to be as high as they are going forward as new development occurs.

Director Gasca pointed out RMWD was significantly different than most Orange County districts in that many of those have their own groundwater that is very close to the surface. He explained RMWD is 100% dependent on imported water from SDCWA and how one of the reasons RMWD was seeking to leave SDCWA is because it is one of the best opportunities to reduce RMWD's water costs as well as potentially secure alternative water resources. President Hamilton added RMWD has explored every option for alternative water resources over the past six years; however, the costs for these projects are much higher than purchasing water from SDCWA.

President Hamilton closed the public hearing at 2:03 p.m.

Motion:

To adopt Ordinance No. 23-04.

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

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

Ayes: Director Gasca, Director Hamilton, Director Johnson, Director Mack, Director Townsend-Smith.

President Hamilton thanked those public members who attended the meeting.

BOARD ACTION ITEMS

***21. DISCUSSION AND POSSIBLE ACTION TO ADOPT RESOLUTION NO. 23-12 APPROVING THE FISCAL YEAR 2023-2024 OPERATING & CAPITAL IMPROVEMENT BUDGET**

Ms. Largent explained her presentation titled "Proposed Annual Operating and Capital Budget, Water and Wastewater, Fiscal Year 2023/2024" had not changed since it was last presented to the Board as well as included a majority of the slides in the presentation that was shared under Item #20. She asked if the Board would like her to go through the presentation.

President Hamilton stated he did not need to see the presentation again.

Director Gasca asked if the budget would show exactly what was identified in the rate hearing presentation. Ms. Largent confirmed this was correct, and how the only difference would be more department level items that have not changed since the last time it was presented to the Board. Director Gasca asked members of the audience if they were interested in seeing the presentation. There were no comments from members of the audience.

Motion:

To approve Option 1 – Approve Resolution No. 23-12 adopting the 2023-2024 Budget in its present form.

(*) - Asterisk indicates a report is attached.

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Action: Approve, Moved by Director Gasca, Seconded by Director Johnson.

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

Ayes: Director Gasca, Director Hamilton, Director Johnson, Director Mack, Director Townsend-Smith.

***22. DISCUSSION AND POSSIBLE ACTION TO APPROVE RESOLUTION NO. 23-15 — A RESOLUTION ESTABLISHING CLASSIFICATIONS AND MONTHLY PAY RANGES FOR DISTRICT EMPLOYEES AND THE GENERAL MANAGER EFFECTIVE JULY 1, 2023, THROUGH JUNE 30, 2024**

Ms. Harp stated per the MOU's with the three bargaining units that were approved a few years ago for a five-year term require the salary grade structure be adjusted according to the most recent twelve-month change in CPI for San Diego County. She noted the most recent publication date was May 2023 with a twelve-month change of 5.2%. She explained this resolution would increase the minimums and maximums of the pay grades by 5.2% in accordance with the terms of the MOU's. She pointed out this does not equate to a 5.2% base pay increase for RMWD staff because the MOU's cap the Cost-of-Living Adjustment at 2% for this year, but rather provides room for merit increases for employees according to their performance evaluation ratings.

Ms. Harp noted this resolution also changes two job classifications. She explained there was a Risk Management Officer position that is currently vacant and open for recruitment. She stated although this was a single-incumbent position previously, staff was proposing creating a series position that spread out over three grades to allow for potentially hiring in at a lower grade and expand RMWD's potential pool of applicants as well as offer one higher level as a promotional pathway to make it more attractive to potential applicants who may be willing to do another lateral move from another agency knowing RMWD has a promotional opportunity exists that may not be available at their current agency.

Ms. Harp also pointed out that given her position now oversee public relations in addition to human resources and risk management, a change to her title from HR Manager to Administrative Manager was being proposed at the same existing pay grade.

Motion:

To approve Option 1 - Approve Resolution No. 23-15.

Action: Approve, Moved by Director Johnson, Seconded by Director Hamilton.

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

Ayes: Director Gasca, Director Hamilton, Director Johnson, Director Mack, Director Townsend-Smith.

(*) - Asterisk indicates a report is attached.

***23. RAINBOW MUNICIPAL WATER DISTRICT ANNEX TO THE 2023 SAN DIEGO COUNTY MULTIJURISDICTIONAL HAZARD MITIGATION PLAN**

Ms. Harp stated this was an important resolution to formally adopt the District's annex to the San Diego County Multijurisdictional Hazard Mitigation Plan. She noted staff members have been working very closely with San Diego County Office of Emergency Services over the past couple of years to develop the plan in compliance with the requirements of both CalOES and FEMA. She mentioned the plan has been reviewed, submitted several months ago to both CalOES and FEMA, and was preapproved pending RMWD's Board adopting of this resolution.

Ms. Harp pointed out the benefit to RMWD for joining this plan is that it will allow RMWD to apply for grant funding to implement some of the mitigation identified in the plan. She stated there were three primary risks which have been classified in terms of their severity and likelihood of occurring i.e., wildfire, drought, and extreme weather events. She noted should RMWD ever decide to apply for grant funding for any risk mitigation efforts, having this plan adopted and joining the County's plan will allow RMWD to be eligible for those grants in the future. She added adoption of this resolution would be for RMWD to join the County's five-year plan that was adopted in February 2023 and will need to be readopted by RMWD Board action in 2028. She mentioned any minor changes to the plan such as staff name changes will be updated annually without Board action.

Director Johnson inquired as to whether Ms. Harp was referring to federal, state, and county grants. Ms. Harp stated it was her understanding these were mostly FEMA grants that are funneled through and processed through the state and county levels. She noted the primary contact was the San Diego County Office of Emergency Services who work with eighteen cities and other local districts in order to create the multijurisdictional plan which is submitted to CalOES who in turn submit it to FEMA for approval; therefore, grants funding could come from any one of them.

Director Mack asked whether there was a fee involved with joining this group. Ms. Harp stated there was no cost for RMWD to join this plan and how it was much less cumbersome and more cost effective than creating this plan from scratch. She also mentioned the County is applying for grant funding for a consultant to help all of these multijurisdictional agencies prepare their hazard mitigation plans for the 2028 renewal.

President Hamilton inquired as to whether there was any controls as to how grant funds are allocated. Ms. Harp said this may be something a grant specialist could answer. Discussion ensued.

Motion:***To adopt the resolution.******Action: Approve, Moved by Director Hamilton, Seconded by Director Townsend-Smith.******Vote: Motion carried by unanimous roll call vote (summary: Ayes = 5).******Ayes: Director Gasca, Director Hamilton, Director Johnson, Director Mack, Director Townsend-Smith.***

(*) - Asterisk indicates a report is attached.

***24. DISCUSSION AND POSSIBLE ACTION REGARDING EXECUTION OF A JOINT USE AGREEMENT (JUA) BETWEEN RAINBOW MUNICIPAL WATER DISTRICT AND SAN DIEGO GAS & ELECTRIC (SDG&E), (DIVISION 1)**

Mr. Williams mentioned Wayne Dollarhide and David Pallinger were present in the audience to answer any questions related to this matter.

Mr. Williams explained this was a unique situation where the developer is granting two agencies a mutual agreement. He noted RMWD had its existing water facilities through back country in which a subdivision is currently being developed and how those water lines are being abandoned and relocated into private roadways. He stated when the developer first approached RMWD, SDG&E wanted to have the senior rights for the easement; however, since RMWD was not willing to relinquish its senior rights, RMWD proposed executing a Joint Use Agreement under which neither agency would need to seek permission to access the easement to work on their respective facilities.

Mr. Williams noted this agreement has been reviewed by both Mr. Kennedy and Legal Counsel, there was no fiscal impact to RMWD, and allows the water and sewer lines to be in an easement that is to also be shared with SDG&E.

President Hamilton inquired as to whether RMWD's original easement extended over to where SDG&E's were located. Mr. Williams explained when this easement was granted, it was then determined SDG&E also needed the same overlap; therefore, RMWD needed to find a means of allowing SDG&E access without giving up its senior rights which was found with this Joint Use Agreement.

Director Johnson asked whether this matter was discussed with the Engineering and Operations Committee meeting. Mr. Williams explained this had not yet been finalized when the committee met on June 7th; however, the committee was told there would most likely be an item related to this matter brought to the Board today for consideration.

Mr. Pallinger pointed out this was a very limited scope on the joint use and not over the entire project. He noted Mr. Williams has been great to work with in figuring this out. Discussion ensued. Director Gasca asked whether the power was located above RMWD's water line. Mr. Pallinger confirmed it was above as well as that it only occurred in one location.

Mr. Pallinger complimented RMWD's staff, noting they are always incredibly professional and responsive, making RMWD one of the best agencies with which to work. Mr. Williams pointed out it took a great deal of effort by everyone involved to be able to reach some type of mutual compromise that worked for all parties. Mr. Pallinger confirmed SDG&E agreed with this solution.

Motion:

To approve Option 1 - Make a determination that the action defined herein does not constitute a "project" as defined by CEQA and authorize the General Manager and General Counsel to continue to negotiate with SDG&E and the Developer and execute the Joint Use Agreement with SDG&E on behalf of the District.

Action: Approve, Moved by Director Gasca, Seconded by Director Johnson.

(*) - Asterisk indicates a report is attached.

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

Ayes: Director Gasca, Director Hamilton, Director Johnson, Director Mack, Director Townsend-Smith.

24A. DISCUSSION AND POSSIBLE ACTION OPPOSING AB399 (FORMERLY AB530)

President Hamilton noted this item is related to the change in the definition of voting districts in the SDCWA Act.

Mr. Kennedy explained in May 2023, SDCWA caused a legislator in Encinitas to introduce AB530 which was previously a climate change bill that was amended to be used as a means of trying to force a SDCWA-wide vote on the detachment matter should LAFCO approve the detachment. He mentioned current state law is very clear that should LAFCO approve the detachment, an election for confirmation by voters would be held separately with one vote in RMWD’s service area and one vote in FPUD’s service area. He stated not satisfied with this and because AB530 did not get out of the Assembly, SDCWA had to shift and find a new bill already through the Assembly that was in the Senate, AB399. He noted AB399 began its life as a bill to require certain record keeping and data monitoring on police chases which SDCWA convinced another legislator from the Bay area to give up and hand it over to Assembly Member Boerner in Encinitas who then changed it to replace it with the same language in AB530. He said, in addition to this, SDCWA informed LAFCO, who documented it in their process they held a few weeks ago, of their intent to put this through as an urgency bill that does not follow the normal course of action. He explained in order to attempt to do an “end run” on LAFCO who was then scheduled to meet on August 7, 2023, SDCWA has converted this to an urgency bill that could be rushed through the Assembly and Senate and then potentially placed on the Governor’s desk as in July for consideration. He pointed out urgency bills are a little different in the California Constitution in that it is specified these bills are to be about health, safety, and immediate matters; however, SDCWA decided to proceed this way although it is believed there is nothing about this matter that would meet the Constitution’s criteria. He noted urgency bills also require a two-thirds vote by both the Assembly and Senate to get it before the Governor.

Mr. Kennedy mentioned a number of other water agencies have come out against the action taken by SDCWA; therefore, he wanted to seek authorization from the Board to agree to formally oppose AB399 and allowing him to use some of his spending authority as RMWD’s General Manager to take the necessary steps to engage and work with the appropriate legislators in Sacramento to oppose this bill in conjunction with the other entities who are also in opposition.

A member of the public mentioned FPUD voted yesterday to support their General Manager’s spending in opposition of this matter. Discussion ensued.

Motion:

The Board formally oppose the legislation.

Action: Approve, Moved by Director Gasca, Seconded by Director Mack.

President Hamilton offered an amendment to the motion. Director Gasca agreed to the amendment.

(*) - Asterisk indicates a report is attached.

Motion:

The Board oppose any form of modification to the voting rights within the SDCWA Act regardless of what bill number it is assigned and authorize the General Manager to spend reasonable funds in lobbying against this bill.

Action: Approve, Moved by Director Gasca, Seconded by Director Mack.

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

Ayes: Director Gasca, Director Hamilton, Director Johnson, Director Mack, Director Townsend-Smith.

***25. DISCUSSION AND POSSIBLE ACTION REGARDING CSDA BOARD OF DIRECTORS ELECTIONS SEAT C**

Mr. Kennedy noted this was the upcoming annual election with three candidates listed. Discussion followed.

Motion:

To support John Skerbelis.

Action: Approve, Moved by Director Gasca, Seconded by Director Mack.

Vote: Motion passed (summary: Ayes = 3, Noes = 0, Abstain = 2).

Ayes: Director Gasca, Director Hamilton, Director Mack.

Abstain: Director Johnson, Director Townsend-Smith.

***26. DISCUSSION AND POSSIBLE ADOPTION OF RESOLUTION NO. 23-13 CONGRATULATING SANTA FE IRRIGATION DISTRICT (SFID) ON ITS 100TH ANNIVERSARY**

Mr. Kennedy stated this was an opportunity to show support for SFID. He noted if approved, a copy of the resolution will be placed in a nice frame and sent to SFID.

Motion:

To approve Option 1 - Adopt Resolution No. 23-13 recognizing SFID's centennial anniversary as presented.

Action:

Approve, Moved by Director Hamilton, Seconded by Director Johnson.

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

Ayes: Director Gasca, Director Hamilton, Director Johnson, Director Mack, Director Townsend-Smith.

(*) - Asterisk indicates a report is attached.

27. BOARD MEMBER REQUESTS FOR AUTHORIZATION TO ATTEND UPCOMING MEETINGS / CONFERENCES / SEMINARS

Director Johnson stated she would like to attend the SDLA in February 2024.

CONSENT CALENDAR ITEMS

***28. APPROVAL OF RESOLUTION NO. 23-14 ESTABLISHING CHECK SIGNING AUTHORITY**

***29. NOTICE OF COMPLETION AND ACCEPTANCE OF INFRASTRUCTURE FOR FAIRVIEW DEVELOPMENT BY FORESTAR (USA) REAL ESTATE GROUP, INC. (DIVISION 1)**

Motion:

To accept the consent items.

Action: Approve, Moved by Director Hamilton, Seconded by Director Gasca.

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

Ayes: Director Gasca, Director Hamilton, Director Johnson, Director Mack, Director Townsend-Smith.

BOARD INFORMATION ITEMS

30. DETACHMENT UPDATE

Mr. Kennedy reported on the June 5, 2023 LAFCO meeting, noting there was a number of people in attendance commented on the matter including some from both the Rainbow and Fallbrook areas. He noted the Commission was unable to reach a conclusion; therefore, the item was continued to August 7, 2023. He mentioned subsequent to this continuation, after learning about the AB530/AB399 matter, LAFCO called an emergency meeting on June 14, 2023 at which time the Commission took both a position in opposition to AB530/AB399 as well as to move up the hearing date to 8:00 a.m. on Monday, July 10, 2023.

A member of the public inquired as to what will occur should LAFCO approve the detachment. Mr. Kennedy explained depending upon whether there is a litigation phase or not, there will be a whole series of steps LAFCO following which the elections will be scheduled. He stated he does not anticipate an election will take place prior to Fall 2023.

***31. RECEIVE AND FILE INFORMATION AND FINANCIAL ITEMS**

A. General Manager Comments

- 1. Meetings, Conferences and Seminar Calendar

B. Operations Comments

- 1. Operations Report

C. Engineering Comments

- 1. Engineering Report
- 2. As-Needed Services Expenditures Summary
- 3. RMWD Sewer Equivalent Dwelling Units (EDU's) Status

(*) - Asterisk indicates a report is attached.

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- D. Human Resource & Safety Comments**
 - 1. Human Resources Report
- E. Finance Comments**
 - 1. Board Information Report
 - A.** Budget vs. Actuals
 - B.** Fund Balance & Developer Projections
 - C.** Treasury Report
 - D.** Five Year Water Purchases Demand Chart
 - E.** Water Sales Summary
 - F.** Check Register
 - G.** Directors' Expenses Report
 - H.** Credit Card Breakdown
 - I.** RMWD Properties
 - J.** Grant Progress Report

The information and financial items were received and filed.

32. LIST OF SUGGESTED AGENDA ITEMS FOR THE NEXT REGULAR BOARD MEETING

It was noted that a wastewater loan proposal, CropSwap program report, and grant progress update should be on the next Board meeting agenda.

Director Johnson thanked the Board for her Challenge Coin. She said it was very special and meaningful to her.

33. ADJOURNMENT

The meeting was adjourned by President Hamilton to a regular meeting on July 25, 2023 at 1:00 p.m.

The meeting was adjourned at 2:50 p.m.

Hayden Hamilton, Board President

Dawn M. Washburn, Board Secretary

(*) - Asterisk indicates a report is attached.



TO: Rainbow Municipal Water District
FROM: Alfred Smith
DATE: July 25, 2023
RE: Attorney Report: Government Immunity and Clean Water Act
501668-0002

I. INTRODUCTION.

This attorney report provides an update on two recent legal developments. First, in *Tansavatdi v. City of Rancho Palos Verdes* (2023) 14 Cal.5th 639 (“*Palos Verdes*”), the California Supreme Court ruled that a public entity may be held liable for failure to warn of a dangerous condition of public property, even if the dangerous condition is covered by design immunity.

In *Palos Verdes*, a bicyclist was struck and killed by a truck while riding through an intersection without a bike lane. The City previously approved a street design where the bike lane was discontinued for a block to allow for street parking. The Court concluded that while design immunity generally shields local agencies from a dangerous condition claim, the immunity does not apply if the plaintiff can establish (1) the public entity was aware of the dangerous condition; (2) the dangerous condition was not reasonably apparent to a person exercising due care; and (3) the absence of a warning was a substantial factor in bringing about the injury.

Second, on May 25, 2023, the United States Supreme Court released its highly anticipated opinion in *Sackett v Environmental Protection Agency*, delineating the appropriate standard to determine waters of the United States (“WOTUS”) under the federal Clean Water Act (“CWA”). The Supreme Court’s decision significantly limits the federal government’s jurisdiction under the CWA. The Supreme Court held that for purposes of the CWA, the term “waters” refers only to geographical features that are described in ordinary parlance as “streams, rivers, oceans, and lakes” and adjacent wetlands that are “indistinguishable” from those bodies of water due to a “continuous surface connection.”

The U.S. Supreme Court’s decision redefines the CWA by removing federal jurisdiction and permitting requirements from most wetlands throughout the country and other water bodies without an indistinguishable and continuous surface connection to a protected water.

II. GOVERNMENT IMMUNITY.

In *Palos Verdes*, the California Supreme Court clarified the failure to warn test for local agency design immunity. In *Palos Verdes*, the California Supreme Court limited the projection under Government Code section 830.6, which protects public entities from claims alleging dangerous conditions on public property (1) if the design was approved by a public agencies' legislative body or its designee, and (2) substantial evidence supports the reasonableness of the approval.

The *Palos Verdes* case involved a young boy riding his bicycle who was killed by a semi-trailer while waiting at an intersection stoplight in the city of Rancho Palos Verdes, California. The intersection had no bike lane. The mother of the bicyclist, Betty Tansavatdi ("Tansavatdi"), sued the City alleging a cause of action for dangerous conditions on public property. Tansavatdi alleged multiple claims against the City for dangerous condition on public property and a failure to warn cyclists of that dangerous condition, i.e., the absence of the bike lane.

The City brought a motion for summary judgment arguing that it was protected from liability for the dangerous condition claim under the design immunity defense pursuant to Government Code section 830.6. The City also argued that the design immunity defense barred liability for any failure to warn claim. The trial court granted the City's motion for summary judgment concluding that the City had shown entitlement to design immunity as a matter of law. Tansavatdi appealed.

The California Supreme Court affirmed the appellate court's reversal of summary judgment for the City. In so doing, the Supreme Court held that design immunity does not categorically preclude failure to warn claims that involve a discretionarily approved element of a roadway. Furthermore, while the Government Claims Act's design immunity provision immunizes against liability for having created a dangerous traffic condition, it does not necessarily bar liability for failing to warn of a known dangerous traffic condition.

Accordingly, a public entity may be entitled to design immunity protection, but still be held liable for failure to warn if the plaintiff establishes the following elements:

1. The public entity had actual or constructive notice that its design resulted in a dangerous condition;
2. The dangerous condition qualified as a concealed trap, i.e., the condition would not have been reasonably apparent to, and would not have been anticipated by, a person exercising due care; and

3. The absence of a warning sign was a substantial factor in causing the injury.

The Supreme Court remanded the case back to the trial court for a determination of whether the City is liable under this three-part test.

III. CLEAN WATER ACT.

The U.S. Supreme Court's split decision in *Sackett v Environmental Protection Agency* ("*Sackett*"), sets forth a new standard to determine which water bodies are subject to federal jurisdiction under the CWA. In *Sackett*, the Supreme Court significantly reduced the reach of the CWA, finding the federal government's jurisdiction extends only to (1) those waters with geographical features commonly considered to be "streams, rivers, oceans, and lakes;" and (2) adjacent wetlands that are "indistinguishable" from those bodies of water due to a "continuous surface connection."

The Supreme Court's ruling is a critical blow to the "significant nexus" standard originally established by Justice Kennedy's majority opinion in *Rapanos v. United States*, 547 U.S. 715 (2006), and recently memorialized by the Biden Administration's "Revised Definition of Waters of the United States." The "significant nexus" standard set a controversially expansive definition of the CWA, resulting in decades of litigation and multiple federal statutory revisions.

A. Clean Water Act Background.

Congress enacted the CWA with a stated purpose to restore and maintain the chemical, physical, and biological integrity of the Nation's waters. The CWA extends to all navigable waters, defined as "waters of the United States, including the territorial seas" and prohibits those without a permit from discharging pollutants into those waters. The term "waters of the United States" is not defined further within the CWA thereby leaving federal agencies, through regulation and policy guidance, to attempt to define what constitutes a WOTUS – including what wetlands are WOTUS. Courts have then been tasked, and rarely reached consensus, on identifying the boundaries of the geographic reach of "waters of the United States" to guide the scope of regulatory jurisdiction under the CWA.

The United States Environmental Protection Agency ("EPA") and the U.S. Army Corps of Engineers ("Corps"), collectively (the "Agencies") have modified the WOTUS definition more than a handful of times. Upon initial enactment of the CWA, the Corps adopted the traditional judicial term for navigable waters – that the waters must be "navigable in fact." In 2008, after the U.S. Supreme Court decision in *Rapanos*, the Agencies released guidance for the CWA asserting jurisdiction over "wetlands adjacent to traditional navigable waters."

In 2015, under the Obama Administration, the Agencies issued the Clean Water Rule that amended the WOTUS definition to include eight categories of jurisdictional waters, including non-adjacent wetlands and other non-navigable water bodies. In 2019, under the Trump Administration, the Agencies repealed the 2015 rule and restored the pre-2015 WOTUS definitions. In 2020, the Agencies under the Trump Administration issued the Navigable Waters Protection Rule, which narrowed the conditions upon which non-adjacent wetlands would be considered WOTUS; however, this rule was vacated in 2021 by a federal district court in Arizona, thereby prompting the Agencies' re-implementation of the pre-2015 WOTUS definitions.

On March 20, 2023, under guidance from the Biden Administration, the "Revised Definition of Waters of the United States" went into effect. The 2023 WOTUS Rule relies heavily on the pre-2015 regulatory framework and associated case law, while simultaneously reinvigorating the "significant nexus" standard delineated by Justice Kennedy in *Rapanos*.

Contemporaneous to the Agencies' various iterations of the WOTUS definition, the Supreme Court provided parallel jurisprudence guiding the interpretation of WOTUS. In 1985, the Court held that wetlands actually abutting traditional navigable waterways were considered WOTUS. In 2001, the Court held that WOTUS does not include "nonnavigable, isolated, intrastate waters" in its decision in *Solid Waste Agency of Northern Cook County v. U.S. Army Corps of Engineers*.

In 2006, the Court issued its fragmented opinion in *Rapanos v. United States*, holding that the CWA does not regulate all waters and wetlands. The Court failed, however, to provide a majority approach to determining the scope of the federal government's CWA jurisdiction. Justice Scalia, writing for the plurality, argued that wetlands which have a contiguous surface water connection to regulated waters "so that there is no clear demarcation between the two" are adjacent and may then be regulated as WOTUS. The concurring opinion, authored by Justice Kennedy, advanced a broader "significant nexus" test allowing regulation of wetlands as WOTUS if wetlands "alone or in combination with similarly situated lands...significantly affect the chemical, physical, and biological integrity of other covered waters understood as navigable in the traditional sense."

B. The Sackett Case.

In 2004, near Idaho's Priest Lake, the Sacketts purchased a residential lot they planned to develop. In 2007, shortly after the Sacketts began filling the lot with sand and gravel, the USEPA issued an administrative compliance order stating that the property contained wetlands subject to CWA protection. In 2008, the Sacketts brought suit against the USEPA asserting that the agency's jurisdiction under the CWA did not encompass their property. Various aspects of the case have been slowly making their

way up and down the federal court system. In 2021, the Ninth Circuit Court of Appeals considered whether the Sackett's Idaho property contained wetlands subject to CWA jurisdiction. The Sacketts argued that Justice Scalia's reasoning in *Rapanos* controlled because their property does not have a continuous surface connection to a navigable water. The Ninth Circuit disagreed and ultimately upheld Justice Kennedy's "significant nexus" test as the controlling authority in the Ninth Circuit. On September 22, 2021, the Sacketts submitted their petition for writ of certiorari to the Supreme Court requesting that the Court revisit its decision in *Rapanos*. On January 24, 2023, the Sackett's petition was granted.

C. The Supreme Court's Analysis.

The Supreme Court granted the Sackett's petition to consider whether the Ninth Circuit set forth the proper test for determining whether wetlands are WOTUS under the CWA. Justice Alito, writing for the five-Justice majority opinion, stated that the CWA only applies to "wetlands with a continuous surface connection to the bodies that are 'waters of the United States' in their own right,' so that they are 'indistinguishable' from those waters."

The majority opinion ended the "significant nexus" test for jurisdictional waters and wetlands from Justice Kennedy's plurality opinion in the 2006 decision *Rapanos v. United States*. Justice Alito and the majority largely adopted a narrower test proposed in Justice Scalia's four-justice opinion in *Rapanos* test to determine the meaning of "the waters of the United States" that are protected by the federal CWA. The two prong-test to determine jurisdiction over an adjacent wetland requires:

(1) "that the adjacent [body of water constitutes]... 'water[s] of the United States' (i.e. a relatively permanent body of water connected to traditional interstate navigable waters)"; and

(2) "that the wetland has a continuous surface connection with water, making it difficult to determine where the 'water' ends and the 'wetland' begins," or that it is "indistinguishable" from the water.

All nine justices agreed that the Sackett's property at issue in the case was not subject to federal CWA jurisdiction and permitting. However, Justices Kagan, Sotomayor, Jackson, and Kavanaugh all asserted that the narrow test put forward by the majority went beyond the intention of the CWA and would therefore not protect a significant number of wetlands. Justices Thomas and Gorsuch published a concurring opinion agreeing with the test and conclusion, but felt that the majority opinion did not go far enough to define "navigable" and "of the United States."

Justices Kagan, Sotomayor and Jackson's concurrence disagreed with the two-

part test put forward by the majority. Rather, the Justices argued that the longstanding application of the CWA permits the EPA and the Corps to have jurisdiction over the wetlands that are “(i) contiguous to or bordering a covered water, or (ii) separated from a covered water only by a manmade dike or barrier, natural river berm, beach dune, or the like.” The concurrence goes on to find that the Majority’s conclusion removes protections for wetlands under category (ii).

Justice Kavanaugh also wrote a concurrence that was joined by Justices Kagan, Sotomayor, and Jackson. Justice Kavanaugh’s opinion argued that wetlands that are adjacent to waters covered by the CWA are also covered and protected. Justice Kavanaugh agreed with the decision not to adopt the significant nexus test but asserted the test created by the Majority departs from the CWA’s text, which refers to “adjacent wetlands.” Justice Kavanaugh’s opinion argued that the CWA does not require the continuous surface connection that the majority decision required, as put forward by the majority. Specifically, Justice Kavanaugh would have held that the “term ‘adjacent’ is broader than ‘adjoining’ and does not require that the two objects actually touch.”

Justice Alito’s majority opinion reversed and remanded the matter for further proceedings and directly addressed the current Agencies’ definition of WOTUS, finding that requiring a significant nexus to traditional navigable waters “lacks merit” for the following reasons:

- The Agencies’ interpretation is inconsistent with the CWA because (1) Congress was not clear that it wanted to alter the federal/state balance of power over private property when it enacted the CWA, and (2) the EPA’s interpretation of “significant nexus” gives rise to serious vagueness concerns in light of criminal penalties; and
- The Agencies’ argument that Congress ratified the regulatory definition of “adjacent” when the CWA was amended to include reference to “adjacent” wetlands fails because adjacent cannot include wetlands that are merely nearby covered waters, and fails in the face of Congress’ failure to amend the CWA.

D. Implications.

The Court’s decision ends federal CWA protections and permitting requirements for all wetlands in the United States that either (1) lack a continuous surface water connection to a body of water that is subject to CWA jurisdiction, or (2) are “distinguishable” from the adjacent water body. According to a 2017 analysis of the Trump Administration’s proposed definition of Waters of the United States by the Environmental Protection Agency and Army Corps of Engineers, the first exclusion would remove 51% of the nation’s wetlands from federal CWA jurisdiction.

It is not clear how the Agencies and the courts will apply the second, and new, “indistinguishable” standard in the coming months and years, but it will certainly remove some amount of additional wetlands from federal jurisdiction. Wetlands no longer under federal CWA jurisdiction are no longer subject to federal permit requirements, protections, or mitigation requirements of Section 404 of the CWA, and no longer require Section 401 state water quality certifications, if they are drained or filled. They are also no longer protected against or subject to permit requirements for pollution discharges into them under Section 402 of the CWA.

California and several other states have asserted state protections and permitting requirements for wetlands no longer protected by the CWA. In many other states across the country, the decision removes all protections and permitting requirements for draining and filling wetlands that are “distinguishable” from water bodies under federal jurisdiction.

E. Next Steps.

On June 26, 2023, the EPA and the Corps announced their intent to amend the Biden administration’s January 2023 WOTUS rule and issue a new final rule by September 1, 2023 – without first publishing a proposed rule and seeking public comment. The new rule will update the January 2023 WOTUS rule to be consistent with the United States Supreme Court’s holding in *Sackett*, and is intended to resolve current regulatory uncertainty regarding the federal government’s jurisdiction under the CWA.

The Administrative Procedure Act (“APA”) provides limited exceptions from the usual rulemaking process – *when the agency has “good cause” to find the usual proposed rulemaking notice and comment process would be “impracticable, unnecessary, or contrary to public interest,” the agency may skip this step and proceed to issuing a final rule.* The Agencies may take the position that issuing a proposed rule is unnecessary because the administration already completed the typical APA process in connection with its issuance of the January 2023 WOTUS rule, which is the same rule they are now amending. The Agencies may also view the notice and comment process as contrary to the public interest because it would further prolong this period of regulatory uncertainty.

However, if the Agencies receive substantive adverse comments during the period between publication of the final rule in the Federal Register and the rule’s effective date (here, likely 60 days after the September 1st publication, so October 31, 2023), then the Agencies must withdraw the final rule prior to the effective date and pursue the normal rulemaking process (starting with a proposed rule and a notice and comment period).

Despite the Agencies' attempt to fast-track this rulemaking, their approach to the process and substance of the new final rule is likely to be litigated. Commentators have suggested the Agencies opted to pursue a final rule (rather than taking the typical year plus to develop guidance) because of congressional pressure (House and Senate Republicans sent a letter to the Agencies urging action on this issue on June 21, 2023), and the outsized impact prolonged uncertainty would have on the public. Other commenters suggested the Agencies are attempting to insulate the new final rule from changes or potential reversal given the upcoming election year.

AES

BOARD OF DIRECTORS

July 25, 2023

SUBJECT

DISCUSSION AND POSSIBLE ACTION TO APPROVE ORDINANCE NO. 23-05 - AMENDING AND UPDATING ADMINISTRATIVE CODE SECTION 1.02.020 – CONFLICT OF INTEREST

BACKGROUND

As the job descriptions, titles, and positions at RMWD change, a review of the Administrative Code Section 1.02.020 - Conflict of Interest Code is conducted to determine whether those positions listed in the Conflict of Interest Code need to be updated accordingly.

Upon Board adoption of Resolution No. 23-05 new job classifications for Administrative Service Manager, Senior Risk Management Officer/Safety and Risk Management Officer/Safety and Risk Management Analyst, Customer Service Supervisor, and Administrative Analyst I/II/Management Analyst will be approved for inclusion.

DESCRIPTION

The proposed changes to Administrative Code Section 1.02.020 include revising the Human Resources Manager job title to Administrative Services Manager, Risk Management Officer to Senior Risk Management Officer/Safety and Risk Management Officer/Safety and Risk Analyst, Customer Service and Communications Supervisor to Customer Service Supervisor, as well as the job description for Administrative Analyst I/II/Management Analyst on the list of designated positions.

POLICY/STRATEGIC PLAN KEY FOCUS AREA

Strategic Focus Area Three: Workforce Development

ENVIRONMENTAL

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

BOARD OPTIONS/FISCAL IMPACTS

- 1) Approve Ordinance No. 23-05 amending and updating Administrative Code Section 1.02.020.
- 2) Approve Ordinance No. 23-05 amending and updating Administrative Code Section 1.02.020 with revisions.
- 3) Do not approve Ordinance No. 23-05 amending and updating Administrative Code Section 1.02.020 and provide staff with direction.

Any fiscal impacts were discussed at the February 28, 2023 and June 27, 2023 Board meetings, respectively.

STAFF RECOMMENDATION

Staff recommends adopting Option 1.



Tom Kennedy, General Manager

July 25, 2023

Ordinance No. 23-05

**Ordinance of the Board of Directors of the Rainbow Municipal Water District
Amending and Updating Administrative Code
Section 1.02.020 – Conflict of Interest**

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

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

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

NOW, THEREFORE,

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

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

Section 1.02.020: Conflict of Interest

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

3. This ordinance shall take effect immediately upon its adoption on this 27th day of July 2023.

AYES:
NOES:
ABSTAIN:
ABSENT:

Hayden Hamilton, Board President

ATTEST:

Dawn Washburn, Board Secretary

Section 1.02.020
Conflict of Interest

1.02.020.01 The Political Reform Act (Government Code Section 81000, et seq.) requires state and local government agencies to adopt and promulgate conflict of interest codes. The Fair Political Practices Commission has adopted a regulation (2 Cal. Code Regs. Section 18730) that contains the terms of a standard conflict of interest code and may be incorporated by reference in any agency's code. After public notice and hearing, the standard code may be amended by the Fair Political Practices Commission to conform to amendments in the Political Reform Act.

1.02.020.02 Therefore, the terms of 2 California Code of **Regulations Section 18730** and any amendments to it duly adopted by the Fair Political Practices Commission are hereby incorporated by reference. This regulation and the attached Appendix designating positions, and establishing disclosure requirements, shall constitute the conflict of interest code of the Rainbow Municipal Water District.

1.02.020.03 Individuals holding designated and non-designated positions shall file their Statements of Economic Interest with Rainbow Municipal Water District, which will make the statements available for public inspection and reproduction. (Gov. Code Section 81008.) Upon receipt of the statements for the Board Members and General Manager, the Board Secretary shall make and retain copies and forward the originals of these statements to the County Board of Supervisors. Statements for all other designated employees shall be retained by Rainbow Municipal Water District.

Any public officials who manage public investments shall be considered non-designated positions under Government Code section 87200 and shall make the disclosures required by law. Originals of all Statements of Economic Interest filed by non-designated positions will be maintained at the District office.

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Appendix A
Rainbow Municipal Water District Conflict of Interest Code

Preamble

Any person designated in Section I of this Appendix who is unsure of any right or obligation arising under this Code may request a formal opinion or letter of advice from the FPPC or an opinion from Rainbow Municipal Water District's General Counsel. (Gov. Code § 83114; 2 CCR § 18730(b)(11).) A person who acts in good faith in reliance on an opinion issued to them by the FPPC shall not be subject to criminal or civil penalties for so acting, provided that all material facts are stated in the opinion request. (Gov. Code § 83114(a).)

Opinions rendered by General Counsel do not provide any statutory defense to an alleged violation of conflict of interest statutes or regulations. The prosecuting agency may, but is not required to, consider a requesting party's reliance on General Counsel's opinion as evidence of good faith. In addition, Rainbow Municipal Water District may consider whether such reliance should constitute a mitigating factor to any disciplinary action that Rainbow Municipal Water District may bring against the requesting party under Government Code section 91003.5.

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Part I - Designated Positions

<u>Designated Employees</u>	<u>Categories Disclosed</u>
Members of the Board of Directors	All
General Manager	All
General Counsel	All
Engineering and Capital Improvement Program Manager	All
Operations Manager	All
<u>Administrative Services Manager</u> Human Resources Manag	All
Information Technology Manager	All
Construction/Maintenance Supervisor	All
Water Operations Supervisor	All
Wastewater Superintendent	All
Senior Engineer/Engineer/Associate Engineer	All
Senior Accountant	All
Accounting Supervisor	All
Purchasing & Inventory Control Specialist I/II	All
<u>Senior Risk Management Officer/Safety and Risk Management Officer/Safety and Risk Management Analyst</u>	All
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Senior Engineering Inspector	All
Cross Connection Control and Backflow Technician	All
Information Technology and Applications Analyst and Senior Information Technology and Applications Analyst	All
Information Systems Specialist I/II/III	All
Senior Project Manager/Project Manager	All
Administrative Analyst I/II/Management Analyst	All
Meter Services Supervisor	All
Customer Service and Communications Supervisor	All
Grant Specialist	All
Construction and Meters Supervisor	All
¹ Consultants	2

¹ With respect to consultants, the General Manager may determine in writing that a particular consultant, although a “designated employee,” is hired to perform a range of duties that is limited in scope and thus is not required to comply with the written disclosure requirements described in these categories. Such written determination shall include a description of the consultant's duties and, based upon that description, a statement of the extent of disclosure requirements. The General Manager’s determination is a public record and shall be retained for public inspection by Rainbow Municipal Water District in the same manner as this Conflict of Interest Code. Nothing herein excuses any such consultant from any other provision of this Conflict of Interest Code.

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Part II – Non-Designated Positions

	Pursuant to Applicable Laws
Finance Manager	
Standing District Committee Members	2
Auditor	2

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Part III - Disclosure Categories

Category 1.

A designated employee or person in this category shall report all interests in real property, and investments in, and income from, business entities of the type to operate or provide any of the following:

- Accounting or auditing services
- Banks and savings and loans
- Computer hardware or software, or computer services or consultants
- Communications equipment or services
- Insurance brokers and agencies
- Insurance adjusting, claims auditing or administration, or underwriting services
- Office equipment or supplies
- Personnel and employment companies and services
- Printing or reproduction services, publications, and distribution
- Securities, investment or financial services companies
- Title insurance and escrow
- Construction supplies, service or equipment
- Engineering and surveying services
- Land development services

Category 2.

A designated employee in this category shall disclose all business positions in, investments in, and income from any business of the type to provide personnel, services, supplies, material, machinery, or equipment to Rainbow Municipal Water District and is associated with the job assignment or position of the designated employee or person.

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Appendix B
Statement of Duties of Employees of
and Consultants to Rainbow Municipal Water District

Members of the Board of Directors

The Board of Directors acts as the Rainbow Municipal Water District's governing body. Members of the Board of Directors formulate general policy and programs of Rainbow Municipal Water District, and each member of the Board of Directors is therefore designated.

General Manager

General Manager oversees the day-to-day operations of Rainbow Municipal Water District and participates in the formulation and implementation of the policies and programs of Rainbow Municipal Water District and is therefore designated.

General Counsel

General Counsel, currently hired on a contract basis, advises Rainbow Municipal Water District on its day-to-day activities, including its relationships with the independent contractors who serve in a staff capacity to Rainbow Municipal Water District, and compliance with applicable laws and regulations. General Counsel participates in the formulation and implementation of the policies and programs of Rainbow Municipal Water District and is therefore designated.

Finance Manager

An employee of the Rainbow Municipal Water District, the Finance Manager is Rainbow Municipal Water District's Chief Financial Officer and helps manage the finances of Rainbow Municipal Water District. The Finance Manager makes reports from time to time on the financial results of operations of Rainbow Municipal Water District and recommends fiscal policies to the Board of Directors. The Finance Manager "manages public investments" within the meaning of applicable regulations and is therefore not designated.

Engineering and Capital Improvement Program Manager

The Engineering and Capital Improvement Program Manager provides oversight of engineering services to Rainbow Municipal Water District, including implementation of capital replacement projects and participates in the formulation of Rainbow Municipal Water District's general policies and programs in the area of engineering and is therefore designated.

Operations Manager

The Operations Manager oversees the operation and maintenance of the water and wastewater lines and structures, participates in the formulation of Rainbow Municipal Water District's general policies and programs in the area of operations and maintenance and is therefore designated.

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Administrative Services Manager~~Human Resources Manager~~

The ~~Administrative Services Manager~~ Human Resources Manager plans, directs and oversees the following programs and activities: human resources; risk management and safety; labor relations; ~~workers' compensation, property and public relations, community outreach, and educational programs~~ liability insurance and is therefore designated.

Information Technology Manager

The Information Technology Manager manages Rainbow Municipal Water District's information technology staff, services and systems, user support, specific applications support, hardware and software installation, troubleshooting and maintaining computer systems, telephony, and mobile services. This position also supervises the purchasing, inventorying, maintenance and the disposing of computing and communication devices, hardware and software and is therefore designated.

Construction/Maintenance Supervisor

The Construction/Maintenance Supervisor has supervisory responsibilities to direct and oversee the Construction Division. This position coordinates and manages the installation, maintenance and repair of water mains, service lines, fire hydrants and other related appurtenances used in the District water distribution, treatment and storage facilities and is therefore designated.

Water Operations Supervisor

The Water Operations Supervisor has supervisory responsibilities to direct and oversee the Water Operations Division. This position will coordinate and manage the installation, maintenance, repair and operation of District water distribution, treatment, pumping and storage facilities and is therefore designated.

Wastewater Superintendent

The Wastewater Superintendent has managerial responsibility to direct and oversee the Wastewater Division. This position coordinates and manages the repair, maintenance and operation of the wastewater pumping and collection system as well as may assist with installation, maintenance and repair of water distribution facilities and is therefore designated.

Senior Engineer/Engineer/Associate Engineer

The Senior Engineer, Engineer, and Associate Engineer position performs a variety of routine and semi-routine professional level civil engineering work in the research, design and construction of water and sewer capital improvement and construction projects as well as reviews development plans and is therefore designated.

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Senior Accountant

The Senior Accountant performs highly complex and professional accounting and financial analysis to provide accurate and timely financial statements and reports to management, the Board, other government agencies, and the public and serves as a subject matter expert and is therefore designated.

Accounting Supervisor

The Accounting Supervisor is the first-level supervisor for designated staff within the Finance Department; performs highly complex and professional accounting and financial analysis to provide accurate and timely financial statements and reports to management, the Board, other government agencies, and serves as a subject matter expert and is therefore designated.

Purchasing & Inventory Control Specialist I/II

The Purchasing & Inventory Control Specialist I/II has responsibility for all functions associated with the warehouse including purchasing, receiving and inventory control and administration of the office cleaning contract as well as maintaining inventory of parts and supplies and is therefore designated.

Senior Risk Management Officer/Safety and Risk Management Officer/Safety and Risk Management Analyst

The Senior Risk Management Officer, Safety and Risk Management Officer, and Risk Management Analyst positions have responsibility for the planning and administration of the District programs and services related to safety, security, emergency preparedness, environmental compliance functions, property and liability insurance and processing liability, worker's compensation, and property claims and is therefore designated.

Senior Engineering Inspector

The Senior Engineering Inspector performs highly specialized and complex public works construction inspection work. This position acts as the District's representative on the construction site for the expressed intent of enforcement of District construction standards and regulations and is therefore designated.

Cross-Connection Control and Backflow Technician

The Cross-Connection Control and Backflow Technician performs a variety of work in connection with implementing and enforcing the cross-connection control programs including the Backflow Prevention Program, inspects, tests, and repairs backflow devices, and creates and submits results, records, and related documentation and is therefore designated.

Information Technology and Applications Analyst /Senior IT and Applications Analyst

The Senior Information Technology and Applications Analyst/Senior Information and Applications Analyst position monitors, maintains, troubleshoots, and diagnoses hardware, software, database and network problems and identifies courses of action and is therefore designated.

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Information Systems Specialist I/II/III

The Information Systems Specialist I/II/III provides technical assistance to end users of computer hardware, software, printers, and mobile devices and assists in configuring and administering Rainbow Municipal Water District's electronic records management system and is therefore designated.

Senior Project Manager/Project Manager

The Senior Project Manager and Project Manager position manages Capital Improvement Projects (CIP) and development projects related to the design and construction of water and wastewater distribution and collection systems. Manages projects from start to finish, from project planning to final inspection. Coordinates with District staff, contractors, and other agencies to deliver projects and is therefore designated.

Administrative Analyst I/II/Management Analyst

The Administrative Analyst I/II/Management Analyst series classification provides complex technical, ~~and~~ analytical, ~~administrative, and professional~~ work within the assigned department. ~~May~~ ~~C~~coordinates with District staff, contractors, customers, developers, and other agencies to deliver projects, ~~as well as may support public relations, community outreach, and educational programs~~ and is therefore designated.

Meter Services Supervisor

The Meters Services Supervisor supervises and participates in work related to water services, oversees the cross-connection control and backflow testing programs, tests water services including pressure regulators, water meters, meter boxes, backflow devices and associated appurtenances, and responds to escalated customer service inquiries regarding customer water use and water service issues and is therefore designated.

Customer Service ~~and Communications~~ Supervisor

The Customer Service ~~and Communications~~ Supervisor oversees activities and staff in the Customer Service Department, handles complex and escalated customer service issues, ~~administrative and professional activities in support of public relations, community outreach,~~ and educational programs and is therefore designated.

Grant Specialist

The Grant Specialist researches, develops, writes, and submits grant applications and proposals for the core purpose of acquiring grant funding from a variety of organizations and sources as well as manages funding agreements, completes required reporting and reimbursement invoicing to ensure funding requirements are met and is therefore designated.

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Construction and Meters Supervisor

The Construction and Meters Supervisor directs and oversees the Construction and Meters Divisions. This position participates in work related to water services, oversees the cross-connection control and backflow testing programs, as well as coordinates and manages the installation, maintenance and repair of water mains, service lines, fire hydrants, and other related appurtenances used in the District water distribution, treatment and storage facilities and is therefore designated.

Auditor

Rainbow Municipal Water District has contracted with one or more accounting firms to handle financial audits of Rainbow Municipal Water District's finances and investments. These firms implement decisions of the Rainbow Municipal Water District's Board of Directors. Because these auditors' duties are restricted in the manner described herein, they do not participate in the formulation and implementation of the policies and programs of Rainbow Municipal Water District, and also do not "manage public investments" within the meaning of applicable regulations; therefore, the Auditor(s) shall be considered non-designated positions and will file Statements of Economic Interest forms with the District only for public review and information purposes.

Standing District Committee Members

A member or alternate committee member of a Rainbow Municipal Water District standing committee serves at the pleasure of the Board. These committees are advisory to the Board with regard to matters within their respective areas of responsibility. A committee has jurisdiction to consider and make a recommendation to other committees and to the Board regarding any item of business within the responsibility of the committee. Committee recommendations shall be communicated to the Board. A committee may consider other matters referred to it by the Board. Therefore, standing district committee members shall be considered non-designated positions and will file Statements of Economic Interest forms with the District only for public review and information purposes.

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Section 1.02.020
Conflict of Interest

1.02.020.01 The Political Reform Act (Government Code Section 81000, et seq.) requires state and local government agencies to adopt and promulgate conflict of interest codes. The Fair Political Practices Commission has adopted a regulation (2 Cal. Code Regs. Section 18730) that contains the terms of a standard conflict of interest code and may be incorporated by reference in any agency's code. After public notice and hearing, the standard code may be amended by the Fair Political Practices Commission to conform to amendments in the Political Reform Act.

1.02.020.02 Therefore, the terms of 2 California Code of **Regulations Section 18730** and any amendments to it duly adopted by the Fair Political Practices Commission are hereby incorporated by reference. This regulation and the attached Appendix designating positions, and establishing disclosure requirements, shall constitute the conflict of interest code of the Rainbow Municipal Water District.

1.02.020.03 Individuals holding designated and non-designated positions shall file their Statements of Economic Interest with Rainbow Municipal Water District, which will make the statements available for public inspection and reproduction. (Gov. Code Section 81008.) Upon receipt of the statements for the Board Members and General Manager, the Board Secretary shall make and retain copies and forward the originals of these statements to the County Board of Supervisors. Statements for all other designated employees shall be retained by Rainbow Municipal Water District.

Any public officials who manage public investments shall be considered non-designated positions under Government Code section 87200 and shall make the disclosures required by law. Originals of all Statements of Economic Interest filed by non-designated positions will be maintained at the District office.

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Appendix A
Rainbow Municipal Water District Conflict of Interest Code

Preamble

Any person designated in Section I of this Appendix who is unsure of any right or obligation arising under this Code may request a formal opinion or letter of advice from the FPPC or an opinion from Rainbow Municipal Water District's General Counsel. (Gov. Code § 83114; 2 CCR § 18730(b)(11).) A person who acts in good faith in reliance on an opinion issued to them by the FPPC shall not be subject to criminal or civil penalties for so acting, provided that all material facts are stated in the opinion request. (Gov. Code § 83114(a).)

Opinions rendered by General Counsel do not provide any statutory defense to an alleged violation of conflict of interest statutes or regulations. The prosecuting agency may, but is not required to, consider a requesting party's reliance on General Counsel's opinion as evidence of good faith. In addition, Rainbow Municipal Water District may consider whether such reliance should constitute a mitigating factor to any disciplinary action that Rainbow Municipal Water District may bring against the requesting party under Government Code section 91003.5.

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Part I - Designated Positions

<u>Designated Employees</u>	<u>Categories Disclosed</u>
Members of the Board of Directors	All
General Manager	All
General Counsel	All
Engineering and Capital Improvement Program Manager	All
Operations Manager	All
Administrative Services Manager	All
Information Technology Manager	All
Construction/Maintenance Supervisor	All
Water Operations Supervisor	All
Wastewater Superintendent	All
Senior Engineer/Engineer/Associate Engineer	All
Senior Accountant	All
Accounting Supervisor	All
Purchasing & Inventory Control Specialist I/II	All
Senior Risk Management Officer/Safety and Risk Management Officer/Safety and Risk Management Analyst	All

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Senior Engineering Inspector	All
Cross Connection Control and Backflow Technician	All
Information Technology and Applications Analyst and Senior Information Technology and Applications Analyst	All
Information Systems Specialist I/II/III	All
Senior Project Manager/Project Manager	All
Administrative Analyst I/II/Management Analyst	All
Meter Services Supervisor	All
Customer Service Supervisor	All
Grant Specialist	All
Construction and Meters Supervisor	All
¹ Consultants	2

¹ With respect to consultants, the General Manager may determine in writing that a particular consultant, although a “designated employee,” is hired to perform a range of duties that is limited in scope and thus is not required to comply with the written disclosure requirements described in these categories. Such written determination shall include a description of the consultant's duties and, based upon that description, a statement of the extent of disclosure requirements. The General Manager’s determination is a public record and shall be retained for public inspection by Rainbow Municipal Water District in the same manner as this Conflict of Interest Code. Nothing herein excuses any such consultant from any other provision of this Conflict of Interest Code.

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Part II – Non-Designated Positions

	Pursuant to Applicable Laws
Finance Manager	
Standing District Committee Members	2
Auditor	2

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Part III - Disclosure Categories

Category 1.

A designated employee or person in this category shall report all interests in real property, and investments in, and income from, business entities of the type to operate or provide any of the following:

- Accounting or auditing services
- Banks and savings and loans
- Computer hardware or software, or computer services or consultants
- Communications equipment or services
- Insurance brokers and agencies
- Insurance adjusting, claims auditing or administration, or underwriting services
- Office equipment or supplies
- Personnel and employment companies and services
- Printing or reproduction services, publications, and distribution
- Securities, investment or financial services companies
- Title insurance and escrow
- Construction supplies, service or equipment
- Engineering and surveying services
- Land development services

Category 2.

A designated employee in this category shall disclose all business positions in, investments in, and income from any business of the type to provide personnel, services, supplies, material, machinery, or equipment to Rainbow Municipal Water District and is associated with the job assignment or position of the designated employee or person.

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Appendix B
Statement of Duties of Employees of
and Consultants to Rainbow Municipal Water District

Members of the Board of Directors

The Board of Directors acts as the Rainbow Municipal Water District's governing body. Members of the Board of Directors formulate general policy and programs of Rainbow Municipal Water District, and each member of the Board of Directors is therefore designated.

General Manager

General Manager oversees the day-to-day operations of Rainbow Municipal Water District and participates in the formulation and implementation of the policies and programs of Rainbow Municipal Water District and is therefore designated.

General Counsel

General Counsel, currently hired on a contract basis, advises Rainbow Municipal Water District on its day-to-day activities, including its relationships with the independent contractors who serve in a staff capacity to Rainbow Municipal Water District, and compliance with applicable laws and regulations. General Counsel participates in the formulation and implementation of the policies and programs of Rainbow Municipal Water District and is therefore designated.

Finance Manager

An employee of the Rainbow Municipal Water District, the Finance Manager is Rainbow Municipal Water District's Chief Financial Officer and helps manage the finances of Rainbow Municipal Water District. The Finance Manager makes reports from time to time on the financial results of operations of Rainbow Municipal Water District and recommends fiscal policies to the Board of Directors. The Finance Manager "manages public investments" within the meaning of applicable regulations and is therefore not designated.

Engineering and Capital Improvement Program Manager

The Engineering and Capital Improvement Program Manager provides oversight of engineering services to Rainbow Municipal Water District, including implementation of capital replacement projects and participates in the formulation of Rainbow Municipal Water District's general policies and programs in the area of engineering and is therefore designated.

Operations Manager

The Operations Manager oversees the operation and maintenance of the water and wastewater lines and structures, participates in the formulation of Rainbow Municipal Water District's general policies and programs in the area of operations and maintenance and is therefore designated.

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Administrative Services Manager

The Administrative Services Manager plans, directs and oversees the following programs and activities: human resources; risk management and safety; labor relations; public relations, community outreach, and educational programs and is therefore designated.

Information Technology Manager

The Information Technology Manager manages Rainbow Municipal Water District's information technology staff, services and systems, user support, specific applications support, hardware and software installation, troubleshooting and maintaining computer systems, telephony, and mobile services. This position also supervises the purchasing, inventorying, maintenance and the disposing of computing and communication devices, hardware and software and is therefore designated.

Construction/Maintenance Supervisor

The Construction/Maintenance Supervisor has supervisory responsibilities to direct and oversee the Construction Division. This position coordinates and manages the installation, maintenance and repair of water mains, service lines, fire hydrants and other related appurtenances used in the District water distribution, treatment and storage facilities and is therefore designated.

Water Operations Supervisor

The Water Operations Supervisor has supervisory responsibilities to direct and oversee the Water Operations Division. This position will coordinate and manage the installation, maintenance, repair and operation of District water distribution, treatment, pumping and storage facilities and is therefore designated.

Wastewater Superintendent

The Wastewater Superintendent has managerial responsibility to direct and oversee the Wastewater Division. This position coordinates and manages the repair, maintenance and operation of the wastewater pumping and collection system as well as may assist with installation, maintenance and repair of water distribution facilities and is therefore designated.

Senior Engineer/Engineer/Associate Engineer

The Senior Engineer, Engineer, and Associate Engineer position performs a variety of routine and semi-routine professional level civil engineering work in the research, design and construction of water and sewer capital improvement and construction projects as well as reviews development plans and is therefore designated.

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Senior Accountant

The Senior Accountant performs highly complex and professional accounting and financial analysis to provide accurate and timely financial statements and reports to management, the Board, other government agencies, and the public and serves as a subject matter expert and is therefore designated.

Accounting Supervisor

The Accounting Supervisor is the first-level supervisor for designated staff within the Finance Department; performs highly complex and professional accounting and financial analysis to provide accurate and timely financial statements and reports to management, the Board, other government agencies, and serves as a subject matter expert and is therefore designated.

Purchasing & Inventory Control Specialist I/II

The Purchasing & Inventory Control Specialist I/II has responsibility for all functions associated with the warehouse including purchasing, receiving and inventory control and administration of the office cleaning contract as well as maintaining inventory of parts and supplies and is therefore designated.

Senior Risk Management Officer/Safety and Risk Management Officer/Safety and Risk Management Analyst

The Senior Risk Management Officer, Safety and Risk Management Officer, and Risk Management Analyst positions have responsibility for the planning and administration of the District programs and services related to safety, security, emergency preparedness, environmental compliance functions, property and liability insurance and processing liability, worker's compensation, and property claims and is therefore designated.

Senior Engineering Inspector

The Senior Engineering Inspector performs highly specialized and complex public works construction inspection work. This position acts as the District's representative on the construction site for the expressed intent of enforcement of District construction standards and regulations and is therefore designated.

Cross-Connection Control and Backflow Technician

The Cross-Connection Control and Backflow Technician performs a variety of work in connection with implementing and enforcing the cross-connection control programs including the Backflow Prevention Program, inspects, tests, and repairs backflow devices, and creates and submits results, records, and related documentation and is therefore designated.

Information Technology and Applications Analyst /Senior IT and Applications Analyst

The Senior Information Technology and Applications Analyst/Senior Information and Applications Analyst position monitors, maintains, troubleshoots, and diagnoses hardware, software, database and network problems and identifies courses of action and is therefore designated.

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Information Systems Specialist I/II/III

The Information Systems Specialist I/II/III provides technical assistance to end users of computer hardware, software, printers, and mobile devices and assists in configuring and administering Rainbow Municipal Water District's electronic records management system and is therefore designated.

Senior Project Manager/Project Manager

The Senior Project Manager and Project Manager position manages Capital Improvement Projects (CIP) and development projects related to the design and construction of water and wastewater distribution and collection systems. Manages projects from start to finish, from project planning to final inspection. Coordinates with District staff, contractors, and other agencies to deliver projects and is therefore designated.

Administrative Analyst I/II/Management Analyst

The Administrative Analyst I/II/Management Analyst series classification provides complex technical, analytical, administrative, and professional work within the assigned department. May coordinate with District staff, contractors, customers, developers, and other agencies to deliver projects, as well as may support public relations, community outreach, and educational programs and is therefore designated.

Meter Services Supervisor

The Meters Services Supervisor supervises and participates in work related to water services, oversees the cross-connection control and backflow testing programs, tests water services including pressure regulators, water meters, meter boxes, backflow devices and associated appurtenances, and responds to escalated customer service inquiries regarding customer water use and water service issues and is therefore designated.

Customer Service Supervisor

The Customer Service Supervisor oversees activities and staff in the Customer Service Department, handles complex and escalated customer service issues and educational programs and is therefore designated.

Grant Specialist

The Grant Specialist researches, develops, writes, and submits grant applications and proposals for the core purpose of acquiring grant funding from a variety of organizations and sources as well as manages funding agreements, completes required reporting and reimbursement invoicing to ensure funding requirements are met and is therefore designated.

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Construction and Meters Supervisor

The Construction and Meters Supervisor directs and oversees the Construction and Meters Divisions. This position participates in work related to water services, oversees the cross-connection control and backflow testing programs, as well as coordinates and manages the installation, maintenance and repair of water mains, service lines, fire hydrants, and other related appurtenances used in the District water distribution, treatment and storage facilities and is therefore designated.

Auditor

Rainbow Municipal Water District has contracted with one or more accounting firms to handle financial audits of Rainbow Municipal Water District's finances and investments. These firms implement decisions of the Rainbow Municipal Water District's Board of Directors. Because these auditors' duties are restricted in the manner described herein, they do not participate in the formulation and implementation of the policies and programs of Rainbow Municipal Water District, and also do not "manage public investments" within the meaning of applicable regulations; therefore, the Auditor(s) shall be considered non-designated positions and will file Statements of Economic Interest forms with the District only for public review and information purposes.

Standing District Committee Members

A member or alternate committee member of a Rainbow Municipal Water District standing committee serves at the pleasure of the Board. These committees are advisory to the Board with regard to matters within their respective areas of responsibility. A committee has jurisdiction to consider and make a recommendation to other committees and to the Board regarding any item of business within the responsibility of the committee. Committee recommendations shall be communicated to the Board. A committee may consider other matters referred to it by the Board. Therefore, standing district committee members shall be considered non-designated positions and will file Statements of Economic Interest forms with the District only for public review and information purposes.

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BOARD OF DIRECTORS

July 25, 2023

SUBJECT

CONSIDER APPROVAL OF THE FORM OF A LEASE FINANCING AGREEMENT WITH FIRST AMERICAN RBC/CITY NATIONAL BANK FOR \$5,000,000 AT 5.49% (+/- 1%) INTEREST FOR 10 YEARS.

BACKGROUND

The Cost of Service Study performed for the Wastewater division of Rainbow Municipal Water District (the District) identified that funding was necessary to maintain reserve levels during the completion of the Thoroughbred Lift Station, a major infrastructure project that needed to support the recent growth in the District's division east of Interstate 15. The project includes a wastewater lift station, two gravity mains, and one force main, which will handle the excess flow from 1,600 homes and the commercial development of Campus Park West. The total project cost is \$21,520,845, is currently 75% complete, and will have been 90% funded by Wastewater reserve funds. The construction of the Thoroughbred Lift Station project is contracted to Fowler Construction for \$16,284,387.

In order to maintain base fund reserve levels, the District requested proposals for a \$5,000,000 loan. The goal is to counter unexpected cost increases for the project that have diminished Wastewater reserves below the targeted board-approved level. The District has no outstanding Wastewater debt, and this loan will be used solely for this purpose.

DESCRIPTION

The District contacted Bartel Wells, Brandis Tallman, California Infrastructure & Economic Development Bank, Columbia Capital, First American RBC/City National Bank, Five Star Bank, Holman Capital, JP Morgan Chase, Wells Fargo Bank, and Western Alliance Bank to obtain proposals for the project financing. Of the three that sent proposals, First American, Holman, and Western Alliance, First American had the lowest rate and has experience working with utilities in our area. The preliminary proposal from First American RBC/City National Bank is for 10 years at 5.49%. (Attachment B).

The District's goal is to secure the loan by July 31, 2023. Proposals included an interest rate estimate, terms, prepayment penalty disclosure, and loan fee disclosure. Proposals were evaluated based on the firm's past experience and performance on comparable government engagements and the quality of professional personnel assigned to the engagement. Another criterion that was new since the district's last financing was a requirement to have District deposits at the financial institution selected. This was a criterion of many banks that staff corresponded with. However, First American does not require a specific banking relationship.

Attachments:

Attachment A – Wastewater Loan Request for Proposals
Attachment B – First American Loan/Lease Proposal

POLICY/STRATEGIC PLAN KEY FOCUS AREA

Strategic Focus Area Two: Asset Management and Strategic Focus Area Four: Fiscal Responsibility – This action will provide financing for the Wastewater Thoroughbred Lift Station capital project, which will ensure the District can continue to provide essential wastewater services to the growing community while also retaining adequate reserve levels.

BOARD OPTIONS/FISCAL IMPACTS

The fiscal impact of this project includes expenditures included in the FY 2023 operating and capital budget. The loan being considered with this board action will include interest expense of \$1,365,392 over the life of the loan if not paid off early.

The Board has multiple options:

1. Authorize the General Manager to execute the financing agreement for \$5,000,000 at the rate of not more than 1% above the 5.49% preliminary rate.
2. Reject approval to execute the financing agreement for a \$5,000,000 loan.
3. Provide other directions to staff.

ENVIRONMENTAL

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

STAFF RECOMMENDATION

Staff recommends option 1.


Tracy Largent, CPA
Finance Manager

July 25, 2022



**RAINBOW MUNICIPAL WATER DISTRICT
REQUEST FOR PROPOSALS FOR WASTEWATER LIFT STATION PROJECT
COMPLETION LOAN**

May 2023

Rainbow Municipal Water District, hereinafter referred to as “District”, is soliciting proposals from qualified financial institutions for debt financing for \$5,000,000. There is no expressed or implied obligation from the District to reimburse responding firms for any expense incurred in preparing proposals in response to this request.

INTRODUCTION

Rainbow Municipal Water District was organized on December 20, 1953, under the Municipal Water District Act of 1911 (commencing with section 71000 of the California Water Code). The Board of Directors is composed of five members who are elected by divisions of the District for four-year alternating terms, with the president being elected by the Board from among its members. Advisory Committees composed of residents from all divisions of the District assist the Board in water issues and financial planning. Operation, maintenance, and administration of the system is carried out by a staff of 54 full time employees under the direction of the General Manager, Tom Kennedy.

Rainbow Municipal Water District, comprising a total area of 82 square miles, is in northwestern San Diego County, approximately two hours driving time from Los Angeles and one hour from San Diego. It is approximately 40 miles northeast of downtown San Diego, California and 90 miles southeast of the City of Los Angeles. The District share common boundaries with Riverside County, Camp Pendleton Marine Corps Base, the unincorporated community of Fallbrook and the City of Oceanside. The District boundaries encompass the unincorporated communities of Rainbow and Bonsall, as well as portions of Pala, Fallbrook and Vista.

SCOPE OF WORK

The Wastewater division of the District is seeking funding to maintain reserve levels while we complete a major infrastructure project that will support the recent growth in our division east of interstate 15. The project includes a wastewater lift station, two gravity mains, and one force main, which will handle the excess flow from 1,600 homes and the commercial development of Campus Park West. The total project cost is \$21,520,845, is currently 75% complete and will have been 90% funded by reserve funds. The construction of the Lift Station 1 (LS1) project is contracted to Fowler Construction for \$16,284,387.

In order to maintain base fund reserve levels, the District is requesting proposals for a \$5,000,000 loan. Our goal is to counter unexpected cost increases for the project that have diminished our reserves below our targeted board approved level. The District has no outstanding wastewater debt, and this loan will be used solely for this purpose.

The District has recently conducted a rate study, which focused on full cost recovery for water and wastewater services through rates. The rate study was done to set rate increases that are needed due to inflation and supply chain challenges that have increased the cost of capital projects, investments needed in aging pipes and infrastructure, and operating and energy costs that have increased significantly. To ensure sufficient revenue, a rate increase will be implemented, and the board has directed revenue requirement increases of 35% for FY 2024 and 13% for each year from FY 2025 to FY 2028. The full Cost of Service Study will be available on the District's website for transparency purposes.

The District's goal is to secure the loan by July 31, 2023. Proposals must include an interest rate estimate, terms, prepayment penalty disclosure, and loan fee disclosure. Proposals will be evaluated based on the firm's past experience and performance on comparable government engagements and the quality of professional personnel assigned to the engagement.

Once the financial institution with the lowest bid has been selected, contract negotiations will be conducted and signed by July 31, 2023. This loan will allow the District to complete the LS1 project and continue to provide essential wastewater services to the growing community while also retaining adequate reserve levels.

TIMING

The District's goal is to secure this loan by July 31, 2023.

PROPOSAL CONTENT

Proposals submitted pursuant to this request must contain the following information:

1. Interest Rate Estimate for \$5,000,000 loan.
2. Terms.
3. Prepayment penalty disclosure.
4. Loan fee disclosure.

EVALUATION OF PROPOSALS

Proposals submitted which conform to the requirements of this Request for Proposal will be evaluated based upon the following criteria:

1. The firm's past experience and performance on comparable government engagements
2. The quality of the firm's professional personnel to be assigned to the engagement

The selection process will be based on interest rate, terms, fees, and prepayment penalty. This is a low bid contract. It is anticipated that contract negotiations with the financial institution deemed the lowest bidder by the District as a result of this process will be signed by July 31, 2023.

SUBMISSION OF PROPOSALS

A pdf email or mail of the proposal must be submitted before 5:00 p.m. (PDT), Friday, May 26, 2023.

Wastewater Loan Proposal – Lift Station 1 Project
Tracy Largent, CPA/Finance Manager
Rainbow Municipal Water District
3707 Old Highway 395, Fallbrook CA 92803
tlargent@rainbowmwd.com

The District reserves the right to reject any or all proposals if they are deemed by the District to be unacceptable for any reason. If you have any questions regarding this matter, please do not hesitate to email Tracy Largent at tlargent@rainbowmwd.com.

Lessor First American Equipment Finance, 211 High Point Drive, Victor, NY 14564

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

Project Wastewater Lift Station Completion

Lease Amount \$5,000,000.00

Lease Option

Lease Term	10 Years
Payment Lease Rate Factor	0.13260415
Annual Payment (In Arears)	\$663,020.75
Lease Type	Tax-Exempt
Payment Frequency	Annual
Implicit Interest Rate	5.49%

Fees None

Additional Costs None

Tax-Exempt Lease The terms of the lease will be evidenced by documents usual and customary for a Tax-Exempt Lease Purchase, including an IRS 8038-G form. The lease documents must be acceptable to you and your counsel, who will provide an opinion that the lease is valid, binding, and enforceable.

Index Rate Your implicit interest rate is based on the average-life SOFR swap of 4.178% (the "Index Rate") as of July 7, 2023 and may be adjusted proportionately for any change in the Index Rate prior to the day you sign this letter. In that instance, the implicit interest rate will be adjusted for every 1 bp (0.01%) change in the Index Rate. **The implicit interest rate will be fixed on the day you sign this letter and for the duration of the lease term.**

Closing Lease documentation will be consummated and signed in August and the lease will begin at that time. Funding disbursements will be subsequently distributed to your vendors upon your authorization.

Lease Payments Lease payments will be due annually, in arrears.

Business Information You will provide financial information reasonably requested by First American, including but not limited to year-end audited financial statements and interim financial statements for the Lessee, and financial statements and/or tax returns for any related entity or individuals with ownership interest.

FA | Experience You will have access and visibility into all aspects of your equipment leases and project financing through FA | Experience – the digital hub that expedites the funding process, puts you in control, and manages all information related to your account. FA | Experience can also provide API connectivity to communicate with your systems.

Concierge Service Your dedicated Project Manager will manage every step of your lease:

- ✓ Project communication
- ✓ Lease documentation
- ✓ Vendor payment
- ✓ Lease invoicing

Additional Terms

Each lease schedule will be a net lease, and you will be responsible for all expenses relating to the equipment and the transaction, including maintenance, insurance, sales, use and personal property taxes, and other expenses relating to the purchase, possession, lease, and use of the equipment.

You authorize First American to file and record financing statements regarding this transaction and take a first priority security interest in the equipment and deposits. You will be responsible for any purchase orders issued by First American on your behalf.

The terms and conditions of this proposal, except for the provisions concerning security interests and the good faith deposit, will be superseded by the final documentation for each lease schedule. This proposal is not a commitment. First American will only provide lease financing upon the satisfactory completion of its due diligence and mutually acceptable documentation.

First American welcomes the opportunity to serve your organization. This proposal expires on **July 31, 2023**. To accept, please sign below and send an electronic copy to First American.

Offered by:

First American Equipment Finance



Nick Prieston

Assistant Vice President

July 7, 2023

Accepted by:

Rainbow Municipal Water District

By

Name

Title

Date

BOARD OF DIRECTORS

July 25, 2023

SUBJECT

DISCUSSION AND POSSIBLE ACTION TO APPROVE RESOLUTION NO. 23-17 AUTHORIZING THE GENERAL MANAGER TO PROCEED WITH ALL DUE HASTE TO FULFILL THE TERMS AND CONDITIONS OF THE JULY 10, 2023, APPROVAL OF THE APPLICATION FOR REORGANIZATION FROM RAINBOW MUNICIPAL WATER DISTRICT BY THE SAN DIEGO LOCAL AGENCY FORMATION COMMISSION

BACKGROUND

In December 2019, the Rainbow MWD Board of Directors adopted Resolution 19-15 authorizing the General Manager to prepare and submit an application to the San Diego Local Agency Formation Commission (SDLAFCO) for the detachment of Rainbow MWD from the San Diego County Water Authority (SDCWA) and concurrent annexation into the Eastern Municipal Water District. This application was made based on the high cost of water from SDCWA and the fact that the same water could be purchased from Eastern at a much lower cost.

After nearly four years of processing the application, SDLAFCO approved the detachment and concurrent annexation on July 10, 2023. This approval included a series of conditions, including but not limited to:

- An exit fee of ~\$24M to be split between Rainbow and Fallbrook Public Utility District to be paid in equal annual installments over a five year period
- A requirement to hold an election in our service area for the voters in our area to approve the detachment from SDCWA and concurrent annexation into Eastern.

There are a number of administrative actions to be taken, alongside an effort to deal with anticipated SDCWA roadblocks to come. A large component of this effort will be to work on getting the election process approved and executed.

DESCRIPTION

Resolution No. 23-17 directs the General Manager to act with all due haste to fulfill the requirements of the approval established by SDLAFCO.

POLICY/STRATEGIC PLAN KEY FOCUS AREA

The cost savings from the detachment from SDCWA will serve to benefit every key focus area of the District by creating both a solid financial footprint for the District going forward and provide much needed water rate relief to our customers.

ENVIRONMENTAL

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

BOARD OPTIONS/FISCAL IMPACTS

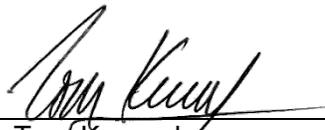
SDLAFCO calculated the fiscal impact for both Fallbrook PUD and Rainbow MWD combined at about \$7M per year, with Rainbow being about 2/3rds of that amount. However, recent SDCWA rate increases will increase the cost of water significantly and thereby increase the savings from the switch. The exact amount depends on the eventual timing of the final separation and the amount of water sold, but the Board can safely assume the actual savings to be higher than SDLAFCO's calculations.

The Board has several options:

1. Approve Resolution 23-17.
2. Deny Resolution 23-17.
3. Provide other direction to staff.

STAFF RECOMMENDATION

Staff recommends Option 1.



Tom Kennedy
General Manager

July 25, 2023

RESOLUTION NO. 23-17

A RESOLUTION OF THE BOARD OF DIRECTORS OF THE RAINBOW MUNICIPAL WATER DISTRICT DECLARING ITS INTENT TO TAKE ACTIONS WITH DUE HASTE TO CALL AN ELECTION ON THE REORGANIZATION INVOLVING DETACHMENT (EXCLUSION) FROM THE SAN DIEGO COUNTY WATER AUTHORITY AS APPROVED BY THE SAN DIEGO LOCAL AGENCY FORMATION COMMISSION ON JULY 10, 2023

* * * * *

WHEREAS, on December 3, 2019, the Board of Directors (Board) of the Rainbow Municipal Water District (District) unanimously adopted Resolution No. 19-15, a Resolution of Application authorizing the General Manager to prepare and submit to the San Diego Local Agency Formation Commission application materials for the Detachment/Exclusion of RMWD from the San Diego County Water Authority and Annexation into the Eastern Municipal Water District (Resolution of Application), a copy of which is attached hereto as Exhibit “A;” and

WHEREAS, the reasons supporting the District’s Resolution of Application, included, the need to stabilize long-term water costs to address affordability and sustainability issues for the benefit of the District’s ratepayers and the desire to better provide water supplies to those within its boundaries undertaking agricultural activities, in support of the local economy; and

WHEREAS, on March 18, 2020, the District filed with the San Diego Local Agency Formation Commission (LAFCO), the Resolution of Application together with application and other materials required under the Cortese-Knox-Hertzberg Local Government Reorganization Act of 2000 and/ or LAFCO (Reorganization Application); and

WHEREAS, on June 1, 2020, LAFCO approved the establishment of an advisory committee (Ad Hoc Committee) to directly assist the LAFCO Executive Officer in the administrative review of the District’s Reorganization Application; and

WHEREAS, the Ad Hoc Committee subsequently held 13 public meetings between December 2020 and April 2023, which meetings focused on review of issues related to water supply reliability, financial impacts, and potential exit fees, as related to the District’s Reorganization Application; and

WHEREAS, on February 7 and March 7, 2022, San Diego LAFCO received and approved a final report on a scheduled municipal service review on the Fallbrook region and the local agencies operating therein subject to the Commission’s oversight – including the District; and

WHEREAS, on July 10, 2023, LAFCO, acting in its established quasi-legislative capacity pursuant to authority delegated to it by the California Legislature, approved the District’s Reorganization Application following consideration of same at duly noticed public hearings held on both on June 5, 2023 and July 10, 2023; and

WHEREAS, LAFCO's approval of the District's Reorganization Application imposed various terms and conditions, which terms and conditions must be satisfied no later than July 19, 2024, and which include, but are not limited to, a requirement that the District submit to its electors at the next available general or special election, the proposition of detaching from San Diego County Water Authority, pursuant to the provisions of the County Water Authority Act regarding such election in effect at the time the LAFCO Executive Officer issued the Certificate of Filing for the District's Reorganization Application; and

WHEREAS, the LAFCO Executive Officer issued the Certificate of Filing for the District's Reorganization Application on May 26, 2023 (attached as Exhibit B).

NOW, THEREFORE, BE IT RESOLVED BY the Board of Directors of the Fallbrook Public Utility District as follows:

1. The Board of Directors hereby declares its intent to take actions with due haste to satisfy the terms and conditions of LAFCO's approval of the District's Reorganization Application, including presenting to the District's electors, at the next available general or special election.
2. The Board of Director hereby declares its intent to conduct the election pursuant to the provision of the County Water Authority Act regarding such election in effect on May 26, 2023 as specified in LAFCO's terms and conditions.
3. The Board of Directors authorizes and directs the District's General Manager to take all necessary steps required to accomplish the intent of the Board of Directors as specified herein.

PASSED AND ADOPTED by the Board of Directors of the Rainbow Municipal Water District at the regular meeting of the Board held on the 25th day of July, 2023, by the following vote:

AYES:
NOES:
ABSTAIN:
ABSENT:

President, Board of Directors

ATTEST:

Secretary, Board of Directors

Exhibit "A" Resolution 19-15
Exhibit "B" SDLAFCO Certificate of Filing

EXHIBIT "A"

Resolution 19-15

RESOLUTION NO. 19-15

RESOLUTION OF THE BOARD OF DIRECTORS OF RAINBOW MUNICIPAL WATER DISTRICT AUTHORIZING THE GENERAL MANAGER TO PREPARE AND SUBMIT AN APPLICATION TO THE SAN DIEGO LOCAL AGENCY FORMATION COMMISSION TO DETACH FROM THE SAN DIEGO COUNTY WATER AUTHORITY AND ANNEX TO EASTERN MUNICIPAL WATER DISTRICT

WHEREAS, Rainbow Municipal Water District was established in 1953 and is organized under Section 71000 of the California Water Code; and

WHEREAS, Rainbow Municipal Water District is a special district that provides – among other services – water to the unincorporated communities of Rainbow, Bonsall, and portions of Vista, Oceanside, and Fallbrook; and

WHEREAS, Rainbow Municipal Water District is a member of the San Diego County Water Authority; and

WHEREAS, over the last 25 years, the San Diego County Water Authority which supplies water to individual water districts in San Diego County, has made major investments in new storage and treatment facilities located well south of the Rainbow Municipal Water District service areas; and

WHEREAS, these investments have increased the cost of water to customers of Rainbow Municipal Water District, adding several hundred dollars per acre foot to the cost of water for the customers of Rainbow Municipal Water District, many of whom are engaged in agricultural activities; and

WHEREAS, while most water districts in San Diego County rely entirely on San Diego County Water Authority pipelines for the water they distribute to their customers, Rainbow Municipal Water District has connections directly to the Metropolitan Water District of Southern California (MWD)'s pipelines; and

WHEREAS, Eastern Municipal Water District located in Riverside County is adjacent to Rainbow Municipal Water District, is a special district that also receives water supplies from Metropolitan Water District and provides retail water service to cities and special districts in Riverside County, and has consented to the possible annexation of Rainbow Municipal Water District; and

WHEREAS, Eastern Municipal Water District was in October of 2019 awarded a \$36.3 million grant from the State Water Resources Control Board which will improve groundwater quality and supplies and reduce its reliance on imported water supplies; and

WHEREAS, since 1954 Rainbow Municipal Water District has contributed over \$500 million to construct assets owned by San Diego County Water Authority, which assets will be retained by the San Diego County Water Authority and used for the benefit of its remaining member agencies; and

WHEREAS, if Rainbow Municipal Water District detaches from the San Diego County Water Authority, the San Diego County Water Authority will not have to spend the \$40 million budgeted to complete construction of the North County EPS pump stations to serve Rainbow Municipal Water District and Fallbrook Public Utility District; and

WHEREAS, Rainbow Municipal Water District's detachment from San Diego County Water Authority will lessen the North County area's demand for expanded water facilities and will permit the remaining member agencies of the San Diego County Water Authority to have increased reliability of supplies from San Diego County Water Authority in times of drought and reductions in imported water supplies; and

WHEREAS, the reliability of supplies from Eastern Municipal Water District to the Rainbow Municipal Water District will be equivalent to the supplies received from the San Diego County Water Authority, and

WHEREAS, the Rainbow Municipal Water District and the Fallbrook Public Utility District have entered into a Memorandum of Understanding which would allow Rainbow Municipal Water District to receive emergency supplies from the Fallbrook Public Utility District's Santa Margarita River Conjunctive Use Project that will serve the residents of Rainbow Municipal Water District in the very unlikely scenario where an earthquake or other emergency condition constricts supplies coming from Metropolitan Water District facilities in Riverside County, and

WHEREAS, the detachment of Rainbow Municipal Water District from the San Diego County Water Authority and annexation to Eastern Municipal Water District will be mutually beneficial in that the ratepayers of Rainbow Municipal Water District will obtain water supplies at a lower rate permitting the continuation of agricultural activities as well as general ratepayer reductions in costs while the remaining member agencies of the San Diego County Water Authority will be relieved of expenses of providing water supplies to the North County and will have greater reliability of water supplies in times of drought; and

WHEREAS, the detachment of Rainbow Municipal Water District from the San Diego County Water Authority is authorized by Section 45-11 of the California County Water Authority Act, the law governing the creation and existence of the San Diego County Water Authority; and

WHEREAS, the commencement of such a proceeding is initiated by an application to a Local Agency Formation Commission in accordance with the Cortese-Knox-Hertzberg Local Government Reorganization Act of 2000; and

WHEREAS, the Riverside Local Agency Formation Commission and the San Diego Local Agency Formation Commission have executed a memorandum of understanding dated October 24, 2019 by which San Diego Local Agency Formation Commission will undertake the processing of any application by Rainbow Municipal Water District to proceed with a reorganization involving modifications of spheres of influence, detachment from San Diego County Water Authority and annexation to Eastern Municipal Water District; and

Page 67 of 132

WHEREAS, the process will require the preparation of various documents and the payments of filing fees and subsequent expenses,

NOW, THEREFORE, the Board of Directors resolves as follows:

1. The General Manager is authorized to prepare and submit to the San Diego Local Agency Formation Commission the application for the proposed reorganization and to provide any and all additional or supplemental forms, data, information, plans and documentation as the San Diego Local Agency Formation Commission staff may request and require from time to time during the processing of the application.
2. The General Manager is authorized to pay the filing fee to the San Diego Local Agency Formation Commission and to pay such additional sums as may be invoiced from the San Diego Local Agency Formation Commission for services rendered in the processing of the application.
3. The General Manager is authorized to coordinate his efforts with such resources as may be needed to process the application and to pay the invoices for the resources with whom he coordinates.
4. This proposal is to be made pursuant to Part 3 of the Cortese-Knox-Hertzberg Local Government Reorganization Act.
5. The nature of the proposal is a reorganization to detach Rainbow Municipal Water District from the San Diego County Water Authority and to annex the Rainbow Municipal Water District to Eastern Municipal Water District in Riverside County.
6. All property within the boundaries of the Rainbow Municipal Water District as it now exists shall be included, and the General Manager is to provide a legal description and map to be provided to the Local Agency Formation Commission.
7. The proposal suggests the following terms and conditions:
 - That pursuant to the express provisions of Section 45-11 of the County Water Authority Act which provide for detachments from a county water authority, the matter be submitted to a vote only by those electors residing within the boundaries of Rainbow Municipal Water District.
 - That pursuant to Section 45-11 of the County Water Authority Act that the taxable property within the excluded area shall continue to be taxable by the county water authority for the purpose of paying the bonded and other indebtedness of the county water authority outstanding or contracted for at the time of the exclusion and until the bonded or other indebtedness has been satisfied; provided further, that if the taxable property within the excluded area or any part thereof is, at the time of the exclusion, subject to special taxes levied or to be levied by the county water authority pursuant to the terms and conditions previously fixed under subdivision (c) or (d) of Section 10 for the annexation of the excluded area or part thereof to the county water authority, the taxable property within the excluded area or part thereof so subject to the special taxes shall continue to be taxable by the county water authority for the purpose of raising the aggregate sums to be raised by the levy of special taxes upon taxable property within the respective annexing areas pursuant to the terms and conditions for the annexation or annexations as so fixed and until the aggregate sums have been so raised by the special tax levies.

8. The reasons for the proposal are as follows:

- Rainbow Municipal Water District will be better positioned to provide water supplies to its customers at significantly lower rates;
- Rainbow Municipal Water District will be better positioned to provide water supplies to those within its boundaries who undertake agricultural activities, a major effort in support of the local economy.
- Rainbow Municipal Water District already receives water supplies from Metropolitan Water District which also supplies water to Eastern Municipal Water District as it does to San Diego County Water District.
- The detachment from San Diego County Water Authority will reduce both currently planned and future capital expenditures necessary to provide its water supplies to the North County area.
- The detachment from San Diego County Water Authority will also eliminate the need to share its reduced water supplies in times of drought conditions and permit the remaining member agencies to share the allocation that would otherwise be made to Rainbow Municipal Water District.

PASSED AND ADOPTED at a Regular meeting of the Board of Directors of Rainbow Municipal Water District held on the 3rd day of December 2019 by the following vote, to wit:

AYES: Directors Brazier, Gasca, Hamilton, and Rindfleisch
NOES: None
ABSENT: Director Mack
ABSTAIN: None

ATTEST:


Dawn Washburn, Board Secretary


Helene Brazier, Board President

EXHIBIT B

SDLAFCO Certificate of Filing



San Diego County
Local Agency Formation Commission
 Regional Service Planning | Subdivision of the State of California

May 26, 2023

Delivered Electronically:

Tom Kennedy, General Manager
 Rainbow Municipal Water District
 3707 Old Hwy 395
 Fallbrook, CA 92028
tkennedy@rainbowmwd.com

SUBJECT: Certificate of Filing | “Rainbow Municipal Water District Reorganization: Wholesale Water Services” | Concurrent Annexation to Eastern MWD and Detachment from San Diego CWA with Related Actions (RO20-04)

Mr. Kennedy:

The San Diego County Local Agency Formation Commission (LAFCO) has completed its administrative review of the above-referenced reorganization proposal and has deemed it complete. Accordingly, enclosed is a Certificate of Filing signed by the Executive Officer confirming the proposal will be considered by LAFCO at a Commission meeting set for Monday, June 5, 2023. Staff is recommending conditional approval without modification. The meeting agenda and proposal staff report are available for download from the San Diego County LAFCO website at www.sdlafco.org.

Should you have any questions please telephone or e-mail me at (858) 276-9414 or priscilla.mumpower@sdcountry.ca.gov.

Respectfully,

Priscilla Mumpower
 Analyst II

cc: Tammy Lockett, LAFCO Commission Clerk
 Keene Simonds, LAFCO Executive Officer

Administration: Keene Simonds, Executive Officer 2550 Fifth Avenue, Suite 725 San Diego, California 92103 T 619.321.3380 E lafco@sdcountry.ca.gov www.sdlafco.org	Chair Jim Desmond County of San Diego Joel Anderson County of San Diego Nora Vargas, Alt. County of San Diego	Kristi Becker City of Solana Beach Dane White City of Escondido John McCann, Alt. City of Chula Vista	Vice Chair Stephen Whitburn City of San Diego Marni von Wilpert, Alt. City of San Diego	Jo MacKenzie Vista Irrigation Barry Willis Alpine Fire Protection David A. Drake, Alt. Rincon del Diablo	Andy Vanderlaan General Public Harry Mathis, Alt. General Public
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San Diego County
Local Agency Formation Commission
 Regional Service Planning | Subdivision of the State of California

CERTIFICATE OF FILING

**“Rainbow Municipal Water District Reorganization: Wholesale Water Services”
 (LAFCO File No. RO20-04)**

I hereby certify that:

1. The reorganization proposal referenced above has been submitted to me and found to be in the form prescribed by the San Diego County Local Agency Formation Commission.
2. The associated application materials contain the information and data required by this Commission and the provisions of State law.
3. The reorganization proposal is accepted for filing on May 26, 2023.
4. A hearing has been scheduled for the Commission to consider the reorganization proposal on June 5, 2023.

This Certificate of Filing is issued pursuant to section 56658 of the Government Code. All time requirements and limitations for processing and consideration of the above-referenced proposal shall become effective and run from the date of issuance of this certificate.

Attest,

Keene Simonds
 Executive Officer

Administration:
 Keene Simonds, Executive Officer
 2550 Fifth Avenue, Suite 725
 San Diego, California 92103
 T 619.321.3380
 E lafco@sdcountry.ca.gov
 www.sdlafco.org

Chair Jim Desmond
 County of San Diego
 Joel Anderson
 County of San Diego
 Nora Vargas, Alt.
 County of San Diego

Kristi Becker
 City of Solana Beach
 Dane White
 City of Escondido
 John McCann, Alt.
 City of Chula Vista

Vice Chair Stephen Whitburn
 City of San Diego
 Marni von Wilpert, Alt.
 City of San Diego

Jo MacKenzie
 Vista Irrigation
 Barry Willis
 Alpine Fire Protection
 David A. Drake, Alt.
 Rincon del Diablo

Andy Vanderlaan
 General Public
 Harry Mathis, Alt.
 General Public

MEETINGS/SEMINARS/CONFERENCES/WORKSHOPS

VARIABLE					
DATE	2023	MEETING	LOCATION	ATTENDEES	POST
August	10	SDCWA Special Board Meeting	SDCWA	GM	N/A
August	17	CSDA – San Diego Chapter	The Butcher Shop – 6:00 p.m. 5255 Kearny Villa Road San Diego, CA 92123	Mack	N/A
August	*	LAFCO Special Meeting	County Admin Center, Room 302 – 9:30am	(As Advised by GM)	N/A
August	*	Santa Margarita River Watershed Watermaster Steering Committee	Rancho California Water District	Hamilton	N/A

* To Be Announced

MEETINGS/SEMINARS/CONFERENCES/WORKSHOPS

RECURRING					
DATE	2023	MEETING	LOCATION	ATTENDEES	POST
August	*	Council of Water Utilities	The Butcher Shop 5255 Kearny Villa Road San Diego, CA 92123 11:30 a.m. – 1:00 p.m.	All Directors, General Manager	N/A
August	2	Engineering & Operations Committee Meeting	RMWD Board Room 3:00 p.m.	Appointed Director, General Manager	7/26
August	3	Communications & Customer Service Committee Mtg.	RMWD Board Room 3:30 p.m.	Appointed Director, General Manager	7/26
August	7	LAFCO	County Admin. Center Room 302 9:00 am	As Advised by GM	N/A
August	8	Budget & Finance Committee Mtg.	RMWD Board Room 1:00 p.m.	Appointed Director, General Manager	8/2
August	15	SDCWA GM's Meeting	SDCWA, San Diego 9:30 a.m.	General Manager	N/A
August	18	NC Managers	Golden Egg 7:45 a.m.	General Manager	N/A
August	22	RMWD General Board	RMWD Board Room (Start Time to Be Determined)	All Directors	8/15
August	23	North County Work Group (NCWG)	Rincon Del Diablo, Escondido 7:30 a.m.	General Manager	N/A
August	24	SDCWA Full Board Meeting	SDCWA Board Room, 3-5 p.m.	General Manager	N/A



STAFF TRAINING REPORT

ATTENDEES NAME(S):	
TITLE OF TRAINING/CONFERENCE/WORKSHOP/CLASS:	
DATE(S) ATTENDED:	
AGENCY HOSTING TRAINING/CONFERENCE/WORKSHOP/CLASS:	
LOCATION:	
BRIEF DESCRIPTION:	

BOARD OF DIRECTORS

July 25, 2023

SUBJECT

Operations Report for June 2023

DESCRIPTION

Activities for Operations & Maintenance Division

CONSTRUCTION & MAINTENANCE DEPARTMENT:

June	Repairs	Installations	Leaks
Mainline	4		4
Service	3		2
Hydrants		1	
Valves	1	1	
Meters			
Blow-Offs			
Air Vacs			
Annual Totals	49	7 Valves, 3 appurtenances & 73-feet of new line	28

- 265 utility locates were completed this month - an Annual Total of 1,701.
- Repaired water main breaks at 2449 Rainbow Glen, 3771 Sarah Anne, 3533 Sarah Anne, Brooke Hollow, and 2710 Tres Lomas.
- Valve CIP with District Staff - repaired 1 plug valve at Camino del Cielo and added 1 near the intersection of Sage Rd & Pala Rd.
- Added 1 fire hydrant near the intersection of Sage Rd. & Pala Dr.
- Repaired leaking services at 31223 Calle Joya and 29256 N. Twin Oaks Valley Rd.
- Repaired clogged service due to tuberculation at application 9452.
- Assisted Wastewater with warranty inspection at North River Rd.
- Added 8' of 6" steel pipe to tie in and loop system at Via Vera.
- Pressure Station CIP with District Staff– Via Mariposa East Pressure Reducing Station 100% complete and started Via Mariposa West 50% complete.
- Aided with annual warehouse inventory.

WATER OPERATIONS AND VALVE MAINTENANCE DEPARTMENT:

Water Operations:

- Assessed 4 Water Quality Complaints. **Annual Total 26.**
- Performed 0 fire flow test. **Annual total 3.**
- Performed routine maintenance and rebuilt 5 pressure stations (CLA VALs) — **annual total 44.**
- Collected all system tank and reservoir nitrification samples.
- Performed district wide reservoir cover inspections.
- Washed out Upper Lookout Tank and put nback in service.

Valve Maintenance:

Monthly Totals	Valves (Distribution)	Appurtenance Valves	Annual Totals
Exercised	69	60	707
Inoperable	15	3	57
Repaired			
Replaced	0	0	29
Installed	0	0	5

Valve Maintenance completed and oversaw the following:

- Performed 11 shutdowns - **Annual total 58.**
- Replaced 4 air vents - **Annual total 39.**
- Painted 62 appurtenances - **Annual total 468.**
- Replaced 0 Fire Hydrants - **Annual total 1.**

METERS DEPARTMENT:

- **162** Service Requests were resolved in JUNE 2023 **YTD 1008 total.** (Previous Year Month Comparison: JUNE 2023: 199 Service Requests: Down 19%).
- **159** Check Bills were completed in JUNE 2023. **YTD total 1,180.** (Previous Year Month Comparison: JUNE 2022: 280 Check Bills: Down 43%).
- **YTD Service Requests and Check Bills combined: 2,188.** (Previous YTD 2022 Comparison: 3,064 Combined Service Requests & Check Bills: Down 29%).

Backflows:

- **478** backflows were tested in June, **3,067 YTD.**

WASTEWATER:

California Integrated Water Quality System (CIWQS): Confirmation # 2650510 Reported: “No Spill Report for the Month of June 2023.

Category # 4 Private overflow reported: May 25, 2023, Address: 31120 Old River Road Bonsall. Customer Private overflow along the center median of the traveled roadway. Advised customer to call a plumber to sewer jet private system.

The wastewater department reviewed the newly adopted State Water Resources Control Board Statewide Waste Discharge requirements: ORDER WQ 2022-0103 -DWQ.

Lift Stations: Annual generator oil, air filter, and engine inspection per *APCD* requirement completed. June 20, 2023 (Old River Road, Golf Club Dr, B - Plant, Rancho Monserate, Rancho Viejo, and Horse Creek).

APCD2003-PTO-977370
APCD-2005-PTO-97932
APCD-2011-PTO-001033
APCD2003-PTO-977371
APCD2019-PTO-003268

Collection System: June 12 - 15th, 2023 - North River Road Warranty sewer line inspection. RMWD staff and the following contractors assisted in 15' pipe cleaning, sewer bypass, and CCTV inspections of 3 miles of 15" VCP lined outfall line: Southwest Pipeline, Liquid Environmental, and TSS traffic control.

Emergency repair manhole asphalt broke loose on Old River Road manhole # 03_11. Crews made repairs and reopened the roadway.

Projects:

- CIP - Thoroughbred sewer lift station
- Campus Park West (CPW)
- Odor control treatment USP - Collection System

Mutual Aid:

- Fallbrook Equipment Rental - Water truck
- USP Technologies - Odor control treatment
- Southwest Pipeline- CCTV and cleaning operations
- TSS traffic control
- Liquid Environmental services



Robert Gutierrez
Operations Manager

7/25/2023



BOARD INFORMATION

BOARD OF DIRECTORS

July 25, 2023

SUBJECT

Engineering Report for June 2023

DESCRIPTION

CAPITAL IMPROVEMENT PROJECTS:

Emergency Generators at Huntley-Gomez & Magee Pump Stations (JW Fowler Co.): The project consists of the installation of emergency generators at the Huntley-Gomez and Magee Pump Stations. The Contractor, JW Fowler, poured pads for all equipment and installed the required conduit. Both generators were transported to their respective final destinations and are awaiting parts. Peter’s Paving completed paving improvements at both sites on March 9, 2023. Southern Electric, a subcontractor to JW Fowler, installed emergency connections to the new generators in late April and a temporary start up solution was delayed due to long lead times on essential parts. A permanent solution, which involves connecting to automatic transfer switches is expected to be installed in 5-6 months.

West Lilac, Rancho Amigos, and Dentro De Lomas Pump Stations (Hoch Consulting): The proposed project is for the installation of permanent pump stations to replace the annual rental of temporary pumps during the San Diego County Water Authority’s aqueduct maintenance and any emergency, unscheduled shutdowns. Staff continues to work with Hoch Consulting on the development of design plans. Additional hydraulic modeling was conducted in April to further assess moving water from the north to the south zone. Meetings will be held in May to further discuss hydraulic model findings. District staff continues to review submittals for the EFI pump stations (West Lilac, Rancho Amigos, and Dentro De Lomas). Additional comments have been prepared and were submitted to EFI in early May. District staff successfully coordinated SDG&E easement acquisitions for both West Lilac and Rancho Amigos pump stations. The easements are needed for the purpose of running power to future pump stations. In June, the General Manager approved a no-cost contract extension with Hoch Consulting to July 31, 2024.

CONTRACT SUMMARY			
Original Contract Amount	Previous Change Orders	This Change Order	Total Contract Amount
\$166,149.00	CO# 01: \$0		\$166,149.00
	*CO# 02: \$299,061.00		\$465,210.00
	CO# 03: \$14,582.50		\$479,792.50
		CO# 04: \$0.00	\$479,792.50

Live Oak Park Road Bridge Replacement – Water Improvements (Hazard Construction): The project will relocate an 8-inch and 16-inch water main along Live Oak Park Rd. District staff continue to coordinate with the County of San Diego (County) and Hazard Construction on the Live Oak Park Road Bridge Replacement Project and Water Main Relocation Project. The 16-inch main has been relocated and attached to the County’s new bridge. Phase II of the County’s bridge project will begin in late July 2023, which will involve removing and re-installing the District’s 8-inch water main. The District’s project is expected to be completed in September 2023, however, completion is contingent upon the County’s bridge project.

LS-1 Replacement Project -Thoroughbred and Schoolhouse Lift Stations (JW Fowler Co.): The project is to replace Lift Station 1 (LS-1) and surrounding pipelines. The Contractor completed the backfill over the top of the emergency storage basin and continues to construct the CMU block wall around the LS1 site as well as the electrical building. Contractor continued with the installation of the 18-inch sewer main on the Mission Frontage Road in front of LS1 heading towards Ostrich Creek. The 12-inch sewer force main on the south side of the Camino Del Rey bridge has been rescheduled until the early July 2023. District staff continued to coordinate road closure on Camino Del Rey and Old River Road with Bonsall Unified School District. The road closure has temporarily ceased with the rescheduling of the force main.

Manual Transfer Switches (Harris & Associates): Final project plans are complete, and specifications will be finalized before advertisement which is scheduled in July 2023.

Programmatic Environmental Impact Report (Helix Env.): The Board certified the final Programmatic Environmental Impact Report (PEIR) on August 30, 2022. The 30-day waiting period to challenge the PEIR was completed following certification. Training on the PEIR for staff was conducted in January 2023 and staff submitted data to Nobel for the addition of an environmental layer in GIS. The new GIS layer was added in April. The PEIR project was selected by the California Special Districts Association to be presented at the August 2023 conference. Staff continues to work on a presentation.

Rainbow Water Quality Improvement Project – Water Main & Service Laterals (Ortiz Corporation): The County of San Diego is proposing a water quality improvement project in the community of Rainbow, which impacts approximately 21 service laterals, 350 feet of 8-inch water main, 650 feet of 12-inch main and three (3) sections of 8-inch water main. To date, Ortiz completed relocation work at Site 4 in January, Site 3 in April, Site 2 in June and is still working at Site 5, which is along Huffstatler St. Project construction is expected to be completed at the end of August.

Rice Canyon Tank 18-Inch Transmission Line (Cass Arrieta): The project is to install an 18-inch transmission main to deliver water from Rice Canyon Tank zone to Horse Creek Ridge and Citro developments. Cass Arrieta has completed construction of the transmission main, new electrical building and new solar system. Ongoing coordination continues to occur with Tri-Pointe Homes and Cass Arrieta to close out the project. No cultural resources, biological resources or stormwater compliance concerns have been reported for the month of June 2023.

San Luis Rey Return Flow Recovery Project (DLM Engineering & Hoch Consulting): Hoch Consulting continues to investigate return flow estimates, develop a site suitability assessment tool (SSAT) and evaluate water quality data. Hoch Consulting hosted a project workshop with the District on February 21, 2023 to review all assumptions, methodologies and findings to date. An additional progress meeting was held on April 20, 2023 to review progress to date. A complete draft of the Feasibility Study and Board presentation was presented to District staff on June 1, 2023. A separate focused analysis of the project’s economic and overall feasibility is being conducted to support an informed and confident decision by the District on whether to proceed with the next phase of project investigations, design and permitting. Additionally, the District is coordinating with the Bureau of Reclamation to investigate Water Reuse Program grant funding for the project and the City of Oceanside to discuss potential partnering opportunities.

Camino Del Rey Drainage and Roadway Improvements: The County of San Diego (County) is proposing the Camino Del Rey Drainage and Roadway Improvements Project, which will improve a portion of Camino Del Rey by raising the roadbed by 10 feet, incorporating culvert crossings under the road, improving intersections, and installing Green Street Best Management Practices (BMPs) for water quality treatment. As a result of the County's project, District infrastructure will be impacted. There is currently a 14-inch water main that runs down Camino Del Rey, a 20-inch water main at Camino Del Cielo, a 6-inch main for the San Luis Rey Downs Racetrack and multiple gravity main crossings that will be impacted by the County's project. On January 17, 2023 the County confirmed the District has prior rights over the roadway, the County is solely responsible for designing and relocating all District facilities that are in conflict with the County's project. Ongoing coordination with the County continues to occur.

MAJOR DEVELOPER PROJECTS:

Bonsall Oaks (formally Polo Club): 164 SFR / 205.8 EDUs – Construction for Phase 1A is complete and construction is underway for Phase 1A-1. The District is currently reviewing the waterline and pressure reducing valve station easements. The District has completed construction reviews for the EFI Pressure Reducing Valve Station for Phase 1A-1. The Developer paid 50% of the sewer connection fees as required per the executed Sewer Agreement, which is effective for five (5) years from the date of execution (9/16/26). District staff continues to coordinate with the Developer on plan reviews for future phases (Phases 1B, 2A and 2B). The County approved the Amended Track map, which dedicated non-exclusive water and sewer easements within the private roadways for all phases of the project; and exclusive water and sewer easements for the sewer main that will serve the development and future Dentre De Lomas pump station. Developer had requested a shutdown of the District's waterline in November 2023 for approximately 12 weeks, the District has denied the request as they have not approved the new waterlines in Phase 1B, 2A, or 2B which were to be included in the shutdown. The District approved the Developer's plans to abandon a portion of the District's 12-inch watermain from Gopher Canyon Road North through the planned development. In June, the Board approved a Joint Use Agreement with SDG&E over an easement. Staff continues to meet with the Developer regarding the SCIP status of the project.

Campus Park West (JPSD, LLC): Residential and Commercial development. The Developer submitted the Pressure Reducing Station plans for review on January 19, 2023. The third plan review was completed by staff in November 2022 for the proposed water and sewer improvements. A quitclaim has been approved for a District easement that contains no existing sewer facilities and was approved by the Board at the April 2023. The Developer requested a 6-foot-wide Fuel Management Zone (FMZ) easement that is within the District's property at Pankey Road. Staff met with the Developer regarding FMZ and determined that an easement is required. Following a review in June, the Developer agreed to the District's exclusive easement documents. Staff met with the Developer on May 17, 2023 to discuss their requested revisions to the Sewer Service Agreement for the project. Staff did not approve the Developer's proposed revisions. The Developer will return with more defined revisions when they are closer to starting construction.

Citro (Tri Pointe Homes) (formally Meadowood by Pardee Homes): Approximately 844 Units, 926.6 Sewer EDUs - On Pala Road/Horse Ranch Creek Road. The contractor has constructed several of the improvements and is on site excavating and installing both water and sewer mains. A second crew is on site testing the water and sewer mains. The Developer has purchased 203 meters to date. The District continues to review the Developer's fee credit requests as received for the use of water capacity credits, for compensation of the construction work on the 18-inch Rice Canyon waterline and the 12-inch Horse Creek Road waterline.

Fairview-Lilac Del Cielo (Bonsall LLC): 73 Units / 77.8 Sewer EDUs – The Developer fulfilled their payment obligation of 100% sewer connection fees for this development as described in the Sewer Service and SCIP agreements. The SCIP allowed the Developer and the District to be reimbursed from bond proceeds for water and sewer capacity fees. All 75 required water meters have been purchased for this development. The water main has been tested and accepted. The project was accepted by the Board at the June 2023 meeting and is in its one-year warranty phase.

Horse Creek Ridge (D.R. Horton): 627 SFR/MF, 430 Water Meters / 723.9 Sewer EDUs – On Highway 76 and Horse Ranch Creek Road. The District is currently inspecting meter installations, meter releases and sewer connections. All 430 required water meters have been purchased. A final inspection is scheduled for July 2023, staff is working to close out the project and bring a Notice of Completion to the August 2023 Board meeting.

Horse Creek Ridge(HCR) Unit 6R5 Promontory (Richmond American Homes): 116 Units, 113 Water Meters (plus irrigation meters and 3 SF meters previously purchased by D.R. Horton) / 169.5 Sewer EDUs – On Highway 76 and Horse Ranch Creek Road. D.R. Horton (DRH), master Developer of HCR sold Unit 6-R5, 124 lots, Promontory Subdivision to Richmond American Homes (RAH). Currently the sewer EDUs are covered under an agreement with DRH. All 116 required water meters have been purchased for this Development. The District's inspector is inspecting meter installations, meter releases and sewer connections. In 2022, staff were informed that they were working with DRH to raise some water valves and once this work was done DRH was to work with the County and the District to obtain project acceptance. Project close out is pending the contractor scheduling a final inspection.

Ocean Breeze Ranch: The District completed review of the revised water and sewer system analysis reports, conditions of approval, and improvement plans in December 2020. District staff also reviewed an exhibit showing a utility conflict and provided comments in January 2021. Staff responded to requests regarding expected costs for the Developer to move forward. Staff and Legal sent comments to Ocean Breeze staff regarding the draft CFD Acquisition Agreement. Staff met with the Developer on May 3, 2023 to discuss District requested capacity fee payment milestones. The Developer submitted proposed payment milestones on May 26, 2023 for staff's review. The District approved the final draft of the CFD Acquisition Agreement with the proposed payment milestones. Staff is currently waiting for legal counsel for direction regarding the next steps.

Pala Mesa Highlands (Beazer Homes): 124 SFR / 160.2 Sewer EDUs – On Old Highway 395. One of the required Pressure Reducing Stations (PRS) has not yet been installed. The District is currently inspecting meter installations, meter releases and sewer connections. All 129 required water meters have been purchased for this development. The Contractor is waiting on the delivery of plug valves to complete construction of the PRS. A project status update request letter was sent to the Developer at the end of March 2023 to date no response has been received. Staff contacted the Developer's Project Manager in June 2023 for assistance with pending closeout requirements.

Rancho Alegre (Garrett Grp/Redhawk Communities): The Developer paid deposit for Sewer Analysis. District staff continue to work with Dexter Wilson Engineering, Inc. to produce a comprehensive analysis of the District's sewer infrastructure, which was completed January 31, 2023. Preliminary findings concerning the impact of the Rancho Alegre development on District sewer infrastructure were provided to the Developer in September 2022. The last correspondence received by the Developer was in October 2022.

San Luis Rey Racetrack Improvement Plan: The Developer paid deposit for Sewer and Water Analysis. Dexter Wilson Engineering, Inc. produced a memorandum discussing the expected impacts to sewer infrastructure related to one (1) of two (2) expansion scenarios proposed by the Developer. District staff is expecting data from the Developer related to the second expansion scenario to complete a second memorandum.

The Preserve at Riverbend (Cameron Development Grp.): The proposed development plan includes 1,309 mixed density residential units, mixed use commercial, a fire station, parks, agricultural spaces, and open space, development is going through preliminary planning with the District, County, LAFCO and the Pala Tribe. Preliminary findings concerning the impact of The Preserve at Riverbend development on District sewer infrastructure are in process.

West Lilac Farms: 28 Lots – Via Ararat/Aqueduct Road. District staff are working with the Developer regarding preliminary planning efforts.

MINOR DEVELOPER PROJECTS:

Cal-A-Vie (Spa Havens) Water/Sewer Main Extension on Spa Havens Way: They are in the process of submitting plans for District review.

Carefield Senior Living: Inactive

Doud Waterline Extension: Inactive

Melanie Lane Waterline Extension (Monserate Place, LLC): Inactive

Pala Mesa Market Development Plan: Inactive

View Point Road Waterline Extension: The District completed plan check no.4. The Owner also potholed the District's waterline and resubmitted plans for approval in late April 2023. Staff has approved the plans for construction in May 2023. The Owner's Contractor is currently completing submittals for District review.

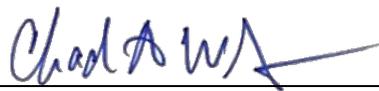
Vista Valley Country Club Water Service: The District signed project mylars in November 2022.

Walker Farm Road Waterline Extension: Inactive

Whitman Waterline Extension: Inactive

OTHER:

ITEMS	NO#
Water Meters Purchased	2
Sewer EDUs Purchased	0



Chad Williams
Engineering and CIP Program Manager

7/25/2023

**AS-NEEDED CONTRACT EXPENDITURES REPORT
JUNE 2023**

Note: This report only shows the current year and the previous year assignments, per the E&O Committee's request.

CONTRACT INFO	FUND SOURCE	ASSIGN. NO.	STATUS	DATED	DESCRIPTION	CONTRACT AMOUNT	AUTHORIZED ASSIGNMENT	INVOICED TO DATE	
Title: On-Call Civil Engineering Services, PSA #22-25 Firm: Ardurra Expires: 11/2/25 CCO:									
CONTRACT AMOUNT:						\$ 150,000			
		2023-__							
					Unspecified		\$ 150,000.00	\$ -	
						TOTALS:	\$ 150,000	\$ 150,000.00	\$ -
Title: On-Call Civil Engineering Services, PSA #22-26 Firm: Dexter Wilson Eng. Expires: 11/2/22 CCO:									
CONTRACT AMOUNT:						\$ 150,000.00			
		2023-__							
					Unspecified		\$ 150,000.00		
						TOTALS:	\$ 150,000	\$ 150,000.00	\$ -
Title: On-Call Civil Engineering Services, PSA #22-27 Firm: Harris & Assoc. Expires: 11/2/25 CCO:									
CONTRACT AMOUNT:						\$ 150,000			
		2023-__							
					Unspecified		\$ 150,000.00		
						TOTALS:	\$ 150,000	\$ 150,000.00	\$ -
Title: On-Call Civil Engineering Services, PSA #22-28 Firm: Water Works Engineers Expires: 11/2/25 CCO:									
CONTRACT AMOUNT:						\$ 150,000			
		2023-__							
					Unspecified		\$ 150,000.00	\$ -	
						TOTALS:	\$ 150,000	\$ 150,000.00	\$ -
Title: On-Call Real Estate Services, PSA #22-29 Firm: Anderson & Brabant Expires: 11/3/25 CCO:									
CONTRACT AMOUNT:						\$ 50,000			
		2023-__							
					Unspecified		\$ 50,000.00	\$ -	
						TOTALS:	\$ 50,000	\$ 50,000.00	\$ -

**AS-NEEDED CONTRACT EXPENDITURES REPORT
JUNE 2023**

CONTRACT INFO	FUND SOURCE	ASSIGN. NO.	STATUS	DATED	DESCRIPTION	CONTRACT AMOUNT	AUTHORIZED ASSIGNMENT	INVOICED TO DATE
Title: On-Call Real Estate Services, PSA #22-30 Firm: Epic Land Solutions Expires: 11/3/25 CCO:								
CONTRACT AMOUNT:						\$ 50,000		
		2023-01	Open	2/13/2023	Bonsall Reservoir - Appraisal for Rental & Sale of Property. Beck Reservoir - Apparials for Sale of Property.		\$ 7,000.00	\$ 7,000.00
					Unspecified		\$ 43,000.00	\$ -
						TOTALS:	\$ 50,000	\$ 7,000.00
Title: On-Call Land Surveying Services, PSA #22-33 Firm: GIS Surveyors, Inc. (GSI) Expires: 1/3/2026 CCO:								
CONTRACT AMOUNT:						\$ 100,000		
		2023-__						
					Unspecified		\$ 100,000.00	\$ -
						TOTALS:	\$ 100,000	\$ -
Title: On-Call Land Surveying Services, PSA #22-34 Firm: KDM Meridian Expires: 1/3/2026 CCO:								
CONTRACT AMOUNT:						\$ 100,000		
	CIP	2023-01	Open	2/9/2023	Live Oak Park Bridge - Staking of 8" and 16" Water main.		\$ 7,480.00	\$ 1,120.00
					Unspecified		\$ 92,520.00	\$ -
						TOTALS:	\$ 100,000	\$ 1,120.00
Title: On-Call Land Surveying Services, PSA #22-35 Firm: Right-of-Way Eng. Expires: 1/3/2026 CCO:								
CONTRACT AMOUNT:						\$ 100,000		
	Non-CIP	2023-01	Open	2/1/2023	Genista Place - Staking of existing utility easements.		\$ 2,860.00	\$ 2,450.00
	Non-CIP	2023-02	Open	2/6/2023	Via Monserate/Ramona - Staking of existing utility easements.		\$ 7,500.00	\$ 2,692.34
	Non-CIP	2023-03	Open	2/28/2023	Via Mariposa - Staking of existing easment.		\$ 2,970.00	\$ 2,545.00
					Unspecified		\$ 86,670.00	\$ -
						TOTALS:	\$ 100,000	\$ 7,687.34
Title: On-Call Geotechnical Services, PSA #22-36 Firm: Atlas Tech Consultants Expires: 1/6/2026 CCO:								
CONTRACT AMOUNT:						\$ 100,000		
		2023-__						
					Unspecified		\$ 100,000.00	\$ -
						TOTALS:	\$ 100,000	\$ -

AS-NEEDED CONTRACT EXPENDITURES REPORT

JUNE 2023

CONTRACT INFO	FUND SOURCE	ASSIGN. NO.	STATUS	DATED	DESCRIPTION	CONTRACT AMOUNT	AUTHORIZED ASSIGNMENT	INVOICED TO DATE	
Title: On-Call Geotechnical Services, PSA #22-37 Firm: Leighton Consultants Expires: 1/6/2026 CCO:									
CONTRACT AMOUNT:						\$ 100,000			
		2023-__							
					Unspecified		\$ 100,000.00	\$ -	
						TOTALS:	\$ 100,000	\$ 100,000.00	\$ -
Title: On-Call Geotechnical Services, PSA #22-38 Firm: Ninyo & Moore Expires: 1/6/2026 CCO:									
CONTRACT AMOUNT:						\$ 100,000			
	CIP	2023-01	Open	4/4/2023	Sumac Communication Tower Photovoltaic & Battery System -		\$ 9,732.00		
					Unspecified		\$ 90,268.00	\$ -	
						TOTALS:	\$ 100,000	\$ 90,268.00	\$ -
Title: As-Needed Construction Management & Insp. Services, PSA #20-01 Firm: Harris & Associates Expires: 6/30/23 CO-01 \$20K BoD 6/22/21, CO-02 \$0 NCE 2/7/23, CO-03 \$25K 4/20/23.									
CONTRACT AMOUNT:						\$ 195,000			
	CIP	2020-01	Closed	3/13/2020	CM Support Services for the WSUP.		\$ 100,000.00	\$ 99,972.50	
	CIP	2020-02	Closed	4/7/2020	Constructability design review of PUP-1.		\$ 6,270.00	\$ 5,280.00	
	NON-CIP	2020-03	Closed	4/21/2020	Sewer North River Road - Emergency Repair.		\$ 11,000.00	\$ 8,548.61	
	CIP	2020-04	Closed	9/21/2020	District Wide Inspection Services.		\$ 20,000.00	\$ 19,981.73	
	CIP	2022-05	Open	1/6/2022	Continued District Wide Inspection Services.		\$ 45,000.00	\$ 40,430.86	
					Unspecified		\$ 12,730.00	\$ -	
						TOTALS:	\$ 195,000	\$ 195,000.00	\$ 174,213.70
Title: On-Call Construction Management & Insp. Services, PSA #23-04 Firm: Acroctic Expires: 5/23/26 CCO:									
CONTRACT AMOUNT:						\$ 100,000			
		2023-__							
					Unspecified		\$ 100,000.00	\$ -	
Title: On-Call Construction Management & Insp. Services, PSA #23-05 Firm: Ardurra Expires: 5/23/26 CCO:									
CONTRACT AMOUNT:						\$ 100,000			
		2023-__							
					Unspecified		\$ 100,000.00	\$ -	
						TOTALS:	\$ 100,000	\$ 100,000.00	\$ -



**SEWER EQUIVALENT DWELLING UNITS (EDUs) STATUS REPORT
June 2023**

STATUS SUMMARY	EDUs
Total Treatment Capacity Purchased from Oceanside	8,333
Less 5% Contractual Allowance	417
EDUs Set Aside by Board for Emergencies	60
EDUs Connected	5,953 *
EDUs Unconnected/Committed	588
Total EDUs Available for Purchase:	1,316

DEVELOPMENTS WITH UNCONNECTED/COMMITTED EDUs	EDUs	CAPACITY FEES PAID/CREDIT
Bonsall Oaks (Polo Club) - 164 (SF/Other)	206	\$ 2,907,119
Citro (fka Meadowood) - 947 (SF/MF/Other)	282	\$ 2,500,000
Passerelle (HRC Commercial)	97	\$ -
Other Development w/5 or less EDUs - (SF & Other)	4	\$ 49,441
TOTAL UNCONNECTED:	588	\$ 5,456,560

Notes:

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

1. Bonsall Oaks paid initial 50% of Sewer Capacity Fees. Remaining 50% due prior to issuance of building permits.

2. CITRO Annexation Agreement 4/30/20 - Sewer Capacity \$10.5M to be paid by the CFD in mid-2022. Received \$8M payment from CFD on 8/18/22.

3. Passerelle last remaining EDUs.

BOARD OF DIRECTORS

July 25, 2023

SUBJECT

HUMAN RESOURCES REPORT FOR JULY 2023

DESCRIPTION

Personnel changes, human resources activities, and safety report for July 2023.

HUMAN RESOURCES:

RECRUITMENT:

- Screening interviews took place on July 5th and 6th, and panel interviews took place on Thursday, July 13th, for the Safety & Risk Management Officer position.

WORKFORCE ANALYTICS (FISCAL YEAR):

Current headcount:	57	FYTD new hires:	0
FYTD separations:	0	Average tenure:	9 years, 8 months
FYTD turnover:	0%	Projected annual turnover:	0%
YTD vs. Full Prior Year	-23%	Projected retirements this year:	2
Retention rate:	100%		
Retention rate vs Full Prior year	+16%		

JULY ANNIVERSARIES:

07/02/2007	Gerardo Cancino	16 years
07/09/2007	Jerry Kraft	16 years
07/10/2019	Bryan Ortiz	4 years
07/16/2007	Clem Taylor	16 years
07/22/2019	Chad Williams	4 years
07/26/2021	Amanda Parra	2 years

RISK MANAGEMENT:

Incidents

There were no reportable accidents or injuries this month.

Claims in Progress/Completed

Flores – Claim denied due to insufficient evidence that the District caused the damage claimed.

Vista Valley Country Club – Received June 9, 2023, asserting damage to the golf course due to a leak on March 7, 2023. Claim review in progress.

COMMUNICATIONS:

District's 70th Anniversary Celebration

The Administrative Analyst in Communications is working on developing a 70th-anniversary logo and planning special events to acknowledge and celebrate this milestone.

Customer Service Welcome Packet

A welcome letter, rate sheet, and infographic will be in design development to assist the Customer Service team onboard ratepayers and answer frequently asked questions in an informational sheet.

HOA and Submetering Non-Ratepayers Newsletter

A quarterly newsletter will be mailed to non-ratepayers to keep communication open to everyone serviced in the District. The first mailing is scheduled for September and will highlight the past three months of articles. A call to action to join the email list will capture emails for future electronic notifications and newsletters.

Newsletter Features

July's newsletter articles included:

- LAFCO votes to approve detachment with an exit fee, July 10 meeting overview
- Know before you dig: steps to take when excavating and contact 811 or digalert.com
- Invitation for the community to volunteer for one of the three public committees.
- Water efficiency is the wave of the future, features on three water-efficient programs available to ratepayers including the Flume device. Links and QR codes lead to the program websites.
- Rate Changes with link to view rate sheets, study report
- Customer Survey participation with a QR code to take the survey



Karleen Harp
Administrative Services Manager

7/25/2023

BOARD OF DIRECTORS

July 25, 2023

SUBJECT

FINANCE REPORT FOR JULY 2023

DESCRIPTION

Summary:

Water Sales:

Budgeted 13,500 AF

Actual June FYTD 22/23 11,835 AF

Actual June FYTD 21/22 14,890 AF

Actual June FYTD 20/21 15,963 AF

Actual June FYTD 19/20 13,247 AF

June FYTD 2022/2023 (Preliminary) Budget vs Actual:

For FY 2022/23 (FY23), the board followed the recommendation of staff and committee to budget future sales lower and more in line with the most recent years' trends at 13,500 AF, with operating expenses being budgeted within this lower operating revenue level as well.

Fund Balance Projections:

Operating Fund Balances have been adjusted to comply with the Board Cash Reserve Policy 5.03.220.

The *New Water Sources Reserve Fund*, established by the RMWD Board, sets aside funds to study and acquire alternate water sources for the purpose of reducing the District's reliance on imported water. The reserve is funded by the Water Service portion of the Standby Charge collected by the San Diego County Tax Collector from all parcels within the district. It reflects 38.1% of the revenue received from property tax revenues.

Capital Fund Balances have been updated to reflect the changes to developer projects for Water and Wastewater.

Treasury Report:

Interest Revenue for June 2023 was \$37,093 compared to \$39,162 for the prior month. Loss from assets sales was \$243,194 compared to a loss of \$248,884 for the prior month.

Water Purchases & Water Sales:

The Five-Year Water Purchases Demand Chart (Attachment D) reports purchases; this data is available in real time. Purchases for the fiscal year ending June 30, 2023 are below the 5-year average (blue line). We ended FY23 with 11,835 in sales.

The Water Sales Summary Report (Attachment E) represents water that was billed to customers, so the data is time delayed in comparison to the Five-Year Water Purchases Demand Chart. Water Loss from meter inaccuracy and breaks is also not included in the Five-Year Demand Chart since this data is from purchases.

These two reports will not correlate unless they are both presented for the same date; we provide the purchases report in real time to provide the board with the most current demand information available.

Monthly Call Volume:

The call volume for June included 899 calls to customer service compared to 969 for the same month one year prior. The average talk time was 4 minutes and 31 seconds. The average time in the queue was 32 seconds. The max time in queue was 12 minutes and 58 seconds compared to 30 minutes for the same month one year prior.

Attachments:

- A. Budget vs Actuals (June FY23)
- B. Fund Balance & Developer Projections (FY23)
- C. Treasury Report (June FY23)
- D. Five-Year Water Purchases Demand Chart (through 06/30/2023)
- E. Water Sales Summary (June FY23)
- F. Check Register (May FY23)
- G. Directors' Expense Report (May FY23)
- H. Credit Card Breakdown (May FY23)
- I. RMWD Properties
- J. Grant Progress Report


Tracy Largent, CPA
Finance Manager

July 25, 2023

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

Description	FY 2023			
	Actuals YTD 6/30/23	Over (Under)	FY 2023 Adjusted Budget	FY 2023 Forecast
Water Operating Fund				
Water Revenues	\$ 41,943,963	\$ (1,016,608)	\$ 44,836,269	\$ 42,554,361
Water Expenses	39,305,539	(1,832,205)	41,137,744	41,034,538
Water Fund Net Income	\$ 2,638,424	\$ 815,597	\$ 3,698,525	\$ 1,519,823
Wastewater Operating Fund				
Wastewater Revenues	3,468,470	(87,081)	3,555,551	3,142,351
Wastewater Expenses	2,670,955	(1,787,874)	4,458,829	4,683,579
Wastewater Fund Net Income	\$ 797,516	\$ 1,700,794	\$ (903,278)	\$ (1,541,228)
General Operating Fund				
General Revenues	8,013,528	(1,152,130)	9,165,657	9,800,405
General Expenses	8,013,528	(1,152,130)	9,165,657	9,800,405
General Fund Net Income	\$ -	\$ -	\$ -	\$ -
CHANGE IN NET POSITION	\$ 3,435,939	\$ 2,516,390	\$ 2,795,247	\$ (21,405)

% of Annual Budget

100% Water Purchases/Sales based on historical average

100% Fixed Fee Revenue & Expenses are based on time

Preliminary

**Rainbow Municipal Water District
Water Fund Operating Budget Summary**

Water Operating

Description	FY 2023 Actuals YTD 6/30/23	Over (Under)	FY 2023 Adjusted Budget	FY 2023 Forecast
Operating Revenues				
Water Sales	\$ 40,539,845	\$ (1,241,260)	\$ 43,655,604	\$ 41,306,374
Other Water Services	296,398	\$ (27,068)	324,664	351,736
Total Operating Revenues	\$ 40,836,243	\$ (1,268,328)	\$ 43,980,268	\$ 41,658,110
Operating Expenses				
Purchased Water	22,266,521	(1,434,560)	23,701,080	22,607,889
Pumping	855,840	(59,323)	915,164	901,359
Operations	2,428,118	(339,581)	2,767,699	3,150,393
Valve Maintenance	396,451	28,373	368,077	418,463
Construction	2,487,077	81,393	2,405,684	2,638,063
Meters	1,150,086	120,843	1,029,243	1,150,380
General Fund Transfer	6,644,033	(229,349)	6,873,382	7,090,576
Total Operating Expenses	\$ 36,228,125	\$ (1,832,205)	\$ 38,060,330	\$ 37,957,124
Non-Operating Revenues				
Investment Income	348,110	248,110	100,000	273,504
Property Tax Revenue	773,083	123,083	650,000	564,941
Other Non-Operating Revenue	(13,473)	(119,473)	106,000	20,840
Total Non-Operating Revenues	\$ 1,107,720	\$ 251,720	\$ 856,000	\$ 859,285
Non-Operating Expenses				
Debt Service	3,077,414	0	3,077,414	3,077,414
Total Non-Operating Expenses	\$ 3,077,414	\$ -	\$ 3,077,414	\$ 3,077,414
CHANGE IN NET POSITION	\$ 2,638,424	\$ 815,597	\$ 3,698,525	\$ 1,482,858
			13,500AF	12,700AF

% of Annual Budget

100% Water Purchases/Sales based on historical average

100% Fixed Fee Revenue & Expenses are based on time

Preliminary

Rainbow Municipal Water District
Wastewater Fund Operating Budget Summary

Wastewater Operating

Description	FY 2023 Actuals YTD 6/30/23	Over (Under)	FY 2023 Adjusted Budget	FY 2023 Forecast
Operating Revenues				
Wastewater Revenues	\$ 3,467,420	\$ (22,131)	\$ 3,489,551	\$ 3,056,657
Other Revenues	1,050	\$ (64,950)	66,000	85,694
Total Wastewater Revenues	\$ 3,468,470	\$ (87,081)	\$ 3,555,551	\$ 3,142,351
Operating Expenses				
Total Payroll Expenses	732,411	53,576	678,835	903,586
Total Maintenance & Supply	480,097	(1,636,675)	2,116,772	2,116,772
General Fund Transfer	1,458,446	(204,775)	1,663,222	1,663,222
Total Wastewater Expenses	\$ 2,670,955	\$ (1,787,874)	\$ 4,458,829	\$ 4,683,579
CHANGE IN NET POSITION	\$ 797,516	\$ 1,700,794	\$ (903,278)	\$ (1,541,228)

% of Annual Budget

100% Water Purchases/Sales based on historical average

100% Fixed Fee Revenue & Expenses are based on time

Preliminary

**Rainbow Municipal Water District
General Fund Operating Budget Summary**

General Operating

Description	FY 2023 Actuals YTD 6/30/23	Over (Under)	FY 2023 Adjusted Budget	FY 2023 Forecast
Operating Revenues				
Water Overhead Transfer	\$ 6,644,033	\$ (229,349)	\$ 6,873,382	\$ 7,090,576
Wastewater Overhead Transfer	1,458,446	(153,829)	1,612,275	1,663,222
Other General Fund Revenue	(88,952)	(768,952)	680,000	1,046,607
Total Operating Revenues	\$ 8,013,528	\$ (1,152,130)	\$ 9,165,657	\$ 9,800,405
Operating Expenses				
Board of Directors	37,164	(12,937)	50,101	50,126
Garage	638,713	6,391	632,322	686,722
Administration	1,652,663	(353,679)	2,006,342	2,093,128
Human Resources	378,593	(68,081)	446,674	489,242
Risk Management	706,021	(234,171)	940,192	1,016,879
IT Services	1,204,993	(399,851)	1,604,844	1,598,530
Finance	1,041,566	(127,755)	1,169,321	1,284,062
Customer Service	570,904	(23,918)	594,822	662,905
Engineering	1,140,499	(8,164)	1,078,629	1,276,400
GASB 68 Pension**	642,412	-	642,412	642,412
Total Operating Expenses	\$ 8,013,528	\$ (1,222,164)	\$ 9,165,657	\$ 9,800,405
CHANGE IN NET POSITION	\$ -	\$ 70,034	\$ -	\$ -

% of Annual Budget

100% Water Purchases/Sales based on historical average

100% Fixed Fee Revenue & Expenses are based on time

Preliminary

Operating & Debt Service Fund Balances

	Water Operating	Wastewater Operating	General Operating	Rate Stabilization	New Water Sources	Debt Service	TOTAL
Fund Balances:	FY 22/23	FY 22/23	FY 22/23	FY 22/23	FY 22/23	FY 22/23	FY 22/23
Beginning Available Balance	\$2,314,196	\$719,913	\$1,524,713	\$3,308,176	\$1,722,262	\$847,692	\$10,436,952
Budgeted Operating Surplus (Loss)	2,805,571	(1,227,390)			200,000		1,778,181
Budgeted Transfer to Water Capital*				(3,308,176)	(600,000)		(3,908,176)
Transfer to/from Rate Stabilization							
Transfers In/(Out)							0
Projected Ending Available Balance	\$5,119,767	(\$507,477)	\$1,524,713	(\$0)	\$1,322,262	\$847,692	\$8,306,956

Water Projected Balance

	<i>Adjusted Budget</i>	<i>Forecast</i>	Year 1 <i>Requested Budget</i>	<i>Year 2 Planned Budget</i>	<i>Year 3 Planned Budget</i>	<i>Year 4 Planned Budget</i>	<i>Year 5 Planned Budget</i>
	FY 22/23	FY 22/23	FY 23/24	FY 24/25	FY 25/26	FY 25/27	FY 25/28
Capital Fund Balances:							
Beginning Available Balance	\$13,067,355	\$13,067,355	\$5,165,797	(\$1,919,967)	\$74,011	\$2,467,229	\$4,254,230
Budgeted Transfer from Operating			1,539,236	8,188,978	9,243,859	6,972,000	7,870,731
New Water Sources Funds	600,000	600,000	600,000	0	0	0	0
Capacity Fees	430,994	430,994	0	0	0	0	0
Total Available Funding	14,098,349	14,098,349	7,305,033	6,269,011	9,317,870	9,439,230	12,124,960
Less Capital Projects	(13,706,420)	(8,932,552)	(9,225,000)	(6,195,000)	(6,850,641)	(5,185,000)	(5,700,000)
Projected Ending Capital Balance	\$ 391,929	\$ 5,165,797	\$ (1,919,967)	\$ 74,011	\$ 2,467,229	\$ 4,254,230	\$ 6,424,960

Water Capital Project Budgets:

Project #	Project Name	Year-to-Date				Year 1	Year 2	Year 3	Year 4	Year 5
		Expended 5/31/2023	Approved Budget	Adjusted Budget	Forecasted Spend	Requested Budget	Planned Budget	Planned Budget	Planned Budget	Planned Budget
		FY 22/23	FY 22/23	FY 22/23	FY 22/23	FY 23/24	FY 24/25	FY 25/26	FY 26/27	FY 27/28
300007	Programatic EIR for Existing Easements	\$ 63,631	\$ 75,000	\$ 75,000	\$ 75,000	\$ -	\$ -	\$ -	\$ -	\$ -
300008	New District Headquarters	912	50,000	50,000	10,000	20,000	520,000	500,000	500,000	500,000
600003	San Luis Rey Imported Return Flow Recovery	421,357	600,000	600,000	600,000	600,000				
600007	Pressure Reducing Stations	563,491	150,000	150,000	150,000		150,000			
600009	Isolation Valve Installation Program	333,697	500,000	500,000	500,000					
600019	Water System Monitoring Program	142,536	185,000	185,000	185,000	25,000				
600026	Camino Del Rey Waterline Reloaction	10,161	25,000	25,000	25,000	25,000	25,000			
600030	Corrosion Prevention Program Development and Implementation	10,837	600,000	100,000	100,000	100,000	600,000	600,000		
600034	Rice Canyon Tank Transmission PL to I-15/SR76 Corridor	2,811,698	2,900,000	2,900,000	2,900,000	1,500,000				
600035	Morro Mixing	21,718			55,692					
600037	Live Oak Park Road Bridge Replacement	413,589	600,000	600,000	400,000	200,000				
600040	Vallecitos PS Relocation	-						500,000	1,400,000	
600043	Eagles Perch Water Pipeline Improvements (PUP)	-						300,000	300,000	1,000,000
600047	Community Power Resiliency Generator Grant (Generator at Sur)	311,686		675,000	300,000	375,000				
600048	Northside Zone Supply Redundancy	-								150,000
600050	Lookout Mountain Electrical Upgrade	-								1,000,000
600051	North Feeder and Rainbow Hills Water Line Replacements	-						150,000	1,850,000	
600058	Electrical Panel Switches	44,102			6,663	130,000				
600067	Pala Mesa Fairways 383 A and C	-								250,000
600068	Sarah Ann Drive Line 400 A	-	-	-	-				35,000	1,500,000
600069	Wilt Road (1331)	-						150,000	350,000	
600070	Katie Lendre Drive Line (PUP)	-								250,000
600071	Del Rio Estates Line Ext 503	-								250,000
600072	East Heights Line 147L	-								150,000
600073	East Heights Line 147A	-								250,000
600074	Via Zara - PUP	-						125,000	250,000	
600075	Roy Line Ext	-								250,000
600077	Rainbow Water Quality Improvement	630,000	920,000	1,160,000	1,160,000					
600080	Los Alisos South 243	-								150,000
600081	Heli-Hydrant on Tank	300			194,627					
600085	Gird to West Lilac Pipeline Rehabilitation	-				50,000				
N/A	Department Level Capital Expenses	221,631	767,640	186,420	214,160	200,000	500,000	500,000	500,000	
Total		\$ 6,001,346	\$ 7,372,640	\$ 7,206,420	\$ 6,876,142	\$ 3,225,000	\$ 1,795,000	\$ 2,825,000	\$ 5,185,000	\$ 5,700,000

Wholesale Water Efficiency Capital Project Budgets:

Funded by Western Alliance Loan @ 4.02% interest

Project #	Project Name	Year-to-Date				Year 1	Year 2	Year 3
		Expended 5/31/2023	Approved Budget	Adjusted Budget	Forecasted Spend	Requested Budget	Planned Budget	Planned Budget
		FY 22/23	FY 22/23	FY 22/23	FY 22/23	FY 23/24	FY 24/25	FY 25/26
600008	Weese WTP Permanent Emergency Interconnect Pump Station	\$ 71,501	\$ 825,000	\$ 1,825,000	\$ 100,000	\$ -	\$ -	\$ 1,725,000
600013	Hutton/Turner/Dentro Pump Stations (SDCWA Shutdowns)	412,679	2,375,000	4,375,000	1,500,000	6,000,000	4,400,000	
600084	Morro Pump Station	122			122			1,225,000
600078	Wilt Road Feeder (18 inch Water Line)	107,435			107,435			1,075,641
600079	Gird Road 1,600' upsize from 12" to 18" or larger	348,853	597,000	300,000	348,853			
Total Spending		\$940,590	\$3,797,000	\$6,500,000	\$2,056,410	\$6,000,000	\$4,400,000	\$4,025,641

Wastewater Capital Fund 52 & 53 Projected Fund Balance

			Year 1	Year 2 Planned	Year 3 Planned	Year 4 Planned	Year 5
	Approved Budget	Forecast	Requested Budget	Budget	Budget	Budget	Planned Budget
	FY 22/23	FY 22/23	FY 23/24	FY 24/25	FY 25/26	FY 25/27	FY 25/28
Capital Fund Balances:							
Beginning Available Balance	\$634,288	\$634,288	\$262,424	\$2,762,424	\$2,762,424	\$9,962,424	\$7,087,424
Restricted CFD Funds (Citro)	8,000,000	8,000,000	2,500,000				
Debt Financing			5,000,000		9,500,000		
Transfer from (to) Operating Reserves							330,158
Forecasted Sewer Connections	16,951	16,951					
Total Available Funding	8,651,239	8,651,239	7,762,424	2,762,424	12,262,424	9,962,424	7,417,582
Less: Capital Projects-Wastewater	(10,911,452)	(8,388,815)	(5,000,000)	0	(2,300,000)	(2,875,000)	(2,800,000)
Projected Ending Capital Balance	(\$2,260,213)	\$262,424	\$2,762,424	\$2,762,424	\$9,962,424	\$7,087,424	\$4,617,582
All Wastewater Balances:							
Projected Ending Capital Balance		\$ 262,424	\$ 2,762,424	\$ 2,762,424	\$ 9,962,424	\$ 7,087,424	\$ 4,617,582
Projected Ending Operating Reserve Balance		(507,477)	58,016	225,405	109,535	489,665	1,116,636
Total Wastewater Funds		\$ (245,053)	\$ 2,820,440	\$ 2,987,829	\$ 10,071,959	\$ 7,577,089	\$ 5,734,218

Wastewater Capital Fund Project Budgets:

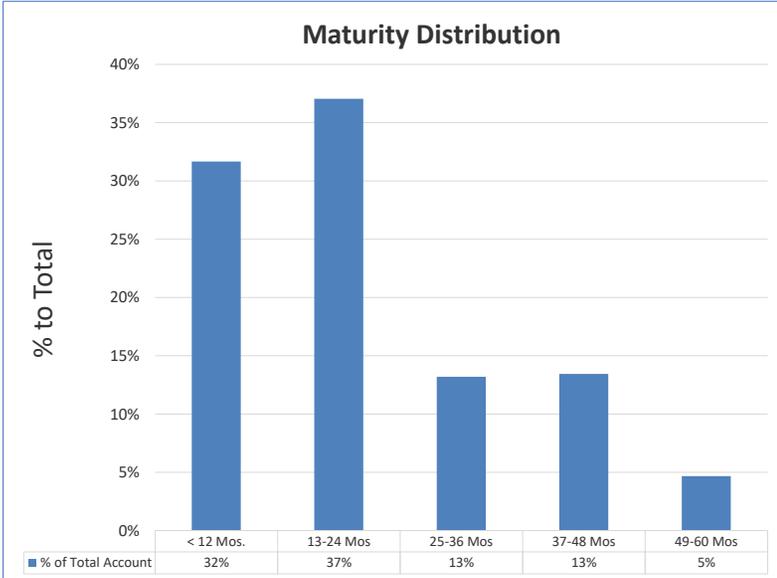
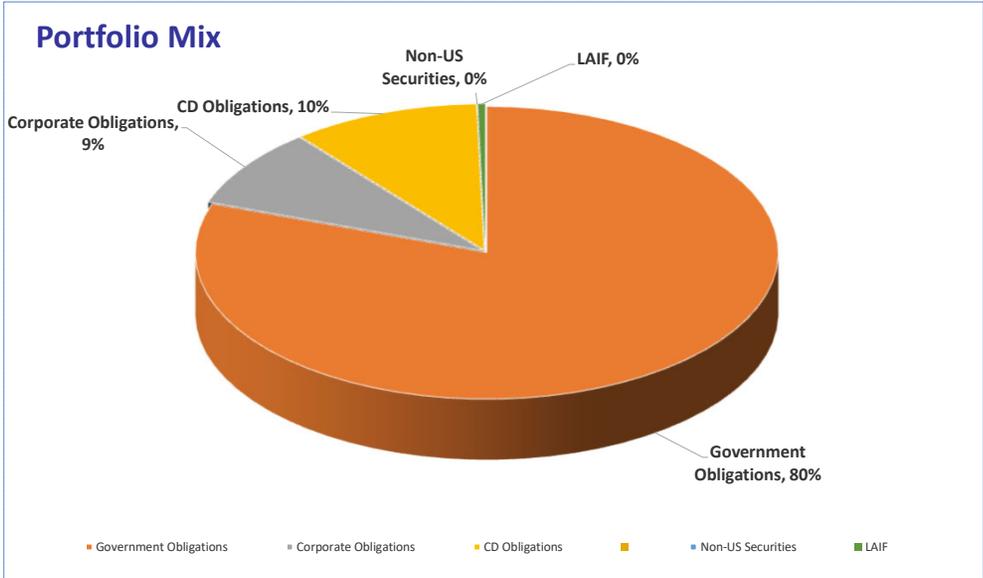
Project #	Project Name	Year-to-Date			Year 1	Year 2 Planned	Year 3 Planned	Year 4 Planned	Year 5 Planned
		Expended	Approved	Forecasted	Requested	Budget	Budget	Budget	Budget
		5/31/2023	Budget	Spend	Budget				
		FY 22/23	FY 22/23	FY 22/23	FY 23/24	FY 24/25	FY 25/26	FY 26/27	FY 27/28
530001	Thoroughbred Lane Lift Station and Pipeline Repair (LS1 Replacement)	\$ 6,879,284	\$ 10,791,452	\$ 8,268,815	\$ 5,000,000	\$ -	\$ -	\$ -	\$ -
530018	Fallbrook Oaks Forcemain and Manhole Replacement	83						150,000	1,650,000
530019	CIPP 500' of line 8" VCP line near Pala Mesa/Palomar	-						100,000	
530020	Rancho Viejo LS Wet Well Expansion	-					500,000	1,000,000	
530023	Replace Rancho Monserate LS Emergency Generator							125,000	
XXXXX	HQ B-Plant Dry Well						250,000	1,000,000	
XXXXX	HQ B-Plant Generator Replacement						250,000	500,000	50,000
XXXXX	Pala Mesa Sewer CIPP Lining						650,000		50,000
XXXXX	Oakcliff Sewer CIPP Lining						650,000		50,000
XXXXX	Old River Road between LS#1 & LS#2								1,000,000
N/A	Department Level Capital Expenses		120,000	120,000					
Total		\$ 6,879,367	\$ 10,911,452	\$ 8,388,815	\$ 5,000,000	\$ -	\$ 2,300,000	\$ 2,875,000	\$ 2,800,000

RAINBOW MUNICIPAL WATER DISTRICT
 TREASURER'S MONTHLY REPORT OF INVESTMENTS
 PORTFOLIO SUMMARY
 6/30/2023



QUARTER 4 FY23

TYPE	ISSUER	CUSIP	Bond Rating	Date of Maturity	Par Value	Cost Basis	Market Value*	Interest Rate	Yield to Maturity	Semi-Annual Interest	Days to Maturity	Object
Money Market Funds	First American Government	31846V567			\$	266,986	\$ 266,986				0	11508
Trust	Willilmington Trust	CSCDA 2017-01			\$	50,000	\$ 50,000				0	10301
Total Cash & Cash Equivalents					\$	-	\$ 316,986	\$ 316,986				
Callable 4/28/23 1X	FEDERAL FARM CR BKS	3130ARMQ1	Aaa	10/28/24	\$ 540,000	\$ 542,565	\$ 522,034	2.700%	2.500%	\$ 7,325	486	11508
	FEDERAL FARM CR BKS	3133EJFC8	Aaa	11/07/24	\$ 489,000	\$ 487,342	\$ 474,037	2.940%	2.940%	\$ 7,164	496	11508
Non-Callable	FEDERAL FARM CR BKS	3133EDJY9	Aaa	12/21/23	\$ 450,000	\$ 456,678	\$ 444,425	2.950%	2.050%	\$ 6,736	174	11508
	FEDERAL FARM CR BKS	3133EN3A6	Aaa	09/25/23	\$ 1,000,000	\$ 1,001,930	\$ 998,390	4.875%	4.875%	\$ 24,422	87	11508
Callable 10/14/22 1X	FEDERAL HOME LOAN BKS	3130APAM7	Aaa	10/14/26	\$ 1,000,000	\$ 497,500	\$ 444,940	0.900%	1.000%	\$ 2,239	1202	11508
Non-Callable	FEDERAL HOME LOAN BKS	3130AQF40	Aaa	12/20/24	\$ 500,000	\$ 499,710	\$ 470,015	1.000%	1.020%	\$ 2,499	539	11508
Callable 4/21/23 1X	FEDERAL HOME LOAN BKS STEP UP	3130ARQ61	Aaa	10/21/24	\$ 500,000	\$ 502,195	\$ 489,715	2.200%	2.900%	\$ 5,524	479	11508
Callable 8/17/22 QTR	FEDERAL HOME LOAN BKS STEP UP	3130ARTC5	Aaa	05/17/27	\$ 490,000	\$ 489,020	\$ 473,453	3.020%	4.020%	\$ 7,384	1417	11508
Callable 7/22/22 QTR	FEDERAL HOME LOAN BKS	3130ARJH5	Aaa	04/22/27	\$ 500,000	\$ 500,000	\$ 474,030	3.150%	3.150%	\$ 7,875	1392	11508
Callable 9/29/22 QTR	FEDERAL HOME LOAN BKS	3130ASKB4	Aaa	12/29/23	\$ 245,000	\$ 245,813	\$ 242,347	3.350%	3.120%	\$ 4,117	182	11508
	FEDERAL HOME LOAN BKS	3130ASZZ5	Aaa	08/28/25	\$ 500,000	\$ 501,820	\$ 489,815	3.375%	3.375%	\$ 8,468	790	11508
	FEDERAL HOME LOAN BKS	3130ARY62	Aaa	05/23/25	\$ 600,000	\$ 594,210	\$ 586,830	4.000%	4.000%	\$ 11,884	693	11508
	FEDERAL HOME LOAN BKS	3130AT2T3	Aaa	08/25/27	\$ 500,000	\$ 503,370	\$ 483,355	3.350%	3.120%	\$ 8,431	1517	11508
	FEDERAL HOME LOAN BKS	3130AV5C2	Aaa	09/15/23	\$ 1,000,000	\$ 1,001,000	\$ 999,060	5.150%	5.150%	\$ 25,776	77	11508
	TENNESSEE VALLEY AUTHORITY	880591ER9	Aaa	09/15/24	\$ 500,000	\$ 497,780	\$ 484,895	3.350%	3.120%	\$ 8,338	443	11508
Total Government Obligations					\$	8,814,000	\$ 8,320,934	\$ 8,077,340				
Callable 05/28/23	JPMORGAN CHASE & CO	48128G3N8	A2	05/28/26	\$ 1,000,000	\$ 1,000,000	\$ 877,060	1.200%	1.200%	\$ 6,000	1063	11508
Total Corporate Issues					\$	1,000,000	\$ 1,000,000	\$ 877,060				
FDIC Ins. CD	MERRICK BK SOUTH JORDAN UTAH	59013KBV7		07/31/24	\$ 249,000	\$ 249,000	\$ 240,414	2.200%	2.200%	\$ 2,739	397	11508
CD	MORGAN STANLEY PVT BK PURCHA	61760AL49		06/24/24	\$ 245,000	\$ 245,000	\$ 237,403	2.290%	2.250%	\$ 2,805	360	11508
	PNC BANK NA	69353REQ7		06/01/25	\$ 600,000	\$ 596,040	\$ 571,776	3.250%	3.250%	\$ 9,686	702	11508
Total CD Obligations					\$	1,094,000	\$ 1,090,040	\$ 1,049,593				
Total Non-US Securities					\$	-	\$ -	\$ -				
Subtotal Long Term												
Pooled Investment					\$	10,908,000	\$ 10,727,960	\$ 10,320,979				
Portfolio Totals	Local Agency Investment Fund (LAIF)**	0.989822987				\$	41,741	\$ 41,741			0	10103
						\$	10,769,701	\$ 10,362,720				



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

Tracy Largent

7/6/2023

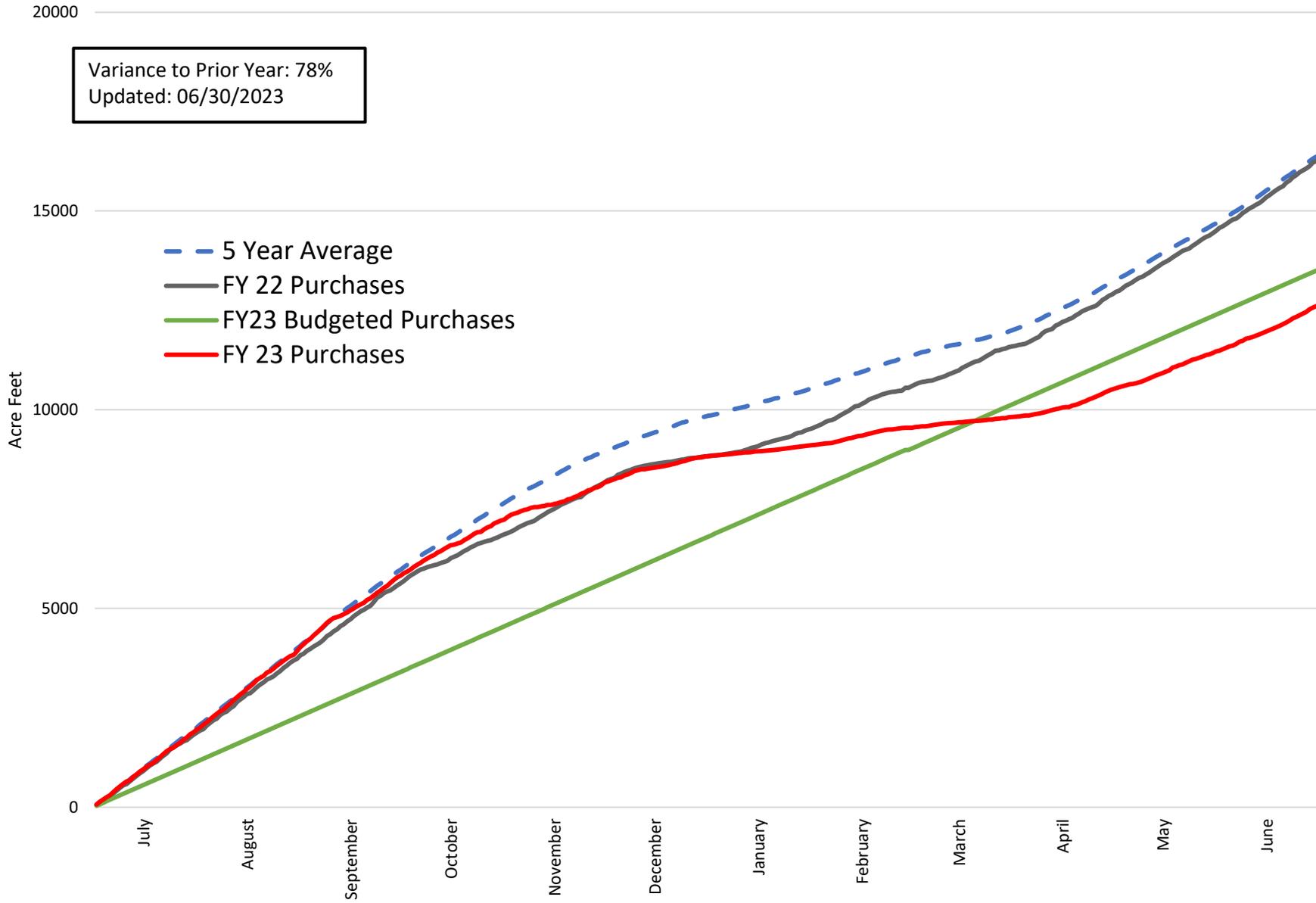
Tracy Largent, Treasurer

*Source of Market Value - US Bank monthly statements

**Source of LAIF FMV - CA State Treasurer Pooled Money Investment Account @ <https://www.treasurer.ca.gov/pmia-laif/reports/valuation.asp>

System Demands Comparison Chart

Variance to Prior Year: 78%
Updated: 06/30/2023



Comparative Water Sales YTD from Prior Years

FISCAL YEAR 2022-2023

Quantity of Meters	User Code	JUL	AUG	SEP	OCT	NOV	DEC	JAN	FEB	MAR	APR	MAY	JUN	Acre Feet
1,186	AD	126,735	108,343	138,717	105,317	80,300	58,695	33,237	17,697	26,491	18,484	45,367	66,627	1,896
513	AG	190,990	174,397	235,403	155,228	102,380	68,805	35,535	19,204	33,734	22,530	66,196	78,966	2,717
275	CM	52,026	47,725	62,693	42,811	30,621	18,036	7,791	5,752	6,786	6,295	16,516	25,130	740
37	CN	13,891	8,870	16,009	8,213	5,318	3,084	2,164	673	661	428	1,114	2,327	144
21	IS	4,157	3,544	4,402	2,791	2,272	1,558	1,449	632	741	923	1,567	1,648	59
124	MF	14,020	12,841	16,595	13,322	11,561	11,252	21,606	8,451	8,081	9,201	10,356	12,178	343
139	PC	86,650	77,010	99,962	77,857	55,755	35,872	13,560	4,530	10,715	2,482	31,895	47,229	1,248
300	PD	102,297	94,478	121,441	87,843	64,766	43,940	18,597	8,878	16,326	8,239	40,714	62,359	1,538
6,234	SF	181,808	160,423	198,867	157,915	123,786	102,284	77,578	50,898	57,833	55,180	88,474	117,560	3,151
8,829	Total	772,574	687,631	894,089	651,297	476,759	343,526	211,517	116,715	161,368	123,762	302,199	414,024	11,835

FISCAL YEAR 2021-2022

Quantity of Meters	User Code	JUL	AUG	SEP	OCT	NOV	DEC	JAN	FEB	MAR	APR	MAY	JUN	Acre Feet
1,227	AD	49,878	120,877	132,208	105,801	71,840	86,788	38,982	51,802	64,159	84,271	91,076	106,326	2,305
531	AG	126,020	156,517	188,678	141,035	94,403	113,507	37,037	60,738	86,971	113,642	116,997	152,105	3,186
276	CM	43,597	45,074	58,754	34,843	22,862	24,113	9,971	15,923	20,977	30,355	35,561	45,266	889
26	CN	9,809	7,353	8,900	4,999	8,247	7,795	9,526	6,874	8,636	10,292	7,407	10,392	230
21	IS	4,094	3,585	3,722	2,400	1,528	1,795	1,247	1,605	1,502	2,118	2,078	2,768	65
121	MF	14,171	12,501	14,634	11,363	10,797	11,216	10,215	8,410	10,807	12,185	11,054	12,426	321
148	PC	105,195	87,728	98,194	76,152	51,934	66,232	14,314	38,479	44,840	61,700	64,338	72,724	1,795
313	PD	104,423	101,695	108,445	85,321	56,327	69,973	16,562	44,821	50,216	71,313	78,419	86,099	2,006
-	SC	54,638	-	-	-	-	-	-	-	-	-	-	-	125
-	SD	86,465	-	-	-	-	-	-	-	-	-	-	-	198
6,012	SF	186,785	176,948	193,467	155,723	117,189	137,144	77,534	81,001	103,271	130,736	129,125	153,278	3,770
8,675	Total	785,075	712,278	807,002	617,637	435,127	518,563	215,388	309,653	391,379	516,612	536,055	641,384	14,890

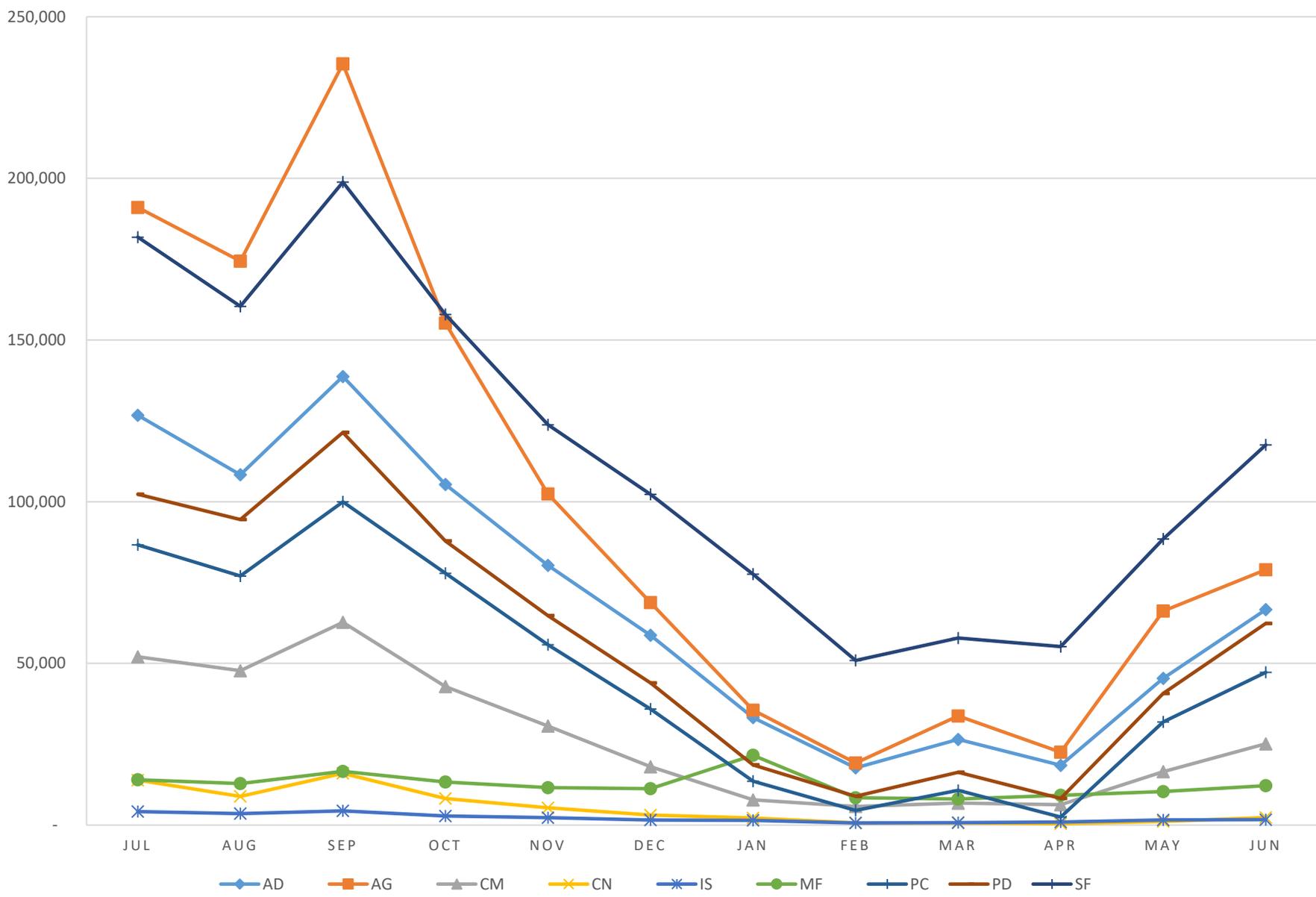
FISCAL YEAR 2020-2021

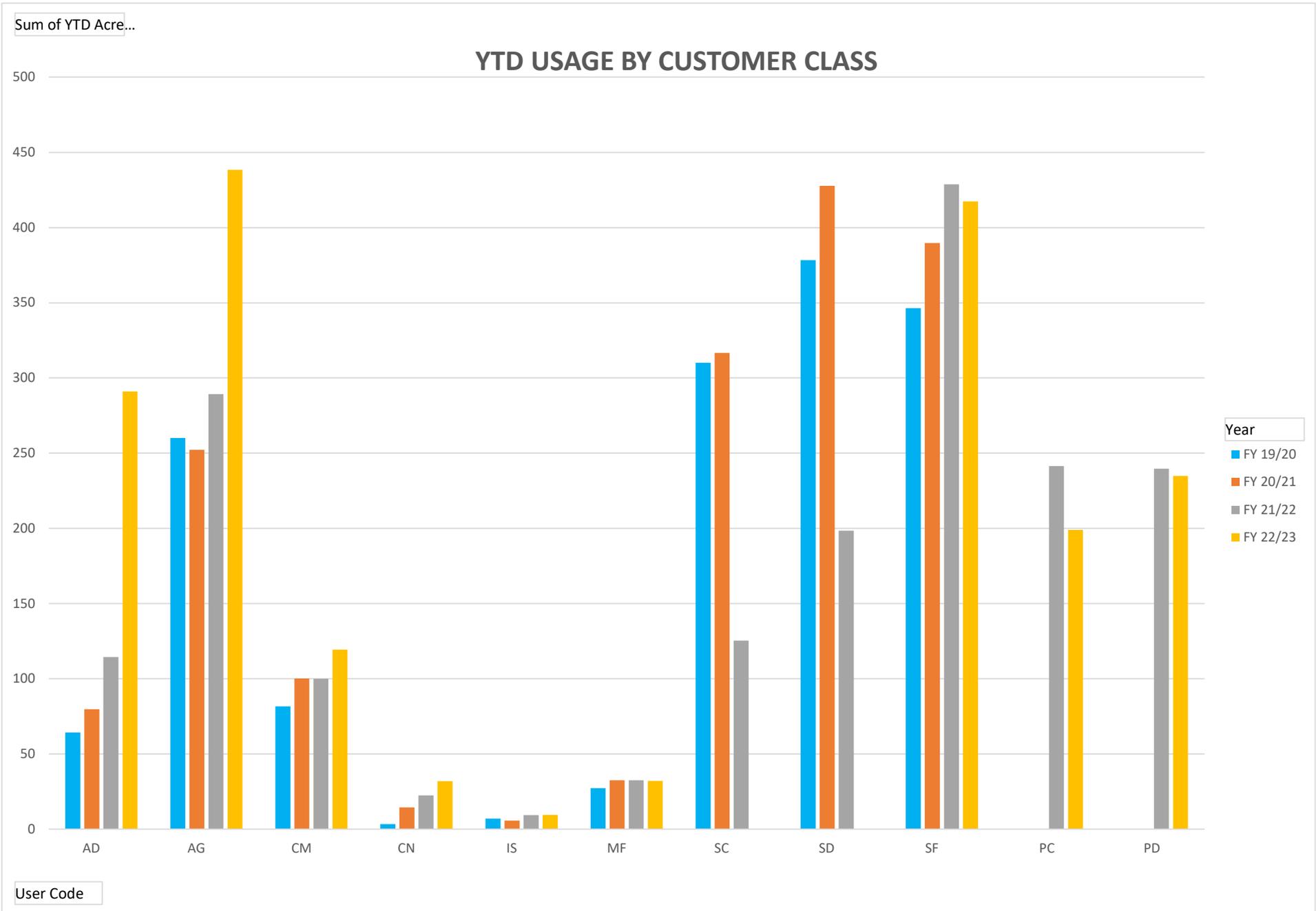
Quantity of Meters	User Code	JUL	AUG	SEP	OCT	NOV	DEC	JAN	FEB	MAR	APR	MAY	JUN	Acre Feet
549	AD	34,763	39,406	46,230	42,502	34,921	21,626	24,948	14,076	14,146	17,159	25,141	29,650	791
402	AG	109,886	131,840	137,233	129,675	105,410	64,136	68,514	39,558	46,221	51,415	88,199	93,587	2,446
271	CM	43,615	49,777	48,946	49,458	35,129	19,261	20,216	10,734	14,250	19,251	31,178	35,908	867
24	CN	6,330	12,547	10,164	14,057	8,403	5,244	9,069	7,677	4,613	6,070	10,043	14,126	249
21	IS	2,513	2,972	3,359	3,231	1,698	1,013	1,365	568	1,119	1,204	5,788	3,179	64
114	MF	14,151	14,484	14,090	14,996	12,993	9,384	12,462	8,972	8,359	10,592	12,286	12,115	333
	PC	-	-	-	-	-	-	-	1,234	14,315	17,961	48,237	74,634	359
	PD	-	-	-	-	-	-	83	3,574	24,420	30,477	61,382	79,016	457
319	SC	137,945	133,502	160,919	156,961	123,278	85,624	74,455	110,420	39,051	46,578	70,676	52,286	2,736
1,012	SD	186,337	204,966	223,721	229,964	179,016	112,667	115,867	55,255	54,422	67,372	97,741	86,023	3,704
5,851	SF	169,793	186,711	189,918	189,511	157,332	112,083	128,779	84,894	94,401	107,576	149,402	153,521	3,958
8,563	Total	705,333	776,205	834,580	830,355	658,180	431,038	455,758	336,962	315,317	375,655	600,073	634,045	15,963

FISCAL YEAR 2019-2020

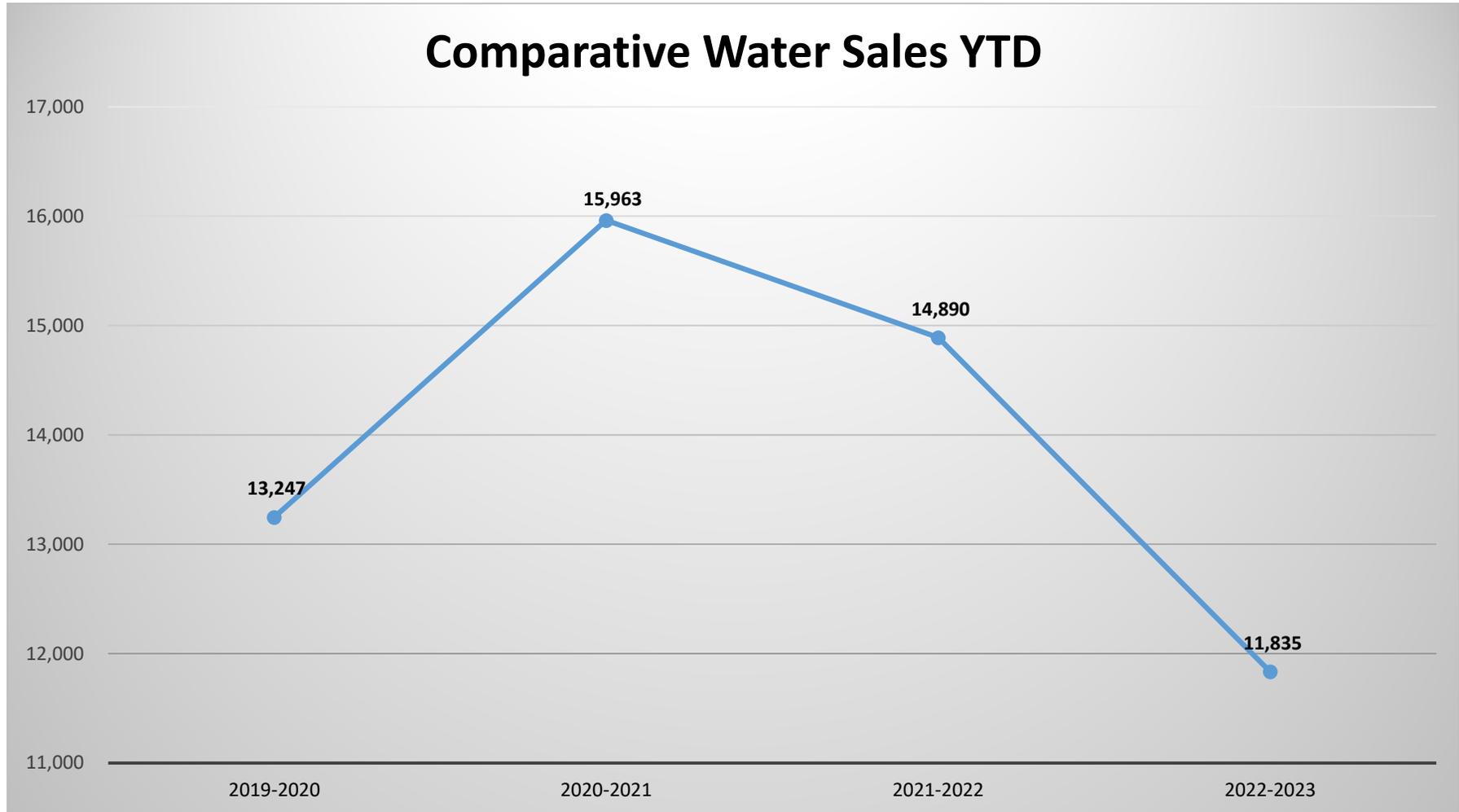
Quantity of Meters	User Code	JUL	AUG	SEP	OCT	NOV	DEC	JAN	FEB	MAR	APR	MAY	JUN	Acre Feet
553	AD	28,018	36,530	36,506	32,640	37,164	15,379	6,577	13,028	16,047	9,234	16,352	30,083	637
400	AG	113,285	139,802	139,715	135,633	132,703	48,601	25,028	47,900	52,506	30,084	57,514	97,887	2,343
267	CM	35,561	46,750	44,883	40,374	29,303	16,496	13,155	9,711	25,311	13,393	16,062	33,484	745
19	CN	1,484	1,549	1,183	1,041	1,286	314	490	1,126	5,662	448	402	1,304	37
21	IS	3,060	1,799	1,946	2,046	2,048	927	643	1,018	1,351	768	672	2,374	43
114	MF	11,910	11,187	11,539	11,065	12,605	8,386	7,568	9,074	8,716	9,124	8,443	12,418	280
323	SC	135,069	157,307	156,337	136,485	152,308	47,287	10,146	50,668	60,342	16,027	51,289	109,646	2,486
1,021	SD	164,817	213,262	218,596	179,714	207,689	77,699	21,552	65,024	75,717	26,767	71,299	163,240	3,410
5,536	SF	150,907	188,769	182,811	153,331	174,251	89,028	52,276	70,585	74,004	58,386	81,397	146,783	3,266
8,254	Total	644,111	796,955	793,516	692,329	749,357	304,117	137,435	268,134	319,656	164,231	303,430	597,219	13,247

USAGE BY CUSTOMER CLASS FY 22-23





Comparative Water Sales YTD from Prior Years





Check Register May 2023

Description	Bank Transaction Code	Issue Date	Amount
HOME DEPOT CC - ALL (APRIL 2023 STATEMENT)	EFT	05/01/2023	2,928.71
AHMED KHATTAB	CHECK	05/10/2023	5,250.00
DANIEL MCMAHON	CHECK	05/10/2023	5,973.82
DAVID HILL	CHECK	05/10/2023	120.00
JAMES SJUNESON	CHECK	05/10/2023	138.65
SPECIALTY MOWING SERVICES, INC.	ACH	05/10/2023	20,098.44
UNION BANK CC - DAUGHERTY (APRIL STATEMENT)	EFT	05/10/2023	81.69
UNION BANK CC - DEL RIO (APRIL STATEMENT)	EFT	05/10/2023	82.18
UNION BANK CC - DEMARY (APRIL STATEMENT)	EFT	05/10/2023	101.29
UNION BANK CC - GUTIERREZ (APRIL STATEMENT)	EFT	05/10/2023	240.92
UNION BANK CC - HARP (APRIL STATEMENT)	EFT	05/10/2023	498.16
UNION BANK CC - KENNEDY (APRIL STATEMENT)	EFT	05/10/2023	382.70
UNION BANK CC - LARGENT (APRIL STATEMENT)	EFT	05/10/2023	25.00
UNION BANK CC - POOLE (APRIL STATEMENT)	EFT	05/10/2023	548.00
UNION BANK CC - ROSE (APRIL STATEMENT)	EFT	05/10/2023	81.73
UNION BANK CC - WILLIAMS (APRIL STATEMENT)	EFT	05/10/2023	28.75
SDCWA WATER PURCHASE- MARCH 2023	WIRE	05/11/2023	805,463.50
ACWA-JPIA	ACH	05/12/2023	86,839.16
ADP - ADVICE OF DEBIT #632728972	EFT	05/12/2023	1,392.93
AIRGAS USA, LLC	ACH	05/12/2023	1,303.03
AMERICAN BUSINESS BANK	CHECK	05/12/2023	689.89
ANDERSON BURTON CONSTRUCTION INC.	CHECK	05/12/2023	101,768.17
ARAMARK UNIFORM SERVICES	CHECK	05/12/2023	1,468.70
ARDURRA GROUP, INC.	CHECK	05/12/2023	6,450.00
ART'S TRENCH PLATE & KRAIL SERVICE CO, INC.	ACH	05/12/2023	810.00
AT&T	CHECK	05/12/2023	3,832.78

Description	Bank Transaction Code	Issue Date	Amount
ATLAS ENGINEERING WEST, INC.	CHECK	05/12/2023	25,342.50
ATP GENERAL ENGINEERING	CHECK	05/12/2023	1,394.45
BABCOCK LABORATORIES, INC	ACH	05/12/2023	1,051.93
BANNER BANK	CHECK	05/12/2023	11,526.98
BP BATTERY INC.	ACH	05/12/2023	1,047.28
BRAND ASSASSINS	ACH	05/12/2023	437.18
CDW GOVERNMENT, INC.	CHECK	05/12/2023	9,618.77
COLONIAL LIFE & ACCIDENT INS.	CHECK	05/12/2023	60.71
CORE & MAIN LP	CHECK	05/12/2023	2,821.04
COUNTY OF SAN DIEGO, RCS	CHECK	05/12/2023	1,233.12
CRAIG SHOBE	CHECK	05/12/2023	2,160.00
DAWN M LUNA	CHECK	05/12/2023	82.61
DELL MARKETING L.P.	CHECK	05/12/2023	2,291.07
DIAMOND ENVIRONMENTAL SERVICES	CHECK	05/12/2023	492.53
DITCH WITCH WEST	CHECK	05/12/2023	43.47
EUROSOURCE JANITORIAL SERVICE INC.	ACH	05/12/2023	3,365.00
FALLBROOK AUTO PARTS	CHECK	05/12/2023	572.95
FALLBROOK CHAMBER OF COMMERCE	CHECK	05/12/2023	285.00
FALLBROOK EQUIPMENT RENTAL	ACH	05/12/2023	2,700.00
FALLBROOK IRRIGATION SUPPLIES	CHECK	05/12/2023	746.03
FALLBROOK PUBLIC UTILITY DIST	CHECK	05/12/2023	104,623.89
FEDEX	CHECK	05/12/2023	133.80
FERGUSON WATERWORKS #1083	CHECK	05/12/2023	30,635.48
FLUME TECH	CHECK	05/12/2023	916.71
FLYERS ENERGY LLC	ACH	05/12/2023	6,417.65
FREDDY ESPINO	CHECK	05/12/2023	5,250.00
FREEDOM AUTOMATION, INC.	CHECK	05/12/2023	4,400.00
GOSCH FORD ESCONDIDO	CHECK	05/12/2023	441.19
GRANGETTO'S-FALLBROOK	CHECK	05/12/2023	420.24
HAAKER EQUIPMENT CO.	ACH	05/12/2023	768.91
HACH	CHECK	05/12/2023	1,688.35
HARRIS & ASSOCIATES, INC.	ACH	05/12/2023	2,871.13
HAZARD CONSTRUCTION ENGR LLC	CHECK	05/12/2023	13,107.95
HELIX ENVIRONMENTAL PLANNING INC	ACH	05/12/2023	16,302.85

Description	Bank Transaction Code	Issue Date	Amount
ICONIX WATERWORKS (US) INC	ACH	05/12/2023	4,628.33
IMPACT DESIGN	CHECK	05/12/2023	16.24
JAMES W FOWLER CO	ACH	05/12/2023	219,012.67
KNIGHT SECURITY & FIRE SYSTEMS	ACH	05/12/2023	384.00
LANCE, SOLL & LUNGHARD LLP	CHECK	05/12/2023	3,330.00
METRON-FARNIER, LLC.	ACH	05/12/2023	11,661.26
MFCP INC.	CHECK	05/12/2023	348.54
MOBILE MINI, INC	CHECK	05/12/2023	1,132.42
MODULAR BUILDING CONCEPTS, INC	CHECK	05/12/2023	1,687.37
MURRIETA DEVELOPMENT COMPANY INC.	CHECK	05/12/2023	3,650.00
NOBEL SYSTEMS	ACH	05/12/2023	104,500.00
ORIGIN UTILITY, INC	ACH	05/12/2023	6,575.00
PACIFIC PIPELINE SUPPLY	CHECK	05/12/2023	873.08
PAM MOSS	CHECK	05/12/2023	62.88
PARADISE CHEVROLET CADILLAC	ACH	05/12/2023	464.58
PARKHOUSE TIRE, INC.	ACH	05/12/2023	1,461.54
PERRAULT CORPORATION	CHECK	05/12/2023	3,439.93
PRECISION MOBILE DETAILING	ACH	05/12/2023	396.45
QUALITY CHEVROLET	ACH	05/12/2023	1,612.62
RAIN FOR RENT RIVERSIDE	CHECK	05/12/2023	4,879.89
RIGHT-OF-WAY ENGINEERING SERV	CHECK	05/12/2023	525.00
RINCON CONSULTANTS, INC.	CHECK	05/12/2023	1,807.25
ROBCAR CORPORATION	CHECK	05/12/2023	1,657.50
S.D. COUNTY ASSESSOR/RECORDER/COUNTY CLERK	CHECK	05/12/2023	125.00
SALIZCO INC	CHECK	05/12/2023	4,095.37
SCOTT SIMPSON	CHECK	05/12/2023	100.00
SHRED-IT USA LLC	CHECK	05/12/2023	200.22
SOUTHERN CONTRACTING COMPANY	CHECK	05/12/2023	12,800.00
SPECIALTY MOWING SERVICES, INC.	ACH	05/12/2023	31,073.70
STREAMLINE	CHECK	05/12/2023	300.00
T S INDUSTRIAL SUPPLY	CHECK	05/12/2023	483.09
TCN, INC	CHECK	05/12/2023	29.78
THE ALCHEMY GROUP INC	CHECK	05/12/2023	15,000.00
TIAA COMMERCIAL FINANCE, INC.	CHECK	05/12/2023	3,275.88

Description	Bank Transaction Code	Issue Date	Amount
TNG SECURITY INC. DBA CALIFORNIA COMMERCIAL SECURITY	CHECK	05/12/2023	368.04
ULINE	CHECK	05/12/2023	975.29
UNDERGROUND SERVICE ALERT	ACH	05/12/2023	380.02
US BANK	ACH	05/12/2023	291.67
UTILITY SYSTEMS SCIENCE & SOFTWARE, INC.	CHECK	05/12/2023	1,660.00
WATERLINE TECHNOLOGIES INC.	CHECK	05/12/2023	12,989.81
WINZER CORP	CHECK	05/12/2023	119.41
WEX - ADMIN FEES (APR 2023)	EFT	05/25/2023	89.90
AIRGAS USA, LLC	ACH	05/26/2023	150.70
ALPHA HEAVY DUTY TOWING	CHECK	05/26/2023	200.00
ARAMARK UNIFORM SERVICES	CHECK	05/26/2023	1,626.97
AT&T	CHECK	05/26/2023	196.94
AT&T	CHECK	05/26/2023	628.90
AT&T LONG DISTANCE	CHECK	05/26/2023	47.20
AYALA ENGINEERING, INC.	CHECK	05/26/2023	9,540.00
AZUGA, INC.	CHECK	05/26/2023	238.95
BONSALL PEST CONTROL	CHECK	05/26/2023	210.00
CDW GOVERNMENT, INC.	CHECK	05/26/2023	788.11
CECILIA`S SAFETY SERVICE	ACH	05/26/2023	39,797.50
COLONIAL LIFE & ACCIDENT INS.	CHECK	05/26/2023	60.71
CORE & MAIN LP	CHECK	05/26/2023	3,011.55
CRAIG SHOBE	CHECK	05/26/2023	2,270.00
CRITERIA CORP	CHECK	05/26/2023	3,465.00
CSDA, SAN DIEGO CHAPTER	CHECK	05/26/2023	180.00
DIAMOND ENVIRONMENTAL SERVICES	CHECK	05/26/2023	349.27
EMANUEL OLIVAS	CHECK	05/26/2023	211.25
ENGINEERED FLUID INC	CHECK	05/26/2023	418,451.15
ESCONDIDO METAL SUPPLY, INC.	CHECK	05/26/2023	19.93
FALLBROOK EQUIPMENT RENTAL	ACH	05/26/2023	1,016.98
FALLBROOK PROPANE GAS CO.	CHECK	05/26/2023	67.75
FEEGER-LUCAS-WOLFE, INC.	CHECK	05/26/2023	1,360.36
FERGUSON WATERWORKS #1083	CHECK	05/26/2023	27,259.06
FLUME TECH	CHECK	05/26/2023	1,050.05
FLYERS ENERGY LLC	ACH	05/26/2023	5,984.80

Description	Bank Transaction Code	Issue Date	Amount
FRANCISCO FERNANDEZ LOPEZ	CHECK	05/26/2023	205.25
FREEDOM AUTOMATION, INC.	CHECK	05/26/2023	14,131.00
HACH	CHECK	05/26/2023	9,980.33
HARRIS & ASSOCIATES, INC.	ACH	05/26/2023	34,266.73
HAWTHORNE MACHINERY COMPANY	CHECK	05/26/2023	93,396.62
HILL BROTHERS CHEMICAL CO.	CHECK	05/26/2023	4,008.84
HOCH CONSULTING, APC	CHECK	05/26/2023	20,415.00
HOUSTON AND HARRIS	CHECK	05/26/2023	16,840.50
IB CONSULTING, LLC	CHECK	05/26/2023	7,200.00
ICONIX WATERWORKS (US) INC	ACH	05/26/2023	27,686.69
IMPACT DESIGN	CHECK	05/26/2023	184.00
INFOR PUBLIC SECTOR, INC.	ACH	05/26/2023	1,345.00
INFOSEND, INC.	CHECK	05/26/2023	5,554.02
KATHERINE KILMER	CHECK	05/26/2023	2,000.00
KEVIN MILLER	ACH	05/26/2023	363.00
KNIGHT SECURITY & FIRE SYSTEMS	ACH	05/26/2023	90.00
KNOCKOUT PEST CONTROL& TERMITE, INC.	CHECK	05/26/2023	300.00
LINCOLN NATIONAL LIFE INSURANCE COMPANY	CHECK	05/26/2023	15,663.39
LOS WILLOWS INC.	CHECK	05/26/2023	11,112.00
MOBILE MODULAR	CHECK	05/26/2023	3,987.28
MR. ARTHUR & MRS. LISA PAVEL	CHECK	05/26/2023	34,607.00
NATIONAL SAFETY COMPLIANCE,INC	CHECK	05/26/2023	6.95
OCCUPATIONAL HEALTH CENTERS OF CA, A MEDICAL CORP	CHECK	05/26/2023	149.00
ORTIZ CORPORATION	CHECK	05/26/2023	172,537.44
PACIFIC PIPELINE SUPPLY	CHECK	05/26/2023	1,359.81
PALOMAR HEALTH	CHECK	05/26/2023	85.00
PERRAULT CORPORATION	CHECK	05/26/2023	1,450.55
PRECISION MOBILE DETAILING	ACH	05/26/2023	458.95
PRINCIPAL LIFE INSURANCE COMPANY	ACH	05/26/2023	7,568.37
RAIN FOR RENT RIVERSIDE	CHECK	05/26/2023	4,689.93
RF YEAGER ENGINEERING	CHECK	05/26/2023	5,150.00
RHO MONSERATE C.C.H.A.	CHECK	05/26/2023	556.15
RINCON BAND OF LUISENO INDIANS	CHECK	05/26/2023	1,605.04
RINCON CONSULTANTS, INC.	CHECK	05/26/2023	907.25

Description	Bank Transaction Code	Issue Date	Amount
ROLLIN C BUSH	CHECK	05/26/2023	5,620.92
SAN DIEGO GAS & ELECTRIC	CHECK	05/26/2023	35,673.14
SOUTHWEST ANSWERING SERVICE, INC.	CHECK	05/26/2023	1,056.00
SPECIALTY MOWING SERVICES, INC.	ACH	05/26/2023	8,588.00
SUPERIOR READY MIX	CHECK	05/26/2023	1,799.06
TEMECULA TROPHY CO.	CHECK	05/26/2023	215.16
TIAA COMMERCIAL FINANCE, INC.	CHECK	05/26/2023	6,551.76
TRAFFIC SAFETY SOLUTIONS, LLC	ACH	05/26/2023	6,030.00
VALLEY CONSTRUCTION MANAGEMENT	CHECK	05/26/2023	51,588.30
VERIZON WIRELESS	CHECK	05/26/2023	6,850.50
VILLAGE NEWS	CHECK	05/26/2023	269.95
WATERLINE TECHNOLOGIES INC.	CHECK	05/26/2023	13,559.54
WESTERN LANDSCAPE MAINTENANCE PLUS, INC.	ACH	05/26/2023	532.51
WHITE CAP CONSTRUCTION SUPPLY	CHECK	05/26/2023	815.55
		TOTAL:	2,917,507.31

**Director's Expenses
FY 2022-2023**

Disbursement Date	Description	Miguel Gasca	Claude Hamilton	Michael Mack	Pam Moss	William Stewart
07/31/22	WATER AGENCIES ASSOC OF S.D. CSDA,SAN DIEGO CHAPTER CONFERENCES (CSDA, ACWA, etc.) TRAINING COUNCIL OF WATER UTILITIES DIRECTORS' PER DIEMS	\$ 150.00	\$ 150.00		\$ 150.00	\$ 150.00
	TRAVEL EXPENSES MILEAGE EXPENSE					
	REIMBURSEMENT FROM DIRECTORS					
	Monthly Totals	\$ 150.00	\$ 150.00	\$ -	\$ 150.00	\$ 150.00
08/31/22	WATER AGENCIES ASSOC OF S.D. CSDA,SAN DIEGO CHAPTER CONFERENCES (CSDA, ACWA, etc.)	\$ 650.00	\$ 65.00 \$ 690.00	\$ 65.00 \$ 690.00	\$ 65.00 \$ 40.00	\$ 40.00
	TRAINING COUNCIL OF WATER UTILITIES DIRECTORS' PER DIEMS	\$ 150.00	\$ 450.00	\$ 900.00	\$ 450.00	\$ 300.00
	TRAVEL EXPENSES MILEAGE EXPENSE	\$ 353.42	\$ 530.13 \$ 374.64	\$ 751.30 \$ 228.75	\$ 34.12	
	REIMBURSEMENT FROM DIRECTORS					
	Monthly Totals	\$ 1,153.42	\$ 2,109.77	\$ 2,635.05	\$ 589.12	\$ 340.00

**Director's Expenses
FY 2022-2023**

Disbursement Date	Description	Miguel Gasca	Claude Hamilton	Michael Mack	Pam Moss	William Stewart
09/30/22	WATER AGENCIES ASSOC OF S.D. CSDA, SAN DIEGO CHAPTER CONFERENCES (CSDA, ACWA, etc.) TRAINING				\$ 600.00	
	COUNCIL OF WATER UTILITIES DIRECTORS' PER DIEMS	\$ 150.00	\$ 150.00	\$ 150.00	\$ 750.00	\$ 150.00
	TRAVEL EXPENSES				\$ 1,759.76	
	MILEAGE AND EXPENSES					
	REIMBURSEMENT FROM DIRECTORS					
	Monthly Totals	\$ 150.00	\$ 150.00	\$ 150.00	\$ 3,109.76	\$ 150.00
10/31/22	WATER AGENCIES ASSOC OF S.D. CSDA, SAN DIEGO CHAPTER CONFERENCES (CSDA, ACWA, etc.) TRAINING					
	COUNCIL OF WATER UTILITIES DIRECTORS' PER DIEMS	\$ 150.00	\$ 300.00	\$ 300.00	\$ 300.00	\$ 600.00
	TRAVEL EXPENSES					
	MILEAGE AND EXPENSES					
	REIMBURSEMENT FROM DIRECTORS					
	Monthly Totals	\$ 150.00	\$ 300.00	\$ 300.00	\$ 300.00	\$ 600.00

**Director's Expenses
FY 2022-2023**

Disbursement Date	Description	Miguel Gasca	Claude Hamilton	Michael Mack	Pam Moss	William Stewart
11/30/22	WATER AGENCIES ASSOC OF S.D. CSDA,SAN DIEGO CHAPTER CONFERENCES (CSDA, ACWA, etc.) TRAINING COUNCIL OF WATER UTILITIES DIRECTORS' PER DIEMS TRAVEL EXPENSES MILEAGE EXPENSE REIMBURSEMENT FROM DIRECTORS	\$ 775.00	\$ 60.00	\$ 60.00 \$ 775.00	\$ 60.00	\$ 60.00
	Monthly Totals	\$ 2,306.43	\$ 60.00	\$ 3,020.63	\$ 60.00	\$ 660.00
12/31/22	WATER AGENCIES ASSOC OF S.D. CSDA,SAN DIEGO CHAPTER CONFERENCES (CSDA, ACWA, etc.) TRAINING COUNCIL OF WATER UTILITIES DIRECTORS' PER DIEMS TRAVEL EXPENSES MILEAGE EXPENSE REIMBURSEMENT FROM DIRECTORS	\$ 150.00 \$ 47.50	\$ 150.00	\$ 150.00	\$ 150.00	\$ 150.00
	Monthly Totals	\$ 197.50	\$ 150.00	\$ 150.00	\$ 150.00	\$ 150.00

**Director's Expenses
FY 2022-2023**

	Miguel Gasca	Claude Hamilton	Michael Mack	Pam Moss	William Stewart
WATER AGENCIES ASSOC OF S.D.	\$ -	\$ -	\$ -	\$ -	\$ -
CSDA,SAN DIEGO CHAPTER	\$ -	\$ 125.00	\$ 125.00	\$ 125.00	\$ 60.00
CONFERENCES (CSDA, ACWA, etc.)	\$ 1,425.00	\$ 690.00	\$ 1,465.00	\$ 640.00	\$ 40.00
TRAINING	\$ -	\$ -	\$ -	\$ -	\$ -
COUNCIL OF WATER UTILITIES	\$ -	\$ -	\$ -	\$ -	\$ -
DIRECTORS' PER DIEMS	\$ 900.00	\$ 1,050.00	\$ 2,100.00	\$ 1,650.00	\$ 1,800.00
TRAVEL EXPENSES	\$ 1,687.35	\$ 680.13	\$ 2,185.68	\$ 1,909.76	\$ 150.00
MILEAGE EXPENSE	\$ 95.00	\$ 374.64	\$ 380.00	\$ 34.12	\$ -
REIMBURSEMENT FROM DIRECTORS	\$ -	\$ -	\$ -	\$ -	\$ -
REPORT TOTAL FOR 2022:	\$ 4,107.35	\$ 2,919.77	\$ 6,255.68	\$ 4,358.88	\$ 2,050.00

**Director's Expenses
FY 2022-2023**

Disbursement Date	Description	Miguel Gasca	Claude Hamilton	Michael Mack	Pam Moss	Pam Townsend-Smith
01/31/23	WATER AGENCIES ASSOC OF S.D. CSDA,SAN DIEGO CHAPTER CONFERENCES (CSDA, ACWA, etc.) TRAINING COUNCIL OF WATER UTILITIES DIRECTORS' PER DIEMS TRAVEL EXPENSES MILEAGE EXPENSE REIMBURSEMENT FROM DIRECTORS	\$ 150.00	\$ 150.00	\$ 150.00	\$ 150.00	\$ 150.00
	Monthly Totals	<u>\$ 150.00</u>	<u>\$ 150.00</u>	<u>\$ 150.00</u>	<u>\$ 150.00</u>	<u>\$ 150.00</u>
2/29/2023	WATER AGENCIES ASSOC OF S.D. CSDA,SAN DIEGO CHAPTER CONFERENCES (CSDA, ACWA, etc.) TRAINING COUNCIL OF WATER UTILITIES DIRECTORS' PER DIEMS TRAVEL EXPENSES MILEAGE EXPENSE REIMBURSEMENT FROM DIRECTORS		\$ 60.00	\$ 60.00	\$ 60.00	\$ 60.00
	Monthly Totals	<u>\$ 150.00</u>	<u>\$ 210.00</u>	<u>\$ 360.00</u>	<u>\$ 254.50</u>	<u>\$ 360.00</u>

**Director's Expenses
FY 2022-2023**

Disbursement Date	Description	Miguel Gasca	Claude Hamilton	Michael Mack	Pam Moss	Pam Townsend-Smith
03/31/23	WATER AGENCIES ASSOC OF S.D. CSDA, SAN DIEGO CHAPTER CONFERENCES (CSDA, ACWA, etc.) TRAINING COUNCIL OF WATER UTILITIES	\$ 325.00				
	DIRECTORS' PER DIEMS	\$ 300.00	\$ 150.00	\$ 150.00	\$ 150.00	\$ 150.00
	TRAVEL EXPENSES	\$ 323.48				
	MILEAGE EXPENSE	\$ 53.71				
	REIMBURSEMENT FROM DIRECTORS					
	Monthly Totals	<u>\$ 1,002.19</u>	<u>\$ 150.00</u>	<u>\$ 150.00</u>	<u>\$ 150.00</u>	<u>\$ 150.00</u>
04/30/23	WATER AGENCIES ASSOC OF S.D. CSDA, SAN DIEGO CHAPTER CONFERENCES (CSDA, ACWA, etc.) TRAINING COUNCIL OF WATER UTILITIES					
	DIRECTORS' PER DIEMS		\$ 150.00	\$ 150.00	\$ 450.00	\$ 150.00
	TRAVEL EXPENSES					
	MILEAGE EXPENSE				\$ 62.88	
	REIMBURSEMENT FROM DIRECTORS					
	Monthly Totals	<u>\$ -</u>	<u>\$ 150.00</u>	<u>\$ 150.00</u>	<u>\$ 512.88</u>	<u>\$ 150.00</u>

**Director's Expenses
FY 2022-2023**

Disbursement Date	Description	Miguel Gasca	Claude Hamilton	Michael Mack	Pam Moss	Pam Townsend-Smith	Julie Johnson
05/31/23	WATER AGENCIES ASSOC OF S.D. CSDA-SAN DIEGO CHAPTER CONFERENCES (CSDA, ACWA, etc.) TRAINING COUNCIL OF WATER UTILITIES DIRECTORS' PER DIEMS	\$ 815.00		\$ 815.00	\$ 815.00	\$ 815.00	
	TRAVEL EXPENSES	\$ 150.00	\$ 150.00	\$ 750.00		\$ 900.00	\$ 150.00
	MILEAGE EXPENSE			\$ 1,911.02	\$ 438.00	\$ 1,886.51	
	REIMBURSEMENT FROM DIRECTORS			\$ 72.05			
	Monthly Totals	\$ 1,373.00	\$ 150.00	\$ 3,548.07	\$ 1,253.00	\$ 3,601.51	\$ 150.00
06/30/23	WATER AGENCIES ASSOC OF S.D. CSDA-SAN DIEGO CHAPTER CONFERENCES (CSDA, ACWA, etc.) TRAINING COUNCIL OF WATER UTILITIES DIRECTORS' PER DIEMS						
	TRAVEL EXPENSES		\$ 150.00	\$ 150.00		\$ 150.00	\$ 150.00
	MILEAGE EXPENSE						
	REIMBURSEMENT FROM DIRECTORS						
	Monthly Totals	\$ -	\$ 150.00	\$ 150.00	\$ -	\$ 150.00	\$ 150.00

**Director's Expenses
FY 2022-2023**

	Miguel Gasca	Claude Hamilton	Michael Mack	Pam Moss	Pam Townsend-Smith	Julie Johnson
WATER AGENCIES ASSOC OF S.D.	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
CSDA,SAN DIEGO CHAPTER	\$ -	\$ 60.00	\$ 60.00	\$ 60.00	\$ 60.00	\$ -
CONFERENCES (CSDA, ACWA, etc.)	\$ 1,140.00	\$ -	\$ 815.00	\$ 815.00	\$ 815.00	\$ -
TRAINING	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
COUNCIL OF WATER UTILITIES	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
DIRECTORS' PER DIEMS	\$ 750.00	\$ 900.00	\$ 1,650.00	\$ 900.00	\$ 1,800.00	\$ 300.00
TRAVEL EXPENSES	\$ 731.48	\$ -	\$ 1,911.02	\$ 438.00	\$ 1,886.51	\$ -
MILEAGE EXPENSE	\$ 53.71	\$ -	\$ 72.05	\$ 107.38	\$ -	\$ -
REIMBURSEMENT FROM DIRECTORS	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
REPORT TOTAL FOR 2023:	\$ 2,675.19	\$ 960.00	\$ 4,508.07	\$ 2,320.38	\$ 4,561.51	\$ 300.00

	Miguel Gasca	Claude Hamilton	Michael Mack	Pam Moss	Pam Townsend-Smith	Julie Johnson
REPORT TOTAL (Fiscal Year 2022-23):	\$ 6,782.54	\$ 3,879.77	\$ 10,763.75	\$ 6,679.26	\$ 6,611.51	\$ 300.00



American Express
May 2023

GL Finance Code	GL Transaction Amount	Description
GL 03 45 72000	2,620.94	AMAZING MAIL
GL 03 44 73000	179.87	AMAZON #113-3641214-6948214
GL 03 44 60100	10.62	AMAZON #113-5372198-1641013
GL 03 44 73000	391.83	AMAZON #113-5439291-5552214
GL 03 44 60100	26.93	AMAZON #113-5465224-9157064
GL 03 44 73000	202.88	AMAZON #113-6383907-9554638
GL 03 44 60100	7.41	AMAZON #113-7259638-7374623
GL 03 44 60100	82.23	AMAZON #113-8818655-0748223
GL 03 44 72000	72.70	AMAZON #114-0071788-3224243
GL 03 44 60100	161.57	AMAZON #114-0868888-2446654
GL 03 44 60100	407.27	AMAZON #114-0922674-0332226
GL 03 44 72000	390.42	AMAZON #114-1141373-5175402
GL 03 44 72000	373.68	AMAZON #114-1592668-0765837
GL 01 33 72000	104.14	AMAZON #114-1607942-5081019/PO# 13022
GL 03 44 60100	272.55	AMAZON #114-2832407-7191442
GL 03 36 63100	315.02	AMAZON #114-2996736-8809851
GL 03 44 60100	474.72	AMAZON #114-3241920-4254666
GL 03 44 60100	7.50	AMAZON #114-4155455-7755437
GL 03 44 60100	32.31	AMAZON #114-5943839-6477812
GL 03 44 60100	395.43	AMAZON #114-6174091-8315452
GL 03 44 60100	204.71	AMAZON #114-6928081-3410614
GL 03 44 60100	13.41	AMAZON #114-8069400-9819439
GL 03 41 63400	557.82	AMAZON #114-8668792-9155420
GL 03 41 63400	172.18	AMAZON #114-8668792-9155420
GL 03 43 72500	8.50	AMAZON #114-9169901-0161858
GL 03 44 73000	288.22	AMAZON #114-9235603-6649043
GL 03 44 60100	253.16	AMAZON #114-9856279-2154609

GL Finance Code	GL Transaction Amount	Description
GL 03 44 72400	0.48	AMAZON WEB
GL 03 51 72000	259.15	AP CHECKS - QUALITY RESOURCE
GL 03 43 72500	2.99	APPLE.COM
GL 03 44 72400	115.00	ATLASSIAN
GL 03 44 60100	55.00	AUTHORIZE.NET
GL 03 51 75300	259.19	AVENUE OF ARTS CM
GL 03 20 75300	290.70	BM HOTEL STAY
GL 03 20 75300	895.38	BM HOTEL STAY
GL 03 20 75300	895.38	BM HOTEL STAY
GL 03 20 75300	290.70	BM HOTEL STAY
GL 03 20 75300	25.53	BM MEAL
GL 03 20 75300	64.05	BM MEALS
GL 03 51 72000	17.70	BONSALL DONUTS
GL 03 36 75300	20.00	CITY OF ANAHEIM CONVENTION CENTER
GL 03 41 63400	414.06	COFFEE AMBASSADOR
GL 03 44 72400	192.50	CORELOGIC
GL 03 20 75300	675.00	CSDA
GL 03 41 75300	575.00	CSDA
GL 03 41 63401	98.01	CULLIGAN
GL 02 61 56512	202.00	CWEA
GL 03 44 72400	87.99	DIRECT TV
GL 03 20 75300	42.44	DIRECTOR LUNCHESES - BOARD MEETING
GL 02 61 72000	77.17	ENERGY ONE
GL 03 51 75300	20.43	FM AIRFARE
GL 03 51 75300	1,166.80	FM HOTEL STAY
GL 03 51 75300	84.47	FM HOTEL STAY
GL 03 51 75300	85.01	FM HOTEL STAY
GL 03 51 75300	12.50	FM MEAL
GL 03 51 75300	14.60	FM MEAL
GL 03 51 75300	20.60	FM MEAL
GL 03 51 75300	13.40	FM MEAL
GL 03 51 75300	12.70	FM MEAL
GL 03 51 75300	16.76	FM MEAL
GL 03 51 75300	26.30	FM MEAL

GL Finance Code	GL Transaction Amount	Description
GL 03 51 75300	25.54	FM MEAL
GL 03 36 63422	(800.00)	FRASER ENGINE
GL 03 41 63400	48.25	FRUIT GUYS #5612643
GL 03 41 63400	96.50	FRUIT GUYS #5612888
GL 03 41 63400	48.25	FRUIT GUYS #5613126
GL 03 41 63400	96.50	FRUIT GUYS #5613307
GL 03 41 75300	368.00	GM AIRFARE
GL 03 41 75300	139.00	GM AIRFARE
GL 03 41 75300	29.00	GM AIRFARE
GL 03 41 75300	29.00	GM AIRFARE
GL 03 41 75300	223.20	GM AIRFARE
GL 03 41 75300	302.34	GM HOTEL STAY
GL 03 41 75300	407.04	GM HOTEL STAY
GL 03 41 74100	1,225.42	GOTOCONNECT
GL 03 43 72500	92.92	GRAINGER #9657363124/PO# 12774
GL 01 34 72000	784.40	GRAINGER #9669366826/PO# 12918
GL 03 36 63421	2,257.83	GRAINGER #9669366826/PO# 12918
GL 03 43 72500	2,405.57	GRAINGER #9673701349/PO# 12924
GL 03 43 72500	264.76	GRAINGER #9675395629/PO# 12774
GL 03 43 72500	84.05	GRAINGER #9675395637/PO# 12924
GL 03 43 72500	120.64	GRAINGER #9677034358/PO# 12924
GL 03 43 72500	(92.92)	GRAINGER #9683499611/PO# 12774
GL 03 43 72500	(185.85)	GRAINGER #9683499629/PO# 12774
GL 03 43 72500	(264.76)	GRAINGER #9683499637/PO# 12774
GL 02 61 72000	2,483.30	GRAINGER #9686141608/PO# 12950
GL 03 43 72500	287.43	GRAINGER #9689774140/PO# 12774
GL 03 43 72500	82.29	GRAINGER #9691090337/PO# 12956
GL 01 34 72000	353.16	GRAINGER #9691090337/PO# 12956
GL 01 99 15260	57.97	GRAINGER #9691090337/PO# 12956
GL 03 43 72500	7.37	GRAINGER #9693985914
GL 03 44 72400	2,175.00	GRAMMARLY
GL 03 42 56513	44.22	I SEE ME!
GL 03 41 72000	181.95	MANAGER'S LUNCHESES
GL 03 41 72000	116.61	MANAGER'S LUNCHESES

GL Finance Code	GL Transaction Amount	Description
GL 03 36 75300	1,031.60	MECHANIC HOTEL STAY
GL 03 36 75300	305.06	MGR & EE MEAL - MORTONS
GL 03 44 72400	184.91	MICROSOFT
GL 03 41 70300	10,898.50	NOSSAMAN #546974
GL 03 42 70300	1,065.00	NOSSAMAN #546974
GL 03 42 70300	355.00	NOSSAMAN #546974
GL 03 42 70300	106.50	NOSSAMAN #546974
GL 03 41 70300	297.72	NOSSAMAN #546975
GL 60 99 70300 600037	65.00	NOSSAMAN #546975
GL 03 41 70300	5,760.00	NOSSAMAN #546976
GL 03 91 70300	1,620.00	NOSSAMAN #546976
GL 03 91 70300 700035	2,745.00	NOSSAMAN #546976
GL 60 99 70300 600037	1,710.00	NOSSAMAN #546976
GL 60 99 70300 600008	1,125.00	NOSSAMAN #546976
GL 03 41 70300 300024	10,367.50	NOSSAMAN #546977
GL 03 41 70300 300022	372.00	NOSSAMAN #546978
GL 53 99 70300 530001	842.50	NOSSAMAN #546979
GL 03 41 70300	270.00	NOSSAMAN #548147
GL 03 41 72900	101.11	OFFICE DEPOT #303126204001
GL 03 41 72900	49.55	OFFICE DEPOT #306280990001
GL 03 41 72900	75.08	OFFICE DEPOT #307813342001
GL 03 42 72000	53.07	OFFICE DEPOT #309935405001
GL 03 41 72900	358.73	OFFICE DEPOT #311472159001
GL 03 36 75300	1,116.00	OPS MGR HOTEL STAY
GL 03 44 72400	109.99	PARALLELS
GL 03 51 72700	142.35	PAYROLL CHECK - FORM CENTER
GL 03 51 72700	80.82	PAYROLL CHECK - FORM CENTER
GL 03 41 75300	17.65	PREPASS
GL 03 44 72400	10.00	RING
GL 03 43 72000	607.78	SAFETY DEPOT
GL 03 41 75300	110.84	STAFF LUNCH - BOARD MEETING
GL 01 34 72000	(710.37)	THE LOCK PEOPLE
GL 03 20 75300	115.00	VEHICLE PARKING FEE
GL 01 34 56512	450.00	WATERWISE PRO

GL Finance Code	GL Transaction Amount	Description
GL 03 36 72000	484.00	WHIP AROUND
GL 03 44 72000	1,266.86	WIDESPREAD ELECTRICAL
GL 01 35 72000	40.25	ZOHO
GL 03 44 72400	299.87	ZOOM
	72,450.86	American Express (May Statement)

Rainbow Municipal Water District
Property spreadsheet

APN	Description of Use	Acreage
1023000800	North Reservoir	4.8
1023001100	U-1 Pump Station	0.14
1023005000	Rainbow Creek Crossing near North Reservoir	0.89
1023005300	Connection 9	0.01
1024300900	Pump Station across PS1 (not in use)	0.12
1025702000	U-1 Tanks	1.08
1026305400	Pump Station #1	0.33
1026602000	Booster Pump Station #4	0.03
1027001600	Pump Station #3	0.67
1071702800	Connection 7	1.60
1071702900	Pala Mesa Tank	10.35
1080206900	Northside Reservoir	9.23
1082210600	Beck Reservoir	27.25
1082210900	Near Beck Reservoir	4.82
1082211000	Near Beck Reservoir	6.23
1082211800	Near Beck Reservoir - Excess Property (not in use)	4.68
1084210600	Rice Canyon Tank	1.00
1084410300	Canonita Tank	2.41
1091410700	Gomez Creek Tank	1.00
1092310900	Rainbow Heights Tank	0.35
1092330300	Rainbow Heights Tank	0.99
1092341000	Rainbow Heights Concrete Tank - used for SCADA	1.74
1093101800	Vallecitos Tank	0.55
1093822800	Magee Tank	1.03
1093912400	Magee Pump Station	0.3
1100721000	Huntley Road Pump Station	0.52
1102203700	Huntley Chlorination Station (not in use)	0.2
1212011000	Morro Tank	0.31
1212011100	Morro Tank	4.85
1212011200	Morro Reservoir	13.01
1213300900	Morro Reservoir	6.79
1250703200	Sumac Reservoir (Not in Use)	1.72
1250902600	Headquarters	7.38
1250903400	Headquarters	4.43
1250903500	Headquarters	3.40
1250903800	Headquarters	17.03
1251002100	Rancho Viejo Lift Station #5	0.05
1252311800	Hutton Tank	1.39
1252312600	Hutton Tank	0.89
1260803100	Via de los Cepillos Easement	0.47
1261708700	Lift Station #2	0.08
1261708900	Lift Station #2	0.12
1263004200	Lift Station #1	0.01
1270710500	Bonsall Reservoir (Not in Use)	6.19
1270710600	Connection 6	0.28
1271512300	Turner Tank	15.12
1721404300	Gopher Canyon Tank	1.84
	<i>Total</i>	167.68

Active Funding Requests

Grant or Loan applications that are in the process or being submitted, or awaiting selection announcement

Program Name & Agency	Status	Funding Requested	Important Dates	Purpose
<p>State and Local Cybersecurity Grant Program (SLCGP)</p> <p>CalOES</p>	<p>06/22/23 District staff attended workgroup session to determine training program deficiencies</p>	TBD	TBD	<p>To address issues identified in State's Cybersecurity Plan. Funds will be passed down from the state (grantee) to eligible agencies (sub-grantees). Per first committee meeting on 12/16/22, the amount of federal funds allocated for California is not substantial. The type of projects they are looking to fund will be one-off projects that help establish more of an organized approach and framework for addressing cybersecurity projects, as opposed to individual projects.</p>
<p>Sewer Overflow and Stormwater Reuse Municipal Grant</p> <p>EPA/State Water Board</p>	<p>10/26/2022 5-year CIP plan as part of the CWNS; Awaiting announcement of approved projects</p>	TBD	TBD	<p>EPA's Clean Watersheds Needs Survey (CWNS) is an assessment of capital investment needed nationwide for publicly-owned wastewater collection and treatment facilities to meet the water quality goals of the Clean Water Act. The survey responses will be used to set the projects/allocation formula for the Sewer Overflow and Stormwater Reuse Municipal Grants Program.</p>
<p>Wildfire Prevention Grant</p> <p>CalFire</p>	<p>04/24/2023 Application Updated per CalFire's request and re-submitted for consideration</p>	\$161,840	<p>Award Announcement: Summer or Fall 2023</p>	<p>CAL FIRE's WP Grants Program provides funding for wildfire prevention projects and activities in and near fire threatened communities that focus on increasing the protection of people, structures, and communities. Funded activities include Hazardous Fuels Reduction, Wildfire Prevention Planning, and Wildfire Prevention Education with an emphasis on improving public health and safety while reducing greenhouse gas emissions.</p>
<p>California Disaster Assistance Act - Winter Storm 2023</p> <p>FEMA/CalOES</p>	<p>02/09/23 & 03/29/23 Submitted invoices and costs to date</p>	TBD	TBD	<p>FEMA and Cal OES completed their Preliminary Damage Assessments and discovered over \$20 million in municipal damages caused by the recent winter storms throughout the San Diego County Operational Area. If added to the Presidential Major Disaster Declaration, 75% of eligible costs could receive reimbursement. In addition (if approved), the California Disaster Assistance Act would provide an additional 18.75% reimbursement for eligible costs leaving the jurisdiction with a 6.25% cost share.</p>

Active Funding Requests cont.

Grant or Loan applications that are in the process or being submitted, or awaiting selection announcement

Program Name & Agency	Status	Funding Requested	Important Dates	Purpose
Regional Conservation Partnership Program USDA Natural Resources Conservation Service	02/21/23 Partners to hold meeting within week	\$368,832	Project Start: 03/01/2023	Evaluation of irrigation system uniformity and efficiency through on-farm irrigation audits. Soil quality limitation improvements on 400 acres will be measured as soil organic matter and soil respiration rates and sequestered carbon.
Leadership Program JPIA ACWA	07/12/2023 Applicant accepted into program, awaiting grant award news	All costs covered for one participant		To pay for the entirety of travel to and participation in JPIA's Leadership Essentials for the Water Industry Program for one participant.
Local Community Grants Walmart	06/05/2023 Three Applications Submitted	\$15,000	Notification of award by 07/15/2023	1. \$5,000: To pay for Firewall Upgrades for IT 2. \$5,000: To pay for Network Attached Storage for IT to increase security footage storage capabilities 3. \$5,000: To fund a Flume installation program for residents
Regional Resilience Planning Grant Program CA Governor's Office of Planning and Research	07/19/2023 Attending office hours to review possible projects	TBD	Applications due August 29, 2023	The Regional Resilience Grant Program (RRGP) is a new grant program that funds projects led by partnerships that involve multiple jurisdictions working together to address the most significant climate change risks in their regions, especially in communities that are most vulnerable to climate change impacts. These impacts could include but are not limited to wildfires, rising sea levels, droughts, floods, increasing temperatures, and extreme heat events.

Awarded Funding Requests

Approved Grant or Loan applications that are awaiting award or post-award reporting

Program Name	Status	Funding Awarded	Important Dates	Purpose
MWD Conservation Funding San Diego Integrated Regional Water Management	07/17/23 Project approved by MWD. Awaiting Funding MOU from SDCWA to approve fund pass-through terms	\$15,000	Expend funds by March 2024	Proposed project will assist HOA for the Terrace at San Luis Rey to conduct a pilot turf replacement project in a 3500 square foot communal space on their property. This pilot project includes irrigation system retrofits and upgrades and the installation of drought efficient landscaping.
Wellness Grant JPIA ACWA	07/12/2023 Award Notification	\$2,000	Expend funds by June 24, 2024	Funds will be used to enhance the well-being of our employees through two key initiatives: providing flu shots and massage canes.
Community Grants Program EPA	07/14/2023 Award Notification	\$1,596,762	TBD	Funds will be put towards the Thoroughbred Lift Station and Sewer Improvements project, including the replacement and expansion of a critical lift station, two gravity mains, and one force main.

