MONTEREY PENINSULA WATER MANAGEMENT DISTRICT

AGENDA
Finance and Administration Committee

Monday, September 14, 2026, at 2:00 PM [PST]
MPWMD Conference Room | 5 Harris Court, Building G, Monterey, CA 93940

COMMITTEE MEMBERS		**Mission Statement**
George Riley – Chair *Karen Paull* *Kate Daniels* *Alternate:* *Rebecca Lindor*	*Staff:* *Nishil Bali, CFO/Administrative Services Manager* *Sara Reyes, Board Clerk*	Sustainably manage and augment the water resources of the Monterey Peninsula to meet the needs of its residents and businesses while protecting, restoring, and enhancing its natural and human environments. **Vision Statement** Model ethical, responsible, and responsive governance in pursuit of our mission. **Board's Goals and Objectives** Are available online at https://www.mpwmd.net/who-we-are/mission-vision-goals/

[This is an in-person meeting. Remote participation via Zoom may be offered, but it is optional and not required for the meeting to proceed. **Please note the meeting will proceed as normal even if there are technical difficulties accessing Zoom.** The District will do its best to resolve any technical issues as quickly as possible.]

To join by Zoom, please click the link below:
https://mpwmd-net.zoom.us/j/86094202167?pwd=flKQBWTDfrXj2KF9wHfrxT6nL1oSW3.1

Webinar ID: **860 9420 2167** | Password: **091426** | To Participate by Phone: **(669) 900-9128**

For detailed instructions on how to connect to the meeting, please click the link below:
https://www.mpwmd.net/instructions-for-connecting-to-the-zoom-meetings/

Copies of the agenda packet are available for review on the District website (www.mpwmd.net) and at 5 Harris Court, Bldg. G, Monterey, CA.

Under the Brown Act, public comment for matters on the agenda must relate to that agenda item and public comments for matters not on the agenda must relate to the subject matter jurisdiction of this legislative body. This is a warning that if a member of the public attending this meeting remotely or in-person violates the Brown Act by failing to comply with these requirements, then the Chair may request that speaker be muted. If a member of the public attending this meeting in-person engages in disruptive behavior that disturbs the orderly conduct of the meeting, they may be removed from the meeting after a warning.

Call to Order / Roll Call

Additions and Corrections to the Agenda

Comments from Public – *The public may comment on any item within the District's jurisdiction. Please limit your comments to three (3) minutes in length.*

Action Items – *Public comment will be received. Please limit your comments to three (3) minutes per item.*

1. Consider Adoption of August 10, 2026, Committee Meeting Minutes

2. Consider Adoption of Resolution No. 2026-10 – Amending Rebate Amounts table – Rule 141
3. Consider Approval of Cost Sharing Agreement for Recalibration and Updating Groundwater Models for the Seaside Groundwater Basin
4. Consider Adoption of Treasurer's Report for July 2026
5. Receive Government Accounting Standards Board (GASB) Statement No. 68 – Financial Reporting for Pensions
6. Receive Government Accounting Standard Board (GASB) Statement No. 75 – Financial Reporting for Post-Employment Benefits Other than Pensions

Informational Items - *Public comment will be received. Please limit your comments to three (3) minutes per item.*

7. Report on Activity/Progress on Contracts Over $25,000
8. Status Report on Expenditures – Public's Ownership of Monterey Water System

Discussion/Other Items - *Public comment will be received. Please limit your comments to three (3) minutes per item.*

9. Review Draft September 28, 2026 Regular Board Meeting Agenda

Suggest Items to be Placed on Future Agendas

Adjournment

Accessibility

In accordance with Section 202 of the Americans with Disabilities Act of 1990 (42 U.S.C. Sec. 12132), MPWMD will make a reasonable effort to provide written agenda materials in appropriate alternative formats, or disability-related modification or accommodation, including auxiliary aids or services, to enable individuals with disabilities to participate in public meetings. MPWMD will also make a reasonable effort to provide translation services upon request. Please send a description of the requested materials and preferred alternative format or auxiliary aid or service at least 48 hours prior to the scheduled meeting date/time. Requests should be forwarded to Sara Reyes by e-mail at sara@mpwmd.net or at (831) 658-5610.

Options for Providing Public Comment

Attend In-Person
The Finance and Administration Committee meeting will be held in the Main Conference Room at **5 Harris Court, Building G, Monterey, CA 93942** and has limited seating capacity.

Submission of Written Public Comment
Send written comments to District Office, 5 Harris Court, Building G, Monterey, CA or online at comments@mpwmd.net**.** Include the following subject line: "PUBLIC COMMENT ITEM #" (insert the agenda item number relevant to your comment). Written comments must be received by 12:00 PM the day of the meeting. All submitted comments will be provided to the Committee, compiled as part of the record, and placed on the District's website as part of the agenda packet for the meeting. Correspondence is not read during public comment portion of the meeting.

Instructions for Connecting to the Zoom Meeting can be found at https://www.mpwmd.net/instructions-for-connecting-to-the-zoom-meetings/

Refer to the Meeting Rules to review the complete Rules of Procedure for MPWMD Board and Committee Meetings: https://www.mpwmd.net/who-we-are/board-of-directors/meeting-rules-of-the-mpwmd/

FINANCE AND ADMINISTRATION COMMITTEE

ITEM: ACTION ITEM

1. CONSIDER ADOPTION OF AUGUST 10, 2026, COMMITTEE MEETING MINUTES

Meeting Date: **September 14, 2026**

From: **David J. Stoldt,**
General Manager

Prepared By: **Sara Reyes**

SUMMARY: Attached as **Exhibit 1-A** are the draft minutes of the Finance and Administration Committee meeting held on August 10, 2026.

RECOMMENDATION: Staff recommends that the Finance and Administration Committee review and adopt the minutes by motion.

EXHIBIT
1-A Draft Minutes of August 10, 2026, Finance and Administration Committee Meeting

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MONTEREY PENINSULA WATER MANAGEMENT DISTRICT

EXHIBIT 1-A

DRAFT MINUTES
Finance and Administration Committee
August 10, 2026, at 2:00 p.m.

Meeting Location: District Office, Main Conference Room
5 Harris Court, Building G., Monterey, CA 93940
(*Hybrid: Meeting Held In-Person and via Zoom – Teleconferencing means)*

Call to Order
Chair Riley called the meeting to order a 2:02 p.m.

Committee Members Present	**Committee Members Absent**
George Riley, Chair Karen Paull *(Arrived at 2:04 p.m.)* Rebecca Lindor	None
District Staff Members Present	**District Counsel Present**
Mike McCullough, Assistant General Manager Nishil Bali, Chief Finance Officer/Administration Service Manager Mollie, Wooden, Water Demand Manager Simona Mossbacher, HR Coordinator/Contract Specialist Sara Reyes, Executive Assistant/Board Clerk Sandra Alonso, Office Specialist 1	Michael Laredo, De Lay & Laredo

Additions / Corrections to Agenda
None

Comments from the Public
None

Action Items
Chair Riley introduced the item.

1. **Consider Adoption of June 8, 2026, Committee Meeting Minutes**
   On a motion by Riley, seconded by Lindor, the minutes of the June 8, 2026, committee meeting were approved 2-0 (Riley and Lindor), Director Paull was not present for the vote.

2. **Recommend an Internship Program and Approve Accompanying Resolution No. 2026-09 Providing Worker's Compensation**
   On a motion by Paull, seconded by Lindor, the Finance and Administration Committee recommended that the Board approve the establishment of the District Internship program, and the creation of one Paid Conservation Assistant position and the creation of one Unpaid College internship position titled

Conservation Intern, to be offered in partnership with CSUMB for academic credit. Additionally, approve a resolution declaring unpaid interns and other designated volunteers to be employees of the District solely for the purpose of workers' compensation coverage. The motion passed unanimously, 3-0.

3. **Consider recommendation to Approve Contract Amendments for Rutan & Tucker and Shute, Mihaly & Weinberger**
   On a motion by Riley, seconded by Paull, the Finance and Administration Committee recommended that the Board authorize the General Manager to execute a contract amendment with Rutan & Tucker for continued legal representation in the eminent domain and related proceedings; and execute a contract amendment with Shute, Mihaly & Weinberger for continued legal services related to the LAFCO appeal and associated litigation. The motion passed unanimously 3-0.

4. **Consider Update to District Financial Policy and Repeal of Certain Rules Through Subsequent Ordinance**
   On a motion by Riley, seconded by Paull, the Finance and Administration Committee recommended that the Board adopt the amended Debt Management Policy and direct staff to prepare a subsequent ordinance repealing District Rules 18, 19, and 19.5. The motion passed unanimously, 3-0.

5. **Consider Approval of Contribution to National Water Research Institute for Funding Phase 3 of the CalVal Initiative**
   On a motion by Paull, seconded by Lindor, the Finance and Administration Committee recommended that the Board approve a $10,000 contribution for unrestricted Phase 3 work of the CalVal initiative. The motion passed unanimously, 3-0.

   Director Paull recommended integrating a comprehensive report for all Board members that identifies the dates associated with each phase, describes the scope of work performed, and summarizes the resulting outcomes.

6. **Consider Approving a Scope of Work from the Ferguson Group for Federal Grant Applications Services**
   On a motion by Paull, seconded by Riley, the Finance and Administration Committee recommended that the Board approve the scope of services for Federal Grant application services authorize the District to enter into a contract with The Ferguson Group. The motion passed unanimously, 3-0.

   Director Riley recommended revising the terminology used to describe "leakage" to improve clarity regarding the flow divide from the Basin toward the northern boundary and the impacts of current pumping on water levels.

7. **Consider Adoption of Treasurer's Report for June 2026**
   On a motion by Riley, seconded by Lindor, the Finance and Administration Committee recommended that the Board adopt the June 2026 Treasurer's Report and Statement of Revenues and Expenditures, and ratify the disbursements made during the month. The motion passed unanimously, 3-0.

8. **Consider Approval of Fourth Quarter Fiscal Year 2025-2026 Investment Report**

On a motion by Paull, seconded by Riley, the Finance and Administration Committee recommended that the Board approve the Fourth Quarter Fiscal Year 2025-2026 Investment Report. The motion passed unanimously, 3-0.

Informational Items
Chair Riley introduced the item.

9. Report on Activity/Progress on Contracts Over $25,000
This item was presented as information to the committee. No action was required or taken by the committee.

10. Status Report on Spending Expenditures – Public's Ownership of Monterey Water System
This item was presented as information to the committee. No action was required or taken by the committee.

Discussion Items
Chair Riley introduced the item.

11. Review Draft August 17, 2026, Regular Board Meeting Agenda
Mike McCullough, Assistant General Manager, reviewed the draft agenda. The committee had no changes.

Adjournment
There being no further business, Chair Riley adjourned the meeting at 3:16 p.m.

/s/ Sara Reyes
____
Sara Reyes, Committee Clerk to the
MPWMD Finance and Administration Committee

Reviewed and Approved by the MPWMD Finance and Administration Committee _______________.
Received by the MPWMD Board of Directors on ______________.
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FINANCE AND ADMINISTRATION COMMITTEE

ITEM: ACTION ITEM

2. CONSIDER ADOPTION OF RESOLUTION NO. 2026-10 – AMENDING REBATE AMOUNTS TABLE – RULE 141

Meeting Date:	**September 14, 2026**	**Budgeted:**	**N/A**
From:	**David J. Stoldt, General Manager**	**Program/ Line Item No.:**	**N/A**
Prepared By:	**Mollie Wooden**	**Cost Estimate:**	**N/A**

General Counsel Review: Yes
Committee Recommendation: The Finance and Administration Committee reviewed this item on September 14, 2026, and recommended ____________.
CEQA Compliance: This action does not constitute a project as defined by the California Environmental Quality Act Guidelines Section 15378.

SUMMARY: Resolution No. 2026-10 (**Exhibit 2-A)** amends Rule 141, the Rebate Amounts Table, to reflect an additional rebate amount for multi-family dwelling owners to receive a rebate for upgrading to high efficiency washing machines despite the upgrade being due to a mandated retrofit in Rule 142-F. This rebate will be limited to two high efficiency clothes washer rebates per Site. The rebate will be reimbursed by California American Water. The amendments (**Exhibit 2-B**) are shown with ***bold italic text*** for additions and ~~strikethrough~~ for deletions. Resolution No. 2026-10 must be adopted to implement these changes to Rule 141.

The amendments to the Rebate Amounts Table and Section C include:

1. Line Item addition for Commercial Common Laundry Room Multi-Family Dwelling High Efficiency Clothes Washer for $750 for purchases after 1/1/2026 to capture the majority of inspections.

2. Deletion of the second sentence in footnote 2 “Required for all Non-Residential Users and Common Laundry Rooms at Multi-Family Sites with four or more units.”

RECOMMENDATION: The Finance and Administration Committee should recommend that the Board adopt Resolution No. 2026-10, Amending Rule 141, Rebate Amounts Table and footnote 2.

BACKGROUND: The Rebate Amounts Table can be updated by Board Resolution. The Rebate Amounts Table was last updated on April 20, 2026, by adoption of Ordinance No. 201.

EXHIBITS
2-A Draft Resolution No. 2026-10
2-B Attachment 1: Rebate Amounts Table

MONTEREY PENINSULA WATER MANAGEMENT DISTRICT

EXHIBIT 2-A

DRAFT
RESOLUTION NO. 2026-10

A RESOLUTION OF THE BOARD OF DIRECTORS OF THE MONTEREY PENINSULA WATER MANAGEMENT DISTRICT AMENDING RULE 141, REBATE AMOUNTS TABLE

WHEREAS: Regulation XIV sets forth the water conservation rebates for qualifying devices, including but not limited to, rebate amounts, eligibility, conditions of approval, application and process. These rebates bear a positive correlation to the cost of providing each service or activity by District staff and/or its agents as they are fully reimbursed by California American Water; and

WHEREAS: The Rebate Amounts Table referenced in Rule 141 shall be amended from time to time by a Resolution duly adopted by the MPWMD Board of Directors to reflect changes in conservation device upgrades and public need.

WHEREAS: This Resolution is necessary to delete footnote 2 referenced in Rule 141 as High Efficiency Clothes Washers in Common Laundry Rooms qualify for a rebate.

THEREFORE, BE IT RESOLVED THAT, the Board of Directors of the Monterey Peninsula Water Management District hereby adopts Rule 141, Rebate Amounts Table as amended by Resolution No. 2026-10 as set forth in Attachment 1 (additions shown in ***bold italics,*** deletions are strikethrough) and that this change shall be effective October 1, 2026.

PASSED AND ADOPTED this ____ day of ___ 2026 on a motion by Director ___________, seconded by Director __________, by the following vote:

AYES:
NAYES:
ABSENT:

I, David J. Stoldt, Secretary to the Board of Directors of the Monterey Peninsula Water Management District, hereby certify that the foregoing is a resolution was duly adopted on the __th day of ___ 2026.

Dated:

____
David J. Stoldt,
Secretary to the Board

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EXHIBIT 2-B

RULE 141 - WATER CONSERVATION REBATES

A. QUALIFYING DEVICES

Rebates are available for purchase of the following Qualifying Devices within the boundaries of the Monterey Peninsula Water Management District. Qualifying Devices and the associated Rebate amount are shown in Table XIV-1.

B. REBATE AMOUNTS

Rebates shall be issued by the District on a first-come, first-served basis as long as funds remain available. Rebate amounts shall be listed in Table XIV-1 which may be modified from time to time by resolution of the Board. At no time shall a Rebate exceed the purchase price of the Qualifying Device.

Table XIV-1
Rebate Amounts
Updated *October 1, 2026*

Qualifying Device	Maximum Rebate
Ultra High Efficiency Toilet	$75
Toilet Flapper	$15
Pint Urinal (in a Residential use only)	$75
High Efficiency Dishwasher (Residential)	$125
High Efficiency Clothes Washer (Residential)	$500
Instant-Access Hot Water System (per Qualifying Property)	$200
On-demand hot water pump or point of source water heater (maximum of two per Qualifying Property)	$100
Smart Flowmeter (one per User on a Site)	$200
Smart Flowmeter with System Shut-Off (one per User on a Site)	$500
Graywater Irrigation System supplied by one Clothes Washer	$100
Graywater Irrigation System supplied by one or more Bathrooms that have a Bathtub/Shower connected to a Graywater Irrigation System. Residential limit: 4.	$100 per Bathroom
Non-Residential Graywater system	Case-by-case basis
Weather Based or Smart Irrigation Controller	$100 for up to four stations. An additional $10 shall be available per station up to twenty (20) stations
Soil Moisture Sensor(s) on a conventional automatic Irrigation System (gypsum block Soil Moisture Sensors shall not qualify for Rebate)	$25
Cistern water tanks installed on Sites supplied with water from the Monterey Peninsula Water Resource System (per Qualifying Property)	$50 per 100 gallons for the first 500 gallons and $25 per 100 gallons of water storage capacity to a maximum storage capacity of 25,000 gallons
Lawn removal and replacement with low water use plants or permeable surfaces[1] (Prequalification required - See MPWMD Rule 141-F)	$1.00 per square-foot to a maximum of 2,500 square-feet
Rotating Sprinkler Nozzle (minimum purchase and installation of ten)	$4 each
Water Broom	$150

[1] Lawn removal Rebate at a Public facility may exceed the square-footage limitation subject to Board approval.

Commercial High Efficiency Clothes Washer[2]	$1,000
Commercial Common Laundry room High Efficiency Clothes Washer (purchased after 1/1/2026)	***$750***
Commercial Ozone Laundry System	$1,000
Cooling Tower Conductivity Controller	$1,000
Cooling Tower Conductivity/pH Controller	$2,500
High Efficiency Connectionless Food Steamer (per compartment)	$1,500
Commercial Waterless Wok Stove	$5,000
Water Efficient Commercial Steam or Combi Oven	$2,500
High Efficiency Commercial Dishwasher	
Under counter model	$1,000
Single tank door type model	$1,500
Single tank conveyor	$2,000
Multi-tank conveyor	$2,500
Water Pressure Regulator Valve Replacement	$250
Medical equipment steam sterilizer retrofit with a water tempering device	$1,500
Dry Vacuum Pump (per 0.05 HP to a limit of 4 HP)	$200
Removal of whirlpool (or jetted water system) Bathtub in Visitor-Serving Facility	$250
Multi-Family Dwelling Meter Split	$100/dwelling unit
Smart Toilet Leak Detectors installed in Visitor Serving Facilities and Master Metered Multi-Family Housing	25 percent of the cost of 20 or more smart toilet leak detector units to a maximum of $15,000

[2] Available only to Residential Sites with up to three Dwelling Units. ~~Required for all Non-Residential Users and Common Laundry Rooms at Multi-Family Sites with four or more units.~~

Table added by Ordinance No. 163 (3/16/2015) and revised by Resolution 2015-04 (4/20/2015); Resolution 2015-25 (12/14/2015); Ordinance No. 176 (1/25/2017; Ordinance No. 177 (9/18/2017); Resolution 2021-09 (June 21, 2021); Resolution 2021-16 (12/13/2021); Resolution No. 2023-03 (2/13/2023); amended by Ordinance No. 201 (4/20/2026); Resolution No. 2026-10 (9/28/2026)

C. REBATE ELIGIBILITY

1. Rebates shall be issued for Qualifying Devices installed on Sites located within the District that are served by Water Distribution Systems regulated by the District. The Site shall be in compliance with District Rules prior to issuance of a Rebate.

2. No Rebate shall be issued for installation of Qualifying Devices that are required to be installed and maintained by Regulation II (Permits) or Regulation XIV (Water Conservation) of the District. No Rebate shall be issued for installation of Qualifying Devices that were required to obtain a Water Permit. Rebates shall be available until the date the retrofit becomes mandatory, such as the date a Change of Ownership or Change of Use occurs or a Water Permit is issued. Rebates shall not be available for Qualifying Devices that have been required to be installed and maintained by local, State, or Federal water conservation programs, including state requirements for the sale and installation of High Efficiency Toilets.

3. Rebates shall be available only for the initial purchase of a Qualifying Device. Rebates shall not be issued for replacement of an existing Qualifying Device except for High Efficiency Clothes Washers that have been removed from the Qualifying Property by a previous owner/tenant or that are being replaced after eight or more years and High Efficiency Dishwashers and Ultra High Efficiency Toilets replaced after ten years. Applicants submitting an application for a High Efficiency Clothes Washer Rebate on a Site that has previously qualified for a High Efficiency Clothes Washer Rebate may be required to provide information to substantiate a subsequent Rebate.

4. Ultra High Efficiency Toilets shall meet or exceed the EPA WaterSense labeling criteria and shall bear the WaterSense Label and be listed on the WaterSense website.

5. Rebates shall be available for a maximum of twenty (20) toilets at one Site .

6. Outdoor Water Use Rebates

    a. Rebates for Cisterns shall be limited to 25,000 gallons of rainwater storage capacity on a Qualifying Property. All Cistern Rebate Sites shall have sufficient roof area to fill the capacity of the Cistern(s) after first flush during a “normal” Water Year and may require verification of usable roof area by Site inspection.

    b. Rebates for Lawn removal shall be available only to Qualifying Properties irrigated with water from the Monterey Peninsula Water Resource System.

    c. To be eligible for any Rebate for Lawn Removal, Lawns must be green, regularly maintained at a low even height, irrigated regularly, and be well cared for at the time of application for a Rebate. Dead Lawns or Lawns that have been removed prior to issuance of a Lawn Rebate prequalification statement from the District shall not be eligible for a Rebate.

d. A minimum of 250 square-feet of Lawn shall be removed to qualify for a Rebate.

e. Eligibility for any Lawn Removal Rebate shall be determined upon receipt of a complete application as described in Rule 141-E. The District will notify the Applicant by written prequalification documentation that the proposed Lawn removal and replacement proposal has been "prequalified."

7. Non-Residential Rebates

a. Rebates for Dry Vacuum Pumps shall be available only when the Qualifying Device is replacing a water (liquid) ring pump.

b. Rebates for retrofitting medical steam sterilizers with water tempering devices are limited to those sterilizers that use a continuous water flow to cool the steam discharge.

D. <u>CONDITIONS OF APPROVAL</u>

1. Applications for all Rebates with the exception of Lawn removal Rebates, shall be submitted within 120 days of purchase of Qualifying Devices.

2. Applicant shall install the fixture and/or appliance at the property listed on the application form.

3. Applicant shall certify under the penalty of perjury that the information on the application is true and complete.

4. Rebates shall only be granted for Qualifying Devices that meet the definitions as provided in Rule 11.

5. Applicant agrees that the District may conduct an inspection of the Rebate Site to verify installation of Qualifying Devices.

6. Rebates for Weather Based Irrigation Controllers

a. Rebates shall only be granted for Weather Based Irrigation Controllers that meet minimum quality and dependability requirements as determined by product testing conducted by the Irrigation Association.

b. Irrigation System shall be a fully operational, and shall be efficiently designed, or modified if necessary, to include proper Distribution Uniformity, matched spray heads or emitters with similar precipitation rates, efficient Hydrozoning, and proper spacing.

c. Site shall include at least 1,500 square-feet of automatically irrigated Landscaping.

7. Rebates for Lawn removal and replacement with low water use plants or permeable surfaces.

   a. Lawn removal and replacement at a Qualifying Property shall be subject to annual visual verification by the District.

   b. Determinations of eligibility for Lawn removal and replacement Rebates shall be at the discretion of the General Manager.

   c. Applications for Lawn removal Rebates shall require prequalification. The prequalification process is explained in Rule 141-F-2, Process.

   d. Lawn must be replaced with low water use plants or permeable surfaces (e.g., mulch, decomposed granite, Synthetic Turf, permeable pavers). Concrete and grouted pavers do not qualify.

   e. If converted area is irrigated, a Drip Irrigation System must be installed and maintained. Overhead irrigation shall not be installed.

   f. Planted areas must be mulched to a minimum depth of three inches from the plant to the drip line of the plant.

   g. Lawn shall not be relocated to another area on the Site. The total Lawn area shall be listed on the deed restriction that restricts the changed Landscaped Area for fifteen (15) years.

   h. Recipients of Rebates for Lawn removal shall agree to have a deed restriction recorded on the title of the property allowing public access to water use records prior to issuance of a Rebate. The application shall not be deemed complete until the deed restriction document has been notarized and returned to the District and has been successfully recorded. Rejected notarizations shall void the date of completion until the document has been recorded.

   i. Lawn removal Rebates shall require recordation of a deed restriction on the title of the property prior to release of Rebate funds that specifies that the property is restricted to the changed Landscaped Area for a period of fifteen (15) years. The deed restriction shall be rescinded upon repayment to the District of the full Rebate amount and any processing fee required pursuant to Regulation VI, Fees. The application shall not be deemed complete until the deed restriction document has been notarized and returned to the District and has been successfully recorded.

8. Graywater Irrigation System Rebates shall be granted when the following conditions have been met:

a. Applicant shall comply with the Monterey County Environmental Health Bureau Graywater Irrigation Systems Permitting Process and Design Criteria.

b. Any necessary building/plumbing permits have been completed and copies provided with the Rebate application.

c. MPWMD staff may verify Graywater Irrigation Systems by Site inspection or other means.

9. Multi-Family Dwelling Meter Split Rebates shall only be approved and processed after verification that a Water Meter has been installed by the Water Distribution System Operator.

10. Rebates for Smart Flowmeters. Qualifying Devices shall meet the following requirements:

a. Eligible Smart Flowmeters shall measure total water usage at least hourly and report water usage on a web portal or smartphone application.

b. Limit of one Smart Flowmeter Rebate per User on a Parcel.

c. An Applicant for a Smart Flowmeter shall obtain authorization from the Water Distribution System Operator when a flowmeter is attached to the Water Meter.

d. The Smart Flowmeter shall be designed for at least two years of continuous operation.

e. Property owner shall agree to keep the flowmeter installed and operational for a minimum of two years.

f. Applicant shall submit a photograph of the installed Smart Flowmeter with the Rebate application.

E. APPLICATION

1. A completed application for Rebate shall include the name and address of the Applicant, property owner's name, telephone numbers, address of property where the fixture and/or Qualifying Device is being installed, Assessor's Parcel Number, water company account number, date of retrofit, brand and model of Qualifying Device installed, name of installer and receipt for the purchase of the appliance. The application shall also request information about how the Applicant learned of the Rebate program.

2. Lawn removal Rebate applications shall follow the process shown in Rule 141-F-2.

3. Applications for Rebate shall include either the original or a full copy of the receipt for purchase.

4. Written authorization of the current property owner or property manager shall be required for Applicants who are not the owners of the property for which a Rebate is requested. The authorization must indicate consent to the Applicant receiving a Rebate for installation of the Qualifying Devices. Applications submitted without approval will be denied.

F. <u>PROCESS</u>

1. Upon receipt of an application, the District shall verify completion and accuracy of information and shall verify the purchase of the Qualifying Device(s) by reviewing the purchase receipt(s).

2. Lawn removal Rebate application process.

   a. Prequalification: Applicants must complete and submit a Lawn Rebate application form that includes the following documents:

      (1) Water records (either copies of bills or a printout from the Water Distribution System) for the two most recent years;

      (2) A drawn Site plan showing a detailed description (including measured areas) of the Lawn replacement project, including square-footage of Lawn to be removed, names and numbers of plants or other surfaces to be installed, and the irrigation plan.

      (3) Two to three current photographs of the Lawn to be removed. A minimum of 250 square-feet of Lawn shall be removed to qualify for Rebate.

   b. The Lawn Rebate Application shall be reviewed for completeness. The Applicant may be contacted to arrange a Site inspection to verify the Lawn.

   c. When a determination has been made that removal of Lawn will result in permanent and quantifiable water savings, and when present funding is available in an amount sufficient to fund a Rebate for the Lawn removal, the District shall issue a Lawn Rebate prequalification letter. The Applicant shall have 120 days from the date of the prequalification letter to complete the project and submit receipts, arrange for a final inspection by the District, and successfully record deed restrictions. Applications not completed within 120 days of the date of the prequalification letter shall be denied.

   d. Rebates shall be subject to availability of funding.

3. The District shall search its records and shall verify compliance with previous retrofit requirements. If no violation is found, a Rebate shall be processed if funds are available in the Rebate Account.

4. Information contained on the application shall be added to the District's records for future use in assessing water savings achieved through the Rebate Program.

5. When funds are available in the Rebate Account, a Rebate check shall be processed and mailed to the Applicant.

Added by Ordinance No. 129 (8/20/2007); amended by Ordinance No. 139 (5/21/2009); Ordinance No. 140 (11/16/2009); Ordinance No. 144 ((8/16/2010); Ordinance No. 148 (4/18/2011); Ordinance No. 149 (9/19/2011); Ordinance No. 153 (6/19/2012); Ordinance No. 156 (11/18/2013); Ordinance No. 159 (4/21/2014); Ordinance No. 163 (3/16/2015); Ordinance No. 176 (1/25/2017); Ordinance No. 177 (9/18/2017); Ordinance No. 179 (8/20/2018); Ordinance No. 182 (5/20/2019); Ordinance No. 189 (12/31/2021); Ordinance No. 201 (4/20/2026)

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FINANCE AND ADMINISTRATION COMMITTEE

ITEM: ACTION ITEM

3. CONSIDER APPROVAL OF COST SHARING AGREEMENT FOR RECALIBRATION AND UPDATING GROUNDWATER MODELS FOR THE SEASIDE GROUNDWATER BASIN

Meeting Date:	**September 14, 2026**	**Budgeted:**	**Yes**
From:	**Mike McCullough, Assistant General Manager**	**Program/ Line Item No.:**	**Water Supply Projects 1-2-1**
Prepared By:	**Mike McCullough**	**Cost Estimate:**	**$31,250**

General Counsel Review: N/A
Committee Recommendation: The Water Supply Planning Committee reviewed this item on September 8, 2026, and recommended approval. The Finance and Administration Committee reviewed this item on September 14, 2026, and recommended _____________.
CEQA Compliance: This action does not constitute a project as defined by the California Environmental Quality Act Guidelines Section 15378.

SUMMARY: There is a pending effort to model the Seaside Groundwater Basin for which District funding will be required: Recalibration and Updating of the Basin Model, summarized below.

Recalibration and Updating of the Basin Model: The Seaside Basin Watermaster is considering recalibrating and updating its Seaside Groundwater Basin Model in 2026. The Model was developed for the Watermastcr by its consultant, Montgomery and Associates, and was provided to Pure Water Monterey for use in performing modeling studies for the Pure Water Monterey groundwater replenishment project. The Watermaster has asked that the District and Monterey One Water participate in cost-sharing. Such a modeling effort is expected to cost $125,000 and should be cost-shared by the District and Monterey One Water. The cost sharing proposed by the Watermaster would have the Watermaster pay 50% of the costs ($62,500), and the District and M1W cover the other 50% of the costs directly ($62,500). The cost will be split equally between M1W and the District ($31,250).

Adequate funds for both studies have been identified in the adopted Fiscal Year 2026-27 budget.

RECOMMENDATION: The Finance and Administration Committee should recommend that the Board approve a not-to-exceed amount of $31,250 for the District's share in recalibrating and updating the basin model from the FY 2026-27 budget.

EXHIBIT
3-A Draft MOA between the Seaside Watermaster and the District and M1W

EXHIBIT 3-A

MEMORANDUM OF AGREEMENT

BETWEEN THE SEASIDE BASIN WATERMASTER
THE MONTEREY PENINSULA WATER MANAGEMENT DISTRICT
AND
MONTEREY ONE WATER

TO SHARE IN THE COSTS OF UPDATING THE SEASIDE BASIN GROUNDWATER MODEL

THIS AGREEMENT is made and entered into this ____________________ day of __________________, 2026, by and between the SEASIDE BASIN WATERMASTER, hereinafter referred to as the "WATERMASTER", and the MONTEREY PENINSULA WATER MANAGEMENT DISTRICT, hereinafter referred to as the "DISTRICT", and MONTEREY ONE WATER, hereinafter referred to as "M1W," as follows.

In this Agreement the terms "Party" and "Parties" refer to the WATERMASTER, the DISTRICT, and/or M1W, either individually or collectively.

RECITALS:

A. Under Case No. M66343, California Superior Court, Monterey County, on March 27, 2006 by entry of Judgment ("Judgment") the WATERMASTER was created. The purpose of the WATERMASTER is to assist the Court in the administration and enforcement of the provisions of the Judgment.

B. As part of carrying out its duties and responsibilities under the Judgement, the WATERMASTER had a hydrogeologic model ("Model") of the Seaside Groundwater Basin ("Seaside Basin") prepared by its consultant, HydroMetrics WRI. Preparation of the Model was completed by HydroMetrics in November 2009.

C. Periodic recalibration and updating of the Model is necessary to ensure the Model simulates groundwater levels within an acceptable industry standard accuracy. The Model was last updated in 2014, and was recalibrated 2018. However, since that work was done considerable new hydrogeologic information and groundwater data have been acquired that warrants further updating the Model.

D. M1W and the DISTRICT have together developed projects referred to as the Pure Water Monterey Project (PWM) and the Pure Water Monterey Expansion Project (PWMX) that store purified recycled water in the Seaside Basin for subsequent recovery and reuse.

E. Because these Pure Water Monterey projects will need to use the Model for further studies and reporting purposes, the Parties wish to enter into this Agreement to share in the cost of recalibrating and updating the Model.

Terms and Conditions

In consideration of the mutual promises contained herein, the WATERMASTER, the DISTRICT, and M1W hereby agree to the following terms and conditions:

A. Work to be performed. The WATERMASTER will have its consultant, Montgomery and Associates, recalibrate and update the Model. The Scope of Work and the estimated costs to update and recalibrate the Model are described in Attachment 1 to this Agreement. The staff of each of the Parties to this Agreement will be invited to attend any key milestone meetings and conference calls that are held between the WATERMASTER and its consultant as the work is being performed, in order to enable each of the Parties to stay abreast of the work, raise pertinent questions in a timely manner, and provide input as appropriate.

The Parties hereto understand, as discussed in Attachment 1, that it is difficult for Montgomery & Associates to accurately estimate the costs to perform the work to update and recalibrate the Model, and that the costs listed in Attachment 2 are Montgomery & Associates' best estimates. In the event it is determined, during the course of the work, that the cost to complete the work will be greater than the total cost listed in Attachment 2, the Parties agree to meet and confer to reach agreement on a revised cost that will be shared as described in paragraph B, so that the work can be completed. Agreement on said revised cost shall not be binding on any Party unless and until that Party formalizes its agreement to the revised cost in writing to each of the other Parties.

B. Costs to be shared. The costs to be shared are listed in Attachment 2. These costs will be shared in the following percentages:

Watermaster share = 50% ($62,500)
District and M1W combined share = 50% ($62,500).

(In the event a revised cost is agreed to, as described in paragraph A, these dollar figures will change, but the percentage contributions will remain the same).

C. Documents to be provided. After completion of the work described in Attachment 1, the WATERMASTER will provide the DISTRICT and M1W each with one copy of the Technical Report documenting the model update and calibration results.

D. Payment of costs and reimbursement to the WATERMASTER. The WATERMASTER will make progress payments to Montgomery & Associates as it satisfactorily performs the work described in Attachment 1. After the satisfactory completion of the work, the WATERMASTER will provide to the DISTRICT and to M1W, copies of the payments it made to Montgomery & Associates. Within 30 days of receiving those documents, the DISTRICT and M1W will reimburse the WATERMASTER for 50% of those costs.

E. Term of Agreement. The term of this Agreement shall commence on the date of its execution, and shall continue in effect until the WATERMASTER has been reimbursed as described in paragraph D.

F. Hold Harmless. Under this Agreement the DISTRICT and M1W do hereby agree to indemnify, defend, and hold the WATERMASTER and its Board members, officers, employees, agents, and representatives harmless from and against any and all liability, claims, suits, actions, damages, and causes of action of any kind arising out of the DISTRICT'S and/or M1W's use of the Model in operating and maintaining the PWM and PWMX Projects.

G. Venue. In the event that suit shall be brought by any Party to this Agreement, the Parties agree that venue shall be exclusively vested in the state courts of the County of Monterey, or, if brought in federal court, in the United States District Court handling matters arising in Monterey County. Further, the prevailing Party shall be entitled to reasonable attorney fees and costs.

H. Notices. Written notice shall be deemed to have been duly served if delivered in person or by mail to the individuals and at the addresses listed below:

A. WATERMASTER:	Technical Program Manager Seaside Basin Watermaster P.O. Box 1271 Seaside, CA 93955
B. DISTRICT:	General Manager Monterey Peninsula Water Management District 5 Harris Court, Building G Monterey, CA 93940
B. M1W:	Executive Officer Monterey One Water 5 Harris Court, Building D Monterey, CA 93940

IN WITNESS WHEREOF, the Parties hereto have executed this Agreement as of the dates shown below.

WATERMASTER

Date: ______________________________ By: ________________________________
Mary Ann Carbone,
Chair, Board of Directors

DISTRICT

Date: ______________________________ By: ________________________________
David Stoldt, General Manager

M1W

Date: ______________________________ By: ________________________________
Paul Sciuto, Executive Officer

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ATTACHMENT 1

SCOPE OF WORK

(Excerpted from Montgomery & Associates Request for Service No. 2026-03, approved by Watermaster's Board of Directors at its July 1, 2026 meeting)

The scope consists of providing professional consulting services to WATERMASTER for updating the WATERMASTER'S Groundwater Model, as described in more detail below in the "Proposed Scope of Work."

PROPOSED SCOPE OF WORK

Phase 1 - Historical Model Extension

Extend Historical Model

The first step is to extend the Model input data sets through WY 2025 and assess whether additional updates or recalibration are needed to maintain model estimation accuracy. Select inputs will also be revised to improve consistency with the regional SWIM and SVIHM models and facilitate future updates of all the models:

- Update historical pumping and injection inputs to extend the simulation period from 1987–2017 through WY 2025
- Update soil-moisture balance inputs used to estimate monthly deep groundwater recharge
- Review and update production well and calibration-target screen layer and aquifer assignments to reflect current understanding, well log data, and updated SWIM/SVIHM aquifer designations that M&A identified as part of the recent regional model update support work
- Update northern boundary constant-head values using simulated heads from the latest SWIM version 4 runs to better represent MCWD pumping and 180-400 Foot Aquifer conditions.
- Update groundwater elevation calibration target data sets for the extended 2018-2025 period and to include new monitoring wells, such as the monitoring wells installed in support of the Pure Water Monterey Project, the FO-9 Shallow replacement well, and other new monitoring wells in the Monterey Subbasin that fall within the Model domain that are not currently included as calibration targets. The screen intervals and aquifer layer assignments will be adjusted for certain wells to align with improved understanding of the aquifer designations that came out of a more detailed review Dr. Benito conducted during collaboration with the SVBGSA.

Model Calibration Assessment

Once model inputs are updated, the Model will be run to assess the accuracy of the calibration by comparing simulated and observed groundwater levels across the Seaside Subbasin and key monitoring wells in the Monterey Subbasin. The assessment will compare hydrographs of observed and simulated groundwater levels to evaluate how well the Model captures recent operational changes, including triennial pumping reductions, the shift from Seaside golf-course irrigation pumping to recycled water, the cessation of Cal-Am Laguna Seca Subarea pumping, and the effects of the Pure Water Monterey (PWM) project. Other standard statistical measures of model performance will also be used to compare the updated Model with the previous calibrated version.

Phase 2 - Model Recalibration & Structural Improvements

Recalibration Approach

Periodic model recalibration is needed to maintain acceptable accuracy in simulated groundwater levels. If simulated levels are inaccurate, other model outputs, including groundwater flow directions, storage, and water budget estimates, will also be less reliable. Rather than overhauling the Model all at once, an iterative update process will be used that makes only the changes needed. For example, if the extended historical model with the current layering and aquifer parameters continues to match observed groundwater levels in key areas, additional changes in those areas may not be necessary or cost-effective at this time.

If the Model does not adequately match observed groundwater levels in some areas, updates may be needed to aquifer parameters or layer discretization. For example, if observed groundwater levels near the PWM project are not well matched, model layer 5 (Santa Margarita) may need to be subdivided into upper and lower units and local parameter calibration may need to be revised.

If substantial recalibration is required, it is recommended to first update the numerical modeling framework to one of the more recent versions of MODFLOW that can streamline the model update and improve the recalibration process and model performance.

Upgrade MODFLOW Framework

The Model was developed using MODFLOW-2005, which represented the standard platform at the time of model construction in 2009. If substantial recalibration is required, upgrading the Model to a current MODFLOW platform is recommended, preferably MODFLOW 6 or MODFLOW-USG, to take advantage of enhanced functionality, including unstructured grids that support targeted local refinement in critical areas without requiring refinement of the full model domain.

There are other technical upgrades that can also be made that would improve how production wells screened across multiple model layers and/or aquifers are simulated. The current version of the Model uses the MODFLOW WELL package, which is limited in its ability to dynamically adjust the amount of the total assigned well pumping that should be allocated to each of the screen intervals in different model layers. This can be problematic, for example, in Shallow Aquifer wells when the groundwater table falls below the bottom of the uppermost model layer across which a multi-layer well is screened in. The portion of the total reported pumping rate that was originally allocated to that uppermost layer that has gone "dry" is lost instead of being shifted to the next deepest layers the well is screened across. This can result in under-simulating the amount of actual pumping from the well. There are newer MODFLOW packages for handling multi-layer wells, such as the MNW2 and the CLN packages, that dynamically allocate the amount of pumping that should occur in each layer and can help address this problem. This well package upgrade can occur even if the Model is not upgraded to a current MODFLOW platform.

Grid and Layering Enhancements

New hydrogeologic data developed since the Model was first developed indicate opportunities to improve how groundwater flow is distributed among aquifer formations, and in some cases within individual formations. Where vertical flow profiles are available—such as for many PWM injection wells, some ASR wells, and production wells like Paralta and Ord Grove 2—simulated flow distribution and transmissivity ratios will be adjusted to match observed vertical flow patterns. Upgraded multi-layer well packages, such as MNW2 or CLN, will help incorporate these data. Aquifer parameter ranges will also be constrained using aquifer test results, including in the PWM area. Model layer 5 (Santa Margarita Formation) may potentially be subdivided into upper and lower units based on improved aquifer characterization and newly available well log data. Where applicable, updated interpretations of bedrock and layer depths from recent DWR SkyTEM surveys will be incorporated based on Salinas Valley Basin hydrogeologic conceptual model updates.

Documentation in Technical Report & Presentation to TAC

M&A will prepare a technical report documenting the Model updates and improvements. The report will also summarize the overall model performance and trends and observations of how the Model is capturing the impacts of new projects and other recent operational changes in the Seaside Subbasin. M&A will also prepare and deliver a summary presentation on this topic to the TAC via Zoom.

BUDGET AND TIMELINE

It is anticipated that Phase 1 and Phase 2 can be completed within a five-month period, though the timing may depend on the scheduling of TAC and Board meetings. Work can commence on this immediately following notice to proceed.

The combined estimated cost for Phase 1 and Phase 2 is $125,000. The cost estimate contained in Attachment 2 provides a breakdown of costs by task and subtask.

ATTACHMENT 2
BUDGET

Estimated Cost for Seaside Watermaster Model Update.

Seaside Watermaster Model Update		Montgomery & Associates Estimate of Hours, Fees and Expenses							
		Scientist VII	Scientist VII	Scientist V	Scientist II	GIS I	Editor	Total Hours	Total Professional Fees
		CT	GK	PB	WC				
	Professional Billing Rates ($/hr)	$290	$290	$240	$165	$165	$95		
Phase 1: Historical Model Extension & Regional Model Input Alignment									
Task 1	Update Watermaster Historical Model to extend through WY2025								
1.1	Compile production data and prepare new pumping input files	0	0	8	16	0	0	24	$4,560
1.2	Prepare revised recharge input for updated climate period	0	0	8	16	0	0	24	$4,560
1.3	Develop updated northern boundary condition head input files from SWIM output	1	2	8	16	0	0	27	$5,430
1.4	Prepare updated and extended groundwater level observation data set	0	0	8	20	0	0	28	$5,220
1.5	Run model and assess calibration and simulated groundwater level trends	4	4	24	32	0	0	64	$13,360
	Subtotal	5	6	56	100	0	0	167	$33,130
	Phase 1 Total								
Phase 2: Model Recalibration & Structural Improvements									
Task 2	Model Recalibration & Structural Improvements (if warranted)								
2.1	Update model to MODFLOW-6 or MODFLOW-USG	2	1	24	32	0	0	59	$11,910
2.2	Grid layering & discretization enhancements	2	1	24	40	2	0	69	$13,560
2.3	Parameter Recalibration	2	1	40	80	0	0	123	$23,670
	Subtotal	6	3	88	152	2	0	251	$49,140
Task 3	Documentation in Technical Report & Presentation to TAC								
3.1	Prepare Technical Report summarizing method and results	8	16	60	40	38	6	168	$34,800
3.2	Prepare presentation and deliver to TAC via Zoom	1	4	16	16	0	0	37	$7,930
	Subtotal	9	20	76	56	38	6	205	$42,730
	Phase 2 Total								
Total (hours)		20	29	220	308	40	6	623	
Total ($)		$5,800	$8,410	$52,800	$50,820	$6,600	$570		$125,000

FINANCE AND ADMINISTRATION COMMITTEE

ITEM: ACTION ITEM

4. CONSIDER ADOPTION OF TREASURER'S REPORT FOR JULY 2026

Meeting Date:	**September 14, 2026**	**Budgeted:**	**N/A**
From:	**David J. Stoldt,** **General Manager**	**Program/** **Line Item No.:**	**N/A**
Prepared By:	**Nishil Bali**	**Cost Estimate:**	**N/A**

General Counsel Review: N/A
Committee Recommendation: The Finance and Administration Committee reviewed this item on September 14, 2026, and recommended ______________.
CEQA Compliance: This action does not constitute a project as defined by the California Environmental Quality Act Guidelines Section 15378.

SUMMARY: Exhibit 4-A comprises the Treasurer's Report for July 2026. **Exhibit 4-B** includes listings of check disbursements for the period July 1-31, 2026. Checks, virtual checks (AP Automation), direct deposits of employee paychecks, payroll tax deposits, and bank charges resulted in total disbursements for the period in the amount of $5,677,970.10 and rebate payments in the amount of $17,187.35. **Exhibit 4-C** reflects the unaudited version of the Statement of Revenues and Expenditures for the month ending July 31, 2026.

RECOMMENDATION: The Finance and Administration Committee should recommend that the Board adopt the July 2026 Treasurer's Report and Statement of Revenues and Expenditures and ratify the disbursements made during the month.

EXHIBITS
4-A Treasurer's Report
4-B Listing of Cash Disbursements
4-C Statement of Revenues and Expenditures

EXHIBIT 4-A

MONTEREY PENINSULA WATER MANAGEMENT DISTRICT
TREASURER'S REPORT FOR JULY 2026

	Description	Checking	MPWMD Money Market	California CLASS	L.A.I.F.	Multi-Bank Securities*	MPWMD Total	PB Reclamation Money Market
	Beginning Balance (A)	**$1,414,981.99**	**$3,514,103.32**	**$1,059,910.35**	**$14,756,414.24**	**$10,930,509.50**	**$31,675,919.39**	**$150,950.89**
	Fees/Deposits		3,203,130.29				3,203,130.29	793,957.70
	MoCo Tax & WS Chg Installment Pymt						0.00	
	Interest Received			3,354.96	148,746.27	28,665.42	180,766.65	
	Transfer - Checking/CLASS						0.00	
	Transfer - Money Market/LAIF		2,500,000.00		(2,500,000.00)		0.00	
	Transfer - Money Market/Checking	5,500,000.00	(5,500,000.00)				0.00	
	Transfer - Money Market/Multi-Bank						0.00	
	Transfer to CAWD						0.00	(644,000.00)
	Sub-total - Receipts/Transfers (B)	*$5,500,000.00*	*$203,130.29*	*$3,354.96*	*(2,351,253.73)*	*$28,665.42*	*$3,383,896.94*	*$149,957.70*
[1]	AP Automation Payments	(400,712.82)					(400,712.82)	
[2]	General Checks	(4,043,827.80)					(4,043,827.80)	
[3]	Bank Draft Payments	(47,065.97)					(47,065.97)	
[3]	Payroll Tax/Benefit Deposits	(958,962.09)					(958,962.09)	
[4]	Rebate Payments	(17,187.35)					(17,187.35)	
*	Payroll Checks/Direct Deposits	(211,940.37)					(211,940.37)	
**	Bank Charges/Other	(2,583.75)					(2,583.75)	
	Reversals of Outstanding Payments	4,310.05					4,310.05	
	Voided Checks	-					0.00	
	Credit Card Fees						0.00	
	Returned Deposits						0.00	
	Sub-total - Disbursements (C)	*(5,677,970.10)*	-	-	-	-	*(5,677,970.10)*	-
	Ending Balance (A+B+C)	**$1,237,011.89**	**$3,717,233.61**	**$1,063,265.31**	**$12,405,160.51**	**$10,959,174.92**	**$29,381,846.23**	**$300,908.59**

Refer to Exhibit B for payments totalling [1], [2], [3], and [4]

* Total amount of District Employee and Board payroll

** Merchant account fees from Bank of America

* Fixed Income investments are reported at face value

EXHIBIT 4-B

Check Report

Monterey Peninsula Water Management District

By Check Number

Date Range: 07/01/2026 - 07/31/2026

Vendor Number	Vendor Name	Payment Date	Payment Type	Discount Amount	Payment Amount	Number
Bank Code: APBNK	**-Bank of America Checking**					
Payment Type: Regular						
01352	Dave Stoldt	07/13/2026	Regular	0.00	1,042.76	41096
00274	Monterey One Water	07/13/2026	Regular	0.00	1,844,766.00	41097
03979	Special Districts Association of Monterey Count	07/13/2026	Regular	0.00	80.00	41098
00274	Monterey One Water	07/20/2026	Regular	0.00	1,850,820.84	41099
01002	Monterey County Clerk	07/31/2026	Regular	0.00	50.00	41100
00987	SDRMA - Prop & Liability Pkg	07/31/2026	Regular	0.00	347,068.20	41101
			Total Regular:	**0.00**	**4,043,827.80**	**[2]**

Check Report **Date Range: 07/01/2026 - 07/31/2026**

Vendor Number	Vendor Name	Payment Date	Payment Type	Discount Amount	Payment Amount	Number
Payment Type: Virtual Payment						
41145	Advance Cleaning 365, Inc.	07/06/2026	Virtual Payment	0.00	2,500.00	APA021697
04732	AM Conservation Group, Inc.	07/06/2026	Virtual Payment	0.00	6,848.24	APA021698
00760	Andy Bell	07/06/2026	Virtual Payment	0.00	664.00	APA021699
00263	Arlene Tavani	07/06/2026	Virtual Payment	0.00	1,223.80	APA021700
00983	Beverly Chaney	07/06/2026	Virtual Payment	0.00	3,043.34	APA021701
00046	De Lay & Laredo	07/06/2026	Virtual Payment	0.00	85,214.91	APA021702
18734	DeVeera Inc.	07/06/2026	Virtual Payment	0.00	4,118.82	APA021703
02833	Greg James	07/06/2026	Virtual Payment	0.00	1,544.16	APA021704
00986	Henrietta Stern	07/06/2026	Virtual Payment	0.00	915.80	APA021705
04717	Inder Osahan	07/06/2026	Virtual Payment	0.00	1,467.40	APA021706
81513	Jackson Lewis P.C	07/06/2026	Virtual Payment	0.00	8,190.00	APA021707
03857	Joe Oliver	07/06/2026	Virtual Payment	0.00	1,223.80	APA021708
00222	M.J. Murphy	07/06/2026	Virtual Payment	0.00	116.07	APA021709
05829	Mark Bekker	07/06/2026	Virtual Payment	0.00	519.20	APA021710
01012	Mark Dudley	07/06/2026	Virtual Payment	0.00	540.00	APA021711
00242	MBAS	07/06/2026	Virtual Payment	0.00	7,507.00	APA021712
06536	Mc Crometer Inc	07/06/2026	Virtual Payment	0.00	4,673.91	APA021713
16182	Monterey County Weekly	07/06/2026	Virtual Payment	0.00	970.00	APA021714
13396	Navia Benefit Solutions, Inc.	07/06/2026	Virtual Payment	0.00	1,252.11	APA021715
00154	Peninsula Messenger Service	07/06/2026	Virtual Payment	0.00	697.00	APA021716
24366	Project Energy Savers LLC	07/06/2026	Virtual Payment	0.00	6,464.61	APA021717
00176	Sentry Alarm Systems	07/06/2026	Virtual Payment	0.00	942.57	APA021718
19700	Shute, Mihaly & Weinberger LLP	07/06/2026	Virtual Payment	0.00	7,714.40	APA021719
17965	The Maynard Group	07/06/2026	Virtual Payment	0.00	1,844.93	APA021720
00212	Ventana Wildlife Society	07/06/2026	Virtual Payment	0.00	5,624.00	APA021721
08105	Yolanda Munoz	07/06/2026	Virtual Payment	0.00	540.00	APA021722
06009	yourservicesolution.com	07/06/2026	Virtual Payment	0.00	3,063.00	APA021723
41000	IGM US Holdings, Inc	07/07/2026	Virtual Payment	0.00	23,000.00	APA021724
14567	Applicant Information	07/10/2026	Virtual Payment	0.00	139.00	APA021757
06908	Danny Hala	07/10/2026	Virtual Payment	0.00	250.00	APA021758
21199	G3, Green Gardens Group, LLC	07/10/2026	Virtual Payment	0.00	3,950.00	APA021759
00986	Henrietta Stern	07/10/2026	Virtual Payment	0.00	915.80	APA021760
00094	John Arriaga	07/10/2026	Virtual Payment	0.00	10,500.00	APA021761
13431	Lynx Technologies, Inc	07/10/2026	Virtual Payment	0.00	4,125.00	APA021762
00222	M.J. Murphy	07/10/2026	Virtual Payment	0.00	15.82	APA021763
00223	Martins Irrigation Supply	07/10/2026	Virtual Payment	0.00	178.98	APA021764
18325	Minuteman Press Monterey	07/10/2026	Virtual Payment	0.00	125.44	APA021765
16182	Monterey County Weekly	07/10/2026	Virtual Payment	0.00	3,282.00	APA021766
13396	Navia Benefit Solutions, Inc.	07/10/2026	Virtual Payment	0.00	495.22	APA021767
00262	Pure H2O	07/10/2026	Virtual Payment	0.00	131.08	APA021768
00251	Rick Dickhaut	07/10/2026	Virtual Payment	0.00	616.00	APA021769
17968	Rutan & Tucker, LLP	07/10/2026	Virtual Payment	0.00	15,941.20	APA021770
19700	Shute, Mihaly & Weinberger LLP	07/10/2026	Virtual Payment	0.00	37,235.88	APA021771
08067	Stephanie Locke	07/10/2026	Virtual Payment	0.00	1,544.16	APA021772
04359	The Carmel Pine Cone	07/10/2026	Virtual Payment	0.00	1,275.00	APA021773
09425	The Ferguson Group LLC	07/10/2026	Virtual Payment	0.00	6,615.00	APA021774
04366	Tom Lindberg	07/10/2026	Virtual Payment	0.00	818.00	APA021775
06639	TruePoint Solutions, LLC	07/10/2026	Virtual Payment	0.00	5,362.50	APA021776
00271	UPEC, Local 792	07/10/2026	Virtual Payment	0.00	1,312.50	APA021777
23550	WellmanAD	07/10/2026	Virtual Payment	0.00	12,482.35	APA021778
06009	yourservicesolution.com	07/10/2026	Virtual Payment	0.00	5,704.00	APA021779
00763	ACWA-JPIA	07/17/2026	Virtual Payment	0.00	384.48	APA021780
00760	Andy Bell	07/17/2026	Virtual Payment	0.00	664.00	APA021781
04043	Campbell Scientific, Inc.	07/17/2026	Virtual Payment	0.00	8,213.42	APA021782
06001	Cypress Coast Ford	07/17/2026	Virtual Payment	0.00	150.06	APA021783
18225	DUDEK	07/17/2026	Virtual Payment	0.00	371.25	APA021784
02660	Forestry Suppliers Inc.	07/17/2026	Virtual Payment	0.00	802.04	APA021785
03857	Joe Oliver	07/17/2026	Virtual Payment	0.00	1,223.80	APA021786
06999	KBA Document Solutions, LLC	07/17/2026	Virtual Payment	0.00	491.01	APA021787
31342	Kennedy/Jenks Consultants, Inc	07/17/2026	Virtual Payment	0.00	4,376.25	APA021788

Vendor Number	Vendor Name	Payment Date	Payment Type	Discount Amount	Payment Amount	Number
27302	Kyocera Document Solutions America, Inc.	07/17/2026	Virtual Payment	0.00	535.75	APA021789
05830	Larry Hampson	07/17/2026	Virtual Payment	0.00	1,499.18	APA021790
00222	M.J. Murphy	07/17/2026	Virtual Payment	0.00	52.79	APA021791
04715	Matthew Lyons	07/17/2026	Virtual Payment	0.00	202.90	APA021792
00242	MBAS	07/17/2026	Virtual Payment	0.00	740.00	APA021793
26785	Monterey Bay Pest Control, Inc.	07/17/2026	Virtual Payment	0.00	135.00	APA021794
16182	Monterey County Weekly	07/17/2026	Virtual Payment	0.00	1,641.00	APA021795
22201	Montgomery & Associates	07/17/2026	Virtual Payment	0.00	123.50	APA021796
00176	Sentry Alarm Systems	07/17/2026	Virtual Payment	0.00	221.75	APA021797
04359	The Carmel Pine Cone	07/17/2026	Virtual Payment	0.00	1,275.00	APA021798
12187	Toro Petroleum Cop.	07/17/2026	Virtual Payment	0.00	804.19	APA021799
06639	TruePoint Solutions, LLC	07/17/2026	Virtual Payment	0.00	585.00	APA021800
31189	UBEO West, LLC	07/17/2026	Virtual Payment	0.00	22,892.21	APA021801
00263	Arlene Tavani	07/22/2026	Virtual Payment	0.00	1,223.80	APA021802
18734	DeVeera Inc.	07/22/2026	Virtual Payment	0.00	7,829.12	APA021803
01012	Mark Dudley	07/22/2026	Virtual Payment	0.00	540.00	APA021804
00242	MBAS	07/22/2026	Virtual Payment	0.00	637.00	APA021805
00755	Peninsula Welding Supply, Inc.	07/22/2026	Virtual Payment	0.00	163.53	APA021806
08105	Yolanda Munoz	07/22/2026	Virtual Payment	0.00	540.00	APA021807
13396	Navia Benefit Solutions, Inc.	07/22/2026	Virtual Payment	0.00	1,654.56	APA021808
00767	AFLAC	07/31/2026	Virtual Payment	0.00	788.64	APA021833
00983	Beverly Chaney	07/31/2026	Virtual Payment	0.00	1,544.16	APA021834
12601	Carmel Valley Ace Hardware	07/31/2026	Virtual Payment	0.00	136.34	APA021835
00224	City of Monterey	07/31/2026	Virtual Payment	0.00	697.75	APA021836
00281	CoreLogic Information Solutions, Inc.	07/31/2026	Virtual Payment	0.00	1,416.25	APA021837
04041	Cynthia Schmidlin	07/31/2026	Virtual Payment	0.00	610.92	APA021838
18734	DeVeera Inc.	07/31/2026	Virtual Payment	0.00	567.91	APA021839
21199	G3, Green Gardens Group, LLC	07/31/2026	Virtual Payment	0.00	1,600.00	APA021840
02833	Greg James	07/31/2026	Virtual Payment	0.00	1,544.16	APA021841
04717	Inder Osahan	07/31/2026	Virtual Payment	0.00	1,467.40	APA021842
19897	John K. Cohan dba Telemetrix	07/31/2026	Virtual Payment	0.00	23,123.00	APA021843
00769	Laborers Trust Fund of Northern CA	07/31/2026	Virtual Payment	0.00	1,499.18	APA021844
21460	MoGo Urgent Care	07/31/2026	Virtual Payment	0.00	60.00	APA021845
16182	Monterey County Weekly	07/31/2026	Virtual Payment	0.00	1,641.00	APA021846
13396	Navia Benefit Solutions, Inc.	07/31/2026	Virtual Payment	0.00	1,654.56	APA021847
08925	Quinn Company	07/31/2026	Virtual Payment	0.00	1,258.71	APA021848
40998	RWG Law	07/31/2026	Virtual Payment	0.00	2,590.00	APA021849
04359	The Carmel Pine Cone	07/31/2026	Virtual Payment	0.00	2,550.00	APA021850
20230	Zoom Video Communications Inc	07/31/2026	Virtual Payment	0.00	552.25	APA021851
			Total Virtual Payment:	**0.00**	**400,712.82**	

[1]

Check Report **Date Range: 07/01/2026 - 07/31/2026**

Vendor Number	Vendor Name	Payment Date	Payment Type	Discount Amount	Payment Amount	Number
Payment Type: Bank Draft						
00277	Home Depot Credit Services	07/06/2026	Bank Draft	0.00	720.62	DFT0004287
00259	Marina Coast Water District	07/06/2026	Bank Draft	0.00	3,108.11	DFT0004288
00266	I.R.S.	07/10/2026	Bank Draft	0.00	70.48	DFT0004291
00266	I.R.S.	07/10/2026	Bank Draft	0.00	301.32	DFT0004292
00266	I.R.S.	07/10/2026	Bank Draft	0.00	20,416.70	DFT0004293
00266	I.R.S.	07/10/2026	Bank Draft	0.00	4,428.12	DFT0004294
00267	Employment Development Dept.	07/10/2026	Bank Draft	0.00	8,327.37	DFT0004295
00266	I.R.S.	07/10/2026	Bank Draft	0.00	358.10	DFT0004296
00252	Cal-Am Water	07/10/2026	Bank Draft	0.00	401.74	DFT0004297
00758	FedEx	07/10/2026	Bank Draft	0.00	3.89	DFT0004298
00993	Harris Court Business Park	07/10/2026	Bank Draft	0.00	793.39	DFT0004299
00277	Home Depot Credit Services	07/10/2026	Bank Draft	0.00	50.09	DFT0004300
00769	Laborers Trust Fund of Northern CA	07/10/2026	Bank Draft	0.00	46,436.00	DFT0004301
00282	PG&E	07/10/2026	Bank Draft	0.00	4,902.41	DFT0004302
00221	Verizon Wireless	07/10/2026	Bank Draft	0.00	2,162.54	DFT0004303
18163	Wex Bank	07/10/2026	Bank Draft	0.00	1,854.20	DFT0004304
29035	BlueTriton Brands Inc	07/17/2026	Bank Draft	0.00	159.68	DFT0004305
00758	FedEx	07/17/2026	Bank Draft	0.00	39.27	DFT0004306
00259	Marina Coast Water District	07/17/2026	Bank Draft	0.00	4,208.71	DFT0004307
00256	PERS Retirement	07/17/2026	Bank Draft	0.00	1,617.20	DFT0004308
00282	PG&E	07/17/2026	Bank Draft	0.00	2,276.97	DFT0004309
00766	Standard Insurance Company	07/17/2026	Bank Draft	0.00	1,321.84	DFT0004310
00256	PERS Retirement	07/17/2026	Bank Draft	0.00	770,003.00	DFT0004311
00277	Home Depot Credit Services	07/22/2026	Bank Draft	0.00	848.17	DFT0004312
00768	MissionSquare Retirement- 302617	07/22/2026	Bank Draft	0.00	8,689.35	DFT0004313
00256	PERS Retirement	07/22/2026	Bank Draft	0.00	25,914.45	DFT0004315
00282	PG&E	07/22/2026	Bank Draft	0.00	2,447.22	DFT0004316
18163	Wex Bank	07/22/2026	Bank Draft	0.00	1,601.58	DFT0004317
00266	I.R.S.	07/24/2026	Bank Draft	0.00	20,821.90	DFT0004318
00266	I.R.S.	07/24/2026	Bank Draft	0.00	4,724.86	DFT0004319
00267	Employment Development Dept.	07/24/2026	Bank Draft	0.00	8,362.35	DFT0004320
00266	I.R.S.	07/24/2026	Bank Draft	0.00	1,119.66	DFT0004321
00768	MissionSquare Retirement- 302617	07/24/2026	Bank Draft	0.00	8,704.54	DFT0004322
00256	PERS Retirement	07/24/2026	Bank Draft	0.00	27,344.85	DFT0004323
00252	Cal-Am Water	07/31/2026	Bank Draft	0.00	376.90	DFT0004324
00282	PG&E	07/31/2026	Bank Draft	0.00	4,754.77	DFT0004325
00269	U.S. Bank	07/31/2026	Bank Draft	0.00	9,735.65	DFT0004326
00269	U.S. Bank	07/31/2026	Bank Draft	0.00	6,620.06	DFT0004327
			Total Bank Draft:	**0.00**	**1,006,028.06**	

[3]

From Treasurer's report:		
Bank Draft Payments	47,065.97	
Payroll Tax/Benefit Deposits	958,962.09	
Sub-total	$1,006,028.06	**[3]**

Vendor Number	Vendor Name	Payment Date	Payment Type	Discount Amount	Payment Amount	Number
Bank Code: REBATES-02-Rebates: Use Only For Rebates						
Payment Type: Virtual Payment						
06930	Adam Soger	07/10/2026	Virtual Payment	0.00	200.00	APA021725
06638	Amy Simpson	07/10/2026	Virtual Payment	0.00	500.00	APA021726
06928	Anna Marie Cardoso	07/10/2026	Virtual Payment	0.00	200.00	APA021727
06633	Barbara Buikema	07/10/2026	Virtual Payment	0.00	500.00	APA021728
26038	Cass Schrock	07/10/2026	Virtual Payment	0.00	275.00	APA021729
06911	Charles Timm	07/10/2026	Virtual Payment	0.00	500.00	APA021730
06929	Daniel Green	07/10/2026	Virtual Payment	0.00	200.00	APA021731
06926	David Leeb	07/10/2026	Virtual Payment	0.00	200.00	APA021732
06925	Diane Cullen	07/10/2026	Virtual Payment	0.00	200.00	APA021733
06927	Digvijay Puar	07/10/2026	Virtual Payment	0.00	200.00	APA021734
06917	Elizabeth Hagman	07/10/2026	Virtual Payment	0.00	500.00	APA021735
06919	Garth W. Young	07/10/2026	Virtual Payment	0.00	500.00	APA021736
23753	Joyce E Lindley	07/10/2026	Virtual Payment	0.00	75.00	APA021737
06920	Kevin Prickett	07/10/2026	Virtual Payment	0.00	125.00	APA021738
06913	Lawrence Burkart	07/10/2026	Virtual Payment	0.00	500.00	APA021739
06921	Lei Yu	07/10/2026	Virtual Payment	0.00	300.00	APA021740
06923	Mark Hellner	07/10/2026	Virtual Payment	0.00	200.00	APA021741
06915	Matt Seidenzahl	07/10/2026	Virtual Payment	0.00	500.00	APA021742
06922	Michael Doyle	07/10/2026	Virtual Payment	0.00	200.00	APA021743
06924	Michael Patton	07/10/2026	Virtual Payment	0.00	200.00	APA021744
06933	Michael W Kidd	07/10/2026	Virtual Payment	0.00	75.00	APA021745
06916	Michelle Jung	07/10/2026	Virtual Payment	0.00	500.00	APA021746
06931	Patrick Lynch	07/10/2026	Virtual Payment	0.00	200.00	APA021747
26622	Richard Simms	07/10/2026	Virtual Payment	0.00	200.00	APA021748
06910	Robin Robinson	07/10/2026	Virtual Payment	0.00	500.00	APA021749
06934	Romeo Centeno	07/10/2026	Virtual Payment	0.00	75.00	APA021750
06909	Salvador Garcia	07/10/2026	Virtual Payment	0.00	500.00	APA021751
06935	Samuel Park	07/10/2026	Virtual Payment	0.00	250.00	APA021752
06914	Slavco Strezoski	07/10/2026	Virtual Payment	0.00	500.00	APA021753
06918	Song Ae Lim	07/10/2026	Virtual Payment	0.00	500.00	APA021754
06912	Vilma Alvarenga	07/10/2026	Virtual Payment	0.00	500.00	APA021755
06932	Virginia Montanez	07/10/2026	Virtual Payment	0.00	225.00	APA021756
07022	Adrienne Upton	07/30/2026	Virtual Payment	0.00	125.00	APA021809
07016	Bill McClintock	07/30/2026	Virtual Payment	0.00	500.00	APA021810
07023	Bruce Mehringer	07/30/2026	Virtual Payment	0.00	200.00	APA021811
07035	Cary Neiman	07/30/2026	Virtual Payment	0.00	500.00	APA021812
07019	Charles Brauer	07/30/2026	Virtual Payment	0.00	125.00	APA021813
07026	David Lawton	07/30/2026	Virtual Payment	0.00	118.35	APA021814
07030	Eve Mauldin	07/30/2026	Virtual Payment	0.00	199.00	APA021815
07033	Frank Granziano	07/30/2026	Virtual Payment	0.00	75.00	APA021816
07025	Gabriel Gross	07/30/2026	Virtual Payment	0.00	140.00	APA021817
07014	Gregory Hanlon	07/30/2026	Virtual Payment	0.00	500.00	APA021818
07032	Janet Mason	07/30/2026	Virtual Payment	0.00	75.00	APA021819
07020	Jonathan M Fradkin	07/30/2026	Virtual Payment	0.00	125.00	APA021820
25331	Jonathan Siegel	07/30/2026	Virtual Payment	0.00	500.00	APA021821
07015	Katharine Hayden	07/30/2026	Virtual Payment	0.00	500.00	APA021822
07028	Mary Deffinger	07/30/2026	Virtual Payment	0.00	200.00	APA021823
07013	Michael M Holl	07/30/2026	Virtual Payment	0.00	500.00	APA021824
07029	Miguel Tirado	07/30/2026	Virtual Payment	0.00	200.00	APA021825
07021	Mike Asfoor	07/30/2026	Virtual Payment	0.00	125.00	APA021826
07031	Raymond Ramirez	07/30/2026	Virtual Payment	0.00	500.00	APA021827
07018	Royce Kirk	07/30/2026	Virtual Payment	0.00	500.00	APA021828
07017	Sarah Devine	07/30/2026	Virtual Payment	0.00	500.00	APA021829
07027	Stefanie Kelsey	07/30/2026	Virtual Payment	0.00	200.00	APA021830
07024	Tim Vitoux	07/30/2026	Virtual Payment	0.00	180.00	APA021831

Vendor Number	Vendor Name	Payment Date	Payment Type	Discount Amount	Payment Amount	Number
07011	Timothy M Bernotas	07/30/2026	Virtual Payment	0.00	500.00	APA021832
			Total Virtual Payment:	**0.00**	**17,187.35**	**[4]**

EXHIBIT 4-C

MONTEREY PENINSULA WATER MANAGEMENT DISTRICT
STATEMENT OF REVENUES AND EXPENDITURES
FOR THE MONTH JULY 31, 2026

	Mitigation	Conservation	Water Supply	Current Period Activity	Current FY Year-to-Date Actual	Current FY Annual Budget	Prior FY Year-to-Date Actual
REVENUES							
Property taxes	$ -	$ -	$ -	$ -	$ -	$ 3,081,000	$ -
User fees	-	-	-	-	-	8,400,000	-
PWM Water Sales			1,583,509	1,583,509	1,583,509	20,086,800	1,368,307
Capacity fees			43,840	43,840	43,840	600,000	23,260
Permit fees	-	17,572		17,572	17,572	250,000	19,764
Investment income	10,429	10,429	10,745	31,604	31,604	660,000	30,779
Miscellaneous	-	-	-	-	-	15,000	-
Sub-total district revenues	**10,429**	**28,002**	**1,638,094**	**1,676,525**	**1,676,525**	**33,092,800**	**1,442,109**
Project reimbursements	-	9,755	-	9,755	9,755	932,108	16,475
Legal fee reimbursements		300		300	300	15,000	300
Grants	-	-	-	-	-	2,494,896	-
Recording fees		6,750		6,750	6,750	65,000	5,075
Sub-total reimbursements	**-**	**16,805**	**-**	**16,805**	**16,805**	**3,507,004**	**21,850**
From Reserves	-	-	-	-	-	2,837,896	-
Total revenues	**10,429**	**44,807**	**1,638,094**	**1,693,330**	**1,693,330**	**39,437,700**	**1,463,959**
EXPENDITURES							
Personnel:							
Salaries	64,746	57,613	92,104	214,463	214,463	4,096,000	203,027
Retirement	225,528	253,566	311,178	790,272	790,272	1,383,884	716,461
Unemployment Compensation	-	-	-	-	-	10,100	-
Auto Allowance	100	100	301	502	502	11,000	517
Deferred Compensation	127	127	381	636	636	22,605	654
Temporary Personnel	-	-	-	-	-	10,000	-
Workers Comp. Ins.	2,584	312	2,374	5,270	5,270	114,341	5,075
Employee Insurance	15,203	14,308	17,981	47,492	47,492	789,311	44,117
Medicare & FICA Taxes	1,455	1,097	1,366	3,918	3,918	87,178	3,514
Personnel Recruitment	20	19	21	60	60	11,500	-
Other benefits	66	64	70	201	201	2,000	200
Staff Development	363	942	385	1,690	1,690	33,900	1,080
Sub-total personnel costs	**310,193**	**328,150**	**426,161**	**1,064,504**	**1,064,504**	**6,571,820**	**974,645**
Services & Supplies:							
Board Member Comp	579	579	597	1,755	1,755	37,000	2,565
Board Expenses	73	70	77	220	220	7,500	5,686
Rent	168	163	179	510	510	30,000	1,870
Utilities	1,359	1,323	1,445	4,127	4,127	51,200	3,902
Telephone	1,035	1,527	854	3,415	3,415	40,900	2,865
Facility Maintenance	1,915	1,857	2,031	5,804	5,804	95,100	6,502
Bank Charges	853	827	904	2,584	2,584	25,100	949
Office Supplies	413	721	438	1,571	1,571	26,300	4,229
Courier Expense	134	130	142	405	405	7,600	665
Postage & Shipping	59	56	59	174	174	8,900	25,088
Equipment Lease	-	-	-	-	-	13,200	-
Equip. Repairs & Maintenance	182	187	199	568	568	5,100	40
Printing/Duplicating/Binding	-	-	-	-	-	3,100	-
IT Supplies/Services	10,696	10,399	11,316	32,411	32,411	331,000	10,127
Operating Supplies	517	1,375	22	1,914	1,914	27,500	2,978
Legal Services	20,325	15,258	14,890	50,473	50,473	420,000	31,403
Professional Fees	18,642	19,497	19,772	57,910	57,910	358,100	60,454
Transportation	1,869	156	556	2,581	2,581	60,200	3,480
Travel	253	246	291	790	790	40,100	2,375

MONTEREY PENINSULA WATER MANAGEMENT DISTRICT
STATEMENT OF REVENUES AND EXPENDITURES
FOR THE MONTH JULY 31, 2026

	Mitigation	Conservation	Water Supply	Current Period Activity	Current FY Year-to-Date Actual	Current FY Annual Budget	Prior FY Year-to-Date Actual
Meeting Expenses	950	922	1,008	2,880	2,880	28,700	2,351
Insurance	-	-	-	-	-	360,000	26,210
Legal Notices	-	-	-	-	-	3,700	-
Membership Dues	668	351	231	1,250	1,250	51,900	1,075
Public Outreach	4,067	3,944	4,314	12,325	12,325	247,500	1,666
Assessors Administration Fee	-	-	-	-	-	24,000	-
Miscellaneous	-	-	-	-	-	3,500	-
Sub-total services & supplies costs	**64,755**	**59,588**	**59,324**	**183,666**	**183,666**	**2,307,200**	**196,478**
Project expenditures	23,366	20,551	1,621,500	1,665,418	1,665,418	29,368,680	1,443,246
Fixed assets	138	134	147	420	420	262,200	1,239
Contingencies	-	-	-	-	-	70,000	-
Election costs	-	-	-	-	-	250,000	-
Capital equipment reserve	-	-	-	-	-	407,800	-
General fund balance	-	-	-	-	-	-	-
Debt Reserve	-	-	-	-	-	-	-
Pension reserve	-	-	-	-	-	100,000	-
OPEB reserve	-	-	-	-	-	100,000	-
Sub-total other	**23,505**	**20,686**	**1,621,647**	**1,665,837**	**1,665,837**	**30,558,680**	**1,444,485**
Total expenditures	**398,453**	**408,423**	**2,107,131**	**2,914,008**	**2,914,008**	**39,437,700**	**2,615,608**
Excess (Deficiency) of revenues over expenditures	**$ (388,024)**	**$ (363,617)**	**$ (469,038)**	**$ (1,220,678)**	**$ (1,220,678)**	**$ (0)**	**$ (1,151,649)**

FINANCE AND ADMINISTRATION COMMITTEE

ITEM: ACTION ITEM

5. RECEIVE GOVERNMENT ACCOUNTING STANDARDS BOARD (GASB) STATEMENT NO. 68 – FINANCIAL REPORTING FOR PENSIONS

Meeting Date:	**September 14, 2026**	**Budgeted:**	**N/A**
From:	**David J. Stoldt, General Manager**	**Program/ Line Item No.:**	**N/A**
Prepared By:	**Nishil Bali**	**Cost Estimate:**	**N/A**

General Counsel Review: N/A
Committee Recommendation: The Finance and Administrative Committee reviewed this item on September 14, 2026, and recommended _______________.
CEQA Compliance: This action does not constitute a project as defined by the California Environmental Quality Act Guidelines Section 15378.

SUMMARY: The Government Accounting Standards Board (GASB) Statement No. 68 established accounting and financial reporting standards for local governments that provide their employees with pensions. This standard requires government agencies to report pension information to increase transparency about pension costs and to help decision-makers factor in the financial impact of total pension obligations. This Statement established standards for measuring and recognizing liabilities, deferred outflows and inflows of resources, and expense/expenditures, including the methods and assumptions that should be used for defined benefit pensions to project benefit payments and discount projected benefit payments to their actuarial present value.

The District participates in the CalPERS cost-sharing multiple-employer defined benefit pension plan. The District's Net Pension Liability as of June 30, 2025 (latest available measurement date), is estimated at $6,696,604. See table below:

	Miscellaneous Risk Pool	**Allocation Factor**	**MPWMD Share**
Total Pension Liability	$25,481,588,928	0.0011717	$29,856,778
Risk Pool Fiduciary Net Position	$21,492,366,084	0.0010776	$23,160,174
Net Pension Liability/(Asset)	$3,989,222,844		$6,696,604

In comparison, the District's Net Pension Liability as of June 30, 2024, was estimated at $7,536,683. It is to be noted that the Net Pension Liability can change significantly from year to year based on the market conditions and the position of the District's Fiduciary Net Position (District's Market Value of Assets). For example, if the actual CalPERS investment earnings rate decreases from the projected annual rate of investment return (currently set at 6.8%) the unfunded Net Pension Liability increases for the same future pension obligation.

The District's independent auditing firm, The Pun Group LLP, will provide a final opinion on the appropriateness of the GASB 68 allocation that will be presented in the FY 2025-2026 Annual Comprehensive Financial Report. The pension liability that is reported in the Annual Comprehensive Financial Report for GASB 68 purposes does not directly impact the District's budget, although the amount of annual Unfunded Accrued Liability paid by the District has generally increased over the years. The District paid $696,366 in UAL in FY2025-26. This is projected to increase to $845,000 in FY2031-32. The District's annual budget process continues to account for the annual pension costs that are provided by CalPERS in the actuarial valuation report in July of each year. The District budget starting with fiscal year 2018-2019 has included a $100,000 set aside towards pension reserve funds. The pension reserve balance as of 06/30/2026 was $800,000.

Details of existing employees in the District plan are as follows:

Classic Plan (hired by participating public agency before 01/01/2013)	7 employees
PEPRA Plan (hired by participating public agency after 01/01/2013)	19 employees

RECOMMENDATION: The Finance and Administration Committee should recommend that the Board receive the GASB 68 Accounting Valuation Report prepared by CalPERS.

BACKGROUND: Local governments with pensions have a total pension liability, which is the obligation to pay deferred pension benefits in the future. When the total pension liability is greater than the pension plan's assets, there is a net pension liability, also known as unfunded pension liability. GASB 68 requires governments to report their net pension liability on their government-wide financial statements, as well as in the proprietary fund statements, in the Annual Financial Report. Government-wide financial statements report information about the government as a whole without displaying individual funds or fund types.

As with past practice, the District will continue to pay the annual required contribution for the pension liabilities as identified in the annual CalPERS actuarial report. The last actuarial report, which informs the District of its FY 2026-2027 pension payments and rates, was released in July 2025. The GASB 68 reports are based on actuarial analysis using employee census data that is two years in arrears, while the July actuarial reports are based on current calendar year employee census data. The annual contribution rate prescribed by CalPERS includes amortization of the unfunded Net Pension Liability. Other strategies to reduce the unfunded liability might include reducing the amortization schedule through increased annual contributions over and above the annual contribution calculated by CalPERS, paying portions of the liability as a lump sum over time, and issuing bonds to increase the District's market value of assets, which would require annual debt repayments. These approaches do not ensure that the unfunded liability will not continue to vary based on market performance over time. Eventually, the District may also consider setting up a Section 115 trust fund – a tax-exempt trust that prefunds post-retirement employee benefits, including pensions.

EXHIBITS

5-A GASB 68 Accounting Valuation Report

CalPERS

GASB 68 Accounting Report

Prepared for

Miscellaneous Risk Pool,

a Cost-Sharing Multiple-Employer Defined Benefit Pension Plan

Measurement Date of June 30, 2025

Table of Contents

Actuarial Certification

This report provides accounting and financial reporting information as required under Governmental Accounting Standards Board Statement 68 (GASB 68) for the Miscellaneous Risk Pool, which is part of the Public Agency Cost-Sharing Multiple-Employer Defined Benefit Pension Plan (the Plan or PERF C) administered by the California Public Employees' Retirement System (CalPERS), for the measurement period ended June 30, 2025. The undersigned are actuaries who satisfy the *Qualification Standards for Actuaries Issuing Statements of Actuarial Opinion in the United States* of the American Academy of Actuaries with regard to pensions.

This report is to be viewed solely for the purpose of financial reporting requirements. Any use of the contents provided in this report for purposes other than financial reporting requirements would be inappropriate.

This accounting report relies on liabilities and related validation work performed by the CalPERS Actuarial Office as part of the June 30, 2024, annual funding valuation. The census data and benefit provisions underlying the liabilities were prepared as of June 30, 2024, and certified as part of the annual funding valuation by the CalPERS Actuarial Office. The asset information used in this accounting report is provided by the CalPERS Financial Office.

Actuarial Assumptions and Methods

The June 30, 2024, liabilities, which were rolled forward to June 30, 2025, and used for this accounting report, are based on actuarial assumptions recommended by the Chief Actuary and adopted by the CalPERS Board of Administration. It is our opinion that the assumptions and methods are internally consistent and reasonable for PERF C.

Scott Terando, ASA, EA, MAAA, FCA, CFA
Chief Actuary, CalPERS

Randall Dziubek, ASA, MAAA
Deputy Chief Actuary, Valuation Services, CalPERS

Accounting Information and Actuarial Results

With the provided liability and asset information, the total pension liability, net pension liability, deferred inflows and outflows, and pension expense were developed for the measurement period using standard actuarial techniques.

To the best of our knowledge and having relied upon the attestation above that the actuarial assumptions and methods are reasonable, this report is complete and accurate and contains the actuarial information required for employer financial reporting under GASB 68.

Chyna Nakao, FSA, EA, FCA, MAAA
Senior Actuary, CalPERS

Thomas Purdy, ASA, MAAA
Actuary, CalPERS

Introduction

This is the GASB 68 accounting report for the Miscellaneous Risk Pool for the measurement date June 30, 2025. The Public Agency cost-sharing multiple-employer defined benefit pension plan (the Plan or PERF C) is administered by the California Public Employees' Retirement System (CalPERS). PERF C consists of a miscellaneous pool and a safety pool (also referred to as "risk pools"), which are comprised of individual employer miscellaneous and safety valuation rate plans, respectively. Individual employers may sponsor more than one miscellaneous and safety valuation rate plan. The employer participates in one cost-sharing multiple-employer defined benefit pension plan regardless of the number of valuation rate plans the employer sponsors. Each employer should combine information provided for their participation in the miscellaneous and/or safety pools to report them as one plan in their financial statements.

GASB 68 requires that the reported results must pertain to liability and asset information within certain defined timeframes. For this report, the following timeframes are used.

Valuation Date	June 30, 2024
Measurement Date	June 30, 2025
Measurement Period	July 1, 2024, to June 30, 2025

Pension Plan Fiduciary Net Position

The plan fiduciary net position disclosed in the GASB 68 accounting report may differ from the plan assets reported in the funding valuation report due to several reasons. For example, for the accounting reports, CalPERS must keep items such as deficiency reserves and fiduciary self-insurance included as components of the plan's fiduciary net position. These amounts are excluded for rate setting purposes in the funding valuation.

Discount Rate

The discount rate used to measure the total pension liability as of June 30, 2025, was 6.90%. This is based on the long-term expected rate of return on plan assets and is net of investment expenses but not reduced for administrative expenses. In determining the long-term expected rate of return, CalPERS took into account 20-year market return expectations as well as the expected pension fund cash flows. Projected returns for all asset classes are estimated and combined with risk estimates to project compound (geometric) returns over the long term.

Asset Class	Assumed Asset Allocation	Long-Term Expected Real Rate of Return[1, 2]
Public Equity	37.0%	4.56%
Private Equity	17.0%	5.56%
Fixed Income	28.0%	2.53%
Real Assets	15.0%	3.03%
Private Debt	8.0%	4.93%
Strategic Leverage	(5.0%)	1.40%

1 An expected annual rate of price inflation of 2.30% was used for this period.

2 Figures are based on the 2024 Asset Liability Management mid-cycle review.

Subsequent Events

CalPERS will be completing an Asset Liability Management (ALM) review process in November 2025 that will review the capital market assumptions as well as the risk and asset allocation analysis and ascertain whether a change in the discount rate is warranted. As part of the ALM process, the Actuarial Office will be completing its Experience Study to review economic assumptions other than the discount rate as well as all demographic assumptions and make recommendations to modify future assumptions where appropriate. Any resulting changes will be reflected as of the June 30, 2025, valuation date and June 30, 2026, measurement date.

Changes in the Miscellaneous Risk Pool Net Pension Liability

The following table shows the changes in the net pension liability recognized over the measurement period.

	Increase (Decrease)		
	Total Pension Liability (a)	**Risk Pool Fiduciary Net Position (b)**	**Net Pension Liability/(Asset) (c) = (a) – (b)**
Balance at: 06/30/2024	**$24,077,884,150**	**$19,241,277,838**	**$4,836,606,312**
Beginning of Year Adjustment	**$0**	**$0**	**$0**
Adjusted Balance at: 06/30/2024	**$24,077,884,150**	**$19,241,277,838**	**$4,836,606,312**
Changes Recognized for the Measurement Period:			
Service Cost	623,756,031		623,756,031
Interest on Total Pension Liability	1,663,559,708		1,663,559,708
Changes of Benefit Terms	636,468		636,468
Changes of Assumptions	0		0
Differences Between Expected and Actual Experience	322,572,163		322,572,163
Net Plan to Plan Resource Movement		1,076,535	(1,076,535)
Contributions – Employer		824,433,531	(824,433,531)
Contributions – Employees		292,532,010	(292,532,010)
Net Investment Income		2,353,667,520	(2,353,667,520)
Benefit Payments, Including Refunds of Employee Contributions	(1,206,819,592)	(1,206,819,592)	0
Administrative Expense		(13,801,758)	13,801,758
Other Miscellaneous (Income)/Expense		0	0
Net Changes During 2024-25	**$1,403,704,778**	**$2,251,088,246**	**($847,383,468)**
Balance at: 06/30/2025	**$25,481,588,928**	**$21,492,366,084**	**$3,989,222,844**

Sensitivity of the Net Pension Liability to Changes in the Discount Rate

	Discount Rate -1% 5.90%	**Current Discount Rate 6.90%**	**Discount Rate +1% 7.90%**
Risk Pool's Net Pension Liability/(Asset)	$7,427,905,390	$3,989,222,844	$1,159,223,257

Pension Expense/(Income) for the Measurement Period Ended June 30, 2025

Description	Amount
Service Cost	$623,756,031
Interest on Total Pension Liability	1,663,559,708
Changes of Benefit Terms	636,468
Recognized Changes of Assumptions	124,310,820
Recognized Differences Between Expected and Actual Experience	246,419,799
Net Plan to Plan Resource Movement	(1,076,535)
Employee Contributions	(292,532,010)
Projected Earnings on Pension Plan Investments	(1,323,374,991)
Recognized Differences Between Projected and Actual Earnings on Plan Investments	(212,069,322)
Administrative Expense	13,801,758
Other Miscellaneous (Income)/Expense	0
Total Pension Expense/(Income)	**$843,431,726**

Note: Employers should also include changes in proportion and differences between actual and proportionate share of contributions in the pension expense computation.

Deferred Outflows and Deferred Inflows of Resources Related to Pensions

The following table presents deferred outflows and deferred inflows of resources related to pensions as of June 30, 2025. Note that no adjustments have been made for contributions subsequent to the measurement date. Appropriate treatment of any contributions made after the measurement date is the responsibility of the employer. Employers are also responsible for determining the difference between the employer's actual and allocated contributions and changes in proportion.

	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes of Assumptions	$0	$0
Differences Between Expected and Actual Experience	478,004,677	0
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	0	(539,785,685)
Total	**$478,004,677**	**($539,785,685)**

Amounts reported as deferred outflows and deferred inflows of resources related to pensions will be recognized in future pension expense as follows:

Measurement Periods Ended June 30:	Deferred Outflows/(Inflows) of Resources
2026	$492,767,975
2027	(114,924,666)
2028	(233,565,812)
2029	(206,058,505)
2030	0
Thereafter	0

Expected Average Remaining Service Lifetime (EARSL)

The EARSL for PERF C for the measurement period ending June 30, 2025, is 3.8 years, which was obtained by dividing the total service years of 659,872 (the sum of remaining service lifetimes of the active employees) by 172,460 (the total number of participants: active, inactive, and retired) in PERF C. Inactive employees and retirees have remaining service lifetimes equal to 0. Total future service is based on the members' probability of decrementing due to an event other than receiving a cash refund.

Required Supplementary Information

Summary of Changes of Benefits or Assumptions

Changes of Benefit Terms: There were no changes to benefit terms that applied to all members of the Public Agency Pool. However, individual employers in the Plan may have provided a benefit improvement to their employees such as Golden Handshakes, service purchases, and other prior service costs. Employers that have done so may need to report this information as a separate liability in their financial statement as CalPERS considers such amounts to be separately financed employer-specific liabilities. These employers should consult with their auditors. Additionally, the figures above do not include any liability impact that occurred after the June 30, 2024, valuation date, unless the liability impact is deemed to be material to the Public Agency Pool.

Changes of Assumptions: There were no assumption changes in 2023 through 2025. Effective with the June 30, 2021, valuation date (June 30, 2022, measurement date), the accounting discount rate was reduced from 7.15% to 6.90%. In determining the long-term expected rate of return, CalPERS took into account long-term market return expectations as well as the expected pension fund cash flows. In addition, demographic assumptions and the price inflation assumption were changed in accordance with the *2021 CalPERS Experience Study and Review of Actuarial Assumptions*. The accounting discount rate was 7.15% for measurement dates June 30, 2017, through June 30, 2021, and 7.65% for measurement date June 30, 2016.

Employers should refer to the CalPERS *Annual Comprehensive Financial Report* for the fiscal year ended June 30, 2025, which may be accessed on the CalPERS website at www.calpers.ca.gov, to obtain the required supplementary information for proper financial reporting.

Appendices

- **Appendix A – Risk Pool Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions**
- **Appendix B – Interest and Total Projected Earnings**
- **Appendix C – Schedule of Collective Pension Amounts**

Appendix A

Risk Pool Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

- Schedule of Changes of Assumptions
- Deferred Outflows of Resources and Deferred Inflows of Resources Arising From Changes of Assumptions
- Schedule of Differences Between Expected and Actual Experience
- Deferred Outflows of Resources and Deferred Inflows of Resources Arising From Differences Between Expected and Actual Experience
- Schedule of Differences Between Projected and Actual Earnings on Pension Plan Investments
- Deferred Outflows of Resources and Deferred Inflows of Resources Arising From Differences Between Projected and Actual Earnings on Pension Plan Investments
- Summary of Recognized Deferred Outflows of Resources and Deferred Inflows of Resources

Schedule of Changes of Assumptions

Measurement Date	Changes of Assumptions	Recognition Period (Years)	Increase (Decrease) in Pension Expense Arising From the Recognition of the Effects of Changes of Assumptions						
			2025	2026	2027	2028	2029	2030	Thereafter
2016	$0	0.0	$0	$0	$0	$0	$0	$0	$0
2017	907,027,295	3.8	0	0	0	0	0	0	0
2018	(142,903,842)	3.8	0	0	0	0	0	0	0
2019	0	0.0	0	0	0	0	0	0	0
2020	0	0.0	0	0	0	0	0	0	0
2021	0	0.0	0	0	0	0	0	0	0
2022	657,071,478	3.7	124,310,820	0	0	0	0	0	0
2023	0	0.0	0	0	0	0	0	0	0
2024	0	0.0	0	0	0	0	0	0	0
2025	0	0.0	0	0	0	0	0	0	0
Net Increase (Decrease) in Pension Expense			**$124,310,820**	**$0**	**$0**	**$0**	**$0**	**$0**	**$0**

Deferred Outflows of Resources and Deferred Inflows of Resources Arising From Changes of Assumptions

				Balances at June 30, 2025	
Measurement Date	Increase in Total Pension Liability (a)	Decrease in Total Pension Liability (b)	Amounts Recognized in Pension Expense Through June 30, 2025 (c)	Deferred Outflows of Resources (a) – (c)	Deferred Inflows of Resources (b) – (c)
2016	$0	$0	$0	$0	$0
2017	907,027,295	0	907,027,295	0	0
2018	0	(142,903,842)	(142,903,842)	0	0
2019	0	0	0	0	0
2020	0	0	0	0	0
2021	0	0	0	0	0
2022	657,071,478	0	657,071,478	0	0
2023	0	0	0	0	0
2024	0	0	0	0	0
2025	0	0	0	0	0
				$0	**$0**

Schedule of Differences Between Expected and Actual Experience

Measurement Date	Differences Between Expected and Actual Experience	Recognition Period (Years)	Increase (Decrease) in Pension Expense Arising From the Recognition of the Effects of Differences Between Expected and Actual Experience						
			2025	2026	2027	2028	2029	2030	Thereafter
2016	($3,805,440)	3.7	$0	$0	$0	$0	$0	$0	$0
2017	(102,359,669)	3.8	0	0	0	0	0	0	0
2018	196,241,321	3.8	0	0	0	0	0	0	0
2019	251,306,290	3.8	0	0	0	0	0	0	0
2020	77,379,161	3.8	0	0	0	0	0	0	0
2021	169,063,216	3.7	0	0	0	0	0	0	0
2022	(86,245,219)	3.7	(16,316,662)	0	0	0	0	0	0
2023	303,271,782	3.8	79,808,364	63,846,690	0	0	0	0	0
2024	372,554,607	3.8	98,040,686	98,040,686	78,432,549	0	0	0	0
2025	322,572,163	3.8	84,887,411	84,887,411	84,887,411	67,909,930	0	0	0
Net Increase (Decrease) in Pension Expense			**$246,419,799**	**$246,774,787**	**$163,319,960**	**$67,909,930**	**$0**	**$0**	**$0**

Deferred Outflows of Resources and Deferred Inflows of Resources Arising From Differences Between Expected and Actual Experience

Measurement Date	Experience Losses (a)	Experience Gains (b)	Amounts Recognized in Pension Expense Through June 30, 2025 (c)	Balances at June 30, 2025: Deferred Outflows of Resources (a) – (c)	Balances at June 30, 2025: Deferred Inflows of Resources (b) – (c)
2016	$0	($3,805,440)	($3,805,440)	$0	$0
2017	0	(102,359,669)	(102,359,669)	0	0
2018	196,241,321	0	196,241,321	0	0
2019	251,306,290	0	251,306,290	0	0
2020	77,379,161	0	77,379,161	0	0
2021	169,063,216	0	169,063,216	0	0
2022	0	(86,245,219)	(86,245,219)	0	0
2023	303,271,782	0	239,425,092	63,846,690	0
2024	372,554,607	0	196,081,372	176,473,235	0
2025	322,572,163	0	84,887,411	237,684,752	0
				$478,004,677	**$0**

Schedule of Differences Between Projected and Actual Earnings on Pension Plan Investments

Measurement Date	Differences Between Projected and Actual Earnings on Pension Plan Investments	Recognition Period (Years)	Increase (Decrease) in Pension Expense Arising From the Recognition of the Differences Between Projected and Actual Earnings on Pension Plan Investments						
			2025	2026	2027	2028	2029	2030	Thereafter
2016	$772,867,770	5.0	$0	$0	$0	$0	$0	$0	$0
2017	(448,702,781)	5.0	0	0	0	0	0	0	0
2018	(169,486,738)	5.0	0	0	0	0	0	0	0
2019	70,735,658	5.0	0	0	0	0	0	0	0
2020	300,498,116	5.0	0	0	0	0	0	0	0
2021	(2,290,312,540)	5.0	(458,062,508)	0	0	0	0	0	0
2022	2,621,189,057	5.0	524,237,811	524,237,813	0	0	0	0	0
2023	116,155,594	5.0	23,231,119	23,231,119	23,231,118	0	0	0	0
2024	(477,086,188)	5.0	(95,417,238)	(95,417,238)	(95,417,238)	(95,417,236)	0	0	0
2025	(1,030,292,529)	5.0	(206,058,506)	(206,058,506)	(206,058,506)	(206,058,506)	(206,058,505)	0	0
Net Increase (Decrease) in Pension Expense			**($212,069,322)**	**$245,993,188**	**($278,244,626)**	**($301,475,742)**	**($206,058,505)**	**$0**	**$0**

Deferred Outflows of Resources and Deferred Inflows of Resources Arising From Differences Between Projected and Actual Earnings on Pension Plan Investments

Measurement Date	Investment Earnings Less Than Projected (a)	Investment Earnings Greater Than Projected (b)	Amounts Recognized in Pension Expense Through June 30, 2025 (c)	Balances at June 30, 2025: Deferred Outflows of Resources (d) = (a) – (c)	Balances at June 30, 2025: Deferred Inflows of Resources (e) = (b) – (c)
2016	$772,867,770	$0	$772,867,770	$0	$0
2017	0	(448,702,781)	(448,702,781)	0	0
2018	0	(169,486,738)	(169,486,738)	0	0
2019	70,735,658	0	70,735,658	0	0
2020	300,498,116	0	300,498,116	0	0
2021	0	(2,290,312,540)	(2,290,312,540)	0	0
2022	2,621,189,057	0	2,096,951,244	524,237,813	0
2023	116,155,594	0	69,693,357	46,462,237	0
2024	0	(477,086,188)	(190,834,476)	0	(286,251,712)
2025	0	(1,030,292,529)	(206,058,506)	0	(824,234,023)
				$570,700,050	**($1,110,485,735)**

Net Deferred Outflows/(Inflows) of Resources (d) + (e)
($539,785,685)

Note: GASB 68 paragraph 33 requires that deferred outflows of resources and deferred inflows of resources arising from differences between projected and actual pension plan investment earnings in different measurement periods should be aggregated and reported as a net deferred outflow or inflow.

Summary of Recognized Deferred Outflows of Resources and Deferred Inflows of Resources

	Net Increase (Decrease) in Pension Expense						
	2025	**2026**	**2027**	**2028**	**2029**	**2030**	**Thereafter**
Changes of Assumptions	$124,310,820	$0	$0	$0	$0	$0	$0
Differences Between Expected and Actual Experience	246,419,799	246,774,787	163,319,960	67,909,930	0	0	0
Net Differences Between Projected and Actual Earnings on Pension Plan Investments	(212,069,322)	245,993,188	(278,244,626)	(301,475,742)	(206,058,505)	0	0
Grand Total	**$158,661,297**	**$492,767,975**	**($114,924,666)**	**($233,565,812)**	**($206,058,505)**	**$0**	**$0**

Appendix B

Interest and Total Projected Earnings

- Risk Pool Interest on Total Pension Liability and Total Projected Earnings

Risk Pool Interest on Total Pension Liability and Total Projected Earnings

Interest on Total Pension Liability	**Amount for Period (a)**	**Portion of Period (b)**	**Interest Rate (c)**	**Interest on the Total Pension Liability (a) x (b) x (c)**
Beginning Total Pension Liability	$24,077,884,150	100%	6.90%	$1,661,374,006
Changes of Benefit Terms	636,468	100%	6.90%	43,916
Changes of Assumptions	0	100%	6.90%	0
Difference Between Expected and Actual Experience	322,572,163	100%	6.90%	22,257,479
Service Cost	623,756,031	50%	6.90%	21,519,583
Benefit Payments, Including Refunds of Employee Contributions	(1,206,819,592)	50%	6.90%	(41,635,276)
Total Interest on Total Pension Liability				**$1,663,559,708**

Projected Earnings on Pension Plan Investments	**Amount for Period (a)**	**Portion of Period (b)**	**Projected Rate of Return (c)**	**Projected Earnings (a) x (b) x (c)**
Beginning Plan Fiduciary Net Position Excluding Receivables[1]	$19,229,847,467	100%	6.90%	$1,326,859,475
Net Plan to Plan Resource Movement	1,076,535	50%	6.90%	37,140
Employer Contributions	824,433,531	50%	6.90%	28,442,957
Employee Contributions[2]	294,111,759	50%	6.90%	10,146,856
Benefit Payments, Including Refunds of Employee Contributions	(1,206,819,592)	50%	6.90%	(41,635,276)
Administrative Expense	(13,801,758)	50%	6.90%	(476,161)
Other Miscellaneous Income/(Expense)	0	50%	6.90%	0
Total Projected Earnings				**$1,323,374,991**

[1] Includes any beginning of year adjustment. Contribution receivables for employee service buybacks, totaling $11,430,371 as of June 30, 2024, were excluded for purposes of calculating projected earnings on pension plan investments.

[2] The increase/(decrease) in contribution receivables for employee service buybacks, totaling ($1,579,749) during fiscal year 2024-25, was excluded for purposes of calculating projected earnings on pension plan investments.

Appendix C

Schedule of Collective Pension Amounts

- Schedule of Collective Pension Amounts for PERF C, as of the Measurement Date June 30, 2025

Schedule of Collective Pension Amounts for PERF C, as of the Measurement Date June 30, 2025

	Miscellaneous	Safety	Total
Total Pension Liability	$25,481,588,928	$32,747,118,710	$58,228,707,638
Plan Fiduciary Net Position	$21,492,366,084	$26,506,610,837	$47,998,976,921
Net Pension Liability	**$3,989,222,844**	**$6,240,507,873**	**$10,229,730,717**
Deferred Outflows of Resources			
Changes of Assumptions	$0	$0	$0
Differences Between Expected and Actual Experience	478,004,677	592,406,034	1,070,410,711
Net Difference Between Projected and Actual Investment Earnings on Pension Plan Investments	0	0	0
Total Deferred Outflows of Resources Excluding Employer Specific Amounts[1]	**$478,004,677**	**$592,406,034**	**$1,070,410,711**
Deferred Inflows of Resources			
Changes of Assumptions	$0	$0	$0
Differences Between Expected and Actual Experience	0	0	0
Net Difference Between Projected and Actual Investment Earnings on Pension Plan Investments	(539,785,685)	(669,476,373)	(1,209,262,058)
Total Deferred Inflows of Resources Excluding Employer Specific Amounts[1]	**($539,785,685)**	**($669,476,373)**	**($1,209,262,058)**
Plan Pension Expense	**$843,431,726**	**$1,164,269,106**	**$2,007,700,832**

[1] No adjustments have been made for employer specific amounts such as changes in proportion, differences between employer contributions and proportionate share of contributions, and contributions to the Plan subsequent to the measurement date as defined in paragraphs 54, 55, and 57 of GASB 68. Appropriate treatment of such amounts is the responsibility of the employer.

FINANCE AND ADMINISTRATION COMMITTEE

ITEM: ACTION ITEM

6. RECEIVE GOVERNMENT ACCOUNTING STANDARD BOARD (GASB) STATEMENT NO. 75 – FINANCIAL REPORTING FOR POST-EMPLOYMENT BENEFITS OTHER THAN PENSIONS

Meeting Date:	**September 14, 2026**	**Budgeted:**	**N/A**
From:	**David J. Stoldt, General Manager**	**Program/ Line Item No.:**	**N/A**
Prepared By:	**Nishil Bali**	**Cost Estimate:**	**N/A**

General Counsel Review: N/A
Committee Recommendation: The Finance and Administration Committee reviewed this item on September 14, 2026 and recommended _________.
CEQA Compliance: This action does not constitute a project as defined by the California Environmental Quality Act Guidelines Section 15378.

SUMMARY: The Governmental Accounting Standards Board (GASB) Statement No. 75 provides guidelines for accounting and financial reporting by state and local governments for Other Post-employment Benefits (OPEB) other than pensions. GASB 75 establishes standards for recognizing and measuring liabilities and expenses. For defined benefit OPEB, this Statement identifies the methods and assumptions that are required to be used to project benefit payments, discount projected benefit payments to their actuarial present value, and attribute that present value to periods of employee service. Since this statement requires a full actuarial report, the District used TrueComp to prepare this report for the fiscal year ending June 30, 2026, attached as **Exhibit 6-A**.

As reported in the Executive Summary, page 3, the District's Net OPEB Liability as of the valuation date of June 30, 2026, is estimated at $4,885,562. In comparison, the District's Net OPEB Liability as of the valuation date of June 30, 2025, was estimated at $4,833,572. The increase in liability is attributed to increases in service costs, interest costs, and a change in the actuarial assumptions discount rate, which is offset by decreases in liability experience arising from differences in expected versus actual experience.

The District's annual OPEB expense of $316,396 would fully fund the current and future costs amortized over time. In FY 2025-2026, the District paid premium contributions towards medical coverage for eighteen retirees in the amount of $185,587. This actual cost would be deducted from any contribution made for the year. For example, if the District had fully funded its contribution in FY2025-2026, the $185,587 would have been deducted from the $316,396, resulting in an additional net contribution of $130,809. It should be noted that both current and future costs must be recalculated on an annual basis based on the current employee data and District benefit levels, so the contribution amounts may vary somewhat each subsequent year.

The District can elect to either partially fund, fully fund, or continue to fund the costs on a pay-as-you-go basis. The District's budget in the past has included funds for pay-as-you-go basis. The District's OPEB reserve balance as of 06/30/2026 was $800,000. Details of existing eligible employees in the OPEB tiered plan are as follows.

Tier 1 Plan (hired by District before 01/01/2013 with 15 years of service)	6 employees
Tier 2 Plan (hired by District after 01/01/2013 with 5 years of service)	20 employees

RECOMMENDATION: The Finance and Administration Committee should recommend that the Board receive the GASB 75 OPEB Valuation Report prepared by TrueComp.

BACKGROUND: In July 2004, GASB issued Statement Nos. 43 & 45, establishing financial reporting requirements for post-employment benefits other than pensions. The District provides health insurance as a post-employment benefit and was required to comply with GASB 43 and 45 and included the required information in its audited financial statements beginning in FY 2009-10. In June 2015, GASB issued Statement No. 75, replacing GASB 45, the financial reporting requirement for post-employment benefits other than pensions, which includes information with respect to the total obligation to provide future retiree health and welfare benefits with fiscal year beginning June 15, 2017.

The main thrust of GASB OPEB standard is to require that public-sector employees recognize the cost of other post-employment benefits over the service life of their employees rather than on a pay-as-you-go basis. While the liability amount must be included in each entity's annual audited financial statements, the GASB statements do not require that the amount be funded. Government entities can either partially fund, fully fund, or continue to fund the costs on a pay-as-you-go basis. Beginning with the fiscal year 2018-2019 budget, District has started setting aside funds towards unfunded pensions and other postemployment benefits. The District's OPEB reserve stands at $800,000 as of June 30, 2026. With each budget cycle, staff will continue to recommend additional funding for these reserve accounts. As part of the District's long-term financial strategy, staff also recommends establishing a tax-exempt Section 115 trust to fund the District's OPEB liability.

EXHIBITS
6-A GASB 75 OPEB Valuation Report

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Monterey Peninsula Water Management District

Governmental Accounting Standards Board
(GASB) Statement 75
Actuarial Valuation Date: June 30, 2026
Measurement Date: June 30, 2026
Fiscal Year End: June 30, 2026

August 12, 2026

NICOLAY CONSULTING

TrueComp

Nicolay Consulting Group
August 12, 2026

OPEB CONSULTANTS AND ACTUARIES
231 SANSOME STREET, SUITE 300
SAN FRANCISCO, CALIFORNIA 94104
TEL: 415-512-5300
FAX: 415-512-5314

Mr. Nishil Bali
Administrative Services Manager / CFO
Monterey Peninsula Water Management District
5 Harris Court, Building G
Monterey, CA 93940

Re: Monterey Peninsula Water Management District's GASB 75 Report for FYE June 30, 2026

Dear Mr. Bali,

TrueComp has retained Nicolay Consulting Group to complete this valuation of the Monterey Peninsula Water Management District's postemployment medical program (the "Plan") as of the June 30, 2026 measurement date in compliance with Governmental Accounting Standards Board (GASB) Statement 75.

The purpose of this valuation is to determine the value of the expected postretirement benefits for current and future retirees and the Net OPEB Liability and OPEB Expense for the fiscal year ending June 30, 2026. The results presented in this report may not be appropriate for other purposes or for use in future fiscal years without adjustment.

The actuarial cost results and exhibits contained in this report have been prepared in accordance with generally accepted actuarial principles and practices and with applicable Actuarial Standards of Practice. We believe they provide a fair and reasonable representation of the Plan’s actuarial status, based on the plan provisions and participant data provided.

This valuation was completed under the supervision of Tina Haugbro and Sue Simon, members of the American Academy of Actuaries who meet the Qualification Standards of the Academy to issue this actuarial opinion. To the best of our knowledge, the data and information provided for this valuation are complete and accurate. In our opinion, the actuarial assumptions used, and approved by the plan sponsor are reasonable and reflect the Plan’s experience and expectations.

We welcome any questions regarding the information presented in this report and are available to provide additional details or clarification as needed.

Respectfully submitted,

Tina D. Haugbro EA, FCA, MAAA	Sue Simon ASA, EA, FCA, MAAA
Consulting Actuary	Vice President & Senior Actuary

Table of Contents

Management Summary

Key Valuation Results

Measurement Date: June 30	2026	2025
Present Value of Future Benefits:		
Active	$2,481,035	$2,199,707
Retired	3,453,732	3,274,467
Total	$5,934,767	$5,474,174
Actuarial Accrued Liability or Total OPEB Liability (TOL):		
Active	$1,431,830	$1,559,105
Retired	3,453,732	3,274,467
Total	$4,885,562	$4,833,572
Plan Fiduciary Net Position (i.e. Fair Value of Assets)	0	0
Net OPEB Liability (NOL)	$4,885,562	$4,833,572
Plan Fiduciary Net Position as a percentage of TOL	0%	0%
Aggregate OPEB Expense/(Income)	$316,396	$249,789
Covered Payroll	$3,925,770	$3,448,954
Employer's Share of Benefit Payments	$185,587	$174,861
Demographic Data		
Number of active members	26	25
Number of retired members & beneficiaries	18	18
Total Participants	44	43
Key Assumptions		
Discount rate	4.63%	4.71%
Initial Trend Rate		
Pre-65	8.63%	6.50%
Post 65	6.15%	4.90%
Ultimate Rate	4.00%	4.04%
Year Ultimate Rate is Reached	2075	2075

Management Summary

(Gain)/Loss Analysis

The Total OPEB Liability increased $51,990 from $4,833,572 at June 30, 2025 to $4,885,562 at June 30, 2026. The below table details the sources of the change.

(Gain)/Loss: Total OPEB Liability	Amount
Expected increase due to service cost, interest, and benefit payments	$131,630
Liability Experience	
Actual demographic and other experience	($412,960)
New premiums	172,698
Total	($240,262)
Change in Assumptions	
Change in trend	$115,099
Change in discount rate	45,523
Total	$160,622
Change in Benefit Terms	$0

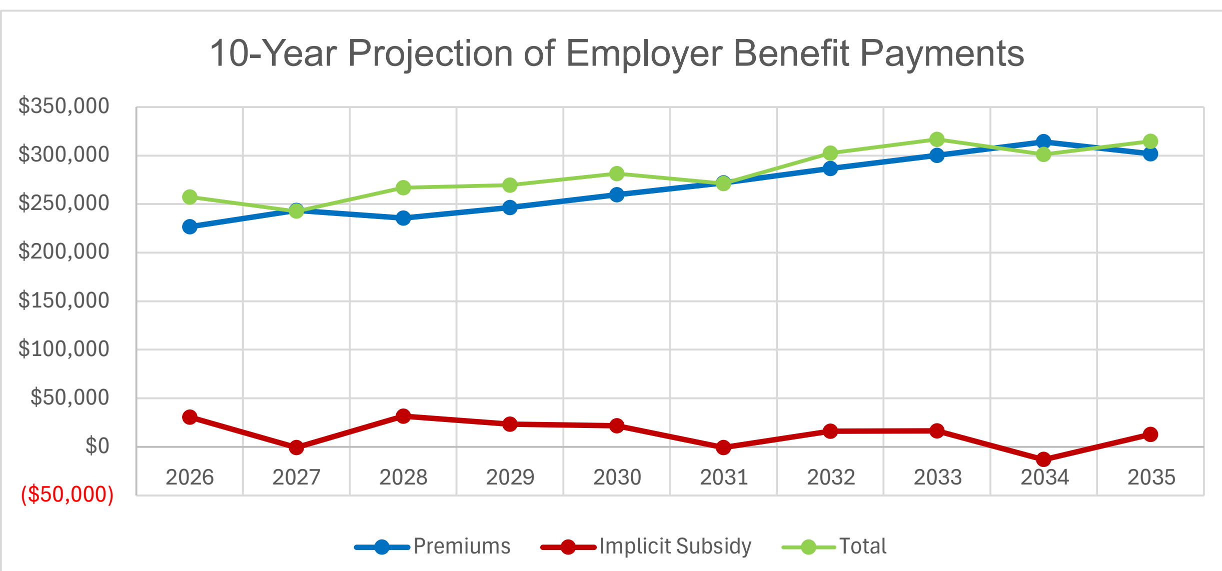
Total Change in Total OPEB Liability	Amount
Expected increase due to service cost, interest, and benefit payments	$131,630
Liability Experience	(240,262)
Change in Assumptions	160,622
Change in Benefit Terms	0
Total	$51,990

Management Summary

10-Year Projection of Employer's Benefit Payments

The table below presents the projected pay-as-you-go costs, including the employer's share of retiree premiums, the implicit subsidy, and the total expected benefit payments. The implicit subsidy represents the difference between the true cost of retiree coverage and the blended premium rate charged to both active employees and retirees. This subsidy arises because premiums are developed using a combined risk pool, in which the typically higher claims costs of retirees are averaged with those of younger, active employees to produce a single uniform premium rate.

Measurement Date June 30	Employer Paid Premiums	Estimated Implicit Subsidy	Total Benefit Payments
2026	$226,702	$30,545	$257,247
2027	$243,526	($727)	$242,799
2028	$235,425	$31,598	$267,023
2029	$246,468	$23,196	$269,664
2030	$259,741	$21,514	$281,255
2031	$271,725	($624)	$271,101
2032	$286,494	$16,089	$302,583
2033	$300,226	$16,426	$316,652
2034	$314,311	($13,080)	$301,231
2035	$301,891	$12,629	$314,520



NICOLAY CONSULTING

Management Summary

Breakdown of Explicit and Implicit Liabilities

	Explicit	Implicit	Total
Present Value of Future Benefits			
Actives	$2,237,185	$243,850	$2,481,035
Retirees	3,373,874	79,858	3,453,732
Total	$5,611,059	$323,708	$5,934,767
Actuarial Accrued Liability			
Actives	$1,321,227	$110,603	$1,431,830
Retirees	3,373,874	79,858	3,453,732
Total	$4,695,101	$190,461	$4,885,562
Normal Cost 2026 - 2027	$86,176	$9,232	$95,408

GASB 75 Exhibits

Schedule of Change in Net OPEB Liability

	2026	2025
Total OPEB Liability (TOL)		
Service Cost	$89,653	$87,211
Interest Cost	227,564	207,317
Change of benefit terms	0	0
Differences between expected and actual experience	(240,262)	(45,911)
Changes in assumptions	160,622	(462,497)
Benefit payments	(185,587)	(174,861)
Net change in Total OPEB Liability	$51,990	($388,741)
Total OPEB Liability - beginning (a)	$4,833,572	$5,222,313
Total OPEB Liability - ending (b)	$4,885,562	$4,833,572
Plan Fiduciary Net Position		
Contributions - employer	$185,587	$174,861
Contributions - employee	0	0
Net investment income	0	0
Benefit payments	(185,587)	(174,861)
Administrative expense	0	0
Other	0	0
Net change in Plan Fiduciary Net Position	$0	$0
Plan Fiduciary Net Position beginning (c)	$0	$0
Plan Fiduciary Net Position ending (d)	$0	$0
Net OPEB Liability (NOL) - beginning (a) - (c)	$4,833,572	$5,222,313
Net OPEB Liability (NOL) - ending (b) - (d)	$4,885,562	$4,833,572
Plan Fiduciary Net Position as a percentage of the TOL	0%	0%
Covered employee payroll	$3,925,770	$3,448,954
NOL as a percentage of covered employee payroll	124%	140%

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GASB 75 Exhibits

Summary of Change in Net OPEB Liability

	Total OPEB Liability (a)	Plan Fiduciary Net Position (b)	Net OPEB Liability (a) - (b)
Measurement as of June 30, 2025	$4,833,572	$0	$4,833,572
Service cost	$89,653	$0	89,653
Interest cost	227,564	0	227,564
Difference between expected and actual experience	(240,262)	0	(240,262)
Assumption changes	160,622	0	160,622
Net investment income	0	0	0
Benefit payments	(185,587)	(185,587)	0
Contributions - employer	0	185,587	(185,587)
Contributions - employee	0	0	0
Administrative expense	0	0	0
Change of benefit terms	0	0	0
Net changes	$51,990	$0	$51,990
Measurement as of June 30, 2026	$4,885,562	$0	$4,885,562

GASB 75 Exhibits

Sensitivity Analysis

The Net OPEB Liability (NOL) is sensitive to changes in key actuarial assumptions. The following analysis illustrates the impact of a 1-percentage point change in both the discount rate and the healthcare cost trend rates on the NOL as of the June 30, 2026 measurement date.

Discount Rate Sensitivity

The table below shows the NOL calculated using a discount rate of 1-percentage point lower (3.63%) and 1-percentage point higher (5.63%) than the current rate of 4.63%.

Assumed Discount Rate	Net OPEB Liability
5.63%	$4,360,941
4.63% (Current)	$4,885,562
3.63%	$5,515,205

Healthcare Trend Rate Sensitivity

The table below shows the NOL calculated using healthcare cost trend rates that are 1-percentage point lower and 1-percentage point higher than the current assumption:

Assumed Healthcare Trend Rate	Net OPEB Liability
1% Decrease	$4,373,898
Current Trend	$4,885,562
1% Increase	$5,507,776

GASB 75 Exhibits

Schedule of OPEB Expense

Measurement Date: June 30	2026	2025
Components of OPEB Expense:		
Service Cost	$89,653	$87,211
Interest on the Total OPEB Liability	227,564	207,317
Projected Investment Earnings on Plan Assets	0	0
Employee Contributions	0	0
Administrative Expense	0	0
Change in Benefit Terms	0	0
Recognition of Deferred Resources Due to:		
Difference: Expected & Actual Experience	(69,034)	(81,346)
Difference: Assumption Changes	68,213	36,607
Difference: Expected & Actual Investment Earnings	0	0
Aggregate OPEB Expense/(Income)	**$316,396**	**$249,789**

GASB 75 Exhibits

Interest on the Total OPEB Liability

	Amount Subject to Interest	Portion of Year (Timing Assumption)	Interest Rate	Interest on TOL
Beginning Total OPEB Liability	$4,833,572	100%	4.71%	$227,661
Service Cost	89,653	100%	4.71%	4,223
Benefit Payments	(185,587)	50%	4.71%	(4,320)
Total Interest on the TOL				**$227,564**

GASB 75 Exhibits

Summary of Deferred Outflows/(Inflows) of Resources

	Deferred Outflows of Resources	Deferred Inflows of Resources
Unrecognized Deferred Resources due to:		
Differences between expected and actual experience	$119,796	$312,126
Changes in assumptions	248,729	436,452
Net difference between projected and actual investment earnings	0	0
Total	$368,525	$748,578

Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB Expense as follows:

Fiscal Year Ending	Recognized Deferred Outflows/(Inflows) of Resources
2027	($103,412)
2028	(4,784)
2029	(99,119)
2030	(66,675)
2031	(78,672)
Thereafter	(27,391)
Net Deferred Outflows/(Inflows) of Resources	($380,053)

GASB 75 Exhibits

Schedule of Deferred Outflows/(Inflows) of Resources

Fiscal Year Established	Initial Amount	Amort. Period (Years)	Rem. Years	Amount Recognized In FY 2026	Deferred Balances as of June 30, 2026	
					Outflows	Inflows
Difference Between Expected and Actual Plan Experience						
2020	($411,131)	6.3	0.0	($19,577)	$0	$0
2021	(5,585)	6.3	0.3	(887)	0	(263)
2022	(120,671)	6.0	1.0	(20,112)	0	(20,111)
2023	(120,643)	7.0	3.0	(17,235)	0	(51,703)
2024	205,368	7.2	4.2	28,524	119,796	0
2025	(45,911)	7.2	5.2	(6,377)	0	(33,157)
2026	(240,262)	7.2	6.2	(33,370)	0	(206,892)
Total	($738,835)			($69,034)	$119,796	($312,126)
Changes in Assumptions						
2020	($190,471)	6.3	0.0	($9,067)	$0	$0
2021	337,730	6.3	0.3	53,608	16,082	0
2022	565,999	6.0	1.0	94,333	94,334	0
2023	(106,465)	7.0	3.0	(15,209)	0	(45,629)
2024	(97,373)	7.2	4.2	(13,525)	0	(56,798)
2025	(462,497)	7.2	5.2	(64,236)	0	(334,025)
2026	160,622	7.2	6.2	22,309	138,313	0
Total	$207,545			$68,213	$248,729	($436,452)
Totals:				($821)	$368,525	($748,578)

GASB 75 Exhibits

Reconciliation of the Net Position

Measurement Date: June 30	2026	2025
Total OPEB Liability (TOL)	$4,885,562	$4,833,572
Plan Fiduciary Net Position	0	0
Net OPEB Liability (NOL)	$4,885,562	$4,833,572
Deferred Inflows of resources (CR):		
Differences between expected and actual experience	$312,126	$169,422
Assumption Changes	436,452	538,489
Net differences between projected and actual earnings	0	0
Deferred Outflows of resources (DR):		
Differences between expected and actual experience	119,796	148,320
Assumption Changes	248,729	258,357
Net differences between projected and actual earnings	0	0
Net Position	$5,265,615	$5,134,806

Reconciliation of Net Position	
Net Position at June 30, 2025	$5,134,806
Aggregate OPEB Expense/(Income)	316,396
Total OPEB Contributions	(185,587)
Net Position at June 30, 2026	$5,265,615

GASB 75 Exhibits

Derivation of Significant Actuarial Assumptions

The discount rate used to measure the total OPEB liability is based on a blend of (i) the long-term expected rate of return on plan assets for benefits projected to be covered by investments and (ii) a yield or index rate for 20-year, tax-exempt general obligation municipal bonds rated AA/Aa or higher for any benefits not expected to be covered by plan assets.

Discount Rate Development	June 30, 2026	June 30, 2025
Discount Rate	4.63%	4.71%
Fidelity 20-year GO Bond Index	N/A	4.71%
Bond Buyer 20-year Bond GO Index	4.63%	N/A

Data

Summary of Demographic Information

The participant data used in this valuation was provided by the District as of June 30, 2026. Although the data was reviewed for overall consistency and reasonableness, it was not independently audited. The accuracy of the valuation results presented in this report relies on the completeness and accuracy of the data provided.

The table below summarizes key demographic information for active employees and retired participants covered under the terms of the plan.

	2026	2024
Active		
Count	26	25
Average Age	45.1	43.5
Average Service	9.6	9.8
Retirees		
Under age 65	6	5
Age 65 and over	12	13
Total	18	18
Average Age	68.4	67.0
Inactive Participants with deferred benefits	0	0
Total Participants	44	43

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Data

Distribution of Participants by Age and Service

Age Group	Retired Participants	Active Participants - Years of Service 0 - 4	5 - 9	10 - 14	15 - 19	20 - 24	25+	Total
Under 25	0	0	0	0	0	0	0	0
25 to 29	0	2	0	0	0	0	0	2
30 to 34	0	4	0	0	0	0	0	4
35 to 39	0	3	2	1	0	0	0	6
40 to 44	0	1	1	0	1	0	0	3
45 to 49	0	1	1	0	0	1	0	3
50 to 54	1	0	0	0	1	0	0	1
55 to 59	1	1	0	0	0	0	3	4
60 to 64	4	0	1	0	0	0	0	1
65 to 69	4	1	0	1	0	0	0	2
Over 70	8	0	0	0	0	0	0	0
Total	18	13	5	2	2	1	3	26

Retired participants not including covered dependents.

Plan Provisions Summary

Eligibility and Contribution Requirements

Tier 1 - Employees hired before July 1, 2013:
Retirees can enroll in lifetime medical coverage starting at the age of 50. Retirees will be enrolled in the Laborers Northern California Trust Special Plan. Reirees may enroll dependents but with no employer contribution. The surviving spouse benefits are available for one year after the retiree's death, if applicable. For retirees with less than 15 years, the District will contribute $540. For retirees with 15 years of service or more, the District will contribute up to $1,544.04 per month for the fiscal-year beginning July 1, 2026. This cap increases by 3% on July 1st of each successive year.

Tier 2 - Employees hired on or after July 1, 2013:
Retirees are eligible to enroll in lifetime medical coverage starting at the age of 50 with 5 years of service will be enrolled in the Laborers Northern California Trust Special Plan. The District will contribute up to $540. For dependent coverage, retirees are eligible to enroll but with no employer contribution. The surviving spouses benefits are available for one year after the retiree's death, if applicable.

Health Care Premiums

	2026 Rates		
	EE	EE+1	Family
Pre-Medicare			
Laborers Northern California Trust	$1,724.00	$1,724.00	$1,724.00

Monthly Medicare Part B Premium	
Calendar Year 2026	$202.90

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Actuarial Assumptions and Methods

Actuarial Assumptions

Discount Rate	4.63% on June 30, 2026 4.71% on June 30, 2025
Payroll increases	2.80% annual increases.
Health Care Trend	Short-term healthcare trends are based on recent plan experience. Long-term trends are based on the Society of Actuaries recommended use of the "Getzen Model".

Year	Increase in Premium Rates	
Beginning	Pre-65	Post-65
2026	Actual	Actual
2027	8.63%	6.15%
2028	8.13%	5.65%
2029	7.60%	5.33%
2030	7.04%	5.18%
2031	6.48%	5.03%
2032	5.92%	4.88%
2033	5.36%	4.74%
2034	4.80%	4.59%
2035	4.41%	4.41%
2036	4.30%	4.30%
….		
2075+	4.00%	4.00%

Tier 1 Cap: 3.00%

Medicare Part B increases with Post-65 trend rates.

Actuarial Assumptions and Methods

Actuarial Assumptions (continued)

Average Monthly Per Capita Claims Cost (Baseline Cost)

Post-65 average premium was developed from actual participant premiums provided by the District. The District did not provide names of corresponding plans.

Plan	Pre - Medicare	Post - Medicare
Retiree & Spouse	$1,786.00	$422.24

Medicare Part B

$202.90

Medicare Coverage

All future retirees will be eligible for Medicare when they reach age 65.

Morbidity Factors

2021 CalPERS Study

Population for Curving

2021 CalPERS Study

Health premiums for Medicare eligible retirees are based on Medicare eligible retiree claims experience and represent the true cost of retiree coverage. No implicit subsidy is calculated for Medicare retirees.

Age-Weighted Monthly Claims

Age	Retiree	Spouse
50	$1,307	$1,490
55	$1,716	$1,731
60	$2,155	$2,027
61	$2,242	$2,091
62	$2,330	$2,156
63	$2,372	$2,189
64	$2,414	$2,221

Health Plan Participation

90% of retirees eligible for Tier 1 benefits will participate in the medical plan. 75% of those eligible for the $540 cap will participate in the medical plan.

Actuarial Assumptions and Methods

Actuarial Assumptions (continued)

Mortality	Pre-Retirement: CalPERS 2021 Mortality pre-retirement Post-Retirement: CalPERS 2021 Mortality post-retirement
Disability	N/A
Retirement	CalPERS 2021 Experience
Withdrawal	CalPERS 2021 Experience
Percent Married	70% of current and future retirees are assumed to cover a spouse. Male spouses are assumed to be three years older than females.

Assumption Changes:

The following assumption changes from June 30, 2025 to June 30, 2026:
1. Trend was updated to reflect the Society of Actuaries recommended 2025 Getzen Model.
2. The discount rate were decreased from 4.71% to 4.63%

Actuarial Assumptions and Methods

Actuarial Methods

Actuarial Cost Method	Entry Age Normal
Amortization Methodology	Straight-line amortization over the Average Future Working Lifetime for assumption changes and experience gains/losses. Asset gains/losses are amortized over 5 years.
Financial and Census Data	The plan sponsor provided the participant data, financial information and plan descriptions used in this valuation. We reviewed the data for reasonableness but have not independently audited the data. We have no reason to believe the data is incomplete or inaccurate and we are unaware of any additional information that is essential to the preparation of the actuarial valuation.
Plan Fiduciary Net Position	Market value of assets as of the measurement date.
Measurement Date	June 30, 2026
Valuation Date	June 30, 2026
Funding Policy	Pay-as-you-go.
Valuation Model	Results in this report were calculated using ProVal actuarial valuation software in accordance with its intended purpose. We have not identified any material inconsistencies in ProVal's assumptions or outputs that would affect this valuation. ProVal was developed in 1994 and maintained by WinTech, a company that provides valuation and projection software for both pension and other postemployment benefit plans.

Key Terms

Key Terms

Actuarial Accrued Liability (AAL)	The portion of the actuarial present value of projected benefit payments that is attributed to past service as defined by the Actuarial Cost Method.
Actuarially Determined Contribution (ADC)	The annual contribution amount determined under the Actuarial Cost Method. In this valuation, the ADC is equal to the Normal Cost plus amortization of the unfunded actuarial accrued liability over a closed amortization period.
Covered Payroll	Aggregate annual compensation paid (or expected to be paid) to active employees covered by an OPEB plan.
Implicit Subsidy	Subsidy generated by blending active and pre-Medicare retirees to develop a single flat premium for both groups, with active employees subsidizing the premiums for retirees.
Normal Cost (or Service Cost)	The portion of PVB attributed to employee service during the current fiscal year.
Other Postemployment Benefits (OPEB)	Post-employment benefits (excluding termination and severance benefits) not covered by a pension plan.
Present Value of Future Benefits (PVB)	The value, as of the valuation date, of the projected benefits payable to all members for their accrued service and their expected future service, discounted to reflect the time value of money and adjusted for the probabilities of retirement, withdrawal, death and disability.

FINANCE AND ADMINISTRATION COMMITTEE

ITEM: INFORMATIONAL ITEM

7. REPORT ON ACTIVITY/PROGRESS ON CONTRACTS OVER $25,000

Meeting Date:	**September 14, 2026**	**Budgeted:**	**N/A**
From:	**David J. Stoldt, General Manager**	**Program/ Line Item No.:**	**N/A**
Prepared By:	**Nishil Bali**	**Cost Estimate:**	**N/A**

General Counsel Review: N/A
Committee Recommendation: N/A
CEQA Compliance: This action does not constitute a project as defined by the California Environmental Quality Act Guidelines Section 15378.

SUMMARY: Attached for review as **Exhibit 7-A** is a monthly status report on contracts over $25,000 for the period July 2026. Contracts associated with District grants are provided in a separate section for reference. This status report is provided for information only, no action is required.

EXHIBIT
7-A Status on District Open Contracts (over $25k)

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EXHIBIT 7-A

Monterey Peninsula Water Management District

Status on District Open Contracts and Grants

For The Period July 2026

	Contract	Description	Date Authorized	Contract Amount	Prior Period Expended To Date	Current Period Spending*	Total Expended To Date	Current Period Acitivity	P.O. Number
1	Albert A. Webb Associates	Consultant for Public's Acquisition of Monterey Water System (Cal-Am)	11/18/2024	$ 1,200,000.00	$ 117,465.00	$ -	$ 117,465.00		PO03880
2	Close and Associates	Utility consultant for Public's Acquisition of Monterey Water System	11/18/2024	$ 965,000.00	$ 131,346.33	$ -	$ 131,346.33		PO03876
3	Colantuono, Highsmith, & Whatley, PC	MTA Legal services for appeal to Water Supply Charge	9/15/2021	$ 100,000.00	$ 97,222.22	$ -	$ 97,222.22		PO03715
4	CSC	Recording Fees FY 25-26	7/1/2025	$ 60,000.00	$ 40,000.00	$ -	$ 40,000.00		PO03957
5	CSC	Recording Fees FY 26-27	4/20/2026	$ 65,000.00	$ -	$ -	$ -		PO04162
7	Deveera Inc	IT Managed Services & Subscriptions FY 26-27	4/20/2026	$ 94,851.68	$ -	$ 7,829.12	$ 7,829.12	Current period billing	PO04179
9	GSI Environmental Inc.	Upgrade CRBHM	4/20/2026	$ 68,000.00	$ -	$ 2,868.62	$ 2,868.62	Current period billing	PO04189
10	IGM Holdings	Budget Suite software	12/2/2025	$ 52,704.00	$ 23,000.00	$ -	$ 23,000.00		PO04067
11	JEA and Associates	State Advocacy Services FY 26-27	5/18/2026	$ 72,000.00	$ -	$ 6,000.00	$ 6,000.00	Current period billing	PO04159
12	John K. Cohan dba Telemetrix	Consultant Services for Sleepy Hollow Facility 25-26	7/1/2025	$ 35,408.00	$ 34,487.12	$ -	$ 34,487.12		PO04141
13	Kennedy/Jenks Consultants, Inc.	Urban Water Management Plan Services	7/1/2025	$ 134,860.00	$ 74,761.52	$ -	$ 74,761.52		PO04025
14	Kevin Robert Knapp/ Tierra Plan LLC	Surface Water Data Portal	11/14/2022	$ 27,730.00	$ 27,400.81	$ -	$ 27,400.81		PO03302
15	Lynx Technologies, Inc	GIS Consultant Contract for FY 26-27	6/22/2026	$ 35,000.00	$ -	$ 4,500.00	$ 4,500.00	Current period billing	PO04202
16	Maggiora Bros. Drilling, Inc	ASR Support from Maggiora Bros for Well Work	6/20/2023	$ 50,000.00	$ -	$ -	$ -		PO03407
17	Montgomery & Associates	Groundwater Modeling Montgomery Contract	6/27/2024	$ 55,000.00	$ -	$ -	$ -		PO03750
19	Montgomery & Associates	Tularcitos ASR Feasibility Study	3/20/2023	$ 119,200.00	$ 112,419.50	$ -	$ 112,419.50		PO03368
20	Montgomery & Associates	Annual Groundwater Modeling Support	6/20/2022	$ 50,000.00	$ 37,929.00	$ -	$ 37,929.00		PO03193
21	Montgomery & Associates	Annual Groundwater Modeling Support	6/22/2026	$ 55,000.00	$ -	$ -	$ -		PO04148
22	Pueblo Water Resources, Inc.	ASR Operations Support	6/20/2023	$ 25,000.00	$ 1,997.50	$ -	$ 1,997.50		PO03406
23	Pueblo Water Resources, Inc.	Seaside Groundwater Basin Geochemical Study	1/24/2018	$ 68,679.00	$ 57,168.85	$ -	$ 57,168.85		PO01628
24	Pueblo Water Resources, Inc.	SSAP Water Quality Study	8/21/2017	$ 94,437.70	$ 47,282.61	$ -	$ 47,282.61		PO01510
25	Raftelis Financial Consultants	Measure J/Rule 19.8 Appraisal/Rate Study Phase 4	8/21/2023	$ 200,000.00	$ 36,190.00	$ 2,467.50	$ 38,657.50	Current period billing	PO03491
26	Rutan & Tucker, LLP	Measure J/Rule 19.8 Eminent Domain Phase IV	2/24/2023	$ 450,000.00	$ 436,113.86	$ -	$ 436,113.86		PO03639
27	Rutan & Tucker, LLP	Measure J/Rule 19.8 Eminent Domain Phase IV	8/17/2026	$ 360,000.00	$ -		$ -		PO04211
28	RWG Law	California Coastal Commission and Cal-Am Case	3/16/2026	$ 40,000.00	$ 33,443.44	$ -	$ 33,443.44		PO04117
29	Schaaf & Wheeler	Drawing Support Services	4/23/2023	$ 30,000.00	$ 29,425.00	$ -	$ 29,425.00		PO03474
30	Shute, Mihaly & Weinberger LLP	LAFCO Litigation	3/17/2025	$ 355,000.00	$ 351,648.66	$ -	$ 351,648.66		PO03882

Monterey Peninsula Water Management District
Status on District Open Contracts and Grants
For The Period July 2026

	Contract	Description	Date Authorized	Contract Amount	Prior Period Expended To Date	Current Period Spending*	Total Expended To Date	Current Period Acitivity	P.O. Number
31	Shute, Mihaly & Weinberger LLP	Measure J/Rule 19.8 LAFCO Litigation	8/17/2026	$ 360,000.00	$ 23,174.98	$ 8,811.85	$ 31,986.83	Current period billing	PO04212
32	The Ferguson Group	TFG Advocacy Services FY 26-27	5/18/2026	$ 79,380.00	$ -	$ 6,615.00	$ 6,615.00	Current period billing	PO04158
33	The Pun Group	Audit Services for FY 26/27	4/21/2025	$ 81,900.00	$ -	$ 39,375.00	$ 39,375.00	Current period billing	PO04178
34	TJC and Associates	Perform a review of our electrical system, capacity, and provide overall support for the ASR project	6/27/2024	$ 45,000.00	$ 8,682.00	$ -	$ 8,682.00		PO03829
35	TM Process & Controls	ASR Well Turbidity Control	8/19/2024	$ 57,749.00	$ 54,390.49	$ -	$ 54,390.49		PO03852
36	WellmanAD	Public Outreach Consultant FY 25-26	7/1/2025	$ 94,500.00	$ 89,700.00	$ -	$ 89,700.00		PO03965
37	WellmanAD	Public Outreach Consultant FY 26-27	4/20/2026	$ 97,344.00	$ -	$ 12,281.98	$ 12,281.98	Current period billing	PO04160

Contracts related to District Grants

	Contract	Description	Date Authorized	Contract Amount	Prior Period Expended To Date	Current Period Spending*	Total Expended To Date	Current Period Acitivity	P.O. Number
1	DUDEK	Grant administration services for the Proposition 1 IRWM Implementation	12/14/2020	$ 114,960.00	$ 75,025.00	$ -	$ 75,025.00		PO02847
2	DUDEK	IRWM IR2 Grant Administration	10/1/2022	$ 90,510.00	$ 21,243.75	$ 1,278.75	$ 22,522.50	FY Q4 Billing	PO03718
3	City of Sand City	IRWM Round 1 Grant Reimbursement	3/28/2022	$ 1,084,322.50	$ 83,428.75	$ 860.00	$ 84,288.75	FY Q4 Billing	PO03093
4	County of Monterey	IRWM Grant Round 2 Reimbursement	5/19/2023	$ 898,451.00	$ -	$ -	$ -		PO03879
5	City of Monterey	IRWM Grant Round 2 Reimbursement	5/19/2023	$ 500,000.00	$ 85,767.60	$ 56,031.44	$ 141,799.04	FYQ3 and Q4 Billing	PO03878

FINANCE AND ADMINISTRATION COMMITTEE

ITEM: INFORMATIONAL ITEM

8. STATUS REPORT ON EXPENDITURES – PUBLIC'S OWNERSHIP OF MONTEREY WATER SYSTEM

Meeting Date:	**September 14, 2026**	**Budgeted:**	**N/A**
From:	**David J. Stoldt,** **General Manager**	**Program/** **Line Item No.:**	**N/A**
Prepared By:	**Nishil Bali**	**Cost Estimate:**	**N/A**

General Counsel Review: N/A
Committee Recommendation: N/A
CEQA Compliance: This action does not constitute a project as defined by the California Environmental Quality Act Guidelines Section 15378.

SUMMARY: Attached for review as **Exhibit 8-A** is a monthly status report on spending – Public's Ownership of Monterey Water System for the period July 2026. This status report is provided for information only; no action is required.

EXHIBIT
8-A Status Report on Spending – Public's Ownership of Monterey Water System

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EXHIBIT 8-A

Monterey Peninsula Water Management District

Status on Public's Ownership of Monterey Water System - Phase IV

Eminent Domain Proceedings through Bench Trial

Through July 2026

	Contract	Date Authorized	Authorized Amount	Prior Period Spending	Current Period Spending	Total Expended To Date	Spending Remaining	Project No.
1	Eminent Domain Legal Counsel (Rutan)	12/16/2024	$ 810,000.00	$ 426,728.66		$ 426,728.66	$ 383,271.34	PA00009-01
2	Eminent Domain Legal Counsel (SMW)*	3/17/2025	$ 715,000.00	$ 374,455.61	$ 8,811.85	$ 383,267.46	$ 331,732.54	PA00009-02
3	Financial Services (Raftelis)	8/21/2023	$ 200,000.00	$ 36,190.00	$ 2,467.50	$ 38,657.50	$ 161,342.50	PA00009-03
5	Utility Consultant (Close & Associates)	12/16/2024	$ 965,000.00	$ 131,346.33		$ 131,346.33	$ 833,653.67	PA00009-07
6	Consulting Civil Engineer (Webb Associates)	11/18/2024	$ 1,200,000.00	$ 117,465.00		$ 117,465.00	$ 1,082,535.00	PA00009-07
	Total		**$ 3,890,000.00**	**$ 1,086,185.60**	**$ 11,279.35**	**$ 1,097,464.95**	**$ 2,792,535.05**	

	District Legal Counsel			$ 129,394.51	$ 7,080.60	$ 136,475.11		PA00009-05

Status on Public's Ownership of Monterey Water System - Phase III

Appraisal through Resolution of Necessity

Through October 2023

	Contract	Date Authorized	Authorized Amount	Prior Period Spending	Current Period Spending	Total Expended To Date	Spending Remaining	Project No.
1	Eminent Domain Legal Counsel	12/16/2019	$ 200,000.00	$ 98,283.28		$ 98,283.28	$ 101,716.72	PA00007-01
2	Appraisal Services	4/17/2023	$ 220,000.00	$ 220,000.75		$ 220,000.75	$ (0.75)	PA00007-03
3	District Legal Counsel	12/16/2019	$ 100,000.00	$ 63,065.50		$ 63,065.50	$ 36,934.50	PA00007-05
4	Real Estate Appraiser	8/15/2022	$ 80,000.00	$ 53,309.64		$ 53,309.64	$ 26,690.36	PA00007-06
6	Water Rights Appraisal	8/15/2022	$ 75,000.00	$ 45,490.46		$ 45,490.46	$ 29,509.54	PA00007-10
7	Contingency/Miscellaneous	12/16/2019	$ -	$ -		$ -	$ -	PA00007-20
	Total		**$ 675,000.00**	**$ 480,149.63**	**$ -**	**$ 480,149.63**	**$ 194,850.37**	

Status on Public's Ownership of Monterey Water System - Phase II
EIR & LAFCO Application
Through September 2022

	Contract	Date Authorized	Authorized Amount	Prior Period Spending	Current Period Spending	Total Expended To Date	Spending Remaining	Project No.
1	Eminent Domain Legal Counsel	9/20/2021	$ 345,000.00	$ 168,265.94		$ 168,265.94	$ 176,734.06	PA00005-01
2	CEQA Work	12/16/2019	$ 134,928.00	$ 134,779.54		$ 134,779.54	$ 148.46	PA00005-02
3	Appraisal Services	9/20/2021	$ 430,000.00	$ 188,683.75		$ 188,683.75	$ 241,316.25	PA00005-03
4	Operations Plan	12/16/2019	$ 145,000.00	$ 94,860.00		$ 94,860.00	$ 50,140.00	PA00005-04
5	District Legal Counsel	12/16/2019	$ 40,000.00	$ 162,254.16		$ 162,254.16	$ (122,254.16)	PA00005-05
6	MAI Appraiser	6/15/2020	$ 170,000.00	$ 76,032.00		$ 76,032.00	$ 93,968.00	PA00005-06
7	Jacobs Engineering	12/16/2019	$ 87,000.00	$ 86,977.36		$ 86,977.36	$ 22.64	PA00005-07
8	LAFCO Process	11/15/2021	$ 240,000.00	$ 217,784.62		$ 217,784.62	$ 22,215.38	PA00005-08
9	PSOMAS	9/20/2021	$ 28,000.00	$ 25,900.00		$ 25,900.00	$ 2,100.00	PA00005-09
10	Contingency/Miscellaneous/Uncommitted	12/16/2019	$ 289,072.00	$ 38,707.08		$ 38,707.08	$ 250,364.92	PA00005-20
	Total		**$ 1,909,000.00**	**$ 1,194,244.45**	**$ -**	**$ 1,194,244.45**	**$ 714,755.55**	

1	Measure J CEQA Litigation Legal Services*	12/23/2020	$ 200,000.00	$ 140,303.06		$ 140,303.06	$ 59,696.94	PA00005-15

1	Measure J LAFCO Litigation Legal Services*	1/1/2022	$ 400,000.00	$ 398,750.20		$ 398,750.20	$ 1,249.80	PA00005-16

Status on Public's Ownership of Monterey Water System - Phase I

Financial Feasibility

Through November 2019

	Contract	Date Authorized	Authorized Amount	Prior Period Spending	Current Period Spending	Total Expended To Date	Spending Remaining	Project No.
1	Eminent Domain Legal Counsel	12/17/2018	$ 100,000.00	$ 160,998.16		$ 160,998.16	$ (60,998.16)	PA00002-01
2	Investment Banking Services	2/21/2019	$ 30,000.00	$ 27,000.00		$ 27,000.00	$ 3,000.00	PA00002-02
3	Valuation & Cost of Service Study Consultant	2/21/2019	$ 355,000.00	$ 286,965.17		$ 286,965.17	$ 68,034.83	PA00002-03
4	Investor Owned Utility Consultant	2/21/2019	$ 100,000.00	$ 84,221.69		$ 84,221.69	$ 15,778.31	PA00002-04
5	District Legal Counsel		$ 35,000.00	$ 41,897.59		$ 41,897.59	$ (6,897.59)	PA00002-05
6	Contingency/Miscellaneous		$ 30,000.00	$ 45,495.95		$ 45,495.95	$ (15,495.95)	PA00002-10
	Total		**$ 650,000.00**	**$ 646,578.56**	**$ -**	**$ 646,578.56**	**$ 3,421.44**	

* Amount amended to match totals for PO03882 with Shute Mihaly & Weinberger for LAFCO Litigation as stated in the Contracts Report

MONTEREY PENINSULA WATER MANAGEMENT DISTRICT

DRAFT AGENDA
Regular Meeting
Board of Directors
Monterey Peninsula Water Management District
****
Monday, September 28, 2026 at 6:00 p.m. [PST]

Meeting Location: MPWMD – Main Conference Room
5 Harris Court, Building G, Monterey, CA 93940
[This is an in-person meeting. Remote participation via Zoom may be offered, but it is optional and not required for the meeting to proceed. **Please note the meeting will proceed as normal even if there are technical difficulties accessing Zoom.** The District will do its best to resolve any technical issues as quickly as possible.]

To Join via Zoom- Teleconferencing means, please click the link below:
https://mpwmd-net.zoom.us/j/84022457821?pwd=2kBt7RAN54YcEsykAYRqohJE1zy49X.1

Webinar ID: **840 2245 7821** | Passcode: **092826** | To Participate by Phone: **(669) 900-9128**

For detailed instructions on how to connect to the meeting, please click the link below:
https://www.mpwmd.net/instructions-for-connecting-to-the-zoom-meetings/

The public may also view the live broadcast of the meeting on Comcast Channel 24 or the live webcast on AMP https://accessmediaproductions.org/ scroll down to the bottom of the page and select AMP 1.

Copies of the agenda packet are available for review on the District website (www.mpwmd.net) and at 5 Harris Court, Bldg. G, Monterey, CA.

Under the Brown Act, public comment for matters on the agenda must relate to that agenda item and public comments for matters not on the agenda must relate to the subject matter jurisdiction of this legislative body. This is a warning that if a member of the public attending this meeting remotely or in-person violates the Brown Act by failing to comply with these requirements, then the Chair may request that speaker be muted. If a member of the public attending this meeting in-person engages in disruptive behavior that disturbs the orderly conduct of the meeting, they may be removed from the meeting after a warning.

Board of Directors	**Mission Statement**
Ian Oglesby, Chair – Mayoral Representative Rebecca Lindor, Vice-Chair – Division 3 Alvin Edwards – Division 1 George Riley – Division 2 Karen Paull – Division 4 Marianne Gawain – Division 5 Kate Daniels – Monterey County Board of Supervisors Representative **General Manager** David J. Stoldt **Assistant General Manager** Mike McCullough	Sustainably manage and augment the water resources of the Monterey Peninsula to meet the needs of its residents and businesses while protecting, restoring, and enhancing its natural and human environments. **Vision Statement** Model ethical, responsible, and responsive governance in pursuit of our mission. **Board's Goals and Objectives** Are available online at: https://www.mpwmd.net/who-we-are/mission-vision-goals/

CALL TO ORDER / ROLL CALL

PLEDGE OF ALLEGIANCE

ADDITIONS AND CORRECTIONS TO THE AGENDA – *The General Manager will announce agenda corrections and proposed additions, which may be acted on by the Board as provided in Sections 54954.2 of the California Government Code.*

ORAL COMMUNICATIONS – *Anyone wishing to address the Board on Consent Calendar, Information Items, Closed Session items, or matters not listed on the agenda may do so only during Oral Communications. Please limit your comment to three (3) minutes. The public may comment on all other items at the time they are presented to the Board.*

CONSENT CALENDAR - *The Consent Calendar consists of routine items for which staff has prepared a recommendation. Approval of the Consent Calendar ratifies the staff recommendation. Consent Calendar items may be pulled for separate consideration at the request of a member of the public, or a member of the Board. Following adoption of the remaining Consent Calendar items, staff will give a brief presentation on the pulled item. Members of the public are requested to limit individual comment on pulled Consent Items to three (3) minutes. Unless noted with double asterisks "**", Consent Calendar items do not constitute a project as defined by CEQA Guidelines section 15378.*

1. Consider Adoption of Minutes of the Regular Board Meeting on August 17, 2026
2. Consider Adoption of Resolution No. 2026-10 – Amending Rebate Amounts Table – Rule 141
3. Consider Approval of Cost Sharing Agreement for Recalibration and Updating Groundwater Models for the Seaside Groundwater Basin
4. Consider Adoption of Treasurer's Report for July 2026
5. Receive Government Accounting Standards Board (GASB) Statement No. 68 – Financial Reporting for Pensions
6. Receive Government Accounting Standard Board (GASB) Statement No. 75 – Financial Reporting for Post-Employment Benefits Other Than Pensions

GENERAL MANAGER'S REPORT

7. General Manager's Report *(Verbal Report)*

REPORT FROM DISTRICT COUNSEL

8. Report from District Counsel – General Report of Pending Litigation

DIRECTORS' REPORTS (INCLUDING AB 1234 REPORTS ON TRIPS, CONFERENCE ATTENDANCE AND MEETINGS)

9. Oral Reports on Activities of County, Cities, Other Agencies/Committees/Associations

PUBLIC HEARING – *Public Comment will be received. Please limit your comments to three (3) minutes per item.*

10. Consider Adoption of October through December 2025 Quarterly Water Supply Strategy and Budget

    [CEQA Compliance: Notice of Exemption, CEQA, Article 19, Section 15301 (Class 1) ESA Compliance: Consistent with the September 2001 and February 2009 Conservation Agreements between the National Marine Fisheries Service and California American Water to minimize take of listed steelhead in the Carmel River and Consistent with SWRCB WR Order Nos. 95-10, 98-04, 20020002, and 2016-0016.]

<u>Recommended Action</u>: *The Board will consider approval of a proposed production strategy for the California American Water Distribution System for the three-month period of October through December 2025. The strategy sets monthly goals for surface and groundwater production from various sources within the California American Water System.*

11. Consider Adoption of Resolution No. 2026-11 – Modifying Rule 160 – Regulatory Water Production Targets for California American Water Systems

    [Exempt from environmental review per SWRCB Order Nos. 95-10 and 2016-0016, and the Seaside Basin Groundwater Basin adjudication decision, as amended and Section 15268 of the California Environmental Quality Act (CEQA) Guidelines, as a ministerial project; Exempt from Secion 15307, Actions by Regulatory Agencies for Protection of Natural Resources.]

    <u>Recommended Action</u>: *The Board will consider adopting Resolution No. 2026-11 Modifying Rule 160.*

12. Consider Second Reading and Adoption of Ordinance No. 202 – Deleting Rules 18, 19, 19.5, 26, 32, 80, 81, 82, 100, and 129, and Amending Rules 42, 52, 54, 56, 64, 101,110, 123, 128, and 161

    <u>Recommended Action:</u> *The Board will consider adoption of Ordinance No. 202 clarifying and updating various District rules which do not have a relevant Committee for initial review.*

DISCUSSION ITEMS – Public Comment will be received. Please limit your comments to three (3) minutes per item.

13. Update on Cease and Desist Order Hearing Schedule

    <u>Recommended Action</u>: *The Board will receive an update from the General Manager regarding the Cease and Desist Order hearing schedule.*

14. Update on Cal-Am Progress to Satisfy Coastal Commission Permit Conditions

    <u>Recommended Action</u>: *The Board will receive an update from the General Manager regarding Cal-Am's progress in satisfying Coastal Commission permit conditions.*

INFORMATIONAL ITEMS/STAFF REPORTS - *The public may address the Board on Informational Items and Staff Reports during the Oral Communications portion of the meeting. Please limit your comments to three minutes.*

15. Report on Activity/Progress on Contracts Over $25,000
16. Status Report on Expenditures – Public's Ownership of Monterey Water System
17. Letters Received and Sent Supplemental Letter Packet
18. Committee Reports
19. Monthly Allocation Report
20. Water Efficiency Program Report for August 2026
21. Carmel River Fishery Report for August 2026
22. Monthly Water Supply and California American Water Production Report
    [Exempt from environmental review per SWRCB Order Nos. 95-10 and 2016-0016, and the Seaside Basin Groundwater Basin adjudication decision, as amended and Section 15268 of the California Environmental Quality Act (CEQA) Guidelines, as a ministerial project; Exempt from Section 15307, Actions by Regulatory Agencies for Protection of Natural Resources]

ADJOURNMENT

Board Meeting Schedule		
Monday, October 19, 2026	*Regular*	6:00 p.m.
Monday, November 16, 2026	*Regular*	6:00 p.m.

Accessibility

In accordance with Section 202 of the Americans with Disabilities Act of 1990 (42 U.S.C. Sec. 12132), MPWMD will make a reasonable effort to provide written agenda materials in appropriate alternative formats, or disability-related modification or accommodation, including auxiliary aids or services, to enable individuals with disabilities to participate in public meetings. MPWMD will also make a reasonable effort to provide translation services upon request. Submit requests at least 48 hours prior to the scheduled meeting date/time to Sara Reyes, Board Clerk by e-mail at sara@mpwmd.net or at (831) 658-5610.

Options for Providing Public Comment

Attend In-Person
The Board meeting will be held in the Main Conference Room at **5 Harris Court, Building G, Monterey, CA 93942** and has limited seating capacity.

Submission of Written Public Comment
Send written comments to District Office, 5 Harris Court, Building G, Monterey, CA or online at comments@mpwmd.net. Include the following subject line: "PUBLIC COMMENT ITEM #" (insert the agenda item number relevant to your comment). Written comments must be received by 2:00 PM on the day of the meeting. All submitted comments will be provided to the Board of Directors, compiled as part of the record, and placed on the District's website as part of the agenda packet for the meeting. Correspondence is not read during the public comment portion of the meeting.

Instructions for Connecting to the Zoom Meeting can be found at
https://www.mpwmd.net/instructions-for-connecting-to-the-zoom-meetings/

Refer to the Meeting Rules to review the complete Rules of Procedure for MPWMD Board and Committee Meetings:
https://www.mpwmd.net/who-we-are/board-of-directors/meeting-rules-of-the-mpwmd/