



AGENDA  
**Finance and Administration Committee**

MPWMD Conference Room  
5 Harris Court, Building G, Monterey, CA 93940

Monday, September 8, 2025, at 2:00 PM [PST]

COMMITTEE MEMBERS		<u>Mission Statement</u>
George Riley – Chair Rebecca Lindor Kate Daniels	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.
Alternate: Karen Paull		<u>Vision Statement</u> Model ethical, responsible, and responsive governance in pursuit of our mission.
		<u>Board's Goals and Objectives</u> Are available online at <a href="https://www.mpwmd.net/who-we-are/mission-vision-goals/">https://www.mpwmd.net/who-we-are/mission-vision-goals/</a>

[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/85981599283?pwd=BwSDYvytflq8RLjND1ju3buwBUMi0.1>

Webinar ID: **859 8159 9283** | Password: **090825** | 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](http://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 11, 2025 Committee Meeting Minutes
2. Consider Adoption of Treasurer’s Report for July 2025
3. Consider Recommendation to Adopt Proposed Financial Policies

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

4. Report on Activity/Progress on Contracts Over \$25,000
5. Status Report on – 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.*

6. Review Draft September 15, 2025 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](mailto: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](mailto: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 11, 2025 COMMITTEE MEETING MINUTES**

**Meeting Date:** September 8, 2025

**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 11, 2025.

**RECOMMENDATION:** The Finance and Administration Committee should review and adopt the minutes by motion.

**EXHIBIT****1-A Draft Minutes of August 11, 2025 Finance and Administration Committee Meeting**





## **EXHIBIT 1-A**

### **DRAFT MINUTES Finance and Administration Committee August 11, 2025 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 at 2:00 p.m.

#### **Committee Members Present**

George Riley, Chair  
Rebecca Lindor  
Kate Daniels

#### **Committee Members Absent**

None

#### **District Staff Members Present**

Dave Stoldt General Manager  
Mike McCullough, Assistant General Manager  
Nishil Bali, Chief Financial Officer/Administrative  
Services Manager  
Sara Reyes, Executive Assistant/Board Clerk

#### **District Staff Members Absent**

None

#### **District Counsel Present**

Michael Laredo, De Lay & Laredo

#### **Additions / Corrections to Agenda**

None

#### **Comments from the Public**

None

#### **Action Items**

##### **1. Consider Adoption of June 9, 2025 Committee Meeting Minutes**

On a motion by Daniels, seconded by Lindor, the minutes of June 9, 2025, meeting were approved 3-0.

##### **2. Consider Approval of Contribution to the Monterey One Water Pure Water Monterey Expansion Celebration Event**

Director Daniels offered an amended motion requesting clarification on where the excess funds raised would be applied. The amended motion was seconded by Director Riley. Additionally, the motion included the Finance and Administration Committee's recommendation that the Board approve a \$10,000 sponsorship level for the Pure Water Monterey Expansion event on October 2, 2025. The

motion passed unanimously with a 3-0 vote.

### **3. Consider Adoption of Treasurer's Report for June 2025**

On a motion by Lindor, seconded by Daniels, the Finance and Administration Committee recommended that the Board adopt the June 2025 Treasurer's Report and Statement of Revenues and Expenditures, and ratify the disbursements made during the month. The motion passed unanimously on a 3-0 vote.

### **4. Consider Approval of the Fourth Quarter Fiscal Year 2024-2025 Investment Report**

On a motion by Daniels, seconded by Lindor, the Finance and Administration Committee recommended that the Board approve the Fourth Quarter Fiscal Year 2024-2025 Investment Report. The motion passed unanimously on a 3-0 vote.

## **Informational Items**

### **5. 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.

### **6. Status Report on - 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**

### **7. Review Proposed Reserve and Pension/OPEB Policies**

Nishil Bali, Chief Financial Officer/Administrative Services Manager, presented a draft of the Reserve Policies and Pension/OPEB Strategies for the Committee's review and discussion.

### **8. Review Draft August 18, 2025 Regular Board Meeting Agenda**

The Committee reviewed and discussed the draft agenda for the August 18 Board meeting and made no changes.

## **Adjournment**

There being no further business, Chair Riley adjourned the meeting at 3:15 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 on \_\_\_\_\_, 2025.

Received by the MPWMD Board of Directors on \_\_\_\_\_. 2025.

## **FINANCE AND ADMINISTRATION COMMITTEE**

### **ITEM: ACTION ITEM**

#### **2. CONSIDER ADOPTION OF TREASURER'S REPORT FOR JULY 2025**

**Meeting Date:** September 8, 2025      **Budgeted:** N/A

**From:** David J. Stoldt,  
General Manager      **Program/** N/A  
**Line Item No.:**

**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 8, 2025, and recommended \_\_\_\_\_.

**CEQA Compliance:** This action does not constitute a project as defined by the California Environmental Quality Act Guidelines Section 15378.

---

**SUMMARY:** Exhibit 2-A comprises the Treasurer's Report for July 2025. Exhibit 2-B includes listings of check disbursements for the period July 1-31, 2025. 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 \$3,178,128.23. Rebate payments of \$2,500 were paid in July. Exhibit 2-C reflects the unaudited version of the Statement of Revenues and Expenditures for the month ending July 31, 2025.

**RECOMMENDATION:** The Finance and Administration committee should recommend that the board adopt the July 2025 Treasurer's Report and Statement of Revenues and Expenditures, and ratify the disbursements made during the month.

### **EXHIBITS**

**2-A** Treasurer's Report

**2-B** Listing of Cash Disbursements

**2-C** Statement of Revenues and Expenditures





**MONTEREY PENINSULA WATER MANAGEMENT DISTRICT  
TREASURER'S REPORT FOR JULY 2025**

<u>Description</u>	<u>Checking</u>	<u>MPWMD Money Market</u>	<u>California CLASS</u>	<u>L.A.I.F.</u>	<u>Multi-Bank Securities*</u>	<u>MPWMD Total</u>	<u>PB Reclamation Money Market</u>
<b>Beginning Balance (A)</b>	<b>\$1,546,068.86</b>	<b>\$4,372,697.36</b>	<b>\$1,018,945.38</b>	<b>\$16,069,372.78</b>	<b>9,385,687.61</b>	<b>\$32,392,771.99</b>	<b>\$324,187.29</b>
Fees/Deposits		1,442,308.81				1,442,308.81	858,656.80
MoCo Tax & WS Chg Installment Pymt						0.00	
Interest Received			3,759.31	173,370.82	27,019.55	204,149.68	
Transfer - Checking/CLASS						0.00	
Transfer - Money Market/LAIF						0.00	
Transfer - Money Market/Checking	2,000,000.00	(2,000,000.00)				0.00	
Transfer - Money Market/Multi-Bank						0.00	
Transfer to CAWD						0.00	
<b>Sub-total - Receipts/Transfers (B)</b>	<b>\$2,000,000.00</b>	<b>(\$557,691.19)</b>	<b>\$3,759.31</b>	<b>173,370.82</b>	<b>\$27,019.55</b>	<b>\$1,646,458.49</b>	<b>\$858,656.80</b>
AP Automation Payments	(2,059,277.49)					(2,059,277.49)	
General Checks	-					0.00	
Bank Draft Payments	(46,418.66)	(1.88)				(46,420.54)	
Rebate Payments	(2,500.00)					(2,500.00)	
Payroll Checks/Direct Deposits	(195,241.99)					(195,241.99)	
Payroll Tax/Benefit Deposits	(873,941.20)					(873,941.20)	
Bank Charges/Other	(948.89)					(948.89)	
Bank Corrections/Reversals/Errors	200.00					200.00	
Voided Checks	-					0.00	
Credit Card Fees						0.00	
Returned Deposits						0.00	
<b>Sub-total - Disbursements (C)</b>	<b>(3,178,128.23)</b>	<b>(1.88)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(3,178,130.11)</b>	<b>-</b>
<b>Ending Balance (A+B+C)</b>	<b>\$367,940.63</b>	<b>\$3,815,004.29</b>	<b>\$1,022,704.69</b>	<b>\$16,242,743.60</b>	<b>\$9,412,707.16</b>	<b>\$30,861,100.37</b>	<b>\$1,182,844.09</b>

\* Fixed Income investments are reported at face value



**EXHIBIT 2-B**

9

**My Check Report**

By Check Number

Date Range: 07/01/2025 - 07/31/2025



Monterey Peninsula Water Management District

Vendor Number	Vendor Name	Payment Date	Payment Type	Discount Amount	Payment Amount	Number
Bank Code: APBNK	-Bank of America Checking					
Payment Type: Virtual Payment						
00763	ACWA-JPIA	07/03/2025	Virtual Payment	0.00	380.50	APA007124
01015	American Lock & Key	07/03/2025	Virtual Payment	0.00	10.93	APA007125
00760	Andy Bell	07/03/2025	Virtual Payment	0.00	604.00	APA007126
00263	Arlene Tavani	07/03/2025	Virtual Payment	0.00	1,114.00	APA007127
00983	Beverly Chaney	07/03/2025	Virtual Payment	0.00	1,499.18	APA007128
12601	Carmel Valley Ace Hardware	07/03/2025	Virtual Payment	0.00	11.70	APA007129
26677	David Federico	07/03/2025	Virtual Payment	0.00	30.00	APA007130
18734	DeVeera Inc.	07/03/2025	Virtual Payment	0.00	591.90	APA007131
00192	Extra Space Storage	07/03/2025	Virtual Payment	0.00	510.00	APA007132
00235	Green Rubber- Kennedy AG	07/03/2025	Virtual Payment	0.00	164.28	APA007133
00993	Harris Court Business Park	07/03/2025	Virtual Payment	0.00	793.39	APA007134
04717	Inder Osahan	07/03/2025	Virtual Payment	0.00	1,417.20	APA007135
03857	Joe Oliver	07/03/2025	Virtual Payment	0.00	744.00	APA007136
00094	John Arriaga	07/03/2025	Virtual Payment	0.00	4,500.00	APA007137
05830	Larry Hampson	07/03/2025	Virtual Payment	0.00	1,451.75	APA007138
00222	M.J. Murphy	07/03/2025	Virtual Payment	0.00	52.25	APA007139
05829	Mark Bekker	07/03/2025	Virtual Payment	0.00	367.41	APA007140
01012	Mark Dudley	07/03/2025	Virtual Payment	0.00	540.00	APA007141
00223	Martins Irrigation Supply	07/03/2025	Virtual Payment	0.00	138.31	APA007142
04715	Matthew Lyons	07/03/2025	Virtual Payment	0.00	730.42	APA007143
00242	MBAS	07/03/2025	Virtual Payment	0.00	2,321.00	APA007144
00262	Pure H2O	07/03/2025	Virtual Payment	0.00	65.54	APA007145
00251	Rick Dickhaut	07/03/2025	Virtual Payment	0.00	561.00	APA007146
00987	SDRMA - Prop & Liability Pkg	07/03/2025	Virtual Payment	0.00	314,524.16	APA007147
00988	SDRMA - Workers Comp. Insurance	07/03/2025	Virtual Payment	0.00	75,689.62	APA007148
00176	Sentry Alarm Systems	07/03/2025	Virtual Payment	0.00	185.50	APA007149
09989	Star Sanitation Services	07/03/2025	Virtual Payment	0.00	164.21	APA007150
04359	The Carmel Pine Cone	07/03/2025	Virtual Payment	0.00	1,275.00	APA007151
23550	WellmanAD	07/03/2025	Virtual Payment	0.00	7,875.00	APA007152
08105	Yolanda Munoz	07/03/2025	Virtual Payment	0.00	540.00	APA007153
06009	yourservicesolution.com	07/03/2025	Virtual Payment	0.00	7,187.00	APA007154
00763	ACWA-JPIA	07/15/2025	Virtual Payment	0.00	380.50	APA007155
12601	Carmel Valley Ace Hardware	07/15/2025	Virtual Payment	0.00	6.84	APA007156
00028	Colantuono, Highsmith, & Whatley, PC	07/15/2025	Virtual Payment	0.00	588.00	APA007157
00046	De Lay & Laredo	07/15/2025	Virtual Payment	0.00	41,829.00	APA007158
18734	DeVeera Inc.	07/15/2025	Virtual Payment	0.00	7,959.98	APA007159
06999	KBA Document Solutions, LLC	07/15/2025	Virtual Payment	0.00	335.15	APA007160
13431	Lynx Technologies, Inc	07/15/2025	Virtual Payment	0.00	8,475.00	APA007161
00222	M.J. Murphy	07/15/2025	Virtual Payment	0.00	44.55	APA007162
00117	Marina Backflow Company	07/15/2025	Virtual Payment	0.00	223.14	APA007163
04715	Matthew Lyons	07/15/2025	Virtual Payment	0.00	392.19	APA007164
16182	Monterey County Weekly	07/15/2025	Virtual Payment	0.00	1,765.00	APA007165
00274	Monterey One Water	07/15/2025	Virtual Payment	0.00	1,384,424.88	APA007166
00278	Monterey Tire Service	07/15/2025	Virtual Payment	0.00	390.18	APA007167
22201	Montgomery & Associates	07/15/2025	Virtual Payment	0.00	16,910.00	APA007168
13396	Navia Benefit Solutions, Inc.	07/15/2025	Virtual Payment	0.00	1,557.02	APA007169
00154	Peninsula Messenger Service	07/15/2025	Virtual Payment	0.00	665.00	APA007170
00755	Peninsula Welding Supply, Inc.	07/15/2025	Virtual Payment	0.00	64.50	APA007171
08925	Quinn Company	07/15/2025	Virtual Payment	0.00	4,150.52	APA007172
17968	Rutan & Tucker, LLP	07/15/2025	Virtual Payment	0.00	16,977.30	APA007173
03979	Special Districts Association of Monterey Count	07/15/2025	Virtual Payment	0.00	80.00	APA007174
09425	The Ferguson Group LLC	07/15/2025	Virtual Payment	0.00	12,600.00	APA007175
17965	The Maynard Group	07/15/2025	Virtual Payment	0.00	1,826.22	APA007176

## My Check Report

Date Range: 07/01/2025 - 07/31/2025

Vendor Number	Vendor Name	Payment Date	Payment Type	Discount Amount	Payment Amount	Number
04366	Tom Lindberg	07/15/2025	Virtual Payment	0.00	1,105.70	APA007177
00225	Trowbridge Enterprises Inc.	07/15/2025	Virtual Payment	0.00	512.00	APA007178
23550	WellmanAD	07/15/2025	Virtual Payment	0.00	9,574.82	APA007179
20230	Zoom Video Communications Inc	07/15/2025	Virtual Payment	0.00	492.76	APA007180
28519	Albert A. Webb Associates	07/18/2025	Virtual Payment	0.00	9,799.00	APA007181
00760	Andy Bell	07/18/2025	Virtual Payment	0.00	604.00	APA007182
04351	Carmel Chamber of Commerce	07/18/2025	Virtual Payment	0.00	690.00	APA007183
12601	Carmel Valley Ace Hardware	07/18/2025	Virtual Payment	0.00	35.86	APA007184
00281	CoreLogic Information Solutions, Inc.	07/18/2025	Virtual Payment	0.00	2,100.86	APA007185
04041	Cynthia Schmidlin	07/18/2025	Virtual Payment	0.00	563.76	APA007186
00046	De Lay & Laredo	07/18/2025	Virtual Payment	0.00	27,448.08	APA007187
12655	Graphicsmiths	07/18/2025	Virtual Payment	0.00	99.00	APA007188
02833	Greg James	07/18/2025	Virtual Payment	0.00	1,408.52	APA007189
03857	Joe Oliver	07/18/2025	Virtual Payment	0.00	744.00	APA007190
19897	John K. Cohan dba Telemetrix	07/18/2025	Virtual Payment	0.00	33,781.62	APA007191
06999	KBA Document Solutions, LLC	07/18/2025	Virtual Payment	0.00	25.00	APA007192
27302	Kyocera Document Solutions America, Inc.	07/18/2025	Virtual Payment	0.00	535.75	APA007193
00223	Martins Irrigation Supply	07/18/2025	Virtual Payment	0.00	57.37	APA007194
00278	Monterey Tire Service	07/18/2025	Virtual Payment	0.00	40.87	APA007195
04359	The Carmel Pine Cone	07/18/2025	Virtual Payment	0.00	1,275.00	APA007196
27964	TM Process & Controls	07/18/2025	Virtual Payment	0.00	18,248.00	APA007197
00271	UPEC, Local 792	07/18/2025	Virtual Payment	0.00	1,236.00	APA007198
23550	WellmanAD	07/18/2025	Virtual Payment	0.00	1,875.00	APA007199
00010	Access Monterey Peninsula	07/25/2025	Virtual Payment	0.00	3,500.00	APA007200
00263	Arlene Tavani	07/25/2025	Virtual Payment	0.00	1,114.00	APA007201
00224	City of Monterey	07/25/2025	Virtual Payment	0.00	1,939.58	APA007202
00028	Colantuono, Highsmith, & Whatley, PC	07/25/2025	Virtual Payment	0.00	168.00	APA007203
06001	Cypress Coast Ford	07/25/2025	Virtual Payment	0.00	898.04	APA007204
22793	ETech Consulting, LLC	07/25/2025	Virtual Payment	0.00	1,881.25	APA007205
21199	G3, Green Gardens Group, LLC	07/25/2025	Virtual Payment	0.00	1,600.00	APA007206
19897	John K. Cohan dba Telemetrix	07/25/2025	Virtual Payment	0.00	2,925.00	APA007207
06999	KBA Document Solutions, LLC	07/25/2025	Virtual Payment	0.00	15.00	APA007208
00222	M.J. Murphy	07/25/2025	Virtual Payment	0.00	21.41	APA007209
01012	Mark Dudley	07/25/2025	Virtual Payment	0.00	540.00	APA007210
16182	Monterey County Weekly	07/25/2025	Virtual Payment	0.00	1,566.00	APA007211
13396	Navia Benefit Solutions, Inc.	07/25/2025	Virtual Payment	0.00	1,357.02	APA007212
04359	The Carmel Pine Cone	07/25/2025	Virtual Payment	0.00	1,275.00	APA007213
08105	Yolanda Munoz	07/25/2025	Virtual Payment	0.00	540.00	APA007214
<b>Total Virtual Payment:</b>				<b>0.00</b>	<b>2,059,277.49</b>	

## My Check Report

Date Range: 07/01/2025 - 07/31/2025

Vendor Number	Vendor Name	Payment Date	Payment Type	Discount Amount	Payment Amount	Number
Payment Type: Bank Draft						
00252	Cal-Am Water	07/03/2025	Bank Draft	0.00	465.80	DFT0003811
00277	Home Depot Credit Services	07/03/2025	Bank Draft	0.00	99.13	DFT0003812
00282	PG&E	07/03/2025	Bank Draft	0.00	5,425.32	DFT0003813
00221	Verizon Wireless	07/03/2025	Bank Draft	0.00	1,225.33	DFT0003814
00266	I.R.S.	07/11/2025	Bank Draft	0.00	19,665.31	DFT0003815
00266	I.R.S.	07/11/2025	Bank Draft	0.00	4,225.24	DFT0003816
00267	Employment Development Dept.	07/11/2025	Bank Draft	0.00	7,893.76	DFT0003817
00266	I.R.S.	07/11/2025	Bank Draft	0.00	322.90	DFT0003818
00266	I.R.S.	07/11/2025	Bank Draft	0.00	66.58	DFT0003819
00266	I.R.S.	07/11/2025	Bank Draft	0.00	284.58	DFT0003820
29035	BlueTriton Brands Inc	07/14/2025	Bank Draft	0.00	211.04	DFT0003821
00277	Home Depot Credit Services	07/14/2025	Bank Draft	0.00	64.96	DFT0003822
00769	Laborers Trust Fund of Northern CA	07/14/2025	Bank Draft	0.00	41,350.00	DFT0003823
00259	Marina Coast Water District	07/14/2025	Bank Draft	0.00	2,027.71	DFT0003824
00768	MissionSquare Retirement- 302617	07/14/2025	Bank Draft	0.00	8,527.37	DFT0003825
00256	PERS Retirement	07/14/2025	Bank Draft	0.00	25,246.04	DFT0003826
04736	Pitney Bowes Global Financial Svc, LLC	07/14/2025	Bank Draft	0.00	437.59	DFT0003827
22667	Pitney Bowes Inc	07/14/2025	Bank Draft	0.00	1,278.06	DFT0003828
00766	Standard Insurance Company	07/14/2025	Bank Draft	0.00	1,585.99	DFT0003829
18163	Wex Bank	07/14/2025	Bank Draft	0.00	2,244.70	DFT0003830
00256	PERS Retirement	07/14/2025	Bank Draft	0.00	6,244.00	DFT0003831
00256	PERS Retirement	07/14/2025	Bank Draft	0.00	626.40	DFT0003832
00256	PERS Retirement	07/14/2025	Bank Draft	0.00	1,113.60	DFT0003833
00256	PERS Retirement	07/14/2025	Bank Draft	0.00	690,122.00	DFT0003834
00269	U.S. Bank	07/17/2025	Bank Draft	0.00	8,674.60	DFT0003835
00259	Marina Coast Water District	07/15/2025	Bank Draft	0.00	223.14	DFT0003836
00282	PG&E	07/18/2025	Bank Draft	0.00	2,946.93	DFT0003837
00277	Home Depot Credit Services	07/18/2025	Bank Draft	0.00	84.36	DFT0003838
00266	I.R.S.	07/25/2025	Bank Draft	0.00	19,269.17	DFT0003839
00266	I.R.S.	07/25/2025	Bank Draft	0.00	4,280.14	DFT0003840
00267	Employment Development Dept.	07/25/2025	Bank Draft	0.00	7,762.73	DFT0003841
00266	I.R.S.	07/25/2025	Bank Draft	0.00	536.42	DFT0003842
00768	MissionSquare Retirement- 302617	07/25/2025	Bank Draft	0.00	8,926.92	DFT0003843
00256	PERS Retirement	07/25/2025	Bank Draft	0.00	25,903.91	DFT0003844
07627	Purchase Power	07/25/2025	Bank Draft	0.00	9.99	DFT0003846
07627	Purchase Power	07/25/2025	Bank Draft	0.00	21,000.00	DFT0003847
Total Bank Draft:				0.00	920,371.72	

	Bank Code APBNK	Summary		
Payment Type	Payable Count	Payment Count	Discount	Payment
Regular Checks	0	0	0.00	0.00
Manual Checks	0	0	0.00	0.00
Voided Checks	0	0	0.00	0.00
Bank Drafts	94	36	0.00	920,371.72
EFT's	0	0	0.00	0.00
	209	127	0.00	2,979,649.21

## My Check Report

Date Range: 07/01/2025 - 07/31/2025

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						
31164	Ron Davidge	07/03/2025	Virtual Payment	0.00	625.00	APA007122
28901	Villa Carmel III	07/03/2025	Virtual Payment	0.00	1,875.00	APA007123
Total Virtual Payment:				0.00	2,500.00	

## Bank Code REBATES-02 Summary

Payment Type	Payable Count	Payment Count	Discount	Payment
Regular Checks	0	0	0.00	0.00
Manual Checks	0	0	0.00	0.00
Voided Checks	0	0	0.00	0.00
Bank Drafts	0	0	0.00	0.00
EFT's	0	0	0.00	0.00
Virtual Payments	2	2	0.00	2,500.00
	2	2	0.00	2,500.00

## All Bank Codes Check Summary

Payment Type	Payable Count	Payment Count	Discount	Payment
Regular Checks	0	0	0.00	0.00
Manual Checks	0	0	0.00	0.00
Voided Checks	0	0	0.00	0.00
Bank Drafts	94	36	0.00	920,371.72
EFT's	0	0	0.00	0.00
	<b>211</b>	<b>129</b>	<b>0.00</b>	<b>2,982,149.21</b>

## Fund Summary

Fund	Name	Period	Amount
99	POOL CASH FUND	7/2025	2,982,149.21
			<b>2,982,149.21</b>







**MONTEREY PENINSULA WATER MANAGEMENT DISTRICT**  
**STATEMENT OF REVENUES AND EXPENDITURES**  
**FOR THE MONTH JULY 31, 2025**

	<u>Mitigation</u>	<u>Conservation</u>	<u>Water Supply</u>	<u>Current Period Activity</u>	<u>Current FY Year-to-Date Actual</u>	<u>Current FY Annual Budget</u>	<u>Prior FY Year-to-Date Actual</u>
<b>REVENUES</b>							
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,000,000	\$ -
Water supply charge			-	-	-	-	-
User fees	-	-	-	-	-	7,800,000	-
Mitigation revenue	-			-	-	-	-
PWM Water Sales			1,368,307	1,368,307	1,368,307	20,963,250	685,989
Capacity fees			23,260	23,260	23,260	450,000	76,017
Permit fees	-	19,764		19,764	19,764	198,000	11,896
Investment income	10,157	11,891	8,731	30,779	30,779	600,000	23,819
Miscellaneous	-	-	-	-	-	15,000	-
<b>Sub-total district revenues</b>	<b>10,157</b>	<b>31,654</b>	<b>1,400,298</b>	<b>1,442,109</b>	<b>1,442,109</b>	<b>33,026,250</b>	<b>797,721</b>
Project reimbursements	-	16,475	-	16,475	16,475	1,024,693	154,120
Legal fee reimbursements		300		300	300	15,000	450
Grants	-	-	-	-	-	11,840,610	2,487,944
Recording fees		5,075		5,075	5,075	65,000	3,300
<b>Sub-total reimbursements</b>	<b>-</b>	<b>21,850</b>	<b>-</b>	<b>21,850</b>	<b>21,850</b>	<b>12,945,303</b>	<b>2,645,814</b>
From Reserves	-	-	-	-	-	613,315	-
<b>Total revenues</b>	<b>10,157</b>	<b>53,504</b>	<b>1,400,298</b>	<b>1,463,959</b>	<b>1,463,959</b>	<b>46,584,868</b>	<b>3,443,535</b>
<b>EXPENDITURES</b>							
Personnel:							
Salaries	69,868	44,871	88,287	203,027	203,027	3,853,000	161,990
Retirement	225,409	208,284	282,767	716,461	716,461	1,152,714	618,446
Unemployment Compensation	-	-	-	-	-	10,100	-
Auto Allowance	103	103	310	517	517	11,000	346
Deferred Compensation	131	131	393	654	654	21,614	619
Temporary Personnel	-	-	-	-	-	10,000	-
Workers Comp. Ins.	2,814	246	2,015	5,075	5,075	107,950	4,036
Employee Insurance	14,532	10,899	16,189	41,620	41,620	732,922	44,654
Medicare & FICA Taxes	1,478	703	1,333	3,514	3,514	82,188	2,526
Personnel Recruitment	-	-	-	-	-	11,500	150
Other benefits	64	66	70	200	200	2,000	200
Staff Development	362	336	383	1,080	1,080	26,400	1,270
<b>Sub-total personnel costs</b>	<b>314,761</b>	<b>265,639</b>	<b>391,747</b>	<b>972,148</b>	<b>972,148</b>	<b>6,021,388</b>	<b>834,236</b>
Services & Supplies:							
Board Member Comp	846	846	872	2,565	2,565	37,000	2,430
Board Expenses	1,876	1,820	1,990	5,686	5,686	10,000	346
Rent	762	326	782	1,870	1,870	30,000	491
Utilities	1,288	1,249	1,366	3,902	3,902	45,200	3,974
Telephone	1,185	914	766	2,865	2,865	40,800	3,075
Facility Maintenance	2,146	2,081	2,276	6,502	6,502	95,100	5,231
Bank Charges	313	304	332	949	949	68,000	937
Office Supplies	1,312	1,338	1,392	4,042	4,042	46,700	2,690
Courier Expense	138	133	146	417	417	7,600	396
Postage & Shipping	8,508	8,087	8,916	25,512	25,512	30,500	83
Equipment Lease	-	-	-	-	-	13,200	1,344
Equip. Repairs & Maintenance	13	13	14	40	40	5,100	-
Printing/Duplicating/Binding	-	-	-	-	-	2,600	-
IT Supplies/Services	3,309	3,280	3,538	10,127	10,127	299,100	7,960
Operating Supplies	1,020	2,072	76	3,167	3,167	25,100	5,071
Legal Services	7,059	7,041	10,367	24,467	24,467	400,000	34,726
Professional Fees	18,538	21,520	19,661	59,719	59,719	388,200	19,980



**MONTEREY PENINSULA WATER MANAGEMENT DISTRICT**  
**STATEMENT OF REVENUES AND EXPENDITURES**  
**FOR THE MONTH JULY 31, 2025**

	Mitigation	Conservation	Water Supply	Current Period Activity	Current FY Year-to-Date Actual	Current FY Annual Budget	Prior FY Year-to-Date Actual
Transportation	2,557	555	368	3,480	3,480	58,700	4,828
Travel	739	1,231	839	2,809	2,809	37,600	-
Meeting Expenses	487	472	516	1,476	1,476	24,700	1,414
Insurance	8,649	8,387	9,174	26,210	26,210	342,000	23,785
Legal Notices	-	-	-	-	-	5,700	-
Membership Dues	355	346	374	1,075	1,075	51,900	1,900
Public Outreach	550	533	583	1,666	1,666	6,000	-
Assessors Administration Fee	-	-	-	-	-	25,100	-
Miscellaneous	-	-	-	-	-	3,500	-
<b>Sub-total services &amp; supplies costs</b>	<b>61,650</b>	<b>62,547</b>	<b>64,346</b>	<b>188,543</b>	<b>188,543</b>	<b>2,099,400</b>	<b>120,661</b>
Project expenditures	11,060	20,036	27,731	58,827	58,827	37,525,880	798,543
Fixed assets	148	136	955	1,239	1,239	92,200	-
Contingencies	-	-	-	-	-	70,000	-
Election costs	-	-	-	-	-	250,000	-
Debt service: Principal	-	-	-	-	-	-	-
Debt service: Interest	-	-	-	-	-	-	-
Flood drought reserve	-	-	-	-	-	-	-
Capital equipment reserve	-	-	-	-	-	326,000	-
General fund balance	-	-	-	-	-	-	-
Debt Reserve	-	-	-	-	-	-	-
Pension reserve	-	-	-	-	-	100,000	-
OPEB reserve	-	-	-	-	-	100,000	-
<b>Sub-total other</b>	<b>11,208</b>	<b>20,171</b>	<b>28,686</b>	<b>60,066</b>	<b>60,066</b>	<b>38,464,080</b>	<b>798,543</b>
<b>Total expenditures</b>	<b>387,620</b>	<b>348,358</b>	<b>484,779</b>	<b>1,220,757</b>	<b>1,220,757</b>	<b>46,584,868</b>	<b>1,753,440</b>
<b>Excess (Deficiency) of revenues over expenditures</b>	<b>\$ (377,463)</b>	<b>\$ (294,854)</b>	<b>\$ 915,518</b>	<b>\$ 243,202</b>	<b>\$ 243,202</b>	<b>\$ 0</b>	<b>\$ 1,690,095</b>

## **FINANCE AND ADMINISTRATION COMMITTEE**

### **ITEM: ACTION ITEM**

### **3. CONSIDER RECOMMENDATION TO ADOPT PROPOSED FINANCIAL POLICIES**

**Meeting Date:** September 8, 2025      **Budgeted:** N/A

**From:** David J. Stoldt,  
General Manager      **Program/** N/A  
**Line Item No.:**

**Prepared By:** Nishil Bali      **Cost Estimate:** N/A

**General Counsel Review:** August 28, 2025

**Committee Recommendation:** The Finance and Administration Committee reviewed this item on September 8, 2025.

**CEQA Compliance:** This action does not constitute a project as defined by the California Environmental Quality Act Guidelines Section 15378.

---

**SUMMARY:** As part of the District's strategic priority to protect, enhance, and maintain financial health, the Board identified the development of a reserve policy and review strategies to tackle the District's Pension and Other Post-Employment Benefits (OPEB) liabilities. This staff report addresses these priorities and proposes policies to ensure financial stability and sustainability to meet the District's long-term needs, anticipated liabilities, and risks by proposing the following policies:

- a. Reserves Policy: This policy proposes types and prudent levels of financial reserves required to mitigate revenue shortfalls, unpredictable one-time expenses, and foreseeable capital and other expenses to protect against reductions in service levels and/or the need to increase revenues in the short-term.
- b. Pension and OPEB Benefit Strategies: This policy provides strategies to meet and reduce the District's long-term liabilities related to Pension and OPEB.
- c. Unclaimed Monies Policy: This policy establishes the District's escheatment guidelines while recognizing associated State requirements.
- d. Budget Policy: This policy reviews, clarifies, and formalizes most elements of the budget strategy formally adopted by the Board previously and provides guidelines for budgeting financial resources.
- e. Debt Policy: This policy provides guidelines for managing the District's debt obligations and ensures responsible debt management practices that support the District's long-term financial health and creditworthiness.

**RECOMMENDATION:** The Finance and Administration Committee may recommend that the Board adopt the proposed Financial Policy subject to any approved changes.

**BACKGROUND:** The California Special District Association recognizes that District Reserves are the foundation of the sustainable delivery of core services. The District has limited ability to

raise funds by increasing tax rates or raising fees in the short term. Through prudent reserves, the District offers taxpayers and ratepayers significant benefits, including savings to balance budgets, prepare for emergencies, stabilize rates, maintain well-maintained infrastructure, and invest in the future. Further, the rating agencies associate the level of ratings with reserve levels. For example, Moody's associates an "AAA" rating with fund balances in excess of 35% of revenues, the "Aa" rating with fund balances between 35% and 25% and the "A" rating with 25% to 15%; although factors other than fund balance, such as economic conditions, debt management policies, management quality, and financial performance also contribute to ratings.

The District is proposing a reserve policy to promulgate a shared understanding of the proper level and use of reserves, increase objectivity in the use of reserves, promote long-term planning, and keep the public informed. In the same vein, a policy on pension and OPEB strategies proposes guidelines to manage long-term liabilities for the District's pension and OPEB plans. While the District's pension plan is administered by the California Public Employees' Retirement System as a cost-sharing multiple-employer defined benefit pension plan, the District self-administers its OPEB liabilities arising from healthcare retiree expenses using a pay-as-you-go basis. At less than 15% of projected liabilities, the District's current OPEB reserves are insufficient to manage its future healthcare liabilities. The proposed Pension/OPEB strategies will assist in reducing Pension/OPEB liabilities over time.

The Unclaimed Monies Policy establishes escheatment guidelines for outstanding payments for District vendors and rebate payees. The District has recorded unclaimed payments since 2012, which may be potentially reclaimed after the adoption of this policy. The Budget Policy formalizes budget strategies adopted earlier and clarifies key elements, including proposing balanced budgets, establishing the level of budgetary control, and general guidelines for when developing District budgets, among other areas.

Finally, a Debt Management Policy is being proposed as a precursor to the District's potential acquisition of the local water distribution system, which would require the use of substantial Debt funding. Senate Bill No. 1029, effective January 1, 2017, amended the California Government Code, requiring California public agencies that issue debt to adopt debt management policies that meet certain criteria. The proposed policy is designed to meet those criteria and will be crucial in determining the District's credit rating, which will influence the cost of borrowing.

The proposed policies will be reviewed periodically and updated, as necessary, to reflect any changing requirements.

## **EXHIBITS**

- 3-A** Statement of Policy
- 3-B** Reserves Policy
- 3-C** Pension and OPEB Policy
- 3-D** Unclaimed Monies Policy
- 3-E** Budget Policy
- 3-F** Debt Policy

**STATEMENT OF POLICY**

The Monterey Peninsula Water Management District (District) recognizes its responsibility to its stakeholders and residents to carefully account for public funds, manage District finances wisely, and plan for adequate funding of services desired by the public, including the provision and maintenance of public facilities, and address known liabilities and unforeseen risks.

The policies are designed to:

- Communicate the District's collective policy judgments and goals to staff, the public, and others.
- Provide standards against which current practices will be measured, and proposals for changes in practices will be evaluated.
- Demonstrate to the District residents, the investment community, and the bond rating agencies that the District is committed to a strong fiscal operation.
- Provide precedents for future policymakers on financial goals and strategies.

The policies are designed to bolster the District's financial management and reinforce the fiscal values of integrity, prudent stewardship, planning, accountability, and full disclosure.

**REVIEW AND UPDATE**

This financial policy will be reviewed periodically and updated, as necessary, to reflect any changing requirements.



**Reserves Policy**

The Reserves Policy is designed to establish guidelines for the fiscal stability of the District and provide the rules and procedures on how the District will manage Reserves. In addition, this policy is intended to document the appropriate Reserve levels to protect the District's creditworthiness. Specifically, this policy establishes the amounts that the District will strive to maintain in its Reserves, how the Reserves will be funded, and the conditions under which the Reserves may be used.

The District will establish and maintain reserve balances to:

1. Guard its stakeholders and residents against service disruption in the event of temporary or unexpected revenue shortfalls, economic uncertainties, local disasters, financial hardships, or unpredicted one-time expenditures.
2. Provide for fluctuations in revenues and expenditures while ensuring adequate cash flow.
3. Set-aside capital planning reserves for the maintenance, replacement, and upkeep of District facilities or equipment.
4. Demonstrate continued creditworthiness to bond rating agencies and comply with relevant debt covenants.

**Background:** Government Accounting Standards Board (GASB) Standard 54 establishes fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in governmental funds. This Statement classifies fund balance into five categories: nonspendable, restricted, committed, assigned, and unassigned, based on the relative strength of the constraints that control how specific amounts can be spent. The District reserves in this policy will be generally treated as an assigned fund balance, except for general reserves, which may be treated as unassigned. Any transfer of funds from the reserve may only be made upon Board approval or as part of the budget adoption. The policy establishes the following guidelines:

1. **Types of Reserves and Reserve Levels:** - The District establishes various reserves to meet anticipated liabilities and risks. In order to provide liquidity adequate to meet the needs and demands of providing government services, including unanticipated reductions in revenues or unplanned increases in expenses, reserve levels will be maintained and managed within the District's Cash balance and Investment accounts. The policy does not create a separate working capital reserve; instead, unassigned or assigned general reserve may be considered as part of the District's Working Capital. The policy formalizes the following District reserves and establishes minimum reserve levels as under:

Monterey Peninsula Water Management District  
Financial Policies

- a. **General Reserve:** The purpose of the General Reserve is to provide funding for District operations during a reduction in expected or budgeted revenues and unexpected cash shortages, expenses, or losses. The policy establishes a General Reserve target of 50% of the fiscal year's operating budget, generally supporting six months of operations. The operating budget will generally exclude pass-through expenditures. In case of expected on-time expenses or liabilities not covered by other Reserves, including legal liabilities, the minimum target of the General Reserve may be increased to cover the expected payout for such expenses or liabilities.
- b. **Assets Replacement Reserve:** Reserve for replacement costs of facilities, vehicles, and equipment in service. Contributions toward this Reserve will be guided by the total anticipated cost of the facility or facility improvements, spread out over the depreciable life of the asset or the number of years before the asset needs to be replaced.
- c. **Debt Reserve:** Set-aside reserve to contribute towards the District's debt payments. The reserve will follow guidelines established by bond or debt covenants, generally targeting accumulated reserves of *at least* one year of the district's total debt service.
- d. **Pension Reserve:** Reserve to accumulate resources towards the payment of the District's unfunded accrued pension liability (UAL), to buffer increases in the District's PERS payments, and contribute towards a potential Section 115 Trust Fund. Contributions towards this reserve will be generally made to target the specified funded ratio for the District's defined benefit plans at the California Public Employees Retirement System.
- e. **Other Post Employment Benefit (OPEB) Reserve:** Reserve to contribute towards the payment of the District's unfunded accrued OPEB liability and to contribute towards a potential Section 115 Trust Fund. Contributions to this reserve will be generally made to target the specified funded ratio for the District's OPEB plan.
- f. **Flood/Drought Reserve:** Set-aside reserve to provide capital in the event of a local disaster or emergency. No set contributions are assigned to this reserve.
- g. **Capital Project Reserve:** Reserve to accumulate resources for ongoing or future capital expenditures, including new vehicles, equipment, facilities, technology projects, and capital projects that meet the maintenance needs of existing or new District facilities. This reserve may be created in the future and funded



Monterey Peninsula Water Management District  
Financial Policies

annually at the discretion of the General Manager or designee as part of the budget process.

- h. **Rate Stabilization Reserve:** Reserve to mitigate the impact of fluctuating revenues or increased expenses on customer rates and manage potential rate fluctuations caused by drought, conservation efforts, or unexpected changes in demand. This reserve may be created in the future. The District will maintain water rate structures that are adequate to ensure that any enterprise or special revenue funds remain firmly and separately self-supporting, including the cost of operation, infrastructure maintenance and replacement, indirect cost recovery, and debt service. Contributions towards this reserve may be determined by a rate model when utility rates are adopted, or set during the adoption of the budget.
2. Funding Reserves- Funding will generally come from excess revenues over expenses or one-time revenues and will generally be proposed and funded during the budget adoption.
  3. Conditions for Use of Reserves- It is the intent of the District to limit use of the Reserves to address unanticipated and non-recurring needs. Reserves shall not normally be applied to recurring annual operating expenses. Reserves may, however, be used to allow time for the District to restructure its operations in a deliberate manner, with such use in the context of an adopted long-term plan. It shall be the District's policy to draw down general reserves consistent with the following priorities:
    - a. The use of reserves for their designated purpose.
    - b. The use of reserves to offset unanticipated increases in expenditures for current programs or projects.
    - c. The use of reserves to offset shortfalls in the collection of revenues.
    - d. The use of reserves for one-time expenditure that generates ongoing cost savings or cost avoidance or generates ongoing revenue enhancements.
    - e. The use of reserves for a one-time expenditure that leverages the expenditure of significant public or private investment in the District by other entities.
  4. Investment of Reserves: The cash balance in assigned reserves will be deposited or invested as consistent with the District's Investment Policy and other applicable governmental fiscal policies.
  5. Replenishment of Reserves: In the event that Reserves are used, resulting in a balance below minimum targets, a plan will be developed and included to replenish reserves

Monterey Peninsula Water Management District  
Financial Policies

to their minimum level within a reasonable timeframe, generally not to exceed five years.

6. Excess of Reserves: In the event that the Reserves exceed the minimum balance requirements, any excess Reserves may be used in the following ways:
  - a. Fund accrued liabilities, including but not limited to debt service, pension, and other post-employment benefits as directed, or approved as part of the annual budget resolution. Priority will be given to those items that relieve budget or financial operating pressure in future periods.
  - b. Appropriate to lower the amount of bonds needed to fund capital projects in the District's capital plan, if applicable.
  - c. One-time expenses that do not increase recurring operating costs and cannot be funded through current revenues. Emphasis will be placed on one-time uses that reduce future operating costs.
7. Assignment of reserves: Unassigned annual fund balance arising from excess revenues over expenses in the District's funds will be assigned to select reserves, generally, after the close of the fiscal year:
  - a. First, to the General Reserve to bring it to the minimum target level.
  - b. Second, the remaining surplus derived from capacity fees that are over budget will be assigned to the District's Capital or Asset Replacement Reserve.
  - c. Third, any remaining surplus may be assigned to the OPEB and Pension reserves to bring them to the minimum target levels.
  - d. Assignment for all remaining reserves will be proposed during budget adoption or during mid-year budget amendment(s).
8. Periodic Review: The District shall periodically review the minimum target reserve levels and percentages of surplus funds to be assigned in light of changing conditions.

### **Pension and Other Post-Employment Benefit Policy**

This policy analyzes how the District will meet the future costs of employee pensions and Other Post-Employment Benefit (OPEB) obligations and proposes target funding ratios and strategies to meet and reduce these long-term liabilities.

#### **Definitions:**

- **Unfunded Accrued Liability (UAL):** The UAL obligation represents the market value of the assets minus the discounted value of the future liabilities. When a plan or pool's Market Value of Assets is less than the Actuarial Accrued Liability, the difference is the plan or pool's UAL.
- **Actuarially or Annual Determined Contribution (ARC):** The ARC to fund pension and OPEB, as determined by the actuarial valuation, reflects the normal cost-plus amortization of the UAL, until the UAL is fully amortized.

#### **Background:**

Public employers are required to recognize the cost of pension benefits as employees earn them, and the Governmental Accounting Standards Board (GASB) extends this same requirement to OPEB. While pensions have long been funded on an actuarial basis in most cases, OPEB plans have typically not, as is the case with the District. Staff has identified the District's retiree healthcare liabilities as an area of long-term concern that needs adequate assignment of assets or reserves. While the District's pension plan is administered by the California Public Employees' Retirement System as a cost-sharing multiple-employer defined benefit pension plan, the District self-administers its OPEB liabilities arising from healthcare retiree expenses using a pay-as-you-go basis.

The District recognizes that the effects of poorly funded pension or OPEB plans include plan sponsors (employers) being required to make larger future contributions to the fund, potential benefit cuts for participants, a decline in service levels, or situations where current pension benefits must be paid by future ratepayers. To mitigate these scenarios, this policy proposes the following:

#### **1. Target Funded Ratios:**

A pension or OPEB funding ratio is a measure that indicates the financial health of a pension plan. It is calculated by dividing the value of a pension plan's assets by its liabilities. A ratio of 100% means that the plan has enough assets to cover its liabilities.

While the District strives to maintain a 100% funded ratio for its pension and OPEB plan over time, factors such as fluctuating asset values, benefit increases, volatile interest rates, and contributions being potentially less than needed could affect short-term funded

Monterey Peninsula Water Management District  
Financial Policies

ratios. Hence, the policy targets a reduced funded ratio of 80% for pension and OPEB plans. The target funded ratio for Pension and OPEB liability may be met by any combination of assets in the CalPERS or OPEB trust funds, including Section 115 trusts and District reserves. When plan assets fall below the target funded ratio, the District will generally strive to achieve the targeted funded ratio over a multi-year period as established by the District Committee or Board.

2. Section 115 Trust:

The District may elect to establish an Internal Revenue Service Code Section 115-approved irrevocable trust to achieve a higher rate of return on investments than that earned on the pooled investment portfolio or Local Agency Investment Fund (LAIF) or California Cooperative Liquid Assets Securities System (CLASS). Once the District transfers funds into such a trust, they can only be utilized for payment of employee Pension or OPEB costs.

3. Additional Strategies:

In the future, the District may implement additional strategies to reduce Pension and OPEB liabilities, such as the use of one-time or accelerated payments to CalPERS and/or issuing Pension/OPEB obligation bonds at very low interest rates. Such decisions will be generally proposed during budget development or review.

## Monterey Peninsula Water Management District

## Financial Policies

**Unclaimed Monies Policy**

This policy establishes the District's escheatment guidelines while recognizing associated State requirements. In California, local agencies (including cities, counties, and special districts) have specific legal obligations concerning unclaimed property or cash under California Government Code Sections 50050 et seq., which provide a framework for local agencies to manage and eventually claim unclaimed money while ensuring proper notification to potential claimants.

## Definitions:

- **Escheatment**: This is the process by which unclaimed money in the custody of a local agency can become the property of that agency. In accordance with Government Code 50050, *"Except as otherwise provided by law, money, excluding restitution to victims, that is not the property of a local agency that remains unclaimed in its treasury or the official custody of its officers for three years is the property of the local agency after notice if not claimed or if no verified complaint is filed and served. At any time after the expiration of the three years, the treasurer of the local agency may cause a notice to be published once a week for two successive weeks in a newspaper of general circulation published in the local agency."*
- **Unclaimed property**: Unclaimed property includes various financial assets that have remained inactive or have had no owner contact for a specific time, generally three years, such as bank accounts, uncashed checks, stocks, insurance benefits, wages, and the contents of safe deposit boxes.
- **Dormancy period**: This refers to the time frame (currently three years) where the owner has not interacted with the property or shown any interest.

This policy establishes the following guidelines:

1. **Unclaimed Monies/Property**: Unclaimed monies will become the property of the District at the end of the dormancy period (currently three years) as established by State law after the District has published once a week for two successive weeks in a newspaper of general circulation published in the local agency. Staff will make good faith efforts to contact the owner or payee before the dormancy period ends. The District may choose to deposit unclaimed property with the County Treasurer or the State Treasurer pursuant to the relevant Government Code.
2. **Unclaimed rebates**: The District does not consider rebate payments as unclaimed monies or property and reserves the right to rescind rebates that remain uncollected within one year of issuance, and after District staff has made an additional attempt to contact the applicant of the rebate to collect it.



## Monterey Peninsula Water Management District

**Budget Policy**

The District's budget policy commits to a balanced operating budget and supports financial strategies that sustainably fund current and proposed capital improvement needs, cost of services, operating budgets, and programs. The level of budgetary control for the District will be at the Fund level. Budgetary changes requiring increases to the budget at the Fund level will require Board approval. This budget policy clarifies and formalizes most elements of the budget strategies adopted by the Board in 2005. The policy establishes the following guidelines for the District.

1. Adopt a balanced annual budget, fund long-term needs, and maintain minimum reserve levels.
2. Budgeted expenditures may not exceed estimated revenues plus the approved and planned use of fund balances accumulated in prior years and payments related to Board-approved debt.
3. District will seek outside funding sources and grants to leverage District revenues.
4. Permits and fees shall be structured to fully recover service costs while striving to achieve objectives in the District's Strategic Plan.
5. Proposed budgets will invest in projects that meet the District's strategic priorities, such as increasing water supply at fair prices.
6. When proposing budgets, staff shall explore ways to provide services in an efficient and economical fashion.
7. Any expenditure reductions will generally minimize impact on District constituents and avoid significant adverse impacts on existing service levels, unless approved by the Board.
8. Services will be proposed to minimize environmental impacts, i.e., provide District services while minimizing the effects on the environment, while improving it.





Monterey Peninsula Water Management District  
Financial Policies

**Debt Management Policy**

The Debt Management Policy provides guidelines for managing the District's debt obligations. The policy outlines the circumstances under which the District can utilize debt for short- or long-term purposes and establishes parameters for debt issuance, including types of debt, debt limits, controls, and debt administration procedures. The policy establishes the following guidelines:

1. Purpose and Goals: The purpose of the policy is to ensure responsible and prudent debt management practices that support the District's long-term financial health and creditworthiness.
  - i. The District will plan the use of debt in a manner that sustains financing payments at manageable levels.
  - ii. Debt will be issued for a capital project only when the magnitude of costs justifies debt financing; the project meets a critical need; if a secure revenue source is identified to repay the debt; and when it is an appropriate means to achieve a fair allocation of costs between current and future beneficiaries.
  - iii. The District will make every effort to use pay-as-you-go financing for capital improvement projects. Debt financing for a project may be used if the overall project cost exceeds anticipated available resources.
2. Approval: All debt issuances will be approved by the District Board. Where Official Statements (OS) are issued for debt, the OS will be approved by the Board as a non-consent item.
3. Criteria: Debt financing will only be used for long-term capital improvement projects with a useful life exceeding the term of the financing and for which the project revenues or specific identified revenue sources are sufficient to service the long-term debt, i.e. the term for repayment of long-term financing for capital improvements will not exceed the expected useful life of the project, and the District will not issue long-term debt to finance current operations. Refunding opportunities will be identified by periodic review of outstanding debt obligations. Refunding will be considered when there is a net economic benefit from the refunding.
4. Attention to Creditworthiness: Debt will be issued to maintain financial flexibility and minimize borrowing costs. The District shall seek to maintain the highest possible credit ratings for debt instruments, striving to at least maintain an investment grade standing (ranging from AAA to BBB) in the municipal market without compromising the District's policy objectives.

Monterey Peninsula Water Management District  
Financial Policies

5. **Types of Financing Instruments:** The District may consider various types of debt instruments to finance long-term capital projects, including but not limited to revenue bonds, bond or grant anticipation notes, general obligation bonds (when allowed), certificates of participation, lease-financing, tax increment financing, special tax bonds, conduit financing, lines of credit, bank loans, and capital leases. These debt issuances may involve the services of externally qualified consultants such as Municipal Advisors, Bond Counsel, Underwriters, and Fiscal Agents to issue and manage debt. Generally, the District may use a lease-purchase method of financing for equipment if the lease rates are more favorable than the District's expected overall investment rate of return.
6. **Debit Limits:** Debt issuances may be restricted by existing debt covenants, including minimum debt coverage ratios. If applicable, the District will not incur general obligation indebtedness for public improvements that exceed in aggregate 15% of the assessed value of all real and personal property of the District as specified in the California Government Code Section 43605. Unless specific compelling reasons exist, the District will not consider "balloon" bond repayment schedules consisting of low annual payments and one large payment due at the end. The District will only issue fixed-rate debt. Such debt provides absolute certainty, at the time of the bond sale, as to the level of principal and interest owed annually.
7. **Reporting and Controls:**
  - i. The District will comply with ongoing disclosure requirements associated with the agency's debt as stipulated by the Securities and Exchange Commission, Rule 15c2-12, and monitor compliance with those requirements. Staff will be responsible for ongoing disclosure information to the Municipal Securities Rulemaking Board's Electronic Municipal Market Access system, as well as reporting requirements issued by the California Debt and Investment Advisory Commission.
  - ii. The District shall establish and maintain a system of record keeping and reporting to comply with bond covenants, ensure that the proceeds of the proposed debt issuance will be directed to the intended use, and meet the arbitrage rebate compliance requirements as required by the tax code. The District will monitor all forms of debt annually in conjunction with the budget preparation process and report concerns and remedies, if necessary, to the Board. As part of its recordkeeping, the District shall maintain the following documents for the term of each issue of debt:
    - i. A copy of the debt closing transcript(s) and other relevant documentation in connection with the closing of the issue of debt.

Monterey Peninsula Water Management District  
Financial Policies

- ii. A copy of all material documents relating to capital expenditures financed by debt proceeds, including (without limitation) construction contracts, purchase orders, invoices, trustee requisitions, and payment records, reimbursed with debt proceeds, and records identifying the assets or portion of assets that are financed or refinanced with debt proceeds.
  - iii. Copies of records of investments, investment agreements, arbitrage reports, and underlying documents, including trustee statements.
8. Use of Debt Proceeds: The District will monitor the use of debt proceeds and the use of debt-financed assets (e.g., facilities, furnishings, or equipment) throughout the term of the debt and beyond if stipulated to ensure compliance with covenants and restrictions set forth in applicable financing documents, resolutions, and tax certificates.



## **FINANCE AND ADMINISTRATION COMMITTEE**

### **ITEM: INFORMATIONAL ITEM**

#### **4. REPORT ON ACTIVITY/PROGRESS ON CONTRACTS OVER \$25,000**

**Meeting Date:** September 8, 2025      **Budgeted:** N/A

**From:** David J. Stoldt,  
General Manager      **Program/** N/A  
**Line Item No.:**

**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 8, 2025.

**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 4-A** is a monthly status report on contracts over \$25,000 for the period July 2025. 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**

#### **4-A Status on District Open Contracts (over \$25k)**

U:\staff\Board\_Committees\FAC prev Admin\2025\090825\Informational Items\03\Item-4.docx



**EXHIBIT 4-A**

37

**Monterey Peninsula Water Management District  
Status on District Open Contracts and Grants  
For The Period July 2025**

	<b>Contract</b>	<b>Description</b>	<b>Date Authorized</b>	<b>Contract Amount</b>	<b>Prior Period Expended To Date</b>	<b>Current Period Spending*</b>	<b>Total Expended To Date</b>	<b>Current Period Activity</b>	<b>P.O. Number</b>
1	Shute, Mihaly & Weinberger LLP	LAFCO Litigation	3/17/2025	\$ 125,000.00	\$ 28,209.89	\$ 4,238.10	\$ 32,447.99	Current period billing	PO03882
2	Albert A. Webb Associates	Consultant for Public's Acquisition of Monterey Water System (Cal-Am)	11/18/2024	\$ 1,200,000.00	\$ 107,716.80		\$ 107,716.80		PO03880
3	Close and Associates	Utility consultant for Public's Acquisition of Monterey Water System	11/18/2024	\$ 965,000.00	\$ 55,657.50	\$ 5,637.25	\$ 61,294.75	Current period billing	PO03876
4	TM Process & Controls	ASR Well Turbidity Control	8/19/2024	\$ 57,749.00	\$ 31,969.69	\$ 22,420.80	\$ 54,390.49	Current period billing	PO03852
5	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
6	DeVeera Inc.	IT Managed Services Contract and subscriptions FY 2024-2025	5/20/2024	\$ 95,500.00	\$ 95,485.95	\$ -	\$ 95,485.95		PO03815
7	The Ferguson Group LLC	Contract for Legislative Services for FY 2024-2025	7/1/2024	\$ 79,100.00	\$ 75,600.00	\$ -	\$ 75,600.00		PO03760
8	Montgomery & Associates	Groundwater Modeling Montgomery Contract	6/27/2024	\$ 55,000.00	\$ -	\$ -	\$ -		PO03750
9	CSC	Recording Fees	7/1/2024	\$ 60,000.00	\$ 50,000.00	\$ -	\$ 50,000.00		PO03754
10	Colantuono, Highsmith, & Whatley, PC	MTA Legal services for appeal to Water Supply Charge	9/15/2021	\$ 100,000.00	\$ 88,811.22	\$ 1,844.00	\$ 90,655.22	Current period billing	PO03715
11	Rutan & Tucker, LLP	Measure J/Rule 19.8 Eminent Domain Phase IV	2/24/2023	\$ 450,000.00	\$ 291,386.16	\$ -	\$ 291,386.16		PO03639
12	Raftelis Financial Consultants	Measure J/Rule 19.8 Appraisal/Rate Study Phase 4	8/21/2023	\$ 200,000.00	\$ 32,012.50	\$ -	\$ 32,012.50		PO03491
13	Schaaf & Wheeler	Drawing Support Services	4/23/2023	\$ 30,000.00	\$ 29,425.00	\$ -	\$ 29,425.00		PO03474
14	Maggiora Bros. Drilling, Inc	ASR Support from Maggiora Bros for Well Work	6/20/2023	\$ 50,000.00	\$ -	\$ -	\$ -		PO03407
15	Pueblo Water Resources, Inc.	ASR Operations Support	6/20/2023	\$ 25,000.00	\$ 1,997.50	\$ -	\$ 1,997.50		PO03406
16	Montgomery & Associates	Tularcitos ASR Feasibility Study	3/20/2023	\$ 119,200.00	\$ 14,642.00	\$ 38,080.00	\$ 52,722.00		PO03368
17	Kevin Robert Knapp/ Tierra Plan LLC	Surface Water Data Portal	11/14/2022	\$ 27,730.00	\$ 27,400.81	\$ -	\$ 27,400.81		PO03302
18	Montgomery & Associates	Annual Groundwater Modeling Support	6/20/2022	\$ 50,000.00	\$ 36,639.00	\$ 1,290.00	\$ 37,929.00		PO03193
20	Tetra Tech, Inc.	Engineering services Sleepy Hollow Facility Upgrade	6/21/2021	\$ 67,500.00	\$ 46,098.64	\$ -	\$ 46,098.64		PO02693
21	Weston Solutions, Inc.	UXO Support Services	6/15/2020	\$ 26,378.70	\$ 7,473.34	\$ -	\$ 7,473.34		PO02371
22	Pueblo Water Resources, Inc.	Seaside Groundwater Basin Geochemical Study	1/24/2018	\$ 68,679.00	\$ 57,168.85	\$ -	\$ 57,168.85		PO01628
23	Pueblo Water Resources, Inc.	SSAP Water Quality Study	8/21/2017	\$ 94,437.70	\$ 47,282.61	\$ -	\$ 47,282.61		PO01510
24	CSC	Recording Fees	7/1/2025	\$ 60,000.00	\$ -	\$ -	\$ -		PO03957
25	The Ferguson Group LLC	Contract for Legislative Services for FY 2025-2026	7/1/2025	\$ 75,600.00	\$ -	\$ 6,300.00	\$ 6,300.00	Current period billing	PO03979
26	John K. Cohan dba Telemetry	Consultant Services for Sleepy Hollow Facility 25-26	7/1/2025	\$ 35,408.00	\$ -	\$ -	\$ -		PO03974
27	WellmanAD	Public Outreach Consultant 25-26	7/1/2025	\$ 94,500.00	\$ -	\$ 7,875.00	\$ 7,875.00	Current period billing	PO03965
28	Lynx Technologies, Inc	GIS Consultant Contract for 2025-2026	7/1/2025	\$ 35,000.00	\$ -	\$ -	\$ -		PO03938

**Monterey Peninsula Water Management District**  
**Status on District Open Contracts and Grants**  
**For The Period July 2025**

Contract	Description	Date Authorized	Contract Amount	Prior Period Expended To Date	Current Period Spending*	Total Expended To Date	Current Period Activity	P.O. Number
29 JEA & Associates	Legislative and Administrative Services 25-26	7/1/2025	\$ 54,000.00	\$ -	\$ 4,500.00	\$ 4,500.00		PO03890

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 Activity	P.O. Number
1 Monterey One Water	Urban Community Drought Grant	9/22/2022	\$ 11,935,206.00	\$ 3,922,197.72	\$ -	\$ 3,922,197.72		PO03726
2 Monterey One Water	PWM Expansion State Water Control Board Grant	9/22/2022	\$ 4,800,000.00	\$ 3,552,534.60	\$ -	\$ 3,552,534.60		PO03753
3 DUDEK	Grant administration services for the Proposition 1 IRWM Implementation	12/14/2020	\$ 114,960.00	\$ 68,515.00	\$ 465.00	\$ 68,980.00	Current period billing	PO02847
4 DUDEK	IRWM IR2 Grant Administration	10/1/2022	\$ 90,510.00	\$ 10,065.00	\$ -	\$ 10,065.00	Current period billing	PO03718
5 City of Sand City	IRWM Round 1 Grant Reimbursement	3/28/2022	\$ 1,084,322.50	\$ 80,150.00	\$ 913.75	\$ 81,063.75		PO03093
6 County of Monterey	IRWM Grant Round 2 Reimbursement	5/19/2023	\$ 898,451.00	\$ -	\$ -	\$ -		PO03879
7 City of Monterey	IRWM Grant Round 2 Reimbursement	5/19/2023	\$ 500,000.00	\$ 48,153.77	\$ 9,270.78	\$ 57,424.55		PO03878



## **FINANCE AND ADMINISTRATION COMMITTEE**

### **ITEM: INFORMATIONAL ITEM**

#### **5. STATUS REPORT ON – PUBLIC’S OWNERSHIP OF MONTEREY WATER SYSTEM**

**Meeting Date:** September 8, 2025      **Budgeted:** N/A

**From:** David J. Stoldt,  
General Manager      **Program/** N/A  
**Line Item No.:**

**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 8, 2025.

**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 5-A** is a monthly status report on spending – Public’s Ownership of Monterey Water System for the period July 2025. This status report is provided for information only, no action is required.

### **EXHIBIT**

**5-A** Status Report on Spending – Public’s Ownership of Monterey Water System



**Monterey Peninsula Water Management District**  
**Status on Public's Ownership of Monterey Water System - Phase IV**  
**Eminent Domain Proceedings through Bench Trial**  
**Through July 2025**

	<b>Contract</b>	<b>Date Authorized</b>	<b>Authorized Amount</b>	<b>Prior Period Spending</b>	<b>Current Period Spending</b>	<b>Total Expended To Date</b>	<b>Spending Remaining</b>	<b>Project No.</b>
1	Phase IV - Authorization (unallocated)	11/13/2023	\$ -	\$ -		\$ -	\$ -	
2	Eminent Domain Legal Counsel (Rutan)	12/16/2024	\$ 450,000.00	\$ 291,366.16		\$ 291,366.16	\$ 158,633.84	PA00009-01
3	Eminent Domain Legal Counsel (SMW)*	3/17/2025	\$ 225,000.00	\$ 152,858.31	\$ 4,238.10	\$ 157,096.41	\$ 67,903.59	PA00009-02
4	Financial Services (Raftelis)	8/21/2023	\$ 200,000.00	\$ 32,012.50		\$ 32,012.50	\$ 167,987.50	PA00009-03
5	District Legal Counsel*		\$ 95,000.00	\$ 117,706.98	\$ 1,488.00	\$ 119,194.98	\$ (24,194.98)	PA00009-05
6	Utility Consultant (Close & Associates)	12/16/2024	\$ 965,000.00	\$ 55,657.50	\$ 5,637.25	\$ 61,294.75	\$ 903,705.25	PA00009-07
7	Consulting Civil Engineer (Webb Associates)	11/18/2024	\$ 1,200,000.00	\$ 107,716.80		\$ 107,716.80	\$ 1,092,283.20	PA00009-07
	<b>Total</b>		<b>\$ 3,135,000.00</b>	<b>\$ 635,966.19</b>	<b>\$ 11,363.35</b>	<b>\$ 768,681.60</b>	<b>\$ 2,366,318.40</b>	

**Status on Public's Ownership of Monterey Water System - Phase III**  
**Appraisal through Resolution of Necessity**  
**Through October 2023**

	<b>Contract</b>	<b>Date Authorized</b>	<b>Authorized Amount</b>	<b>Prior Period Spending</b>	<b>Current Period Spending</b>	<b>Total Expended To Date</b>	<b>Spending Remaining</b>	<b>Project No.</b>
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
	<b>Total</b>		<b>\$ 675,000.00</b>	<b>\$ 480,149.63</b>	<b>\$ -</b>	<b>\$ 480,149.63</b>	<b>\$ 194,850.37</b>	

**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
	<b>Total</b>		<b>\$ 1,909,000.00</b>	<b>\$ 1,194,244.45</b>	<b>\$ -</b>	<b>\$ 1,194,244.45</b>	<b>\$ 714,755.55</b>	

  

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**

	<b>Contract</b>	<b>Date Authorized</b>	<b>Authorized Amount</b>	<b>Prior Period Spending</b>	<b>Current Period Spending</b>	<b>Total Expended To Date</b>	<b>Spending Remaining</b>	<b>Project No.</b>
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
	<b>Total</b>		<b>\$ 650,000.00</b>	<b>\$ 646,578.56</b>	<b>\$ -</b>	<b>\$ 646,578.56</b>	<b>\$ 3,421.44</b>	

\* Includes prior period adjustment





DRAFT AGENDA (9/4/25)  
**Special and Regular Meeting**  
**Board of Directors**  
**Monterey Peninsula Water Management District**  
 \*\*\*\*\*  
**Monday, September 15, 2025 at 5:00 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/84501056952?pwd=wGD76hICzDNCTlxgBBLjwYM54saXjZ.1>

Webinar ID: 845 0105 6952 | Passcode: **091525** | 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](http://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.*

<p style="text-align: center;"><b><u>Board of Directors</u></b>          George Riley, Chair – Division 2          Ian Oglesby, Vice-Chair – Mayoral Representative          Amy Anderson, Chair – Division 5          Alvin Edwards – Division 1          Rebecca Lindor – Division 3          Karen Paull – Division 4          Kate Daniels – Monterey County Board of Supervisors Representative</p> <p style="text-align: center;"><b><u>General Manager</u></b>          David J. Stoldt</p> <p style="text-align: center;"><b><u>Assistant General Manager</u></b>          Mike McCullough</p>	<p style="text-align: center;"><b><u>Mission Statement</u></b>          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.</p> <p style="text-align: center;"><b><u>Vision Statement</u></b>          Model ethical, responsible, and responsive governance in pursuit of our mission.</p> <p style="text-align: center;"><b><u>Board's Goals and Objectives</u></b>          Are available online at: <a href="https://www.mpwmd.net/who-we-are/mission-vision-goals/">https://www.mpwmd.net/who-we-are/mission-vision-goals/</a></p>
--	---

**CLOSED SESSION AGENDA | 5:00 P.M.****CALL TO ORDER AND ROLL CALL**

**ADDITIONS AND CORRECTIONS TO THE CLOSED SESSION 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.*

**PUBLIC COMMENT ON THE CLOSED SESSION AGENDA** - *Members of the public may address the Board on the item or items listed on the Closed Session agenda.*

**RECESS TO CLOSED SESSION** - *As permitted by Government Code Section 54956.9 et seq., the Board may recess to closed session to consider specific matters dealing with pending or threatened litigation, certain personnel matters or certain property acquisition matters.*

Conference with Legal Counsel – Pending Litigation (Gov. Code §54956.9 (Three Cases):

- **MPWMD v. SWRCB** - Case No. 1-10-CV-163328 (Santa Clara County Superior Court)
- **MPWMD v. Cal-Am** - 23CV004102 (Monterey County Superior Court)
- **CPUC A.21-11-024** - Cal-Am Phase 2 Supply and Demand Proceeding; CA Public Utilities Commission

**RECESS TO CLOSED SESSION**

*Any Closed Session Items not completed may be continued to after the end of all open session items.*

**REGULAR SESSION AGENDA | 6:00 P.M.****CALL TO ORDER AND 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 the Board Minutes from the August 15, 2025 Regular Meeting
2. Consider Adoption of Treasurer’s Report for July 2025

**GENERAL MANAGER’S REPORT**

3. Status Report on California American Water Compliance with State Water Resources Control Board Order 2016-0016 and Seaside Groundwater Basin Adjudication Decision (*Verbal Report*)



4. Update on Water Supply Projects (*Verbal Report*)

#### **REPORT FROM DISTRICT COUNSEL**

5. Closed Session Report from September 15, 2025 and General Report of Pending Litigation

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

6. 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.*

7. 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.]

*Recommended Action:* *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.*

8. Consider Adoption of Resolution No. 2025-07 – 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 Section 15307, Actions by Regulatory Agencies for Protection of Natural Resources.]

*Recommended Action:* *The Board will consider adopting Resolution No. 2025-07 – Modifying Rule 160.*

9. Consider Adoption of Resolution No. 2025-08 – Revise Map Zones of Controlled Drinking Water for Pure Water Monterey – Rule 20E Under Ordinance No. 183

*Recommended Action:* *The Board will consider adopting Resolution No. 2025-08 – Updating the Map Showing the Zones of Controlled Drinking Water*

**ACTION ITEM** - *Public Comment will be received. Please limit your comments to three (3) minutes per item.*

10. Adopt Proposed Financial Policies

*Recommended Action:* *The Board will consider adopting the proposed Financial Policies.*

**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.*

11. Report on Activity/Progress on Contracts Over \$25,000
12. Status Report on Expenditures – Public's Ownership of Monterey Water System
13. Letters Received and Sent                      Supplemental Letter Packet
14. Committee Reports

15. Monthly Allocation Report
16. Water Conservation Program Report for August 2025
17. Carmel River Fishery Report for August 2025
18. 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 20, 2025	<i>Regular</i>	6:00 p.m.
Monday, November 17, 2025	<i>Regular</i>	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](mailto: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](mailto: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/>

U:\staff\Board\_Committees\FAC prev Admin\2025\090825\Discussion Items\06\Item-6.docx