# Sunnyslope County Water District
# BOARD OF DIRECTORS
# REGULAR MEETING

**District Office Board Room/Teleconference** **3570 Airline Hwy., Hollister, CA**

# NOTICE & AGENDA

JULY 28, 2026

Regularly Scheduled Board Meeting - 5:15PM

**IN PERSON PUBLIC ACCESS TO DISTRICT MEETINGS IS AVAILABLE AND REMOTE ACCESS CAN BE OBTAINED THROUGH THE FOLLOWING ACCESS POINTS:**

ZOOM MEETING ACCESS LINK

https://us06web.zoom.us/j/85679568962?pwd=1YIYEzJlVy8b0XRgdwRubdAGC587ah.1

Passcode: SSCWD

Or Telephone: Dial + 1 (669) 444-9171 and when prompted enter Meeting ID: 856 7956 8962

Dial in Passcode: 421242

ADDITIONAL INSTRUCTIONS TO JOIN MEETING

https://us06web.zoom.us/meetings/85679568962/invitations?signature=whIJgIElyPEMkSMIdT1Q8Ols-a2i02yKau3XIZHhSc0

HEALTH AND SAFETY GUIDELINES

Public access to this meeting is provided both in person and through electronic viewing. Virtual meeting access will continue to be provided as a public convenience until further notice. Remote viewing interruptions due to internet quality, power outages or other factors may occur and will not stop the meeting while a quorum is present in the Board Room; To ensure the health, safety, and welfare of those in attendance, all attendees must comply with any procedures/instructions announced by the Board of Directors or as directed by Staff prior to commencement of the meeting. Face coverings will be provided if health concerns dictate and will be made available upon request. The meeting will be available through Zoom for those who wish to join remotely. Anyone requiring accommodation may contact the Main Office at: (831) 637-4670 a minimum of 24 hrs prior to the start of the meeting.

***Mission Statement:***

*"Our Mission is to provide safe, reliable, and high-quality water and wastewater services to our customers and all future generations in an environmentally and financially responsible manner."*

**A. CALL TO ORDER - ROLL CALL**

President Alcorn ________, Vice President Martinez ________, Director Buzzetta ________, Director Brown ________, and Director Perez-Kenny ________.

**B. PUBLIC COMMENT ON CLOSED SESSION MATTERS** – When agendized, members of the public may address the Board on the item or items listed on the Closed Session agenda, with a time limit of three minutes per speaker.

## CLOSED SESSION - TBD

**C. CLOSED SESSION PURSUANT TO GOVERNMENT CODE SECTIONS: None**

## REGULAR SESSION @ 5:15PM

**D. PLEDGE OF ALLEGIANCE**

**E. REPORT IN OPEN SESSION ACTION TAKEN IN CLOSED SESSION: None**

**F. APPROVAL OF AGENDA** – Any requests to postpone consideration of an agenda item or move an item forward on the agenda will be considered at this time.

**G. PUBLIC COMMENTS and AUDIENCE INTRODUCTIONS** – The public may comment[1] on any District business, not on the agenda, with a time limit of three minutes per speaker. To make a public comment in person please fill out a "Speaker Card" and return to the Minutes Clerk prior to speaking. When virtual meeting access is provided, please use the "hand-raise" feature and you will be called upon to speak. No action may be taken by the Board during the public comment period.

**H. CONSENT AGENDA –** Members of the Board and/or members of the public may pull matters from the Consent Agenda. Any matter pulled from the Consent Agenda requiring action shall be moved to New Business and treated as a matter of new business, or for matters needing clarification shall be moved to Staff Reports and addressed by the respective staff. The public may address the Board[2] on these items, not to exceed 3 minutes, when the Board reviews each pulled item.

1. Approve Minutes of the Board
   - Regular Board Meeting – June 23, 2026 (page 1)
   - Continued June 23, 2026 Board Meeting- June 26, 2026 (page 7)

2. Receive and Accept Allowance of Claims for Disbursements from June 1, 2026 Through June 30, 2026 (page 8)

3. Receive and Accept Engineering Services Monthly Status Report (page 12)

4. Receive and Accept Finance Manager Monthly Status Reports:
   a) Narrative Report (page 15)
   b) Operation Summary (page 24)
   c) Statement of Income (page 27)
   d) Investment Summary (page 29)
   e) Board Designated Reserves (page 30)

5. Receive and Accept Superintendent Monthly Status Reports:
   a) Maintenance (page 31)
   b) City Meter Reading (page 37)
   c) Groundwater Level Measurement (page 38)

6. Receive and Accept General Manager Monthly Status Report (page 39)

**I.** **NEW BUSINESS –** The Board will review and discuss agenda items and take action or direct staff to return to the Board for action at a following meeting. The public may address the Board[2] on these items as the Board reviews each item when directed to do so.

**No New Business To Present**

**J.** **STATUS REPORT**

1. Governance Committee (MA, DB) – (No Meeting)
2. Water / Wastewater Committee (DB, OM) – (No Meeting)
3. Finance Committee (MA, JB) – (No Meeting)
4. Policy and Procedure Committee (JB, AP-K)– (No Meeting)
5. Employee and Personnel Committee (DB, MA) – (No Meeting)
6. Water Resources Association of San Benito County (OM, Alt. DB) – (No Meeting)

## K. BOARD and STAFF REPORTS

1. Directors
2. District Counsel
3. General Manager – General Manager Report (Oral Report)

## L. FUTURE AGENDA ITEMS

1. Public Hearing (Hearing postponed -TBD) to accept public input regarding the Ridgemark Sewer Flat Rate.

## M. ADJOURNMENT

*Upon request, Sunnyslope County Water District (SSCWD) will make a reasonable effort to provide written agenda materials in appropriate alternative formats, languages or disability-related modification or accommodation, including auxiliary aids or services, to enable all individuals to participate in public meetings. SSCWD will also make a reasonable effort to provide translation services upon request. Please submit a written request, including your name, mailing address, phone number and brief description of the requested materials and preferred alternative format or auxiliary aid or service as soon as possible in advance of the meeting.*

Next Regular Board Meeting – August 25th, 2026 @ 5:15 p.m., District Admin Office

*AGENDA DEADLINE:* **August 19th @ 12:00 p.m.**

## Future Scheduled Committee Meetings

Water Resources Association of San Benito County – August 6th, 2026 @ 4pm

[1] The person speaking is requested to fill out a speaker card stating items on which they wish to comment to be properly recognized during communications from the public and address comments to the Board of Directors. A limit of three (3) minutes per speaker is requested to allow others an opportunity to comment. Board members may ask questions of the speaker, but no action may be taken, and no discussion may be held on non-agenized items raised by the public. The General Manager may refer the matter to the proper personnel for review.
[2] The person speaking is requested to fill out a speaker card stating their name, address, and items on which they wish to comment to be properly recognized during communications from the public and address comments to the Board of Directors. Please limit your comment to three (3) minutes. Please step up to and speak at the podium.

**MINUTES**
**Regular Meeting of the Board of Directors**
**of the**
**SUNNYSLOPE COUNTY WATER DISTRICT**
**June 23rd, 2026**

A. **CALL TO ORDER:** The meeting was called to order at 5:15 p.m. by President Alcorn, at the Sunnyslope County Water District office, 3570 Airline Highway, Hollister, California.

**ROLL CALL: Present in Person:** President Michael Alcorn (MA), Vice President Orlando Martinez (OM), Director Dee Brown (DB), Director Jerry Buzzetta (JB), Director Alexis Perez-Kenny (APK).

B. **PUBLIC COMMENTS ON CLOSED SESSION MATTERS:** The Board welcomed members of the public and opened the meeting to public comments regarding matters identified on the Closed Session agenda. No comments were received.

C. **CLOSED SESSION PURSUANT TO GOVERNMENT CODE SECTIONS:**

*i.* **No items scheduled for discussion.**

D. **PLEDGE OF ALLEGIANCE:** Director Brown led those in attendance in the Pledge of Allegiance.

E. **REPORT IN OPEN SESSION ACTION TAKEN IN CLOSED SESSION:**

*i.* **No items were on the agenda for discussion.**

F. **APPROVAL OF AGENDA:** President Alcorn asked the Board if there were any requests to postpone or modify the agenda. Director Brown motioned to approve the agenda, seconded by Director Perez-Kenny, for which President Alcorn took a roll call vote as follows: (DB), yes; (APK), yes; (OM), yes; (JB), yes; and (MA), yes; the motion carried 5-0.

G. **PUBLIC COMMENTS AND AUDIENCE INTRODUCTIONS:** The Board welcomed members of the public and opened the meeting to public comments regarding matters not itemized on the agenda. Mr. Ed Davis, speaking as a Quail Hollow homeowner, requested an update on potential sewer rate refunds, commented on the Proposition 218 process, and expressed concerns regarding the proposed rate calculations and timing of the rate adjustment process. District staff responded to several of his questions during the discussion.

**Staff Present for Open Session: In Person:** General Manager/Secretary Drew Lander, Executive Assistant/Stenographer Madison Koester, Principal Engineer Robert Hillebrecht, and Assistant Finance Manager Dana Sullivan.

**Via Teleconference:** Finance and Human Resources Manager Barry Kelly and Water/Wastewater Superintendent Jose Rodriguez.

H. **CONSENT AGENDA:**

1. Approval of Minutes for:
   Regular Board Meeting of May 19th, 2026.

2. Allowance of Claims – The Board reviewed the Disbursement Summary (below) for the period of May 1, 2026 through May 31, 2026, totaling $2,376,644.06 includes $1,084,757.53 for payments to vendors, $358,926.71 for Payroll, and $518,287.72 paid to the City of Hollister for collection of City sewer billings (net of our fees).

| Date | Number | Name | Amount |
|---|---|---|---|
| 5/5/2026 | 55059 | Ace Hardware (Johnson Lumber Co.) | 266.44 |
| 5/5/2026 | 55060 | Adan Cervantes | 180.25 |
| 5/5/2026 | 55061 | Brenntag Pacific, Inc. | 15,732.85 |
| 5/5/2026 | 55062 | exceedio | 8,784.41 |
| 5/5/2026 | 55063 | Interstate Battery System of San Jose Inc | 301.54 |
| 5/5/2026 | 55064 | John Smith Road Landfill | 3,484.76 |
| 5/5/2026 | 55065 | Madison Koester | 100.00 |
| 5/5/2026 | 55066 | Maggiora Bros. Drilling, Inc. | 1,700.00 |
| 5/5/2026 | 55067 | Mission Uniform Service | 541.83 |
| 5/5/2026 | 55068 | Motion Industries, Inc. | 1,422.65 |
| 5/5/2026 | ACH3385 | Principal | 5,220.05 |
| 5/5/2026 | 55071 | San Benito County Water District | 299.25 |
| 5/5/2026 | 55069 | San Benito County Water District | 374,087.66 |
| 5/5/2026 | 55073 | State Water Resources Control Board-DWOCP | 105.00 |
| 5/5/2026 | 55072 | State Water Resources Control Board-DWOCP | 60.00 |
| 5/7/2026 | 55091 | ALMA AND SARA CALDERON | 30.09 |
| 5/7/2026 | ACH3392 | CalPERS - Retirement | 12,202.39 |
| 5/7/2026 | ACH3391 | CalPERS - Retirement | 10,417.33 |
| 5/7/2026 | ACH3387 | CalPERS - Retirement | 637.17 |
| 5/7/2026 | ACH3386 | CalPERS - Retirement | 23.08 |
| 5/7/2026 | ACH3389 | CalPERS - Retirement | 7,583.13 |
| 5/7/2026 | 55089 | JOHN FLANIKEN | 241.57 |
| 5/7/2026 | ACH3388 | Nationwide Retirements Solutions | 1,112.00 |
| 5/7/2026 | ACH3390 | Nationwide Retirements Solutions | 10,015.74 |
| 5/7/2026 | 55090 | QUIRINO VAZQUEZ | 14.14 |
| 5/7/2026 | 55092 | STEPHEN BARTHOLF & AUDREY NICHOLAS | 95.32 |
| 5/8/2026 | 55074 | Ace Hardware (Johnson Lumber Co.) | 367.64 |
| 5/8/2026 | 55075 | Amazon Capital Services | 242.75 |
| 5/8/2026 | 55076 | Brenntag Pacific, Inc. | 16,539.32 |
| 5/8/2026 | 55078 | City of Hollister-Finance Dept | 32,555.68 |
| 5/8/2026 | 55077 | City of Hollister-Finance Dept | 485,732.04 |
| 5/8/2026 | 55079 | CWEA Membership- TCP | 129.00 |
| 5/8/2026 | 55080 | Hach Company | 813.50 |
| 5/8/2026 | ACH3393 | iCloud | 13,889.40 |
| 5/8/2026 | 55081 | Jacob Machado | 200.00 |
| 5/8/2026 | 55082 | Mission Uniform Service | 598.05 |
| 5/8/2026 | 55083 | Recology San Benito County | 375.19 |
| 5/8/2026 | 55084 | San Benito Tire Pros & Automotive | 2,092.64 |
| 5/8/2026 | 55085 | Trans Union LLC | 162.15 |
| 5/8/2026 | 55086 | U.S. Bank Corporate Payment Systems | 5,269.72 |
| 5/8/2026 | 55087 | USA Blue Book | 1,292.16 |
| 5/8/2026 | 55088 | Vector Process Solutions, Inc. | 759.72 |
| 5/13/2026 | ACH3396 | Colonial Life | 2,613.38 |
| 5/13/2026 | ACH3394 | Sterling Administration Health | 148.00 |
| 5/13/2026 | ACH3397 | Sterling Administration Health | 3,300.00 |
| 5/13/2026 | ACH3395 | Sterling Administration Health | 465.00 |
| 5/14/2026 | EFT0000313 | Net Pay | 83,772.26 |

| | | | |
|---|---|---|---|
| 5/14/2026 | EFT0000314 | Total Tax | 19,417.41 |
| 5/15/2026 | 55093 | A Tool Shed | 115.64 |
| 5/15/2026 | 55094 | A-1 Services | 504.00 |
| 5/15/2026 | 55095 | Ace Hardware (Johnson Lumber Co.) | 268.06 |
| 5/15/2026 | ACH3398 | ADP | 2,454.77 |
| 5/15/2026 | 55096 | Amazon Capital Services | 1,082.45 |
| 5/15/2026 | 55097 | American Water Works Association (AWWA) | 2,826.00 |
| 5/15/2026 | 55098 | Atlas Copco Compressors LLC | 4,818.95 |
| 5/15/2026 | 55099 | Brenntag Pacific, Inc. | 12,846.67 |
| 5/15/2026 | 55100 | Brigantino Irrigation | 540.42 |
| 5/15/2026 | 55101 | CM Analytical, Inc. | 21,220.25 |
| 5/15/2026 | 55102 | EBCO Pest Control | 82.00 |
| 5/15/2026 | 55103 | Fastenal Company | 46.80 |
| 5/15/2026 | 55104 | Grainger, Inc. | 633.44 |
| 5/15/2026 | 55105 | Grayson Community Management | 35.00 |
| 5/15/2026 | 55106 | Hach Company | 590.17 |
| 5/15/2026 | 55107 | Iconix Waterworks (US) Inc. | 1,809.84 |
| 5/15/2026 | 55108 | Jacob Machado | 235.37 |
| 5/15/2026 | 55109 | Mission Uniform Service | 541.83 |
| 5/15/2026 | 55110 | Ruggeri-Jensen-Azar | 4,695.75 |
| 5/15/2026 | 55111 | Troy Quick | 122.26 |
| 5/15/2026 | 55112 | USA Blue Book | 2,515.44 |
| 5/20/2026 | 55113 | ACC Business | 1,337.24 |
| 5/20/2026 | 55114 | Ace Hardware (Johnson Lumber Co.) | 87.38 |
| 5/20/2026 | 55115 | Agile Occupational Medicine, PC | 250.00 |
| 5/20/2026 | 55116 | Amazon Capital Services | 416.83 |
| 5/20/2026 | 55117 | Brenntag Pacific, Inc. | 16,619.34 |
| 5/20/2026 | 55118 | Calcon System, Inc. | 1,986.50 |
| 5/20/2026 | 55119 | De Lay & Laredo | 2,300.00 |
| 5/20/2026 | 55120 | Extreme Air, Inc. | 690.00 |
| 5/20/2026 | 55121 | Frank A Olsen Co. | 3,948.99 |
| 5/20/2026 | 55122 | ICON Cloud Solutions, LLC | 297.50 |
| 5/20/2026 | 55123 | InfoSend | 3,329.21 |
| 5/20/2026 | 55124 | Ryan Herco Flow Solutions | 199.38 |
| 5/20/2026 | 55125 | San Benito County Water District | 39,530.00 |
| 5/20/2026 | 55126 | Star Concrete | 834.94 |
| 5/20/2026 | ACH3399 | Sterling Administration Health | 50.30 |
| 5/20/2026 | 55127 | USA Blue Book | 396.52 |
| 5/21/2026 | ACH3405 | CalPERS - Health Insurance | 37,701.40 |
| 5/21/2026 | ACH3404 | CalPERS - Retirement | 11,698.36 |
| 5/21/2026 | ACH3402 | CalPERS - Retirement | 7,489.13 |
| 5/21/2026 | ACH3400 | CalPERS - Retirement | 23.08 |
| 5/21/2026 | ACH3401 | Nationwide Retirements Solutions | 1,112.00 |
| 5/21/2026 | ACH3403 | Nationwide Retirements Solutions | 10,721.60 |
| 5/22/2026 | 55130 | DAVID RAMIREZ | 193.91 |
| 5/22/2026 | 55131 | LYSETTE & SERGIO LOPEZ | 54.62 |
| 5/22/2026 | 55129 | SANDRA VARELA MOISES LOPEZ | 125.54 |
| 5/26/2026 | 55128 | Katch Environmental, Inc. | 919,359.96 |
| 5/28/2026 | EFT0000315 | Net Pay | 82,150.65 |
| 5/28/2026 | EFT0000316 | Total Tax | 19,291.64 |
| 5/29/2026 | ACH3406 | CalPERS - Retirement | 23.08 |
| 5/29/2026 | ACH3408 | CalPERS - Retirement | 7,543.16 |
| 5/29/2026 | ACH3410 | CalPERS - Retirement | 11,646.14 |

| | | | |
|---|---|---|---|
| 5/29/2026 | ACH3407 | Nationwide Retirements Solutions | 1,112.00 |
| 5/29/2026 | ACH3409 | Nationwide Retirements Solutions | 10,721.61 |
| 5/31/2026 | MISC0000573 | Heritage Bank Activity Charges May 2026 | 23.28 |
| | | | -$2,376,644.06 |

3. Receive Engineering Services Monthly Status Report.

4. Receive Finance Manager Monthly Status Reports: a. Narrative Report, b. Operation Summary, c. Statement of Income, d. Investment Summary, and e. Board Designated Reserves.

5. Receive Superintendent Monthly Status Reports: a. Maintenance, b. City Meter Reading, and c. Groundwater Level Measurement.

6. Receive General Manager Monthly Status Report.

President Alcorn asked for public comment and upon receiving none, requested a motion to approve the Consent Agenda. Upon a motion made by Director Brown to approve the Consent Agenda, seconded by Director Martinez, for which President Alcorn then took a roll call vote as follows: (DB), yes; (APK), yes; (JB), yes; (OM), yes; and (MA) yes; the motion carried 5-0.

**I. NEW BUSINESS:**

1. **Consider Approval of Resolution No. 619 Adopting The 2025 Urban Water Management Plan And Water Shortage Contingency Plan (Not A Project Per CEQA Article 20, Section 15738.)**

   San Benito County Water District General Manager Dana Jacobson presented the 2025 Urban Water Management Plan and Water Shortage Contingency Plan. Mr. Jacobson explained that the Urban Water Management Plan is a state-mandated planning document that must be updated every five years and is required for participating agencies to maintain eligibility for state grants and loans. He reviewed the regional planning effort involving the San Benito County Water District, Sunnyslope County Water District, the City of Hollister, and the City of San Juan Bautista, and summarized key components of the Plan, including projected water demand and supply, water conservation efforts, drought planning, and long-term water supply reliability. Mr. Jacobson also noted that the Plan projects sufficient water supplies through the planning horizon while continuing to prioritize water quality, conservation, and drought preparedness.

   Mr. Jacobson responded to Board questions regarding projected population growth, future water supply needs, potential water shortages, water quality, and planning efforts to accommodate future development. During Board discussion, several Directors expressed concern that the Board packet had not been received until late Friday, leaving insufficient time to adequately review the Plan prior to the meeting. President Alcorn then asked for any public comment. Upon receiving no public comment, Director Buzzetta motioned to continue this item to June 26, 2026, at 5:00 p.m. This motion was seconded by Director Perez-Kenny, for which President Alcorn then took a roll call vote as follows: (DB), yes; (APK), yes; (JB), yes; (OM), yes; and (MA), yes; the motion carried 5-0.

2. **Adoption of Resolution No. 620 Amending The District Miscellaneous Fees And Charges For Services (Not A Project Per CEQA Article 18, Section 15373.)**

   Assistant Finance Manager Dana Sullivan presented Resolution No. 620 amending the District's Miscellaneous Fees and Charges for Services. Ms. Sullivan explained that the District's miscellaneous service fees had not been updated since 2015 and no longer reflected the actual costs incurred by the District due to increases in labor, materials, equipment, and administrative expenses. She noted that District staff completed a comprehensive cost analysis of each fee to ensure the proposed charges accurately recover the cost of providing specialized services and do not subsidize new development or generate revenue beyond cost recovery. General Manager Drew Lander provided additional information regarding increased material costs, particularly for water meter installations, and explained that the proposed fees reflect the actual labor, equipment, and material costs required to perform each service.

Ms. Sullivan and Mr. Lander responded to Board questions regarding the methodology used to calculate the proposed fees, the types of customers affected, comparisons with neighboring agencies, Proposition 218 requirements, and the frequency of future fee reviews. Board members discussed the importance of periodically reviewing the fee schedule and establishing an internal process to evaluate future cost increases. President Alcorn then asked for any public comment. Upon receiving no public comment, President Alcorn requested a motion to approve the item. Director Martinez made a motion to accept this item as written. This motion was seconded by Director Brown, for which President Alcorn then took a roll call vote as follows: (DB), yes; (APK), yes; (JB), yes; (OM), yes; and (MA), yes; the motion carried 5-0.

3. **Approval Of Resolution No. 621 Accepting And Adopting The Fiscal Year 2026-27 Operations Budget And Capital Budget (Not A Project Per CEQA Article 20, Section 15378.)**

   Assistant Finance Manager Dana Sullivan presented Resolution No. 621 adopting the Fiscal Year 2026-27 Operating and Capital Budget. Ms. Sullivan reviewed the proposed operating and capital budgets and explained that the budget was developed in collaboration with the Finance Committee following multiple budget workshops. General Manager Drew Lander provided an overview of the District's financial outlook, explaining that operational efficiencies, reduced imported water costs from the San Benito County Water District, improved departmental cost allocations, and other cost-saving measures allowed staff to recommend a 4% water rate increase rather than the previously anticipated 8% increase. Mr. Lander also reviewed the proposed capital improvement program and noted that, for the first time, the budget was being adopted by resolution rather than by motion to provide greater consistency for financial reporting and administrative purposes.

   Ms. Sullivan and Mr. Lander responded to Board questions regarding the proposed budget assumptions, wastewater revenue projections, the ongoing Proposition 218 process, reserve funding, and the methodology used to develop the budget. Board discussion focused on the proposed $126.50 flat wastewater rate included in the budget as a planning assumption pending verification by Raftelis Financial Consultants and completion of the Proposition 218 process, as well as the District's ability to maintain a balanced budget under various rate scenarios. President Alcorn then asked for any public comment. Upon receiving no public comment, President Alcorn requested a motion to approve the item. Director Brown made a motion to accept this item as written. This motion was seconded by Director Martinez, for which President Alcorn then took a roll call vote as follows: (DB), yes; (APK), yes; (JB), no; (OM), yes; and (MA), yes; the motion carried 4-1.

## J. BOARD COMMITTEE and STATUS REPORTS

1. **Governance Committee:** (No Meeting)

2. **Water/Wastewater Committee:** (No Meeting)

3. **Finance Committee:** (Meeting held June 5th- Budget Review)

4. **Policy and Procedure Committee:** (No Meeting)

5. **Personnel Committee:** (Meeting held May 12th- Management and Board Compensation Discussion)

6. **Water Resources Association of San Benito County (WRA):** (Meeting held June 4th- Attended by Director Brown) Director Brown reported that the WRA Board discussed transitioning inspection services to a more consultative approach as a longtime employee prepares for retirement, with the matter to be considered further at a future meeting.

**K. BOARD and STAFF REPORTS**

1. **Directors:** No Report.

2. **District Counsel:** No Report

3. **General Manager:** General Manager Drew Lander provided updates on the District's ongoing PFAS/PFOS claim process, chromium-6 monitoring and mitigation efforts, and staff's pursuit of available grant funding opportunities. He also reported that the District's Consumer Confidence Report had been distributed, clarified that a recent Tier 3 nitrate notification was related to a reporting deadline rather than water quality, and discussed ongoing efforts to improve and maintain the District's website. Mr. Lander concluded his report by informing the Board of his acceptance into the 2026 San Benito Leadership Institute, providing an update on the Grand Jury response process, and noting that the City of Hollister Public Works Director had accepted another position.

4. **FUTURE AGENDA ITEMS:** July 28th, 2026 Public Hearing to accept public input regarding the Ridgemark Sewer Flat Rate.

**L. ADJOURNMENT:** President Alcorn adjourned the meeting at 7:05 p.m.

**APPROVED BY THE BOARD**: ______________________________
Michael H. Alcorn, President

**RESPECTFULLY SUBMITTED:** ______________________________
Drew A. Lander, Secretary

**MINUTES**
**Continuance of the Regular Meeting**
**Of June 23rd, 2026 of the Board of Directors of the**
**SUNNYSLOPE COUNTY WATER DISTRICT**
**June 26th, 2026**

A. **CALL TO ORDER:** The meeting was called to order at 5:00 p.m. by President Alcorn, at the Sunnyslope County Water District office, 3570 Airline Highway, Hollister, California.

**ROLL CALL: Present in Person:** President Michael Alcorn (MA), Vice President Orlando Martinez (OM), Director Jerry Buzzetta (JB), Director Alexis Perez-Kenny (APK).

**Via Teleconference:** Director Dee Brown (DB).

B. **NEW BUSINESS:**

1. **Consider Approval of Resolution No. 619 Adopting The 2025 Urban Water Management Plan And Water Shortage Contingency Plan (Not A Project Per CEQA Article 20, Section 15738.)**

San Benito County Water District General Manager Dana Jacobson returned to the Board to respond to additional questions regarding the 2025 Urban Water Management Plan and Water Shortage Contingency Plan following the continuance of the item from the June 23, 2026, Regular Board Meeting. Mr. Jacobson provided additional clarification on the Plan's purpose as a state-mandated planning document used to evaluate long-term water demands, available water supplies, drought preparedness, and water conservation planning. General Manager Drew Lander also participated in the discussion, providing additional information regarding the District's water supply, groundwater management, and operational planning.

Board discussion focused on projected growth, water conservation requirements, groundwater management, water loss reduction efforts, blending strategies, recycled water opportunities, the Accelerated Drought Response Project (ADROP), and long-term water supply reliability. Mr. Jacobson and Mr. Lander also clarified the relationship between the Urban Water Management Plan and other regional planning documents, noting that the Plan serves as a long-range planning tool and supports the District's continued compliance with state planning requirements while maintaining flexibility to adapt to future conditions. President Alcorn then asked for any public comment. Upon receiving no public comment, President Alcorn requested a motion to approve the item. Director Perez-Kenny made a motion to accept this item as written. This motion was seconded by Director Buzzetta, for which President Alcorn then took a roll call vote as follows: (DB), yes; (APK), yes; (JB), yes; (OM), yes; and (MA), yes; the motion carried 5-0.

C. **ADJOURNMENT:** President Alcorn adjourned the meeting at 5:49 p.m.

**APPROVED BY THE BOARD**: ______________________________
Michael H. Alcorn, President

**RESPECTFULLY SUBMITTED:** ______________________________
Drew A. Lander, Secretary

# Sunnyslope Water District

**Disbursement Reports FY 25-26**

**June 1, 2026 through June 30, 2026**

| Date | Num | Name | Amount | Type |
|---|---|---|---|---|
| 6/1/2026 | 55132 | Abraham Romero | 250.00 | Payroll |
| 6/1/2026 | 55133 | Ace Hardware (Johnson Lumber Co.) | 341.54 | Vendors |
| 6/1/2026 | 55134 | ACWA/JPIA | 19,879.84 | Vendors |
| 6/1/2026 | 55135 | Alvin Do | 581.65 | Payroll |
| 6/1/2026 | 55136 | Amazon Capital Services | 231.04 | Vendors |
| 6/1/2026 | 55137 | Brenntag Pacific, Inc. | 51,863.25 | Vendors |
| 6/1/2026 | 55138 | Brigantino Irrigation | 215.93 | Vendors |
| 6/1/2026 | 55139 | CWEA Membership- TCP | 370.00 | Vendors |
| 6/1/2026 | 55140 | Grainger, Inc. | 393.61 | Vendors |
| 6/1/2026 | 55141 | Hollister Auto Parts, Inc. | 233.64 | Vendors |
| 6/1/2026 | 55142 | Jesse Mack Company Inc. | 1,121.67 | Vendors |
| 6/1/2026 | 55143 | Mission Uniform Service | 1,139.88 | Vendors |
| 6/1/2026 | 55144 | O'Reilly Auto Parts | 111.77 | Vendors |
| 6/1/2026 | 55145 | Quinn Company | 2,958.11 | Vendors |
| 6/1/2026 | 55146 | R&B Automation, Inc. | 18,359.29 | Vendors |
| 6/1/2026 | 55147 | R&S Erection of Monterey Bay, Inc. | 238.00 | Vendors |
| 6/1/2026 | 55148 | Robert Hillebrecht | 343.41 | Payroll |
| 6/1/2026 | 55149 | Star Concrete | 258.92 | Vendors |
| 6/1/2026 | 55150 | Toro Petroleum Corp. | 2,860.01 | Vendors |
| 6/1/2026 | 55151 | TPO | 6,800.00 | Vendors |
| 6/1/2026 | 55152 | UWUA Local 820 | 1,246.32 | Vendors |
| 6/1/2026 | 55153 | Verizon Wireless | 612.36 | Vendors |
| 6/1/2026 | 55154 | Wallace Group | 68,277.13 | Vendors |
| 6/1/2026 | 55155 | Waste Resource Recovery, Inc. | 3,600.00 | Vendors |
| 6/1/2026 | 55156 | Wright Bros. Welding & Sheet Metal, Inc. | 371.25 | Vendors |
| 6/3/2026 | 55157 | Auto Tech Service Center, Inc. | 2,660.00 | Vendors |
| 6/3/2026 | 55158 | Brenntag Pacific, Inc. | 12,477.70 | Vendors |
| 6/3/2026 | 55160 | City of Hollister-Finance Dept | 497,777.47 | Hollister |
| 6/3/2026 | 55159 | City of Hollister-Finance Dept | 48,833.52 | Hollister |
| 6/3/2026 | 55161 | D & K Marquez Enterprises, Inc. | 4,095.16 | Vendors |
| 6/3/2026 | 55162 | exceedio | 14,545.66 | Vendors |
| 6/3/2026 | 55163 | Ferguson Enterprises, Inc. | 82.62 | Vendors |
| 6/3/2026 | 55164 | Hach Company | 7,998.62 | Vendors |
| 6/3/2026 | 55165 | John Smith Road Landfill | 3,962.73 | Vendors |
| 6/3/2026 | 55166 | Mission Uniform Service | 622.36 | Vendors |
| 6/3/2026 | 55175 | NEIGHBOR TO NEIGHBOR HOMES, LLC | 9.43 | Customer |
| 6/3/2026 | ACH3411 | P G & E | 71,165.76 | Vendors |
| 6/3/2026 | 55167 | San Benito County Water District | 475,907.24 | San Benito |
| 6/3/2026 | 55169 | San Benito County Water District | 228.50 | San Benito |
| 6/3/2026 | 55170 | Simplot Grower Solutions | 1,519.00 | Vendors |

Disbursement Reports FY 25-26

| | | | | |
|---|---|---|---|---|
| 6/3/2026 | 55171 | Tnemec Company, Inc | 345.33 | Vendors |
| 6/3/2026 | 55172 | Toro Petroleum Corp. | 1,760.38 | Vendors |
| 6/3/2026 | 55173 | U.S. Bank Corporate Payment Systems | 1,636.80 | Vendors |
| 6/3/2026 | 55174 | Waste Resource Recovery, Inc. | 300.00 | Vendors |
| 6/5/2026 | 55177 | HOLLY RAVIZZA & IRELAND MCABEE | 200.00 | Customer |
| 6/5/2026 | ACH3412 | Principal | 5,220.05 | Payroll |
| 6/8/2026 | ACH3414 | iCloud | 14,626.27 | Vendors |
| 6/8/2026 | ACH3413 | Sterling Administration Health | 32.82 | Vendors |
| 6/11/2026 | 55176 | All American Mailing, Inc. | 3,885.76 | Payroll |
| 6/11/2026 | EFT0000321 | Net Pay | 90,714.70 | Payroll |
| 6/11/2026 | EFT0000322 | Total Tax | 22,046.58 | Payroll |
| 6/12/2026 | ACH3416 | Colonial Life | 3,920.07 | Payroll |
| 6/12/2026 | ACH3415 | Sterling Administration Health | 148.00 | Payroll |
| 6/15/2026 | 55178 | Ace Hardware (Johnson Lumber Co.) | 743.63 | Vendors |
| 6/15/2026 | 55179 | Advanced Integration & Controls | 487.50 | Vendors |
| 6/15/2026 | 55180 | Amazon Capital Services | 304.56 | Vendors |
| 6/15/2026 | 55181 | Atlas Copco Compressors LLC | 3,890.37 | Vendors |
| 6/15/2026 | 55182 | Auto Tech Service Center, Inc. | 3,430.00 | Vendors |
| 6/15/2026 | 55183 | Brenntag Pacific, Inc. | 42,128.21 | Vendors |
| 6/15/2026 | 55184 | Brigantino Irrigation | 195.93 | Vendors |
| 6/15/2026 | 55185 | Calcon System, Inc. | 1,170.00 | Vendors |
| 6/15/2026 | 55186 | CM Analytical, Inc. | 18,283.00 | Vendors |
| 6/15/2026 | 55187 | David Padilla | 153.86 | Payroll |
| 6/15/2026 | 55188 | Greenwood Chevrolet | 8.09 | Vendors |
| 6/15/2026 | 55189 | Hach Company | 13,915.71 | Vendors |
| 6/15/2026 | 55190 | Iconix Waterworks (US) Inc. | 1,192.62 | Vendors |
| 6/15/2026 | 55191 | Maggiora Bros. Drilling, Inc. | 525.00 | Vendors |
| 6/15/2026 | 55192 | MBS Business Systems | 816.41 | Payroll |
| 6/15/2026 | 55193 | Mission Uniform Service | 563.88 | Vendors |
| 6/15/2026 | 55194 | Quinn Company | 131.36 | Vendors |
| 6/15/2026 | 55195 | Recology San Benito County | 375.19 | Vendors |
| 6/15/2026 | 55196 | Ryan Herco Flow Solutions | 1,236.73 | Vendors |
| 6/15/2026 | 55197 | San Benito Tire Pros & Automotive | 535.48 | Vendors |
| 6/15/2026 | 55199 | State Water Resources Control Board-DWOCP | 100.00 | Vendors |
| 6/15/2026 | 55200 | Toro Petroleum Corp. | 3,043.00 | Vendors |
| 6/15/2026 | 55201 | Trans Union LLC | 187.01 | Vendors |
| 6/15/2026 | 55202 | Veolia Water Technologies, Inc. | 6,787.28 | Vendors |
| 6/15/2026 | 55203 | Verizon Wireless | 625.74 | Vendors |
| 6/15/2026 | 55204 | Waste Resource Recovery, Inc. | 300.00 | Vendors |
| 6/16/2026 | 55231 | PHUONG NGUYEN & STEVE M CORDERO | 162.75 | Customer |
| 6/22/2026 | 55205 | A-1 Services | 504.00 | Vendors |
| 6/22/2026 | 55206 | Ace Hardware (Johnson Lumber Co.) | 400.80 | Vendors |

| | | | | |
|---|---|---|---|---|
| 6/22/2026 | ACH3417 | ADP | 2,454.77 | Vendors |
| 6/22/2026 | 55207 | Amazon Capital Services | 593.51 | Vendors |
| 6/22/2026 | 55208 | Brenntag Pacific, Inc. | 53,460.25 | Vendors |
| 6/22/2026 | 55209 | Brigantino Irrigation | 606.48 | Vendors |
| 6/22/2026 | 55210 | Bryan Mailey Electric, Inc | 22,136.17 | Vendors |
| 6/22/2026 | 55211 | EBCO Pest Control | 82.00 | Vendors |
| 6/22/2026 | 55212 | Hach Company | 2,765.90 | Vendors |
| 6/22/2026 | 55213 | HSQ Tech Inc. | 19,919.00 | Vendors |
| 6/22/2026 | 55214 | ICON Cloud Solutions, LLC | 295.63 | Vendors |
| 6/22/2026 | 55215 | InfoSend | 3,343.93 | Vendors |
| 6/22/2026 | 55216 | Katch Environmental, Inc. | 661,697.32 | Vendors |
| 6/22/2026 | 55217 | Kristin LaRue | 100.00 | Payroll |
| 6/22/2026 | 55218 | Maggiora Bros. Drilling, Inc. | 12,814.46 | Vendors |
| 6/22/2026 | 55219 | Manuel Chavez | 164.78 | Payroll |
| 6/22/2026 | 55220 | Mc Kinnon Lumber Co., Inc. | 49.83 | Vendors |
| 6/22/2026 | 55221 | Mc Master-Carr | 51.73 | Vendors |
| 6/22/2026 | 55222 | Mission Uniform Service | 622.36 | Vendors |
| 6/22/2026 | 55223 | Petty Cash | 15.77 | Vendors |
| 6/22/2026 | 55224 | Quinn Company | 616.34 | Vendors |
| 6/22/2026 | 55225 | Saf-T-Flo Chemical Injection | 1,702.40 | Vendors |
| 6/22/2026 | 55226 | Star Concrete | 1,162.43 | Vendors |
| 6/22/2026 | 55227 | Taya Bravo | 100.00 | Payroll |
| 6/22/2026 | 55228 | Toro Petroleum Corp. | 2,151.42 | Vendors |
| 6/22/2026 | 55229 | USA Blue Book | 576.45 | Vendors |
| 6/22/2026 | 55230 | Wright Bros. Indust. Supply | 71.62 | Vendors |
| 6/23/2026 | 55232 | ELIDA & CESARIO ROJAS | 27.96 | Customer |
| 6/23/2026 | 55233 | KENNEDY & JULIA WHITAKER | 141.21 | Customer |
| 6/23/2026 | 55234 | TED SCHMIDT | 77.12 | Customer |
| 6/25/2026 | EFT0000319 | Net Pay | 85,750.27 | Payroll |
| 6/25/2026 | ACH3418 | Sterling Administration Health | 39.00 | Payroll |
| 6/25/2026 | EFT0000320 | Total Tax | 20,302.84 | Payroll |
| 6/26/2026 | 55235 | ACC Business | 1,339.24 | Vendors |
| 6/26/2026 | 55236 | Ace Hardware (Johnson Lumber Co.) | 424.50 | Vendors |
| 6/26/2026 | 55237 | Amazon Capital Services | 151.52 | Vendors |
| 6/26/2026 | 55238 | AT&T | 399.50 | Vendors |
| 6/26/2026 | 55239 | Brenntag Pacific, Inc. | 13,455.09 | Vendors |
| 6/26/2026 | 55240 | City of Hollister-Finance Dept | 11,400.00 | Hollister |
| 6/26/2026 | 55241 | Dana Sullivan | 87.92 | Payroll |
| 6/26/2026 | 55242 | De Lay & Laredo | 3,230.00 | Vendors |
| 6/26/2026 | 55243 | exceedio | 6,299.81 | Vendors |
| 6/26/2026 | 55244 | Ferguson Enterprises, Inc. | 609.18 | Vendors |
| 6/26/2026 | 55245 | Frisch Engineering Inc. | 337.50 | Vendors |
| 6/26/2026 | 55246 | Hach Company | 53.25 | Vendors |
| 6/26/2026 | 55247 | Jorge Mendoza | 1,807.37 | Payroll |
| 6/26/2026 | 55248 | Mission Uniform Service | 563.88 | Vendors |
| 6/26/2026 | 55249 | MuniQuip, LLC | 4,968.65 | Vendors |
| 6/26/2026 | 55250 | Quinn Company | 1,931.58 | Vendors |
| 6/26/2026 | 55251 | Reliable Translations | 235.80 | Vendors |

Disbursement Reports FY 25-26

| | | | | |
|---|---|---|---|---|
| 6/26/2026 | 55252 | San Benito County Water District | 369,523.75 | San Benito |
| 6/26/2026 | 55254 | San Benito Leadership Institute | 1,400.00 | Vendors |
| 6/26/2026 | 55255 | San Benito Tire Pros & Automotive | 281.62 | Vendors |
| 6/26/2026 | 55256 | Scott Watson | 141.97 | Payroll |
| 6/26/2026 | 55257 | Star Concrete | 215.77 | Vendors |
| 6/26/2026 | 55258 | USA Blue Book | 2,248.23 | Vendors |
| 6/26/2026 | 55259 | Verizon Wireless | 613.68 | Vendors |
| 6/26/2026 | 55260 | Wright Bros. Welding & Sheet Metal, Inc. | 323.34 | Vendors |
| 6/30/2026 | ACH3419 | CalPERS - Health Insurance | 40,617.24 | Payroll |
| 6/30/2026 | ACH3429 | CalPERS - Retirement | 637.17 | Payroll |
| 6/30/2026 | ACH3421 | CalPERS - Retirement | 12,278.21 | Payroll |
| 6/30/2026 | ACH3426 | CalPERS - Retirement | 7,507.61 | Payroll |
| 6/30/2026 | ACH3425 | CalPERS - Retirement | 7,561.87 | Payroll |
| 6/30/2026 | ACH3431 | CalPERS - Retirement | 23.08 | Payroll |
| 6/30/2026 | ACH3430 | CalPERS - Retirement | 23.08 | Payroll |
| 6/30/2026 | ACH3420 | CalPERS - Retirement | 12,294.33 | Payroll |
| 6/30/2026 | ACH3424 | CalPERS - Retirement | 10,417.33 | Payroll |
| 6/30/2026 | ACH3422 | Nationwide Retirements Solutions | 10,721.61 | Payroll |
| 6/30/2026 | ACH3423 | Nationwide Retirements Solutions | 10,721.61 | Payroll |
| 6/30/2026 | ACH3427 | Nationwide Retirements Solutions | 1,112.00 | Payroll |
| 6/30/2026 | ACH3428 | Nationwide Retirements Solutions | 1,112.00 | Payroll |
| | | | | |
| | | | **3,002,542.50** | |

**SUMMARY:**

| | |
|---|---|
| Accounts Payable Paid to: | |
| Vendors | $1,246,651.77 |
| Payroll - Employee | $351,601.78 |
| San Benito County | $845,659.49 |
| City of Hollister for City Billing Collected, Net of Fees | $558,010.99 |
| Customer Refunds & Returned Checks/ACH | $618.47 |
| Debt & Finance | $0.00 |
| **Total Disbursements** | **$3,002,542.50** |

# *Staff Report*

Agenda Item: **H – 3**

**DATE:** July 17, 2026 (July 28, 2026 Meeting)

**TO:** Board of Directors

**FROM:** Assistant Engineer, Alvin Do
Principal Engineer, Rob Hillebrecht P.E.

**SUBJECT:** Engineering Services Monthly Status Report

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**Small Water Systems Consolidation Project**

Engineering staff, Wallace Group, and Katch Environmental have been coordinating closely to address concerns early to minimize delays, ensuring the project remains on track. Katch has finished the pipe installation on Fairview Corners and anticipates testing and tie-in this segment in August. Environmental fencing has been maintained and monitored during construction at Fairview Corners by Dudek and the engineering staff. About 400′ of pipe was installed in Best Road in early June and is waiting for tie-ins. Work of installing 1,200′ of pipe in Ridgemark Dr pavement area was completely installed in the first week of July. In mid-July, the horizontal directional drilling (HDD) subcontractor installed about 1,300′ of 12″ pipe trenchless in Harbern Way. That work will continue through August in Foxhill Cir, and the easement along Hwy 25. Pipe installation of 1,700′ in Bolado Rd was finished in the second week of July and the pipe installation on Southside Rd has been started right after that. Foxhill Tank foundation and ring wall were poured in the second week of July, allowing Crosno, the tank subcontractor, to begin the tank assembly. The pipe installation at Tres Pinos Elementary School began in the second week of July and is expected to be completed before school starts in August. Katch potholed existing utilities in Tres Pinos, Foxhill Circ., and along Airline to identify potential conflicts to proactively react. Acquisition of the necessary easements is expected to be finalized by the end of this month, depending on the property owner's schedule.

**Best Road Mutual Water Company Consolidation & Well 5/Lessalt Blending Station**

The additional funding request submitted to the Department of Water Resources (DWR) to cover additional expenses on the John Smith Road Pipeline Project has still not been finalized and remains pending consideration. The related improvements to Well 5 and Lessalt Blending Stations (which address potential CrVI issues for customers of the Foxhill Zone) are progressing. Engineering staff and the Wallace Group had a productive meeting to review the 50% of plans for this improvement and have been working toward 90% plans in July. Prepurchase of key equipment is being considered for August. Construction is estimated for early 2027.

**Enterprise Garage and Well 7 Booster Station**

Several beneficial meetings with the architect and the electrical engineer were held in early June to review the preliminary plans and to ensure the District's desires are thoroughly considered. The final design is anticipated to be completed in late July in order to coordinate with the building manufacturer.

**Valves Replacement**

The existing system currently has some broken valves set at very critical locations, which would interrupt many customers while trying to isolate and replace them. Thus, staff participated in a Learn and Lunch session to learn about an insertion valve, which could potentially be a solution for the mentioned problem. The project includes training O&M staff, procurement, and installation. The project is anticipated in late Fall 2026.

**Lessalt Cathodic Protection System**

The project was completed in May. Some post-construction activities still need to be performed to ensure the system is running properly for its intended purpose. The project is funded by SBCWD capital funds and managed by Sunnyslope engineering staff.

**ADRoP**

Sunnyslope staff are coordinating efficiently with SBCWD, Kennedy Jenks (Construction Manager), HDR (Design Engineer), and Overaa (General Contractor) to ensure the smooth information exchange during operation and construction to avoid obstructions for all parties. Overaa is currently constructing the new parallel ActiFlo treatment train, 4th filter, caustic storage tank, 3rd drying bed, and filter gallery. Testing and startup for the new treatment trains to verify proper operation will begin by the end of July. The Westhills treatment plant will be offline during testing for up to 3 weeks. The well sites development and pipeline construction in San Felipe and Fallon are also ongoing. Initial discussions happened about the operations and maintenance of the ADRoP wells upon completion.

**Hexavalent Chromium (CrVI) Response Plan**

Sunnyslope staff conducted an experimental study in the first week of May to gather supporting data for the blending treatment strategy which has been presented to the Department of Drinking Water (DDW) to comply with State water regulations for CrVI. Engineering staff expect to submit the Compliance plan, Operation plan, and Permit Amendment to DDW in July.

**Residential Developments**

**<u>Fairview Corners Phase 1&2</u>**

Construction of the residential homes has been underway. The developer completed the remaining items on the Final Inspection punch list. The Notice of Acceptance and Completion is anticipated to be issued in late July.

**<u>Fairview Corners Phase 3</u>**

Fairview Corners Phase 3 is under design phase. Engineering staff have been reviewing the plans, ensuring the District's needs are implemented in the design.

**Lands of Lee**

Lands of Lee is also under the design phase. Engineering staff have worked closely with developer's engineers to produce development plans and a new lift station plan that implements the District's requirements.

**Santana Ranch Phase 10**

Final Inspection was conducted by engineering staff. Santana Ranch Phase 10 is finalizing a Punch List.

**West of Fairview Phase 3**

Staff conducted a Final Inspection and provided the developer with a Final Punch List of items.

**Willow Landing**

The developer completed the Final punch list. Notice of Acceptance and Completion was issued in the first week of July, officially transferring ownership of the Willow Landing system to the District.

**Fulton Way**

The 10-unit development at the end of Fulton Way was purchased by another developer to finish. Sunnyslope will be entering into a new agreement with that developer prior to providing water service.

# *Staff Report*

Agenda Item: **H – 4**

**DATE:** July 23, 2026 (July 28, 2026 Meeting)

**TO:** Board of Directors

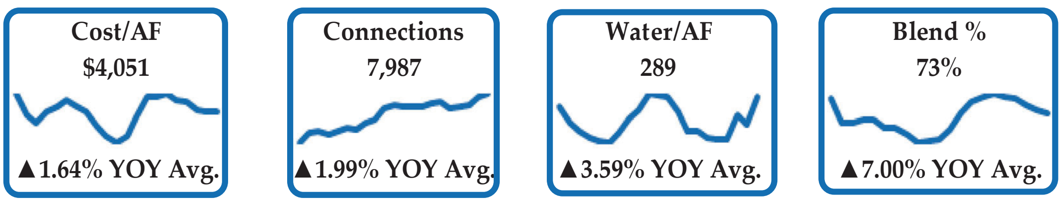
**FROM:** Finance Dept. Dana Sullivan & Barry Kelly

**SUBJECT:** Statements of: a. Operations, b. Income, c. Investment, and d. Board Designated Reserves.

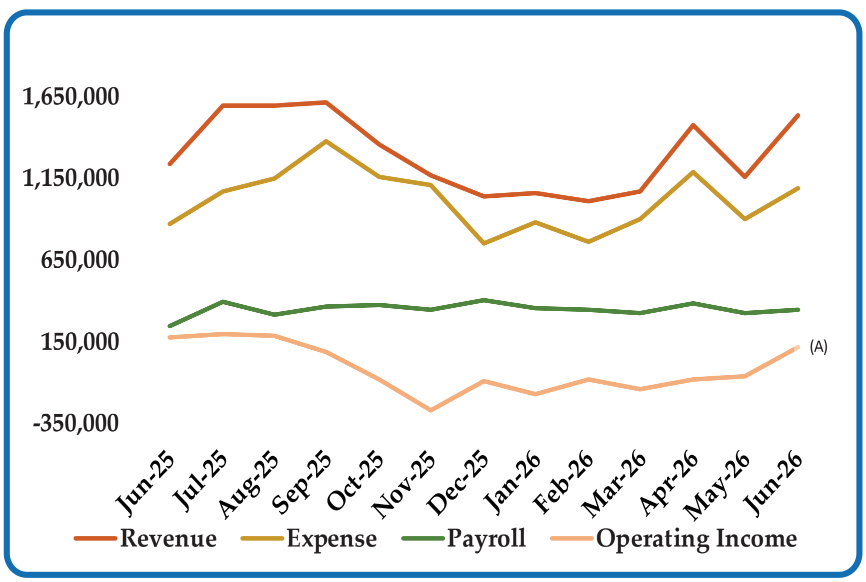
## OVERVIEW

(June 2026)

### 12-Month Rolling Average Trend



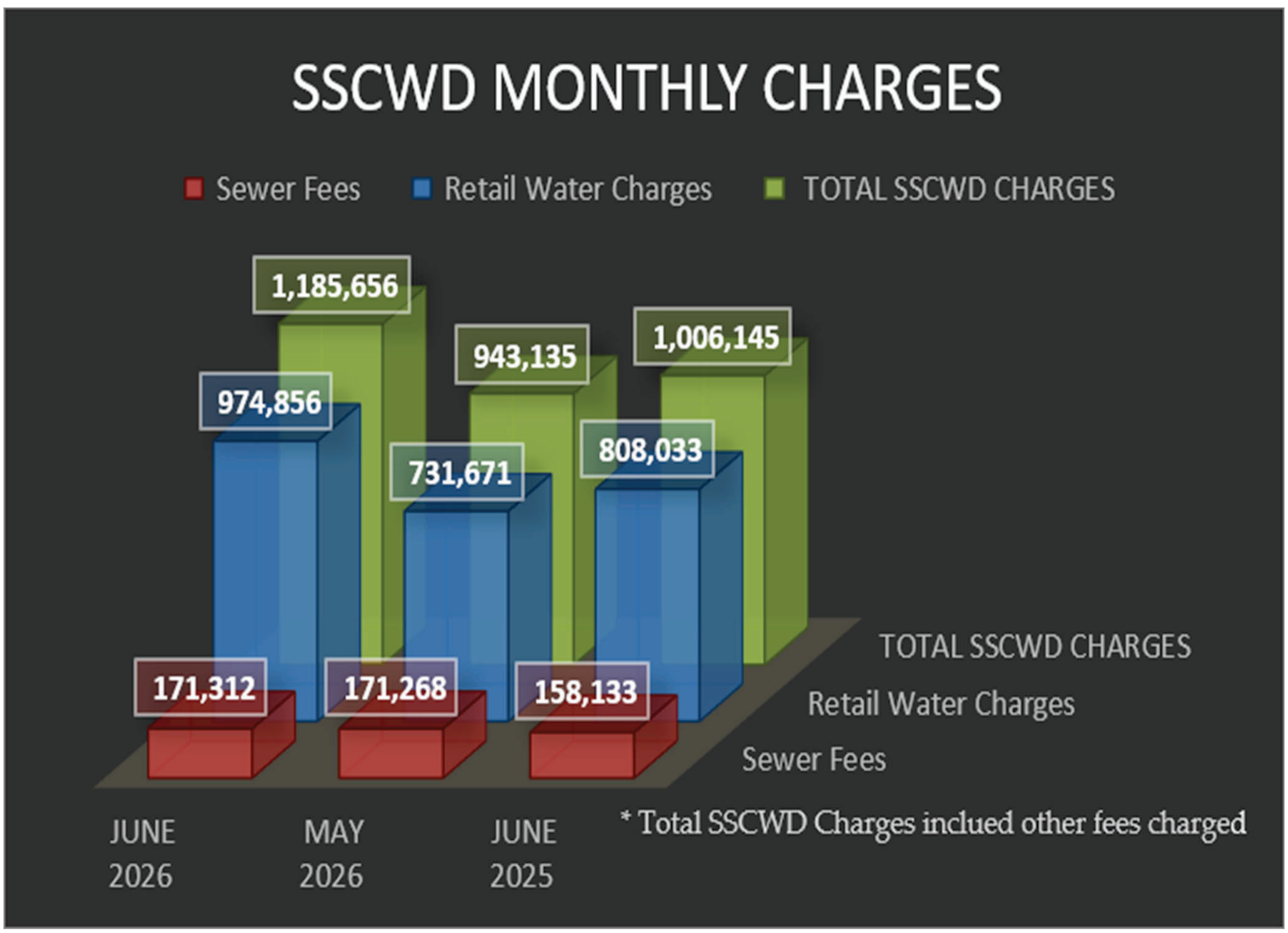

### Current Year Operations




(A) **The 12-month rolling average monthly operating income improved from an average loss of (52k) a month at FYE 25, to a (38k) loss in FYE 26, reflecting continued progress towards strengthening the District's long term financial position.**

## OPERATIONS SUMMARY (June 2026)

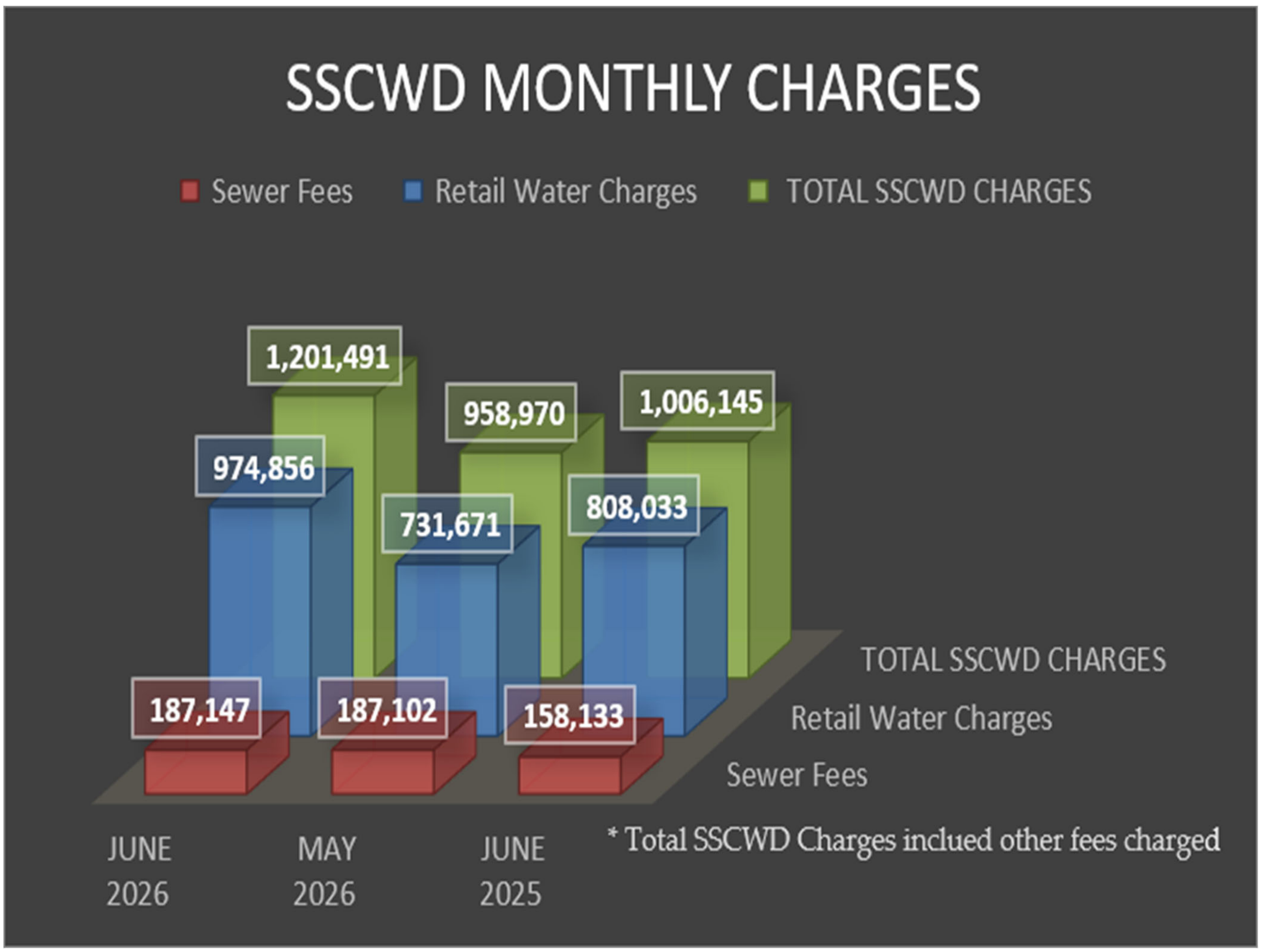
The Operations Summary provides a high-level snapshot of the District's operational activity for the current fiscal year. It is designed to show trends in customer accounts, billing activity, water production and usage, revenue charges, and accounts receivable in a single consolidated view. This report allows readers to understand how the District's systems are performing operationally over time, identify emerging trends, and support financial and operational decision-making without requiring detailed technical knowledge of day-to-day operations. During June 2026, the District had 2 new water connections. The District served 7,987 active customers, with 6,326 utilizing online services and electronic payments. Financially, year-to-date revenue for FY 2025-2026 stands at $12m. Receivables from operations total $1.8m, with a past due portion of 6.13%. As of month-end, O&M receivables total $375k. The District delivered approximately 94 million gallons of water during June 2026. At fiscal year-end, the District delivered a total of approximately 860 million gallons of water, compared to approximately 834 million gallons during FY 2025, representing an increase of about 25 million gallons (3.0%). This increase is likely attributable to the District's growing customer base and ongoing construction activity requiring construction water use. Despite the increase in total water delivered, the District continues to promote water conservation and efficient water use throughout its service area.




## OPERATING STATISTICS (June 2026)

## OPERATIONS SUMMARY (June 2026)

The Operations Summary provides a high-level snapshot of the District's operational activity for the current fiscal year. It is designed to show trends in customer accounts, billing activity, water production and usage, revenue charges, and accounts receivable in a single consolidated view. This report allows readers to understand how the District's systems are performing operationally over time, identify emerging trends, and support financial and operational decision-making without requiring detailed technical knowledge of day-to-day operations. During June 2026, the District had 2 new water connections. The District served 7,987 active customers, with 6,326 utilizing online services and electronic payments. Financially, year-to-date revenue for FY 2025-2026 stands at $12m. Receivables from operations total $1.8m, with a past due portion of 6.13%. As of month-end, O&M receivables total $375k. The District delivered approximately 94 million gallons of water during June 2026. At fiscal year-end, the District delivered a total of approximately 860 million gallons of water, compared to approximately 834 million gallons during FY 2025, representing an increase of about 25 million gallons (3.0%). This increase is likely attributable to the District's growing customer base and ongoing construction activity requiring construction water use. Despite the increase in total water delivered, the District continues to promote water conservation and efficient water use throughout its service area.



The Operating Stats section presents key performance indicators that illustrate the District's financial and operational performance over time using rolling averages and trend analysis. This section focuses on operating income, revenue and expense behavior, cost efficiency, and water production characteristics to help identify longer-term patterns rather than month-to-month fluctuations. The charts and trends are intended to support strategic evaluation of rate impacts, cost control efforts, and overall operational sustainability. The average water operating income year to date has increased year-over-year, reflecting the positive financial impact of the rate adjustments implemented following the District's Raftelis rate study. These adjustments were designed to gradually realign revenues with the true cost of providing water service. The District's 12-month rolling average cost per acre-foot is approximately $4k. Unit cost per acre-foot remained relatively stable on a YOY average basis. Despite ongoing inflationary pressures affecting utilities such as power, chemicals, and maintenance costs, staff were able to maintain nearly flat production costs. A key operational indicator, the 12-Month Blend Percentage Trend, demonstrates the District's ongoing strategy to balance surface water and well water use for water quality and regulatory compliance. The average blend over the 12-month period is approximately 73% surface water.

## STATEMENT OF INCOME VS BUDGET (June 2026)

The Budget to Actual section compares the District's adopted budget to actual financial results for the current fiscal year. This report highlights how revenues and expenses are tracking against planned expectations, identifies variances as they occur, and provides year-to-date context alongside prior-year comparisons. It is intended to help readers assess financial performance, monitor cost control, and evaluate whether operations are aligning with the approved budget as the fiscal year progresses. The District's year-to-date (YTD) financial performance for fiscal year 2025–2026 reflects a net operating loss of ($333k), compared to a ($558k) loss for the same period last fiscal year. While this represents a significant improvement, the District did not end at a break-even position at fiscal year-end June 2026. As the District enters Fiscal Year 2026–2027, continued evaluation of water and wastewater rates, along with ongoing cost-control measures, will be critical to ensuring that operating revenues are sufficient to support the actual cost of providing service. Despite the anticipated year-end loss, the District continues to make meaningful progress toward improved financial sustainability. Reductions in raw water costs in March 2026, increased staff time charged to eligible capital and outside projects, and other operational cost-saving initiatives have contributed to improved results at fiscal year end June 2026 and will continue to help align operating expenses with revenues in the coming fiscal year.

## INVESTMENT SUMMARY (June 2026)

The Investment Summary provides an overview of the District's cash and investment holdings for the current fiscal year. This section summarizes where funds are held, and how balances change over time, along with the interest earned. The report is intended to give readers visibility into liquidity, reserve positioning, and overall investment activity while demonstrating compliance with the District's investment strategy and prudent cash management practices. The District's cash and invested funds total $27.6m, with $24.9m earning interest at rates ranging from 1.1% to 4.5%. YTD income from these investments is $875k. While these earnings provide a valuable source of non-operating revenue and help preserve the purchasing power of District reserves against inflation, they do not substitute sustainable operating revenues. Investment income is dependent upon market conditions and interest rate environments, both of which can fluctuate significantly over time. Additionally, investment earnings are allocated monthly among the District's various reserve funds based on each reserve's proportional share of total invested assets. Because a substantial portion are designated restricted reserves for specific future purposes, most of the related investment earnings are likewise restricted. Consequently, much of the investment income generated during the year is not available to support day-to-day operations and should be excluded when evaluating the District's core operating performance.

## ACCOUNTS RECEIVABLE (June 2026)

The Accounts Receivable report provides a snapshot of outstanding customer balances at a point in time. While this information is not separately reported within the District's formal financial statements, it is included in this report to provide transparency into current billing activity, collection status, and trends in receivables. This information supports operational oversight by highlighting where balances stand, identifying potential collection risks, and helping staff monitor payment behavior as part of ongoing financial management. As of June 2026, the District is carrying $5.9m in Other Receivables, which isn't reported on in the Operations Summary report. This balance contains some capital expense which will be funded by the District, and the remainder is pending reimbursement through the water system consolidation projects currently in progress:

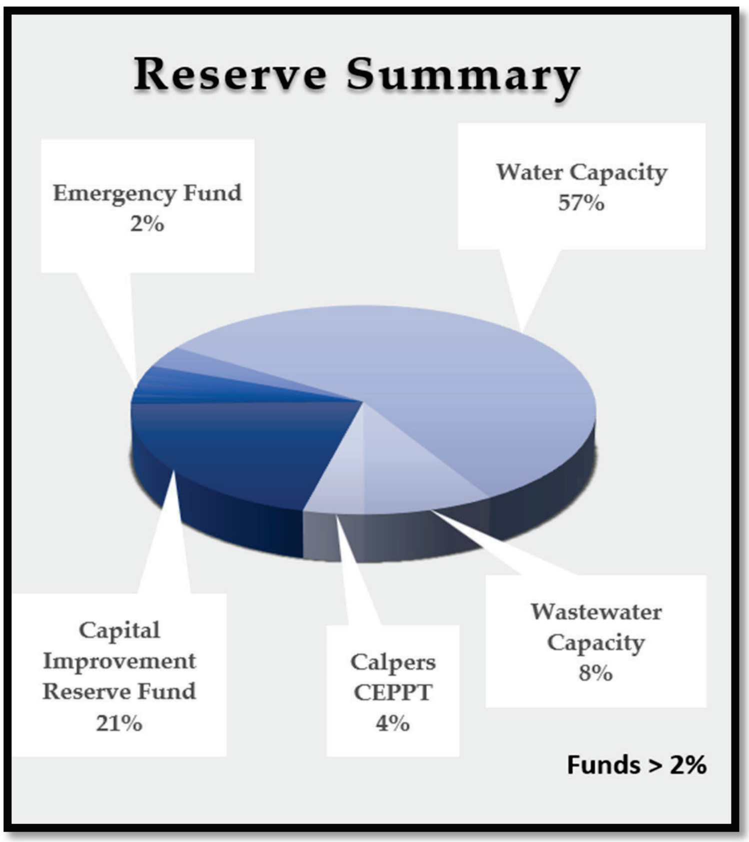
**Best Roads Consolidation Project:** As of June 2026, the District recorded approximately $600k in receivables related to the Best Roads Consolidation Project. On February 3, 2026, the District received a payment of $632k. The remaining balance is being held as retainage by DWR or is expected to be funded through additional grant award or through funds still held by Best Roads Mutual Water pending final consolidation paperwork.

**The Small Water Systems Consolidation With Sunnyslope Project:** The Small Water Systems Consolidation with Sunnyslope Project currently reflects approximately $5 million in receivables. As part of project implementation, the District temporarily carries project-related costs and submits reimbursement requests monthly in accordance with grant requirements. DWR has processed the majority of these invoices and they will

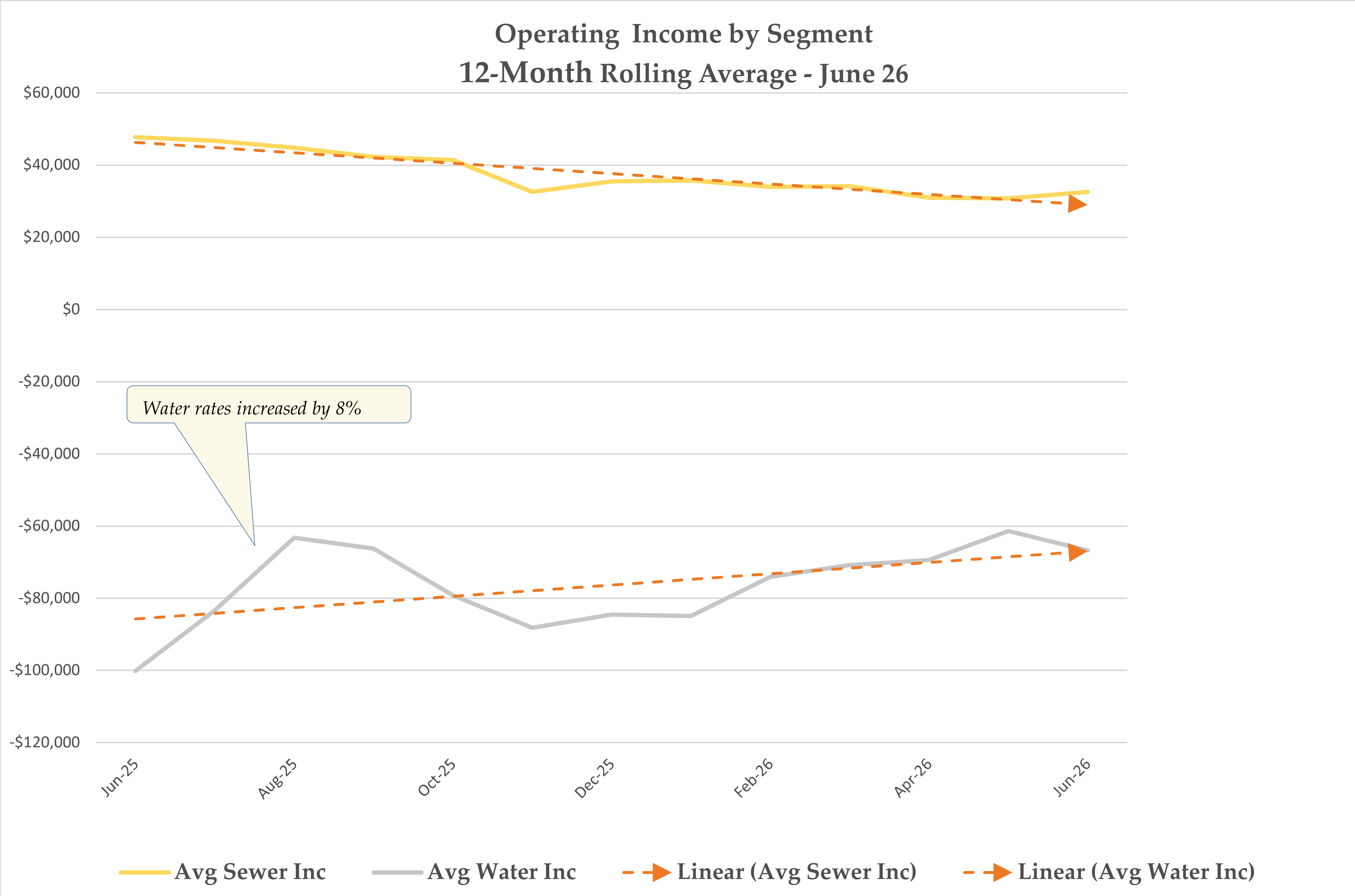
## RESERVES (June 2026)

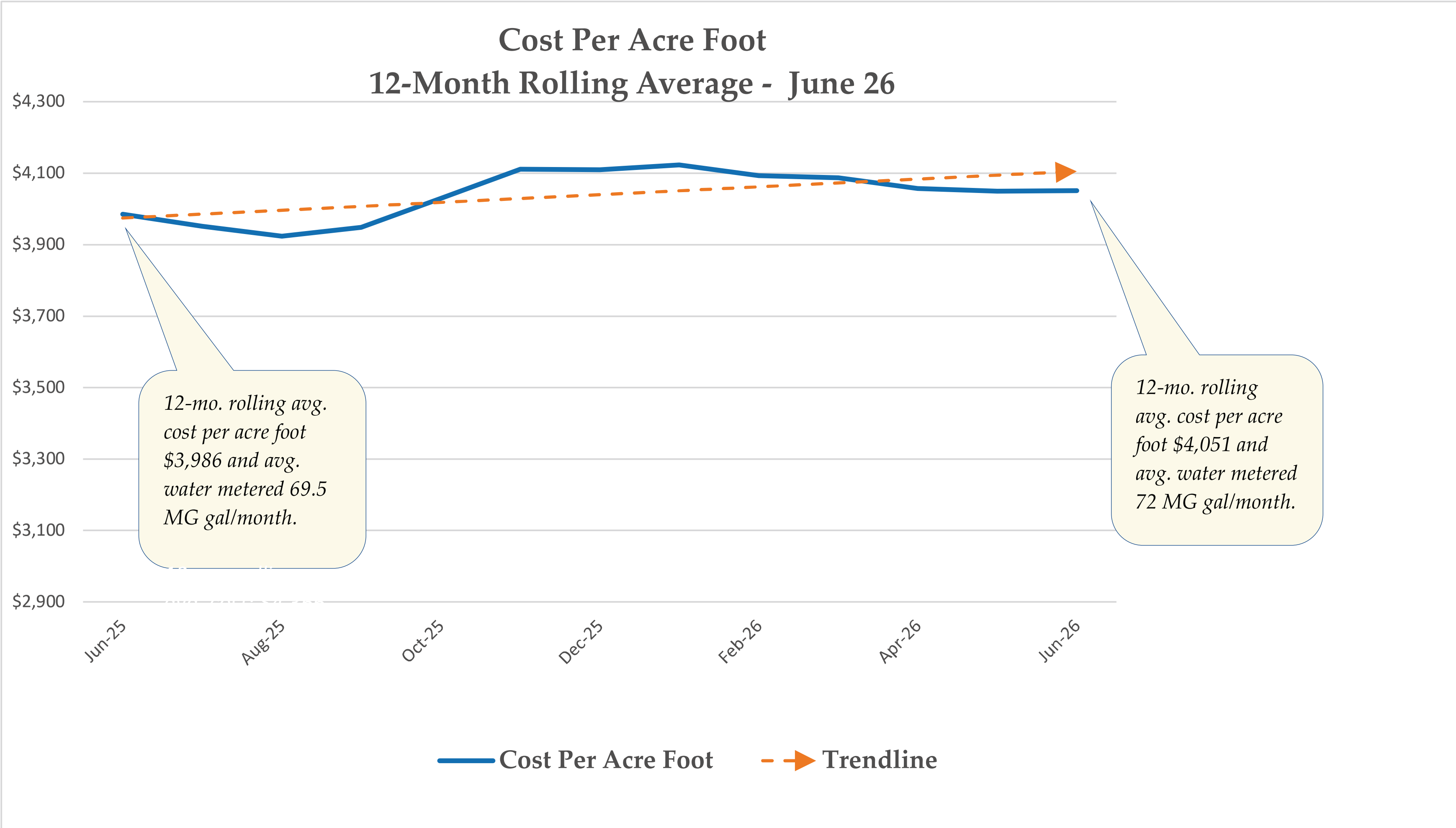
There are three major types of reserve funds: Legally Restricted Reserves, Board Designated Reserves, and Unrestricted Reserves. Legally Restricted Reserves have restrictions imposed by an outside source, such as bond covenants, contractual obligations, or other restrictions. Board Designated Reserves are set aside for a specific purpose as determined by action of the Board of Directors. The Board of Directors has the authority to redirect the use of these reserves as the needs of the District change. Unrestricted Reserves are required for adequate cash flow to meet operating needs, are planned for a source of funding the Capital Improvement Program, and to assist in providing for orderly rate increases. The District's reserves total $26m, representing 43.06% of capitalized assets. Any changes reflected in the

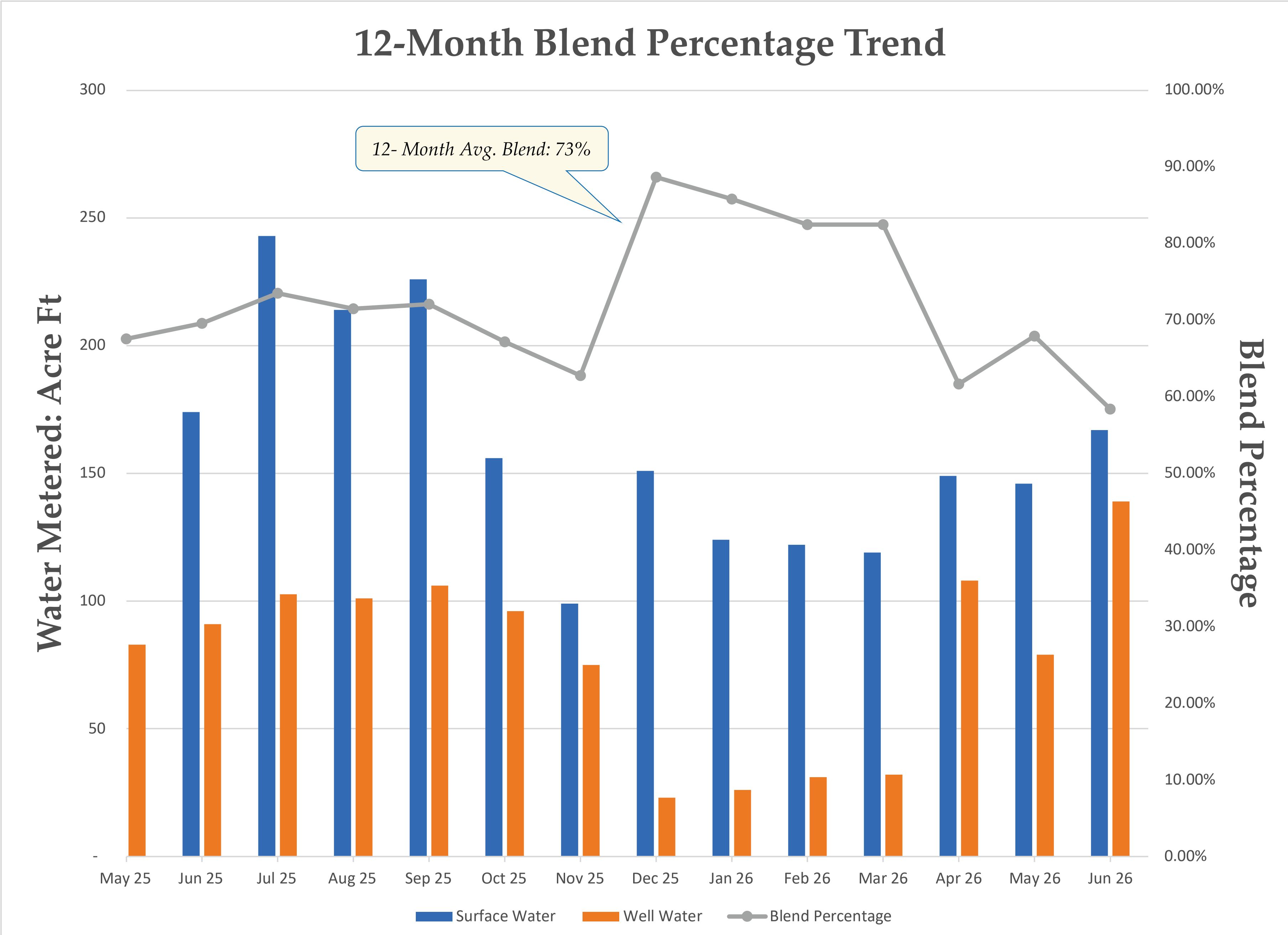
Board Designated Reserves are directly tied to the completion and capitalization of approved capital projects during the current fiscal year. Each project highlighted in green within the Board Approved Disbursement Analysis represents a project that has been completed and capitalized. As projects are completed, their total incurred costs are transferred to capital assets and recorded on the District's balance sheet. At that time, the corresponding funding previously set aside in Board Designated Reserves was released, resulting in a decrease in the applicable reserve fund. These decreases reflect the planned and authorized use of reserves for capital improvements previously approved by the Board of Directors. In addition, the Water Capacity Reserve includes activity related to the debt amortization of the associated tranches, which contributes to both increases and decreases within the reserve balance as debt service obligations are recognized. This process ensures alignment between project completion and financial reporting, transparency in the use of reserved funds, and an accurate representation of the District's remaining available reserves.




Statement of Operating Income
12-Month Rolling Average - June 26
$1,600,000
$1,400,000
$1,200,000
$1,000,000
$800,000
$600,000
$400,000
$200,000
$0
-$200,000
Water rates increased by approx. 8%
Jun-25
Aug-25
Oct-25
Dec-25
Feb-26
Apr-26
Jun-26
Revenue
Expense
Payroll
Operating Income


Operating Income by Segment
12-Month Rolling Average - June 26
$60,000
$40,000
$20,000
$0
-$20,000
-$40,000
-$60,000
-$80,000
-$100,000
-$120,000
Water rates increased by 8%
Jun-25
Aug-25
Oct-25
Dec-25
Feb-26
Apr-26
Jun-26
Avg Sewer Inc
Avg Water Inc
Linear (Avg Sewer Inc)
Linear (Avg Water Inc)


Cost Per Acre Foot
12-Month Rolling Average - June 26
$4,300
$4,100
$3,900
$3,700
$3,500
$3,300
$3,100
$2,900
Jun-25
Aug-25
Oct-25
Dec-25
Feb-26
Apr-26
Jun-26
12-mo. rolling avg. cost per acre foot $3,986 and avg. water metered 69.5 MG gal/month.
12-mo. rolling avg. cost per acre foot $4,051 and avg. water metered 72 MG gal/month.
Cost Per Acre Foot
Trendline


12-Month Blend Percentage Trend
12- Month Avg. Blend: 73%
Water Metered: Acre Ft
Blend Percentage
300
250
200
150
100
50
-
100.00%
90.00%
80.00%
70.00%
60.00%
50.00%
40.00%
30.00%
20.00%
10.00%
0.00%
May 25
Jun 25
Jul 25
Aug 25
Sep 25
Oct 25
Nov 25
Dec 25
Jan 26
Feb 26
Mar 26
Apr 26
May 26
Jun 26
Surface Water
Well Water
Blend Percentage

# Sunnyslope County Water District

2025 / 2026 OPERATION SUMMARY (This Year)

| ITEMS | JULY 2025 | AUG 2025 | SEP 2025 | OCT 2025 | NOV 2025 | DEC 2025 | JAN 2026 | FEB 2026 | MAR 2026 | APR 2026 | MAY 2026 | JUNE 2026 | YTD TOTAL/ 12-month AVG |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| NO. WATER CAPACITY FEE RECD | 18 | - | - | 1 | 4 | 10 | 135 | 113 | 5 | 27 | 7 | 2 | 172 |
| NO. WW CAPACITY FEE RECD | - | - | - | 1 | 4 | - | 4 | 65 | - | 22 | 7 | - | 4 |
| NO. WATER ACCOUNTS | 7,900 | 7,917 | 7,914 | 7,913 | 7,913 | 7,929 | 7,936 | 7,897 | 7,911 | 7,923 | 7,965 | 7,987 | |
| NO. SSCWD SEWER ACCTS | 1,339 | 1,337 | 1,336 | 1,338 | 1,338 | 1,336 | 1,341 | 1,426 | 1,435 | 1,432 | 1,465 | 1,510 | |
| NO. COH SEWER ACCTS | 5,322 | 5,327 | 5,343 | 5,362 | 5,378 | 5,379 | 5,402 | 5,404 | 5,424 | 5,440 | 5,500 | 5,511 | |
| Total WaterSmart / Invoice Cloud | 6,172 | 6,179 | 6,055 | 6,475 | 6,088 | 6,155 | 6,391 | 6,362 | 6,357 | 6,288 | 6,408 | 6,326 | |
| NO. E-BILL Invoice Cloud (Paperless) | 3,895 | 3,887 | 3,896 | 3,892 | 3,857 | 3,843 | 3,851 | 3,845 | 3,842 | 3,878 | 3,886 | 3,880 | |
| MONTHLY CHARGES | | | | | | | | | | | | | |
| Retail Water Charges | $ 968,687.83 | $ 1,026,072.61 | $ 1,016,797.90 | $ 863,633.44 | $ 666,674.04 | $ 668,033.10 | $ 592,731.30 | $ 594,259.26 | $ 591,944.33 | $ 825,160.16 | $ 731,671.22 | $ 974,856.18 | $ 9,520,521.37 |
| Sewer Fees | 162,779.62 | 162,442.14 | 162,832.49 | 162,579.90 | 166,045.69 | 162,754.83 | 160,816.98 | 161,999.05 | 161,878.56 | 190,405.93 | 187,102.44 | 187,147.14 | $ 2,028,784.77 |
| Installation Fees | 7,290.00 | - | - | 430.00 | 1,870.00 | 4,050.00 | 54,675.00 | 49,445.00 | 2,125.00 | 10,935.00 | 3,925.00 | 1,565.00 | $ 136,310.00 |
| Late Fees | 6,521.96 | 10,093.70 | 8,106.14 | 7,671.95 | 7,652.31 | 6,937.11 | 7,350.58 | 5,352.53 | 6,508.02 | 6,249.90 | 8,160.94 | 8,563.44 | $ 89,168.58 |
| Admin. Collection Fees, net | 6,110.00 | 3,370.22 | 1,320.00 | 1,380.00 | - | - | 1,370.00 | 240.00 | 810.00 | 870.00 | 430.00 | 100.00 | $ 16,000.22 |
| COH Billing Fees | 20,839.34 | 20,767.34 | 20,848.34 | 20,905.34 | 21,002.35 | 21,360.39 | 21,411.39 | 21,631.43 | 21,908.47 | 22,071.48 | 24,163.79 | 25,111.94 | $ 262,021.60 |
| Other Misc. Fees | 7,094.13 | 5,765.77 | 5,632.70 | 5,484.26 | 5,376.16 | 4,868.31 | 4,957.80 | 5,775.41 | 5,578.81 | 5,412.86 | 3,516.82 | 4,147.52 | $ 63,610.55 |
| TOTAL SSCWD CHARGES | $ 1,179,322.88 | $ 1,228,511.78 | $ 1,215,537.57 | $ 1,062,084.89 | $ 868,620.55 | $ 868,003.74 | $ 843,313.05 | $ 838,702.68 | $ 790,753.19 | $ 1,061,105.33 | $ 958,970.21 | $ 1,201,491.22 | $ 12,116,417.09 |
| CITY OF HOLLISTER CHARGES | | | | | | | | | | | | | |
| COH Sewer Fees | 483,343.99 | 485,122.37 | 486,816.27 | 487,080.50 | 489,068.73 | 490,118.03 | 491,372.99 | 492,674.83 | 494,532.50 | 496,655.85 | 499,973.91 | 505,744.29 | $ 5,902,504.26 |
| COH Street Sweeping | 11,921.09 | 11,898.65 | 11,942.00 | 11,986.56 | 11,983.96 | 11,992.08 | 11,235.85 | 11,995.20 | 12,235.79 | 12,053.33 | 12,063.52 | 12,155.32 | $ 143,463.35 |
| COH Senior Discount | (1,616.04) | (1,648.20) | (1,648.20) | (1,648.20) | (1,668.30) | (1,674.33) | (1,707.20) | (1,708.50) | (1,734.35) | (1,721.47) | (1,756.74) | (1,768.80) | $ (20,300.33) |
| Total COH Charges | 493,649.04 | 495,372.82 | 497,110.07 | 497,418.86 | 499,384.39 | 500,435.78 | 500,901.64 | 502,961.53 | 505,033.94 | 506,987.71 | 510,280.69 | 516,130.81 | 6,025,667.28 |
| Late Fees ** | 4,167.56 | 3,925.74 | 3,539.67 | 3,767.89 | 4,057.17 | 4,080.10 | 4,346.53 | 3,732.15 | 4,193.08 | 4,093.55 | 4,527.72 | 5,493.32 | 49,924.48 |
| TOTAL COH CHARGES | $ 497,816.60 | $ 499,298.56 | $ 500,649.74 | $ 501,186.75 | $ 503,441.56 | $ 504,515.88 | $ 505,248.17 | $ 506,693.68 | $ 509,227.02 | $ 511,081.26 | $ 514,808.41 | $ 521,624.13 | $ 6,075,591.76 |
| ACCOUNTS RECEIVABLE - Aged | | | | | | | | | | | | | |
| A/R for Sunnyslope Water ** | $ 1,203,408.29 | $ 1,263,981.31 | $ 1,260,292.09 | $ 1,109,298.44 | $ 965,621.45 | $ 939,549.50 | $ 854,107.53 | $ 862,732.56 | $ 838,938.08 | $ 1,083,326.73 | $ 994,302.55 | 1,243,885.92 | |
| A/R for City of Hollister ** | 540,749.59 | 528,562.73 | 541,347.18 | 528,580.63 | 552,513.24 | 559,511.79 | 538,223.22 | 554,038.39 | 547,229.93 | 550,877.85 | 547,972.60 | 572,506.66 | |
| Unapplied Payments | (62,651.90) | (55,068.46) | (138,202.35) | (143,167.73) | (142,083.21) | (111,981.01) | (98,424.85) | (93,608.10) | (89,836.28) | (69,200.32) | (56,449.23) | (57,714.31) | |
| Outstanding Bills Owed | $ 1,681,505.98 | $ 1,737,475.58 | $ 1,663,436.92 | $ 1,494,711.34 | $ 1,376,051.48 | $ 1,387,080.28 | $ 1,293,905.90 | $ 1,323,162.85 | $ 1,296,331.73 | $ 1,565,004.26 | $ 1,485,825.92 | $ 1,758,678.27 | |
| Past Due | $ 117,755.72 | $ 68,729.38 | $ 24,041.93 | $ 32,942.32 | $ 70,873.82 | $ 84,690.47 | $ 47,062.88 | $ 69,782.98 | $ 51,318.84 | $ 62,725.21 | $ 79,805.04 | $ 107,843.41 | |
| % Past Due | 7.00% | 3.96% | 1.45% | 2.20% | 5.15% | 6.11% | 3.64% | 5.27% | 3.96% | 4.01% | 5.37% | 6.13% | |
| SBCWD O&M Owed | $415,019.67 | $358,626.27 | $389,636.41 | $284,017.41 | $301,286.02 | $167,070.12 | $204,996.47 | $170,005.75 | $278,369.40 | $425,060.97 | $244,368.57 | $375,409.67 | |
| San Benito Foods Owed | $ 51,810.63 | $ 99,633.18 | $ 266,710.00 | $ 84,760.23 | $ 87,777.65 | $ 95,582.14 | $ - | $ - | $ - | $ - | $ - | $ - | |
| WATER METERED | | | | | | | | | | | | | |
| Cubic Feet | 13,693,500 | 13,528,900 | 13,227,600 | 10,737,200 | 7,340,100 | 7,368,600 | 6,124,500 | 5,955,800 | 5,866,200 | 10,097,500 | 8,420,100 | 12,575,300 | 114,935,300 |
| Total SSCWD Gallons | 102,427,380 | 101,196,172 | 98,942,448 | 80,314,256 | 54,903,948 | 55,117,128 | 45,811,260 | 44,549,384 | 43,879,176 | 75,529,300 | 62,982,348 | 94,063,244 | 859,716,044 |
| WATER SOURCE | | | | | | | | | | | | | |
| Well #2 (Southside Road) | 14,127,000 | 8,830,000 | 7,138,000 | 2,662,000 | 1,943,000 | 1,948,000 | 1,647,000 | 3,538,000 | 3,336,000 | 8,128,000 | 5,819,000 | 8,361,000 | 67,477,000 |
| Well #5 (Ray Cir/Enterprise) | - | 8,329,600 | 15,242,400 | 14,508,000 | 10,815,000 | 3,439,000 | 4,413,000 | 3,715,000 | 5,278,000 | 14,659,000 | 12,207,000 | 16,950,000 | 109,556,000 |
| Well #7 (Enterprise Rd) | 242,061 | 949,789 | 601,772 | 2,164,292 | 2,112,516 | 1,240,297 | 871,987 | 2,502,770 | 1,578,115 | 7,075,824 | 4,851,787 | 7,002,972 | 31,194,182 |
| Well #8 (Ridgemark) | 14,520,651 | 7,080,630 | 2,466,915 | 4,759,361 | 4,630,190 | 264,730 | 1,083,512 | 280,792 | 822,996 | 1,932,480 | 1,481,169 | 4,262,098 | 43,585,524 |
| Well #11 (Southside Road) | 15,987,000 | 16,948,000 | 18,280,000 | 12,415,000 | 10,235,000 | 4,600,000 | 3,515,000 | 4,426,000 | 3,293,000 | 14,021,000 | 9,016,000 | 15,582,000 | 128,318,000 |
| Net Well Intertie (Supplied to COH) | (11,438,900) | (9,220,300) | (9,029,500) | (5,388,900) | (5,380,000) | (3,860,800) | (3,204,200) | (4,412,900) | (3,795,300) | (10,669,800) | (7,575,400) | (6,729,300) | (80,705,300) |
| TOTAL from Wells | 33,437,812 | 32,917,719 | 34,699,587 | 31,119,753 | 24,355,706 | 7,631,227 | 8,326,299 | 10,049,662 | 10,512,811 | 35,146,504 | 25,799,556 | 45,428,770 | 299,425,406 |
| Lessalt W.T.P. I (High Zone) | 34,038,000 | 29,416,000 | 26,496,000 | 15,081,000 | 8,002,000 | 20,345,000 | 15,672,000 | 17,336,000 | 15,634,000 | 20,121,000 | 20,303,000 | 22,514,000 | 244,958,000 |
| Lessalt W.T.P. I (Middle Zone) | 15,722,000 | 12,405,000 | 16,846,000 | 14,805,000 | 7,662,000 | 12,189,000 | 13,982,000 | 10,607,000 | 12,081,000 | 15,717,000 | 14,067,000 | 14,814,000 | 160,897,000 |
| West Hills W.T.P (@ Well #2) | 15,642,000 | 12,221,000 | 13,693,000 | 11,871,000 | 11,660,000 | 13,250,000 | 9,667,000 | 7,525,000 | 8,438,000 | 7,701,000 | 7,428,000 | 13,056,000 | 132,152,000 |
| West Hills W.T.P (@ Well #11) | 27,365,000 | 28,492,000 | 32,555,000 | 21,953,000 | 13,762,000 | 13,980,000 | 11,033,000 | 11,881,000 | 10,619,000 | 12,982,000 | 12,832,000 | 13,380,000 | 210,834,000 |
| West Hills W.T.P (@ COH #2) | 10,131,000 | 11,141,000 | 13,264,000 | 12,205,000 | 11,476,000 | 13,105,000 | 10,557,000 | 11,454,000 | 11,130,000 | 11,750,000 | 14,853,000 | 10,583,000 | 141,649,000 |
| West Hills W.T.P (@ COH #4) | 14,983,000 | 16,271,000 | 19,243,000 | 20,908,000 | 19,344,000 | 19,972,000 | 16,202,000 | 18,641,000 | 18,185,000 | 18,771,000 | 21,170,000 | 11,146,000 | 214,836,000 |
| West Hills W.T.P (@ COH #5) | 14,698,000 | 15,269,000 | 18,226,000 | 20,566,000 | 18,979,000 | 19,677,000 | 15,847,000 | 18,941,000 | 18,628,000 | 18,101,000 | 11,555,000 | 13,195,000 | 203,682,000 |
| TOTAL Surface Water (Plant Production) | 132,579,000 | 125,215,000 | 140,323,000 | 117,389,000 | 90,885,000 | 112,518,000 | 92,960,000 | 96,385,000 | 94,715,000 | 105,143,000 | 102,208,000 | 98,688,000 | 1,309,008,000 |
| Plant Production Used by Hollister | 53,341,415 | 55,514,884 | 66,809,810 | 66,630,933 | 58,657,840 | 63,175,715 | 52,623,921 | 56,671,586 | 55,928,363 | 56,576,148 | 54,707,937 | 44,307,534 | 684,946,086 |
| SSCWD % of Plant Production | 59.77% | 55.66% | 52.39% | 43.24% | 35.46% | 43.85% | 43.39% | 41.20% | 40.95% | 46.19% | 46.47% | 55.10% | 47.67% |
| Estimated Water Gain(Loss) | (10,248,017) | (1,421,663) | (9,270,329) | (1,563,564) | (1,678,918) | (1,856,384) | (2,851,118) | (5,213,692) | (5,420,272) | (8,184,056) | (10,317,271) | (5,745,992) | (63,771,276) |
| Percent Difference | -6.17% | -0.90% | -5.30% | -1.05% | -1.46% | -1.55% | -2.81% | -4.90% | -5.15% | -5.83% | -8.06% | -3.99% | -3.96% |
| Water Consumption Per Customer | 12965 | 12782 | 12502 | 10150 | 6938 | 6951 | 5773 | 5641 | 5547 | 9533 | 7907 | 11777 | 9039 |
| Blend - % Surface | 73.51% | 71.49% | 72.08% | 67.18% | 62.78% | 88.68% | 85.81% | 82.49% | 81.65% | 61.66% | 67.92% | 58.40% | 73.26% |
| Cost of Water Produced (Per Acre Foot) | 3,312 | 3,535 | 3,297 | 3,969 | 5,615 | 5,189 | 6,349 | 5,918 | 6,211 | 4,330 | 4,163 | 3,031 | 4,231 |
| Prior YTD Cost | 3,029 | 3,085 | 3,094 | 3,167 | 4,335 | 5,184 | 6,058 | 6,664 | 6,519 | 4,930 | 4,007 | 3,942 | 4,102 |

Chart Includes: Only Water Metered to SSCWD Customers,
Chart Does Not Include: COH Interties Wholesale Water Flow

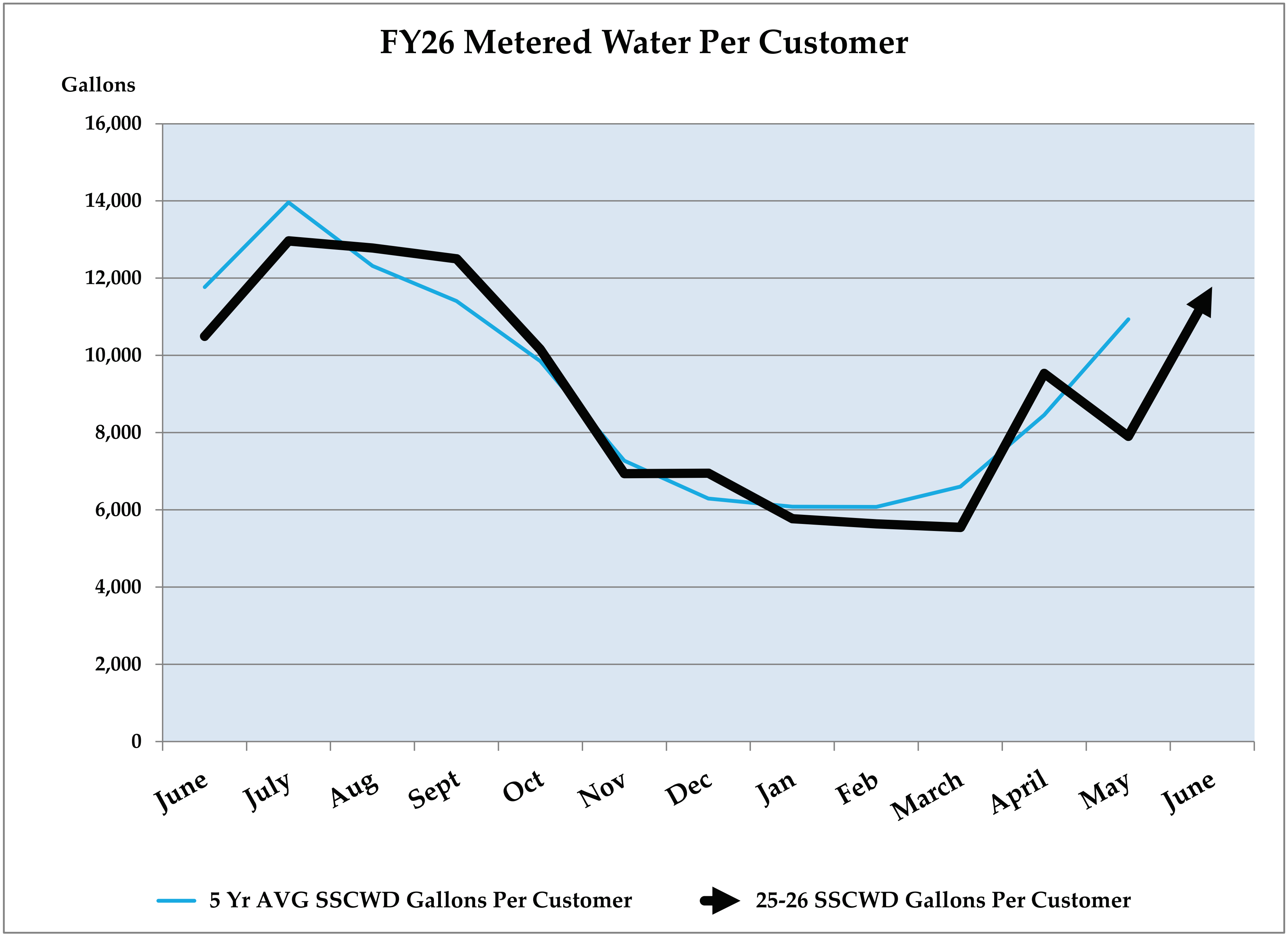
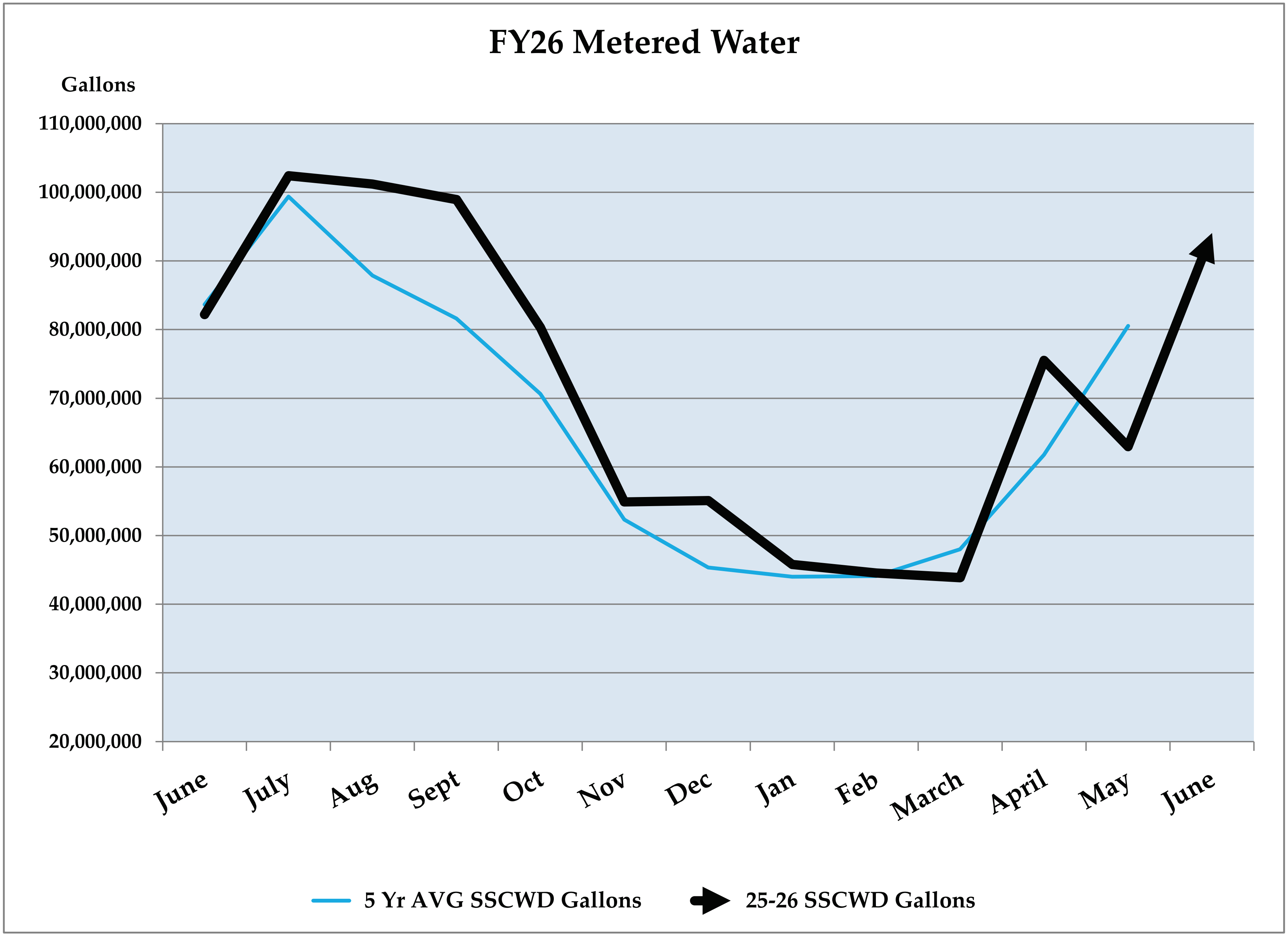


Chart Includes: Only Water Metered to SSCWD Customers,
Chart Does Not Include: COH Interties Wholesale Water Flow





# Sunnyslope County Water District

STATEMENT OF INCOME

FOR THE FISCAL YEAR ENDING JUNE 30, 2026 (This Year)

**UN-AUDITED 7/22/2026**

| *** WATER *** | May-26 | Jun-26 | | Variance Over / (Under) Prior Month | YEAR-TO-DATE | PRIOR YEAR-TO-DATE | FY 25/26 BUDGET |
|---|---|---|---|---|---|---|---|
| *OPERATING REVENUES* | | | | | | | |
| Water Sales | 731,632 | 974,856 | | 243,224 | 9,520,808 | 8,498,576 | 9,356,000 |
| Contracted Services | 251,369 | 375,410 | | 124,041 | 3,650,866 | 3,610,186 | 4,215,000 |
| Installation Fees | 3,925 | 1,565 | | (2,360) | 134,310 | 69,690 | 100,000 |
| Late Fees | 7,339 | 7,724 | | 386 | 79,121 | 59,392 | |
| Other Revenue | 20,710 | 21,928 | | 1,218 | 292,036 | 399,227 | 150,000 |
| **TOTAL OPERATING REVENUES** | **1,014,975** | **1,381,484** | # | **366,509** | 13,677,141 | 12,637,071 | 13,821,000 |
| *OPERATING EXPENSES* | | | | | | | |
| Salaries and Benefits | (260,845) | (276,359) | | (15,514) | (3,505,880) | (3,132,487) | (3,056,000) |
| Operating Expenses | (795,253) | (978,289) | | (183,037) | (10,908,352) | (10,537,780) | (11,595,500) |
| **TOTAL OPERATING EXPENSES** | **(1,056,097)** | **(1,254,648)** | # | **(198,551)** | (14,414,233) | (13,670,267) | (14,651,500) |
| **NET OPERATING INCOME** | **(41,122)** | **126,836** | # | **167,958** | (737,092) | (1,033,196) | (830,500) |
| *NON OPERATING INCOME & (EXPENSES)* | | | | | | | |
| Capacity Fees | 67,192 | 43,675 | | (23,517) | 2,892,766 | 2,353,810 | |
| Donated Asset | - | - | | 0 | 1,639,818 | 89,606 | - |
| Miscellaneous Income | - | - | | - | 2,920 | - | - |
| Adjust LAIF Investment to Fair Value | | | | - | - | - | - |
| Interest Income | 53,876 | 90,158 | | 36,282 | 582,561 | 491,583 | 563,000 |
| Allocated from G & A (Interest & Sale of Assets) | 11,187 | 40,595 | | 29,407 | 243,929 | 527,344 | 181,000 |
| **TOTAL NON OPERATING INCOME & (EXPENSES)** | **132,255** | **174,428** | # | **42,172** | 5,361,994 | 3,303,080 | 744,000 |
| *NET WATER INCOME (LOSS)* | $ 91,133 | $ 301,264 | | 210,130 | $ 4,624,903 | $ 2,269,884 | $ (86,500) |
| | | | | | | | |
| ***NET WATER INCOME (LOSS) Adjusted for Non Budgeted Items*** | $ (41,122) | $ 126,836 | | 167,958 | $ (734,171) | $ (1,192,458) | $ (830,500) |

# Sunnyslope County Water District

STATEMENT OF INCOME

FOR THE FISCAL YEAR ENDING JUNE 30, 2026 (This Year)

**UN-AUDITED 7/22/2026**

| *** WASTEWATER *** | May-26 | Jun-26 | Variance Over / (Under) Prior Month | YEAR-TO-DATE | PRIOR YEAR-TO-DATE | FY 25/26 BUDGET |
|---|---|---|---|---|---|---|
| *OPERATING REVENUES* | | | | | | |
| Sewer Sales | 187,102 | 187,655 | 553 | 2,029,293 | 1,971,665 | 1,981,000 |
| Contracted Services | - | - | 0 | 413,695 | 550,172 | 585,000 |
| Installation Fees | 150 | - | (150) | 2,150 | 15,300 | |
| Late Fees | 816 | 839 | 23 | 10,041 | 11,083 | |
| Other Revenue | 6,970 | 7,431 | 461 | 49,136 | 51,079 | 40,000 |
| **TOTAL OPERATING REVENUES** | **195,038** | **195,925** | **887** | **2,504,315** | **2,599,299** | **2,606,000** |
| *OPERATING EXPENSES* | | | | | | |
| Salaries and Benefits | (61,908) | (62,757) | (849) | (705,405) | (704,568) | (960,000) |
| Operating Expenses | (103,906) | (108,421) | (4,516) | (1,397,392) | (1,206,099) | (1,596,000) |
| **TOTAL OPERATING EXPENSES** | **(165,813)** | **(171,178)** | **(5,365)** | **(2,102,796)** | **(1,910,668)** | **(2,556,000)** |
| **NET OPERATING INCOME** | **29,225** | **24,747** | **(4,478)** | **401,518** | **688,631** | **50,000** |
| *NON OPERATING INCOME & (EXPENSES)* | | | | | | |
| Capacity Fees | 6,840 | (11,400) | (18,240) | 84,045 | 11,083 | |
| Donated Asset- Electric Vans Grant | | - | 0 | - | 31,934 | - |
| Miscellaneous Income | | - | 0 | - | - | |
| Adjust LAIF Investment to Fair Value | | - | 0 | - | - | |
| Interest Income | 7,789 | 11,832 | 4,042 | 89,444 | 134,007 | 94,000 |
| Allocated from G & A (Interest & Sale of Assets) | 4,087 | 15,236 | 11,149 | 28,551 | 117,822 | 74,000 |
| Shenkman Litigation Expense (Districting) | | | 0 | - | (54,182) | - |
| **TOTAL NON OPERATING INCOME & (EXPENSES)** | **18,717** | **15,668** | **(3,049)** | **202,041** | **240,664** | **168,000** |
| *NET WASTEWATER INCOME (LOSS)* | **47,942** | **40,415** | **(7,527)** | **603,559** | **929,295** | **218,000** |
| *NET WASTEWWATER INCOME (LOSS) Adjusted for Non Budgeted Items* | **$ 29,225** | **$ 24,747** | **(7,527)** | **$ 401,518** | **$ 634,449** | **$ 50,000** |

| *** WATER & WASTEWATER *** | May-26 | Jun-26 | Variance Over / (Under) Prior Year | YEAR-TO-DATE | PRIOR YEAR-TO-DATE | FY 25/26 BUDGET |
|---|---|---|---|---|---|---|
| *** COMBINED INCOME (LOSS) WATER & WASTEWATER*** | 139,075 | 341,678 | 202,603 | 5,228,473 | 3,199,179 | 131,500 |
| *** COMBINED INCOME (LOSS) WATER & WASTEWATER Adjusted for Non - Budgeted Items* | **$ (11,897)** | **$ 151,583** | **$ 163,480** | **$ (332,653)** | **$ (558,009)** | **$ (780,500)** |

# Sunnyslope County Water District

Investment Summary

**2025 / 2026 (ThisYear)**

| BANK ACCOUNT | INTEREST RATE | JULY 2025 | AUGUST 2025 | SEPTEMBER 2025 | OCTOBER 2025 | NOVEMBER 2025 | DECEMBER 2025 | JANUARY 2026 | FEBRUARY 2026 | MARCH 2026 | APRIL 2026 | MAY 2026 | JUNE 2026 | | JUNE 2025 |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| ***Heritage Bank of Commerce*** | | | | | | | | | | | | | | | |
| CHECKING ACCOUNT | | | | | | | | | | | | | | | |
| Operating - General Fund | 0 | 1,733,363 | 1,747,111 | 3,092,899 | 2,529,902 | 2,119,843 | 1,545,607 | 4,775,756 | 4,191,242 | 2,734,781 | 2,594,533 | 3,377,797 | 2,551,936 | | 2,385,322 |
| **CHECKING SUBTOTAL** | | 1,733,363 | 1,747,111 | 3,092,899 | 2,529,902 | 2,119,843 | 1,545,607 | 4,775,756 | 4,191,242 | 2,734,781 | 2,594,533 | 3,377,797 | 2,551,936 | | 2,385,322 |
| MONEY MARKET ACCT (MMA) | | | | | | | | | | | | | | | |
| Invested - General Fund | 0.40% | 91,871 | 91,871 | 91,904 | 91,970 | 91,998 | 92,031 | 92,062 | 92,090 | 92,090 | 92,122 | 92,152 | 92,182 | | 91,836 |
| **MMA SUBTOTAL** | | 91,871 | 91,871 | 91,904 | 91,970 | 91,998 | 92,031 | 92,062 | 92,090 | 92,090 | 92,122 | 92,152 | 92,182 | | 91,836 |
| ***L. A. I. F.*** | | | | | | | | | | | | | | | |
| **(Local Agency Investment Fund)** | As of: Dec 2025 | | | | | | | | | | | | | | |
| General Fund | 4.20% | -4,011,546 | -4,011,546 | -4,011,546 | -4,011,546 | -4,011,546 | -4,011,546 | -4,011,546 | -11,546 | -11,546 | -11,546 | -1,011,546 | -1,011,546 | | -408,687 |
| Water Connect. Fee | 4.20% | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | | 0 |
| Sewer Connect. Fee | 4.20% | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | | 0 |
| SRF Loan Reserve | 4.20% | 869,672 | 869,672 | 869,672 | 879,173 | 879,173 | 879,173 | 888,469 | 888,469 | 888,469 | 894,836 | 894,836 | 904,572 | | 875,072 |
| Board Designated Reserves | 4.20% | 5,527,775 | 5,527,775 | 5,527,775 | 5,544,338 | 5,544,338 | 5,544,338 | 5,560,546 | 5,560,546 | 5,560,546 | 5,600,313 | 5,600,313 | 5,650,241 | | 5,527,537 |
| **L.A.I.F. SUBTOTAL** | | 2,385,902 | 2,385,902 | 2,385,902 | 2,411,965 | 2,411,965 | 2,411,964 | 2,437,468 | 6,437,468 | 6,437,468 | 6,483,603 | 5,483,603 | 5,543,267 | | 5,993,922 |
| ***CEPPT*** | | | | | | | | | | | | | | | |
| **(CA Employee Pension Plan Trust)** | | | | | | | | | | | | | | | |
| Employee Pension Reserve | 0 | 1,040,678 | 1,040,678 | 1,040,678 | 1,040,678 | 1,040,678 | 1,040,678 | 1,040,678 | 1,040,678 | 1,040,678 | 1,040,678 | 1,040,678 | 1,040,678 | | 1,040,877 |
| **CEPPT SUBTOTAL** | | 1,040,678 | 1,040,678 | 1,040,678 | 1,040,678 | 1,040,678 | 1,040,678 | 1,040,678 | 1,040,678 | 1,040,678 | 1,040,678 | 1,040,678 | 1,040,678 | | 1,040,877 |
| ***MBS Securites*** | | | | | | | | | | | | | | | |
| **(CD Brokerage - Water Capacity Funds)** | | | | | | | | | | | | | | | |
| Water Connect. Fee | 4.00% | 14,336,674 | 14,212,245 | 13,587,308 | 13,543,602 | 13,511,431 | 13,556,475 | 14,397,015 | 15,284,385 | 15,044,785 | 15,224,007 | 15,067,467 | 15,051,901 | | 13,284,100 |
| Sewer Connect. Fee | 4.00% | 2,426,423 | 2,439,273 | 2,443,347 | 2,452,803 | 2,338,847 | 2,350,316 | 2,339,225 | 2,205,881 | 2,198,197 | 2,210,218 | 2,216,976 | 2,211,384 | | 2,425,609 |
| Board Designated Reserves | 4.00% | 1,384,494 | 1,400,828 | 1,417,049 | 1,430,913 | 1,443,396 | 1,456,857 | 1,467,332 | 1,421,980 | 1,429,195 | 1,443,045 | 1,463,990 | 1,496,009 | | 1,256,705 |
| General Fund | 4.00% | 2,547,086 | 2,751,970 | 3,463,850 | 3,557,054 | 3,741,762 | 3,767,404 | 68,994 | -599,889 | -382,701 | -525,617 | -397,470 | -360,248 | | 3,685,792 |
| **MBS SUBTOTAL** | | 20,694,676 | 20,804,317 | 20,911,554 | 20,984,372 | 21,035,435 | 21,131,053 | 18,272,566 | 18,312,357 | 18,289,476 | 18,351,653 | 18,350,963 | 18,399,046 | | 20,652,206 |
| **GRAND TOTAL** | | 25,946,491 | 26,069,879 | 27,522,937 | 27,058,887 | 26,699,920 | 26,221,333 | 26,618,530 | 30,073,836 | 28,594,493 | 28,562,589 | 28,345,194 | 27,627,109 | | 30,164,162 |
| | **YTD Total** | | | | | | | | | | | | | | |
| * **TOTAL INTEREST RECORDED** | 912,517 | 50,759 | 37,348 | 55,149 | 98,181 | 76,246 | 101,646 | 75,184 | 26,708 | 47,774 | 121,002 | 64,911 | 157,608 | | 874,503 |

# Sunnyslope County Water District

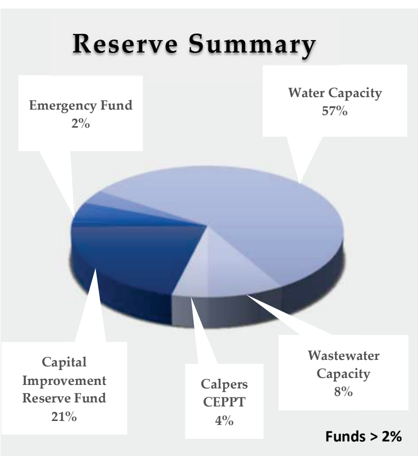
**Reserve Summary**
**As of June 30, 2026**
(Policy #8600)

| | | 5/30/2026 | Increase | Decrease | 6/30/2025 | 6/30/2024 | Change | Board Approval |
|---|---|---|---|---|---|---|---|---|
| 1 | Capital Improvement Reserve Fund | $ 5,521,832 | $ 163,317 | | $ 5,357,885 | $ 5,232,576 | $ 125,309 | Jun-25 |
| 2 | Rate Stabilization Fund | $ 125,000 | | | 125,000 | 250,000 | $ (125,000) | Jun-25 |
| 3 | Drought Contingency Reserve | 250,000 | | | 250,000 | 500,000 | (250,000) | Jun-25 |
| 4 | Emergency Fund | 500,000 | | | 500,000 | 1,000,000 | (500,000) | Jun-25 |
| 5 | Vehicle Replacement Fund | 334,778 | 108,000 | 57,545 | 284,323 | 241,930 | 42,393 | Jun-25 |
| 6 | Office and Misc. Equipment Replacement Fund | 414,639 | 31,182 | | 383,457 | 389,217 | (5,760) | Jun-25 |
| | Board Designated Reserves | 7,146,250 | 302,499 | 57,545 | 6,900,666 | 7,613,723 | (713,057) | |
| 7 | CSWRCB Loan | 904,572 | 34,900 | | 869,673 | 831,239 | 38,434 | |
| 8 | Water Capacity | 15,051,900 | 3,325,127 | 2,427,193 | 14,153,966 | 11,991,492 | 2,162,474 | |
| 9 | Wastewater Capacity | 2,211,384 | 158,185 | 368,235 | 2,421,434 | 2,424,120 | (2,687) | |
| 10 | Calpers CEPPT | 1,040,877 | | | 1,040,877 | 899,643 | 141,234 | |
| | Legally Restricted Reserves | 19,208,733 | 3,518,212 | 2,795,428 | 18,544,492 | 16,146,495 | 2,339,454 | |
| | **TOTAL** | **$ 26,354,983** | **$ 3,820,711** | **$ 2,852,974** | **$ 25,445,158** | **$ 23,760,218** | **$ 1,626,397** | |

| | |
|---|---|
| Unreserved Cash | $1,212,462 |
| Percentage of Total Capital Assets | 43.06% |

**Detailed Transactions:**

| | Increase | Decrease |
|---|---|---|
| Depr. Expense | $ 108,000 | |
| Interest | $ 833,150 | |
| Debt Amortization | | 1,184,672 |
| Water Capacity Fees | 2,892,766 | |
| Sewer Capacity Fees | 84,045 | |
| Fixed asset Additions | 31,182 | 1,668,301 |
| FMV YTD | (128,432) | |
| Transfers | | - |
| Fair Market Value & Misc Adj | | - |
| | **$ 3,820,711** | **$ 2,852,973** |
| | (0) | |




**Board Approved Disbursement Analysis**

| Date: | Description: | Vendor | Resolution | # Actual |
|---|---|---|---|---|
| 2/21/2023 | Rate Study | Raftelis | 110,502 | 101,088 |
| 4/23/2024 | BRMWC Consolidation | Wallace Group | 3,050,000 | 2,100,000 |
| 6/20/2023 | Temetra | Meter Valve & Control, Bı | 430,731 | 530,414 |
| 8/15/2023 | Initial Voter Districting | LGDR | 40,000 | 19,000 |
| 7/23/2024 | Itron Meter Purchase | Pace Supply | 84,000 | 80,315 |
| 11/19/2024 | Well #7 Rehab | Maggiora Bros. | 90,000 | 101,665 |
| 12/31/2024 | Well #8 Rehab | Maggiora Bros. | 75,000 | 69,057 |
| 1/28/2025 | SBR Rotary Blower #2 | Wallace Group/Atlas | 125,000 | 124,234 |
| 1/28/2025 | John Smith Rd. Pipeline CM | Wallace Group | 246,664 | 244,518 |
| 2/25/2025 | Two Electric Vans w/grant | Greenwood Chevy | 20,000 | 7,467 |
| 2/25/2025 | HD Electric Box Truck | Pheonix EV | 115,000 | |
| 2/25/2025 | MG Segment B - Pipeline | Ruggeri-Jensen-Azar | 120,000 | 86,427 |
| 2/25/2025 | MG Potholing Contract Amend | Wallace Group | 316,250 | |
| 2/25/2025 | BRMWC Well #5 Improvements | Wallace Group | 384,171 | 59,610 |
| 3/25/2024 | BRMWC - SCADA Upgrades | Calcon Systems | 184,850 | 157,123 |
| 3/13/2025 | MG Appraisals | Bender Rosenthal Inc. | 32,600 | 28,800 |
| 5/20/2025 | Meter Upgrade Project | Meter Valve & Control | 1,250,000 | 779,205 |
| 5/20/2025 | FY 2025 Audit | McGilloway | 33,000 | 29,841 |
| 5/20/2025 | 2.0 MG Tank Rehab, Design, Insp | Harper & Assosc. | 158,410 | 63,170 |
| 5/20/2025 | Oak Canyon Abandonment | Kraemer Engineering | 180,000 | 182,753 |
| 9/2/2025 | Installation Well 7 Sensors | Calcon Systems | 38,000 | 14,925 |
| 11/18/2025 | Kubota Tractor/Trailer/Attachments | C&N Tractors | 86,341 | 86,872 |
| 12/16/2025 | Abandonment Well 1 & Well 6 | Maggiora Bros. | 70,000 | 55,409 |
| 12/16/2025 | Small Water Sys. Consolidation | Katch Enviornmental | 15,000,000 | 3,822,326 |
| 1/27/2026 | Lessalt Solar | Eva Green Power | 289,131 | 272,975 |
| 1/27/2026 | Vehicle Purchases | Greenwood Chevy | 165,000 | 57,538 |
| 3/24/2026 | Design & Permitting Enterprise Facility | Multiple Vendors | 120,000 | 5,250 |

Complete

# Staff Report

Agenda Item: **H – 5**

**DATE:** July 21, 2026 (July 28, 2026, Meeting)

**TO:** Board of Directors

**FROM:** Water/Wastewater Superintendent, Jose J. Rodriguez

**SUBJECT:** Superintendent Monthly Status Report: a. Maintenance, b. City Meter Reading, and c. Groundwater Level Measurement.

## NARRATIVE

1. **Regulatory Reporting**
All three required Water Quality Reports were completed and successfully submitted by June 10, 2026. Completion and timely submittal of these reports ensures continued compliance with applicable state and federal regulatory requirements and supports the District's commitment to transparent water quality reporting.

2. **Water Production Summary – June 2026**
In June 2026, the Westhills Water Treatment Plant produced a total of 63.671 million gallons, and the Lessalt Water Treatment Plant produced 39.43 million gallons. Combined, the total water produced for the month was 316.393 acre-feet. As of the end of June, there remains a balance of 2,976.34 acre-feet of the 4,200 acre-feet allocation for the 2026–2027 water production year. The water production allocation runs from April to March each year.

3. **Water Valve Exercise and Hydrant Flushing Programs**
During Fiscal Year 2025–2026, Sunnyslope County Water District staff exercised 1,230 water valves and flushed 1,079 fire hydrants. This represents a significant increase in preventative maintenance efforts, with staff exercising approximately three times more valves and flushing twice as many hydrants compared to previous years.

   The District's valve exercising and hydrant flushing program continues to strengthen its preventative maintenance program by improving the reliability and operability of critical distribution system infrastructure. These efforts also ensure that infrastructure acquired through Gavilan College, Cielo Vista, Santana Ranch, and Best Road Water Mutual system consolidations are incorporated into the District's routine maintenance schedule. Regular valve exercising and hydrant flushing improve system reliability, maintain water quality, verify equipment operability during emergencies, and help extend the service life of the District's water distribution assets.

4. **Meter Replacement – June 2026**
   Implementation of the Meter Replacement Capital Project continued steadily throughout the reporting period. During June 2026, District staff installed 134 new water meters, reducing the remaining number of meters to approximately 350. The project is nearing completion and remains well ahead of schedule.

   In addition to replacing meters, staff completed necessary field repairs and corrected issues identified during installation to ensure each service met District standards and operated properly. Upon completion, the project will provide more accurate water consumption data, improve billing accuracy, reduce maintenance costs associated with aging meters, and enhance the long-term reliability and efficiency of the District's water distribution system.

5. **Operations & Maintenance – CMMS Usage**
   The Westhills and Lessalt Water Treatment Plants continue to effectively use the Computerized Maintenance Management System (CMMS) for equipment management and preventative maintenance tracking. During this reporting period, Sunnyslope staff completed 219 maintenance work orders between the two facilities, demonstrating continued dedication to operational efficiency and system reliability.

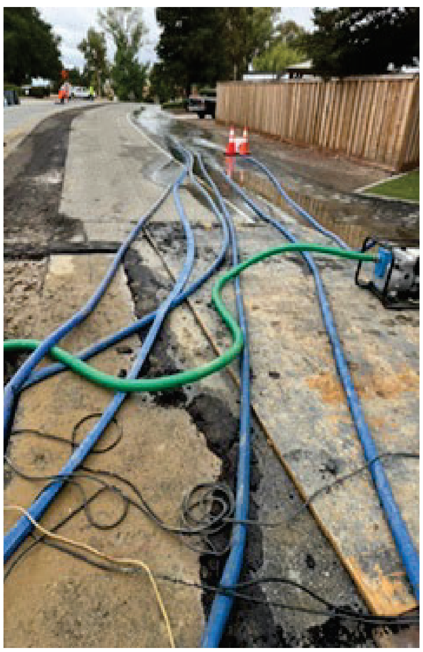
**In addition to the daily, weekly & monthly work schedule, our maintenance personnel also performed these additional special work projects.**

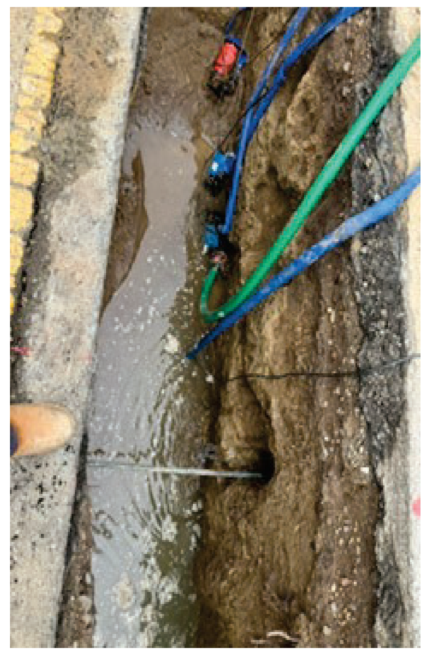
**Water (11) - Update 7/20/2026**

1. Repaired broken service saddle at 80 Ridgemark Drive that was broken during construction of the new pipeline to Lessalt WTP.
2. Repaired leaking service line at 1201 Highland Drive.
3. Replaced leaking 1” service line 360 Donnas Lane.
4. Repaired service line leak at 1020 Peach Court.
5. Replaced curb stop at 1801 Sunset Drive.
6. Staff cleaned up the Sunnyslope staging area by removing old concrete and asphalt debris and hauling the material to Don Chapin for proper disposal.
7. Staff completed a 2-hour Asbestos Cement (AC) Pipe Refresher Training. Because Sunnyslope employees work on or near asbestos-cement (transite) pipe, they are required to receive specialized safety training in accordance with Cal/OSHA Title 8, Section 1529 (Asbestos). This training applies to all personnel involved in the cutting, removal, repair, tapping, or disposal of transite pipe commonly found in older water and wastewater infrastructure.
8. Staff completed the annual testing of all District backflow prevention assemblies to maintain compliance with California Cross-Connection Control Program requirements. Sunnyslope has two State-certified Backflow Prevention Assembly Testers who perform this work in-house, ensuring the District remains in compliance while reducing the need for outside contractors.
9. Staff cleaned, flushed, and inspected Y-strainers at the District's well sites and Pressure Reducing Valve (PRV) stations. Routine maintenance of these strainers helps prevent debris

from entering critical system components, ensures reliable operation of wells and PRV stations, and supports the continued delivery of safe, uninterrupted water service.

10. A contractor accidentally damaged a water main in Tres Pinos and requested assistance from Sunnyslope staff. District personnel responded to assist with the emergency repair, restoring the water main to service within a few hours and minimizing the disruption to customers.
11. Quinn Power Systems, Inc. completed the scheduled preventive maintenance service on the Ridgemark II (RM2) emergency generator. Routine generator maintenance helps ensure reliable backup power during electrical outages, maintaining continuous operation of critical water and wastewater infrastructure and supporting uninterrupted service to District customers.





| | |
|---|---|
| **Project Location** | : 80 Ridgemark Drive |
| **Project** | : Broken Service Line Saddle |
| **Department** | : Water Department |
| **Description** | : Service saddle at 80 Ridgemark Drive broke and became disconnected from water main during Well #8 irrigation line expansion project. |

**LESSALT Water Treatment Plant (11) – Updated 7/20/2026.**

1. Replaced Chlorine Dosing Pump #1 and cleaned and inspected the suction and discharge check valves to ensure proper operation and reliable chemical feed performance. Maggiora Brothers Inc. pulled, replaced and installed MF spent wash water pump #2.
2. Calibrated all five TU5300 Turbidity Meters using primary StablCal calibration standards to verify accuracy and maintain compliance with water quality monitoring requirements.
3. Wright Bros. completed welding repairs on the inspection hatches for GRF #2. The hatches had developed a small leak due to years of corrosion and wear. The repairs restored the integrity of the hatches and helped prevent further deterioration of the facility equipment.
4. Applied three coats of epoxy coating to the welded plate on the GAC #2 hatch to provide corrosion protection and extend the service life of the repaired area.
5. Repaired and replaced several leaking fittings and process lines throughout the facility to maintain reliable operation and prevent water loss or equipment issues.
6. Removed, cleared, and treated weeds throughout the facility grounds to maintain site aesthetics, improve access, and support safe working conditions.
7. Brian Mailey installed new lighting in the facility vault, including motion-activated lights, and replaced existing shop lighting with LED fixtures. The improved lighting provides better visibility throughout the undercarriage pipe galleries, allowing staff to perform inspections and maintenance activities more safely and effectively.
8. Calibrated the 1720E Turbidity Meters using 20 NTU primary calibration standards to verify instrument accuracy and maintain reliable turbidity monitoring for water treatment operations.
9. Corr-Pro Companies, Inc. was onsite to inspect the newly installed cathodic protection systems on the Green Sand Filters (GRF) and Granular Activated Carbon (GAC) units. The inspection included verifying system performance, identifying any deficiencies, and developing a schedule for any required corrective actions to ensure the long-term protection and reliability of the treatment facilities.
10. Performed acid and caustic Clean-in-Place (CIP) on Continuous Microfiltration (CMF) Units #1, #2, and #3 to remove accumulated contaminants, restore membrane performance, and maintain optimal treatment efficiency.

**West Hills Water Treatment Plant (10) – Updated 7/20/2026.**

1. Loaded sludge bins for RJR hauling to John Smith Landfill. Sludge is dried to reduce hauling and disposal costs.
2. Continued clearing overgrown weeds and vegetation around the main treatment plant and raw water pump station perimeter to maintain site access and safety.

3. Completed annual testing of all facility backflow prevention devices to maintain compliance with applicable cross-connection control requirements and ensure proper operation of the assemblies.
4. Cleaned and calibrated turbidity meters using primary calibration standards to verify instrument accuracy, ensure proper operation, and maintain reliable turbidity monitoring for treatment process control.
5. Christian from AIC was onsite to assist with SCADA and HDS programming updates. The work focused on integrating facility logic and control sequences associated with the upcoming upgrade to ensure proper system operation once the project is completed.
6. Sunnyslope staff assisted Overaa with filling the new Actiflo train using water supplied from the fire pump to support testing activities and verify proper system operation.
7. Replaced the permanganate injector to ensure accurate chemical dosing, reliable operation, and proper treatment process performance.
8. Multiple scheduled plant shutdowns for contractor tie-ins.
9. Return water check valve #1 was cleaned and inspected.
10. Atlas Copco was onsite to reroute the air supply by connecting the PAC compressor to the sand room compressor and placing the PAC compressor out of service. An air dryer was also installed on the sand room compressor to improve compressed air quality and support reliable operation of facility equipment.

**Wastewater/Collections (3) -Updated 7/20/2026.**

1. Ripped the bottom of Pond #3 using a backhoe to break up accumulated material and improve pond efficiency, infiltration, and percolation performance.
2. Removed dried sludge from Drying Beds #3 and #4 and prepared the material for hauling and disposal at John Smith Landfill.
3. Completed hydro jetting of identified trouble spots within the Ridgemark collection system to remove accumulated debris, improve flow conditions, and support reliable operation of the wastewater collection system.

| Completed This Month | Job Descriptions Updated 4/15/2025 | Completed YTD 2025 – 2026 July 1 to June 30 | Completed 2024 – 2025 July 1 to June 30 | Completed 2023 – 2024 July 1 to June 30 | Completed 2022 – 2023 July 1 to June 30 |
|---|---|---|---|---|---|
| 593 | Work Orders | 6896 | 6037 | 4338 | 2480 |
| 45 | Temporary Manual Read Water Meters Installed in New Construction Accounts | 153 | 141 | 171 | 287 |
| 0 | Radio Read Meters & ERTs Installed in New Construction Accounts | 0 | 3 | 5 | 3 |
| 27 | Total: Manual Read Meters Replaced with Radio Read Meters & ERT's, including Radio Meters Installed in New Construction Accounts | 185 (Total = 7883) | 270 | 216 | 268 |
| 135 | Existing Radio Read Meters & ERTs Replaced with New Radio Read Meters & ERTs | 1527 | 524 | 180 | 247 |
| 82 | Valves Exercised (Approx. 3160 in SSCWD System 5/2026) | 1230 | 280 | 299 | 528 |
| 80 | Fire Hydrants Flushed (Approx. 1025 in SSCWD System 5/2026) | 1079 | 502 | 466 | 537 |
| 7 | Meters on Repair List | 252 | 204 | 209 | 250 |
| 16 | Emergency Calls | 164 | 142 | 138 | 158 |
| 190 | Locates on our Water/Sewer Lines | 1907 | 2002 | 1722 | 1512 |
| 0 | Sewer Inspections | 0 | 0 | 0 | 0 |
| 8 | Shutoff Notices | 96 | 59 | 23 | 0 |
| 1 | Water Services Replaced | 15 (Total = 992) | 14 | 17 | 15 |

(5/2026 Update Valve and Fire Hydrant Count, Includes Santana Ranch pH 1, Villages, Tyler Knoll, Walnut Park, Creekside)

Sunnyslope County Water District

# *Hollister/Sunnyslope*

## *Intertie Water Balance*

| | | | | |
|---|---|---|---|---|
| Report Date: July 1, 2026 | | | | |
| Current Consumption Period: May 11, 2026 | to | June 10, 2026 | | |
| **Intertie Location** | **Groundwater Flow to COH** | **Surface Flow to COH** | **Groundwater Flow to SSCWD** | **Surface Flow to SSCWD** |
| | in Gallons | | | |
| Southside Road Intertie Water Total Flow | 0 | 1,727,834 | | |
| Sunset & Memorial Water Total Flow | 1,786,000 | 4,167,900 | 0 | 0 |
| Sunnyslope & Memorial Water Total Flow | 4,665,600 | 2,284,300 | 100 | 0 |
| Hillcrest and Memorial Water Total Flow | 2,900 | 5,900 | 1,000 | 2,200 |
| Santa Ana & La Baig Water Total Flow | 274,800 | 1,197,600 | 0 | 0 |
| ***Intertie Sub-Total Water Flow*** | **6,729,300** | **9,383,534** | **1,100** | **2,200** |
| *Total Combined Surface and Ground Water Intertie Flow* | **16,112,834** | | **3,300** | |
| City of Hollister Well 2 Surface Water Total Flow (West Hills) | | 10,583,000 | | |
| City of Hollister Well 4 Surface Water Total Flow (West Hills) | | 11,146,000 | | |
| City of Hollister Well 5 Surface Water Total Flow (West Hills) | | 13,195,000 | | |
| Sunnyslope Well 2 Surface Water Total Flow (West Hills) | | | | 13,056,000 |
| Sunnyslope Well 11 Surface Water Total Flow (West Hills) | | | | 13,380,000 |
| Sunnyslope Surface Water Total Flow (LESSALT) | | | | 37,328,000 |
| ***Surface Water Flow Sub-Totals*** | | **34,924,000** | | **63,764,000** |
| ***Ground Water and Surface Water Flow Totals*** | **6,729,300** | **44,307,534** | **1,100** | **63,766,200** |

| | | | | | |
|---|---|---|---|---|---|
| Current Period: | *COH half of Surface Water Flow to Distribution (LESSALT & WH)* | | **49,344,000** | | |
| | *Net Ground/Surface Water Balance Owed to SSCWD (to COH)* | **6,728,200** | **-5,038,666** | | |
| | *Beginning Water Balance Owed to SSCWD (to COH)* | 861,641,200 | -242,739,551 | | |
| | *Gallons Billed to COH thru Report Date May 1, 2026* | 0 | | **Informational Last Month Net Total** | **618,901,649** |
| | ***Sub-total Ending Water Balance Owed to SSCWD (to COH)*** | **868,369,400** | **-247,778,217** | Net Sub Total | 620,591,183 |
| | Half of Total Gallons LESSALT Discharge to City of Hollister Wastewater Treatment Plant during the current consumption period | | | 1,264,000 | |
| | Exchange Factor; Half of the total gallons discharged to COH WWTP from LESSALT multiplied by a factor of 4 | | | | 5,056,000.00 |
| | ***Ending Water Balance Owed to SSCWD (to COH)*** | **863,313,400** | **-247,778,217** | **Net Total** | **615,535,183** |

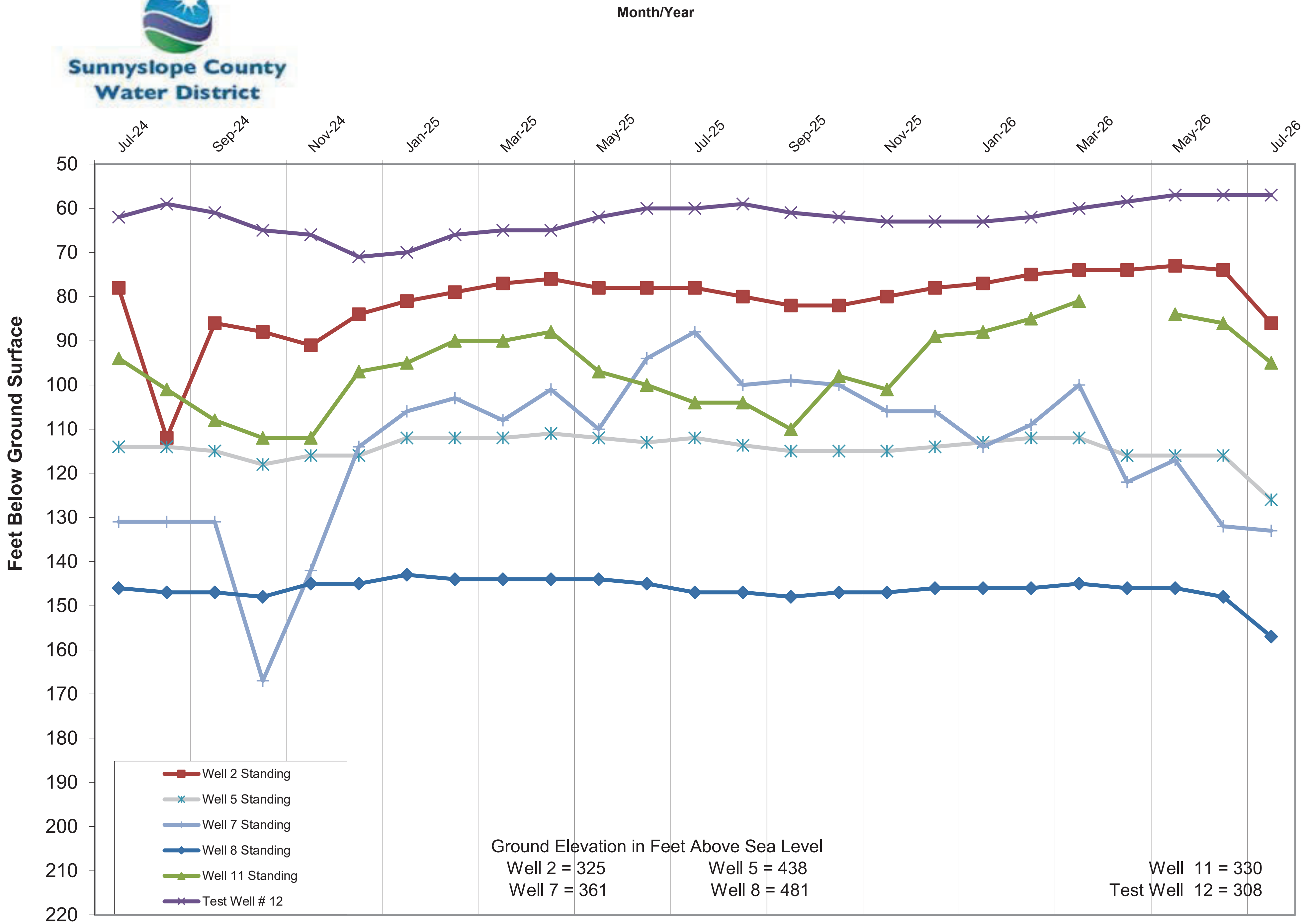
| | | | | | |
|---|---|---|---|---|---|
| Current: | *LESSALT WTP Total Flow to Distribution* | 37,328,000 | | | |
| | *Percent of LESSALT Surface Water Received* | **COH** | **25.1%** | **SSCWD** | **74.9%** |
| Current: | *COH half of LESSALT Total Flow to Distribution* | 18,664,000 | | | |
| | *Intertie Net Surface Water Total Flow to COH* | 9,381,334 | | | |
| | *Intertie Net Ground Water Total Flow to COH* | 6,728,200 | | | |
| Current: | *West Hills WTP Total Flow to Distribution* | 61,360,000 | | | |
| | *Percent of Surface Water Received* | **COH** | **56.9%** | **SSCWD** | **43.1%** |
| Current: | *COH half of West Hills WTP Total Flow to Distribution* | 30,680,000 | | | |
| | *West Hills WTP Surface Water Total Flow to COH* | 34,924,000 | | | |

From April 1, 2025 to Present

| | | | | | |
|---|---|---|---|---|---|
| YTD | *LESSALT WTP Total Flow to Distribution* | 135,251,000 | | | |
| | *West Hills WTP Total Flow to Distribution* | 265,490,000 | | | |
| | *Surface WTPs Total Flow to Distribution* | 400,741,000 | | | |
| | *Total YTD Surface Flow to COH/SSCWD* | **COH** | **211,498,082** | **SSCWD** | **189,242,918** |
| | *Percent of Surface Water Received* | **COH** | **52.8%** | **SSCWD** | **47.2%** |

Sunnyslope County Water District

## *Depth to <u>Standing</u> Water Level Below Ground Surface*



# *Staff Report*

Agenda Item: H – 6

**DATE:** July 23, 2026 (July 28, 2026 Meeting)

**TO:** Board of Directors

**FROM:** General Manager, Drew Lander P.E.

**SUBJECT:** General Manager Monthly Status Report

## ACTIVE TASKS:

1. **Sewer Rate Model Update –** Additional evaluation of the Raftellis Sewer Rate analysis is nearly complete and will be discussed at the August board meeting. In response to customer feedback the Ridgemark sewer rates have been adjusted to accommodate any customer who experienced an increase in their sewer bill since April 2026. Additionally, refunds will be issued on the July billing for any customers who experienced increases to the flat fee without notice. Customers who saw a reduction in sewer rates down to the $137 value will remain there until the Sewer rate model evaluation is complete.

2. **PFAS/PFOS Litigation Claim Submittal –** Environmental Law Group (legal services consultant) has successfully submitted a Phase 2 claim on behalf of the District regarding potential PFAS/PFOS exposure. It will be several months before any settlement is negotiated however this step helps protect the District in the event that "forever chemicals" are encountered in the community water supply and require remediation.

3. **PFAS/PFOS Notification –** Routine sample results received as part of the Federal Unregulated Contaminant Monitoring Rule (UCMR 5) resulted in the identification of some minor concentrations PFOAs. A notification to the Board and the City of Hollister is required in 30 days of the sample results. This notification is being prepared.

4. **Annual Water Quality Report –** The required public notification report was distributed on time and was received by customers before July 1st. All water quality goals were maintained in the last water year. The State Water Quality Control Board is responsible for the regulation and oversight of all water quality goals. This year the Water Board did identify one chemical analysis that was not reported timely. In March of 2026 during a routine sample evaluation the laboratory missed the request for Nitrate concentration sampling. A sample was subsequently taken and uploaded confirming any nitrate concentration is well below the

Maximum Contaminant Limit. Staff immediately made changes to written standard operation procedures adding in additional checks and verifications to ensure no samples are misplaced in the future. These important changes enhance our dedication to 100% accuracy. With over 15,000 water quality test performed annually it is critical to continually improve practices and procedures.