

PANOCHÉ WATER DISTRICT

REGULAR BOARD OF DIRECTORS MEETING

June 9, 2026 at 9:30 am

MEETING LOCATION

Panoche Water District Boardroom

52027 West Althea Ave.

Firebaugh, CA 93622

AGENDA

PRESIDENT'S ANNOUNCEMENT: Pursuant to Government Code Section 54952.3, Water Code sections 34740 and 34741, and the District's Bylaws, let it be known that Board members may receive either: A \$100.00 stipend as compensation for participation in today's meeting and for each day's service rendered as a Director, not to exceed a total of \$600.00 in any calendar month, or, as an Executive Officer of the District, a \$500.00 per month stipend as compensation for their service to the District.

1. CALL TO ORDER

2. ROLL CALL: A quorum will be confirmed, and the Board will consider appointment of an acting Officer (s) in the event the President, Vice-President, and/or Secretary is absent from the meeting.

3. POTENTIAL CONFLICTS OF INTEREST: Any Board member who has a potential conflict of interest may now identify the Agenda Item and recuse themselves from discussing and voting on the matter. [Government Code Section 87105]

4. PUBLIC COMMENT: The Board of Directors welcomes participation in Board meetings. The public may address matters under the jurisdiction of the Board that have not been posted in the Agenda. The public will be given the opportunity to address the Board on any item in the Agenda at this time or before the Board's consideration of that item. If members of the public desire to address the Board relative to a particular Agenda item at the time it is to be considered, they should so notify the President of the Board at this time. Please note, California Law prohibits the Board from taking action on any matter during a regular meeting that is not on the posted Agenda unless the Board determines that it is an emergency or one of the other situations specified in Government Code Section 54954.2. During a special meeting, the Board may not take action on any matter that is not on the posted Agenda. The President may limit the total amount of time allocated for public comment on particular issues to 3 minutes for each individual speaker.

ACTION ITEMS

5. THE BOARD TO REVIEW AND CONSIDER APPROVING MAY 12, 2026, REGULAR BOARD MEETING MINUTES (Reyes)

6. BOARD TO REVIEW AND CONSIDER APPROVAL OF ACCOUNTS RECEIVABLE DETERMINED UNCOLLECTIBLE (Williams/McGowan)

7. **BOARD TO REVIEW AND CONSIDER APPROVAL OF THE USBR’S WINN ACT/SJRRP OVERPAYMENT** (McGowan)
8. **BOARD TO REVIEW AND CONSIDER APPROVAL OF THE PROPOSED GROUNDWATER CONVEYANCE LICENSE AGREEMENT** (Williams/McGowan)
9. **BOARD TO REVIEW AND CONSIDER APPROVAL OF RESOLUTION # 859-26 STATE WATER RESOURCES CONTROL BOARD EXPEDITED DRINKING WATER GRANT FUNDING PROGRAM PROJECT PROPOSAL AUTHORIZATION** (McGowan)
10. **FINANCIAL REPORTS** (Brazil)
 - A. Accounts Payable
 - B. Monthly Financials
 - C. FYE 2024 Budget-to-Actual Report
 - D. Other financial matters affecting the District

REPORT ITEMS

11. **DIVISION REPORTS**
 - A. Water Supply Update (Reyes)
 - B. Operations & Maintenance (Carlucci)
 - C. Ethics, Compliance, and Risk Management Update (Marquez)
 - I. Update on Forefront Solar Project
 - II. Update on USBR Water Smart Grant Project for Contour Canal and Expenses
 - D. Human Resources Update (Brazil)
 - E. Other Matters
12. **BOARD TO RECEIVE UPDATES ON CROP REPORT/MAP AND WATER BUDGET** (Cadena)
13. **BOARD TO RECEIVE UPDATES FROM STAFF ON VARIOUS MATTERS AFFECTING THE DISTRICT** (McGowan)
14. **GENERAL MANAGER’S REPORT** (McGowan)
 - A. SGMA
 - I. Central Delta Mendota GSA
 - II. Delta Mendota JPA
 - B. Domestic Water Treatment Plant Update
 - C. USBR Contour Canal Reimbursement
 - D. Brackish Well Water Recovery Program
 - E. ForeFront Power Update
 - F. Water Supply, Storage, and Conveyance Discussions
15. **REPORTS ON OTHER ITEMS PURSUANT TO GOVERNMENT CODE SECTION 54954.2(a)(3)**
16. **PANOCHÉ WATER & DRAINAGE DISTRICTS JOINT CLOSED SESSION:** Conference with Legal Counsel.

- A. CONFERENCE WITH LEGAL COUNSEL – ANTICIPATED LITIGATION
 Significant Exposure to Litigation pursuant to Section 54956.9(d), paragraph (2) or (3):
 Number of Cases: Three
- B. CONFERENCE WITH LEGAL COUNSEL – EXISTING LITIGATION Pursuant to Section 54956.9(d)(1):
Names of Cases:
 - I. PCFFA v. Glaser, et. al.
 US District Court, E.D. Cal, Case No. 2:11-cv-02980

REPORT FROM JOINT CLOSED SESSION (GOVERNMENT CODE SECTION 54957.1)

17. PANOCHE WATER DISTRICT CLOSED SESSION

- A. CONFERENCE WITH LEGAL COUNSEL – ANTICIPATED LITIGATION
 Significant Exposure to Litigation pursuant to Section 54956.9(d), paragraph (2) or (3):
 Number of Cases: Four
- B. CONFERENCE WITH LEGAL COUNSEL – EXISTING LITIGATION Pursuant to Section 54956.9(d)(1):

Names of Cases:

- i. Center for Biological Diversity, et al. v. United States, et al.
 US District Court, E.D. Cal, Case No. 1:20-CV-00760 DAD-EPG
- ii. North Coast Rivers Alliance, et al. v. Kenneth Salazar, et al.
 US District Court, E.D. Cal., Case No. 1:16-cv-00307-DAD-SKO
- iii. Firebaugh Canal Water District & Central California Water District v. United States, et al. US District Court, E.D. Cal., Case 1:88-cv-00634-LJO-SKO

C. CONFERENCE WITH REAL PROPERTY NEGOTIATORS

Pursuant to Section 54956.8
 Property: Land and Associated Infrastructure
 Agency Negotiator: Patrick McGowan, General Manager
 Negotiating Parties: Panoche Water District
 Under Negotiation: Price and Terms

Property: Water
 Agency Negotiator: Patrick McGowan, General Manager
 Negotiating Parties: Panoche Water District
 Under Negotiations: Price and Terms

Property: Real Property
 Agency Negotiator: Patrick McGowan, General Manager
 Negotiating Parties: Panoche Water District, SLDMWA
 Under Negotiations: Price and Terms

D. CONFERENCE WITH LABOR NEGOTIATORS

Pursuant to Gov. Code Section 54957.6

Agency Designated Representative: Patrick McGowan, General Manager
Unrepresented

Employees: District Staff

Employee Organization: International Brotherhood of Electrical Workers

REPORT FROM CLOSED SESSION

18. FUTURE MEETING DATES

A. Next Regular meeting date: July 14, 2026.

19. ADJOURNMENT

- ❖ Items on the Agenda may be taken in any order.
- ❖ Action may be taken on any item listed on the Agenda.
- ❖ Writings relating to open session: Agenda items that are distributed to members of the Board of Directors will be available for inspection at the District office, excluding writings that are not public records or are exempt from disclosure under the California Public Records Acts.

Americans with Disabilities Act of 1990: Under this Act, a qualifying person may request that the District provide a disability-related modification or accommodation in order to participate in any public meeting of the District. Such assistance includes alternative formats for the agendas and agenda packets used for any public meetings of the District. Requests for assistance shall be made in person, in written form, or via telephone by calling (209) 364-6136. Requests must be received at least 18 hours prior to a scheduled public meeting.

Investment Information Disclaimer: This agenda has been prepared as required by the applicable laws of the State of California, including but not limited to, Government Code Section 54950 et seq., and has not been prepared with a view to informing an investment decision in any of the District's bonds, notes, or other obligations. Any projections, plans, or other forward-looking statements included in the information in this agenda are subject to a variety of uncertainties that could cause any actual plans or results to differ materially from any such statement. The information herein is not intended to be used by investors or potential investors in considering the purchase or sale of the District's bonds, notes or other obligations and investors and potential investors should rely only on information filed by the District on the Municipal Securities Rulemaking Board's Electronic Municipal Market Access System for municipal securities disclosures, maintained on the World Wide Web at <https://emma.msrb.org/>.

**PANOCHÉ WATER DISTRICT
BOARD OF DIRECTORS
REGULAR BOARD MEETING MINUTES
May 12, 2026**

A regular meeting of the Board of Directors was held on May 12th, 2026, starting at 9:30 am. Those present at the meeting were:

Directors: Aaron Barcellos, President
Beau Correia, Vice-President
Steve Fausone, Secretary

Staff: Patrick McGowan, General Manager
Marlene Brazil, Accounting Supervisor
Juan Cadena, Water Resources Manager
Josh Marquez, Contracts Administrator
Sandra Reyes, Water Master

Others: Jeff Bryant, Firebaugh Canal Water District
Chase Hurley, Water and Land Solutions
Palmer McCoy, Grassland Basin Authority
Phil Williams, Legal Counsel

CALL TO ORDER

President Barcellos called the meeting to order at 9:36 am.

ROLL CALL

A quorum of the Board of Directors was present.

POTENTIAL CONFLICTS OF INTEREST

There were no conflicts of interest.

PUBLIC COMMENT

There was no public comment.

ACTION ITEMS

At this time, General Manager Patrick McGowan informed the Board that we would be deferring Agenda Items 5 and 6 due to the Proposition 218 Public Hearing scheduled to start at 10:00 am.

BOARD TO REVIEW AND CONSIDER APPROVING APRIL 14, 2026, REGULAR BOARD MEETING MINUTES

Upon a motion by Secretary Fausone and seconded by Vice-President Correia, the Board approved April 14, 2026, regular board meeting minutes as presented.

The vote on the motion was as follows:

Ayes: Barcellos, Correia, Fausone
Nays: None
Absent: Callis, Western
Abstain: None

BOARD TO REVIEW AND CONSIDER ANY SUGGESTED AMENDMENTS TO THE CENTRAL VALLEY PROJECT WATER TRANSFER POLICY

General Manager Patrick McGowan reported that the CVP Water Transfer Policy establishes the framework to balance protection of in-District water supply reliability with limited flexibility for transferring CVP water within the District. Transfers are generally prohibited when supplies are insufficient to meet historical in-District demand but may be considered as a hardship request subject to Board approval. GM McGowan noted that the existing policy allows flexibility to our growers while retaining Board oversight.

After discussion by the Board, no changes or amendments were suggested.

BOARD TO REVIEW AND CONSIDER ANY SUGGESTED AMENDMENTS TO THE GROUNDWATER CONVEYANCE POLICY

General Manager Patrick McGowan reported that the Groundwater Conveyance Policy provides a framework for landowners to use District facilities to convey groundwater as a supplemental supply while ensuring water quality protection and equitable cost recovery. GM McGowan also addressed the eligibility and requirements, as well as the Water Quality Standards.

After discussion by the Board, the language was revised as suggested by GM McGowan.

At this time, General Manager Patrick McGowan informed the Board that it was 10:00 am and time for Agenda Items 5 and 6 to be discussed.

PROPOSED 2026-2027 OPERATIONAL AND MAINTENANCE RATES FOR WATER SERVICE FEE AND LAND-BASED CHARGES PUBLIC HEARING

Pursuant to Proposition 218, President Barcellos opened the public hearing at 10:00 am to receive testimony regarding the proposed 2026-27 Operations and Maintenance rate for Water Service Fee and Land-Based Charges. Receiving no testimony, President Barcellos closed the public hearing at 10:02 am. General Manager Patrick McGowan reported to the board that the District received two protest letters, totaling 45 acres.

BOARD TO REVIEW AND CONSIDER APPROVAL OF RESOLUTION # 857-26 FORMALIZING AND ADOPTING THE DISTRICT’S 2026-2027 WATER RATES AND LAND BASED CHARGES

After discussion by the board and upon a motion by Secretary Fausone and seconded by Director Correia, the board approved Resolution # 857-26 formalizing and adopting the District’s 2026-27 water rates and land based charges of \$86.50/AF O&M and \$ 11.25/AC Land O&M Assessment, while acknowledging the two protest letters received.

The vote on the motion was as follows:

- Ayes: Barcellos, Fausone, Correia
- Nays: None
- Absent: Callis, Western
- Abstain: None

At this time, the Board Meeting resumed with Agenda Item 10.

BOARD TO REVIEW AND CONSIDER APPROVING MARV COIT FARM’S REQUEST TO TRANSFER WATER TO WESTLANDS WD

General Manager Patrick McGowan explained that the District had received a hardship request from Marv Coit Farms to transfer a portion of his CVP Water to Westlands Water District. GM McGowan explained that the proposed transfer poses no detriment to the District and recommended approval of Mr. Coit’s request.

After discussion by the Board and upon a motion by Director Correia and seconded by Secretary Fausone, the Board approved Mr. Coit's request to transfer water to Westlands Water District.

The vote on the motion was as follows:

Ayes: Barcellos, Fausone, Correia
Nays: None
Absent: Callis, Western
Abstain: None

BOARD TO REVIEW AND CONSIDER APPROVAL OF RESOLUTION # 858-26 AN ADDENDUM TO THE MITIGATED NEGATIVE DECLARATION FOR THE PANOCHE WATER DISTRICT (PWD) SURFACE WATER TREATMENT PLANT REPLACEMENT

General Manager Patrick McGowan presented the Board with an addendum that had been prepared by Summers Engineering, Inc. reporting that it addresses minor modifications to the previously approved project consisting of a minor relocation of the proposed surface water treatment plant. The original proposed location of the new surface water treatment plant was to be adjacent to and immediately north of the existing treatment plant and the new proposed location will be at the Panoche Water District office complex.

After discussion by the Board and upon a motion by Secretary Fausone and seconded by Director Correia, the Board approved Resolution # 858-26 the addendum to the PWD surface water treatment plant replacement.

The vote on the motion was as follows:

Ayes: Barcellos, Fausone, Correia
Nays: None
Absent: Callis, Western
Abstain: None

FINANCIAL REPORTS

- A. Accounts Payable**
- B. Monthly Financials**
- C. FYE 2025 Budget-to-Actual Report**
- D. Other Financial Matters Affecting the District**

After discussion by the Board and upon a motion by Director Correia and seconded by Secretary Fausone, the board approved the financial reports as presented by Accounting Supervisor Mrs. Brazil.

The vote on the motion was as follows:

Ayes: Barcellos, Fausone, Correia
Nays: None
Absent: Callis, Western
Abstain: None

At approximately 10:30 am, President Barcellos announced that the Water District meeting would be taking a five-minute break.

At approximately 10:38 am, President Barcellos announced that the Water District meeting would resume with the Division Reports.

DIVISION REPORTS

- A. Water Master Sandra Reyes gave the Water Supply Update as of May 1, 2026:**
San Luis Reservoir Total Storage: 1,733,128 AF

San Luis Reservoir Federal Storage:	<u>778,803 AF</u>	
San Luis Reservoir % of Total Capacity	<u>85%</u>	(100% = 2,041,000 AF)
San Luis Reservoir Federal % Share	<u>45%</u>	

Average 1,686,677 AF – As of May 1 – Overall at 103% of average

Panoche Update as of May 1, 2026:

USBR 2026 Water Balance:	<u>18,866 AF</u>	(20%)
USBR Resch. Water Balance	<u>2,022 AF</u>	
April, 2026 Grower Deliveries:	<u>4,103 AF</u>	
Total Deliveries to date (Mar-Apr):	<u>7,632 AF</u>	

The water figures do not include the Drought Pool of 2,285 AF.

Ms. Reyes also reported on the following water department activities that occurred in April:

- The March O&M billings, Interest billings, and M&I Water billings were completed and mailed out.
- April's Water Usage, Interest, and M&I Billings will go out on 4/15/2026.
- Colored and will report April's Water, M&I, and Transfer Usage for PWD for the DMC and SLC to SJRECWA/SLDMWA/USBR/DWR.
- Will finalize the Water Payment Summaries for the DMC & SLC to the USBR & SLDMWA for April.
- Finalized the PDD and PWD Board Meeting Minutes for last month's meetings.
- Reconciled all the bank statements and Fresno County Fund for the month of April and posted any interest in the GL for all Districts.
- Processed the Board Meeting AR Reports for PDD & PWD
- Reached out to growers regarding their delinquencies for both PDD & PWD
- Updated the Supp'l Water Scenario spreadsheet for the board meeting.
- Finalized the PWD WY 2025-2026 Water Inventory File & let Darryl know it's ready to go.
- Still working on a project for Juan of the overall District map APN's and ownership / researching and updating to current / Currently on Division I out of V. (Juan has completed Sections 3, 4, and 5 already).
- Processed the PDD 1st Installment Drainage Service Fee 4-15-26 (Total of \$ 859,608.31).
- Processed the USBR Allocation Deposit Billing 5-17-26 (Total of \$ 1,145,224.50).
- Tabulated the WY 2025-26 Crop Reports & gave the final version to Juan to submit.
- Keeping an eye on water balances and contacting growers when running low.
- Created an incoming list of Water Transfer coming in by month for 2026-2027.
- Created a spreadsheet showing the breakdown of what needs to be brought in through the Direct Connects for Juan & the canalmen.
- Processed the WY2026-27 Supplemental Water Cost Billing 5-5-26 (Total of \$ 9,008,500).
- Processed the WY 2026-27 SSMA Allocation Program Water Cost Billing 5-5-26 (Total of \$ 240,700).
- Still working on MSWD audit.

Ms. Reyes presented the Board with the District's Water Accounting Spreadsheet for April for WY 26-27, a graph of the current reservoir conditions, as well as graphs specific to the San Luis Reservoir, and a Supplemental Water Scenario spreadsheet. Water Resources Manager Juan Cadena presented the board with a total water delivery graph for the month of April, as well as water quality graphs for the District.

B. General Manager Patrick McGowan, in the absence of Operations and Maintenance Manager Chris Carlucci, reported on the following operations and maintenance activities that occurred in April :

- General Maintenance.
- Staff installed a new gate for Lateral 2. (204B ditch)
- Staff installed a new road crossing pipe for Turnout #22. (Oxford Ave.)
- Staff made repairs to Turnout #21 – meter bracket.
- Contour Canal Project – Still waiting for trash racks for all turnouts and canal gates for check structures.
- Weed Control – Staff sprayed T-Canal, PWD main canal, and 10E-2 ditch.
- Water Treatment Plant – No Activity to report.
- Pacheco WD – No Activity to report.
- GBA - No Activity to report.
- Preventative Pump Maintenance Plan. (work in progress)

GM McGowan reported that Mr. Carlucci and Mr. Cadena have been working on a grant list to see if any of our projects will qualify for assistance.

C. Contracts Administrator Josh Marquez, reported on the following ethics, compliance, and risk management activities that occurred in April:

- I. Update on Forefront Solar Project
- II. Update on USBR Water Smart Grant Project for Contour Canal and Expenses

Ethics and Compliance:

- No calls were reported to the Hotline for the month of April.
- Trained staff on Eye Wash Stations.

Risk Management:

- Safety Compliance Company conducted safety training on trenching and excavation.

Contract Administration:

- Contour Canal – Completed and submitted semi annual report. Working with USBR so Point of Contact can be assigned by their staff to draw funds approximately \$ 1.4M.
- Annual Risk Assessment with ACWA conducted with Diego Casillas. Good remarks, Report will be presented to BOD once received.
- Forefront – Reviewed District historical usage and contractual obligation of power purchase. Met with Forefront and PG&E representative. PG&E representative confirmed ability to move meters based on contiguity.

D. Accounting Supervisor Marlene Brazil, in the absence of Human Resources Diana Moses, reported on the following risk management and human resources activities that occurred in April:

Workers' Compensation Update: No Changes

Currently there is one active open workers' compensation claim:

- The employees' claim has been resolved with 0% permanent disability: however, the employee does have future medical. According to the labor code, the claim will remain open for 2 years from the last treatment, which was on 1/20/25, and can be closed as of 1/20/2027.
- There were no new claims in April.

E. Other Matters:

GM McGowan noted that there was nothing further to report on for April.

BOARD TO RECEIVE UPDATES ON PERMANENT CROP MAP AND SUPPLEMENTAL WATER NEEDS FOR WATER YEAR 2026-2027

Water Resources Manager Juan Cadena reported that he had submitted the crop report information to Engineer Chris Linneman to further update the Crop Map and determine our Supplemental Water needs.

BOARD TO RECEIVE UPDATES FROM STAFF ON VARIOUS MATTERS AFFECTING THE DISTRICT

General Manager Patrick McGowan reported on various items that had been completed, or were ongoing, on the Action Items List presented – dated April 14th, 2026, and answered any questions that the Board had.

GENERAL MANAGER'S REPORT

GM McGowan gave the following manager update for the month of April.

A. SGMA:

I. Central Delta-Mendota GSA:

GM McGowan reported that the CDMGSA meeting will be held on May 28th. Last month's meeting focused on discussions regarding the cost share splits, noting that right now 1/7th split applies, as well as the model calibration that will occur in two phases. Well registration was also discussed and fines for wells that are not registered may be enforced beginning 6/1/26.

II. Delta Mendota JPA:

GM McGowan reported that the first cash calls for SGMA have been paid and the Hallmark Group provides all our program management services.

- B. Domestic Water Treatment Plant PER Update:** GM McGowan reported that Black Water Engineering group has submitted the Preliminary Engineering Report to the State and six comments were received and answered during the comment period. Engineer Jeff Black will be meeting this week with GM McGowan and the focus will be on our efforts with the grant funding application.
- C. Forefront Power Phase 1 & Phase 2 Update:** GM McGowan presented the Board with a handout from Forefront Power and reported that the District should know by the end of April if they qualified for the LICB adder. McGowan will continue discussions with the group on finalizing our PPA rates for both the Office and Linneman projects.
- D. Water Supply, Storage, and Conveyance Discussions:** GM McGowan reported that Pacheco Water District General Manager Chase Hurley had been helpful with the SSMA grower information and handouts. GM McGowan also reported on the SLDMWA meetings held that focused on the DMC Subsidence Correction Project scope of work, as well as the cost methodology. GM McGowan has a meeting scheduled with Ag Monitor on Friday to discuss maximizing our solar potential. GM McGowan also noted that he attended the SLDMWA O&M Tour.

REPORTS ON OTHER ITEMS PURSUANT TO GOVERNMENT CODE SECTION 54954.2(a)(3)

No other items.

At approximately 11:26 am, President Barcellos announced that the Water District meeting would be taking a five-minute break.

At approximately 11:34 am, President Barcellos announced that the Water District meeting would resume with the Division Reports.

PANOCHÉ WATER AND DRAINAGE DISTRICTS JOINT CLOSED SESSION: Conference with Legal Counsel

At 11:35 am, the Board met in Closed Session to have discussions with legal counsel related to anticipated litigation. At 11:36 am, Mr. Williams reported that no reportable actions were taken in Closed Session.

PANOCHÉ WATER DISTRICT CLOSED SESSION:

At 11:45 am, the Board met in closed session to have discussions with legal counsel related to anticipated and existing litigation. At 12:03 pm, Mr. Williams reported that no reportable actions were taken in Closed session.

FUTURE MEETING DATES

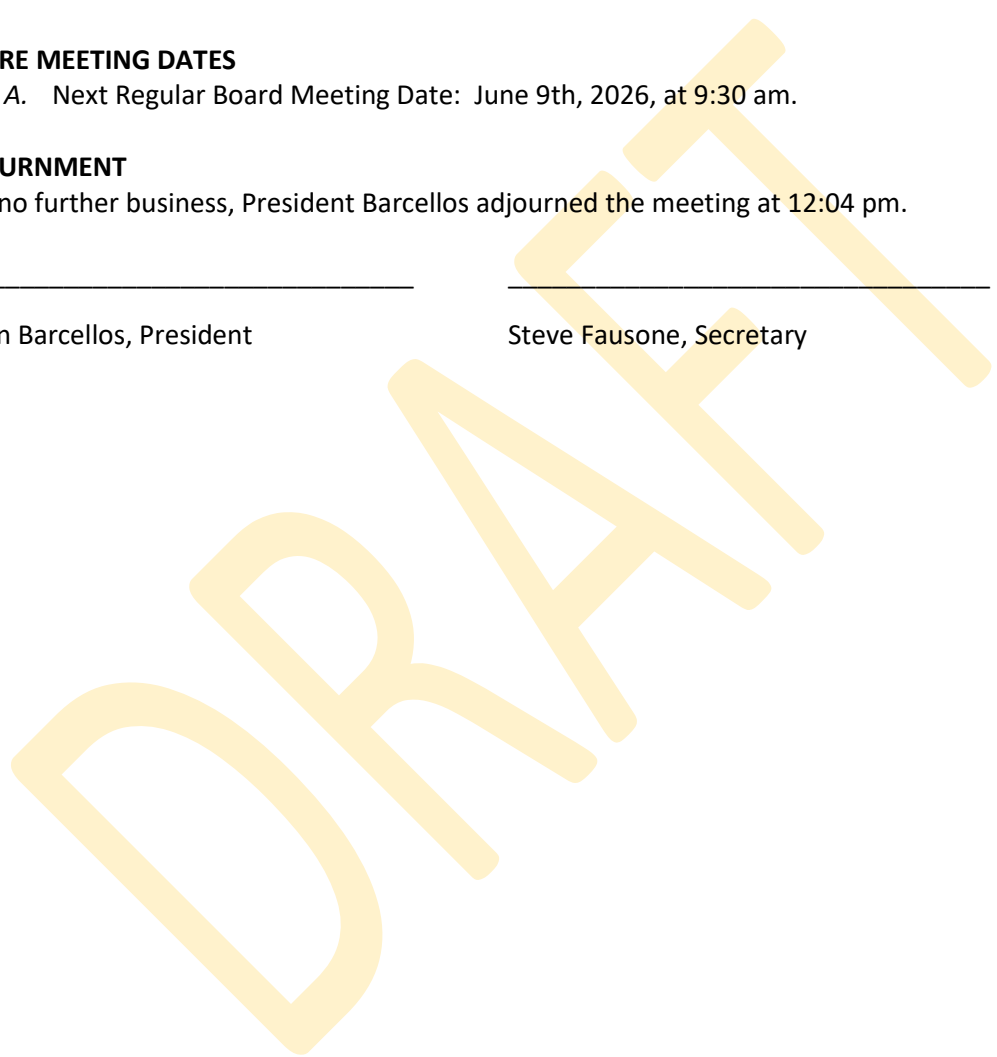
- A. Next Regular Board Meeting Date: June 9th, 2026, at 9:30 am.

ADJOURNMENT

With no further business, President Barcellos adjourned the meeting at 12:04 pm.

Aaron Barcellos, President

Steve Fausone, Secretary





United States Department of the Interior

OFFICE OF THE SECRETARY
Washington, DC 20240

CGB-100
2.2.4.23

VIA ELECTRONIC MAIL ONLY

pmcgowan@panochewd.org,sreyes@panochewd.org

Dear Panoche Water District,

The Central Valley Project (CVP) Final Cost Allocation (FCA) was completed January 14th, 2020. The FCA was developed in accordance with the Coordinated Operations Act (Public Law 99-546) and in coordination with CVP stakeholders. Based on the FCA, Reclamation has calculated estimated CVP Irrigation and M&I construction obligations for each contractor subject to repayment by 2030 as shown in the 2026 CVP Ratebooks.

The estimated overpayment for Panoche Water District as specified in applicable water contract(s) in accordance with Section 4011(b) of the 2016 Water Infrastructure Improvements for the Nation (WIIN) Act is \$1,516,165.94 (see calculations below).

Upon your request, DOI will apply the overpayment towards any existing O&M deficit and any Remaining Overpayment (amortized over a period of four years) can be applied as an offset against the Contractor's annual O&M obligation estimated in the 2027 CVP Ratebooks. The Remaining Overpayment credit shall not exceed a Contractor's actual annual O&M obligation.

Please provide a written response by June 30, 2026 notifying DOI regarding Panoche Water District's decision on the application of the credit. If DOI does not receive a response by June 30th, the overpayment balance will remain in construction. Application of the credits will be coordinated through the DOI Office of Financial Management, Rate Setting: Mr. Sabir Ahmad, Division Manager, at sabir_ahmad@ios.doi.gov.

Net Position Calculation

<u>Irrigation Construction Overpayment</u>	\$1,477,605.00
<u>Irrigation Intertie Overpayment</u>	-\$8,419.10
<u>M&I Construction Overpayment</u>	\$46,980.04
Net Construction Overpayment	\$1,516,165.94
<u>Irrigation O&M Deficit</u>	
<u>M&I O&M Deficit</u>	
Net O&M Deficit	
<u>Remaining Overpayment</u>	\$1,516,165.94 (overpayment)

Negative numbers indicate balance due rather than overpayment.

USBR WINN ACT OVERPAYMENT/UNDERPAYMENT									
	IRR 2026 Sch A-2Ba F.Z28.xlsm 02/09/2026	M&I 2026 Sch A-2Ba F.Z28.XLSM 12/15/2025	IRR 2026 Sch A-2Bc F.Z28.XLSM 12/15/2025	I+K+M	IRR 2026 Sch A-6A F.Z28.XLSM 1/26/2025	IRR 2026 Sch A-6A F.Z28.XLSM 1/26/2025	M&I 2026 Sch A-6 F.Z27.XLSM 12/15/2025	M&I 2026 Sch A-6 F.Z27.XLSM 12/15/2025	O+R+U
	Unpaid Allocated Construction Cost - (RED) is Overpayment	Construction Cost: Unpaid Allocated Construction Cost - (RED) is Overpayment	Unpaid Intertie Construction Costs - (RED) is Overpayment	Construction Net Position - (RED) is Overpayment	Ending Deficit Balance 2024	Ending O&M Deficit (ONLY) Balance 2024	Total Deficit / (Surplus)	Total O&M Deficit (ONLY)	Construction & O&M Net Position - (RED) is Overpayment
Contractor									
San Luis Unit									
Panoche Water District - DMC	(\$202,479)	(\$1,939)	(\$22,433)	(\$226,851)	(\$1)		(\$170)		(\$226,851)
Panoche Water District - SLU	(\$1,275,126)	\$10,359	(\$24,547)	(\$1,289,314)	(\$0)		(\$1)		(\$1,289,314)
Panoche Water District	(\$1,477,605)	\$8,419	(\$46,980)	(\$1,516,166)	(\$1)		(\$170)		(\$1,516,166)

In talking with Sabir Ahmad of the DOI 6/4/2026 - he informed me that PWD has no O&M Deficit that is owed, so our only option is to take the credit towards our annual O&M rate set by the USBR every year.

GROUNDWATER CONVEYANCE LICENSE AGREEMENT

WATER YEAR 2026

THIS GROUNDWATER CONVEYANCE LICENSE AGREEMENT (this "Agreement") is made and entered into this ____ day of _____, 2026 (the "Effective Date"), by and between PANOCHÉ WATER DISTRICT, a California water district (the "District") and _____, ("Requester"). The District and Requester are sometimes collectively referred to in this Agreement as the "Parties," or singularly as a "Party."

RECITALS

A. WHEREAS, the District is a California water district organized under the provisions of Division 13 of the California Water Code; and

B. WHEREAS, Requester is the [owner][lessee] of that certain real property commonly referred to as Fresno County Assessor's Parcel Number(s) _____ (the "Property") and a water user within the District; and

C. WHEREAS, on April 7, 2020, the District's Board of Directors adopted that certain "Groundwater Conveyance Policy", as amended last on May 24, 2023, and as may be further amended, which is attached hereto as Exhibit "BA" and incorporated herein by this reference (the "Policy"); and

D. WHEREAS, the purpose of the Policy is to provide for the manner, terms and conditions in which a Requester may use the District's facilities to convey groundwater from Requester's well(s) identified on Exhibit "C" (the "Well(s)"), subject to the terms and conditions in that Policy and this Agreement; and

E. WHEREAS, Requester and District desire to enter into this Agreement to further define the manner, method, limitations, terms, and provisions for the District's requirements for the Requester's facilities and the use of the District's facilities for purposes of conveying groundwater; and

F. WHEREAS, subject to the terms of the Policy, as may be amended, this Agreement is available to all qualifying District landowners/water users who own a well within the District boundary.

NOW, THEREFORE, in consideration of the mutual covenants and conditions contained herein, for good and valuable consideration, which is hereby recognized, and in consideration of the above Recitals, which are deemed true and correct and incorporated herein, the Parties agree as follows:

1. **Grant of License and Right to Encroach.**

(a) Requester hereby grants to District, its staff, employees, and agents, a license for ingress and egress to the Property and the right to turn on and off the Well(s), at the District's sole discretion. The District shall exercise these rights in a manner that reflects the

[Type here]

~~Policy and the terms of this Agreement, and takes into account the landowner/water user's own demands, to the extent feasible, and the District's water user demands as a whole, pursuant to the Policy, this Agreement, the landowner/water user's own demands, and the District's water user demands as a whole.~~

Commented [PW1]: How can it be both "at the District's sole discretion" and also "the landowner/water user's own demands"? -pw

(b) District hereby grants to Requester, the right to convey groundwater through the District's facilities; ~~provided, however, that such rights are subject, pursuant to the Policy and~~ are exercised in accordance/compliance with this Agreement.

2. **Requester's Obligations.**

(a) Requester ~~shall elects to~~ follow the Policy and hereby agrees and certifies as follows:

(i) Requester must specify in writing to the District its priority of use for the groundwater conveyed in the District's facilities by checking the applicable box on the Priority of Use document ~~for~~ attached here as Exhibit "A" and incorporated herein by this reference.

(ii) Requester is the owner of the Well(s) that it elects to pump pursuant to the Policy and this Agreement.

(iii) Requester is solely responsible for the maintenance of the Well(s) and any financial obligations associated therewith. District has no obligation or responsibility for the maintenance of the Well(s).

(iv) Requester must install, operate and maintain a meter on the Well(s), compliant with District's standards. If a meter(s) on the Well(s) is not working correctly, the Requester is obligated to repair the meter(s) within five business days of receiving notice from the District. If Requester does not repair said meter on the Well(s) within this time period, the District may repair the meter(s) on the Well(s), at the Requester's sole cost and expense.

(v) Requester is responsible for all of its Pacific Gas & Electric ("PG&E") power costs for operating the Well(s). District shall have no responsibility to pay for any power costs on Requester's facilities or the Well(s).

(vi) Requester is responsible for all capital replacement costs relating to the Well(s) and the use thereof. District shall have no responsibility to pay for any capital replacement costs on Requester's facilities or the Well(s).

(vii) The Requester is solely responsible for any agreements, billings and collections as between Requester and another water user in the District for the conveyance of groundwater pursuant to the Policy and this Agreement. The District shall have no obligation to do any billings or collections on behalf of Requester.

3. **District's Obligations.**

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(a) District staff, employees and/or agents shall work with Requester on daily operations of the Well(s).

(b) District staff, employees and/or agents shall read the meter on the Well(s). District will conduct monthly routine meters readings (at the end of each month) and may access the Property more often to read the meters based on the timing of water delivery. The District shall record all meter readings of the Well(s) usage taken by District staff, employees or agents.

(c) If Requester has agreed to allow the District to use groundwater from the Well(s) for the benefit of all water users in the District, then on a monthly basis, the District shall pay Requester a rate of \$ _____/AF of groundwater pumped from the Well for that purpose. This rate shall be set annually by the District's Board of Directors at a regular or special meeting. District shall be responsible for reading the meter on the Well(s) at the beginning and end of any such water usage by the District and shall pay Requester based on the amount used pursuant to said meter readings. Payments to the Requester shall be made within thirty (30) days of the end of each calendar month upon which the water was delivered from the Well(s).

4. **Rights Not Exclusive.**

(a) The license granted herein by the District is not exclusive and the District reserves the right to own, operate, and maintain the District facilities for any and all District purposes. Requester's use of the District facilities must be in a manner that does not diminish or restrict the ability of the District to use the District facilities for any District purpose and is subject to the terms of the Policy and this Agreement.

(b) The license granted herein by the Requester is not exclusive and the Requester reserves the right to own, operate, and maintain the Requester facilities and the Well for any and all Requester purposes. District's use of the Well(s) must be in a manner compliant with the Policy and the terms of this Agreement.

5. **Water Quality.** Groundwater from the Well(s) must meet the water quality standards identified in the Policy.

6. **Groundwater Supply.** Groundwater supply limitations and losses are identified in the Policy and incorporated herein by this reference.

7. **District Rules and Regulations.** Requester agrees to comply with all of the District's Rules and Regulations and policies.

8. **Term; Termination.** The Term of this Agreement shall commence on the Effective Date and shall last until ~~the last day of February of the Water Year in question~~ ~~February 28, 2027~~ (the "Term"). Notwithstanding any other provision in this Agreement to the contrary, it is understood and agreed by both Parties that the license granted hereunder is permissive in character, and that the District shall have the right to terminate the license granted hereunder in the sole and exclusive judgment of the District whenever the District determines it is necessary to do so to protect the interests of the District or the public, or to protect and preserve the property or facilities of the District.

[Type here]

9. **Release and Indemnification.**

(a) Except for the obligations of the District set forth in this Agreement, Requester hereby fully releases and discharges the District from any and all past, present or future claims, demands, obligations, actions, causes of action, wrongful death claims, rights, damages, costs, losses of service, expenses and compensation of any nature whatsoever, whether based in tort, contract or other theory of recovery, that Requester now has, or that may hereafter accrue or otherwise be acquired, on account of, or may in any way grow out of, or that are the subject of the Agreement (and all amendments thereto) including, without limitation, any and all known or unknown claims for injuries to Requester that have resulted or may result from the alleged acts or omissions of the District to Requester.

(b) Requester hereby waives any and all rights based upon the provisions of California Civil Code section 1542, which reads as follows:

A general release does not extend to claims that the creditor or releasing party does not know or suspect to exist in his or her favor at the time of executing the release and that, if known by him or her, would have materially affected his or her settlement with the debtor or released party.

Requester Initials: _____

(c) Requester does hereby indemnify and shall hold harmless the District and its officers, agents and employees from any and all loss, damage, liability, claims or causes of action of every nature whatsoever, for damage to or destruction of property, including the District's property, or for injury to or death of persons, in any manner arising out of or incidental to the control, carriage, handling, use, disposal, or distribution of Requester's portion of such water conveyed in District's facilities.

10. **Notice.** All notices required or permitted by this Agreement or applicable law shall be in writing and may be delivered in person (by hand or by courier) or may be sent by regular, certified, or registered mail or U.S. Postal Service Express Mail, with postage prepaid, or by electronic transmission (email), and shall be deemed sufficiently given if served in a manner specified in this Section 10. The addresses and addressees noted below are that Party's designated address and addressee for delivery or mailing of notices.

To District: Panoche Water District
52027 W. Althea Ave.
Firebaugh, CA 93622
Attn: Juan Cadena
209 364-6136

To Requester: Name:
Address:

[Type here]

Phone:
Email:

Any notice sent by registered or certified mail, return receipt requested, shall be deemed given on the date of delivery shown on the receipt card, or if no delivery date is shown, three (3) days after the postmark date. If sent by regular mail, the notice shall be deemed given forty-eight (48) hours after it is addressed as required in this section and deposited in the United States mail with postage prepaid. Notices delivered by United States Express Mail or overnight courier that guarantee next day shall be deemed given twenty-four (24) hours after delivery to the Postal Service or courier. Notices transmitted by facsimile transmission or similar means (including email) shall be deemed delivered upon telephone or similar confirmation of delivery (confirmation report from fax machine is sufficient), provided a copy is also delivered via personal delivery or mail. If notice is received after 4:00 p.m. or on a Saturday, Sunday, or legal holiday it shall be deemed received on the next business day.

Either Party may, by written notice to the other, specify a different address for notice.

11. **Entire Agreement.** This Agreement and items incorporated herein contain all of the agreements of the Parties with respect to the matters contained herein, and no prior agreement or understanding pertaining to any such matter shall be effective for any purpose.

12. **Amendments.** No provisions of this Agreement may be amended or modified in any manner whatsoever except by an agreement in writing duly authorized by representatives of both Parties.

13. **Counterparts.** This Agreement may be executed in two or more counterparts, each of which shall be deemed an original, but all of which together shall constitute one and the same instrument.

14. **Successors.** The terms, covenants, and conditions of this Agreement shall be binding upon and shall inure to the benefit of the heirs, executors, administrators and assignees of the respective Parties.

15. **Assignment.** Requester may not assign this Agreement without the prior written consent of District.

16. **Governing Law.** This Agreement and all documents provided for herein and the rights and obligations of the Parties hereto shall be governed in all respects, including validity, interpretation and effect, by the laws of the State of California (without giving effect to any choice of law principles).

17. **Remedy.** Nothing contained in this Agreement shall be construed in any manner abridging, limiting, or depriving District of any means of enforcing any remedy, either in law or in equity, for the breach of any of the provisions hereof that it would otherwise have.

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18. **Severability.** If any term or provision of this Agreement is, to any extent, held invalid or unenforceable, the remainder of this Agreement shall not be affected.

19. **Headings.** The subject headings of the sections of this Agreement are included for purposes of convenience only and shall not affect the construction or interpretation of any of the provisions herein.

20. **Warranty.** Each signatory below warrants they have read and understand the Agreement, have had the chance to consult with legal counsel of their choosing, and have the authority to bind their respective Party to the terms and conditions of this Agreement.

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IN WITNESS WHEREOF, the Parties have executed this Agreement as of the day and year first above written.

“District”

“Requester”

PANOCHÉ WATER DISTRICT,
a California water district

NAME

By: _____
Patrick McGowan, General Manager

By: _____

Name: _____

Title: _____

[Type here]

EXHIBIT “A”

Priority of Use

- Groundwater for Requester use only

- Groundwater for District use only

- Groundwater for Requester use first and then for District purchase for the benefit of District water users

- Groundwater for Requester use first and then for conveyance to another District water user as follows:

District Water Use Name

- Other, subject to District approval. Please specify:

[Type here]

EXHIBIT “B”

Panoche Water District - Groundwater Conveyance Policy

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EXHIBIT "C"

**Identified Well(s) Participating and Subject to
Groundwater License Agreement Priority of Use**

1. APN Location: _____
Well ID No.: _____

2. APN Location: _____
Well ID No.: _____

3. APN Location: _____
Well ID No.: _____

4. APN Location: _____
Well ID No.: _____

5. APN Location: _____
Well ID No.: _____

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PANOCHÉ WATER DISTRICT

52027 WEST ALTHEA AVE, FIREBAUGH, CA 93622
TELEPHONE (209) 364-6136 • FAX (209) 364-6122



BOARD MEETING MEMORANDUM

TO: PANOCHÉ WATER DISTRICT BOARD OF DIRECTORS

FROM: GENERAL MANAGER, PATRICK MCGOWAN

SUBJECT: SWRCB EXPEDITED DRINKING WATER GRANT PROGRAM

DATE: JUNE 9, 2026

BACKGROUND

Following submittal of the District's Engineering Report, the State Water Resources Control Board Division of Financial Assistance (DFA) contacted the District to encourage participation in the Expedited Drinking Water Grant (EDWG) Program. The program is intended to accelerate funding for critical drinking water infrastructure projects by streamlining application and review processes. It provides grant and principal forgiveness funding, rather than traditional loans, for eligible capital improvements that enhance drinking water reliability, water quality, public health protection, and regulatory compliance.

PROGRAM OVERVIEW

The EDWG Program is supported by multiple state and federal funding sources, including DWSRF Principal Forgiveness, Proposition 1, Proposition 68, Safe and Affordable Drinking Water Fund, State General Fund appropriations, Greenhouse Gas Reduction Fund, and Proposition 4 (2024). Eligible projects generally involve construction of public-benefit infrastructure improvements that strengthen drinking water system reliability, safety, and compliance.

APPLICATION REQUIREMENTS

1. Project Proposal Form
2. Scope of Work and Engineering Report
3. Self-Certification Form and supporting documentation

Applications are evaluated based on Human Right to Water considerations, regulatory compliance priorities, drought response benefits, project readiness, schedule, and environmental review status.

FUNDING BENEFITS

Significant grant funding assistance, principal forgiveness in lieu of loan repayment obligations, potential advance payments of up to 25% of awarded grant funding, reduced local financial burden, and expedited processing.

LEGAL REVIEW CONSIDERATIONS

The State Water Board recommends that applicants review the sample funding agreement and Opinion of Counsel requirements with legal counsel prior to application submittal. Early legal reviews can identify compliance issues and determine whether concerns can be mitigated before submission.

FISCAL IMPACT

If successful, the EDWG Program could provide substantial grant funding and principal forgiveness, reducing reliance on local revenues or debt financing.

CONCLUSION

The EDWG Program represents a potentially expedited and significant funding opportunity for Panoche Water District. Staff will work with our consultant engineer to finalize the required documents to move this project forward.

PANOCHÉ WATER DISTRICT

RESOLUTION NO. 859-26

RESOLUTION EXPEDITING THE DRINKING WATER GRANT FUNDING PROGRAM PROJECT PROPOSAL AUTHORIZED REPRESENTATIVE

WHEREAS, Panoche Water District (the “District”) is a California water district established in 1953 with statutory authority pursuant to California Water District Law (Water Code sections 34000-38500) to provide water service to users spanning over 38,000 acres in the Central Valley of California. The District is a multi-county district located on the west side of the San Joaquin Valley, spanning portions of Merced and Fresno Counties, and is authorized, pursuant to the California Constitution, to levy rates and charges for the services the District provides; and

WHEREAS, the Panoche Water District desires to apply for financial assistance from the State Water Resources Control Board

RESOLVED BY THE Board of Directors OF THE Panoche Water District (the Entity), AS FOLLOWS:

The General Manager (the “Authorized Representative”) or designee is hereby authorized and direct to sign and file, for behalf of the Entity, a Financial Assistance Application for a financing agreement from the State Water Resources Control board for the planning, design, and construction of the Panoche Water District Surface Water Treatment Plant Replacement (the “Project”).

The Authorized Representative, or his/her designee, is designated to represent the Entity in carrying out the Entity’s responsibilities under the financing agreement, including certifying disbursement requests on behalf of the Entity and compliance with applicable state and federal laws.

PASSED AND ADOPTED this 9th day of June, 2026, in a duly noticed and open meeting of the Board of Directors by the following vote, to wit:

AYES: _____
NAYES: _____
ABSTAIN: _____
ABSENT: _____

Aaron Barcellos, President

Attest:

Steve Fausone, Secretary

**CERTIFICATE OF SECRETARY
OF
PANOCHÉ WATER DISTRICT,
A California Water District**

I, Steve Fausone, do hereby certify that I am the duly authorized and appointed Secretary of the Panoche Water District, a California Water District (the “District”); that the following is a true and correct copy of that certain resolution duly and unanimously adopted and approved by the Board of Directors of the District on the 9th day of June, 2026; and that said resolution has not been modified or rescinded and remains in full force and effect as the date hereof:

IN WITNESS WHEREOF, I have executed this Certificate on this 9th day of June, 2026.

STEVE FAUSONE
Secretary of Panoche Water District

EXPEDITED DRINKING WATER GRANT FUNDING PROGRAM PROJECT PROPOSAL FORM ATTACHMENT 3 – SELF-CERTIFICATION FORM

As an applicant, you must complete this self-certification form as a condition to enter into a Grant Agreement with the State Water Resources Control Board (State Water Board). Failure to meet and continue to comply with these conditions and requirements may result in the State Water Board revoking the preliminary funding award, withholding grant funding, stopping disbursements, and/or terminating the Grant Agreement.

1. Applicant Information

Applicant Name: Panoche Water District
Applicant Entity Type: Water District
Project Name: Panoche Water Treatment Plant Replacement Project

2. Grant Agreement and Legal Opinion Templates

Have you and your counsel reviewed the Grant Agreement template posted on the State Water Board's [Expedited Drinking Water Grant \(EDWG\) website](#) and all terms and conditions? Yes No

Name of Counsel: Philip A. Williams
Address: 210 North State Street, Ukiah, CA 95482 4871
Email: pwilliams@azimuslaw.com
Phone number: 707 234 3435

Do you need to request any modifications to the provisions of the Grant Agreement template? (Applicants that request modifications will likely be directed to another funding program.) Yes No

If yes, please explain:

Have you and your counsel reviewed the legal opinion template posted on the State Water Board's EDWG website? Yes No

Note that legal opinions will be expected to conform to the EDWG legal opinion template, including any modifications that may be made by the State Water Board.

Counsel will be required to review this completed Self-Certification prior to rendering the legal opinion. If a Grant Agreement is issued to the applicant, the legal opinion will be requested to be submitted to the State Water Board immediately after the applicant executes the Grant Agreement.

3. Urban Water Supplier Conservation

Is the applicant an urban water supplier as defined in Water Code, section 10617?

Yes No

“Urban water supplier” means a supplier, either publicly or privately owned, providing water for municipal purposes either directly or indirectly to more than 3,000 customers or supplying more than 3,000 acre-feet of water annually. An urban water supplier includes a supplier or contractor for water, regardless of the basis of right, which distributes or sells for ultimate resale to customers. This part applies only to water supplied from public water systems subject to Chapter 4 (commencing with Section 116275) of Part 12 of Division 104 of the Health and Safety Code.

If the applicant is an urban water supplier, please answer the following questions. (If the applicant is not an urban water supplier, proceed to Section 4.)

Has the applicant adopted and submitted an Urban Water Management Plan (UWMP) in compliance with Water Code, sections 10610-10657? Yes No

What is the date of the most recent UWMP? _____

Is the applicant compliant with all requirements for urban water suppliers including but not limited to metering requirements (Water Code, section 525 et seq.), water loss audits, and monthly reporting to the State Water Board? Yes No

4. Certification for Compliance with Water Metering

Does the applicant require, as a condition of new water service, that a suitable water meter to measure the water service be installed on the water service facilities (Water Code, section 525)? Yes No

If the applicant is an urban water supplier, please answer the following questions. (If the applicant is not an urban water supplier, proceed to section 5.)

Have water meters been installed on all municipal and industrial service connections located within the applicant’s service area? Yes No

Does the applicant charge each customer that has a service connection based on the actual volume of deliveries as measured by the water meter? Yes No

If you answered “no” to any questions above, explain how the applicant is in compliance with the provisions of Division 1, Chapter 8, Article 3.5 of the Water Code (sections 525 through 529.7 inclusive) regarding metered service:

5. Litigation

- There is no litigation pending relative to the operation of the applicant’s water system or the proposed project.
- There is litigation pending relative to the operation of the applicant’s water system or the proposed project. (Attach description.)

6. Land or Water System Facilities

Does the applicant own all drinking water system facilities, and will the applicant own all facilities to be constructed as part of the project? Yes No

If no, please describe what facilities are not or will not be owned by the applicant, and indicate who owns or will own the facilities:

Are there any liens on water system property? Yes No

Is the applicant leasing land or major water system facilities? Yes No

Will the applicant acquire land, easements, or other access rights for the project? Yes No

If you answered “yes,” to any of the three questions above, please explain. Please describe the lien, the terms of the lease or attach a copy of the lease agreement, and the process by which any land, easements, or access rights for the project will be obtained. (NOTE: If the lease or property right to be acquired is critical to the location or operation of the proposed project facilities, the term generally must be equal to or greater than the useful life of the project, and at least 20 years from completion of construction.)

Does the project involve easements or property owned by private, federal, or tribal entities, and/or will easements or property need to be obtained from private, federal, or tribal entities for the project? Yes No

If yes, provide the entity name, ownership type, property description, ownership status, and explain how the property is necessary for the project's completion and useful life. Additionally, discuss any potential issues or delays anticipated in acquiring any necessary easements or property and describe plans to address these challenges.

7. Project-Related Service Provider Contracts

Consultant and Professional Services

Has the applicant selected or contracted with an engineering consultant or other professional service provider (e.g., environmental, land surveying, project management) for assistance with the project? Yes No

If yes, provide the firm's name and contact information:

Black Water Consulting Engineers
Nick Zaninovich
Nick@blackwater eng.com
559 375 1522

If the applicant has selected or contracted with an engineering consultant or other professional service provider, describe the procurement process used to select each consultant, including how the process ensured selection based on demonstrated competence and qualifications and that contract rates are reasonable and consistent with state contracting requirements (including Government Code, section 4525 et seq.):

Panoche Water District selected Black Water Consulting Engineers based upon demonstrated competence and qualifications for drinking water treatment planning, design, regulatory coordination, and funding assistance services. The District considered the firm's experience with public water systems, treatment facility projects, and State Water Board funding programs. Consistent with Government Code Sections 4525 through 4529.5, consultant selection was based on qualifications and demonstrated competence. Following consultant selection, the District negotiated a scope of work and fee that it determined to be fair and reasonable. The agreement was approved by the District Board of Directors, and the District maintains documentation supporting consultant selection and fee negotiation.

If the applicant has selected or contracted with an engineering consultant for assistance with the project, is the consultant listed on the [California Department of Industrial Relations](#) or [Water Board Debarred Lists](#)? Yes No

If yes, the applicant should immediately notify the State Water Board, and may need to select a new consultant that is not on these lists to remain eligible for funding.

Self-Certification for Existing and Future Consultant Contracts

For all existing and future consultant service contracts related to this project, the applicant certifies the following:

Consultant(s) are or will be selected based on demonstrated competence and qualifications. Yes No

Rates in existing or future contracts are or will be reasonable and consistent with applicable state laws. Yes No

The procurement process complies or will comply with California contracting requirements for professional services (including Government Code, section 4525 et seq.). Yes No

The applicant will maintain documentation of procurement and selection processes, including justification for selected consultants and evaluation of rates. Yes No

For privately-owned water systems, the applicant will ensure bid procedures conform to the requirements set forth in the Drinking Water State Revolving Fund (DWSRF) Policy, Appendix K (Bid Procedures for Privately Owned Water Systems). Yes No NA

Note: Applicants should also review the State Water Board's Engineering Firm Selection Process – Recommendations for Small Public Water Systems Utilizing DWSRF Financing (DWSRF Policy, Appendix J, August 2012), which provides guidance on qualifications-based selection of professional engineering services.

Facility Operation Contracts

Does the applicant have a contract with a private firm or another agency for the operation of the facility to be funded? Yes No

If yes, provide the name of the firm or agency and term (in years) of the agreement:

Westside Water Conditioning of Merced County, inc. 1 year term (January 2026 through December 2026)

8. Conflict of Interest Requirements

Service Provider Contracts

Does the applicant certify that any service provider or contractor, including but not limited to the ones listed in section 7, above, will not have any role or relationship with the applicant that, in effect, substantially limits the applicant's ability to exercise its rights, including cancellation rights, under the contract, based on all the facts and circumstances (Grant Agreement Exhibit C.11)? Yes No

If no, please explain:

Conflict of Interest Code

Does the applicant certify that it is a privately-owned entity not subject to statutory conflict of interest requirements? Yes No

The applicant is privately-owned and does not have a Conflict of Interest Code. Yes No

If you answered “yes” to both questions above, proceed to Section 11.

If you answered “no” to either question, please confirm the following:

The applicant is either a public agency or a privately-owned entity that has adopted a Conflict of Interest Code. Yes No

If “yes”, attach a copy of your Conflict of Interest Code.

If “no”, and if the applicant is a public agency, the State Water Board will require a copy of your Conflict of Interest Code prior to any disbursement of funds.

Provide an estimated timeframe for submission:

If the applicant has adopted a Conflict of Interest Code, does the applicant certify that it, including its officers, directors, agents, representatives, and employees, comply—and will remain in compliance for the useful life of the Project—with the Conflict of Interest Code? Yes No

Compliance Status

If the applicant is a private entity, proceed to Section 9. If the applicant is a public agency, answer the following questions:

Does the applicant certify that it, including its officers, directors, agents, representatives, and employees, comply—and will remain in compliance for the useful life of the Project—with all applicable State, federal, and local conflict of interest laws? Yes No

Government Code, section 87100 et seq., and the Fair Political Practices Commission Regulations at title 2, division 6, sections 18700-18757 of the California Code of Regulations, prohibit a public official from participating in making, or in any way attempting to use the public official's official position to influence a governmental decision in which the official knows or has reason to know the official has a financial interest. Does the applicant certify that its officers, directors, agents, representatives, and employees, comply—and will remain in compliance for the useful life of the Project—with these rules? Yes No

Does the applicant certify that its officers, directors, agents, representatives, and employees are not financially interested in any contract made by them in their official capacity or by any body or board of which they are members, including but not limited to any contract for engineering consultants or other service providers (e.g., environmental, land surveying, project management, construction or facility operation) or contracts for project property rights, materials, supplies, equipment, or any pre-purchased items related to the Project, and will remain in compliance with Government Code, section 1090 et seq., throughout the useful life of the Project? Yes No

If you answered "no" to either of the two questions immediately above, provide a detailed explanation and describe the measures that will be implemented to ensure future compliance with these requirements.

9. Privately-Owned Entities

Does the project involve consolidation (e.g., master meter, distribution system, managerial, intertie) involving a water system owned by a private or tribal entity? Yes No

If yes, describe the process and provide an estimated timeframe for obtaining timely authorization from the Board of Directors or the governing authority of the private or tribal entity to enter into and sign the consolidation agreement:

Describe any difficulties associated with obtaining such authorization, including any relevant law or requirement of the private or tribal entity's articles of incorporation, bylaws, tribal constitution, etc. of which you are aware:

If the applicant is a privately-owned entity, please answer the following questions. (If the applicant is not a privately-owned entity, proceed to Section 10.)

If you are a corporation, would shareholder approval be required for you to enter into the Grant Agreement, or any such other agreements or instruments contemplated in the Grant Agreement and necessary for implementation of the Project, such as a consolidation agreement, based on applicable law, articles of incorporation and bylaws?
 Yes No

If yes, please explain:

If you are a corporation, do you anticipate any difficulties with obtaining timely authorization from the Board of Directors to enter into the Grant Agreement, or to enter into any other agreements or instruments contemplated in the Grant Agreement or that are necessary for implementation of the Project?
 Yes No

Provide an estimated timeframe for obtaining such authorizations and describe any associated difficulties, including any relevant law or requirements in your corporation's articles of incorporation and bylaws:

If you are a corporation, are you in good standing with the Secretary of State?
 Yes No

If no, please explain:

If you are a California Public Utilities Commission (CPUC) regulated utility, have you been subject to any CPUC notices or citations?
 Yes No

If yes, please explain:

10. Potential Red Flags

Does the applicant anticipate any issues complying with the requirements in the [EDWG Guidelines](#), including adhering to the recordkeeping guidance outlined in Appendix D?

Yes No

Does the applicant have any doubt whether their governing statutes allow them to finance the project through the funding program?

Yes No

Was there a significant level of protest during the most recent rate setting process?

Yes No

Is there an existing or pending rate rollback initiative on an upcoming ballot, or are there any efforts within the community to initiate a rate rollback? Have rates been rolled back in the past due to a voter initiative?

Yes No

Does the applicant have any conflicting or material obligations, such as obligations material to the project or material to the water system, or obligations that could materially affect the applicant's financial standing, operational capabilities, or legal status?

Yes No

Are there any contracts, agreements, or leases that are material to the project or to the Grant Agreement? If yes, list in the box provided below.

Yes No

Is the applicant aware of any pending or threatened actions, claims, investigations, suits, or other proceedings that could materially affect the project or the applicant's financial condition, operations, water system, water system revenues, or ability to enter into and comply with a grant agreement for project?

Yes No

Are there any current or prior material events such as bankruptcy, actions taken in anticipation of filing bankruptcy, defaults on material obligations, grand jury investigations or findings, unscheduled draws on reserve funds, or civil, criminal, or administrative investigations or enforcement actions relevant to the water system?

Yes No

Have any of the applicant's key personnel been investigated or indicted for fraudulent activity in the last three years?

Yes No

Has there been or is there currently significant disagreement within the community about the project?

Yes No

Will the project involve a public-private partnership?

Yes No

Is the applicant involved in a Joint Powers Authority or are there agreements with other entities related to the project?

Yes No

Does the applicant expect to use eminent domain to implement the project?
 Yes No

Does the applicant anticipate that the plans and specifications will be out for bids before receiving an executed Grant Agreement?
 Yes No

Will the project impact any cultural resources?
 Yes No

Will the project impact any species listed in accordance with the California Endangered Species Act?
 Yes No

Is there any significant controversy related to the project's environmental documents?
 Yes No

If you answered "yes" to any questions in the Potential Red Flags section above, please explain each individual concern:

The District participates in regional water management organizations and agreements related to water supply and water quality activities. These agreements do not impair the District's ability to implement the proposed project or comply with grant requirements. The District also participates in the Dos Palos Area Water Quality Improvement Joint Powers Agency. No known issues associated with these agreements are expected to affect project implementation.

11. Certification

I understand that the State Water Board will rely on this signed Self-Certification Form in order to approve funding and that false and/or inaccurate representations in this Self-Certification Form may result in loss of all funds awarded to the applicant for its project. Additionally, for the aforementioned reasons, the State Water Board may withhold disbursement of project funds, and/or pursue any other applicable legal remedy. I certify under penalty of perjury that the information provided on this form is true and correct.

Patrick McGowan

Name of Authorized Representative

Patrick McGowan

Signature

General Manager

Title

6/3/26

Date

EXPEDITED DRINKING WATER GRANT FUNDING PROGRAM PROJECT PROPOSAL FORM ATTACHMENT 6A – CALIFORNIA ENVIRONMENTAL QUALITY ACT (CEQA) PLANNING EXEMPTION CERTIFICATION FORM

Applicants must complete this CEQA Planning Exemption Certification Form if the applicable environmental review of the proposed project under the CEQA has not been completed prior to entering into a Grant Agreement with the State Water Resources Control Board (State Water Board).

This certification form applies only to the Project’s planning/design tasks. **A separate CEQA clearance will be required prior to the State Water Board’s authorization of any construction activities, including the purchase of any land or equipment for which CEQA review is required.** See sections 7, 8.1, and 8.2 of the Expedited Drinking Water Grant (EDWG) Funding Program Guidelines (Guidelines). Section 8.1 of the Guidelines provides, in part, as follows:

No construction may proceed unless and until the State Water Board completes its own CEQA findings if applicable, gives authorization to proceed with construction, and provides final budget approval. The State Water Board may enter into a grant agreement to begin funding planning/design activities for a project, but such an award will not constitute approval of the construction scope element of the grant agreement or be a guarantee of construction funding. **The State Water Board expressly withholds approval of any construction project or construction element of a project and the release of funds associated with that construction project or that construction element of a project pending completion of the CEQA process, including the State Water Board making its own findings under CEQA if applicable.** Any funds in the award or the grant agreement linked to the construction element of a project are for encumbrance purposes only and will be reviewed after the State Water Board makes any necessary CEQA findings. The appropriate environmental review under CEQA must be complete before the State Water Board determines whether to approve funding for construction of the project or for any site acquisition (purchase of land, etc.) associated with the project.

When the lead agency’s CEQA review process is complete, the lead agency must file a CEQA [Notice of Determination or Notice of Exemption for the project with the County Clerk and the Governor’s Office of Planning and Research] State Clearinghouse.

1. Applicant Information

Applicant Name:	Panoche Water District (Water System No. CA1000345)
Applicant Entity Type:	Panoche Water District
County:	Fresno County
Project Name:	Panoche Water District Surface Water Treatment Plant Replacement
Project Number:	
CEQA Lead Agency:	Panoche Water District

2. Project Location (attach map, if applicable)

Refer to Attachment: Project Location

3. Project Description

The project consists of replacing Panoche Water District's existing domestic surface water treatment plant with a new surface water treatment plant having the same treatment capacity and service area. The project includes updated treatment equipment to meet current water quality standards. The updated project location is within the developed Panoche Water District office complex at 52027 W. Althea Avenue. The project footprint, capacity, and treatment components remain essentially the same as evaluated in the 2016 IS/MND, and the 2026 CEQA Addendum addresses the minor relocation of the proposed plant.

4. Planning and Design Activities

Will the project planning/design require any ground disturbing activities?

Yes No Unknown

If yes, provide a description of the type of ground disturbing activities, to occur during the project planning phase, and where they will occur. Please note that this section is focused on the project's planning/design tasks only. Such ground-disturbing activities may include soil sampling, test wells installations, or borings needed to gather information. Specifically, this section should **not** include descriptions of ground-disturbing activities planned as part of construction, which should be detailed in subsequent CEQA documentation.

Limited ground disturbing activities may occur during the planning and design phase to support environmental review, engineering evaluation, and site investigation activities for the proposed Surface Water Treatment Plant Replacement Project. These activities may include minor soil borings, geotechnical investigations, utility locating, surveying, and limited subsurface testing within the existing treatment plant and associated project areas. Activities would occur within previously disturbed areas associated with the existing water treatment and infrastructure facilities and would be conducted only as necessary to support project design and permitting. No major construction related excavation or grading activities are included in this planning/design phase description.

Also describe any potential for significant environmental impacts associated with the ground disturbing activities, including but not limited to impacts to critical or unique habitat, important farmland, wetlands, wild and scenic rivers, scenic areas, archeological sites, floodplains, or hazardous waste and substance sites.

Potential environmental impacts associated with these limited planning phase ground disturbing activities are expected to be minor and temporary. Activities are expected to occur primarily within previously disturbed developed or agricultural areas and are not anticipated to result in significant impacts to wetlands, scenic resources, floodplains, or hazardous waste sites. Any required mitigation measures identified in the adopted CEQA documents and Mitigation Monitoring and Reporting Program (MMRP) would be implemented during planning and design activities as applicable.

5. Certification

I certify to the best of my knowledge that the planning and design portion of the project, including any ground-disturbing activities described above, is exempt from CEQA consistent with the following CEQA Guidelines Sections:

- CEQA Guidelines, section 15262, for only feasibility or planning studies for possible future actions which the agency has not approved.
- CEQA Guidelines, section 15306, for basic data collection, research, resource evaluation activities which do not result in a serious or major disturbance to an environmental resource, and the Exceptions to the Categorical Exemptions identified in section 15300.2 do not apply.

The State Water Board will not disburse funds for any construction-related activities, or any ground-disturbing activities other than those described above, until the lead agency has:

- Completed all documentation required under CEQA for the proposed construction project or activities:
 - Prepared and filed a Notice of Exemption with the County Clerk and the Governor's Office of Planning and Research, State Clearinghouse; or
 - Taken all required steps to prepare, circulate, and adopt/certify the required CEQA documents and filed a Notice of Determination with the County Clerk and the Governor's Office of Planning and Research, State Clearinghouse; and
- Obtained written environmental clearance from the State Water Board confirming that the State Water Board has made its own environmental findings and concurred that construction activities may proceed.

Patrick McGowan

Name of Authorized Representative



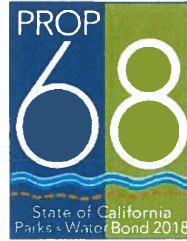
Signature

General Manager

Title

6/3/26

Date



EXPEDITED DRINKING WATER GRANT (EDWG) FUNDING PROGRAM PROJECT PROPOSAL FORM

I. APPLICANT INFORMATION

Applicant Legal Name: Panoche Water District (Water System No. CA1000345)

Street Address: 52027 W. Althea Ave.

Mailing Address: 52027 W. Althea Ave.

Applicant Water Service Area Population: 220

Applicant Total Number of Service Connections: 51

Public Water System Number: CA1000345

Contact Person Name: Nick Zaninovich

Title: Project Engineer

Email: Nick@blackwater eng.com

Phone Number: 559 375 1522

Authorized Representative Name: Patrick McGowan

Title: General Manager

Email: pmcgowan@panochewd.org

Phone Number: 209 364 6136

Identify the Water System Type:

- Public Agency
 Public School District
 Other
 CA Public Utility Regulated by the California Public Utilities Commission

If Other, the Applicant is not eligible for this funding program.

II. PROJECT INFORMATION

Project Name: Panoche Water District Surface Water Treatment Plant Replacement

Project Description:

The Panoche Water District Surface Water Treatment Plant Replacement Project will replace the District's aging 1970s treatment plant with a new facility on District owned property to address compliance orders, improve treatment reliability, and provide a long term compliant potable water supply. The project includes intake improvements, pH adjustment, ozone treatment, coagulation/flocculation, clarification, multimedia and granular activated carbon filtration, chlorine disinfection, two 80,000 gallon clearwells, booster and backwash pumps, SCADA and metering upgrades, electrical and solar improvements, and associated piping and site work.

Project Objectives/Problems Being Addressed:
Replace the District's aging 1970s surface water treatment plant to address disinfection byproduct compliance orders, improve treatment reliability and efficiency, and provide a long term compliant potable water supply through upgraded treatment, storage, pumping, electrical, solar, and system control improvements.

Estimated Amount of Financial Assistance Requested (≤ \$15 Million): \$7,615,500

Total Project Cost (If different than above): N/A

If the Project is co-funded, list the other funding agencies: N/A

Population Served by Project: 220

Total Connections Served by Project: 51
Residential Connections: 46
Commercial/Industrial Connections: 5
Other Connections: 0

Is the Project for Construction? Yes No
If No, the Project is not eligible for this funding program.

Is the Project a Consolidation Project? Yes No
If Yes, provide the following information (for each subsumed water system):
Subsumed Water System Name:
Subsumed Water System Number:
Subsumed Water System Population:
Subsumed Water System Total Number of Connections:

Was Consolidation Evaluated? Yes No
Explanation for consolidation not being selected or evaluated: N/A
Consolidation was evaluated in a previous engineering study, including consolidation with the Dos Palos water treatment system. The study determined consolidation was not feasible due to project costs and groundwater quality concerns. Therefore, the selected project is construction of a new replacement surface water treatment plant at the existing site.

III. PROJECT DOCUMENTATION
Please check mark all the available documents and submit. The documents required for the Preliminary Funding Award Notification are due now. The documents that need to be submitted for the Grant Agreement, Bid Solicitation Approval, Prior to Construction, and Prior to Completion of Construction can be submitted now if available but are not initially required.

Documents for Preliminary Funding Award Notification (Due Now)

- Scope of Work (see attached template)
- Engineering Report, Technical Memo, or similar document (see attached Engineering Document Guidance)
- Self-Certification Form (attached)

Documents for Grant Agreement* (Due within 30 days of Preliminary Funding Award Notification)	
<input checked="" type="checkbox"/> Adopted Authorized Representative Resolution (see attached template) <input checked="" type="checkbox"/> Technical, Managerial, and Financial (TMF) Assessment Form (See TMF - Capacity Development Page) <input checked="" type="checkbox"/> EDWG Environmental Package (attached) [if the California Environmental Quality Act (CEQA) process is complete] or the CEQA Planning Exemption Certification Form (if the CEQA process is not yet complete)	
Documents for Bid Solicitation Approval	
<input type="checkbox"/> Mandatory TMF Assessment Elements, including Budget/Capital Improvement Plan, Consolidation Feasibility, Ownership, and Water Rights <input type="checkbox"/> Final Plans and Specifications <input type="checkbox"/> Completed EDWG Environmental Package (if previously not submitted) (attached) <input type="checkbox"/> Completed EDWG Financial Security Package (attached) <input type="checkbox"/> Land/Easements/Right-of-Way Necessary for the Project (if applicable) <input type="checkbox"/> Signed Water Service/Consolidation Agreements (if applicable)	
Can the Applicant complete the remaining documents required for the Grant Agreement with their own funds? Yes <input type="checkbox"/> No <input checked="" type="checkbox"/>	
Does the Applicant have an existing Technical Assistance (TA) workplan to complete the remaining documents required for the Grant Agreement and/or Bid Solicitation? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	
Documents Prior to Completion of Construction	
<input type="checkbox"/> Necessary TMF Assessment Elements <input type="checkbox"/> Permit Amendment (if applicable)	
IV. CERTIFICATION AND SIGNATURE OF AUTHORIZED REPRESENTATIVE	
To the best of my knowledge and belief, I certify that I am authorized to submit this application; the information provided in this application is true and correct; the documentation has been duly authorized by the governing body of the applicant; and the entity possesses the legal authority to apply for the financing and enter into a Grant Agreement with the State Water Resources Control Board and to finance and construct the proposed facilities.	
Name of Authorized Representative: Patrick McGowan Title: General Manager	
Signature of Authorized Representative: <i>Patrick McGowan</i> Date: 6/3/26	

* The executed grant agreement must be accompanied by a legal opinion of the recipient's counsel (see form of opinion counsel posted on the [EDWG Program Page](#)). The opinion will not be required until after the issuance of the grant agreement.

SUMMARY OF ATTACHMENTS TO THE PROJECT PROPOSAL FORM

Attachment 1: Scope of Work Template

Attachment 2: Engineering Document Guidance

Attachment 3: Self-Certification Form

Attachment 4: Authorized Representative Resolution Template (for publicly-owned applicants)

Attachment 5: Authorized Representative Resolution Guidance (for privately-owned applicants)

Attachment 6A: EDWG CEQA Planning Exemption Certification Form

Attachment 6B: EDWG Environmental Package

Attachment 7: EDWG Financial Security Package

PANOCH WATER DISTRICT				
ACCOUNTS PAYABLE LIST				
PAYMENTS RUN FROM 5/13/2026 THRU 6/9/2026				
MECHANICS O & M CHECKING # 8566				
DATE	CHECK NUMBER	NAME	CHECK AMOUNT	MEMO
5/13/2026	43495	ACWA/JPIA	\$ 38,838.45	JUNE 2026 INSURANCE - HEALTH \$ 36,373.46, DENTAL \$ 2,050.24, VISION \$ 334.08 & LIFE \$ 80.67
5/13/2026	43496	ROGER CANDELARIA	\$ 29.30	REIMBURSEMENTS FOR LUNCH - TAKE WATER SAMPLES TO FRESNO
5/13/2026	43497	GILTON SOLID WASTE INC.	\$ 847.18	APRIL 2026 WASTE SERVICE
5/13/2026	43498	FERRELLGAS	\$ 65.00	172 GALLONS FOR TRAPWAGON
5/13/2026	43499	JOSH MARQUEZ	\$ 40.53	REIMBURSEMENT FOR SNACKS - SAFETY MEETING
5/13/2026	43500	MCGUIRE BOTTLED WATER	\$ 174.15	DRINKING WATER
5/13/2026	43501	WESTSIDE WATER CONDITIONING	\$ 12,156.40	BROKEN LINE REPAIR, INSTALL AIR COMPRESSOR, DROUGHT REPORT, BACTERIA REPORT, CHEMICAL TESTS & WEEKLY SERVICE
5/22/2026	43502	AGILE OCCUPATIONAL MEDICINE	\$ 805.00	EMPLOYEE RESPIRATORY FIT TESTING & DOT TESTING
5/22/2026	43503	AMAZON CAPITAL SERVICE	\$ 628.46	DISTRICT SUPPLIES
5/22/2026	43504	BCT CONSULTING	\$ 1,982.50	HARDWARE REFRESH
5/22/2026	43505	JUSTIN'S TIRE AND AUTO	\$ 630.02	OIL CHANGE # 58 & # 42, BRAKE REPAIR # 03 & FLAT TIRE REPAIR # 44
5/22/2026	43506	HOLT OF CALIFORNIA	\$ 851.58	REPAIR # 25
5/22/2026	43507	LES SCHWAB TIRES	\$ 424.04	TIRES FOR # 67T
5/22/2026	43508	JOSH MARQUEZ	\$ 50.00	NOD FILING FEE FOR WATER TREATMENT PLANT
5/22/2026	43509	MC REGIONAL WASTE MANAGEMENT AUTHORITY	\$ 19.00	CHEMICAL JUG DISPOSAL
5/22/2026	43510	NAPA AUTO PARTS	\$ 360.21	DEF, GREASE & WD40
5/22/2026	43511	PACIFIC GAS & ELECTRIC	\$ 75.09	MAY 2026 ELECTRICAL SERVICE
5/22/2026	43512	SJVAPCD	\$ 40.00	ANNUAL BURN PERMIT
5/22/2026	43513	SGS NORTH AMERICA INC.	\$ 2,989.50	WATER SAMPLES - REBILL PDD, ABAR & HAMMOND
5/22/2026	43514	TURMAN'S EQUIPMENT LLC	\$ 140.00	DIAGNOSTICS # 91A
5/22/2026	43515	VALLEY BUSINESS CENTER	\$ 274.80	(2) COPIER CONTRACTS APRIL 2026
5/22/2026	43516	WATER RECLAMATION EQUIPMENT	\$ 1,611.90	REPLACE STOLEN WIRE & REPAIR # 13E & PULL PUMP TO CLEAN BASKET # 13E
6/9/2026	43517	ACWA/JPIA	\$ 38,838.45	JULY 2026 INSURANCE - HEALTH \$ 36,373.46, DENTAL \$ 2,050.24, VISION \$ 334.08 & LIFE \$ 80.67
6/9/2026	43518	AMAZON CAPITAL SERVICE	\$ 595.21	DISTRICT SUPPLIES
6/9/2026	43519	AARON BARCELLOS	\$ 500.00	BOARD STIPEND MAY 2026
6/9/2026	43520	EDWARD NEILL CALLIS	\$ 500.00	BOARD STIPEND MAY 2026
6/9/2026	43521	BEAU CORREIA	\$ 500.00	BOARD STIPEND MAY 2026
6/9/2026	43522	EAST SIDE CANAL & IRRIGATION CO.	\$ 778,487.50	1,085 AF @ \$ 717.50 WATER SALES
6/9/2026	43523	STEVE FAUSONE	\$ 500.00	BOARD STIPEND MAY 2026
6/9/2026	43524	HCL MACHINE WORKS INC.	\$ 558.23	STEEL FOR TURNOUT # 204A
6/9/2026	43525	HOFFMAN SECURITY	\$ 353.40	OFFICE & SHOP SECURITY
6/9/2026	43526	HOME DEPOT CREDIT SERVICES	\$ 508.01	WOOD FOR CONTOUR CANAL & SHOP SUPPLIES
6/9/2026	43527	LAT FARMING TRUST	\$ 62,000.00	SUPPLEMENTAL WATER REFUND DEPOSIT CREDIT
6/9/2026	43528	LAW OFFICE OF PHILIP A. WILLIAMS	\$ 5,445.00	MAY 2026 LEGAL SERVICES
6/9/2026	43529	MACHADO BACKHOE INC.	\$ 1,680.90	CONCRETE BOX FOR TURNOUT # 48
6/9/2026	43530	MARFAB	\$ 327.01	SHOP SUPPLIES
6/9/2026	43531	DIANA MOSES	\$ 25.20	MILEAGE REIMBURSEMENT
6/9/2026	43532	PACIFIC GAS & ELECTRIC	\$ 141,861.34	MAY 2026 ELECTRICAL SERVICE
6/9/2026	43533	SGS NORTH AMERICA INC.	\$ 515.00	WATER SAMPLES
6/9/2026	43534	SUMMERS ENGINEERING INC.	\$ 2,881.00	WATER TREATMENT PLANT, ADMINISTRATION & MODERNIZATION ANALYSIS
6/9/2026	43535	THARP'S FARM SUPPLY	\$ 173.45	SUPPLIES FOR # 67T
6/9/2026	43536	UNWIRED BROADBAND, INC.	\$ 359.99	JUNE 2026 INTERNET SERVICE
6/9/2026	43537	VERIZON WIRELESS	\$ 864.88	MAY 2026 CELL PHONE SERVICE
6/9/2026	43538	VERIZON CONNECT	\$ 290.12	MAY 2026 GPS SERVICE
6/9/2026	43539	WATER RECLAMATION EQUIPMENT	\$ 10,663.04	REPAIR PUMP COLUMN, NEW STEEL BLIND FLANGE, BLOWOUT, CLEAN & INSTALL PUMP KODA LIFT # 1 & PULL PUMP & MOTOR, REPAIR & INSTALL KODA LIFT # 2
6/9/2026	43540	WESTAIR GASES & EQUIP, INC.	\$ 597.23	OXYGEN & ACETYLENE
6/9/2026	43541	WAYNE WESTERN JR.	\$ 500.00	BOARD STIPEND MAY 2026

	CHECK		CHECK	
DATE	NUMBER	NAME	AMOUNT	MEMO
6/9/2026	43542	XEROX FINANCIAL SERVICES	\$ 690.91	COPIER LEASE
6/9/2026	43543	PURCHASE POWER	\$ 300.00	POSTAGE
5/12/2026	W000001114	ISOLVED INC.	\$ 102.38	SAGE TIME APRIL 2026
5/13/2026	W000001115	PITNEY BOWES	\$ 300.00	REFILL POSTAGE METER
5/13/2026	W000001116	SAN LUIS DELTA MENDOTA WATER AUTHORITY	\$ 410,270.80	APRIL 2026 SLDMWA CONVEYANCE COSTS SLC \$ 53,479.96 & DMC \$ 356,790.84
5/13/2026	W000001117	US BUREAU OF RECLAMATION	\$ 255,514.91	APRIL 2026 USBR WATER COSTS SLC \$ 153,060.23 & DMC \$ 102,454.68
5/13/2026	W000001118	SAGE SOFTWARE	\$ 850.00	ANNUAL SAGE 100 PAYROLL SUBSCRIPTION
5/18/2026	JE-62	TRANSFER FUNDS FOR PAYROLL	\$ 70,000.00	PAYROLL DATED 5/20/2026
5/22/2026	W000001119	WESTAMERICA VISA	\$ 769.36	1ST QTR STATE & FEDERAL PAYROLL TAX FILING FEES, AMAZON BUSINESS PRIME MEMBERSHIP RENEWAL, DISTRICT EMAILS, FACE MASK RESPIRATOR, WELDER SUPPLIES, KEY FOR FILING CABINET, I CLOUD EXTRA STORAGE, FUEL FOR # 20, MONTHLY CHAT GPT FEE
TOTAL			\$ 1,851,356.43	

MECHANICS PAYROLL CHECKING # 7895				
	CHECK			
DATE	NUMBER	NAME	AMOUNT	MEMO
5/19/2026	JE-63	EMPLOYMENT DEVELOPMENT DEPARTMENT	\$ 3,065.09	STATE PAYROLL TAX DEPOSIT
5/19/2026	JE-64	INTERNAL REVENUE SERVICE	\$ 16,263.82	FEDERAL PAYROLL TAX DEPOSIT
5/19/2026	JE-65	JOHN HANCOCK	\$ 8,542.20	401K RETIREMENT
5/19/2026	JE-66	NET PAYROLL	\$ 46,968.39	PAYROLL DATED 5/20/2026
5/19/2026	3519	FRANCHISE TAX BOARD	\$ 421.95	EMPLOYEE WAGE GARNISHMENT
5/27/2026	3520	PRINCIPAL LIFE INSURANCE COMPANY	\$ 754.00	EMPLOYEE PAID INSURANCE JUNE 2026
TOTAL			\$ 76,015.45	

**PANOCHÉ WATER DISTRICT
TREASURER'S MONTHLY FINANCIAL REPORT
BALANCE SHEET-CURRENT ASSETS & LIABILITIES**

	MARCH INTEREST RATE	APRIL INTEREST RATE	MAY INTEREST RATE	<u>May 31, 2026</u>	<u>April 30, 2026</u>
CURRENT LIABILITIES					
ACCOUNTS PAYABLE				\$232,642	\$223,186
TOTAL CURRENT LIABILITIES				\$232,642	\$223,186
CASH AND INVESTMENT ACCOUNTS					
MECHANICS BANK O&M CHECKING				\$20,159	\$399,258
MECHANICS BANK PAYROLL CHECKING				\$4,366	\$16,070
MECHANICS BANK MONEY MARKET	3.60%	3.85%	3.85%	\$8,880,677	\$6,943
MECHANICS BANK CONTRACTUAL OBLIGATION FUND MM (OVERCOLLECTION)	3.60%	3.85%	3.85%	\$2,872,986	\$2,832,292
LAIF	3.98%	3.81%	3.81%	\$313,018	\$4,813,018
2021 REVENUE BONDS - LAIF RESTRICTED (RATE STABILIZATION FUND)	3.98%	3.81%	3.81%	\$1,244,881	\$1,244,881
TOTAL CASH AND INVESTMENTS				\$13,336,086	\$9,312,461
ACCOUNTS RECEIVABLES					
WATER				\$5,820,076	\$9,944,757
GROUNDWATER MANAGEMENT FEE				-	-
DELINQUENT ACCOUNT CHARGES				\$6,861	\$6,250
OTHER				-	\$34,452
GBA NOTE RECEIVABLE (5 YEARS @ 1.75%)				\$180,627	\$200,551
PDD NOTE RECEIVABLE (1/2 AR) \$ 716,521 (5 YEARS @ 3.00%)				\$107,783	\$119,610
CASH ADVANCE - PROP 84				\$7,577,083	\$7,577,083
TOTAL ACCOUNTS RECEIVABLES				\$13,692,430	\$17,882,703
TOTAL CURRENT UNAUDITED ASSETS				\$27,028,516	\$27,195,164
NET CURRENT UNAUDITED ASSETS (NET CASH POSITION)				\$26,795,874	\$26,971,979

General Ledger Detail Report
Summary Report for Period 01 Thru 03 Ending 5/31/2026

PANOCHÉ WATER DISTRICT (PWD)

Account Number/Description	Beginning Balance	Debit	Credit	Net Change	Ending Balance
13112-000 MECHANIC CKNG #*****8566	1,452,889.79	18470514.04	19903245.26	1,432,731.22-	20,158.57
13132-000 MECHANIC MM # 2305	42,211.25	8,874,465.38	36,000.00	8,838,465.38	8,880,676.63
13412-000 MECHANIC PR#*****7895	16,069.82	430,000.00	441,703.38	11,703.38-	4,366.44
13465-000 2021 REVENUE BONDS - LAIF	1,232,800.10	12,080.93	0.00	12,080.93	1,244,881.03
13470-000 CONTRACTUAL OBLIGATION FUND #9745	2,190,517.09	682,468.47	0.00	682,468.47	2,872,985.56
13520-000 LOCAL AGENCY INVESTMENT FD	9,446,756.60	2,495,261.43	11629000.00	9,133,738.57-	313,018.03
Report Total:	14381244.65	30964790.25	32009948.64	1,045,158.39-	13336086.26



Panoche Water District

Employee Job Card

Entered on SageTime

Employee Name: Sandra Reyes		Supervisor's Name: Juan Cadena		Date: 6/3/2026
Department: <input type="checkbox"/> Accounting & Finance <input type="checkbox"/> Ethics & Compliance <input type="checkbox"/> Other <input type="checkbox"/> Chemical Application <input type="checkbox"/> Water Operations <input type="checkbox"/> Maintenance <input type="checkbox"/> Contracts Administration			Special Project: Yes <input type="checkbox"/> No <input type="checkbox"/> <u>Project Name:</u>	Safety Regulatory Guidelines: <u>List Related Job Hazards Analysis (JHA) #:</u>

Time Start	Time End	Job Code	Hours Worked	Lunch	Paid Leave Code	Paid Leave Hours	Equipment #/ Vehicle #	Hours Used	Job Description
9:22 AM		PWD A	#####	0:00					E-mails and Time Sheets Updated Daily Deliveries spreadsheet for 5/30 - 5/31 / E-mailed it to Juan Updated Daily Water Order Form for 5/30 - 5/31 Updated my well water spreadsheet tracking wells & direct connects Placed District water order online with DWR & SLDMWA Talked to Jeff/FCWD and colored our numbers for May / Talked about transfer SOD #'s as well Talked to Henry/Coleman Farming about his Supp'l water payment & allocation & his well he's going to be starting Put the USBR WINN Act Refund Letter into the board meeting folder Answered Water Inventory questions that Darryl had Allocated the well water to A-Bar & e-mailed him his latest water balance statement Talked to Jeff/FCWD & e-mailed him over the SLDMWA Water Rates Talked to Chase and sent him the last 10 yrs of water rates & assessments Finalized my SJRECWA D/C and SLC/DMC Spreadsheets & e-mailed them over to Adam
		PDD A	0:00						Put the GBA's report into the board meeting folder Sent Marlene the spreadsheet of the last 10 yrs of assessment rates billed
		CDD A	0:00						
		MSWD A	0:00						
Total Hours			#####			0.00		0.00	

Employee's Signature _____

Date _____

Supervisor Notes: _____

Employee Notes:

PANOCHÉ WATER DISTRICT
 FY 2025 - 2026
 BUDGET TO ACTUAL
 MARCH 1, 2026 - FEBRUARY 28, 2027

	WATER REVENUE	BUDGET	ACTUAL THRU 5/31/2026	% OF BUDGET TO DATE	ESTIMATE TO COMPLETE	ESTIMATED YEAR END 2/28/27	\$ DIFFERENCE (OVER)UNDER	ESTIMATED % OF BUDGET REMAINING
1	Supplemental Water	\$11,196,810	\$9,656,056	86%	\$1,540,754	\$1,540,754	\$1,540,754	14%
2	USBR Rescheduled Water (WY 25-26)	\$958,624	\$130,620	14%	\$828,004	828,004.00	\$828,004	86%
3	CVP Ag Water Contract (Based on 25%)	\$3,045,600	\$1,145,225	38%	\$1,900,375	\$1,900,375	\$1,900,375	62%
4	Other Revenue	\$600,000	\$737,379	123%	-\$137,379	-\$137,379	(\$137,379)	-23%
5	Reserves - Supplemental Water	\$400,000	\$400,000	100%	-	-	-	0%
TOTAL WATER REVENUE		\$16,201,034	\$12,069,280	74%	\$4,131,754	\$4,131,754	\$4,131,754	26%

	WATER EXPENSES	BUDGET	ACTUAL THRU 5/31/2026	% OF BUDGET TO DATE	ESTIMATE TO COMPLETE	ESTIMATED YEAR END 2/28/27	\$ DIFFERENCE (OVER)UNDER	ESTIMATED % OF BUDGET REMAINING
6	Supplemental Water	\$11,196,810	\$74,887	1%	\$11,121,923	\$11,121,923	\$11,121,923	99%
7	USBR Rescheduled Water (WY25-26)	\$958,624	\$714,743	75%	\$243,881	\$243,881	\$243,881	25%
8	CVP Ag Water Contract (Based on 25%)	\$3,045,600	\$856,253	28%	\$2,189,347	\$2,189,347	\$2,189,347	72%
9	Planning & Engineering	\$70,000	2,580.00	4%	\$67,420	\$67,420	\$67,420	96%
10	Reserves - Supplemental Water	\$400,000	400,000.00	100%	-	-	-	0%
TOTAL WATER EXPENSES		\$15,671,034	\$2,048,463	13%	\$13,622,571	\$13,622,571	\$13,622,571	87%

NET WATER REVENUE/(DEFICIT)	\$530,000	\$10,020,817	(\$9,490,817)	(\$9,490,817)	(\$9,490,817)
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	O & M REVENUE	BUDGET	ACTUAL THRU 5/31/2026	% OF BUDGET TO DATE	ESTIMATE TO COMPLETE	ESTIMATED YEAR END 2/28/27	\$ DIFFERENCE (OVER)UNDER	ESTIMATED % OF BUDGET REMAINING
11	Operations & Maintenance	\$4,811,078	\$665,051	14%	\$4,146,027	\$4,146,027	\$4,146,027	86%
12	Labor Reimbursement	\$90,000	\$16,551	18%	\$73,449	\$73,449	\$73,449	82%
13	Reimbursed Expenses	\$230,000	\$61,104	27%	\$168,896	\$168,896	\$168,896	73%
14	Domestic Water Treatment Plant	\$169,500	\$61,453	36%	\$108,047	\$108,047	\$108,047	64%
15	Central Delta-Mendota Region SGMA Fund 65	\$22,663	-	0%	\$22,663	\$22,663	\$22,663	100%
16	SGMA Coordinated Fund 63	\$12,771	-	0%	\$12,771	\$12,771	\$12,771	100%
17	Grant Revenue (Contour Canal)	\$1,877,823	-	0%	\$1,877,823	\$1,877,823	\$1,877,823	100%
18	Domestic Plant Reimbursement - Grant	\$100,000	-	0%	\$100,000	\$100,000	\$100,000	100%
19	GBA Note Receivable \$ 1,201,924 3/1/2024 Less: Interest	\$240,311	\$59,684	25%	\$180,627	\$180,627	\$180,627	75%
20	PDD Note Receivable \$ 716,521.50 2/29/2024 Less: Interest	\$143,176	\$35,393	25%	\$107,783	\$107,783	\$107,783	75%
21	Reserves - Service Truck w/ Boom	\$185,000	\$173,865	94%	-	-	-	0%
22	Reserves - Computer Replacements	\$17,000	\$13,102	77%	\$3,898	\$3,898	\$3,898	23%
23	Reserves - New VFD Station	\$65,250	-	0%	\$65,250	\$65,250	\$65,250	100%
24	Reserves - Forefront Power	\$80,864	\$80,864	100%	-	-	-	0%
25	Reserves - Pumps & Structures Repairs	\$250,000	-	0%	\$250,000	\$250,000	\$250,000	100%
TOTAL O & M REVENUE		\$8,295,436	\$1,167,067	14%	\$7,117,234	\$7,117,234	\$7,128,369	86%

	ADMINISTRATION EXPENSES	BUDGET	ACTUAL THRU 5/31/2026	% OF BUDGET TO DATE	ESTIMATE TO COMPLETE	ESTIMATED YEAR END 2/28/27	\$ DIFFERENCE (OVER)UNDER	ESTIMATED % OF BUDGET REMAINING
26	Legal Costs	\$75,000	\$13,683	18%	\$61,317	\$61,317	\$61,317	82%
27	Salaries and Wages	\$666,826	\$127,487	19%	\$539,339	\$539,339	\$539,339	81%
28	Employees' Benefits	\$210,000	\$57,773	28%	\$152,227	\$152,227	\$152,227	72%
29	Payroll Burden	\$75,000	\$16,308	22%	\$58,692	\$58,692	\$58,692	78%
30	SLDMWA Activity Agreements	\$132,105	\$66,053	50%	\$66,052	\$66,052	\$66,052	50%
31	SLDMWA DHCCP Bond Payment	\$134,291	-	0%	\$134,291	\$134,291	\$134,291	100%
32	Directors' Benefits	\$30,000	\$7,500	25%	\$22,500	\$22,500	\$22,500	75%
33	Insurance Costs	\$103,000	\$66,154	64%	\$36,846	\$36,846	\$36,846	36%
34	SWRCB Water Rights Fee	\$140,943	-	0%	\$140,943	\$140,943	\$140,943	100%
35	Central Delta-MendotaRegion SGMA Fund 65	\$22,663	\$11,332	50%	\$11,332	\$11,332	\$11,332	50%
36	SGMA Coordinated Fund 63	\$12,771	\$6,385	50%	\$6,386	\$6,386	\$6,386	50%
37	Other Supplies & Services	\$100,000	\$32,966	33%	\$67,034	\$67,034	\$67,034	67%
38	Professional Services	\$60,000	\$18,157	30%	\$41,843	\$41,843	\$41,843	70%
39	Annual Audits	\$42,400	-	0%	\$42,400	\$42,400	\$42,400	100%
40	Communication Costs	\$38,500	\$19,765	51%	\$18,735	\$18,735	\$18,735	49%
41	Conferences and Training Costs	\$22,500	\$1,796	8%	\$20,704	\$20,704	\$20,704	92%
42	Utilities	\$49,000	\$6,850	14%	\$42,150	\$42,150	\$42,150	86%
	TOTAL ADMINISTRATION EXPENSES	\$1,914,999	\$452,209	24%	\$1,462,790	\$1,462,790	\$1,462,790	76%

	OPERATIONS & MAINTENANCE EXPENSES	BUDGET	ACTUAL THRU 5/31/2026	% OF BUDGET TO DATE	ESTIMATE TO COMPLETE	ESTIMATED YEAR END 2/28/27	\$ DIFFERENCE (OVER)UNDER	ESTIMATED % OF BUDGET REMAINING
43	Energy Costs	\$1,800,000	\$359,034	20%	\$1,440,966	\$1,440,966	\$1,440,966	80%
44	Salaries and Wages	\$950,000	\$186,359	20%	\$763,641	\$763,641	\$763,641	80%
45	Employees' Benefits	\$358,000	\$84,451	24%	\$273,549	\$273,549	\$273,549	76%
46	Payroll Burden	\$132,000	\$23,839	18%	\$108,161	\$108,161	\$108,161	82%
47	Reimbursable Expenses	\$230,000	\$40,617	18%	\$189,383	\$189,383	\$189,383	82%
48	Chemical Application	\$193,000	\$10,279	5%	\$182,721	\$182,721	\$182,721	95%
49	Domestic Water Treatment Plant	\$269,500	\$24,486	9%	\$245,014	\$245,014	\$245,014	91%
50	Fuel & Oil costs	\$95,000	\$24,861	26%	\$70,139	\$70,139	\$70,139	74%
51	Pumps & Structures Repairs	\$200,000	\$83,805	42%	\$116,195	\$116,195	\$116,195	58%
52	Equipment repairs	\$55,000	\$11,567	21%	\$43,433	\$43,433	\$43,433	79%
53	Vehicle repairs & Maintenance	\$37,000	\$3,962	11%	\$33,038	\$33,038	\$33,038	89%
54	Buildings Repairs & Maintenance	\$100,000	\$6,390	6%	\$93,610	\$93,610	\$93,610	94%
55	Laboratory - Water Testing	\$15,000	\$3,157	21%	\$11,843	\$11,843	\$11,843	79%
56	Grant Expenses (Contour Canal)	\$1,877,823	\$1,962	0%	\$1,875,861	\$1,875,861	\$1,875,861	100%
57	Reserves - Service Truck w/ Boom	\$185,000	\$173,865	94%	-	-	\$11,135	6%
58	Reserves - Computer Replacements	\$17,000	\$13,102	77%	\$3,898	\$3,898	\$3,898	23%
59	Reserves - New VFD Station	\$65,250	-	0%	\$65,250	\$65,250	\$65,250	100%
60	Reserves - Forefront Power	\$80,864	\$80,864	100%	-	-	-	0%
61	Reserves - Pumps & Structures	\$250,000	-	0%	\$250,000	\$250,000	\$250,000	100%
	TOTAL OPERATIONS & MAINTENANCE EXPENSES	\$6,910,437	\$1,132,599	16%	\$5,766,703	\$5,766,703	\$5,777,838	84%

TOTAL EXPENSES	\$8,825,436	\$1,584,808	\$7,229,493	\$7,229,493	\$7,240,628
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NET O & M REVENUE/(DEFICIT)	-\$530,000	(\$417,741)	-\$112,259	-\$112,259	-\$112,259
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TOTAL REVENUE/(DEFICIT)	\$9,603,076
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RESERVES	
Capital Improvement - Service Truck w/ boom	\$ 185,000
Capital Improvement - Computer Replacement	\$ 17,000
Capital Improvement - New VFD Station	\$ 65,250
Reserves - Pumps & Structures	\$ 250,000
Reserves - Forefront Power	\$ 80,864
Reserves - Balance from 25.26 1/2 Pistachio Fencing	\$ 20,937
Reserves - Supplemental Water	\$ 400,000
Board Approved 3.10.2026 Subject to Prop 218	\$ 1,019,051

Water O & M Rate \$ 86.50

Land Based Assessment \$ 11.25

PANOCHE WATER DISTRICT 2025/2026	
OTHER REVENUE BREAKDOWN	
EMPLOYEE RENT	\$12,390
DELIQUENT CUSTOMER CHARGES	\$267
MECHANICS MONEY MARKET INTEREST	\$12,915
LAIF INTEREST	\$107,342
PDD INTEREST ON LOAN INSTALLMENT PYMTS	\$3,232
SALE OF DISTRICT VEHICLES	\$0
FRONTIER REFUND - CLOSED PHONE ACCOUNT	\$411
TRUE UP USBR REFUND FOR FY2024 DMC	\$144,038
TRUE UP USBR REFUND FOR FY2024 SLC	\$417,696
GBA PROP 84 INTEREST ON ADVANCES	\$13,668
PROP 218 MONEY MARKET INTEREST	\$22,296
GBA INTEREST ON LOAN INSTALLMENT PYMTS	\$3,123
TOTAL OTHER REVENUE	\$737,379

5.31.2026

PROP 218 BOND RECONCILIATION ACT # 13470					
	AMOUNT	AMOUNT COLLECTED	AMOUNT COLLECTED	TOTAL	OVER
FISCAL YEAR	PAID	1ST INSTALL	2ND INSTALL	COLLECTED	COLLECTED
2021-2022	\$ 1,055,820.59	\$ 749,561.18	\$ 622,392.27	\$ 1,371,953.45	\$ 316,132.86
2022-2023	\$ 931,982.70	\$ 720,029.77	\$ 722,731.77	\$ 1,442,761.54	\$ 510,778.84
2023-2024	\$ 932,292.26	\$ 719,997.07	\$ 717,375.26	\$ 1,437,372.33	\$ 505,080.07
2024-2025	\$ 931,902.50	\$ 729,934.98	\$ 729,954.87	\$ 1,459,889.85	\$ 527,987.35
2025-2026	\$ 273,073.10	\$ 729,969.24	\$ 660,172.89	\$ 1,390,142.13	\$ 1,117,069.03
	\$ 4,125,071.15			\$ 7,102,119.30	\$ 2,977,048.15
21/22 OVERCOLLECTION REFUND FRESNO COUNTY					\$ 323,556.68
TOTAL OVERCOLLECTION BALANCE					\$ 2,977,048.15
MONEY MARKET ACCOUNT BALANCE WITH INTEREST 5.31.2026					\$ 2,872,985.56
22/23 ESTIMATED BOND OVERCOLLECTION REFUND - IN PROGRESS AT FRESNO COUNTY					\$ 495,000.00
23/24 ESTIMATED BOND OVERCOLLECTION REFUND					\$ 505,263.65

2025 - 2026 TAX ASSESSMENT COLLECTIONS & PAYMENTS	
1ST INSTALL TAX ASSESSMENT COLLECTED 2025-2026 12/30/2025	\$ 729,969.24
PAYMENT MADE 2/28/2026 2025-2026 (INTEREST ONLY)	\$ 273,073.10
2ND INSTALL TAX ASSESSMENT COLLECTON 2025-2026 5/21/2026	\$ 660,172.89
PAYMENT DUE 8/31/2026 2025-2026 (INTEREST & PRINCIPAL)	\$ 663,305.05
25.26 OVERCOLLECTION (ESTIMATE)	\$ 453,763.98

ORIGINAL BOND AMOUNT JULY 2021			
2021A BOND	4%	\$	10,290,000
2021B BOND	3.51%	\$	8,110,000
		\$	18,400,000

\$214,449.09 INTEREST @ 3.85%
\$5,045.00 FUNDS TO START ACCOUNT
\$2,653,491.47 OVERCOLLECTION BALANCE
\$2,872,985.56 MAY 2026 BALANCE

MONEY MARKET FUND EARNING 3.85% INTEREST

5.31.2026

PANOCHÉ WATER DISTRICT CASH RESERVE REPORT

BANK ACCOUNT BALANCES THRU 5.31.2026

13112-000		
MECHANIC CKNG #*****8566	\$	20,158.57
13132-000		
MECHANIC MM # 2305	\$	8,880,676.63
13412-000		
MECHANIC PR#*****7895	\$	4,366.44
13465-000		
2021 REVENUE BONDS - LAIF	\$	1,244,881.03
13470-000		
CONTRACTUAL OBLIGATION FUND #9745	\$	2,872,985.56
13520-000		
LOCAL AGENCY INVESTMENT FD	\$	313,018.03
Report Total:	\$	13,336,086.26

EXPECTED EXPENSES FOR 2026 - 2027		
RESERVE BALANCE AVAILABLE	\$	9,213,853
SERVICE TRUCK W/ BOOM	\$	-
PUMPS & STRUCTURES	\$	250,000
COMPUTER REPLACEMENTS	\$	3,926
NEW VFD STATION	\$	65,200
FOREFRONT POWER	\$	-
PISTACHIO FENCING (FORWARD FROM 25.26)	\$	20,937
GRASSLAND BASIN AUTHORITY	\$	7,577,083
WATER REVENUE USED 2026-2027	\$	400,000
WATER REVENUE OVERAGE	\$	2,174,666
RESERVE BALANCE AFTER EXPENDITURES	\$	16,050,873

Panoche Water District

May 22, 2026

Review Period: 3/6/2026 – 4/6/2026

Statement and documentation made available: 4/28/2026

I have reviewed the credit card documentation for the Westamerica Bank VISA account ending in 8512.

Included in the packet were credit card statement detail and supporting documentation. Activity for this time period include charges from the following cardholders:

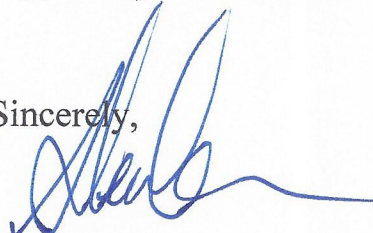
Mr. Patrick McGowan – General Manager

Mr. Juan Cadena – Water Resources Manager

Mr. Chris Carlucci – Operations & Maintenance Manager

All charges reviewed appear to be valid district related expenses complete with supporting documents.

Sincerely,



Steve Fausone

Secretary

Panoche Water District

May 22, 2026

Review Period: 4/7/2026 – 5/6/2026

Statement and documentation made available: 5/22/2026

I have reviewed the credit card documentation for the Westamerica Bank VISA account ending in 8512.

Included in the packet were credit card statement detail and supporting documentation. Activity for this time period include charges from the following cardholders:

Mr. Patrick McGowan – General Manager

Mr. Juan Cadena – Water Resources Manager

Mr. Chris Carlucci – Operations & Maintenance Manager

All charges reviewed appear to be valid district related expenses complete with supporting documents.

Sincerely,



Steve Fausone

Secretary

PANOCHÉ WATER DISTRICT
AGED ACCOUNTS RECEIVABLE, BY DUE DATE
 As of 5/31/2026

Delinquency Notification Steps

Name	L Day + 1 Month 31-60 Days		L Day + 2 Months 61-90 Days		L Day + 75 Days		L Day + 3 Months Over 90 Days		Total A/R
B & C Farms c/o Raquel Barron	36.46	✓	36.46	✓	36.46	✓	2,564.93	✓	2,674.31
Carbajal, Sylvia	7.39	✓	7.39	✓	7.39	✓	649.16	✓	671.33
Correia, Beau and Katherine	1,577.00	✓							1,577.00
KB Family Farm	883.30	✓							883.30
Water Reclamation Equipment	1,055.50	✓							1,055.50
Total:	3,559.65		43.85		43.85		3,214.09		\$ 6,861.44
	Re-Issue Invoice		Re-Issue Invoice		Re-Issue Invoice		Re-Issue Invoice		
	Send Copy of Policy		Send Copy of Policy		Send Copy of Policy		Send Copy of Policy		
			Notify Owner & Wtr User		Notify Owner & Wtr User		Notify Owner & Wtr User		
			Deny New Wtr Orders		Deny New Wtr Orders		Deny New Wtr Orders		
			GM to call		GM to call		GM to call		
					15 Day Notice to Service		15 Day Notice to Service		
					Assign 1.5% Interest		Assign 1.5% Interest		
							Discontinue Wtr Service		
							May Discontinue Drainage		
							May Lien Property		

NOTES:

B&C Farms / Mailed letter / Invoice/ Statement - Along with a copy of the delinquency policy to Daughter 7/7/2025 / Realtor contacted me 8/4/25 / Still Continuing to send statements & billings. 10/31 Sent Certified Letter - Have not heard back / Mailed Statement 1/5/26 & 2/4/26 & 3/4/26 & 4/6/26 & 5/6/26 & 6/2/26
 Carbajal / Mailed out Letter along with a copy of the delinquency policy 7/7/ & 8/5 & 9/2 & 9/30 & 10/31 / Still Continuing to send statements & billings
 Sent Certified Letter - Have not heard back. / Mailed Statement 1/5/26 & 2/4/26 & 3/4/26 & 4/6/26 & 5/6/26 & 6/2/2026
 Correia/KB Family / E-mailed Statement 4/6/26 & 5/6/2026 / Sent e-mail along with delinquency policy 6/2/26
 Water Reclamation Equipment - Called Ricardo 6/2/26 and he said he would get it out in the next day or two

PANOCHÉ WATER DISTRICT WATER ACCOUNTING

Month: May, 2026

6/5/2026

Water Supply																		
District Water March, 2026 - Feb, 2027	Annual AF	2026 March	2026 Apr	2026 May	2026 June	2026 July	2026 Aug	2026 Sept	2026 Oct	2026 Nov	2026 Dec	2027 Jan	2027 Feb	YTD Usage	Transfers Out	Not Pumped	Stored	Remaining Balance
Grower Transfer Ins	2,000			250										250				1,750
Transfer 1	2,750	242	307	572										1,121				1,629
Transfer 2	4,215			300										300				3,915
Transfer 4	750			250										250				500
Transfer 5	271			8										8				263
Transfer 8	500			79										79				421
Grower Well Water	552		35	517										552				0
Gains or Losses	3,000	(291)	98	1,353										1,160				1,840
District Water Total	14,038	(49)	440	3,329	0	0	0	0	0	0	0	0	0	3,720				10,318
Bureau Water																		
Bureau Water March, 2026 - Feb, 2027	Annual AF	2026 March	2026 Apr	2026 May	2026 June	2026 July	2026 Aug	2026 Sept	2026 Oct	2026 Nov	2026 Dec	2027 Jan	2027 Feb	YTD Usage	Transfers Out	Loss	Transfer In	Remaining Balance
Rescheduled Water	9,320	3,578	3,663	2,001										9,242		(78)		0
2026-20267 25% USBR	23,598			10										10	0			23,588
USBR Drought Program	2,350													0		(88)		2,262
Transfer 1	250													0				250
Transfer 2	785			785										785				0
Transfer 3	5,000			1,225										1,225		(137)		3,638
Transfer 4	750													0				750
Transfer 6	3,907													0				3,907
Transfer 7	567													0				567
Grower Transfers In	2,000			525										525				1,475
Bureau Water Total	48,527	3,578	3,663	4,546	0	0	0	0	0	0	0	0	0	11,787	0	(303)	0	36,437
Total Water Supply	62,565	3,529	4,103	7,875	0	0	0	0	0	0	0	0	0	15,507	0	(303)	0	46,755
Usage																		
Growers		3,529	4,103	7,875										15,507				
Grower Transfers Out														0				
District Transfers/Sales														0				
USBR Drought Program														0				
Total Usage/Transfers		3,529	4,103	7,875	0	0	0	0	0	0	0	0	0	15,507				
Diff/Losses: % of Supply	%	-8%	2%	17%										7%				
Budget to Actual - AF	52,000	3,529	4,070	7,875										15,474				36,526

* Water Supply Numbers are estimates of known Transfers at this time - Deliveries are Actual * / * USBR Allocation 20% .

Panoche Water District

DELIVERIES, RECYCLED, POWER CHARGES REPORT

DISTRICT DELIVERIES						RETURN FLOWS					RUSSELL RECIRCULATION Energy Charges					PG&E CHARGES				
2022	2023	2024	2025	2026		2022	2023	2024	2025	2026	2022	2023	2024	2025	2026	2022	2023	2024	2025	2026
MAR	982	978	1,992	2,101	3,529	130	3	(164)	37	(291)	\$ 63	\$ 49	\$ 104	\$ 45	\$ 146	\$ 38,061	\$ 20,336	\$ 30,342	\$ 29,501	\$ 24,530
APR	2,303	2,980	3,690	5,012	4,103	556	85	90	145	98	\$ 128	\$ 920	\$ 236	\$ 17,091	\$ 23,155	\$ 95,409	\$ 60,283	\$ 100,923	\$ 81,246	\$ 96,572
MAY	3,839	6,411	7,313	8,294	7,875	728	538	747	8	1,353	\$ 1,413	\$ 1,266	\$ 24,408	\$ 35,782	\$ 28,310	\$ 103,548	\$ 76,265	\$ 131,564	\$ 129,334	\$ 113,552
JUN	5,434	9,792	10,019	11,370		782	566	1,028	833		\$ 27,615	\$ 11,491	\$ 54,027	\$ 59,609		\$ 148,032	\$ 115,412	\$ 182,855	\$ 178,339	
JUL	5,612	11,545	12,186	11,576		83	650	1,787	2,122		\$ 46,544	\$ 12,039	\$ 74,553	\$ 68,501		\$ 209,145	\$ 213,325	\$ 332,340	\$ 271,389	
AUG	4,165	8,888	7,724	7,545		(253)	862	609	367		\$ 36,685	\$ 28,407	\$ 65,701	\$ 53,744		\$ 179,674	\$ 203,428	\$ 258,161	\$ 248,974	
SEP	2,790	4,724	4,062	4,631		(240)	37	274	228		\$ 22,748	\$ 39,151	\$ 49,877	\$ 50,021		\$ 143,734	\$ 163,960	\$ 196,922	\$ 219,763	
OCT	1,693	2,790	3,614	2,208		(171)	223	(64)	16		\$ 8,034	\$ 2,365	\$ 3,657	\$ 35,291		\$ 82,107	\$ 119,971	\$ 147,887	\$ 150,265	
NOV	266	1,134	748	384		(161)	(107)	(171)	(105)		\$ 7,014	\$ 202	\$ 105			\$ 202,938	\$ 86,638	\$ 112,013		
DEC	89	1,223	240	374		(15)	(58)	(18)	(48)		\$ 113	\$ 211	\$ 105			\$ 33,649	\$ 64,191	\$ 39,249		
JAN	15	1,860	2,466	1,533		(83)	98	(49)	(8)		\$ 93	\$ 222	\$ 110	\$ 227		\$ 25,041	\$ 70,825	\$ 18,785	\$ 14,505	
FEB	743	1,827	3,750	2,633		137	16	292	(143)		\$ 101	\$ 311	\$ 3,120	\$ 222		\$ 31,647	\$ 54,764	\$ 56,196	\$ 26,099	
Total	27,931	54,152	57,804	57,661	15,507	1,493	2,913	4,361	3,452	1,160	\$ 150,552	\$ 96,633	\$ 276,004	\$ 320,533	\$ 51,610	\$ 1,292,985	\$ 1,249,397	\$ 1,607,237	\$ 1,349,416	\$ 234,653
YEAR TO DATE	7,124	10,369	12,995	15,407	15,507	1,414	626	673	190	1,160	\$ 1,605	\$ 2,235	\$ 24,748	\$ 52,919	\$ 51,610	\$ 237,018	\$ 156,883	\$ 262,829	\$ 240,082	\$ 234,653

Water Year	2022-23	2023-24	2024-25	2025-26	2026-27	5 Yr. Average
USBR Allocation	0.00%	100.00%	50.00%	55.00%	20.00%	45%
Total Alloc. Acreage	38,202	38,317	38,317	38,317	38,317	38,294
A/F / acre	0.73	1.41	1.51	1.50	0.40	1.11
Effective Precip.	0.31	0.41	0.19	0.29	0.07	0.25
Total Applied a/f	1.04	1.82	1.70	1.79	0.48	1.36

STILL WAITING ON MAY RAINFALL DATA

Total Precip. Inches 7.34 9.73 4.56 6.92 1.73 (From Mar 1 to Apr 22)

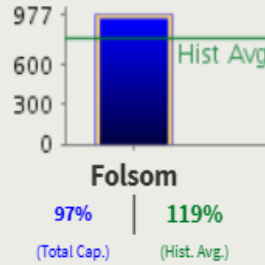
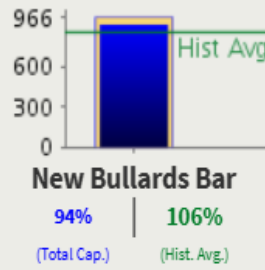
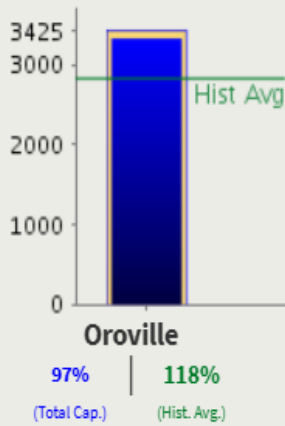
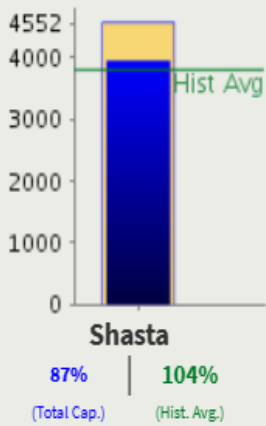
Total rainfall /2/12

Total Rainfall from Oct. 2025 to today is 7.78 inches.

CURRENT CONDITIONS: MAJOR WATER SUPPLY RESERVOIRS:31-MAY-2026

Data as of Midnight: 31-May-2026

Change Date: 31-May-2026

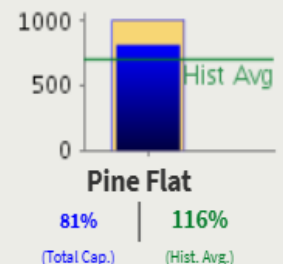
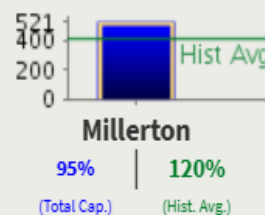
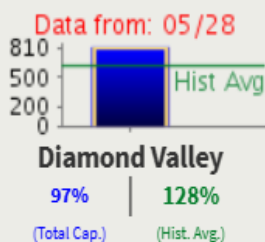
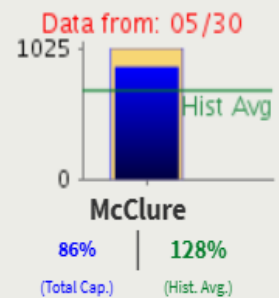
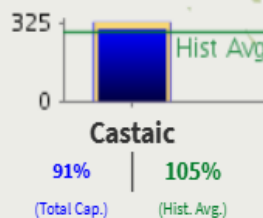
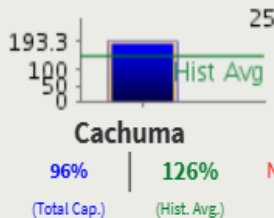
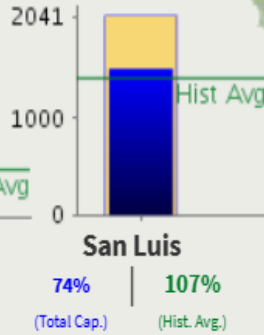
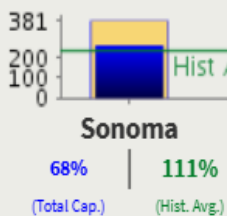
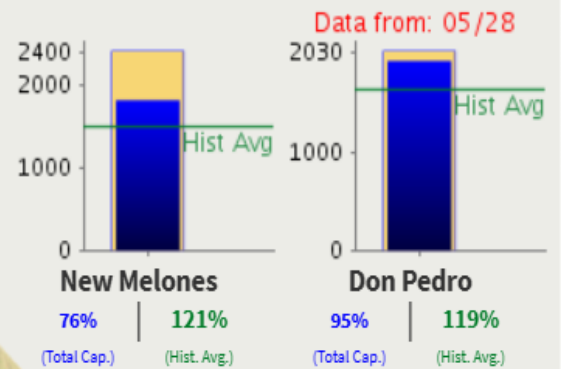
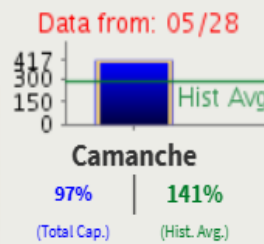
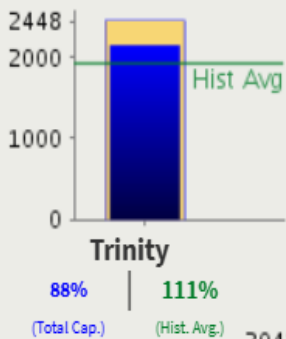


LEGEND

- Blue Bar:** Storage level for date
- Gold Bar:** Total reservoir capacity
- Green Line:** Historic level for date.

Capacity (TAF) | Historical Avg Mark

% of Capacity | % Hist. Avg.
(Click res. 3 char. code for details)



[Click to download printable version of current data.](#)

Report Generated: 01-Jun-2026 11:51 AM

The CSI link has been disabled to zoom in, for the lack of historical data.

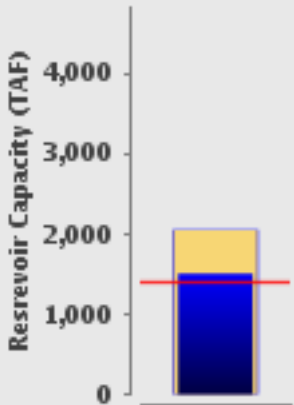


CURRENT RESERVOIR CONDITIONS



San Luis Reservoir Conditions

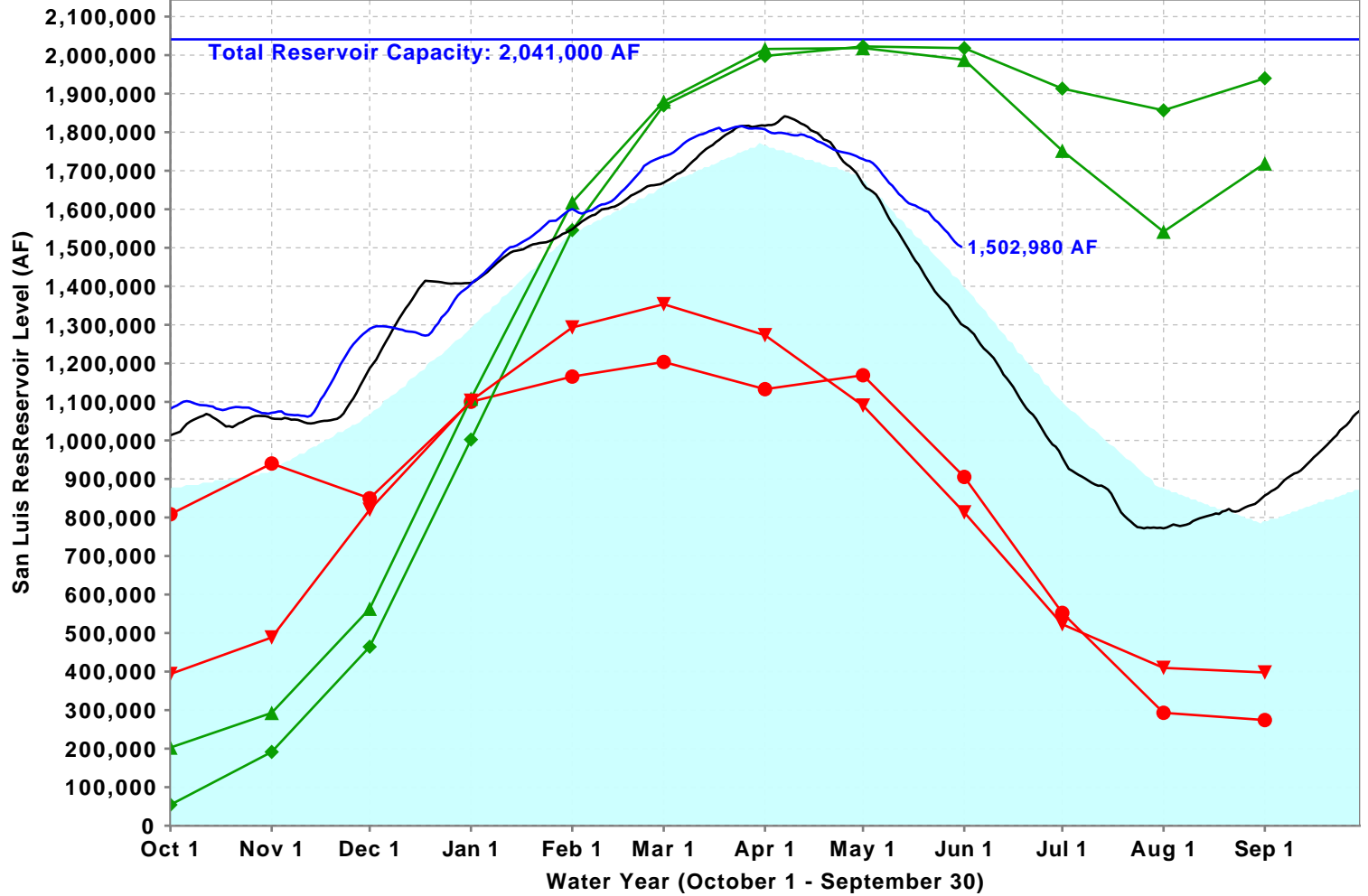
(as of Midnight - May 31, 2026)



Current Level: 1,502,980 AF

74% (Total Capacity) | 107% (Historical Avg.)

San Luis Res Levels: Various Past Water Years and Current Water Year, Ending At Midnight May 31, 2026



PANOCHÉ WATER DISTRICT WY 2026-2027 SUPPLEMENTAL WATER POOL - ALLOCATION AND COSTS

\$ 20.00

Grower Name	Acreage	Supp'l Water	Supp'l Water	Check Received	Deposit Status		SSMA Water	Final Water Cost True Up	
		26,151 Pro Rata Share	Grower AF Requested		AF Total	Total Deposit		Check Received	Total Payment
A-Bar Ag Enterprises	1,758.47	1,259				\$ -			
Almendra Properties III, LP	134.88	97				-			
Gopher Ridge I, LP	601.84	431	1,130	11060	1,130	\$ 22,600		11147	\$ 542,400.00
Gopher Ridge II, LP	633.60	454				\$ -			
Gopher Ridge Entities Total	1,370.32	981	1,130		1,130	\$ 22,600			\$ 542,400.00
Hugh Bennett Ranch, Inc.	947.74	679	568	46368	568	\$ 11,360		046476	\$ 272,640.00
JFB Ranch, Inc.	2,020.43	1,447	1,135	46368	1,135	\$ 22,700	58	046476	\$ 544,800.00
Bennett Entities Total	2,968.17	2,125	1,703		1,703	\$ 34,060	58		\$ 817,440.00
Bethel, Kenneth 2015 Trust	477.28	342				-			
Correia, Beau & Katherine	40.00	29				-			
KB Family Farm	420.00	301							
Correia 2015 Living Trust	170.13	122				-			
Correia Entities Total	630.13	451				-			
LAT Farming Trust	1,047.12	750	3,100	38984	3,100	\$ 62,000		39236	\$ 1,488,000.00
WMD Farming, Et Al #1	195.92	140	350	21581	350	\$ 7,000		21784	\$ 168,000.00
Del Don Entities Total	1,243.04	890	3,450		3,450	\$ 69,000			\$ 1,656,000.00
Diedrich, William Living Trust	19.14	14	38	16472	38	\$ 760		16559	\$ 18,240.00
Echeveste, Cecilia Survivors Trust	304.85	218				\$ -			
Epic Farms (Creeside)	638.81	457	600	39622	600	\$ 12,000		39972	\$ 288,000.00
Gargiulo, Inc.	637.14	456	500	349982	500	\$ 10,000		350527	\$ 240,000.00
Gil Management, Inc.	579.13	415	280	6558	280	\$ 5,600		6558	\$ 134,400.00
Hammonds Ranch, Inc.	1,685.05	1,207	625	68054	625	\$ 12,500.00		068144	\$ 300,000.00
Homeland Ranch	923.19	661	200	68054	200	\$ 4,000.00		068144	\$ 96,000.00
Mar-Hi Farms	1,042.80	747	250	68054	250	\$ 5,000.00		068144	\$ 120,000.00
San Joaquin West Ranch	1,075.39	770	1,075	68054	1,075	\$ 21,500.00		068144	\$ 516,000.00
Hammonds Entities Total	4,726.43	3,384	2,150		2,150	\$ 43,000.00			\$ 1,032,000.00
John S. Diedrich Farms	290.23	208	225	1726	225	\$ 4,500		1766	\$ 45,000.00
Linneman Ranch, Inc.	1,341.09	960	298	4059	298	\$ 5,080	210	4069	\$ 143,040.00
Tierra Loma Ranch, Inc.	286.16	205		18990		\$ 5,080			
Linneman Entities Total	1,627.25	1,165	298		298	\$ 10,160	210		\$ 143,040.00
Little Green Nut, LLC	316.48	227	300	39622	300	\$ 6,000		39972	\$ 144,000.00
Marv Coit Farms, LP	1,896.42	1,358	900	5698	900	\$ 18,000			
Nees Avenue Farms	1,245.78	892				\$ -			
Nellore Farms, LLC	404.92	290	400	1198	400	\$ 8,000		1204	\$ 192,000.00
Grandland Pistachio, LP	615.05	440	1,048	2134	1,048	\$ 20,960		Wire	\$ 503,040.00
Kariz, LP	312.40	224	545	2453	545	\$ 10,900		Wire	\$ 261,600.00
Pardis, LP	466.61	334	760	91378	760	\$ 15,200		Wire	\$ 364,800.00
Yazd, LP	598.70	429	1,020	8659	1,020	\$ 20,400		Wire	\$ 489,600.00
NIA Investments Entities Total	1,992.76	1,427	3,373		3,373	\$ 67,460			\$ 1,619,040.00

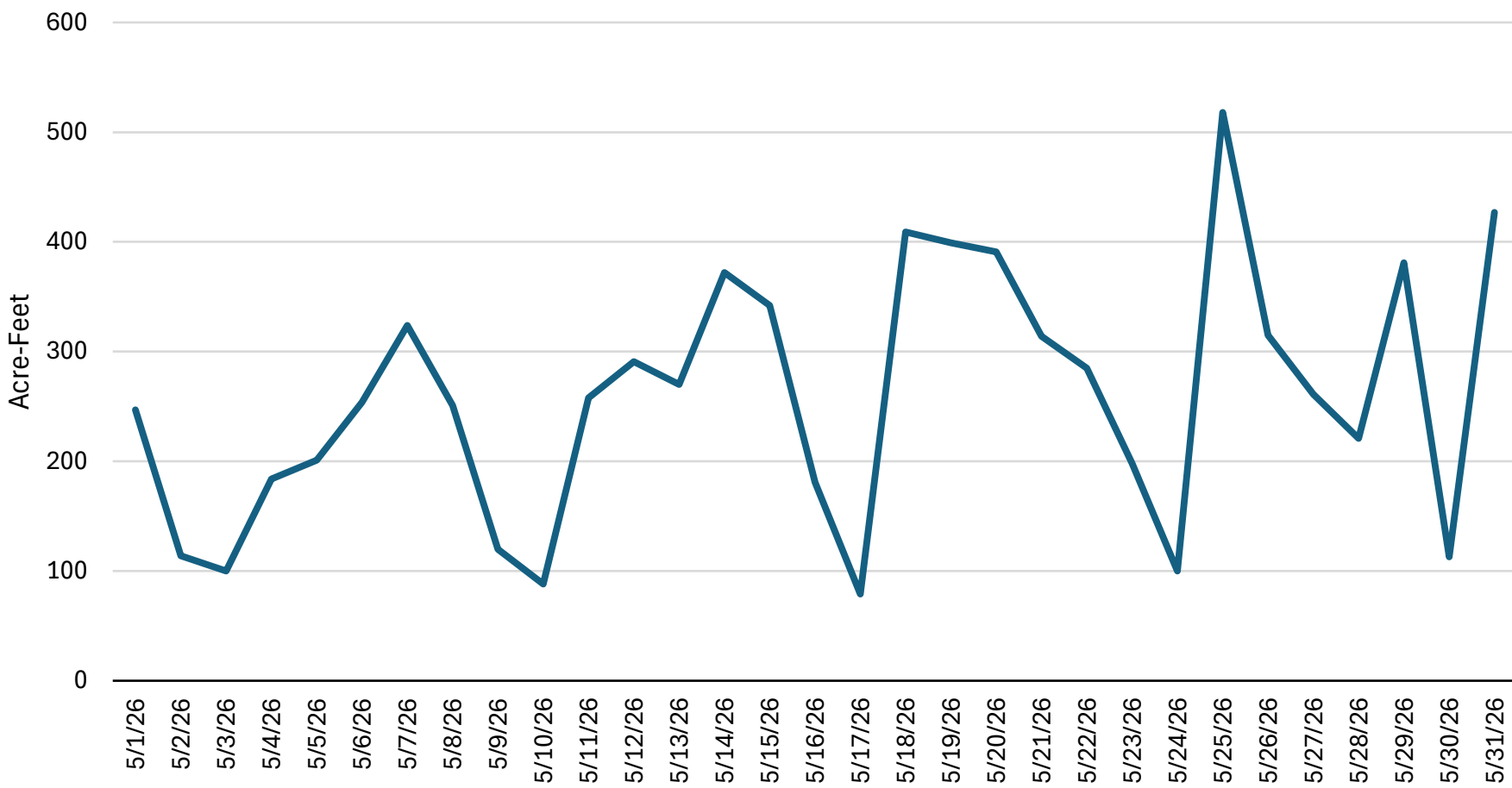
Grower Name	Acreage	Supp'l Water	Supp'l Water	Check Received	Deposit Status		Final Water Cost True Up		
		26,151 Pro Rata Share	Grower AF Requested		AF Total	Total Deposit	SSMA Water	Check Received	Total Payment
Nyman, Brad & Kristi	612.07	438				\$ -	312		
Nyman, Rebecca	783.75	561				-			
Nyman Entities Total	1,395.82	999				\$ -	312		
Olam West Coast, Inc.	292.11	209				-			
Peri & Sons Farms of CA, LLC	73.18	52				\$ -			
Redfern Ranches, Inc.	2,075.41	1,486				-			
Thiel Air Care, Inc.	11.26	8				-			
AJS Farms, Inc.	157.00	112				-			
Donald J. Smith Farms, Inc.	274.39	196				-			
J.W. Palmer Farms, Inc.	636.89	456				\$ -			
S.H. Smith Farms	714.36	512				-			
SHS Family Limited Partnership	706.64	506				\$ -			
SSR Farms	590.74	423				\$ -			
Stuart J. Smith Farms	1,188.23	851				\$ -			
Turlock Fruit Company	305.21	219	500	021590	500	\$ 10,000.00			
Turlock Fruit Entities Total	4,573.46	3,275	500		500	\$ 10,000.00			
USC Farms, LLC	1,761.35	1,261				-			
Dehbalala Orchards, LP	470.96	337	690	Wire	690	\$ 13,800		Wire	\$ 331,200.00
Fadak Orchards, LP	149.72	107	225	Wire	225	\$ 4,500		Wire	\$ 108,000.00
Sisters Ranch, LP	302.49	217	435	Wire	435	\$ 8,700		Wire	\$ 208,800.00
West Hills Entities Total	923.17	661	1,350		1,350	\$ 27,000			\$ 648,000.00
Green Nut, LLC	318.58	228	500	2648	500	\$ 10,000		2651	\$ 240,000.00
Hanza Farms	609.78	437	200	1647	200	\$ 4,000		1650	\$ 96,000.00
Zagros Farms, LLC	298.70	214	400	2010	400	\$ 8,000		2014	\$ 192,000.00
Western Farm Entities Total	1,227.06	879	1,100		1,100	\$ 22,000			\$ 528,000.00
Westside Transplant	19.88	14				-			
Wood Farming, Doug	1,042.95	747	500	10786	500	\$ 10,000		10819	\$ 240,000.00
Grand Totals	36,522.40	26,151	19,377		18,797	\$ 380,140	580		\$ 8,287,560
Gains	3,000		800						
Brackish Recovery	2,000								
CCID/FCWD	3,000								
SLCC/Eastside	5,000								
West Stanislaus	5,000								
FCWD/SJRECWA	1,500								
SLDMWA/SJRECWA	3,913								
YUBA Water	1,682								
Rescheduled Water 25	1,056								
	26,151								

Budgeted Supp'l AF Total	26,151
Yuba Wtr Change in Total (1682-567)	(1,115)
SJRECWA Increase (3913 to 3907)	(6)
Add'l FCWD Wtr Purchase	271
Brackish Water (2000 to 500)	(1,500)
New Total	23,801

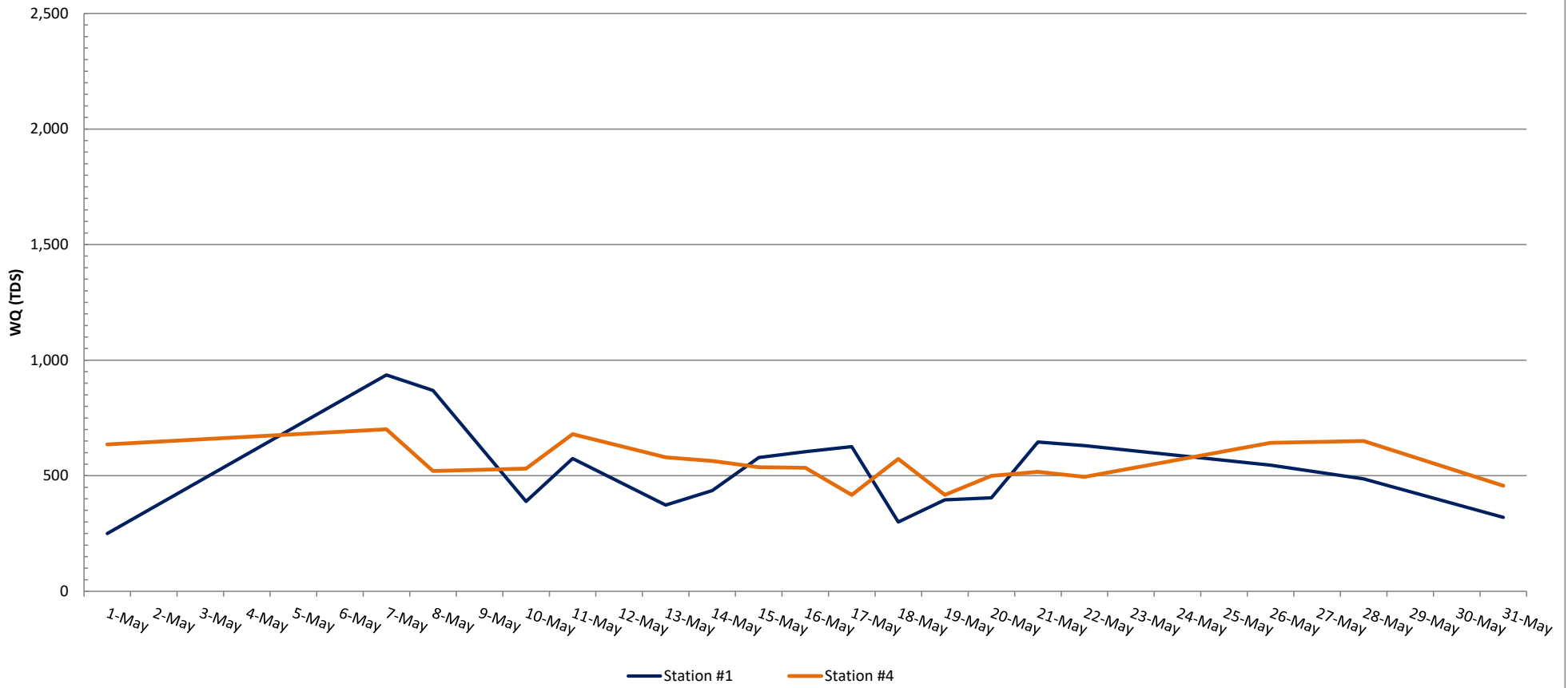
Still Waiting on Remittance			
Supp'l AF Sold	19,377	\$500/AF	\$ 9,688,500.00
			\$ (8,667,700)
			\$ 1,020,800.00

0.716026329

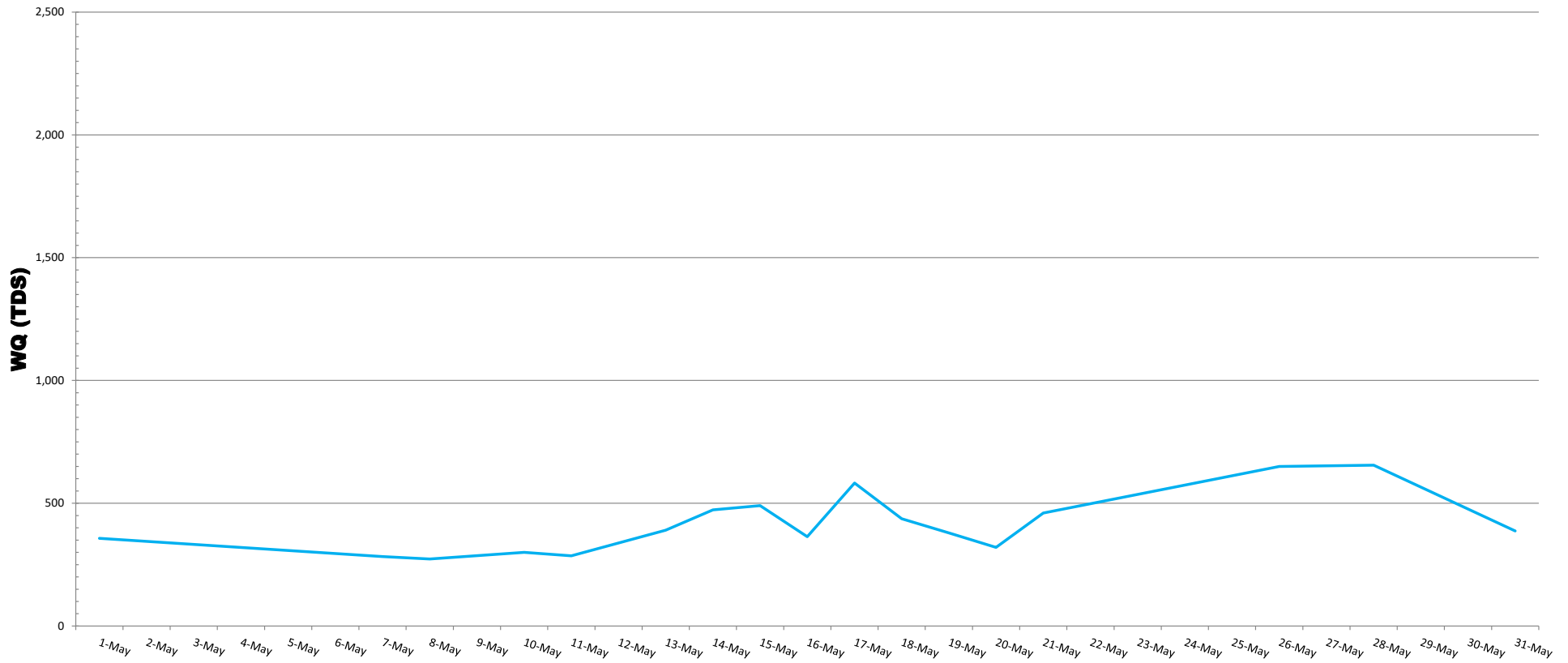
Panoche Water District Water Deliveries MAY 2026



Panoche Water District
Main Canal Water Quality
MAY 2026



Panoche Water District
T-2 Water Quality
MAY 2026



PANOACHE WATER DISTRICT

52027 WEST ALTHEA AVE, FIREBAUGH, CA 93622
TELEPHONE (209) 364-6136 • FAX (209) 364-6122



BOARD MEETING MEMORANDUM

TO: BOARD OF DIRECTORS

FROM: CHRIS CARLUCCI, OPERATIONS & MAINTENANCE MANAGER

SUBJECT: DIVISION REPORT – OPERATIONS & MAINTENANCE

DATE: JUNE 9TH, 2026

CC: PATRICK MCGOWAN, GENERAL MANAGER

For the month of May, the following operations and maintenance activities occurred as follows:

- General Maintenance.
- Staff installed new trash rack screens for turnout # 204A (Lateral 2)
- Staff made repairs to weir structure for turnout # 52 (50 gate)
- Staff installed 2 extension boxes for turnout # 48. (Lateral 1)
- Contour Canal Project- Trash racks were delivered and installed. Just waiting for wintertime to install gates, once we can dewater the canal.
- Weed Control- Staff sprayed Lateral 1, Lateral 5 and 11-E ditch. Staff also did canal treatments on the PWD main canal, Lateral 2 and Lateral 3.
- Water Treatment Plant- No Activity
- Pacheco WD- Staff sprayed Lateral 3 and Lateral 6 canals. Staff also did canal treatment on the Main lift station and Lateral 6.
- GBA- No Activity
- Preventive Pump Maintenance Plan. (work in progress)



PANOCHÉ WATER DISTRICT

52027 WEST ALTHEA AVE, FIREBAUGH, CA 93622 (209) 364-6136

MEMORANDUM

TO: BOARD OF DIRECTORS

FROM: DIANA MOSES, RISK MANAGEMENT ASSISTANT

SUBJECT: DIVISION REPORT – HUMAN RESOURCES

DATE: JUNE 9, 2026

CC: PATRICK MCGOWAN, GENERAL MANAGER

For May 2026, the following risk management and human resource activities occurred:

Workers' Compensation Update:

Currently, there are 2 active open workers' compensation claims:

- The employee's claim has been resolved with 0% permanent disability; however, the employee does have future medical. According to the labor code, the claim will remain open for 2 years from the last treatment, which was on 1/20/25, and can be closed as of 1/20/27.
- One claim was filed for May.

Employee Anniversaries:

- Mike Gonzalez: 12 years. Mike was hired on May 1, 2014.
- Ralph Marquez: 42 years. Mr. Ralph was hired on May 9, 1984.
- Chris Carlucci: 13 years. Chris was hired on May 13, 2013
- Anthony Zavala, Sr: 19 years. Anthony was hired on May 23, 2007

PWD
May 12, 2026
BOARD MEETING ACTION ITEMS

1. Continued discussions with ForeFront Power. PATRICK
ON GOING
2. Well Pump-In Policy back in June with proposed changes from May's meeting. SANDRA
COMPLETE
3. Remove the identified \$400,000 reserve expense from O&M budget. MARLENE
COMPLETE
4. Work with GBA to maximize brackish well water program. PATRICK & JUAN
ON GOING
5. Contact growers to assess ability to stagger workforce on weekends to help with water quality.
JUAN
IN PROGRESS
6. AgMonitor proposal for services June meeting. PATRICK
IN PROGRESS
7. SAM account renewal. JOSH
COMPLETE
8. IRTC support letter. PATRICK
COMPLETE
9. Present grower true-up spreadsheet in June meeting. SANDRA
COMPLETE
10. Well Pump-In license agreement in June. JUAN & PHIL
COMPLETE
11. Submit Invoice to USBR for reimbursement of cost share for Contour Canal. JOSH
IN PROGRESS
12. Develop Water Use Policy. PATRICK & PHIL
IN PROGRESS
13. M&I water application. PATRICK & PHIL
IN PROGRESS
14. Approved plans to Fresno County for mitigation work for House 6 and O&M Shop. CHRIS & JUAN
ON GOING
15. Request estimates for mitigation work for House 6 and O&M Shop. CHRIS & JUAN
ON GOING
16. WIIN Act overcollection reimbursement. PATRICK/SANDRA
ON GOING
17. Discuss fees associated with groundwater extractions and authority to enforce pumping reductions with the CDMGSA. PHIL & PATRICK
ON GOING
18. Request grower monthly demand estimates & acreage in production. JUAN & SANDRA
IN PROGRESS



Delta-Mendota Subbasin - Spring 2026 Newsletter

Delta-Mendota Subbasin exits State Water Board Intervention, Returns to DWR Oversight

The State Water Resources Control Board (Water Board) unanimously adopted a resolution on April 7, 2026, to return the Delta-Mendota Subbasin to the jurisdiction of the California Department of Water Resources (DWR). By avoiding a “probationary” designation, the subbasin’s growers will not be required to pay the state a \$300 fee to register their wells and then pay \$20 per acre foot pumped.

The Water Board’s decision follows the release of a March 2026 Water Board Staff Assessment which concluded that the subbasin’s Groundwater Sustainability Agencies (GSAs) had made significant progress in addressing previously identified deficiencies through its revised, 2024 single Groundwater Sustainability Plan (GSP).

The Water Board became involved in oversight for the Delta-Mendota Subbasin in March 2023, after DWR determined that the subbasin’s multiple GSPs did not meet the Sustainable Groundwater Management Act’s (SGMA’s) regulatory requirements. DWR referred the subbasin to the Water Board for further review under SGMA’s intervention provisions and a potential probationary status.

Key Progress and Improvements

The State Water Board staff's recommendation was based on several critical updates made to the subbasin's revised GSP:

- **Unified Management:** The GSAs adopted a single, subbasin-wide plan instead of multiple individual plans.
- **Drinking Water Protection:** A new mitigation program was established to protect domestic drinking water wells from the impacts of declining groundwater levels or water quality degradation.
- **Pumping Reductions:** The plan now includes pumping limits and specific pumping reduction plans for each GSA group to combat chronic groundwater lowering and land subsidence.
- **Water Quality Monitoring:** The agencies expanded the frequency and scope of well sampling to better track and address groundwater quality concerns. GSAs will continue to evaluate the GSP as they work toward achieving sustainability.

The GSP will be periodically reviewed by DWR and the Water Board Staff Assessment also includes recommendations for future GSP revisions.

Subbasin GSAs Partner to Tackle Groundwater Management via New Joint Powers Authority

The 23 Delta-Mendota Subbasin GSAs have formed a Joint Powers Authority (JPA) to collaboratively manage groundwater through a single GSP.

A JPA is a legal entity formed by two or more public agencies to jointly exercise common powers. JPAs allow agencies to cooperate, pool resources for insurance, issue bonds, and/or manage regional projects including the implementation of a GSP.

Since the formation of GSAs in the Subbasin, the San Luis & Delta-Mendota Water Authority (SLDMWA) has provided fiscal, contracting and administrative services for the subbasin. The assistance of SLDMWA was invaluable and greatly appreciated by the GSAs. Recently, SLDMWA’s Board consolidated its mission to focus on core objectives and transitioned away from providing these services. In response, the Subbasin GSAs evaluated several options to ensure continuity of necessary services and decided to form a JPA.

The new Delta-Mendota Subbasin GSAs Joint Powers Authority, governed by a 7-member board representing all the subbasin GSAs, ensures local control and protects member rights while managing sustainability efforts. The goal of the JPA is to deliver collaborative, efficiency-driven sustainable management of the Subbasin’s groundwater. (Note: Going forward there will be 21 GSAs as Oro Loma and Widren Water Districts have joined the Central Delta-Mendota GSA JPA.)

Members of the public are invited to attend the JPA Board of Directors meetings online or in person at the Grassland Water District Water District Board Room, 200 W. Willmott Avenue, Los Banos. An opportunity for the public to make comments is included in every agenda. Meetings are held at 1:00 p.m. on the 2nd Monday of the month, except in September and November of 2026 when meetings will be on the 3rd Monday.

Subscribe to the mailing list here:

<https://deltamendota.org/get-involved>

New Policy Safeguards Domestic Wells in the Delta-Mendota Subbasin

A new Domestic Well Mitigation program is being implemented to protect shallow well users from declining groundwater levels caused by subbasin groundwater management. The subbasin GSAs created the program using state and community organization guidelines. While fewer than three wells per year are likely to be affected, the Mitigation Policy will address eligible wells.

Who Can Apply

The program focuses on domestic well owners and small water systems using groundwater for household needs. To qualify:

- The well must have been in use when the revised Groundwater Sustainability Plan was adopted. (2024)
- The well owner must register their well (if a local GSA has a registration program).
- Wells installed after plan adoption at shallower depths than GSA-approved thresholds are not eligible.

How the Program Works

If a domestic well stops producing water, the well-owner can request emergency assistance (such as bottled water or tank delivery). Once a complete application has been submitted, the GSA will make reasonable efforts to provide short-term emergency water. The GSA where the well is located will conduct a field investigation to find out what caused the well failure and identify the most appropriate solution. Solutions might include lowering a pump, deepening or replacing a well, or connecting to a nearby water system. If the failure isn't related to groundwater levels, for example a mechanical failure, the GSA will help connect the owner with other available resources.

Program Funding

A \$300,000 pool has been set aside to allow a quick response to a domestic well failure. Each GSA will also fund its own investigations and emergency water supplies as needed.

Domestic Well Policy Briefing

June 5, 2026, Noon

GSA representatives, NGOs and other Community members are invited to find out more about the new Domestic Well Policy at a lunchtime briefing on June 5. During this session we will review the application process and more details about program implementation.

Registration is open now [HERE:](#)

https://stantec.zoom.us/meeting/register/Jr_Ua9S0Tzm53NO_spemrA

Central Valley Program Aims to Protect Households from Contaminated Well Water

GSAs in the Delta-Mendota and other Central Valley subbasins have partnered with Valley Water Collaborative (VWC) to offer free, confidential nitrate testing for private wells and provide free, safe drinking water to residents with contaminated wells. This program, funded by the State Water Board's SAFER program, addresses high nitrate levels and includes testing for other contaminants like arsenic.

VWC works with various GSAs to fulfill requirements under the Nitrate Control Program and GSP implementations. The partnership allows the organizations to work collaboratively to avoid duplication of efforts in their respective administration of their programs.

VWC will provide Delta-Mendota subbasin residents with information regarding the Delta-Mendota Subbasin Domestic Well Mitigation Policy. In the event VWC, encounters a dry well that may be eligible for mitigation under the Domestic Well Mitigation Policy, VWC will notify the Delta-Mendota contact person and provide the resident with referral information on the resident's options for seeking mitigation under the Delta-Mendota Subbasin Domestic Well Mitigation Policy.

To learn more about groundwater testing for nitrates and temporary free drinking water for those impacted by nitrates, visit: <https://valleywaterc.org>.

How to find your GSA

Not sure what GSA you are in? You can check on the DWR website, on-line GSA Map Viewer. Just enter your home or business address [HERE:](#)

<https://sgma.water.ca.gov/webgis/index.jsp?appid=gasmaster&rz.>

Delta-Mendota Subbasin GSAs

Aliso Water District
Central Delta-Mendota
City of Dos Palos
City of Firebaugh
City of Gustine
City of Los Banos
City of Mendota
City of Newman

City of Patterson
County of Madera—3
DM-II
Farmers Water District
Fresno County| Management Area 'A'
Fresno County| Management Area 'B'
Grassland Water District
Merced County| Delta-Mendota

Northwestern Delta-Mendota
Patterson Irrigation District
Turner Island Water District-2
San Joaquin River Exchange
Contractors Water Authority
West Stanislaus Irrigation District