PANOCHE WATER DISTRICT

REGULAR BOARD OF DIRECTORS MEETING
November 10, 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 themself 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. **BOARD TO RECEIVE PROPOSAL OUTLINING INVESTMESTMENT STRATEGIES FROM DECORUM WEALTH MANAGEMENT** (Macha/Curiel)

6. **BOARD TO REVIEW AND CONSIDER APPROVING OCTOBER 13, 2026, REGULAR MEETING MINUTES** (Reyes)

7. **BOARD TO REVIEW AND CONSIDER ADOPTING SURFACE WATER PRIORITIZATION POLICY** (McGowan)

8. **BOARD TO REVIEW AND CONSIDER AMENDMENTS MADE TO DISTRICTS WATER APPLICATION** (McGowan)

9. **BOARD TO REVIEW AND CONSIDER ADOPTION OF RESOLUTION # 863-26 AUTHORIZING THE GRANTING OF AN EASEMENT TO PG&E FOR UTILITY SERVICES ASSOCIATED WITH THE LINNEMAN SOLAR PROJECTPROJECT AND MAKING CERTAIN FINDINGS OF EXEMPTION UNDER CEQA** (McGowan)

10. **THE BOARD TO REVIEW AND CONSIDER ADOPTING PROPOSED BOARD GOVERNANCE EXPECTATIONS POLICY** (McGowan)

11. **BOARD TO REVIEW AND CONSIDER REVISIONS TO DISTRICT REPRESENTATIVE APPOINTMENTS FOR OUTSIDE BOARDS AND COMMITTEES** (McGowan)

12. **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

13. **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

14. **BOARD TO RECEIVE UPDATES FROM STAFF ON VARIOUS MATTERS AFFECTING THE DISTRICT** (McGowan)

15. **GENERAL MANAGER'S REPORT** (McGowan)
    A. SGMA
    B. Domestic Water Treatment Plant Update
    C. Solar Project Update
    D. Healthy Rivers & Landscapes Program/Voluntary Agreements
    E. Water Supply, Storage, and Conveyance Discussions

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

17. PANOCHE 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 SCTION 54957.1)

18. 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

19. FUTURE MEETING DATES

A. Next Regular meeting date: December 8, 2026.

20. 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/.

PANOCHE WATER DISTRICT
BOARD OF DIRECTORS
REGULAR BOARD MEETING MINUTES
October 13, 2026

A regular meeting of the Board of Directors was held on October 13th, 2026, starting at 9:30 am. Those present at the meeting were:

Directors:	Aaron Barcellos, President	
	Steve Fausone, Secretary	
	Neill Callis, Director	
	Wayne Western, Director	
Staff:	Patrick McGowan, General Manager	
	Marlene Brazil, Accounting Supervisor	
	Juan Cadena, Water Resources Manager	
	Chris Carlucci, Operations & Maintenance Manager	
	Josh Marquez, Contracts Administrator	
	Sandra Reyes, Water Master	
Others:	Ajay Chopra, USC Farms, LLC	
	Jeff Bryant, Firebaugh Canal Water District	
	Mr. Makram (Mark) Hanna, Landowner	
	Maureen Hanna, Landowner	
	Lauren Lane, Legal Counsel for Almendra Properties	(Arrived 10:13 am)
	Palmer McCoy, Grassland Basin Authority	
	Michelle Paul, California Farm Water Coalition	
	Phil Williams, Legal Counsel	
	Edward Macha, Decorum Wealth Management	
	Andres Curiel IV, Decorum Wealth Management	

CALL TO ORDER
President Barcellos called the meeting to order at 9:41 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

CALIFORNIA FARM WATER COALITION NEW EXECUTIVE DIRECTOR, MICHELLE PAUL MEET AND GREET WITH BOARD DIRECTORS
General Manager Patrick McGowan introduced the new Executive Director Michelle Paul to the Board. Ms. Paul explained that she had been hired by the California Farm Water Coalition (CFWC) and assumed

the position formerly held by Mike Wade. Ms. Paul provided an overview of CFWC's strategic plan and discussed the organization's current priorities and outreach efforts.

BOARD TO RECEIVE PROPOSAL OUTLINING INVESTMENT STRATEGIES FROM DECORUM WEALTH MANAGEMENT

General Manager Patrick McGowan reported that staff had completed it's review of the District's cash and investment balances, reserve reports, historical cash levels, current obligations, receivables, and operating cycle to determine an appropriate initial amount available for investment without compromising PWD's ability to meet water costs, payroll, operations, capital obligations, and unexpected expenditures. Decorum Wealth Management also explained that the money has been transferred and placed into a short-term U.S. Treasury investment collecting interest and fully backed by FDIC. A Ladder Report was prepared for Panoche Water District (PWD) showing Candidates Details based on the maturity of the investment.

BOARD TO REVIEW AND CONSIDER SURFACE WATER PRIORITIZATION POLICY AND MISCELLANEOUS FEE SCHEDULE

General Manager Patrick McGowan presented the board with a proposed Surface Water Prioritization Policy for implementation, as well as a fee schedule beginning in the 2027-2028 water year. The policy and schedule are intended to support PWD's groundwater sustainability obligations by requiring agricultural water users to prioritize District surface water before relying on groundwater. The intent is not to prohibit groundwater use, but to prevent groundwater from being used in place of reasonably available District surface water. Compliance would be verified through District delivery records, well registration and metering information, and other records as necessary.

After discussion by the Board, it was decided that this Agenda Item would be discussed further in Closed Session and brought back in November's meeting for further discussion.

BOARD TO REVIEW AND CONSIDER APPROVING SEPTEMBER 8, 2026, REGULAR BOARD MEETING MINUTES

Upon a motion by Director Callis and seconded by Secretary Fausone, the Board approved the September 8, 2026, regular board meeting minutes as presented.

The vote on the motion was as follows:

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

BOARD TO REVIEW AND CONSIDER APPROVING THE DISTRICT'S REVISED AND UPDATED EMERGENCY ACTION AND EVACUATION PLAN

Contracts Administrator Josh Marquez reported that PWD's Emergency Action and Evacuation Plan had originally been adopted in 2023. Mr. Marquez explained that the Emergency Action and Evacuation Plan had been updated to include the two automated external defibrillators (AED).

After discussion by the Board and upon a motion by Director Callis and seconded by Director Western, the Board approved the District's revised and updated Emergency Action and Evacuation Plan as presented.

The vote on the motion was as follows:

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

BOARD TO REVIEW AND CONSIDER APPROVING ALMENDRA'S REQUEST TO TRANSFER WATER TO SAN LUIS WATER DISTRICT

General Manager Patrick McGowan and Water Master Sandra Reyes explained that they had received a request from Almendra Properties office asking to transfer a portion of his 2026-2027 Central Valley Project water from his account in Panoche Water District to his account in San Luis Water District. GM McGowan explained that the transfer poses no detriment to the District.

After discussion by the Board and upon a motion by Director Callis and seconded by Director Western, the Board approved Almendra's request to transfer water to San Luis WD.

The vote on the motion was as follows:

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

BOARD TO REVIEW AND CONSIDER ENTERING INTO A MASTER SERVICES AND MUTUAL NONDISCLOSURE AGREEMENT WITH FOREFRONT POWER

General Manager Patrick McGowan reported that Forefront Power and PWD have agreed that the most efficient process would be for PWD to provide vegetation-management services associated with the solar site facilities. The proposed arrangement would allow District staff to perform mowing, herbicide spraying, and general weed-abatement work so that vegetation is controlled appropriately and on a timely schedule.

After discussion by the Board and upon a motion by Director Western and seconded by Secretary Fausone, the Board approved entering into a master services and mutual nondisclosure agreement with Forefront Power.

The vote on the motion was as follows:

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

BOARD TO REVIEW AND CONSIDER PROPOSED BOARD GOVERNANCE EXPECTATIONS

General Manager Patrick McGowan presented the Board with a draft of Panoche Water District's Governance Expectations and Standards. GM McGowan explained that the document is meant to establish a clear and consistent understanding of the expectations associated with service on the PWD Board of Directors. The Governance Expectations and Standards are also intended to serve as a practical reference for current Directors and as an orientation document for newly elected, or appointed Directors. After discussion by the Board, it was decided that the Governance Expectations and Standards would be brought before the Board in November's meeting for continued review and possible approval.

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 Callis 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, Callis, Fausone, Western
Nays:	None
Absent:	Correia

Abstain : None

DIVISION REPORTS

A. **Water Master Sandra Reyes gave the Water Supply Update as of October 1, 2026:**

San Luis Reservoir Total Storage:	1,468,506 AF
San Luis Reservoir Federal Storage:	487,373 AF
San Luis Reservoir % of Total Capacity	72% (100% = 2,041,000 AF)
San Luis Reservoir Federal % Share	34%

Average 870,015 AF – As of Oct 1 – Overall at 169% of average

Panoche Update as of October 1, 2026:

USBR 2026 Water Balance:	17,638 AF (28%)
USBR Resch. Water Balance	0 AF
September, 2026 Grower Deliveries: `	3,355 AF
Total Deliveries to date (Mar-Sept):	47,269 AF (Includes Transfers Out)

The water figures do not include the Drought Pool of 2,202 AF, or the banked water of 1,500 AF.

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

- The August O&M billings, Interest billings, and M&I Water billings were completed and mailed out.
- September's Water Usage, Interest, and M&I Billings will go out on 10/15/2026.
- Worked with CCID/FCWD to color SJRECWA transfers, colored all other water, and will report September's Water, M&I, and Transfer Usage for PWD for the DMC and SLC to SJRECWA/SLDMWA/USBR/DWR.
- Finalized the Water Payment Summaries for the DMC & SLC to the USBR & SLDMWA for September and coded them for AP to process for payment.
- Finalized the PDD and PWD Board Meeting Minutes for last month's meetings. (MSWD's too)
- Reconciled all the bank statements and Fresno County Fund for the month of September and posted any interest in the GL for all Districts / Scanned them all onto the server.
- Processed the Board Meeting AR Reports for PDD & PWD.
- Reached out to growers regarding their delinquencies for both PDD & PWD
- Verified USBR BORWORKS Delivery & Charges Reports for the DMC/SLC for August.
- 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).
- Updated the Water Forecast spreadsheet as of 10/1/26 for the board meeting.
- Allocated all transfer in water and well water pumped to grower's accounts prior to billing.
- Kept updating a "No Delivery Water List" for the canalmen letting them know who is low on water, or no longer has water to accept water orders / Working with the growers on the list to bring them to current / Also notes delinquencies, if any.
- Processed three water transfers among the different districts and coordinated delivery and approval with the participating Districts and the USBR/SLDMWA.
- Worked with other Districts and water users to coordinate inter-District transfers.
- Billed out additional Supp'l Water sold (103.65 AF) (Total of $ 51,825)

- Updated the Supplemental Water Pool spreadsheet for the board meeting as of 10/1/2026
- Will bill out the PDD 2nd Installment Drainage Service Fee in October ($ 18.49/AC)
- Starting a project of processing an individualized grower water reconciliation showing allocations, rescheduling, usage to date, and estimated usage to 2/28/27 to send out.

Ms. Reyes presented the Board with the District's Water Accounting Spreadsheet for September for WY 26-27, a graph of the current reservoir conditions, as well as graphs specific to the San Luis Reservoir, and a Water Forecast as of 10/1/26 spreadsheet.
Water Resources Manager Juan Cadena presented the board with a total water delivery graph for the month of September, as well as water quality graphs for the District.

B. **Operations and Maintenance Manager Chris Carlucci reported on the following operations and maintenance activities that occurred in September:**

- General Maintenance.
- Staff replaced pipeline at 500 W box. (Shields Ave)
- Staff made repairs to Old Station pipeline. (Pump #2)
- Staff installed a new turnout. (Lateral 1)
- Staff made a new weir for turnout #22.
- Contour Canal Project – Just waiting for wintertime to install gates, once we can dewater the canal.
- Weed Control – Staff sprayed PWD main canal and Contour canal. Canal treatments at Russell turnout and 11E ditch.
- Water Treatment Plant – Weekly site visits. (Mondays & Fridays)
- Pacheco WD – No Activity.
- GBA - No Activity.
- Preventative Pump Maintenance Plan. (work in progress)
- AgMonitor – Main Canal Pump station #1 is now active. We are now tracking Water Use Per (AC-AF) and Cost Per (AC-AF).
- Golden Mussel – I've done a 30-day study at PWD – CCID direct connect, DMC Main Canal station #1, DMC Canal T-Canal station T-1, and at the Aqueduct 10E-2 turnout. I have checked these locations once a week and have not found a high number of mussels at these locations. I am going to keep these traps up and keep monitoring them on a weekly basis.

Mr. Carlucci also presented a report from AgMonitor noting that he and Mr. Cadena had compared the report to the District deliveries.

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

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 September.
- Revised Emergency Action Plan to include AED's and certified employees; gave training on EAP.
- Attended Ethico Training regarding AI accountability, governance, oversight, and human responsibility.

Risk Management:

- Safety Compliance Company conducted safety training on Forklift, SDS, and Hazard Containment.
- Annual Fire Extinguisher training completed for all employees.
- Attended meeting with ACWA risk advisor Diego Casillas, result will be coordinating for trainings from ACWA; saving expected due to reduced need from SCC.

Contract Administration:

- Contour Canal – Semi-annual report due 10/31.
- Prop 84 – Worked on invoicing and submitted to DWR.

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 September:**

Workers' Compensation Update: No Changes

Currently there are two 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 for September.

Employee Benefits:

Open Enrollment for 2027 will begin October 5, 2026, and end on November 6, 2026

- This is the annual period when eligible employees can review their current benefits and make changes to their coverage for the upcoming 2027 plan year.

Employee Anniversaries:

- Patrick McGowan: 3 years. Patrick was hired on September 5, 2023.
- Juan Cadena: 18 years. Juan was hired on September 22, 2008.
- Sandra Reyes: 26 years. Sandra was hired on September 27, 2000.
- Arnold Jorge: 40 years. Arnold was hired on September 29, 1986.

Mrs. Moses thanked the employees for their dedication, hard work, and continued commitment to the team.

E. **Other Matters:** GM McGowan noted that there were no other matters to discuss.

BOARD TO RECEIVE INFORMATION REGARDING THE PROPOSED ANNEXATION OF LANDS INTO FIREBAUGH CANAL WATER DISTRICT AND DETACHMENT FROM PANOCHE WATER DISTRICT

Firebaugh Canal Water District (FCWD) General Manager Jeff Bryant and Engineer Chris Linneman reported to the Board that FCWD is anticipating building a fourteen-acre reservoir and in order to hold FCWD water, the land has to be annexed into FCWD. The annexation pertains to 14 acres of APN # 006-160-021S along Nees Avenue. The District will not currently make any changes in Storm until LAFCO's approval has been received.

BOARD TO RECEIVE UPDATES ON CROP REPORT/MAP AND WATER BUDGET

Water Resources Manager Juan Cadena presented the Board with an updated crop map highlighting the different crops grown throughout the District and acreage totals.

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 September 8th, 2026, and answered any questions that the Board had.

GENERAL MANAGER'S REPORT

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

A. SGMA:

I. DMJPA Prop 4 SGMA Grant:

GM McGowan reported Panoche Water District is evaluating the projects for potential state grant funding, including opportunities association with Proposition 4 SGMA implementation and watershed resilience programs. The projects are intended to address documented and emerging challenges associated with land subsidence, groundwater management, conveyance reliability, water quality, and protection of critical water infrastructure. Together these investments would support the District's efforts to reduce reliance on groundwater, maximize the beneficial use of available water supplies, and improve long-term resilience within the Delta-Mendota Subbasin.

II. Delta Mendota Model Calibration Ad-Hoc Committee:

GM McGowan reported that the meeting was held yesterday and discussions were held on model calibration, as well as moving forward with volumetric pumping.

B. Domestic Water Treatment Plant Update: GM McGowan reported that the State Water Resources Control Board's Division of Financial Assistance (DFA) has confirmed that PWD's Surface Water Treatment Plant project meets the grant/principal-forgiveness eligibility criteria under the 2026-2027 Drinking Water State Revolving Fund Intended Use Plan. A complete preliminary EDWG application has been submitted and DFA is currently completing its review. Black Water Consulting Engineers is preparing an updated amendment intended to carry the project through engineering design, construction, and commissioning, while also providing continued support for the EDWG funding application.

C. Employee Evaluations: GM McGowan reported that he would be conducting the employee evaluations this next month.

D. Solar Project Update: GM McGowan reported that the office solar site has reached PTO and noted that the service agreement between Forefront Power and PWD had already been discussed earlier. The Linneman Project is moving along on schedule.

E. Healthy Rivers & Landscapes Program / Voluntary Agreements: GM McGowan reported that the Healthy Rivers & Landscape Program, formerly referred to as the Voluntary Agreements was developed as an alternative approach for updating the Bay-Delta Water Quality Control Plan. The State Water Resources Control Board released its final draft Bay-Delta Plan on August 19th, 2026. The State Water Board is scheduled to consider adoption on October 28-29, 2026.

F. Fresno County Fire Protection District: GM McGowan reported that the District has submitted a letter to the Fresno County Fire Protection District requesting a temporary deferral to implement a site fire suppression system at the District's facility. PWD's goal is to incorporate the necessary fire suppression improvements as part of the new Domestic Water Treatment Plant design. In doing so, the combined project may allow the District to utilize state grant funding to offset a portion of these costs.
solar sites.

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

No other items.

PANOCHE WATER AND DRAINAGE DISTRICTS JOINT CLOSED SESSION: Conference with Legal Counsel
At 11:37 am, the Board met in Closed Session to have discussions with legal counsel related to anticipated litigation. At 11:44 am, Mr. Williams reported that no reportable actions were taken in Closed Session.

PANOCHE WATER DISTRICT CLOSED SESSION:
At 11:51 am, the Board met in closed session to have discussions with legal counsel related to anticipated and existing litigation. At 12:20 pm, Mr. Williams reported that no reportable actions were taken in Closed session.

FUTURE MEETING DATES

A. Next Regular Board Meeting Date: November 10th, 2026, at 9:30 am.

ADJOURNMENT
With no further business, President Barcellos adjourned the meeting at 12:21 pm

_____ _____

Aaron Barcellos, President Steve Fausone, Secretary

DRAFT

PANOCHE WATER DISTRICT

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

BOARD MEETING
MEMORANDUM

TO: PANOCHE WATER DISTRICT BOARD OF DIRECTORS

FROM: GENERAL MANAGER, PATRICK MCGOWAN

SUBJECT: PROPOSED SURFACE WATER PRIORITIZATION POLICY

DATE: NOVEMBER 10, 2026

Summary

Staff has prepared a proposed Surface Water Prioritization Policy for implementation beginning in the 2027–28 water year. The policy is intended to support Panoche Water District's groundwater sustainability obligations by requiring agricultural water users to prioritize reasonably available District surface water before relying on groundwater.

Proposed Policy

Under the proposed policy, growers would be required to take and pay for their USBR/CVP allocated surface water. Supplemental, transferred, conserved, rescheduled, and other optional water supplies would not be mandatory unless a grower voluntarily commits to them. Groundwater may be used in conjunction with the CVP allocation when the grower has satisfied the applicable surface-water obligation.

The policy recognizes that groundwater may still be necessary in certain circumstances, including water-quality or blending needs, conveyance limitations, system outages, emergencies, contractual limitations, or other circumstances approved by the General Manager. The intent is not to prohibit groundwater use, but to prevent groundwater from being used in place of reasonably available District surface water.

PANOCHE WATER DISTRICT
DRAFT ADMINISTRATIVE POLICY
SURFACE WATER PRIORITIZATION AND GROUNDWATER PUMPING COMPLIANCE

Effective: March 1, 2027

1. Policy Statement

Panoche Water District ("District") shall prioritize the use of U.S. Bureau of Reclamation ("USBR") allocated surface water before or in conjunction with groundwater extraction for agricultural irrigation within the District, consistent with Central Delta-Mendota GSA Administrative Policy No. 3, the Delta-Mendota Subbasin Groundwater Sustainability Plan, the applicable Pumping Reduction Plan, District water-delivery requirements, and applicable law.

When USBR Allocated Surface Water is made available to a landowner, grower, tenant, water user, or groundwater extractor ("Water User"), the Water User is obligated to take and pay for that allocated supply in accordance with the District's annual water application and water-delivery requirements. Groundwater may be pumped in conjunction with use of the Water User's USBR allocation as provided in this Policy, but groundwater shall not be used to avoid the obligation to take and pay for the USBR allocation.

2. Purpose

- Maximize beneficial use of USBR Central Valley Project ("CVP") allocated surface water available to Panoche and its Water Users.
- Reduce avoidable groundwater extraction and support compliance with the Delta-Mendota Subbasin GSP and Zone 4 Pumping Reduction Plan.
- Protect critical infrastructure and support District efforts to minimize land subsidence.
- Establish clear, locally administered expectations, exceptions, verification procedures, and consequences for noncompliance.
- Integrate groundwater management with the District's annual water application, crop mapping, well registration, metering, and water accounting programs.

3. Definitions

USBR Allocated Surface Water: The Water User's share of the District's annual USBR CVP allocation that is made available through the District's annual water application and allocation process. For purposes of the mandatory surface-water prioritization requirement in this Policy, USBR Allocated Surface Water does not include supplemental, transferred, conserved, rescheduled, or other optional water supplies unless the Water User voluntarily elects to purchase or commits to take such water under a separate District program or agreement.

Surface Water Obligation: The quantity of USBR Allocated Surface Water allocated to the Water User under the District's annual water application and allocation process. Optional supplemental, transferred, conserved, rescheduled, or other non-allocation water is not part of the mandatory Surface Water Obligation unless the Water User voluntarily purchases or otherwise commits to take that supply.

Groundwater Extraction: Pumping or otherwise extracting groundwater from a production well for irrigation or other non-exempt use.

Unauthorized Groundwater Extraction: Groundwater extraction that is used to avoid or circumvent the Water User's obligation to take and pay for USBR Allocated Surface Water, or that otherwise violates this Policy, an approved water application, a District directive, or a condition of groundwater use.

Continuing Violation: Unauthorized Groundwater Extraction that continues after written or documented verbal notice from the District or recurs during the same water year after a prior confirmed violation.

General Manager: The District General Manager or an authorized designee.

4. Surface Water Priority Requirement

1. A Water User shall accept and pay for the Water User's USBR Allocated Surface Water in accordance with the District's annual water application and allocation requirements.
2. A Water User shall remain obligated for the quantity and cost of USBR Allocated Surface Water assigned through the District's annual water application and allocation program, subject to District rules and applicable law.
3. A Water User may not decline, defer, or avoid the Water User's USBR allocation for the purpose of substituting groundwater. This requirement does not obligate a Water User to purchase supplemental, transferred, conserved, rescheduled, or other optional water supplies.
4. A Water User may pump groundwater in conjunction with use of the Water User's USBR allocation, provided the Water User's applicable USBR allocation has been paid for in accordance with District requirements before such groundwater pumping begins, unless the General Manager approves an alternative arrangement.
5. Nothing in this Policy prohibits conjunctive use, blending, or operational groundwater pumping consistent with this Section, nor does this Policy require the purchase of optional supplemental water solely to avoid groundwater pumping.

5. Annual Water Application and Eligibility

Implementation shall be coordinated with the District's annual water application process. A complete signed water application and required crop map shall be submitted before delivery of District water. Required deposits and other conditions established for the applicable water year must also be satisfied. Each Water User is obligated to take and pay for the USBR Allocated Surface Water assigned under that process. Supplemental, transferred, conserved, rescheduled, or other optional water supplies remain voluntary unless the Water User separately elects or commits to purchase them. Compliance with these requirements and with the District's surface-water prioritization program may be made a condition of District-authorized groundwater use where authorized by law and District policy.

6. Exceptions and General Manager Approval

The General Manager may approve an exception, temporary deviation, payment arrangement, or blending plan from the requirements of this Policy when supported by documented circumstances, including:

- Surface-water delivery is physically unavailable or materially constrained by District conveyance-system capacity.
- An outage, emergency, maintenance condition, or operational limitation prevents reliable surface-water delivery.
- Water-quality conditions make exclusive use of the available surface water impracticable for the crop or approved use, including a documented need for blending.
- A contractual or legal restriction prevents use of the available surface water.

- Application of the requirement would be inconsistent with CDMGSA Policy No. 3, the D-M Subbasin GSP, the applicable Pumping Reduction Plan, or applicable law. For purposes of Panoche's local implementation, however, the mandatory purchase obligation under this Policy is limited to the Water User's USBR Allocated Surface Water as defined above.
- Another circumstance exists in which strict application would be operationally infeasible or inconsistent with the District's water-management objectives.

A Water User requesting an exception bears the burden of providing information reasonably requested by the District. Except in an emergency, the Water User should obtain approval before deviating from the USBR allocation payment or use requirements established by this Policy. Nothing in this Section requires a Water User to purchase optional supplemental water.

7. Monitoring and Verification

The District may use well registration information, flow-meter readings, telemetry, field observations, water orders, delivery records, crop maps, energy or pump-operation information lawfully available to the District, payment records for USBR Allocated Surface Water, and other reasonable records to verify compliance. District staff may request meter readings, conduct inspections consistent with applicable law and District policy, and reconcile groundwater use against the Water User's USBR allocation, payments, and surface-water deliveries.

8. Notice of Noncompliance

When District staff identifies a potential violation, the District should document the date, well or field involved, the Water User's USBR allocation and payment status, observed or reported pumping, surface-water deliveries, and any relevant operational circumstances. Except where immediate action is necessary, the Water User should be notified and provided a reasonable opportunity to explain the circumstances or correct the violation.

Notice may be delivered in writing, electronically, or by documented direct communication. A notice may direct the Water User to cure an unpaid USBR allocation obligation, cease unauthorized pumping, place a surface-water order, begin taking the allocated surface water, provide meter information, or take another corrective action.

9. Enforcement and Penalties

Subject to Board adoption, applicable law, and any required notice or hearing, the District may impose the penalties in Exhibit A. Each enforcement decision may consider the severity and duration of the violation, the quantity of groundwater pumped, prior violations, whether the Water User promptly corrected the issue, and whether the conduct was knowing or intentional.

Monetary penalties are cumulative with other remedies lawfully available to the District. The District may also condition or restrict groundwater use, require corrective action, recover authorized enforcement costs, or pursue administrative or judicial remedies. Suspension or withholding of District water service should be used only where authorized by law, District rules, contracts, and applicable due-process requirements.

10. Administrative Review / Appeal

A Water User may submit a written request for administrative review within ten (10) calendar days after issuance of a penalty notice. The request shall state the factual basis for review and include supporting

documentation. The General Manager may affirm, reduce, suspend, or withdraw a staff-level penalty when warranted by the facts, good cause, or an approved exception.

A Water User dissatisfied with the General Manager's determination may request Board review within thirty (30) calendar days of that determination. Before the matter will be placed before the Board, the Water User shall submit a written statement explaining the specific basis for the appeal together with all documentation, records, meter information, water-delivery information, correspondence, or other evidence the Water User wishes the Board to consider. The Board may decline to consider information that was reasonably available but not submitted with the appeal. The Board may affirm, modify, or rescind the determination. A timely appeal stays collection of the disputed monetary penalty until the administrative review is complete but does not authorize continued pumping contrary to a cease-pumping directive unless expressly allowed by the District.

11. Relationship to CDMGSA Policies and PRP

This Policy is intended to implement and supplement CDMGSA Administrative Policy No. 3 and to work together with CDMGSA well census/registration and well metering/reporting requirements. If a conflict exists, the District shall administer this Policy consistent with applicable law, the Delta-Mendota Subbasin GSP, the applicable Pumping Reduction Plan, and controlling CDMGSA requirements.

PANOCHE WATER DISTRICT

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

BOARD MEETING
MEMORANDUM

TO: PANOCHE WATER DISTRICT BOARD OF DIRECTORS

FROM: GENERAL MANAGER, PATRICK MCGOWAN

SUBJECT: DRAFT 2027-2028 AGRICULTURAL WATER APPLICATION

DATE: NOVEMBER 10, 2026

BACKGROUND

Management has prepared the 2027–28 Agricultural Water Application for Board consideration. The proposed revisions clarify grower obligations, reinforce surface water use requirements, and establish documentation requirements before water delivery.

PROPOSED CHANGES

- **Surface water prioritization.** Expressly requires growers to take their CVP allocation and prioritize available surface water consistent with Central Delta-Mendota Policy 3 and PWD's Surface Water Prioritization Policy.
- **CVP deposit nonpayment.** Replaces the prior provision removing unpaid water from a grower's account with language making a grower ineligible to receive surface water or pump groundwater through the District if the June 1 deposit is not received.
- **Application and crop map.** Requires a completed, signed water application and current crop map identifying crops and acreage, both accepted by the District, before any water delivery is authorized.

The application deadline is updated to February 28, 2027. Existing payment schedules and supplemental water provisions remain substantially unchanged.

RECOMMENDED ACTION

Board to review and consider approval of the proposed 2027–28 Agricultural Water Application, including the revisions outlined above.

DRAFT
2027-28 Agricultural Water Application
MUST BE RETURNED BY FEBRUARY 28, 2027

The signatory(ies) to this application (the "Water User") hereby subscribes and agrees to be bound by Panoche Water District's By-Laws, Rules and Regulations, Delinquency Policy, and Terms and Conditions for Agricultural Water Service, which govern the purchase and use of irrigation water, the receipt of District water service, and payment to the District of all sums necessary for the purchase and delivery of a per acre, pro-rata share of the District's water supply, including supplemental sources. The undersigned Water User acknowledges that the delivery of the water services listed above is dependent on the availability of water to the District.

Following conversion of the District's contract with the United States Bureau of Reclamation, Water Users have been relieved from the acreage limitations and reporting requirements under the Reclamation Reform Act of 1982 (the "RRA) with the exception of multi-district Water Users who still fall under the provisions of RRA in another District. In such cases, a Water User will be required to provide a copy of their RRA forms prior to transferring Central Valley Project water.

The undersigned Water User agrees to make payment for said water and water service as billed by the District as follows. All payments are due within thirty days of the invoice date:

1. For CVP Water Supply: Growers are obligated to take their CVP water allocation. In conjunction with Central Delta-Mendota Policy 3, and Panoche Water District's Surface Water Prioritization Policy, growers are required to prioritize available surface water supplies. The water cost is billed in two installments annually, with a deposit billing due on June 1st and a final billing due on September 30th. The water is allocated based on acreage. If the deposit is not received by June 1st, the Water User will not be eligible to receive surface water or pump groundwater through the District.
2. For Supplemental Water Supply: Generally, upon allocation, the District will send invoices. Those wishing to decline the supplemental water need to contact the office by June 1st and the supplemental allocation and invoice will be reversed and credited. Under certain circumstances, the District may require advance payment for supplemental water.
3. Water Application and Crop Map: A fully completed and signed Agricultural Water Application, together with a current crop map identifying the crops and acreage to be served, must be submitted to and accepted by the District prior to delivery of any water. Water delivery will not be authorized until both documents are on file with the District.
4. For District Water Service (Operations and Maintenance): Monthly Water Delivery cost billed on or about the 15th of every month based upon actual metered deliveries.

If the District has to enforce any covenant or provision contained in this Application, the undersigned Water User agree(s) to pay the District's reasonable fees, including attorney's fees, unless the undersigned prevail (s) in any such enforcement proceeding.

By signing this Agricultural Water Application, and where two or more parties agree to the terms contained herein, each and every of the undersigned agree(s) to be bound jointly and severally to the terms of this Application, including those terms for timely payment for water services to the District, as well as timely payment for any and all assessments, as per Delinquency policy.

Date:_____

Landowner Name:_____

_____ _____

Signature of Authorized Landowner Representative

Water User Signature (If different from Authorized Landowner Rep)

_____ _____

Printed Landowner Name

Printed Water User Name (If applicable)

2026-27 Agricultural Water Application

MUST BE RETURNED BY FEBRUARY 28,2026

The signatory(ies) to this application (the "Water User") hereby subscribes and agrees to be bound by Panoche Water District's By-Laws, Rules and Regulations, Delinquency Policy, and Terms and Conditions for Agricultural Water Service, which govern the purchase and use of irrigation water, the receipt of District water service, and payment to the District of all sums necessary for the purchase and delivery of a per acre, pro-rata share of the District's water supply, including supplemental sources. The undersigned Water User acknowledges that the delivery of the water services listed above is dependent on the availability of water to the District.

Following conversion of the District's contract with the United States Bureau of Reclamation, Water Users have been relieved from the acreage limitations and reporting requirements under the Reclamation Reform Act of 1982 (the "RRA) with the exception of multi-district Water Users who still fall under the provisions of RRA in another District. In such cases, a Water User will be required to provide a copy of their RRA forms prior to transferring Central Valley Project water.

The undersigned Water User agrees to make payment for said water and water service as billed by the District as follows. All payments are due within thirty-days of the invoice date:

1. For CVP Water Supply: The water cost is billed in two installments annually in May; with a deposit billing due on June 1st and a final billing due on September 30th. The water is allocated based on your acreage. *If payment is not received for the Deposit Billing by June 1st, the District will remove any balance of unpaid water from your account.*
2. For Supplemental Water Supply: Generally, upon allocation, the District will send invoices. Those wishing to decline the supplemental water need to contact the office by June 1st and the supplemental allocation and invoicing will be reversed and credited. Under certain circumstances, the District may require advance payment for supplemental water.
3. For District Water Service (Operations and Maintenance): Monthly Water Delivery cost billed on or about the 15th of every month based upon actual metered deliveries.

If the District has to enforce any covenant or provision contained in this Application, the undersigned Water User agree(s) to pay the District's reasonable fees, including attorney's fees, unless the undersigned prevail (s) in any such enforcement proceeding.

By signing this Agricultural Water Application, and where two or more parties agree to the terms contained herein, each and every of the undersigned agree(s) to be bound jointly and severally to the terms of this Application, including those terms for timely payment for water services to the District, as well as timely payment for any and all assessments, as per Delinquency policy.

Date:_____

Landowner Name:_____

_____ _____

Signature of Authorized Landowner Representative

Water User Signature (If different from Authorized Landowner Rep)

_____ _____

Printed Landowner Name

Printed Water User Name (If applicable)

PANOCHE WATER DISTRICT

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

BOARD MEETING
MEMORANDUM

TO: PANOCHE WATER DISTRICT BOARD OF DIRECTORS

FROM: GENERAL MANAGER, PATRICK MCGOWAN

SUBJECT: PG&E ELECTRICAL EASEMENT REQUEST

DATE: NOVEMBER 10, 2026

Background

Pacific Gas and Electric Company (PG&E) has requested that Panoche Water District grant an electrical easement in connection with a utility service request for the Linneman Solar Project. The proposed easement is located on District property identified as APN 090-360-003 in Merced County, near the Delta-Mendota Canal. PG&E has provided the proposed easement deed and accompanying drawing for District review.

Easement Request

The proposed easement would grant PG&E rights to install, operate, maintain, inspect, replace, and access overhead electrical facilities and related equipment within a 21-foot-wide strip, extending 10.5 feet on either side of the pole-line alignment as initially installed. The drawing also identifies existing pole-line facilities for which rights would be confirmed. The agreement includes vegetation management and reasonable access rights, as well as restrictions on structures, wells, reservoirs, and other obstructions within the easement area.

Recommendation

Staff recommends that the Board approve the proposed PG&E electrical easement, subject to staff confirmation that it will not adversely affect District facilities or operations, and authorize the General Manager, or other appropriate District representative, to execute the necessary easement documents on behalf of Panoche Water District.

PANOCHE WATER DISTRICT

RESOLUTION NO. 863-26

RESOLUTION GRANTING EASEMENT TO PG&E FOR LINNEMAN SOLAR PROJECT AND MAKING FINDINGS OF EXEMPTION UNDER THE CALIFORNIA ENVIRONMENTAL QUALITY ACT

WHERAS, 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;

WHEREAS, 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 to enter contracts and grant easements;

WHEREAS, PG&E has requested the District grant an electrical easement in connection with a utility service request for the Linnemann Solar Project;

WHEREAS, the proposed easement is located on District property identified as APN 090-360-003 in Merced County;

WHEREAS, the District has reviewed the proposed easement and accompanying drawings;

WHEREAS, the Board has reviewed the provisions of the California Environmental Quality Act and has considered whether any direct or indirect physical change to the environment will result from granting the proposed easement and has considered whether granting the proposed easement may possibly have a significant effect on the environment.

NOW, THEREFORE, BE IT RESOLVED, AS FOLLOWS, THAT:

Section 1. The Board of Directors of the District finds and declares that the statements, findings, and determinations of the District set forth in the preambles above are true and correct.

Section 2. The Board finds that granting the proposed easement is in the best interests of the District and directs the General Manager to execute the easement agreement and to do all things necessary to effect the grant.

Section 3. The Board finds that granting the proposed easement will not have a significant effect on the environment and that the grant is exempt under CEQA. The Board directs the General Manager to file an NOE to this effect.

Section 4. The General Manager is hereby authorized to do any and all things and to execute and deliver any and all documents, which he deems necessary or advisable in order to give effect to and comply with the terms and intent of this Resolution.

PASSED AND ADOPTED this 10th day of November 2026, by the following vote:

AYES:
NAYES:
ABSTAIN:
ABSENT:

_____
Aaron Barcellos, President
PANOCHE WATER DISTRICT

Attest: _____ Steve Fausone, Secretary

CERTIFICATE OF SECRETARY
OF
PANOCHE 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 adopted and approved by the Board of Directors of the District on the 10th day of November, 2026; and that said resolution has not been modified or rescinded and remains in full force and effect as of the date hereof:

IN WITNESS WHEREOF, I have executed this Certificate on this 10th day of November, 2026.

_____
Steve Fausone, Secretary
Panoche Water District

Pacific Gas and Electric Company

October 12, 2026

Christopher Vang
Sr. Land Technician
1385 East Shaw Ave
Fresno, CA 93710
Phone: (559) 903-0786
Email:Christopher.Vang@pge.com

Sheila Berger
ForeFront Power
100 Montgomery Street Suite 725
San Francisco, CA 94104

Panoche Water District
11000-11140 N. Russell Ave
Firebaugh, CA 93622

Subject: PG&E Easement Documents | Electric service request for project located in Merced County | PG&E PM# 35638389, Notification# 131178956

To ForeFront Power and the Panoche Water District,

This is in reference to the above subject. In order to provide the requested utility service to your project, it is necessary for PG&E to acquire an easement from the ownership groups, Panoche Water District and The Linneman family ownership group.

Enclosed is a digital copy of PG&Es standard easement document with drawing describing and showing the location of our proposed easement area that requires the following actions by your group:

1. Please review the easement document in its entirety with the ownership group and if accepted, have the ownership group (Grantors) execute and date the document. For the Panoche Water District PG&E easement document, when signing the easement document, at the bottom of the signature lines on page two of the document, please make sure to print the individual who is signing the document their name and their official title for the Drainage District under the signature block. Example below.

By_____
Name: Christopher Vang
Title: Land Technician, PG&E

2. Have their signature acknowledged before a Notary. A notary form has been provided for use. Please make sure that the Notary prints the names of the grantors exactly as printed under the signature lines. The document will not be recordable if the names do not match.

3. **The notary must print his/her title, "notary public", after his/her name on the notary form.**

4. Return the **original** fully executed document, dated, and notarized to me at the above address. If you wish to drop off the original at my office, please contact me so that we can coordinate that.

When reviewing, if you or any member of the ownership groups signing this document have any questions, I can be reached at (559) 903-0786.

Sincerely,

Christopher Vang, PG&E

Distribution Electric and Gas Easement Version 1.2 (Rev. 03/26)

RECORDING REQUESTED BY AND RETURN TO:

PACIFIC GAS AND ELECTRIC COMPANY
300 Lakeside Drive, Suite 210
Oakland, CA 94612
Attn: Land Rights Library

Location: City (Uninc) Merced County
Recording Fee $_____
Document Transfer Tax $ 0.00
[x] This is a conveyance where the consideration and Value is less than $100.00 (R&T 11911).
[ ] Computed on Full Value of Property Conveyed, or
[ ] Computed on Full Value Less Liens & Encumbrances Remaining at Time of Sale
[ ] Exempt from the fee per GC 27388.1 (a) (2); This document is subject to Documentary Transfer Tax

_____
Signature of declarant or agent determining tax

(SPACE ABOVE FOR RECORDER'S USE ONLY)

LD# 2212-11-11502 EASEMENT DEED

PANOCHE WATER DISTRICT, a public body of the State of California

("**Grantor**"), hereby grants to PACIFIC GAS AND ELECTRIC COMPANY, a California corporation ("**Grantee**"), the right from time to time to excavate for, construct, reconstruct, install, replace (of initial or any other size), remove, maintain, inspect and use facilities of the type hereinafter specified, together with a right of way therefor, within the easement area set forth below, and also ingress thereto and egress therefrom, over and across the lands of Grantor situated in the unincorporated area of the County of Merced, State of California, described as follows:

(APN 090-360-003)(PORTION)

The parcel of land bounded on the north by the southerly boundary line of the Delta Mendota Canal, as described in the Final Decree of Condemnation dated April 24, 1952, a certified copy of which was recorded October 1, 1952, in Book 1062 Page 389, Merced County Records, bounded on the east and a portion of the south by the westerly boundary line of the parcel of land conveyed by James Christopher Linneman, as Trustee of the Linneman Intervivos Trust of February 1, 1963 for Lawrence Michael Linneman III to Chandra D. Linneman, as Trustee of the Linneman Family Trust, dated April 15, 2025 by Quitclaim deed dated March 10, 2026 and recorded as Document No. 2026012117 , Merced County Records, and therein designated Exhibit A, bounded on a portion of the south by the northerly boundary line of the strip of land conveyed by James Christopher Linneman, as Trustee of the Linneman Intervivos Trust of February 1, 1963 for Lawrence Michael Linneman III to Chandra D. Linneman, as Trustee of the Linneman Family Trust, dated April 15, 2025 by Quitclaim deed dated March 10, 2026 and recorded as Document No. 2026012117 , Merced County Records, and therein designated Exhibit B, and bounded on the west by the easterly boundary line of the Delta Mendota Canal.

The facilities and easement area are described as follows:

Poles with associated crossarms, anchors, braces, guy wires and cables; overhead electrical conductors, wires, cables, transformers, insulators, and switches; underground and/or aboveground grounding wires, risers, rods, appurtenances, and associated equipment, as Grantee deems necessary, for the distribution of electric energy and for communication purposes, all to be located within the strip of land described as follows:

A strip of land of the uniform width of 21 feet, lying 10.5 feet on each side of the alignment of the pole line as initially installed hereunder. The approximate location of said pole line is shown upon Grantee's Drawing No. 35638389B attached hereto and made a part hereof.

Grantor further grants to Grantee the right, from time to time, to trim or to cut down, without Grantee paying compensation, any and all trees and brush now or hereafter within said easement area, and shall have the further right, from time to time, to trim and cut down trees and brush along each side of said easement area which now or hereafter in the opinion of Grantee may interfere with or be a hazard to the facilities installed hereunder, or as Grantee deems necessary to comply with applicable state or federal regulations.

Grantor also grants to Grantee the right to use such portion of said lands contiguous to said easement area as may be reasonably necessary in connection with the excavation, construction, reconstruction, replacement, removal, maintenance and inspection of said facilities.

Grantor hereby covenants and agrees not to place or construct, nor allow a third party to place or construct, any building or other structure, or store flammable substances, or drill or operate any well, or construct any reservoir or other obstruction within said easement area, or diminish or substantially add to the ground level within said easement area, or construct any fences that will interfere with the maintenance and operation of said facilities.

Grantor further grants to Grantee the right to apportion to another public utility (as defined in Section 216 of the California Public Utilities Code) the right to construct, reconstruct, replace, remove, maintain, inspect, and use the communications facilities within said easement area including ingress thereto and egress therefrom.

Grantor hereby confirms in Grantee all necessary rights for Grantee's existing pole line facilities, appurtenances, and associated equipment located on said lands as shown upon Grantee's Drawing No. 35638389B attached hereto and made a part hereof.

Grantor acknowledges that they have read the "Grant of Easement Disclosure Statement", EXHIBIT "A", attached hereto and made a part hereof.

The legal description herein, or the map attached hereto, defining the location of this utility easement, was prepared by Grantee pursuant to Section 8730(c) of the Business and Professions Code.

This document may be executed in multiple counterparts, each of which shall be deemed an original, but all of which, together, shall constitute one and the same instrument.

The provisions hereof shall inure to the benefit of and bind the successors and assigns of the respective parties hereto, and all covenants shall apply to and run with the land.

Dated: _____, _____.

PANOCHE WATER DISTRICT,
a public body of the State of California

By_____
Name:
Title:

By_____
Name:
Title:

I hereby certify that a resolution was adopted on the ____ day of _____, 20____, by the _____ authorizing the foregoing grant of easement.

By_____

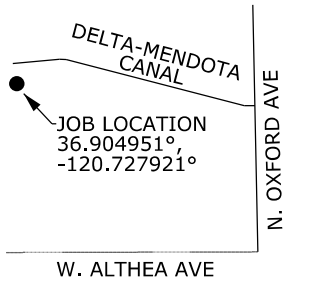
LEGEND:

- GRANTORS PROPERTY LINE
- NEIGHBORING PROPERTY LINE
- APPROX. LOCATION OF 21FT WIDE UTILITY EASEMENT
- ED – EXISTING POLE LINE
- ED – EXISTING POLE LINE TO BE REMOVED
- NEW ELECTRIC SERVICE
- LOT LINE FROM 3 ROS 21, MCR
- EXISTING POLE
- EXISTING POLE TO BE REMOVED
- NEW POLE TO BE SET
- ANCHOR GUY
- TF - NEW ELEC. TRANSFORMER
- M - NEW METER
- NTS - NOT TO SCALE
- MCR - MERCED COUNTY RECORDS

North

NOTE:
UNLESS OTHERWISE SHOWN ALL COURSES EXTEND TO OR ALONG ALL BOUNDARIES OR LINES

VICINITY MAP:



UNITED STATES OF AMERICA
BUREAU OF RECLAMATION
DELTA - MENDOTA CANAL
BOOK 1062, PAGE 389, MCR
APN: 090-360-001

LOT 200 PER 3 ROS 21,MCR
LOT 201 PER 3 ROS 21,MCR

EXISTING POLE LINE FOR WHICH RIGHTS ARE BEING CONFIRMED

GRANTOR:
PANOCHE WATER DISTRICT
BOOK 1307, PAGE 389, MCR
APN: 090-360-003
PORTION OF LOT 201
PER 6 OP 13
AND 3 ROS 21-22, MCR

UNITED STATES OF AMERICA
BUREAU OF RECLAMATION
DELTA - MENDOTA CANAL
APN: 090-360-001

LOT 201 PER 3 ROS 21,MCR

CHANDRA D. LINNEMAN, TRUSTEE
LINNEMAN FAMILY TRUST
DATED APRIL 15, 2025
AND OTHERS
DOC. NO. 2026012117, MCR
DEED DATED: MARCH 10, 2026
DOC NO. 2026023799
DEED DATED: JULY 20, 2026
APN: 090-150-002

Applicant: PANOCHE WATER DISTRICT				LD#: 2212-11-11502		SCALE NTS	DATE 10-12-2026
SECTION 12 SW¼ OF NW¼	TOWNSHIP 12S	RANGE 11E	MERIDIAN MDB&M	COUNTY OF: MERCED		CITY OF: N/A	
				F.B.: N/A	DR.BY: CXVE		CH.BY: PRFB
PLAT MAP REFERENCES	ELECTRIC PLAT. 12111 6 OP 13, 3 ROS 21-22, MCR			PG&E	YOSEMITE DIVISION	131178956 AUTHORIZ	35638389B DRAWING NO.

A notary public or other officer completing this certificate verifies only the identity of the individual who signed the document to which this certificate is attached, and not the truthfulness, accuracy, or validity of that document.

State of California

County of _____)

On _____, before me, _____ Notary Public,
Insert name

personally appeared _____

_____,

who proved to me on the basis of satisfactory evidence to be the person(s) whose name(s) is/are subscribed to the within instrument and acknowledged to me that he/she/they executed the same in his/her/their authorized capacity(ies), and that by his/her/their signature(s) on the instrument the person(s), or the entity upon behalf of which the person(s) acted, executed the instrument.

I certify under PENALTY OF PERJURY under the laws of the State of California that the foregoing paragraph is true and correct.

WITNESS my hand and official seal.

_____ (Seal)
Signature of Notary Public

CAPACITY CLAIMED BY SIGNER

[ ] Individual(s) signing for oneself/themselves

[ ] Corporate Officer(s) of the above named corporation(s)

[ ] Trustee(s) of the above named Trust(s)

[ ] Partner(s) of the above named Partnership(s)

[ ] Attorney(s)-in-Fact of the above named Principal(s)

[ ] Other _____

EXHIBIT "A"

GRANT OF EASEMENT DISCLOSURE STATEMENT

This Disclosure Statement will assist you in evaluating the request for granting an easement to Pacific Gas and Electric Company (PG&E) to accommodate a utility service extension to PG&E's applicant. **Please read this disclosure carefully before signing the Grant of Easement.**

- You are under no obligation or threat of condemnation by PG&E to grant this easement.

- The granting of this easement is an accommodation to PG&E's applicant requesting the extension of PG&E utility facilities to the applicant's property or project. Because this easement is an accommodation for a service extension to a single customer or group of customers, PG&E is not authorized to purchase any such easement.

- By granting this easement to PG&E, the easement area may be used to serve additional customers in the area. Installation of any proposed facilities outside of this easement area will require an additional easement.

- Removal and/or pruning of trees or other vegetation on your property may be necessary for the installation of PG&E facilities. You have the option of having PG&E's contractors perform this work on your property, if available, or granting permission to PG&E's applicant or the applicant's contractor to perform this work. Additionally, in order to comply with California fire laws and safety orders, PG&E or its contractors will periodically perform vegetation maintenance activities on your property as provided for in this grant of easement in order to maintain proper clearances from energized electric lines or other facilities.

- The description of the easement location where PG&E utility facilities are to be installed across your property must be satisfactory to you.

- The California Public Utilities Commission has authorized PG&E's applicant to perform the installation of certain utility facilities for utility service. In addition to granting this easement to PG&E, your consent may be requested by the applicant, or applicant's contractor, to work on your property. Upon completion of the applicant's installation, the utility facilities will be inspected by PG&E. When the facility installation is determined to be acceptable the facilities will be conveyed to PG&E by its applicant.

By signing the Grant of Easement, you are acknowledging that you have read this disclosure and understand that you are voluntarily granting the easement to PG&E. Please return the signed and notarized Grant of Easement with this Disclosure Statement attached to PG&E. The duplicate copy of the Grant of Easement and this Disclosure Statement is for your records.

Attach to LD: 2212-11-11502
Area, Region or Location: Area 5, Yosemite
Land Service Office: Fresno
Line of Business: Electric Distribution (43)
Business Doc Type: Easements
MTRSQ: 22.12.11.12.43,
FERC License Number: N/A
PG&E Drawing Number: 35638389B
Plat No.: Electric Plat. 12111
LD of Affected Documents: N/A
LD of Cross Referenced Documents: N/A
Type of interest: Electric Pole Line Easements (3),
SBE Parcel: N/A
% Being Quitclaimed: N/A
Order or PM: 35638389
JCN: N/A
County: Merced
Utility Notice Number: N/A
851 Approval Application No: N/A ;Decision: N/A
Prepared By: CXVE
Checked By: PRFB

PANOCHE WATER DISTRICT

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

BOARD MEETING MEMORANDUM

TO: PANOCHE WATER DISTRICT BOARD OF DIRECTORS

FROM: GENERAL MANAGER, PATRICK MCGOWAN

SUBJECT: REVIEW AND CONSIDER APPROVAL OF BOARD GOVERNANCE EXPECTATIONS & STANDARDS POLICY

DATE: NOVEMBER 10, 2026

Purpose

The Board and staff believe it is timely to establish a clear and consistent understanding of the expectations associated with service on the Panoche Water District Board of Directors. The Governance Expectations and Standards are intended to serve as a practical reference for current Directors and as an orientation document for newly elected or appointed Directors.

Summary

The document reinforces the core principle that the Board governs collectively while the General Manager manages the District's administration and day-to-day operations. The Board establishes policy, strategic direction, budgets, rates, major commitments and overall priorities, while management carries out the direction adopted by the Board.

PWD Directors make decisions involving water supply, rates, transfers, District finances, infrastructure, groundwater and SGMA, drainage, regulatory compliance and interagency matters. Regular participation and advance review of Board materials are therefore important to informed and effective decision-making.

The document addresses financial stewardship, water-supply and operational stewardship, confidentiality, ethics and conflicts of interest, Brown Act compliance, representation of PWD with other agencies, and timely communication between Directors and management. For newly elected or appointed Directors, the standards establish an orientation framework covering PWD governance and the Board-General Manager relationship; District water supplies, contracts, conveyance and major facilities; budgets, reserves, investments, debt and rates; water transfers,

groundwater and SGMA, and regulatory matters; ethics and Brown Act requirements; and major interagency relationships and strategic priorities.

Recommendation

Staff recommend that the Board review and consider approval of the Governance Expectations and Standards Policy.

Panoche Water District

Board of Directors Governance Expectations and Standards Policy

The Districts' Objectives

Through this Board of Directors Governance Expectations and Standards Policy (the "Board Standards Policy"), the Panoche Water District Board of Directors (the "Board") intends to establish clear, consistent expectations for all members of the Board, including newly elected Directors. This Board Standards Policy is intended to support effective governance, productive Board-management relationships, informed decision-making, accountability to the Water District's growers and landowners, and continuity as Board membership changes.

This Board Standards Policy is intended as governance guidance and should be implemented consistently with applicable California law, the Water District's bylaws, ordinances, resolutions, and other adopted policies.

Scope

This Board Standards Policy applies to Directors on the Board. It is intended as guidance for effective governance of the Water District and is to be applied to the extent it is consistent with law and the Water District's Bylaws. To the extent this Board Standards Policy conflicts with any other Board policy, ordinance, or resolution, the Board Standards Policy and the terms herein shall control.

Board of Directors Governance Expectations and Standards Policy

1. Core Governance Principle – The Board Governs the Water District and Management Manages the Water District Consistent with Board Direction

The authority of the Board to govern and direct staff rests with the Board collectively and not with any individual Director. The Board establishes policy, strategic direction, budgets, rates, major commitments and overall Water District priorities. The General Manager is responsible for administration and day-to-day operations and for carrying out direction adopted by the Board.

Individual Directors are encouraged to ask questions, request information, raise constituent concerns and propose matters for Board consideration. Unless specifically authorized by the Board, an individual Director should not direct District employees, independently establish Water District policy, commit Water District resources, negotiate commitments on behalf of the Water District, or interfere with management's implementation of Board-approved direction.

2. Attendance, Participation, and Preparation

Regular attendance is a fundamental responsibility of an elected Director. The Board makes decisions involving the Water District's water supply, water rates, transfers, finances,

infrastructure, groundwater and SGMA matters, drainage, regulatory compliance, interagency relationships, and other issues that may materially affect Water District growers and landowners. Continuity of participation is therefore imperative to informed and effective governance.

Attendance Standard for Directors

Directors are expected to attend all regular Board meetings and special meetings when reasonably able to do so. Recognizing that illness, family emergencies, unavoidable work or travel conflicts, and other legitimate circumstances may occur, the standards are:

- A Director should miss no more than four regular meetings in a 12-month period.
- Four missed regular meetings within a rolling 12-month period will trigger a discussion by the Board President and General Manager with the Director regarding the Director's attendance and ability to consistently fulfill the responsibilities of office as captured in part in this Board Standards Policy.
- Three consecutive missed regular Board meetings will trigger a discussion by the Board President and General Manager, subject to applicable law and District Counsel's advice.
- Special meetings should also be attended whenever reasonably possible, particularly when the meeting involves time-sensitive water operations, budget actions, contracts, litigation, personnel matters, regulatory deadlines or other significant Water District business.
- Directors should provide the Board President and General Manager reasonable advance notice when they expect to be absent.
- Attendance expectations should take into account excused circumstances such as illness or medical necessity, family emergency or bereavement, Water District-authorized business, or other circumstances the Board determines constitute good cause.

3. Meeting Preparation and Informed Decision-Making

To ensure they are prepared to make informed decisions on behalf of the Water District, Directors should:

- Review Board packets and supporting materials before meetings.
- Be familiar with the Water District's annual budget, water supply portfolio, major contracts, debt obligations, reserves, rates, capital needs and significant regulatory obligations.
- Ask questions sufficiently in advance when a question is likely to require significant staff research or analysis.
- Come to meetings prepared to deliberate and vote based on the best interests of the Water District as a whole.

- Participate in and timely complete new-Director orientation and required ethics, harassment-prevention and other legally mandated training.

4. Duty to the Water District

Directors should exercise independent judgment for the benefit of the Water District as a whole. Directors will naturally receive concerns and requests from individual growers, landowners and constituents; however, Water District policy shall not be established to benefit an individual interest at the expense of the Water District's broader responsibilities.

5. Respectful Deliberation and Board Conduct

The Board expects Directors to engage respectfully with each other, landowners and water users, staff, and consultants, therefore:

- Disagreement on policy is expected and can improve decision-making; disagreement should remain focused on issues, facts and Water District interests.
- Directors should treat fellow Directors, staff, consultants, constituents and members of the public professionally and respectfully.
- Directors should avoid personal attacks, intimidation, disruptive conduct or public criticism of individual employees.
- Directors should provide fellow Board members a fair opportunity to express differing viewpoints before action is taken.

6. Board-General Manager and Staff Relationships

- Operational direction should flow through the General Manager.
- Directors should not individually supervise, evaluate or discipline employees who report to the General Manager.
- Concerns regarding employee performance, Water District operations or significant constituent complaints should generally be brought to the General Manager.

7. Communication With Growers, Landowners, and the Public

Directors are encouraged to remain accessible and informed about constituent concerns. When communicating outside a Board meeting, Directors should distinguish personal opinions from official positions adopted by the Water District. Operational complaints should generally be referred to management so they can be evaluated and addressed through normal Water District procedures.

8. Confidentiality and Closed Session

Directors are expected to protect information that is confidential by law, including appropriate closed-session matters, attorney-client communications, personnel information and confidential negotiation or litigation information. This obligation is particularly important where

premature disclosure could impair the Water District's negotiating position in water transactions, contracts, litigation, or interagency matters.

9. Financial Stewardship

Directors are fiduciary stewards of Water District resources. Each Director should develop a working understanding of the annual budget, water costs and revenues, reserves, investments, debt obligations, capital expenditures and long-term financial commitments. The Board's role is to establish financial policy, approve budgets and major expenditures, monitor performance and ensure appropriate controls - not to individually administer routine expenditures. Additionally, Directors shall complete the fiscal and financial training required by Senate Bill 827 (Government Code Sections 53238 *et seq*.), including at least two hours of training every two years covering public agency financial administration, budgeting, financial reporting and auditing, capital financing and debt management, investments, and the ethical stewardship of public resources. Directors shall satisfy the applicable initial training deadlines established by law and provide documentation of completion to the Water District for recordkeeping purposes.

10. Ethics, Conflicts of Interest, and Brown Act Compliance

Directors are expected to comply with applicable conflict-of-interest, financial disclosure, ethics and open-meeting laws, including the Political Reform Act, Government Code section 1090, AB 1234 requirements where applicable, the Ralph M. Brown Act, and the Water District's adopted conflict-of-interest and ethics policies and all required trainings. Directors should consult with the Water District’s legal counsel when uncertain about a potential conflict or legal obligation.

11. New Director Orientation and Continuing Education

A newly elected or appointed Directors should receive an orientation addressing, at minimum:

- Water District governance structure, Board policies and the Board-General Manager relationship;
- Water District water supplies, contracts, conveyance and major operational facilities;
- Annual budget, reserves, investments, debt, rates and financial reporting;
- Major water-transfer, groundwater/SGMA, drainage and regulatory matters;
- Brown Act, conflicts of interest, Form 700, ethics and required training; and
- Major interagency relationships and current strategic priorities.

Recommended first-year expectation: Within the first year of taking office, a new Director should complete or participate in training covering governance foundations, Board and General

Manager roles, public-agency finance and fiscal accountability, the Brown Act, public records, ethics, conflicts of interest and liability.

12. Periodic Review

The Board should review this Board Standards Policy periodically, and preferably at least once following each regular Board election cycle, to confirm that the standards and expectations herein continue to reflect the needs and governance practices of the Water District.

13. Director Acknowledgment

Each Director shall acknowledge receipt, understanding, and agreement to this Board Standards Policy.

I, the undersigned, acknowledge receipt and understanding of, and my agreement to this Board Standards Policy.

Signed: _____ Date: _____

Printed Name: _____

PANOCHE WATER DISTRICT

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

BOARD MEETING MEMORANDUM

TO: PANOCHE WATER DISTRICT BOARD OF DIRECTORS

FROM: GENERAL MANAGER, PATRICK MCGOWAN

SUBJECT: DISTRICT REPRESENTATIVE APPOINTMENTS TO OUTSIDE BOARDS AND COMMITTEES

DATE: NOVEMBER 10, 2026

BACKGROUND

Panoche Water District participates in several boards, and committees that address water supply, groundwater management, and other matters affecting the District and its growers. The District designates directors, alternates, and other representatives to participate in these organizations on its behalf.

As part of the Board's organizational annual review, staff is providing the current appointments for consideration. This item allows the Board to reaffirm existing representatives or make changes where appropriate to ensure continued District representation and coordination with regional partners.

RECOMMENDATION

Staff recommend that the Board review the current appointments and consider reaffirming or amending District representatives and alternates, as deemed appropriate.

CURRENT APPOINTMENTS

Agency / Committee	Director / Representative	Alternate
San Luis & Delta-Mendota Water Authority	Aaron Barcellos	Beau Correia
Mercy Springs Water District	Juan Cadena	—
Central Delta-Mendota GSA	Wayne Western	Patrick McGowan

PANOCHE WATER DISTRICT				
ACCOUNTS PAYABLE LIST				
PAYMENTS RUN FROM 10/14/2026 THRU 11/10/2026				
		MECHANICS O & M CHECKING # 8566		
	CHECK		CHECK	
DATE	NUMBER	NAME	AMOUNT	MEMO
10/14/2026	43801	BAKER MANOCK & JENSEN	$ 56.56	SEPTEMBER 2026 LEGAL SERVICES
10/14/2026	43802	BAKER TILLY ADVISORY GROUP PARENT, LP	$ 2,400.00	2025 ETHICS TRAINING COMPLIANCE SERVICES
10/14/2026	43803	LINNEMAN RANCHES INC.	$ 3,465.00	REIMBURSE FOR LEGAL SERVICES
10/14/2026	43804	FERRELLGAS	$ 65.00	PROPANE FOR DISTRICT HOUSE # 4
10/14/2026	43805	MCGUIRE BOTTLED WATER	$ 156.25	SEPTEMBER 2026 DRINKING WATER
10/14/2026	43806	SAVEMART SUPERMARKET	$ -	VOID CHECK
10/14/2026	43807	SGS NORTH AMERICA INC	$ -	VOID CHECK
10/14/2026	43808	SAVEMART SUPERMARKET	$ 728.03	OFFICE SUPPLIES
10/14/2026	43809	SGS NORTH AMERICA INC	$ 2,640.00	WATER SAMPLES
10/23/2026	43810	ACWA	$ 21,132.45	3RD QTR 2026 WORKERS COMPENSATION
10/23/2026	43811	AAA WORKSPACE	$ 180.85	COPY PAPER
10/23/2026	43812	AMAZON CAPITAL SERVICES	$ 396.40	DISTRICT SUPPLIES
10/23/2026	43813	BAKER SUPPLIES	$ 32.94	CHAINSAW SUPPLIES
10/23/2026	43814	BCT CONSULTING	$ 599.36	WI-FI ACCESS POINT
10/23/2026	43815	GRASSLAND BASIN AUTHORITY	$ 104,956.25	BRACKISH WELL WATER 2026: AUGUST 497.6 AF @ $ 175.00 & SEPTEMBER 102.15 AF @ $ 175.00
10/23/2026	43816	HCL MACHINE WORKS INC.	$ 1,486.31	PARTS FOR # 42
10/23/2026	43817	HOFFMAN SECURITY	$ 358.40	NOVEMBER 2026 DISTRICT SECURITY
10/23/2026	43818	HOLT OF CALIFORNIA	$ 2,083.45	SERVICE # 23
10/23/2026	43819	HOME DEPOT CREDIT SERVICES	$ 632.71	SUPPLIES FOR GOLDEN MUSSEL PROGRAM, SUPPLIES FOR # 34 & PUMP & STRUCTURE SUPPLIES
10/23/2026	43820	JORGENSON & COMPANY	$ 3,343.03	ANNUAL FIRE EXTINGUISHER TRAINING AND SERVICE
10/23/2026	43821	PACIFIC GAS & ELECTRIC	$ 145,149.67	OCTOBER 2026 ELECTRICAL SERVICE
10/23/2026	43822	PRICE PAIGE & COMPANY	$ 1,795.00	WORK IN PROGRESS AUDIT FY26
10/23/2026	43823	SAFETY COMPLIANCE COMPANY	$ 675.00	SAFETY MEETINGS - FORKLIFT CERTIFICATION & HAZARD COMMUNICATION TRAINING
10/23/2026	43824	SGS NORTH AMERICA INC.	$ 315.00	OCTOBER 2026 WATER SAMPLES
10/23/2026	43825	VALLEY BUSINESS CENTER	$ 249.24	SEPTEMBER 2026 COPIER SUPPORT (2)
10/23/2026	43826	WESTAIR GASES & EQUIP, INC.	$ 426.18	OXYGEN & ACETYLENE
10/23/2026	43827	WINDECKER INC.	$ 10,501.48	1,050 GALS UNLEADED @ $ 5.20, 150 GALS CLEAR DIESEL @ $ 7.86 & 550 GALS DYED DIESEL @ $ 7.02
10/23/2026	43828	YOUNG'S AIR CONDITIONING	$ 999.00	HEATING SERVICE - OFFICE & DISTRICT HOUSES
10/23/2026	43829	ANTHONY ZAVALA, SR.	$ 150.00	BOOT REIMBURSEMENT
11/10/2026	43830	ASSOCIATION OF CALIFORNIA WATER AGENCIES	$ 23,705.00	2027 ANNUAL DUES
11/10/2026	43831	ACWA/JPIA	$ 36,678.83	DECEMBER 2026 INSURANCE - HEALTH $ 34,383.12, DENTAL $ 1,955.28, VISION $ 296.96 & LIFE $ 43.47
11/10/2026	43832	AGILE OCCUPATIONAL MEDICINE, PC	$ 125.00	EMPLOYEE DOT PHYSICAL
11/10/2026	43833	AARON BARCELLOS	$ 500.00	BOARD STIPEND OCTOBER 2026
11/10/2026	43834	JUSTIN'S TIRE & AUTO	$ 416.78	SERVICE # 34 & # 58 AND TIRE & RIM FOR # 56
11/10/2026	43835	BRAVO LABOR MANAGEMENT INC	$ 5,152.65	CLEAN OUT TURNOUT # 34 DITCH & STRINGING WIRE - PISTACHIO FENCE - REBILL
11/10/2026	43836	EDWARD NEILL CALLIS	$ 500.00	BOARD STIPEND OCTOBER 2026
11/10/2026	43837	CLARK PEST CONTROL	$ 744.00	DISTRICT PEST CONTROL
11/10/2026	43838	BEAU CORREIA	$ 500.00	BOARD STIPEND OCTOBER 2026
11/10/2026	43839	U.S. STANDARD PRODUCTS	$ 699.82	SHOP SUPPLIES
11/10/2026	43840	DEPARTMENT OF HOUSING & COMMUNITY	$ 35.00	MODULAR UNIT PERMIT
11/10/2026	43841	ELECTRIC DRIVES	$ 1,250.95	REPAIRS TO STATION # 3 PUMP # 3
11/10/2026	43842	STEVE FAUSONE	$ 500.00	BOARD STIPEND OCTOBER 2026
11/10/2026	43843	HCL MACHINE WORKS INC.	$ 194.17	OXYGEN & ACETYLENE REGULATOR
11/10/2026	43844	DIANA MOSES	$ 29.00	MILEAGE REIMBURSEMENT
11/10/2026	43845	PACIFIC GAS & ELECTRIC	$ 449.06	OCTOBER 2026 ELECTRICAL SERVICE

DATE	CHECK NUMBER	NAME	CHECK AMOUNT	MEMO
11/10/2026	43846	PAPE MATERIAL HANDLING	$ 258.41	SERVICE # 31C
11/10/2026	43847	PROVOST & PRITCHARD	$ 2,448.40	SEPTEMBER 2026 CONTROL SURVEY FOR SUBSIDENCE MONITORING
11/10/2026	43848	SORENSEN'S TRUE VALUE	$ 16.29	CLEANING SUPPLIES
11/10/2026	43849	UNWIRED BROADBAND, INC.	$ 359.99	NOVEMBER 2026 INTERNET SERVICES
11/10/2026	43850	VERIZON CONNECT	$ 307.58	OCTOBER 2026 GPS SERVICE
11/10/2026	43851	WAYNE WESTERN, JR.	$ 500.00	BOARD STIPEND OCTOBER 2026
10/14/2026	W000001150	PURCHASE POWER	$ 300.00	POSTAGE REFILL
10/14/2026	W000001151	SLDM WATER AUTHORITY	$ 15,440.24	SEPT 2026 SLDMWA CONVEYANCE COSTS DMC $ 11,666.76 & SEPT 26 SLDMWA YUBA WARRAN ACT COSTS $ 3,773.48
10/14/2026	W000001152	SL & DM WATER AUTHORITY	$ 629,200.00	WY26 SJRECWA WATER TRANSFER
10/14/2026	W000001153	US BUREAU OF RECLAMATION	$ 20,968.08	SEPT 2026 USBR WATER COSTS SLC $ 13,952.28 & DMC $ 5,372.80 & DMC WARRANT ACT COSTS $ 1,643.00
10/16/2026	JE-181	TRANSFER FUNDS FOR PAYROLL	$ 80,000.00	PAYROLL DATED 10/20/2026
10/23/2026	W000001154	WESTAMERICA VISA	$ 2,727.87	FLAT REPAIR # 38, FUEL # 38, SUPPLIES # 38, STAFF LUNCH, NOTICE OF COMPLETION FILING - PDD REBILL, DISTRICT EMAILS, SERVICE PLAN # 86C, CLEAN TRUCK CHECK PROGRAM FILING FEE, WEED SCIENCE SOCIETY CONFERENCE REGISTRATION - A ZAVALA, SUMP PUMP FOR FRONT FOUTAIN, WELDING SUPPLIES, FUEL & TRUCK WASH # 20, EXTRA ICLOUD STORAGE, CHAT GPT MONTHLY CHARGE & ACWA CONFERENCE REGISTRATION - P MCGOWAN
11/3/2026	JE-197	TRANSFER FUNDS FOR PAYROLL	$ 80,000.00	PAYROLL DATED 11/5/2026
		TOTAL	**$ 1,208,980.68**	

		MECHANICS PAYROLL CHECKING # 7895		
DATE	CHECK NUMBER	NAME	AMOUNT	MEMO
10/19/2026	PR-1577	NET PAYROLL	$ 47,172.13	PAYROLL DATED 10/19/2026
10/19/2026	PR-1578	NET PAYROLL	$ 127.23	PAYROLL DATED 10/19/2026
10/19/2026	PR-1579	NET PAYROLL	$ 936.63	PAYROLL DATED 10/19/2026
10/20/2026	PR-182	EMPLOYMENT DEVELOPMENT DEPARTMENT	$ 1.90	STATE PAYROLL TAX DEPOSIT
10/20/2026	PR-183	INTERNAL REVENUE SERVICE	$ 22.36	FEDERAL PAYROLL TAX DEPOSIT
10/20/2026	PR-184	JOHN HANCOCK	$ 16.08	401K RETIREMENT
10/20/2026	PR-185	EMPLOYMENT DEVELOPMENT DEPARTMENT	$ 27.84	STATE PAYROLL TAX DEPOSIT
10/20/2026	PR-186	INTERNAL REVENUE SERVICE	$ 208.61	FEDERAL PAYROLL TAX DEPOSIT
10/20/2026	PR-187	JOHN HANCOCK	$ 76.28	401K RETIREMENT
10/20/2026	PR-188	EMPLOYMENT DEVELOPMENT DEPARTMENT	$ 3,154.48	STATE PAYROLL TAX DEPOSIT
10/20/2026	PR-189	INTERNAL REVENUE SERVICE	$ 16,443.87	FEDERAL PAYROLL TAX DEPOSIT
10/20/2026	PR-190	JOHN HANCOCK	$ 9,158.91	401K RETIREMENT
11/4/2026	JE-198	EMPLOYMENT DEVELOPMENT DEPARTMENT	$ 3,120.62	STATE PAYROLL TAX DEPOSIT
11/4/2026	JE-199	INTERNAL REVENUE SERVICE	$ 15,734.81	FEDERAL PAYROLL TAX DEPOSIT
11/4/2026	JE-200	JOHN HANCOCK	$ 11,522.48	401K RETIREMENT
11/4/2026	PR-1580	NET PAYROLL	$ 45,647.11	PAYROLL DATED 11/5/2026
10/22/2026	3539	PRINCIPAL INSURANCE COMPANY	$ 104.68	EMPLOYEE PAID INSURANCE
		TOTAL	**$ 153,476.02**	

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

	AUGUST INTEREST RATE	SEPTEMBER INTEREST RATE	OCTOBER INTEREST RATE	October 31, 2026	September 30, 2026
CURRENT LIABILITIES					
ACCOUNTS PAYABLE				$35,318	$291,141
TOTAL CURRENT LIABILITIES				**$35,318**	**$291,141**
CASH AND INVESTMENT ACCOUNTS					
MECHANICS BANK O&M CHECKING				$12,609	$88,659
MECHANICS BANK PAYROLL CHECKING				$8,875	$84,401
MECHANICS BANK MONEY MARKET	3.85%	3.95%	4.05%	$5,452,998	$6,001,353
MECHANICS BANK CONTRACTUAL OBLIGATION FUND MM (OVERCOLLECTION)	3.85%	3.95%	4.05%	$2,326,506	$2,318,787
LAIF	3.85%	3.85%	3.97%	$343,466	$340,107
2021 REVENUE BONDS - LAIF RESTRICTED (RATE STABILIZATION FUND)	3.85%	3.85%	3.97%	$1,269,583	$1,257,033
LPL WEALTH MANAGEMENT				$8,000,000	$8,000,000
TOTAL CASH AND INVESTMENTS				**$17,414,036**	**$18,090,340**
ACCOUNTS RECEIVABLES					
WATER				$2,087,812	$3,743,205
GROUNDWATER MANAGEMENT FEE				-	-
DELINQUENT ACCOUNT CHARGES				$156,541	$60,402
OTHER				-	$6,396
GBA NOTE RECEIVABLE (5 YEARS @ 1.75%)				$100,641	$120,681
PDD NOTE RECEIVABLE (1/2 AR) $ 716,521 (5 YEARS @ 3.00%)				$48,203	$60,178
CASH ADVANCE - PROP 84				$1,290,620	$284,620
TOTAL ACCOUNTS RECEIVABLES				**$3,683,816**	**$4,275,482**
TOTAL CURRENT UNAUDITED ASSETS				**$21,097,852**	**$22,365,822**
NET CURRENT UNAUDITED ASSETS (NET CASH POSITION)				**$21,062,535**	**$22,074,681**

Account Number/Description	Beginning Balance	Debit	Credit	Net Change	Ending Balance
13112-000					
MECHANIC CKNG #******8566	1,452,889.79	49203829.99	50644110.34	1,440,280.35-	12,609.44
13132-000					
MECHANIC MM # 2305	42,211.25	23587267.97	18176481.68	5,410,786.29	5,452,997.54
13412-000					
MECHANIC PR#******7895	16,069.82	1,213,994.61	1,221,189.78	7,195.17-	8,874.65
13465-000					
2021 REVENUE BONDS - LAIF	1,232,800.10	36,782.52	0.00	36,782.52	1,269,582.62
13470-000					
CONTRACTUAL OBLIGTION FUND #9745	2,190,517.09	798,825.83	662,837.40	135,988.43	2,326,505.52
13520-000					
LOCAL AGENCY INVESTMENT FD	9,446,756.60	2,525,709.69	11629000.00	9,103,290.31-	343,466.29
13525-000					
LPL WEALTH MGMT	0.00	8,000,000.00	0.00	8,000,000.00	8,000,000.00
Report Total:	14381244.65	85366410.61	82333619.20	3,032,791.41	17414036.06

PANOCHE WATER DISTRICT QUARTERLY FINANCIAL STATUS		
CASH BOOK ACCOUNTS AS OF 9/30/2026		
PANOCHE WATER DISTRICT CHECKING	**INTEREST RATE**	
Balance as per bank statement		$178,899
Reconciling Items		
Add: Outstanding deposits		-
Deduct: Outstanding checks		($90,240)
Balance as reported in the general ledger account		$88,659
PANOCHE WATER DISTRICT MONEY MARKET		
Balance as per bank statement		$6,001,353
Reconciling Items		
Add: Outstanding deposits		-
Deduct: Outstanding checks		-
Balance as reported in the general ledger account	3.950%	$6,001,353
PANOCHE WATER DISTRICT PAYROLL		
Balance as per bank statement		$85,027
Reconciling Items		
Add: Outstanding deposits		-
Deduct: Outstanding checks		($627)
Balance as reported in the general ledger account		$84,401
PANOCHE WATER DISTRICT 2021 BOND ACQUISITION FUND		
Balance as per bank statement		$2,318,787
Reconciling Items		
Add: Outstanding deposits		-
Deduct: Outstanding checks		-
Balance as reported in the general ledger account	3.950%	$2,318,787
LPL WEALTH MANAGEMENT (DECORUM)		
Balance as of 9/30/2026		$8,000,000
PANOCHE WATER DISTRICT LAIF ACCOUNT		
LAIF Account balance as of 9/30/2026	3.970%	$343,466
PANOCHE WATER DISTRICT 2021 LAIF REVENUE BONDS		
LAIF Account balance as of 9/30/2026	3.970%	$1,269,583
TOTAL OF GENERAL LEDGER ACCOUNT BALANCES AND LAIF		$18,106,248

Account Number/Description	Beginning Balance	Debit	Credit	Net Change	Ending Balance
13112-000					
MECHANIC CKNG #******8566	1,452,889.79	47070507.89	48434738.60	1,364,230.71-	88,659.08
13132-000					
MECHANIC MM # 2305	42,211.25	22929623.22	16970481.68	5,959,141.54	6,001,352.79
13412-000					
MECHANIC PR#******7895	16,069.82	1,133,994.61	1,065,663.74	68,330.87	84,400.69
13465-000					
2021 REVENUE BONDS - LAIF	1,232,800.10	36,782.52	0.00	36,782.52	1,269,582.62
13470-000					
CONTRACTUAL OBLIGTION FUND #9745	2,190,517.09	791,107.13	662,837.40	128,269.73	2,318,786.82
13520-000					
LOCAL AGENCY INVESTMENT FD	9,446,756.60	2,525,709.69	11629000.00	9,103,290.31-	343,466.29
13525-000					
LPL WEALTH MGMT	0.00	8,000,000.00	0.00	8,000,000.00	8,000,000.00
Report Total:	14381244.65	82487725.06	78762721.42	3,725,003.64	18106248.29

PANOCHE WATER DISTRICT

2026 Quarterly Investment Report
For Quarter Ending September 30, 2026

DATE: November 10, 2026

TO: Board of Directors

FROM: Marlene Brazil

In accordance with Government Code Section 53646 and the Panoche Water District Investment Policy, the following shall constitute the quarterly report of investment on behalf of the Panoche Water District:

	MECHANICS BANK (4 ACCTS)	LAIF	LPL WEALTH MGMT	TOTAL
INVESTMENT BALANCES September 30, 2026	$ 8,493,199.38	$ 1,613,048.91	$ 8,000,000.00	$ 18,106,248.29

1. As of the date of the report, the majority of District funds are deposited in Federal Deposit Insurance Corporation(FDIC) insured accounts at Mechanics Bank. Therefore as provided by Government Code Section 53646 (e), attached are the most recent statement(s) received by the District.

2. As of the date of the report, the remaining District funds are invested in the State of California Local Agency Investment Funds (LAIF) in accordance with Section 16429.1 of the Government Code. The remaining district funds are being held in LPL Wealth Management. Attached are the most recent statements received by the District.

3. The portfolio of the District is in compliance with the District's Statement of Investment Policy.

4. It is expected the District will be able to meet its expenditure requirements for the next six months based on projected revenue from drainage service charges, reimbursement for project costs and with application of funds from Fresno County tax allocations.

MALIA M. COHEN

California State Controller

LOCAL AGENCY INVESTMENT FUND
REMITTANCE ADVICE

Agency Name	PANOCHE WATER DISTRICT
Account Number	11-10-004

As of 10/15/2026, your Local Agency Investment Fund account has been directly credited with the interest earned on your deposits for the quarter ending 9/30/2026.

Earnings Ratio		0.00010867429987458
Interest Rate		3.97%
Dollar Day Total	$	115,476,927.92
Quarter End Principal Balance	$	1,257,033.25
Quarterly Interest Earned	$	12,549.37

MALIA M. COHEN

California State Controller

LOCAL AGENCY INVESTMENT FUND
REMITTANCE ADVICE

Agency Name	PANOCHE WATER DISTRICT
Account Number	90-10-005

As of 10/15/2026, your Local Agency Investment Fund account has been directly credited with the interest earned on your deposits for the quarter ending 9/30/2026.

Earnings Ratio		0.00010867429987458
Interest Rate		3.97%
Dollar Day Total	$	30,910,606.22
Quarter End Principal Balance	$	340,107.10
Quarterly Interest Earned	$	3,359.19

Mechanics Bank
P.O. Box 2200
Corona, CA 92878
800.797.6324
www.mechanicsbank.com

Statement Ending 09/30/2026

Managing Your Accounts

	Client Services	800.797.6324
	Online	www.mechanicsbank.com
	Mobile	Download Our Mobile Apps

PANOCHE WATER DISTRICT
O & M ACCOUNT
52027 W ALTHEA AVE
FIREBAUGH CA 93622-9401



Summary of Accounts

Account Type	Account Number	Ending Balance
PUBLIC CHECKING	XXXXXXXX8566	$178,898.68

PUBLIC CHECKING - XXXXXXXX8566

Account Summary

Date	Description	Amount
09/01/2026	**Beginning Balance**	**$312,742.34**
	27 Credit(s) This Period	$10,961,246.35
	85 Debit(s) This Period	$11,095,090.01
09/30/2026	**Ending Balance**	**$178,898.68**

Deposits

Date	Description	Amount
09/17/2026	DEPOSIT	$152.00

Electronic Credits

Date	Description	Amount
09/01/2026	Remote Deposit	$146,520.36
09/02/2026	Remote Deposit	$30,464.40
09/04/2026	Remote Deposit	$150.39
09/08/2026	PARDISORCHARDSLP ACH Single 16793338	$23,528.00
09/08/2026	YAZDLP ACH Single 16793348	$37,541.00
09/08/2026	JE-147 Transfer funds from Money Market into Checking	$295,000.00
09/09/2026	Remote Deposit	$86,410.84

Member FDIC
EQUAL HOUSING LENDER

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Statement Ending 09/30/2026

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PANOCHE WATER DISTRICT
PAYROLL ACCOUNT
52027 W ALTHEA AVE
FIREBAUGH CA 93622-9401



Summary of Accounts

Account Type	Account Number	Ending Balance
PUBLIC CHECKING	XXXXXXXX7895	$85,027.45

PUBLIC CHECKING - XXXXXXXX7895

Account Summary

Date	Description	Amount
09/01/2026	**Beginning Balance**	**$9,755.84**
	4 Credit(s) This Period	$231,050.00
	11 Debit(s) This Period	$155,778.39
09/30/2026	**Ending Balance**	**$85,027.45**

Electronic Credits

Date	Description	Amount
09/02/2026	JE-143 Transfer funds for payroll	$80,000.00
09/16/2026	JE-154 Transfer funds for payroll	$70,000.00
09/22/2026	JE-160 Transfer funds for payroll	$1,050.00
09/30/2026	JE-167 Transfer funds for payroll	$80,000.00

Electronic Debits

Date	Description	Amount
09/04/2026	IRS USATAXPYMT 270664705165801	$16,261.67
09/04/2026	PANOCHEWATERDIST PE08/31/26 XXXXX2036	$47,420.79
09/08/2026	EMPLOYMENT DEVEL EDD EFTPMT 264499216	$3,057.44
09/08/2026	JOHN HANCOCK ACH DEBIT 0046568	$9,041.63

Member FDIC
EQUAL HOUSING LENDER

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Statement Ending 09/30/2026

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PANOCHE WATER DISTRICT
CONTRACTUAL OBLIGATION FUND
52027 W ALTHEA AVE
FIREBAUGH CA 93622-9401



The "Per Check Charge" defined on your statement represents a $15 charge for each check that exceeds the six check limitation on your account. Refer to Mechanics Bank's Account Agreement for additional information.

Summary of Accounts

Account Type	Account Number	Ending Balance
PUBLIC MONEY MARKET	XXXXXXXX9745	$2,318,786.82

PUBLIC MONEY MARKET - XXXXXXXX9745

Account Summary

Date	Description	Amount
09/01/2026	**Beginning Balance**	**$2,311,283.07**
	1 Credit(s) This Period	$7,503.75
	0 Debit(s) This Period	$0.00
09/30/2026	**Ending Balance**	**$2,318,786.82**

Interest Summary

Description	Amount
Interest Earned From 09/01/2026 Through 09/30/2026	
Annual Percentage Yield Earned	4.02%
Interest Days	30
Interest Earned	$7,503.75
Interest Paid This Period	$7,503.75
Interest Paid Year-to-Date	$71,507.54

Other Credits

Date	Description	Amount
09/30/2026	INTEREST	$7,503.75

Member FDIC
EQUAL HOUSING LENDER

Mechanics Bank
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www.mechanicsbank.com

Statement Ending 09/30/2026

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Mobile	Download Our Mobile Apps

PANOCHE WATER DISTRICT
52027 W ALTHEA AVE
FIREBAUGH CA 93622-9401



The "Per Check Charge" defined on your statement represents a $15 charge for each check that exceeds the six check limitation on your account. Refer to Mechanics Bank's Account Agreement for additional information.

Summary of Accounts

Account Type	Account Number	Ending Balance
PUBLIC MONEY MARKET	XXXXXXXX2305	$6,001,352.79

PUBLIC MONEY MARKET - XXXXXXXX2305

Account Summary

Date	Description	Amount
09/01/2026	**Beginning Balance**	**$14,724,474.03**
	2 Credit(s) This Period	$712,698.76
	6 Debit(s) This Period	$9,435,820.00
09/30/2026	**Ending Balance**	**$6,001,352.79**

Interest Summary

Description	Amount
Interest Earned From 09/01/2026 Through 09/30/2026	
Annual Percentage Yield Earned	4.02%
Interest Days	30
Interest Earned	$42,698.76
Interest Paid This Period	$42,698.76
Interest Paid Year-to-Date	$236,354.06

Electronic Credits

Date	Description	Amount
09/30/2026	JE-166 Transfer funds from Checking into Monkey Market	$670,000.00

Other Credits

Date	Description	Amount
09/30/2026	INTEREST	$42,698.76

Member FDIC
EQUAL HOUSING LENDER

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

	WATER REVENUE	BUDGET	ACTUAL THRU 10/31/2026	% OF BUDGET TO DATE	ESTIMATE TO COMPLETE	ESTIMATED YEAR END 2/28/27	$ DIFFERENCE (OVER)UNDER	ESTIMATED % OF BUDGET REMAINING
1	Supplemental Water	$13,079,735	$12,835,089	98%	$244,646	$244,646	$244,646	2%
2	USBR Rescheduled Water (WY 25-26)	$958,624	$1,009,706	105%	-	-	($51,082)	-5%
3	CVP Ag Water Contract (Based on 25%)	$3,045,600	$3,483,621	114%	-$438,021	-$438,021	($438,021)	-14%
4	Other Revenue	$600,000	$584,826	97%	$15,174	$15,174	$15,174	3%
5	Reserves - Supplemental Water	$400,000	$400,000	100%	-	-	-	0%
	TOTAL WATER REVENUE	**$18,083,959**	**$18,313,242**	**101%**	**-$178,201**	**-$178,201**	**($229,283)**	**-1%**

	WATER EXPENSES	BUDGET	ACTUAL THRU 10/31/2026	% OF BUDGET TO DATE	ESTIMATE TO COMPLETE	ESTIMATED YEAR END 2/28/27	$ DIFFERENCE (OVER)UNDER	ESTIMATED % OF BUDGET REMAINING
6	Supplemental Water	$13,079,735	$11,909,627	91%	$1,353,188	$1,353,188	$1,170,108	9%
7	USBR Rescheduled Water (WY25-26)	$958,624	$996,325	104%	-	-	($37,701)	-4%
8	CVP Ag Water Contract (Based on 25%)	$3,045,600	$1,848,784	61%	$458,862	$458,862	$1,196,816	39%
9	Planning & Engineering	$70,000	$25,475	36%	$44,525	$44,525	$44,525	64%
10	Reserves - Supplemental Water	$400,000	$400,000	100%	-	-	-	0%
	TOTAL WATER EXPENSES	**$17,553,959**	**$15,180,211**	**86%**	**$1,856,575**	**$1,856,575**	**$2,373,748**	**14%**
	NET WATER REVENUE/(DEFICIT)	**$530,000**	**$3,133,031**		**($2,034,776)**	**($2,034,776)**	**($2,603,031)**	

	O & M REVENUE	BUDGET	ACTUAL THRU 10/31/2026	% 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	$4,329,745	90%	$481,333	$481,333	$481,333	10%
12	Labor Reimbursement	$90,000	$59,407	66%	$30,593	$30,593	$30,593	34%
13	Reimbursed Expenses	$230,000	$157,075	68%	$72,925	$72,925	$72,925	32%
14	Domestic Water Treatment Plant	$169,500	$249,827	147%	-$80,327	-$80,327	-$80,327	-47%
15	Central Delta-Mendota Region SGMA Fund 65	$22,663	$22,948	101%	-	-	-	0%
16	SGMA Coordinated Fund 63	$12,771	$12,771	100%	-	-	-	0%
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	$139,671	58%	$100,640	$100,640	$100,640	42%
20	PDD Note Receivable $ 716,521.50 2/29/2024 Less: Interest	$143,176	$94,973	66%	$48,203	$48,203	$48,203	34%
21	Reserves - Service Truck w/ Boom	$185,000	$173,865	94%	-	-	-	0%
22	Reserves - Computer Replacements	$17,000	$15,158	89%	$1,842	$1,842	$1,842	11%
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	$109,419	44%	$140,581	$140,581	$140,581	56%
	TOTAL O & M REVENUE	**$8,295,436**	**$5,445,723**	**66%**	**$2,838,863**	**$2,838,863**	**$2,849,713**	**34%**

	ADMINISTRATION EXPENSES	BUDGET	ACTUAL THRU 10/31/2026	% 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	$37,602	50%	$37,398	$37,398	$37,398	50%
27	Salaries and Wages	$666,826	$407,084	61%	$259,742	$259,742	$259,742	39%
28	Employees' Benefits	$210,000	$151,712	72%	$58,288	$58,288	$58,288	28%
29	Payroll Burden	$75,000	$52,385	70%	$22,615	$22,615	$22,615	30%
30	SLDMWA Activity Agreements	$132,105	$132,105	100%	-	-	-	0%
31	SLDMWA DHCCP Bond Payment	$134,291	$20,729	15%	$113,562	$113,562	$113,562	85%
32	Directors' Benefits	$30,000	$20,000	67%	$10,000	$10,000	$10,000	33%
33	Insurance Costs	$103,000	$68,402	66%	$34,598	$34,598	$34,598	34%
34	SWRCB Water Rights Fee	$140,943	-	0%	$140,943	$140,943	$140,943	100%
35	Central Delta-MendotaRegion SGMA Fund 65	$22,663	$23,967	106%	-$1,304	-$1,304	-$1,304	-6%
36	SGMA Coordinated Fund 63	$12,771	$17,717	139%	-$4,946	-$4,946	-$4,946	-39%
37	Other Supplies & Services	$100,000	$64,942	65%	$35,058	$35,058	$35,058	35%
38	Professional Services	$60,000	$43,093	72%	$16,907	$16,907	$16,907	28%
39	Annual Audits	$42,400	$20,610	49%	$21,790	$21,790	$21,790	51%
40	Communication Costs	$38,500	$26,905	70%	$11,595	$11,595	$11,595	30%
41	Conferences and Training Costs	$22,500	$6,261	28%	$16,239	$16,239	$16,239	72%
42	Utilities	$49,000	$26,047	53%	$22,953	$22,953	$22,953	47%
	TOTAL ADMINISTRATION EXPENSES	**$1,914,999**	**$1,119,561**	**58%**	**$795,438**	**$795,438**	**$795,438**	**42%**

	OPERATIONS & MAINTENANCE EXPENSES	BUDGET	ACTUAL THRU 10/31/2026	% 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	$1,545,105	86%	$254,895	$254,895	$254,895	14%
44	Salaries and Wages	$950,000	$618,921	65%	$331,079	$331,079	$331,079	35%
45	Employees' Benefits	$358,000	$230,659	64%	$127,341	$127,341	$127,341	36%
46	Payroll Burden	$132,000	$79,645	60%	$52,355	$52,355	$52,355	40%
47	Reimbursable Expenses	$230,000	$70,300	31%	$159,700	$159,700	$159,700	69%
48	Chemical Application	$193,000	$99,470	52%	$93,530	$93,530	$93,530	48%
49	Domestic Water Treatment Plant	$269,500	$81,773	30%	$187,727	$187,727	$187,727	70%
50	Fuel & Oil costs	$95,000	$76,771	81%	$18,229	$18,229	$18,229	19%
51	Pumps & Structures Repairs	$200,000	$200,000	100%	-	-	-	0%
52	Equipment repairs	$55,000	$57,315	104%	($2,315)	($2,315)	-$2,315	-4%
53	Vehicle repairs & Maintenance	$37,000	$15,971	43%	$21,029	$21,029	$21,029	57%
54	Buildings Repairs & Maintenance	$100,000	$17,339	17%	$82,661	$82,661	$82,661	83%
55	Laboratory - Water Testing	$15,000	$18,233	122%	($3,233)	($3,233)	($3,233)	-22%
56	Grant Expenses (Contour Canal)	$1,877,823	$92,634	5%	$1,785,189	$1,785,189	$1,785,189	95%
57	Reserves - Service Truck w/ Boom	$185,000	$173,865	94%	-	-	$11,135	6%
58	Reserves - Computer Replacements	$17,000	$15,158	89%	$1,842	$1,842	$1,842	11%
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	$109,419	44%	$140,581	$140,581	$140,581	56%
	TOTAL OPERATIONS & MAINTENANCE EXPENSES	**$6,910,437**	**$3,583,441**	**52%**	**$3,315,861**	**$3,315,861**	**$3,326,996**	**48%**
	TOTAL EXPENSES	**$8,825,436**	**$4,703,002**		**$4,111,299**	**$4,111,299**	**$4,122,434**	
	NET O & M REVENUE/(DEFICIT)	**-$530,000**	**$742,721**		**-$1,272,436**	**-$1,272,436**	**-$1,272,721**	
	TOTAL REVENUE/(DEFICIT)		**$3,875,752**					

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

Purchased Ford Ranger	$40,169

PANOCHE WATER DISTRICT 2026/2027	
OTHER REVENUE BREAKDOWN	
EMPLOYEE RENT	$33,040
DELIQUENT CUSTOMER CHARGES	$3,067
MECHANICS MONEY MARKET INTEREST	$245,773
LAIF INTEREST	$162,492
PDD INTEREST ON LOAN INSTALLMENT PYMTS	$8,027
SALE OF DISTRICT VEHICLES	-
FRONTIER REFUND - CLOSED PHONE ACCOUNT	$231
REFUND DEPT OF PESTICIDE	$180
LATE FEE - RENT	$200
SALE OF METALS - A & S METALS	$677
SETTLEMENT CHECK CINTAS - UNIFORMS	$252
GBA PROP 84 INTEREST ON ADVANCES	$58,178
PROP 218 MONEY MARKET INTEREST	$65,830
GBA INTEREST ON LOAN INSTALLMENT PYMTS	$6,880
TOTAL OTHER REVENUE	**$584,826**

10.31.2026

PROP 218 BOND RECONCILIATION ACT # 13470					
		AMOUNT	AMOUNT		
	AMOUNT	COLLECTED	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	$ 732,895.55	$ 1,462,830.53	$ 530,928.03
2025-2026	$ 935,910.50	$ 729,969.24	$ 730,055.22	$ 1,460,024.46	$ 524,113.96
	$ 4,787,908.55			$ 7,174,942.31	$ 2,387,033.76
21/22 OVERCOLLECTION REFUND FRESNO COUNTY					$ 323,556.68
TOTAL OVERCOLLECTION BALANCE					$ 2,387,033.76
MONEY MARKET ACCOUNT BALANCE WITH INTEREST 10.31.2026					**$ 2,318,786.82**

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	$	730,055.22
PAYMENT DUE 8/31/2026 2025-2026 (INTEREST & PRINCIPAL)	$	662,837.40
25.26 OVERCOLLECTION (ESTIMATE)	**$**	**524,113.96**

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

$257,983.11	INTEREST @ 4.05%
$5,045.00	FUNDS TO START ACCOUNT
$2,063,477.41	OVERCOLLECTION BALANCE
$2,326,505.52	OCTOBER 2026 BALANCE

MONEY MARKET FUND EARNING 4.05% INTEREST

10.31.2026

PANOCHE WATER DISTRICT CASH RESERVE REPORT

BANK ACCOUNT BALANCES THRU 10.31.2026

13112-000		
MECHANIC CKNG #******8566	$	12.609.44
13132-000		
MECHANIC MM # 2305	$	5.452.997.54
13412-000		
MECHANIC PR#******7895	$	8.874.65
13465-000		
2021 REVENUE BONDS - LAIF	$	1.269.582.62
13470-000		
CONTRACTUAL OBLIGTION FUND #9745	$	2.326.505.52
13520-000		
LOCAL AGENCY INVESTMENT FD	$	343.466.29
13525-000		
LPL WEALTH MANAGEMENT	$	8.000.000.00
Report Total:	**$**	**17,414,036.06**

EXPECTED EXPENSES FOR 2026 - 2027			
RESERVE BALANCE AVAILABLE	$	5,809,073	
SERVICE TRUCK W/ BOOM	$	-	2024 FORD F550 PICKUP
PUMPS & STRUCTURES	$	143,343	PUMP REHAB
COMPUTER REPLACEMENTS	$	1,842	UPDATE COMPUTERS
NEW VFD STATION	$	65,200	VFD FOR PUMP
FOREFRONT POWER	$	-	SETTLEMENT
PISTACHIO FENCING (FORWARD FROM 25.26)	$	20,937	PISTACHIO FENCING - BALANCE OF 1/2 COST
GRASSLAND BASIN AUTHORITY	$	1,290,620	PROP 84 ADVANCE REIMBURSEMENT EXPECTED * (ADDED IN)
MID SIZE PICKUP	$	-	2026 FORD RANGER PICKUP
WATER REVENUE USED 2026-2027	$	400,000	USED TO OFFSET 2026-27 SUPP'L WATER RATE ($515 TO $500)
WATER REVENUE OVERAGE	$	1,774,666	WATER YEAR 2024 - 2025 (TRACKING PURPOSES ONLY - NEEDS UPDATE)
RESERVE BALANCE AFTER EXPENDITURES	$	6,468,371	

Aaron Barcellos

October 26th, 2026

Review Period 09/05/2026 – 10/06/2026

Statement and documentation made available: 10//23/2026

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

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

Mr. Patrick McGowan – General Manager

Mr. Juan Cadena – Director of Operations

Mr. Chris Carlucci

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

Sincerely,

Aaron Barcellos

PANOCHE WATER DISTRICT
AGED ACCOUNTS RECEIVABLE, BY DUE DATE
As of 10/31/2026

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	42.04	✓	42.04	✓	36.46	✓	3,125.16	✓	3,245.70
Carbajal, Sylvia	8.52	✓	8.52	✓	7.39	✓	762.69	✓	787.12
Correia, Beau and Katherine	139.38	✓	3,004.43	✓			4,342.23	✓	7,486.04
Correia 2015 Living Trust	53.12	✓							53.12
Epic Farms							90.00	✓	90.00
Green Nut, LLC	19,895.00	✓							19,895.00
Hanna M&M Family Trust							29,523.00	✓	29,523.00
Hanza Farm LLC	31,486.00	✓							31,486.00
Harvest Point, LLC							19,128.00	✓	19,128.00
KB Family Farm	13.25	✓	13.25	✓	13.25	✓			39.75
USC Farms, LC	34,167.50	✓							34,167.50
Zagros Farms, LLC	10,639.50	✓							10,639.50
Total:	**96,444.31**		**3,068.24**		**57.10**		**56,971.08**		**$ 156,540.73**

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 & 3/4 & 4/6 & 5/6 & 6/2 & 7/7 & 8/4 & 9/3 & 9/15 & 10/15

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 head back. / Mailed Statement 1/5/26 & 2/4 & 3/4 & 4/6 & 5/6 & 6/2 & 7/7 & 8/4 & 9/3 & 9/15 & 10/15

Correia /Rec'd payment 9/2 / E-mailed statement copy over and handed statements and bills pending

Epic Farms / E-mailed this over to Henry along with a copy of our delinquency policy / Called Henry and he assured me this would be paid.

Green Nut / Hanza Farms / Zagros Farms - Payments were applied on 11/2/2026

Hanna/Harvest Point / The amounts owed are the Allocation Deposit USBR Water Cost Billings / I, Chris, and Patrick have talked to him

KB Family Farm made a payment on 9/2/26 / Interest Charges Remain / E-mailed a statement copy and was presented with what was owed. USC Farms - E-mailed Ajay on 11/4/2026 to let him know invoice was pending / Ajay is fed exing the check to us.

PANOCHE 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: SANDRA REYES, WATER MASTER

SUBJECT: OCTOBER DIVISION REPORT – WATER DEPT.

DATE: November 10, 2026

CC : JUAN CADENA, WATER RESOURCES MANAGER
PATRICK MCGOWAN, GENERAL MANAGER

Water Supply as of November 1, 2026:

San Luis Reservoir Total Storage	1,362,285 AF	
San Luis Reservoir Federal Storage	434,261 AF	
San Luis Reservoir % of Total Capacity	67 %	(100% = 2,041,000 AF)
San Luis Reservoir Federal % Share	32 %	

Average 913,408 AF – As of Nov 1 – Overall at 149% of average

Panoche Water Supply as of November 1, 2026:

USBR 2026 Water Balance	19,037 AF	(31%)
USBR Resch. Water Balance	0 AF	
October, 2026 Grower Deliveries	2,131 AF	
Total Deliveries to Date (Mar-Oct)	49,600 AF	(Includes Transfers Out)

The water figures do not include the Drought Pool of 2,197 AF, or the banked water of 1,500 AF.

Water Department Updates:

The September O&M billings, Interest billings, & M&I water billings were completed & mailed out.
October's Water Usage, Interest, and M&I Billings will go out 11/16/2026.
Worked with CCID/FCWD to color SJRECWA transfers, colored all other water and will report October's Water, M&I, and Transfer Usage for PWD for the DMC & SLC to SJRECWA/SLDMWA/USBR/DWR
Will finalize the Water Payment Summaries for the DMC & SLC to the USBR & SLDMWA for October and coded them for AP to process for payment.
Finalized the PDD and PWD Board Meeting Minutes for last month's meetings
Put together the board meeting packets and e-mailed them out the board of Directors / Posted the Agendas on the websites and communication board.
Reconciled all the bank statements and the Fresno County Fund for the month of October and posted any interest in the GL for all Districts / Scanned them all onto the server.

Processed the Board Meeting AR Reports for PDD & PWD
Reached out to Growers regarding their delinquencies for both PDD & PWD
Verified USBR BORWORKS Delivery & Charges Reports for the DMC/SLC for September.
Still working on a project with Juan on the overall District map APN's and ownership / researching and updating to current / Currently on Division 1 out of 5. (Juan has completed Sections 3, 4, and 5 already)
Updated the Water Forecast spreadsheet as of 11/1/26 for the board meeting.
Allocated transfer in water to one grower's water account prior to billing.
Kept updating a "No Delivery Water List" for the canalmen letting them know who is low on water or no longer has water to accept water orders/ Working with the growers on the list to bring them to current / Also notes delinquencies, if any.
Processed a water transfer for Almendra Farming and coordinated delivery and approval with the participating District and the USBR/SLDMWA.
Completed any water transfer billings after having rec'd the USBR approval letters.
Completed a project e-mailing everyone their Water Reconciliation Overview for the WY that showed their allocations, rescheduling, usage to date, and estimated usage to 2/28/27
Completed a Supplemental Water Revenue vs. Expenses spreadsheet to estimate where the District will be 2/28/27
Billed PDD's 2nd Installment Drainage Service Fee Billing ($ 757,785.24)
Billed out additional Supp'l Water sold (112 AF) (Total of $56,000)

USBR Allocation 31%, or 29,201 AF will equal approximately .76 AF/AC
At 100%, the allocation is 2.46 AF/AC

PANOCHE WATER DISTRICT WATER ACCOUNTING

Month: October, 2026

11/4/2026

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	480			250	225	5								480				**0**
Transfer 1	3,000	242	307	572	750	1,129								3,000				**0**
Transfer 2	3,876			300	1,071	1,293	412							3,076	800	Sold / Transfer		**0**
Transfer 4	1,400			250	400	422	250	78						1,400				**0**
Transfer 5	271			8	55	114	94							271				**0**
Transfer 8	1,517			79	378	383	373	201	103					1,517				**0**
Grower Well Water	3,721		35	517	1,222	1,430	371	146						3,721				**0**
Gains or Losses	4,267	(291)	98	1,353	988	863	426	672	158					4,267				**0**
District Water Total	18,532	(49)	440	3,329	5,089	5,639	1,926	1,097	261	0	0	0	0	17,732				**0**
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 31% USBR	29,201			10	15	2,766	3,132	1,432	1,217					8,572	1,592			**19,037**
USBR Drought Program	2,350													0		(153)		**2,197**
Banked Water Program	1,500													0				**1,500**
Transfer 2	1,124			785	216	93	30							1,124				**0**
Transfer 3	5,000			1,225	2,407	1,219								4,851		(149)		**0**
Transfer 4	100							100						100				**0**
Transfer 6	3,907				1,953									1,953	1,954	Sold / Transfer		**0**
Transfer 7	1,448					101	296	355	619					1,371		(77)		**0**
Transfer 9	175				175									175				**0**
Grower Transfers In	2,921			525	865	474	652	371	34					2,921				**0**
Bureau Water Total	57,046	3,578	3,663	4,546	5,631	4,653	4,110	2,258	1,870	0	0	0	0	30,309	3,546	(457)	0	22,734
Total Water Supply	**75,578**	**3,529**	**4,103**	**7,875**	**10,720**	**10,292**	**6,036**	**3,355**	**2,131**	**0**	**0**	**0**	**0**	**48,041**	**3,546**	**(457)**	**0**	**22,734**
Usage																		
Growers		3,529	4,103	7,875	10,720	10,292	6,036	3,355	2,131					48,041				
Grower Transfers Out					600	400	92	300	200					1,592				
District Transfers/Sales														0				
USBR Drought Program														0				
Total Usage/Transfers		3,529	4,103	7,875	11,320	10,692	6,128	3,655	2,331	0	0	0	0	49,633				
Diff/Losses: % of Supply	**%**	-8%	2%	17%	8%	8%	7%	20%	8%					9%				
Budget to Actual - AF	**52,000**	3,529	4,070	7,875	10,720	10,292	6,036	3,355	2,131					48,008	1,592			**2,400**

*** Water Supply Numbers are estimates of known Transfers at this time - Deliveries are Actual * / * USBR Allocation 28% includes M&I. / USBR Allocation Increased to 31%.**

Prepared by Sandra Reyes - PWD/Water Year2026-27/PWD Water Accounting 2026-27

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	10,720	782	566	1,028	833	988	$ 27,615	$ 11,491	$ 54,027	$ 59,609	$ 43,592	$ 148,032	$ 115,412	$ 182,855	$ 178,339	$ 193,651
JUL	5,612	11,545	12,186	11,576	10,292	83	650	1,787	2,122	863	$ 46,544	$ 12,039	$ 74,553	$ 68,501	$ 50,086	$ 209,145	$ 213,325	$ 332,340	$ 271,389	$ 246,862
AUG	4,165	8,888	7,724	7,545	6,036	(253)	862	609	367	426	$ 36,685	$ 28,407	$ 65,701	$ 53,744	$ 46,300	$ 179,674	$ 203,428	$ 258,161	$ 248,974	$ 243,804
SEP	2,790	4,724	4,062	4,631	3,355	(240)	37	274	228	672	$ 22,748	$ 39,151	$ 49,877	$ 50,021	$ 3,309	$ 143,734	$ 163,960	$ 196,922	$ 219,763	$ 207,386
OCT	1,693	2,790	3,614	2,208	2,131	(171)	223	(64)	16	158	$ 8,034	$ 2,365	$ 3,657	$ 35,291	$ 433	$ 82,107	$ 119,971	$ 147,887	$ 150,265	$ 145,117
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	48,041	1,493	2,913	4,361	3,452	4,267	$ 150,552	$ 96,633	$ 276,004	$ 320,533	$ 195,330	$ 1,292,985	$ 1,249,397	$ 1,607,237	$ 1,349,416	$ 1,271,473
YEAR TO DATE	**26,818**	**48,108**	**50,600**	**52,737**	**48,041**	**1,615**	**2,964**	**4,307**	**3,756**	**4,267**	**$ 143,232**	**$ 95,688**	**$ 272,564**	**$ 320,085**	**$ 195,330**	**$ 999,710**	**$ 972,979**	**$ 1,380,994**	**$ 1,308,813**	**$ 1,271,473**

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%	31.00%	**47%**
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**	**1.25**	**1.28**
Effective Precip.	0.31	0.41	0.19	0.29	0.10	**0.26**
Total Applied a/f	**1.04**	**1.82**	**1.70**	**1.79**	**1.35**	**1.54**

Total Precip. Inches 7.34 9.73 4.56 6.92 2.30 (From Mar 1 to Nov 2)

Total rainfall /2/12

Total Rainfall from Oct. 2025 to today is 8.35 inches.

Prepared by Sandra Reyes - PWD/Water Year 2026/2027 Water Deliveries Power Reclaim Wk Sheet



CALIFORNIA MAJOR WATER SUPPLY RESERVOIRS

Midnight - November 1, 2026

CURRENT CONDITIONS

LEGEND

Capacity (TAF)

Hist Avg

Historical Average

% of Capacity | % of Hist Avg

50% | 93%
Shasta

43% | 81%
Oroville
Data From: Oct 31

67% | 111%
New Bullards Bar

38% | 89%
Folsom

67% | 115%
Trinity

78% | 131%
Camanche

63% | 117%
New Melones

73% | 110%
Don Pedro

59% | 114%
Sonoma

67% | 148%
San Luis

49% | 115%
McClure

84% | 133%
Cachuma

95% | 123%
Casitas

85% | 109%
Castaic

98% | 134%
Diamond Valley
Data From: Oct 22

43% | 100%
Millerton

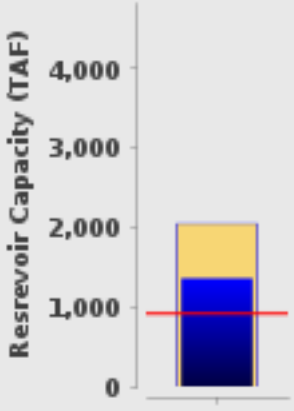
18% | 66%
Pine Flat

CURRENT RESERVOIR CONDITONS



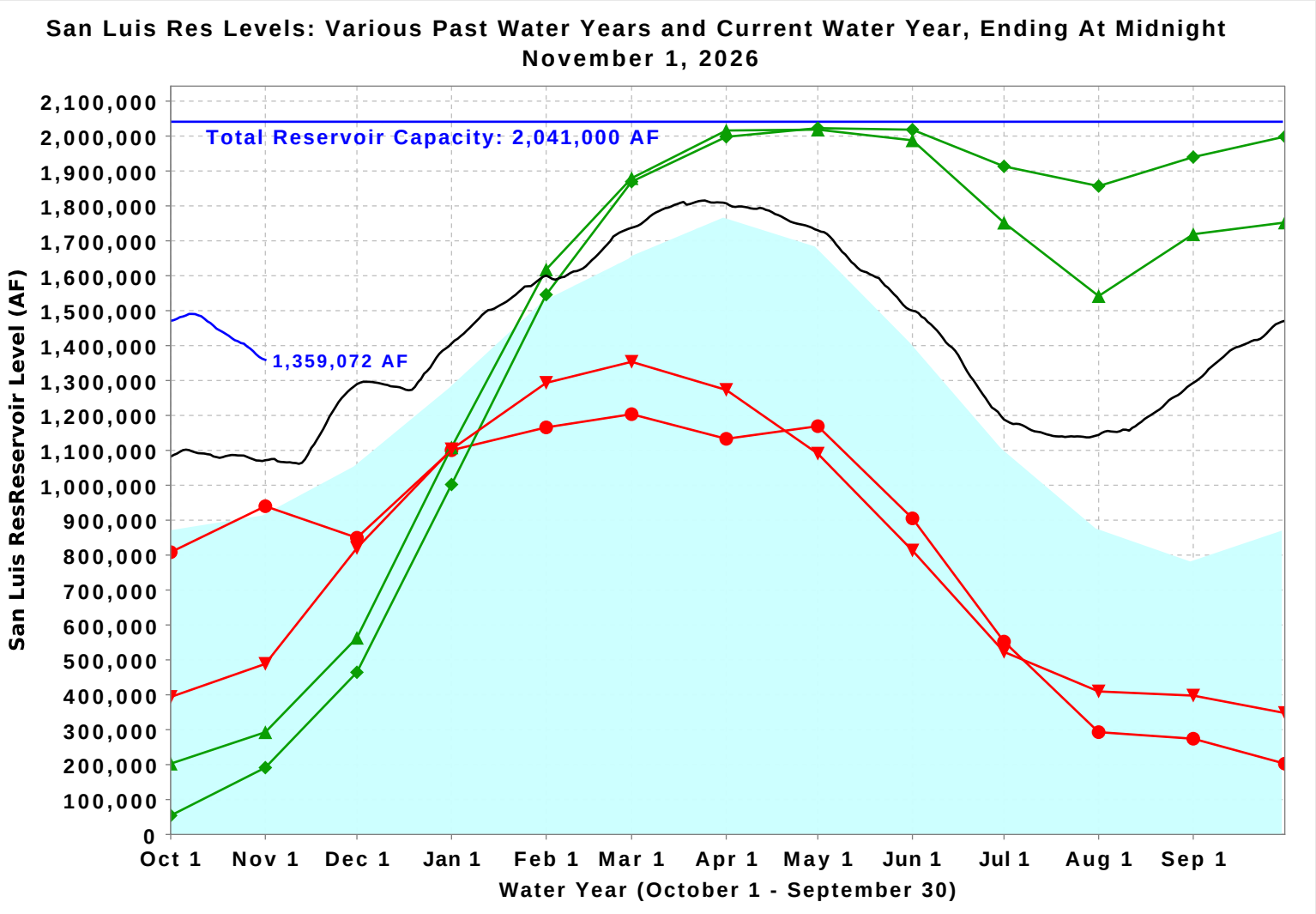
San Luis Res Conditions

(as of Midnight - November 1, 2026)



Current Level: 1,359,072 AF

67% (Total Capacity) | 148% (Historical Avg.)



Data Updated 11/02/2026 03:19 PM

Panoche Water District
Water Year 2026-2027
Water Forecast

11/5/2026 3:46 PM

PWD Forecasted Water Usage / AF Could Change

District Direct Delivery	AF	Mar	Apr	May	Jun	Jul	Aug	Sept	Oct	Nov	Dec	Jan	Feb	
CCID/FCWD	3,000	242	307	572	750	1,129								0
SLCC Eastside Water	3,076			300	1,071	1,293	412							0
FCWD Conserved Wtr	1,400			250	400	422	250	78						0
FCWD Add'l Wtr	271			8	55	114	94							0
Brackish Wtr Recovery Proj	1,517			79	378	383	373	201	103					0
Grower Transfer Ins	480			250	225	5								0
Grower Well Water	3,721		35	517	1,222	1,430	371	146						0
Gains	4,350	(291)	98	1,353	988	863	426	672	158	*(1)*	*(36)*	*17*	*103*	0
Total	17,815	(49)	440	3,329	5,089	5,639	1,926	1,097	261	*(1)*	*(36)*	*17*	*103*	

Bureau CVP Delivery	AF	Mar	Apr	May	Jun	Jul	Aug	Sept	Oct	Nov	Dec	Jan	Feb		Losses	
Rescheduled Water 25-26	9,320	3,578	3,663	2,001										0	*(78)*	**USBR Surplus**
WY26-27 31% USBR Alloc.	29,201			10	15	2,766	3,132	1,432	1,217	*328*	*370*	*1,363*	*2,267*	16,301		16,301
USBR Drought Pool	2,350													2,066	*(284)*	(600) X-fer Out/Coit
Banked Water Program	1,500													1,500		(284) Fill Drought Pool
SLCC Eastside Water	1,124			785	216	93	30							0		(300) X-fer Out/Gargiulc
FCWD Add'l Wtr	100							100						0		(100) X-fer Out/Coit
West Stanislaus ID	5,000			1,225	2,407	1,219								0	*(149)*	(92) X-fer Out/Gargiulc
SJRECWA/SLDMWA	1,953				1,953									0		(300) X-fer Out Bethel/D
YUBA	1,448					101	296	355	619					0	*(77)*	(200) X-fer Out Almendr
MSWD Rescheduled Wtr	175				175									0		14,425
Grower Transfers In	2,943			525	865	474	652	371	34	*19*	*3*			0		
Total	55,114	3,578	3,663	4,546	5,631	*4,653*	4,110	2,258	1,870	*347*	*373*	*1,363*	*2,267*	*Rescheduling 9,400*		5,025

Totals	72,929	3,529	4,103	7,875	10,720	10,292	6,036	3,355	2,131	*346*	*337*	*1,380*	*2,370*
USBR Rescheduled Wtr Losses	(78)		(57)	(21)									
USBR Drought Pool Losses	(284)	(42)	(23)	(23)	(23)	(22)	(22)	(22)	(22)	(22)	(21)	(21)	(21)

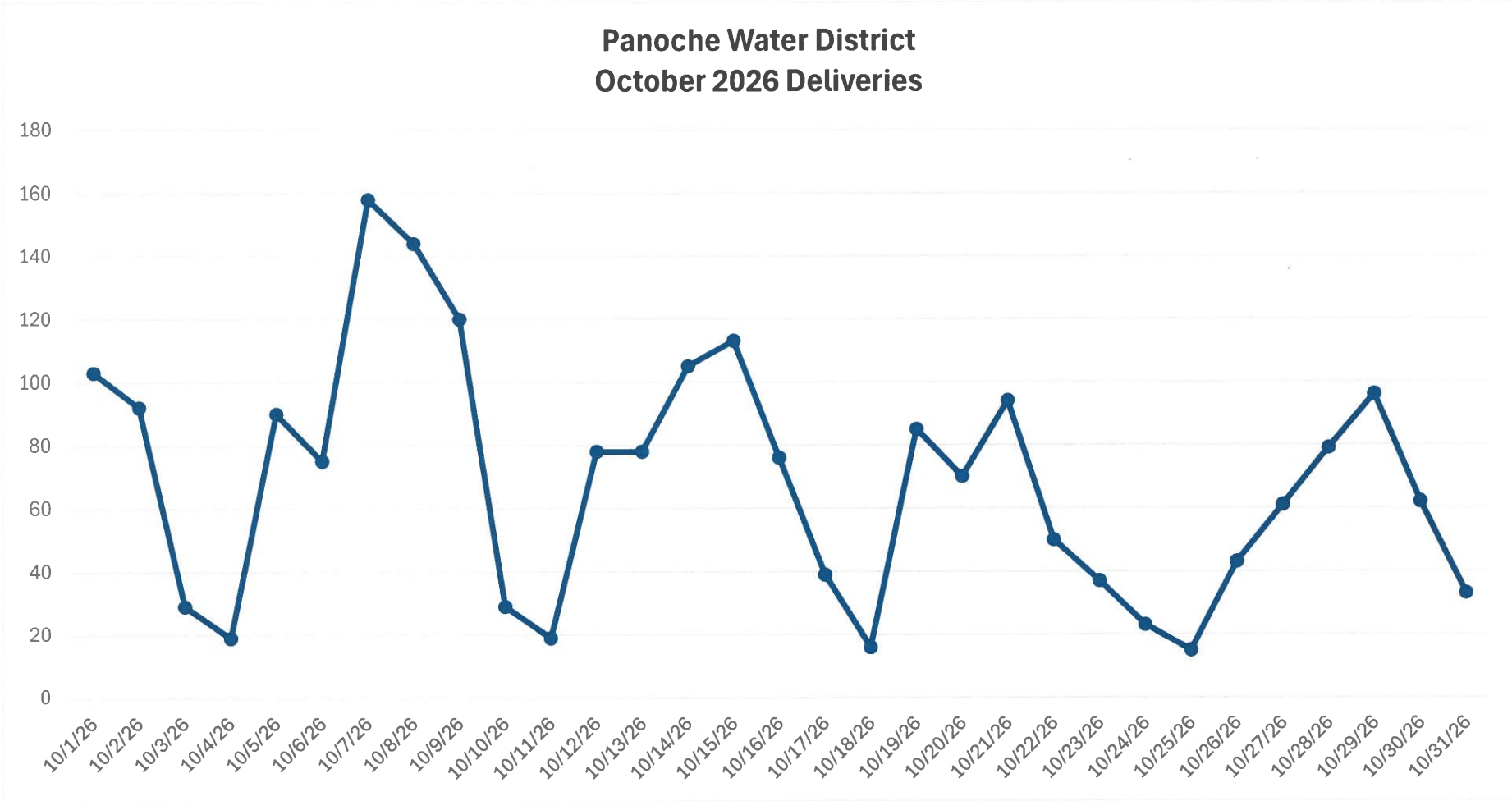
PWD Estimated Grower Usage

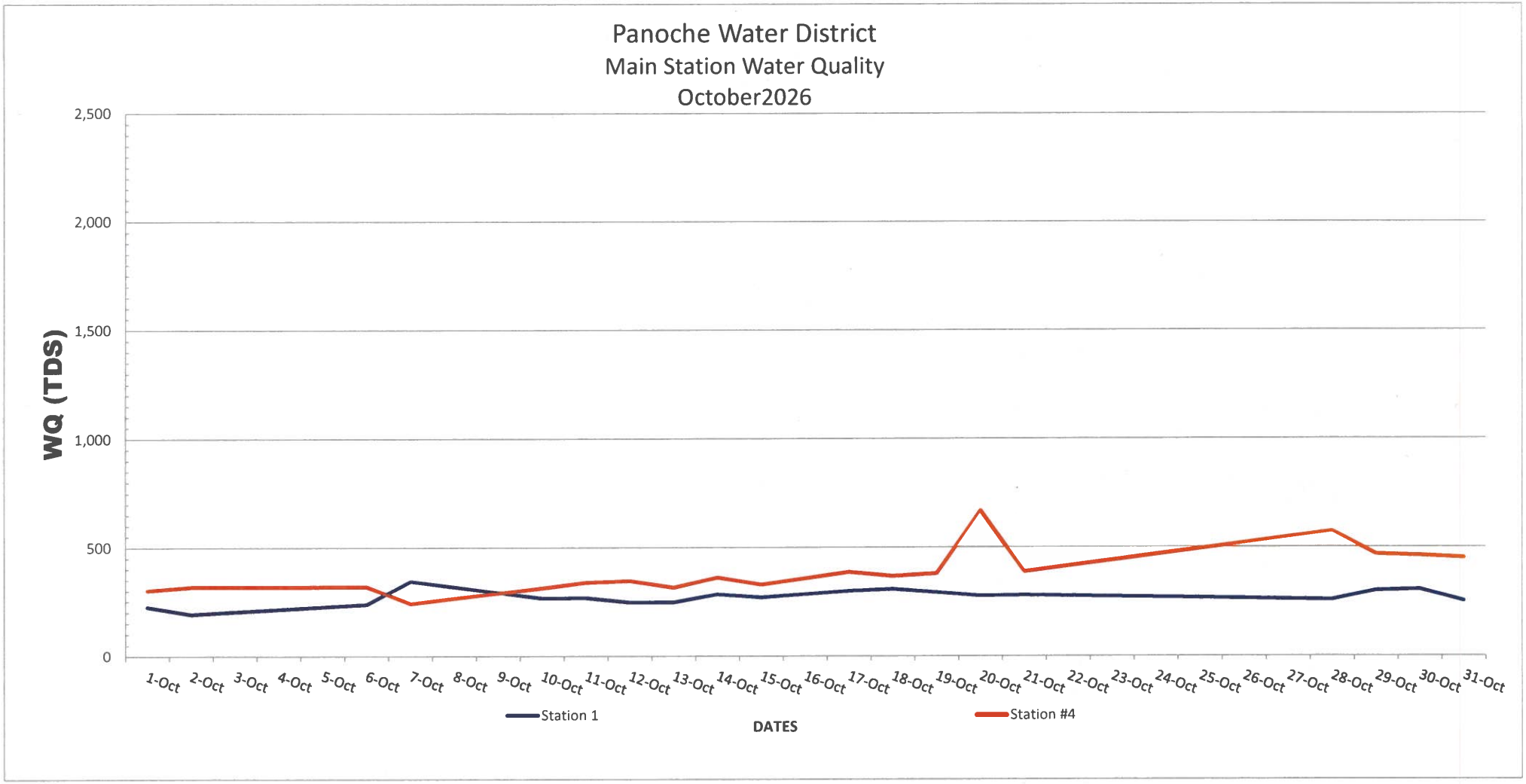
For Water Year 2026-2027		60%	-18%	-6%	-5%	-11%	-20%	-27%	-3%	-10%	-10%	-10%	-10%
	AF	Mar	Apr	May	Jun	Jul	Aug	Sept	Oct	Nov	Dec	Jan	Feb
Grower Deliveries	**52,474**	3,529	4,103	7,875	10,720	10,292	6,036	3,355	2,131	*346*	*337*	*1,380*	*2,370*
Transfers Out	**1,592**				600	400	92	300	200				
Sales	**0**												
Totals	**54,066**	**3,529**	**4,103**	**7,875**	**11,320**	**10,692**	**6,128**	**3,655**	**2,331**	***346***	***337***	***1,380***	***2,370***

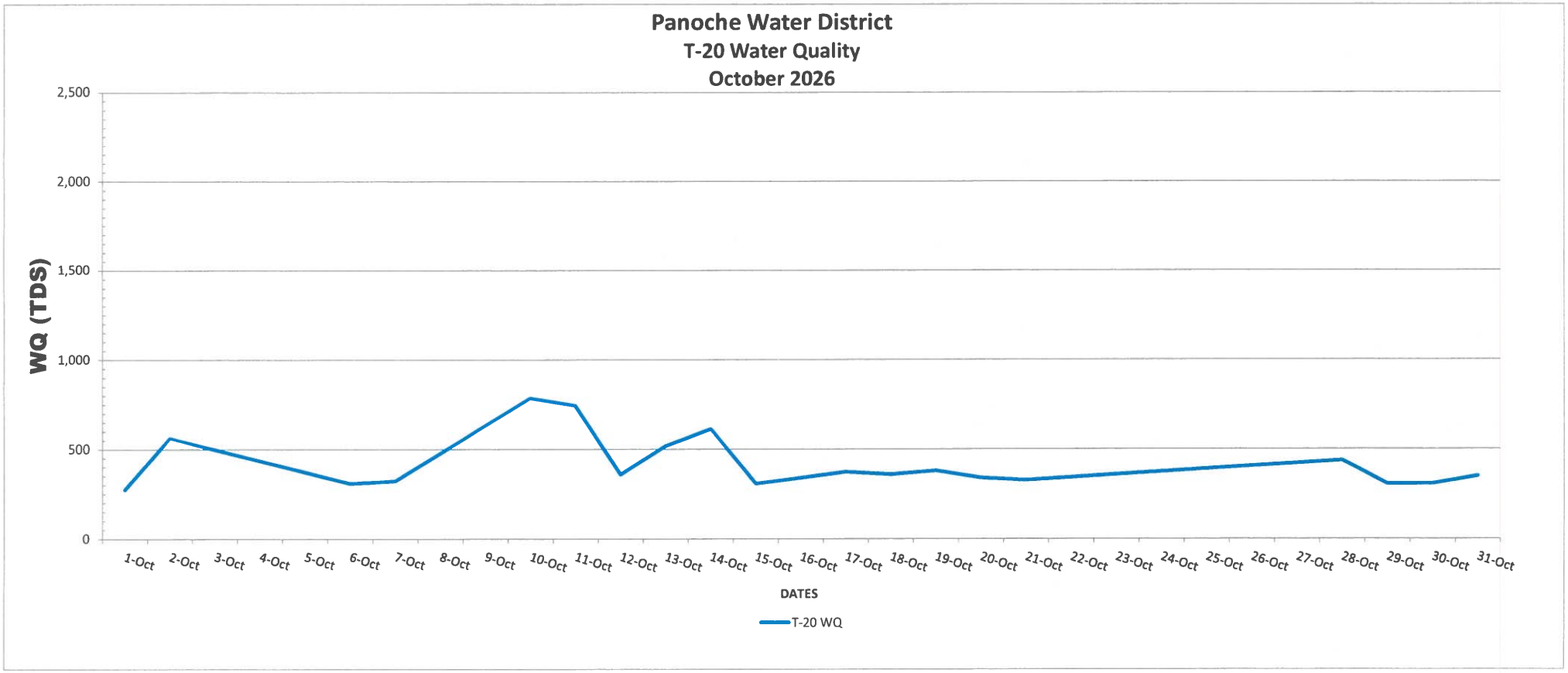
PWD Grower Deliveries

For Water Year 2025-26

Last Year Delivery Comparison	AF	Mar	Apr	May	Jun	Jul	Aug	Sept	Oct	Nov	Dec	Jan	Feb
Grower Deliveries	**57,661**	2,101	5,012	8,294	11,370	11,576	7,545	4,631	2,208	384	374	1,533	2,633
Transfers Out	**557**	0	0	0	0	300	0	0	0	0	222	0	35
Sales	**13,000**	0	0	0	4,500	500	1,572	1,428	0	2,000	0	0	3,000
Totals	**71,218**	**2,101**	**5,012**	**8,294**	**15,870**	**12,376**	**9,117**	**6,059**	**2,208**	**2,384**	**596**	**1,533**	**2,633**


Panoche Water District
October 2026 Deliveries
180
160
140
120
100
80
60
40
20
0
10/1/26
10/2/26
10/3/26
10/4/26
10/5/26
10/6/26
10/7/26
10/8/26
10/9/26
10/10/26
10/11/26
10/12/26
10/13/26
10/14/26
10/15/26
10/16/26
10/17/26
10/18/26
10/19/26
10/20/26
10/21/26
10/22/26
10/23/26
10/24/26
10/25/26
10/26/26
10/27/26
10/28/26
10/29/26
10/30/26
10/31/26


Panoche Water District
Main Station Water Quality
October2026
WQ (TDS)
2,500
2,000
1,500
1,000
500
0
1-Oct 2-Oct 3-Oct 4-Oct 5-Oct 6-Oct 7-Oct 8-Oct 9-Oct 10-Oct 11-Oct 12-Oct 13-Oct 14-Oct 15-Oct 16-Oct 17-Oct 18-Oct 19-Oct 20-Oct 21-Oct 22-Oct 23-Oct 24-Oct 25-Oct 26-Oct 27-Oct 28-Oct 29-Oct 30-Oct 31-Oct
Station 1
Station #4
DATES


Panoche Water District
T-20 Water Quality
October 2026
WQ (TDS)
2,500
2,000
1,500
1,000
500
0
1-Oct
2-Oct
3-Oct
4-Oct
5-Oct
6-Oct
7-Oct
8-Oct
9-Oct
10-Oct
11-Oct
12-Oct
13-Oct
14-Oct
15-Oct
16-Oct
17-Oct
18-Oct
19-Oct
20-Oct
21-Oct
22-Oct
23-Oct
24-Oct
25-Oct
26-Oct
27-Oct
28-Oct
29-Oct
30-Oct
31-Oct
DATES
T-20 WQ

PANOCHE 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: NOVEMBER 10TH, 2026

CC: PATRICK MCGOWAN. GENERAL MANAGER

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

- General Maintenance.
- Staff repaired a section of 11E concrete ditch.
- Staff made repairs to the weir box at turnout # 34A
- Staff installed a new head gate at turnout # 82.
- Staff installed a new weir for turnout #22.
- Contour Canal Project- Just waiting for wintertime to install gates, once we can dewater the canal.
- Weed Control- Staff sprayed PWD main canal and T-Canal. Canal treatments at Russell turnout.
- Water Treatment Plant- Weekly site visits. (Mondays & Fridays) Staff made repairs to the raw waterline.
- Pacheco WD- No Activity
- GBA- Staff moved some equipment to San Luis Bypass drain.
- Preventive Pump Maintenance Plan. (work in progress)
- AgMonitor-
- Golden Mussel- PWD – CCID direct connect, DMC Main Canal station #1, DMC Canal T-Canal station T-1, and at the Aqueduct 10E-2 turnout. I have checked these locations once a week and have not found a high number of mussels at these locations. I am going to keep these traps up and keep monitoring them on a weekly basis.

PANOCHE 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: NOVEMBER 10, 2026

CC: PATRICK MCGOWAN, GENERAL MANAGER

For October 2026, the following risk management and human resources 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. Under the Labor Code, the claim will remain open for 2 years from the last treatment (1/20/25) and can be closed as of 1/20/27.
- There were no claims for October
- Diana and Josh met with Diego Casillas, JPIA's Risk Advisor, for a WMC consult visit. PWD is trending in the right direction, with fewer WMC claims.

Employee Benefits:

- Open Enrollment for 2027 began on October 5, 2026, and will end on November 6, 2026

Staffing:

- One employee termination occurred. Management is currently reviewing the position and evaluating recruitment efforts to fill the vacancy.

Employee Anniversaries:

- Roger Candelaria: 3 years. Roger was hired on October 2, 2023
- Jesus Farias: 4 years. Jesus "Chuy" was hired on October 24, 2022

Congratulations on your milestones! Thank you for your hard work, dedication, and contributions. We appreciate having you on the team and look forward to many more successful years together!

PWD
OCTOBER 13, 2026
BOARD MEETING ACTION ITEMS

1. Finalize Board governance expectations document. **PATRICK**
   COMPLETE
2. Review draft Board governance document. **PHIL&ADMIN STAFF**
   COMPLETE
3. Schedule Decorum WM for the November meeting. **PATRICK**
   COMPLETE
4. Draft Surface Water Prioritization Policy to Board in November**. PATRICK**
   COMPLETE
5. Develop internal true up process for WIIN Act overpayment money to be distributed to landowners. **SANDRA**
   IN PROGRESS
6. Memo to landowners and growers explaining the WIIN Act overpayment process once we are prepared to issue refunds. **PATRICK & SANDRA**
   IN PROGRESS
7. Develop Water Use Policy. **PATRICK & PHIL**
   IN PROGRESS
8. M&I water application. **PATRICK & PHIL**
   IN PROGRESS

NOTICE OF COMMERCIAL OPERATION DATE

Project: Panoche Water District – Water District Office Lot
Project Site: 52027 W Althea Avenue, Firebaugh, CA 93622
Notice Date: November 6, 2026

I, Ruben Fontes, as President of FFP Fund IX P1 ProjectCo27, LLC, do hereby certify that the Commercial Operation Date, as defined in the applicable energy services agreement of the System at the Project Site defined above (the "ESA") was established on the date of this notice. Terms not otherwise defined herein shall have the meaning set forth in the ESA.

Commercial Operation is defined as the following:

1. All necessary permits and licenses for operating the System on the Premises have been obtained;
2. All tests required under the ESA for Commercial Operation have been performed and such testing was successful and is complete;
3. The System has been approved for interconnected operation by the Local Electric Utility;
4. Initial operation of the System in parallel with the Purchaser facility or facilities and the utility grid (including interconnection) has occurred and the System is now generating and operating in parallel with the utility grid;
5. Daily operation of the System and delivery of electricity to Purchaser has been initiated; and
6. The System is being metered with the intent to invoice the Purchaser for on-site power generation per the terms of the ESA effective the date of this notice.

FFP Fund IX P1 ProjectCo27, LLC

By: _____
Name: Ruben Fontes
Title: President

ForeFront Power
255 California Street, Suite 900
San Francisco, CA 94111
www.forefrontpower.com