Date Posted: 10/30/2026

NORTH MARIN WATER DISTRICT

NORTH MARIN WATER DISTRICT
AGENDA - REGULAR MEETING
November 3, 2026 – 4:00 p.m.
Location: 999 Rush Creek Place
Novato, California

Information about and copies of supporting materials on agenda items are available for public review at the District Office, at the Reception Desk, by calling the District Secretary at (415) 897-4133 or on our website at nmwd.com. A fee may be charged for copies. District facilities and meetings comply with the Americans with Disabilities Act. If special accommodations are needed, please contact the District Secretary as soon as possible, but at least two days prior to the meeting.

Item **Subject**

CALL TO ORDER

1. ***GENERAL MANAGER'S REPORT***
2. ***OPEN TIME: (Please observe a three-minute time limit)***

   This section of the agenda is provided so that the public may express comments on any issues not listed on the agenda that are of interest to the public and within the jurisdiction of the North Marin Water District. When comments are made about matters not on the agenda, Board members can ask questions for clarification, respond to statements or questions from members of the public, refer a matter to staff, or direct staff to place a matter of business on a future agenda. The public may also express comments on agenda items at the time of Board consideration.
3. ***STAFF/DIRECTORS REPORTS***

CONSENT CALENDAR

The General Manager has reviewed the following items. To his knowledge, there is no opposition to the action. The items can be acted on in one consolidated motion as recommended or may be removed from the Consent Calendar and separately considered at the request of any person.

4. ***Consent - Approve:*** Minutes from Regular Meeting October 20, 2026
5. ***Consent - Approve:*** General Services Agreement - Miller Pacific Engineering Group

ACTION CALENDAR

6. ***Approve:*** Revised 2026 Board Meeting Calendar
7. ***Approve:*** Facility Use Agreement between NMWD and Marin County for Disaster and Emergency Response

INFORMATION ITEMS

8. Fiscal Year 2026/2027 1st Quarter Financial Statement
9. WAC & TAC Agenda – November 2, 2026
10. Capital Improvement Program (CIP) Long Range Road Map
11. ***NEWS AND MISCELLANEOUS REPORTS***
    Disbursements – Dated October 22, 2026
    Disbursements – Dated October 29, 2026
    Auditor-Controller's Monthly Report of Investments for September 2026
    NOAA Monthly Outlook Precipitation Probability
    SWRCB - El Nino Preparation for Sanitary Sewer Systems
    NMWD El Nino Preparations Winter 2026-27
    Pt. Reyes Station Customer Thanks
    ERPA Response to DOI Scoping Comments
12. ***ADJOURNMENT***

The Board of Directors may consider an item in a different sequence than set forth herein.

1

2

3

4

NORTH MARIN WATER DISTRICT
MINUTES OF REGULAR MEETING
OF THE BOARD OF DIRECTORS
OCTOBER 20, 2026

CALL TO ORDER

President Eichstaedt called the regular meeting of the Board of Directors of North Marin Water District to order at 4:00 p.m. at the District Headquarters, and the agenda was accepted as presented. Present were Directors Jack Baker, Ken Eichstaedt, Rick Fraites, Michael Joly, and Stephen Petterle. Also, present were General Manager Tony Williams, AGM/Director of Engineering Eric Miller, Director of Administrative Services Julie Blue, and Executive Assistant/District Secretary Eileen Mulliner.

Staff members Tim Kennedy, Director of Operations, Chris Kehoe, Director of Utilities, Pablo Ramudo, Director of Water Resources, Karen Clyde, David Ladd, Eric Kurfirst, and Nancy Williamson were also in attendance.

Craig Hill of NHA Advisors and James Wawrzyniak of Jones Hall were also in attendance.

A member of the public was also in attendance.

PRESENTATION BY NHA ADVISORS AND JONES HALL: FUNDING CAPITAL IMPROVEMENT PROJECTS AND DISCLOSURE TRAINING

Tony Wiliams gave a brief overview of the item and then introduced Craig Hill of NHA Advisors, and James of Jones Hall, who then gave a presentation on funding capital improvement projects and disclosure training. Mr. Hill gave an overview of the bond process and Mr. Wawrzyniak explained the legal aspects. There were some questions from the Board which were addressed by either Mr. Hill or Mr. Wawrzyniak and then the Board thanked them both.

President Eichstaedt suggested moving Item #6 on the agenda to after the presentation since the item is related to the presentation, the Board concurred with the decision.

APPROVE: JOINT EXERCISE OF POWERS AUTHORITY (JPA) FORMATION FOR CAPITAL FUNDING

The Board had additional questions and there was some further discussion regarding the JPA formation and the eventual creation of the North Marin Water District Financing Authority which allows efficient bond financing for the near term as well as future needs.

On the motion of Director Joly, seconded by Director Petterle, the Board approved the Joint Exercise of Powers Authority (JPA) Formation for Capital Financing and Resolution by the following vote:

AYES: Director(s) Baker, Eichstaedt, Fraites, Joly, and Petterle
NOES: None
ABSENT: None
ABSTAIN: None

DRAFT

Director Joly commented that he would like to see the Capital Improvement Program (CIP) beyond 2031. Eric Miller and Tony Williams responded that this could be provided at a later date.

GENERAL MANAGER'S REPORT

Tony Williams said he will be bringing a formal item at the next Board meeting to officially modify the Board Meeting calendar. He said the November 17 meeting had previously been marked as tentative but needs to be changed to reflect it is now an official regular meeting.

Mr. Williams noted that one of the articles in the Miscellaneous section is about streamlining water data reporting which was based on a recent ACWA sponsored webinar that he and Ryan Grisso attended.

OPEN TIME

President Eichstaedt asked if anyone in the audience wished to bring up an item not on the agenda and there was no response.

STAFF AND DIRECTOR'S REPORTS

President Eichstaedt asked if there were any Staff or Director's reports and there was no response.

CONSENT CALENDAR

On the motion of Director Joly, seconded by Director Fraites, the Board approved the consent calendar by the following vote:

AYES: Director(s) Baker, Eichstaedt, Fraites, Joly, and Petterle
NOES: None
ABSENT: None
ABSTAIN: None

Approve October 6, 2026, Board Regular Meeting minutes.

ACTION CALENDAR

APPROVE: REVISIONS TO REGULATIONS 6 AND 36 RELATED TO CROSS-CONNECTION

Pablo Ramudo gave a brief presentation that explained the cross-connection program and proposed changes to the corresponding District regulations. The Board had some questions which were addressed and there was some discussion. The Board thanked David Ladd and Eric Kurfirst for all their work on this program.

On the motion of Director Petterle, seconded by Director Joly, the Board approved the Revisions to Regulations 6 and 36 Related to Cross-Connection by the following vote:

AYES: Director(s) Baker, Eichstaedt, Fraites, Joly, and Petterle
NOES: None
ABSENT: None
ABSTAIN: None

DRAFT

NEWS AND MISCELLANEOUS REPORTS

The Board received the following miscellaneous items: Disbursements – Dated October 8 and 15, 2026; Monthly Progress Report; NOAA Seasonal Precipitation Outlook, November-December 2026 – January 2027; The Momentum is Building for Better Water Data in California.

The Board received the following News Articles: Marin IJ – Water district hopefuls outline priorities; and Marin IJ – Californians pay some of highest water bills in US.

ADJOURNMENT

President Eichstaedt adjourned the meeting at 5:37 p.m.

Submitted by

Eileen Mulliner
District Secretary

DRAFT

5

NORTH MARIN WATER DISTRICT

ITEM #5

MEMORANDUM

To: Board of Directors November 3, 2026

From: Eric Miller, Assistant General Manager / Director of Engineering

Subject: General Services Agreement - Miller Pacific Engineering Group
\\nmwdfileserver\engineering\Administration\Contracts\MPEG\FY26-27\BOD Memos\MPEG Approve On-Call Agmt.doc

RECOMMENDED ACTION: Authorize the General Manager to execute a General Services Agreement with Miller Pacific Engineering Group

FINANCIAL IMPACT: $150,000

Background

On-call contracts are used by the Engineering Department to assist with a variety of design and construction needs when the scope of work is relatively small compared to full-scale capital projects. These types of contracts also reduce the administrative burden of processing individual agreements and purchase orders for smaller projects. Instead, on-call contracts establish an overall spending authority, and staff authorize discrete scopes of work via Task Orders as individual needs arise. Typically, Task Orders range from $5,000 to $15,000 but may be as much as $50,000 on occasion.

The Engineering Department recently implemented new procedures to enhance budget tracking and is in the process of closing older agreements and purchase orders. Specifically related to on-call geotechnical engineering services, staff propose executing a new agreement with Miller Pacific Engineering Group (MPEG) to support District needs in the coming years. MPEG has a long and proven track record with the District of providing high quality and responsive geotechnical engineering services at a reasonable cost (typically lower hourly rates than other geotechnical consultants). MPEG's local presence and knowledge of District facilities provides additional value to their services. In recent years MPEG assisted the District with the Olompali State Park landslide in 2023, Stafford Dam Piezometer Automation in 2024, San Mateo Transmission Main in 2025, Cherry Hill Pump Station Retaining Wall and Slough Repair in 2025, and is currently assisting with 2026 Winter El Niño preparations.

RECOMMENDATION

Authorize the General Manager to execute a General Services Agreement for geotechnical services between the District and Miller Pacific Engineering Group with a budget of $150,000.

ATTACHMENT: 1. Miller Pacific Engineering Group, 2026 Schedule of Charges

MILLER PACIFIC ENGINEERING GROUP

MILLER PACIFIC ENGINEERING GROUP
a California corporation
2026 SCHEDULE OF CHARGES
PROFESSIONAL ENGINEERING AND TESTING SERVICES

Professional and Technical Personnel	Hourly Rate
Project Assistant/Word Processor	$110
Engineering Technician	$140
Senior Technician	$160
Prevailing Wage	$180
Staff Engineer/Geologist	$180
Project Engineer/Geologist	$210
Senior Engineer/Geologist	$230
Associate Engineer/Geologist	$275
Principal Engineer/Geologist	$310

A La Carte Laboratory Testing

(Will be charged at the hourly rate above unless otherwise noted in the Agreement and Proposal)

Modified 4 in. Compaction Curve/Checkpoint	ASTM D 1557	$360/$205
Sieve Analysis (w/ -200 wash)	ASTM D 422	$205
Minus 200 Sieve Wash	ASTM D 1140	$155
Atterberg Limits	ASTM D 4318	$350
Expansion Index	ASTM D 4829	$360
Moisture Content/Density	ASTM D 2937	$75
Unconfined Compression	ASTM D 2166	$155
Hydrometer	ASTM D4829	$260
Concrete Compressive Strength	ACI C 39	$50
Reporting Fee		$100 per test request
Transportation Fee (for samples dropped off at Novato/Napa Office)		$50
Rush Testing		Add 50% to the Total of all Laboratory Testing

Other Inside Charges

Mileage	IRS Rate + 20% per mile
Vehicle (Field)	$9.50 per hour
Nuclear Density Gauge	$10 per test
Inclinometer	$175 per day / $100 per half day
Laser Level/Floor Level	$25 per day
Sampling Equipment	$52 per day / $30 half day
Seismic Refraction Equip	$1000 per day /$500 half day
Field Support Truck	$400 per day
Field Support Trailer	$150 per day
GIS Cloud Data Storage	$500 per year
Specialty Software	$100 Flat Fee

Outside Services ..... Cost + 20%

Includes exploration equipment, instrumentation, in-situ monitoring, outside/specialized laboratory testing, per diem, shipping, courier/delivery services, outside reproduction, and other services and supplies not normally provided.

*NOTES:

1. Field site visits and travel time are normal hourly rates, portal to portal.
2. Overtime – Weekday add $40
   Overtime – Weekend/Holiday/Night add $60*
   *(4- and 8-hour minimums)
3. Rates are for normal Geotechnical Engineering and Geological services. Rates for depositions and testimony are $620 per hour for Principal; $550 per hour for Associate; and $465 per hour for Senior. All other personnel are $410 per hour. These fees are due and payable at the time of service.
4. Schedule of charges is effective as of January 1, 2026. It is subject to revision annually and at other times without notice.

6

ITEM #6

NORTH MARIN WATER DISTRICT

MEMORANDUM

To: Board of Directors Date: November 3, 2026

From: Eileen Mulliner, Executive Assistant/District Secretary

Subject: Revision to the 2026 Board of Directors Meeting Calendar
t:\bod\annual reorg\2026\10-20-26 bod memo updated meeting calendar.docx

RECOMMENDED ACTION: Approve the Revised 2026 Board Meeting Schedule

FINANCIAL IMPACT: None

At the December 2, 2025 Board Meeting, the 2026 Board Meeting calendar was approved with the understanding that the calendar may be adjusted as needed. Staff is proposing a Board Meeting on November 17, 2025 at 4 p.m. There is currently an item planned for the approval of the Capital Program Financing Plan (Public Offering) as well as a Closed Session item.

RECOMMENDATION

That Board approves the Revised 2026 Board Meeting Schedule.

ATTACHMENT:

1. Revised 2026 Schedule NMWD Board of Directors Meetings

NORTH MARIN WATER DISTRICT

REVISED

2026 *SCHEDULE*

NORTH MARIN WATER DISTRICT

BOARD OF DIRECTORS MEETINGS

MONTH	DATE	TIME
January	20	4:00 p.m.
February	3 17	4:00 p.m. 4:00 p.m.
March	3 17	4:00 p.m. 4:00 p.m.
April	7 21	4:00 p.m. 4:00 p.m.
May	5 19	4:00 p.m. 4:00 p.m.
June	2 16	4:00 p.m. 4:00 p.m.
July	21	4:00 p.m.
August	4 18	4:00 p.m. 4:00 p.m.
September	15	4:00 p.m.
October	6 20	4:00 p.m. 4:00 p.m.
November	3 17	4:00 p.m. 4:00 p.m.
December	1 15	4:00 p.m. 4:00 p.m.

All Board meetings are typically held the first and third Tuesday of the month, or as indicated above, at the District's Office in Novato (and any others on an 'as-needed' basis).

If you would like information regarding agenda items, please contact District Secretary Eileen Mulliner at (415) 761-8921 or emulliner@nmwd.com.

7

NORTH MARIN WATER DISTRICT

MEMORANDUM

To: Board of Directors November 3, 2026

From: Tony Williams, General Manager

Subject: Facility Use Agreement between the County of Marin and North Marin Water District for Disaster and Emergency Response
T:\GM\Agreements\Marin County\BOD Memos\11-3-26 BOD Memo NMWD-COM_OEM Agreement.docx

RECOMMENDED ACTION: Approve the Facility Use Agreement Between North Marin Water District and Marin County for Disaster and Emergency Response

FINANCIAL IMPACT: None at this time

Background

The Marin County Fire Department's Office of Emergency Management (OEM) serves as the Operational Area Coordinator for emergency and disaster services pursuant to designation by the State of California. The OEM develops the Marin County Emergency Operations Plan which establishes the framework for response and recovery from emergencies and disasters impacting the county as well as the Multi-Jurisdictional Hazard Mitigation Plan that identifies and prioritizes mitigation projects. Another primary function that OEM performs on behalf of the Operational Area is the activation and operation of the Emergency Operations Center (EOC), a centralized facility for managing and coordinating responses during actual incidents. The County OEM also serves as the lead agency responsible for administering, maintaining, and operating alert and notification systems. The North Marin Water District (District) is an official partner of the Marin Operational Area and participates in the Operations Section, Utility Infrastructure Branch of the EOC structure.

The County's EOC is located at 1600 Los Gamos Drive in San Rafael. The 2026 Emergency Operations Plan identifies several alternate locations for the EOC if conditions prevent the use of the Los Gamos facility. One of those alternate locations is the District headquarters at 999 Rush Creek Place in Novato due to its northern location and proximity to Highway 101 and the SMART rail system. The District's Administration Building and Corporation Yard facility can provide additional redundancy to OEM, ensuring operational capacity in the event that southern or central county facilities are compromised or inaccessible due to damage or degradation of transportation infrastructure.

Facility Use Agreement

The County has prepared a Facility Use Agreement provided as Attachment 1 that defines the roles and responsibilities of the County and the District in regard to the County's use

of the District's headquarters, including the corporation yard. The approved uses of District facilities and assets, including designated material or equipment staging is indicated in the agreement's Addendum A and Exhibit 1 (provided as Attachment 2). These areas were reviewed and approved by staff. District Legal Counsel has reviewed the Agreement, and the current version is also acceptable to the County. If approved by the Board of Directors, the signed agreement will be brought to the County Board of Supervisors for final execution.

RECOMMENDATION

That the Board approves the Facility Use Agreement Between the District and Marin County for the use of District Facilities During Disaster or Emergency Response.

ATTACHMENTS:

1. Draft Facility Use Agreement (w/o attachments)
2. Addendum A and Exhibit 1 (allowable uses and staging areas)

COUNTY OF MARIN AND

NORTH MARIN WATER DISTRICT

AGREEMENT FOR FACILITY USE

This agreement is made and entered into between North Marin Water District hereinafter referred to as "NMWD" and the County of Marin, hereinafter referred to as "COUNTY".

SUMMARY/BACKGROUND

WHEREAS, COUNTY desires to support the public safety, mass care, public health, well-being, and/or recovery of those affected by disasters impacting the County of Marin.

WHEREAS, COUNTY may be called up by the State of California to support communities outside of the County of Marin in alignment with the California Emergency Services Act and Master Mutual Aid Agreement during time of peril.

WHEREAS, COUNTY also desires, when it deems it necessary or it is required, a site to provide emergency response services and essential services and/or resources including, but not limited to: incident command posts, emergency operations centers, reunification centers, family and local assistance centers, mass feeding and care sites, community briefing sites, local commodity or medical points of dispensing and distribution sites, alternate care sites, and other essential facilities directly associated with local emergencies proclaimed by the County and/or in support of a mutual aid request, hereinafter referred to as "a COUNTY managed disaster response, support, and/ or recovery site".

WHEREAS, NMWD agrees to permit to the extent it is able, after meeting its own emergency responsibilities to ensure the safety of its service population and implementing continuity of operations for its organization and essential services and upon request of COUNTY, the use of NMWD facilities identified in Addendum A for establishment of a COUNTY managed disaster response, support, and/or recovery site on a limited-term basis agreed upon by both parties.

WHEREAS, COUNTY has legal mandates, authorities, approved plans, experience, and expertise to coordinate and provide emergency response and support services supporting those impacted by disaster.

NOW, THEREFORE, this Agreement for Facility Use ("Agreement") sets forth the guidelines for the establishment and operation of a COUNTY managed disaster response, support, and/or recovery site as agreed to by the parties:

1. NMWD agrees that, to the extent it is able after meeting its own emergency responsibilities and instituting continuity of operations procedures for and to its service population, it will permit, as specified in this Agreement, the use of NMWD facilities

identified in Addendum A, for a COUNTY managed disaster response, support, and recovery site on a temporary basis.

2. COUNTY shall supply the services, staff, materials, supplies and equipment necessary for the establishment, operation, and demobilization of the COUNTY managed disaster response, support, and/or recovery site. COUNTY shall be responsible for all custodial and maintenance of the facilities identified in Addendum A, including supplies and workers, when those facilities are being used by the COUNTY. Notwithstanding the foregoing, COUNTY shall not be responsible for any maintenance needs that existed prior to COUNTY's use of the facilities.

3. COUNTY and NMWD agree to cooperate in the selection of the facilities that will be listed in Addendum A.

4. NMWD and COUNTY agree to update facility point-of-contact and activation authorization information provided in Addendum A on a yearly basis as set by date of Agreement execution, or more frequently as staff information changes.

5. NMWD agrees that it will, prior to releasing facility to COUNTY for use, evaluate the facility and secure valuable property not required for COUNTY activities, to the extent reasonably possible. Should NMWD to fail secure such property, any loss or damage to property will be considered the responsibility of NMWD.

6. COUNTY and its partner agencies shall comply with all NMWD property and facility rules and regulations that NMWD informs COUNTY of in a timely manner and that do not conflict with COUNTY rules and regulations or reasonable emergency response activities. COUNTY agrees that it will exercise reasonable care in the conduct of its activities in such facilities and will, when provided with documented inventory and cost information, replace or reimburse NMWD the full replacement cost for any supplies or damage to facilities or equipment that were incurred by NMWD as a result of the conduct of COUNTY activities, except as provided for in paragraph 5.

7. During set-up, operations, and demobilization of the COUNTY managed disaster response, support, and/or recovery site, NMWD will maintain a designated point-of-contact, including facilities/maintenance staff technical assistance for 24/7 support, if needed.

8. NMWD agrees to provide access to electrical power, water hookups, sewage, and WI-FI to COUNTY at the site. County will reimburse NMWD for the costs associated with the provision of electricity, water, and sewage services.

9. During operations, COUNTY will periodically meet with a representative of NMWD to

discuss the necessity for the continuation of operations and to work together to address any operational or other concerns.

10. Neither NMWD nor COUNTY shall be liable to the other for any damage caused by acts of nature- e.g., power failure, earthquake, flood, fire, explosion - to persons or property in the space used by the COUNTY. COUNTY agrees that all personal property upon the premises shall be at the risk of the owners of such property (either COUNTY or the individuals accessing the site), and that NMWD shall not be liable to COUNTY for damages, losses, or theft thereof.

11. COUNTY is self-insured and maintains excess insurance as applicable. COUNTY shall maintain, through its self-insurance program and/or excess insurance, coverage for general liability, including personal injury and property damage, with limits of not less than $2,000,000 per occurrence and $2,000,000 aggregate. To the extent applicable to COUNTY's self-insurance and excess insurance programs, NMWD shall be afforded additional insured protection, and such coverage shall apply on a primary and noncontributory basis with respect to insurance maintained by NMWD.

12. COUNTY shall also maintain, through self-insurance and/or insurance, Professional Liability coverage with limits of not less than $1,000,000 per claim and $2,000,000 aggregate, and Workers' Compensation coverage in accordance with applicable California law, including Employers' Liability coverage of $1,000,000.

13. Nothing in this Agreement shall require COUNTY to purchase commercial insurance or to provide coverage broader than that maintained through COUNTY's self-insurance and applicable excess insurance programs.

14. COUNTY shall defend, indemnify, and hold harmless NMWD and its respective officers, agents, volunteers, and employees from and against claims, demands, liabilities, damages, lawsuits, and other actions, including claims for personal injury, death, or property damage, to the extent arising out of or resulting from COUNTY's operations under this Agreement. COUNTY's indemnification obligations, to the extent applicable, are independent of the insurance or self-insurance maintained by COUNTY.

15. NMWD shall defend, indemnify and hold harmless COUNTY, their respective officers, agents, volunteers, and employees from and against third-party claims, demands, liability, damages, lawsuits, and/or other actions, including but not limited to, personal injury or death or property damage arising out or resulting from of NMWD's operations under this Agreement.

16. COUNTY shall observe and comply with all applicable laws, ordinances, codes, and regulations of governmental agencies, including federal, state, municipal, and local governing bodies

having jurisdiction over any or all of the scope of services, including all provisions of the Occupational Safety and Health Act of 1979 as amended, all California Occupational Safety and Health Regulations, all other applicable federal, state, municipal, and local safety regulations. All services performed by COUNTY must be in accordance with these laws, ordinances, codes, and regulations. COUNTY shall defend, indemnify, and hold harmless NMWD and its respective officers, agents, volunteers, and employees from any and all damages, liability, fines, penalties, and consequences from any COUNTY noncompliance or violation of any laws, ordinances, codes, or regulations arising out or resulting from of COUNTY's operations under this Agreement. NMWD shall defend, indemnify, and hold harmless COUNTY and their respective officers, agents, volunteers, and employees from any and all damages, liability, fines, penalties, and consequences from any NMWD noncompliance or violation of any laws, ordinances, codes, or regulations arising out or resulting from of NMWD's operations under this Agreement.

17. Should NMWD request that the site be relocated before the end of operations, COUNTY agrees to relocate within 72 hours of NMWD's written request to do so. An email transmitted to the COUNTY's designated person of contact satisfies the "written request" requirement of this paragraph.

18. Upon the closure of the COUNTY managed disaster response, support, and/or recovery site, COUNTY shall remove all of their property and shall leave the NMWD provided area in the condition in which it was received, reasonable wear and tear accepted.

19. Each Party to this Agreement may terminate this Agreement by providing ten (10) calendar days written notice to the other Party. An email transmitted to the other Party's designated person of contact satisfies the "written request" requirement of this paragraph.

20. The term of this Agreement shall commence upon final execution and shall continue in effect for three (3) years, with automatic yearly renewal thereafter, unless terminated with or without cause by either party in writing. This Agreement may be modified only by written amendment signed by all Parties.

21. The rights, responsibilities, and duties under this Agreement are personal to the COUNTY and may not be transferred or assigned without the express prior written consent of NMWD.

22. COUNTY hereby represents and warrants that it is qualified and competent to render all services agreed to in this Agreement, and that it shall maintain appropriate licenses, certifications, and permits through the life of this Agreement which might be required by the work to be performed herein.

23. This Agreement shall be construed in accordance with the laws of the State of California without regard to conflict of laws, principles, and venue for any lawsuit

concerning this Agreement shall be the Superior Court of California for the County of Marin.

24. Miscellaneous Provisions

a. No Waiver. A Party's failure to insist on compliance or enforcement of any provision of this Agreement shall not affect its validity or enforceability or constitute a waiver of future enforcement of that provision or of any other provision of this Agreement.

b. Severability. Each provision of this Agreement shall be deemed to be a separate, severable, and independently enforceable provision.

c. Electronic Signatures. This Agreement may be executed in any number of counterparts, each of which so executed shall be deemed to be an original, and such counterparts shall together constitute one and the same Agreement. The Parties shall be entitled to sign and transmit an electronic signature of this Agreement (whether by facsimile, PDF or other mail transmission), which signature shall be binding on the party whose name is contained therein. Each Party providing an electronic signature agrees to promptly execute and deliver to the other Party an original signed Agreement upon request.

d. Entire Agreement. This Agreement constitutes the entire, full and final understanding between the Parties hereto and neither Party shall be bound by any representations, statements, promises, and/or agreements not expressly set forth herein.

e. Interpretation. The Parties agree that this Agreement results from the negotiations and drafting of both Parties. Accordingly, any court or other entity interpreting this Agreement should read the Agreement as being drafted equally by both Parties and that ambiguities should not be read in favor of a non-drafting Party as is provided in California Civil Code Section 1654.

IN WITNESS WHEREOF, COUNTY OF MARIN, acting and through its Board of Supervisors, and the North Marin Water District, by and through its Board of Directors, have caused this Agreement to be executed as of this_____day of_____2026.

COUNTY OF MARIN, a Political Subdivision of the State of California,

By _____

_____

Attest:

_____

_____

NORTH MARIN WATER DISTRICT, a Political Subdivision of the State of California,

By _____

_____

Attest:

_____

_____

ATTACHMENT 2

OFFICE OF EMERGENCY MANAGEMENT

Facility Use Agreement Addendum A: Approved Facility

Facility and/or Site Name: North Marin Water District Headquarters and Corporation Yard

Facility and/or Site Address or Lat/Long: 999 Rush Creek Place, Novato

Facility/Site Activation Contact Information

Primary Contact (Name): Tim Kennedy, Director of Operations

Primary Contact (24/7 Phone): (415) 720-7187 (cell)

Primary Contact (E-mail): tkennedy@nmwd.com

Secondary Contact (Name) : Chris Kehoe, Director of Utilities

Secondary Contact (24/7 Phone) : (415) 706-5349 (cell)

Secondary Contact (E-mail) : ckehoe@nmwd.com

General Overview and Approved Uses

County may utilize existing Assets: (Y/N)				**County is approved to implement (Y/N):**	
Power	Y	**Showers**	Y	**Temporary Sound**	Y
Water	Y	**Kitchen**	Y	**Temporary Lighting**	Y
Natural Gas	Y	**Field / Grass Areas**	Y	**Temporary Generators**	Y
Internet	Y	**Restrooms**	Y	**Temporary Fencing and Barriers**	N
Sewage	Y	**Propane**	N	**Temporary Signage and Banners**	Y
Fuel	Y	**Air Conditioning**	Y	**Temporary Structures**	N
Outdoor Spaces	Y				

Description of **Restricted** operations, locations, or rooms at site:

Allowable use areas shown on Exhibit 1; all other areas restricted except for access.

****

Facility and Site Approval

OEM Director Approval (Name / Signature): _____

Site Authorized Agent Approval (Name / Signature) : Tony Williams /

Date of Approval (County OEM) : _____

Agreement Review Date (County OEM) : _____



NORTH MARIN WATER DISTRICT

Addendum A - Exhibit 1

NMWD Administration and Corp Yard
Allowable Areas for Joint Use

October 15, 2026 – 1:24 PM W:\JOB\MISC\Presentation\NMWD Allowable Joint Use Areas\NMWD Allowable Joint Use Areas.dwg User: Susan Dove

8

NORTH MARIN WATER DISTRICT

MEMORANDUM

To: Board of Directors Date: November 3, 2026

From: Julie Blue, Auditor-Controller JB
Nancy Williamson, Accounting Supervisor NW

Subject: Fiscal Year 2026/2027 1st Quarter Financial Statement
T:\AC\Board Reports\Board Memos\2027\Financial Statements\BOD Memo Financial Statements FY 26.27 1st Qtr.docx

RECOMMENDED ACTION: Information

FINANCIAL IMPACT: None

Attached is the Fiscal Year 2026/2027 1st Quarter Financial Statement for all of North Marin Water District's enterprises. The financial statement includes financial transactions for the period of July 1, 2026 through September 30, 2026. Key elements of the report will be highlighted and staff are available to answer questions from the Board of Directors.

ATTACHMENTS:
1. FY 26/27 Financial Statement

NORTH MARIN WATER DISTRICT

FINANCIAL STATEMENT
FISCAL YEAR 2026-27

SEPTEMBER 2026

10/29/2026 16:37

NORTH MARIN WATER DISTRICT
FINANCIAL STATEMENTS
TABLE OF CONTENTS

Memo

Financial Statement Memo……..…… 1

Basic Financial Statements

Statement of Net Position - All Districts..... 4

Sources and Uses of Funds Statement..... 8

Income Statement & Cash Flow - By Service Area..... 9

Supplementary Information

Detail Income Statement - Novato Water……..…….. 10

Detail Income Statement - Recycled Water……..……..…… 14

Detail Income Statement - West Marin Water……..……..…… 16

Detail Income Statement - Oceana Marin Sewer..... 19

Vehicle Fleet Analysis…… 21

Water Conservation Expenditures 22

Capital Improvement Project Expenditures 23

Notes to Financial Statements 28

MEMORANDUM

To: Tony Williams, General Manager November 3, 2026

From: Reviewed by: Julie Blue, Auditor-Controller

Prepared by: Nancy Williamson, Accounting Supervisor and Ling Reilly, Senior Accountant

Subj: Information – FY26/27 September Financial Statement
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FISCAL YEAR PERFORMANCE COMPARED TO THE ANNUAL BUDGET

CONSOLIDATED SUMMARY Actual vs. Budget	Sep-26 Actual	FY26/27 Actual YTD	FY26/27 Budget	FYTD / Budget %
Operating Revenue	$4,197,286	$10,737,243	$33,941,000	32%
Operating Expense	$2,820,486	$8,585,257	$31,144,000	28%
Non-Operating Revenue / (Expense)	($105,517)	($137,583)	($957,000)	14%
Net Income / (Loss)	$1,271,283	$2,014,404	$1,840,000	109%
Other Sources / (Uses)*	$11,423	($1,233,916)	$951,000	(130%)
Cash Increase / (Decrease)	$1,282,706	$780,488	$2,791,000	28%

* See Page 8.

For the third month of fiscal year 2026-2027, the District generated a net Income of $2,014,404 and saw a net cash increase of $780,488. On a seasonally adjusted basis, Operating Revenue came in 1.1% over budget and Operating Expense came in 0.5% under budget. $367,479 (4%) of the Capital Improvement Projects Budget was expended this fiscal year to date.

SUMMARY INCOME STATEMENTS BY SERVICE AREA
PRESENTED IN ACCORDANCE WITH GENERALLY ACCEPTED ACCOUNTING PRINCIPALS

NOVATO WATER Year over Year Comparison	Sep-26 Actual	FY26/27 Actual YTD	FY25/26 Actual YTD	FY27 vs 26 Up/(Down)
Operating Revenue	$3,721,277	$9,389,788	$8,885,717	6%
Operating Expense	2,454,859	7,721,233	7,075,290	9%
Other Income / (Expense)	(90,757)	(103,850)	(80,786)	
Net Income / (Loss)	$1,175,661	$1,564,705	$1,729,641	
Active Accounts	20,904	20,904	20,886	0%
Consumption (MG)	235	761	749	1.6%
Average Commodity Rate / 1,000 gal	$11.94	$9.03	$8.73	3%
Income / (Loss) / Active Account	$56.24	$74.85	$82.81	
Income / (Loss) / 1,000 Gal	$5.00	$2.06	$2.31	
Facility Reserve Charges	$0	$51,230	$22,920	124%
FRC Transfer (to)/from Recycled Water	$0	$0	($200,077)	-
Developer 'In-Kind' Contributions	$22,188	$73,099	$55,710	31%

Consumption for the fiscal year to date was 1.6% more than the prior year. Total operating revenue, which includes wheeling and other miscellaneous service charges, increased $504,071 from the prior year. Total operating expense was $645,943 more than last year.

The Stafford Treatment Plant produced 328 MG this fiscal year-to-date at a cost of $2,186/MG versus $4,944/MG[3] from SCWA. The budget for Stafford is 650 MG at a cost of $3,951/MG.

The fiscal year income (which includes non-operating items such as interest revenue and expense) of $1,564,705 compares to a budgeted net income for the year of $2,018,000 and to a net income of $1,729,641 for the prior year. $332,166 (5%) of the Novato Water Capital Improvement Project Budget was spent versus $1,068,097 (23%) for the prior year. $51,230 in Facility Reserve Charges (FRC) have been collected ($755,000 is budgeted). No FRC reserves were transferred this fiscal year from the Novato Water Fund to the Recycled Water Fund. The Novato FRC Reserve has a net deficit of $11,586,275 arising from relieving FRC expenditures and transfers to the RW Fund in advance of FRC receipts. This is up from a net deficit of $10,813,368 last year. That deficit will be reimbursed by future Connection Fee revenue. The Novato cash balance increased $1,239,807 in September and stood at $10,954,682 at month end, compared to a budgeted projection of $13,323,000 at fiscal year-end.

NOVATO RECYCLED	**Sep-26**	**FY26/27**	**FY25/26**	**FY27 vs 26**
Year over Year Comparison	**Actual**	**Actual YTD**	**Actual YTD**	**Up/(Down)**
Operating Revenue	$294,929	$800,308	$913,472	(12%)
Operating Expense	208,301	393,454	397,359	(1%)
Other Income / (Expense)	(11,426)	(24,349)	(24,135)	
Net Income / (Loss)	$75,202	$382,505	$491,978	
Active Accounts	105	105	104	1%
Consumption (MG)	25.6	97.3	106.0	(8%)
Average Commodity Rate / 1,000 gal (net)	$7.59	$6.89	$7.16	(4%)
Novato Sanitary Production (MG)	21.9	84.8	97.8	(13%)
Las Gallinas Production (MG)	6.2	21.1	30.8	(31%)
Potable Water Input (MG)	0.0	0.0	2.5	(98%)
FRC Transfer from Novato	$0	$0	$200,077	(100%)
RW Costs	$128,791	$128,791	$123,880	4%

97.3 MG was delivered to RW customers this fiscal year to date, 8% less than the prior year. Operating revenue was 12% less than last year. Total operating expense was 1% less than the prior year. The recycled water was produced at a cost of $1,535/MG[2] (including potable water consumed) versus $4,944/MG[3] from SCWA. The budgeted production cost of recycled water is $2,711/MG.

The fiscal year net income of $382,505 compares to a budgeted net loss for the year of $124,000 and a net income of $491,978 for the prior year. $3,792 (4%) of the Recycled Water Capital Improvement Project Budget was spent versus $13,272 (13%) for the prior year.

The Novato Recycled cash balance stood at $7,450,385 at month end, $6.7M of which amount resides in restricted reserves for debt service, the Deer Island Facility Replacement Fund and the Recycled Water Capital Replacement and Expansion Fund.

[1] Stafford production cost = TP op expense ($551,293) + SRF loan interest ($11,007) + plant depreciation ($154,404)/328 MG produced

[2] Recycled Water production cost = purchased water cost ($128,791) + treatment expense ($3,739) + Deer Island RW Facility SRF loan interest ($1,068) + Deer Island plant depreciation ($28,980)/106 MG produced

[3] SCWA production cost per MG = O&M charge ($3,917) + debt service charge ($494) + Russian River conservation charge ($473) + Russian River projects charge ($61)

WEST MARIN WATER Year over Year Comparison	Sep-26 Actual	FY26/27 Actual YTD	FY25/26 Actual YTD	FY27 vs 26 Up/(Down)
Operating Revenue	$146,527	$443,492	$420,550	5%
Operating Expense	108,586	319,519	309,348	3%
Other Income / (Expense)	(2,401)	(7,244)	(7,822)	
Net Income / (Loss)	$35,541	$116,728	$103,380	
Active Accounts	805	805	802	0%
Consumption (MG)	7.1	20.4	20.7	(1%)
Average Commodity Rate / 1,000 gal (net)	$15.96	$16.94	$15.90	7%
Income/ (Loss) / Active Account	$44.15	$145.00	$128.90	
Income / (Loss) / 1,000 Gal	$5.00	$5.72	$4.99	
Facility Reserve Charges	$0	$20,660	$0	-
Developer 'In-Kind' Contributions	$4,742	$12,950	$9,944	30%

Consumption for the fiscal year was 1% less than the prior year. Operating revenue was 5% more than last year. The West Marin billing cycle is on a bi-monthly schedule with the first billing month occurring in August.

Operating expenditures were $10,171, or 3% more than the previous year. The fiscal year net income of $116,728 compares to a budgeted annual net income of $39,000 and to a net income of $103,380 for the prior year. $31,521 (3%) of the Capital Improvement Project Budget was expended this fiscal year, and $20,660 in connection fees have been collected ($0 is budgeted). The West Marin cash balance remained at $0 in September, compared to a budgeted projection of $1,114,000 at fiscal year-end.

OCEANA MARIN SEWER Year over Year Comparison	Sep-26 Actual	FY26/27 Actual YTD	FY25/26 Actual YTD	FY26 vs 25 Up/(Down)
Operating Revenue	$34,552	$103,655	$94,713	9%
Operating Expense	48,740	151,050	81,988	84%
Other Income / (Expense)	(933)	(2,140)	(17,608)	(88%)
Net Income / (Loss)	($15,121)	($49,535)	($4,883)	915%
Active Accounts	241	241	241	0%
Monthly Sewer Service Charge	$144	$144	$131	10%
Income / (Loss) / Active Account	($62.74)	($205.54)	($20.26)	-
Sewage Facilities Connection Charges	$0	$0	$0	-

Operating revenue of $103,655 was 9% more than the previous year due to the 9.7% rate increase effective July 1, 2026. Operating expenditures were 84%, or $69,062 more than the previous year. The fiscal year net loss of $49,535 compares to a budgeted annual net loss of $93,000 and to a net loss of $4,883 for the prior year. (0%) of the Capital Improvement Project Budget has been expended this fiscal year.

$0 in Sewage Facilities Connection Charges (SFCC) have been collected ($30,000 is budgeted). The Oceana Marin cash balance decreased $93,428 in September and stood at $26,890 at month end, compared to a budgeted projection of $47,000 at fiscal-year-end.

NORTH MARIN WATER DISTRICT
STATEMENT OF NET POSITION
FOR THE PERIOD ENDING SEPTEMBER 30, 2026

	TOTAL	NOVATO WATER	NOVATO RECYCLED	WEST MARIN WATER	OCEANA MARIN SEWER
ASSETS					
Cash & Investments					
Unrestricted/Undesignated Cash	$558,364	$0	$558,364	$0	$0
Restricted Cash (Note 1)					
Connection Fee Fund	$0	$0	$0	$0	$0
Deer Island RWF Replacement Fund	$215,000	$0	$215,000	$0	$0
Capital Replacement & Expansion Fund	$5,557,950	$0	$5,557,950	$0	$0
STP SRF Reserve-Marin Co Treasury	$1,055,449	$1,055,449	$0	$0	$0
RWS North/South SRF Reserve Fund	$614,299	$0	$614,299	$0	$0
RW Central Area SRF Reserve Fund	$275,773	$0	$275,773	$0	$0
Designated Cash (Note 2)					
Liability Contingency Fund	$350,000	$350,000	$0	$0	$0
Retiree Medical Benefits Fund	$4,327,665	$4,327,665	$0	$0	$0
Maintenance Accrual Fund	$0	$0	$0	$0	$0
Operating Reserve Fund	$5,529,215	$5,273,324	$229,000	$0	$26,890
Total Cash	$18,483,714	$11,006,438	$7,450,385	$0	$26,890
Gain/(Loss) on MV of Investments	($51,756.80)	($51,756.80)	$0	$0	$0
Market Value of Cash & Investments	$18,431,957	$10,954,682	$7,450,385	$0	$26,890
Current Assets					
Net Receivables - Consumers	$3,050,554	$2,494,849	$262,721	$183,658	$109,326
Accrued Water Sales	4,039,355	3,644,467	278,353	116,535	0
Accounts Receivable-Other	553,792	222,491	18,284	2,049	310,967
Prepaid Expense	1,618,113	1,618,113	0	0	0
Reimbursable Small Jobs	2,200	2,200	0	0	0
Interest Receivable	26,929	26,929	0	0	0
Inventories	973,871	973,871	0	0	0
Deposits Receivable	23,982	23,982	0	0	0
Total Current Assets	$10,288,795	$9,006,901	$559,358	$302,242	$420,293

NORTH MARIN WATER DISTRICT
STATEMENT OF NET POSITION
FOR THE PERIOD ENDING SEPTEMBER 30, 2026

	TOTAL	NOVATO WATER	NOVATO RECYCLED	WEST MARIN WATER	OCEANA MARIN SEWER
Loans Receivable					
Employee Loans (Note 3)	$1,150,000	$1,150,000	$0	$0	$0
Due From Other Funds (Note 10)	60,894	60,894	0	0	0
Other Long Term Receivables (Note 4)	3,796,499	2,891,662	904,837	0	0
Loans Receivable	$5,007,393	$4,102,556	$904,837	$0	$0
Property and Plant					
Land & Land Rights	$1,484,662	$1,362,138	$0	$122,524	$0
Dam, Lake, & Source Facilities	7,114,088	5,180,290	0	1,933,798	0
Treatment Facilities	26,867,583	20,370,221	2,666,198	790,570	3,040,595
Storage Facilities	30,427,856	25,232,484	1,643,458	3,551,914	0
Transmission Facilities (16"+)	29,620,500	29,498,176	0	122,324	0
Distribution and Pumping Facilities	120,655,943	81,916,463	32,458,743	6,280,737	0
Sewer Mains, Pumps, & Laterals	1,328,582	0	0	0	1,328,582
Sub-Total	$217,499,214	$163,559,773	$36,768,399	$12,801,866	$4,369,177
Less Accumulated Depreciation (Note 5)	(82,337,657)	(66,366,712)	(9,183,645)	(5,459,667)	(1,327,633)
Net Property and Plant	$135,161,557	$97,193,061	$27,584,753	$7,342,199	$3,041,544
Buildings and Equipment (Note 6)					
Buildings	$20,852,746	$20,852,746	$0	$0	$0
Office Equipment	805,758	805,758	0	0	0
Laboratory Equipment	290,971	290,971	0	0	0
Trucks & Automobiles	2,527,026	2,527,026	0	0	0
Construction Equipment	1,169,539	1,169,539	0	0	0
Tools, Shop Equipment	574,370	574,370	0	0	0
Lease Assets	0	0	0	0	0
Sub-Total	$26,220,410	$26,220,410	$0	$0	$0
Less Accumulated Depreciation (Note 5)	(4,587,677)	(4,587,677)	0	0	0
Net Buildings and Equipment	$21,632,732	$21,632,732	$0	$0	$0
Construction In Progress					
Developer	$340,865	$276,369	$0	$64,497	$0
District	$5,216,271	$3,431,736	$3,792	$1,714,986	$65,756
Total Construction in Progress	$5,557,136	$3,708,105	$3,792	$1,779,483	$65,756
Net Physical Plant & Equipment	162,351,425	122,533,898	27,588,545	9,121,682	3,107,300
Deferred Outflow of Resources-GASB68	4,740,191	4,740,191	0	0	0
Deferred Outflow of Resources-GASB75	690,399	690,399	0	0	0
TOTAL ASSETS	$201,510,161	$152,028,627	$36,503,126	$9,423,924	$3,554,483

NORTH MARIN WATER DISTRICT
STATEMENT OF NET POSITION
FOR THE PERIOD ENDING SEPTEMBER 30, 2026

	TOTAL	NOVATO WATER	NOVATO RECYCLED	WEST MARIN WATER	OCEANA MARIN SEWER
LIABILITIES AND NET ASSETS					
Current Liabilities					
Trade Accounts Payable	$2,464,057	$2,464,057	$0	$0	$0
Reimbursement Prog. Unclaimed Funds	416,650	411,700	0	4,950	0
Loan Debt Principal Payable-Current	1,501,920	486,310	1,015,610	0	0
Bank of Marin Principal Payable-Current	433,284	377,824	0	55,460	0
JP Morgan/Chase AMI Loan-Current	315,000	315,000	0	0	0
Webster Bank-Admin Bldg/CIP Loan-Current	825,741	825,741	0	0	0
WM & OM Loans Due to Novato-Current	129,809	0	0	98,356	31,453
Accrued Interest Payable-SRF Loan	86,726	11,007	75,719	0	0
JP Morgan/Chase AMI Loan Interest Payable	5,335	5,335	0	0	0
Webster Bank Loan Interest Payable	43,513	43,513	0	0	0
WM & OM Loans from Novato-Loan Interest Payable	6,732	0	0	4,341	2,391
Deposits/Performance Bonds	147,208	56,696	0	90,512	0
Retiree Health Benefits Payable - Current	224,177	224,177	0	0	0
Unemployment Insurance Reserve (Note 8)	11,841	11,841	0	0	0
Payroll Benefits (Note 9)	1,272,164	1,167,828	32,999	50,605	20,733
Due To Other Funds (Note 10)	60,894	0	0	60,894	0
Enterprise Vehicle Leases	68,075	68,075	0	0	0
Deferred Revenue	310,967	0	0	0	310,967
Total Current Liabilities	$8,324,093	$6,469,103	$1,124,328	$365,119	$365,543
Restricted Liabilities					
Construction Advances	$287,571	$142,370	$0	$145,202	$0
Total Restricted Liabilities	$287,571	$142,370	$0	$145,202	$0
Long Term Liablilities (Note 7)					
JP Morgan/Chase AMI Loan Payable	$2,065,000	$2,065,000	$0	$0	$0
Webster Bank-Admin Bldg/CIP Loan Payable	15,963,820	15,963,820	0	0	0
WM and OM Loan from Novato	821,827	0	0	533,819	288,008
STP Rehab SRF Loan	2,520,124	2,520,124	0	0	0
RWS North/South Expansion SRF Loan	3,155,312	0	3,155,312	0	0
RWS Central Expansion SRF Loan	5,200,245	0	5,200,245	0	0
Bank of Marin Loan	2,142,703	1,868,437	0	274,266	0
Enterprise Vehicle Leases	107,951	107,951	0	0	0
Net Pension Liability	16,387,980	16,387,980	0	0	0
Total OPEB Liability (Note 2)	5,222,259	5,222,259	0	0	0
Total Long Term Liabilities	$53,587,221	$44,135,571	$8,355,557	$808,085	$288,008
Deferred Inflow of Resources-GASB 68	2,686,249	2,686,249	0	0	0
Deferred Inflow of Resources-GASB 75	0	0	0	0	0
Deferred Inflow of Resources-Leases	232,305	232,305	0	0	0
TOTAL LIABILITIES	$65,117,440	$53,665,598	$9,479,885	$1,318,406	$653,551

NORTH MARIN WATER DISTRICT
STATEMENT OF NET POSITION
FOR THE PERIOD ENDING SEPTEMBER 30, 2026

	TOTAL	NOVATO WATER	NOVATO RECYCLED	WEST MARIN WATER	OCEANA MARIN SEWER
Net Assets					
Invested in Capital Assets					
Contributions in Aid of Construction	$91,189,680	$82,214,020	$5,810,128	$2,485,777	$679,755
Grants in Aid of Construction	16,078,896	648,556	10,108,537	3,784,016	1,537,787
Connection Fees	52,071,076	36,185,724	12,874,691	2,189,206	821,455
Total Investment	$159,339,652	$119,048,300	$28,793,357	$8,458,999	$3,038,997
Restricted Reserves					
Connection Fee Fund	($12,339,713)	($11,586,275)	$0	($531,094)	($222,344)
Deer Island RWF Replacement Fund	215,000	0	215,000	0	0
Capital Replacement & Expansion Fund	5,557,950	0	5,557,950	0	0
RWS North/South SRF Reserve Fund	614,299	0	614,299	0	0
RW Central Area SRF Reserve Fund	275,773	0	275,773	0	0
Designated Reserves					
Liability Contingency Fund	448,885	350,000	0	98,885	0
Maintenance Accrual Fund	4,356,485	4,356,485	0	0	0
Retiree Medical Benefits Fund	4,327,665	4,327,665	0	0	0
Operating Reserve Fund	8,769,000	8,045,000	229,000	351,000	144,000
Earned Surplus - Prior Yrs	(36,841,678)	(27,409,850)	(9,040,643)	(382,000)	(9,186)
Net Income/(Loss)	2,014,404	1,564,705	382,505	116,728	(49,535)
Prior Period Adjustment	0	0	0	0	0
Transfer (To)/From Reserves (see below)	(345,000)	(333,000)	(4,000)	(7,000)	(1,000)
Total Restricted & Designated	($22,946,932)	($20,685,270)	($1,770,116)	($353,481)	($138,065)
TOTAL NET POSITION	$136,392,721	$98,363,029	$27,023,241	$8,105,518	$2,900,932
Transfer (To)/From Reserves					
Connection Fee	$0	$0	$0	$0	$0
Liability Reserve	0	0	0	0	0
Capital Replacement & Expansion Fund	0	0	0	0	0
Maintenance Reserve	0	0	0	0	0
RWF Replacement Fund	0	0	0	0	0
Retiree Medical Insurance Fund	0	0	0	0	0
(Gain)/Loss WC Fund	0	0	0	0	0
Bank of Marin Project Fund	0	0	0	0	0
Operating Reserve Fund	(345,000)	(333,000)	(4,000)	(7,000)	(1,000)
Trsf to Webster Bank-Admin Bldg/CIP Fund	0	0	0	0	0
Total Transfer	($345,000)	($333,000)	($4,000)	($7,000)	($1,000)
TOTAL LIABILITIES AND FUND BALANCE	$201,510,161	$152,028,627	$36,503,126	$9,423,924	$3,554,483

NORTH MARIN WATER DISTRICT
SOURCES AND USES OF FUNDS STATEMENT - ALL SERVICE AREAS COMBINED
FOR THE PERIOD ENDING SEPTEMBER 30, 2026

	YTD Actual	Annual Budget	YTD/ Budget %	Prior YTD Actual
OPERATING REVENUE				
Water Rate Revenue	$7,857,673	$22,861,000	34%	$7,685,739
Bimonthly Service Charge	2,619,058	10,163,000	26%	2,389,625
Sewer Service Charge	103,655	417,000	25%	94,713
Wheeling & Misc Service Charges	156,857	500,000	31%	144,376
TOTAL OPERATING REVENUE	$10,737,243	$33,941,000	32%	$10,314,453
OPERATING EXPENDITURES				
Source of Supply	$2,729,930	$8,377,000	33%	$2,339,537
Pumping	279,761	977,000	29%	330,537
Operations	368,419	1,817,000	20%	379,619
Water Treatment	894,429	3,871,000	23%	904,439
Sewer Operations	82,791	328,000	25%	40,566
Transmission & Distribution	1,262,121	5,206,000	24%	1,036,652
Consumer Accounting	144,455	759,000	19%	138,168
Water Conservation	113,337	561,000	20%	111,706
General & Administrative	1,457,404	4,408,000	33%	1,421,270
Depreciation	1,252,610	4,840,000	26%	1,161,491
TOTAL OPERATING EXPENDITURES	$8,585,257	$31,144,000	28%	$7,863,985
NET OPERATING INCOME (LOSS)	$2,151,986	$2,797,000	77%	$2,450,467
NON-OPERATING REVENUE/(EXPENSE)				
Tax Proceeds	$5,695	$153,000	4%	$40
Interest Revenue	115,155	576,000	20%	82,351
Miscellaneous Revenue	(36,123)	174,000	(21%)	56,228
Loan Interest Expense	(219,964)	(1,055,000)	21%	(251,837)
Miscellaneous Expense	(2,345)	(162,000)	1%	(17,133)
Capital Contribution Expense-NSD & LGVSD	0	(643,000)	0%	0
TOTAL NON-OP REVENUE/(EXPENSE)	($137,583)	($957,000)	14%	($130,351)
NET INCOME/(LOSS)	$2,014,404	$1,840,000	109%	$2,320,116
OTHER SOURCES/(USES) OF FUNDS				
Add Depreciation Expense	$1,252,610	$4,840,000	26%	$1,161,491
Connection Fees	71,890	807,000	9%	22,920
Loan Proceeds	0	8,100,000	0%	0
Grant Proceeds	2,031	0	-	0
Marin County Club Loan Principal Pmts	21,290	40,000	53%	13,017
Caltrans AEEP Capital Contribution	0	0	-	0
MMWD AEEP Capital Contribution	0	175,000	0%	0
Transfers In from Capital Expansion Fund	0	100,000		0
Capital Equipment Expenditures	(54,101)	(700,000)	8%	(71,574)
Capital Improvement Projects	(367,479)	(8,330,000)	4%	(1,203,168)
Capital Plan Variance Adjustment	0	69,000	-	0
Bond & Loan Principal Payments	(449,272)	(4,058,000)	11%	(413,198)
Change in Working Capital	(1,710,884)	(92,000)		(2,015,511)
TOTAL OTHER SOURCES/(USES)	($1,233,916)	$951,000	-	($2,506,024)
CASH INCREASE/(DECREASE)	$780,488	$2,791,000	28%	($185,908)

NORTH MARIN WATER DISTRICT
INCOME STATEMENT AND CASH FLOW BY SERVICE AREA
FOR THE PERIOD ENDING SEPTEMBER 30, 2026

SUMMARY INCOME STATEMENT	TOTAL	NOVATO WATER	NOVATO RECYCLED	WEST MARIN WATER	OCEANA MARIN SEWER
Operating Revenue	$10,737,243	$9,389,788	$800,308	$443,492	$103,655
Operating Expense	8,585,257	7,721,233	393,454	319,519	151,050
OPERATING INCOME/(LOSS)	$2,151,986	$1,668,554	$406,854	$123,973	($47,395)
Non-Operating Revenue/(Expense)	(137,583)	(103,850)	(24,349)	(7,244)	(2,140)
NET INCOME/(LOSS)	$2,014,404	$1,564,705	$382,505	$116,728	($49,535)
CAPITAL CONTRIBUTIONS					
Developer In-Kind Contributions	$86,049	$73,099	$0	$12,950	$0
Connection Fees	71,890	51,230	0	20,660	0
Grant Proceeds	2,031	2,031	0	0	0
FRC Transfer	0	0	0	0	0
CAPITAL CONTRIBUTIONS	$159,970	$126,359	$0	$33,610	$0
Prior Period Adjustments	0	0	0	0	0
CHANGE IN NET POSITION	$2,174,373	$1,691,064	$382,505	$150,339	($49,535)
Net Position June 30, 2026	134,218,347	96,671,965	26,640,736	7,955,180	2,950,466
Net Position September 30, 2026	$136,392,721	$98,363,029	$27,023,241	$8,105,518	$2,900,932
CASH FLOW STATEMENT					
Net Income/(Loss)	$2,014,404	$1,564,705	$382,505	$116,728	($49,535)
Add back Depreciation	1,252,610	951,342	198,868	73,082	29,318
Cash Generated From Operations	$3,267,014	$2,516,046	$581,373	$189,810	($20,216)
Other Sources (Uses) of Funds					
Connection Fee Revenue	$71,890	$51,230	$0	$20,660	$0
Loan Proceeds	0	0	0	0	0
Grant Proceeds	2,031	2,031	0	0	0
Capital Assets Acquisition	(421,580)	(332,166)	(3,792)	(31,521)	(54,101)
Marin Country Club Loan Principal Pmts	21,290	0	21,290	0	0
Principal Paid on Debt	(449,272)	(126,972)	(181,248)	(110,513)	(30,539)
Consumer Receivables Decr (Incr)	(1,079,436)	(909,390)	(45,228)	(21,163)	(103,655)
Construction Advances (Decr) Incr	59,980	43,039	0	16,941	0
Other Assets Decr (Incr)	(714,120)	(402,084)	787	(1,857)	(310,967)
Other Liabilities (Decr) Incr	(126,384)	(410,377)	(2,879)	(15,344)	302,216
Trade Accounts Payable (Decr) Incr	149,076	149,076	0	0	0
Connection Fee Transfer	0	0	0	0	0
Interdistrict Transfers	0	0	0	0	0
Interdistrict Loan Due To (From)	0	47,013	0	(47,013)	0
Total Other Sources (Uses)	($2,486,526)	($1,888,600)	($211,069)	($189,810)	($197,046)
Net Cash Provided (Used)	$780,488	$627,446	$370,304	($0)	($217,263)
MV Cash & Investments June 30, 2026	$17,651,469	$10,327,236	$7,080,081	$0	$244,153
MV Cash & Investments September 30, 2026	$18,431,957	$10,954,682	$7,450,385	($0)	$26,890

NOVATO WATER
DETAIL INCOME STATEMENT
FOR THE PERIOD ENDING SEPTEMBER 30, 2026

	SEPTEMBER 2026	YEAR TO DATE ACTUAL	YTD/ BUDGET%	PRIOR YTD ACTUAL
OPERATING REVENUE				
Water Sales	$2,822,922	$6,919,612	34%	$6,579,024
Bill Adjustments	(17,059)	(46,660)	58%	(45,301)
Bimonthly Service Charges	860,355	2,362,244	25%	2,209,772
Account Turn-on Charges	8,250	23,940	28%	21,545
New Account Charges	460	1,065	27%	920
Returned Check Charges	18	72	-	36
Hydrant Meter Up/Down Charges	600	900	45%	1,060
Backflow Service Charges	15,091	44,969	26%	43,935
Lab Service-Outside Clients	8,420	17,497	44%	7,938
Wheeling Charges - MMWD	22,220	65,924	47%	66,789
Other Operating Income	0	226	-	0
Regulation 15 Forfeiture	0	0	0%	0
TOTAL OPERATING REVENUE	$3,721,277	$9,389,788	31%	$8,885,717
TOTAL EXPENDITURES				
SOURCE OF SUPPLY				
Supervision & Engineering	$1,777	$2,983	15%	$2,569
Operating Expense - Source	2,689	4,379	34%	5,244
Maint/Monitoring of Dam	7,235	7,427	248%	874
Maint of Lake & Intakes	54	124	12%	0
Maint of Structures	0	0	-	(321)
Maint of Watershed	0	116	1%	5,569
Water Quality Surveillance	287	479	24%	92
Purchased Water	657,905	2,543,636	33%	2,163,034
Permits, Fines & Penalties	0	28,423	17%	29,209
GASB68 Adjustment	0	0	0%	0
SOURCE OF SUPPLY	$669,948	$2,587,565	32%	$2,206,269
PUMPING				
Maint of Structures & Grounds	$1,433	$9,032	11%	$38,729
Maint of Pumping Equipment	18,991	29,960	34%	19,842
Electric Power	67,922	199,464	30%	234,036
GASB68 Adjustment (Pension)	0	0	0%	0
PUMPING	$88,346	$238,457	28%	$292,607
OPERATIONS				
Supervision & Engineering	$21,481	$65,586	19%	$90,720
Operating Expense - Operations	68,838	215,307	30%	196,624
Maintenance Expense	6,829	18,542	19%	20,597
Telemetry Equipment/Controls Maint	6,384	26,922	23%	23,088
Leased Lines	1,143	3,384	26%	6,030
GASB68 Adjustment (Pension)	0	0	0%	0
OPERATIONS	$104,676	$329,741	21%	$337,058

NOVATO WATER
DETAIL INCOME STATEMENT
FOR THE PERIOD ENDING SEPTEMBER 30, 2026

	SEPTEMBER 2026	YEAR TO DATE ACTUAL	YTD/ BUDGET%	PRIOR YTD ACTUAL
WATER TREATMENT				
Supervision & Engineering	$10,028	$37,045	29%	$41,911
Operating Expense - Water Treatment	49,765	157,520	50%	135,646
Purification Chemicals	65,674	211,724	28%	195,761
Sludge Disposal	21,702	42,900	49%	61,242
Maint of Structures & Grounds	3,193	9,470	8%	5,766
Maint of Purification Equipment	23,966	44,398	15%	34,066
Electric Power	7,524	48,236	27%	54,654
Water Quality Programs	15,548	37,038	22%	33,465
Laboratory Direct Labor	56,159	157,024	24%	170,936
Lab Service-Outside Clients	5,050	18,677	78%	15,447
Water Quality Supervision	12,769	38,869	26%	44,718
Laboratory Supplies & Expense	8,025	31,298	26%	38,093
Customer Water Quality	2,720	10,054	15%	18,323
Lab Cost Distributed	(2,308)	(6,449)	13%	(12,512)
GASB68 Adjustment (Pension)	0	0	0%	0
WATER TREATMENT	$279,815	$837,803	24%	$837,516
TRANSMISSION & DISTRIBUTION				
Supervision & Engineering	$92,212	$295,156	31%	$254,640
Maps & Records	46,998	89,746	39%	53,795
Operation of T&D System	12,461	33,309	22%	37,416
Facilities Location	20,548	62,796	31%	58,463
Safety: Construction & Engineering	3,077	6,835	2%	9,605
Customer Service Expense	14,475	46,112	27%	45,039
Flushing	0	0	0%	0
Storage Facilities Expense	12,378	34,682	19%	36,408
Cathodic Protection	1,902	3,789	95%	871
Maint of Valves/Regulators	24,481	57,463	37%	67,811
Maint of Mains	81,591	132,391	43%	38,225
Leak Detection - Mains	4,640	10,078	34%	9,996
Backflow Prevention Program	23,326	72,586	22%	41,964
Maint of Copper Services	23,306	83,429	42%	89,556
Maint of PB Service Lines	19,131	62,527	20%	70,490
Single Service Installations	16,113	19,226	22%	32,824
Maint of Meters	25,364	78,962	29%	75,807
Detector Check Assembly Maint	51,437	80,422	54%	50,946
Maint of Hydrants	10,059	24,119	27%	21,258
GASB68 Adjustment (Pension)	0	0	0%	0
TRANSMISSION & DISTRIBUTION	$483,499	$1,193,627	24%	$995,115

NOVATO WATER
DETAIL INCOME STATEMENT
FOR THE PERIOD ENDING SEPTEMBER 30, 2026

	SEPTEMBER 2026	YEAR TO DATE ACTUAL	YTD/ BUDGET%	PRIOR YTD ACTUAL
CONSUMER ACCOUNTING				
Meter Reading	$1,903	$4,047	16%	$5,257
Collection Expense - Labor	4,697	13,149	34%	11,019
Collection Expense - Agency	0	278	28%	424
Billing & Consumer Accounting	17,982	51,907	26%	52,863
Contract Billing	1,470	4,367	24%	4,385
Stationery, Supplies & Postage	7,084	20,304	25%	19,451
Online Payment Processing Fees	11,423	35,723	27%	30,729
Lock Box Service	1,314	4,536	41%	2,760
Uncollectable Accounts	0	3,337	15%	4,800
Office Equipment Expense	460	1,524	2%	2,247
Distributed to West Marin (4.1%)	(1,863)	(5,498)	26%	(5,326)
GASB68 Adjustment (Pension)	0	0	0%	0
CONSUMER ACCOUNTING	$44,470	$133,674	19%	$128,608
WATER CONSERVATION				
Residential	$20,803	$53,966	22%	$52,730
Commercial	1,466	4,173	35%	2,913
Public Outreach/Information	15,094	52,175	24%	54,397
Large Landscape	0	1,136	57%	731
GASB68 Adjustment (Pension)	0	0	0%	0
TOTAL WATER CONSERVATION	$37,364	$111,450	20%	$110,772
GENERAL AND ADMINISTRATIVE				
Directors Fees	$2,910	$7,857	17%	$11,320
Legal Fees	5,493	13,000	50%	$5,472
Human Resources	18,048	59,858	34%	41,216
Auditing Fees	6,665	16,320	47%	16,085
Consulting Services/Studies	13,575	28,994	12%	170,689
General Office Salaries	140,874	442,906	23%	430,772
Safety: General District Wide	4,591	14,340	26%	11,329
Office Supplies	3,219	7,275	29%	10,601
Employee Events	350	1,241	8%	2,545
Other Administrative Expense	60	180	-	148
Election Cost	0	0	0%	0
Dues & Subscriptions	27,865	68,557	71%	63,526
Vehicle Expense	676	2,028	25%	2,028
Meetings, Conferences & Training	10,665	37,807	19%	72,745
Recruitment Expense	450	1,238	12%	0
Gas & Electricity	8,258	28,407	42%	9,401
Telephone	1,617	4,968	25%	4,955
Water	0	509	17%	475
Buildings & Grounds Maint	13,239	40,403	20%	48,230
Office Equipment Expense	24,772	91,647	47%	87,216
Insurance Premiums & Claims	26,848	80,544	22%	76,177
Retiree Medical Benefits	20,121	60,363	25%	62,536
(Gain)/Loss on Overhead Charges	(21,578)	(33,491)	-22%	(189,776)
G&A Applied to Other Operations (5.9%)	(22,023)	(66,662)	22%	(83,893)
G&A Applied to Construction	(62,802)	(194,180)	32%	(132,629)
GASB68 Adjustment (Pension)	206,934	623,465	87%	571,941
GENERAL & ADMINISTRATIVE	430,826	1,337,575	34%	1,293,112
Depreciation (Note 5)	315,915	951,342	26%	874,233
TOTAL OPERATING EXPENSE	$2,454,859	$7,721,233	28%	$7,075,290
OPERATING INCOME/(LOSS)	$1,266,418	$1,668,554	74%	$1,810,427

NOVATO WATER
DETAIL INCOME STATEMENT
FOR THE PERIOD ENDING SEPTEMBER 30, 2026

	SEPTEMBER 2026	YEAR TO DATE ACTUAL	YTD/ BUDGET%	PRIOR YTD ACTUAL
NON-OPERATING REVENUE				
Interest:				
General Funds	($5,026)	$0	0%	$18,575
Retiree Medical Insurance Fund	31,264	35,237	35%	9,326
Interest Revenue-Leases	0	7,204	80%	7,692
CLAM Loan for West Marin House	0	2,046	-	0
Funds Held in County Treasury	0	0	0%	(12,744)
West Marin/OM Loan from Novato	0	26,929	84%	0
MMWD Interconnection Agreement Loan	0	35,089		39,586
Total Interest Revenue	$26,238	$106,505	25%	$62,435
Rents & Leases	0	19,610	47%	22,610
Tax Proceeds	6,611	5,695	4%	40
Other Non-Operating Revenue	204	863	2%	30,060
Gain/(Loss) on MV of Investments	(61,903)	(56,848)	-	21,436
Disposition of Surplus Property	0	0	0%	0
NON-OPERATING REVENUE	($28,850)	$75,825	10%	$136,582
NON-OPERATING EXPENSE				
Bank of Marin AEEP Loan Interest Exp	$6,497	$19,778	27%	$23,160
STP SRF Loan Interest Expense	5,504	11,007	17%	22,254
Debt Issuance Costs	0	0	0%	0
JP Morgan/Chase AMI Loan Interest Expense	5,335	16,006	25%	18,056
Debt Issuance 2026 Interest	0	0	0%	0
Webster Bank Loan Interest Expense	43,513	130,539	25%	136,765
Other Non-Operating Expense	1,058	2,345	117%	17,133
NON-OPERATING EXPENSE	$61,907	$179,675	18%	$217,368
NET INCOME/(LOSS)	$1,175,661	$1,564,705	78%	$1,729,641
BEGINNING FUND EQUITY		$96,671,965		$94,829,646
NET INCOME/(LOSS)	1,175,661	1,564,705		1,729,641
CONTRIBUTED CAPITAL				
Loans/Grants	0	0		0
Water Conservation Grants	2,031	2,031		0
Developer 'In-Kind' Contributions	22,188	73,099		55,710
Caltrans AEEP Capital Contribution	0	0		0
MMWD AEEP Capital Contribution	0	0		0
Facility Reserve Charges	0	51,230		22,920
2% @ 55 Fund Interest	0	0		0
FRC Transfer to/from Recycled Water	0	0		(200,077)
Prior Period Adjustment (Note 12)	0	0		0
ENDING FUND EQUITY		$98,363,029		$96,437,840

NOVATO RECYCLED WATER
DETAIL INCOME STATEMENT
FOR THE PERIOD ENDING SEPTEMBER 30, 2026

	SEPTEMBER 2026	YEAR TO DATE ACTUAL	YTD/ BUDGET%	PRIOR YTD ACTUAL
OPERATING REVENUE				
Recycled Water Sales	$254,373	$636,624	39%	$820,575
Bill Adjustments	0	0	-	0
Bimonthly Service Charges	40,306	161,169	43%	91,037
Water Loads	250	2,490	10%	1,860
Account Turn-on Charges	0	25	-	0
TOTAL OPERATING REVENUE	$294,929	$800,308	40%	$913,472
OPERATING EXPENSE				
SOURCE OF SUPPLY				
Purchased Water - NSD	128,791	128,791	43%	106,682
Purchased Water - LGVSD	0	0	0%	17,198
Permits, Fines & Penalties	0	0	0%	0
SOURCE OF SUPPLY	$128,791	$128,791	35%	$123,880
PUMPING				
Electric Power	869	2,680	54%	2,492
PUMPING	$869	$2,680	54%	$2,492
OPERATIONS				
Supervision & Engineering	$0	$552	5%	$789
Operating Expense - Operations	0	0	0%	0
Potable Water Consumed	0	759	1%	22,468
Maintenance Expense	0	15,540	194%	5,862
GASB68 Adjustment (Pension)	0	0	0%	0
OPERATIONS	$0	$16,851	14%	$29,119
WATER TREATMENT				
Supervision & Engineering	0	0	0%	$0
Maint of Purification Equipment	0	300	-	0
Electric Power	0	0	0%	0
Laboratory Direct Labor	2	2	-	0
Lab Expense Distributed from Novato	1	1	0%	0
GASB68 Adjustment (Pension)	0	0	0%	0
GASB75 Adjustment (OPEB)	0	0	-	0
WATER TREATMENT	$3	$303	5%	$0
TRANSMISSION & DISTRIBUTION				
Supervision & Engineering	$0	($20)	0%	($160)
Operation of T&D System	0	850	-	696
Customer Service Expense	490	5,309	44%	3,690
Storage Facilities Expense	126	11,842	118%	1,925
Maint of Mains	0	0	0%	3,800
Maint of Meters	3,814	3,814	95%	0
GASB68 Adjustment (Pension)	0	0	0%	0
TRANSMISSION & DISTRIBUTION	$4,430	$21,795	34%	$9,952

NOVATO RECYCLED WATER
DETAIL INCOME STATEMENT
FOR THE PERIOD ENDING SEPTEMBER 30, 2026

	SEPTEMBER 2026	YEAR TO DATE ACTUAL	YTD/ BUDGET%	PRIOR YTD ACTUAL
CONSUMER ACCOUNTING				
Distributed from Novato (0.2%)	$183	$542	27%	$518
CONSUMER ACCOUNTING	$183	$542	27%	$518
GENERAL AND ADMINISTRATIVE				
Dues & Subscriptions	$0	$0	0%	$0
Distributed from Novato (2.4%)	6,965	21,083	22%	26,499
GASB68 Adjustment	769	2,540	-	6,032
GENERAL & ADMINISTRATIVE	$7,735	$23,624	19%	$32,531
Depreciation (Note 5)	$66,290	$198,868	24%	$198,868
TOTAL OPERATING EXPENSE	$208,301	$393,454	26%	$397,359
OPERATING INCOME/(LOSS)	$86,628	$406,854	78%	$516,113
NON-OPERATING REVENUE				
Interest:				
General Funds	($306)	$6,299	5%	$16,622
StoneTree RWF Loan	1,563	2,350	24%	2,448
Total Interest Revenue	$1,257	$8,649	6%	$19,070
Other Non-Operating Revenue	0	0	-	0
NON-OPERATING REVENUE	$1,257	$8,649	6%	$19,070
NON-OPERATING EXPENSE				
RWF SRF Loan Interest Expense	$534	$1,068	27%	$3,166
Expansion SRF Loan Interest Expense	12,150	31,931	22%	40,039
Capital Contribution Expense-NSD&LGVSD	0	0	0%	0
GASB68 Adjustment	0	0	-	0
NON-OPERATING EXPENSE	$12,684	$32,999	4%	$43,205
NET INCOME/(LOSS)	$75,202	$382,505	(308%)	$491,978
BEGINNING FUND EQUITY		$26,640,736		$26,438,388
NET INCOME/(LOSS)	75,202	382,505		491,978
FRC Transfer to/from Novato	0	0		200,077
Prior Period Adjustment (Note 12)	0	0		0
ENDING FUND EQUITY		$27,023,241		$27,130,443

WEST MARIN WATER
DETAIL INCOME STATEMENT
FOR THE PERIOD ENDING SEPTEMBER 30, 2026

	SEPTEMBER 2026	YEAR TO DATE ACTUAL	YTD/ BUDGET%	PRIOR YTD ACTUAL
OPERATING REVENUE				
Water Sales	$115,380	$349,602	33%	$332,874
Bill Adjustments	(2,005)	(3,994)	10%	(3,293)
Bimonthly Service Charges	33,145	95,645	23%	88,816
Account Turn-on Charges	0	310	16%	485
New Account Charges	0	15	-	35
Returned Check Charges	0	0	-	9
Hydrant Meter Up/Down Charges	0	200	-	0
Backflow Service Charges	7	1,714	17%	1,625
Lab Service-Outside Clients	0	0	-	0
TOTAL OPERATING REVENUE	$146,527	$443,492	31%	$420,550
OPERATING EXPENSE				
SOURCE OF SUPPLY				
Supervision & Engineering	$149	$733	15%	$0
Operating Expense	28	84	3%	98
Maint of Structures	0	3,017	-	0
Maint of Watershed	0	0	0%	0
Permits, Fines & Penalties	0	9,740	49%	9,290
GASB68 Adjustment (Pension)	0	0	0%	0
SOURCE OF SUPPLY	$177	$13,574	45%	$9,388
PUMPING				
Maint of Structures and Grounds	$2,778	$9,398	85%	$6,379
Maint of Pumping Equip	0	4,235	61%	669
Electric Power	8,583	24,992	28%	28,390
GASB68 Adjustment (Pension)	0	0	0%	0
PUMPING	$11,361	$38,625	35%	$35,438
OPERATIONS				
Supervision & Engineering	$276	$552	3%	$5,520
Operating Expense	2,001	9,195	51%	4,778
Maint of Telemetry Equipment	3,747	11,084	37%	2,294
Leased Lines	345	996	25%	851
GASB68 Adjustment (Pension)	0	0	0%	0
OPERATIONS	$6,368	$21,827	25%	$13,443
WATER TREATMENT				
Supervision & Engineering	$1,626	$7,744	37%	$3,354
Operating Expense	4,333	11,843	19%	16,421
Purification Chemicals	0	0	0%	1,950
Maint of Structures & Grounds	28	28	0%	0
Maint of Purification Equipment	377	2,249	9%	1,784
Water Quality Programs	2,549	3,274	-	141
Electric Power	63	2,272	15%	1,194
Laboratory Direct Labor	3,245	9,662	13%	20,615
Laboratory Services	2,135	5,182	21%	5,648
Water Quality Supervision	1,619	6,694	84%	564
Customer Water Quality	1,490	1,813	20%	4,018
Lab Expense Distributed from Novato	1,871	5,562	12%	11,235
GASB68 Adjustment (Pension)	0	0	0%	0
WATER TREATMENT	$19,335	$56,323	16%	$66,924

WEST MARIN WATER
DETAIL INCOME STATEMENT
FOR THE PERIOD ENDING SEPTEMBER 30, 2026

	SEPTEMBER 2026	YEAR TO DATE ACTUAL	YTD/ BUDGET%	PRIOR YTD ACTUAL
TRANSMISSION & DISTRIBUTION				
Supervision & Engineering	$2,590	$6,503	38%	$2,971
Facilities Location - USA	992	2,613	15%	6,465
Customer Service Expense	487	2,574	32%	2,446
Flushing	0	0	0%	14
Storage Facilities Expense	2,131	5,986	12%	12,179
Cathodic Protection	0	0	0%	0
Maint of Valves	0	686	4%	0
Valve Operation Program	0	3,876	-	0
Maint of Mains	0	303	8%	0
Backflow Dev Inspection/Survey	236	236	3%	739
Maint of Copper Services	496	5,128	51%	1,676
Maint of PB Service Lines	4,958	10,107	56%	4,829
Maint of Meters	7	7	0%	267
Detector Check Assembly Maint	0	0	0%	0
Maint of Hydrants	28	3,312	-	0
Single Service Installation	11,549	5,369	45%	0
GASB68 Adjustment (Pension)	0	0	0%	0
TRANSMISSION & DISTRIBUTION	$23,473	$46,698	21%	$31,585
CONSUMER ACCOUNTING				
Meter Reading	$1,970	$4,795	34%	$3,826
Collection Expense - Labor	0	0	0%	408
Uncollectable Accounts	0	540	-	0
Online Payment Processing Fees	(32)	(51)	-	0
Distributed from Novato (3.6%)	1,401	4,150	26%	$3,993
GASB68 Adjustment (Pension)	0	0	0%	0
CONSUMER ACCOUNTING	$3,339	$9,433	25%	$8,226
WATER CONSERVATION				
Water Conservation Program	$563	$1,887	27%	$934
TOTAL WATER CONSERVATION	$563	$1,887	27%	$934
GENERAL AND ADMINISTRATIVE				
Consulting Services/Studies	$0	$0	0%	$0
Distributed from Novato (3.6%)	10,682	32,332	22%	40,513
GASB68 Adjustment (Pension)	8,926	25,738	-	30,293
GENERAL & ADMINISTRATIVE	$19,608	$58,070	29%	$70,807
Depreciation (Note 5)	24,361	73,082	24%	72,603
TOTAL OPERATING EXPENSE	$108,586	$319,519	24%	$309,348
OPERATING INCOME/(LOSS)	$37,942	$123,973	136%	$111,202

WEST MARIN WATER
DETAIL INCOME STATEMENT
FOR THE PERIOD ENDING SEPTEMBER 30, 2026

	SEPTEMBER 2026	YEAR TO DATE ACTUAL	YTD/ BUDGET%	PRIOR YTD ACTUAL
NON-OPERATING REVENUE				
Interest - General Funds	$0	$0	0%	$576
Rents & Leases	0	0	0%	0
Other Non-Operating Revenue	0	0	-	0
NON-OPERATING REVENUE	$0	$0	0%	$576
NON-OPERATING EXPENSE				
Bank of Marin Loan Interest Expense	$954	$2,903	29%	$3,400
Loan from Novato-Interest Expense	1,447	4,341	24%	4,998
New Loan Interest			0%	0
NON-OPERATING EXPENSE	$2,401	$7,244	11%	$8,398
NET INCOME/(LOSS)	$35,541	$116,728	299%	$103,380
BEGINNING FUND EQUITY		$7,955,180		$7,960,021
NET INCOME/(LOSS)	35,541	116,728		103,380
CONTRIBUTED CAPITAL				
Water Conservation Grants	0	0		0
Developer 'In-Kind' Contributions	4,742	12,950		9,944
Facility Reserve Charges	0	20,660		0
PRIOR YEAR ADJUSTMENTS (Note 11c)	0	0		0
ENDING FUND EQUITY		$8,105,518		$8,073,345

OCEANA MARIN SEWER
DETAIL INCOME STATEMENT
FOR THE PERIOD ENDING SEPTEMBER 30, 2026

	SEPTEMBER 2026	YEAR TO DATE ACTUAL	YTD/ BUDGET%	PRIOR YTD ACTUAL
OPERATING REVENUE				
Sewer Service Charges	$34,552	$103,655	25%	$94,713
TOTAL OPERATING REVENUE	$34,552	$103,655	25%	$94,713
OPERATING EXPENSE				
SEWAGE COLLECTION				
Supervision & Engineering	$3,734	$21,507	113%	$4,099
Inspection	0	0	0%	356
Operating Expense	3,224	7,705	128%	3,039
Facilities Location	317	317	-	0
Maint of Telemetry Equipment	123	293	29%	180
Maint of Lift Stations	1,181	2,380	10%	1,885
Maint of Manholes	0	152	1%	0
Maint of Sewer Mains	0	0	0%	0
Electric Power	2,239	7,325	22%	6,547
GASB68 Adjustment (Pension)	0	0	0%	0
SEWAGE COLLECTION	$10,818	$39,679	27%	$16,106
SEWAGE TREATMENT				
Operating Expense	2,470	5,576	40%	2,279
Treatment Supplies & Expense	1,771	1,771	35%	0
Maint of Structures	0	203	-	0
Maint of Equipment	0	0	0%	0
Laboratory Direct Labor	757	1,539	22%	2,343
Lab Expense Distributed from Novato	436	886	22%	1,277
Electric Power	1,955	5,383	67%	366
Permits, Fines & Penalties	0	0	0%	0
GASB68 Adjustment (Pension)	0	0	0%	0
SEWAGE TREATMENT	$7,388	$15,358	17%	$6,265
SEWAGE DISPOSAL				
Operating Expense	$3,067	$12,110	36%	$8,951
Maint of Pump Stations	6,274	6,288	45%	4,184
Maint of Storage Ponds	84	6,881	25%	2,574
Maint of Irrigation Field	0	2,475	41%	2,488
GASB68 Adjustment (Pension)	0	0	0%	0
SEWAGE DISPOSAL	$9,425	$27,754	30%	$18,196
CONSUMER ACCOUNTING				
Distributed from Novato (0.6%)	279	806	27%	816
CONSUMER ACCOUNTING	$279	$806	27%	$816

OCEANA MARIN SEWER
DETAIL INCOME STATEMENT
FOR THE PERIOD ENDING SEPTEMBER 30, 2026

	SEPTEMBER 2026	YEAR TO DATE ACTUAL	YTD/ BUDGET%	PRIOR YTD ACTUAL
GENERAL AND ADMINISTRATIVE				
Consulting Services/Studies	$3,573	$15,561	28%	$0
Distributed from Novato (1.1%)	$4,376	$13,246	32%	$16,881
Liability Insurance	0	0	0%	0
GASB68 Adjustment	3,108	9,328	-	7,940
GENERAL AND ADMINISTRATIVE	$11,057	$38,135	38%	$24,820
Depreciation (Note 5)	9,773	29,318	46%	15,786
TOTAL OPERATING EXPENSE	$48,740	$151,050	31%	$81,988
OPERATING INCOME/(LOSS)	($14,188)	($47,395)	61%	$12,725
NON-OPERATING REVENUE				
Rents & Leases	$0	$250	-	$250
Interest - General Funds	(137)	0	0%	271
Other Non-Operating Revenue/Expense	2	2	0%	(18,129)
NON-OPERATING REVENUE	($136)	$252	4%	($17,608)
NON-OPERATING EXPENSE				
Interest Expense	$0	$0	0%	$0
Loan from Novato-Interest Expense	797	2,391		0
Other Non-Operating Expense	$0	$0	-	$0
NON-OPERATING EXPENSE	$797	$2,391	11%	$0
NET INCOME/(LOSS)	($15,121)	($49,535)	53%	($4,883)
BEGINNING FUND EQUITY		$2,950,466		$3,119,652
NET INCOME/(LOSS)	(15,121)	(49,535)		(4,883)
CONTRIBUTED CAPITAL				
Contribution in Aid of Construction	0	0		0
Sewer Facilities Connection Charges	0	0		0
FEMA/CAL OES Grant-OM Treatment Pond	0	0		0
PRIOR YEAR ADJUSTMENTS (Note 11d)	0	0		0
ENDING FUND EQUITY		$2,900,932		$3,114,769

NORTH MARIN WATER DISTRICT
VEHICLE FLEET ANALYSIS
FOR PERIOD ENDING September 30, 2026

					Fiscal Year to Date				Vehicle Cost per Mile			
	Year	Description	Veh#	Assigned	Mileage	Expense[1]	Recovery [2]	Gain/(Loss)	Mileage	Life to Date	FYTD27	FYTD26
1	2014	Ford F150	517	Kurfirst	1,579	$754	$2,699	$1,944	**44,720**	$0.59	$0.48	$0.41
2	2015	Ford F250 4x4	518	Construction/Pool	513	$666	$630	($36)	**129,310**	$0.50	$1.30	$0.68
3	2015	Ford F150 4X4	521	Construction/Pool	838	$934	$903	($31)	**76,066**	$0.43	$1.11	$0.55
4	2016	Nissan Frontier	522	Lab	317	$122	$278	$157	**79,259**	$0.44	$0.38	$0.42
5	2016	Nissan Frontier	524	Construction/Pool	416	$401	$0	($401)	**78,459**	$0.56	$0.96	$0.69
6	2018	Ford Cargo Van	526	On-Call Construction	4,642	$2,034	$280	($1,754)	**82,753**	$0.46	$0.44	$0.43
7	2018	Dodge Ram 2500	527	Corda	515	$389	$0	($389)	**82,000**	$0.68	$0.75	$1.20
8	2019	Chev Colorado 4x4	528	STP	1,715	$804	$315	($489)	**42,376**	$0.54	$0.47	$0.46
9	2021	Nissan Rogue	541	Roberto	490	$124	$130	$6	**34,638**	$0.30	$0.25	$0.19
10	2021	Nissan Frontier	542	STP	2,028	$1,506	$490	($1,016)	**47,042**	$0.49	$0.74	$0.36
11	2021	Ford Ranger 4x4	543	STP	1,900	$931	$385	($546)	**35,209**	$0.35	$0.49	$0.39
12	2020	Ford F150	544	Kennedy	1,194	$370	$725	$354	**10,373**	$0.34	$0.31	$0.28
13	2021	Ford F150	545	Construction/Pool	1,466	$348	$434	$86	**15,558**	$0.34	$0.24	$0.28
14	2021	Ford F150 4x4	546	Engineering	1,998	$894	$896	$2	**27,943**	$0.31	$0.45	$0.77
15	2022	Chevy Bolt EUV	548	LAB	1,724	$0	$662	$662	**27,619**	$0.07	$0.00	$0.01
16	2023	Chevy Bolt EUV	549	Executive Pool	199	$0	$221	$221	**38,791**	$0.06	$0.00	$0.05
17	2022	Ford Ranger 4x4	550	Davenport	2,292	$1,124	$2,527	$1,403	**41,600**	$0.40	$0.49	$0.36
18	2022	Ford Ranger 2WD	551	Lawrence	3,699	$1,232	$2,520	$1,288	**24,411**	$0.46	$0.33	$0.47
19	2022	Ford Ranger 2WD	552	Castellucci	2,998	$889	$2,975	$2,086	**49,318**	$0.29	$0.30	$0.25
20	2022	Ford Ranger 2WD	553	Pirinjian	1,053	$395	$2,016	$1,621	**25,548**	$0.40	$0.37	$0.33
21	2023	Ford Ranger 4x4	554	Hanson	3,990	$1,838	$2,310	$472	**38,890**	$0.47	$0.46	$0.34
22	2024	FORD F250 4X4 #556	556	Watkins	2,687	$1,353	$606	($747)	**23,700**	$0.85	$0.50	$0.66
23	2024	FORD F250 4X4 #557	557	Breit	4,852	$4,948	$4,151	($797)	**51,700**	$0.59	$1.02	$0.50
24	2025	NISSAN ROGUE S AWD	558	Engineering	696	$74	$497	$423	**2,990**	$0.21	$0.11	$0.16
25	2024	FORD F-150 XL 4x4	560	Lebrun	3,880	$2,116	$637	($1,479)	**11,291**	$0.37	$0.55	$0.24
26	2025	FORD F250 4X4 #561	561	Northen	4,635	$4,398	$2,891	($1,507)	**21,125**	$0.72	$0.95	$0.68
27	2025	FORD F250 4X4 #562	562	STP	1,267	$1,013	$378	($635)	**6,849**	$1.84	$0.80	$2.20
28	2025	FORD F150 4x4 #563	563	Bergstrom	2,453	$1,226	$2,762	$1,535	**10,905**	$0.48	$0.50	$0.47
29	2025	FORD F150 XL	566	Kehoe	2,089	$1,762	$259	($1,503)	**6,431**	$1.11	$0.84	$1.23
30	2026	FORD F250 SVC BODY	567	Williamson	1,263	$528	$1,407	$879	**4,377**	$2.25	$0.42	$2.99
31	2026	FORD F250 SVC BODY	568	Pearce	3,499	$2,629	$2,499	($130)	**6,117**	$3.20	$0.75	$6.48
				Total 3/4 Ton & Under	**62,887**	**35,798**	**37,480**	**1,681**	**1,177,368**	**$0.50**	**$0.57**	**$0.60**
1	1999	Ford F350 W/Svc Body	19	Pool	497	$1,162	$84	($1,078)	**142,381**	$0.85	$2.34	$1.32
2	2002	Int'l 5 Yd Dump	44	Construction	442	$2,078	$2,114	$36	**121,903**	$1.89	$4.70	$0.87
3	2012	Int'l 5 Yd Dump	514	Construction	600	$2,285	$3,038	$753	**70,680**	$1.87	$3.81	$1.01
4	2015	Int'l 5 Yd Dump	519	McDonald	633	$998	$2,030	$1,032	**67,967**	$1.72	$1.58	$2.94
5	2017	Ford F350 4x4	525	Lemos	2,075	$1,177	$4,914	$3,737	**79,100**	$0.85	$0.57	$0.57
6	2019	Ford F550 3 YD Dump	530	Construction	653	$1,436	$3,500	$2,064	**21,411**	$1.81	$2.20	$1.88
7	2021	Int'l 5 Yd Dump	547	Sjoblom	451	$28,140	$2,156	($25,984)	**17,648**	$3.65	$62.39	$1.13
8	2026	INTERNATIONAL MV 607	564	Construction	857	$1,847	$5,523	$3,676	**4,133**	$4.88	$2.15	$5.60
9	2026	INTERNATIONAL MV 607	565	Construction	592	$3,732	$5,390	$1,658	**3,709**	$7.84	$6.30	$8.14
				Total 1 Ton & Over	**6,800**	**$42,852**	**$28,749**	**($14,103)**	**$528,932**	**$1.55**	**$6.30**	**$1.90**

[1] Expense amount shown excludes depreciation (approximately $350,000 for FY27).

2 Recovery is the amount charged to projects and operations to recover the expense of owning and operating the vehicle. Commencing 7/1/17 the recovery rate for vehicles 3/4-ton and under is $7/hr and the recovery rate for vehicles 1-ton and over is $14/hr. An additional 50% is charged to developer projects to reflect the fair market value of the vehicle being used.

NORTH MARIN WATER DISTRICT
WATER CONSERVATION PROGRAM DETAIL
PERIOD ENDING September 30, 2026

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			COST THRU JUNE 2026	September 2026	FY 26/27 TOTAL	FY 26/27 BUDGET	(OVER) UNDER	TOTAL COST
		NOVATO						
		a. Residential						
1-7700-01	1-7700-26	1 Cash for Grass	$664,212	$3,960	$6,320	$70,000	$63,680	$670,532
1-7700-02	1-7700-27	2 Landscape Efficiency Rebates	51,418	702	2,496	6,000	3,504	53,913
1-7700-03		3 Fixtures Purchases	72,378	0	0	5,000	5,000	72,378
1-7700-06	1-7700-28	4 Washing Machine Rebates	378,551	150	249	5,000	4,751	378,800
1-7700-07		5 Demonstration Garden Improvements	55,288	0	(0)	0	0	55,288
1-7700-11	1-7700-29	6 Toilet Rebate-Residential	1,119,356	417	2,166	25,000	22,834	1,121,522
1-7700-12		7 Toilet Rebate - MF	130	0	0	0	0	130
1-7700-13		8 Residential Audits	514,624	0	30	20,000	19,970	514,654
1-7700-15		9 High Efficiency Toilet Distribution	242,197	0	0	0	0	242,197
1-7700-16		10 Water Waste Ordinance Monitoring	165,624	2,044	2,394	15,000	12,606	168,018
1-7700-17	1-7700-31	11 Swimming Pool Cover Rebate	20,077	93	385	5,000	4,615	20,462
1-7700-19	1-7700-32	12 ET Controller Rebate	67,554	97	980	6,000	5,020	68,533
1-7700-08		13 Administration	2,400,703	13,290	38,151	150,000	111,849	2,438,854
1-7700-20		14 New Development Wtr Cons Program	174,001	0	(0)	10,000	10,000	174,001
1-7700-21	1-7700-33	15 Demand Offset Rebate Program	7,538	49	747	2,000	1,253	8,284
1-7700-23		16 Grant Administration	3,300	0	0	1,000	1,000	3,300
1-7700-24	1-7700-34	17 Hot Water Recirculation Rebate	5,565	0	49	2,000	1,951	5,614
1-7700-25		18 Residential Fill Station	66,442	0	0	0	0	66,442
1-7705-02		19 Clothes Washer Rebate program	54,153	0	0	0	0	54,153
1-7700-35		20 Other Pipeline Improvements	16,733	0	0	0	0	16,733
		b. Non-Residential Programs						
1-7701-03	1-7701-04	1 Commercial Programs	94,983	1,466	4,173	16,000	11,827	99,156
1-7700-04		c. Public Outreach/Information	1,230,349	15,094	52,175	203,000	150,825	1,282,524
1-7702-01		1 Large Landscape Programs	67,418	0	1,136	13,000	11,864	68,554
1-7702-04		2 Large Landscape Irrigation Efficiency	1,121	0	0	0	0	1,121
1-7700-05		3 Marketing	8,248	0	0	0	0	8,248
		TOTAL NOVATO WATER CONSERVATION	$7,481,963	$37,364	$111,450	$554,000	$442,550	$7,593,413
		WEST MARIN WATER						
2-5166-00		a. Water Conservation Program	$233,371	$563	$1,887	$7,000	$5,113	$235,258
		TOTAL WEST MARIN WATER CONSERVATION	$233,371	$563	$1,887	$7,000	$5,113	$235,258

NORTH MARIN WATER DISTRICT

CAPITAL IMPROVEMENT PROJECTS

PERIOD ENDING September 30, 2026

		Description	COST THRU JUNE 2026	September 2026	FYTD TOTAL	FY 26/27 BUDGET	(OVER)/UNDER BUDGET	TOTAL COST
		1. PIPELINES						
		1a Pipeline Improvements						
		a. Main/Pipeline Replacements						
1-7195-00	1	Novato Blvd Widening Diablo to Grant	$567,883	$16,212	$91,367	$4,250,000	$4,158,633	$659,250
1-7221-00	2	San Mateo Way Upsizing	0	5,563	5,563	100,000	94,437	5,563
		1b Pipeline Replacements						
1-7212-00	1	Stafford Lake Park Service Line	$7,568	$2,426	$5,278	$50,000	$44,722	$12,846
1-7220-00	2	Arthur Zone 2 Pipe Replacement	0	1,080	3,086	50,000	46,914	3,086
		1c Aqueduct Improvements						
	1	Interconnection Mods (w/ MMWD)	$0	$0	$0	$15,000	$15,000	$0
		1d Pipeline Contingency						
	1	Pipeline Resiliency Improvements	$0	$0	$0	$100,000	$100,000	$0
	2	Sync w/ City or County Paving	0	0	0	35,000	35,000	0
	3	Polybutylene (PB) Service Line Replacements	0	0	0	15,000	15,000	0
		Subtotal Pipelines	$575,451	$25,280	$105,293	$4,615,000	$4,509,707	$680,744
		2. STORAGE TANKS & PUMP STATIONS						
		2a Tank Rehabiliation / Replacement						
			$0	$0	$0	$0	$0	$0
		2b Pump Station Rehabilitation / Replacement						
1-6112-26	1	Lynwood PS Replacement	$626,567	$5,340	$7,805	$1,250,000	$1,242,195	$634,372
1-6103-22	2	Cherryhill PS Retaining Wall	460,715	1,272	93,856	40,000	(53,856)	554,571
	3	School Road PS Decommissioning	0	0	0	30,000	30,000	0
1-6103-23	4	Cherry Hill PS Improvements	13,250	3,900	11,797	50,000	38,203	25,047
1-6150-00	5	PS Misc Imprevements FY26-27	0	0	5,411	150,000	144,589	5,411
	6	Pump Station Assessment #1-10 (2025 MP)	0	0	0	100,000	100,000	0
1-6112-29	7	Closed - Lynwood Pump Rebuild	50,623	0	0	0	0	50,623
		2c Hydropneumatic Systems						
1-7170-01	1	Bahia Hydropneumatic System Replacement	$144,927	$5,252	$19,728	$0	($19,728)	$164,654
		2d Tank & Pump Station Contingency						
	1	PS Pump Replacements (5/yr)	$0	$0	$0	$0	$0	$0
		Subtotal Storage Tanks & Pump Stations	$1,296,081	$15,764	$138,596	$1,620,000	$1,481,404	$1,434,677

NORTH MARIN WATER DISTRICT

CAPITAL IMPROVEMENT PROJECTS

PERIOD ENDING September 30, 2026

		Description	COST THRU JUNE 2026	September 2026	FYTD TOTAL	FY 26/27 BUDGET	(OVER)/UNDER BUDGET	TOTAL COST
		3. STAFFORD IMPROVEMENTS						
		3a Stafford Treatment Plant (STP)						
1-6610-38	1	STP PLC (Prog Logic Controllers) Replacements	$186,011	$0	$0	$160,000	$160,000	$186,011
1-6610-29	2	STP-Tower Hose Replacement	83,651	0	2,173	130,000	127,827	85,824
1-6610-40	3	STP SCADA Server Upgrade	0	0	0	50,000	50,000	0
		3b Stafford Dam / Watershed						
1-6610-24	1	Water Supply Enhancements-Spillway ASG	$276,762	$0	$0	$5,000	$5,000	$276,762
1-6610-37	2	Dam Spillway Concrete Repair	98,367	0	32	0	(32)	98,399
1-6610-31	3	Dam Piezometer Automation	118,302	710	34,784	40,000	5,216	153,086
		3c Stafford Contingency						
	1	Other Stafford Improvements	$0	$0	$0	$50,000	$50,000	$0
		Subtotal Stafford Improvements	$763,093	$710	$36,989	$435,000	$398,011	$800,082
		4. MISCELLANEOUS IMPROVEMENTS (NOVATO)						
		4a District Offices						
1-6501-51	1	RCP Access Improvements	18,326	$1,186	$1,186	$100,000	$98,814	$19,511
	2	Construction Yard Improvements - Pipe Racks	0	0	0	25,000	25,000	0
		4b System Pressure / Valving						
	1	Gateway Commons- Backflow Prevention	$0	$0	$0	$30,000	$30,000	$0
1-6317-11	2	Landing Way Regulators	78,513	10,269	65,329	15,000	(50,329)	143,842
1-7219-00	3	655 Canyon Road Fire Service Replacement	646	1,889	4,408	40,000	35,592	5,053
1-7218-00	4	1180 Lynwood Dr. Fire Service Replacement	36,101	64	352	0	(352)	36,452
1-7216-00	5	Closed - Tamalpais Cr Sr Apts Fire Svc	20,637	(20,828)	(20,637)	0	20,637	0
1-7215-00	6	System Wide PR Station Rehab	335,665	0	0	0	0	335,665
		4c Miscellaneous Projects						
1-6610-35	1	Scada Server Upgrade	25,681	650	650	0	(650)	26,331
1-6502-53	2	Equipment not yet in Service	0	0	$0	0	0	0
		4d Miscellaneous Contingency						
	1	Other System Improvements	0	0	0	50,000	50,000	0
		Subtotal Miscellaneous Improvements (Novato)	$515,568	($6,771)	$51,288	$260,000	$208,712	$566,856

NORTH MARIN WATER DISTRICT

CAPITAL IMPROVEMENT PROJECTS

PERIOD ENDING September 30, 2026

		Description	COST THRU JUNE 2026	September 2026	FYTD TOTAL	FY 26/27 BUDGET	(OVER)/UNDER BUDGET	TOTAL COST
		5. RECYCLED WATER SYSTEM (NOVATO)						
		5a RW Pipelines						
5-7222-00	1	Replace Cast Iron in Atherton Ave. (1,320 LF)	$0	$3,792	3,792	$75,000	$71,208	$3,792
		5b RW Contingency	$0	$0	$0		$0	$0
	1	Other Recycled Water Improvements	$0	$0	$0	$25,000	$25,000	$0
		TOTAL RECYCLED WATER	$0	$3,792	$3,792	$100,000	$96,208	$3,792
		6. WEST MARIN SYSTEM						
		6a WM Pipelines						
2-8912-00	1	Lagunitas Bridge Pipeline Replacement	$689,909	$15,769	$23,538	$750,000	$726,462	$713,447
	2	Olema Creek Bridge Pipe Replacement (County)	0	0	0	25,000	25,000	0
2-7214-00	3	St Rt 1 Caltrans Pipe Relocate	10,892	489	489	5,000	4,511	11,381
2-6614-00	4	New Sample Stations x3 (PR)	0	0	0	30,000	30,000	0
2-7192-02	5	Galv Pipe Repl - 4 Locations	201,751	0	0	75,000	75,000	201,751
2-7192-01	6	Galv Pipe Repl -Balboa	8,290	0	0	0	0	8,290
		6b WM Tanks & Pump Stations						
	1	Olema Tank COM Improvements	$0	$0	$0	$25,000	$25,000	$0
		6c WM Wells						
2-6613-00	1	Gallagher Well #3	$35,867	$1,582	$7,493	$250,000	$242,507	$43,360
2-7185-00	2	Gallagher Ranch Streambank Stabilization	736,757	$0	$0	$0	$0	$736,757
		6d WM Treatment Plant						
2-6601-39	1	PR Treatment Plant-InterimRehabilitation	$0	$0	$0	$25,000	$25,000	$0
		6e WM Contingency						
	1	Sync w/County Paving	$0	$0	$0	$25,000	$25,000	$0
	2	Other Water System Improvements	0	0	0	25,000	25,000	0
		TOTAL WEST MARIN	$1,683,466	$17,840	$31,521	$1,235,000	$1,203,479	$1,714,986
		7. OCEANA MARIN						
		7a OM Pipelines						
8-7208-01	1	Sewer Force Main Improvements-FM 1A (Design Only)	$65,756	$0	$0	$10,000	$10,000	$65,756
		7b OM Lift Station	$0	$0	$0	$0	$0	$0
	1	Tahiti Pump Replacement	$0	$0	$0	$10,000	$10,000	$0
	2	Electric Service Improvements	0	0	0	40,000	40,000	0
		7c OM Treatment Ponds						
		7d OM Contingency						
	1	Other Sewer System Improvements	$0	$0	$0	$5,000	$5,000	$0
		TOTAL OCEANA MARIN	$65,756	$0	$0	$65,000	$65,000	$65,756

NORTH MARIN WATER DISTRICT

CAPITAL IMPROVEMENT PROJECTS

PERIOD ENDING September 30, 2026

Description	COST THRU JUNE 2026	September 2026	FYTD TOTAL	FY 26/27 BUDGET	(OVER)/UNDER BUDGET	TOTAL COST
8 LESS FUNDED BY GRANTS, LOANS & REIMBURSEMENTS						
(Accrued)/Deferred						
a NW - Reimbursement by County Parks	$0	$0	$0	$0	$0	$0
b NW - Bank Loan for Novato Blvd & Lynwood Pump Station	0	0	0	0	0	$0
c RW - Capital Replacement Expansion Fund	0	0	0	0	0	$0
d WM - Reimbursement by Developer	0	0	0	0	0	$0
e WM - Bank Loan for Near-Term WM Projects	146,634	0	0	0	0	$146,634
FUNDING BY OTHERS (ACCRUED)/DEFERRED	$146,634	$0	$0	$0	$0	$146,634
Received						
a NW - Reimbursement by County Parks	$0	$0	$0	($50,000)	($50,000)	$0
b NW - Bank Loan for Novato Blvd & Lynwood Pump Station	0	0	0	(5,500,000)	(5,500,000)	$0
c RW - Capital Replacement Expansion Fund	(300,033)	0	0	(100,000)	(100,000)	($300,033)
d WM - Reimbursement by Developer	0	0	0	(50,000)	(50,000)	$0
e WM - Bank Loan for Near-Term WM Projects	(554,228)	0	0	(1,000,000)	(1,000,000)	($554,228)
FUNDING BY OTHERS RECEIVED	($840,989)	$0	$0	($6,700,000)	($6,700,000)	($854,261)
NET PROJECT EXPENDITURES	$13,651,112	$56,616	$367,479	$1,630,000	$1,262,521	$4,559,266

SUMMARY - GROSS PROJECT OUTLAY	Current Month	FYTD Total	FY 26/27 Budget	FYTD/ Budget%
Novato Water Capital Projects	$34,984	$332,166	$6,930,000	5%
Novato Recycled Water Capital Projects	3,792	3,792	100,000	4%
West Marin Water Capital Projects	17,840	31,521	1,235,000	3%
Oceana Marin Sewer Capital Projects	0	0	65,000	0%
Gross Capital Improvement Project Outlays	$56,616	$367,479	$8,330,000	4%

CIP SUMMARY-NET EXPENDITURES:	Current Month	FYTD Total	FY 26/27 Budget	FYTD/ Budget%
Novato Water Capital Projects	$34,984	$332,166	$1,380,000	24%
Novato Recycled Water Capital Projects	3,792	3,792	0	0%
West Marin Water Capital Projects	17,840	31,521	185,000	17%
Oceana Marin Sewer Capital Projects	0	0	65,000	0%
Net Capital Improvement Project Outlays	$56,616	$367,479	$1,630,000	23%

8. EQUIPMENT BUDGET				
1 Lease/Purchase Vehicles	$0	$0	$195,000	$195,000
2 Portable Generators (100KW & 45KW)	0	0	150,000	150,000
3 Vac Trailer (Utilities)	0	0	180,000	180,000
4 Ion Chromatograph (Lab)	0	0	110,000	110,000
5 Turbidity Analyzers (STP 3/Year) (Operations)	0	0	21,000	21,000
6 Gem Cart (Replacement STP) (Operations)	0	0	15,000	15,000
7 Virtual Server (STP) (Operations)	0	0	13,000	13,000
8 UV-Vis Spectophotometer (Lab)	0	0	11,000	11,000
9 Miscellaneous Equipment Purchases	54,101	54,101	5,000	(49,101)
Total Equipment Purchases	$54,101	$54,101	$700,000	$645,899

NORTH MARIN WATER DISTRICT

CAPITAL IMPROVEMENT PROJECTS

PERIOD ENDING September 30, 2026

	Description	COST THRU JUNE 2026	September 2026	FYTD TOTAL	FY 26/27 BUDGET	(OVER)/UNDER BUDGET	TOTAL COST
	9. STUDIES & SPECIAL PROJECTS						
	9a General Studies						
1-4102-00	1 GIS Support	$111,972	$0	$1,922	$40,000	$38,079	$113,894
	2 Position Classification Study & Compensation Survey	0	1,000	2,000	12,000	10,000	2,000
	3 Review Grant Consultant	0	0	0	10,000	10,000	0
1-4088-00	Emergency Operations Response Plan	62,632	0	222	0	(222)	62,854
	9b Novato Service Area Studies						
	1 Novato System Cathodic Assessment	0	0	0	75,000	75,000	0
	2 Novato Water Rate Study	0	0	0	60,000	60,000	0
	3 Water Rights Study	0	0	0	15,000	15,000	0
1-4109-00	4 MMWD ARC - Coordination	11,872	0	855	15,000	14,145	12,727
	5 MMWD ARC CEQA	0	0	0	15,000	15,000	0
1-4077-00	6 Potter Valley Project FERC Decommissioning	73,409	6,960	5,931	5,000	(931)	79,341
1-4050-25	Urban Water Mgmt Plan - 2025 Update	101,465	0	342	0	(342)	101,807
1-4110-00	PS ASSESSMENT (2025 MP)	14,489	5,615	17,722	0	(17,722)	32,211
	9c WM Service Area Studies						
	1 West Marin Master Plan and Resiliency Study	0	0	0	50,000	50,000	0
			0	0		0	0
	9d OM Service Area Studies						
8-4111-00	1 Oceana Marin SSMP	1,884	0	11,988	6,000	(5,988)	13,872
8-4112-00	2 Oceana Marin Master Plan	0	3,573	3,573	50,000	46,427	3,573
	9e Other Studies						
		$377,722	$17,148	$44,555	$353,000	$308,445	$422,277

North Marin Water District Financial Statement Notes

Note 1 - Restricted Cash

Connection Fee Fund: Cash available from collection of Connection Fees. The fee is charged to developers based upon the estimate of cost necessary to construct capacity to serve the new development. These funds are restricted by law for expansion of the water or sewer facilities within the service area where the development occurs. Funds are disbursed from the Connection Fee Reserve as expenditures are incurred to increase system capacity to serve new development. The fund balance accrues interest quarterly.

Deer Island RWF Replacement Fund: The State Revolving Fund (SRF) loan agreement for construction of the Deer Island RW Facility requires the District to establish and maintain a Water Recycling Capital Reserve Fund (WRCRF) for the expansion, major repair, or replacement of the water recycling facilities. The WRCRF is maintained in compliance with the State Water Resources Control Board's "Policy for Implementing the State Revolving Fund for Construction of Wastewater Treatment Facilities" in effect at the time the agreement was executed, July 2006. NMWD is required to deposit a minimum reserve of 0.5% of the SRF loan amount each year for a period of ten years. The balance in the DICRF is $215,000 ($4.3M x .5% x 10 years). The fund balance accrues interest.

Recycled Water Capital Replacement and Expansion Fund: The current Interagency Agreements for Recycled Water between NSD, LGVSD & NMWD require that any payments to the Distributor (NMWD) by the End User (Consumers) in excess of actual costs (marginal payments) shall be deposited in this fund. Operation and Maintenance Costs are defined as the actual cost of: labor (including general and administrative overhead plus tools and supplies normally applied), equipment and vehicle charges, consumables (such as chemicals and electrical power), and spare parts and/or replaced components necessary to reliably treat and deliver recycled water to the End Users. Operation and Maintenance Costs do not include costs for major capital replacement or process changes. A payment of $124,916 was made to Novato Sanitary District in January 2026 for the Hypochlorite Tank Replacement and a payment of $247,133 was made to NMWD in June 2026 for the Hamilton Homeward Bound Recycled Water Main Extension. This fund balance does not accrue interest.

STP SRF Reserve Fund – Marin County Treasury: The 2004 Stafford Treatment Plant State Revolving Fund (SRF) loan agreement requires the District to build a Reserve Fund equal to one year of payments ($1,044,474) in the Marin County Treasury during the first ten years of the 20-year repayment period. Every January 1 and July 1, commencing January 1, 2010, the District deposits with the County 10% of the semi-annual SRF payment. This Reserve Fund was fully funded at 6/30/19. The County credits the fund with interest quarterly which is reflected in the balance until the interest is applied to the semi-annual payments. The Reserve will be used to pay the last 2 semi-annual SRF loan payments.

RWS North/South SRF Reserve Fund: The State Water Resource Control Board Agreements for the seven Clean Water State Revolving Fund Loans made for expansion of the Recycled Water System distribution system require that the District establish a reserve fund equal to one year's debt service ($614,299) prior to the construction completion date. This fund balance does not accrue interest.

RWS Central SRF Reserve Fund: The State Water Resource Control Board Agreement for the Clean Water State Revolving Fund Loan made for expansion of the Recycled Water System distribution system requires that the District establish a reserve fund equal to one year's debt service ($275,773) prior to the construction completion date. This fund balance does not accrue interest.

Note 2 - Designated Cash

Liability Contingency Fund: Established in 1986 when the District first elected to self-insure its general liability risk. This reserve was funded with $1 million initially and $200,000 annually thereafter until it reached a balance of $2 million. Commencing FY93, $1 million of the reserve was made available to fund loans to eligible employees under the District's Employer Assisted Housing Program. In August 2008, $500,000 was transferred into this reserve from the Self-Insured Workers' Compensation Fund and made available to fund Employer Assisted Housing Program loans. Currently there are four Employer Assisted Housing Loans outstanding totaling $1,150,000 (see Note 3). In March 2005, $652,400 was expended from the fund to purchase a home at 25 Giacomini Road in Point Reyes Station. In December 2025, $356,485 was transferred to the Maintenance Accrual Fund to bring the balance in the Liability Contingency Fund to $350,000 which represents $1.5M less the four housing loans. In FY98 the West Marin Water System was included in the fund and has since built-up a proportional reserve of $98,885 which includes $8,885 added in 2006 from the sale of surplus property in West Marin. The fund balance does not accrue interest.

Retiree Medical Benefits Fund: NMWD pays the cost of health insurance for retirees between the ages of 55 and 65 and spouse under any group plan offered by CalPERS. The retiree must be at least 55 and have a minimum of 12 years (for employees hired on or before September 30, 2018) and a minimum of 20 years (for employees hired after September 30, 2018) of NMWD service at the date of retirement. NMWD's contribution toward the chosen plan is capped in the same manner as all other NMWD employees in the same class. Coverage terminates for the spouse when the spouse becomes eligible for Medicare, or for both the retiree and spouse when the retiree becomes eligible for Medicare. When the retiree or spouse becomes eligible for Medicare, NMWD pays up to the couple annuitant rate, which is capped at $3,830 per year ($319/month). In August 2003, NMWD transferred $2.55 million ($2.3 million for current retirees plus $250,000 for future retirees) from unrestricted cash into a reserve to fund this obligation. In 2010 the Board directed staff to add $1,500 per employee annually as a payroll overhead to accrue and accelerate amortization of this liability. The accrual is maintained as a Long-Term Liability entitled Total OPEB Liability. In 2026 an Actuarial Analysis calculated NMWD's total actuarial liability at $5.4 million. Due to cash flow constraints the $1.1M increase was not transferred into the fund. The fund remains at the 2025 Actuarial calculation amount. The Retiree Medical Benefits cash fund earns interest quarterly.

Maintenance Accrual Fund: Established in FY91 to provide a source of maintenance money for replacement of treatment, storage, transmission and distribution facilities as they wear out. The annual contribution from operating reserves was initially $200,000. Net polybutylene claim settlement proceeds of $671,060 were closed into the fund in FY93. In FY94 the annual contribution was reduced to $100,000. Starting in FY21/22, this reserve was increased to $4.0 million based on the District's planned pay-go capital spending per the 2020 Novato Water Rate Study and subsequent financial plans. Funds are borrowed from the Maintenance Accrual Fund to offset the shortfall in unrestricted Cash & Investments. The fund balance does not accrue interest.

Operating Reserve Fund: This reserve, comprised of four months of budgeted operating expenditures (less depreciation) as recommended by the District's financial advisors, serves to ensure adequate working capital for operating, capital, and unanticipated cash flow needs that arise during the year. Funds are borrowed from the operating Reserve Fund to offset the shortfall in unrestricted Cash & Investments. The fund balance does not accrue interest.

Note 3 – Employee Loans

Housing Loans: The District's Employer Assisted Housing Program allows up to $300,000 to be loaned to an employee for a period of up to 15 years for the purchase of a home within the District service territory that will enable the employee to respond rapidly to emergencies affecting the operation of the District. Repayment is due upon sale, termination of employment, or other event as described in the Program. Interest on the loan is based on the amount of interest revenue that the District would have earned over the period of the loan. There are four employee-housing loans currently outstanding totaling $1,150,000 dated March 2015, November 2024, June 2025 and December 2025.

Note 4 – Other Long Term Receivables

In 2014, the District entered into an interconnection agreement with MMWD for their share of the Aqueduct Energy Efficiency Project. The 2.71% $3,622,882 loan will have yearly payments due of $205,320, and the final payment is due in July 2032. In 2015 the District entered into an agreement with Marin Country Club for their share of the pipeline extension to provide recycled water for the Marin Country Club Golf Course. In 2016 the District received a $6.6 million 30-year 1.0% SRF loan to finance the Recycled Water Central project, and Marin Country Club agreed to pay the District $1,265,295 in bimonthly payments of $8,142 at 1.0% over 30 years for their share of the pipeline extension. The payments will coincide with Marin Country Club's water service payments. The final payment from Marin Country Club is due in November 2047. In 2025, the District sold the 25 Giacomini Rd. property to CLAM (Community Land Trust of West Marin) for $800,000. CLAM made a downpayment of $160,000. The remaining $640,000, 4.0% loan will be paid monthly at $6,480 for 3 years, followed by a final payment of $474,050 in January 2028.

Note 5 – Depreciation

Assets are assigned a useful life based on consultations with the District Chief Engineer and a survey of other water agencies. Depreciation in computed on a straight-line basis over the estimated useful life of the various classes of property as follows:

Facility	Life (Years)
Aqueduct	150
Dam	100
Buildings & Structures	40
Mains	50
Pumping Equipment	15-25
Water Treatment Equipment	10-20
Storage & Transmission (16"+) Facilities	50
Distribution Facilities (includes Pump Stations)	50
Office, Laboratory, Construction & Shop Tools & Equipment	10
Vehicles 1 ton or greater	10
All other vehicles	5
Sewer Mains	40
Sewer Pumps	4-10

Note 6 - Capitalization Policy

The Government Finance Officers Association *Guide for State and Local Governments* recommends that a capitalization policy incorporate a minimum threshold of $5,000 and an estimated useful life of at least two years. It also cautions that federal grant and loan requirements prevent the use of capitalization thresholds in excess of $5,000. Thus NMWD's capitalization threshold is $5,000.

Note 7 – Bond & Loan Servicing Schedule for Fiscal Year 2026-2027

Service Area	Description	Issue Date	Interest Rate	Original Amount	Final Payment Due Date	Interest Expense	Principal Paid	Total Debt Service	6/30/27 Outstanding Balance
Novato	SRF Loan - STP	2004	2.39%	$16,528,850	07/01/29	$ 66,042	$ 978,432	$1,044,474	$ 2,028,002
Novato	Bank Marin Loan	2011	3.42%	$7,000,000	10/27/31	$ 73,853	$ 408,189	$ 482,043	$ 1,938,804
Novato	Chase Bank Loan	2018	2.69%	$4,600,000	03/01/33	$ 64,022	$ 315,000	$ 379,022	$ 2,065,000
Novato	Webster Bank	2022	3.11%	$20,000,000	03/01/42	$ 522,155	$ 825,741	$1,347,896	$15,963,820
					Novato Total	$ 726,073	$2,527,362	$3,253,435	$21,995,626
RW TP	SRF Loan	2006	2.40%	$4,302,560	06/19/27	$ 3,737	$ 266,960	$ 270,697	$ -
RW North	SRF Loans (4)	2013	2.60%	$4,375,605	2031 & 2032	$ 42,758	$ 239,134	$ 281,892	$ 1,405,415
RW South	SRF Loans (3)	2013	2.20%	$5,361,952	2032 & 2033	$ 48,821	$ 283,586	$ 332,407	$ 1,935,520
RW Central	SRF Loan	2016	1.00%	$7,130,503	12/31/47	$ 54,218	$ 221,555	$ 275,773	$ 5,200,245
					Recycled Water Total	$ 149,535	$1,011,235	$1,160,769	$ 8,541,180
WM Water	Bank Marin Loan	2012	3.42%	$1,000,000	10/27/31	$ 10,840	$ 59,918	$ 70,758	$ 284,595
					West Marin Water Total	$ 10,840	$ 59,918	$ 70,758	$ 284,595
Novato Water & West Marin Water	New Loan	2027	3.80%	$8,000,000	03/01/31	$ 129,200	$ 470,800	$ 600,000	$ 7,529,200
					FY 26/27 Total - External Loans	**$1,015,649**	**$4,069,315**	**$5,084,964**	**$38,350,603**

1. In April 2004 the California State Department of Water Resources approved a 2.39% 20-year loan for reconstruction of the Stafford Water Treatment Plant. The project was completed in FY09 with repair of the Outlet Tower Sluice Gate. Interest paid during construction totaled $1,636,378. The loan covenants require an annual reserve fund contribution of $104,447 (10% of the annual debt service obligation) be deposited into the Marin County Treasury during each of the first ten years of the repayment period. Debt service is funded 25% by Facility Reserve Charges. The first payment was made in December 2009.
2. In October 2011 Bank of Marin made a 20-year 3.42% (APR) loan of $8 million to fund the District's share of the Aqueduct Energy Efficiency Project. See number 9 below.
3. In March 2018 Chase Bank made a 15-year 2.69% (APR) loan of $4.6 million to fund the District's Automated Meter Information system Project.
4. In May 2022, Webster Bank made a 20-year 3.11% (APR) loan of $20 million to fund the Admin Building Renovation and other Capital Improvement Projects. The first payment was made August 26, 2022.
5. In August 2006 the California State Department of Water Resources approved a 2.4% 20-year loan of $4,264,545 for construction of the Deer Island Recycled Water Facility. With the addition of $38,015 in Construction Period Interest, the loan principal totaled $4,302,560. The project was completed in June 2007, and the first payment was made June 19, 2008.
6. In July 2011 the California State Department of Water Resources approved a series of four 2.6% 20-year loans which totaled $4,375,605 for the Recycled Water North Service Area Expansion Project. The projects were completed on October 31, 2012, and the first payment was made in November of 2012.
7. In March 2012 the California State Department of Water Resources approved a series of three 2.2% 20-year loans totaling $5,361,952 for the Recycled Water South Service Area Expansion Project. The projects were completed on September 4, 2013, and the first payment was made in December of 2013.
8. In May 2016 the California State Department of Water Resources approved a 1.0% 30-year loan of $7,130,503 for the Recycled Water Central Service Area Expansion. The project was completed in December 2017, and the first payment was made December 31, 2018.
9. In June 2012 the Board authorized reallocating $1 million of the Bank of Marin loan to West Marin Water to repay Novato Water $223,000 owed for loans to fund Long Range Improvement Projects and the remainder to fund the Solids Handling Facility at the Point Reyes Water Treatment Plant. See note to loan 2 above.

Note 8 – Unemployment Insurance Reserve

NMWD uses the "Reimbursable Method" of paying for Unemployment Costs. Under this method, the District reimburses the State Employment Development Department for all unemployment benefits paid on our behalf. The reserve is maintained at an amount equal to the higher of the average claim amount paid over the last 5 years or 26 times the maximum weekly benefit amount (currently $450 x 26 = $11,700).

Note 9 – Payroll Benefits

Payroll Benefits payable includes payroll taxes; vacation, sick, and holiday leave; Section 125 payments; cancer, long term care and disability insurance premiums; and union dues.

Note 10 - Interest Policy on Inter-District Loans

In the event an improvement district expends all of its Undesignated Funds, it shall borrow funds from that improvement district's Board Designated Fund reserves to meet ongoing requirements. In the event an improvement district expends all of its Board Designated Fund reserves, it may receive a loan from the Novato Improvement District in an amount sufficient to meet its ongoing requirements. Restricted Funds shall not be used to finance ongoing normal operating expenses.

No interest shall be paid by an improvement district on funds borrowed from that improvement district's Board Designated Fund reserves. Interest on loans from the Novato Improvement District shall be paid by the recipient district to the Novato district based upon the outstanding loan balance at the close of the previous accounting period. Interest shall be calculated at the higher of: 1. The weighted average interest rate of Novato improvement district debt (2.99% at 6/30/23); or 2. The average interest rate earned on the District treasury since the close of the previous accounting period.

Note 11 – Budget Augmentations

Note 12 – Prior Period Adjustment

Note 13 – Explanation of Financial Statement Components

The District's financial statement is comprised of four components: 1) Statement of Net Position, 2) Sources and Uses of Funds Statement – All Service Areas Combined, 3) Income Statement and Cash Flow by Service Area, and 4) Notes to the Financial Statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

The Statement of Net Position (page 4) reports the District's assets and liabilities and provides information about the nature and amount of investments in resources (assets) and the obligations to the District's creditors (liabilities). The difference between assets and liabilities is reported as *net position.* Over time, increases or decreases in the fund balance may serve as a useful indicator of whether the financial position of the District is improving or deteriorating.

The Sources and Uses of Funds Statement – All Service Areas Combined (page 8) compares fiscal year-to-date performance against the Board approved annual budget – presented in the adopted budget format. This Sources and Uses of Funds Statement varies from the income statement in that it includes capital expenditures, debt principal repayment, connection fee revenue, and cash infusions from debt issuance.

The Income Statement and Cash Flow by Service Area (page 9) presents the net income (loss) for the fiscal year-to-date (FYTD) period for each of the District's four service areas. The income and expenses on this report are presented in conformity with Generally Accepted Accounting Principles (GAAP) and comply with Governmental Accounting Standards Board pronouncements. Accordingly, all income and expenses are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. This statement measures the success of each service area's operations and can be used to determine whether the service area has successfully recovered all costs through user fees and other charges.

Also included at the bottom of page 9 is a statement of Cash Flow by Service Area. The primary purpose of this statement is to reconcile in an informative manner the difference between the net income/(loss) for period of each service area with the resultant change in cash balance that occurred over the same period.

Notes to the Financial Statements (page 28) provide a summary of significant accounting policies and assumptions and other information of value to the financial statement reader.

Other Supplementary Information includes Detail Income Statements presented in accordance with GAAP for each of the four service areas (pages 10, 14, 16, 19). These statements present income and expenditures in close detail for further analysis. Other supplementary schedules of note include the Vehicle Fleet Analysis (page 21), and Capital Improvement Project Expenditures (page 23), which show outlays to date, compared with budget authority.

9

FOR ACCESSIBLE
MEETING INFORMATION
CALL: (707) 543-3350
ADD: (707) 543-3031

WATER ADVISORY COMMITTEE
AND
TECHNICAL ADVISORY COMMITTEE
MONDAY: NOVEMBER 2, 2026

Utilities Field Operations Training Center
35 Stony Point Road, Santa Rosa, CA

9:00 a.m. Utilities Field Operations Training Center, 35 Stony Point Road, Santa Rosa, CA

This is a combined WAC and TAC meeting.

1. Check In
2. Public Comment
3. Recap from the August 3, 2026 WAC/TAC Meeting and Approval of Minutes
4. Recap from the October 5, 2026 TAC Meeting and Approval of Minutes **(TAC)**
5. Water Supply Coordination Council – October 19, 2026
6. Approve – 2027 WAC/TAC Meeting Schedule
7. Sonoma Water Operations and Maintenance Update
8. FY 2025/26 SCWA Water Transmission System Budget Year-End Review
9. Water Supply Conditions and Temporary Urgency Change Order
10. Sonoma Marin Saving Water Partnership **(TAC)**
    a. 2026 Water Production Relative to 2013 Benchmark
    b. Water Use Efficiency Messaging
11. Biological Opinion Status Update
12. Eel Russian Project Authority and Potter Valley Project Update
13. Sonoma Water General Manager Report
14. Items for Next Agenda (next combined WAC/TAC meeting is February 1, 2027)
15. Check Out

10

ITEM #10

NORTH MARIN WATER DISTRICT

MEMORANDUM

To: Board of Directors Date: November 3, 2026

From: Eric Miller, Assistant General Manager / Director of Engineering

Subject: Capital Improvement Program (CIP) Long-Range Road Map
r:\chief engineer\capital improvement program\fy26-27\bod\long-term planning\2026.11.03 bod memo cip planning.docx

RECOMMENDED ACTION: Information Only

FINANCIAL IMPACT: None at this time

At a recent Board of Director's meeting staff was asked about the long-range plan for Capital Improvement Program (CIP) funding. The question came up during a discussion about staff's proposal to use municipal bonds to fund the upcoming spike in capital costs. A CIP Road Map through fiscal year 2044/45 (Attachment 1) was developed that identifies key metrics and milestones related to the various mechanisms available to fund the long-range increase in CIP scope. Funding mechanisms in the road map include; annual rate revenue (a.k.a. Pay-Go), District reserve funds, grant funding, and debt (municipal bonds and/or private bank loans).

Grant funding availability is hard to predict and should not be relied on for long-range financial planning. Despite the uncertainty, staff continually seek grant funding opportunities and meet regularly to review grant program requirements. The current list of grant programs being monitored includes the following;

- Climate Bond Proposition 4 - Drinking Water (Department of Water Resources)
- WaterSmart Program (US Bureau of Reclamation)
- Water & Wastewater Disposal Loan and Grant Programs (USDA, West Marin only)
- Hazard Mitigation Grant Program (FEMA)

In addition, the following state and federal loan programs are closely watched;

- Water Infrastructure Finance and Innovation Act (EPA)
- Drinking Water State Revolving Fund (CA SWRCB)

ATTACHMENTS: 1. Capital Improvement Program (CIP) 15+ Year Road Map

Capital Improvement Program (CIP)

15+ Year Road Map [1]

ATTACHMENT 1

		Present - FY 30				FY 31 - 35					FY 36 - 40					FY 41 - 45				
		26/27	28	29	30	30/31	32	33	34	35	35/36	37	38	39	40	40/41	42	43	44	45
a)	Pay-Go	$0	$0	$0	$4M	Increase from $4M - $5M					Increase from $5M - $6M					Increase from $6M - $7M				
b)	Proposed Bond Funding	$15M									15-year term									
c)	Future Bonds/Loan								$ TBD ($15M - $30M)							term TBD				
d)	Reserve Funds	-	P	P	F	P	P	P	P	F	F	F	F	F	F	F	F	F	F	F
e)	Grant Funding	x	x	x	x	x	x	x	x	x	x	x	x	x	x	x	x	x	x	x
f)	Rate Study (Novato)		x					x					x					x		
g)	Rate Study (WM)				x					x					x					x
h)	FRC Study (Novato + WM)							x										x		
i)	Major Engineering Studies	x	x		x		x	x		x		x	x		x		x	x		x
j)	Capital Priorities	**Pipeline Resiliency** **Pump Station Modernization** *Novato Blvd. Pipeline* *Lynwood Pump Station* [2] *Lagunitas Crk Bridge Pipeline* *New Well (West Marin)* *Bahia Hydropnuematic*				**Pipeline Resiliency** **Pump Station Modernization** **Backbone Pipeline Replacement** *Lynwood Pump Station* [3] *West Marin Medium-Term CIP* *Stafford Dam & Spillway*					**Pipeline Resiliency** **Pump Station Modernization** **Backbone Pipeline Replacement** **System Looping/Efficiencies** **STP/PRTP Rehabilitation** *West Marin Long-Term CIP*					**Pipeline Resiliency** **Pump Station Modernization** **Backbone Pipeline Replacement** **System Looping/Efficiencies** **STP/PRTP Rehabilitation** **Storage Tank Retrofit** **Major Pipeline Replacement**				

[1] Novato Recycled Water and Oceana Marin enterprises not included

[2] Property Acquisition, Design, Environmental

[3] Construction (funded via 'Pay-Go' + 'Reserve Funds')

Bold: Project Categories

Italicised: Discrete Projects

F - Fully Funded

P - Partially Funded

a) Recent practice has been to fund capital using annual rate revenues, a.k.a. 'Pay-Go', $4M (Novato) + $400k (WM)

b) 2026 municipal bond funding was anticipated to fund near-term spike in capital costs outside District control

c) Future bond (or loan) funds will be needed to fund large capital projects associated with the treatment plants (and possibly Lynwood PS)

d) Reserve funds to be used in lieu of debt during modest year-over-year increases in capital costs

e) Staff to continue seeking grant funding to offset the use of 'Pay-Go' and/or debt for capital projects

f) g) h) Regular intervaled reviews of water rates and facility reserve charges (FRCs) to ensure proper revenue structure(s)

i) Studies include master planning (all service areas), dam safety, local supply, LHMP, UWMP, etc.

j) Maintain capital priorities established via system-specific master planning and District-wide strategic planning

North Marin Water District

November 2026

11

DISBURSEMENTS - DATED OCTOBER 22, 2026

Date Prepared 10/19/26

The following demands made against the District are listed for approval and authorization for payment in accordance with Section 31302 of the California Water Code, being a part of the California Water District Law:

Seq	Payable To	For	Amount
EFT*	US Bank	September Bank Analysis Charge (Lockbox $1,529, Other $603 Less Interest $312)	$1,819.65
91113*	State Water Resources Control Board	State Revolving Fund Loan Payment Recycled Water - North Plum Storage (Pymt#15 of 20)	29,413.76
91114*	State Water Res. Control Board	Lab Certification Fees	5,525.00
91115*	Amazon	Kitchen, Office, and Lab Supplies	427.24
91116*	US Bank	Microsoft 365 Subscriptions, Internet PRTP & Gallagher Well #2 ($328), Zoom Subscription, GFOA Training ($175), Starlink Internet ($385), STP VOIP Alarm System Fee, PR Tax Filings, HR-Employment Law Webinar ($249), CSMFO Conf Reg ($790), City of Novato-Encroachment Permits (2) ($1,694), Online Billing Forms ($1,375), Plunger Clamp Set, Battery Backup for W.M. ($451), ACWA Workshops (3) ($330), Pond Aeration Kits (2) ($415) & Portable Power Station for Ops ($743)	7,465.30
1	ACWA	Annual Agency Dues (1/27-12/27)	27,695.00
2	Alameda Electrical Distributors	Parts for Gate Access Upgrade (999 Rush Creek Place)	1,185.58
3	All Star Rents	Propane (4 gal)	20.11
4	Asbury Environmental Services	Used Oil Disposal Fee	153.00
5	Associated Right of Way Services	Prog Pymt#21: Valuation Services for Lynwood Pump Station (Balance Remaining on Contract $14,433)	4,500.00
6	Automation Direct	Analog Input Modules (2)	340.86
7	Bank of Marin	Bank of Marin Loan (Pymt 180 of 240) Aqueduct Energy Efficiency Project	46,066.67
8	Bay Area Air Quality Mgmt Dist	Annual Permit Renewal Fees (Fuel Pumps)	459.00

Seq	Payable To	For	Amount
9	Bearing & Hydraulics	Hose ($114) & Fittings (2) (Bobcat Loader)	197.52
10	Blue Star Gas-Santa Rosa Co.	Propane for Oceana Marin Generator (150 gal)	816.93
11	Bold & Polisner	September Legal Fees	13,292.65
12	Boucher Law, PC	July HR Legal Fees	102.00
13	BWS Distributors	Electrolyte drinks (460) ($250) & Earplugs (800) ($220)	470.25
14	California Water Service	October Water Service (O.M.)	47.52
15	Canyon Rock Co., Inc.	EZ Street Cold Patch (4 yds)	1,385.93
16	Civic Calling Corporation	Holly Software Subscription-October 2026	1,000.00
17	CJ Brown & Company, CPAs	Confirmation.com Fees FY 25/26	165.00
18	Core Utilities, Inc	September IT Support ($6,000), Billing Support ($250), SCADA Server Upgrade ($650), Bahia Hydropneumatics System Replacement ($1,000), Dam Piezometer Automation ($100) & SCADA & PLC Support ($200)	8,200.00
19	Dell Marketing L.P.	Rugged Laptop for Field (Operations)	2,796.12
20	Diesel Direct West	Diesel (250 gal) & Gasoline (1,299 gal)	9,653.91
21	Forevergreen Landscape and Maintenance	Landscaping September 2026 (Rush Creek Place Parking Lot)	325.00
22	Foster & Foster Actuaries & Consultants	GASB 75 OPEB Actuarial Valuation FY 25/26	6,500.00
23	Friedman's Home Improvement	Lumber, Caulk & Hardware	225.14
24	Axel Gomez	Exp Reimb: Class A Permit Fee	100.00
25	Grainger	Back-Up Power Supplies (2) ($612), Submersible Pump ($367), Insert Bits (8) & Nut Drivers (4)	1,191.35
26	Ismael Gutierrez	Refund Excess Advance Over Actual Job Costs	1,351.01
27	HERC Rentals Inc.	Skidsteer Fork Attachment Purchase	763.00
28	Home Depot Credit Services	Digging Bar, Infrared Thermal Camera ($142), Access Control Wire (500') ($415) & 10" Pipe (2)	754.61

Seq	Payable To	For	Amount
29	Stephanie James	Refund Excess Advance Over Actual Job Cost	741.85
30	Kemira Water Solutions	Ferric Chloride (9 Dry Tons) (STP)	12,516.81
31	Kiosk Creative LLC	September Communication & Outreach Services (Balance Remaining on Contract $83,084)	4,943.68
32	Abraham Marin	Exp Reimb: Class A Permit Fee	100.00
33	McLellan Co, WK	Miscellaneous Paving	11,309.08
34	NEXGEN	Asset Management Software Annual Subscription (7/1/26-6/30/27)	35,000.00
35	Nguyen, Bong T.	Refund Excess Advance Over Actual Job Cost	3,400.00
36	Novato Sanitary District	July 2026 RW Operating Expenses	67,233.64
37	Novato Chamber of Commerce	Membership Dues (11/26-10/27)	1,015.00
38	Nute Engineering	Prog Pymt#1: Oceana Marin Master Plan Review (Balance Remaining on Contract $28,378)	2,622.00
39	Opperman & Son, Inc.	Service Parts ('07 Trailmax Trailer-$1,355) & Pressure Protection Valves (2)	1,416.32
40	Pace Supply	Nuts (6), Hydrant Extensions (5) ($776) & Meter Spuds (20) ($374)	1,159.52
41	Peterson Trucks	Air Brake Control Valve ('12 Int'l Dump Truck)	362.48
42	PumpMan Norcal	Removal & Replacement of 2 Pumps (OM Lift Station)	4,076.38
43	Soiland Co., Inc.	Asphalt Recycling (3 yds) & Rock (34 yds) ($1,167)	1,283.92
44	Tamagno Green Products	September Sludge Removal @ STP (135 yds)	6,975.00
45	Team Ghilotti Inc.	Emergency Water Main Repair (Hwy 101 & 37) (Balance Remaining on As Needed Contract $112,366)	32,740.00
46	The Casa Madera Association	Replacement Check-Original Had Wrong Address (Refund-Not Our Account)	230.43
47	Underground Republic Water	Copper Pipe (2,400')	35,265.90

Seq	Payable To	For	Amount
48	United Parcel Service	Parts Shipped Back to Vendor under Warranty	50.77
49	Univar	Sodium Hydroxide (12 Dry Tons) (STP)	8,737.15
50	Vanguard Cleaning Systems	Janitorial Supplies	585.77
51	VWR International LLC	Spray Bottles (2) & Crystalizing Dishes (6) (Lab)	97.88
52	Waste Management	Waste Disposal	31.74
53	White Cap L.P.	Grout (3)	239.23
54	White & Prescott	Prog Pymt#66: 777 San Marin Water Line Easement (Balance Remaining on As Needed Contract $9,155)	540.00
55	ZORO	Tool Pouches (4) & Box Step	123.79
		TOTAL DISBURSEMENTS	**$407,207.45**

The foregoing payroll and accounts payable vouchers totaling $407,207.45 are hereby approved and authorized for payment.

Julie Blue 10/20/26

Director of Administrative Services Date

10/20/2026

General Manager Date

DISBURSEMENTS - DATED OCTOBER 29, 2026

Date Prepared 10/26/26

The following demands made against the District are listed for approval and authorization for payment in accordance with Section 31302 of the California Water Code, being a part of the California Water District Law:

Seq	Payable To	For	Amount
P/R*	Employees	Net Payroll PPE 10/15/26	$211,853.72
91117*	Nationwide	Deferred Compensation-457 PPE 10/15/26	18,955.73
91118*	Nationwide	Deferred Compensation 10/15/26-401A Match	3,299.57
91119*	Internal Revenue Service	Federal & FICA Taxes PPE 10/15/26	95,808.93
91120*	State of California	State Taxes & SDI PPE 10/15/26	24,237.43
91121*	CalPERS	Pension Contribution PPE 10/15/26	60,427.55
1	All Star Rents	Propane (20 Gal)	92.93
2	Alpha Analytical Labs	Lab Testing (Novato)	975.00
3	American Family Life Ins	AFLAC October 2026 Employee Paid Benefit	4,374.35
4	American Water Works Assoc	Membership Renewals (Williams, Ramundo, Pearlman, Miller, Kennedy & Corda)	5,455.00
5	Bay Alarm Company	Safety Certificate Fees (STP)	148.00
6	Buck's Saw Service	Chain Saw Supplies	403.98
7	California Surveying & Drafting	Metal Detector (Construction)	909.46
8	CDW-Government, Inc.	Trend Micro Licenses 90 Seats	1,822.50
9	Complete Welders Supply	Acetylene	352.55
10	D&H Water Systems, Inc.	Eclipse Actuator and Cable Assembly (STP)	18,034.45
11	Laura DeBell	Refund for Hydrant Flow Test	300.00
12	Fisher Scientific	Funnel	103.99
13	G3 Engineering, Inc.	Blue White M3 Peristalitic Pump & Cable Kit (2)	8,179.74

*Prepaid

Seq	Payable To	For	Amount
14	Grainger	Safety Glasses (10), Sports Drink Mix (100), Hose Assembly ($409), Disposable Gloves (2,000) ($473), Tool Blades (4), Latch Kit, Rubber Boots (3) ($496), Reagent (2) ($850), Connector (2) & UPS System ($247)	2,538.23
15	Islamic Center of North Marin	Reissue (Lost Check) Advance for Parsonage Living Quarters Project	6,361.75
16	Kemira Water Solutions	Ferric Chloride (10 Dry Tons) (STP)	13,098.37
17	Lincoln Life Employer Serv	457 Deferred Compensation PPE 10/15/26	6,735.30
18	Mutual of Omaha	November 2026 - Mutual of Omaha Group Life/ADD Insurance & Vision Premium	2,493.21
19	Novato Sanitary District	August 2026 RW Operating Expenses	61,557.75
20	ODP Business Solutions, LLC	Copy Paper (Customer Service)	155.21
21	Pace Supply	Nut (344) ($552), Meter Spud (11) ($156), Angle Meter Stop (23) ($985) & Coupling ($1,044)	2,737.39
22	Perennial Grazing LLC	Refund Security Deposit on HYD Meter Less Final Bill	429.19
23	Redwood Health Services, Inc.	Aug 2026 RHS Dental Claims & October 2026 Fees Expense	8,380.25
24	Scott Technology Group	October Maintenance on Admin ($182) & Engineering Copiers ($430)	611.40
25	Sonoma-Marin Arborists Inc	Tree Removal (Commodore Webster, West Marin) ($8,100) & (Bear Valley, West Marin) ($6,850)	14,950.00
26	Spex CertiPrep LLC	Solids Standard (Lab)	109.25
27	Abby Tanem	Refund Credit on Closed Account	101.18
28	Thomas Scientific	Medium (500g) & Broth (1,000g)	533.12
29	Vanguard Cleaning Systems	Janitorial Services	300.00
30	VWR International LLC	Lab Supplies	1,048.31
31	Waste Management	Waste Disposal	156.89

Seq	Payable To	For	Amount
32	Wood Rodgers, Inc.	Prog Pymt #5: Engineering & Hydrogeological Services Gallagher Well #3 (Balance Remaining on Contract $43)	472.50
		TOTAL DISBURSEMENTS	**$578,504.18**

The foregoing payroll and accounts payable vouchers totaling $578,504.18 are hereby approved and authorized for payment.

Julie Blue 10/27/26

Director of Administrative Services Date

10/27/2026

General Manager Date

NORTH MARIN WATER DISTRICT

MEMORANDUM

To: Board of Directors

Date: November 3, 2026

From: Julie Blue, Director of Administrative Services
Nancy Williamson, Accounting Supervisor

Subject: Auditor-Controller's Monthly Report of Investments for September 2026
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RECOMMENDED ACTION: Information

FINANCIAL IMPACT: None

At month end the District's Investment Portfolio had an amortized cost value (i.e., cash balance) of $18,483,714 and a market value of $18,431,957. During September the cash balance increased by $1,324,783. The market value of securities held increased $1,282,706 during the month. The total unrestricted cash balance at month end was $558,364, 60% of the Target Reserves are funded and 82% of the Minimum Reserves are funded.

At September 30, 2026, 51% of the District's Portfolio was invested in California's Local Agency Investment Fund (LAIF), 29% in Time Certificates of Deposit, 6% in the Marin County Treasury, 4% in the US Bank Money Market Fund and 10% retained locally for operating purposes. The weighted average maturity of the portfolio was 101 days, compared to 97 days at the end of July. The LAIF interest rate for the month was 3.91%, compared to 3.86% the previous month. The weighted average Portfolio rate was 3.37%, compared to 3.39% for the prior month.

Investment Transactions for the month of September are listed below:

9/8/2026	US Bank	LAIF	$800,000	Transfer to LAIF account
9/14/2026	Israel Disc Bank	US Bank Investment Account	$245,000	CD Maturity
9/16/2026	US Bank Investment Account	State Bk India New York	$244,000	Purchase 4.30% TCD due 9/18/28 - Semi-Annual Pay
9/28/2026	Ally Bank Sandy Utah	US Bank Investment Account	$245,000	CD Maturity
9/30/2026	US Bank Investment Account	Sallie Mae Bank	$244,000	Purchase 4.60% TCD due 10/2/28 - Semi-Annual Pay

ATTACHMENTS:

1. Monthly Report of Investments – September 2026

NORTH MARIN WATER DISTRICT
AUDITOR-CONTROLLER'S MONTHLY REPORT OF INVESTMENTS
September 30, 2026

Type	Description	S&P Rating	Purchase Date	Maturity Date	Cost Basis[1]	9/30/2026 Market Value	Yield[2]	% of Portfolio
LAIF	State of CA Treasury	AA-	Various	Open	$9,383,729	$9,331,972	3.91% [3]	**51%**
Time Certificate of Deposit								
TCD	Utah First Fec CR UN Salt Lake	n/a	10/18/24	10/19/26	249,000	249,000	4.00%	1%
TCD	American Express Nat'l Bank	n/a	11/7/24	11/6/26	245,000	245,000	4.00%	1%
TCD	Bank of Hapoalim NY	n/a	11/26/24	11/23/26	245,000	245,000	4.10%	1%
TCD	Dr Bank Darien	n/a	12/20/24	12/21/26	249,000	249,000	4.10%	1%
TCD	Goldman Sachs Bk USA	n/a	1/28/25	1/28/27	244,000	244,000	4.15%	1%
TCD	Oregon Community CU	n/a	2/24/25	2/24/27	249,000	249,000	4.30%	1%
TCD	Security First Bk	n/a	3/21/25	3/22/27	245,000	245,000	4.00%	1%
TCD	Toyota Fncl Svgs BK NV	n/a	4/10/25	4/12/27	245,000	245,000	4.00%	1%
TCD	Transportation Alliance Bk	n/a	5/12/25	5/12/27	249,000	249,000	3.95%	1%
TCD	B1 Bank Baton Rouge La	n/a	6/30/25	6/30/27	249,000	249,000	4.00%	1%
TCD	Bny Melon	n/a	8/13/25	8/13/27	245,000	245,000	3.80%	1%
TCD	Institution Svgs Newbury	n/a	10/28/25	10/28/27	249,000	249,000	3.60%	1%
TCD	Morgan Stanley Bk NA	n/a	11/12/25	11/12/27	245,000	245,000	3.65%	1%
TCD	Austin Telco	n/a	12/19/25	12/20/27	249,000	249,000	3.80%	1%
TCD	Morgan Stanley Private Bk NA	n/a	1/21/26	1/21/28	245,000	245,000	3.70%	1%
TCD	UBS Bank USA	n/a	2/25/26	2/25/28	249,000	249,000	3.80%	1%
TCD	Anderson Bros Bk	n/a	2/27/26	2/28/28	249,000	249,000	3.65%	1%
TCD	Merrick Bank	n/a	3/20/26	3/20/28	249,000	249,000	3.85%	1%
TCD	Bank of America NA	n/a	4/10/26	4/10/28	245,000	245,000	3.95%	1%
TCD	First Fncl Bk USA	n/a	6/12/26	6/12/28	249,000	249,000	4.10%	1%
TCD	St Bank India New York	n/a	9/16/26	9/18/28	244,000	244,000	4.30%	1%
TCD	Sallie Mae Bank	n/a	9/30/26	10/2/28	244,000	244,000	4.60%	1%
					$5,431,000	**$5,431,000**	**3.97%**	**29%**
MM	US Bank Mmda Global Fund		Various	Open	**$651,527**	**$651,527**	**3.36%**	**4%**
Other								
Agency	Marin Co Treasury	AAA	Various	Open	$1,055,449	$1,055,449	0.99%	6%
Other	Various	n/a	Various	Open	1,962,009	$1,962,009	0.30%	10%
				TOTAL IN PORTFOLIO	**$18,483,714**	**$18,431,957**	**3.37%**	**100%**

Weighted Average Maturity = **101 Days**

LAIF: State of California Local Agency Investment Fund.

TCD: Time Certificate of Deposit.

Treas: US Treasury Notes with maturity of 5 years or less.

Agency: STP State Revolving Fund Loan Reserve.

Other: Comprised of 5 accounts used for operating purposes. US Bank Operating Account, US Bank STP SRF Loan Account, US Bank FSA Payments Account, Bank of Marin AEEP Checking Account & NMWD Petty Cash Fund.

1 Original cost less repayment of principal and amortization of premium or discount.

2 Yield defined to be annualized interest earnings to maturity as a percentage of invested funds.

3 Earnings are calculated daily - this represents the average yield for the month ending September 30, 2026.

Interest Bearing Loans	Loan Date	Maturity Date	Original Loan Amount	Principal Outstanding	Interest Rate
Marin Country Club Loan	1/1/18	11/1/47	$1,265,295	$931,264	1.00%
Marin Municipal Water - AEEP	7/1/14	7/1/32	$3,600,000	$1,122,883	2.71%
Employee Housing Loan	Various	Various	$1,150,000	$1,150,000	Contingent
TOTAL INTEREST BEARING LOANS			**$6,015,295**	**$3,204,147**	

The District has the ability to meet the next six months of cash flow requirements.

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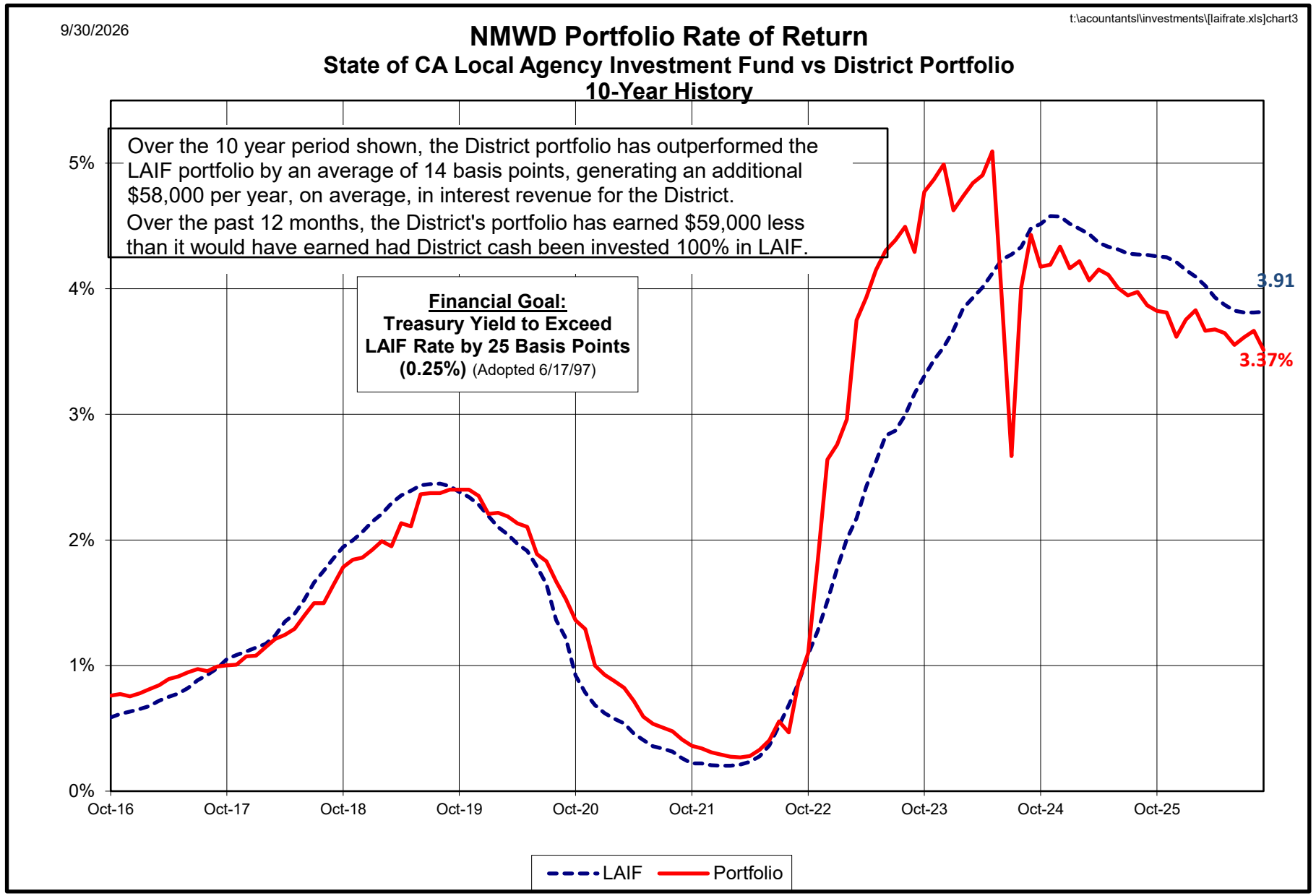
9/30/2026

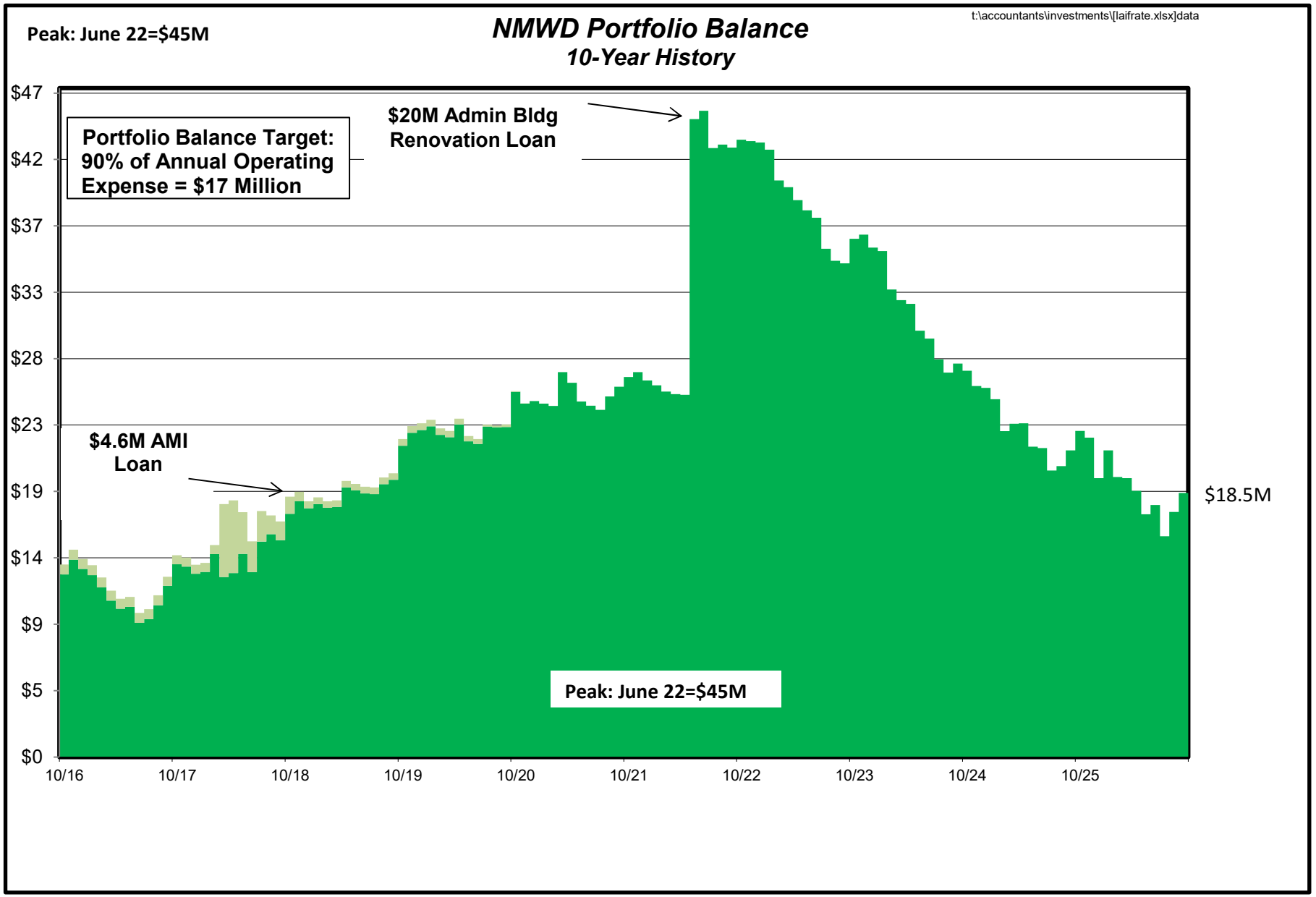
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NMWD Portfolio Rate of Return

State of CA Local Agency Investment Fund vs District Portfolio

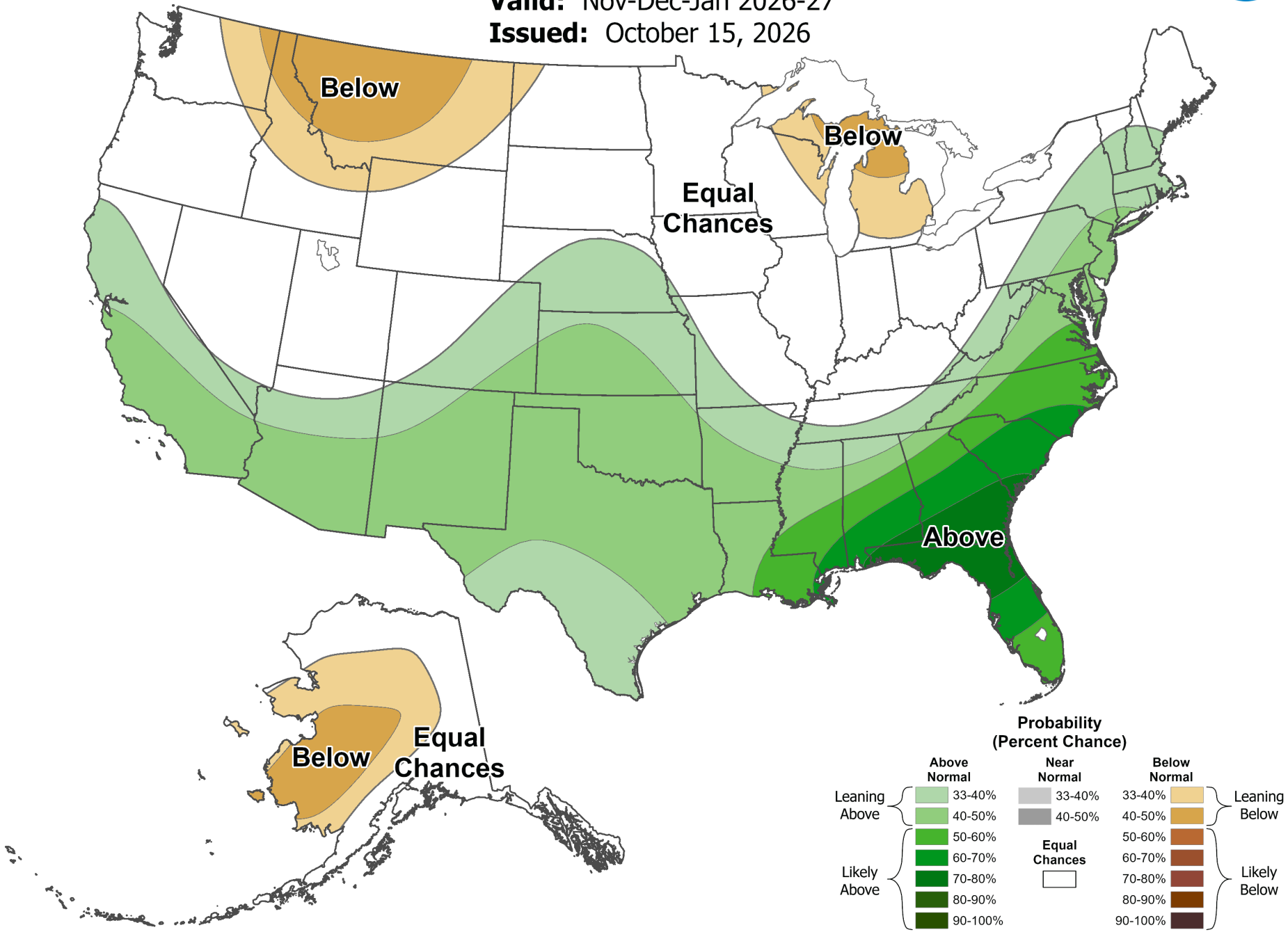
10-Year History




Peak: June 22=$45M
NMWD Portfolio Balance
10-Year History
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$47
$42
$37
$33
$28
$23
$19
$14
$9
$5
$0
Portfolio Balance Target:
90% of Annual Operating
Expense = $17 Million
$20M Admin Bldg
Renovation Loan
$4.6M AMI
Loan
Peak: June 22=$45M
$18.5M
10/16
10/17
10/18
10/19
10/20
10/21
10/22
10/23
10/24
10/25

Seasonal Precipitation Outlook

Valid: Nov-Dec-Jan 2026-27
Issued: October 15, 2026



State Water Resources Control Board

October 9, 2026

ATTN: Sanitary Sewer Collection Systems

PREPARATION FOR ANTICIPATED 2026-2027 EL NIÑO RAINY SEASON

The State Water Resources Control Board and Regional Water Quality Control Boards (collectively, Water Boards) are notifying you to prepare your sanitary sewer system for the 2026-2027 rainy season.

On September 21, 2026, Governor Gavin Newsom issued a proclamation of a state of emergency in preparation for potential severe weather and flooding associated with the predicted El Niño event. El Niño is a natural climate pattern that occurs when a band of warm water develops in the Pacific Ocean which causes higher than average rainfall throughout the state.

To minimize sanitary sewer system spills due to severe storms, Sanitary Sewer Systems General Order enrollees must have an up-to-date emergency response plan and complete preventative maintenance: reduce inflow and infiltration, fix structural vulnerabilities, ensure adequate system capacity.

The Water Boards will evaluate rain-related spills to determine if the enrollee took appropriate preventative maintenance and preparation measures for the rainy season. Failure to demonstrate adequate preventative measures may result in an enforcement action.

If you have questions, please contact sanitarysewer@waterboards.ca.gov.

Sincerely,

Phillip Crader, Deputy Director
Division of Water Quality

NORTH MARIN WATER DISTRICT

Summary of El Niño – Winter 2026-27 Preparations (as 10/27/2026)

District Actions

A summary of actions for winter preparation by department is provided below.

Administrative Services/Executive Team

- All Hands email to staff om 10/8 to provide information on possible impacts and to sign up for local alerts.
- All Hands Meeting on 10/16 to review individual staff and overall District preparedness.
- Attended El Niño preparedness webinar (by CA Natural Resources Agency).
- Attended October Drought & Climate Outlook Webinar (Impact of El Niño).
- Attended CW3E Water Advisory Group Forecast Briefing on 10/29.
- Planned public messaging in coordination with County OEM (see below).

Engineering

- Identification of potentially vulnerable facility sites (in coordination with Operations and Utilities):
  - 9 sites in Novato
  - 4 sites in West Marin
  - 2 sites in Oceana Marin
  - 7 additional sites (access roads)
- Perform evaluations by District on-call geotechnical engineer for potential landslide issues and mitigation and preparation recommendations.
- Lagunitas Creek Bridge Waterline Project: Delayed installation of temporary water line crossing the creek until after the winter.
- Review of Master Plan Risk Assessment and development of new critical facilities list based on natural hazards only.
- Ongoing coordination with Utilities and Operations.

Operations

- Inspections using CCTV of Stafford Dam Spillway underdrain system on 9/23
- Generator inventory review and maintenance
  - Purchase of an additional 100 kW portable generator
  - Generator Service Contractor to perform quarterly maintenance on OM and Admin Building standby generators.
- Oceana Marin Pump parts inventory review.
  - Additional pump heads in inventory.
- Oceana Marin Pump VFDs replacement in inventory.
- Oceana Marin Pump Station (Tahiti Lift Station) replaced pump heads and motors on one set of pumps.
- Oceana Marin Pump Station monthly checks during rainy season
  - Oceana Marin PS mitigations
- Olema Pump Station modifications to electrical system
- Oceana Marin North Street Lift Station: Installed longer lasting battery backup.
- Lowering Stafford below average lake level (183') by October 31st.
- Planned early STP Start-up. Scheduled for February 1, 2027.

- Lagunitas Creek Levels – Alert Notifications (based on Gallagher Ranch and Lagunitas Bridge triggers)
- Tree removal or trimming at vulnerable sites performed:
    - PRTP
    - Bear Valley Tanks
- Replaced sump pumps at Aqueduct Valve Pit.
- Will be replacing sump pump at Lynwood Pump Station.
- Will be installing a longer lasting battery backup at Lynwood Pump Station

Utilities

- Overall Inventory (spare parts) Review
- NMA Inventory:
    - Large Diameter Pipe (30-42") 100 feet
    - Large Diameter Weld Flanges (30-42") 7 total
    - Large Diameter Valve (30") 1
- Temporary Bypass Hose Inventory:
    - 2-1/2 – 12" diameters >3,000 feet
- Inspections of Stafford Lake and Novato Creek Sediment Traps
- Correcting I&I conditions at four critical locations in OM collection system 10/27 start).

Coordination with Others

A summary of recent and ongoing coordination with local and regional partners.

- Participation in Marin Operation Area (OA) coordination meetings held by County Office of Emergency Management (OEM).
    - Attend Marin OA planned Table Top Exercise on 11/18.
- Coordination with OEM on relevant joint public messaging.
- Developed a Facility Use Agreement with OEM to use District Corporation Yard and Headquarters as an alternate Marin Operational Area Emergency Operations Center (EOC).
- Participation in ongoing Sonoma Water Emergency Training and Coordination Committee meetings and training.
- Participation in El Nino Water and Sewer/Sanitary District Manager Meeting.
- Discussions with Marin County Flood Control District regarding management of Rush Creek Tide Gate.
- Coordination with Marin County Parks for District facilities near or within Open Space District lands.
- Ongoing discussions with Marin Municipal Water District on preparations.
- Ongoing discussions with Marin Association of Sanitary Supervisors (MASS) on preparations.
- Ongoing discussions with Marin Water Managers Committee (County and other Marin water providers).

Received Friday, Oct 23, 2026 via Info@nmwd.com:

I want to say a sincere thank you to the crew that was having lunch at 5th and C Streets on Wednesday 10/21. I was removing a stump from our yard and punctured a previously unknown water line. The team not only helped me find and shut off the water (I'm new to the property) but also gave me valuable advice on how to fix the leak. I didn't think to get their names.

My sincere thanks to those 4 who went above and beyond expectations. They acted as caring neighbors - that's what customer service is all about.

Best,
Kurt Andersen
201 B Street Point Reyes Station

Eel-Russian Project Authority

October 27, 2026

By Electronic Mail

Laura Fleming
Deputy Director, Office of Environmental Policy and Compliance
U.S. Department of the Interior
1849 C Street, N.W.
Washington, D.C. 20240
laura_fleming@ios.doi.gov

RE: Pacific Gas & Electric Company, Potter Valley Project (FERC Project no. 77-332): Eel-Russian Project Authority's Response to Department of the Interior's Scoping Comments on the Proposed Surrender, Decommissioning, and Non-Project Use of Project Lands (DOI Reference ER26/0279)

Dear Ms. Fleming:

On behalf of the Eel-Russian Project Authority (ERPA), I write in response to your Scoping Comments in this proceeding, dated September 18, 2026 (Comments). While the Federal Energy Regulatory Commission (FERC) will take all scoping comments into account, this response is intended to highlight opportunities for collaboration between ERPA and the U.S. Department of Interior (Interior) and correct certain inaccuracies in Interior's letter.

Procedural Matters

You requested cooperating agency status for U.S. Fish and Wildlife Service and the U.S. Army Corps of Engineers (Army Corps). Comments, p. 2. We support FERC's granting your request, provided the Army Corps itself supports that request. We agree that these agencies would contribute materially to FERC's environmental review.

You requested that FERC prepare an environmental impact statement, not an environmental assessment, under the National Environmental Policy Act (NEPA). Comments, p. 2. We support this request because license surrender for the Potter Valley Project (Project) is expected to significantly affect the environment, as well as residents and communities in the region.

Is there a Legal Alternative to License Surrender?

Pacific Gas & Electric Company (PG&E) submitted its license surrender application in July 2025. You acknowledge that a licensee "may propose to surrender a

project it no longer wishes to run." Comments, p. 9. We agree. Indeed, the license surrender application was the only legal option available to PG&E, as the Project licensee.

In January 2019, PG&E stated that it would not pursue a new license, and that it would discontinue its many-year effort to sell the Project to a third party. It concluded that its holding a new license would be "contrary to the interests of electric ratepayers." In March 2019, FERC

solicited third parties to pursue and file a new license application. None did. Under 16 U.S.C. § 807, the United States did not timely pursue federal takeover, and you now confirm that Interior is not considering that outcome. Comments, p. 2. And PG&E did not file a new license application by the statutory deadline of April 2020. As a result, it was and remains statutorily barred from filing a new license application. The license expired in April 2022, subject to annual extensions. In that circumstance, the Federal Power Act requires that the licensee pursue license surrender. In May 2022, FERC directed PG&E to submit a license surrender application.

You state that the Interior and the U.S. Department of Agriculture (Agriculture) met with PG&E and other interested parties in June 2026 to consider continued operation of the Project under a non-power license. You asked that FERC not treat "operator interest as closed" while those discussions are underway. Comments, p. 7. We note that any notice of intent to assume the license was due more than seven years ago, by rule under the Federal Power Act. The docket in this proceeding does not contain any information from any entity stating a commitment or capacity to assume ownership of this Project, or even to develop the necessary applications for license transfer and non-power license. Before FERC issues the draft EIS (expected to occur in 2028 at the earliest), we are confident that FERC will respond to any relevant development that may support consideration of a non-speculative alternative.

ERPA members, Sonoma County Water Agency (Sonoma Water) and Mendocino County Inland Power and Water Commission (IWPC), began discussions with PG&E more than a decade ago, when it became obvious that it might not pursue a new license application for the Project. Along with the Round Valley Indian Tribes (RVIT), Humboldt County, and conservation groups, these agencies filed a timely notice of intent in 2019 to pursue a new license. They undertook detailed analyses, including a feasibility study. Agriculture and Interior, along with stakeholders on FERC's service list, were copied on our filings that documented these efforts. Sonoma Water, IWPC, and their partners later withdrew that notice of intent to pursue a new license when they determined that they could not reasonably assume the resulting costs and liabilities – more than $20 million for studies required for a new license application, and the prospect of many hundreds of millions of dollars for dam safety repairs and other capital modifications of the dams.

Sonoma Water, the County of Sonoma, and IWPC then formed ERPA in 2023, and they asked RVIT to join the ERPA Board of Directors, to pursue the New Eel-

Russian Facility (NERF), which will continue diversions from the Eel River into the Russian River. ERPA and our partners negotiated and executed the Water Diversion Agreement (WDA) in 2025, to establish mutually agreeable terms and conditions for construction, operation, and maintenance of the NERF. These terms include diversion criteria designed to protect and restore the anadromous fisheries of the Eel and to ensure a continued water supply from the Eel to the Russian into the future. Lastly, we successfully negotiated with PG&E to include NERF in its license surrender application, through its seeking FERC's permission for ERPA's non-Project use of Project lands incident to license surrender (NPUPL).

Through our member agencies, we represent cities and towns, and farmers and other residents, throughout the Russian River Basin. We are keenly aware of the "real costs" (Comments, p. 3) that license surrender will have. Through NERF, we are working to avoid or minimize those costs to the greatest extent feasible. In sum, discussions among stakeholders in the region have been underway for more than a decade to plan for the water supply impacts

expected to occur as a result of PG&E's decommissioning of the Project to protect its power customers against costs and liabilities associated with a new license.

What is the Function of the New-Eel Russian Facility?

You state that NERF is not a "substitute" for the Project in terms of water supply benefits for the Russian River. Comments, pp. 2, 9. On the contrary, the analysis done to date indicates that the NERF will be a solid successor. We attach an update to the modeling analysis that your letter cited extensively (Attachment 1). The modeling shows that NERF as currently designed is expected to reliably deliver an average of 28,000 acre-feet of water per year, and up to 47,000 acre-feet/year if additional storage becomes available. These amounts compare favorably with the 37,000 acre-feet/year that the Project is expected to deliver until decommissioning, taking into account the failure of the Project's powerplant and the dam-safety limitations that impact available storage in Scott Dam. Further, the NERF will protect the reliability of water supply in Lake Mendocino. NERF is expected to contribute to average storage in Lake Mendocino of 51,000 acre-feet, relative to 57,000 acre-feet under current operations.

While NERF is expected to deliver less water supply than the Project historically did on average, our proposal prevents a scenario where the Project would be decommissioned without <u>any</u> continued diversion. If the Project were to be decommissioned without the NERF, zero acre-feet would be delivered from the Eel to the Russian, and Lake Mendocino would be at risk of draining in many years even with substantial interventions, impairing all uses in the Russian River.

Interior's Opportunity to Help with Water Reliability for Farmers and Ranchers in the Potter Valley

You are correct that NERF is expected to deliver less water on average than the Project historically delivered to agricultural users upstream of Lake Mendocino, including Potter Valley Irrigation District (PVID). Comments, p. 6. That is because summer diversions from the Eel are expected to be limited under the WDA's diversion criteria, and storage for winter diversions in the Potter Valley is currently limited. PVID has been actively involved in the development of NERF and is represented by IWPC on ERPA's Board, because PVID understands that the alternative is no water supply if decommissioning occurred without NERF.

Furthermore, there is time to plan and begin implementing agricultural water supply projects while PG&E and ERPA prepare for the continued diversion of water from the Eel to the Russian. Investigations underway since 2022 have identified several viable agricultural water supply enhancements for Potter Valley farmers with potential benefits for downstream users as well. In March 2026, and again in September 2026, ERPA member agencies submitted a funding request to Interior's Bureau of Reclamation (Reclamation) to help advance this critical work, and we encourage approval of that proposal, which remains pending.

Several storage alternatives have been investigated, with two broad categories as the preferred options based on capacity, cost, timing, and least impact considerations. The first alternative is a conjunctive use system that would include seasonal deliveries from the Eel River, an expanded surface pond network, and a system of groundwater production wells in high permeability areas of the valley could provide for a substantial portion of agricultural demands. The next steps for investigating and developing this conjunctive use system will be a master plan for the pump and pond network, and drilling and commissioning as many as 20 production wells. The production wells are a "no regrets" investment that can help now and, in the future, when seasonal NERF diversions are available.

The well system will also supplement the second alternative – new surface storage. There are several seasonal minor tributaries to the Russian River in the vicinity of the current Project and future NERF discharge. Seven have been evaluated at the concept level, and three have the potential to store 15,000 to 25,000 acre-feet utilizing earth fill dams of up to 200 feet in height. These would provide substantial new storage that would be available to all current beneficiaries of the Project. The location of these potential reservoirs on seasonal tributaries minimizes environmental impacts, and the ability to fill the reservoirs from either tributary runoff or directly from the NERF discharge provides operational flexibility. The next steps for planning these tributary storage alternatives will be to conduct in-depth geologic and geotechnical investigation, select the best alternative based on physical parameters, and complete preliminary engineering design.

The funding request ERPA submitted to Reclamation in March, supplementing our 2025 application, would help us advance these storage solutions.

Your letter also suggests that we have not cooperated with the Army Corps as we modeled NERF operations, and that we have not secured Army Corps authorization to store Eel River diversions in Lake Mendocino. Comments, p. 2. This suggestion is not correct. ERPA's member agency, Sonoma Water, is the local sponsor for Lake Mendocino and works daily with the Army Corps to operate the reservoir. Supported by other state and federal agencies and academic institutions, Sonoma Water and the Army Corps developed the nation's first Forecast Informed Reservoir Operations (FIRO) for a federal reservoir – namely, Lake Mendocino. The implementation of FIRO procedures at Lake Mendocino were formalized in a Water Control Manual update issued in October 2025. The updated manual authorizes the Army Corps to retain an additional 11,650 acre-feet within the flood control pool at their discretion. ERPA incorporated this operational experience into the modeling for NERF. The Army Corps has reviewed that modeling, and we expect them to continue their review in connection with the Clean Water Act section 404 permit that we will seek from them for the NERF's construction. Further, the storage of NERF diversions will not require separate or specific authorization. ERPA's member agencies, Sonoma Water and IWPC (through one of its members), have water rights to store such flow in Lake Mendocino's conservation pool. Diversions will occupy that pool and will be managed for release when Lake Mendocino is below the flood control pool.

Will There Be a Water Supply Gap between PG&E's License Surrender and the Construction and Operation of NERF?

You state categorically that "NERF will not be online before the dams come out." Comments, p. 3. That statement is speculative and disregards the work that is underway to avoid such a gap, including the pending request for funding from Reclamation. The license surrender application expressly provides that ERPA will pursue construction of NERF concurrent with PG&E's decommissioning of Cape Horn Dam, with operations to begin immediately after decommissioning is completed. If FERC approves that sequence, then PG&E will have an obligation to follow it. In preparation for that day, ERPA is beginning environmental review under the California Environmental Quality Act (CEQA), and we will submit permit applications for construction, operation, and maintenance of NERF concurrent with the CEQA process. We are working to secure the financial capacity to construct and operate NERF, including through use charges. We will continue to cooperate with PG&E to develop engineering specifications that support short-term diversions (e.g., through temporary pumps) during the decommissioning of Cape Horn Dam. As you note (Comments, p. 6), such specifications (expected to be stated in the East Branch Russian Diversion Plan) will be available in July 2027.

Additionally, we are systematically investigating additional storage opportunities in Potter Valley and elsewhere in the Russian River Basin. The funding proposal before Reclamation would significantly advance those investigations. We are committed to bring these workstreams to conclusion well before FERC issues an order on PG&E's license surrender application.

In sum, it is our fundamental interest, and commitment, to minimize any water supply gap. That is why we are doing everything we can to assure that NERF will be constructed in parallel with decommissioning, beginning operation immediately thereafter.

How should FERC structure its environmental review of NERF?

You ask that FERC conduct an exhaustive analysis of the operations of NERF and Lake Mendocino, as well as the cost and payment arrangements for NERF. Comments, p. 7. Of course, ERPA supports FERC's undertaking an analysis of NERF consistent with its obligations under NEPA. That said, PG&E is the licensee, and the proposed action is license surrender, not the NERF. ERPA is not the licensee, and FERC does not have jurisdiction to approve (or disapprove) NERF. Per its precedents dating back many decades, FERC will require ERPA (as the proponent of a non-Project use) to undertake the primary environmental review, and secure all permits necessary for construction, operation, and maintenance of NERF. ERPA is doing that work now so it will be prepared to begin construction if FERC approves the license surrender application. We expect that FERC will consider ERPA's CEQA analysis of the NERF as it determines the scope of its EIS in support of PG&E's license surrender application.

Conclusion

In sum, after having spent more than a decade preparing for the possibility that the Potter Valley Project would be decommissioned by PG&E, we would welcome further direct discussion regarding any questions you may have. We would also welcome Interior's active participation and support for our pending funding proposal, which would directly contribute to protecting and enhancing the reliable water supply in the Russian River Basin after PG&E's proposed decommissioning of the Project is complete. Please feel free to contact me at 707-975-4430.

Respectfully submitted,



David Manning
Executive Director

c: FERC docket and service list

kt S:\Eel-Russian Project Authority\DOI Correspondence\ERPA response to DOI Scoping Comments (FERC no 77-332).docx

Eel-Russian
Project Authority

NERF Water Diversion Modeling Analysis and Update

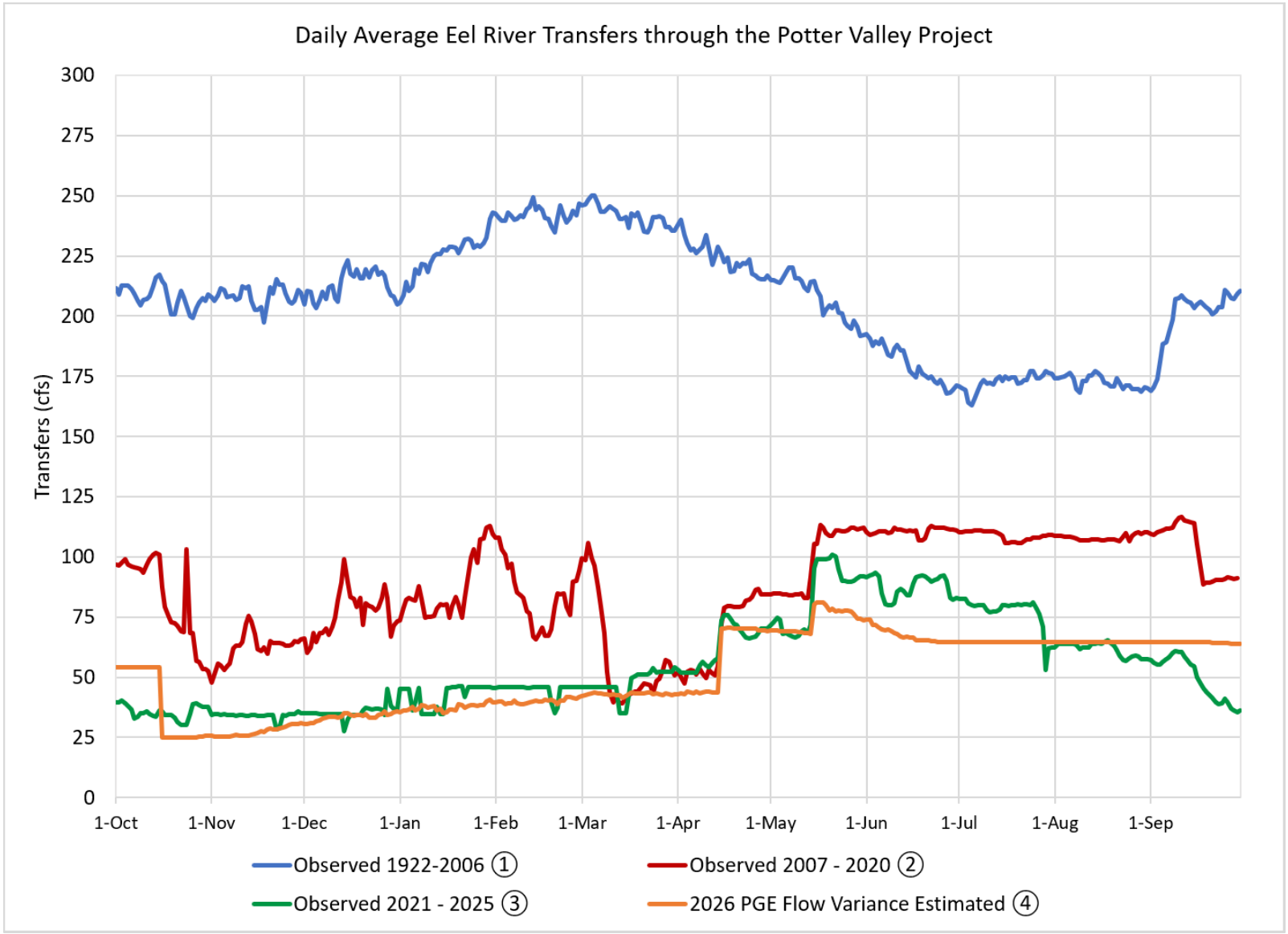
Oct 8, 2026



NERF Water Diversion Modeling Analysis
Presentation Overview

- Sonoma Water has been modeling how transfers from the Eel River to the Russian River will be different than historical diversions as a result of the decommissioning of the Potter Valley Project and the construction of the New Eel-Russian Facility (NERF). This analysis will continue to be refined and updated as new information becomes available. Results may change from previous presentations.
- This modeling is made more complicated by major changes in the diversion rules implemented over the last 20 years as a result of the 2004 FERC License Amendment, the transformer bank failure, seismic risk assessment that reduced operational storage capacity at Lake Pillsbury, major drought, and FERC flow variances.
- Under the NERF rules, there is water for diversion in all year types, even drought years such as 2020 and 2021, and water would have been diverted in water years 2025 and 2026.
- In general, the average annual water available to be transferred through NERF under the Water Diversion Agreement each year is similar to transfers under the 2004 FERC License Amendment, but more Russian River storage is needed to maximize those transfers because of change in seasonality of the transfers.
- The Eel-Russian Project Authority continues to lead the effort to design, permit, and construct NERF so that water can continue to be diverted. Design and permitting are currently 100% funded.

Historical Eel River Transfers



① **Water Years 1922-2006:**

Post Scott Dam construction, Pre-2004 FERC License Amendment

Average WY Volume: ~150,000 ac-ft

② **Water Years 2007-2020:**

Post-2004 FERC License Amendment

Average WY Volume: ~64,000 ac-ft

③ **Water Years 2021-2025:**

Post transformer bank failure, Scott Dam seismic risk determination, and major drought

Average WY Volume: ~42,000 ac-ft

④ **Post Water Year 2025 Estimated:**

Estimated average transfers with FERC Flow Variances until NERF construction (2026 Flow Variance)

Average WY Volume: ~37,000 ac-ft

Eel River Transfer Analysis: 2 Operational Scenarios

Scenario #1: Observed (reported values)

- Eel River Transfers = observed (reported values)
- Lake Mendocino storage and outflow = observed (reported values)

Scenario #2: NERF Modeled

- *Eel River Assumptions*
  - Flow at Cape Horn Dam (NERF Facility)
    - Calculated using reported/estimated values from Scott Dam, Cape Horn Dam, and Potter Valley Project transfers
  - Transfer Operations (NERF Operations)
    - Consistent with the 2025 Water Diversion Agreement (WDA) Terms (Table 1)
    - Developed to allow transfers through the NERF while being protective of salmonid life stages in the Eel River

- *Russian River Assumptions (Current Lake Mendocino Operations)*
  - 2025 Lake Mendocino Updated Water Control Manual (includes FIRO)
  - Lake Mendocino Storage Thresholds Hydrologic Index
  - 2025 Biological Opinion Minimum Instream Flow Requirements
  - Inflows and downstream flows/losses = observed

	Fall Flows	Winter Flows	Spring Flows	Summer Flows
	Oct 1 – Dec 31	Jan 1 – Feb 29	Mar 1 – May 31	June 1 – Sept 30
Floor (cfs)	300	250	125	35
Diversion Rate (% of flow)	20%	30%	20%	20%
Additional Rules	Require 1 freshet over 500 cfs	N/A	N/A	N/A

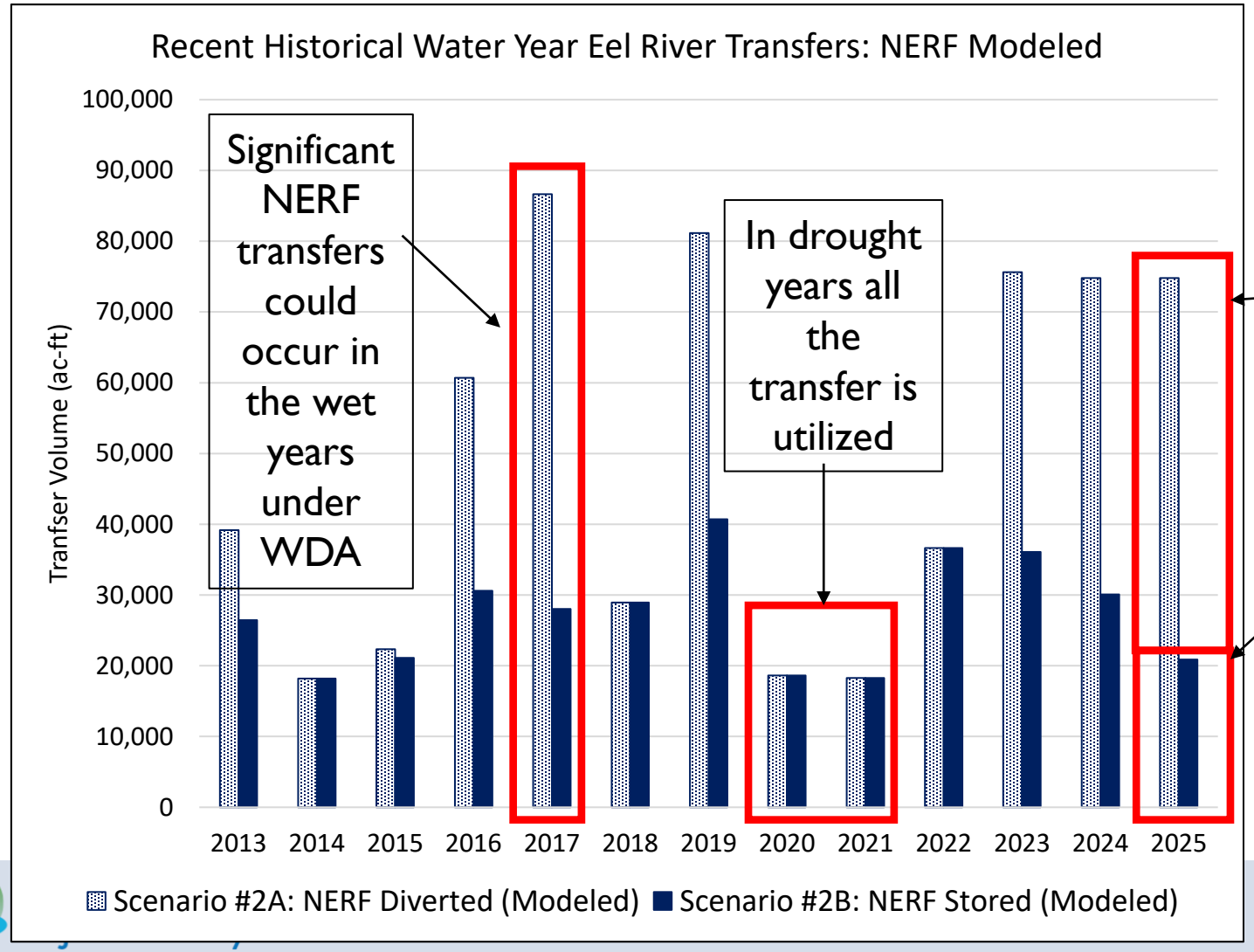
Table 1: NERF operation assumptions

Modeled NERF Eel River Transfers last 13 Water years (WY2013-WY2025)

Analyze Two Metrics (A and B)

A) Diverted: Total transferred based on Eel River conditions. NERF modeled based on WDA.

B) Stored: Transfers that can be currently stored in Lake Mendocino or passed through for downstream beneficial use (not released for flood control). NERF model assumes a PVID future storage project. The modeling has included a placeholder 3,000 ac-ft.



Significant NERF transfers could occur in the wet years under WDA

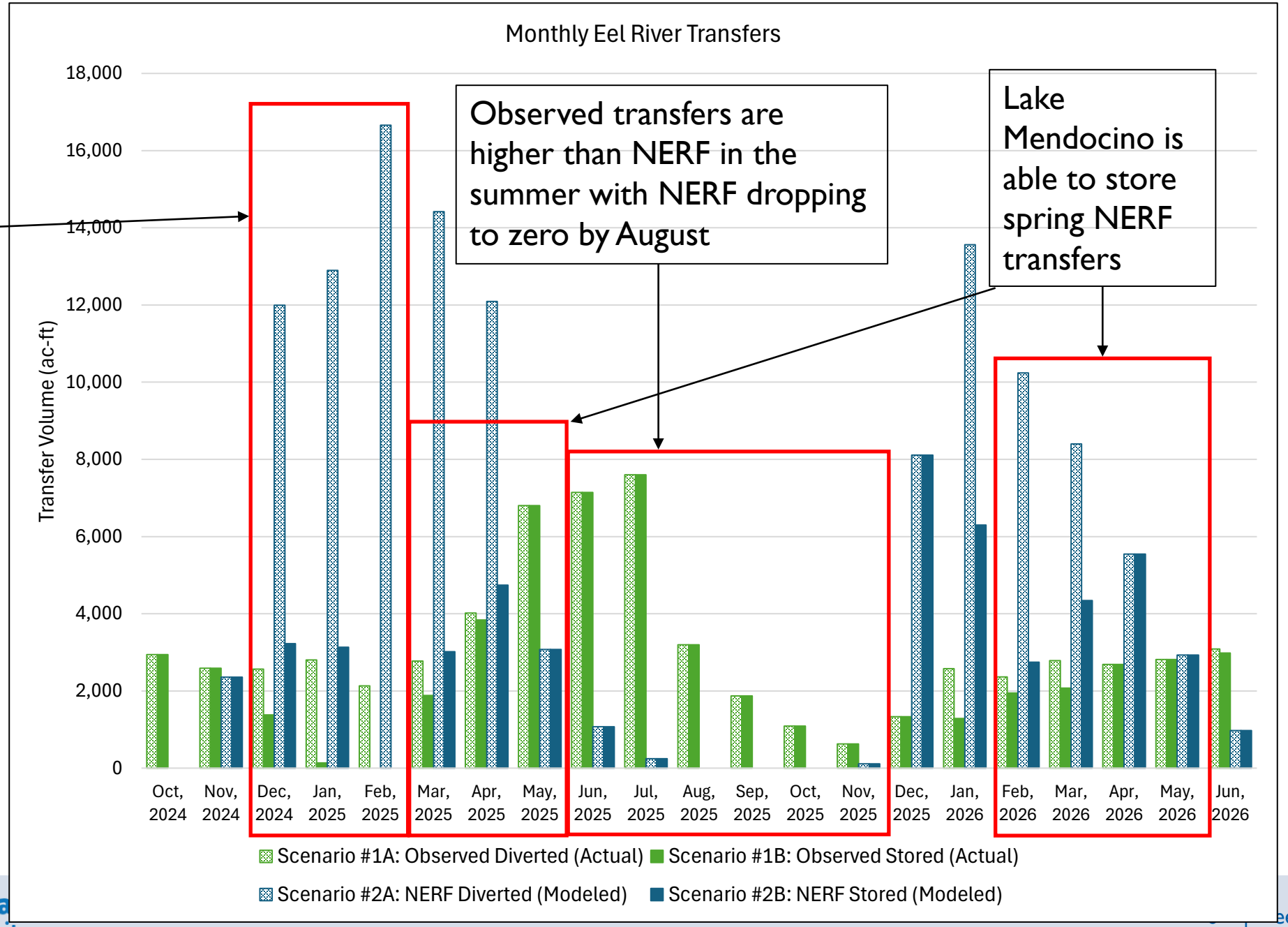
In drought years all the transfer is utilized

Hatched pattern column volume above the solid column represents the volume of additional transfer available if additional system storage is available

Solid represents the volume of transfer that could be captured with current storage capacity

Measured versus Estimated NERF Eel River Transfers last 21 months

Large NERF transfers available under WDA with future storage projects in wet winters



NERF versus Measured Eel River Transfers

	Monthly Volumes (ac-ft)			
	Scenario #1A: Observed Diverted (Actual)	Scenario #1B: Observed Stored (Actual)	Scenario #2A: NERF Diverted (Modeled)	Scenario #2B: NERF Stored (Modeled)
Oct-24	2,942	2,942	0	0
Nov-24	2,588	2,588	2,358	2,358
Dec-24	2,563	1,381	11,994	3,223
Jan-25	2,805	132	12,894	3,132
Feb-25	2,130	0	16,658	0
Mar-25	2,773	1,880	14,416	3,020
Apr-25	4,017	3,838	12,093	4,742
May-25	6,799	6,799	3,073	3,073
Jun-25	7,145	7,145	1,070	1,070
Jul-25	7,603	7,603	243	243
Aug-25	3,197	3,197	0	0
Sep-25	1,870	1,870	0	0
Oct-25	1,089	1,089	0	0
Nov-25	629	629	112	112
Dec-25	1,333	1,333	8,109	8,109
Jan-26	2,575	1,285	13,560	6,297
Feb-26	2,360	1,948	10,241	2,745
Mar-26	2,787	2,071	8,399	4,339
Apr-26	2,686	2,686	5,549	5,549
May-26	2,817	2,817	2,928	2,928
Jun-26	3,088	2,981	972	972
Period Total	65,795	56,213	124,667	51,913

Lake Mendocino stores NERF diversions in a springs:
Spring 2025 (wet spring):
~11,000 ac-ft for NERF (modeled)
~12,000 ac-ft for observed

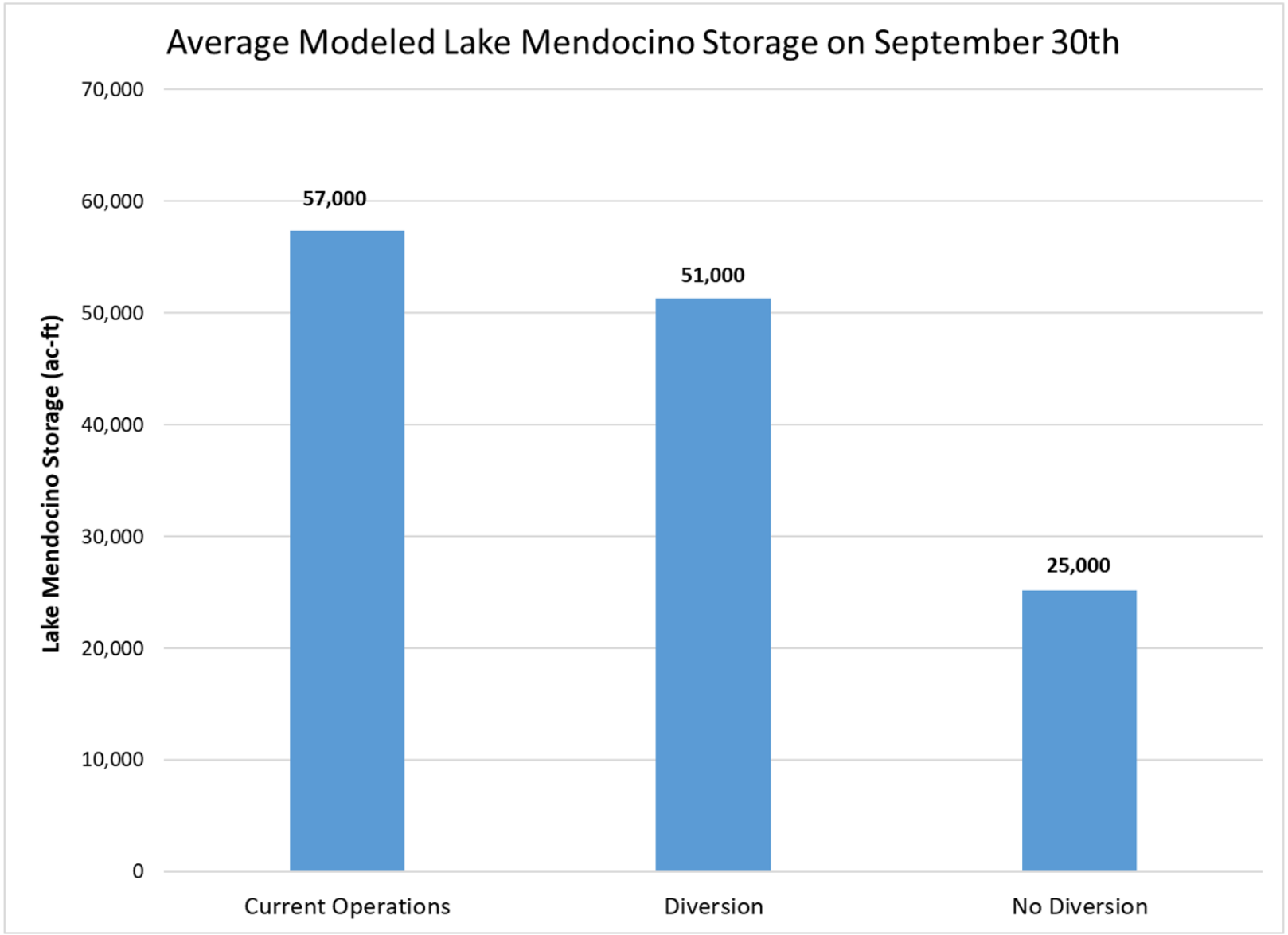
Spring 2026 (dry spring):
~15,000 ac-ft for NERF (modeled)
~9,000 ac-ft for observed

Over the October 2024 through June 2026 period: NERF is modeled to have stored similar transfers over the last 21 months compared to observed

Variance start: August 2025 and May 2026

Large NERF transfers available if system storage is available

Lake Mendocino Modeled Storage



Key Take Aways

- **NERF Transfers would occur every year**
  - In the last 13 years the annual NERF transfers (modeled) range from ~18,000 ac-ft in the 2021 drought to ~86,000 ac-ft in the 2017
- **Over the Last 21 months, the NERF stored transfers (modeled) are similar to observed transfers**
  - In the last 21 months NERF (modeled) stored transfers are modeled ~52,000 ac-ft and observed stored transfers ~56,000 ac-ft
- **Significant benefits could be gained from constructing additional storage in the Russian River watershed.**
  - In the last 13 years (non-drought years) there is an average of ~40,000 ac-ft/yr of additional NERF transfers that can be utilized with additional water supply projects
- **This analysis will continue to be refined and updated as new information becomes available.**

Questions



DECLARATION OF SERVICE

Pacific Gas & Electric Company's Potter Valley Project (P-77-332)

I, Kathryn M. Thurman, declare that I today served the attached "Eel-Russian Project Authority Response to Department of Interior's Scoping Comments (FERC Project No. 77-332)" by electronic mail, or by first-class mail if no e-mail address is provided, to each person on the official service list compiled by the Secretary in this proceeding.

Dated: October 27, 2026

By:

Kathryn M. Thurman
SONOMA COUNTY WATER AGENCY
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Santa Rosa, CA 95403
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Kat.Thurman@scwa.ca.gov