

# **SOUTH TAHOE PUBLIC UTILITY DISTRICT REGULAR BOARD MEETING AGENDA**

**Thursday, June 4, 2026 - 2:00 p.m.**

**District Board Room**

**1275 Meadow Crest Drive, South Lake Tahoe, California**

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**Joel Henderson, Director**  
**Nick Haven, Vice President**

**BOARD MEMBERS**  
**Shane Romsos, President**

**Kelly Sheehan, Director**  
**Nick Exline, Director**

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**Paul Hughes, General Manager**

**Andrea Salazar, Chief Financial Officer**

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1. **CALL TO ORDER REGULAR MEETING – PLEDGE OF ALLEGIANCE** (At this time, please silence phones and other electronic devices so as not to disrupt the business of the meeting.)
2. **COMMENTS FROM THE PUBLIC** (This is an opportunity for members of the public to address the Board on any short non-agenda items that are within the subject matter jurisdiction of the District. No discussion or action can be taken on matters not listed on the agenda, per the Brown Act. Each member of the public who wishes to comment shall be allotted five minutes, subject to modification by the Board President.)
3. **CORRECTIONS TO THE AGENDA OR CONSENT CALENDAR** (For purposes of the Brown Act, all Action and Consent items listed give a brief description of each item of business to be transacted or discussed. Recommendations of the staff, as shown, do not prevent the Board from taking other action.)
4. **ADOPTION OF CONSENT CALENDAR** (Any item can be removed to be discussed and considered separately upon request. Comments and questions from members of the public, staff or Board can be taken when the comment does not necessitate separate action.)
5. **CONSENT ITEMS BROUGHT FORWARD FOR SEPARATE DISCUSSION/ACTION**
6. **ITEMS FOR BOARD ACTION**
  - a. Fiscal Year 2026/2027 Water and Sewer Service Charge Rates  
(Andrea Salazar, Chief Financial Officer)  
Approve Resolution No. 3332-26 confirming the water and sewer service charge rate increases of 6.5% and 6.5% for Fiscal Year 2026/2027.
  - b. Fiscal Year 2026/2027 Water Enterprise Fund Budget  
(Andrea Salazar, Chief Financial Officer)  
Adopt Resolution No. 3333-26 for the Fiscal Year 2026/2027 Water Enterprise Fund Budget and authorize staff to incorporate any adjustments or changes necessary because of Board action.
  - c. Fiscal Year 2026/2027 Sewer Enterprise Fund Budget  
(Andrea Salazar, Chief Financial Officer)  
Adopt Resolution No. 3334-26 for the Fiscal Year 2026/2027 Sewer Enterprise Fund Budget and authorize staff to incorporate any adjustments or changes necessary because of Board action.

7. **STANDING AND AD-HOC COMMITTEES AND LIAISON REPORTS** (Discussions may take place; however, no action will be taken.)
8. **BOARD MEMBER REPORTS** (Discussions may take place; however, no action will be taken.)
9. **STAFF/ATTORNEY REPORTS** (Discussions may take place; however, no action will be taken.)
10. **GENERAL MANAGER REPORT** (Discussion may take place; however, no action will be taken.)
11. **NOTICE OF PAST AND FUTURE MEETINGS/EVENTS**
  - Past Meetings/Events**  
05/21/2026 – 2:00 p.m. Regular Board Meeting at the District
  - Future Meetings/Events**  
06/09/2026 – 3:30 p.m. Operations Committee Meeting at the District  
06/10/2026 – 10:00 a.m. El Dorado Water Agency Meeting in Placerville  
06/18/2026 - 2:00 p.m. Regular Board Meeting at the District
12. **ITEMS FOR CLOSED SESSION** (The Board will adjourn to Closed Session to discuss items identified below. Closed Session is not open to the public; however, an opportunity will be provided at this time if members of the public would like to comment on any item listed – three minute limit, subject to modification by the Board President.)
  - a. Pursuant to Section 54956.9(d)(1) of the California Government code, Closed Session may be held for conference with legal counsel regarding existing litigation: Yolo County Superior Court Case CV 2021-1686, Alpine County vs. South Tahoe Public Utility District; et al.

**ADJOURNMENT** (The next Regular Board Meeting is Thursday, June 18, 2026, at 2:00 p.m.)

The South Tahoe Public Utility District Board of Directors regularly meets the first and third Thursday of each month. A complete Agenda packet is available for review at the meeting and at the District office during the hours of 8:00 a.m. and 5:00 p.m., Monday through Friday. A recording of the meeting is retained for 30 days after Minutes of the meeting have been approved. Items on the Agenda are numbered for identification purposes only and will not necessarily be considered in the order in which they appear. Designated times are for particular items only. Public Hearings will not be called to order prior to the time specified, but may occur slightly later than the specified time.

Public participation is encouraged. Public comments on items appearing on the Agenda will be taken at the same time the Agenda items are heard; comments should be brief and directed to the specifics of the item being considered. Please provide the Clerk of the Board with a copy of all written materials presented at the meeting. Comments on items not on the Agenda can be heard during "Comments from the Audience;" however, action cannot be taken on items not on the Agenda.

Backup materials relating to an open session item on this Agenda, which are not included with the Board packet, will be made available for public inspection at the same time they are distributed or made available to the Board, and can be viewed at the District office, at the Board meeting and upon request to the Clerk of the Board.

The meeting location is accessible to people with disabilities. Every reasonable effort will be made to accommodate participation of the disabled in all of the District's public meetings. If particular accommodations are needed, please contact the Clerk of the Board at (530) 544-6474, extension 6203. All inquiries must be made at least 48 hours in advance of the meeting.



**SOUTH TAHOE PUBLIC UTILITY DISTRICT**  
**CONSENT CALENDAR**  
**Thursday, May 21, 2026**

**ITEMS FOR CONSENT**

**a. 2026-2027 POLYMER SUPPLIES CONTRACT**

(Aaron Buckman, Manager of Plant Operations)

Authorize a one-year extension of the Polymer Purchase Contract for Fiscal Year 2026/2027 with Polydyne, Inc., in the estimated amount of \$143,000.

**b. MARCH 31, 2026 FISCAL YEAR TO DATE FINANCIAL STATEMENTS**

(Andrea Salazar, Chief Financial Officer)

Receive and file the March 31, 2026 Income Statement and Balance Sheet Reports.

**c. ANNUAL ADOPTION OF STATEMENT OF INVESTMENT POLICY**

(Greg Dupree, Accounting Manager)

Adopt Resolution No. 3335-26 (superseding Resolution No. 3311-25), adopting the Statement of Investment Policy.

**d. RECEIVE AND FILE PAYMENT OF CLAIMS** (Greg Dupree, Accounting Manager)

Receive and file Payment of Claims in the amount of \$1,390,263.37.

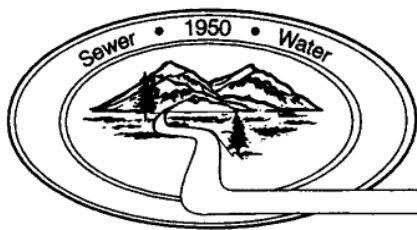
**e. REGULAR BOARD MEETING MINUTES: May 21, 2026**

(Melonie Guttry, Executive Services Manager/Clerk of the Board)

Approve May 21, 2026, Minutes

General Manager  
Paul Hughes

Directors  
Nick Haven  
Shane Romsos  
Joel Henderson  
Kelly Sheehan  
Nick Exline



# South Tahoe Public Utility District

1275 Meadow Crest Drive • South Lake Tahoe • CA 96150-7401  
Phone 530 544-6474 • Fax 530 541-0614 • www.stpud.us

## BOARD AGENDA ITEM 4a

**TO:** Board of Directors  
**FROM:** Aaron Buckman, Manager of Plant Operations  
**MEETING DATE:** June 04, 2026  
**ITEM – PROJECT NAME:** 2026-2027 Polymer Supplies Contract

**REQUESTED BOARD ACTION:** Authorize a one-year extension of the Polymer Purchase Contract for Fiscal Year 2026/2027 with Polydyne, Inc., in the estimated amount of \$143,000.

**DISCUSSION:** Polymer is used as a dewatering aid in the biosolids handling process. An invitation to pre-qualify was advertised and posted on PlanetBids in January 2025. Among the pre-qualified products, Polydyne, Inc.'s WE-2887 provided the best price-to-performance result and was awarded the Contract by the Board on September 18, 2025. Due to the complexity of testing qualified products, staff included an option for up to four additional one-year Contract extensions, subject to mutual agreement by the parties.

Staff have determined that it is in the District's best interest to extend the Contract with Polydyne, Inc. for an additional one-year term. Polydyne, Inc. has agreed to maintain pricing consistent with the previous year.

This item was reviewed by the Purchasing Manager.

**SCHEDULE:** Upon Board Approval

**COSTS:** \$143,000

**ACCOUNT NO:** 10.12.4720

**BUDGETED AMOUNT AVAILABLE:** \$154,157 (Fiscal Year 2026/2027)

**IDENTIFIED CAPITAL IMPROVEMENT PROJECT (CIP):**  Yes  No  N/A

**ATTACHMENTS:** Quote from Polydyne, Inc.

**CONCURRENCE WITH REQUESTED ACTION:**

**CATEGORY:** Sewer/Water

**GENERAL MANAGER:** YES AA NO \_\_\_\_\_

**CHIEF FINANCIAL OFFICER:** YES AS NO \_\_\_\_\_



Emailed to: [hbaugh@stpub.us](mailto:hbaugh@stpub.us)

May 21, 2026

Heidi C. Baugh, Purchasing Manager  
South Tahoe Public Utility District  
1275 Meadow Crest Drive  
South Lake Tahoe, CA 96150

SUBJECT: Contract Renewal Proposal for 2025-2026 Emulsion Polymer Bid

Dear Ms. Baugh,

The subject contract between Polydyne Inc. and the South Tahoe Public Utility District will expire as of June 31, 2026. At this time, Polydyne Inc. is pleased to offer the District an extension of the referenced contract for an additional year. The product and price will remain unchanged and is as follows:

PRODUCT	UNIT PRICE	PACKAGE
CLARIFLOC WE-2887	\$1.43/LB. DELIVERED*	2300 LB. TOTE

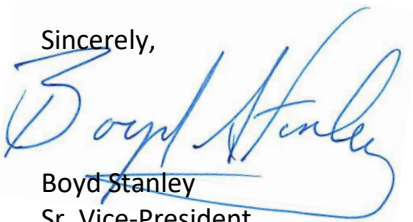
\*Above quoted price is exclusive of any applicable state and local taxes. All applicable taxes will appear as a separate line item on invoices.

The renewal Contract term will be July 01, 2026 through June 30, 2027.

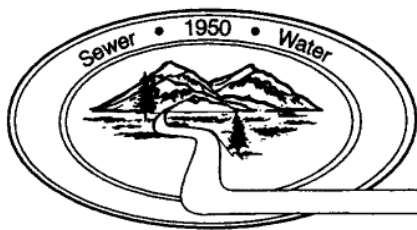
All other terms and conditions will remain the same.

We thank you for your business and look forward to continuing our valued partnership. If this proposal is acceptable to the District, please email [bids@polydyneinc.com](mailto:bids@polydyneinc.com). If you have any questions or need any additional information, please feel free to contact Cathy Huynh, Technical Sales Representative at (916) 200-6465 or by email to [Chuynh@polydyneinc.com](mailto:Chuynh@polydyneinc.com).

Sincerely,



Boyd Stanley  
Sr. Vice-President



# South Tahoe Public Utility District

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Phone 530 544-6474 • Fax 530 541-0614 • www.stpud.us

## BOARD AGENDA ITEM 4b

**TO:** Board of Directors

**FROM:** Andrea Salazar, Chief Financial Officer

**MEETING DATE:** June 4, 2026

**ITEM – PROJECT NAME:** March 31, 2026 Fiscal Year to Date Financial Statements

**REQUESTED BOARD ACTION:** Receive and file the March 31, 2026 Income Statement and Balance Sheet Reports.

**DISCUSSION:** The District's auditors, Mann, Urrutia, Nelson CPA's and Associates, recommend that the District's Quarterly Financial Statements be placed on the Board meeting Agenda for receipt and file by the Board of Directors. Attached are the March 31, 2026, fiscal year to date Income Statements and Balance Sheet for the Water and Sewer Funds.

### **Revenue Analysis**

Water and sewer service charge revenues through the third quarter ending March 31, 2026 are both at 74% of budget. Both are on target with budget. This is typical as consumption decreases throughout the winter months, total water service charges balance out from the higher receipts in the first quarter of the year due to irrigation.

Other revenues included in the category "Charges for Sales and Services" include capacity fees and permit fees, the majority of which are collected at either the beginning or end of the fiscal year, during construction season. Water and sewer connection and service fees are at 64% and 110% of budget on March 31, 2026. Sewer connection fees are greater than budget due to another phase of the Sugar Pine housing complex.

Combined water and sewer tax revenue is at 49.9% of budget. The next tax revenue distribution will occur in April 2026. Total investment earnings through March 31, 2026 reflect the reversal of year-end fair market value adjustments from Fiscal Year 2025 and will be booked intermittently through the remainder of Fiscal Year 2026. Typically, grant revenues are negative in the first few months of the year due to the reversal of year-end accrual adjustments. This will normalize throughout the year as grant revenue is recognized as can be seen in the Water Fund for this period. Combined other

operating and nonoperating revenues are at 130.9% of budget. These revenues are received sporadically throughout the year unlike service charges and as such the percentage recognized compared to budget can vary vastly both on a quarterly and year-over-year basis. The significant budget overage in the Sewer Fund for Other Income includes a prior quarter State Revolving Fund (SRF) Loan Reimbursement of \$644,486.

**Expense Analysis**

Water and sewer operating expenses through March 31, 2026, are at 58% and 57% of budget. It is important to note that fourth quarter year-end payroll and other accrual entries can erase savings recorded early in the year.

Debt service payments are recorded on specific due dates, not evenly distributed throughout the year, so the percentage of budget spent is not a relevant statistic until all payments for the year have been made.

Water and sewer capital outlay spending through March 31, 2026, is \$11.5 million and \$3.2 million representing 68% and 17% of budget. Most of these expenditures are incurred at the beginning and end of the fiscal year, during construction season. At the end of the fiscal year an analysis is performed to determine the status of projects and the potential need to roll budgeted funds into the next year for incomplete projects, or to increase capital reserves for future use.

**Recommendation**

District staff recommends the Board receive and file the attached March 31, 2026, income statements and balance sheet as presented.

**SCHEDULE:** N/A

**COSTS:** N/A

**ACCOUNT NO:** N/A

**BUDGETED AMOUNT AVAILABLE:** N/A

**IDENTIFIED CAPITAL IMPROVEMENT PROJECT (CIP):**  Yes  No  N/A

**ATTACHMENTS:** March 31, 2026 Income Statement and Balance Sheet

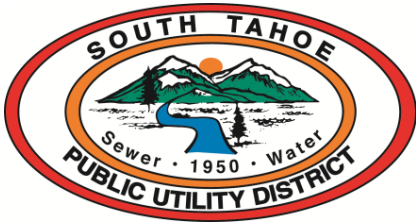
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**CONCURRENCE WITH REQUESTED ACTION:**

**CATEGORY:** Sewer/Water

**GENERAL MANAGER:** YES AS NO \_\_\_\_\_

**CHIEF FINANCIAL OFFICER:** YES AS NO \_\_\_\_\_



# Income Statement

Through 03/31/26  
Summary Listing

Classification	Annual Budget Amount	MTD Actual Amount	YTD Actual Amount	Budget Less YTD Actual	% of Budget	Prior Year Total Actual
<b>Fund Category Proprietary Funds</b>						
<b>Fund Type Enterprise Funds</b>						
<b>Fund 10 - Sewer Fund</b>						
<i>Operating Revenue</i>						
<i>Charges for sales and services</i>						
Service charges	22,873,349.00	1,875,205.08	16,860,637.96	6,012,711.04	74	20,658,699.79
Connection and service fees	547,400.00	4,965.00	600,171.59	(52,771.59)	110	614,090.02
Other operating income	521,910.00	120,718.52	462,723.23	59,186.77	89	524,338.25
<i>Charges for sales and services Totals</i>	<b>\$23,942,659.00</b>	<b>\$2,000,888.60</b>	<b>\$17,923,532.78</b>	<b>\$6,019,126.22</b>	<b>75%</b>	<b>\$21,797,128.06</b>
<i>Operating Revenue Totals</i>	<b>\$23,942,659.00</b>	<b>\$2,000,888.60</b>	<b>\$17,923,532.78</b>	<b>\$6,019,126.22</b>	<b>75%</b>	<b>\$21,797,128.06</b>
<i>Non Operating Revenue</i>						
Tax revenue	10,130,806.00	(85,304.24)	6,181,428.29	3,949,377.71	61	8,485,765.26
Investment earnings	236,000.00	.85	(99,372.88)	335,372.88	(42)	1,541,906.50
Aid from governmental agencies	114,000.00	.00	(126,520.94)	240,520.94	(111)	288,270.67
Other nonoperating income	306,219.00	3,207.95	689,731.80	(383,512.80)	225	130,153.81
<i>Non Operating Revenue Totals</i>	<b>\$10,787,025.00</b>	<b>(\$82,095.44)</b>	<b>\$6,645,266.27</b>	<b>\$4,141,758.73</b>	<b>62%</b>	<b>\$10,446,096.24</b>
<i>Operating Expenses</i>						
Wages Full Time	9,882,617.00	902,223.38	6,166,720.35	3,715,896.65	62	8,690,397.60
Wages Part-Time	283,100.00	11,581.49	194,974.43	88,125.57	69	182,429.55
Benefits	5,322,387.00	397,840.77	3,028,077.57	2,294,309.43	57	5,397,314.23
Depreciation and amortization	5,962,000.00	.00	2,444,715.11	3,517,284.89	41	5,775,589.73
Utilities	4,350,930.00	261,347.60	2,881,222.59	1,469,707.41	66	4,265,441.68
Repairs and maintenance	1,742,017.00	160,952.83	1,249,708.99	492,308.01	72	1,475,901.04
Other operating expenses	4,311,417.00	179,174.42	2,275,857.00	2,035,560.00	53	3,562,732.10
<i>Operating Expenses Totals</i>	<b>\$31,854,468.00</b>	<b>\$1,913,120.49</b>	<b>\$18,241,276.04</b>	<b>\$13,613,191.96</b>	<b>57%</b>	<b>\$29,349,805.93</b>
<i>Nonoperating Expenses</i>						
Debt Service - Net	2,111,802.00	.00	.00	2,111,802.00	0	.00
Interest expense	1,307,122.00	.00	573,013.40	734,108.60	44	1,232,039.92
Other expense	883,883.00	8,590.28	162,087.65	721,795.35	18	859,003.27
<i>Nonoperating Expenses Totals</i>	<b>\$4,302,807.00</b>	<b>\$8,590.28</b>	<b>\$735,101.05</b>	<b>\$3,567,705.95</b>	<b>17%</b>	<b>\$2,091,043.19</b>
Capital Outlay Expenditures	19,547,747.00	451,096.46	3,256,127.23	16,291,619.77	17	(2.27)
<b>Fund 10 - Sewer Fund Totals</b>						
<b>REVENUE TOTALS</b>	<b>34,729,684.00</b>	<b>1,918,793.16</b>	<b>24,568,799.05</b>	<b>10,160,884.95</b>	<b>71%</b>	<b>32,243,224.30</b>
<b>EXPENSE TOTALS</b>	<b>55,705,022.00</b>	<b>2,372,807.23</b>	<b>22,232,504.32</b>	<b>33,472,517.68</b>	<b>40%</b>	<b>31,440,846.85</b>
<b>Fund 10 - Sewer Fund Net Gain (Loss)</b>	<b>(\$20,975,338.00)</b>	<b>(\$454,014.07)</b>	<b>\$2,336,294.73</b>	<b>(\$23,311,632.73)</b>	<b>(11%)</b>	<b>\$802,377.45</b>



# Income Statement

Through 03/31/26  
Summary Listing

Classification	Annual Budget Amount	MTD Actual Amount	YTD Actual Amount	Budget Less YTD Actual	% of Budget	Prior Year Total Actual
Fund Category <b>Proprietary Funds</b>						
Fund Type <b>Enterprise Funds</b>						
Fund <b>20 - Water Fund</b>						
<i>Operating Revenue</i>						
<i>Charges for sales and services</i>						
Service charges	18,144,396.00	1,378,853.62	13,497,140.68	4,647,255.32	74	16,795,561.60
Connection and service fees	788,345.00	206.00	505,537.45	282,807.55	64	761,276.10
Other operating income	225,000.00	19,348.82	201,482.05	23,517.95	90	305,553.71
<i>Charges for sales and services Totals</i>	<b>\$19,157,741.00</b>	<b>\$1,398,408.44</b>	<b>\$14,204,160.18</b>	<b>\$4,953,580.82</b>	<b>74%</b>	<b>\$17,862,391.41</b>
<i>Operating Revenue Totals</i>	<b>\$19,157,741.00</b>	<b>\$1,398,408.44</b>	<b>\$14,204,160.18</b>	<b>\$4,953,580.82</b>	<b>74%</b>	<b>\$17,862,391.41</b>
<i>Non Operating Revenue</i>						
Tax revenue	2,585,091.00	85,304.24	174,840.26	2,410,250.74	7	3,983,540.48
Investment earnings	118,000.00	31.11	(75,129.10)	193,129.10	(64)	975,188.97
Aid from governmental agencies	1,981,590.00	.00	920,974.35	1,060,615.65	46	469,769.51
Other nonoperating income	223,256.00	3,207.94	317,524.90	(94,268.90)	142	294,625.69
<i>Non Operating Revenue Totals</i>	<b>\$4,907,937.00</b>	<b>\$88,543.29</b>	<b>\$1,338,210.41</b>	<b>\$3,569,726.59</b>	<b>27%</b>	<b>\$5,723,124.65</b>
<i>Operating Expenses</i>						
Wages Full Time	6,640,706.00	611,640.43	4,147,202.51	2,493,503.49	62	5,555,853.49
Wages Part-Time	310,200.00	11,578.70	223,744.94	86,455.06	72	183,914.08
Benefits	3,484,454.00	265,058.16	1,973,983.63	1,510,470.37	57	3,433,949.58
Depreciation and amortization	4,847,000.00	.00	2,212,019.87	2,634,980.13	46	5,040,499.43
Utilities	1,693,480.00	149,944.38	1,200,252.57	493,227.43	71	2,041,651.99
Repairs and maintenance	2,538,467.00	159,765.44	2,129,749.86	408,717.14	84	2,271,020.71
Other operating expenses	3,717,100.00	255,663.69	1,530,656.14	2,186,443.86	41	2,526,917.59
<i>Operating Expenses Totals</i>	<b>\$23,231,407.00</b>	<b>\$1,453,650.80</b>	<b>\$13,417,609.52</b>	<b>\$9,813,797.48</b>	<b>58%</b>	<b>\$21,053,806.87</b>
<i>Nonoperating Expenses</i>						
Debt Service - Net	1,429,959.00	.00	.00	1,429,959.00	0	.00
Interest expense	1,144,583.00	.00	440,697.43	703,885.57	39	1,108,045.03
Other expense	46,005.00	2,000.00	61,810.45	(15,805.45)	134	59,192.48
<i>Nonoperating Expenses Totals</i>	<b>\$2,620,547.00</b>	<b>\$2,000.00</b>	<b>\$502,507.88</b>	<b>\$2,118,039.12</b>	<b>19%</b>	<b>\$1,167,237.51</b>
Capital Outlay Expenditures	16,976,674.00	320,753.80	11,571,812.51	5,404,861.49	68	(2.71)
<b>Fund 20 - Water Fund Totals</b>						
<b>REVENUE TOTALS</b>	<b>24,065,678.00</b>	<b>1,486,951.73</b>	<b>15,542,370.59</b>	<b>8,523,307.41</b>	<b>65%</b>	<b>23,585,516.06</b>
<b>EXPENSE TOTALS</b>	<b>42,828,628.00</b>	<b>1,776,404.60</b>	<b>25,491,929.91</b>	<b>17,336,698.09</b>	<b>60%</b>	<b>22,221,041.67</b>
<b>Fund 20 - Water Fund Net Gain (Loss)</b>	<b>(\$18,762,950.00)</b>	<b>(\$289,452.87)</b>	<b>(\$9,949,559.32)</b>	<b>(\$8,813,390.68)</b>	<b>53%</b>	<b>\$1,364,474.39</b>
<b>Fund Type Enterprise Funds Totals</b>						
<b>REVENUE TOTALS</b>	<b>58,795,362.00</b>	<b>3,405,744.89</b>	<b>40,111,169.64</b>	<b>18,684,192.36</b>	<b>68%</b>	<b>55,828,740.36</b>
<b>EXPENSE TOTALS</b>	<b>98,533,650.00</b>	<b>4,149,211.83</b>	<b>47,724,434.23</b>	<b>50,809,215.77</b>	<b>48%</b>	<b>53,661,888.52</b>



# Income Statement

Through 03/31/26  
Summary Listing

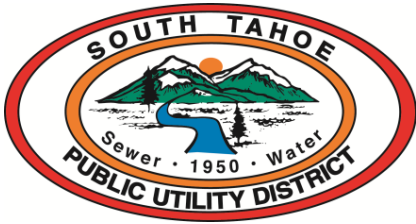
Classification		Annual Budget Amount	MTD Actual Amount	YTD Actual Amount	Budget Less YTD Actual	% of Budget	Prior Year Total Actual
Fund Category	<b>Proprietary Funds</b>						
Fund Type	<b>Enterprise Funds</b> Net Gain (Loss)	(\$39,738,288.00)	(\$743,466.94)	(\$7,613,264.59)	(\$32,125,023.41)	19%	\$2,166,851.84
Fund Category	<b>Proprietary Funds</b> Totals						
	REVENUE TOTALS	58,795,362.00	3,405,744.89	40,111,169.64	18,684,192.36	68%	55,828,740.36
	EXPENSE TOTALS	98,533,650.00	4,149,211.83	47,724,434.23	50,809,215.77	48%	53,661,888.52
Fund Category	<b>Proprietary Funds</b> Net Gain (Loss)	(\$39,738,288.00)	(\$743,466.94)	(\$7,613,264.59)	(\$32,125,023.41)	19%	\$2,166,851.84
	Grand Totals						
	REVENUE TOTALS	58,795,362.00	3,405,744.89	40,111,169.64	18,684,192.36	68%	55,828,740.36
	EXPENSE TOTALS	98,533,650.00	4,149,211.83	47,724,434.23	50,809,215.77	48%	53,661,888.52
	Grand Total Net Gain (Loss)	(\$39,738,288.00)	(\$743,466.94)	(\$7,613,264.59)	(\$32,125,023.41)	19%	\$2,166,851.84



# Balance Sheet

Through 03/31/26  
Consolidated Summary Listing

Classification	Current YTD Balance	Prior Year Total Actual	Net Change	Change %
Fund Category <b>Proprietary Funds</b>				
Fund Type <b>Enterprise Funds</b>				
<b>ASSETS</b>				
<i>Current Assets</i>				
Cash and Cash Equivalents	16,701,812.72	19,744,242.36	(3,042,429.64)	(15.41)
Investments	540,306.00	963,373.74	(423,067.74)	(43.92)
Accounts Receivable	4,880,031.63	4,486,208.50	393,823.13	8.78
Current Lease Receivable	77,682.00	77,682.00	.00	.00
Due From Governmental Agencies	128,657.75	1,667,671.22	(1,539,013.47)	(92.29)
Property Tax Receivable	.00	11,928,897.00	(11,928,897.00)	(100.00)
Interest Receivable	235,247.77	260,929.96	(25,682.19)	(9.84)
Other Current Assets	2,342,036.10	1,715,689.62	626,346.48	36.51
<i>Current Assets Totals</i>	<u>\$24,905,773.97</u>	<u>\$40,844,694.40</u>	<u>(\$15,938,920.43)</u>	<u>(39.02%)</u>
<i>Noncurrent Assets</i>				
<i>Restricted Assets</i>				
Cash and Cash Equivalents	25,804,856.27	28,599,394.92	(2,794,538.65)	(9.77)
Certificate of Deposit	165,000.00	165,000.00	.00	.00
<i>Restricted Assets Totals</i>	<u>\$25,969,856.27</u>	<u>\$28,764,394.92</u>	<u>(\$2,794,538.65)</u>	<u>(9.72%)</u>
Long-Term Accounts Receivable	766,875.70	1,246,333.24	(479,457.54)	(38.47)
Long Term Lease Receivable	1,577,159.44	1,577,159.44	.00	.00
Subscription Assets	472,336.00	472,336.00	.00	.00
Due From Other Governmental Agencies	146,040.00	146,040.00	.00	.00
Investments	27,251,056.94	27,046,767.71	204,289.23	.76
Capital Assets	224,519,915.43	229,176,650.41	(4,656,734.98)	(2.03)
Construction in Progress	31,237,137.04	31,237,137.03	.01	.00
<i>Noncurrent Assets Totals</i>	<u>\$311,940,376.82</u>	<u>\$319,666,818.75</u>	<u>(\$7,726,441.93)</u>	<u>(2.42%)</u>
<i>Deferred Outflows of Resources</i>				
Refunding Loan Costs	28,112.92	37,483.88	(9,370.96)	(25.00)
Changes in the Pension Liability	6,117,074.00	6,117,074.00	.00	.00
<i>Deferred Outflows of Resources Totals</i>	<u>\$6,145,186.92</u>	<u>\$6,154,557.88</u>	<u>(\$9,370.96)</u>	<u>(0.15%)</u>
<b>ASSETS TOTALS</b>	<u>\$342,991,337.71</u>	<u>\$366,666,071.03</u>	<u>(\$23,674,733.32)</u>	<u>(6.46%)</u>
<b>LIABILITIES AND FUND EQUITY</b>				
<b>LIABILITIES</b>				
<i>Current Liabilities</i>				
Accounts Payable and Other Liabilities	1,982,585.60	4,101,447.67	(2,118,862.07)	(51.66)
Unearned Revenue	19,005.00	17,337.00	1,668.00	9.62
Accrued Expenses	(1,188,032.99)	1,360,859.20	(2,548,892.19)	(187.30)
Accrued Interest Payable	(108,115.00)	1,145,799.53	(1,253,914.53)	(109.44)
Compensated Absences	1,329,773.43	1,574,007.03	(244,233.60)	(15.52)
Long Term Liabilities - Current Portion	3,596,857.27	3,596,857.27	.00	.00



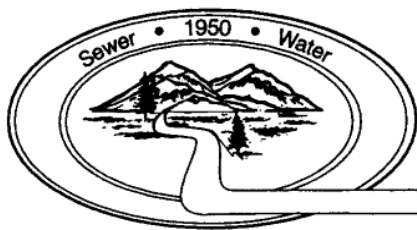
# Balance Sheet

Through 03/31/26  
Consolidated Summary Listing

Classification	Current YTD Balance	Prior Year Total Actual	Net Change	Change %
Fund Category <b>Proprietary Funds</b>				
Fund Type <b>Enterprise Funds</b>				
<b>LIABILITIES AND FUND EQUITY</b>				
<b>LIABILITIES</b>				
<i>Current Liabilities</i>				
Subscription Liabilities	233,795.00	233,795.00	.00	.00
<i>Current Liabilities Totals</i>	\$5,865,868.31	\$12,030,102.70	(\$6,164,234.39)	(51.24%)
<i>Noncurrent Liabilities</i>				
Compensated Absences - Long Term Portion	882,767.55	1,711,039.21	(828,271.66)	(48.41)
Long Term Liabilities - Long Term Portion	97,649,154.06	95,093,285.30	2,555,868.76	2.69
Subscription Liabilities	84,826.00	84,826.00	.00	.00
Net Pension Liability	15,902,470.00	15,935,462.00	(32,992.00)	(.21)
<i>Noncurrent Liabilities Totals</i>	\$114,519,217.61	\$112,824,612.51	\$1,694,605.10	1.50%
<i>Deferred Inflows of Resources</i>				
Property Tax Receivable	.00	11,928,897.00	(11,928,897.00)	(100.00)
Lease Receivable	1,548,664.20	1,548,664.20	.00	.00
Changes in Net Pension Liability	124,005.00	124,005.00	.00	.00
<i>Deferred Inflows of Resources Totals</i>	\$1,672,669.20	\$13,601,566.20	(\$11,928,897.00)	(87.70%)
<b>LIABILITIES TOTALS</b>	\$122,057,755.12	\$138,456,281.41	(\$16,398,526.29)	(11.84%)
<b>FUND EQUITY</b>				
Restricted for capital asset purchases	120,653,677.34	120,653,677.34	.00	.00
Unrestricted	107,556,112.28	107,556,112.28	.00	.00
<b>FUND EQUITY TOTALS Prior to Current Year Changes</b>	\$228,209,789.62	\$228,209,789.62	\$0.00	0.00%
Prior Year Fund Equity Adjustment	.00	.00		
Fund Revenues	(40,448,227.20)	(55,828,740.36)		
Fund Expenses	47,724,434.23	53,661,888.52		
<b>FUND EQUITY TOTALS</b>	\$220,933,582.59	\$230,376,641.46	(\$9,443,058.87)	(4.10%)
<b>LIABILITIES AND FUND EQUITY</b>	\$342,991,337.71	\$368,832,922.87	(\$25,841,585.16)	(7.01%)
Fund Type <b>Enterprise Funds</b> Totals	\$0.00	(\$2,166,851.84)	\$2,166,851.84	100.00%
Fund Category <b>Proprietary Funds</b> Totals	\$0.00	(\$2,166,851.84)	\$2,166,851.84	100.00%
Grand Totals	\$0.00	(\$2,166,851.84)	\$2,166,851.84	100.00%

General Manager  
Paul Hughes

Directors  
Nick Haven  
Shane Romsos  
Joel Henderson  
Kelly Sheehan  
Nick Exline



# South Tahoe Public Utility District

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## BOARD AGENDA ITEM 4c

**TO:** Board of Directors

**FROM:** Greg Dupree, Accounting Manager

**MEETING DATE:** June 4, 2026

**ITEM – PROJECT NAME:** Annual Adoption of Statement of Investment Policy

**REQUESTED BOARD ACTION:** Adopt Resolution No. 3335-26, (superseding Resolution No. 3311-25) adopting the Statement of Investment Policy.

**DISCUSSION:** The current Investment Policy was adopted June 5, 2025. The Policy requires annual review and adoption by the Board of Directors. The District Investment Advisor, PFM Asset Management LLC, has conducted a review of the Policy and has recommended changes as outlined in the attached PFM Memorandum.

**SCHEDULE:** Upon Board Approval

**COSTS:** N/A

**ACCOUNT NO:** N/A

**BUDGETED AMOUNT AVAILABLE:** N/A

**IDENTIFIED CAPITAL IMPROVEMENT PROJECT (CIP):**  Yes  No  N/A

**ATTACHMENTS:** Resolution No. 3335-26, PFM Memorandum, and Statement of Investment Policy

**CONCURRENCE WITH REQUESTED ACTION:**

**CATEGORY:** Sewer/Water

**GENERAL MANAGER:** YES AA NO \_\_\_\_\_

**CHIEF FINANCIAL OFFICER:** YES AS NO \_\_\_\_\_



**Memorandum**

**To:** Andrea Salazar, Chief Financial Officer  
Greg Dupree, Accounting Manager  
*South Tahoe Public Utility District*

**From:** Monique Spyke, Managing Director  
Allison Kaune, Relationship Manager  
*PFM Asset Management*

**RE:** 2026 Investment Policy Review

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At your request, PFM Asset Management, a division of U.S. Bancorp Asset Management Inc. (“PFMAM”), reviewed South Tahoe Public Utility District’s (“District”) Investment Policy (“Policy”), as part of the District’s annual review process. The Policy remains in compliance with the statutes of California Government Code (the “Code”) that regulate the investment of public funds for local agencies.

Effective, January 1, 2026, after the passage of Senate Bills (“SB”) 827, 852, SB 595 and 858, several changes were made to California Government Code impacting or related to the investment of public funds. Below we summarize the Code changes, by Senate Bill, and subsequent Policy recommendations, as appropriate. We have also included a draft Policy to illustrate our suggested edits.

SB 595 and 858 amended Code Section 53601, which governs the investment of public funds by local agencies, with the following updates.

- The maximum maturity for eligible commercial paper was extended from 270 days to 397 days. The District may want to consider editing Policy *Section VIII. Permitted Investments*, paragraph H, to address this change.
- In periods of low interest rates, law had authorized local agencies to invest in U.S. government securities that could result in zero-interest accrual if held to maturity until January 1, 2026. This provision was extended to January 1, 2031. To adopt this Code change, we recommend that the District edit the relevant sunset date in Policy section *IX Prohibited Investments*, as shown in the attached draft Policy.
- Local agencies with at least \$100 million in investment assets are permitted to invest a maximum of 40% of its money in commercial paper. This provision was set to expire and revert to a maximum of 25% on January 1, 2026, but was extended to



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January 1, 2031. The District's Policy allows for a maximum of 25% in commercial paper and so no changes are necessary.

SB 827 revised Code Section 53238 et seq and is intended to enhance training requirements for certain local agency officials, including additional fiscal and financial training. The District's Investment Policy does not address training requirements and so no changes are necessary to the Investment Policy. However, we recommend that you review the new training requirements.

SB 852 is intended to strengthen transparency and ethics rules of the Political Reform Act by adding public officials who manage public investments to the list of individuals for whom the Fair Political Practices Commission ("Commission") is the filing officer for statements of economic interest and requires those officials to file using the Commission's electronic filing system. The District's Policy does not address those who qualify as a filing officer and no changes are necessary to the Investment Policy. However, we recommend that you review the changes to understand if any changes need to be made to the District's filing procedures.

Please let us know if you have any questions or if you would like to set up a time to discuss our review.

# **SOUTH TAHOE PUBLIC UTILITY DISTRICT STATEMENT OF INVESTMENT POLICY**

## **I Statement of Intent**

This statement of investment policy is adopted to establish an overall policy and procedures for the management and investment South Tahoe Public Utility District's funds available for investment. This policy is effective as of its adoption by the Board of Directors. It will be reviewed by the Board and readopted at least once each year.

## **II Scope of Policy**

This policy covers all funds and investment activities under the direct authority of the District. It does not cover funds related to funds held in a trust for retiree pension or medical benefits or District borrowing. The investments for debt issues are controlled by documents related to each debt issue.

## **III Objectives**

The investment program shall be designed and managed with a degree of professionalism worthy of the public trust. The District's primary investment objectives, in order of priority, shall be:

### **A Safety**

Safety of principal is the foremost objective of the District. Investments shall be made in a manner that first seeks to ensure the preservation of capital in the overall portfolio. And, second seeks to minimize capital losses, whether they be from securities defaults or erosion of market value.

### **B Liquidity**

The investment portfolio shall be structured to provide sufficient liquidity to enable the District to meet its cash flow requirements. An adequate percentage of the portfolio should be maintained in liquid short-term securities, which can be converted to cash if necessary to meet disbursement requirements. Since all cash requirements cannot be anticipated, investments in securities with active secondary or retail markets are highly recommended. Emphasis is on marketable securities with low sensitivity to market risk.

### **C Yield**

The investment program shall be designed with the objective of attaining a market rate of return on its investments consistent with the constraints imposed by its safety objective and cash flow considerations. Yield should become a consideration only after the basic requirements of safety and liquidity have been met.

## **IV Prudence**

The District adheres to the guidance provided by the "prudent investor rule," which states that when investing, reinvesting, purchasing, acquiring, exchanging, selling, or managing public funds, a trustee shall act with care, skill, prudence, and diligence under the circumstances then prevailing, including, but not limited to, the general economic conditions and the anticipated needs of the agency, that a prudent person acting in a like

capacity and familiarity with those matters would use in the conduct of funds of a like character and with like aims, to safeguard the principal and maintain the liquidity needs of the agency.

Authorized individuals acting in accordance with this Policy and written procedures and exercising due diligence shall be relieved of personal responsibility for an individual security's credit risk or market price changes, provided deviations from expectations are reported in a timely fashion.

#### **V Delegation of Authority**

The Board of Directors has delegated management responsibility for the investment program to the Chief Financial Officer, who is designated as the Investment Officer of the District. This delegation is for a one-year period. Subject to review, the Board may renew the delegation of authority each year. In the Chief Financial Officer's absence, the Accounting Manager shall act as the Investment Officer. The Chief Financial Officer shall develop and maintain administrative procedures for the operation of the investment program, consistent with this investment policy.

All participants in the investment process shall act as custodians of the public trust. Investment officials shall recognize that the investment portfolio is subject to public review and evaluation. The overall program shall be designed and managed with a degree of professionalism that is worthy of the public trust.

#### **VI Internal Controls**

The Chief Financial Officer shall establish a system of internal controls, which shall be reviewed annually by the independent auditor. The controls shall be designed to prevent loss of public funds arising from fraud, error, misrepresentation, unanticipated market changes or imprudent actions. Controls deemed most important include: minimization of opportunities for collusion, separation of duties, separating transaction authority from accounting and record keeping, custodial safekeeping, avoidance of bearer-form securities, specific limitation regarding securities losses and remedial actions, written confirmation of all transactions, minimizing the number of authorized investment officials, documentation of transactions and strategies, and proper review and approval of brokerage accounts and investment transactions.

#### **VII Reporting**

The Investment Officer, or her designee, shall submit a monthly investment report to the Board of Directors. The monthly report shall be submitted within 45 days following the end of the month covered by the report. The monthly reports shall include all investments held by the District, and/or under the management of any outside party and shall include: a list of security transactions; the type of investment; issuer; date of maturity; par and dollar amount invested on all securities; current market value on all securities (including the source of this valuation); a statement that the portfolio is in compliance with this Policy or the manner in which it is not in compliance; and, a statement that the District has the ability to meet its expenditure requirements for the next 6 months or an explanation as to why sufficient money may not be available.

## **VIII Permitted Investments**

Sections 53600 et. seq. of the California Government Code provide basic investment limits and guidelines for government entities. Within the investments permitted by the Government Code, the District seeks to further restrict eligible investments as provided below. In the event an apparent discrepancy is found between this Policy and the Government Code, the more restrictive parameters shall take precedence. The Investment Officer shall invest District moneys as directed by this Policy and only in the investments specifically authorized in this section. Where this Policy specifies a percentage limitation for a particular security type or issuer, that percentage is applicable at the time the security is purchased. Credit criteria listed in this section refers to the credit rating at the time the security is purchased. For purposes of compliance with this Policy, an investment's term or remaining maturity shall be measured from the settlement date to final maturity. A security purchased in accordance with this section shall not have a forward settlement date exceeding 45 days from time of investment.

### **A U.S. Treasury Instruments**

United States Treasury notes, bonds, bills or certificates of indebtedness, or those for which the full faith and credit of the United States is pledged for payment of principal and interest.

### **B Federal Agency and Instrumentality Securities**

Federal agency or United States government-sponsored enterprise obligations, participations, or other instruments, including those issued by or fully guaranteed as to principal and interest by federal agencies or United States government-sponsored enterprises.

The District should target a maximum allocation of 25% to callable Federal agency securities.

### **C State of California Municipal Obligations**

Registered state warrants or treasury notes or bonds of this state, including bonds payable solely out of the revenues from a revenue-producing property owned, controlled, or operated by the state or by a department, board, agency, or authority of the state. Eligible investments shall be rated in a rating category of "A" for long-term, "A-1" for short-term, their equivalent, or better by one or more nationally recognized statistical-rating organization (NRSRO).

### **D Other 49 States Municipal Obligations**

Registered treasury notes or bonds of any of the other 49 states in addition to California, including bonds payable solely out of the revenues from a revenue-producing property owned, controlled, or operated by a state or by a department, board, agency, or authority of any of the other 49 states, in addition to California. Eligible investments shall be rated in a rating category of "A" for long-term, "A-1" for short-term, their equivalent, or better by at least one NRSRO.

### **E California Local Agency Municipal Obligations**

Bonds, notes, warrants, or other evidences of indebtedness of a local agency within this state, including bonds payable solely out of the revenues from a revenue-producing property owned, controlled, or operated by the local agency,

or by a department, board, agency, or authority of the local agency. Eligible investments shall be rated in a rating category of “A” for long-term, “A-1” for short-term, their equivalent, or better by at least one NRSRO.

**F U.S. Corporate Debt**

Medium-term notes, defined as all corporate and depository institution securities with a maximum remaining maturity of five (5) years or less, issued by corporations organized and operating within the United States or depository institutions licensed by the United States or any state and operating within the United States. Eligible investments shall be rated in a rating category of “A” or the equivalent or better by at least one NRSRO. A maximum of 30% of the District’s portfolio may be invested in this category.

**G Negotiable Certificates of Deposit**

Negotiable certificates of deposit (CDs) issued by a nationally or state-chartered bank or a state or federal association or by a federally- or state-licensed branch of a foreign bank. Eligible investments shall be rated in a rating category of “A” for long-term, “A-1” for short-term, their equivalent, or better by at least one NRSRO. A maximum of 30% of the District’s portfolio may be invested in this category.

**H Commercial Paper**

Commercial paper of “prime” quality of the highest ranking or of the highest letter and number rating as provided for by a NRSRO. The entity that issues the commercial paper shall meet all of the following conditions in either paragraph (1) or paragraph (2):

(1) The entity meets the following criteria: (i) Is organized and operating within the United States as a general corporation. (ii) Has total assets in excess of five hundred million dollars (\$500,000,000). (iii) Has debt other than commercial paper, if any, that is rated in a rating category of “A” or higher, or the equivalent, by a NRSRO.

(2) The entity meets the following criteria: (i) Is organized within the United States as a special purpose corporation, trust, or limited liability company. (ii) Has program wide credit enhancements including, but not limited to, over collateralization, letters of credit, or surety bond. (iii) Has commercial paper that is rated “A-1” or higher, or the equivalent, by a NRSRO.

Eligible commercial paper shall have a maximum of 397 days or less. A maximum of 25% of the District’s portfolio may be invested in this category.

**I Bank Deposits**

FDIC insured or fully collateralized demand deposit accounts, savings accounts, market rate accounts, time certificates of deposits in state or national banks located in California. As required by Government Code §53649, the District shall have a signed contract with each financial institution with the District’s funds on deposit. Any financial institution accepting the District’s funds for deposit must comply with the requirements of Government Code

§53630 et seq., including collateralization of deposits. The District may waive the collateralization requirements for any portion of the deposit that is covered by Federal deposit insurance. To be eligible to receive District deposits, the financial institution must have received a minimum overall rating “satisfactory” in its most recent evaluation of its record of meeting the credit needs of California communities, as required by Government Code §53635 et. seq. A maximum of 20% of the District’s portfolio may be invested in time certificates of deposit.

**J Bankers’ Acceptances**

Bankers’ acceptances which are otherwise known as bills of exchange or time drafts that are drawn on and accepted by a domestic commercial bank. Purchases are limited to issuers whose short-term debt is rated at least A-1/P-1. Bankers’ acceptances cannot exceed a maturity of 180 days. A maximum of 40% of the District’s portfolio may be invested in this category.

**K State of California’s Local Agency Investment Fund (LAIF)**

If the District has funds invested in LAIF, the District shall maintain on file LAIF’s current investment policy and its requirements for participation, including limitations on deposits and withdrawals. In addition, the District’s shall review annually investment policies of LAIF to ascertain that its funds are invested in accordance with the District’s investment objectives. Furthermore, the District shall review the provisions of these investment policies requiring internal controls on the investment process to ascertain that there is a division of responsibility in the investment procedures.

**L California Asset Management Trust**

A California common law trust established pursuant to Title 1, Division 7, Chapter 5 of the Government Code of the State of California. CAMP must be rated “AAAm” to be eligible for investment of District funds.

**M Money Market Funds**

Shares of beneficial interest issued by diversified management companies that are money market funds registered with the Securities and Exchange Commission under the Investment Company Act of 1940 (15 U.S.C. Sec. 80a-1 and following). The company shall have met either of the following criteria: (a) attained the highest ranking or the highest letter and numerical rating provided by not less than two nationally recognized statistical rating organizations and (b) retained an investment adviser registered or exempt from registration with the SEC with not less than five (5) years’ experience managing money market mutual funds with assets under management in excess of five hundred million dollars (\$500,000,000). A maximum of 20% of the District’s portfolio may be invested in this category.

**N El Dorado County Pool**

The District shall review at least annually the El Dorado County investment pool to ascertain that its funds in these pools are invested in accordance with the District’s investment objectives. The District shall also review the provisions of these investment policies requiring internal controls on the investment process to ascertain that there is a division of responsibility in the investment procedures.

**O Supranationals**

United States dollar denominated senior unsecured unsubordinated obligations issued or unconditionally guaranteed by the International Bank for Reconstruction and Development (IBRD), International Finance Corporation (IFC), or Inter-American Development Bank (IADB), with a maximum remaining maturity of five years or less, and eligible for purchase and sale within the United States. Investments under this subdivision shall be rated in a rating category of "AA", its equivalent, or better by at least one NRSRO. Purchases of supranationals shall not exceed 30% of the investment portfolio of the District.

**P Asset –Backed Securities**

Mortgage passthrough securities, collateralized mortgage obligations, mortgage-backed or other pay-through bonds, equipment lease-backed certificates, consumer receivable passthrough certificates, or consumer receivable-backed bonds. For securities eligible for investment under this subdivision not issued or guaranteed by an agency or issuer identified in subdivision A or B of this Policy section, the following limitations shall apply: (1) The security shall be rated in a rating category of "AA" or its equivalent or better by at least one NRSRO and have a maximum remaining maturity of five years or less. (2) Purchase of securities authorized by this subdivision may not exceed 20% of the District's total portfolio.

**IX Prohibited Investments:**

Investments by the District in securities permitted by the California Government Code, but not specifically approved by this investment policy are prohibited without the prior approval of the Board. The District is prohibited from buying on margin or from speculative buying. Furthermore, the District is prohibited from investing in equity-linked securities or from entering into financial futures contracts, options, or swaps. However, the District may purchase U.S. government securities which are discount or securities bearing interest.

In accordance with California Government Code §53601.6, the District shall not invest in inverse floaters, range notes, mortgage derived interest-only strips, or any security that could result in zero interest accrual if held to maturity.

Notwithstanding the prohibition in the preceding paragraph, the District may invest in securities issued by, or backed by, the United States government that could result in zero- or negative-interest accrual if held to maturity, in the event of, and for the duration of, a period of negative market interest rates. The District may hold these instruments until their maturity dates. Purchase of this investment type shall be allowed only until January 1, 2031, and as of that date is repealed.

**X Term of Investments**

The term of any investment may not exceed five years without express authority from Board of Directors received at least 90 days preceding the investment purchase.

## **XI Diversification**

The investment portfolio shall be diversified to avoid incurring unreasonable and avoidable risks regarding specific security types or individual financial institutions. The portfolio shall also be diversified with respect to the term of individual investments purchased by the District. In addition to the percentage limitations specified in Section VIII Permitted Investments, the maximum amount of the portfolio the District may invest with any one issuer, regardless of sector, is 10%, excluding U.S. Treasuries, Federal Agencies, and pooled investments.

## **XII Credit Rating Changes**

In the event a security held by the District is subject to a rating change that brings it below the minimum credit ratings specified in this Policy, the Investment Officer should disclose such information in the monthly investment report.

## **XIII Safekeeping**

All cash and securities in the District's portfolio, including those that are being managed by the Investment Officer, shall be held in safekeeping in the District's name by a third party bank trust department, acting as agent for the District under the terms of a custody agreement executed by the bank and the District.

All securities will be received and delivered using standard delivery versus payment (DVP) procedures, the District's safekeeping agent will only release payment for a security after the security has been properly delivered. The only exception to the foregoing shall be depository accounts and securities purchases made with: (i) local government investment pools; and, (ii) money market mutual funds, since the purchased securities are not deliverable.

## **XIV Securities Dealers**

The District has authorized the Investment Advisor to use broker/dealers, which the Investment Advisor has selected in accordance with its written selection policy. The Investment Officer may also use broker/dealers meeting credit worthiness standards established by the Investment Officer.

## **XV Ethics and Conflicts of Interest**

Officers and employees involved in the investment process shall refrain from personal business activity that could conflict with proper execution of the investment program, or which could impair their ability to make impartial investment decisions. Such employees and investment officials shall disclose to the District Board and the General Manager any material financial interests in financial institutions that conduct business within the District, and they shall further disclose any large personal financial/investment positions that could be related to the performance of the District's portfolio.

# PAYMENT OF CLAIMS

FOR APPROVAL  
June 4, 2026

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Payroll	5/26/26	720,566.86
Total Payroll		<u>720,566.86</u>
Old Replic Title Co.		6,400.00
AFLAC/WageWorks claims and fees		94.00
Ameritas - Insurance Payments		9,120.25
CA EDD UI pmt		<u>11,822.82</u>
Total Vendor EFT		27,437.07

<u>Weekly Approved Check Batches</u>	<u>Water</u>	<u>Sewer</u>	<u>Total</u>
Thursday, May 21, 2026	400,427.12	241,832.32	<u>642,259.44</u>
Total Accounts Payable Checks			642,259.44

***Grand Total*** \$1,390,263.37

<u>Payroll EFTs &amp; Checks</u>		<u>5/26/2026</u>
EFT	CA Employment Taxes & W/H	35,884.84
EFT	Federal Employment Taxes & W/H	158,933.45
EFT	CalPERS Contributions	104,810.70
EFT	Empower Retirement-Deferred Comp	29,337.17
EFT	Stationary Engineers Union Dues	3,303.56
EFT	CDHP Health Savings (HSA)	6,622.39
EFT	Employee Direct Deposits	376,867.90
CHK	Employee Garnishments	177.69
CHK	Employee Paychecks	4,629.16
	<i>Total</i>	<u>720,566.86</u>



# Payment of Claims

Payment Date Range 05/14/26 - 05/28/26  
 Report By Vendor - Invoice  
 Summary Listing

Invoice Number	Invoice Description	Status	Held Reason	Invoice Date	Due Date	G/L Date	Received Date	Payment Date	Invoice Net Amount
<b>Vendor 44199 - ACME CONSTRUCTION SUPPLY</b>									
S4915358.002	Field, Shop & Safety Supplies Inventory	Paid by EFT #6896		05/04/2026	05/21/2026	05/31/2026		05/21/2026	394.18
S4915358.003	Field, Shop & Safety Supplies Inventory	Paid by EFT #6896		05/04/2026	05/21/2026	05/31/2026		05/21/2026	34.26
<b>Vendor 44199 - ACME CONSTRUCTION SUPPLY Totals</b>							Invoices	2	<u>\$428.44</u>
<b>Vendor 48605 - AIRGAS USA LLC</b>									
9171686117	Field, Shop & Safety Supplies Inventory	Paid by EFT #6897		05/04/2026	05/21/2026	05/31/2026		05/21/2026	556.57
9171686121	Field, Shop & Safety Supplies Inventory	Paid by EFT #6897		05/04/2026	05/21/2026	05/31/2026		05/21/2026	370.44
9171776684	Field, Shop & Safety Supplies Inventory	Paid by EFT #6897		05/06/2026	05/21/2026	05/31/2026		05/21/2026	274.57
<b>Vendor 48605 - AIRGAS USA LLC Totals</b>							Invoices	3	<u>\$1,201.58</u>
<b>Vendor 43949 - ALPEN SIERRA COFFEE ROASTING CO</b>									
R1032	Office Supply Issues	Paid by EFT #6898		05/11/2026	05/21/2026	05/31/2026		05/21/2026	284.40
R1033	Office Supply Issues	Paid by EFT #6898		05/11/2026	05/21/2026	05/31/2026		05/21/2026	75.75
<b>Vendor 43949 - ALPEN SIERRA COFFEE ROASTING CO Totals</b>							Invoices	2	<u>\$360.15</u>
<b>Vendor 49337 - AMAZON CAPITAL SERVICES INC</b>									
1XG7-WWMC-CPQH	Generators	Paid by EFT #6899		05/07/2026	05/21/2026	05/31/2026		05/21/2026	76.42
1DT9-1XHC-6TKT	Office Supplies	Paid by EFT #6899		05/11/2026	05/21/2026	05/31/2026		05/21/2026	119.38
1MW4-MGQX-6LW1	Public Relations Expense	Paid by EFT #6899		05/11/2026	05/21/2026	05/31/2026		05/21/2026	72.31
<b>Vendor 49337 - AMAZON CAPITAL SERVICES INC Totals</b>							Invoices	3	<u>\$268.11</u>
<b>Vendor 47919 - AQUATIC INFORMATICS INC</b>									
117852	Service Contracts	Paid by EFT #6900		05/12/2026	05/21/2026	05/31/2026		05/21/2026	136.00
<b>Vendor 47919 - AQUATIC INFORMATICS INC Totals</b>							Invoices	1	<u>\$136.00</u>
<b>Vendor 45202 - AT&amp;T MOBILITY</b>									
287306407514 426	Telephone	Paid by EFT #6901		05/02/2026	05/21/2026	05/31/2026		05/21/2026	4,030.26
<b>Vendor 45202 - AT&amp;T MOBILITY Totals</b>							Invoices	1	<u>\$4,030.26</u>
<b>Vendor 48000 - AT&amp;T/CALNET 3</b>									
000025182522	Telephone	Paid by EFT #6902		05/01/2026	05/21/2026	05/31/2026		05/21/2026	31.91
000025182524	Telephone	Paid by EFT #6902		05/01/2026	05/21/2026	05/31/2026		05/21/2026	31.91
000025187723	Telephone	Paid by EFT #6902		05/01/2026	05/21/2026	05/31/2026		05/21/2026	1,747.23
000025205812	Telephone	Paid by EFT #6902		05/07/2026	05/21/2026	05/31/2026		05/21/2026	32.31
000025205813	Telephone	Paid by EFT #6902		05/07/2026	05/21/2026	05/31/2026		05/21/2026	32.31
000025205815	Telephone	Paid by EFT #6902		05/07/2026	05/21/2026	05/31/2026		05/21/2026	39.74
<b>Vendor 48000 - AT&amp;T/CALNET 3 Totals</b>							Invoices	6	<u>\$1,915.41</u>
<b>Vendor 49419 - BEND GENETICS LLC</b>									
ST2605	Monitoring	Paid by EFT #6903		05/11/2026	05/21/2026	05/31/2026		05/21/2026	275.00
<b>Vendor 49419 - BEND GENETICS LLC Totals</b>							Invoices	1	<u>\$275.00</u>
<b>Vendor 48291 - BEST BEST &amp; KRIEGER LLP</b>									
1061267	Personnel Legal	Paid by EFT #6904		05/11/2026	05/21/2026	05/31/2026		05/21/2026	855.80
1061268	Legal-Regular	Paid by EFT #6904		05/11/2026	05/21/2026	05/31/2026		05/21/2026	2,917.50



# Payment of Claims

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Invoice Number	Invoice Description	Status	Held Reason	Invoice Date	Due Date	G/L Date	Received Date	Payment Date	Invoice Net Amount
1061269	Legal-Regular	Paid by EFT #6904		05/11/2026	05/21/2026	05/31/2026		05/21/2026	855.80
		Vendor 48291 - BEST BEST & KRIEGER LLP Totals				Invoices	3		\$4,629.10
Vendor 48768 - BOBCAT OF RENO INC									
P50753	Automotive	Paid by EFT #6905		05/06/2026	05/21/2026	05/31/2026		05/21/2026	88.95
		Vendor 48768 - BOBCAT OF RENO INC Totals				Invoices	1		\$88.95
Vendor 50431 - BREAKTHROUGH TRAINING									
3899	Staff Development	Paid by EFT #6906		04/30/2026	05/21/2026	05/31/2026		05/21/2026	3,500.00
		Vendor 50431 - BREAKTHROUGH TRAINING Totals				Invoices	1		\$3,500.00
Vendor 48767 - CALIFORNIA LAB SERVICE									
6041546	Monitoring	Paid by EFT #6907		04/27/2026	05/21/2026	05/31/2026		05/21/2026	89.00
6050127	Monitoring	Paid by EFT #6907		05/05/2026	05/21/2026	05/31/2026		05/21/2026	441.00
		Vendor 48767 - CALIFORNIA LAB SERVICE Totals				Invoices	2		\$530.00
Vendor 48406 - CHARTER COMMUNICATIONS									
176157701050126	Telephone	Paid by EFT #6908		05/01/2026	05/21/2026	05/31/2026		05/21/2026	150.00
		Vendor 48406 - CHARTER COMMUNICATIONS Totals				Invoices	1		\$150.00
Vendor 48672 - CINTAS CORP									
5333840503	Safety Equipment - Physicals	Paid by EFT #6909		05/04/2026	05/21/2026	05/31/2026		05/21/2026	1,504.31
		Vendor 48672 - CINTAS CORP Totals				Invoices	1		\$1,504.31
Vendor 12535 - CITY OF SOUTH LAKE TAHOE									
AR206938	Pioneer Tr WL Impr. - Larch to Ski Run	Paid by EFT #6910		04/06/2026	05/21/2026	05/31/2026		05/21/2026	310,887.04
		Vendor 12535 - CITY OF SOUTH LAKE TAHOE Totals				Invoices	1		\$310,887.04
Vendor 48037 - CLEAN HARBORS ENVIR SRVS INC									
1005964403	Service Contracts	Paid by EFT #6911		04/20/2026	05/21/2026	05/31/2026		05/21/2026	1,977.08
		Vendor 48037 - CLEAN HARBORS ENVIR SRVS INC Totals				Invoices	1		\$1,977.08
Vendor 40512 - CODALE ELECTRIC SUPPLY									
S009818699.002	Blower Motor Recondition	Paid by EFT #6912		05/13/2026	05/21/2026	05/31/2026		05/21/2026	13,501.46
		Vendor 40512 - CODALE ELECTRIC SUPPLY Totals				Invoices	1		\$13,501.46
Vendor 49778 - COLUMN SOFTWARE PBC									
B41A7C18-0057	Ads-Legal Notices	Paid by EFT #6913		05/05/2026	05/21/2026	05/31/2026		05/21/2026	477.73
B41A7C18-0058	Ads-Legal Notices	Paid by EFT #6913		05/05/2026	05/21/2026	05/31/2026		05/21/2026	421.37
		Vendor 49778 - COLUMN SOFTWARE PBC Totals				Invoices	2		\$899.10
Vendor 50181 - MEGAN COLVEY									
PER DIEM 050426	Travel - Meetings - Education	Paid by EFT #6914		04/29/2026	05/21/2026	05/31/2026		05/21/2026	194.00
		Vendor 50181 - MEGAN COLVEY Totals				Invoices	1		\$194.00
Vendor 50279 - COONS CONSTRUCTION LLC									
C26-0694	Base, Spoils, and Hauling	Paid by EFT #6915		04/30/2026	05/21/2026	05/31/2026		05/21/2026	7,828.79
		Vendor 50279 - COONS CONSTRUCTION LLC Totals				Invoices	1		\$7,828.79
Vendor 44779 - CPI INTERNATIONAL									
20073156	Laboratory Supplies	Paid by EFT #6916		05/12/2026	05/21/2026	05/31/2026		05/21/2026	1,359.66
		Vendor 44779 - CPI INTERNATIONAL Totals				Invoices	1		\$1,359.66
Vendor 48281 - CRYSTAL DAIRY FOODS									



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 Summary Listing

Invoice Number	Invoice Description	Status	Held Reason	Invoice Date	Due Date	G/L Date	Received Date	Payment Date	Invoice Net Amount
100379	Safety Equipment - Physicals	Paid by EFT #6917		05/11/2026	05/21/2026	05/31/2026			68.36
		Vendor 48281 - CRYSTAL DAIRY FOODS	Totals			Invoices	1		\$68.36
Vendor 44739 - CYBER SECURITY SOURCE									
13087	District Computer Supplies	Paid by EFT #6918		05/08/2026	05/21/2026	05/31/2026			3,228.20
		Vendor 44739 - CYBER SECURITY SOURCE	Totals			Invoices	1		\$3,228.20
Vendor 50523 - NATALIYA DARAGAN									
3115209	Water Use Reduction Rebates	Paid by EFT #6919		05/15/2026	05/21/2026	05/31/2026			171.50
		Vendor 50523 - NATALIYA DARAGAN	Totals			Invoices	1		\$171.50
Vendor 49694 - DIGITAL TECHNOLOGY SOLUTIONS INC									
33702	Telephone	Paid by EFT #6920		05/01/2026	05/21/2026	05/31/2026			295.00
		Vendor 49694 - DIGITAL TECHNOLOGY SOLUTIONS INC	Totals			Invoices	1		\$295.00
Vendor 43649 - DOUGLAS DISPOSAL									
510287	Refuse Disposal	Paid by EFT #6921		05/01/2026	05/21/2026	05/31/2026			23.20
		Vendor 43649 - DOUGLAS DISPOSAL	Totals			Invoices	1		\$23.20
Vendor 44032 - ENVIRONMENTAL EXPRESS									
1000869161	Laboratory Supplies	Paid by EFT #6922		05/06/2026	05/21/2026	05/31/2026			2,169.37
		Vendor 44032 - ENVIRONMENTAL EXPRESS	Totals			Invoices	1		\$2,169.37
Vendor 18550 - EUROFINS EATON ANALYTICAL LLC									
3800127238	Monitoring	Paid by EFT #6923		05/14/2026	05/21/2026	05/31/2026			37.13
3800127244	Monitoring	Paid by EFT #6923		05/14/2026	05/21/2026	05/31/2026			233.42
3800127245	Monitoring	Paid by EFT #6923		05/14/2026	05/21/2026	05/31/2026			21.22
3800127253	Monitoring	Paid by EFT #6923		05/14/2026	05/21/2026	05/31/2026			111.39
3800127259	Monitoring	Paid by EFT #6923		05/14/2026	05/21/2026	05/31/2026			51.50
3800127260	Monitoring	Paid by EFT #6923		05/14/2026	05/21/2026	05/31/2026			21.22
		Vendor 18550 - EUROFINS EATON ANALYTICAL LLC	Totals			Invoices	6		\$475.88
Vendor 14890 - FEDEX									
9-288-89647	Postage Expenses	Paid by EFT #6924		05/08/2026	05/21/2026	05/31/2026			150.28
		Vendor 14890 - FEDEX	Totals			Invoices	1		\$150.28
Vendor 50521 - ROSS FELICIANO									
3345210	Water Use Reduction Rebates	Paid by EFT #6925		05/13/2026	05/21/2026	05/31/2026			750.00
		Vendor 50521 - ROSS FELICIANO	Totals			Invoices	1		\$750.00
Vendor 48288 - FRONTIER COMMUNICATIONS									
5306942753 526	Telephone	Paid by EFT #6926		05/01/2026	05/21/2026	05/31/2026			1,008.28
		Vendor 48288 - FRONTIER COMMUNICATIONS	Totals			Invoices	1		\$1,008.28
Vendor 50500 - DANIEL GAUL									
MILEAGE 051426	Travel - Meetings - Education	Paid by EFT #6927		05/14/2026	05/21/2026	05/31/2026			82.65
		Vendor 50500 - DANIEL GAUL	Totals			Invoices	1		\$82.65
Vendor 15600 - GRAINGER									
9900599987	Pump Stations	Paid by EFT #6928		05/01/2026	05/21/2026	05/31/2026			1,027.07
9903300953	Pump Stations	Paid by EFT #6928		05/04/2026	05/21/2026	05/31/2026			1,140.24
9905590320	Shop Supplies	Paid by EFT #6928		05/05/2026	05/21/2026	05/31/2026			412.38
9906675880	Pump Stations	Paid by EFT #6928		05/06/2026	05/21/2026	05/31/2026			1,060.42



# Payment of Claims

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9906675898	Pump Stations	Paid by EFT #6928		05/06/2026	05/21/2026	05/31/2026		05/21/2026	124.95
9912180180	Grounds & Maintenance	Paid by EFT #6928		05/11/2026	05/21/2026	05/31/2026		05/21/2026	352.24
Vendor <b>15600 - GRAINGER</b> Totals							Invoices	6	\$4,117.30
<b>Vendor 50024 - JONES MAYER</b>									
141945	Legal Services April 2026	Paid by EFT #6929		04/30/2026	05/27/2026	04/30/2026		05/21/2026	4,616.20
Vendor <b>50024 - JONES MAYER</b> Totals							Invoices	1	\$4,616.20
<b>Vendor 40821 - KENNEDY JENKS CONSULTANTS INC</b>									
186304	Contractual Services	Paid by EFT #6930		02/26/2026	05/21/2026	05/31/2026		05/21/2026	2,281.50
Vendor <b>40821 - KENNEDY JENKS CONSULTANTS INC</b> Totals							Invoices	1	\$2,281.50
<b>Vendor 43694 - KIMBALL MIDWEST</b>									
104429327	Shop Supplies	Paid by EFT #6931		05/01/2026	05/21/2026	05/31/2026		05/21/2026	237.51
104452125	Shop Supplies	Paid by EFT #6931		05/11/2026	05/21/2026	05/31/2026		05/21/2026	(237.51)
104452143	Shop Supplies	Paid by EFT #6931		05/11/2026	05/21/2026	05/31/2026		05/21/2026	240.83
Vendor <b>43694 - KIMBALL MIDWEST</b> Totals							Invoices	3	\$240.83
<b>Vendor 50371 - KRLT-FM</b>									
26040009	Public Relations Expense	Paid by EFT #6932		04/30/2026	05/21/2026	05/31/2026		05/21/2026	600.00
Vendor <b>50371 - KRLT-FM</b> Totals							Invoices	1	\$600.00
<b>Vendor 49725 - LAKESIDE TERMITE &amp; PEST CONTROL</b>									
013771409	Buildings	Paid by EFT #6933		05/08/2026	05/21/2026	05/31/2026		05/21/2026	150.00
Vendor <b>49725 - LAKESIDE TERMITE &amp; PEST CONTROL</b> Totals							Invoices	1	\$150.00
<b>Vendor 22200 - LANGENFELD ACE HARDWARE</b>									
Apr 26 Stmt	Buildings & Shop Supplies	Paid by EFT #6934		04/30/2026	05/21/2026	05/31/2026		05/21/2026	194.27
Vendor <b>22200 - LANGENFELD ACE HARDWARE</b> Totals							Invoices	1	\$194.27
<b>Vendor 22550 - LIBERTY UTILITIES</b>									
200008899961 426	Electricity	Paid by Check #115397		04/30/2026	05/21/2026	05/31/2026		05/21/2026	84.62
200008904324 426	Electricity	Paid by Check #115397		04/30/2026	05/21/2026	05/31/2026		05/21/2026	8,689.15
200008904969 426	Electricity	Paid by Check #115397		04/30/2026	05/21/2026	05/31/2026		05/21/2026	3,156.93
200008919678 426	Electricity	Paid by Check #115397		04/30/2026	05/21/2026	05/31/2026		05/21/2026	185.44
200008919769 426	Electricity	Paid by Check #115397		04/30/2026	05/21/2026	05/31/2026		05/21/2026	863.91
200008928133 426	Electricity	Paid by Check #115397		04/30/2026	05/21/2026	05/31/2026		05/21/2026	2,322.14
200008932309 426	Electricity	Paid by Check #115397		04/30/2026	05/21/2026	05/31/2026		05/21/2026	.54
200008899565 426	Electricity	Paid by Check #115396		05/01/2026	05/21/2026	05/31/2026		05/21/2026	66.32
200008904613 426	Electricity	Paid by Check #115397		05/01/2026	05/21/2026	05/31/2026		05/21/2026	214.20
200008909455 426	Electricity	Paid by Check #115397		05/01/2026	05/21/2026	05/31/2026		05/21/2026	35.76
200008909570 426	Electricity	Paid by Check #115397		05/01/2026	05/21/2026	05/31/2026		05/21/2026	1,376.00
200008909679 426	Electricity	Paid by Check #115397		05/01/2026	05/21/2026	05/31/2026		05/21/2026	35.76
200008919819 426	Electricity	Paid by Check #115397		05/01/2026	05/21/2026	05/31/2026		05/21/2026	1,752.54
200008923928 426	Electricity	Paid by Check #115397		05/01/2026	05/21/2026	05/31/2026		05/21/2026	13.28
200008932028 426	Electricity	Paid by Check #115397		05/01/2026	05/21/2026	05/31/2026		05/21/2026	523.50
200008895548 426	Electricity	Paid by Check #115396		05/04/2026	05/21/2026	05/31/2026		05/21/2026	31.01
200008909356 426	Electricity	Paid by Check #115397		05/04/2026	05/21/2026	05/31/2026		05/21/2026	167.17
200008909778 426	Electricity	Paid by Check #115397		05/04/2026	05/21/2026	05/31/2026		05/21/2026	1,967.40



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Invoice Number	Invoice Description	Status	Held Reason	Invoice Date	Due Date	G/L Date	Received Date	Payment Date	Invoice Net Amount
200008928224 426	Electricity	Paid by Check #115397		05/04/2026	05/21/2026	05/31/2026		05/21/2026	112.20
200008928497 426	Electricity	Paid by Check #115396		05/04/2026	05/21/2026	05/31/2026		05/21/2026	638.86
200008913515 426	Electricity	Paid by Check #115397		05/05/2026	05/21/2026	05/31/2026		05/21/2026	3,433.88
200008913796 426	Electricity	Paid by Check #115396		05/06/2026	05/21/2026	05/31/2026		05/21/2026	105.27
Vendor <b>22550 - LIBERTY UTILITIES</b> Totals							Invoices	22	\$25,775.88
Vendor <b>49065 - LIFE TECHNOLOGIES CORPORATION</b>									
88993533	Laboratory Supplies	Paid by EFT #6935		05/07/2026	05/21/2026	05/31/2026		05/21/2026	107.22
89000933	Laboratory Supplies	Paid by EFT #6935		05/08/2026	05/21/2026	05/31/2026		05/21/2026	333.56
Vendor <b>49065 - LIFE TECHNOLOGIES CORPORATION</b> Totals							Invoices	2	\$440.78
Vendor <b>17900 - MCMMASTER CARR SUPPLY CO</b>									
64200409	Primary Equipment	Paid by EFT #6936		04/30/2026	05/21/2026	05/31/2026		05/21/2026	206.83
Vendor <b>17900 - MCMMASTER CARR SUPPLY CO</b> Totals							Invoices	1	\$206.83
Vendor <b>18150 - MEEKS LUMBER &amp; HARDWARE</b>									
Apr 26 Stmt	Buildings & Shop Supplies	Paid by EFT #6937		04/30/2026	05/21/2026	05/31/2026		05/21/2026	2,475.35
Vendor <b>18150 - MEEKS LUMBER &amp; HARDWARE</b> Totals							Invoices	1	\$2,475.35
Vendor <b>50346 - MISCOWater</b>									
66208B52685	Bio Scrubber Chem. Pumps	Paid by EFT #6938		05/05/2026	05/21/2026	05/31/2026		05/21/2026	11,547.83
Vendor <b>50346 - MISCOWater</b> Totals							Invoices	1	\$11,547.83
Vendor <b>50372 - N&amp;S TRACTOR</b>									
IP02510	Automotive	Paid by EFT #6939		04/27/2026	05/21/2026	05/31/2026		05/21/2026	348.23
IP02631	Automotive	Paid by EFT #6939		05/12/2026	05/21/2026	05/31/2026		05/21/2026	55.79
Vendor <b>50372 - N&amp;S TRACTOR</b> Totals							Invoices	2	\$404.02
Vendor <b>50511 - PACIFIC COATINGS LLC</b>									
1045	Water Reuse Diamond Ditch Rehab	Paid by EFT #6940		05/11/2026	05/21/2026	05/31/2026		05/21/2026	74,700.00
Vendor <b>50511 - PACIFIC COATINGS LLC</b> Totals							Invoices	1	\$74,700.00
Vendor <b>48300 - PIPETTE.COM</b>									
2026/03171	Laboratory Supplies	Paid by EFT #6941		04/27/2026	05/21/2026	05/31/2026		05/21/2026	48.83
Vendor <b>48300 - PIPETTE.COM</b> Totals							Invoices	1	\$48.83
Vendor <b>48443 - QUALITY CONTROL SERVICES INC</b>									
QCS-57977	Laboratory Equipment	Paid by EFT #6942		04/30/2026	05/21/2026	05/31/2026		05/21/2026	1,679.00
Vendor <b>48443 - QUALITY CONTROL SERVICES INC</b> Totals							Invoices	1	\$1,679.00
Vendor <b>43332 - RED WING SHOE STORE</b>									
812ST1-3675313	Safety Equipment - Physicals	Paid by EFT #6943		02/13/2026	05/21/2026	05/31/2026		05/21/2026	(303.40)
812ST1-4317695	Safety Equipment - Physicals	Paid by EFT #6943		04/06/2026	05/21/2026	05/31/2026		05/21/2026	288.72
812ST1-4720697	Safety Equipment - Physicals	Paid by EFT #6943		05/11/2026	05/21/2026	05/31/2026		05/21/2026	308.29
Vendor <b>43332 - RED WING SHOE STORE</b> Totals							Invoices	3	\$293.61
Vendor <b>43552 - SHERWIN-WILLIAMS</b>									
18324219320526	Buildings	Paid by EFT #6944		05/07/2026	05/21/2026	05/31/2026		05/21/2026	18.19
43025131640526	Buildings	Paid by EFT #6944		05/07/2026	05/21/2026	05/31/2026		05/21/2026	107.10
44296131640526	Buildings	Paid by EFT #6944		05/12/2026	05/21/2026	05/31/2026		05/21/2026	49.64
44882131640526	Buildings	Paid by EFT #6944		05/14/2026	05/21/2026	05/31/2026		05/21/2026	10.10



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Invoice Number	Invoice Description	Status	Held Reason	Invoice Date	Due Date	G/L Date	Received Date	Payment Date	Invoice Net Amount
			Vendor <b>43552 - SHERWIN-WILLIAMS</b> Totals			Invoices	4		\$185.03
Vendor <b>47832 - SHRED-IT</b>									
8014094440	Office Supply Issues	Paid by EFT #6945		04/25/2026	05/21/2026	05/31/2026		05/21/2026	67.00
			Vendor <b>47832 - SHRED-IT</b> Totals			Invoices	1		\$67.00
Vendor <b>48622 - SIERRA ECOTONE SOLUTIONS LLC</b>									
1250	RAS Building Rehab	Paid by EFT #6946		05/07/2026	05/21/2026	05/31/2026		05/21/2026	46,216.55
			Vendor <b>48622 - SIERRA ECOTONE SOLUTIONS LLC</b> Totals			Invoices	1		\$46,216.55
Vendor <b>48628 - SOUTH LAKE TAHOE ACE HARDWARE</b>									
076253	Buildings	Paid by EFT #6947		05/12/2026	05/21/2026	05/31/2026		05/21/2026	16.30
			Vendor <b>48628 - SOUTH LAKE TAHOE ACE HARDWARE</b> Totals			Invoices	1		\$16.30
Vendor <b>23450 - SOUTH TAHOE REFUSE</b>									
517682	Refuse Disposal	Paid by EFT #6948		05/01/2026	05/21/2026	05/31/2026		05/21/2026	1,058.40
			Vendor <b>23450 - SOUTH TAHOE REFUSE</b> Totals			Invoices	1		\$1,058.40
Vendor <b>45168 - SOUTHWEST GAS</b>									
91000040369 426	Natural Gas	Paid by EFT #6949		05/06/2026	05/21/2026	05/31/2026		05/21/2026	270.57
91000041349 426	Natural Gas	Paid by EFT #6949		05/06/2026	05/21/2026	05/31/2026		05/21/2026	12.38
			Vendor <b>45168 - SOUTHWEST GAS</b> Totals			Invoices	2		\$282.95
Vendor <b>50040 - TAHOE FLEET SERVICE</b>									
3258	Automotive	Paid by EFT #6950		04/25/2026	05/21/2026	05/31/2026		05/21/2026	1,094.15
			Vendor <b>50040 - TAHOE FLEET SERVICE</b> Totals			Invoices	1		\$1,094.15
Vendor <b>44519 - UNITED RENTALS INC</b>									
260224963-001	Small Tools	Paid by EFT #6951		05/01/2026	05/21/2026	05/31/2026		05/21/2026	4,160.78
			Vendor <b>44519 - UNITED RENTALS INC</b> Totals			Invoices	1		\$4,160.78
Vendor <b>47973 - US BANK CORPORATE</b>									
ABBONDANDOLO0426	Apr 26 Stms	Paid by EFT #6952		04/22/2026	05/20/2026	04/30/2026		05/21/2026	(2,413.32)
ARCE0426	Apr 26 Stms	Paid by EFT #6952		04/22/2026	05/20/2026	04/30/2026		05/21/2026	218.33
ASCHENBACH0426	Apr 26 Stms	Paid by EFT #6952		04/22/2026	05/20/2026	04/30/2026		05/21/2026	461.65
BARTLETTB0426	Apr 26 Stms	Paid by EFT #6952		04/22/2026	05/20/2026	04/30/2026		05/21/2026	321.95
BARTLETTCC0426	Apr 26 Stms	Paid by EFT #6952		04/22/2026	05/20/2026	04/30/2026		05/21/2026	1,345.78
COLE0426	Apr 26 Stms	Paid by EFT #6952		04/22/2026	05/20/2026	04/30/2026		05/21/2026	1,784.22
COLVEY0426	Apr 26 Stms	Paid by EFT #6952		04/22/2026	05/20/2026	04/30/2026		05/21/2026	109.84
COMBES0426	Apr 26 Stms	Paid by EFT #6952		04/22/2026	05/20/2026	04/30/2026		05/21/2026	1,293.02
COOLIDGE0426	Apr 26 Stms	Paid by EFT #6952		04/22/2026	05/20/2026	04/30/2026		05/21/2026	119.00
DEVINE0426	Apr 26 Stms	Paid by EFT #6952		04/22/2026	05/20/2026	04/30/2026		05/21/2026	656.71
FRANCO0426	Apr 26 Stms	Paid by EFT #6952		04/22/2026	05/20/2026	04/30/2026		05/21/2026	668.85
GOLIGOSKI0426	Apr 26 Stms	Paid by EFT #6952		04/22/2026	05/20/2026	04/30/2026		05/21/2026	2,702.40
GREGORICH0426	Apr 26 Stms	Paid by EFT #6952		04/22/2026	05/20/2026	04/30/2026		05/21/2026	617.79
GUTTRY0426	Apr 26 Stms	Paid by EFT #6952		04/22/2026	05/20/2026	04/30/2026		05/21/2026	957.79
HENDRICKSON0426	Apr 26 Stms	Paid by EFT #6952		04/22/2026	05/20/2026	04/30/2026		05/21/2026	422.50
KAUFFMAN0426	Apr 26 Stms	Paid by EFT #6952		04/22/2026	05/20/2026	04/30/2026		05/21/2026	2,675.99
KELLY0426	Apr 26 Stms	Paid by EFT #6952		04/22/2026	05/20/2026	04/30/2026		05/21/2026	247.95
LEE0426	Apr 26 Stms	Paid by EFT #6952		04/22/2026	05/20/2026	04/30/2026		05/21/2026	1,510.92



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Invoice Number	Invoice Description	Status	Held Reason	Invoice Date	Due Date	G/L Date	Received Date	Payment Date	Invoice Net Amount
NELSON0426	Apr 26 Stms	Paid by EFT #6952		04/22/2026	05/20/2026	04/30/2026		05/21/2026	103.99
RUTHERDALE0426	Apr 26 Stms	Paid by EFT #6952		04/22/2026	05/20/2026	04/30/2026		05/21/2026	2,783.87
SALAZAR0426	Apr 26 Stms	Paid by EFT #6952		04/22/2026	05/20/2026	04/30/2026		05/21/2026	215.13
SCHRAUBEN0426	Apr 26 Stms	Paid by EFT #6952		04/22/2026	05/20/2026	04/30/2026		05/21/2026	2,943.80
SEELOS0426	Apr 26 Stms	Paid by EFT #6952		04/22/2026	05/20/2026	04/30/2026		05/21/2026	2,243.81
SHERIDAN0426	Apr 26 Stms	Paid by EFT #6952		04/22/2026	05/20/2026	04/30/2026		05/21/2026	59.95
SKELLY0426	Apr 26 Stms	Paid by EFT #6952		04/22/2026	05/20/2026	04/30/2026		05/21/2026	2,476.90
STANLEY0426	Apr 26 Stms	Paid by EFT #6952		04/22/2026	05/20/2026	04/30/2026		05/21/2026	242.93
THOMSEN0426	Apr 26 Stms	Paid by EFT #6952		04/22/2026	05/20/2026	04/30/2026		05/21/2026	2,728.21
TRELLA0426	Apr 26 Stms	Paid by EFT #6952		04/22/2026	05/20/2026	04/30/2026		05/21/2026	1,508.29
Vendor <b>47973 - US BANK CORPORATE</b> Totals							Invoices	28	\$29,008.25
Vendor <b>21116 - USA TODAY MEDIA CORP</b>									
0007629814	Ads-Legal Notices	Paid by EFT #6953		03/31/2026	05/21/2026	05/31/2026		05/21/2026	1,449.48
0007675559	Ads-Legal Notices	Paid by EFT #6953		04/30/2026	05/21/2026	05/31/2026		05/21/2026	402.60
Vendor <b>21116 - USA TODAY MEDIA CORP</b> Totals							Invoices	2	\$1,852.08
Vendor <b>49947 - CUST#593278 USABLUBOOK</b>									
INV01039292	Shop Supplies	Paid by EFT #6954		05/06/2026	05/21/2026	05/31/2026		05/21/2026	780.74
Vendor <b>49947 - CUST#593278 USABLUBOOK</b> Totals							Invoices	1	\$780.74
Vendor <b>50508 - VALLEY AGRONOMICS LLC</b>									
290002742	Alfalfa Field Rehabilitation	Paid by EFT #6955		04/15/2026	05/21/2026	05/31/2026		05/21/2026	2,688.75
290002849	Alfalfa Field Rehabilitation	Paid by EFT #6955		04/29/2026	05/21/2026	05/31/2026		05/21/2026	2,716.88
290002850	Alfalfa Field Rehabilitation	Paid by EFT #6955		04/29/2026	05/21/2026	05/31/2026		05/21/2026	2,877.75
290002851	Alfalfa Field Rehabilitation	Paid by EFT #6955		04/29/2026	05/21/2026	05/31/2026		05/21/2026	2,655.00
290002877	Alfalfa Field Rehabilitation	Paid by EFT #6955		04/29/2026	05/21/2026	05/31/2026		05/21/2026	2,124.00
Vendor <b>50508 - VALLEY AGRONOMICS LLC</b> Totals							Invoices	5	\$13,062.38
Vendor <b>45243 - VELOCITY VEHICLE GROUP</b>									
XA261177697:01	Automotive	Paid by EFT #6956		04/28/2026	05/21/2026	05/31/2026		05/21/2026	868.51
Vendor <b>45243 - VELOCITY VEHICLE GROUP</b> Totals							Invoices	1	\$868.51
Vendor <b>44580 - VESTIS SERVICES LLC</b>									
5980367299	Uniform Payable	Paid by EFT #6957		04/01/2026	05/21/2026	05/31/2026		05/21/2026	72.39
5980367300	Uniform Payable	Paid by EFT #6957		04/01/2026	05/21/2026	05/31/2026		05/21/2026	46.42
5980367301	Uniform Payable	Paid by EFT #6957		04/01/2026	05/21/2026	05/31/2026		05/21/2026	49.83
5980367302	Uniform Payable	Paid by EFT #6957		04/01/2026	05/21/2026	05/31/2026		05/21/2026	5.45
5980367303	Uniform Payable	Paid by EFT #6957		04/01/2026	05/21/2026	05/31/2026		05/21/2026	13.50
5980367304	Uniform Payable	Paid by EFT #6957		04/01/2026	05/21/2026	05/31/2026		05/21/2026	15.14
5980367305	Uniform Payable	Paid by EFT #6957		04/01/2026	05/21/2026	05/31/2026		05/21/2026	111.13
5980367306	Uniform Payable	Paid by EFT #6957		04/01/2026	05/21/2026	05/31/2026		05/21/2026	54.25
5980367307	Uniform Payable	Paid by EFT #6957		04/01/2026	05/21/2026	05/31/2026		05/21/2026	30.80
5980367308	Uniform Payable	Paid by EFT #6957		04/01/2026	05/21/2026	05/31/2026		05/21/2026	4.35
5980367309	Uniform Payable	Paid by EFT #6957		04/01/2026	05/21/2026	05/31/2026		05/21/2026	63.33
5980367310	Uniform Payable	Paid by EFT #6957		04/01/2026	05/21/2026	05/31/2026		05/21/2026	99.13
5980367311	Uniform Payable	Paid by EFT #6957		04/01/2026	05/21/2026	05/31/2026		05/21/2026	114.02



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Invoice Number	Invoice Description	Status	Held Reason	Invoice Date	Due Date	G/L Date	Received Date	Payment Date	Invoice Net Amount
5980368805	Uniform Payable	Paid by EFT #6957		04/08/2026	05/21/2026	05/31/2026		05/21/2026	72.39
5980368806	Uniform Payable	Paid by EFT #6957		04/08/2026	05/21/2026	05/31/2026		05/21/2026	46.42
5980368807	Uniform Payable	Paid by EFT #6957		04/08/2026	05/21/2026	05/31/2026		05/21/2026	53.13
5980368808	Uniform Payable	Paid by EFT #6957		04/08/2026	05/21/2026	05/31/2026		05/21/2026	5.45
5980368809	Uniform Payable	Paid by EFT #6957		04/08/2026	05/21/2026	05/31/2026		05/21/2026	13.50
5980368810	Uniform Payable	Paid by EFT #6957		04/08/2026	05/21/2026	05/31/2026		05/21/2026	15.14
5980368811	Uniform Payable	Paid by EFT #6957		04/08/2026	05/21/2026	05/31/2026		05/21/2026	108.04
5980368812	Uniform Payable	Paid by EFT #6957		04/08/2026	05/21/2026	05/31/2026		05/21/2026	54.25
5980368813	Uniform Payable	Paid by EFT #6957		04/08/2026	05/21/2026	05/31/2026		05/21/2026	31.48
5980368814	Uniform Payable	Paid by EFT #6957		04/08/2026	05/21/2026	05/31/2026		05/21/2026	4.35
5980368815	Uniform Payable	Paid by EFT #6957		04/08/2026	05/21/2026	05/31/2026		05/21/2026	63.33
5980368816	Uniform Payable	Paid by EFT #6957		04/08/2026	05/21/2026	05/31/2026		05/21/2026	99.13
5980368817	Uniform Payable	Paid by EFT #6957		04/08/2026	05/21/2026	05/31/2026		05/21/2026	114.02
5980376338	Uniform Payable	Paid by EFT #6957		05/13/2026	05/21/2026	05/31/2026		05/21/2026	77.07
5980376339	Uniform Payable	Paid by EFT #6957		05/13/2026	05/21/2026	05/31/2026		05/21/2026	47.44
5980376340	Uniform Payable	Paid by EFT #6957		05/13/2026	05/21/2026	05/31/2026		05/21/2026	53.13
5980376341	Uniform Payable	Paid by EFT #6957		05/13/2026	05/21/2026	05/31/2026		05/21/2026	5.45
5980376342	Uniform Payable	Paid by EFT #6957		05/13/2026	05/21/2026	05/31/2026		05/21/2026	13.50
5980376343	Uniform Payable	Paid by EFT #6957		05/13/2026	05/21/2026	05/31/2026		05/21/2026	15.14
5980376344	Uniform Payable	Paid by EFT #6957		05/13/2026	05/21/2026	05/31/2026		05/21/2026	121.03
5980376345	Uniform Payable	Paid by EFT #6957		05/13/2026	05/21/2026	05/31/2026		05/21/2026	54.25
5980376346	Uniform Payable	Paid by EFT #6957		05/13/2026	05/21/2026	05/31/2026		05/21/2026	32.57
5980376347	Uniform Payable	Paid by EFT #6957		05/13/2026	05/21/2026	05/31/2026		05/21/2026	4.35
5980376349	Uniform Payable	Paid by EFT #6957		05/13/2026	05/21/2026	05/31/2026		05/21/2026	98.07
5980376350	Uniform Payable	Paid by EFT #6957		05/13/2026	05/21/2026	05/31/2026		05/21/2026	114.02
Vendor <b>44580 - VESTIS SERVICES LLC</b> Totals							Invoices	38	<u>\$1,996.39</u>
Vendor <b>49098 - MATT WEISER</b>									
SWRCB T1 2026	Dues - Memberships - Certification	Paid by EFT #6958		05/13/2026	05/21/2026	05/31/2026		05/21/2026	70.00
Vendor <b>49098 - MATT WEISER</b> Totals							Invoices	1	<u>\$70.00</u>
Vendor <b>50471 - WSP USA INC</b>									
40318502	Contractual Services	Paid by EFT #6959		01/19/2026	05/21/2026	05/31/2026		05/21/2026	17,028.06
40338411	Contractual Services	Paid by EFT #6959		03/24/2026	05/21/2026	05/31/2026		05/21/2026	29,845.64
Vendor <b>50471 - WSP USA INC</b> Totals							Invoices	2	<u>\$46,873.70</u>
Vendor <b>50392 - ZORO</b>									
INV18961157	Small Tools	Paid by EFT #6960		05/05/2026	05/21/2026	05/31/2026		05/21/2026	181.06
INV18989512	Wells	Paid by EFT #6960		05/08/2026	05/21/2026	05/31/2026		05/21/2026	625.78
Vendor <b>50392 - ZORO</b> Totals							Invoices	2	<u>\$806.84</u>
Grand Totals							Invoices	193	<u>\$642,259.44</u>



# SOUTH TAHOE PUBLIC UTILITY DISTRICT

Joel Henderson, Director  
Nick Haven, Vice President

BOARD MEMBERS  
Shane Romsos, President

Kelly Sheehan, Director  
Nick Exline, Director

Paul Hughes, General Manager

Andrea Salazar, Chief Financial Officer

## REGULAR MEETING OF THE BOARD OF DIRECTORS SOUTH TAHOE PUBLIC UTILITY DISTRICT May 21, 2026 MINUTES

The South Tahoe Public Utility District Board of Directors met in a regular session, 2:00 p.m., at the District Office, located at 1275 Meadow Crest Drive, South Lake Tahoe, California.

**ROLL CALL: Board of Directors:** President Romsos, Directors Haven, Sheehan, and Exline

**Absent:** Director Henderson

**Staff:** Paul Hughes, Andrea Salazar, Ryan Jones, Melonie Guttry, Shannon Chandler, Robert Wakefield, Megan Colvey, Shelly Thomsen, Vincent Stagnaro, Alex Tyler, Sara Nelson, Diana Cervantes, Ryan Lee, Greg Dupree, Chris Skelly, Brent Goligoski, Lucas Russell, Chris Skelly, Star Glaze, Adrian Combes, Brian Bartlett, Donielle Morse, Laura Hendrickson, Matt Stevens

1. **PLEDGE OF ALLEGIANCE:**
2. **COMMENTS FROM THE PUBLIC:** None
3. **CORRECTIONS TO THE AGENDA OR CONSENT CALENDAR:** None
4. **ADOPTION OF CONSENT CALENDAR:**

**Moved Sheehan/Second Haven/Haven Yes/Romsos Yes/Henderson Absent/Sheehan Yes/Exline Yes** to approve the Consent Calendar as presented.

a. **ISSUANCE OF SPECIAL USE PERMIT FOR WOLLYSTAR MUSIC FESTIVAL SECONDARY EMERGENCY EGRESS ROUTE**

(Chris Stanley, Manager of Field Operations)

Approved the issuance of a Special Use Permit to Avery Hellman to allow attendees of the Woollystar Music Festival to use an existing unimproved road across a portion of Diamond Valley Ranch in the event of an emergency.

b. **RECEIVE AND FILE PAYMENT OF CLAIMS** (Greg Dupree, Accounting Manager)

Received and filed Payment of Claims in the amount of \$2,947,295.63.

**c. REGULAR BOARD MEETING MINUTES: May 7, 2026**

(Melonie Guttry, Executive Services Manager/Clerk of the Board)

Approved May 7, 2026, Minutes.

**5. CONSENT ITEMS BROUGHT FORWARD FOR SEPARATE DISCUSSION/ACTION: None**

**6. PRESENTATION: Megan Colvey, Adrian Combes and Andrea Salazar provided a presentation regarding District infrastructure and long-term fiscal sustainability and addressed questions from the Board. Shelly Thomsen provided details regarding the proposed rate increase outreach and response. Director Haven added that he appreciates Customer Service staff who are speaking with customers every day. He further expressed appreciation for the Capital Improvement Program website update and ease of information available there. The District's Proposition 218 process allowed for a maximum 9.5% increase, which has been backed down to 6.5%, due to the efforts the District is making such as efficiencies, the solar project, etc. Director Exline added that the comments received from the community have been low. President Romsos thanked staff for their efforts on the outreach in all areas including this presentation today. Andrea Salazar reminded the Board that the District does have a customer assistance program and Ryan Lee reported on progress with the program. There hasn't been a huge uptick in enrollment, but there were a few that came out of the District Tours that took place May 20, 2026. There are currently 501 rate payers enrolled in Tier 1, offering a 25% discount; and 18 are enrolled in Tier 2, which started in 2024, and offers a 15% discount. Director Sheehan thanked Customer Service for their efforts with customers. Paul Hughes reported that the total response to date is one tenth of one percent of the District's total customer base.**

**7. ITEMS FOR BOARD ACTION:**

a. 2026 Water Meter Installation Project (Laura Hendrickson, Associate Engineer) Laura Hendrickson provided details regarding the 2026 Water Meter Installation Project and addressed questions from the Board.

**Moved Sheehan/Second Haven/Haven Yes/Romsos Yes/Henderson Absent/Sheehan**

**Yes/Exline Yes** to (1) Adopt the design Plans, Specifications, and Addenda pursuant to California Government Code Section 830.6; (2) Find minor irregularities in the bid from White Rock Construction, Inc. to be immaterial and waive immaterial irregularities; and (3) Award Contract for the 2026 Water Meter Installation Project to the lowest responsive, responsible bidder, White Rock Construction, Inc., in the amount of \$916,350.

b. Tahoe Keys Sanitary Sewer Rehabilitation Project (Brendan Cusick, Senior Engineer and Brent Goligoski, Engineering Manager – Capital Projects) – Brent Goligoski provided details regarding the Tahoe Keys Sanitary Sewer Rehabilitation Project and addressed questions from the Board.

**Moved Sheehan/Second Romsos/Haven Yes/Romsos Yes/Henderson Absent/Sheehan**

**Yes/Exline Yes** to (1) Adopt Addendum No. 1 to the design Plans and Specifications pursuant to California Government Code Section 830.6; (2) Find minor irregularities in the bid from Express Sewer & Drain, Inc. to be immaterial and waive immaterial irregularities; and (3) Award Contract for the 2026 Tahoe Keys Sanitary Sewer Rehabilitation Project to the lowest responsive, responsible bidder, Express Sewer & Drain, Inc., in the amount of \$1,139,450.

- c. Tahoe Keys Sanitary Sewer Rehabilitation Project (Brendan Cusick, Senior Engineer and Brent Goligoski, Engineering Manager – Capital Projects) – **Brent Goligoski** provided details regarding the Tahoe Keys Sanitary Sewer Rehabilitation Project and addressed questions from the Board.

**Moved Sheehan/Second Haven/Haven Yes/Romsos Yes/Henderson Absent/Sheehan Yes/Exline Yes** to (1) Approve the proposed Scope of Work to amend existing Task Order No. 3 for DOWL to provide engineering services during construction and construction inspection services of the Tahoe Keys Sanitary Sewer Rehabilitation Project; and (2) Authorize the General Manager to execute Amendment A to Task Order No. 3 with DOWL in the amount not to exceed \$146,062.

- d. Glenwood Rancho, Lake Tahoe Boulevard and Tahoe Mountain Waterline Project (Andrea Salazar, Chief Financial Officer) – **Andrea Salazar** provided details regarding the Glenwood Rancho, Lake Tahoe Boulevard and Tahoe Mountain Waterline Project and **Megan Colvey** addressed questions from the Board.

**Moved Sheehan/Second Exline/Haven Yes/Romsos Yes/Henderson Absent/Sheehan Yes/Exline Yes** to approve Resolution No. 3330-26, the Installment Sale Agreement Resolution of the Board of Directors of the South Tahoe Public Utility District for the Glenwood Rancho, Lake Tahoe Boulevard and Tahoe Mountain Waterline Project

- e. Return Activated Sludge Pump Station Replacement Project (Andrea Salazar, Chief Financial Officer) - **Andrea Salazar** provided details regarding the Return Activated Sludge Pump Station Replacement Project and addressed questions from the Board. **Megan Colvey** provided further details regarding the project.

**Moved Exline/Second Haven/Haven Yes/Romsos Yes/Henderson Absent/Sheehan Yes/Exline Yes** to approve Resolution No. 3331-26, the Installment Sale Agreement Resolution of the Board of Directors of the South Tahoe Public Utility District for the Return Activated Sludge Pump Station Replacement Project.

#### **8. STANDING AND AD-HOC COMMITTEES AND LIAISON REPORTS:**

**Director Exline** reported that he met with District and City staff to review Liberty Energy and future collaboration to reduce rates. The work the City has done is certainly more than anticipated. **Director Haven** requested that if these discussions reach any milestones, that a presentation be brought forward to the full Board. **Director Sheehan** provided details of the May 12, 2026, Operations Committee Meeting that she and **Director Henderson** attended. **Director Haven** provided details regarding the El Dorado Water Agency (EDWA). District staff have been working as the Groundwater Sustainability Agency and EDWA is reserving funds to cover one half of the costs of reporting these efforts while re-evaluating the District's role in Sustainable Groundwater Management Act. He thanked **Mark Seelos** regarding his efforts on this collaboration.

#### **9. BOARD MEMBER REPORTS:** Nothing to report

#### **10. STAFF/ATTORNEY REPORTS:**

**Megan Colvey** introduced **Lucas Russell**, new Staff Engineer. He has spent the last four years working for West Yost Associates and is happy to be at the District. **Adrian Combes** introduced **Matt Stevens**, new Heavy Maintenance Supervisor, who joined the District approximately five years ago. He reported he is excited for his new role and looks forward to working with the Board.

**Robert Wakefield** provided information regarding how Artificial Intelligence may affect Public Records Requests and will report back as more information becomes available.

**11. GENERAL MANAGER REPORT:**

**Paul Hughes** reported that his retirement plans are a little earlier than expected, with a target date of February 2027. The second week in June the Board may want to discuss the recruitment timeline moving forward.

**12. NOTICE OF PAST AND FUTURE MEETINGS/EVENTS**

**13. BREAK AND ADJOURN TO CLOSED SESSION:** 3:14 p.m.

**RECONVENE TO OPEN SESSION:** 3:50 p.m.

- a. Pursuant to Section 54956.8 of the California Government Code, Closed Session may be held for conference with real property negotiators prior to the purchase, sale, exchange, or lease of real property by or for the local agency. The negotiating parties are Paul Hughes, General Manager, Ryan Jones, General Counsel; Tech Ventures QOZB, LLC, owner of the subject property located at 930 Tanglewood Drive, South Lake Tahoe, California; and Radley Raven of The Oppenheim Group Real Estate, the owner's agent. Under negotiation are the price and terms of payment.

No reportable Board Action

- b. Pursuant to Section 54956.8 of the California Government Code, Closed Session may be held for conference with real property negotiators prior to the purchase, sale, exchange, or lease of real property by or for any local agency. The negotiating parties are Paul Hughes, General Manager; Ryan Jones, General Counsel; Mano and Lata Murthy, owners of the subject property located at 885 Sunset Drive, South Lake Tahoe, California; and Doug Rosner, the owner's agent. Under negotiation are the price and terms of payment.

No reportable Board Action

- c. Pursuant to Section 54956.9(d)(1) of the California Government code, Closed Session may be held for conference with legal counsel regarding existing litigation: Yolo County Superior Court Case CV 2021-1686, Alpine County vs. South Tahoe Public Utility District; et al.

No reportable Board Action

**ADJOURNMENT:** 3:51 p.m.

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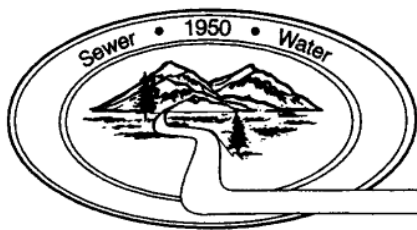
Shane Romsos, Board President  
South Tahoe Public Utility District

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Melonie Guttry, Executive Services Manager/  
Board Clerk  
South Tahoe Public Utility District

General Manager  
Paul Hughes

Directors  
Nick Haven  
Shane Romsos  
Joel Henderson  
Kelly Sheehan  
Nick Exline



# South Tahoe Public Utility District

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## BOARD AGENDA ITEM 6a

**TO:** Board of Directors

**FROM:** Andrea Salazar, Chief Financial Officer

**MEETING DATE:** June 4, 2026

**ITEM – PROJECT NAME:** Fiscal Year 2026/2027 Water and Sewer Service Charge Rates

**REQUESTED BOARD ACTION:** Approve Resolution No. 3332-26 confirming the water and sewer service charge rate increases of 6.5% and 6.5% for Fiscal Year 2026/2027.

**DISCUSSION:** On May 16, 2024, the Board of Directors passed Ordinance No. 589-24 which included five-year rate schedules for both water and sewer service charge rates with potential increases up to 9.5%. The Ordinance adopted the rates for Fiscal Year 2024/2025 but requires confirmation by Resolution from the Board before the rates for years 2025/2026, 2026/2027, 2027/2028 and 2028/2029 are effective.

The rate increases were developed through a cost-of-service study prepared by HDR Engineering to continue funding the long-term infrastructure needs of the District. The District issued the required Proposition 218 Notice to its customers and included the five-year rate schedules. During the April 29, 2026 Budget Workshop, the Board directed staff to incorporate a proposed 6.5% water and sewer rate increase into the proposed 2026/2027 budget as opposed to the Prop 218 maximum rate of 9.5%.

Resolution 3332-26 confirms the rates for 2026/2027; water increase of 6.5% and sewer increase of 6.5%. The approximate fiscal impact to a typical residential customer is \$9.38. The proposed 2026/2027 budget has been developed with these rate increases and is scheduled for adoption immediately following Board action on this Agenda Item. If Resolution 3332-26 is not adopted as prepared, the budget will need to be adopted with Board direction for staff to adjust the proposed revenues and expenditures accordingly.

**SCHEDULE:** Rate changes effective July 1, 2026

**COSTS:** N/A

**ACCOUNT NO:** N/A

**BUDGETED AMOUNT AVAILABLE:** N/A

**IDENTIFIED CAPITAL IMPROVEMENT PROJECT (CIP):**  Yes  No  N/A

**ATTACHMENTS:** Resolution No. 3332-26, Service Charge Rates

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**CONCURRENCE WITH REQUESTED ACTION:**

**CATEGORY:** Sewer/Water

**GENERAL MANAGER:** YES AS NO \_\_\_\_\_

**CHIEF FINANCIAL OFFICER:** YES AS NO \_\_\_\_\_

# FY 2026-27 Finance Overview

June 4, 2026 Board Meeting

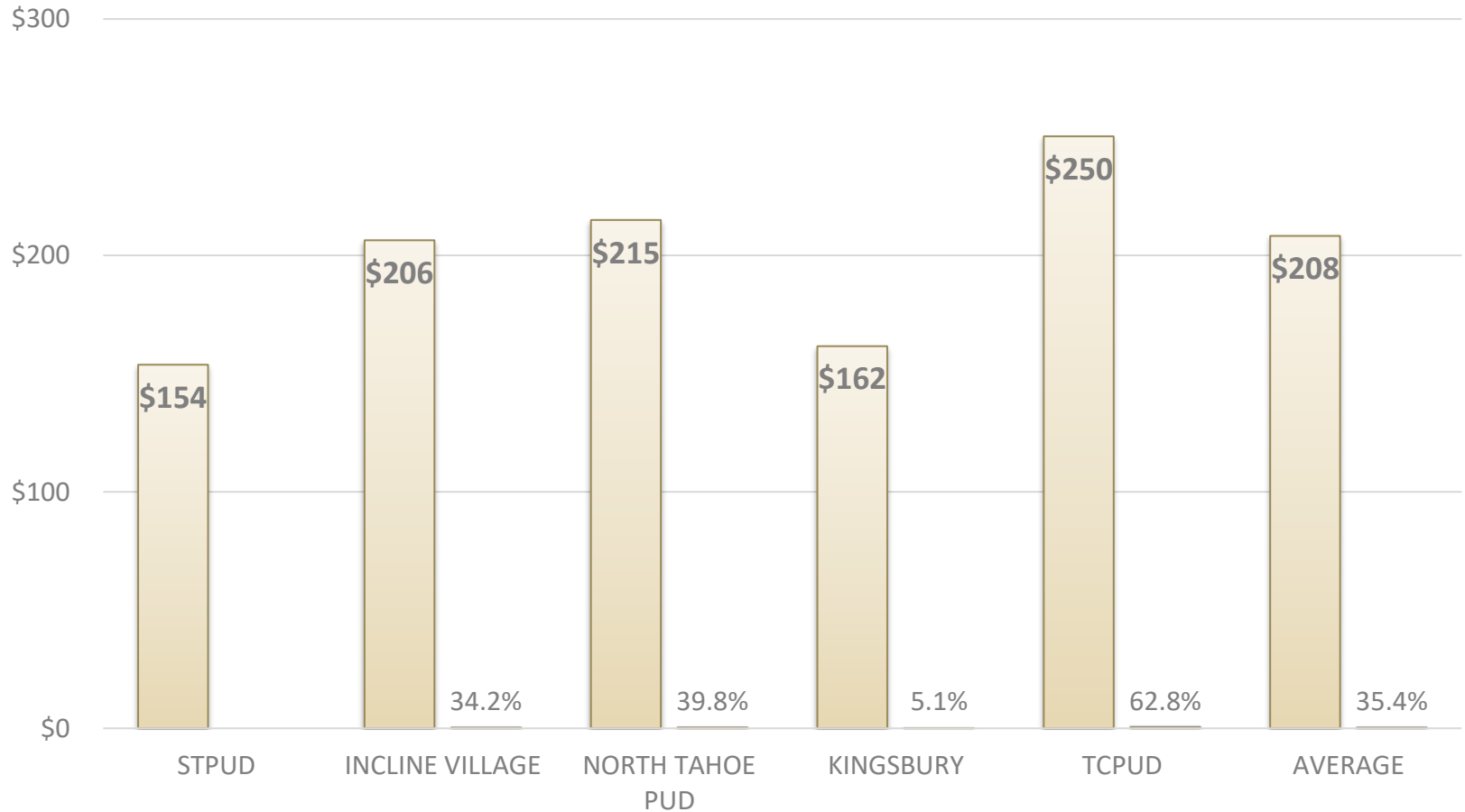


# Rate Assumptions

- ❖ FY 2026-27 Needs Based CIP
  - ❖ Water - \$19.9M
  - ❖ Sewer - \$8.3M
- ❖ Adopting rates less than assumed will require reductions to the CIP's.
- ❖ When possible, the District utilizes the State Revolving Fund Program to complete sewer and water projects. This program offers subsidized interest rates that are typically lower than the General tax-exempt market.

2026-27	% Increase	\$ Increase/mth
Water CIP "Needs Based"	6.50%	\$5.14
Sewer CIP "Needs Based"	6.50%	\$4.24

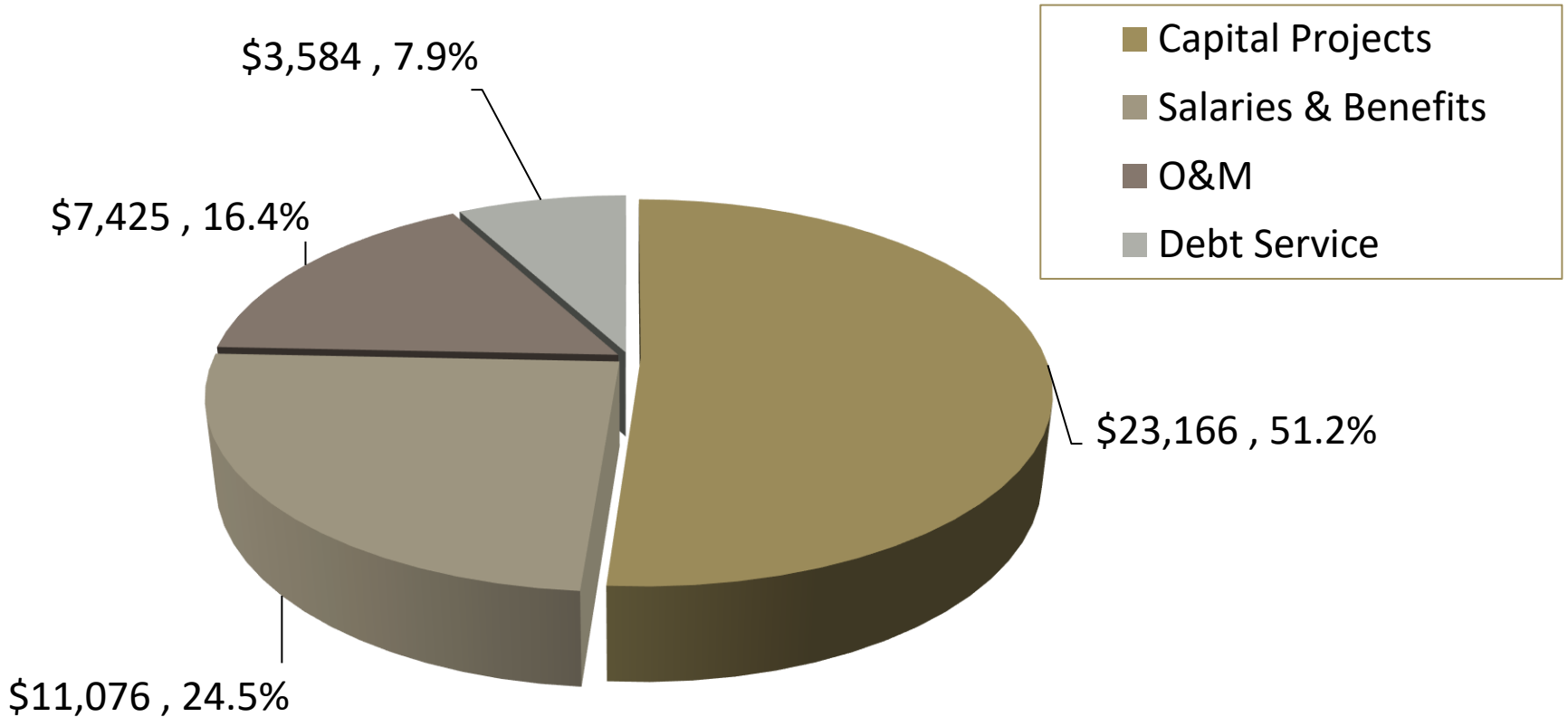
# Current Basin Rate Comparison



# Projected Water Expenditures

## \$45.2M

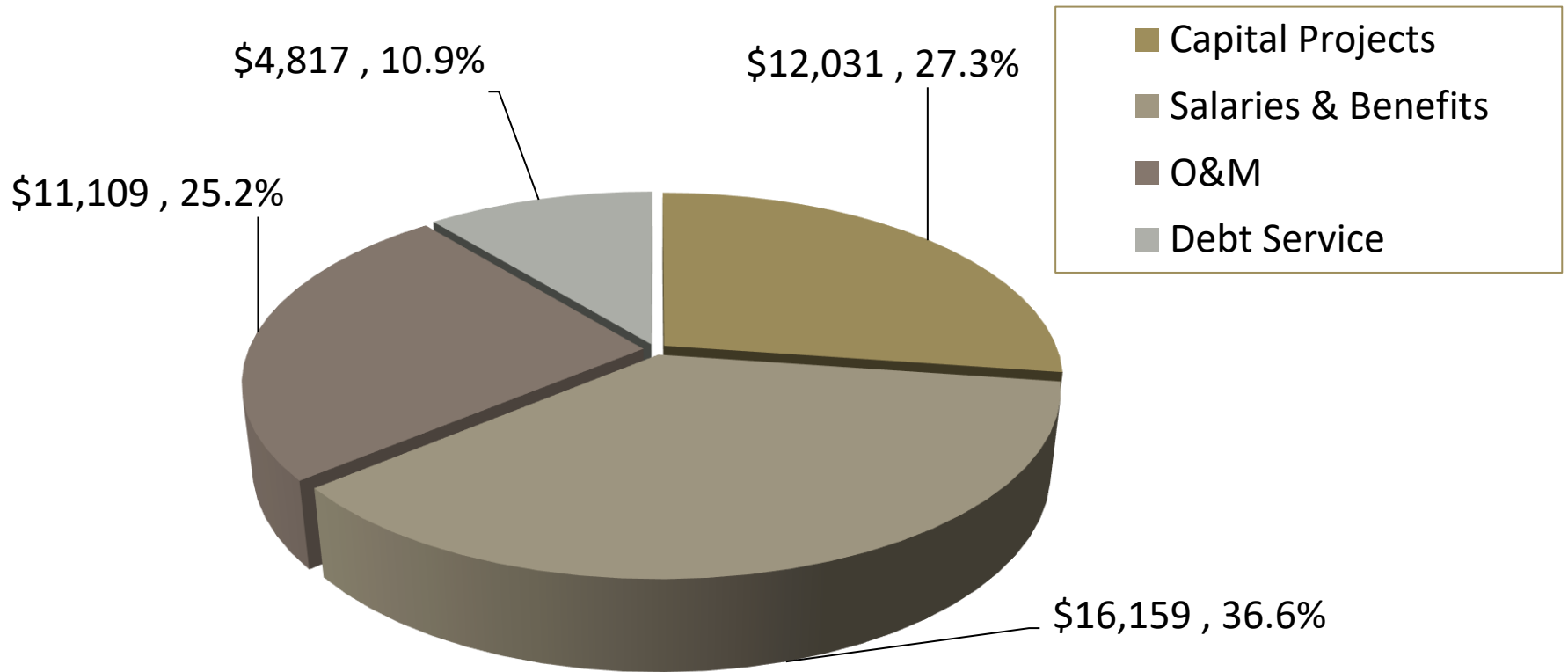
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# Projected Sewer Expenditures

## \$44.1M

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Questions and  
Comments





1 Directors of the South Tahoe Public Utility District at a regular meeting duly held  
2 on the 4<sup>h</sup> day of June 2026, by the following vote:

3

4 AYES:

5 NOES:

6 ABSENT:

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Shane Romsos, Board President  
South Tahoe Public Utility District

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10 ATTEST:

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Melonie Guttry, Executive Services Manager/  
Clerk of the Board  
South Tahoe Public Utility District

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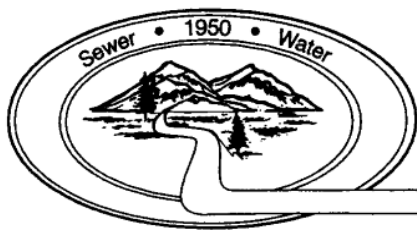
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General Manager  
Paul Hughes

Directors  
Nick Haven  
Shane Romsos  
Joel Henderson  
Kelly Sheehan  
Nick Exline



# South Tahoe Public Utility District

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## BOARD AGENDA ITEM 6b

**TO:** Board of Directors  
**FROM:** Andrea Salazar, Chief Financial Officer  
**MEETING DATE:** June 4, 2026  
**ITEM – PROJECT NAME:** Fiscal Year 2026/2027 Water Enterprise Fund Budget

**REQUESTED BOARD ACTION:** Adopt Resolution No. 3333-26 for the Fiscal Year 2026/2027 Water Enterprise Fund Budget and authorize staff to incorporate any adjustments or changes necessary because of Board action.

**DISCUSSION:** The Fiscal Year 2026/2027 Water Fund proposed budget in the amount of \$45,251,122 is fully funded and includes a 6.5% increase in service charge rates. The budget includes \$23,166,000 (51.2%) for capital projects, \$3,584,000 (7.9%) for debt service, \$7,424,745 (16.4%) for operations and maintenance, and \$11,076,377 (24.5%) for salaries and benefits. If prior Board action is taken to adopt a service charge rate increase of less than 6.5% staff are seeking as part of the requested Board Action, approval to adjust the budget and Resolution 3333-26 accordingly.

**SCHEDULE:** Budget must be adopted by July 1, 2026

**COSTS:** \$45,251,122

**ACCOUNT NO:** Various

**BUDGETED AMOUNT AVAILABLE:** N/A

**IDENTIFIED CAPITAL IMPROVEMENT PROJECT (CIP):**  Yes  No  N/A

**ATTACHMENTS:** Resolution No. 3333-26, Water Fund Budget Summary

**CONCURRENCE WITH REQUESTED ACTION:**

**CATEGORY:** Water

**GENERAL MANAGER:** YES PA NO \_\_\_\_\_

**CHIEF FINANCIAL OFFICER:** YES AS NO \_\_\_\_\_

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**RESOLUTION NO. 3333-26**

**A RESOLUTION OF THE BOARD OF DIRECTORS  
OF THE SOUTH TAHOE PUBLIC UTILITY DISTRICT  
ADOPTING THE BUDGET FOR THE WATER ENTERPRISE FUND  
FOR FISCAL YEAR 2026/27**

**WHEREAS**, on May 29, 2026, the Board of Directors of the South Tahoe Public Utility District held a public meeting and directed District staff to develop the proposed budget for fiscal year 2026/7 with a proposed water service rate increase of 6.5% to fund the 2026/27 water improvement plan and operating budget of the Water Enterprise Fund.

**NOW, THEREFORE BE IT RESOLVED**, by the Board of Directors of the South Tahoe Public Utility District that:

The attached budget in the amount of \$45,251,122 is adopted for the Fiscal Year beginning July 1, 2026, and ending June 30, 2027.

**WE THE UNDERSIGNED**, do hereby certify that the above and foregoing Resolution No. 3333-26 was duly and regularly adopted and passed by the Board of Directors of the South Tahoe Public Utility District at a regular meeting duly held on the 4<sup>th</sup> day of June 2026, by the following vote:

AYES:  
NOES:  
ABSENT:

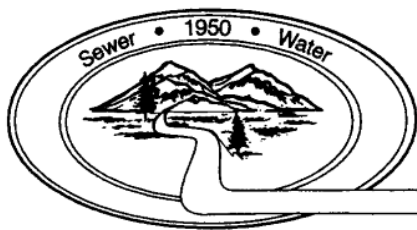
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Shane Romsos, Board President  
South Tahoe Public Utility District

ATTEST:

\_\_\_\_\_  
Melonie Guttry, Clerk of the Board  
South Tahoe Public Utility District

General Manager  
Paul Hughes

Directors  
Nick Haven  
Shane Romsos  
Joel Henderson  
Kelly Sheehan  
Nick Exline



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## BOARD AGENDA ITEM 6c

**TO:** Board of Directors  
**FROM:** Andrea Salazar, Chief Financial Officer  
**MEETING DATE:** June 4, 2026  
**ITEM – PROJECT NAME:** Fiscal Year 2026/2027 Sewer Enterprise Fund Budget

**REQUESTED BOARD ACTION:** Adopt Resolution No. 3334-26 for the Fiscal Year 2026/27 Sewer Enterprise Fund Budget and authorize staff to incorporate any adjustments or changes necessary because of Board action.

**DISCUSSION:** The Fiscal Year 2026/2027 Sewer Fund proposed budget in the amount of \$44,116,044 is fully funded and includes a 6.5% increase in service charge rates. The budget includes \$12,031,400 (27.3%) for capital projects, \$4,817,000 (10.9%) for debt service, \$11,108,583 (25.2%) for operations and maintenance, and \$16,159,061 (36.6%) for salaries and benefits. If prior Board action is taken to adopt a service charge rate increase of less than 6.5% staff are seeking as part of the requested Board Action, approval to adjust the budget and Resolution 3334-26 accordingly.

**SCHEDULE:** Budget must be adopted by July 1, 2026

**COSTS:** \$44,116,044

**ACCOUNT NO:** Various

**BUDGETED AMOUNT AVAILABLE:** N/A

**IDENTIFIED CAPITAL IMPROVEMENT PROJECT (CIP):**  Yes  No  N/A

**ATTACHMENTS:** Resolution No. 3334-26, Sewer Fund Budget Summary

**CONCURRENCE WITH REQUESTED ACTION:**

**CATEGORY:** Sewer

**GENERAL MANAGER:** YES PA NO \_\_\_\_\_

**CHIEF FINANCIAL OFFICER:** YES AS NO \_\_\_\_\_

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**RESOLUTION NO. 3334-26**

**A RESOLUTION OF THE BOARD OF DIRECTORS  
OF THE SOUTH TAHOE PUBLIC UTILITY DISTRICT  
ADOPTING THE BUDGET FOR THE SEWER ENTERPRISE FUND  
FOR FISCAL YEAR 2026/27**

**WHEREAS**, on May 29, 2026, the Board of Directors of the South Tahoe Public Utility District held a public meeting and directed District staff to develop the proposed budget for fiscal year 2026/27 with a proposed sewer service charge rate increase of 6.5% to fund the 2026/27 sewer improvement plan and operating budget of the Sewer Enterprise Fund.

**NOW, THEREFORE BE IT RESOLVED**, by the Board of Directors of the South Tahoe Public Utility District that:

The attached budget in the amount of \$44,116,044 is adopted for the Fiscal Year beginning July 1, 2026, and ending June 30, 2027.

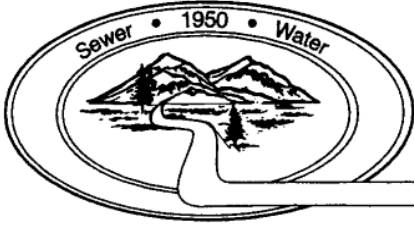
**WE THE UNDERSIGNED**, do hereby certify that the above and foregoing Resolution No. 3334-26 was duly and regularly adopted and passed by the Board of Directors of the South Tahoe Public Utility District at a regular meeting duly held on the 4<sup>th</sup> day of June 2026, by the following vote:

AYES:  
NOES:  
ABSENT:

\_\_\_\_\_  
Shane Romsos, Board President  
South Tahoe Public Utility District

ATTEST:

\_\_\_\_\_  
Melonie Guttry, Clerk of the Board  
South Tahoe Public Utility District



# South Tahoe Public Utility District

General Manager  
Paul Hughes

Directors  
Nick Haven  
Shane Romsos  
Joel Henderson  
Kelly Sheehan  
Nick Exline

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## BOARD AGENDA ITEM 12a

**TO:** Board of Directors  
**FROM:** Paul Hughes, General Manager  
**MEETING DATE:** June 4, 2026  
**ITEM – PROJECT NAME:** Conference with Legal Counsel – Existing Litigation

**REQUESTED BOARD ACTION:** Direct Staff

**DISCUSSION:** Pursuant to Section 54956.9(d)(1) of the California Government code, Closed Session may be held for conference with legal counsel regarding existing litigation: Yolo County Superior Court Case CV 2021-1686, Alpine County vs. South Tahoe Public Utility District; et al.

**SCHEDULE:** N/A

**COSTS:** N/A

**ACCOUNT NO:** N/A

**BUDGETED AMOUNT AVAILABLE:** N/A

**IDENTIFIED CAPITAL IMPROVEMENT PROJECT (CIP):**  Yes  No  N/A

**ATTACHMENTS:** N/A

**CONCURRENCE WITH REQUESTED ACTION:**

**CATEGORY:** General

**GENERAL MANAGER:** YES PH NO \_\_\_\_\_

**CHIEF FINANCIAL OFFICER:** YES AS NO \_\_\_\_\_