



PALMDALE WATER DISTRICT
A CENTURY OF SERVICE

February 18, 2026

BOARD OF DIRECTORS

W. SCOTT KELLERMAN
Division 1

DON WILSON
Division 2

CYNTHIA SANCHEZ
Division 3

KATHY MAC LAREN-GOMEZ
Division 4

DEBBIE DINO
Division 5

DENNIS D. LaMOREAUX
General Manager

ALESHIRE & WYNDR LLP
Attorneys



**AGENDA FOR REGULAR MEETING
OF THE BOARD OF DIRECTORS
OF THE PALMDALE WATER DISTRICT
TO BE HELD AT 2029 EAST AVENUE Q, PALMDALE
MONDAY, FEBRUARY 23, 2026**

6:00 p.m.

NOTES: To comply with the Americans with Disabilities Act, to participate in any Board meeting please contact Danielle Henry at 661-947-4111 x1059 at least 48 hours prior to a Board meeting to inform us of your needs and to determine if accommodation is feasible.

Additionally, an interpreter will be made available to assist the public in making **comments** under Agenda Item No. 4 and any action items where public input is offered during the meeting if requested at least 48 hours before the meeting. Please call Danielle Henry at 661-947-4111 x1059 with your request. (PWD Rules and Regulations Section 4.03.1 (c))

Adicionalmente, un intérprete estará disponible para ayudar al público a hacer **comentarios** bajo la sección No. 4 en la agenda y cualquier elemento de acción donde se ofrece comentarios al público durante la reunión, siempre y cuando se solicite con 48 horas de anticipación de la junta directiva. Por favor de llamar Danielle Henry al 661-947-4111 x1059 con su solicitud. (PWD reglas y reglamentos sección 4.03.1 (c))

Agenda item materials, as well as materials related to agenda items submitted after distribution of the agenda packets, are available for public review at the District's office located at 2029 East Avenue Q, Palmdale or on the District's website at: <https://www.palmdalewater.org/governance/board-activity/2026-meeting-agendas-minutes/> (Government Code Section 54957.5). Please call Danielle Henry at 661-947-4111 x1059 for public review of materials.

PUBLIC COMMENT GUIDELINES: The prescribed time limit per speaker is three-minutes. Please refrain from public displays or outbursts such as unsolicited applause, comments, or cheering. Any disruptive activities that substantially interfere with the ability of the District to conduct its meeting will not be permitted, and offenders will be requested to leave the meeting. (PWD Rules and Regulations, Appendix DD, Sec. IV.A.)

Each item on the agenda shall be deemed to include any appropriate motion, resolution, or ordinance to take action on any item.

- 1) Pledge of Allegiance/Moment of Silence.
- 2) Roll Call.
- 3) Adoption of Agenda.
- 4) Public Comments for Non-Agenda Items.

- 5) Presentations:
 - 5.1) None at This Time.
- 6) Action Items - Consent Calendar (The public shall have an opportunity to comment on any action item on the Consent Calendar as the Consent Calendar is considered collectively by the Board of Directors prior to action being taken.)
 - 6.1) Approval of Minutes of Regular Board Meeting held February 9, 2026.
 - 6.2) Payment of Bills for February 23, 2026.
- 7) Action Items - Action Calendar (The public shall have an opportunity to comment on any action item as each item is considered by the Board of Directors prior to action being taken.)
 - 7.1) Consideration and Possible Action to Approve and Authorize the General Manager to Execute an Agreement with Nona Palmdale, LLC for Easement Dedication and Construction of Facilities for Well 34A (APN 3051-014-902). (No Budget Impact – Engineering Manager Bader)
 - 7.2) Consideration and Possible Action on Equipment Purchase for 2026 Meter Exchange Program. (\$2,000,000.00 – Budgeted – Customer Care Supervisor Rosati)
 - 7.3) Consideration and Possible Action to Reschedule or Cancel the March 9, 2026 Regular Board Meeting. (No Budget Impact – General Manager LaMoreaux)
 - 7.4) Consideration and Possible Action on Authorization of the Following Conferences, Seminars, and Training Sessions for Board and Staff Attendance Within Budget Amounts Previously Approved in the 2026 Budget:
 - a) None at this time.
- 8) Information Items:
 - 8.1) Finance Reports:
 - a) Status Report on Current Cash Balances as of December 2025. (Financial Advisor Egan/Finance Committee)
 - b) Status Report on Financial Statements, Revenue, and Expense and Departmental Budget Reports for December 2025. (Finance Manager Iguaran/Finance Committee)
 - c) Status Report on Committed Contracts Issued. (Finance Manager Iguaran/Finance Committee)
 - d) Other Financial Reports. (Finance Manager Iguaran/Finance Committee)
 - 1) Revenue Projections.
 - 2) Monthly Billing Statistics.
 - 3) Rate Assistance Program Status.

8.2) Reports of Directors:

a) Standing Committees; Organization Appointments; Agency Liaisons:

- 1) Antelope Valley East Kern Water Agency (AVEK) Meeting – February 10. (Director Dino, Board Liaison/President Mac Laren-Gomez, Alt.)
- 2) Antelope Valley State Water Contractors Association (AVSWCA) Meeting – February 12. (President Mac Laren-Gomez, Chair/Director Wilson/Director Kellerman, Alt.)
- 3) Finance Committee Meeting – February 17. (Director Wilson, Chair/Director Kellerman/Director Sanchez, Alt.)
- 4) Palmdale Fin & Feather Club Meeting – February 21. (Director Wilson/Director Kellerman, Alt.)

b) General Meeting Reports.

8.3) Report of General Manager.

a) February 2026 Written Report of Activities through January 2026.

8.4) Report of General Counsel.

9) Board Members' Requests for Future Agenda Items.

10) Adjournment.



DENNIS D. LaMOREAUX,
General Manager

DDL/dh

MINUTES OF REGULAR MEETING OF THE BOARD OF DIRECTORS OF THE PALMDALE WATER DISTRICT, FEBRUARY 9, 2026:

A regular meeting of the Board of Directors of the Palmdale Water District was held Monday, February 9, 2026, at 2029 East Avenue Q, Palmdale, California, in the Board Room of the District Office. President, Kathy Mac Laren-Gomez, called the meeting to order at 6:00 p.m.

1) Pledge of Allegiance/Moment of Silence.

At the request of President Mac Laren-Gomez, Director Sanchez led the Pledge of Allegiance followed by a moment of silence.

2) Roll Call.

Attendance:

Kathy Mac Laren-Gomez, President
Scott Kellerman, Vice President
Don Wilson, Treasurer
Cynthia Sanchez, Secretary
Debbie Dino, Assistant Secretary

Others Present:

Dennis LaMoreaux, General Manager
Scott Rogers, Assistant General Manager
Paul Early, General Counsel
Viri Iguaran, Finance Manager
Wendell Wall, Facilities Manager
Claudia Bolanos, Resource and Analytics Director
Judy Shay, Public Affairs Director
Danielle Henry, Executive Assistant
3 members of the public

3) Adoption of Agenda.

It was moved by Director Kellerman, seconded by Director Sanchez, and unanimously carried by all members of the Board of Directors present at the meeting to adopt the agenda, as written.

4) Public Comments for Non-Agenda Items.

There were no public comments for non-agenda items.

5) Presentations:

5.1) Delta Conveyance Project Update. (Graham Bradner, Executive Director, Delta Conveyance Design and Construction Authority/Carrie Buckman, Environmental Program Manager, Department of Water Resources)

Carrie Buckman, Environmental Program Manager for the Department of Water Resources, and Graham Bradner, Executive Director of the Delta Conveyance Design and Construction Authority, provided an update on the Delta Conveyance Project, including 2025 milestones, upcoming implementation decisions, missed water supply opportunities from previous years, permitting and engineering activities, and the Project's planned next steps

followed by a brief conversation of the construction-related impacts, mitigation measures, and the anticipated completion timeline.

6) Action Items - Consent Calendar: (The Public Shall Have an Opportunity to Comment on Any Action Item on the Consent Calendar as the Consent Calendar is Considered Collectively by the Board of Directors Prior to Action Being Taken.)

6.1) Approval of Minutes of Regular Board Meeting held January 26, 2026.

6.2) Payment of Bills for February 9, 2026.

President Mac Laren-Gomez announced the items included in the Consent Calendar after which it was moved by Director Sanchez, seconded by Director Dino, and unanimously carried by all members of the Board of Directors present at the meeting to approve those items included in the Consent Calendar.

7) Action Items - Action Calendar (The Public Shall Have an Opportunity to Comment on Any Action Item as Each Item is Considered by the Board of Directors Prior to Action Being Taken.)

7.1) Consideration and Possible Action to Approve and Authorize the General Manager to Enter into a Contract with Weber Water Resources for the Rehabilitation of Wells 2A and 3A. (\$900,000.00 – Not-to-Exceed – Non-Budgeted – Facilities Manager Wall)

Facilities Manager Wall provided an overview of the operational background, previous rehabilitations, and the work required to maintain water production from Wells 2A and 3A, and after a brief discussion of the proposals received, it was moved by Director Dino, seconded by Director Wilson, and unanimously carried by all members of the Board of Directors present at the meeting to approve and authorize the General Manager to enter into a Contract with Weber Water Resources for the Rehabilitation of Wells 2A and 3A in a not-to-exceed amount of \$900,000.00.

7.2) Consideration and Possible Action on Authorization of the Following Conferences, Seminars, and Training Sessions for Board and Staff Attendance Within Budget Amounts Previously Approved in the 2026 Budget:

a) None at this time.

There were no conferences, seminars, or training sessions to consider.

8) Information Items:

8.1) Reports of Directors:

a) Standing Committees; Organization Appointments; Agency Liaisons:

**1) Antelope Valley East Kern Water Agency (AVEK) Meeting – January 27.
(Director Dino, Board Liaison/President Mac Laren-Gomez, Alt.)**

Director Dino reported that on January 27, she attended the AVEK Board Meeting where they approved an agreement with Lisa Lombardi O'Reilly to develop and create an AVEK historical/legacy book.

2) Outreach Committee Meeting – February 5. (Director Dino, Chair/Director Sanchez/Director Wilson, Alt.)

Director Dino reported that on February 5, she attended the Outreach Committee Meeting where they discussed the positive community response to the District's float in the 2025 Antelope Valley Chambers of Commerce Christmas Parade.

Director Sanchez added that the Committee also approved plans for a District-sponsored 5K race at Lake Palmdale.

3) Palmdale Fin & Feather Club Meeting – February 7. (Director Wilson/Director Kellerman, Alt.)

Director Wilson had no report for the February 7 Palmdale Fin & Feather Club Meeting.

b) General Meeting Reports of Directors.

Director Kellerman reported on his attendance at a Board Briefing on February 5 and the Palmdale Water District (PWD) Regular Board Meeting on February 9.

Director Wilson reported on his attendance at the PWD Regular Board Meeting on January 26, the Outreach Committee Meeting on February 5, and a Board Briefing on February 5.

Director Sanchez reported on her attendance at the Outreach Committee Meeting on February 5, a Board Briefing on February 5, and the Palmdale School District Foundation Dinner on February 6.

Director Mac Laren-Gomez reported on her attendance at the Public Water Suppliers Meeting on January 27, the AVEK Board Meeting on January 27, the Watermaster Meeting on January 28, an Agenda Review Briefing on January 30, a Board Briefing on February 5, and the Palmdale School District Foundation Dinner on February 6.

Director Dino reported on her attendance at the PWD Regular Board Meeting on January 26, the AVEK Board Meeting on January 27, a Board Briefing on February 4, the Outreach Committee Meeting on February 5, and the PWD Regular Board Meeting on February 9.

8.2) Report of General Manager.

a) Department Activity Updates:

1) Public Affairs Department. (Public Affairs Director Shay)

Public Affairs Director Shay reported on department activities, including press releases, print and online publicity, outreach events, social media highlights, and lobbying efforts. She also reviewed upcoming events, including the 2026 ACWA Legislative Symposium on February 11, the District-hosted Valentine's-themed Blood Drive on February 12, "Let's Talk H2O! Making Conservation a Way of Life" on March 11, the Special District Association of North Los Angeles County (SDANLAC) Chapter Luncheon on April 2, the 8th Annual Water Ambassadors Academy in April, two Fall Junior Water Ambassadors Academies, and the inaugural PWD 5K Run/Walk H2GO on June 13.

She also provided an overview of the material and staff costs associated with the District's Christmas Parade float followed by a brief discussion on the related community outreach return on investment.

8.3) Report of General Counsel.

General Counsel Early provided a summary of the key 2026 Brown Act changes, including social media interaction rules, meeting procedures and attendance, and public participation requirements.

9) Board Members' Requests for Future Agenda Items.

There were no requests for future agenda items.

10) Adjournment.

There being no further business to come before the Board, the meeting was adjourned at 7:12 p.m.

Secretary



BOARD MEMORANDUM

DATE: February 23, 2026
TO: BOARD OF DIRECTORS
FROM: Engineering Manager Bader
VIA: Assistant General Manager Rogers
 General Manager LaMoreaux
RE: ***CONSIDERATION AND POSSIBLE ACTION TO APPROVE AND AUTHORIZE THE GENERAL MANAGER TO EXECUTE AN AGREEMENT WITH NONA PALMDALE, LLC FOR EASEMENT DEDICATION AND CONSTRUCTION OF FACILITIES FOR WELL 34A (APN 3051-014-902). (NO BUDGET IMPACT – ENGINEERING MANAGER BADER)***

Recommendation:

Staff recommends that the Board approve and authorize the General Manager to execute the agreement between the Palmdale Water District and Nona Palmdale, LLC for the grant of right-of-way dedication and construction of facilities for Well 34A (APN 3051-014-902).

Alternative Options:

The Board can choose not to approve the agreement between the Palmdale Water District and Nona Palmdale, LLC.

Impact of Taking No Action:

Any proposed right-of-way dedication and construction improvements outlined in the agreement will be the District's financial responsibility once the well site is ready for development.

Background:

The District has an existing property reserved for the future well site development of Well 34A, APN 3051-014-902. The well site falls within the vicinity of the developer's proposed tract development TTM 74955, which the City is requiring right-of-way dedication. The requested right-of-way dedication requires Palmdale Water District to quitclaim a portion of the well site property. District staff have agreed with providing the portion required for the right-of-way dedication with the requested construction of improvements to the well site as stated in the agreement.

Strategic Plan Initiative/Mission Statement:

This item is under Strategic Initiative No. 3 Systems Efficiency

This item directly relates to the District's Mission Statement.

February 23, 2026

Budget:

There is no budget impact to approve this Agreement.

Supporting Documents:

- Agreement between Palmdale Water District and Nona Palmdale, LLC
- Irrevocable Offer of Dedication

**AGREEMENT BETWEEN PALMDALE WATER DISTRICT AND NONA PALMDALE, LLC
REGARDING EASEMENT DEDICATION AND CONSTRUCTION OF FACILITIES**

THIS AGREEMENT is made and entered into this ____ day of _____, 2026, by and between the PALMDALE WATER DISTRICT, a public agency ("District"), and NONA PALMDALE, LLC, a California limited liability company ("Developer").

RECITALS

A. Developer is the owner of certain real property located in the City of Palmdale, County of Los Angeles, State of California, and is developing said property under Tentative Tract Map No. 74955.

B. District is the owner of real property identified as APN 3051-014-902, located in the City of Palmdale, County of Los Angeles, State of California ("District Property").

C. Developer has requested that District dedicate a portion of the District Property to the City of Palmdale for public road and highway purposes as more particularly described in Exhibit 'A' (Legal Description) and depicted in Exhibit 'B' (Map) attached hereto and incorporated herein by reference ("Easement Area").

D. District is willing to grant the requested dedication subject to the terms and conditions set forth in this Agreement.

AGREEMENT

NOW, THEREFORE, in consideration of the mutual covenants, promises, and agreements contained herein, the parties agree as follows:

1. **DEDICATION BY DISTRICT.** In lieu of financial compensation to District for providing the requested dedication, Developer agrees to design and construct a block wall, gate, fencing, and driveway access to existing District site APN 3051-014-902 as shown on the exhibit attached hereto as Exhibit 'C' and incorporated herein by reference.
2. **DESIGN APPROVAL.** Developer agrees to submit to the District, block wall, gate, fencing, and driveway access design/details for approval and acceptance prior to commencing construction. District shall review and provide comments or approval within thirty (30) days of submission.

3. **COSTS.** All costs associated with the proposed dedication, design, and construction of block wall, gate, fencing, and driveway access, including any permitting, will be the responsibility of the Developer.
4. **INSPECTION AND ACCEPTANCE.** Upon completion of construction of the proposed block wall, gate, fencing, and driveway access, the District will be notified to inspect and approve prior to acceptance. District shall conduct such inspection within ten (10) business days of notification.
5. **PROPERTY EXCHANGE.** Developer agrees to provide an easement over a portion of Lot 1 of Tentative Tract Map No. 74955 to the District for any lawful District purpose to account for the square footage being dedicated to the City of Palmdale for right-of-way purposes. The exact square footage of such easement shall be determined by mutual agreement between the parties based on final engineering calculations.
6. **GRANT OF EASEMENT.** Upon satisfactory completion and acceptance of all improvements described herein, District shall execute and deliver to Developer an Irrevocable Offer of Dedication for public road and highway purposes over the Easement Area in favor of the City of Palmdale.
7. **TERM.** This Agreement shall commence on the date first written above and shall continue until the completion and acceptance of all improvements and the recording of the Irrevocable Offer of Dedication or until December 31, 2035, whichever occurs first.
8. **INDEMNIFICATION.** Developer shall indemnify, defend, and hold harmless District, its officers, agents, and employees from and against any and all claims, damages, losses, liabilities, and expenses (including reasonable attorneys' fees) arising from or in connection with this Agreement and the construction of improvements contemplated herein.
9. **INSURANCE.** Prior to commencing construction, Developer shall provide District with evidence of insurance coverage, including general liability insurance, in amounts and with carriers reasonably satisfactory to District, naming District as an additional insured. Developer shall ensure that all contractors and subcontractors working on District property also maintain satisfactory insurance coverage naming the District as an additional insured.
10. **ASSIGNMENT.** This Agreement may be assigned by either party without the prior written consent of the other party.

11. **ENTIRE AGREEMENT.** This Agreement contains the entire agreement between the parties with respect to the subject matter hereof and supersedes all prior understandings or agreements, oral or written.
12. **AMENDMENTS.** This Agreement may be amended only by a written instrument executed by both parties.
13. **GOVERNING LAW.** This Agreement shall be governed by and construed in accordance with the laws of the State of California.
14. **SEVERABILITY.** If any provision of this Agreement is held to be invalid or unenforceable, the remaining provisions shall continue to be valid and enforceable.
15. **COUNTERPARTS.** This Agreement may be executed in counterparts, each of which shall be deemed an original, but all of which together shall constitute one and the same instrument.

IN WITNESS WHEREOF, the parties hereto have executed this Agreement as of the date first above written.

PALMDALE WATER DISTRICT

By: _____

Name: Dennis D. LaMoreaux

Title: General Manager

NONA PALMDALE, LLC

By:  _____

Name: Aaron Rivani

Title: Manager

EXHIBITS:

- Exhibit A: Legal Description of Easement Area
- Exhibit B: Map of Easement Area
- Exhibit C: Block Wall, Gate, Fencing, and Driveway Access Design

RECORDING REQUESTED BY:

CITY OF PALMDALE

WHEN RECORDED MAIL TO:

**CITY OF PALMDALE
OFFICE OF THE CITY CLERK
38300 SIERRA HIGHWAY, SUITE C
PALMDALE, CA 93550**

Space above this line is for Recorder's Use

The Undersigned declared that the documentary Transfer Tax is \$0.
The value of the property in this conveyance, exclusive of liens and
encumbrances is \$100.00 or less, and there is no additional consideration
received by the grantor, R&T 11911

IRREVOCABLE OFFER OF DEDICATION

I/We the undersigned, Record Owner(s) of the following described property in the City of Palmdale, County of Los Angeles, State of California:

PALMDALE WATER DISTRICT, A MUNICIPAL CORPORATION

do(es) hereby offer to dedicate to the **City of Palmdale, a Charter City**, an easement for public road and highway purposes in, upon, over, and across said property as described herein:

See Exhibit 'A' and Exhibit 'B' attached hereto and made a part hereof

It is understood that this instrument transfers to the City said Road Easement hereby offered at such time the City accepts the Easement. It is further understood that each undersigned grantor grants only that portion of the above described land in which said grantor has an interest and reserving to the grantor all ordinary uses of said land except the erection or construction of any structure not ordinarily placed in said easement until such time as said easement is accepted by the City and/or is opened for public use.

This offer is binding on the owner, his heirs, assignees or successors in interest, and shall continue until accepted or rejected, in whole or in part, at any time or times, by the City Council of the City of Palmdale.

Dated: _____, 2024

PALMDALE WATER DISTRICT
Property Owner

FOR: APN 3051-014-902

Property Owner's Signature (Notarized)
NAME:
TITLE:

NOTE: All signatures must be notarized with California All-Purpose Acknowledgement Form.

EXHIBIT "A"
LEGAL DESCRIPTION
APN 3051-014-902

ALL THAT PORTION OF THE NORTH HALF OF THE NORTH HALF OF THE EAST HALF OF THE WEST HALF OF THE SOUTHWEST QUARTER OF SECTION 3, TOWNSHIP 5 NORTH, RANGE 11 WEST, SAN BERNARDINO MERIDIAN, IN THE CITY OF PALMDALE, COUNTY OF LOS ANGELES, STATE OF CALIFORNIA, ACCORDING TO THE OFFICIAL PLAT OF SAID LAND MORE PARTICULARLY DESCRIBED AS FOLLOWS:

COMMENCING AT THE NORTHEAST CORNER OF THE EAST HALF OF THE WEST HALF OF THE SOUTHWEST QUARTER OF SAID SECTION 3; THENCE NORTH $89^{\circ}53'05''$ WEST ALONG THE NORTH LINE OF SAID EAST HALF, A DISTANCE OF 32.00 FEET TO THE TRUE POINT OF BEGINNING BEING ON A LINE PARALLEL WITH AND DISTANT 32.00 FEET WESTERLY MEASURED AT RIGHT ANGLES FROM THE EASTERLY LINE OF SAID NORTHEAST CORNER OF EAST HALF; THENCE SOUTH $00^{\circ}08'33''$ WEST ALONG SAID PARALLEL LINE, A DISTANCE OF 94.98 FEET TO THE BEGINNING OF A TANGENT CURVE CONCAVE NORTHWESTERLY HAVING A RADIUS OF 13.00 FEET AND A CENTRAL ANGLE OF $02^{\circ}43'43''$; THENCE SOUTHWESTERLY ALONG SAID CURVE A DISTANCE OF 0.62 FEET TO A POINT OF CUSP AND BEGINNING OF A NON-TANGENT CURVE CONCAVE SOUTHWESTERLY HAVING A RADIUS OF 88.00 FEET AND A CENTRAL ANGLE OF $07^{\circ}06'19''$; THENCE NORTHWESTERLY ALONG SAID CURVE A DISTANCE OF 10.91 FEET; THENCE NORTH $08^{\circ}00'41''$ WEST A DISTANCE OF 45.00 FEET TO THE BEGINNING OF A TANGENT CURVE CONCAVE SOUTHEASTERLY HAVING A RADIUS OF 72.00 FEET AND A CENTRAL ANGLE OF $32^{\circ}45'08''$; THENCE NORTHEASTERLY ALONG SAID CURVE A DISTANCE OF 41.16 FEET TO THE NORTH LINE OF SAID NORTHEAST CORNER OF EAST HALF; THENCE SOUTH $89^{\circ}53'05''$ EAST A DISTANCE OF 1.47 FEET TO THE TRUE POINT OF BEGINNING.

TO BE KNOWN AS 60TH STREET EAST

CONTAINING 440 SQUARE FEET MORE OR LESS

REFERENCE IS HEREBY MADE TO EXHIBIT "B" ATTACHED HERETO.


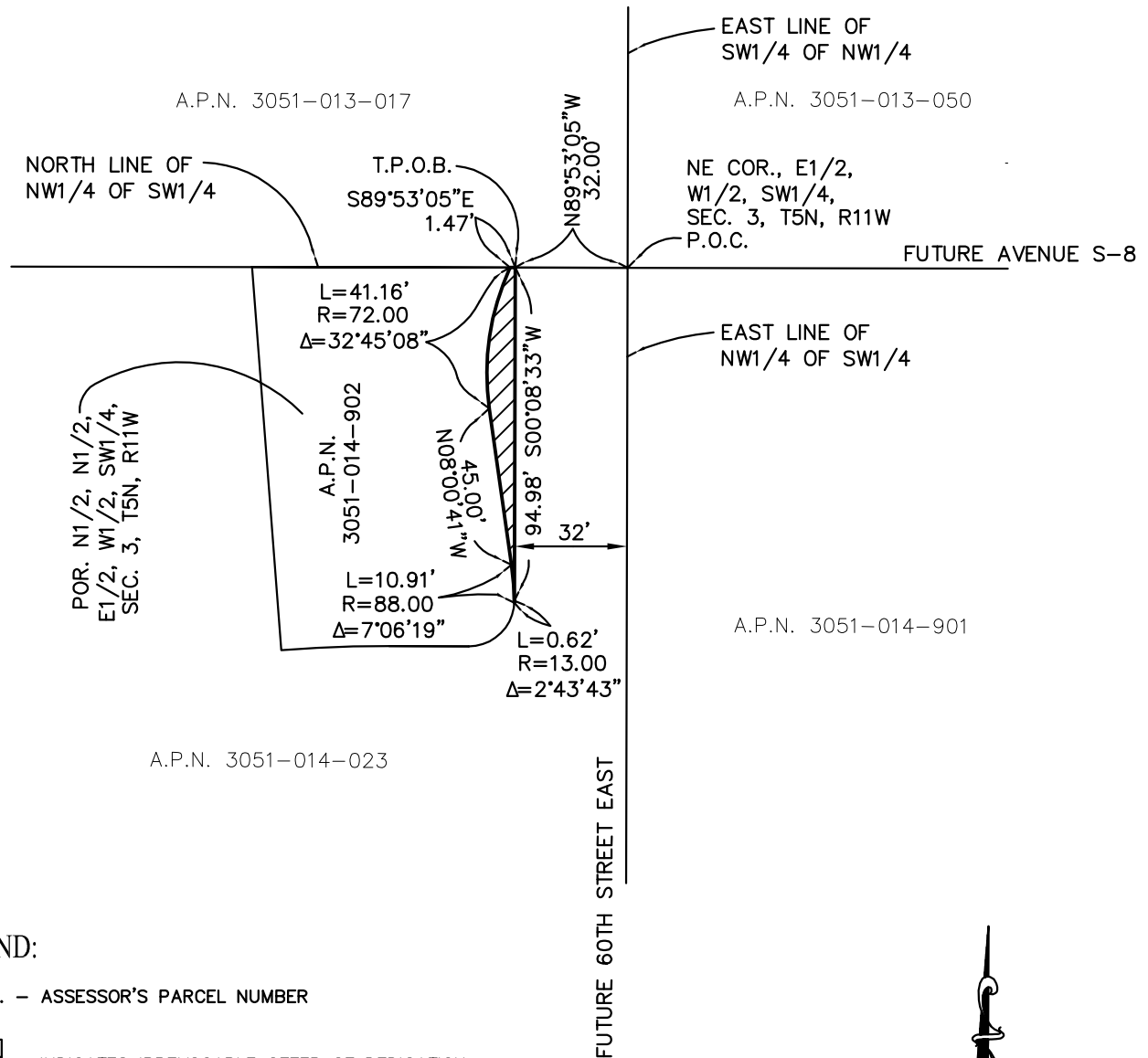
 03/05/24
KARL MALICK LS 7822 DATE

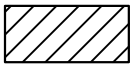


EXHIBIT 'B'
IRREVOCABLE OFFER OF DEDICATION



LEGEND:

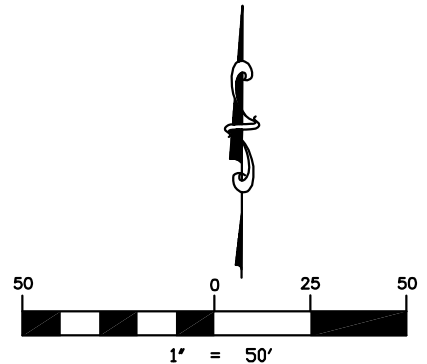
A.P.N. - ASSESSOR'S PARCEL NUMBER



- INDICATES IRREVOCABLE OFFER OF DEDICATION

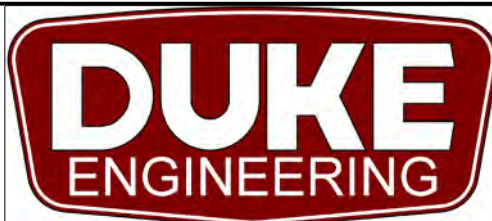
THE USE OF ASSESSOR'S PARCEL NUMBERS IS LIMITED TO REFERENCE OF PARCELS ONLY, AND CANNOT BE USED FOR LEGAL DESCRIPTION PURPOSES, REVENUE AND TAXATION CODE, SECTION 327

Karl Mallick 03/05/24
KARL MALICK L 7822 DATE



DUKE ENGINEERING
759 W LANCASTER BLVD
LANCASTER CA 93534
(661) 952-7918

CITY OF PALMDALE



TITLE:
IRREVOCABLE
OFFER OF
DEDICATION

EXHIBIT "B "

SHEET: 1 OF 1



BOARD MEMORANDUM

DATE: February 23, 2026
TO: BOARD OF DIRECTORS
FROM: Customer Care Supervisor Rosati
VIA: Finance Manager/CFO Iguaran
General Manager LaMoreaux
RE: *CONSIDERATION AND POSSIBLE ACTION ON EQUIPMENT PURCHASE FOR 2026 METER EXCHANGE PROGRAM. (\$2,000,000.00 – BUDGETED – CUSTOMER CARE SUPERVISOR ROSATI)*

Recommendation:

Staff recommends the Board consider and approve the 2026 Meter Exchange capital project, appropriate \$2,000,000.00 for the project costs and approve the purchase of iPerl Meters with single port radios and Old Castle meter lids for the 2026 Budget year.

Alternative Options:

Staff could re-evaluate the total routes to be changed and propose a lesser quantity.

Impact of Taking No Action:

Currently, we are utilizing multiple reading systems to read the District's meters, even with changes that have already been implemented. This includes reading meters manually with extensive hours performed for the manual read processing. Not completing the meter change out of the 3,413 meters will cause District staff to mitigate higher manual reading of the proposed routes along with estimating reads on stuck meters. We currently have 8,943 failing Zenner meters as well as 555 stuck meters.

Background:

This purchase will allow staff to change out 3,413 meters within multiple routes. This meter purchase will follow the District Rules and Regulations with a Meter Maintenance Program. The total cost estimate is \$2,000,000.00 and includes provisions for inflationary changes during the year.

Staff is targeting meters that are more than eight (8) years old and read by the Itron reading system routes are also targeted due to equipment Itron/Zenner failure. All these meters will be able to be read via AMI.

February 23, 2026

Strategic Plan Initiative/Mission Statement:

This item is under Strategic Initiative No. 1 – Water Resource Reliability.

This item directly relates to the District's Mission Statement.

Budget:

Staff is requesting an appropriation of \$2,000,000.00 from General Fund to fund the Capital Improvement Project.

Supporting Documents:

- Aqua-Metric Quote – Brass iPerl meters (various sizes), 520M MXU single port radios, meter box lids



Sales Quote

Aqua-Metric Sales Company

Hector Gutierrez-Account manager

4050 Flat Rock Drive | Riverside, CA 92505

Phone: (951) 637-1400 | Facsimile: (951) 637-1500

January 12, 2026

Quote for: Palmdale Water District

Attention: Tara Rosati- Customer Care Supervisor

Address: 2029 East Avenue Q

City, State, ZIP: Palmdale , Ca, 93550

Phone: 661-456-1069

Email: trosati@palmdalewater.org

Quantity	Description	Unit Price	Line Total
0			
0			
3413	520M MXU single port radios	\$165.70	\$565,534.10
2939	3/4"s Brass iPerl meters 100cf 4wheel w/TRPL	\$182.72	\$537,014.08
474	1" Brass iPerl meter 100cf 4wheel w/TRPL	\$261.60	\$123,998.40
3400	Old Castle lids #37 FL12 Drilled lids corner cut out 11-3/8 x 18"	\$55.20	\$187,680.00
1	2.75% Tariff on all orders	\$38,891.23	\$38,891.23
PLEASE ADD YOUR TAX RATE TO THE TOTAL, THANK YOU			

Subtotal	\$1,453,117.81
Shipping & Handling	
Sales Tax	
Total	\$1,453,117.81

This quote for the product and services named above is subject to the following terms::

1. All quotes are subject to the Aqua-Metric Terms of Sale.
2. Quote is valid for thirty days.
3. Freight allowed on single orders exceeding \$80,000.00.
4. Net Thirty Days to Pay
5. Returned product may be subject to a 25% restocking fee.
6. Sales Tax and/or Freight charges are approximated and may vary on final invoice.
7. TAXES AND FEES. All prices quoted are exclusive of federal taxes, state taxes, municipal taxes, tariffs, duties, and other gov



Sales Quote

January 12, 2026

Aqua-Metric Sales Company

Hector Gutierrez-Account manager

4050 Flat Rock Drive | Riverside, CA 92505

Phone: (951) 637-1400 | Facsimile: (951) 637-1500

Quote for: Palmdale Water District

Attention: Tara Rosati- Customer Care Supervisor

Address: 2029 East Avenue Q

City, State, ZIP: Palmdale , Ca, 93550

Phone: 661-456-1069

Email: trosati@palmdalewater.org

Quantity	Description	Unit Price	Line Total
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government-imposed fees (collectively the "Taxes and Fees") related to the procurement, installation, and delivery of materials and equipment. Customer shall be liable for all applicable Taxes and Fees imposed upon the Goods purchased. Taxes and Fees will be added to each applicable invoice and are the responsibility of the Customer. If Customer is exempt from sales tax, Customer is required to provide all applicable tax exemption documentation at the time of purchase. Any changes in Taxes and Fees may result in adjustments to the final invoice accordingly.



BOARD MEMORANDUM

DATE: February 23, 2026
TO: BOARD OF DIRECTORS
FROM: Dennis D. LaMoreaux, General Manager
RE: *CONSIDERATION AND POSSIBLE ACTION TO RESCHEDULE OR CANCEL THE MARCH 9, 2026 REGULAR BOARD MEETING. (NO BUDGET IMPACT – GENERAL MANAGER LaMOREAUX)*

Recommendation:

Staff recommends that the March 9, 2026 Regular Board Meeting be cancelled due to a lack of a Board quorum if three Directors plan to attend the 2026 WateReuse Symposium.

Alternative Options:

The March 9, 2026 Regular Board Meeting could be rescheduled to another time in March.

Impact of Taking No Action:

A quorum may not be available to hold a Board Meeting.

Background:

Board Directors have shown interest in attending the 2026 WateReuse Symposium in Los Angeles. The second day of the Symposium falls on the same day as the first Regular Board Meeting in March. Under Brown Act provisions, a quorum of the legislative body must participate in person from a physical location open to the public within the boundaries of jurisdiction.

Strategic Plan Initiative/Mission Statement:

This item is under Strategic Initiative No. 5 – Regional Leadership.

Budget:

Cancelling or rescheduling the first Regular Board Meeting in March will not affect the budget.

Supporting Documents:

- There are no supporting documents.



BOARD MEMORANDUM

DATE: February 23, 2026
TO: **BOARD COMMITTEE**
FROM: Financial Advisor Egan
VIA: General Manager LaMoreaux
RE: ***STATUS REPORT ON CASH FLOW STATEMENT AND CURRENT CASH BALANCES AS OF DECEMBER 2025. (FINANCIAL ADVISOR EGAN/FINANCE COMMITTEE)***

Attached are the Cash Notes and the Investment Funds Report as of December 2025. The reports will be reviewed in detail at the Board meeting.

		<u>2025</u>				
		<u>November to December 2025</u>				
		<u>acct 11469</u>				
		Balance	12/31/2025	4,772,776.36		
		Balance	11/30/2025	737,404.65		
		Increase		4,035,371.71		
					Taxes	
		One month activity			YTD expected	9,593,355
		Interest/Mkt value received		2,526.89	YTD received	9,180,694
		Transfer to 24016		(1,000.00)	Decrease	(412,661)
		Taxes received		4,033,844.82		
		Increase		4,035,371.71		
		<u>Acct 11475</u>				
		Balance	12/31/2025	3,331,597.77		
		Balance	11/30/2025	3,319,201.25		
		Increase		12,396.52		
		One month activity				
		Interest/Mkt value received		12,396.52		
					<u>all accounts</u>	
					FACE	10,380,000
		<u>Acct 11432</u>			Value	10,287,062
		Balance	12/31/2025	8,231,987.42	Future earnings	92,938
		Balance	11/30/2025	8,452,180.13		
		Decrease		(220,192.71)		
					<u>Int/Mkt</u>	<u>Month</u>
		One month activity			Jan	57,375.13
		Transfer to 24016		(250,000.00)	Feb	60,018.67
		Interest/Mkt value received		29,807.29	Mar	66,657.96
		Decrease		(220,192.71)	Apr	57,188.36
					May	53,634.74
					Jun	81,154.30
		<u>Acct 24016.</u>			Jul	66,098.38
		Balance	12/31/2025	2,136,614.63	Aug	92,271.30
		Balance	11/30/2025	1,878,993.92	Sep	73,493.89
		Increase		257,620.71	Oct	57,632.15
					Nov	49,969.76
		One month activity			Dec	51,351.41
		Interest/Mkt value received		6,620.71		
		Transfer from 11469		1,000.00	<u>2024 interest</u>	<u>decrease</u>
		Transfer from 11432		250,000.00	801,272	34,425.88
		Increase		257,620.71		

		2025	
		FOURTH Quarter 2025 Major account Activity	
		<u>acct 11469</u>	
		Balance	12/31/2025
			4,772,776.36
		Balance	9/30/2025
			795,772.49
		Decrease	3,977,003.87
		<u>Three months activity</u>	
		Taxes received	4,244,776.19
		Interest/Mkt value received	6,465.73
		Transfer from 11432	3,311,087.99
		Transfer from 11432	250,000.00
		Transfer to Land Veritas	(2,622,000.00)
		Transfer to Garney Holding	(260,537.22)
		Transfer to Garney Holding	(689,087.99)
		Transfer to CBB	(263,700.83)
		Decrease	3,977,003.87
		<u>Acct 11475</u>	
		Balance	12/31/2025
			3,331,597.77
		Balance	9/30/2025
			3,299,145.65
		Increase	32,452.12
		<u>Three months activity</u>	
		Interest/Mkt value received	32,452.12
		Increase	32,452.12
		<u>Acct 11432</u>	
		Balance	12/31/2025
			8,231,987.42
		Balance	9/30/2025
			11,941,493.89
		Decrease	(3,709,506.47)
		<u>Three months activity</u>	
		Transfer to 11469	(250,000.00)
		Transfer to 11469	(3,311,087.99)
		Transfer to 24016	(250,000.00)
		Interest/Mkt value received	101,581.52
		Decrease	(3,709,506.47)
		<u>Acct 24016.</u>	
		Balance	12/31/2025
			2,136,614.63
		Balance	9/30/2025
			1,868,160.68
		Increase	268,453.95
		<u>Three months activity</u>	
		Transfer from 11432.	250,000.00
		Interest/Mkt value received	18,453.95
		Increase	268,453.95

PALMDALE WATER DISTRICT
INVESTMENT FUNDS REPORT
January 31, 2026

					January 2026	December 2026
CASH						
1-00-0103-100	Citizens - Checking				4,025,875.20	5,459,593.70
1-00-0103-200	Citizens - Refund				9,248.09	10,848.35
1-00-0103-300	Citizens - Merchant				107,378.46	324,104.25
				Bank Total	4,142,501.75	5,794,546.30
1-00-0110-000	PETTY CASH				300.00	300.00
1-00-0115-000	CASH ON HAND				5,400.00	5,400.00
				TOTAL CASH	4,148,201.75	5,800,246.30
INVESTMENTS						
1-00-0135-000	Local Agency Investment Fund			Acct. Total	14,510.37	14,358.55
1-00-0120-000	UBS Money Market Account General (SS 11469)					
	Cash				0.00	0.00
	UBS Select Government Preferred Fund current yield 3.63%				741,108.00	738,826.78
*	UBS Insured Sweep				2,089,393.86	4,033,949.58
	Accrued interest				0.00	0.00
					2,830,501.86	4,772,776.36
US Government Securities						
CUSIP #	Issuer	Maturity Date	Rate	PAR	Market Value	Market Value
					0.00	0.00
				-	0.00	0.00
Certificates of Deposit						
	Issuer	Maturity Date	Rate	Face Value		
	Cape Cod Cooperati	12/11/2025	4.200			
				-	0.00	0.00
				Acct. Total	2,830,501.86	4,772,776.36
1-00-1110-000	UBS Money Market Account Capital (SS 11475)					
	UBS Select Government Preferred Fund current yield 3.63%				543,840.00	542,166.03
	UBS Insured Sweep				806.89	0.00
	Cash					
	Accrued interest				15,617.93	13,485.64
					560,264.82	555,651.67
US Government Securities						
CUSIP #	Issuer	Maturity Date	Rate	PAR	Market Value	Market Value
91282CBQ3	US Treasury Note	2/28/2026	0.500	640,000	638,508.80	636,665.60
91282CBT7	US Treasury Note	3/31/2026	0.75	1,650,000	1,642,360.50	1,639,143.00
				2,290,000	2,280,869.30	2,275,808.60
Certificates of Depo						
	Issuer	Maturity Date	Rate	Face Value	Market Value	Market Value
	Merrick Bank	02/10/26	3.80	250,000	249,997.50	249,995.00
	Bank Of America	03/06/26	4.25	250,000	250,072.50	250,142.50
				500,000	500,070.00	500,137.50
				Acct. Total	3,341,204.12	3,331,597.77
1-00-0125-000	UBS Access Account General (SS 11432)					
	Cash					
	UBS Select Government Preferred Fund yield 3.63%				544,778.63	543,101.74
	UBS Insured Sweep				1,240,140.89	1,240,035.58
	Accrued interest				29,166.50	22,755.10
					1,814,086.02	1,805,892.42
US Government Securities						
CUSIP #	Issuer	Maturity Date	Rate	PAR	Market Value	Market Value
9128286F2	US Treasury Note	2/28/2026	2.50	1,000,000	999,080.00	998,050.00
91282CBq3	US Treasury Note	2/28/2026	0.50	1,000,000	997,670.00	994,790.00
91282CCf6	US Treasury Note	5/31/2026	0.75	1,000,000	990,520.00	988,490.00
91282CCW9	US Treasury Note	8/31/2026	0.75	3,000,000	2,951,100.00	2,945,130.00
91282CLP4	US Treasury Note	9/30/2026	3.50	500,000	499,655.00	499,635.00
				6,500,000.00	6,438,025.00	6,426,095.00
Certificates of Deposit						
	Issuer	Maturity Date	Rate	Face Value		
				-	0.00	0.00
				Acct. Total	8,252,111.02	8,231,987.42
				Total Managed Accounts	14,438,327.37	16,350,720.10
1-00-1121-000	UBS Rate Stabilization Fund (SS 24016) - District Restricted					
	Cash					
	UBS Select Government Preferred Fund yield 3.63%				542,710.45	541,039.94
	UBS Bank Insured Sweep				506,569.98	506,526.96
	Accrued interest				6,119.92	4,027.13
					1,055,400.35	1,051,594.03
CUSIP #	Issuer	Maturity	Rate	PAR		
9128285N6	US Treasury Note	11/30/2025	2.875			
91282CBW0	US Treasury Note	4/30/2026	0.75	590,000	585,946.70	584,595.60
				590,000	585,946.70	584,595.60
ificates of Deposit						
				Face Value		
	CFG BK MD	4/30/2026	4.25	250,000	250,087.50	250,100.00
	Wings Finl Credit MN US	5/7/2026	4.15	250,000	250,192.50	250,325.00
				500,000.00	500,280.00	500,425.00
				Acct. Total	2,141,627.05	2,136,614.63
GRAND TOTAL CASH AND INVESTMENTS					20,728,156.17	24,287,581.03
Increase (Decrease) in Funds					(3,559,424.86)	



BOARD MEMORANDUM

DATE: February 23, 2026
TO: BOARD OF DIRECTORS
FROM: Finance Manager/CFO Iguaran
VIA: General Manager LaMoreaux
RE: ***STATUS REPORT ON FINANCIAL STATEMENTS, REVENUE, AND EXPENSE AND DEPARTMENTAL BUDGET REPORTS FOR DECEMBER 2025. (FINANCE MANAGER IGUARAN/FINANCE COMMITTEE)***

Discussion:

Presented here are the Balance Sheet and Profit and Loss Statement for the period ending December 31, 2025.

This represents the twelfth month of the District's Budget Year 2025 and the final quarter of the fiscal year.

The financial statements are unaudited. The audit is scheduled to begin in late March, and the amounts presented may change as the District continues to record accruals for revenues and expenses and finalize account reconciliations.

We do not anticipate significant changes to operating revenues, as accounts receivable are recorded when water bills are issued. However, we do expect some adjustments on the expense side as we complete the accrual of vendor invoices that have not yet been recorded due to the timing of receipt.

Operating Revenues through December ended at 116.3% of the budget compared to 90.4% for Operating Expenses. This trend was shown in prior months and we anticipate to end the year with revenues well above projections and expenses below the costs that were projected for 2025.

Balance Sheet:

Balance Sheet – The balance sheet represents the 12-month period.

- The Balance Sheet reflects the District's ending balances for the fiscal year, along with comparative information from the prior year.
- Current liabilities decreased substantially due to the timing of payments. However, accrued accounts payable are still being finalized, and liabilities related to prior-year activity that were not paid until the subsequent year may result in adjustments as accruals are completed.
- Retained earnings as of December 31 totaled \$134 million, compared to \$120 million in the prior year. Bank reconciliations are still in progress, and adjustments to cash balances may occur as reconciliations are finalized through year-end.

Profit/Loss Statement:

Profit and Loss Statement - presents the income statement trending for the twelve months of the fiscal year.

- **Operating Revenues:** The District's operating revenues are performing above the **historical average, currently at 116.33% of budget. Total operating revenues for the month** were \$2,892,853, slightly lower than the prior month. The decrease is primarily attributable to reduced water sales and related fees. This trend is typical for December and was anticipated based on historical seasonal patterns.
- **Operating Expenses:** Overall, operating expenses are below the historical average at 90.34%, however, they were higher than November's expenses. This will also increase as accruals are completed for expenses.
- **Non-cash expenses:** were around the same from prior months. However, if we compare it to November 2025, it may look like a big jump due to receiving revenue from PRWA for a completed project and the project to date costs offsetting in that month.
- **Departmental Expenses:** Departments over 2025 budget were Operations, Information Technology, and Customer Care. These percentages are quite small and overall, the District is at 90.34% of the Operation Budget for Expenses for 2025. In the future, we will work with departments to transfer between lines so each department remains fully under the overall District Operational Budget.
- **Non-Operating Revenues:**
 - Non-operating revenues decreased from prior month and overall we overbudgeted by about \$1.6M, the bulk of this is the expectation of grant funding that was not yet received for the year.

Income Statement Variance Report - presents a year-to-year comparison with a primary focus on the quarterly data.

- **Operating Revenues:** Total revenues this quarter were \$9,928,883, slightly higher than the same quarter last year, by a variance of \$817,112. Total operating revenues through December were \$40,766,344 compared to the budget of \$35,042,302. This increase can be attributed to the rate increase and or meter exchanges.
- **Operating Expenses:** Operating expenses for the quarter were \$6,640,069, slightly lower than prior year at this time. Again, we do anticipate this to increase as we finish accruing back all expenses for the year.
- **Capital Improvement Fees (CIF):** CIF revenue in December was lower than some prior months; however, total CIF fees for the year reached \$2.6 million, significantly exceeding the annual budget projection of \$550,000. This strong performance provides substantial funding support for future capital projects, including the Well Rehabilitation project approved at the last Board meeting.

February 23, 2026

Department Indicators

The following variances were noted during the review of departmental budgets:

- **Finance:**

Finance budget for the month of December was slightly higher than anticipated for December but overall, for the year we remained under budget.

- **Customer Care:**

We've seen Customer Care over budget throughout the year. Overall, total dollar value of budget was \$1,844,280 for the year and the department went over by \$88k. The department has been heavily impacted by service order for faulty meters and that can be seen in the Payroll actuals for the year. The contract services section also went slightly over budget and it could be due to small unanticipated costs for the department. We have adjusted their 2026 budget to reflect a more realistic cost basis for operations.

Departments:

These pages the individual departmental budgets and actuals through December 31st. These are provided for your review and reflect updated formatting intended to improve clarity and comparison across departments compared to the income statement.

Non-Cash Definitions:

Depreciation: This is the spreading of the total expense of a capital asset over the expected life of that asset.

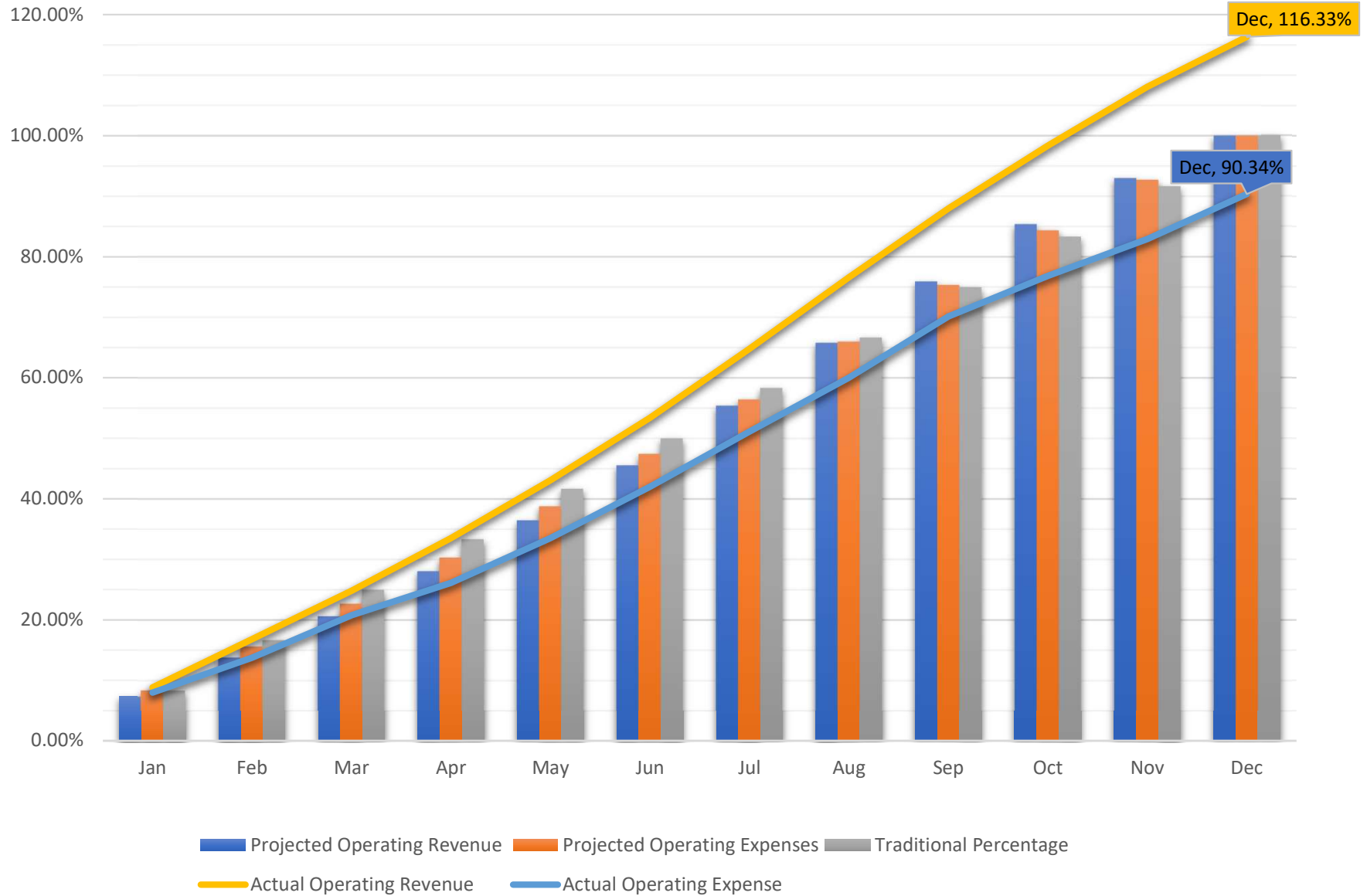
OPEB Accrual Expense: Other Post-Employment Benefits (OPEB) is the recognized annual required contribution to the benefit. The amount is actuarially determined in accordance with the parameters of GASB 45. The amount represents a level of funding that, if paid on an ongoing basis, is projected to cover normal costs each year.

Bad Debt: The uncollectible accounts receivable that has been written off.

Service Cost Construction: The value of material, parts & supplies from inventory used to construct, repair, and maintain our asset infrastructure.

Capitalized Construction: The value of our labor force used to construct our asset infrastructure.

Palmdale Water District Monthly Budgetary Percentages



Balance Sheet

PWD (Palmdale Water District)
Last Closed Period: Dec FY_2025
in currency
in Whole Dollars

	Ending Balances		Variance vs. PY		Ending Balances		Variance vs. PM	
	Dec '25 Actual	Dec '24 PY Actual	\$ Var	% Var	Dec '25 Actual	Nov '25 PM Actual	\$ Var	% Var
Current Assets								
[+] Cash & Equivalents	26,695,303	19,050,148	7,645,155	40.1%	26,695,303	24,617,466	2,077,837	8.4%
[+] Receivables	9,081,754	12,217,063	(3,135,309)	-25.7%	9,081,754	13,666,798	(4,585,044)	-33.5%
[+] Inventory	1,411,055	1,876,904	(465,849)	-24.8%	1,411,055	1,416,351	(5,296)	-0.4%
[+] Prepaid Expenses	865,540	945,941	(80,401)	-8.5%	865,540	506,422	359,118	70.9%
Total Current Assets	38,053,652	34,090,056	3,963,596	11.6%	38,053,652	40,207,037	(2,153,385)	-5.4%
Non Current Assets								
[+] Restricted Cash	15,556,911	27,663,117	(12,106,206)	-43.8%	15,556,911	15,553,506	3,406	0.0%
[+] Lease Receivables	140,441	140,441	-	0.0%	140,441	140,441	-	0.0%
[+] Investment	2,255,347	2,255,347	-	0.0%	2,255,347	2,255,347	-	0.0%
[+] Right-To-Use Assets	405,701	405,701	-	0.0%	405,701	405,701	-	0.0%
[+] Capital Assets not Depreciated	47,636,629	34,860,737	12,775,892	36.6%	47,636,629	47,320,037	316,592	0.7%
[+] Capital Assets Depreciated	169,549,475	164,536,897	5,012,578	3.0%	169,549,475	169,829,849	(280,374)	-0.2%
Total Non Current Assets	235,544,504	229,862,240	5,682,264	2.5%	235,544,504	235,504,881	39,624	0.0%
Deferred Outflows of Resources								
1400-000 (DOR - Contributions Pension)	1,033,933	1,033,933	-	0.0%	1,033,933	1,033,933	-	0.0%
1400-001 (DOR - Pension Related)	2,798,294	2,798,294	-	0.0%	2,798,294	2,798,294	-	0.0%
1400-010 (DOR - OPEB Contributions)	556,021	556,021	-	0.0%	556,021	556,021	-	0.0%
1400-011 (DOR - OPEB Related)	2,729,464	2,729,464	-	0.0%	2,729,464	2,729,464	-	0.0%
2501-400 (2023A Bonds - Loss of Defeasance)	1,108,800	1,138,500	(29,700)	-2.6%	1,108,800	1,108,800	-	0.0%
Total Deferred Outflows of Resources	8,226,512	8,256,212	(29,700)	-0.4%	8,226,512	8,226,512	-	0.0%
Total Assets	281,824,668	272,208,508	9,616,161	3.5%	281,824,668	283,938,430	(2,113,761)	-0.7%
Current Liabilities								
[+] Accounts Payable & Accrued Exp	398,759	3,547,292	(3,148,533)	-88.8%	398,759	2,875,448	(2,476,689)	-86.1%
[+] Customer Deposits	2,970,361	3,171,725	(201,365)	-6.3%	2,970,361	2,965,740	4,620	0.2%
[+] Construction Deposits	1,795,095	1,726,156	68,939	4.0%	1,795,095	1,795,095	-	0.0%
Current Compensated Absences	393,993	405,890	(11,897)	-2.9%	393,993	393,993	-	0.0%
[+] Accrued Interest Payable	(57,931)	909,429	(967,360)	-106.4%	(57,931)	(57,931)	-	0.0%
[+] Long-term liabilities - due in one year	3,942,657	4,422,079	(479,423)	-10.8%	3,942,657	3,942,657	-	0.0%
[+] Payables			-	0.0%			-	0.0%
Total Current Liabilities	9,442,933	14,182,572	(4,739,639)	-33.4%	9,442,933	11,915,001	(2,472,068)	-20.7%
Non-Current Liabilities								
Non Current Compensated Absences	1,181,978	1,217,670	(35,692)	-2.9%	1,181,978	1,181,978	-	0.0%
[+] Lease Payable	256,512	256,512	-	0.0%	256,512	256,512	-	0.0%
[+] Current Portion of Capital Lease Payable	1,010,223	1,010,223	-	0.0%	1,010,223	1,010,223	-	0.0%
[+] Bond Premiums and Discount	2,625,337	2,702,028	(76,691)	-2.8%	2,625,337	2,625,337	-	0.0%
[+] Long term Portion of Bond Payable	91,243,770	94,144,139	(2,900,369)	-3.1%	91,243,770	91,243,770	-	0.0%
[+] Other Non Current Liabilities	29,546,798	28,451,299	1,095,499	3.9%	29,546,798	29,457,448	89,350	0.3%
Total Non-Current Liabilities	125,864,617	127,781,871	(1,917,254)	-1.5%	125,864,617	125,775,267	89,350	0.1%
Deferred Inflows of Resources								
2300-000 (Deferred Assessments)	6,750,000	4,800,000	1,950,000	40.6%	6,750,000	6,750,000	-	0.0%
2065-001 (DIR - Pension Related)	273,549	273,549	-	0.0%	273,549	273,549	-	0.0%
2065-010 (DIR - OPEB Related)	4,795,498	4,795,498	-	0.0%	4,795,498	4,795,498	-	0.0%
2065-011 (DIR - Leases)	230,288	230,288	-	0.0%	230,288	230,288	-	0.0%
Total Deferred Inflows of Resources	12,049,335	10,099,335	1,950,000	19.3%	12,049,335	12,049,335	-	0.0%
Total Liabilities	147,356,885	152,063,778	(4,706,893)	-3.1%	147,356,885	149,739,604	(2,382,719)	-1.6%
Equity								
[+] Retained Earnings	134,467,784	120,144,730	14,323,053	11.9%	134,467,784	134,198,826	268,957	0.2%
Total Equity	134,467,784	120,144,730	14,323,053	11.9%	134,467,784	134,198,826	268,957	0.2%
Total Liabilities Equity	281,824,669	272,208,508	9,616,161	3.5%	281,824,669	283,938,430	(2,113,761)	-0.7%

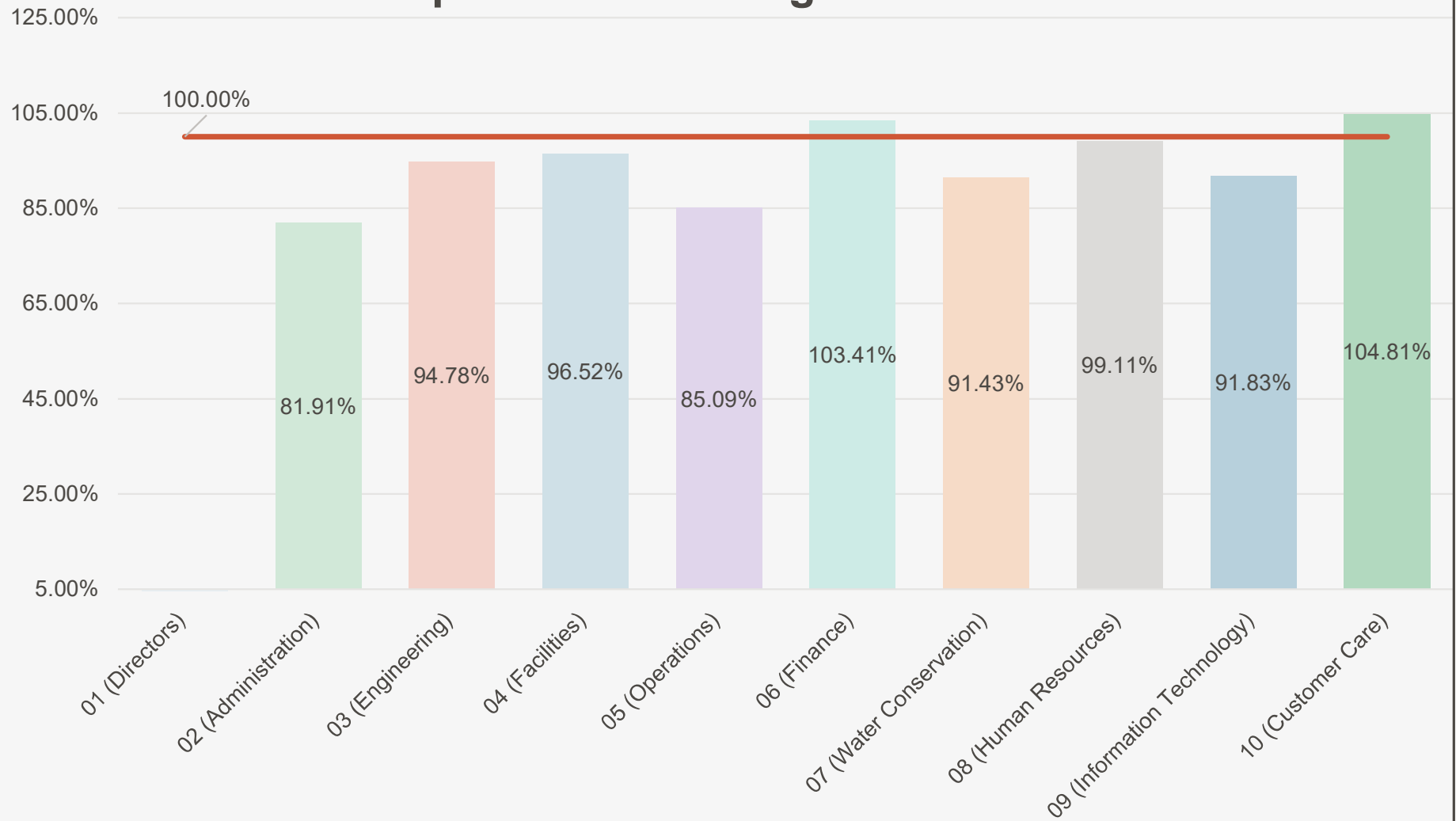
Income Statement

Last Closed Period: Dec FY_2025
PWD (Palmdale Water District)
in Whole Dollars

		2023	2024	Jan '25	Feb '25	Mar '25	Apr '25	May '25	Jun '25	Jul '25	Aug '25	Sep '25	Oct '25	Nov '25	Dec '25	2025	2025	% of exec.
		Actual	Actual	Actual	Actual	Actual	Actual	Actual	Actual	Actual	Actual	Actual	Actual	Actual	Actual	Actual	Budget	Budget
Program Revenue																		
[+] Wholesale water	All Departments	210,496	273,056	31,014	-	21,026	17,261	15,848	43,211	91,934	-	31,590	-	-	-	251,884	425,000	59.3%
[+] Water Sales	All Departments	10,780,465	12,956,621	1,005,697	740,963	777,913	985,418	1,243,147	1,523,438	1,848,927	2,011,181	1,878,249	1,571,495	1,223,035	830,652	15,640,116	12,346,328	126.7%
[+] Meter Fees	All Departments	18,475,947	20,340,155	1,887,047	1,891,428	1,887,821	1,890,302	1,886,785	1,893,163	1,891,241	1,890,299	1,873,663	1,876,040	1,947,117	1,870,431	22,685,338	20,098,974	112.9%
[+] Water Quality Fees	All Departments	511,918	416,112	23,644	18,075	18,996	23,765	28,486	33,775	39,597	42,056	38,803	32,857	26,561	19,137	345,752	600,000	57.6%
[+] Elevation Fees	All Departments	320,606	382,474	19,794	14,258	14,782	19,458	26,497	32,142	39,445	41,814	37,800	30,555	13,421	16,836	306,799	365,000	84.1%
[+] Other Service Charges	All Departments	1,347,850	1,237,352	112,303	143,156	89,597	119,489	125,366	102,798	112,198	115,065	145,738	124,241	190,708	155,797	1,536,456	1,207,000	127.3%
[+] Drought Surcharge	All Departments	59,704	41	-	-	-	-	-	-	-	-	-	-	-	-	-	-	0.0%
Total Program Revenue		31,706,985	35,605,811	3,079,499	2,807,880	2,810,135	3,055,692	3,326,130	3,628,527	4,023,342	4,100,415	4,005,842	3,635,188	3,400,843	2,892,853	40,766,344	35,042,302	116.33%
Total Revenue		31,706,985	35,605,811	3,079,499	2,807,880	2,810,135	3,055,692	3,326,130	3,628,527	4,023,342	4,100,415	4,005,842	3,635,188	3,400,843	2,892,853	40,766,344	35,042,302	116.33%
Operating Expenses																		
[+] Operating Expenses	01 (Directors)	143,547	169,544	10,835	13,482	11,289	11,026	21,158	16,811	13,158	7,775	16,108	14,091	12,625	11,782	160,141	195,500	81.9%
[+] Operating Expenses	02 (Administration)	5,442,941	5,763,853	540,139	346,728	493,813	484,422	433,494	543,342	462,706	406,763	504,590	428,859	368,795	526,453	5,540,104	5,844,940	94.8%
[+] Operating Expenses	03 (Engineering)	1,968,615	1,964,943	192,705	178,143	164,339	164,007	157,772	161,151	249,646	166,635	144,880	145,783	144,399	212,553	2,082,013	2,157,042	96.5%
[+] Operating Expenses	04 (Facilities)	7,728,961	7,571,777	592,669	553,443	600,564	587,279	580,447	587,642	807,054	663,234	869,647	331,944	500,754	561,379	7,236,055	8,504,418	85.1%
[+] Operating Expenses	05 (Operations)	4,407,574	5,124,140	373,607	444,713	305,958	295,826	330,091	426,049	705,142	481,022	414,177	266,168	314,801	509,138	4,866,691	4,706,266	103.4%
[+] Operating Expenses	06 (Finance)	1,903,743	2,043,371	173,262	164,121	149,469	158,509	159,150	131,421	200,963	156,316	178,495	132,735	134,491	187,035	1,925,968	2,106,408	91.4%
[+] Operating Expenses	07 (Water Conservation)	307,402	287,595	29,928	32,805	23,880	28,375	25,272	24,343	46,592	30,297	25,156	26,302	25,726	34,399	353,075	356,240	99.1%
[+] Operating Expenses	08 (Human Resources)	656,662	748,518	72,645	56,711	51,372	58,227	69,863	52,693	74,590	59,032	53,374	57,929	56,848	69,753	733,036	798,232	91.8%
[+] Operating Expenses	09 (Information Technology)	1,964,358	2,240,149	275,048	186,520	142,498	151,236	160,548	160,320	187,986	157,011	243,257	202,596	226,322	192,104	2,285,447	2,180,496	104.8%
[+] Operating Expenses	10 (Customer Care)	1,735,449	1,960,613	209,453	155,913	140,630	140,549	144,287	144,304	234,767	148,992	169,459	129,638	128,796	185,496	1,932,283	1,844,280	104.8%
[+] Source of Supply	All Departments	4,109,094	1,886,457	14,455	417,550	148,309	15,249	1,078,774	434,576	455,948	559,053	146,359	155,332	146,359	16,073	3,588,037	2,780,000	129.1%
[+] Plant Expenditures	All Departments	320,796	145,951	37,013	27,648	-	7,128	46,976	2,877	-	-	57,200	31,128	4,830	-	214,799	400,000	53.7%
[+] Sediment Removal Project	All Departments	228,249	54,349	824	1,311	2,174	695	762	16,451	12,697	71	274	74,028	-	-	109,285	1,800,000	6.1%
[+] GAC Filter Media Replacement	All Departments	608,626	668,000	-	-	-	-	-	-	-	-	-	-	-	71,835	71,835	750,000	9.6%
Total Operating Expenses		31,526,018	30,629,258	2,522,582	2,579,088	2,234,295	2,102,528	3,208,594	2,701,979	3,451,248	2,836,200	2,822,976	1,996,533	2,064,747	2,578,000	31,098,770	34,423,822	90.34%
Net Cash Operating Profit/(Loss)		180,967	4,976,553	556,916	228,792	575,840	953,165	117,535	926,548	572,094	1,264,214	1,182,866	1,638,654	1,336,096	314,853	9,667,575	618,480	1563.1%
Cash Operating Margin %		0.6%	14.0%	18.1%	8.1%	20.5%	31.2%	3.5%	25.5%	14.2%	30.8%	29.5%	45.1%	39.3%	10.9%	23.7%	1.8%	1343.6%
Non-Cash Operating Expense																		
[+] Depreciation	All Departments	5,725,517	5,748,358	481,090	481,090	482,368	482,725	482,725	482,725	481,804	481,804	481,804	481,804	501,760	500,356	5,822,055	5,800,000	100.4%
[+] OPEB P&L	All Departments	362,277	434,362	127,710	127,710	127,710	127,710	127,710	127,710	127,710	127,710	127,710	127,710	127,710	127,710	1,532,521	1,600,000	95.8%
[+] Bad Debts	All Departments	2,908	42,061	5,881	23,837	(295)	(919)	(304)	4,788	5,003	11,291	19,857	3,242	9,204	3,583	85,168	25,000	340.7%
[+] Service Cost Construction	All Departments	385,129	294,903	25,500	15,763	26,565	39,792	18,480	24,906	46,687	40,850	17,861	25,197	(492,625)	25,551	(185,473)	550,000	-33.7%
[+] Capitalized Construction	All Departments	(1,198,486)	(1,565,775)	(184,922)	(180,973)	(169,131)	(222,634)	(176,726)	(156,159)	(277,890)	(189,681)	(195,495)	(179,660)	(205,931)	(222,900)	(2,362,102)	(1,200,000)	-196.8%
Total Non-Cash Operating Expense		5,277,346	4,953,909	455,260	467,427	467,216	426,673	451,884	483,970	383,314	471,975	451,738	458,293	(59,883)	434,301	4,892,169	6,775,000	72.2%
Operating (Loss) Income		(5,096,379)	22,644	101,657	(238,635)	108,624	526,491	(334,349)	442,578	188,779	792,240	731,128	1,180,361	1,395,979	(119,447)	4,775,406	(6,156,520)	77.6%
Operating Margin %		-16.1%	0.1%	3.3%	-8.5%	3.9%	17.2%	-10.1%	12.2%	4.7%	19.3%	18.3%	32.5%	41.0%	-4.1%	11.7%	-17.6%	66.7%
Non Operating Revenues																		
[+] Assessments - Debt Service	All Departments	6,009,593	7,268,052	536,640	536,640	536,640	536,640	536,640	(354,016)	503,100	503,100	503,100	-	-	-	3,838,484	7,000,000	54.8%
[+] Assessments - 1% Ad Valorem	All Departments	3,908,044	4,508,584	672,528	263,360	263,360	263,360	263,360	466,196	246,900	246,900	251,942	-	-	-	2,937,906	3,477,682	84.5%
[+] DWR Fixed Charge Recovery	All Departments	388,705	443,653	-	-	-	103,986	171,800	-	-	-	-	-	138,299	-	414,085	300,000	138.0%
[+] Interest	All Departments	573,644	987,740	127,319	126,132	123,766	116,788	107,809	135,245	116,204	142,686	72,669	55,596	50,112	45,609	1,219,934	285,000	428.0%
[+] Capital Improvement Fees (CIF)	All Departments	802,116	209,462	-	581,010	920,664	286,926	201,965	(201,965)	31,227	-	564,716	-	291,787	-	2,676,331	550,000	486.6%
[+] State Water Project - Table A Water Sale	All Departments	2,901,699	1,662,500	-	-	-	-	-	-	-	-	-	1,800,000	-	-	1,800,000	-	0.0%
[+] State & Federal Grants	All Departments	1,296,278	2,078,941	-	116,920	-	710,053	68,445	-	-	86,327	-	1,582,313	-	300,603	2,864,661	6,000,000	47.7%
[+] Other Non-Operating Revenue	All Departments	259,566	1,440,786	13,059	65,676	12,854	14,660	11,321	18,206	13,180	10,395	18,299	14,930	29,507	43,882	265,969	25,000	1063.9%
Total Non Operating Revenues		16,139,643	18,599,717	1,349,545	1,689,738	1,857,284	2,032,413	1,361,340	63,665	910,611	989,408	1,410,726	3,452,838	509,705	390,095	16,017,370	17,637,682	90.81%
[+] Interest Long Term Debt	All Departments	2,733,668	3,307,446	298,561	298,561	299,622	288,413	288,413	288,413	288,413	288,413	288,413	-	-	-	2,627,224	2,743,231	95.8%
[+] Deferred Charges - Cost Issuance	All Departments	327,759	292,810	-	-	-	-	-	-	-	-	-	-	-	-	-	-	0.0%
[+] Amortization of SWP	All Departments	4,492,670	4,985,344	415,440	415,440	415,442	415,443	415,444	415,441	415,441	415,441	415,441	-	-	-	3,738,972	4,838,220	77.3%
[+] Water Conservation Programs	All Departments	109,725	66,667	5,231	1,744	6,795	9,160	2,559	8,612	1,928	10,100	19,185	3,000	12,605	1,690	82,608	100,000	82.6%
PRWA	00 (General)	(26,692)	(6,930)	-	17,916	161	217	-	161	-	1,223	451	-	789	-	20,918	-	0.0%
		7,637,130	8,645,337	719,231	733,660	722,020	713,233	706,416	712,628	705,782	715,177	723,489	3,000	13,394	1,690	6,469,722	7,681,451	84.2%
Net Income		-	9,977,024	731,970	717,443	1,243,888	1,845,671	320,575	(206,385)	393,608	1,066,470	1,418,365	4,630,199	1,892,291	268,957	14,323,053	3,799,711	377.0%
NIBT %		0.0%	28.0%	23.8%	25.6%	44.3%	60.4%	9.6%	-5.7%	9.8%	26.0%	35.4%	127.4%	55.6%	9.3%	35.1%	10.8%	324.0%

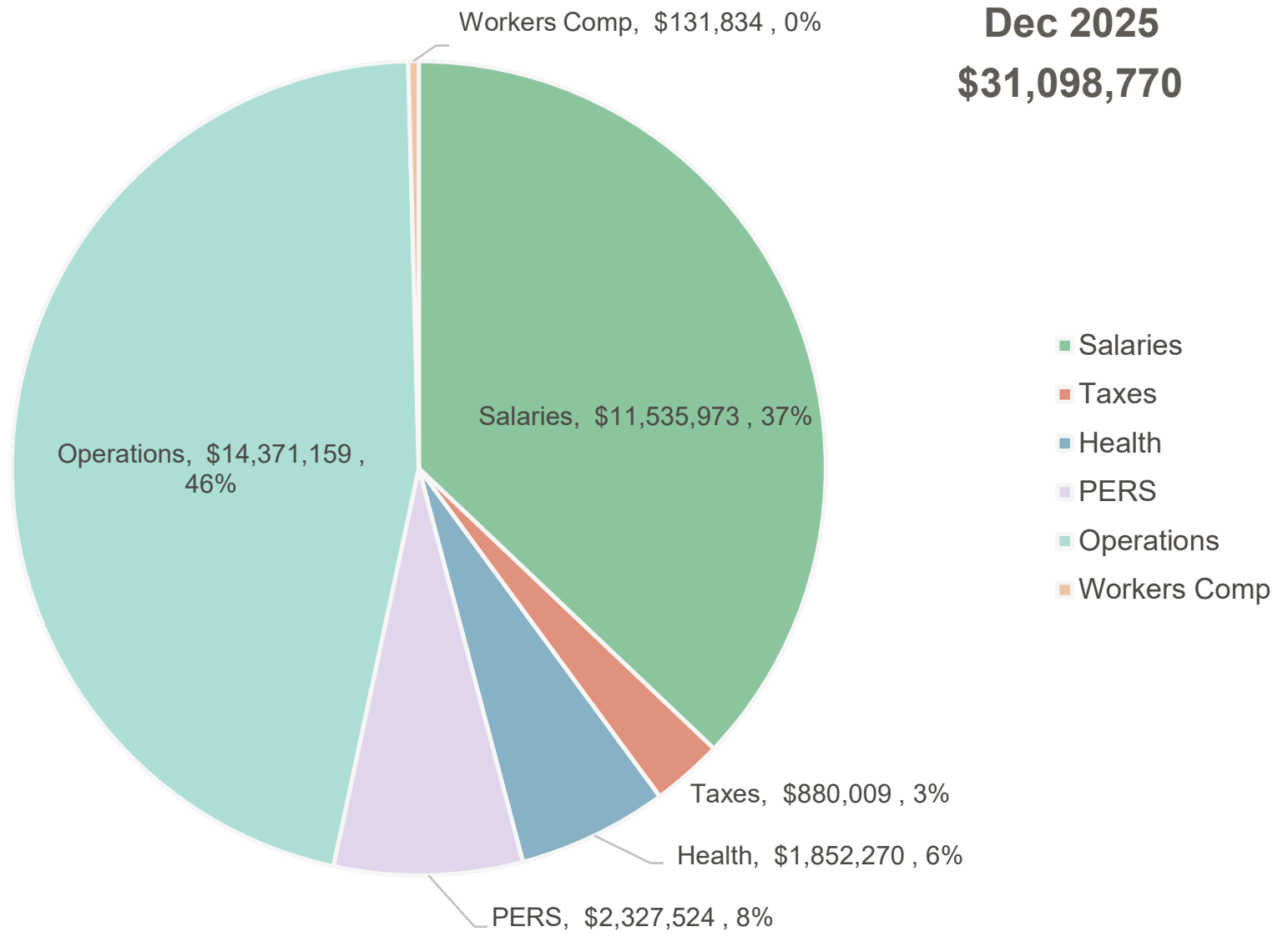
Income Statement Variance											
Last Closed Period: Dec FY_2025 PWD (Palmdale Water District) <i>in Whole Dollars</i>			Q4 - Quarter to Date		Variance vs. PY		Year to Date		Variance vs. PY		% of Executed Budget
			Dec '25	Dec '24			Dec '25	Dec '24			
			Actual	PY Actual	\$ Var	% Var	Actual	PY Actual	\$ Var	% Var	Full Year Budget
Program Revenue											
[+] Wholesale water	All Departments		-	99,102	(99,102)	-100.0%	251,884	273,056	(21,173)	-7.8%	425,00059.3%
[+] Water Sales	All Departments		3,625,183	3,401,544	223,639	6.6%	15,640,116	12,956,621	2,683,495	20.7%	12,346,328126.7%
[+] Meter Fees	All Departments		5,693,588	5,105,573	588,015	11.5%	22,685,338	20,340,155	2,345,182	11.5%	20,098,974112.9%
[+] Water Quality Fees	All Departments		78,555	102,669	(24,115)	-23.5%	345,752	416,112	(70,360)	-16.9%	600,00057.6%
[+] Elevation Fees	All Departments		60,811	95,166	(34,355)	-36.1%	306,799	382,474	(75,674)	-19.8%	365,00084.1%
[+] Other Service Charges	All Departments		470,747	307,677	163,070	53.0%	1,536,456	1,237,352	299,104	24.2%	1,207,000127.3%
[+] Drought Surcharge	All Departments		-	41	(41)	-100.0%	-	41	(41)	-100.0%	-0.0%
Total Program Revenue			9,928,883	9,111,772	817,112	9.0%	40,766,344	35,605,811	5,160,534	14.5%	35,042,302116.3%
Operating Expenses											
[+] Operating Expenses	00 (General)		789	3,422	(2,633)	-76.9%	20,918	14,003	6,915	49.4%	-0.0%
[+] Operating Expenses	01 (Directors)		38,499	48,361	(9,863)	-20.4%	160,141	169,544	(9,403)	-5.5%	195,50081.9%
[+] Operating Expenses	02 (Administration)		1,324,107	1,853,826	(529,719)	-28.6%	5,540,104	5,763,853	(223,749)	-3.9%	5,844,94094.8%
[+] Operating Expenses	03 (Engineering)		502,735	563,812	(61,077)	-10.8%	2,082,013	1,964,943	117,070	6.0%	2,157,04296.5%
[+] Operating Expenses	04 (Facilities)		1,394,076	1,854,447	(460,371)	-24.8%	7,236,055	7,571,777	(335,722)	-4.4%	8,504,41885.1%
[+] Operating Expenses	05 (Operations)		1,090,107	1,413,195	(323,087)	-22.9%	4,866,691	5,124,140	(257,448)	-5.0%	4,706,266103.4%
[+] Operating Expenses	06 (Finance)		454,262	621,750	(167,489)	-26.9%	1,925,968	2,043,371	(117,403)	-5.7%	2,106,40891.4%
[+] Operating Expenses	07 (Water Conservation)		86,427	55,395	31,032	56.0%	353,075	287,595	65,480	22.8%	356,24099.1%
[+] Operating Expenses	08 (Human Resources)		184,531	229,460	(44,929)	-19.6%	733,036	748,518	(15,482)	-2.1%	798,23291.8%
[+] Operating Expenses	09 (Information Technology)		621,022	779,343	(158,321)	-20.3%	2,285,447	2,240,149	45,298	2.0%	2,180,496104.8%
[+] Operating Expenses	10 (Customer Care)		443,930	616,670	(172,740)	-28.0%	1,932,283	1,960,613	(28,329)	-1.4%	1,844,280104.8%
[+] Source of Supply	All Departments		317,764	70,820	246,944	348.7%	3,588,037	1,886,457	1,701,580	90.2%	2,780,000129.1%
[+] Plant Expenditures	All Departments		35,958	13,725	22,233	162.0%	214,799	145,951	68,848	47.2%	400,00053.7%
[+] Sediment Removal Project	All Departments		74,028	25,223	48,805	193.5%	109,285	54,349	54,936	101.1%	1,800,0006.1%
[+] GAC Filter Media Replacement	All Departments		71,835	49,539	22,296	45.0%	71,835	668,000	(596,165)	-89.2%	750,0009.6%
Total Operating Expenses			6,640,069	8,198,988	(1,558,919)	-19.0%	31,119,688	30,643,261	476,428	1.6%	34,423,82290.4%
Net Cash Operating Profit/(Loss)			3,288,814	912,784	2,376,031	260.3%	9,646,656	4,962,550	4,684,106	94.4%	618,4801559.7%
Operating Margin %			33.1%	10.0%	23.1%	230.7%	23.7%	13.9%	9.7%	69.8%	21.9%108.1%
Non-Cash Operating Expense											
[+] Depreciation	All Departments		1,483,919	1,554,508	(70,589)	-4.5%	5,822,055	5,748,358	73,697	1.3%	5,800,000100.4%
[+] OPEB P&L	All Departments		383,130	(713,544)	1,096,674	153.7%	1,532,521	434,362	1,098,159	252.8%	1,600,00095.8%
[+] Bad Debts	All Departments		16,029	32,231	(16,202)	-50.3%	85,168	42,061	43,107	102.5%	25,000340.7%
[+] Service Cost Construction	All Departments		(441,877)	(23,906)	(417,971)	-1748.4%	(185,473)	294,903	(480,375)	-162.9%	550,000-33.7%
[+] Capitalized Construction	All Departments		(608,491)	(458,722)	(149,768)	-32.6%	(2,362,102)	(1,565,775)	(796,327)	-50.9%	(1,200,000)-196.8%
Total Non-Cash Operating Expense			832,711	390,568	442,143	113.2%	4,892,169	4,953,909	(61,740)	-1.2%	6,775,00072.2%
Operating (Loss) Income			2,456,103	522,216	1,933,888	370.3%	4,754,487	8,641	4,745,846	54920.6%	(6,156,520)77.2%
Operating Margin %			24.7%	5.7%	19.0%	331.6%	11.7%	0.0%	11.6%	47955.6%	29.2%39.9%
Non Operating Revenues											
[+] Assessments - Debt Service	All Departments		-	2,178,787	(2,178,787)	-100.0%	3,838,484	7,268,052	(3,429,568)	-47.2%	7,000,00054.8%
[+] Assessments - 1% Ad Valorem	All Departments		-	1,058,713	(1,058,713)	-100.0%	2,937,906	4,508,584	(1,570,678)	-34.8%	3,477,68284.5%
[+] DWR Fixed Charge Recovery	All Departments		138,299	172,860	(34,561)	-20.0%	414,085	443,653	(29,568)	-6.7%	300,000138.0%
[+] Interest	All Departments		151,317	338,151	(186,834)	-55.3%	1,219,934	987,740	232,194	23.5%	285,000428.0%
[+] Capital Improvement Fees (CIF)	All Departments		291,787	59,711	232,076	388.7%	2,676,331	209,462	2,466,869	1177.7%	550,000486.6%
[+] State Water Project - Table A Water S	All Departments		1,800,000	1,662,500	137,500	8.3%	1,800,000	1,662,500	137,500	8.3%	-0.0%
[+] State & Federal Grants	All Departments		1,882,916	822,025	1,060,891	129.1%	2,864,661	2,078,941	785,720	37.8%	6,000,00047.7%
[+] Other Non-Operating Revenue	All Departments		88,319	722,936	(634,617)	-87.8%	265,969	1,440,786	(1,174,817)	-81.5%	25,0001063.9%
Total Non Operating Revenues			4,352,639	7,015,684	(2,663,045)	-38.0%	16,017,370	18,599,717	(2,582,348)	-13.9%	17,637,68290.8%
Non Operating Expenses Excl. PRWA											
[+] Interest Long Term Debt	All Departments		-	895,682	(895,682)	-100.0%	2,627,224	3,307,446	(680,222)	-20.6%	2,743,23195.8%
[+] Deferred Charges - Cost Issuance	All Departments		-	-	-	0.0%	-	292,810	(292,810)	-100.0%	-0.0%
[+] Amortization of SWP	All Departments		-	1,246,350	(1,246,350)	-100.0%	3,738,972	4,985,344	(1,246,373)	-25.0%	4,838,22077.3%
[+] Water Conservation Programs	All Departments		17,295	20,864	(3,569)	-17.1%	82,608	66,667	15,942	23.9%	100,00082.6%
Total Non Operating Expenses Excl. PRWA			17,295	2,162,895	(2,145,601)	-99.2%	6,448,804	8,652,267	(2,203,464)	-25.5%	7,681,45184.0%
Net Income			6,791,447	5,375,004	1,416,443	26.4%	14,323,053	9,956,091	4,366,962	43.9%	3,799,711377.0%
NIBT %			68.4%	59.0%	9.4%	16.0%	35.1%	28.0%	7.2%	25.7%	24.3%144.6%

Departmental - Budget vs. Actual



Personnel vs Operational Expenses

Dec 2025
\$31,098,770



Departmental Reporting

01 (Directors)

in Whole Dollars

	Dec '25 Actual	Dec '25 Budget	Full year Budget	% Used
Personnel				
[+] Payroll Benefits	8,332	40,500	40,500	20.6%
Total Personnel	8,332	40,500	40,500	20.6%
Directors				
[+] xxxx-008 Director Mac Laren-Gomez	38,404	31,000	31,000	123.9%
[+] xxxx-010 Director Dino	25,075	31,000	31,000	80.9%
[+] xxxx-012 Director Wilson	27,894	31,000	31,000	90.0%
[+] xxxx-014 Director Kellerman	25,555	31,000	31,000	82.4%
[+] xxxx-015 Director Sanchez	23,923	31,000	31,000	77.2%
[+] xxxx-016 Director D. Dino	10,956	-	-	0.0%
Total Directors	151,809	155,000	155,000	97.9%
Total Department Expenses	160,141	195,500	195,500	81.9%

Departmental Reporting

02 (Administration)

in Whole Dollars

	Dec '25 Actual	Dec '25 Budget	Full year Budget	% Used
Personnel				
[+] Payroll	1,672,441	1,645,250	1,645,250	101.7%
[+] Payroll Benefits	411,715	525,000	525,000	78.4%
Total Personnel	2,084,156	2,170,250	2,170,250	96.0%
Operational Expenses				
[+] Groundwater Adjudication	84,070	76,500	76,500	109.9%
[+] Others	293,219	336,374	336,374	87.2%
[+] Permits	1,200	10,000	10,000	12.0%
[+] Public Affairs	1,445	12,984	12,984	11.1%
[+] Public Relations	70,820	75,306	75,306	94.0%
Total Operational Expenses	450,754	511,164	511,164	88.2%
Total Department Expenses	2,534,910	2,681,414	2,681,414	94.5%
District Administration				
District-Wide Salaries & Benefits				
5070-001 (Salaries-On-Call/Stand By Time)	90,663	95,000	95,000	95.4%
5070-002 (PERS-Unfunded Liability)	1,265,492	1,264,466	1,264,466	100.1%
5070-003 (Worker's Compensation)	204,195	240,810	240,810	84.8%
5070-004 (Vacation Benefit Expense)	(78,870)	95,000	95,000	-83.0%
5070-005 (Life Insurance/EAP)	6,509	7,250	7,250	89.8%
Total District-Wide Salaries & Benefits	1,487,989	1,702,526	1,702,526	87.4%
District-Wide Operating Expenses				
5070-006 (Other Operating)	180,629	57,000	57,000	316.9%
5070-007 (Consultants)	526,310	500,000	500,000	105.3%
5070-008 (Insurance)	536,733	500,000	500,000	107.3%
5070-010 (Legal Services)	144,277	181,000	181,000	79.7%
5070-011 (Memberships)	120,033	165,000	165,000	72.7%
5070-012 (Elections)	-	58,000	58,000	0.0%
5070-099 (District - 100th Anniversary Expense)	9,224	-	-	0.0%
Total District-Wide Operating Expenses	1,517,205	1,461,000	1,461,000	103.8%
Total Department Expenses	3,005,194	3,163,526	3,163,526	95.0%

Departmental Reporting

03 (Engineering)

in Whole Dollars

	Dec '25 Actual	Dec '25 Budget	Full year Budget	% Used
Personnel				
[+] Payroll	1,534,119	1,576,000	1,576,000	97.3%
[+] Payroll Benefits	521,748	547,000	547,000	95.4%
Total Personnel	2,055,867	2,123,000	2,123,000	96.8%
Operational Expenses				
[+] Contracted Services	-	3,000	3,000	0.0%
[+] Others	22,443	22,542	22,542	99.6%
[+] Supplies	3,703	8,500	8,500	43.6%
Total Operational Expenses	26,147	34,042	34,042	76.8%
Total Department Expenses	2,082,013	2,157,042	2,157,042	96.5%

Departmental Reporting

04 (Facilities)

in Whole Dollars

	Dec '25 Actual	Dec '25 Budget	Full year Budget	% Used
Personnel				
[+] Payroll	2,704,202	2,850,000	2,850,000	94.9%
[+] Payroll Benefits	950,886	1,015,000	1,015,000	93.7%
Total Personnel	3,655,088	3,865,000	3,865,000	94.6%
Operational Expenses				
[+] Contracted Services	158,168	283,166	283,166	55.9%
[+] Electricity	1,767,139	2,422,097	2,422,097	73.0%
[+] Lease Expense	199,762	178,194	178,194	112.1%
[+] Mtce & Rep Operations	816,117	795,191	795,191	102.6%
[+] Natural Gas	132,003	400,942	400,942	32.9%
[+] Others	258,434	316,673	316,673	81.6%
[+] Permits	74,962	72,710	72,710	103.1%
[+] Supplies	94,335	91,569	91,569	103.0%
[+] Testing	28,270	39,406	39,406	71.7%
[+] Tools	51,778	39,471	39,471	131.2%
Total Operational Expenses	3,580,967	4,639,418	4,639,418	77.2%
Total Department Expenses	7,236,055	8,504,418	8,504,418	85.1%

Departmental Reporting

05 (Operations)

in Whole Dollars

	Dec '25 Actual	Dec '25 Budget	Full year Budget	% Used
Personnel				
[+] Payroll	1,608,048	1,606,000	1,606,000	100.1%
[+] Payroll Benefits	514,059	559,000	559,000	92.0%
Total Personnel	2,122,107	2,165,000	2,165,000	98.0%
Operational Expenses				
[+] Contracted Services	74,484	85,194	85,194	87.4%
[+] Electricity	571,412	458,485	458,485	124.6%
[+] Mtce & Rep Operations	155,329	142,687	142,687	108.9%
[+] Natural Gas	1,017	3,235	3,235	31.4%
[+] Others	1,728,388	1,615,357	1,615,357	107.0%
[+] Permits	126,672	109,065	109,065	116.1%
[+] Supplies	84,206	120,598	120,598	69.8%
[+] Tools	3,077	6,646	6,646	46.3%
Total Operational Expenses	2,744,584	2,541,266	2,541,266	108.0%
Total Department Expenses	4,866,691	4,706,266	4,706,266	103.4%

Departmental Reporting

06 (Finance)

in Whole Dollars

	Dec '25 Actual	Dec '25 Budget	Full year Budget	% Used
Personnel				
[+] Payroll	1,091,163	1,198,000	1,198,000	91.1%
[+] Payroll Benefits	381,704	448,000	448,000	85.2%
Total Personnel	1,472,868	1,646,000	1,646,000	89.5%
Operational Expenses				
[+] Contracted Services	375,096	359,654	359,654	104.3%
[+] Lease Expense	2,899	3,000	3,000	96.6%
[+] Mtce & Rep Operations	50	-	-	0.0%
[+] Others	4,234	7,771	7,771	54.5%
[+] Supplies	-	1,558	1,558	0.0%
[+] Telecommunication	70,822	88,426	88,426	80.1%
Total Operational Expenses	453,100	460,408	460,408	98.4%
Total Department Expenses	1,925,968	2,106,408	2,106,408	91.4%

Departmental Reporting

07 (Water Conservation)

in Whole Dollars

	Dec '25 Actual	Dec '25 Budget	Full year Budget	% Used
Personnel				
[+] Payroll	234,808	231,000	231,000	101.6%
[+] Payroll Benefits	99,278	100,000	100,000	99.3%
Total Personnel	334,086	331,000	331,000	100.9%
Operational Expenses				
[+] Others	2,210	3,635	3,635	60.8%
[+] Public Relations	12,462	12,257	12,257	101.7%
[+] Supplies	4,316	9,348	9,348	46.2%
Total Operational Expenses	18,989	25,240	25,240	75.2%
Total Department Expenses	353,075	356,240	356,240	99.1%

Departmental Reporting

08 (Human Resources)

in Whole Dollars

	Dec '25 Actual	Dec '25 Budget	Full year Budget	% Used
Personnel				
[+] Payroll	436,517	494,000	494,000	88.4%
[+] Payroll Benefits	124,275	134,000	134,000	92.7%
Total Personnel	560,791	628,000	628,000	89.3%
Operational Expenses				
[+] Employee Expense	122,353	97,263	97,263	125.8%
[+] HR/Safety	292	2,078	2,078	14.0%
[+] Others	6,678	8,050	8,050	83.0%
[+] Supplies	24,623	35,835	35,835	68.7%
[+] Training	18,299	27,006	27,006	67.8%
Total Operational Expenses	172,245	170,232	170,232	101.2%
Total Department Expenses	733,036	798,232	798,232	91.8%

Departmental Reporting

09 (Information Technology)

in Whole Dollars

	Dec '25 Actual	Dec '25 Budget	Full year Budget	% Used
Personnel				
[+] Payroll	801,194	816,000	816,000	98.2%
[+] Payroll Benefits	267,602	284,500	284,500	94.1%
Total Personnel	1,068,796	1,100,500	1,100,500	97.1%
Operational Expenses				
[+] Cloud Services	360,844	146,454	146,454	246.4%
[+] Computer Equipment	129,522	145,938	145,938	88.8%
[+] Computer Software	67,325	41,548	41,548	162.0%
[+] Contracted Services	191,573	170,339	170,339	112.5%
[+] Lease Expense	38,264	58,687	58,687	65.2%
[+] Mtce & Rep Operations	104	3,635	3,635	2.8%
[+] Others	8,819	13,503	13,503	65.3%
[+] Software M&S	276,763	338,892	338,892	81.7%
[+] Supplies	5,187	5,194	5,194	99.9%
[+] Telecommunication	138,250	155,806	155,806	88.7%
Total Operational Expenses	1,216,651	1,079,996	1,079,996	112.7%
Total Department Expenses	2,285,447	2,180,496	2,180,496	104.8%

Departmental Reporting

10 (Customer Care)

in Whole Dollars

	Dec '25 Actual	Dec '25 Budget	Full year Budget	% Used
Personnel				
[+] Payroll	1,362,818	1,298,000	1,298,000	105.0%
[+] Payroll Benefits	499,988	490,500	490,500	101.9%
Total Personnel	1,862,807	1,788,500	1,788,500	104.2%
Operational Expenses				
[+] Contracted Services	59,661	44,354	44,354	134.5%
[+] Others	6,031	6,232	6,232	96.8%
[+] Supplies	3,784	5,194	5,194	72.9%
Total Operational Expenses	69,477	55,780	55,780	124.6%
Total Department Expenses	1,932,283	1,844,280	1,844,280	104.8%

Water Revenue Bond - Series 2024A

Project	Project #	Description	Bond Allocation	Contractual Commitment	Payout to Date	Over/(Under)	Uncommitted Bond \$
		2024A WRB Issue - Construction Funds	\$ 22,000,000		\$ -	\$ -	\$ 22,000,000
PRWAP-MGMT	20-65x	Palmdale Regional Water Augmentation Program (Stantec)	-	5,553,642	2,749,028	2,804,614	(2,749,028)
		Original Contract Amt: The original contract was paid through the Series 2021A WRB Funds, A1: \$2,038,690, A2: \$3,541,952					
PRWAP-Prop		Property Purchase - APN 3022-011-002 (Production Facility)	-	456,466	456,466	-	(456,466)
PWAV-Demo	20-656	Pure Water AV - Demonstration Facility (W.M. Lyles)	-	12,787,620	11,576,415	1,211,206	(11,576,415)
		Original Contract Amt: \$24,750,983, A1: \$9,324, A2: \$11,886,79, A3: \$13,998, A5: \$23,726, A6: \$1,476, A7: \$(7,145), A9: \$11,323, A10: \$49,689, A11: \$9,085, A14: \$10,927, A15: \$151,534, A16: \$12,028, A17: \$16,439, A20: \$(1,701), A21: \$10,193					
PWAV-MCC	20-656	Pure Water AV - Motor Control Center (Royal Industrial)	-	309,493	279,921	29,572	(279,921)
			-		-	-	
			-		-	-	
			-		-	-	
PWD		Design, Engineering and Other Preconstruction Costs	-	220,763	220,763	-	(220,763)
WRB		Bond Issuance Costs	260,951	260,951	260,951	-	
ISS		Issuance Funds	(15,261)	(15,261)	(15,261)		
INT		Interest Earnings	-		647,037		647,037
Totals:			\$ 22,000,000	\$ 19,327,984	\$ 14,635,555	\$ 4,045,392	\$ 7,364,445
2024A Water Revenue Bonds - Unallocated Funds:				\$ 2,672,016			
2024A Water Revenue Bonds - Remaining Funds to payout:					\$ 7,364,445		

Requisition No.	Payee	Date Approved	Invoice No.	Project	Payment Amount
25	Stantec Consulting Services, Inc.	Dec 16, 2025	2493668	PRWAP-MGMT	14,387.25
25	W.M. Lyles	Dec 16, 2025	PP-014	PWAV-Demo	1,015,312.07
24	Stantec Consulting Services, Inc.	Nov 19, 2025	2473136	PRWAP-MGMT	154,628.77
24	Stantec Consulting Services, Inc.	Nov 19, 2025	2462616	PRWAP-MGMT	129,061.80
24	W.M. Lyles	Nov 19, 2025	PP-013	PWAV-Demo	1,492,238.62
	Interest Earnings	Oct 8, 2025		INT	
23	W.M. Lyles	Oct 8, 2025	PP-012	PWAV-Demo	870,389.51
	Interest Earnings			INT	
22	W.M. Lyles	Sep 29, 2025	PP-011	PWAV-Demo	426,436.73
22	Stantec Consulting Services, Inc.	Sep 29, 2025	2442753	PRWAP-MGMT	267,070.98
	Interest Earnings	Aug 31, 2025		INT	50,314.82
21	W.M. Lyles	Aug 21, 2025	PP-010	PWAV-Demo	1,547,262.12
21	Stantec Consulting Services, Inc.	Aug 21, 2025	2431220	PRWAP-MGMT	194,403.62
	Interest Earnings	Jul 31, 2025		INT	50,105.34
20	W.M. Lyles	Jul 31, 2025	PP-009	PWAV-Demo	938,634.10
20	Stantec Consulting Services, Inc.	Jul 31, 2025	2418199	PRWAP-MGMT	141,431.52
	Interest Earnings	Jun 30, 2025		INT	53,985.51
19	W.M. Lyles	Jun 25, 2025	PP-008	PWAV-Demo	403,715.97
19	Stantec Consulting Services, Inc.	Jun 25, 2025	2403905	PRWAP-MGMT	104,000.05
	Interest Earnings	May 30, 2025		INT	54,047.69
18	W.M. Lyles	May 28, 2025	PP-007	PWAV-Demo	433,539.10
18	Stantec Consulting Services, Inc.	May 28, 2025	2390656	PRWAP-MGMT	249,808.06
	Interest Earnings	Apr 30, 2025		INT	59,549.49
17	Stantec Consulting Services, Inc.	Apr 24, 2025	2371740	PRWAP-MGMT	129,868.51
17	Stantec Consulting Services, Inc.	Apr 24, 2025	2375949	PRWAP-MGMT	73,922.19
16	Royal Industrial Solutions	Apr 10, 2025	8870-1031858	PWAV-MCC	43,903.80

Water Revenue Bond - Series 2024A

Requisition No.	Payee	Date Approved	Invoice No.	Project	Payment Amount
16	Royal Industrial Solutions	Apr 10, 2025	8870-1032042	PWAV-MCC	236,017.58
15	W.M. Lyles	Apr 10, 2025	PP-006	PWAV-Demo	513,120.94
	Interest Earnings	Mar 31, 2025		INT	56,883.27
14	W.M. Lyles	Mar 20, 2025	PP-005	PWAV-Demo	789,410.96
13	W.M. Lyles	Mar 1, 2025	PP-004	PWAV-Demo	691,108.38
	Interest Earnings	Feb 28, 2025		INT	66,088.17
12	Stantec Consulting Services, Inc.	Feb 5, 2025	2345138	PRWAP-MGMT	170,657.39
	Interest Earnings	Jan 31, 2025		INT	70,078.34
11	W.M. Lyles	Jan 23, 2025	PP-003	PWAV-Demo	760,462.73
11	Stantec Consulting Services, Inc.	Jan 23, 2025	2333623	PRWAP-MGMT	83,036.59
	Interest Earnings	Dec 31, 2024		INT	75,110.22
10	W.M. Lyles	Dec 11, 2024	PP-002	PWAV-Demo	655,823.90
10	Stantec Consulting Services, Inc.	Dec 11, 2024	2318905	PRWAP-MGMT	115,026.28
	Interest Earnings	Nov 30, 2024		INT	81,727.27
9	W.M. Lyles	Nov 27, 2024	PP-001	PWAV-Demo	1,038,959.59
8	Stantec Consulting Services, Inc.	Nov 7, 2024	2303718	PRWAP-MGMT	102,177.66
8	Stantec Consulting Services, Inc.	Nov 7, 2024	2300447	PRWAP-MGMT	79,961.12
	Interest Earnings	Oct 31, 2024		INT	29,147.24
7	Stantec Consulting Services, Inc.	Sep 17, 2024	2271777	PRWAP-MGMT	64,683.52
6	Stantec Consulting Services, Inc.	Aug 8, 2024	2263693	PRWAP-MGMT	103,599.15
5	Stantec Consulting Services, Inc.	Jul 17, 2024	2255640	PRWAP-MGMT	55,655.74
4	Commonwealth Land Title Company	Jun 27, 2024	09176888-CG	PRWAP-Prop	456,466.00
3	Stantec Consulting Services, Inc.	Jun 25, 2024	2246517	PRWAP-MGMT	126,100.03
2	Stantec Consulting Services, Inc.	May 16, 2024	2227944	PRWAP-MGMT	141,403.49
1	Stantec Consulting Services, Inc.	May 1, 2024	2219113	PRWAP-MGMT	248,143.88
1	Palmdale Water District	May 1, 2024	N/A	PWD	220,762.60

Water Revenue Bond - Series 2023A

Project	Project #	Description	Bond Allocation	Contractual Commitment	Payout to Date	Over/(Under)	Uncommitted Bond \$
		2023A WRB Issue - Construction Funds	\$ 13,520,000		\$ -	\$ -	\$ 13,520,000
3M-Power	20-610	3M Booster Station -Power Plan Design (P25)	-	119,817	13,589	106,228	(13,589)
3M-Const	20-610	3M Booster Station Replacement Project (Metro Builders)	-	6,612,816	4,425,855	2,186,961	(4,425,855)
		Original Contract Amt: \$5,794,042, A2: \$657,606.48, A3: \$35,753.33, A4: \$4,393.50, A5: \$13,829.98, A6: \$39,509.67, A7: \$5,713.76, A8: \$2,684.93, A9: \$9,485.26, A10: \$24,253.66, A11: \$662.81, A12: \$24,880.28					
3M-Review	20-610	3M Booster Station Replacement Project (Hazen & Sawyer)	-	41,890	43,518	(1,628)	(43,518)
3M-Mgmt	20-610	3M Booster Station - Project Inspection (Ardurra Group)	-	345,818	25,661	320,157	(25,661)
W36-Design	20-622	Well 36 - Design & Construction (Hazen and Sawyer)	-	264,208	256,262	7,945	(256,262)
		Original Contract Amt: \$612,656, A1: \$34,180, A2: \$45,140, A3: \$27,265, A5: \$95,892					
W36-Equip	20-622	Well 36 - Equipping (Caliagua, Inc)	-	4,321,512	4,163,662	157,850	(4,163,662)
		Original Contract Amt: \$4,258,230, A1: \$42,980, A2: \$4,984, A3: \$12,029, A4: \$1,541, A5: \$1,748					
Q-Recycled	22-605	Avenue Q Recycled Water Pipeline (American Pipeline Svcs)	-	2,211,682	2,196,744	14,938	(2,196,744)
		Original Contract Amt: \$2,094,670, A1: \$1,575, A2: \$1,410, A3: \$10,037.67, A4: \$9,753.53, A5: \$9,753.53, A7: \$2,192.45, A8: \$5,250, A9: \$1,880.94, A10: \$974.25, A12: 80,747.27, A13: \$(6,562.70)					
WRB		Bond Issuance Costs	327,759	327,759	327,759	-	
ISS		Issuance Funds	(13,329)	(13,329)	(13,329)		
Totals:			\$ 13,834,430	\$ 14,232,172	\$ 11,439,721	\$ 2,686,223	\$ 2,394,709
2023A Water Revenue Bonds - Unallocated Funds:				\$ (397,742)			
2023A Water Revenue Bonds - Remaining Funds to payout:					\$ 2,394,709		

Requisition No.	Payee	Date Approved	Invoice No.	Project	Payment Amount
43	Hazen and Sawyer - Design Engineers	Dec 16, 2025	20182-000-52	W36-Design	1,997.50
43	Hazen and Sawyer - Design Engineers	Dec 16, 2025	20182-000-53	W36-Design	4,429.50
43	Pacific Premier Bank	Dec 16, 2025	PB14-RET	W36-Equip	4,562.50
43	Caliaqua, Inc	Dec 16, 2025	PB14	W36-Equip	86,687.50
43	Metro Builders & Engineers Group	Dec 16, 2025	PP#27	3M-Const	155,422.09
42	Metro Builders & Engineers Group	Nov 19, 2025	PP#26	3M-Const	433,897.85
42	Caliaqua, Inc	Nov 19, 2025	PB13	W36-Equip	346,037.03
42	Pacific Premier Bank	Nov 19, 2025	PB13-RET	W36-Equip	18,212.48
41	Hazen and Sawyer - Design Engineers	Oct 29, 2025	20182-000-49	W36-Design	4,010.00
41	Hazen and Sawyer - Design Engineers	Oct 29, 2025	20182-000-51	W36-Design	325.00
41	Metro Builders & Engineers Group	Oct 29, 2025	PP#25	3M-Const	155,830.35
39	American Pipeline Services	Oct 8, 2025	PWD-RET	Q-Recycled	105,098.60
39	Hazen and Sawyer - Design Engineers	Oct 8, 2025	20182-000-50	W36-Design	14,402.00
40	Pacific Premier Bank	Oct 8, 2025	PB12-RET	W36-Equip	5,407.50
40	Caliaqua, Inc	Oct 8, 2025	PB12	W36-Equip	102,742.50
38	Pacific Premier Bank	Oct 3, 2025	PB11-RET	W36-Equip	3,614.15
37	Metro Builders & Engineers Group	Sep 29, 2025	PP#24	3M-Const	140,502.59
37	Caliaqua, Inc	Sep 29, 2025	PB11	W36-Equip	68,668.85
	Hazen and Sawyer - Design Engineers	Aug 26, 2025		W36-Design	77,028.68
36	Metro Builders & Engineers Group	Aug 21, 2025	PP#23	3M-Const	166,063.80

Water Revenue Bond - Series 2023A

Requisition No.	Payee	Date Approved	Invoice No.	Project	Payment Amount
36	Caliaqua, Inc	Aug 21, 2025	PB10	W36-Equip	216,077.02
36	Pacific Premier Bank	Aug 21, 2025	PB10-RET	W36-Equip	11,372.48
35	Metro Builders & Engineers Group	Jul 31, 2025	PP#22	3M-Const	69,065.00
35	Hazen and Sawyer - Design Engineers	Jul 31, 2025	20182-000-48	W36-Design	3,152.50
35	American Pipeline Services	Jul 31, 2025	PWD11	Q-Recycled	117,048.54
35	Caliaqua, Inc	Jul 31, 2025	PB09	W36-Equip	298,571.70
35	Pacific Premier Bank	Jul 31, 2025	PB09-RET	W36-Equip	15,714.30
34	Metro Builders & Engineers Group	Jun 25, 2025	PP#21	3M-Const	206,981.25
34	American Pipeline Services	Jun 25, 2025	PWD10	Q-Recycled	190,207.54
34	Caliaqua, Inc	Jun 25, 2025	PB08	W36-Equip	625,337.50
34	Pacific Premier Bank	Jun 25, 2025	PB08-RET	W36-Equip	32,912.50
33	Metro Builders & Engineers Group	May 28, 2025	PP#20	3M-Const	116,406.14
33	Hazen and Sawyer - Design Engineers	May 28, 2025	20182-000-47	W36-Design	11,655.00
33	Caliaqua, Inc	May 28, 2025	PB07	W36-Equip	269,144.50
33	Pacific Premier Bank	May 28, 2025	PB07-RET	W36-Equip	14,165.50
32	Hazen and Sawyer - Design Engineers	Apr 24, 2025	20182-000-46	W36-Design	1,640.00
32	Ardurra Group, Inc.	Apr 24, 2025	163291	3M-Mgmt	800.00
31	Caliaqua, Inc	Apr 10, 2025	PB06	W36-Equip	422,826.48
31	Pacific Premier Bank	Apr 10, 2025	PB06-RET	W36-Equip	22,254.02
31	Metro Builders & Engineers Group	Apr 10, 2025	PP#19	3M-Const	7,671.56
30	Metro Builders & Engineers Group	Mar 20, 2025	PP#18	3M-Const	69,456.37
30	Hazen and Sawyer - Design Engineers	Mar 20, 2025	20182-000-45	W36-Design	5,025.00
30	Hazen and Sawyer - Design Engineers	Mar 20, 2025	20182-000-44	W36-Design	14,790.00
30	Ardurra Group, Inc.	Mar 20, 2025	162230	3M-Mgmt	800.00
30	Ardurra Group, Inc.	Mar 20, 2025	161202	3M-Mgmt	800.00
30	American Pipeline Services	Mar 20, 2025	PWD09	Q-Recycled	3,389.12
30	Caliaqua, Inc	Mar 20, 2025	PB05	W36-Equip	337,483.70
30	Pacific Premier Bank	Mar 20, 2025	PB05-RET	W36-Equip	17,762.30
29	Metro Builders & Engineers Group	Mar 6, 2025	PP#17	3M-Const	131,750.79
29	American Pipeline Services	Mar 6, 2025	PWD08	Q-Recycled	470,233.16
28	Caliaqua, Inc	Mar 1, 2025	PB04	W36-Equip	148,865.00
28	Pacific Premier Bank	Mar 1, 2025	PB04-RET	W36-Equip	7,835.00
27	Metro Builders & Engineers Group	Feb 5, 2025	PP#16	3M-Const	380,088.44
26	American Pipeline Services	Jan 23, 2025	PWD07	Q-Recycled	345,651.79
25	Metro Builders & Engineers Group	Dec 18, 2024	PP#15	3M-Const	204,367.20
25	American Pipeline Services	Dec 18, 2024	PWD06	Q-Recycled	432,778.91
24	Hazen and Sawyer - Design Engineers	Dec 11, 2024	20182-000-43	W36-Design	5,172.54
24	Hazen and Sawyer - Design Engineers	Dec 11, 2024	20182-000-42	W36-Design	22,104.00
24	Caliaqua, Inc	Dec 11, 2024	PB03	W36-Equip	373,547.12
24	Pacific Premier Bank	Dec 11, 2024	PB03-RET	W36-Equip	19,660.37
24	Caliaqua, Inc	Dec 11, 2024	PB02	W36-Equip	163,875.00
24	Pacific Premier Bank	Dec 11, 2024	PB02-RET	W36-Equip	8,625.00
23	Metro Builders & Engineers Group	Nov 27, 2024	PP#14	3M-Const	370,190.20
23	Hazen and Sawyer - Design Engineers	Nov 27, 2024	20182-000-41	W36-Design	24,305.00
23	Hazen and Sawyer - Design Engineers	Nov 27, 2024	20182-000-40	W36-Design	17,747.50
23	Ardurra Group, Inc.	Nov 27, 2024	156285	3M-Mgmt	624.00
23	American Pipeline Services	Nov 27, 2024	PWD05	Q-Recycled	319,906.71
22	Metro Builders & Engineers Group	Oct 24, 2024	PP#13	3M-Const	190,601.65
22	Metro Builders & Engineers Group	Oct 24, 2024	PP#12	3M-Const	142,920.57
22	American Pipeline Services	Oct 24, 2024	PWD04	Q-Recycled	97,019.77
21	Hazen and Sawyer - Design Engineers	Sep 17, 2024	20182-000-39	W36-Design	11,307.50
21	American Pipeline Services	Sep 17, 2024	PWD03	Q-Recycled	34,935.30
21	Caliaqua, Inc	Sep 17, 2024	PB01	W36-Equip	495,615.00
21	Pacific Premier Bank	Sep 17, 2024	PB01-RET	W36-Equip	26,085.00
20	Ardurra Group, Inc.	Aug 22, 2024	152509	3M-Mgmt	3,371.25

Water Revenue Bond - Series 2023A

Requisition No.	Payee	Date Approved	Invoice No.	Project	Payment Amount
20	American Pipeline Services	Aug 22, 2024	PWD02	Q-Recycled	31,724.50
19	Hazen and Sawyer - Design Engineers	Aug 8, 2024	20182-000-38	W36-Design	495.00
19	Metro Builders & Engineers Group	Aug 8, 2024	PP#11	3M-Const	550,302.42
18	P2S, Inc.	Jul 25, 2024	SIN043484	3M-Power	1,170.00
18	P2S, Inc.	Jul 25, 2024	SIN045244	3M-Power	699.75
18	Ardurra Group, Inc.	Jul 25, 2024	150829	3M-Mgmt	3,985.00
18	American Pipeline Services	Jul 25, 2024	PWD01	Q-Recycled	48,750.00
17	Hazen and Sawyer - Design Engineers	Jul 17, 2024	20182-006-5	3M-Review	4,722.50
16	Metro Builders & Engineers Group	Jul 11, 2024	PP#10	3M-Const	83,426.83
16	Hazen and Sawyer - Design Engineers	Jul 11, 2024	20182-000-37	W36-Design	1,180.00
16	Ardurra Group, Inc.	Jul 11, 2024	150060	3M-Mgmt	15,280.75
15	Hazen and Sawyer - Design Engineers	Jun 11, 2024	20182-000-36	W36-Design	695.00
15	Metro Builders & Engineers Group	Jun 11, 2024	PP#9	3M-Const	392,311.72
15	P2S, Inc.	Jun 11, 2024	SIN044000	3M-Power	260.50
14	Metro Builders & Engineers Group	May 23, 2024	PP#8	3M-Const	39,608.07
13	Hazen and Sawyer - Design Engineers	May 16, 2024	20182-007-1	3M-Review	5,812.50
13	Hazen and Sawyer - Design Engineers	May 16, 2024	20182-000-35	W36-Design	2,310.00
13	Hazen and Sawyer - Design Engineers	May 16, 2024	20182-006-4	3M-Review	7,845.00
12	Metro Builders & Engineers Group	May 1, 2024	PP#7	3M-Const	100,781.11
11	P2S, Inc.	Apr 25, 2024	SIN042663	3M-Power	608.00
11	Hazen and Sawyer - Design Engineers	Apr 25, 2024	20182-000-33	W36-Design	27,061.00
11	Hazen and Sawyer - Design Engineers	Apr 25, 2024	20182-000-34	W36-Design	5,429.50
10	P2S, Inc.	Apr 2, 2024	SIN042054	3M-Power	585.00
10	Metro Builders & Engineers Group	Apr 2, 2024	PP#6	3M-Const	17,243.49
10	Hazen and Sawyer - Design Engineers	Apr 2, 2024	20182-006-3	3M-Review	6,200.00
9	Hazen and Sawyer - Design Engineers	Feb 22, 2024	20182-006-2	3M-Review	15,390.00
9	Hazen and Sawyer - Design Engineers	Feb 22, 2024	20182-006-1	3M-Review	3,547.50
9	Metro Builders & Engineers Group	Feb 22, 2024	PP#5	3M-Const	13,680.99
8	P2S, Inc.	Feb 5, 2024	SIN040720	3M-Power	1,725.50
6	Metro Builders & Engineers Group	Jan 22, 2024	PP#4	3M-Const	50,781.25
5	Metro Builders & Engineers Group	Jan 9, 2024	PP#3	3M-Const	33,299.48
4	P2S, Inc.	Dec 7, 2023	SIN039934	3M-Power	1,305.25
4	Metro Builders & Engineers Group	Dec 7, 2023	PP#2	3M-Const	25,461.98
3	P2S, Inc.	Nov 13, 2023	SIN039156	3M-Power	2,568.75
2	Metro Builders & Engineers Group	Oct 30, 2023	PP#1	3M-Const	177,741.91
1	P2S, Inc.	Oct 19, 2023	SIN038546	3M-Power	4,666.25



BOARD MEMORANDUM

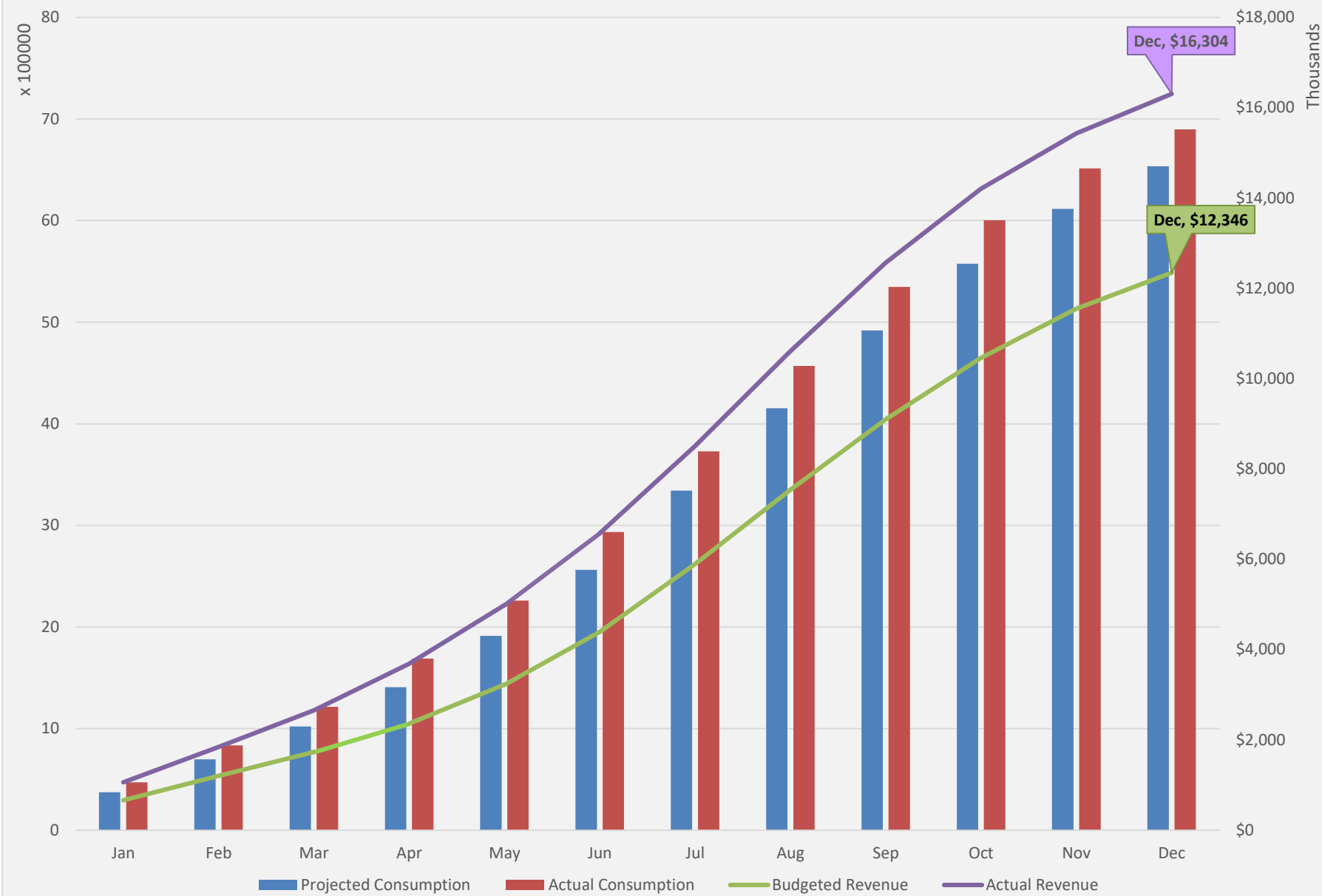
DATE: February 23, 2026
TO: **BOARD OF DIRECTORS**
FROM: Finance Manager/CFO Iguaran
VIA: General Manager LaMoreaux
RE: ***REPORTS. (FINANCE MANAGER IGUARAN/FINANCE COMMITTEE)***

DISCUSSION:

Presented here are financial-related items for your review.

1. 2025 Revenue Projections (attachment):
 - a. As of December 2025, consumption units billed were 15,833AF. Compared to our 15,000AF projection for the year.
 - b. Revenue for the year was estimated to be \$3.9 more than what was anticipated for the year in just water sales.
2. Monthly Billing Statistics (attachment):
 - a. For December, we billed 27,106 customers, 7,486 late fee notices, processed 3,151 shut-off notices, and 124 shutoffs and locks.
3. Rate Assistance Program – 2026 Update
 - a. For 2026, we budgeted \$190,000 based on lease revenue we expect to receive from our contracts. The amount is expected to assist 633 customers through the year with a \$25 discount per bill.
 - b. As of 2/11/2026, we have 629 approved customers enrolled in the RAP discount. The graph shows the breakdown by category:
 - i. 162 Low Income
 - ii. 462 Senior
 - iii. 5 Veteran

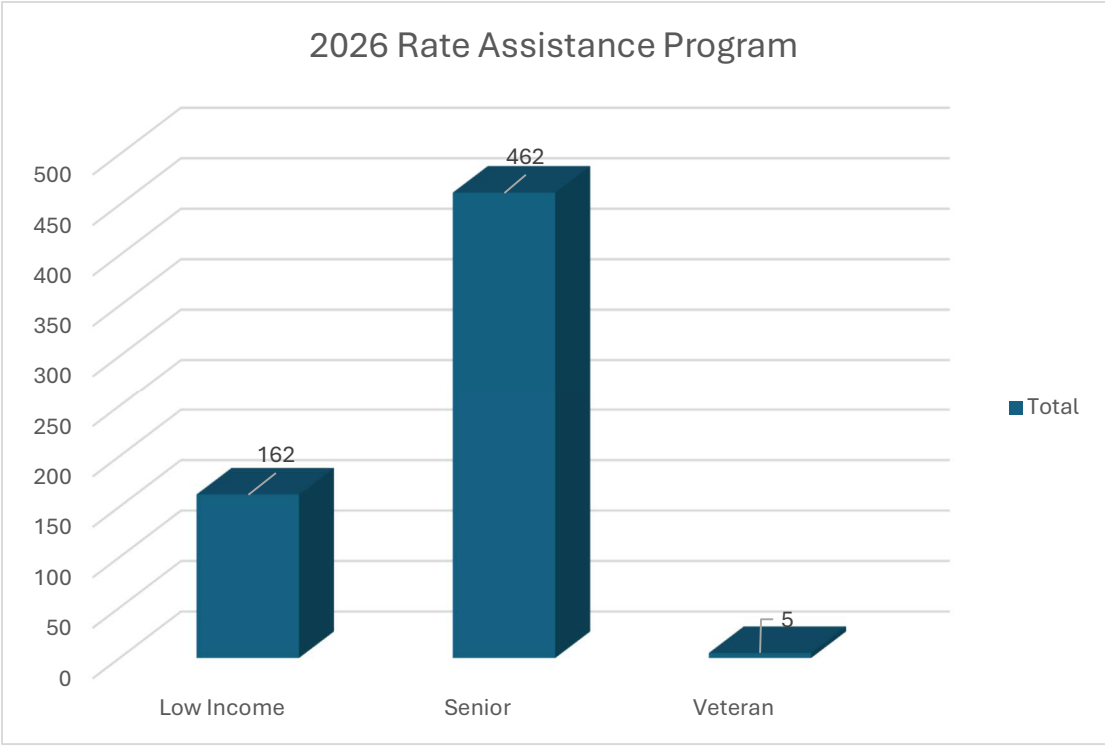
2025 Revenue Projections Based on 15,000 AF



Palmdale Water District
Monthly Billing Statistics

Month	Bills	LF Notice	Shut Notice	Off & Lock (M)	Based on Bills Issued			Based on Late Notices		Based on Shut Notice
	(A)	(B)	(C)	(D)	B / A	C / A	D / A	C / B	D / B	D / C
12/22/2018	26632	6485	2401	423	24.4%	9.0%	1.6%	37.0%	6.5%	17.62%
12/29/2019	26699	6565	2456	326	24.6%	9.2%	1.2%	37.4%	5.0%	13.27%
12/17/2020	26808	6038			22.5%					
12/2/2021	26893	6579			24.5%					
Restart Collections 2/16/22			322	227	O&L completed 3/1/22 to 3/22/2022.					
12/31/2022	26975	6504	2417	11	24.1%	9.0%	0.0%	37.2%	0.2%	0.46%
12/31/2023	27075	7832	2850	145	28.9%	10.5%	0.5%	36.4%	1.9%	5.09%
1/31/2024	27081	6993	2161	423	25.8%	8.0%	1.6%	30.9%	6.0%	19.57%
2/29/2024	27093	5650	1895	469	20.9%	7.0%	1.7%	33.5%	8.3%	24.75%
3/31/2024	27092	6569	2148	384	24.2%	7.9%	1.4%	32.7%	5.8%	17.88%
4/30/2024	27086	6536	2288	544	24.1%	8.4%	2.0%	35.0%	8.3%	23.78%
5/31/2024	27079	6657	2344	377	24.6%	8.7%	1.4%	35.2%	5.7%	16.08%
6/30/2024	27096	6697	2797	333	24.7%	10.3%	1.2%	41.8%	5.0%	11.91%
7/31/2024	27113	7383	2733	478	27.2%	10.1%	1.8%	37.0%	6.5%	17.49%
8/31/2024	27112	7054	2718	202	26.0%	10.0%	0.7%	38.5%	2.9%	7.43%
9/30/2024	27108	7251	2982	303	26.7%	11.0%	1.1%	41.1%	4.2%	10.16%
10/31/2024	27103	7414	2980	472	27.4%	11.0%	1.7%	40.2%	6.4%	15.84%
11/30/2024	27103	6927	2952	219	25.6%	10.9%	0.8%	42.6%	3.2%	7.42%
12/31/2024	27103	7413	3272	117	27.4%	12.1%	0.4%	44.1%	1.6%	3.58%
1/31/2025	27108	7408	2954	197	27.3%	10.9%	0.7%	39.9%	2.7%	6.67%
2/28/2025	27103	6881	2923	206	25.4%	10.8%	0.8%	42.5%	3.0%	7.05%
3/31/2025	26802	6783	2781	227	25.3%	10.4%	0.8%	41.0%	3.3%	8.16%
4/30/2025	27097	7001	2787	344	25.8%	10.3%	1.3%	39.8%	4.9%	12.34%
5/31/2025	27065	6794	2652	454	25.1%	9.8%	1.7%	39.0%	6.7%	17.12%
6/30/2025	27086	7008	2871	463	25.9%	10.6%	1.7%	41.0%	6.6%	16.13%
7/31/2025	27105	5787	2871	343	21.4%	10.6%	1.3%	49.6%	5.9%	11.95%
8/31/2025	27096	7251	3014	353	26.8%	11.1%	1.3%	41.6%	4.9%	11.71%
9/30/2025	27085	7331	2970	304	27.1%	11.0%	1.1%	40.51%	4.1%	10.24%
10/31/2025	27105	7460	2916	176	27.5%	10.8%	0.6%	39.09%	2.4%	6.04%
11/30/2025	27098	7088	3217	153	26.2%	11.9%	0.6%	0.453865688	2.2%	4.76%
12/31/2025	27106	7486	3151	124	27.6%	11.6%	0.5%	0.420919049	1.7%	3.94%
1/31/2026	27106		3391	194		12.5%	0.7%			5.72%
2/28/2026	27106		717			2.6%				

= Indicates "in process"



Row Labels	Count of Customer Id
Low Income	162
Senior	462
Veteran	5
Grand Total	629

MINUTES OF MEETING OF THE SPECIAL FINANCE COMMITTEE OF THE PALMDALE WATER DISTRICT, DECEMBER 9, 2025:

A special meeting of the Finance Committee of the Palmdale Water District was held Tuesday, December 9, 2025, at 2029 East Avenue Q, Palmdale, CA 93550. Chair Wilson called the meeting to order at 1:30 p.m.

1) Roll Call.

Attendance:

Committee:
Don Wilson, Chair
Scott Kellerman,
Committee Member

Others Present:

Dennis LaMoreaux, General Manager
Scott Rogers, Assistant General Manager
Viri Iguaran, Finance Manager
Bob Egan, Financial Advisor
Judy Shay, Public Affairs Director
Debbie Dino, Board Member
Sarah Hernandez, Accounting Supervisor
Danielle Henry, Executive Assistant
0 members of the public

2) Adoption of Agenda.

It was moved by Committee Member Kellerman, seconded by Chair Wilson, and unanimously carried by all members of the Committee present at the meeting to adopt the agenda, as written.

3) Public Comments for Non-Agenda Items.

There were no public comments for non-agenda items.

4) Action Items: (The Public Shall Have an Opportunity to Comment on Any Action Item as Each Item is Considered by the Committee Prior to Action Being Taken.)

4.1) Consideration on a Recommendation to Approve the 2026 Operating Budget. (Finance Manager Iguaran)

Finance Manager Iguaran provided a detailed review of the proposed 2026 Operating Budget, including operating revenues based on projected sales of 15,000 acre-feet of water; non-operating revenues; operating and non-operating expenses;

personnel costs, including a 3% cost-of-living adjustment (COLA); the consolidated profit and loss; individual department budgets; and the 2026 District calendar, and after discussion of the 2024 Water Rate Study, the rate adjustment parameters, the salary survey recommendations, the water treatment plant expenditures, the Rate Assistance Program, the projected water sales and supply, the rate stabilization fund, the debt service ratio, and project funding, it was moved by Committee Member Kellerman, seconded by Chair Wilson, and unanimously carried by all members of the Committee present at the meeting to recommend approval of the 2026 Operating Budget and that this item be presented to the full Board for consideration at the December 15, 2025 Regular Board Meeting.

Finance Manager Iguaran then stated that staff will present a budget for capital projects for consideration in early 2026.

5) Board Members' Requests for Future Agenda Items.

There were no requests for future agenda items.

6) Adjournment.

There being no further business to come before the Finance Committee, the meeting was adjourned at 2:07 p.m.



Chair

MINUTES OF MEETING OF THE FINANCE COMMITTEE OF THE PALMDALE WATER DISTRICT, NOVEMBER 25, 2025:

A meeting of the Finance Committee of the Palmdale Water District was held Tuesday, November 25, 2025, at 2029 East Avenue Q, Palmdale, CA 93550. Chair Wilson called the meeting to order at 1:30 p.m.

1) Roll Call.

Attendance:

Committee:
Don Wilson, Chair
Scott Kellerman,
Committee Member

Others Present:

Dennis LaMoreaux, General Manager
Scott Rogers, Assistant General Manager
Viri Iguaran, Finance Manager
Bob Egan, Financial Advisor
Cynthia Sanchez, Alternate Committee Member
Debbie Dino, Board Member
Judy Shay, Public Affairs Director
Danielle Henry, Executive Assistant
3 members of the public

2) Adoption of Agenda.

It was moved by Committee Member Kellerman, seconded by Chair Wilson, and unanimously carried by all members of the Committee present at the meeting to adopt the agenda, as written.

3) Public Comments for Non-Agenda Items.

There were no public comments for non-agenda items.

4) Action Items: (The Public Shall Have an Opportunity to Comment on Any Action Item as Each Item is Considered by the Committee Prior to Action Being Taken.)

4.1) Consideration and Possible Action on Approval of Minutes of Meeting Held October 21, 2025.

It was moved by Committee Member Kellerman, seconded by Chair Wilson, and unanimously carried by all members of the Committee present at the meeting to

approve the minutes of the Finance Committee meeting held October 21, 2025, as written.

4.2) Discussion and Overview of Cash Flow Statement and Current Cash Balances as of October 2025. (Financial Advisor Egan)

Financial Advisor Egan provided an overview of the monthly Major Account Activity Report and the Investment Funds Report through October 2025, including account transfers, scheduled payments, interest and market values, future investment earnings, and the projected year-end balance.

4.3) Discussion and Overview of Financial Statements, Revenue, and Expense and Departmental Budget Reports for October 2025. (Finance Manager Iguaran)

Finance Manager Iguaran reviewed in detail the Balance Sheet, the Income Statement, and the Departmental Reports for the period ending October 2025, including assets and liabilities, retained earnings, scheduled payments, water transfer sales, investments and interest earnings, and state and federal grant reimbursements, and stated that operating revenues are above the historical trend average at 98.37%; that expenses are below the historical trend average at 75.91%; and that two departments are above the projected budgetary percentage of 84.35% due to electricity and chemical costs, annual contracted services, and staff time dedicated to reading failing meters followed by a brief discussion of meter replacements.

4.4) Discussion and Overview of Committed Contracts Issued. (Finance Manager Iguaran)

Finance Manager Iguaran provided an overview of the Water Revenue Bond Summary reports for committed and uncommitted 2023A and 2024A Water Revenue Bond funds followed by a brief discussion of the projects paid out through the 2024A Water Revenue Bonds.

4.5) Consideration on a Recommendation to Approve the 2026 Budget. (Finance Manager Iguaran)

Finance Manager Iguaran reported that the 2026 Budget is still in preparation after which it was determined that a Special Finance Committee Meeting will be held on

December 9, 2025, at 1:30 p.m. to review the draft budget prior to its presentation to the full Board at the December 15, 2025, Regular Board Meeting.

5) Reports.

5.1) Finance Manager Iguaran:

a) Accounts Receivable Overview.

Finance Manager Iguaran reported the outstanding balances for accounts 60-, 90-, and 120-days delinquent as of October 31, and noted that there are currently 16 payment arrangements totaling \$28,320.50, of which \$16,572.34 has been collected to date.

b) Revenue Projections.

She then reported that based on selling 15,000 AF of water, 2025 revenue is ahead of projections by approximately \$3.7 million as of October 31.

c) Billing and Collection Statistics.

She then provided a brief overview of billing and collection statistics as of October 31.

5.2) Financial Advisor Egan:

a) Debt Service Coverage Status.

Financial Advisor Egan reported that the Debt Service Coverage for October 2024 to September 2025 is 4.38 and remains in a healthy position to make a transfer into the Rate Stabilization Fund before year-end.

5.3) Other.

There were no other items to report.

6) Board Members' Requests for Future Agenda Items.

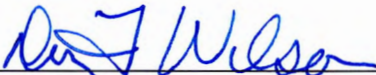
There were no requests for future agenda items.

7) **Date of Next Committee Meeting.**

It was determined that the next regular Finance Committee Meeting will be held on January 20, 2026 at 1:30 p.m.

8) **Adjournment.**

There being no further business to come before the Finance Committee, the meeting was adjourned at 2:00 p.m.



Chair



BOARD MEMORANDUM

DATE: February 23, 2026
TO: BOARD OF DIRECTORS
FROM: General Manager LaMoreaux
RE: *REPORT OF GENERAL MANAGER.*

The following is the February 2026 report to the Board of activities through January 2026. It is organized to follow the District's 2022 Strategic Plan approved in October 2022 and composed of six strategic initiatives. The initiatives follow for reference. It is intended to provide a general framework to update the month's activities.

PWD 2022 STRATEGIC PLAN SUMMARY



Water Resource Reliability: *Resilience, Development, Partnership*

Support and participate with local agencies in the development of projects and policies that improve water reliability

Maximize state and federal funding opportunities for Pure Water AV

Support projects and initiatives that increase the resilience of the State Water Project

Develop water storage options for State Water Project supplies and improve groundwater capture capabilities

Strengthen stakeholder relationships and implement Littlerock Dam and Reservoir Sediment Removal Project



Organizational Excellence: *Train, Perform, Reward*

Offer competitive compensation and benefits package for employee recruitment and retention

Focus Succession Planning Program on ensuring an overlap of training for key positions

Continue providing transparency to our ratepayers through training for the ongoing achievement of the Districts of Distinction certification

Encourage cohesiveness, transparency, and integrity within the staff through Codes of Conduct and increased accountability

Ensure employees are trained on the Strategic Plan and the District's Values of Diversity, Integrity, Teamwork, and Passion

Improve safety for Directors, employees, and customers

Develop career paths at the District for interns and pursue state and federal funding for intern programs

Cultivate a positive culture and increase employee engagement



Systems Efficiency: *Independence, Technology, Research*

- Explore energy independence and evaluate the feasibility of energy options, including wind and solar
- Incorporate more energy efficient technologies into the District's infrastructure
- Research state-of-the-art treatment techniques to enhance systems efficiency
- Re-evaluate Lake Palmdale by-pass pipeline and pursue funding options
- Improve Palmdale Ditch to reduce water loss



Financial Health and Stability: *Strength, Consistency, Balance*

- Pursue grant funding for District projects and operations
- Maintain the five-year financial plan adopted as part of the 2019 Water Rate Study, including the five-year Capital Improvement Plan
- Conduct and adopt a 2024 five-year Water Rate Plan
- Build adequate reserve levels and achieve high-level bond rating
- Seek potential revenue sources from vacant District properties
- Monitor finances, operations, and projects affected by emergencies
- Digitize and document departmental workflows



Regional Leadership: *Engage, Lead, Progress*

- Continue to provide opportunities and information for local businesses and agencies to contract with the District
- Continue to collaborate with neighboring water agencies and move to include more agencies throughout and outside of the Antelope Valley through Greater Antelope Valley Mutual Response Agreements and emergency response exercises
- Develop working relationships and mutually beneficial projects with other water agencies in the District's region
- Develop strategies, alliances, and funding to make Littlerock Dam and Reservoir recreational again
- Continue Memorandum of Understanding with United Water Conservation District to combine political forces to obtain grant funding and research other joint cooperative regional efforts
- Continue representation on larger regional organizations such as the California Special Districts Association (CSDA) and the Association of California Water Agencies (ACWA) and assist with the growth and influence of the Special Districts Association of North Los Angeles County, a CSDA local chapter



Customer Care, Advocacy and Outreach: *Promote, Educate, Support*

Enhance customers' experience through communication and feedback

Expand and market additional payment options

Continue to increase public awareness of current programs and services through traditional and new media platforms

Engage elected officials and the public on the importance of local and state water reliability issues

Complete conversion to an Advanced Metering Infrastructure (AMI) to increase customers' knowledge of water use and promote customer self-help portal

Continue to increase public awareness of the on-going drought and the importance of conservation efforts

Publicize, engage, and educate the community about Pure Water AV

Overview

This report also includes charts that show the effects of the District's efforts in several areas. They are organized within each strategic initiative and include status of the State Water Resources Control Board's (SWRCB) current and former long-term conservation orders, the District's total per capita water use trends, State Water Project resources status, 2025 actual water production and customer use graph, mainline leaks, and the water loss trends for both 12- and 24-month running averages.



Water Resource Reliability *Resilience, Development, Partnership*

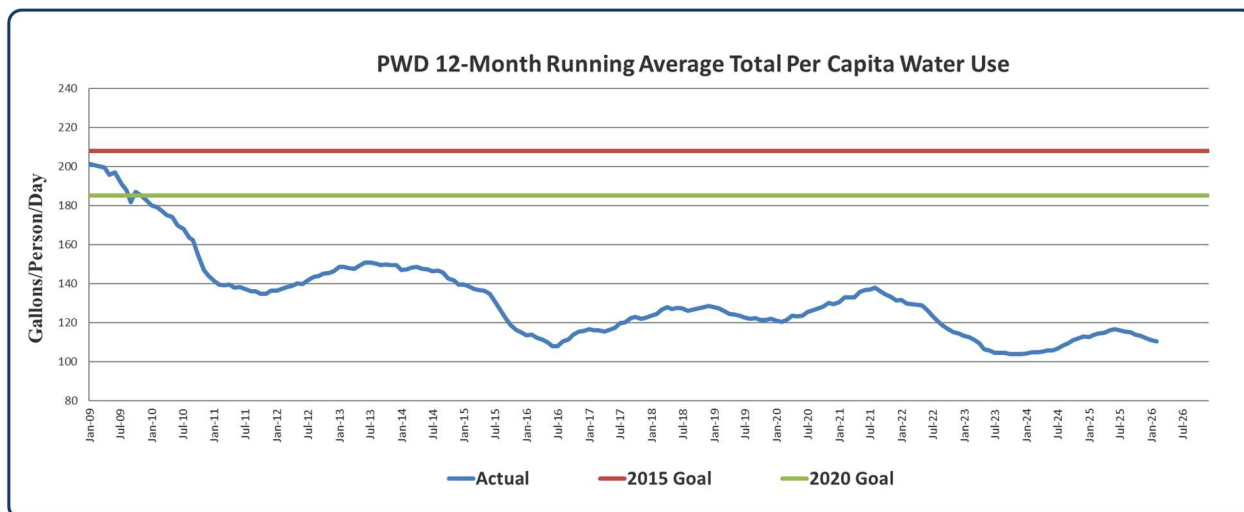
This initiative includes conservation efforts, water supply projects, and water planning. Recent highlights are as follows:

Overall Water Use Goals and Compliance

The 2020 Urban Water Management Plan (UWMP) was adopted by the District in June 2021. This report still uses the 20 x 2020 requirements. The "Making Conservation a Way of Life" regulations that sets agency water budgets were approved on July 3, 2024. The District's use of a water budget-based rate structure is helpful in complying with the new regulations. The first two annual reports were completed under the new regulations. They show the District is below the water budget determined by these regulations for the period of July 2023 through June 2025. This

is good news even though the regulations are not enforceable until 2027. The 2025 UWMP will be presented to the Board in June.

The District's compliance with the former 20 x 2020 law is evident from the chart titled "PWD 12-Month Running Average Total Per Capita Water Use:"



The District's customers have cut their water use by **48%** from the baseline number of 231 re-established in the 2020 Urban Water Management Plan and met all 20 x 2020 Goals by early 2010. The current Metered-GPCD, gallons per capita per day, is now 110 showing our customers continued reduced usage.

Water Supply Information

- 2026 begins with a full Littlerock Dam and Reservoir and an initial SWP allocation of 10%. The allocation is now 30% and could go higher. However, it will depend on precipitation in the remaining rainy season months. SWP will be more important to the District this year because water from Littlerock Reservoir cannot be used until the current phase of the Palmdale Ditch Conversion Project is completed.

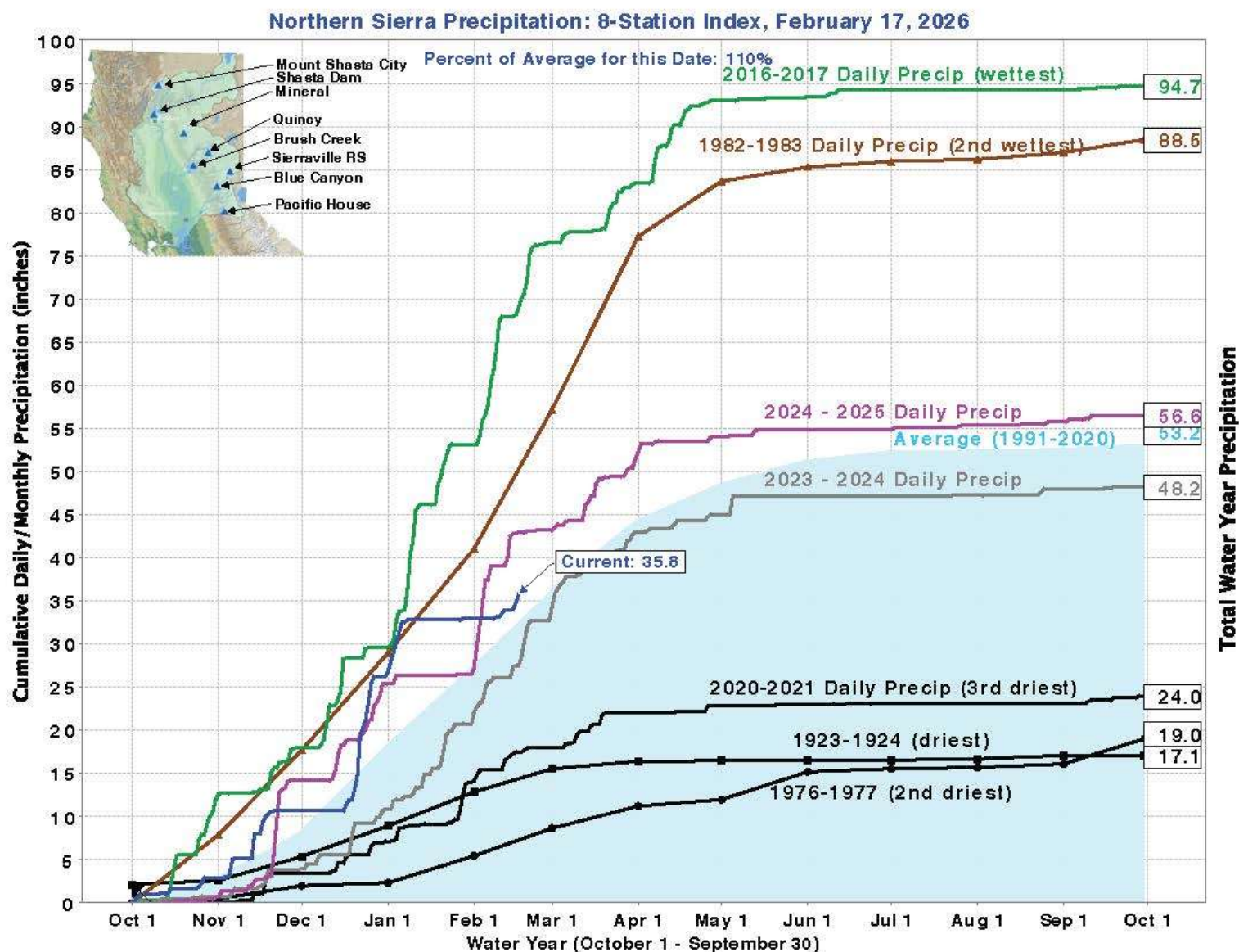
The District's raw water supply includes approximately 20,000 AF of groundwater production rights, over 10,000 AF of banked SWP water, 6,390 AF of Table "A", 3,471 AF of Butte County Table "A", and 690 AF of LCID Table "A". Littlerock Reservoir will have approximately 2,800 AF when it can be used. Excluding Littlerock Reservoir, the available supply totals just over 40,500 AF. However, realistically only about 10,000 AF of groundwater can be used due to the current condition of the District's wells. This makes the available water supply approximately 20,500 AF and is more than the anticipated raw water demand of 17,583 AF. It will also allow for carry-over into 2027. Refurbishment and replacement of wells is included in the Strategic Water Resources Plan and Capital Improvement Fee structure.

State Supply Status

Precipitation in the area that contributes to the State Water Project for the 2025-2026 Water Year (October through September) is currently 110% of the average for this date and 67% of the full-year average. This may change dramatically over the next couple of weeks due to forecasted storms.

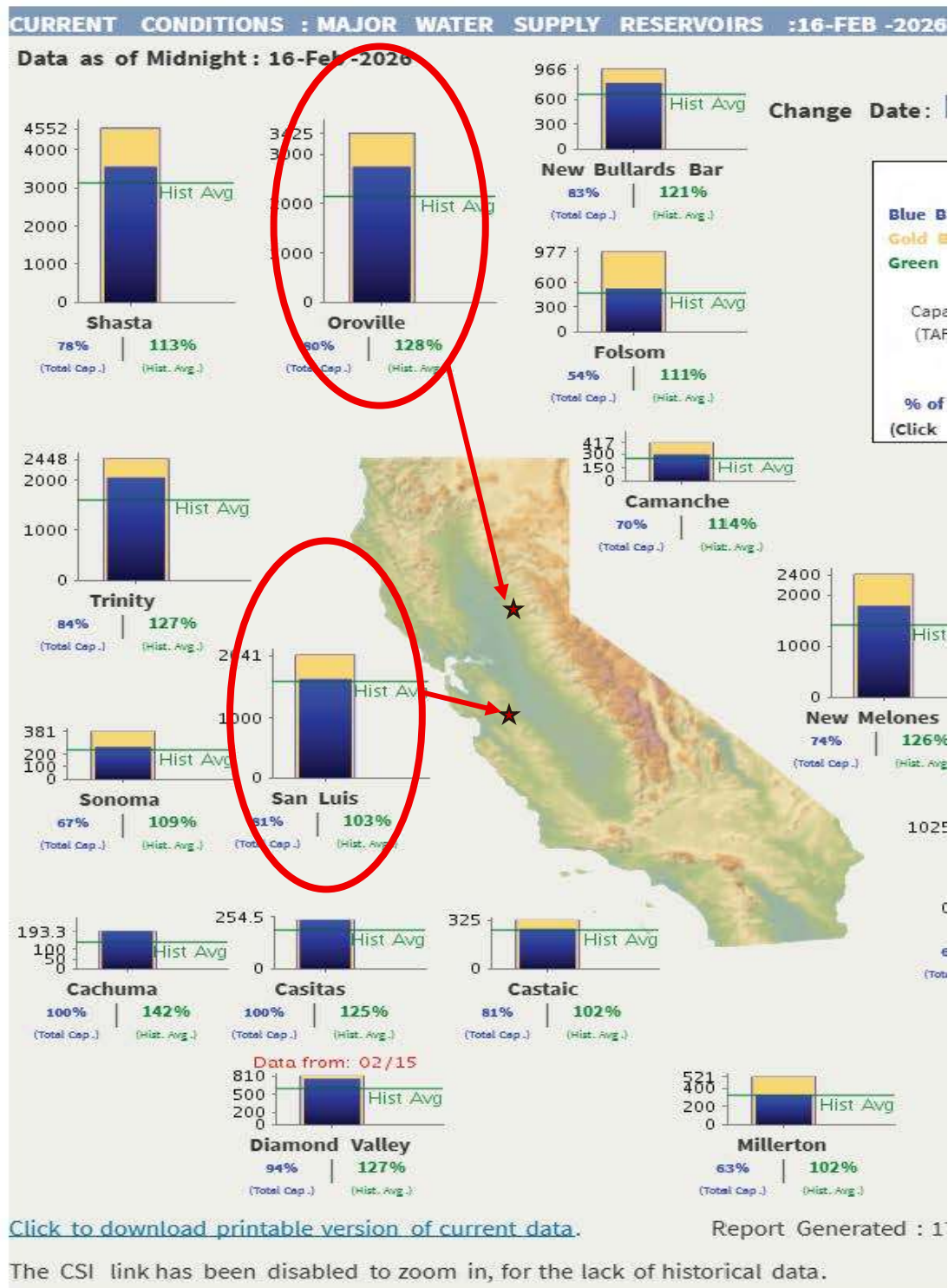
The next few charts show the status of California's precipitation, reservoir water storage, drought status, and snowpack status.

The February 17, 2026 Northern Sierra precipitation is as follows:



February 23, 2026

The February 17, 2026 reservoir summary is as follows. The two most important reservoirs to the District are Oroville and San Luis. Oroville stores SWP supplies north of the Delta and San Luis stores them south of the Delta.



February 23, 2026

California is in a new water year and rainy season. There is no current drought due to the December 2025 storms. There is little change between January and February as shown on the following U.S. Drought Monitor illustrations dated January 13, 2026 and February 10, 2026:

U.S. Drought Monitor California



February 10, 2026

(Released Thursday, Feb. 12, 2026)

Valid 7 a.m. EST

	Drought Conditions (Percent Area)					
	None	D0-D4	D1-D4	D2-D4	D3-D4	D4
Current	99.30	0.70	0.00	0.00	0.00	0.00
Last Week 02-03-2026	99.30	0.70	0.00	0.00	0.00	0.00
3 Months Ago 11-11-2025	49.04	50.96	31.86	9.58	0.00	0.00
Start of Calendar Year 01-06-2026	100.00	0.00	0.00	0.00	0.00	0.00
Start of Water Year 09-30-2025	26.78	73.22	38.52	18.61	1.25	0.00
One Year Ago 02-11-2025	33.22	66.78	54.31	34.66	21.21	0.00

Intensity:

None	D2 Severe Drought
D0 Abnormally Dry	D3 Extreme Drought
D1 Moderate Drought	D4 Exceptional Drought

The Drought Monitor focuses on broad-scale conditions. Local conditions may vary. For more information on the Drought Monitor, go to <https://droughtmonitor.unl.edu/About.aspx>.

Author:

Lindsay Johnson
National Drought Mitigation Center



droughtmonitor.unl.edu

U.S. Drought Monitor California



January 13, 2026

(Released Thursday, Jan. 15, 2026)

Valid 7 a.m. EST

	Drought Conditions (Percent Area)					
	None	D0-D4	D1-D4	D2-D4	D3-D4	D4
Current	100.00	0.00	0.00	0.00	0.00	0.00
Last Week 01-06-2026	100.00	0.00	0.00	0.00	0.00	0.00
3 Months Ago 10-14-2025	27.30	72.70	38.52	15.64	1.25	0.00
Start of Calendar Year 01-06-2026	100.00	0.00	0.00	0.00	0.00	0.00
Start of Water Year 09-30-2025	26.78	73.22	38.52	18.61	1.25	0.00
One Year Ago 01-14-2025	39.11	60.89	35.93	26.95	1.06	0.00

Intensity:

None	D2 Severe Drought
D0 Abnormally Dry	D3 Extreme Drought
D1 Moderate Drought	D4 Exceptional Drought

The Drought Monitor focuses on broad-scale conditions. Local conditions may vary. For more information on the Drought Monitor, go to <https://droughtmonitor.unl.edu/About.aspx>.

Author:

Brian Fuchs
National Drought Mitigation Center



droughtmonitor.unl.edu

The following illustrates the condition of the state's snowpack as of February 17, 2026. This is also expected to change dramatically, and positively, over the next several weeks due to upcoming storms:



CURRENT REGIONAL SNOWPACK FROM AUTOMATED SNOW SENSORS

% of April 1 Average / % of Normal for This Date



NORTH	
Data as of February 17, 2026	
Number of Stations Reporting	33
Average snow water equivalent (Inches)	8.8
Percent of April 1 Average (%)	33
Percent of normal for this date (%)	44

CENTRAL	
Data as of February 17, 2026	
Number of Stations Reporting	53
Average snow water equivalent (Inches)	12.3
Percent of April 1 Average (%)	45
Percent of normal for this date (%)	60

SOUTH	
Data as of February 17, 2026	
Number of Stations Reporting	25
Average snow water equivalent (Inches)	15.2
Percent of April 1 Average (%)	60
Percent of normal for this date (%)	80

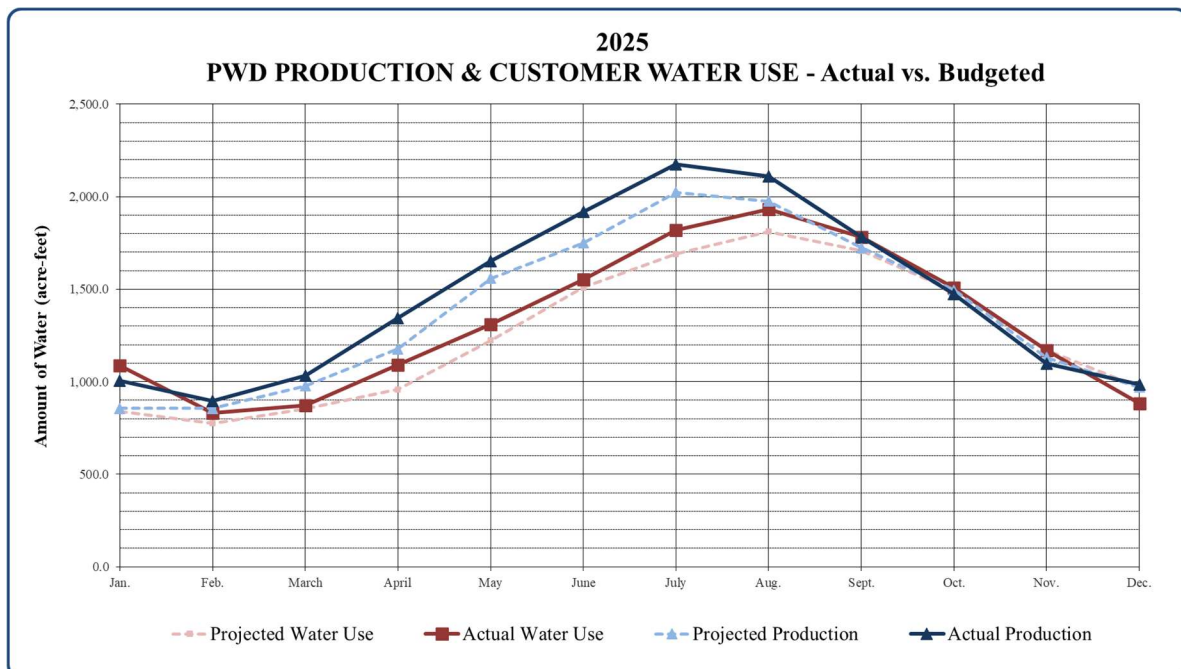
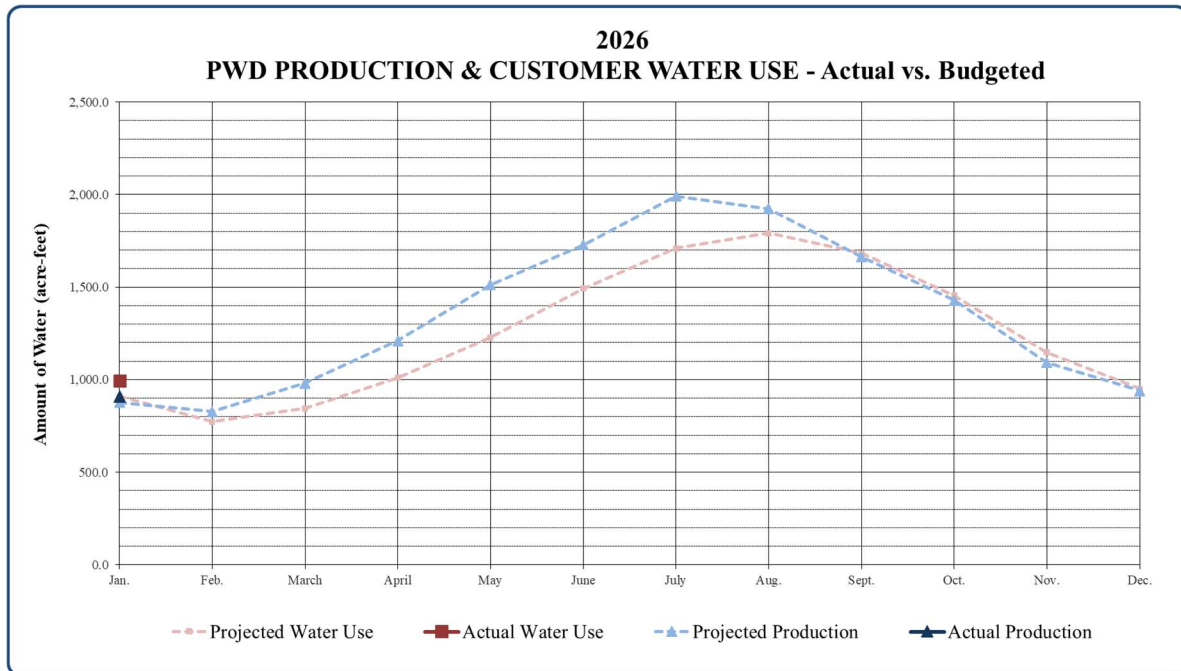
STATE	
Data as of February 17, 2026	
Number of Stations Reporting	111
Average snow water equivalent (Inches)	11.8
Percent of April 1 Average (%)	44
Percent of normal for this date (%)	59

Statewide Average: 44% / 59%

Data as of February 17, 2026

2026 and Historical Water Use Information

- The following graph is the actual and projected monthly water consumption and production for 2026 and 2025. The shape of the projected amounts are based on an average of the prior five years of actual monthly information. The projected total consumption is based on the 2026 Budget amount of 15,000 AF. Customers used 9% more water than anticipated in January for a total of 993 AF, though slightly lower than January 2025.



Other Items

- **Littlerock Sediment Removal Project**

The Project consists of three phases. The Grade Control Structure is Phase 1 and was completed in January 2020. Phase II is the removal of 1.2 million cubic yards (CY) of sediment from the reservoir. Approximately 58,000 cubic yards of sediment were removed in 2022 using a single year California Fish and Wildlife permit. Staff continues to work with Aspen Environmental to secure all the necessary permits for multi-year sediment removal.

- **Palmdale Ditch Conversion Project**

Palmdale Ditch was originally built in the 1880's by our predecessor water company. It moves water from Littlerock Reservoir to Lake Palmdale by gravity and is about eight miles long. The District obtained a \$17.6 million grant from the Department of Water Resources and a \$5 million grant from the Bureau of Reclamation to convert the Ditch to a pipeline. This will allow the District to move more water and significantly reduce losses. The work must be completed in 2026 to comply with grant requirements.

The Board approved the contract for constructing the first section of the project. Approximately \$11M is available for construction after completing the design, environmental studies, and mitigation measures. This will complete the diversion structure at Lake Palmdale and the Ditch from the railroad to about 2,400' short of crossing the California Aqueduct. Another grant application was approved by the Board that could extend the construction to near 40th Street East and Barrel Springs Road.

- **Pure Water AV Project**

The District's goal of using recycled water for a reliable potable water supply is advanced water treatment and groundwater augmentation. The project is called Pure Water AV. The program management firm assisting the District with the Project is Stantec. Current activities include management of the construction contract with W. M. Lyles for the Demonstration Facility, refining the funding strategy for the full-sized Project, and working on potential grants.

Staff is working with the Sanitation Districts of Los Angeles County, District 20 (LASD). Pure Water AV will put the already highly treated tertiary recycled water to a higher beneficial use and satisfies LACSD's goals for use of the water.

- **Delta Conveyance Project**

The Delta Conveyance Project (DCP) Final EIR for the Project was completed in December 2023. DWR then certified the document and issued a Notice of Determination naming the Bethany Alternative as the project moving forward. The current cost estimate is \$20.12 billion with a

benefit/cost ratio of 2.20. Continued participation in funding the District's share on planning and engineering in 2026 and 2027 was approved by the Board on November 12, 2024.

DWR began the permitting processes in 2025 through the State Water Resources Control Board for a change in point of diversion and the Delta Stewardship Council for consistency with the Delta Plan. Staff from the DCA and DWR attended the February 9, 2026 Board meeting to provide an update on DCP activities.



Organizational Excellence *Train, Perform, Reward*

This initiative includes efforts to restructure staff duties and activities to more efficiently provide service to our customers. The recent highlights are as follows:

- The District has continued to find ways for internships and training opportunities for college and high school students who are interested in the water industry.
- A salary survey was finalized, and its recommendations were approved by the Board of Directors at the December 15, 2025 Board meeting along with updated certification and education requirements for job positions.
- Staff is working on a second round of potential salary structure changes. One involves the bandwidth or difference between the first and last step for each position's salary range. The District is currently somewhat smaller than similar agencies. This will be presented to the Personnel Committee when a recommendation is ready.
- The District's Risk and Resiliency Plan and Emergency Response Plan were successfully updated in 2025. The Emergency Response plans for Littlerock and Harold (Palmdale) Dams will be updated in 2026.

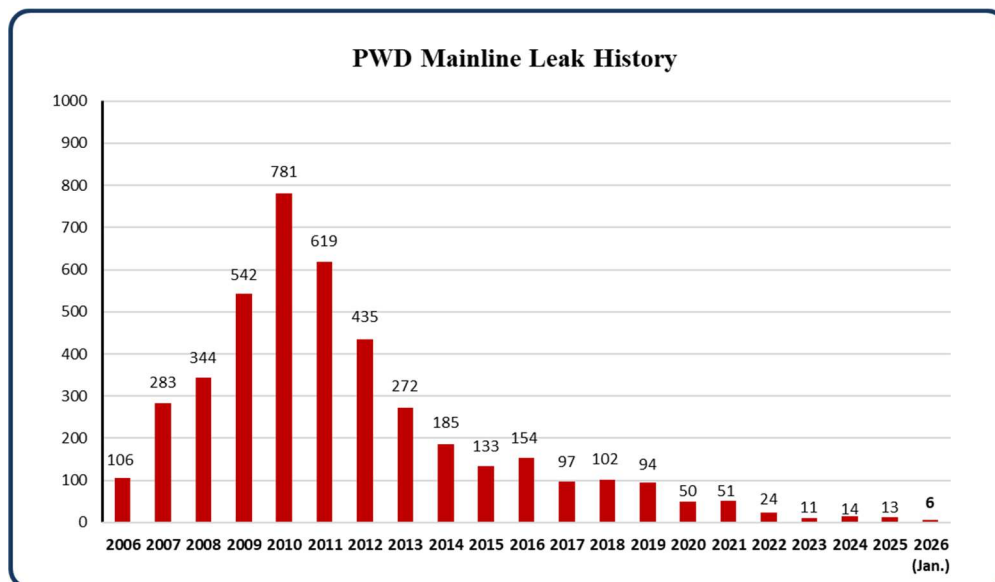


Systems Efficiency *Independence, Technology, Research*

This initiative largely focuses on the state of the District's infrastructure. The recent highlights are as follows:

- The effects of the District's past efforts in replacing failing water mains can be seen in the reduced number of mainline leaks. This is illustrated in the following chart titled "PWD

Mainline Leak History.” 2025 ended with 13 mainline leaks. There were six mainline leaks and four service line leaks in January 2026.



- The positive effect of both water main and water meter replacement programs has resulted in the 24-month running average for water loss being 10% or less over the last ten years. This is an indication of a healthy water distribution system.
- The District approved two solar PV projects to provide energy for wells, the Clearwell booster, and the Leslie O. Carter Water Treatment Plant in December 2022. One will be located north of the maintenance yard and will provide power for a set of wells. The other will be located between Avenue S and Avenue R-8 on the west side of the railroad tracks. It will provide power for the Clearwell booster and Leslie O. Carter Water Treatment Plant. Both of these facilities are currently under construction with a deadline of April 2026 to meet net metering tariff requirements.
- The Resources and Facilities Committee and Board approved contracts in 2023 to address improvements needed for the 6 Million Gallon (6M) tank used as the Clearwell for treated water from the Leslie O. Carter Water Treatment Plant. Tank Industry Consultants (TIC) was hired by the District a few years ago to inspect the District’s tanks, including the 6M.

Staff has completed some of TIC’s recommendations. Other recommendations will be addressed when possible until the 6M can be taken out of service. This will be possible after the new 2950’ booster station at the 3M tank is completed and the 3M can be used as the Clearwell. Meanwhile, staff is ensuring the 6M is operating safely.



Financial Health and Stability *Strength, Consistency, Balance*

- The 2026 Operating Budget was approved by the full Board on December 15, 2025. Staff will also be prioritizing potential capital projects as funds become available.
- The District is working on two software implementations. One is upgrading MS Great Plains to MS Business Center. The other is moving to Paylocity for payroll and HR purposes. These implementations are canceled. Finance and HR staff are investigating more complete software packages and plan to make a recommendation to the Board in upcoming months.
- The District is seeking assistance from the State's SAFER Program to provide water service to the Alpine Springs Mobile Home Park on Sierra Highway. It has stopped using its well due to poor water quality, has several health violations, and now relies on hauled water. This will be considered a consolidation as the Alpine Springs MHP is currently a separate public water system.

A grant agreement is now in place to fund water hauling until the connection to the District is approved by the State, constructed, and operational. A grant has also been approved by the State to fund the construction of the water system improvements needed to serve the mobile home park. The design work is approximately 50% complete.

- The District is also beginning to work with Joshua Acres Mutual Water Company (Joshua). Joshua has requested to be served by the District. A legal review of the process has been done and a draft plan with estimates of the cost to bring the Joshua water system up to the District's standards has been prepared and shared with Joshua. An assessment district will likely be needed to fund the improvements. More input will be needed from the residents to proceed.



Regional Leadership *Engage, Lead, Progress*

This initiative includes efforts to involve the community, be involved in regional activities, and be a resource for other agencies in the area. The recent highlights are as follows:

- The PRWA Board consists of two Palmdale City Councilmembers, two PWD Board Members, and public director Joe Pallon. Construction of new purple pipes with PRWA is on hold as the District works on the Pure Water AV Project. SOAR High School was recently added as a recycled water customer. Another project on 30th Street East, California Together, will be added in the next several weeks.

- The District and other members of the Public Water Agencies Group (PWAG) share the services of an Emergency Preparedness Coordinator. This approach also helped the District successfully comply with the America's Water Infrastructure Act (AWIA) of 2018 and respond to the COVID-19 event. It has also been critical in developing mutual aid agreements, universal mobile generator connections, and updating the Emergency Response Plan.

- **United Water Conservation District Memorandum of Understanding**

The District and United Water Conservation District (United) approved a memorandum of understanding (MOU) to work cooperatively on projects where our interests overlap. These include internships and cooperation with community colleges, combined recreational funding for Piru and Littlerock Reservoir recreational improvements, and assistance and funding of advanced treatment of recycled or brackish water for potable use projects.

Additional coordination will also be focused on both agencies' advanced water treatment projects. The United project will treat brackish groundwater for potable use by the military. The PWD project, Pure Water AV, will treat tertiary water for potable use by our customers. Once Pure Water AV is more established, joint meetings with state and federal representatives will be held to obtain funding assistance.

- **Littlerock Reservoir Recreation Area (Area)**

The San Gabriel Mountains National Monument in the Angeles National Forest started a process in March 2025 by issuing a Request for Economic Interest (RFEI) for rehabilitating and operating the Area. The District did not receive a copy of this request until summer. The City of Palmdale and a private company submitted proposals. Discussions are ongoing with the City to see if there is still an opportunity to work together on this. The District prepared and submitted a response to the RFEI to clean up and operate the Area in October 2025. The Response allows for partnership(s) with other entities to successfully open and run the Area.



Customer Care, Advocacy, and Outreach *Promote, Educate, Support*

This initiative includes efforts to better serve our customers. The recent highlights are as follows:

- Applications for 2026 were accepted beginning in November 2025. The Rate Assistance Program has reached its capacity. Staff continually monitors the Program for openings. Two major cell tower leases now have significant extensions. These will fund the program into the future.

- Customer Care is now managing the District's water meter replacement program with the assistance of the Facilities, Finance, and IT Departments. The 2026 meter replacement program will be presented to the Board for consideration at the February 23, 2026 regular meeting.
- Changes are underway to reduce the number of vendors used for electronic customer payments. The transition is planned to be complete by March 2026.
- Staff successfully conducted virtual coffee meetings with Directors and their constituents, online "Let's Talk H2O" meetings, issued regular internal and public newsletters, coordinated drive-through giveaways for customers, an in-person customer appreciation day, monitored and maintained the District's social media, and assisted with information for the current drought. In-person workshops have also been held.
- The "PWD Water Ambassador Academy" (WAA) has been scheduled for April 2026.
- Two Junior Water Ambassadors Academy will be scheduled this fall for two consecutive days at the Leslie O. Carter Treatment Plant (WTP). This one-day class included presentations on District functions and water careers, hands-on demonstrations, and a tour of the WTP.
- Staff is working on the first PWD public event at Lake Palmdale. It will be a 5K run/walk and is scheduled for June 13, 2026.