



**Special Meeting
Of the Board of Directors of
YUIMA MUNICIPAL WATER DISTRICT
Monday, January 26, 2026 at 10:00 a.m.
34928 Valley Center Road, Pauma Valley, California**

President
Don Broomell, Secretary / Treasurer
Bruce Knox, Director

Steve Wehr, Vice-President
Kaurie Kariya - Director

I. CALL TO ORDER

II. ROLL CALL – DETERMINATION OF QUORUM

III. APPROVAL OF AGENDA

At its option, the Board may approve the agenda, delete an item, reorder items, and add an item to the agenda per the provisions of Government Code §54954.2.

IV. PUBLIC COMMENT

This is an opportunity for members of the public to address the Board on matters of interest within the Board's jurisdiction that are not listed on the agenda. The Brown Act does not allow any discussions by the Board or staff on matters raised during public comment except; 1) to briefly respond to statements made or questions posed; 2) ask questions for clarification; 3) receive and file the matter; 4) if it is within staff's authority, refer it to them for a reply; or 5) direct that it be placed on a future Board agenda for a report or action. Inquiries pertaining to an item on the agenda will be received during deliberation on that agenda item. No action can be taken unless specifically listed on the agenda. (Government Code §54954.3).

V. CONSENT CALENDAR

- a) Approve minutes of the Regular Meeting of December 8, 2025 and Special Meeting of January 12, 2026.
- b) Approve Accounts Paid and Payables & Reporting under Government Code §53065.5 for November and December 2025
- c) Acceptance of Monthly Financial Reports, Treasurer's Report and Cash Statements – November and December 2025

VI. ACTION DISCUSSION

- a) Consider Approval of the Yuima Municipal Water Districts Fiscal Year 2024-2025 Audited Financial Statements and 2024-2025 Annual Comprehensive Financial Report (ACFR).

Background: Paul Kaymark, CPA with the audit firm Nigro & Nigro, PC. will present the Audit Report and answer any questions.

Recommendation: That the Board consider accepting the 2024-2025 audited financial report.

b) Election of Officers.

In response to the recent changes in appointed Directors, The Board has requested to conduct an election of its officers outside of the normal course of elections. The officers elected at today's special officer election will serve in their elected position until the regular officer election in January 2027; Pursuant to Water Code Section 71273.

c) Certificate of Compliance by Yuima MWD as Successor in Interest to Palomar Mutual Water Company Calendar Year 2025 (Strub).

Background: Yuima was substituted as successor in interest for Palomar Mutual (IDA), the defendant in the Strub vs. Palomar Mutual lawsuit in 1968 when Palomar Mutual was dissolved. The suit was settled through an Agreement (Stipulated Judgement) which placed certain limits on water taken from the rivers (1350 a.f./yr.) for use upon lands in IDA and requires yearly certification to the court. In calendar year 2025, the District produced 1291.8 acre feet of water from the 5 river wells located in the Strub Zone.

Recommendation: Approve the Certificate for filing as presented.

Recommendation: Authorize the President and Secretary to execute the accompanying Certificate of Compliance and direct Counsel to file with the court.

d) Approval of Adjournment Notice – Special Meeting February 23, 2026 at 10:00 a.m.

Background: Due to a known lack of quorum for the February 23, 2026 Regular meeting, the Board would like to move the meeting to earlier in the day. The regular meeting will be adjourned to a Special Meeting on February 23, 2026 at 10:00 a.m.

e) Discuss Only – Verizon Lease

Background: A little over a year ago the District was approached by Verizon to allow the installation of a cell tower within the District's office property. Since that time Verizon has been doing its due diligence in relation to the feasibility of using the available area. Verizon staff has brought forward a lease for review by the board. Staff would like the Board to review the lease (first reading) and discuss any thoughts in relation to leasing land to Verizon for another cell tower.

VII. INFORMATION /REPORTS

a) Board Reports / Meetings

- i) JPIA
- ii) San Diego County Water Authority / Metropolitan Water District
- iii) Other Meetings (USLRGMA)

b) Administrative

- i) General Information

c) Capital Improvements

d) Operations

- i) General Information
- ii) Rainfall
- iii) Production / Consumption Report
- iv) Well Levels
- v) District Water Purchased

e) Counsel

f) Finance

- i) General Information
- ii) Delinquent Accounts

VIII. CLOSED SESSION

- a) Pursuant to Government Code 54956.9- Potential Litigation – 1 Case.

IX. OTHER BUSINESS

- a) Next Meeting – February 23, 2026 at **10:00 a.m. Special** Meeting
- b) Form 700 Filings due by April 1, 2026

X. ADJOURNMENT

NOTE: In compliance with the Americans with Disabilities Act, if special assistance is needed to participate in the Board meeting, please contact the General Manager at (760) 742-3704 at least 48 hours before the meeting to enable the District to make reasonable accommodations. Any writings or documents provided to a majority of the members of the Yuima Municipal Water District Board of Directors regarding any item on this agenda will be made available for public inspection during normal business hours in the office of the General Manager located at 34928 Valley Center Rd., Pauma Valley.

CONSENT CALENDAR

Yuima Municipal Water District

MINUTES OF THE REGULAR MEETING OF THE BOARD OF DIRECTORS OF YUIMA MUNICIPAL WATER DISTRICT

Date: December 8, 2025

Time: 2:00 p.m.

I. CALL TO ORDER

The Regular Meeting of the Board of Directors of the Yuima Municipal Water District was held at the office of the district located at 34928 Valley Center Rd., Pauma Valley, California on Monday, the 8th day of December, 2025. The meeting was called to order at 2:00 p.m. and the Pledge of Allegiance was performed.

II. ROLL CALL – DETERMINATION OF QUORUM

Roll call was conducted, and Vice-President Wehr declared that a quorum of the Board was present.

Directors In Attendance

Steve Wehr
Don Broomell
Bruce Knox

Directors Absent

Others In Attendance

Amy Reeh, General Manager, YMWD
Lynette Brewer, Finance and Administrative Services Manager, YMWD
Lavonne Peck - SLRIWA
Andrew Madrigal – SLRIWA

III. APPROVAL OF THE AGENDA

There were changes to the agenda.

IV. PUBLIC COMMENT

There were no public comments.

V. CONSENT CALENDAR

Upon motion by Director Knox and seconded by Director Broomell, the **Minutes of the Regular Meeting of October 27 2025; Accounts Paid and Payable & Reporting under Government Code §53065.5 for October 2025 and Acceptance of Monthly Financial Reports – October 2025** were approved and carried unanimously by the following roll-call vote, to wit:

AYES: Wehr, Broomell, Knox
NOES: None
ABSTAIN: None
ABSENT: None

VI. ACTION / DISCUSSION

a. Public Hearing to receive comments and consider adoption of the District's Water Capacity Charge Ordinance

The Public Hearing was opened at 2:10 p.m. by Vice-President Wehr, Staff gave a report on the posting of the Notice of Public Hearing as well as the explanation of the Capacity Charge, the calculation methodology and the new fee to be adopted. There were no comments from the public received and no letters of protest were received. The public hearing was closed at 2:17 p.m.

Upon motion from Director Broomell and seconded by Director Knox, Ordinance No. 148-25 was approved by the following roll-call vote, to wit:

AYES: Wehr, Broomell, Knox
NOES: None
ABSTAIN: None
ABSENT: None

b. Proposed Resolution Amending the Rules and Regulations Governing Water Service (Section 14.7) Capacity Charges.

Upon motion from Director Broomell and seconded by Director Knox, Resolution No. 1997-25 was approved by the following roll-call vote, to wit:

AYES: Wehr, Broomell, Knox
NOES: None

ABSTAIN: None
ABSENT: None

c. Proposed Resolution Amending the Employee Handbook Section J & 9 (Exhibit D)

Upon motion from Director Broomell and seconded by Director Knox, Resolution No. 1998-25 was approved by the following roll-call vote, to wit:

AYES: Wehr, Broomell, Knox
NOES: None
ABSTAIN: None
ABSENT: None

d. Notice of Vacancy – Division 1 Director Appointment

Upon motion from Director Knox and seconded by Director Wehr, the Notice of Vacancy was approved by the following roll-call vote, to wit:

AYES: Wehr, Broomell, Knox
NOES: None
ABSTAIN: None
ABSENT: None

e. LAFCO Special District Ad Hoc Committee Ballot

Upon motion from Director Knox and seconded by Director Wehr, and with the following roll-call vote, the Board authorized the General Manager to cast the District vote as recommended.

AYES: Wehr, Broomell, Knox
NOES: None
ABSTAIN: None
ABSENT: None

f. Proposed Resolution Granting Encroachment Permit No. 2025-1 – Pauma Inter Tribal Treatment

Upon motion from Director Knox and seconded by Director Wehr, Resolution No. 1999-25 was approved by the following roll-call vote, to wit:

AYES: Wehr, Broomell, Knox
NOES: None
ABSTAIN: None
ABSENT: None

VII. INFORMATION / REPORTS

a) Board Reports / Meetings

b) Administrative

The General Manager's Report was available in the Board Packet.

c) Capital Improvements

The Capital Improvements Report was available in the Board Packet.

d) Operations

The Operations Report was available for review in the Board Packet.

e) Counsel

Counsel was not in attendance.

f) Finance & Administrative Services

Reports were available in the Board Packet.

VIII. CLOSED SESSION

a. Pursuant to Government Code 54957 (b)(1), The Board entered closed session at 2:43 p.m. The Board emerged from closed session at 2:55 p.m. with the following action out of closed session:

i. Upon motion by Director Knox to add an urgency item (in accordance with California Government Code) to appoint a Successor General Manager. The motion was seconded by Director Wehr and approved by the following roll-call vote, to wit:

AYES: Wehr, Broomell, Knox

NOES: None

ABSTAIN: None

ABSENT: None

ii. Upon motion by Director Knox and Second by Director Wehr, and in accordance with the approved Employee Manual, the Board appointed Roland Simpson to the position of Successor GM beginning January 5, 2026 with a salary of \$5269.60 bi-weekly by the following roll-call vote, to wit:

AYES: Wehr, Broomell, Knox

NOES: None

ABSTAIN: None

ABSENT: None

IX. OTHER BUSINESS

a. January 12, 2026 at 2:00 p.m. Special Meeting
b. January 26, 2026 at 2:00 p.m. Regular Meeting

X. ADJOURNMENT

The meeting of the Board of Directors of the Yuima Municipal Water District was adjourned at 3:00 p.m. until the Special Meeting on January 12, 2026, at 2:00 p.m.

Steve Wehr, Vice-President

Don Broomell, Secretary/Treasurer

Yuima Municipal Water District

MINUTES OF THE SPECIAL MEETING OF THE BOARD OF DIRECTORS OF YUIMA MUNICIPAL WATER DISTRICT

Date: January 12, 2026

Time: 2:00 p.m.

I. CALL TO ORDER

The Special Meeting of the Board of Directors of the Yuima Municipal Water District was held at the office of the district located at 34928 Valley Center Rd., Pauma Valley, California on Monday, the 12th day of January, 2026. The meeting was called to order at 2:00 p.m. and the Pledge of Allegiance was performed.

II. ROLL CALL – DETERMINATION OF QUORUM

Roll call was conducted, and Vice-President Wehr declared that a quorum of the Board was present.

Directors In Attendance

Steve Wehr
Don Broomell
Bruce Knox

Directors Absent

Others In Attendance

Amy Reeh, General Manager, YMWD
Lynette Brewer, Finance and Administrative Services Manager, YMWD
Laurie Kariya

III. APPROVAL OF THE AGENDA

There were no changes to the agenda.

IV. PUBLIC COMMENT

There were no public comments.

V. CONSENT CALENDAR

There were no consent calendar items.

VI. ACTION / DISCUSSION

a. Division 1 Vacancy – Director Appointment

There was one applicant letter received for the Director vacancy; Laurie Kariya. Ms. Kariya has been a director in the recent past and is an agricultural grower in the area. Upon motion from Director Broomell and seconded by Director Knox, Resolution No. 2000-26, appointing Laurie Kariya to the Board of Directors for Division 1, was approved by the following roll-call vote, to wit:

AYES: Wehr, Broomell, Knox

NOES: None

ABSTAIN: None

ABSENT: None

b. Approval of Purchase Order of \$35,000 in Accordance with Board Adopted Policy - Cla-Val, Co.

The purchase requisition for ClaOVal Co. in the amount of \$65,000 is for supplies and infrastructure items needed to complete the installation of a meter for the new CDF station. All costs associated with this installation will be paid for by customer. Upon motion from Director Knox and seconded by Director Broomell, the 2026 Board approved the purchase order by the following roll-call vote, to wit:

AYES: Wehr, Broomell, Knox

NOES: None

ABSTAIN: None

ABSENT: None

VII. INFORMATION / REPORTS

There were no information items.

VIII. CLOSED SESSION

IX. OTHER BUSINESS

X. ADJOURNMENT

The meeting of the Board of Directors of the Yuima Municipal Water District was adjourned at 2:10 p.m. until the Regular Meeting on January 26, 2026, at 2:00 p.m.

Steve Wehr, Vice-President

Don Broomell, Secretary/Treasurer



Yuima Municipal Water District

Bank Transaction Report

Transaction Detail

Issued Date Range: 11/01/2025 - 11/30/2025

Cleared Date Range: -

Issued Date	Cleared Date	Number	Description	Module	Status	Type	Amount
Bank Account: 57-955468-36 - *General Checking							
11/04/2025	73049	A-1 IRRIGATION, INC.		Accounts Payable	Outstanding	Check	-97.31
11/04/2025	73050	EDCO WASTE AND RECYCLING SERVICES, INC.		Accounts Payable	Outstanding	Check	-340.53
11/04/2025	73051	FERGUSON ENTERPRISES, LLC		Accounts Payable	Outstanding	Check	-990.62
11/04/2025	73052	HYDROCURRENT WELL SERVICES		Accounts Payable	Outstanding	Check	-2,690.00
11/04/2025	73053	ROADRUNNER PUBLICATIONS, INC		Accounts Payable	Outstanding	Check	-415.80
11/04/2025	73054	SERRATOS AUTOMOTIVE & TIRE		Accounts Payable	Outstanding	Check	-362.26
11/04/2025	73055	TRAN CONTROLS SCADA SOLUTIONS		Accounts Payable	Outstanding	Check	-9,471.54
11/04/2025	73056	TRAVIS W. PARKER		Accounts Payable	Outstanding	Check	-150.00
11/04/2025	73057	T-Y NURSERY		Accounts Payable	Outstanding	Check	-65,836.84
11/04/2025	73058	UNDERGROUND SERV. ALERT		Accounts Payable	Outstanding	Check	-30.00
11/04/2025	73059	WATERLINE TECHNOLOGIES		Accounts Payable	Outstanding	Check	-391.13
11/04/2025	DFT0002311	MARLIN LEASING CORPORATION		Accounts Payable	Outstanding	Bank Draft	-467.90
11/04/2025	DFT0002312	SAN DIEGO COUNTY WATER AUTHORITY		Accounts Payable	Outstanding	Bank Draft	-898,156.40
11/04/2025	DFT0002313	SDG&E		Accounts Payable	Outstanding	Bank Draft	-204,013.54
11/11/2025	73060	VALIC GA#24515		Accounts Payable	Outstanding	Check	-800.00
11/11/2025	DFT0002314	CALPERS -FISCAL SERVICES DIV.		Accounts Payable	Outstanding	Bank Draft	-1,238.15
11/11/2025	DFT0002315	CALPERS -FISCAL SERVICES DIV.		Accounts Payable	Outstanding	Bank Draft	-1,271.70
11/11/2025	DFT0002316	CALPERS -FISCAL SERVICES DIV.		Accounts Payable	Outstanding	Bank Draft	-961.27
11/11/2025	DFT0002317	CALPERS -FISCAL SERVICES DIV.		Accounts Payable	Outstanding	Bank Draft	-2,089.56
11/11/2025	DFT0002318	CALPERS 457 PLAN		Accounts Payable	Outstanding	Bank Draft	-15.00
11/11/2025	DFT0002319	CALPERS -FISCAL SERVICES DIV.		Accounts Payable	Outstanding	Bank Draft	-6.51
11/11/2025	DFT0002320	EMPLOYMENT DEVELOPMENT DEPARTMENT		Accounts Payable	Outstanding	Bank Draft	-2,074.81
11/11/2025	DFT0002321	EMPLOYMENT DEVELOPMENT DEPARTMENT		Accounts Payable	Outstanding	Bank Draft	-435.07
11/11/2025	DFT0002322	EFTPS - FEDERAL PAYROLL TAX		Accounts Payable	Outstanding	Bank Draft	-6,142.49
11/11/2025	EFT0000142	Payroll EFT		Payroll	Outstanding	EFT	-25,242.95
11/13/2025	73061	ACWA JPIA		Accounts Payable	Outstanding	Check	-21,059.61
11/13/2025	73062	AT&T MOBILITY		Accounts Payable	Outstanding	Check	-520.40
11/13/2025	73063	BABCOCK LABORATORIES, INC		Accounts Payable	Outstanding	Check	-1,430.20
11/13/2025	73064	CONTROLLED ENVIRONMENTS LLC		Accounts Payable	Outstanding	Check	-953.00
11/13/2025	73065	DENISE M. LANDSTEDT		Accounts Payable	Outstanding	Check	-888.00
11/13/2025	73066	FALLBROOK OIL COMPANY		Accounts Payable	Outstanding	Check	-2,246.66
11/13/2025	73067	FOSTER & FOSTER, INC		Accounts Payable	Outstanding	Check	-2,200.00
11/13/2025	73068	KWC ENGINEERS		Accounts Payable	Outstanding	Check	-1,100.00
11/13/2025	73069	NOEL RUIZ		Accounts Payable	Outstanding	Check	-120.64
11/13/2025	73070	ONTARIO REFRIGERATION SERVICE, INC.		Accounts Payable	Outstanding	Check	-1,342.00
11/13/2025	73071	PRUDENTIAL OVERALL SUPPLY		Accounts Payable	Outstanding	Check	-276.74

Bank Transaction Report

Issued Date Range: -

Issued Date	Cleared Date	Number	Description	Module	Status	Type	Amount
11/13/2025		73072	ROADRUNNER PUBLICATIONS, INC	Accounts Payable	Outstanding	Check	-34.00
11/13/2025		73073	SAN DIEGO WEED CONTROL	Accounts Payable	Outstanding	Check	-1,200.00
11/13/2025		73074	SERRATOS AUTOMOTIVE & TIRE	Accounts Payable	Outstanding	Check	-1,149.35
11/13/2025		73075	VIC'S GARAGE	Accounts Payable	Outstanding	Check	-240.00
11/13/2025		73076	WATERLINE TECHNOLOGIES	Accounts Payable	Outstanding	Check	-4,943.82
11/13/2025		DFT0002323	NAPA AUTO PARTS	Accounts Payable	Outstanding	Bank Draft	-554.50
11/13/2025		DFT0002324	SAN DIEGO COUNTY TAX COLLECTOR	Accounts Payable	Outstanding	Bank Draft	-255.62
11/13/2025		DFT0002325	SAN DIEGO COUNTY TAX COLLECTOR	Accounts Payable	Outstanding	Bank Draft	-1,055.52
11/25/2025		73077	VALIC GA#24515	Accounts Payable	Outstanding	Check	-800.00
11/25/2025		73078	A-1 IRRIGATION, INC.	Accounts Payable	Outstanding	Check	-303.36
11/25/2025		73079	ALPHA ANALYTICAL LABORATORIES, INC.	Accounts Payable	Outstanding	Check	-45.00
11/25/2025		73080	AT&T	Accounts Payable	Outstanding	Check	-34.00
11/25/2025		73081	CONCENTRA MEDICAL CENTER	Accounts Payable	Outstanding	Check	-1,142.00
11/25/2025		73082	FALLBROOK PUBLIC UTILITY DIST.	Accounts Payable	Outstanding	Check	-2,500.00
11/25/2025		73083	HACH COMPANY	Accounts Payable	Outstanding	Check	-5,060.58
11/25/2025		73084	MARTIN RUIZ	Accounts Payable	Outstanding	Check	-200.00
11/25/2025		73085	PRUDENTIAL OVERALL SUPPLY	Accounts Payable	Outstanding	Check	-50.00
11/25/2025		73086	TEAMTALK NETWORKS	Accounts Payable	Outstanding	Check	-61.20
11/25/2025		73087	UPPER SAN LUIS REY GROUNDWATER MANAGEMENT AUTHORITY	Accounts Payable	Outstanding	Check	-144,629.41
11/25/2025		73088	UTILITY SERVICE CO., INC.	Accounts Payable	Outstanding	Check	-4,500.00
11/25/2025		73089	VALLEY CENTER WIRELESS	Accounts Payable	Outstanding	Check	-129.90
11/25/2025		DFT0002326	CALPERS -FISCAL SERVICES DIV.	Accounts Payable	Outstanding	Bank Draft	-1,032.50
11/25/2025		DFT0002327	CALPERS -FISCAL SERVICES DIV.	Accounts Payable	Outstanding	Bank Draft	-1,060.49
11/25/2025		DFT0002328	CALPERS -FISCAL SERVICES DIV.	Accounts Payable	Outstanding	Bank Draft	-961.27
11/25/2025		DFT0002329	CALPERS -FISCAL SERVICES DIV.	Accounts Payable	Outstanding	Bank Draft	-2,089.57
11/25/2025		DFT0002330	CALPERS -FISCAL SERVICES DIV.	Accounts Payable	Outstanding	Bank Draft	-5.58
11/25/2025		DFT0002331	EMPLOYMENT DEVELOPMENT DEPARTMENT	Accounts Payable	Outstanding	Bank Draft	-1,384.97
11/25/2025		DFT0002332	EMPLOYMENT DEVELOPMENT DEPARTMENT	Accounts Payable	Outstanding	Bank Draft	-338.55
11/25/2025		DFT0002333	EFTPS - FEDERAL PAYROLL TAX	Accounts Payable	Outstanding	Bank Draft	-4,279.28
11/25/2025		DFT0002334	SDG&E	Accounts Payable	Outstanding	Bank Draft	-181,635.19
11/25/2025		EFT0000143	Payroll EFT	Payroll	Outstanding	EFT	-19,738.03
Bank Account 57-955468-36 Total: (67)							-1,637,242.32
Report Total: (67)							-1,637,242.32



Yuima Municipal Water District

Bank Transaction Report

Transaction Detail

Issued Date Range: 12/01/2025 - 12/31/2025

Cleared Date Range: -

Issued Date	Cleared Date	Number	Description	Module	Status	Type	Amount
Bank Account: 57-955468-36 - *General Checking							
12/03/2025		DFT0002338	CALIF BANK & TRUST VISA	Accounts Payable	Outstanding	Bank Draft	-3,881.16
12/03/2025		DFT0002339	MARLIN LEASING CORPORATION	Accounts Payable	Outstanding	Bank Draft	-467.90
12/03/2025		DFT0002340	SAN DIEGO COUNTY WATER AUTHORITY	Accounts Payable	Outstanding	Bank Draft	-625,294.30
12/04/2025		73090	A-1 IRRIGATION, INC.	Accounts Payable	Outstanding	Check	-87.13
12/04/2025		73091	AMERICA'S JANITORIAL SERVICE	Accounts Payable	Outstanding	Check	-221.45
12/04/2025		73092	BABCOCK LABORATORIES, INC	Accounts Payable	Outstanding	Check	-854.11
12/04/2025		73093	CONCENTRA MEDICAL CENTER	Accounts Payable	Outstanding	Check	-390.00
12/04/2025		73094	EDCO WASTE AND RECYCLING SERVICES, INC.	Accounts Payable	Outstanding	Check	-340.53
12/04/2025		73095	FERGUSON WATERWORKS #1083	Accounts Payable	Outstanding	Check	-1,574.88
12/04/2025		73096	HACH COMPANY	Accounts Payable	Outstanding	Check	-286.43
12/04/2025		73097	LYNETTE BREWER	Accounts Payable	Outstanding	Check	-88.20
12/04/2025		73098	ONTARIO REFRIGERATION SERVICE, INC.	Accounts Payable	Outstanding	Check	-441.00
12/04/2025		73099	PITNEY BOWES INC.	Accounts Payable	Outstanding	Check	-154.80
12/04/2025		73100	PROTELESIS	Accounts Payable	Outstanding	Check	-284.30
12/04/2025		73101	PRUDENTIAL OVERALL SUPPLY	Accounts Payable	Outstanding	Check	-55.25
12/04/2025		73102	WATERLINE TECHNOLOGIES	Accounts Payable	Outstanding	Check	-2,070.10
12/05/2025		DFT0002335	EMPLOYMENT DEVELOPMENT DEPARTMENT	Accounts Payable	Outstanding	Bank Draft	-491.51
12/05/2025		DFT0002336	EMPLOYMENT DEVELOPMENT DEPARTMENT	Accounts Payable	Outstanding	Bank Draft	-150.00
12/05/2025		DFT0002337	EFTPS - FEDERAL PAYROLL TAX	Accounts Payable	Outstanding	Bank Draft	-1,679.06
12/05/2025		EFT0000144	Payroll EFT	Payroll	Outstanding	EFT	-10,360.69
12/08/2025		73103	VALIC GA#24515	Accounts Payable	Outstanding	Check	-800.00
12/09/2025		73104	R&G REDDING CONSTRUCTION	Accounts Payable	Outstanding	Check	-56,000.00
12/09/2025		DFT0002341	CALPERS -FISCAL SERVICES DIV.	Accounts Payable	Outstanding	Bank Draft	-1,263.45
12/09/2025		DFT0002342	CALPERS -FISCAL SERVICES DIV.	Accounts Payable	Outstanding	Bank Draft	-1,297.70
12/09/2025		DFT0002343	CALPERS -FISCAL SERVICES DIV.	Accounts Payable	Outstanding	Bank Draft	-961.27
12/09/2025		DFT0002344	CALPERS -FISCAL SERVICES DIV.	Accounts Payable	Outstanding	Bank Draft	-2,089.56
12/09/2025		DFT0002345	CALPERS -FISCAL SERVICES DIV.	Accounts Payable	Outstanding	Bank Draft	-7.44
12/09/2025		DFT0002346	EMPLOYMENT DEVELOPMENT DEPARTMENT	Accounts Payable	Outstanding	Bank Draft	-1,507.59
12/09/2025		DFT0002347	EMPLOYMENT DEVELOPMENT DEPARTMENT	Accounts Payable	Outstanding	Bank Draft	-383.21
12/09/2025		DFT0002348	EFTPS - FEDERAL PAYROLL TAX	Accounts Payable	Outstanding	Bank Draft	-4,755.37
12/09/2025		EFT0000145	Payroll EFT	Payroll	Outstanding	EFT	-22,637.70
12/10/2025		73105	ACWA JPIA	Accounts Payable	Outstanding	Check	-19,991.59
12/10/2025		73106	AMERICA'S JANITORIAL SERVICE	Accounts Payable	Outstanding	Check	-215.00
12/10/2025		73107	AT&T	Accounts Payable	Outstanding	Check	-34.96
12/10/2025		73108	BABCOCK LABORATORIES, INC	Accounts Payable	Outstanding	Check	-37.80
12/10/2025		73109	CALIFORNIA MUNICIPAL STATISTICS, INC.	Accounts Payable	Outstanding	Check	-750.00

Bank Transaction Report

Issued Date Range: -

Issued Date	Cleared Date	Number	Description	Module	Status	Type	Amount
12/10/2025		73110	CONCENTRA MEDICAL CENTER	Accounts Payable	Outstanding	Check	-77.00
12/10/2025		73111	CONTROLLED ENVIRONMENTS LLC	Accounts Payable	Outstanding	Check	-953.00
12/10/2025		73112	EMPLOYEE RELATIONS, INC.	Accounts Payable	Outstanding	Check	-289.75
12/10/2025		73113	FALLBROOK PUBLIC UTILITY DIST.	Accounts Payable	Outstanding	Check	-2,500.00
12/10/2025		73114	NOEL RUIZ	Accounts Payable	Outstanding	Check	-181.29
12/10/2025		73115	PRUDENTIAL OVERALL SUPPLY	Accounts Payable	Outstanding	Check	-245.20
12/10/2025		73116	R&G REDDING CONSTRUCTION	Accounts Payable	Outstanding	Check	-1,320.00
12/10/2025		73117	RUTAN & TUCKER, LLP	Accounts Payable	Outstanding	Check	-6,425.50
12/10/2025		73118	SAMUEL LOVATO	Accounts Payable	Outstanding	Check	-255.23
12/10/2025		73119	T-Y NURSERY	Accounts Payable	Outstanding	Check	-39,545.71
12/10/2025		73120	UNDERGROUND SERV. ALERT	Accounts Payable	Outstanding	Check	-20.00
12/10/2025		73121	VALVE SEALANT SUPPLY, INC.	Accounts Payable	Outstanding	Check	-505.57
12/10/2025		73122	VISUAL EDGE IT, INC	Accounts Payable	Outstanding	Check	-169.41
12/10/2025		73123	WATERLINE TECHNOLOGIES	Accounts Payable	Outstanding	Check	-3,362.79
12/22/2025		73073	SAN DIEGO WEED CONTROL Reversal	Accounts Payable	Outstanding	Check Reversal	1,200.00
12/23/2025		73124	VALIC GA#24515	Accounts Payable	Outstanding	Check	-800.00
12/23/2025		73125	A-1 IRRIGATION, INC.	Accounts Payable	Outstanding	Check	-167.18
12/23/2025		73126	ADVANCED DETECTION SYSTEMS	Accounts Payable	Outstanding	Check	-165.00
12/23/2025		73127	AT&T MOBILITY	Accounts Payable	Outstanding	Check	-567.89
12/23/2025		73128	FALLBROOK OIL COMPANY	Accounts Payable	Outstanding	Check	-1,088.58
12/23/2025		73129	PRUDENTIAL OVERALL SUPPLY	Accounts Payable	Outstanding	Check	-504.04
12/23/2025		73130	RUTAN & TUCKER, LLP	Accounts Payable	Outstanding	Check	-487.50
12/23/2025		73131	SAN DIEGO WEED CONTROL	Accounts Payable	Outstanding	Check	-1,200.00
12/23/2025		73132	SERRATOS AUTOMOTIVE & TIRE	Accounts Payable	Outstanding	Check	-25.00
12/23/2025		73133	TRAVIS W. PARKER	Accounts Payable	Outstanding	Check	-412.50
12/23/2025		73134	VALLEY CENTER WIRELESS	Accounts Payable	Outstanding	Check	-129.90
12/23/2025		73135	VIC'S GARAGE	Accounts Payable	Outstanding	Check	-120.00
12/23/2025		73136	WATERLINE TECHNOLOGIES	Accounts Payable	Outstanding	Check	-2,216.59
12/23/2025		DFT0002349	CALPERS -FISCAL SERVICES DIV.	Accounts Payable	Outstanding	Bank Draft	-1,358.00
12/23/2025		DFT0002350	CALPERS -FISCAL SERVICES DIV.	Accounts Payable	Outstanding	Bank Draft	-1,394.81
12/23/2025		DFT0002351	CALPERS -FISCAL SERVICES DIV.	Accounts Payable	Outstanding	Bank Draft	-961.27
12/23/2025		DFT0002352	CALPERS -FISCAL SERVICES DIV.	Accounts Payable	Outstanding	Bank Draft	-2,089.56
12/23/2025		DFT0002353	CALPERS 457 PLAN	Accounts Payable	Outstanding	Bank Draft	-15.00
12/23/2025		DFT0002354	CALPERS -FISCAL SERVICES DIV.	Accounts Payable	Outstanding	Bank Draft	-7.44
12/23/2025		DFT0002355	EMPLOYMENT DEVELOPMENT DEPARTMENT	Accounts Payable	Outstanding	Bank Draft	-1,471.24
12/23/2025		DFT0002356	EMPLOYMENT DEVELOPMENT DEPARTMENT	Accounts Payable	Outstanding	Bank Draft	-382.74
12/23/2025		DFT0002357	EFTPS - FEDERAL PAYROLL TAX	Accounts Payable	Outstanding	Bank Draft	-4,668.92
12/23/2025		EFT0000146	Payroll EFT	Payroll	Outstanding	EFT	-22,825.84
12/30/2025		73137	CONCENTRA MEDICAL CENTER	Accounts Payable	Outstanding	Check	-571.00
12/30/2025		73138	PROTELESIS	Accounts Payable	Outstanding	Check	-284.30
12/30/2025		73139	R&G REDDING CONSTRUCTION	Accounts Payable	Outstanding	Check	-141,500.00
12/30/2025		DFT0002358	CALIF BANK & TRUST VISA	Accounts Payable	Outstanding	Bank Draft	-3,352.54
12/30/2025		DFT0002359	SDG&E	Accounts Payable	Outstanding	Bank Draft	-134,145.63

Bank Transaction Report**Issued Date Range: -**

Bank Account 57-955468-36 Total: (79)	-1,139,468.36
Report Total: (79)	-1,139,468.36

Government Code 53065.5 Reporting - Fiscal Year 2025/2026

No.	Name	Jul-25	Aug-25	Sep-25	Oct-25	Nov-25	Dec-25	Jan-26	Feb-26	Mar-26	Apr-26	May-26	Jun-26	2025/26
1772	A. Reeh	-	-	-	-	-	-							\$ -
1827	N. Ruiz	-	-	68.00	-	120.64	181.29							\$ 369.93
1858	L. Brewer	-	-	-	-	-	-							\$ -
1946	B. Lovato	56.00	-	68.00	89.60	-	-							\$ 213.60
1997	R. Valenzuela	-	-	231.74	-	-	-							\$ 231.74
2070	C. Drown	-	-	68.00	76.11	-	-							\$ 144.11
2103	M. Ruiz	-	-	-	41.30	200.00	-							\$ 241.30
2105	S. Lovato	-	-	-	-	-	255.23							\$ 255.23
2106	J. Ruiz	-	-	-	-	-	-							\$ -
	Totals	\$ 56.00	\$ -	\$ 435.74	\$ 207.01	\$ 320.64	\$ 436.52	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,455.91

California Government Code Section 53065.5

Each special district, as defined by subdivision (a) of Section 53036, shall, at least annually, disclose any reimbursement paid by the district within the immediately preceding fiscal year of at least one hundred (\$100) for each individual charge for services or products received. "Individual charge" includes, but is not limited to, one meal, lodging for one day, transportation, or a registration fee paid to any employee or member of the governing body of the district. The disclosure requirement shall be fulfilled by including the reimbursement information in a document published or printed at least annually by a date determined by that district and shall be made available for public inspection.



Pooled Cash Report

Yuima Municipal Water District
For the Period Ending 11/30/2025

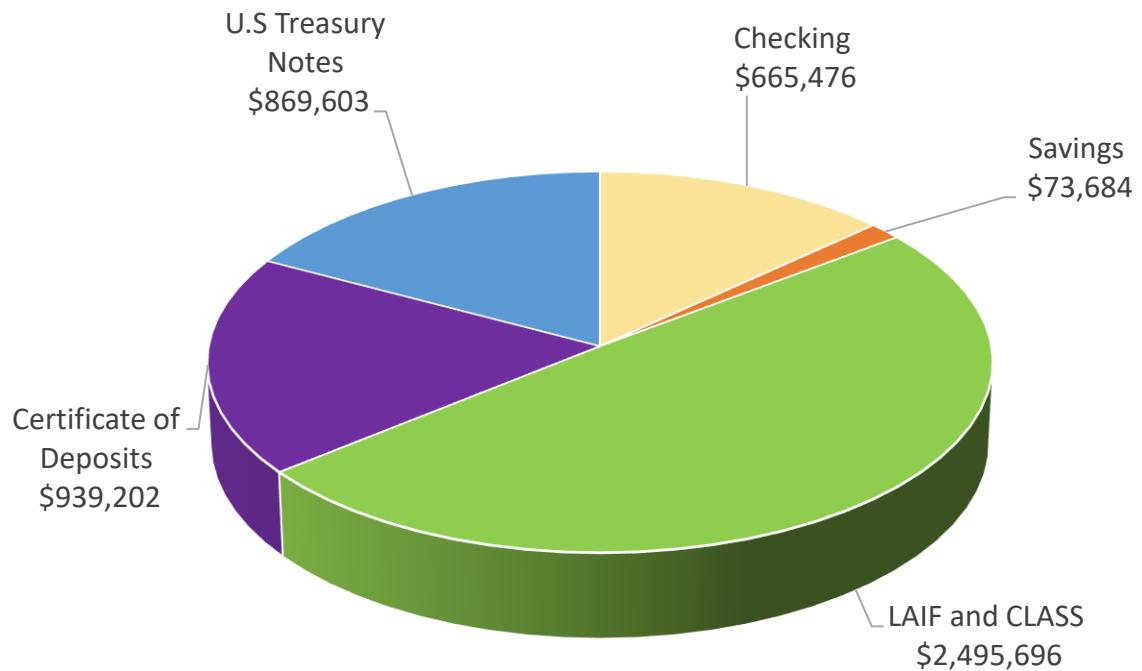
ACCOUNT #	ACCOUNT NAME	BEGINNING BALANCE	CURRENT ACTIVITY	CURRENT BALANCE	
CLAIM ON CASH					
01-1001-000	Claim on Cash - Yuima General District	4,614,917.82	(425,784.89)	4,189,132.93	
02-1001-000	Claim on Cash - IDA	(1,128,533.81)	92,812.99	(1,035,720.82)	
10-1001-000	Claim on Cash - Yuima General District Capital	1,513,966.48	20,467.99	1,534,434.47	
20-1001-000	Claim on Cash - IDA Capital	348,097.91	7,715.90	355,813.81	
TOTAL CLAIM ON CASH		5,348,448.40	(304,788.01)	5,043,660.39	
CASH IN BANK					
Cash in Bank					
99-1000-000	Petty Cash	500.00	0.00	500.00	
99-1000-011	General Checking	595,574.10	69,401.75	664,975.85	
99-1100-017	Official Pay	58,576.51	8,776.76	67,353.27	
99-1200-020	LAIF State Treasury	11,657.67	0.00	11,657.67	
99-1200-021	California CLASS	2,873,777.20	(389,738.77)	2,484,038.43	
99-1300-030	UBS Financial Services - Clearing	2,935.71	3,395.01	6,330.72	
99-1400-046	BMO Harris Bank - 05600XCG3	98,825.00	217.00	99,042.00	
99-1400-049	Bank Hapoalim - 06251FBC2	100,341.00	(118.00)	100,223.00	
99-1400-052	Merrick Bank - 59013K4M5	246,964.90	(338.10)	246,626.80	
99-1400-053	Sallie Mae - 795451AN3	245,555.00	225.00	245,780.00	
99-1400-054	State Bank of India - 856285VD0	247,007.50	522.50	247,530.00	
99-1450-042	US Treasury Note - 91282CDP3	131,641.83	689.49	132,331.32	
99-1450-043	US Treasury Note - 91282CGT2	125,068.75	307.50	125,376.25	
99-1450-045	US Treasury Note - 91282CHK0	126,250.00	337.50	126,587.50	
99-1450-060	US Treasury Note - 91282CDL2	104,187.93	538.35	104,726.28	
99-1450-064	US Treasury Note 912828CCY5	130,937.80	651.00	131,588.80	
99-1450-068	FHLB Step-Up Bond - 3130AMAW2	248,647.50	345.00	248,992.50	
TOTAL: Cash in Bank		5,348,448.40	(304,788.01)	5,043,660.39	
TOTAL CASH IN BANK					
DUE TO OTHER FUNDS					
99-2601-000	Due to Other Funds	5,348,448.40	(304,788.01)	5,043,660.39	
TOTAL DUE TO OTHER FUNDS		5,348,448.40	(304,788.01)	5,043,660.39	
Claim on Cash	5,043,660.39	Claim on Cash	5,043,660.39	Cash in Bank	5,043,660.39
Cash in Bank	5,043,660.39	Due To Other Funds	5,043,660.39	Due To Other Funds	5,043,660.39
Difference	0.00	Difference	0.00	Difference	0.00

ACCOUNT #	ACCOUNT NAME	BEGINNING BALANCE	CURRENT ACTIVITY	CURRENT BALANCE	
ACCOUNTS PAYABLE PENDING					
<u>01-2555-000</u>	AP Pending - General District	1,821,116.09	(801,757.09)	1,019,359.00	
<u>02-2555-000</u>	AP Pending - IDA	161,085.25	(154,973.82)	6,111.43	
TOTAL ACCOUNTS PAYABLE PENDING		<u>1,982,201.34</u>	<u>(956,730.91)</u>	<u>1,025,470.43</u>	
DUE FROM OTHER FUNDS					
<u>99-1501-000</u>	Due From General District	(1,821,116.09)	801,757.09	(1,019,359.00)	
<u>99-1502-000</u>	Due From IDA	(161,085.25)	154,973.82	(6,111.43)	
TOTAL DUE FROM OTHER FUNDS		<u>(1,982,201.34)</u>	<u>956,730.91</u>	<u>(1,025,470.43)</u>	
ACCOUNTS PAYABLE					
<u>99-2555-000</u>	Accounts Payable	1,982,201.34	(956,730.91)	1,025,470.43	
TOTAL ACCOUNTS PAYABLE		<u>1,982,201.34</u>	<u>(956,730.91)</u>	<u>1,025,470.43</u>	
AP Pending	1,025,470.43	AP Pending	1,025,470.43	Due From Other Funds	1,025,470.43
Due From Other Funds	1,025,470.43	Accounts Payable	1,025,470.43	Accounts Payable	1,025,470.43
Difference	<u>0.00</u>	Difference	<u>0.00</u>	Difference	<u>0.00</u>

Yuima Municipal Water District

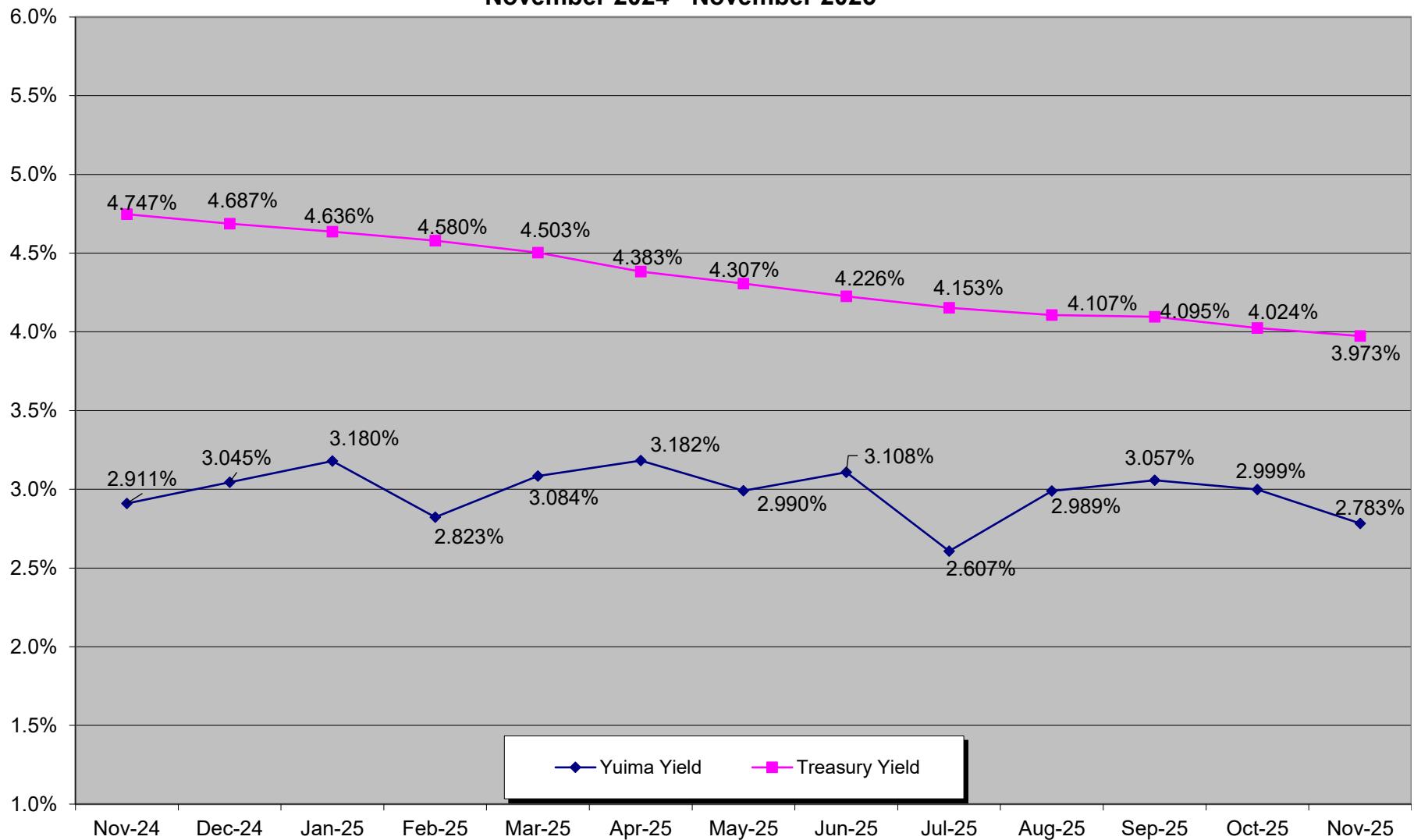
Cash & Investments Data November 2025

\$5,043,660.39



Aggregate Yuima Portfolio Yield

November 2024 - November 2025





PMIA/LAIF Performance Report as of 12/03/25



Quarterly Performance Quarter Ended 9/30/25

LAIF Apportionment Rate ⁽²⁾ :	4.34
LAIF Earnings Ratio ⁽²⁾ :	0.00011893333163814
LAIF Administrative Cost ^{(1)*} :	0.26
LAIF Fair Value Factor ⁽¹⁾ :	1.001929581
PMIA Daily ⁽¹⁾ :	4.19
PMIA Quarter to Date ⁽¹⁾ :	4.24
PMIA Average Life ⁽¹⁾ :	254

PMIA Average Monthly Effective Yields⁽¹⁾

November	4.096
October	4.150
September	4.212
August	4.251
July	4.258
June	4.269

Pooled Money Investment Account Monthly Portfolio Composition⁽¹⁾

10/31/25

\$156.2 billion

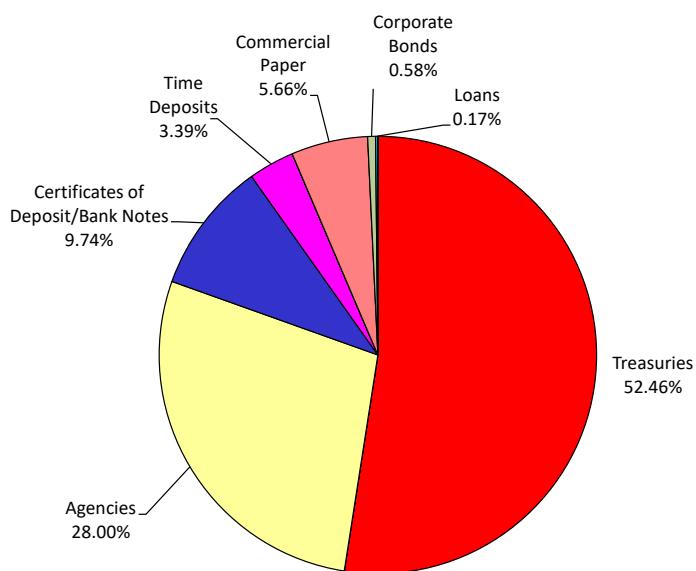


Chart does not include \$961,000.00 in mortgages, which equates to 0.001%. Percentages may not total 100% due to rounding.

Daily rates are now available here. [View PMIA Daily Rates](#)

Notes: The apportionment rate includes interest earned on the CalPERS Supplemental Pension Payment pursuant to Government Code 20825 (c)(1).

*The percentage of administrative cost equals the total administrative cost divided by the quarterly interest earnings. The law provides that administrative costs are not to exceed 5% of quarterly EARNINGS of the fund. However, if the 13-week Daily Treasury Bill Rate on the last day of the fiscal year is below 1%, then administrative costs shall not exceed 8% of quarterly EARNINGS of the fund for the subsequent fiscal year.

Source:

(1) State of California, Office of the Treasurer

(2) State of California, Office of the Controller



**State of California
Pooled Money Investment Account
Market Valuation
11/30/2025**

Description		Carrying Cost Plus Accrued Interest Purch.		Fair Value	Accrued Interest
United States Treasury:					
Bills	\$ 45,183,720,732.62	\$ 45,609,432,350.00		NA	
Notes	\$ 41,095,706,869.25	\$ 41,354,921,600.00		\$ 396,144,902.50	
Federal Agency:					
SBA	\$ 255,264,573.90	\$ 252,462,964.97		\$ 1,018,286.89	
MBS-REMICs	\$ 935,786.98	\$ 944,603.03		\$ 4,082.29	
Debentures	\$ 4,721,428,119.07	\$ 4,742,533,960.00		\$ 45,957,960.90	
Debentures FR	\$ -	\$ -		\$ -	
Debentures CL	\$ 3,000,000,000.00	\$ 3,013,527,450.00		\$ 24,420,889.50	
Discount Notes	\$ 27,152,084,958.38	\$ 27,476,236,500.00		NA	
Supranational Debentures					
Supranational Debentures	\$ 3,934,265,622.61	\$ 3,960,258,750.00		\$ 40,705,572.20	
Supranational Debentures FR	\$ -	\$ -		\$ -	
CDs and YCDs FR					
CDs and YCDs FR	\$ -	\$ -		\$ -	
Bank Notes	\$ 200,000,000.00	\$ 199,990,535.23		\$ 2,564,972.22	
CDs and YCDs	\$ 15,350,000,000.00	\$ 15,352,444,382.31		\$ 162,476,319.43	
Commercial Paper	\$ 8,552,890,333.25	\$ 8,637,066,402.75		NA	
Corporate:					
Bonds FR	\$ -	\$ -		\$ -	
Bonds	\$ 951,349,238.87	\$ 953,672,639.00		\$ 8,282,803.19	
Repurchase Agreements					
Repurchase Agreements	\$ -	\$ -		\$ -	
Reverse Repurchase	\$ -	\$ -		\$ -	
Time Deposits					
Time Deposits	\$ 5,282,000,000.00	\$ 5,282,000,000.00		NA	
PMIA & GF Loans	\$ 262,742,740.00	\$ 262,742,740.00		NA	
TOTAL	\$ 155,942,388,974.93	\$ 157,098,234,877.29		\$ 681,575,789.12	

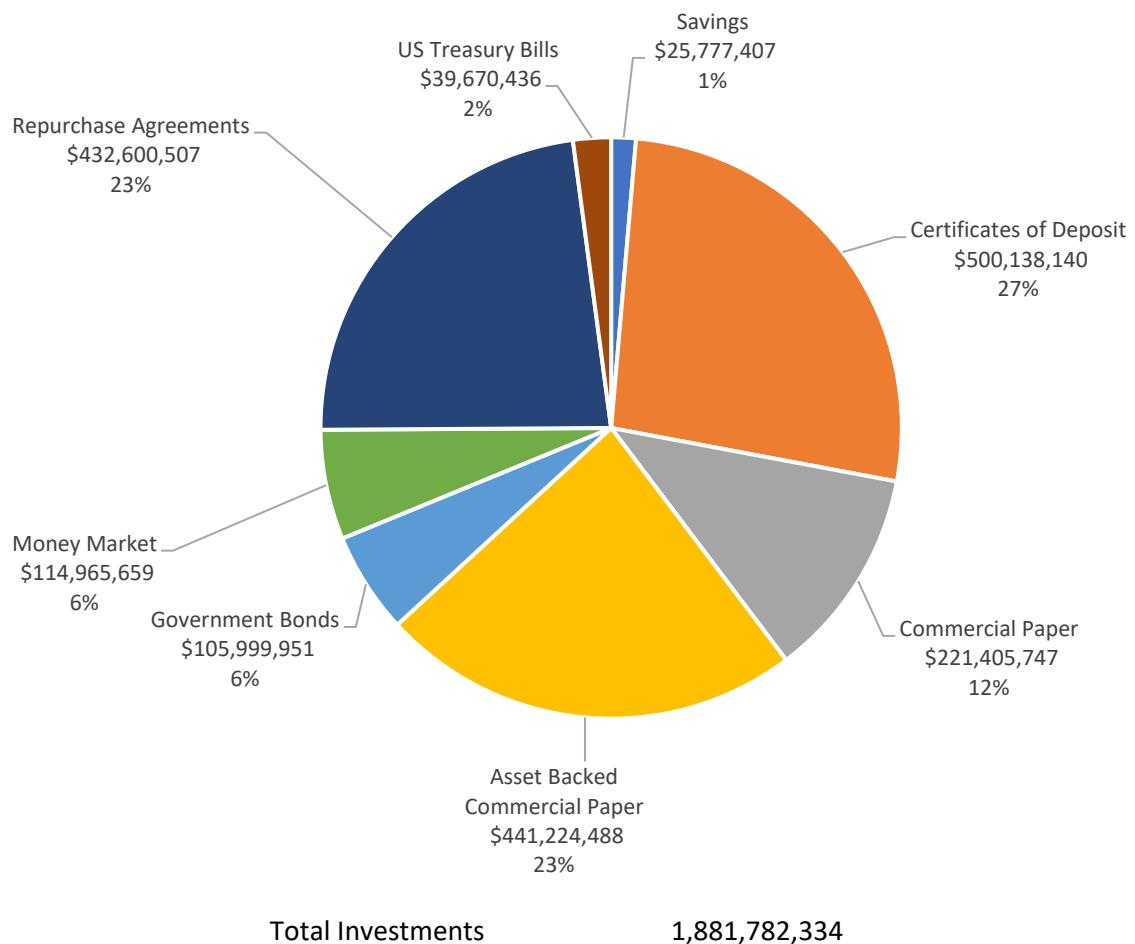
Fair Value Including Accrued Interest \$ 157,779,810,666.41

Repurchase Agreements, Time Deposits, PMIA & General Fund loans, and Reverse Repurchase agreements are carried at portfolio book value (carrying cost).

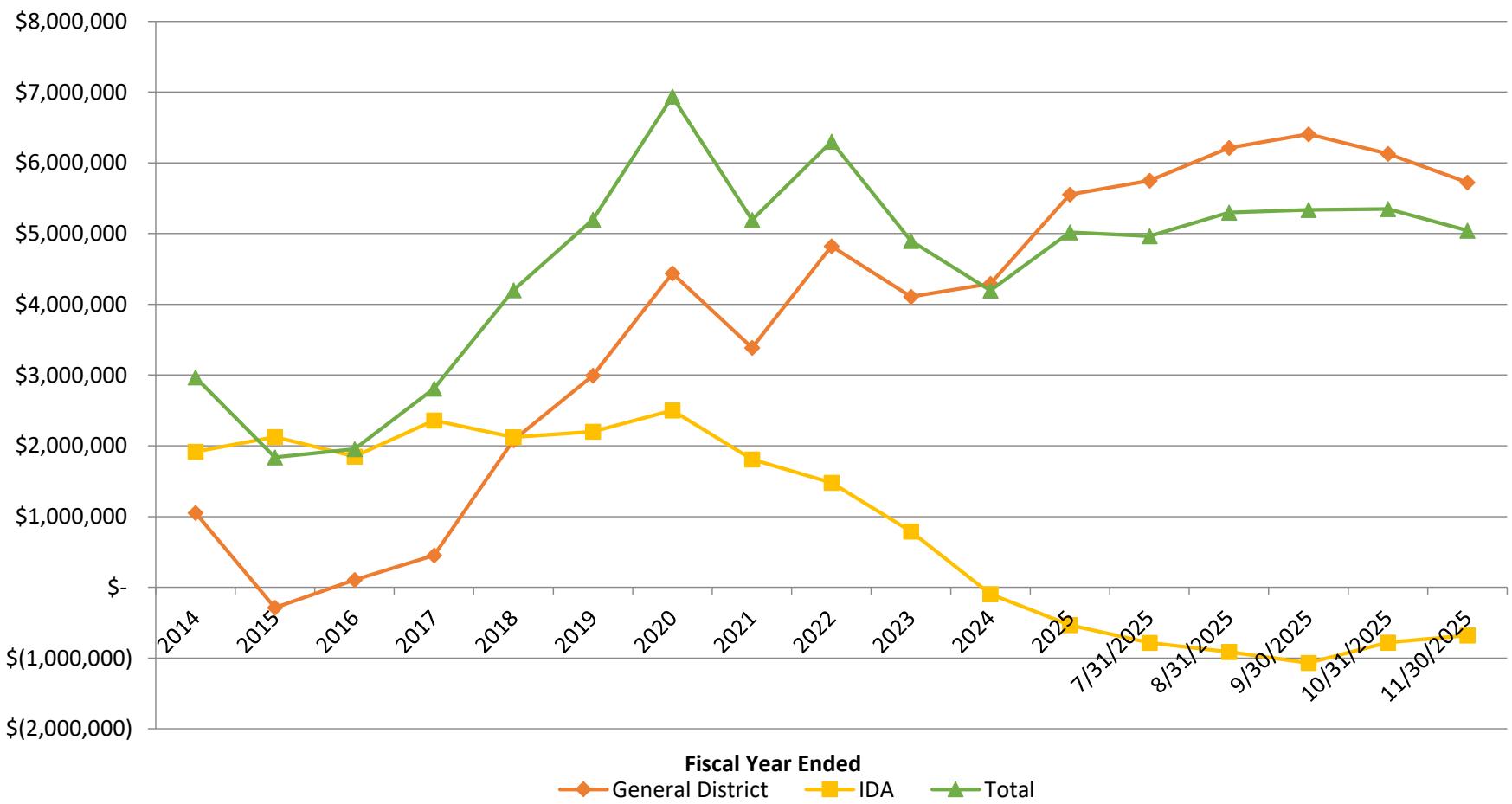
California CLASS Schedule of Investments

November 2025

Average Daily Yield
4.039%



Cash Position





Pooled Cash Report

Yuima Municipal Water District
For the Period Ending 12/31/2025

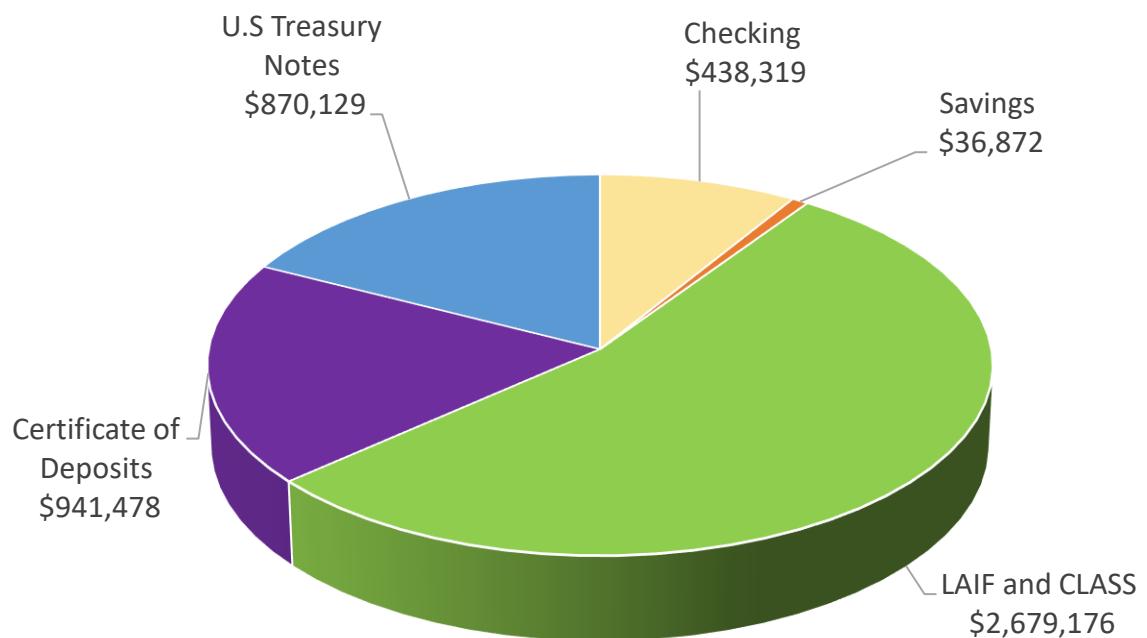
ACCOUNT #	ACCOUNT NAME	BEGINNING BALANCE	CURRENT ACTIVITY	CURRENT BALANCE	
CLAIM ON CASH					
<u>01-1001-000</u>	Claim on Cash - Yuima General District	4,189,132.93	55,644.54	4,244,777.47	
<u>02-1001-000</u>	Claim on Cash - IDA	(1,035,720.82)	46,487.49	(989,233.33)	
<u>10-1001-000</u>	Claim on Cash - Yuima General District Capital	1,534,434.47	(183,428.21)	1,351,006.26	
<u>20-1001-000</u>	Claim on Cash - IDA Capital	355,813.81	3,609.65	359,423.46	
TOTAL CLAIM ON CASH		<u>5,043,660.39</u>	<u>(77,686.53)</u>	<u>4,965,973.86</u>	
CASH IN BANK					
Cash in Bank					
<u>99-1000-000</u>	Petty Cash	500.00	0.00	500.00	
<u>99-1000-011</u>	General Checking	664,975.85	(227,156.59)	437,819.26	
<u>99-1100-017</u>	Official Pay	67,353.27	(44,110.12)	23,243.15	
<u>99-1200-020</u>	LAIF State Treasury	11,657.67	0.00	11,657.67	
<u>99-1200-021</u>	California CLASS	2,484,038.43	183,479.71	2,667,518.14	
<u>99-1300-030</u>	UBS Financial Services - Clearing	6,330.72	4,623.65	10,954.37	
<u>99-1300-035</u>	Higgins Capital Management - Clearing	0.00	2,674.52	2,674.52	
<u>99-1400-046</u>	BMO Harris Bank - 05600XCG3	99,042.00	301.00	99,343.00	
<u>99-1400-049</u>	Bank Hapoalim - 06251FBC2	100,223.00	153.00	100,376.00	
<u>99-1400-052</u>	Merrick Bank - 59013K4M5	246,626.80	257.25	246,884.05	
<u>99-1400-053</u>	Sallie Mae - 795451AN3	245,780.00	835.00	246,615.00	
<u>99-1400-054</u>	State Bank of India - 856285VD0	247,530.00	730.00	248,260.00	
<u>99-1450-042</u>	US Treasury Note - 91282CDP3	132,331.32	98.70	132,430.02	
<u>99-1450-043</u>	US Treasury Note - 91282CGT2	125,376.25	(20.00)	125,356.25	
<u>99-1450-045</u>	US Treasury Note - 91282CHK0	126,587.50	(93.75)	126,493.75	
<u>99-1450-060</u>	US Treasury Note - 91282CDL2	104,726.28	77.70	104,803.98	
<u>99-1450-064</u>	US Treasury Note 91282CCY5	131,588.80	148.40	131,737.20	
<u>99-1450-068</u>	FHLB Step-Up Bond - 3130AMAW2	248,992.50	315.00	249,307.50	
TOTAL: Cash in Bank		<u>5,043,660.39</u>	<u>(77,686.53)</u>	<u>4,965,973.86</u>	
TOTAL CASH IN BANK					
DUE TO OTHER FUNDS					
<u>99-2601-000</u>	Due to Other Funds	5,043,660.39	(77,686.53)	4,965,973.86	
TOTAL DUE TO OTHER FUNDS		<u>5,043,660.39</u>	<u>(77,686.53)</u>	<u>4,965,973.86</u>	
Claim on Cash	4,965,973.86	Claim on Cash	4,965,973.86	Cash in Bank	4,965,973.86
Cash in Bank	<u>4,965,973.86</u>	Due To Other Funds	<u>4,965,973.86</u>	Due To Other Funds	<u>4,965,973.86</u>
Difference	<u>0.00</u>	Difference	<u>0.00</u>	Difference	<u>0.00</u>

ACCOUNT #	ACCOUNT NAME	BEGINNING BALANCE	CURRENT ACTIVITY	CURRENT BALANCE	
ACCOUNTS PAYABLE PENDING					
<u>01-2555-000</u>	AP Pending - General District	1,019,359.00	(339,216.94)	680,142.06	
<u>02-2555-000</u>	AP Pending - IDA	6,111.43	(2,763.08)	3,348.35	
TOTAL ACCOUNTS PAYABLE PENDING		<u>1,025,470.43</u>	<u>(341,980.02)</u>	<u>683,490.41</u>	
DUE FROM OTHER FUNDS					
<u>99-1501-000</u>	Due From General District	(1,019,359.00)	339,216.94	(680,142.06)	
<u>99-1502-000</u>	Due From IDA	(6,111.43)	2,763.08	(3,348.35)	
TOTAL DUE FROM OTHER FUNDS		<u>(1,025,470.43)</u>	<u>341,980.02</u>	<u>(683,490.41)</u>	
ACCOUNTS PAYABLE					
<u>99-2555-000</u>	Accounts Payable	1,025,470.43	(341,980.02)	683,490.41	
TOTAL ACCOUNTS PAYABLE		<u>1,025,470.43</u>	<u>(341,980.02)</u>	<u>683,490.41</u>	
AP Pending	683,490.41	AP Pending	683,490.41	Due From Other Funds	683,490.41
Due From Other Funds	683,490.41	Accounts Payable	683,490.41	Accounts Payable	683,490.41
Difference	<u>0.00</u>	Difference	<u>0.00</u>	Difference	<u>0.00</u>

Yuima Municipal Water District

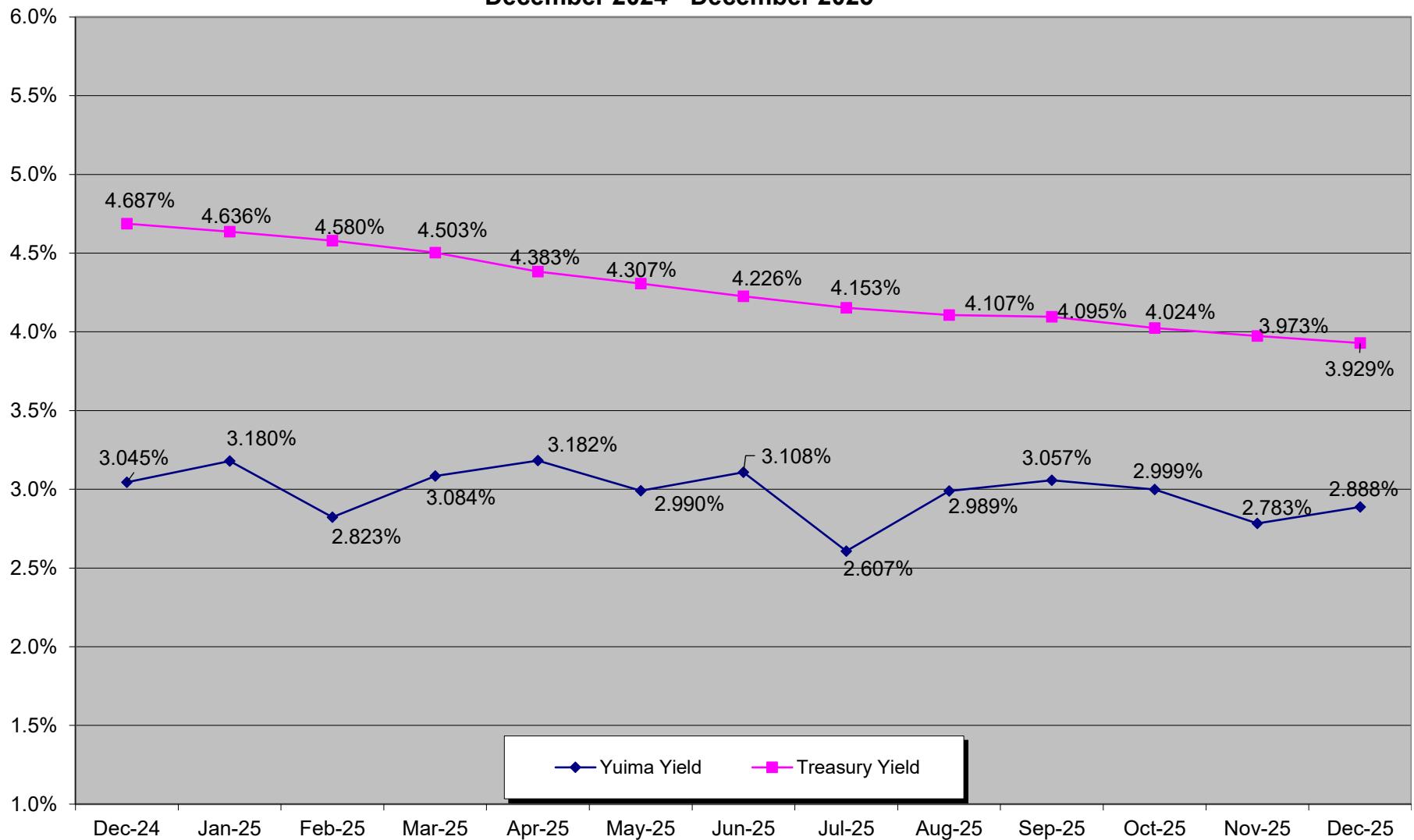
Cash & Investments Data December 2025

\$4,965,973.86



Aggregate Yuima Portfolio Yield

December 2024 - December 2025





PMIA/LAIF Performance Report

as of 01/15/26



Quarterly Performance Quarter Ended 9/30/25

LAIF Apportionment Rate ⁽²⁾ :	4.34
LAIF Earnings Ratio ⁽²⁾ :	0.00011893333163814
LAIF Administrative Cost ^{(1)*} :	0.26
LAIF Fair Value Factor ⁽¹⁾ :	1.001929581
PMIA Daily ⁽¹⁾ :	4.19
PMIA Quarter to Date ⁽¹⁾ :	4.24
PMIA Average Life ⁽¹⁾ :	254

PMIA Average Monthly Effective Yields⁽¹⁾

December	4.025
November	4.096
October	4.150
September	4.212
August	4.251
July	4.258

Pooled Money Investment Account Monthly Portfolio Composition⁽¹⁾

12/31/25

\$162.6 billion

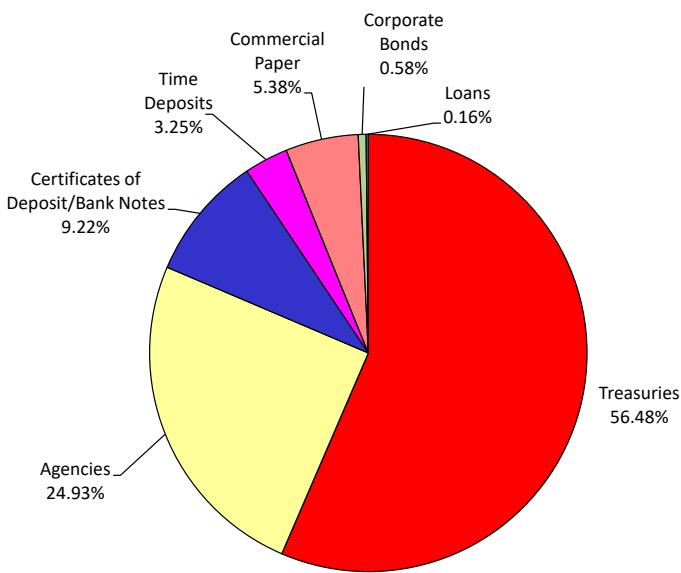


Chart does not include \$910,000.00 in mortgages, which equates to 0.001%. Percentages may not total 100% due to rounding.

Daily rates are now available here. [View PMIA Daily Rates](#)

Notes: The apportionment rate includes interest earned on the CalPERS Supplemental Pension Payment pursuant to Government Code 20825 (c)(1).

*The percentage of administrative cost equals the total administrative cost divided by the quarterly interest earnings. The law provides that administrative costs are not to exceed 5% of quarterly EARNINGS of the fund. However, if the 13-week Daily Treasury Bill Rate on the last day of the fiscal year is below 1%, then administrative costs shall not exceed 8% of quarterly EARNINGS of the fund for the subsequent fiscal year.

Source:

(1) State of California, Office of the Treasurer

(2) State of California, Office of the Controller



**State of California
Pooled Money Investment Account
Market Valuation
12/31/2025**

Carrying Cost Plus					
Description	Accrued Interest Purch.	Amortized Cost	Fair Value	Accrued Interest	
United States Treasury:					
Bills	\$ 48,970,617,951.23	\$ 49,338,506,593.25	\$ 49,356,440,050.00	NA	
Notes	\$ 42,852,981,933.63	\$ 42,838,254,758.50	\$ 43,106,408,200.00	\$ 413,989,011.00	
Federal Agency:					
SBA	\$ 272,728,568.94	\$ 272,659,522.31	\$ 269,920,982.04	\$ 1,029,710.08	
MBS-REMICs	\$ 910,223.69	\$ 910,223.69	\$ 919,160.27	\$ 3,970.77	
Debentures	\$ 4,721,257,842.07	\$ 4,721,039,439.29	\$ 4,740,550,040.00	\$ 44,662,554.90	
Debentures FR	\$ -	\$ -	\$ -	\$ -	
Debentures CL	\$ 2,850,000,000.00	\$ 2,850,000,000.00	\$ 2,862,628,300.00	\$ 25,636,928.00	
Discount Notes	\$ 28,745,345,423.63	\$ 29,066,588,951.47	\$ 29,075,974,500.00	NA	
Supranational Debentures	\$ 3,935,666,630.98	\$ 3,935,426,630.98	\$ 3,957,557,380.00	\$ 45,105,985.00	
Supranational Debentures FR	\$ -	\$ -	\$ -	\$ -	
CDs and YCDs FR	\$ -	\$ -	\$ -	\$ -	
Bank Notes	\$ 200,000,000.00	\$ 200,000,000.00	\$ 200,027,928.43	\$ 3,284,861.11	
CDs and YCDs	\$ 14,800,000,000.00	\$ 14,800,000,000.00	\$ 14,803,815,924.21	\$ 160,042,100.00	
Commercial Paper	\$ 8,752,131,958.23	\$ 8,834,027,027.73	\$ 8,837,032,333.36	NA	
Corporate:					
Bonds FR	\$ -	\$ -	\$ -	\$ -	
Bonds	\$ 947,357,886.31	\$ 947,182,657.15	\$ 949,664,822.00	\$ 9,580,921.31	
Repurchase Agreements	\$ -	\$ -	\$ -	\$ -	
Reverse Repurchase	\$ -	\$ -	\$ -	\$ -	
Time Deposits	\$ 5,282,000,000.00	\$ 5,282,000,000.00	\$ 5,282,000,000.00	NA	
PMIA & GF Loans	\$ 262,742,740.00	\$ 262,742,740.00	\$ 262,742,740.00	NA	
TOTAL	\$ 162,593,741,158.71	\$ 163,349,338,544.37	\$ 163,705,682,360.31	\$ 703,336,042.17	

Fair Value Including Accrued Interest

\$ 164,409,018,402.48

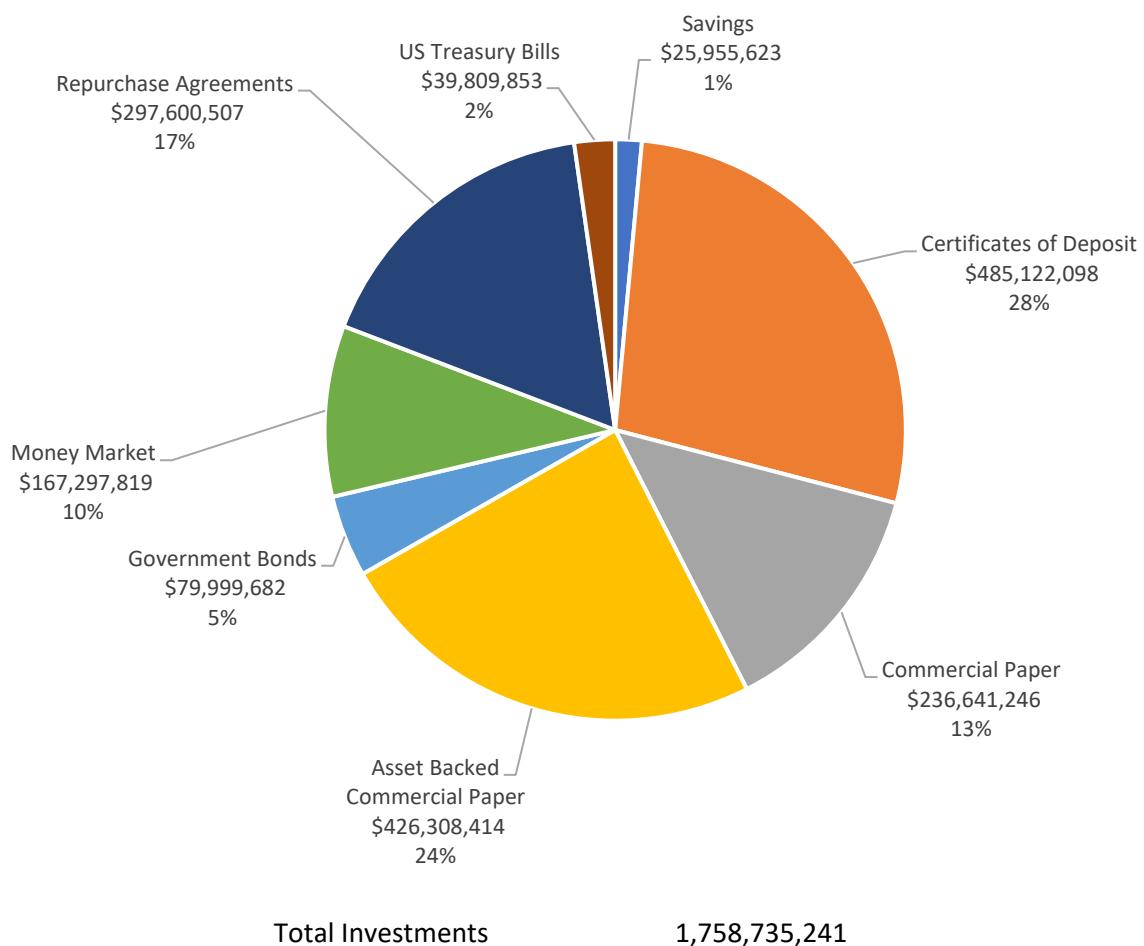
Repurchase Agreements, Time Deposits, PMIA & General Fund loans, and Reverse Repurchase agreements are carried at portfolio book value (carrying cost).

The value of each participating dollar equals the fair value divided by the amortized cost (1.002181483). As an example: if an agency has an account balance of \$20,000,000.00, then the agency would report its participation in the LAIF valued at \$20,043,629.66 or \$20,000,000.00 x1.002181483.

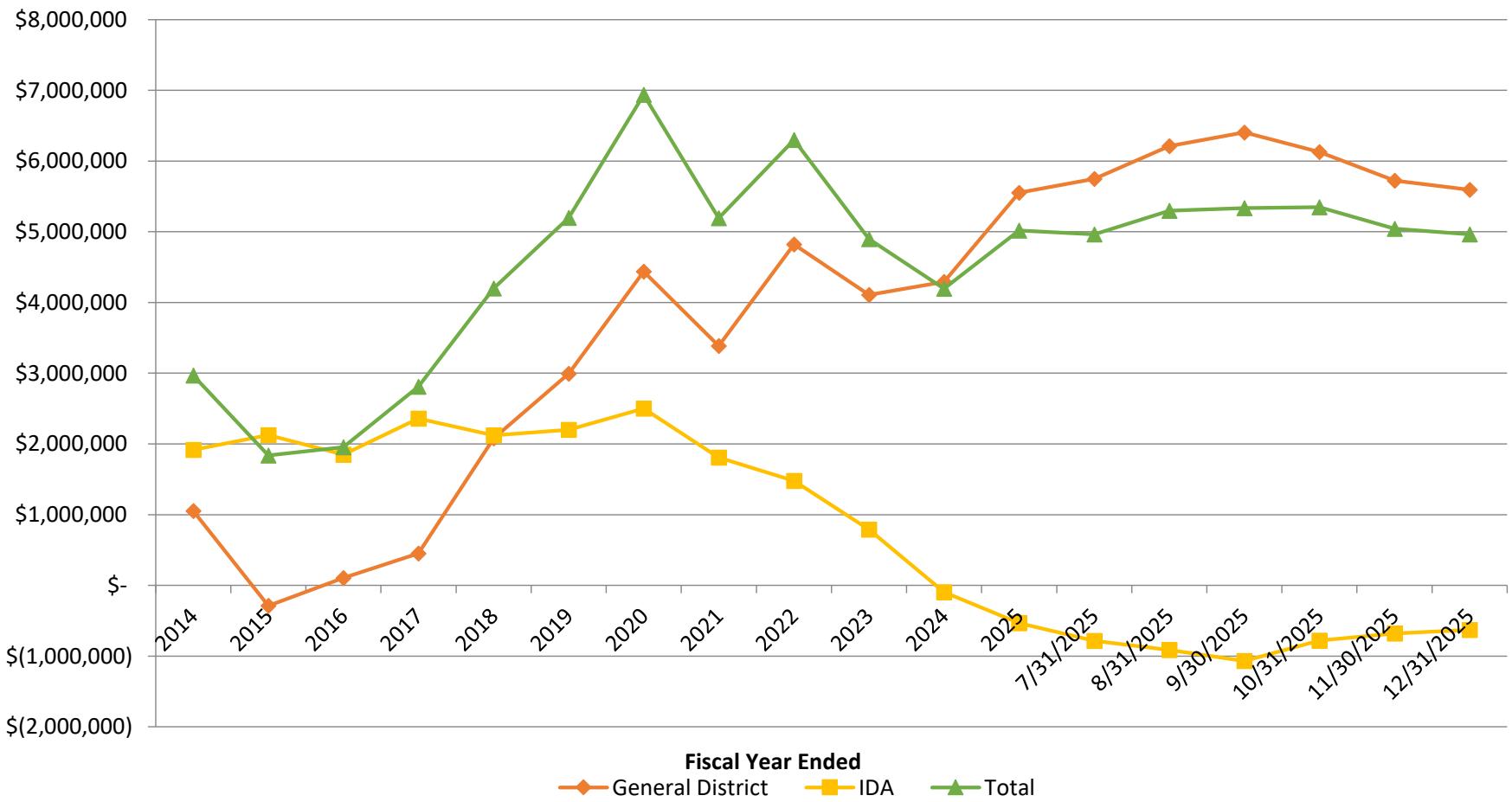
California CLASS Schedule of Investments

December 2025

Average Daily Yield
3.8767%



Cash Position



ACTION DISCUSSION

Yuima Municipal Water District

Pauma Valley, California



Annual Comprehensive Financial Report

for the fiscal year ending June 30, 2025

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ANNUAL COMPREHENSIVE FINANCIAL REPORT

Fiscal Year Ended June 30, 2025



Prepared By:

Yuima Municipal Water District's Finance Department

Amy Reeh, General Manager

Lynette Brewer, Finance and Administrative Services Manager

34928 Valley Center Road – PO Box 177 – Pauma Valley, CA 92061

www.yuimamwd.com

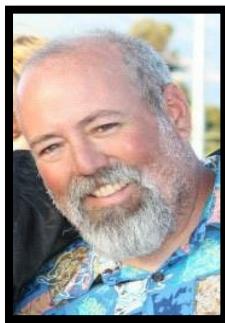
OUR MISSION AND VISION



Roland
Simpson
President



Stephen H.
Wehr
Vice-President



Don
Broomell
Secretary/Treasurer



Vacant
Director

Bruce
Knox
Director

Yuima Municipal Water District is committed to providing a diversified, sustainable water supply for water service to our Pauma Valley customers that exceeds all standards of quality and reliability at fair, reasonable, and equitable rates.

We hope to be known and respected in our community as good stewards of the public resources and responsibilities entrusted to us.

The Dedicated Staff of Yuima Municipal Water District

Lynette Brewer
Carson Drown
Breona Lovato
Amy Reeh
Noel Ruiz
Chris Tapia
Rosbelth Valenzuela

YUIMA MUNICIPAL WATER DISTRICT
For the Fiscal Year Ended June 30, 2025
Table of Contents

INTRODUCTORY SECTION

	<u>Page</u>
Letter of Transmittal.....	i
Organizational Chart.....	ix
Principal Officials	x
GFOA Certificate of Achievement for Excellence in Financial Reporting	xi

FINANCIAL SECTION

Independent Auditors' Report	1
Management's Discussion and Analysis.....	4
Basic Financial Statements:	
Proprietary Fund:	
Balance Sheets.....	10
Statements of Revenues, Expenses and Changes in Net Position.....	11
Statements of Cash Flows.....	12
Notes to Financial Statements	14

REQUIRED SUPPLEMENTARY INFORMATION

Schedule of the District's Proportionate Share of the Net Pension Liability	45
Schedule of the District's Contributions to the Defined Benefit Pension Plan.....	46
Schedule of Changes in the District's Net OPEB Liability and Related Ratios.....	47
Schedule of the District's Contributions to the OPEB Plan	49

STATISTICAL SECTION

Net Position by Component.....	51
Changes in Net Position	54
Fund Balances of Governmental Funds	57
Changes in Fund Balances of Governmental Funds.....	58
Operating Revenues by Source	60
Commodity Charges and Base Charges.....	61
Water Sold by Type of Customer	62
Water Purchased and Produced	63
Principal Water Consumers.....	64
Property Tax and Assessment Levies.....	65
Assessed Value of Taxable Property.....	66
Ratios of Outstanding Debt by Type.....	67
Revenue Debt Coverage.....	68
Computation of Direct and Overlapping Debt.....	70
San Diego County Demographic and Economic Statistics.....	71
San Diego County Employment by Industry.....	72
San Diego County Principal Employers.....	73
District Employees and Operational Information.....	74
Capital Assets.....	75
Operating and Capital Indicators	77

YUIMA MUNICIPAL WATER DISTRICT
For the Fiscal Year Ended June 30, 2025
Table of Contents

OTHER INDEPENDENT AUDITORS' REPORTS

Independent Auditors' Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	80
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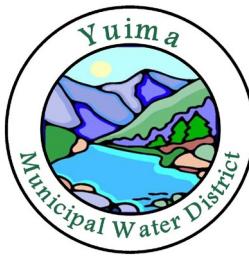
Introductory Section



Annual Comprehensive Financial Report

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Board of Directors
Roland Simpson - President
Steve Wehr - Vice-President
Don Broomell - Secretary/ Treasurer
Laurie Kariya - Director
Bruce Knox - Director

December 22, 2025

To the Ratepayers and Honorable Board of Directors of
Yuima Municipal Water District
34928 Valley Center Road
Pauma Valley, CA 92061-0177

We are pleased to present the Annual Comprehensive Financial Report (ACFR) for the Yuima Municipal Water District (hereinafter referred to as "the District") for the fiscal year ended June 30, 2025. The purpose of the report is to provide the Board of Directors, our customers, creditors, investors, and other interested parties with transparent financial information about the District.

The ACFR was prepared by the District's Finance Department following the guidelines set forth by the Government Accounting Standards Board (GASB) and in accordance with Generally Accepted Accounting Principles (GAAP). Responsibility for both the accuracy of the data presented, and the completeness and fairness of the presentation, including all disclosures, rests with District management. We believe the data, as presented, is accurate in all material respects and that it is presented in a manner that provides a fair representation of the financial position and results of operation of the District and includes all disclosures necessary to enable readers to gain the maximum understanding of the District's financial activity.

The District's policy requires that an independent certified public accounting firm, selected by the Board, audit the basic financial statements on an annual basis. The goal of the independent audit was to provide reasonable assurance that the financial statements of the District for the fiscal year ended June 30, 2025, are free of material misstatements. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statement, assessing the accounting principles used and significant estimates made by management, as well as evaluating overall financial statements presentation. The independent auditor, Nigro & Nigro, PC. have issued an unmodified ("clean") opinion on the District's financial statements for the fiscal year ended June 30, 2025. The independent auditor's report is presented as the first component of the financial section of this report.

Management's Discussion & Analysis (MD&A) immediately follows the independent auditor's report in the Financial Section and provides an overview, summary, and analysis of the basic financial statements.

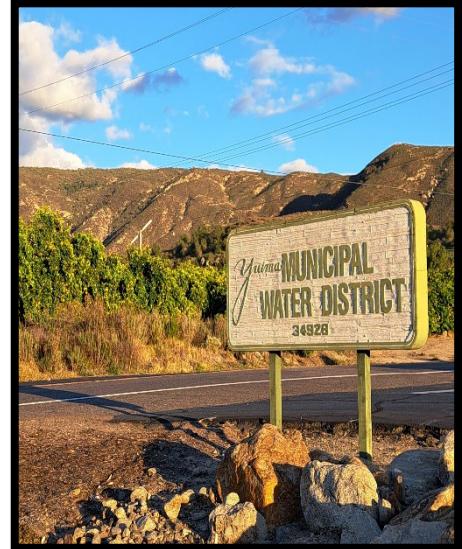
YUIMA MUNICIPAL WATER DISTRICT

P.O. Box 177 • 34928 Valley Center Road • Pauma Valley, CA 92061
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WATER DISTRICT PROFILE

The District was incorporated on January 19, 1963, as a California special district by the State Legislature, with an entitlement to import water under the provisions of the *California Municipal Water District Act of 1911, section 71000 et.seq.* of the *California Water Code* as amended. The District was formed to import Colorado River water to augment local water supplies.

The District is governed by a five-member Board of Directors, elected by geographical location. Prior to the District's formation, the sole source of water was local ground water on the alluvial fan and the San Luis Rey River basin. Following a period of drought extending back to 1949, coupled with increased agricultural water demands, the water table fell drastically, and overdrafts of the underlying water basin lowered the basin's level as much as 85 feet, forcing the abandonment of some wells and giving rise to increased pumping costs. This condition also prompted the filing of the *Strub vs. Palomar Mutual Water Company* suit to which the District is successor in interest, and which limits the withdrawal of water for use within the boundaries of Improvement District "A" (IDA) from the San Luis Rey River upstream of Cole Grade Road to no more than 1,350-acre feet annually. Yuima, as successor in interest to Palomar Mutual, continues to operate the former Palomar Mutual system and properties (now known as Improvement District A) as an independent water system. Yuima is responsible for administering IDA's compliance with *Strub et al.*



The District's ordinances, policies, taxes, and rates for service are set by the five-member Board of Directors, who are elected by voters in their respective geographic divisions, to serve staggered four-year terms on its Governing Board. The Board of Directors (Board) governs the District. The Board manages the District through an appointed General Manager. The District's management team also includes the Finance & Administrative Services Manager and the Operations Manager. The District currently employs eight (8) full-time employees.

The financial data presented herein includes information for activities and entities that are significantly controlled by the District and for which the Board is primarily financially accountable.

THE REPORTING ENTITY AND ITS SERVICES

The District is a "revenue neutral" public agency, meaning that rates are set based on projections so that each end-user pays his or her fair share of the District's costs of water acquisition, operation and maintenance, betterment, renewal, and replacement of the public water facilities. The District is an "Enterprise" district, in that operations are financed and operated in a manner similar to private business enterprises – where the intent is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis is to be financed or recovered primarily through user charges; or where periodic determination of revenues earned, expenses incurred, and/or net income is deemed appropriate for capital maintenance, public policy, management control, accountability, or other purposes. Since the District is in the business of selling water and rendering services to an end user, it is required by the State of California to follow the enterprise type of fund accounting. All proprietary funds are accounted for on a cost of services or "capital maintenance" measurement focus. This means that all

assets and all liabilities (whether current, non-current, or restricted) associated with the activity are included in the balance sheet.

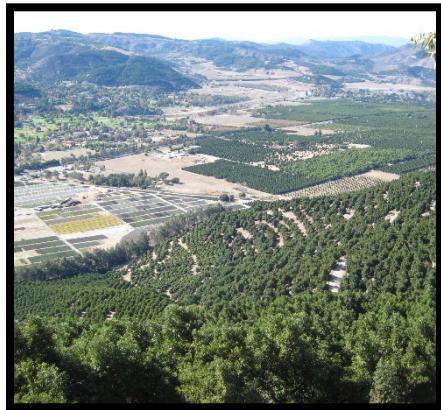
The District has established and maintains various self-balancing groups of accounts to enhance internal control and to further the attainment of other management objectives. These groups of accounts, which are funds and sub-funds of the reporting entity, are identified in the District's books and records as:

- ✓ General Fund
- ✓ Improvement District A Fund

The General Fund accounts for all activity related to water operations as well as the general operations of the District's water operations. Improvement District A Fund accounts for water operations, capital assets, and construction-in-progress transactions related exclusively to that geographically defined area.

CURRENT ECONOMIC CONDITIONS AND OUTLOOK

San Diego County had a 4.9% unemployment rate in June 2025 reflecting a slight increase from 4.5% in June of 2024. Although it is a minimal increase, the overall long term trend for the region remains below the long-term averages of 3.5 – 5.2%. San Diego County's median home price realized a small increased of 1.9% in June 2025 to \$1,075,000 from June of 2024. Those purchasing homes today can expect to pay on average an interest rate on a 30-year Fixed Rate Mortgage of 6.73%, which is slightly lower than 6.92% in June of last year.



Ten of the state's industry sectors gained jobs in June 2024. The hospitality sector continues to do well with growth in new jobs and people reentering the job market as wages increase and childcare normalizes. Education, nonfarm, health services, and leisure and hospitality sectors saw the largest employment increases with Agricultural employment adding 1000 jobs.

Over the last 60 years, the District has grown to be a strong agricultural community. Today the District serves a population of 2660 through 350 service connections provided within approximately 21 square miles of northern San Diego County. The District operates 44.1 miles of watermain, 23 productive wells, 10 potable water tanks, and

2 Ag only reservoirs. It appears unlikely that population growth will be a significant factor within the next five years. While there are no major developments planned, the District is currently in the processing of annexing 57 residential homes into its service area. These homes are currently being served by a local mutual water company. While this annexation is expected to be completed within the next year,



construction of new facilities to serve the homes will take several years to complete. This annexation is comprised of the existing population needing a more dependable source of water. Source. Because these are domestic meters the District estimates only a 16- acre foot per year increase in water sales. It is estimated that population growth will not exceed 0.5% per year over the next five years. Considering that only about 2% of total District demand is residential, the increase in population growth is expected to be negligible with respect to overall water demand during the next few years. What is expected to change over the next five years is the demand in agricultural water.

In fiscal year 2024-25 the District purchased approximately 61% of its water from the San Diego County Water Authority (SDCWA or the “Authority”), at a cost of \$5.9 million. The Authority imports most of its water from the Metropolitan Water District of Southern California (MET). For the fiscal year ended June 30, 2025, the District billed 349 customers for 6,837-acre feet of water, representing a 24% increase in sales from the prior year of 1,337-acre feet. This significant increase is largely due to a notable reduction in rainfall.

Water sales for the past ten years have ranged from 5,212 to 8,819-acre feet. Because a large portion of our sales are agricultural in nature, sales are greatly affected by weather conditions, making sales projections difficult. The Pauma Valley area received 8.79 inches of rainfall in fiscal year 2024-25, which was a 47.8% decrease from the previous year. District records show the 10-year rainfall average to be 14.66 inches. The 2024-25 rainfall is also significantly lower than the 10-year average for the area. Yuima realized a 24% increase in the amount of water sold from the prior fiscal year again due to the large amount of rain.

As the chart to the right depicts, our agricultural customers purchased 97% of the District's total water sales in fiscal year 2024-25, while wholesale and domestic sales make up the remaining 3 %. As water is one of the largest production costs for farmers in San Diego County, rapidly increasing wholesale water rates have the potential to severely affect the profitability of agriculture and the continued viability of our customers' agricultural businesses. The significant price increases for imported water along with fluctuating water sales have made it difficult to project long-term sales demand forecasts.



LONG-TERM FINANCIAL PLANNING

Fiscal Year 2024-25 continued with the focus mainly on operation continuity while navigating additionally reporting requirements, well and infrastructure maintenance, staff transitions and continued implementation of the Groundwater Sustainability Plan. The District continues to research possible well lease for more local water production opportunities as well as grant opportunities for infrastructure replacements.

Dependence on imported water supplies increased due to an increase in demands during the fiscal year. Water sales for Fiscal Year 2024-25 increased by 1,337-acre feet due to a less rainfall during the year. The District was able to increase their local supply by 441.4-acre feet or 19.4% which helps reduce the dependence on imported water. However, the District must remain cognizant of weather conditions and the future implications of the Sustainable Ground Water Management Act. The District must continue to be cognizant of local supply when planning facility improvements in the future and will help in keeping rates stabilized in the future. The San Diego County Water Authority is in the final stages construction of an emergency flow control facility to provide an alternative source of water for Yuima for use during a North County emergency storage event or in the unlikely event of a loss of local supply.

The greatest concern over the next 5 years is the rising cost of imported water and the associated fixed costs. Due to a rate restructure at the San Diego County Water Authority, Yuima has realized an exorbitant increase in these fixed costs; roughly 89% over two fiscal years. These fixed costs are passed on directly to the customers through a fixed cost pass through charge and is detrimental to the larger agricultural customers.

FINANCIAL INFORMATION AND INTERNAL CONTROLS

District management is responsible for establishing and maintaining a system of internal controls designed to ensure that the District's assets are protected from loss, theft, or misuse, and to ensure that adequate accounting data is compiled to allow for the presentation of its Financial Statements in conformity with generally accepted accounting principles. Internal controls are designed to provide reasonable assurance that these objectives are met as effectively as possible. The concept of reasonable assurance recognizes that the cost of maintaining the system of internal controls should not exceed benefits likely to be derived, and that the evaluation of costs and benefits requires estimates and judgments by management. All internal control evaluations occur within the above framework.

Management believes that activities presented within this report comply with financial, legal, and contractual obligations, as prudent fiduciary responsibility requires. In addition, we believe that the District's internal accounting controls adequately safeguard assets and provide reasonable assurance of proper recording of financial transactions. During the year, additional internal control improvements to the accounting software have been made, and we continue to identify ways in which we can strengthen our procedures.

ACCOUNTING SYSTEM

The Finance department is responsible for providing financial and administrative services for the District, including financial accounting and reporting, payroll and accounts payable disbursement functions, cash, investments and debt management, budgeting, grant administration, purchasing, data processing, customer billing, processing of customer payment, customer service, internal auditing, administrative services, human resources, and special financial analyses. The District reports its activities as an enterprise fund, which is used to account for operations like business enterprises, where the provision of services is financed or recovered primarily through user charges.

BUDGETING CONTROLS

The District views the budget as an essential tool for proper financial management. The District adopts a budget annually to outline major elements of the forthcoming year's operating and capital plans and to allocate funding required for those purposes. It is designed and presented for the general needs of the District, its staff, and its customers. It is a comprehensive and, for the most part, a balanced financial plan that features District services, resources and their allocation, financial policies, and other useful information to allow users to gain a general understanding of the District's financial status and future. The District's operating and capital budgets are approved by the Board of Directors. Board approval is required for any increase in appropriations. Actual expenditures are then compared to these appropriations each month and are distributed to all department heads monthly and to the Board quarterly. Annual operating water user rates and charges are derived from the annual operating budget and are based on historical seasonal demand, and other internal and external factors impacting the budget. The District maintains two sets of user rates and charges to account for the differing entitlement of the respective geographic areas to local water. One set is for the General District and the other for Improvement District A. Higher pumping charges apply in higher elevations throughout the District.

CASH MANAGEMENT

The District is regulated by State law (primarily California Government Code Section 53600 et seq.) as to the types of securities in which it can invest its cash assets. In addition, the Board of Directors annually adopts an investment policy that is generally more restrictive than the State codes. The District's investment policy governs the cash management and investment of all District funds. The standard practice of the District is to maintain an appropriate balance between safety, liquidity, and yield of its investments while meeting required expenditures, and conforming to all applicable State laws, the District's investment policy, and prudent cash management principles.



For the fiscal year 2024-25, the District's fixed income investment portfolio consisted primarily of short-term securities with an average maturity of 365 days or 12 months. These securities included the State-managed Local Agency Investment Fund (LAIF), California Cooperative Liquid Assets Securities System (CLASS) and various Certificates of Deposit (CD's).

On June 30, 2025, the District's cash assets totaled \$5.01 million dollars. The diversification of the portfolio is shown in the chart to the above. These cash balances are allocated to various restricted funds.

RISK MANAGEMENT

In 1996, the District became a member of the Joint Powers Insurance Authority (JPIA), a pooled insurance program developed by the Association of California Water Agencies that provides the District's coverage for general liability insurance, property insurance, employee bonds, and other blanket coverage. In 2003 the District added the worker's compensation coverage under JPIA. During fiscal year 2024-25, the District continued its proactive liability risk management role through careful monitoring of losses and designing and implementing programs to minimize risks. In addition, management analyzes workers' compensation issues by monitoring work conditions, and organizing and implementing safety training programs to reduce employee exposure to hazards. The District proudly maintains an excellent low loss history in all JPIA programs.

PENSION AND DEFERRED COMPENSATION PLANS

The District provides two complementary retirement plan programs for employees. The first is a defined benefit pension plan through the California Public Employees' Retirement System (CalPERS). Upon retirement, District employees are entitled to a specified retirement benefit. The plan is more fully described in Note 6 of the Financial Statements.

In addition, the District has adopted a Deferred Compensation Plan in accordance with Section 457(b) of the Internal Revenue Code. All contributions to the Deferred Compensation Plan are employee contributions. The employees are not liable for income taxes on amounts deferred until the funds are withdrawn. The deferred compensation plan was amended May 26, 2009, in accordance with changes in the Internal Revenue code. In accordance with these and previous Internal Revenue code revisions, all assets in the Plans are held in trust for the exclusive benefit of the participants and their beneficiaries and therefore are not recognized in the accompanying financial statements. As of June 30, 2025, two current employees were participating in the 457(b) Plan.

AWARDS

The Government Finance Officers Association (GFOA) of the United States and Canada awarded a Certificate of Achievement for Excellence in Financial Reporting to Yuima Municipal Water District for its Annual Comprehensive Financial Report (ACFR) for the fiscal year ended June 30, 2024. This is the fifteenth year that the District has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a District must publish an easy to read and efficiently organized annual comprehensive financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements. A Certificate of Achievement is valid for a period of one year only. We believe that our current annual comprehensive financial report continues to meet the Certificate of Achievement Program's requirements and we are respectfully submitting it to the GFOA to determine its eligibility for another certificate.

CONTACTING THE DISTRICT'S FINANCE DEPARTMENT

This financial report is designed to provide the Board, customers, creditors, and investors with a general overview of the District's financial condition. Should you have any questions regarding the content of this report, please contact Amy Reeh, General Manager, at (760) 742-3704 or amy@yuimamwd.com.

ACKNOWLEDGMENTS

The preparation of this report could not have been accomplished without the contribution of the Finance Department and our independent auditor, Nigro & Nigro, PC. We would also like to particularly thank the Board of Directors for their continued dedication to supporting the highest level of prudent fiscal management.

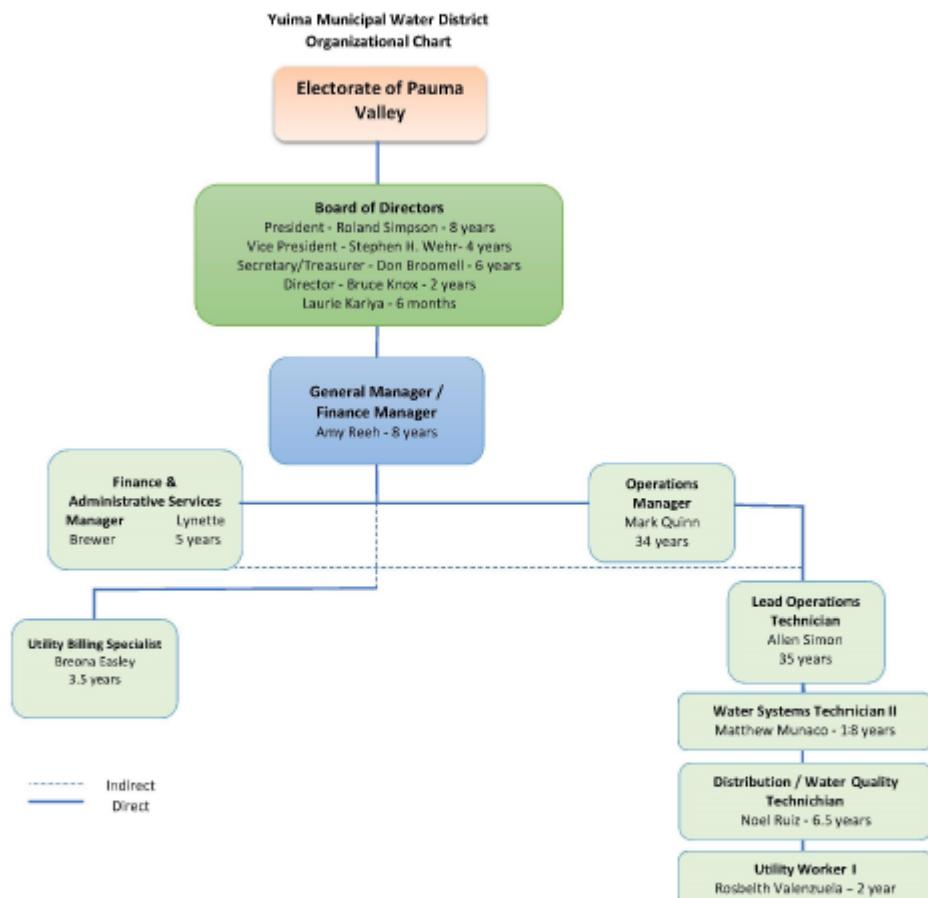
Respectfully Submitted:

A handwritten signature in blue ink, appearing to read "Amy Reeh".

Amy Reeh
General Manager

Yuima Municipal Water District

Annual Comprehensive Financial Report



Yuima Municipal Water District

Annual Comprehensive Financial Report

PRINCIPAL OFFICIALS

Fiscal Year Ended June 30, 2025

BOARD OF DIRECTORS

Roland Simpson, President
Stephen H. Wehr, Vice President
Don Broomell, Director
Vacant, Director
Bruce Knox, Director

GENERAL MANAGER

Amy Reeh

GENERAL COUNSEL

Rutan & Tucker, LLP

INDEPENDENT AUDITOR

TEAMAN, RAMIREZ & SMITH, INC.



Yuima Municipal Water District

34928 Valley Center Road
Pauma Valley, CA 92061

760.742.3704 phone
760.742.2069 fax

www.yuimamwd.com

**Yuima Municipal Water District
Annual Comprehensive Financial Report**



Government Finance Officers Association

**Certificate of
Achievement
for Excellence
in Financial
Reporting**

Presented to

**Yuima Municipal Water District
California**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2024

Christopher P. Monill

Executive Director/CEO

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Financial Section



Annual Comprehensive Financial Report

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INDEPENDENT AUDITORS' REPORT

Board of Directors
Yuima Municipal Water District
Yuima, California

Opinion

We have audited the financial statements of the Yuima Municipal Water District (District), which comprise the balance sheet as of June 30, 2025, and related statements of revenue, expenses, and changes in net position, and cash flows for the year then ended, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the District as of June 30, 2025, and the respective changes in its financial position and cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the District and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Change in Accounting Principal

As described in Notes 1, 6, and 13 to the financial statements, as of July 1, 2024, the District adopted new accounting guidance, GASB Statement No. 101, Compensated Absences and Statement No. 102, Certain Risk Disclosures. Our opinion is not modified with respect to these matters.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, Schedule of the District's Proportionate Share of the Net Pension Liability, Schedule of the District's Contributions to the Defined Benefit Pension Plan, and Schedule of Changes in the District's Net OPEB Liability and Related Ratios be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the introductory, other information and statistical sections but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

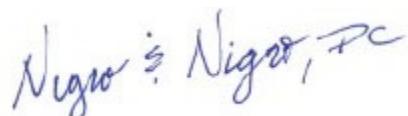
In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Prior-Year Comparative Information

The financial statements include partial prior-year comparative information. Such information does not include sufficient detail to constitute a presentation in accordance with accounting principles generally accepted in the United States of America. Accordingly, such information should be read in conjunction with the District's financial statements for the year ended June 30, 2024, from which such partial information was derived.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued a separate report dated December 22, 2025, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

A handwritten signature in blue ink that reads "Negro & Negro, PC". The signature is cursive and fluid, with "Negro & Negro" on the first line and "PC" on the second line to the right.

Murrieta, California
December 22, 2025

YUIMA MUNICIPAL WATER DISTRICT

Management's Discussion and Analysis (Unaudited)

For the Year Ended June 30, 2025 (With Comparable Amounts as of June 30, 2024)

Management's Discussion and Analysis (MD&A) offers readers of Yuima Municipal Water District's financial statements a narrative overview of the District's financial activities for the year ended June 30, 2025. This MD&A presents financial highlights, an overview of the accompanying financial statements, an analysis of net position and results of operations, a current-to prior year analysis, a discussion on restrictions, commitments and limitations, and a discussion of significant activity involving capital assets and long-term debt. Please read in conjunction with the financial statements, which follow this section.

FINANCIAL HIGHLIGHTS

- In fiscal year 2025, the District's net position increased 4.07%, or \$639,349 from the prior year's net position of \$15,722,051 to \$16,361,400, as a result of the year's operations.
- In fiscal year 2025, operating revenues increased by 44.72%, or \$6,097,819 from \$13,635,609 to \$19,733,428 from the prior year, primarily due to a \$5,990,282 increase in water sales as a result of a significant increase in water rates and associated service fees and a small increase in water sales due to below average rainfall.
- In fiscal year 2025, operating expenses before depreciation expense increased by 30.63% or \$4,570,361 from \$14,920,598 to \$19,490,959, from the prior year, primarily due to increases in source of supply – water purchases and pumping expenses.

REQUIRED FINANCIAL STATEMENTS

This annual report consists of a series of financial statements. The Balance Sheet, Statement of Revenues, Expenses and Changes in Net Position and Statement of Cash Flows provide information about the activities and performance of the District using accounting methods similar to those used by private sector companies.

The Balance Sheet includes all of the District's investments in resources (assets) and the obligations to creditors (liabilities). It also provides the basis for computing a rate of return, evaluating the capital structure of the District and assessing the liquidity and financial flexibility of the District. All of the current year's revenue and expenses are accounted for in the Statement of Revenues, Expenses and Changes in Net Position. This statement measures the success of the District's operations over the past year and can be used to determine if the District has successfully recovered all of its costs through its rates and other charges. This statement can also be used to evaluate profitability and credit worthiness. The final required financial statement is the Statement of Cash Flows, which provides information about the District's cash receipts and cash payments during the reporting period. The Statement of Cash Flows reports cash receipts, cash payments and net changes in cash resulting from operations, investing, non-capital financing, and capital and related financing activities and provides answers to such questions as where did cash come from, what was cash used for, and what was the change in cash balance during the reporting period.

YUIMA MUNICIPAL WATER DISTRICT

Management's Discussion and Analysis (Unaudited)

For the Year Ended June 30, 2025 (With Comparable Amounts as of June 30, 2024)

FINANCIAL ANALYSIS OF THE DISTRICT

One of the most important questions asked about the District's finances is, "Is the District better off or worse off as a result of this year's activities?" The Balance Sheet and the Statement of Revenues, Expenses and Changes in Net Position report information about the District in a way that helps answer this question.

These statements include all assets and liabilities using the accrual basis of accounting, which is similar to the accounting method used by most private sector companies. All of the current year's revenues and expenses are taken into account regardless of when the cash is received or paid.

These two statements report the District's net position and changes in them. You can think of the District's net position – the difference between assets, deferred outflows of resources, liabilities and deferred inflows of resources – as one way to measure the District's financial health, or financial position. Over time, increases or decreases in the District's net position are one indicator of whether its financial health is improving or deteriorating. However, one will need to consider other non-financial factors such as changes in economic conditions, population growth, zoning and new or changed government legislation.

Condensed Balance Sheets

	<u>June 30, 2025</u>	<u>June 30, 2024</u>	<u>Change</u>
Assets:			
Current assets	\$ 5,893,622	\$ 4,086,796	\$ 1,806,826
Non-current assets	4,536,279	5,233,172	(696,893)
Capital assets, net	<u>16,688,511</u>	<u>17,302,108</u>	<u>(613,597)</u>
Total assets	<u>27,118,412</u>	<u>26,622,076</u>	<u>496,336</u>
Deferred outflows of resources	<u>999,293</u>	<u>1,468,065</u>	<u>(468,772)</u>
Total assets and deferred outflows of resources	<u>\$ 28,117,705</u>	<u>\$ 28,090,141</u>	<u>\$ 27,564</u>
Liabilities:			
Current liabilities	\$ 2,157,943	\$ 2,187,798	\$ (29,855)
Non-current liabilities	<u>6,908,362</u>	<u>7,295,155</u>	<u>(386,793)</u>
Total liabilities	<u>9,066,305</u>	<u>9,482,953</u>	<u>(416,648)</u>
Deferred inflows of resources	<u>2,690,000</u>	<u>2,885,137</u>	<u>(195,137)</u>
Net position:			
Net investment in capital assets	12,203,047	12,550,978	(347,931)
Restricted for OPEB expenses	708,507	681,692	26,815
Unrestricted	<u>3,449,846</u>	<u>2,489,381</u>	<u>960,465</u>
Total net position	<u>16,361,400</u>	<u>15,722,051</u>	<u>639,349</u>
Total liabilities, deferred inflows of resources and net position	<u>\$ 28,117,705</u>	<u>\$ 28,090,141</u>	<u>\$ 27,564</u>

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the District, assets and deferred outflows of resources of the District exceeded liabilities and deferred inflows of resources by \$16,361,400 as of June 30, 2025.

YUIMA MUNICIPAL WATER DISTRICT

Management's Discussion and Analysis (Unaudited)

For the Year Ended June 30, 2025 (With Comparable Amounts as of June 30, 2024)

FINANCIAL ANALYSIS OF THE DISTRICT (continued)

Condensed Balance Sheets (continued)

By far the largest portion of the District's net position (75% as of June 30, 2025) reflects the District's investment in capital assets (net of accumulated depreciation) less any related debt used to acquire those assets that is still outstanding. The District uses these capital assets to provide services to its customers; consequently, these assets are not available for future spending.

At the end of year 2025, the District showed a positive balance in its unrestricted net position of \$3,449,846 which may be utilized in future years.

Condensed Statements of Revenues, Expenses, and Changes in Net Position

	<u>June 30, 2025</u>	<u>June 30, 2024</u>	<u>Change</u>
Operating revenues	\$ 19,733,428	\$ 13,635,609	\$ 6,097,819
Operating expenses	<u>(19,490,959)</u>	<u>(14,920,598)</u>	<u>(4,570,361)</u>
Operating income before depreciation	242,469	(1,284,989)	1,527,458
Depreciation expense	<u>(686,585)</u>	<u>(714,594)</u>	<u>28,009</u>
Operating income	(444,116)	(1,999,583)	1,555,467
Non-operating revenues(expenses), net	1,048,174	923,702	124,472
Capital Contributions	<u>35,291</u>	<u>15,874</u>	<u>19,417</u>
Change in net position	639,349	(1,060,007)	1,699,356
Net position:			
Beginning of year	<u>15,722,051</u>	<u>16,782,058</u>	<u>(1,060,007)</u>
End of year	\$ 16,361,400	\$ 15,722,051	\$ 639,349

The statement of revenues, expenses and changes in net position shows how the District's net position changed during the fiscal years. In the case of the District, net position increased 4.07%, or \$639,349 from the prior year's net position of \$15,722,051 to \$16,361,400, as a result of the year's operations.

YUIMA MUNICIPAL WATER DISTRICT

Management's Discussion and Analysis (Unaudited)

For the Year Ended June 30, 2025 (With Comparable Amounts as of June 30, 2024)

FINANCIAL ANALYSIS OF THE DISTRICT (continued)

Total Revenues

	<u>June 30, 2025</u>	<u>June 30, 2024</u>	<u>Increase (Decrease)</u>
Operating revenues:			
Water sales	\$ 18,734,604	\$ 12,744,322	\$ 5,990,282
Other operating revenues	<u>998,824</u>	<u>891,287</u>	<u>107,537</u>
Total operating revenues	<u>19,733,428</u>	<u>13,635,609</u>	<u>6,097,819</u>
Non-operating revenues:			
Property taxes and assessments	595,386	577,342	18,044
Investment earnings	238,665	242,803	(4,138)
Availability charges	91,839	93,030	(1,191)
Other non-operating revenues	21,281	12,343	8,938
Lease revenue	171,458	170,499	959
Change in investment in USLRGMA	<u>57,161</u>	<u>(3)</u>	<u>57,164</u>
Total non-operating revenues	<u>1,175,790</u>	<u>1,096,014</u>	<u>79,776</u>
Total revenues	<u>\$ 20,909,218</u>	<u>\$ 14,731,623</u>	<u>\$ 6,177,595</u>

In fiscal year 2025, operating revenues increased by 44.72%, or \$6,097,819 from \$13,635,609 to \$19,733,428 from the prior year, primarily due to a \$5,990,282 increase in water sales as a result of a significant increase in water rates and associated service fees and a small increase in water sales due to below average rainfall. Non-operating revenues increased by 7.28%, or \$79,776 from \$1,096,014 to \$1,175,790 primarily due to increases in property taxes and assessments and change in investment in USLRGMA.

YUIMA MUNICIPAL WATER DISTRICT

Management's Discussion and Analysis (Unaudited)

For the Year Ended June 30, 2025 (With Comparable Amounts as of June 30, 2024)

FINANCIAL ANALYSIS OF THE DISTRICT (continued)

Total Expenses

	<u>June 30, 2025</u>	<u>June 30, 2024</u>	<u>Increase (Decrease)</u>
Operating expenses:			
Source of supply – water purchases	\$ 14,013,436	\$ 9,723,667	\$ 4,289,769
Pumping	3,123,788	2,834,166	289,622
Water treatment	183,670	189,005	(5,335)
Transmission and distribution	362,708	267,141	95,567
Customer services	122,957	118,443	4,514
General plant	153,591	125,799	27,792
General and administrative	1,472,020	1,612,351	(140,331)
Other expenses	58,789	50,026	8,763
Total operating expenses	<u>19,490,959</u>	<u>14,920,598</u>	<u>4,570,361</u>
Depreciation expense	686,585	714,594	(28,009)
Non-operating expenses:			
Interest expense	126,334	133,125	(6,791)
Other non-operating expenses	1,282	39,187	(37,905)
Total non-operating expenses	<u>127,616</u>	<u>172,312</u>	<u>(44,696)</u>
Total expenses	<u>\$ 20,305,160</u>	<u>\$ 15,807,504</u>	<u>\$ 4,497,656</u>

In fiscal year 2025, operating expenses before depreciation expense increased by 30.63% or \$4,570,361 from \$14,920,598 to \$19,490,959, from the prior year, primarily due to increases in source of supply – water purchases and pumping expenses. Also, non-operating expenses decreased by 25.94%, or \$44,696 from \$172,312 to \$127,616, primarily due to a decrease in other non-operating expenses.

Capital Assets

	<u>Balance</u>	<u>Balance</u>
	<u>June 30, 2025</u>	<u>June 30, 2024</u>
Capital assets:		
Non-depreciable assets	\$ 1,368,166	\$ 1,351,730
Depreciable assets	30,500,832	30,444,280
Accumulated depreciation	<u>(15,180,487)</u>	<u>(14,493,902)</u>
Total capital assets, net	<u>\$ 16,688,511</u>	<u>\$ 17,302,108</u>

At the end of year 2025, the District's investment in capital assets amounted to \$16,688,511 (net of accumulated depreciation), respectively. Capital asset additions amounted to \$72,988 for various projects and equipment. See Note 5 for further information.

YUIMA MUNICIPAL WATER DISTRICT

Management's Discussion and Analysis (Unaudited)

For the Year Ended June 30, 2025 (With Comparable Amounts as of June 30, 2024)

FINANCIAL ANALYSIS OF THE DISTRICT (continued)

Debt Administration

The long-term debt of the District is summarized below:

Long-term debt:	Balance	
	<u>June 30, 2025</u>	<u>June 30, 2024</u>
Loans and bonds payable	<u>\$ 4,485,464</u>	<u>\$ 4,751,130</u>

Long-term debt decreased by a total of \$265,666 for the year ended June 30, 2025. Principal payments were \$265,666. See Note 7 for further information.

NOTES TO THE BASIC FINANCIAL STATEMENTS

The notes provide additional information that is essential to a full understanding of the data provided in the basic financial statements.

CONDITIONS AFFECTING CURRENT AND FUTURE FINANCIAL POSITION

Management is unaware of any item that would affect the District's current financial position.

CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT

This financial report is designed to provide the District's funding sources, customers, stakeholders and other interested parties with an overview of the District's financial operations and financial condition. Should the reader have questions regarding the information included in this report or wish to request additional financial information, please contact the District's General Manager of Yuima Municipal Water District, 34928 Valley Center Road, Pauma Valley, California, 92061 at (760) 742-3704.

YUIMA MUNICIPAL WATER DISTRICT

Balance Sheets

June 30, 2025 (With Comparative Amounts as of June 30, 2024)

ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	2025	2024
Current assets:		
Cash and cash equivalents (Note 2)	\$ 2,881,584	\$ 1,683,949
Investments (Note 2)	932,438	638,960
Accrued interest receivable	5,213	9,592
Accounts receivable	1,344,331	1,202,240
Grants receivable	189,622	33,303
Lease receivable (Note 3)	111,319	106,543
Property taxes and assessments receivable	9,426	5,636
Inventory – materials and supplies	384,228	375,170
Prepaid expenses and other deposits	35,461	31,403
Total current assets	<u>5,893,622</u>	<u>4,086,796</u>
Non-current assets:		
Net OPEB asset (Note 8)	708,507	681,692
Investments (Note 2)	1,202,748	1,872,299
Lease receivable (Note 3)	2,567,866	2,679,184
Investment in Upper San Luis Rey Groundwater Management Authority (Note 4)	57,158	(3)
Capital assets – not being depreciated (Note 5)	1,368,166	1,351,730
Capital assets – being depreciated, net (Note 5)	15,320,345	15,950,378
Total non-current assets	<u>21,224,790</u>	<u>22,535,280</u>
Total assets	<u>27,118,412</u>	<u>26,622,076</u>
Deferred outflows of resources:		
Deferred amounts related to net OPEB obligation (Note 8)	103,293	185,139
Deferred amounts related to net pension liability (Note 9)	896,000	1,282,926
Total deferred outflows of resources	<u>999,293</u>	<u>1,468,065</u>
Total assets and deferred outflows of resources	<u><u>\$ 28,117,705</u></u>	<u><u>\$ 28,090,141</u></u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND NET POSITION		
Current liabilities:		
Accounts payable and accrued expenses	\$ 1,685,126	\$ 1,723,743
Deposits and unearned revenues	83,939	101,300
Accrued interest payable	57,378	60,063
Long-term liabilities – due within one year:		
Compensated absences (Note 6)	49,199	37,026
Notes payable (Note 7)	282,301	265,666
Total current liabilities	<u>2,157,943</u>	<u>2,187,798</u>
Non-current liabilities:		
Long-term liabilities – due in more than one year:		
Compensated absences (Note 6)	49,198	111,080
Notes payable (Note 7)	4,203,163	4,485,464
Net pension liability (Note 9)	2,656,001	2,698,611
Total non-current liabilities	<u>6,908,362</u>	<u>7,295,155</u>
Total liabilities	<u>9,066,305</u>	<u>9,482,953</u>
Deferred inflows of resources:		
Deferred amounts related to leases (Note 3)	2,492,768	2,638,586
Deferred amounts related to net pension liability (Note 9)	197,232	246,551
Total deferred inflows of resources	<u>2,690,000</u>	<u>2,885,137</u>
Net position:		
Net investment in capital assets (Note 10)	12,203,047	12,550,978
Restricted for OPEB expenses	708,507	681,692
Unrestricted	3,449,846	2,489,381
Total net position	<u>16,361,400</u>	<u>15,722,051</u>
Total liabilities, deferred inflows of resources and net position	<u><u>\$ 28,117,705</u></u>	<u><u>\$ 28,090,141</u></u>

YUIMA MUNICIPAL WATER DISTRICT

Statements of Revenues, Expenses and Changes in Net Position

For the Fiscal Year Ended June 30, 2025 (With Comparative Amounts as of June 30, 2024)

	2025	2024
Operating revenues:		
Water sales and pumping charges	\$ 18,734,604	\$ 12,744,322
Other operating revenues	998,824	891,287
Total operating revenues	19,733,428	13,635,609
Operating expenses:		
Source of supply – water purchases	14,013,436	9,723,667
Pumping	3,123,788	2,834,166
Water treatment	183,670	189,005
Transmission and distribution	362,708	267,141
Customer services	122,957	118,443
General plant	153,591	125,799
General and administrative	1,472,020	1,612,351
Other expenses	58,789	50,026
Total operating expenses	19,490,959	14,920,598
Operating loss before depreciation	242,469	(1,284,989)
Depreciation expense	(686,585)	(714,594)
Operating loss	(444,116)	(1,999,583)
Non-operating revenues(expenses):		
Property taxes and assessments	595,386	577,342
Investment earnings	238,665	242,803
Availability charges	91,839	93,030
Other non-operating revenues	21,281	12,343
Interest expense	(126,334)	(133,125)
Lease revenue	171,458	170,499
Change in investment in USLRGMA (Note 4)	57,161	(3)
Other non-operating expenses	(1,282)	(39,187)
Total non-operating revenues(expenses), net	1,048,174	923,702
Net loss before capital contributions	604,058	(1,075,881)
Capital contributions		
Capacity charges	35,291	15,874
Total capital contributions	35,291	15,874
Change in net position	639,349	(1,060,007)
Net position:		
Beginning of year	15,722,051	16,782,058
End of year	\$ 16,361,400	\$ 15,722,051

YUIMA MUNICIPAL WATER DISTRICT

Statements of Cash Flows

For the Fiscal Year Ended June 30, 2025 (With Comparative Amounts as of June 30, 2024)

	2025	2024
Cash flows from operating activities:		
Cash receipts from customers and others	\$ 19,595,257	\$ 13,235,711
Cash receipts from others	121,681	447,771
Cash paid to employees for salaries and wages	(941,154)	(902,367)
Cash paid to vendors and suppliers for materials and services	<u>(18,448,319)</u>	<u>(13,568,237)</u>
Net cash used in operating activities	<u>327,465</u>	<u>(787,122)</u>
Cash flows from non-capital financing activities:		
Proceeds from property taxes	<u>591,596</u>	<u>578,841</u>
Net cash provided by non-capital financing activities	<u>591,596</u>	<u>578,841</u>
Cash flows from capital and related financing activities:		
Acquisition and construction of capital assets	(72,988)	(473,245)
Proceeds from local capital contributions	127,130	108,904
Principal paid on long-term debt	(265,666)	(269,087)
Interest paid on long-term debt	<u>(129,019)</u>	<u>(136,584)</u>
Net cash used in capital and related financing activities	<u>(340,543)</u>	<u>(770,012)</u>
Cash flows from investing activities:		
Purchase of investments	(445,086)	(747,382)
Sale of investments	895,000	843,463
Investment earnings	<u>169,203</u>	<u>190,090</u>
Net cash provided by (used in) investing activities	<u>619,117</u>	<u>286,171</u>
Net decrease in cash and cash equivalents	<u>1,197,635</u>	<u>(692,122)</u>
Cash and cash equivalents:		
Beginning of year	<u>1,683,949</u>	<u>2,376,071</u>
End of year	<u>\$ 2,881,584</u>	<u>\$ 1,683,949</u>
Reconciliation of cash and cash equivalents to the balance sheet:		
Cash and cash equivalents	<u>\$ 2,881,584</u>	<u>\$ 1,683,949</u>
Total cash and cash equivalents	<u>\$ 2,881,584</u>	<u>\$ 1,683,949</u>

YUIMA MUNICIPAL WATER DISTRICT

Statements of Cash Flows (continued)

For the Fiscal Year Ended June 30, 2025 (With Comparative Amounts as of June 30, 2024)

	2025	2024
Reconciliation of operating loss to net cash used in operating activities:		
Operating loss	\$ (444,116)	\$ (1,999,583)
Adjustments to reconcile operating loss to net cash used in operating activities:		
Depreciation	686,585	714,594
Lease revenue	171,458	170,499
Other non-operating revenues	21,281	12,343
Other non-operating expenses	(1,282)	(39,187)
Change in assets - (increase)decrease:		
Accounts receivable, net	(142,091)	(437,518)
Lease receivable	106,542	100,376
Grants receivable	(156,319)	176,896
Inventory – materials and supplies	(9,058)	25,533
Prepaid expenses	(4,058)	(5,450)
Net OPEB asset	(26,815)	105,165
Change in deferred outflows of resources - (increase)decrease		
Deferred amounts related to net OPEB obligation	81,846	(11,595)
Deferred amounts related to net pension liability	386,926	158,700
Change in liabilities - increase(decrease):		
Accounts payable and accrued expenses	(38,617)	263,631
Deposits and unearned revenues	(17,361)	25,277
Compensated absences	(49,709)	(20,465)
Net pension liability	(42,610)	222,074
Change in deferred inflows of resources - increase(decrease)		
Deferred amounts related to leases	(145,818)	(145,818)
Deferred amounts related to net OPEB obligation	-	(22,385)
Deferred amounts related to net pension liability	(49,319)	(80,209)
Total adjustments	<u>771,581</u>	<u>1,212,461</u>
Net cash used in operating activities	<u>\$ 327,465</u>	<u>\$ (787,122)</u>
Non-cash investing, capital and financing transactions:		
Change in fair-value of investments	<u>\$ 73,841</u>	<u>\$ 59,838</u>

YUIMA MUNICIPAL WATER DISTRICT

Notes to Financial Statements

June 30, 2025

NOTE 1 – DESCRIPTION OF ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES

A. Description of Organization

The Yuima Municipal Water District (District) was formed in January 1963 pursuant to Section 8 of the California Municipal Water District Act of 1911 to improve the delivery of agricultural and domestic water services, and to facilitate the acquisition of supplemental water supply from the Metropolitan Water District of California within its boundaries. The District is governed by an elected, five-member Board of Directors (the “Board”). The 1963 General Obligation Bonds financed the construction of the necessary pipelines, pumping and storage facilities to bring Colorado River water from the aqueducts owned by the Metropolitan Water District and the San Diego County Water Authority to serve the properties within its boundaries, which cover about 13,460 acres in northeastern San Diego County, California; the District maintains, develops and manages such water distribution system. The District offices are located in Pauma Valley, California.

The area now known as “Improvement District A” (IDA) was originally known as Rossmoyne Villages (“Rossmoyne”). The Palomar Mutual Water Company (“Palomar Mutual”) became Rossmoyne’s successor in interest through an agreement dated February 11, 1948. In turn, Palomar Mutual transferred all of its water rights, lands and water system, together with its functions and obligations, to the District in April 1968. Among the transferred obligations was a stipulated judgment (*Strub et al. v Palomar* or “*Strub et al.*”), filed November 10, 1953 and later modified, that provides for the net delivery to IDA of no more than 1,350 acre-feet of water per calendar year from the San Luis Rey River upstream of Cole Grade Road.

The District, as successor in interest to Palomar Mutual, continues to operate IDA as an independent water system (California State System No. 3700938). While the District is responsible for administering IDA’s compliance with *Strub et al.*, that stipulated judgment does not affect or bind the 70% of the District which is outside of IDA and which operates under a separate system permit (California State System No. 3701408).

The District added another 351 acres, Annexation #1, in November 1967, and another 63 acres, Annexation #2, in November 1969, by revising its boundaries pursuant to the Reorganization Act of 1965 as amended by LAFCO. The District added another six acres, Fitzsimmons Annexation, on March 26, 1991, and de-annexed 27 acres, Adams De-annexation, on March 29, 1991. Hence the District boundaries total of 13,460.

The criteria used in determining the scope of the financial reporting entity is based on the provisions of Governmental Accounting Standards Board Statement No. 61, The Financial Reporting Entity (GASB Statement No. 61). The District is the primary governmental unit based on the foundation of a separately elected governing board that is elected by the citizens in a general popular election. Component units are legally separate organizations for which the elected officials of the primary government are financially accountable. The District is financially accountable if it appoints a voting majority of the organization’s governing body and: 1) It is able to impose its will on that organization, or 2) There is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on, the primary government.

YUIMA MUNICIPAL WATER DISTRICT

Notes to Financial Statements

June 30, 2025

NOTE 1 – DESCRIPTION OF ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES (continued)

B. Basis of Presentation, Basis of Accounting

The District reports its activities as an enterprise fund, which is used to account for operations that are financed and operated in a manner similar to a private business enterprise, where the intent of the District is that the costs (including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges.

The financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place. Nonexchange transactions, in which the District gives (or receives) value without directly receiving (or giving) equal value in exchange, include property taxes, grants, entitlements, and donations. Revenue from grants, entitlements, and donations is recognized in the year in which all eligibility requirements have been satisfied.

Operating revenues are those revenues that are generated from the primary operations of the District. The District reports a measure of operations by presenting the change in net position from operations as operating income in the statement of revenues, expenses, and changes in net position. Operating activities are defined by the District as all activities other than financing and investing activities (interest expense and investment income), grants and subsidies, and other infrequently occurring transactions of a non-operating nature. Operating expenses are those expenses that are essential to the primary operations of the District. All other expenses are reported as non-operating expenses.

C. Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources, and Net Position

1. Cash and Cash Equivalents

For purposes of the statement of cash flows, the District considers all highly liquid investments with a maturity of 90 days or less, when purchased, to be cash equivalents. Cash deposits are reported at the carrying amount, which reasonably estimates fair value.

2. Investments

Investments are reported at fair value except for short-term investments, which are reported at cost, which approximates fair value. Cash deposits are reported at carrying amount, which reasonably estimates fair value. Investments in governmental investment pools are reported at fair value based on the fair value per share of the pool's underlying portfolio.

In accordance with fair value measurements, the District categorizes its assets and liabilities measured at fair value into a three-level hierarchy based on the priority of the inputs to the valuation technique used to determine fair value. The fair value hierarchy gives the highest priority to quoted prices in active markets for identical assets or liabilities (Level 1) and the lowest priority to unobservable inputs (Level 3). If the inputs used in the determination of the fair value measurement fall within different levels of the hierarchy, the categorization is based on the lowest level input that is significant to the fair value measurement.

Financial assets and liabilities recorded on the balance sheet are categorized based on the inputs to the valuation techniques as follows:

Level 1 – Inputs that reflect unadjusted quoted prices in active markets for identical investments, such as stocks, corporate and government bonds. The District has the ability to access the holding and quoted prices as of the measurement date.

YUIMA MUNICIPAL WATER DISTRICT

Notes to Financial Statements

June 30, 2025

NOTE 1 – DESCRIPTION OF ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES (continued)

C. Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources, and Net Position (continued)

2. Investments (continued)

Level 2 – Inputs, other than quoted prices, that are observable for the asset or liability either directly or indirectly, including inputs from markets that are not considered to be active.

Level 3 – Inputs that are unobservable. Unobservable inputs reflect the District's own assumptions about the factors market participants would use in pricing an investment, and is based on the best information available in the circumstances.

3. Accounts Receivable and Allowance for Doubtful Accounts

Customer accounts receivable consist of amounts owed by private individuals and organizations for services rendered in the regular course of business operations. The District does not provide an allowance for uncollectible accounts. When accounts become past due, they are transferred to the tax roll and eventually collected.

4. Prepays

Certain payments of vendors reflect costs applicable to future accounting periods and are recorded as prepaid items.

5. Lease Receivable and Deferred Inflows of Resources

The primary objective is to enhance the relevance and consistency of information about the governments' leasing activities. As a lessor, the District is required to recognize a lease receivable and a deferred inflow of resources at the commencement of the lease term, with certain exceptions. The District's lease receivable is measured at the present value of the lease payments expected to be received during the lease term. Under the lease agreement, the District may receive variable lease payments that are dependent upon the lessee's revenue. The variable payments are recorded as an inflow of resources in the period the payment is received. A deferred inflow of resources is recorded for the lease. The deferred inflow of resources is measured at the value of the lease receivable in addition to any payments received at or before the commencement of the lease term that relate to future periods. The deferred inflow of resources is amortized on a straight-line basis over the term of the lease.

6. Inventory – Materials and Supplies

Supply inventories maintained by the District consist primarily of water meters and accessories, water pipes, valves, and various fittings. Inventories are valued at cost using the first-in, first-out method.

7. Capital Assets

Capital assets are stated at cost or at their estimated fair value. Donated assets, donated works of art and similar assets are reported at acquisition value at date of donation. Capital assets received in a service concession arrangement are also reported at acquisition value. It is the District's policy to capitalize assets costing over \$5,000 and a useful life longer than one year.

YUIMA MUNICIPAL WATER DISTRICT

Notes to Financial Statements

June 30, 2025

NOTE 1 – DESCRIPTION OF ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES (continued)

C. Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources, and Net Position (continued)

7. Capital Assets (continued)

The provision for depreciation is computed using the straight-line method over the estimated service lives of the capital assets. Estimated service lives for the District's classes of assets are as follows:

Description	Estimated Lives
General plant	5 – 30 years
Source of supply	10 – 50 years
Pumping plant	25 years
Water treatment plant	33 1/3 years
Transmission and distribution	33 1/3 years

8. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of net position reports a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net assets that applies to a future period and so will not be recognized as an outflow of resources (expense/expenditure) until then.

In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net assets that applies to a future period and will not be recognized as an inflow of resources (revenue) until that time.

9. Compensated Absences

The liability for compensated absences is reported in the Balance Sheet. In accordance with GASB Statement No. 101, Compensated Absences, leave is recognized when it is attributable to services already rendered, the leave accumulates, and the leave is more likely than not to be used for time off or otherwise paid in cash or settled through noncash means. The liability has been calculated using the vesting method, in which leave amounts for both employees who currently are eligible to receive termination payments and other employees who are expected to become eligible in the future to receive such payments upon termination are included. Management evaluates sick leave for other District employees to determine the amount that is more likely than not to be used for time off or otherwise paid in cash or settled through noncash means. This analysis includes assessing relevant factors such as historical information about the use, payment or forfeiture of compensated absences, and the District's policies related to compensated absences. The measurement of compensated absences includes salary-related payments including the employer portion of medicare taxes.

10. Pensions

For purposes of measuring the net pension liability and deferred outflows/inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the District's California Public Employees' Retirement System (CalPERS) plans and addition to/deductions from the Plans' fiduciary net position have been determined on the same basis as they are reported by CalPERS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

YUIMA MUNICIPAL WATER DISTRICT

Notes to Financial Statements

June 30, 2025

NOTE 1 – DESCRIPTION OF ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES (continued)

C. Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources, and Net Position (continued)

10. Pensions (continued)

The following timeframes are used for pension reporting:

Valuation Date June 30, 2023
Measurement Date June 30, 2024
Measurement Period July 1, 2023 to June 30, 2024

Gains and losses related to changes in total pension liability and fiduciary net position are recognized in pension expense systematically over time. The first amortized amounts are recognized in pension expense for the year the gain or loss occurs. The remaining amounts are categorized as deferred outflows and deferred inflows of resources related to pensions and are to be recognized in future pension expense. The amortization period differs depending on the source of the gain or loss. The difference between projected and actual earnings is amortized straight-line over 5 years. All other amounts are amortized straight-line over the average expected remaining service lives of all members that are provided with benefits (active, inactive and retirees) as of the beginning of the measurement period.

11. Postemployment Benefits Other Than Pensions (OPEB)

For purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, information about the fiduciary net position of the District's Retiree Benefits Plan ("the Plan") and additions to/deductions from the Plan's fiduciary net position have been determined on the same basis as they are reported by the Plan. For this purpose, the Plan recognizes benefit payments when due and payable in accordance with the benefit terms. Investments are reported at fair value, except for money market investments which are reported at cost.

The following timeframes are used for OPEB reporting:

Valuation Date June 30, 2023
Measurement Date June 30, 2024
Measurement Period July 1, 2023 to June 30, 2024

12. Water Sales

Most water sales are billed on a monthly cyclical basis. Estimated unbilled water revenue through year-end has been accrued.

13. Deposit Connection Fees

Connection fees are collected by the District to cover the cost of service connections within the District.

14. Capital Contributions

Capital contributions represent cash and capital asset additions contributed to the District by property-owners or real estate developers desiring services that require capital expenditures or capacity commitment.

YUIMA MUNICIPAL WATER DISTRICT

Notes to Financial Statements

June 30, 2025

NOTE 1 – DESCRIPTION OF ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES (continued)

C. Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources, and Net Position (continued)

15. Net Position

Net position is classified into three components: net investment in capital assets, restricted and unrestricted. These classifications are defined as follows:

- **Net investment in capital assets** - This component of net position consists of capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets. If there are significant unspent related debt proceeds at year-end, the portion of the debt attributable to the unspent proceeds are not included in the calculation of net investment in capital assets. Rather, that portion of the debt is included in the same net position component as the unspent proceeds.
- **Restricted net position** – This component of net position consists of assets that have restrictions placed upon their use by external constraints imposed either by creditors (debt covenants), grantors, contributors, or laws and regulations of other governments or constraints imposed by law through enabling registrations.
- **Unrestricted net position** - This component of net position consists of net position that does not meet the definition of "net investment in capital assets" or "restricted".

D. Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures during the reported period. Actual results could differ from those estimates.

E. Property Taxes

Property taxes attach as an enforceable lien on property as of January 1, each year. Secured property taxes are levied on July 1 and are payable in two installments, on December 10 and April 10. The County of San Diego County Assessor's Office assesses all real and personal property within the County each year.

Property tax in California is levied in accordance with Article 13A of the State Constitution at one (1%) of countywide assessed valuations. The San Diego County Treasurer's Office remits an undisclosed portion of the one (1%) current and delinquent property tax collections to the District throughout the year.

F. Reclassifications

Certain amounts from the prior year have been reclassified to conform to the current year's presentation.

YUIMA MUNICIPAL WATER DISTRICT
Notes to Financial Statements
June 30, 2025

NOTE 1 – DESCRIPTION OF ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES (continued)

G. New Pronouncements – Governmental Accounting Standards (GASB)

During the fiscal year ended June 30, 2025, the District implemented a new pronouncement as follows:

GASB Statement No. 101 – Compensated Absences

This GASB Statement amends the definition of a compensated absence to encompass the various types of benefits offered by governmental employers and establishes a unified model for accounting and reporting. The statement also revises the related financial statement disclosure requirements, including eliminating certain disclosures previously required that GASB research found did not provide essential information to financial statement users. The GASB statement applies to all units of state and local governments. The District adopted the Statement as of July 1, 2024. See Note 6 for the effect of this Statement.

GASB Statement No. 102 – Certain Risk Disclosures

This GASB Statement requires state and local governments to disclose vulnerabilities due to certain concentrations and constraints that could significantly impact their financial health. A concentration refers to a dependency on a specific source such as a major revenue stream, customer, supplier, or workforce while a constraint involves legal, regulatory, contractual, or other external limitations that restrict an entity's ability to respond to those risks. If these factors make the government vulnerable to a near-term severe impact, disclosure is required in the notes to the financial statements. The goal of Statement No. 102 is to improve transparency and provide users with better insight into potential risks that could affect a government's financial condition. The District adopted the Statement as of July 1, 2024. See Note 13 for the effect of this Statement.

NOTE 2 – CASH AND INVESTMENTS

Cash and investments were classified in the accompanying financial statements as follows:

Description	June 30, 2025
Cash and cash equivalents	\$ 2,881,584
Investments	<u>2,135,186</u>
Total cash and investments	<u>\$ 5,016,770</u>

Cash and investments consisted of the following:

Description	June 30, 2025
Petty cash	\$ 500
Demand deposits held with financial institutions	421,760
Local Agency Investment Fund (LAIF)	11,407
California Cooperative Liquid Asset Securities System (CA CLASS)	2,447,917
Investments	<u>2,135,186</u>
Total cash and investments	<u>\$ 5,016,770</u>

YUIMA MUNICIPAL WATER DISTRICT

Notes to Financial Statements

June 30, 2025

NOTE 2 – CASH AND INVESTMENTS (continued)

Demand Deposits with Financial Institutions

At June 30, 2025, the carrying amount of the District's demand deposits were \$421,760 and the financial institution's balances were \$179,643. The net difference represents outstanding checks, deposits-in-transit and/or other reconciling items between the financial institution's balance and the District's balance for each year.

Custodial Credit Risk – Deposits

Custodial credit risk for *deposits* is the risk that in the event of the failure of a depository financial institution the District will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. The custodial credit risk for *investments* is the risk that in the event of the failure of the counterparty (e.g., broker-dealer) to a transaction the District will not be able to recover the value of its investment or collateral securities that are in the possession of another party. The California Government Code and the District's investment policy do not contain legal or policy requirements that would limit the exposure to custodial credit risk for deposits or investments, other than the following provision for deposits. The California Government Code requires that a financial institution secure deposits made by state or local governmental units by pledging securities in an undivided collateral pool held by a depository regulated under state law (unless so waived by the governmental unit). The fair value of the pledged securities in the collateral pool must equal at least 110% of the total amount deposited by the public agencies. California law also allows financial institutions to secure District deposits by pledging first trust deed mortgage notes having a value of 150% of the secured public deposits. As of June 30, 2025, the District's deposits were covered by the Federal Deposit Insurance Corporation insurance limits or collateralized as required by California law.

Local Agency Investment Fund (LAIF)

The California State Treasurer, through the Pooled Money Investment Account (PMIA), invests taxpayers' money to manage the State's cash flow and strengthen the financial security of local governmental entities. PMIA policy sets as primary investment objectives safety, liquidity and yield. Through the PMIA, the Investment Division manages the Local Agency Investment Fund (LAIF). The LAIF allows cities, counties and special districts to place money in a major portfolio and, at no additional costs to taxpayers, use the expertise of Investment Division staff. Participating agencies can withdraw their funds from the LAIF at any time as LAIF is highly liquid and carries a dollar-in dollar-out amortized cost methodology.

The District is a voluntary participant in LAIF. The fair value of the District's investment in this pool is reported at an amount based upon the District's pro-rata share of the fair value provided by LAIF for the entire LAIF portfolio (in relation to the amortized cost of the of that portfolio). The balance available for withdrawal is based on the accounting records maintained by LAIF. LAIF is not categorized under the fair value hierarchy established by GAAP as it is held at an amortized cost basis and it is Not Rated under the current credit risk ratings format. For financial reporting purposes, the District considers LAIF a cash equivalent due to its highly liquid nature and dollar-in dollar-out amortized cost methodology. As of June 30, 2025, the District held \$11,407 in LAIF.

YUIMA MUNICIPAL WATER DISTRICT

Notes to Financial Statements

June 30, 2025

NOTE 2 – CASH AND INVESTMENTS (continued)

California Cooperative Liquid Assets Securities System (California CLASS)

The California Cooperative Liquid Assets Securities System (California CLASS) is a joint exercise of power entity authorized under Section 6509.7, California Government Code. California CLASS is a pooled investment option that was created via a joint exercise of powers agreement by and among California public agencies. California CLASS provides California public agencies with a convenient method for investing in high-quality, short- to medium-term securities carefully selected to optimize interest earnings while prioritizing safety and liquidity. The California CLASS Prime and Enhanced Cash funds offer public agencies the opportunity to strengthen and diversify their cash management programs in accordance with the safety, liquidity, and yield hierarchy that governs the investment of public funds.

The management of California CLASS is under the direction of a Board of Trustees comprised of eligible Participants of the program. The Board of Trustees has appointed Public Trust Advisors, LLC to serve as the Investment Advisor and Administrator of the program and has appointed U.S. Bank as the Custodian.

The District is a voluntary participant in California CLASS. The fair value of the District's investment in this pool is reported at an amount based upon the District's pro-rata share of the fair value provided by California CLASS for the entire California CLASS portfolio (in relation to the amortized cost of the of that portfolio). The balance available for withdrawal is based on the accounting records maintained by California CLASS. California CLASS is not categorized under the fair value hierarchy established by GAAP as it is held at an amortized cost basis. The California Class Prime and Enhanced Cash funds receive a credit rating of AAAM (S&P Global Ratings) and AAAf/S1 (FitchRatings), respectively. For financial reporting purposes, the District considers California CLASS a cash equivalent due to its highly liquid nature and dollar-in dollar-out amortized cost methodology. As of June 30, 2025, the District held \$2,447,917 in California CLASS.

Investments

The District's investments as of June 30, 2025 are presented in the following Investment Table:

Type of Investments	Measurement Input	Credit Rating	Total Fair Value	Maturity		
				12 Months or Less	13 to 24 Months	25 to 60 Months
U.S. treasury notes	Level 1	N/A	\$ 613,707	\$ -	\$ -	\$ 613,707
U.S. agency securities	AAA	N/A	345,998	345,998	-	-
Certificates-of-deposit	N/A	N/A	1,175,481	586,440	589,041	-
Total investments			\$ 2,135,186	\$ 932,438	\$ 589,041	\$ 613,707

Investments Authorized by the California Government Code and the District's Investment Policy

The table below identifies the investment types that are authorized for the District by the California Government Code (or the District's investment policy, where more restrictive). The table also identifies certain provisions of the California Government Code (or the District's investment policy, where more restrictive) that address interest rate risk, credit risk, and concentration of credit risk. The table does not address investments of debt proceeds held by bond trustees that are governed by the provisions of debt agreements of the District that are governed by the agreement between the District and the Trustee, rather than the general provisions of the California Government Code or the District's investment policy.

YUIMA MUNICIPAL WATER DISTRICT
Notes to Financial Statements
June 30, 2025

NOTE 2 – CASH AND INVESTMENTS (continued)

Investments (continued)

Authorized Investment Type	Maximum Maturity	Maximum Percentage of Portfolio	Maximum Investment in One Issuer
U.S. Treasury Obligations	5-years	100%	None
U.S. Government Sponsored Agency Securities	5-years	100%	None
Negotiable Certificates of Deposit (Negotiable CD)	5-years	30%	500,000
California Local Agency Investment Fund (LAIF)	N/A	100%	None
Joint Powers Authority	N/A	None	None
Placement Service Deposits	5-years	50%	None

Disclosures Relating to Interest Rate Risk

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. One of the ways that the District manages its exposure to interest rate risk is by purchasing a combination of shorter term and longer-term investments and by timing cash flows from maturities so that a portion of the portfolio is maturing or coming close to maturity as necessary to provide the cash flow and liquidity needed for operations.

Information about the sensitivity of the fair values of the District's investments to market interest rate fluctuations is provided in the Investment Table that shows the distribution of the District's investments by maturity as of June 30, 2025.

Disclosures Relating to Credit Risk

Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. Presented in the Investment Table are Standard & Poor's credit ratings for the District's investments as of June 30, 2025. U.S. treasury obligations are not required to be rated and therefore no rating has been assigned.

Concentration of Credit Risk

The District's investment policy contains no limitations on the amount that can be invested in any one governmental agency or non-governmental issuer beyond that stipulated by the California Government Code. At June 30, 2025, the District had the following investments that represented more than 5% of the District's total investments.

Investments with Maturity Dates	2025 Balance	Percentage of Investments
Certificate of deposit - July 11, 2025	\$ 244,931	11.47%
Certificate of deposit - March 24, 2026	243,932	11.42%
Certificate of deposit - August 18, 2026	242,897	11.38%
Certificate of deposit - February 18, 2027	246,193	11.53%
Federal Home Loan Bank - May 18, 2026	246,595	11.55%
	<hr/>	<hr/>
	\$ 1,224,548	57.35%

YUIMA MUNICIPAL WATER DISTRICT

Notes to Financial Statements

June 30, 2025

NOTE 3 – LEASE RECEIVABLE AND DEFERRED INFLOWS OF RESOURCES - LEASES

Changes in the District's lease receivable for the fiscal year ended June 30, 2025 was as follows:

Description	Balance July 1, 2024	Additions	Deductions	Balance June 30, 2025
Cellular antenna site rental no.1	\$ 1,159,858	\$ -	\$ (31,127)	\$ 1,128,731
Cellular antenna site rental no.2	1,490,910	-	(42,146)	1,448,764
Cellular antenna site rental no.3	134,959	-	(33,269)	101,690
	<hr/>	<hr/>	<hr/>	<hr/>
	\$ 2,785,727	\$ -	\$ (106,542)	\$ 2,679,185

The District is reporting a total lease receivable of \$2,679,185 and a total related deferred inflows of resources of \$2,492,768 for the year ending June 30, 2025. Also, the District is reporting total lease revenue of \$145,818 and interest revenue of \$6,050 related to lease payments received.

The leases held by the District do not have an implicit rate of return, therefore the District used their incremental borrowing rate of 0.22% to discount the lease revenue to the net present value. In some cases leases contain termination clauses. In these cases, the clause requires the lessee or lessor to show cause to terminate the lease.

The District's leases are noted as follows:

Cellular Antenna Site Rental No. 1

The District, on July 27, 2020, renewed a continuous lease for 51 months as lessor for the use of a cellular antenna site rental with an automatic extension for five (5) additional terms of five (5) years each. An initial lease receivable was recorded in the amount of \$1,243,911. As of June 30, 2025, the value of the lease receivable was \$1,128,731. The lease is required to make monthly fixed payments of \$2,550 for the first 51-month period, then increase upon the commencement of each five (5) year extension term by 15% of the annual rental in effect during the immediately preceding five (5) year term. The lease has an interest rate of 0.22%. The value of the deferred inflow of resources was \$1,068,299 as of June 30, 2025. The District recognized lease revenue of \$43,903 and interest revenue of \$2,533 during the fiscal year. Initial lease period and extensions have been recognized.

Cellular Antenna Site Rental No. 2

The District, on October 9, 2019, renewed a continuous lease for 60 months as lessor for the use of a cellular antenna site rental with an option to extend for four (4) additional terms of five (5) years each. An initial lease receivable was recorded in the amount of \$1,604,557. As of June 30, 2025, the value of the lease receivable was \$1,448,764. The lease is required to make yearly fixed payments of \$36,000 for the first term and increase 5.0% upon the commencement of each five (5) year term. The lease has an interest rate of 0.22%. The value of the deferred inflow of resources was \$1,328,505 as of June 30, 2025. The District recognized lease revenue of \$69,013 and interest revenue of \$3,253 during the fiscal year.

Cellular Antenna Site Rental No. 3

The District, on September 24, 2002 renewed a continuous lease for 60 months as lessor for the use of a cellular antenna site rental with an option to extend for four (4) additional terms of five (5) years each. An initial lease receivable was recorded in the amount of \$227,572. As of June 30, 2025, the value of the lease receivable was \$101,690. The lease is required to make monthly fixed payments of \$1,600 for the first 12-month period, then adjusted by the Consumer Price Index yearly. The lease has an interest rate of 0.22%. The value of the deferred inflow of resources was \$95,964 as of June 30, 2025. The District recognized lease revenue of \$32,902 and interest revenue of \$265 during the fiscal year.

YUIMA MUNICIPAL WATER DISTRICT
Notes to Financial Statements
June 30, 2025

NOTE 3 – LEASE RECEIVABLE AND DEFERRED INFLOWS OF RESOURCES – LEASES (continued)

Minimum future lease receipts for the next twenty-six fiscal years are as follows:

Fiscal Year	Principal	Interest	Total
2026	\$ 111,319	\$ 5,809	\$ 117,128
2027	114,702	5,559	120,261
2028	115,187	5,302	120,489
2029	85,292	5,081	90,373
2030	91,764	4,887	96,651
2031-2035	521,418	21,146	542,564
2036-2040	651,700	14,701	666,401
2041-2045	722,394	6,718	729,112
2046-2050	<u>265,409</u>	<u>1,299</u>	<u>266,708</u>
Total	2,679,185	70,502	<u>\$ 2,749,687</u>
Current	<u>(111,319)</u>		
Long-term	<u>\$ 2,567,866</u>		

Changes in the District's deferred inflows of resources related to leases for June 30, 2025 is as follows:

Description	Balance July 1, 2024	Additions	Deductions	Balance June 30, 2025
Cellular antenna site rental no.1	\$ 1,112,202	\$ -	\$ (43,903)	\$ 1,068,299
Cellular antenna site rental no.2	1,397,518	-	(69,013)	1,328,505
Cellular antenna site rental no.3	<u>128,866</u>	<u>-</u>	<u>(32,902)</u>	<u>95,964</u>
	<u>\$ 2,638,586</u>	<u>\$ -</u>	<u>\$ (145,818)</u>	<u>\$ 2,492,768</u>

The amounts reported as deferred inflows of resources related to leases for the year ended June 30, 2025, will be amortized in future periods as follows:

Amortization Period Fiscal Year Ended June 30	Deferred Inflows of Resources
2026	\$ 145,818
2027	145,818
2028	143,076
2029	112,916
2030	112,916
2031-2035	564,580
2036-2040	564,580
2041-2045	512,820
2046-2050	<u>190,244</u>
Total	<u>\$ 2,492,768</u>

YUIMA MUNICIPAL WATER DISTRICT

Notes to Financial Statements

June 30, 2025

NOTE 4 – INVESTMENT IN UPPER SAN LUIS REY GROUNDWATER MANAGEMENT AUTHORITY

Sustainable Groundwater Management Act – Upper San Luis Rey Groundwater Management Authority. The Upper San Luis Rey Groundwater Management Authority (Authority) was formed in response to the Sustainable Groundwater Management Act. The Authority was formed under a Joint Exercise of Powers Authority on May 1, 2022, pursuant to the provisions of Article 1, Chapter 5; Division 7, Title 1 commencing with Section 6500 of the Government Code of the State of California. The Authority was formed between the Member Agencies, “collectively” Yuima Municipal Water District (YMWD), Pauma Municipal Water District (PMWD), Pauma Valley Community Services District (PVCSD), Upper San Luis Rey Resource Conservation District (USLRRCD), and the San Luis Rey Municipal Water District (SLRMWD). The Authority was formed for the purpose of, among other things, serving as the Groundwater Sustainability Agency (GSA) for the Subbasin and implementing the Groundwater Sustainability Plan (GSP).

In fiscal year 2025, the District's total investment in the Authority amounted to a \$57,158 gain per the Authority's audited financial statements as follows:

A. Entity	Upper San Luis Rey Groundwater Management Authority		
B. Purpose	To pool member resources and realize the advantages		
C. Participants	5 member agencies		
D. Governing board	Nine representatives appointed by members		
E. District payments for FY 2025:			
Contribution	\$1,910		
F. Condensed financial information	June 30, 2025		
Audit dated	December 31, 2025		
Statement of net position:		June 30, 2025	District Share
Total assets		\$ 177,877	\$ 59,292
Total liabilities		6,403	2,134
Net position		<u>\$ 171,474</u>	<u>\$ 57,158</u>
Statement of revenues, expenses and changes in net position:			
Total revenues		\$ 289,879	\$ 96,627
Total expenses		(118,398)	(39,466)
Change in net position		171,481	57,161
Beginning – net position		(7)	(3)
Ending – net position		<u>\$ 171,474</u>	<u>\$ 57,158</u>
G. District's share of year-end financial position		<u>100.00%</u>	<u>33.333%</u>

YUIMA MUNICIPAL WATER DISTRICT
Notes to Financial Statements
June 30, 2025

NOTE 5 – CAPITAL ASSETS AND DEPRECIATION

Changes in capital assets for the fiscal year ended June 30, 2025, were as follows:

Description	Balance July 1, 2024	Additions	Deletions/ Transfers	Balance June 30, 2025
Non-depreciable assets:				
Land	\$ 1,301,457	\$ -	\$ -	\$ 1,301,457
Construction-in-process	50,273	16,436	-	66,709
Total non-depreciable assets	1,351,730	16,436	-	1,368,166
Depreciable assets:				
General plant	2,576,776	38,050	-	2,614,826
Source of supply	8,846,123	-	-	8,846,123
Pumping plant	9,268,003	9,230	-	9,277,233
Water treatment plant	199,226	9,272	-	208,498
Transmission and distribution plant	9,554,152	-	-	9,554,152
Total depreciable assets	30,444,280	56,552	-	30,500,832
Accumulated depreciation:				
General plant	(1,983,310)	(101,847)	-	(2,085,157)
Source of supply	(3,254,902)	(171,251)	-	(3,426,153)
Pumping plant	(2,784,510)	(229,660)	-	(3,014,170)
Water treatment plant	(106,927)	(4,778)	-	(111,705)
Transmission and distribution plant	(6,364,253)	(179,049)	-	(6,543,302)
Total accumulated depreciation	(14,493,902)	(686,585)	-	(15,180,487)
Total depreciable assets, net	15,950,378	(630,033)	-	15,320,345
Total capital assets, net	\$ 17,302,108	\$ (613,597)	\$ -	\$ 16,688,511

NOTE 6 – COMPENSATED ABSENCES

As of June 30, 2025, the total liability for compensated absences was \$98,397, of which \$49,199 is expected to be paid within one year and is reported as a current liability. The beginning balance of compensated absences as of July 1, 2024, reflected an immaterial difference upon implementation of GASB Statement No. 101; therefore, no restatement was required.

Balance July 1, 2024	Net Change	Balance July 1, 2025	Due Within One Year	Due in More Than One Year
\$ 148,106	\$ (49,709)	\$ 98,397	\$ 49,199	\$ 49,198

YUIMA MUNICIPAL WATER DISTRICT
Notes to Financial Statements
June 30, 2025

NOTE 7 – NOTES PAYABLE

Changes in the notes payable balance are as follows:

Description	Balance		Balance	Current	Long-term	
	July 1, 2024	Additions				
2013 Installment note	\$ 506,130	\$ -	\$ (45,666)	\$ 460,464	\$ 47,301	\$ 413,163
2019 Installment note	<u>4,245,000</u>	<u>-</u>	<u>(220,000)</u>	<u>4,025,000</u>	<u>235,000</u>	<u>3,790,000</u>
Total bonds payable	<u>\$ 4,751,130</u>	<u>\$ -</u>	<u>\$ (265,666)</u>	<u>\$ 4,485,464</u>	<u>\$ 282,301</u>	<u>\$ 4,203,163</u>

2013 Installment Note

On July 2013, the District entered into a Loan and Installment Sale agreement with City National Bank for \$2,420,000 with interest rate of 2.35% to 3.55%. The agreement is to provide financing for the refinancing of two installment sale agreements and for the acquisition and construction of a 1.2-million-gallon water storage tank and pump station. In the event of default, any outstanding amounts become immediately due and payable. The payments are due in semiannual installments commencing July 15, 2014 through July 15, 2033. The District only borrowed \$2,372,463 of the \$2,420,000 Installment Note since it made an additional debt service payment on the 2007 Installment Note before it was refinanced.

Annual debt service requirements for the installment note are as follows:

Fiscal Year	Principal	Interest	Total
2026	\$ 47,301	\$ 15,931	\$ 63,232
2027	48,995	14,237	63,232
2028	50,750	12,482	63,232
2029	52,568	10,664	63,232
2030	54,451	8,781	63,232
2031-2034	<u>206,399</u>	<u>14,912</u>	<u>221,311</u>
Total	460,464	<u>\$ 77,007</u>	<u>\$ 537,471</u>
Current	<u>(47,301)</u>		
Long-term	<u>\$ 413,163</u>		

YUIMA MUNICIPAL WATER DISTRICT
Notes to Financial Statements
June 30, 2025

NOTE 7 – NOTES PAYABLE (continued)

2019 Installment Note

On November 2019, the District entered into an Installment Purchase Agreement with BBVA USA for \$5,000,000 with an interest rate of 2.66%. The agreement is to provide financing for the acquisition and construction of the Forebay Pump Station. In the event of default, any outstanding amounts become immediately due and payable. The payments are due in semiannual installments commencing January 15, 2020 through July 15, 2039.

Annual debt service requirements for the installment note are as follows:

Fiscal Year	Principal	Interest	Total
2026	\$ 235,000	\$ 105,469	\$ 340,469
2027	240,000	99,218	339,218
2028	245,000	92,834	337,834
2029	255,000	86,250	341,250
2030	255,000	79,467	334,467
2031-2035	1,385,000	290,804	1,675,804
2036-2040	<u>1,410,000</u>	<u>95,096</u>	<u>1,505,096</u>
Total	4,025,000	<u>\$ 849,138</u>	<u>\$ 4,874,138</u>
Current	<u>(235,000)</u>		
Long-term	<u>\$ 3,790,000</u>		

YUIMA MUNICIPAL WATER DISTRICT

Notes to Financial Statements

June 30, 2025

NOTE 8 – OTHER POSTEMPLOYMENT BENEFITS (OPEB)

Summary

The following balances on the balance sheet will be addressed in this footnote as follows:

Description	2025
OPEB related deferred outflows	\$ 103,293
Net other post-employment benefits asset	708,507
OPEB related deferred inflows	-

A. General Information about the OPEB Plan

Plan Description - Eligibility

In May 2000, the District's Board of Directors approved and adopted a postemployment healthcare plan ("the Retiree Health Benefit Plan" or "RHB Plan") for the benefit of its management employees to be effective July 1, 2000. The plan is permitted under Government Code Section 53200 et. Seq. The Board of Directors establishes and has the authority to amend the plan provisions. The Board of Directors amended the plan on April 25, 2011 to a defined contribution plan effective July 1, 2022 for new management employees. Participants in the plan as of June 30, 2011, will continue to receive benefits under the defined benefit plan's provisions prior to this amendment. A separate financial report is not prepared for the Retiree Health Benefit Plan.

In September 2010, the District established an irrevocable trust fund through the California Public Employees' Retiree Benefits Trust (CERBT), an agent multiple-employer postemployment healthcare trust administered by CalPERS, which acts as a common investment and administrative agent for participating public employers within the State of California. CalPERS' annual financial report may be obtained from CalPERS Executive Office, 400 P Street, Sacramento, California 95814.

Participants

At June 30, 2025 measurement date, the following members were part of the plan:

	2025
Inactive plan members or beneficiaries currently receiving benefit payments	4
Active plan members	1
Total	5

YUIMA MUNICIPAL WATER DISTRICT

Notes to Financial Statements

June 30, 2025

NOTE 8 – OTHER POSTEMPLOYMENT BENEFITS (OPEB) (continued)

A. General Information about the OPEB Plan

Funding Policy

Under the defined contribution plan, contributions to the plan are made solely by the District which are established and may be amended by the Board of Directors. The Board of Directors has the ability to enter into a contract with a contracted employee to cover more than the policy allows. The District contributes 100% of the health insurance premiums for an eligible retired management employee and spouse, not to exceed:

- \$320 per month for retiree and spouse coverage;
- \$200 per month for retiree only coverage; and
- \$160 per month for retiree's spouse only coverage.

The District's contribution toward the health insurance premiums will cease when the retired management employee and spouse reach age 65.

Contributions

Benefit provisions and contribution requirements are established and may be amended by the Board of Directors. The plan does not require employee contributions. Administrative costs of this plan are financed by the District. For fiscal year ended June 30, 2025, the District's contributions totaling \$45,246 in current year premium payments.

Accounting for the Plan

The other post-employment benefit trust is prepared using the accrual basis of accounting. Employer contributions to the plan are recognized when due and the employer has made a formal commitment to provide contributions. Benefits are recognized when due and payable in accordance with the terms of each plan.

B. Net OPEB Liability (Asset)

The District's total OPEB liability (asset) was measured as of June 30, 2024 and was determined by an actuarial valuation as of June 30, 2023. A summary of the principal assumptions and methods used to determine the total OPEB liability is shown below.

Actuarial Assumptions

The total OPEB liability (asset) in the June 30, 2023 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified:

Valuation Date	June 30, 2023
Measurement Date	June 30, 2024
Actuarial Cost Method	Entry age normal, level percentage of payroll
Asset Valuation Method	Fair value of assets as of the measurement date
Actuarial Assumptions:	CalPERS 2000-2019 Experience Study
Discount Rate	5.25%
Long-Term Expected	
Rate of Return on Investments	5.25%
Inflation	2.50%
Payroll increases	2.75%
Healthcare Trend Rates	Non-Medicare - 8.50% for 2025, decreasing to an ultimate rate of 3.45% in 2076 Medicare - 7.50% for 2025, decreasing to an ultimate rate of 3.45% in 2076
Mortality	CalPERS 2000-2019 Experience Study
Disability	CalPERS 2000-2019 Experience Study
Retirement	100% at age 60
Percent Married	100% of spouses will continue coverage upon

YUIMA MUNICIPAL WATER DISTRICT
Notes to Financial Statements
June 30, 2025

NOTE 8 – OTHER POSTEMPLOYMENT BENEFITS (OPEB) (continued)

B. Net OPEB Liability (Asset) (continued)

Discount Rate

The discount rate used to measure the total OPEB liability (asset) was 5.25%. The projection of cash flows used to determine the discount rate assumed that the District's contributions will be made at rates equal to the actuarially determined contribution rates. Based on those assumptions, the OPEB plan's fiduciary net position was projected to be available to make all projected OPEB payment for current active and inactive employees and beneficiaries. Therefore, the long-term expected rate of return on OPEB plan investments was applied to all periods of projected benefit payments to determine the total OPEB liability (asset).

C. Changes in the Net OPEB Liability (Asset)

The changes in the total OPEB (asset) liability are as follows:

	Increase (Decrease)		
	Total	Plan Fiduciary	Net
	OPEB Liability	Net Position	OPEB Liability
Balance at June 30, 2024 (Measurement date June 30, 2023)	\$ 835,742	\$ 1,517,434	\$ (681,692)
Changes for the year:			
Service cost	23,115	-	23,115
Interest	44,053	-	44,053
Net investment income	-	94,467	(94,467)
Benefit payments	(39,507)	(39,507)	-
Administrative expenses	-	(484)	484
Net changes	27,661	54,476	(26,815)
Balance at June 30, 2025 (Measurement date June 30, 2024)	\$ 863,403	\$ 1,571,910	\$ (708,507)

Changes of Assumptions

In fiscal year 2024, the measurement period, there were no changes to the assumptions.

Change of Benefit Terms

In fiscal year 2024, the measurement period, there were no changes to the benefit terms.

Subsequent Events

There were no subsequent events that would materially affect the results presented in this disclosure.

Sensitivity of the Total OPEB Liability (Asset) to Changes in the Discount Rate

The following presents the total OPEB liability (asset) of the District, as well as what the District's total OPEB liability would be if it were calculated using a discount rate that is 1-percentage point lower (4.25%) or 1 percentage point higher (6.25%) than the current discount rate:

1% Decrease 4.25%	Discount Rate 5.25%	1% Increase 6.25%
\$ (604,618)	\$ (708,507)	\$ (795,727)

YUIMA MUNICIPAL WATER DISTRICT
Notes to Financial Statements
June 30, 2025

NOTE 8 – OTHER POSTEMPLOYMENT BENEFITS (OPEB) (continued)

C. Changes in the Net OPEB Liability (Asset) (continued)

Sensitivity of the Total OPEB Liability (Asset) to Changes in Medical Trend Rates

The following presents the total OPEB liability (asset) of the District, as well as what the District's total OPEB liability (asset) would be if it were calculated using medical trend rates that are 1-percentage point lower:

Healthcare Cost		
<u>1% Decrease</u>	<u>Current Trend</u>	<u>1% Increase</u>
<u>\$ (800,632)</u>	<u>\$ (708,507)</u>	<u>\$ (591,635)</u>

D. OPEB Expense and Deferred Outflows/Inflows of Resources Related to OPEB

For the year ended June 30, 2025, the District recognized OPEB expense of \$55,031. At June 30, 2025, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

<u>Account Description</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Changes in assumptions	\$ -	\$ -
Differences between expected and actual experience	- -	- -
Differences between projected and actual earnings on OPEB plan investments	<u>103,293</u>	- -
Total Deferred Outflows/(Inflows) of Resources	<u>\$ 103,293</u>	<u>\$ -</u>

The differences between projected and actual earnings on plan investments is amortized over five years. Contributions of \$45,246 were fully offset by trust reimbursements. Contributions that were reimbursed by the trust during the fiscal year represent a return of employer contributions and did not result in a deferred outflow of resources at year-end. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized as OPEB expense as follows:

<u>Amortization Period</u>	<u>Deferred Outflows/(Inflows) of Resources</u>
<u>Fiscal Year Ended June 30</u>	<u>of Resources</u>
2026	\$ 36,328
2027	61,613
2028	8,320
2029	<u>(2,968)</u>
Total	<u>\$ 103,293</u>

At June 30, 2025, the District had no outstanding amount of contributions to the OPEB plan required for the year ended June 30, 2025.

YUIMA MUNICIPAL WATER DISTRICT

Notes to Financial Statements

June 30, 2025

NOTE 9 – PENSION PLAN

Summary

The following balances on the balance sheet will be addressed in this footnote as follows:

Description	2025
Pension related deferred outflows	\$ 896,000
Net pension liability	2,656,001
Pension related deferred inflows	197,232

Qualified employees are covered under a multiple-employer defined benefit pension plan maintained by agencies of the State of California known as the California Public Employees' Retirement System (CalPERS), or "The Plan".

A. General Information about the Pension Plan

The Plan

The District has engaged with CalPERS to administer the following pension plans for its employees (members):

	Miscellaneous Plans	
	Classic Tier 1	PEPRA Tier 2
Hire date	Prior to <u>January 1, 2013</u>	On or after <u>January 1, 2013</u>
Benefit formula	3.0% @ 60	2.0% @ 62
Benefit vesting schedule	5-years of service	5-years of service
Benefits payments	monthly for life	monthly for life
Retirement age	50 - 63 & up	52 - 67 & up
Monthly benefits, as a % of eligible compensation	2.0% to 2.7%	1.0% to 2.0%
Required member contribution rates	8.000%	7.750%
Required employer contribution rates – FY 2024	17.260%	7.680%

Plan Description

The District contributes to the California Public Employees' Retirement System (CalPERS), an agent multiple-employer defined benefit pension plan administered by the California Public Employees' Retirement System (CalPERS). A full description of the pension plan regarding number of employees covered, benefit provisions, assumptions (for funding, but not accounting purposes), and membership information are listed in the Plan's June 30, 2023 Annual Actuarial Valuation Report (funding valuation). Details of the benefits provided can be obtained in Appendix B of the actuarial valuation report. This report and CalPERS' audited financial statements are publicly available reports that can be obtained at CalPERS' website.

YUIMA MUNICIPAL WATER DISTRICT

Notes to Financial Statements

June 30, 2025

NOTE 9 – PENSION PLAN (continued)

A. General Information about the Pension Plan (continued)

At June 30, 2024 measurement date, the following members were covered by the benefit terms:

Plan Members	Miscellaneous Plans		
	Classic Tier 1	PEPRA Tier 2	Total
Active members	4	4	8
Transferred and terminated members	5	5	10
Retired members and beneficiaries	11	-	11
Total plan members	20	9	29

All qualified permanent and probationary employees are eligible to participate in the District's cost-sharing multiple-employer defined benefit pension plans administered by the California Public Employees' Retirement System (CalPERS). Benefit provisions under the Plans are established by state statute and District resolution. CalPERS issues publicly available reports that include a full description of the pension plans regarding benefit provisions, assumptions, and membership information that can be found on the CalPERS website.

Benefits Provided

CalPERS provides service retirement and disability benefits, annual cost of living adjustments, and death benefits to Plan members, who must be public employees and beneficiaries. Benefits are based on years of credited service, equal to one year of full-time employment. Members with five years of total service are eligible to retire at age 50 with statutorily reduced benefits. All members are eligible for nonindustrial disability benefits after five years of service. The death benefit is one of the following the Basic Death Benefit, the 1957 Survivor Benefit, or the Optional Settlement 2W Death Benefit. The cost-of-living adjustments for each Plan are applied as specified by the Public Employees' Retirement Law.

Contributions

Section 20814(c) of the California Public Employees' Retirement Law (PERL) requires that the employer contribution rates for all public employers are determined on an annual basis by the actuary and shall be effective on the July 1 following notice of a change in the rate. The total plan contributions are determined through CalPERS' annual actuarial valuation process. The actuarially determined rate is the estimated amount necessary to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. The employer is required to contribute the difference between the actuarially determined rate and the contribution rate of employees. Employer contribution rates may change if plan contracts are amended. Payments made by the employer to satisfy contribution requirements that are identified by the pension plan terms as plan member contribution requirements are classified as plan member contributions.

YUIMA MUNICIPAL WATER DISTRICT
Notes to Financial Statements
June 30, 2025

NOTE 9 – PENSION PLAN (continued)

A. General Information about the Pension Plan (continued)

Contributions (continued)

Contributions for the year ended June 30, 2025, were as follows:

Contribution Type	Miscellaneous Plans		
	Classic Tier 1	PEPRA Tier 2	Total
Contributions – employer	\$ 292,893	\$ 23,777	\$ 316,670

B. Pension Liabilities, Pension Expenses, and Deferred Outflows/Inflows of Resources Related to Pensions

Proportionate Share of Net Pension Liability and Pension Expense

The District's net pension liability for each Plan is measured as the proportionate share of the net pension liability. The net pension liability of each of the Plans is measured as of June 30, 2024, and the total pension liability for each Plan used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2023, rolled forward to June 30, 2024, using standard update procedures. The District's proportionate share of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plans relative to the projected contributions of all participating employers, actuarially determined.

The following table shows the District's proportionate share of the risk pool collective net pension liability over the measurement period for the Miscellaneous Plan for the fiscal year ended June 30, 2025:

	Percentage Share of Risk Pool		
	Fiscal Year Ending	Fiscal Year Ending	Change
	June 30, 2025	June 30, 2024	Increase/ (Decrease)
Measurement Date	June 30, 2024	June 30, 2023	
Percentage of Risk Pool Net Pension Liability	0.054915%	0.053968%	0.000947%
Percentage of Plan Net Pension Liability	0.021900%	0.021632%	0.000268%

The District's proportionate share percentage of the net pension liability for the June 30, 2024, measurement date was as follows:

Plan Type and Balance Descriptions	Plan Total Pension Liability	Plan Fiduciary Net Position	Change in Plan Net Pension Liability
CalPERS – Miscellaneous Plan:			
Balance as of June 30, 2023 (Measurement Date)	\$ 12,399,625	\$ 9,701,014	\$ 2,698,611
Balance as of June 30, 2024 (Measurement Date)	\$ 12,982,795	\$ 10,326,794	\$ 2,656,001
Change in Plan Net Pension Liability	\$ 583,170	\$ 625,780	\$ (42,610)

YUIMA MUNICIPAL WATER DISTRICT
Notes to Financial Statements
June 30, 2025

NOTE 9 – PENSION PLAN (continued)

B. Pension Liabilities, Pension Expenses, and Deferred Outflows/Inflows of Resources Related to Pensions (continued)

Proportionate Share of Net Pension Liability and Pension Expense (continued)

For the year ended June 30, 2025, the District recognized pension expense of \$611,666. At June 30, 2025, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

Account Description	Deferred Outflow of Resources	Deferred Inflows of Resources
Pension contributions made after the measurement date	\$ 316,670	\$ -
Difference between actual and proportionate share of employer contributions	-	(188,272)
Adjustment due to differences in proportions	128,527	-
Differences between expected and actual experience	229,635	(8,960)
Differences between projected and actual earnings on pension plan investments	152,903	-
Changes in assumptions	68,265	-
Total Deferred Outflows/(Inflows) of Resources	\$ 896,000	\$ (197,232)

The deferred outflows of resources related to pensions resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the subsequent fiscal year. The deferred outflows/(inflows) of resources related to the difference between projected and actual earnings on pension plan investments will be amortized over a closed five-year period. The deferred outflows/(inflows) of resources related to the net change in proportionate share of net pension liability, changes of assumptions, and differences between expected and actual experience in the measurement of the total pension liability will be amortized over the Expected Average Remaining Service Life (EARSL) of all members that are provided benefits (active, inactive, and retirees) as of the beginning of the measurement period. The EARSL for the measurement period is 3.8 years.

YUIMA MUNICIPAL WATER DISTRICT
Notes to Financial Statements
June 30, 2025

NOTE 9 – PENSION PLAN (continued)

B. Pension Liabilities, Pension Expenses, and Deferred Outflows/Inflows of Resources Related to Pensions (continued)

Proportionate Share of Net Pension Liability and Pension Expense (continued)

An amount of \$316,670 reported as deferred outflows of resources related to contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending June 30, 2026. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized as a reduction to pension expense as follows:

Amortization Period Fiscal Year Ended June 30	Deferred Outflows/(Inflows) of Resources
2026	\$ 153,682
2027	295,665
2028	(14,850)
2029	(52,399)
Total	\$ 382,098

Actuarial Methods and Assumptions Used to Determine Total Pension Liability

For the measurement period ending June 30, 2024 (the measurement date), the total pension liability was determined by rolling forward the June 30, 2023, total pension liability. The June 30, 2025, total pension liability was based on the following actuarial methods and assumptions:

Actuarial Cost Method	Entry Age Actuarial Cost Method
Actuarial Assumptions:	
Discount Rate	6.90%
Price Inflation Salary Increases	2.30%
Salary Increases	Varies by entry age and service
Mortality Rate Table	Derived using CalPERS' membership data for all funds.
Post Retirement Benefit Increase	The lesser of contract COLA up to 2.30% until Purchasing Power Protection Allowance floor on purchasing power applies, 2.30% thereafter

Long-term Expected Rate of Return

The long-term expected rate of return on pension plan investments was determined using a building-block method in which expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class.

In determining the long-term expected rate of return, CalPERS took into account both short-term and long-term market return expectations. Using historical returns of all of the funds' asset classes, expected compound (geometric) returns were calculated over the next 20 years using a building-block approach. The expected rate of return was then adjusted to account for assumed administrative expenses of 10 Basis points. The expected real rates of return by asset class are as follows:

YUIMA MUNICIPAL WATER DISTRICT
Notes to Financial Statements
June 30, 2025

NOTE 9 – PENSION PLAN (continued)

B. Pension Liabilities, Pension Expenses, and Deferred Outflows/Inflows of Resources Related to Pensions (continued)

Long-term Expected Rate of Return (continued)

The table below reflects long-term expected real rate of return by asset class.

Asset Class ¹	Assumed Asset Allocation	Real Return ^{1,2}
Global Equity - Cap-weighted	30.0%	4.54%
Global Equity - Non-Cap-weighted	12.0%	3.84%
Private Equity	13.0%	7.28%
Treasury	5.0%	0.27%
Mortgage-backed Securities	5.0%	0.50%
Investment Grade Corporates	10.0%	1.56%
High Yield	5.0%	2.27%
Emerging Market Debt	5.0%	2.48%
Private Debt	5.0%	3.57%
Real Estate	15.0%	3.21%
Leverage	-5.0%	-0.59%
	100.0%	

¹ An expected inflation of 2.3% is used for this period.

² Figures are based on the Asset Liability Management study.

Discount Rate

The discount rate used to measure the total pension liability was 6.90%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers will be made at statutorily required rates, actuarially determined. Based on those assumptions, the Plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the Net Pension Liability to Changes in the Discount Rate

The following presents the net pension liability/(asset) of the Plan as of the measurement date, calculated using the discount rate of 6.90%, as well as what the net pension liability would be if it were calculated using a discount rate that is 1 percentage-point lower (5.90%) or 1 percentage-point higher (7.90%) than the current rate:

Plan Type	Plan's Net Pension Liability/(Asset)		
	Discount Rate	Current	Discount Rate
	- 1%	Discount	+ 1%
	5.90%	Rate 6.90%	7.90%
CalPERS – Miscellaneous Plan	\$ 4,407,905	\$ 2,656,001	\$ 1,213,927

YUIMA MUNICIPAL WATER DISTRICT
Notes to Financial Statements
June 30, 2025

NOTE 9 – PENSION PLAN (continued)

B. Pension Liabilities, Pension Expenses, and Deferred Outflows/Inflows of Resources Related to Pensions (continued)

Pension Plan Fiduciary Net Position

Detailed information about the pension plan's fiduciary net position is available in the separately issued CalPERS financial report and can be obtained from CalPERS' website under Forms and Publications.

Sensitivity of the Net Pension Liability to Changes in the Discount Rate

The following presents the net pension liability/(asset) of the Plan as of the measurement date, calculated using the discount rate of 6.90%, as well as what the net pension liability would be if it were calculated using a discount rate that is 1 percentage-point lower (5.90%) or 1 percentage-point higher (7.90%) than the current rate:

Plan Type	Plan's Net Pension Liability/(Asset)		
	Discount Rate - 1% 5.90%	Current Discount Rate 6.90%	Discount Rate + 1% 7.90%
	\$ 4,407,905	\$ 2,656,001	\$ 1,213,927
CalPERS – Miscellaneous Plan			

Pension Plan Fiduciary Net Position

Detailed information about the pension plan's fiduciary net position is available in the separately issued CalPERS financial report and can be obtained from CalPERS' website under Forms and Publications.

C. Payable to the Pension Plans

At June 30, 2025, the District reported no payables for outstanding contributions to the CalPERS pension plan required for the year ended June 30, 2025.

NOTE 10 – NET INVESTMENT IN CAPITAL ASSETS

Net investment in capital assets consisted of the following as of June 30:

Description	June 30, 2025
Net investment in capital assets:	
Capital assets – not being depreciated	\$ 1,368,166
Capital assets, net – being depreciated	15,320,345
Notes payable – current portion	(282,301)
Notes payable – non-current portion	(4,203,163)
Total net investment in capital assets	\$ 12,203,047

YUIMA MUNICIPAL WATER DISTRICT
Notes to Financial Statements
June 30, 2025

NOTE 10 – NET INVESTMENT IN CAPITAL ASSETS (continued)

Restricted for OPEB consisted of the following as of June 30:

Description	June 30, 2025
Restricted for OPEB:	
Net OPEB Asset	\$ 708,507
Less: Deferred Inflows of Resources for OPEB Related Items	-
Total restricted for OPEB	<u>\$ 708,507</u>

In addition to the regulatory restrictions imposed by state law, the Board of Directors by resolution allocated and designated unrestricted net position balances for the following purposes:

Description	June 30, 2025
Designated Net Position:	
Customer rate stabilization	\$ 94,995
Minimum operating reserve	1,583,968
Continuing capital projects	<u>1,770,883</u>
Total designated net position	<u>\$ 3,449,846</u>

NOTE 11 – DEFERRED COMPENSATION SAVINGS PLAN

For the benefit of its employees, the District participates in a 457 Deferred Compensation Program. The plan is under two investment group contracts, Valic and CalPERS, which offer a variety of variable rates. Eligibility to participate is after six months of service. The plan requires a minimum of \$25 per month to be allocated for each option preference. The maximum amount that may be deferred under this plan for the calendar year 2025 was \$23,500 per participant; or up to 25% of gross compensation. The purpose of these Programs is to provide deferred compensation for public employees that elect to participate in the Programs. Generally, eligible employees may defer receipt of a portion of their salary until termination, retirement, death, or unforeseeable emergency. Until the funds are paid or otherwise made available to the employee, the employee is not obligated to report the deferred salary for income tax purposes.

Federal law requires deferred compensation assets to be held in trust for the exclusive benefit of the participants. Accordingly, the District is in compliance with this legislation. Therefore, these assets are not the legal property of the District, and are not subject to claims of the District's general creditors.

The District has implemented GASB Statement No. 32, *Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans*. Since the District has little administrative involvement and does not perform the investing function for this plan, the assets and related liabilities are not shown on the accompanying financial statements.

YUIMA MUNICIPAL WATER DISTRICT
Notes to Financial Statements
June 30, 2025

NOTE 12 – RISK MANAGEMENT POOL

The District is a member of the Association of California Water Agencies Joint Powers Insurance Authority (Insurance Authority). The Insurance Authority is a risk-pooling self-insurance authority, created under provisions of California Government Code Sections 6500 et seq. The purpose of the Insurance Authority is to arrange and administer programs of insurance for the pooling of self-insured losses and to purchase excess insurance coverage. Further information about the Insurance Authority is as follows:

A. Entity	ACWA-JPIA
B. Purpose	To pool member contributions and realize the advantages of self-insurance
C. Participants	As of September 30, 2024 – 401 member districts
D. Governing board	Eight representatives employed by members
E. Condensed financial information	
Audit signed	September 30, 2024 March 27, 2025
Statement of financial position:	Sept 30, 2024
Total assets	\$ 308,144,466
Deferred outflows	3,099,110
Total liabilities	177,706,110
Deferred inflows	4,357,741
Net position	\$ 129,179,725
Statement of revenues, expenses and changes in net position:	
Total revenues	\$ 261,895,930
Total expenses	(253,429,117)
Change in net position	8,466,813
Beginning – net position	120,712,912
Ending – net position	\$ 129,179,725
F. Member agencies share of year-end financial position	Not Calculated

The District participated in the self-insurance programs of the Insurance Authority as follows:

Property Loss - The Insurance Authority has pooled self-insurance up to \$100,000 per occurrence and has purchased excess insurance coverage up to \$500,000,000 (total insurable value of \$48,405,017). The District has a \$2,500 deductible for buildings, personal property and fixed equipment, a \$25,000/\$50,000 deductible for accidental mechanical breakdown, a \$1,000 deductible for mobile equipment, and a \$500 deductible for licensed vehicles.

General Liability - The Insurance Authority has pooled self-insurance up to \$5,000,000 per occurrence and has purchased excess insurance coverage in layers up to of \$60,000,000. This program does not have a deductible.

Auto Liability - The Insurance Authority has pooled self-insurance up to \$5,000,000 per occurrence and has purchased excess insurance coverage in layers up to \$60,000,000. This program does not have a deductible.

Public Officials' Liability - The Insurance Authority has pooled self-insurance up to \$5,000,000 per occurrence and has purchased excess insurance coverage in layers up to \$60,000,000.

Cyber Liability - The Insurance Authority has purchased insurance coverage of \$3,000,000 per occurrence/\$5,000,000 aggregate. This program does not have a deductible.

YUIMA MUNICIPAL WATER DISTRICT
Notes to Financial Statements
June 30, 2025

NOTE 12 – RISK MANAGEMENT POOL (continued)

Crime - The Insurance Authority has pooled self-insurance up to \$100,000 per occurrence. The District has a \$1,000 deductible.

Public Official Bond - The District has purchased a \$200,000 bond to cover the general manager's faithful performance of duty.

Workers' Compensation - The Insurance Authority is self-insured up to \$2,000,000 and excess insurance coverage has been purchased up to the statutory limit for workers' compensation coverage. The Insurance Authority is self-insurance up to \$2,000,000 and has purchased excess insurance coverage of \$2,000,000 for employer's liability coverage.

The District pays annual premiums for these coverages. They are subject to retrospective adjustments based on claims expended. The nature and amount of these adjustments cannot be estimated and are charged to expenses as invoiced. There were no instances in the past three years where a settlement exceeded the District's coverage.

Settled claims have not exceeded any of the coverage amounts in any of the last three fiscal years and there were no reductions in the District's insurance coverage during the years ending June 30, 2025, 2024, and 2023. Liabilities are recorded when it is probable that a loss has been incurred and the amount of the loss can be reasonably estimated net of the respective insurance coverage. Liabilities include an amount for claims that have been incurred but not reported (IBNR). There were no IBNR claims payable as of June 30, 2025, 2024, and 2023.

NOTE 13 – RISK DISCLOSURE: CONCENTRATION OF REVENUE SOURCE (GASB STATEMENT No. 102)

The District is subject to systematic risk due to receiving over 89% of its revenues from water sales and pumping charges. This dependence exposes the District to potential service interruptions or financial impacts in the event of drought conditions, regulatory restrictions, or contamination of the water source. Although the District has contingency plans and infrastructure in place to supplement supply in emergencies, such alternatives may not fully meet demand or could result in significant additional costs.

The District continues to evaluate and implement diversification strategies, including the development of groundwater recharge projects, recycled water programs, and rate structure adjustments to mitigate these concentration risks.

In accordance with GASB Statement No. 102, Risk Disclosures, this note serves to disclose the concentration of revenue and associated risks that could significantly impact the District's financial position and results of operations.

YUIMA MUNICIPAL WATER DISTRICT

Notes to Financial Statements

June 30, 2025

NOTE 14 – COMMITMENTS AND CONTINGENCIES

Excluded Leases – Short-Term Leases and De Minimis Leases

The District does not recognize a lease receivable and a deferred inflow of resources for short-term leases. Short-term leases are certain leases that have a maximum possible term under the lease contract of 12 - months (or less), including any options to extend, regardless of their probability of being exercised.

Also, *de minimis* lessor or lessee leases are certain leases (i.e., room rental, copiers, printers, postage machines) that regardless of their lease contract period are *de minimis* with regards to their aggregate total dollar amount to the financial statements as a whole.

Construction Contracts

The District has a variety of agreements with private parties relating to the installation, improvement or modification of water facilities and distribution systems within its service area. The financing of such construction contracts is being provided primarily from debt proceeds, capital contributions, as well as the District's replacement reserves. As of June 30, 2025, the District estimates it will cost approximately \$40,000 to complete the projects currently in construction-in -process.

Grant Awards

Grant funds received by the District are subject to audit by the grantor agencies. Such audit could lead to requests for reimbursements to the grantor agencies for expenditures disallowed under terms of the grant. Management of the District believes that such disallowances, if any, would not be significant.

Litigation

In the ordinary course of operations, the District is subject to claims and litigation from outside parties. After consultation with legal counsel, the District believes the ultimate outcome of such matters, if any, will not materially affect its financial condition.

NOTE 15 – SUBSEQUENT EVENTS

The District has evaluated subsequent events through December 22, 2025, the date which the financial statements were available to be issued

Required Supplementary Information

YUIMA MUNICIPAL WATER DISTRICT

*Schedule of the District's Proportionate Share of the Net Pension Liability
For the Year Ended June 30, 2025*

Last Ten Fiscal Years

California Public Employees' Retirement System (CalPERS) Miscellaneous Plan

Measurement Date	District's Proportion of the Net Pension Liability	District's Proportionate Share of the Net Pension Liability	District's Covered Payroll	District's Pension Liability as a Percentage of Covered Payroll	Plan's Fiduciary Net Position as a Percentage of the Plan's Total Pension Liability
June 30, 2015	0.07695%	\$ 2,111,093	\$ 1,101,073	191.73%	72.19%
June 30, 2016	0.06785%	2,356,951	937,320	251.46%	70.38%
June 30, 2017	0.06422%	2,531,736	889,697	284.56%	71.66%
June 30, 2018	0.06042%	2,277,111	1,010,367	225.37%	76.68%
June 30, 2019	0.05693%	2,279,573	1,070,567	212.93%	77.77%
June 30, 2020	0.05386%	2,271,670	916,528	247.86%	79.16%
June 30, 2021	0.03642%	691,440	682,029	101.38%	93.89%
June 30, 2022	0.05292%	2,476,537	701,927	352.82%	79.09%
June 30, 2023	0.05397%	2,698,611	752,403	358.67%	78.24%
June 30, 2024	0.05492%	2,656,001	754,388	352.07%	79.54%

Notes to Schedule:

Benefit Changes:

There were no changes in benefits.

Changes in Assumptions:

From fiscal year June 30, 2015 and June 30, 2016:

GASB 68, paragraph 68 states that the long-term expected rate of return should be determined net of pension plan investment expense but without reduction for pension plan administrative expense. The discount rate of 7.50% used for the June 30, 2014, measurement date was net of administrative expenses. The discount rate of 7.65% used for the June 30, 2015, measurement date is without reduction of pension plan administrative expense.

From fiscal year June 30, 2016 to June 30, 2017:

There were no changes in assumptions.

From fiscal year June 30, 2017 to June 30, 2018:

The discount rate was reduced from 7.65% to 7.15%.

From fiscal year June 30, 2018 to June 30, 2022:

There were no significant changes in assumptions.

From fiscal year June 30, 2022 to June 30, 2023:

The discount rate was reduced from 7.15% to 6.90% and the inflation rate from 2.5% to 2.30%.

From fiscal year June 30, 2023 to June 30, 2025:

There were no significant changes in assumptions.

YUIMA MUNICIPAL WATER DISTRICT

*Schedule of the District's Contributions to the Defined Benefit Pension Plan
For the Year Ended June 30, 2025*

Last Ten Fiscal Years

California Public Employees' Retirement System (CalPERS) Miscellaneous Plan

Fiscal Year	Contributions in Relation to the			Contributions as a Percentage of Covered Payroll	
	Actuarially Determined Contribution	Actuarially Determined Contribution	Contribution Deficiency (Excess)	Covered Payroll	
June 30, 2016	\$ 362,982	\$ (362,982)	\$ -	\$ 937,320	38.73%
June 30, 2017	386,160	(386,160)	-	889,697	43.40%
June 30, 2018	386,811	(386,811)	-	1,010,367	38.28%
June 30, 2019	425,145	(425,145)	-	1,070,567	39.71%
June 30, 2020	225,665	(225,665)	-	916,528	24.62%
June 30, 2021	231,490	(531,490)	(300,000)	682,029	33.94%
June 30, 2022	250,560	(250,560)	-	701,927	35.70%
June 30, 2023	281,427	(281,427)	-	752,403	37.40%
June 30, 2024	278,065	(278,065)	-	754,388	36.86%
June 30, 2025	316,670	(316,670)	-	770,183	41.12%

Notes to Schedule:

Fiscal Year	Valuation Date	Actuarial Cost	Asset Valuation	Investment	
		Method	Method	Inflation	Rate of Return
June 30, 2016	June 30, 2014	Entry Age	Fair Value	2.75%	7.65%
June 30, 2017	June 30, 2015	Entry Age	Fair Value	2.75%	7.65%
June 30, 2018	June 30, 2016	Entry Age	Fair Value	2.75%	7.15%
June 30, 2019	June 30, 2017	Entry Age	Fair Value	2.50%	7.15%
June 30, 2020	June 30, 2018	Entry Age	Fair Value	2.50%	7.15%
June 30, 2021	June 30, 2019	Entry Age	Fair Value	2.50%	7.15%
June 30, 2022	June 30, 2020	Entry Age	Fair Value	2.50%	7.15%
June 30, 2023	June 30, 2021	Entry Age	Fair Value	2.30%	6.90%
June 30, 2024	June 30, 2022	Entry Age	Fair Value	2.30%	6.90%
June 30, 2025	June 30, 2022	Entry Age	Fair Value	2.30%	6.90%

Amortization Method

Level percentage of payroll, closed

Salary Increases

Depending on age, service, and type of employment

Investment Rate of Return

Net of pension plan investment expense, including inflation

Retirement Age

50 years (3%@60), 52 years (2%@62)

Mortality

Mortality assumptions are based on mortality rates resulting from the most recent CalPERS Experience Study adopted by the CalPERS Board.

YUIMA MUNICIPAL WATER DISTRICT

Schedule of Changes in the District's Net OPEB Liability and Related Ratios For the Year Ended June 30, 2025

Fiscal Year Ended	Last Ten Fiscal Years*				
	June 30, 2025	June 30, 2024	June 30, 2023	June 30, 2022	June 30, 2021
	June 30, 2024	June 30, 2023	June 30, 2022	June 30, 2021	June 30, 2020
Total OPEB liability:					
Service cost	\$ 23,115	\$ 18,589	\$ 1,515	\$ 2,132	
Interest	44,053	39,106	30,393	49,126	
Changes of assumptions	-	68,763	(44,771)	29,103	
Differences between expected and actual experience	-	5,949	-	(279,532)	
Changes of benefit terms	-	-	149,890	-	
Benefit payments	(39,507)	(45,905)	(52,251)	(54,852)	
Net change in total OPEB liability	27,661	86,502	84,776	(254,023)	
Total OPEB liability - beginning	835,742	749,240	664,464	918,487	
Total OPEB liability - ending	863,403	835,742	749,240	664,464	
Plan fiduciary net position:					
Contributions - employer	-	3,475	52,251	4,666	
Net investment income	94,467	24,203	(184,717)	212,194	
Administrative expense	(484)	(436)	(437)	(551)	
Benefit payments	(39,507)	(45,905)	(52,251)	(54,852)	
Net change in plan fiduciary net position	54,476	(18,663)	(185,154)	161,457	
Plan fiduciary net position - beginning	1,517,434	1,536,097	1,721,251	1,559,794	
Plan fiduciary net position - ending	1,571,910	1,517,434	1,536,097	1,721,251	
District's net OPEB liability	\$ (708,507)	\$ (681,692)	\$ (786,857)	\$ (1,056,787)	
Plan fiduciary net position as a percentage of the total OPEB liability	182.06%	181.57%	205.02%	259.04%	
Covered payroll	181,598	174,844	163,345	161,534	
District's net OPEB liability as a percentage of covered payroll	-390.15%	-389.89%	-481.71%	-654.22%	

Notes to Schedule:

Benefit Changes:

Measurement Date June 30, 2021 – There were no changes in benefits

Measurement Date June 30, 2022 – Benefit changed for the active employee remaining in the plan effective April 2022.

Assumed retirement at age 60.

Measurement Date June 30, 2023 – There were no changes in benefits

Measurement Date June 30, 2024 – There were no changes in benefits

Changes in Assumptions:

Measurement Date June 30, 2021 – The discount rate changed from 5.50% to 4.75%

Measurement Date June 30, 2022 – The discount rate changed from 4.75% to 5.25%

Measurement Date June 30, 2023 – There were no changes in benefits

Measurement Date June 30, 2024 – There were no changes in benefits

* Fiscal year 2018 was the first year of implementation; therefore, only eight years are shown.

YUIMA MUNICIPAL WATER DISTRICT

Schedule of Changes in the District's Net OPEB Liability and Related Ratios For the Year Ended June 30, 2025

	Last Ten Fiscal Years*			
	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018
	June 30, 2020	June 30, 2019	June 30, 2018	June 30, 2017
Total OPEB liability:				
Service cost	\$ 2,078	\$ 1,112	\$ 1,080	\$ 1,049
Interest	50,583	64,980	64,757	64,078
Changes of assumptions	(19,042)	(521)	-	-
Differences between expected and actual experience	-	(259,374)	-	-
Benefit payments	<u>(65,495)</u>	<u>(72,354)</u>	<u>(51,306)</u>	<u>(54,290)</u>
Net change in total OPEB liability	(31,876)	(266,157)	14,531	10,837
Total OPEB liability - beginning	950,363	1,216,520	1,201,989	1,191,152
Total OPEB liability - ending	918,487	950,363	1,216,520	1,201,989
Plan fiduciary net position:				
Contributions - employer	9,339	17,484	146,183	67,384
Net investment income	96,213	103,594	62,540	70,090
Administrative expense	(754)	(315)	(2,439)	(654)
Benefit payments	<u>(65,495)</u>	<u>(72,354)</u>	<u>(51,306)</u>	<u>(54,290)</u>
Net change in plan fiduciary net position	39,303	48,409	154,978	82,530
Plan fiduciary net position - beginning	1,520,491	1,472,082	1,317,104	1,234,574
Plan fiduciary net position - ending	1,559,794	1,520,491	1,472,082	1,317,104
District's net OPEB liability	\$ (641,307)	\$ (570,128)	\$ (255,562)	\$ (115,115)
Plan fiduciary net position as a percentage of the total OPEB liability				
	169.82%	159.99%	121.01%	109.58%
Covered payroll	130,860	348,380	334,712	137,234
District's net OPEB liability as a percentage of covered payroll	-490.07%	-163.65%	-76.35%	-83.88%

Notes to Schedule:

Benefit Changes:

Measurement Date June 30, 2017 – There were no changes in benefits
 Measurement Date June 30, 2018 – There were no changes in benefits
 Measurement Date June 30, 2019 – There were no changes in benefits
 Measurement Date June 30, 2020 – There were no changes in benefits

Changes in Assumptions:

Measurement Date June 30, 2017 – There were no changes in benefits
 Measurement Date June 30, 2018 – There were no changes in benefits
 Measurement Date June 30, 2019 – There were no changes in benefits
 Measurement Date June 30, 2020 – There were no changes in benefits

* Fiscal year 2018 was the first year of implementation; therefore, only eight years are shown.

YUIMA MUNICIPAL WATER DISTRICT

Schedule of Contributions – Other Post-Employment Benefits (OPEB) Plan For the Year Ended June 30, 2025

Last Ten Fiscal Years*

Fiscal Year Ended	June 30, 2025	June 30, 2024	June 30, 2023	June 30, 2022
Actuarially determined contribution	\$ -	\$ -	\$ -	\$ -
Contributions in relation to the actuarially determined contributions	_____ -	_____ -	(45,905)	(52,251)
Contribution deficiency (excess)	\$ -	\$ -	\$ (45,905)	\$ (52,251)
Covered payroll	\$ 194,108	\$ 181,598	\$ 174,844	\$ 163,345
Contributions as a percentage of covered payroll	0.00%	0.00%	26.25%	31.99%

Notes to Schedule:

Valuation Date	June 30, 2023	June 30, 2023	June 30, 2021	June 30, 2021
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Methods and Assumptions Used to Determine Contribution Rates:

Actuarial cost method	Entry age normal	Entry Age	Entry Age	Entry Age
Amortization method	Closed period, level percent of pay	(1)	(1)	(1)
Amortization period	20-years	20-years	20-years	20-years
Asset valuation method	Fair Value	Fair Value	Fair Value	Fair Value
Discount rate	5.25%	5.25%	5.25%	4.75%
Inflation	2.50%	2.50%	2.50%	2.50%
Payroll increases	2.75%	2.75%	2.75%	3.00%
Mortality	(3)	(3)	(2)	(2)
Disability	(3)	(3)	Not Valued	Not Valued
Retirement	(3)	(3)	(4)	(4)
Percent Married	100%	100%	100%	100%
Healthcare trend rates	(5)	(5)	(5)	(5)

(1) Closed period, level percent of pay

(2) CalPERS 2000-2019 Experience Study

(3) CalPERS 2000-2019 Experience Study

(4) 100% at age 60

(5) Non-Medicare - 8.50% for 2025, decreasing to an ultimate rate of 3.45% in 2076;

Medicare - 7.50% for 2025, decreasing to an ultimate rate of 3.45% in 2076;

* Fiscal year 2018 was the first year of implementation; therefore, only eight years are shown.

YUIMA MUNICIPAL WATER DISTRICT

Schedule of Contributions – Other Post-Employment Benefits (OPEB) Plan For the Year Ended June 30, 2025

Last Ten Fiscal Years*

Fiscal Year Ended	<u>June 30, 2021</u>	<u>June 30, 2020</u>	<u>June 30, 2019</u>	<u>June 30, 2018</u>
Actuarially determined contribution	\$ -	\$ -	\$ -	\$ -
Contributions in relation to the actuarially determined contributions	<u>(4,666)</u>	<u>(9,339)</u>	<u>(17,484)</u>	<u>(146,183)</u>
Contribution deficiency (excess)	<u>\$ (4,666)</u>	<u>\$ (9,339)</u>	<u>\$ (17,484)</u>	<u>\$ (146,183)</u>
Covered payroll	<u>\$ 161,534</u>	<u>\$ 130,860</u>	<u>\$ 348,380</u>	<u>\$ 334,712</u>
Contributions as a percentage of covered payroll	2.89%	7.14%	5.02%	43.67%

Notes to Schedule:

Valuation Date	June 30, 2019	June 30, 2019	June 30, 2017	June 30, 2017
Methods and Assumptions Used to Determine Contribution Rates:				
Actuarial cost method	Entry age normal	Entry Age	Entry Age	Entry Age
Amortization method	Closed period, level percent of pay	(1)	(1)	(1)
Amortization period	20-years	20-years	20-years	20-years
Asset valuation method	Fair Value	Fair Value	Fair Value	Fair Value
Discount rate	5.50%	5.50%	5.50%	5.50%
Inflation	2.75%	2.75%	2.75%	2.75%
Payroll increases	3.00%	3.00%	3.00%	3.00%
Mortality	(2)	(2)	(2)	(2)
Disability	Not Valued	Not Valued	Not Valued	Not Valued
Retirement	(4)	(4)	(4)	(4)
Percent Married	100%	100%	100%	100%
Healthcare trend rates	(5)	(5)	(5)	(5)

(1) Closed period, level percent of pay

(2) CalPERS 2000-2019 Experience Study

(3) CalPERS 2000-2019 Experience Study

(4) 100% at age 60

(5) Non-Medicare - 8.50% for 2025, decreasing to an ultimate rate of 3.45% in 2076;

Medicare - 7.50% for 2025, decreasing to an ultimate rate of 3.45% in 2076;

* Fiscal year 2018 was the first year of implementation; therefore, only eight years are shown.

Statistical Section



Annual Comprehensive Financial Report

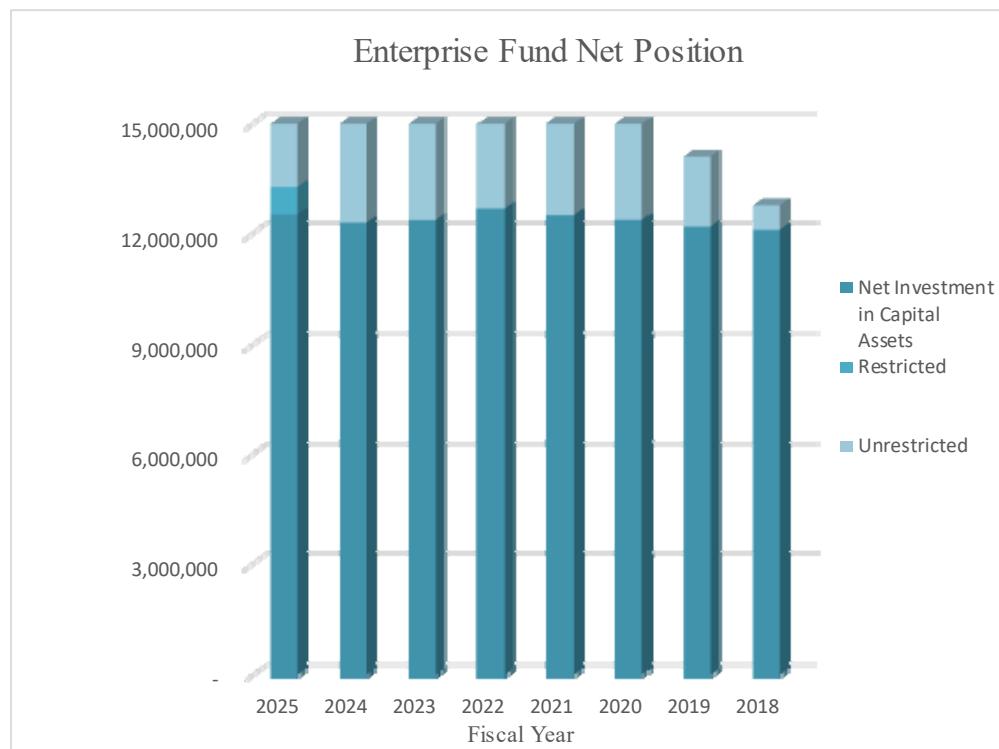
YUIMA MUNICIPAL WATER DISTRICT
Statistical Section
For the Year Ended June 30, 2025

This part of the District's Annual Comprehensive Financial Report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the District's overall financial health.

Contents:	Page
Financial Trends	51-59
These schedules contain trend information to help the reader understand how the District's financial performance and well-being have changed over time.	
Revenue Capacity	60-66
These schedules contain information to help the reader assess the District's most significant own source revenues, water sales.	
Debt Capacity	67-70
These schedules present information to help the reader assess the affordability of the District's current levels of outstanding debt and the District's ability to issue additional debt in the future.	
Demographics and Economic Information	71-74
These schedules offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place.	
Operating Information	75-78
These schedules contain service and infrastructure data to help the reader understand how the information in the District's financial report relates to the services the District provides and the activities it performs.	

Yuima Municipal Water District
Net Position by Component - Enterprise Fund
Last Ten Fiscal Years

Fiscal Year	Net Investment in Capital Assets			Restricted	Unrestricted	Total Net Position
2025	\$ 12,203,047			\$ 708,507	\$ 3,449,846	\$ 16,361,400
2024	12,550,978			681,692	2,489,381	15,722,051
2023	12,523,240			764,472	3,494,346	16,782,058
2022	12,296,940			-	5,889,747	18,186,687
2021	12,372,668			-	5,112,242	17,484,910
2020	12,690,506			-	4,224,815	16,915,321
2019	12,508,865			-	3,657,822	16,166,687
2018	12,376,977			-	3,488,751	15,865,728
2017	12,192,571			-	1,896,073	14,088,644
2016	12,100,947			-	681,845	12,782,792



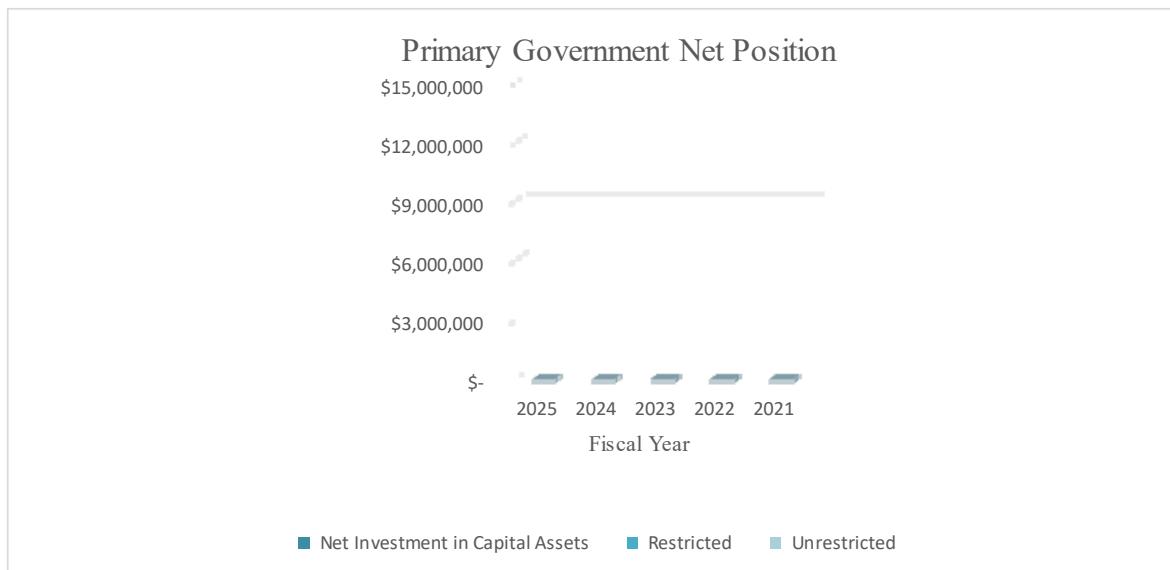
Source: Yuima Municipal Water District

Notes: The District's assets consist primarily of water treatment and distribution facilities.

Yuima Municipal Water District
Net Position by Component - Government-wide Financial Statements
Last Ten Fiscal Years

Page 1 of 2

	Fiscal Year⁽¹⁾				
	2025	2024	2023	2022	2021
Governmental Activities:					
Net Investment in Capital Assets	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted	-	-	-	-	-
Unrestricted	-	-	-	-	-
Total Governmental Activities Net Position	\$ -	\$ -	\$ -	\$ -	\$ -
Business-type Activities					
Net Investment in Capital Assets	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted	-	-	-	-	-
Unrestricted	-	-	-	-	-
Total Business-type Activities Net Position	\$ -	\$ -	\$ -	\$ -	\$ -
Primary Government					
Net Investment in Capital Assets	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted	-	-	-	-	-
Unrestricted	-	-	-	-	-
Total Primary Government Net Position	\$ -	\$ -	\$ -	\$ -	\$ -



Source: Yuima Municipal Water District

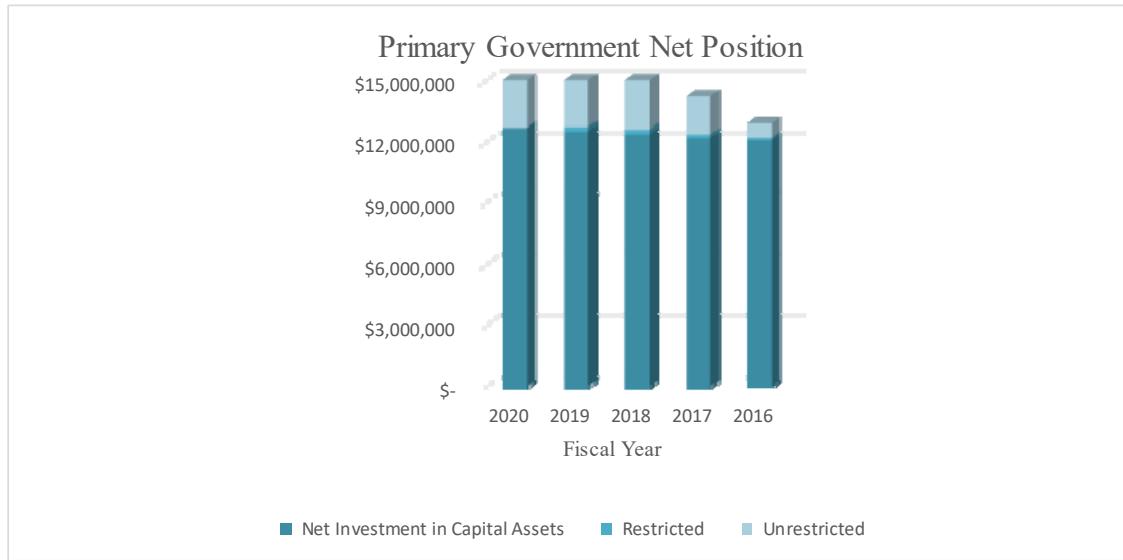
Notes: (1) In fiscal year 2020, the fire services were transferred to the County of San Diego which was the only governmental activities for the District. Starting in fiscal year 2021, no government-wide financial statements are presented since the District has only business-type activities.

(2) The District's assets consist primarily of water treatment and distribution facilities.

Yuima Municipal Water District
NetPosition by Component - Government-wide Financial Statements
Last Ten Fiscal Years

Page 2 of 2

	Fiscal Year⁽¹⁾				
	2020	2019	2018	2017	2016
Governmental Activities:					
Net Investment in Capital Assets	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted	-	223,553	227,290	177,620	120,050
Unrestricted	-	-	-	-	-
Total Governmental Activities Net Position	<u>\$ -</u>	<u>\$ 223,553</u>	<u>\$ 227,290</u>	<u>\$ 177,620</u>	<u>\$ 120,050</u>
Business - type Activities					
Net Investment in Capital Assets	\$ 12,690,506	\$ 12,508,865	\$ 12,376,977	\$ 12,192,571	\$ 12,100,947
Restricted	-	-	-	-	-
Unrestricted	4,224,815	3,657,822	3,488,751	1,896,073	681,845
Total Business-type Activities Net Position	<u>\$ 16,915,321</u>	<u>\$ 16,166,687</u>	<u>\$ 15,865,728</u>	<u>\$ 14,088,644</u>	<u>\$ 12,782,792</u>
Primary government					
Net Investment in Capital Assets	\$ 12,690,506	\$ 12,508,865	\$ 12,376,977	\$ 12,192,571	\$ 12,100,947
Restricted	-	223,553	227,290	177,620	120,050
Unrestricted	4,224,815	3,657,822	3,488,751	1,896,073	681,845
Total Primary Government Net Position	<u>\$ 16,915,321</u>	<u>\$ 16,390,240</u>	<u>\$ 16,093,018</u>	<u>\$ 14,266,264</u>	<u>\$ 12,902,842</u>



Source: Yuima Municipal Water District

Notes: (1) In fiscal year 2020, the fire services were transferred to the County of San Diego which was the only governmental activities for the District. Starting in fiscal year 2021, no government-wide financial statements are presented since the District has only business-type activities.

(2) The District's assets consist primarily of water treatment and distribution facilities.

Yuima Municipal Water District
Changes in Net Position - Enterprise Fund
Last Ten Fiscal Years

Fiscal Year	Operating Revenues	Operating Expenses	Operating Income (Loss)	Total Non-Operating Revenues (Expenses)	Income (Loss) Before Capital Contributions		Capital Contributions	Transfers In	Changes in Net Position
					Operating Revenues	Capital Contributions			
2025	\$ 19,733,428	\$ 20,177,544	\$ (444,116)	\$ 1,048,174	\$ 604,058	\$ 35,291	\$ -	\$ -	\$ 639,349
2024	13,635,609	15,635,192	(1,999,583)	923,702	(1,075,881)	15,874	-	-	(1,060,007)
2023	12,445,900	14,653,726	(2,207,826)	785,836	(1,421,990)	17,361	-	-	(1,404,629)
2022	16,054,868	16,145,397	(90,529)	792,306	701,777	-	-	-	701,777
2021	16,738,755	16,613,210	125,545	444,044	569,589	-	-	-	569,589
2020	14,103,426	14,241,081	(137,655)	839,191	701,536	30,992	16,106	-	748,634
2019	12,821,344	13,450,306	(628,962)	847,677	218,715	82,244	-	-	300,959
2018	16,771,256	16,574,067	197,189	1,285,979	1,483,168	177,837	-	-	1,661,005
2017	11,745,266	11,489,021	256,245	1,049,607	1,305,852	-	-	-	1,305,852
2016	9,670,633	9,845,811	(175,178)	553,649	378,471	-	-	-	378,471

Source: Yuima Municipal Water District

Notes: The District's assets consist primarily of water treatment and distribution facilities.

Yuima Municipal Water District
Changes in Net Position - Government-wide Financial Statements
Last Ten Fiscal Years

Page 1 of 2

	Fiscal Year				
	2025⁽¹⁾	2024⁽¹⁾	2023⁽¹⁾	2022⁽¹⁾	2021⁽¹⁾
Expenses					
Governmental Activities:					
Fire Protection	\$ -	\$ -	\$ -	\$ -	\$ -
Total Governmental Activities Expenses	- -	- -	- -	- -	- -
Business-type activities:					
Water Activities	- -	- -	- -	- -	- -
Interest on Long-term Debt	- -	- -	- -	- -	- -
Total Business-type Activities Expenses	- -	- -	- -	- -	- -
Total Primary Government Expenses	\$ -				
Program Revenues					
Governmental Activities:					
Charges for Services - Fire Protection	\$ -	\$ -	\$ -	\$ -	\$ -
Operating Grants & Contributions - Fire Protection	- -	- -	- -	- -	- -
Capital Grants and Contributions - Fire Protection	- -	- -	- -	- -	- -
Total Governmental Activities Program Revenues	- -	- -	- -	- -	- -
Business-type Activities:					
Charges for Services - Water Activities	- -	- -	- -	- -	- -
Operating Grants & Contributions - Water Activities	- -	- -	- -	- -	- -
Capital Grants & Contributions - Water Activities	- -	- -	- -	- -	- -
Total Business-type Activities Program Revenues	- -	- -	- -	- -	- -
Total Primary Government Program Revenues	\$ -				
Net (Expense)/Revenue					
Governmental Activities					
Net (Expense)/Revenue	\$ -	\$ -	\$ -	\$ -	\$ -
Business-type Activities	- -	- -	- -	- -	- -
Total Primary Government Net (Expense)/Revenue	\$ -				
General Revenues and Other					
Changes in Net Position					
Governmental Activities:					
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Investment Income	- -	- -	- -	- -	- -
Other	- -	- -	- -	- -	- -
Total Governmental Activities	- -	- -	- -	- -	- -
Business-type Activities:					
Property Taxes	- -	- -	- -	- -	- -
Investment Income	- -	- -	- -	- -	- -
Other	- -	- -	- -	- -	- -
Special Item	- -	- -	- -	- -	- -
Total Business-type Activities	- -	- -	- -	- -	- -
Total Primary Government	\$ -				
Change in Net Position					
Governmental Activities					
Change in Net Position	\$ -	\$ -	\$ -	\$ -	\$ -
Business-type Activities	- -	- -	- -	- -	- -
Total Primary Government	\$ -				

Source: Yuima Municipal Water District

Notes: (1) In fiscal year 2020, the fire services were transferred to the County of San Diego which was the only governmental activities for the District. Starting in fiscal year 2021, no government-wide financial statements are presented since the District has only business-type activities.

Yuma Municipal Water District
Changes in Net Position - Government-wide Financial Statements
Last Ten Fiscal Years
Page 2 of 2

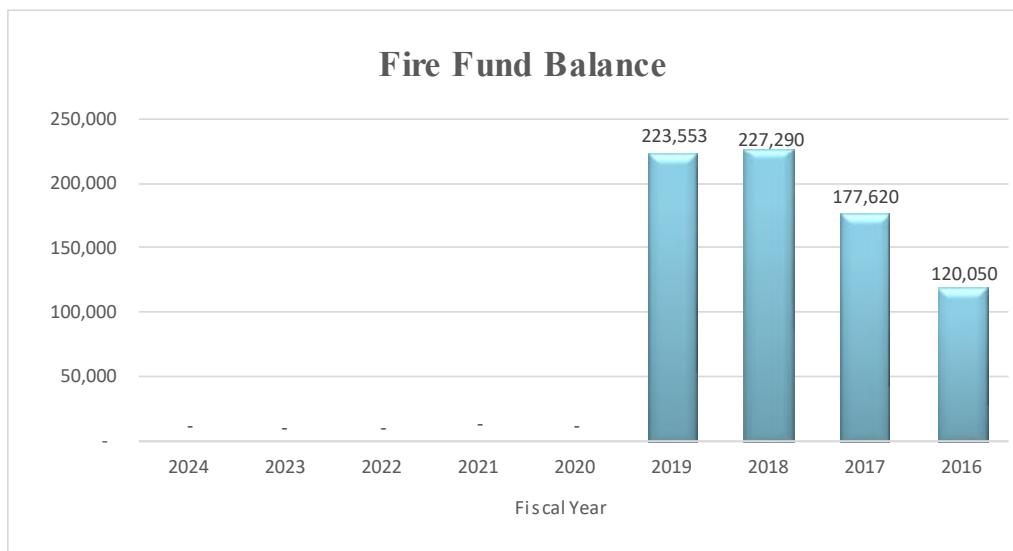
	Fiscal Year				
	2020	2019	2018	2017	2016
Expenses					
Governmental Activities:					
Fire Protection	\$ 229,098	\$ 63,764	\$ 21,057	\$ 288	\$ 117,154
Total Governmental Activities Expenses	<u>229,098</u>	<u>63,764</u>	<u>21,057</u>	<u>288</u>	<u>117,154</u>
Business-type activities:					
Water Activities	14,383,514	13,502,605	16,643,497	11,559,426	9,992,584
Interest on Long-term Debt	-	-	-	-	-
Total Business-type Activities Expenses	<u>14,383,514</u>	<u>13,502,605</u>	<u>16,643,497</u>	<u>11,559,426</u>	<u>9,992,584</u>
Total Primary Government Expenses	<u>\$ 14,612,612</u>	<u>\$ 13,566,369</u>	<u>\$ 16,664,554</u>	<u>\$ 11,559,714</u>	<u>\$ 10,109,738</u>
Program Revenues					
Governmental Activities:					
Charges for Services	\$ 14,490	\$ 53,131	\$ 64,260	\$ 52,512	\$ 59,165
Operating Grants and Contributions	7,142	6,816	6,421	5,316	62,537
Capital Grants and Contributions	-	-	-	-	-
Total Governmental Activities Program Revenues	<u>21,632</u>	<u>59,947</u>	<u>70,681</u>	<u>57,828</u>	<u>121,702</u>
Business-type Activities:					
Charges for Services	14,420,981	13,075,490	17,520,725	12,408,319	9,928,163
Operating Grants and Contributions	-	-	-	-	-
Capital Grants and Contributions	30,992	82,244	177,837	-	-
Total Business-type Activities Program Revenues	<u>14,451,973</u>	<u>13,157,734</u>	<u>17,698,562</u>	<u>12,408,319</u>	<u>9,928,163</u>
Total Primary Government Program Revenues	<u>\$ 14,473,605</u>	<u>\$ 13,217,681</u>	<u>\$ 17,769,243</u>	<u>\$ 12,466,147</u>	<u>\$ 10,049,865</u>
Net (Expense)/Revenue					
Governmental Activities					
\$ (207,466)	\$ (3,817)	\$ 49,624	\$ 57,540	\$ 4,548	
Business-type Activities	68,459	(344,871)	1,055,065	848,893	(64,421)
Total Primary Government Net (Expense)/Revenue	<u>\$ (139,007)</u>	<u>\$ (348,688)</u>	<u>\$ 1,104,689</u>	<u>\$ 906,433</u>	<u>\$ (59,873)</u>
General Revenues and Other Changes in Net Assets					
Governmental Activities:					
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Investment Income	19	80	46	30	19
Other	(16,106)	-	-	-	-
Total Governmental Activities	<u>(16,087)</u>	<u>80</u>	<u>46</u>	<u>30</u>	<u>19</u>
Business-type Activities:					
Property Taxes	460,536	447,498	429,867	416,525	390,735
Investment Income	194,582	140,140	51,431	29,495	22,222
Other	8,951	58,192	124,642	10,939	29,935
Special Item	16,106	-	-	-	-
Total Business-type Activities	<u>680,175</u>	<u>645,830</u>	<u>605,940</u>	<u>456,959</u>	<u>442,892</u>
Total Primary Government	<u>\$ 664,088</u>	<u>\$ 645,910</u>	<u>\$ 605,986</u>	<u>\$ 456,989</u>	<u>\$ 442,911</u>
Change in Net Position					
Governmental Activities					
\$ (223,553)	\$ (3,737)	\$ 49,670	\$ 57,570	\$ 4,567	
Business-type Activities	748,634	300,959	1,661,005	1,305,852	378,471
Total Primary Government	<u>\$ 525,081</u>	<u>\$ 297,222</u>	<u>\$ 1,710,675</u>	<u>\$ 1,363,422</u>	<u>\$ 383,038</u>

Source: Yuma Municipal Water District

Notes: (1) In fiscal year 2020, the fire services were transferred to the County of San Diego which was the only governmental activities for the District. Starting in fiscal year 2021, no government-wide financial statements are presented since the District has only business-type activities.

Yuima Municipal Water District
Fund Balances of Governmental Funds
Last Ten Years

Fiscal Year Ended	GOVERNMENTAL FUNDS			Total Balance	Unassigned Balance	Total	
	General ⁽¹⁾ Fund	Fire ⁽³⁾ Fund	Total			Restricted	Balance
2025	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2024	-	-	-	-	-	-	-
2023	-	-	-	-	-	-	-
2022	-	-	-	-	-	-	-
2021	-	-	-	-	-	-	-
2020	-	-	-	-	-	-	-
2019	-	223,553	223,553	223,553	-	223,553	
2018	-	227,290	227,290	227,290	-	227,290	
2017	-	177,620	177,620	177,620	-	177,620	
2016	-	120,050	120,050	120,050	-	120,050	



Source: Yuima Municipal Water District

Notes: (1) The District does not have a governmental type general fund.

- (2) The Fire Mitigation Fee project consisted of building a Fire Apparatus Bay at the Cal Fire CDF location. The project was completed at a total cost of \$268,000. It was funded as a joint project with Yuima, Pauma, and Mootamai Municipal Water Districts.
- (3) The Fire Protection District (Fire Fund) was consolidated with the County of San Diego's Fire Protection CSA 135, all financial responsibility, net assets and fund balances were transferred to the County in fiscal year 2020.

Yuima Municipal Water District
Changes in Fund Balances of Governmental Fund
Last Ten Fiscal Years

Page 1 of 2

	Fiscal Year				
	2025⁽¹⁾	2024⁽¹⁾	2023⁽¹⁾	2022⁽¹⁾	2021⁽¹⁾
Revenues					
Fire Protection Special Tax	\$ -	\$ -	\$ -	\$ -	\$ 11,730
Mitigation Fees	-	-	-	-	2,760
Contributions	-	-	-	-	-
Investment Earnings	-	-	-	-	19
Miscellaneous (EMS Funds)	-	-	-	-	7,142
Total Revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>21,651</u>
Expenditures					
General and Administrative	-	-	-	-	180,456
Capital Expenditures	-	-	-	-	-
Fire Protection	-	-	-	-	48,642
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>229,098</u>
Net Change in Fund Balances	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (207,447)</u>

Source: ACFR - Statement of Revenues, Expenditures and Changes in Fund Balance - Government Funds

Notes: (1) In the 2019-20 Fiscal Year the Fire District Consolidated with the County of San Diego for fire protection. The Special Fire tax was transferred to the County in addition to the remaining balance of the Fire Fund.

(2) CalFire did not call a "Non-Fire Season" in Fiscal Year 2017-18, therefore no fire contract charges were incurred during this reporting period.

(3) Although Cal Fire called a regular fire season during the 2016-17 Fiscal Year, the State of California chose 10 Cal Fire Stations to fund during the non-fire season. The District's Cal Fire Station was one of the ten chosen. Therefore, no fire contract charges or contributions were incurred during this reporting period.

(4) CalFire called an early fire season in the 2015-16 Fiscal Year. This resulted in a reduced amount for the fire contract charges that were incurred during this reporting period.

Yuima Municipal Water District
Changes in Fund Balances of Governmental Fund
Last Ten Fiscal Years

Page 2 of 2

	Fiscal Year				
	2020	2019	2018	2017	2016
Revenues					
Fire Protection Special Tax	\$ 11,730	\$ 51,306	\$ 52,663	\$ 51,073	\$ 51,564
Mitigation Fees	2,760	1,825	11,597	1,439	7,601
Contributions	-	-	-	-	55,844
Investment Earnings	19	80	46	30	19
Miscellaneous (EMS Funds)	7,142	6,816	6,421	5,316	6,693
Total Revenues	<u>21,651</u>	<u>60,027</u>	<u>70,727</u>	<u>57,858</u>	<u>121,721</u>
Expenditures					
General and Administrative	180,456	706	250	288	4,567
Capital Expenditures	-	-	-	-	-
Fire Protection	48,462	63,058	20,807	-	112,587
Total Expenditures	<u>228,918</u>	<u>63,764</u>	<u>21,057</u>	<u>288</u>	<u>117,154</u>
Net Change in Fund Balances	<u><u>\$ (207,267)</u></u>	<u><u>\$ (3,737)</u></u>	<u><u>\$ 49,670</u></u>	<u><u>\$ 57,570</u></u>	<u><u>\$ 4,567</u></u>

Source: ACFR - Statement of Revenues, Expenditures and Changes in Fund Balance - Government Funds

Notes: The Fire Fund has no related debt, therefore no debt expenditures or ratio is presented.

(5) CalFire did not call a "Non-Fire Season in Fiscal Year 2014-15, therefore no fire contract charges were incurred during this reporting period.

**Yuima Municipal Water District
Operating Revenues by Source
Last Ten Fiscal Years**

Fiscal Year Ended	Water Sales & Pumping Charges	Other Services	Total Operating Revenues	Percent Change
2025	\$ 18,734,604	\$ 998,824	\$ 19,733,428	44.7%
2024	12,744,322	891,287	13,635,609	9.6%
2023	11,575,405	870,495	12,445,900	-22.5%
2022	15,274,237	780,631	16,054,868	-4.1%
2021	15,847,820	890,935	16,738,755	18.7%
2020	13,269,823	833,603	14,103,426	10.0%
2019	11,991,270	830,074	12,821,344	-23.6%
2018	15,918,051	853,205	16,771,256	42.8%
2017	11,025,249	720,017	11,745,266	21.5%
2016	8,981,074	689,559	9,670,633	-11.2%



Source: Yuima Municipal Water District

Notes: (1) Ground Water figures include production in IDA past the master meter and well agreements.

**Yuima Municipal Water District
Commodity Charges and Base Charges
Last Ten Fiscal Years**

Commodity Charges

Fiscal Year Ended	Agricultural Water		Domestic Water		Average Annual Increase	Pumping Charge		Average Annual Increase	
	Yuima	IDA	Yuima	IDA		Yuima	IDA (Range)		
2025 ¹	\$ 1,693	\$ 1,468	\$ 2,006	\$ 1,825	11%	\$ 129	\$ 92	\$ 443	26%
2024	\$ 1,563	\$ 1,240	\$ 1,780	\$ 1,729	7%	\$ 100	\$ 74	\$ 355	-1%
2023	\$ 1,641	\$ 1,112	\$ 1,641	\$ 1,551	5%	\$ 103	\$ 74	\$ 355	0%
2022	\$ 1,420	\$ 1,077	\$ 1,851	\$ 1,380	7%	\$ 103	\$ 74	\$ 355	0%
2021	\$ 1,420	\$ 1,077	\$ 1,851	\$ 1,077	0%	\$ 103	\$ 74	\$ 355	0%
2020	\$ 1,420	\$ 1,077	\$ 1,851	\$ 1,077	2%	\$ 103	\$ 74	\$ 355	0%
2019 ²	\$ 1,388	\$ 1,052	\$ 1,809	\$ 1,052	0%	\$ 103	\$ 74	\$ 355	6%
2018 ^{3,4}	\$ 1,388	\$ 1,052	\$ 1,809	\$ 1,052	3%	\$ 99	\$ 70	\$ 338	1%
2017 ^{3,4}	\$ 1,316	\$ 1,052	\$ 1,715	\$ 1,052	18%	\$ 96	\$ 70	\$ 338	0%
2016	\$ 1,225	\$ 867	\$ 1,401	\$ 867	1%	\$ 96	\$ 70	\$ 338	0%

Base Charges

Fiscal Year Ended	Monthly Meter Charge by Meter Size								Average Annual Increase	
	5/8"	1"	1 1/4" & 1 1/2"	2"	3"	4"	5"	6"		
2025 ¹	\$ 40	\$ 65	\$ 122	\$ 211	\$ 389	\$ 664	\$ 941	\$ 1,216	\$ 2,107	10%
2024	\$ 37	\$ 59	\$ 111	\$ 192	\$ 354	\$ 604	\$ 855	\$ 1,105	\$ 1,915	0%
2023	\$ 37	\$ 59	\$ 111	\$ 192	\$ 354	\$ 604	\$ 855	\$ 1,105	\$ 1,915	0%
2022	\$ 37	\$ 59	\$ 111	\$ 192	\$ 354	\$ 604	\$ 855	\$ 1,105	\$ 1,915	0%
2021	\$ 37	\$ 59	\$ 111	\$ 192	\$ 354	\$ 604	\$ 855	\$ 1,105	\$ 1,915	0%
2020	\$ 37	\$ 59	\$ 111	\$ 192	\$ 354	\$ 604	\$ 855	\$ 1,105	\$ 1,915	0%
2019	\$ 37	\$ 59	\$ 111	\$ 192	\$ 354	\$ 604	\$ 855	\$ 1,105	\$ 1,915	0%
2018 ³	\$ 37	\$ 59	\$ 111	\$ 192	\$ 354	\$ 604	\$ 855	\$ 1,105	\$ 1,915	15%
2017 ⁵	\$ 32	\$ 51	\$ 96	\$ 167	\$ 307	\$ 525	\$ 743	\$ 961	\$ 1,665	-9%
2016	\$ 35	\$ 56	\$ 106	\$ 183	\$ 338	\$ 578	\$ 817	\$ 1,057	\$ 1,831	15%

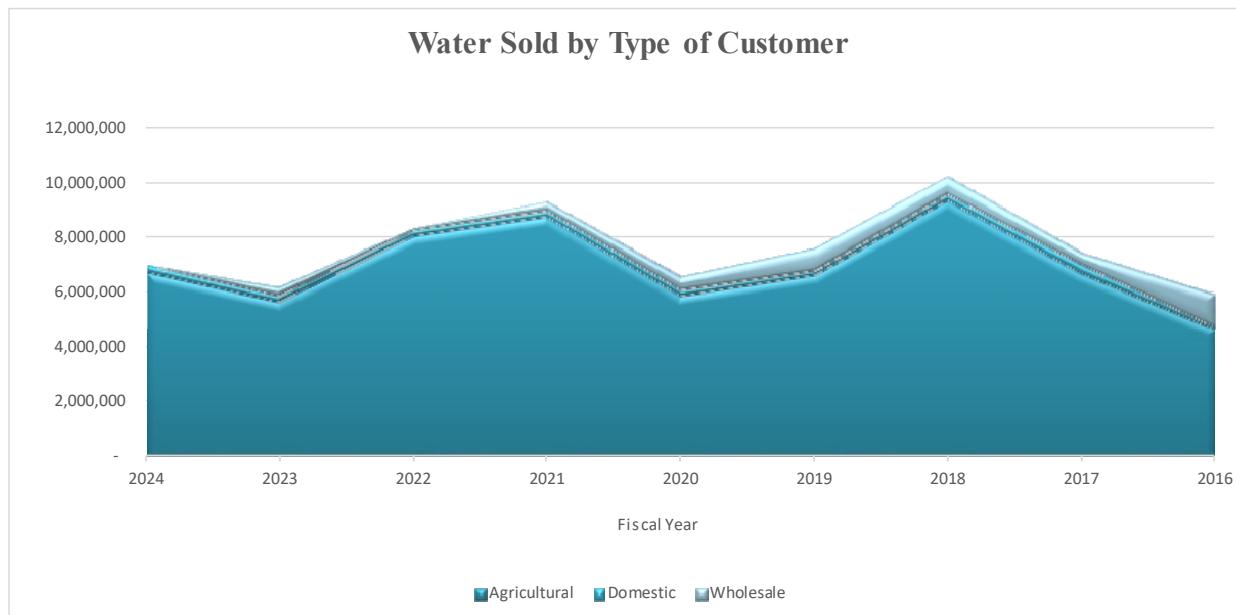
Source: Yuima Municipal Water District

Notes: (1) Effective July 1, 2024, the Board approved a 25% increase to the pump zone charge, a 10% increase in monthly meter fees and and 18.5% increase in the water rate
 (2) Effective July 1, 2018, the Board approved a 5% increase to the pump zone charge
 (3) Effective July 1, 2017, the Board approved an increase between 5.5% and 7.1% to the base water rate and a 15% increase to the monthly meter fee.
 (4) Effective January 1, 2017, the Board approved an increase between .07% and 18% in the base water rate
 (5) Effective July 1, 2016, the Board approved an increase of .02% and .03% increase in the base water rate while increasing the meter charge by 15%.

The District annually performs a water rate study to determine the new water rates for the following fiscal year. The rate calculations begin with a determination of the total amount of revenue required and represent a balance between a fixed charge for each meter and a variable charge for the volume of water used by each customer. The allocation of revenue between base (fixed) charges and commodity (variable) charges is determined by the Board and are based upon the desired percentage of revenue to be derived from fixed and variable sources of income. Typically, 70-75% of revenue is derived from commodity charges and the remainder from the base charges.

Yuima Municipal Water District
Water Sold by Type of Customer
Last Ten Fiscal Years

Fiscal Year Ended	Yuima and IDA Combined								Total Rainfall ⁽³⁾ (inches)	Average District Rate ⁽⁴⁾		
	Agricultural		Domestic		Wholesale Ag/Dom		Total Water Sales ⁽¹⁾⁽²⁾					
	Value	Acre Feet	Value	Acre Feet	Value	Acre Feet	Value	Acre Feet				
2025	\$ 9,858,296	6,660	\$ 312,307	164	\$ 24,111	13	10,194,715	6,837	8.79	\$ 1,491		
2024	6,751,598	5,356	243,375	139	8,412	5	7,003,385	5,500	17.26	1,273		
2023	5,668,355	4,978	209,915	132	341,996	102	6,220,266	5,212	21.24	1,193		
2022	8,049,132	6,990	214,149	152	34,168	19	8,297,449	7,161	10.38	1,159		
2021	8,775,608	7,485	216,449	161	333,918	234	9,325,974	7,880	5.71	1,183		
2020	5,879,057	6,272	213,780	150	460,226	305	6,553,063	6,727	19.32	974		
2019	6,620,209	5,656	167,250	123	827,956	562	7,615,415	6,341	19.76	1,201		
2018	9,361,474	7,256	219,987	166	671,274	1,398	10,252,735	8,819	7.06	1,163		
2017	6,700,996	5,370	337,513	184	415,410	824	7,453,919	6,379	22.04	1,169		
2016	4,637,000	5,079	102,646	107	1,196,111	701	5,935,757	5,888	15.00	1,008		



Source: Yuima Municipal Water District

Notes: (1) Yuima's primary and only significant revenue source is retail water sales. The proportion of customer type that makes up the revenue base has remained relatively unchanged for the time frame presented. Agricultural and Wholesale water customers make up the largest section of the revenue base. Consequently, demand peaks sharply during dry years when irrigation requirements are greatest and drops during wet years. As a result in fiscal years of higher rainfall a corresponding dip in Total Acre Feet Sold can be seen.

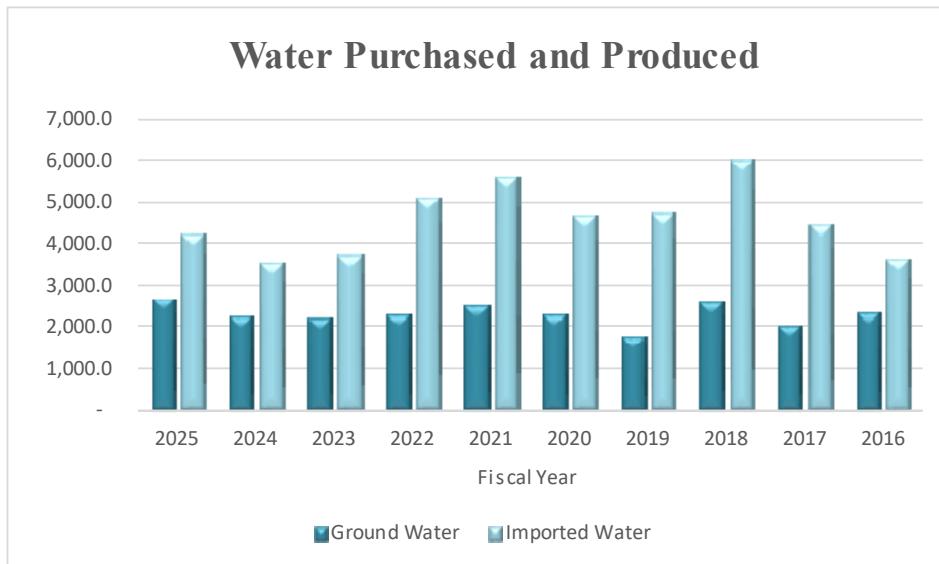
(2) Although revenue by customer type is not presented separately on the face of the financial statements, these revenues are recorded separately in the District's general ledger for tracking purposes.

(3) Rainfall is measured by a rain gauge located at the Yuima Municipal Water District's office that was installed and is maintained by the San Diego County Flood Control District.

(4) Calculated average rates. See page 65 for actual rates.

**Yuima Municipal Water District
Water Purchased and Produced
Last Ten Fiscal Years**

Fiscal Year Ended	Yuima & IDA Combined (Acre Feet)			Percent Ground Water	Percent Imported Water
	Ground Water ⁽¹⁾	Imported Water	Total Water Produced		
2025	2,705.4	4,265.6	6,971.0	39%	61%
2024	2,264.0	3,536.7	5,800.7	39%	61%
2023	2,212.0	3,742.7	5,954.7	37%	63%
2022	2,287.7	5,151.2	7,438.9	31%	69%
2021	2,508.5	5,610.9	8,119.4	31%	69%
2020	2,311.4	4,684.7	6,996.1	33%	67%
2019	1,751.9	4,756.2	6,508.1	27%	73%
2018	2,601.5	6,053.5	8,655.0	30%	70%
2017	2,058.1	4,470.6	6,528.7	32%	68%
2016	2,334.3	3,621.1	5,955.4	39%	61%



Source: Yuima Municipal Water District

Notes: (1) Ground Water figures include production in IDA past the master meter and well agreements.

**Yuima Municipal Water District
Principal Water Consumers
For the Fiscal Years 2025 and 2016**

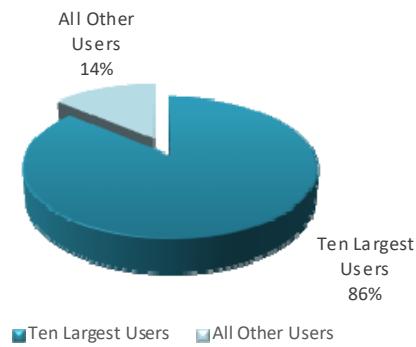
**Yuima & IDA Customer Accounts
FISCAL YEAR ENDED 2025**

Customer Name⁽¹⁾	Usage in Acre Feet	Percent of Water Sold
Pauma Mtn. Ranch/Pauma Ranches	2,577	37.69%
T-Y Nursery	1,162	16.99%
Jackson Ranch	613	8.96%
Al Serrato	551	8.07%
Rancho Eugenio	273	3.99%
Valencia Groves	224	3.28%
House	186	2.71%
Brothers Nursery	124	1.81%
Cinquini	97	1.42%
Metta Forest	95	1.38%
Total Top Ten Consumers	5,900	86.30%
Other Consumers	936	13.70%
Total Water Billed	6,836	100.00%

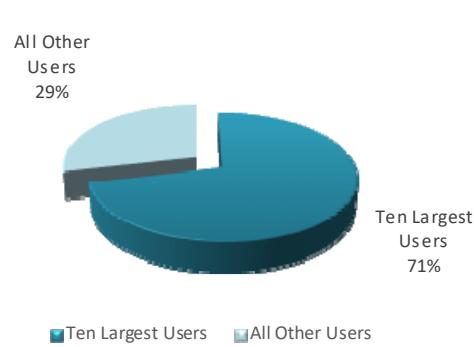
**Yuima & IDA Customer Accounts
FISCAL YEAR ENDED 2016**

Customer Name⁽¹⁾	Usage in Acre Feet	Percent of Water Sold
Pauma Mtn. Ranch/Pauma Ranches	1,681	28.55%
Rancho Eugenio	423	7.18%
T-Y Nursery	476	8.08%
Val Vista	370	6.28%
Rancho Pauma	330	5.60%
Burge	238	4.04%
Pauma Ridge	233	3.96%
Humason	163	2.77%
PKB Farms	152	2.58%
House	133	2.26%
Total Top Ten Consumers	4,199	71.31%
Other Consumers	1,689	28.69%
Total Water Billed	5,888	100.00%

Fiscal Year 2024-25



Fiscal Year 2015-16



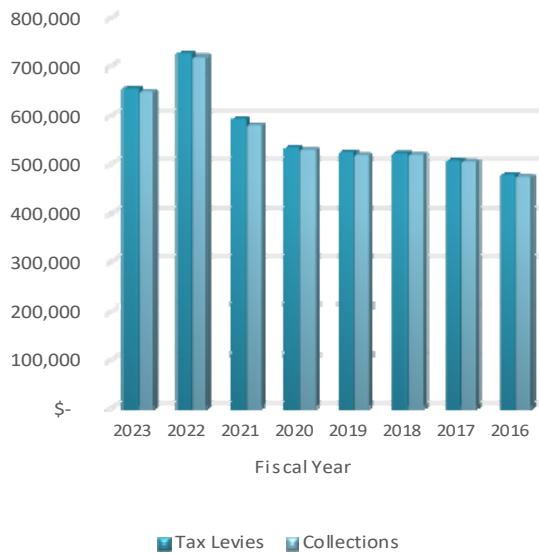
Source: Yuima Municipal Water District

Notes: (1) The District's service area has been established for many years, and with a relatively stable local economy has seen few changes to the customer base. This stability is reflected in the similarities between the current list of the largest water customers and the list from ten years ago.

**Yuima Municipal Water District
Property Tax and Assessment Levies
Last Ten Years**

Yuima & IDA Combined									
Fiscal Year Ended	CURRENT YEAR LEVY			Total Levy	Total Collections Thru 6/30		Net Uncollected at 6/30	Percent Uncollected at 6/30	
	Property Taxes⁽¹⁾	Special Assessments⁽²⁾	 		Thru 6/30	at 6/30		at 6/30	
2025	\$ 595,386	\$ 91,839		\$ 687,225	\$ 677,798	\$ 9,427		1.39%	
2024	577,342	93,030		670,372	664,736	5,636		0.85%	
2023	542,562	112,157		654,719	648,563	6,155		0.95%	
2022	520,267	204,395		724,662	719,075	5,587		0.78%	
2021	494,136	98,070		592,206	578,586	13,620		2.35%	
2020	458,615	74,163		532,778	527,620	5,158		0.98%	
2019	446,790	76,447		523,237	516,716	6,520		1.26%	
2018	441,678	78,755		520,433	517,635	2,798		0.54%	
2017	427,851	77,471		505,322	503,593	1,729		0.34%	
2016	402,372	73,786		476,158	471,898	4,260		0.90%	

Property Tax Levies and Collections



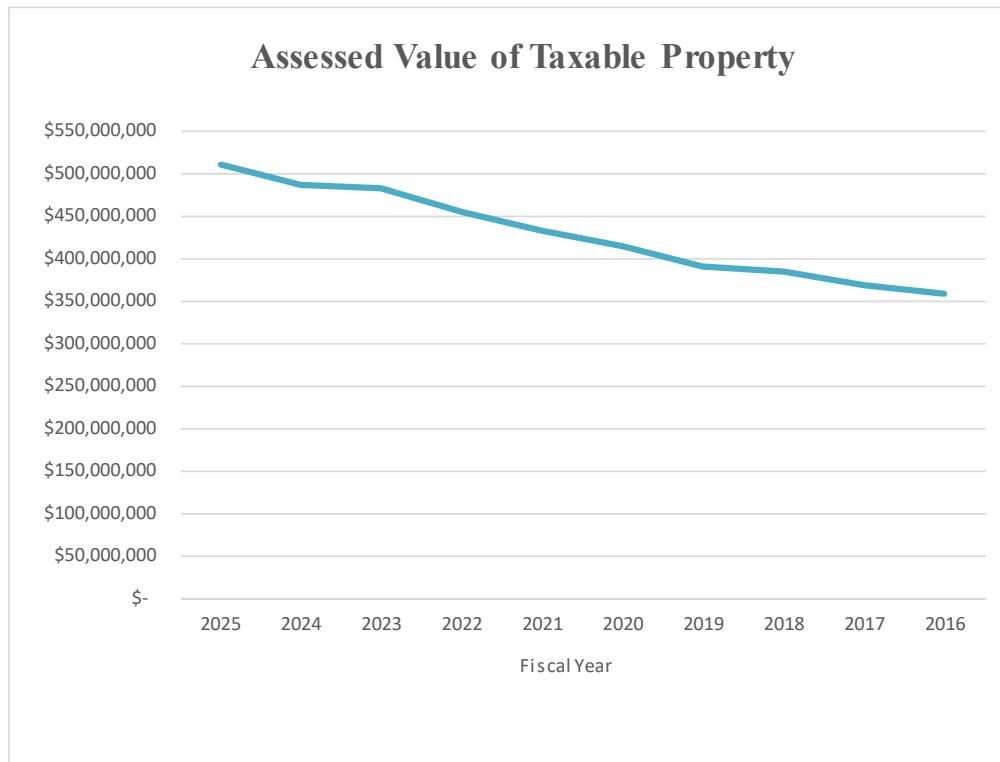
Source: Yuima Municipal Water District and the Office of the Auditor Controller, County of San Diego

Notes: (1) Property taxes represent a portion of the county 1% general tax rate.

(2) Special Assessments represent \$10 per acre water availability charge assessed on all taxable acreage in the District not otherwise deferred.

**Yuima Municipal Water District
Assessed Value of Taxable Property
Last Ten Years**

Yuima & IDA Combined						
Fiscal Year Ended	SECURED			Total Assessed		
	Real Property	Personal Property	Exemptions	Secured Value	Tax Rate⁽¹⁾	
2025	\$ 520,414,624	\$ -	\$ (9,707,419)	\$ 510,707,205	-	
2024	496,229,019	-	(9,522,379)	486,706,640	-	
2023	491,130,160	-	(9,401,610)	481,728,550	-	
2022	464,112,157	-	(9,437,305)	454,674,852	-	
2021	441,500,741	-	(9,652,581)	431,848,160	-	
2020	422,514,046	-	(8,417,486)	414,096,560	-	
2019	396,415,578	-	(6,880,024)	389,535,554	-	
2018	391,453,828	-	(6,997,093)	384,456,735	-	
2017	373,794,032	-	(6,722,617)	367,071,415	-	
2016	363,633,935	-	(6,392,428)	357,241,507	-	

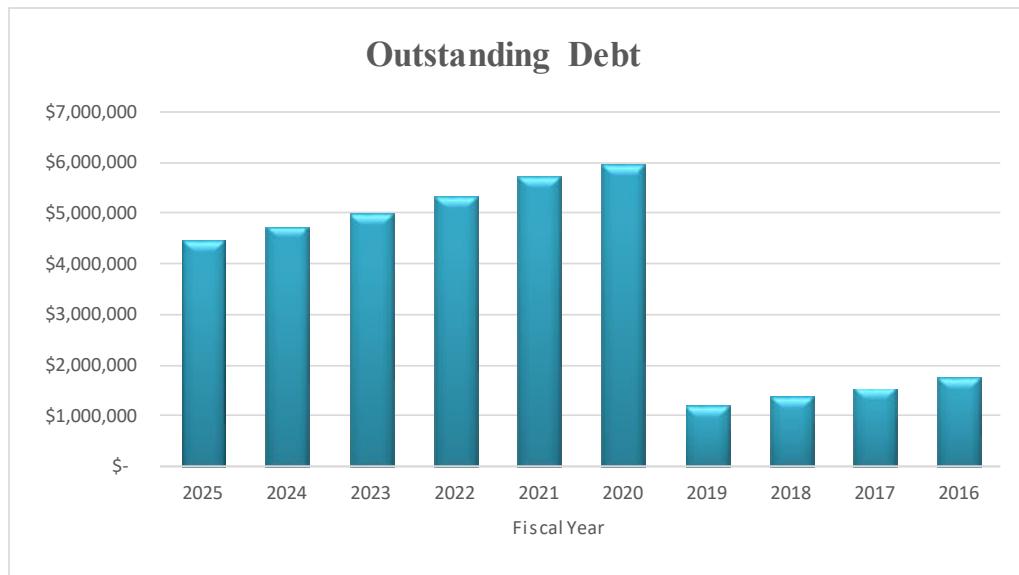


Source: Yuima Municipal Water District and the Office of the Auditor Controller, County of San Diego

Notes: (1) The District does not assess a tax rate. However, the District receives its proportionate share of property taxes levied by the County of San Diego in accordance with Proposition 13.

Yuima Municipal Water District
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years

Fiscal Year Ended	General					Percentage					
	Obligation Bonds ⁽¹⁾	Revenue Bonds ⁽²⁾	Term Loans	Total	Number of Meters ⁽³⁾	Debt per Meter	of Personal Income ⁽⁴⁾	of Personal Population ⁽⁵⁾	Debt per Capita		
2025	\$ -	\$ -	\$ 4,485,464	\$ 4,485,464	353	\$ 12,707	2%	2,660	1,686		
2024	-	-	4,751,130	4,751,130	349	13,614	3%	2,660	1,786		
2023	-	-	5,020,217	5,020,217	346	14,509	2%	2,660	1,887		
2022	-	-	5,341,540	5,341,540	346	15,438	3%	2,660	2,008		
2021	-	-	5,722,662	5,722,662	346	16,539	3%	2,660	2,151		
2020	-	-	5,984,115	5,984,115	346	17,295	3%	1,336	4,479		
2019	-	-	1,208,032	1,208,032	341	3,543	1%	1,336	904		
2018	-	-	1,379,800	1,379,800	330	4,181	1%	1,336	1,033		
2017	-	-	1,547,945	1,547,945	333	4,648	1%	1,336	1,159		
2016	-	-	1,788,086	1,788,086	334	5,354	1%	1,336	1,338		



Source: Yuima Municipal Water District

Notes: (1) The District has not issued any General Obligation Bonds to date.

(2) The District has not issued any Revenue Bonds to date.

(3) Yuima Meters = 119; IDA Meters = 234

(4) See San Diego County Demographic and Economic Statistics Schedule. Personal Income for San Diego County was used since information for the District is unavailable.

(5) Population data provided by the 2020 U.S. Census Bureau.

Yuima Municipal Water District
Revenue Debt Coverage
Last Ten Fiscal Years

Page 1 of 2

Yuima & IDA Combined

Fiscal Year Ended	Operating Revenues	Nonoperating Revenues	Gross Revenues⁽¹⁾	Less: Operating Expenses⁽²⁾	Net Revenue Available for Debt Service
2025	\$ 19,733,428	\$ 1,118,629	\$ 20,852,057	\$ 19,490,959	\$ 1,361,098
2024	13,635,609	1,096,017	14,731,626	14,920,598	(188,972)
2023	12,445,900	948,396	13,394,296	13,987,450	(593,154)
2022	16,054,868	959,046	17,013,914	15,486,296	1,527,618
2021	16,738,755	1,018,915	17,757,670	15,960,805	1,796,865
2020	14,103,426	957,197	15,060,623	13,686,321	1,374,302
2019	12,821,344	899,976	13,721,320	12,899,095	822,225
2018	16,771,256	1,355,409	18,126,665	16,024,877	2,101,788
2017	11,745,266	1,120,009	12,865,275	10,942,559	1,922,716
2016	9,670,633	700,422	10,371,055	9,288,141	1,082,914
2015	10,885,303	864,887	11,750,190	10,959,302	790,888

Source: Yuima Municipal Water District

Notes: (1) Computation excludes fire fund revenues.

(2) The transactions to record depreciation expense are not included in Total Expenses.

(3) Includes Municipal Finance Corporation Loans. See Note 6 to the financial statements.

(4) Principal & Interest figures in 2014 are shown net of refinance.

(5) 2014 Principal & Interest correction

Yuima Municipal Water District
Revenue Debt Coverage
Last Ten Fiscal Years

Page 2 of 2

Yuima & IDA Combined					
DEBT SERVICE REQUIREMENTS			Coverage Factor	Pledged Revenue	
Principal	Interest	Total⁽⁴⁾		Debt Limit	
\$ 265,666	\$ 129,020	\$ 394,686	345%	115%	
269,087	136,584	405,671	-47%	115%	
321,323	144,739	466,062	-127%	115%	
381,122	155,265	536,386	285%	115%	
261,453	163,990	425,443	422%	115%	
156,917	60,279	217,196	633%	115%	
152,510	39,933	192,443	427%	115%	
148,230	44,213	192,443	1092%	115%	
220,226	49,266	269,492	713%	115%	
289,697	56,843	346,541	312%	115%	
282,317	64,224	346,540	228%	115%	

Source: Yuima Municipal Water District

Notes: (1) Computation excludes fire fund revenues.

(2) The transactions to record depreciation expense are not included in Total Expenses.

(3) Includes Municipal Finance Corporation Loans. See Note 6 to the financial statements.

(4) Principal & Interest figures in 2014 are shown net of refinance.

(5) 2014 Principal & Interest correction.

Yuima Municipal Water District
Computation of Direct and Overlapping Debt
June 30, 2025

2024-25 Assessed Valuation: \$ 515,018,026

DIRECT AND OVERLAPPING TAX AND ASSESSMENT DEBT:	Total Debt 6/30/2025	% Applicable ⁽¹⁾	District's Share of 6/30/2025
Metropolitan Water District	17,155,000	0.013%	\$ 2,230
Palomar Community College District	611,941,649	0.302%	\$ 1,848,064
Palomar Pomerado Hospital District	381,893,263	0.442%	\$ 1,687,968
Yuima Municipal Water District	0	100.00%	0
TOTAL DIRECT AND OVERLAPPING TAX AND ASSESSMENT DEBT			\$ 3,538,261
OVERLAPPING GENERAL FUND DEBT			
San Diego County General Fund Obligations	351,065,000	0.069%	\$ 242,235
San Diego County Pension Obligations	140,370,000	0.069%	\$ 96,855
San Diego County Superintendent of Schools Certificates of Participation	5,125,000	0.069%	\$ 3,536
Palomar Community College District General Fund Obligation	1,030,000	0.302%	\$ 3,111
TOTAL OVERLAPPING GENERAL FUND DEBT			\$ 345,737
Yuima Municipal Water District Notes Payable	4,485,464	100.00%	\$ 4,485,464
TOTAL DIRECT DEBT			\$ 4,485,464
TOTAL DIRECT AND OVERLAPPING GENERAL FUND DEBT			\$ 4,831,201
Less: Yuima Municipal Water District Notes Payable (100% self-supporting)			\$ (4,485,464)
TOTAL NET DIRECT AND OVERLAPPING GENERAL FUND DEBT			\$ 345,737
COMBINED TOTAL DEBT			\$ 3,883,998 ⁽²⁾

(1) The percentage of overlapping debt applicable to the district is estimated using taxable assessed property value. Applicable percentages were estimated by determining the portion of the overlapping district's assessed property value that is within the boundaries of the district divided by the overlapping district's total taxable assessed value.

(2) Excludes tax and revenue anticipation notes, enterprise revenue, mortgage revenue and non-bonded lease obligations.

Ratios to Assessed Valuation:

Direct Debt	0.00%
Total Direct and Overlapping Tax and Assessment Debt	0.69%
Combined Total Debt	0.75%

Source: California Municipal Statistics, Inc.

Yuma Municipal Water District
San Diego County Demographic and Economic Statistics ⁽¹⁾
Last Ten Fiscal Years

Year	Population	Personal Income	Per Capita Personal Income	School Enrollment	Unemployment Rate
		(in thousands)	(in dollars)		
2025 ⁽²⁾	N/A	N/A	N/A	N/A	4.3%
2024	3,291,101	242,163,000	73,581	478,175	4.5%
2023	3,269,755	237,505,000	72,637	476,760	4.0%
2022	3,270,767	167,801,000	51,045	481,102	3.2%
2021	3,315,404	164,786,000	49,703	490,068	7.0%
2020	3,343,355	173,279,000	51,828	502,785	13.8%
2019	3,351,786	191,558,000	57,151	506,260	3.3%
2018	3,337,456	194,633,000	58,318	508,169	3.7%
2017	3,316,192	192,107,000	57,930	505,310	4.3%
2016	3,288,612	186,900,000	56,832	504,561	5.0%

Source: County of San Diego, Annual Comprehensive Financial Report for the Year Ended June 30, 2024

Notes: (1) San Diego County, while not an exact representation of the District, is used to obtain the Demographic and Economic data shown above. There is no exact data available for the Pauma Valley area.

(2) Data for Fiscal Year 2025 not available at time of publication.

Yuima Municipal Water District
San Diego County Employment by Industry⁽¹⁾
Fiscal Year 2025 and 2016

	2025		2016	
	Employment		Employment	
	at June 2025	% of Total Employment	at June 2016	% of Total Employment
Agriculture	9,400	1%	9,500	1%
Natural Resources & Mining	91,600	5%	400	0%
Construction	91,000	5%	71,800	5%
Manufacturing	109,300	7%	106,500	7%
Wholesale Trade	42,700	3%	45,700	3%
Retail Trade	135,900	8%	145,900	10%
Warehousing & Utilities	41,300	2%	28,300	2%
Information	20,300	1%	23,900	2%
Finance Activities	69,600	4%	73,500	5%
Professional & Business Services	262,200	16%	237,000	16%
Educational & Health Services	268,000	16%	198,800	14%
Leisure & Hospitality	207,800	12%	195,700	14%
Repair, Religious, Professional	58,500	3%	55,200	4%
Federal Government	46,300	3%	46,700	3%
State Government	66,500	4%	48,300	3%
Local Government	153,400	9%	151,800	11%
Total, All Industries	1,673,800	100%	1,439,000	100%
Civilian Employment	1,590,900	95.1%	1,499,800	94.9%
Civilian Unemployment	81,800	4.9%	80,400	5.1%
Total Civilian Labor Force	1,672,700	100%	1,580,200	100%
Civilian Unemployment Rate		4.9%		5.1%

Source: California Employment Development Department

Notes: (1) San Diego County, while not an exact representation of the District, is used to obtain the employment profile data shown above. There is no exact data available for the Pauma Valley area.

Yuima Municipal Water District
San Diego County Principal Employers⁽¹⁾
Current Year and Nine Years Ago

	2024 ⁽²⁾			2015		
	Employees	Rank	Percentage of	Employees	Rank	Percentage of Total
			Total County Employment			County Employment
University of California - San Diego	35,802	1	2.37%	29,287	1	1.97%
Sharp Healthcare	19,468	2	1.29%	16,896	3	1.14%
County of San Diego	17,954	3	1.19%	17,044	2	1.15%
City of San Diego	11,820	4	0.78%	N/A	N/A	N/A
General Atomics	6,745	5	0.45%	5,088	10	0.34%
San Diego State University	6,454	6	0.43%	N/A	N/A	N/A
Rady Children's Hospital - San Diego	5,711	7	0.38%	5,122	9	0.34%
San Diego Community College District	5,400	8	0.36%	N/A	N/A	N/A
Sempra Energy	5,063	9	0.34%	N/A	N/A	N/A
YMCA of San Diego County	5,057	10	0.33%	5,487	8	0.37%
Total	<u><u>119,474</u></u>		<u><u>7.92%</u></u>	<u><u>78,924</u></u>		<u><u>5.31%</u></u>

Source: County of San Diego, Annual Comprehensive Financial Report

Notes: (1) San Diego County, while not an exact representation of the District, is used to obtain the employment profile data shown above. There is no exact data available for the Pauma Valley area. However, the casinos, container nurseries, and schools are the largest employers in our area.

(2) Data for fiscal year 2025 not available at time of publication

Yuima Municipal Water District
District Employees and Operational Information⁽¹⁾
Last Ten Fiscal Years

Full-time Equivalent District Employees

Fiscal					Average	
Year	Ended	Management	Field Operations	Administrative Services	Total Employees ^(1,2)	Years of Service
2025	3	4	1		8	4.11
2024	2	5	1		8	9.44
2023	3	4	1		8	13.75
2022	3	4	1.8		8.8	11.90
2021	1	4	2.8		7.8	12.25
2020	1	5	3.8		9.8	9.40
2019	2	5	3.8		10.8	10.00
2018	2	5	5		12	9.20
2017	2	5	3		10	10.10
2016	1	4	3		8	14.80

Operational Information

Water System - Yuima & IDA Combined

Service Area	13,491 acres
Miles of Water Main	44.12 miles
Number of Ag Only Open Reservoirs	2
Number of Treated Water Tanks ⁽⁵⁾	20
Total Treated Storage Capacity	58.3 ac.ft.
Number of Booster Pump Stations	10
Booster Station Total Connected Horsepower	5625
Number of Producing Wells	24
Daily Production Peak ⁽³⁾	9.36 mgd
Average Daily Production ⁽⁴⁾	5.35 mgd
Number of Service Connections	353

Source: Yuima Municipal Water District

Notes: (1) Yuima is an established water district which is reflected in the relatively small changes in employees over this ten year period.

(2) The employee count represents the number of full-time employees in each department.

(3) Daily production peak is based on imported and local water supplies for the fiscal year.

(4) Average daily production is based on imported and local water supplies for the fiscal year.

(5) In 2024 Yuima began leasing a well that has 10-1,000 gallon tanks connected to it.

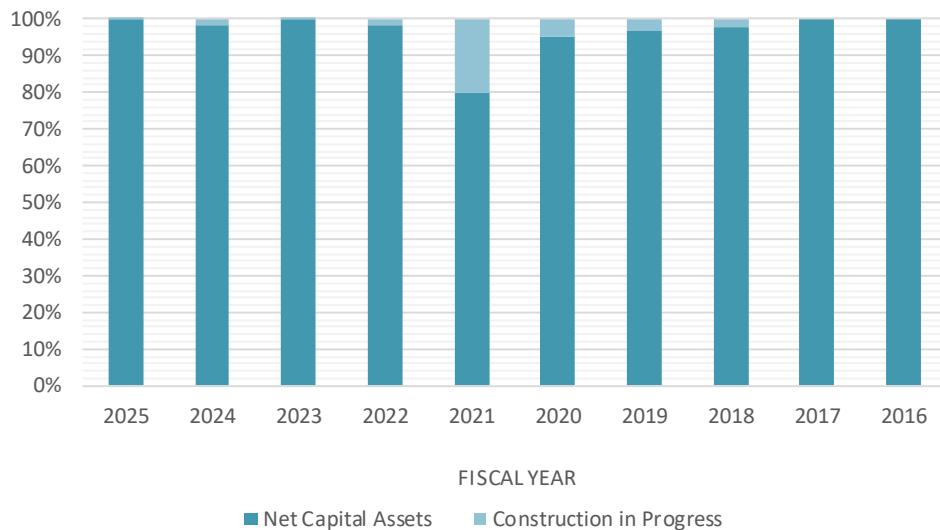
Yuima Municipal Water District
Capital Assets
Last Ten Years

Page 1 of 2

Yuima & IDA Combined

Fiscal						Water	
Year	Annexation			Source	Pumping	Treatment	
Ended	Fees	Land	of Supply	Plant	Plant	Plant	
2025	\$ 944,872	\$ 356,585	\$ 8,846,123	\$ 9,277,233	\$ 208,498		
2024	944,872	356,585	8,846,123	9,268,003	199,226		
2023	944,872	356,585	8,846,123	9,274,073	199,226		
2022	944,872	356,585	8,846,123	9,250,260	199,266		
2021	944,872	356,585	8,846,123	9,228,868	199,226		
2020	944,872	356,585	9,032,537	3,837,537	199,226		
2019	944,872	356,585	9,032,537	3,655,939	199,226		
2018	944,872	356,585	9,032,538	3,587,888	199,226		
2017	944,872	356,585	9,025,684	3,535,095	199,226		
2016	944,872	356,585	9,025,684	3,557,628	199,226		

Capital Assets



Source: Yuima Municipal Water District

Yuima Municipal Water District
Capital Assets
Last Ten Years

Page 2 of 2

Yuima & IDA Combined

Fiscal						
Year Ended	Transmission & Distribution	General Plant	Accumulated Depreciation	Net Capital Assets	Construction in Progress	
2025	\$ 9,554,152	\$ 2,614,826	\$ (15,180,487)	\$ 16,621,801	\$ 66,710	
2024	9,554,152	2,576,776	(14,493,902)	17,251,835	50,274	
2023	8,919,274	2,575,412	(13,834,699)	17,280,866	262,591	
2022	8,919,274	2,327,678	(13,237,648)	17,606,409	38,711	
2021	8,591,483	2,224,830	(12,595,496)	17,796,491	325,354	
2020	8,301,388	2,205,997	(12,069,017)	12,809,126	4,489,890	
2019	8,280,751	2,136,464	(11,528,429)	13,077,946	638,952	
2018	8,280,751	1,872,508	(10,984,263)	13,290,105	466,672	
2017	8,021,053	1,837,999	(10,447,831)	13,472,683	267,833	
2016	8,021,053	1,709,626	(9,925,642)	13,889,032	-	

**Yuima Municipal Water District
Operating & Capital Indicators
Last Ten Fiscal Years**

Page 1 of 2

	Fiscal Year				
	2025	2024	2023	2022	2021
Service Area	13,491	13,491	13,491	13,460	13,460
Total Rainfall (inches)	8.79	17.26	21.24	10.38	5.71
Miles of Water Main (6"+)	44.12	44.12	44.12	44.12	44.12
Number of Treated Water Tanks	20	20	10	10	10
Capacity of Water Tanks (acre feet)	58.3	58.3	58.0	58.0	58.0
Number of Open Reservoirs	-	-	-	-	-
Capacity of Open Reservoirs (acre feet)	-	-	-	-	-
Number of Ag Only Open Reservoirs	2	2	2	2	2
Capacity of Ag Only Open Reservoirs (acre feet)	11.7	11.7	11.7	11.7	11.7
Number of Producing Wells	24	24	23	-	23
Maximum gallons per minute Flows (1)	3,401	3,401	2,901	2,901	2,901
Number of Pump Stations	10	10	9	9	9
Pump Capacity (horsepower)	5,625	5,625	5,500	5,500	5,500
Number of Service Connections (2)	353	349	347	346	346
Production Peak (mgd) (3)(4)	9.36	9.11	8.87	8.58	11.87
Average Annual Production (mgd)	5.35	5.18	4.20	5.87	2.60
Number of Mainline Repairs	4	4	4	3	1

Source: Yuima Municipal Water District

Notes: (1) Yuima and IDA local wells production including leased wells.

(2) Yuima connections = 119; IDA connections = 234

(3) Peak production month -August 2020.

(4) Local and imported water supplies.

**Yuima Municipal Water District
Operating & Capital Indicators
Last Ten Fiscal Years**

Page 2 of 2

	Fiscal Year				
	2020	2019	2018	2017	2016
Service Area	13,460	13,460	13,460	13,460	13,460
Total Rainfall (inches)	19.32	19.76	7.06	22.04	15.00
Miles of Water Main (8"+)	44.12	44.12	44.12	44.12	44.12
Number of Treated Water Tanks	10	10	10	10	10
Capacity of Water Tanks (acre feet)	58.0	58.0	58.0	58.0	58.0
Number of Open Reservoirs	-	-	-	-	-
Capacity of Open Reservoirs (acre feet)	-	-	-	-	-
Number of Ag Only Open Reservoirs	2	2	2	2	2
Capacity of Ag Only Open Reservoirs (acre feet)	11.7	11.7	11.7	11.7	11.7
Number of Producing Wells	23	23	24	25	23
Maximum gallons per minute Flows	2,901	2,901	2,901	2,901	2,901
Number of Pump Stations	9	9	9	9	9
Pump Capacity (horsepower)	4,850	4,850	4,850	4,850	4,850
Number of Service Connections	346	341	338	334	330
Production Peak (mgd)	11.87	13.36	10.80	11.80	8.40
Average Production (mgd)	6.34	5.88	7.83	5.90	6.91
Number of Mainline Repairs	1	1	-	1	-

Source: Yuima Municipal Water District

Other Independent Auditors' Reports



**INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL
REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN
AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE
WITH GOVERNMENT AUDITING STANDARDS**

Board of Directors
Yuima Municipal Water District
Yuima, California

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the Yuima Municipal Water District (District), which comprise the balance sheet as of June 30, 2025, and the related statement of revenues, expenses and changes in net position and cash flows for the fiscal year then ended, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated December 22, 2025.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the District's internal control over financial reporting (internal control) as a basis for designing audit procedures to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we do not express an opinion on the effectiveness of the District's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the District's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that have not been identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the District's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in blue ink that reads "Nigro & Nigro, PC". The signature is fluid and cursive, with "Nigro & Nigro" on the top line and "PC" on the bottom line.

Murrieta, California
December 22, 2025

Jeremy N. Jungreis
Rutan & Tucker, LLP
18575 Jamboree Road, 9th Floor
Irvine, CA 92612
Telephone: (714) 641-5100
Fax: (714) 338-1882

Attorneys for defendant, YUIMA MUNICIPAL WATER DISTRICT and YUIMA MUNICIPAL WATER DISTRICT on behalf of Improvement District 'A' (as successor in interest to Defendant, Palomar Mutual Water Company).

SUPERIOR COURT OF THE STATE OF CALIFORNIA
FOR THE COUNTY OF SAN DIEGO

PETER MICHAEL STRUB, et al.,) NO. 162650
)
Plaintiff,) CERTIFICATE OF COMPLIANCE BY
)
vs.) YUIMA MUNICIPAL WATER DISTRICT,
) AS SUCCESSOR IN INTEREST TO
)
PALOMAR MUTUAL WATER COMPANY,) PALOMAR MUTUAL WATER COMPANY,
) FOR CALENDAR YEAR 2025
et al.,)
)
Defendant)

By a Judgment entered herein on November 10, 1953 at Book 21,
Page 118 of Judgments, PALOMAR MUTUAL WATER COMPANY was placed
under certain restrictions in the exercise of water rights claimed
by it in the waters of the San Luis Rey River and the "Rincon
Basin" (as that area is described in the Complaint). That judgment
has been modified by subsequent Orders of this Court dated June 4,
1964, September 18, 1968 and November 5, 1979. By Order herein
dated November 20, 1968, defendant, PALOMAR MUTUAL WATER COMPANY
was dismissed and absolved from further liability or obligation

1 under said Judgment, as modified and YUIMA MUNICIPAL WATER DISTRICT
2 on behalf of Improvement District 'A' was substituted in the place
3 and stead of PALOMAR MUTUAL WATER COMPANY with the duty to comply
4 with the terms and conditions of said Judgment as modified.

5 In compliance with the requirements of said Judgment, as
6 modified, YUIMA MUNICIPAL WATER DISTRICT on behalf of Improvement
7 District 'A', defendant, certifies as follows:

8 1. For the calendar year 2025, the total amount of water
9 produced by YUIMA MUNICIPAL WATER DISTRICT on behalf of Improvement
10 District 'A', or purchased by them, was as follows:

11 (a) From five (5) wells located outside of Rincon Ranch
12 but within the "Rincon Basin", 1291.80 acre feet were delivered to
13 the Rincon Ranch, known as Improvement District 'A'.

14 (b) From wells and surface sources located on Rincon
15 Ranch, known as Improvement District 'A': 516.1 acre feet.

16 (c) By purchase of both local and imported water
17 through YUIMA MUNICIPAL WATER DISTRICT on behalf of Improvement
18 District 'A' and used on lands within Improvement District 'A':
19 2817.3 acre feet.

20 (d) Total available water: 4625.2 acre feet.

21 2. YUIMA MUNICIPAL WATER DISTRICT on behalf of Improvement
22 District 'A' has fully complied with said November 10, 1953
23 Judgment, as modified, for Calendar Year 2025.

24 3. To the best knowledge, information, and belief of YUIMA
25 MUNICIPAL WATER DISTRICT on behalf of Improvement District 'A', no
26 party not bound by said Judgment has developed or taken additional

1 water from Rincon Ranch for use upon land outside said Rincon
2 Ranch, nor has any party not bound by said Judgment developed or
3 taken additional water from lands lying in the "Rincon Basin"
4 outside the boundaries of the Rincon Ranch and also upstream on
5 the San Luis Rey River from Cole Grade Road for use upon Rincon
6 Ranch.

7
8 Dated: January 26, 2026.

9
10 YUIMA MUNICIPAL WATER DISTRICT
11 and YUIMA MUNICIPAL WATER
12 DISTRICT on behalf of Improvement
13 District 'A'

14 By: _____
15 Steve Wehr, President

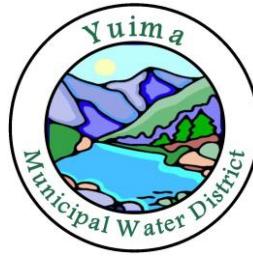
16 By: _____
17 Don Broomell, Secretary

18 Rutan & Tucker, LLP

19 By:
20 _____
21 Jeremy N. Jungreis, Attorney
22 Defendant, YUIMA MUNICIPAL
23 WATER DISTRICT and YUIMA
24 MUNICIPAL WATER DISTRICT on
25 behalf of Improvement District
26 'A' (as successor in interest
27 to Defendant, Palomar Mutual
28 Water Company)

**RIVER WELL PRODUCTION & STRUB REPORTING
FOR THE CALENDAR YEARS 1964 TO PRESENT**

Calendar Year	Strub Wells Produced	Calendar Year Max Acre feet	internal document	
	Acre Feet Produced	Acre feet	Acre Feet	Cumulative Over/
2025	1291.80	1350	-58.20	-10049.78
2024	1326.89	1350	-23.11	-9991.58
2023	1287.37	1350	-62.63	-9968.47
2022	1328.40	1350	-21.60	-9905.84
2021	1182.60	1350	-167.40	-9884.24
2020	1350.00	1350	0.00	-9716.84
2019	1099.50	1350	-250.50	-9716.84
2018	1250.40	1350	-99.60	-9466.34
2017	1167.50	1350	-182.50	-9366.74
2016	1167.10	1350	-182.90	-9184.24
shut 12-7-15	1350.00	1350	0.00	-9001.34
	1161.90	1350	-188.10	-9001.34
	1267.90	1350	-82.10	-8813.24
	1375.40	1350	25.40	-8731.14
	1350.00	1350	0.00	-8756.54
	1336.50	1350	-13.50	-8756.54
	1350.10	1350	0.10	-8743.04
	1350.00	1350	0.00	-8743.14
	1281.40	1350	-68.60	-8743.14
	1418.30	1350	68.30	-8674.54
	1063.47	1350	-286.53	-8742.84
	890.80	1350	-459.20	-8456.31
	991.60	1350	-358.40	-7997.11
	1371.90	1350	21.90	-7638.71
shut 11/26/02	1337.79	1350	-12.21	-7660.61
	1211.21	1350	-138.79	-7648.4
	1480.76	1350	130.76	-7509.61
	1284.62	1350	-65.38	-7640.37
	1408.50	1350	58.50	-7574.99
	1285.90	1350	-64.10	-7633.49
	1270.20	1350	-79.80	-7569.39
	1120.80	1350	-229.20	-7489.59
	1349.70	1350	-0.30	-7260.39
	1271.00	1350	-79.00	-7260.09
	1377.30	1350	27.30	-7181.09
	1383.80	1350	33.80	-7208.39
	1403.80	1350	53.80	-7242.19
	1349.90	1350	-0.10	-7295.99
shut 10/30/00	1236.50	1350	-113.50	-7295.89
	1032.30	1350	-317.70	-7182.39
	1015.70	1350	-334.30	-6864.69
	1276.50	1350	-73.50	-6530.39
	801.80	1350	-548.20	-6456.89
	931.80	1350	-418.20	-5908.69
	1044.60	1350	-305.40	-5490.49
	932.00	1350	-418.00	-5185.09
	1013.40	1350	-336.60	-4767.09
	712.70	1350	-637.30	-4430.49
	1221.60	1350	-128.40	-3793.19
	1183.47	1350	-166.53	-3664.79
	1108.56	1350	-241.44	-3498.26
	1114.88	1350	-235.12	-3256.82
shut 11/2/99	1069.50	1350	-280.50	-3021.7
	1331.26	1350	-18.74	-2741.2
	1342.29	1350	-7.71	-2722.46
	1342.02	1350	-7.98	-2714.75
	876.23	1350	-473.77	-2706.77
	1026.43	1350	-323.57	-2233.00
	881.68	1350	-468.32	-1909.43
	705.99	1350	-644.01	-1441.11
	784.76	1350	-565.24	-797.10
	1118.14	1350	-231.86	-231.86
	totals	71,031.53	83,700	(10,049.78)



6Board of Directors
– President
Steve Wehr – Vice-President
Don Broomell – Secretary/ Treasurer
Laurie Kariya - Director
Bruce Knox – Director

Amy Reeh – General Manager

January 26, 2026
NOTICE OF ADJOURNMENT

**BOARD OF DIRECTORS
YUIMA MUNICIPAL WATER DISTRICT**

NOTICE IS HEREBY GIVEN that the Regular Meeting of the Board of Directors of the Yuima Municipal Water District of Monday, February 23, 2026 at 2:00 p.m. is hereby adjourned to Monday February 23, 2026 at 10:00 a.m. at the District; 34928 Valley Center Rd., Pauma Valley, CA 92061

Don Broomell, Secretary

cc:

Roland Simpson
Steve Wehr
Laurie Kariya
Bruce Knox

LAND LEASE AGREEMENT

This Land Lease Agreement (the "**Agreement**") is made by and between Yuima Municipal Water District, a California Municipal Corporation, with its principal offices located at 34928 Valley Center Road, Pauma Valley, California 92069, ("**Lessor**") and Cellico Partnership d/b/a Verizon Wireless with its principal offices at One Verizon Way, Mail Stop 4AW100, Basking Ridge, New Jersey 07920 ("**Lessee**"). Lessor and Lessee are at times collectively referred to hereinafter as the "**Parties**" or individually as the "**Party**".

WITNESSETH

In consideration of the mutual covenants contained herein and intending to be legally bound hereby, the Parties hereto agree as follows:

1. **GRANT.** Lessor hereby grants to Lessee the right to install, maintain, replace, add and operate communications equipment ("Use") upon a portion of that real property owned, leased or controlled by Lessor located at 34928 Valley Center Road, Pauma Valley, California 92069 (the "**Property**"). The Property is legally described on Exhibit "A" attached hereto and made a part hereof. The portion of the Property Lessee has rights to for its Use (the "**Premises**") is described and/or depicted on Exhibit "B" attached hereto and made a part hereof.

2. **INITIAL TERM.** This Agreement shall be effective as of the date of execution by both Parties ("**Effective Date**"). The initial term of the Agreement shall be for 5 years beginning on the first day of the month after Lessee begins installation of Lessee's communications equipment on the Premises (the "**Commencement Date**") and will be acknowledged by the Parties in writing, including electronic mail.

3. **EXTENSIONS.** The initial term of this Agreement shall automatically be extended for 4 additional 5-year terms unless Lessee gives Lessor written notice of its intent to terminate at least three (3) months prior to the end of the then current extension term. The initial term and any extension terms shall be collectively referred to herein as the "**Term**".

4. **RENT.**

a. Rental payments shall begin on the Commencement Date and be due at a total annual rent of \$38,400.00 ("**Rent**"), to be paid in equal monthly installments on the first day of the month, in advance, to Lessor at 34928 Valley Center Road, Pauma Valley, California 92069, or to such other person, firm, or place as Lessor may, from time to time, designate in writing at least 30 days in advance of any Rent payment due date by notice given in accordance with Paragraph 19 below. The initial Rent payment shall be delivered by Lessee no later than 90 days after the Commencement Date. Upon agreement of the Parties, Lessee may pay Rent by electronic funds transfer and in such event, Lessor agrees to provide to Lessee bank routing information for such purpose upon request of Lessee.

b. For any party to whom Rent payments are to be made, Lessor or any successor in interest of Lessor hereby agrees to provide to Lessee (i) a completed, current version of Internal Revenue Service Form W-9, or equivalent; (ii) complete and fully-executed state and local withholding forms, if required; (iii) Lessee's payment direction form, and (iv) other documentation to verify Lessor's or such other party's right to receive rental as is reasonably requested by Lessee. Rent shall accrue in accordance with this Agreement, but Lessee shall have no obligation to deliver Rent payments until the requested

documentation has been received by Lessee. Upon receipt of the requested documentation, Lessee shall deliver the accrued Rent payments as directed by Lessor.

c. Each year during the Term, as of the anniversary of the Commencement Date, annual rent shall increase by 3% over the rent for the immediately preceding year.

5. **ACCESS/UTILITIES**. Lessee shall have the non-exclusive right of ingress and egress from a public right-of-way, 7 days a week, 24 hours a day, over the Property to and from the Premises for the purpose of installation, operation and maintenance of Lessee's communications equipment over or along a right-of-way at least 10 feet in width ("Easement"), which shall be shown on Exhibit "B". Lessee may use the Easement for the installation, operation and maintenance of wires, cables, conduits and pipes for all necessary electrical, telephone, fiber and other similar support services as deemed necessary or appropriate by Lessee for the operation of its communications equipment. In the event it is necessary, Lessor agrees to grant Lessee or the service provider the right to install such services on, through, over and/or under the Property, provided the location of such services shall be reasonably approved by Lessor. In the event of any power interruption at the Premises, Lessee shall be permitted to install, maintain and/or provide access to and use of a temporary power source to be located on the Property, including related equipment and appurtenances, such as conduits connecting the temporary power source to the Premises.

6. **CONDITION OF PROPERTY**. Lessor shall deliver the Premises to Lessee in a condition ready for Lessee's Use and clean and free of debris. Lessor represents and warrants to Lessee that as of the Effective Date, the Property is (a) in compliance with all Laws; and (b) in compliance with all EH&S Laws (as defined in Paragraph 24).

7. **IMPROVEMENTS**. The communications equipment including, without limitation, the tower structure, antennas, conduits, fencing and other screening, and other improvements shall be at Lessee's expense and installation shall be at the discretion and option of Lessee. Lessee shall have the right to replace, repair, add to or otherwise modify its communications equipment, tower structure, antennas, conduits, fencing and other screening, or other improvements or any portion thereof and the frequencies over which the communications equipment operates, at no additional cost to Lessee, whether or not any of the communications equipment, antennas, conduits or other improvements are listed on any exhibit. Lessee shall only be required to obtain Lessor consent for modifications that increase Lessee's Premises. Lessor shall respond in writing to any Lessee consent request within 30 days of receipt or Lessor's consent shall be deemed granted, provided, any material modifications to the Premises shall be memorialized by the Parties in writing. Lessor is not entitled to a Rent increase associated with any Lessee modification unless it is increasing its Premises, in which case, any Rent increase shall be proportionate to the additional ground space included in the Premises.

8. **GOVERNMENT APPROVALS**. Lessee's Use is contingent upon Lessee obtaining all of the certificates, permits and other approvals (collectively the "**Government Approvals**") that may be required by any Federal, State or Local authorities (collectively, the "**Government Entities**") as well as a satisfactory soil boring test, environmental studies, or any other due diligence Lessee chooses that will permit Lessee's Use. Lessor shall cooperate with Lessee in its effort to obtain and maintain any Government Approvals. Notwithstanding anything contained herein to the contrary, Lessor hereby agrees to allow Lessee to install any RF frequency signage and/or barricades as are necessary to ensure Lessee's compliance with Laws (as defined herein) ("**Site Mitigation**").

9. **TERMINATION.** Lessee may, unless otherwise stated, immediately terminate this Agreement upon written notice to Lessor in the event that (i) any applications for such Government Approvals should be finally rejected; (ii) any Government Approval issued to Lessee is canceled, expires, lapses or is otherwise withdrawn or terminated by any Government Entity; (iii) Lessee determines that such Government Approvals may not be obtained in a timely manner; (iv) Lessee determines any structural analysis is unsatisfactory; (v) Lessee, in its sole discretion, determines the Use of the Premises is obsolete or unnecessary; (vi) with 3 months prior notice to Lessor, upon the annual anniversary of the Commencement Date; or (vii) at any time before the Commencement Date for any reason or no reason in Lessee's sole discretion.

10. **INDEMNIFICATION.** Subject to Paragraph 11, each Party and/or any successor and/or assignees thereof, shall indemnify and hold harmless the other Party, and/or any successors and/or assignees thereof, against (i) all claims of liability or loss from bodily injury or property damage resulting from or arising out of the negligence or willful misconduct of the indemnifying Party, its employees, contractors or agents, except to the extent such claims or damages may be due to or caused by the negligence or willful misconduct of the other Party, or its employees, contractors or agents, and (ii) reasonable attorney's fees, expense, and defense costs incurred by the indemnified Party. The indemnified Party will provide the indemnifying Party with prompt, written notice of any claim that is subject to the indemnification obligations in this paragraph. The indemnified Party will cooperate appropriately with the indemnifying Party in connection with the indemnifying Party's defense of such claim. The indemnifying Party shall defend any indemnified Party, at the indemnified Party's request, against any claim with counsel reasonably satisfactory to the indemnified Party. The indemnifying Party shall not settle or compromise any such claim or consent to the entry of any judgment without the prior written consent of each indemnified Party and without an unconditional release of all claims by each claimant or plaintiff in favor of each indemnified Party. All indemnification obligations shall survive the termination or expiration of this Agreement.

11. **INSURANCE.** The Parties agree to maintain during the term of this Agreement the following insurance policies:

a. Commercial general liability in the amount of \$2,000,000.00 per occurrence for bodily injury and property damage and \$4,000,000.00 in the annual aggregate. Each party shall be included as an additional insured as their interest may appear under this Agreement on the other party's insurance policy.

b. "All-Risk" property insurance on a replacement cost basis insuring their respective property with no coinsurance requirement. Where legally permissible, each party agrees to waive subrogation against the other party and to ensure said waiver is recognized by the insurance policies insuring the property.

12. **LIMITATION OF LIABILITY.** Except for indemnification pursuant to Paragraphs 10 and 23, a violation of Paragraph 26, or a violation of law, neither Party shall be liable to the other, or any of their respective agents, representatives, or employees for any lost revenue, lost profits, diminution in value of business, loss of technology, rights or services, loss of data, or interruption or loss of use of service, incidental, punitive, indirect, special, trebled, enhanced or consequential damages, even if advised of the possibility of such damages, whether such damages are claimed for breach of contract, tort (including negligence), strict liability or otherwise, unless applicable law forbids a waiver of such damages.

13. INTERFERENCE.

a. Lessee agrees that Lessee will not cause interference that is measurable in accordance with industry standards to Lessor's equipment. Lessor agrees that Lessor and other occupants of the Property will not cause interference that is measurable in accordance with industry standards to the then existing communications equipment of Lessee.

b. Without limiting any other rights or remedies, if interference occurs and continues for a period in excess of 48 hours following notice to the interfering party via telephone to Lessee's Network Management Center at (1-800-264-6620 or 1-800-621-2622) or to Lessor at (1-760-742-3704), the interfering party shall or shall require any other user to reduce power or cease operations of the interfering equipment until the interference is cured.

c. The Parties acknowledge that there will not be an adequate remedy at law for noncompliance with the provisions of this paragraph and therefore the Parties shall have the right to equitable remedies such as, without limitation, injunctive relief and specific performance.

14. REMOVAL AT END OF TERM. Within 90 days of the expiration or earlier termination of the Agreement, Lessee shall remove Lessee's Communications Equipment (except footings and foundations) and restore the Premises to its original condition, reasonable wear and tear and casualty damage excepted. Lessor agrees and acknowledges that the communications equipment shall remain the personal property of Lessee and Lessee shall have the right to remove the same at any time during the Term, whether or not said items are considered fixtures and attachments to real property under applicable laws.

15. RIGHT OF FIRST REFUSAL. If at any time after the Effective Date, Lessor receives an offer or letter of intent from any person or entity that is in the business of owning, managing or operating communications facilities or is in the business of acquiring landlord interests in agreements relating to communications facilities, to purchase fee title, an easement, a lease, a license, or any other interest in the Property or any portion thereof or to acquire any interest in this Agreement, or an option for any of the foregoing, Lessor shall provide written notice to Lessee of said offer ("Lessor's Notice"). Lessor's Notice shall include the prospective buyer's name, the purchase price being offered, any other consideration being offered, the other terms and conditions of the offer, a description of the portion of and interest in the Property and/or this Agreement which will be conveyed in the proposed transaction, and a copy of any letters of intent or form agreements presented to Lessor by the third party offeror. Lessee shall have the right of first refusal to meet any bona fide offer of sale or transfer on the terms and conditions of such offer or by effectuating a transaction with substantially equivalent financial terms. If Lessee fails to provide written notice to Lessor that Lessee intends to meet such bona fide offer within 60 days after receipt of Lessor's Notice, Lessor may proceed with the proposed transaction in accordance with the terms and conditions of such third party offer, in which event this Agreement shall continue in full force and effect and the right of first refusal described in this paragraph shall survive any such conveyance to a third party. If Lessee provides Lessor with notice of Lessee's intention to meet the third party offer within 60 days after receipt of Lessor's Notice, then if Lessor's Notice describes a transaction involving greater space than the Premises, Lessee may elect to proceed with a transaction covering only the Premises and the purchase price shall be prorated on a square footage basis. Further, Lessor acknowledges and agrees that if Lessee exercises this right of first refusal, Lessee may require a reasonable period of time to conduct due diligence and effectuate the closing of a transaction on substantially equivalent financial terms of the third party offer. Lessee may elect to amend this Agreement to effectuate

the proposed financial terms of the third party offer rather than acquiring fee simple title or an easement interest in the Premises. For purposes of this paragraph, any transfer, bequest or devise of Lessor's interest in the Property as a result of the death of Lessor, whether by will or intestate succession, or any conveyance to Lessor's family members by direct conveyance or by conveyance to a trust for the benefit of family members shall not be considered a sale for which Lessee has any right of first refusal.

16. **RIGHTS UPON SALE.** Should Lessor, at any time during the Term, decide (i) to sell or otherwise transfer all or any part of the Property, or (ii) to grant to a third party by easement or other legal instrument an interest in and to any portion of the Premises, such sale, transfer, or grant of an easement or interest therein shall be under and subject to this Agreement and any such purchaser or transferee shall recognize Lessee's rights hereunder. In the event that Lessor completes any such sale, transfer, or grant described in this paragraph without executing an assignment of the Agreement whereby the third party agrees in writing to assume all obligations of Lessor under this Agreement, then Lessor shall not be released from its obligations to Lessee under this Agreement, and Lessee shall have the right to look to Lessor and the third party for the full performance of the Agreement.

17. **LESSOR'S TITLE.** Lessor covenants that Lessee, on paying the rent and performing the covenants herein, shall peaceably and quietly have, hold and enjoy the Premises. Lessor represents and warrants to Lessee as of the Effective Date and covenants during the Term that Lessor has full authority to enter into and execute this Agreement and that there are no liens, judgments, covenants, easements, restrictions or other impediments of title that will adversely affect Lessee's Use.

18. **ASSIGNMENT.** Without any approval or consent of the other Party, this Agreement may be sold, assigned or transferred by either Party to (i) any entity in which the Party directly or indirectly holds an equity or similar interest; (ii) any entity which directly or indirectly holds an equity or similar interest in the Party; or (iii) any entity directly or indirectly under common control with the Party. Lessee may assign this Agreement to: (i) any entity which acquires all or substantially all of Lessee's assets in the market defined by the FCC in which the Property is located by reason of a merger, acquisition or other business reorganization without any Lessor notice, approval or consent, or (ii) a company that is engaged in the business of owning and/or operating communications towers (a "**Tower Company**") without prior written approval or consent of Lessor, provided Lessee shall provide Lessor written notice of any Tower Company assignment. As to other parties, this Agreement may not be sold, assigned or transferred without the written consent of the other Party, which such consent will not be unreasonably withheld, delayed or conditioned. No change of stock ownership, partnership interest or control of Lessee or transfer upon partnership or corporate dissolution of either Party shall constitute an assignment hereunder. Lessee may sublet the Premises in Lessee's sole discretion.

19. **NOTICE.** Except for notices permitted via telephone in accordance with Paragraph 13, or via electronic mail in accordance with Paragraph 2, all notices hereunder must be in writing and shall be deemed validly given if sent by certified mail, return receipt requested or by commercial courier, provided the courier's regular business is delivery service and provided further that it guarantees delivery to the addressee by the end of the next business day following the courier's receipt from the sender, addressed as follows (or any other address that the Party to be notified may have designated to the sender by like notice):

Lessor: Yuima Municipal Water District

34928 Valley Center Road
Pauma Valley, California 92069

Lessee: Cellco Partnership
d/b/a Verizon Wireless
180 Washington Valley Road
Bedminster, New Jersey 07921
Attention: Network Real Estate

With a copy to: Basking Ridge Mail Hub
Attn: Legal Intake
One Verizon Way
Basking Ridge, NJ 07920

Notice shall be effective upon actual receipt or refusal as shown on the receipt obtained pursuant to the foregoing.

20. **SUBORDINATION AND NON-DISTURBANCE.** Within 15 days of the Effective Date, Lessor shall obtain a Non-Disturbance Agreement (as defined below) and any required consent from existing mortgagee(s), ground lessors and master lessors, if any, of the Property. At Lessor's option, this Agreement shall be subordinate to any future master lease, ground lease, mortgage, deed of trust or other security interest (a "**Mortgage**") by Lessor which from time to time may encumber all or part of the Property; provided, however, as a condition precedent to Lessee being required to subordinate its interest in this Agreement to any future Mortgage covering the Property, Lessor shall obtain for Lessee's benefit a non-disturbance and attornment agreement for Lessee's benefit in the form reasonably satisfactory to Lessee, and containing the terms described below (the "**Non-Disturbance Agreement**"), and shall recognize Lessee's rights under this Agreement. The Non-Disturbance Agreement shall include the encumbering party's ("**Lender's**") agreement that, if Lender or its successor-in-interest or any purchaser of Lender's or its successor's interest (a "**Purchaser**") acquires an ownership interest in the Property, Lender or such successor-in-interest or Purchaser will honor all of the terms of the Agreement. Such Non-Disturbance Agreement must be binding on all of Lender's participants in the subject loan (if any) and on all successors and assigns of Lender and/or its participants and on all Purchasers. In return for such Non-Disturbance Agreement, Lessee will execute an agreement for Lender's benefit in which Lessee (1) confirms that the Agreement is subordinate to the Mortgage or other real property interest in favor of Lender, (2) agrees to attorn to Lender if Lender becomes the owner of the Property and (3) agrees to accept a cure by Lender of any of Lessor's defaults, provided such cure is completed within the deadline applicable to Lessor. In the event Lessor defaults in the payment and/or other performance of any mortgage or other real property interest encumbering the Property, Lessee, may, at its sole option and without obligation, cure or correct Lessor's default and upon doing so, Lessee shall be subrogated to any and all rights, titles, liens and equities of the holders of such mortgage or other real property interest and Lessee shall be entitled to deduct and setoff against all rents that may otherwise become due under this Agreement the sums paid by Lessee to cure or correct such defaults.

21. **DEFAULT.** It is a "**Default**" if (i) either Party fails to comply with this Agreement and does not remedy the failure within 30 days after written notice by the other Party or, if the failure cannot reasonably be remedied in such time, if the failing Party does not commence a remedy within the allotted 30 days and diligently pursue the cure to completion within 90 days after the initial written notice, or (ii)

Lessor fails to comply with this Agreement and the failure interferes with Lessee's Use and Lessor does not remedy the failure within 5 days after written notice from Lessee or, if the failure cannot reasonably be remedied in such time, if Lessor does not commence a remedy within the allotted 5 days and diligently pursue the cure to completion within 15 days after the initial written notice. The cure periods set forth in this paragraph do not extend the period of time in which either Party has to cure interference pursuant to Paragraph 13 of this Agreement.

22. REMEDIES. In the event of a Default, without limiting the non-defaulting Party in the exercise of any right or remedy which the non-defaulting Party may have by reason of such default, the non-defaulting Party may terminate this Agreement and/or pursue any remedy now or hereafter available to the non-defaulting Party under the Laws or judicial decisions of the state in which the Property is located. Further, upon a Default, the non-defaulting Party may at its option (but without obligation to do so), perform the defaulting Party's duty or obligation. The costs and expenses of any such performance by the non-defaulting Party shall be due and payable by the defaulting Party upon receipt of an itemized invoice. If Lessee undertakes any such performance on Lessor's behalf and Lessor does not pay Lessee the full undisputed amount within 30 days of its receipt of an itemized invoice setting forth the amount due, Lessee may offset the full undisputed amount due against all fees due and owing to Lessor under this Agreement until the full undisputed amount is fully reimbursed to Lessee.

23. ENVIRONMENTAL. Lessee shall conduct its business in compliance with all applicable laws governing the protection of the environment or employee health and safety ("EH&S Laws"). Lessee shall indemnify and hold harmless the Lessor from claims to the extent resulting from Lessee's violation of any applicable EH&S Laws or to the extent that Lessee causes a release of any regulated substance to the environment. Lessor shall indemnify and hold harmless Lessee from all claims resulting from the violation of any applicable EH&S Laws or a release of any regulated substance to the environment except to the extent resulting from the activities of Lessee. The Parties recognize that Lessee is only leasing a small portion of the Property and that Lessee shall not be responsible for any environmental condition or issue except to the extent resulting from Lessee's specific activities and responsibilities. In the event that Lessee encounters any hazardous substances that do not result from its activities, Lessee may relocate its facilities to avoid such hazardous substances to a mutually agreeable location or, if Lessee desires to remove at its own cost all or some the hazardous substances or materials (such as soil) containing those hazardous substances, Lessor agrees to sign any necessary waste manifest associated with the removal, transportation and/or disposal of such substances.

24. CASUALTY. If a fire or other casualty damages the Property or the Premises and impairs Lessee's Use, rent shall abate until Lessee's Use is restored. If Lessee's Use is not restored within 45 days, Lessee may terminate this Agreement.

25. CONDEMNATION. If a condemnation of any portion of the Property or Premises impairs Lessee's Use, Lessee may terminate this Agreement. Lessee may on its own behalf make a claim in any condemnation proceeding involving the Premises for losses related to Lessee's communications equipment, relocation costs and, specifically excluding loss of Lessee's leasehold interest, any other damages Lessee may incur as a result of any such condemnation.

26. APPLICABLE LAWS. During the Term, Lessor shall maintain the Property in compliance with all applicable laws, EH&S Laws, rules, regulations, ordinances, directives, covenants, easements, consent decrees, zoning and land use regulations, and restrictions of record, permits, building codes, and the requirements of any applicable fire insurance underwriter or rating bureau, now in effect or which

may hereafter come into effect (including, without limitation, the Americans with Disabilities Act and laws regulating hazardous substances) (collectively “**Laws**”). Lessee shall, in respect to the condition of the Premises and at Lessee’s sole cost and expense, comply with (i) all Laws relating solely to Lessee’s specific and unique nature of use of the Premises; and (ii) all building codes requiring modifications to the Premises due to the improvements being made by Lessee in the Premises. It shall be Lessor’s obligation to comply with all Laws relating to the Property, without regard to specific use (including, without limitation, modifications required to enable Lessee to obtain all necessary building permits).

27. **TAXES.** If Lessor is required by law to collect any federal, state, or local tax, fee, or other governmental imposition (each, a “**Tax**”) from Lessee with respect to the transactions contemplated by this Agreement, then Lessor shall bill such Tax to Lessee in the manner and for the amount required by law, Lessee shall promptly pay such billed amount of Tax to Lessor, and Lessor shall remit such Tax to the appropriate tax authorities as required by law; provided, however, that Lessor shall not bill to or otherwise attempt to collect from Lessee any Tax with respect to which Lessee has provided Lessor with an exemption certificate or other reasonable basis for relieving Lessor of its responsibility to collect such tax from Lessee. Except as provided in this paragraph, Lessor shall bear the costs of all Taxes that are assessed against or are otherwise the legal responsibility of Lessor with respect to itself, its property, and the transactions contemplated by this Agreement. Lessee shall be responsible for all Taxes that are assessed against or are otherwise the legal responsibility of Lessee with respect to itself, its property, and the transactions contemplated by this Agreement.

28. **NON-DISCLOSURE.** The Parties agree that this Agreement and any information exchanged between the Parties regarding the Agreement are confidential. The Parties agree not to provide copies of this Agreement or any other confidential information to any third party without the prior written consent of the other Party or as required by law. If a disclosure is required by law, prior to disclosure, the disclosing Party shall notify the non-disclosing Party and cooperate with the non-disclosing Party to take lawful steps to resist, narrow, or eliminate the need for that disclosure.

29. **MOST FAVORED LESSEE.** Lessor represents and warrants that the rent, benefits and terms and conditions granted to Lessee by Lessor hereunder are now and shall be, during the Term, no less favorable than the rent, benefits and terms and conditions for substantially the same or similar tenancies or licenses granted by Lessor to other parties. If at any time during the Term Lessor shall offer more favorable rent, benefits or terms and conditions for substantially the same or similar tenancies or licenses as those granted hereunder, then Lessor shall, within 30 days after the effective date of such offering, notify Lessee of such fact and offer Lessee the more favorable offering. If Lessee chooses, the parties shall then enter into an amendment that shall be effective retroactively to the effective date of the more favorable offering, and shall provide the same rent, benefits or terms and conditions to Lessee. Lessee shall have the right to decline to accept the offering. Lessor’s compliance with this requirement shall be subject, at Lessee’s option, to independent verification.

30. **MISCELLANEOUS.** This Agreement contains all agreements, promises and understandings between the Lessor and the Lessee regarding this transaction, and no oral agreement, promises or understandings shall be binding upon either the Lessor or the Lessee in any dispute, controversy or proceeding. This Agreement may not be amended or varied except in a writing signed by all Parties. This Agreement shall extend to and bind the heirs, personal representatives, successors and assigns hereto. The failure of either party to insist upon strict performance of any of the terms or conditions of this Agreement or to exercise any of its rights hereunder shall not waive such rights and such party shall have the right to enforce such rights at any time. The performance of this Agreement shall be governed,

interpreted, construed and regulated by the laws of the state in which the Premises is located without reference to its choice of law rules. Except as expressly set forth in this Agreement, nothing in this Agreement shall grant, suggest or imply any authority for one Party to use the name, trademarks, service marks or trade names of the other for any purpose whatsoever. Lessor agrees to execute a Memorandum of this Agreement, which Lessee may record with the appropriate recording officer. This Agreement may be executed in counterparts, including written and electronic forms. All executed counterparts shall constitute one Agreement, and each counterpart shall be deemed an original.

(Signatures on the next page.)

SITE NAME: Angie-A
SITE NUMBER: 5000211617

IN WITNESS WHEREOF, this Agreement is entered into by the Parties as of the Effective Date.

LESSOR:

Yuima Municipal Water District

By: _____

Name: _____

Its: _____

Date: _____

LESSEE:

Cellco Partnership d/b/a Verizon Wireless

By: _____

Name: _____

Its: _____

Date: _____

EXHIBIT "A"

PROPERTY DESCRIPTION

THE LAND REFERRED TO HEREIN BELOW IS SITUATED IN THE UNINCORPORATED AREA IN COUNTY OF SAN DIEGO, STATE OF CALIFORNIA AND IS DESCRIBED AS FOLLOWS:

PARCEL A:

THAT PORTION OF LOT 2 IN SECTION 23, TOWNSHIP 10 SOUTH, RANGE 1 WEST, IN THE COUNTY OF SAN DIEGO, STATE OF CALIFORNIA, SAN BERNARDINO BASE AND MERIDIAN, ACCORDING TO UNITED STATES GOVERNMENT SURVEY APPROVED APRIL 10, 1886, DESCRIBED AS FOLLOWS:

BEGINNING AT THE INTERSECTION OF THE WEST LINE OF SAID LOT 2 WITH THE SOUTHWESTERLY LINE OF THE COUNTY ROAD DESCRIBED IN DEED TO THE COUNTY OF SAN DIEGO, RECORDED AUGUST 12, 1937 AS INSTRUMENT NO. 47166, IN BOOK 684, PAGE 113 OF OFFICIAL RECORDS AND SHOWN ON MAP OF ROAD SURVEY NO. 604, ON FILE IN THE OFFICE OF THE COUNTY SURVEYOR; THENCE SOUTH 44° 32' EAST ALONG THE SOUTHWESTERLY LINE OF SAID COUNTY ROAD A DISTANCE OF 457.50 FEET; THENCE WESTERLY IN A STRAIGHT LINE TO A POINT IN SAID WEST LINE OF SAID LOT 2, DISTANT THEREON 382.80 FEET SOUTHERLY FROM THE POINT OF BEGINNING; THENCE NORTH 0° 01' WEST ALONG SAID WEST LINE 382.80 FEET TO THE POINT OF BEGINNING.

PARCEL B:

PARCEL A OF THAT CERTAIN CERTIFICATE OF COMPLIANCE, IN THE COUNTY OF SAN DIEGO, STATE OF CALIFORNIA, RECORDED AUGUST 4, 2000 AS INSTRUMENT NO. 2000-413198 OF OFFICIAL RECORDS.

EXHIBIT "B"

PREMISES DESCRIPTION

[Insert Survey that must a include

a legal description of the Premises and Easement]

INFORMATION / REPORTS



San Diego County Water Authority

Member Agency State Regulatory Monthly Update
Water Resources Department
December 2025

Water-Use Efficiency Regulations (Debby Dunn)

Making Conservation a California Way of Life (Debby Dunn)

The State Water Resources Control Board (SWRCB) adopted the Making Conservation a California Way of Life regulation in 2024. The Fiscal Year 2024-2025 (FY 24-25) Urban Water Use Objective (UWUO) reporting form is on the Making Conservation a California Way of Life [website](#). Urban Retail Water Suppliers (URWS) should use the new form to submit their FY 24-25 reports, which are due **January 1, 2026**.

DWR Studies on Indoor Water Use Standards (Jesica Cleaver)

[Senate Bill 1157](#) (2022) directs the Department of Water Resources (DWR), in coordination with the SWRCB, to study the economic impacts of the 2030 indoor residential use standard of 42 gallons per capita per day on water, wastewater, and recycled water systems, and report the findings to the legislature by October 1, 2028. To support this effort, DWR is conducting two studies: *Benefits and Impacts of the Indoor Water Use Standard* and *Indoor Residential Water Use*. The next Benefits and Impacts working group meeting is on **January 15, 2026**, and the Indoor Water Use working group is expected to meet on **February 2, 2026**. All working group meetings are open to the public. Water Authority staff are serving on the Benefits and Impacts Technical Advisory Panel.

General Order Requiring Initial Monitoring for PFAS (Jesica Cleaver)

On December 12, 2025, the SWRCB Division of Drinking Water (DDW) issued a [new monitoring order](#) requiring community and nontransient-noncommunity water systems to conduct initial monitoring for per- and polyfluoroalkyl substances (PFAS). The main purposes of the order are to require monitoring and reporting consistent with the PFAS National Primary Drinking Water [Regulation](#) and to establish monitoring and reporting requirements for additional PFAS contaminants in preparation for future California-specific PFAS regulations. Under the order, all sampling must be completed by **March 31, 2027**, and reporting must be completed by **April 26, 2027**.

Water Loss Standard Requirements (Mina Ziae)

In 2023, the SWRCB adopted [regulations](#) that set water loss performance standards for URWS. The regulations require URWS to submit a registry of breaks, repairs, and estimated water losses to the SWRCB every three years. After receiving several comments from water suppliers, including the Water Authority and industry associations, DDW released updated [Leak Registry Specifications](#) that incorporate much of the feedback received. The first registry is due **January 1, 2029**, and will contain data from Calendar Years 2025 through 2027. The SWRCB has also posted updated [Individual System Water Loss Standards](#) on its website.

Proposed Revisions to WOTUS Definition (Jesica Cleaver)

The U.S. Environmental Protection Agency (EPA) and Army Corps of Engineers recently released a [proposed rule](#) to revise the definition of Waters of the United States (WOTUS). The revision aims to align the definition with the U.S. Supreme Court's *Sackett v. EPA* decision and provide clearer, more predictable criteria for when waters fall under federal Clean Water Act jurisdiction. [Comments](#) are due **January 5, 2026**. WateReuse and the Association of California Water Agencies (ACWA) are developing comments to request that the definition exempt certain water and wastewater infrastructure.



2025 Urban Water Management Plan (Efren Lopez)

DWR is updating its 2025 Urban Water Management Plan (UWMP) Guidebook and released a [draft for public review](#) in November 2025. The draft includes minor revisions from the 2020 UWMP guidebook. Comments on the draft Guidebook were due December 2, 2025. DWR expects to release the final guidebook in early 2026. Water Authority staff anticipates releasing the member agency review draft of its 2025 UWMP in early January 2026. 2025 UWMPs are due to DWR by **July 1, 2026**.

Proposed Maximum Contaminant Level for Perchlorate (Jesica Cleaver)

Perchlorate is a naturally occurring and man-made chemical that is used in the production of rocket fuel and fireworks. It is easily dissolved in water and has been detected in some groundwater and surface water supplies. On November 6, 2025, the EPA submitted a proposed Maximum Contaminant Level (MCL) for perchlorate to the Office of Management and Budget for review. In 2019, the EPA proposed a perchlorate MCL at 56 parts per billion (ppb), but, in 2020, issued a determination not to regulate perchlorate in drinking water. That decision was challenged by the Natural Resources Defense Council, and on May 9, 2023, the D.C. Court of Appeals overturned EPA's determination. As a result, the EPA agreed to publish a final MCL by May 2027. In 2007, California established an MCL for perchlorate at 6 ppb.

Proposed Public Health Goal for 1,4-Dioxane (Jesica Cleaver)

1,4-Dioxane is a solvent that has been found in some California groundwater and surface water supplies. It is used in household and industrial products and has been classified as a probable human carcinogen. In 2020, the Office of Environmental Health Hazard Assessment (OEHHA) initiated the development of a Public Health Goal (PHG) for 1,4-dioxane in response to a request from the SWRCB. In September 2025, OEHHA proposed a PHG for 1,4-dioxane at 0.04 ppb. Comments were due November 25, 2025. Water Authority staff participated in an ACWA working group to provide input on a coalition letter (attached) that encouraged the need for OEHHA to consider the latest studies when setting a PHG because the final PHG will inform development of a future MCL.

Staff Contacts

Jesica Cleaver

JCleaver@sdcwa.org

Mina Ziae

MZiae@sdcwa.org

Debby Dunn

DDunn@sdcwa.org

Efren Lopez

ELopez@sdcwa.org



November 25, 2025

Pesticide and Environmental Toxicology Branch
Office of Environmental Health Hazard Assessment
California Environmental Protection Agency
Sacramento, CA

Subject: Comments on OEHHA's First Public Review Draft Proposed Public Health Goal for 1,4-Dioxane in Drinking Water

Dear Ms. Jimenez,

The undersigned organizations represent public agencies and private companies that provide safe, affordable, and reliable drinking water and wastewater services to millions of Californians. We are committed to achieving the Human Right to Water,¹ protecting public health and the environment, and to the beneficial reuse of California's limited and increasingly uncertain water resources through wastewater recycling and groundwater replenishment projects.

We appreciate this opportunity to comment on the Office of Environmental Health Hazard Assessment's (OEHHA) First Public Review Draft Public Health Goal (PHG) for 1,4-Dioxane in Drinking Water ("Draft PHG"). This chemical is found in the environment both from industrial uses and from the use of everyday personal care and cleaning products like

¹ Assembly Bill 685 (Chapter 524, Statutes of 2021). Water Code Section 106.3 establishes as state policy the right of "every human being [] to safe, clean, affordable, and accessible water adequate for human consumption, cooking, and sanitary purposes."

shampoos, soaps, and detergents. Because the sources of 1,4-Dioxane are so widespread, and the chemical is so hard to remove from water, any future regulatory standards targeting small concentrations would require advanced water treatment systems.²

Our water systems must meet strict standards set by the State Water Resources Control Board (SWRCB), and these standards are often based on PHGs developed by OEHHA.

While PHGs themselves aren't enforceable, they play a major role in shaping the rules we follow and the information we share with the public.

State law also requires OEHHA focus on public health when setting PHGs and requires OEHHA to use the latest science and methods and to set PHGs at levels that truly reflect what is safe for people.³ Recent research, including studies published since 2020, shows that using the default methodology for estimating cancer risk from exposure to 1,4-Dioxane is likely to overstate the potential harm, especially at the low levels found in drinking water. The best available science now demonstrates that there is a threshold below which 1,4-Dioxane does not pose a significant cancer risk. OEHHA did not consider many of these studies in its draft technical document. We urge OEHHA to more carefully consider this evidence.

Key Technical Points for OEHHA to Consider in Revising the Draft PHG:

- OEHHA should use the most up-to-date science: OEHHA should use the latest research and risk assessment methods to ensure the PHG truly reflects what is safe for people, without driving a future drinking water standard to a level that would create unnecessary additional barriers to water access and affordability.
- Recent science shows a threshold for cancer risk: New studies suggest that 1,4-Dioxane does not cause cancer at the low levels found in many sources of drinking water, meaning there is a “safe” level below which risk is negligible.

² “Advanced oxidation processes, which use peroxide and ultraviolet light (UV) or ozone, have been shown to destroy 1,4 Dioxane. Chlorination has also been found to be effective for the removal of 1,4 Dioxane. However, the byproducts that result from chlorination of 1,4 Dioxane are significantly more toxic than 1,4 Dioxane itself. Standard wastewater treatment methods and conventional activated sludge methods have proven to be ineffective. Air-stripping and granular activated charcoal do not remove 1,4 Dioxane from water.” SWRCB, Groundwater Fact Sheet for 1,4 Dioxane (rev. Nov. 2019), p. 3, available at https://www.waterboards.ca.gov/gama/docs/coc_1_4_dioxane.pdf.

³ Health and Safety Code §116365(c) requires OEHHA to prepare PHG risk assessments “using the most current principles, practices, and methods used by public health professionals who are experienced practitioners in the fields of epidemiology, risk assessment, and toxicology,” and to set PHGs at a “safe dose response threshold” if “adequate scientific evidence” demonstrates that such a threshold exists for the subject contaminant.

- Default cancer risk assessment methods are likely to overstate cancer risk: The traditional way of calculating cancer risk – using a linear model to extrapolate from high dose animal data – is likely to exaggerate cancer risk from exposure to 1,4-Dioxane, especially at very low concentrations.
- Need to use realistic worst-case assumptions in the PHG calculation: OEHHA's reliance on multiple exposure adjustments in the PHG calculation overstates potential impacts to sensitive populations.
- Need to improve transparency and public confidence in the PHG development process: OEHHA should at least calculate a threshold-based PHG to allow for a direct comparison between this approach and the default approach, including an evaluation of the relative weight of evidence and uncertainty of each approach.

Beyond the science, there are important policy issues to consider. For example, because 1,4-Dioxane is so common in consumer products and so hard to treat, setting a very low PHG may cause SWRCB to set a very low MCL, which could prevent communities from relying on recycled water—an essential resource as California faces ongoing drought and water shortages. Similarly, the advanced treatment needed to remove very small concentrations of 1,4-Dioxane is extremely expensive and may be out of reach for smaller or disadvantaged communities, putting them at greater risk of not meeting the Human Right to Water.

We are not asking OEHHA to ignore its mandate to protect public health. Instead, we ask that you take into account the latest scientific findings and employ the most relevant risk assessment methods to establish a PHG that better reflects real-world health risks. More accurate risk estimates will help the SWRCB set standards that protect human health without creating unnecessary barriers to water access and affordability.

We look forward to continuing this conversation and working with OEHHA as the PHG development process moves forward. For more detailed technical comments and references, please see Attachments 1 and 2.

If you have any questions or would like to discuss these comments further, please feel free to contact me at (949) 632-2074 or cwilson@socalwater.org.

Sincerely,

Charley Wilson

Executive Director
Southern California Water Coalition



Community Water Systems Alliance



California Municipal Utilities Association

Kelly Gardner

San Gabriel Valley Water Association

Nick Blair

Association of California Water Agencies



California Association of Sanitation Agencies



CA-NV AWWA



California Association of Mutual Water Companies



WaterReuse California

Enclosures:

Attachment 1 – Technical Comments

Attachment 2 – Recent Studies on 1,4-Dioxane

CC:

Dr. Kristine Thayer, Director, OEHHA

Dr. David Edwards, Chief Deputy Director, OEHHA

Dr. Kimberly Gettmann, Deputy Director for Scientific Programs

Dr. Amy Gilson, Deputy Director for External and Legislative Affairs, OEHHA

Yana Garcia, Secretary for Environmental Protection, CalEPA

Scott Lichtig, Deputy Secretary for Environmental Policy, CalEPA

Anna Naimark, Deputy Secretary and Special Counsel for Water Policy, CalEPA

Joaquin Esquivel, Chair, SWRCB

Dorene D'Adamo, Vice Chair, SWRCB

Laurel Firestone, Member, SWRCB

Nichole Morgan, Member, SWRCB

Sean Maguire, Member, SWRCB

Eric Oppenheimer, Executive Officer, SWRCB

Darrin Polhemus, Deputy Director, Division of Drinking Water, SWRCB

Attachment 1

Technical Comments on the First Public Review Draft PHG for 1,4-Dioxane in Drinking Water

November 25, 2025

1. OEHHA's literature review should include additional critical publications.

OEHHA states that it conducted a “systematic review” of the available health effects literature. However, OEHHA’s systematic review methodology, which is summarized in three pages in Appendix A, appears to be missing elements that are identified in authoritative papers and guidance as being critical to proper selection of key studies for health risk assessment, such as risk of bias analysis.^[1] Moreover, neither the draft Technical Support Document (TSD), nor Appendix A, show how OEHHA applied the Appendix A methodology to individual studies, or the results of that analysis, which might help explain why certain studies were selected while others were rejected.

The draft Technical Support Document (draft TSD) states that OEHHA’s literature review was updated through August 2023 (Appendix A, page 81), but the references listed on pages 71-80 only include four of nine papers relevant to the mode of action (MOA) for cancer effects from exposure to 1,4-Dioxane in drinking water, published between January 2020 and August 2023 (Lafranconi et al., 2021, Health Canada, 2021, Charkoftoki et al., 2022, and Chen et al., 2022). All nine papers were provided to OEHHA by SCWC in a letter to former OEHHA Director Dr. Loren Zeise, dated July 17, 2023 (see Attachment 2). Another paper missing from OEHHA’s literature review is Lafranconi et al., 2023, which synthesizes the literature demonstrating a threshold MOA for liver tumors.^[2] OEHHA’s list of references also excludes other authoritative assessments that have identified a threshold MOA for cancer effects from exposure to 1,4-Dioxane, including the European Chemicals Authority (2022), the World Health Organization (2005), and the European Chemicals Bureau (2002). And although it does

^[1] See for example, National Academies of Sciences, Engineering, and Medicine, The Use of Systematic Review in EPA’s Toxic Substances Control Act Risk Evaluations, 2021: <https://nap.nationalacademies.org/catalog/25952/the-use-of-systematic-review-in-epas-toxic-substances-control-act-risk-evaluations>.

^[2] Lafranconi, M., Anderson, J., Budinsky, R., Corey, L., Forsberg, N., Klapacz, J., & LeBaron, M. J. (2023). An integrated assessment of the 1,4-dioxane cancer mode of action and threshold response in rodents. *Regulatory Toxicology and Pharmacology*, 142(142), 105428. <https://doi.org/https://doi.org/10.1016/j.yrtph.2023.105428>

reference the Health Canada assessment, the draft TSD provides no direct analysis of that assessment, which demonstrates the lack of scientific basis for the genotoxic MOA and the scientific evidence supporting a clearly defined threshold MOA.

Attachment 2 also cites a new publication by Kirman et al., (2026) that is now available online at the *Journal of Regulatory Toxicology and Pharmacology*.^[3] This publication reports the findings of a six-member panel of subject matter experts charged with evaluating the scientific literature on the cancer MOA. The panel evaluated multiple alternative MOAs, including the genotoxic MOA OEHHA proposes in the draft TSD, and concluded that the most likely MOA begins with a threshold event (metabolic saturation), followed by cytotoxicity, proliferative repair processes (regenerative hyperplasia), promotion of cells with DNA damage, and tumor formation in susceptible tissues.

Request: OEHHA should include an analysis of these additional studies in a revised draft TSD, and discuss how they relate to the weight of evidence for alternative, non-linear MOAs.

2. The weight of evidence supports a threshold MOA over a linear MOA.

OEHHA has not established the scientific basis for using the default linear extrapolation approach for cancer dose response assessment. OEHHA states in the “Risk Characterization” section of the draft TSD, that because the evidence of genotoxicity is mixed, “a genotoxic MOA for 1,4-Dioxane cannot be ruled out.”^[4] However, OEHHA’s analysis here, and elsewhere in the TSD, does not address the relative weight of evidence for a genotoxic MOA compared to alternative, non-linear MOAs, despite the availability of methods to conduct quantitative weight of evidence comparisons to discern the most likely MOA.^[5] The SCWC addressed the lack of evidence supporting a genotoxic MOA in its July 2023 letter to Dr. Zeise:

^[3] Kirman, C. R., Bus, J. S., Gupta, S., Klaunig, J. E., Meek, M. E., & Hays, S. M. (2026). Expert panel evaluation of the tumor modes of action for 1,4-dioxane and their implications for human risk assessment. *Regulatory Toxicology and Pharmacology*, 164, 105950. <https://doi.org/https://doi.org/10.1016/j.yrph.2025.105950> <https://www.sciencedirect.com/science/article/pii/S0273230025001825?via%3Dihub>

^[4] Office of Environmental Health Hazard Assessment, First Public Review Draft, 1,4-Dioxane in Drinking Water, September 2025, p. 67.

^[5] See for example, Becker, R. A., Dellarco, V., Seed, J., Kronenberg, J. M., Meek, B., Foreman, J., Palermo, C., Kirman, C., Linkov, I., Schoeny, R., Dourson, M., Pottenger, L. H., & Manibusan, M. K. (2017). Quantitative weight of evidence to assess confidence in potential modes of action. *Regulatory Toxicology and Pharmacology*, 86, 205–220. <https://doi.org/https://doi.org/10.1016/j.yrph.2017.02.017>

1,4-dioxane is not mutagenic and there is no evidence that the dose response curve is linear at low doses. In its TSCA Risk Assessment, USEPA concluded “Based on the weight of scientific evidence, … there is some evidence for genotoxicity in vivo at high doses, but there is insufficient evidence to conclude that 1,4-dioxane is mutagenic or induces cancer through a mutagenic mode of action.”^[6] Reviews by all other authoritative bodies have also concluded that 1,4-dioxane is not likely mutagenic and only weakly genotoxic.^[7] Genotoxicity has only been detected at high levels of exposure, typically greater than 1,000 parts per million (ppm) in drinking water used in animal studies. Based on available occurrence data, drinking water concentrations in North America rarely exceed the current USEPA health advisory reference concentration of 0.00035 ppm (0.35 µg/L).^[8]

OEHHA’s statements in the draft TSD regarding the scientific support for a genotoxic MOA suggests that *any* evidence of genotoxicity justifies the default policy to use a non-threshold approach and a linearized multistage (LMS) cancer model to calculate cancer potency, even if that evidence is weak and the weight of evidence supports a different mode of action. This is an untenable and unscientific position. The practical outcome of OEHHA’s position is that, unless genotoxicity can be completely “ruled out,” which would require evaluation of every conceivable theoretical genotoxic mechanism and definitive proof of the absence of genotoxicity in each case, all of OEHHA’s cancer risk assessments will be based on a default methodology that ignores new scientific information and improved risk assessment methods. As we will discuss in the next section, this science policy position is also at odds with USEPA’s cancer risk assessment guidelines.

In its TSCA (2020) Risk Evaluation, USEPA considered, but ultimately rejected, a threshold MOA for assessment of cancer risks from exposure to 1,4-Dioxane based on data gaps that raised questions about whether the MOA had been adequately

^[6] Office of Chemical Safety and Pollution Prevention, USEPA, Final Risk Evaluation for 1,4-Dioxane, EPA-740-R1-8007 (Dec. 2020), p. 170.

^[7] Health Canada 2021; ECHA 2021, 2002; USEPA 2013; Agency for Toxic Substances and Disease Registry (ATSDR) 2012; World Health Organization (WHO) 2005; IARC 1999, National Industrial Chemicals Notification and Assessment Scheme (NICNAS) 1998. See Appendix B for complete citations.

^[8] See USEPA, Occurrence Data from the Unregulated Contaminant Monitoring Rule, UCMR 3 (2013–2015) Occurrence Data (Jan. 2017). <https://www.epa.gov/dwucmr/occurrence-data-unregulated-contaminant-monitoring-rule#3>. Only 2.9% of municipal water systems reported exceeding the 0.00035 ppm reference concentration.

established. USEPA did not change approach in the 2024 revised Risk Evaluation.^[8] OEHHA now has the benefit of additional scientific data from more recently published studies, including the just-published Kirman et al. paper that directly compares the level of confidence in a genotoxic MOA to a defined threshold MOA, and concludes that there is much greater confidence in the threshold MOA. This additional body of evidence reduces uncertainty in establishing a threshold MOA for cancer effects, enabling a more scientifically justified approach for risk assessment and for development of a more accurate PHG for 1,4-Dioxane.

It would also allow OEHHA to set a PHG for 1,4-Dioxane that conforms to the direction in the CSDWA to set the PHG at a safe dose response threshold if, as has been demonstrated in multiple government assessments and affirmed in recent scientific publications, “adequate scientific evidence” demonstrates that a safe dose response threshold exists (for 1,4-Dioxane). OEHHA’s assertion that use of a non-threshold LMS model is the appropriate approach to calculate cancer potency “unless there is sufficiently compelling evidence” to justify an alternative approach^[9] arbitrarily establishes a higher burden to justify departures from the default approach than the statute requires.

Request: OEHHA should reconsider its assumptions regarding genotoxicity and application of the LMS model and more thoroughly evaluate the weight of evidence supporting a threshold MOA for cancer effects.

3. OEHHA’s proposed approach for the cancer PHG conflicts with USEPA’s Cancer Risk Assessment Guidance.

OEHHA’s choice of the default linear low-dose extrapolation for cancer dose-response analysis follows from its assertion that “the available evidence for a singular predominant mechanism for 1,4-Dioxane carcinogenesis is not conclusive.”^[10] However, this assertion overstates the weight of evidence supporting the default linear approach and understates the weight of evidence supporting the probable non-linear threshold MOA defined in the above noted publications. It also conflicts with USEPA’s

^[8] See 2024 Final Revised Risk Determination for 1,4-Dioxane, available at <https://www.epa.gov/system/files/documents/2024-11/2.-1-4-dioxane--revised-risk-determination--public-release--hero--nov-2024.pdf>; 2024 Supplement to the 2020 Risk Evaluation for 2,4-Dioxane, available at <https://www.epa.gov/system/files/documents/2024-11/1.-1-4-dioxane--supplement-to-the-risk-evaluation--public-release--hero--nov-2024.pdf>.

^[9] Office of Environmental Health Hazard Assessment, First Public Review Draft, 1,4-Dioxane in Drinking Water, September 2025, p. 12.

^[10] Id., p. 51.

Guidelines for Carcinogen Risk Assessment (EPA Guidelines),^[11] the most comprehensive and authoritative cancer risk assessment guidance currently available, regarding selection of a dose-response approach.

Section 3.3.1 of the EPA Guidelines recommends linear extrapolation “when there are MOA data to indicate that the dose-response curve is expected to have a linear component below the [Point of Departure].” The EPA Guidelines offer as an example “agents that are DNA-reactive and have direct mutagenic activity,” or where human exposures or body burdens are “near doses associated with key precursor events in the carcinogenic process.” Neither of these conditions have been established for 1,4-Dioxane. The EPA Guidelines further stipulate that linear extrapolation is appropriate when the weight of evidence is inconclusive with respect to mode of action for a tumor site, and **“when scientifically plausible based on the available data”** (emphasis added). While OEHHA asserts that the weight of evidence supporting one MOA over another is inconclusive, it certainly has not established based on the available data that a genotoxic MOA is biologically plausible at typical human exposure levels. The consequence of choosing the default approach over a more scientifically plausible threshold MOA is a lower point of departure for calculating a PHG, which results in a PHG that may be substantially lower than necessary to meet the statutory requirement to “set the PHG at the level of the contaminant in drinking water that does not pose any significant risk to (public) health.”

OEHHA also disregards USEPA’s recommendation to present results based on more than one approach when “alternative approaches **with significant biological support are available for the same tumor response and no scientific consensus favors a single approach,”** (emphasis added). The lack of a comparative analysis of the above noted threshold PHG and OEHHA’s proposed genotoxic MOA-based PHG in the draft TSD fundamentally undermines the transparency of OEHHA’s cancer risk assessment for 1,4-Dioxane.

Request: OEHHA should follow the recommendations in USEPA’s Guidelines for Carcinogen Risk Assessment and evaluate a threshold MOA for comparison to the default linear MOA in the draft PHG.

4. OEHHA’s cancer risk assessment would be more reliable with increased transparency.

The fact that several other jurisdictions have developed and approved health assessments based on threshold MOAs for liver cancer helps to establish the likelihood

^[11] US EPA, Guidelines for Carcinogen Risk Assessment, March 2005.

of this MOA. USEPA’s decision to disregard its own Guidance in its 2013 IRIS assessment, and again in its 2020 and 2024 (revised) TSCA Risk Evaluation, is not sufficient justification for OEHHA to follow USEPA’s approach in developing a PHG for 1,4-Dioxane, especially in light of the several additional studies that have been published since USEPA completed its 2020 TSCA Risk Evaluation that add to the weight of evidence supporting a threshold MOA for liver cancer. Evaluating this approach alongside OEHHA’s proposed linear extrapolation would at least allow for a direct comparison of the two approaches, including an evaluation of the relative weight of evidence and uncertainty of each approach. This step would greatly improve the transparency of OEHHA’s draft TSD, and public confidence in the proposed PHG.

OEHHA’s failure to conduct a comparative analysis of alternative cancer PHGs is also a barrier to determining which methodology best achieves OEHHA’s statutory mandate to “set the PHG at a level that does not pose any **significant** risk to [public] health” (emphasis added). The CSDWA does not define what level of cancer risk constitutes a “significant risk.” For purposes of developing PHGs, OEHHA has interpreted this term to mean an increase of one theoretical cancer case per million people exposed to the subject contaminant in drinking water. This default cancer risk benchmark is an order of magnitude lower than the “no significant risk” threshold established in the Safe Drinking Water and Toxic Enforcement Act (Proposition 65) to warn the public about potential exposures to chemicals “known to the State of California to cause cancer.” It is also much more conservative than the plain meaning of the word “significant” would suggest in this context. The Cambridge Dictionary defines “significant” as “important, large, or great, especially in leading to a different result or to an important change.” OEHHA’s approach yields a PHG that is likely well below a level that corresponds to an “important, large, or great” cancer risk, and as noted in our cover letter, an overreaching PHG based on a scientifically implausible genotoxic MOA is likely to have negative real-world consequences.

Request: OEHHA should separately calculate an alternative PHG based on a threshold MOA and compare it to the linear extrapolation in the draft PHG to evaluate the relative weight of evidence and uncertainty of each approach.

5. OEHHA’s proposed cancer PHG does not reflect a complete evaluation of the available evidence and leads to incorrect conclusions.

In addition to the above-noted gaps in OEHHA’s literature review and the scientific basis for its proposed approach to dose-response assessment, there are several anomalies

in OEHHA's interpretation of the studies it used in developing the draft cancer PHG that lead to the wrong conclusions, including but not limited to those identified in the following examples.

Among the critical errors in the draft TSD is OEHHA's decision to use the female mouse data from Kano et al. (2009) as the point of departure for cancer risk assessment, despite the long-standing controversy regarding the tumor response observed in this study. OEHHA acknowledges on page 58 of the draft TSD that there was significant mortality among female mice early in the study. Kano et al. (2009) also reported a high incidence of background tumors in the control group and an exceptionally high incidence of combined tumors in female mice at the lowest tested dose, which conflicts with the findings of earlier studies showing lower tumor incidence at comparable exposures (e.g., NCI, 1978). Health Canada also rejected Kano et al. (2009) as a basis for cancer risk assessment because other studies did not corroborate the low dose tumor findings. Moreover, since the data upon which the Kano et al. (2009) findings are based is not available, it is not possible for other scientists to replicate this study or to validate these incongruous results. For these reasons, Kano et al. (2009) should not be selected as a key study, much less used to establish the point of departure for the PHG calculation.

OEHHA also draws incorrect conclusions based on inadequate analysis of the available evidence. In Appendix F, on page 148, OEHHA states that "there are no specific mechanistic data to suggest deviation from the standard assumptions, including low dose linearity." However, the growing weight of evidence for 1,4-Dioxane, including the most recent publication by Kirman et al. (2025), demonstrates that metabolic clearance in animals is overwhelmed at high exposure levels, which leads to a cascade of events resulting in tumor formation. Recent research (Charkoftaki et al., 2021; Chen et al., 2022) has identified oxidative stress as a key downstream event, followed by cell damage and a repair process that leads to increased cell proliferation. These latter events in the cancer MOA are demonstrated in some of the studies included in OEHHA's list of references (e.g., Dourson et al., 2014, 2017; Kano et al., 2008; Kasai et al., 2009; Kociba et al., 1974; Stott et al., 1981; Lafranconi et al., 2021; Miyagawa et al., 1999), but OEHHA's analysis of these studies appears to be incomplete. For example, OEHHA's analysis of Lafranconi (2021) is limited to an evaluation of sub-chronic effects and does not consider the additional data this study provides on 1,4-Dioxane's cancer MOA.

OEHHA acknowledges on page 28 that "The majority of in vitro studies indicate that 1,4-Dioxane is not genotoxic," and that USEPA concluded in its 2013 risk evaluation that

“1,4-Dioxane is nongenotoxic or weakly genotoxic based on results from in vitro studies.” These findings are consistent with those of every other regulatory agency that has evaluated the carcinogenic potential of 1,4-Dioxane. However, OEHHA disregards these findings in favor of a conclusion it attributes to USEPA’s 2020 TSCA risk evaluation that “1,4-dioxane is genotoxic *in vivo* at high doses based on bone marrow micronucleus assays.” This statement misrepresents the actual conclusion in USEPA’s 2020 risk evaluation, which focuses on the lack of evidence indicating that 1,4-Dioxane induces cancer through a mutagenic MOA:

“[b]ased on the weight of scientific evidence, EPA concluded that there is some evidence for genotoxicity *in vivo* at high doses, but there is insufficient evidence to conclude that 1,4 -dioxane is mutagenic or induces cancer through a mutagenic mode of action.”^[12]

OEHHA offers other hypotheses regarding how 1,4-Dioxane might induce a genotoxic response, such as the possibility that metabolites of 1,4-dioxane are mutagenic,^[13] DNA strand breaks,^[14] and deficiencies in experimental systems,^[15] but it does not provide scientific evidence demonstrating that these hypotheses are relevant to the 1,4-Dioxane cancer MOA. OEHHA also fails to acknowledge studies demonstrating that 1,4-Dioxane does not cause direct DNA damage (e.g., Scott et al., 1981).

Request: These and other needs underscore the importance of a comprehensive revision of the draft TSD and the PHG calculation.

6. OEHHA’s reliance on multiple improbable default assumptions results in a PHG that is likely to overstate cancer risk.

To calculate a point of departure for 1,4-Dioxane risk assessment, OEHHA starts with a one in 1 million cancer risk benchmark, then employs the conventional default assumption that 1,4-Dioxane is a direct-acting mutagen and uses a linear extrapolation to predict human cancer risk at low doses from high dose animal data. In this case, reliance on the default linear approach, which conflicts with the weight of evidence, results in a lower point of departure for the PHG calculation.

^[12] Office of Chemical Safety and Pollution Prevention, USEPA, Final Risk Evaluation for 1,4-Dioxane, EPA-740-R1-8007 (Dec. 2020), page 170.

^[13] Office of Environmental Health Hazard Assessment, First Public Review Draft, 1,4-Dioxane in Drinking Water, September 2025, page 45.

^[14] *Id.*, page 45.

^[15] *Id.*, page 46.

OEHHA then uses default Age Sensitivity Factors (ASF) to account for the possibility that early life stages (e.g., fetus, infant, child) may be more susceptible to adverse health effects from exposures to 1,4-Dioxane. OEHHA does not cite any scientific evidence supporting this adjustment, even though the law that directs OEHHA to consider differential susceptibility for infants and children expressly indicates that such adjustments are required “where data permit.”^[16] Rather, OEHHA states that default ASFs “are applied regardless of the mechanism of action, unless chemical-specific data exist to better guide the risk assessment.”^[17] This policy decision also conflicts with the language in the CSDWA requiring OEHHA to consider disproportionate effects on infants, children and other sensitive subgroups “to the extent information is available.”^[18] The default ASFs magnify the effect of OEHHA’s default drinking water intake rates, which already account for differences in exposures during early life stages. OEHHA’s default drinking water intake rates are also improbably high for early life stages. For example, OEHHA assumes a third trimester fetus drinks 0.047 liters per kilogram of body weight per day (L/kg-d). For an average 3.4 kg fetus (US EPA 2011), that assumption corresponds to a **tap water** intake of 0.16 liters per day (L/d). For a 0-2 year old child, OEHHA assumes a rate of 0.196 L/kg-d, which for the average 11.4 kg-child translates to 2.2 liters, or more than half a gallon of tap water per day.

The result of relying on these extremely conservative and scientifically unsupported policy decisions in the PHG calculation is an estimate that may substantially overpredict cancer risk even for the most sensitive populations.

Request: OEHHA should utilize more realistic worst-case assumptions for early life stage exposures and avoid double counting exposure parameters in the PHG calculation.

Attachment 2

^[16] The Age Sensitivity Factor (ASF) was introduced by OEHHA in 2009 in the *Technical Support Document for Cancer Potency Factors: Methodologies for derivation, listing of available values, and adjustments to allow for early life stage exposures*. The ASF was developed in response to SB 25 (Escutia, 1999). OEHHA states “Under SB 25, OEHHA is mandated to consider infants and children specifically, **where data permit**, in evaluating the health effects of Toxic Air Contaminants (TACs)” (emphasis added).

^[17] Office of Environmental Health Hazard Assessment, First Public Review Draft, 1,4-Dioxane in Drinking Water, September 2025, p. 65.

^[18] Health and Safety Code § 116365(c)(1)(C)(ii).

1,4-Dioxane Studies Published Since USEPA's TSCA Risk Assessment (2020)

November XX, 2025

1. Kirman, C.R. Bus, J.S., Gupta S., Klaunig, J.E., Meek, M.E., Hays, S.M. (2026). Expert panel evaluation of the tumor modes of action for 1,4-Dioxane and their implications to human risk assessment. *Regulatory Toxicology and Pharmacology*. <https://www.sciencedirect.com/science/article/pii/S0273230025001825?via%3Dihub>
2. Chappell, G. A., Heintz, M. M., & Haws, L. C. (2021). Transcriptomic analyses of livers from mice exposed to 1,4-dioxane for up to 90 days to assess potential mode(s) of action underlying liver tumor development. *Current Research in Toxicology*, 2, 30–41. <https://www.sciencedirect.com/science/article/pii/S2666027X21000037?via%3Dihub>
3. Charkoftaki, G., Golla, J. P., Santos-Neto, A., Orlicky, D. J., Garcia-Milian, R., Chen, Y., Rattray, N. J. W., Cai, Y., Wang, Y., Shearn, C. T., Mironova, V., Wang, Y., Johnson, C. H., Thompson, D. C., & Vasiliou, V. (2021). Identification of Dose-Dependent DNA Damage and Repair Responses From Subchronic Exposure to 1,4-Dioxane in Mice Using a Systems Analysis Approach. *Toxicol Sci*, 183(2), 338–351. <https://doi.org/10.1093/toxsci/kfab030>
4. Chen, Y., Wang, Y., Charkoftaki, G., Orlicky, D. J., Davidson, E., Wan, F., Ginsberg, G., Thompson, D. C., & Vasiliou, V. (2022). Oxidative stress and genotoxicity in 1,4-dioxane liver toxicity as evidenced in a mouse model of glutathione deficiency. *Science of The Total Environment*, 806, 150703. <https://academic.oup.com/toxsci/article/183/2/338/6166667>
5. Corton, J. C., Hill, T., Sutherland, J. J., Stevens, J. L., & Rooney, J. (2020). A Set of Six Gene Expression Biomarkers Identify Rat Liver Tumorigens in Short-term Assays. *Toxicol Sci*, 177(1), 11–26. <https://doi.org/10.1093/toxsci/kfaa101> ECHA. (2021). ECHA Scientific Report for evaluation of limit values for 1,4-dioxane at the workplace. <https://echa.europa.eu/documents/10162/ffebd37d-e38c-0b15-7376-229481dd9619%0A>

6. Health Canada. (2021). Guidelines for Canadian Drinking Water Quality Guideline Technical Document 1,4- Dioxane. <https://www.canada.ca/en/health-canada/services/publications/healthy-living/guidelines-canadian-drinking-water-quality-guideline-1-4-dioxane.html>
7. Lafranconi, M., Budinsky, R., Corey, L., Klapacz, J., Crissman, J., LeBaron, M., Golden, R., & Pleus, R. (2021). A 90-day drinking water study in mice to characterize early events in the cancer mode of action of 1,4- dioxane. *Regulatory Toxicology and Pharmacology*, 119, 104819.
<https://www.sciencedirect.com/science/article/pii/S0273230020302452?via%3Dhub>
8. Lafranconi, M., Anderson, J., Budinsky, R., Corey, L., Forsberg, N., Klapacz, J., & LeBaron, M. J. (2023). An integrated assessment of the 1,4-dioxane cancer mode of action and threshold response in rodents. *Regulatory Toxicology and Pharmacology*, 142(142), 105428. <https://doi.org/https://doi.org/10.1016/j.yrtph.2023.105428>
9. Totsuka, Y., Maesako, Y., Ono, H., Nagai, M., Kato, M., Gi, M., Wanibuchi, H., Fukushima, S., Shiizaki, K., & Nakagama, H. (2020). Comprehensive analysis of DNA adducts (DNA adductome analysis) in the liver of rats treated with 1,4-dioxane. *Proceedings of the Japan Academy, Series B*, 96(5), 180–187.
<https://doi.org/10.2183/pjab.96.015>
10. Wang, Y., Charkoftaki, G., Davidson, E., Orlicky, D. J., Tanguay, R. L., Thompson, D. C., Vasiliou, V., & Chen, Y. (2022). Oxidative Stress, Glutathione and CYP2E1 in 1,4-Dioxane Liver Cytotoxicity and Genotoxicity: Insights from Animal Models. *Current Opinion in Environmental Science & Health*, 100389.
<https://www.sciencedirect.com/science/article/abs/pii/S0048969721057818?via%3Dhub>
11. Webster, F., Lambert, I. B., & Yauk, C. L. (2021). Adverse Outcome Pathway on Cyp2E1 activation leading to liver cancer. In *OECD Series on Adverse Outcome Pathways* (19th ed.). Organisation for Economic Cooperation and Development (OECD). https://www.oecd.org/en/publications/adverse-outcome-pathway-on-cyp2e1-activation-leading-to-liver-cancer_56e9bbf0-en.html

Water Authority's CY 2026 Member Agency Data Survey*
Tentative Schedules

For Agencies Participating in PSAWR Program

No.	Data Description	Frequency	Survey Request Date	Due Date
1	Data for CY 27 Annual Rates & Charges - Demand on Water Authority and Water Use Projections	Annual	last week of January	last week of February
2	Annual Water Supply and Demand Assessment Survey (required under "Making Water Conservation a California Way of Life"(SB606 & AB1668) legislation)	Annual	April	May
3	Change of Boundary	Annual	August	September
4	Annual FY 2026 Water Use/Deliveries Reconciliation (including customer class water consumption)	Annual	mid August	end of September
5	PSAWR – Annual FY 2026 assessment	Annual		
6	PSAWR – Confirm Eligibility List and Provide 2026 Customer Participant List	Annual	mid-September	end of December

*Does not include survey requests in the event of changed conditions (dry/wet weather, new legislation, etc.)

For Agencies NOT Participating in PSAWR Program

No.	Data Description	Frequency	Survey Request Date	Due Date
1	Data for CY 27 Annual Rates & Charges - Demand on Water Authority and Water Use Projections	Annual	last week of January	last week of February
2	Annual Water Supply and Demand Assessment Survey (required under "Making Water Conservation a California Way of Life"(SB606 & AB1668) legislation)	Annual	April	May
3	Change of Boundary	Annual	August	September
4	Annual FY 2026 Water Use/Deliveries Reconciliation (including customer class water consumption)	Annual	mid August	end of September

*Does not include survey requests in the event of changed conditions (dry/wet weather, new legislation, etc.)

WHAT'S HOT REPORT

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**San Diego County
Water Authority**

What's Hot?

State Legislative Activity

The second session of the two-year legislative session kicked off on January 5. In the Senate, Senate Pro Tem Monique Limon has shaken up leadership and committee assignments as is typical when a new leader assumes their reign. Legislators will soon begin to introduce their new bills for the session and maybe recycle old bills that didn't go anywhere last year. Affordability is emerging, again, as a central issue for both chambers as they shape their case ahead of the November election.

Federal Legislative Activity

To say this year started off with a bang, would be an understatement. With the capture of Venezuelan President Nicolas Maduro and his wife, America is poised to enter a new phase in foreign affairs that is sure to consume time and energy away from legislators in Washington. While the outcome of this action remains unknown, Congress will still need to function in its basic purpose to fund the government and serve the domestic agenda. The mid-term election this fall will be a bellwether on this administration and current leadership in Congress. From our perspective, 2026 is a pivotal year as we look at WRDA reauthorization, Farm Bill reauthorization, Post-2026 Colorado River operating guidelines, and water transfer opportunities. The Water Authority remains fully committed to keeping our priorities at the forefront for policymakers.



Nicolás Maduro and his wife, Cilia Flores, ahead of their arraignment at the U.S. District Court. (Reuters)

State Update

What's Happening Around Sacramento

Prop. 4 APA Exemption- AB 35

In 2026, Assemblymember David Alvarez will be championing AB 35, which is a bill that intends to offer an exemption for Proposition 4 from the Administrative Procedure Act (APA). Exempting Proposition 4 funding from the APA aligns with long-standing precedent for natural resource bonds and would allow urgently needed projects—such as work on border rivers, water recycling, and wildfire prevention—to move forward without 12- to 18-month administrative delays. These delays run counter to the strong voter mandate for Proposition 4 and the expectation that communities will see timely investment in critical infrastructure. Moreover, without an exemption, the State Water Resources Control Board would be forced to remove Proposition 4 dollars from its Intended Use Plan, reducing flexibility and hindering the state's ability to deliver safe, reliable drinking water through a coordinated mix of funding sources.

The bill, which is sponsored by the County of San Diego, is scheduled for a hearing on January 12, 2026 in the Assembly's Natural Resources Committee. The Water Authority has joined a statewide coalition in submitting a letter of support to the committee ahead of the hearing. We will continue to closely monitor this legislation for further development.

New Committee Leadership

At the end of December, Senate President pro Tempore, Monique Limón (D-Santa Barbara), announced the Senate Democratic Leadership Team and committee membership assignments for the remainder of the 2025-2026 session. This move was expected as she prepares to lead the chamber in 2026. Leadership appointments and changes to Budget and Budget Subcommittees, and Natural Resources and Water Committee (Sen. Josh Becker) will take immediate effect. All other changes, including the creation of new committees, will take effect on February 1, 2026. Below are some of the key leadership announcements and a look at our San Diego delegation's committee assignments. For a full list of appointments please visit the Pro Tem's [website](#).

Position	Legislator
Majority Leader	Senator Angelique Ashby (D-Sacramento)
Assistant Majority Leader	Senator Aisha Wahab (D-Silicon Valley)
Assistant Majority Leader	Senator Laura Richardson (D-San Pedro)
Democratic Caucus Chair	Senator Caroline Menjivar (D-San Fernando Valley)
Majority Whip	Senator Tim Grayson (D-Concord)
Assistant Majority Whip	Senator Dave Cortese (D-San Jose)
Assistant Majority Whip	Senator Steve Padilla (D-San Diego)
Assistant Majority Whip	Senator Susan Rubio (D-Baldwin Park)

- **Senator Steve Padilla's** committee assignments include: Agriculture; Governmental Organization; Health; Housing; Insurance, Privacy, Digital Technologies, and Consumer Protection; and, Joint Committee on Fairs Allocation and Classification.
- **Senator Akilah Weber Pierson's** committee assignments include: Budget & Fiscal review; Budget Subcommittee #3 on Health and Human Services; Governmental Organization; Health; Human Services; Judiciary; Joint Committee on Fisheries and Aquaculture; and, Joint Legislative Committee on Climate Change Policies.
- **Senator Catherine Blakespear's** committee assignments include: Budget & Fiscal Review; Budget Subcommittee #2 on Resources, Environmental Protection and Energy; Emergency Management; Environmental Quality (Chair); Governmental Organization; Transportation; Joint Legislative Committee on Climate Change Policies; and, Joint Legislative Committee on Emergency Management.
- **Senator Brian Jones'** committee assignments include: Insurance; Privacy, Digital Technologies, and Consumer Protection; Rules; Joint Committee on Fisheries and Aquaculture; and, Joint Committee on Rules.
- **Senator Kelly Seyarto's** committee assignments include: Appropriations; Budget & Fiscal Review; Budget Subcommittee #5 on Corrections, Public Safety, Judiciary, Labor and Transportation; Emergency Management; Housing; Local Government; Public Safety; Transportation; and, Joint Legislative Committee on Emergency Management.

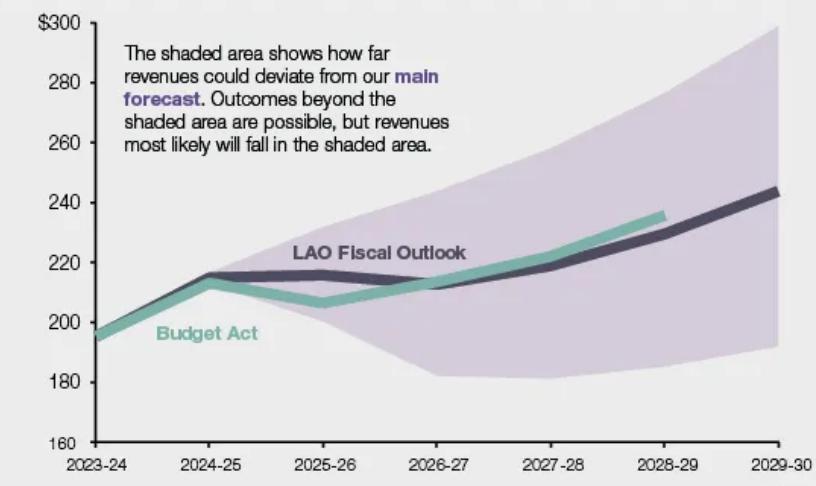
State Budget

Later this week, the Governor will release his initial budget proposal that will lay out his priorities for fiscal year 2026-27 as well as his estimate of the anticipated deficit. In November, the Legislative Analyst's Office (LAO), projected an \$18 billion deficit in the next budget but the LAO and the Governor do not often coincide on this figure. General fund receipts already exceeded the June budget forecast by as much as \$9 billion. The possibility exists that this trend could continue and lead to even higher revenues but there is a lot of uncertainty around this. The LAO recognizes that there is a lot of room for deviation from the forecast, see the graph below.

Figure 2

LAO Revenue Outlook

Total Revenues (In Billions)



Following the Governor's release of his January budget plan, the budget subcommittees in both houses will begin reviewing the Governor's proposals. Ultimately, the June 2026 budget will balance the 2026–27 state budget, as required by the California Constitution, relying largely on the administration's May revenue estimates along with a combination of spending estimates and proposals from both the Governor and the Legislature. Over the coming months, subcommittee activity will likely focus less on the shifting 2026 deficit figure and more on two central questions: (a) which of the Governor's proposals for closing the 2026 deficit present the greatest concerns and (b) how aggressively the state should work to reduce projected deficits in future years. These discussions may generate new proposals and alternatives from both the executive and legislative branches as the next six months unfold.

Legislative Calendar

January 5: Legislature reconvenes for the 25-26 session.

January 10: Governor must submit budget by this day.

January 31: House of Origin Deadline.



Federal Update

What's Happening Around DC

SPEED Act

On December 18, the House of Representatives passed HR 4776, the Standardizing Permitting and Expediting Economic Development (SPEED) Act. This bill narrows the scope of National Environmental Policy Act of 1969 (NEPA) by redefining what counts as a major federal action, limiting which projects trigger review, and speeding up the overall process. It excludes actions already reviewed under comparable federal, state, or tribal environmental laws and directs agencies to consider only the direct, proximate effects of a project rather than speculative or indirect impacts. It also changes when environmental assessments are required and introduces additional reforms, including limits on judicial review of NEPA cases.

The House's Natural Resources Chairman Bruce Westerman (R-AK), issued the following statement on the bill:

"The passage of the SPEED Act is a win for America. For too long, America's broken permitting process has stifled economic growth and innovation. To build the infrastructure needed to deliver affordable energy to American families and defend against 21st-century threats, we must fix this process. The SPEED Act will encourage investment, bring certainty to permitting, end abusive litigation, and allow America to build again. I thank my colleague, Representative Golden, for working with me on this bipartisan victory. I urge my colleagues in the Senate to act quickly and send the SPEED Act to President Trump's desk. We cannot wait any longer."

The Water Authority will closely monitor this bill as it weaves through the legislative process.

Water Resources Development Act (WRDA)

On December 17, 2025, the House's Committee on Transportation and Infrastructure held a hearing entitled "Water Resources Development Act of 2026: Stakeholder Priorities." This hearing is the first of a series that the subcommittee on Water Resources and Environment will hold before drafting a Water Resources Development Act (WRDA) for 2026. To kick off the WRDA 2026 process, stakeholders from across the nation discussed the importance of Army Corps Civil Works programs and maintaining a consistent two-year WRDA schedule.

The U.S. Army Corps of Engineers (USACE) is a Department of Defense agency that develops water resource projects, principally to improve navigable channels, reduce flood and storm damage, and restore aquatic ecosystems. Congress often considers, on a biennial schedule, omnibus legislation to authorize USACE water resource activities. Congress regularly refers to this legislation as WRDA. WRDAs are distinguished from each other by the year of enactment

(e.g., WRDA 1986). Authorization is generally a precondition for USACE activities to be eligible for federal appropriations. WRDA provisions generally add to or amend existing USACE authorizations and provide congressional policy direction to the agency. Drivers for enactment of a new WRDA typically include nonfederal and congressional interest in new USACE studies and projects as well as adjustments to existing USACE projects, programmatic authorities, and policies. Events such as droughts and floods, along with congressional deliberations on infrastructure investments and other policy initiatives, typically shape this legislation in Congress.

Individual member offices will soon begin accepting requests from their districts on WRDA eligible projects for consideration in the bill.

Legislative Calendar

Jan. 5: Senate reconvenes

Jan. 6: House Reconvenes

Jan. 19-23: Senate in state work period

Jan. 26-30: House in district work period



YUIMA MUNICIPAL WATER DISTRICT **ADMINISTRATIVE REPORT**

January 2026

Amy Reeh
General Manager

DISTRICT BUSINESS

District Staff completed all annual financial reporting for Yuima and the other agencies it manages. Yuima's ACFR was submitted to the GFOA in December and also submitted to the County of San Diego as required in the beginning of January.

January marks the update to the SDCWA pass-through charges to each Yuima customer. Unfortunately, this year's fees are significantly increased due to a change in SDCWA's rate structure. This increase affects every customer differently but is especially detrimental to Yuima's large growers. On January 12, 2026, Yuima staff held a meeting with many of its large growers and other customers who chose to attend. At this meeting staff explained the calculation methodology to attendees and the reason for SDCWA's rate structure change. SDCWA's General Manager, Dan Denham, attended the meeting and fielded questions by the growers. While there is no avoiding these fixed costs, SDCWA continues to find alternative revenue sources to help offset the increasing costs and perhaps reduce future pass-through charges. Additionally, Yuima General Manager Reeh met with federal lobbyists to discuss possible legislation that may be able to provide financial relief to Yuima customers. Yuima management and staff work diligently every day to find solutions and cost saving measures to help its customers continue growing in the valley for the foreseeable future.

GROUND MANAGEMENT AUTHORITY

Preparation of the 5-Year GSP update has begun. Fall well monitoring will take place the last week of October. This monitoring is used both the Annual Report and the GSP 5-Year Update. Yuima staff continue to issue bills for water extraction fees.

ANNEXATIONS/NEW SERVICE REQUESTS – No Update

UPDATE: General Manager Reeh and SWRCB are working with DWR to get approval for the state to include the purchase of the large used tank for the project. The annexation team has received conditional approval for the construction grant being obtained in association with the new infrastructure that must be constructed to serve the 57 new domestic connections. General Manager Reeh is working with the team to fulfill the necessary conditional documents as well as reviewing the project scope of work to dial in the costs estimates that may change due to a potential change in the scope of work relative to the tank storage requirements.

PERMITTING:

The State Water Resources Control Board has conducted a sanitary survey on both of Yuima's operating systems. More information is available in the Operations Report.

YUIMA MUNICIPAL WATER DISTRICT
2025-26 Capital Projects
As of November 2025

		Approved 2025-26 Budget	Approved Budget Carry Forward	Current Year Expenditures 2025-26	Prior Year Expenditures Forward	Total Project Expenditures
GENERAL DISTRICT	10-600-60					
McNally Tank 2 Interior Repair	6300-617	\$42,373				\$ -
T-Y Booster 2 Repair	6300-614	\$12,500		\$ 6,205		\$ 6,205
Creek Crossing Repairs	6500-613	\$550,000				\$ -
McNally Analyzer	6500-609	\$17,127		\$ 9,004		\$ 9,004
Total General District Capital Projects - 2025-26				\$ 15,209	\$ -	\$ 15,209
IMPROVEMENT DISTRICT A	20-600-60					
Perricone Mixer	6200-676	\$ 22,000		\$ 31,353		\$ 31,353
Station 8 Booster SCADA	6500-609	\$ 20,000		\$ 19,968		\$ 19,968
Station 4 Pump Station Repairs	6300-669	\$ 11,192		\$ 15,523		\$ 15,523
Station 6 Pump #2	6300-663	\$ 10,163		\$ 6,339		\$ 6,339
Tank 1 Interior Repair	6200-675	\$ 21,645				\$ -
Total IDA Capital Projects - 2025-26				\$ 73,183	\$ -	\$ 73,183
Total General District & IDA Capital Projects 2025-26		\$ -	\$ -	\$ 88,392	\$ -	\$ 88,392

YUIMA MUNICIPAL WATER DISTRICT
2025-26 Capital Projects
As of December 2025

		Approved 2025-26 Budget	Approved Budget Carry Forward	Current Year Expenditures 2025-26	Prior Year Expenditures Forward	Total Project Expenditures
GENERAL DISTRICT	10-600-60					
McNally Tank 2 Interior Repair	6300-617	\$42,373				\$ -
T-Y Booster 2 Repair	6300-614	\$12,500		\$ 6,205		\$ 6,205
Creek Crossing Repairs	6500-613	\$550,000		\$ 197,500		\$ 197,500
McNally Analyzer	6500-609	\$17,127		\$ 9,004		\$ 9,004
Total General District Capital Projects - 2025-26				\$ 212,709	\$ -	\$ 212,709
IMPROVEMENT DISTRICT A	20-600-60					
Perricone Mixer	6200-676	\$ 22,000		\$ 31,353		\$ 31,353
Station 8 Booster SCADA	6500-609	\$ 20,000		\$ 19,968		\$ 19,968
Station 4 Pump Station Repairs	6300-669	\$ 11,192		\$ 15,523		\$ 15,523
Station 6 Pump #2	6300-663	\$ 10,163		\$ 6,339		\$ 6,339
Tank 1 Interior Repair	6200-675	\$ 21,645				\$ -
AMR Meter Replacement	6500-616			\$ 4,122		\$ 4,122
Total IDA Capital Projects - 2025-26				\$ 77,304	\$ -	\$ 73,183
Total General District & IDA Capital Projects 2025-26		\$ -	\$ -	\$ 290,013	\$ -	\$ 285,892

YUIMA MUNICIPAL WATER DISTRICT

Operations Report

January 2026

STATE WATER RESOURCES CONTROL BOARD

The SWRCB was on site during the week of January 12th to conduct a sanitary survey of both the Yuima General and the IDA operating systems. These surveys not only include physical review of most of the infrastructure but also inspection of all of the water quality reporting records, backflow certification records and many other reporting requirement records for each system. Staff continues to provide documentation to the SWRCB and expects a final report of the survey to be available in two months.

SDCWA CONNECTION

Yuima General District purchased 373.2 acre feet of water from SDCWA.

WELLS – YUIMA

WELL	Production	GPM	STATUS
T-Y Well 1	50.9	507	Active

TAP METERS

There are 3 tap meters that monitor the water delivered to IDA from Yuima. It has been several years since these meters have been tested for recording accuracy. The District will be conducting flow tests on these meters soon.

WELLS - IDA

River Wells

WELL	GPM	STATUS
12	261	In Service
19A	233	In Service
20A	299	In Service
25	336	In Service
22*	170	In Service

Fan Wells

WELL	GPM	STATUS
7A		Non-Potable Water Use – Lease Agreement
10		Non-Potable Water Use – Lease Agreement
14*	224	In Service *used intermittently – High Nitrates
17*	134	In Service *used intermittently – High Nitrates
18		Non-Potable Water Use – Lease Agreement
29*	76	Out of Service – Motor Saver Switch

*Wells 14, 17, 22 & 29, which are normally high in nitrates are used intermittently. When used they are blended (~3:1) with imported water to achieve water quality compliance.

Horizontal Wells

WELL	GPM	STATUS
41	14	Non-Potable Water Use – Lease Agreement
42	21	Non-Potable Water Use – Lease Agreement
44	5	Non-Potable Water Use – Lease Agreement
46	7	Non-Potable Water Use – Lease Agreement
47	3	Non-Potable Water Use – Lease Agreement
48	14	Non-Potable Water Use – Lease Agreement
49	8	Non-Potable Water Use – Lease Agreement
50	10	Non-Potable Water Use – Lease Agreement

BOOSTER STATIONS

STATION	PUMPS	STATUS
T-Y	1, 2	Pump 2 Out of service (Pump Fail) **Repairs have been approved, pending Hydrocurrent's schedule
PERRICONE	1,2,3,4	Pump 4 Out of Service (Motor), Pump 2 Mechanical Seal Spray

FOREBAY	1,2,3,4	Pump 4 Out of service (Motor)
EASTSIDE	1,2,3	Generator out of Service
1	1,2,3,4	All in service
4	1,2,3	Pump 1 Out of service (VFD) Bypass is disconnected
6	1,2,3	Pump 1 Out of Service (Mechanical Seal)
7	1,2,3	All in service
8	1,2,3,4	All in service

RESERVOIRS AND TANKS

- Dunlap tank is a bolt together, galvanized tank with a life expectancy of 25 years. The tank is currently 22 years old and has a high level of corrosion on the interior due to the high levels of iron and manganese that come from the horizontal well water. The District used the tank to blend the horizontal well water until May of 2019 when the SWRCB directed YMWD to stop that practice and use the well water for agricultural purposes only. The inspection of Dunlap tank in July 2024 revealed that the tank does, in fact, need to be replaced. ***Staff has located a replacement tank; purchase details to follow in February meeting.***
- Eastside Tank was inspected and cleaned in November 2026. We are awaiting the inspection report from USG.
- Tank 1 was inspected and cleaned in April of 2022; the exterior of the tank was found to be in good condition. The interior of the tank has significant corrosion on the shell above the water line and therefore it is recommended that the tank should be inspected every two years until the tank interior is recoated. We currently have a purchase order open with USG for the repair of this tank. It is currently a scheduling issue. ***This tank is scheduled for repairs in Feb-March of 2026***
- Tank 8 was inspected and cleaned in April of 2023.
- Perricone Tank was inspected in April 2023. The interior and exterior of the tank were recoated in 2016. The exterior of the tank was found to be in very good condition. The interior of the tank was found to be in good condition overall. The tank is due for inspection in 2026. There are a few minor areas of corrosion that can be fixed to mitigate any serious damage.
- Zone 4 Tank was cleaned and inspected in January 2022. There was some sediment. The interior coating looked good, and the tank cleaned up nicely.

- McNally Tank 1 was inspected and cleaned in April of 2022. The roof has metal loss that needs to be addressed. Due to the metal loss on the roof, it is recommended the interior of the tank be recoated within the next 24 months. A purchase order has been issued to USG and we are waiting for them to coordinate the scheduling
- McNally Tank 2 was inspected and cleaned in April 2023 and is in similar condition to McNally Tank 1. This tank will be inspected and cleaned in fiscal year 25-26, likely early in calendar year 2026.
- Forebay Tank was inspected in April of 2022. The overall condition of the exterior and interior ranges from good to excellent except for the overflow lines which have moderate corrosion and early stages of metal loss. The inspection company recommends addressing the corrosion on the overflow lines.

WATER QUALITY

The Yuima and IDA distribution systems, as well as all special raw water groundwater well bacteriological tests, are taken on schedule and the District remains in compliance with all water quality standards.

DISTRICT OPERATIONS PERSONNEL

The District continues the onboarding and training process of its new field staff. All new staff members are learning the operating system and doing a tremendous job on the day to day maintenance and operations of District facilities.

OTHER PROJECTS AND PROGRAMS

Mainline Repairs

The two sections of Yuima's 20" mainline have been repaired and all emergency mitigation measures for future damage seem to be successful as the area experienced significant rainfall right after the repairs were completed. Staff observed significant waterflow through the area with no damage to the mainlines.

CWA Emergency Storage Project (ESP) Valley Center MWD / Yuima MWD Inter-tie

The construction has been completed on the McNally and Halcones ESP sites. The startup for this project should occur sometime in March. We anticipate 4 cfs to be available with this connection during an emergency.

SAFETY PROGRAMS AND TRAINING

Field staff participate in weekly tailgate safety meetings and continue to complete necessary training online as well as with other Districts and with various additional industry resources.

WATER METERS AND SERVICES

Meter Replacements, Downsizing and Removals

District staff continue to analyze and replace older meters in the District to help reduce slippage. Older propeller/mechanical meters tend to become less accurate over time, especially with the high usage encountered. All new meters installed are ultrasonic, they have no mechanical parts to wear down. These new meters provide long lasting accuracy and are AMR compatible. Meaning they can be incorporated into an AMR (drive-by) meter reading program in the future.

SDCWA MAINTENANCE SHUTDOWNS

Our District will be affected by a SDCWA ten (10) day maintenance shutdown scheduled for January 25, 2026 through February 3, 2026. We will not have any water available from SDCWA for delivery during the shutdown.

STATE WATER RESOURCES CONTROL BOARD

Yuima General District's revised operating permit has been issued.

IDA's revised operating permit has not been issued but all conditions for reissuance have been met and IDA remains a T2 facility. IDA is due for a Sanitary Survey in 2025 and SWRCB staff felt they would hold off on final permit issuance until that survey is conducted. YMWD staff do not anticipate any issues but are conducting an in-house inspection of the District to address any concerns that might arise during the sanitary survey.

Staff will work closely with SWRCB to always resolve any issues or concerns.

RAINFALL RECORD 2025/2026 YUIMA SHOP

Location: 34928 Valley Center Road, Pauma Valley @ 1050' elevation

	Jul-25	Aug-25	Sep-25	Oct-25	Nov-25	Dec-25	Jan-26	Feb-26	Mar-26	Apr-26	May-26	Jun-26	
1													
2			0.04										
3													
4													
5													
6													
7													
8													
9			0.01										
10													
11													
12													
13													
14			0.41		0.13								
15			0.01		0.99								
16					0.03								
17					0.28								
18			0.28		0.03								
19					0.02								
20					0.09								
21			0.03										
22			0.01										
23					0.05								
24					0.74								
25													
26			0.01		0.01								
27			0.01										
28													
29			0.13										
30													
31					0.19								
TOTALS	0.00	0.13	0.38	0.43	1.57	0.99	0.00	0.00	0.00	0.00	0.00	0.00	TOTAL YEAR 3.50
1989/90 (B)	0.00	0.00	1.03	0.50	0.00	0.55	4.45	2.65	0.92	3.22	0.95	1.10	15.37
1990/91	0.32	0.93	0.00	0.16	0.83	0.85	1.30	2.60	13.10	0.20	0.00	0.00	20.29
1991/92	0.70	0.00	0.40	0.85	0.30	1.90	3.25	5.60	5.30	0.15	0.50	0.00	18.95
1992/93	0.00	1.75	0.00	1.55	0.00	5.10	17.25	8.60	1.55	0.00	0.00	0.70	36.50
1993/94	0.00	0.00	0.00	0.25	2.35	0.90	1.20	4.60	5.30	2.00	0.20	0.00	16.80
1994/95	0.00	0.00	0.00	0.40	0.80	0.75	9.35	3.00	9.40	2.00	0.75	1.10	27.55
1995/96	0.10	0.00	0.00	0.00	0.20	0.85	1.50	3.50	2.30	0.50	0.00	0.00	8.95
1996/97	0.00	0.00	0.00	0.00	4.55	2.40	6.35	0.75	0.00	0.00	0.00	0.00	14.05
1997/98	0.00	0.00	2.10	0.10	2.45	2.10	3.70	10.95	4.05	3.30	3.05	0.15	31.95
1998/99	0.00	0.00	1.15	0.00	2.45	1.36	1.93	1.00	0.80	2.32	0.05	0.50	11.56
1999/2000	0.25	0.00	0.10	0.00	0.10	0.25	0.60	5.20	1.55	0.95	0.45	0.00	9.45
2000/2001	0.00	0.00	0.05	0.98	0.45	0.00	2.80	6.20	1.70	1.70	0.50	0.00	14.38
2001/2002	0.00	0.00	0.00	0.00	1.35	1.90	0.60	0.15	1.80	0.65	0.00	0.00	6.45
2002/2003	0.00	0.00	0.20	0.00	2.85	3.60	0.25	6.40	3.45	2.10	0.65	0.00	19.50
2003/2004	0.00	0.40	0.00	0.00	1.55	1.55	0.70	4.25	0.75	1.05	0.00	0.00	10.25
2004/2005	0.00	0.40	0.00	7.20	1.55	4.55	8.70	6.60	1.75	1.05	0.10	0.00	31.90
2005/2006	0.50	0.00	0.10	1.85	0.00	0.50	1.75	2.45	3.55	2.65	0.50	0.00	13.85
2006/2007	0.00	0.20	0.30	0.40	0.05	1.40	0.50	2.70	0.30	0.80	0.10	0.00	6.75
2007/2008	0.00	0.25	0.00	0.20	0.50	5.30	5.80	3.80	0.60	0.00	1.00	0.00	17.45
2008/2009	0.00	0.00	0.00	0.00	1.60	4.95	0.05	4.45	0.30	0.75	0.00	0.00	12.10
2009/2010	0.00	0.00	0.00	0.00	1.10	3.65	7.45	4.00	0.55	2.60	0.00	0.00	19.35
2010/2011	0.20	0.00	0.00	3.15	1.45	8.60	1.25	4.40	2.65	0.30	0.40	0.05	22.45
2011/2012	0.00	0.00	0.15	0.65	2.65	1.20	1.15	2.05	2.25	3.15	0.10	0.00	13.35
2012/2013	0.00	0.00	1.50	0.40	0.45	2.70	1.50	1.25	1.70	0.10	0.40	0.00	10.00
2013/2014	0.28	0.00	0.00	1.48	0.15	0.40	0.25	0.95	2.95	0.80	0.00	0.00	7.26
2014/2015	0.00	0.20	1.00	0.00	1.00	4.90	0.70	0.90	1.60	0.75	1.20	0.50	12.75
2015/2016	1.90	0.30	1.70	0.35	0.90	2.65	3.40	1.15	1.50	0.75	0.40	0.00	15.00
2016/2017	0.00	0.00	1.00	0.16	1.75	4.37	7.17	6.05	0.20	0.00	1.34	0.00	22.04
2017/2018	0.07	0.12	0.13	0.00	0.00	0.00	3.18	0.88	2.55	0.01	0.12	0.00	7.06
2018/2019	0.00	0.00	0.00	1.27	2.51	1.63	2.34	7.98	1.68	0.40	1.83	0.12	19.76
2019/2020	0.00	0.00	0.30	0.00	4.17	2.46	0.17	0.64	5.39	5.96	0.03	0.20	19.32
2020/2021	0.00	0.00	0.00	0.07	1.52	0.79	1.09	0.06	1.55	0.51	0.10	0.02	5.71
2021/2022	1.27	0.30	0.17	0.99	0.00	4.16	0.31	0.53	2.26	0.20	0.19	0.00	10.38
2022/2023	0.00	0.00	1.31	0.55	1.96	1.48	8.01	1.02	5.87	0.04	0.67	0.33	21.24
2023/2024	0.00	1.72	0.16	0.12	1.41	0.59	2.57	5.00	4.78	0.76	0.15	0.00	17.26
2024/2025	0.00	0.13	0.38	0.43	1.57	0.99	0.00	0.00	0.00	0.00	0.00	0.00	3.50
35 Year Average	0.16	0.19	0.38	0.69	1.33	2.32	3.22	3.49	2.74	1.19	0.45	0.14	16.30

Yuima Municipal Water District - Production/Consumption Report

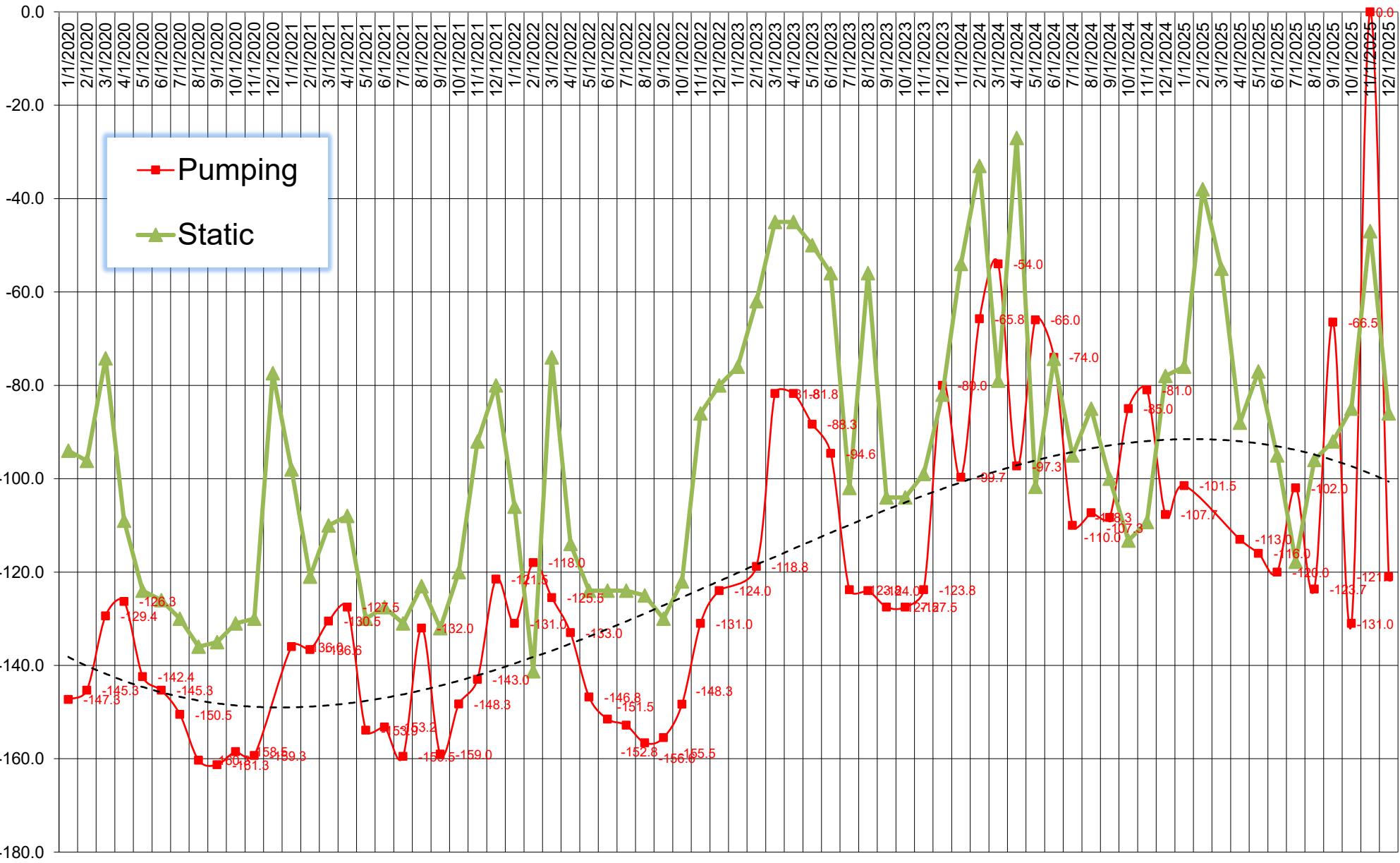
YUIMA GENERAL DISTRICT							FISCAL		CALENDAR	
Produced and Purchased Water	Dec-25	Nov-25	Oct-25	Sep-25	Aug-25	Jul-25	2025-26	2024-25	2025	2024
11-1500 IDA	0.0	0.0	0.0	0.0	0.0	0.0	0.0	17.9	0.0	17.9
10-1000 SDCWA	102.9	168.5	309.9	567.1	538.1	485.7	2172.2	4366.5	3355.6	4139.8
10-2101 TY WELL 1	50.9	32.8	63.3	68.3	61.2	67.5	344.0	651.0	597.5	622.1
Total Produced and Purchased	153.8	201.3	373.2	635.4	599.3	553.2	2516.2	5035.4	3953.1	4779.8
Consumption										
CUSTOMERS GENERAL DISTRICT	73.6	71.1	127.3	189.6	176.4	174.0	812.0	1747.4	1273.7	1867.5
10-2100 TAP 1	25.5	38.1	84.2	176.6	138.3	111.2	573.9	1187.6	964.5	1034.7
10-1500 TAP 2	35.4	54.2	100.6	169.7	189.3	179.8	729.0	1288.9	1056.9	1125.0
10-1200 TAP 3	38.8	44.4	77.2	105.6	95.5	95.0	456.5	901.9	795.9	792.2
Total Consumption - Yuima	173.3	207.8	389.3	641.5	599.5	560.0	2571.4	5125.8	4091.0	4819.4
Storage Level Changes	4.4	0.7	1.0	-2.7	-2.2	3.1	4.3	-5.1	5.2	9.8
Slippage - Acre Feet	-15.2	-5.8	-15.1	-8.8	-2.4	-3.7	-51.0	-95.5	-132.8	-29.8
Slippage %	-9.9	-2.9	-4.0	-1.4	-0.4	-0.7	-2.0	-1.9	-3.4	-0.6
IMPROVEMENT DISTRICT "A"										
Produced Strub Zone Wells										
20-2012 RIVER WELL 12	19.4	17.1	32.5	21.4	24.0	17.0	131.4	263.8	201.7	309.2
20-2014 RIVER WELL 19A	34.3	15.9	0.0	0.0	0.0	30.1	80.3	460.7	274.7	412.0
20-2020 RIVER WELL 20A	21.2	18.8	35.5	43.2	34.8	35.7	189.2	428.7	368.3	386.2
20-2025 RIVER WELL 25	21.4	20.9	42.4	49.9	38.9	35.3	208.8	100.9	309.7	29.3
20-2022 FAN WELL 22	11.1	6.6	19.5	23.0	17.1	16.1	93.4	174.6	137.4	190.2
Total Produced Strub Zone Wells	107.4	79.3	129.9	137.5	114.8	134.2	703.1	1428.7	1291.8	1326.9
Produced Fan Wells										
20-2014 WELL 14	0.0	0.0	0.0	0.0	0.0	0.0	0.0	53.2	0.5	56.9
20-2017 WELL 17	0.0	0.0	0.0	0.0	0.0	0.0	0.0	1.3	0.0	9.8
20-2029 WELL 29	0.0	0.0	0.0	0.0	0.0	0.0	0.0	1.9	0.0	9.5
20-20410-500 HORIZONTAL WELLS	12.1	8.6	9.8	11.4	10.0	10.7	62.6	134.0	134.2	140.5
Code & Usage WELL USE AGREEMENTS ("K")	31.6	25.6	36.4	42.9	41.3	35.0	212.8	437.9	381.4	366.7
Total Produced Fan Wells	43.7	34.2	46.2	54.3	51.3	45.7	275.4	628.3	516.1	583.4
Total Produced Strub and Fan Wells	151.1	113.5	176.1	191.8	166.1	179.9	978.5	2057.0	1807.9	1910.3
Purchased Water										
10-2100 TAP 1	25.5	38.1	84.2	176.6	138.3	111.2	573.9	1187.6	964.5	1034.7
20 minus 20-2008 TAP 2	35.4	54.2	100.6	169.7	189.3	179.8	729.0	1288.9	1056.9	1125.0
10-1200 TAP 3	38.8	44.4	77.2	105.6	95.5	95.0	456.5	901.9	795.9	792.2
Total Purchased Water	99.7	136.7	262.0	451.9	423.1	386.0	1759.4	3378.4	2817.3	2951.9
Total Produced and Purchased	250.8	250.2	438.1	643.7	589.2	565.9	2737.9	5435.4	4625.2	4862.2
Consumption										
CUSTOMERS IDA	231.2	229.8	417.2	601.6	557.6	546.0	2583.4	5088.9	4362.4	4489.7
Interdepartmental to Y	0.0	0.0	0.0	0.0	0.0	0.0	0.0	17.9	0.0	17.9
Total Consumption - IDA	231.2	229.8	417.2	601.6	557.6	546.0	2583.4	5106.8	4362.4	4507.6
Storage Level Changes	0.8	-1.5	1.9	-1.6	-2.0	5.3	2.9	-6.6	4.0	-4.2
Slippage - Acre Feet	20.4	18.9	22.8	40.5	29.6	25.2	157.4	322.0	266.8	350.4
Slippage %	8.1	7.6	5.2	6.3	5.0	4.5	5.7	5.9	5.8	7.2
Combined General District and IDA										
PRODUCED YUIMA	153.8	201.3	373.2	635.4	599.3	553.2	2516.2	5035.4	3953.1	4779.8
PRODUCED IDA	151.1	113.5	176.1	191.8	166.1	179.9	978.5	2057.0	1807.9	1910.3
Total Produced and Purchased	304.9	314.8	549.3	827.2	765.4	733.1	3494.7	7092.4	5761.0	6690.1
Consumption	304.8	300.9	544.5	791.2	734.0	720.0	3395.4	6854.2	5636.1	6375.1
Storage Level Changes	5.2	-0.8	2.9	-4.3	-4.2	8.4	7.2	-11.7	9.2	5.6
Slippage - Acre Feet	5.3	13.1	7.7	31.7	27.2	21.5	106.5	226.5	134.1	320.6
Slippage %	1.7	4.2	1.4	3.8	3.6	2.9	3.0	3.2	2.3	4.8

Notes: Horizontal wells 7.8 acf to creek

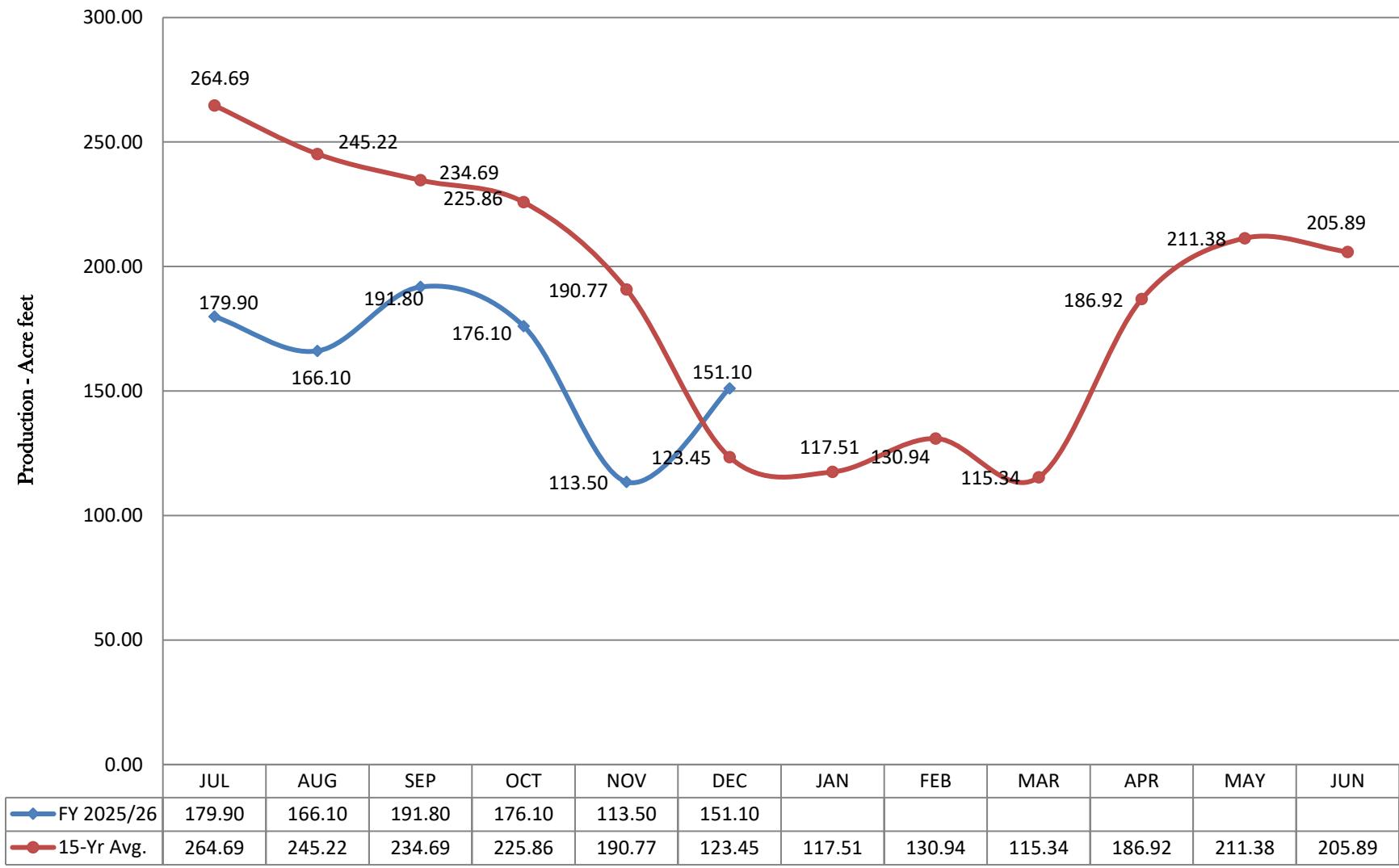
YUIMA MUNICIPAL WATER DISTRICT
Well Level Report

(* static level with surrounding wells off 24 hrs)	July 2025			August 2025			September 2025			October 2025			November 2025			December 2025		
	Static Level	Pumping Level	GPM	Static Level	Pumping Level	GPM	Static Level	Pumping Level	GPM	Static Level	Pumping Level	GPM	Static Level	Pumping Level	GPM	Static Level	Pumping Level	GPM
TY Well 1 Elev 800' Depth 330'		174	520		175	513		180	507	160	180	504	157				173	516
Monitor Well No. 21A Elev 800' Depth 251'	102			96			92			85			47			86		
Well No. 12 (River) Elev 800' Depth 207'	54	112	185		126	246	79				130	261	50				123	261
Well No. 19A (River) Elev 800' Depth 215'	62	116	315	92			88						58				116	448
Well No. 20A (River) Elev 800' Depth 225'	56	111	400		109	299		108	299		100	299	54				101	299
Well No 25 (River) Elev 805' Depth 210'	61	132	360		136	336		133	375		132	336	57			86	144	299
Well No. 3 (Fan) Elev 1220' Depth 547'																		
Well No. 7A (Fan) Elev 1240' Depth 554'																		
Well No. 8 (Fan) Elev 1227' Depth 1000'																		
Well No. 9 (Fan) Elev 1252' Depth 436'																		
Well No. 10 (Fan) Elev 1210' Depth 405'																		
Well No. 13 (Fan) Elev 1280' Depth 403'																		
Well No. 14 (Fan) Elev 1310' Depth 542'				143	285					285						289		
Well No. 17 (Fan) Elev 1375' Depth 597'	284			294	312		305			283						277		
Well No. 18 (Fan) Elev 2380' Depth 1000'																		
Well No 22 (Fan) Elev 997.4' Depth 1100'	184	209	175		208	172		213	170		210	170				178	208	171
Well No. 23 (Fan) Elev 1587' Depth 963'																		
Well No. 24 (Fan) Elev 1530' Depth 582'																		
Well No. 29 (Fan) Elev 1314' Depth 450'	324			237	242		280			232			220			224		
Well No. 41 (Horizontal) Elev 2627' Depth 555'				14.7		21.3			13.8			13.5			13.45			13.53
Well No. 42 (Horizontal) Elev 2632' Depth 675'				24.3		22.5			21.3			23.5			25.51			25.5
Well No. 44 (Horizontal) Elev 3040' Depth 465'				2.2		4.5			4.1						6.47			5.44
Well No. 46 (Horizontal) Elev 3050' Depth 870'				7.4		15			6.5						4.33			5.99
Well No. 47 (Horizontal) Elev 3050' Depth 1007'				4.2					2.9						2.85			2.92
Well No. 48 (Horizontal) Elev 3160' Depth 785'				8.3		13.9			13.9						13.35			12.73
Well No. 49 (Horizontal) Elev 3160' Depth 905'				13.9		8.4			8.1						8.04			8.22
Well No. 50 (Horizontal) Elev 3120' Depth 1215'				11.8		11.8			10.1						8.59			8.96

Yuima Municipal Water District
River Well Static (21A) and Pumping Levels
For Yuima Wells No. 12, 19A, 20A and 25
(Increasing Inverse = improving water levels)
Pumping and Static Levels (feet below ground level)
(Updated December 2025) 2020-Current



Yuma Municipal Water District
Monthly Production of District Owned Wells
 Updated December 2025



YUIMA MUNICIPAL WATER DISTRICT

REPORT OF DISTRICT WATER PURCHASED AND PRODUCED

	Month Comparative One (1) Year Ago			Fiscal Year to Date Comparatives		
	Nov-25	Nov-24	%CHANGE	2025-26	2024-25	%CHANGE
LOCAL SUPPLY	146.3	229.7	-36.3%	1120.5	1373.0	-18.4%
AUTHORITY	168.5	280.0	-39.8%	2069.3	2888.9	-28.4%
TOTAL PRODUCED & PURCHASED	314.8	509.7	-38.2%	3189.8	4261.9	-25.2%
CONSUMPTION	300.9	481.9	-37.6%	3090.6	4071.6	-24.1%
% LOCAL	46.5%	45.1%	1.4%	35.1%	32.2%	2.9%
%AUTHORITY	53.5%	54.9%	-1.4%	64.9%	67.8%	-2.9%

FISCAL YEAR ENDING JUNE 30 COMPARATIVES

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
LOCAL SUPPLY	2725.9	2263.6	1682.0	2295.2	2571.6	2311.7	1688.5	2107.5	2058.1	2334.3	2726.6	3145.7	4199.9	4353.8	3356.5	2858.8	3729.7
AUTHORITY SUPPLY	4366.5	3505.5	3768.3	5151.2	5610.9	4684.7	4819.6	4780.9	4470.6	3621.1	4468.4	4596.1	2149.3	1183.6	1617.7	2521.8	2347.0
TOTAL PRODUCED & PURCHASED	7092.4	5769.1	5450.3	7446.4	8182.5	6996.4	6508.1	6888.4	6528.7	5955.4	7195.0	7744.8	6349.2	5537.4	4974.2	5380.6	6076.7
CONSUMPTION	6854.2	5500.2	5235.0	7176.2	7879.3	6727.3	6351.1	6629.8	6379	5887.8	7175.6	7591.1	6310.3	5486.9	4959.0	5310.8	5909.0
% LOCAL	38.4%	39.2%	30.9%	30.8%	31.4%	33.0%	25.9%	30.6%	31.5%	39.2%	37.9%	40.6%	66.1%	78.6%	67.5%	53.1%	61.4%
% AUTHORITY	61.6%	60.8%	69.1%	69.2%	68.6%	67.0%	74.1%	69.4%	68.5%	60.8%	62.1%	59.4%	33.9%	21.4%	32.5%	46.9%	38.6%

YUIMA MUNICIPAL WATER DISTRICT

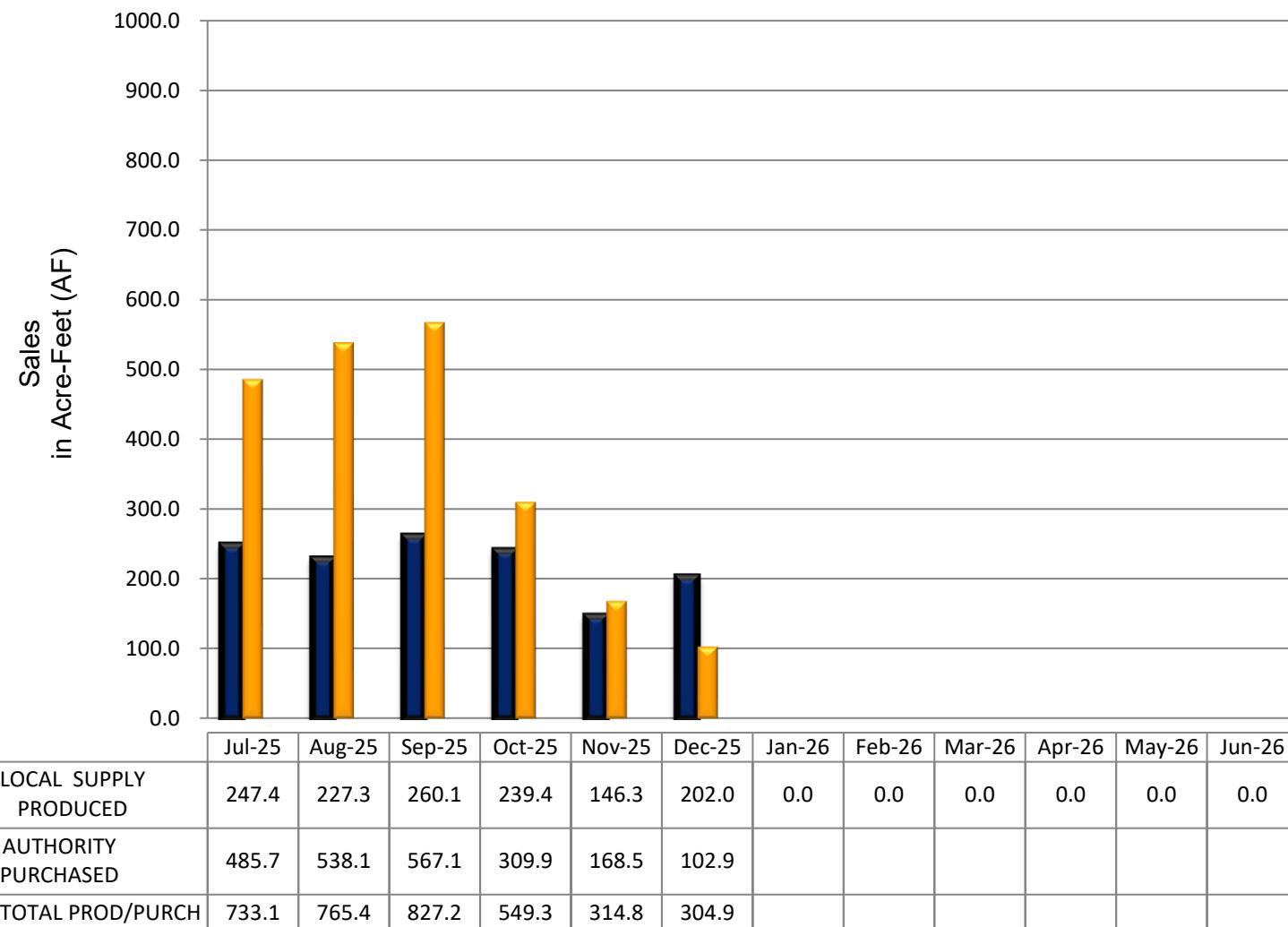
REPORT OF DISTRICT WATER PURCHASED AND PRODUCED

	Month Comparative One (1) Year Ago			Fiscal Year to Date Comparatives		
	Dec-25	Dec-24	%CHANGE	2025-26	2024-25	%CHANGE
LOCAL SUPPLY	202.0	267.4	-24.5%	1322.5	1640.4	-19.4%
AUTHORITY	102.9	294.2	-65.0%	2172.2	3183.1	-31.8%
TOTAL PRODUCED & PURCHASED	304.9	561.6	-45.7%	3494.7	4823.5	-27.5%
CONSUMPTION	304.8	541.9	-43.8%	3395.4	4613.5	-26.4%
% LOCAL	66.3%	47.6%	18.6%	37.8%	34.0%	3.8%
%AUTHORITY	33.7%	52.4%	-18.6%	62.2%	66.0%	-3.8%

FISCAL YEAR ENDING JUNE 30 COMPARATIVES

	2025	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
LOCAL SUPPLY	2725.9	2263.6	1682.0	2295.2	2571.6	2311.7	1688.5	2107.5	2058.1	2334.3	2726.6	3145.7	4199.9	4353.8	3356.5	2858.8	3729.7
AUTHORITY SUPPLY	4366.5	3505.5	3768.3	5151.2	5610.9	4684.7	4819.6	4780.9	4470.6	3621.1	4468.4	4596.1	2149.3	1183.6	1617.7	2521.8	2347.0
TOTAL PRODUCED & PURCHASED	7092.4	5769.1	5450.3	7446.4	8182.5	6996.4	6508.1	6888.4	6528.7	5955.4	7195.0	7744.8	6349.2	5537.4	4974.2	5380.6	6076.7
CONSUMPTION	6854.2	5500.2	5235.0	7176.2	7879.3	6727.3	6351.1	6629.8	6379	5887.8	7175.6	7591.1	6310.3	5486.9	4959.0	5310.8	5909.0
% LOCAL	38.4%	39.2%	30.9%	30.8%	31.4%	33.0%	25.9%	30.6%	31.5%	39.2%	37.9%	40.6%	66.1%	78.6%	67.5%	53.1%	61.4%
% AUTHORITY	61.6%	60.8%	69.1%	69.2%	68.6%	67.0%	74.1%	69.4%	68.5%	60.8%	62.1%	59.4%	33.9%	21.4%	32.5%	46.9%	38.6%

YUIMA MUNICIPAL WATER DISTRICT
WATER PRODUCED & PURCHASED
2025-26



**YUIMA MUNICIPAL WATER DISTRICT
DELINQUENT ACCOUNTS LISTING
12/31/2025**

YUIMA

<u>ACCOUNT NUMBER</u>	<u>PAST DUE AMOUNT</u>	<u>ACTION</u>
01-0650-04	11,219.38	Lien Filed
01-0690-08	258.94	Notice
01-0695-02	42.51	Notice
01-0951-05	1,036.15	Notice
01-1036-00	218.57	Notice
01-1044-01	64.59	Notice
01-1052-07	82.97	Notice
01-1055-02	336.97	Notice
01-1351.07	200.58	Notice
01-1421.06	95.91	Notice
01-1562-00	493.49	Notice
01-1651-01	1,342.99	Notice
01-1655-02	717.63	Notice
01-2001-05	1,714.32	Notice
01-2097-01	1,737.68	Notice
	<u>\$ 19,562.68</u>	

IDA

<u>ACCOUNT NUMBER</u>	<u>PAST DUE AMOUNT</u>	<u>ACTION</u>
02-0845-03	712.80	Notice
02-0906-03	458.11	Notice
02-1797-08	144.32	Notice
02-2236-02	2,111.34	Notice
02-2847-01	223.34	Notice
02-2871.01	417.64	Notice
02-2984-09	3,871.05	Arrangement
02-3137-00	76.16	Notice
02-3945-02	106.45	Notice
02-3957.04	24,106.18	Notice
02-4005-02	721.27	Notice
02-4175.01	295.28	Notice
02-4185-01	97.28	Notice
02-6199-06	23.26	Notice
02-6500-00	766.82	Notice
02-6657-00	206.49	Notice
02-7125-00	68.04	Notice
02-7246-04	421.86	Notice
02-7248-02	139.38	Notice
02-7249-01	68.04	Notice
02-7435-00	243.46	Notice
02-7948.04	2,068.41	Notice
	<u>\$ 37,346.98</u>	

LIENS FILED / TRANSFERRED TO TAX ROLL

for liens filed and transfer to tax roll:
July agenda
auditor and controller by Aug 10th