Manager's Report

To the SC-OR Commissioners by Glen Sturdevant
on July 24, 2026

Operations & Maintenance:

Quarterly samples are being sent out this month.

Project Updates:

Solar

- United Sun Energy is onsite and making progress on the solar racking installation, which is currently estimated to be 50% complete.

Plant Upgrade

- The RAS Pump Station is currently operating with the two new RAS pumps and has successfully completed a five-day testing phase. A third pump will be brought online and tested shortly.

RCPS

- This project is progressing well. Most construction activities are complete, and we are awaiting PG&E's work before proceeding with equipment installation.

SC-OR

- Policy 2800: Due to rising costs, staff is requesting Board approval to increase the annual clothing allowance from $310 to $400.
- Policy 3110: At the recommendation of the auditor and the District's accountants, staff has eliminated the use of petty cash and updated the Expense Authorization policy accordingly.

Continued

- CalPERS Unfunded Liability Payment: The District can reduce costs by making a lump-sum payment toward its CalPERS unfunded liability rather than making monthly payments. Paying the liability in full upfront is estimated to save approximately $7,278.04.

Entities Reports:

Joint Powers Authority (JPA)

- A JPA meeting is being scheduled for August.

T.W.S.D.

- Met with the T.W.S.D. District Engineer, Chris Heindell, to discuss the planned next steps for the Golden Feather Mobile Home Park project. On July 21, 2026,
- I administered the oath of office to newly appointed Commissioner Bruce Wristen prior to the T.W.S.D. Board meeting and presented outgoing Commissioner Clark with a plaque in appreciation of his service on the SC-OR Board.

City of Oroville

- Staff is submitting three City projects to Jacobs for capacity studies and is continuing to finalize the Jail Capacity Study.

L.O.A.P.U.D.

- Met with Manager Goyer to review and discuss correspondence from K&M concerning the ongoing litigation involving SC-OR.

MINUTES OF THE REGULAR MEETING OF THE SEWERAGE COMMISSION - OROVILLE REGION

(Held at the Commission office on June 23, 2026 at 05:00 p.m.)

1. Call to Order ❖

Chairperson Mastelotto called the meeting to order at 05:00 p.m.

2. Roll Call ❖

Commissioners present were Mastelotto and Salvucci from the Lake Oroville Area Public Utility District, Pittman from the City of Oroville, and Koch and Clark from the Thermalito Water and Sewer District. Staff present included Manager Glen Sturdevant and Plant Supervisor Mikah Salsi, and Attorney Scott Drexel. Commissioner Goodson from the City of Oroville arrived at 5:12 p.m.

3. Salute to the Flag ❖

Chairperson Mastelotto led the commissioners and staff in the salute to the flag.

4. Acknowledgment of Visitors ❖

None.

5. Board Meeting Minutes of the Regular and Special Meetings held on May 26, 2026 ❖

Upon motion by Commissioner Clark to approve the minutes of the meeting, and seconded by Commissioner Pittman, the minutes of the May 26, 2026 regular meeting were unanimously approved.

6. Authorization of Warrants ❖

Commissioner Koch met with Manager Sturdevant and reviewed the warrants earlier. Having found everything to be in order, a motion was made by Commissioner Koch for their approval, and the motion was seconded by Commissioner Salvucci. Warrants 31153-31224 in the total amount of $1,821,927.55 from May 27 to June 23, 2026, including Commissioner fees and electronic fund transfers and deposits, were unanimously approved and ordered paid.

7. Fiscal Reports ❖

Manager Sturdevant reported that the fiscal reports for May 2026 were included in the Board packets for review. There were no questions from the Board.

8. Election of Officers ❖

Clerk Sturdevant opened the nominations for Chairperson for fiscal year 2026/2027. Commissioner Koch was nominated by Commissioner Pittman for the position of Chairperson. The nominations were seconded and closed by Commissioner Salvucci. There being no other nominations, Commissioner Koch was elected Chairperson for fiscal year 2026/2027 by acclamation.

Clerk Studevant opened the nominations for Vice-Chair. Commissioner Pittman nominated Commissioner Goodson for the position of Vice-Chair for fiscal year 2026/2027. The nominations were seconded and closed by Commissioner Koch. Commissioner Goodson, was elected Vice-Chair for fiscal year 2026/2027 by acclamation.

Public Hearing closed at 5:04 PM

9. Closed Session for report on existing litigation ❖

Pursuant to paragraph (4) of subdivision (d) of Government Code Section 54956.9, the Board conferred with legal counsel regarding report on potential litigation, specifically one case, with guidance provided to Manager Sturdevant.

Meeting was opened to a Public Hearing at 5:25 PM

10. Alarm System ❖

Manager Sturdevant requested Board approval of a contract with Accularm. At the previous month's meeting, he reported that SC-OR had been removed from its existing alarm agreement with Alert 360 and indicated he would present a new contract with Accularm for review. He explained that Accularm is currently providing alarm call-out services for operators at the main plant and lift stations. He noted that this is an appropriate time to update SC-OR's alarm system, including installation of new beams to help protect the upgraded infrastructure.

The proposed contract amount is $61,685.00, with a 10% contingency, for a total not-to-exceed amount of $67,853.50.

Chairperson Mastelotto inquired whether SC-OR was required to obtain additional quotes. Manager Sturdevant responded that only one quote could be obtained and further explained that, due to SC-OR's powers as an irrigation district, multiple quotes are not required.

Commissioner Koch asked whether the alarm costs—particularly those associated with newly installed equipment as part of the upgrade project—could be funded through the previously approved upgrade budget. Manager Sturdevant stated that he intends to incorporate the Accularm contract as a change order to the already approved $18.4 million upgrade project, thereby avoiding impact to the annual budget.

A motion was made by Commissioner Pittman to authorize use of the previously approved upgrade funds for the Accularm contract in the amount of $61,685.00, with a 10% contingency not to exceed $67,853.50. The motion was seconded by Commissioner Salvucci and passed with the following vote: Mastelotto – Yes; Pittman – Yes; Clark – Yes.

10. Annual Audit ❖

Manager Sturdevant presented Fechter & Company's annual FY 2025–2026 audit contract to the Board for approval in an amount not to exceed $27,000.00.

A motion was made by Commissioner Goodson to approve the contract with Fechter & Company in an amount not to exceed $27,000.00. The motion was seconded by Commissioner Clark and passed with the following vote: Mastelotto – Yes; Pittman – Yes; Clark – Yes.

11. Attorney's Report (All items may be subject to Board action) ❖

Attorney Drexel stated that he intends to propose revisions to SC-OR's Joint Powers Authority (JPA) language regarding the pass-through of debt among the JPA and its member agencies, as previously structured under the former commission. He will brief the Board on these proposed changes at a future meeting.

Manager Sturdevant noted that the JPA is not scheduled for formal review until 2031 but explained that this issue became particularly relevant during SC-OR's State Revolving Fund (SRF) loan process, as the timing needed to align with their loan terms. He added that if SC-OR chooses to initiate an earlier legal review of the JPA, the Board should consider how any extensions or modifications may impact financing timelines.

Commissioner Koch further clarified that any revisions to the JPA would require approval from each member agency.

12. Manager's Report (All items may be subject to Board action) ❖

Manager Sturdevant reported on the following:

Operational Maintenance:

There were no operational issues to report.

Project Updates:

Solar – United Sun Energy is currently onsite and has drilled multiple pilot holes for the ground screws. Installation of the racking system will follow immediately after.

Commissioner Koch asked if there were photos available to present to the Board, but photos were not readily available. It was noted that the project has now entered a phase of continuous on-site work, with crews no longer intermittently coming and going, and will proceed steadily through completion.

Plant Upgrade/SC-OR – Manager Sturdevant reported that the Return Activated Sludge (RAS) station is currently being bypassed due to ongoing work. Three new pumps are being installed in the building, which is presently under construction. He noted that operations are in a vulnerable state during the bypass, but the system is expected to return to normal operation using the regular pumps by the following day. He added that bypass conditions are always challenging and stressful for operators.

Commissioner Koch commented that the operators are doing a great job managing the situation. Manager Sturdevant also stated that he plans to host a barbecue for the operators as a show of appreciation for their efforts.

Butte County (Additional Funding) – Manager Sturdevant reported that he received an update from the County and attended a Board of Supervisors meeting, where SC-OR was awarded $501,000.00 in funding from the Butte County Board of Supervisors. He noted that he met with Supervisor Connelly's office to personally thank him for his support of SC-OR. He also plans to send a follow-up email expressing appreciation to Andy Pickett, Chief Administrative Officer for Butte County, and to acknowledge the County staff involved in supporting the effort.

RCPS Construction – Manager Sturdevant reported that Lorang Brothers have been excellent to work with and are currently ahead of schedule. They completed excavation across the creek and are installing three new manholes (two completed to date), constructed the wet well, built the valve vault, and completed all associated piping into the valve vault, including the effluent line extending to the creek.

He noted that the project is awaiting delivery of the grinder and electrical components. Construction is anticipated to be substantially complete by September, with panels scheduled for installation in October. The project is expected to be completed ahead of the wet weather season.

<u>**Entity Reports:**</u>

T.W.S.D. – Manager Sturdevant is coordinating with T.W.S.D. on the pipeline study to ensure it is finalized and to review the study findings.

City of Oroville – Manager Sturdevant met with Public Works Director, Tim Kabert, to provide an update on the RCPS construction project.

L.O.A.P.U.D. – Manager Sturdevant worked with Manager Goyer to obtain L.O.A.P.U.D.'s fiscal year flow data for South Feather.

13. Visitor's Comments ❖

None.

14. Commissioner and Staff Comments ❖

Commissioner Salvucci asked whether Commissioner Clark would be departing. Manager Sturdevant confirmed that Bruce Wristen will be replacing Commissioner Clark.

Plant Supervisor Salsi then presented a photo of the Solar Project to the Board in response to an earlier question from Commissioner Koch under the Manager's Report.

Commissioner Pittman reported that the Ruddy Creek Subdivision is underway and will be ready for pipe installation soon. Commissioner Koch added that the Orchard Crest development is preparing to begin construction.

Commissioner Pittman noted a public utility issue and stated he would provide additional information at a later time.

Commissioner Goodson reported that Cal Water has issued a new study on water rates and is planning to replace approximately 8,000 feet of water pipeline.

15. Adjournment ❖

There being no further business, the meeting was adjourned at 05:42 p.m. to the regular meeting scheduled for July 28, 2026 at 05:00 p.m.

Respectfully submitted,

GLEN E. STURDEVANT, CLERK

SEWERAGE COMMISSION - OROVILLE REGION
BUDGETARY SUMMARY - FISCAL YEAR 2025/2026

DESCRIPTION	Adopted Budget 2025/26	Expended This Month	Expended Through 06.30.2026	Balance of Funds Remaining	Time Left 8%
SALARIES & WAGES	1,088,800	68,754.06	1,093,428.40	(4,628.40)	0%
EMPLOYEE BENEFITS	795,220	47,475.20	753,318.33	41,901.67	5%
COMMISSIONERS' FEES	43,200	3,600.00	43,200.00	0.00	0%
CMSNRS FICA & MEDICARE	3,305	275.40	3,304.80	0.20	0%
GAS, OIL & FUEL	30,000	1,027.32	12,489.84	17,510.16	58%
INSURANCE	160,000	0.00	146,231.27	13,768.73	9%
MEMBERSHIPS	12,000	0.00	9,779.00	2,221.00	19%
OFFICE EXPENSES	10,000	255.36	9,427.48	572.52	6%
OPERATING SUPPLIES	345,000	11,345.11	227,143.87	117,856.13	34%
PROFESSIONAL SERVICES	200,000	8,592.35	182,458.33	17,541.67	9%
PRINTING & PUBLICATIONS	3,000	0.00	0.00	3,000.00	100%
REPAIRS & MAINTENANCE	135,000	9,352.13	130,730.02	4,269.98	3%
BIOSOLIDS DISPOSAL	30,000	0.00	10,387.50	19,612.50	65%
MONITORING & COMPLIANCE	120,000	4,550.35	117,534.50	2,465.50	2%
TRAINING & MEETINGS	20,000	439.61	7,895.29	12,104.71	61%
UTILITIES	823,650	13,105.68	725,335.57	98,314.43	12%
CONTINGENCY	100,143	16,019.77	100,143.00	0.00	0%
TOTAL OPERATING EXP.	3,919,318	184,792.34	3,572,807.20	346,510.80	9%

Engineering Fees	1,133.50
Legal Fees	852.50
Accounting Fees	6,000.00
Permits	330.35
Payroll	276.00
Miscellaneous	0.00
	8,592.35

Contingency amounts make up the following moved from salaries & wages: A review of the FY reflects an overage stemming from vacation payout of retired employee, and addt'l overtime wages increased due to WWTP upgrades = $20,648.17, of which $16,019.77 was moved to contingency.

3:02 PM

Updated 7/22/2026 by Christina Neads

SEWERAGE COMMISSION - OROVILLE REGION

REVENUE SUMMARY - FISCAL YEAR 2025/2026

DESCRIPTION	Received This Month	Received Through 06.30.26	Unrestricted Funds	Restricted W.C.R.F. Funds	Regulatory & Capital Acct. Funds	Restricted Cap. Outlay Funds	Restricted Annl. M&O Funds	Restricted Fines&Pen. Funds
SERVICE CHARGES	0.00	4,408,060.62	4,408,060.62			0.00		
SEPTAGE DUMPERS	9,119.92	74,228.08	74,228.08					
EX. PEAK FLOWS	0.00	0.00				0.00		
EX. MO. FLOWS	0.00	0.00	0.00					
OTHER AGENCIES	0.00	8,594.58	8,594.58					
RFC CHARGES	0.00	683,714.00				683,714.00		
INTEREST	101,609.03	805,931.54	351,657.12	42,482.10	257,191.84	140,595.40	0.00	14,005.08
REVENUE TOTALS	110,728.95	5,980,528.82	4,842,540.40	42,482.10	257,191.84	824,309.40	0.00	14,005.08
			CONTRIBUTION FROM MONTHLY SEWER SERVICE CHARGES					
R&CA (Regulatory & capital acct) @ $11.28/EDU		2,662,575.12			2,662,575.12			
WCRF @ $0.70/EDU		163,863.63		163,863.63				
TOTALS	**110,728.95**	**2,826,438.75**	**0.00**	**163,863.63**	**2,662,575.12**	**0.00**	**0.00**	**0.00**

SEWERAGE COMMISSION - OROVILLE REGION
ACTIVE & INACTIVE CASH - MONTHLY RECAP
FISCAL YEAR 2025/2026

	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE
Cash - Unrestricted	9,996,848.89	8,347,437.62	8,122,751.61	9,511,238.23	9,330,539.10	9,058,225.46	9,595,106.94	8,917,535.95	8,730,220.15	9,359,585.79	11,483,104.69	7,927,417.80
Cash - Restricted												
WCRF	1,057,660.09	1,060,165.57	1,066,624.37	1,015,930.09	1,016,626.12	1,004,692.61	1,047,220.80	1,049,414.77	1,027,497.29	1,069,824.54	1,072,251.10	1,078,120.04
R&CA	9,045,303.21	8,059,639.82	8,056,417.78	7,850,527.60	7,794,613.08	6,122,126.70	6,718,539.36	5,993,372.62	5,327,749.02	4,411,486.76	2,115,396.45	5,511,719.32
Cap. Outlay	3,311,239.53	3,325,702.15	3,345,841.08	3,155,777.18	3,163,059.70	3,180,869.61	3,705,730.22	3,713,494.43	3,785,452.67	3,799,430.15	3,804,048.21	3,528,979.90
Fines&Pen	340,097.18	340,900.85	342,964.80	343,783.30	344,576.81	346,516.68	347,289.84	348,017.63	349,894.59	350,573.03	351,368.14	298,690.15
TOTAL CASH	23,751,148.90	21,133,846.01	20,934,599.64	21,877,256.40	21,649,414.81	19,712,431.06	21,413,887.16	20,021,835.40	19,220,813.72	18,990,900.27	18,826,168.59	18,344,927.21
INTEREST ALLOCATED:												
Unrestricted	22,733.96	20,260.21	46,122.42	18,430.38	19,554.55	46,519.69	18,618.53	15,964.60	46,589.85	16,471.67	18,970.42	61,418.59
Reserve/WCRF	2,520.85	2,505.48	6,458.80	2,546.16	2,344.47	5,724.57	2,241.48	2,193.97	5,658.58	1,992.24	2,426.56	5,868.94
Reserve/CO	7,892.16	7,824.62	20,138.93	7,986.47	7,282.52	17,809.91	7,096.61	7,764.21	20,022.74	7,339.48	8,618.06	20,819.69
Reserve/F&P	810.66	803.67	2,063.95	818.50	793.51	1,939.87	773.16	727.79	1,876.96	678.44	795.11	1,923.46
Reserve/RCA	13,812.83	21,374.70	48,804.31	19,230.25	18,116.13	43,888.01	13,658.28	14,076.48	32,316.18	10,329.67	10,006.64	11,578.35
CONSISTING OF:												
Checking Accounts	1,420,423.67	723,975.44	401,139.43	1,037,231.03	1,068,499.86	282,624.06	1,975,621.92	276,924.67	234,438.68	996,417.49	211,227.36	258,481.97
Money Market & Retainage Accounts	8,244,737.90	7,203,739.14	7,228,529.56	6,953,647.53	7,032,577.99	6,661,715.11	7,100,132.98	7,122,006.58	7,146,302.39	7,393,012.66	7,640,407.07	7,838,700.54
L.A.I.F. & CLASS Accounts	14,085,987.33	13,206,131.43	13,304,930.65	13,886,377.84	13,548,336.96	12,768,091.89	12,338,132.26	12,622,904.15	11,840,072.65	10,601,470.12	10,974,534.16	10,247,744.70
TOTAL CASH	23,751,148.90	21,133,846.01	20,934,599.64	21,877,256.40	21,649,414.81	19,712,431.06	21,413,887.16	20,021,835.40	19,220,813.72	18,990,900.27	18,826,168.59	18,344,927.21
% of Funds Invested	94.02%	96.57%	98.08%	95.26%	95.06%	98.57%	90.77%	98.62%	98.78%	94.75%	98.88%	98.59%

Sewerage Commission - Oroville Region

Bank Reconciliation - Golden Valley Bank

Fiscal Year Ended 30 June 2026

BALANCE PER BANK

Ending Balance on Bank Statement	30-Jun-26		791,175.15
Less Outstanding Warrants			(532,693.18)
Equals Adjusted Bank Balance at	30-Jun-26		258,481.97

BALANCE PER BOOKS

Beginning Prior Checkbook Balance	31-May-26	211,137.77	
Deposits		4,284,500.17	
Less Transfers Out		(1,167,758.78)	
Less Warrants Written		(3,011,748.87)	
Less **Net** Payroll Warrants		(57,648.32)	
Equals Adjusted Checkbook Balance	30-Jun-26		258,481.97

SEWERAGE COMMISSION - OROVILLE REGION

GOLDEN VALLEY BANK MONEY MARKET ACCOUNT

FISCAL YEAR 2025/2026

Date	Detail	Deposits	Withdrawls	Balance	IntRate
1-Jul-25	Balance Forward			4,974,070.18	
24-Jul-25	Deposit	3,250,000.00		8,224,070.18	
31-Jul-25	Interest earned	20,667.72		8,244,737.90	4.270%
21-Aug-25	Transfer to general checking		1,710,907.91	6,533,829.99	
22-Aug-25	Transfer from general checking	642,009.77		7,175,839.76	
31-Aug-25	Interest earned	27,899.38		7,203,739.14	
30-Sep-25	Interest earned	24,790.42		7,228,529.56	
20-Oct-25	Transfer to general checking		300,000.00	6,928,529.56	
31-Oct-25	Interest earned	25,117.97		6,953,647.53	4.240%
3-Nov-25	Transfer from general checking	254,117.74		7,207,765.27	
17-Nov-25	Transfer to general checking		199,437.57	7,008,327.70	
30-Nov-25	Interest earned	24,250.29		7,032,577.99	
8-Dec-25	Transfer to general checking		160,000.00	6,872,577.99	
15-Dec-25	Transfer to general checking		110,000.00	6,762,577.99	
29-Dec-25	Transfer to general checking		125,000.00	6,637,577.99	
31-Dec-25	Interest earned	24,137.12		6,661,715.11	
12-Jan-26	Transfer to general checking		250,000.00	6,411,715.11	4.100%
30-Jan-26	Transfer from general checking	666,070.18		7,077,785.29	
31-Jan-26	Interest earned	22,347.69		7,100,132.98	
28-Feb-26	Interest earned	21,873.60		7,122,006.58	4.090%
31-Mar-26	Interest earned	24,295.81		7,146,302.39	
28-Apr-26	Transfer from general checking	212,000.00		7,358,302.39	
30-Apr-26	Interest earned	22,479.00		7,380,781.39	3.880%
6-May-26	Transfer from general checking	193,983.52		7,574,764.91	
12-May-26	Transfer from general checking	584,017.26		8,158,782.17	
26-May-26	Transfer to general checking		564,974.30	7,593,807.87	
31-May-26	Interest earned	25,314.51		7,619,122.38	
3-Jun-26	Transfer from general checking	389,719.44		8,008,841.82	
15-Jun-26	Transfer to general checking		242,582.53	7,766,259.29	
30-Jun-26	Interest earned	24,630.68		7,790,889.97	

SEWERAGE COMMISSION - OROVILLE REGION

GOLDEN VALLEY BANK MONEY MARKET ACCOUNT-RUDDY CREEK PUMP STATION RETAINAGE

FISCAL YEAR 2025/2026

Date	Detail	Deposits	Withdrawls	Balance	IntRate
4/2026	Balance Forward			0.00	
28-Apr-26	Transfer from general checking - Application No. 1 (5% withholding)	12,227.44		12,227.44	
30-Apr-26	Interest earned	3.83		12,231.27	3.880%
20-May-26	Transfer from general checking - Application No. 2 (5% withholding)	9,002.50		21,233.77	
31-May-26	Interest earned	50.92		21,284.69	
25-Jun-26	Transfer from general checking - Application No. 3 (5% withholding)	16,582.44		37,867.13	
25-Jun-26	Application No. 4 (5% withholding)	9,860.12		47,727.25	
30-Jun-26	Interest earned	83.32		47,810.57	

SEWERAGE COMMISSION - OROVILLE REGION
CALIFORNIA CLASS ACCOUNT
FISCAL YEAR 2025/2026

Date	Detail	Deposits	Withdrawls	Balance	IntRate
1-Jul-25	BEGINNING BALANCE			7,485,227.00	
22-Jul-25	Transfer to checking		480,078.51	7,005,148.49	
31-Jul-25	Dividend reinvestment (interest)	27,102.74		7,032,251.23	4.343%
13-Aug-25	Transfer to checking		452,725.73	6,579,525.50	
31-Aug-25	Dividend reinvestment (interest)	24,869.83		6,604,395.33	4.324%
30-Sep-25	Dividend reinvestment (interest)	23,190.81		6,627,586.14	4.273%
23-Oct-25	Transfer from checking	303,553.40		6,931,139.54	
31-Oct-25	Dividend reinvestment (interest)	23,893.79		6,955,033.33	4.189%
4-Nov-25	Transfer from checking	254,117.74		7,209,151.07	
30-Nov-25	Dividend reinvestment (interest)	23,841.38		7,232,992.45	4.039%
2-Dec-25	Transfer to checking		871,990.00	6,361,002.45	
31-Dec-25	Dividend reinvestment (interest)	21,138.87		6,382,141.32	3.877%
13-Jan-26	Transfer to checking		250,000.00	6,132,141.32	
31-Jan-26	Dividend reinvestment (interest)	20,040.37		6,152,181.69	3.783%
2-Feb-26	Transfer from checking	831,621.92		6,983,803.61	
11-Feb-26	Transfer to checking		394,348.19	6,589,455.42	
19-Feb-26	Transfer to checking		147,405.72	6,442,049.70	
20-Feb-26	Transfer to checking		80,000.00	6,362,049.70	
25-Feb-26	Transfer to checking		497,949.57	5,864,100.13	
28-Feb-26	Dividend reinvestment (interest)	18,853.45		5,882,953.58	3.742%
17-Mar-26	Transfer to checking		680,000.00	5,202,953.58	
30-Mar-26	Transfer to checking		65,000.00	5,137,953.58	
31-Mar-26	Dividend reinvestment (interest)	17,492.55		5,155,446.13	3.695%
14-Apr-26	Transfer to checking		833,931.20	4,321,514.93	
28-Apr-26	Transfer from checking	190,000.00		4,511,514.93	
30-Apr-26	Dividend reinvestment (interest)	14,328.67		4,525,843.60	3.692%
6-May-26	Transfer from checking	183,846.96		4,709,690.56	
12-May-26	Transfer from checking	555,187.74		5,264,878.30	
26-May-26	Transfer to checking		583,422.03	4,681,456.27	
31-May-26	Dividend reinvestment (interest)	15,451.37		4,696,907.64	
3-Jun-26	Transfer from checking	370,596.78		5,067,504.42	
15-Jun-26	Transfer to checking		252,984.63	4,814,519.79	
18-Jun-26	Transfer to checking		231,500.00	4,583,019.79	
24-Jun-26	Transfer to checking		307,945.58	4,275,074.21	
25-Jun-26	Transfer to checking		528,851.06	3,746,223.15	
30-Jun-26	Dividend reinvestment (interest)	14,240.51		3,760,463.66	3.699%

SEWERAGE COMMISSION - OROVILLE REGION
LOCAL AGENCY INVESTMENT FUND
FISCAL YEAR 2025/2026

Date	Detail	Deposits	Withdrawls	Balance	IntRate
1-Jul-25	Balance Forward			7,535,736.10	4.400%
22-Jul-25	Withdrawal - Warrants		(482,000.00)	7,053,736.10	
12-Aug-25	Withdrawal - Warrants		(452,000.00)	6,601,736.10	
30-Sep-25	Qtrly interest rec'd	75,608.41		6,677,344.51	4.340%
24-Oct-25	Transfer from checking	254,000.00		6,931,344.51	
4-Nov-25	Transfer from checking	254,000.00		7,185,344.51	
25-Nov-25	Transfer to general checking		(870,000.00)	6,315,344.51	
31-Dec-25	Qtrly interest rec'd	70,606.06		6,385,950.57	4.200%
12-Jan-26	Transfer to general checking		(200,000.00)	6,185,950.57	
2-Feb-26	Transfer from checking	844,000.00		7,029,950.57	
11-Feb-26	Transfer to general checking		(131,000.00)	6,898,950.57	
19-Feb-26	Transfer to general checking		(49,000.00)	6,849,950.57	3.931%
25-Feb-26	Transfer to general checking		(110,000.00)	6,739,950.57	
17-Mar-26	Transfer to general checking		(120,000.00)	6,619,950.57	
31-Mar-26	Qtrly interest rec'd	64,675.95		6,684,626.52	3.980%
14-Apr-26	Transfer to general checking		(807,000.00)	5,877,626.52	
28-Apr-26	Transfer from general checking	198,000.00		6,075,626.52	
6-May-26	Transfer from general checking	193,000.00		6,268,626.52	
12-May-26	Transfer from general checking	573,000.00		6,841,626.52	
26-May-26	Transfer to general checking		(564,000.00)	6,277,626.52	
3-Jun-26	Transfer from general checking	381,000.00		6,658,626.52	
15-Jun-26	Transfer to general checking		(234,000.00)	6,424,626.52	
30-Jun-26	Qtrly interest rec'd	62,654.52		6,487,281.04	3.920%

AMENDED
JOINT EXERCISE OF POWERS
AGREEMENT AMONG THE CITY OF OROVILLE, THE LAKE OROVILLE AREA PUBLIC UTILITY DISTRICT AND THE THERMALITO WATER AND SEWER DISTRICT

THIS AGREEMENT made and entered into this 4th day of May 2010 by and between the CITY OF OROVILLE, ("OROVILLE"), a chartered city; the LAKE OROVILLE AREA PUBLIC UTILITY DISTRICT ("LOAPUD"), a public utility district; and the THERMALITO WATER AND SEWER DISTRICT ("THERMALITO"), an irrigation district; each of said parties organized and existing under and by virtue of the laws of the State of California.

RECITALS

This Agreement is made with reference to the following facts. OROVILLE, LOAPUD and THERMALITO each have the authority and power to acquire, construct, operate and maintain sewage collection, transportation, treatment, and disposal facilities for servicing of their respective areas. The said parties heretofore entered into an Agreement, dated June 18, 1971, providing for the joint exercise of their said powers in achieving a regional solution to their respective sewerage disposal needs. The said Agreement has been amended from time to time to change the name of the Joint Powers Agency, and to restructure its governing board and staff. State and Federal grants have been accepted by the Joint Powers Agency, and the regional sewerage project has been completed and placed into operation. The parties now desire to set forth their agreement for long-term operations in this amended Joint Exercise of Powers Agreement.

NOW THEREFORE, it is agreed among the parties hereto as follows:

1. AMENDMENT OF AGREEMENT: This Agreement amends the Joint Powers Agreements among the parties, dated June 18, 1971, as amended from time to time, however, nothing contained herein, or in the said prior agreements, is intended to change the identity of the contracting parties or their service areas, or the status of the Joint Powers Agency under State law or under any State or Federal Grant Contracts.

2. DEFINITIONS: Unless the context otherwise requires, the meaning of terms used in this Agreement shall be as follows:

a) "Agency" shall mean agency created by the Joint Powers Agreement, now known as the Sewerage Commission - Oroville Region.

b) "Alternate" member or commissioner shall mean the commissioner duly authorized to represent an entity and to vote on behalf of that entity in the absence of the "voting" commissioner.

c) "Board" shall mean the governing body of the agency, Sewerage Commission - Oroville Region.

d) "Commission" shall mean the Sewerage Commission - Oroville Region.

e) "Commissioner" shall mean duly designated member of the Board.

f) "Entity" or "Entities" shall mean LOAPUD, Oroville, or Thermalito, or a combination thereof.

g) "Governing Body" shall mean the Oroville City Council, or the Board of Directors of LOAPUD, or Thermalito, or the Board of the Sewerage Commission - Oroville Region, as applicable.

h) "Project" or "Regional Project" shall mean the planning, designing, engineering, construction, operation, maintenance, repair, and replacement of the SC-OR facilities, and all administrative and technical services and activities in connection therewith.

i) "Revenues" shall mean those sums received by reason of sewer user charges, infiltration charges, regional facility charges, industrial pretreatment fees and charges together with interest on invested funds and administrative charges, costs, fees, and assessments as established by the Commission from time to time.

j) "SC-OR Facilities" shall mean the physical properties acquired, constructed, operated, maintained, repaired, and replaced by the Sewerage Commission - Oroville Region in accordance with Paragraph 7 of this Agreement.

k) "Service Area(s)" shall mean those jurisdictional areas of the member entities which have been approved for annexation by LAFCo for the provision of sewer services by said member entity."

3. TERM: This Amended Agreement shall become effective as of the date hereof and shall continue in full force and effect until rescinded or terminated by unanimous agreement of the entities, or for a period of 20 years, whichever is earlier, unless extended by written agreement of all parties.

4. POWERS OF COMMISSION: The SEWERAGE COMMISSION - OROVILLE REGION shall have the power to acquire, construct, operate, maintain, repair, and replace Regional Sewerage Facilities, more particularly described in Paragraph 7 of this Agreement. The agency is hereby empowered and authorized, in its own name to make and enter into contracts; to employ agents and employees; to acquire, construct, manage, maintain and operate any building, works or improvements; to acquire by eminent domain or otherwise, and to hold or dispose of any property; to sue and be sued in its own name; to incur debts, liabilities and obligations; to issue various forms of bonds and financial instruments to the extent, and on the terms, provided by law. The Agency shall have the power to apply for, accept, receive and disburse grants, loans and other aids from any agency of the

of the United States of America or of the State of California. In accordance with Government Code Section 6509, the foregoing powers shall be subject to the restrictions upon the manner of exercising such powers, pertaining to Thermalito Water and Sewer District.

5. GOVERNING BODY: The business of the agency shall be conducted by a Board of six commissioners. Two such commissioners shall be designated from time to time in writing by the governing body of each member entity, from among its own members. The commissioners so chosen shall be designated as either "voting" or "alternate" and shall continue to so serve until their successors are named.

a) Meetings: The commissioners shall meet regularly, at least once a month at a time and place to be set by resolution, and from time to time at the call of any commissioner, upon 24 hours prior notice personally or by mail to all other commissioners. No such notice need be given to any commissioner who is present at the meeting for which notice is required or who consents in writing to the meeting being held. The compensation and reimbursable expenses of the commissioners shall be set from time to time by Resolution of the Board.

b) Quorum: A quorum for the conduct of Commission business shall consist of three commissioners, voting or alternate, provided that there must be at least one such commissioner present from each member entity in order to constitute a quorum.

c) Voting: All commissioners, "voting" or "alternate", shall be entitled to be heard on all matters of business coming before the Board. Each member entity shall be entitled to one vote on matters subject to voting, the said vote to be cast by the designated "voting" commissioner of such entity, or in his absence, by the designated "alternate" commissioner. Except as otherwise provided herein, the concurring vote of two commissioners, so voting, shall be required for any action of the Commission.

d) Chairman; Vice-Chairman: The commissioners shall select, from among their members, a Chairman, who shall be the presiding officer at all Board meetings; and a Vice-Chairman, who shall so serve in the absence of the Chairman. The term of office of the Chairman and Vice-Chairman shall be one year. Elections shall be held in June of each year.

6. FINANCIAL PROVISIONS:

a) General Financial Provisions:

1) Fiscal Year: The Agency's fiscal year shall be from July 1 to the following June 30.

2) Depositary: Fiscal Control: Pursuant to Government Code Section 6505.6, the Commission shall appoint one of its officers or employees to serve as Treasurer and/or Fiscal Officer of the Commission. Said offices may be held by separate officers or employees, or combined and held by one officer or employee. A unanimous vote shall be required for such appointments. The person or persons so appointed shall perform all of the functions required by Government Code Sections 6505, 6505.5 and 6505.6. Annually, such officers or employees shall contract with a certified public accountant to make an audit of the accounts and records of the Commission. Said contract shall be subject to the prior approval of the commissioners.

3) Property; Bonds: The Board shall from time to time designate the officers and persons, in addition to those specified in paragraph 6 (a) 2 above, who shall have charge of, handle or have access to any property of the Agency. Each such officer and person shall file a bond in an amount designated by the commissioners.

4) Budget: Financial Reports: Upon the execution of this Agreement and thereafter at least 30 days prior to commencement of each fiscal year, the Commission shall adopt a budget for the forthcoming fiscal year. The Commission shall render monthly to each entity, a detailed, itemized, written financial report showing expenditures, and the proper apportionment to each entity of the receipt and expenses during the previous month and the remaining balance on hand.

5) Contribution and Payments: Contributions from the treasuries of the member entities shall be made to the Sewerage Commission – Oroville Region for the purposes, and on the terms set forth in this Agreement, and in Amendments hereto.

b) Ownership of Facilities: It is understood and agreed that all SC-OR facilities, as defined in Paragraph 7 shall be owned, and title held, by the Sewerage Commission - Oroville Region, without specific or individual allocation of ownership interests or capacities to the respective member entities. Each entity shall be entitled to add connections and originate additional flows within its own service area in accordance with the policies, rules and regulations of SC-OR."

c) Payment of Costs and Expenses: The Commission shall pay all capital costs of the SC-OR facilities, including the acquisition costs of land and facilities, construction costs, engineering and technical services, legal and administrative services, and bond service. The Commission shall also pay all operational, maintenance, repair and replacement expenses of the SC-OR facilities and all deposits required for the Capital Restricted Funds Accounts and depreciation reserves as established by Resolution.

d) Grant and Bond Revenues; Cash Flows: It is understood and agreed that the Commission may make application for, collect and disburse, all funds which the Commission is eligible to receive by reason of State and Federal grants, loan and aid programs relating to the services provided by the Sewerage Commission - Oroville Region for the direct benefit of the area serviced by SC-OR. A unanimous vote by the Board will be required for any action requiring the Sewerage Commission-Oroville Region to incur debt for any such program.

e) Operational Revenues and Expenditures: It is understood and agreed that the revenues of the project shall be derived from the following primary sources:

(1) Sewer User Charges: Each member entity shall pay to the Commission, quarterly a sewer user charge, which shall be based upon the number of dwelling units, or dwelling unit equivalents, connected to the regional system and the SC-OR facilities within the respective service areas. The details of such charges shall be established from time to time by Resolution unanimously adopted by the Board. Nothing contained herein shall limit the right of any member entity to levy a tax or assessment, or to charge and collect a local sewer service charge, standby charge or surcharge for the use or availability of services within its respective service area.

(2) Added Infiltration Charge: The resolution or resolutions, of the Commission, establishing the monthly sewer user charges, shall also establish a formula for determining the extent of excess flows or infiltration, originating in the respective service areas of the member entities, and shall establish a reasonable charge to be paid by such entities for the processing of such excess flows or infiltration.

(3) Regional Facility Charge: In addition to the sewer user charges and infiltration charges set forth above, each member entity shall pay to the Commission a regional facility charge, based on any increase in the use of the regional facility by such entity during the preceding quarter. The Board shall establish by resolution unanimously adopted during the September Commission meeting of each year, a rational formula for determining the amount and collection of the Regional Facility Charge, having due regard for existing units in each service area, and costs and benefits attributable to increased use units.

Nothing contained herein shall affect the right of a member to establish and collect connection charges or any other fees or charges for new connections to its retained local sewerage system within its respective service area.

(4) Administrative Charges: As per SC-OR resolutions, and in accordance with requirements of SC-OR's Industrial Pretreatment Program administrative charges, fees, assessments and penalties (fines) shall be established by the Commission from time to time. The Commission will enact all fees and charges by a unanimous vote.

(5) Uniform Rates; Financing Plan: It is understood and agreed that the rates established from time to time by unanimous resolution of the Board for sewer user charges, infiltration charges and regional facility charges, shall be uniform within each category of sewerage producing units in the regional service area. It is the intention of the parties that the financial provisions of this Paragraph 6 shall be administered so as to conform to the concepts expressed in the "Financing Plan, Sewerage Commission - Oroville Region", prepared by Bartle Wells Associates, dated October, 1973 utilizing updated and current values throughout.

7. REGIONAL PROJECT: Oroville, Thermalito, and LOAPUD hereby agree that the Sewerage Commission - Oroville Region shall design, construct, operate, maintain, repair, and replace the regional facilities consisting of, but not limited to:

a) A single central treatment plant utilizing conventional activated sludge process with filtration, situated at South 5th Avenue site, Oroville, California.

b) An outfall and diffuser discharging a high quality effluent to the Feather River.

c) LOAPUD Interceptor.

d) SC-OR West Interceptor with lift stations.

e) Land, easements, and facilities necessary or appurtenant to the above.

f) Such other wastewater treatment and disposal facilities that must be added from time to time to assure continuing compliance with the Waste Discharge Requirements set for the Sewerage Commission - Oroville Region by the State and or Federal Governments.

In order to assure completion and perpetuation of the Regional Project, each of the member entities shall be obligated to carry out the terms and conditions of this Agreement and Resolutions adopted pursuant hereto, and all controversies among them shall be subject to arbitration as hereinafter set forth.

8. ARBITRATION: All controversies between the entities, arising out of an action or decision of the Board shall be settled by arbitration in accordance with the provisions of this paragraph. Within ten (10) days after the action or decision has been taken, the aggrieved entity shall give written notice to the Board and the other entities that it desires arbitration, stating the controversy to be arbitrated. Within ten (10) days thereafter, the aggrieved entity and the Board shall each select one arbitrator, and within ten (10) additional days after their selection, the two arbitrators shall select a third arbitrator. The hearing shall be conducted within fifteen (15) days after the nomination of the third arbitrator and shall be restricted to matters relative to that stated in the notice requesting arbitration. Each entity shall be given an opportunity to be heard and to present evidence. Within ten (10) days after the conclusion of the hearing or hearings, the arbitrators shall state their findings of fact, conclusions of law and decision in writing, and shall sign the same and deliver one signed copy thereof to each entity. Such award shall be final and binding upon the Board, and upon each entity. A majority shall govern if the arbitrators' determination is not unanimous. The aggrieved entity, and the Board, shall each pay the expenses of their respective arbitrators. The costs and expenses of the third arbitrator and the administrative costs of arbitration shall be shared equally between the aggrieved entity and the Board.

9. AMENDMENT OF AGREEMENT: This Agreement may be amended by an agreement approved by all of the entities. Approval of the Board shall not be required for amendment of this Agreement.

10. SEVERABILITY: Should any part, term or provision of this Agreement be decided by the courts to be illegal or in conflict with any law of the State of California, or otherwise rendered unenforceable or ineffectual, the validity of the remaining portions or provisions shall not be affected thereby.

11. NOTICES: Any notice authorized or required to be given by this Agreement shall be in writing and shall be deemed to have been given when mailed, postage prepaid, or delivered during working hours, to the following addresses or such changed addresses as to which notice is similarly given:

Oroville:

1735 Montgomery Street
Oroville, California 95965

LOAPUD:

1960 Elgin Street
Oroville, California 95966

Thermalito:

410 Grand Avenue
Oroville, California 95965

IN WITNESS WHEREOF, the parties hereto have executed this Agreement the day and year first above written.

CITY OF OROVILLE

By Steven D. Jernigan, Mayor

LAKE OROVILLE AREA PUBLIC UTILITY DISTRICT

By Steven C. Onken, President

THERMALITO WATER AND SEWER DISTRICT

By Ernest L. Reynolds, President

BOARD POLICY
Sewerage Commission - Oroville Region

TITLE: General Provisions **NUMBER 2800**
ADOPTION DATE: 01 July 1977 **AMENDMENT DATE: May 22, 2025**
AMENDMENT DATE: July 28, 2026

1. **Membership:** Membership fees and dues to professional societies and organizations may be paid for employees by the Commission, if in the opinion of the Manager/Superintendent such membership is a direct benefit to the Commission.

2. **Operators' Exams:** SC-OR shall pay all fees involved whenever an employee takes an examination for an Operator's Permit, through Grade III. Such payment of fees is contingent upon the employee passing the exam.

3. **Permit Renewal Fees:** Renewal fees for each Operator's Permit shall be paid for by SC-OR at each permit renewal time, every two years.

4. **Education Costs:** Education Costs: At the Manager's discretion, SC-OR will pay employees' educational expenses (i.e., seminars, workshops, training, certification preparation classes, etc.) provided that the materials and/or course(s) are job-related and a direct benefit to SC-OR.

5. **Subscriptions:** Subscriptions to professional journals and publications may be made by the Commission at the discretion of the Manager/ Superintendent.

6. **Uniforms and Protective Clothing:** SC-OR shall provide uniforms to regular fulltime O&M employees. SC-OR will report to CalPERS the monetary value for providing these uniforms on an annual basis in September of each year. The uniform allowance amount reported to CalPERS will derive from the total fiscal year budgeted amount for providing the employees uniforms, not to exceed $400.00 per employee per year.

   O & M employees will be given a cash allowance, up to $200 per year, for the purpose of purchasing safety shoes that meet ASTM F2413 standards. Both the safety shoes and proof of purchase must be acceptable to the Manager/Superintendent for reimbursement.

   The uniforms and safety shoes must be worn during working hours unless otherwise deemed by the Manager/Superintendent (O&M employees only).

7. **Tailoring and Cleaning:** Tailoring, cleaning, or laundering will be the responsibility of the employee; however, facilities for washing and drying are provided at the treatment plant.

8. **Disciplinary Action and Recourse:** This procedure will be in accordance with Policy 2810.

9. **Unlawful Harassment including Sexual Harassment:** This procedure will be in accordance with Appendix XII.

10. **Anti-Nepotism:** It is the policy of the Sewerage Commission - Oroville Region to prohibit nepotism among its employees. Nepotism is defined for the purpose of this policy, as an employee's husband, wife, or anyone living in the same household, parents, children, brother, sister, father-in-law, mother-in-law, sister-in-law, brother-in-law, or any person legally a dependent of the employee. Violation of this policy is grounds for termination, whether the relationship existed prior to or after employment with SC-OR.

11. **Job Descriptions**
    A. Plant Supervisor in Appendix III
    B. Lead Operator in Appendix IV.
    C. Wastewater Treatment Plant Operator in Appendix V.
    D. Operator-in-Training in Appendix VI.
    E. Environmental Compliance Supervisor in Appendix VIII
    F. Administrative Supervisor in Appendix X
    G. Administrative Assistant in Appendix IX.

12. **Certification Pay:** Advanced grade recognition will be paid for one grade above grade III (per Appendix II), and is cumulative with the annual COLA increase (excludes administrative O&M). Other certifications that may qualify for certification pay, which must be beneficial to SC-OR and approved by the manager, are: CWEA certifications, commercial driver's license, etc. Any other certification pay shall be at the discretion of the manager. There will be a maximum of three (3) additional certifications allowed for the additional pay.

13. **Weekend Custodial Duties:** This procedure will be in accordance with Appendix VII.

14. **Employee Use of SC-OR Vehicles:** Employees may not use SC-OR owned vehicles for personal use, nor may they transport any persons therein for anything other than official business of the Commission. Use of SC-OR owned vehicles for the purpose of commuting to and/or from work is prohibited except as provided for the Manager/Superintendent under a separate employment contract; Provision can be made for other certain qualified employees to use SC-OR owned vehicles for the purpose of commuting to and from work at the discretion of the Manager/Superintendent. Such usage shall be declared as non-cash commuting

fringe benefit subject to income taxation at the rate of $3.00 per day, or whatever rate is in effect by the Internal Revenue Service Code. This commuting fringe benefit is also subject to Social Security payments by the Commission and the employee, as well as State Disability withholding from the employee.

15. **Computer and Network Acceptable Use Policy:** Per SC-OR Board Policy 2875, employees are expected to use the e-mail and computer network systems for SC-OR business only, and not for personal purposes. SC-OR reserves the right to retrieve and read any message composed, sent or received. Employees are prohibited from using our information systems in any way that may be disruptive or offensive to others, including but not limited to the transmission, receipt or viewing of sexually explicit messages, cartoons, images, sounds, ethnic or racial slurs, or anything else that may be construed as unlawful harassment or disparagement of others. Offensive, harassing or discriminatory content in any such messages will not be tolerated. Chatrooms are expressly forbidden. Non-work-related websites, such as games, stock-trading, shopping or websites that promote pornography, hate or discrimination are prohibited. Employees visiting such websites will be subject to disciplinary action up to and including termination of employment. *See SC-OR policy 2875 for a complete list of restrictions.*

16. **Employment Probation:** Per SC-OR Board Policy 2815, employees are subject to probationary periods in three cases. New hires shall have twelve-month's probation, promoted employees shall have six-months' probation, and disciplined employees shall be subject to an amount of time not to exceed 24-months' probation.

17. **Non-Discrimination Policy:** The provisions of this policy shall be applied equally, to all employees, without discrimination as to age, marital status, race, color, creed, national origin, sex, or political affiliation. All references to employees designate both sexes, and wherever the male gender is used, it shall be construed to include male and female employees. *Please refer to SC-OR policy 2880 for a complete list of standards of conduct.*

18. **Ethics / Standards of Conduct / Prohibited Conduct:** This policy covers: Code of Conduct, Conducting Personal Business, Gifts, Entertainment or Favors, funds and Other Assets, Confidentiality, Standards of Conduct / Prohibited Conduct, Off-Duty Conduct, Falsification of Records, and Investigations. *Please refer to SC-OR policy 2020 for a complete list of standards of conduct.*

19. **Security/Workplace Violence:** SC-OR has developed guidelines to help maintain a secure workplace. *Please refer to SC-OR policy 2835 for a complete list of standards of conduct.*

20. **Drug and Alcohol Abuse:** The Board of Commissioners is concerned with the physical safety of all employees, potential damage to property and equipment, mental and physical health of employees, productivity and work quality, medical insurance costs, and the harm done to employees and their families by the inappropriate use of controlled substances. These are the rules and standards of conduct that apply to all employees, either on SC-OR property or during the workday. *Please refer to SC-OR policy 2620 for a complete list of standards of conduct.*

21. **Smoking Policy:** In keeping with SC-OR's intent to provide a safe and healthy work environment, smoking is prohibited within 20 feet of doorways and operable windows (AB 846). Employees can only smoke during scheduled rest periods and meal periods; no additional breaks are allowed to any employee who smokes. Smoking shall not be permitted, and no person shall smoke in any indoor work area. This includes: Hallways, meeting rooms, break rooms, private and non-private offices, shops, warehouses, and vehicles used for business. Nonsmoking areas are clearly designated, and employees are asked to respect these designations. In situations where the preferences of smoker and nonsmokers are in direct conflict, the preferences of nonsmokers will prevail. *Please refer to SC-OR policy 2630 for complete policy.*

BOARD POLICY
Sewerage Commission - Oroville Region

TITLE: Expense Authorization | **NUMBER 3110**
ADOPTION DATE: 04 June 1984 | **AMENDMENT DATE: 24 May 2022**
AMENDMENT DATE: 28 July 2026

1. All purchases made for the Commission shall be authorized by the Manager and shall be in conformance with the approved Commission budget.

2. Any commitment of Commission funds for a purchase or expense greater than $10,000.00 shall first be submitted to the Board for approval, or shall be in conformance with prior Board action and/or authorizations. The Manager will have a $10,000 limit for necessary items to keep the plant running smoothly and safely, but in the case of an emergency, as determined by the Manager in his sole discretion, that limit shall be increased to $50,000. In the case of an emergency, and with approval of the Chair or Vice-Chair, the Manager's limit shall be increased to $100,000.

3. SC-OR shall provide employees with Commission-issued credit cards for the payment of authorized business expenses whenever practical. Employees are expected to use Commission-issued credit cards for approved business-related purchases and expenditures. Credit card purchases shall be subject to the same approval requirements and spending limits established in this policy. Individual credit card transactions exceeding $10,000.00 shall require prior Board approval unless otherwise authorized pursuant to Section 2 of this policy. The Manager/Superintendent may establish lower transaction limits for individual cardholders as deemed appropriate.

a. Commission-issued credit cards shall be used solely for authorized Commission business expenses. Personal purchases on Commission credit cards are strictly prohibited.

b. Employees or Commissioners who incur authorized out-of-pocket expenses for items or services directly related to Commission business may request reimbursement upon submission of valid receipts with expenditure request or expense report and approval by the Manager/Superintendent.

c. If a vendor does not accept credit card payment for an authorized Commission business expense, an employee or Commissioner may pay for the authorized expense using personal funds and request reimbursement. Reimbursement shall be made upon submission of an expense report, valid supporting receipt(s), and approval by the Manager/Superintendent.

d. Commission credit card receipts shall be submitted within a reasonable period following the date the expense was incurred to ensure timely accounting and financial reporting. Reimbursable expenses must be documented on an expenditure request or expense report, charged to the appropriate account(s) supported by receipts, and approved by the Manager/Superintendent.

e. In instances where a receipt is not obtainable, the Commission credit card expense or reimbursement may be approved by the Manager/Superintendent upon review of sufficient documentation supporting the amount, missing or lost receipt, and business purpose of the expenditure.

f. Personal expenses and any expenses not directly related to authorized Commission business shall not be reimbursed under any circumstance.

CalPERS

California Public Employees' Retirement System
P.O. Box 942715, Sacramento, CA 94229-2715

888 CalPERS (or 888-225-7377)
TTY: (877) 249-7442 Fax: (800) 959-6545
www.calpers.ca.gov

California Public Employees' Retirement System

July 01, 2026

Christina A Peterson-Neads
Sewerage Commission-Oroville Region
P.O. BOX 1350
OROVILLE, CA 95965

Business Unit:	1900
CalPERS ID:	5964218828
Invoice Number:	100000018342797
Invoice Date:	July 01, 2026
Payment Due Date:	July 31, 2026

Description	Amount
Annual Unfunded Accrued Liability as of the June 30, 2024 Actuarial Valuation for Rate Plan Identifier 26718. The total minimum required employer contribution is the sum of the Plan's Employer Normal Cost Rate (expressed as a percentage of payroll) plus the Employer Unfunded Accrued Liability Contribution Amount. Your agency's monthly amount due toward the Unfunded Accrued Liability is: Amount: $18,742.92 — Due Date: July 31, 2026 If you would like to prepay the entire Annual Payment toward your Plan's Unfunded Accrued Liability, you can submit the Annual Lump Sum Prepayment amount of $217,637.00 to the invoice number above by July 31, 2026 instead of the monthly amount listed. Please refer to the June 30, 2024 Actuarial Valuation report for the details of this calculation. Reports are available at CalPERS On-Line or by visiting **www.mycalpers.ca.gov** Unfunded Accrued Liability contributions are to be paid in full by the payment due date each month. Payments that are not received in full on or before this date will be assessed interest on the total outstanding balance due (Public Employees' Retirement Law § 20572 (b)). Please note that this monthly statement is a demand for payment in accordance with Public Employees' Retirement Law § 20572 (a). **For questions concerning your invoice, please call our CalPERS Customer Contact Center at 888 CalPERS (or 888-225-7377) and ask to be referred to the Financial Office.**	
Total Due	**$18,742.92**

Please pay this statement using Electronic Funds Transfer (EFT) debit or Automated Clearing House (ACH) credit method. Please visit **www.mycalpers.ca.gov** to schedule a debit EFT payment or call our CalPERS Customer Contact Center at **888 CalPERS** (or **888**-225-7377) for information regarding EFT ACH credit payments. Please allow two banking days prior to the due date for payments to be received at CalPERS on time.

If you need to pay by check or money order, make sure it includes your agency's CalPERS ID, Invoice Number, and is payable to the California Public Employees' Retirement System. Please mail to the following address:

CalPERS
Financial Reporting & Accounting Services Division
Cash and Payment Processing Unit
P.O. Box 942703
Sacramento, CA 94229-2703

Environmental Compliance Report

To the SC-OR Commissioners and Staff from Kendra Morgan

July 28, 2026

INDUSTRIAL PRETREATMENT PROGRAM

INSPECTIONS

The dischargers submitted their monthly flow reports for June and their first semi-annual results for 2026. All dischargers and lines appear to be in compliance with their permits.

ENFORCEMENT

There are no enforcement items to report.

ACTIVITIES

All operations continued as normal in the laboratory and environmental areas.

Sewerage Commission - Oroville Region
Monthly Flows Report - Jun-26

Name of Agency	Total Monthly Flow (MG)	Average Daily Flow (MG)	Total Peak Flow (MG)	Date of Peak Flow
SC-OR Plant Total 19,249 EDU's	73.716	2.457	5.40	6/28/2026
Lake Oroville Area P.U.D. 6,265.88 EDU's	22.118	0.737	1.32	6/7/2026
Thermalito Water and Sewer 2,978.00 EDU's	11.326	0.378	1.13	6/15/2026
City of Oroville 9,965 EDU's	40.272	1.342	3.64	6/28/2026

Industrial EDUs 40

EDU % remaining 7.010%

Septage Pumpers 0.0380 Million Gallons/Month

Monthly Rainfall 0.00 Total Inches/Month