



# **South Placer Wastewater Authority Board Meeting**

**November 13, 2025**



## **SPWA REGULAR MEETING AGENDA**

In accordance with the requirements of California Government Code section 54950 *et seq.*, notice is hereby given of the regular meeting of the Board of Directors of the South Placer Wastewater Authority at the following time and location:

**Thursday, November 13, 2025**

10:00 a.m.

City of Roseville

2005 Hilltop Circle

Meeting Room 3

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### **AGENDA**

#### **CALL TO ORDER**

**ROLL CALL**     Directors:     Karen Alvord (City of Roseville)  
Anthony DeMattei (Placer County – Vice Chair)  
William Dickinson (SPMUD)  
Bonnie Gore (Placer County)  
Pauline Roccucci (City of Roseville – Chair)

#### **PLEDGE OF ALLEGIANCE**

#### **PUBLIC COMMENT**

#### **APPROVAL OF MINUTES**

Approval: Approval of the June 26, 2025, SPWA Board Meeting Minutes

#### **CONSENT CALENDAR**

Receive and File Items:

- A. Information: Investment Review (*Teri*)
- B. Information: Rate Stabilization Fund Balances as of June 30, 2025 (Unaudited) (*Teri*)

#### **PRESENTATIONS**

- 1. Resolution: Investment Policy for FY2025-2026 (*Teri*)
- 2. Resolution: Equivalent Dwelling Units Update (*Sean*)
- 3. Resolution: Pleasant Grove Wastewater Treatment Plant Maintenance, Administration, and Shop Building Project Update and Budget Adjustment Request (*Tracie*)
- 4. Resolution: Approval of Authority Schedule of Regular Meeting Dates (*Sean*)

5. Information: Projects Update and Financial Summary (*Tracie*)

**REPORTS/COMMENTS – BOARD MEMBERS/STAFF**

**ADJOURNMENT**

**NEXT MEETING**

The next South Placer Wastewater Authority Board of Directors meeting will be held on February 5, 2026, at 9:30 a.m. at the Roseville Corporation Yard, 2005 Hilltop Circle, Roseville, CA 95747, Conference Room 3.

Note: The Board may take action on any matter, however listed on this Agenda, and whether or not listed on this Agenda, to the extent permitted by applicable law. Staff Reports are subject to change without prior notice.

Any disclosable public records related to an open session item on a regular meeting agenda and distributed by the Recording Secretary to all or a majority of the SPWA Board less than 72 hours prior to that meeting are available for public inspection during normal business hours at the City of Roseville Corporation Yard, 2005 Hilltop Circle, Roseville California 95747.

The meeting is accessible to the disabled. In compliance with the Americans with Disabilities Act, if you are a disabled person and you need a disability-related modification or accommodation to participate in this meeting, please contact Voice:(916) 774-5770, TDD: (916) 774-5220. Requests must be made as early as possible.



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Karen Alvord – Roseville  
Anthony DeMattei – Placer County  
Will Dickinson – SPMUD  
Bonnie Gore – Placer County  
Pauline Roccucci - Roseville

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**MINUTES OF BOARD OF DIRECTORS' MEETING  
June 26, 2025**

The regular meeting of the South Placer Wastewater Authority Board of Directors was called to order at 9:30 a.m. at the City of Roseville Corporation Yard, 2005 Hilltop Circle, Roseville, CA.

**Directors Present:**

Karen Alvord  
Will Dickinson  
Bonnie Gore  
Pauline Roccucci

**Staff Present:**

Osman Mufti, JPA Counsel  
Devin Whittington, Deputy Executive Director  
Pam Walsh, Board Secretary

**Directors Absent:**

Anthony DeMattei

**Staff Absent:**

Sean Bigley, Executive Director  
Dennis Kauffman, Chief Financial Officer

**Call To Order**

Director Roccucci called the South Placer Wastewater Authority Board meeting to order at 9:30 a.m.

**Roll Call**

Present: Dickinson, Gore, Roccucci  
Absent: DeMattei

Director Alvord was not present at the time of the initial roll call but arrived a few minutes later.

**Pledge of Allegiance**

Director Dickinson led the Pledge of Allegiance.

**Public Comment**

No public comments were received.

**Approval of Minutes, April 24, 2025**

Board Secretary, Pam Walsh, informed the Board there was an error in the April 24, 2025, minutes located on page 3, under item 2 (Equivalent Dwelling Unit). Under public comment, the sentence was revised to “Public comment was received by Chad Roberts from Hefner Law.”

With the noted change, a vote was taken as follows:

MOTION by Director Dickinson, seconded by Director Gore, to approve the April 24, 2025, minutes. The motion passed.

Vote:                   Ayes:   Alvord, Dickinson, Gore, Roccucci  
                              Nos:   None  
                              Absent: DeMattei

**Consent Calendar**

**BEGINNING OF RECEIVE AND FILE ITEMS**

**Item A. Investment Policy for FY 2025-2026**

**Item B. Investment Review**

**Item C. Rate Stabilization Fund Balances as of April 30, 2025**

Director Dickinson requested Item A (Investment Policy for FY 2025-2026) be removed from the Consent Calendar requesting further clarification regarding the diversity of investments. This will be brought to the Board again at the September 25, 2025, meeting.

MOTION by Director Gore, seconded by Director Dickinson, to approve the Consent Calendar with the removal of item A. The Motion passed.

Vote:                   Ayes:   Alvord, Dickinson, Gore, Roccucci  
                              Nos:   None  
                              Absent: DeMattei

No public comments were received on this item.

**END OF RECEIVE AND FILE ITEMS**

**Presentations**

**1. Resolution: Approval of Annual Operating Budget for FY 2025-2026**

City of Roseville Environmental Utilities Business Services Manager, Shane Whittington, requested the approval of the annual operating budget for FY 2025-2026 and to approve the additional debt service budget for fiscal year 2025.

Director Dickinson stated the JPA staff budget seemed to have doubled and asked for clarification regarding this. Mr. Whittington explained this is for internal support services provided by the City of Roseville for SPWA and the basis for the distribution for those support services is based on the portion of debt. He explained this is the same allocation methodology the City of Roseville uses for their Enterprise funds.

Director Gore noted, in the past, SPWA has used financial advisory services for items such as bonds and noticed there is no line item for this and asked for clarification. Mr. Whittington responded that financial advisory services are also used for connection fee studies and, because there were no studies planned for next year, there was a decision to not include this in the budget.

MOTION by Director Dickinson, seconded by Director Alvord, to approve Resolution 2025-09 to approve the operating budget for FY 2025-26 and additional debt service budget for FY 2024-25. The Motion passed.

Vote:           Ayes:    Alvord, Dickinson, Gore, Roccucci  
                  Nos:     None  
                  Absent: DeMattei

No public comments were received on this item.

## **2. Information: Equivalent Dwelling Unit (EDU) Update**

City of Roseville Wastewater Utility Manager, Tracie Mueller, provided an update on the Equivalent Dwelling Unit (EDU) study.

Mrs. Mueller stated CASA (California Association of Sanitation Agencies) predicted to decide within the next month whether they will share the results of their study.

Director Gore asked if staff would inform the Board as soon as this information was relayed by CASA and Mrs. Mueller assured her this would be done. Mrs. Mueller also said there would be a discussion regarding the next steps if CASA decides not to share this information.

Deputy Executive Director, Devin Whittington, added staff will more than likely be seeking some type of direction from the Board regarding this issue at the September 25, 2025, Board meeting.

No public comments were received on this item.

## **3. Information: Projects Update and Financial Summary**

Mrs. Mueller provided the financial status of on-going SPWA projects (13 active projects).

Mrs. Mueller also introduced her project managers who provided a synopsis of the projects they were overseeing, including City of Roseville Preventative Maintenance Supervisor, Jeremy Snyder, who reported on the Pleasant Grove Wastewater Treatment Plant Capacity Expansion Project, City of Roseville Wastewater Principal Engineer, Arashdeep Singh, who reported on the Wastewater Treatment Plant Capacity Evaluation and the Dry Creek Wastewater Treatment Plant Expansion Project, and City of Roseville Senior Engineer, Inderpreet Chaggar, who presented the Dry Creek Wastewater Treatment Plant Operations and Laboratory Building project.

During Ms. Chaggar's presentation, she indicated the cost of the project was being split between SPWA and the Regional Rehab fund (69% billed to SPWA and 31% billed to the Regional Rehab fund). Director Gore asked for clarification regarding what the Regional Rehab Fund consisted of. Mrs. Mueller explained this is a City of Roseville fund. The expansion portion of the project will be paid for by SPWA, while the replacement of the existing building will be paid by the City of Roseville.

Director Dickinson stated, when staff is added, electrical costs incurred, and additional chemicals need to be purchased, those type of things are related to operations and are paid for by customers' monthly service fees; however, the addition of a building to house staff and processes would be considered expansion, and that is paid by SPWA. He asked if his understanding of this was accurate and Mrs. Mueller confirmed it was.

Public comment was received by Bill Halldin, Councilmember with Rocklin City Council.

#### **Reports/Comments – Board Members/Staff**

Deputy Executive Director Devin Whittington announced that City of Roseville Business Services Manager, Shane Whittington, had submitted his resignation with the City of Roseville, and Senior Environmental Utilities Business Analyst, Archana Wagley, will be filling in for Shane Whittington until the position has been filled.

#### **Adjournment**

The SPWA Board meeting was adjourned at 10:27 am

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**Pauline Rocucci**  
**Chair**

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**Pamela Walsh**  
**Secretary to the Board**

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Agenda Item A  
Investment Review

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## AUTHORITY COMMUNICATION

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**TO:** South Placer Wastewater Authority      **DATE:** October 22, 2025  
Board of Directors

**FROM:** Teri Quinlan – Accounting Manager

**AUTHORITY COMMUNICATION NO.:** AC 25-23

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**SUBJECT:** Investment Review

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*For SPWA Board Meeting 11/13/2025*

### ACTION REQUESTED

None required. This is an information item.

### BACKGROUND

The following report details the performance of the Authority's investments through August 2025.

### INVESTMENTS

The Schedule of Investments for August 2025 is attached to this report. The yield to maturity on the invested funds was 3.954%.

### Additional Accumulated Funds

The additional accumulated funds, in the amount of \$43.4M, is a combination of:

- \$ 29,927,595 in the Authority's wastewater project fund held by the fiscal agent
- \$ 13,522,930 in the Authority's bond reserve fund held by the fiscal agent
- \$ 1,732 in the Authority's principal fund held by the fiscal agent
- \$ 560 in the Authority's interest fund held by the fiscal agent

Submitted by:

Teri L. Quinlan Digitally signed by Teri L. Quinlan  
Date: 2025.10.29 09:12:33 -07'00'

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Teri Quinlan  
Accounting Manager

Approved by:

Dennis Kauffman Digitally signed by Dennis  
Kauffman  
Date: 2025.10.29 17:17:54 -07'00'

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Dennis Kauffman  
Chief Financial Officer

A handwritten signature in black ink that reads "S. Bigley".

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Sean Bigley  
Executive Director



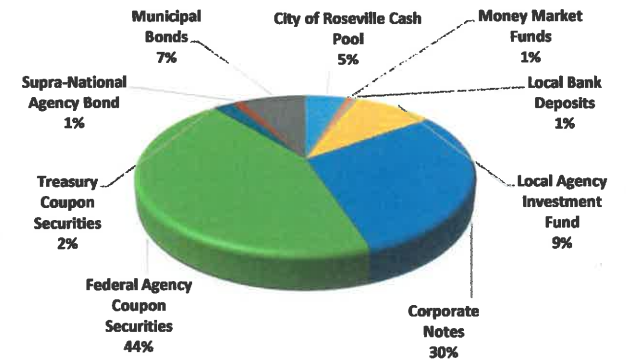
Performance | Total Portfolio Summary  
August 2025

Benchmark Performance 8/31/2025 4/30/2025

Average Portfolio Yield	3.954	3.825
2Yr CMT	3.590	3.600
LAIF	4.251	4.281

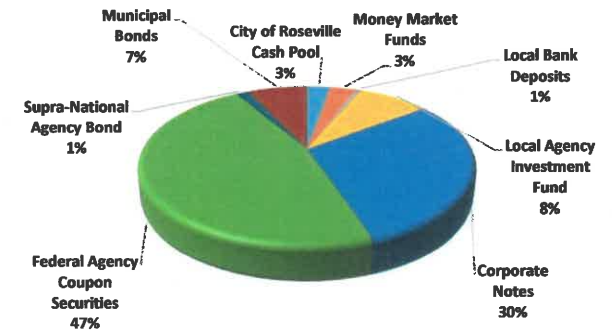
AUGUST 2025

Asset Category	Compliance	YTM/C 365	Days to Maturity	Par Value	Market Value	Book Value
	% of Portfolio					
City of Roseville Cash Pool	4.85%	2.648	1	10,724,988	10,724,988	10,724,988
Money Market Funds	0.71%	3.910	1	1,572,770	1,572,770	1,572,770
Local Bank Deposits	0.61%	4.616	1	1,357,566	1,357,566	1,357,566
Local Agency Investment Fund	9.12%	4.251	1	20,194,417	20,194,417	20,194,417
	15.29%	0.572	1	33,849,741	33,849,741	33,849,741
Corporate Notes	29.57%	4.099	868	65,600,000	65,915,035	65,446,804
Federal Agency Coupon Securities	44.14%	3.880	912	98,537,000	98,367,722	97,683,626
Treasury Coupon Securities	2.26%	3.844	1757	5,000,000	5,041,110	5,006,814
Supra-National Agency Bond	1.36%	4.500	896	3,000,000	3,008,691	3,000,000
Municipal Bonds	7.38%	4.184	1,320	16,670,000	16,522,177	16,341,139
	84.71%	3.381	768	188,807,000	188,854,734	187,478,383
TOTAL PORTFOLIO   Average	100.00%	3.954	809	222,656,741	222,704,475	221,328,124



APRIL 2025

Asset Category	Compliance	YTM/C 365	Days to Maturity	Par Value	Market Value	Book Value
	% of Portfolio					
City of Roseville Cash Pool	2.74%	2.415	1	5,796,500	5,796,500	5,796,500
Money Market Funds	3.06%	3.950	1	6,467,798	6,467,798	6,467,798
Local Bank Deposits	0.63%	4.670	1	1,337,044	1,337,044	1,337,044
Local Agency Investment Fund	8.21%	4.281	1	17,355,758	17,355,758	17,355,758
	14.65%	0.568	1	30,957,099	30,957,099	30,957,099
Corporate Notes	30.05%	4.01	897	63,750,000	63,689,899	63,526,056
Federal Agency Coupon Securities	46.89%	3.613	777	100,162,000	99,415,774	99,113,814
Supra-National Agency Bond	1.42%	4.500	1019	3,000,000	3,017,850	3,000,000
Municipal Bonds	6.99%	4.195	1,446	15,170,000	14,817,405	14,786,201
	85.35%	3.256	749	182,082,000	180,940,929	180,426,070
TOTAL PORTFOLIO   Average	100.00%	3.825	749	213,039,099	211,898,028	211,383,169






**Monthly Investment Report  
Portfolio Management  
Portfolio Summary  
August 31, 2025**

<b>Investments</b>	<b>Par Value</b>	<b>Market Value</b>	<b>Book Value</b>	<b>% of Portfolio</b>	<b>Term</b>	<b>Days to Maturity</b>	<b>YTM/C</b>
City of Roseville Cash Pool*	10,724,988.26	10,724,988.26	10,724,988.26	4.85	1	1	2.648
Money Market Funds	1,572,770.13	1,572,770.13	1,572,770.13	0.71	1	1	3.910
Local Bank Deposits	1,357,565.59	1,357,565.59	1,357,565.59	0.61	1	1	4.616
Local Agency Investment Funds	20,194,416.91	20,194,416.91	20,194,416.91	9.12	1	1	4.251
Corporate Notes	65,600,000.00	65,915,034.50	65,446,803.87	29.57	1,670	868	4.099
Federal Agency Coupon Securities	98,537,000.00	98,367,721.75	97,683,626.44	44.14	1,749	912	3.880
Treasury Coupon Securities	5,000,000.00	5,041,110.00	5,006,813.82	2.26	1,812	1,757	3.844
Supra-National Agency Bond	3,000,000.00	3,008,691.00	3,000,000.00	1.36	1,826	896	4.500
Municipal Bonds	16,670,000.00	16,522,176.70	16,341,139.34	7.38	1,657	1,320	4.184
	<b>222,656,740.89</b>	<b>222,704,474.84</b>	<b>221,328,124.36</b>	<b>100.00%</b>	<b>1,454</b>	<b>809</b>	<b>3.954</b>

<b>Total Earnings</b>	<b>August 31</b>	<b>Month Ending</b>	<b>Fiscal Year To Date</b>
Current Year		724,446.27	1,458,488.96
<b>Average Daily Balance</b>		<b>217,903,245.04</b>	<b>220,237,933.60</b>
<b>Effective Rate of Return</b>		<b>3.91%</b>	<b>3.90%</b>

\*Estimated balance at month-end  
Market values provided by US BANK, and LAIF

THIS SCHEDULE OF INVESTMENTS IS IN COMPLIANCE WITH THE INVESTMENT POLICY AS ESTABLISHED AND SUFFICIENT FUNDS WILL BE AVAILABLE TO MEET CASH FLOW REQUIREMENTS FOR THE NEXT SIX MONTHS.

  
 Sean Bigley, Executive Director

10/2/2025  
 DATE

Digitally signed by Dennis Kauffman  
 Date: 2025.10.01 16:03:44 -07'00'  
 Dennis Kauffman, Chief Financial Officer

**Monthly Investment Report  
Portfolio Management  
Interest Earnings Summary  
August 31, 2025**

	August 31Month Ending	Fiscal Year To Date
<b>CD/Coupon/Discount Investments:</b>		
Interest Collected	500,585.29	835,966.62
Plus Accrued Interest at End of Period	1,779,793.78	1,779,793.78
Less Accrued Interest at Beginning of Period	( 1,714,425.25)	( 1,484,540.56)
Less Accrued Interest at Purchase During Period	( 0.00)	( 0.00)
Interest Earned during Period	565,953.82	1,131,219.84
Adjusted by Premiums and Discounts	54,721.99	109,688.53
Adjusted by Capital Gains or Losses	4,245.68	4,245.68
Earnings during Periods	624,921.49	1,245,154.05
<b>Pass Through Securities:</b>		
Interest Collected	0.00	0.00
Plus Accrued Interest at End of Period	0.00	0.00
Less Accrued Interest at Beginning of Period	( 0.00)	( 0.00)
Less Accrued Interest at Purchase During Period	( 0.00)	( 0.00)
Interest Earned during Period	0.00	0.00
Adjusted by Premiums and Discounts	0.00	0.00
Adjusted by Capital Gains or Losses	0.00	0.00
Earnings during Periods	0.00	0.00
<b>Cash/Checking Accounts:</b>		
Interest Collected	0.00	0.00
Plus Accrued Interest at End of Period	10,356,954.05	10,356,954.05
Less Accrued Interest at Beginning of Period	( 10,257,429.27)	( 10,143,619.14)
Interest Earned during Period	99,524.78	213,334.91
<b>Total Interest Earned during Period</b>	<b>665,478.60</b>	<b>1,344,554.75</b>
<b>Total Adjustments from Premiums and Discounts</b>	<b>54,721.99</b>	<b>109,688.53</b>
<b>Total Capital Gains or Losses</b>	<b>4,245.68</b>	<b>4,245.68</b>
<b>Total Earnings during Period</b>	<b>724,446.27</b>	<b>1,458,488.96</b>



**Monthly Investment Report  
Fund 001 - SPWA  
Investments by Fund  
August 31, 2025**

City of Roseville CA

CUSIP	Investment #	Issuer	Purchase Date	Remaining Cost	Par Value	Market Value	Current Rate	YTM/C 360	YTM/C 365	Maturity Days To Date Maturity
<b>City of Roseville Cash Pool*</b>										
SYS10048	10048	City of Roseville Cash Pool	07/01/2025	10,724,988.26	10,724,988.26	10,724,988.26	2.648	2.611	2.648	1
<b>Subtotal and Average</b>				<b>10,724,988.26</b>	<b>10,724,988.26</b>	<b>10,724,988.26</b>		<b>2.612</b>	<b>2.648</b>	<b>1</b>
<b>Money Market Funds</b>										
431114503	10434	US BANK	07/01/2025	1,572,770.13	1,572,770.13	1,572,770.13	3.910	3.856	3.910	1
<b>Subtotal and Average</b>				<b>1,572,770.13</b>	<b>1,572,770.13</b>	<b>1,572,770.13</b>		<b>3.856</b>	<b>3.910</b>	<b>1</b>
<b>Local Bank Deposits</b>										
FSB	10746	FIVE STAR BANK	07/01/2025	677,317.97	677,317.97	677,317.97	4.350	4.290	4.350	1
RCB	10745	RIVER CITY BANK	07/01/2025	680,247.62	680,247.62	680,247.62	4.880	4.813	4.880	1
<b>Subtotal and Average</b>				<b>1,357,565.59</b>	<b>1,357,565.59</b>	<b>1,357,565.59</b>		<b>4.552</b>	<b>4.816</b>	<b>1</b>
<b>Local Agency Investment Funds</b>										
40-31-001	10032	Local Agency Investment Fund	07/01/2025	20,194,416.91	20,194,416.91	20,194,416.91	4.251	4.192	4.251	1
<b>Subtotal and Average</b>				<b>20,194,416.91</b>	<b>20,194,416.91</b>	<b>20,194,416.91</b>		<b>4.193</b>	<b>4.251</b>	<b>1</b>
<b>Corporate Notes</b>										
00724PAJ8	10786	ADOBE INC	04/09/2025	3,076,200.00	3,000,000.00	3,114,540.00	4.950	4.293	4.353	01/17/2030 1,599
023135BC9	10718	AMAZON	09/16/2022	2,881,740.00	3,000,000.00	2,961,420.00	3.150	3.983	4.038	08/22/2027 720
037833EZ9	10795	APPLE INC GLOBAL NOTES	07/09/2025	3,009,690.00	3,000,000.00	3,040,650.00	4.200	4.068	4.124	05/12/2030 1,714
06048WK41	10690	Bank of America Corp	11/25/2020	2,000,000.00	2,000,000.00	1,985,600.00	0.650	0.712	0.722	11/25/2025 85
110122CN6	10719	BRISTOL MYERS SQUIBB	09/16/2022	1,946,860.00	2,000,000.00	1,986,340.00	3.200	3.914	3.968	06/15/2026 287
14913UAQ3	10771	CATERPILLAR FINANCIAL SE	10/03/2024	2,040,760.00	2,000,000.00	2,027,660.00	4.375	3.856	3.910	08/16/2029 1,445
14913UAX8	10782	CATERPILLAR FINANCIAL SE	02/11/2025	1,514,790.00	1,500,000.00	1,546,335.00	4.800	4.509	4.572	01/08/2030 1,590
166764BD1	10695	CHEVRON CORP NOTE	06/03/2022	2,520,900.00	2,500,000.00	2,494,875.00	3.326	3.026	3.068	11/17/2025 77
532457CQ9	10781	ELI LILLY CO	11/14/2024	2,474,875.00	2,500,000.00	2,522,075.00	4.200	4.374	4.435	08/14/2029 1,443
458140AX8	10698	INTEL CORP	06/24/2022	1,955,340.00	2,000,000.00	1,961,340.00	3.150	3.603	3.653	05/11/2027 617
24422EXB0	10776	JOHN DEERE CAP MTN	01/08/2024	1,533,225.00	1,500,000.00	1,541,160.00	4.950	4.343	4.403	07/14/2028 1,047
46625HQW3	10699	JP MORGAN CHASE CORP NOTES	06/21/2022	1,939,600.00	2,000,000.00	1,989,120.00	3.300	4.118	4.175	04/01/2026 212
48130CC37	10785	JP MORGAN CHASE CORP NOTES	03/14/2025	2,000,000.00	2,000,000.00	2,019,680.00	4.600	4.536	4.600	04/14/2030 1,686
571676AT2	10736	MARS INC	06/20/2023	2,491,500.00	2,500,000.00	2,531,600.00	4.550	4.564	4.627	04/20/2028 962

**Fund 001 - SPWA  
Investments by Fund  
August 31, 2025**

CUSIP	Investment #	Issuer	Purchase Date	Remaining Cost	Par Value	Market Value	Current Rate	YTM/C 360	YTM/C 365	Maturity Date	Days To Maturity
<b>Corporate Notes</b>											
58933YBC8	10738	MERCK & CO INC	09/12/2023	2,692,500.00	3,000,000.00	2,890,290.00	1.700	4.653	4.717	06/10/2027	647
30303M8L9	10730	META PLATFORMS INC	06/20/2023	2,493,750.00	2,500,000.00	2,548,850.00	4.600	4.593	4.656	05/15/2028	987
30303M8L9	10739	META PLATFORMS INC	10/17/2023	1,961,060.00	2,000,000.00	2,039,080.00	4.600	5.011	5.080	05/15/2028	987
61760QTM6	10791	Morgan Stanley Comm Paper	05/16/2025	2,000,000.00	2,000,000.00	2,040,400.00	4.400	4.339	4.400	05/16/2030	1,718
57629W4T4	10765	MASSMUTUAL MTN	07/11/2024	3,047,550.00	3,000,000.00	3,095,970.00	5.150	4.715	4.781	05/30/2029	1,367
641062BA1	10722	NESTLE HOLDINGS INC	09/16/2022	1,997,880.00	2,000,000.00	1,999,700.00	4.000	3.986	4.041	09/12/2025	11
654106AJ2	10700	NIKE INC	06/03/2022	2,454,350.00	2,500,000.00	2,454,225.00	2.750	3.117	3.161	03/27/2027	572
713448GB8	10784	PEPSICO INC GLOBAL NOTES	02/11/2025	1,501,875.00	1,500,000.00	1,535,295.00	4.600	4.508	4.571	02/07/2030	1,620
771196BK7	10701	ROCHE HOLDINGS INC	06/03/2022	2,440,950.00	2,500,000.00	2,473,275.00	2.625	3.222	3.266	05/15/2026	256
771196CP5	10768	ROCHE HOLDINGS INC	09/12/2024	2,533,125.00	2,500,000.00	2,511,975.00	4.203	3.854	3.908	09/09/2029	1,469
784710AA3	10729	SSM HEALTH CARE	11/18/2022	2,348,986.50	2,450,000.00	2,437,431.50	3.823	4.779	4.846	06/01/2027	638
872540AQ2	10703	TJX COS INC	06/21/2022	1,867,040.00	2,000,000.00	1,965,940.00	2.250	3.916	3.970	09/15/2026	379
89236TMF9	10766	TOYOTA MOTOR CREDIT CORP COMM	07/11/2024	2,031,560.00	2,000,000.00	2,066,060.00	5.050	4.616	4.680	05/16/2029	1,353
872898AF8	10704	TSMC ARIZ CORP	06/24/2022	1,991,380.00	2,000,000.00	1,996,360.00	3.875	3.918	3.973	04/22/2027	598
91324PEG3	10708	UNITEDHEALTH GROUP	06/21/2022	2,124,243.00	2,150,000.00	2,137,788.00	3.700	3.916	3.970	05/15/2027	621
<b>Subtotal and Average</b>				<b>64,871,729.50</b>	<b>65,600,000.00</b>	<b>65,915,034.50</b>		<b>4.043</b>	<b>4.099</b>		<b>927</b>
<b>Federal Agency Coupon Securities</b>											
31422BY46	10685	FEDERAL AGRIC MTG CORP AGCY	10/14/2020	3,000,000.00	3,000,000.00	2,986,950.00	0.540	0.532	0.540	10/14/2025	43
31424WCR1	10747	FEDERAL AGRIC MTG CORP AGCY	12/12/2023	1,855,180.00	1,850,000.00	1,888,184.00	4.375	4.252	4.311	12/04/2028	1,190
31424WN99	10796	FEDERAL AGRIC MTG CORP AGCY	08/15/2025	2,005,000.00	2,000,000.00	1,999,400.00	4.040	3.929	3.984	08/12/2030	1,806
3133EMHF2	10688	Federal Farm Credit Bank	11/27/2020	2,000,000.00	2,000,000.00	1,982,900.00	0.600	0.591	0.599	11/24/2025	84
3133ENTS9	10693	Federal Farm Credit Bank	04/05/2022	2,767,875.00	2,750,000.00	2,700,142.50	2.600	2.427	2.461	04/05/2027	581
3133ENNG1	10711	Federal Farm Credit Bank	07/18/2022	3,547,500.00	3,750,000.00	3,647,775.00	1.860	3.098	3.141	02/08/2027	525
3133ENA26	10727	Federal Farm Credit Bank	11/17/2022	2,935,500.00	3,000,000.00	2,991,090.00	3.750	4.331	4.391	07/13/2026	315
3133ENVM9	10732	Federal Farm Credit Bank	06/16/2023	4,607,128.80	4,734,000.00	4,708,531.08	3.740	4.296	4.356	04/27/2028	969
3133EMXP2	10741	Federal Farm Credit Bank	10/16/2023	1,673,520.00	1,900,000.00	1,821,834.00	1.200	4.848	4.916	04/28/2027	604
3133ERCX7	10753	Federal Farm Credit Bank	05/17/2024	3,012,000.00	3,000,000.00	3,016,800.00	5.170	4.987	5.056	05/01/2028	973
3133ERDH1	10754	Federal Farm Credit Bank	05/14/2024	5,061,000.00	5,000,000.00	5,167,000.00	4.750	4.411	4.472	04/30/2029	1,337
3133EMV74	10758	Federal Farm Credit Bank	07/11/2024	2,631,240.00	3,000,000.00	2,758,800.00	1.400	4.204	4.262	04/26/2029	1,333
3133ENQK9	10759	Federal Farm Credit Bank	07/11/2024	1,871,700.00	2,000,000.00	1,932,100.00	2.750	4.225	4.283	03/07/2029	1,283
3133ENUF5	10760	Federal Farm Credit Bank	07/11/2024	2,877,840.00	3,000,000.00	2,944,680.00	3.380	4.277	4.336	04/11/2029	1,318

**Fund 001 - SPWA  
Investments by Fund  
August 31, 2025**

CUSIP	Investment #	Issuer	Purchase Date	Remaining Cost	Par Value	Market Value	Current Rate	YTM/C 360	YTM/C 365	Maturity Date	Days To Maturity
<b>Federal Agency Coupon Securities</b>											
3133ERKX8	10761	Federal Farm Credit Bank	07/12/2024	5,019,250.00	5,000,000.00	5,091,200.00	4.250	4.106	4.163	07/12/2029	1,410
3133ERB67	10779	Federal Farm Credit Bank	11/14/2024	2,502,000.00	2,500,000.00	2,543,150.00	4.250	4.172	4.230	02/14/2029	1,262
3130ASD22	10696	Federal Home Loan Bank	06/29/2022	3,000,000.00	3,000,000.00	2,980,200.00	3.590	3.540	3.590	06/29/2027	666
3130ALCE2	10709	Federal Home Loan Bank	07/18/2022	3,306,397.50	3,675,000.00	3,519,437.25	0.920	3.876	3.930	02/26/2027	543
3130AT2Y2	10725	Federal Home Loan Bank	11/17/2022	2,825,760.00	2,900,000.00	2,881,846.00	3.700	4.485	4.547	08/23/2027	721
3130AWTR1	10737	Federal Home Loan Bank	09/13/2023	2,993,400.00	3,000,000.00	3,065,040.00	4.375	4.361	4.422	09/08/2028	1,103
3130AXEL8	10740	Federal Home Loan Bank	10/16/2023	3,614,760.00	3,600,000.00	3,715,308.00	4.750	4.591	4.655	09/08/2028	1,103
3130B1BC0	10757	Federal Home Loan Bank	07/11/2024	5,100,000.00	5,000,000.00	5,172,000.00	4.625	4.110	4.167	06/08/2029	1,376
3130AH3Z4	10772	Federal Home Loan Bank	10/07/2024	3,477,637.50	3,750,000.00	3,527,700.00	2.200	3.767	3.820	09/24/2029	1,484
3130ATHX8	10773	Federal Home Loan Bank	10/07/2024	4,070,920.00	4,000,000.00	4,067,080.00	4.125	3.676	3.727	09/14/2029	1,474
3130B6BG0	10790	Federal Home Loan Bank	05/12/2025	1,990,000.00	2,000,000.00	2,023,540.00	4.000	4.055	4.111	05/07/2030	1,709
3130AWGS3	10793	Federal Home Loan Bank	06/26/2025	5,067,100.00	5,000,000.00	5,089,400.00	4.125	3.773	3.825	06/14/2030	1,747
3134GWXX9	10686	Federal Home Loan Mtg Corp	10/15/2020	2,000,000.00	2,000,000.00	1,991,120.00	0.550	0.542	0.550	10/15/2025	44
3134GXRM8	10697	Federal Home Loan Mtg Corp	06/24/2022	3,113,924.00	3,128,000.00	3,111,233.92	3.550	3.640	3.691	05/18/2027	624
3134GXU36	10724	Federal Home Loan Mtg Corp	10/28/2022	3,929,600.00	4,000,000.00	3,996,080.00	4.200	4.709	4.775	08/27/2027	725
3134HBVQ1	10794	Federal Home Loan Mtg Corp	06/11/2025	5,000,000.00	5,000,000.00	5,047,200.00	4.250	4.191	4.250	06/11/2030	1,744
<b>Subtotal and Average</b>				<b>96,856,232.80</b>	<b>98,537,000.00</b>	<b>98,367,721.75</b>		<b>3.827</b>	<b>3.880</b>		<b>1,058</b>
<b>Treasury Coupon Securities</b>											
91282CMZ1	10792	U.S. Treasury	05/12/2025	1,997,760.00	2,000,000.00	2,016,960.00	3.875	3.846	3.899	04/30/2030	1,702
91282CNN7	10797	U.S. Treasury	08/15/2025	3,009,000.00	3,000,000.00	3,024,150.00	3.875	3.755	3.807	07/31/2030	1,794
<b>Subtotal and Average</b>				<b>5,006,760.00</b>	<b>5,000,000.00</b>	<b>5,041,110.00</b>		<b>3.792</b>	<b>3.844</b>		<b>1,757</b>
<b>Supra-National Agency Bond</b>											
45950VUJ3	10783	International Finance Corp	02/14/2025	3,000,000.00	3,000,000.00	3,008,691.00	4.500	4.438	4.500	02/14/2030	1,627
<b>Subtotal and Average</b>				<b>3,000,000.00</b>	<b>3,000,000.00</b>	<b>3,008,691.00</b>		<b>4.438</b>	<b>4.500</b>		<b>1,627</b>
<b>Municipal Bonds</b>											
13063DMB1	10756	CA ST REV BONDS	07/11/2024	1,898,740.00	2,000,000.00	1,957,580.00	3.050	4.193	4.251	04/01/2029	1,308
544351RN1	10764	CA ST REV BONDS	07/11/2024	1,301,489.00	1,225,000.00	1,302,126.00	6.000	4.273	4.332	09/01/2028	1,096
13063EBP0	10770	CA ST REV BONDS	10/07/2024	1,368,089.80	1,295,000.00	1,362,262.30	5.125	3.796	3.849	09/01/2029	1,461
20772KKB4	10778	CONNECTICUT ST	11/14/2024	1,109,724.80	1,195,000.00	1,145,288.00	2.627	4.284	4.344	07/01/2029	1,399
20772KZK8	10789	CONNECTICUT ST	05/12/2025	1,522,500.00	1,500,000.00	1,534,650.00	4.489	4.008	4.064	03/15/2029	1,291

**Fund 001 - SPWA  
Investments by Fund  
August 31, 2025**

CUSIP	Investment #	Issuer	Purchase Date	Remaining Cost	Par Value	Market Value	Current Rate	YTM/C 360	YTM/C 365	Maturity Date	Days To Maturity
<b>Municipal Bonds</b>											
378460C31	10780	GLENDALE CA UNI SCH	11/14/2024	1,315,650.00	1,500,000.00	1,359,330.00	1.480	4.285	4.345	09/01/2029	1,461
45204EC71	10788	ILLINOIS FIN AUTH	04/09/2025	1,958,519.25	2,025,000.00	1,990,230.75	3.548	4.324	4.384	08/15/2029	1,444
574193WW4	10763	MaryLand State	07/11/2024	1,789,998.75	1,775,000.00	1,816,854.50	4.440	4.233	4.292	06/01/2029	1,369
692020T75	10748	Oxnard Cal School District	12/26/2023	1,042,514.55	1,155,000.00	1,103,175.15	1.439	4.335	4.395	08/01/2027	699
91412HFG3	10767	UNIV OF CAL TXBL REV BONDS	08/14/2024	2,930,400.00	3,000,000.00	2,950,680.00	3.349	3.822	3.875	07/01/2029	1,399
<b>Subtotal and Average</b>				<b>16,237,626.15</b>	<b>16,670,000.00</b>	<b>16,522,176.70</b>		<b>4.126</b>	<b>4.184</b>		<b>1,319</b>
<b>Total Investments and Average</b>				<b>219,822,089.34</b>	<b>222,656,740.89</b>	<b>222,704,474.84</b>		<b>3.899</b>	<b>3.954</b>		<b>900</b>



**Monthly Investment Report**  
**Purchases Report**  
**Sorted by Fund - Maturity Date**  
**August 1, 2025 - August 31, 2025**

CUSIP	Investment #	Fund	Sec. Type	Issuer	Original Par Value	Purchase Date	Payment Periods	Principal Purchased	Accrued Interest at Purchase	Rate at Purchase	Maturity/Call Date	YTM	Ending Book Value
<b>SPWA</b>													
91282CNN7	10797	001	TRC	USTR	3,000,000.00	08/15/2025	01/31 - 07/31	3,009,000.00	Received	3.875	07/31/2030	3.808	3,008,915.52
31424WN99	10796	001	FAC	FAMCA	2,000,000.00	08/15/2025	02/12 - 08/12	2,005,000.00	Received	4.040	08/12/2027		2,004,955.48
				<b>Subtotal</b>	<b>5,000,000.00</b>			<b>5,014,000.00</b>	<b>0.00</b>				<b>5,013,871.00</b>
				<b>Total Purchases</b>	<b>5,000,000.00</b>			<b>5,014,000.00</b>	<b>0.00</b>				<b>5,013,871.00</b>

Received = Accrued Interest at Purchase was received by report ending date.



**Monthly Investment Report**  
**Sales/Call Report**  
**Sorted by Fund - Maturity Date**  
**August 1, 2025 - August 31, 2025**

CUSIP	Investment #	Fund	Issuer Sec. Type	Purchase Date	Redem. Date Matur. Date	Par Value	Rate at Redem.	Book Value at Redem.	Redemption Principal	Redemption Interest	Total Amount	Net Income
<b>SPWA</b>												
3133EPMA0	10734	001	FFCB FAC	06/16/2023	08/14/2025 06/09/2028	5,000,000.00	4.690	4,995,754.32	5,000,000.00	42,340.28	5,042,340.28 Call	46,585.96
					<b>Subtotal</b>	<b>5,000,000.00</b>		<b>4,995,754.32</b>	<b>5,000,000.00</b>	<b>42,340.28</b>	<b>5,042,340.28</b>	<b>46,585.96</b>
					<b>Total Sales</b>	<b>5,000,000.00</b>		<b>4,995,754.32</b>	<b>5,000,000.00</b>	<b>42,340.28</b>	<b>5,042,340.28</b>	<b>46,585.96</b>

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Agenda Item B

Rate Stabilization Fund Balances as of  
June 30, 2025



## AUTHORITY COMMUNICATION

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**TO:** South Placer Wastewater Authority      **DATE:** October 22, 2025  
Board of Directors

**FROM:** Teri Quinlan, Accounting Manager

**AUTHORITY COMMUNICATION NO.:** AC 25-24

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**SUBJECT:** Rate Stabilization Fund Balances as of June 30, 2025 (unaudited)

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*For SPWA Board Meeting 11/13/2025*

### ACTION REQUESTED

This communication is informational only. No action is required of the Board.

### BACKGROUND

With the formation of the Joint Powers Authority and subsequent bond issues, a rate stabilization fund (RSF) was established to collect the participants' connection fees and pay debt service, capital costs, bond redemptions, and administrative costs. Each participant has a sub-account established within the RSF that accounts for its deposits less proportionate cost shares. Available resources include receivables and liabilities that are recognized as funds are available for use.

Debt proceeds, grant revenue, other revenue, and expenses are allocated based on the participants' respective reallocated proportionate shares, defined in the 2nd Amendment to the Funding Agreement as follows: Roseville—64.57%, South Placer Municipal Utility District—21.95% and Placer County—13.48%. Interest revenue is allocated to each participant based on its respective rate stabilization fund balance, except for interest revenue earned on deferred connection fees which is recorded directly to the Placer County's sub-account. Connection fees and reimbursements are recorded directly in each participant's sub-account.



*Changes in RSF Balances from July 1, 2023 to June 30, 2024:*

	<u>City of Roseville</u>	<u>SPMUD</u>	<u>Placer County</u>	<u>Total</u>
<b>Revenues:</b>				
Regional Connection Fees	\$ 17,343,258	\$ 2,842,593	\$ 4,957,657	\$ 25,143,508
Deferred Connection Fees Interest - Placer County	-	-	5,350	5,350
Debt Proceeds	13,695,601	4,655,698	2,859,171	21,210,470
<b>Expenses:</b>				
Capital	(3,845,543)	(1,307,259)	(802,819)	(5,955,621)
Debt Service	(10,453,178)	(3,553,466)	(2,182,265)	(16,188,909)
Administrative	(94,105)	(31,990)	(19,645)	(145,740)
Increase/(Decrease) in RSF Balances	<u>16,646,033</u>	<u>2,605,576</u>	<u>4,817,449</u>	<u>24,069,058</u>
Beginning Balance, as of July 1, 2023	100,944,819	65,371,175	5,382,667	171,698,661
Ending Balance Before Interest Allocation	<u>117,590,852</u>	<u>67,976,751</u>	<u>10,200,116</u>	<u>195,767,719</u>
Interest Allocation	<u>3,405,757</u>	<u>2,078,152</u>	<u>242,766</u>	<u>5,726,675</u>
Ending Balance as of June 30, 2024	<u>\$120,996,609</u>	<u>\$70,054,903</u>	<u>\$ 10,442,882</u>	<u>\$201,494,394</u>

*Changes in RSF Balances from July 1, 2024 to June 30, 2025 (unaudited):*

	<u>City of Roseville</u>	<u>SPMUD</u>	<u>Placer County</u>	<u>Total</u>
<b>Revenues:</b>				
Regional Connection Fees	\$ 22,741,777	\$ 2,802,601	\$ 3,605,684	\$ 29,150,062
Deferred Connection Fees Interest - Placer County	-	-	28,241	28,241
Debt Proceeds	3,839,077	1,305,060	801,468	5,945,605
<b>Expenses:</b>				
Capital	(4,774,772)	(1,623,142)	(996,809)	(7,394,723)
Debt Service	(10,141,136)	(3,447,389)	(2,117,121)	(15,705,646)
Administrative	(74,160)	(25,210)	(15,482)	(114,852)
Increase/(Decrease) in RSF Balances	<u>11,590,786</u>	<u>(988,080)</u>	<u>1,305,981</u>	<u>11,908,687</u>
Beginning Balance, as of July 1, 2024	120,996,609	70,054,903	10,442,882	201,494,394
Ending Balance Before Interest Allocation	<u>132,587,395</u>	<u>69,066,823</u>	<u>11,748,863</u>	<u>213,403,081</u>
Interest Allocation	<u>4,368,453</u>	<u>2,275,593</u>	<u>387,098</u>	<u>7,031,144</u>
Ending Balance as of June 30, 2025 (unaudited)	<u>\$136,955,848</u>	<u>\$71,342,416</u>	<u>\$ 12,135,961</u>	<u>\$220,434,225</u>

Submitted by:

Teri L.  
Quinlan

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Quinlan  
Date: 2025.10.29 09:14:24  
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Teri Quinlan  
Accounting Manager

Approved by:

Dennis  
Kauffman

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Kauffman  
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Dennis Kauffman  
Chief Financial Officer



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Sean Bigley  
Executive Director

\_\_\_\_\_ Agenda Item 1 \_\_\_\_\_

Investment Policy FY 2025-26



## AUTHORITY COMMUNICATION

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**TO:** South Placer Wastewater Authority      **DATE:** October 22, 2025  
Board of Directors

**FROM:** Teri, Quinlan, Accounting Manager

**AUTHORITY COMMUNICATION NO.:** AC 25-25

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**SUBJECT:** Investment Policy for FY2025-26

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*For SPWA Board Meeting November 13, 2025*

### ACTION REQUESTED

It is recommended that the Board adopt the Investment Policy for South Placer Wastewater Authority for FY 2025-26, effective July 1, 2025.

### BACKGROUND

The purpose of the Investment Policy is to establish cash management and investment guidelines for the Chief Financial Officer, who is responsible for the stewardship of the SPWA investment program. Each transaction and the entire portfolio must comply with the California Government Code Sections 53600 and 53635 et seq. and the Investment Policy. The Investment Policy conforms to the customary standards of prudent investment management and any changes to the policy must be adopted by the Board of Directors.

After further discussions following the June Board meeting, staff propose adding language to the Delegation of Authority section to require a resolution of the Board to authorize individual investments in excess of \$15 million. Generally, individual investment purchases range from \$2 to \$5 million. Staff also recommend updating the table in the Permitted Investment Instruments section to delete forward delivery agreements and interest rate swaps as permitted investments, and to rephrase the state and local agency obligations consistent with the guidelines published by the California Debt and Investment Advisory Commission.

Submitted by:

Teri L.  
Quinlan

Digitally signed by Teri L.  
Quinlan  
Date: 2025.10.29 09:15:55  
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Teri Quinlan  
Accounting Manager

Approved by:

Dennis  
Kauffman

Digitally signed by Dennis  
Kauffman  
Date: 2025.10.29 17:20:04  
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Dennis Kauffman  
Chief Financial Officer



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Sean Bigley  
Executive Director

# **South Placer Wastewater Authority Investment Policy**



**Effective July 1, 2025**

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# South Placer Wastewater Authority

## Investment Policy

Effective July 1, 2025

1. **Introduction**

The purpose of this document is to identify various policies and procedures that enhance opportunities for a prudent and systematic investment policy and to organize and formalize investment-related activities.

The investment policies and practices of the South Placer Wastewater Authority (SPWA) are based on state law and prudent money management. All funds will be invested in accordance with this investment policy and Article 2 of Chapter 4 of the California Government Code. This policy is in compliance with the provisions of the California Government Code, Sections 53600 through 53659, and the authority governing investments for municipal governments.

2. **Scope**

It is intended that this policy covers all funds and proceeds of debt issues and investment activities under SPWA's direction.

3. **Prudence**

The standard of care to be used by investment officials shall be the "prudent investor" standard and shall be applied in the context of managing an overall portfolio. The "prudent investor" standard states that:

When investing, reinvesting, purchasing, acquiring, exchanging, selling, or managing public funds, a trustee shall act with care, skill, prudence, and diligence under the circumstances then prevailing, including, but not limited to, the general economic conditions and the anticipated needs of the agency, that a prudent person acting in a like capacity and familiarity with those matters would use in the conduct of funds of a like character and with like aims, to safeguard the principal and maintain the liquidity needs of the agency.

Investment officers acting in accordance with written procedures and the investment policy and exercising due diligence shall be relieved of personal responsibility for an individual security's credit risk or market price changes, provided deviations from expectations are reported in a timely fashion and appropriate action is taken to control adverse developments.

4. **Objectives**

The primary objectives, in priority order, of the investment activities of SPWA shall be:

- a) **Safety.** Safety of principal is the foremost objective of the investment program. SPWA investments shall be undertaken in a manner that seeks to ensure preservation of capital in the portfolio. To further achieve the safety objective, the amount invested in all investment categories is limited to a percentage of the portfolio as defined in section 8 “Permitted Investment Instruments”.
- b) **Liquidity.** The investment portfolio of SPWA will remain sufficiently liquid to enable SPWA to meet its cash flow requirements.
- c) **Return on Investment.** The investment portfolio of SPWA shall be designed with the objective of attaining a market rate of return on its investments consistent with the constraints imposed by its safety objective and cash flow considerations.

5. **Delegation of Authority**

The Board hereby delegates management responsibility of the investment program to the Chief Financial Officer and/or his/her designee. Chief Financial Officer and/or his/her designee are hereby authorized and directed in the name and on behalf of SPWA to invest the Authority’s monies, and to make and execute any and all certificates, requisitions, agreements, notices, consents, warrants and other documents, which he or she might deem necessary or appropriate in order to accomplish the purposes of this policy. Investments in excess of \$15 million require a Resolution of the Board of Directors authorizing such a transaction. No person may engage in an investment transaction except as provided under the limits of this policy unless specifically exempted by statute or ordinance.

6. **Ethics and Conflict of Interest**

Officers and employees involved in the investment process shall refrain from personal business activities that could conflict with proper execution of the investment program, or which could impair their ability to make impartial decisions.

7. **Authorized Financial Dealers and Institutions**

The Chief Financial Officer and/or his/her designee will maintain a list of approved financial institutions authorized to provide investment services to the SPWA. These may include “primary” dealers or regional dealers that qualify under Securities & Exchange Commission Rule 15C3-1. A determination should be made to ensure that all approved Broker/dealer firms, and individuals covering the public agency, are reputable and trustworthy. In addition, the broker/dealer firms should have the ability to meet all of their financial obligations in dealing with the Public Agency. The firms, and individuals covering the agency, should be knowledgeable and experienced in Public Agency investing and the investment products involved. No public deposit shall be made except in a qualified public depository as established by the established state laws. All financial institutions and broker/dealers who desire to conduct investment transactions with the public agency must supply the Chief Financial Officer with the following: completed broker/dealer questionnaire, and certification of having read the SPWA investment policy.

**8. Permitted Investment Instruments**

The Authority shall limit investments in any one non-government issuer, except investment pools, to no more than 5% regardless of security type.

- a) **U.S. Treasury obligations** for which the full faith and credit of the United States are pledged for the payment of principal and interest. Up to 100 percent of SPWA's investment portfolio may be invested in government obligations.
- b) **Federal agency or United States government-sponsored enterprise obligations**, participations, or other instruments, including those issued by or fully guaranteed as to principal and interest by federal agencies or United States government-sponsored enterprises. Up to 100 percent of SPWA's investment portfolio may be invested in federal agency or United States government-sponsored enterprise obligations.
- c) **Mortgage pass through security** issued and guaranteed by a Federal Agency Securities eligible for investment under this category of "AA" or its equivalent or better for an NRSRO and have a maximum remaining maturity of five years or less. Purchase of securities authorized by this subdivision may not exceed 20 percent of SPWA's surplus money.
- d) **Obligations of the State of California** or any local agency within the state, including bonds payable solely out of revenues from a revenue producing property owned, controlled or operated by the state or any local agency or by a department, board, agency or authority of the state or any local agency. Up to 100 percent of SPWA's investment portfolio may be invested in California municipal obligations.
- e) **Registered treasury notes or bonds of any of the other 49 states** in addition to California, including bonds payable solely out of the revenues from a revenue-producing property owned, controlled, or operated by a state or by a department, board, agency, or authority of any of these states.
- f) **Repurchase Agreements** used solely as short-term investments not to exceed 30 days. Up to 100 percent of SPWA's investment portfolio may be invested in repurchase agreements.
- g) **Bankers' Acceptances**, otherwise known as bills of exchange or time drafts that are drawn on and accepted by a commercial bank.

Purchases of Banker's Acceptances may not exceed 180 days maturity or 40 percent of SPWA's investment portfolio.

- h) **Commercial paper** of "prime" quality of the highest ranking or of the highest letter and number rating as provided for by a NRSRO. The entity that issues the

commercial paper shall meet all of the following conditions in either paragraph (8h1) or paragraph (8h2):

- 1) The entity meets the following criteria:
  - a. Is organized and operating in the United States as a general corporation.
  - b. Has total assets in excess of five hundred million dollars (\$500,000,000).
  - c. Has debt other than commercial paper, if any, that is rated "A" or higher by a NRSRO.
  
- 2) The entity meets the following criteria:
  - a. Is organized within the United States as a special purpose corporation, trust, or limited liability company.
  - b. Has program wide credit enhancements including, but not limited to, over collateralizations, letters of credit, or surety bond.
  - c. Has commercial paper that is rated "A-1" or higher, or the equivalent, by a NRSRO.

Purchases of eligible commercial paper may not exceed 270 days maturity nor represent more than 10 percent of the outstanding paper of an issuing corporation.

Purchases of commercial paper may not exceed 40 percent of SPWA's investment portfolio.

- i) **Medium-term corporate notes** issued by corporations organized and operating within the United States or by depository institutions licensed by the U.S. or any state and operating within the U.S. Medium-term corporate notes shall be rated in a rating category "A" or its equivalent or better by a nationally recognized rating service.

Purchase of medium-term corporate notes may not exceed 30 percent of SPWA's investment portfolio.

- j) **FDIC insured or fully collateralized time certificates of deposit.** Purchases of time certificates of deposit in combination with negotiable certificates of deposit may not exceed 30 percent of SPWA's investment portfolio.

- k) **Negotiable certificates of deposit or deposit notes** issued by a nationally or state-chartered bank, a state or federal savings and loan association, state or federal credit union, or a federally-licensed or state-licensed branch of a foreign bank provided that the senior debt obligations of the issuing institution are rated "A" or better as provided for by an NRSRO.

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- l) **State of California's Local Agency Investment Fund**  
The Local Agency Investment Fund (LAIF) portfolio should be reviewed periodically. Investment in LAIF may not exceed the legally authorized limits.
- m) **Shares of beneficial interest issued by diversified management companies that are money market funds registered with the Securities and Exchange Commission** under the Investment Company Act of 1940 (15 U.S.C. Sec. 80a-1, et seq.). To be eligible for investment pursuant to this subdivision these companies shall either: (1) have attained the highest ranking or the highest letter and numerical rating provided by not less than two nationally recognized statistical rating organizations or (2) have an investment advisor registered or exempt from registration with the Securities and Exchange Commission with not less than five years' experience managing money market mutual funds and with assets under management in excess of \$500,000,000.

The purchase price of shares of beneficial interest purchased shall not include any commission that the companies may charge and shall not exceed 20 percent of SPWA's investment portfolio. Further, no more than 10 percent of SPWA's investment portfolio may be invested in shares of beneficial interest of any one money market fund.

- n) **Shares in a California common law trust** established pursuant to Title 1, Division 7, Chapter 5 of the Government Code of the State of California which invests exclusively in investments permitted by Section 53635 of Title 5, Division 2, Chapter 4 of the Government Code of the State of California, as it may be amended.
- o) **City of Roseville's Pooled Investment Fund.**
- p) **Supranationals** are United States dollar denominated senior unsecured unsubordinated obligations issued or unconditionally guaranteed by the International Bank for Reconstruction and Development (IBRD), International Finance Corporation (IFC), or Inter-American Development Bank (IADB), with a maximum remaining maturity of five years or less, and eligible for purchase and sale within the United States. Investments under this subdivision shall be rated "AA-", its equivalent, or better by an NRSRO.

Purchases of supranationals shall not exceed 30 percent of the investment portfolio of the Authority. Supranationals will be permitted by California Government Code §53601 (q) and this Policy effective January 1, 2015.

- q) **A mortgage pass-through security, collateralized mortgage obligation, mortgage-backed or other pay-through bond, equipment lease-back certificate, consumer receivable pass-through certificate, or consumer receivable-backed bond.** Securities issued by private companies eligible for investment under this subdivision shall be rated in a rating category of "AA" or its equivalent or better by an NRSRO and have a maximum remaining maturity of five years or less. Securities issued or guaranteed by the United States, a federal agency or

United States government-sponsored enterprise are not subject to the limitations placed on privately issued securities. No more than 20% of the Authority's surplus funds may be invested in this type of security.

Where this section specifies a percentage limitation for a particular category of investment, that percentage is applicable only on the date of purchase. Credit criteria listed in this section refers to the credit of the issuing organization at the time the security is purchased. If an investment falls below the minimum purchase rating, the Chief Financial Officer will perform a timely review and, following notification of the Board Chairman, decide whether to sell or hold the investment.

**r) Prohibited Investments**

For purposes of this policy, a derivative is defined as any security where the value is linked to or derived from an underlying asset or benchmark. Any security type or structure not specifically approved by this policy is hereby specifically prohibited. SPWA will not use such derivatives as range notes, dual index notes, inverse floating rate notes, deleveraged notes, or notes linked to lagging indices or to long term indices, nor will SPWA invest in reverse repurchase agreements or interest-only strips derived from a pool of mortgages. The City will not invest in securities that could result in zero or negative interest accrual if held to maturity, except, in the event of, and for the duration of, a period of negative market interest rates, securities issued by, or backed by, the U.S. government to preserve principal. This policy does not preclude the use of repurchase agreements and callable securities, as they do not fall within the definition of a derivative as described herein.

**Summary of Maximum Percentage Limitations of Investments by Investment Type**

<u>Authorized Investment Type</u>	<u>Maximum Maturity</u>	<u>Minimum Credit Quality at Time of Purchase</u>	<u>Maximum Percentage Allowed</u>	<u>Maximum Investment In One Issuer</u>
U.S. Treasury Obligations	5 Years	None	No Limit	No Limit
U.S. Agency Securities	5 Years	None	No Limit	No Limit
State Obligations of California and Other States	5 Years	None	No Limit	No Limit
California Local Agency Obligations	5 Years	None	No Limit	No Limit
Repurchase Agreements	1 Year	None	No Limit	No Limit
Bankers' Acceptances	180 days	None	40%	30%
Commercial Paper	270 days	A-1	40%	10%
Medium-Term Notes	5 Years	A	30%	10%

Collateralized Time Deposits	5 Years	None	30%	No Limit
Negotiable Certificates of Deposit	5 Years	A	30%	No Limit
Local Agency Investment Fund (LAIF)	N/A	None	No Limit	LAIF Limit
Insured Saving Accounts	N/A	None	No Limit	No Limit
Money Market Mutual Funds	N/A	(A)	20%	10%
Shares in a California Common Law Trust	N/A	None	No Limit	No Limit
City of Roseville Pooled Investment Fund	N/A	None	No Limit	No Limit
Supranationals	5 Years	AA	30%	No Limit
Mortgage Pass-Through Securities	5 Years	AA	20%	No Limit

**9. Review of Investment Portfolio**

The securities held by the SPWA must be in compliance with Permitted Investments at the time of purchase. Because some securities may not comply subsequent to the date of purchase, the Chief Financial Officer shall at least annually review the portfolio to identify those securities that do not comply. The Chief Financial Officer shall report major and critical incidences of noncompliance identified through the review of the portfolio.

**10. Investment Pools**

A thorough investigation of any investment pool is required prior to investing and should be monitored on an ongoing basis. The following information should be obtained and analyzed.

- a) A description of eligible of investment securities
- b) A written statement of investment policies and objectives.
- c) A description of interest calculations and their distribution, and the treatment of gains and losses.
- d) A description of how the securities are safeguarded (including the settlement processes), and how often the securities are priced and the program audited.
- e) A description of who may invest in the program, how often, and what size of deposits and withdrawals are allowed.

**11. Collateralization**

Collateral for Non-negotiable Certificates of Deposit and Negotiable Certificates of Deposit must comply with California Government Code section 53652. In addition, if the Certificate of Deposit is not FDIC insured, collateral is required equal to 110 percent of principal.

The following collateral restrictions will be observed:

- Only U.S. Treasury securities or Federal Agency securities, as described in Number 8 will be acceptable collateral. All securities underlying Repurchase Agreements must be delivered to SPWA’s custodian bank by book entry, physical delivery, or

by a third-party custodial agreement. The total of all collateral for each Repurchase Agreement must equal or exceed, on the basis of market value, 102 percent of the funds borrowed against those securities. For any Repurchase Agreement with a term of more than one day, the value of the underlying securities must be reviewed on a weekly basis and the value of the underlying securities brought back up to 102 percent no later than the next business day.

- Market value must be calculated each time there is a substitution of collateral.
- SPWA or its trustee shall have a perfected first security interest under the Uniform Commercial Code in all securities subject to Repurchase Agreement.
- SPWA may enter into Repurchase Agreements only with primary dealers of the Federal Reserve Bank of New York.
- SPWA will have specific written agreements with each firm with which it enters into Repurchase Agreements.
- Reverse repurchase agreements will not be allowed.

**12. Safekeeping and Custody**

The assets of SPWA shall be secured through the third-party custody and safekeeping procedures. Bearer instruments shall be held only through third-party institutions. Collateralized securities such as repurchase agreements shall be purchased using the delivery versus payment procedure.

**13. Diversification**

The SPWA's investment pool will be diversified to avoid incurring unreasonable and avoidable risks. The investments will be diversified by security type, maturities of those investments, and institutions in which those investments are made.

**14. Maximum Maturity**

Investment maturities shall be based on a review of cash flow forecasts. Maturities will be scheduled so as to permit SPWA to meet all projected obligations. The maximum maturity will be no more than five years from purchase settlement date to final maturity date.

**15. Internal Control**

The Chief Financial Officer is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of SPWA are protected from loss, theft, fraud or misuse. An analysis by an external independent accounting firm shall be conducted annually to review internal controls, account activity, and compliance with the investment policies.

**16. Performance Benchmark**

The investment portfolio will be designed to obtain a market rate of return during budgetary and economic cycles, taking into account SPWA's investment risk constraints and cash flow needs. The Investment Review Committee has elected to use for its performance standard the Constant Maturity Treasury (CMT) Index. For the SPWA Portfolio the 12-month moving average yield on 2Yr CMT will be used.

**17. Reporting Requirements**

The Chief Financial Officer shall make available investment reports to SPWA's Board. The reports shall include, at a minimum, the following information for each individual investment:

- Description of investment instrument
- Issuer name
- Yield on cost
- Purchase date
- Maturity date
- Book Value
- Par Value
- Current market value
- Transaction Activity
- Interest Earnings Summary

The monthly report shall also (i) state compliance of the portfolio to the statement of investment policy, or manner in which the portfolio is not in compliance, (ii) include a description of any of SPWA's funds, investments or programs that are under the management of contracted parties, including lending programs, and (iii) include a statement denoting the ability of SPWA to meet its expenditure requirements for the next six months, or provide an explanation as to why sufficient money shall, or may, not be available.

**18. Investment Policy Adoption**

The Chief Financial Officer shall annually submit to the Board a statement of the investment policy, which the Board shall consider at a public meeting. Any change in the policy shall be reviewed by the Board at a public meeting.

## 19. Glossary

**Broker-Dealer** – a person or a firm who can act as a broker or a dealer depending on the transaction. A broker brings buyers and sellers together for a commission. They do not take a position. A dealer acts as a principal in all transactions, buying and selling for his own account.

**Certificate of Deposit (CD)** – A time deposit with a specific maturity evidenced by a Certificate. Large-denomination CDs are typically negotiable.

**Collateral** – Securities, evidence of deposit or other property, which a borrower pledges to secure repayment of a loan. Also refers to securities pledged by a bank to secure deposits of public monies.

**Custody** – Safekeeping services offered by a bank, financial institution or trust company, referred to as the “custodian.” Service normally includes the holding and reporting of the customer’s securities, the collection and disbursement of income, securities settlement and market values.

**Delivery Versus Payment** –A type of securities transaction in which the purchaser pays for the securities when they are delivered either to the purchaser or custodian. It ensures that securities are deposited in an eligible financial institution prior to the release of funds. Securities should be held by a third-party custodian as evidenced by safekeeping receipts.

**Diversification** – Dividing investment funds among a variety of securities offering independent returns.

**Federal Agency Obligation** – A debt instrument issued by one of the federal agencies. Federal agencies are considered second in credit quality and liquidity only to U.S. Treasuries.

**Liquidity** – An investment that can be converted easily and rapidly into cash without a substantial loss of value.

**Local Agency Investment Fund (LAIF)** – The aggregate of all funds from political subdivisions that are placed in the custody of the State Treasurer for investment and reinvestment.

**Market Value** – The price at which a security is trading and could presumably be purchased or sold on a specific date.

**Maturity** – The date upon which the principal or stated value of an investment becomes due and payable.

**Money Market Fund** – a type of safe investment comprising a variety of short-term securities with high quality and high liquidity. The fund provides interest to shareholders and must maintain a stable net asset value (NAV) of \$1 per share.

**Portfolio** – Collection of securities held by an investor.

**Principal** – the original cost of a security. It represents the amount of capital or money that the investor pays for the investment.

**Prudent Investor Standard** – An investment standard that all investments should be made with care, skill, prudence and diligence under the circumstances then prevailing, including, but not limited to, the general economic conditions and the anticipated needs of the agency, that a prudent person acting in a like capacity and familiarity with those matters would use in the conduct of funds of a like character and with like aims, to safeguard the principal and maintain the liquidity needs of the agency.

**U.S. Treasury** – Government debt issued by the United States Department of the Treasury through the Bureau of the Public Debt. Treasury securities are the debt financing instruments of the United States federal government, and they are often referred to simply as Treasuries. There are four types of marketable treasury securities: Treasury bills, Treasury notes, Treasury bonds, and Treasury Inflation Protected Securities (TIPS). All of the marketable Treasury securities are very liquid and are heavily traded on the secondary market.

# South Placer Wastewater Authority Investment Policy



Effective July 1, 2025

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# South Placer Wastewater Authority

## Investment Policy

Effective July 1, [2025](#)

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### 1. **Introduction**

The purpose of this document is to identify various policies and procedures that enhance opportunities for a prudent and systematic investment policy and to organize and formalize investment-related activities.

The investment policies and practices of the South Placer Wastewater Authority (SPWA) are based on state law and prudent money management. All funds will be invested in accordance with this investment policy and Article 2 of Chapter 4 of the California Government Code. This policy is in compliance with the provisions of the California Government Code, Sections 53600 through 53659, and the authority governing investments for municipal governments.

### 2. **Scope**

It is intended that this policy covers all funds and proceeds of debt issues and investment activities under SPWA's direction.

### 3. **Prudence**

The standard of care to be used by investment officials shall be the "prudent investor" standard and shall be applied in the context of managing an overall portfolio. The "prudent investor" standard states that:

When investing, reinvesting, purchasing, acquiring, exchanging, selling, or managing public funds, a trustee shall act with care, skill, prudence, and diligence under the circumstances then prevailing, including, but not limited to, the general economic conditions and the anticipated needs of the agency, that a prudent person acting in a like capacity and familiarity with those matters would use in the conduct of funds of a like character and with like aims, to safeguard the principal and maintain the liquidity needs of the agency.

Investment officers acting in accordance with written procedures and the investment policy and exercising due diligence shall be relieved of personal responsibility for an individual security's credit risk or market price changes, provided deviations from expectations are reported in a timely fashion and appropriate action is taken to control adverse developments.

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4. **Objectives**

The primary objectives, in priority order, of the investment activities of SPWA shall be:

- a) **Safety.** Safety of principal is the foremost objective of the investment program. SPWA investments shall be undertaken in a manner that seeks to ensure preservation of capital in the portfolio. To further achieve the safety objective, the amount invested in all investment categories is limited to a percentage of the portfolio as defined in section 8 “Permitted Investment Instruments”.
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- e) **Registered treasury notes or bonds of any of the other 49 states** in addition to California, including bonds payable solely out of the revenues from a revenue-producing property owned, controlled, or operated by a state or by a department, board, agency, or authority of any of these states.
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Where this section specifies a percentage limitation for a particular category of investment, that percentage is applicable only on the date of purchase. Credit criteria listed in this section refers to the credit of the issuing organization at the time the security is purchased. If an investment falls below the minimum purchase rating, the Chief Financial Officer will perform a timely review and, following notification of the Board Chairman, decide whether to sell or hold the investment.

**r) Prohibited Investments**

For purposes of this policy, a derivative is defined as any security where the value is linked to or derived from an underlying asset or benchmark. Any security type or structure not specifically approved by this policy is hereby specifically prohibited. SPWA will not use such derivatives as range notes, dual index notes, inverse floating rate notes, deleveraged notes, or notes linked to lagging indices or to long term indices, nor will SPWA invest in reverse repurchase agreements or interest-only strips derived from a pool of mortgages. The City will not invest in securities that could result in zero or negative interest accrual if held to maturity, except, in the event of, and for the duration of, a period of negative market interest rates, securities issued by, or backed by, the U.S. government to preserve principal. This policy does not preclude the use of repurchase agreements and callable securities, as they do not fall within the definition of a derivative as described herein.

**Summary of Maximum Percentage Limitations of Investments by Investment Type**

Authorized Investment Type	Maximum Maturity	Minimum Credit Quality at Time of Purchase	Maximum Percentage Allowed	Maximum Investment In One Issuer
U.S. Treasury Obligations	5 Years	None	No Limit	No Limit
U.S. Agency Securities	5 Years	None	No Limit	No Limit
State Obligations of California and Other States	5 Years	None	No Limit	No Limit
California Local Agency Obligations	5 Years	None	No Limit	No Limit
Repurchase Agreements	1 Year	None	No Limit	No Limit
Bankers' Acceptances	180 days	None	40%	30%
Commercial Paper	270 days	A-1	40%	10%
Medium-Term Notes	5 Years	A	30%	10%

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Collateralized Time Deposits	5 Years	None	30%	No Limit
Negotiable Certificates of Deposit	5 Years	A	30%	No Limit
Local Agency Investment Fund (LAIF)	N/A	None	No Limit	LAIF Limit
Insured Saving Accounts	N/A	None	No Limit	No Limit
Money Market Mutual Funds	N/A	(A)	20%	10%
Shares in a California Common Law Trust	N/A	None	No Limit	No Limit
City of Roseville Pooled Investment Fund	N/A	None	No Limit	No Limit
Supranationals	5 Years	AA	30%	No Limit
Mortgage Pass-Through Securities	5 Years	AA	20%	No Limit

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**9. Review of Investment Portfolio**

The securities held by the SPWA must be in compliance with Permitted Investments at the time of purchase. Because some securities may not comply subsequent to the date of purchase, the Chief Financial Officer shall at least annually review the portfolio to identify those securities that do not comply. The Chief Financial Officer shall report major and critical incidences of noncompliance identified through the review of the portfolio.

**10. Investment Pools**

A thorough investigation of any investment pool is required prior to investing and should be monitored on an ongoing basis. The following information should be obtained and analyzed.

- a) A description of eligible of investment securities
- b) A written statement of investment policies and objectives.
- c) A description of interest calculations and their distribution, and the treatment of gains and losses.
- d) A description of how the securities are safeguarded (including the settlement processes), and how often the securities are priced and the program audited.
- e) A description of who may invest in the program, how often, and what size of deposits and withdraws are allowed.

**11. Collateralization**

Collateral for Non-negotiable Certificates of Deposit and Negotiable Certificates of Deposit must comply with California Government Code section 53652. In addition, if the Certificate of Deposit is not FDIC insured, collateral is required equal to 110 percent of principal.

The following collateral restrictions will be observed:

- Only U.S. Treasury securities or Federal Agency securities, as described in Number 8 will be acceptable collateral. All securities underlying Repurchase Agreements must be delivered to SPWA’s custodian bank by book entry, physical delivery, or

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by a third-party custodial agreement. The total of all collateral for each Repurchase Agreement must equal or exceed, on the basis of market value, 102 percent of the funds borrowed against those securities. For any Repurchase Agreement with a term of more than one day, the value of the underlying securities must be reviewed on a weekly basis and the value of the underlying securities brought back up to 102 percent no later than the next business day.

- Market value must be calculated each time there is a substitution of collateral.
- SPWA or its trustee shall have a perfected first security interest under the Uniform Commercial Code in all securities subject to Repurchase Agreement.
- SPWA may enter into Repurchase Agreements only with primary dealers of the Federal Reserve Bank of New York.
- SPWA will have specific written agreements with each firm with which it enters into Repurchase Agreements.
- Reverse repurchase agreements will not be allowed.

12. **Safekeeping and Custody**

The assets of SPWA shall be secured through the third-party custody and safekeeping procedures. Bearer instruments shall be held only through third-party institutions. Collateralized securities such as repurchase agreements shall be purchased using the delivery versus payment procedure.

13. **Diversification**

The SPWA's investment pool will be diversified to avoid incurring unreasonable and avoidable risks. The investments will be diversified by security type, maturities of those investments, and institutions in which those investments are made.

14. **Maximum Maturity**

Investment maturities shall be based on a review of cash flow forecasts. Maturities will be scheduled so as to permit SPWA to meet all projected obligations. The maximum maturity will be no more than five years from purchase settlement date to final maturity date.

15. **Internal Control**

The Chief Financial Officer is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of SPWA are protected from loss, theft, fraud or misuse. An analysis by an external independent accounting firm shall be conducted annually to review internal controls, account activity, and compliance with the investment policies.

16. **Performance Benchmark**

The investment portfolio will be designed to obtain a market rate of return during budgetary and economic cycles, taking into account SPWA's investment risk constraints and cash flow needs. The Investment Review Committee has elected to use for its performance standard the Constant Maturity Treasury (CMT) Index. For the SPWA Portfolio the 12-month moving average yield on 2Yr CMT will be used.

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17. **Reporting Requirements**

The Chief Financial Officer shall make available investment reports to SPWA's Board. The reports shall include, at a minimum, the following information for each individual investment:

- Description of investment instrument
- Issuer name
- Yield on cost
- Purchase date
- Maturity date
- Book Value
- Par Value
- Current market value
- Transaction Activity
- Interest Earnings Summary

The monthly report shall also (i) state compliance of the portfolio to the statement of investment policy, or manner in which the portfolio is not in compliance, (ii) include a description of any of SPWA's funds, investments or programs that are under the management of contracted parties, including lending programs, and (iii) include a statement denoting the ability of SPWA to meet its expenditure requirements for the next six months, or provide an explanation as to why sufficient money shall, or may, not be available.

18. **Investment Policy Adoption**

The Chief Financial Officer shall annually submit to the Board a statement of the investment policy, which the Board shall consider at a public meeting. Any change in the policy shall be reviewed by the Board at a public meeting.

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## 19. Glossary

**Broker-Dealer** – a person or a firm who can act as a broker or a dealer depending on the transaction. A broker brings buyers and sellers together for a commission. They do not take a position. A dealer acts as a principal in all transactions, buying and selling for his own account.

**Certificate of Deposit (CD)** – A time deposit with a specific maturity evidenced by a Certificate. Large-denomination CDs are typically negotiable.

**Collateral** – Securities, evidence of deposit or other property, which a borrower pledges to secure repayment of a loan. Also refers to securities pledged by a bank to secure deposits of public monies.

**Custody** – Safekeeping services offered by a bank, financial institution or trust company, referred to as the “custodian.” Service normally includes the holding and reporting of the customer’s securities, the collection and disbursement of income, securities settlement and market values.

**Delivery Versus Payment** – A type of securities transaction in which the purchaser pays for the securities when they are delivered either to the purchaser or custodian. It ensures that securities are deposited in an eligible financial institution prior to the release of funds. Securities should be held by a third-party custodian as evidenced by safekeeping receipts.

**Diversification** – Dividing investment funds among a variety of securities offering independent returns.

**Federal Agency Obligation** – A debt instrument issued by one of the federal agencies. Federal agencies are considered second in credit quality and liquidity only to U.S. Treasuries.

**Liquidity** – An investment that can be converted easily and rapidly into cash without a substantial loss of value.

**Local Agency Investment Fund (LAIF)** – The aggregate of all funds from political subdivisions that are placed in the custody of the State Treasurer for investment and reinvestment.

**Market Value** – The price at which a security is trading and could presumably be purchased or sold on a specific date.

**Maturity** – The date upon which the principal or stated value of an investment becomes due and payable.

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**Money Market Fund** – a type of safe investment comprising a variety of short-term securities with high quality and high liquidity. The fund provides interest to shareholders and must maintain a stable net asset value (NAV) of \$1 per share.

**Portfolio** – Collection of securities held by an investor.

**Principal** – the original cost of a security. It represents the amount of capital or money that the investor pays for the investment.

**Prudent Investor Standard** – An investment standard that all investments should be made with care, skill, prudence and diligence under the circumstances then prevailing, including, but not limited to, the general economic conditions and the anticipated needs of the agency, that a prudent person acting in a like capacity and familiarity with those matters would use in the conduct of funds of a like character and with like aims, to safeguard the principal and maintain the liquidity needs of the agency.

**U.S. Treasury** – Government debt issued by the United States Department of the Treasury through the Bureau of the Public Debt. Treasury securities are the debt financing instruments of the United States federal government, and they are often referred to simply as Treasuries. There are four types of marketable treasury securities: Treasury bills, Treasury notes, Treasury bonds, and Treasury Inflation Protected Securities (TIPS). All of the marketable Treasury securities are very liquid and are heavily traded on the secondary market.

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**SOUTH PLACER WASTEWATER AUTHORITY**

**RESOLUTION NO. 2025-10**

**RESOLUTION OF THE BOARD OF DIRECTORS  
OF THE SOUTH PLACER WASTEWATER AUTHORITY  
ADOPTING THE SOUTH PLACER WASTEWATER AUTHORITY  
INVESTMENT POLICY FOR FY 2025-2026**

WHEREAS, the South Placer Wastewater Authority Investment Policy was adopted by the Board of Directors of the South Placer Wastewater Authority ("Authority") at the Board's meeting on February 13, 2001, and amended periodically thereafter (as amended, the "Investment Policy"); and

WHEREAS, the Authority desires to adopt the Investment Policy as presented for fiscal year 2025-2026.

NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of the South Placer Wastewater Authority as follows:

The South Placer Wastewater Authority Investment Policy for Fiscal Year 2025-2026 is hereby adopted in the form presented at this meeting and attached hereto.

PASSED AND ADOPTED this 13<sup>th</sup> day of November, 2025, by the following vote on roll call:

AYES: *Alvord, DeMattei, Dickinson, Gore, Roccecci*

NOES: *None*

ABSENT: *None*

ABSTENTIONS: *None*

*Pauline Roccecci*  
Chairperson

ATTEST:

*Pamela*  
Secretary

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Agenda Item 2

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Equivalent Dwelling Unit Study and  
Request for Board Adoption of a  
Non-Binding Resolution



## AUTHORITY COMMUNICATION

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**TO:** South Placer Wastewater Authority      **DATE:** October 21, 2025  
Board of Directors

**FROM:** Sean Bigley, SPWA Executive Director

**AUTHORITY COMMUNICATION NO.:** AC 25-26

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**SUBJECT:** Equivalent Dwelling Unit Study Update and Request for Board Adoption of a Non-Binding Resolution

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*For SPWA Board Meeting November 13, 2025*

### **ACTION REQUESTED**

The SPWA Executive Director requests adoption of a non-binding resolution by the SPWA Board on this matter.

### **BACKGROUND**

Over the past couple of years, there have been discussions at several SPWA Board meetings around the assumptions behind Equivalent Dwelling Units (EDU's) and whether the SPWA Board and its partner agencies should adopt modified EDU assumptions specifically for age-restricted single-family residential projects.

As follow-up to SPWA Board direction, at the September 12, 2024, SPWA Board meeting, SPWA staff presented a proposed EDU Evaluation Phase 2 Study Scope of Work, cost estimates with a request by SPWA staff to provide further SPWA Board direction. The proposed Phase 2 EDU study cost, based on cost estimates from four responsive consulting firms, was preliminarily estimated at \$2 million to conduct a SPWA study over a 2-year period.

Another alternative study pathway that was also discussed at the September 12, 2024, SPWA Board meeting was to wait for the results of a "flows and loads" study being conducted by a subset of member agencies from the California Association of Sanitation Agencies (CASA). This work was being performed under a Non-Disclosure Agreement (NDA) and it was communicated to the SPWA Board that SPWA staff would try to gain access to this study, but there was no guarantee that the study funders would provide said report.

After extensive discussion between CASA staff and SPWA staff, the "flows and loads" study (study) was released to SPWA staff based on the membership status of SPWA with CASA.

Copies of the "flows and loads" study have been provided to the SPWA partner agencies including South Placer Municipal Utilities District (SPMUD), Placer County and the City of Roseville.

The study has been reviewed by the SPWA Executive Director and SPWA staff and the following high-level conclusions are as follows:

1. The study consisted of data from 13 sanitation agencies in California.
2. To capture a range of conditions that exist throughout the state, the residential sampling was conducted in northern, southern, coastal, and inland areas of California in a variety of settings, including urban, suburban and rural areas, and areas with relatively new and relatively old residential development. The non-residential sampling was also conducted in northern, southern, coastal, and inland areas of California, but sampling sites were constrained by the configuration of the sewer systems and the ability to find sampling locations that captured discharges from one or the combination of a few dischargers.
3. In terms of time frame of the study, residential and non-residential sampling was conducted over several years from 2018 to 2024. This was not the planned sampling schedule. After completion of the non-residential sampling program in February 2019, the non-residential sampling program was planned and initiated in winter 2020. The Covid-19 pandemic and shutdown interrupted implementation of the non-residential sampling program. None of the data from winter 2020 were used in the analysis, and field sampling was not re-started until spring 2023. However, data were collected pre- and post-Covid-19 pandemic shutdown/restrictions, as described below:
  - a. Pre-Covid Sampling - Residential pilot program, residential program, and non-residential pilot program
  - b. Post-Covid Sampling - Non-Residential program
4. The sampling was suspended for approximately three years due to the temporary impacts of the Covid-19 pandemic on residential and non-residential generation of wastewater. The hiatus in the sampling schedule raises some issues, including:
  - a. All residential sampling was conducted prior to the Covid-19 pandemic, and that there has been some shift in residential wastewater flows based on the post-Covid-19 condition due to a greater percentage of remote or hybrid workforces as compared to pre-Covid 19 conditions.
  - b. Non-residential pilot sites were sampled before the Covid-19 pandemic and the non-residential sampling program was conducted after the Covid-19 pandemic. As the operations of the nonresidential dischargers may have changed since the Covid-19 pandemic, there is a question as to whether the sampling represents current operations.
5. The study, as noted by the authors, is cited as “one source of information,” but not necessarily sufficient for more localized and complex studies – like master planning, development of capacity charges and other key efforts.
6. The study does not specifically study “age-restricted” single family residences and is not helpful in providing insight into questions posed by Placer County, on this topic.
7. Although the study provides somewhat useful baseline analysis and a thorough literature review, the study contains the same caveat, restated several times, throughout the study: *“The residential findings presented in this report are a source of data/information*

*for wastewater agencies. This information may be useful to agencies where localized information for residential wastewater flows and concentrations are not available. This information can also be used in combination with local information, as it is available.”* In other words, the study’s authors recommend that the study and its results, be used in combination with local data, and not used on its own to derive conclusions.

8. In summary, the study is useful as a background study that offers generalized conclusions based on flow and loads data from agencies that are not part of the SPWA service area. To address questions around EDU assumptions and specific assumptions around age-restricted single-family homes, in the context of the SPWA service area, a localized study would be most appropriate and would potentially provide the necessary data needed to address pending questions by SPWA participant agencies.

Upon review of the SPWA Funding Agreement by the SPWA Executive Director, the SPWA Chief Financial Officer and SPWA Legal Counsel, such a localized EDU study would not fall within the definition of a project eligible for funding with the use of Regional Connection Fees collected by SPWA or through reimbursement from the SPWA Operations and Maintenance Fund.

Therefore, to move forward, with a localized EDU study, one SPWA partner agency would need to voluntarily take the administrative lead and would need to ascertain agreement by the other two SPWA partner agencies to jointly fund the project, using local funds. The coordination, development of agreements and management of such an effort would not be the responsibility of the SPWA.

With this, no SPWA partner agencies are obligated or required to participate or fund such a localized EDU study. Also, this does not preclude single SPWA partner agencies from conducting their own localized EDU studies at their own expense.

Given these conclusions, the SPWA Executive Director recommends that the SPWA Board consider adopting the following actions by non-binding resolution:

1. Note in the SPWA file the findings of this staff report and consider SPWA’s staff’s work complete in this area.
2. Encourage SPWA partner agencies to discuss any further next steps, as determined collectively; which may include a decision to take no further action.
3. Encourage any updates by SPWA partners to be shared in the future with the SPWA Board in this regard for informational purposes only.

Submitted by:



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Sean Bigley  
SPWA Executive Director

Approved by:

Dennis  
Kauffman

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Dennis Kauffman  
Chief Financial Officer



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Sean Bigley  
Executive Director

**Directors were not ready to vote on this resolution as is and requested this resolution be deferred to next meeting**

**SOUTH PLACER WASTEWATER AUTHORITY**

**RESOLUTION NO. 2025-11**

**RESOLUTION OF THE BOARD OF DIRECTORS OF THE  
SOUTH PLACER WASTEWATER AUTHORITY  
PROVIDING DIRECTION TO STAFF REGARDING EQUIVALENT DWELLING  
UNIT STUDY FOR AGE-RESTRICTED SINGLE-FAMILY RESIDENTIAL PROJECTS**

WHEREAS, the Board of Directors of the South Placer Wastewater Authority (the “Authority”) at its September 12, 2024 Board meeting, discussed assumptions behind Equivalent Dwelling Units (EDU’s) and whether the Authority partner agencies should adopt modified EDU assumptions for age restricted single-family residential projects; and

WHEREAS, the authority to establish and adopt EDU’s exclusively lies with Authority member agencies and EDU’s are not established by the Authority; and

WHEREAS, at the September 12, 2024, meeting the Board discussed the scope of work for a study and cost estimates from consultants who estimated a cost of approximately \$2,000,000 to conduct a study over a 2 year period; and

WHEREAS, Authority staff advised it had become aware of a similar study of “flows and loads” being conducted by a subset of member agencies of the California Association of Sanitation Agencies (CASA) with work anticipated being completed within a year; and

WHEREAS, given the ongoing CASA study and its anticipated completion, the Board directed Authority staff to wait until the completion of the CASA study and review the results of the same; and

WHEREAS, the CASA study has been reviewed by Authority staff along with member agency staff and Authority staff has concluded that the study offers generalized conclusions based on flows and loads data from areas outside the Authority service area which are not instructive without a more specific localized study, a conclusion that is in line with the recommendations of the authors of the CASA study; and

WHEREAS, any further localized study would need to be 1) funded independently by Authority member agencies as the study does not qualify as an eligible expenditure under the SPWA Funding Agreement or the SPWA Operations Agreement; and 2) Authority member agencies would need to enter into an agreement to participate and fund the study, which agreement is subject to the approval of each member agency governing body in their sole discretion.

BE IT RESOLVED, that the Board of the Authority does hereby acknowledge Authority's staff efforts related to the Board's September 14, 2024, direction as being complete.

BE IT FURTHER RESOLVED, that the Board encourages Authority member agencies to discuss next steps as it pertains to each member agency's desire to engage in further study.

BE IT FURTHER RESOLVED, that the Board requests that Authority member agencies provide any informational updates regarding their discussions and efforts to the Board at future meetings as appropriate.

PASSED AND ADOPTED this 13<sup>th</sup> day of November 2025, by the following vote on roll call:

AYES:

NOES:

ABSENT:

ABSTENTION:

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Chairperson

ATTEST:

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Secretary

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## Agenda Item 3

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Prasent Grove Wastewater Treatment  
Plant Maintenance, Administration,  
and Shop Building Project Update  
and Budget Adjustment Request



## AUTHORITY COMMUNICATION

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**TO:** South Placer Wastewater Authority      **DATE:** October 6, 2025  
Board of Directors

**FROM:** Tracie Mueller, City of Roseville's Wastewater Utility Manager

**AUTHORITY COMMUNICATION NO.:** AC 25-27

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**SUBJECT: Pleasant Grove WWTP Maintenance, Administration and Shop Building Project Update and Budget Adjustment Request**

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*For SPWA Board Meeting November 13, 2025*

### **ACTION REQUESTED**

Adopt a resolution approving a budget adjustment for the Pleasant Grove Wastewater Treatment Plant Maintenance, Administration and Shop Building Project in the amount of \$33,100,000 for a total SPWA budget amount of \$34,200,000.

### **BACKGROUND**

When the Pleasant Grove Wastewater Treatment Plant (Plant) was originally commissioned in 2003, the maintenance shop and crew area constructed was relatively modest due to the limited processes constructed with the original Plant. Since the original construction, ultraviolet disinfection was added, an expansion of the aeration capacity in the oxidation ditches was added, and the newly constructed Pleasant Grove Expansion and Energy Recovery Projects were commissioned. All these projects added a tremendous workload to both Operations and Maintenance staff, as well as the need for storage of many more spare parts.

The proposed new Maintenance, Administrative, and Shop Building will provide much needed workspace, as well as expanded warehouse space to properly and efficiently maintain the existing and additional Plant process areas. As part of this project the existing space occupied by the Maintenance group is being repurposed and will be utilized by the Operations and Environmental Laboratory groups at the Plant.

In May 2022, the City began development of a 10% programmatic design to determine current and future needs. In 2023, the SPWA Board approved project 500306 with an initial funding of \$750,000 based on a staff estimate to provide for a full design. In January 2024, staff requested an additional \$350,000 for a total project budget of \$1,100,000 based on the cost included in the consultants cost proposal.

### **UPDATE AND REQUEST**

It has been decided that this project will be a Design Assist Project as it is a manufactured metal building that is well suited for a Design Assist and Construction contract.

Another recent decision is that the City of Roseville Environmental Utilities Department is helping to fund the building from the Water and Waste Services capital improvement project budgets to build a larger capacity conference room (300 persons) within the new Maintenance

Administrative and Shop Building that could be utilized to house Environmental Utility staff meetings. Based on the consultant's construction cost estimates, the addition of the larger conference room will cost approximately \$2,740,000 or approximately 9.2% of the construction cost. Therefore, the future project costs will be split so that SPWA's portion is 90.8% of the actual future project costs including consultants, construction and construction management costs.

The project design documents are expected to be ready to send out for contractor procurement by the end of 2025 with the hope of awarding the Design Assist and Construction contract in the first quarter of 2026 which may occur prior to the next SPWA Board meeting. Therefore, the request for additional funds in the amount of \$33,100,000 for a total SPWA project budget of \$34,200,000 is based on the consultant's May 2025 construction cost estimate including a 10 percent construction contingency, final design costs, and estimated construction management, project staff, and other associated project costs. The requested funds will be provided with a combination bond proceeds and Rate Stabilization Funds (RSF).

As the design progresses, it is the hope that cost savings will be found and that construction costs may attenuate as we recently experienced in the bid of the Dry Creek Wastewater Treatment Plant Operations and Lab Building.

Submitted by:



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Tracie R. Mueller  
City of Roseville's Wastewater Utility Manager

Approved by:

Dennis  
Kauffman

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Dennis Kauffman  
Chief Financial Officer



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Sean Bigley  
Executive Director

**SOUTH PLACER WASTEWATER AUTHORITY**

**RESOLUTION NO. 2025-12**

**RESOLUTION OF THE BOARD OF DIRECTORS OF THE  
SOUTH PLACER WASTEWATER AUTHORITY  
APPROVING ADDITIONAL FUNDING FOR THE PLEASANT GROVE  
WASTEWATER TREATMENT PLANT MAINTENANCE, ADMINISTRATION AND  
SHOP BUILDING PROJECT BUDGET ADJUSTMENT**

BE IT RESOLVED, that the Board of Directors of the South Placer Wastewater Authority (the "Authority") does hereby approve a Capital Improvement Project budget increase for the Pleasant Grove Wastewater Treatment Plant Maintenance, Administration, and Shop Building Project (the "Project") in the amount of \$33,100,000 for a total Project budget of \$34,200,000 as presented to the Board at this meeting.


PASSED AND ADOPTED this 13<sup>th</sup> day of November, 2025, by the following vote on roll call:

AYES: *Alvord, Demattei, Dickinson, Gore, Roccecci*

NOES: *None*

ABSENT: *None*

ABSTENTION: *None*

  
\_\_\_\_\_  
Chairperson

ATTEST:

  
\_\_\_\_\_  
Secretary

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Agenda Item 4

Approval of Authority Schedule  
of Regular Meeting Dates



## AUTHORITY COMMUNICATION

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**TO:** South Placer Wastewater Authority      **DATE:** October 21, 2025  
Board of Directors

**FROM:** Sean Bigley

**AUTHORITY COMMUNICATION NO.:** AC 25-28

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**SUBJECT:** Approval of Authority Schedule of Regular Meeting Dates

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*For SPWA Board Meeting November 13, 2025*

### **ACTION REQUESTED**

Staff recommends that the SPWA Board adopt the attached resolution updating the Authority's regular meeting dates.

### **BACKGROUND**

This request establishes the Regular Board meeting schedule with four meetings per year to be held on the first Thursday in February, and the last Thursday in the months of April, June, and September.

Staff would like to recommend reducing the number of regular Board meetings annually from four to three.

Proposed meeting dates would be the first Thursday of February, and the last Thursday of June and September.

By approving this recommendation, the next Board meetings will be held on February 5, 2026, June 25, 2026, and September 24, 2026.

Submitted by:

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Type name here

**Sean Bigley**  
Executive Director

**SOUTH PLACER WASTEWATER AUTHORITY**

**RESOLUTION NO. 2025-13**

**RESOLUTION OF THE BOARD OF DIRECTORS OF THE  
SOUTH PLACER WASTEWATER AUTHORITY APPROVING  
REGULAR MEETING DATES**

WHEREAS, the Bylaws for the South Placer Wastewater Authority (“Authority”) state that the Authority’s Board of Directors shall meet as specified by resolution duly adopted by the Board of Directors (“Board”).

NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of the South Placer Wastewater Authority that the regular meetings of the Board shall be held at 2005 Hilltop Circle, Roseville, California on the following Dates:

~~February 5, 2026~~ — February 4, 2026  
~~June 25, 2026~~ — June 3, 2026  
~~September 24, 2026~~ — September 2, 2026  
November 4, 2026

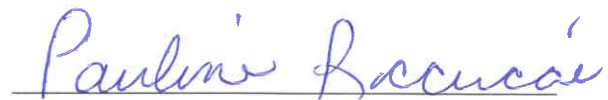
PASSED AND ADOPTED this 13<sup>th</sup> day of November 2025, by the following vote:

AYES: Alvord, Demattei, Dickinson, Gore, Rocucci


NOES: None

ABSENT: None

ABSTAIN: None

  
Chairperson

ATTEST:

  
Secretary

Agenda Item 5

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Project Update and Financial Summary

## AUTHORITY COMMUNICATION

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**TO:** South Placer Wastewater Authority      **DATE:** October 22, 2025  
Board of Directors

**FROM:** Tracie Mueller, City of Roseville Wastewater Utility Manager

**AUTHORITY COMMUNICATION NO.:** AC 25-29

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**SUBJECT:** Project Update and Financial Summary

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*For SPWA Board Meeting November 13, 2025*

### ACTION REQUESTED

This item is for information purposes only.

### BACKGROUND

Below is a summary of the progress and financial status of the on-going SPWA projects.

#### CIPs Update

There are a total of 11 active or recently closed SPWA projects, with a summary of progress for each provided below:

- **Pleasant Grove Wastewater Treatment Plant UV Disinfection System Addition Project**
  - The project has been completed and closed-out. No additional updates will be provided going forward.
  
- **PGWWTP Expansion and Energy Recovery Project**
  - Work is underway on installing canopies to protect temperature-sensitive equipment, with procurement and installation anticipated by June 2026.
  - Waterproofing on top of the primary sludge pump gallery and installation of the buried condensate drain line have been completed.
  - A maintenance access platform to service equipment installed by the project has been installed in the boiler building.
  - Coating of a concrete vault to protect it from potential accidental chemical spills is in progress and expected to be completed by the end of the year.
  - An engineering report is being finalized to support the City's submittal to the EPA for BRRR (Biogas RIN Revenue Redistribution) registration. The submittal includes a facility questionnaire and an independent evaluation by a third-party engineering firm. EPA approval will enable the City to generate and claim RIN credits. A draft agreement is also being prepared for attorney review prior to procuring a RIN broker.

- This project is projected to be closed by October 15, 2026.
- **Inflation Reduction Act Support Project**
  - City staff continue to track and advocate for payment of the tax return refund submitted in the amount of \$29,360,188. Federal program administrators have indicated that payment is planned for approximately \$31 million, reflecting additional interest due to delays in processing.
  - The project has been closed out. Further updates on payment will be provided through other channels.
- **Dry Creek and Pleasant Grove WWTP Capacity Evaluations**
  - This project supports capacity planning to ensure treatment plants can meet near- and long-term needs based on anticipated SPWA partner growth. Earlier projections, based on pre-2020 data, overestimated flows compared to recent observations. City staff, in coordination with SPWA partners, updated these forecasts in May 2025 to reflect current conditions and growth trends.
  - Since the last board meeting, draft capacity analyses for the Dry Creek and Pleasant Grove Wastewater Treatment Plants have been completed. Development of a comprehensive facilities plan for both plants is underway and remains on track for completion in the first quarter of 2026.
- **Pump Station 26 and Force Main Capacity Improvements**
  - This project has been constructed and commissioned. A few punch list items remain to be completed before final acceptance and release of retention. The project is expected to close by the end of the calendar year.
- **PGWWTP Maintenance Administration and Shop Building**
  - 30% design review comments have been addressed, and development of the 60% design documents is underway. Coordination with the City's Building Department remains active, with reviews of the 10% and 30% design submittals completed and comments incorporated; the same approach will be followed for the 60% design.
  - Early procurement of transformers for the building was initiated in September, with delivery expected before the end of October.
  - Coordination is ongoing for the fire flow analysis, with model results expected within two weeks to identify any necessary water supply improvements.
  - Tenant improvements to expand the laboratory within the existing Operations Building are under construction.

- The total project cost is estimated at approximately \$34 million.
- **DCWWTP Capacity Expansion**
  - To manage schedule risk and support timely delivery, the project has been divided into two packages, A and B. Package A advances improvements for Aeration Basins 300 and 400 to match the 2019 upgrades completed for Basins 100 and 200. Package B will follow with improvements for Aeration Basins 500 through 800, including blower, flow split, and electrical upgrades.
  - The condition assessment for Aeration Basins 300 and 400 has been completed and documented, and the flow and loading projection technical memorandum has been finalized. A project definition workshop was held in late August, and design development is progressing based on the feedback provided by the City. The 60% design for Package A is in progress, with submittal anticipated in November.
  - The project will be delivered through a design-assist approach, with contractor procurement still on track for mid-2026. Package A remains on schedule for completion by the end of 2027, followed by Package B by the end of 2028.
- **PGWWTP Electrical Expansion**
  - The 30% design has been completed, and review comments have been provided. The 60% design submittal is expected before January 7, 2026.
  - The project remains on schedule to initiate contractor and construction manager procurement by June 2026, and construction is anticipated to begin by the end of 2026.
  - Procurement of major equipment, including generators, switchgear, and pad-mounted switches, is expected to take approximately two years, with delivery anticipated by the end of 2028.
- **Residential EDU Evaluation**
  - This project has been substantially completed. The project is expected to close by the end of the calendar year.
- **Dry Creek Operations and Lab Building**
  - A Notice to Proceed for construction was issued on August 7<sup>th</sup>. Demolition of the existing orchard and mass grading have been completed, and foundation placement is anticipated to be complete in mid-November.
  - Construction is on track to be completed for move-in by the end of 2026, followed by demolition of the old Operations Building in spring 2027.
  - The project remains within the originally approved budget.

- **Corridors Trunk Sewer Capacity Improvements**
  - The Request for Proposals for engineering design services closed on September 10<sup>th</sup>, with four proposals received. The review committee has completed its evaluation, and scope and fee negotiations are underway.
  - The project is on track to produce procurement documents for a design-assist contractor by October 2026.
  
- **Other Projects**
  - The following projects are anticipated to go through consultant procurement by the end of April 2026:
    - 2025 Wastewater Systems Evaluation
    - DCWWTP Electrical Capacity Assessment

#### Projects Financial Summary

A financial summary of current approved projects funded by the SPWA is attached.

#### Board Presentation

City staff will present on the 66-inch Interceptor Rehabilitation Project; note that this is not a SPWA funded project. This project was fully self-performed by City crews which reduced costs for all partner agencies' ratepayers. The work involved bypassing approximately 80 million gallons of raw sewage over a 10-day period without any service interruptions and was completed without general contractor involvement, resulting in cost savings of more than \$1.6 million for partner agency ratepayers. Presentation slides are attached.

Submitted by:

*Tracie R. Mueller*

Tracie R. Mueller  
Wastewater Utility Manager, City of Roseville

Approved by:

Dennis  
Kauffman

Digitally signed by Dennis  
Kauffman  
Date: 2025.10.29 17:28:39  
-07'00'

Dennis Kauffman  
Chief Financial Officer

*Sean Bigley*

Sean Bigley  
Executive Director

**SOUTH PLACER WASTEWATER AUTHORITY**  
**Project Budget and Actuals**  
Report Date: 10/17/2025

Project Type	Project	Total Approved Budget (\$)	Total Spent (\$)	Remaining Budget (\$)
Capital Project	PGWWTP UV Disinfection System Addition Project	7,270,000	6,062,471	1,207,529
Capital Project	PGWWTP Expansion and Energy Recovery Project	114,662,183	111,357,381	3,304,802
Non-Capital Project	Dry Creek and Pleasant Grove WWTP Capacity Evaluation	1,671,502	1,244,770	426,732
Capital Project	Regional Pump Station 26 and Force Main Capacity Improvement	4,900,000	4,513,171	386,829
Capital Project	PGWWTP Maintenance Admin and Shop Building <sup>1</sup>	1,100,000	585,304	514,696
Capital Project	DCWWTP Capacity Expansion	16,725,000	505,748	16,219,252
Capital Project	PGWWTP Electrical Capacity Expansion Project <sup>2</sup>	6,000,000	639,241	5,360,759
Non-Capital Project	Residential Equivalent Dwelling Unit (EDU) Evaluation	250,000	44,657	205,343
Capital Project	Corridors Trunk Sewer Capacity Improvements Project	5,400,000	22,184	5,377,816
Capital Project	DCWWTP Operations and Laboratory Building Construction Project	14,854,000	18,636	14,835,364
Non-Capital Project	Inflation Reduction Act Support Project	100,000	28,980	71,020
Non-Capital Project	2025 Wastewater Systems Evaluation Update	500,000	2,555	497,445
Non-Capital Project	DCWWTP Electrical Capacity Assessment	600,000	-	600,000
<b>Total Approved and Active SPWA CIP Projects</b>		<b>174,032,685</b>	<b>125,025,099</b>	<b>49,007,586</b>

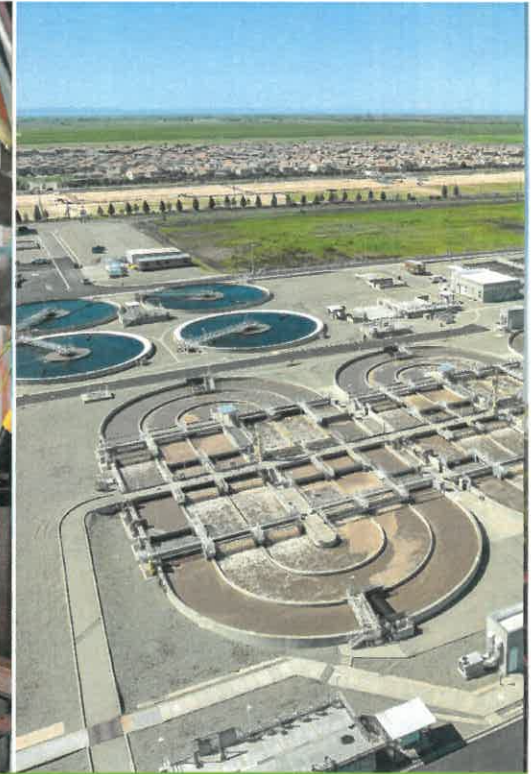
Notes:

1. Total SPWA Cost Estimate for PGWWTP Maintenance Admin and Shop Building is \$34,200,000.
2. Projected total cost for the PGWWTP Electrical Capacity Expansion Project is approximately \$36,000,000.

**Connection Fee -**

**Planned/Approved**

<b>Budget</b>	<b>Notes</b>
(1,550,000)	Will finished \$1M under budget
(1,108,970)	Don't understand shortfall but will finish under budget
(171,502)	
(302,929)	
(4,650,000)	based on footnote budgets
-	Will likely need more money
(4,500,000)	based on footnote budgets
(250,000)	done, \$200k remaining
-	
5,300,000	
(100,000)	done, \$71k remaining and possible \$29M add
(500,000)	
(600,000)	
(8,433,401)	



# Capital Improvements Program Update

November 13, 2025

Presented by: Arashdeep Singh and Tracie Mueller, City of Roseville





# Agenda

1. Project Financial Summary
2. 66-inch Interceptor Rehabilitation Project (Regional Rehabilitation Fund)
3. Inflation Reduction Act Payment

# Project Financial Summary

Project Type	Project	Connection Fee Budget (\$)	Total Approved Budget (\$)	Total Spent (\$)	Remaining Budget (\$)
Capital Project	PGWWTP UV Disinfection System Addition Project	5,720,000	7,270,000	6,062,471	1,207,529
Capital Project	PGWWTP Expansion and Energy Recovery Project	113,553,213	114,662,183	111,357,381	3,304,802
Non-Capital Project	Dry Creek and Pleasant Grove WWTP Capacity Evaluation	1,500,000	1,671,502	1,244,770	426,732
Capital Project	Regional Pump Station 26 and Force Main Capacity Improvement	4,597,071	4,900,000	4,513,171	386,829
Capital Project	PGWWTP Maintenance Admin and Shop Building <sup>1</sup>	25,350,000	1,100,000	585,304	514,696
Capital Project	DCWWTP Capacity Expansion	16,725,000	16,725,000	505,748	16,219,252
Capital Project	PGWWTP Electrical Capacity Expansion Project <sup>2</sup>	31,500,000	6,000,000	639,241	5,360,759
Non-Capital Project	Residential Equivalent Dwelling Unit (EDU) Evaluation	-	250,000	44,657	205,343
Capital Project	Corridors Trunk Sewer Capacity Improvements Project	5,400,000	5,400,000	22,184	5,377,816
Capital Project	DCWWTP Operations and Laboratory Building Construction Project	20,154,000	14,854,000	18,636	14,835,364
Non-Capital Project	Inflation Reduction Act Support Project	-	100,000	28,980	71,020
Non-Capital Project	2025 Wastewater Systems Evaluation Update	-	500,000	2,555	497,445
Non-Capital Project	DCWWTP Electrical Capacity Assessment	-	600,000	-	600,000
<b>Total Approved and Active SPWA CIP Projects</b>		<b>478,900,284</b>	<b>174,032,685</b>	<b>125,025,099</b>	<b>49,007,586</b>

**Notes:**

1. Total SPWA Cost Estimate for PGWWTP Maintenance Admin and Shop Building is \$34,200,000.
2. Projected total cost for the PGWWTP Electrical Capacity Expansion Project is approximately \$36,000,000.

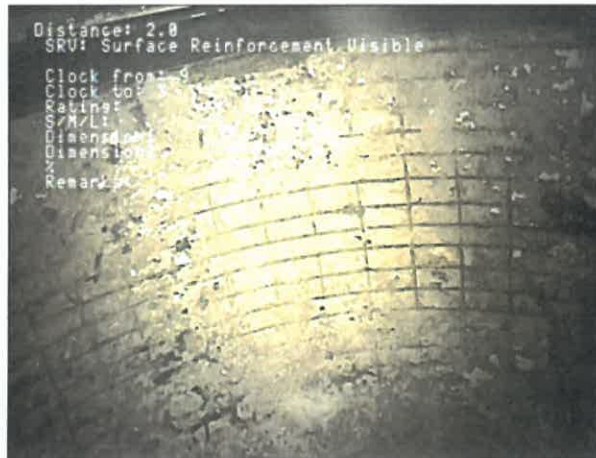




## 66-inch Interceptor Rehabilitation Project (Regional Rehabilitation Fund)

By: Tracie Mueller

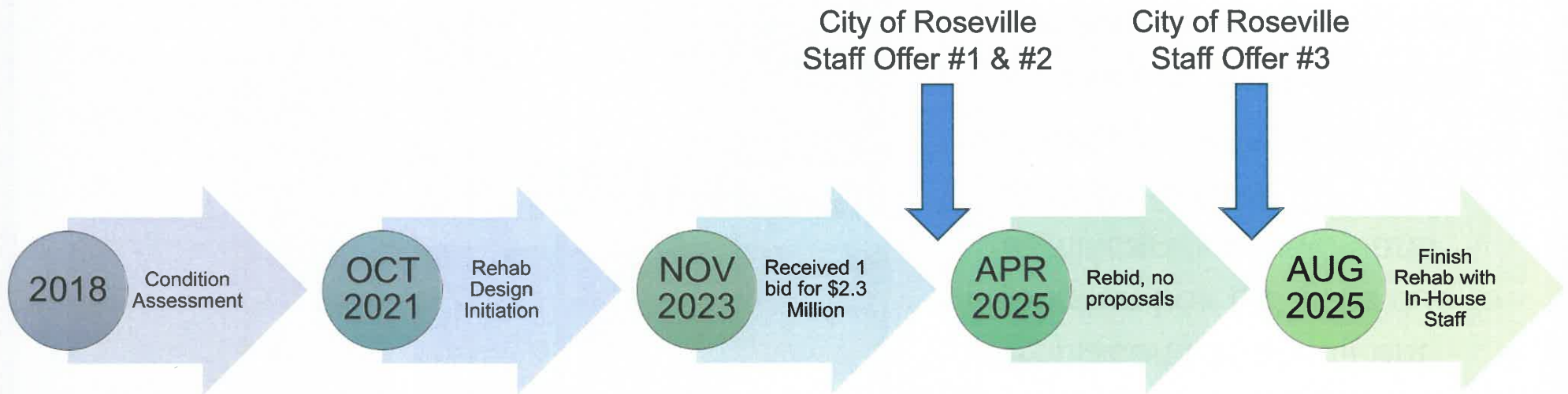


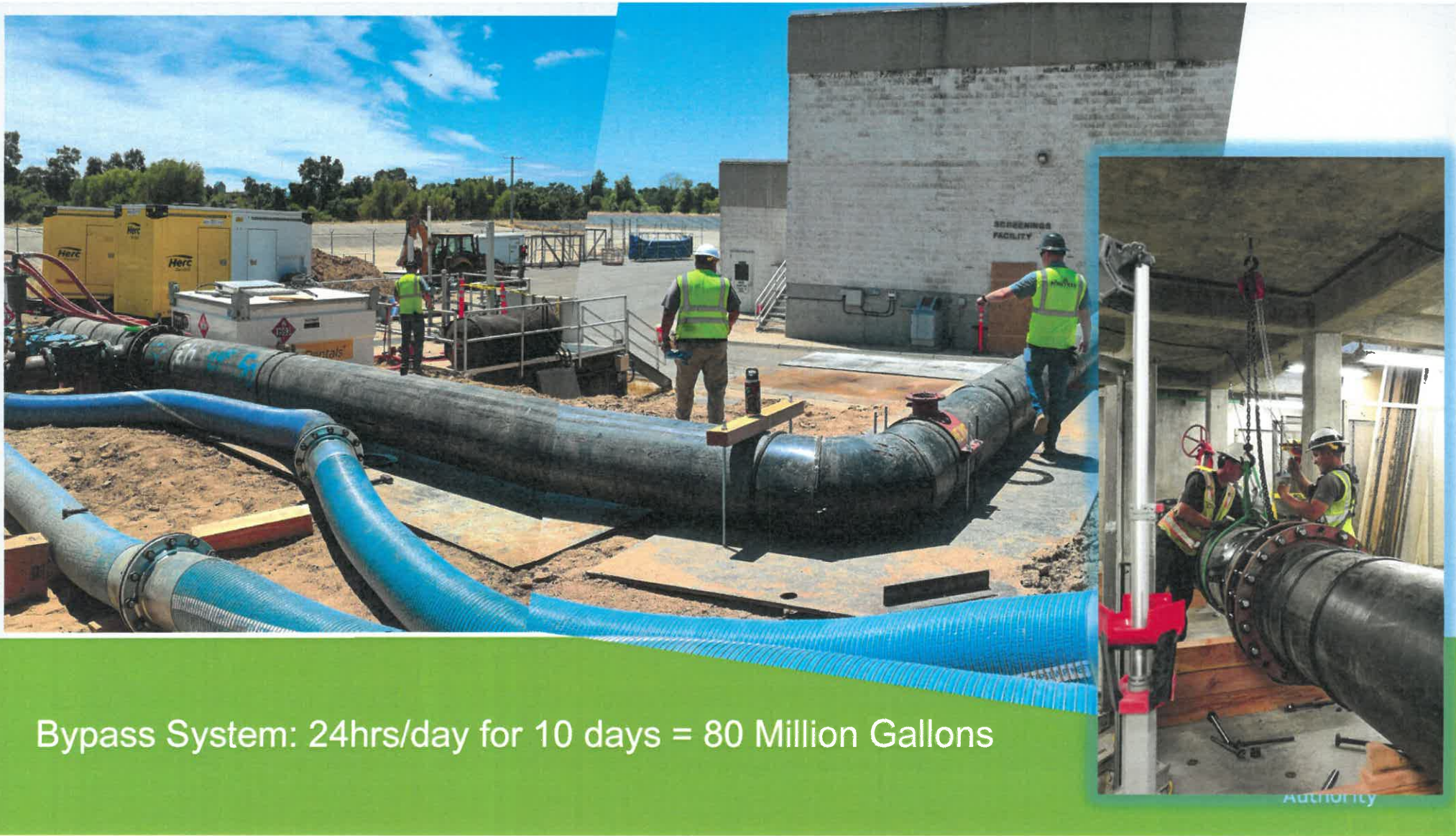


## Project Overview

- Increase reliability and longevity of critical DCWWTP influent assets:
  - ✓ Replacement of influent junction box 66" gate due to significant corrosion and inability to seal
  - ✓ Coating of 66" pipeline connecting junction box to bar-screen due to exposed aggregate and rebar traces

# Project Timeline





Bypass System: 24hrs/day for 10 days = 80 Million Gallons

Authority



Cleaning/Prep of 66" Pipe & New Epoxy Lining



New Gate Installation in J-Box



# Budget Results

- Construction Bid = \$2,255,300
- Actual Spend to Date = \$596,500
- Realized Savings = ~\$1.6 Million

## Inflation Reduction Act Payment

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- PGWWTP Expansion and Energy Recovery Project Tax Refund
  - ✓ Submitted \$29,360,188 on 6/6/24
    - Based on 30% of eligible costs
  - ✓ Received \$31,274,747.49 on 11/03/25!
  - ✓ Must be used to pay down SRF loans per loan agreements

