Date:	November 25, 2026	Subject:	Finance Committee November 24, 2026, Meeting Minutes
To:	Board of Directors	From:	Finance Committee, and Arthur G. Simonian, Executive Director AGS

Finance Committee
November 24, 2026
Meeting Minutes

The Finance Committee met on Tuesday, November 24, 2026.

Executive Director, Art Simonian, called the meeting to order at 5:32 PM. Committee Members Joe Corlis, Rick Healey, John Dunham and Nick Stevens (remote) were present. Darin Offerdahl of Offerdahl, Emerson and Company, LLC was present remotely. Phil Pessina and Doug Sienna were absent. There was a quorum.

The following is a summary of the November 24, 2026, Finance meeting:

1) Audit DRAFT FY2026

The auditor presented the DRAFT report to the committee. The District received a clean independent audit, with no material weaknesses, significant deficiencies or other findings reported. The net position increased by approximately $4.7 million to $158 million. Revenues were approximately $1.2 million above budget primarily due to higher sludge management revenue. Cash and investments remain healthy at $18 million. Expenses were about $4.4 million below budget excluding carryovers to CNR. The District continues to pay down its Clean Water Fund debt while maintaining a strong financial position.

MOTION: Mr. Healey moved to accept the audit report as presented.

Mr. Corlis seconded and the Committee approved unanimously.

2) Budget DRAFT FY2028

The preliminary FY2028 budget reflects an overall increase of approximately 2.8%, before final adjustments. Preliminary assessment increases vary by member community, generally ranging from approximately 3% - 6%. Staff are evaluating the use of reserves and capital funds to moderate assessment increases.

Major cost pressures include health insurance, pension contributions, engineering, insurance and electricity. The loss of the District's demand-response electricity program could add approximately $150,000 in annual costs. Staff will continue looking for operational savings before presenting the final budget for approval.

3) Other business and related matter

- The next Board meeting will be held on **Monday, December 21 at 5:30 p.m.**

Adjournment:

Mr. Healey moved, no second required, and the committee approved unanimously to adjourn at 6:40 PM.