

VANDENBERG VILLAGE COMMUNITY SERVICES DISTRICT

3745 Constellation Road • Vandenberg Village • Lompoc, CA 93436
Telephone: (805) 733-2475 • Fax: (805) 733-2109 • info@vvcasd.org



"Pride in Community Service"

NOTICE: The Board of Directors of the Vandenberg Village Community Services District will meet at the District Office Conference Room, 3745 Constellation Road, Vandenberg Village, in compliance with [California Government Code § 54954](#).

Special Board Meeting

AGENDA

Tuesday, May 26, 2026

4:30 p.m.

1. CALL TO ORDER AND PLEDGE OF ALLEGIANCE
2. ROLL CALL: Directors Cox, Gonzales, Heuring, Lamont, and Stassi
3. ADDITIONS AND DELETIONS TO AGENDA
4. PUBLIC FORUM

The Board will invite public comment on each action item as it is considered during the meeting.

At this time, members of the public wishing to address the Board on other matters that are within the jurisdiction of the District may do so when recognized by the President.

Please begin by stating your name and place of residence.

5. OPERATIONS REPORT
6. ADMINISTRATION REPORT

7. CONSENT CALENDAR

- A. Minutes of the Regular Meeting on May 5, 2026..... page 1
- B. Treasurer's Report
 - (1) Pro-forma Financial Statements as of April 30, 2026 page 13
 - (2) Disbursements through May 22, 2026 page 27

8. ACTION ITEMS

- A. **Meter Replacement Project:** Consider issuing a purchase order to HydroPro Solutions to purchase AMR-compatible AMI meters before June 30, 2026..... page 33
- B. **[PUBLIC HEARING] Capital Budgets:** Receive a report from the Finance/Budget Committee and consider adopting the FY 2026-27 Capital Budgets for the Water and Wastewater Funds page 39
- C. **[PUBLIC HEARING] Operating Budgets:** Receive a report from the Finance/Budget Committee and consider adopting the FY 2026-27 Operating Budgets for the Water and Wastewater Funds page 53
- D. **Resolution 239-26:** Consider adopting Resolution 239-26 to continue collecting Lompoc Regional Wastewater Reclamation Plant (LRWRP) Upgrade Charges on the annual county tax roll for Tax Year 2026-27 page 67
- E. **Leave93436.org:** Receive a report from Leave93436.org regarding the status of the organization's goals..... No board package material

9. REPORTS

- A. Committees
- B. District Representatives to External Agencies
- C. Board President
- D. General Manager

10. INFORMATIONAL CORRESPONDENCE

- A. **US Drought Monitor:** California, May 19, 2026 page 71
- B. **VCSD:** Water Pumped vs Sold, 12 months page 73
- C. **VCSD:** Well Soundings, 12 months page 75

11. DIRECTORS' FORUM: Any member of the Board may address the Board on any subject within the jurisdiction of the District.

12. CLOSED SESSION

Public Employee Performance Evaluation (Gov't Code § 54957)
Title: General Manager

13. OPEN SESSION: Announce or take action resulting from closed session discussions.

14. ADJOURN

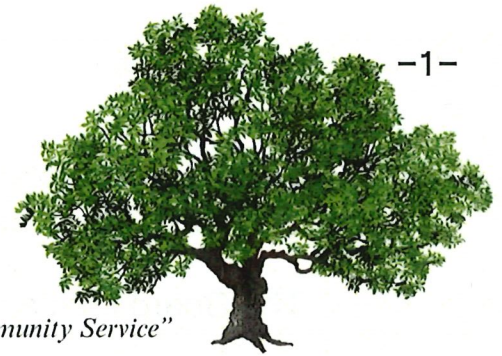
Notice Regarding Public Participation: For those who are unable to attend the meeting in person or electronically, but who wish to provide public comment on matters that are within the jurisdiction of the District, please submit any comments and written materials to the District in person or via electronic mail at administration@vvcasd.org. All submittals should indicate the board meeting date and agenda item number. Materials received by the District before or during the meeting will become part of the minutes and will be made available to the public under the Public Records Act.

This agenda was posted on the District website at <https://vvcasd.org> and 3745 Constellation Road, Vandenberg Village, California, and notice was delivered under Government Code § 54950 et seq. This Agenda contains a brief general description of each item to be considered. The Board reserves the right to change the order in which items are heard. The full board package with staff reports and other written documentation is available on the District's website at <https://vvcasd.org>. If you need reasonable accommodation due to a disability, please contact the Board Secretary 24 hours before the meeting at (805) 733-2475.

Please silence cell phones during the meeting, as a courtesy to others.

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-1-

"Pride in Community Service"

MINUTES Regular Meeting

May 5, 2026

1. CALL TO ORDER AND PLEDGE OF ALLEGIANCE

The meeting was called to order at 4:30 p.m. by President Gonzales, who led the Pledge of Allegiance.

2. **ROLL CALL:** Directors Cox, Gonzales, Heuring, Lamont, and Stassi were present.

OTHERS PRESENT

Cynthia Allen, General Manager; Jeff Cole, Operations and Maintenance Manager; and Patricia LeCavalier, Financial Services Manager. Brian Jensen and Noah Bischof from HydroPro Solutions and Tanya Harvey from Master Meter were also present.

One member of the public was in attendance: Patrick Smith, 708 Cypress Way.

3. **ADDITIONS AND DELETIONS TO THE AGENDA:** None

4. PUBLIC FORUM

President Gonzales invited public comments, and there were none.

5. **GUEST SPEAKERS:** Brian Jensen and Noah Bischof, HydroPro Solutions; Tanya Harvey, Master Meter

Our guest speakers gave an informative presentation that covered our current metering system, the next generation of meters, the new

technologies and benefits Master Meter is offering, and what it would look like if the district transitioned to a Fixed Network.

The Board took a break at 6:04 p.m. and reconvened at 6:10 p.m.

6. OPERATIONS REPORT

Operations and Maintenance Manager Cole reported that the district pumped 37.6 million gallons, with an average daily demand of 1.3 million gallons. This is 8 percent more than last April.

Vandenberg Village received .76 inches of rainfall in April, bringing the calendar-year total to 6.32 inches. The district's well levels for April were 1B – 140 feet, 3A – 133 feet, and 3B – 132 feet.

In April, the crew replaced two 1" angle stops, a 2" angle stop, a 1" copper service line, and two 1" poly B service lines.

Mr. Cole reported that Sancon began their pre-cleaning and CCTV inspection on April 13 and completed their work on April 16. They have not yet scheduled a date to come back and start lining.

There were no sewer overflows in April. Avery Griffin celebrated his 2nd anniversary with the District on April 1. Mr. Cole shared that he and Garrett Kirkland attended the California Rural Water Association Expo in Lake Tahoe. On April 21, the District hosted a Continuing Education class on Hydra-Stop insertion valves. The class included staff from Mission Hills CSD, Los Alamos CSD, and VVCSD.

7. ADMINISTRATION REPORT

Financial Services Manager LeCavalier reported that Cynthia Allen celebrated her 33rd anniversary on April 15 and Brianna Jennings celebrated her 3rd anniversary on April 17.

Ms. LeCavalier reported that we received \$450,978 in LRWRP payments from the county tax collector on April 30, 2026, and that the most recent investment earnings rates are: California CLASS is 3.69 percent, LAIF is 3.81 percent, and Mechanics Bank is 3.74 percent. Our interim in-house audit visit is tentatively scheduled for May 28-29.

8. CONSENT CALENDAR

A. Minutes of the Regular Meeting on April 7, 2026

B. Treasurer Report

- (1) Pro-forma Financial Statements as of March 31, 2026
- (2) Disbursements through April 30, 2026
- (3) Schedule of Investments as of March 31, 2026

The following motion was made:

Motion by Director Lamont, seconded by Director Heuring, to accept the consent calendar as presented.

Ayes: Directors Cox, Gonzales, Heuring, Lamont, and Stassi
Noes: None
Abstain: None
Absent: None

9. ACTION ITEMS

A. Interfund Loan

Director Stassi reported that the Finance and Budget Committee is recommending the interfund loan of \$1,000,000. The main reason for this recommendation is that the water fund's reserves are below the required level.

After some discussion between the board members, the following motion was made:

Motion by Director Stassi, seconded by Director Heuring, to approve an interfund loan of \$1,000,000 from the wastewater fund to the water fund, and set the interest rate and repayment terms at 4 percent for 15 years.

Roll Call Vote:

Ayes: Directors Cox, Heuring, Lamont, and Stassi
Noes: Director Gonzales
Abstain: None
Absent: None

B. AMI Project

Director Stassi reported that the Finance and Budget Committee spent some time looking over the quote and recommendations provided by HydroPro Solutions. Director Stassi shared that both the committee and staff recognize the need to replace meters, as all are nearly 15 years old.

The Committee recommends AMR-Compatible AMI meters. The meters would continue to be read monthly using our drive-by system. However, the purchase of these meters would enable consideration of a Fixed Network in the future. Director Stassi noted that this recommendation is not to be taken as a Committee endorsement of an AMI Fixed Network, but rather to preserve the possibility of a future Board deciding to proceed with a Fixed Network system.

Director Cox noted that after our earlier presentation, she learned of additional benefits for the AMI meters and believes they would be a better investment.

There was discussion between the board and staff about the different types of meters offered by HydroPro Solutions.

The following motion was made:

Motion by Director Stassi, seconded by Director Gonzales, to defer the decision until the following Board meeting and request staff to bring back a new proposal.

Ayes: Directors Cox, Gonzales, Heuring, Lamont, and Stassi
Noes: None
Abstain: None

Absent: None

C. LRWRP Upgrade

Director Cox reported that the Finance and Budget Committee recommends continuing to collect the LRWRP Upgrade charge on the Santa Barbara County Tax Roll and pay the SRF loan payments as they are due.

The Committee came to this conclusion after staff laid out the different options for consideration. The Committee decided that Scenario 3, Status Quo, is the best option. General Manager Allen noted that the schedule laid out by staff stops the LRWRP charge in the year 2030.

Director Gonzales shared his disappointment in this decision and referred to paragraph three on page 55. This was followed by a discussion regarding the reserves on the wastewater side and Director Gonzales' hope to look at the reserves more critically in the future.

General Manager Allen will put this on the schedule to bring back during the budget season next year.

After much discussion between the Board and staff, the following motion was made:

Motion by Director Cox, seconded by Director Stassi, to continue to collect the LRWRP Upgrade Charge on the Santa Barbara County Tax Roll and pay SRF Loan payments as they are due.

Roll Call Vote:

Ayes: Directors Cox, Heuring, and Stassi

Noes: Directors Gonzales and Lamont

Abstain: None

Absent: None

D. Capital Budget Increase

General Manager Allen stated that part of our Filter Rehabilitation Project included a new booster pump. The original quote received was for a Goulds Pump because the vendor informed staff that the Peerless Pump, which was preferred, was not available.

At a later time, another vendor let staff know they have the Peerless Pump readily available. The Peerless Pump is preferred, as it would not require any modifications, which the Gould's Pump would need to work with our system. The Peerless Pump costs \$13K more but is a direct replacement for what we currently have.

At our February meeting, the Board deferred the \$100K Water Valve Project to a future budget and reallocated \$75K of the funds to the Filter Rehabilitation Project. A portion of that remaining \$25K can be allocated to this capital item.

The following motion was made:

Motion by Director Stassi, seconded by Director Lamont, to increase the FY 2025-26 water capital budget by \$13,000 to replace the 25 hp filter pump.

Ayes: Directors Cox, Gonzales, Heuring, Lamont, and Stassi
Noes: None
Abstain: None
Absent: None

10. REPORTS

A. Committees

Director Stassi reported that the Finance and Budget Committee met on April 24 with staff members present. Several staff reports were created. Staff drafts of the capital and operating budgets were reviewed. The Committee decided to hold off on the approval of those two budgets until the status of Action Items 9A, 9B, and 9C was known.

B. District Representatives to External Agencies

Director Stassi reported that three Board members and General Manager Allen attended the SBCCSDA Chapter Meeting on April 27 in Goleta.

C. Board President

Director Gonzales thanked the Finance and Budget Committee and staff for meeting as much as they did and for all of their effort.

Director Gonzales shared that the County Fire Fuels Crew has been working on weed abatement on Lot 54. Director Gonzales wanted to mention that there was originally another Action Item for the Strategic Plan, which was coming from the Finance and Budget Committee. He asked General Manager Allen if the item could be removed from this agenda, as it didn't fit with the progression of the Strategic Plan. It is Director Gonzales' preference to move the topic to an Ad Hoc Committee and asked Director Cox to join him. Director Cox agreed to join the Ad Hoc Committee.

Director Gonzales met with General Manager Allen on April 24 and spoke about the SBCCSDA Chapter Meeting. It was also noted that the CSDA Annual Conference is coming up in August, and if you would like to attend, to let Brianna know.

There are two Board members who will not be in attendance for the June Board Meeting. It was asked that the meeting be pushed up a week to Tuesday, May 26. The Board agreed this date would work.

D. General Manager

General Manager Allen reported that there were no new ADU Can and Will Serve requests in April. We are still awaiting the plans for the one request we received in March. General Manager Allen sent them a reminder letter this week.

We received our reconciliations from the City of Lompoc for Wastewater Treatment and the Wastewater Capital Reserve Fund. Since the city deducted no capital expenses from our account last

year, we will receive a \$34K refund check from the WCRF account for interest earned in Fiscal Year 2024-25.

Actual treatment costs were \$303K higher than we paid during that period. We will receive an invoice for the difference. \$600K was budgeted, we paid \$416K, while the actual treatment cost was \$720K. Each month, as a prepayment, the city bills us on the volume of wastewater, suspended solids, and BOD. Biochemical Oxygen Demand is the amount of organic material in the wastewater. At the end of the year, the city's audited wastewater department expenses are used to calculate the actual cost to treat the wastewater received at the plant during that year. To calculate our share, the annual volume, average suspended solids, and average BOD are used. If the amount we prepaid is less than our share, we receive an invoice. If our prepayment exceeds our share, we receive a refund.

The rates used for the prepayment calculations have not been updated since 2005. It could be asked for the rates to be recalculated to prevent large invoices; however, about one-third of the time, we receive refunds, and we do not earn interest on those overpayments. This puts us at risk of providing the city with an interest-free loan if the rate is too high.

General Manager Allen referenced the Wastewater Summary chart on page 71 of the board package. The light-green vertical column represents the total of our prepayments for that fiscal year. The dark green vertical column next to it represents the actual treatment costs. In this snapshot, there are three years where the light-green column is taller than the dark-green column. These are years when we received refund checks.

The Total Flow, Average BOD, and Average SS lines don't correlate with the actual costs, which seems to demonstrate that, for the most part, the city's expenses, not our wastewater loading, are increasing treatment costs. General Manager Allen referenced page 73 of the board package. This page details the wastewater loading at the plant for Fiscal Year 2024-25. As you can see, we presently use about half of our 0.89 MGD allocation.

General Manager Allen reported that Michael Luther, the Utility Director for the City of Lompoc, responded to her email regarding our wastewater ordinance and asked that, in order to comply with EPA regulations, we make a few minor changes. General Manager Allen will be working on those changes and plans to bring the revised ordinance to the board in July.

General Manager Allen contacted four consulting firms regarding the engineering for the Europa Loop. Two firms responded to her inquiry and gathered information about the project. However, neither firm has submitted a proposal. Feedback from one of the firms stated that the amount we discussed at our March meeting with the Wallace Group was reasonable for the project scope. General Manager Allen has reached out to the Wallace Group and asked them to provide additional proposals so that the board can discuss options at the June meeting.

The soil contractor took samples in our parking lot on April 17. We should have a soil report soon to complete our permit application with the county. The carport is being fabricated to our specifications. Once the county approves our permit, we will issue an RFP for a contractor to assemble the carport and construct the generator enclosure.

In 2013, a new retirement law went into effect, creating two groups of CalPERS employees at VVCSD. VVCSD employees who were hired before January 1, 2013, are Classic employees and receive the benefits selected by our governing body (2.7% @ 55). Employees hired after January 1, 2013, who are not subject to CalPERS reciprocity, receive PEPRAs benefits (2% at 62). At the time this was implemented, no formal contract amendment was required because the amendment was mandatory. However, CalPERS is now requiring us to amend our contract to include PEPRAs language. This amendment will not affect the District or its employees, and there will be no change in costs or benefits. This amendment is only an update to the contract's language to reflect reality. In the next few months, General Manager Allen will receive the required language from CalPERS and will bring two resolutions to the board for adoption: a Resolution of Intention must be filed with

CalPERS at least 20 days before the Final Resolution is adopted by the board.

General Manager Allen responded to an information request from Leave93436 regarding our water and wastewater services. They have prepared a response to Lompoc's sphere-of-influence letter. This is included in Business Item 2 for the May LAFCO meeting. Director Gonzales and General Manager Allen also submitted a written response for public comment. It has been posted on the LAFCO website on the May 7 meeting page. A copy of this has been provided.

On the disbursements report, you will see a \$11K payment to Kaizen Collision. On March 27, one of our service vehicles was struck by another vehicle in the country club area. The CHP responded and found the other driver to be at fault. Our truck had to be towed to the body shop for repairs. The necessary repairs were completed on April 15. The repair shop does not bill the insurance company, so we paid for the repairs and will be sending an invoice to AAA for reimbursement.

On April 1, former VVCSD Director Charles Blair passed away. Charlie served on the board for 16 years from 2000 through 2018, with a two-year gap from 2004 to 2006. During his tenure, he was appointed to all three standing committees. He served on the Finance/Budget Committee for 1 year, the Legal/Personnel Committee for 6 years, and the Water/Wastewater Committee for 9 years. He was the District's representative for the Santa Ynez River Water Conservation District and was committed to understanding the political, social, and scientific aspects of water. He was also very active in the California Special Districts Association at both the state and chapter levels.

In his professional life, Dr. Blair was a cardiac surgeon in the U.S. Air Force. After his retirement, he dedicated his time to his love of nature. He was a lifelong naturalist, a member of the California Native Plant Society and the Lompoc Valley Botanic and Horticultural Society. He could give you the Latin names for a myriad of native plants and provide you with more details than you

could ever remember. He was our resident expert on the Seaside Bird's Beak and the Vandenberg Monkeyflower.

Charlie was also an active member of the Vandenberg Village Association and was an appointed Trustee for the Mosquito and Vector Management District of Santa Barbara County from 2005 until his death. His funeral is scheduled for the end of May.

The Santa Barbara CSDA chapter meeting was held at Glen Annie Golf Course in Goleta on April 27. The next meeting will be on July 27 at La Botte Restaurant at Mama's Caffé in Lompoc. The chapter is sponsoring the meal, so again, it will be free for attendees.

General Manager Allen concluded her report by thanking everyone for allowing her to be absent from the office for two weeks and for your patience with the technical hiccups during her remote participation at the last meeting. Apparently, the HDMI cable under the table was dislodged by the janitor, which prevented the connection to the television. In 13 days, they visited 13 states and drove over 4,500 miles. She hopes her granddaughter remembers this trip forever.

11. INFORMATIONAL CORRESPONDENCE

- A. **US Drought Monitor:** California, April 30, 2026
- B. **VVCSD:** Water Pumped vs Sold, 12 months
- C. **VVCSD:** Well Soundings, 12 months
- D. **VVCSD:** Wastewater Treatment Summary
- E. **City of Lompoc:** Appendix B: Lompoc Regional Wastewater System Loading, FY 2024-25

12. DIRECTORS FORUM

Director Cox apologized for missing the April board meeting due to a planned vacation.

Director Heuring shared that he attended a fire safety meeting at the end of Constellation earlier today. Members affiliated with the county, state, and federal fire levels were present.

13. CLOSED SESSION

Public Employee Performance Evaluation (Gov't Code § 54957)
Title: General Manager

The Directors convened in closed session at 8:10 p.m.

14. OPEN SESSION

The Directors reconvened in open session at 8:30 p.m.

No action was taken.

15. ADJOURN

President Gonzales declared the meeting adjourned at 8:30 p.m.

Attest:

Signed:

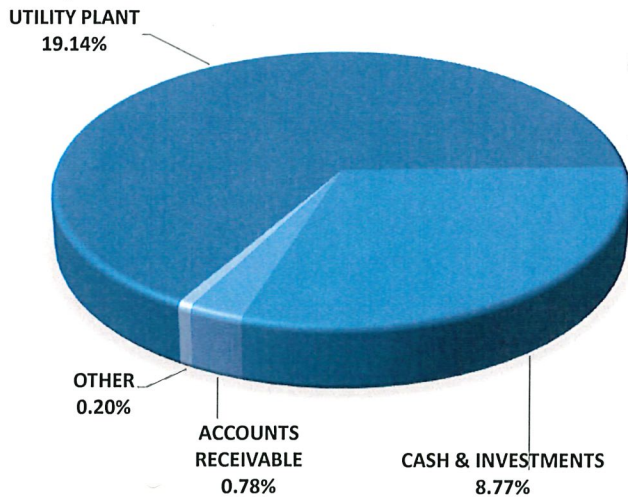
Brianna Jennings
Secretary, Board of Directors

Richard Gonzales
President, Board of Directors

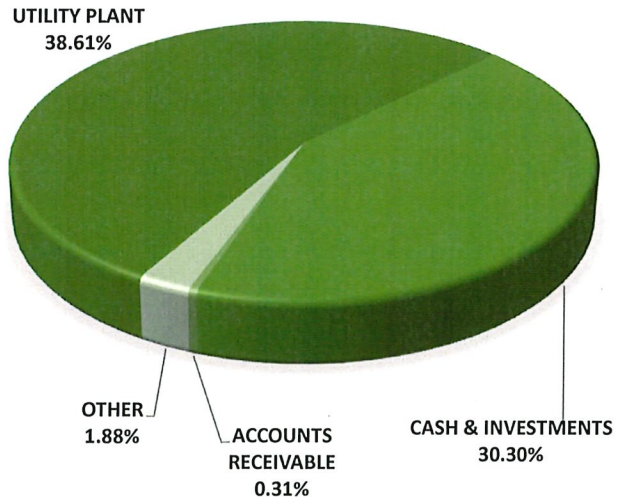
VANDENBERG VILLAGE COMMUNITY SERVICES DISTRICT
 Statement of Net Position
 As of April 30, 2026

	Water	Wastewater	2026 FYTD	FYE 2025	CHANGE
ASSETS					
UTILITY PLANT	\$7,572,107	\$15,273,106	\$22,845,212	\$22,736,869	\$108,343
CASH & INVESTMENTS	3,469,681	11,984,149	15,453,831	13,967,215	1,486,616
ACCOUNTS RECEIVABLE	309,063	121,611	430,675	345,813	84,861
OTHER	79,921	744,863	824,783	844,007	(19,223)
TOTAL ASSETS	\$11,430,772	\$28,123,729	\$39,554,501	\$37,893,903	\$1,660,598
DEFERRED OUTFLOWS OF RESOURCES-PENSIONS	\$375,165	\$231,913	\$607,078	\$607,078	\$0
TOTAL ASSETS & DEFERRED OUTFLOWS	\$11,805,937	\$28,355,642	\$40,161,579	\$38,500,981	\$1,660,598
LIABILITIES					
CURRENT LIABILITIES	\$523,152	\$355,551	\$878,702	\$571,001	\$307,701
UNEARNED REVENUE	0	139,001	139,001	139,001	0
CURRENT PORTION - DEBT- LRWRP UPGRADE PROJECT	0	690,379	690,379	690,379	0
LONG TERM DEBT- LRWRP UPGRADE PROJECT	0	2,146,149	2,146,149	2,146,149	0
NET PENSION LIABILITY	1,205,456	745,168	1,950,624	1,950,624	0
TOTAL LIABILITIES	\$1,728,608	\$4,076,248	\$5,804,856	\$5,497,154	\$307,701
DEFERRED INFLOWS OF RESOURCES-PENSIONS	\$14,908	\$9,215	\$24,123	\$24,123	\$0
EQUITY					
CONTRIBUTED CAPITAL	\$1,323,245	\$3,867,161	\$5,190,406	\$5,354,241	(\$163,835)
EQUITY	8,442,080	19,418,468	27,860,548	26,238,820	1,621,728
CURRENT EARNINGS	297,096	984,551	1,281,647	1,386,643	(104,996)
TOTAL EQUITY	\$10,062,421	\$24,270,179	\$34,332,601	\$32,979,704	\$1,352,897
TOTAL LIABILITIES, DEFERRED INFLOWS & EQUITY	\$11,805,937	\$28,355,642	\$40,161,579	\$38,500,981	\$1,660,598

WATER ASSETS



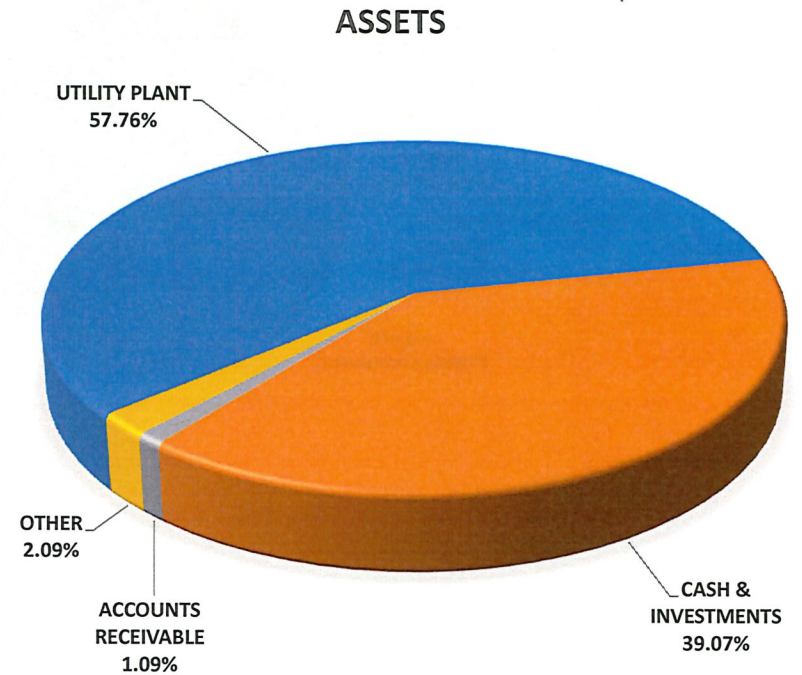
WASTEWATER ASSETS



Percentage of Total Assets

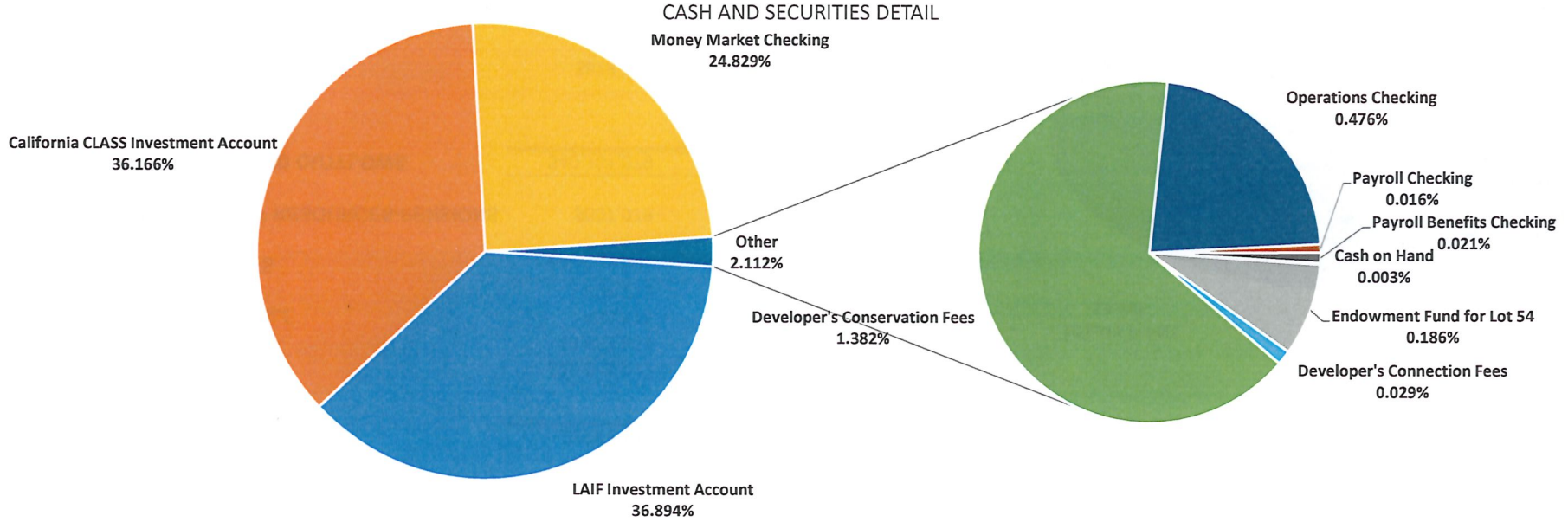
VANDENBERG VILLAGE COMMUNITY SERVICES DISTRICT
Statement of Net Position
As of April 30, 2026

	2026 FYTD	FYE 2025	CHANGE
ASSETS			
UTILITY PLANT	\$22,845,212	\$22,736,869	\$108,343
CASH & INVESTMENTS	15,453,831	13,967,215	1,486,616
ACCOUNTS RECEIVABLE	430,675	345,813	84,861
OTHER	824,783	844,007	(19,223)
TOTAL ASSETS	\$39,554,501	\$37,893,903	\$1,660,598
DEFERRED OUTFLOWS OF RESOURCES-PENSIONS	\$607,078	\$607,078	\$0
TOTAL ASSETS & DEFERRED OUTFLOWS	\$40,161,579	\$38,500,981	\$1,660,598
LIABILITIES			
CURRENT LIABILITIES	\$878,702	\$571,001	\$307,701
UNEARNED REVENUE	139,001	139,001	0
LONG TERM DEBT- LRWRP UPGRADE PROJECT	2,836,528	2,836,528	0
NET PENSION LIABILITY	1,950,624	1,950,624	0
TOTAL LIABILITIES	\$5,804,856	\$5,497,154	\$307,701
DEFERRED INFLOWS OF RESOURCES-PENSIONS	\$24,123	\$24,123	\$0
EQUITY			
CONTRIBUTED CAPITAL	\$5,190,406	\$5,354,241	(\$163,835)
EQUITY	27,860,548	26,238,820	1,621,728
CURRENT EARNINGS	1,281,647	1,386,643	(104,996)
TOTAL EQUITY	\$34,332,601	\$32,979,704	\$1,352,897
TOTAL LIABILITIES, DEFERRED INFLOWS & EQUITY	\$40,161,579	\$38,500,981	\$1,660,598



VANDENBERG VILLAGE COMMUNITY SERVICES DISTRICT
 Cash Position Statement
 As of April 30, 2026

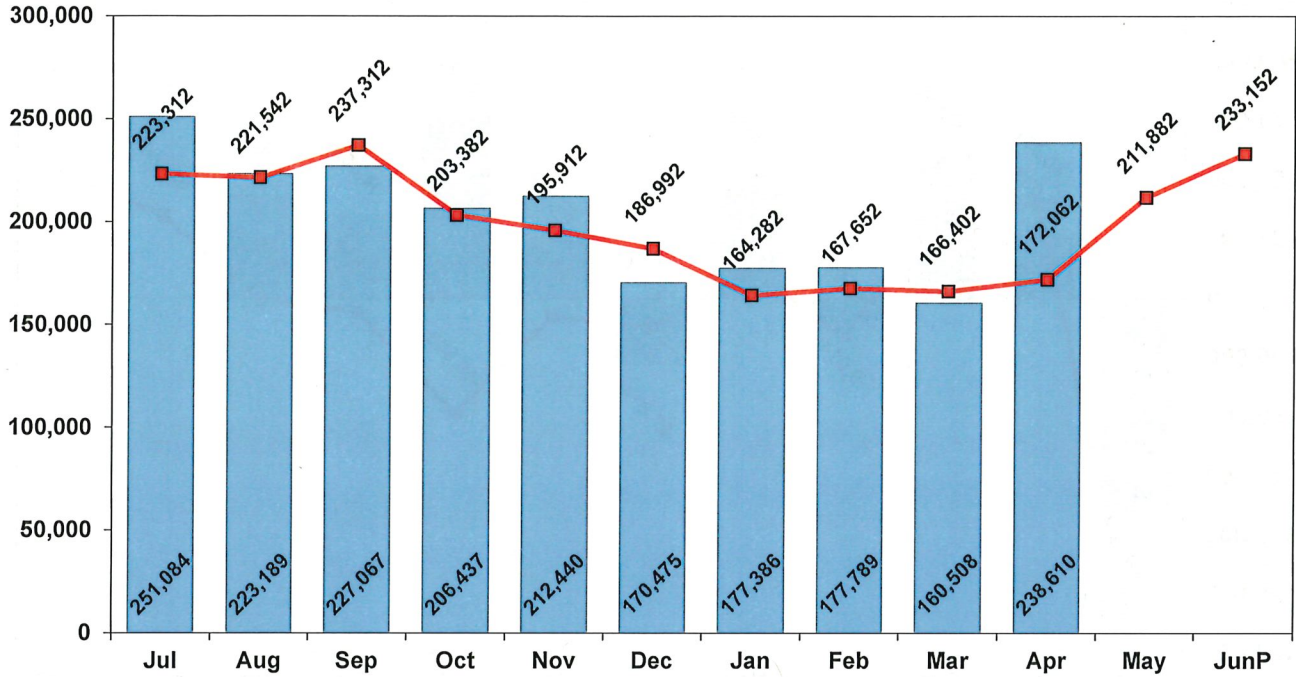
CASH AND SECURITIES DETAIL	2026 FYTD	FYE 2025	CHANGE
LAIF Investment Account	\$5,701,468	\$5,455,676	\$245,792
California CLASS Investment Account	5,589,003	5,406,252	182,751
Endowment Fund for Lot 54	28,739	27,810	930
Money Market Checking	3,836,966	2,552,024	1,284,942
Developer's Connection Fees	4,485	130,019	(125,534)
Developer's Conservation Fees	213,544	206,614	6,931
SUBTOTAL	\$15,374,205	\$13,778,395	\$1,595,810
Operations Checking	\$73,549	\$184,246	(\$110,697)
Payroll Checking	2,498	2,500	(2)
Payroll Benefits Checking	3,179	1,675	1,504
Cash on Hand	400	400	0
SUBTOTAL	\$79,626	\$188,820	(\$109,194)
TOTAL CASH AND SECURITIES	\$15,453,831	\$13,967,215	\$1,486,616



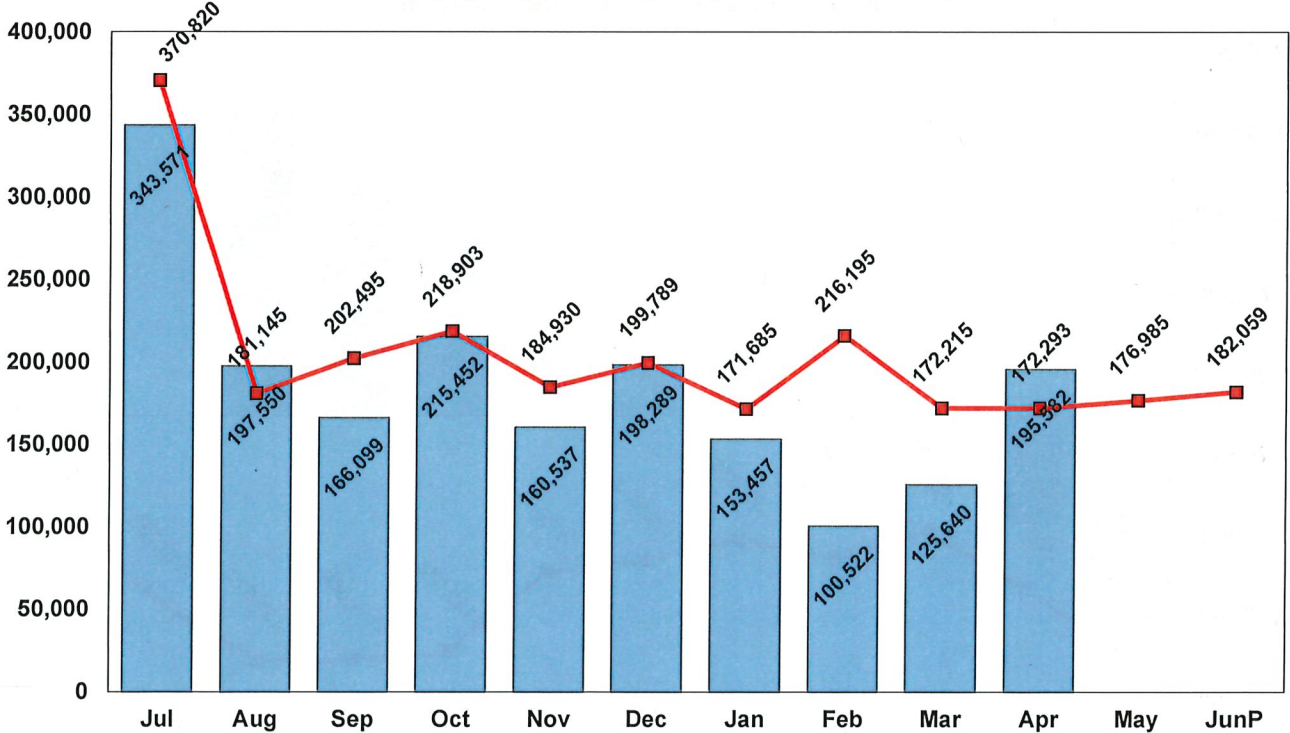
Operating Revenue and Expenses
 Vandenberg Village Community Services District
 July 1, 2025 to June 30, 2026

Monthly Operating Revenue - Water

Actual Budget



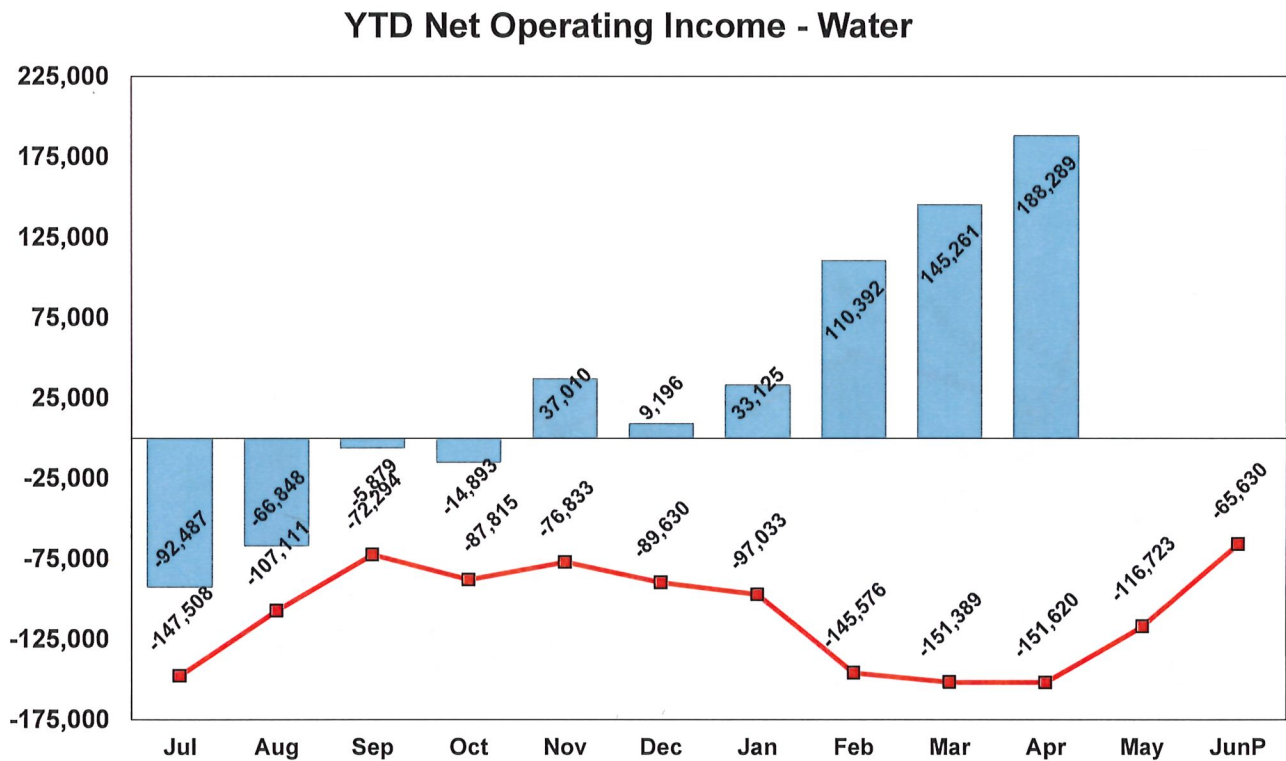
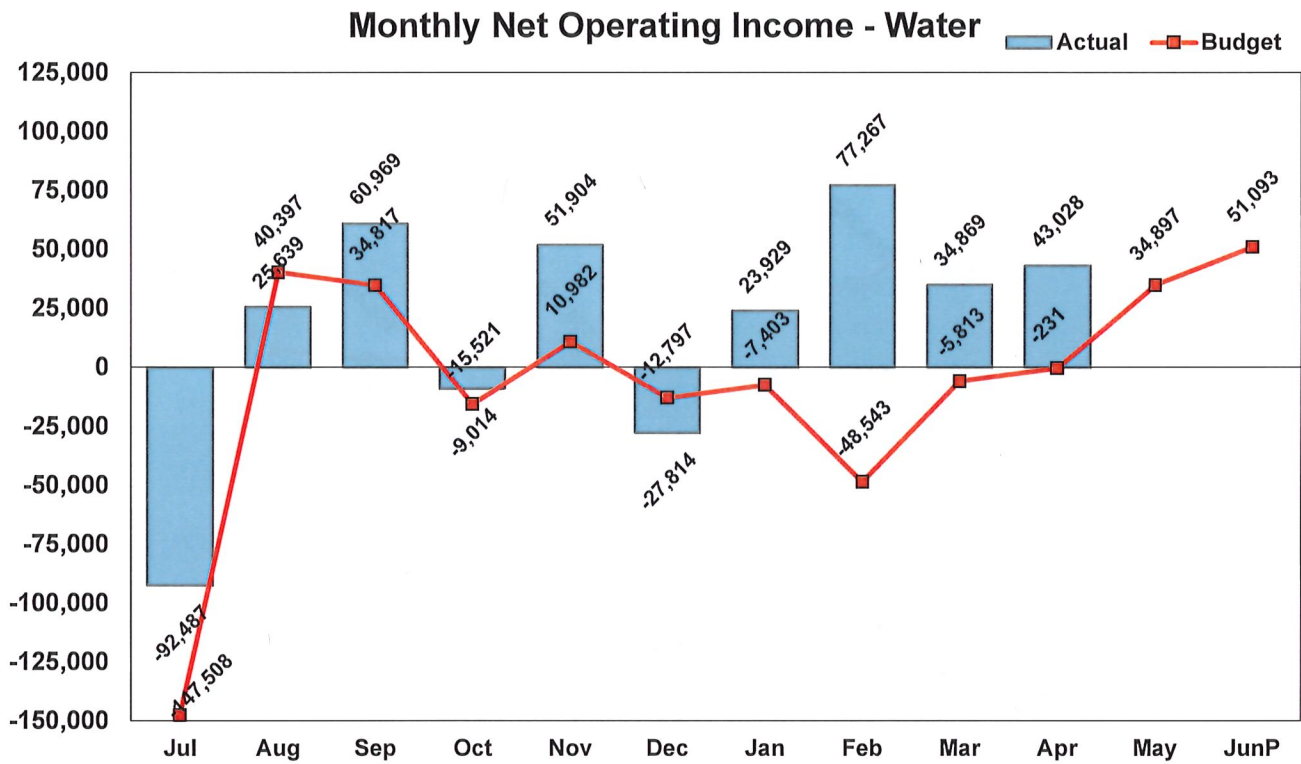
Monthly Operating Expense - Water



Operating Income

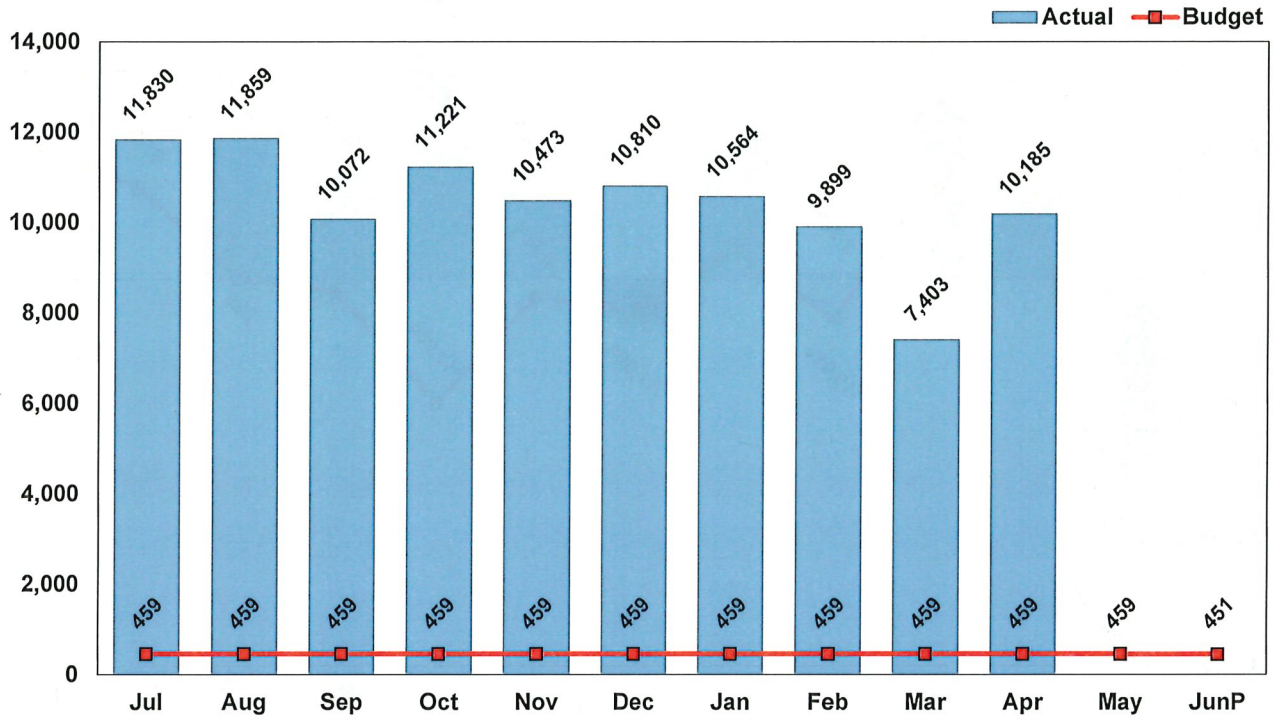
Vandenberg Village Community Services District

July 1, 2025 to June 30, 2026

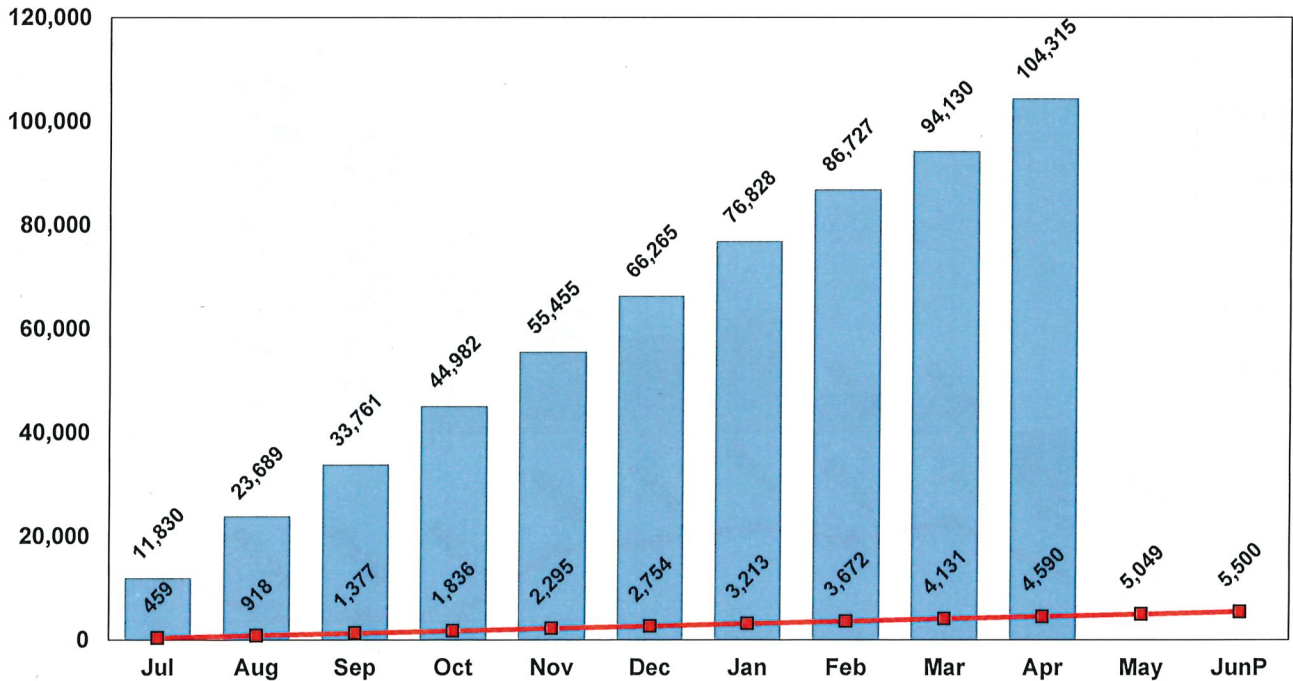


Non-Operating Income Vandenberg Village Community Services District July 1, 2025 to June 30, 2026

Monthly Net Non-Operating Income - Water



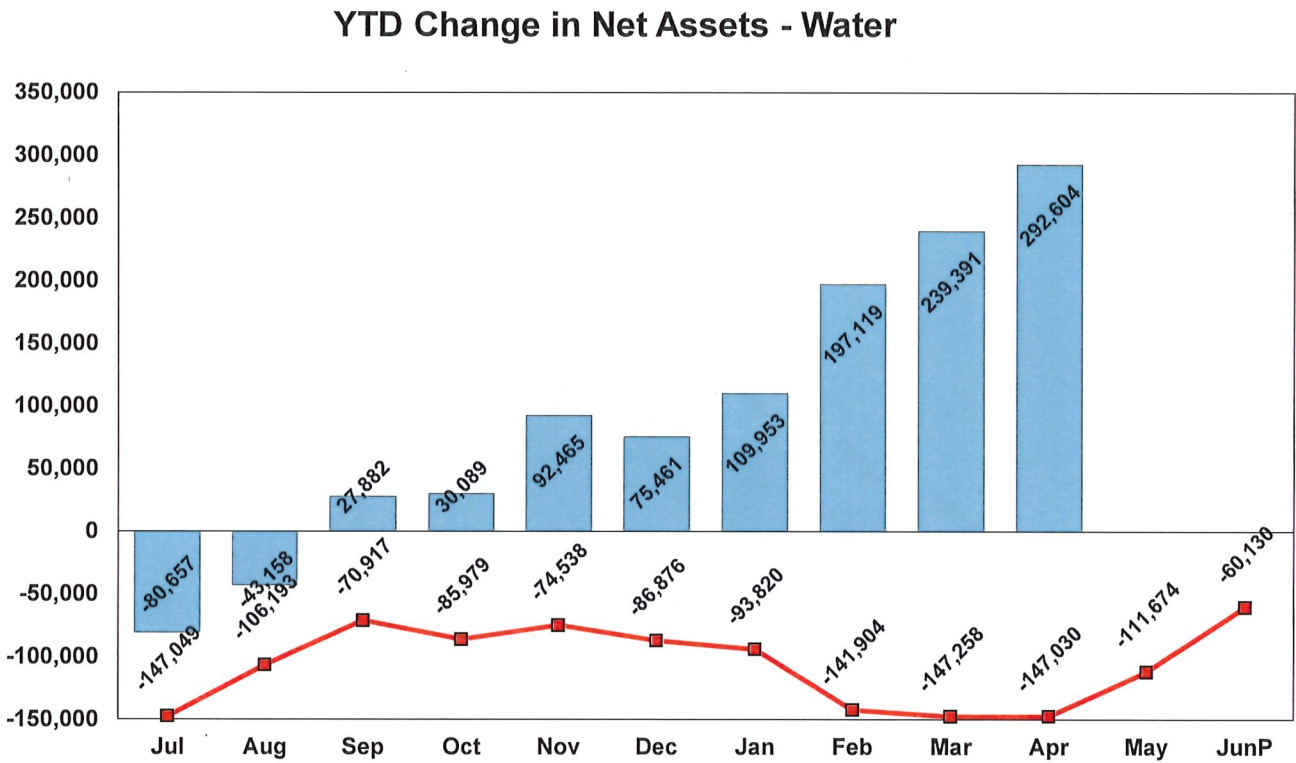
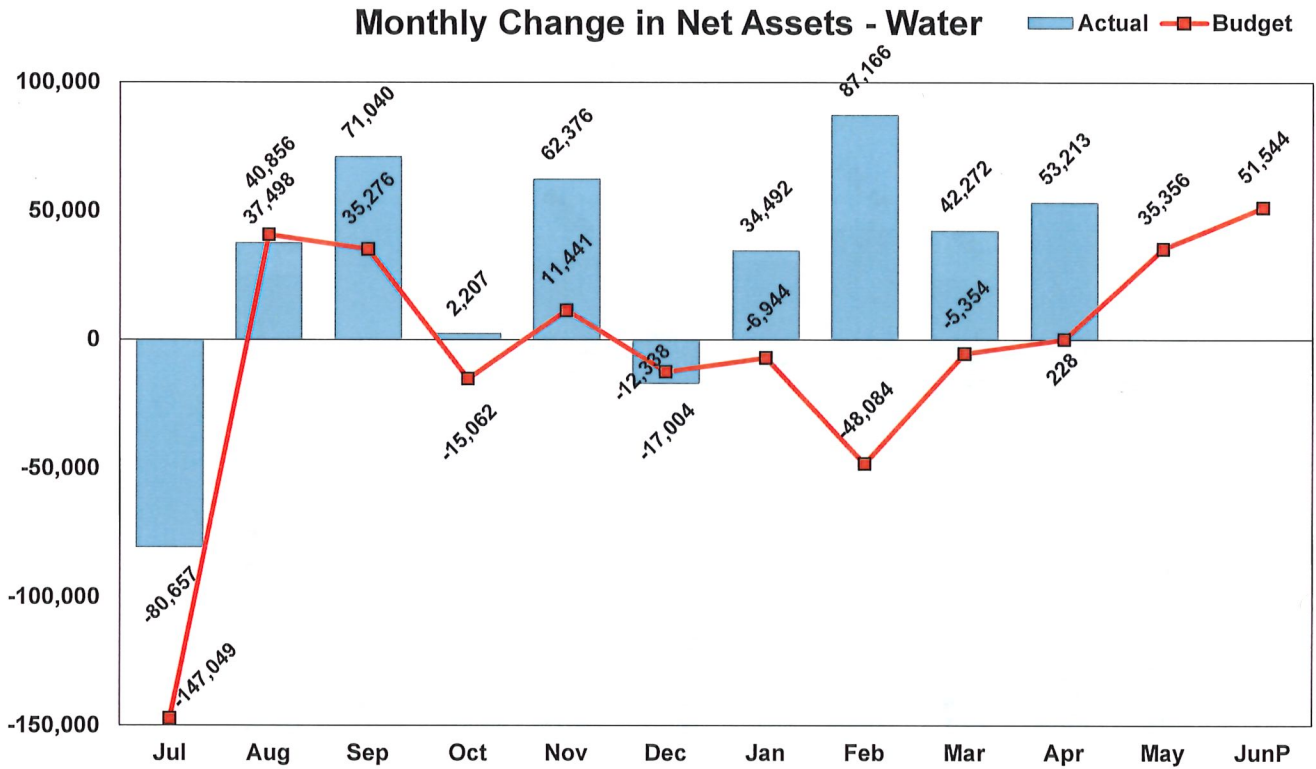
YTD Net Non-Operating Income - Water



Change in Net Assets

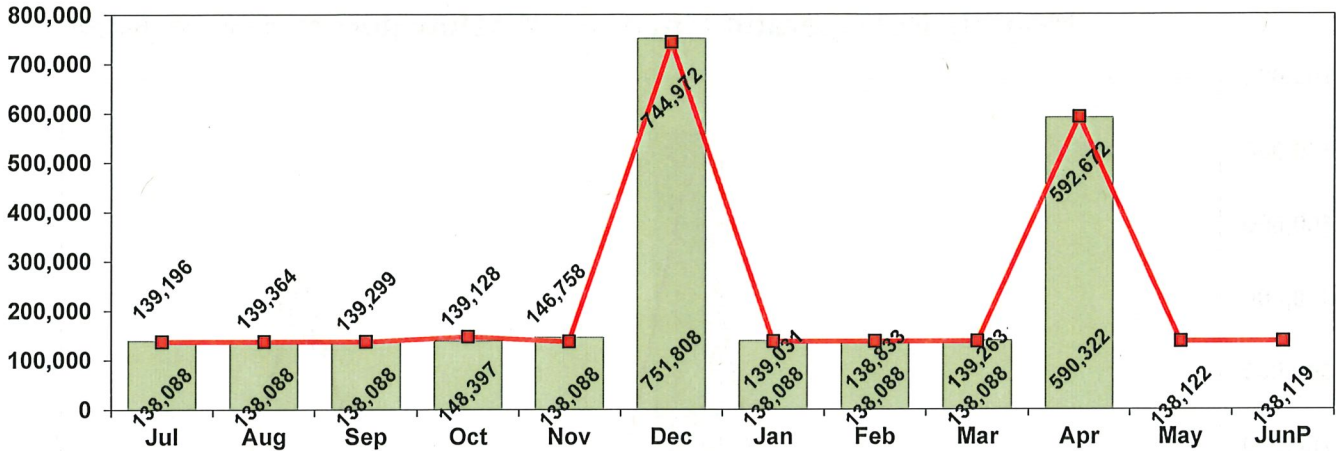
Vandenberg Village Community Services District

July 1, 2025 to June 30, 2026

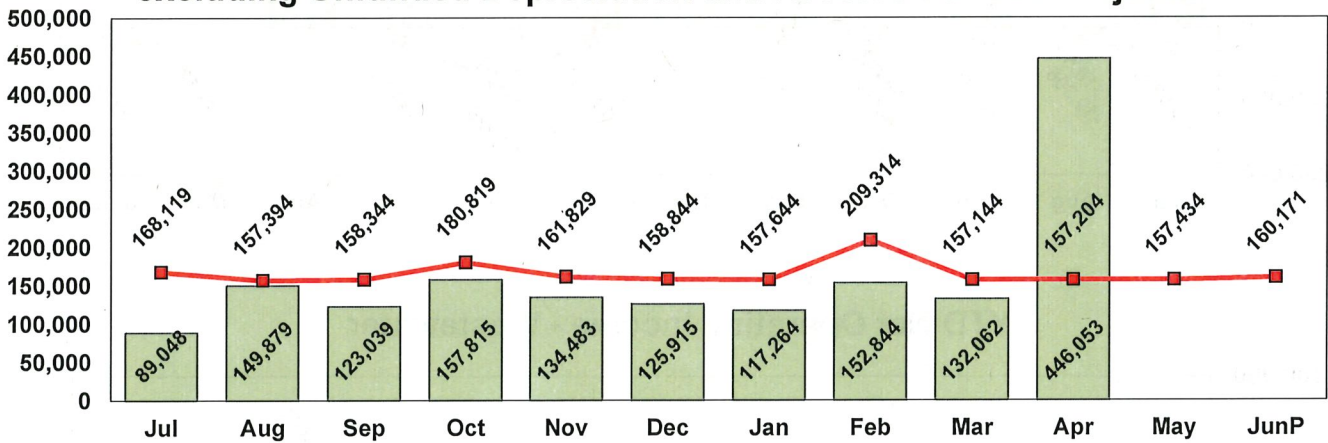


Operating Revenue and Expenses Vandenberg Village Community Services District July 1, 2025 to June 30, 2026

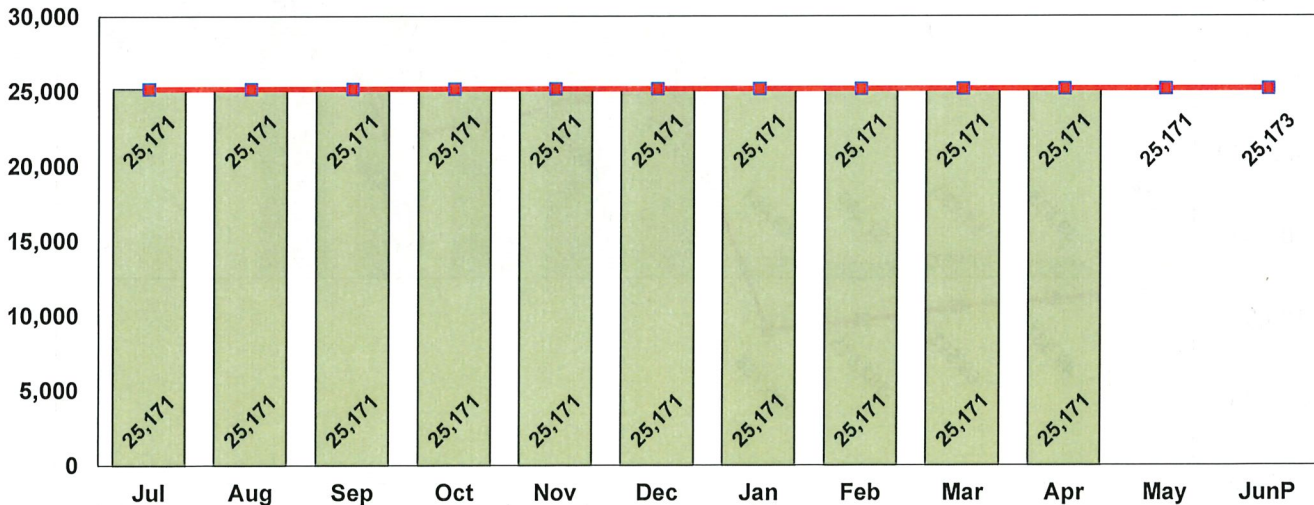
Monthly Operating Revenue - Wastewater ■ Actual ■ Budget



**Monthly Operating Expense
excluding Unfunded Depreciation and Reserve-Funded Projects**

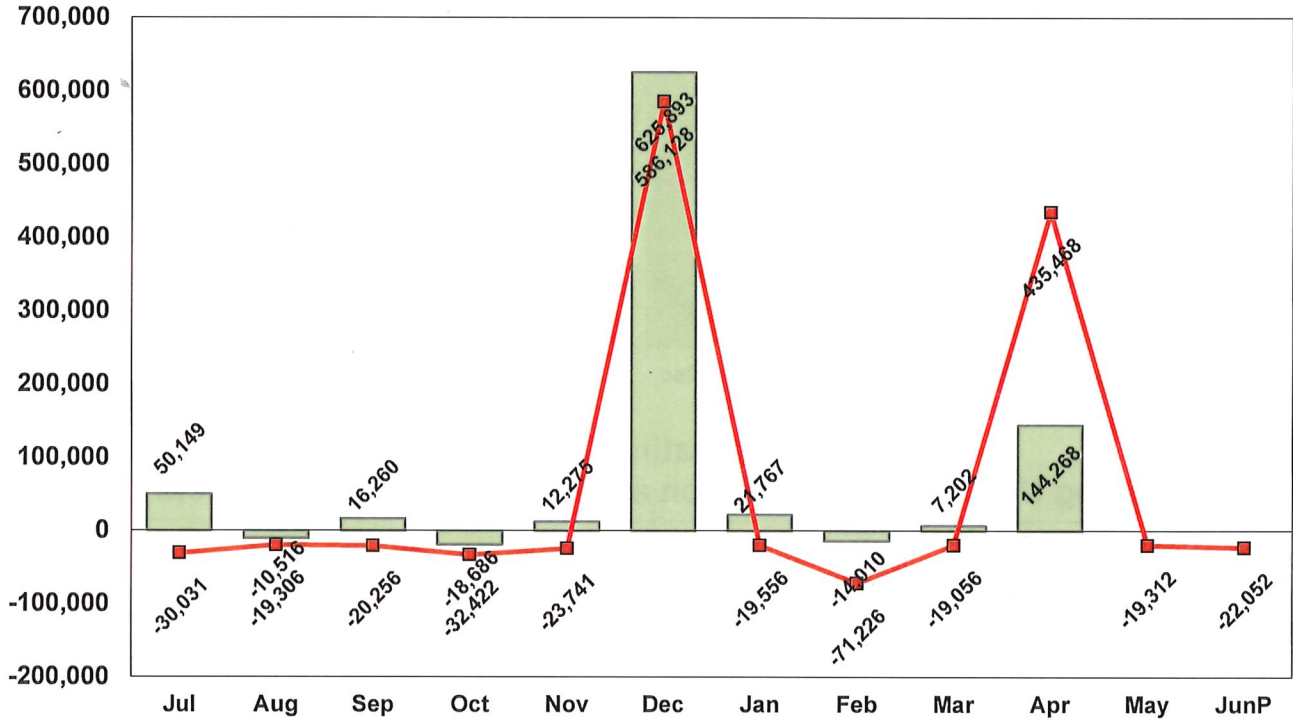


**Monthly Operating Expense
Unfunded Depreciation and Reserve-Funded Projects**

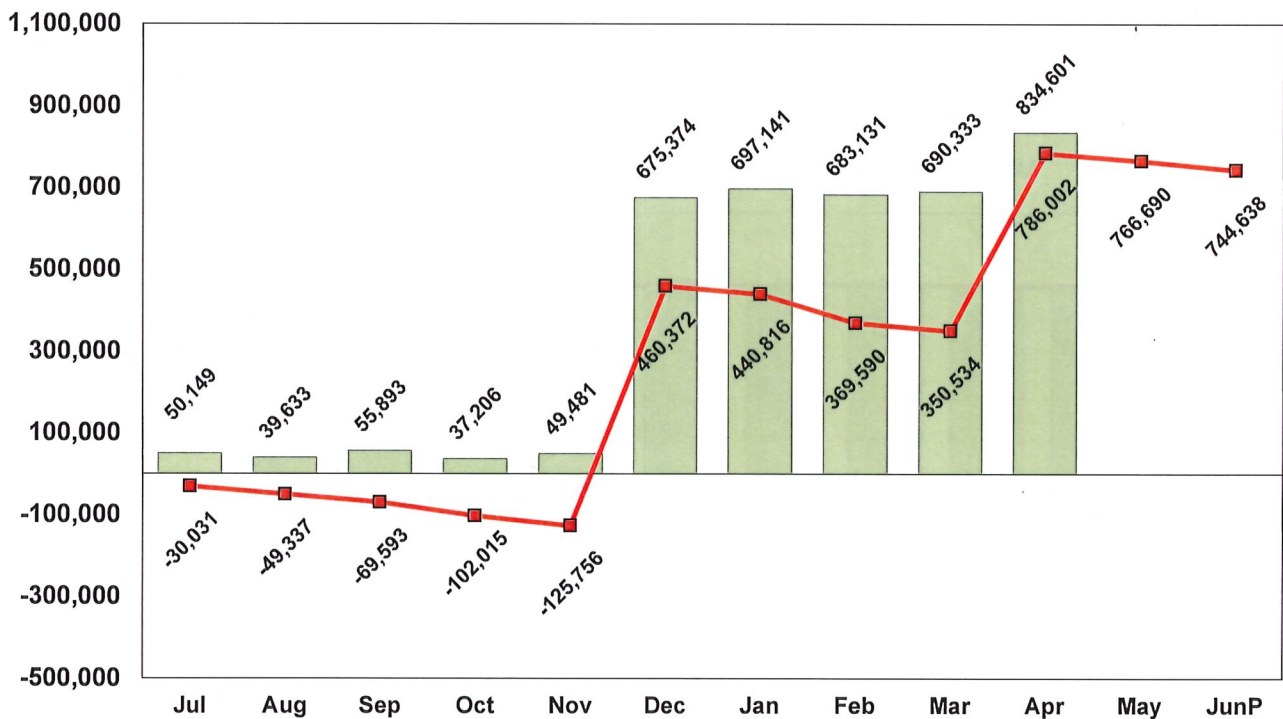


Operating Income Vandenberg Village Community Services District July 1, 2025 to June 30, 2026

Monthly Net Operating Income - Wastewater █ Actual —■— Budget



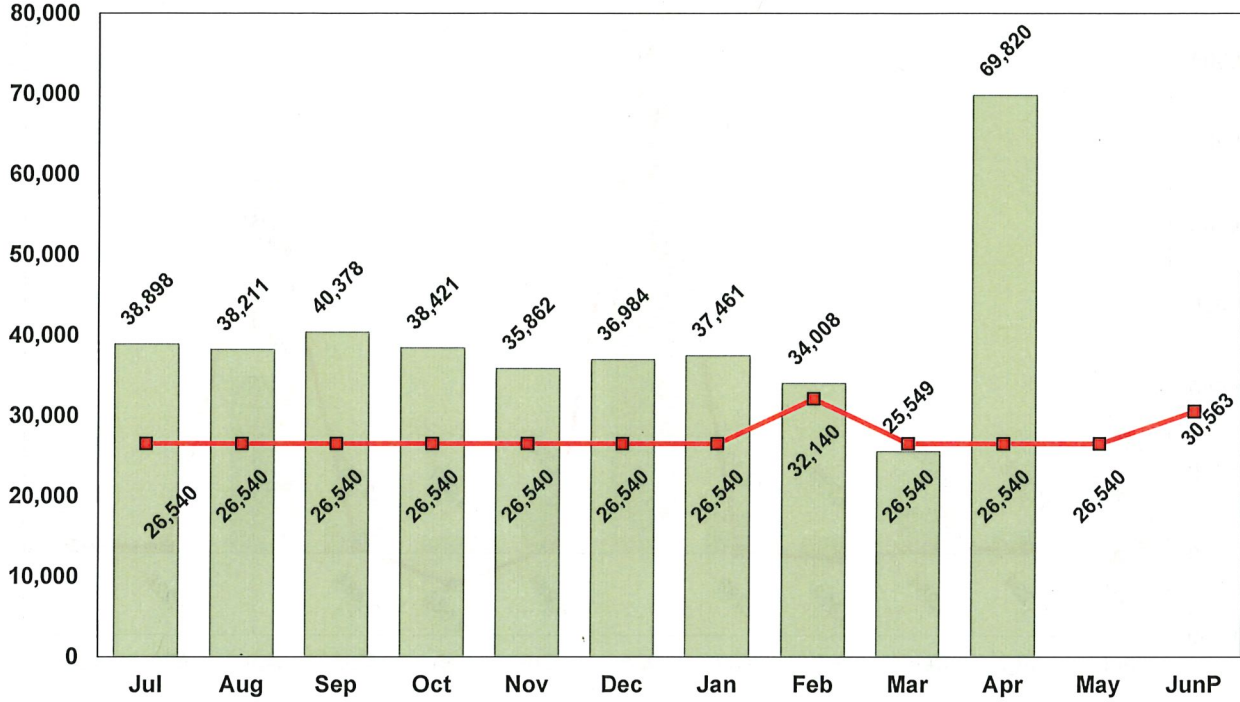
YTD Net Operating Income - Wastewater



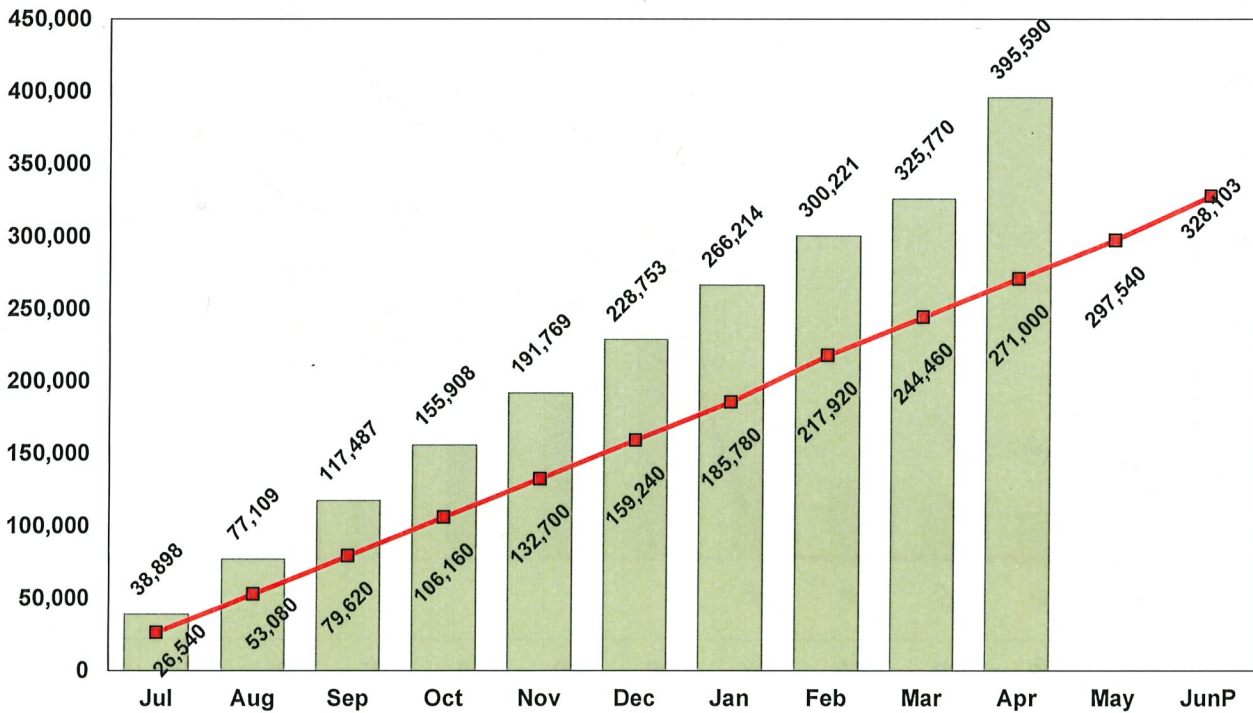
Non-Operating Income Vandenberg Village Community Services District July 1, 2025 to June 30, 2026

Monthly Net Non-Operating Income less LRWRP SRF Payment - Wastewater

Actual Budget

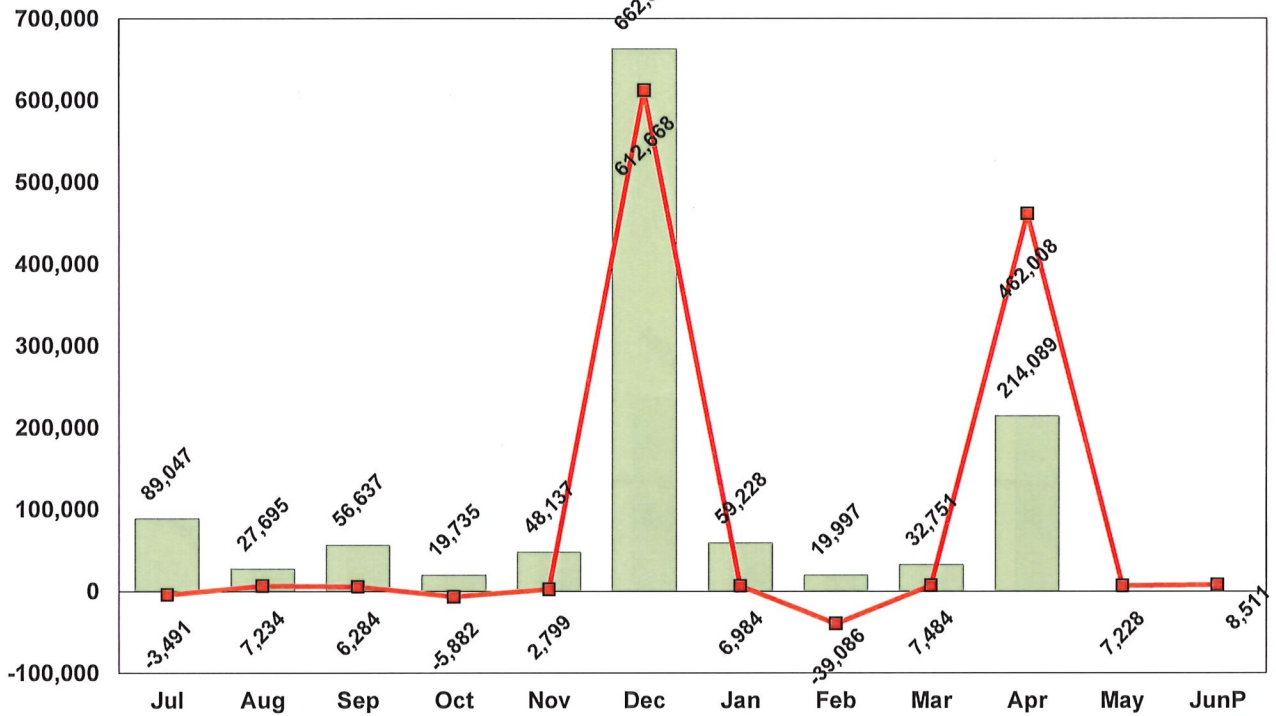


YTD Net Non-Operating Income less LRWRP SRF Payment - Wastewater

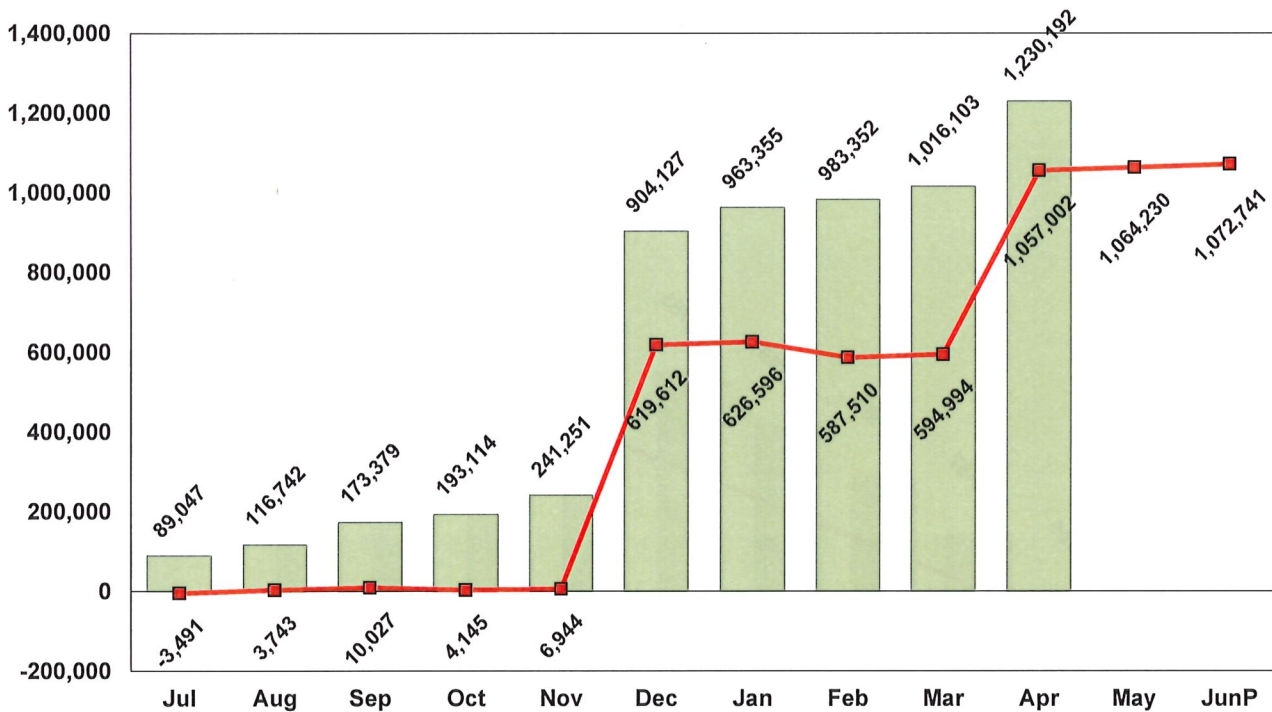


Change in Net Assets Vandenberg Village Community Services District July 1, 2025 to June 30, 2026

Monthly Change in Net Assets - Wastewater



YTD Change in Net Assets - Wastewater



Statement of Cash Flow
Vandenberg Village Community Services District
For the Period from July 1, 2025 to April 30, 2026

	Water Fund	WW Fund	
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash received from customers and users	\$ 1,981,769	\$ 2,456,626	
Cash payments for goods and services	(1,169,181)	(753,493)	
Cash payments to employees	(405,299)	(262,027)	
Net Cash Provided by Operating Activities	\$ 407,289	\$ 1,441,105	\$ 1,848,394
CASH FLOWS FROM CAPITAL & RELATED FINANCING ACTIVITIES			
Cybersecurity Grant expenditures	(836)	(771)	
Connection fees collected	4,492	6,069	
Sale of capital assets	756	0	
Purchase of capital assets	(594,808)	(337,266)	
Net Cash Used - Capital & Related Financing Activities	(590,395)	(331,968)	(922,364)
CASH FLOWS FROM INVESTING ACTIVITIES			
Investment income	165,634	395,590	
Net Cash Provided by Investing Activities	165,634	395,590	561,224
Net Increase (Decrease) in Cash & Cash Equivalents	(17,473)	1,504,727	1,487,254
Cash and cash equivalents, beginning of year	3,487,792	10,479,422	13,967,215
Cash and cash equivalents, year-to-date	3,469,681	11,984,149	\$ 15,454,469
Reconciliation to the Statement of Net Assets:			
Cash on hand	\$ 400		\$ 400
Cash and short term investments	3,469,281	11,984,149	15,453,431
			\$ 15,453,831
 Reconciliation of Operating Income to Net Cash Provided by Operating Activities			
Operating Income (excluding Connection fees)	\$ 188,289	\$ 582,891	
Adjustments to reconcile operating income to net cash provided by operating activities			
Depreciation	198,808	624,794	
Change in operating assets and liabilities:			
(Increase) decrease in accounts receivable	(33,069)	(6,377)	
(Increase) decrease in other receivables	(33,866)		
Increase (decrease) in accounts payable	98,881	251,872	
Increase (decrease) in accrued payroll	(27,112)	(14,115)	
Increase (decrease) in customer deposits	3,717	0	
Increase (decrease) in compensated absences	(5,542)	0	
Net Cash Provided by Operating Activities	\$ 407,289	\$ 1,441,105	\$ 1,848,394
 Reconciliation to other financial statements			
Net operating income/(loss)	\$ 188,289	\$ 582,891	
Connection Fees received from developers	4,492	6,069	
Non-operating income (<i>Interest Revenue/Fair Market Value Offset</i>)	105,934	395,590	
Non-operating expenses (<i>Asset retirement/Interest expense</i>)	(1,618)	0	
Total YTD Net Income (<i>Current Earnings on Statement of Net Position</i>)	\$ 297,096	\$ 984,551	\$ 1,281,647
Add back YTD Unfunded Depreciation		251,710	
Less Connection Fees received from developers	(4,492)	(6,069)	
YTD Change in Net Assets on Revenue and Expense charts	\$ 292,604	\$ 1,230,192	\$ 1,522,796

VANDENBERG VILLAGE COMMUNITY SERVICES DISTRICT

Disbursement # 05-26 From 5/1/2026 To 5/22/2026
 Board Meeting Date 5/26/2026 Item: 7B.2

Accounts Payable Amount \$468,854.19

Check Numbers 30642-30670

Void Checks 30511

Electronic Vendor Payment Amount \$393.17

Confirmation Numbers 081034

A/P Hand Check Amount _____

Check Numbers _____

Payroll Amount \$79,595.30

Check Numbers electronically transferred,
10149, 10150

Investment Transfers _____

Confirmation Numbers _____

Disbursements/Investments

A/P Checks 468,854.19

Electronic Vendor Payments 393.17

A/P Hand Checks 0.00

Payroll 79,595.30

Investments 0.00

TOTAL \$548,842.66

REPORT.: May 20 26 Wednesday
 RUN...: May 20 26 Time: 17:29
 Run By.: PATTY LECAVALIER

VANDENBERG VILLAGE CSD
 Cash Disbursement Detail Report
 Check Listing for 05-26 thru 05-26 Bank Account.: 13100

PAGE: 001
 ID #: PY-DP
 CTL.: VAN

Check Number	Check Date	Vendor Number	Name	Net Amount	Invoice #	Description
030511	05/15/26	AWA04	ASSOC. OF WATER AGENCIES	-1733.00	6-16873u	Ck# 030511 Reversed
030642	05/14/26	ACW03	ACWA JOINT POWERS INSURAN	11455.47	709149	GROUP MEDICAL, DENTAL, VISION, LIFE, EAP 06/26
030643	05/14/26	AMA01	AMAZON CAPITAL SERVICES	832.76	JDMY-RRF6	AIR FRESHENER, SUPPLIES, CABLE, ADPTR, STRIP, LAPTOP
030644	05/14/26	BRE01	BREMER AUTO PARTS	60.90	50098	REPAIR #8 HOSE ENDS (QTY 2)-HARBEN SEWER JETTER
030645	05/14/26	CAL22	CAL-COAST MACHINERY	841.42	1042250	MAINTENANCE SERVICE ON JOHN DEERE 825I GATOR
030646	05/14/26	COL01	JEFFREY COLE	100.00 170.00	C60513 1C60513	15.018 GALLONS FUEL TRAVEL REIMBURSEMENT - CRWA EXPO 2026
			Check Total.....:	270.00		
030647	05/14/26	COV01	COVERALL MOUNTAIN & PACIF	445.00	584987	JANITORIAL SERVICE 5/26
030648	05/14/26	CRO04	CROSNO CONSTRUCTION INC.	87522.00	S30596-1	BLASTING, COATING, WELDING ON FILTER VESSEL-PO#1803
030649	05/14/26	EDK01	EDKA	9600.00	181	FILTER PROJECT SCADA PROGRAMMING
030650	05/14/26	FAM01	FAMCON PIPE & SUPPLY, INC	2753.55	80418.001	WATER & SEWER VALVE BOXES & LIDS
030651	05/14/26	FLU02	FLUME, INC.	280.15 1188.00	2812 2813	REBATES FOR FLUME SMART MONITOR (QTY 2) FLUME ANNUAL WATER PORTAL ACCESS (100 DEVICES)
			Check Total.....:	1468.15		
030652	05/14/26	KIR01	GARETT KIRKLAND	170.00	C60513	TRAVEL REIMBURSEMENT - CRWA EXPO 2026
030653	05/14/26	LOM01	CITY OF LOMPOC, FINANCE	269037.05 28.60	20015 20175	WCRF & WW TREATMENT COST RECONCILIATION FY24-25 LANDFILL CHARGES 4/26
			Check Total.....:	269065.65		
030654	05/14/26	MAR02	MARBORG INDUSTRIES	65.72 186.54	6833000 6833125	TRASH COLLECTION - OFFICE 4/26 TRASH COLLECTION - SHOP 4/26
			Check Total.....:	252.26		
030655	05/14/26	NAT01	NATIONAL GROUP TRUST	685.91	23940626	LONG-TERM DISABILITY 06/26
030656	05/14/26	PER01	PERRY'S ELECTRIC MOTORS &	2425.13	28678	L/S #1 20HP PUMP REPAIR
030657	05/14/26	PGE01	PACIFIC GAS & ELECT. INC.	33220.99	6872-0526	PGE CHARGES 4/1/26-4/30/26
030658	05/14/26	SAN11	SANTA BARBARA COUNTY PUBL	341.00	554984	PERMIT 25-054T-UL-122-0046 INSPECTION FEES
030659	05/14/26	SMI04	SMITHS ALARMS & ELECTRONI	90.00	97012	SECURITY - OFFICE 06/26-08/26

REPORT.: May 20 26 Wednesday
 RUN....: May 20 26 Time: 17:29
 Run By.: PATTY LECAVALIER

VANDENBERG VILLAGE CSD
 Cash Disbursement Detail Report
 Check Listing for 05-26 thru 05-26 Bank Account.: 13100

PAGE: 002
 ID #: PY-DP
 CTL.: VAN

-30-

Check Number	Check Date	Vendor Number	Name	Net Amount	Invoice #	Description
030660	05/14/26	TRA02	TRACTOR SUPPLY CREDIT PLA	748.14	26310426	GRASS & WEED KILLER, 3 PC STEP DRILL SET
030661	05/14/26	UBE01	UBEO WEST LLC	316.81	5250480	COPIER CONTRACT USAGE 5/1/26-5/31/26
030662	05/14/26	UND01	UNDERGROUND SERVICE ALERT	78.80	20260806	USA TICKETS 04/26
030663	05/14/26	USA01	USA BLUE BOOK	110.23	1032918	LAB CHEMICAL TESTING GLASSWARE
030664	05/14/26	USB02	U.S.BANK CORPORATE PAYMEN	2500.73	32560426	AWWA, MEMBERSHIP, SUBS, TIRES, CCWUC, SUPPLIES, FUEL
030665	05/14/26	VAL08	VALLEY ROLL-OFF SERVICE	670.00	13634	EMPTY ROLL-OFF BINS AT SHOP - CONCRETE & METAL
030666	05/14/26	VES01	VESTIS	88.02	21023443	CONTINUOUS TOWELS, SHOP TOWELS, SUPPLIES 04/30/26
				61.22	21027488	PAPER TISSUE, PAPER TOWELS 05/07/26
			Check Total.....:	149.24		
030667	05/14/26	VOR01	VORTEX SERVICES LLC	42512.50	2621724	CLEAN & CCTV SEWER MAINS - SEWER RELINING PROJECT
030668	05/14/26	WES05	WESTERN EXTERMINATOR CO.	57.50	94604887	EXTERIOR RODENT CONTROL - SITE #3
				84.75	94604888	EXTERIOR RODENT CONTROL - SITE #1
				19.35	94604889	INTERIOR RODENT CONTROL - SITE #1
				41.15	94604890	EXTERIOR INSECT PERIMETER TREATMENT - SITE #1
			Check Total.....:	202.75		
030669	05/14/26	\P004	RACHEL PROHOROFF SAMARIN	64.80	000C60401	CUSTOMER REFUND-PRO0030- 3824-1 CASSINI CIRCLE
030670	05/15/26	AWA04	ASSOC. OF WATER AGENCIES	1733.00	6-16873y	Ck# 030670->030511 Replacement
081034	05/14/26	TIE01	TIERZERO CLOUD COMMUNICAT	393.17	74603	TIERZERO CLOUD COMMUNICATIONS ACCT FEES 05/26
			Cash Account Total.....:	469247.36		
			Total Disbursements.....:	469247.36		
				=====		
			Cash Account Total.....:	.00		

REPORT.: May 20 26 Wednesday
 RUN....: May 20 26 Time: 17:29
 Run By.: PATTY LECAVALIER

VANDENBERG VILLAGE CSD
 Cash Disbursement Detail Report - Payroll Vendor Payment(s)
 Check Listing for 05-26 thru 05-26 Bank Account.: 13101

PAGE: 003
 ID #: PY-DP
 CTL.: VAN

Check Number	Check Date	Vendor Number	Name	Net Amount	Invoice #	Description
47340	05/08/26	EFT01	EFTPS	3492.78	C60508	FEDERAL WH TAXES PP#9
47341	05/08/26	EFT01	EFTPS	93.00	1C60508	FICA SOCIAL SECURITY DR#5
47342	05/08/26	EFT01	EFTPS	990.72	2C60508	FICA MEDICARE PP#9
511200	05/08/26	EMP01	EMPLOYMENT DEVELOP.DEPART	1301.37	C60508	STATE WH TAXES PP#9
511201	05/08/26	EMP01	EMPLOYMENT DEVELOP.DEPART	434.36	1C60508	STATE DISABILITY PP#9
848120	05/08/26	PER04	CALPERS 457 PLAN	1169.24	C60508	EMPLOYER PERS 457 PP#9
848121	05/08/26	PER04	CALPERS 457 PLAN	1307.76	1C60508	EMPLOYEE PERS 457 PP#9
848130	05/08/26	PUB02	PUBLIC EMPLOYEES	1829.72	C60508	PERS TDMC PP#9
848131	05/08/26	PUB02	PUBLIC EMPLOYEES	687.65	1C60508	PERS EPMC PP#9
848132	05/08/26	PUB02	PUBLIC EMPLOYEES	3939.09	2C60508	PERS EMPLR CONTRIB. PP#9
Cash Account Total.....:				15245.69		
Total Disbursements.....:				15245.69		
				=====		

VANDENBERG VILLAGE COMMUNITY SERVICES DISTRICT

AGENDA MEMORANDUM

TO: Board of Directors ITEM: 8.A

FROM: Cynthia Allen, General Manager
Jeff Cole, Operations & Maintenance Manager

DATE: May 26, 2026

SUBJECT: Meter Replacement Project

Recommendation: Consider amending the FY 2025–26 Budget to issue a blanket purchase order to HydroPro Solutions for the purchase of AMR-compatible AMI meters and funding with water reserves.

Policy Implications:

- The Board adopts an annual budget and approves significant changes or increases.
- The current AMR water meters were funded by reserves in 2010-2012.
- VVCSD Ordinance § 2.17.1.1. requires that District water meters comply with the ANSI/AWWA C700 C700 standard for accuracy.
- California Water Code § 527 requires a water meter to be installed on each customer's service connection.
- California Water Code § 10609.61 requires the District to submit monthly water supply and demand reports to the State of California. These reports are reviewed by the State Water Resources Control Board and the Department of Water Resources. As part of this oversight, non-revenue water is assessed for compliance with Article X, Section 2 of the California Constitution, which prohibits the waste or unreasonable use of water.

Resource Impacts:

- There is \$25,000 approved in the FY 2025-26 Operating Budget for meters and \$175,000 proposed in the FY 2026-27 Operating Budget.

- Water Reserves are currently \$4,429,431.

Alternatives Considered:

- Defer the purchase of meters to a future budget cycle.
- Purchase new meters through rates annually over five years beginning in FY 2026-27.

Discussion:

At their March 13 meeting, the Finance/Budget Committee discussed financing for the meter replacement project and highlighted the cost savings of purchasing all of the necessary meters before the end of Fiscal Year 2025-26. HydroPro Solutions has locked in the pricing until June 30, 2026, and will provide storage for meters that are not immediately needed. The committee presented their recommendation at the May 5 board meeting that the district purchase the AMR-compatible AMI meters prior to June 30, 2026, as presented in the proposals.

The board of directors requested that staff obtain quotes from HydroPro for polymer-body Sonata meters. The table below compares the costs of Sonata meters with those of traditional BLMJ meters. One advantage of polymer-body meters is that they have no moving parts subject to wear, so their measurement accuracy does not degrade over time. When failures occur, they are typically related to the electronic components.

Size	Number	Sonata		Bottom Load Multi-Jet (BLMJ)	
		Unit Cost	Extended	Unit Cost	Extended
5/8" x 3/4"	1,253	249.18	312,222.54	253.45	317,572.85
3/4"	112	279.08	31,256.96	270.88	30,338.56
1"	1,131	333.68	377,392.08	343.38	388,362.78
1 1/2"	32	1,106.25	35,400.00	586.23	18,759.36
2"	38	1,227.00	46,626.00	759.41	28,857.58
Encoder	70	140.91	9,863.70	144.65	10,125.50
Pit Unit	70	167.50	11,725.00	190.92	13,364.40
			<u>824,486.28</u>		<u>807,381.03</u>
Tax	7.75%		63,897.69		62,572.03
Tariff	7.00%		57,714.04		56,516.67
Estimated Freight			15,000.00		15,000.00
Total			<u>961,098.01</u>		<u>941,469.73</u>

The Finance/Budget Committee stated that they recognized the urgent need to replace customer meters, nearly all of which were installed between 2010 and 2012. Because the AMR-compatible AMI meters allow for future expansion to an AMI Fixed Network to read meters, the committee recommends this course of action. The committee emphasized that its recommendation is not an endorsement of an AMI fixed network, but rather is intended to preserve the option for future boards to consider a network-based meter reading system.

Attachments: Updated HydroPro Quote for AMI-compatible AMR meters.



HydroPro Solutions, Inc

1180 East Francis Street
 Ontario, CA 91761
 Phone 949-910-9449

To: Jeffrey S. Cole
 Vandenberg Village
 3745 Constellation Road
 Lompoc, Ca. 93436
 Phone: 805-757-7684

Quotation

DATE May 15, 2026
Quotation # Brian VV 05-15 LOY
Salesperson: Brian Jensen

Quotation valid until: June 30 2026
Prepared by: Brian Jensen

Qty	Description	Unit Cost	AMOUNT	Part Number
Sonatas w Allegro				
1253	5/8" x 3/4" Sonata Meter POLYMER Flow Tube w/ Integrated Allegro Radio - AMI Fixed Base	\$ 249.18	\$ 312,222.54	S112-B00-E09-M
112	3/4" x 7.5" Sonata Meter POLYMER Flow Tube w/ Integrated Allegro Radio - AMI Fixed Base	\$ 279.08	\$ 31,256.96	S113-B00-E09-M
1131	1" Sonata Meter POLYMER Flow Tube w/ Integrated Allegro Radio - AMI Fixed Base	\$ 333.68	\$ 377,392.08	S116-B00-E09-M
32	1.5"x 13" Octave Meters - Floating Flange w/SS Body and 3" SS Spool Piece	\$ 1,106.25	\$ 35,400.00	O316-M1-D09
38	2"x 17" Octave Meters - Floating Flange w/SS Body and 7" SS Spool Piece	\$ 1,227.00	\$ 46,626.00	O301-M4-D09
Loyalty Allegro Pit Units for Octave Meters				
70	Encoder Module w/ 5' Nicor Cable (Add male end dust cap 213-01110-01)	\$ 140.91	\$ 9,863.70	965-110-56
70	Allegro Licensed Pit Unit with 2' Nicor Connector	\$ 167.50	\$ 11,725.00	199-016-80-2
	7% Tariff Surcharge	\$ 57,714.04		

Sub Total: \$ 824,486.28
Tax: \$ 63,897.69
Tariff Surcharge \$ 57,714.04
Freight TBD
Total: \$ 946,098.01

PLEASE NOTE: This quotation is valid through June 30 2026. We reserve the right to amend prices after this period.

If required Shipping is ESTIMATED in this quote.

A 2% processing fee will be applied for all credit card purchases.

All invoices are due Net 30 per HydroPro Solutions standard terms and conditions

THANK YOU FOR YOUR BUSINESS!

VANDENBERG VILLAGE COMMUNITY SERVICES DISTRICT

AGENDA MEMORANDUM

TO: Board of Directors ITEM: 8.B

FROM: Finance/Budget Committee
(Director Stassi & Director Cox)

BY: Cynthia Allen, General Manager
Jeff Cole, Operations & Maintenance Manager
Patricia LeCavalier, Financial Services Manager PL

DATE: May 26, 2026

SUBJECT: [PUBLIC HEARING] Capital Budget

Recommendation: Adopt the Fiscal Year (FY) 2026-27 Capital Budget for the Water and Wastewater Enterprise Funds.

Policy Implications:

- California Government Code § 61110 requires the Board to adopt an annual (or biennial) budget before September 1, hold a public hearing, and publish a notice at least two weeks before the hearing in a newspaper of general circulation.
- California Government Code § 61110(f) specifically requires the budget to conform to generally accepted accounting and budgeting procedures for special districts to include categories for capital outlay, designated reserve for capital outlay, and designated reserve for contingencies.
- District Ordinance § 1.6.5 establishes a \$5,000 threshold for capital assets. Except for groups of assets in which individual items are below the capitalization threshold (e.g., telephone or computer systems), the District does not capitalize expenditures or assets that cost less than \$5,000.
- District Financial Policy § 4.7.4 requires that the Capital Improvement Plan be included in the adopted budget.

Resource Impacts:

- This capital budget totals \$3,656,200 and consists of two parts:
 - \$1,721,625 (Water)
 - **\$354,350 in current fiscal year capital expenditures**
 - \$1,367,275 in carryovers from previous fiscal years (\$1,072,611 of this amount has been expended, leaving a carryover balance of \$294,664)
 - \$1,934,575 (Wastewater)
 - **\$221,850 current fiscal year capital expenditures**
 - \$1,712,725 in carryovers from previous fiscal years (\$1,058,049 of this amount has been expended, leaving a carryover balance of \$654,676)
- As of April 30, \$156,887 has been collected from developers to fund specific projects in these capital budgets.
- The capital budget is funded by reserves and, for select projects, developer fees. Sufficient funds are available in water and wastewater reserves to fund the proposed capital budget.

	Water	Wastewater	LRWRP	Total
Cash Reserves in Bank on 03/31/26	\$3,429,431	\$5,608,270	\$5,899,542	\$14,937,243
Interfund Loan approved 05/05/26	1,000,000	-1,000,000		0
Revised Cash Reserve Balances	\$4,429,431	\$4,608,270	\$5,899,542	\$14,937,243
WCRF held at the City of Lompoc			\$742,642	\$742,642
Total Reserve Requirement @ 6/30/27	\$4,352,502	\$1,953,196	\$5,803,877	\$12,111,820
Emergency Reserve Maximum ¹	1,682,865	785,293		2,468,158
Operating Reserve Target ²	648,590	418,475		1,069,310
Capital Reserve Target ³	2,021,047	749,428	5,061,235	7,831,710
WCRF Debt Requirement (minimum)			742,642	742,642
Net Reserves – available (shortfall)	\$76,929	\$2,655,074	\$838,307	\$3,568,065

Alternatives Considered: None

Discussion: Notice of this budget hearing was published in the *Santa Maria Times* on May 12, 2026. The Finance/Budget Committee reviewed

¹ Emergency Reserves - The maximum balance shall be equal to 15 percent of the audited value of capital assets.
² Operating Reserves - The target balance shall be equal to 25 percent of the current annual operating expense budget.
³ Capital Reserves - The Water/Wastewater target balance shall be equal to 50 percent of the audited accumulated depreciation. The LRWRP maximum balance shall be equal to 25 percent of the audited value of the capacity rights of the LRWRP.

the staff-recommended capital budget on March 13 and now presents it to the Board for their consideration and approval.

The proposed capital budget generally reflects upgrades to water and wastewater infrastructure and includes projects from the Capital Improvement Plan (CIP). A brief synopsis and justification for the proposed capital expenditures is attached. The CIP adopted by the Board of Directors on December 6, 2024, identified capital projects totaling \$1,014,700 for this fiscal year. The management team evaluated the scheduled projects and deferred those that were not yet necessary. This reduced the cost of CIP projects on the Water Capital Budget by \$370,000 (from \$534,350 to \$164,350) and the Wastewater Capital Budget by \$274,500 (from \$286,350 to \$11,850). A summary is below. Note that CIP projects are marked with two asterisks (**) throughout the budget documents.

	Water		Wastewater		Note
	Scheduled in 2024 CIP Report	Included in Budget	Scheduled in 2024 CIP Report	Included in Budget	
Wastewater					
Manholes			104,000	0	Deferred to FY 2027-28
Sewer Mains			130,000	0	Deferred to FY 2027-28
Sewer Lateral Camera			20,000	0	Deferred to FY 2027-28
Wastewater Total			254,000	0	
Water					
Well 1B Meter		22,500			Advanced from FY 2031-32
Well 3A Meter		25,000			Advanced from FY 2031-32
Replace Filter Media	75,000	0			Included with Filter Project
Backwash Meter	8,000	0			Included with Filter Project
Water Valves	105,000	105,000			
Water Mains	260,000	0			Deferred to FY 2027-28
Water Services	54,000	0			Deferred to FY 2027-28
Water Total	502,000	152,500			
Water/Wastewater					
Computer Equipment	1,350	1,350	1,350	1,350	
Insertor/Folder	10,500	10,500	10,500	10,500	
Office Vehicle	20,500	0	20,500	0	Deferred to FY 2027-28
Water/Wastewater Total	32,350	11,850	32,350	11,850	
TOTAL	534,350	164,350	286,350	11,850	

At the special board meeting on January 16, 2026, the Board of Directors selected projects to be included in the Fiscal Year 2026-27 Capital Budget. Those projects are marked with three asterisks (***) throughout the budget documents.

The focus of the proposed capital budget is to continue work on the carryovers from previous years and to add the following new capital expenditures:

Capital Improvement Plan Item **	Workshop Item ***	Operations Requests
<ul style="list-style-type: none">• Well 1B Meter	<ul style="list-style-type: none">• Tank 5 Submersible Mixer	<ul style="list-style-type: none">• Materials Storage at Site #1
<ul style="list-style-type: none">• Well 3A Meter	<ul style="list-style-type: none">• Loop from Europa to Enterprise	<ul style="list-style-type: none">• Transducer for Chemical System
<ul style="list-style-type: none">• Water Valves	<ul style="list-style-type: none">• Compact Excavator and Storage	<ul style="list-style-type: none">• Transducers for Lift Stations
<ul style="list-style-type: none">• Computer Equipment		<ul style="list-style-type: none">• Impellers and Mechanical Seals for Lift Stations
<ul style="list-style-type: none">• Inserter/Folder Machine		

Capital budget expenditures are presented in the following categories:

- Capital Improvement: Builds upon or improves existing equipment, infrastructure, or facilities.
- Capital Replacement: Replaces existing equipment, infrastructure, or facilities.
- Capital Outlay: Purchases or constructs new equipment, infrastructure, or facilities.

Spending Pause

At the April 7 board meeting, the Finance/Budget Committee was asked to evaluate the possibility of a one-year spending pause. Because the wastewater reserve fund exceeds its target and wastewater capital project needs are currently minimal, the committee carefully considered implementing such a pause for the Water System capital budget.

After thorough discussion, the committee determined that a complete (zero-dollar) spending pause would not be in the best interest of VVCS residents and businesses. Instead, the committee recommends reducing

the FY 2026–27 water capital budget from \$539,350 to \$354,350. This reduction was achieved by removing construction funding for the Europa Loop project and limiting it to design costs only.

As the capital budget approval process moves forward, the full board may choose to support the committee’s recommendation, further reduce the FY 2026–27 budget, reinstate construction funding for the Europa Loop project, or implement a broader spending pause.

Attachments:

1. Water and Wastewater Capital Budget Summary (FY 2026-27)
2. FY 2026-27 Water and Wastewater Capital Budgets (under separate cover)

**Vandenberg Village Community Services District
Water and Wastewater Capital Budget Summary
Fiscal Year 2026-27**

CAPITAL IMPROVEMENT PLAN

Builds upon or improves existing equipment, infrastructure, or facilities.

Well 3B bowls and columns **\$63,000**
(Capital Improvement Plan Item) water only

Replace sections of column pipe, refurbish or replace pump bowls, and replace appurtenances, as necessary, as part of the District's standard of rehabilitating wells every five years. This well was last rehabilitated in 2018. An additional \$20,000 for well inspection is funded in the FY 2025-26 operating expense budget. (The capital item is a carryover from FY 2025-26 and is scheduled to be completed by the end of fiscal year 2026.)

Manholes **\$510,000**
(Capital Improvement Plan Item) wastewater only

Reline 58 manholes that were identified during sewer line videoing as requiring repair. (This item is a carryover from FY 2025-26 and is scheduled to be completed by the beginning of fiscal year 2027. The project scope was reduced, and the contracted amount for 31 manholes is approximately \$131K. A portion of the budgeted amount was used to convert cleanouts to manholes.)

Sewer Mains **\$772,000**
(Capital Improvement Plan Item) wastewater only

Reline 14,447 linear feet of sewer main that was identified during sewer line videoing as requiring repair. (This item is a carryover from FY 2025-26 and is scheduled to be completed by the beginning of fiscal year 2027. The project scope was reduced, and the contracted amount to line 9,640 LF sewer main and reinstate 231 service laterals is approximately \$585K)

Manhole Ring and Cover Replacement

\$143,000
wastewater only

Replace rings and covers on relined manholes. (This item is a carryover from FY 2025-26 and is scheduled to be completed by the end of fiscal year 2026. The project scope was changed in response to scheduled County of Santa Barbara road maintenance and labor costs reduced.)

Sewer Cleanout to Manhole Conversion

\$95,000
wastewater only

Convert sewer cleanouts to manholes for improved access and employee safety.

CAPITAL REPLACEMENT PLAN

Replaces existing equipment, infrastructure, or facilities.

Security Systems

\$25,000
water / wastewater

Replace the security systems that were installed in 1999 at the Shop Building and the Booster Building in conjunction with and compatible with the security system at the new Administrative Office Building. There have been increasing problems with malfunctions and false alarms with the current system. Surveillance systems are also being installed where applicable. (This item is a carryover from FY 2015-16 and is scheduled to be completed by the end of fiscal year 2026.)

SCADA Upgrade

\$177,000
70% water / 30% wastewater

Replace the SCADA operating system purchased in 2007 with updated software. The current ClearSCADA software is being replaced by GeoSCADA Expert software and will no longer be supported. In FY 2025-26, radios and towers were added to improve communications. (This item is a carryover from FY 2021-22 and is scheduled to be completed by the end of fiscal year 2026.)

SCADA Computer

\$10,000
70% water / 30% wastewater

Replace the SCADA computer purchased in 2014 with updated equipment. (This item is a carryover from FY 2021-22 and is scheduled to be completed by the end of fiscal year 2026.)

Lift Station #1 Motor Replacement

\$20,000
wastewater only

Provide a backup 20-hp motor and two impellers to maintain efficiency when the motor and impeller are being repaired. (This item is a carryover from FY 2025-26 and is scheduled to be completed by the end of fiscal year 2026.)

Lift Station Impellers and Mechanical Seals

\$35,000
wastewater only

Replace the impellers and mechanical seals at all lift stations in accordance with the equipment's maintenance plan.

Lift Station Transducers

\$7,500
wastewater only

Replace the ultrasonic level transducers at all lift stations that measure wastewater levels.

Well 1B and 3A meters
(Capital Improvement Plan Item)

\$47,500
water only

Replace Well 1B and Well 3A meters purchased in 2015. Large commercial water meters generally have a lifespan of about 10 years before battery power wanes and accuracy declines to critical levels.

Filter Rehabilitation Project
(Capital Improvement Plan Item)

\$675,000
water only

Rehabilitate the original filter system designed in 1978. This project will install all new piping, valves, and improved filter media. The existing pumps were replaced or rehabilitated in 2002; the 62 filter laterals were replaced in 2007; and the filter media was last replaced in 2015. This project will also add a backwash pump and motor to improve the

backwash system's efficiency. Additionally, this project will eliminate the need for sodium bisulfite but will require sodium permanganate. As a result, chemical costs should decrease slightly. To date, \$133,630 has been collected from developers for this project. (This item is a carryover from FY 2023-24 and is scheduled to be completed by the end of fiscal year 2026.)

Filter Pump (25 hp) **\$80,000**
(Capital Improvement Plan Item) water only

Replace the 25-hp filter pump purchased in 2018 in conjunction with the Filter Rehabilitation Project. (This budget item is a carryover from FY 2025-26 and was amended by the board on May 5, 2026. It is scheduled to be completed by the end of fiscal year 2026.)

Line meters, filter meter **\$48,000**
(Capital Improvement Plan Item) water only

Replace two 12" line meters and one 12" filter meter purchased in 2017. Large commercial water meters generally have a lifespan of about 10 years before battery power wanes and accuracy declines to critical levels. (This item is a carryover from FY 2025-26 and is scheduled to be completed by the end of fiscal year 2026.)

Chemical System Transducer **\$2,500**
water only

Replace the ultrasonic level transducers that measure Sodium Hypochlorite level.

Raise Offsite Manholes **\$27,000**
wastewater only

Raise off-site manholes #O18 and #O24, which were buried when the old sewer plant was removed in 1978. (This item is a carryover from FY 2022-23 and is scheduled to be completed by the end of fiscal year 2027.)

Realign and Replace Offsite Manhole #O5

\$128,000
wastewater only

Perform any necessary upgrades to offsite manhole #O5 to make sure the emergency repair is sufficient for the flow. (This item is a carryover from FY 2025-26 and is scheduled to be completed by the end of fiscal year 2027.)

Water Valves

(Capital Improvement Plan Item)

\$105,000
water only

Replace approximately 20 street valves ranging from 6" to 12" throughout the water distribution system. Some valves are more than 50 years old.

Water Services

(Capital Improvement Plan Item)

\$52,000
water only

Replace water services as needed. (This item is a carryover from FY 2025-26 and has no scheduled completion date.)

Computer Workstations

(Capital Improvement Plan Item)

\$2,700
50% water / 50% wastewater

Annually, replace two outdated office computers in accordance with the District's scheduled replacement plan.

Insertor/Folder

(Capital Improvement Plan Item)

\$21,000
50% water / 50% wastewater

Replace the office inserter/folder that has been in service since 2016.

CAPITAL OUTLAY PLAN

Purchases or constructs new equipment, infrastructure, or facilities.

Land Lease – Future Replacement Well Site **\$250,000**
(Capital Improvement Plan Item) water only

Fund preliminary work, including a cultural resources study, biological assessment, and environmental documents, to identify a future well site for the eventual replacement of the District's three wells drilled in 1977, 1985, and 1987. To date, \$23,257 has been collected from developers for this project. (This item is a carryover from FY 2012-13 and has no scheduled completion date at this time.)

Backup Power – Admin Office **\$100,000**
50% water / 50% wastewater

Install emergency backup power to the administrative office. (This item is a carryover from FY 2024-25 and is scheduled to be completed by the end of fiscal year 2027.)

Tank 5 Submersible Mixer **\$40,000**
(Workshop Item) water only

Purchase two submersible mixers to improve water aeration in Tanks 5A and 5B.

Design – Loop from Europa to Enterprise **\$75,000**
(Workshop Item) water only

Design new loop and valves from Europa Avenue to Enterprise Avenue. Construction is not budgeted for this year, but the board may amend the budget based on the results of the design phase.

Construction – Loop from Europa to Enterprise **\$0**
(Workshop Item) water only

Add new loop and valves from Europa Avenue to Enterprise Avenue to reduce the number of customers affected when the water main needs to be shut off for repairs. This is a placeholder. Construction is not budgeted for this year, but the board may amend the budget based on the results of the design phase.

Site #1 Materials Storage

\$15,000

50% water / 50% wastewater

Construct a materials storage area at Site #1 to conserve space and allow orderly storage of materials such as road base and chippings.

Excavator Storage

\$10,000

50% water / 50% wastewater

Construct a storage area to keep the new compact excavator out of the elements.

Compact Excavator

\$120,000

(Workshop Item)

50% water / 50% wastewater

Purchase a compact excavator to quickly expose leaks in areas too small for the backhoe to reach. Purchase includes a trailer to haul the excavator to the work sites.

VANDENBERG VILLAGE COMMUNITY SERVICES DISTRICT

AGENDA MEMORANDUM

TO: Board of Directors ITEM: 8.C

FROM: Finance/Budget Committee
(Director Stassi & Director Cox)

BY: Cynthia Allen, General Manager
Jeff Cole, Operations & Maintenance Manager
Patricia LeCavalier, Financial Services Manager

DATE: May 26, 2026

SUBJECT: [PUBLIC HEARING] Operating Budget

Recommendations:

1. Adopt the Fiscal Year (FY) 2026-27 Operating Budget for the Water and Wastewater Enterprise Funds, which includes a 2.6 percent cost-of-living salary increase for all employees effective July 1, 2026.
2. Approve FY 2026-27 Administrative Overhead Fee of 19.56 percent.

Policy Implications: California Government Code § 61110 requires the Board to adopt an annual (or biennial) budget before September 1, hold a public hearing, and publish a notice at least two weeks before the hearing in a newspaper of general circulation.

Resource Impacts:

- The operating budget totals \$5,595,599 and consists of three parts:
 - \$2,536,169 (Water)
 - \$1,670,139 (Wastewater)
 - \$1,389,290 (LRWRP)

- This represents a 3.5 percent (\$86,655) increase in the water budget and a 1.8 percent (\$30,024) increase in the wastewater budget from last year.
- The operating budget is funded primarily by rate revenue collected in that fiscal year.
- LRWRP expenses consist of WCRF projects and SRF principal and interest payments.

Alternatives Considered: None

Discussion: Notice of this budget hearing was published in the *Santa Maria Times* on May 12, 2026. The Finance/Budget Committee reviewed the staff-recommended operating budget on March 13 and presents it to the Board for their consideration and approval.

Since the March 13 committee meeting, staff has been working with the committee to make edits to the operating budgets in response to board discussions at the April and May board meetings. A column has been added to the budget spreadsheets for the revisions made since the committee met.

Water and Wastewater Operating Budget

The Water and Wastewater operating budget assumes the five-year average annual water consumption (**1,125 acre-feet**) and five-year average daily wastewater generation (**0.495 million gallons**) to account for weather fluctuations. If it is a very wet year, the District can expect to sell less water and earn less revenue (and have lower treatment expenses). If it is a very dry year, the District can expect to sell more water and earn more revenue (but have higher treatment expenses). However, drought and resultant water conservation regulations can significantly decrease water use. Operating reserves provide a cushion for these fluctuations.

In addition to the 2.6 percent cost-of-living increase in employee salaries, highlights of this year's operating budget include:

- \$20,000 for the new SGMA groundwater extraction fee (based on water pumped) and \$40,000 for a potential cash call for Sustainable Groundwater Management Act (SGMA) projects and grant

administration. Cash call contributions will be returned to the District by the WMA JPA no later than the Fiscal Year Ending 2028.

- \$506,500 for electricity and \$980 for natural gas for pumping equipment. PG&E has had multiple rate increases over the past few years, so we estimate on the high side.
- \$95,300 for water treatment chemicals. Sodium Permanganate costs more per gallon than Sodium Bisulfite. However, we use much less per ccf of treated water. Our new treatment process eliminates the need to super-chlorinate the water, reducing the amount of Sodium Hypochlorite required to achieve our Chlorine Residual.
- \$600,000 for wastewater treatment costs, unchanged from last year.
- \$32,300 for director salaries and training.
- \$12,050 for employee travel expense, unchanged from last year.

Water	Wastewater		
	VVCSD	LRWRP	
\$2,418,494	\$1,667,944	\$820,645	Operating Revenue
(2,536,169)	(1,670,139)	(686,568)	Operating Expenses
0	0	(702,722)	Debt Payment (Liability)
(\$117,675)	(\$2,195)	(\$568,645)	Net Operating Income
266,000	164,800	594,199	Depreciation Expense
\$148,325	\$162,605	\$25,554	Estimated Deposit to (Withdrawal from) Reserves

Water Meter Replacement Project

The budget includes \$175,000 to replace water meters per the Capital Improvement Plan. At the special board meeting on January 16, 2026, the Board of Directors directed staff to plan meter installations over the next five years. This topic will be discussed in detail during Agenda Item 9.A.

Water Rates

The District last approved a water rate increase in December 2023 when the Board adopted three years of annual increases (28 percent in 2024, 4 percent in 2025, and 4 percent in 2026). The District's water rates remain among the lowest in Santa Barbara County among the 17 water agencies.

District staff has calculated tentative rate increases of 7.47 percent in 2027, 5.01 percent in 2028, and 6.77 percent in 2029 to meet the next three water operating budgets. The table below shows that, even compared with current rates, the District's rates would remain comparable to the local area's after the projected rate increases.

	2029 Projected	2026 Rates						
	VVCSD	VVCSD	Buellton	Lompoc	Los Alamos CSD	Mission Hills CSD	Santa Maria	SYRWCD ID #1
First Tier	2.85	2.32	3.24	4.33	4.73	2.86	6.12	5.15
Last Tier	5.13	4.18		5.53		4.77	6.74	
⁵ / ₈ × ³ / ₄ "	38.04	26.56	37.83	36.06	41.14	52.04	49.8	44.19

LRWRP Upgrade Charges

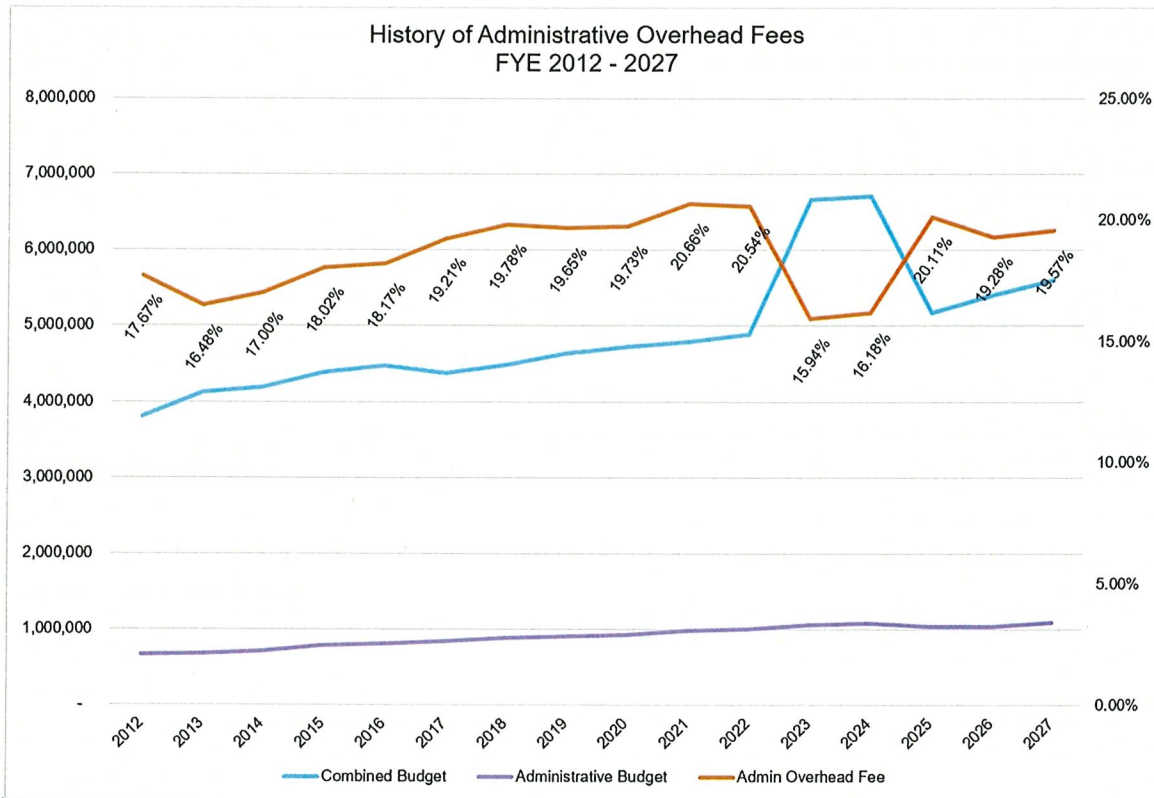
In response to comments provided by board members at the May 5 board meeting, staff is recommending reducing the LRWRP charge on the tax roll for FY 2026-27 to 75 percent. This would allow the District to reduce the burden on the ratepayers while also maintaining the maximum target reserve funds.

Administrative Overhead Fees

The Administrative Overhead Fee is calculated as a percentage of the District's administrative expenses relative to the total operating budget and is used to account for the indirect costs incurred by the District. It is required for Construction Work in Progress journal entries and for requesting reimbursement from outside parties. The graph below illustrates the inverse relationship between the Administrative Overhead Fee and the Combined Budget.

The Administrative Budget remains relatively flat, so as the Combined Budget increases, the Administrative Overhead Fee decreases. The decrease for the 2023 Administrative Overhead Fee is mainly due to the increase in the LRWRP expenditure budgeted for the construction of the sewer transmission line at the Floradale Bridge. The removal of that project from the expense budget has returned the expense budget to

previous levels, and the Administrative Overhead Fee has increased as a result.



Attachments:

1. Water and Wastewater Operating Budget Summary (FY 2026-27)
2. Water and Wastewater Operating Budgets (FY 2026-27) (under separate cover)
3. Administrative Overhead Fees (FY 2026-27) (under separate cover)
4. Payroll Schedule (FY 2026-27)

**Vandenberg Village Community Services District
Water and Wastewater Operating Budget Summary
Fiscal Year 2026-27**

Below is a summary of each category in the proposed operating budget for the water and wastewater enterprise funds. Although each fund is a separate budget and funds may not be commingled, they are presented together in the summary to better reflect the District's operating activities. More detailed information on each line item is available in the District Office for review.

OPERATING REVENUES

The proposed water and wastewater revenues reflect no rate changes.

Water revenues are projected by using an average number of active customers for a calendar year and a five-year historical average water consumption. Since revenue projections are based on historical performance, actual revenue could be higher in some months and lower in others.

Wastewater revenues are projected by using an average number of active customers. The fees collected are fixed monthly charges; therefore, actual performance varies from the budget projection primarily due to residential vacancies.

LRWRP revenues are projected by using the number of wastewater connections. The fees are collected through the annual property tax statement and are fixed annual charges.

For FY 2026-27, staff estimates reserve contributions of \$148,325 for water, \$162,605 for wastewater, and \$25,554 for LRWRP.

NON-OPERATING REVENUES

Interest Earnings are budgeted for the District's investment accounts with the Local Agency Investment Fund (LAIF) and California CLASS; money market account at Mechanics Bank; and Wastewater Capital Reserve Fund (WCRF) at the City of Lompoc based on the following projections:

	December 2024 Interest Rate	March 2026 Interest Rate	FY 26-27 Projection
California CLASS	4.64%	3.70%	3.50%
LAIF	4.62%	3.98%	3.50%
Money Market	4.67%	3.74%	3.50%
WCRF (June)	4.42%	--	0.75%

OPERATING EXPENSES

In general, operating expenses that are not exclusive to the water or wastewater funds (insurance, utilities, office supplies, and administrative expenses) are allocated at 50% to water and 50% to wastewater. Payroll for non-exempt field staff is charged to the fund in which the work is performed. Therefore, the budget allocation is based on historical payroll accounting.

The following are significant expenses in the budgets:

Source of Supply (Wells) – The budget includes \$20,000 for SYRWCD pump taxes; \$4,500 for Cloud Seeding; \$20,000 for the SGMA groundwater extraction fee; and \$40,000 for a potential cash call for Sustainable Groundwater Management Act (SGMA) projects and grant administration. *Cash call contributions will be returned to the District by the WMA JPA no later than the Fiscal Year Ending 2028.*

Pumping (Boosters) – The budget includes \$507,480 for purchased power.

Water Treatment – The budget includes \$22,800 for AB2995 SWRCB Water System Fees and \$11,000 for water sample testing. The chemical budget was reduced from \$200,000 in FY 2025-26 to \$95,300 in FY 2026-27 due to the discontinuation of Sodium Bisulfite and the addition of Sodium Permanganate.

Wastewater Treatment – The budget includes \$600,000 for wastewater treatment costs.

WCRF – This item represents the District’s portion of capital improvements to the Lompoc Wastewater Reclamation Plant. VVCS D has little control over the annual capital expenditures. This budget

includes \$54,000, an average of historical annual expenditures. The District earns interest on the WCRF balance of \$742,642, which offsets a portion of the wastewater reclamation plant capital expenditures.

LRWRP Debt Service – The budget includes the annual SRF payment of \$741,091. This represents the District's portion of the LRWRP debt service obligations.

Water Transmission and Distribution – In addition to allocations for routine maintenance for reservoirs, mains, services, and hydrants, the budget includes \$175,000 to replace approximately 500 water meters per the Capital Improvement Plan. At the special board meeting on January 16, 2026, the Board of Directors directed staff to plan meter installations over the next five years.

Wastewater Collection – The budget includes \$25,000 to repair minor wastewater main problem areas as discovered by the camera van. Major repairs are included in the capital budget.

Customer Accounts – The budget includes merchant account fees for customer electronic payments, as well as supplies, cell phone allowance, and printing and postage costs for monthly bills.

Insurance – Cost includes general liability, cyber liability, and property casualty insurance.

Administrative and General – The budgeted administrative and general costs include \$33,600 for contract services, \$5,000 for legal counsel, and \$12,050 for employee travel expenses.

Director's Expense – The budget includes \$20,400 for the director's travel expenses and \$11,900 for the director's compensation.

Depreciation – Budget depreciation assumes new capital assets will be purchased in January. All assets are depreciated for the full month beginning the first month of ownership.

Although there is no cash outlay for depreciation expense, GASB 34 requires governments to capitalize and depreciate assets with values that exceed an established threshold to ensure capital asset costs

match the periods in which they provide service and that the depreciation expenses are reported on the financial statements.

The VVCS D Board of Directors adopted Resolution 229-24, directing staff to set aside cash based on depreciation expense and to establish rates to provide sufficient cash to fund this depreciation expense and a replacement reserve for capital equipment replacement. The same direction to staff was previously provided in Resolutions 176-06 and 99-94, as the District's resolutions regarding the Reserve Policy have been rescinded and replaced.

Salaries and Benefits – Many factors affect salaries and benefits in the FY 2026-27 budget, resulting in an increase of \$44,759 from the FY 2025-26 budget. The projected employee salaries and benefits for working hours are:

Water fund	\$ 973,934	(FY 2025-26: \$ 928,402)
Wastewater fund	<u>\$ 579,536</u>	(FY 2025-26: <u>\$ 580,309</u>)
Total	\$1,553,470	(FY 2025-26: \$1,508,711)

Budgeted salaries increased by \$7,999. This includes a 2.6% economic adjustment for all employees. The budget also assumes that employees who are not at the top of their pay scale will receive at least one merit increase and includes longevity pay previously adopted by the board for employees with more than 15 years of service.

Budgeted benefits increased by \$36,760. The additional cost of paid benefits, such as insurance and retirement, represents 76.23% of the total base salary the District pays its employees. Vacant employee classifications are budgeted at the highest level of health premiums for this budget.

The table below shows a historical comparison of actual salaries to budget (does not include paid benefits such as holiday, sick, and vacation):

Fiscal Year	Notes	Total Budgeted Salaries	Total Actual Salaries	Variance From Budget
22-23	5.5% economic adjustment	791,600	782,332	<9,268>
23-24	5.5% economic adjustment less CSR II Step 5 plus CSR I Step 1	833,900	772,845	<61,055>
24-25	4.3% economic adjustment plus longevity pay plus a temporary additional field employee less Administrative Services Manager Step 5 less Finance Administrator Step 5 plus Financial Services Manager Step 2 plus Accountant Step 1 less General Manager salary reduction	871,252	785,120	<86,132>
25-26	2.7% economic adjustment plus longevity pay plus permanent additional field employee less Administrative Assistant Step 5 less CSR I Step 1 plus CSR II Step 1 plus Part-Time CSR I Step 1 less O&M Manager Step 5 plus O&M Manager Step 2	828,601	747,130*	<81,471>
26-27	2.6% economic adjustment less Service Person II Step 5 plus Service Person I Step 1 less Service Person I Step 3 plus Service Person I Step 1	836,600		

*projected

NET OPERATING INCOME <LOSS>

Water Fund <\$ 117,675>
Wastewater Fund <\$ 2,195>
LRWRP <\$ 568,645>

**VANDENBERG VILLAGE COMMUNITY SERVICES DISTRICT
PAYROLL SCHEDULE
2.60% ECONOMIC ADJUSTMENT**

01-Jul-26

JOB TITLE	FLSA	TRIAL PERIOD			STEP 1			STEP 2			STEP 3			STEP 4			STEP 5		
		Monthly	Hourly	Annual	Monthly	Hourly	Annual	Monthly	Hourly	Annual	Monthly	Hourly	Annual	Monthly	Hourly	Annual	Monthly	Hourly	Annual
OPERATIONS & MAINTENANCE MANAGER	EXEMPT	\$9,165.87	\$52.88	\$109,990.40	\$9,623.47	\$55.52	\$115,481.60	\$10,105.33	\$58.30	\$121,264.00	\$10,611.47	\$61.22	\$127,337.60	\$11,141.87	\$64.28	\$133,702.40	\$11,698.27	\$67.49	\$140,379.20
FINANCIAL SERVICES MANAGER	EXEMPT	\$9,165.87	\$52.88	\$109,990.40	\$9,623.47	\$55.52	\$115,481.60	\$10,105.33	\$58.30	\$121,264.00	\$10,611.47	\$61.22	\$127,337.60	\$11,141.87	\$64.28	\$133,702.40	\$11,698.27	\$67.49	\$140,379.20
SERVICE PERSON III	NON-EXEMPT	\$6,500.00	\$37.50	\$78,000.00	\$6,824.13	\$39.37	\$81,889.60	\$7,165.60	\$41.34	\$85,987.20	\$7,524.40	\$43.41	\$90,292.80	\$7,900.53	\$45.58	\$94,806.40	\$8,295.73	\$47.86	\$99,548.80
SERVICE PERSON II	NON-EXEMPT	\$6,188.00	\$35.70	\$74,256.00	\$6,498.27	\$37.49	\$77,979.20	\$6,822.40	\$39.36	\$81,868.80	\$7,163.87	\$41.33	\$85,966.40	\$7,522.67	\$43.40	\$90,272.00	\$7,898.80	\$45.57	\$94,785.60
SERVICE PERSON I	NON-EXEMPT	\$5,472.13	\$31.57	\$65,665.60	\$5,746.00	\$33.15	\$68,952.00	\$6,033.73	\$34.81	\$72,404.80	\$6,335.33	\$36.55	\$76,024.00	\$6,652.53	\$38.38	\$79,830.40	\$6,985.33	\$40.30	\$83,824.00
ACCOUNTANT I	NON-EXEMPT	\$5,751.20	\$33.18	\$69,014.40	\$6,038.93	\$34.84	\$72,467.20	\$6,340.53	\$36.58	\$76,086.40	\$6,657.73	\$38.41	\$79,892.80	\$6,990.53	\$40.33	\$83,886.40	\$7,340.67	\$42.35	\$88,088.00
CUSTOMER SERVICE REPRESENTATIVE II	NON-EXEMPT	\$5,115.07	\$29.51	\$61,380.80	\$5,371.60	\$30.99	\$64,459.20	\$5,640.27	\$32.54	\$67,683.20	\$5,922.80	\$34.17	\$71,073.60	\$6,219.20	\$35.88	\$74,630.40	\$6,529.47	\$37.67	\$78,353.60
CUSTOMER SERVICE REPRESENTATIVE-PART TIME	NON-EXEMPT	\$3,646.50	\$28.05	\$43,758.00	\$3,828.50	\$29.45	\$45,942.00	\$4,019.60	\$30.92	\$48,235.20	\$4,221.10	\$32.47	\$50,653.20	\$4,431.70	\$34.09	\$53,180.40	\$4,652.70	\$35.79	\$55,832.40

		NEW RATE		
		Monthly	Hourly	Annual
GENERAL MANAGER	EXEMPT	\$15,868.67	\$91.55	\$190,424.00

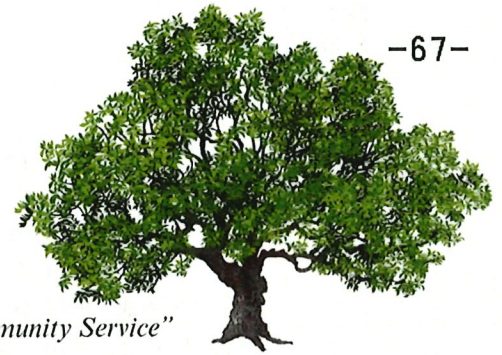
**PAYROLL SCHEDULE - EMPLOYEES WITH 15+ YEARS OF SERVICE
2.60% ECONOMIC ADJUSTMENT + 2.50% ADDITION TO PAY SCHEDULE**

JOB TITLE	FLSA	TRIAL PERIOD			STEP 1			STEP 2			STEP 3			STEP 4			STEP 5		
		Monthly	Hourly	Annual	Monthly	Hourly	Annual	Monthly	Hourly	Annual	Monthly	Hourly	Annual	Monthly	Hourly	Annual	Monthly	Hourly	Annual
OPERATIONS & MAINTENANCE MANAGER	EXEMPT	\$9,394.67	\$54.20	\$112,736.00	\$9,864.40	\$56.91	\$118,372.80	\$10,358.40	\$59.76	\$124,300.80	\$10,876.67	\$62.75	\$130,520.00	\$11,420.93	\$65.89	\$137,051.20	\$11,991.20	\$69.18	\$143,894.40
FINANCIAL SERVICES MANAGER	EXEMPT	\$9,394.67	\$54.20	\$112,736.00	\$9,864.40	\$56.91	\$118,372.80	\$10,358.40	\$59.76	\$124,300.80	\$10,876.67	\$62.75	\$130,520.00	\$11,420.93	\$65.89	\$137,051.20	\$11,991.20	\$69.18	\$143,894.40

VANDENBERG VILLAGE COMMUNITY SERVICES DISTRICT

3745 Constellation Road • Vandenberg Village • Lompoc, CA 93436
Telephone: (805) 733-2475 • Fax: (805) 733-2109 • info@vvcasd.org

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"Pride in Community Service"

Resolution 239-26

May 26, 2026

ELECTING TO HAVE LRWRP UPGRADE CHARGES COLLECTED ON THE TAX ROLL FOR THE FISCAL YEAR 2026-2027

WHEREAS, Vandenberg Village Community Services District was established in 1983 as a local government agency under California Government Code Section 61000 et seq. to provide water and wastewater services to the community of Vandenberg Village, an unincorporated area of Santa Barbara County north of Lompoc; and

WHEREAS, under Government Code Section 61115(a)(1), the Board of Directors (the "Board") of the Vandenberg Village Community Services District (the "District") is authorized to establish rates and charges for services and facilities that the District provides; and

WHEREAS, on July 1, 2010, the District entered into a 35-year Wastewater Service Agreement with the City of Lompoc which requires the District to pay a proportionate share of the \$115 million Lompoc Regional Wastewater Reclamation Plant (LRWRP) Upgrade Project which was completed in 2009; and

WHEREAS, on June 1, 2010, the Board passed and adopted an ordinance prescribing LRWRP Upgrade charges to be collected on the monthly bills; and

WHEREAS, under Government Code Section 61115(b), the Board desires to provide for the collection of LRWRP Upgrade charges on the tax roll with the general taxes for Fiscal Year 2024-2025; and

WHEREAS, the District General Manager prepared and filed with the Board a report that describes each affected parcel of real property and the amount of charges and delinquencies for each affected parcel for the year; and

WHEREAS, a public hearing was held on August 1, 2017, at 7:00 p.m. at which the Board heard and considered all objections and protests to the report; and

WHEREAS, such notice was published under Government Code Section 6066 as appears by the affidavit of publication on file in the office of the Secretary; and

NOW, THEREFORE IT IS HEREBY RESOLVED AND ORDERED as follows:

1. Under Government Code Section 61115(b) the election is hereby made to continue to have the LRWRP Upgrade charges collected on the tax roll in the same manner, by the same persons, at the same time as, together with, and not separately from, the general taxes.
2. The report and the charges therein are adopted and determined to be final, and the charges shall be collected on the tax roll of the County of Santa Barbara in the manner provided by law.
3. The Administrative Services Manager of the District is hereby authorized, before the submission to the Auditor-Controller of Santa Barbara County, to make any necessary modifications to such LRWRP Upgrade charges to correct any errors, omissions, or inconsistencies in the listing or categorization of parcels (provided that any such modifications shall not increase the applicable LRWRP Upgrade charges to any category of parcels).
4. District staff is directed to file a copy of the report with the Santa Barbara County Auditor-Controller on or before July 25, 2026.
5. The Santa Barbara County Auditor-Controller shall, upon receipt of the report, enter the amount of the charges set forth therein against the respective lots or parcels as they appear on the assessment roll for Fiscal Year 2026-2027.

PASSED AND ADOPTED by the Board of Directors of the Vandenberg Village Community Services District this 26th day of May 2026, upon motion by Director ____, seconded by Director ____, and as approved by the following vote:

AYES:
NOES:
ABSENT:
ABSTAIN:

Richard Gonzales, President
Board of Directors

ATTEST:

Brianna Jennings
Secretary to the Board of Directors

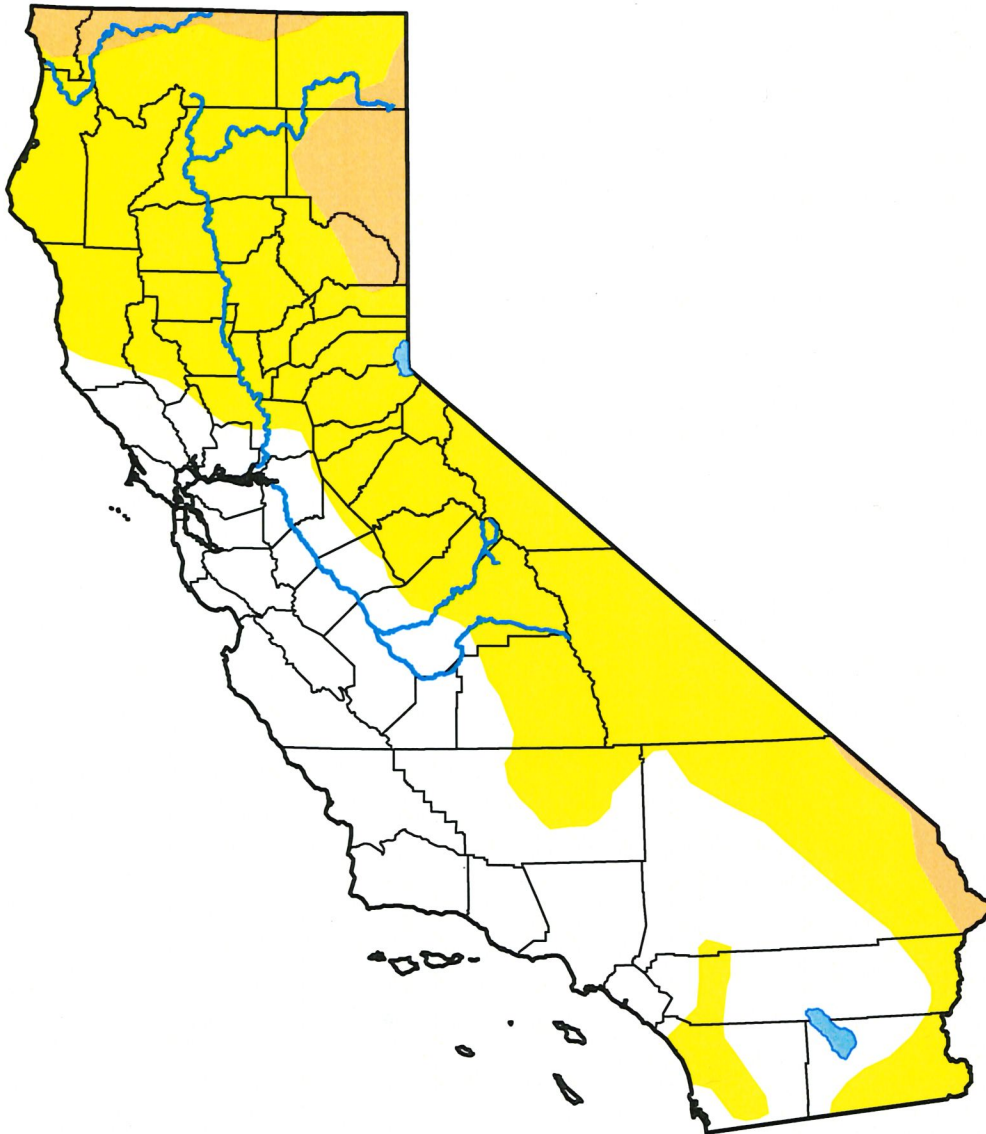
SECRETARY'S CERTIFICATE

I, Brianna Jennings, Secretary of the Board of Directors of the Vandenberg Village Community Services District, hereby certify that the foregoing is a true and correct copy of Resolution No. 239-26 passed and adopted by the Board of Directors of the Vandenberg Village Community Services District at its Regular Meeting held on the 26th day of May 2026.







Brianna Jennings
Secretary, Board of Directors

U.S. Drought Monitor California

May 19, 2026
(Released Thursday, May. 21, 2026)
Valid 8 a.m. EDT



Intensity:

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

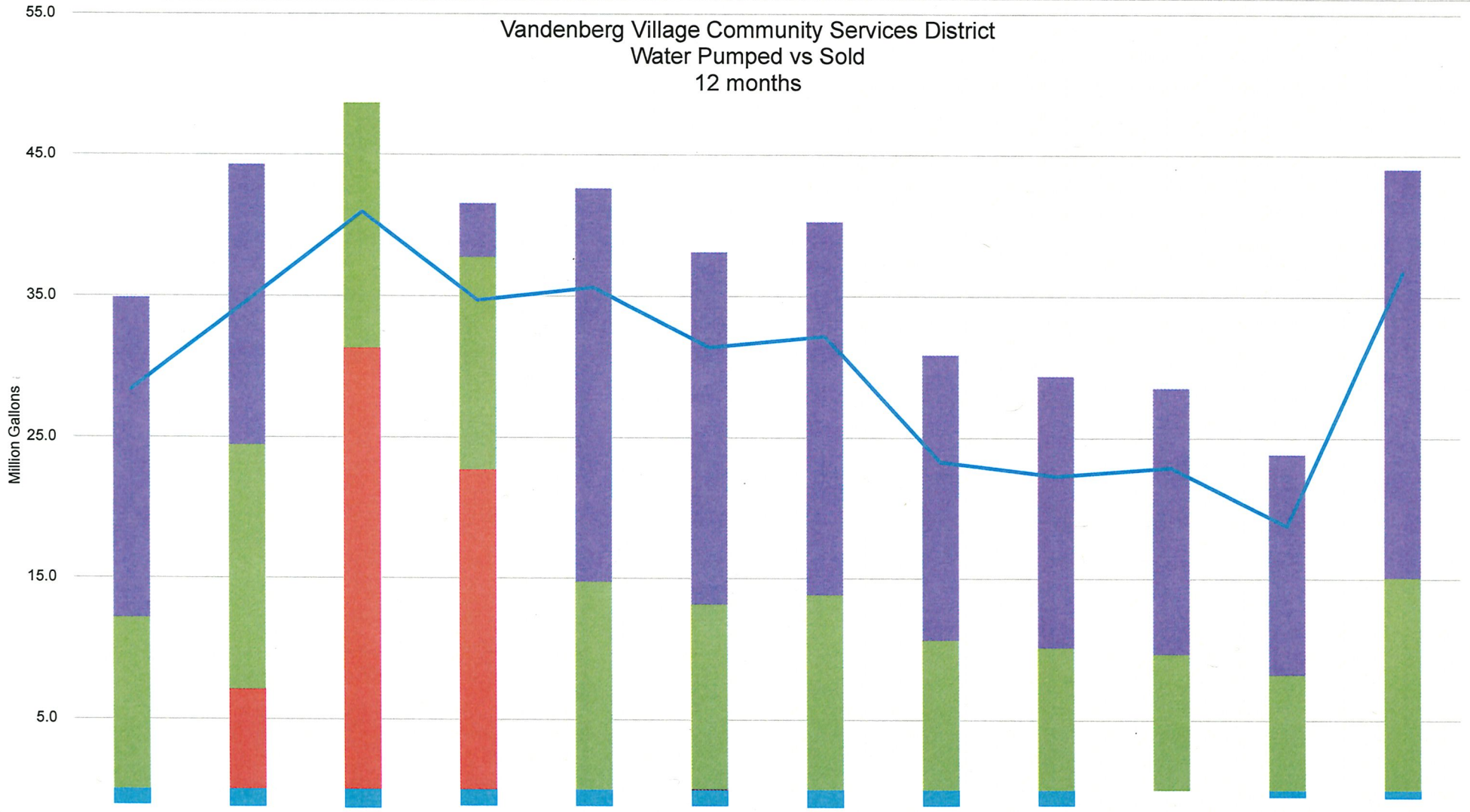
The Drought Monitor focuses on broad-scale conditions. Local conditions may vary. For more information on the Drought Monitor, go to <https://droughtmonitor.unl.edu/About.aspx>

Author:

Rocky Bilotta
NCEI/NOAA



Vandenberg Village Community Services District
Water Pumped vs Sold
12 months



(5.0)

	May-25	Jun-25	Jul-25	Aug-25	Sep-25	Oct-25	Nov-25	Dec-25	Jan-26	Feb-26	Mar-26	Apr-26
Filter Loss	(1.1)	(1.2)	(1.3)	(1.1)	(1.1)	(1.1)	(1.2)	(1.1)	(1.1)	0.0	(0.5)	(0.5)
Well 3A	22.7	19.9	0.0	3.8	27.9	25.0	26.5	20.2	19.2	18.8	15.6	29.0
Well 3B	12.2	17.4	17.4	15.1	14.7	13.1	13.8	10.7	10.1	9.7	8.2	15.1
Well 1B	0.0	7.1	31.3	22.7	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Total Sold	28.4	34.6	41.0	34.7	35.6	31.4	32.1	23.3	22.3	22.9	18.8	36.7

Vandenberg Village Community Services District

Well Soundings

12 months

