

CRESCENTA VALLEY WATER DISTRICT

2700 Foothill Boulevard
La Crescenta, California

Agenda for the
Special Meeting of the Board of Directors
of the Crescenta Valley Water District

to be *held* on Tuesday, December 16, 2025, at 7:00 p.m.

This meeting will be conducted in person at the address listed above. Members of the public may also participate virtually by using a touchtone phone. You may select any of the following phone numbers (there are more than one for increased reliability during this time of increased phone traffic)

(669) 900-6833

(346) 248-7799

(929) 205-6099

(253) 215-8782

(301) 715-8592

(312) 626-6799

Then, enter Access Code: 625 360 3648

Those members of the public who are able to and would like to additionally participate through computer may access the Zoom audio & video conferencing tool available at the following link:

<https://us02web.zoom.us/j/6253603648?omn=83439509928>

If there is a disruption of service, this meeting will continue without remote participation. The remote participation option is provided as a convenience to the public and is not required.

Public comment may be made either by emailing comments ahead of the meeting or by speaking over the phone. Emailed comments will be sent to the Board of Directors prior to the meeting and posted on the District's website. Comments may be sent to customer service, at (818) 248-3925 or customerservice@cvwd.com by 3pm on December 16, 2025.

Any person may make a request for a disability-related modification or accommodation needed for that person to be able to participate in the public meeting by contacting the District by phone or in writing at the above email address. Requests must specify the nature of the disability and the type of accommodation requested. A telephone number or other contact information should be included so that District staff may discuss appropriate arrangements. Persons requesting a disability-related accommodation should make the request with adequate time before the meeting for the District to provide the requested accommodation.

Any written materials distributed to the Board in connection with this agenda will be made available at the same time for public inspection at the District office located at the above address and posted on the District's website.

Call to Order and Determination of Quorum

Pledge of Allegiance

Adoption of Agenda

Public Comments

At this time, the public shall have an opportunity to comment on any non-agenda item relevant to the subject matter jurisdiction of the Board. This opportunity is non-transferable, and speakers are limited to one three-minute (3) comment. Under the provisions of the Brown Act, the Board is prohibited from taking action on items not listed on the agenda, except under certain circumstances.

Foothill Municipal Water District Report

1. Report on activities at Foothill Municipal Water District.

Consent Calendar

1. Consideration and approval of the Minutes of the Regular Board Meeting on December 9, 2025.

Action Calendar

The public shall have an opportunity to comment on any action item as each item is considered by the Board. This opportunity is non-transferable, and speakers are limited to one two-minute (2) comment.

1. **2026 Strategic Advocacy Plan and 2026 Policy Principles and Priorities** – Consideration and motion to authorize a 2026 Strategic Advocacy Plan, including 2026 Policy Principles and Priorities and authorization for the General Manager to enter into an agreement with GF Advocacy.
2. **District Committees** – Discussion regarding the District's Committees.
3. **Board Organization for 2026** – Board Organization – Election of the President and Vice President of the Board of Directors for 2026 and associated discussion regarding Board governance.
4. **Resolution 801 – District Investment Policy for 2026** – Consideration and possible motion to adopt Resolution No. 801, outlining the District's Investment Policy for 2026.

Information Items

Written Communications to District/Board of Directors

General Manager's Report

Attorney Report

Reports of Committees

- **Community Relations & Emergency Planning Committee**
- **Employee Relations Committee**
- **Engineering, Operations, & Technology Committee**
- **Executive Committee**
- **Finance & Policy Committee**
- **Ad Hoc Committee – PFAS**
- **Ad Hoc Committee – Cyber Security**
- **Ad Hoc Committee – Consolidation**

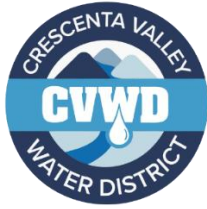
Directors' Oral Reports – Reports on issues, meetings, or activities attended by Directors

Members' Request for Future Agenda Items

Closed Session

1. Conference with Labor Negotiator pursuant to Government Code Section 54957
Agency Negotiator: General Manager
Employee Organization: Crescenta Valley Water District Management Unit
2. Conference with Labor Negotiator pursuant to Government Code Section 54957.6
Agency Negotiator: General Manager
Employee Organization: Crescenta Valley Water District Employee Association
3. Conference with Legal Counsel – Significant exposure to litigation – pursuant to
Government Code Section 54956.9(d)(2)
Two (2) matters

Adjournment



MINUTES OF SPECIAL BOARD MEETING OF THE BOARD OF DIRECTORS OF CRESCENTA VALLEY WATER DISTRICT

December 9, 2025

Pursuant to the order of the Board of Directors of the Crescenta Valley Water District, a Special Meeting was held on December 9, 2025, at 7:00 p.m. at the District office located at 2700 Foothill Blvd., La Crescenta California, and through audio and video conferencing. A call-in number was clearly noted on the meeting Agenda, posted in accordance with the Brown Act, with James D. Bodna presiding.

At roll call, the following Directors and staff members were present or online:

Directors:

Jeffery W. Johnson (remote participation)
James D. Bodnar
Kerry D. Erickson
Sharon S. Raghavachary
Jennifer T. Valdez

Attorney:

Ryan Guiboa

General Manager:

James Lee

**Director of Engineering
and Operations:**

Carla Dillon

**Director of Finance and
Administration:**

Arturo Montes

Staff Members:

Gabriel Gomez III, Assistant Director of Operations

Foothill Municipal Water District:

Frank Colcord

Guests:

Julie Bonneau
Yvonne Younger

PLEDGE OF ALLEGIANCE

Director Bodnar opened the meeting by leading the Directors and staff in reciting the Pledge of Allegiance.

Director Johnson announced that he would be participating remotely and confirmed that there was no one over the age of 18 present at his location.

ADOPTION OF AGENDA

It was moved by Director Raghavachary, seconded by Director Erickson, and carried by a 5-0 roll call vote that the Agenda for the Regular Board Meeting of December 9, 2025, be adopted.

AYES:
Director Bodnar
Director Erickson
Director Johnson
Director Raghavachary
Director Valdez

NOES: None

PUBLIC COMMENTS – Julie Bonneau and Yvonne Younger provided public comments.

FOOTHILL MUNICIPAL WATER DISTRICT REPORT – Mr. Colcord reported that Richard Atwater will retire from his position as Director at FMWD beginning February 2026. Mr. Colcord stated that the second consolidation study working group meeting was held on December 9th with Director Raghavachry, Director Bodnar, and representatives from Las Flores Water Company, Valley Water Company, and Rubio Cañon Land and Water Association. Mr. Colcord stated that the consolidation meetings will continue to be held on a quarterly basis. Mr. Colcord and Mr. Lee provided comment on December 9th at Metropolitan Water District to advocate for the transfer of costs related to the operation, maintenance, and pumping of water from outside of FMWD's service area located near the Rose Bowl.

CONSENT CALENDAR – It was moved by Director Eriskson, seconded by Director Raghavachary, and carried by a 5-0 roll call vote to approve the Minutes of the Regular Board Meetings held on October 28, 2025, and November 18, 2025, ratify the Board Compensation for the month of November 2025, and to ratify the disbursements for November 2025 which consisted of:

Payment of demands against the Crescenta Valley Water District on or before November 30, 2025, the same having been approved by the General Manager, and heretofore paid, are to be ratified and approved subject to audit, in the aggregate sum of Eight-Hundred-Fifty-Eight Thousand, One-Hundred-Five Dollars and Twelve Cents (\$858,105.12), which is composed of the individual items set forth herein.

AYES:
Director Bodnar
Director Erickson
Director Johnson
Director Raghavachary
Director Valdez

NOES: None

General Manager Employment Agreement – Mr. Guiboa presented a proposed Employment Agreement between Crescenta Valley Water District and General Manager James Lee based upon this year’s General Manager performance evaluation.

Following discussion:

It was moved by Director Johnson, seconded by Director Raghavachary, and carried by a 4-1 roll call vote to approve an Employment Agreement between Crescenta Valley Water District and General Manager James Lee with the amendment to Section 3.6 – Retirement Contribution, to read that total amount of \$14,000 would be contributed evenly based upon the paychecks through the course of the year.

AYES:
Director Erickson
Director Johnson
Director Raghavachary
Director Valdez

NOES:
Director Bodnar

Mr. Lee requested that Action items 2, 3, 4 & 5 be discussed at the December 16, 2025, Board meeting.

Following discussion:

It was moved by Director Johnson, seconded by Director Raghavachary, and carried by a 5-0 roll call vote to place Action item 2-Strategic Advocacy Plan and 2026 Policy Principles and Priorities, Action item 3-District Committees, Action item 4-Board Organization for 2026, and Action item 5-Resolution No 801 – District Investment Policy for 2026 on the December 16, 2025 Board meeting agenda.

AYES:
Director Bodnar
Director Erickson
Director Johnson
Director Raghavachary
Director Valdez

NOES:
None

INFORMATION ITEMS – 2025 Annual Montrose Christmas Parade flyer, CV Weekly dated November 20, 2025 - “Meet our Advertisers”, “LUC Responds to Proposed Briggs/Foothill Project”, and an opinion letter, CV Weekly dated December 4, 2025 - Letters to the Editor “CVWD’s Money-Saving Tactics”, CVWD attendance at Assemblymember District 44 supporting a local food pantry.

WRITTEN COMMUNICATION – Letter dated November 25, 2025, from Michael J. Gavina and Ailis Garcia Gavina; District reply to Mr. and Ms. Gavina.

Public Comment – None

GENERAL MANAGER – Mr. Montes provided highlights of the Administration & Finance Report for November 2025. Ms. Dillon provided highlights of November 2025 Engineering & Operations Report & PFAS report. Mr. Gomez provided highlights of the November 2025 System Operations Report and Operations and Maintenance Report.

ATTORNEY REPORT – Mr. Guiboa reported on SB707 which makes changes to the Brown Act and are effective January 1, 2026.

REPORTS OF COMMITTEES

Community Relations & Emergency Planning Committee – Director Erickson reported that the Committee had not met; however, a meeting will be scheduled as needed.

Employee Relations Committee – Director Bodnar reported that the Committee had not met; however, a meeting will be scheduled as needed.

Engineering, Operations & Technology Committee – Director Valdez reported that the Committee had not met. A meeting is scheduled for December 10, 2025.

Executive Committee – Director Johnson reported that the Committee had not met; however, a meeting will be scheduled as needed.

Finance & Policy Committee – Director Raghavachary reported that the Committee had not met. A meeting is scheduled for December 18, 2025.

Ad Hoc PFAS Committee – Director Johnson reported that the Committee had not met; however, a meeting will be scheduled as needed.

Ad Hoc Cyber Security Committee – Director Raghavachary reported that the Committee had not met; however, a meeting will be scheduled as needed.

Ad Hoc Consolidation Committee – Director Johnson reported that the Committee had not met; however, a meeting will be scheduled as needed.

DIRECTORS' ORAL REPORTS

Director Bodnar – Reported that he attended the ACWA Conference in San Diego, the Montrose Christmas Parade, the FMWD Consolidation meeting, and the CISA Technical discussion meeting.

Director Erickson – No report.

Director Johnson – Reported that 5.5 billion gallons of stormwater was reported as captured in Oct and Nov 2025 by LADWP.

Director Raghavachary – Reported that she attended the ACWA Conference in San Diego, and the FMWD Consolidation meeting.

Director Valdez – Reported that she had attended the Montrose Christmas Parade

BOARD MEMBERS REQUESTS FOR FUTURE AGENDA ITEMS – Director Bodnar requested a workshop for the Board regarding the sewer system.

CLOSED SESSION – No reportable action.

ADJOURNMENT

There being no other business to come before the Board, at 9:48 p.m., the meeting was adjourned.

APPROVED

Jeffery W. Johnson
Board President

Arturo Montes
Board Secretary

CRESCENTA VALLEY WATER DISTRICT

BOARD OF DIRECTORS - STAFF REPORT

Action Item No. 1
December 16, 2025

To: Honorable President and Members of the Board of Directors
From: James Lee – General Manager
Subject: 2026 Strategic Advocacy Plan and 2026 Policy Principles and Priorities

ACTION ITEM:

Consideration and motion to authorize a 2026 Strategic Advocacy Plan, including 2026 Policy Principles and Priorities and authorization for the General Manager to enter into an agreement with GF Advocacy.

BACKGROUND:

A legislative advocacy program for the District would be designed to:

1. Provide a voice for the District and its customers;
2. Pursue meaningful non-rate funding;
3. Promote increased profile and influence for the District;
4. Support broader issues for the industry and State that ultimately benefit the District and its customers as well.

Such a program is anticipated to support all Strategic Plan objectives, including Fiscal Responsibility, Reliable Water & Wastewater Service, Regional Collaboration & Strategy, and Protection of Public & Environmental Health.

PILOT INITIATIVE

In order to explore the potential benefits, costs, and staff capacity impact of an advocacy program, staff began a pilot program in May 2025, with the assistance of GF Advocacy. GF Advocacy is a well-regarded advocacy firm that agreed to support the District's pilot efforts for a considerably reduced monthly retainer. The following were accomplished during the pilot period:

1. *Sponsored Senate Bill 90 (Seyarto)* – The bill, which proposed to allocate Proposition 4 funding for helicopter-accessible fire response and suppression infrastructure, did not pass out of the Senate Appropriations Committee. The District pivoted to the subsequent budget trailer bill and successfully amended a section of the California Natural Resources Code. The District showed substantial leadership and positioned itself to continue leading statewide policy efforts as appropriate.
2. *Initiate relationships with elected officials* – The District arranged and completed meetings with the following elected officials to initiate relationships:
 - a. Office of Los Angeles County Supervisor Kathryn Barger
 - b. Assemblymember Nick Shultz
 - c. Office of Assemblymember John Harabedian
 - d. State Senator Sasha Perez
 - e. Congressmember Judy Chu
 - f. Congressmember Laura Friedman
 - g. Office of Governor Newsom

3. *Wildfire mitigation* – Following the Eaton Fire, staff have become involved with a broad range of wildfire mitigation efforts with agencies locally such as City of La Canada-Flintridge and City of Glendale Fire Department and more regionally and statewide such as LA County Public Works and CA Natural Resources Agency.
4. *Legislative advocacy program for proposal to the Board* – Programming and plan for the current action item discussion has been prepared.

PROPOSED 2026 PLAN

The District's Strategic Advocacy Plan and policy priorities are proposed to serve as CVWD's legislative and administrative guide on state, federal, and local advocacy in 2026. The document provides a framework of action steps the District will advance to influence the development of policy in a manner consistent with the mission and vision of CVWD. The Plan focuses on self-sponsored initiatives, partnership-sponsored campaigns, and activities to build and nurture industry associations.

- *Self-Sponsored* – Examples of Self-Sponsored initiatives include direct funding requests with elected officials. Current example for consideration include, but are not limited to: 1) stormwater capture projects; 2) renewable energy projects such as in-line hydro; 3) upsizing of interconnections; 4) environmental stewardship projects such as PFAS mitigation; 5) additional infrastructure for emergency preparedness such as wildfire mitigation; 6) long-deferred maintenance such as access roads, etc.
- *Partnership-Sponsored* – Examples of Partnership-Sponsored initiatives include co-sponsoring legislation for issues that tangibly benefit both the District and others. The District is preparing to provide such leadership, including for: 1) Section 115 – broadening the scope of investments for reserve funds to help keep pace with construction inflation costs; 2) State utility worker pass – a pass to facilitate access to assets during emergency events; and 3) Prop 4 funding for helicopter-accessible infrastructure – continue shaping program guidelines.
- *Industry* – The District will continue building relationships based on initial meetings during 2025, honing the District's legislative priorities as they relate to elected officials' legislative priorities. An objective for consideration is augmenting advocacy efforts with a "Day in the Capitol" for the Board to also directly advocate on behalf of the District.

Partnership-sponsored activities also include supporting or opposing various coalitions based on agreed-upon broad policy objectives. The policy priorities identify the District's near-term and long-term positions on emerging issues. The document defines the roles and responsibilities of the Board of Directors and the General Manager in pursuing overarching policy strategies and objectives. The purpose of this document is to align the Board's policy priorities while delegating authority to the General Manager to navigate effectively in an environment with expedited timelines. These are detailed as a placeholder for discussion with the enclosed attachment, *2026 Policy Principles and Priorities*.

Staff will implement an activity and bill-tracking system and present updates on at least a quarterly basis. The above discussion is summarized in the tables below.



Crescenta Valley Water District 2026 Strategic Advocacy Plan

CVWD Mission Statement - *"To provide quality water and wastewater services to the Crescenta Valley community in a dependable and economically responsible manner."*

CVWD Vision Statement - *"Secure sustainable water supplies and ensure infrastructure reliability, while furthering our commitment to accountability, transparency, cost-effectiveness, and public safety."*

Self-Sponsored		– Activities prioritize outcomes specific to CVWD
Outcome	Timing	
Funding requests through the State budget process for specific District projects	Concept development / project identification - Winter 2025 Amplify Member (electeds) requests and find bill authors/co-authors - Dec 2025 / Jan 2026	
Sponsor/co-sponsor legislation for tangible benefits for the District	Socialize concepts with stakeholders and find bill author - Winter 2025	
Actively engage in legislative advocacy on bills, including testifying in committee and coalition development	Bill introduction - Jan/Feb 2026	
Implement a bill-tracking system to customize reports on specific legislation of interest	Ongoing throughout the legislative session - Through Sept 2026	
Partnership-Sponsored		– District leadership through shared effort in broader campaigns
Outcome	Timing	
Co-sponsor legislation on issues to benefit CVWD but not unique to the District	Socialize concepts with stakeholders and find bill author - Winter 2025 Bill introduction - Jan/Feb 2026	
Identify bills for CVWD support, opposition, or engagement	Ongoing throughout the legislative session - Through Sept 2026	
Prepare position letters and participate in coalition advocacy efforts	Ongoing throughout the legislative session - Through Sept 2026	
Industry Association		– Nurture relationships with all levels of government
Outcome	Timing	
Nurture relationships with CVWD legislative delegation at the federal, state, and local levels	Ongoing	
Prioritize a "Day in the Capitol" for the CVWD Board		
Continue building communication channels to routinely share information with CVWD's legislative delegation	Periodic updates	
Demonstrate leadership by participating in panels, webinars, and conferences	Ongoing	

GF Advocacy supported the District at a substantially discounted rate of \$1,500 monthly and is prepared for ongoing support at \$3,000 monthly, annualized at \$36,000. Legislative advocacy has utilized and is anticipated to utilize 25 percent of the Sr. Strategic Initiatives Specialist's time and 10 percent of the General Manager's time. The combined direct and indirect costs for the 2026 Program is projected to be \$110,000.

The three likeliest members for the District to receive funding from are the State members – Assemblymember Nick Shultz, Assemblymember Harabedian, and Senator Perez. The funding requests will range from \$1million – \$3 million per member annually, and no requests are guaranteed. Based on conversations with members, the District holds reasonable expectations for funding from at least one member. As mentioned, there are also indirect benefits such as increased profile and influence which also contribute to future advocacy success, whether on the legislative or budgetary fronts.

RECOMMENDATION

Staff recommends that the Board: 1) formally adopt the 2026 Strategic Advocacy Plan; 2) discuss and adopt the 2026 Policy Principles and Priorities; and 3) authorize the General Manager to enter into an agreement with GF Advocacy.

Prepared by:


Armine Sargsyan
Sr. Strategic Initiatives Specialist

Submitted by:


James Lee
General Manager

Attachment(s): 2026 Policy Principles and Priorities



**Crescenta Valley
Water District**

2026 Policy Principles and Priorities



Introduction

The 2026 Policy Principles and Priorities serve as Crescenta Valley Water District's (CVWD/District) legislative, regulatory, and administrative guide on state, federal, and local advocacy. The document provides a framework of action steps the District will advance to influence the development of policy in a manner consistent with the mission and vision of CVWD.

The policy priorities included in this document identify the District's near-term positions on emerging issues. These issues are anticipated to be elevated within the upcoming legislative session.

This document aims to define roles and responsibilities of the Board of Directors and the General Manager in pursuing overarching policy strategies and objectives.



“To provide quality water and wastewater services to the Crescenta Valley community in a dependable and economically responsible manner.” - **CVWD Mission Statement**

“Secure sustainable water supplies and ensure infrastructure reliability, while furthering our commitment to accountability, transparency, cost-effectiveness, and public safety.” - **CVWD Vision Statement**

Our Team



Jeffrey W. Johnson

Board President



James D. Bodnar

Board Vice President



Kerry D. Erickson

Board Member



Sharon S. Raghavachary

Board Member



Jennifer T. Valdez

Board Member



James Lee

General Manager



Arminé Sargsyan

Sr. Strategic Initiatives Specialist



Glenn Farrel

GF Advocacy - *State Lobbyist*

2026 Legislative Priorities

1. Pursue legislation to broaden the “first responder” designation to include water/wastewater treatment workers of special districts or municipalities with the purpose of removing barriers for utility workers engaged in activities surrounding emergency events.
2. Continue to shape guidelines of Proposition 4 allocation to expand grant funding access for helicopter-accessible infrastructure.
3. Engage with industry partners and legislators to authorize broader investments in assets held in restricted or irrevocable IRC Section 115 trusts specifically for waster/wastewater treatment infrastructure investments.
4. Secure state and federal funding for District-specific critical projects.



Overarching Policy Objectives

The following Overarching Policy Objectives serve as a consistent thread that will drive CVWD's overall advocacy efforts and guide the District's interactions at the state, federal, and local levels.

- Continued Investment in Water Supply Reliability – The recent historic draughts have demonstrated that extensive investments are necessary to achieve reliability for the State. CVWD will advocate for comprehensive strategy that supports reliable imported water supply and advances in local water infrastructure to ensure regional water resilience for the future.
- Strategic Partnerships and Coalition Building – CVWD will work collaboratively with neighboring water agencies, cities, and strategic water partners throughout the state to support priority goals, projects, and long-term vision for sustainability across a multitude of issues. Additionally, the District will continue to strengthen first responder partnerships to protect public health and safety.
- Funding to Advance Core Projects and Programs – CVWD will continue to build relationships to proactively influence development of state, federal, and local funding opportunities.



Overarching Policy Principles

CVWD's Policy Principles reflect the District's strategic operating goals and objectives and are policy statements that outline longer-term advocacy investments.

Water Supply and Water Infrastructure Investment

- Continue to support investments protecting existing water supplies and conveyance. Pursue funding for alternative water sources such as stormwater capture and regional recycled water projects. Expand funding resources for capital improvements to address financial deficits.

Water Quality

- Utilize best available data to vet recommended processes and approach to address PFAS/PFOA and other emerging contaminants. Encourage the consideration of source control measures to reduce the public's exposure to known chemical hazards in the water supply.

Wastewater

- Wastewater management is a central service that supports human and environmental health. CVWD will seek legislative and regulatory actions to support and safeguard our wastewater infrastructure and inform the development of new and emerging management and treatment practices.

Wildfire Mitigation and Response

- The District will continue to lead efforts in finding innovative wildfire mitigation and response techniques. CVWD will aim to lead local, regional, and state-wide endeavors to expand funding for wildfire mitigation infrastructure.

Roles and Responsibilities

CVWD staff will present a semi-annual update to the Board of Directors related to District-led and sponsored legislative initiatives. Below are defined roles and responsibilities.

Board of Directors

- Board President or Vice President to delegate authority to the General Manager to sponsor legislation and join coalitions in support or opposition of legislative initiatives in line with the District's mission and values outlined in this document.

Staff

- Develop a bill-tracking system to monitor progression of legislation to routinely inform Board of Directors.
- Actively engage in legislative advocacy on bills, including testifying in committee and coalition development.



2026 POLICY PRINCIPLES AND PRIORITIES



**2700 Foothill Blvd
La Crescenta, CA 91214**



818-248-3925



www.cvwd.com



**Crescenta Valley
Water District**

CRESCENTA VALLEY WATER DISTRICT

BOARD OF DIRECTORS - STAFF REPORT

Action Item No. 2
December 16, 2025

To: Honorable President and Members of the Board of Directors
From: James Lee – General Manager
Subject: District Committees

ACTION ITEM:

Discussion regarding the District's Committees.

BACKGROUND/DISCUSSION:

This is a placeholder for Board discussion, which may include consideration for committee meeting protocols, future structure, scheduling of committee meetings, consolidation of committees, or assignment of issue or project-specific ad hoc committees.

RECOMMENDATION:

NA.

Prepared and submitted by:



James Lee
General Manager

CRESCENTA VALLEY WATER DISTRICT

BOARD OF DIRECTORS - STAFF REPORT

Action Item No. 3
December 16, 2025

To: Honorable President and Members of the Board of Directors
From: James Lee – General Manager
Subject: **Board Organization for 2026**

ACTION ITEM:

Board Organization – Election of the President and Vice President of the Board of Directors for 2026 and associated discussion regarding Board governance.

BACKGROUND/DISCUSSION:

This is a placeholder for Board discussion.

RECOMMENDATION:

NA.

Prepared and submitted by:



James Lee
General Manager

CRESCENTA VALLEY WATER DISTRICT

BOARD OF DIRECTORS - STAFF REPORT

Action Item No. 4
December 16, 2025

To: Honorable President and Members of the Board of Directors
From: Arturo Montes, Director of Finance and Administration
Subject: **Resolution 801 – District Investment Policy for 2026**

ACTION ITEM:

Consideration and possible motion to adopt Resolution No. 801, outlining the District's Investment Policy for 2026.

BACKGROUND/DISCUSSION:

California Government Code Sections 5922, 16429.1, and 53601 et seq. require the District to maintain an annual Investment Policy and present any updates for consideration at a public meeting. The District's Investment Policy establishes the framework under which District funds are invested, with the primary objectives of safety, liquidity, and return on investment, in that order of priority.

The attached redlined Investment Policy reflects recommended updates from the District's investment advisor, Chandler Asset Management, to ensure continued alignment with current State law, industry best practices, and regulatory standards.

RECOMMENDATION:

Staff recommends that the Board adopt Resolution No. 801 to approve the District's Investment Policy for Calendar Year 2026 as presented.

Prepared and Submitted by:



Arturo Montes
Director of Finance & Administration

Attachment(s): 1) Resolution No. 801 (redlined)

RESOLUTION NO. 801

A RESOLUTION OF THE BOARD OF DIRECTORS OF THE CRESCENTA VALLEY WATER DISTRICT ESTABLISHING ITS INVESTMENT POLICY

WHEREAS, the Legislature of the State of California has declared that the deposit and investment of public funds by local officials and local agencies is an issue of statewide concern; and

WHEREAS, the legislative body of a local agency may invest monies not required for the immediate necessities of the local agency in accordance with the provisions of California Government Code Sections 5922, 16429.1, and 53601 *et seq.*; and

WHEREAS, pursuant to California Government Code Section 53646, the District may annually approve at a public meeting a Statement of Investment Policy; and

WHEREAS, the Board has been presented with a Statement of Investment Policy, attached hereto as Exhibit A and incorporated by reference; and

WHEREAS, the Board desires to delegate its investment authority to the District's Treasurer (the "Treasurer"), as permitted by Section 53607 of the California Government Code, and subject to the limitations contained in the Investment Policy; and

WHEREAS, the Board, with the aid of its staff, has reviewed the Statement of Investment Policy and now wishes to approve the same and provide for delegation of authority.

NOW, THEREFORE, BE IT RESOLVED, DETERMINED, AND ORDERED by the Board of Directors of the Crescenta Valley Water District as follows:

1. The above recitals are true and correct, and the Board so finds and determines.
2. The Investment Policy, as provided in Exhibit A hereto and incorporated herein, is hereby approved and adopted.
3. The Board hereby delegates management responsibility of the District's investment program and authority to invest or to reinvest funds of the District, and to sell or exchange securities so purchased, to the Treasurer for a one-year period.
4. This Resolution shall take effect immediately after its adoption on the date hereof.

PASSED, APPROVED AND ADOPTED at a Regular Meeting of the Board of Directors of Crescenta Valley Water District held on December 16, 2025. Resolution No. 801 was adopted by the following vote:

AYES:

NOES:

ABSTAIN:

ABSENT:

By: _____
President, Board of Directors
Crescenta Valley Water District

ATTEST:

By: _____
Secretary of the Board of Directors

STATE OF CALIFORNIA)
)
COUNTY OF LOS ANGELES) ss.

I, Arturo Montes, Secretary to the Board of the Crescenta Valley Water District, DO
HEREBY CERTIFY that the foregoing is a full, true and correct copy of Resolution No. 801 of the
Board of Directors of Crescenta Valley Water District adopted at a Regular Meeting held on
December 16, 2025, and that the same has not been amended or repealed.

Secretary of the Board of Directors
Crescenta Valley Water District

DATED: December 16, 2025

(S E A L)

EXHIBIT A

CRESCENTA VALLEY WATER DISTRICT INVESTMENT POLICY

1.0 PURPOSE

This Investment Policy (the “Policy”) is intended to outline the guidelines and practices to be used in effectively and prudently managing the available cash and investment portfolio of the Crescenta Valley Water District (“District”).

It shall be the policy of the District to invest funds in a manner which will provide maximum security with the highest investment return while meeting the daily cash flow demands of the District and conforming to all statutes governing the investment of District funds.

2.0 SCOPE

This investment policy applies to all cash and investment assets of the District, excluding funds regarding or held in any pension plan, CalPERS, OPEB trusts, the investment of employees’ deferred compensation funds, and bond/debt proceeds invested pursuant to their bond documents. District monies not required for immediate expenditure will be invested in compliance with governing provisions of law, including (applicable portions of Government Code Section 53600 *et seq.*) and this Policy.-

3.0 PRUDENCE

Investments shall be made with judgment and care, under circumstances then prevailing, including, but not limited to, the general economic conditions and the anticipated needs of the District, which persons of prudence, discretion and intelligence exercise in the management of their own affairs; not for speculation, but for investment, considering the probable safety of their capital as well as the probable income to be derived. The standard of prudence to be used by investment officials shall be the “prudent investor” standard (California Government Code 53600.3) and shall be applied in the context of managing an overall portfolio. 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.

4.0 OBJECTIVES

As specified in California Government Code Section 53600.5, when investing, reinvesting, purchasing, acquiring, exchanging, selling and managing public funds, the primary objectives, in priority order, of the investment activities shall be:

1. Safety: Safety of principal is the foremost objective of the investment program and this Policy. Investments of the District shall be undertaken in a manner that seeks to ensure the preservation of capital in the overall portfolio. To attain this objective, diversification is required in order that potential losses on individual securities do not exceed the income generated from the remainder of the portfolio.

2. Liquidity: The investment portfolio of the District will remain sufficiently liquid to enable the District to meet all operating requirements which might be reasonably anticipated and to meet its cash flow requirements.

3. Return on Investments: The investment portfolio of the District shall be designed with the objective of attaining a market rate of return throughout budgetary and economic cycles, taking into account the investment risk constraints and the cash flow characteristics of the portfolio. The objective of maximizing return on investments should be done only after ensuring safety and liquidity.

5.0 4DELEGATION OF AUTHORITY

Authority to manage the investment program is derived from California Government Code 53600, *et seq.* Pursuant to California Government Code Section 53607, management responsibility for the investment program is hereby delegated to the Treasurer of the District (the “Treasurer”), who shall be responsible for all transactions undertaken. Such delegation of authority is for a one-year period and may be renewed annually by the Board of Directors of the District (the “Board”). Pursuant to California Government Code Section 53607, as long as the aforementioned delegation authority is renewed, the Treasurer shall submit a monthly investment report of transactions to the Board. Under the provisions of California Government Code 53600.3, the Treasurer is a trustee and a fiduciary subject to the prudent investor standard.

The District may engage the services of one or more external investment advisers, who are registered under the Investment Advisers Act of 1940, to assist in the management of the District’s investment portfolio in a manner consistent with the District’s objectives. External investment advisers may be granted discretion to purchase and sell investment securities in accordance with this Policy.

The District's overall investment program shall be designed and managed with a degree of professionalism that is worthy of the public trust. The District recognizes that in a diversified portfolio, occasional measured losses may be inevitable and must be considered within the context of the overall portfolio's return and the cash flow requirements of the District.

6.0 ETHICS AND CONFLICTS OF INTEREST

Officers and employees involved in the investment process shall refrain from personal business activity that could conflict with the proper execution of the investment program, or which could impair their ability to make impartial investment decisions. Investment officials shall disclose any personal financial/investment positions that could be related to the performance of the District’s investment portfolio. Employees and investment officials shall refrain from undertaking personal investment transactions with the same individual with whom business is conducted on behalf of the District.

7.0 AUTHORIZED FINANCIAL INSTITUTIONS AND DEALERS

The Treasurer may maintain a list of approved financial institutions, selected on the basis of credit worthiness, financial strength, experience and minimal capitalization authorized to provide investment services. In addition, a list may also be maintained of approved security broker/dealers selected by credit worthiness who are authorized to provide investment and financial advisory services in the State of California (“State”). As provided in Section 53601.5 of the California Government Code, the purchase by a local agency of any investment authorized pursuant to Section 53601 or 53601.1, not purchased directly from the issuer, shall be purchased either from an institution licensed by the state as a broker-dealer, (as defined in Section 25004 of the Corporations Code, with proof of FINRA certification), or from a member of a federally regulated securities exchange, from a national or state-chartered bank, from a savings association or federal association (as defined by Section 5102 of the Financial Code), ~~or~~ from a brokerage firm designated as a primary government dealer by the Federal Reserve bank, from the Federal Reserve Bank. No public deposit shall be made except in a qualified public depository as established by State laws. Deposits will be insured by the Federal Deposit Insurance Corporation, or, to the extent the amount exceeds the insured maximum, will be collateralized in accordance with State law.

For brokers/dealers of government securities and other investments, the District shall select only broker/dealers who are licensed and in good standing with the California Department of Securities, the Securities and Exchange Commission, the National Association of Securities Dealers or other applicable self-regulatory organizations.

Selection of broker/dealers used by an external investment adviser retained by the District will be at the sole discretion of the adviser. Where possible, transactions with broker/dealers shall be selected on a competitive basis and their bid or offering prices shall be recorded. If there is no other readily available competitive offering, best efforts will be made to document quotations for comparable or alternative securities. When purchasing original issue instrumentality securities, no competitive offerings will be required as all dealers in the selling group offer those securities at the same original issue price.

Before engaging in investment transactions with a broker/dealer, the Treasurer shall have received from said firm a signed certification form. This form shall attest that the individual responsible for the District's account

with that firm has reviewed the District's Policy and that the firm understands the Policy and intends to present investment recommendations and transactions to the District that are appropriate under the terms and conditions of the Policy.

8.0 AUTHORIZED AND SUITABLE INVESTMENTS

District funds may be invested as authorized by California Government Code Sections 16429.1, 53601 and 53601.8, and subject to the limitations and conditions of California Government Code Section 53600 *et seq.* Where this Policy does not specify a maximum remaining maturity at the time of the investment, no investment shall be made in any security, other than security underlying a repurchase or reverse repurchase agreement authorized by this section, that at the time of the investment has a term remaining to maturity in excess of five (5) years.

Maximum stated term for permitted investments shall be determined based on the settlement date (not the trade date) upon purchase of the security and the stated final maturity of the security. ~~The purchase of a security with a forward settlement date cannot exceed 45 days from the time of investment.~~ Within the investments permitted by the Code, the District seeks to further restrict eligible investments to the guidelines listed below. Percentage holding limits and minimum credit requirements listed in this section shall apply at the time the security is purchased.

~~For purposes of compliance with California Government Code Section 53601, an investment's term or remaining maturity shall be measured from the settlement date to final maturity. A security purchased in accordance with Section 53601 must not have a forward settlement date exceeding 45 days from the time of investment.~~ An appropriate risk level shall be maintained by primarily purchasing securities that are of high quality, liquid, and marketable. The portfolio shall be diversified by security type and institution issuer to avoid incurring unreasonable and avoidable risks regarding specific security types or individual issuers.

- a. Bonds issued by the District.
- b. United States Treasury Bills, Notes, Bonds, and Certificate of Indebtedness.
- c. Registered state warrants or treasury notes or bonds issued by the State of California.
- d. Registered treasury notes or bonds of any of the other 49 states in addition to California, including bonds payable solely out of revenues from revenue-producing property owned, controlled, or operated by a state or by a department, board, agency, or authority of any of the other 49 states, in addition to California. The securities are rated in a rating category of "A" or its equivalent or better by at least one nationally recognized statistical rating organization ("NRSRO"). No more than 30% of the portfolio may be in Municipal Securities.
- e. Bonds, notes, warrants or other evidence of debt issued by the District, the State of California or a local agency within the State of California, including bonds payable solely out of the revenues from a revenue-producing property owned, controlled, or operated by the local agency, or by a department, board, agency, or authority of the local agency. The securities are rated in a rating category of "A" or its equivalent or better by at least one NRSRO. No more than 30% of the portfolio may be in Municipal Securities.
- f. Federal agency or United States government-sponsored enterprise ("GSE") 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. No more than 30% of the portfolio may be invested in any single Agency/GSE issuer. The maximum percent of callable agency securities in the portfolio will be 20%.
- g. Bankers' acceptances, otherwise known as bills of exchange or time drafts that are drawn on and accepted by a commercial bank. Purchase of bankers' acceptances may not exceed one hundred eighty (180) days' maturity or forty percent (40%) of the District's money that may be invested pursuant to this Policy, however, no more than 30% of the District's moneys may be invested in the bankers' acceptances of any one commercial bank. Such investments must be issued by institutions which have short-term debt obligations rated "A-1" or its equivalent or better by at

least one NRSRO; or long-term debt obligations which are rated in a rating category of “A” or its equivalent or better by at least one NRSRO.

- 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 either be:

- (1) organized and operating within the United States as a general corporation, shall have total assets in excess of Five Hundred Million Dollars (\$500,000,000), and shall have debt, other than commercial paper, if any, that is rated in a rating category of “A” or its equivalent or higher by a NRSRO; or

- (2) organized within the United States as a special purpose corporation, trust, or limited liability company, have program-wide credit enhancements including, but not limited to, over-collateralization, letters of credit, or a surety bond, and has commercial paper that is rated “A-1” or higher, or the equivalent, by a NRSRO.

Eligible commercial paper shall have a maximum maturity of ~~three~~ two hundred ~~seventy-ninety seven~~ ⁽²⁷⁰³⁹⁷⁾ days or less. The District shall invest no more than twenty-five percent (25%) of its money in eligible commercial paper. ~~The District shall purchase no more than ten percent (10%) of the outstanding commercial paper of any single corporate issue.~~

- i. Negotiable certificates of deposit (“NCD”) issued by a nationally or state-chartered bank, a savings association or a federal association (as defined by Section 5102 of the Financial Code), a state or federal credit union, or by a federal or state-licensed branch of a foreign bank. Purchases of negotiable certificates of deposit shall not exceed thirty percent (30%) of the District’s money which may be invested pursuant to this policy. The Board of Directors and the General Manager are prohibited from investing District funds, or funds in the District’s custody, in negotiable certificates of deposit issued by a state or federal credit union if a member of the Board of Directors, or any person with investment decision making authority within the District also serves on the board of directors, or any committee appointed by the board of directors, or the credit committee or the supervisory committee of the state or federal credit union issuing the negotiable certificates of deposit.

- j. Repurchase Agreements of any securities authorized by Section 53601 with a maximum maturity not exceeding one (1) year. The market value of securities that underlay a repurchase agreement shall be valued at one hundred two percent (102%) or greater of the funds borrowed against those securities and shall be adjusted no less than quarterly, and are subject to the special limits and conditions of California Government Code 53601(j). Securities used as collateral for Repurchase Agreements will be delivered to an acceptable third party custodian. Repurchase Agreements are subject to a Master Repurchase Agreement between the District and the provider of the repurchase agreement. The Master Repurchase Agreement will be substantially in the form developed by the Securities Industry and Financial Markets Association (SIFMA).

- k. Medium term notes, defined as all corporate and depository institution debt securities with a maximum remaining maturity of five (5) years or less, issued by corporations organized and operating within the United States or by depository institutions licensed by the United States or any state and operating within the United States. Such notes eligible for investment shall be rated in a rating category of “A” or its equivalent or better by a NRSRO. Purchases of medium term notes shall not include other instruments authorized by this policy and shall not exceed thirty percent (30%) of the District’s money which may be invested pursuant to this policy. ~~The District may invest no more than ten percent (10%) of its total investment assets in the commercial paper and the medium term notes of any single issuer.~~

- l. Shares of beneficial interest issued by diversified management companies that are money market

funds (~~mutual funds~~) investing in the securities and obligations authorized by this Policy, and shares in money market mutual funds, subject to the restrictions of Government Code Section 53601(l) as follows: The District may invest in shares of beneficial interest issued by a company that shall have met either of the following criteria: (1) attained the highest ranking or the highest letter and numerical rating provided by not less than two NRSROs, or (2) retained an investment adviser registered or exempt from registration with the Securities and Exchange Commission with not less than five years experience managing money market mutual funds with assets under management in excess of five hundred million dollars (\$500,000,000). The purchase price of investments under this subdivision shall not exceed twenty percent (20%) of the District's money, provided, however, no more than ~~twentyten~~ percent (~~24~~10%) of the District's money may be invested in any one money market mutual fund.

- m. Moneys held by a trustee or fiscal agent and pledged to the payment or security of bonds or other indebtedness, or obligations under a lease, installment sale, or other agreement of a local agency, or certificates of participation in those bonds, indebtedness, or lease installment sale, or other agreements, may be invested in accordance with the statutory provisions governing the issuance of those bonds, indebtedness, or lease installment sale, or other agreement, or to the extent not inconsistent therewith or if there are no specific statutory provisions, in accordance with the ordinance, resolution, indenture, or agreement of the local agency providing for the issuance.
- n. Notes, bonds, or other obligations that are at all times secured by a valid first priority security interest in securities of the types listed by Government Code Section 53651 as eligible securities for the purpose of securing local agency deposits having a market value at least equal to that required by Government Code Section 53652 for the purpose of securing local agency deposits. The securities serving as collateral shall be placed by delivery or book entry into the custody of a trust company or the trust department of a bank which is not affiliated with the issuer of the secured obligation, and the security interest shall be perfected in accordance with the requirements of the Uniform Commercial Code or federal regulations applicable to the types of securities in which the security interest is granted.
- o. An asset-backed security, mortgage pass-through security, collateralized mortgage obligation, mortgage-backed or other pay-through bonds, equipment lease-backed certificate, consumer receivable pass-through certificate, or consumer receivable-backed bond. The securities shall be rated in a rating category of "AA" or its equivalent or better by a NRSRO. Purchase of securities authorized by this subdivision shall not exceed twenty percent (20%) of the District's money that may be invested pursuant to this Policy. Mortgage and asset-backed securities issued or guaranteed by the United States, its federal agencies and/or government-sponsored enterprises do not count when calculating the 20% maximum portfolio exposure to mortgage and asset-backed securities. No more than 5% of the portfolio may be invested in any single asset-backed or commercial mortgage security issuer.
- p. Shares of beneficial interest issued by a joint powers authority organized pursuant to Government Code Section 6509.7 that invests in the securities and obligations authorized under Government Code Section 53601. Each share shall represent an equal proportional interest in the underlying pool of securities owned by the joint powers authority. To be eligible, the joint powers authority issuing the shares must have retained an investment advisor that is registered or exempt from registration with the Securities and Exchange Commission, have not less than five years of experience in investing in the securities and obligations authorized under Government Code Section 53601, and have assets under management in excess of five hundred million dollars (\$500,000,000.00).
- q. United States dollar denominated senior unsecured unsubordinated obligations issued or unconditionally guaranteed by the International Bank for Reconstruction and Development, International Finance Corporation, or Inter-American Development Bank, with a maximum

remaining maturity of five years or less, and eligible for purchase and sale within the United States. These types of investments must be rated in a rating category of “AA” or its equivalent or better by a NRSRO and cannot exceed 30% of the District’s moneys that may be invested pursuant to this Policy. No more than 10% of the portfolio may be invested in any single issuer.

g. Deposits at a commercial bank, savings bank, savings and loan association or credit union that uses a private sector entity that assists in the placement of such certificates of deposit, pursuant to Government Code Section 53601.8. Deposits shall be subject to Government Code Section 53638 and may not exceed 50% of the District’s money which may be invested pursuant to this Policy.

h. State of California Local Agency Investment Fund (“LAIF”), provided that the District may invest up to the maximum amount permitted by LAIF. LAIF’s investments in instruments prohibited by or not specified in the District’s Policy do not exclude the investment in LAIF itself from the District’s list of allowable investments, provided LAIF’s reports allow the District to adequately judge the risk inherent in LAIF’s portfolio.

s.

9.0 PROHIBITED INVESTMENTS

Any investments not specifically described in Section 8.0 are prohibited. In addition, as a matter of state law and policy, the District has chosen not to invest in the following:

- a. Investment in futures and options is prohibited.
- b. In accordance with Government Code, Section 53601.6, investment in inverse floaters, range notes, or mortgage derived interest-only strips is prohibited.
- c. Investment in any security that could result in a zero-interest accrual if held to maturity is prohibited. Under a provision sunseting on January 1, 2026³¹, securities backed by the U.S. Government that could result in a zero- or negative-interest accrual if held to maturity are permitted.
- d. Trading securities for the sole purpose of speculating on the future direction of interest rates is prohibited.
- e. Purchasing or selling securities on margin is prohibited.
- f. The use of reverse repurchase agreements as a form of leverage, securities lending or any other form of borrowing or leverage is prohibited.
- g. The purchase of foreign currency denominated securities is prohibited.
- h. The purchase of a security with a forward settlement date exceeding 45 days from the time of the investment is prohibited.

10.0 COLLATERALIZATION

Certificates of Deposit (CDs): The District shall require any commercial bank or savings and loan association to deposit eligible securities with an agency of a depository approved by the State Banking Department to secure any uninsured portion of a Non-Negotiable Certificate of Deposit. The value of eligible securities as defined pursuant to California Government Code Section 53651, pledged against a Certificate of Deposit shall be equal to 150% of the face value of the CD if the securities are classified as mortgages and 110% of the face value of the CD for all other classes of eligible security.

Bank Deposits: This is the process by which a bank or financial institution pledges securities, or other deposits for the purpose of securing repayment of deposited funds. The District shall require any bank or financial institution to comply with the collateralization criteria defined in California Government Code Section 53630 *et seq.*, including Sections 53651 and 53652.

Repurchase Agreements: The District requires that Repurchase Agreements be collateralized only by securities authorized in accordance with California Government Code and will adhere to the amount required under California Government Code Section 53601(j)(2):

- a. The securities which collateralize the repurchase agreement shall be priced at Market Value, including any Accrued Interest plus a margin. The Market Value of the securities that underlie a repurchase agreement shall be valued at 102% or greater of the funds borrowed against those securities.
- ~~a.b.~~ Securities used as collateral for Repurchase Agreements will be delivered to an acceptable third-party custodian.
- ~~b.c.~~ Financial institutions shall mark the value of the collateral to market at least monthly and increase or decrease the collateral to satisfy the ratio requirement described above.
- ~~e.d.~~ The District shall receive monthly statements of collateral.

11.0 SAFEKEEPING AND CUSTODY

All security transactions entered into by the District shall be conducted on delivery-versus-payment (DVP) basis. All securities purchased or acquired shall be delivered to the District by book entry, physical delivery or by third party custodial agreement. A monthly report will be received by the District from the custodian listing all securities held in safekeeping with current market data and other information.

The only exceptions to the foregoing shall be depository accounts and securities purchases made with: (i) local government investment pools; (ii) time certificates of deposit, and, (iii) money market mutual funds, since these securities are not deliverable.

12.0 RISK MANAGEMENT AND DIVERSIFICATION

The District will diversify its investments by security type and institution. Assets shall be diversified to eliminate the risk of loss resulting from over concentration of assets in a specific maturity, a specific issuer or a specific class of securities. Diversification strategies shall be reviewed and revised by the Finance Committee periodically if determined necessary to meet District goals. In establishing specific diversification strategies, the following general policies and constraints shall apply:

- a. Portfolio maturity dates shall be matched versus liabilities to avoid undue concentration in a specific maturity sector.
- b. Maturities selected shall provide for stability of income and liquidity.
- c. Disbursement and payroll dates shall be covered through maturities of investments, marketable United States Treasury bills or other cash equivalent instruments such as money market mutual funds.
- d. No more than 5% of the total portfolio may be deposited with or invested in securities issued by any single issuer unless otherwise specified in this Policy.
- e. If a security owned by the District is downgraded to a level below the requirements of this Policy, making the security ineligible for additional purchases, the following steps will be taken:
 - i. Any actions taken related to the downgrade by the investment manager will be communicated to the Treasurer in a timely manner.
 - ii. If a decision is made to retain the security, the credit situation will be monitored and reported to the Board of Directors.
- f. Credit risk is the risk that a security or a portfolio will lose some or all its value due to a real or perceived change in the ability of the issuer to repay its debt. The District will mitigate credit risk by adopting diversification requirements, issuer limitations and language that downgrades credit ratings. The District may elect to sell a security prior to its maturity and record a capital gain or loss in order to manage the quality, liquidity or yield of the portfolio in response to market conditions or District's risk preferences.

~~g. The maximum stated final maturity of individual securities in the portfolio will be five (5) years,~~

~~except as otherwise stated in this policy.~~

~~h.g.~~ The duration of the portfolio will generally be approximately equal to the duration (typically plus or minus 20%) of a market benchmark, an index selected by the District based on the District's investment objectives, constraints and risk tolerances.

13.0 REPORTING

The Treasurer shall submit to the Board of Directors a quarterly investment report within 45 days after the end of the quarter covered by said report. The report shall include a complete description of the portfolio, the type of investments, the issuers, maturity dates, par values and the current market values of each component of the portfolio, including funds managed for District by third-party contracted managers. The report will also include the source of the portfolio valuation. For funds which are placed in LAIF, FDIC-insured accounts and/or in a county investment pool, the foregoing report elements may be replaced by copies of the latest statements from such institutions. The report must also include a certification that (1) all investment actions executed since the last report have been made in full compliance with the Policy and, (2) the District will meet its expenditure obligations for the next six months. The Treasurer shall maintain a complete and timely record of all investment transactions.

Monthly transaction reports will be submitted by the Treasurer to the Board of Directors in accordance with California Government Code Section 53607.

14.0 INTERNAL CONTROLS

The Treasurer is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the entity are protected from loss, theft or misuse. The internal control structure shall be designed to provide reasonable assurance that these objectives are met. The concept of reasonable assurance recognizes that (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management.

Periodically, as deemed appropriate by the District and/or the Board of Directors, an independent analysis by an external auditor shall be conducted to review internal controls, account activity and compliance with policies and procedures.

15.0 PORTFOLIO REVIEW AND PERFORMANCE EVALUATION:

The Treasurer shall periodically, but no less than quarterly, review the portfolio to identify investments that do not comply with this Policy and establish protocols for reporting major and critical incidences of noncompliance to the Board of Directors.

The investment portfolio shall be designed to attain a market-average rate of return throughout budgetary and economic cycles, taking into account the District's risk constraints, the cash flow characteristics of the portfolio, and state and local laws, ordinances or resolutions that restrict investments.

The Treasurer shall monitor and evaluate the portfolio's performance relative to the chosen market benchmark(s), which will be included in the Treasurer's quarterly report. The Treasurer shall select an appropriate, readily available index to use as a market benchmark. Benchmarks may change over time based on changes in market conditions or cash flow requirements.

16.0 INVESTMENT POLICY ADOPTION

The Policy shall be adopted by resolution of the Board of the District. Moreover, the Policy shall be reviewed on an annual basis, and modifications must be approved by resolution of the Board of Directors at a public meeting.

GLOSSARY OF INVESTMENT TERMS

AGENCIES. Shorthand market terminology for any obligation issued by a *government-sponsored entity (GSE)*, or a *federally related institution*. Most obligations of GSEs are not guaranteed by the full faith and credit of the US government. Examples are:

FFCB. The Federal Farm Credit Bank System provides credit and liquidity in the agricultural industry. FFCB issues discount notes and bonds.

FHLB. The Federal Home Loan Bank provides credit and liquidity in the housing market. FHLB issues discount notes and bonds.

FHLMC. Like FHLB, the Federal Home Loan Mortgage Corporation provides credit and liquidity in the housing market. FHLMC, also called “Freddie_Mac” issues discount notes, bonds and mortgage pass-through securities.

FNMA. Like FHLB and Freddie_Mac, the Federal National Mortgage Association was established to provide credit and liquidity in the housing market. FNMA, also known as “Fannie_Mae,” issues discount notes, bonds and mortgage pass-through securities.

GNMA. The Government National Mortgage Association, known as “Ginnie_Mae,” issues mortgage pass-through securities, which are guaranteed by the full faith and credit of the US Government.

PEFCO. The Private Export Funding Corporation assists exporters. Obligations of PEFCO are not guaranteed by the full faith and credit of the US government.

TVA. The Tennessee Valley Authority provides flood control and power and promotes development in portions of the Tennessee, Ohio, and Mississippi River valleys. TVA currently issues discount notes and bonds.

ASSET BACKED SECURITIES. Securities supported by pools of installment loans or leases or by pools of revolving lines of credit.

~~**AVERAGE LIFE.** In mortgage-related investments, including CMOs, the average time to expected receipt of principal payments, weighted by the amount of principal expected.~~

BANKER’S ACCEPTANCE. A money market instrument created to facilitate international trade transactions. It is highly liquid and safe because the risk of the trade transaction is transferred to the bank which “accepts” the obligation to pay the investor.

BENCHMARK. A comparison security or portfolio. A performance benchmark is a partial market index, which reflects the mix of securities allowed under a specific investment policy.

BID. The indicated price at which a buyer is willing to purchase a security or commodity.

BROKER. A broker brings buyers and sellers together for a transaction for which the broker receives a commission. A broker does not sell securities from their own position.

CALLABLE. A callable security gives the issuer the option to call it from the investor prior to its maturity. The main cause of a call is a decline in interest rates. If interest rates decline, the issuer will likely call its current securities and reissue them at a lower rate of interest.

CERTIFICATE OF DEPOSIT (CD). A time deposit with a specific maturity evidenced by a certificate.

~~**CERTIFICATE OF DEPOSIT ACCOUNT REGISTRY SYSTEM (CDARS).** A private placement service that allows local agencies to purchase more than \$250,000 in CDs from a single financial institution (must be a participating institution of CDARS) while still maintaining FDIC insurance coverage. CDARS is currently the only entity providing this service. CDARS facilitates the trading of deposits between the California institution and other participating institutions in amounts that are less than \$250,000 each, so that FDIC coverage is maintained.~~

COLLATERAL. Securities or cash pledged by a borrower to secure repayment of a loan or repurchase agreement. Also, securities pledged by a financial institution to secure deposits of public monies.

COLLATERALIZED BANK DEPOSIT. A bank deposit that is collateralized at least 100% (principal plus interest to maturity). The deposit is collateralized using assets set aside by the issuer such as Treasury securities or other qualified collateral to secure the deposit in excess of the limit covered by the Federal Deposit Insurance Corporation.

COLLATERALIZED MORTGAGE OBLIGATIONS (CMO). Classes of bonds that redistribute the cash flows of mortgage securities (and whole loans) to create securities that have different levels of prepayment risk, as compared to the underlying mortgage securities.

COLLATERALIZED TIME DEPOSIT. Time deposits that are collateralized at least 100% (principal plus interest to maturity). These instruments are collateralized using assets set aside by the issuer such as Treasury securities or other qualified collateral to secure the deposit in excess of the limit covered by the Federal Deposit Insurance Corporation.

COMMERCIAL PAPER. The short-term unsecured debt of corporations.

COUPON. The rate of return at which interest is paid on a bond.

CREDIT RISK. The risk that principal and/or interest on an investment will not be paid in a timely manner due to changes in the condition of the issuer.

DEALER. A dealer acts as a principal in security transactions, selling securities from and buying securities for their own position.

DELIVERY VS. PAYMENT (DVP). A securities industry procedure whereby payment for a security must be made at the time the security is delivered to the purchaser's agent.

DISCOUNT. The difference between the par value of a bond and the cost of the bond, when the cost is below par. Some short-term securities, such as T-bills and banker's acceptances, are known as discount securities. They sell at a discount from par and return the par value to the investor at maturity without additional interest. Other securities, which have fixed coupons, trade at a discount when the coupon rate is lower than the current market rate for securities of that maturity and/or quality.

DIVERSIFICATION. Dividing investment funds among a variety of investments to avoid excessive exposure to any one source of risk.

DURATION. The weighted average time to maturity of a bond where the weights are the present values of the future cash flows. Duration measures the price sensitivity of a security to changes interest rates.

FEDERAL DEPOSIT INSURANCE CORPORATION (FDIC). The Federal Deposit Insurance Corporation (FDIC) is an independent federal agency insuring deposits in U.S. banks and thrifts in the event of bank failures. The FDIC was created in 1933 to maintain public confidence and encourage stability in the financial system through the promotion of sound banking practices.

FEDERALLY INSURED TIME DEPOSIT. A time deposit is an interest-bearing bank deposit account that has a specified date of maturity, such as a certificate of deposit (CD). These deposits are limited to funds insured in accordance with FDIC insurance deposit limits.

FIDUCIARY. A person or organization that acts on behalf of another person(s) or organization that puts their clients' interest ahead of their own as they are bound both legally and ethically to act in the other's best interests.

JOINT POWERS AUTHORITY (JPA). An entity created by two or more public agencies that share a common goal in order to jointly exercise powers common to all members through a joint powers agreement or contract.

LEVERAGE. Borrowing funds in order to invest in securities that have the potential to pay earnings at a rate higher than the cost of borrowing.

LIQUIDITY. The speed and ease with which an asset can be converted to cash.

LOCAL AGENCY INVESTMENT FUND (LAIF). A voluntary investment fund open to government entities and certain non-profit organizations in California that is managed by the State Treasurer's Office.

LOCAL GOVERNMENT INVESTMENT POOL (LGIP). Investment pools that range from the State Treasurer's Office Local Agency Investment Fund (LAIF) to county pools, to Joint Powers Authorities (JPAs). These funds are not subject to the same SEC rules applicable to money market mutual funds.

MAKE WHOLE CALL. A type of call provision on a bond that allows the issuer to pay off the remaining debt early. Unlike a call option, with a make whole call provision, the issuer makes a lump sum payment that equals the net present value (NPV) of future coupon payments that will not be paid because of the call. With this type of call, an investor is compensated, or "made whole."

MARGIN. The difference between the market value of a security and the loan a broker makes using that security as collateral.

MARKET RISK. The risk that the value of securities will fluctuate with changes in overall market conditions or interest rates.

MARKET VALUE. The price at which a security can be traded.

MATURITY. The final date upon which the principal of a security becomes due and payable. The investment's term or remaining maturity is measured from the settlement date to final maturity.

MEDIUM TERM NOTES. Unsecured, investment-grade senior debt securities of major corporations which are sold in relatively small amounts on either a continuous or an intermittent basis. MTNs are highly flexible debt instruments that can be structured to respond to market opportunities or to investor preferences.

MODIFIED DURATION. The percent change in price for a 100-basis point change in yields. Modified duration is the best single measure of a portfolio's or security's exposure to market risk.

MONEY MARKET. The market in which short-term debt instruments (T-bills, discount notes, commercial paper, and banker's acceptances) are issued and traded.

MONEY MARKET MUTUAL FUND. A mutual fund that invests exclusively in short-term securities. Examples of investments in money market funds are certificates of deposit and U.S. Treasury securities. Money market funds attempt to keep their net asset values at \$1 per share.

MORTGAGE PASS-THROUGH SECURITIES. A securitized participation in the interest and principal cash flows from a specified pool of mortgages. Principal and interest payments made on the mortgages are passed through to the holder of the security.

MUNICIPAL SECURITIES. Securities issued by state and local agencies to finance capital and operating expenses.

MUTUAL FUND. An entity which pools the funds of investors and invests those funds in a set of securities which is specifically defined in the fund's prospectus. Mutual funds can be invested in various types of domestic and/or international stocks, bonds, and money market instruments, as set forth in the individual fund's prospectus. For most large, institutional investors, the costs associated with investing in mutual funds are higher than the investor can obtain through an individually managed portfolio.

NATIONALLY RECOGNIZED STATISTICAL RATING ORGANIZATION (NRSRO).

A credit rating agency that the Securities and Exchange Commission in the United States uses for regulatory purposes. Credit rating agencies provide assessments of an investment's risk. The issuers of investments, especially debt securities, pay credit rating agencies to provide them with ratings. The three most prominent NRSROs are Fitch, S&P, and Moody's.

NEGOTIABLE CERTIFICATE OF DEPOSIT (CD). A short-term debt instrument that pays interest and is issued by a bank, savings or federal association, state or federal credit union, or state-licensed branch of a foreign bank. Negotiable CDs are traded in a secondary market.

OFFER (ASK). An indicated price at which market participants are willing to sell a security. Also referred to as the "ask price".

PAYDOWN. A reduction in the principal amount owed on a bond, loan, or other debt.

PREMIUM. The difference between the par value of a bond and the cost of the bond, when the cost is above par.

PRIMARY DEALER. A financial institution (1) that is a trading counterparty with the Federal Reserve in its execution of market operations to carry out U.S. monetary policy, and (2) that participates for statistical reporting purposes in compiling data on activity in the U.S. Government securities market.

PRUDENT INVESTOR (PRUDENT PERSON) RULE. A standard of responsibility which applies to fiduciaries. In California, the rule is stated as "Investments shall be managed with the care, skill, prudence and diligence, under the circumstances then prevailing, that a prudent person, acting in a like capacity and familiar with such matters, would use in the conduct of an enterprise of like character and with like aims to accomplish similar purposes."

REGIONAL DEALER. A financial intermediary that buys and sells securities for the benefit of its customers without maintaining substantial inventories of securities and that is not a primary dealer.

REPURCHASE AGREEMENT. Short-term purchases of securities with a simultaneous agreement to sell the securities back at a higher price. From the seller's point of view, the same transaction is a reverse repurchase agreement.

SAFEKEEPING. A service to bank customers whereby securities are held by the bank in the customer's name.

SECURITIES AND EXCHANGE COMMISSION (SEC). The U.S. Securities and Exchange Commission (SEC) is an independent federal government agency responsible for protecting investors, maintaining fair and orderly functioning of securities markets and facilitating capital formation. It was created by Congress in 1934 as

the first federal regulator of securities markets. The SEC promotes full public disclosure, protects investors against fraudulent and manipulative practices in the market, and monitors corporate takeover actions in the United States.

SECURITIES AND EXCHANGE COMMISSION (SEC) RULE 15c3-1. An SEC rule setting capital requirements for brokers and dealers. Under Rule 15c3-1, a broker or dealer must have sufficient liquidity in order to cover the most pressing obligations. This is defined as having a certain amount of liquidity as a percentage of the broker/dealer's total obligations. If the percentage falls below a certain point, the broker or dealer may not be allowed to take on new clients and may have restrictions placed on dealings with current client.

STRUCTURED NOTE. Notes issued by Government Sponsored Enterprises (FHLB, FNMA, etc.) and Corporations, which have imbedded options (e.g., call features, step-up coupons, floating rate coupons, derivative-based returns) into their debt structure. Their market performance is impacted by the fluctuation of interest rates, the volatility of the imbedded options and shifts in the shape of the yield curve.

~~A complex, fixed income instrument, which pays interest, based on a formula tied to other interest rates, commodities or indices. Examples include inverse floating rate notes which have coupons that increase when other interest rates are falling, and which fall when other interest rates are rising, and "dual index floaters," which pay interest based on the relationship between two other interest rates—for example, the yield on the ten-year Treasury note minus the Libor rate. Issuers of such notes lock in a reduced cost of borrowing by purchasing interest rate swap agreements.~~

SUPRANATIONAL. A Supranational is a multi-national organization whereby member states transcend national boundaries or interests to share in the decision making to promote economic development in the member countries.

THIRD PARTY CUSTODIAN. An independent, third-party custodial safekeeping provider that has a fiduciary responsibility for safekeeping their client's assets to minimize the risk of a fraudulent transaction.

TOTAL RATE OF RETURN. A measure of a portfolio's performance over time. It is the internal rate of return, which equates the beginning value of the portfolio with the ending value; it includes interest earnings, realized and unrealized gains, and losses in the portfolio.

U.S. TREASURY OBLIGATIONS. Securities issued by the U.S. Treasury and backed by the full faith and credit of the United States. Treasuries are considered to have no credit risk and are the benchmark for interest rates on all other securities in the US and overseas. The Treasury issues both discounted securities and fixed coupon notes and bonds.

TREASURY BILLS. All securities issued with initial maturities of one year or less are issued as discounted instruments and are called Treasury bills. The Treasury currently issues three- and six-month T-bills at regular weekly auctions. It also issues "cash management" bills as needed to smooth out cash flows.

TREASURY NOTES. All securities issued with initial maturities of two to ten years are called Treasury notes and pay interest semi-annually.

TREASURY BONDS. All securities issued with initial maturities greater than ten years are called Treasury bonds. Like Treasury notes, they pay interest semi-annually.

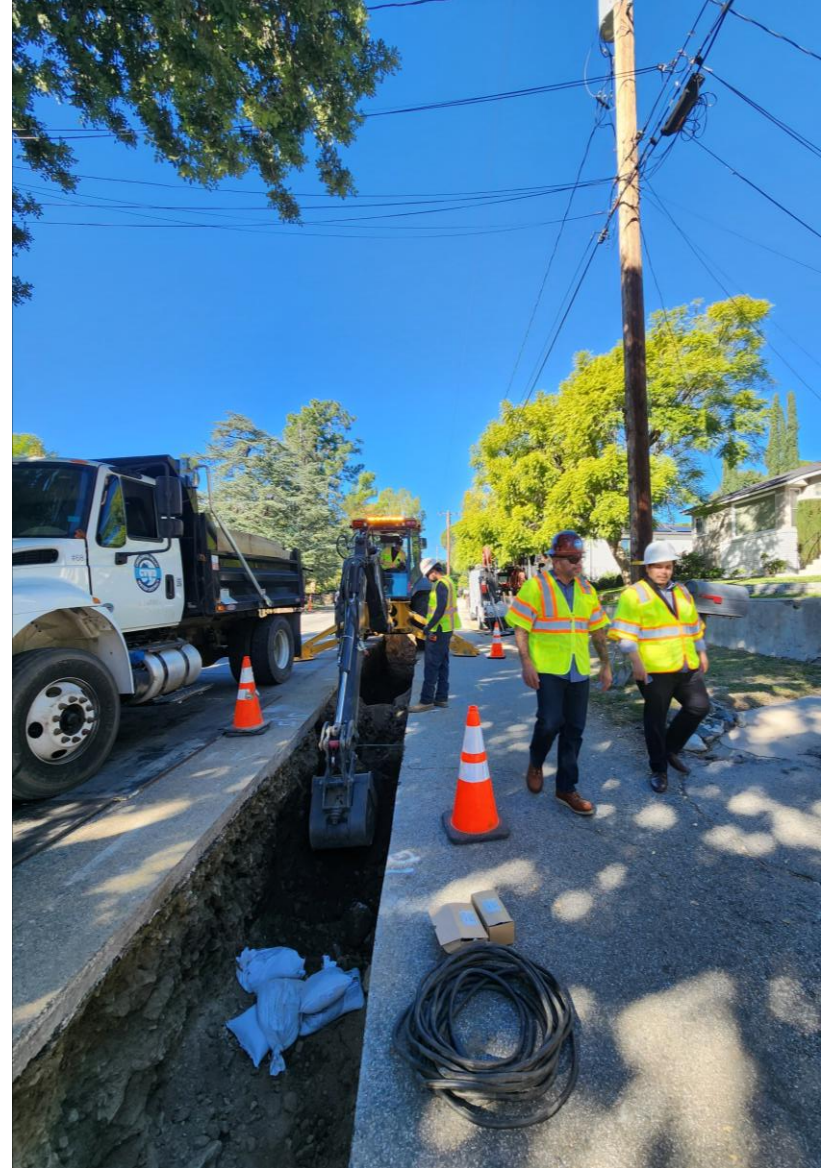
VOLATILITY. The rate at which security prices change with changes in general economic conditions or the general level of interest rates.

YIELD TO MATURITY. The annualized internal rate of return on an investment which equates the expected cash flows from the investment to its cost.

Congressmember Laura Friedman visits CVWD's Glenwood facility – Dec 8th, 2025



Office of Gov. Newsom visits the Henrietta Ave In-House Pipeline job – December 9th, 2025



CRESCENTA VALLEY WATER DISTRICT

General Manager Report

GM Report
December 16, 2025

To: Honorable President and Members of the Board of Directors
From: James Lee, General Manager
Subject: General Manager Report

General Manager's Report Topics:

- California Secretary of State 75th Anniversary Certificate of Recognition
- County of Los Angeles 75th Anniversary Certificate of Recognition
- Public outreach demonstration display
- November investment summary

STAFFING

2 work anniversaries in December – Quinn Abbene – 1 year; Robert Wood – 20 years.

Employee Spotlight: Avetis Matsunyan

As of December 12th, the District has gone 322 days without a lost time incident.

GENERAL MANAGER ACTIVITIES

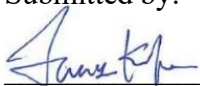
Meetings:

Managers Meeting(s)	- Dec 11 th
Congressmember Laura Friedman	- Dec 8 th
Office of Governor Newsom	- Dec 9 th
MWD Finance, Affordability Committee	- Dec 9 th
Foothill Municipal Water District	- Dec 9 th
ACWA Foundation	- Dec 10 th
Engineering, Operations & Technology Committee	- Dec 10 th
CORO Southern California	- Dec 11 th

Agreements/Contracts Executed:

none

Submitted by:



James Lee
General Manager



**Crescenta Valley Water District
Investment Portfolio Report
as of November 30, 2025**

Investment Type	Acct. No	Purchase Date	Face Value	Investment Cost	% of total	Market Value	Maturity Date	Earned to Date	Yield to Maturity
Wells Fargo Sweeps	5246		\$ 3,332,475	\$ 3,332,475	14.07%	\$ 3,332,475		\$ 20,671	4.22%
Subtotal			\$ 3,332,475	\$ 3,332,475	14.07%	\$ 3,332,475		\$ 20,671	
Local Area Investment Fund	90-19-007		\$ 1,697,453	\$ 1,697,453	7.17%	\$ 1,697,453		\$ 18,342	4.48%
Subtotal			\$ 1,697,453	\$ 1,697,453	7.17%	\$ 1,697,453		\$ 18,342	
Chandler									
Cash - Cash	CCYUSD	---	\$ 9,692	\$ 9,692	0.04%	\$ 9,692	11/30/2025	\$ -	0.00%
Money Market Fund - First American Govt Oblig Fund	31846V203	---	\$ 98,555	\$ 98,555	0.42%	\$ 98,555	11/30/2025	\$ -	3.62%
Commercial Paper - Toyota Motor Corporation	89233HAG9	4/29/2025	\$ 169,638	\$ 174,059	0.73%	\$ 174,074	1/16/2026	\$ -	4.34%
US Treasury - United States	91282CBT7	7/30/2021	\$ 100,418	\$ 100,029	0.42%	\$ 99,011	3/31/2026	\$ 128	0.66%
Corporate - Toyota Motor Corporation	89236TJK2	6/28/2021	\$ 99,630	\$ 99,959	0.42%	\$ 98,510	6/18/2026	\$ 509	1.20%
US Treasury - United States	91282CCJ8	8/5/2021	\$ 201,625	\$ 200,192	0.85%	\$ 196,723	6/30/2026	\$ 732	0.71%
US Treasury - United States	91282CCP4	8/24/2021	\$ 198,523	\$ 199,802	0.84%	\$ 195,960	7/31/2026	\$ 418	0.78%
Corporate - Target Corporation	87612EBM7	---	\$ 106,541	\$ 109,178	0.46%	\$ 107,781	1/15/2027	\$ 810	2.66%
Corporate - The Procter & Gamble Company	742718FV6	1/27/2022	\$ 109,844	\$ 109,963	0.46%	\$ 107,799	2/1/2027	\$ 697	1.93%
ABS - John Deere Owner Trust	47800AAC4	7/12/2022	\$ 4,736	\$ 4,736	0.02%	\$ 4,732	2/16/2027	\$ 8	3.77%
Corporate - State Street Corporation	857477CL5	4/1/2024	\$ 74,948	\$ 74,977	0.32%	\$ 76,001	3/18/2027	\$ 759	5.02%
Agency - Farm Credit System	3133EP6K6	4/1/2024	\$ 149,714	\$ 149,873	0.63%	\$ 151,689	3/26/2027	\$ 1,219	4.57%
ABS - Hyundai Auto Receivables Trust	448979AD6	4/4/2023	\$ 8,908	\$ 8,908	0.04%	\$ 8,916	4/15/2027	\$ 18	5.14%
ABS - Toyota Auto Receivables Owner Trust	89231CAD9	8/8/2022	\$ 14,773	\$ 14,775	0.06%	\$ 14,767	4/15/2027	\$ 25	3.80%
Corporate - Northern Trust Corporation	665859AW4	---	\$ 141,595	\$ 140,461	0.59%	\$ 140,203	5/10/2027	\$ 327	3.73%
ABS - John Deere Owner Trust	47800BAC2	10/12/2022	\$ 14,602	\$ 14,602	0.06%	\$ 14,644	6/15/2027	\$ 33	3.29%
ABS - Mercedes-Benz Auto Receivables Trust	58768PAC8	11/15/2022	\$ 17,788	\$ 17,791	0.08%	\$ 17,849	8/16/2027	\$ 41	5.27%
Agency - Federal Home Loan Banks	3130ATUS4	12/27/2022	\$ 166,713	\$ 165,700	0.70%	\$ 167,330	12/10/2027	\$ 3,331	4.01%
ABS - GM Financial Securitized Term	362583AD8	4/4/2023	\$ 13,184	\$ 13,184	0.06%	\$ 13,203	2/16/2028	\$ 25	4.51%
ABS - GM Financial Automobile Leasing Trus	36271VAD9	2/5/2025	\$ 39,995	\$ 39,997	0.17%	\$ 40,316	2/21/2028	\$ 57	4.66%
Agency CMBS - FHLMC	3137FEZU7	5/28/2025	\$ 118,650	\$ 118,891	0.50%	\$ 120,156	4/25/2028	\$ 390	4.27%
ABS - GM Financial Automobile Leasing Trus	362962AD4	5/20/2025	\$ 44,999	\$ 44,999	0.19%	\$ 45,370	5/22/2028	\$ 63	4.84%
Corporate - Prologis, Inc.	74340XCG4	3/22/2024	\$ 105,362	\$ 105,215	0.44%	\$ 107,490	6/15/2028	\$ 2,360	4.78%
Agency CMBS - FHLMC	3137FHPJ6	6/6/2025	\$ 68,129	\$ 68,264	0.29%	\$ 69,256	7/25/2028	\$ 226	4.31%
Corporate - JPMorgan Chase & Co.	46647PDG8	4/1/2024	\$ 98,938	\$ 99,472	0.42%	\$ 101,328	7/25/2028	\$ 1,698	5.20%
Corporate - National Rural Utilities Cooperative	63743HFZ0	8/19/2025	\$ 59,933	\$ 59,939	0.25%	\$ 60,341	8/25/2028	\$ 664	4.19%
US Treasury - United States	91282CJA0	5/28/2024	\$ 190,356	\$ 190,232	0.80%	\$ 195,774	9/30/2028	\$ 1,497	4.58%

Investment Type	Acct. No	Purchase Date	Face Value	Investment Cost	% of total	Market Value	Maturity Date	Earned to Date	Yield to Maturity
US Treasury - United States	91282CJF9	---	\$ 172,647	\$ 171,907	0.73%	\$ 176,415	10/31/2028	\$ 710	4.45%
Corporate - Duke Energy Corporation	26442CAX2	3/22/2024	\$ 106,456	\$ 107,742	0.45%	\$ 110,292	11/15/2028	\$ 193	4.73%
US Treasury - United States	9128285M8	3/22/2024	\$ 190,688	\$ 194,070	0.82%	\$ 197,930	11/15/2028	\$ 276	4.24%
Agency - Federal Home Loan Banks	3130AXQK7	1/29/2024	\$ 185,459	\$ 183,394	0.77%	\$ 185,863	12/8/2028	\$ 4,109	4.05%
Corporate - Deere & Company	24422EXH7	4/1/2024	\$ 98,542	\$ 99,048	0.42%	\$ 101,735	1/16/2029	\$ 1,688	4.84%
Agency CMBS - FHLMC	3137FKZZ2	6/6/2025	\$ 97,711	\$ 98,016	0.41%	\$ 99,621	1/25/2029	\$ 308	4.35%
Corporate - PACCAR Inc	69371RS80	4/1/2024	\$ 98,976	\$ 99,328	0.42%	\$ 102,182	1/31/2029	\$ 1,546	4.84%
US Treasury - United States	91282CIW2	3/22/2024	\$ 198,133	\$ 198,782	0.84%	\$ 202,875	1/31/2029	\$ 2,674	4.21%
Supranational - Inter-American Development Bank	4581X0EN4	3/22/2024	\$ 198,528	\$ 199,035	0.84%	\$ 203,327	2/15/2029	\$ 2,429	4.29%
ABS - BMW Vehicle Owner Trust	096919AD7	6/4/2024	\$ 39,994	\$ 39,996	0.17%	\$ 40,375	2/26/2029	\$ 35	5.18%
Corporate - Cisco Systems, Inc.	17275RBR2	2/27/2024	\$ 100,052	\$ 100,033	0.42%	\$ 102,769	2/26/2029	\$ 1,280	4.84%
Corporate - Caterpillar Inc.	14913UAI9	4/29/2024	\$ 113,935	\$ 114,285	0.48%	\$ 118,405	2/27/2029	\$ 1,456	5.07%
US Treasury - United States	91282CKD2	5/28/2024	\$ 197,609	\$ 198,368	0.84%	\$ 204,445	2/28/2029	\$ 2,160	4.53%
Agency - Federal Home Loan Banks	3130AVBD3	4/1/2024	\$ 200,988	\$ 200,655	0.85%	\$ 205,993	3/9/2029	\$ 2,050	4.39%
ABS - Hyundai Auto Receivables Trust	44934QAD3	7/16/2024	\$ 24,996	\$ 24,997	0.11%	\$ 25,232	3/15/2029	\$ 54	5.45%
Corporate - Duke Energy Corporation	26442UAH7	5/28/2024	\$ 93,071	\$ 95,251	0.40%	\$ 98,467	3/15/2029	\$ 728	5.10%
ABS - Honda Auto Receivables Owner Trust	43813YAC6	8/9/2024	\$ 54,991	\$ 54,994	0.23%	\$ 55,342	3/21/2029	\$ 70	4.66%
US Treasury - United States	91282CKG5	5/28/2024	\$ 196,469	\$ 197,570	0.83%	\$ 203,742	3/31/2029	\$ 1,405	4.53%
ABS - Mercedes-Benz Auto Receivables Trust	58768YAD7	5/14/2025	\$ 44,995	\$ 44,995	0.19%	\$ 45,561	4/16/2029	\$ 92	4.66%
Agency - Farm Credit System	3133ERDH1	4/29/2024	\$ 200,548	\$ 200,374	0.85%	\$ 207,648	4/30/2029	\$ 818	4.69%
US Treasury - United States	91282CKP5	10/29/2024	\$ 214,430	\$ 213,359	0.90%	\$ 217,366	4/30/2029	\$ 832	4.11%
ABS - Bank of America Credit Card Trust	05522RDJ4	6/6/2024	\$ 44,997	\$ 44,998	0.19%	\$ 45,710	5/15/2029	\$ 99	4.93%
US Treasury - United States	91282CKT7	6/13/2024	\$ 202,234	\$ 201,575	0.85%	\$ 206,336	5/31/2029	\$ 25	4.25%
Agency - Federal Home Loan Banks	3130B1BC0	7/30/2024	\$ 163,651	\$ 162,646	0.69%	\$ 165,699	6/8/2029	\$ 3,556	4.10%
US Treasury - United States	91282CLC3	8/29/2024	\$ 202,727	\$ 202,030	0.85%	\$ 203,109	7/31/2029	\$ 2,674	3.69%
Corporate - Eli Lilly and Company	532457CQ9	8/12/2024	\$ 64,858	\$ 64,895	0.27%	\$ 65,762	8/14/2029	\$ 811	4.25%
Corporate - Chubb Limited	171239AL0	3/27/2025	\$ 70,351	\$ 70,295	0.30%	\$ 71,586	8/15/2029	\$ 958	4.52%
US Treasury - United States	91282CFJ5	9/26/2024	\$ 156,675	\$ 157,470	0.66%	\$ 157,631	8/31/2029	\$ 1,271	3.59%
ABS - John Deere Owner Trust	47800DAD6	3/4/2025	\$ 44,997	\$ 44,998	0.19%	\$ 45,347	9/17/2029	\$ 85	5.09%
ABS - BMW Vehicle Owner Trust	096924AD7	2/4/2025	\$ 59,994	\$ 59,995	0.25%	\$ 60,558	9/25/2029	\$ 46	4.56%
US Treasury - United States	91282CFLO	10/29/2024	\$ 207,720	\$ 208,224	0.88%	\$ 212,403	9/30/2029	\$ 1,386	4.12%
ABS - WF Card Issuance Trust	92970QAE5	10/17/2024	\$ 49,993	\$ 49,994	0.21%	\$ 50,446	10/15/2029	\$ 95	4.29%
ABS - Hyundai Auto Receivables Trust	44935CAD3	3/4/2025	\$ 54,992	\$ 54,993	0.23%	\$ 55,370	10/15/2029	\$ 106	4.84%
ABS - Honda Auto Receivables Owner Trust	437921AD1	4/29/2025	\$ 29,997	\$ 29,997	0.13%	\$ 30,150	10/15/2029	\$ 55	4.15%
Corporate - Morgan Stanley	61748UAK8	10/21/2025	\$ 100,092	\$ 100,089	0.42%	\$ 99,989	10/18/2029	\$ 448	4.10%
Corporate - The Goldman Sachs Group, Inc.	38141GD27	---	\$ 100,031	\$ 100,029	0.42%	\$ 100,072	10/21/2029	\$ 461	4.25%
US Treasury - United States	91282CLR0	1/30/2025	\$ 198,398	\$ 198,679	0.84%	\$ 204,117	10/31/2029	\$ 706	4.31%
US Treasury - United States	91282CMA6	12/23/2024	\$ 222,091	\$ 222,643	0.94%	\$ 229,693	11/30/2029	\$ 25	4.42%
ABS - John Deere Owner Trust	47800UAD8	7/10/2025	\$ 69,984	\$ 69,985	0.30%	\$ 70,462	12/17/2029	\$ 130	4.52%
ABS - American Express Credit Master Trust	02582JKM1	2/4/2025	\$ 99,978	\$ 99,981	0.42%	\$ 101,523	12/17/2029	\$ 203	4.57%

Investment Type	Acct. No	Purchase Date	Face Value	Investment Cost	% of total	Market Value	Maturity Date	Earned to Date	Yield to Maturity
Corporate - Wells Fargo & Company	95000U3J0	6/17/2025	\$ 101,586	\$ 101,386	0.43%	\$ 103,174	1/23/2030	\$ 1,848	4.71%
US Treasury - United States	91282CMG3	---	\$ 232,729	\$ 232,517	0.98%	\$ 236,011	1/31/2030	\$ 3,267	3.96%
ABS - Verizon Master Trust	92348KDY6	3/25/2025	\$ 69,997	\$ 69,997	0.30%	\$ 70,523	3/20/2030	\$ 96	4.51%
Agency CMBS - FHLMC	3137HA4B9	5/28/2025	\$ 20,021	\$ 20,019	0.08%	\$ 20,336	3/25/2030	\$ 74	4.35%
ABS - GM Financial Securitized Term	362549AD9	---	\$ 120,923	\$ 120,867	0.51%	\$ 120,932	4/16/2030	\$ 214	4.02%
Agency CMBS - FHLMC	3137FTFY8	6/11/2025	\$ 264,410	\$ 267,827	1.13%	\$ 272,473	4/25/2030	\$ 390	4.35%
Corporate - American Express Company	025816DU0	6/17/2025	\$ 103,079	\$ 102,716	0.43%	\$ 104,656	4/25/2030	\$ 553	4.65%
Corporate - Walmart Inc.	931142FN8	4/29/2025	\$ 126,220	\$ 126,074	0.53%	\$ 127,412	4/28/2030	\$ 498	4.13%
ABS - Bank of America Credit Card Trust	05522RDK1	6/24/2025	\$ 151,731	\$ 151,621	0.64%	\$ 152,866	5/15/2030	\$ 289	4.17%
ABS - WF Card Issuance Trust	92970QAJ4	6/3/2025	\$ 74,999	\$ 74,999	0.32%	\$ 75,998	5/15/2030	\$ 145	4.33%
Corporate - Alphabet Inc.	02079KAK3	5/28/2025	\$ 113,331	\$ 113,503	0.48%	\$ 115,672	5/15/2030	\$ 204	4.33%
Corporate - Public Storage OP, LP	74464AAC5	7/1/2025	\$ 99,733	\$ 99,755	0.42%	\$ 101,170	7/1/2030	\$ 1,835	4.44%
US Treasury - United States	91282CNX5	9/17/2025	\$ 199,797	\$ 199,805	0.84%	\$ 200,203	8/31/2030	\$ 1,843	3.65%
Corporate - The Home Depot, Inc.	437076DJ8	9/8/2025	\$ 69,749	\$ 69,759	0.29%	\$ 69,837	9/15/2030	\$ 584	4.03%
Corporate - Pfizer Inc.	717081FD0	11/18/2025	\$ 69,945	\$ 69,945	0.30%	\$ 70,335	11/15/2030	\$ 82	4.22%
Corporate - Meta Platforms, Inc.	30303MAB8	11/12/2025	\$ 100,400	\$ 100,397	0.42%	\$ 100,695	11/15/2030	\$ 327	4.11%
Corporate - Amazon.com, Inc.	023135CT1	11/17/2025	\$ 99,893	\$ 99,894	0.42%	\$ 100,481	11/20/2030	\$ 125	4.12%
Subtotal			\$ 9,419,307	\$ 9,434,244	40%	\$ 9,561,797	\$ 3,957,101	\$ 66,460	

Stifel									
Cash	CASHCASH1		\$ 947,040	\$ 947,040	4.00%	\$ 947,040	11/30/2025	\$ -	0.00%
Money Market Fund	31846V401		\$ 2,656,583	\$ 2,656,583	11.22%	\$ 2,656,583	3/31/2025	\$ -	3.61%
US Treasury - US Treasury	91282CJS1		\$ 227,000	\$ 227,922	0.96%	\$ 227,076	12/31/2025	\$ 4,011	3.93%
US Treasury - US Treasury	91282CJS1		\$ 786,000	\$ 787,735	3.33%	\$ 786,263	12/31/2025	\$ 13,888	3.93%
US Treasury - US Treasury	91282CBH3		\$ 499,000	\$ 464,683	1.96%	\$ 496,028	1/31/2026	\$ 620	3.93%
US Treasury - US Treasury	91282CBH3		\$ 646,000	\$ 629,289	2.66%	\$ 642,152	1/31/2026	\$ 803	3.93%
US Treasury - US Treasury	91282CBQ3		\$ 267,000	\$ 248,718	1.05%	\$ 264,798	2/28/2026	\$ 336	3.86%
US Treasury - US Treasury	91282CBQ3		\$ 828,000	\$ 805,574	3.40%	\$ 821,172	2/28/2026	\$ 1,041	3.86%
US Treasury - US Treasury	91282CBT7		\$ 1,058,000	\$ 1,029,472	4.35%	\$ 1,047,536	3/31/2026	\$ 1,330	3.77%
US Treasury - US Treasury	91282CBW0		\$ 868,000	\$ 842,826	3.56%	\$ 857,143	4/30/2026	\$ 540	3.73%
US Treasury - US Treasury	9128286X3		\$ 591,000	\$ 581,146	2.45%	\$ 586,172	5/31/2026	\$ -	3.71%
Subtotal			\$ 9,373,623	\$ 9,220,987	38.93%	\$ 9,331,964		\$ 22,569	

Investment Type	Acct. No	Purchase Date	Face Value	Investment Cost	% of total	Market Value	Maturity Date	Earned to Date	Yield to Maturity
Total Investments			\$ 23,822,859	\$ 23,685,159	100.00%	\$ 23,923,689		\$ 128,042	3.85%
						\$ 238,530	Unrealized Gain/(Loss)		

I certify that this report accurately reflects all pooled investments and is in compliance with California Government Code; are currently in conformity with the investment policy as stated in Resolution 791. As Treasurer of the Crescenta Valley Water District, I, Arturo Montes hereby certify that sufficient investment liquidity and anticipated revenues are available to meet one year of estimated expenditures for the Operations of Crescenta Valley Water District.



Arturo Montes, Secretary-Treasurer, CVWD

December 16, 2025

Date