BOARD OF DIRECTORS REGULAR MEETING

Tuesday, November 10, 2026 – 9:00A.M.

Dial in by phone: +1 323-538-4434 ~ Phone conference ID: 164 246 357#

AGENDA

1. Consent Agenda (approved with one motion).
   a. Minutes of October 7, 2026, Special Board meeting.
   b. Treasurer's Financial Statement Report – September 30, 2026.
   c. Status of Investments Report – September 30, 2026.
   d. Bank Reconciliation – September 30, 2026.
   e. Statement of Income Expense report for the nine periods ending September 30, 2026.
   f. Comparative Balance Sheet report for the nine periods ending September 30, 2026.
   g. Claims.
2. *Visitors, claims/public comment.
3. Notice of Equalization / Assessment roll.
4. Division 2 elections- Winckler.
5. Summary of Utah cloud seeding program.
6. Portable flowmeter purchase utilizing drought funds.
7. Re-allocate funds of $1.2 million for power poles to Wasteway 6 Re-regulation reservoir.
8. Pump 1 High Lateral Canal lining authorization (Headwier to Delivery 16).
9. *2026 Joint Drains budget.
10. *2026 Roza Sunnyside Board of Joint Control Joint Drain budget.
11. Milepost 7.1 Main Canal embankment stabilization authorization and sole source authorization.
12. 2026 budget planning.
13. Watermaster's report.
14. District Manager's report.
15. Policy Director's report.
16. Engineering Manager's report.
17. Executive Session: *action may follow executive session.
    a. Executive session pursuant to RCW 42.30.110(1)(i). Potential and pending litigation- State v. Acquavella.
    b. Executive session pursuant to RCW 42.30.110(2)(a)(iii). To evaluate the legal risk of a proposed action.
    c. Executive session pursuant to RCW 42.30.110(1)(b). Selection of a site or the acquisition of real estate.

*No written material in packet for this item.

Item #1

DRAFT

REGULAR MEETING MINUTES

October 7, 2026

The Board of Directors for the Roza Irrigation District convened for special session on Wednesday October 7, 2026. Present were President Ric Valicoff, Vice-President Jim Willard, Director Jason Don, Director Jason Sheehan and District Manager Scott Revell. Engineering Manager Wayne Sonnichsen, Watermaster Dave Rollinger, Assistant Watermaster Aaron Wiederspohn, Maintenance Superintendent Dave Clampitt, contract Roza Hydrologist Consultant Chris Lynch and District Attorney Brian Iller.

Via telephone conference: Director Tanner Winckler, Policy Director Sage Park, Assessment Clerk/Assistant Secretary Kristel Espinoza and Urban Eberhart – District Manager, Kittitas Reclamation District.

The President called the meeting to order at 9:06 A.M. and requested the Board consider the consent agenda as presented:

a. Minutes of September 8, 2026, Regular Board meeting.
b. Treasurer's Financial Statement – August 31, 2026.
c. Status of Investing Accounts – August 31, 2026.
d. Bank Reconciliation – August 31, 2026.
e. Comparative Balance Sheet Report, for the eight periods ending August 31, 2026.
f. Statement of Income & Expense for the eight periods ending August 31, 2026.
g. Claims.

The following claims are approved for payment: Payroll number #29716 in the amount of $184.46. Voucher numbers 74027, 74085 – 74089, 74090 – 74109, 74110 – 74133 & 74202 - 74261 in the amount of $768,474.85 and electronic payments 08-26, 09-26, 0901-26, 17-26, 18/26, 24-26, 25-26, 26-21, 26-22 in the amount of $660,612.00 from the period of September 1, 2026, to October 7, 2026.

It was moved by Mr. Sheehan, seconded by Mr. Willard and unanimously passed to approve the consent agenda.

Chad Stuart, Yakima Field Manager – United States Bureau of Reclamation joined the meeting and provided an update to the Board on the water supply conditions in the basin. Mr. Stuart discussed power pole replacement costs and schedule.

District Manager Revell reported to the Board on upcoming trips by the Board of Directors. Mr. Revell noted the by-laws require the Board to authorize travel by Directors. The Family Farm Alliance annual meeting in Reno in October and Washington State Water Resources Association annual conference in Spokane in December. Following discussion, Mr. Sheehan moved, seconded by Mr. Willard, and unanimously approved travel for Directors to Family Farm Alliance and Washington State Water Resource Association annual conference.

District Manager Revell updated the Board on the water supply and drought management for the proratable irrigation districts and noted the 2027 water began on October 1, 2026. USBR issued a mid-September supply increase of 2% to 62% due to the additional precipitation and the reduced irrigation demand. Mr. Revell reported Roza will cease diversions on October 12, 2026.

District Manager Revell reported to the Board on the mid-sized unfunded project status as detailed in the staff report. No action was requested from Board.

Watermaster Dave Rollinger presented, and the Board reviewed the Watermaster's monthly report.

District Manager Revell presented, and the Board reviewed the District Manager's monthly report.

Policy Director Sage Park presented, and the Board reviewed the Policy Director's monthly report.

Engineering Manager Wayne Sonnichsen presented, and the Board reviewed the Engineering Manager's monthly report.

The President declared the Board to be in executive session for an estimated fifteen minutes beginning at 11:30 A.M. pursuant to:

a. Executive session pursuant to RCW 42.30.110(1)(i). Potential and pending litigation- State v. Acquavella.
b. Executive session pursuant to RCW 42.30.110(2)(a)(iii). To evaluate the legal risk of a proposed action.
c. Executive session pursuant to RCW 42.30.110(1)(b). Selection of a site or the acquisition of real estate.

The President returned the Board to regular session at 11:45 A.M.

No further business appearing and upon motion duly made, seconded, and unanimously passed, the Board did there upon adjourn at 11:47 A.M. on Wednesday October 7, 2026.

ATTEST:

_____ _____

SECRETARY PRESIDENT

ROZA IRRIGATION DISTRICT
TREASURER'S FINANCIAL STATEMENT
09/31/2026

	EXPENSE	CONST.	RESERVE	MEMO	TOTAL
Balance First of Month	19,351,355.10	307,748.33			19,659,103.43
Collections	5,512.87				5,512.87
Miscellaneous	26,180.24				26,180.24
Matured Investments					0.00
Interest	57,632.80				57,632.80
Transfers					0.00
TOTAL	89,325.91	0.00			89,325.91
LESS:					
Voucher Checks Issued	233,819.31				233,819.31
Misc. Checks Issued	934,778.49				934,778.49
Tier 2 Checks	0.00				0.00
NSF Check Returned	35.00				35.00
Misc	*4,756.92*				*4,756.92*
Void Check	0				0.00
TOTAL PAID	1,173,389.72	0.00			1,173,389.72
Balance End of Month	18,267,291.29	307,748.33	0.00	0.00	18,575,039.62

**Note- Credit card payment of $4,756.92 cleared bank 09/30; recorded in books 10/01.*

ROZA IRRIGATION DISTRICT
STATUS OF INVESTING ACCOUNTS
September 30, 2026

BANK	Current Rate	Beginning Balance	Deposits	Withdrawals	Interest	Ending Balance
L.G.I.P.	3.7092%	$18,453,933.55		$ (600,000.00)	$ 57,503.28	$17,911,436.83
U.S. - MIA INV.	0.09004%	$1,143,927.49	$ 694,000.00	$ (1,167,501.63)	$ 43.77	$670,469.63
U.S. - SAVINGS	0.05%	$72,081.48	$ 14,564.71	$ (77,035.00)	$ 2.28	$9,613.47
U.S. - CHECKING	0.01%	$39.48	$ 617,210.35	$ (617,000.00)	$ 1.52	$251.35
				Combined Total		**$18,591,771.28**

Outstanding Warrants	*$ (16,731.66)*
TOTAL OF ALL CASH	$18,575,039.62
MINUS RESTRICTED CASH	$ -
Reserve/Memo$)	
(Drought)	$ 494,180.53
(WSD)	$ 3,889,067.02
TOTAL O & M CASH	$14,191,792.07

ROZA IRRIGATION DISTRICT
BANK RECONCILIATION
September 30, 2026

BANK

1129 Checking	$ 670,469.63	
9882 Savings	$ 9,613.47	
1161 Mia Inv.	$251.35	
2005 Lgip	$ 17,911,436.83	
Bank Balance:		**$ 18,591,771.28**
Less Outstanding Checks:		$ (16,731.66)
		$ 18,575,039.62

BOOK

Checking		$ 653,737.97
Savings		
Expense	$ 17,613,588.32	
Construction	$ 307,748.33	
Farm Loan 1%	$ -	
Memo	$ -	
Reserve	$ -	
Total Savings:		$ 17,921,336.65

Less: NSF Check	35.00
Less: Bank Error	
Add: Bank Error	

BALANCE $ 18,575,039.62

4756.92 usb cc pmt pulled 09/30 - posted in gp 10/02

STATEMENT OF INCOME & EXPENSE
Roza Irrigation District
For the Nine PERIODS ENDING Wednesday, September 30, 2026

	CURRENT PERIOD	2026 YTD	2025 YTD
ASSESSMENT INCOME/O & M	0.00	15,337,448.63	15,046,608.51
TOTAL ASSESSMENT INCOME	0.00	15,337,448.63	15,046,608.51
INCOME - USBR/RESERVED WORK	0.00	17,210.35	25,525.90
TOTAL USBR INCOME	0.00	17,210.35	25,525.90
INTEREST INCOME/INV/DELINQ	1,078.94	10,609.65	13,253.88
INTEREST INCOME/INV/OTHER	57,550.85	546,630.82	658,306.60
TOTAL INTEREST INCOME	58,629.79	557,240.47	671,560.48
RENTAL INCOME/HOUSES	653.46	5,520.37	5,620.37
TOTAL RENTAL INCOME	653.46	5,520.37	5,620.37
DISP OF FIXED ASSETS INCOME	0.00	0.00	690.26
MISC INCOME	0.00	117,435.57	188,010.24
TIER 2 INCOME	2,398.50	5,094.29	1,017.41
MISC. INCOME/HEALTH/SAFETY	0.00	0.00	5,134.98
MISC INCOME/ASR	0.00	458,771.48	0.00
MISC. INCOME/WATER LEASES	0.00	0.00	878,521.07
MISC INCOME/ AQUALASTIC LINING	0.00	0.00	222,720.00
MISC INC/BATEMAN ISLAND CAUSEWAY	0.00	15,000.00	0.00
TOTAL MISCELLANEOUS INCOME	2,398.50	596,301.34	1,296,093.96
TOTAL OF ALL INCOME	61,681.75	16,513,721.16	17,045,409.22

MC/LINED/BURNING	0.00	4,091.06	2,351.75
MC/LINED/CLEANING	0.00	4,323.58	36,635.15
MC/LINED/GROUTING	2,327.57	7,554.05	6,677.26
MC/LINED/REPAIR	207.92	25,153.21	9,759.76
MC/LINED/SEALING	0.00	72.30	228,199.81
MC/LINED/DRAINS	4,375.20	22,985.54	22,895.85
MC/UNLINED/BERMING	0.00	1,574.48	1,882.00
MC/UNLINED/BURNING	0.00	36,322.97	64,745.62
MC/UNLINED/CLEANING	128.70	58,475.08	145,782.53
MC/UNLINED/CORING	2,155.10	2,155.10	319.47
MC/UNLINED/REPAIR	1,322.43	16,709.80	37,371.72
MC/GROUND WEEDS/SPRAY	5,057.82	74,970.07	65,839.52
MC/GROUND WEEDS/PULL	1,732.86	5,281.35	4,375.93
MC/GROUND WEEDS/MOW	39,300.59	252,411.12	239,150.27
MC/AQUATIC WEEDS	3,255.42	242,198.98	162,765.62
MC/STRUCTURES/CLEANING	464.62	7,537.96	15,546.03
MC/STRUCTURES/CONST	10,671.29	14,820.51	19,702.47
MC/STRUCTURES/GRAVEL PACK	7,400.93	26,129.54	29,916.49
MC/STRUCTURES/GROUT	0.00	217.54	2,405.21
MC/STRUCTURES/REPAIR	0.00	2,011.28	19,458.80

STATEMENT OF INCOME & EXPENSE
Roza Irrigation District
For the Nine PERIODS ENDING Wednesday, September 30, 2026

	CURRENT PERIOD	2026 YTD	2025 YTD
MC/WATER MEASUREMENT	0.00	6,270.03	1,451.00
MC/SCADA/O & M	595.93	22,747.85	8,454.17
MC/AUTOMATED STRUC/REPAIR	147,964.80	167,969.67	92,934.46
MC/ROADS/CONST	0.00	850.30	8,231.88
MC/ROADS/BRIDGES,CATTLE GUARDS	1,607.61	1,607.61	8,928.17
MC/ROADS/REPAIR	4,173.24	150,490.65	109,717.98
MC/WASTEWAYS/BURN	0.00	1,850.57	1,058.56
MC/WASTEWAYS/CLEAN	0.00	348.90	4,403.96
MC/WASTEWAYS/GROUT	0.00	2,789.72	429.47
MC/WASTEWAYS/REPAIR	0.00	4,843.80	41,812.93
MC/WASTEWAYS/SPRAY	799.24	2,238.95	584.37
MC/SIPHON & TUNNELS/CLEAN	0.00	39.04	566.58
MC/SIPHONS & TUNNELS/REPAIR	0.00	0.00	1,357.51
MC/UNDERSHOTS/CLEAN	0.00	2,029.36	2,968.47
MC/UNDERSHOTS/REPAIR	0.00	1,646.85	67,102.48
TOTAL MAIN CANALS	233,541.27	1,170,718.82	1,465,783.25
LATERAL/PIPED/CONST	38,182.57	73,570.01	174.60
LATERAL/PIPED/REPAIR	1,680.29	75,160.81	17,280.07
LATERAL/PIPED/LOCATING	0.00	278.84	366.00
LATERAL/OPEN/BURNING	723.00	27,406.12	32,706.64
LATERAL/OPEN/CLEAN	0.00	7,447.48	22,646.02
LATERAL/OPEN/CORING	0.00	2,091.04	2,929.14
LATERAL/OPEN/REPAIR	221.76	2,796.08	4,911.91
LATERAL/GROUND WEEDS/SPRAY	0.00	1,926.82	3,300.95
LATERAL/GROUND WEEDS/PULL	0.00	4,415.30	1,550.58
LATERAL/GROUND WEEDS/MOW	18,237.95	53,760.01	34,268.52
ECS/REPAIR	2,192.20	48,736.21	150,894.90
LATERAL/AQUATIC WEEDS	1,632.27	5,507.99	7,589.37
LATERAL/STRUCTURES/CONST	0.00	291.26	367.63
LATERAL/STRUCTURES/GROUT	0.00	132.00	0.00
LATERAL/STRUCTURES/REPAIR	39.60	1,780.55	3,182.88
FLOWMETER/REPAIR	2,908.45	38,063.41	50,206.88
LATERAL/ROADS/REPAIR	0.00	271.70	0.00
LATERAL/WASTEWAYS/CLEAN	0.00	0.00	61.38
LATERAL/WASTEWAYS/REPAIR	0.00	0.00	447.52
TOTAL LATERALS	65,818.09	343,635.63	332,884.99
DRAINS/OPEN,TOE/BURN	0.00	0.00	9,671.06
DRAINS/OPEN,TOE/CLEAN	0.00	282.84	371.30
DRAINS/OPEN,TOE/REPAIR	0.00	153.40	0.00
DRAINS/OPEN,TOE/MOW	0.00	1,269.66	241.09
DRAINS/OPEN,OUTLET/BURN	0.00	5,696.59	2,442.10
DRAINS/OPEN,OUTLET/CLEAN	0.00	305.64	967.96
DRAINS/OPEN,OUTLET/MOW	540.00	540.00	0.00
DRAINS/UNDERSHOTS/CLEAN	0.00	0.00	52.80
ROZA MAINT/DID #11/CLEAN	0.00	0.00	5,415.37
ROZA MAINT/DID #11/SPRAY	957.22	2,613.52	3,758.91

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STATEMENT OF INCOME & EXPENSE
Roza Irrigation District
For the Nine PERIODS ENDING Wednesday, September 30, 2026

	CURRENT PERIOD	2026 YTD	2025 YTD
ROZA MAINT/DID #11/PULL	217.25	2,177.71	0.00
ROZA MAINT/DID #11/MOW & CUT	2,340.41	9,607.64	22,520.97
JOINT DRAINS/SVID	0.00	409,849.33	261,896.96
DRAINS/DID #11	1,245.69	6,457.68	41,947.60
DRAINS/PIPED,TOE/REPAIR	238.79	3,238.78	7,887.88
DRAINS/PIPED,OUTLET/REPAIR	0.00	0.00	1,362.01
DRAINS/PUMP,SVID WTR TRNSFR	0.00	0.00	108,278.54
TOTAL DRAINS	5,539.36	442,192.79	466,814.55
PUMP PLANT/PUMP	16,113.57	194,649.62	144,065.31
PUMP PLANT/MOTOR	75.63	25,565.94	74,617.42
PUMP PLANT/CONTROLS	23.10	11,540.39	38,060.54
PUMP PLANT/STRUCTURES	0.00	108.45	20,482.73
PUMP PLANT/PIPE & VALVES	272.35	4,799.61	28,096.88
PUMP MAINT SHOP	116.60	2,571.34	390.12
PUMP PLANT/SCREENS O & M	979.45	4,499.06	15,210.75
PUMP PLANT/ELECTRICAL STRUCTURES	0.00	381.47	597.00
PUMPS/SILT REMOVAL	0.00	0.00	6,901.08
FLOATING PUMP PLANT/STUDY	4,837.50	37,243.25	18,393.81
P16 UPGRADE	131.20	182,377.82	1,061,362.58
P17 UPGRADE	916.70	916.70	0.00
TOTAL PUMPS	23,466.10	464,653.65	1,408,178.22
SAFETY	2,442.22	21,132.35	29,119.66
DRUG TESTING	233.57	2,418.09	3,378.68
PORTA POTTY'S	769.16	7,519.54	5,670.23
TOTAL SAFETY/DRUG TESTING	3,444.95	31,069.98	38,168.57
24-25 PRESSURE PROJECT	0.00	904,037.96	290,767.30
25-26 PRESSURE PROJECT	0.00	188.32	7,497.97
TOTAL PRESSURE PROJECTS	0.00	904,226.28	298,265.27
REIMB/ROZA DAM & CANAL	6,469.39	16,376.23	24,175.80
REIMB/PRIVATE INDIV	35.20	133,312.36	56,839.96
TOTAL REIMBURSABLES	6,504.59	149,688.59	81,015.76
EQUIPMENT EXPENSE	15,973.25	95,508.62	24,863.38
EQUIPMENT EXPENSE/MISC	1,996.19	7,568.80	12,279.37
EQUIPMENT EXPENSE/TOOLS	80.16	27,474.38	17,804.77
STOREHOUSE EXPENSE	13,534.13	137,410.17	133,928.35
SHOP EXPENSE	8,730.09	81,918.53	54,063.82
YARD BUILDING EXPENSE	0.00	1,765.74	15,687.38
OFFICE BUILDING EXPENSE	333.34	7,184.05	21,917.99
SHOP BUILDING EXPENSE	0.00	14,704.34	6,616.14
WAREHOUSE BUILDING EXPENSE	0.00	12,652.41	13,556.67
GROUNDS EXPENSE	25,874.84	65,127.88	14,063.68
DISTRICT HOUSES/MISC	0.00	627.23	738.72
DISTRICT HOUSE/WW3	5,514.01	5,514.01	20,248.33

STATEMENT OF INCOME & EXPENSE
Roza Irrigation District
For the Nine PERIODS ENDING Wednesday, September 30, 2026

	CURRENT PERIOD	2026 YTD	2025 YTD
DISTRICT HOUSE/P13E	0.00	0.00	91.48
SHOW UP TIME	0.00	0.00	45.74
UTILITIES/SHOP & WAREHOUSE	483.22	6,598.01	5,229.65
UTILITIES/GATES & WASTEWAY	121.46	1,090.67	988.68
WW6 REREG/O & M	1,070.00	703,768.54	62,065.39
WW7 REREG/CONST	0.00	1,499.72	155.54
WW7 REREG/O & M	486.86	35,753.99	9,377.91
WW5 REREG/O&M	237.71	84,555.96	8,856.26
TOTAL EQUIPMENT/BUILDINGS	74,435.26	1,290,723.05	422,579.25
WATER MANAGEMENT	89,788.80	657,605.02	620,502.61
CLOUD SEEDING	0.00	48,423.36	123,949.18
AQUIFER STORAGE RECHARGE PROJ	121,403.63	1,127,498.25	44,395.54
TOTAL WATER MANAGEMENT	211,192.43	1,833,526.63	788,847.33
CONTRACT/USBR/STORAGE	0.00	597,000.00	745,000.00
CONTRACT/USBR/RESERVED WORK	0.00	265,000.00	411,000.00
CONTRACT/USBR/POWER	0.00	1,113,350.00	1,113,350.00
CONTRACT/USBR/KACHESS	0.00	69,090.00	43,758.00
TOTAL USBR CONTRACTS	0.00	2,044,440.00	2,313,108.00
ADMIN & GENERAL SALARIES	86,885.52	834,603.29	837,461.23
DIRECTOR'S FEES	805.00	12,558.00	11,753.00
POLICY DIRECTOR	10,433.28	83,474.05	71,808.48
ENGINEERING MATERIALS	633.33	2,757.19	4,908.87
COMPUTER EXPENSE	0.00	1,026.50	5,744.40
COMPUTER PROGRAMS	0.00	3,908.09	3,754.11
COMPUTER MAINTENANCE	216.51	2,354.90	2,893.50
HEALTH & SAFETY COORD	5,018.86	57,437.87	56,007.17
ANNUAL LEAVE/UNION	9,562.90	100,072.00	139,522.59
SICK LEAVE/UNION	6,553.79	91,068.49	78,097.45
HOLIDAY/UNION	10,994.32	69,953.12	69,359.12
KEPT ON SALARY/UNION	0.00	4,338.00	0.00
JURY DUTY/UNION	258.96	672.76	0.00
ADMINISTRATIVE LEAVE/UNION	0.00	5,747.85	3,970.24
SOCIAL SECURITY & MED TAXES	27,697.27	268,176.22	253,380.86
TAXES/UNEMPLOYMENT/UNION	0.00	848.33	1,873.27
INDUSTRIAL INSURANCE	12,046.91	116,994.44	94,046.39
GROUP INSURANCE/UNION	42,631.04	375,045.31	364,168.93
STATE RETIREMENT	20,157.65	188,632.74	258,635.15
WA. PAID LEAVE	1,168.93	10,954.40	8,489.47
ANNUAL LEAVE/NON-UNION	14,687.12	117,450.09	89,281.24
SICK LEAVE/NON-UNION	2,899.54	78,656.77	36,107.46
HOLIDAY/NON-UNION	6,856.38	44,404.08	42,089.16
ADMINISTRATIVE LEAVE/NON-UNION	0.00	659.04	0.00
GROUP INS/NON-UNION	18,803.68	167,930.39	161,273.16
TRAVEL & MILEAGE/ADMIN & SUPV	9,762.79	96,835.70	101,793.79
TRAVEL & MILEAGE/DIRECTOR	69.92	1,906.77	2,026.15

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STATEMENT OF INCOME & EXPENSE
Roza Irrigation District
For the Nine PERIODS ENDING Wednesday, September 30, 2026

	CURRENT PERIOD	2026 YTD	2025 YTD
TOTAL ADMIN & GENERAL EXPENSES	288,143.70	2,738,466.39	2,698,445.19
ACCOUNTING & LEGAL SERVICES	0.00	7,925.00	9,141.50
LEGAL	7,943.65	50,302.50	34,082.60
LEGAL/WATER RIGHTS	13,468.50	124,606.79	91,325.00
TOTAL LEGAL EXPENSES	21,412.15	182,834.29	134,549.10
INSURANCE/PROPERTY	3,972.99	35,756.91	35,636.85
INSURANCE/INJURY & DAMAGES	42,486.51	328,106.61	331,126.43
INSURANCE/DIRECTORS & OFFICERS	2,270.28	20,432.52	20,363.94
INSURANCE/OTHER	880.33	7,756.97	7,913.97
TOTAL INSURANCE EXPENSES	49,610.11	392,053.01	395,041.19
PHONE/877-3880	0.00	826.59	1,343.19
PHONE/973-2441	81.00	2,106.24	1,516.09
CELLULAR PHONES	437.07	26,612.29	49,171.74
TOTAL PHONE EXPENSES	518.07	29,545.12	52,031.02
A/P DISCOUNTS	(464.36)	(3,477.79)	(3,285.39)
GIS	0.00	2,490.61	2,676.91
MISC. TAXES	0.00	631.38	581.84
UTILITIES/OFFICE	957.37	9,219.79	8,723.56
WATER LEASES	0.00	1,054,250.00	2,668,242.00
ROZA-SVID BOJC	0.00	388,553.00	399,697.00
OFFICE EQUIPMENT	0.00	65,775.59	5,839.05
OFFICE EXPENSE	3,437.61	30,381.09	30,057.83
PUBLISHING	0.00	9,495.10	2,821.13
DUES & SUBSCRIPTIONS	0.00	52,668.83	39,487.50
TOTAL MISCELLANEOUS EXPENSES	3,930.62	1,609,987.60	3,154,841.43
DEPRECIATION/EQUIPMENT	25,254.61	223,491.36	220,556.36
DEPRECIATION/ECS	67,972.46	611,752.14	611,752.15
DEPRECIATION/WW5 REREG	51,486.13	463,375.17	463,375.17
TOTAL DEPRECIATION	144,713.20	1,298,618.67	1,295,683.68
TOTAL OF ALL EXPENSES	1,132,269.90	14,926,380.50	15,346,236.80
NET INCOME (LOSS)	(1,070,588.15)	1,587,340.66	1,699,172.42

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COMPARATIVE BALANCE SHEET
Roza Irrigation District
For the Nine PERIODS ENDING September 30, 2026

	CURRENT PERIOD	PRIOR YEAR
CASH IN BANK/CHECKING	658,494.89	249,847.12
CASH IN BANK/O & M	17,613,553.32	19,865,562.90
CASH IN BANK/CONST	307,748.33	307,685.85
PETTY CASH	100.00	100.00
TOTAL OF ALL CASH	18,579,896.54	20,423,195.87
ACCOUNTS RECEIVABLE	23,627.77	47,714.06
TOTAL CURRENT RECEIVABLES	23,627.77	47,714.06
ASSESSMENT RECEIVABLE/O & M	264,078.91	135,776.73
ASSESSMENT RECEIVABLE/CONST	333.20	395.68
ASSESSMENT RECEIVABLE/DELIQUENT INTEREST	28,909.32	19,258.46
ASSESSMENT RECEIVABLE/MISC BILLS	4,879.19	1,970.00
TOTAL ASSESSMENT RECEIVABLES	298,200.62	157,400.87
INVENTORY/GAS & OIL	23,689.60	16,912.92
INVENTORY/VEHICLE SHOP	154,178.57	144,357.32
INVENTORY/SUPPLIES	780,730.84	656,120.60
INVENTORY/EQUIPMENT PARTS	(33.91)	0.00
TOTAL INVENTORY	958,565.10	817,390.84
PREPAID INSURANCE	116,914.25	114,330.70
PREPAID SVID JOINT DRAINS	(106,825.91)	25,166.83
PREPAID COSTS/WARRANTYS	21,103.79	7,548.70
TOTAL PREPAIDS	31,192.13	147,046.23
TOTAL OF ALL CURRENT ASSETS	19,891,482.16	21,592,747.87

COMPARATIVE BALANCE SHEET
Roza Irrigation District
For the Nine PERIODS ENDING September 30, 2026

	DIFFERENCE
	408,647.77
	(2,252,009.58)
	62.48
	0.00
	(1,843,299.33)
	(24,086.29)
	(24,086.29)
	128,302.18
	(62.48)
	9,650.86
	2,909.19
	140,799.75
	6,776.68
	9,821.25
	124,610.24
	(33.91)
	141,174.26
	2,583.55
	(131,992.74)
	13,555.09
	(115,854.10)
	(1,701,265.71)

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COMPARATIVE BALANCE SHEET
Roza Irrigation District
For the Nine PERIODS ENDING September 30, 2026

	CURRENT PERIOD	PRIOR YEAR
LAND & LAND RIGHTS	467,633.44	467,633.44
BUILDINGS	90,689.05	90,689.05
ENCLOSED CONDUIT SYSTEM	42,444,547.13	41,571,154.89
PUMP UPGRADES	3,306,219.78	646,936.98
WW6 REREG	699,795.62	380,607.53
WW7 REREG	539,933.11	539,933.11
WW5 REREG	30,891,678.06	30,891,678.06
CONST & MAINT EQUIPMENT	8,956,888.06	8,484,859.71
MISC EQUIPMENT	1,239,625.75	1,204,880.02
OFFICE EQUIPMENT	104,622.86	104,622.86
COMPUTER SOFTWARE	44,813.41	44,813.41
TOTAL CAPITAL ASSETS	88,786,446.27	84,427,809.06
BUILDINGS/ACCUMULATED DEPRECIATION	(90,689.05)	(90,689.05)
ECS/ACCUMULATED DEPRECIATION	(14,232,497.43)	(13,416,827.91)
WW6 REREG/ACCUMULATED DEPRECIATION	(336,280.37)	(336,280.37)
WW7 REREG/ACCUMULATED DEPRECIATION	(465,525.59)	(437,622.78)
WW5 REREG/ACCUMULATED DEPRECIATION	(5,045,640.70)	(4,427,807.14)
EQUIPMENT/ACCUMULATED DEPRECIATION	(5,171,849.80)	(4,807,224.62)
MISC EQUIPMENT/ACCUMULATED DEPRECIATION	(1,117,693.11)	(1,056,101.93)
OFFICE EQUIPMENT/ACCUMULATED DEPRECIATION	(95,794.73)	(90,935.80)
COMPUTER SOFTWARE/ACCUMULATED DEPRECIATION	(44,813.41)	(44,813.41)
CAPITAL ASSETS ACCUM DEPRECIATION	(26,600,784.19)	(24,708,303.01)
USBR KACHESS OBLIGATION REC.	193,915.65	263,005.65
TOTAL CONST RECEIVABLE	193,915.65	263,005.65
NET PENSION ASSET	1,026,704.00	900,624.00
TOTAL NET PENSION ASSET	1,026,704.00	900,624.00
TOTAL OF ALL ASSETS	83,297,763.89	82,475,883.57
DEFERRED OUTFLOWS/PENSIONS	1,382,574.02	1,330,666.02
TOTAL DEFERRED OUTFLOWS/PENSIONS	1,382,574.02	1,330,666.02

COMPARATIVE BALANCE SHEET
Roza Irrigation District
For the Nine PERIODS ENDING September 30, 2026

DIFFERENCE
0.00
0.00
873,392.24
2,659,282.80
319,188.09
0.00
0.00
472,028.35
34,745.73
0.00
0.00
4,358,637.21
0.00
(815,669.52)
0.00
(27,902.81)
(617,833.56)
(364,625.18)
(61,591.18)
(4,858.93)
0.00
(1,892,481.18)
(69,090.00)
(69,090.00)
126,080.00
126,080.00
821,880.32
51,908.00
51,908.00

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COMPARATIVE BALANCE SHEET
Roza Irrigation District
For the Nine PERIODS ENDING September 30, 2026

	CURRENT PERIOD	PRIOR YEAR
TOTAL ASSETS AND DEFERRED OUTFLOWS	84,680,337.91	83,806,549.59
ACCOUNTS PAYABLE/EXPENSE	369,357.39	154,865.07
ACCOUNTS PAYABLE/USBR/KACHESS	(240,442.20)	69,090.00
TOTAL ACCOUNTS PAYABLE	128,915.19	223,955.07
ACCRUED ANNUAL LEAVE PAYABLE	415,204.53	470,272.43
ACCRUED SICK LEAVE PAYABLE	601,806.63	585,681.41
ACCRUED SALES TAX PAYABLE	189.03	3,297.02
ACCRUED TAXES PAYABLE	182.78	256.81
FICA TAXES PAYABLE	0.09	0.00
ACCRUED IND INS PAYABLE	53,722.71	44,196.93
ACCRUED RET. DEDUC & MATCH	22,522.11	28,373.57
MISC PAYROLL DEDUCTIONS	12,126.56	1,720.00
ACCR WA PD LEAVE DEDUCT&MATCH	14,375.09	11,067.80
ACC WA CARES FUND	6,481.33	6,160.19
TOTAL ACCRUED EXPENSES	1,126,610.86	1,151,026.16
DEPOSITS/EXTRA WATER	899.02	179.54
OVERPAYMENT	1.02	0.00
TOTAL PREPAIDS/DEPOSITS	900.04	179.54
CONTRACT PAY/USBR/KACHESS	193,915.65	193,915.65
TOTAL LONG TERM LIABILITIES	193,915.65	193,915.65
NET PENSION LIABILITY	246,611.00	379,053.00
TOTAL NET PENSION LIABILITY	246,611.00	379,053.00
TOTAL OF ALL LIABILITIES	1,696,952.74	1,948,129.42
DEFERRED INFLOWS/PENSIONS	288,854.00	375,073.00
TOTAL DEFERRED INFLOWS/PENSIONS	288,854.00	375,073.00

COMPARATIVE BALANCE SHEET
Roza Irrigation District
For the Nine PERIODS ENDING September 30, 2026

DIFFERENCE
873,788.32
214,492.32
(309,532.20)
(95,039.88)
(55,067.90)
16,125.22
(3,107.99)
(74.03)
0.09
9,525.78
(5,851.46)
10,406.56
3,307.29
321.14
(24,415.30)
719.48
1.02
720.50
0.00
0.00
(132,442.00)
(132,442.00)
(251,176.68)
(86,219.00)
(86,219.00)

COMPARATIVE BALANCE SHEET
Roza Irrigation District
For the Nine PERIODS ENDING September 30, 2026

	CURRENT PERIOD	PRIOR YEAR
UNAPPROPRIATED SURPLUS	81,107,190.51	79,784,174.75
NET INCOME (LOSS)	1,587,340.66	1,699,172.42
TOTAL UNRESERVED	82,694,531.17	81,483,347.17
TOTAL EQUITY	82,694,531.17	81,483,347.17
TOTAL LIABILITY, EQUITY & DEFERRED INFLOWS	84,680,337.91	83,806,549.59

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COMPARATIVE BALANCE SHEET
Roza Irrigation District
For the Nine PERIODS ENDING September 30, 2026

DIFFERENCE
1,323,015.76
(111,831.76)
1,211,184.00
1,211,184.00
873,788.32

Item #3

ROZA
IRRIGATION DISTRICT

To: Board of Directors

From: Kristel Espinoza

Date: November 10, 2026

Re: Presentation of Assessment Roll 2027

Background

The 2027 assessment roll will be presented to the Board electronically on November 2, 2026, pursuant to RCW 87.03.250 and a copy will be available for public inspection at the Roza office on the front counter.

Notice of the assessment and equalization has been issued pursuant to state law, with the equalization hearing occurring on December 8th.

Equalization applies to the acreage of the parcels listed on the assessment roll and does not apply to the amount assessed to those parcels.

NOTICE OF EQUALIZATION

NOTICE IS HEREBY GIVEN THAT the 2027 Assessment Roll of lands comprising the Roza Irrigation District, Yakima and Benton Counties, State of Washington, is now on file and open to inspection at the office of the Secretary of the District, Scott Revell, Sunnyside, Washington, and will remain open to inspection until and during the hearing as herein stated; that the Board of Directors of said Roza Irrigation District will meet to equalize said Assessments at the Roza Irrigation District office, corner of 13th Street and Blaine Avenue in Sunnyside, Washington on Tuesday December 8, 2026 at the hour of 9:00 o'clock A.M., and will then consider any objections to said Roll, and will equalize and adopt the same, adjourning from day to day, if necessary, until the same is completed, not exceeding (10) ten days from said December 8, 2026.

Publish:
Benton- November 15th & 22nd, 2026
Yakima- November 14th & 21st, 2026

Dated this 10th day of November 2026

_____
President – Ric Valicoff

_____
Vice-President – Jim Willard

_____
Director – Jason Don

_____
Director – Tanner Winckler

_____
Director – Jason Sheehan

NOTICE OF EQUALIZATION

NOTICE IS HEREBY GIVEN THAT the 2027 Assessment Roll of lands comprising the Roza Irrigation District, Yakima and Benton Counties, State of Washington, is now on file and open to inspection at the office of the Secretary of the District, Scott Revell, Sunnyside, Washington, and will remain open to inspection until and during the hearing as herein stated; that the Board of Directors of said Roza Irrigation District will meet to equalize said Assessments at the Roza Irrigation District office, corner of 13th Street and Blaine Avenue in Sunnyside, Washington on Tuesday December 8, 2026 at the hour of 9:00 o'clock A.M., and will then consider any objections to said Roll, and will equalize and adopt the same, adjourning from day to day, if necessary, until the same is completed, not exceeding (10) ten days from said December 8, 2026.

Dated this 10th day of November 2026

Publish: November 15 & 22, 2026

s/ Ric Valicoff, President
s/ Jim Willard, Vice-President
s/ Tanner Winckler, Director
s/ Jason Sheehan
s/ Jason Don
Roza Irrigation District

Item #4

CERTIFICATE OF ELECTION

I, Scott Revell, Secretary of the Roza Irrigation District, do hereby certify Tanner Winckler elected as Director, Division Number Two, of the Roza Irrigation District for a term of three years, beginning on the first Tuesday of January 2027 and ending on the first Tuesday of January 2030. This document certifies that Mr. Tanner Winckler is hereby declared the winner of the election pursuant to RCW 87.03.075 effective at the January 2027 regular meeting.

Witness my hand and the seal of said District, affixed this 10th day of November 2026.

_____

Scott Revell

(SEAL)

STATE OF WASHINGTON)
(SS
COUNTY OF YAKIMA)

We, the Board of Directors of the Roza Irrigation District, do hereby certify that after the expiration of the date of filing petitions of nomination, only one candidate for the position of Director, Division Number Two, has been nominated; therefore, pursuant to RCW 87.03.075 of the Statutes of the State of Washington, it is unnecessary to hold an election and we hereby declare Tammer Winckler elected as Director, Division Number Two, of said District for a term of three years beginning on the first Tuesday of January, 2027, and ending on the first Tuesday of January, 2030.

Dated this 10th day of November 2026.

_____
President

_____
Vice President

_____
Director

_____
Director

_____
Director
*Constituting a majority of the
Board of Directors of the
Roza Irrigation District

Item #5

ROZA
IRRIGATION DISTRICT

To: Board of Directors

From: Scott Revell, District Manager

Date: November 10, 2026

Re: Summary of Utah Cloudseeding Program

Overview

Director Willard and I attended a briefing with Utah Department of Natural Resources (DNR) staff in Salt Lake on October 26th. We accompanied Washington Director of Agriculture Derek Sandison and Ecology-Office of Columbia River Director Larry Mattson.

Utah has undertaken cloudseeding since the 1950s. In 2022, the Utah Legislature appropriated $17 million to conduct the studies and build the infrastructure for a more comprehensive approach.

175 ground based stations were constructed covering several river basins to nucleate ice using silver nitrate and/or propane. They can be remotely started within minutes when the correct conditions are present. Most of the ground stations are located on state owned or private land. All are above 6,500 feet in elevation and most are above 7,000 feet in elevation. Some are mobile units. Part of the initial setup included installing instrumentation which measures the liquid content in the sky to help manage the system.

The state's objectives are enhanced flows in Great Salt Lake, which has shrunk significantly, water supply for irrigation and snow for skiing. 95% of the runoff in the target area comes from snow. Snowpack peaks around April 1st. They have seen snowpack peak about three days earlier per decade in recent decades.

Utah DNR has cessation/suspension criteria in place to pause the program when conditions are such that additional precipitation is not desired, such as rain melting snow or high runoff periods.

Overall Utah DNR's meteorologist estimate a 6% to 12% increase in precipitation, which in total equals about 200,000 acre feet of water. Utah DNR emphasized the need for a long term commitment to cloudseeding for 10+ years in order to span both wetter and drier cycles to better measure the effects.

Annual funding by the state is $7 million. Cost per acre foot of water is estimated at $37, including the upfront investments. Utah DNR expects the per acre foot costs to drop somewhat over time.

They emphasized the need for a thorough public education program prior to beginning to seed clouds to explain what the program is and is not.

Utah DNR staff explained the various merits and drawbacks of ground based units, drone and airplane applications. They appears to be a role for each in at least some instances. They are increasing the use of drone as the science expands. The most modern drone can be operated up to nearly 18,000 feet, above which triggers different flight control regulations.

Utah DNR is in the midst of an environmental review of the impacts of their 2026 program. Preliminary results will be made available soon with the full report available in early 2027. Trace amounts of silver iodide were found to be similar to natural background levels. Some airborne silver in Utah can be traced to mining activities through its chemical signature.

They also provided links to prior studies on several aspects of environmental impacts and emphasized the need for third party verification and peer review of any science used in administering a cloud seeding program. The national weather modification association is also preparing a comprehensive literature review on cloud seeding impacts.

Item #6

ROZA
IRRIGATION DISTRICT

To: Board of Directors

From: Scott Revell, District Manager

Date: November 10, 2026

Re: Portable Flowmeter Purchase Using Drought Funds

Overview

During drought years water management of the limited water supply requires that the District be able to account for unexpected fluctuations in lateral pipelines and to prevent unauthorized water use/theft.

Initially, staff examined installing flowmeters at each turnout. Staff is now looking into a portable flow meter that can be moved between locations. The cost is approximately $10,000 before tax and shipping.

The Board could authorize use of drought funds to purchase a portable flowmeter.

A portable flow meter would also be used in full supply years, although its utility is greatest when water supplies are reduced.

The Drought Fund balance is just under $500,000. Reimbursement from the State for the half of the 2026 SMID lease cost will bring the balance to just over $1 million.

Item #7

ROZA
IRRIGATION DISTRICT

To: Board of Directors

From: Scott Revell, District Manager

Date: November 10, 2026

Re: Re-direction of Power Pole Replacement Funds

Overview

Recently the USBR Yakima Field Office Manager stated that USBR and BPA are not actively working on the power pole replacement project. Barring an emergency, the replacement project is now expected to be several years away at least.

Roza saved $1.2 million over three years through the capital plan and has earmarked those funds in the District's reserve funds.

With the absence of progress on the project and the ongoing need to build funds for the Wasteway 6 Re-Regulation Reservoir enlargement these funds can be re-directed if the Board would like to do so.

With the transfer, funds available for the Wasteway 6 Re-Regulation Reservoir project would be nearly $8M as of the 2027 assessment, minus the design expenses to date.

Item #8

To: Roza Board Members

From: Sage Park, Policy Director

Date: November 10, 2026

RE: Intergovernmental Services Agreement – RFP approval request

Background:

RID and the United States Army signed an Intergovernmental Support Agreement (IGSA) to move RID lateral canals off the Yakima Training Center in March of 2026. This agreement says that the Army will pay for the canals to be moved off base.

All work associated with this agreement, including feasibility, design, construction and construction management, will be accomplished by contractors.

The army recently notified Roza that pump 1 high seepage is impacting groundwater levels on the Yakima Training Center. They would like to conduct a pilot to see what happens when the pump 1 high is either lined or piped. This will help inform the army of the impact to groundwater once the laterals are moved off base. To do this, Roza needs to issue a Request for Qualifications (RFQ) to competitively select a qualified construction firm to support the IGSA Task Order 2.

Staff requests approval to advertise an RFQ to select an engineering firm to manage and perform the tasks associated with the IGSA. Funding will come from the Army through the IGSA.

Recommended Motion:

I move to approve advertisement of an RFQ to select a construction firm to manage and perform the tasks associated with Task 2 under the IGSA.

Item #11

RESOLUTION 1-2026

RESOLUTION OF THE ROZA IRRIGATION DISTRICT RE:

MAIN CANAL FILTRATION AND BANK STABILIZATION PROJECT: DECLARING THAT SOLE SORUCE FOR INSTALATION OF FILTRATION AND BANK STABILIZATION IS IN THE PUBLIC BENEFIT

WHEREAS, the Board of Directors desires to ensure that the Roza Irrigation District Main Canal continues to provide reliable irrigation water supplies, and

WHEREAS, there are approximately 900 linear feet of mudstone in the reserved works that require preventative measures, including filtration and stabilization because of high side infiltration, and

WHEREAS, the work must be completed by January 1, 2027, while the power canal is shut down for routine maintenance and application of canal sealant, and

WHEREAS, the installation of the filtration system and bank stabilization requires special services, and

WHEREAS, Arcadis U.S., Inc., specializes in installing the required filtration system and bank stabilization materials.

NOW, THEREFORE IT IS HEREBY RESOLVED the Board of Directors of the Roza Irrigation District has determined that Arcadis U.S. Inc., is a single source contractor for installation preventative measures, which includes a specialized filtration system and bank stabilization because:

a. The installation of the filtration system and bank stabilization requires special services where the purchase price may be best established by direct negotiation. (RCW 87.03.435 (3)(c)):
b. The work must be completed by January 1, 2027. When there are time constraints, the Manager may prepare plans and specifications for work of $300,000 with Board Approval. (Exhibit "A" Resolution No. 5-1014, Delegation of Authority (IV) (3).

The Board of Directors further recognizes that the need to maintain the District infrastructure, combined with the specialized nature of the work, it is in the best interest of the District to contract for the installation of the filtration and bank stabilization workwithout submitting the contract to competitive bidding procedures.

The Board therefore authorizes the District Manager pursuant to RCW 39.04.280 to contract with Arcadis U.S., Inc. for installation of the filtration system and bank stabilization work.

Adopted this 10th day of November, 2026 at the regular meeting of the Board of Directors.

_____
PRESIDENT

_____
VICE-PRESIDENT

_____
DIRECTOR

_____
DIRECTOR

(SEAL)

_____
DIRECTOR

ATTEST:

_____
SECRETARY

To: Roza Board Members

From: Scott Revell, District Manager

Date: November 10, 2026

RE: Intergovernmental Support Agreement – Sole Source Request

Background:

Roza Irrigation District and the United States Army signed an Intergovernmental Support Agreement (IGSA) to move RID lateral canals off the Yakima Training Center. This agreement says that the Army will pay for the canals to be moved off base.

All work associated with this agreement, including feasibility, design, construction and construction management, will be accomplished by contractors. While working on moving the canal off base, Roza staff discovered a geologic anomaly that is impacting the main canal near milepost 7. There are approximately 900 linear feet of mudstone in the reserved works that require preventative measures, which include filtration and bank stabilization. This is because of high side groundwater infiltration. This project will be funded through the IGSA at approximately $1.5 million.

This work must be completed by January 1, 2027, while the power canal is shut down for routine maintenance and application of canal sealant. Roza needs to enter a sole source contract for the following reasons:

- The installation of the filtration system and bank stabilization requires special services where the purchase price may be best established by direct negotiation. (RCW 87.03.435 (3)(c))
- The work must be completed by January 1, 2027. When there are time constraints, the Manager may prepare plans and specifications for work of $300,000 with Board Approval. (Exhibit “A” Resolution No. 5-1014, Delegation of Authority (IV) (3).

Staff requests approval from the Board to enter into a sole source contract to conduct preventative measures, which includes installation of proper filtration and bank stabilization measures in the reserved works.

Recommended Motion:

I move to approve entering into a sole source contract for up to $1.5 million for filtration and bank stabilization in the reserved works.

Item #12

ROZA IRRIGATION DISTRICT

To: Board of Directors

From: Scott Revell, District Manager

Date: November 10, 2026

Re: 2027 O&M Budget

Attachment

1. Draft 2027 O&M Budget dated 11/10/26

Overview

The draft budget is based on an O&M assessment of $216/ac. which is an increase of $5/ac. and provides for:

- $216 for the base assessment (+$5/ac.);
- $6.94/ac. for Water Supply Development ($500,000), which is no increase;
- $20.94/ac. for Capital Rehabilitation of aging infrastructure ($1,518,100), which is a $1/acre increase

A summary of the changes is listed on page 2. A list of the income and expense line items are explained in more detail on pages 3 to 23.

Pages 20-22 are a list of issues on the horizon in 2028 and beyond, as well as items which are not included in the budget.

Projected changes in non-assessment income & transfers from reserves in 2027
(w/out grants)

Item	Projected change	Line Item	Notes
Interest	- $ 125,000	Interest	Due to declining interest rates & smaller balances
Misc.	-$ 66,676	Misc.	See page 4 for detail
Reserves	+$ 75,000	Equip	Budgeted in '24 towards grader replacement
Reserves	+$ 420,000	USBR	O&M credit from 2025
Total	**+$ 303,324**		

2027 Expense Decreases

Item	Change	Notes
Main Canal	-$ 15,000	Grout purchase (due to crew time limitations)
Capital	-$305,000	Reduced amount from the former Pressure Projects line
Equipment	-$ 36,000	Assumes use of $75K budgeted in 2024 for grader
Total	**-$356,000**	**2027 projected expense decreases**

2027 Expense Increases

Item	Change	Notes
Main Canal	+$ 15,000	Concrete panel repairs due to cost increases and more panels to fix ($15K)
Main Canal	+$ 147,300	Aquatic herbicide increase after drought year w/ carryover use
Main Canal	+$ 75,000	Wasteway 5 Re-Reg O&M
Laterals	+$ 14,730	Aquatic herbicide increase after drought year w/ carryover use
Drains	+$ 609	Due to DID #11 expense increase (+$609)
Pumps	+$ 17,200	Increased repair costs (+$10K) & contract wage adjustments
USBR O&M	+$ 458,860	Increased USBR expenses. Net change after 2025 credits is +$38,860
RSBOJC	+$ 198,112	Primarily due to accounting software replacement
Miscellaneous	+$ 1,456	WSWRA dues +2% & '26 increase & NIO dues increase
Admin	+$ 177,500	Contract 3% union wage increases ($91K) on 1/1/27. & non-union wage increases ($70.5K). Non-union health care increases are +$16K/yr
Insurance	+$ 48,000	Liability premium increase (+$93K in '24 and +$89K in '23)
Vehicles	+$ 85,000	
Capital	+$ 72,500	Additional capital improvements per the approved plan
Total	**+$1,289,447**	**2027 projected expense increases**

1. **Assessments O & M-** Assessment income of $_____ and includes any carryover from the prior year. There are 72,516.16 assessed acres in 2027.

   There are an estimated 177 parcels which are less than one acre in area which are assessed for a minimum of one acre, per longstanding district policy, which results in 72,689.93 acres being billed. Assessment income increases $_____ as proposed.

   The proposed assessment of $216/ac. in 2027 includes:
   - $20.94/ac for capital rehabilitation ($1,518,150), and
   - $6.94/ac for Water Supply Development ($500,000).

   The 177.77 acres are subject to the one acre minimum policy results in a difference of +$38,300 in 2027.

   Assessment income also includes $105,667 from the U.S. Department of War for irrigation delivery to 489.2 acres on the Yakima Training Center (YTC). Budgets prior to 2026 listed Department of War income in the Miscellaneous line item.

   Assessment income increases by $72,689 with each $1/acre increase. Note that budgets prior to 2022 used 72,000 acres for budgeting purposes.

1. **USBR-**Payments by USBR to Roza for reimbursable contract work on Roza USBR facilities such as the reserved works portion of the Roza Main Canal and non-Roza facilitates the Wapato or Chandler canals. Assumed to be $30,000 in 2027, which is unchanged from 2026. This line item had been $0 for many years.

2. **Interest**-Interest from bank accounts and Local Government Investment Pool (LGIP) investments. Includes interest paid on delinquent accounts. Interest income is assumed to be $725,000 in 2027 due to recent return rates, which is a decrease of $125,000 due to declining interest rates.

   Staff's approach is to budget interest conservatively and use additional reserves, if necessary (with Board approval), so as to avoid overly optimistic income forecasts and be short on revenue if interest rates decline and cause offsetting cuts or use of reserves. Interest income in recent years:

   2026 $850,000 (tracking to $725,000)

2025 $836,200 (budgeted at $900,000)
2024 $954,748 (budgeted at $850,000)
2023 $924,000
2022 $286,000
2021 $ 32,000
2020 $111,000

Interest income increases in recent years have equaled roughly $10/acre on the assessment which did not occur.

3. **Rentals**- $7,900 in income from rental of the two occupied ditch rider houses at Pump 13 and Wasteway #3. This represents a change of +$900 in 2027 due to rate increases.

4. **Miscellaneous**- All other revenue not captured elsewhere. Including:
   - Repair reimbursements for damage to Roza facilities by landowners which varies each year and is estimated at $75,000 and is unchanged.
   - Terrace Heights Irrigation District O&M payment income of $118,194 for 565.36 acres, which is an increase of $2,827 has been based on the standard Roza assessment less the water supply development portion (@+$5/ac to $209.06/ac.). Roza provides O&M under a 1940 contract with THID & USBR.
   - Surplus equipment/vehicles proceeds estimated at $75,000, which is an increase of $13,000 vs. 2026.
   - With the pause in the ECS program there will be no flowmeters installed in 2027. Typically around $30,000+/- this amount varies annually. This is an decrease of $82,500 in 2027, and compares to $0 in 2025 because the Pump 3 ECS project completion was delayed into 2026.
   - Late fees, which are minimal.

   Miscellaneous income is projected to total $268,194 which is a decrease of $66,673 in 2027.

As of 2026 Miscellaneous income no longer included roughly $101,264 (2025 amount) from the U.S. Department of War for irrigation delivery to 489.2 acres on the Yakima Training Center (YTC). Budgets prior to 2026 listed Department of War income in the miscellaneous line item. The assessment software implemented in 2022 includes the 489.2 irrigable acres on the YTC in the assessment roll, where the prior system did not and YTC was billed separately and accounted for as miscellaneous income, which double counted the income in the budget.

5. **Tier II Water**-Income from the sale of Tier II water. The budget assumes the first $500,000 of revenue from Tier II water in 2027 (if any) will be directed to the Water Supply Development fund (see also Expense section #20 on page 18 below) unless otherwise directed by the Board.

   Tier II water income in excess of $500,000 goes to the undesignated operating reserves unless otherwise directed by the Board.

6. **Other Unbudgeted-**Grant income is assumed to be $0 in 2027.

   Most grant funded work occurs over more than one fiscal year. Examples in 2026 & 2027 include:
   - Non-recurring grant of $5,000,000 for Main Canal Floor Replacement (state)
   - Non-recurring grant of $XX for the ASR pilot project (State and federal)
   - Non-recurring main canal concrete sealing (state)

7. **Reserves-**The 2027 budget is built using $194,707 from the reserves to balance the 2027 budget, and as follows:

   $420,000 USBR O&M credit from 2025 which reduced the 2026 payment
   $ 75,000 Budgeted in 2024 towards replacing the grader re-directed to a mowing tractor & side mower
   $_____ 2025 USBR power credit
   $194,707 to balance the 2027 budget
   $689,707 Total from reserves in 2027

   No O&M assessment dollars have been budgeted to build operating reserves in 2027, although reserves build when line items are underspent or when income exceeds projections.

Expense Line Items

1. **Main Canal**- The Main Canal line item is unchanged in 2027. It includes: mowing, embankment repairs, check structures, lining, lining drain maintenance, terrestrial and aquatic weed control, concrete sealing, repair and replacement, three re-regulation reservoirs, and O&M along two sides of 95 miles of Main Canal, labor, equipment/vehicles, materials, mileage (but not fuel) and the operation and maintenance, labor and equipment for 9.22 miles which comprise the five Main Canal wasteways.

    - All herbicide purchase costs (aquatic and terrestrial) are projected at $425,500, which include:
        - ✓ Cascade
        - ✓ Acrolein
        - ✓ Teton
        - ✓ Liquid copper
        - ✓ Copper sulfate
        - ✓ Re-reg reservoir treatments
        - ✓ Terrestrial chemicals
        - ✓ Red & blue dye
        - ✓ Ancillary equipment and supplies

      Total herbicide purchases are projected to increase due to carryover inventories which resulted from reduced chemical usage during the 2024-26 drought years have been exhausted. Each season has a somewhat different amount of carryover chemicals unused from the prior year.

      The 2027 chemical costs are estimates based on new pricing with early purchase discounts through the Northwest Irrigation Operators purchasing pool to obtain better pricing through bulk discounts.

      These are the chemical purchase costs only, and include dye, but do not include equipment, labor, fuel and lab analysis of samples. Ancillary equipment includes repairs to the chemical pumps, trailers and miscellaneous chemical application equipment. Herbicide used in the re-regulation reservoirs are included in the Main Canal line item.

    - Roughly 90% of aquatic and terrestrial herbicide costs ($383,950) are assigned to the Main Canal, which is an increase of just under $132,570 in this line item.

      Approximately 9% of the herbicide expenses are for terrestrial weed control.

- The Main Canal line item also includes the following items:
  - ✓ Canal geo-liner purchase-one roll ($7K/yr.) for lateral leaks, undershot exit headwalls and repair of existing liner. Liner is typically purchased in multi-roll orders every few years to save on freight costs. The most recent purchase occurred in late 2025 and included the planned 2026 budget allocation for canal liner.
  - ✓ Grouting materials expenses ($19K/yr.) Decreased by $15,000 in 2027, the amount can vary widely based on grout machine down time and the size of the voids being filled & crew availability, but peaks at approximately $34K/yr. +/-
  - ✓ Concrete panel repairs, increased by $15,000 in 2027 ($50K/yr.)
  - ✓ $25K/yr. for tree trimming/removal using contractors along the canals throughout the system.
  - ✓ $75K/yr. is included to purchase crushed rock for canal O&M roads & miscellaneous use (e.g., flowmeter pads, etc.).

- $75,000 has been added in 2027 for Wasteway 5 Re-regulation reservoir O&M. The intent to carry over any unused funds to following years to reduce the fiscal impacts of larger repairs in the years ahead.

- The maintenance crew will consist of 42 full time positions. See the table on page 23.

- $14,000 for two Main Canal PLC and motor controllers per year going forward (added in 2025).

- $1,000 for water level sensor replacement, which will occur annually.

- $8,000 for the cost of servicing the portable toilets.

- $225,000 towards the 2027-2028 winter work program.

- Assumes $30,000 in Main Canal O&M work due to offsetting work in the reserved works for USBR, which is the same as 2026. See Reimbursable section on page 6.

- $75,000 for fuel was added to the Main Canal line item in 2022, that allocation was moved to the Equipment-Building line item plus an additional $75,000 in 2023, then reduced $50,000 in 2024, and is unchanged in 2027 at $350,000.

2. **Lateral Canals**- Includes: mowing, embankment repairs, terrestrial and aquatic weed control, labor, equipment/vehicles, and materials for 41.7 miles of open ditches, 377.5 miles of piped laterals and wasteways.

   Roughly 10% of herbicide costs are assigned to the lateral canals, which equates to about $42,550 in 2027, which is an increase of $14,730.

   Note that prior to 2024 the total herbicide usage on lateral canals was assumed to be 30% of total herbicide expenditures.

3. **Drains**- The network of drains is nearly as extensive as the network of canals. This line item has three parts, which include:

   - Joint Drains ($305,825). There are 30 joint drains and three wasteways whose O&M costs are shared with SVID. Joint Drains costs are projected to be unchanged in 2027. Joint Drains are administered by SVID (with a 15% charge for overhead), and Roza is billed one time per year in January. SVID has a drain crew of nine people.

     Joint Drains have a separate budget which lists projected expenses for each drain, will be reviewed by the Board in November.

   - Drainage Improvement District (DID) #11 is the lower Moxee A drain and five smaller tributary drains. DID #11 expenses can vary widely. Roza is required under a 1960 contract with DID #11 and Yakima County to pay 60% of the maintenance costs for a 7.33 mile portion of the Moxee A drain and a series of five other drains in the Moxee area. Roza's share of budgeted expenses are projected to increase $609 in 2027.

     The jointly funded drains comprise 61.5% of the combined drain milage. 61.5% of the proposed 2027 DID #11 budget is $142,500. DID #11 has not confirmed that 61.5% +/- of their labor was expended in the joint Roza-DID #11 drains.

     Roza's contractual share is 60% of $145,645 which equates to $87,387.

DID #11 is no longer operated by Yakima County, but instead by the DID #11's own staff. Roza is billed twice a year. DID #11 expenses have increased markedly in recent years and staff has been scrutinizing these expenses with the DID #11 Board of Directors.

Roza expended approximately $4,000 in 2026 labor and equipment to perform maintenance work in DID #11 drains and can do so again in 2027, although $5,000 is now assumed.

The Roza Board reviewed the 2027 DID #11 budget proposal in August, which included a Roza portion of $87,387. Assuming $5,000 in credits for work done by Roza in 2027 on Drains B and D, which equates to a net Roza share of $82,387 in 2027.

<u>Shared Roza & DID #11 Drains</u>

- Ditch 11 (Moxee A drain downstream of the Selah Moxee canal) (3.33 miles)
- Ditch 2 (3.24 miles)
- Branch D (.78 miles)

Roza is continuing to propose undertaking more of the DID #11 O&M work in order to reduce total costs.

	2024	**2025**	**2026**	**2027**
Roza's share of DID # 11 expenses	$81,254	$81,470	$85,778	$87,387
Roza budgeted amount	$80,962 (no credits assumed)	$73,470 (assumed $8K in credits)	$81,778 (assumes $4K in credits)	$82,387 (assumes $5K in credits)

- Roza labor, equipment and fuel expenses related to operating and maintaining Roza drains. Expenses to maintain Roza drains can vary widely and increased drain expenses are typically offset with reduced Main Canal or lateral canal maintenance expense reductions, and are projected at $15,000 for budgeting purposes.

The various types of Roza drains includes:

- ✓ Lining drains (through the Main Canal floor in concrete lined sections);
- ✓ Undershot drains (draining runoff from land uphill of the Main Canal under the canal);
- ✓ Toe drains (drain to collect seepage at the toe of the Main Canal slope);
- ✓ Overshot drains (draining upland runoff into the Main Canal from uphill areas); and
- ✓ Pickup drains (on-farm runoff conveyed via a swale following the lay of the land to a larger drain).

The total net drain expenses, for all types of drains is expected to increase by $609 due to DID #11 expenses (w/ $5K net credits for work performed by Roza).

4. **Pumps**-Maintenance, operation, repair and replacement of Roza's fifty-seven 1940s era pumps at the eighteen pumping plants which supply water to 27,000 acres served by the pump lateral canals. These include intake screen expenses as well as wages and benefits for the District's three Pump Mechanics mileage (but not fuel), tools and parts. Non-capital expenses in this line item fluctuate but have ranged from $360,000 to $380,000 over recent years when there were two Pump Mechanics. The third pump mechanic was added in 2025. This line item includes:

   - $85,000 for pump motor reconditioning and rewinds. This amount assumes $30,000 for five pump reconditions and $55,000 for two rewinds (at $25K per unit +/- typically). These expenses can vary by season, and are time sensitive to get the work done before the irrigation season begins. This amount increased $10,000 in 2026 to account for increased repair costs.

   - $2,000 is included for pump intake sweep repairs annually.

   $15,000 was moved into the 2025 budget from the Pumps line item to the USBR O&M line item to reflect the power pole cross arm repairs costs being incorporated into the USBR's O&M estimate.

   The total net increase in the Pumps line is an increase of $17,200 for a total of $513,400 in 2027, which includes wage adjustments.

5. **Safety-Drug testing-** Safety training costs, canal safety education, and drug tests. Staff wages during safety training and personal protective equipment. This line item in unchanged.

6. **Pressure Projects**-$0. Pausing the lateral canal piping program allows the fund previously budgeted in this line item to be moved to the capital improvements line to be allocated to the Wasteway 6 Re-regulation reservoir expansion project or another project. See also Section 19 of this report on page 20. This amount had been $2,500,000 in 2024.

7. **Reimbursables**- Includes:
    - Contract work for USBR by Roza crews on non-Roza facilities, including reserved works (which are the first 11 miles of the Roza Main Canal);
    - Repairs for damage done by land owners,
    - Cooperative piping (Roza installed land owner purchased pipe)
    - Flow meter replacement/relocations, etc. (E.g., 6005 jobs).

    The 2027 budget assumes $30,000 in USBR related expenses for work on the reserved works portion of the Roza Main Canal which is unchanged from 2026. Work done for USBR is offset by an equivalent reduction/increase in the Main Canal line item. Reimbursables can vary widely, and are projected at $105,000 which is the same as 2026.

8. **Equipment-Buildings-** Equipment & vehicle repair (parts and labor), facilities and grounds maintenance, and operation for all Roza facilities, shop expenses (parts and labor), miscellaneous tools and equipment and equipment operating expenses of $388,800, which is no change. Included are:
    - $60,000 is included for major equipment & vehicle repairs and building repairs, (no change).
    - $15,000 has been included for small tools (no change).
    - $6,800 in new subscription repair manual costs for equipment and vehicles (no change).

    Major equipment & building repairs in 2026 were $89,000 to date (w/out minor repairs).

    The District typically incurs $50,000 to $60,000 in tire purchases, tire repairs and wheel alignments annually which are included in this line item.

9. **Water Management** –Wages and benefits for thirteen Ditchriders and four relief riders to cover vacations/sick days during the water season and vehicles and related expenses. 2027 wage increases are captured in the Administration line item. Relief Ditchriders come from the maintenance crew when a Ditchrider is ill, on leave, or at training. This line item includes Ditchrider overtime for weekends and holidays which totals approximately $55,000.

   This line item is unchanged in 2027.

10. **USBR O&M and Power-**Roza has contracts with USBR for operations and maintenance of the five reservoirs, and for delivery of electric power for Roza's eighteen pumping plants and three re-regulation reservoirs.

    Both the O&M and power costs are billed by USBR to Roza in two installments each year (June and December). The first 2027 installments are paid in early December 2026.

	2022 initial estimate from USBR	**2023 initial estimate from USBR**	**2024 initial estimate from USBR (w/ 2023 credits applied)**	**2025 initial estimate from USBR (w/ 2024 credits applied)**	**2026 initial estimate from USBR**	**2027 initial estimate from USBR**
Power	$1,126,000	$1,113,350	$1,113,350	$1,113,350	$1,113,350	$1,113,350
O&M	$ 991,000	$1,121,000	$ 518,000	$ 981,600	$ 862,000	$1,320,860
Total	$2,117,000	$2,234,350	$1,631,350	$2,094,950	$1,975,350	$2,434,210

Estimates from USBR

USBR Power
This is the cost of power to pump irrigation water to the lateral canals which irrigate 27,000 acres above the Main Canal which are served by the 18 pump stations and to pump water into the Wasteway 5 re-regulation reservoir.

- The 2027 power estimate of $1,113,350 was given to Roza in October 2026, and represents no change.

- 2027 power expenses are paid 50% in December 2026 and 50% in June 2027. When there are credits, they are applied to the June (2nd) payment.

- Power expenses are spread out over all 72,516 assessed acres pursuant to a 1953 vote of the water users which approved the repayment contract with USBR.

USBR O&M

- Preliminary estimates from USBR in September were that 2027 O&M charges will be 1,320,860 **which is an increase of $458,860** in 2027, due to numerous vacant positions at USBR being filled and more work being completed.

- There is a $420,000 credit from 2025 which can be applied to the 2027 USBR O&M bill, making the increase in 2027 over 2026 a total net change of +$38,860.

- The District could choose to underbudget this line item due to the staff reductions in USBR's Yakima Field Office. Overtime offsets some unfilled positions and re-established remote control of some infrastructure site also works to reduce USBR's O&M costs. If so desired, $75,000 to $100,000 is a reasonable estimate.

- 50% of 2027 O&M expenses ($660,430) will be prepaid in December 2026. 50% is paid in June, and when there are credits, they come off of the June (2nd) payment.

- The USBR O&M includes:

  ✓ Roza's proportionate share of USBR's Yakima Project storage system.

  ✓ Roza's proportionate share of O&M for Roza dam, the first 11 miles of the Main Canal (which are the "reserved works") and wasteway 1 & 2 O&M (wasteway 1 is no longer used).

- The irrigation districts pay 50% of the USBR's Yakima Project O&M costs and Roza's portion is based on its percentage of the total water diversions.

For example, if Roza accounts for 22% of the water diverted in the Yakima Project, Roza is charged 22% of the 50% of O&M costs that the irrigation districts pay.

- The 2027 estimate includes $15,000 for power pole cross arm repair and replacement by USBR along the 34.5 KV line which supplies power to the pump stations. This expense was added in 2025.

  The power poles support the wires which supply power to the 18 pumping stations which provide water to 27,000 acres of land served by the pump lateral canals. These funds were in the Pumps line item in 2024.

11. Administration-General Expense

- $70,500 in non-union wage increases. This includes a 3.5 % COLA on 1/1/27 and Board approved mid-year non-union 2026 wage increases, salaries and for 15 positions not captured in the line items above. There are two positions which are affected by the State's overtime exemption threshold increase. The increases are included in the number above.

- $91,000 in Union wage increases, primarily via a 3% contract increase on 1/1/27;

- Health insurance for non-union Roza employees are projected to increase by $16,000 in 2027, primarily due to an unusually large increase in mid-2026.

- Board expenses (meeting fees, training and travel);

- Staff travel and training;

- Expenses related to State audits;

- $5,000 for scheduled computer upgrades.

The total increase in this line item is $177,500.

12. Legal- The District uses two law firms. Brian Iller is the District's general counsel and Cascadia Law handles environmental issues.

Outside counsel is hired when specialty expertise is required, and in some cases is paid from separate line items. Expenses can vary widely based on the complexity of the issues encountered during the year.

Expenses have ranged from $60,000 to $80,000 in recent years, not including litigation defense, water supply development, water supply defense and environmental issues. This line item remains at $75,000 despite extraordinarily complex water rights/water supply issues and increased rates.

13. **Insurance**- Liability insurance for the District's properties and operations. The premium will increase by $48,000. Total expenses for insurance in 2027 are projected to increase based on current coverage levels (which includes fleet additions during 2027), and which also includes the broker fee to HUB, International which remains unchanged at $10,000. Both are paid in December of the year prior and are expensed monthly.

    The District's policy includes $10M in coverage plus $10M in additional coverage called "excess coverage" (e.g. in excess of the baseline). The premium for the "excess" coverage has been increasing significantly. Insurance premiums continue to increase, particularly for the last $5M in liability coverage that is in excess of the $10M base coverage.

    The additional $10M of excess insurance coverage went from roughly $7,500 ten years ago to over $62,000 in 2023 due in part to Coronavirus related risks and to the ever-increasingly litigious environment. Insurance premiums are being driven upward by the number of claims reaching the excess coverage layer, large judgments awarded by juries, higher settlements as a result, and defense of COVID related claims.

    The District's deductible is $10,000 and the budget does not include funds for paying deductibles. Two full deductibles were paid in 2019, none in 2020-2022, 2024 & 2026 and one each in 2023 and 2025. Claim payouts typically range between $6,000 to $12,000 per year and are not budgeted.

    The District has examined increasing the deductible to $25,000, $50,000, or $100,000 and more in order to reduce premiums. The premium reductions were not significant and did not justify the higher deductibles, and one incident could more than offset several years of premium savings.

The District is in the Cities Insurance of Washington Pool, which allows water districts and sewer districts to join. School districts are in a separate pool for risk rating, because they have different risk profiles.

The insurance policy runs from December 1st to November 30th each year. The District's insurance broker shops the coverage package with other carriers annually. Roza's insurance follows the Districts vehicles & equipment regardless of who is operating them. Insurance expenses can vary during the year because when new vehicles and equipment are added to the fleet the insurance for them is added to the policy and when surplus vehicles and equipment are sold the District gets a small credit.

14. **Phones**- $51,700 in cell phone & tablet charges in 2027, with $2,700 for landlines and Wi-Fi for the Upper End and Lower End offices are included in this line item. This line item is unchanged.

    - Landlines for the Roza headquarters in Sunnyside are budgeted through RSBOJC due to the shared computer/phone system.

    - Cellular SCADA data transmission is budgeted in the Main Canal line item.

15. **RSBOJC-** RSBOJC expenses (water quality, shared phones/network expenses). Total RSBOJC expenses are projected to increase by $446,223 and Roza's share will be increases by $198,112 in 2027.

	2022	**2023**	**2024**	**2025**	**2026**	**2027**	**Change**
Roza	$338,166	$388,977	$399,300	$399,697	$388,553	$586,665	+$198,112
SVID	$338,166	$388,977	$399,300	$399,697	$388,553	$586,665	+$198,112
RSBOJC Reserves	$150,000	$100,000	$85,000	$ 50,000	$ 50,000	$100,000	+$ 50,000
Total Budget	$826,332	$877,954	$883,600	$849,394	$827,106	$1,273,330	+$446,224

RSBOJC is administered by SVID and annual expenses are paid in January and are expensed monthly. RSBOJC reserves are projected to be $194,206 at the end of 2027.

Use of RSBOJC reserves is proposed to increase by $50,000 in 2027.

16. **Miscellaneous-**Dues and subscriptions, office building utilities, office equipment and supplies, publishing, miscellaneous taxes and bad debt. The line is an increase of $1,456 in 2027.

    Major association dues are unchanged in 2026 (unless noted). All dues are paid in the first quarter of the year. Dues include:

    - $43,000 Yakima Basin Joint Board (unchanged)
    - $39,900 Yakima River Basin Irrigation Legal Coalition (unchanged)
    - $30,055 Washington State Water Resources Association ($6,900 of which is the legislative portion which includes NWRA dues and the association's lobbyist in Olympia) 2% increase ($+590) + the 2026 increase.
    - $9,500 Family Farm Alliance
    - $450 Northwest Irrigation Operators dues, which includes the herbicide purchasing pool (+$300)

    This line item had been combined with RSBOJC expenses prior to 2015.

17. **Equipment Purchase**- $232,000 is budgeted in 2027 to replace mowing tractor #201 which is a reduction of $36,000, and includes tax and shipping, and a Tiger side mower. The rear mower from the current tractor #201 will be moved to the new tractor. #201 has 9,267 hours.

    The 2024 budget also included $75,000 towards the grader in 2027. Those funds are in the reserves and will be applied to the mowing tractor in 2027 instead.

    Mowing tractor #202 is also due for replacement and has just over 9,500 hours. The transmission was replaced in 2025.

    The District had been budgeting roughly $300,000 on average for equipment replacement in recent years, although it has varied:

2026	$268,000
2025	$268,000
2024	$365,000
2023	$ 0
2022	$103,500
2021	$ 79,000
2020	$300,000
2019	$330,000
2018	$652,000

2017 $300,000 ($300,000 in 2017 equates to $408,600 in 2026)

Note that separate approvals by the Board outside of the budget have funded other equipment purchases. Equipment is typically purchased through a purchasing pool to obtain the best pricing. Lead times are often 6 to 18 months.

18. **Vehicle Purchase**- The following are scheduled for purchase in 2027: two ditchrider pickups and two supervisor pickups. The increase in this line item is $85,000.

    Prior years were budgeted as follows:

    2026 $145,000
    2025 $145,000
    2024 $243,200
    2023 $155,000
    2022 $0
    2021 $150,000
    2020 $230,000
    2019 $230,000
    2018 $230,000
    2017 $230,000 ($230,000 in 2017 equals $313,000 in 2026).

    Vehicles are typically, but not always, purchased through the state contract buying pools which the District has access to. The pool is accessible by all public entities and in some cases, there is reciprocity with neighboring states. See also the 2028 and beyond section on page 20.

19. **Water Supply Development-** $1,000,000 is budgeted for permitting, design and related expenses for water supply development projects as well as water right/supply acquisitions or upstream capital improvements outside of the District which could result in additional water being available during future droughts.

    This line item is funded with $500,000 from assessments and $500,000 from Tier II revenue, provided that Tier II revenue is received in 2027. Prior budgets had $500,000 in Tier II revenue, except for 2021 in which $300,000 was budgeted.

    The Water Supply Development fund balance stood at $4,916,693 as of October 31, 2026.

Year	Assessed portion $6.94/ac.	Tier II portion	Total Income	Notes
2017	$500,000	$450,560	$ 950,560	Net tier II revenue was less than $500K
2018	$500,000	$500,000	$1,000,000	
2019	$500,000	$ 53,920	$ 553,920	Less than full water supply
2020	$500,000	$500,000	$1,000,000	
2021	$500,000	$300,000	$ 800,000	$200K budgeted from Tier II to balance budget
2022	$500,000	$483,000	$ 983,000	Some Tier II 2022 revenues were reprogrammed for winter work projects and equipment
2023	$500,000	$27,360	$ 527,360	Less than full water supply
2024	$500,000	$ 2,300	$ 502,300	Less than full water supply
2025	$500,000	$ 0	$ 500,000	Less than full water supply
2026	$500,000	$	$XXXXXX	Less than full water supply
2027	$500,000	$500,000	$1,000,000	
Totals	$5,000,000	$2,817,140	$7,817,140	Total WSD fund income through 2026

20. **Capital Improvements-** $1,518,150 for several projects plus the reprogrammed pressure project funds. $20.94 per acre of the assessment funds these projects.

    $2,305,000 was moved from the Pressure Projects line to the Capital Improvements line item beginning in 2025 due to pausing the enclosed conduit system program, which had been listed under the Pressure Projects line item. This was done in order to redirect the funds to the Wasteway 6 Re-regulation reservoir expansion project and other higher priority projects. This amount was reduced to $2,000,000 in the 2027 budget to offset other rising expenses. This line item increases by a net change of $232,500 in 2027 with a $1/ac increase for capital projects.

Looking Ahead to 2028 and Beyond

- Roza will not likely have the benefit of $420,000 in 0&M credits from USBR in 2028. USBR O&M expenses risen significantly since 2025.

- USBR power cost will be affected by the new five-year rate period will begin in 2028. The increase is not yet known.

- Liability insurance is expected to further again in 2028.

- The equipment budget will need to be fully funded ($300K+) and needs to increase to keep up with inflation. The updated plan should assume a reasonable escalation rate for future budgets. $300,000 in 2017 = $408,600 in 2026.

  Looming equipment replacements: over the next several years include:
  - ✓ Grader (by 2027 using accelerated equip replacement funds from ’24-‘26) $485K +/- w/ GPS in 2024 $
  - ✓ 3 Dump trucks
  - ✓ 1952 small grader
  - ✓ Forklift
  - ✓ Jet truck replacement (e.g. vac truck)
  - ✓ Boom truck
  - ✓ Pup trailer
  - ✓ Mowing tractor #202 & side mower

- Replacement of the pump station main tubes from the pump to the head weirs at all 18 pump stations. The tubes need to be examined to begin prioritizing replacement. The February 2026 capital plan began to address the most critical tubes over the next five years.

- Flowmeter replacement needs to increase significantly to prevent localized outages. The District has over 3,000 McCrometer flowmeters. The oldest of which date to the mid-1990s and are 30+ years old. They cost $1,600 to $2,200 each in most cases.

  100 to 150 repairs occur each season. Typical repairs involve replacing the meter head & propeller. The meter tubes are also rusting from the inside. About 5 rusted meter tubes and meters are fully replaced each season and cost about $2,000 to $5,000 each, depending on their size and the extent of the replacement required, which can vary widely.

The maintenance crew can replace 10 to 15 meter tubes each year. Replacement costs have been $15,000 to $25,000/year from 2018-2023, and the amount is increasing. Replacing meters with AG90Seametrics & tubes is roughly $1,900 each. The capital plan has $20,000 per year from 2027 to 2030 for meter replacement. This amount will need to increase by three to five times in the years ahead. Crew time will become the limiting factor.

- The District will also need to begin budgeting to replace flowmeter control valves at a cost of $15,000 to $20,000 per year for many years. Typically about 20 such valves are replaced each year.

- The District will need to budget more for rock purchases when the stockpile at Rothrock Road is exhausted. Roughly 30% of the crushed rock pile will remain at the start of the 2027 irrigation season (of the 54K yds crushed in 2016).

- Tree trimming/removal could increase significantly for several years (e.g. $50,000 to $100,000). Very good progress has been made in recent years and the Roza crew's capability has also increased with better equipment. About 35% of the trees along the Main Canal have been removed.

- DID #11 expenses should trend downward.

- A ditchrider position can be eliminated when Pumps 13 & 14 piping is complete.

- With about three more years of grouting as a high priority the work will transition to maintenance and the $34,000 budgeted currently can be reduced to about $5,000. Very little grouting occurred in in 2026 due to crew availability limitations.

- The two-year pump testing cycle will begin again in 2027. The cost during the 2022/2023 cycle was approximately $10,000 total and has been built into the capital plan.

- The Warehouse roof needs to be replaced ($275K).

Items Not Included in the O&M Budget

- Fuel cost increases in 2027. Diesel prices in particular may stay elevated well into 2027 due to supply constraints unrelated to conflict in the Middle East.

- Acquisition of a future HQ site & chemical building which meets modern standards and site planning/preparation.

- Leave payouts for employees who retire or leave voluntarily (including via voluntary separation agreements). At least one longtime employee will also likely retire in 2027. Multiple long term supervisors with large leave balances will retire in the next 2 to 5 years.

- The District's deductible is $10,000 and the budget does not include funds for paying deductibles or claims.

  Deductibles:

2026	none
2025	one
2024	none
2023	one
2022	none
2021	none
2020	none
2019	two

  The District has begun absorbing some additional claims to avoid paying deductible in order to keep the District's claim history as clean as possible so as to reduce impacts to annual premiums.

- Claim payouts typically range between $6,000 to $12,000 per year in total and are not budgeted.

  Claims:

2026	$25,000	(3 claims)
2025	$5,500	
2024	$0	
2023	just over $3,000	

Year	Full time Crew size	Temps	Total temp mos.	Union positions only (not supervisors)
2014 & 2015	39	0	0	Often 1 to 3 workers were out or were on light duty for extended periods at any given time.
2016	39	3	9	Three-month temps for ECS added using Tier II funds
2017	43	3	9	1 Troubleshooter, 1 Equipment operator and 2 relief ditchriders/class III maintenance positions added. The crew went down to 41 w/ 2 promotions mid-2017. New Maintence Superintendent & Asst. Three-month temps for ECS & planned Nov. Friday OT
2018	41	7	21	Three-month temps (4 in O&M & 3 ECS)
2019	43	10	50	2 crew added (to backfill the spots created by the promotions to supervisory jobs in 2017) plus 3 five-month temps were added for a total of 10 temps Total budgeted temp months increased from 21 to 50
2020	43	10	50	Five-month temps (COVID absences diminished crew)
2021	41	9	45	2 crew positions eliminated to balance budget. Five-month temps
2022	41	7	35	Five-month temps (2 temps cut in Dec.)
2023	41	8	40	Five-month temps
2024	42	9	45	Often 1 to 3 workers were out or were on light duty for extended periods at any given time.
2025	42	0	0	3rd Engineering tech added
2026	42	0	0	Multiple open slots are various times
2027	42	0	0	Multiple open slots are various times

Crew size	Overall effect* (assumes that the full crew is trained and operating at an efficient level)
38-40	The backlog grows most of the time
40-41	Little to no progress on backlogged work and the backlog grows at times
42-43	Some progress at times on backlogged work (usually winter & before/after aquatic treatments occur during irrigation season)

*These are generalizations, and can be affected by the number of workers out due to illness, injury & delays in filling vacancies.

Item #13

ROZA
IRRIGATION DISTRICT

To: Board of Directors

From: Dave Rollinger, Watermaster DR

Date: November 10, 2026

Re: Recent Past and Future Maintenance Work

Summary for October

October consisted of dewatering the canal system. Ditch riders are closing their individual beats and are doing beat repairs.

Training

- Tim King, Roza's safety coordinator, organized the annual public operator recertification course at SVID. Roza employees also went through a Defensive Driving Training class conducted by Clear Risk Solutions.

Equipment

- CID purchased #122 our 2009 Caterpillar 314D excavator.
- A rented John Deere 210 long stick excavator arrived.
- 2 rented 10-yard dump trucks have arrived from United Rentals and will be used to haul material from the Main Canal cleanout.

Water deliveries

- Ditch Riders closed their individual beats, draining pipelines and opening valves to help prevent freezing. They also performed small repairs, replacing leaking air vents, flowmeter control valves, and constant bleeders.

Distribution System Maintenance

- Staff have identified 2 Main Canal concrete Panels, 4 expansion joints, and 1 concrete floor panel that need to be replaced. The concrete cutters are being scheduled.
- Roza crews removed debris and water from MP 8.3 Main Canal with a Caterpillar skid-steer with the sweeper attachment in preparation for the application of Aqua elastic.
- Mowing crews continue to mow the Berm line of the Main Canal and open laterals to help expedite the Main Canal and lateral cleanout. A John Deere long stick excavator

has been rented again this year for a month to reach the deeper harder to reach areas of the Main Canal starting at MP 28.3 working downstream.

- Trouble shooters replaced 2 culverts, one on Pump 13 west lateral and was purchased by the landowner and installed by the district. At the request of SVID, the other culvert replacement is located on the MP 43.1 drain (Jones Drain) this culvert dumps into the SVID Main Canal.
- Crews started trenching and laying pipe on the Pump 3 high right lateral, doing away with the small open ditch on the hill side will save man hours, equipment cost, and the loss of water being delivered to farmers.
- Crews started removing Main Canal turnout grates with our 2001 Ford boom truck in preparation for silt removal and jetting of gravel packs.
- Ditch Riders cleaned lined sections of the Main Canal and laterals that had silt and debris buildup. Exposed liner can't be cleaned with a machine and must be cleaned by hand; the liner is then inspected for any damage.
- Ditch Riders cut off all loose aqua elastic from the concrete lined section of the Main Canal.
- Trouble shooters finished forming and pouring 5 Main Canal wall extensions that where budgeted for the year. Wall extensions prevent erosion from happening around the Main Canal turnouts.

Pumps

- Pump shop personnel have finished the winter shutdown process on Main Canal structures and pump stations.
- The ASR well replenishment site winterization is underway.
- Personal have removed (10) rotating elements, and (1) 400 hp Allis Chalmers motor for inspection prior to going out to bid for repair.
- The 32.8 automated check structure installation has begun.
- P9A plant and P16 plant sweeps have been identified for major rebuilds to be completed this offseason.
- Farmers Electric out of Othello, started the Pump 16 cabinet removal and installation.

Weed Control

- Sprayers started spraying the berm line on all open lateral canals with Glyphosate to help control the Canary grass.
- Altitude Ag Services applied Cascade with a drone to WW6 Re-regulation reservoir to control vascular vegetation.

Projected for November

- Inspection of all automated check sites.
- Continue trenching and laying pipe on Pump 3 High Right.

- Continue mowing the berm line on the Main Canal and open laterals to expedite cleanout.
- Continue Main Canal clean out using the rented long stick excavator.
- Start lateral cleanout using our Caterpillar 315 excavator.
- Install the MP 32.8 check.
- Treat WW6 Re-regulation reservoir with Cascade to control vascular vegetation.
- Install 800' of Husker liner on Pump 3 High Right pipeline 1 to delivery 2.

Item #14

ROZA
IRRIGATION DISTRICT

To: Board of Directors

From: Scott Revell, District Manager

Date: November 10, 2026

Re: District Manager's Monthly Update

Miscellaneous Items

1. I attended a briefing from a firm that used a device to release ions into the atmosphere to enhance rain fall and snow upwind of the target area. The area of influence is a cone shape that is 30 to 40 miles long and a few miles wide. The ground based system has been used in Colorado in the San Juan mountains.

2. USBR has scheduled a review of the Kachess safety of Dams work on November 9th.

3. Yakima County has proposed to abandon county road right of way north of Siphon 5 along the Vintage Road alignment. A public hearing occurred on Oct.27th. Action was continued to Nov. 10th. We have made the county aware that the date conflicts with the Roza Board meeting and have asked that the item be continued further.

   The issue at hand is an unlicensed crossing of Siphon 5. The issue will be scheduled for a future Board meeting for a full briefing.

4. The Pump 13 West house lease has been extended for a year with a $25/mo. increase. The Wasteway 3/Upper End Office house lease has been extended for 2 years with a $50/mo. increase. Both leases now run from November 1 each year.

September Meetings Report

✓ City of Yakima upper basin tour (October 2nd)

✓ Ecology Director tour (October 6th)

✓ River Operations meeting (October 8th)

✓ ASR tour with large apple growers (October 8th)

- ✓ Integrated Plan Work Group and Implementation & Executive Committee meetings (October 14th)
- ✓ YBIP Groundwater Subcommittee (October 15th)
- ✓ WSWRA wetland permit coordination meeting (October 21st)
- ✓ Integrated Plan Legislative Tour (October 18th)
- ✓ American River video at ASR project (October 22nd)
- ✓ Yakima Basin Joint Board (October 23rd)
- ✓ Utah DNR Cloudseeding program briefing in Salt Lake (October 26th)
- ✓ Yakima County Vintage Road hearing (October 27th)

Item #15

To: Roza Board Members

From: Sage Park, Policy Director

Date: November 10, 2026

RE: Policy Director Report

- Intergovernmental Support Agreement (IGSA) – Worked with Army to develop Task Order Proposal Requests 2 and 3.

- Aquifer Storage and Recovery (ASR)- The injection period for ASR was October 1 – 29. A total of 84 acre-feet was injected. The water level in the well increased by 2.5 feet. The consultants were really excited about the steady pace of injection and the water level increase. The ground water level increase indicates there's a lot of capacity to store water. The system is in a holding pattern, and withdrawal will start the week of November 16. We anticipate a full report out of the pilot in late January/early February.

- Emergency Drought Grant Funding: The final report and payment request were submitted and approved. Roza will receive $527,125.00 from WA State Department of Ecology, which is a 50% cost share. The total cost of lease from Selah-Moxee Irrigation District was $1,054,250.00 for 4,217 acre-feet of water.

- Jury Duty scheduled for November 16- November 27, 2026

Additional Meetings:

- YBIP Executive and Implementation Committees: October 14
- YBIP Groundwater Storage Subcommittee: October 15
- YBIP Market Reallocation Subcommittee: October 27
- YBIP Storage Technical Team: October 16 and November 3
- Yakima Basin Joint Board and Coalition Meeting: October 23

Item #16

ROZA
IRRIGATION DISTRICT

To: Board of Directors

From: Wayne Sonnichsen, Engineering Manager

Date: November 10, 2026

Re: Engineering Manager's Report

Miscellaneous items of note:

ASR Pilot Test System

- Aquifer storage operations were suspended on October 29.
- The current plan is to begin recovering the stored water during the week of November 16. Before recovery can begin, approximately 450 feet of pipeline must be constructed between the ASR site and a drain line.
- A change order was executed with Belsaas and Smith Construction, resulting in a net contract decrease of $159,938.51.

Main Canal Floor Replacement Project

- Work began on October 19.
- As of November 4, approximately 2,000 feet of the existing canal floor had been removed. The top 6 inches of underlying subsoil were removed, along with the existing drain line. A new perforated drain line and drain rock were then installed in accordance with the contract specifications.
- The subcontractor, Northwest Linings, is expected to begin liner installation on November 19.
- The first concrete placement is expected the week of November 30.

Main Canal Sealing

- Main Canal sealing is scheduled to begin on November 9, weather permitting.

Pump Plant 16 Electrical Upgrade

- The removal of the existing switchgear and demolition of the concrete pad it was sitting on is complete.
- The contractor is expecting to make the first concrete pour on November 9th or 10th.

Engineering staff continue to provide support for construction activities, contract administration, and grant agreement administration.