



**INDUSTRY PUBLIC UTILITIES
COMMISSION
REGULAR MEETING
AGENDA**

PRESIDENT CORY C. MOSS
COMMISSIONER MICHAEL GREUBEL
COMMISSIONER STEVE MARCUCCI
COMMISSIONER MARK D. RADECKI
COMMISSIONER NEWELL W. RUGGLES

JUNE 11, 2026 AT 8:30 AM

LOCATION: City Council Chambers, 15651 Mayor Dave Way
City of Industry, California

ADDRESSING THE COMMISSION:

Agenda Items: Members of the public may address the Commission on any matter listed on the Agenda. Anyone wishing to speak to the Commission is asked to complete a Speaker's Card which can be found at the back of the room and at each podium. The completed card should be submitted to the City Clerk prior to the Agenda item being called and prior to the individual being heard by the Commission.

Public Comments (Non-Agenda Items): Anyone wishing to address the Commission on an item not on the Agenda may do so during the "Public Comments" period. In order to conduct a timely meeting, there will be a one-minute time limit per person for the Public Comments portion of the Agenda. State law prohibits the Commission from taking action on a specific item unless it appears on the posted Agenda. Anyone wishing to speak to the Commission is asked to complete a Speaker's Card which can be found at the back of the room and at the podium. The completed card should be submitted to the City Clerk prior to the Agenda item being called by the City Clerk and prior to the individual being heard by the Commission.

At the time of publication, no Commission intends to take part in the meeting remotely under the provisions of AB 2449. Should that change between the time of publication and the start of the meeting, a live webcasting of the meeting will be accessible via the link, meeting ID, and meeting passcode listed below. Whenever possible, an announcement will be made at the start of the meeting via the live webcast to confirm whether or not a Commissioner will join remotely. If they will not be joining remotely, then the live webcast will terminate after the announcement.

www.microsoft.com/microsoft-teams/join-a-meeting

Meeting ID: 238 241 697 502 820

Meeting Passcode: vQ2Qz2G4

Or call in (audio only)

+1 657-204-3264,

Phone Conference ID: 405 240 824#

AMERICANS WITH DISABILITIES ACT:

In compliance with the ADA, if you need special assistance to participate in any City meeting (including assisted listening devices), please contact the City Clerk's Office (626) 333-2211. Notification of at least 48 hours prior to the meeting will assist staff in assuring that reasonable arrangements can be made to provide accessibility to the meeting.

AGENDAS AND OTHER WRITINGS:

In compliance with SB 343, staff reports and other public records permissible for disclosure related to open session agenda items are available at City Hall, 15625 Mayor Dave Way, City of Industry, California, at the office of the City Clerk during regular business hours, Monday through Thursday 8:00 a.m. to 5:00 p.m., Fridays 8:00 a.m. to 4:00 p.m. Any person with a question concerning any agenda item may call the City Clerk's Office at (626) 333-2211.

1. Call to Order
2. Flag Salute
3. AB 2449 Vote on Emergency Circumstances (if necessary)
4. Roll Call
5. Presentations
6. **CONSENT CALENDAR**
 - 6.1. Consideration of the Register of Demands for May 28, 2026
*RECOMMENDED ACTION:
Ratify the Register of Demands for May 28, 2026, and authorize the appropriate Commission Officials to pay the bills.*
 - 6.2. Consideration of the Register of Demands for June 11, 2026
*RECOMMENDED ACTION:
Approve the Register of Demands and authorize the appropriate personnel to pay the bills.*
 - 6.3. Consideration of an Amended and Restated Professional Services Agreement with Hometownhub, LLC, to provide customer services for IPU accounts
RECOMMENDED ACTION: Approve the Agreement.
 - 6.4. Consideration of Approval of payment to ENCO Utility Services LLC, in the amount of \$23,003.00 (MP 02-05)
RECOMMENDED ACTION: Approve payment to ENCO.
 - 6.5. Industry Public Utilities 2025 Consumer Confidence Report
RECOMMENDED ACTION: Receive and file the report.
 - 6.6. Report from the General Manager for the La Puente Valley County Water District regarding the Industry Public Utilities Water Operations
RECOMMENDED ACTION: Receive and file the report.
 - 6.7. Consideration of Resolution No. IPUC 2026-02 - A Resolution of the Industry

Public Utilities Commission (“IPUC”) Adopting the FY 2026-2027 IPUC Budget

RECOMMENDED ACTION: *Adopt Resolution No. 2026-02*

6.8. Consideration of the Statement of Amended Investment Policy

RECOMMENDED ACTION: *Approved the Amended Investment Policy.*

7. ACTION ITEMS-NONE

8. PUBLIC HEARINGS - NONE

9. CLOSED SESSION-NONE

10. PUBLIC UTILITIES DIRECTOR COMMENTS

11. AB 1234 REPORTS

12. COMMISSIONER COMMUNICATIONS

13. PUBLIC COMMENTS

14. Adjournment. The next regular Industry Public Utilities Commission Meeting is Thursday, July 9, 2026, at 8:30 AM.

ITEM NO. 6.1

INDUSTRY PUBLIC UTILITIES COMMISSION

AUTHORIZATION FOR PAYMENT OF BILLS

Board Meeting May 28, 2026

<u>FUND</u>	<u>DESCRIPTION</u>	<u>DISBURSEMENTS</u>
122	IPU-ELECTRIC CAPITAL IMPROVEMENT	24,115.00
165	IPUC-ELECTRIC CARB	126,503.42
161	IPUC ELECTRIC FUND	126,515.80
TOTAL ALL FUNDS		277,134.22

<u>BANK</u>	<u>DESCRIPTION</u>	<u>DISBURSEMENTS</u>
EEPWFBK	IPUC EEP WELLS FARGO CHK	24,367.78
IPUCELEC.WF	IPUC ELECTRIC WELLS FARGO CKING	126,263.02
IPUCCRB.WF	IPUC CARB WELLS FARGO CHK	126,503.42
TOTAL ALL BANKS		277,134.22

APPROVED PER PUBLIC UTILITIES DIRECTOR



DATE

5/21/26

Industry Public Utilities Commission
Wells Fargo Electric - Wire Transfers
May 28, 2026

Check	Date	Payee Name	Check Amount
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IPUCELEC.WF.CHK - IPUC Electric Wells Fargo CHK

WT188	04/16/2026		INDUSTRY PUBLIC UTILITIES COMMIS	\$14,754.39
	Invoice	Date	Description	Amount
	4/16/2026	04/16/2026	TRANSFER PUBLIC BENEFIT CHARGES FOR MARCH 20	\$14,754.39

Checks	Status	Count	Transaction Amount
	Total	1	\$14,754.39

**Industry Public Utilities Commission
Wells Fargo - Electric CARB
May 28, 2026**

Check	Date			Payee Name	Check Amount
IPUCCAR.WF.CHK - IPUC CAR WELLS FARGO CK					
65028	05/28/2026			AM WIND REPOWER LLC	\$78,390.55
	Invoice	Date	Description	Amount	
	IA2026000026	05/07/2026	TEST ENERGY POWER PURCHASE-FEB 2026 VINTAGE	\$9,672.00	
	IA2026000029	05/08/2026	TEST ENERGY POWER PURCHASE-APRIL 2026 ACTUA	\$68,718.55	
65029	05/28/2026			GASKELL TEP LLC	\$48,112.87
	Invoice	Date	Description	Amount	
	GW2B04-2026 IPUA	05/15/2026	RENEWABLE ENERGY-APRIL 2026	\$48,112.87	

Checks	Status	Count	Transaction Amount
	Total	2	\$126,503.42

**Industry Public Utilities Commission
Wells Fargo - Energy Efficiency Program
May 28, 2026**

Check	Date	Payee Name	Check Amount
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IPUCEEP.WF.CHK - IPUC EEP WELLS FARGO CK

500036	05/28/2026		GASKELL TEP LLC	\$24,367.78
	Invoice	Date	Description	Amount
	GW2B04-2026 IPU	05/15/2026	RENEWABLE ENERGY-APRIL 2026	\$24,367.78

Checks	Status	Count	Transaction Amount
	Total	1	\$24,367.78

**Industry Public Utilities Commission
Wells Fargo - Electric
May 28, 2026**

Check	Date	Payee Name		Check Amount
IPUCELEC.WF.CHK - IPUC Electric Wells Fargo CHK				
11988	05/13/2026	FRONTIER		\$542.51
	Invoice	Date	Description	Amount
	2026-00001806	04/25/2026	4/25-5/24/26 SVC-21535 BAKER PKWY BLDG 20	\$76.91
	2026-00001807	04/25/2026	4/25-5/24/26 SVC-21760 GARCIA LN	\$115.40
	2026-00001808	04/28/2026	4/28-5/27/26 SVC-21912 GARCIA LN	\$115.40
	2026-00001809	04/28/2026	4/28-5/27/26 SVC-21700 BAKER PKWY BLDG 20	\$76.91
	2026-00001810	04/22/2026	4/22-5/21/26 SVC-21733 BAKER PKWY BLDG 21	\$76.91
	2026-00001811	04/22/2026	4/22-5/21/26 SVC-21858 VALLEY BLVD	\$80.98
11989	05/13/2026	SOCALGAS		\$25.29
	Invoice	Date	Description	Amount
	2026-00001804	05/05/2026	4/2-5/1/26 SVC-1 INDUSTRY HILLS PKWY UNIT B	\$25.29
11990	05/13/2026	SOUTHERN CALIFORNIA EDISON		\$13,876.14
	Invoice	Date	Description	Amount
	2026-00001805	05/01/2026	4/1-4/30/26 SVC-208 S WADDINGHAM	\$13,876.14
11991	05/20/2026	FRONTIER		\$3,399.90
	Invoice	Date	Description	Amount
	2026-00001845	05/01/2026	5/1-5/31/26 SVC-VARIOUS SITES	\$2,943.83
	2026-00001846	05/01/2026	5/1-5/31/26 SVC-21700 VALLEY BLVD	\$106.43
	2026-00001847	05/01/2026	5/1-5/31/26 SVC-21650 VALLEY BLVD	\$102.36
	2026-00001848	05/04/2026	5/4-6/3/26 SVC-21620 VALLEY BLVD	\$106.43
	2026-00001849	05/04/2026	5/4-6/3/26 SVC-21858 GARCIA LN	\$140.85
11992	05/20/2026	SOUTHERN CALIFORNIA EDISON		\$3,443.64
	Invoice	Date	Description	Amount

**Industry Public Utilities Commission
Wells Fargo - Electric
May 28, 2026**

Check	Date		Payee Name	Check Amount
IPUCELEC.WF.CHK - IPUC Electric Wells Fargo CHK				
	2026-00001843	05/01/2026	4/1-4/30/26 SVC-208 S WADDINGHAM	\$3,180.57
	2026-00001844	05/01/2026	4/104/30/26 SVC-VARIOUS SITES	\$263.07
11993	05/20/2026		SOUTHERN CALIFORNIA EDISON	\$11,154.88
	Invoice	Date	Description	Amount
	7501980144	05/15/2026	4/1-4/30/26 SVC-208 S WADDINGHAM WAY	\$8,266.71
	7501980137	05/15/2026	4/1-4/30/26 SVC-745 ANAHEIM-PUENTE RD	\$1,027.46
	7501980143	05/15/2026	4/1-4/30/26 SVC-133 N AZUSA AVE	\$1,860.71
11994	05/28/2026		CNC ENGINEERING	\$58,156.25
	Invoice	Date	Description	Amount
	515178	05/14/2026	CITY ELECTRICAL FACILITIES	\$34,041.25
	515179	05/14/2026	AUTOMATIC METER READING	\$1,675.00
	515180	05/14/2026	IPU SYSTEM GIS MAPPING	\$482.50
	515181	05/14/2026	IPU SYSTEM GIS MAPPING	\$7,437.50
	515182	05/14/2026	WDAT INSTALLATION AT PUENTE HILLS MALL	\$5,612.50
	515183	05/14/2026	WDAT RELOCATION AT PACIFIC PALMS HOTEL & LINE	\$8,382.50
	515184	05/14/2026	REMOTE MONITORING OF WADDINGHAM SUBSTATION	\$525.00
11995	05/28/2026		COUNTY OF LA - DEPT OF AGRICULTU	\$105.67
	Invoice	Date	Description	Amount
	261638	05/07/2026	PEST CONTROL - WADDINGHAM POWER PLANT	\$105.67
11996	05/28/2026		ENCO UTILITY SERVICES, LLC	\$14,061.50
	Invoice	Date	Description	Amount
	INV76353	05/05/2026	CUSTOMER ACCT SVC-MAR 2026	\$14,061.50

Industry Public Utilities Commission
Wells Fargo - Electric
May 28, 2026

Check	Date	Payee Name	Check Amount
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IPUCELEC.WF.CHK - IPUC Electric Wells Fargo CHK

11997	05/28/2026		WSP USA INC.	\$6,742.85
	Invoice	Date	Description	Amount
	40326253	02/24/2026	REMOTE MONITORING-WADDINGHAM SUBSTN	\$4,832.85
	40361085	04/30/2026	REMOTE MONITORING-WADDINGHAM SUBSTN	\$1,910.00

Checks	Status	Count	Transaction Amount
	Total	10	\$111,508.63

ITEM NO. 6.2

INDUSTRY PUBLIC UTILITIES COMMISSION

AUTHORIZATION FOR PAYMENT OF BILLS

Board Meeting June 11, 2026

<u>FUND</u>	<u>DESCRIPTION</u>	<u>DISBURSEMENTS</u>
122	IPU-ELECTRIC CAPITAL IMPROVEMENT	8,492.50
123	IPU-WATER CAPITAL IMPROVEMENT	445,150.97
161	IPUC ELECTRIC FUND	168,073.40
560	IPUC WATER FUND	18,324.41
TOTAL ALL FUNDS		640,041.28

<u>BANK</u>	<u>DESCRIPTION</u>	<u>DISBURSEMENTS</u>
IPUCELEC.WF	IPUC ELECTRIC WELLS FARGO CKING	176,565.90
IPUC.CHK	IPUC WATER BOFA CKING	463,475.38
TOTAL ALL BANKS		640,041.28

APPROVED PER PUBLIC UTILITIES DIRECTOR



DATE



**Industry Public Utilities Commission
Bank of America - Water
June 11, 2026**

Check	Date		Payee Name	Check Amount
IPUC.CHK - IPUC Water BofA Checking				
40915	05/13/2026		SOCALGAS	\$15.98
	Invoice	Date	Description	Amount
	2026-00001812	04/29/2026	3/27-4/27/26 SVC-13851 LOMITAS AVE	\$15.98
40916	05/20/2026		SOUTHERN CALIFORNIA EDISON	\$15,808.43
	Invoice	Date	Description	Amount
	2026-00001842	05/05/2026	4/1-4/30/26 SVC-1991 WORKMAN MILL RD U	\$15,808.43
40917	06/11/2026		CNC ENGINEERING	\$25,017.50
	Invoice	Date	Description	Amount
	515319	05/28/2026	PROCTOR YARD BUILDING	\$4,715.00
	515320	05/28/2026	TURNBULL CANYON ROAD AND SALT LAKE AVE.WATE	\$20,197.50
	515321	05/28/2026	PENCIN PUMP STATION DEMOLITION	\$105.00
40918	06/11/2026		GENTRY BROTHERS, INC.	\$417,952.50
	Invoice	Date	Description	Amount
	#2-IPU-0014	06/01/2026	TURNBULL CYN RD & SALT LAKE AVE WATERLINE IMP	\$439,950.00
40919	06/11/2026		INDUSTRY PUBLIC UTILITIES COMMIS	\$2,500.00
	Invoice	Date	Description	Amount
	MAY-26	05/27/2026	REPLENISH PAYROLL ACCT FOR MAY 2026	\$2,500.00
40920	06/11/2026		LOS ANGELES COUNTY PUBLIC WORI	\$2,180.97
	Invoice	Date	Description	Amount
	PW26051106459	05/11/2026	TURNBULL CYN RD & SALT LAKE AVE PERMIT FEES	\$2,180.97

Industry Public Utilities Commission
Bank of America - Water
June 11, 2026

Check	Date	Payee Name	Check Amount
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IPUC.CHK - IPUC Water BofA Checking

Checks	Status	Count	Transaction Amount
	Total	6	\$463,475.38

**Industry Public Utilities Commission
Wells Fargo - Electric
June 11, 2026**

Check	Date	Payee Name		Check Amount
IPUCELEC.WF.CHK - IPUC Electric Wells Fargo CHK				
11998	05/27/2026	FRONTIER		\$1,710.45
	Invoice	Date	Description	Amount
	2026-00001924	05/07/2026	5/7-6/6/26 SVC-408 BREA CYN RD	\$66.89
	2026-00001925	05/10/2026	5/10-6/9/26 SVC-747 S ANAHEIM PUENTE RD	\$407.99
	2026-00001926	05/10/2026	5/10-6/9/26 SVC-21508 BAKER PKWY BLDG 22	\$102.36
	2026-00001927	05/10/2026	5/10-6/9/26 SVC-21640 VALLEY BLVD	\$102.36
	2026-00001928	05/10/2026	5/10-6/9/26 SVC-21808 GARCIA LN	\$140.85
	2026-00001929	05/09/2026	5/9-6/8/26 SVC-208 WADDINGHAM WAY	\$890.00
11999	06/03/2026	FRONTIER		\$552.51
	Invoice	Date	Description	Amount
	2026-00001993	05/19/2026	5/19-6/18/26 SVC-21438 BAKER PKWY BLDG 25	\$102.36
	2026-00001994	05/19/2026	5/19-6/18/26 SVC-21660 VALLEY BLVD	\$139.00
	2026-00001995	05/19/2026	5/19-6/18/26 SVC-21415 BAKER PKWY	\$102.36
	2026-00002033	05/22/2026	5/22-6/21/26 SVC-21858 VALLEY BLVD	\$106.43
	2026-00002034	05/22/2026	5/22-6/21/26 SVC-21733 BAKER PKWY BLDG 21	\$102.36
12000	06/03/2026	CALPINE ENERGY SOLUTIONS, LLC		\$103,700.54
	Invoice	Date	Description	Amount
	261460023387270	05/26/2026	WHOLESALE USE-APRIL 2026	\$103,700.54
12001	06/11/2026	ASTRUM UTILITY SERVICES, LLC		\$18,565.00
	Invoice	Date	Description	Amount
	052601	06/01/2026	CONSULTING SVC FOR IPUC-MAY 2026	\$18,565.00
12002	06/11/2026	BRAUN BLAISING & WYNNE, P.C.		\$196.00
	Invoice	Date	Description	Amount

Industry Public Utilities Commission
Wells Fargo - Electric
June 11, 2026

Check	Date		Payee Name	Check Amount
IPUCELEC.WF.CHK - IPUC Electric Wells Fargo CHK				
	23312	05/29/2026	LEGAL SVC - IPUC	\$196.00
12003	06/11/2026		CNC ENGINEERING	\$51,786.25
	Invoice	Date	Description	Amount
	515314	05/28/2026	CITY ELECTRICAL FACILITIES	\$43,293.75
	515315	05/28/2026	IPU SYSTEM GIS MAPPING	\$3,075.00
	515316	05/28/2026	WDAT INSTALLATION AT PUENTE HILLS MALL	\$2,387.50
	515317	05/28/2026	WDAT RELOCATION AT PACIFIC PALMS HOTEL & LINE	\$2,835.00
	515318	05/28/2026	REMOTE MONITORING OF WADDINGHAM SUBSTATION	\$195.00
12004	06/11/2026		UNDERGROUND SERVICE ALERT OF S	\$55.15
	Invoice	Date	Description	Amount
	520260189	06/01/2026	DIG ALERTS	\$55.15

Checks	Status	Count	Transaction Amount
	Total	7	\$176,565.90

ITEM NO. 6.3

Backup Material will be distributed prior to Meeting

ITEM NO. 6.4



INDUSTRY PUBLIC UTILITIES COMMISSION

MEMORANDUM

TO: President and Commissioners

FROM: Joshua Nelson, Public Utilities Director

STAFF: Mathew Hudson, Director of Public Works
Dev Birla, Contract Electric Utility Director

DATE: June 11, 2026

SUBJECT: Consideration of Approval of payment to ENCO Utility Services LLC, in the amount of \$23,003.00 (MP 02-05)

Background:

On December 8, 2016, the Industry Public Utilities Commission (“IPUC”) approved a professional Services Agreement (“Agreement”) with ENCO Utility Services, LLC (“ENCO”) to provide electric utility customer services. On May 18, 2026, a notice of termination was issued to ENCO, effective May 31, 2026. The budget set forth in the Agreement is exhausted, however, there is a final invoice totaling \$23,003.00, including \$7,638.00 from work done in April, and \$15,365.00 for work done in May, during which the Agreement was active.

Discussion:

The final invoice exceeds the balance left in the Agreement, however the expenses are valid, and were incurred during the term of the Agreement. There was a required firmware upgrade for AMR for all smart meters, and those expenses were not anticipated, and caused shortfall in the budget. Staff recommends approval of payment to ENCO in the amount of \$23,003.00 to cover the final invoice.

Fiscal Impact:

The fiscal impact is \$23,003.00. In the adopted Fiscal Year 2025-26 budget, \$300,000.00 is approved (Account No. 161-300-6200), and no additional appropriation is required. This payment is approved for P.O. number 2018-064.

Recommendation:

It is recommended that the IPUC Board approve payment to ENCO.

Exhibits:

1. Closing invoice 76535 from ENCO, dated May 20, 2026

ENCO

UTILITY SERVICES
An SRM-ENCO Company

INVOICE

4770 Eureka Ave Ste 2069
Yorba Linda, CA 92885

Telephone (714) 283-6080

SOLD TO:

CITY OF INDUSTRY
Email to Accounts Payable:
coiap@cityofindustry.org
wyu@cnc-eng.com

INVOICE NUMBER **INV76535**
INVOICE DATE **05/20/26**

TERMS **Net 30**

SHIPPED TO:

CONTRACT FEES
PO 2018-64 Amendment NO. 2
CONTRACT NO. 1-ENCO 16-01

CUSTOMER ACCOUNT SERVICES

Previous Balance \$21,699.50
Payment promised by Dev but not received as of 5/21/26 \$14,061.50
Balance **\$7,638.00**

DESCRIPTION	UNIT PRICE	AMOUNT
Billing Period May-26		
ENCO Fees for Customer Account Services - Electric Bill Calculation, Printing & Mailing, Bill Stock, Envelopes, Postage, Customer Payment Processing, Bank Deposits, Bill Register & Line Loss Reports, plus 24/7 Call Center & Dispatch		
<u>Per Month</u>		
Total number of accounts 140.00		\$3,000.00
Number of accounts over 150 -		\$23.00
		\$3,000.00
		\$0.00
Project Work as Assigned		
<u>Deliverable</u>	<u>Job Title</u>	<u>Date</u>
<u>Hours/Qty</u>	<u>Rate</u>	<u>Total</u>
Extract and Process monthly IPU Waddingham Substation Switchboard meter reads on 05/01/26.	Engineering & Remote TOU Data Collection and Processing	05/01/26
		4.00 \$ 178.00
		\$712.00
Requested and performed the critical firmware update to Sensus Stratus IQ DT96 meters in the field from RNI 4.11.1 to RNI 4.15.1 to address metrology EV alerts, including false error, load error, and brownout error corrections. The update was reviewed and discussed with Sensus prior to deployment. A sample meter (1N604028778) was selected and updated first for testing and validation purposes. Post-deployment testing was successful, and meter data integrity was confirmed. Following successful validation, the remaining DT96 field meters were updated over the following several days. Data on each meter was verified after deployment as part of standard validation procedures in coordination with Sensus. All field-deployed DT96 meters have been successfully updated and validated. Remaining action item: 6 in-stock inventory meters still require the firmware update. Implementation Performed over the course of 4/21, 4/22, 4/23, 4/24, 4/27, 4/28, 4/29.	Meter Communication / Programming	05/03/26
		47.00 \$ 224.00
		\$10,528.00
IP Keys Meter Data Analysis - Ruby Irigoyen		05/17/26
		5.00 \$ 225.00
		\$1,125.00
		\$12,365.00
NOTE:		Current Bill \$15,365.00
		Previous Balance \$7,638.00
		\$23,003.00

CONTRACT NO. 1-ENCO 16-01
INV71 05/20/26

DIRECT ALL INQUIRIES TO:
Accounts Receivable
(714) 283-6080
e-mail: ar@encous.com

MAKE ALL CHECKS PAYABLE TO:
ENCO Utility Services
4770 Eureka Ave Ste 2069
Yorba Linda, CA 92885

PAY THIS AMOUNT

THANK YOU FOR YOUR BUSINESS!

ITEM NO. 6.5

Memo



Date: June 11, 2026
To: Industry Public Utilities Commission
From: Roy Frausto, General Manager
Subject: Industry Public Utilities 2025 Consumer Confidence Report

SUMMARY

In 1996, Congress amended the Safe Drinking Water Act by requiring water systems to deliver an annual water quality report in the form of a consumer confidence report (CCR) to all its customers, similarly to the Annual Water Quality Report (AWQR) that California water systems began distributing in 1990. However, the CCR calls for specific and detailed regulatory requirements in terms of content and format as opposed to those for the AWQR. The CCR includes information on source water, levels of any detected contaminants, and compliance with drinking water regulations along with brief educational material. Every community water system must prepare, distribute, and ensure that its customers receive a report containing all required content. The reports are based on calendar-year data and must be delivered to consumers annually by July 1st of the following year.

In 2013, the US EPA and the State Water Resources Control Board Division of Drinking Water (DDW) began allowing community water systems to distribute the CCR electronically. DDW provides guidance on the delivery methods to ensure all consumers of a community water system have access to the CCR. One method to ensure all consumers have access is to mail each customer a copy of the CCR and also have the CCR on a publicly available site on the internet where it can be viewed.

Enclosed is a copy of the Draft Industry Public Utilities (IPU) 2025 CCR. As expected, the drinking water provided in 2025 met all Federal and State drinking water standards. Hard copies will be mailed out to each IPU Waterworks customer and will also be posted on the IPU Waterworks website. In addition, a Spanish translated CCR will be posted online, and hard copies will also be made available upon request.

Respectfully Submitted,

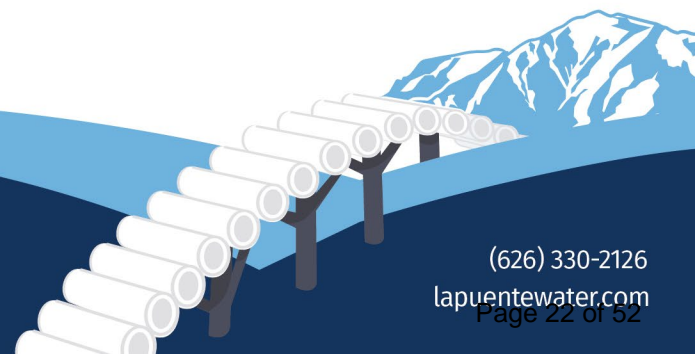
A handwritten signature in blue ink, appearing to read "Roy Frausto".

General Manager

La Puente Valley County Water District

Enclosure

- Industry Public Utilities 2025 CCR



WATER QUALITY EDITION

INDUSTRY INSIGHT

CONSUMER CONFIDENCE REPORT

Published June 2026

*Clean Water
Every Day —
Even Game Day!*

*Drinking water makes up about 60% of
the human body, and proper hydration helps
athletes perform at their best.*



Industry
PUBLIC UTILITIES



COMMISSION

Cory C. Moss
President

Mark Radecki
Commissioner

Michael Greubel
Commissioner

Steve Marcucci
Commissioner

Newell W. Ruggles
Commissioner

Commission meetings are held on the second Thursday of each month at 8:30am in the Council Chambers located at: 15651 Mayor Dave Way, City of Industry, CA 91744

Industry Public Utilities Waterworks System is owned by the City of Industry and is managed and operated by the La Puente Valley County Water District (LPVCWD) under an Operation and Management Agreement.



This agreement has provided cost savings for both the Industry Public Utilities (IPU) and the La Puente Valley County Water District (District); mostly through operational efficiency. District staff is responsible for providing all customer service functions, water system operations and all water system repair and maintenance activities.

About the Consumer Confidence Report

Industry Public Utilities Waterworks System (IPUWS) is committed to keeping our customers informed about the quality of their water. We provide a safe, reliable drinking water supply to your homes continuously that meets or exceeds all State and Federal drinking water standards.

Our 2025 Consumer Confidence Report (CCR) is an annual drinking water quality report that the Safe Drinking Water Act requires public water systems to provide to its customers and includes important information on where our water comes from and the quality of your water.



For information or questions regarding this report, please contact Alyssa Arana, (626) 336-1307.

Este informe contiene información muy importante sobre su agua de beber. Tradúzcalo ó hable con alguien que lo entienda bien. Para más información o preguntas con respecto a este informe, póngase en contacto con el Sra. Alyssa Arana, (626) 336-1307.

該報告包含有關您的飲用水的重要信息讓某人為您翻譯或與理解它的人交談

MISSION

Providing customers with high quality water for residential, commercial, industrial and fire protection uses that meets or exceeds all local, state and federal standards and to provide courteous and responsive service at the most reasonable cost.

Championship-quality water starts with a strong commitment to safety, reliability, and continuous improvement.

WHERE DOES YOUR WATER COME FROM?

During 2025, Industry Public Utilities' water supply relied on local groundwater provided by San Gabriel Valley Water Company (SGVWC), LPVCWD and the City of Industry Well No. 5 (all located within the Main San Gabriel Groundwater Basin). The majority of the water delivered to customers through the water system undergoes a significant treatment process. The treatment systems are designed to treat specific types of contaminants. This process is monitored closely and the water is sampled regularly.

In 2025, IPUWS met all State and Federal Drinking Water Standards for all drinking water constituents!



Main San Gabriel Groundwater Basin

**AN ELECTRONIC COPY
OF THIS REPORT IS
AVAILABLE ONLINE AT:**

**[industrypublicutilities.com/
CCR](https://industrypublicutilities.com/CCR)**

ABOUT YOUR DRINKING WATER: SAMPLING RESULTS

Your drinking water is tested thousands of times per year to ensure it meets or exceeds all state and federal drinking water standards. Our water is tested by certified professionals and laboratories to ensure the highest levels of safety.



INFORMATION ABOUT DRINKING WATER CONTAMINANTS

Drinking water sources (both tap water and bottled water) include rivers, lakes, streams, ponds, reservoirs, springs and wells. As the water travels over the surface of the land or through the ground, the water dissolves naturally occurring minerals – sometimes including radioactive material – and can also pick up substances resulting from the presence of animals and human activity. Drinking water, including bottled water, may reasonably be expected to contain at least small amounts of some contaminants. The presence of contaminants does not necessarily indicate that water poses a health risk. More information about contaminants and potential health effects can be obtained by calling the **USEPA's Safe Drinking Water Hotline, 1-800-426-4791**.

DRINKING WATER SOURCE ASSESSMENT

In accordance with the Federal Safe Drinking Water Act, an assessment of the drinking water sources for SGVWC was completed in October 2008. The goal of this assessment was to identify types of activities in the proximity of our drinking water sources that could pose a threat to the water quality. The assessment concluded SGVWC's water sources are most vulnerable to contaminants from the following activities or facilities, including leaking underground storage tanks (known as contaminant plumes); hardware/lumber/parts stores; hospitals; gasoline stations; above ground storage tanks; spreading basins; storm drain discharge points; and transportation corridors, such as freeways and state highways.

An assessment of the drinking water sources for LPVCWD was updated in March 2008. The assessment concluded LPVCWD's water sources are most vulnerable to contaminants from the following activities or facilities, including leaking underground storage tanks (known as contaminant plumes), high-density housing and transportation corridors, such as freeways and state highways.



To request a summary of the District's or SGVWC Drinking Water Source Assessment, contact Alyssa Arana at (626) 330-2126.

PRECAUTIONS FOR IMMUNO COMPROMISED PEOPLE

Some people may be more vulnerable to contaminants in drinking water than the general population. Immuno-compromised people, such as those with cancer taking chemotherapy, people who have undergone organ transplants, those with HIV/AIDS or other immune system disorders, the elderly and infants, can be particularly at risk from infections. Immuno-compromised people should seek advice about drinking water from their health care providers. US-EPA/Centers for Disease Control (CDC) guidelines on appropriate means to lessen the risk of infection by *Cryptosporidium* and other microbial contaminants are available from the **Safe Drinking Water Hotline: 1-800-426-4791**.

CONTAMINANTS IN DRINKING WATER

LEAD AND DRINKING WATER

Lead can cause serious health problems, especially for pregnant women and young children. Lead in drinking water is primarily from materials and components associated with service lines and home plumbing. Industry Public Utilities Waterworks System is responsible for providing high quality drinking water and removing lead pipes, but cannot control the variety of materials used in plumbing components in your home. You share the responsibility for protecting yourself and your family from the lead in your home plumbing. You can take responsibility by identifying and removing lead materials within your home plumbing and taking steps to reduce your family's risk. Before drinking tap water, flush your pipes for several minutes by running your tap, taking a shower, doing laundry or a load of dishes. You can also use a filter certified by an American National Standards Institute accredited certifier to reduce lead in drinking water.

If you are concerned about lead in your water and wish to have your water tested, contact Alyssa Arana at (626) 336-1307. Information on lead in drinking water, testing methods, and steps you can take to minimize exposure is available at <http://www.epa.gov/safewater/lead>.

LEAD SERVICE LINE INVENTORY

The 2024 Lead Service Line Inventory program, mandated by the U.S. Environmental Protection Agency (EPA) under the Lead and Copper Rule Revisions (LCRR), requires all community and non-transient non-community water systems to develop and submit an inventory of their service line materials by October 16, 2024. This inventory encompasses both utility-owned and customer-owned portions of the service lines and identifies any locations with lead piping or galvanized piping requiring replacement. Through completing field investigations and historical records review, The IPUWS has determined there is no lead or galvanized requiring replacement service lines in its distribution system. **This statement can be found at industrypublicutilities.com/CCR.**

Industry Public Utilities — 2025 Water Quality Table

Constituents and (Units)	MCL	PHG or (MCLG)	DLR	Treated Water		Typical Source of Contaminant
				Average (f)	Range (Min-Max)	
Primary Drinking Water Standards — Health-Related Standards						
Inorganic Chemicals						
Arsenic (µg/l)	10	0.004	2	2	ND - 2.8	Erosion of natural deposits
Barium (mg/l)	1	2	0.1	0.13	ND - 0.21	Erosion of natural deposits
Fluoride (mg/l)	2	1	0.1	0.31	0.19 - 0.42	Erosion of natural deposits
Nitrate as N (mg/l)	10	10	0.4	5.5	3.2 - 8.3	Leaching from fertilizer use
Hexavalent Chromium (µg/l)	NA	0.02	NA	4.0	2.3 - 6.2	Erosion of natural deposits
RadioActivity						
Uranium (pCi/l)	20	0.43	1	3.6	1.2 - 6.4	Erosion of natural deposits
Secondary Drinking Water Standards — Aesthetic Standards, Not Health-Related						
Chloride (mg/l)	500	NA	NA	32	18 - 55	Runoff/leaching from natural deposits
Specific Conductance (µmho/cm)	1,600	NA	NA	612	390 - 890	Substances that from ions in water
Sulfate (mg/l)	500	NA	0.5	50	28 - 76	Runoff/leaching from natural deposits
Total Dissolved Solids (mg/l)	1,000	NA	NA	374	220 - 530	Runoff/leaching from natural deposits
Other Constituents of Interest						
Alkalinity (mg/l)	NA	NA	NA	219	140 - 290	Runoff/leaching from natural deposits
Calcium (mg/l)	NA	NA	NA	80	50 - 107	Runoff/leaching from natural deposits
Hardness as CaCO3 (mg/l)	NA	NA	NA	261	170 - 355	Runoff/leaching from natural deposits
Magnesium (mg/l)	NA	NA	NA	15.1	10 - 20	Runoff/leaching from natural deposits
pH (unit)	NA	NA	NA	7.9	7.71 - 8.04	Hydrogen ion concentration
Potassium (mg/l)	NA	NA	NA	1.0	2.8 - 5.4	Runoff/leaching from natural deposits
Sodium (mg/l)	NA	NA	NA	20	12 - 36	Runoff/leaching from natural deposits
Unregulated Constituents Requiring Monitoring						
Constituents and (Units) [4]	NL	PHG or (MCLG)	Average (f)	Range (Min-Max)	Typical Source of Contaminant	
Chlorodifluoromethane (µg/l)	NA	NA	ND	ND	Refrigerant	
Strontium (ppb)	NA	NA	ND	ND - 0.032	Runoff/leaching from natural deposits	
Distribution System Water Quality						
Constituents and (Units)	MCL or (MRDL) or <SMCL>	MCLG or (MRDLG)	Average	Range (Min-Max)	Typical Source of Contaminant	
Total Coliforms	>1 positive monthly sample	0	0	0	Naturally present in the environment	
Total Trihalomethanes (µg/l)	80	NA	4.6	2.4 - 6.8	By-product of drinking water disinfection	
Haloacetic Acids (µg/l)	60	NA	1.3	ND - 2.6	By-product of drinking water disinfection	
Chlorine Residual (mg/l)	(4)	(4)	1.26	0.85 - 1.57	Drinking water disinfectant added for treatment	
Heterotrophic Plate Count (HPC)	TT	NA	0.24	ND - 15	Naturally present in the environment	
Turbidity (NTU) [5]	5	NA	0.17	ND - 2.0	Runoff/leaching from natural deposits	
Distribution System — Lead and Copper at Residential Taps						
Constituents and (Units)	Action Level	PHG	90th Percentile Value	Sites Exceeding AL/Number of Sits	Typical Source of Contaminant	
Lead (µg/l)	15	0.2	2.4	0/21	Corrosion of household plumbing	
Copper (mg/l)	1.3	0.3	0.32	0/21	Corrosion of household plumbing	

A total of 21 residences were tested for lead and copper in July 2025. Lead and Copper was not detected above the action level in any of the samples. The Industry Public Utilities complies with the Lead and Copper Rule. The next required sampling for lead and copper will be conducted in the summer of 2028.

NITRATE ADVISORY

At times, nitrate in your tap water may have exceeded half the MCL, but it was never greater than the MCL. The following advisory is issued because in 2025, IPU recorded a nitrate measurement in its treated drinking water above half the nitrate MCL. Nitrate in drinking water at levels above 10 milligrams per liter (mg/L) is a health risk for infants of less than six months of age. Such nitrate levels in drinking water can interfere with the capacity of the infant's blood to carry oxygen, resulting in a serious illness; symptoms include shortness of breath and blueness of the skin. Nitrate levels above 10 mg/L may also affect the ability of the blood to carry oxygen in other individuals, such as pregnant women and those with certain specific enzyme deficiencies. If you are caring for an infant, or you are pregnant, you should ask advice from your health care provider.

Natural Contaminants Present in Source Water Prior to Treatment May Include:

Inorganic Contaminants: Such as salts and metals, that can be naturally occurring or result from urban stormwater runoff, industrial or domestic wastewater discharges, oil and gas production, mining, or farming.

Microbial Contaminants: Such as viruses and bacteria, that may come from sewage treatment plants, septic systems, agricultural livestock operations and wildlife.

Organic Chemical Contaminants: Including synthetic and volatile organic chemicals, which are by-products of industrial processes and petroleum production, and can also come from gasoline stations, urban stormwater runoff, agricultural application, and septic systems.

Pesticides and Herbicides: That may come from a variety of sources such as agriculture, urban stormwater runoff and residential uses.

Radioactive Contaminants: Can be naturally occurring or be the result of oil and gas production and mining activities.

Standards, Definitions, Acronyms and Abbreviations

The chart in this report shows the following types of water quality standards:

Maximum Contaminant Level (MCL): The highest level of a contaminant that is allowed in drinking water. Primary MCLs are set as close to the PHGs (or MCLGs) as is economically and technologically feasible. Secondary MCLs are set to protect the odor, taste, and appearance of drinking water.

Maximum Residual Disinfectant Level (MRDL): The highest level of a disinfectant allowed in drinking water. There is convincing evidence that addition of a disinfectant is necessary for control of microbial contaminants.

Primary Drinking Water Standard (PDWS): MCLs, MRDLs and treatment techniques (TTs) for contaminants that affect health, along with their monitoring and reporting requirements.

Regulatory Action Level (AL): The concentration of a contaminant, which, if exceeded, triggers treatment or other requirements that a water system must follow.

Notification Level (NL): NLs are health-based advisory levels established by the State Board for chemicals in drinking water that lack MCLs. When chemicals are found at concentrations greater than their NL, certain requirements and recommendations apply.

The chart in this report includes three types of water quality goals:

Maximum Contaminant Level Goal (MCLG): The level of a contaminant in drinking water below which there is no known or expected risk to health. MCLGs are set by the USEPA.

Maximum Residual Disinfectant Level Goal (MRDLG): The level of a drinking water disinfectant below which there is no known or expected risk to health. MRDLGs do not reflect the benefits of the use of disinfectants to control microbial contaminants.

Public Health Goal (PHG): The level of a contaminant in drinking water below which there is no known or expected risk to health. PHGs are set by the California Environmental Protection Agency.

Treatment Technique (TT): A required process intended to reduce the level of a contaminant in drinking water.

AL = Action Level
DLR = Detection Limit for Purposes of Reporting
MCL = Maximum Contaminant Level
MCLG = Maximum Contaminant Level Goal
mg/l = Parts per million or milligrams per liter
MRDL = Maximum Residual Disinfectant Level
MRDLG = Maximum Residual Disinfectant Level Goal
NA = No Applicable Limit
ND = Not Detected at DLR
ng/l = Parts per trillion or nanograms per liter
NL = Notification Level
NTU = Nephelometric Turbidity Units
pCi/l = PicoCuries per liter
PHG = Public Health Goal
µg/l = Parts per billion or micrograms per liter
µmho/cm = Micromhos per centimeter


*Have confidence in
knowing your water is
quality tested, treated and
meets all state and federal
drinking water standards.*

[1] The results reported in the table are average concentrations of the constituents detected in your drinking water during year 2025 or from the most recent tests. Treated water data are provided by San Gabriel Valley Water Company and La Puente Valley County Water District. [2] Constituent does not have a DLR. Constituent was detected but the average result is less than the analytical Method Reporting Limit. [3] "<" means constituent was detected but the average result is less than the indicated reporting limit or DLR. [4] Monitoring data provided by San Gabriel Valley Water Company. [5] This water quality is regulated by a secondary standard to maintain aesthetic characteristics (taste, odor, color).

Tables show the average and range of concentrations of the constituents tested during the 2025 calendar year. The state allows us to monitor for some contaminants less than once per year because the concentrations of these contaminants do not change frequently. Unless otherwise noted, the data in this table are from the testing performed from January 1 to December 31, 2025. The table lists all the contaminants detected in your drinking water that have federal and state drinking water standards. Detected unregulated contaminants of interest are also included.



112 N. 1st Street
La Puente, California 91744

Office Hours  *Monday — Thursday: 7:00am to 4:30pm*
Alternate Fridays: 7:00am to 3:30pm

The Industry Public Utilities Waterworks System includes 1,900 retail water service connections over a two square mile service area. Residential, commercial, industrial, and irrigation customers are served by 31.9 miles of pipeline, 7.5 million gallons of reservoir storage, with three pressure zones, 12 booster pumps, and 5 wells.



ITEM NO. 6.6

Verbal Presentation

ITEM NO. 6.7



INDUSTRY PUBLIC UTILITIES COMMISSION

MEMORANDUM

TO: President and Commissioners

FROM: Joshua Nelson, Public Utilities Director

STAFF: Yamini Pathak, Finance Director

DATE: June 11, 2026

SUBJECT: Consideration of Resolution No. IPUC 2026-02 - A Resolution of the Industry Public Utilities Commission (“IPUC”) Adopting the FY 2026-2027 IPUC Budget

Background:

Below is a summary of the revenues and expenses for the Industry Public Utilities (“IPU”).

INDUSTRY PUBLIC UTILITIES BUDGET COMPARISON TO PRIOR YEAR PROPOSED BUDGET 2026-2027						
	PROPOSED BUDGETED REVENUES			PROPOSED BUDGETED EXPENDITURES		
	2026 - 2027	2025 - 2026	% - CHANGE	2026 - 2027	2025 - 2026	% - CHANGE
161 IPUC ELECTRIC	\$ 7,972,000	\$ 8,544,000	-7%	\$ 6,548,000	\$ 7,035,000	-7%
165 CARB	325,000	354,000	-8%	760,000	1,441,000	-47%
122 ELECTRIC CAPITAL IMPROVEMENT	-	-	0%	7,490,000	4,070,000	84%
560 IPUC - RECLAIMED WATER	2,025,000	2,036,000	-1%	2,007,000	1,784,000	13%
123 WATER CAPITAL IMPROVEMENT	-	-	0%	2,070,000	1,795,000	15%
561 IPUC - POTABLE WATER	3,320,000	3,173,000	5%	3,251,000	2,893,000	12%
	\$ 13,642,000	\$ 14,107,000		\$ 22,126,000	\$ 19,018,000	

Discussion:

Staff has budgeted total revenues for IPU – Electric & CARB in the amount of \$8,297,000, and are anticipating \$14,798,000 of expenditures, which represents a \$6,501,000 decrease in fund balance for FY 2026-2027. The expenditures include \$7.5 million for Capital Improvement Projects. IPU Electric generates revenues from Electric sales and incurs expenditures mainly on purchase of Electric, professional services, general engineering and utilities and energy rebates. The shortfall will be supported by reserve funds.

In addition, Staff has budgeted total revenues for IPU – Reclaimed Water in the amount of \$2,025,000, and are anticipating \$4,077,000 of expenditures, which represents a \$2,052,000 decrease in fund balance for FY 2026-2027. The expenditures include \$2.1 million for Capital Improvement Projects. IPU – Reclaimed water generates revenues from reclaimed water sales and incurs expenditures mainly on contract labor for professional and technical services,

reclaimed water system and utilities. The shortfall will be supported by reserve funds.

Staff has budgeted total revenues for IPU – Potable Water in the amount of \$3,320,000, and are anticipating \$3,251,000 of expenditures, which represents a \$69,000 increase in fund balance for FY 2026-2027. IPU – Potable water generates revenues from water sales and services charges, and incurs expenditures mainly on salaries, benefits, professional services, assessments, operating and maintenance fees, repairs and utilities.

Fiscal Impact:

The FY 2026-27 Proposed IPU Budget totals **\$22,126,000** in expenditures and is supported by **\$13,642,000** in revenues, which will decrease the fund balance by **\$8,484,000**.

Recommendation:

Staff recommends the Industry Public Utilities Commission adopt Resolution No. 2026-02 - A Resolution of the Industry Public Utilities Commission (“IPUC”) Adopting the FY 2026-27 IPU Budget

Exhibits:

1. COI IPU Resolution 2027 Budget
2. IPUC Budget Book FY 26-27 - Modified

RESOLUTION NO. IPUC 2026-02

**A RESOLUTION OF THE INDUSTRY PUBLIC UTILITIES COMMISSION
("IPUC") ADOPTING THE FY 2026-2027 INDUSTRY PUBLIC UTILITIES
BUDGET**

WHEREAS, on June 11, 2026, the Industry Public Utilities Commission ("IPUC") received a presentation on the FY 2026-2027 ("FY 2027") proposed budget for the Industry Public Utilities ("IPU"); and

WHEREAS, the purpose of the presentation was to give the IPUC an opportunity to thoroughly review the proposed budget, ask questions, and provide comments and direction to Staff; and

WHEREAS, it is necessary for the IPUC Board to adopt the IPU's FY 2027 Budget.

NOW, THEREFORE, THE BOARD OF DIRECTORS OF THE INDUSTRY PUBLIC UTILITIES COMMISSION DOES HEREBY FIND, DETERMINE, AND RESOLVE AS FOLLOWS:

Section 1. The above recitals are true and correct and are incorporated herein by reference.

Section 2. The Board of Directors of the IPUC hereby adopts the FY 2027 Budget, attached hereto as Exhibit A, and incorporated herein by reference.

Section 3. The provisions of this Resolution are severable and if any provision, clause, sentence, word or part thereof is held illegal, invalid, unconstitutional, or inapplicable to any person or circumstances, such illegality, invalidity, unconstitutionality, or inapplicability shall not affect or impair any of the remaining provisions, clauses, sentences, sections, words or parts thereof of the Resolution or their applicability to other persons or circumstances.

Section 4. The Secretary shall certify to the passage and adoption of this Resolution and that the same shall be in full force and effect.

PASSED, APPROVED AND ADOPTED by the Industry Public Utilities Commission at a special meeting held on June 11, 2026, by the following vote:

AYES: BOARD MEMBERS:
NOES: BOARD MEMBERS:
ABSTAIN: BOARD MEMBERS:
ABSENT: BOARD MEMBERS:

Cory C. Moss, President

ATTEST:

Julie Gutierrez-Robles, Secretary



Industry Public Utilities Commission (IPUC)

City of Industry | FY 2026/27 Proposed Budget

**INDUSTRY PUBLIC UTILITY COMMISSION
PROPOSED ANNUAL BUDGET**

REVENUE SUMMARY BY FUND	ADOPTED BUDGET 2024-25	AMENDED BUDGET 2024-25	ACTUAL 2024-25	ADOPTED BUDGET 2025-26	AMENDED BUDGET 2025-26	ACTUAL 3/31/2026	PROPOSED BUDGET 2026-2027
IPUC - ELECTRIC							
4103.01 ELECTRIC SALE - LARGE COMMERCIAL	\$ 3,822,000	\$ 3,822,000	\$ 4,240,017	\$ 4,660,000	\$ 4,660,000	\$ 2,771,497	\$ 4,660,000
4103.02 ELECTRIC SALE - LARGE GENERAL SERVICES	1,453,000	1,453,000	1,709,064	1,740,000	1,740,000	1,049,931	1,755,000
4103.03 ELECTRIC SALE - SMALL COMMERCIAL	148,000	148,000	184,910	185,000	185,000	131,698	205,000
4103.04 ELECTRIC SALE - RESIDENTIAL	17,000	17,000	17,259	17,000	17,000	10,907	170,000
4103.05 ELECTRIC SALES BAD DEBT	-	-	-	-	-	-	-
4103.06 ELECTRIC - ENERGY SETTLEMENT	693,000	693,000	918,237	1,542,000	1,542,000	697,446	882,000
4104 ELECTRIC METER REVENUE	-	-	-	-	-	-	-
4300.02 INVESTMENT INTEREST INCOME	398,000	398,000	383,481	400,000	400,000	208,276	300,000
4330 LOAN INTEREST INCOME	-	-	45,067	-	-	31,254	40,000
4355 OTHER INCOME	-	-	1,102	-	-	-	-
IPUC - ELECTRIC TOTAL	<u>\$ 6,531,000</u>	<u>\$ 6,531,000</u>	<u>\$ 7,499,136</u>	<u>\$ 8,544,000</u>	<u>\$ 8,544,000</u>	<u>\$ 4,901,009</u>	<u>\$ 8,012,000</u>
IPUC - RECLAIMED WATER							
4115 RECLAIMED WATER SALES	\$ 784,000	\$ 784,000	\$ 1,361,445	\$ 866,000	\$ 866,000	\$ 586,476	\$ 911,000
4116 RECLAIMED WATER SYSTEM - CIP	175,000	175,000	212,197	196,000	271,000	207,081	322,000
4300.02 INVESTMENT INTEREST INCOME	278,000	278,000	298,760	324,000	324,000	140,989	292,000
4355 OTHER INCOME	8,300	8,300	2,637	5,000	575,000	691,959	500,000
IPUC - RECLAIMED WATER TOTAL	<u>\$ 1,245,300</u>	<u>\$ 1,245,300</u>	<u>\$ 1,875,039</u>	<u>\$ 1,391,000</u>	<u>\$ 2,036,000</u>	<u>\$ 1,626,505</u>	<u>\$ 2,025,000</u>
IPUC - POTABLE WATER							
4000 WATER SALE	\$ 1,497,600	\$ 1,643,300	\$ 1,763,781	\$ 1,749,000	\$ 1,890,000	\$ 1,111,955	\$ 1,905,000
4001 SERVICE CHARGES	837,800	837,800	926,513	922,000	922,000	571,146	1,040,000
4002 CUSTOMER CHARGES	40,300	40,300	57,543	40,000	40,000	115,420	39,000
4003 FIRE SERVICES DC CHARGES	179,600	179,600	201,079	206,000	220,000	106,840	230,000
4440 MISCELLANEOUS INCOME	94,500	94,500	93,058	101,000	101,000	56,090	106,000
IPUC - POTABLE WATER TOTAL	<u>\$ 2,649,800</u>	<u>\$ 2,795,500</u>	<u>\$ 3,041,974</u>	<u>\$ 3,018,000</u>	<u>\$ 3,173,000</u>	<u>\$ 1,961,450</u>	<u>\$ 3,320,000</u>
IPUC TOTAL	<u>\$ 10,426,100</u>	<u>\$ 10,571,800</u>	<u>\$ 12,416,149</u>	<u>\$ 12,953,000</u>	<u>\$ 13,753,000</u>	<u>\$ 8,488,964</u>	<u>\$ 13,357,000</u>

**INDUSTRY PUBLIC UTILITY COMMISSION
PROPOSED ANNUAL BUDGET**

OBJECT #	ACCOUNT DESCRIPTION	ADOPTED	AMENDED	ACTUAL	ADOPTED	AMENDED	ACTUAL	PROPOSED
		BUDGET	BUDGET	2024-25	BUDGET	BUDGET	3/31/2026	BUDGET
		2024-25	2024-25	2024-25	2025-26	2025-26	2025-26	2026-2027
ELECTRIC FUND								
5001.03	EXPENSE - SALARY REIMBURSEMENT	\$ 453,000	\$ 453,000	\$ 453,000	\$ 467,000	\$ 467,000	\$ -	\$ 483,000
5012	GENERAL INSURANCE AND BONDING	5,000	5,000	-	5,000	5,000	-	5,000
5013	TELEPHONE	50,000	50,000	55,714	10,000	10,000	46,503	10,000
5018	OFFICE SUPPLIES & POSTAGE	1,000	1,000	608	1,000	1,000	-	1,000
5021	DUES AND SUBSCRIPTIONS	10,000	10,000	11,064	15,000	15,000	7,966	12,000
5025	MISCELLANEOUS	1,000	1,000	45,161	1,000	1,000	18	1,000
5060.01	SPECIAL TAXES AND FEES- ELECTRIC	12,000	12,000	12,727	12,000	12,000	7,083	12,000
5120.01	PROFESSIONAL SERVICES	700,000	700,000	731,693	850,000	850,000	344,776	850,000
5120.02	LEGAL SERVICES	25,000	25,000	15,565	20,000	20,000	9,672	20,000
5130	PLANNING, SURVEY AND DESIGN	-	-	-	1,000	1,000	-	1,000
5205	CONSTRUCTION COSTS	-	-	-	-	-	-	-
5550	REPAIR AND MAINTENANCE EQUIPMENT	1,000	1,000	-	1,000	1,000	-	1,000
5560	EQUIPMENT RENTAL	5,000	5,000	-	2,000	2,000	-	2,000
5565	SMALL EQUIPMENT & SUPPLIES	60,000	60,000	9,712	20,000	20,000	826	20,000
5570	PRINTING AND PHOTOGRAPHS	1,000	1,000	-	1,000	1,000	-	1,000
5640	ADVERTISING AND PRINTING	5,000	5,000	-	1,000	1,000	2,000	1,000
5695.01	COMPUTER SERVICES	5,000	5,000	2,668	5,000	5,000	220	5,000
5730.01	UTILITIES - GAS	1,000	1,000	-	1,000	1,000	168	1,000
5730.03	UTILITIES - ELECTRIC	325,000	325,000	333,959	325,000	325,000	224,019	325,000
5900	GENERAL ENGINEERING	375,000	575,000	151,371	600,000	600,000	326,583	500,000
6050	HAZARDOUS WASTE - DISPOSAL	10,000	10,000	-	5,000	5,000	-	5,000
6200	CONTRACT LABOR - PROFESSIONAL TECHNICAL SERVICES	225,000	275,000	265,554	300,000	300,000	162,191	300,000
6325	DEPRECIATION	-	-	1,090,904	-	-	-	-
6414	ELECTRIC PURCHASED POWER	4,222,000	4,222,000	2,385,980	3,805,000	3,805,000	1,691,455	2,934,000
6415	ENERGY REBATE	149,000	149,000	-	183,000	183,000	-	183,000
6416	ELECTRIC - ENERGY STORAGE FACILITY	300,000	300,000	765,969	294,000	294,000	174,793	715,000
8510	PROPERTY MAINTENANCE	10,000	10,000	16,990	10,000	10,000	1,868	10,000
9010	FURNITURE, EQUIPMENT & FIXTURES	50,000	50,000	79,335	100,000	100,000	130,392	150,000
	SUBTOTAL	\$ 7,001,000	\$ 7,251,000	\$ 6,427,975	\$ 7,035,000	\$ 7,035,000	\$ 3,130,533	\$ 6,548,000
ELECTRIC CAPITAL PROJECT								
5130	PLANNING, SURVEY AND DESIGN	\$ 570,000	\$ 685,000	\$ -	\$ 770,000	\$ 770,000	\$ 106,113	\$ 970,000
5205	CONSTRUCTION COSTS	1,380,000	1,085,000	-	3,000,000	3,000,000	-	6,040,000
5900	GENERAL ENGINEERING	100,000	280,000	82,420	300,000	300,000	106,975	480,000
	SUBTOTAL	\$ 2,050,000	\$ 2,050,000	\$ 82,420	\$ 4,070,000	\$ 4,070,000	\$ 213,088	\$ 7,490,000
	TOTAL	\$ 9,051,000	\$ 9,301,000	\$ 6,510,395	\$ 11,105,000	\$ 11,105,000	\$ 3,343,621	\$ 14,038,000

CITY OF INDUSTRY
PROPOSED ANNUAL BUDGET

OBJECT #	ACCOUNT DESCRIPTION	ADOPTED	AMENDED		ADOPTED	AMENDED		PROPOSED
		BUDGET	BUDGET	ACTUAL	BUDGET	BUDGET	ACTUAL	BUDGET
		2024-25	2024-25	2024-25	2025-26	2025-26	3/31/2026	2026-2027
CARB								
5120.01	PROFESSIONAL SERVICES	\$ -	\$ -	\$ 7,000	\$ -	\$ -	\$ -	\$ -
5570	PRINTING AND PHOTOGRAPHS	-	-	398	-	-	-	-
6414	ELECTRIC PURCHASED POWER	-	450,000	369,272	1,441,000	1,441,000	624,399	760,000
6415	ENERGY REBATE	250,000	-	-	-	-	-	-
6416	ELECTRIC - ENERGY STORAGE FACILITY	-	-	-	-	-	135,904	-
	TOTAL	<u>\$ 250,000</u>	<u>\$ 450,000</u>	<u>\$ 376,670</u>	<u>\$ 1,441,000</u>	<u>\$ 1,441,000</u>	<u>\$ 760,303</u>	<u>\$ 760,000</u>

**INDUSTRY PUBLIC UTILITY COMMISSION
PROPOSED ANNUAL BUDGET**

OBJECT #	ACCOUNT DESCRIPTION	ADOPTED BUDGET 2024-25	AMENDED BUDGET 2024-25	ACTUAL 2024-25	ADOPTED BUDGET 2025-26	AMENDED BUDGET 2025-26	ACTUAL 3/31/2026	PROPOSED BUDGET 2026-2027
IPUC EXPENDITURES (RECLAIMED WATER)								
5001.03	EXPENSE - SALARY REIMBURSEMENT	\$ 453,000	\$ 453,000	\$ 453,000	\$ 467,000	\$ 467,000	\$ -	\$ 483,000
5011	BOARD SALARIES	20,000	20,000	20,726	-	21,000	16,011	22,000
5018	OFFICE SUPPLIES & POSTAGE	-	-	409	1,000	1,000	-	1,000
5025	MISCELLANEOUS	-	-	-	-	-	35,356	-
5027	MEDICARE	1,000	1,000	301	-	-	232	1,000
5031	DISABILITY	2,000	2,000	1,285	-	-	993	1,000
5031.01	DISABILITY - LONG TERM	1,000	1,000	-	-	-	-	-
5110	ACCOUNTING FEES	3,000	3,000	1,990	3,000	3,000	1,550	3,000
5120.01	PROFESSIONAL SERVICES	50,000	50,000	-	50,000	50,000	-	50,000
5120.02	LEGAL SERVICES	5,000	5,000	963	5,000	5,000	1,346	5,000
5130	PLANNING, SURVEY AND DESIGN	-	-	-	-	225,000	219,715	342,000
5730.01	UTILITIES - GAS	-	-	408	1,000	1,000	138	1,000
5730.03	UTILITIES - ELECTRIC	318,000	318,000	241,495	300,000	300,000	162,982	254,000
5740	PROPERTY TAXES AND ASSESSMENTS	15,000	15,000	9,037	15,000	15,000	9,305	15,000
5795	FILING/PERMIT FEES	-	-	707	1,000	1,000	737	1,000
5900	GENERAL ENGINEERING	7,000	7,000	5,575	10,000	10,000	5,714	15,000
5999	O AND M FEES	-	-	-	-	35,000	-	35,000
6200	CONTRACT LABOR - PROFESSIONAL AND TECHNICAL SERVICES	96,000	96,000	112,052	96,000	96,000	60,830	100,000
6325	DEPRECIATION	-	-	781,233	-	-	-	-
8510	PROPERTY MAINTENANCE	-	-	3,182	4,000	4,000	1,931	4,000
9060	RECLAIMED WATER SYSTEM	454,000	454,000	387,069	400,000	550,000	434,026	674,000
	SUBTOTAL	\$ 1,425,000	\$ 1,425,000	\$ 2,019,432	\$ 1,353,000	\$ 1,784,000	\$ 950,865	\$ 2,007,000
WATER CAPITAL PROJECT								
5130	PLANNING, SURVEY AND DESIGN	1,645,000	1,635,000	-	410,000	475,000	119,989	655,000
5205	CONSTRUCTION COSTS	1,640,000	1,640,000	-	1,350,000	1,285,000	3,826	1,405,000
5640	ADVERTISING AND PRINTING	10,000	10,000	-	-	-	-	-
5900	GENERAL ENGINEERING	30,000	40,000	-	35,000	35,000	-	10,000
	SUBTOTAL	\$ 3,325,000	\$ 3,325,000	\$ -	\$ 1,795,000	\$ 1,795,000	\$ 123,815	\$ 2,070,000
	TOTAL	\$ 4,750,000	\$ 4,750,000	\$ 2,019,432	\$ 3,148,000	\$ 3,579,000	\$ 1,074,680	\$ 4,077,000

**INDUSTRY PUBLIC UTILITY COMMISSION
PROPOSED ANNUAL BUDGET**

OBJECT #	ACCOUNT DESCRIPTION	ADOPTED	AMENDED	ACTUAL	ADOPTED	AMENDED	ACTUAL	PROPOSED
		BUDGET	BUDGET	2024-25	BUDGET	BUDGET	3/31/2026	BUDGET
		2024-25	2024-25	2024-25	2025-26	2025-26		2026-2027
IPUC EXPENDITURES (POTABLE WATER)								
5001	SALARIES	\$ 704,000	\$ 704,000	\$ 733,046	\$ 731,000	\$ 731,000	\$ 439,505	\$ 803,000
5012	GENERAL INSURANCE AND BONDING	22,000	26,600	26,865	34,000	43,000	42,415	44,000
5015	PAYROLL TAXES	50,000	50,000	54,032	54,000	54,000	33,571	60,000
5017	MEDICAL PREMIUMS	255,000	255,000	193,663	206,000	206,000	109,949	197,000
5018	OFFICE SUPPLIES & POSTAGE	35,000	35,000	30,504	35,000	35,000	15,298	45,000
5019	RETIREMENT PROGRAM	132,000	132,000	142,138	136,000	136,000	84,870	151,000
5120.01	PROFESSIONAL SERVICES	98,500	98,500	73,764	67,000	67,000	6,921	184,000
5301	PURCHASE WATER	323,000	323,000	334,692	305,000	305,000	13,061	344,000
5302	PURCHASE POWER	240,000	240,000	218,450	279,000	150,000	104,256	279,000
5303	ASSESSMENTS	286,700	286,700	259,133	287,000	287,000	6,618	291,000
5430	TRANSMISSION & DISTRIBUTION - LA PUENTE VALLEY	95,000	95,000	121,227	95,000	115,000	78,619	115,000
5460	OTHER EXPENSES - FIELD SUPPORT	45,000	45,000	37,128	45,000	45,000	23,154	60,000
5470	REGULATORY COMPLIANCE	38,000	38,000	37,495	38,000	38,000	37,527	61,000
5509	BILLING EXPENSE	34,000	34,000	43,136	34,000	34,000	23,101	35,000
5550	REPAIR AND MAINTENANCE EQUIPMENT	77,000	77,000	8,916	32,000	257,000	23,406	167,000
5620	VEHICLE EXPENSES	45,000	45,000	46,198	47,000	47,000	28,380	51,000
5631	WORKERS COMPENSATION	8,000	8,000	6,815	7,000	7,000	4,007	8,000
5640	ADVERTISING & PRINTING	-	-	460	12,000	12,000	7,078	18,000
5730	UTILITIES	-	-	6,489	-	-	18,527	-
5999	O AND M FEES	-	-	-	-	-	-	-
8104	SERVICE LINE REPLACEMENTS	36,000	36,000	15,726	47,000	47,000	32,932	50,000
8105	FH LATERALS	28,000	28,000	-	39,000	70,000	-	39,000
8106	VALVE REPLACEMENTS	35,000	35,000	-	42,000	42,000	-	44,000
8510	PROPERTY MAINTENANCE	15,000	25,000	66,309	165,000	165,000	80,852	205,000
9010	FURNITURE, EQUIPMENT & FIXTURES	-	-	-	-	-	-	-
TOTAL		\$ 2,602,200	\$ 2,616,800	\$ 2,456,186	\$ 2,737,000	\$ 2,893,000	\$ 1,214,047	\$ 3,251,000



CIP Detail – IPUC Electric, Water

City of Industry | FY 2026/27 Proposed Budget

Capital Improvement Program

FY 2026-2027

#	Project Name	FY 26-27 Proposed Budget
13. IPU - Water Utility (IPU)		
A	Trailside Drive and 4th Avenue Waterline Improvements	75,000
B	Groundwater Treatment Plant	20,000
C	CIWS Security Upgrades	30,000
D	Proctor Yard Building	150,000
E	Siesta Avenue Waterline Improvements	245,000
F	Turnbull Canyon Grade Separation Waterline Replacement	1,200,000
G	Pencin Pump Station Demolition	85,000
H	Oranut Lane Waterline Improvements	55,000
I	Industry Hills Pressure Reducing Stations Improvements	150,000
J	San Fidel Well Field Site	60,000
	Total	\$2,070,000
14. IPU - Electric Improvements (IPU)		
A	Waddingham Substation Improvements	805,000
C	IPU System GIS Mapping	100,000
D	IPUC Electrical Capital Improvements at the Industry Business Center	900,000
E	Distribution Line Extension to EXPO Center	375,000
F	Distribution Line Extension to Puente Hills Mall Site	50,000
G	WDAT Installation at Puente Hills Mall	2,250,000
H	WDAT Relocation at Pacific Palms Hotel and Line Extension to Water Park	1,925,000
I	Distribution Line Extension for Pacific Palm Resort	425,000
J	Distribution Line Extension to 3 Industry Hills Parkway	450,000
K	Feasibility Study of Substation at Auto Mall West	50,000
L	Installation of Transformer at 999 Hatcher Avenue	90,000
M	Waddingham Substation Storage Facility	70,000
	Total	\$7,490,000
	TOTALS - IPUC	\$9,560,000

ITEM NO. 6.8



INDUSTRY PUBLIC UTILITIES COMMISSION

MEMORANDUM

TO: President and Commissioners

FROM: Joshua Nelson, Public Utilities Director

STAFF: Elise Calvo, City Treasurer

DATE: June 11, 2026

SUBJECT: Consideration of the Statement of Amended Investment Policy

Background:

Section 53646 (a)(2) of the California Government Code, states that the Treasurer or chief fiscal officer of any other local agency may annually render to his/her legislative body and any oversight committee an investment policy, that the legislative body shall consider at a public meeting.

This Agenda Item includes the Statement of Investment Policy for the City of Industry dated Fiscal Year 2026-2027, for all future investments, pursuant to Section 53601 and Section 53635 of the California Government Code.

The City of Industry maintains an Investment Policy to ensure public funds are managed with safety, liquidity, and yield – in that exact order of priority. To ensure ongoing legal compliance, staff regularly reviews this policy against amendments passed by the California State Legislature. This policy incorporates the following updates:

Item a.: Negative-Yield Market Accommodations (CGC § 53601.6): Extending the sunset clause to January 1, 2031, explicitly allowing municipal treasurers to hold U.S. Government-backed securities that might yield zero or negative interest if held to maturity during anomalous market conditions.

Item e.: Commercial Paper Standards (CGC § 53601 (h)): allowing municipal agencies to purchase prime Commercial Paper with maximum maturities extended up to 397 days (previously capped at 270 days). Additionally, statutory portfolio allocation caps are expanded to 40% to maximize short-term yield during shifting market cycles.

Discussion:

Fiscal Impact:

Recommendation:

It is my recommendation that the Commission approve the amended Investment Policy.

Exhibits:

1. City of Industry Investment Policy Update 2026

City of Industry

STATEMENT OF INVESTMENT POLICY
ELISE CALVO, CITY TREASURER

CITY OF INDUSTRY
STATEMENT OF INVESTMENT POLICY

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CITY OF INDUSTRY

STATEMENT OF INVESTMENT POLICY

Effective June 11, 2026

(Supersedes All Previous Investment Policies)

1.0 Introduction. The purpose of this document is to identify various policies and procedures that enhance opportunities for a prudent and systematic investment policy and to organize and formalize investment-related activities. Related activities which comprise good cash management include accurate cash projections, the expeditious collection of revenue, the control of disbursements, cost-effective banking relations, and arranging for a short-term borrowing program which coordinates working capital requirements and investment opportunities.

2.0 Policy. It is the policy of the City of Industry to invest public funds not required for immediate day-to-day operations in safe, liquid and medium-term investments. These investments shall yield an acceptable return while conforming to all California statutes and the City's Investment Policy.

3.0 Scope. It is intended that this policy cover the investment activities of all contingency reserves and inactive cash under the direct authority of the City and its component units including but not limited to, the City of Industry, the Successor Agency to the Industry Urban-Development Agency, the Civic-Recreational-Industrial Authority, the Industry Public Utilities Commission, the Industry Public Facilities Authority and the Industry Property and Housing Management Authority.

3.1 Pooled Investments. Investments for the City and its component units will be made on a pooled basis including, but not limited to, the City of Industry, the Successor Agency to the Industry Urban-Development Agency, the Civic-Recreational-Industrial Authority, the Industry Public Utilities Commission, the Industry Public Facilities Authority and the Industry Property and Housing Management Authority. The City's identifies the fund types involved as follows:

- General Fund
- Special Revenue Funds
- Debt Service Funds
- Capital Project Funds
- Enterprise Funds
- Trust Funds
- Miscellaneous Special Funds
- Any new funds created by the applicable governing board, unless specifically exempted

STATEMENT OF INVESTMENT POLICY

3.2 Investments held separately. Investment of bond proceeds will be held separately when required by the bond indentures. Bond proceeds will be invested in accordance with the requirements stated in the bond indentures. This policy does not apply to deferred compensation plans.

4.0 Objectives. Section 53600.5 of the California Government Code outlines the primary objectives of a trustee investing public money. The primary objectives, in order of priority, of the City's investment activities shall be:

4.1. Safety. Safety of principal is the foremost objective of the investment program. Investments of the City shall be undertaken in a manner that seeks to ensure preservation of capital in the overall portfolio.

4.2 Liquidity. The City's investment portfolio will remain sufficiently liquid to enable the City to meet all operating requirements which might be reasonably anticipated.

4.3 Return on investment. Investment return becomes a consideration only after the basic requirements of safety and liquidity have been met. The City Treasurer shall attempt to realize a yield on investments consistent with California statutes and the City's Investment Policy.

The City Treasurer should strive to maintain the level of investment of all contingency reserves and inactive funds as close to one hundred percent (100%) as possible. While the objectives of safety and liquidity must first be met, it is recognized that portfolio assets represent a potential source of significant revenues. It is to the benefit of the City that these assets be managed to realize a yield on investments consistent with California statutes and the City's Investment Policy.

A buy and hold strategy will generally be followed; that is, investments once made will usually be held until maturity. A buy and hold strategy will result in unrealized gains or losses as market interest rates fall or rise from the coupon rate of the investment. Unrealized gains or losses, however, will diminish as the maturity dates of the investments are approached or as market interest rates move closer to the coupon rate of the investment. A buy and hold strategy requires that the portfolio be kept sufficiently liquid to preclude the undesired sale of investments prior to maturity. Occasionally, the City Treasurer may find it advantageous to sell an investment prior to maturity, but this should only be on an exception basis and only when it is in the best interest of the City.

CITY OF INDUSTRY

STATEMENT OF INVESTMENT POLICY

5.0 Authorized investments. The City Treasurer may invest City funds in the following investments as specified in the California Government Code Section 53601, and certain investment types are further limited to only the following specified investments.

	Investment Type	Maximum Remaining Maturity	Maximum Specified % of Portfolio	Minimum Quality Requirements	California Government Code Sections
a.	Securities of the U.S. Government, or its agencies (Including GSE debt and U.S. Treasury Obligations)	5 years	None	None (May accept zero/negative yields through 01/01/2031)	53601(b) 53601 (f) and 53601.6
b.	Negotiable Certificates of Deposits (NCDs)	5 years	30%	None	53601(i)
c.	Non-negotiable Certificates of Deposits	5 years	None	None	53630 et seq.
d.	Bankers Acceptances	180 days	40% total (Max 30% in any one commercial bank)	None	53601(g)
e.	Commercial Paper	397 days	40% total (Max 10% per single issuer)	A-1 or higher rating from an NRSRO	53601(h)(2)(C), 53635(a)(1)
f.	Local Agency Investment Fund (LAIF)	N/A	None (Subject to State statutory limits)	None	16429.1
g.	California Asset Management Program (CAMP) or JPAs	N/A	None	None	53601 (p)
h.	Collateralized Bank Deposits (Passbook savings/demand deposits)	5 years	None	None	53630 et. Seq and 53601 (n)
i.	Repurchase Agreements	1 year	None	None	53601(j)
j.	Los Angeles County Investment Pool	N/A	None	None	53684

CITY OF INDUSTRY

STATEMENT OF INVESTMENT POLICY

k.	It is the City of Industry's policy not to utilize Reverse Repurchase Agreements or shares of beneficial interest issued by diversified management companies (mutual funds), unless that fund is composed entirely of securities of the U.S. Government, or its agencies, and the use of such funds shall be restricted to sweep accounts. (Reverse Repurchase Agreements shall be permitted if they are assets of the Local Agency Investment Fund).				
l.	Local Agency Bonds	5 years	None	None	53601(a)
m.	Medium-Term Notes	5 years or less	30%	"A" rating category or its equivalent or better	53601(k)
n.	Registered Treasury Notes or Bonds of any of the other 49 states in addition to California *	5 years	None	None	53601(d)
o.	Bonds, Notes, Warrants, or other evidence of indebtedness of a local agency within California*	5 years	None	None	53601(e)
p.	All securities authorized by the California Code, but which are not currently allowed by this investment policy, must first be approved by City Council at the time of purchase.				

* Includes but not limited to municipal bonds or other indebtedness issued by the City of Industry and/or its related Agencies.

Section 53601 of the California Government Code provides that the maximum term of any investment authorized under this section, unless otherwise stated, is five years. However, the City Council may grant express authority to make investments either specifically or as a part of an investment program approved by the City Council that exceeds the five year remaining maturity limit. Such approval must be issued no less than three months prior to the purchase of any security exceeding the five-year maturity limit.

STATEMENT OF INVESTMENT POLICY

5.1 Review of Investment Portfolio. The City's investment portfolio must be in compliance with Section 5.0 of this Policy at the time an investment is purchased. However, due to various reasons the portfolio may not be in compliance. The reasons for noncompliance that may arise include, but are not limited to a downgrade in a security's rating, redemptions or maturities resulting in exceeding maximum percentages of a particular investment type, fluctuation in total portfolio size, a change in the California Government Code, or subsequent update to the Investment Policy that renders investments made under previous policies incompliant.

The Treasurer shall review the portfolios quarterly to identify any securities that are no longer in compliance. The Treasurer shall report any major and critical incidences of noncompliance to the City Manager and City Council and provide recommendations to address the noncompliant securities.

6.0 Reporting. Sections 53607 and 53646 of the California Government Code allows the City Council, at its discretion, to require reports meeting the standards set forth in these sections, as well as any additional information desired. Therefore, it is the policy of the City that the City Treasurer or designee appointed by the City Treasurer file a report on the investments and transactions with the City Council as described in Sections 53607 and 53646 of the California Government Code.

7.0 Selection of financial institutions and brokers/dealers. Investments shall be purchased only through well-established, financially sound institutions. The City Treasurer or City Manager or their designee may maintain a list of financial institutions and broker/dealers who are approved to provide the City with investment services. This list should be updated annually by the City Treasurer to ensure compliance with this investment policy. All financial institutions and broker/dealers who desire to become qualified bidders for investment transactions will be given a copy of the City's Investment Policy, and a return cover letter which they must sign indicating that the investment policy has been read, understood and that their investment offers will comply with this policy.

All financial institutions and broker/dealers will take direction from the City Treasurer or City Manager or their designee as it relates to the investment strategy and investment policy of the City. Any instructions will be in the form of written instructions via email or other electronic transmissions.

Qualified financial institutions and broker/dealers must supply the City Treasurer or City Manager or their designee with the following:

- 7.1 Financial Institutions.**
- Current audited financial statements
 - Depository contracts, as appropriate

STATEMENT OF INVESTMENT POLICY

- A copy of the latest FDIC call report or the latest FHLBB report, as appropriate
- Proof that commercial banks, savings banks, or savings and loan associations are state or federally chartered

7.2 Broker/Dealers.

- Current audited financial statements
- Proof that brokerage firms are members in good standing of a national securities exchange, or
- A designation as a primary government dealer by the Federal Reserve Bank.

Commercial banks, savings banks, and savings and loan associations must maintain a minimum net worth to asset ratio as provided by law (total regulatory net worth divided by total assets), and must have had positive net earnings for the last reporting period

The City is prohibited from selecting any broker/dealer that has made a campaign contribution within any consecutive 48-month period which exceeds the limitations contained Rule G-37 of the Municipal Securities Rulemaking Board.

8.0 Ethics and conflicts of interest. All participants in the City's investment process shall seek to act responsibly as custodians of the public trust. Officers and employees involved in the investment process shall refrain from personal business activity that could conflict with proper execution of the investment program, or which could impair their ability to make impartial investment recommendations and decisions. Investment officials and employees shall make all disclosures appropriate under the Fair Political Practices Act and may seek the advice of the City Attorney and the Fair Political Practices Commission whenever there is a question of personal financial or investment positions that could represent potential conflicts of interest.