TRUCKEE MEADOWS WATER AUTHORITY
STANDING ADVISORY COMMITTEE

MEETING MINUTES

JUNE 2, 2026

The Standing Advisory Committee (SAC) met on Tuesday, June 2, 2026 at TMWA, 1355 Capital Blvd., Reno, NV. Chair Krmpotic called the meeting to order at 3:00 p.m.

1. ROLL CALL

Primary Members and Voting Alternates Present:
Fred Arndt, Scott Barnes, Jordan Hastings, John Krmpotic, Neil McGuire, Chris Melton, Dale Sanderson, Jerry Wager, Jonnie Pullman (Remote)

Alternate Members Present: Ryan Greenhalgh, Keith Hayes

Primary Members and Alternates Absent: Alex Talmant, Ray Towne, Ken McNeil, Justin McDougal, Connor Naisbitt, Lea Tauchen,

2. PUBLIC COMMENT

There was no public comment.

3. APPROVAL OF THE JUNE 2, 2026 AGENDA

Upon motion duly made by Member Melton, and seconded by Member Wager, and carried by unanimous consent of the members present, the SAC approved the agenda.

4. APPROVAL OF THE APRIL 7, 2026 MEETING MINUTES

Upon motion duly made by Member Melton, and seconded by Member Arndt, and carried by unanimous consent of the members present, the SAC approved the minutes of April 7, 2026.

John Zimmerman, General Manager, introduced Adriana Albarran the new Executive Assistant for TMWA. He noted Adriana's experience with Washoe County Planning Commission, Board of Adjustment and Parcel Map Review Committee.

5. PRESENTATION ON TMWA'S FINAL BUDGET FOR THE FISCAL YEAR ENDING JUNE 30, 2027 AND CAPITAL IMPROVEMENT PLAN FOR FISCAL YEARS 2027 THROUGH 2031

Matt Bowman, Chief Financial Officer, presented the final budget update, an informational item following up on changes made since the tentative budget. He briefly explained the budget process for Member Barnes as a new member: a tentative budget goes to the TMWA Board of Directors in March and the SAC in April, with the final budget following in May.

Key changes included a reduction of approximately $10 million in the Capital Improvement Plan, due to updated cost estimates for American Flat offset by other projects pushed out of the CIP, and updated debt service figures reflecting the bond issuance that closed in April.

Matt noted the funding plan and rate discussion would be the next major financial item. No questions or comments were raised by the SAC members.

6. PRESENTATION ON FISCAL YEAR 2026 Q3 YEAR-TO-DATE FINANCIAL RESULTS

Matt Bowman, Chief Financial Officer, presented on fiscal year 2026 Q3 financial results. Alongside him was Sandra Tozi, Principal Financial Analyst. Matt's presentation included a PowerPoint slideshow that discussed the following topics: Q3 Compared to Budget, Operating Revenues, Gallons Sold (000) Q3 last 5 years, Operating Expenses, Nonoperating Revenues (Expenses), Long-term Debt Outstanding, Capital Contributions, Capital Spending, Wrap-up. To note: Operating revenue was flat to budget. Operating expenses were $6.8 million (7%) under budget. The 2015 and 2016 bonds (~$75 million) were refunded on April 2nd, generating $9.7 million (13%) in savings. TMWA also closed approximately $58 million in State Revolving Fund (SRF) financing for American Flat at a 1% interest rate. Cash position stands at $147.3 million, with all required reserves funded and unrestricted cash at $91.5 million.

A member asked what "SRF" stands for. Matt clarified it is State Revolving Loan Fund, financing that originates from the EPA that is administered through the Nevada Division of Environmental Protection (NDEP).

John Zimmerman, General Manager, took a moment to introduce the newest SAC member, Scott Barnes, Primary Representative from the National Association of Industrial and Office Parks (NAIOP).

7. UPDATE REGARDING AMERICAN FLAT ADVANCED PURIFIED WATER FACILITY

Danny Rotter, Assistant General Manager, provided an informational update via PowerPoint presentation, reviewing slides on the following topics: Pilot Research and Development; Partnering and Feasibility Study; Design and Permitting; Project Cost and Contractor GMP; Project Funding Portfolio; and Final Approvals and Next Steps. He shared that the TMWA Board of Directors, at its May 27, 2026 meeting, approved the Operating Agreement, the FY27 Budget, and the Five-Year CIP, allowing construction to begin.

The project originated from pilot research conducted from 2008–2016, using ozone and carbon treatment rather than reverse osmosis. A 2015–2016 regulatory change established a Category A+ effluent treatment standard. From 2017–2021, the community formed One Water Nevada and completed a feasibility study. The NDEP permit was submitted in August 2024, the 100% design milestone was reached earlier this year, and the state's first A+ permit was received in May 2026 with no public opposition.

Total project cost is $290 million, with the City of Reno funding 70% and TMWA funding 30%. The construction portion (CMAR Guaranteed Maximum Price) is $225 million, with total construction-related costs at $266 million. Funding includes $40 million in grants, a $58 million SRF loan at 1% (TMWA), and a $70 million Clean Water SRF loan at 2.5% (Reno), with the remainder funded through capital cash reserves.

The Reno City Council approved the project on May 20th, 2026, and the TMWA Board of Directors approved it the following week, including a 50-year operating agreement.

Danny noted the project timeline anticipates water injection and withdrawal from the aquifer beginning in 2030 and thanked the SAC for its support throughout the process.

8. DISCUSSION AND POSSIBLE DIRECTION TO STAFF REGARDING AGENDA ITEMS FOR FUTURE MEETINGS

Matt Bowman, Chief Financial Officer, informed the SAC that the next meeting, scheduled for October 13, 2026, would include a Q4 fiscal year update, as well as a funding plan and rate plan presentation. Chair Krmpotic asked whether a water supply update would also be included. John Zimmerman noted that since the water year begins October 1st, there would be little data to present on. Danny Rotter added that a facilities plan update may also be included, if ready in time.

Member Jerry Wager asked about the potential impact of data centers on the water system. Mr. Zimmerman responded that Reno, Sparks, and Washoe County have expressed interest in regional planning helping guide a reasonable approach to large industrial water users, and that TMWA staff is supporting the analysis of these larger types of water usage.

9. STAFF ITEMS

Mr. Zimmerman shared several announcements. He reminded the SAC that the company picnic is scheduled for Saturday, June 6th, from 3–7 PM. He also noted that at the May Board meeting, the Board of Directors approved the renewal of his contract, and that TMWA would be celebrating its 25th anniversary this month, on June 11th. Additionally, he shared that the Smart About Water Day event went well, and the retiree lunch also had a good turnout.

10. COMMITTEE ITEMS

There were no SAC Member comments.

11. PUBLIC COMMMENT

There was no public comment

12. ADJOURNMENT

With no further discussion, Chair Krmpotic adjourned the meeting at 3:49 p.m.

Approved by the Truckee Meadows Water Authority Standing Advisory Committee in session on

October 13, 2026

Submitted by, Adriana Albarran

Adriana Albarran, SAC Clerk