OLYMPIC VALLEY
PUBLIC SERVICE DISTRICT
BOARD REPORT

SUBJECT:	Award Professional Services Agreement to Del Rio Advisors, LLC – Mutual Water Company Consolidation Study	**EXHIBIT:**	F-4, 2 Pages
AUTHOR:	Dave Hunt, District Engineer	**MEETING DATE:**	July 28, 2026

RECOMMENDED ACTION: Authorize the General Manager to execute a Professional Services Agreement with Del Rio Advisors, LLC in the amount of $10,000 to provide financial planning services for the Olympic Valley Mutual Water Company (OVMWC) Consolidation Study.

DISCUSSION: On May 21, 2026, the Placer County Water Agency Board of Directors awarded the Olympic Valley Public Service District (OVPSD) a grant for $70,500 for preparation of the OVMWC Consolidation Study. The study will deliver a comprehensive evaluation of the potential consolidation of the OVMWC into the OVPSD. Building on prior work, the study will analyze existing infrastructure, capital improvement projects, and outstanding debt obligations, while incorporating new financial modeling to evaluate debt-financing strategies and rate impacts across multiple scenarios for both agencies. The findings will be compiled into a single, cohesive document that provides a clear, actionable roadmap to support informed decision-making by both Boards of Directors.

The District intends to contract with Del Rio Advisors (Del Rio) to provide financial planning services for the study. Del Rio Advisors is an Independent Registered Municipal Advisor that works exclusively with municipal agencies. Del Rio will work alongside Hydros Engineering (study preparation) and HDR Engineering (rate modeling) to establish a financing plan for the potential consolidation. The financing plan will explore grant funding opportunities, pay-as-you-go financing of capital projects, and borrowing options.

The scope of work proposed by Del Rio totals $10,000.

FISCAL/RESOURCE IMPACTS: The total cost of the project is expected to be $95,000, with the District contributing $25,000 in matching funds. PCWA will reimburse up to $70,500 of eligible project costs. The remaining project costs will be funded from the Water Operating account and are included in the FY27 budget.

STRATEGIC PLAN ALIGNMENT:
Focus Area: Proactive Planning **| Goal:** Consider options for expanding services

ATTACHMENTS:

- Scope of Work –Del Rio Advisors, LLC (February 5, 2026)

DATE PREPARED: July 21, 2026

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Del Rio Advisors, LLC

"Independent Registered Municipal Advisor"

February 5, 2026

Charley Miller, P.E.
General Manager
Olympic Valley Public Service District
305 Olympic Valley Road
Olympic Valley, CA 96146

Dear Mr. Miller:

I very much appreciate the opportunity to provide services to the Olympic Valley Public Service District (the "District"). Below is a brief description of the role that my firm would play in the upcoming planning process:

Del Rio Advisors, LLC will work closely with District staff, the rate consultant and any engineering staff or consultants to establish a plan of finance for the District. This will include options for a possible merger with a local mutual agency. The plan of finance will include an optimal mix of grant funding (if available), pay-as-you-go ("PAYGO") capital projects and borrowing options. The borrowing options to be explored will include SRF, WIFIA, USDA, I-Bank and municipal bonds. Each of the borrowing options have their restrictions and each has a list of pro and cons that will need to be discussed with both the District board and the public. Ultimately, the plan of finance will need to be something that both the District's ratepayers and members of the mutual agency can live with compared to their current rates and charges.

My standard hourly rate is $200/hr and we discussed a District budget of $10k. Again, I really appreciate this opportunity and I look forward to working to working with you and your team.

Sincerely,

Kenneth L. Dieker
Principal
Del Rio Advisors, LLC

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