ANDERSON REGIONAL
JOINT WATER SYSTEM

998 Hunters Trail Anderson, SC 29625 Phone: 864-332-6534 Fax: 864-224-6116

BOARD AGENDA

Board of Commissioners
June 24, 2026
Noon

Call to Order / Determination of Quorum
Pledge of Allegiance
Commissioners' Comments
Public Comment
New Staff Introductions
Safety Moment

I. Approval of Minutes April 22, 2026

II. Consent Calendar (Old Business)

1. None

III. Items Requiring Immediate Action

1. FY 2026/27 Budget – Final Reading
2. Clemson University FY 2026/27 Wholesale Rate – Final Reading
3. Election of Board Officers for FY 2026/2027

IV. Discussion (New Business)

1. Executive Director's Report (Oral)

V. Informational Reports

1. Executive Committee Meeting Summary
2. Finance and Administration Report
3. Operations Report
4. Maintenance and Project Report

VI. Adjournment

Future planned Board meeting dates are:

- August 26, 2026
- October 28, 2026
- December 16, 2026

ANDERSON REGIONAL
JOINT WATER SYSTEM

Your Community-Owned and Operated System

998 Hunters Trail Anderson, SC 29625
Phone: 864-332-6534 Fax: 864-224-6116
www.arjwater.com

MINUTES OF THE ANDERSON REGIONAL JOINT WATER SYSTEM April 22, 2026

LET THE MINUTES SHOW THAT THE MEDIA WERE NOTIFIED OF THIS MEETING IN ACCORDANCE WITH THE SOUTH CAROLINA FREEDOM OF INFORMATION ACT.

A QUORUM OF THE BOARD IS PRESENT.

COMMISSIONERS PRESENT: Bryan Bates, Starr-Iva; Matt Ruff, Big Creek-Hammond; Scott Banks, City of Anderson; David Niesse, Powdersville Water; Mitch Ellenburg, Belton-Honea Path Water; Kevin Simpson, Broadway Water; John Lollis, West Anderson; Don King, Homeland Park; Phillip Mishoe, Town of Central; Dustin Hayes, City of Clemson

OTHERS PRESENT: Lisa Evatt, ARJWS; Kendall Cleary, ARJWS; Chris Weber, ARJWS; Tony Putnam, Clemson University; Brandon Good, ARJWS; Justin Clemones, ARJWS; Jodi Logan, ARJWS; Billy Peele, Starr-Iva Water; Cam Spencer, GMC

Chairman Scott Banks called the Board meeting of Anderson Regional Joint Water System to order at 12:00 p.m. on April 22, 2026.

Chairman Scott Banks asked for any Commissioner comments. Mr. Mishoe commented on Cybersecurity. Mr. Banks asked Ms. Evatt to share a safety moment with the Board. Ms. Evatt spoke on HB 3571: Changes to South Carolina's Underground Facility Law that will take effect on May 22, 2026.

Chairman Scott Banks asked for any public comments. There were none.

It was noted that in the February minutes, Dustin Hayes was incorrectly listed under "Commissioners Present." At the time of the meeting, Mr. Hayes had not yet been appointed as a representative of the City of Clemson and should have been listed under "Others Present."

Mr. Lollis made a motion to approve the February 18, 2026, minutes as amended. Mr. Bates seconded. The motion was unanimous.

I. Consent Calendar (Old Business)

1. None

II. Items Requiring Immediate Action

1. FY 2026/27 Budget – First Reading

ARJWS is seeking approval of the first reading of the fiscal year 2026/27 annual budget. Mrs. Cleary discussed any line items with significant increases/decreases in detail and provided reasons for changes. The proposed increase is primarily due to ozone generator repairs and tank maintenance under Maintenance Costs. Total employee costs increased due to a return to the normal staffing level and annual salary adjustments. The proposed annual budget is $16.21 million. The budget will fund $9.14 million in annual operating expenses, $5.44 million in annual debt service, and $1.63 million in system R&R. In total, the proposed budget represents a 6.00% net change over the approved FY 2025/26 budget. Mr. Banks asked if there were any comments. Mr. Bates added to the discussion on the ozone repair cost. Mr. Mishoe motioned to approve the first reading of the proposed FY 2026/27 annual budget. Mr. Bates seconded. The motion was unanimous.

2. Clemson University Wholesale Rate – FY 2026/27

For the current fiscal year, the adopted rate by the Board is $2.31 per thousand gallons. ARJWS recommended setting the water rate service for Clemson University at $2.26 per thousand gallons for FY 2026/27. Total System budgetary cost of supply will increase by 6.00% under the proposed FY 2026/27. While Clemson University's average water deliveries over the last two calendar years increased, the percentage of gallons the University used compared to the other members decreased. This decrease in the percentage of gallons offset the budget increase, reducing the University's revenue requirement compared to FY 2025/26. These costs were spread over more gallons, resulting in a lower rate per thousand gallons. This results in full cost recovery for normal service and the fixed capital costs for the 2.0 MGD of reserve capacity. Based on recent demand, a water rate of $2.26 per thousand gallons will collect the required revenue. Mr. Banks asked if there were any questions or comments; there were none. Mr. Lollis motioned to approve the rate for Clemson University at $2.26 per thousand gallons for FY 2026/27. Mr. King seconded. The motion was unanimous.

3. Adopt Financial Policy Statements

Mrs. Cleary presented updates to the 2019 ARJWS Financial Policies. She stated that the purpose of the policies is to ensure ARJWS maintains financial sustainability, operational efficiency, and compliance with all applicable regulatory and contractual requirements. She further advised that the policies are to be read in conjunction with the "Restated and Amended Water Sale and Purchase Agreement" and the System's bylaws. Mrs. Cleary discussed in a detailed, line-by-line review of the draft, highlighting and explaining all proposed revisions. Mr. Banks asked if there were any questions or comments; there were none. Mr. Ellenburg motioned to approve and adopt the updated Financial Policy Statements. Mr. Niesse seconded. The motion was unanimous

4. Adopt Capitalization and Group Purchasing Policy Statements

Mrs. Cleary presented a draft of ARJWS Capitalization & Group Purchasing Policies. She stated that the purpose of these policies is to ensure that ARJWS maintains consistent and accurate accounting for capital assets. Mrs. Cleary discussed the proposed revisions in detail. Mr. Banks asked if there were any questions or comments; there were none. Mr. King motioned to approve

and adopt the updated Capitalization & Group Purchasing Policies. Mr. Ruff seconded. The motion was unanimous.

III. Discussion (New Business)

1. Director's Report (Oral)

Mr. Weber presented a PowerPoint covering three water resource topics and two system improvement updates. First, he reviewed the DES Withdrawal Permit, outlining the permitted gallons per day that ARJWS and SAWS are authorized to withdraw from Lake Hartwell, along with current treatment plant capacities. Second, Mr. Weber discussed the USACE Allocation and provided an update on the Water Storage Contract. ARJWS is pursuing the purchase of additional storage capacity, increasing its allocation from 24,260 Acre*ft to 35,175 Acre*ft. He noted that the contract is anticipated to be finalized late this year. Third, Mr. Weber addressed plans to revise the ARJWS Drought Ordinance, originally adopted in 2009. He reviewed criteria for a Moderate Drought Indicator. He emphasized that this status reflects a need for conservation and responsible usage rather than a supply shortage. Mr. Weber further explained that if lake levels continue to decline, ARJWS will open the next gate to the intake structure. Mr. Weber also provided updates on current capital improvement projects. He shared photographs of the CBS 5 MG Tank Addition, noting that leak repairs are underway and the system logo is expected to be installed within the next few weeks. Additionally, he presented progress photos of the Raw Water Pump Station Improvements.

IV. Informational Reports

1. Executive Committee Report
2. Finance and Administration Report
3. Operations Report
4. Maintenance and Project Update Report

These reports are for information and for each Member to review as written. A copy of each report is attached to the file of these minutes.

V. Closed Executive Session

1. Personnel

As stated by Chairman Scott Banks:
A CLOSED EXECUTIVE SESSION HAS BEEN REQUESTED AND IS AUTHORIZED UNDER SC FREEDOM OF INFORMATION ACT (SECTION 30-4-70(a)(1)) FOR THE PURPOSE OF DISCUSSING A PERSONNEL MATTER.

A motion was made by Mr. Ruff to enter a closed executive session at 12:47 p.m. and seconded by Mr. Mishoe.

As stated by Chairman Scott Banks:
AT 1:22 P.M., THE BOARD CONCLUDED ITS CLOSED EXECUTIVE SESSION, AND PER THE SC FREEDOM ACT, NO ACTIONS OR VOTES WERE TAKEN.

Mr. Mishoe made a motion to end the closed executive session. Mr. King seconded. The motion was unanimous.

VI. Adjournment

With no further business, Mr. Lollis made a motion to adjourn at 1:23 p.m. Mr. Ellenburg seconded. The motion was unanimous.

Respectfully submitted,

Mitch Ellenburg

Secretary/Treasurer

ANDERSON REGIONAL
JOINT WATER SYSTEM

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BOARD MEMORANDUM

June 15, 2026

Subject
FY 2026/27 Annual Budget

Recommendation
Management recommends approval of the first reading of the proposed FY 2026/27 Annual Budget.

Alternatives:

1. Seek amendment to the proposed annual budget.

Fiscal impact
The proposed annual budget is $16.21 million. The budget will fund $9.14 million in annual operating expenses, $5.44 million in annual debt service, and $1.63 million in system R&R. In total, the proposed budget represents a 6.00% net change over the approved FY 2025/26 budget.

Discussion
Under the terms of the Water Sale and Purchase Agreement, the Joint Water System must develop an annual budget for its anticipated costs for the upcoming year. The attached budget represents the Joint Water System's best estimate of costs anticipated for FY 2026/27.

1. Operations costs decreased by 2.4%, largely associated with a reduction in anticipated costs related to dredging the upper and lower lagoons, offset by nominal increases in chemicals and industrial power costs.

2. Maintenance costs increased by 188.6% mainly due ozone generator repairs and tank maintenance.

3. Total Employee costs increased by 4.6% primarily related to a return to the normal level of staffing and annual salary adjustments.

4. In total, the $1.46 million Joint Water System CIP for FY 2026/27 envisions balancing the immediate R&R needs of the System with long term capital planning.

    - $610,000 Plant Upgrades
    - $48,000 High Service Pump Repairs
    - $55,000 Tools and Equipment
    - $150,000 Meter Replacement/Meter Upgrades
    - $200,000 Safety Projects
    - $200,000 Miscellaneous Repairs
    - $200,000 SCDOT Unforeseen Projects

Prepared by: Kendall Cleary, CPA, Accounting Manager
Approved by: Chris Weber, Executive Director

Attachments:

Proposed FY 2026/27 Pro Forma Financial Plan
Proposed FY 2026/27 Operating Budget
Proposed FY 2026/27 Capital Improvement Plan

PRO FORMA	Adopted FY 25/26	FY 26/27	FY 27/28	FY 28/29	FY 29/30
Operating Revenues					
O&M Payments	7,857,900	9,106,200	9,350,800	9,701,100	10,014,200
Rate Stablizaton Credit to O&M Payments	222,300	(111,250)	-	-	-
SAWS Credit to O&M Payments	-	(46,000)	-	-	-
Capital Charge - Debt Service	5,367,336	5,437,356	5,200,576	5,206,484	5,001,892
Capital Charge - Repair & Replacement	1,610,201	1,631,207	1,560,173	1,561,945	1,500,568
Capital Charge - Depreciation Charge	236,044	194,687	638,300	746,677	936,311
Total Revenues	15,293,781	16,212,199	16,749,849	17,216,206	17,452,971
Operating Expenses					
Administrative Expense	731,200	862,300	915,900	928,500	941,500
Operations Expense	3,840,900	3,750,400	3,968,600	4,103,200	4,242,500
Maintenance Expense	564,800	1,630,100	1,408,800	1,474,800	1,492,000
Employee Expense	2,567,300	2,686,200	2,810,600	2,941,100	3,077,900
Miscellaneous Expense	153,700	177,200	246,900	253,500	260,300
Total Operating Expenses:	7,857,900	9,106,200	9,350,800	9,701,100	10,014,200
Net Operating Revenues	7,435,881	7,105,999	7,399,049	7,515,106	7,438,771
Debt Service Payments - Senior Lien					
Series 2017A - Refunding (Matures 2032)	725,530	3,514,934	3,505,154	3,515,462	3,516,270
Series 2017 - T&O (Matures 2038)	771,037	771,037	771,037	771,037	771,037
Series 2020A (Tax Exempt) (Matures 2033)	1,163,350	1,084,750	857,750	853,350	647,950
Series 2020B (Taxable) (Matures 2026)	2,568,169	-	-	-	-
Series 2025 SRF	28,000	66,635	66,635	66,635	66,635
Series 2025 Bank Loan	111,250	-	-	-	-
Total Debt Service Requirements - Senior Lien	5,367,336	5,437,356	5,200,576	5,206,484	5,001,892
Senior Lien Coverage (x)	**1.344 X**	**1.336 X**	**1.423 X**	**1.443 X**	**1.487 X**
Net Revenues after Debt Service	2,068,545	1,668,643	2,198,473	2,308,622	2,436,879
Interest on Debt Service Reserve Fund	131,616	140,000	140,000	140,000	140,000
Renewal and Replacement Funds:					
System R&R Deposit	1,542,318	1,558,764	1,467,941	1,469,501	1,408,107
Pumped R&R Deposit	67,883	72,443	72,241	72,454	72,470
Depreciation	2,637,493	2,608,419	2,586,439	2,565,136	2,565,136
Total R&R Contributions	1,610,201	1,631,207	1,560,173	1,561,945	1,500,568
Depreciation Funding Percentage	70.0%	70.0%	85.0%	90.0%	95.0%
Depreciation Target Percentage	70.0%	70.0%	85.0%	90.0%	95.0%
Depreciation charge (Net)	236,044	194,687	638,300	746,677	936,311
Total Revenues Paid by Members	**15,162,165**	**16,072,199**	**16,609,849**	**17,076,206**	**17,312,971**
Increased Revenue Requirement	9.23%	6.00%	3.35%	2.81%	1.39%

	Adopted FY 25/26	FY 26/27
Administrative Expenses		
Office Expenses		
Advertising	1,500	1,500
Office Expenses	18,500	19,100
Printing	1,000	1,000
Postage & Freight	5,500	5,500
Dues & Renewals	35,000	35,900
Office Expenses Subtotal	61,500	63,000
Insurance/Licences/Permits		
Employee Licenses & Applications	3,700	3,800
Purchased Water	180,000	230,000
General Liability	100,000	115,000
Workers Compensation	52,000	85,000
Insurance/Licences/Permits Subtotal	335,700	433,800
Banking and Tax Expense		
Bank & Credit Card Service Charges	10,800	10,900
Check Supplies	700	700
Sales & Use Tax Accrual	2,500	2,000
Banking Expense Subtotal	14,000	13,600
Telecommunications		
Cell Phones	9,500	9,700
IT Services	76,000	80,000
IT Equipment	15,300	20,000
Telephone/TV/Internet	18,800	19,200
Telecommunications Subtotal	119,600	128,900
Administrative Plant Expense		
Janitorial & Pest Services	7,900	10,000
Janitorial Supplies	2,000	2,000
Waste Pickup	2,000	2,000
Fuel Purchases	18,000	18,500
Administrative Plant Expense Subtotal	29,900	32,500
Professional Fees & Services		
Consultants	108,000	95,000
Legal Fees	20,000	30,000
Accounting Services	20,000	32,000
Engineering Services	20,000	30,000
Other Professional Fees & Services	2,500	3,500
Professional Fees & Services Subtotal	170,500	190,500
TOTAL Administrative Expense	**731,200**	**862,300**

	Adopted FY 25/26	FY 26/27
Operations Expenses		
Safety Equipment	25,000	25,800
Laboratory		
Control Maintenance Agreements	5,800	5,900
Control Equipment	5,000	8,000
Lab Testing Supplies	76,000	80,000
Lab Office Expense	4,300	5,000
Lab Equipment	37,000	57,700
HAZMAT Fees	-	2,500
Lab Certification & Yearly Fees	10,200	10,400
External Lab Testing Fees	8,300	15,000
PFAS Sampling Fees	20,000	15,000
Laboratory Subtotal	166,600	199,500
Chemical Supplies		
Fluoride (HFS)	48,900	45,400
Phosphate	66,500	95,000
Alum	215,000	215,000
Winter Coagulant	135,500	140,900
Liquid Oxygen	332,000	348,600
Hydrogen Peroxide	10,400	10,700
Lime	95,400	105,000
Sodium Hypochlorite	200,000	-
Salt	60,000	140,000
Misc Chemicals	5,200	10,000
Chemical Disposal	5,200	7,500
Chemical Supplies Subtotal	1,174,100	1,118,100
Sludge Dredging and Disposal	800,000	700,000
Utilities		
CBS - Electricity	364,600	375,500
WTP - Electricity	1,159,100	1,193,900
HV - Electricity	105,300	107,900
Offsite Water Tanks & Meters Power	2,200	2,300
Generator Fuel	7,700	10,000
Natural Gas	2,000	2,000
Admin Building - Electricity	12,700	12,900
Utilities Subtotal	1,653,600	1,704,500
Security Monitoring Systems	2,500	2,500
TOTAL Operations Expense	**3,840,900**	**3,750,400**

	Adopted FY 25/26	FY 26/27
Maintenance Expense		
Meter Repair		
Meter Parts	2,300	2,300
Meter Maintenance/Testing	1,500	-
Meter Repair Subtotal	3,800	2,300
Pump & Motor Maint/Repair		
CBS Pumps	4,300	4,400
HV Pumps	4,300	4,400
Transfer Pumps	4,300	4,400
Raw Water Pumps	23,500	24,000
High Service Pumps	23,500	24,000
Lagoon Pumps	1,500	1,500
Chemical Feed Pumps	5,600	5,700
Sample Pumps	2,000	2,000
Pump & Motor Maint/Repair Subtotal	69,000	70,400
Transmission Repairs & Maintenance		
Generator Maintenace & Repairs	31,500	32,000
Raw Water Intake	4,400	4,500
Misc Maintenance & Repairs	24,800	50,000
Transmission Mains	3,900	20,000
ROW & Grounds Maintenance	43,700	45,900
Contracted Locates	31,600	-
CBS Maint Repairs	1,900	4,900
Highview Repairs	1,200	3,200
Transmission Repairs & Maintenance Subtotal	143,000	160,500
Water Treatment Repairs		
Filters	12,200	12,400
WTP Equipment	13,500	13,800
Clarifiers	6,300	6,400
WTP Misc Repairs	7,200	7,300
SCADA Controls & PLC	21,100	21,500
HVAC Maintenance & Repairs	5,300	5,400
Shop Supplies & Materials	21,400	21,900
Filter Plant	6,000	6,100
Water Treatment Repairs Subtotal	93,000	94,800
Tanks/Standpipes/Reservoirs		
Tanks & Reservoirs Main & Repairs	120,000	850,000
Tanks/Standpipes/Reservoirs Subtotal	120,000	850,000
Ozone		
Ozone Maintenance Agreement	6,200	6,200
Ozone Generator Repairs	1,100	301,100
Ozone Parts & Repairs	97,000	101,900
Tools & Equipment	7,300	10,000
Outdoor Equip & Compressors	2,800	2,900
Vehicle Maintenance & Repairs	10,400	10,600
Equipment Rental	11,200	30,000
TOTAL Maintenance Expense	**564,800**	**1,630,100**

	Adopted FY 25/26	FY 26/27
Employee Expense		
Wages		
Pumped Wages	17,600	18,500
Pumped OT Wages	7,000	7,400
Overtime Wages	104,100	109,400
Wages	1,615,000	1,695,800
Wages Subtotal	1,743,700	1,831,100
Payroll Tax	144,300	151,500
Benefits		
Insurance - Health & Life	280,100	285,700
SCRS Company Match	323,700	339,900
Payroll Expenses - Other	60,500	62,500
Car Allowance	15,000	15,500
Benefits Subtotal	679,300	703,600
TOTAL Employee Expense	**2,567,300**	**2,686,200**
System Expenses		
Travel	13,500	14,000
Manager's Expense	6,800	6,900
Board Expense	4,600	4,700
Incentive Program	5,200	5,400
Training and Education	15,800	16,300
Safety Training and Annual Inspections	10,300	30,000
Meals/Entertainment	9,800	10,100
Public Meetings/Outreach	4,000	4,100
Source Water Protection	50,000	51,000
Uniforms	19,100	19,700
Conference/Seminars/Conventions	14,600	15,000
TOTAL System Expenses	**153,700**	**177,200**
TOTAL Operating Expense	**7,857,900**	**9,106,200**
Debt Expense		
Series 2017A - Refunding	725,530	3,514,934
Series 2017 - T&O	771,037	771,037
Series 2020A (Tax Exempt)	1,163,350	1,084,750
Series 2020B (Taxable)	2,568,169	-
Series 2025 SRF	28,000	66,635
Series 2025 Bank Loan	111,250	-
TOTAL Debt Expense	**5,367,336**	**5,437,356**
TOTAL	**13,225,236**	**14,543,556**

Anderson Regional Joint Water System
Capital Improvement Plan FY 2027
DRAFT June 2026

			Sources of Funds			
	Project Name	**Total Estimated Project Costs**	**State/Federal Grants**	**Debt Financing**	**ARJWS Cash**	**2027**
	Plant					
1	Radio Upgrades	10,000	-	-	10,000	10,000
2	Filter Media	50,000	-	-	50,000	50,000
3	Motor Protection Relay x11	80,000	-	-	80,000	80,000
4	Transfer Pump #1 Upgrade	90,000	-	-	90,000	90,000
5	Transfer Pump #2 Upgrade	90,000	-	-	90,000	90,000
6	Plant Generator PLC Upgrade	170,000	-	-	170,000	170,000
7	Raw Water Probe	120,000	-	-	120,000	120,000
	High Service					
8	High Service Pump #1-4 motor (spare)	12,000	-	-	12,000	12,000
9	High Service Pump #6	36,000	-	-	36,000	36,000
	Tools and Equipment					
10	Vibration Analyzer	15,000	-	-	15,000	15,000
11	Vehicle Replacement	40,000	-	-	40,000	40,000
	Transmission System					
12	Master Meter Replacement & Remote Read (50%)	150,000	-	-	150,000	150,000
	Safety					
13	Railing/restraint for filters 1-7 walkways	40,000	-	-	40,000	40,000
14	Lighting for filter deck, clarifiers, raw water	100,000	-	-	100,000	100,000
15	Chemical containment drain	60,000	-	-	60,000	60,000
	Other					
16	Miscellaneous Repairs	200,000	-	-	200,000	200,000
17	SCDOT Unforseen	200,000			200,000	200,000
	Total		-	-		1,463,000

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BOARD MEMORANDUM

June 16, 2026

Subject

FY 2026/27 Water Rate for Clemson University

Recommendation

Management recommends setting the water rate for Clemson University at $2.26 per thousand gallons for FY 2026/27.

Alternatives:

1. Set a different FY 2026/27 water rate for Clemson University.
2. Maintain existing water rate.

Fiscal impact

Under the Water Service Agreement between Clemson University and the Joint Water System, dated April 17, 2002 rates were established for service through FY 2005/06, with subsequent changes approved by the Board to ensure equitable treatment of Clemson University. For the current fiscal year, the Board adopted rate is $2.31 per thousand gallons.

Discussion

Total System budgetary cost of supply will increase 6.00% under the proposed FY 2026/27 budget. While Clemson University's average water deliveries over the last two calendar years increased, the percentage of gallons the University used compared to the other members decreased. This decrease in percentage of gallons coupled in a decrease in capital charges offset the budget increase to reduce the University's revenue requirement compared to FY 2025/26. These costs were spread over more gallons, resulting in a decrease in the rate per thousand gallons. This results in full cost recovery for normal service and the fixed capital costs for the 2.0 MGD of reserve capacity.

Based on recent demand, a water rate of $2.26 per thousand gallons will collect the required revenue. The "WHOLESALE WATER RATE SCHEDULE APPLICABLE TO CLEMSON UNIVERSITY" of charges shall update Exhibit B of the 2002 Water Service Agreement is included on the following page.

WHOLESALE WATER RATE SCHEDULE APPLICABLE TO CLEMSON UNIVERSITY
(Dollars per thousand gallons)

Step (Maximum Consumption)	**FY 2025/26 (Existing)**	**FY 2026/27 (Proposed)**
2.00 mgd	$2.31	$2.26
2.05 mgd	$2.32	$2.27
2.10 mgd	$2.33	$2.28
2.15 mgd	$2.34	$2.29
2.20 mgd	$2.35	$2.30

Fiscal Year	**Capital Charge**	**O&M Charge**	**Total Cost of Supply**	**Gallons**
2023	$289,028	$429,064	$718,093	364,225,617
2024	$286,594	$491,693	$778,287	402,680,131
2025	$280,032	$545,955	$825,987	397,665,750
2026	$286,205	$624,357	$910,562	387,814,375*
2027	$246,381	$653,124	$899,505	N/A

*Estimated last 3 months of fiscal year based on prior year demand

Prepared by: Kendall Cleary, Accounting Manager
Approved by: Chris Weber, Executive Director

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BOARD COMMITTEE REPORT

June 15, 2026

Subject

Nominations for FY 2026/27 Board Officers and Executive Committee Members

Discussion

The Anderson Regional Joint Water System shall elect Board Officers each year with each member of the Board having 1 vote (Article IV, Section 2 of the Joint Water System By-laws). The Nominating Committee has conferred and makes the following nominations for Board Officers for FY 2026/27.

Chairman:	Scott Banks, City of Anderson
Vice Chairman:	Tracy Durham, Sandy Springs Water District
Secretary:	Mitch Ellenburg, Belton-Honea Path Water Authority

Article VI of the Joint Water System By-laws provides for the establishment of an Executive Committee, composed of the Board Officers, immediate past chair and At-large members, to provide additional advice and counsel to the Chairman. The Nominating Committee returned the following recommendations for At-Large Executive Committee members:

John Lollis, West Anderson Water District
Matt Ruff, Big Creek-Hammond Water Districts

Additional nominations may be made from the floor by the Board prior to the vote. As prescribed by the Joint Water System By-laws, the vote shall be a flow based vote.

All Board Officer and Executive Committee membership terms shall begin duties of the office on July 1, 2026 and serve until replaced.

ANDERSON REGIONAL
JOINT WATER SYSTEM

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COMMITTEE SUMMARY

Executive Committee
June 16, 2026
11:30 am

Discussion Summary

1. **Budget**
   There have been no changes to the budget since the first reading at the April Board meeting.

2. **Capital Projects**
   CBS 5 MG Reservoir – A leak was discovered during commissioning of the storage tank, and it was determined to have originated in the slab. The project team is evaluating the best path forward.

   Raw Water Pump Improvements – Both pumps have been delivered. The 350 hp motor has been delivered, and the 600 hp motor is expected to arrive the week of 6/21. Final installation and commissioning is expected to begin the week of 6/21.

3. **Cyber Security**
   Executive Committee discussed having Cyber Solutions present an informational session on cyber and compliance related services that could be offered to ARJWS and its Members during August Board Meeting.

Prepared by: Kendall Cleary, Accounting Manager
Approved by: Chris Weber, Executive Director

ANDERSON REGIONAL
JOINT WATER SYSTEM

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Phone: 864-332-6534 Fax: 864-224-6116

BOARD MEMORANDUM

June 11, 2026

Subject

Finance and Administration Report

Discussion

Billing

Meters were read on May 28, 2026. The average daily usage in May was 2.19% higher than in the previous month and 15.00% higher than in the corresponding month last year. The average daily usage for each member agency is presented below.

AGENCY	PREV.YR SAME MONTH	LAST MONTH	CURRENT
# of Billing Days	**29**	**30**	**28**
Anderson	4,367,774	4,314,013	4,925,176
Big Creek	970,495	1,190,354	1,196,447
Broadway	664,412	749,599	920,217
Clemson	1,976,635	2,418,643	2,176,074
Clemson University	580,332	1,315,289	949,849
Hammond	2,163,378	2,446,557	2,478,142
Homeland Park	629,703	675,086	655,394
Pendleton	345,746	438,399	413,289
Powdersville	196,915	273,565	273,776
Sandy Springs	2,351,843	2,444,226	2,512,895
Starr-Iva	1,116,073	1,112,567	1,279,507
West Anderson	1,303,056	1,592,211	1,499,689
Williamston	609,486	527,403	644,457
Total Average Daily Usage	**17,325,838**	**19,497,912**	**19,924,912**

Finance/Budget Summary

For the month ending May 31, 2026, ARJWS is trending appropriately for revenues and expenses for the first eleven months of the fiscal year.

Refer to the Profit & Loss report for additional information and details.

Safety Training

May 2026

Subject: **Safety Discussion Meeting & Group Activity**
Topics: Mental Health, Safety Topic Team presentations

Training Date: **May 21, 2026**

Attendance

In Person – 12

Prepared by: Jodi Logan, Accounting & Procurement Specialist
Approved by: Kendall Cleary, Accounting Manager

Attachments: Profit & Loss Summary – Budget, Actual, and Forecast

ANDERSON REGIONAL JOINT WATER SYSTEM

Profit & Loss
For the Month ending May 31, 2026

	Annual Budget	YTD Budget (11 months)	YTD Actual	Ideal Percentage	% of Budget	YTD Variance	
Operating Revenue							
Operations and Maintenance	7,857,900	7,203,075	7,132,246	92%	91%	(70,829)	
Capital Charges	5,825,680	5,340,207	5,340,207	92%	92%	-	
Renewal and Replacement							
Water System	1,542,317	1,413,791	1,413,606	92%	92%	(184)	
Pump Station	67,883	62,226	62,168	92%	92%	(58)	
Miscellaneous	53,180	48,748	602,221	92%	1132%	553,473	**A**
Total Operating Revenue	15,346,960	14,068,047	14,550,448				
Operating Expenses							
Salaries, Wages, and Benefits	2,552,300	2,339,608	2,072,179	92%	81%	(267,430)	
Operations and Maintenance							
Administrative Expenses	574,500	526,625	420,145	92%	73%	(106,480)	**B**
Operations Expenses							
Lab Supplies/Uniforms/Safety Equipment	166,600	125,033	132,233	92%	79%	7,200	
Chemicals	1,168,900	1,066,725	941,036	92%	81%	(125,689)	
Sludge and Chemical Disposal	805,200	733,333	767,240	92%	95%	33,907	
Utilities and Security	1,700,200	1,558,517	1,222,596	92%	72%	(335,921)	**C**
Maintenance Expenses	564,800	517,733	581,898	92%	103%	64,165	
Professional Fees	168,000	154,000	95,764	92%	57%	(58,236)	
Debt Expenses	5,603,380	4,920,058	4,085,853	92%	73%	(834,205)	**D**
Miscellaneous Expenses	157,400	144,283	117,055	92%	74%	(27,229)	
Total operating expenses before depreciatio	13,461,280	12,085,916	10,435,998				
Net operating income	1,885,680	1,982,130	4,114,450				
Raw Water							
Raw Water Income	60,648	55,594	312,970				
Raw Water O&M Expenses	-	-	249,222				
Raw Water Operating Income	60,648	55,594	63,748				
Non-Budget Impacting Items							
SCIIP Grant Revenue (FY 2025 & FY 2026)	-	-	(8,447,156)				
SCIIP Grant Capital Outlay	-	-	11,662,837				
Hydraulic Model	-	-	82,392				
Vehicles & Equipment	-	-	195,391				
Transfer Pumps	-	-	84,639				
Pipe Inventory	-	-	265,054				
Capital Outlay, Net	-	-	3,843,156				

	Previous Month Cash Balances	Current Cash Balances	Days Cash on Hand
Operating Cash	4,886,051	5,031,662	136
Capital Project Fund	4,646,905	4,255,532	
System R&R Fund (Restricted)	1,287,116	1,419,970	
Pumped R&R Fund (Restricted)	505,979	513,313	
PFAS Fund	3,908,562	4,712,267	
Raw Water	504,747	482,729	
	15,739,360	16,415,473	

A: Over projected revenue primarily due to $337k in interest income, $142k in water samples, $72k from FEMA related to Hurricane Helene, and $40k from Pioneer Water.
B: Under budget in administrative expenses due to the Corps delaying the reallocation study until FY 2027.
C: Under budget in Utilities due to efficient power usage at the plant and pump stations.
C: In July 2025, US Bank issued ARJWS a credit for interest earned in the debt service reserve funds in FY 2025. This reflects as an underpayment by ARJWS, but the FY 2026 debt obligations have been fully met as of May 2026.

ANDERSON REGIONAL
JOINT WATER SYSTEM

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BOARD MEMORANDUM

June 9, 2026

Subject

Operations Report

Discussion

As of June 9, 2026, Lake Hartwell's surface elevation was 653.48 ft, 6.52 ft. below full pool and 6.52 ft. below the guide curve. Raw water is being drawn from the top gate of the intake structure. Water temperature at the top gate is 81.0°F. Anderson Regional Water reached 100% of its settled water turbidity goals for the month of May. Raw water pH levels are relatively constant. Settled and finished water pH levels are normal. The maximum day for May water production was 58.1% of finished water capacity.

Operations Highlights

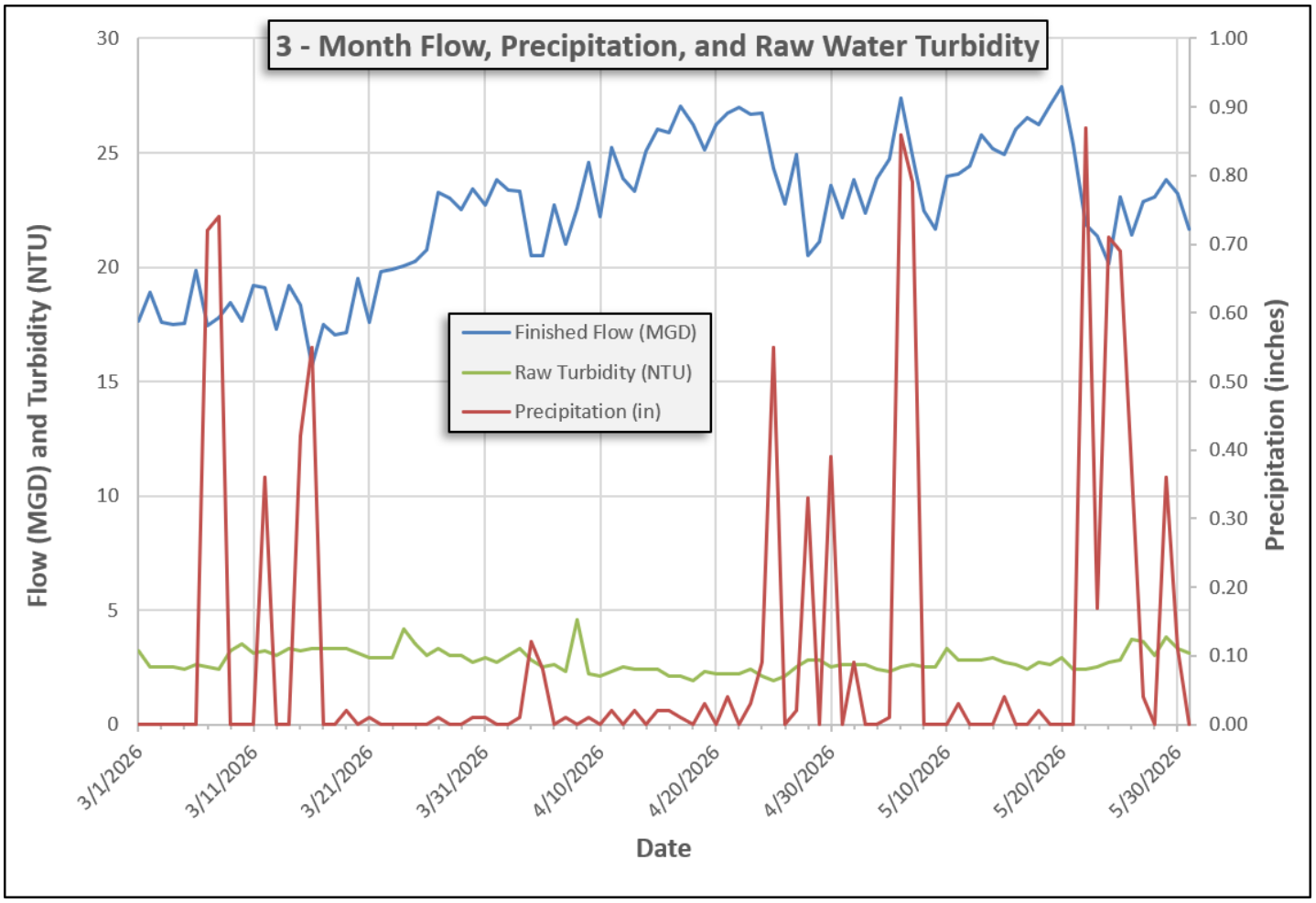
- Completed SCDES Lab Certification
- Lab Passes its Annual Proficiency Testing

In addition to water quality sampling for the Lake Hartwell Water Treatment Plant, Anderson Regional Water staff processed 305 Total Coliform distribution samples for local entities during the month of May.

Water Quality Data

	Raw	Settled	Finished
pH	7.17	6.68	7.15
Turbidity (NTU) Range	2.3 – 3.8	0.26 – 0.91	0.03 – 0.06
Turbidity (NTU) Average	2.79	0.47	0.04
Turbidity (NTU) Exceedance	-	0%	0%
Total Organic Carbon	1.64	-	1.07
Fluoride Average (ppm)	-	-	0.68
Phosphate Average (ppm)	-	-	0.46
Residual Disinfectant (ppm)	-	-	1.78
TTHM (DBP)	-	-	5.4 ppb
Methylisoborneol (MIB)	3.74 NG/L	-	<1.0 NG/L
Geosmin	6.89 NG/L	-	<1.0 NG/L

Weather Data



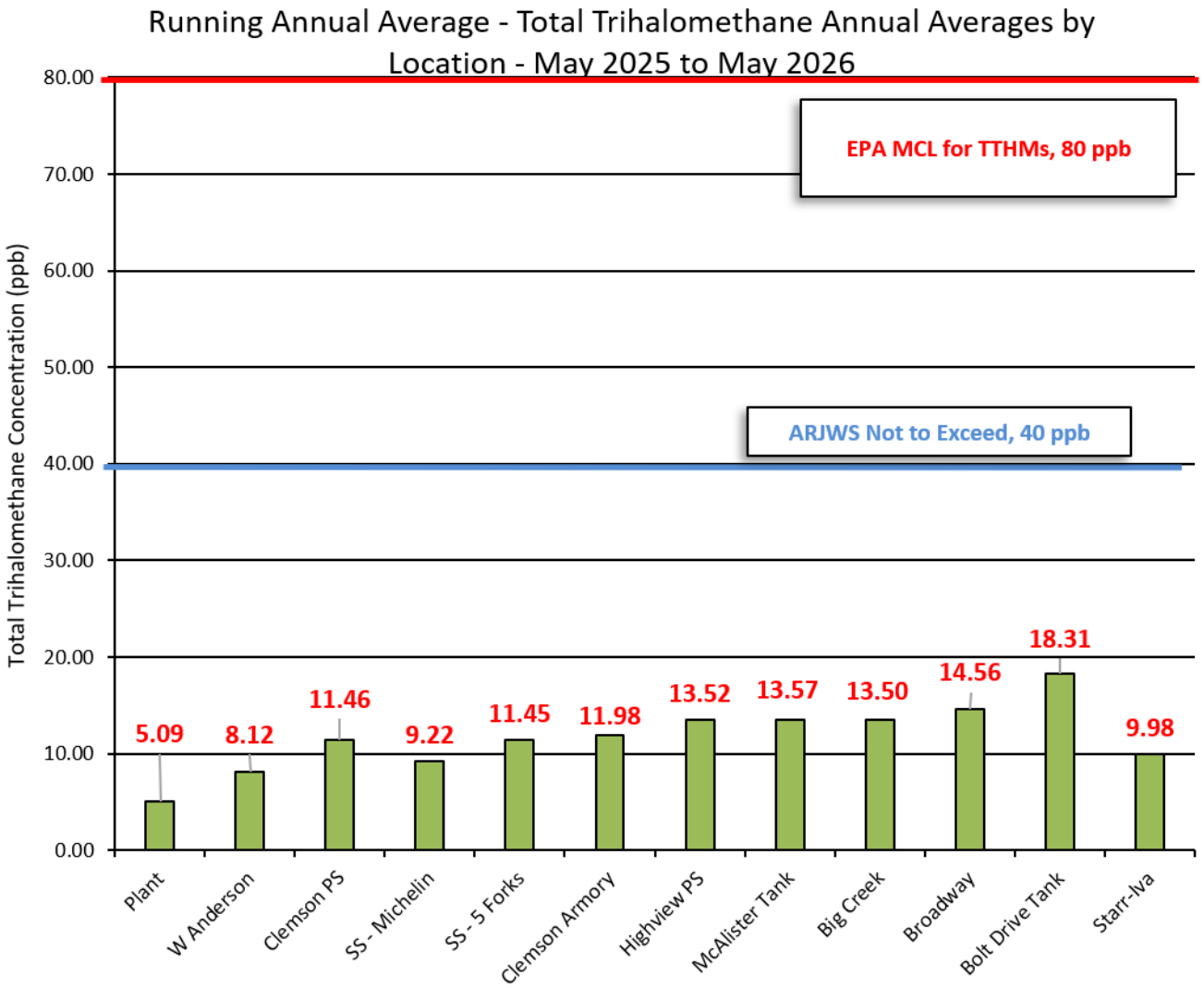
	Minimum	Maximum	Total
Rainfall	0.00 in.	0.87 in.	5.16 in.
Temperature	41.9° F	93.4° F	N/A
Humidity	27%	99%	N/A

Water Production Data

	Average	Minimum	Maximum	Total
Raw Water	22,306,000	14,068,000	26,991,000	691,498,000
Finished Water	23,975,000	20,156,000	27,894,000	743,228,000
Finished Max Capacity	49.9%	42.0%	58.1%	

Total Trihalomethane Discussion

Trihalomethanes (THMs) are one type of disinfection byproduct that can form during the treatment process and within the distribution system. THM concentrations vary primarily as a function of total organic carbon (TOC), temperature, disinfectant type, and residence time. THMs can have adverse health effects at high concentrations, and the EPA has established compliance criteria for these compounds in aggregate, termed Total Trihalomethanes (TTHMs). These criteria are established in Stage 2 of the Disinfection Byproduct Rule, which has a numerical MCL of 80 micrograms per liter (or parts per billion, ppb) based on a Locational Running Annual Average. ARJWS Operations Staff collects monthly, one-time samples, as a spot check for TTHM formation in the transmission system. The running annual averages of those results are shown in the figure below.



Monthly Power Consumption Update

For the month of May, ARJWS treated 743,228,000 gallons of water at a power cost of $112.85 per million gallons produced. The 12-month running annual average is currently $118.93.

Monthly Power Consumption Data

Month	On Peak kWh	Off Peak kWh	Total kWh	Finished Water MG	$/ MG	12 month Average
May – 25	210,505	993,205	1,203,710	657.0	$103.16	$117.94
June – 25	248,988	1,037,253	1,286,241	709.2	$112.28	$117.74
July – 25	233,660	1,233,829	1,467,489	811.9	$114.66	$116.82
Aug – 25	258,141	1,188,290	1,446,432	679.0	$133.83	$116.21
Sept – 25	256,963	1,163,383	1,420,347	685.4	$132.08	$116.00
Oct – 25	227,280	1,136,296	1,363,576	653.3	$121.12	$112.61
Nov – 25	223,905	1,027,586	1,251,491	569.8	$123.65	$112.46
Dec – 25	193,151	922,239	1,115,390	563.6	$119.34	$112.95
Jan – 26	203,697	897,324	1,101,021	619.9	$116.37	$113.85
Feb – 26	216,383	993,409	1,209,793	574.9	$135.46	$116.86
Mar - 26	184,469	846,413	1,030,883	624.7	$110.58	$116.78
Apr – 26	193,736	1,075,765	1,269,502	722.9	$110.74	$118.03
May – 26	209,746	1,095,110	1,304,857	743.2	$112.85	$118.93

Water Quality Strategic Planning

For the month of May, the following Water Quality Strategic Planning goals were met:

- Finished water pH was held within the designated 7.1-7.3 range.
- Finished water chlorine residual was maintained above a 1.2 ppm leaving the facility.

Prepared by: Brandon Good, Operations Manager
Reviewed by: Chris Weber, Executive Director

ANDERSON REGIONAL
JOINT WATER SYSTEM

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BOARD MEMORANDUM

June 15, 2026

Subject
Maintenance and Project Update

Discussion:

CBS 5MG Reservoir
The tank has been drained to perform a leak assessment. Core samples were taken for analysis. No lab results have been received yet, but initial discussions have involved a possible reinforced top slab poured onto the existing floor. ARJWS, Harper, and Ardurra are talking through next steps.

Raw Water Improvements
Cove Utility has pulled the #5 Raw pump and started the installation process on both new pumps. The start-up process of both pumps is scheduled for June 24th and 25th. The insertion flow meters and the necessary SCADA changes remain to be finished after the pumps have been completed.

ARJWS Maintenance

- The maintenance team is installing a new actuator on High Service #5. This will replace the last “air over oil” style actuator.
- The maintenance team has completed 60 work orders during the month of May. This includes preventive maintenance, as well as reactive maintenance. All work orders vary greatly in time due to complexity of the asset.
- ARJWS will be working with Walker Process to rebuild the Clarifier #2 rake drive. The clarifier has been taken out of service due to a manufacturing defect with the recent rebuild.

Prepared by: Justin Clemones, Maintenance & Asset Manager
Approved by: Chris Weber, Executive Director