



Central Coast Water Authority

A California Joint Powers Authority

FY 2026/27

Budget



Central Coast Water Authority

A CALIFORNIA JOINT POWERS AUTHORITY

Fiscal Year
2026/27 Budget

Central Coast Water Authority

Mission:

To provide San Luis Obispo and Santa Barbara Counties with reliable, high quality supplemental water.

Objectives:

- Treat and deliver water through the Coastal Aqueduct to San Luis Obispo and Santa Barbara Counties.
- Minimize environmental impacts and protect the environment during operation of our facilities.
- Cost effectively operate and maintain our facilities.
- Ensure our water supply meets or exceeds health and safety standards.
- Work with the Department of Water Resources and other state, federal and local agencies to achieve our mutual objectives.
- Assist project participants in their efforts to reduce groundwater overdraft.





GOVERNMENT FINANCE OFFICERS ASSOCIATION

*Distinguished
Budget Presentation
Award*

PRESENTED TO

**Central Coast Water Authority
California**

For the Fiscal Year Beginning

July 01, 2025

Christopher P. Morrell

Executive Director

Central Coast Water Authority

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Fiscal Year 2026/27 Budget

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Pump being removed for repair at Santa Ynez Pumping Plant

Budget Foreword

The Budget Foreword section of the FY 2026/27 Budget contains the Budget Transmittal Letter, narrative discussion on the financial policies, goals and objectives of the Authority, an overview of the Authority's organizational structure, and the budget process.

Authority Overview

General Information

• Form of Government	Joint Powers Authority
• Government Code Section	Section 6500, Article 1, Chapter 5, Division 7, Title 1
• Date of Organization	August 1, 1991
• Member Agencies	8
• Associate Members	1
• Areas served	Santa Barbara County San Luis Obispo County
• Project Participants	13 - Santa Barbara County 11 - San Luis Obispo County
• Estimated total population served	440,668 - Santa Barbara County 41,000 - San Luis Obispo County
• Fiscal Year End	June 30th
• Santa Barbara County Table A	39,078 acre-feet
• Drought Buffer Table A	3,908 acre-feet
• San Luis Obispo County Table A	4,830 acre-feet

Operational Information

• Administrative Offices	Buellton
• Water Treatment Plant	Polonio Pass, Shandon
Capacity	50 million gallons per day
• Pumping Plant	Santa Ynez
Capacity	13 million gallons per day
• Authority Pipeline (in miles)	42
• Coastal Branch Phase II	
Pipeline (in miles)	101
• Number of water storage tanks	7
• Number of turnouts	10
• Number of full-time equivalent Positions	32.25

Central Coast Water Authority

Reader's Guide

Fiscal Year 2026/27 Budget

The organization and presentation of the Central Coast Water Authority's fiscal year budget is designed to satisfy the needs of citizens, ratepayers, public officials and Authority employees. It is organized and structured to meet external and internal managerial needs. As a comprehensive management and balanced financial plan, this document describes the programs, services and resources being provided by the Authority as well as policies and long-term financial plans.

The Authority's budget is divided into the following nine (9) major sections with sub-sections included in each major section:

- I. **BUDGET FOREWORD** An introductory section that contains the budget transmittal letter; narrative discussion on the financial policies, goals and objectives of the Authority; and narrative discussion on the budget process.
- II. **BUDGET SUMMARY** A past, present and future overview of the Authority's budget and financial plans.
- III. **REVENUES AND SOURCES OF CASH** Narrative, graphs and spreadsheets describing the Authority's revenue and other sources of cash for the past and present fiscal year and revenue projections.
- IV. **DEPARTMENT OF WATER RESOURCES (DWR)** Narrative, graphs and spreadsheets describing the DWR charges which are paid by the member agencies and other project participants of the Authority.
- V. **OPERATING EXPENSES** The operating expense section of the budget is comprised of the Administration, Water Treatment Plant, and Distribution Departments and includes narrative discussion on the operating expenses for each department as well as graphs and spreadsheets.
- VI. **PROJECTS** The projects section of the budget is comprised of the Capital, Non-Capital and Extraordinary Projects and includes a narrative discussion on the capitalization criteria and funding detail
- VII. **RESERVES AND CASH MANAGEMENT** The reserves and cash management section includes information regarding the Authority's O&M reserve fund, rate coverage reserve fund, DWR reserve fund, and cash management information.
- VIII. **TEN YEAR FINANCIAL PLAN** The ten year financial plan section of the budget provides the ten year pro forma projections for each project participant.
- IX. **APPENDIX** The appendix includes a glossary of terms, acronyms and other items relevant to the Authority's budget.

To aid the reader in finding specific information quickly, a Table of Contents is provided at the beginning of this document.



April 23, 2026

Board of Directors
Central Coast Water Authority

Dear Members of the Board:

Submitted herewith is the Fiscal Year (FY) 2026/27 Budget for the Central Coast Water Authority. This letter of transmittal presents the budget highlights and addresses the main points and major decisions made in compiling this document. As CCWA's policy makers, you play a critical role in making decisions regarding the direction the organization will take in FY 2026/27.

The basic purpose of the budgetary process is to determine CCWA activities and projects to be undertaken and to identify resources and revenues available to fund them. In addition, the budget is more than just a financial document. The budget represents a process through which CCWA pursues for the ensuing year are established.

Financial control is the traditional function of a budget. This comprehensive budget also contains a vast amount of additional information including manpower requirements, equipment needs, and programs and services being provided. This level of detail provides you an opportunity to identify all the resources needed to accomplish CCWA's goals and objectives.

The budget also serves as a guide for policy implementation, making it a thorough and valuable document.

For twenty-seven consecutive years, CCWA has received the Government Finance Officers Association (GFOA) "Distinguished Budget Presentation" award. We will also submit the FY 2026/27 Budget for consideration of the GFOA budget award.

AN OVERVIEW OF LAST FISCAL YEAR

The following are some of the major highlights from FY 2025/26:

Water Deliveries

Total deliveries during FY 2025/26 by CCWA to the Santa Barbara and San Luis Obispo County project participants are estimated to be 15,112 acre-feet compared to the actual FY 2024/25 deliveries of 14,670 acre-feet. The graph on the following page shows water deliveries for the last ten fiscal years.

Eric Friedman
Chairman

Jeff Clay
Vice Chairman

Ray Stokes
Executive Director

Brownstein Hyatt
Farber Schreck
General Counsel

Member Agencies

City of Buellton

Carpinteria Valley
Water District

City of Guadalupe

City of Santa Barbara

City of Santa Maria

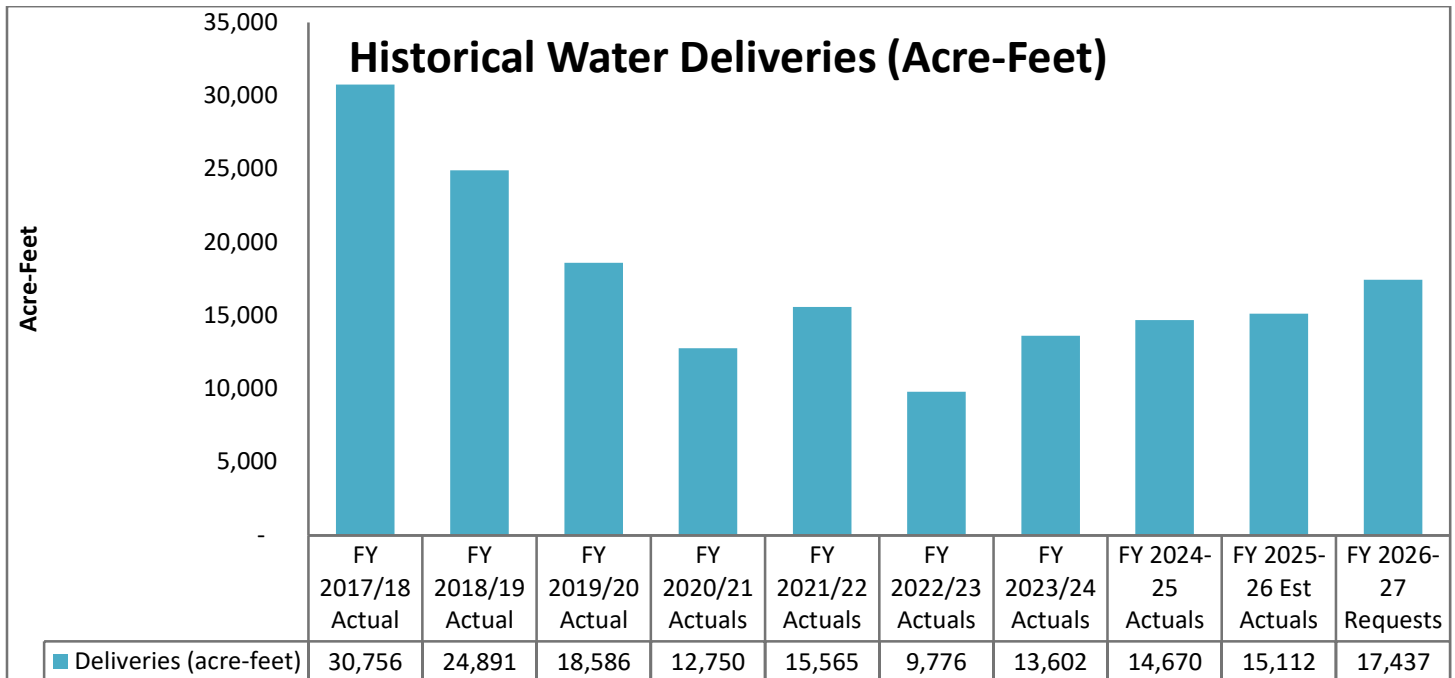
Goleta Water District

Montecito Water District

Santa Ynez River Water
Conservation District,
Improvement District #1

Associate Member

La Cumbre Mutual
Water Company



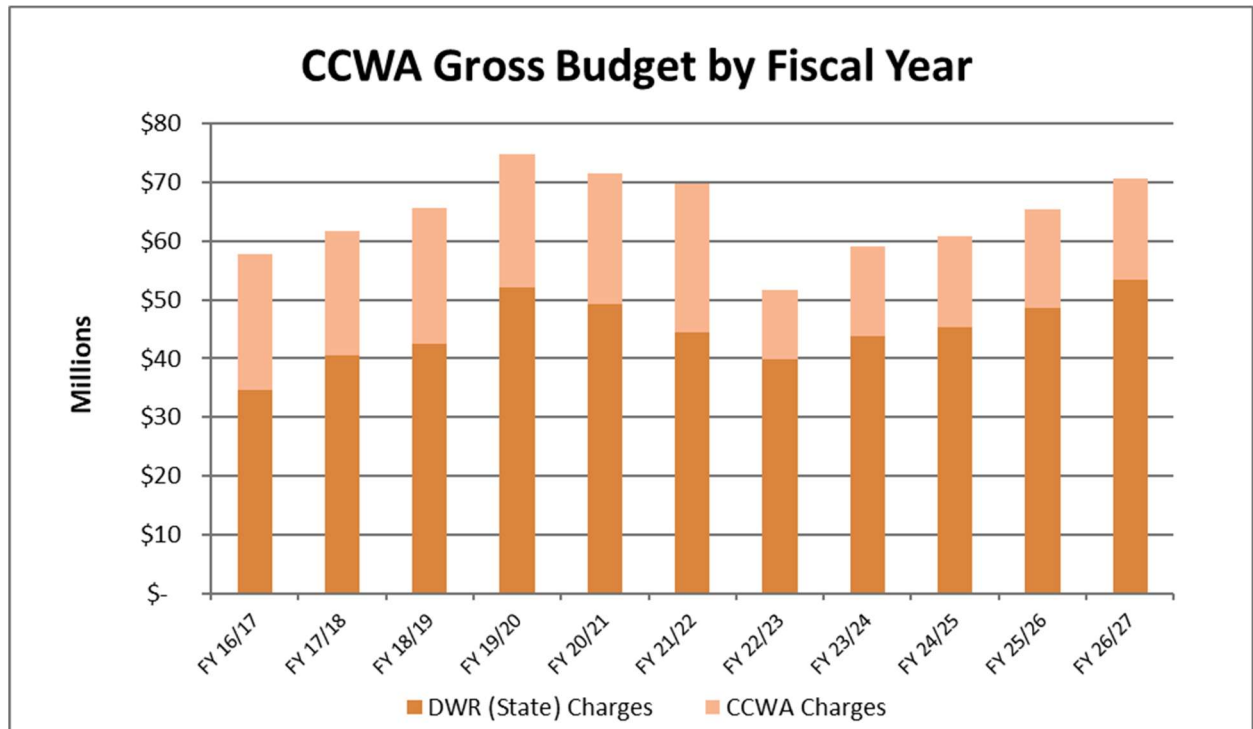
CCWA Credits

Actual CCWA operating expenses for FY 2025/26 are anticipated to be approximately \$1.6 million less than the budgeted amounts. CCWA estimates receipt of \$0.7 million as investment income. Estimated personnel expenses are \$0.6 million less than the approved budget due to savings in wages, and health benefits from vacant positions; utility expenses are \$0.1 million lower due to reduced water lake deliveries and corresponding reduced pumping costs at SYPP; supplies and equipment are projected with \$0.5 million in savings due to lower variable chemical costs, other expenses are \$0.2 million less than the budgeted amounts, with the balance in professional services.

These unexpended operating assessments will either be returned to the CCWA project participants as credit in FY 2026/27 or transferred to the DWR Reserve Fund based on the election of each participant.

CCWA Budget History

The following graph shows the CCWA gross budget (total budget excluding CCWA credits and prepayments) broken down between CCWA costs and DWR costs from FY 2016/17 to FY 2026/27.



Awards and Competitions

Over the past year, CCWA received the GFOA “Distinguished Budget Presentation” award for the FY 2025/26 Budget and the GFOA “Excellence in Financial Reporting” award for the FY 2023/24 Comprehensive Annual Financial Report.

AN OVERVIEW OF THIS FISCAL YEAR

Water Delivery Projections

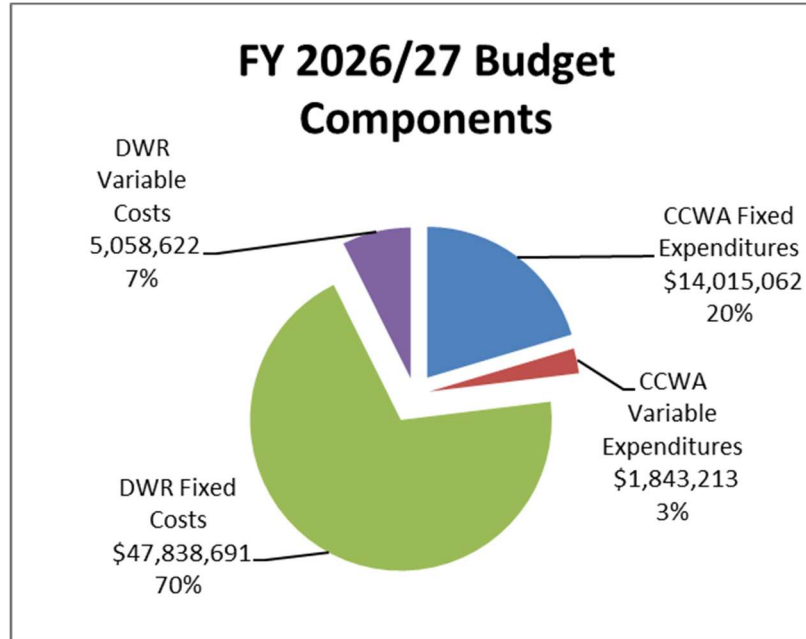
For calendar years 2026 and 2027, Santa Barbara and San Luis Obispo County project participants have requested State water deliveries of 17,088 and 17,076 acre-feet, respectively.

Department of Water Resources Activities and Related Costs

During FY 2026/27, CCWA staff will continue to work through the State Water Contractor (SWC) board and committees that interact with the Department of Water Resources (DWR) which impact CCWA and the California water agencies as a whole. There are many significant issues on which DWR and the SWC are working which have water supply, operational, and fiscal impacts on CCWA. Some of these activities could potentially have a significant fiscal impact to CCWA in the current and future years. Therefore, staff will place a high priority on working through the various available venues to minimize the fiscal impacts to CCWA and ensure that we continue to meet our goal of providing reliable, high quality supplemental water.

FY 2026/27 BUDGET SUMMARY

The FY 2026/27 budget calls for total project participant payments of \$68.7 million compared to the FY 2025/26 budget of \$61.6 million, a \$7.1 million increase. The following graph shows the breakout of the various cost components in the CCWA FY 2026/27 Budget:



The following table compares the total FY 2026/27 Budget and the FY 2025/26 Budget:

Budget Item	Final FY 2025/26 Budget	Final FY 2026/27 Budget	Increase (Decrease)
CCWA Expenses			
CCWA Operating Expenses - Fixed	\$ 11,877,099	\$ 12,361,947	\$ 484,848
CCWA Operating Expenses - Variable	1,819,728	1,843,213	23,484
Capital/Non-Capital Projects	2,947,718	3,108,727	161,009
Total CCWA Expenses:	16,644,545	17,313,887	669,342
Pass-Through Expenses			
DWR Fixed Costs	42,568,263	47,838,691	5,270,429
DWR Variable Costs	4,660,309	5,058,622	398,313
Warren Act and Trust Fund Payments	52,440	38,400	(14,040)
Total Pass-Through Expenses:	47,281,011	52,935,713	5,654,702
Subtotal Gross Budget:	63,925,556	70,249,600	6,324,044
CCWA (Credits) Due	(2,281,509)	(1,494,012)	787,497
TOTAL:	\$ 61,644,047	\$ 68,755,588	\$ 7,111,541

CCWA Operating Expense Budget

The FY 2026/27 CCWA operating expense budget total is \$14.2 million, or approximately 20% of the total CCWA budget. This is a \$.5 million increase over the FY 2025/26 operating expense budget, a 3.71% increase.

The following table shows CCWA operating expenses by the expense type for FY 2026/27 and FY 2025/26 and the changes from the prior fiscal year budget along with the allocation between the fixed and variable expenses.

Central Coast Water Authority
Consolidated Department Operating Expenses
 Fiscal Year 2026/27 Administration/O&M Budget

Account Name	FY 2025/26 Budget	FY 2025/26 Estimated Actual	FY 2026/27 Budget	Change from FY 2025/26 Budget	Percent Change FY 2025/26 Budget
Personnel Expenses	\$ 7,174,918	\$ 6,568,833	\$ 7,512,678	\$ 337,760	4.71%
Office Expenses	23,300	24,776	24,000	700	3.00%
Supplies and Equipment	1,713,077	1,202,000	1,835,661	122,584	7.16%
Monitoring Expenses	148,100	158,310	154,000	5,900	3.98%
Repairs and Maintenance	420,860	393,666	439,660	18,800	4.47%
Professional Services	2,119,115	1,990,249	2,160,000	40,885	1.93%
General and Administrative	313,700	292,656	314,450	750	0.24%
Utilities	644,804	526,417	572,451	(72,353)	-11.22%
Other Expenses	1,109,643	939,930	1,151,585	41,942	3.78%
Turnouts	29,217	25,000	40,674	11,457	39.21%
Total Operating Expenses	\$ 13,696,827	\$ 12,121,836	\$ 14,205,160	\$ 508,426	3.71%
Fixed Operating Expenses ⁽¹⁾	\$ 11,877,099	\$ 10,914,734	\$ 12,361,947	\$ 484,848	4.08%
Variable Operating Expenses	1,819,728	1,207,102	1,843,213	23,484	1.29%
Total Operating Expenses	\$ 13,696,827	\$ 12,121,836	\$ 14,205,160	\$ 508,333	3.71%

(1) Does not include Capital and Non-Capital Projects.

Additional highlights and detailed explanations are available in the operating expenses and departmental sections of the budget.

CCWA Capital Improvement Projects

The FY 2026/27 Budget includes \$3,108,727 for capital improvement and non-capital projects, a \$161,009 increase over the prior year amount. All capital improvement and non-capital projects are funded on a current basis from project participant assessments.

Please refer to the “*Project*” section of this FY 2026/27 Budget for additional information on the budgeted capital improvement and non-capital projects.

Warren Act and Trust Fund Payments

The FY 2026/27 Budget includes \$38,400 for Warren Act and Trust Fund MOU payments based on \$120 per acre foot for 320 acre feet of water to be delivered to Cachuma Lake.

DWR Charges

The FY 2026/27 DWR fixed charges total \$47.8 million, which is \$5 million more than the FY 2025/26 Budget. The DWR variable charges total \$5 million, which is \$0.4 million more than the prior year amount.

Please refer to the DWR section of the budget for a detailed discussion on the DWR charges.

CONCLUSION

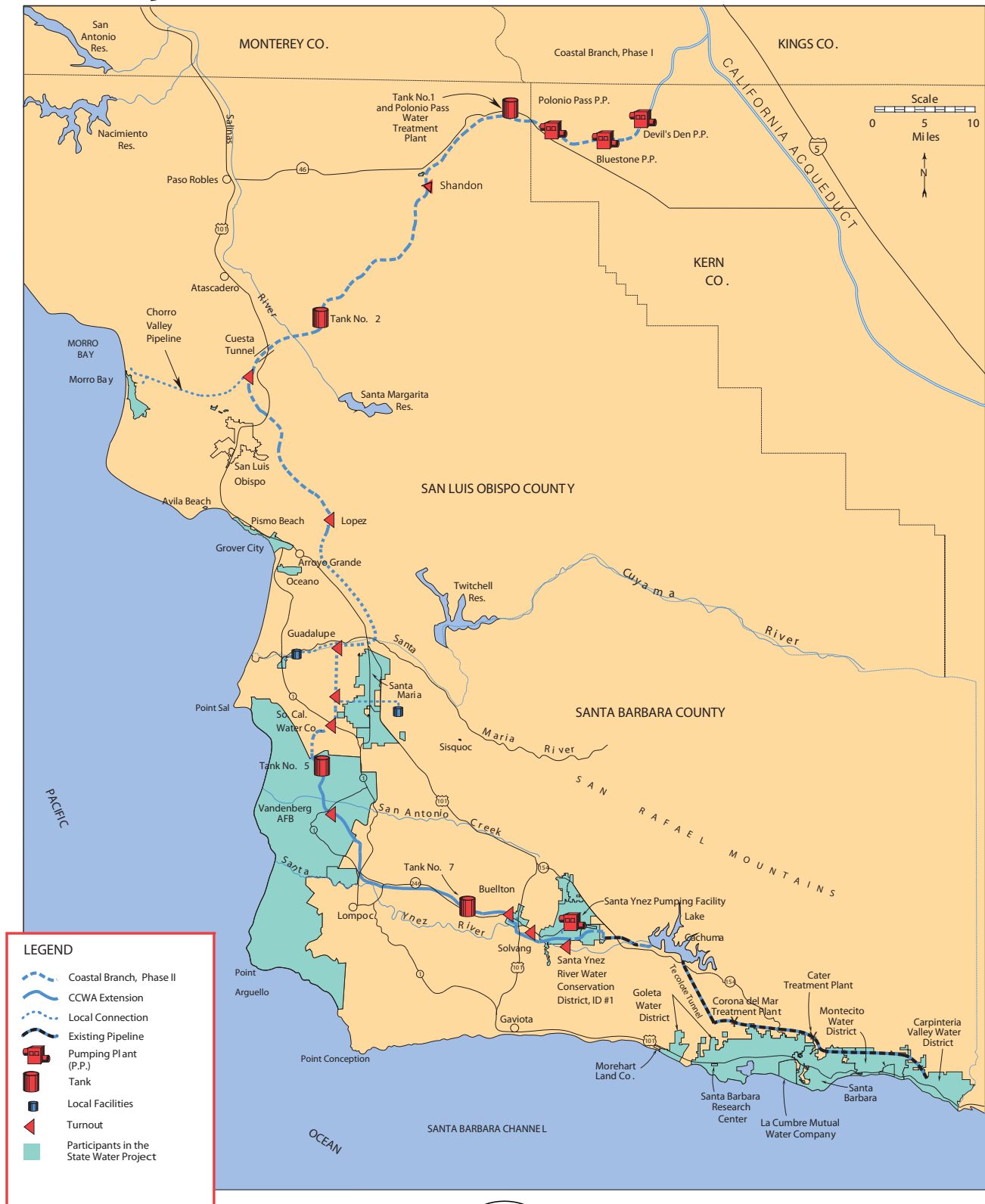
We are proud of the many accomplishments achieved during the past year through the combined efforts of CCWA staff and project participants. We look forward to successfully overcoming the challenges of the upcoming year.

Sincerely,



Ray Stokes
Executive Director

Project Map



Central Coast Water Authority
Organization Overview, Structure and Staffing
Fiscal Year 2026/27 Budget

The Authority is a public entity duly organized and existing under a Joint Exercise of Powers Agreement – Central Coast Water Authority, dated as of August 1, 1991, by and among nine public agencies in Santa Barbara County, two of which have subsequently merged. The members entered into the Agreement to exercise their common power to acquire, construct, operate and maintain works and facilities for the development and use of water resources and water rights including without limitation, works and facilities to divert, store, pump, treat and deliver water for beneficial uses. In particular, the members expressed their desire to create the Authority to finance, develop, operate, and maintain the Authority’s facilities for their mutual benefit and to act on behalf of the members with respect to the Department of Water Resources (DWR) facilities. The Authority currently has a staff of 28 full-time and 3 part-time employees.

The Authority is presently composed of eight members, all of which are public agencies: the Cities of Buellton, Guadalupe, Santa Barbara and Santa Maria, Carpinteria Valley Water District, Goleta Water District, Montecito Water District and Santa Ynez River Water Conservation District, Improvement District No. 1 (in which the City of Solvang is located). (A founding member of the Authority, the Summerland Water District, was merged into the Montecito Water District.) In addition, the Authority has an Associate Member, the La Cumbre Mutual Water Company. Each member appoints a representative to the Authority’s Board of Directors. San Luis Obispo County Flood Control and Water Conservation District (SLOCFCWCD and/or San Luis Obispo Water Purchasers) has expressed an interest in joining the Authority. However, any decision to do so must be approved by the unanimous vote of the present members.

The member agencies are represented on the CCWA Board of Directors by an individual chosen by each public entity’s Board or City Council. Each vote on the Authority’s Board of Directors is weighted roughly in proportion to the entity’s allocation of State water entitlement. The following table outlines the voting percentage for each member of the CCWA Board of Directors.

Central Coast Water Authority
Organization Overview, Structure and Staffing
Fiscal Year 2026/27 Budget

Board of Directors Voting Percentages

City of Guadalupe	1.15%
City of Santa Maria	43.19%
City of Buellton	2.21%
Santa Ynez RWCD, Improvement District #1	7.64%
Goleta Water District	17.20%
City of Santa Barbara	11.47%
Montecito Water District	9.50%
Carpinteria Valley Water District	<u>7.64%</u>
TOTAL	100.00%

CCWA Committees

There are two Authority committees. They consist of the Personnel Committee and Operating Committee.

The Operating Committee is composed of the general managers, city administrators and water supply managers of the various water agencies and cities served by the Authority. The Operating Committee typically meets once a month to act on matters such as project construction, operations and financial issues and recommends actions to the Authority's Board of Directors.

Santa Barbara County Project Participants

Each Santa Barbara County project participant is a water purveyor or user located in Santa Barbara County which obtained contractual rights to receive water from the State Water Project prior to 1991. Those rights have been assigned to the Authority pursuant to the terms of the Water Supply Agreements.

Central Coast Water Authority
Organization Overview, Structure and Staffing
Fiscal Year 2026/27 Budget

Santa Barbara County Project Participant Table A Amounts

<u>Agency</u>	<u>Table A ⁽¹⁾</u>
City of Buellton	578
Carpinteria Valley Water District	2,000
Goleta Water District	4,500
City of Guadalupe	550
La Cumbre Mutual Water Company	1,000
Montecito Water District	3,000
Morehart Land Company	200
City of Santa Barbara	3,000
Raytheon Systems Company (SBRC)	50
City of Santa Maria	16,200
Santa Ynez River W.C.D., ID #1	2,000
Golden State Water (SCWC)	500
Vandenberg Space Force Base	<u>5,500</u>
TOTAL	39,078

(1) In acre-feet per year. The amounts do not include the Authority's 3,908 acre-feet per year "drought buffer" entitlement and 2,500 acre-feet per year additional entitlement which has been acquired by Goleta Water District.

San Luis Obispo County Water Purchasers

Each San Luis Obispo County water purchaser is a water purveyor or user located in San Luis Obispo County which obtained contractual rights from San Luis Obispo County Flood Control and Water Conservation District (SLOCFCWCD) to receive water from the State Water Project.

Central Coast Water Authority
Organization Overview, Structure and Staffing
Fiscal Year 2026/27 Budget

San Luis Obispo County Project Participant Table A Amounts

<u>Agency</u>	<u>Table A</u>
Avila Beach Community Services District	100
Avila Valley Mutual Water Co., Inc.	20
California Men's Colony (State)	400
County of SLO C.S.A. No. 16, I.D. #1	100
County of SLO (Op. Center & Reg. Park)	425
City of Morro Bay	1,313
Oceano Community Services District	750
City of Pismo Beach	1,240
San Luis Coastal Unified School District	7
San Miguelito Mutual Water Company	275
SLO Co. Comm. Coll. District (Cuesta College)	<u>200</u>
TOTAL	4,830

Water Supply Agreements

Each Santa Barbara County project participant has entered into a Water Supply Agreement with the Authority in order to provide for the development, financing, construction, operation and maintenance of the Authority's facilities and to designate the Authority to act on behalf of the Santa Barbara County project participants with respect to the DWR facilities. The purpose of the Water Supply Agreements is to assist in carrying out the purposes of the Authority with respect to the Authority project by (1) requiring the Authority to sell, and the Santa Barbara County project participants to buy, a specified amount of project allotment from the Authority, and (2) assigning the Santa Barbara County project participants' Table A rights in the State Water Project to the Authority.

Local Water Treatment Agreements

Each San Luis Obispo County water purchaser has entered into a Local Water Treatment Agreement with SLOCFCWCD and SLOCFCWCD has entered into the Master Water Treatment Agreement with the Authority to cause the Authority to provide for the development, financing, construction, operation and maintenance of the Authority's facilities. The purpose of the Local Water Treatment Agreements is to provide the terms and conditions of the treatment of the San Luis Obispo County water purchaser's water to be delivered from the State Water Project and to provide for the financing of certain local improvements.

Central Coast Water Authority
Organization Overview, Structure and Staffing
Fiscal Year 2026/27 Budget

State Water Project

The State Water Project is one of the largest water supply projects undertaken in the history of water development. It encompasses a complex of reservoirs, pumping plants, power plants, canals, and tunnels owned and operated by the DWR. State water, which primarily originates north of the Sacramento-San Joaquin Delta, is transported from the Delta to serve water contractors in the San Francisco Bay area, the San Joaquin Valley, and Southern California. All of the initially planned 642-mile aqueduct and pipeline system is operational with the last 100 miles of the Coastal Branch Phase II substantially completed and placed into operation in August 1997.

DWR has previously completed what is known as the Coastal Branch Phase I, which branches off the California Aqueduct in the southwestern corner of Kings County near Interstate 5. The Coastal Branch Phase I is a 15-mile canal that ends near Devils Den in northwestern Kern County.

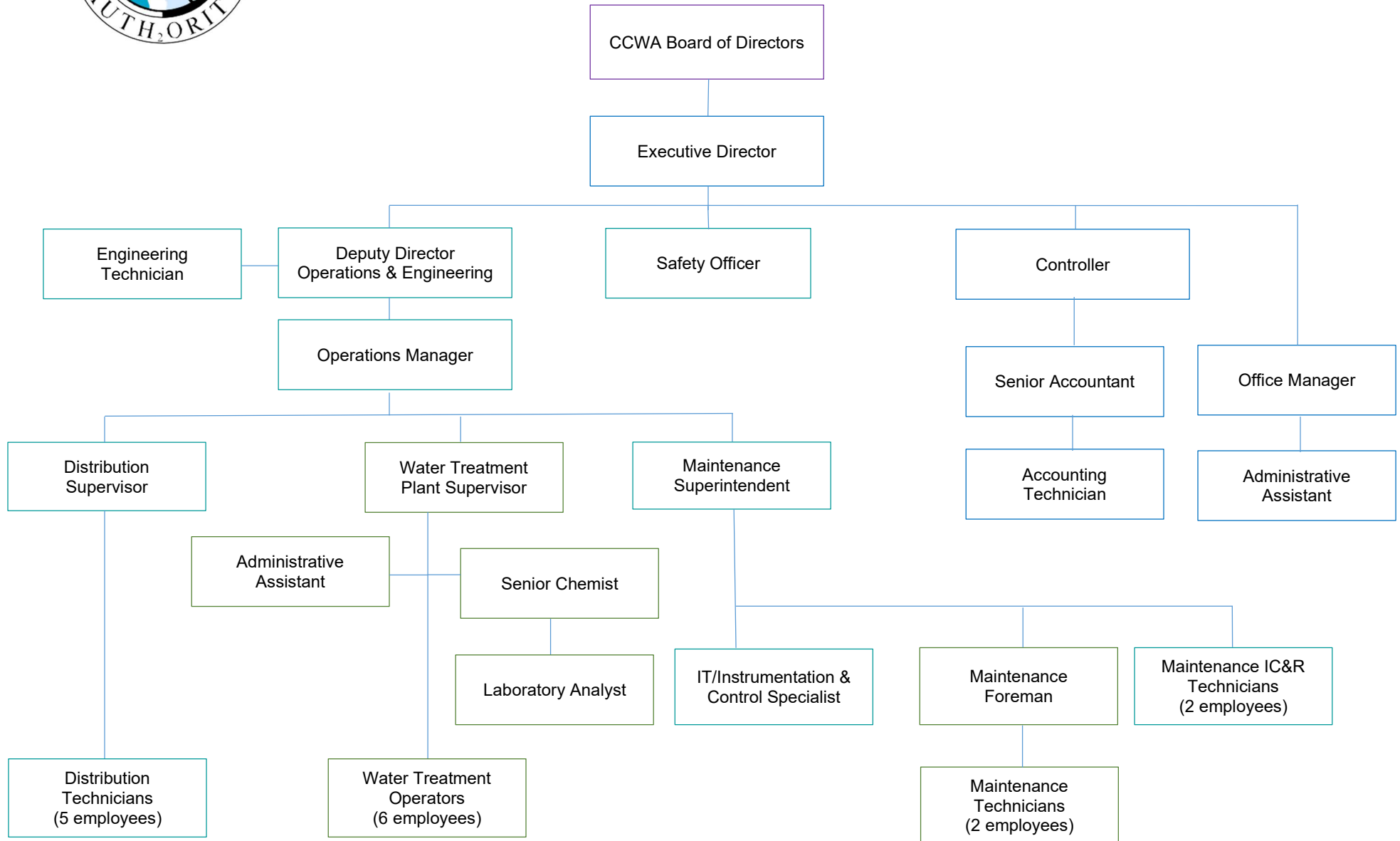
The Coastal Branch Phase II pipeline, which was constructed by DWR between 1995 and 1997 to supply State water to San Luis Obispo and Santa Barbara Counties, runs from the Coastal Branch Phase I terminus over the coastal mountains to and through the County of San Luis Obispo to a terminus in northern Santa Barbara County. Its largest diameter is 57 inches between the Devils Den Pumping Plant and Tank 1 and its smallest diameter is 42 inches along the southerly-most 48 miles.

The CCWA Extension begins at a diameter of 39 inches at Tank 5, continuing south to a point near Lompoc where it turns east, reducing to a diameter of 30 inches along the way. Water flows by gravity to the Santa Ynez Pumping Plant. At this facility, the chloramines used for disinfection are removed (a process called dechloramination) and the water is then pumped into Lake Cachuma through a 30-inch diameter pipe that was originally used to deliver Cachuma Project water to the Santa Ynez River Water Conservation District, Improvement District No. 1.

The water treatment plant receives raw water from the Coastal Branch Phase II and, after treatment, returns the water to the Coastal Branch Phase II. The plant is sized at 50 million gallons per day to accommodate the maximum annual entitlement of both counties. The plant uses conventional modern treatment units for filtration and disinfection of surface water in conformance with the relevant regulations of the California Department of Public Health.

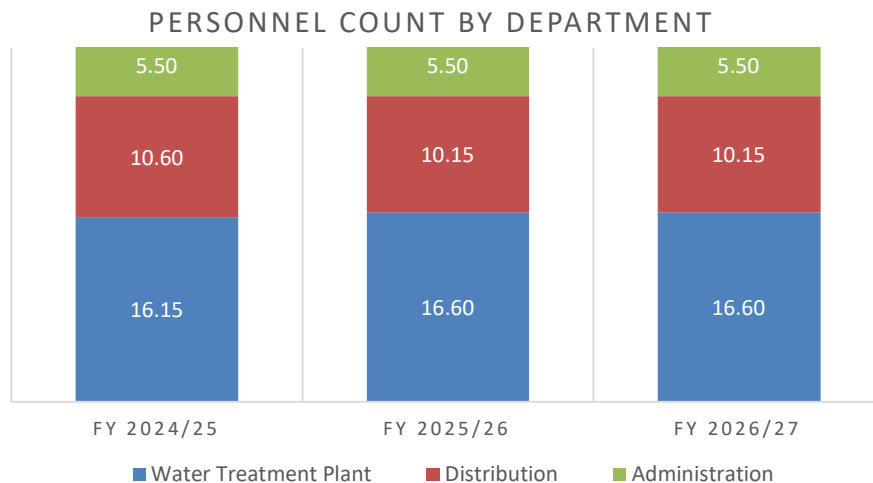


Central Coast Water Authority Organization Chart FY 2026/27



Central Coast Water Authority
Personnel Count Summary
All Departments
Fiscal Year 2026/27 Budget

PERSONNEL COUNT SUMMARY					
Position Title	Number Authorized FY 2024/25	Number Authorized FY 2025/26	Number Requested FY 2026/27	Change Over FY 2024/25	Change Over FY 2025/26
Executive Director	1.00	1.00	1.00	-	-
Deputy Director of Operations	1.00	1.00	1.00	-	-
Operations Manager	1.00	1.00	1.00	-	-
Safety Officer	1.00	1.00	1.00	-	-
Controller	1.00	1.00	1.00	-	-
Office Manager	1.00	1.00	1.00	-	-
Administrative Assistant	1.50	1.50	1.50	-	-
Senior Accountant	1.00	1.00	1.00	-	-
Accounting Technician	0.75	0.75	0.75	-	-
WTP Supervisor	1.00	1.00	1.00	-	-
Distribution Supervisor	1.00	1.00	1.00	-	-
Maintenance Superintendent	1.00	1.00	1.00	-	-
Maintenance Foreman	1.00	1.00	1.00	-	-
Senior Chemist	1.00	1.00	1.00	-	-
Laboratory Analyst	1.00	1.00	1.00	-	-
IT/Instrumentation & Control Specialist	1.00	1.00	1.00	-	-
Engineering Technician	1.00	1.00	1.00	-	-
Maintenance Technician	2.00	2.00	2.00	-	-
Maintenance/IC&R Technician	2.00	2.00	2.00	-	-
WTP Operator	5.00	6.00	5.00	-	(1.00)
Distribution Technician	5.00	5.00	5.00	-	-
WTP Operator trainee	1.00	-	1.00	-	1.00
TOTAL:	32.25	32.25	32.25	-	-



Central Coast Water Authority

Budget Process

Fiscal Year 2026/27 Budget

Fiscal Year Budget

The Authority's fiscal year budget is one of the most important documents prepared by the Authority. Through the process of planning and preparing the budget, the Authority is given the opportunity to reassess its plans and goals for the coming and future years. The process also provides direction for management and staff.

In December of each year, the Authority's staff prepares a list of goals and objectives by department and general area of responsibility. The annual goals and objectives are reviewed by the Executive Director and refined as appropriate. The goals are then presented to the Board of Directors.

Ten Year Financial Plan

The Ten Year Financial Plan is prepared to provide the project participants pro forma projections of the Authority's expenditures and includes projections for both the CCWA and DWR portions of the budget. DWR provides projections for each of these years for both the fixed and variable costs, and the CCWA expenses are generally projected with a 5% inflation factor to all operating expenses.

The Ten Year Financial Plan is prepared only as an informational tool and is not formally adopted by the Board of Directors. The financial plan is presented to the Operating Committee and is used by the member agencies and other project participants for their planning and long-term budgeting purposes.

The various components of the budget are compiled, including "pass-through" charges from the Department of Water Resources (DWR) and Warren Act charges paid to the U.S. Bureau of Reclamation (*see the Revenues and Sources of Cash section for a description of Warren Act Charges*). While these expenditures are not considered expenses for the Authority, the charges are collected by the Authority and paid to the respective agencies; therefore, they are included in the budget.

The requested budget is prepared recognizing the Board approved organization-wide and departmental goals. All Authority goals must be funded within the budget to allow each goal to be accomplished. Stated another way, there are no unfunded mandates.

Committee Review of the Budget

The initial review of the budget is presented to the Operating Committee each March for input to staff regarding the requested budget. As required by California's Brown Act and

Central Coast Water Authority

Budget Process

Fiscal Year 2026/27 Budget

Public Records Act, both meetings are posted at least 72 hours, and typically one week, in advance of the meetings inviting the public to attend and provide input regarding the proposed budget.

Board Adoption of the Fiscal Year Budget

Initial review of the preliminary budget by the Board of Directors occurs during its March regular meeting. The Board reviews the proposed budget and makes changes as it deems appropriate. After staff amends the budget reflecting the Board's direction, the amended budget is then resubmitted to the Board for final review and adoption. This process may continue until staff and the Board have reached a budget suitable for Board approval. Approval of the final budget typically occurs at the regular April Board meeting. The budget is approved by motion and majority vote of the Board. All of these meetings are posted for public participation.

Budget Amendment Process

The budget may only be amended during the year by Board action. This process involves requests by staff to the Board for additional funding. The Board considers the requests of staff at regularly scheduled meetings and approves or rejects the requests by motion and majority vote.

CCWA Financial Schedule FY 2026/27

The Financial Schedule on the following page provides a graphical overview of the major financial milestones that occur for the budget preparation and the corresponding revenue and expenditure cycles.

Central Coast Water Authority

Budget Process

Fiscal Year 2026/27 Budget

CCWA Budget Planning Schedule FY 2026/27 Budget

January	February	March	April
S M T W T F S	S M T W T F S	S M T W T F S	S M T W T F S
4 5 6 7 8 9 10	1 2 3 4 5 6 7	1 2 3 4 5 6 7	5 6 7 8 9 10 11
11 12 13 14 15 16 17	8 9 10 11 12 13 14	8 9 10 11 12 13 14	12 13 14 15 16 17 18
18 19 20 21 22 23 24	15 16 17 18 19 20 21	15 16 17 18 19 20 21	19 20 21 22 23 24 25
25 26 27 28 29 30 31	22 23 24 25 26 27 28	22 23 24 25 26 27 28	26 27 28 29 30
		29 30 31	

May	June	July
S M T W T F S	S M T W T F S	S M T W T F S
3 4 5 6 7 8 9	1 2 3 4 5 6	5 6 7 8 9 10 11
10 11 12 13 14 15 16	7 8 9 10 11 12 13	12 13 14 15 16 17 18
17 18 19 20 21 22 23	14 15 16 17 18 19 20	19 20 21 22 23 24 25
24 25 26 27 28 29 30	21 22 23 24 25 26 27	26 27 28 29 30 31
31	28 29 30	

- Receive DWR Statement of Charges (for following calendar year)
- Prepare Draft Budget
- Submit Preliminary Budget to Operating Committee
- Submit Preliminary Budget to Board of Directors
- Board Approval of Final Budget
- Beginning of 2026/27 Budget Expenditure Cycle

July 1, 2025
 November 1, 2025- February 28, 2026
 March 12, 2026
 March 26, 2026
 April 23, 2026
 July 1, 2026

Central Coast Water Authority
Financial Reporting Basis
Fiscal Year 2026/27 Budget

Budget Reporting

For budgetary reporting purposes, the Central Coast Water Authority uses the modified accrual basis of accounting.

Under the modified accrual basis of accounting, revenues are recognized when they become measurable and available. “Measurable” means the amount of the transaction can be determined and “available” means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Expenditures are recognized in the accounting period in which the liability is incurred. Non-cash expense items such as depreciation expense for fixed assets and accrued compensated absences are excluded from the budget.

The Authority operates under one fund for budgetary purposes. However, the Authority’s various departments and budget preparation are segregated into sub-sections as follows:

Administration

Water Treatment Plant

Distribution

CCWA Reaches

Mission Hills II
Santa Ynez I
Santa Ynez II

DWR Reaches

Reach 33B
Reach 34
Reach 35
Reach 37
Reach 38

For further information on the various cost centers within the Distribution Department subsection, please see the discussion of financial reaches in the section titled “Distribution Department.”

Financial Statement Reporting

The Authority operates as a proprietary fund-type and uses the modified accrual basis of accounting. All proprietary fund-types are accounted for on a flow of economic resources measurement focus. Under this measurement focus, all assets and liabilities associated with the operation of these funds are included on the statement of net position. Where appropriate, net total assets (i.e., fund equity) are segregated into contributed capital and retained earnings. Proprietary fund-type operating statements present increases (revenues) and decreases (expenses) in net position.

Central Coast Water Authority
Budget Policy and Strategy
Fiscal Year 2026/27 Budget

The Fiscal Year 2026/27 Budget document has been prepared after analyzing, evaluating, and justifying both the financial and non-financial objectives and goals of the Authority for the current year and beyond. The Authority's budget is a comprehensive document which enables the Board of Directors and Authority staff to evaluate the Authority's past and future.

The Authority's management believes that a successful budget should contain the following ingredients for it to be useful to the individuals using the information:

1. **Worthy Purpose** - There should be clear goals for the budget. The goals and objectives of the Authority should dictate the Authority's budget.
2. **Participative Ownership** - Budget ownership and the motivation to make it work will only occur when there is significant decision making involvement at the levels of implementation.
3. **Reporting System** - A good budgeting system must be fully integrated with the Authority's reporting (i.e., accounting) system. That is, the accounting system and the budgeting system should be consistent in account classifications and methods of accounting for data, time periods, etc. Ease of understanding is enhanced when the budgeted data and the accounting system mirror each other.
4. **Support of Management** - In any well-organized budgeting system, support from top management is essential for the system to be effective. By being involved in establishing the budget concepts and procedures as well as reviewing budget variations, the Board will lend support to the rest of the Authority and create acceptance and promote effective use of the budgeting system by all.

BUDGET POLICIES

- The primary budgetary objective is to provide the highest possible level of service to the Authority's project participants without impairing the Authority's sound financial condition. Continual efforts will be made to improve productivity, lower costs, and enhance services.
- The Authority will endeavor to keep current expenditures less than current revenues. Current expenditures are defined as operating expenses and capital improvement expenditures. The Authority will strive to operate within the approved budgetary amounts to avoid subsequent billings to the member agencies and other project participants for over-expenditures.

Central Coast Water Authority
Budget Policy and Strategy
Fiscal Year 2026/27 Budget

- The Authority will maintain a budgetary control system to ensure adherence to the budget and will prepare regular reports comparing actual revenues and expenditures/expenses to budgeted amounts.
- Laws and policies limiting revenue sources and expenditures must be explicitly addressed in the budget process.
- No Unfunded Mandates - The Board of Directors will not establish a goal or policy without also providing the necessary funding to accomplish those goals or policies.
- Budget Change Policy - The adopted budget may only be changed by Board action. Budget change requests may be made by staff to the Board of Directors at a regularly scheduled Board meeting. The Board will then consider the requests based on staff's recommendations and approve or deny the requests by a majority vote.
- Reconciliation of Charges - The Authority will endeavor to reconcile differences between actual expenditures incurred and amounts billed to the member agencies and other project participants in a timely manner. Under-expenditures in the budget will be returned to project participants as credits in subsequent billings.
- Investment Income Allocation - The Authority will endeavor to provide timely allocation of investment income to the member agencies and other project participants for payments covering DWR charges.
- DWR Charges and Credits - The Authority will endeavor to provide sufficient information to the member agencies and other project participants regarding the DWR charges to enable them to gain a full understanding of the charges. Additionally, the Authority will provide credits given by DWR on the next available billing sent to the project participants.
- Ten Year Financial Plan - In conjunction with preparation of the fiscal year budget, the Authority will also prepare and make available a ten year financial plan which provides estimates of the total State water costs for the ten-year period.
- Distribution Department Financial Reach Allocation Percentages - The Authority will amend the Distribution Department financial reach allocation percentages for fixed O&M costs based on the actual costs incurred by financial reach. These percentages will be based on the actual percentages from the Yearend Budget Report two years prior to the current budget year.

Central Coast Water Authority
Budget Policy and Strategy
Fiscal Year 2026/27 Budget

- Spare Parts Inventory - The Authority will track the purchase of spare parts inventory greater than \$2,000 and allocate costs to the appropriate financial reach when the spare parts are actually used at a specific location or financial reach.
- Appropriated Contingency - No expenditure will be made from the Appropriated Contingency account without prior approval from the Board of Directors.
- Staff Salary Pool Policy - The overall salary pool will consist of two separate pools: (1) a pool for all employees excluding the Executive Director, and (2) a pool – i.e., proposed salary treatment – for the Executive Director.

The Authority will calculate the salary pool percentage which shall be either 5% of the actual regular salaries budget or the actual December to December percentage change in the Los Angeles-Long Beach-Anaheim, CA Consumer Price Index for All Urban Consumers, whichever is greater.

The employee pool will be calculated by multiplying the resulting salary pool percentage by the actual annual salaries for all employees at the time the budget is prepared based on full staffing (excluding the Executive Director). The Executive Director's pool will be calculated by multiplying the resulting salary pool percentage by his or her actual annual salary at the time the budget is prepared. The two pools are then added together to determine the overall salary pool for budget purposes.

The CCWA Board of Directors shall administer the Executive Director's pay treatment separate from the employee salary pool and the Executive Director shall administer the pay treatment (i.e., the employee pool) for all other CCWA employees.

- Employee Benefits Funding Benchmark - The Authority will calculate the Employee Benefits Percentage (EBP) in conjunction with the Budget preparation. The EBP calculation will include retirement, health insurance, cafeteria plan benefits, dental/vision insurance, long-term disability, and life insurance as a proportion of the full-time regular wages budget for the fiscal year.
- Budget Transfer Policy - If CCWA staff determine funds are available in an Operations and Maintenance or Project account, staff may transfer available funds to other accounts and/or projects which were not anticipated in the CCWA Board adopted budget with the approval of the CCWA Board Chairperson. Transfer of funds for projects and/or one-time expenditures cannot exceed \$25,000. Staff will prepare a summary of the Budget Fund Transfers which will include the source and destination of the funds,

Central Coast Water Authority
Budget Policy and Strategy
Fiscal Year 2026/27 Budget

financial reaches impacted and justification for the transfer. A summary of the approved transfers will be included on the CCWA Board Consent Calendar as part of the next regularly scheduled Board meeting.

- Self-Funded Dental/Vision Plan Annual Limits and Premium Amounts - The CCWA self-funded Dental/Vision plan annual limit on total expenditures for each covered employee and the corresponding premium amount will increase at the beginning of each plan year by the December to December percentage change of the Los Angeles-Long Beach-Anaheim, CA Consumer Price Index for All Urban Consumers.

CAPITAL IMPROVEMENTS POLICY

- Long-Range CIP Plan - The Authority will identify long-range capital projects and capital improvements of all types which will be coordinated with the annual operating budget to maintain full utilization of available revenue sources.
- CIP Paid from Current Revenues - When appropriate, capital improvements will be paid through current revenue sources rather than financing capital projects over a period of time.

DEBT POLICY

- Debt Financing - The Authority will use debt financing when it is judged to be appropriate based on the long-term capital needs of the Authority and the Authority's ability to repay the indebtedness has been evaluated in light of all sources and uses of cash.
- Long-Term Debt - The Authority will only incur long-term debt for the financing of capital improvements that are not expected to recur and are long-lived. Conversely, if the capital requirements are recurring, of relative small scale, or are for short-lived improvements, the cost of these improvements should be paid from current revenues.

RESERVE POLICY

- The Authority will maintain an Operations and Maintenance Reserve Fund in the amount of \$2 million. Monies held in the O&M Reserve Fund may be expended only upon authorization of the Board of Directors for unanticipated operating and maintenance activities.

Central Coast Water Authority
Budget Policy and Strategy
Fiscal Year 2026/27 Budget

INVESTMENT POLICY

- The Authority will operate its idle cash investments under the “Prudent Investor Standard” per Government Code section 53600.3 which states: “...care, skill, prudence and diligence under the circumstances then prevailing, including, but not limited to, the general economic conditions and the anticipated needs of the agency that a prudent person acting in a like capacity and familiarity with those matters would use in the conduct of funds of a like character and with like aims, to safeguard the principal and maintain the liquidity needs of the agency”.
- The criteria for selecting investments and the order of priority:
 - (1) Safety, which refers to the potential loss of principal, interest or a combination of the two.
 - (2) Liquidity, which refers to the ability to “cash-in” at any moment in time with a minimal chance of losing some portion of principal or interest.
 - (3) Yield is the potential dollar earnings an investment can provide, and sometimes is described as the rate of return.

ACCOUNTING, AUDITING AND FINANCIAL REPORTING POLICIES

- Monthly Budget Reports - The Authority’s Controller will produce monthly budget reports covering the activity for the current period.
- Independent Audit - The Authority will employ an independent accounting firm to perform an annual audit of the Authority’s financial statements, and make the audit available to all required and interested parties.
- Budget Preparation - The Authority will prepare an annual budget document that provides a basic understanding of the Authority’s planned financial operations for the coming fiscal year. Copies of the proposed and final budget will be made available to all interested parties and opportunities will be provided for participant input prior to final adoption of the budget.
- Accounting System - The accounting system will maintain records on a basis consistent with accepted standards for local government accounting. The Authority will submit the Comprehensive Annual Financial Report (CAFR) to the Government Finance Officers’ Association (GFOA) annually for consideration of the Certificate of Achievement for Excellence in Financial Reporting from GFOA.

Central Coast Water Authority
Budget Policy and Strategy
Fiscal Year 2026/27 Budget

- Budget Awards - The Authority will annually submit its budget to the Government Finance Officers' Association for consideration of the Distinguished Budget Presentation Award.

Central Coast Water Authority
Performance Measures
Fiscal Year 2026/27 Budget

Performance Measures & Strategic Goals

The Authority's mission and objectives are achieved with strategic plan goals and tasks. Action plans and their tasks are the framework against which the achievement of these goals can be measured.

KEY PERFORMANCE INDICATORS AND METRICS						
Operating Area Reporting	Measure	Significance	Report date			
			Actual	Estimated	Goals	
			FY 24/25	FY 25/26	FY 26/27	FY 27/28
Water Operations	Provide Monthly water delivery report to participants showing water available, water delivered, and remaining water available no later than the 5th of each month. Calculate goal as number of on time monthly submission divided by 12	Assist project participants in their efforts to reduce groundwater overdraft	100%	100%	100%	100%
Water Operations	Actual WTP cost per AF (Variable) not to exceed the budget amount per AF	Budget Var Cost/AF	92.10	97.32	95.13	97.99
		Actual Var Cost/AF	102.57	76.92	n/a	n/a
		Monitor and track variable chemical cost per AF not to exceed budgeted cost	goal not met	goal met	n/a	n/a
Water Operations	Percent Compliance with Safe Drinking Water Act	CCWA's goal is to surpass Safe Drinking Water Act requirements.	100%	100%	100%	100%
Water Operations	Facilitate reliable and continuous pipeline operations by proactively repairing ,cleaning and inspecting locations on the pipeline ANNUALLY	Reduced risk of unplanned downtime or emergency repairs	100%	100%	100%	100%
Water Operations	Facilitate reliable and continuous pipeline operations by proactively repairing ,cleaning and inspecting Turnout locations on the pipeline MONTHLY	Reduced risk of unplanned downtime or emergency repairs	100%	100%	100%	100%
Water Operations	Facilitate reliable and continuous pipeline operations by proactively repairing ,cleaning and inspecting tank site locations WEEKLY	Reduced risk of unplanned downtime or emergency repairs	100%	100%	100%	100%
Operations and Compliance	Implement avoidance measures included in CCWA's Habitat Conservation Plan by performing operations and maintenance activities during certain period of the year, conducting biological surveys in advance of certain activities and adhere to annual reporting requirements. Complete annual training by March	Minimize environmental impacts and protect the environment during operation of our facilities	met goal	met goal	Complete HCP training by 3/31/2027	Complete HCP training by 3/31/2028
Operations and Compliance	Submit a water quality complaints report to DOD-# of complaints less than 3	Keep annual number of complaint on water quality to less than three	0	0	less than 3	less than 3
Operations and Compliance	100% of employees will complete annual cyber security training	Cyber risk prevention	100%	100%	100%	100%

Central Coast Water Authority
Performance Measures
Fiscal Year 2026/27 Budget

KEY PERFORMANCE INDICATORS AND METRICS						
Operating Area Reporting	Measure	Significance	Report date			
			Actual	Estimated	Goals	
			FY 24/25	FY 25/26	FY 26/27	FY 27/28
Maintenance	Complete 90% of preventative work orders issued by CMMS . (Total work tickets generated divide by work tickets completed ratio).CCWA monitors this completion rate monthly to assure that the metric is met and make any needed if adjustments when the metric is not met.	Ensure compliance with manufacturer's recommendations and standard industry practices.	91%	90%	90%	90%
Administration	Begin electrifying the CCWA fleet by installing charging stations at the WTP and SYPP. Replacement of two existing internal combustion engine vehicles with electric vehicles.	Meet clean energy State regulations	Did not meet goal	Did not meet goal	Install charging stations by 6/30/2027	Purchase two electric vehicles by 6/30/2028
Administration	Initiate in FY 26-27 a facilities condition assessment to assess and document the condition of WTP and Distribution facilities, and begin identification of capital needs over short and long-term horizons. Complete assessment by 12/2028	Initiate facilities condition assessment for future capital improvement planning	n/a	In progress. In the process of hiring a consultant to begin work.	On-going	Complete assessment by 12/31/2028
Administration	Keep staff vacancy rate below 10%. Measure vacant positions as a percent of total budgeted FTEs	Retention leads to decreased training costs,increased productivity and cross training and development	10%	7%	7%	7%
Administration	Keep O&M Actual expenditures at or below 95% of Budget	Prident fiscal management	85%	95%	95%	95%



Polonio Pass Water Treatment Plant at night

Budget Summary

The Budget Summary section of the FY 2026/27 Budget includes tables and graphs which summarize all revenues and expenditures included in the budget document as well as cost per acre-foot amounts based on the FY 2026/27 Budget.

Highlights

Budget Summary

• FY 2026/27 Gross Budget	\$ 70,249,600
• FY 2025/26 Gross Budget	<u>63,925,556</u>
Increase:	\$ 6,324,044
• FY 2026/27 CCWA Credits	\$ 1,494,012
• FY 2025/26 CCWA Credits	<u>2,281,509</u>
Decrease:	\$ 787,497
• FY 2026/27 Net Budget (After CCWA Credits)	\$ 68,755,588
• FY 2025/26 Net Budget (After CCWA Credits)	<u>61,644,047</u>
Increase:	\$ 7,111,541

Significant Budget Changes

- DWR Fixed cost increase of \$5.3 million due to no reductions from rate management credits and DWR debt service reserve fund
- CCWA Fixed O&M Expense budget increase of \$484,848
- CCWA Variable O&M Expense budget increase of \$23,484
- CCWA capital improvement projects and non-capital projects combined budget increase of \$161,009
- Warren Act and Trust Fund budget decrease of \$14,040

Central Coast Water Authority

Budget Summary

Fiscal Year 2026/27 Budget

	FY 2024/25 Actual	FY 2025/26 Budget	FY 2025/26 Estimated Actual	FY 2026/27 Budget	Change from FY 2025/26 Budget	Change from FY 2025/26 Est. Actual
Beginning Cash Balance	\$ 2,000,000	\$ 2,000,000	\$ 2,000,000	\$ 2,000,000		
<u>SOURCES OF CASH</u>						
CCWA Operating Expenses ⁽¹⁾	11,717,056	13,696,828	12,121,836	14,205,188	508,361	2,083,352
Capital/Non-Capital Projects	2,806,978	2,947,718	2,947,718	3,108,727	161,009	161,009
Non-Annual Recurring Expenses	-	-	-	-	-	-
Investment Income and Other			762,140	-	-	(762,140)
CCWA (Credits)		(2,281,509)	(2,281,509)	(1,494,012)	787,497	787,497
Subtotal Revenues	14,524,034	14,363,036	13,550,184	15,819,903	1,456,867	2,269,719
<u>Pass-Through Expenses</u>						
DWR Fixed Costs	45,763,350	42,568,263	42,087,919	47,838,691	5,270,429	5,750,772
DWR Variable Costs	2,646,937	4,660,309	4,338,872	5,058,622	398,313	719,750
Warren Act Charges	18,318	52,440	16,555	38,400	(14,040)	21,845
Subtotal Pass-Through Expenses	48,428,605	47,281,011	46,443,346	52,935,713	5,654,702	6,492,367
TOTAL SOURCES OF CASH	62,952,639	61,644,047	59,993,530	68,755,616	7,111,569	8,762,086
<u>USES OF CASH</u>						
<u>CCWA Operating Expenses</u>						
Personnel	6,659,424	7,174,918	6,568,833	7,512,706	337,788	943,873
Office Expenses	12,689	23,300	24,776	24,000	700	(776)
Supplies and Equipment	1,142,667	1,713,077	1,202,000	1,835,661	122,584	633,662
Monitoring Expenses	124,576	148,100	158,310	154,000	5,900	(4,310)
Repairs and Maintenance	382,055	420,860	393,666	439,660	18,800	45,994
Professional Services	1,391,170	2,119,208	1,990,249	2,160,000	40,792	169,751
General and Administrative	214,256	313,700	292,656	314,450	750	21,794
Utilities	579,144	644,804	526,417	572,451	(72,353)	46,034
Other Expenses	1,211,075	1,138,860	939,930	1,192,260	53,399	252,330
Total Operating Expenses	11,717,056	13,696,827	12,096,836	14,205,188	508,361	2,108,352
<u>Other Expenditures</u>						
Warren Act Charges	18,318	52,440	16,555	38,400	(14,040)	21,845
Capital/Non-Capital Projects ⁽¹⁾	2,806,978	2,947,718	2,947,718	3,108,727	161,009	161,009
CCWA Credits	-	(2,281,509)	(2,281,509)	(1,494,012)	787,497	787,497
Unexpended O&M Assessments			787,140	-	-	-
Total Other Expenditures	2,825,296	718,649	1,469,904	1,653,115	934,466	970,351
Total CCWA Expenditures	14,542,352	14,415,476	13,566,739	15,858,303	1,442,827	3,078,704
<u>DWR Charges</u>						
Fixed DWR Charges	45,763,350	42,568,263	42,087,919	47,838,691	5,270,429	5,750,772
Variable DWR Charges	2,646,937	4,660,309	4,338,872	5,058,622	398,313	719,750
Total DWR Charges	48,410,287	47,228,571	46,426,791	52,897,313	5,668,742	6,470,522
TOTAL USES OF CASH	62,952,639	61,644,047	59,993,530	68,755,616	7,111,569	9,549,226
Ending Cash Balance	\$ 2,000,000	\$ 2,000,000	\$ 2,000,000	\$ 2,000,000	-	-
Non-Annual Recurring Balance	\$ -	\$ -	\$ -	\$ -		
Operating Reserve Balance	\$ 2,000,000	\$ 2,000,000	2,000,000	2,000,000		
General Fund Balance	\$ 0.02	\$ 0	\$ 0	\$ -		

(1) Includes carryover revenues from the prior year.

Central Coast Water Authority
Total Expenditures Summary
Fiscal Year 2026/27 Budget

Project Participant	Unadjusted Fixed CCWA Operating Expense ⁽¹⁾	Unadjusted Variable CCWA Operating Expense	Exchange Agreement Adjustment Fixed	Exchange Agreement Adjustment Variable	Regional WTP Allocation	Regional WTP Allocation Credit	Adjusted Charge	Warren Act Charges	2016A Revenue Bond Debt Service	Subtotal FY 2026/27 CCWA	Non-Annual Recurring Expenses	CCWA (Credits) Amount Due	Total FY 2026/27 CCWA
Guadalupe	\$ 168,676	\$ 4,757	\$ -	\$ -	\$ 28,077	\$ -	\$ 201,510	\$ -	\$ -	\$ 201,510	\$ -	\$ (24,595)	\$ 176,915
Santa Maria	4,833,895	646,898	-	-	\$839,297	-	6,320,090	-	-	6,320,090	-	-	6,320,090
Golden State Water	155,528	17,599	-	-	\$25,847	-	198,974	-	-	198,974	-	(20,789)	178,185
Vandenberg SFB	1,863,616	269,224	-	-	\$286,149	-	2,418,989	-	-	2,418,989	-	(328,861)	2,090,128
Buellton	224,024	25,686	-	-	\$30,008	-	279,718	-	-	279,718	-	(54,013)	225,706
Santa Ynez (Solva	577,530	56,128	-	-	\$77,621	-	711,279	-	-	711,279	-	(133,359)	577,920
Santa Ynez	193,260	-	368,637	204,724	\$139,792	-	906,413	-	-	906,413	-	(146,258)	760,155
Goleta	2,121,676	73,743	(132,785)	(73,743)	\$189,372	(\$638,064)	1,540,199	-	-	1,540,199	-	(339,099)	1,201,100
Morehart Land	94,297	-	-	-	\$10,168	(\$34,260)	70,205	-	-	70,205	-	(23,537)	46,668
La Cumbre	471,484	214,838	-	-	\$51,578	(\$201,742)	536,158	38,400	-	574,558	-	(3,033)	571,525
Raytheon	23,574	-	-	-	\$2,542	(\$8,565)	17,551	-	-	17,551	-	(2,650)	14,902
Santa Barbara	1,414,451	49,035	(88,295)	(49,035)	\$126,316	(\$425,604)	1,026,867	-	-	1,026,867	-	(223,357)	803,510
Montecito	1,414,451	49,035	(88,295)	(49,035)	\$126,316	(\$425,604)	1,026,867	-	-	1,026,867	-	(6,130)	1,020,738
Carpinteria	942,967	32,912	(59,263)	(32,912)	\$84,092	(\$283,337)	684,460	-	-	684,460	-	(26,521)	657,939
Shandon	21,468	-	-	-	-	-	21,468	-	-	21,468	-	(1,378)	20,090
Chorro Valley	453,296	209,100	-	-	-	-	662,396	-	-	662,396	-	(95,107)	567,290
Lopez	496,508	194,260	-	-	-	-	690,768	-	-	690,768	-	(65,326)	625,442
TOTAL:	\$ 15,470,702	\$ 1,843,213	\$ 0	\$ (0)	\$ 2,017,176	\$ (2,017,176)	\$ 17,313,915	\$ 38,400	\$ -	\$ 17,352,315	\$ -	\$ (1,494,012)	\$ 15,858,303

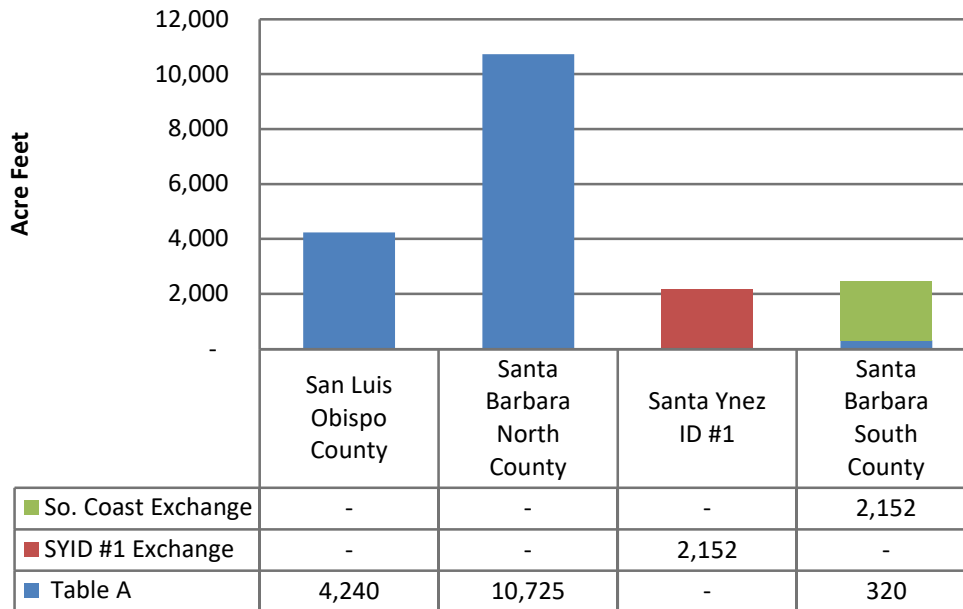
(1) Includes Capital and Non-Capital Projects.

Project Participant	DWR FIXED CHARGES							DWR VARIABLE CHARGES							TOTAL DWR and CCWA
	Transportation Capital Through	Transportation Capital	Transportation Capital	Transportation Minimum	Water System Revenue	Delta Water	Total Fixed	Off-Aqueduct Charges	Variable OMP&R	Total Variable	DWR Interest Income	Total DWR Charges			
	Reach 35	Reach 37	Reach 38	OMP&R	Bond	Charges									
Guadalupe	\$ 346,235	\$ -	\$ -	\$ 204,312	\$ 24,496	\$ 63,997	\$ 639,040	\$ 47	\$ 28,123	\$ 28,170	\$ (13,529)	\$ 653,681	\$ 830,596		
Santa Maria	10,198,194	502,531	-	6,017,907	721,522	1,885,000	19,325,154	5,132	2,359,441	2,364,573	-	21,689,726	28,009,817		
Golden State Wat	314,759	15,510	-	185,738	22,269	58,179	596,455	99	62,036	62,135	(12,771)	645,820	824,005		
Vandenberg AFB	3,462,350	170,612	279,766	2,043,117	244,961	639,969	6,840,775	2,219	893,780	895,999	-	7,736,773	9,826,901		
Buellton	363,861	17,930	29,401	214,713	25,743	67,276	718,924	211	89,565	89,776	(15,498)	793,202	1,018,908		
Santa Ynez (Solva	930,549	46,531	76,300	542,488	58,480	158,670	1,813,018	452	239,388	239,840	(38,789)	2,014,069	2,591,988		
Santa Ynez	328,487	15,510	25,433	200,463	30,596	74,046	674,536	-	14,221	14,221	(17,320)	671,437	1,431,592		
Goleta	2,832,832	139,592	228,899	1,671,641	200,423	523,611	5,596,997	581	303,042	303,623	(141,606)	5,759,014	6,960,115		
Morehart Land	125,904	6,204	10,173	74,295	8,908	23,272	248,755	-	2,005	2,005	(5,994)	244,766	291,434		
La Cumbre	629,518	31,020	50,866	371,476	44,538	116,358	1,243,777	263	124,502	124,764	(27,716)	1,340,825	1,912,351		
Raytheon	31,476	1,551	2,543	18,574	2,227	5,818	62,189	-	1,447	1,447	(14,165)	49,471	64,372		
Santa Barbara	1,888,554	93,061	152,599	1,114,427	133,615	349,074	3,731,332	387	409,624	410,010	(103,386)	4,037,955	4,841,465		
Montecito	1,888,554	93,061	152,599	1,114,427	133,615	349,074	3,731,332	387	379,699	380,085	(101,052)	4,010,364	5,031,102		
Carpinteria	1,259,036	62,041	101,733	742,951	89,077	232,716	2,487,554	259	141,716	141,975	(58,398)	2,571,131	3,229,070		
Goleta 2500 AF	120,733	-	-	177,904	115,991	264,450	679,078	-	-	-	-	679,078	679,078		
Shandon	-	-	-	-	-	-	-	-	-	-	-	-	20,090		
Chorro Valley	-	-	-	-	-	-	-	-	-	-	-	-	567,290		
Lopez	-	-	-	-	-	-	-	-	-	-	-	-	625,442		
TOTAL:	\$ 24,721,044	\$ 1,195,155	\$ 1,110,314	\$ 14,694,433	\$ 1,856,462	\$ 4,811,509	\$ 48,388,917	\$ 10,036	\$ 5,048,586	\$ 5,058,622	\$ (550,225)	\$ 52,897,313	\$ 68,755,616		

Central Coast Water Authority
FY 2026/27 Delivery Requests (Acre Feet)

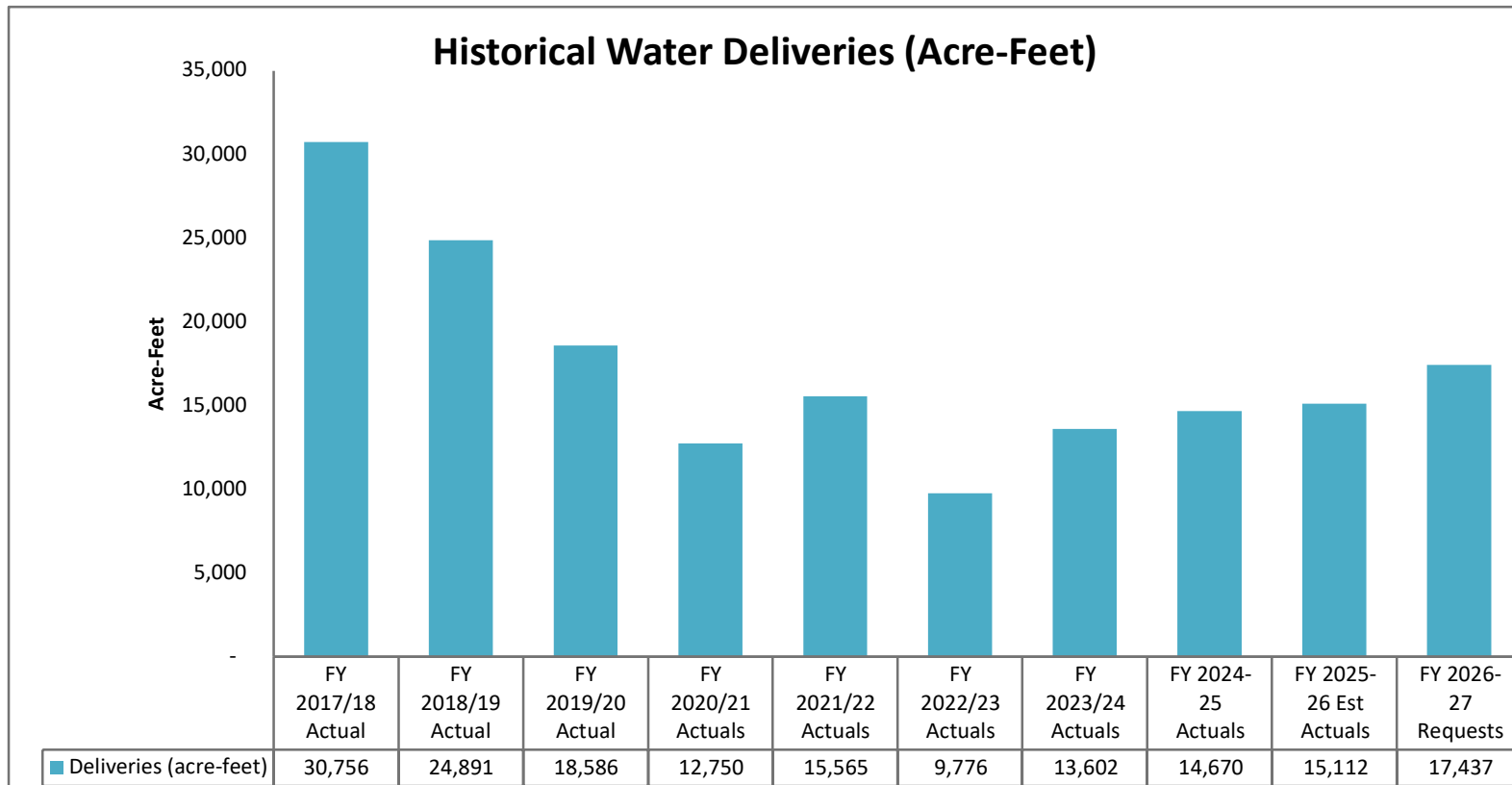
Project Participant	Requested Deliveries	Exchange Deliveries	Net Deliveries
Shandon	-	-	-
Lopez	2,042	-	2,042
Chorro Valley	2,198	-	2,198
Guadalupe	50	-	50
Santa Maria	6,800	-	6,800
Golden State Water	185	-	185
VSFB	2,830	-	2,830
Buellton	270	-	270
Solvang	590	-	590
Santa Ynez	-	2,152	2,152
Goleta	775	(775)	-
Morehart	-	-	-
La Cumbre	320	-	320
Raytheon	-	-	-
Santa Barbara	515	(515)	-
Montecito	515	(515)	-
Carpinteria	346	(346)	-
TOTAL:	17,437	-	17,437

FY 2026/27 Requested Water Deliveries



Santa Ynez ID#1 exchanges its Cachuma Lake entitlement for an equal amount of the Santa Barbara County south coast project participant State water. The amounts in the graph above show both the Santa Ynez ID#1 exchanged State water and the south coast Cachuma water taken in the exchange.

Central Coast Water Authority
Ten-Year Water Delivery History
(Fiscal Year)



Central Coast Water Authority
Cost Per Acre-Foot Analysis
Fiscal Year 2026/27 Budget

To calculate the cost per acre-foot of water to the CCWA project participants, one must distinguish between the various “cost-types” and the various “water-types.”

Cost-Types

The two cost-types are fixed and variable costs.

Fixed costs include all CCWA and DWR costs which do not vary with the quantity of water delivered to the project participant, and generally, include CCWA fixed operations and maintenance costs, CCWA revenue bond payments and DWR fixed costs.

Variable costs include all CCWA and DWR costs which are only incurred if the project participant takes water deliveries. These include power (electrical) costs to pump the water and chemical costs to treat the water.

Water-Types

When discussing the cost per acre-foot, there are generally three (3) different “cost types” of water delivered by CCWA, fixed, variable and exchange. Following are descriptions for each cost type.

FY 2026/27 Table A Fixed Cost Per Acre-Foot

As described above, this includes all costs which do not vary with the quantity of water delivered to the project participant.

Central Coast Water Authority
Cost Per Acre-Foot Analysis
 Fiscal Year 2026/27 Budget

Project Participant	Table A Amount	Fixed Cost Per Acre-Foot	
		Fixed Costs Excluding CCWA Credits	Fixed Cost Per Acre-Foot
Guadalupe	550	\$ 822,102	\$ 1,494.73
Santa Maria	16,200	24,982,426	1,542.13
Golden State Water Co.	500	764,730	1,529.46
VSFB	5,500	8,983,509	1,633.37
Buellton	578	956,812	1,655.38
Santa Ynez (Solvang)	1,500	2,428,073	1,618.72
Santa Ynez ⁽¹⁾	500	986,019	1,753.22
Goleta	4,500	6,995,590	1,554.58
Morehart	200	312,966	1,564.83
La Cumbre	1,000	1,567,009	1,567.01
Raytheon	50	65,575	1,311.49
Santa Barbara	3,000	4,654,812	1,551.60
Montecito	3,000	4,657,146	1,552.38
Carpinteria	2,000	3,113,615	1,556.81
TOTAL:	39,078	\$ 61,290,383	

(1) Santa Ynez fixed cost amounts exclude the fixed and exchange agreement modifications, which are shown under the Exchange Agreement cost per acre-foot analysis. Also adjusted for the retreatment allocation charge to the exchange deliveries.

FY 2026/27 Table A Variable Cost Per Acre-Foot

This represents the variable costs for all water deliveries excluding exchange water deliveries to the South Coast project participants. Generally, these amounts include the CCWA power and chemical costs, adjustments for the variable Regional Water Treatment Plant Allocation (retreatment charge and credits), DWR variable costs and Warren Act and Trust Fund payments for Table A deliveries into Cachuma Lake for the South Coast project participants (please refer to the Water Treatment Plant section of this Budget for additional information on the Regional Water Treatment Plant Allocation).

Central Coast Water Authority
Cost Per Acre-Foot Analysis
Fiscal Year 2026/27 Budget

Project Participant		Table A Amount	FY 2026/27 Requested Deliveries			Variable Cost Per Acre-Foot TABLE A DELIVERIES										Table A				
			Requested Deliveries	Exchange Deliveries	Net Deliveries	CCWA		CCWA SYPF		Retreatment		DWR	Warren Act	Total	Variable	Variable				
						WTP	Variable	Variable	Variable	Charge	Variable						Credit	Variable	Charges	Variable
Guadalupe		550	50	-	50	\$	4,757	-	\$	115	\$	-	\$	13,788	\$	-	\$	18,660	\$	373.20
Santa Maria		16,200	6,800	-	6,800		646,898	-		15,686		-		1,875,171		-		2,537,754		373.20
Golden State Water Co.		500	185	-	185		17,599	-		427		-		51,016		-		69,042		373.20
VSFB		5,500	2,830	-	2,830		269,224	-		6,528		-		780,402		-		1,056,154		373.20
Buellton		578	270	-	270		25,686	-		623		-		74,455		-		100,764		373.20
Santa Ynez (Solvang)		1,500	590	-	590		56,128	-		1,361		-		162,699		-		220,188		373.20
Santa Ynez ⁽¹⁾		500	-	2,152	2,152		-	-		4,964		-		-		-		4,964		-
Goleta		4,500	775	(775)	-		73,743	-		-		-		213,758		-		287,501		-
Morehart		200	-	-	-		-	-		-		-		-		-		-		-
La Cumbre		1,000	320	-	320		30,442	184,396		738	(30,442)			88,243	38,400			311,778		974.30
Raytheon		50	-	-	-		-	-		-		-		-	-			-		-
Santa Barbara		3,000	515	(515)	-		49,035	-		-		-		142,138	-			191,173		-
Montecito		3,000	515	(515)	-		49,035	-		-		-		142,138	-			191,173		-
Carpinteria		2,000	346	(346)	-		32,912	-		-		-		95,402	-			128,314		-
TOTAL:		39,078	13,197	-	13,197	\$	1,255,457	\$ 184,396	\$ 30,442	\$ (30,442)	\$	3,639,211	\$ 38,400	\$5,117,463						

(1) Santa Ynez fixed cost amounts exclude the fixed and exchange agreement modifications, which are shown under the Exchange Agreement cost per acre-foot analysis. Also adjusted for the retreatment allocation charge to the exchange deliveries.

Central Coast Water Authority
Cost Per Acre-Foot Analysis
Fiscal Year 2026/27 Budget

FY 2026/27 Exchange Variable Cost Per Acre-Foot

This represents the cost per acre-foot for water exchanged between the Santa Ynez River Water Conservation District, ID#1 (Santa Ynez, ID#1) and the South Coast exchange participants *[please refer to the Water Treatment Plant section of this Budget for additional information on the Santa Ynez Exchange Agreement]*. These costs include the CCWA variable costs paid by Santa Ynez, ID#1, the Polonio Pass Water Treatment Plant fixed and capital amounts paid by Santa Ynez, ID#1 to the South Coast project participants, and the DWR variable costs paid by the South Coast exchange participants.

Variable Cost Per Acre-Foot - <i>EXCHANGE DELIVERIES</i>							Exchange Variable Cost/AF
Project Participant	Exchange Deliveries	CCWA Exchange Variable	CCWA Fixed Exchange	DWR Variable	Total Exchange Costs		
Guadalupe							
Santa Maria							
Golden State Water Co.							
VSFB							
Buellton							
Santa Ynez (Solvang)							
Santa Ynez	2,152	\$ 204,724	\$ 368,636	\$ -	\$ 573,360		\$ 266.43
Goleta	(775)			213,758	213,758		275.76
Morehart	-	-	-	-	-		-
La Cumbre	-	-	-	-	-		-
Raytheon (SBRC)	-	-	-	-	-		-
Santa Barbara	(515)			142,138	142,138		275.76
Montecito	(515)			142,138	142,138		275.76
Carpinteria	(346)			95,402	95,402		275.76
TOTAL:	-	\$ 204,724	\$ 368,636	\$ 593,436	\$ 1,166,796		

Year-End Reconciliation and Adjustments to Cost Per Acre-Foot Amounts

At the close of each fiscal year all costs are reconciled or “trued-up” to the fiscal year budget and actual billings to the project participants. This reconciliation process results in adjustments to all cost components. Additionally, the amounts included in the CCWA budget for DWR variable costs, generally exclude certain credits that are returned on an annual basis. Therefore, when the DWR variable costs are trued-up, the total cost per acre-foot generally decreases when compared to the calculated amount in the budget.



Annual Right of Way mowing near Santa Margarita

Revenues and Sources of Cash

The Revenues and Sources of Cash section of the FY 2026/27 Budget includes information on the Authority's revenues, pass-through receipts and a narrative explanation on the Authority's billing procedures and cash management.

Central Coast Water Authority
Revenues and Sources of Cash
Fiscal Year 2026/27 Budget

The Authority's Revenue budget is comprised of payments made by member agencies and other project participants for Authority operating expenses, and investment income. Additionally, there are other payments made by the project participants that are treated as pass-through expenses. These pass-through expenses represent payments for the Department of Water Resources and Warren Act charges paid to the U.S. Bureau of Reclamation; they are not considered revenues for the Authority. These payments are collected by the Authority and paid directly to the two agencies by the Authority.

Assumptions for Revenue Projections

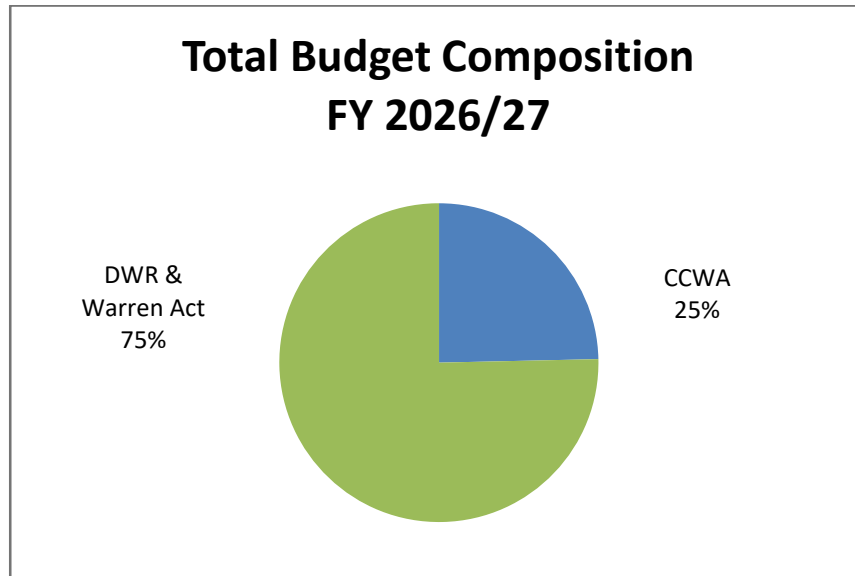
Since the Authority is a "pass-through" organization, **all revenues are equal to the expenditures included in the budget.** As such, there is no difference between the revenue estimates and the expenditures because the revenues are equal to the expenditures. Since all excess "revenues" are returned to the project participants or applied to reserves, and any "deficits" are collected from project participants, the general fund balance, defined as total cash minus reserves, is projected to be zero. However, since the Authority receives assessment income in advance of the anticipated payment date, the actual cash balance will be positive.

Revenues and Other Sources of Cash

	FY 2024/25	FY 2025/26	FY 2026/27
Revenues	Actual	Estimated Actual	Budget
CCWA Operating Expenses ⁽¹⁾	\$ 11,717,056	\$ 12,121,836	\$ 14,205,160
Capital Improvement Projects (CIP)	2,806,978	2,947,718	3,108,727
Investment Income	-	762,140	-
Subtotal Revenues	14,524,034	15,831,693	17,313,887
<u>Pass-Through Expenses</u>			
DWR Fixed Costs	46,104,772	42,982,898	48,388,917
DWR Variable Costs	2,646,937	4,338,872	5,058,622
DWR Account Interest	(341,422)	(894,979)	(550,225)
Warren Act Charges ⁽¹⁾	18,318	16,555	38,400
Subtotal Pass Through Expenses	48,428,605	46,443,346	52,935,713
Gross Budget Before Credits	62,952,639	62,275,039	70,249,600
(Credits) Due and Prepayments	-	(2,281,509)	(1,494,012)
TOTAL SOURCES OF CASH	\$ 62,952,639	\$ 59,993,530	\$ 68,755,588
(1) Adjusted for Santa Ynez Exchange Agreement modifications.			

Central Coast Water Authority
Revenues and Sources of Cash
Fiscal Year 2026/27 Budget

Revenues and Other Sources of Cash



FY 2026/27 Actual Cash Receipts

The actual cash receipts for FY 2026/27 are anticipated to be less than the actual expenditures for the year because of credits given to the project participants for (1) unexpended operating expense assessments for FY 2025/26, (2) interest income for FY 2025/26, and (3) differences between the DWR actual fixed payments and the budgeted fixed payments.

CCWA Operating Expense Revenues

The Authority's operating expense revenues are billed directly to project participants in accordance with their Water Supply Agreements. After the total operating expense budget has been determined, it is adjusted based on the "Santa Ynez Exchange Agreement" modifications (*see the Water Treatment Plant section of this document for further information on the Exchange Agreement*). These Exchange Agreement modifications decrease the electrical costs at the Santa Ynez Pumping Facility. This modified amount is billed to the affected member agencies.

The amounts billed to the member agencies and other Santa Barbara County project participants are further adjusted for the "WTP Regional Allocation" (*see the Water Treatment Plant section of this document for further information on the WTP Regional Allocation*). The WTP Regional Allocation does not adjust the total revenues received by the Authority, but it does affect the amount of the payments by the various member agencies and other project participants.

Central Coast Water Authority
Revenues and Sources of Cash
Fiscal Year 2026/27 Budget

The following table shows the Authority's operating expense budget and capital improvement projects modified because of the Regional Water Treatment Plant modifications and the Santa Ynez Exchange Agreement resulting in the net operating expense revenues to the Authority.

**TOTAL CCWA FY 2026/27 OPERATING EXPENSES
AND CAPITAL IMPROVEMENT PROJECTS**

Project Participant	CCWA Fixed Operating Expenses	CCWA Variable Operating Expenses	Regional WTP Allocation	Regional WTP Allocation Credit	Exchange Agreement Adjustment Fixed	Exchange Agreement Adjustment Variable	Adjusted CCWA Operating Expenses
Guadalupe	\$ 168,676	\$ 4,757	\$ 28,077	\$ -	\$ -	\$ -	\$ 201,510
Santa Maria	4,833,885	646,898	839,294	-	-	-	6,320,077
Golden State Water Co.	155,528	17,599	25,847	-	-	-	198,974
Vandenberg SFB	1,863,613	269,224	286,148	-	-	-	2,418,984
Buellton	224,024	25,686	30,008	-	-	-	279,718
Santa Ynez (Solvang)	577,529	56,128	77,621	-	-	-	711,278
Santa Ynez	193,260	-	139,792	-	368,636	204,724	906,411
Goleta	2,121,673	73,743	189,371	(638,062)	(132,784)	(73,743)	1,540,199
Morehart Land	94,297	-	10,168	(34,260)	-	-	70,205
La Cumbre	471,483	214,838	51,578	(201,741)	-	-	536,158
Raytheon	23,574	-	2,542	(8,565)	-	-	17,551
Santa Barbara	1,414,449	49,035	126,315	(425,603)	(88,294)	(49,035)	1,026,867
Montecito	1,414,449	49,035	126,315	(425,603)	(88,294)	(49,035)	1,026,867
Carpinteria	942,966	32,912	84,091	(283,335)	(59,263)	(32,912)	684,459
Shandon	21,468	-	-	-	-	-	21,468
Chorro Valley	453,295	209,100	-	-	-	-	662,395
Lopez	496,507	194,260	-	-	-	-	690,766
TOTAL:	\$ 15,470,674	\$1,843,213	\$2,017,169	\$(2,017,169)	\$ -	\$ -	\$17,313,887

The adjusted total CCWA Operating Expense revenues, including capital improvement projects funded with CCWA O&M assessments for Fiscal Year 2026/27, are \$17,313,887.

Please refer to the "Operating Expenses" section of this budget for additional information regarding the Operating Expense reimbursement payments from the CCWA project participants.

Investment Income and Cash Management

The Authority does not include investment income in the revenue budget. However, all cash balances are invested by the Treasurer and investment earnings are allocated to the various project participants depending on the funds being invested.

The Authority's Treasurer is responsible for the investment of all Authority funds within the parameters of the Board adopted investment policy.

Central Coast Water Authority
Revenues and Sources of Cash
Fiscal Year 2026/27 Budget

Bank Account Cash Balances

The Authority has two demand deposit bank accounts, and two money market accounts. These accounts earn interest income based on the average outstanding balance for each period the funds are available. Interest income associated with these accounts is allocated by financial reach (*see the Distribution Department section for information on financial reaches*) based on the average outstanding balance for the month.

Investment Income

Investment income associated with DWR payments is not treated as investment income for CCWA. It is instead recorded as a liability to the project participants until the income is paid to the participants.

DWR Payment Investments

Payments made by project participants for subsequent payments to DWR are held in a separate account and invested in accordance with CCWA's investment policy with investment maturities corresponding to the anticipated payment dates to DWR. Investment income in this account is allocated to the various project participants based on their proportional amount initially paid. Investment income associated with the DWR payments is not treated as investment income for the Authority but is instead recorded as a liability to the project participants until paid to them.

CCWA Operating Expense Revenue

Revenues from assessments for the Authority's operating expense budget are invested in the Local Agency Investment Fund and money market accounts with the Authority's bank. Investment income from these accounts is treated as investment income for the Authority.

Central Coast Water Authority
Revenues and Sources of Cash
Fiscal Year 2026/27 Budget

Pass-Through Expenses

Certain amounts paid to the Authority by the project participants are treated as “pass-through” expenses for purposes of the budget. These expenses include payments to DWR and Warren Act charges.

As these expenses are paid by the project participants to the Authority, they are recorded as a liability, payable to the respective project participants. They are not considered revenues.

Warren Act Charges

Warren Act charges represent the cost of wheeling water through Cachuma Project facilities. These costs are paid to the U.S. Bureau of Reclamation for each acre-foot of water delivered to the lake.

There are two components to the Warren Act charges: (1) Trust Fund payments of \$43 an acre-foot and (2) Warren Act charges of \$77 per acre foot.

The following table shows the calculation of the Warren Act and Trust Fund payments for FY 2026/27.

Warren Act and Trust Fund Charges

Project Participant	Total FY 2026/27 Deliveries to	Total Warren Act and Trust Fund
	Lake Cachuma (AF)	Payments (\$120/AF)
Goleta	-	\$ -
Morehart Land Co.	-	-
LaCumbre	320	38,400
Raytheon	-	-
Santa Barbara	-	-
Montecito	-	-
Carpinteria	-	-
TOTAL:	320	\$ 38,400

Central Coast Water Authority
Revenues and Sources of Cash
Fiscal Year 2026/27 Budget

The following table represents the Fiscal Year 2026/27 DWR and Warren Act charges to be collected and paid by the Authority (*see the Department of Water Resources section of this document for further information on the DWR charges*).

Project Participant	FY 2026/27 DWR Fixed Charges	FY 2026/27 DWR Variable Charges	FY 2026/27 Interest Income	FY 2026/27 Warren Act Charges ⁽¹⁾	Total Pass-Through Expenses
Guadalupe	\$ 639,040	\$ 28,170	\$ (13,529)	\$ -	\$ 653,681
Santa Maria	19,325,154	2,364,573	-	-	21,689,726
Golden State Water Co.	596,455	62,135	(12,771)	-	645,820
Vandenberg SFB	6,840,775	895,999	-	-	7,736,773
Buellton	718,924	89,776	(15,498)	-	793,202
Santa Ynez (Solvang)	1,813,018	239,840	(38,789)	-	2,014,069
Santa Ynez	674,536	14,221	(17,320)	-	671,437
Goleta	6,276,075	303,623	(141,606)	-	6,438,092
Morehart Land	248,755	2,005	(5,994)	-	244,766
LaCumbre	1,243,777	124,764	(27,716)	38,400	1,379,225
Raytheon	62,189	1,447	(14,165)	-	49,471
Santa Barbara	3,731,332	410,010	(103,386)	-	4,037,955
Montecito	3,731,332	380,085	(101,052)	-	4,010,364
Carpinteria	2,487,554	141,975	(58,398)	-	2,571,131
Shandon	N/A	N/A	-	-	-
Chorro Valley	N/A	N/A	-	-	-
Lopez	N/A	N/A	-	-	-
TOTAL:	\$48,388,917	\$ 5,058,622	\$ (550,225)	\$ 38,400	\$52,935,713

(1) Adjusted for Santa Ynez Exchange Agreement modifications.

Central Coast Water Authority
Revenues and Sources of Cash
Fiscal Year 2026/27 Budget

Authority Billing Procedures

All expenses of the Authority including operating expenses, debt service payments, capital purchases, and pass-through expenses are paid by the Authority's project participants.

The Water Supply Agreements provide guidelines to be followed when billing the Santa Barbara County project participants for the Authority charges. The Master Water Treatment Agreement, the Agreements for Construction, Operation and Maintenance of the Chorro Valley, Lopez and Shandon Turnouts, and the Agreement for Coastal Branch Operations and Maintenance provide the guidelines to be followed when billing the San Luis Obispo County project participants for the Authority charges.

The agreements stipulate that the Fixed Authority and DWR costs will be billed to the project participants once a year and be due and payable on June 1st of each year. The Variable charges, which are based on the requested deliveries by each project participant, are billed on a quarterly basis in advance of when the water is projected to be delivered.

The project participants are billed for the Authority expenses based on the Board adopted fiscal year budget. Additionally, the fixed portion of the DWR charges is billed based on the most recent calendar year Statement of Charges and DWR projections.

DWR prepares its Statement of Charges on a calendar year basis. The DWR State Water Project Analysis Office (SWPAO) also supplies the Authority with projected estimates of the following calendar year charges. The current calendar year Statement of Charges and the SWPAO estimated charges are used to calculate the amount payable by the project participants for the budgeted fiscal year.

At the close of each fiscal year, a reconciliation is prepared comparing the actual expenditures for the Authority to the amount billed to the project participants. Under-expenditures in the budget including investment income are refunded to each project participant based on the actual results for the year. Over-expenditures are charged to each participant based on the actual results for the year.

Water Delivery Requests and Variable O&M Cost Invoices

Water Delivery Requests from Project Participants

In October of each year, DWR requests that each State water project contractor (SWPC) submit delivery requests for a five-year period on a calendar year basis commencing with the next calendar year.

Central Coast Water Authority
Revenues and Sources of Cash
Fiscal Year 2026/27 Budget

Variable O&M Cost Billings to Project Participants

Pursuant to the Water Supply Agreements with each project participant, all CCWA costs are paid in advance of when the actual costs will be incurred. Fixed costs are paid annually on June 1st of each year for the ensuing fiscal year which begins on July 1st. Variable costs are paid quarterly, in advance of the quarter for which the costs are intended.

The basis for the fixed billings to the CCWA project participants is the annual fiscal year budget.

In calendar year 2022, CCWA implemented a revised billing methodology for CCWA and DWR variable costs. Under the revised billing procedures, CCWA established a Variable Cost Deposit for each CCWA participant equal to the greater of either 25% of their respective Table A amounts times the estimated cost per acre-foot for the various variable cost components, or the actual requested water deliveries for the billing period times the estimated cost per acre-foot for the various variable cost components. True-up of the estimated variable costs are performed half-way through the fiscal year and again after the close of the fiscal year.

The following table provides a breakdown of the various revenues and pass-through expenses for Fiscal Year 2026/27 for each project participant.

Project Participant	FY 2026/27 Operating Expenses ⁽¹⁾	FY 2026/27 DWR Costs	FY 2026/27 Warren Act Charges ⁽²⁾	FY 2026/27 CCWA (Credits) Due	FY 2026/27 Total Payments	Percent of Total Payments by Participant
Guadalupe	\$ 201,510	\$ 653,681	\$ -	\$ (24,595)	\$ 830,596	1.21%
Santa Maria	6,320,077	21,689,726	-	-	28,009,803	40.74%
Golden State Water Co.	198,974	645,820	-	(20,789)	824,004	1.20%
Vandenberg SFB	2,418,984	7,736,773	-	(328,861)	9,826,897	14.29%
Buellton	279,718	793,202	-	(54,013)	1,018,908	1.48%
Santa Ynez (Solvang)	711,278	2,014,069	-	(133,359)	2,591,987	3.77%
Santa Ynez	906,411	671,437	-	(146,258)	1,431,590	2.08%
Goleta	1,540,199	6,438,092	-	(339,099)	7,639,192	11.11%
Morehart Land	70,205	244,766	-	(23,537)	291,434	0.42%
La Cumbre	536,158	1,340,825	38,400	(3,033)	1,912,351	2.78%
Raytheon	17,551	49,471	-	(2,650)	64,372	0.09%
Santa Barbara	1,026,867	4,037,955	-	(223,357)	4,841,465	7.04%
Montecito	1,026,867	4,010,364	-	(6,130)	5,031,101	7.32%
Carpinteria	684,459	2,571,131	-	(26,521)	3,229,069	4.70%
Shandon	21,468	N/A	-	(1,378)	20,090	0.03%
Chorro Valley	662,395	N/A	-	(95,107)	567,288	0.83%
Lopez	690,766	N/A	-	(65,326)	625,440	0.91%
TOTAL:	\$ 17,313,887	\$ 52,897,313	\$ 38,400	\$ (1,494,012)	\$ 68,755,588	100.00%
(1) Adjusted for Santa Ynez Exchange Agreement Modifications and Regional WTP Treatment Allocation.						
(2) Adjusted for Santa Ynez Exchange Agreement Modifications.						

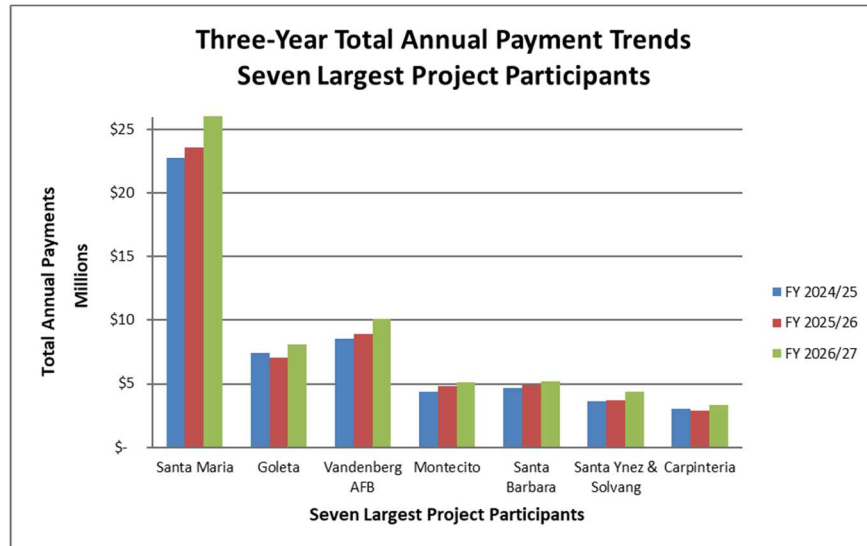
Central Coast Water Authority
Revenues and Sources of Cash
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The following table shows the total budgeted payments by project participant for FY 2025/26 and total payments shown on the FY 2026/27 Budget and the corresponding increase or (decrease).

<i>Two-Year Total Combined Fixed and Variable Payments History by Project Participant</i>			
Project Participant	Total Payments FY 2025/26	Total Payments FY 2026/27	Change FY 2025/26 to FY 2026/27
Guadalupe	\$ 711,225	\$ 830,596	\$ 119,371
Santa Maria	23,711,150	28,009,803	4,298,654
Golden State Wate	761,213	824,004	62,792
Vandenberg SFB	8,968,465	9,826,897	858,432
Buellton	858,958	1,018,908	159,950
Santa Ynez (Solva	2,557,184	2,591,987	34,803
Santa Ynez	1,129,544	1,431,590	302,046
Goleta	7,120,198	7,639,192	518,994
Morehart Land	316,722	291,434	(25,288)
La Cumbre	1,760,842	1,912,351	151,508
Raytheon	59,227	64,372	5,145
Santa Barbara	4,885,827	4,841,465	(44,362)
Montecito	4,827,218	5,031,101	203,883
Carpinteria	2,915,901	3,229,069	313,168
Shandon	15,602	20,090	4,488
Chorro Valley	508,098	567,288	59,190
Lopez	536,580	625,440	88,860
TOTAL:	\$ 61,643,954	\$ 68,755,588	\$ 7,111,634

The following chart shows the three-year trend in total annual payments for the seven largest CCWA project participants.

Central Coast Water Authority
Revenues and Sources of Cash
Fiscal Year 2026/27 Budget





*Delta-Mendota Canal and O'Neill Forebay in the foreground, San Luis Reservoir near Los Banos in background
(Photo Courtesy of DWR)*

Department of Water Resources Charges

The Department of Water Resources (DWR) section of the FY 2026/27 Budget provides information on the Authority's payments to DWR. This section includes information on the allocation of the fixed and variable DWR costs and other information regarding the FY 2026/27 DWR charges.

Highlights

Total FY 2026/27 DWR Charges **\$ 52,897,313**

- DWR Fixed Charges \$ 47,838,691
- DWR Variable Charges \$ 5,058,622

Fixed Charge Highlights

- Total fixed charges increase over FY 2025/26 of \$5,270,337
- DWR Fixed cost increase of \$4.9 million due to an increase of \$1.5 million in the Transportation Minimum costs, a \$1.3 million increase in Transportation Capital Charges, an increase of \$1 million in Water System Revenue Bond costs over prior year, an increase of \$0.7 million in Delta Water Charges with the balance in Coastal Branch of \$0.6 million.

Variable Charge Highlights

- DWR Variable cost increase of \$0.4 million over FY 2025/26.
- Estimated Variable OMP&R unit rate for 2026: \$275.00; 2027: \$275.00

Central Coast Water Authority
Department of Water Resources Charges
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The Authority holds a contract with the Department of Water Resources (DWR) to purchase up to 45,486 acre-feet of water per year. The costs for this water are charged to the various Authority project participants.

The DWR charges include both fixed and variable components. The fixed costs represent costs that must be paid independent of the amount of water requested by the project participants. The variable costs vary based on delivery amounts and are comprised of power and power related costs.

DWR Billing Procedures

The DWR prepares its annual bill ("Statement of Charges") on a calendar year basis and submits the bill to the Authority. The variable portion of the bill is based on the requested deliveries of the Authority's project participants, which the Authority provides to DWR in October of the prior year. The fixed portion of the bill is based on the Authority's State water Table A amount. The Delta Water Charge is billed by DWR net of Table A entitlement reductions (*see the sections entitled "Delta Water Charges" and "Table A Entitlement Reductions"*).

The Statement of Charges is allocated on a financial reach basis (*see the Distribution Department section of this budget for further information on financial reaches*). Invoices are then prepared by the Authority and forwarded to its project participants.

Summary of FY 2026/27 DWR Charges

The DWR charges for the first half of FY 2026/27 are based on the 2026 Statement of Charges. The DWR charges for the second half of FY 2026/27 are based on forecasts prepared by the DWR State Water Project Analysis Office. DWR transportation capital charges starting in 1998 are based on a Coastal Branch Phase II project cost of approximately \$481 million. Coastal Branch Extension capital charges are based on the allocation share of debt service principal and interest payments from the various DWR revenue bond debt issues allocated to repay the capital costs of the Coastal Branch Phase II.

The fixed DWR charges are allocated to the various project participants based on their State water Table A allocation. The variable DWR charges are allocated in proportion to the project participant requested deliveries. San Luis Obispo County pays DWR directly for its DWR costs. The table "DWR Charges" at the end of this section shows fixed and variable DWR costs for each project participant.

Central Coast Water Authority
Department of Water Resources Charges
Fiscal Year 2026/27 Budget

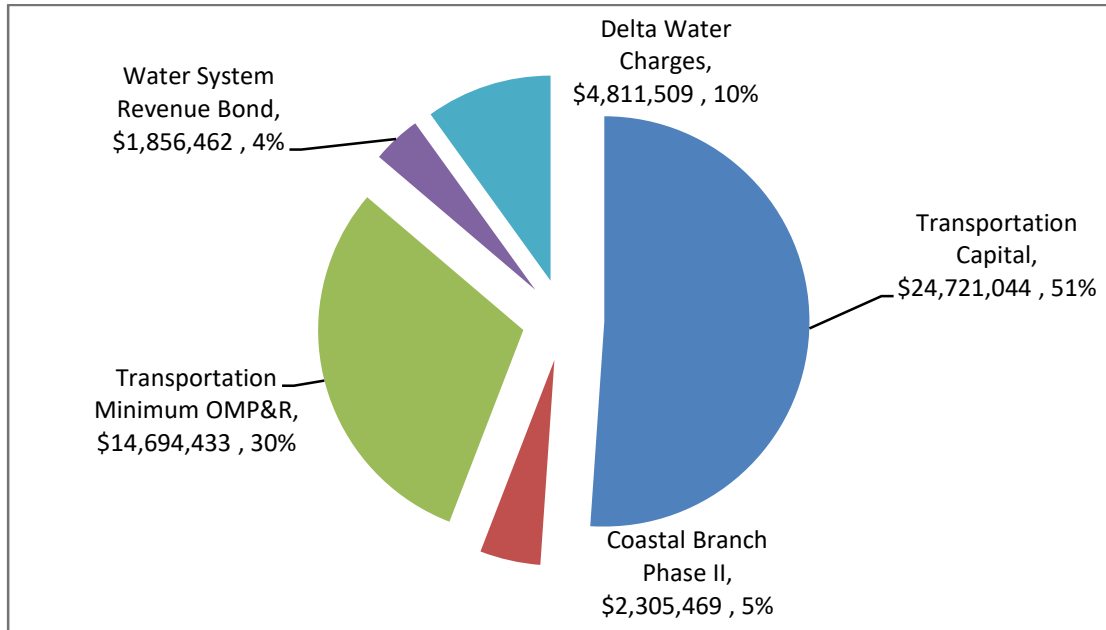
The following table provides a comparison of the FY 2024/25 through the FY 2026/27 DWR charges.

DWR Fixed and Variable Cost Comparison						
Cost Component	FY 2024/25 Actual	FY 2025/26 Budget	FY 2025/26 Est. Actual ⁽¹⁾	FY 2026/27 Budget	FY 2025/26 Budget to FY 2026/27 Budget Increase (Decrease)	
Transportation Capital	\$ 20,964,455	\$ 23,431,674	\$ 23,431,674	\$ 24,721,044	\$ 1,289,370	
Coastal Branch Phase II	2,966,369	1,836,359	1,356,015	2,305,469	469,110	
Transportation Minimum OMP&R	13,371,355	13,203,776	13,203,776	14,694,433	1,490,656	
Water System Revenue Bond	348,893	869,579	869,579	1,856,462	986,883	
Delta Water Charges	4,275,361	4,121,854	4,121,854	4,811,509	689,655	
Subtotal Fixed DWR Charges	41,926,433	43,463,242	42,982,898	48,388,917	4,925,675	
Off-Aqueduct Charges	3,617	32,078	9,666	10,036	(22,042)	
Variable OMP&R	2,643,319	4,628,231	4,329,206	5,048,586	420,356	
Subtotal Variable DWR Charges	2,646,936	4,660,308	4,338,872	5,058,622	398,314	
DWR Account Investment Income	(365,099)	(894,979)	(894,979)	(550,225)	344,754	
Total DWR Charges	\$ 44,208,270	\$ 47,228,571	\$ 46,426,791	\$ 52,897,313	\$ 5,668,743	

(1) Includes the actual credits provided by DWR which were included in the fiscal year budget projections.

DWR FIXED COSTS

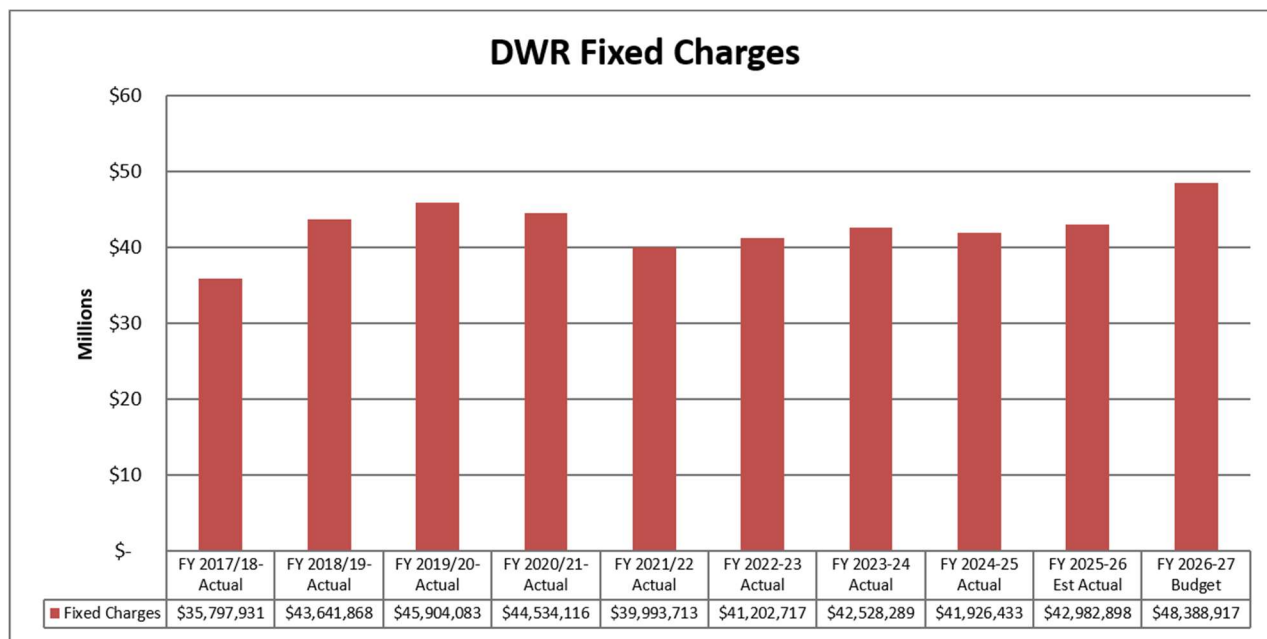
The DWR fixed costs are comprised of the following cost components:



Central Coast Water Authority
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The FY 2026/27 DWR fixed charges total \$48,388,917 which is \$4,445,331 higher than the FY 2025/26 Budget. The reasons for the cost component variances are described later in this section.

The following graph shows the ten-year trend in the DWR fixed costs.



Transportation Capital

The Transportation Capital cost component covers the use of facilities to transport water to the vicinity of each State water contractor's turnouts. Generally, the charge represents each contractor's proportionate share of the reimbursable capital costs and fixed operating costs.

The following table shows the allocation of the FY 2026/27 Transportation Capital charges to each of the CCWA project participants:

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TRANSPORTATION CAPITAL CHARGES

Project Participant		Table A Percentage		Reaches 1 to 35 ⁽¹⁾		FY 2026/27	
						One-Shot Adjustment	Transportation Capital Charges
Guadalupe	550	1.41%	\$	341,314	\$	4,921	\$ 346,235
Santa Maria	16,200	41.46%		10,053,245		144,949	10,198,194
Golden State Water Co.	500	1.28%		310,285		4,474	314,759
VSFB	5,500	14.07%		3,413,139		49,211	3,462,350
Buellton	578	1.48%		358,690		5,172	363,861
Santa Ynez (Solvang) ⁽³⁾	1,500	3.84%		917,128		13,421	930,549
Santa Ynez ⁽³⁾	500	1.28%		324,013		4,474	328,487
Goleta	4,500	11.52%		2,792,568		40,264	2,832,832
Morehart	200	0.51%		124,114		1,789	125,904
La Cumbre	1,000	2.56%		620,571		8,947	629,518
Raytheon	50	0.13%		31,029		447	31,476
Santa Barbara	3,000	7.68%		1,861,712		26,842	1,888,554
Montecito	3,000	7.68%		1,861,712		26,842	1,888,554
Carpinteria	2,000	5.12%		1,241,141		17,895	1,259,036
Subtotal:	39,078	100.00%	\$	24,250,661	\$	349,650	\$ 24,600,311
Goleta Additional Table A	2,500	5.50%		120,733		-	120,733
CCWA Drought Buffer	3,908	-		-		-	-
TOTAL:	45,486		\$	24,371,394	\$	349,650	\$ 24,721,044

(1) Reach 36 was deleted during project design. DWR Reaches to the end of Coastal Branch Phase II consist of Reaches 1 to 35. The Coastal Branch Branch Extension consists of Reaches 37 and 38.
(2) Adjusted for transfer of the Solvang 150 acre foot drought buffer Table A to Santa Ynez.
(3) No rate management credits estimated for CY 2026 and CY 2027.

The FY 2026/27 Transportation capital charges are increasing by \$1,289,370 due to the following:

Transportation Capital Budget-to-Budget Changes			
	FY 2025/26	FY 2026/27	Change
Calculated Component	\$ 25,413,170	\$ 24,371,394	\$ (1,041,777)
Prior Year Overcollection Credit	(1,209,618)	-	1,209,618
Other Adjustments	(33,178)	349,650	382,828
Addtl Amount Due (Credit)	(228,678)		228,678
Debt Service Reserve Fund Credit	(510,023)	-	510,023
Total:	\$ 23,431,674	\$ 24,721,044	\$ 1,289,370

Rate Management Credits

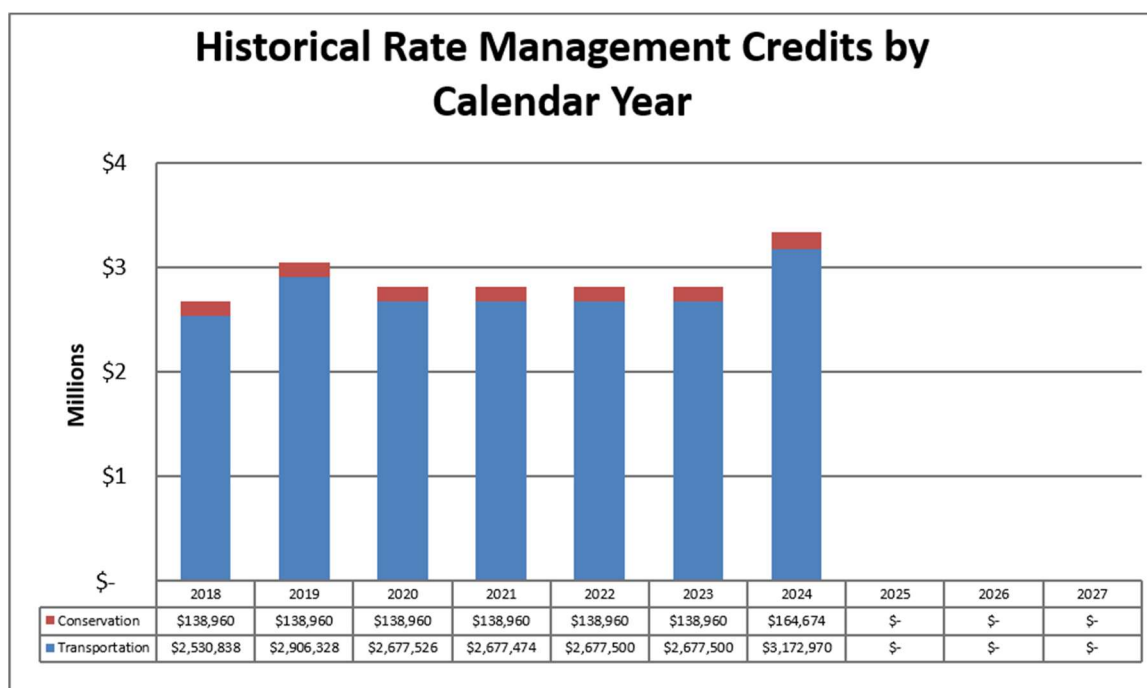
One provision of the contract between CCWA and the Department of Water Resources provides for the reduction of capital charges based on excess revenues collected by DWR due to differences between collections from the State Water Project Contractors and the actual amounts paid for capital related charges. These credits are referred to as “rate management credits”

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and are allocated to each Contractor in proportion to their total repayment of capital charges to DWR. As such, CCWA receives a large portion of the annual rate management credits (currently about 10.00%) because our facilities were constructed in the 1990's while most other Contractor's facilities were constructed in the 1960's so that CCWA's capital repayments to DWR are quite high when compared to other Contractors.

Each year, DWR prepares a financial analysis to determine the revenues that are available to pay rate management credits. Pursuant to the Contract, the maximum amount of rate management credits in any one year does not exceed \$48 million to all Contractors.

CCWA estimates no rate management credits in Calendar year 2027.



Coastal Branch Extension-Transportation Capital Reach 37 and 38

This represents the debt service for the Coastal Branch Extension bonds issued by DWR for the Coastal Branch Extension facilities in Santa Barbara County south of the Santa Maria River. CCWA is solely responsible for repayment of the debt service on these bonds to DWR. The charges are allocated according to DWR's actual construction costs for the project with 51.84% allocated to Reach 37 and 48.16% allocated to Reach 38.

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Coastal Branch Extension debt service payments for FY 2026/27 total \$2,305,469, which is \$469,110 higher than the prior year amount due to the following:

Coastal Branch Extension Debt Service			
	FY 2025/26	FY 2026/27	Change
Principal Payments	\$ 1,979,366	\$ 1,828,763	\$ (150,603)
Interest Payments	426,456	313,673	(112,783)
Bond Cover	582,630	683,807	101,177
Return of Prior Year Cover	(613,294)	(520,774)	92,520
Prior year amount due (credit)	(538,799)	-	538,799
Total:	\$ 1,836,359	\$ 2,305,469	\$ 469,110

Principal, Interest and Bond Cover Changes

In addition to the revenue bond principal and interest, DWR also collects bond cover or an additional 25% of revenue bond payments as an additional security for the bond holders. DWR holds one year of bond cover and then returns the prior year bond cover payments as credits.

Coastal Branch Extension Bond Allocation

CCWA is challenging DWR's allocation of revenue bond debt service payments to CCWA for the Coastal Branch Extension. Total construction and finance related costs were around \$35 million for the project, but DWR is allocating approximately \$46 million in revenue bond principal payments to CCWA. Recently, DWR agreed that the allocation of additional bonds above the construction costs is incorrect and that the bonds should be reallocated to the general water system for the State Water Project away from the Coastal Branch Extension.

DWR still has not finalized the corrections to the Coastal Branch Extension debt service schedules for the over allocation of revenue bonds above the construction costs. The corrections, once implemented, will reduce the total debt service costs for the Coastal Branch Extension facilities.

The following tables show the allocation of the DWR Coastal Branch Extension debt service amounts for FY 2026/27.

Central Coast Water Authority
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TRANSPORTATION CAPITAL-COASTAL BRANCH EXTENSION

Project Participant	Reach 37				
	Table A	Percentage	Transportation Capital	Reach 37 Credits ⁽¹⁾	Net Reach 37 Transp. Costs
Guadalupe	-	0.00%	\$ -	\$ -	\$ -
Santa Maria	16,200	42.05%	616,046	(113,515)	502,531
Golden State Water Co.	500	1.30%	19,014	(3,504)	15,510
VSFB	5,500	14.28%	209,151	(38,539)	170,612
Buellton	578	1.50%	21,980	(4,050)	17,930
Santa Ynez (Solvang)	1,500	3.89%	57,041	(10,511)	46,531
Santa Ynez	500	1.30%	19,014	(3,504)	15,510
Goleta	4,500	11.68%	171,124	(31,532)	139,592
Morehart	200	0.52%	7,606	(1,401)	6,204
La Cumbre	1,000	2.60%	38,028	(7,007)	31,020
Raytheon	50	0.13%	1,901	(350)	1,551
Santa Barbara	3,000	7.79%	114,083	(21,021)	93,061
Montecito	3,000	7.79%	114,083	(21,021)	93,061
Carpinteria	2,000	5.19%	76,055	(14,014)	62,041
Total:	38,528	100.00%	\$ 1,465,124	\$ (269,969)	\$ 1,195,155

(1) Includes credits for the return of bond cover of \$520,774

TRANSPORTATION CAPITAL-COASTAL BRANCH EXTENSION

Project Participant	Reach 38					FY 2026/27
	Table A	Percentage	Transportation Capital	Reach 38 Credits ⁽¹⁾	Net Reach 38 Transp. Costs	Transportation Capital Charges
Guadalupe	-	0.00%	\$ -	\$ -	\$ -	\$ -
Santa Maria	-	0.00%	-	-	-	502,531
Golden State Water Co.	-	0.00%	-	-	-	15,510
VSFB	5,500	25.20%	342,961	(63,195)	279,766	450,378
Buellton	578	2.65%	36,042	(6,641)	29,401	47,331
Santa Ynez (Solvang)	1,500	6.87%	93,535	(17,235)	76,300	122,830
Santa Ynez	500	2.29%	31,178	(5,745)	25,433	40,943
Goleta	4,500	20.62%	280,604	(51,705)	228,899	368,491
Morehart	200	0.92%	12,471	(2,298)	10,173	16,377
La Cumbre	1,000	4.58%	62,357	(11,490)	50,866	81,887
Raytheon	50	0.23%	3,118	(575)	2,543	4,094
Santa Barbara	3,000	13.74%	187,070	(34,470)	152,599	245,661
Montecito	3,000	13.74%	187,070	(34,470)	152,599	245,661
Carpinteria	2,000	9.16%	124,713	(22,980)	101,733	163,774
Total:	21,828	100.00%	\$ 1,361,119	\$ (250,805)	\$ 1,110,314	\$ 2,305,469

(1) Includes credits for the return of bond cover of \$520,774

Transportation Minimum OMP&R

Transportation Minimum OMP&R charges are the operations and maintenance costs incurred by DWR to operate the State Water Project that generally do not depend on or vary with the quantities of water delivered to CCWA.

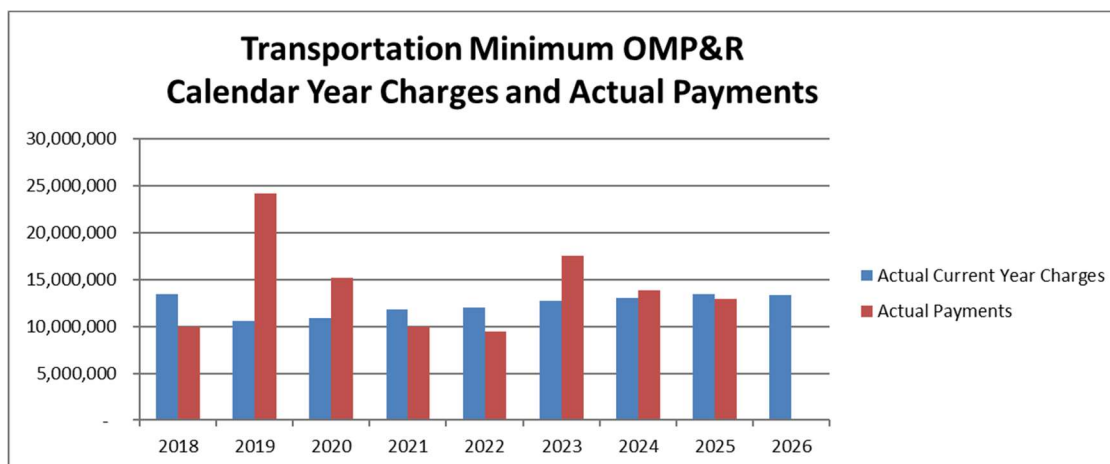
Central Coast Water Authority
Department of Water Resources Charges
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For FY 2026/27, total Transportation Minimum OMP&R charges are \$14,694,433 which is \$1,490,656 more than the prior year amount due to the following:

<i>Transportation Minimum OMP&R</i>			
	FY 2025/26	FY 2026/27	Change
Calculated Component	\$ 13,746,293	\$ 14,425,941	\$ 679,648
Prior Year (Over)/Under Collection	71,727	268,492	196,766
Prior Year Amount Due (Credit)	(614,243)	-	614,243
Total:	<u>\$ 13,203,776</u>	<u>\$ 14,694,433</u>	<u>\$ 1,490,657</u>

DWR estimates the calendar year charges for each Contractor and then reconciles for a “true-up” of the actual charges incurred in the following year(s) resulting in either an over or under-payment of charges. The following graph shows the actual charges by calendar year and the actual payments from CCWA in that year, with the difference being either the over or under-collection.

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Department of Water Resources Charges
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The following table shows the allocation of the FY 2026/27 Transportation Minimum OMP&R charges to each of the CCWA project participants.

TRANSPORTATION MINIMUM OMP&R						
Project Participant	Table A	Percentage	Calculated Component FY 2026/27	Prior Year(s) Undercollections	FY 2026/27 Transportation Minimum OMP&R	
Guadalupe	550	1.41%	\$ 200,579	\$ 3,733	\$ 204,312	
Santa Maria	16,200	41.46%	5,907,950	109,957	6,017,907	
Golden State Water Co.	500	1.28%	182,344	3,394	185,738	
VSFB	5,500	14.07%	2,005,785	37,331	2,043,117	
Buellton	578	1.48%	210,790	3,923	214,713	
Santa Ynez (Solvang) ⁽¹⁾	1,500	3.84%	532,576	9,912	542,488	
Santa Ynez ⁽¹⁾	500	1.28%	196,801	3,663	200,463	
Goleta	4,500	11.52%	1,641,097	30,544	1,671,641	
Morehart	200	0.51%	72,938	1,357	74,295	
La Cumbre	1,000	2.56%	364,688	6,787	371,476	
Raytheon	50	0.13%	18,234	339	18,574	
Santa Barbara	3,000	7.68%	1,094,065	20,362	1,114,427	
Montecito	3,000	7.68%	1,094,065	20,362	1,114,427	
Carpinteria	2,000	5.12%	729,377	13,575	742,951	
Subtotal:	39,078	100.00%	\$ 14,251,288	\$ 265,241	\$ 14,516,529	
Goleta Additional Table A	2,500	-	174,653	3,251	\$ 177,904	
CCWA Drought Buffer	3,908	-	-	-	-	
TOTAL:	45,486		\$ 14,425,941	\$ 268,492	\$ 14,694,433	

(1) Adjusted for the transfer of 150 acre feet drought buffer Table A from Solvang to Santa Ynez.

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Water System Revenue Bond Surcharge

The Water System Revenue Bond Surcharge (WSRB) represents the difference between the capital payments to DWR from the Contractors and the actual revenue bond debt service payments paid by DWR. For FY 2026/27, the WSRB is \$986,883 higher than the prior year amount.

The following table shows the allocation of the WSRB for each CCWA project participant.

WATER SYSTEM REVENUE BOND SURCHARGE

Project Participant	Table A	Percentage	Gross WSRB Charges	Return of Bond Cover ⁽²⁾	Refund of Power Debt Service ⁽³⁾	FY 2026/27 WSRB Charges
Guadalupe	550	1.41%	\$ 74,539	\$ (33,277)	\$ (16,766)	\$ 24,496
Santa Maria	16,200	41.46%	2,195,504	(980,150)	(493,832)	\$ 721,522
Golden State Water Co.	500	1.28%	67,762	(30,252)	(15,242)	\$ 22,269
VSFB	5,500	14.07%	745,387	(332,767)	(167,659)	\$ 244,961
Buellton	578	1.48%	78,333	(34,971)	(17,619)	\$ 25,743
Santa Ynez (Solvang) ⁽¹⁾	1,500	3.84%	188,253	(84,047)	(45,725)	\$ 58,480
Santa Ynez ⁽¹⁾	500	1.28%	82,797	(36,959)	(15,242)	\$ 30,596
Goleta	4,500	11.52%	609,862	(272,264)	(137,176)	\$ 200,423
Morehart	200	0.51%	27,105	(12,101)	(6,097)	\$ 8,908
La Cumbre	1,000	2.56%	135,525	(60,503)	(30,483)	\$ 44,538
Raytheon	50	0.13%	6,776	(3,025)	(1,524)	\$ 2,227
Santa Barbara	3,000	7.68%	406,575	(181,509)	(91,450)	\$ 133,615
Montecito	3,000	7.68%	406,575	(181,509)	(91,450)	\$ 133,615
Carpinteria	2,000	5.12%	271,050	(121,006)	(60,967)	\$ 89,077
Subtotal	39,078	100.00%	\$ 5,296,045	\$ (2,364,340)	\$ (1,191,234)	\$ 1,740,471
Goleta Additional Table A	2,500	-	\$ 245,319	(109,434)	(19,894)	\$ 115,991
CCWA Drought Buffer	3,908	-	-	-	-	-
TOTAL:	45,486		\$ 5,541,364	\$ (2,473,774)	\$ (1,211,128)	\$ 1,856,462

(1) Adjusted for the transfer of Solvang 150 acre foot drought buffer Table A to Santa Ynez.
(2) WSRB return of bond cover for July 2025 and January 2026 payments.
(3) WSRB Refund of power debt surcharge in April 2027 for Jan 2026 and July 2026 payments.

Delta Water Charge

The Delta Water Charge is a unit charge applied to each acre-foot of State water Table A amount net of Table A reductions (see *“Table A Reductions”* in the section discussing *“Other DWR Charges and Credits”*). The unit charge covers repayment of all outstanding reimbursable costs of the DWR Project Conservation Facilities with appropriate interest, by the end of the State water contract repayment period in 2035.

No Table A reductions are assumed for FY 2026/27.

The FY 2026/27 Delta Water Charge totals \$4,811,509, which is \$689,655 higher than the prior year amount for the following reasons.

Central Coast Water Authority
Department of Water Resources Charges
 Fiscal Year 2026/27 Budget

Delta Water Charge			
	FY 2025/26	FY 2026/27	Change
Rate per acre-foot	\$ 96.25	\$ 105.78	\$ 9.53
Delta Water Charge	4,378,159	4,811,509	433,350
Prior year amount due (credit)	(256,305)	-	256,305
Total:	\$ 4,121,854	\$ 4,811,509	\$ 689,655

As shown in the previous table, the FY 2026/27 rate per acre-foot totals \$105.78, which is \$9.53/AF higher than the prior year amount.

The FY 2026/27 rate includes an estimated \$20.00/AF increase for calendar year 2026 for potential other conservation and delta related facilities [\$10.00/AF on a fiscal year basis].

The following table shows the allocation of the FY 2026/27 Delta Water Charge to each of the CCWA project participants.

DELTA WATER CHARGE				
Project Participant	Table A Including Drought Buffer	Percentage	Gross Delta Water Charges	FY 2026/27 Delta Water Charges
Guadalupe	605	1.41%	\$ 63,997	\$ 63,997
Santa Maria	17,820	41.46%	1,885,000	1,885,000
Golden State Water Co.	550	1.28%	58,179	58,179
VSFB	6,050	14.07%	639,969	639,969
Buellton	636	1.48%	67,276	67,276
Santa Ynez (Solvang)	1,500	3.49%	158,670	158,670
Santa Ynez	700	1.63%	74,046	74,046
Goleta	4,950	11.52%	523,611	523,611
Morehart	220	0.51%	23,272	23,272
La Cumbre	1,100	2.56%	116,358	116,358
Raytheon	55	0.13%	5,818	5,818
Santa Barbara	3,300	7.68%	349,074	349,074
Montecito	3,300	7.68%	349,074	349,074
Carpinteria	2,200	5.12%	232,716	232,716
Subtotal	42,986	100.00%	\$ 4,547,059	\$ 4,547,059
Goleta Additional Table A	2,500	5.50%	\$ 264,450	\$ 264,450
		-	-	-
TOTAL:	45,486		\$ 4,811,509	\$ 4,811,509

2026 COST PER AF:	\$ 95.7800
Increase for 2026 SOC per AF /2	\$ 10.0000
Estimated rate for FY 2026/27	\$ 105.7800

Central Coast Water Authority
Department of Water Resources Charges
Fiscal Year 2026/27 Budget

DWR VARIABLE COSTS

The DWR variable charges are comprised of the following two cost components:

- Off-Aqueduct Charge
- Variable OMP&R

The DWR variable charges for FY 2026/27 total \$5,058,622 which is \$398,314 more than the budgeted FY 2025/26 variable payments.

Off-Aqueduct Charges

Off-aqueduct charges are the bond debt service, bond cover, reserve, and operations and maintenance expenses allocated to power facilities not located on the State water aqueduct.

For FY 2026/27, the off-aqueduct charges total \$10,036 which is \$22,043 less than the prior year budget.

The following table shows the allocation of off-aqueduct charges for FY 2026/27.

OFF-AQUEDUCT CHARGES									
Project Participant	July 2026 to December 2026				January 2027 to June 2027				TOTAL
	Requested Delivery AF ⁽¹⁾	Delivery Percentage	2026 Off-Aqueduct ^(1 & 2)	Half-Year 2026 Charges	Requested Delivery AF ⁽¹⁾	Delivery Percentage	2027 Off-Aqueduct ⁽³⁾	Half-Year 2027 Charges	FY 2026/27 Off-Aqueduct
Guadalupe	14	0.18%	\$ 15	\$ 8	36	0.67%	\$ 78	\$ 39	\$ 47
Santa Maria	4,110	52.42%	4,414	2,207	2,690	50.21%	5,851	2,926	5,132
Golden State Water Co.	185	2.36%	199	99	-	0.00%	-	-	99
VSFB	1,560	19.90%	1,675	838	1,270	23.71%	2,762	1,381	2,219
Buellton	150	1.91%	161	81	120	2.24%	261	131	211
Santa Ynez (Solvang) ⁽⁵⁾	345	4.40%	370	185	245	4.57%	533	266	452
Santa Ynez ⁽⁶⁾	-	0.00%	-	-	-	0.00%	-	-	-
Goleta	476	6.07%	511	256	299	5.58%	651	325	581
Morehart	-	0.00%	-	-	-	0.00%	-	-	-
La Cumbre	155	1.98%	166	83	165	3.08%	359	179	263
Raytheon	-	0.00%	-	-	-	0.00%	-	-	-
Santa Barbara	316	4.03%	339	170	199	3.72%	434	217	387
Montecito	316	4.03%	339	170	199	3.72%	434	217	387
Carpinteria	213	2.72%	229	114	133	2.48%	289	145	259
	7,840	100.00%	\$ 8,419	\$ 4,210	5,357	100.00%	\$ 11,652	\$ 5,826	\$ 10,036

(1) Off-aqueduct charges are billed to the project participants based on requested deliveries. South coast deliveries include exchange deliveries with Santa Ynez ID#1.

(2) Source: DWR invoice dated July 1, 2025 for Calendar Year 2026 Statement of Charges

(3) Source: 2027 OAC projected at half of 2026 SOC Attach 3

(4) Adjusted for the transfer of Solvang 150 acre foot drought buffer Table A to Santa Ynez.

(5) Pursuant to the Exchange Agreement, Santa Ynez only pays Off-Aqueduct charges on its Table A deliveries. The South Coast project participants which participate in the Exchange Agreement pay the Off-Aqueduct charges for exchange water they accept.

Central Coast Water Authority
Department of Water Resources Charges
Fiscal Year 2026/27 Budget

Variable OMP&R Charges

Variable OMP&R costs basically represent power costs to pump the water and represent costs that are based on and vary with the amount of State water deliveries.

For FY 2026/27, the variable OMP&R charges total \$5,048,586 which is \$420,356 more than the prior year amount. The budget is based on estimated water deliveries of 13,197 acre-feet.

The cost per acre-foot for water deliveries in the first half of FY 2026/27 is estimated to be \$275/AF and \$275/AF for the second half of the fiscal year.

The following table shows the allocation of the FY 2026/27 variable OMP&R costs.

Project Participant	VARIABLE OMP&R CHARGES									
	July 1, 2026 to Dec 31, 2026 ⁽¹⁾			\$275/AF ⁽²⁾	Jan 1, 2027 to June 30, 2027 ⁽³⁾			\$275/AF ⁽⁴⁾	FY 2026/27 True-up	TOTAL FY 2026/27 Var. OMP&R
	Requested Delivery	SYID#1 Exchanges	Net Deliveries		Requested Delivery	SYID#1 Exchanges	Net Deliveries			
Guadalupe	14	-	14	\$ 3,850	36	-	36	\$ 9,900	\$ 14,373	\$ 28,123
Santa Maria	4,110	-	4,110	1,130,250	2,690	-	2,690	739,750	489,441	2,359,441
Golden State Water Co.	185	-	185	50,875	-	-	-	-	11,161	62,036
VSFB	1,560	-	1,560	429,000	1,270	-	1,270	349,250	115,530	893,780
Buellton	150	-	150	41,250	120	-	120	33,000	15,315	89,565
Santa Ynez (Solvang)	345	-	345	94,875	245	-	245	67,375	77,138	239,388
Santa Ynez ⁽⁵⁾	-	1,321	1,321	-	-	831	831	-	14,221	14,221
Goleta	476	(476)	-	130,900	299	(299)	-	82,269	89,873	303,042
Morehart	-	-	-	-	-	-	-	-	2,005	2,005
La Cumbre	155	-	155	42,625	165	-	165	45,375	36,502	124,502
Raytheon	-	-	-	-	-	-	-	-	1,447	1,447
Santa Barbara	316	(316)	-	86,900	199	(199)	-	54,846	267,878	409,624
Montecito	316	(316)	-	86,900	199	(199)	-	54,846	237,953	379,699
Carpinteria	213	(213)	-	58,575	133	(133)	-	36,564	46,577	141,716
Total	7,840	-	7,840	\$ 2,156,000	5,357	-	5,357	\$1,473,175	\$ 1,419,411	\$ 5,048,586

(1) 2026 Requested Deliveries based on anticipated actual demand by each project participant without regard to the current DWR delivery allocation percentage.

(2) Source: 2026 IIR Analysis from DWR

(3) 2027 Requested Deliveries based on anticipated actual demand by each project participant without regard to the current DWR delivery allocation percentage.

(4) Source: IIR Analysis from DWR

(5) Pursuant to the Exchange Agreement, Santa Ynez only pays Variable OMP&R charges on its entitlement deliveries. The South Coast project participants which participate in the Exchange Agreement pay the Variable OMP&R charges for exchange water they accept.

Central Coast Water Authority
DWR Charges
Fiscal Year 2026/27 Budget

Project Participant	DWR FIXED CHARGES							DWR VARIABLE CHARGES			DWR Account Interest	Total DWR Charges
	Transportation Capital Through Reach 35	Transportation Capital Reach 37	Transportation Capital Reach 38	Transportation Minimum OMP&R	Water System Revenue Bond	Delta Water Charges	Total Fixed	Off-Aqueduct Charges	Variable OMP&R	Total Variable		
Guadalupe	\$ 346,235	\$ -	\$ -	\$ 204,312	\$ 24,496	\$ 63,997	\$ 639,040	\$ 47	\$ 28,123	\$ 28,170	\$ (13,529)	\$ 653,681
Santa Maria	10,198,194	502,531	-	6,017,907	721,522	1,885,000	19,325,154	5,132	2,359,441	2,364,573		21,689,726
Golden State Water Co.	314,759	15,510	-	185,738	22,269	58,179	596,455	99	62,036	62,135	\$ (12,771)	645,820
Vandenberg SFB	3,462,350	170,612	279,766	2,043,117	244,961	639,969	6,840,775	2,219	893,780	895,999		7,736,773
Buellton	363,861	17,930	29,401	214,713	25,743	67,276	718,924	211	89,565	89,776	\$ (15,498)	793,202
Santa Ynez (Solvang)	930,549	46,531	76,300	542,488	58,480	158,670	1,813,018	452	239,388	239,840	\$ (38,789)	2,014,069
Santa Ynez	328,487	15,510	25,433	200,463	30,596	74,046	674,536	-	14,221	14,221	\$ (17,320)	671,437
Goleta	2,832,832	139,592	228,899	1,671,641	200,423	523,611	5,596,997	581	303,042	303,623	\$ (141,606)	5,759,014
Morehart Land	125,904	6,204	10,173	74,295	8,908	23,272	248,755	-	2,005	2,005	\$ (5,994)	244,766
La Cumbre	629,518	31,020	50,866	371,476	44,538	116,358	1,243,777	263	124,502	124,764	\$ (27,716)	1,340,825
Raytheon	31,476	1,551	2,543	18,574	2,227	5,818	62,189	-	1,447	1,447	\$ (14,165)	49,471
Santa Barbara	1,888,554	93,061	152,599	1,114,427	133,615	349,074	3,731,332	387	409,624	410,010	\$ (103,386)	4,037,955
Montecito	1,888,554	93,061	152,599	1,114,427	133,615	349,074	3,731,332	387	379,699	380,085	\$ (101,052)	4,010,364
Carpinteria	1,259,036	62,041	101,733	742,951	89,077	232,716	2,487,554	259	141,716	141,975	\$ (58,398)	2,571,131
Goleta 2500 AF	120,733	-	-	177,904	115,991	264,450	679,078	-	-	-		679,078
Total	\$ 24,721,044	\$ 1,195,155	\$ 1,110,314	\$ 14,694,433	\$ 1,856,462	\$ 4,811,509	\$ 48,388,917	\$ 10,036	\$ 5,048,586	\$ 5,058,622	\$ (550,225)	\$ 52,897,313



Ammonia Tank Transfer at Polonio Pass Water Treatment Plant

Operating Expenses

The Operating Expenses section of the FY 2026/27 Budget contains a summary of the consolidated department operating expenses and allocation of the Authority's operating expenses to its project participants.

Highlights

Summary Information

• Total FY 2026/27 Operating Expenses	\$ 14,205,160
• Fixed expense increase	\$ 485,035
• Variable expense increase	<u>\$ 23,484</u>
• Increase over FY 2025/26 Budget	\$ 508,519
• Percentage increase	3.71%

Significant Operating Expense Changes

- Variable electric costs are estimated to be \$100,100 less than the FY 2025/26 budget, a decrease of 26.58%.
- Chemical costs are budgeted at \$79.54 an acre-foot (excluding Santa Ynez Pumping facility chemical costs), which is a 8.5% increase over FY 2025/26 chemical budget.
- Budgeted employee benefits percentage for FY 2026/27: 52.03%

Central Coast Water Authority
Operating Expense Overview
Fiscal Year 2026/27 Budget

The Operating Expense section of the Authority's budget includes all expenses for the day-to-day operations of the Authority. These expenses include personnel, office expenses, supplies and equipment, monitoring expenses, repairs and maintenance, professional services, general and administrative and other expenses. The operating expense budget does not include capitalized purchases or reserve payments.

The Central Coast Water Authority's Operating Expense budget is separated into three (3) departments: Administration, Water Treatment Plant, and Distribution.

Administration - The **Administration Department** includes all expenses associated with the administration of the Authority including salaries and benefits for administration employees, auditing and legal fees, insurance, office expenses, and all other operating expenses for the administration department.

Operations and Maintenance - The operations and maintenance section of the budget is comprised of the **Water Treatment Plant Department** and the **Distribution Department**.

The Operations and Maintenance staff comprise the bulk (25) of the 32 Authority employees. They are charged with the mission of providing San Luis Obispo and Santa Barbara Counties with reliable, high quality supplemental water and the objectives of protecting the environment, cost effectively operating and maintaining all facilities and ensuring the water supply meets or exceeds health and safety standards.

Operating Expense Budget and Exchange Agreement Modifications

The Operating Expense Budget presented in this document represents the anticipated expenses to operate the Authority for Fiscal Year 2026/27. These expenses are billed to the project participants based on the individual Water Supply Agreements for each agency (*see the Revenues and Sources of Cash section of this document for further information on billings*).

When the anticipated expenses for the fiscal year have been determined, certain adjustments are made to the budget based on the "Santa Ynez Exchange Agreement" (*see the "Water Treatment Plant" section of this document for further information about the Santa Ynez Exchange Agreement*). These adjustments reduce the variable costs (chemicals and electrical) in the budget based on the provisions of the Exchange Agreement. The project participants are billed for the Authority's operating expenses budget based on the adjusted expenses which include the Exchange Agreement modifications. These adjustments are not reflected in the Operating Expense departmental budgets that follow.

Central Coast Water Authority
Operating Expense Overview
 Fiscal Year 2026/27 Budget

The Santa Ynez Exchange Agreement modifications for the Fiscal Year 2026/27 budget are as follows:

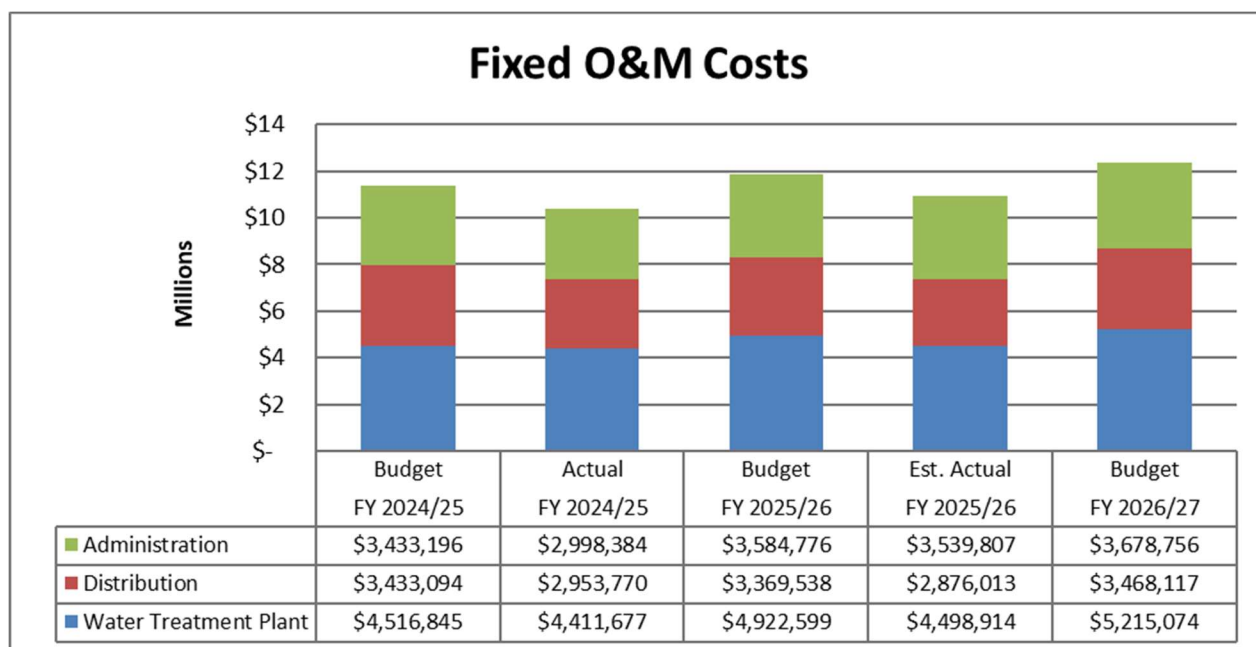
- Decrease in Warren Act and Trust Fund charges of \$14,040 (Warren Act and Trust Fund charges are not included in the Operating Expense budget and are treated as a pass-through expense).

Fixed and Variable Operating Expenses

The Authority's Operating Expense budget is separated by department and further subdivided into Fixed and Variable O&M costs.

Fixed O&M Costs refer to all costs of the Authority that do not vary with the amount of water processed. Examples of these expenses include personnel costs, professional services, and general and administrative costs.

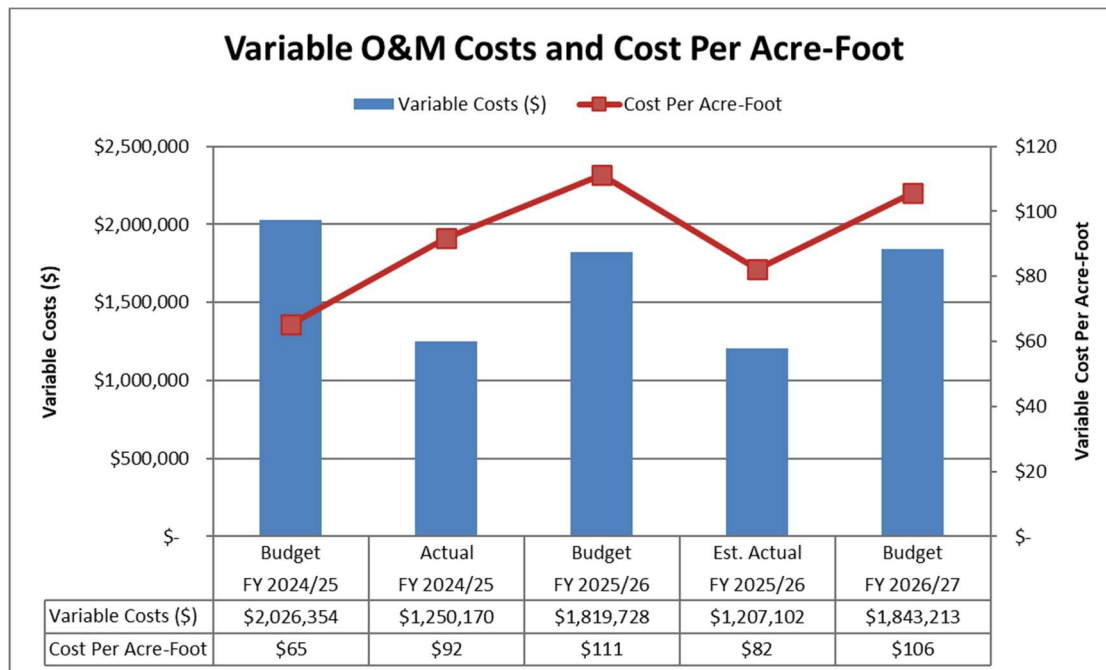
The following chart shows the three-year history of the fixed O&M costs in total and for each of the three departments.



Central Coast Water Authority
Operating Expense Overview
Fiscal Year 2026/27 Budget

Variable O&M Costs refer to all costs that vary with the amount of water processed. These costs include all chemical and electrical costs for the Water Treatment Plant and Distribution Departments.

The following chart shows the variable O&M costs compared to the requested and actual variable cost per acre-foot for the same period.



The Fiscal Year 2026/27 Consolidated Departmental Operating Expense Budget totals \$14,205,160 which is \$508,333 higher than the Fiscal Year 2025/26 Budget, a 3.71% increase. Explanations for the various changes within the budget are discussed below and are also included in the various departmental sections of this Budget document.

Personnel Expenses

Personnel expenses are increasing by about \$337,760 which includes the following changes from the prior year:

- The FY 2026/27 total salaries and wages budget for all departments is increasing \$89,250 as compared to the prior fiscal year budget, representing an increase of 2.09%. This increase includes anticipated staff salary pool and merit increases.

Central Coast Water Authority
Operating Expense Overview
Fiscal Year 2026/27 Budget

- CalPERS retirement expenses are increasing by approximately \$98,177. The combined CCWA paid employer, employee and unfunded actuarial liability contribution rates for the FY 2026/27 total 43.446% as compared to the prior year amount of 31.776%, for a combined increase of 11.67%. In FY 2017/18 CCWA employees began paying 50% of the increase in the “normal” PERS employer contribution. Additionally, CCWA now has 19 PEPRA employees.
- Health insurance, dental/vision plan expenses and cafeteria plan benefits combined are increasing by about \$91,221 due to; 1) The 2026 CalPERS health insurance plan with the lowest premiums increased by 10.58% over the 2025 premiums, as opposed to the increase of 10% budgeted for the calendar year 2026; 2) The FY 2026/27 Budget also includes an estimated 12% increase in the health insurance premiums effective January 1, 2027. The health plan estimates are based on the elections of each employee at the time the budget is prepared.
- The FY 2026/27 Budget includes a \$252,606 deposit into the Retiree Benefit Trust Program. This amount is based on actuarial assumptions for the required minimum contribution under PEMHCA and the additional vested portion of retiree only premiums for employees who are 62 years of age or older and retire from CCWA having completed at least 10 years of CCWA service.

Central Coast Water Authority
Operating Expense Overview
Fiscal Year 2026/27 Budget

Supplies and Equipment

Supplies and equipment are increasing by \$122,584 primarily due to the increased cost of chemicals needed. Estimates are based on historical data and the costs of treatment are directly related to changes in water quality.

Repairs and Maintenance

Repairs and maintenance costs are increasing by \$18,800 due to increased building maintenance including painting.

Professional Services

Professional Services are increasing by \$40,885 due primarily to an increase in accounting and engineering costs.

Utilities

Utility expenses are decreasing by \$72,353 largely due to a decrease in variable electrical expenses based on expected lake deliveries.

Other Expenses

Other expenses are increasing by \$41,942 due to increased insurance costs.

Approximately 53% of the operating expense budget represents personnel expenses. This is followed by 15% for professional services and 13% for supplies and equipment, with the balance being comprised of other expenses.

The chart Consolidated Department Operating Expenses provides a detailed breakdown of the components of the FY 2026/27 budget.

Central Coast Water Authority
Operating Expense Overview
Fiscal Year 2026/27 Budget

CCWA Employee Benefits Percentage

In December 2003, the CCWA Board of Directors established the following Budget policy, with regard to employer paid employee benefits:

Employee Benefits Funding Benchmark: The Authority will calculate the Employee Benefits Percentage (EBP) in conjunction with the Budget preparation. The EBP calculation will include PERS retirement, health insurance, cafeteria plan benefits, dental/vision insurance, long-term disability and life insurance as a proportion of the full-time wages budget for the fiscal year.

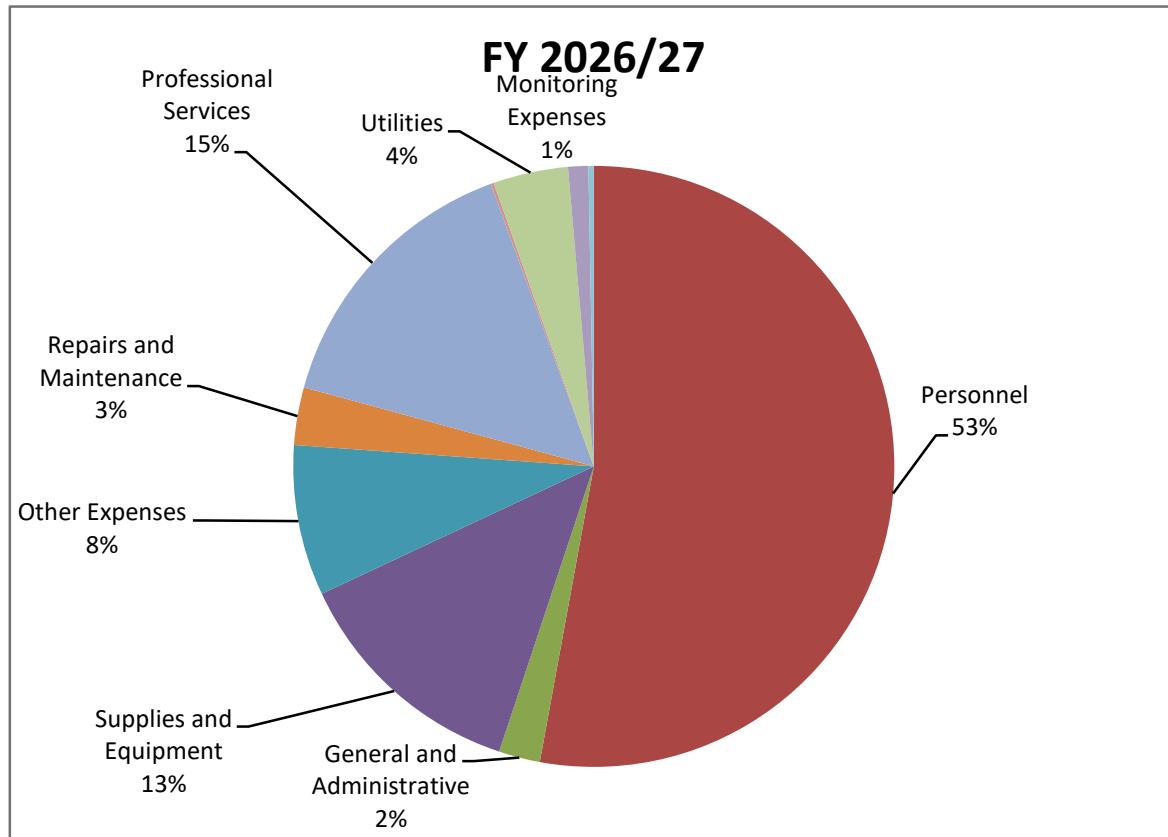
The following table shows the Employee Benefits Percentage calculation for the actual, estimated actual, and budget for the years 2024/25 through 2026/27.

	FY 2024/25	FY 2025/26	FY 2026/27
	Actual	Est. Actual ⁽¹⁾	Budget ⁽¹⁾
Total Regular Salaries	\$ 3,792,436	\$ 3,781,762	\$ 4,360,476
<u>Benefits</u>			
Retirement ⁽¹⁾	1,076,720	1,133,635	1,237,100
Health Insurance	606,319	694,688	805,247
Cafeteria Plan Benefits	47,023	29,767	55,560
Dental/Vision Plan	72,975	70,583	122,130
Long-Term Disability	17,151	21,712	22,168
Life Insurance	24,192	26,985	26,487
Total Benefits:	\$ 1,844,380	\$ 1,977,370	\$ 2,268,692
Employee Benefits Percentage	48.63%	52.29%	52.03%

(1) The PERS Retirement for FY 2022/23 thru FY 2025/26 in the above benefit percentage calculations does not include the additional \$125,000 payment towards CCWA's unfunded accrued liability, which is included in the operating expense sections of the budget. Also not included in the above calculations are the GASB 68 actuarial adjustments to pension expenses.

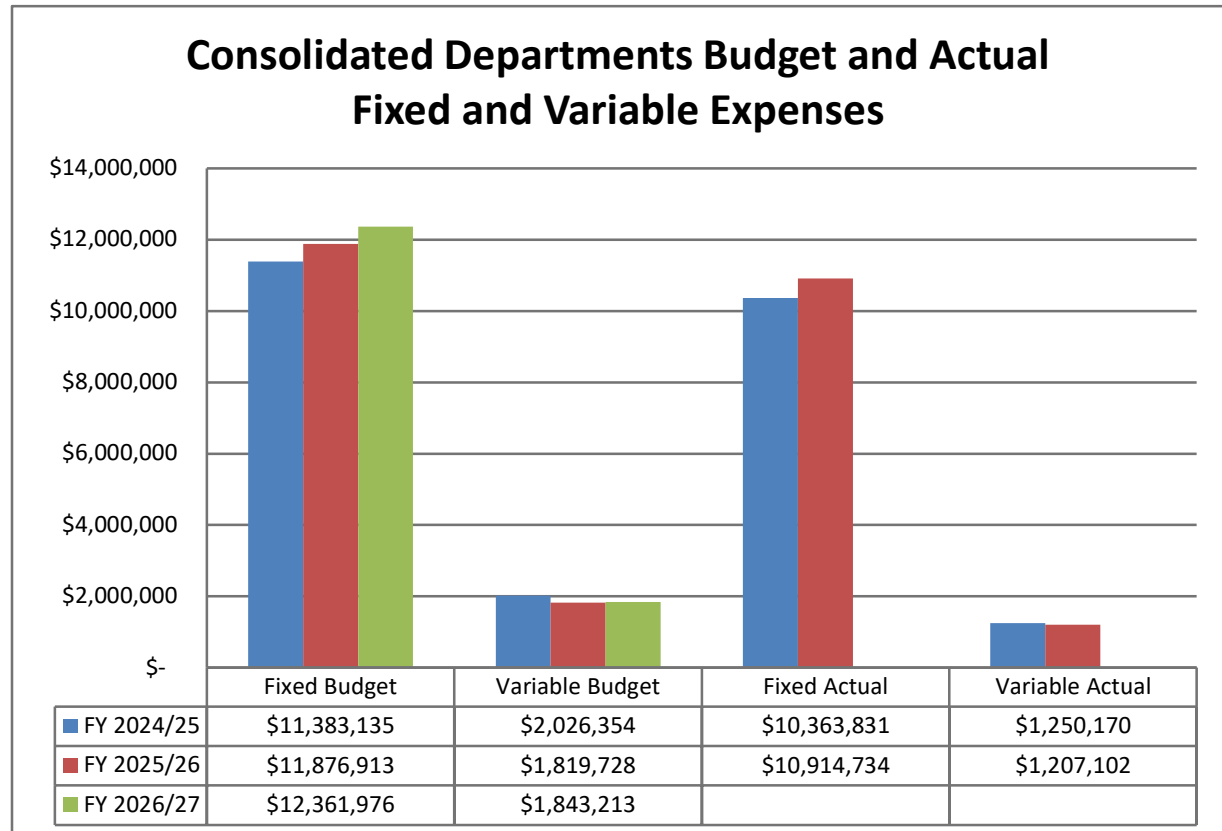
Central Coast Water Authority
Consolidated Department Operating Expenses
 Fiscal Year 2026/27 Budget

Item	FY 2026/27 Budget
Personnel	\$ 7,512,706
Office Expenses	24,000
Supplies and Equipment	1,835,661
Monitoring Expenses	154,000
Repairs and Maintenance	439,660
Professional Services	2,160,000
General and Administrative	314,450
Utilities	572,451
Other Expenses	1,151,586
Turnouts	40,674
TOTAL:	\$ 14,205,188



Central Coast Water Authority
Consolidated Department Operating Expenses
Fiscal Year 2026/27 Budget

Item	FY 2024/25 Budget	FY 2024/25 Actual	FY 2025/26 Budget	FY 2025/26 Estimated Actual	FY 2026/27 Budget
Personnel	\$ 6,929,913	\$ 6,771,277	\$ 7,174,825	\$ 6,568,833	\$ 7,512,706
Office Expenses	22,800	12,689	23,300	24,776	24,000
Supplies and Equipment	1,602,500	1,142,103	1,713,077	1,202,000	1,835,661
Monitoring Expenses	120,497	124,576	148,100	158,310	154,000
Repairs and Maintenance	378,800	382,055	420,860	393,666	439,660
Professional Services	2,103,270	1,391,170	2,119,115	1,990,249	2,160,000
General and Administrative	308,229	214,258	313,700	292,656	314,450
Utilities	933,181	579,143	644,804	526,417	572,451
Other Expenses	985,281	976,590	1,109,643	939,930	1,151,586
Turnouts	25,018	20,142	29,217	25,000	40,674
Total:	\$ 13,409,489	\$ 11,614,001	\$ 13,696,641	\$ 12,121,836	\$ 14,205,188



Central Coast Water Authority
Consolidated Department Operating Expenses
Fiscal Year 2026/27 Administration/O&M Budget

Account Number	Account Name	FY 2024/25 Budget	FY 2024/25 Actual	FY 2025/26 Budget	FY 2025/26 Estimated Actual	FY 2026/27 Budget	Change from FY 2025/26 Budget	Percent Change FY 2025/26 Budget
<u>PERSONNEL EXPENSES</u>								
5000.10	Full-Time Regular Wages	\$ 4,086,757	\$ 3,807,954	\$ 4,271,226	\$ 3,781,762	\$ 4,360,476	\$ 89,250	2.09%
1300.60	Capitalized Wages and Overtime	-	-	-	-	-	-	N/A
5000.20	Overtime	196,669	227,371	204,844	200,345	203,730	(1,114)	-0.54%
5000.40	Standby Pay	72,214	70,514	75,283	74,409	75,649	366	0.49%
5000.50	Shift Differential Pay	29,306	28,960	29,765	29,765	30,253	488	1.64%
5100.10	PERS Retirement	1,093,056	1,349,146	1,098,923	1,103,923	1,197,100	98,177	8.93%
5100.15	Medicare Taxes	64,373	62,563	67,299	62,470	68,732	1,433	2.13%
5100.20	Health/Dental/Vision Plans	824,635	729,031	891,717	795,038	982,938	91,221	10.23%
5100.25	Workers' Compensation	80,072	58,645	65,061	65,060	66,252	1,191	1.83%
5100.30	Vehicle Expenses	-	-	-	-	-	-	N/A
5100.35	Retiree Medical Future Liability Dep.	237,476	237,476	225,252	225,252	282,606	57,354	25.46%
5100.50	Long-Term Disability	20,809	17,214	21,731	21,712	22,168	437	2.01%
5100.55	Life Insurance	22,608	24,285	25,972	26,985	26,487	515	1.98%
5100.60	Employee Physicals	3,360	1,485	3,550	2,250	3,550	-	0.00%
5000.30	Certification Incentive Pay	26,899	24,610	28,072	24,150	25,015	(3,058)	-10.89%
5100.80	Employee Incentive Programs/457K Plan	169,429	132,023	163,380	154,712	165,000	1,620	0.99%
5100.65	Employee Education Reimbursement	2,250	-	2,750	1,000	2,750	-	0.00%
5100.86	Benefits Overhead E-Projects	-	-	-	-	-	-	N/A
Total Personnel Expenses:		6,929,913	6,771,277	7,174,825	6,568,833	7,512,706	337,881	4.71%

Central Coast Water Authority
Consolidated Department Operating Expenses
Fiscal Year 2026/27 Administration/O&M Budget

Account Number	Account Name	FY 2024/25 Budget	FY 2024/25 Actual	FY 2025/26 Budget	FY 2025/26 Estimated Actual	FY 2026/27 Budget	Change from FY 2025/26 Budget	Percent Change FY 2025/26 Budget
<u>OFFICE EXPENSES</u>								
5200.20	Office Supplies	10,800	5,410	11,300	12,776	12,000	700	6.19%
5200.30	Misc. Office Expenses	12,000	7,279	12,000	12,000	12,000	-	0.00%
Total Office Expenses:		22,800	12,689	23,300	24,776	24,000	700	3.00%
<u>SUPPLIES AND EQUIPMENT</u>								
5500.10	Uniform Expenses	25,655	22,863	30,000	30,000	30,000	-	0.00%
5500.15	Minor Tools and Equipment	12,000	10,939	15,000	15,000	15,000	-	0.00%
5500.20	Spare Parts	-	-	-	-	-	-	N/A
5500.25	Landscape Equipment and Supplies	1,500	-	2,500	1,500	2,500	-	0.00%
5500.30	Chemicals-Fixed	-	-	-	-	-	-	N/A
5500.31	Chemicals-Variable	1,357,240	955,301	1,443,077	955,000	1,566,661	123,584	8.56%
5500.35	Maintenance Supplies/Hardware	20,000	8,850	20,000	20,000	20,000	-	0.00%
5500.40	Safety Supplies	28,500	39,248	42,000	42,000	42,000	-	0.00%
5500.45	Fuel and Lubricants	148,105	104,713	151,000	129,000	150,000	(1,000)	-0.66%
5500.50	Seed/Erosion Control Supplies	9,000	-	9,000	9,000	9,000	-	0.00%
5500.55	Backflow Prevention Supplies	500	190	500	500	500	-	0.00%
Total Supplies and Equipment:		1,602,500	1,142,103	1,713,077	1,202,000	1,835,661	122,584	7.16%
<u>MONITORING EXPENSES</u>								
5600.10	Lab Supplies	101,834	111,119	130,000	124,222	125,000	(5,000)	-3.85%
5600.20	Lab Tools and Equipment	2,600	4,309	2,600	9,000	13,000	10,400	400.00%
5600.30	Lab Testing	16,063	9,148	15,500	25,088	16,000	500	3.23%
Total Monitoring Expenses:		120,497	124,576	148,100	158,310	154,000	5,900	3.98%

Central Coast Water Authority
Consolidated Department Operating Expenses
Fiscal Year 2026/27 Administration/O&M Budget

Account Number	Account Name	FY 2024/25 Budget	FY 2024/25 Actual	FY 2025/26 Budget	FY 2025/26 Estimated Actual	FY 2026/27 Budget	Change from FY 2025/26 Budget	Percent Change FY 2025/26 Budget
<u>REPAIRS AND MAINTENANCE</u>								
5700.10	Equipment Repairs and Maintenance	234,000	248,742	260,500	241,386	262,000	1,500	0.58%
5700.20	Vehicle Repairs and Maintenance	36,000	33,936	40,000	50,000	40,000	-	0.00%
5700.30	Building Maintenance	89,080	76,310	89,200	73,534	117,000	27,800	31.17%
5700.40	Landscape Maintenance	19,720	23,066	31,160	28,746	20,660	(10,500)	-33.70%
Total Repairs and Maintenance:		378,800	382,055	420,860	393,666	439,660	18,800	4.47%
<u>PROFESSIONAL SERVICES</u>								
5400.10	Professional Services	437,880	150,003	475,090	350,204	482,000	6,910	1.45%
5400.20	Legal Services	1,407,067	1,055,422	1,381,645	1,381,645	1,350,000	(31,645)	-2.29%
5400.30	Engineering Services	60,000	69,783	70,000	70,000	100,000	30,000	42.86%
5400.40	Permits	62,450	52,854	63,200	59,200	63,500	300	0.47%
5400.50	Non-Contractual Services	4,120	2,686	4,180	4,200	4,500	320	7.66%
5400.60	Accounting Services	131,753	60,421	125,000	125,000	160,000	35,000	28.00%
Total Professional Services:		2,103,270	1,391,170	2,119,115	1,990,249	2,160,000	40,885	1.93%
<u>GENERAL AND ADMINISTRATIVE</u>								
5300.10	Meetings and Travel	58,000	37,094	60,000	60,000	60,000	-	0.00%
5300.20	Mileage Reimbursement	1,650	-	1,650	400	1,650	-	0.00%
5300.30	Dues and Memberships	187,135	132,894	186,700	186,700	187,000	300	0.16%
5300.40	Publications	4,750	2,937	4,750	4,750	4,700	(50)	-1.05%
5300.50	Training	39,794	31,553	43,500	23,856	43,500	-	0.00%
5300.60	Advertising	6,000	3,604	6,000	2,000	6,000	-	0.00%
5300.70	Printing and Binding	2,000	961	2,000	2,000	2,000	-	0.00%
5300.80	Postage	8,900	5,216	9,100	12,950	9,600	500	5.49%
Total General and Administrative:		308,229	214,258	313,700	292,656	314,450	750	0.24%

Central Coast Water Authority
Consolidated Department Operating Expenses
Fiscal Year 2026/27 Administration/O&M Budget

Account Number	Account Name	FY 2024/25 Budget	FY 2024/25 Actual	FY 2025/26 Budget	FY 2025/26 Estimated Actual	FY 2026/27 Budget	Change from FY 2025/26 Budget	Percent Change FY 2025/26 Budget
<u>UTILITIES</u>								
5800.20	Natural Gas	10,570	16,917	10,570	14,387	12,000	1,430	13.53%
5800.30	Electric-Fixed	196,752	220,456	211,713	211,802	236,000	24,287	11.47%
5800.35	Electric-Variable	669,114	294,869	376,651	252,102	276,551	(100,100)	-26.58%
5800.40	Water	5,080	4,850	5,080	5,100	4,900	(180)	-3.54%
5800.50	Telephone	33,950	20,592	22,840	21,526	22,500	(340)	-1.49%
5800.60	Waste Disposal	17,715	21,459	17,950	21,500	20,500	2,550	14.21%
Total Utilities:		933,181	579,143	644,804	526,417	572,451	(72,353)	-11.22%
<u>OTHER EXPENSES</u>								
5900.10	Insurance	298,238	282,050	329,518	323,628	382,219	52,701	15.99%
5900.30	Non-Capitalized Projects ⁽¹⁾	-	-	-	-	-	-	N/A
5900.40	Equipment Rental	70,932	46,655	74,800	74,500	77,300	2,500	3.34%
5900.50	Non-Capitalized Equipment	22,500	208,256	29,000	29,000	39,000	10,000	34.48%
5900.60	Computer Expenses	383,198	439,629	450,913	438,407	411,473	(39,440)	-8.75%
5900.70	Appropriated Contingency	210,413	-	225,413	74,395	241,594	16,181	7.18%
Total Other Expenses:		985,281	976,590	1,109,643	939,930	1,151,586	41,943	3.78%
Turnout Expenses		25,018	20,142	29,217	25,000	40,674	11,457	39.21%
TOTAL OPERATING EXPENSES		\$ 13,409,489	\$ 11,614,001	\$ 13,696,641	\$ 12,121,836	\$ 14,205,188	\$ 508,547	3.71%

(1) Effective July 1, 2018 Non-Capitalized Projects will be found in the Capital & Extraordinary Projects Sections of the Budget.

Central Coast Water Authority
Operating, Maintenance and Project Expense Allocation by Department
Fiscal Year 2026/27 Budget

Project Participant	<u>Administration Department</u>			<u>Water Treatment Plant Department Fixed Costs</u>						Turnout Costs
	Table A	Percentage	Administration Expenses	Table A	Percentage	WTP Fixed	WTP Fixed	Exchange Fixed	Total Fixed WTP	
						Fixed	Retreatment	Adjustments	Costs	
Shandon	-	-	\$ -	100	0.23%	\$ 17,130	-	-	17,130	\$ 2,500
Chorro Valley	-	-	-	2,338	5.32%	400,499	-	-	400,499	9,824
Lopez	-	-	-	2,392	5.45%	409,749	-	-	409,749	24,083
Guadalupe	550	1.41%	52,146	550	1.25%	94,215	27,962	-	122,177	5,700
Santa Maria	16,200	41.46%	1,535,931	16,200	36.90%	2,775,055	823,611	-	3,598,667	5,400
Golden State Water Co.	500	1.28%	47,405	500	1.14%	85,650	25,420	-	111,070	6,500
VSFB	5,500	14.07%	521,458	5,500	12.53%	942,148	279,621	-	1,221,770	2,000
Buellton	578	1.48%	54,800	578	1.32%	99,011	29,386	-	128,397	2,350
Santa Ynez (Solvang)	1,500	3.84%	142,216	1,500	3.42%	256,950	76,260	-	333,210	2,250
Santa Ynez	500	1.28%	47,405	500	1.14%	85,650	134,828	368,637	589,115	1,500
Goleta	4,500	11.52%	426,647	4,500	10.25%	770,849	(448,692)	(132,785)	189,372	-
Morehart Land	200	0.51%	18,962	200	0.46%	34,260	(24,092)	-	10,168	-
La Cumbre	1,000	2.56%	94,811	1,000	2.28%	171,300	(120,459)	-	50,840	-
Raytheon (SBRC)	50	0.13%	4,741	50	0.11%	8,565	(6,023)	-	2,542	-
Santa Barbara	3,000	7.68%	284,432	3,000	6.83%	513,899	(299,289)	(88,295)	126,316	-
Montecito	3,000	7.68%	284,432	3,000	6.83%	513,899	(299,289)	(88,295)	126,316	-
Carpinteria	2,000	5.12%	189,621	2,000	4.55%	342,599	(199,245)	(59,263)	84,092	-
TOTAL:	39,078	100.00%	\$ 3,705,006	43,908	100.00%	\$ 7,521,427	\$ (0)	-	\$ 7,521,427	\$ 62,106

Project Participant	<u>Distribution Department Fixed Costs</u>								Total Fixed Distribution Costs	Total Fixed Operating & Project Costs
	Reach 33B	Reach 34	Reach 35	Reach 37	Reach 38	Mission Hills II	Santa Ynez I	Santa Ynez II		
Shandon	1,838	-	-	-	-	-	-	-	1,838	21,468
Chorro Valley	42,973	-	-	-	-	-	-	-	42,973	453,296
Lopez	43,966	18,711	-	-	-	-	-	-	62,677	496,508
Guadalupe	10,109	4,302	2,204	-	-	-	-	-	16,615	196,639
Santa Maria	297,763	126,721	64,917	28,109	-	-	-	-	517,510	5,657,507
Golden State Water Co.	9,190	3,911	2,004	868	-	-	-	-	15,973	180,948
VSFB	101,092	43,023	22,040	9,543	24,361	197,951	-	-	398,010	2,143,237
Buellton	10,624	4,521	2,316	1,003	2,560	20,803	26,036	-	67,863	253,410
Santa Ynez (Solvang)	27,571	11,733	6,011	2,603	6,644	53,987	67,566	-	176,114	653,790
Santa Ynez	9,190	3,911	2,004	868	2,215	17,996	22,522	-	58,705	696,725
Goleta	82,712	35,200	18,033	7,808	19,932	161,960	202,699	395,837	924,180	1,540,199
Morehart Land	3,676	1,564	801	347	886	7,198	9,009	17,593	41,075	70,205
La Cumbre	18,380	7,822	4,007	1,735	4,429	35,991	45,044	87,964	205,373	351,024
Raytheon (SBRC)	919	391	200	87	221	1,800	2,252	4,398	10,269	17,551
Santa Barbara	55,141	23,467	12,022	5,205	13,288	107,973	135,133	263,891	616,120	1,026,867
Montecito	55,141	23,467	12,022	5,205	13,288	107,973	135,133	263,891	616,120	1,026,867
Carpinteria	36,761	15,645	8,015	3,470	8,859	71,982	90,088	175,927	410,747	684,460
TOTAL:	807,047	324,390	156,595	66,850	96,682	785,613	735,482	1,209,501	4,182,162	\$ 15,470,702

Central Coast Water Authority
Operating, Maintenance and Project Expense Allocation by Department
Fiscal Year 2026/27 Budget

Project Participant	Distribution Department Variable Costs	Water Treatment Plant Variable Costs				Total Variable Operating Costs	Total Fixed, Variable & Project Costs	Summary of Total Costs	
	Santa Ynez II	WTP Variable	WTP Variable Retreatment	WTP Variable Exchange Adjustments	Total WTP Variable Costs				
Shandon	\$ -	\$ -			\$ -	\$ -	\$ 21,468	Fixed O&M Costs	
Chorro Valley	-	209,100			209,100	209,100	662,396	Administration	\$ 3,678,756
Lopez	-	194,260			194,260	194,260	690,768	Water Treatment Plant	5,215,102
Guadalupe	-	4,757	115		4,872	4,872	201,510	Distribution	3,468,117
Santa Maria	-	646,898	15,686		662,583	662,583	6,320,090	Total Fixed O&M Costs	12,361,976
Golden State Water Co.	-	17,599	427		18,026	18,026	198,974	Variable O&M Costs	
VAFB	-	269,224	6,528		275,752	275,752	2,418,989	Water Treatment Plant	1,658,817
Buellton	-	25,686	623		26,308	26,308	279,718	Distribution	184,396
Santa Ynez (Solvang)	-	56,128	1,361		57,489	57,489	711,279	Total Variable O&M Costs	1,843,213
Santa Ynez	-	-	4,964	204,724	209,688	209,688	906,413	Capital & Non-Capital Projects	3,108,727
Goleta	-	73,743	-	(73,743)	-	-	1,540,199	Total O&M and Project Costs:	
Morehart Land	-	-	-	-	-	-	70,205	\$ 17,313,915	
La Cumbre	184,396	30,442	(29,704)	-	738	185,134	536,158		
S.B. Research	-	-	-	-	-	-	17,551		
Santa Barbara	-	49,035	-	(49,035)	-	-	1,026,867		
Montecito	-	49,035	-	(49,035)	-	-	1,026,867		
Carpinteria	-	32,912	-	(32,912)	-	-	684,460		
TOTAL:	\$ 184,396	\$ 1,658,817	\$ (0)	(0)	1,658,817	1,843,213	\$ 17,313,915		



CCWA Executive Directors (L to R) Peter Thompson (current) Ray Stokes (2013 – 2026) William Brennan (2002 – 2013) and Dan Masnada (1992 – 2002)

Administration Department

The Administration Department is comprised of the Executive Director, Accounting and Finance, Engineering and support staff. The department is responsible for administration of the Authority and provides support to the Board of Directors, various Authority committees, and operations and maintenance departments of the Authority.

Highlights

Department Information

- | | |
|----------------------------------|-------------------------------|
| • Number of employees | 5.50 |
| • Number of Board members | 8 |
| • Number of Authority Committees | 2 |
| • Board of Directors meetings | Fourth Thursday of each month |
| • Operating Committee meetings | Second Thursday, quarterly |
| • Other Committee meetings | As needed |

Budget Information

- | | |
|---------------------------------------|--------------|
| • Total FY 2026/27 O&M Budget | \$ 3,678,756 |
| • O&M Budget increase over FY 2025/26 | \$ 93,980 |
| • Percentage increase over FY 2025/26 | 2.62% |

Significant Accomplishments during 2025/26

- Continued work on resolving the outstanding Statement of Charges protest times filed by CCWA associated with the DWR capital charges.
- Implemented new accounting software.
- The CCWA 2025 Urban water management plan and water shortage contingency plan have been updated in compliance with the Urban Water Management Planning Act.

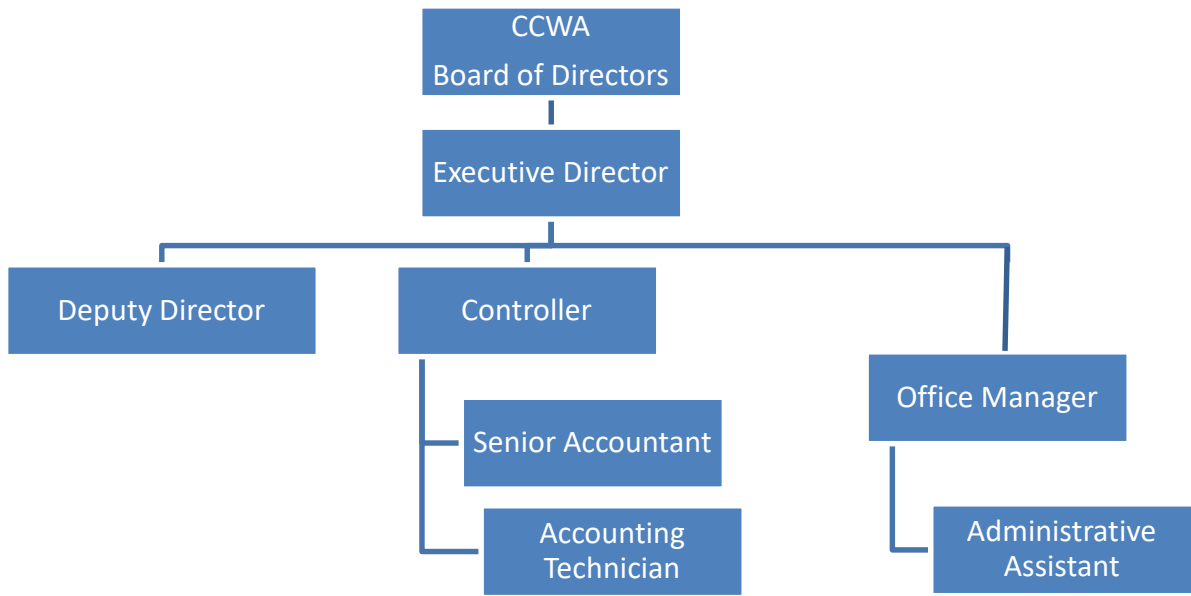
Significant Goals for FY 2026/27

- Develop and compile a 5-year strategic plan which will outline CCWA mission/vision, and strategic priorities with measurable goals. Engage the services of a professional consultant to facilitate the process.
- Develop a robust succession plan for CCWA for the next two to five years to help guide our efforts, including an analysis of current staffing levels with potential adjustments in the future.
- Continue pursuit of water storage opportunities including groundwater banks, and other exchange or transfer opportunities to assist CCWA participants in maximizing the benefit of their State Water supplies.
- Complete a Facilities Condition Assessment study to assess and document the condition of CCWA's infrastructure and develop a plan to maintain it in excellent working conditions. This study will develop an asset registry and identify near and mid-term rehabilitation and replacement needs.

Central Coast Water Authority
Administration Department
Fiscal Year 2026/27 Budget

The Administration Department is comprised of the Executive Director, Deputy Director, Controller, Office Manager and support staff. The department is responsible for administration of the Authority and provides support to the (1) Board of Directors and various Authority committees and (2) operations and maintenance departments of the Authority.

The Authority's Administration Department has three main functions: Executive, which provides oversight and management of the Authority; Finance/Treasury, which is the central fiscal control and accounting agency of the Authority and which invests all cash balances of the Authority; and Administrative Services, which coordinates and administers the employee benefits program, human resource functions and the Authority's auto, property and liability insurances.



EXECUTIVE DIRECTOR

The Executive Director is the chief executive officer and administrative head of the Authority, with the responsibility for planning, organizing, staffing, coordinating, budgeting, and directing the administrative activities and operations of the Authority. The Executive Director is appointed by and serves at the pleasure of the Authority Board of Directors. The Executive Director appoints the supervisors of all departments and is responsible for implementation of policies established by the Board of Directors.

The Executive Director is responsible for providing and exercising overall supervision and disciplinary control over the necessary administrative and operating staff to carry out official Board policies. The Executive Director is responsible for the execution of contracts and other documents on behalf of the Authority to the extent provided by the Board of Directors.

Central Coast Water Authority
Administration Department
Fiscal Year 2026/27 Budget

DEPUTY DIRECTOR

The Deputy Director serves as the operations officer for the Authority and is responsible for all operational and engineering related activities, including planning and directing the operations and maintenance of the water treatment plant, laboratory, distribution system and network system. In addition, the Deputy Director is responsible for all engineering work and oversees project management related to CCWA's distribution pipeline, water treatment plant, and ancillary facilities.

The Deputy Director is charged with the responsibility for construction contract administration and management, and provides technical oversight to the operations and maintenance departments, including evaluating, designing, and implementing operational and capital improvements for the Authority. Additional secondary duties include oversight of professional consultants and detailed analysis and design for engineering work performed in-house.

CONTROLLER

The Controller manages the finance department's daily finance/accounting activities including payroll and audits, preparation of the operating and capital budgets, preparation of the comprehensive annual financial reports, debt management, risk management, and cash management. The Controller provides oversight of the employee benefits program for the Authority. Additionally, the Controller monitors the general ledger and supervises staff in areas such as accounts payable and payroll. The Controller serves as the Treasurer for the Authority.

SENIOR ACCOUNTANT

The Senior Accountant assists the Controller in planning, organizing, directing, coordinating and performing accounting and fiscal activities of CCWA, including assisting with the preparation of the monthly financial and quarterly investment reports for the Board of Directors, and assisting the Controller with the preparation of the CCWA fiscal year budget and long term budget plans. The Senior Accountant is responsible for the water accounting and reporting to the Department of Water Resources. Additionally, the Senior Accountant provides back-up to staff in areas such as accounts payable and payroll.

OFFICE MANAGER

The Authority's Office Manager administers the employee benefits program, which includes health insurance, life insurance, dental and vision insurance, deferred compensation, Section 125 cafeteria plan, and the Public Employees' Retirement System (PERS). The Office Manager maintains vendor risk management related to auto, property and liability insurances. Additionally, the Office Manager serves as Secretary to the Board of Directors.

Central Coast Water Authority
Administration Department
Fiscal Year 2026/27 Budget

ADMINISTRATION DEPARTMENT OPERATING EXPENSE OVERVIEW

The Administration Department expenses are treated as fixed expenses for purposes of billing to the project participants. All project participants pay the Administration Department expenses based primarily on their proportional share of Table A amounts.

The Administration Department operating expense budget for FY 2026/27 is increasing by \$93,980 or 2.62% when compared to the FY 2025/26 Budget. The total FY 2026/27 budget is \$3,678,756 compared to the FY 2025/26 budget of \$3,584,776. The following items represent the major changes in the Administration Department budget.

Personnel Expenses Total personnel expenses are increasing by approximately \$88,268 due to the following:

- The FY 2026/27 total salaries and wages budget for the Administration Department increased by just \$23,293 when compared to the prior fiscal year budget.
- CalPERS retirement expenses are increasing by \$23,839 over the prior fiscal year. The CCWA employer paid portion for “Classic” members in FY 25/26 is 18.376% as compared to the prior year amount of 18.396%, for a 0.02% decrease. The Unfunded Accrued Liability (UAL) as a percentage of payroll for “Classic” employees increased to 25.07% as compared to the prior year amount of 15.12%. As of FY 2026/27 the Administration Department has 2 CalPERS PEPRA member employees. The PEPRA employer contribution rate in FY 2026/27 decreased from 8.27% in FY 2025/26 to 8.24% in FY 2026/27 for a decrease in employer paid PEPRA contribution rate of 0.03%. Currently, the Administration Department has 2 “Classic” 2nd tier member employee. The 2nd tier member employer contribution rate in FY 2026/27 is 13.36%.
- Health insurance, dental/vision plan expenses and cafeteria plan benefits combined are increasing by \$26,076. This is due to; 1) The 2026 CalPERS health insurance plan with the lowest premiums increased 10.58% over the 2025 premiums, as opposed to the increase of 10% budgeted for the calendar year 2026. 2) The FY 2026/27 Budget also includes an estimated 12% increase in the health insurance premiums effective January 1, 2027. The health plan estimates are based on the elections of each employee at the time the budget is prepared.
- The FY 2026/27 Budget includes a \$49,497 deposit into the Retiree Benefit Trust Program. This amount is based on actuarial assumptions for the required minimum contribution under PEMHCA and the additional vested portion of retiree only premiums, based on employees who are 62 years of age or older and retire from CCWA having completed at least 10 years of service with CCWA.

Central Coast Water Authority
Administration Department
Fiscal Year 2026/27 Budget

Repairs and Maintenance Other expenses are increasing in total by \$30,700 due to an increase in building maintenance including painting the board room.

Central Coast Water Authority
Personnel Services Summary
Administration Department
Fiscal Year 2026/27 Budget

PERSONNEL COUNT SUMMARY					
Position Title	Number Auth. FY 2024/25	Number Auth. FY 2025/26	Number Requested FY 2026/27	Change Over FY 2024/25	Change Over FY 2025/26
Executive Director ⁽¹⁾	0.50	0.50	0.50	-	-
Deputy Director of Operations ⁽²⁾	0.25	0.25	0.25	-	-
Operations Manager ⁽³⁾	0.25	0.25	0.25	-	-
Controller	1.00	1.00	1.00	-	-
Senior Accountant	1.00	1.00	1.00	-	-
Office Manager	1.00	1.00	1.00	-	-
Accounting Technician	0.75	0.75	0.75	-	-
Administrative Assistant	0.75	0.75	0.75	-	-
TOTAL:	5.50	5.50	5.50	-	-

PERSONNEL WAGE SUMMARY						
Position Title	No. of Emp.	Position Classification	Minimum Monthly Salary	Maximum Monthly Salary	FY 2025/26 Total Annual Salary	Allocation to Admin Department
Executive Director ⁽¹⁾	1	N/A	N/A	N/A	\$ 325,000	\$ 162,500
Deputy Director of Operations ⁽²⁾	1	62	\$ 18,443	\$ 22,500	\$ 261,539	\$ 65,385
Operations Manager ⁽³⁾	1	46	\$ 13,655	\$ 16,659	\$ 170,000	\$ 42,500
Controller	1	43	\$ 12,803	\$ 15,620	\$ 175,094	\$ 175,094
Senior Accountant	1	25	\$ 8,700	\$ 10,614	\$ 112,923	\$ 112,923
Office Manager	1	31	\$ 9,896	\$ 12,073	\$ 137,426	\$ 137,426
Accounting Technician	1	12	\$ 6,581	\$ 8,029	\$ 62,400	\$ 62,400
Administrative Assistant	1	11	\$ 6,441	\$ 7,858	\$ 59,560	\$ 59,560
FY 2025/26 Salary Pool						\$ 32,764
TOTAL:	8					\$ 850,552

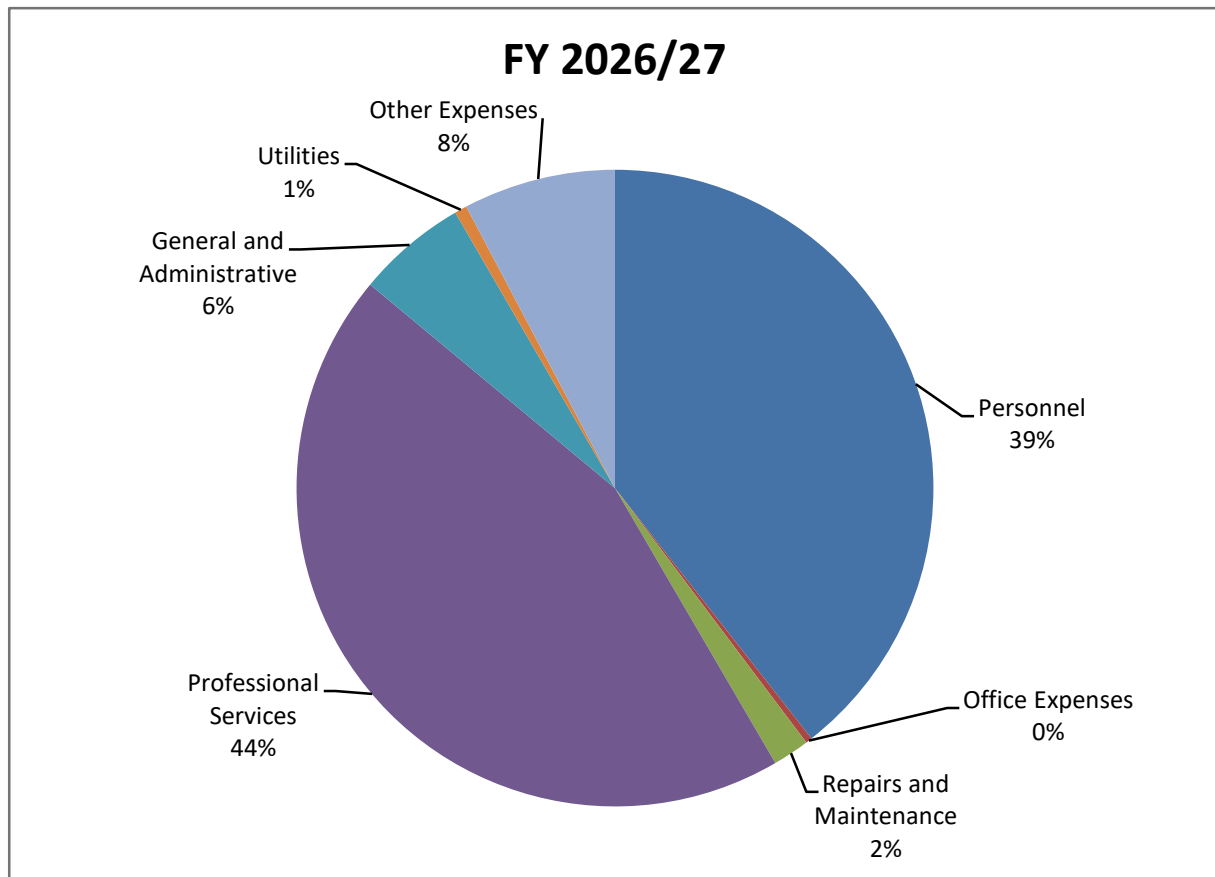
(1) The Executive Director is allocated to Administration (50%), Water Treatment Plant (25%) and Distribution (25%).

(2) The Deputy Director of Operations is allocated to Administration (25%), Water Treatment Plant (35%) and Distribution (40%).

(3) The Operations Manager is allocated to Administration(25%), Water Treatment Plant(35%) and Distribution (40%).

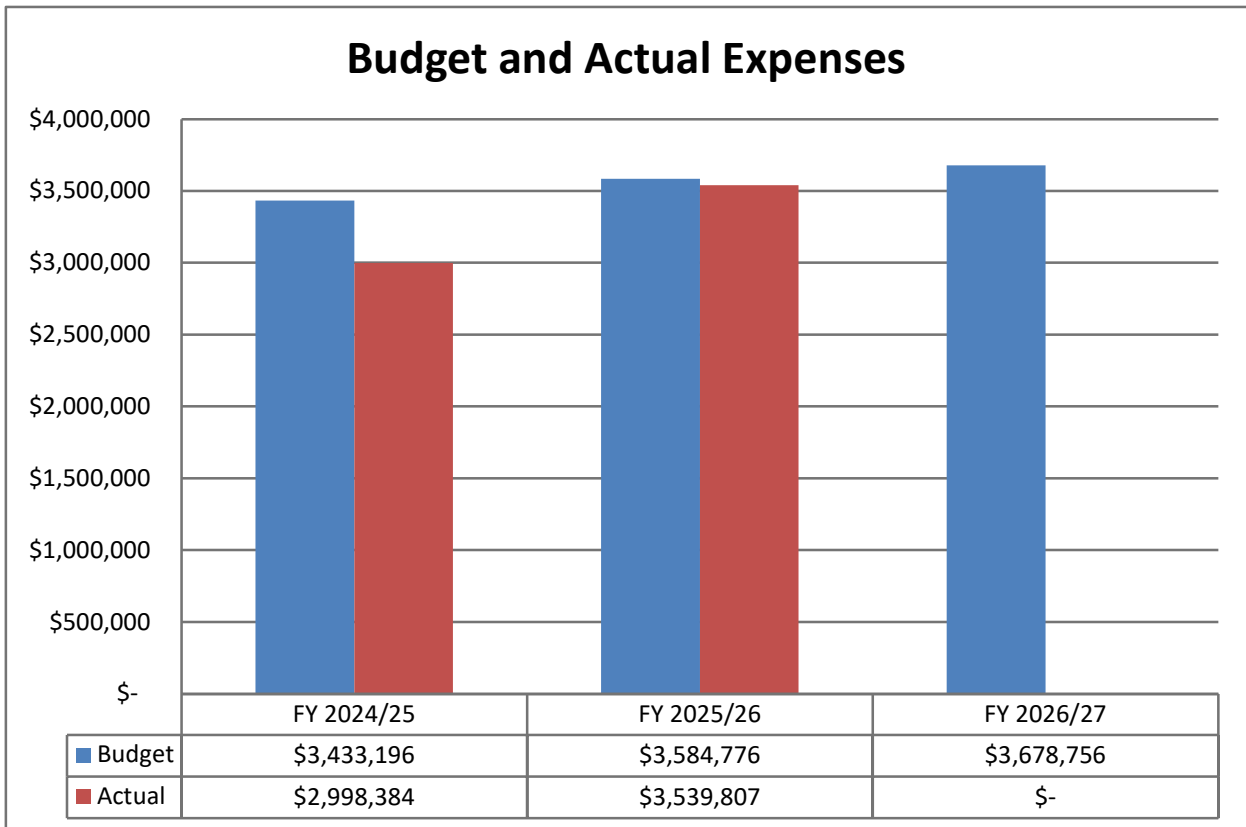
Central Coast Water Authority
Administration Department Operating Expenses
Fiscal Year 2026/27 Budget

Item	FY 2026/27 Budget
Personnel	\$ 1,449,794
Office Expenses	12,000
Repairs and Maintenance	68,660
Professional Services	1,634,500
General and Administrative	206,200
Utilities	22,900
Other Expenses	284,703
TOTAL:	\$ 3,678,756



Central Coast Water Authority
Administration Department Operating Expenses
 Fiscal Year 2026/27 Budget

Item	FY 2024/25 Budget	FY 2024/25 Actual	FY 2025/26 Budget	FY 2025/26 Estimated Actual	FY 2026/27 Budget
Personnel	\$ 1,292,336	\$ 1,488,071	\$ 1,361,526	\$ 1,358,169	\$ 1,449,794
Office Expenses	11,300	6,725	11,300	12,776	12,000
Supplies and Equipment	-	-	-	-	-
Repairs and Maintenance	40,740	52,386	37,960	43,062	68,660
Professional Services	1,603,373	1,073,886	1,643,025	1,614,049	1,634,500
General and Administration	205,989	140,497	205,750	200,250	206,200
Utilities	20,924	20,002	21,987	22,500	22,900
Other Expenses	258,534	216,817	303,228	289,001	284,703
TOTAL:	\$ 3,433,196	\$ 2,998,384	\$ 3,584,776	\$ 3,539,807	\$ 3,678,756



Central Coast Water Authority
Administration Department Operating Expenses
Fiscal Year 2026/27 Administration/O&M Budget

Account Number	Account Name	FY 2024/25 Budget	FY 2024/25 Actual	FY 2025/26 Budget	FY 2025/26 Estimated Actual	FY 2026/27 Budget	Change from FY 2025/26 Budget	Percent Change FY 2025/26 Budget
<u>PERSONNEL EXPENSES</u>								
5000.10	Full-Time Regular Wages	\$ 787,270	\$ 721,043	\$ 827,259	\$ 809,445	\$ 850,552	\$ 23,293	2.82%
1300.60	Capitalized Wages and Overtime					-	-	N/A
5000.20	Overtime	5,000	-	5,000	500	500	(4,500)	-90.00%
5000.40	Standby Pay					-	-	N/A
5000.50	Shift Differential Pay					-	-	N/A
5100.10	PERS Retirement	228,071	525,967	243,850	248,850	267,689	23,839	9.78%
5100.15	Medicare Taxes	11,651	13,380	12,243	14,450	12,538	295	2.41%
5100.20	Health/Dental/Vision Plans	139,549	108,723	150,022	150,022	176,097	26,076	17.38%
5100.25	Workers' Compensation	4,268	3,223	3,462	3,462	3,561	99	2.85%
5100.30	Vehicle Expenses	-	-	-	-	-	-	N/A
5100.35	Retiree Medical Future Liability Dep.	74,011	74,011	77,583	77,583	79,497	1,914	2.47%
5100.45	Dental/Vision Plan		-	-	-	-	-	N/A
5100.50	Long-Term Disability	4,094	3,239	4,302	4,302	4,423	121	2.82%
5100.55	Life Insurance	3,832	4,145	4,555	4,555	4,685	131	2.87%
5100.60	Employee Physicals	-	-	-	-	-	-	N/A
5100.80	Employee Incentive/457K Plan	34,340	34,340	33,000	45,000	50,000	17,000	51.52%
5100.65	Employee Education Reimbursement	250	-	250		250	-	0.00%
5100.86	Benefits Overhead E-Projects	-	-	-		-	-	N/A
Total Personnel Expenses:		1,292,336	1,488,071	1,361,526	1,358,169	1,449,794	88,268	6.48%
-								
<u>OFFICE EXPENSES</u>								
5200.20	Office Supplies	6,300	3,427	6,300	7,776	7,000	700	11.11%
5200.30	Miscellaneous Office Expenses	5,000	3,298	5,000	5,000	5,000	-	0.00%
Total Office Expenses:		11,300	6,725	11,300	12,776	12,000	700	6.19%

Central Coast Water Authority
Administration Department Operating Expenses
Fiscal Year 2026/27 Administration/O&M Budget

Account Number	Account Name	FY 2024/25 Budget	FY 2024/25 Actual	FY 2025/26 Budget	FY 2025/26 Estimated Actual	FY 2026/27 Budget	Change from FY 2025/26 Budget	Percent Change FY 2025/26 Budget
<u>REPAIRS AND MAINTENANCE</u>								
5700.10	Equipment Repairs and Maintenance	5,500	3,079	5,500	10,252	7,000	1,500	27.27%
5700.20	Vehicle Repairs and Maintenance	-	-	-	-	-	-	N/A
5700.30	Building Maintenance	25,020	39,829	26,800	23,564	53,500	26,700	99.63%
5700.40	Landscape Maintenance	10,220	9,478	5,660	9,246	8,160	2,500	44.17%
Total Repairs and Maintenance:		40,740	52,386	37,960	43,062	68,660	30,700	80.87%
<u>PROFESSIONAL SERVICES</u>								
5400.10	Professional Services	110,433	5,888	132,200	103,204	120,000	(12,200)	-9.23%
5400.20	Legal Services	1,357,067	1,004,891	1,381,645	1,381,645	1,350,000	(31,645)	-2.29%
5400.30	Engineering Services	-	-	-	-	-	-	N/A
5400.40	Permits	-	-	-	-	-	-	N/A
5400.50	Non-Contractual Services	4,120	2,686	4,180	4,200	4,500	320	7.66%
5400.60	Accounting Services	131,753	60,421	125,000	125,000	160,000	35,000	28.00%
Total Professional Services:		1,603,373	1,073,886	1,643,025	1,614,049	1,634,500	(8,525)	-0.52%
<u>GENERAL AND ADMINISTRATIVE</u>								
5300.10	Meeting and Travel	20,000	13,881	20,000	20,000	20,000	-	0.00%
5300.20	Mileage Reimbursement	1,000	-	1,000	400	1,000	-	0.00%
5300.30	Dues and Memberships	172,395	120,842	172,000	172,000	172,000	(0)	0.00%
5300.40	Publications	1,250	396	1,250	1,250	1,200	(50)	-4.00%
5300.50	Training	3,544	179	3,500	1,100	3,500	-	0.00%
5300.60	Advertising	2,500	1,832	2,500	-	2,500	-	0.00%
5300.70	Printing and Binding	2,000	961	2,000	2,000	2,000	-	0.00%
5300.80	Postage	3,300	2,406	3,500	3,500	4,000	500	14.29%
Total General and Administrative:		205,989	140,497	205,750	200,250	206,200	450	0.22%

Central Coast Water Authority
Administration Department Operating Expenses
Fiscal Year 2026/27 Administration/O&M Budget

Account Number	Account Name	FY 2024/25 Budget	FY 2024/25 Actual	FY 2025/26 Budget	FY 2025/26 Estimated Actual	FY 2026/27 Budget	Change from FY 2025/26 Budget	Percent Change FY 2025/26 Budget
<u>UTILITIES</u>								
5800.20	Natural Gas	500	664	500	500	500	-	0.00%
5800.30	Electric-Fixed	8,944	7,787	9,317	9,400	10,000	683	7.33%
5800.35	Electric-Variable	-	-	-	-	-	-	N/A
5800.40	Water	2,580	2,454	2,580	2,600	2,400	(180)	-6.98%
5800.50	Telephone	3,780	3,414	4,440	4,500	4,500	60	1.35%
5800.60	Waste Disposal	5,120	5,683	5,150	5,500	5,500	350	6.80%
Total Utilities:		20,924	20,002	21,987	22,500	22,900	913	4.15%
<u>OTHER EXPENSES</u>								
5900.10	Insurance	37,894	34,617	41,167	39,706	48,025	6,858	16.66%
5900.30	Non-Capitalized Projects ⁽¹⁾	-	-	-	-	-	-	N/A
5900.40	Equipment Rental	5,132	4,935	6,300	6,000	5,800	(500)	-7.94%
5900.50	Non-Capitalized Equipment	2,500	988	2,500	2,500	2,500	-	0.00%
5900.60	Computer Expenses	157,986	176,277	189,867	177,400	156,245	(33,621)	-17.71%
5900.70	Appropriated Contingency	55,022	-	63,395	63,395	72,132	8,738	13.78%
Total Other Expenses:		258,534	216,817	303,228	289,001	284,703	(18,525)	-6.11%
TOTAL OPERATING EXPENSES		\$ 3,433,196	\$ 2,998,384	\$ 3,584,776	\$ 3,539,807	\$ 3,678,756	\$ 93,980	2.62%

(1) Effective July 1, 2018 Non-Capitalized Projects will be found in the Capital Improvement and Non-Capital Projects section of the budget.

CENTRAL COAST WATER AUTHORITY ADMINISTRATION FY 2026/27 BUDGET

ACCOUNT NUMBER: 5000.10 **ACCOUNT TITLE:** Full-Time Regular Salaries

Description: Funds for the Administration Department regular employees. Includes \$32,764 for the FY 2026/27 salary pool.

FY 26/27 Requested Budget	850,552
FY 25/26 Estimated Actual	809,445
Increase (Decrease)	41,108

ACCOUNT NUMBER: 5000.20 **ACCOUNT TITLE:** Overtime

Description: Overtime expenses for non-exempt Administration employees.

FY 26/27 Requested Budget	500
FY 25/26 Estimated Actual	500
Increase (Decrease)	-

ACCOUNT NUMBER: 5100.10 **ACCOUNT TITLE:** PERS Retirement

Description: Funds for both employer and employee contributions into PERS retirement system. Based on a 43.446% contribution rate for FY 2026/27, which includes the required Unfunded Accrued Liability (UAL) payment.

FY 26/27 Requested Budget	267,689
FY 25/26 Estimated Actual	248,850
Increase (Decrease)	18,839

Required Contributions	\$	114,873	18.376%
UAL current fiscal year		130,057	25.070%
UAL additional payment		22,759	fixed
TOTAL	\$	267,689	

ACCOUNT NUMBER: 5100.15 **ACCOUNT TITLE:** Medicare

Description: Funds for the employer portion of Medicare taxes for the Administration Department. Amount is equal to 1.45% of regular and overtime wages and employer paid deferred compensation contributions.

FY 26/27 Requested Budget	12,538
FY 25/26 Estimated Actual	14,450
Increase (Decrease)	(1,912)

ACCOUNT NUMBER: 5100.20 **ACCOUNT TITLE:** Health Insurance

Description: Funds for employer paid portion of health insurance for Administration employees. Based on employee 2026 Café Plan elections and dependent status. Includes an estimated 12% increase in 2027 plan rates.

FY 26/27 Requested Budget	143,534
FY 25/26 Estimated Actual	127,101
Increase (Decrease)	16,433

	<i>2026 Allowance</i>	<i>2027 Allowance Est</i>
Family	\$ 29,836	\$ 33,416
Emp + 1	22,951	25,705
Employee only	11,475	12,852

**CENTRAL COAST WATER AUTHORITY
ADMINISTRATION FY 2026/27 BUDGET**

ACCOUNT NUMBER: 5100.25 **ACCOUNT TITLE:** Workers' Compensation Insurance

Description: Funds for Workers' Compensation insurance for the Administration Department. Based on an X-Mod rate of 62% and economy of size rate of 90%.

FY 26/27 Requested Budget	3,561
FY 25/26 Estimated Actual	3,462
Increase (Decrease)	99

ACCOUNT NUMBER: 5100.35 **ACCOUNT TITLE:** Retiree Medical Future Liability Deposit

Description: Actuarially determined contributions to fund the estimated future liability for the required minimum contribution component (PEMHCA) of the CalPERS health plan and the retiree health costs for vested employees age 62 and over retiring from CCWA with at least 10 years of CCWA service. Costs are based on the number of active and covered employees and retirees.

FY 26/27 Requested Budget	79,497
FY 25/26 Estimated Actual	77,583
Increase (Decrease)	1,914

ACCOUNT NUMBER: 5100.40 **ACCOUNT TITLE:** Cafeteria Plan Benefits

Description: Funds for the portion of the cafeteria plan benefits which exceed the premium costs for the Administrative employees based on each employee's benefit election.

FY 26/27 Requested Budget	13,667
FY 25/26 Estimated Actual	8,660
Increase (Decrease)	5,007

ACCOUNT NUMBER: 5100.45 **ACCOUNT TITLE:** Dental/Vision Plan

Description: Funds for the self-funded dental/vision plan. The plan provides \$5,327 per year per family for dental and vision expenses. Budgeted amount is \$3,995 per year per employee. Annual limit is based on an increase over the prior year amount for the percentage change in the CPI.

FY 26/27 Requested Budget	18,897
FY 25/26 Estimated Actual	14,261
Increase (Decrease)	4,636

ACCOUNT NUMBER: 5100.50 **ACCOUNT TITLE:** Long-Term Disability Insurance

Description: Funds for premiums paid for long-term disability insurance. Based on a rate of \$0.52 per \$100 of salary.

FY 26/27 Requested Budget	4,423
FY 25/26 Estimated Actual	4,302
Increase (Decrease)	121

**CENTRAL COAST WATER AUTHORITY
ADMINISTRATION FY 2026/27 BUDGET**

ACCOUNT NUMBER: 5100.55

ACCOUNT TITLE: Life Insurance

Description: Funds for the employer paid life insurance premiums for each employee. CCWA policy provides life insurance equal to 150% of an employee's annual salary to a maximum of \$250,000.

FY 26/27 Requested Budget	4,685
FY 25/26 Estimated Actual	4,555
Increase (Decrease)	130

ACCOUNT NUMBER: 5100.65

ACCOUNT TITLE: Employee Education Reimbursement

Description: Funds for reimbursement of employee educational expenses under the policy established by CCWA.

FY 26/27 Requested Budget	250
FY 25/26 Estimated Actual	-
Increase (Decrease)	250

ACCOUNT NUMBER: 5100.80

ACCOUNT TITLE: Employee Incentives and 457 K Plan

Description: Funds to encourage employee safety, efficiency and innovation through the Employee Achievement Awards Program (EAAP).

FY 26/27 Requested Budget	50,000
FY 25/26 Estimated Actual	45,000
Increase (Decrease)	5,000

EAAP	\$	1,500
457 K Plan		48,500
TOTAL:	\$	50,000

ACCOUNT NUMBER: 5200.20

ACCOUNT TITLE: Office Supplies

Description: Funds for Office supplies for the Administration Department. Based on \$580 per month in office supply expenses.

FY 26/27 Requested Budget	7,000
FY 25/26 Estimated Actual	7,776
Increase (Decrease)	(776)

ACCOUNT NUMBER: 5200.30

ACCOUNT TITLE: Miscellaneous Office Expenses

Description: Funds for miscellaneous expenses such as business cards and kitchen supplies.

FY 26/27 Requested Budget	5,000
FY 25/26 Estimated Actual	5,000
Increase (Decrease)	-

**CENTRAL COAST WATER AUTHORITY
ADMINISTRATION FY 2026/27 BUDGET**

ACCOUNT NUMBER: 5300.10 **ACCOUNT TITLE:** Meetings and Travel

Description: Funds for meetings and travel expenses for the Administration Department employees and SWC Consultant.

FY 26/27 Requested Budget 20,000
FY 25/26 Estimated Actual 20,000
Increase (Decrease) -

\$ 2,000 ACWA Conferences
12,000 SWC Meetings (\$1,000 per month)
2,500 DWR/Sacramento/MWQI
3,500 Other miscellaneous meetings
\$ 20,000 TOTAL

ACCOUNT NUMBER: 5300.20 **ACCOUNT TITLE:** Mileage Reimbursement

Description: Funds for mileage reimbursement based on the IRS current standard mileage rate.

FY 26/27 Requested Budget 1,000
FY 25/26 Estimated Actual -
Increase (Decrease) 1,000

ACCOUNT NUMBER: 5300.30 **ACCOUNT TITLE:** Dues and Memberships

Description: Funds for professional dues.

FY 26/27 Requested Budget 172,000
FY 25/26 Estimated Actual 172,000
Increase (Decrease) -

\$ 128,000 SWC Dues
29,000 ACWA
7,000 SWPCA MWQI charges
2,000 Support various water education programs
3,500 Employee Professional Dues and Misc.
2,500 California Special District Association
\$ 172,000 TOTAL

ACCOUNT NUMBER: 5300.40 **ACCOUNT TITLE:** Publications

Description: Funds for publications received by CCWA

FY 26/27 Requested Budget 1,200
FY 25/26 Estimated Actual 1,250
Increase (Decrease) (50)

\$ 500 Personnel related subscriptions
500 Employee professional publications
200 Other Publications - General
\$ 1,200 TOTAL

ACCOUNT NUMBER: 5300.50 **ACCOUNT TITLE:** Training

Description: Funds for training of CCWA personnel. Does not include educational reimbursement expenses.

FY 26/27 Requested Budget 3,500
FY 25/26 Estimated Actual 1,100
Increase (Decrease) 2,400

**CENTRAL COAST WATER AUTHORITY
ADMINISTRATION FY 2026/27 BUDGET**

ACCOUNT NUMBER: 5300.60 **ACCOUNT TITLE:** Advertising

Description: Funds for public relations expenses for CCWA including advertising for open positions.

FY 26/27 Requested Budget	2,500
FY 25/26 Estimated Actual	-
Increase (Decrease)	2,500

ACCOUNT NUMBER: 5300.70 **ACCOUNT TITLE:** Printing and Binding

Description: Funds for the printing and binding of CCWA documents including the Board packets, the annual budget, and the Annual Comprehensive Financial Report (ACFR).

FY 26/27 Requested Budget	2,000
FY 25/26 Estimated Actual	2,000
Increase (Decrease)	-

ACCOUNT NUMBER: 5300.80 **ACCOUNT TITLE:** Postage

Description: Funds for all postal and mail expenses.

\$	3,500	Postage meter expenses (\$290 per month)
	500	Overnight and shipping svcs (\$25 per month)
\$	4,000	TOTAL

FY 26/27 Requested Budget	4,000
FY 25/26 Estimated Actual	3,500
Increase (Decrease)	500

ACCOUNT NUMBER: 5400.10 **ACCOUNT TITLE:** Professional Services

Description: Funds for miscellaneous consultants and other services.

\$	5,000	BAO office alarm system, DMV monitoring fee
	47,000	Compensation study consultant
	3,000	Personnel Team Building
	65,000	Strategic Plan Facilitator
\$	120,000	TOTAL

FY 26/27 Requested Budget	120,000
FY 25/26 Estimated Actual	103,204
Increase (Decrease)	16,796

ACCOUNT NUMBER: 5400.20 **ACCOUNT TITLE:** Legal Services

Description: Funds for CCWA legal services.

FY 26/27 Requested Budget	1,350,000	\$	720,000	Brownstein Hyatt Farber General Counsel
FY 25/26 Estimated Actual	1,381,645		50,000	Stradling Yocca Carlsen Personnel Counsel
Increase (Decrease)	(31,645)		580,000	Annual Settlement-County District
		\$	1,350,000	TOTAL

CENTRAL COAST WATER AUTHORITY ADMINISTRATION FY 2026/27 BUDGET

ACCOUNT NUMBER: 5400.50 **ACCOUNT TITLE:** Non-Contractual Services

Description: Funds for miscellaneous non-contractual services such as the Section 125 plan administration fees and the employee assistance program.

FY 26/27 Requested Budget 4,500
FY 25/26 Estimated Actual 4,200
Increase (Decrease) 300

\$	2,000	IRC 125 Plan administration fees (\$150 per mo)
	1,500	Employee Assistance Program
	1,000	Other miscellaneous
\$	4,500	TOTAL

ACCOUNT NUMBER: 5400.60 **ACCOUNT TITLE:** Accounting Services

Description: Funds for the annual audit of the FY 2020/21 Financial Statements and DWR Statement of Charges (SOC)

FY 26/27 Requested Budget 160,000
FY 25/26 Estimated Actual 125,000
Increase (Decrease) 35,000

\$	29,000	Glenn Burdette - Annual Audit
	20,000	Ernst & Young - SWC SOC Audit
	90,000	Ernst & Young - CCWA SOC Audit
	21,000	Bartel Assoc - Pension/OPEB Actuarial Reports
\$	160,000	TOTAL

ACCOUNT NUMBER: 5700.10 **ACCOUNT TITLE:** Equipment Repairs and Maintenance

Description: Funds for repairs to administration office equipment including maintenance agreements.

FY 26/27 Requested Budget 7,000
FY 25/26 Estimated Actual 10,252
Increase (Decrease) (3,252)

\$	4,500	Copier maintenance agreement
	2,500	Other misc. equipment repairs
\$	7,000	TOTAL

ACCOUNT NUMBER: 5700.30 **ACCOUNT TITLE:** Building Maintenance

Description: Funds for minor repairs to the Administration office building and janitorial services.

FY 26/27 Requested Budget 53,500
FY 25/26 Estimated Actual 23,564
Increase (Decrease) 29,936

\$	2,000	Monthly Pest Control
	16,800	Janitorial services and supplies
	31,000	Building repairs, maintenance
	1,700	HVAC quarterly maintenance
	2,000	Building Security
\$	53,500	TOTAL

ACCOUNT NUMBER: 5700.40 **ACCOUNT TITLE:** Landscape Maintenance

Description: Funds for landscape maintenance at the Administration office building.

FY 26/27 Requested Budget 8,160
FY 25/26 Estimated Actual 9,237
Increase (Decrease) (1,077)

\$	3,600	Gardener (\$300 per month)
	1,560	Irrigation Water (\$110 per month)
	3,000	Miscellaneous
\$	8,160	TOTAL

**CENTRAL COAST WATER AUTHORITY
ADMINISTRATION FY 2026/27 BUDGET**

ACCOUNT NUMBER: 5800.20 **ACCOUNT TITLE:** Natural Gas

Description: Funds for natural gas service to the
Administration building (\$42 per month).

FY 26/27 Requested Budget	500
FY 25/26 Estimated Actual	500
Increase (Decrease)	-

ACCOUNT NUMBER: 5800.30 **ACCOUNT TITLE:** Electric

Description: Funds for electrical service to the
Administration building (\$835 per month).

FY 26/27 Requested Budget	10,000
FY 25/26 Estimated Actual	9,400
Increase (Decrease)	600

ACCOUNT NUMBER: 5800.40 **ACCOUNT TITLE:** Water and Sewer

Description: Funds for water and sewer service
for the Administration building (\$200 per month).

FY 26/27 Requested Budget	2,400
FY 25/26 Estimated Actual	2,600
Increase (Decrease)	(200)

ACCOUNT NUMBER: 5800.50 **ACCOUNT TITLE:** Telephone

Description: Funds for long distance, local and cellular
phone service.

FY 26/27 Requested Budget	4,500		
FY 25/26 Estimated Actual	4,500		
Increase (Decrease)	-		
		\$ 200	Long distance and 800# (\$15 per month)
		600	Cell phones and airtime (\$50 per month)
		900	Conference calls (\$75 per month)
		2,800	Local Long Distance (\$230 per month)
		\$ 4,500	TOTAL

ACCOUNT NUMBER: 5800.60 **ACCOUNT TITLE:** Waste Disposal

Description: Funds for waste disposal services for the
Administration building.

FY 26/27 Requested Budget	5,500		
FY 25/26 Estimated Actual	5,500		
Increase (Decrease)	-		
		\$ 5,160	Waste Disposal service (\$430 per month)
		340	Hazardous Waste Disposal
		\$ 5,500	TOTAL

**CENTRAL COAST WATER AUTHORITY
ADMINISTRATION FY 2026/27 BUDGET**

ACCOUNT NUMBER: 5900.10

ACCOUNT TITLE: Insurance

Description: Funds for insurance related expenses.

FY 26/27 Requested Budget	48,025	\$	4,697	Property and auto insurance based on
FY 25/26 Estimated Actual	39,706			allocation provided by JPIA
Increase (Decrease)	8,319	\$	33,060	General Liability and E&O apportioned by
				payroll percentages
		\$	10,268	Excess crime and cyber liability
		\$	48,025	TOTAL

ACCOUNT NUMBER: 5900.40

ACCOUNT TITLE: Equipment Rental

Description: Funds for rental of equipment.

FY 26/27 Requested Budget	5,800	\$	2,200	Postage meter (\$180 per month)
FY 25/26 Estimated Actual	6,000		2,500	Copier lease (\$200 per month)
Increase (Decrease)	(200)		1,100	Storage Rental (\$90 per month)
		\$	5,800	TOTAL

ACCOUNT NUMBER: 5900.50

ACCOUNT TITLE: Non-Capitalized Equipment

Description: Funds for the purchase of non-capitalized equipment purchases. These equipment purchases are generally under \$10,000 in cost with an estimated useful life under 5 years.

FY 26/27 Requested Budget	2,500
FY 25/26 Estimated Actual	2,500
Increase (Decrease)	-

ACCOUNT NUMBER: 5900.60

ACCOUNT TITLE: Computer Expenses

Description: Funds for computer expenses including minor software purchases, minor equipment purchases and service contracts.

FY 26/27 Requested Budget	156,245	\$	151,520	Converged, Annual Service Agreements
FY 25/26 Estimated Actual	177,400			and Software Subscriptions
Increase (Decrease)	(21,155)	\$	4,725	Software and other computer services
		\$	156,245	TOTAL

ACCOUNT NUMBER: 5900.70

ACCOUNT TITLE: Appropriated Contingency

Description: 2.0% of operating expenses

FY 26/27 Requested Budget	72,132
FY 25/26 Estimated Actual	63,395
Increase (Decrease)	8,738



Polonio Pass Water Treatment Plant Flocculation/Sedimentation Basins.

Water Treatment Plant Department

The Water Treatment Plant Department receives raw water from DWR and operates and maintains the Polonio Pass Water Treatment Plant. The Department treats the water utilizing full conventional treatment technologies to meet all state and federal potable water standards and performs all chemical and biologic analyses required by the California Department of Public Health and the U.S. Environmental Protection Agency.

Highlights

Department Information

- Number of employees 16.60
- Polonio Pass Water Treatment Plant capacity 50 million gallons per day
- FY 2026/27 requested water deliveries 17,437 acre-feet

Budget Information

- Total FY 2026/27 O&M Budget \$ 6,873,891
- O&M Budget increase over FY 2025/26 \$ 313,664
 - Fixed cost increase over FY 2025/26 \$ 292,474
 - Variable cost increase over FY 2025/26 \$ 21,190
- Percentage increase 4.78%
- Fixed O&M Expenses \$ 5,215,074
- Variable O&M Expenses \$ 1,658,817
- FY 2026/27 budgeted chemical cost \$ 79.54 per acre-foot
- Regional Water Treatment Plant Cost Per AF:
 - Fixed \$ 50.84
 - Variable \$ 2.31
- Exchange Agreement Modifications Per AF:
 - Fixed \$ 171.30
 - Variable \$ 95.13

Significant Accomplishments during FY 2025/26

- Completed the Chemical Containment Coating Lining Project.
- Continued the replacement of critical WTP components, including the sludge removal system, filter effluent valve actuators and utility water header piping system.
- Completed important WTP tasks including the cleanout of sludge Lagoons B and C, interior inspections of five chemical storage tanks, potable water reservoir dive inspections for Tank 1 and design of an electrical vehicle charging station.
- Initiated design of the Filter Multimedia and Underdrain Replacement Project.
- Acquired a charge analyzer to assist in coagulation optimization and reduce response time to rapidly changing raw water conditions.

Significant Goals for FY 2026/27

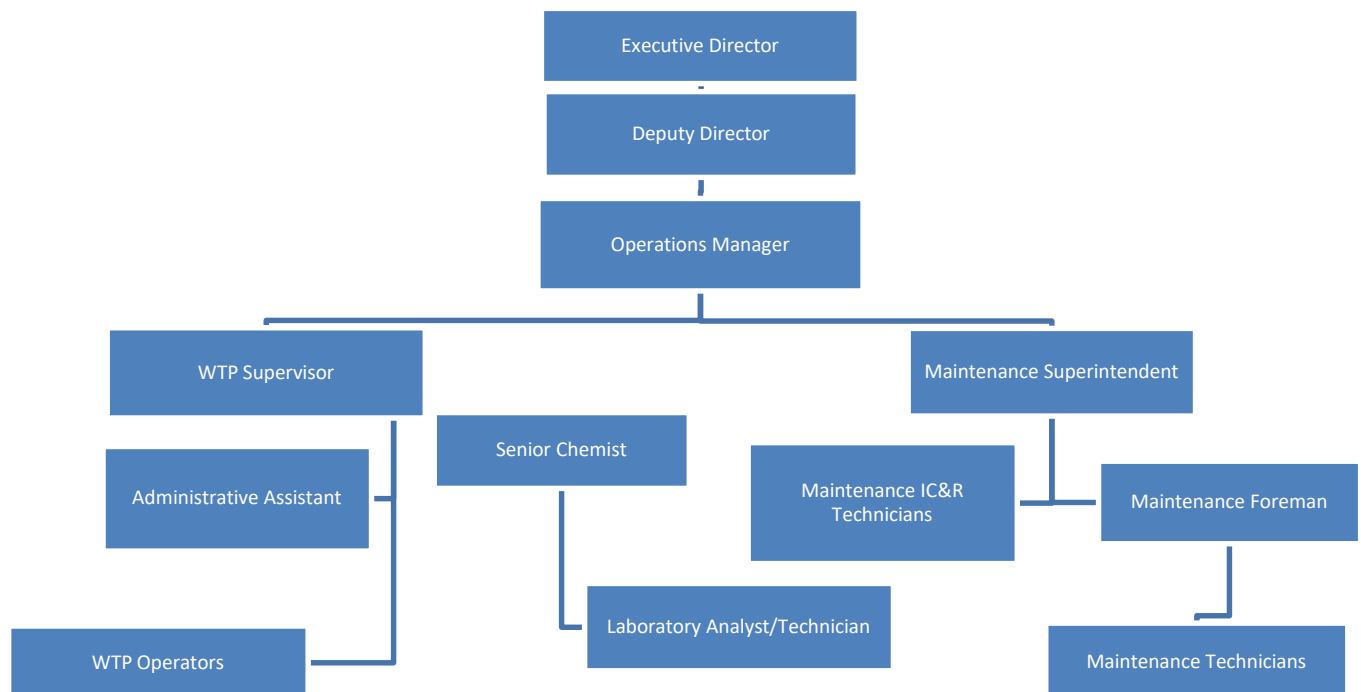
- Complete the Filter Multimedia and Underdrain Replacement Project and Aqueous Ammonia Storage Tank Lining Replacement Project.
- Initiate the first phase of the Security and Access Control Project.
- Continue the replacement of critical WTP components, filter effluent valve actuators and utility water header piping system.
- Continue implementing important WTP tasks including the cleanout of sludge Lagoon A, replacement of filter effluent valve actuators and design of an electrical vehicle charging station.
- Replace the Water Information Management (WIMS) Software used by laboratory and operational staff to produce regulatory reports.

Central Coast Water Authority
Water Treatment Plant Department
Fiscal Year 2026/27 Budget

The Water Treatment Plant Department receives raw water from DWR, operates and maintains the Polonio Pass Water Treatment Plant and performs all chemical and biologic analyses required by the California Department of Public Health.

The Water Treatment Plant Department is supervised by the Water Treatment Plant Supervisor who is responsible for the day-to-day treatment plant operations, maintenance and laboratory functions.

The six (6) Plant Operators and one (1) Plant Operator Trainee operate the treatment plant and monitor the distribution pipeline on a full-time 24 hour per day basis. They place raw water orders to DWR based on system demand, treat the water according to current plant operating parameters, perform water quality analyses, monitor the plant and pipeline Supervisory Control and Data Acquisition (SCADA) system, and assist the maintenance and laboratory sections as required.



The Operations Manager will oversee CCWA's capital improvement projects and planning of construction and oversight of construction.

The Maintenance Superintendent oversees plant maintenance and supervises the two (2) Maintenance/IC&R Technicians and the Maintenance Lead. Together with available operations staff, they keep the treatment plant in full operation.

The Maintenance Foreman schedules the daily plant maintenance and directs the work of two (2) Maintenance Technicians.

Central Coast Water Authority
Water Treatment Plant Department
Fiscal Year 2026/27 Budget

The Senior Chemist and Laboratory Analyst operate the plant laboratory. All analyses required by the Environmental Protection Agency and Department of Public Health or needed for plant process control are either performed in-house or sent to a contract laboratory by the Senior Chemist. The Senior Chemist also submits all federal and state mandated reports, provides laboratory data to project participants, oversees the water sampling program, maintains all laboratory equipment, and trains Operations and Maintenance staff in laboratory safety and procedures.

The Maintenance Instrumentation Calibration and Repair Technicians repair instruments and electronics both at the Water Treatment Plant and along the Pipeline.

WATER TREATMENT PLANT DEPARTMENT OPERATING EXPENSE OVERVIEW

The expenses associated with operating the Water Treatment Plant are divided into fixed and variable O&M costs.

Fixed O&M Costs are costs of the treatment plant that do not vary with the amount of water processed at the treatment plant. These include personnel costs, professional services, general and administrative costs.

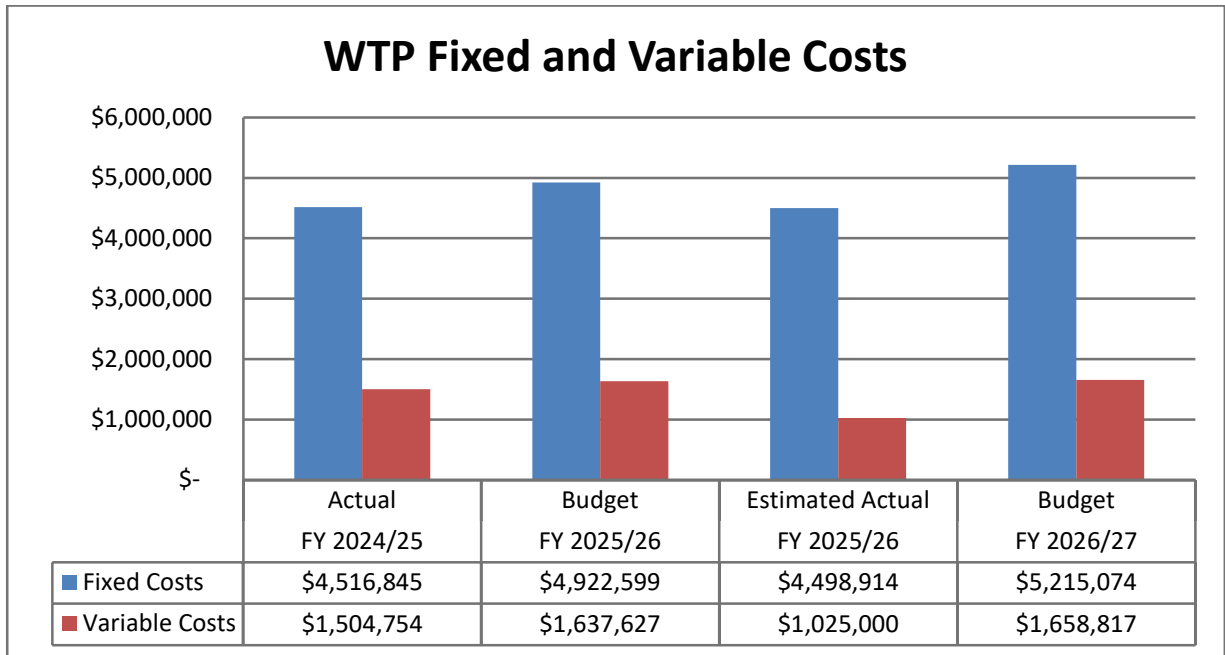
For FY 2026/27, the Water Treatment Plant fixed O&M costs total \$5,215,074 or \$292,474 more than the FY 2025/26 budget.

Variable O&M Costs are costs that vary with the amount of water processed at the treatment plant. These costs include chemical and electrical costs.

Central Coast Water Authority
Water Treatment Plant Department
Fiscal Year 2026/27 Budget

For FY 2026/27, the Water Treatment Plant variable O&M costs total \$1,658,817 which is an increase of \$21,190 from the FY 2025/26 budget. The FY 2026/27 variable O&M budget is comprised of \$1,566,661 for chemical expenses and \$92,155 for electrical costs based on treatment and delivery of 17,437 acre-feet of water for the year.

The following graph shows the allocation of fixed and variable O&M costs at the plant for the fiscal years indicated.



Variable O&M Costs Excluding San Luis Obispo County: San Luis Obispo County (SLO) does not pay for costs of dechloraminating water at the Santa Ynez Pumping Facility before the water is discharged into Lake Cachuma.

Allocation of Water Treatment Plant Expenses: All project participants pay for fixed costs at the Water Treatment Plant based on their State Water Table A allocation.

Fiscal Year 2026/27 Operating Expense Budget

The FY 2026/27 Water Treatment Plant operating expense budget is \$6,873,891 which is \$313,664 more than the previous year's budget of \$6,560,226, a 4.78% increase.

The personnel expense section of the Water Treatment Plant budget represents approximately 54% of the budget. Supplies and equipment comprise 25% with other expenses making up the balance of the budget. The variable O&M expenses are included in the supplies and equipment and utilities section of the budget. The chart Regional Water Treatment Plant Allocation and Credit shows the allocation of the various components of the water treatment plant operating expense budget.

Central Coast Water Authority
Water Treatment Plant Department
Fiscal Year 2026/27 Budget

Personnel Expenses Total personnel expenses are increasing by about \$214,337 when compared to the FY 2025/26 budget for the following reasons.

- The FY 2026/27 total salaries and wages budget for the Water Treatment Plant Department is increasing by \$48,153 when compared to the prior fiscal year budget due to the 5% salary pool and reallocation of personnel between the Distribution and Water Treatment Plant departments.
- Health insurance, dental/vision plan expenses and cafeteria plan benefits combined are increasing by about \$55,828. This is due to; 1) The 2026 CalPERS health insurance plan with the lowest premiums increased by 10.58% over the 2025 premiums, as opposed to the increase of 10% budgeted for the calendar year 2026; 2) The FY 2026/27 Budget also includes an estimated 12% increase in the health insurance premiums effective January 1, 2027. The health plan estimates are based on the elections of each employee at the time the budget is prepared.
- CalPERS retirement expenses are increasing by \$93,753 over the prior fiscal year. The CCWA employer paid portion for “Classic” members in FY 25/26 is 18.376% as compared to the prior year amount of 18.396%, for a 0.02% decrease. The Unfunded Accrued Liability (UAL) as a percentage of payroll for “Classic” employees increased to 25.07% as compared to the prior year amount of 15.12%. As of FY 2026/27 the Water Treatment Plant Department has 11 CalPERS PEPRA member employees. The PEPRA employer contribution rate in FY 2026/27 decreased from 8.27% in FY 2025/26 to 8.24% in FY 2026/27 for a decrease in employer paid PEPRA contribution rate of 0.03%.
- The FY 2026/27 Budget includes \$124,232 for deposit into the Retiree Benefit Trust Program. This amount is based on actuarial assumptions for the required minimum contribution under PEMHCA and the additional vested portion of retiree only premiums, based on employees who are 62 years of age or older and retire from CCWA having completed at least 10 years of service with CCWA.

Supplies and Equipment Supplies and equipment are increasing by about \$123,584 because of an increased amount and price of chemicals. Estimates are based on historical data and the costs of treatment are directly related to changes in water quality.

Monitoring Expenses Monitoring expenses are increasing \$5,900 due to additional lab supplies and equipment needed as identified by the Senior Chemist for FY 2026/27.

Repairs and Maintenance Repairs and Maintenance expenses are decreasing by \$12,200 over the prior year due to a decrease in anticipated landscape maintenance.

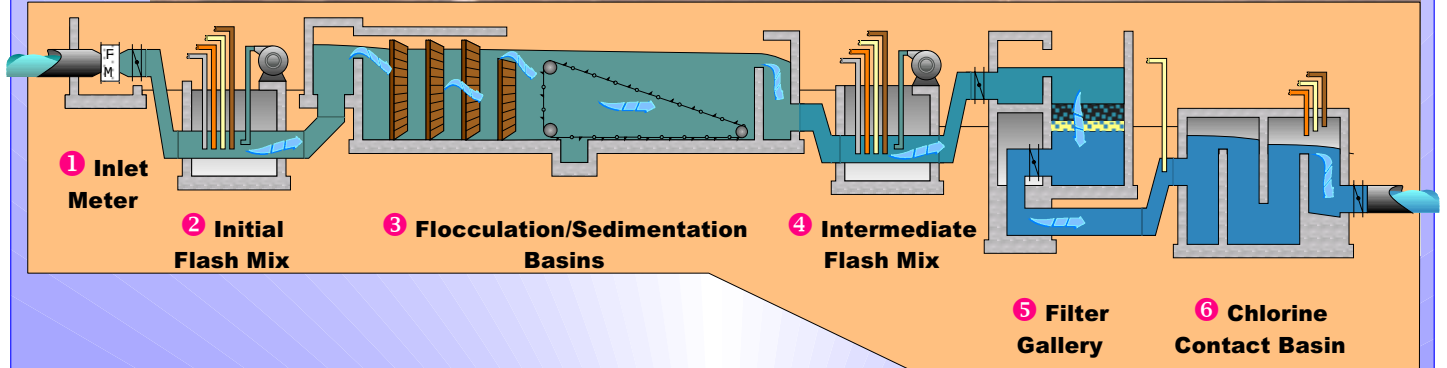
Central Coast Water Authority
Water Treatment Plant Department
Fiscal Year 2026/27 Budget

Professional Services Professional service expenses are increasing by \$30,000 over the prior year largely due to a need for additional safety consultant costs and engineering services.

General and Administrative General and administrative expenses increased about \$300.

Utilities Utility expenses are decreasing by approximately \$94,081 due to variable and fixed electric expenses based on expected deliveries.

Other Expenses Other expenses are increasing by approximately \$45,825 due to an increase in insurance costs, computer expenses and equipment rental.



Polonio Pass Water Treatment Plant Central Coast Water Authority

Central Coast Water Authority
Water Treatment Plant Department
Fiscal Year 2026/27 Budget

Regional Water Treatment Plant Allocation

Instead of building a pipeline around or through Lake Cachuma to the South Coast to convey State water to the South Coast project participants, the Authority is conveying State water using the lake and existing conveyance facilities. The water is dechloraminated (de-treated) at the Santa Ynez Pumping Facility before it is discharged into the lake.

Since the South Coast project participants must “re-treat” the State water that is delivered from Lake Cachuma, they would effectively be paying twice to treat the water if the Regional Water Treatment Plant Allocation agreement was not in place. Initial treatment occurs at the Polonio Pass Water Treatment Plant and retreatment occurs at the various South Coast project participants’ treatment plants.

The Regional Water Treatment Plant Allocation is a credit financed by Santa Barbara County project participants which directly receive treated State water from the Coastal Branch Extension or CCWA pipeline. The credit is applied to the South Coast project participants to cover their costs to retreat State water. In short, the purpose of this credit is to ensure that all Authority project participants pay the same cost to treat State water. The treatment plant capital and fixed and variable operating and maintenance costs are included in the Regional Water Treatment Plant Allocation calculation.

The Regional Water Treatment Plant Allocation computations also take into account the effect of the Santa Ynez Exchange Agreement on certain project participants (see “*Santa Ynez Exchange Agreement*” included in this section of the Budget).

The following tables show the calculation of the FY 2026/27 Regional Water Treatment Plant Allocation and Credit.

Central Coast Water Authority
Regional Water Treatment Plant Allocation and Credit
FY 2026/27 Budget

Project Participant	Allocated Table A ⁽¹⁾				Unadjusted Fixed			Adjusted Fixed ⁽⁴⁾			Fixed Retreatment Charge ⁽⁵⁾		
	Table A Amount	Exchange Deliveries	Allocated Table A	Allocated Table A Percentage	WTP Fixed Operating Costs ⁽²⁾	Imputed WTP Debt Service Costs	Total Unadjusted Fixed	Capital Retreatment Adjustment	Fixed O&M Retreatment Adjustment	Total Adjusted Fixed	Allocated Table A % SB County	Fixed Retreatment Adjustments	Cost Per AF of Allocated Table A Amount
Guadalupe	550		550	1.25%	\$ 94,215		\$ 94,215	\$ -	\$ 122,177	\$ 122,177	1.41%	\$ 27,962	\$ 50.84
Santa Maria	16,200		16,200	36.90%	2,775,055		2,775,055	-	3,598,667	3,598,667	41.46%	823,611	50.84
Golden State Water	500		500	1.14%	85,650		85,650	-	111,070	111,070	1.28%	25,420	50.84
VAFB	5,500		5,500	12.53%	942,148		942,148	-	1,221,770	1,221,770	14.07%	279,621	50.84
Buellton	578		578	1.32%	99,011		99,011	-	128,397	128,397	1.48%	29,386	50.84
Santa Ynez (Solvang)	1,500		1,500	3.42%	256,950		256,950	-	333,210	333,210	3.84%	76,260	50.84
Santa Ynez	500	2,152	2,652	6.04%	454,287		454,287	-	589,115	589,115	6.79%	134,828	50.84
Goleta	4,500	(775)	3,725	8.48%	638,064		638,064	-	827,436	827,436	9.53%	189,372	50.84
Morehart	200	-	200	0.46%	34,260		34,260	-	44,428	44,428	0.51%	10,168	50.84
La Cumbre	1,000	-	1,000	2.28%	171,300		171,300	-	222,140	222,140	2.56%	50,840	50.84
Raytheon	50	-	50	0.11%	8,565		8,565	-	11,107	11,107	0.13%	2,542	50.84
Santa Barbara	3,000	(515)	2,485	5.66%	425,604		425,604	-	551,920	551,920	6.36%	126,316	50.84
Montecito	3,000	(515)	2,485	5.66%	425,604		425,604	-	551,920	551,920	6.36%	126,316	50.84
Carpinteria	2,000	(346)	1,654	3.77%	283,337		283,337	-	367,428	367,428	4.23%	84,092	50.84
SB County Subtotal:	39,078	-	39,078	89.00%	6,694,050	-	6,694,050	-	8,680,784	8,680,784	100.00%	1,986,734	50.84
SLO County	4,830	-	4,830	11.00%	827,378		827,378	-	-	-		-	
TOTAL:	43,908		43,908	100.00%	\$ 7,521,427		\$ 7,521,427	\$ -	\$ 8,680,784	\$ 8,680,784	100.00%	\$ 1,986,734	

Fixed Retreatment Allocation Factor

Total South Coast Table A	11,598
Total SB County Table A	39,078
Subtotal:	50,676
South Coast Retreated %	1.30

Total Adjusted Fixed (SB County)	\$ 8,680,784
Total Unadjusted Fixed Costs (SB County)	6,694,050
Fixed WTP Allocation Amount	<u>\$ 1,986,734</u>

Project Participant	South Coast Fixed Retreatment Credits ⁽⁶⁾			
	South Coast Allocated Table A	South Coast Allocated Table A %	South Coast Fixed Credit	Credit/AF On Allocated Table A
Guadalupe				
Santa Maria				
Golden State Water				
VAFB				
Buellton				
Santa Ynez (Solvang)				
Santa Ynez				
Goleta	3,725	32.12%	\$ (638,064)	\$ (171.30)
Morehart	200	1.72%	(34,260)	(171.30)
La Cumbre	1,000	8.62%	(171,300)	(171.30)
Raytheon	50	0.43%	(8,565)	(171.30)
Santa Barbara	2,485	21.42%	(425,604)	(171.30)
Montecito	2,485	21.42%	(425,604)	(171.30)
Carpinteria	1,654	14.26%	(283,337)	(171.30)
SB County Subtotal:	11,598	100.00%	(1,986,734)	
SLO County	-	0.00%	-	
TOTAL:	11,598	100.00%	\$ (1,986,734)	

- (1) Allocated Table A represents Table A contract amount, minus exchange deliveries for the South Coast project participants plus exchange deliveries for Santa Ynez ID#1.
- (2) Unadjusted Fixed Operating Costs represents the WTP fixed O&M costs allocated to all project participants in proportion to contract Table A amounts.
- (4) Adjusted Fixed amounts represents the unadjusted WTP fixed costs times the Fixed Retreatment Allocation Factor.
- (5) Fixed Retreatment Charge represents the difference between the unadjusted fixed costs and the adjusted fixed costs, allocated in proportion to the Santa Barbara County allocated Table A percentage.
- (6) South Coast Fixed Retreatment Credits represents the fixed credits allocated to the South Coast agencies in proportion to the South Coast allocated Table A amounts.

Central Coast Water Authority
Regional Water Treatment Plant Allocation and Credit
FY 2026/27 Budget
Page 2

Project Participant	WTP Requested Water Deliveries			WTP Variable Operating Costs				South Coast Variable Retreatment Credits				TOTAL	
	Requested Deliveries	Exchange Deliveries	Net Deliveries	WTP Variable Costs	Variable Retreatment Adjustment	Retreatment Variable Allocation	Retreatment Variable Cost Per AF	South Coast Actual Deliveries	South Coast Delivery Percentage	South Coast Variable Credit	Credit/AF On Actual Deliveries	Fixed & Variable Retreatment	Fixed & Variable Credits
Guadalupe	50		50	\$ 4,757	\$ 4,872	\$ 115	\$ 2.31					\$ 28,077	
Santa Maria	6,800		6,800	646,898	662,583	15,686	2.31					839,297	
Golden State Water	185		185	17,599	18,026	427	2.31					25,847	
VSFB	2,830		2,830	269,224	275,752	6,528	2.31					286,149	
Buellton	270		270	25,686	26,308	623	2.31					30,008	
Santa Ynez (Solvang)	590		590	56,128	57,489	1,361	2.31					77,621	
Santa Ynez	-	2,152	2,152	204,724	209,688	4,964	2.31					139,792	
Goleta	775	(775)	-	-	-	-	-	-	0.00%	\$ -		189,372	\$ (638,064)
Morehart	-	-	-	-	-	-	-	-	0.00%	-		10,168	(34,260)
La Cumbre	320	-	320	30,442	31,180	738	2.31	320	100.00%	(30,442)	(95.13)	51,578	(201,742)
Raytheon	-	-	-	-	-	-	-	-	0.00%	-		2,542	(8,565)
Santa Barbara	515	(515)	-	-	-	-	-	-	0.00%	-		126,316	(425,604)
Montecito	515	(515)	-	-	-	-	-	-	0.00%	-		126,316	(425,604)
Carpinteria	346	(346)	-	-	-	-	-	-	0.00%	-		84,092	(283,337)
SB County Subtotal:	13,197	-	13,197	1,255,457	1,285,899	30,442	2.31	320	100.00%	(30,442)		2,017,176	(2,017,176)
SLO County	4,240		4,240	403,360	-			-	0.00%	-		-	-
TOTAL:	17,437	-	17,437	\$ 1,658,817	\$ 1,285,899	\$ 30,442		320	100.00%	\$ (30,442)		\$ 2,017,176	\$ (2,017,176)

Variable Retreatment Allocation Factor

Total South Coast Deliveries	320
Total SB County Deliveries	13,197
Subtotal:	13,517

Central Coast Water Authority
Water Treatment Plant Department
Fiscal Year 2026/27 Budget

Santa Ynez Exchange Agreement

On January 1, 1995 the Authority purchased a five-mile long pipeline from Santa Ynez River Water Conservation District, Improvement District #1 (SYID#1) to convey State water into Lake Cachuma for delivery to certain Santa Barbara County South Coast project participants who are also Cachuma Project members.

SYID#1 has a contract with the U.S. Bureau of Reclamation for water from the Cachuma Project and, until January 1, 1995, owned the pipeline which extends from Lake Cachuma to the Santa Ynez area. This pipeline was used to deliver water from Lake Cachuma to SYID#1.

The Authority acquired the Cachuma pipeline from SYID#1 under the Santa Ynez River/State Water Project Exchange Agreement (the “Santa Ynez Exchange Agreement”). Also, water stored at Lake Cachuma which would normally be delivered to SYID#1 is exchanged for an equal amount of State water delivered to the Santa Ynez turnout. This State water originally ordered by the South Coast project participants is exchanged with SYID#1 Cachuma Lake water.

SYID#1 pays the variable and fixed costs to treat exchanged water as well as regional water treatment plant allocations (see “*Regional Water Treatment Plant Allocation*” narrative included in this section).

The benefits of exchange are:

- SYID#1 does not have to build a treatment plant to treat its Cachuma water because it will instead receive State water.
- The South Coast project participants obtain water at a reduced cost because they are purchasing less expensive Cachuma water from SYID#1. The South Coast project participants are also reimbursed for fixed capital and variable treatment costs for the State water that is delivered to and paid for by SYID#1. Additionally, the South Coast project participants do not pay for power and Warren Act charges for the exchanged State water that would otherwise be delivered to the lake.
- All the South Coast project participants’ Santa Ynez II reach capital costs are reduced because an existing pipeline was acquired to convey State water from the Santa Ynez area to the lake. Otherwise, the Authority would have had to construct an additional five miles of new pipeline at much greater expense.

Under the Santa Ynez Exchange Agreement, the South Coast project participants are required to take delivery of an amount of water that equals or exceeds SYID#1’s annual allocation of Cachuma water.

The following tables show the FY 2026/27 Santa Ynez Exchange Agreement modifications.

Central Coast Water Authority
Santa Ynez Exchange Agreement Modifications
FY 2026/27 Budget

Project Participant	Table A Amounts			WTP Fixed O&M Exchange Modifications			WTP Capital Exchange Modifications			Total Fixed Exchange Mods
	Table A Amount	Exchange Deliveries	Table A Percentage	WTP Fixed Operating Costs	WTP Fixed O&M Cost Per AF	WTP Fixed O&M Exchange Adjustments	Imputed WTP Debt Service Costs	Imputed WTP Debt Service Per AF	WTP Capital Exchange Adjustments	
Guadalupe	550		1.25%	\$ 94,215	\$ 171.30	\$ -	\$ -	\$ -	\$ -	\$ -
Santa Maria	16,200		36.90%	2,775,055	171.30	-	-	-	-	-
Golden State Water	500		1.14%	85,650	171.30	-	-	-	-	-
VSFB	5,500		12.53%	942,148	171.30	-	-	-	-	-
Buellton	578		1.32%	99,011	171.30	-	-	-	-	-
Santa Ynez (Solvang)	1,500		3.42%	256,950	171.30	-	-	-	-	-
Santa Ynez	500	2,152	1.14%	85,650	171.30	368,637	-	-	-	368,637
Goleta	4,500	(775)	10.25%	770,849	171.30	(132,785)	-	-	-	(132,785)
Morehart	200	-	0.46%	34,260	171.30	-	-	-	-	-
La Cumbre	1,000	-	2.28%	171,300	171.30	-	-	-	-	-
Raytheon	50	-	0.11%	8,565	171.30	-	-	-	-	-
Santa Barbara	3,000	(515)	6.83%	513,899	171.30	(88,295)	-	-	-	(88,295)
Montecito	3,000	(515)	6.83%	513,899	171.30	(88,295)	-	-	-	(88,295)
Carpinteria	2,000	(346)	4.55%	342,599	171.30	(59,263)	-	-	-	(59,263)
SB County Subtotal:	39,078	-	89.00%	6,694,050		-	-	-	-	-
SLO County	4,830	-	11.00%	827,378			-			
TOTAL:	43,908		100.00%	\$ 7,521,427		\$ -	\$ -			\$ -

Project Participant	WTP Requested Water Deliveries			WTP Variable Exchange Modifications			Total Exchange Modifications	
	Requested Deliveries	Exchange Deliveries	Net Deliveries	WTP Variable Costs	WTP Variable Costs Per Acre-Foot	Variable Exchange Modifications	TOTAL EXCHANGE MODIFICATIONS	Cost (Credit) Per Acre-Foot
Guadalupe	50		50	\$ 4,757	\$ 95.13	-	-	
Santa Maria	6,800		6,800	646,898	95.13	-	-	
Golden State Water	185		185	17,599	95.13	-	-	
VSFB	2,830		2,830	269,224	95.13	-	-	
Buellton	270		270	25,686	95.13	-	-	
Santa Ynez (Solvang)	590		590	56,128	95.13	-	-	
Santa Ynez	-	2,152	2,152	-	95.13	\$ 204,724	\$ 573,361	\$ 266.43
Goleta	775	(775)	-	73,743	95.13	(73,743)	(206,527)	\$ (266.43)
Morehart	-	-	-	-	-	-	-	
La Cumbre	320	-	320	30,442	95.13	-	-	
Raytheon	-	-	-	-	-	-	-	
Santa Barbara	515	(515)	-	49,035	95.13	(49,035)	(137,330)	\$ (266.43)
Montecito	515	(515)	-	49,035	95.13	(49,035)	(137,330)	\$ (266.43)
Carpinteria	346	(346)	-	32,912	95.13	(32,912)	(92,175)	\$ (266.43)
SB County Subtotal:	13,197	-	13,197	1,255,457		(0)		
SLO County	4,240		4,240	403,360		-		
TOTAL:	17,437	-	17,437	\$ 1,658,817		\$ (0)	\$ -	

Central Coast Water Authority
Personnel Services Summary
Water Treatment Plant Department
Fiscal Year 2026/27 Budget

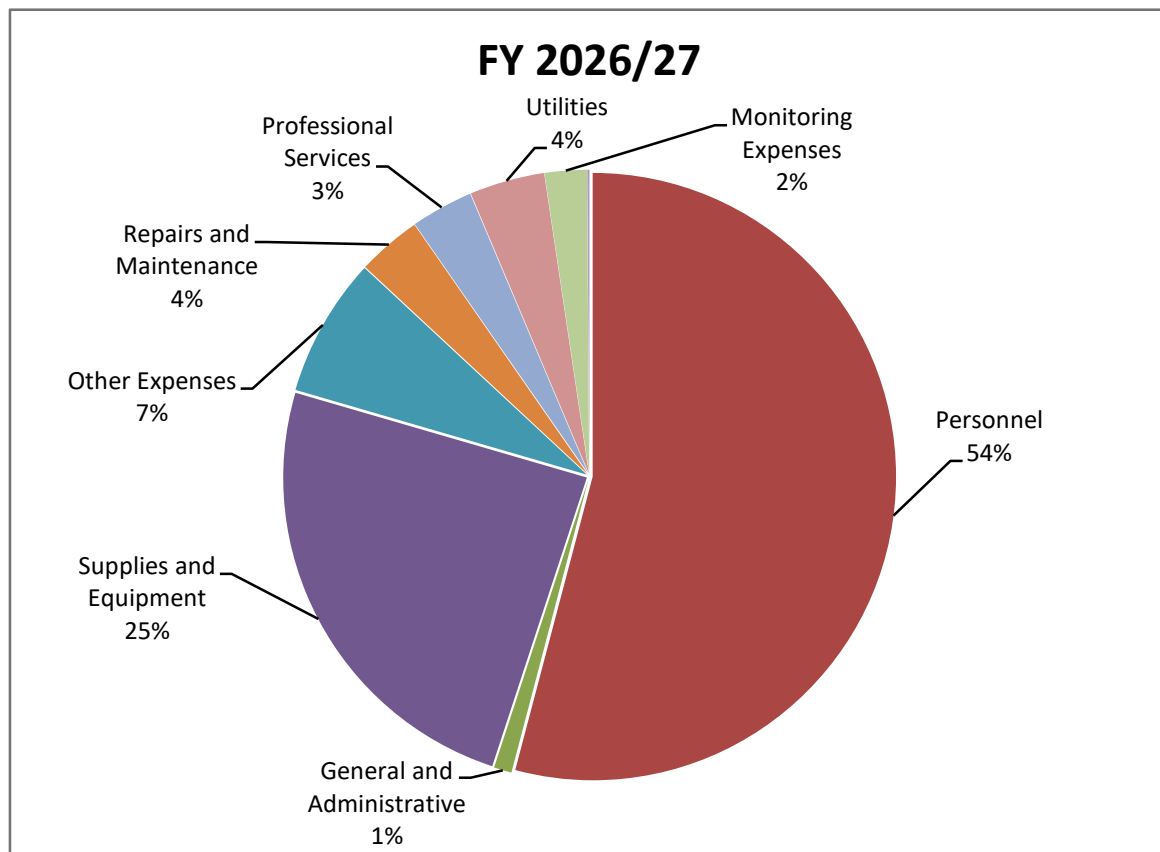
PERSONNEL COUNT SUMMARY					
Position Title	Number Auth. FY 2024/25	Number Auth. FY 2025/26	Number Requested FY 2026/27	Change Over FY 2024/25	Change Over FY 2025/26
Executive Director ⁽¹⁾	0.25	0.25	0.25	-	-
Deputy Director of Operations ⁽²⁾	0.35	0.35	0.35	-	-
Operations Manager ⁽³⁾	0.35	0.35	0.35	-	-
WTP Supervisor	1.00	1.00	1.00	-	-
Maintenance Superintendent ⁽⁴⁾	0.60	0.60	0.60	-	-
Maintenance Foreman	1.00	1.00	1.00	-	-
Safety Officer ⁽⁵⁾	0.25	0.50	0.50	0.25	-
Senior Chemist	1.00	1.00	1.00	-	-
Maintenance Technician	2.00	2.00	2.00	-	-
IT/Instrumentation & Control Specialist	-	0.20	0.20	0.20	-
Maintenance, IC&R Technicians ⁽⁶⁾	1.60	1.60	1.60	-	-
WTP Operators	5.00	6.00	5.00	-	(1.00)
WTP Operator Trainee	1.00	-	1.00	-	1.00
Laboratory Analyst	1.00	1.00	1.00	-	-
Administrative Assistant	0.75	0.75	0.75	-	-
TOTAL:	16.15	16.60	16.60	0.45	-

PERSONNEL WAGE SUMMARY						
Position Title	No. of Emp.	Position Classification	Minimum Monthly Salary	Maximum Monthly Salary	FY 2025/26 Total Annual Salary	Allocation to WTP Dept.
Executive Director ⁽¹⁾	1	N/A	N/A	N/A	\$ 325,000	\$ 81,250
Deputy Director of Operations ⁽²⁾	1	62	\$ 18,443	\$ 22,500	\$ 261,539	\$ 91,539
Operations Manager ⁽³⁾	1	46	\$ 13,655	\$ 16,659	\$ 170,000	\$ 59,500
WTP Supervisor	1	38	\$ 11,500	\$ 14,030	\$ 159,474	\$ 159,474
Maintenance Superintendent ⁽⁴⁾	1	38	\$ 11,500	\$ 14,030	\$ 160,805	\$ 96,483
Safety Officer ⁽⁵⁾	1	38	\$ 11,500	\$ 14,030	\$ 163,446	\$ 81,723
Senior Chemist	1	29	\$ 9,480	\$ 11,565	\$ 134,722	\$ 134,722
Maintenance Foreman	1	26	\$ 8,888	\$ 10,844	\$ 120,765	\$ 120,765
Maintenance Technicians	2	19	\$ 7,648	\$ 9,331	\$ 202,197	\$ 202,197
IT/Instrumentation & Control Specialist ⁽⁷⁾	1	28	\$ 9,278	\$ 11,320	\$ 131,872	\$ 26,374
Maintenance, IC&R Technicians ⁽⁶⁾	2	26	\$ 8,888	\$ 10,844	\$ 221,520	\$ 177,216
WTP Operators	5	23	\$ 8,334	\$ 10,168	\$ 647,837	\$ 555,610
WTP Trainee	1	20	\$ 7,814	\$ 9,533	\$ 882,546	\$ 92,227
Laboratory Analyst	1	19	\$ 7,648	\$ 9,331	\$ 96,096	\$ 96,096
Administrative Assistant	1	11	\$ 6,441	\$ 7,858	\$ 65,707	\$ 65,707
FY 2025/26 Salary Pool						\$ 97,698
TOTAL:						\$ 2,138,580

- (1) The Executive Director is allocated to Administration (50%), Water Treatment Plant (25%) and Distribution (25%).
(2) The Deputy Director of Operations is allocated to Administration (25%), Water Treatment Plant (35%) and Distribution (40%).
(3) The Operations Manager is allocated to Administration (25%), Water Treatment Plant (35%) and Distribution (40%).
(4) The Maintenance Superintendent is allocated to Water Treatment Plant (60%) and Distribution (40%).
(5) The Safety Officer (previous title Regulatory Spec.) is allocated to Water Treatment Plant (50%) and Distribution (50%).
(6) The two Maintenance, IC&R Techs are allocated to Water Treatment Plant (80%) and Distribution (20%).
(7) The IT/Instrumentation & Control Specialist is allocated to Water Treatment Plant (20%) and Distribution (80%).

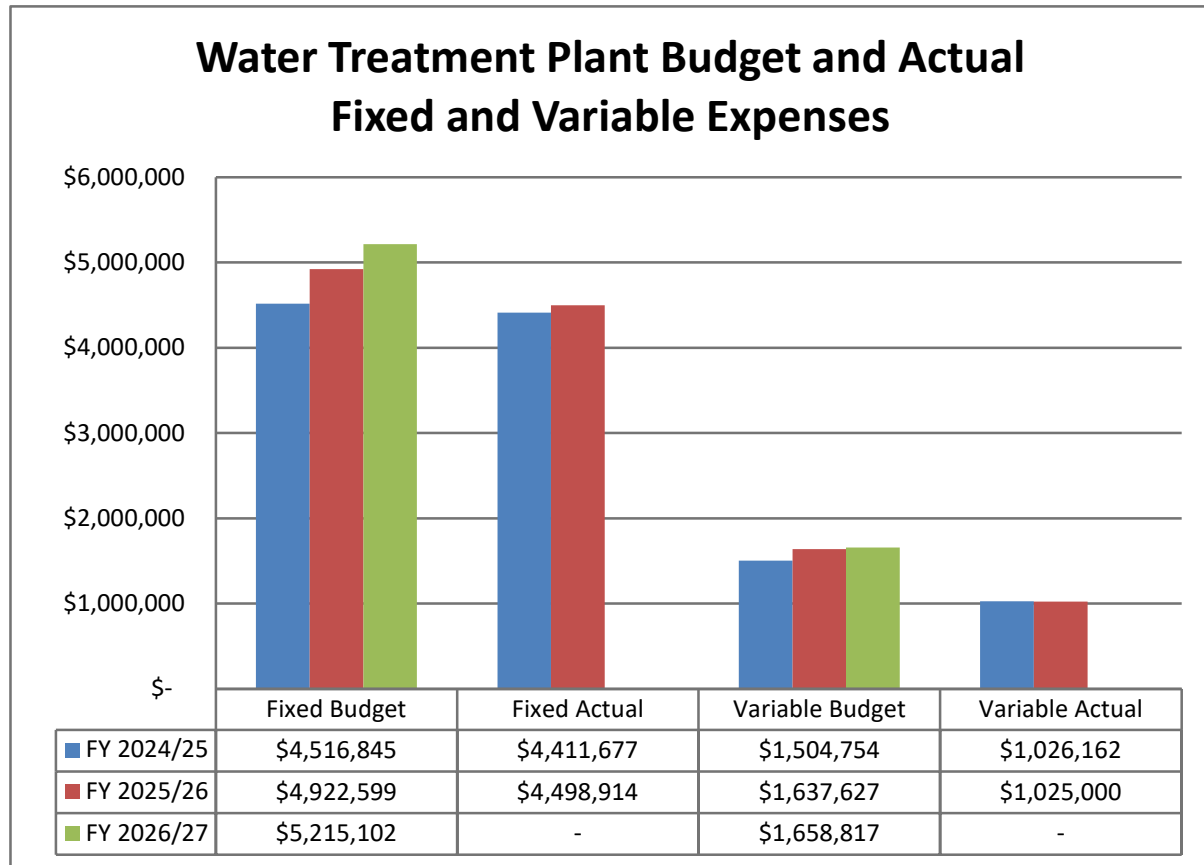
Central Coast Water Authority
Water Treatment Plant Department Operating Expenses
Fiscal Year 2026/27 Budget

Item	FY 2026/27 Budget
Personnel	\$ 3,718,701
Office Expenses	8,000
Supplies and Equipment	1,682,161
Monitoring Expenses	154,000
Repairs and Maintenance	234,500
Professional Services	228,000
General and Administrative	65,000
Utilities	274,155
Other Expenses	509,402
TOTAL:	\$ 6,873,919



Central Coast Water Authority
Water Treatment Plant Department Operating Expenses
Fiscal Year 2026/27 Budget

Item	FY 2024/25 Budget	FY 2024/25 Actual	FY 2025/26 Budget	FY 2025/26 Estimated Actual	FY 2026/27 Budget
Personnel	\$ 3,300,956	\$ 3,149,041	\$ 3,504,337	\$ 3,216,883	\$ 3,718,701
Office Expenses	7,500	5,758	8,000	8,000	8,000
Supplies and Equipment	1,448,040	1,036,152	1,558,577	1,069,500	1,682,161
Monitoring Expenses	120,497	124,576	148,100	158,310	154,000
Repairs and Maintenance	202,100	242,818	246,700	206,218	234,500
Professional Services	174,402	177,559	198,000	194,000	228,000
General and Administrative	60,990	42,750	64,700	58,756	65,000
Utilities	314,525	244,504	368,236	247,532	274,155
Other Expenses	392,589	414,681	463,576	364,715	509,402
Total:	\$ 6,021,599	\$ 5,437,839	\$ 6,560,226	\$ 5,523,914	\$ 6,873,919



Central Coast Water Authority
Water Treatment Plant Department Operating Expenses
Fiscal Year 2026/27 Administration/O&M Budget

Account Number	Account Name	FY 2024/25 Budget	FY 2024/25 Actual	FY 2025/26 Budget	FY 2025/26 Estimated Actual	FY 2026/27 Budget	Change from FY 2025/26 Budget	Percent Change FY 2025/26 Budget
<u>PERSONNEL EXPENSES</u>								
5000.10	Full-Time Regular Wages	\$ 1,937,932	\$ 1,845,767	\$ 2,090,427	\$ 1,870,903	\$ 2,138,580	\$ 48,153	2.30%
5000.20	Overtime	96,897	127,697	104,521	104,521	106,929	2,408	2.30%
5000.40	Standby Pay	41,002	43,907	42,409	42,409	42,548	139	0.33%
5000.50	Shift Differential Pay	29,306	28,960	29,765	29,765	30,253	488	1.64%
5100.10	PERS Retirement	496,460	483,501	512,731	512,731	606,484	93,753	18.29%
5100.15	Medicare Taxes	31,038	29,866	33,558	30,356	34,411	853	2.54%
5100.20	Health/Dental/Vision Plans	392,846	366,028	433,010	390,016	488,838	55,828	12.89%
5100.25	Workers' Compensation	45,621	32,607	38,474	38,474	39,314	840	2.18%
5100.30	Vehicle Expenses	-	-	-	-	-	-	-
5100.35	Retiree Medical Future Liability Dep.	109,187	109,187	97,938	97,938	124,232	26,294	26.85%
5100.40	Cafeteria Plan Benefits	-	-	-	-	-	-	N/A
5100.45	Dental/Vision Plan	-	-	-	-	-	-	N/A
5100.50	Long-Term Disability	9,990	8,648	10,777	9,000	11,022	245	2.27%
5100.55	Life Insurance	11,216	12,481	13,008	14,020	13,371	363	2.79%
5100.60	Employee Physicals	1,615	815	1,750	1,750	1,750	-	0.00%
5000.30	Certification Incentive Pay	11,134	11,271	11,768	14,000	14,467	2,700	22.94%
5100.80	Employee Incentive Programs/457 Plan	85,712	48,306	82,700	60,000	65,000	(17,700)	-21.40%
5100.65	Employee Education Reimbursement	1,000	-	1,500	1,000	1,500	-	0.00%
5100.86	Benefits-Non-Capitalized Projects	-	-	-	-	-	-	N/A
Total Personnel Expenses:		3,300,956	3,149,041	3,504,337	3,216,883	3,718,701	214,364	6.12%

Central Coast Water Authority
Water Treatment Plant Department Operating Expenses
Fiscal Year 2026/27 Administration/O&M Budget

Account Number	Account Name	FY 2024/25 Budget	FY 2024/25 Actual	FY 2025/26 Budget	FY 2025/26 Estimated Actual	FY 2026/27 Budget	Change from FY 2025/26 Budget	Percent Change FY 2025/26 Budget
<u>OFFICE EXPENSES</u>								
5200.20	Office Supplies	3,000	1,829	3,500	3,500	3,500	-	0.00%
5200.30	Miscellaneous Office Expenses	4,500	3,929	4,500	4,500	4,500	-	0.00%
Total Office Expenses:		7,500	5,758	8,000	8,000	8,000	-	0.00%
<u>SUPPLIES AND EQUIPMENT</u>								
5500.10	Uniform Expenses	14,800	13,769	19,000	19,000	19,000	-	0.00%
5500.15	Minor Tools and Equipment	7,000	7,393	10,000	10,000	10,000	-	0.00%
5500.20	Spare Parts	-	-	-	-	-	-	N/A
5500.25	Landscape Equipment and Supplies	500	-	1,500	500	1,500	-	0.00%
5500.30	Chemicals-Fixed	-	-	-	-	-	-	N/A
5500.31	Chemicals-Variable	1,357,240	955,301	1,443,077	955,000	1,566,661	123,584	8.56%
5500.35	Maintenance Supplies/Hardware	10,000	3,213	10,000	10,000	10,000	-	0.00%
5500.40	Safety Supplies	11,500	21,533	25,000	25,000	25,000	-	0.00%
5500.45	Fuel and Lubricants	42,000	34,943	45,000	45,000	45,000	-	0.00%
5500.50	Seed/Erosion Control Supplies	5,000	-	5,000	5,000	5,000	-	0.00%
5500.55	Backflow Prevention Supplies	-	-	-	-	-	-	N/A
Total Supplies and Equipment:		1,448,040	1,036,152	1,558,577	1,069,500	1,682,161	123,584	7.93%
<u>MONITORING EXPENSES</u>								
5600.10	Lab Supplies	101,834	111,119	130,000	124,222	125,000	(5,000)	-3.85%
5600.20	Lab Tools and Equipment	2,600	4,309	2,600	9,000	13,000	10,400	400.00%
5600.30	Lab Testing	16,063	9,148	15,500	25,088	16,000	500	3.23%
Total Monitoring Expenses:		120,497	124,576	148,100	158,310	154,000	5,900	3.98%

Central Coast Water Authority
Water Treatment Plant Department Operating Expenses
Fiscal Year 2026/27 Administration/O&M Budget

Account Number	Account Name	FY 2024/25 Budget	FY 2024/25 Actual	FY 2025/26 Budget	FY 2025/26 Estimated Actual	FY 2026/27 Budget	Change from FY 2025/26 Budget	Percent Change FY 2025/26 Budget
<u>REPAIRS AND MAINTENANCE</u>								
5700.10	Equipment Repairs and Maintenance	148,500	192,862	175,000	137,250	175,000	-	0.00%
5700.20	Vehicle Repairs and Maintenance	6,000	11,301	10,000	20,000	10,000	-	0.00%
5700.30	Building Maintenance	42,600	28,869	40,700	33,968	41,500	800	1.97%
5700.40	Landscape Maintenance	5,000	9,786	21,000	15,000	8,000	(13,000)	-61.90%
Total Repairs and Maintenance:		202,100	242,818	246,700	206,218	234,500	(12,200)	-4.95%
<u>PROFESSIONAL SERVICES</u>								
5400.10	Professional Services	89,152	107,876	97,000	97,000	122,000	25,000	25.77%
5400.20	Legal Services	-	3,040	-	-	-	-	N/A
5400.30	Engineering Services	30,000	23,089	45,000	45,000	50,000	5,000	11.11%
5400.40	Permits	55,250	43,554	56,000	52,000	56,000	-	0.00%
5400.50	Non-Contractual Services	-	-	-	-	-	-	N/A
5400.60	Accounting Services	-	-	-	-	-	-	N/A
Total Professional Services:		174,402	177,559	198,000	194,000	228,000	30,000	15.15%
<u>GENERAL AND ADMINISTRATIVE</u>								
5300.10	Meeting and Travel	18,000	11,597	20,000	20,000	20,000	-	0.00%
5300.20	Mileage Reimbursement	500	-	500	-	500	-	0.00%
5300.30	Dues and Memberships	10,740	9,394	10,700	10,700	11,000	300	2.80%
5300.40	Publications	1,500	101	1,500	1,500	1,500	-	0.00%
5300.50	Training	23,250	17,940	25,000	15,256	25,000	-	0.00%
5300.60	Advertising	2,000	1,332	2,000	2,000	2,000	-	0.00%
5300.80	Postage	5,000	2,386	5,000	9,300	5,000	-	0.00%
Total General and Administrative:		60,990	42,750	64,700	58,756	65,000	300	0.46%

Central Coast Water Authority
Water Treatment Plant Department Operating Expenses
Fiscal Year 2026/27 Administration/O&M Budget

Account Number	Account Name	FY 2024/25 Budget	FY 2024/25 Actual	FY 2025/26 Budget	FY 2025/26 Estimated Actual	FY 2026/27 Budget	Change from FY 2025/26 Budget	Percent Change FY 2025/26 Budget
<u>UTILITIES</u>								
5800.20	Natural Gas	9,000	15,007	9,000	11,324	9,000	-	0.00%
5800.30	Electric-Fixed	136,256	142,864	149,886	149,892	156,000	6,114	4.08%
5800.31	Electric-Variable	147,514	70,861	194,550	70,000	92,155	(102,394)	-52.63%
5800.40	Water	-	-	-	-	-	-	N/A
5800.50	Telephone	15,085	5,404	8,000	6,316	8,000	-	0.00%
5800.60	Waste Disposal	6,670	10,368	6,800	10,000	9,000	2,200	32.35%
Total Utilities:		314,525	244,504	368,236	247,532	274,155	(94,081)	-25.55%
<u>OTHER EXPENSES</u>								
5900.10	Insurance	161,518	153,638	181,047	178,708	209,928	28,880	15.95%
5900.30	Non-Capitalized Projects ⁽¹⁾	-	-	-	-	-	-	N/A
5900.40	Equipment Rental	23,100	28,497	50,000	50,000	53,000	3,000	6.00%
5900.50	Non-Capitalized Equipment	10,000	105,158	10,000	10,000	20,000	10,000	100.00%
5900.60	Computer Expenses	109,405	127,388	126,007	126,007	124,217	(1,790)	-1.42%
5900.70	Appropriated Contingency	88,566	-	96,522	-	102,257	5,735	5.94%
Total Other Expenses:		392,589	414,681	463,576	364,715	509,402	45,826	9.89%
TOTAL OPERATING EXPENSES		\$ 6,021,599	\$ 5,437,839	\$ 6,560,226	\$ 5,523,914	\$ 6,873,919	\$ 313,693	4.78%

(1) Effective July 1, 2018 Non-Capitalized Projects will be found in the Capital Improvement and Non-Capital Projects section of the budget.
5,379,780

CENTRAL COAST WATER AUTHORITY

WATER TREATMENT PLANT FY 2026/27 BUDGET

ACCOUNT NUMBER: 5000.10

ACCOUNT TITLE: Full-Time Regular Salaries

Description: Funds for the WTP staff salaries.
Includes \$97,698 for the FY 2026/27 salary pool.

FY 26/27 Requested Budget	2,138,580
FY 25/26 Estimated Actual	1,870,903
Increase (Decrease)	267,677

ACCOUNT NUMBER: 5000.20

ACCOUNT TITLE: Overtime

Description: Funds for overtime expenses for non-exempt WTP employees. Overtime is set at 5% of salaries.

FY 26/27 Requested Budget	106,929
FY 25/26 Estimated Actual	93,545
Increase (Decrease)	13,384

ACCOUNT NUMBER: 5000.30

ACCOUNT TITLE: Certification Incentive Pay

Description: 2.5% pay increase for each certification above the required certification

FY 26/27 Requested Budget	14,467
FY 25/26 Estimated Actual	10,354
Increase (Decrease)	4,114

Total \$ 14,467

ACCOUNT NUMBER: 5000.40

ACCOUNT TITLE: Stand-by Pay

Description: Funds for stand-by pay for one Distribution employee assigned to stand-by duty on a 24-hour basis.

FY 26/27 Requested Budget	42,548
FY 25/26 Estimated Actual	41,750
Increase (Decrease)	798

Based on \$2.71 per hour (5% of average hourly rate) for 8,760 hours for WTP operators, and 8,760 hours at \$3.12 per hour for Instrumentation and Control employee stand-by pay (2/3 to WTP and 1/3 to Distribution).

ACCOUNT NUMBER: 5000.50

ACCOUNT TITLE: Shift Differential Pay

Description: Funds for shift employee pay for WTP operators is based on \$3.40 per hour (5% or 7.5% of average hourly rate) for shift pay.

FY 26/27 Requested Budget	30,253
FY 25/26 Estimated Actual	24,662
Increase (Decrease)	5,591

CENTRAL COAST WATER AUTHORITY

WATER TREATMENT PLANT FY 2026/27 BUDGET

ACCOUNT NUMBER: 5100.10

ACCOUNT TITLE: PERS Retirement

FY 26/27 Requested Budget	606,484
FY 25/26 Estimated Actual	512,731
Increase (Decrease)	93,753

Description: Funds for both employer and employee contributions into PERS retirement system. Based on a 43.446% contribution rate for FY 2026/27 which includes the required Unfunded Accrued Liability (UAL) payment.

Required Contributions	\$	283,463	18.376%
UAL current fiscal year		253,738	25.070%
UAL additional payment		69,284	fixed
TOTAL		\$	606,484

ACCOUNT NUMBER: 5100.15

ACCOUNT TITLE: Medicare

FY 26/27 Requested Budget	34,411
FY 25/26 Estimated Actual	30,356
Increase (Decrease)	4,055

Description: Funds for the employer portion of Medicare taxes for the WTP department. Amount is equal to 1.45% of all wages and salaries.

ACCOUNT NUMBER: 5100.20

ACCOUNT TITLE: Health Insurance

FY 26/27 Requested Budget	381,120
FY 25/26 Estimated Actual	338,673
Increase (Decrease)	42,448

Description: Funds for employer paid portion of health insurance for WTP employees. Based on employee 2026 Café Plan elections. Includes an estimated 12% premium increase in 2027 rates.

		<i>2026 Allowance</i>	<i>2027 Allowance Est</i>
Family	\$	29,836	\$ 33,416
Emp + 1		22,951	25,705
Employee only		11,475	12,852

ACCOUNT NUMBER: 5100.25

ACCOUNT TITLE: Workers' Compensation Insurance

FY 26/27 Requested Budget	39,314
FY 25/26 Estimated Actual	38,474
Increase (Decrease)	840

Description: Funds for Workers' Compensation insurance for the WTP Department. Based on an X-Mod rate of 62% and economy of size rate of 90%.

CENTRAL COAST WATER AUTHORITY

WATER TREATMENT PLANT FY 2026/27 BUDGET

ACCOUNT NUMBER: 5100.35

ACCOUNT TITLE: Retiree Medical Future Liability Deposit

FY 26/27 Requested Budget	124,232
FY 25/26 Estimated Actual	97,938
Increase (Decrease)	26,294

Description: Actuarially determined contributions to fund the estimated future liability for the required minimum contribution component (PEMHCA) of the CalPERS health plan and the retiree health costs for vested employees age 62 and over retiring from CCWA with at least 10 years of CCWA service. Costs are based on the number of active and covered employees and retirees.

ACCOUNT NUMBER: 5100.40

ACCOUNT TITLE: Cafeteria Plan Benefits

FY 26/27 Requested Budget	40,399
FY 25/26 Estimated Actual	18,000
Increase (Decrease)	22,399

Description: Funds for the portion of the cafeteria plan benefits which exceed the premium costs for the employees based on each employee's benefit election.

ACCOUNT NUMBER: 5100.45

ACCOUNT TITLE: Dental/Vision Plan

FY 26/27 Requested Budget	67,318
FY 25/26 Estimated Actual	33,343
Increase (Decrease)	33,975

Description: Funds for the self-funded dental/vision plan. The plan provides \$5,327 per year per family for dental and vision expenses. Budgeted amount is \$3,995 per year per employee. Annual limit is based on an increase over the prior year amount for the percentage change in the CPI.

ACCOUNT NUMBER: 5100.50

ACCOUNT TITLE: Long-Term Disability

FY 26/27 Requested Budget	11,022
FY 25/26 Estimated Actual	9,000
Increase (Decrease)	2,022

Description: Funds for premiums paid for long-term disability insurance. Based on a rate of \$0.52 per \$100 of salary.

CENTRAL COAST WATER AUTHORITY

WATER TREATMENT PLANT FY 2026/27 BUDGET

ACCOUNT NUMBER: 5100.55

ACCOUNT TITLE: Life Insurance

Description: Funds for the employer paid life insurance premiums for each employee. CCWA policy provides life insurance equal to 150% of an employee's annual salary to a maximum of \$250,000.

FY 26/27 Requested Budget	13,371
FY 25/26 Estimated Actual	14,020
Increase (Decrease)	(649)

ACCOUNT NUMBER: 5100.60

ACCOUNT TITLE: Employee Physicals

Description: Funds for employee physicals paid by CCWA, including DOT, pre-employment, and respiratory evaluation.

\$	1,110	6 physicals @ \$185 each
\$	640	5 Respiratory and Audio Exam @ \$128 each
\$	1,750	Total

FY 26/27 Requested Budget	1,750
FY 25/26 Estimated Actual	1,750
Increase (Decrease)	-

ACCOUNT NUMBER: 5100.65

ACCOUNT TITLE: Employee Education Reimbursement

Description: Funds for reimbursement of employee education expenses under the policy established by CCWA. Employees will be taking welding, electrical/electronics, and laboratory classes.

FY 26/27 Requested Budget	1,500
FY 25/26 Estimated Actual	1,000
Increase (Decrease)	500

ACCOUNT NUMBER: 5100.80

ACCOUNT TITLE: Employee Incentives and 457 K. Plan

Description: Funds to encourage employee safety, efficiency and innovation through the Employee Achievement Awards Program (EAAP).

FY 26/27 Requested Budget	65,000
FY 25/26 Estimated Actual	60,000
Increase (Decrease)	5,000

EAAP	\$	3,000
457 K Plan		62,000
TOTAL:	\$	65,000

CENTRAL COAST WATER AUTHORITY
WATER TREATMENT PLANT FY 2026/27 BUDGET

ACCOUNT NUMBER: 5200.20

ACCOUNT TITLE: Office Supplies

Description: Funds for office supplies for the WTP.
Based on \$292 per month in office supply expenses.

FY 26/27 Requested Budget	3,500
FY 25/26 Estimated Actual	3,500
Increase (Decrease)	-

ACCOUNT NUMBER: 5200.30

ACCOUNT TITLE: Miscellaneous Office Expenses

Description: Funds for miscellaneous expenses
associated with CCWA. This includes awards, business cards,
coffee, kitchen supplies, etc.

FY 26/27 Requested Budget	4,500
FY 25/26 Estimated Actual	3,000
Increase (Decrease)	1,500

ACCOUNT NUMBER: 5300.10

ACCOUNT TITLE: Meetings and Travel

Description: Funds for WTP employee meetings
and travel expenses. Includes State Water Contractor travel
for Executive Director, Deputy Director, and Safety Officer
Specialist.

FY 26/27 Requested Budget	20,000
FY 25/26 Estimated Actual	-
Increase (Decrease)	20,000

ACCOUNT NUMBER: 5300.20

ACCOUNT TITLE: Mileage Reimbursement

Description: Funds for reimbursement to employees
for mileage expenses.

FY 26/27 Requested Budget	500
FY 25/26 Estimated Actual	-
Increase (Decrease)	500

ACCOUNT NUMBER: 5300.30

ACCOUNT TITLE: Dues and Memberships

Description: Funds for professional dues.

FY 26/27 Requested Budget	11,000
FY 25/26 Estimated Actual	10,700
Increase (Decrease)	300

\$	500	AWWA dues
	7,500	Water Research Foundation dues
	1,500	Certification
	1,500	CWEA and ISA
\$	11,000	TOTAL

**CENTRAL COAST WATER AUTHORITY
WATER TREATMENT PLANT FY 2026/27 BUDGET**

ACCOUNT NUMBER: 5300.40

ACCOUNT TITLE: Publications

Description: Funds for publications received by the WTP.

FY 26/27 Requested Budget	1,500
FY 25/26 Estimated Actual	1,500
Increase (Decrease)	-

ACCOUNT NUMBER: 5300.50

ACCOUNT TITLE: Training

Description: Funds for training of WTP personnel, including safety
Does not include educational reimbursement.

FY 26/27 Requested Budget	25,000
FY 25/26 Estimated Actual	15,256
Increase (Decrease)	9,744

ACCOUNT NUMBER: 5300.60

ACCOUNT TITLE: Advertising

Description: Funds for advertising expenses for the WTP including open job position advertising.

FY 26/27 Requested Budget	2,000
FY 25/26 Estimated Actual	2,000
Increase (Decrease)	-

ACCOUNT NUMBER: 5300.80

ACCOUNT TITLE: Postage

Description: Funds for all postal and mail expenses for the WTP, including 16 weekly taste and odor samplings.

FY 26/27 Requested Budget	5,000
FY 25/26 Estimated Actual	9,300
Increase (Decrease)	(4,300)

CENTRAL COAST WATER AUTHORITY
WATER TREATMENT PLANT FY 2026/27 BUDGET

ACCOUNT NUMBER: 5400.10

ACCOUNT TITLE: Professional Services

Description: Outside professional services including:

FY 26/27 Requested Budget	122,000
FY 25/26 Estimated Actual	97,000
Increase (Decrease)	25,000

\$	6,000	Fire system/extinguisher inspection
	2,700	Security
	4,800	Crane inspection
	1,679	Oil, coolant and diesel analysis
	4,000	Emergency generator/forklift service
	7,000	Equipment Calibration
	1,100	Fit testing equipment certification/service
	20,000	Third Party Confined Space Rescue
	37,500	Safety Consultant
	4,500	Safety Equipment (fall hoist, ect)
	25,000	Environmental services
	7,721	Personnel Team Building
\$	122,000	TOTAL

ACCOUNT NUMBER: 5400.30

ACCOUNT TITLE: Engineering Services

Description: Funds for all non-capitalized engineering services and small projects.

FY 26/27 Requested Budget	50,000
FY 25/26 Estimated Actual	30,000
Increase (Decrease)	20,000

\$	25,000	General Engineering
	5,000	Cathodic Protection
	15,000	PLC Support
	5,000	CalARP 5-year Seismic Assment
\$	50,000	TOTAL

ACCOUNT NUMBER: 5400.40

ACCOUNT TITLE: Permits

Description: Funds for all required WTP permits.

FY 26/27 Requested Budget	56,000
FY 25/26 Estimated Actual	52,000
Increase (Decrease)	4,000

\$	2,500	RWQCB NPDES
	33,000	Drinking Water Program
	11,000	ELAP Lab Accreditation
	3,000	Emergency Generator Permit
	6,500	Hazardous Materials Fees
\$	56,000	TOTAL

ACCOUNT NUMBER: 5500.10

ACCOUNT TITLE: Uniform Expenses

Description: Funds for employer provided uniforms and uniform expense employee reimbursements.

FY 26/27 Requested Budget	19,000
FY 25/26 Estimated Actual	19,000
Increase (Decrease)	-

\$	12,000	Uniform Service (\$1,000 per month)
	3,000	Blue jean pants (\$300/yr emp allowance)
	3,500	Boots (\$350/yr employee allowance)
	500	Misc. uniform requirements (jackets, etc.)
	19,000	TOTAL

CENTRAL COAST WATER AUTHORITY
WATER TREATMENT PLANT FY 2026/27 BUDGET

ACCOUNT NUMBER: 5500.15

ACCOUNT TITLE: Minor Tools and Equipment

Description: Funds for the purchase of minor tools and equipment.

FY 26/27 Requested Budget	10,000
FY 25/26 Estimated Actual	10,000
Increase (Decrease)	-

ACCOUNT NUMBER: 5500.25

ACCOUNT TITLE: Landscape Supplies

Description: Funds for the purchase of supplies for landscape maintenance at the WTP.

FY 26/27 Requested Budget	1,500
FY 25/26 Estimated Actual	500
Increase (Decrease)	1,000

\$ 1,500 Herbicide

ACCOUNT NUMBER: 5500.31

ACCOUNT TITLE: Chemicals-Variable

Description: Funds for the purchase of chemicals to operate the plant including chlorine, polymers, etc.

FY 26/27 Requested Budget	1,566,661
FY 25/26 Estimated Actual	955,000
Increase (Decrease)	611,661

(1) WTP Plant: \$79.54 per acre foot and 17,437 acre feet of requests
(2) Santa Ynez Pumping Station: \$8.40/AF for 320 AF pumped water
(3) Tank 5 and 7 Chlorination at \$28.73/AF for 6,162AF

ACCOUNT NUMBER: 5500.35

ACCOUNT TITLE: Maintenance Supplies/Hardware

Description: Funds for the purchase of disposable tools, pipe and pipefittings, wood, steel and other metals, hardware, nuts and bolts, and other hardware materials.

FY 26/27 Requested Budget	10,000
FY 25/26 Estimated Actual	10,000
Increase (Decrease)	-

\$ 10,000 Maintenance Supplies/Hardware

CENTRAL COAST WATER AUTHORITY
WATER TREATMENT PLANT FY 2026/27 BUDGET

ACCOUNT NUMBER: 5500.40

ACCOUNT TITLE: Safety Supplies

Description: Purchases of minor safety supplies
including first aid kit purchases and non-capitalized safety
equipment purchases.

FY 26/27 Requested Budget	25,000
FY 25/26 Estimated Actual	25,000
Increase (Decrease)	-

ACCOUNT NUMBER: 5500.50

ACCOUNT TITLE: Seed/Plants/Erosion Control Supplies

Description: Funds for reseeding, replanting and
erosion control supplies.

FY 26/27 Requested Budget	5,000
FY 25/26 Estimated Actual	5,000
Increase (Decrease)	-

\$ 5,000 Erosion maintenance

ACCOUNT NUMBER: 5500.45

ACCOUNT TITLE: Fuel and Lubricants

Description: Funds for the purchase of fuel and
lubricants for WTP vehicles, equipment and emergency generator.
Does not include mileage reimbursement expenses.

FY 26/27 Requested Budget	45,000
FY 25/26 Estimated Actual	45,000
Increase (Decrease)	-

ACCOUNT NUMBER: 5600.10

ACCOUNT TITLE: Laboratory Supplies

Description: Funds for the purchase of laboratory
supplies including chemicals.

FY 26/27 Requested Budget	125,000
FY 25/26 Estimated Actual	124,222
Increase (Decrease)	778

CENTRAL COAST WATER AUTHORITY
WATER TREATMENT PLANT FY 2026/27 BUDGET

ACCOUNT NUMBER: 5600.20

ACCOUNT TITLE: Laboratory Tools and Equipment

Description: Funds for the purchase of non-capitalized tools and equipment for the laboratory.

FY 26/27 Requested Budget	13,000
FY 25/26 Estimated Actual	9,000
Increase (Decrease)	4,000

\$ 13,000 AmperometricTitrator

\$ 13,000 TOTAL

ACCOUNT NUMBER: 5600.30

ACCOUNT TITLE: Lab Testing

Description: Funds for outside lab services.

FY 26/27 Requested Budget	16,000
FY 25/26 Estimated Actual	25,088
Increase (Decrease)	(9,088)

\$ 4,000 Quarterly Monitoring (DBP)
700 Monthly Monitoring (Aluminium)
5,400 Annual Monitoring
2,600 Misc. monitoring
1,000 Lab DI Water Testing (Annual)
2,300 PFAS Monitoring and TCP
\$ 16,000 TOTAL

ACCOUNT NUMBER: 5700.10

ACCOUNT TITLE: Equipment Repairs and Maintenance

Description: Funds for repairs and maintenance of WTP equipment including pumps, motors, valves, instrumentation, equipment, etc.

FY 26/27 Requested Budget	175,000
FY 25/26 Estimated Actual	137,250
Increase (Decrease)	37,750

ACCOUNT NUMBER: 5700.20

ACCOUNT TITLE: Vehicle Repairs and Maintenance

Description: Funds for the repair and maintenance of WTP vehicles.

FY 26/27 Requested Budget	10,000
FY 25/26 Estimated Actual	20,000
Increase (Decrease)	(10,000)

CENTRAL COAST WATER AUTHORITY
WATER TREATMENT PLANT FY 2026/27 BUDGET

ACCOUNT NUMBER: 5700.30

ACCOUNT TITLE: Building Maintenance

Description: Funds for the repair and maintenance of the WTP buildings.

FY 26/27 Requested Budget	41,500
FY 25/26 Estimated Actual	33,968
Increase (Decrease)	7,532

\$	1,000	Miscellaneous repairs
	3,500	Site improvements (includes painting)
	21,000	Janitorial service
	10,000	HVAC
	6,000	Janitorial Supplies
\$	41,500	TOTAL

ACCOUNT NUMBER: 5700.40

ACCOUNT TITLE: Landscape Maintenance

Description: Funds for the maintenance of the WTP facility landscape. Includes weed abatement for sludge lagoons and leachfield.

FY 26/27 Requested Budget	8,000
FY 25/26 Estimated Actual	15,000
Increase (Decrease)	(7,000)

ACCOUNT NUMBER: 5800.20

ACCOUNT TITLE: Natural Gas Service

Description: Funds for propane gas service to the WTP.

FY 26/27 Requested Budget	9,000
FY 25/26 Estimated Actual	11,324
Increase (Decrease)	(2,324)

ACCOUNT NUMBER: 5800.30

ACCOUNT TITLE: Electric Service-Fixed

Description: Funds for electrical service to the WTP.

FY 26/27 Requested Budget	156,000
FY 25/26 Estimated Actual	149,892
Increase (Decrease)	6,108

ACCOUNT NUMBER: 5800.31

ACCOUNT TITLE: Electric Service-Variable

Description: Funds for electrical service to the WTP. Variable electrical costs.

FY 26/27 Requested Budget	92,155
FY 25/26 Estimated Actual	70,000
Increase (Decrease)	22,155

\$	5.29	\$/AF
	17,437	AF
\$	92,155	TOTAL

CENTRAL COAST WATER AUTHORITY
WATER TREATMENT PLANT FY 2026/27 BUDGET

ACCOUNT NUMBER: 5800.40

ACCOUNT TITLE: Water/Sewer

Description: Funds for water and sewer service to the WTP.

FY 26/27 Requested Budget	-
FY 25/26 Estimated Actual	-
Increase (Decrease)	-

ACCOUNT NUMBER: 5800.50

ACCOUNT TITLE: Telephone

Description: Funds for WTP phones including long distance and cellular phone bills.

FY 26/27 Requested Budget	8,000
FY 25/26 Estimated Actual	6,316
Increase (Decrease)	1,684

\$	500	Tablet Service (2 tablets)
\$	7,500	General Phone
\$	8,000	TOTAL

ACCOUNT NUMBER: 5800.60

ACCOUNT TITLE: Waste Disposal

Description: Funds for trash service and removal of hazardous waste for the WTP.

FY 26/27 Requested Budget	9,000
FY 25/26 Estimated Actual	10,000
Increase (Decrease)	(1,000)

\$	3,600	Garbage (\$300 per month)
	2,600	Bulk Dumpster
	2,200	Waste Oil/Solvent
	600	Light Bulbs
\$	9,000	TOTAL

ACCOUNT NUMBER: 5900.10

ACCOUNT TITLE: Insurance

Description: Funds for insurance coverage.

FY 26/27 Requested Budget	209,928
FY 25/26 Estimated Actual	178,708
Increase (Decrease)	31,220

\$	126,804	Property and auto coverage based on the apportionment provided by JPIA.
\$	83,123	General liability and E&O based on salary proportions.
\$	209,928	TOTAL

CENTRAL COAST WATER AUTHORITY
WATER TREATMENT PLANT FY 2026/27 BUDGET

ACCOUNT NUMBER: 5900.40

ACCOUNT TITLE: Equipment Rental

Description: Funds for rental of equipment for the WTP.

FY 26/27 Requested Budget	53,000
FY 25/26 Estimated Actual	50,000
Increase (Decrease)	3,000

\$	3,000	Copier lease (\$250 per month)
	10,000	Motorized equipment
	40,000	Lagoon cleaning
\$	53,000	TOTAL

ACCOUNT NUMBER: 5900.50

ACCOUNT TITLE: Non-Capitalized Fixed Assets

Description: Funds for the purchase of non-capitalized equipment. These equipment purchases are generally under \$13,000 in cost with an estimated useful life under 5 years.

FY 26/27 Requested Budget	20,000
FY 25/26 Estimated Actual	20,000
Increase (Decrease)	20,000

ACCOUNT NUMBER: 5900.60

ACCOUNT TITLE: Computer Expenses

Description: Funds for computer expenses including minor software purchases, minor equipment purchases and service contracts.

FY 26/27 Requested Budget	124,217
FY 25/26 Estimated Actual	126,007
Increase (Decrease)	(1,790)

\$	117,917	CompuVision, Annual Service Agreements and Software Subscriptions
\$	6,300	Software, New Computers and other computer services.
\$	124,217	TOTAL

ACCOUNT NUMBER: 5900.70

ACCOUNT TITLE: Appropriated Contingency

Description: 2.0% of requested budget excluding chemical and variable electric costs.

FY 26/27 Requested Budget	102,257
FY 25/26 Estimated Actual	-
Increase (Decrease)	102,257



Air vac vaults at Reservoir Canyon in San Luis Obispo County

Distribution Department

The Distribution Department is responsible for the daily operations and maintenance of the 130 miles of pipeline, seven storage tanks, ten turnouts, four isolation vaults, an energy dissipation vault, the Santa Ynez Pumping Facility and hundreds of valve, access and cathodic protection structures.

Highlights

Department Information

- Number of employees 10.15
- Authority pipeline (in miles) 42
- Coastal Branch Phase II pipeline (in miles) 101
- Number of water storage tanks 7
- Number of turnouts 10

Budget Information

- Total FY 2026/27 O&M Budget \$ 3,652,513
- O&M Budget increase over FY 2025/26 \$ 100,874
 - Fixed cost increase over FY 2025/26 \$ 98,579
 - Variable cost increase over FY 2025/26 \$ 2,294
- Percentage increase 2.84%
- Fixed O&M expenses \$ 3,468,117
- Variable O&M expenses \$ 184,396
- FY 2026/27 budgeted electrical cost \$ 576.00 per acre-foot

Significant Accomplishments during FY 2025/26

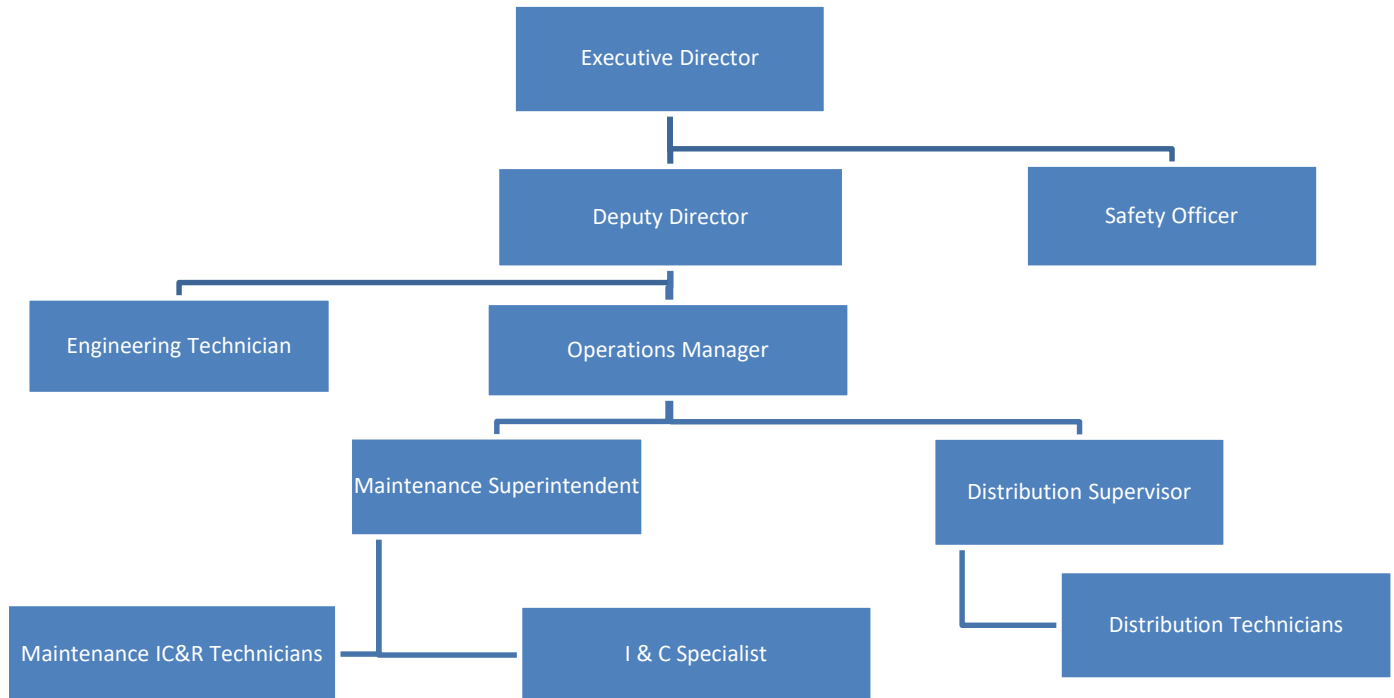
- Completed the Tank 7 Access Road and Mesa Verde Road Asphalt Concrete Repair Project and Hydraulic Package Servicing Replacement Project.
- Completed important pipeline maintenance tasks including the rehabilitation of two pumps at the Santa Ynez Pump Station (SYPP), potable water reservoir dive inspections for Tank 2, replacement of the Chorro Valley turnout sleeve valve and design of an electrical vehicle charging station at the SYPP.

Significant Goals for FY 2026/27

- Complete the Tank 2 Generator and Fuel System Replacement Project and Lopez Turnout Pressure Relief Valve Replacement Project.
- Upgrade the Programmable Logic Controllers at the Energy Dissipating Valve Facility.
- Continue repairing corroded riser piping of identified air vacuum/air release valves along the pipeline.
- Complete upgrades to the Distribution Control Room, battery and power supplies for remote facilities and the Bradbury Dam radio connection.
- Rebuild pressure relief valves at various locations along the Coastal Branch pipeline.

Central Coast Water Authority
Distribution Department
Fiscal Year 2026/27 Budget

The Distribution Department is responsible for maintaining the distribution system (i.e., pipeline and ancillary facilities).



The Distribution Department is comprised of the field Distribution Technicians, IT/Instrumentation and Control Specialist and Maintenance IC&R Technicians.

The field Distribution Technicians and Distribution Supervisor are responsible for the day-to-day water distribution system operations and maintenance including system operation, facility maintenance, rechloraminating and dechloraminating, erosion control, right-of-way issues, revegetation, environmental compliance, and fiber optic communications. They patrol over 130 miles of pipeline and operate and maintain seven storage tanks, ten turnouts, four isolation vaults, an energy dissipation vault, the Santa Ynez Pumping Facility and hundreds of valve, access, and cathodic protection structures. Additionally, they collect weekly water quality samples from each turnout and tank for the treatment plant laboratory.

IT/Instrumentation and Control Specialist and Maintenance/Instrumentation and Control Technicians report to the Maintenance Superintendent and maintain all distribution electrical, electronic, fiber optic and instrumentation systems. They also assist the Maintenance Superintendent in maintaining plant electrical, electronic and fiber optic systems.

The Distribution Maintenance and Instrumentation and Control staff are supported by the Maintenance Superintendent and Deputy Director, who provide

Central Coast Water Authority
Distribution Department
Fiscal Year 2026/27 Budget

long term planning and establish priorities. The Operations Manager will oversee CCWA's capital improvement projects and planning of construction and oversight of construction.

The Operations Manager is responsible for capital improvement projects, planning and oversight of construction activities and supervision of staff, policy, and internal relationships.

The Safety Officer reports to the Executive Director and divides time between Distribution and Water Treatment Plant Departments. The Safety Officer is responsible for safety, environmental monitoring, and regulatory compliance.

The accomplishments, performance indicators ("Service Efforts and Accomplishments") and goals for the Distribution Department will be presented at a future meeting of the CCWA Board of Directors.

DISTRIBUTION DEPARTMENT OPERATING EXPENSE OVERVIEW

The distribution system for the State water facilities is divided into segments called "Financial Reaches." These financial reaches are the portions of the pipeline through which the project participants receive and pay for water in accordance with their Water Supply Agreements.

Participation in each financial reach is based on the location of a particular project participant's turnout. Each participant pays for its share of the Coastal Branch and Authority financial reaches down to the financial reach from which that participant takes delivery of water. For example, South Coast project participants pay for their share of all financial reaches since they take delivery from the terminus of the Authority pipeline.

The financial reaches for the distribution system include Authority reaches and DWR reaches. The facilities owned by the Authority are considered Authority reaches and those owned by DWR are considered DWR reaches.

The Distribution Department is responsible for maintaining both the Authority and the DWR reaches downstream of the Polonio Pass Water Treatment Plant.

Central Coast Water Authority
Distribution Department
Fiscal Year 2026/27 Budget

The following is a list of the various financial reaches including the facilities and/or landmarks located in each reach.

DWR REACHES

- Reach 33B Tank 1 through the Chorro Valley turnout
- Reach 34 Chorro Valley turnout through the Lopez turnout
- Reach 35 Lopez turnout through the Guadalupe turnout
- Reach 36 Deleted
- Reach 37 Guadalupe turnout to Southern Pacific Railroad crossing near Casmalia
- Reach 38 Southern Pacific Railroad crossing near Casmalia through Tank 5

CCWA [Authority] REACHES

- Mission Hills Tank 5 to La Purisima Road
- Santa Ynez I La Purisima Road to the Santa Ynez Pumping Facility
- Santa Ynez II Santa Ynez Pumping Facility to Lake Cachuma

The table and map “Coastal Branch Financial Reaches” shows the participation by project participant and by financial reach for each project participant in each reach.

Distribution Allocation of Operating Expenses by Financial Reach

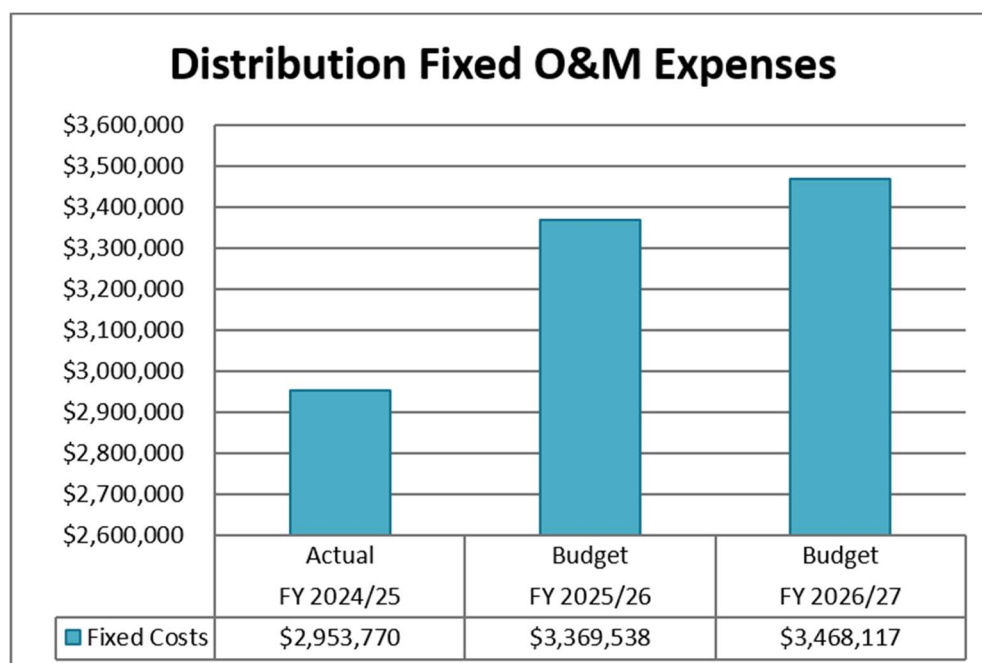
The Distribution Department operating expenses are allocated among the financial reaches listed above based on allocation percentages established by the Authority. These percentages are based on the FY 2024/25 actual operating expenses for each reach. The financial reach allocation percentages are adjusted each year based on the year-end budget status report actual operating expenses from the preceding fiscal year. The following table provides the allocation percentages for the Distribution Department operating expenses.

Central Coast Water Authority
Distribution Department
 Fiscal Year 2026/27 Budget

<i>Distribution Department Financial Reach Allocation</i>			
Financial Reach	FY 2026/27 Allocation Percentage	FY 2025/26 Allocation Percentage	Increase (Decrease)
Reach 33B	11.06%	13.74%	-2.69%
Reach 34	8.11%	7.14%	0.98%
Reach 35	11.24%	4.11%	7.13%
Reach 37	1.06%	1.75%	-0.70%
Reach 38	1.95%	2.54%	-0.59%
Mission Hills II	11.86%	20.62%	-8.76%
Santa Ynez I	15.06%	19.30%	-4.24%
Santa Ynez II	39.66%	30.79%	8.87%
TOTAL:	100.00%	100.00%	0.00%

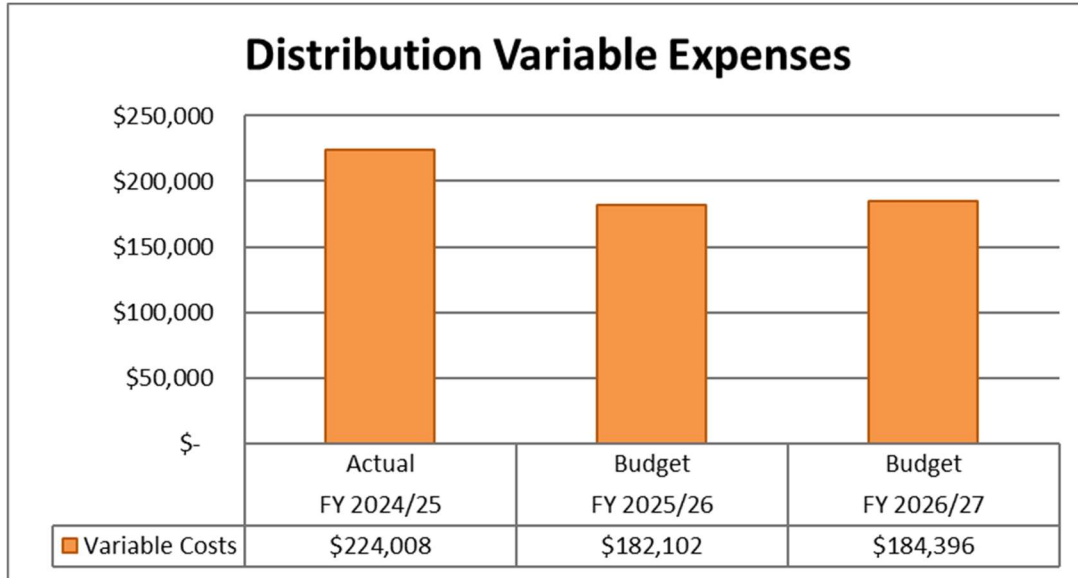
The expenses associated with the Distribution Department are divided into fixed and variable O&M costs.

Fixed O&M Costs are all costs of the distribution system that do not vary with the amount of water processed. Examples of these expenses include personnel costs, professional services, and repair and maintenance costs. The following graph shows the three-year trend for the Distribution Department Fixed O&M expenses. As the graph shows, FY 2026/27 fixed O&M costs are \$98,579 higher than the prior year budget amount.



Central Coast Water Authority
Distribution Department
 Fiscal Year 2026/27 Budget

Variable O&M Costs are all costs that vary with the amount of water processed. The Distribution Department variable expenses are solely electrical costs to pump the South Coast project participant water into Lake Cachuma. The following graph shows the three-year trend for the Distribution Department variable O&M costs. As the graph shows, FY 2026/27 variable O&M costs are \$2,294 higher than the prior year budget amounts.



The following table shows the allocation of the Distribution Department variable O&M costs (electrical costs) for the Fiscal Year 2026/27 Budget.

Distribution Department Electrical Costs

Project Participant	Requested Table A Deliveries ⁽¹⁾	Distribution Electrical Costs at \$576/AF
Goleta	-	\$ -
Morehart	-	-
La Cumbre	320	184,396
Raytheon	-	-
Santa Barbara	-	-
Montecito	-	-
Carpinteria	-	-
Total South Coast:	320	\$ 184,396
(1) Excludes water deliveries exchanged with Santa Ynez ID#1.		

Central Coast Water Authority
Distribution Department
Fiscal Year 2026/27 Budget

Fiscal Year 2026/27 Operating Expense Budget

The Fiscal Year 2026/27 Distribution Department operating expense budget is \$3,652,513 which is \$100,874 higher than the previous year's budget of \$3,551,639, an increase of 2.84%. The personnel expense section of the Distribution Department budget represents approximately 64% of the budget. Professional Services comprise 8%, with other expenses and utilities making up the balance of the budget. A pie chart showing the percentage of the various components of the Distribution Department operating expense budget is included on a subsequent page. Variable O&M costs are included in the supplies and equipment and utilities categories.

Personnel Expenses Personnel expenses are increasing by about \$35,249 attributed to the following:

- The FY 2026/27 total Distribution Department salaries and wages budget increased by \$17,804.
- Health insurance, dental/vision plan expenses and cafeteria plan benefits combined are increasing by \$9,317 This is due to; 1) The 2026 CalPERS health insurance plan with the lowest premiums increased by 10.58% over the 2025 premiums, as opposed to the increase of 10% budgeted for the calendar year 2026; 2) The FY 2026/27 Budget also includes an estimated 12% increase in the health insurance premiums effective January 1, 2027. The health plan estimates are based on the elections of each employee at the time the budget is prepared.
- CalPERS retirement expenses are decreasing by \$19,416 over the prior fiscal year. The CCWA employer paid portion for "Classic" members in FY 25/26 is 18.376% as compared to the prior year amount of 18.396%, for a 0.02% decrease. The Unfunded Accrued Liability (UAL) as a percentage of payroll for "Classic" employees increased to 25.07% as compared to the prior year amount of 15.12%. The PEPRA employer contribution rate in FY 2026/27 decreased from 8.27% in FY 2025/26 to 8.24% in FY 2026/27 for a decrease in employer paid PEPRA contribution rate of 0.03%. The number of PEPRA employees increased by 2 and Classic employees decreased by 2.
- The FY 2026/27 Budget includes a \$78,877 deposit into the Retiree Benefit Trust Program. This amount is based on actuarial assumptions for the required minimum contribution under PEMHCA and the additional vested portion of retiree only premiums, based on employees who are 62 years of age or older and retire from CCWA having completed at least 10 years of service with CCWA.

Central Coast Water Authority
Distribution Department
Fiscal Year 2026/27 Budget

Professional Services Professional Services costs are increasing by approximately \$19,410 due to an increase in engineering costs associated with an air vac modification analysis for Reach 38.

General and Administrative General and Administrative costs are unchanged from prior year.

Utility Expenses Utility expenses are increasing by \$20,815 largely due to significant variability in electric costs due to lower estimated deliveries.

Other Expenses Other expenses are increasing by approximately \$14,642 due to anticipated increase in insurance expenses.

Turnout Expenses Turnout expenses include funds for utility expenses at each turnout, equipment repairs and maintenance, and non-capitalized projects. (See Projects Section for a description of Capital and non-capitalized projects.)

The following table shows the FY 2026/27 O&M budget for the various CCWA Turnouts.

TURNOUT EXPENSES							
Turnout	Electric Expense	Equipment Repairs and Maintenance	Phone Computer Expenses	Other Expenses	Subtotal Operating Expenses	Capital Projects ⁽¹⁾	TOTAL
Guadalupe	\$ 1,200	\$ 4,000	\$ -	\$ 500	\$ 5,700	\$ -	\$ 5,700
Santa Maria	900	4,000	-	500	5,400	-	5,400
Golden State Water Co.	1,500	4,500	-	500	6,500	-	6,500
Vandenberg Space Force Base		1,500	-	500	2,000	-	2,000
Buellton	350	1,500	-	500	2,350	-	2,350
Santa Ynez (Solvang)	750	1,000	-	500	2,250	-	2,250
Santa Ynez		1,000	-	500	1,500	-	1,500
Shandon	1,000	1,000	-	500	2,500	-	2,500
Chorro Valley		6,000	3,324	500	9,824	-	9,824
Lopez	650	1,500	-	500	2,650	21,433	24,083
TOTAL:	\$ 6,350	\$ 26,000	\$ 3,324	\$ 5,000	\$ 40,674	\$ 21,433	\$ 62,106
(1) Please see the CIP section of the budget for information regarding the Turnout capital projects.							

Central Coast Water Authority
Distribution Department
Fiscal Year 2026/27 Budget

PERSONNEL COUNT SUMMARY					
Position Title	Number	Number	Number	Change	Change
	Auth. FY 2024/25	Auth. FY 2025/26	Requested FY 2026/27	Over FY 2024/25	Over FY 2025/26
Executive Director ⁽¹⁾	0.25	0.25	0.25	-	-
Deputy Director of Operations ⁽²⁾	0.40	0.40	0.40	-	-
Operations Manager ⁽³⁾	0.40	0.40	0.40	-	-
Safety Officer ⁽⁴⁾	0.75	0.50	0.50	(0.25)	-
Distribution Supervisor	1.00	1.00	1.00	-	-
Engineering Technician	1.00	1.00	1.00	-	-
IT/Instrumentation & Control Specialist ⁽⁷⁾	1.00	0.80	0.80	(0.20)	-
Maintenance Superintendent ⁽⁵⁾	0.40	0.40	0.40	-	-
Maintenance/IC&R Technicians ⁽⁶⁾	0.40	0.40	0.40	-	-
Distribution Technician	5.00	5.00	5.00	-	-
TOTAL:	10.60	10.15	10.15	(0.45)	-

PERSONNEL WAGE SUMMARY						
Position Title	No. of	Position	Minimum Monthly	Maximum Monthly	FY 2025/26 Total Annual	Allocation to Dist.
	Emp.	Classification	Salary	Salary	Salary	Dept.
Executive Director ⁽¹⁾	1	N/A	N/A	N/A	\$ 325,000	\$ 81,250
Deputy Director of Operations ⁽²⁾	1	62	\$ 18,443	\$ 22,500	\$ 261,539	\$ 104,616
Operations Manager ⁽³⁾	1	46	\$ 13,655	\$ 16,659	\$ 170,000	\$ 68,000
Safety Officer ⁽⁴⁾	1	38	\$ 11,500	\$ 14,030	\$ 163,446	\$ 81,723
Distribution Supervisor	1	34	\$ 10,554	\$ 12,876	\$ 145,122	\$ 145,122
Engineering Technician	1	21	\$ 7,984	\$ 9,740	\$ 113,464	\$ 113,464
IT/Instrumentation & Control Specialist ⁽⁷⁾	1	28	\$ 9,278	\$ 11,320	\$ 131,872	\$ 20,708
Maintenance Superintendent ⁽⁵⁾	1	38	\$ 11,500	\$ 14,030	\$ 160,805	\$ 64,322
Maintenance/IC&R Technicians ⁽⁶⁾	2	26	\$ 8,888	\$ 10,844	\$ 221,520	\$ 129,093
Distribution Technicians	5	19	\$ 7,648	\$ 9,331	\$ 501,613	\$ 501,613
FY 2026/27 Salary Pool						\$ 61,433
TOTAL:						\$1,371,344

(1) The Executive Director is allocated to Administration (50%), Water Treatment Plant (25%) and Distribution (25%).

(2) The Deputy Director of Operations is allocated to Administration (25%), Water Treatment Plant (35%) and Distribution (40%).

(3) The Operations Manager is allocated to Administration (25%), Water Treatment Plant (35%) and Distribution (40%).

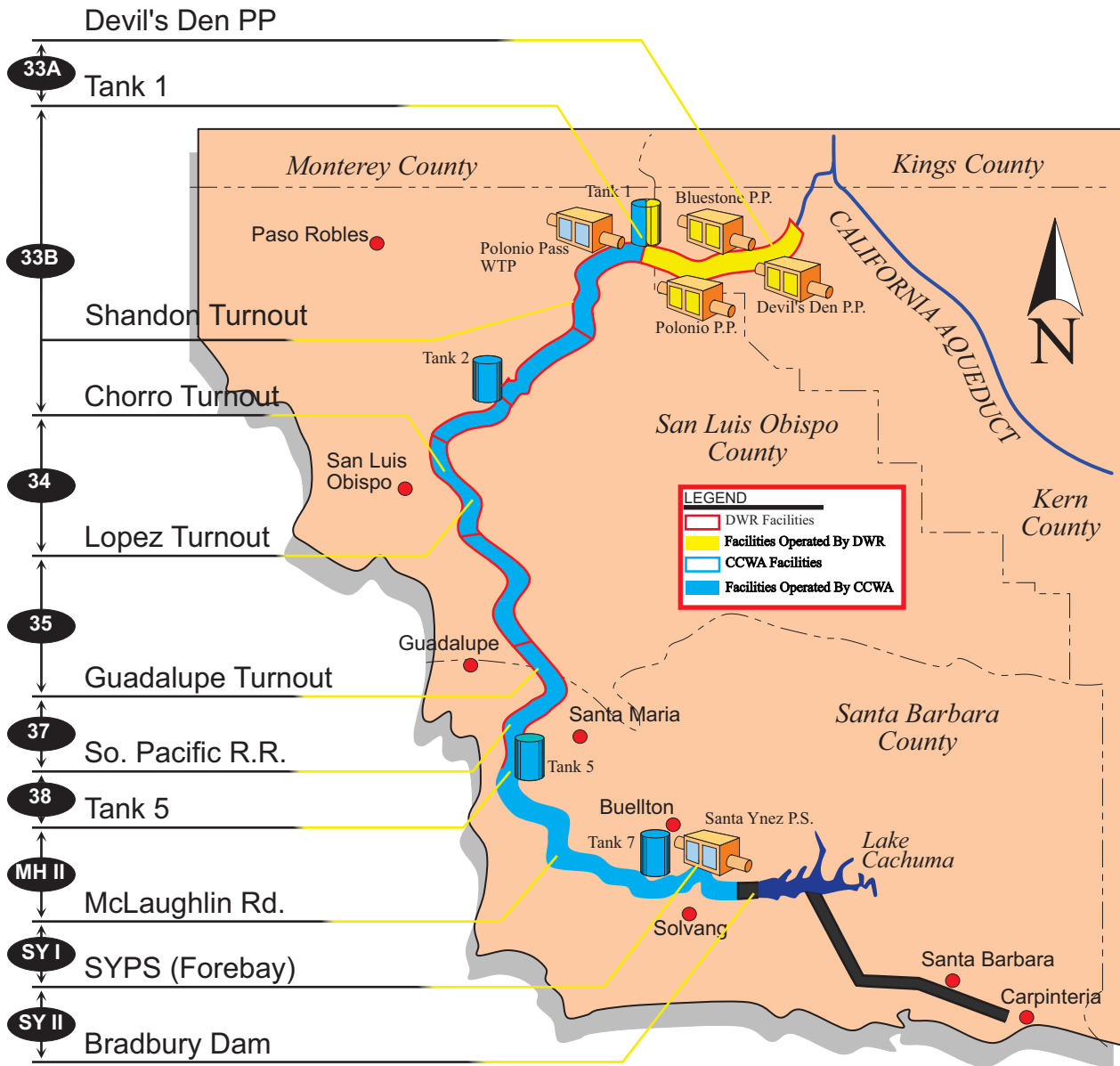
(4) The Safety Officer (previously Regulatory Spec.) is allocated to Water Treatment Plant (50%) and Distribution (50%).

(5) The Maintenance Superintendent is allocated to Water Treatment Plant (60%) and Distribution (40%).

(6) The two Maintenance IC&R Technicians are allocated to Water Treatment Plant (80%) and Distribution (20%).

(7) The IT/Instrumentation & Control Specialist is allocated to Water Treatment Plant (20%) and Distribution (80%).

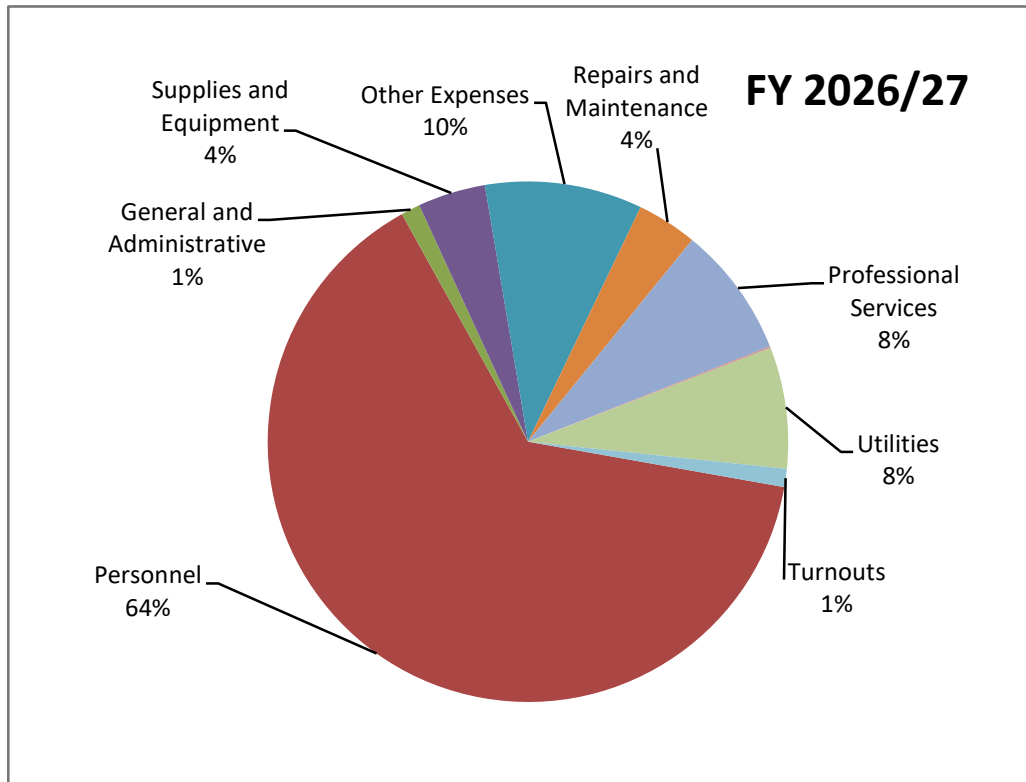
COASTAL BRANCH FINANCIAL REACHES



Purveyor	CONTRACT ENTITLEMENT IN FINANCIAL REACHES							
	WTP / 33B	34	35	37	38	MH II	SY I	SY II
Shandon	100							
Chorro Valley	2,338							
Lopez	2,392	2,392						
Guadalupe	550	550	550					
Santa Maria	16,200	16,200	16,200	16,200				
SCWC	500	500	500	500				
Vandenberg AFB	5,500	5,500	5,500	5,500	5,500	5,500		
Buellton	578	578	578	578	578	578	578	
Santa Ynez (Solvang)	1,500	1,500	1,500	1,500	1,500	1,500	1,500	
Santa Ynez	500	500	500	500	500	500	500	
Goleta	4,500	4,500	4,500	4,500	4,500	4,500	4,500	4,500
Morehart Land	200	200	200	200	200	200	200	200
LaCumbre	1,000	1,000	1,000	1,000	1,000	1,000	1,000	1,000
SB Research	50	50	50	50	50	50	50	50
Santa Barbara	3,000	3,000	3,000	3,000	3,000	3,000	3,000	3,000
Montecito	3,000	3,000	3,000	3,000	3,000	3,000	3,000	3,000
Carpinteria	2,000	2,000	2,000	2,000	2,000	2,000	2,000	2,000
TOTAL	43,908 AF	41,470 AF	39,078 AF	38,528 AF	21,828 AF	21,828 AF	16,328 AF	13,750 AF

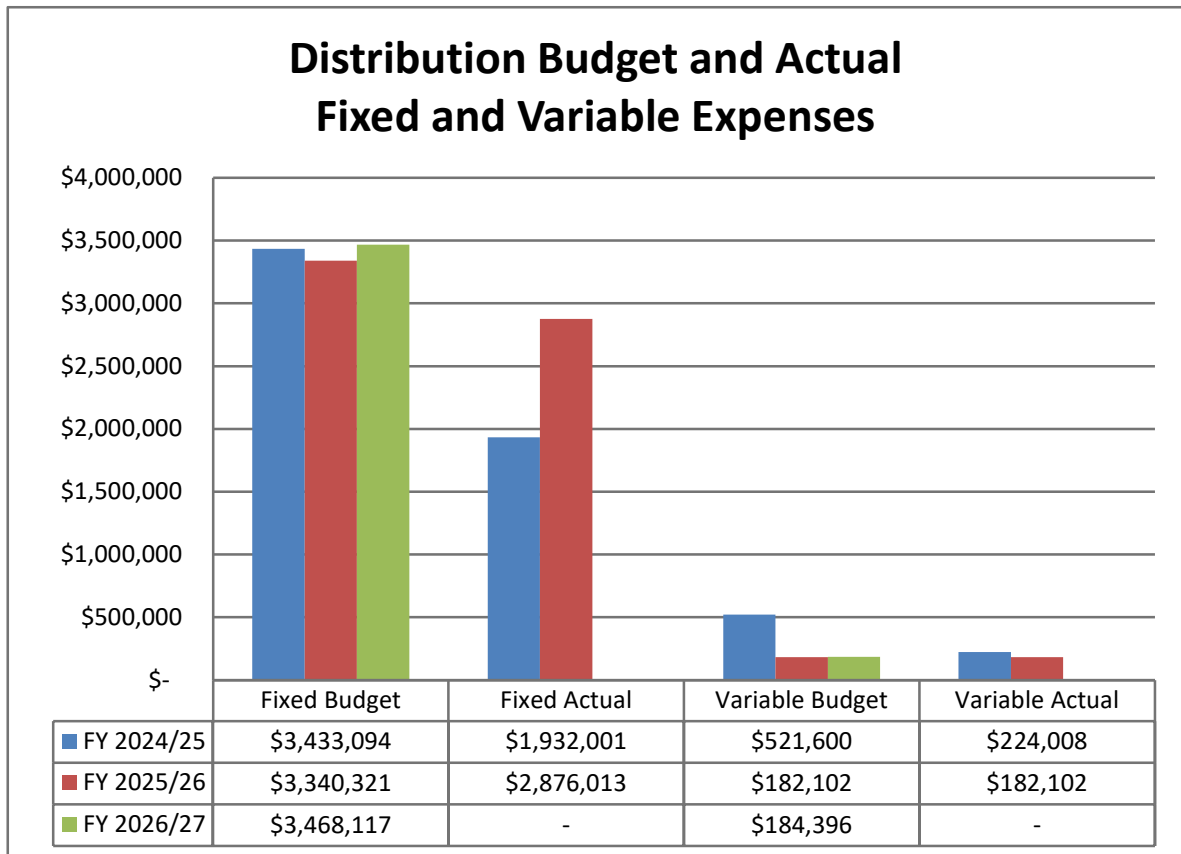
Central Coast Water Authority
Distribution Department Operating Expenses
 Fiscal Year 2026/27 Budget

Item	FY 2026/27 Budget
Personnel	\$ 2,344,211
Office Expenses	4,000
Supplies and Equipment	153,500
Monitoring Expenses	-
Repairs and Maintenance	136,500
Professional Services	297,500
General and Administrative	43,250
Utilities	275,396
Other Expenses	357,482
Turnouts	40,674
TOTAL:	\$ 3,652,513



Central Coast Water Authority
Distribution Department Operating Expenses
Fiscal Year 2026/27 Budget

Item	FY 2024/25 Budget	FY 2024/25 Actual	FY 2025/26 Budget	FY 2025/26 Estimated Actual	FY 2026/27 Budget
Personnel	\$ 2,336,621	\$ 2,134,165	\$ 2,308,962	\$ 1,993,781	\$ 2,344,211
Office Expenses	4,000	206	4,000	4,000	4,000
Supplies and Equipment	154,460	105,951	154,500	132,500	153,500
Monitoring Expenses	-	-	-	-	-
Repairs and Maintenance	135,960	86,851	136,200	144,386	136,500
Professional Services	325,495	139,725	278,090	182,200	297,500
General and Administrative	41,250	31,011	43,250	33,650	43,250
Utilities	597,732	314,637	254,581	256,385	275,396
Other Expenses	334,158	345,092	342,839	286,214	357,482
Turnouts	25,018	20,142	29,217	25,000	40,674
TOTAL:	\$ 3,954,694	\$ 3,177,778	\$ 3,551,639	\$ 3,058,115	\$ 3,652,513



Central Coast Water Authority
Distribution Department Operating Expenses
Fiscal Year 2026/27 Administration/O&M Budget

Account Number	Account Name	FY 2024/25 Budget	FY 2024/25 Actual	FY 2025/26 Budget	FY 2025/26 Estimated Actual	FY 2026/27 Budget	Change from FY 2025/26 Budget	Percent Change FY 2025/26 Budget
<u>PERSONNEL EXPENSES</u>								
5000.10	Full-Time Regular Wages	\$ 1,361,555	\$ 1,241,144	\$ 1,353,540	\$ 1,101,414	\$ 1,371,344	\$ 17,804	1.32%
1300.60	Capitalized Wages and Overtime			-		-	-	N/A
5000.20	Overtime	94,772	99,674	95,323	95,324	96,301	978	1.03%
5000.40	Standby Pay	31,212	26,607	32,874	32,000	33,101	227	0.69%
5000.50	Shift Differential Pay			-		-	-	
5100.10	PERS Retirement	368,525	339,678	342,342	342,342	322,926	(19,416)	-5.67%
5100.15	Medicare Taxes	21,684	19,317	21,497	17,664	21,782	285	1.33%
5100.20	Health/Dental/Vision Plans	292,240	254,280	308,685	255,000	318,003	9,317	3.02%
5100.25	Workers' Compensation	30,183	22,815	23,124	23,124	23,377	253	1.09%
5100.30	Vehicle Expenses			-		-	-	
5100.35	Retiree Medical Future Liability Dep.	54,278	54,278	49,731	49,731	78,877	29,146	58.61%
5100.50	Long-Term Disability	6,725	5,327	6,652	8,410	6,722	71	1.06%
5100.55	Life Insurance	7,560	7,659	8,409	8,410	8,430	21	0.25%
5100.60	Employee Physicals	1,745	670	1,800	500	1,800	-	0.00%
5000.30	Certification Incentive Pay	15,765	13,339	16,305	10,150	10,547	(5,757)	-35.31%
5100.80	Employee Incentive Programs/457 Plan	49,377	49,377	47,680	49,712	50,000	2,320	4.87%
5100.65	Employee Education Reimbursement	1,000		1,000	-	1,000	-	0.00%
5100.86	Benefits-Non-Capitalized Projects	-		-		-	-	
1300.60	Capitalized Employee Benefits	-	-	-	-	-	-	N/A
Total Personnel Expenses:		2,336,621	2,134,165	2,308,962	1,993,781	2,344,211	35,249	1.53%
<u>OFFICE EXPENSES</u>								
5200.20	Office Supplies	1,500	154	1,500	1,500	1,500	-	0.00%
5200.30	Miscellaneous Office Expenses	2,500	52	2,500	2,500	2,500	-	0.00%
Total Office Expenses:		4,000	206	4,000	4,000	4,000	-	0.00%

Central Coast Water Authority
Distribution Department Operating Expenses
Fiscal Year 2026/27 Administration/O&M Budget

Account Number	Account Name	FY 2024/25 Budget	FY 2024/25 Actual	FY 2025/26 Budget	FY 2025/26 Estimated Actual	FY 2026/27 Budget	Change from FY 2025/26 Budget	Percent Change FY 2025/26 Budget
<u>SUPPLIES AND EQUIPMENT</u>								
5500.10	Uniform Expenses	10,855	9,094	11,000	11,000	11,000	-	0.00%
5500.15	Minor Tools and Equipment	5,000	3,546	5,000	5,000	5,000	-	0.00%
5500.20	Spare Parts	-	-	-	-	-	-	N/A
5500.25	Landscape Equipment and Supplies	1,000	-	1,000	1,000	1,000	-	0.00%
5500.30	Chemicals-Fixed	-	-	-	-	-	-	N/A
5500.31	Chemicals-Variable	-	-	-	-	-	-	N/A
5500.35	Maintenance Supplies/Hardware	10,000	5,637	10,000	10,000	10,000	-	0.00%
5500.40	Safety Supplies	17,000	17,715	17,000	17,000	17,000	-	0.00%
5500.45	Fuel and Lubricants	106,105	69,770	106,000	84,000	105,000	(1,000)	-0.94%
5500.50	Seed/Erosion Control Supplies	4,000	-	4,000	4,000	4,000	-	0.00%
5500.55	Backflow Prevention Supplies	500	190	500	500	500	-	0.00%
Total Supplies and Equipment:		154,460	105,951	154,500	132,500	153,500	(1,000)	-0.65%
<u>MONITORING EXPENSES</u>								
5600.10	Lab Supplies	-	-	-	-	-	-	N/A
5600.20	Lab Tools and Equipment	-	-	-	-	-	-	N/A
5600.30	Lab Testing	-	-	-	-	-	-	N/A
Total Monitoring Expenses:		-	-	-	-	-	-	N/A
<u>REPAIRS AND MAINTENANCE</u>								
5700.10	Equipment Repairs and Maintenance	80,000	52,801	80,000	93,884	80,000	-	0.00%
5700.20	Vehicle Repairs and Maintenance	30,000	22,635	30,000	30,000	30,000	-	0.00%
5700.30	Building Maintenance	21,460	7,612	21,700	16,002	22,000	300	1.38%
5700.40	Landscape Maintenance	4,500	3,802	4,500	4,500	4,500	-	0.00%
Total Repairs and Maintenance:		135,960	86,851	136,200	144,386	136,500	300	0.22%

Central Coast Water Authority
Distribution Department Operating Expenses
Fiscal Year 2026/27 Administration/O&M Budget

Account Number	Account Name	FY 2024/25 Budget	FY 2024/25 Actual	FY 2025/26 Budget	FY 2025/26 Estimated Actual	FY 2026/27 Budget	Change from FY 2025/26 Budget	Percent Change FY 2025/26 Budget
<u>PROFESSIONAL SERVICES</u>								
5400.10	Professional Services	238,295	36,239	245,890	150,000	240,000	(5,890)	-2.40%
5400.20	Legal Services	50,000	47,491	-	-	-	-	N/A
5400.30	Engineering Services	30,000	46,694	25,000	25,000	50,000	25,000	100.00%
5400.40	Permits	7,200	9,300	7,200	7,200	7,500	300	4.17%
5400.50	Non-Contractual Services	-	-	-	-	-	-	N/A
5400.60	Accounting Services	-	-	-	-	-	-	N/A
Total Professional Services:		325,495	139,725	278,090	182,200	297,500	19,410	6.98%
<u>GENERAL AND ADMINISTRATIVE</u>								
5300.10	Meeting and Travel	20,000	11,616	20,000	20,000	20,000	-	0.00%
5300.20	Mileage Reimbursement	150	-	150	-	150	-	0.00%
5300.30	Dues and Memberships	4,000	2,658	4,000	4,000	4,000	-	0.00%
5300.40	Publications	2,000	2,440	2,000	2,000	2,000	-	0.00%
5300.50	Training	13,000	13,434	15,000	7,500	15,000	-	0.00%
5300.60	Advertising	1,500	440	1,500	-	1,500	-	0.00%
5300.70	Printing and Binding	-	-	-	-	-	-	N/A
5300.80	Postage	600	424	600	150	600	-	0.00%
Total General and Administrative:		41,250	31,011	43,250	33,650	43,250	-	0.00%
<u>UTILITIES</u>								
5800.20	Natural Gas	1,070	1,246	1,070	2,563	2,500	1,430	133.64%
5800.30	Electric Fixed	51,552	69,805	52,510	52,510	70,000	17,491	33.31%
5800.31	Electric-Variable	521,600	224,008	182,102	182,102	184,396	2,294	1.26%
5800.40	Water	2,500	2,396	2,500	2,500	2,500	-	0.00%
5800.50	Telephone	15,085	11,774	10,400	10,710	10,000	(400)	-3.85%
5800.60	Waste Disposal	5,925	5,408	6,000	6,000	6,000	-	0.00%
Total Utilities:		597,732	314,637	254,581	256,385	275,396	20,815	8.18%

Central Coast Water Authority
Distribution Department Operating Expenses
Fiscal Year 2026/27 Administration/O&M Budget

Account Number	Account Name	FY 2024/25 Budget	FY 2024/25 Actual	FY 2025/26 Budget	FY 2025/26 Estimated Actual	FY 2026/27 Budget	Change from FY 2025/26 Budget	Percent Change FY 2025/26 Budget
<u>OTHER EXPENSES</u>								
5900.10	Insurance	98,826	93,795	107,303	105,214	124,266	16,963	15.81%
5900.30	Non-Capitalized Projects ⁽¹⁾	-	-	-	-	-	-	N/A
5900.40	Equipment Rental	42,700	13,223	18,500	18,500	18,500	-	0.00%
5900.50	Non-Capitalized Equipment	10,000	102,110	16,500	16,500	16,500	-	0.00%
5900.60	Computer Expenses	115,807	135,964	135,039	135,000	131,011	(4,029)	-2.98%
5900.70	Appropriated Contingency	66,825	-	65,496	11,000	67,205	1,708	2.61%
Total Other Expenses:		334,158	345,092	342,839	286,214	357,482	14,642	4.27%
Turnouts		25,018	20,142	29,217	25,000	40,674	11,457	39.21%
TOTAL OPERATING EXPENSES		\$ 3,954,694	\$ 3,177,778	\$ 3,551,639	\$ 3,058,115	\$ 3,652,513	100,874	2.84%

(1) Effective July 1, 2018 Non-Capitalized Projects will be found in the Capital Improvement and Non-Capital Projects section of the budget.

CENTRAL COAST WATER AUTHORITY DISTRIBUTION FY 2026/27 BUDGET

ACCOUNT NUMBER: 5000.10

ACCOUNT TITLE: Full-Time Regular Salaries

Description: Funds for the Distribution regular full-time employees. Includes \$60,675 for FY 2026/27 salary pool.

FY 26/27 Requested Budget	1,371,344
FY 25/26 Estimated Actual	1,101,414
Increase (Decrease)	269,930

ACCOUNT NUMBER: 5000.20

ACCOUNT TITLE: Overtime

Description: Funds for overtime expenses for non-exempt Distribution employees.

FY 26/27 Requested Budget	96,301
FY 25/26 Estimated Actual	95,324
Increase (Decrease)	977

Overtime is set at 5.0% of salaries plus one hour per day to monitor SCADA system.

ACCOUNT NUMBER: 1300.60

ACCOUNT TITLE: Capitalized Salaries and Overtime

Description: CCWA employee salaries and overtime capitalized as a component of capital projects constructed or acquired by CCWA.

FY 26/27 Requested Budget	-
FY 25/26 Estimated Actual	-
Increase (Decrease)	-

ACCOUNT NUMBER: 5000.30

ACCOUNT TITLE: Certification Incentive Pay

Description: 2.5% pay increase for each certification above the required certification

FY 26/27 Requested Budget	10,547
FY 25/26 Estimated Actual	10,150
Increase (Decrease)	397

Total \$ 10,547

ACCOUNT NUMBER: 5000.40

ACCOUNT TITLE: Stand-by Pay

Description: Funds for stand-by pay for one Distribution Technician and one Instrumentation and Control employee assigned to stand-by duty on a 24-hour basis. Based on 5% of their average hourly rate. Standby pay is \$2.70 per hour for a Distribution employee. Instrumentation and Control employee hourly rate is \$3.12 (1/3 allocated to Distribution Department and 2/3 allocated to the Water Treatment Plant Department).

FY 26/27 Requested Budget	33,101
FY 25/26 Estimated Actual	32,000
Increase (Decrease)	1,101

CENTRAL COAST WATER AUTHORITY DISTRIBUTION FY 2026/27 BUDGET

ACCOUNT NUMBER: 5100.10

ACCOUNT TITLE: PERS Retirement

Description: Funds for both employer and employee contributions into PERS retirement system. Based on a 43.446% contribution rate for FY 2026/27, which includes the required Unfunded Accrued Liability (UAL) payment.

FY 26/27 Requested Budget	322,926
FY 25/26 Estimated Actual	342,342
Increase (Decrease)	(19,416)

Required Contributions	\$	164,758	18.376%
UAL current fiscal year		125,211	25.070%
UAL additional payment		32,957	fixed amount
	\$	322,926	

ACCOUNT NUMBER: 5100.15

ACCOUNT TITLE: Medicare

Description: Funds for the employer portion of Medicare taxes for the Distribution Department. Amount is equal to 1.45% of all wages.

FY 26/27 Requested Budget	21,782
FY 25/26 Estimated Actual	17,664
Increase (Decrease)	4,118

ACCOUNT NUMBER: 5100.20

ACCOUNT TITLE: Health Insurance

Description: Funds for the employer paid portion of health insurance for Distribution employees. Based on employee 2026 Café Plan elections. Includes an estimated 12% premium increase in 2027 rates.

FY 26/27 Requested Budget	275,957
FY 25/26 Estimated Actual	228,914
Increase (Decrease)	47,043

		2026 Allowance	2027 Allowance Est
Family	\$	29,836	\$ 33,416
Emp + 1		22,951	25,705
Employee only		11,475	12,852

ACCOUNT NUMBER: 5100.25

ACCOUNT TITLE: Workers' Compensation Insurance

Description: Funds for Workers' Compensation insurance for the Distribution department. Based on an X-Mod rate of 62% and an economy of size rate of 90%.

FY 26/27 Requested Budget	23,377
FY 25/26 Estimated Actual	23,124
Increase (Decrease)	253

ACCOUNT NUMBER: 5100.35

ACCOUNT TITLE: Retiree Medical Future Liability Deposit

Description: Actuarially determined contributions to fund the estimated future liability for the required minimum contribution component (PEMHCA) of the CalPERS health plan and the retiree health costs for vested employees age 62 and over retiring from CCWA with at least 10 years of CCWA service. Costs are based on the number of active and covered employees and retirees.

FY 26/27 Requested Budget	78,877
FY 25/26 Estimated Actual	49,731
Increase (Decrease)	29,146

CENTRAL COAST WATER AUTHORITY DISTRIBUTION FY 2026/27 BUDGET

ACCOUNT NUMBER: 5100.40

ACCOUNT TITLE: Cafeteria Plan Benefits

Description: Funds for the portion of the cafeteria plan benefits which exceed the premium costs for the Distribution employees based on each employee's benefit election.

FY 26/27 Requested Budget	1,494
FY 25/26 Estimated Actual	3,106
Increase (Decrease)	(1,612)

ACCOUNT NUMBER: 5100.45

ACCOUNT TITLE: Dental/Vision Plan

Description: Funds for the self-funded dental/vision plan. The plan provides \$5,327 per year per family for dental and vision expenses. Budgeted amount is \$3,995 per year per employee. Annual limit is based on an increase over the prior year amount for the percentage change in the CPI.

FY 26/27 Requested Budget	40,551
FY 25/26 Estimated Actual	22,980
Increase (Decrease)	17,571

ACCOUNT NUMBER: 5100.50

ACCOUNT TITLE: Long-Term Disability

Description: Funds for premiums paid for long-term disability insurance. Based on a rate of \$0.52 per \$100 of salary.

FY 26/27 Requested Budget	6,722
FY 25/26 Estimated Actual	8,410
Increase (Decrease)	(1,688)

ACCOUNT NUMBER: 5100.55

ACCOUNT TITLE: Life Insurance

Description: Funds for the employer paid life insurance premiums for each employee. CCWA policy provides life insurance equal to 150% of an employees annual salary to a maximum of \$250,000.

FY 26/27 Requested Budget	8,430
FY 25/26 Estimated Actual	8,410
Increase (Decrease)	20

ACCOUNT NUMBER: 5100.60

ACCOUNT TITLE: Employee Physicals

Description: Funds for employee physicals paid by CCWA, including DOT, pre-employment, and respirator evaluation.

FY 26/27 Requested Budget	1,800
FY 25/26 Estimated Actual	500
Increase (Decrease)	1,300

\$	550	3 physicals at \$185 each
\$	1,250	10 Respiratory and Audio Exam @ \$125 each
\$	1,800	TOTAL

**CENTRAL COAST WATER AUTHORITY
DISTRIBUTION FY 2026/27 BUDGET**

ACCOUNT NUMBER: 5100.65

ACCOUNT TITLE: Employee Education Reimbursement

Description: Funds for reimbursement of employee education expenses under the policy established by CCWA.

FY 26/27 Requested Budget	1,000
FY 25/26 Estimated Actual	-
Increase (Decrease)	1,000

ACCOUNT NUMBER: 5100.80

ACCOUNT TITLE: Employee Incentive Programs/457 K Plan

Description: Funds to encourage employee safety, efficiency and innovation through the Employee Achievement Awards Program (EAAP).

FY 26/27 Requested Budget	50,000
FY 25/26 Estimated Actual	49,712
Increase (Decrease)	288

\$	3,000	EAAP
\$	47,000	457 K Plan
\$	50,000	TOTAL

ACCOUNT NUMBER: 5200.20

ACCOUNT TITLE: Office Supplies

Description: Funds for office supplies for the Distribution Department.

FY 26/27 Requested Budget	1,500
FY 25/26 Estimated Actual	1,500
Increase (Decrease)	-

ACCOUNT NUMBER: 5200.30

ACCOUNT TITLE: Miscellaneous Office Expenses

Description: Funds for miscellaneous expenses such as awards, business cards and kitchen supplies, etc.

FY 26/27 Requested Budget	2,500
FY 25/26 Estimated Actual	2,499
Increase (Decrease)	1

ACCOUNT NUMBER: 5300.10

ACCOUNT TITLE: Meetings and Travel

Description: Funds for Distribution Department employee meetings and travel expenses. Includes State Water Contractor travel for Executive Director and Deputy Director as well as travel expenses for winter maintenance.

FY 26/27 Requested Budget	20,000
FY 25/26 Estimated Actual	20,000
Increase (Decrease)	-

**CENTRAL COAST WATER AUTHORITY
DISTRIBUTION FY 2026/27 BUDGET**

ACCOUNT NUMBER: 5300.20

ACCOUNT TITLE: Mileage Reimbursement

Description: Funds for reimbursement to employees
for mileage expenses.

FY 26/27 Requested Budget	150
FY 25/26 Estimated Actual	-
Increase (Decrease)	150

ACCOUNT NUMBER: 5300.30

ACCOUNT TITLE: Dues and Memberships

Description: Funds for professional dues and memberships
in required areas.

FY 26/27 Requested Budget	4,000
FY 25/26 Estimated Actual	4,000
Increase (Decrease)	-

ACCOUNT NUMBER: 5300.40

ACCOUNT TITLE: Publications

Description: Funds for publications received by
the Distribution Department.

FY 26/27 Requested Budget	2,000
FY 25/26 Estimated Actual	2,000
Increase (Decrease)	-

\$	1,000.00	AWWA Online Spec. subscription
\$	1,000.00	Other Publications
\$	2,000.00	TOTAL

ACCOUNT NUMBER: 5300.50

ACCOUNT TITLE: Training

Description: Funds for training Distribution Department staff.
Does not include educational reimbursement.

FY 26/27 Requested Budget	15,000
FY 25/26 Estimated Actual	7,500
Increase (Decrease)	7,500

\$ 15,000 Employee training, including safety

ACCOUNT NUMBER: 5300.60

ACCOUNT TITLE: Advertising

Description: Funds for public relations materials
for the Distribution Department including open position advertising.

FY 26/27 Requested Budget	1,500
FY 25/26 Estimated Actual	-
Increase (Decrease)	1,500

**CENTRAL COAST WATER AUTHORITY
DISTRIBUTION FY 2026/27 BUDGET**

ACCOUNT NUMBER: 5300.80

ACCOUNT TITLE: Postage

Description: Funds for all postal and mail expenses
for the Distribution Department.

FY 26/27 Requested Budget	600
FY 25/26 Estimated Actual	150
Increase (Decrease)	450

ACCOUNT NUMBER: 5400.10

ACCOUNT TITLE: Professional Services

Description:

FY 26/27 Requested Budget	240,000
FY 25/26 Estimated Actual	150,000
Increase (Decrease)	90,000

\$	100,000	Environmental Services, Required by Reg Agency
	50,000	Cathodic protection, Crane inspections
	4,000	Emergency generator and forklift service
	2,000	Hydraulic package oil analysis
	4,500	Fire extinguisher and SCBA inspections
	5,000	Personnel Team Building
	12,500	Safety Consultant
	20,000	Third Party Confined Space rescue
	1,500	Forklift Service
	9,000	CEQA Review
	2,000	Crane Inspections
	4,500	Security
	25,000	Cachuma Lake Bypass pipeline pumping
\$	240,000	TOTAL

ACCOUNT NUMBER: 5400.20

ACCOUNT TITLE: Legal Services

Description:

FY 26/27 Requested Budget	-
FY 25/26 Estimated Actual	-
Increase (Decrease)	-

ACCOUNT NUMBER: 5400.30

ACCOUNT TITLE: Engineering Services

Description: Funds for all non-capitalized engineering.
services.

FY 26/27 Requested Budget	50,000
FY 25/26 Estimated Actual	25,000
Increase (Decrease)	25,000

\$	50,000	General Services (SCADA, GIS, etc)
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CENTRAL COAST WATER AUTHORITY DISTRIBUTION FY 2026/27 BUDGET

ACCOUNT NUMBER: 5400.40

ACCOUNT TITLE: Permits

Description: Funds for all required permits for the Distribution Department.

FY 26/27 Requested Budget	7,500
FY 25/26 Estimated Actual	7,200
Increase (Decrease)	300

\$	3,500	Low Threat Discharge Permit
	1,500	Diesel Permit
	2,500	SYPP, Tank 7 and 5 Business Plan
\$	7,500	TOTAL

ACCOUNT NUMBER: 5500.10

ACCOUNT TITLE: Uniform Expenses

Description: Funds for employer provided uniforms including reimbursement of uniform expenses to employees.

FY 26/27 Requested Budget	11,000
FY 25/26 Estimated Actual	11,000
Increase (Decrease)	-

\$	4,020	Uniform Service (\$335 month)
	2,700	Blue jean pants (\$300/year employee allowance)
	3,150	Boots (\$350/year employee allowance)
	1,130	Misc. uniform requirements (jackets, etc.)
\$	11,000	TOTAL

ACCOUNT NUMBER: 5500.15

ACCOUNT TITLE: Minor Tools and Equipment

Description: Funds for the purchase of minor tools and equipment.

FY 26/27 Requested Budget	5,000
FY 25/26 Estimated Actual	4,999
Increase (Decrease)	1

ACCOUNT NUMBER: 5500.25

ACCOUNT TITLE: Landscape Equipment and Supplies

Description: Funds for the purchase of equipment and supplies for landscape maintenance at the pump station.

FY 26/27 Requested Budget	1,000
FY 25/26 Estimated Actual	1,000
Increase (Decrease)	-

ACCOUNT NUMBER: 5500.35

ACCOUNT TITLE: Maintenance Supplies/Hardware

Description: Funds for the purchase of disposable tools, pipe and pipefittings, wood, steel and other metals, hardware, nuts and bolts, and other hardware materials.

FY 26/27 Requested Budget	10,000
FY 25/26 Estimated Actual	10,000
Increase (Decrease)	-

**CENTRAL COAST WATER AUTHORITY
DISTRIBUTION FY 2026/27 BUDGET**

ACCOUNT NUMBER: 5500.40

ACCOUNT TITLE: Safety Supplies

Description: Purchases of minor safety supplies including first aid kit purchases and non-capitalized safety equipment purchases.

FY 26/27 Requested Budget	17,000
FY 25/26 Estimated Actual	17,000
Increase (Decrease)	-

ACCOUNT NUMBER: 5500.45

ACCOUNT TITLE: Fuel and Lubricants

Description: Funds for the purchase of fuel and lubricants for Distribution Department vehicles. Does not include mileage reimbursement expenses.

FY 26/27 Requested Budget	105,000
FY 25/26 Estimated Actual	84,000
Increase (Decrease)	21,000

\$	97,000	Vehicles
	2,370	Emergency Generator Sets
	4,365	Lubricants
	1,265	Miscellaneous
\$	105,000	TOTAL

ACCOUNT NUMBER: 5500.50

ACCOUNT TITLE: Seed/Plants/Erosion Control Supplies

Description: Funds for reseeding, replanting and erosion control supplies.

FY 26/27 Requested Budget	4,000
FY 25/26 Estimated Actual	4,000
Increase (Decrease)	-

\$	1,000	Seed
	1,000	Plants and materials
	2,000	Erosion control
\$	4,000	TOTAL

ACCOUNT NUMBER: 5500.55

ACCOUNT TITLE: Backflow Prevention Supplies

Description: Funds for backflow prevention.

FY 26/27 Requested Budget	500
FY 25/26 Estimated Actual	500
Increase (Decrease)	-

ACCOUNT NUMBER: 5700.10

ACCOUNT TITLE: Equipment Repairs and Maintenance

Description: Funds for repairs and maintenance of Distribution Department equipment.

FY 26/27 Requested Budget	80,000
FY 25/26 Estimated Actual	93,884
Increase (Decrease)	(13,884)

**CENTRAL COAST WATER AUTHORITY
DISTRIBUTION FY 2026/27 BUDGET**

ACCOUNT NUMBER: 5700.20

ACCOUNT TITLE: Vehicle Repairs and Maintenance

Description: Funds for the repair and maintenance of Distribution Department vehicles.

FY 26/27 Requested Budget	30,000
FY 25/26 Estimated Actual	30,000
Increase (Decrease)	-

ACCOUNT NUMBER: 5700.30

ACCOUNT TITLE: Building Maintenance

Description: Funds for the repair and maintenance of the Santa Ynez Pumping Facility.

FY 26/27 Requested Budget	22,000
FY 25/26 Estimated Actual	16,002
Increase (Decrease)	5,998

\$	4,000	Janitorial Service
	2,000	Pest Control
	12,000	HVAC, includes quarterly inspection
	4,000	Minor building repairs
\$	22,000	TOTAL

ACCOUNT NUMBER: 5700.40

ACCOUNT TITLE: Landscape Maintenance

Description: Funds for the maintenance of the Santa Ynez Pumping Facility (SYPF).

FY 26/27 Requested Budget	4,500
FY 25/26 Estimated Actual	4,500
Increase (Decrease)	-

\$	4,500	SYPF (\$375 month avg)
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ACCOUNT NUMBER: 5800.20

ACCOUNT TITLE: Natural Gas Service

Description: Funds for natural gas service for the Distribution Department.

FY 26/27 Requested Budget	2,500
FY 25/26 Estimated Actual	2,563
Increase (Decrease)	(63)

ACCOUNT NUMBER: 5800.30

ACCOUNT TITLE: Electric Service-Fixed

Description: Funds for electrical service for the Distribution Dept.

FY 26/27 Requested Budget	70,000
FY 25/26 Estimated Actual	52,510
Increase (Decrease)	17,490

\$	24,705	Suite B & C	\$ 1,796/month
	2,350	ISO vaults (2)	\$ 137/month
	18,630	Tanks (3)	\$ 636/month
	3,253	Rectifiers (11)	\$ 151/month
	5,992	EDV	\$ 460/month
	15,070	SYPF	\$ 1,256/month
\$	70,000	TOTAL	

**CENTRAL COAST WATER AUTHORITY
DISTRIBUTION FY 2026/27 BUDGET**

ACCOUNT NUMBER: 5800.31

ACCOUNT TITLE: Electric Service-Variable

Description: Funds for electrical service for the
Distribution Department.

FY 26/27 Requested Budget	184,396
FY 25/26 Estimated Actual	182,102
Increase (Decrease)	2,294

Acre feet pumped	320
Cost per acre foot \$	576
TOTAL \$	184,396

ACCOUNT NUMBER: 5800.40

ACCOUNT TITLE: Water/Sewer

Description: Funds for water and sewer service to
the Distribution Department.

FY 26/27 Requested Budget	2,500
FY 25/26 Estimated Actual	2,500
Increase (Decrease)	-

ACCOUNT NUMBER: 5800.50

ACCOUNT TITLE: Telephone

Description: Funds for Distribution Department phones including
long distance and cellular phone bills.

FY 26/27 Requested Budget	10,000
FY 25/26 Estimated Actual	10,710
Increase (Decrease)	(710)

\$	2,800	Tablet Service
\$	7,200	General Phone

\$ 10,000 Total

ACCOUNT NUMBER: 5800.60

ACCOUNT TITLE: Waste Disposal

Description: Funds for trash service and removal of
hazardous waste (waste oil) for the Distribution Department.

FY 26/27 Requested Budget	6,000
FY 25/26 Estimated Actual	6,000
Increase (Decrease)	-

\$	5,000	Trash service
	1,000	Hazardous waste removal
\$	6,000	TOTAL

ACCOUNT NUMBER: 5900.10

ACCOUNT TITLE: Insurance

Description: Funds for insurance coverage.

FY 26/27 Requested Budget	124,266
FY 25/26 Estimated Actual	105,214
Increase (Decrease)	19,052

\$	70,964	Property and Auto Insurance as apportioned by JPIA.
\$	53,302	General liability and E&O insurance pro rated by salary percentages.
\$	124,266	TOTAL

**CENTRAL COAST WATER AUTHORITY
DISTRIBUTION FY 2026/27 BUDGET**

ACCOUNT NUMBER: 5900.40

ACCOUNT TITLE: Equipment Rental

Description: Funds for rental of equipment for the
Distribution Department.

FY 26/27 Requested Budget	18,500
FY 25/26 Estimated Actual	18,500
Increase (Decrease)	-

\$	4,800	Portable toilets (4) \$1,200/year each
	10,000	General equipment rental
	3,700	Mowing
\$	18,500	TOTAL

ACCOUNT NUMBER: 5900.50

ACCOUNT TITLE: Non-Capitalized Fixed Assets

Description: Funds for the purchase of non-capitalized
equipment purchases. These equipment purchases are generally
under \$10,000 in cost with an estimated useful life under 5 years.

FY 26/27 Requested Budget	16,500
FY 25/26 Estimated Actual	16,500
Increase (Decrease)	-

ACCOUNT NUMBER: 5900.60

ACCOUNT TITLE: Computer Expenses

Description: Funds for computer expenses including
minor software and equipment purchases, and service contracts.

FY 26/27 Requested Budget	131,011
FY 25/26 Estimated Actual	135,000
Increase (Decrease)	(3,989)

\$	119,776	CompuVision, Annual Service Agreements, and Software Subscriptions
\$	11,235	Software, New Computers, DSL Allowance and other computer services.
\$	131,011	TOTAL

ACCOUNT NUMBER: 5900.70

ACCOUNT TITLE: Appropriated Contingency

Description: 2.0% of requested budget excluding
variable electric costs.

FY 26/27 Requested Budget	67,205
FY 25/26 Estimated Actual	11,000
Increase (Decrease)	56,205



Inspecting Chlorine Contact Basin during annual maintenance shutdown

Capital, Non-Capital & Extraordinary Projects

The Capital Improvements Projects (CIP) and Non-Capital Projects (NCP) is a component of the non-operating expense section of the budget. The CIP budget includes expenses for fixed asset/equipment purchases as well as the accumulation of expenditures for construction projects undertaken by the Authority. The NCP budget includes expenditures for facility, equipment, maintenance and repairs. The Extraordinary Project Program (EPP) at the end of the project section of the budget provides a list of both CIP and NCP with a \$75,000 cost threshold over the next ten years.

Central Coast Water Authority
Capital, Non-Capital & Extraordinary Projects
Fiscal Year 2026/27 Budget

The Capital Improvements Projects (CIP) and Non-Capital Projects (NCP) section is a component of the non-operating expense section of the budget. The budget for CIP includes expenditures for fixed asset/equipment purchases, the accumulation of expenditures associated with construction projects undertaken by the Authority. The NCP budget includes expenditures for facility, equipment, maintenance and repairs. The Extraordinary Project Program (EPP) at the end of this section provides a list of both Capital and Non-Capital Projects with a \$75,000 cost threshold and are anticipated occurring over the next ten years.

Total CIP and NCP budget for FY 2026/27 is \$3,108,727 and consists of 16 Capital Improvement Projects representing \$2,767,477 of the budget, and a budget of \$341,250 for 5 Non-Capital Projects.

Capitalization Criteria

The Authority capitalizes project expenditures and fixed asset purchases for those projects and assets that (1) are greater than \$10,000 and (2) have an estimated useful life longer than five years, with the exception of computer related equipment which is amortized over three years.

Principles used to determine what constitutes Capitalization:

- Fixing a defect or design flaw
- Creating an addition, physical enlargement or expansion
- Creating an increase in capacity, productivity or efficiency
- Rebuilding property after the end of its economic useful life
- Replacing a major component or structural part of the property
- Adapting property to a new or different use

Carry-Over

During the previous fiscal year, certain capital improvement projects were either not completed or started during the year. However, the Authority intends to complete these projects and expend the funds in the next fiscal year. Therefore, the items are treated as a “carry-over.” This means that the project is being carried forward from the previous fiscal year to the new fiscal year capital improvement budget. Additionally, the unused funds are moved from the previous fiscal year to the new fiscal year. Currently, it is not yet known if funds will need to be carried over from FY 2025/26 into FY 2026/27.

Funding of Capital Improvements (CIP) and Non-Capital Projects (NCP)

The FY 2026/27 CIP and NCP expenditures are entirely funded from Project Participant Assessments.

Central Coast Water Authority
Capital, Non-Capital & Extraordinary Projects
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The following table shows the allocation of the FY 2026/27 Capital Improvements Projects and Non-Capital Projects by department and financial reach. Details for each of the proposed projects can also be found in this section.

FY 2026/27 Capital Improvement Projects (CIP)							
Capital Projects	Specific	Water Treatment					Total
	Financial Reach	Administration	Plant	Distribution	Turnouts		
Filter Multimedia and Underdrain Nozzle Replacement	WTP	-	\$ 1,207,500	-	-		\$1,207,500
Aqueous Ammonia Storage Tank Lining Replacement	WTP	-	430,500	-	-		430,500
Utility Water Piping Replacement	WTP	-	78,750	-	-		78,750
Actuators	WTP	-	56,700	-	-		56,700
Security and Access Control Project - Phase I	WTP	-	199,500	-	-		199,500
Water Information Management (WIMS) Software Replacement	WTP	-	78,750	-	-		78,750
Water Treatment Plant Access Road/Asphalt Maintenance	WTP	-	157,500	-	-		157,500
Fire Alarm Control Panel Replacement	WTP	-	36,750	-	-		36,750
Tank 2 Generator and Fuel System Replacement Project	33B	-	-	141,750	-		141,750
Lopez Turnout Pressure Relief Valve Replacement	LOPEZ TO	-	-	-	21,433		21,433
Distribution Control Room Upgrade Project	ALL	-	-	22,680	-		22,680
Distribution Battery and Power Upgrades	ALL	-	-	34,020	-		34,020
Bradbury Dam Radio Upgrade to Enterprise Grade	SYII	-	-	36,288	-		36,288
Vehicle replacement	ALL	-	-	88,452	-		88,452
Vehicle replacement	ALL	-	-	88,452	-		88,452
Vehicle replacement	ALL	-	-	88,452	-		88,452
Total Capital Projects:		\$ -	\$ 2,245,950	\$ 500,094	\$ 21,433		\$2,767,477
FY 2026/27 Non-Capital Projects (NCP)							
Maintenance, Repairs & Equipment Projects	Financial Reach	ADM	WTP	DIST	Turnouts		Total
Electrical Safety Plan and Arc Flash Coordination Study	WTP/DIST-ALL	-	60,375	\$ 60,375	-		\$ 120,750
Buellton Administration Building Maintenance Project	ADM	26,250	-	-	-		26,250
Chorro Valley Access Road Repair	33B	-	-	105,000	-		105,000
Energy Dissipating Valve Facility Quantum I/O Card Upgrade	34	-	-	52,500	-		52,500
Cuesta Tunnel North Portal Vegetation Abatement Project	33B	-	-	36,750	-		36,750
Total Maintenance, Repair & Equipment Projects:		\$ 26,250	\$ 60,375	\$ 254,625	\$ -		\$ 341,250
TOTAL CAPITAL and NON-CAPITAL PROJECTS:		\$ 26,250	\$ 2,306,325	\$ 754,719	\$ 21,433		\$3,108,727

Central Coast Water Authority
Capital, Non-Capital & Extraordinary Projects
 Fiscal Year 2026/27 Budget

The following tables provide details for each of the Capital Improvement Projects.

Description:	Filter Multimedia and Underdrain Nozzle Replacement
Department:	WTP
Expanded Description	Filtration of settled water is accomplished through eight multimedia filters. Water percolates from the top of each filter through a layer of granular activated carbon and sand and flows through an underdrain system to the chlorine contact basin. This project consists of the removal and replacement of both layers of filter media and the underdrain nozzles in four of the filters, repairing filter basin concrete surfaces, and leveling backwash troughs to extent feasible.
Estimated Charge - Contractor	\$1,150,000
Contingency (5%)	<u>57,500</u>
Subtotal without CCWA Labor	\$1,207,500
CCWA Labor	<u>57,663</u>
Total Cost	\$1,265,163
Operating Budget Impact:	Multi-media filter conditions are a high priority because of their criticality in the treatment process and regulatory compliance. Not addressing the cause of the backwash system pressure relief events will lead to clogging, head-loss impacts and inefficient backwashes, resulting in WTP capacity reduction.

Description:	Aqueous Ammonia Storage Tank Lining Replacement
Department:	WTP
Expanded Description	The aqueous ammonia storage tank at the Polonio Pass Water Treatment Plant has experienced delamination from the interior tank walls and degradation at the outlets and flanges. The vulcanized rubber lining requires replacement rather than repairs.
Estimated Charge - Contractor	\$410,000
Contingency (5%)	<u>20,500</u>
Subtotal without CCWA Labor	\$430,500
CCWA Labor	<u>27,005</u>
Total Cost	\$457,505
Operating Budget Impact:	To our knowledge, the storage tank lining has had localized repairs at some of the seams and at the outlets and flanges, the most recent after the lining inspection performed in 2019. The purpose of this project is to provide a design for a cost-effective and durable tank lining solution to protect aqueous ammonia tank for years to come.

Central Coast Water Authority
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Description:	Actuators
Department:	WTP
Expanded Description	This project is to continue replacing the filter control valve actuators. The existing actuators are well past their service life and need to be replaced to ensure reliable filter operation.
Estimated Charge – Material	\$50,000
Tax (8%)	4,000
Contingency (5%)	<u>2,700</u>
Subtotal without CCWA Labor	\$56,700
CCWA Labor	<u>21,558</u>
Total Cost	\$78,258
Operating Budget Impact:	The filters of the Water Treatment Plant serve as a vital element of the water treatment operations. The function of the filters is to removal particulate matter from the water and, consequently, the filters must be cleaned periodically. Control valves are actuated to create a turbulent condition that facilitates filter media cleaning which maintains the capacity of the Water Treatment Plant.

Description:	Utility Water Piping Replacement
Department:	WTP
Expanded Description	The Water Treatment Plant is equipped with a utility water distribution system. Portions of the existing piping have corroded and need to be replaced. Replacement of the system piping began in Fiscal Year 2024-25 and this project continues the replacement of additional corroded sections.
Estimated Charge - Contractor	\$75,000
Contingency (5%)	<u>3,750</u>
Subtotal without CCWA Labor	\$78,750
CCWA Labor	<u>12,660</u>
Total Cost	\$91,410
Operating Budget Impact:	The Water Treatment Plant requires a functional utility water distribution system to operate. The purpose of the project is to continue replacing corroded sections of the utility water piping system prior to their failure.

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Description:	Security and Access Control Project - Phase I
Department:	WTP
Expanded Description	This project will develop detailed specifications for migrating CCWA's access control, intrusion alarms and video surveillance equipment to one centralized platform. Existing equipment will also be upgraded.
Estimated Charge - Contractor	\$190,000
Contingency (5%)	<u>9,500</u>
Subtotal without CCWA Labor	\$199,500
CCWA Labor	<u>19,350</u>
Total Cost	\$218,850
Operating Budget Impact:	The current access control, intrusion alarms and video surveillance are functional but aging. Newer technology is available to greatly enhance security of CCWA facilities. One finding of the Risk and Resiliency Assessment of the CCWA operation indicated a need to enhance security to increase operational resiliency.

Description:	Water Information Management (WIMS) Software Replacement
Department:	WTP
Expanded Description	The developer of the existing WIMS was acquired by another company. Ongoing WIMS support and maintenance services have been discontinued.
Estimated Charge - Contractor	\$75,000
Contingency (5%)	<u>3,750</u>
Subtotal without CCWA Labor	\$78,750
CCWA Labor	<u>6,020</u>
Total Cost	\$84,770
Operating Budget Impact:	WIMS is used to store data and develop monthly surface water treatment and water quality reports for submission to SWRCB DDW. A replacement WIMS is needed because the current WIMS is no longer receiving technical support services.

Description:	Fire Alarm Control Panel Replacement
Department:	WTP
Expanded Description	The existing fire control panel is operational but obsolete and can no longer receive software updates. This project will replace the existing fire alarm control panel with new equipment.
Estimated Charge – Contractor	\$35,000
Contingency (5%)	<u>1,750</u>
Subtotal without CCWA Labor	\$36,750
CCWA Labor	<u>4,245</u>
Total Cost	\$40,995
Operating Budget Impact:	The WTP fire alarm control panel software needs to be updated periodically in order to maintain reliable functionality.

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Description:	Water Treatment Plant Access Road/Asphalt Maintenance
Department:	WTP
Expanded Description	This is a project to repair the plant access road.
Estimated Charge - Contractor	\$150,000
Contingency (5%)	<u>7,500</u>
Subtotal without CCWA Labor	\$157,500
CCWA Labor	<u>14,427</u>
Total Cost	\$171,927
Operating Budget Impact:	Pavement is constantly exposed to the elements and traffic loading. This results in a wearing of the pavement surface and the oxidation of the pavement materials. Cracks will form, which will allow water to penetrate beneath the pavement and this creates an accelerated degradation process. Through crack sealing and slurry sealing, the service life of the pavement will be greatly extended, which postpones full reconstruction.

Description:	Tank 2 Generator and Fuel System Replacement
Department:	33B
Expanded Description	A generator is stationed at Tank 2 and provides power when utility power fails. Power is needed for communication, monitoring and operating the Tank 2 site.
Estimated Charge – Material	\$125,000
Tax (8%)	10,000
Contingency (5%)	<u>6,750</u>
Subtotal without CCWA Labor	\$141,750
CCWA Labor	<u>9,211</u>
Total Cost	\$150,961
Operating Budget Impact:	The Tank 2 generator is aging and maintenance needs have been increasing. This project will replace the existing generator and fuel system with new equipment.

Description:	Lopez Turnout Pressure Relief Valve Replacement
Department:	LOPEZ TURNOUT
Expanded Description	The Pressure Relief Valve (PRV) at the Lopez Turnout needs to be replaced.
Estimated Charge – Material	\$18,900
Tax (8%)	1,512
Contingency (5%)	<u>1,021</u>
Subtotal without CCWA Labor	\$21,433
CCWA Labor	<u>5,239</u>
Total Cost	\$26,672
Operating Budget Impact:	A PRV is a safety device that automatically opens to release excess pressure from a system when it surpasses a set limit, preventing catastrophic failure, equipment damage, environmental harm, and ensuring operational integrity by venting water until pressure normalizes.

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Description:	Distribution Control Room Upgrade Project
Department:	DIST
Expanded Description	The Distribution Control Room at BAO is a key facility to reliably operate the pipeline. The last remodeling of the distribution control room occurred over ten years ago and the floor coverings and countertops are in need of replacement.
Estimated Charge – Material	\$20,000
Tax (8%)	1,600
Contingency (5%)	<u>1,080</u>
Subtotal without CCWA Labor	\$22,680
CCWA Labor	<u>12,528</u>
Total Cost	\$35,208
Operating Budget Impact:	The floor covering and countertops of the distribution control room have been properly maintained but based on the most recent inspection of these systems, it is time to replace these components. Through proactively replacing equipment before the end of it useful service life, breakdown events and related impacts to operations are avoided.

Description:	Distribution Battery and Power Upgrades
Department:	DIST
Expanded Description	Various distribution facilities have battery-powered backup power supplies. Battery life declines as these facilities age. This project will replace existing batteries with new, and in some cases, larger capacity backup power supplies.
Estimated Charge – Material	\$30,000
Tax (8%)	2,400
Contingency (5%)	<u>1,620</u>
Subtotal without CCWA Labor	\$34,020
CCWA Labor	<u>7,811</u>
Total Cost	\$41,831
Operating Budget Impact:	A constant and reliable power supply is important to maintain communication and operability of remote equipment.

Description:	Bradbury Dam Radio Upgrade to Enterprise Grade
Department:	SYII
Expanded Description	The existing radio equipment used for network communication is nearing the end of its useful life and needs to be replaced.
Estimated Charge – Contractor	\$32,000
	2,560
Contingency (5%)	<u>1,728</u>
Subtotal without CCWA Labor	\$36,288
CCWA Labor	<u>2,875</u>
Total Cost	\$39,163
Operating Budget Impact:	Network communication is essential to monitor operations when the SYPP is operating to deliver water Lake Cachuma. Upgrading the existing equipment will reduce the risk of communication outages which impair the ability to monitor ongoing operations.

Central Coast Water Authority
Capital, Non-Capital & Extraordinary Projects
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Description:	Vehicle Replacement
Department:	DIST
Expanded Description	Three vehicles are currently or projected to be ready for replacement per CCWA's vehicle replacement policy.
Estimated Charge – Material	\$78,000
Tax (8%)	6,240
Contingency (5%)	<u>4,212</u>
Subtotal without CCWA Labor	\$88,452
CCWA Labor	<u>1,541</u>
Total Cost	\$89,993
Operating Budget Impact:	The CCWA replacement policy is to replace vehicles once they either have reached 125,000 miles or are over 10 years in age.

Description:	Distribution Crew Truck
Department:	DIST
Expanded Description	Three vehicles are currently or projected to be ready for replacement per CCWA's vehicle replacement policy.
Estimated Charge – Material	\$78,000
Tax (8%)	6,240
Contingency (5%)	<u>4,212</u>
Subtotal without CCWA Labor	\$88,452
CCWA Labor	<u>1,541</u>
Total Cost	\$89,993
Operating Budget Impact:	The CCWA replacement policy is to replace vehicles once they either have reached 125,000 miles or are over 10 years in age.

Description:	Vehicle Replacement
Department:	DIST
Expanded Description	Four vehicles are currently or projected to be ready for replacement per CCWA's vehicle replacement policy.
Estimated Charge – Material	\$78,000
Tax (8%)	6,240
Contingency (5%)	<u>4,212</u>
Subtotal without CCWA Labor	\$88,452
CCWA Labor	<u>1,541</u>
Total Cost	\$89,993
Operating Budget Impact:	The CCWA replacement policy is to replace vehicles once they either have reached 125,000 miles or are over 10 years in age.

Central Coast Water Authority
Capital, Non-Capital & Extraordinary Projects
 Fiscal Year 2026/27 Budget

Non-Capitalized Projects

CCWA operates the Coastal Branch Extension for DWR through an Operations and Maintenance Agreement. Therefore, all expenses associated with the repairs and maintenance of the DWR portion of the Coastal Branch Extension are funded through the CCWA O&M assessments. Additionally, certain portions of the facilities around the Polonio Pass Water Treatment are owned by DWR but also operated and maintained by CCWA, such as the access road to the Water Treatment Plant. Since CCWA does not own the DWR facilities, capital related expenditures may not be capitalized as an asset on its books. The account also includes funding for projects on CCWA owned portions of the Water Treatment Plant which are considered extraordinary expenses, but which are not eligible for capitalization.

The following tables provide details for each of the Non-Capital Projects.

Description:	Chorro Valley Access Road Repair
Department:	33B
Expanded Description	The Chorro Valley access road was damaged during the winter of 2023. SLO County Public Works has worked with FEMA to identify and complete repairs.
Estimated Charge - Contractor	\$100,000
Contingency (5%)	<u>5,000</u>
Subtotal without CCWA Labor	\$105,000
CCWA Labor	<u>1,558</u>
Total Cost	\$106,558
Operating Budget Impact:	Damage to the access road limits vehicular access to the south portal of Cuesta Tunnel. CCWA is one of four water systems with facilities located in the Cuesta Tunnel and uses the Chorro Valley access road to maintain the portion of the Coastal Branch pipeline. The share of costs not covered by FEMA reimbursement are proposed to be split equally among the four water systems.

Description:	Cuesta Tunnel North Portal Vegetation Abatement
Department:	33B
Expanded Description	CCWA maintains the drainage system at the Cuesta Tunnel North Portal site. A recent survey has shown vegetative growth that may impact the existing drainage system if left unabated. A contractor will be retained to abate vegetation in accordance with CCWA's Habitat Conservation Plan procedures.
Estimated Charge - Contractor	\$35,000
Contingency (5%)	<u>1,750</u>
Subtotal without CCWA Labor	\$36,750
CCWA Labor	<u>4,269</u>
Total Cost	\$41,019
Operating Budget Impact:	A clean and clear drainage system will reduce erosion and the potential of flooding during rainstorms.

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Description:	Energy Dissipating Valve Facility Quantum I/O Card Upgrade
Department:	34
Expanded Description	The existing process logic controller input/output (I/O) cards for the Energy Dissipating Valve (EDV) Facility are outdated and no longer supported. A contractor will be retained to upgrade the existing equipment, consistent with the other pipeline facilities and WTP.
Estimated Charge - Contractor	\$50,000
Contingency (5%)	<u>2,500</u>
Subtotal without CCWA Labor	\$52,500
CCWA Labor	<u>16,384</u>
Total Cost	\$68,884
Operating Budget Impact:	Manufacturers develop new improved products as technology advances. Eventually, a manufacturer will stop supporting older products as that equipment passes its anticipated useful service life. To maintain a resilient operation, it is important to migrate to new technology for improved operation and efficiencies.

Description:	Electrical Safety Plan and Arc Flash Coordination Study
Department:	WTP/DIST
Expanded Description	Arc flash coordination requires a study to minimize incident energy and ensure protective devices operate correctly, isolating faults while allowing, where feasible, selective coordination. A consultant will be retained to perform electrical equipment testing, update CCWA's arc flash coordination and electrical safety plan, as needed.
Estimated Charge - Contractor	\$115,000
Contingency (5%)	<u>5,750</u>
Subtotal without CCWA Labor	\$120,750
CCWA Labor	<u>9,477</u>
Total Cost	\$130,227
Operating Budget Impact:	An arc flash coordination study needs to be completed every 5 years. CCWA's electrical safety plan provides safe work practices and required training to safely operate and maintain electrical equipment.

Description:	Buellton Administration Building Maintenance
Department:	ADM
Expanded Description	Normal wear and tear of routine administrative activities has created a need to complete maintenance on various Buellton Administration Office building components. Funds included in this project will be used for painting, exterior fencing and fascia board replacement and indoor plumbing maintenance.
Estimated Charge - Contractor	\$25,000
Contingency (5%)	<u>1,250</u>
Subtotal without CCWA Labor	\$26,250
CCWA Labor	<u>13,353</u>
Total Cost	\$39,603
Operating Budget Impact:	The BAO houses administrative staff and is used to host Board of Directors, Operating Committee and other CCWA-related meetings.

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FORMAL EXTRAORDINARY PROJECT PROGRAM

CCWA staff and an experienced engineering consultant worked together to develop a formal Extraordinary Project Program (EPP). As the various facilities and systems that are operated and maintained by CCWA age, there will be a need for projects to replace, refurbish and improve those facilities and systems. Not only will the number of these kinds of projects increase but their magnitude in both costs and potential impact on operations will increase as well. In addition, the Board may find that the CCWA System can be improved or modified to provide additional benefits to CCWA Participants. Consequently, there is a need to carefully consider what specific projects are needed or desired by the Board and to plan and schedule their implementation. The project identification, planning, prioritization and scheduling steps were foundational in the preparation of the formal EPP.

Another important purpose of a formal EPP is that it provides a format in which to communicate to the Board a more comprehensive long range plan for the CCWA system operation and development. In the past, Staff presented projects to the Board through the annual budgeting process. All projects were funded on a current year basis and included in the Authority's draft budget, which was submitted to the Board of Directors for approval. Because this process did not provide a full view of multi-year projects nor provide a definitive long term plan, in Fiscal Year 2017/18 Staff developed the formal EPP to adequately communicate to the Board the current work of careful planning and prioritizing of projects.

As with all EPPs, the basic elements include the following:

- Identification of Projects. Since the purpose of a formal EPP is to communicate the long term development plans for the CCWA System, it is important to identify the size of the projects to bring to the Board's attention. For the purposes of initial evaluation, CCWA staff has used \$75,000 as the threshold level in which to include a project in the EPP. The Board may decide to increase or decrease this threshold level.

In terms of identifying projects, there are two kinds of projects: (1) projects identified through routine facility assessments and (2) projects that improve the CCWA system and provide additional benefits to CCWA Participants, such as expanding the water treatment plant.

- Identify Funding for Projects. For the CCWA operation, all funding of projects occurs through the annual budgeting process for the CCWA operation. However, for large projects, the Board may decide to direct staff to pursue grant funding opportunities. Since applying for grants is a project in itself and may require an extended timeframe to secure a grant, this may be the first step in developing a project.
- Budgeting Project. A formal EPP allows the Board to fully consider the costs and schedule of a multi-year project. In addition, annual updates of the EPP

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will allow updates to project costs estimates and other important updates for the Board to consider. This is an improvement on the prior method of submitting projects on a current year budget basis only.

- **Implementing Projects.** A standard project management approach is utilized in organizing and implementing projects. Every project is described, in terms of cost and schedule, as a multi-phased project to include the phases shown below:
 - **Project initiation.** Once a project is identified, staff will need to prepare a description of the project as well as provide justification for the project. This is the very early stages of the project and is the basis for initial approval. If the project is approved, the next step will be implemented.
 - **Planning/Predesign.** For large projects, preliminary engineering is required to estimate the order of magnitude scope and cost of the project. Either staff or a consulting engineer can be utilized in developing these estimates. Following this step, the Board may want to provide additional review as to whether to approve the project for further development.
 - **Design.** Once a project has been approved by the Board, the project will be designed by a consulting engineering firm. If the design contract exceeds \$30,000, staff will request approval from the Board before awarding the contract, consistent with the CCWA Purchasing Policies. Generally, the design will be incorporated into a Request-For-Bids (RFB) document, using CCWA's standard contracts and front end specifications for public works projects.
 - **Construction Bid and Award.** Once the RFB is finalized, it will be advertised as required by public procurement regulations. The competitive bidding process will follow established public works project protocol. Once bids have been publicly opened, the Bids will be reviewed to determine if the contractor is responsible and if the Bid was responsive to Bid Documents. Once this process is completed, the lowest responsible and responsive Bid will be presented to the Board for consideration for contract award.
 - **Construction.** The construction phase will include the efforts of CCWA staff and engineering inspectors to closely monitor the progress of the construction to ensure adherence to the requirements of the Contract Documents as well as identify potential changes to the work that may be to CCWA's benefit. Staff will provide periodic updates to the Board and may also potentially request modifications of the work underway.
 - **Post Construction.** This step is critical in terms of releasing the contractor from the project through verifying work was completed as required by the Contract Documents, all releases from future contractor and

Central Coast Water Authority
Capital, Non-Capital & Extraordinary Projects
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subcontractor claims have been secured and that as built records are completed.

CCWA staff prepared the following table to show the current thinking of the long term projects over a ten year planning horizon. As indicated earlier, CCWA staff proposes to utilize the services of an experienced engineering consultant to assist with the development of a formal EPP. This process will likely include collaboration with participants to gain consensus with a long term plan for the CCWA System.

Major Facilities	Total Budget	FY 25/26	FY 26/27	FY 27/28	FY 28/29	FY 29/30	FY 30/31	FY 31/32	FY 32/33	FY 33/34	FY 34/35
Network											
SCADA Upgrade	\$400,000				\$200,000	\$200,000					
PLC Upgrade	\$650,000						\$325,000	\$325,000			
Distribution General											
Air Vac Replacement	\$1,180,000	\$220,000	\$210,000						\$250,000	\$250,000	\$250,000
Mesa Verde Road Pavement Overlay	\$270,000	\$270,000									
Tank 7 Access Road Overlay	\$180,000	\$180,000									
Access Control/Security Cam/Intrusion Alarm	\$200,000		\$200,000								
Water Treatment Plant											
Access Control/Security Cam/Intrusion Alarm	\$200,000		\$200,000								
Filter Media and Underdrain Replacement	\$3,000,000	\$1,500,000			\$1,500,000						
Permanent Install of PAC System	\$2,200,000		\$200,000	\$2,000,000							
West Slope Drainage Improvements	\$2,200,000				\$200,000	\$2,000,000					
Sludge Collector System	\$100,000	\$100,000									
Lining of Chlorine Contact Basin	\$1,200,000		\$1,200,000								
Polymer Mixer Tank	\$125,000			\$125,000							
Slurry Seal WTP Access Road	\$125,000		\$125,000								
Utility Water Header System Repair	\$90,000	\$90,000									
Bradbury Dam											
Permanent Bypass Piping System	\$405,000	\$80,000			\$325,000						
Estimated Yearly Totals		\$2,440,000	\$2,135,000	\$2,125,000	\$2,225,000	\$2,200,000	\$325,000	\$325,000	\$250,000	\$250,000	\$250,000



Polonio Pass Water Treatment Plant

Reserves and Cash Management

The Reserves and Cash Management section of the 2026/27 Budget includes information regarding the Authority's O&M Reserve Fund, Rate Coverage Reserve Fund and cash management information.

Highlights

FY 26/27 Total Reserve Balances

\$18,108,297

- | | |
|------------------------------|--------------|
| • O&M Reserve Fund | \$ 2,000,000 |
| • Rate Coverage Reserve Fund | \$ 9,799,129 |
| • DWR Reserve Fund | \$ 6,309,168 |

Central Coast Water Authority
Reserves and Cash Management
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This section of the Budget discusses the three cash reserves maintained by the Authority; the Operations and Maintenance Reserve Fund and the Rate Coverage Reserve Fund, and the DWR Reserve Fund. This section also discusses the Authority's cash management policies and the CCWA project participant investment pool.

Operations and Maintenance Reserve Fund Policy

During its December 18, 1997 regular meeting, the Board of Directors approved an "Operations and Maintenance Reserve Policy" as follows:

Purpose: The O&M Reserve Fund is intended to provide a mechanism for the Authority to undertake immediately unanticipated operation and maintenance activities, including emergency repairs, for which funds are not otherwise immediately available.

Contributions: Contributions to the O&M Reserve Fund are mandatory. Each Authority Contractor shall maintain on deposit with Authority in said Fund an amount of money equal to its pro-rata share of the Fund target size of \$2 million, which share is that Contractor's Water Supply Agreement Project Allotment divided by the Project Allotments held by all Authority Contractors. Each Contractor's initial contribution to the O&M Reserve Fund shall be drawn from cash held by Authority on behalf of the Contractor as of the date of the Fund's creation. If the Fund balance is reduced below \$2 million, Authority shall be authorized to (i) transfer into said Fund excess operating assessments and investment income from the Fund, and (ii) notify the participating Contractor if an additional contribution is necessary, in which event the contractor shall deposit an additional contribution within sixty-days (60) of the Authority notice.

Administration: The Treasurer shall invest funds held in the O&M Reserve Fund in liquid money market accounts (for example, LAIF) so that the funds shall be immediately available. O&M Reserve Fund investment earnings shall be considered to credit each Authority Contractor with respect to that Contractor's June 1 payment to Authority, except to the extent said earnings are needed to be retained to ensure that the Contractor's share of the Fund is fully funded, or as otherwise directed by the Contractor. The Treasurer shall prepare and disseminate to all Contractors a quarterly statement concerning the O&M Reserve Fund.

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Use of Fund: Monies held in the O&M Reserve Fund may be expended only upon authorization of the Board of Directors for unanticipated operating and maintenance activities, including by way of example only: repair of earthquake-caused damage to Authority facilities; unanticipated need to purchase chemicals; major emergency repair or replacement of equipment; reserve for legal judgments. In the event that monies from the O&M Reserve Fund are expended for an activity which is to be funded by certain Contractors and not other Contractors (for example, repair of a certain reach of the pipeline), then (i) it is permissible to expend from the Fund an amount which exceeds the monies on deposit by those Contractors who are obligated to fund the activity under the WSA, and (ii) said Contractors shall replenish said Fund as quickly as possible, and in no event later than one year, including payment of interest on monies expended which exceeded the amount on deposit by said Contractors.

The following table shows the allocation of the Operations and Maintenance Reserve Fund by project participant.

Operations and Maintenance Reserve Fund

Project Participant	Table A Amount	% of Table A	Operating Reserve
City of Buellton	578	1.48%	\$ 29,582
Carpinteria Valley Water District	2,000	5.12%	102,359
Goleta Water District	4,500	11.52%	230,309
City of Guadalupe	550	1.41%	28,149
La Cumbre Mutual Water Company	1,000	2.56%	51,180
Montecito Water District	3,000	7.68%	153,539
Morehart Land Company	200	0.51%	10,236
City of Santa Barbara	3,000	7.68%	153,539
Raytheon Systems Company	50	0.13%	2,559
City of Santa Maria	16,200	41.46%	829,111
Santa Ynez RWCD, I.D. #1	2,000	5.12%	102,359
Golden State Water Company	500	1.28%	25,590
Vandenberg Space Force Base	5,500	14.07%	281,488
TOTAL	39,078	100.00%	\$ 2,000,000

Central Coast Water Authority
Reserves and Cash Management
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Rate Coverage Reserve Fund

During its December 18, 1997 regular meeting, the Board of Directors also adopted the “Rate Coverage Reserve Fund” policy as follows:

Purpose: The Rate Fund is intended to provide a mechanism to allow the Authority Contractors to satisfy a portion of their obligation under Section 20(a) of the Water Supply Agreement (WSAs) to impose rates and charges sufficient to collect 125% of their Contract Payments (as therein defined).

Contributions: Contributions to the Rate Fund are voluntary. During each year of participation, an Authority Contractor, which has elected to participate in the Rate Fund, shall maintain on deposit with the Authority in said Fund an amount of money, when combined with the moneys on deposit in the O&M Reserve Fund, sufficient to constitute all or a portion of 25% of that Contractor’s Contract Payments with respect to that year. A participating Contractor’s initial contribution to the Rate Fund may be drawn from cash held by the Authority on behalf of the Contractor as of the date of the Fund’s creation. In each subsequent year, the Authority shall notify the participating Contractor if an additional contribution is desired and the Contractor shall deposit said additional contribution within sixty-days (60) of the Authority notice. Voluntary contributions to the Fund by a Contractor may be made at any time, but shall not be considered with regard to satisfying the Contractor’s obligations until the subsequent July 1. For example to act as a credit for Fiscal Year 1998/99, a deposit must be received by the Authority prior to July 1, 1998. However, in the first year of the Fund’s creation, each Authority Contractor may elect to deposit additional funds into the Rate Fund within the first 30 days after adoption of this policy by the Authority Board of Directors. These balances will be counted toward the coverage calculations for FY 1997/98.

Withdrawal: A Contractor may withdraw from the Rate Fund effective 180 days after it submits written documentation to the Authority that is in compliance with its WSA rate coverage obligations without considering the Fund.

Central Coast Water Authority
Reserves and Cash Management
Fiscal Year 2026/27 Budget

Administration: Investments of deposits in the Rate Coverage Reserve Fund will be in Permitted Investments described in clause (A) of the definition thereof contained in the Indenture of Trust, dated as of November 1, 1996, with maturities of one year or less or in the Local Agency Investment Fund. Rate Fund investment earnings shall be credited to the Contractors account within the Fund except to the extent the Contractor directs the Authority to credit said earnings to the Contractor's payments obligations or as otherwise directed by the Contractor. Deposits and related earnings on deposits for each project participant will be accounted for on an individual project participant basis even if commingled for investment purposes. The Treasurer shall prepare and disseminate to all Contractors a quarterly statement concerning the Rate Fund.

Use of Funds: Monies in the Rate Fund shall not be expended for any purpose, except upon approval of the Board of Directors (i) for emergency expenses, and (ii) to the extent necessary to supplement funds available from the O&M Reserve Fund provided that the Contractor submits written documentation to the Authority that it is in compliance with its WSA rate coverage obligations without considering the proposed expenditure from the fund.

The following table shows the Rate Coverage Reserve Fund balances, including interest income as of December 31, 2025. Participation in the fund for FY 2026/27 is not yet known. Prior to June 30, 2026, each project participant will be notified of the allowable deposit in the Rate Coverage Reserve Fund for FY 2025/26.

FY 2025/26 Rate Coverage Reserve Fund

Project Participant	FY 2025/26 Deposit
City of Buellton	\$ 286,125
Carpinteria Valley Water District	879,565
City of Guadalupe	198,863
La Cumbre Mutual Water Company	402,882
Montecito Water District	1,498,935
City of Santa Maria	5,378,823
Santa Ynez, RWCD, I.D. #1 (Solvang)	657,710
Santa Ynez, RWCD, I.D. #1	479,873
County of San Luis Obispo (Shandon)	16,354
TOTAL:	\$ 9,799,129

Central Coast Water Authority
Reserves and Cash Management
Fiscal Year 2026/27 Budget

DWR Reserve Fund Policy

During its March 28, 2019 regular meeting, the Board of Directors approved a “DWR Reserve Fund Policy” as follows:

Purpose: The DWR Reserve Fund is intended to provide a funding source for payments to the State of California Department of Water Resources (DWR) when there is a difference between estimates used to prepare the DWR portion of the annual CCWA budget and the actual amounts billed to the Authority by DWR.

Contributions: Contributions to the DWR Reserve Fund are voluntary. Project Participants wanting to participate in the DWR Reserve Fund shall notify the Authority of such intent. The Authority will in turn, notify the participating Project Participant of its “Target DWR Reserve Fund Amount” (Target Amount). The Target Amount will be equal to the participating Project Participant’s proportional share of a \$10 million allocation of DWR Transportation Minimum OMP&R charges as calculated in the most recent DWR Statement of Charges at the time the DWR Reserve Fund Policy is approved by the CCWA Board of Directors, and updated periodically.

Funding of each participating Project Participant’s share of the DWR Reserve Fund will come from a combination of (1) CCWA Operating Expense budget surpluses, if any (2) Interest earnings on funds held in all other accounts on behalf of the participating Project Participant and (3) excess amounts, if any, from any of the DWR Statement of Charges cost components.

After the participating Project Participant’s share of the DWR Reserve Fund has been fully funded up to the participating Project Participant’s Target Amount, the credits, interest earnings and excess DWR amounts will be returned to the participating Project Participant as a credit against future bills from the Authority.

If the balance of the participating Project Participant’s DWR Reserve Fund falls below the Target Amount, the Authority will retain the credits listed above until the balance once again equals the Target Amount.

Central Coast Water Authority
Reserves and Cash Management
 Fiscal Year 2026/27 Budget

Withdrawal: A participating Project Participant may withdraw from the DWR Reserve Fund by notifying the Authority in writing of its request to withdraw its funds on deposit in the DWR Reserve Fund. Within 60 days, the Authority will either credit the funds on deposit against the participating Project Participant's next invoice from the Authority, or at the request of the participating Project Participant, issue a check for the refund of the deposit amount.

Administration: The Treasurer shall invest funds held in the DWR Reserve Fund in liquid money market accounts (for example, LAIF) so that the funds shall be immediately available. DWR Reserve Fund investment earnings shall be redeposited into the DWR Reserve Fund for each participating Project Participant up to the Target Amount. The Treasurer shall prepare and disseminate to all Contractors a quarterly statement concerning the DWR Reserve Fund.

Use of Fund: Monies held in the DWR Reserve Fund may be used by the Authority to fund the difference between the estimates used for billing purposes to the participating Project Participants for the annual DWR Statement of Charges (all fixed cost components) and the actual Statement of Charges received from DWR.

The following table shows the DWR Reserve funding target, fund balance as of December 31, 2025, the estimated transfer for FY 2026/27 and the balance remaining to fully fund the DWR Reserve Fund by project participant:

DWR Reserve Fund Target and Fund Balance

Project Participant	Table A Amount	% of Table A	DWR Reserve Fund Target ⁽¹⁾	DWR Reserve Fund Balance ⁽²⁾	Remaining Funds to Meet Target
Guadalupe	550	1.41%	\$ 140,744	\$ 144,953	\$ (4,209)
Santa Maria	16,200	41.46%	4,145,555	4,761,290	(615,734)
Golden State Water Co.	500	1.28%	127,949	115,592	12,357
Vandenberg SFB ⁽²⁾	5,500	14.07%	-	-	-
Buellton	578	1.48%	147,909	152,430	(4,520)
Santa Ynez (Solvang)	1,500	3.84%	383,848	190,416	193,432
Santa Ynez	500	1.28%	127,949	131,790	(3,841)
Goleta ⁽²⁾	4,500	11.52%	-	-	-
Morehart Land	200	0.51%	51,180	52,724	(1,544)
La Cumbre	1,000	2.56%	255,898	254,714	1,185
Raytheon	50	0.13%	12,795	13,181	(386)
Santa Barbara	3,000	7.68%	767,695	492,078	275,617
Montecito ⁽²⁾	3,000	7.68%	-	-	-
Carpinteria ⁽²⁾	2,000	5.12%	-	-	-
TOTAL	39,078	100.00%	\$ 6,161,523	6,309,168	\$ (147,644)

(1) Participation in the DWR Reserve Fund is voluntary. The initial reserve fund target set \$10 million was reduced based on project participants opting out of the DWR Reserve.

(2) Project participants opting out of participating in the DWR Reserve Fund.

Central Coast Water Authority
Reserves and Cash Management
Fiscal Year 2026/27 Budget

Cash Management

The cash balances presented in “Total Budget Summary” page at the beginning of this document exclude cash balances invested in the CCWA Investment Pool (described below) with the exception of the CCWA O&M Reserve Fund. Additionally, the effects of other accounts receivables and payables have been added or subtracted from the cash balance presentation of the “Total Budget Summary” sheet to show the cash balances as if all receivables and payables had been received or paid.

Reconciliation of Prior Year Budget and Actual Amounts

It is the Authority’s policy to refund unexpended operating assessments and investment income on the Authority’s general operating account after the close of each fiscal year. This reconciliation occurs in conjunction with the closeout of the fiscal year and the preparation of the annual financial statements.

Since all excess “revenues” are returned to the project participants and any “deficits” are collected from the project participants, the general fund balance, defined as total cash minus reserves, is projected to be zero. However, since the Authority receives assessment income in advance of the anticipated payment date, the actual cash balance will be positive.

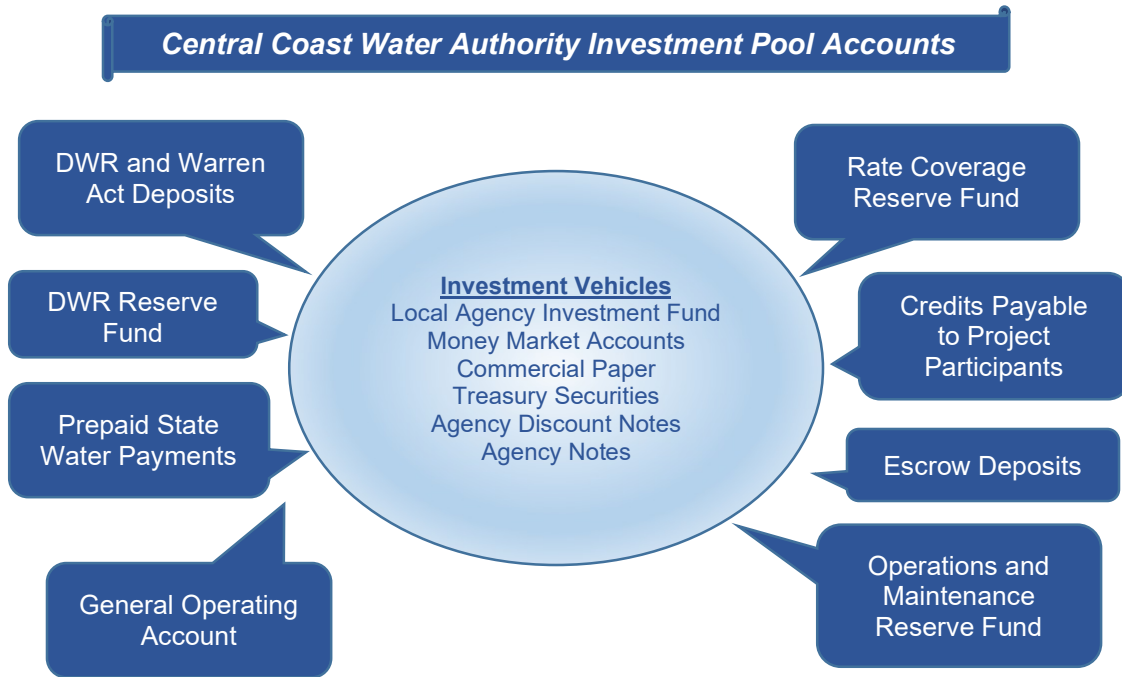
CCWA Investment Pool

All cash and investments paid by the project participants to the Authority are invested in accordance with the Authority’s Investment Policy. All cash and investments are allocated and invested in an investment pool which is comprised of the various “types” of payments paid by the Authority’s project participants further broken down by individual project participants within each account.

Each account within the CCWA investment pool receives investment income based on the account’s proportional share of the average daily balance for the month.

Central Coast Water Authority
Reserves and Cash Management
Fiscal Year 2026/27 Budget

The following graphic shows the total CCWA Investment Pool and the various types of accounts in the pool.



Investment Pool Account Descriptions

- General Operating Account – general account for the investment of current year O&M budget funds and general unallocated funds [all operations and maintenance expenses and capital improvement projects listed in this budget].
- Operations and Maintenance Reserve Fund – a \$2 million operating reserve for emergency purposes [described in this section of the budget].
- Rate Coverage Reserve Fund – a fund in which certain project participants that are required to meet the coverage obligation in the Water Supply Agreement may elect to participate to aid them in meeting the coverage obligation [described in this section of the budget].
- Department of Water Resources Reserve Fund – a voluntary fund in which certain Project Participants have various credits and earnings held to cover DWR Statement of Charges volatility [described in this section of the budget].

Central Coast Water Authority
Reserves and Cash Management
Fiscal Year 2026/27 Budget

- Prepaid State Water Payments – Similar to the rate coverage reserve fund, certain project participants may elect to “prepay” a portion of the next year CCWA payments to decrease the coverage obligation in that year. In order to reduce the coverage obligation, the prepayment must be received and held by CCWA one full fiscal year in advance of when the prepayment will be applied against the payments.
- DWR and Warren Act Deposits – funds paid by the CCWA project participants for both fixed and variable DWR payments and payments to the US Bureau of Reclamation for Warren Act charges for delivery of State Water into Lake Cachuma [refer to the “DWR” section of this budget].
- Escrow Deposits – deposits received from certain “non-public agency” project participants as required under their individual water supply agreements. The deposits are approximately equal to one year’s State water payment.
- Credits payable to Project Participants– credits from many sources but primarily for O&M credits and interest income credits for under-expended O&M costs from the prior fiscal year.



Vandenberg Space Force Base rocket launch viewed from Polonio Pass Water Treatment Plant

Ten Year Financial Plan

The Ten Year Financial Plan contains pro-forma projections for each Santa Barbara and San Luis Obispo County project participant for the next ten years.

Central Coast Water Authority
Ten Year Financial Plan
Fiscal Year 2026/27 Budget

The Ten Year Financial Plan shows the allocated share of the Authority's costs to each project participant for the next ten fiscal years beginning with the current budget year.

The Ten Year Financial Plan is prepared to provide each project participant an estimate of future costs for the Authority. Specifically, these projections are used by the Authority's project participants to assist in establishing water rates for their local agencies and ensuring their water system revenues are sufficient to meet the coverage covenant contained in the Water Supply Agreements (*please refer to the "Budget Foreword" section of this document for additional information regarding the Water Supply Agreements and the coverage covenant*).

Central Coast Water Authority
ALL PROJECT PARTICIPANTS
State Water Cost Ten-Year Projections
Fiscal Year 2026/27 Preliminary Proposed Budget

<u>Water Deliveries-Fiscal Year Basis (AF) ⁽¹⁾</u>	FY 26/27	FY 27/28	FY 28/29	FY 29/30	FY 30/31	FY 31/32	FY 32/33	FY 33/34	FY 34/35	FY 35/36
Table A Water Deliveries-1st Quarter	6,283	3,308	3,308	3,308	3,308	3,308	3,308	3,308	3,308	3,308
Table A Water Deliveries-2nd Quarter	3,687	2,847	2,850	2,850	2,850	2,850	2,850	2,850	2,850	2,850
Table A Water Deliveries-3rd Quarter	2,778	3,581	3,582	3,582	3,582	3,582	3,582	3,582	3,582	3,582
Table A Water Deliveries-4th Quarter	4,658	3,746	3,749	3,749	3,749	3,749	3,749	3,749	3,749	3,749
Total FY Table A Deliveries (acre-feet)	17,406	13,482	13,489	13,489	13,489	13,489	13,489	13,489	13,489	13,489

Exchange Deliveries-1st Quarter	1,221	1,221	1,221	1,221	1,221	1,221	1,221	1,221	1,221	1,221
Exchange Deliveries-2nd Quarter	100	100	100	100	100	100	100	100	100	100
Exchange Deliveries-3rd Quarter	-	-	-	-	-	-	-	-	-	-
Exchange Deliveries-4th Quarter	830	830	830	830	830	830	830	830	830	830
Total FY Exchange Deliveries (acre-feet)	2,151	2,151	2,151	2,151	2,151	2,151	2,151	2,151	2,151	2,151
CCWA Variable Cost per AF Assumptions	\$ 579	\$ 594	\$ 610	\$ 626	\$ 643	\$ 660	\$ 677	\$ 695	\$ 713	\$ 731
DWR Variable Cost per AF Assumptions	\$ 276	\$ 293	\$ 301	\$ 310	\$ 320	\$ 329	\$ 339	\$ 349	\$ 360	\$ 371

<u>CCWA Costs</u>										
CCWA Fixed O&M Costs ⁽²⁾	\$ 15,470,702	\$ 16,244,237	\$ 17,056,449	\$ 17,909,272	\$ 18,804,735	\$ 19,744,972	\$ 20,732,220	\$ 21,768,831	\$ 22,857,273	\$ 24,000,137
CCWA Variable O&M Costs ⁽⁵⁾	1,843,213	2,858,769	2,943,550	3,026,329	3,111,316	3,198,561	3,288,119	3,380,045	3,474,391	3,571,216
CCWA Credits	(1,494,012)									
Warren Act and Trust Fund Charges ⁽⁸⁾	38,400	57,240	58,080	58,080	58,080	58,080	58,080	58,080	58,080	58,080
Subtotal: CCWA Costs	15,858,303	19,160,246	20,058,079	20,993,681	21,974,131	23,001,613	24,078,420	25,206,956	26,389,745	27,629,433

<u>DWR Costs ⁽⁷⁾</u>										
Transportation Capital	\$ 24,721,044	24,692,715	24,962,742	25,139,471	25,342,983	25,520,761	25,658,506	25,840,875	26,001,948	26,060,820
Coastal Branch Extension	2,305,472	3,216,251	2,086,034	1,938,299	-	-	-	-	-	-
Water System Revenue Bond Surcharge	1,856,462	1,639,338	1,277,412	1,540,649	626,298	1,071,005	1,076,499	1,068,181	189,782	628,807
Transportation Minimum OMP&R	14,694,433	14,630,035	13,965,094	14,065,495	14,206,150	14,348,211	14,491,694	14,636,611	14,782,977	14,930,806
Delta Water Charge	4,811,509	4,476,091	4,284,243	4,308,795	4,333,592	4,358,638	4,383,934	4,409,483	4,435,287	4,435,287
(1) DWR Var Costs net on DWR Inv income	4,508,397	3,642,008	3,753,377	3,865,979	3,981,958	4,101,417	4,224,459	4,351,193	4,481,729	4,616,181
Subtotal: DWR Costs	\$ 52,897,316	\$ 52,296,438	\$ 50,328,903	\$ 50,858,688	\$ 48,490,981	\$ 49,400,031	\$ 49,835,092	\$ 50,306,343	\$ 49,891,722	\$ 50,671,901

Total Projected State Water Costs	\$ 68,755,618	\$ 71,456,684	\$ 70,386,982	\$ 71,852,369	\$ 70,465,112	\$ 72,401,644	\$ 73,913,512	\$ 75,513,299	\$ 76,281,467	\$ 78,301,334
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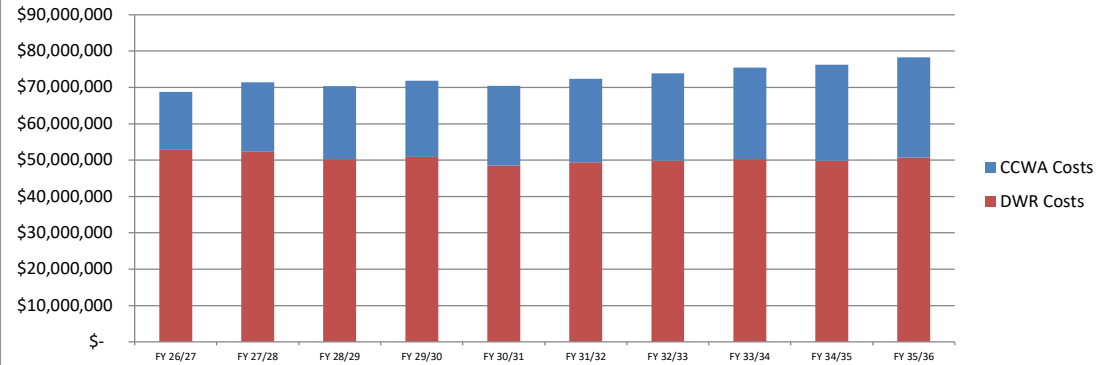
<u>Projected Payments by Due Date</u>										
June 1st Fixed Payment ⁽³⁾	\$ 62,365,610	\$ 64,898,667	\$ 63,631,974	\$ 64,901,981	\$ 63,313,758	\$ 65,043,586	\$ 66,342,853	\$ 67,723,981	\$ 68,267,267	\$ 70,055,857
July 1st Variable Payment ⁽⁴⁾	2,462,034	2,180,890	2,243,581	2,308,025	2,374,269	2,442,360	2,512,346	2,584,277	2,658,204	2,734,178
October 1st Variable Payment	1,296,193	1,040,894	1,071,378	1,102,757	1,135,056	1,168,303	1,202,525	1,237,749	1,274,005	1,311,322
January 1st Variable Payment	883,478	1,238,026	1,274,059	1,311,153	1,349,338	1,388,648	1,429,113	1,470,769	1,513,649	1,557,789
April 1st Variable Payment	1,748,303	2,098,206	2,158,772	2,221,059	2,285,115	2,350,986	2,418,722	2,488,374	2,559,994	2,633,633

Central Coast Water Authority
ALL PROJECT PARTICIPANTS
State Water Cost Ten-Year Projections
Fiscal Year 2026/27 Preliminary Proposed Budget

NOTES

- (1) Estimates for the first and second year based on participant requests and thereafter based on a 5 year average.
- (2) CCWA fixed costs are based on a 5 % inflation factor.
- (3) June 1st fixed cost payment is paid in June BEFORE the beginning of the fiscal year shown (i.e, the FY 2026/27 fixed payment is paid on June 1, 2026).
- (4) July 1st quarterly variable payment is paid in June BEFORE the beginning of the fiscal year shown.
- (5) CCWA variable O&M and DWR variable are based on a 3% inflation factor. CCWA variable costs include WTP Variable Retreatment charges and credits.
- (6) Current fiscal year DWR Variable costs are not net of DWR account interest income credits and credits or additional charges due from prior periods.
- (7) The source for DWR costs is DWR's 2026 Statement of Charges dated July 1, 2025.
- (8) Warren Act Charges are \$120/AF and are based on water wheeled through Cachuma Project facilities. There are two components to these charges: Warren Act Charges at \$77/AF and Trust Fund payments at \$43.00/AF.

**Projected Future State Water Costs
All CCWA Project Participants**



Central Coast Water Authority

City of Guadalupe

State Water Cost Ten-Year Projections

Fiscal Year 2026/27 Preliminary Proposed Budget

<u>Water Deliveries-Fiscal Year Basis (AF) ⁽¹⁾</u>	FY 26/27	FY 27/28	FY 28/29	FY 29/30	FY 30/31	FY 31/32	FY 32/33	FY 33/34	FY 34/35	FY 35/36
Water Deliveries-1st Quarter	6	47	47	47	47	47	47	47	47	47
Water Deliveries-2nd Quarter	8	77	77	77	77	77	77	77	77	77
Water Deliveries-3rd Quarter	30	68	68	68	68	68	68	68	68	68
Water Deliveries-4th Quarter	6	55	55	55	55	55	55	55	55	55
Total FY Water Deliveries (<i>acre-feet</i>)	50	247	247	247	247	247	247	247	247	247

CCWA Variable Cost per AF Assumptions	\$ 97	\$ 100	\$ 103	\$ 106	\$ 110	\$ 113	\$ 116	\$ 120	\$ 123	\$ 127
DWR Variable Cost per AF Assumptions	\$ 276	\$ 293	\$ 301	\$ 310	\$ 320	\$ 329	\$ 339	\$ 349	\$ 360	\$ 371

<u>CCWA Costs</u>										
CCWA Fixed O&M Costs ⁽²⁾	\$ 196,639	\$ 206,470	\$ 216,794	\$ 227,634	\$ 239,015	\$ 250,966	\$ 263,514	\$ 276,690	\$ 290,525	\$ 305,051
CCWA Variable O&M Costs ⁽⁵⁾	4,872	24,789	25,533	26,299	27,088	27,901	28,738	29,600	30,488	31,402
CCWA(Credits) Amount Due	(24,595)									
Subtotal: CCWA Costs	176,915	231,260	242,327	253,933	266,103	278,867	292,252	306,290	321,013	336,453

<u>DWR Costs ⁽⁷⁾</u>										
Transportation Capital	346,235	345,814	349,596	352,071	354,921	357,410	359,339	361,894	364,149	364,974
Coastal Branch Extension	-	-	-	-	-	-	-	-	-	-
Water System Revenue Bond Surcharge	24,496	22,051	17,183	20,724	8,425	14,406	14,480	14,368	2,553	8,458
Transportation Minimum OMP&R	204,312	203,416	194,171	195,567	197,523	199,498	201,493	203,508	205,543	207,598
Delta Water Charge	63,997	59,536	56,984	57,310	57,640	57,973	58,310	58,650	58,993	58,993
DWR Variable Costs ^{(5) (6)}	14,641	72,261	74,429	76,662	78,961	81,330	83,770	86,283	88,872	91,538
Subtotal: DWR Costs	\$ 653,681	\$ 703,078	\$ 692,362	\$ 702,333	\$ 697,469	\$ 710,618	\$ 717,393	\$ 724,703	\$ 720,110	\$ 731,561

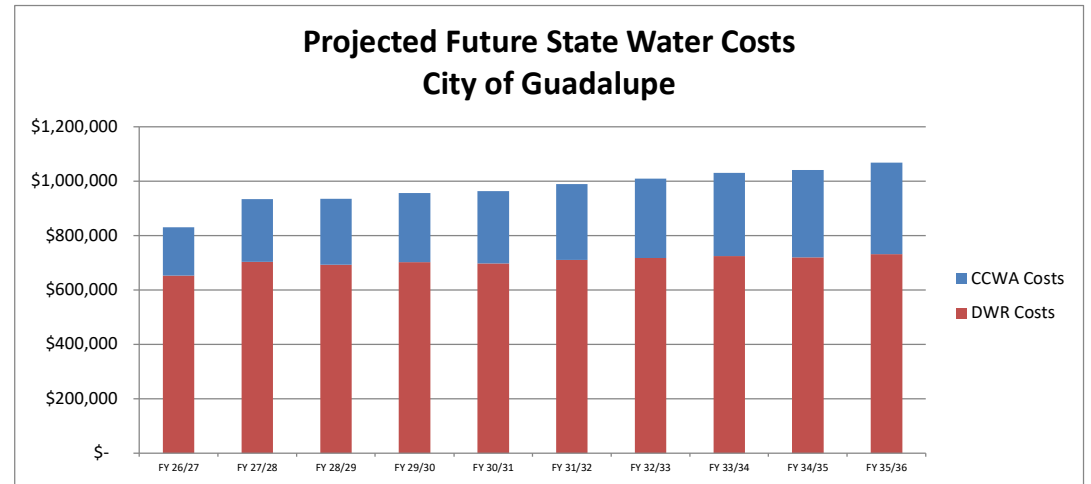
Total Projected State Water Costs	\$ 830,596	\$ 934,338	\$ 934,689	\$ 956,266	\$ 963,573	\$ 989,485	\$ 1,009,645	\$ 1,030,993	\$ 1,041,122	\$ 1,068,014
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<u>Projected Payments by Due Date</u>										
(1) CCWA Fixed Costs for fiscal Years 2026/27 thru 2034/35	\$ 811,083	\$ 837,287	\$ 834,727	\$ 853,305	\$ 857,523	\$ 880,254	\$ 897,137	\$ 915,109	\$ 921,762	\$ 945,074
July 1st Variable Payment ⁽⁴⁾	2,342	18,467	19,021	19,592	20,179	20,785	21,408	22,051	22,712	23,394
October 1st Variable Payment	3,122	30,255	31,162	32,097	33,060	34,052	35,073	36,126	37,209	38,326
January 1st Variable Payment	11,708	26,718	27,520	28,345	29,196	30,072	30,974	31,903	32,860	33,846
April 1st Variable Payment	2,342	21,610	22,259	22,926	23,614	24,323	25,052	25,804	26,578	27,375

Central Coast Water Authority
City of Guadalupe
 State Water Cost Ten-Year Projections
 Fiscal Year 2026/27 Preliminary Proposed Budget

NOTES

- (1) Estimates for the first and second year based on participant requests and thereafter based on a 5 year average.
- (2) CCWA fixed costs are based on a 5 % inflation factor.
- (3) June 1st fixed cost payment is paid in June BEFORE the beginning of the fiscal year shown (i.e, the FY 2026/27 fixed payment is paid on June 1, 2026).
- (4) July 1st quarterly variable payment is paid in June BEFORE the beginning of the fiscal year shown.
- (5) CCWA variable O&M and DWR variable are based on a 3% inflation factor. CCWA variable costs include WTP Variable Retreatment charges and credits.
- (6) Current fiscal year DWR Variable costs are not net of DWR account interest income credits and credits or additional charges due from prior periods.
- (7) The source for DWR costs is DWR's 2026 Statement of Charges dated July 1, 2025.
- (8) Warren Act Charges are \$120/AF and are based on water wheeled through Cachuma Project facilities. There are two components to these charges: Warren Act Charges at \$77/AF and Trust Fund payments at \$43.00/AF.



Central Coast Water Authority
City of Santa Maria
 State Water Cost Ten-Year Projections
 Fiscal Year 2026/27 Preliminary Proposed Budget

<u>Water Deliveries-Fiscal Year Basis (AF) ⁽¹⁾</u>	FY 26/27	FY 27/28	FY 28/29	FY 29/30	FY 30/31	FY 31/32	FY 32/33	FY 33/34	FY 34/35	FY 35/36
Water Deliveries-1st Quarter	2,540	725	725	725	725	725	725	725	725	725
Water Deliveries-2nd Quarter	1,570	946	946	946	946	946	946	946	946	946
Water Deliveries-3rd Quarter	1,015	1,330	1,330	1,330	1,330	1,330	1,330	1,330	1,330	1,330
Water Deliveries-4th Quarter	1,675	1,675	1,675	1,675	1,675	1,675	1,675	1,675	1,675	1,675
Total FY Water Deliveries (acre-feet)	6,800	4,676	4,676	4,676	4,676	4,676	4,676	4,676	4,676	4,676

CCWA Variable Cost per AF Assumptions	\$ 97	\$ 100	\$ 103	\$ 106	\$ 110	\$ 113	\$ 116	\$ 120	\$ 123	\$ 127
DWR Variable Cost per AF Assumptions	\$ 276	\$ 293	\$ 301	\$ 310	\$ 320	\$ 329	\$ 339	\$ 349	\$ 360	\$ 371

<u>CCWA Costs</u>										
CCWA Fixed O&M Costs ⁽²⁾	\$ 5,657,507	\$ 5,940,382	\$ 6,237,401	\$ 6,549,271	\$ 6,876,735	\$ 7,220,572	\$ 7,581,600	\$ 7,960,680	\$ 8,358,714	\$ 8,776,650
CCWA Variable O&M Costs ⁽⁵⁾	662,583	469,292	483,371	497,872	512,808	528,193	544,038	560,360	577,170	594,485
CCWA Credits										
Subtotal: CCWA Costs	6,320,090	6,409,675	6,720,772	7,047,144	7,389,543	7,748,764	8,125,639	8,521,040	8,935,885	9,371,136

<u>DWR Costs ⁽⁷⁾</u>										
Transportation Capital	10,198,194	10,185,791	10,297,177	10,370,078	10,454,027	10,527,361	10,584,181	10,659,409	10,725,852	10,750,136
Coastal Branch Extension	502,532	701,057	454,700	422,498	-	-	-	-	-	-
Water System Revenue Bond Surcharge	721,522	649,511	506,114	610,410	248,141	424,335	426,512	423,216	75,192	249,135
Transportation Minimum OMP&R	6,017,907	5,991,534	5,719,216	5,760,334	5,817,937	5,876,117	5,934,878	5,994,227	6,054,169	6,114,711
Delta Water Charge	1,885,000	1,753,593	1,678,433	1,688,052	1,697,767	1,707,579	1,717,489	1,727,498	1,737,607	1,737,607
DWR Variable Costs ^{(5) (6)}	2,364,573	1,367,984	1,409,023	1,451,294	1,494,833	1,539,678	1,585,868	1,633,444	1,682,447	1,732,921
Subtotal: DWR Costs	\$ 21,689,727	\$ 20,649,469	\$ 20,064,664	\$ 20,302,665	\$ 19,712,705	\$ 20,075,069	\$ 20,248,928	\$ 20,437,794	\$ 20,275,268	\$ 20,584,510

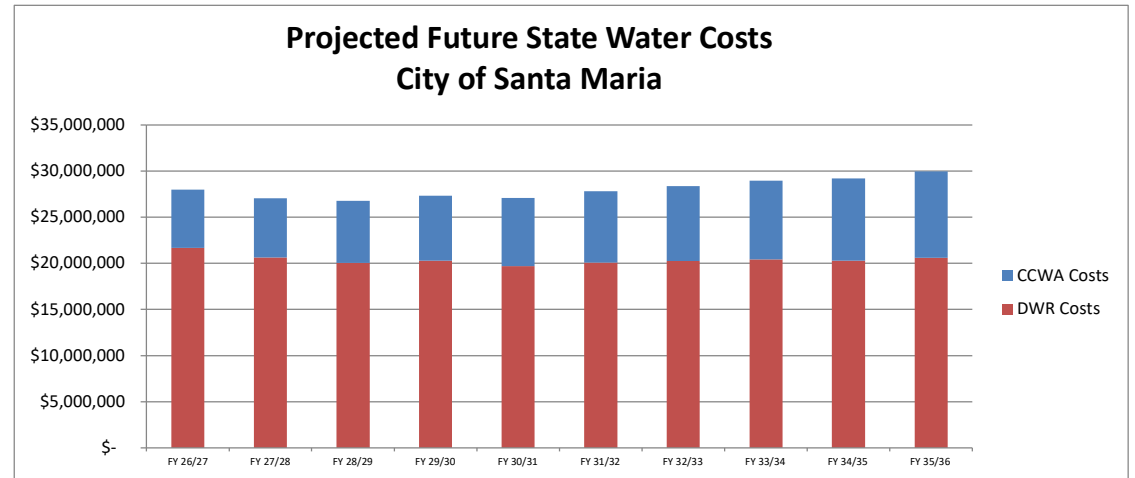
Total Projected State Water Costs	\$ 28,009,817	\$ 27,059,144	\$ 26,785,437	\$ 27,349,809	\$ 27,102,249	\$ 27,823,834	\$ 28,374,567	\$ 28,958,834	\$ 29,211,152	\$ 29,955,646
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<u>Projected Payments by Due Date</u>										
(1) CCWA Fixed Costs for fiscal Years 2025/26 thru 2033/34	\$ 24,982,661	\$ 25,221,868	\$ 24,893,042	\$ 25,400,643	\$ 25,094,608	\$ 25,755,963	\$ 26,244,661	\$ 26,765,031	\$ 26,951,535	\$ 27,628,240
July 1st Variable Payment ⁽⁴⁾	1,130,732	284,864	293,410	302,212	311,279	320,617	330,236	340,143	350,347	360,857
October 1st Variable Payment	698,917	371,699	382,850	394,335	406,165	418,350	430,901	443,828	457,143	470,857
January 1st Variable Payment	451,848	522,578	538,256	554,404	571,036	588,167	605,812	623,986	642,706	661,987
April 1st Variable Payment	745,660	658,135	677,879	698,215	719,161	740,736	762,958	785,847	809,423	833,705

Central Coast Water Authority
City of Santa Maria
 State Water Cost Ten-Year Projections
 Fiscal Year 2026/27 Preliminary Proposed Budget

NOTES

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- (2) CCWA fixed costs are based on a 5 % inflation factor.
- (3) June 1st fixed cost payment is paid in June BEFORE the beginning of the fiscal year shown (i.e, the FY 2026/27 fixed payment is paid on June 1, 2026).
- (4) July 1st quarterly variable payment is paid in June BEFORE the beginning of the fiscal year shown.
- (5) CCWA variable O&M and DWR variable are based on a 3% inflation factor. CCWA variable costs include WTP Variable Retreatment charges and credits.
- (6) Current fiscal year DWR Variable costs are not net of DWR account interest income credits and credits or additional charges due from prior periods.
- (7) The source for DWR costs is DWR's 2026 Statement of Charges dated July 1, 2025.
- (8) Warren Act Charges are \$120/AF and are based on water wheeled through Cachuma Project facilities. There are two components to these charges: Warren Act Charges at \$77/AF and Trust Fund payments at \$43.00/AF.



Central Coast Water Authority
Golden State Water Company
State Water Cost Ten-Year Projections
Fiscal Year 2026/27 Preliminary Proposed Budget

<u>Water Deliveries-Fiscal Year Basis (AF) ⁽¹⁾</u>	FY 26/27	FY 27/28	FY 28/29	FY 29/30	FY 30/31	FY 31/32	FY 32/33	FY 33/34	FY 34/35	FY 35/36
Water Deliveries-1st Quarter	150	5	5	5	5	5	5	5	5	5
Water Deliveries-2nd Quarter	35	63	63	63	63	63	63	63	63	63
Water Deliveries-3rd Quarter	-	65	65	65	65	65	65	65	65	65
Water Deliveries-4th Quarter	-	26	26	26	26	26	26	26	26	26
Total FY Water Deliveries (acre-feet)	185	159	159	159	159	159	159	159	159	159

CCWA Variable Cost per AF Assumptions	\$ 97	\$ 100	\$ 103	\$ 106	\$ 110	\$ 113	\$ 116	\$ 120	\$ 123	\$ 127
DWR Variable Cost per AF Assumptions	\$ 276	\$ 293	\$ 301	\$ 310	\$ 320	\$ 329	\$ 339	\$ 349	\$ 360	\$ 371

<u>CCWA Costs</u>										
CCWA Fixed O&M Costs ⁽²⁾	\$ 180,948	\$ 189,996	\$ 199,495	\$ 209,470	\$ 219,944	\$ 230,941	\$ 242,488	\$ 254,612	\$ 267,343	\$ 280,710
CCWA Variable O&M Costs ⁽⁵⁾	18,026	15,958	16,436	16,929	17,437	17,960	18,499	19,054	19,626	20,215
CCWA Credits	(20,789)									
Subtotal: CCWA Costs	178,185	205,953	215,932	226,399	237,381	248,901	260,987	273,666	286,969	300,924

<u>DWR Costs ⁽⁷⁾</u>										
Transportation Capital	314,759	314,376	317,814	320,064	322,655	324,919	326,672	328,994	331,045	331,794
Coastal Branch Extension	15,510	21,638	14,034	13,040	-	-	-	-	-	-
Water System Revenue Bond Surcharge	22,269	20,047	15,621	18,840	7,659	13,097	13,164	13,062	2,321	7,689
Transportation Minimum OMP&R	185,738	184,924	176,519	177,788	179,566	181,362	183,175	185,007	186,857	188,726
Delta Water Charge	58,179	54,123	51,803	52,100	52,400	52,703	53,009	53,318	53,630	53,630
DWR Variable Costs ^{(5) (6)}	49,364	46,516	47,912	49,349	50,829	52,354	53,925	55,543	57,209	58,925
Subtotal: DWR Costs	\$ 645,820	\$ 641,624	\$ 623,703	\$ 631,181	\$ 613,109	\$ 624,434	\$ 629,945	\$ 635,924	\$ 631,061	\$ 640,764

Total Projected State Water Costs	\$ 824,005	\$ 847,577	\$ 839,635	\$ 857,581	\$ 850,490	\$ 873,335	\$ 890,932	\$ 909,590	\$ 918,030	\$ 941,689
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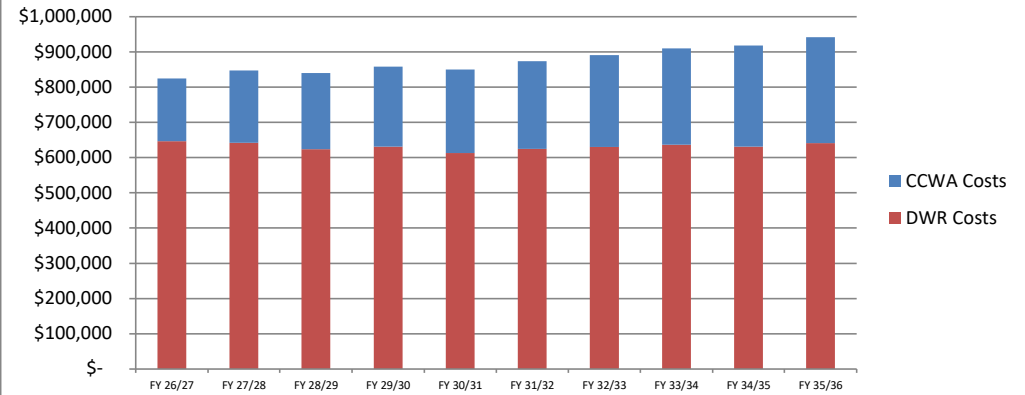
<u>Projected Payments by Due Date</u>										
(1) CCWA Fixed Costs for fiscal Years 2025/26 thru 2033/34	\$ 756,614	\$ 785,103	\$ 775,287	\$ 791,303	\$ 782,224	\$ 803,021	\$ 818,508	\$ 834,993	\$ 841,195	\$ 862,549
July 1st Variable Payment ⁽⁴⁾	54,641	1,965	2,024	2,084	2,147	2,211	2,277	2,346	2,416	2,489
October 1st Variable Payment	12,750	24,754	25,496	26,261	27,049	27,861	28,696	29,557	30,444	31,357
January 1st Variable Payment	-	25,540	26,306	27,095	27,908	28,745	29,607	30,496	31,410	32,353
April 1st Variable Payment	-	10,216	10,522	10,838	11,163	11,498	11,843	12,198	12,564	12,941

Central Coast Water Authority
Golden State Water Company
State Water Cost Ten-Year Projections
Fiscal Year 2026/27 Preliminary Proposed Budget

NOTES

- (1) Estimates for the first and second year based on participant requests and thereafter based on a 5 year average.
- (2) CCWA fixed costs are based on a 5 % inflation factor.
- (3) June 1st fixed cost payment is paid in June BEFORE the beginning of the fiscal year shown (i.e, the FY 2026/27 fixed payment is paid on June 1, 2026).
- (4) July 1st quarterly variable payment is paid in June BEFORE the beginning of the fiscal year shown.
- (5) CCWA variable O&M and DWR variable are based on a 3% inflation factor. CCWA variable costs include WTP Variable Retreatment charges and credits.
- (6) Current fiscal year DWR Variable costs are not net of DWR account interest income credits and credits or additional charges due from prior periods.
- (7) The source for DWR costs is DWR's 2026 Statement of Charges dated July 1, 2025.
- (8) Warren Act Charges are \$120/AF and are based on water wheeled through Cachuma Project facilities. There are two components to these charges: Warren Act Charges at \$77/AF and Trust Fund payments at \$43.00/AF.

**Projected Future State Water Costs
Golden State Water Company**



Central Coast Water Authority
Vandenberg AFB
State Water Cost Ten-Year Projections
Fiscal Year 2026/27 Preliminary Proposed Budget

<u>Water Deliveries-Fiscal Year Basis (AF) ⁽¹⁾</u>	FY 26/27	FY 27/28	FY 28/29	FY 29/30	FY 30/31	FY 31/32	FY 32/33	FY 33/34	FY 34/35	FY 35/36
Water Deliveries-1st Quarter	819	349	349	349	349	349	349	349	349	349
Water Deliveries-2nd Quarter	741	570	570	570	570	570	570	570	570	570
Water Deliveries-3rd Quarter	572	603	603	603	603	603	603	603	603	603
Water Deliveries-4th Quarter	698	230	230	230	230	230	230	230	230	230
Total FY Water Deliveries (acre-feet)	2,830	1,752	1,752	1,752	1,752	1,752	1,752	1,752	1,752	1,752

CCWA Variable Cost per AF Assumptions	\$ 97	\$ 100	\$ 103	\$ 106	\$ 110	\$ 113	\$ 116	\$ 120	\$ 123	\$ 127
DWR Variable Cost per AF Assumptions	\$ 276	\$ 293	\$ 301	\$ 310	\$ 320	\$ 329	\$ 339	\$ 349	\$ 360	\$ 371

<u>CCWA Costs</u>										
CCWA Fixed O&M Costs ⁽²⁾	\$ 2,143,237	\$ 2,250,399	\$ 2,362,919	\$ 2,481,065	\$ 2,605,118	\$ 2,735,374	\$ 2,872,143	\$ 3,015,750	\$ 3,166,538	\$ 3,324,865
CCWA Variable O&M Costs ⁽⁵⁾	275,752	175,834	181,109	186,542	192,139	197,903	203,840	209,955	216,254	222,741
CCWA Credits	(328,861)									
Subtotal: CCWA Costs	2,090,128	2,426,233	2,544,028	2,667,607	2,797,257	2,933,277	3,075,983	3,225,705	3,382,791	3,547,606

<u>DWR Costs ⁽⁷⁾</u>										
Transportation Capital	3,462,350	3,458,139	3,495,955	3,520,706	3,549,207	3,574,104	3,593,395	3,618,935	3,641,493	3,649,738
Coastal Branch Extension	450,379	628,301	407,511	378,651	-	-	-	-	-	-
Water System Revenue Bond Surcharge	244,961	220,513	171,829	207,238	84,245	144,064	144,803	143,685	25,528	84,583
Transportation Minimum OMP&R	2,043,117	2,034,163	1,941,709	1,955,669	1,975,226	1,994,978	2,014,928	2,035,077	2,055,428	2,075,982
Delta Water Charge	639,969	595,356	569,838	573,104	576,402	579,734	583,098	586,496	589,928	589,928
DWR Variable Costs ^{(5) (6)}	895,999	512,555	527,932	543,770	560,083	576,885	594,192	612,018	630,378	649,289
Subtotal: DWR Costs	\$ 7,736,774	\$ 7,449,026	\$ 7,114,775	\$ 7,179,137	\$ 6,745,163	\$ 6,869,765	\$ 6,930,416	\$ 6,996,211	\$ 6,942,755	\$ 7,049,520

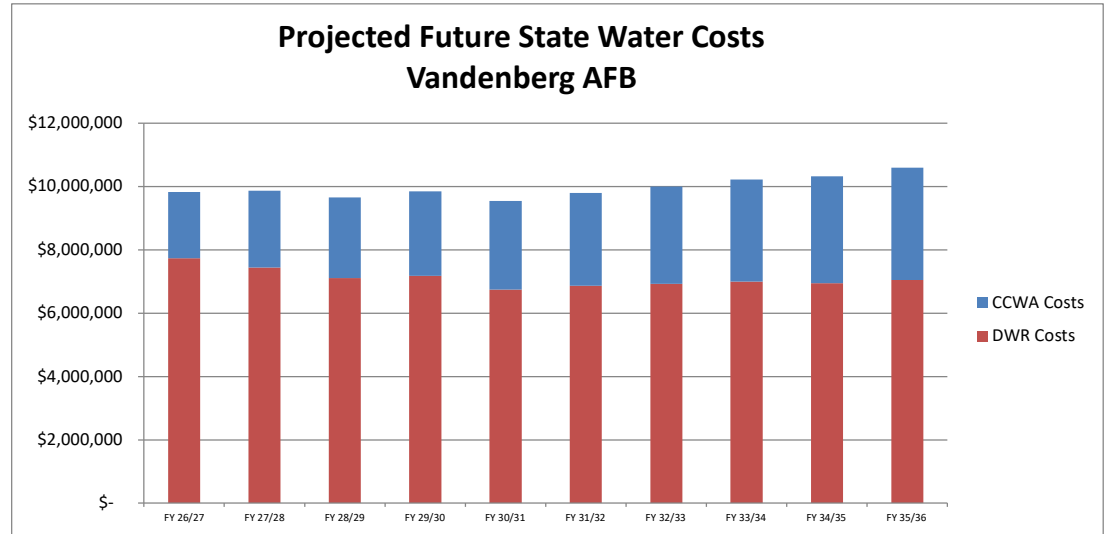
Total Projected State Water Costs	\$ 9,826,902	\$ 9,875,260	\$ 9,658,803	\$ 9,846,744	\$ 9,542,420	\$ 9,803,042	\$ 10,006,399	\$ 10,221,916	\$ 10,325,547	\$ 10,597,126
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<u>Projected Payments by Due Date</u>										
(1) CCWA Fixed Costs for fiscal Years 2025/26 thru 2033/34	\$ 8,655,151	\$ 9,186,870	\$ 8,949,762	\$ 9,116,432	\$ 8,790,199	\$ 9,028,254	\$ 9,208,367	\$ 9,399,943	\$ 9,478,915	\$ 9,725,096
July 1st Variable Payment ⁽⁴⁾	339,104	137,128	141,242	145,479	149,843	154,338	158,969	163,738	168,650	173,709
October 1st Variable Payment	306,808	223,962	230,681	237,602	244,730	252,071	259,634	267,423	275,445	283,709
January 1st Variable Payment	236,834	236,928	244,036	251,357	258,898	266,665	274,665	282,905	291,392	300,134
April 1st Variable Payment	289,004	90,371	93,082	95,874	98,751	101,713	104,764	107,907	111,145	114,479

Central Coast Water Authority
Vandenberg AFB
 State Water Cost Ten-Year Projections
 Fiscal Year 2026/27 Preliminary Proposed Budget

NOTES

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- (2) CCWA fixed costs are based on a 5 % inflation factor.
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- (4) July 1st quarterly variable payment is paid in June BEFORE the beginning of the fiscal year shown.
- (5) CCWA variable O&M and DWR variable are based on a 3% inflation factor. CCWA variable costs include WTP Variable Retreatment charges and credits.
- (6) Current fiscal year DWR Variable costs are not net of DWR account interest income credits and credits or additional charges due from prior periods.
- (7) The source for DWR costs is DWR's 2026 Statement of Charges dated July 1, 2025.
- (8) Warren Act Charges are \$120/AF and are based on water wheeled through Cachuma Project facilities. There are two components to these charges: Warren Act Charges at \$77/AF and Trust Fund payments at \$43.00/AF.



Central Coast Water Authority
City of Buellton
State Water Cost Ten-Year Projections
Fiscal Year 2026/27 Preliminary Proposed Budget

<u>Water Deliveries-Fiscal Year Basis (AF) ⁽¹⁾</u>	FY 26/27	FY 27/28	FY 28/29	FY 29/30	FY 30/31	FY 31/32	FY 32/33	FY 33/34	FY 34/35	FY 35/36
Water Deliveries-1st Quarter	90	22	22	22	22	22	22	22	22	22
Water Deliveries-2nd Quarter	60	47	47	47	47	47	47	47	47	47
Water Deliveries-3rd Quarter	45	92	92	92	92	92	92	92	92	92
Water Deliveries-4th Quarter	75	51	51	51	51	51	51	51	51	51
Total FY Water Deliveries (acre-feet)	270	212	212	212	212	212	212	212	212	212

CCWA Variable Cost per AF Assumptions	\$ 97	\$ 100	\$ 103	\$ 106	\$ 110	\$ 113	\$ 116	\$ 120	\$ 123	\$ 127
DWR Variable Cost per AF Assumptions	\$ 276	\$ 293	\$ 301	\$ 310	\$ 320	\$ 329	\$ 339	\$ 349	\$ 360	\$ 371

<u>CCWA Costs</u>										
CCWA Fixed O&M Costs ⁽²⁾	\$ 253,410	\$ 266,080	\$ 279,384	\$ 293,354	\$ 308,021	\$ 323,422	\$ 339,594	\$ 356,573	\$ 374,402	\$ 393,122
CCWA Variable O&M Costs ⁽⁵⁾	26,308	21,277	21,915	22,572	23,250	23,947	24,666	25,406	26,168	26,953
CCWA Credits	(54,013)									
Subtotal: CCWA Costs	225,706	287,357	301,299	315,926	331,271	347,370	364,259	381,979	400,570	420,075

<u>DWR Costs ⁽⁷⁾</u>										
Transportation Capital	363,861	363,419	367,393	369,994	372,989	375,606	377,633	380,317	382,688	383,554
Coastal Branch Extension	47,331	66,029	42,826	39,793	-	-	-	-	-	-
Water System Revenue Bond Surcharge	25,743	23,174	18,058	21,779	8,853	15,140	15,218	15,100	2,683	8,889
Transportation Minimum OMP&R	214,713	213,772	204,056	205,523	207,578	209,654	211,751	213,868	216,007	218,167
Delta Water Charge	67,276	62,586	59,904	60,247	60,594	60,944	61,298	61,655	62,016	62,016
DWR Variable Costs ^{(5) (6)}	74,278	62,022	63,882	65,799	67,773	69,806	71,900	74,057	76,279	78,567
Subtotal: DWR Costs	\$ 793,202	\$ 791,001	\$ 756,118	\$ 763,134	\$ 717,787	\$ 731,149	\$ 737,799	\$ 744,997	\$ 739,672	\$ 751,193

Total Projected State Water Costs	\$ 1,018,908	\$ 1,078,358	\$ 1,057,418	\$ 1,079,060	\$ 1,049,058	\$ 1,078,519	\$ 1,102,058	\$ 1,126,976	\$ 1,140,241	\$ 1,171,267
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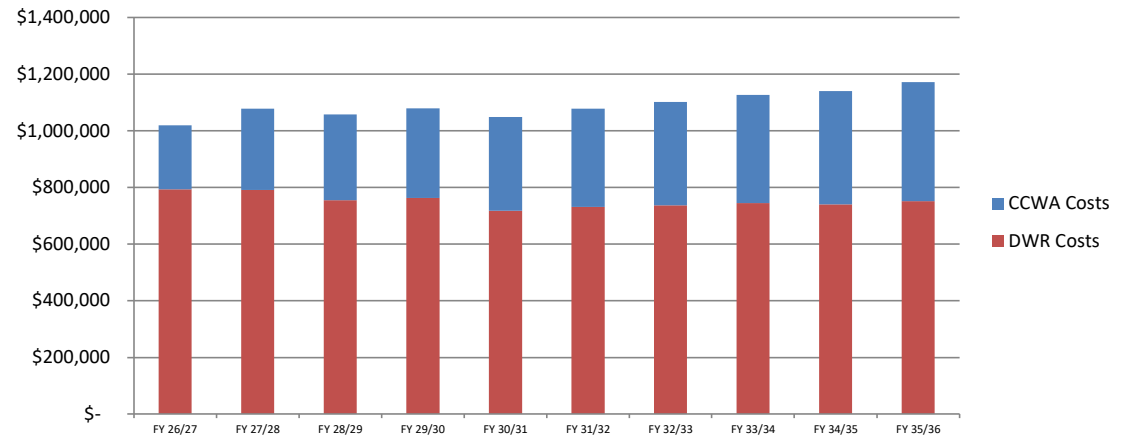
<u>Projected Payments by Due Date</u>										
(1) CCWA Fixed Costs for fiscal Years 2025/26 thru 2033/34	\$ 918,322	\$ 994,560	\$ 971,121	\$ 990,190	\$ 957,536	\$ 984,266	\$ 1,004,993	\$ 1,027,014	\$ 1,037,295	\$ 1,065,248
July 1st Variable Payment ⁽⁴⁾	33,529	8,644	8,903	9,171	9,446	9,729	10,021	10,322	10,631	10,950
October 1st Variable Payment	22,353	18,467	19,021	19,592	20,179	20,785	21,408	22,051	22,712	23,394
January 1st Variable Payment	16,764	36,148	37,233	38,350	39,500	40,685	41,906	43,163	44,458	45,792
April 1st Variable Payment	27,941	20,039	20,640	21,259	21,897	22,554	23,230	23,927	24,645	25,384

Central Coast Water Authority
City of Buellton
 State Water Cost Ten-Year Projections
 Fiscal Year 2026/27 Preliminary Proposed Budget

NOTES

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- (5) CCWA variable O&M and DWR variable are based on a 3 % inflation factor. CCWA variable costs include WTP Variable Retreatment charges and credits.
- (6) Current fiscal year DWR Variable costs are not net of DWR account interest income credits and credits or additional charges due from prior periods.
- (7) The source for DWR costs is DWR's 2026 Statement of Charges dated July 1, 2025.
- (8) Warren Act Charges are \$120/AF and are based on water wheeled through Cachuma Project facilities. There are two components to these charges: Warren Act Charges at \$77/AF and Trust Fund payments at \$43.00/AF.

**Projected Future State Water Costs
 City of Buellton**



Central Coast Water Authority
Santa Ynez ID#1 (Solvang)
State Water Cost Ten-Year Projections
Fiscal Year 2026/27 Preliminary Proposed Budget

<u>Water Deliveries-Fiscal Year Basis (AF) ⁽¹⁾</u>	FY 26/27	FY 27/28	FY 28/29	FY 29/30	FY 30/31	FY 31/32	FY 32/33	FY 33/34	FY 34/35	FY 35/36
Water Deliveries-1st Quarter	255	93	93	93	93	93	93	93	93	93
Water Deliveries-2nd Quarter	90	181	181	181	181	181	181	181	181	181
Water Deliveries-3rd Quarter	55	240	240	240	240	240	240	240	240	240
Water Deliveries-4th Quarter	190	110	110	110	110	110	110	110	110	110
Total FY Water Deliveries (<i>acre-feet</i>)	590	624	624	624	624	624	624	624	624	624

CCWA Variable Cost per AF Assumptions	\$ 97	\$ 100	\$ 103	\$ 106	\$ 110	\$ 113	\$ 116	\$ 120	\$ 123	\$ 127
DWR Variable Cost per AF Assumptions	\$ 276	\$ 293	\$ 301	\$ 310	\$ 320	\$ 329	\$ 339	\$ 349	\$ 360	\$ 371

<u>CCWA Costs</u>										
CCWA Fixed O&M Costs ⁽²⁾	\$ 653,790	\$ 686,479	\$ 720,803	\$ 756,844	\$ 794,686	\$ 834,420	\$ 876,141	\$ 919,948	\$ 965,945	\$ 1,014,243
CCWA Variable O&M Costs ⁽⁵⁾	57,489	62,626	64,505	66,440	68,433	70,486	72,601	74,779	77,022	79,333
CCWA Credits	(133,359)									
Subtotal: CCWA Costs	577,920	749,105	785,308	823,283	863,119	904,906	948,741	994,727	1,042,967	1,093,575

<u>DWR Costs ⁽⁷⁾</u>										
Transportation Capital	930,549	929,220	939,381	946,032	953,690	960,380	965,564	972,426	978,488	980,703
Coastal Branch Extension	122,831	171,355	111,139	103,268	-	-	-	-	-	-
Water System Revenue Bond Surcharge	58,480	55,692	43,397	52,339	21,277	36,385	36,571	36,289	6,447	21,362
Transportation Minimum OMP&R	542,488	540,111	515,562	519,269	524,462	529,706	535,003	540,353	545,757	551,215
Delta Water Charge	158,670	147,609	141,282	142,092	142,910	143,736	144,570	145,412	146,263	146,263
DWR Variable Costs ^{(5) (6)}	201,051	182,554	188,030	193,671	199,482	205,466	211,630	217,979	224,518	231,254
Subtotal: DWR Costs	\$ 2,014,069	\$ 2,026,540	\$ 1,938,792	\$ 1,956,672	\$ 1,841,820	\$ 1,875,673	\$ 1,893,338	\$ 1,912,460	\$ 1,901,474	\$ 1,930,797

Total Projected State Water Costs	\$ 2,591,989	\$ 2,775,645	\$ 2,724,100	\$ 2,779,955	\$ 2,704,938	\$ 2,780,578	\$ 2,842,079	\$ 2,907,186	\$ 2,944,441	\$ 3,024,372
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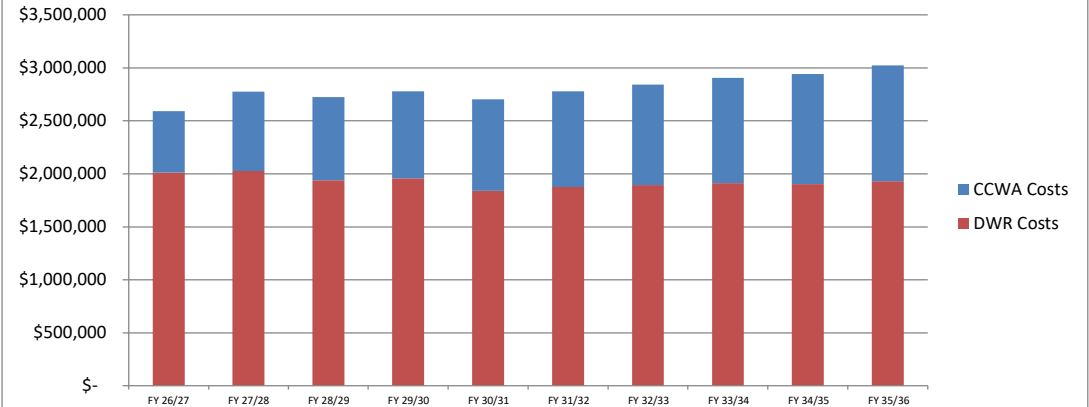
<u>Projected Payments by Due Date</u>										
June 1st Fixed Payment ⁽³⁾	\$ 2,333,449	\$ 2,529,603	\$ 2,470,703	\$ 2,518,982	\$ 2,436,162	\$ 2,503,764	\$ 2,556,987	\$ 2,613,566	\$ 2,642,038	\$ 2,712,923
July 1st Variable Payment ⁽⁴⁾	111,742	36,541	37,637	38,767	39,930	41,127	42,361	43,632	44,941	46,289
October 1st Variable Payment	39,438	71,118	73,251	75,449	77,712	80,044	82,445	84,918	87,466	90,090
January 1st Variable Payment	24,101	94,300	97,129	100,043	103,044	106,135	109,319	112,599	115,977	119,456
April 1st Variable Payment	83,259	43,221	44,517	45,853	47,229	48,645	50,105	51,608	53,156	54,751

Central Coast Water Authority
Santa Ynez ID#1 (Solvang)
 State Water Cost Ten-Year Projections
 Fiscal Year 2026/27 Preliminary Proposed Budget

NOTES

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- (7) The source for DWR costs is DWR's 2026 Statement of Charges dated July 1, 2025.
- (8) Warren Act Charges are \$120/AF and are based on water wheeled through Cachuma Project facilities. There are two components to these charges: Warren Act Charges at \$77/AF and Trust Fund payments at \$43.00/AF.

**Projected Future State Water Costs
 Santa Ynez ID#1 (Solvang)**



Central Coast Water Authority
Santa Ynez ID#1
State Water Cost Ten-Year Projections
Fiscal Year 2026/27 Preliminary Proposed Budget

<u>Water Deliveries-Fiscal Year Basis (AF) ⁽¹⁾</u>	FY 26/27	FY 27/28	FY 28/29	FY 29/30	FY 30/31	FY 31/32	FY 32/33	FY 33/34	FY 34/35	FY 35/36
Table A Water Deliveries-1st Quarter	-	-	-	-	-	-	-	-	-	-
Table A Water Deliveries-2nd Quarter	-	-	-	-	-	-	-	-	-	-
Table A Water Deliveries-3rd Quarter	-	-	-	-	-	-	-	-	-	-
Table A Water Deliveries-4th Quarter	-	-	-	-	-	-	-	-	-	-
Total FY Table A Deliveries <i>(acre-feet)</i>	-	-	-	-	-	-	-	-	-	-

Exchange Deliveries-1st Quarter	1,221	1,221	1,221	1,221	1,221	1,221	1,221	1,221	1,221	1,221
Exchange Deliveries-2nd Quarter	100	100	100	100	100	100	100	100	100	100
Exchange Deliveries-3rd Quarter	-	-	-	-	-	-	-	-	-	-
Exchange Deliveries-4th Quarter	831	831	831	831	831	831	831	831	831	831
Total FY Exchange Deliveries <i>(acre-feet)</i>	2,152	2,152	2,152	2,152	2,152	2,152	2,152	2,152	2,152	2,152
CCWA Variable Cost per AF Assumptions	\$ 97	\$ 100	\$ 103	\$ 106	\$ 110	\$ 113	\$ 116	\$ 120	\$ 123	\$ 127
DWR Variable Cost per AF Assumptions	\$ 276	\$ 293	\$ 301	\$ 310	\$ 320	\$ 329	\$ 339	\$ 349	\$ 360	\$ 371

<u>CCWA Costs</u>										
CCWA Fixed O&M Costs ⁽²⁾	\$ 696,725	\$ 731,561	\$ 768,139	\$ 806,546	\$ 846,874	\$ 889,217	\$ 933,678	\$ 980,362	\$ 1,029,380	\$ 1,080,849
CCWA Variable O&M Costs ⁽⁵⁾	209,688	215,979	222,458	229,132	236,006	243,086	250,379	257,890	265,627	273,596
CCWA Credits	(146,258)									
Subtotal: CCWA Costs	760,155	947,540	990,598	1,035,678	1,082,880	1,132,304	1,184,057	1,238,252	1,295,007	1,354,445

<u>DWR Costs ⁽⁷⁾</u>										
Transportation Capital	328,487	328,285	331,875	334,225	336,931	339,294	341,125	343,550	345,691	346,474
Coastal Branch Extension	40,944	57,118	37,046	34,423	-	-	-	-	-	-
Water System Revenue Bond Surcharge	30,596	24,494	19,087	23,020	9,358	16,003	16,085	15,960	2,836	9,395
Transportation Minimum OMP&R	200,463	199,585	190,514	191,883	193,802	195,740	197,698	199,675	201,671	203,688
Delta Water Charge	74,046	68,884	65,932	66,310	66,691	67,077	67,466	67,859	68,256	68,256
DWR Variable Costs ^{(5) (6)}	(3,099)	-	-	-	-	-	-	-	-	-
Subtotal: DWR Costs	\$ 671,437	\$ 678,367	\$ 644,454	\$ 649,860	\$ 606,782	\$ 618,113	\$ 622,373	\$ 627,044	\$ 618,455	\$ 627,814

Total Projected State Water Costs	\$ 1,431,592	\$ 1,625,907	\$ 1,635,051	\$ 1,685,539	\$ 1,689,661	\$ 1,750,417	\$ 1,806,430	\$ 1,865,296	\$ 1,913,462	\$ 1,982,259
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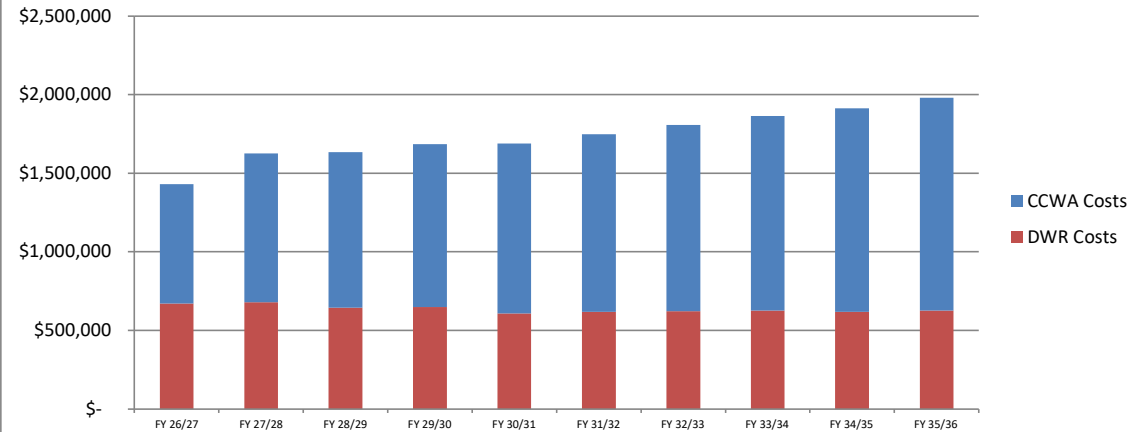
<u>Projected Payments by Due Date</u>										
June 1st Fixed Payment ⁽³⁾	\$ 1,225,003	\$ 1,408,777	\$ 1,411,442	\$ 1,455,256	\$ 1,452,505	\$ 1,506,180	\$ 1,554,901	\$ 1,606,255	\$ 1,646,684	\$ 1,707,512
July 1st Variable Payment ⁽⁴⁾	117,214	122,542	126,218	130,005	133,905	137,922	142,060	146,321	150,711	155,232
October 1st Variable Payment	9,600	10,036	10,337	10,647	10,967	11,296	11,635	11,984	12,343	12,714
January 1st Variable Payment	-	-	-	-	-	-	-	-	-	-
April 1st Variable Payment	79,775	83,401	85,903	88,480	91,134	93,868	96,684	99,585	102,572	105,650

Central Coast Water Authority
Santa Ynez ID#1
 State Water Cost Ten-Year Projections
 Fiscal Year 2026/27 Preliminary Proposed Budget

NOTES

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- (8) Warren Act Charges are \$120/AF and are based on water wheeled through Cachuma Project facilities. There are two components to these charges: Warren Act Charges at \$77/AF and Trust Fund payments at \$43.00/AF.

**Projected Future State Water Costs
 Santa Ynez ID#1**



Central Coast Water Authority
Goleta Water District
State Water Cost Ten-Year Projections
Fiscal Year 2026/27 Preliminary Proposed Budget

<u>Water Deliveries-Fiscal Year Basis (AF) ⁽¹⁾</u>	FY 26/27	FY 27/28	FY 28/29	FY 29/30	FY 30/31	FY 31/32	FY 32/33	FY 33/34	FY 34/35	FY 35/36
Table A Water Deliveries-1st Quarter	440	440	440	440	440	440	440	440	440	440
Table A Water Deliveries-2nd Quarter	36	36	36	36	36	36	36	36	36	36
Table A Water Deliveries-3rd Quarter	-	-	-	-	-	-	-	-	-	-
Table A Water Deliveries-4th Quarter	299	299	299	299	299	299	299	299	299	299
Total FY Table A Deliveries (acre-feet)	775	775	775	775	775	775	775	775	775	775

Exchange Deliveries-1st Quarter	440	440	440	440	440	440	440	440	440	440
Exchange Deliveries-2nd Quarter	36	36	36	36	36	36	36	36	36	36
Exchange Deliveries-3rd Quarter	-	-	-	-	-	-	-	-	-	-
Exchange Deliveries-4th Quarter	299	299	299	299	299	299	299	299	299	299
Total FY Exchange Deliveries (acre-feet)	775	775	775	775	775	775	775	775	775	775
CCWA Variable Cost per AF Assumptions	\$ 579	\$ 594	\$ 610	\$ 626	\$ 643	\$ 660	\$ 677	\$ 695	\$ 713	\$ 731
DWR Variable Cost per AF Assumptions	\$ 276	\$ 293	\$ 301	\$ 310	\$ 320	\$ 329	\$ 339	\$ 349	\$ 360	\$ 371

<u>CCWA Costs</u>										
CCWA Fixed O&M Costs ⁽²⁾	\$ 1,540,199	\$ 1,617,209	\$ 1,698,070	\$ 1,782,973	\$ 1,872,122	\$ 1,965,728	\$ 2,064,014	\$ 2,167,215	\$ 2,275,576	\$ 2,389,355
CCWA Variable O&M Costs ⁽⁵⁾	-	460,348	472,611	485,163	498,011	511,159	524,612	538,374	552,451	566,846
CCWA Credits	(339,099)									
Warren Act and Trust Fund Charges ⁽⁸⁾		-	-	-	-	-	-	-	-	-
Subtotal: CCWA Costs	1,201,100	2,077,558	2,170,680	2,268,136	2,370,133	2,476,887	2,588,626	2,705,589	2,828,027	2,956,200

<u>DWR Costs ⁽⁷⁾</u>										
Transportation Capital	2,953,565	2,951,711	2,983,989	3,005,115	3,029,442	3,050,694	3,067,159	3,088,959	3,108,214	3,115,251
Coastal Branch Extension	368,492	514,065	333,418	309,805	-	-	-	-	-	-
Water System Revenue Bond Surcharge	316,414	252,994	197,139	237,764	96,655	165,285	166,133	164,849	29,288	97,042
Transportation Minimum OMP&R	1,849,544	1,841,439	1,757,745	1,770,382	1,788,086	1,805,966	1,824,026	1,842,267	1,860,689	1,879,296
Delta Water Charge	788,061	733,124	701,702	705,723	709,785	713,887	718,030	722,214	726,441	726,441
DWR Variable Costs ^{(5) (6)}	162,017	453,459	467,063	481,075	495,507	510,372	525,683	541,454	557,697	574,428
Subtotal: DWR Costs	\$ 6,438,092	\$ 6,746,791	\$ 6,441,056	\$ 6,509,864	\$ 6,119,474	\$ 6,246,204	\$ 6,301,031	\$ 6,359,743	\$ 6,282,329	\$ 6,392,458

Total Projected State Water Costs	\$ 7,639,193	\$ 8,824,349	\$ 8,611,736	\$ 8,778,000	\$ 8,489,607	\$ 8,723,091	\$ 8,889,658	\$ 9,065,333	\$ 9,110,356	\$ 9,348,658
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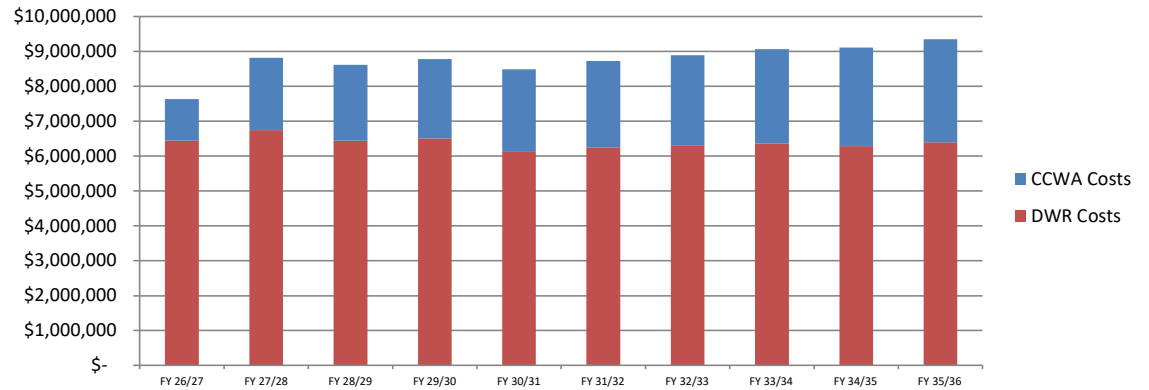
<u>Projected Payments by Due Date</u>										
June 1st Fixed Payment ⁽³⁾	\$ 7,477,176	\$ 7,907,198	\$ 7,668,719	\$ 7,808,419	\$ 7,492,746	\$ 7,698,216	\$ 7,836,019	\$ 7,982,161	\$ 7,996,864	\$ 8,204,041
July 1st Variable Payment ⁽⁴⁾	91,984	518,807	533,492	548,574	564,062	579,966	596,297	613,064	630,278	647,949
October 1st Variable Payment	7,526	42,448	43,649	44,883	46,151	47,452	48,788	50,160	51,568	53,014
January 1st Variable Payment	-	-	-	-	-	-	-	-	-	-
April 1st Variable Payment	62,507	352,553	362,532	372,781	383,306	394,113	405,211	416,605	428,302	440,311

Central Coast Water Authority
Goleta Water District
 State Water Cost Ten-Year Projections
 Fiscal Year 2026/27 Preliminary Proposed Budget

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**Projected Future State Water Costs
 Goleta Water District**



Central Coast Water Authority
Morehart Land Company
State Water Cost Ten-Year Projections
Fiscal Year 2026/27 Preliminary Proposed Budget

<u>Water Deliveries-Fiscal Year Basis (AF) ⁽¹⁾</u>	FY 26/27	FY 27/28	FY 28/29	FY 29/30	FY 30/31	FY 31/32	FY 32/33	FY 33/34	FY 34/35	FY 35/36
Table A Water Deliveries-1st Quarter	-	10	10	10	10	10	10	10	10	10
Table A Water Deliveries-2nd Quarter	-	12	12	12	12	12	12	12	12	12
Table A Water Deliveries-3rd Quarter	-	16	16	16	16	16	16	16	16	16
Table A Water Deliveries-4th Quarter	-	15	15	15	15	15	15	15	15	15
Total FY Table A Deliveries <i>(acre-feet)</i>	-	53	53	53	53	53	53	53	53	53

CCWA Variable Cost per AF Assumptions	\$ 579	\$ 594	\$ 610	\$ 626	\$ 643	\$ 660	\$ 677	\$ 695	\$ 713	\$ 731
DWR Variable Cost per AF Assumptions	\$ 276	\$ 293	\$ 301	\$ 310	\$ 320	\$ 329	\$ 339	\$ 349	\$ 360	\$ 371

<u>CCWA Costs</u>										
CCWA Fixed O&M Costs ⁽²⁾	\$ 70,205	\$ 73,715	\$ 77,401	\$ 81,271	\$ 85,334	\$ 89,601	\$ 94,081	\$ 98,785	\$ 103,725	\$ 108,911
CCWA Variable O&M Costs ⁽⁵⁾	-	31,482	32,320	33,179	34,058	34,957	35,877	36,818	37,781	38,765
CCWA Credits	(23,537)									
Warren Act and Trust Fund Charges ⁽⁸⁾		6,360	6,360	6,360	6,360	6,360	6,360	6,360	6,360	6,360
Subtotal: CCWA Costs	46,668	111,557	116,081	120,810	125,752	130,918	136,318	141,963	147,865	154,036

<u>DWR Costs ⁽⁷⁾</u>										
Transportation Capital	125,904	125,751	127,126	128,026	129,062	129,967	130,669	131,598	132,418	132,718
Coastal Branch Extension	16,377	22,847	14,819	13,769	-	-	-	-	-	-
Water System Revenue Bond Surcharge	8,908	8,019	6,248	7,536	3,063	5,239	5,266	5,225	928	3,076
Transportation Minimum OMP&R	74,295	73,970	70,608	71,115	71,826	72,545	73,270	74,003	74,743	75,490
Delta Water Charge	23,272	21,649	20,721	20,840	20,960	21,081	21,204	21,327	21,452	21,452
DWR Variable Costs ^{(5) (6)}	(3,989)	15,505	15,971	16,450	16,943	17,451	17,975	18,514	19,070	19,642
Subtotal: DWR Costs	\$ 244,766	\$ 267,741	\$ 255,492	\$ 257,736	\$ 241,855	\$ 246,283	\$ 248,383	\$ 250,667	\$ 248,611	\$ 252,377

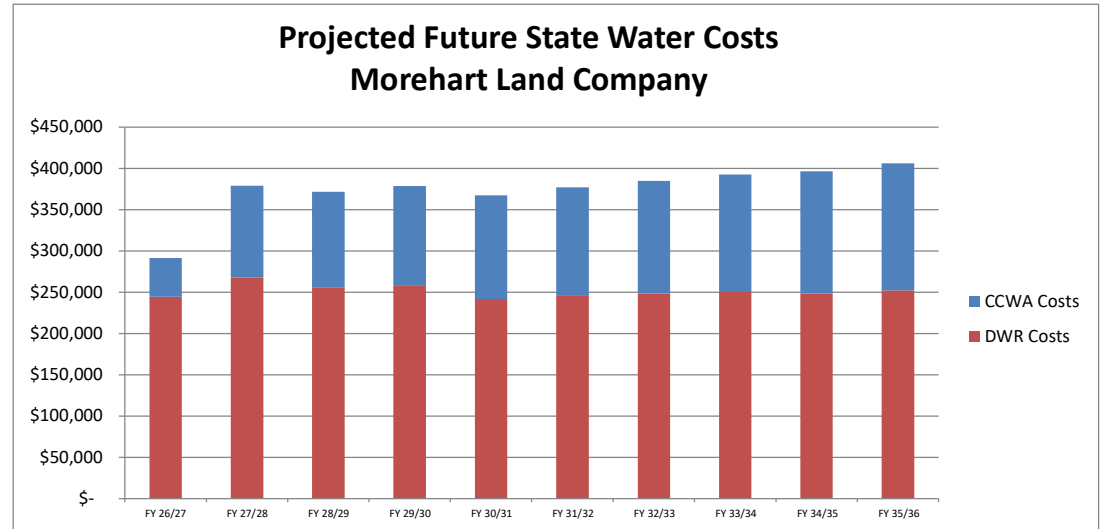
Total Projected State Water Costs	\$ 291,434	\$ 379,298	\$ 371,573	\$ 378,546	\$ 367,607	\$ 377,201	\$ 384,701	\$ 392,630	\$ 396,476	\$ 406,413
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<u>Projected Payments by Due Date</u>										
June 1st Fixed Payment ⁽³⁾	\$ 295,423	\$ 325,848	\$ 316,820	\$ 322,454	\$ 310,144	\$ 318,330	\$ 324,387	\$ 330,835	\$ 333,163	\$ 341,544
July 1st Variable Payment ⁽⁴⁾	(997)	10,066	10,312	10,564	10,823	11,088	11,361	11,640	11,926	12,220
October 1st Variable Payment	(997)	12,079	12,374	12,677	12,987	13,306	13,633	13,968	14,312	14,664
January 1st Variable Payment	(997)	16,105	16,498	16,902	17,316	17,741	18,177	18,624	19,082	19,552
April 1st Variable Payment	(997)	15,098	15,467	15,846	16,234	16,632	17,041	17,460	17,890	18,330

Central Coast Water Authority
Morehart Land Company
 State Water Cost Ten-Year Projections
 Fiscal Year 2026/27 Preliminary Proposed Budget

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- (5) CCWA variable O&M and DWR variable are based on a 3% inflation factor. CCWA variable costs include WTP Variable Retreatment charges and credits.
- (6) Current fiscal year DWR Variable costs are not net of DWR account interest income credits and credits or additional charges due from prior periods.
- (7) The source for DWR costs is DWR's 2026 Statement of Charges dated July 1, 2025.
- (8) Warren Act Charges are \$120/AF and are based on water wheeled through Cachuma Project facilities. There are two components to these charges: Warren Act Charges at \$77/AF and Trust Fund payments at \$43.00/AF.



Central Coast Water Authority
La Cumbre Mutual Water Company
 State Water Cost Ten-Year Projections
 Fiscal Year 2026/27 Preliminary Proposed Budget

<u>Water Deliveries-Fiscal Year Basis (AF)</u> ⁽¹⁾	FY 26/27	FY 27/28	FY 28/29	FY 29/30	FY 30/31	FY 31/32	FY 32/33	FY 33/34	FY 34/35	FY 35/36
Table A Water Deliveries-1st Quarter	90	43	43	43	43	43	43	43	43	43
Table A Water Deliveries-2nd Quarter	65	85	85	85	85	85	85	85	85	85
Table A Water Deliveries-3rd Quarter	45	182	182	182	182	182	182	182	182	182
Table A Water Deliveries-4th Quarter	90	114	114	114	114	114	114	114	114	114
Total FY Table A Deliveries (<i>acre-feet</i>)	290	424	424	424	424	424	424	424	424	424

CCWA Variable Cost per AF Assumptions	\$ 579	\$ 594	\$ 610	\$ 626	\$ 643	\$ 660	\$ 677	\$ 695	\$ 713	\$ 731
DWR Variable Cost per AF Assumptions	\$ 276	\$ 293	\$ 301	\$ 310	\$ 320	\$ 329	\$ 339	\$ 349	\$ 360	\$ 371

<u>CCWA Costs</u>										
CCWA Fixed O&M Costs ⁽²⁾	\$ 351,024	\$ 368,575	\$ 387,004	\$ 406,354	\$ 426,672	\$ 448,006	\$ 470,406	\$ 493,926	\$ 518,623	\$ 544,554
CCWA Variable O&M Costs ⁽⁵⁾	185,134	251,855	258,564	265,431	272,460	279,654	287,014	294,543	302,244	310,119
CCWA Credits	(3,033)									
Warren Act and Trust Fund Charges ⁽⁸⁾	38,400	50,880	50,880	50,880	50,880	50,880	50,880	50,880	50,880	50,880
Subtotal: CCWA Costs	571,525	671,310	696,448	722,666	750,012	778,539	808,299	839,349	871,747	905,553

<u>DWR Costs</u> ⁽⁷⁾										
Transportation Capital	629,518	628,753	635,628	640,128	645,310	649,837	653,345	657,988	662,090	663,589
Coastal Branch Extension	81,887	114,237	74,093	68,846	-	-	-	-	-	-
Water System Revenue Bond Surcharge	44,538	40,093	31,242	37,680	15,317	26,194	26,328	26,124	4,641	15,379
Transportation Minimum OMP&R	371,476	369,848	353,038	355,576	359,132	362,723	366,351	370,014	373,714	377,451
Delta Water Charge	116,358	108,246	103,607	104,201	104,800	105,406	106,018	106,636	107,260	107,260
DWR Variable Costs ⁽⁵⁾ ⁽⁶⁾	97,048	124,043	127,764	131,597	135,545	139,611	143,800	148,114	152,557	157,134
Subtotal: DWR Costs	\$ 1,340,825	\$ 1,385,220	\$ 1,325,372	\$ 1,338,028	\$ 1,260,105	\$ 1,283,771	\$ 1,295,841	\$ 1,308,876	\$ 1,300,262	\$ 1,320,812

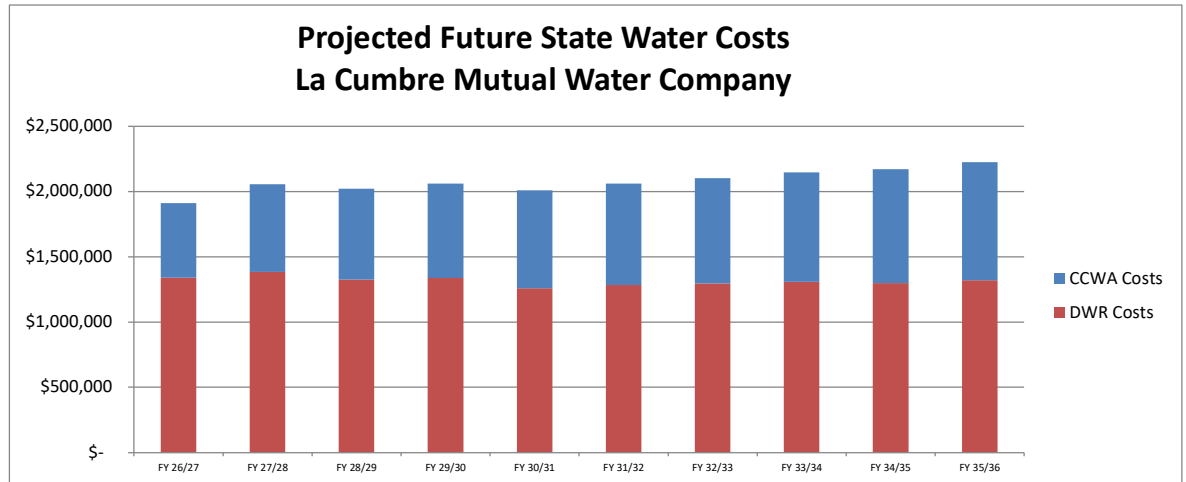
Total Projected State Water Costs	\$ 1,912,351	\$ 2,056,530	\$ 2,021,820	\$ 2,060,693	\$ 2,010,118	\$ 2,062,311	\$ 2,104,140	\$ 2,148,225	\$ 2,172,009	\$ 2,226,365
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<u>Projected Payments by Due Date</u>										
June 1st Fixed Payment ⁽³⁾	\$ 1,591,769	\$ 1,628,941	\$ 1,583,801	\$ 1,611,974	\$ 1,550,421	\$ 1,591,355	\$ 1,621,636	\$ 1,653,878	\$ 1,665,517	\$ 1,707,421
July 1st Variable Payment ⁽⁴⁾	99,491	43,282	44,339	45,425	46,538	47,680	48,851	50,052	51,284	52,547
October 1st Variable Payment	71,855	85,557	87,648	89,793	91,994	94,251	96,566	98,940	101,375	103,871
January 1st Variable Payment	49,746	183,193	187,669	192,263	196,974	201,808	206,765	211,848	217,061	222,406
April 1st Variable Payment	99,491	114,747	117,551	120,428	123,380	126,407	129,512	132,696	135,961	139,309

Central Coast Water Authority
La Cumbre Mutual Water Company
State Water Cost Ten-Year Projections
Fiscal Year 2026/27 Preliminary Proposed Budget

NOTES

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- (6) Current fiscal year DWR Variable costs are not net of DWR account interest income credits and credits or additional charges due from prior periods.
- (7) The source for DWR costs is DWR's 2026 Statement of Charges dated July 1, 2025.
- (8) Warren Act Charges are \$120/AF and are based on water wheeled through Cachuma Project facilities. There are two components to these charges: Warren Act Charges at \$77/AF and Trust Fund payments at \$43.00/AF.



Central Coast Water Authority
Raytheon Systems Company
State Water Cost Ten-Year Projections
Fiscal Year 2026/27 Preliminary Proposed Budget

<u>Water Deliveries-Fiscal Year Basis (AF)</u> ⁽¹⁾	FY 26/27	FY 27/28	FY 28/29	FY 29/30	FY 30/31	FY 31/32	FY 32/33	FY 33/34	FY 34/35	FY 35/36
Table A Water Deliveries-1st Quarter	-	-	-	-	-	-	-	-	-	-
Table A Water Deliveries-2nd Quarter	-	-	3	3	3	3	3	3	3	3
Table A Water Deliveries-3rd Quarter	-	-	1	1	1	1	1	1	1	1
Table A Water Deliveries-4th Quarter	-	-	3	3	3	3	3	3	3	3
Total FY Table A Deliveries (<i>acre-feet</i>)	-	-	7	7	7	7	7	7	7	7

CCWA Variable Cost per AF Assumptions	\$	579	\$	594	\$	610	\$	626	\$	643	\$	660	\$	677	\$	695	\$	713	\$	731
DWR Variable Cost per AF Assumptions	\$	276	\$	293	\$	301	\$	310	\$	320	\$	329	\$	339	\$	349	\$	360	\$	371

<u>CCWA Costs</u>																				
CCWA Fixed O&M Costs ⁽²⁾	\$	17,551	\$	18,429	\$	19,350	\$	20,318	\$	21,334	\$	22,400	\$	23,520	\$	24,696	\$	25,931	\$	27,228
CCWA Variable O&M Costs ⁽⁵⁾		-		-		4,269		4,382		4,498		4,617		4,738		4,863		4,990		5,120
CCWA Credits		(2,650)																		
Warren Act and Trust Fund Charges ⁽⁸⁾		-		-		840		840		840		840		840		840		840		840
Subtotal: CCWA Costs		14,902		18,429		24,459		25,540		26,672		27,857		29,099		30,399		31,761		33,188

<u>DWR Costs</u> ⁽⁷⁾																				
Transportation Capital		31,476		31,438		31,781		32,006		32,266		32,492		32,667		32,899		33,104		33,179
Coastal Branch Extension		4,094		5,712		3,705		3,442		-		-		-		-		-		-
Water System Revenue Bond Surcharge		2,227		2,005		1,562		1,884		766		1,310		1,316		1,306		232		769
Transportation Minimum OMP&R		18,574		18,492		17,652		17,779		17,957		18,136		18,318		18,501		18,686		18,873
Delta Water Charge		5,818		5,412		5,180		5,210		5,240		5,270		5,301		5,332		5,363		5,363
DWR Variable Costs ^{(5) (6)}		(12,718)		-		2,109		2,173		2,238		2,305		2,374		2,445		2,519		2,594
Subtotal: DWR Costs	\$	49,471	\$	63,059	\$	61,990	\$	62,494	\$	58,466	\$	59,513	\$	59,976	\$	60,483	\$	59,904	\$	60,778

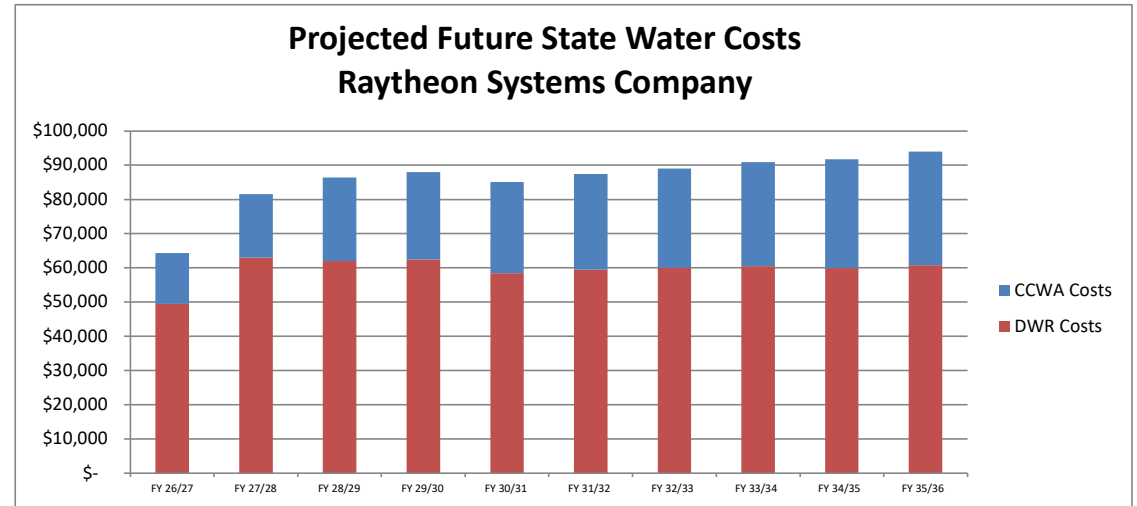
<u>Total Projected State Water Costs</u>	\$	64,372	\$	81,488	\$	86,449	\$	88,034	\$	85,138	\$	87,370	\$	89,075	\$	90,882	\$	91,665	\$	93,966
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<u>Projected Payments by Due Date</u>																				
June 1st Fixed Payment ⁽³⁾	\$	64,372	\$	81,439	\$	79,182	\$	80,591	\$	77,513	\$	79,560	\$	81,074	\$	82,686	\$	83,268	\$	85,363
July 1st Variable Payment ⁽⁴⁾		(3,180)		-																
October 1st Variable Payment		(3,180)		-																
January 1st Variable Payment		(3,180)		-																
April 1st Variable Payment		(3,180)		-																

Central Coast Water Authority
Raytheon Systems Company
 State Water Cost Ten-Year Projections
 Fiscal Year 2026/27 Preliminary Proposed Budget

NOTES

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- (6) Current fiscal year DWR Variable costs are not net of DWR account interest income credits and credits or additional charges due from prior periods.
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- (8) Warren Act Charges are \$120/AF and are based on water wheeled through Cachuma Project facilities. There are two components to these charges: Warren Act Charges at \$77/AF and Trust Fund payments at \$43.00/AF.



Central Coast Water Authority
City of Santa Barbara
State Water Cost Ten-Year Projections
Fiscal Year 2026/27 Preliminary Proposed Budget

<u>Water Deliveries-Fiscal Year Basis (AF) ⁽¹⁾</u>	FY 26/27	FY 27/28	FY 28/29	FY 29/30	FY 30/31	FY 31/32	FY 32/33	FY 33/34	FY 34/35	FY 35/36
Table A Water Deliveries-1st Quarter	292	292	292	292	292	292	292	292	292	292
Table A Water Deliveries-2nd Quarter	24	24	24	24	24	24	24	24	24	24
Table A Water Deliveries-3rd Quarter	-	-	-	-	-	-	-	-	-	-
Table A Water Deliveries-4th Quarter	199	199	199	199	199	199	199	199	199	199
Total FY Table A Deliveries (<i>acre-feet</i>)	515	515	515	515	515	515	515	515	515	515

Exchange Deliveries-1st Quarter	292	292	292	292	292	292	292	292	292	292
Exchange Deliveries-2nd Quarter	24	24	24	24	24	24	24	24	24	24
Exchange Deliveries-3rd Quarter	-	-	-	-	-	-	-	-	-	-
Exchange Deliveries-4th Quarter	199	199	199	199	199	199	199	199	199	199
Total FY Exchange Deliveries (<i>acre-feet</i>)	515	515	515	515	515	515	515	515	515	515
CCWA Variable Cost per AF Assumptions	\$ 579	\$ 594	\$ 610	\$ 626	\$ 643	\$ 660	\$ 677	\$ 695	\$ 713	\$ 731
DWR Variable Cost per AF Assumptions	\$ 276	\$ 293	\$ 301	\$ 310	\$ 320	\$ 329	\$ 339	\$ 349	\$ 360	\$ 371

<u>CCWA Costs</u>										
CCWA Fixed O&M Costs ⁽²⁾	\$ 1,026,867	\$ 1,078,211	\$ 1,132,121	\$ 1,188,727	\$ 1,248,164	\$ 1,310,572	\$ 1,376,100	\$ 1,444,905	\$ 1,517,151	\$ 1,593,008
CCWA Variable O&M Costs ⁽⁵⁾	-	305,909	314,057	322,399	330,936	339,674	348,613	357,758	367,112	376,678
CCWA Credits	(223,357)									
Warren Act and Trust Fund Charges ⁽⁸⁾	-	-	-	-	-	-	-	-	-	-
Subtotal: CCWA Costs	\$ 803,510	\$ 1,384,120	\$ 1,446,179	\$ 1,511,126	\$ 1,579,100	\$ 1,650,245	\$ 1,724,714	\$ 1,802,664	\$ 1,884,263	\$ 1,969,686

<u>DWR Costs ⁽⁷⁾</u>										
Transportation Capital	1,888,554	1,886,258	1,906,885	1,920,385	1,935,931	1,949,511	1,960,034	1,973,965	1,986,269	1,990,766
Coastal Branch Extension	245,661	342,710	222,279	206,537	-	-	-	-	-	-
Water System Revenue Bond Surcharge	133,615	120,280	93,725	113,039	45,952	78,581	78,984	78,373	13,924	46,136
Transportation Minimum OMP&R	1,114,427	1,109,543	1,059,114	1,066,729	1,077,396	1,088,170	1,099,052	1,110,042	1,121,142	1,132,354
Delta Water Charge	349,074	324,739	310,821	312,602	314,401	316,218	318,054	319,907	321,779	321,779
DWR Variable Costs ^{(5) (6)}	306,624	301,331	310,371	319,682	329,272	339,151	349,325	359,805	370,599	381,717
Subtotal: DWR Costs	4,037,956	4,084,861	3,903,194	3,938,973	3,702,952	3,771,630	3,805,447	3,842,092	3,813,714	3,872,752

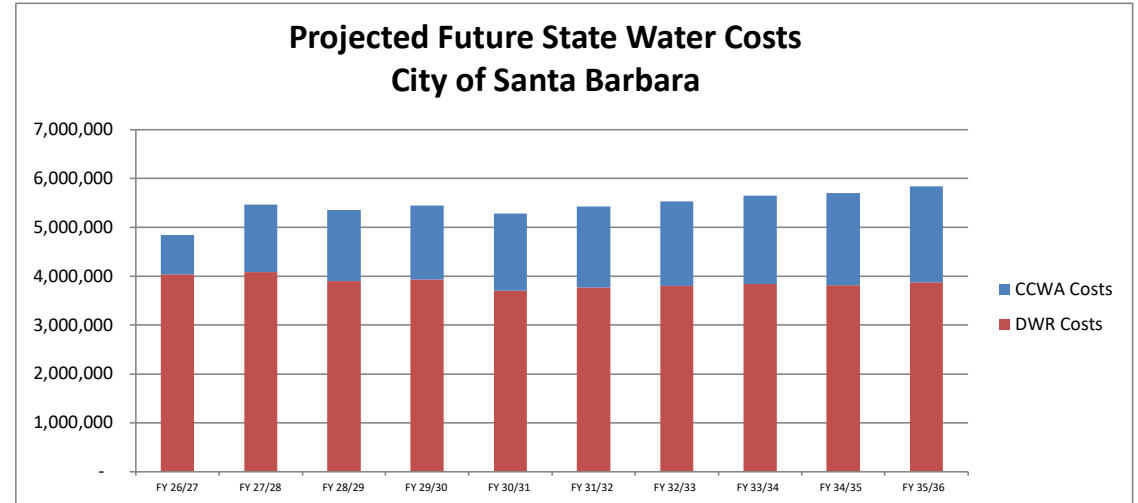
Total Projected State Water Costs	\$ 4,841,466	\$ 5,468,980	\$ 5,349,373	\$ 5,450,099	\$ 5,282,053	\$ 5,421,876	\$ 5,530,161	\$ 5,644,756	\$ 5,697,977	\$ 5,842,438
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<u>Projected Payments by Due Date</u>										
June 1st Fixed Payment ⁽³⁾	\$ 4,534,842	\$ 4,861,741	\$ 4,724,945	\$ 4,808,019	\$ 4,621,844	\$ 4,743,052	\$ 4,832,223	\$ 4,927,193	\$ 4,960,266	\$ 5,084,043
July 1st Variable Payment ⁽⁴⁾	173,853	344,299	354,045	364,054	374,332	384,887	395,724	406,851	418,275	430,003
October 1st Variable Payment	14,289	28,299	29,100	29,922	30,767	31,635	32,525	33,440	34,379	35,343
January 1st Variable Payment	-	-	-	-	-	-	-	-	-	-
April 1st Variable Payment	118,482	234,642	241,284	248,105	255,110	262,303	269,689	277,272	285,057	293,050

Central Coast Water Authority
City of Santa Barbara
State Water Cost Ten-Year Projections
Fiscal Year 2026/27 Preliminary Proposed Budget

NOTES

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- (6) Current fiscal year DWR Variable costs are not net of DWR account interest income credits and credits or additional charges due from prior periods.
- (7) The source for DWR costs is DWR's 2026 Statement of Charges dated July 1, 2025.
- (8) Warren Act Charges are \$120/AF and are based on water wheeled through Cachuma Project facilities. There are two components to these charges: Warren Act Charges at \$77/AF and Trust Fund payments at \$43.00/AF.



Central Coast Water Authority
Montecito Water District
State Water Cost Ten-Year Projections
Fiscal Year 2026/27 Preliminary Proposed Budget

<u>Water Deliveries-Fiscal Year Basis (AF) ⁽¹⁾</u>	FY 26/27	FY 27/28	FY 28/29	FY 29/30	FY 30/31	FY 31/32	FY 32/33	FY 33/34	FY 34/35	FY 35/36
Table A Water Deliveries-1st Quarter	292	292	292	292	292	292	292	292	292	292
Table A Water Deliveries-2nd Quarter	24	24	24	24	24	24	24	24	24	24
Table A Water Deliveries-3rd Quarter	-	-	-	-	-	-	-	-	-	-
Table A Water Deliveries-4th Quarter	199	199	199	199	199	199	199	199	199	199
Total FY Table A Deliveries (<i>acre-feet</i>)	515	515	515	515	515	515	515	515	515	515

Exchange Deliveries-1st Quarter	292	292	292	292	292	292	292	292	292	292
Exchange Deliveries-2nd Quarter	24	24	24	24	24	24	24	24	24	24
Exchange Deliveries-3rd Quarter	-	-	-	-	-	-	-	-	-	-
Exchange Deliveries-4th Quarter	199	199	199	199	199	199	199	199	199	199
Total FY Exchange Deliveries (<i>acre-feet</i>)	515	515	515	515	515	515	515	515	515	515

CCWA Variable Cost per AF Assumptions	\$ 579	\$ 594	\$ 610	\$ 626	\$ 643	\$ 660	\$ 677	\$ 695	\$ 713	\$ 731
DWR Variable Cost per AF Assumptions	\$ 276	\$ 293	\$ 301	\$ 310	\$ 320	\$ 329	\$ 339	\$ 349	\$ 360	\$ 371

<u>CCWA Costs</u>										
CCWA Fixed O&M Costs ⁽²⁾	\$ 1,026,867	\$ 1,078,211	\$ 1,132,121	\$ 1,188,727	\$ 1,248,164	\$ 1,310,572	\$ 1,376,100	\$ 1,444,905	\$ 1,517,151	\$ 1,593,008
CCWA Variable O&M Costs ⁽⁵⁾	-	305,909	314,057	322,399	330,936	339,674	348,613	357,758	367,112	376,678
CCWA Credits	(6,130)									
Warren Act and Trust Fund Charges ⁽⁸⁾	-	-	-	-	-	-	-	-	-	-
Subtotal: CCWA Costs	1,020,738	1,384,120	1,446,179	1,511,126	1,579,100	1,650,245	1,724,714	1,802,664	1,884,263	1,969,686

<u>DWR Costs ⁽⁷⁾</u>										
Transportation Capital	1,888,554	1,886,258	1,906,885	1,920,385	1,935,931	1,949,511	1,960,034	1,973,965	1,986,269	1,990,766
Coastal Branch Extension	245,661	342,710	222,279	206,537	-	-	-	-	-	-
Water System Revenue Bond Surcharge	133,615	120,280	93,725	113,039	45,952	78,581	78,984	78,373	13,924	46,136
Transportation Minimum OMP&R	1,114,427	1,109,543	1,059,114	1,066,729	1,077,396	1,088,170	1,099,052	1,110,042	1,121,142	1,132,354
Delta Water Charge	349,074	324,739	310,821	312,602	314,401	316,218	318,054	319,907	321,779	321,779
DWR Variable Costs ^{(5) (6)}	279,033	301,331	310,371	319,682	329,272	339,151	349,325	359,805	370,599	381,717
Subtotal: DWR Costs	\$ 4,010,365	\$ 4,084,861	\$ 3,903,194	\$ 3,938,973	\$ 3,702,952	\$ 3,771,630	\$ 3,805,447	\$ 3,842,092	\$ 3,813,714	\$ 3,872,752

Total Projected State Water Costs	\$ 5,031,102	\$ 5,468,980	\$ 5,349,373	\$ 5,450,099	\$ 5,282,053	\$ 5,421,876	\$ 5,530,161	\$ 5,644,756	\$ 5,697,977	\$ 5,842,438
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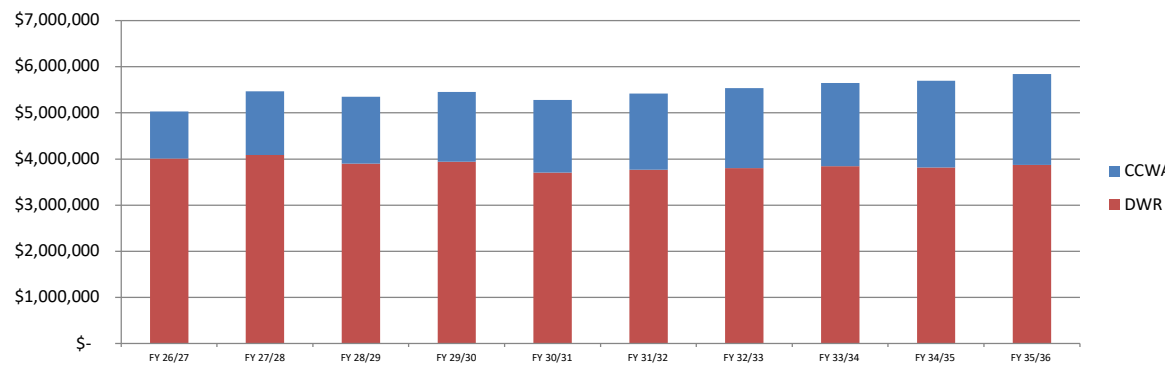
<u>Projected Payments by Due Date</u>										
June 1st Fixed Payment ⁽³⁾	\$ 4,752,070	\$ 4,858,930	\$ 4,722,134	\$ 4,805,208	\$ 4,619,033	\$ 4,740,241	\$ 4,829,412	\$ 4,924,382	\$ 4,957,455	\$ 5,081,233
July 1st Variable Payment ⁽⁴⁾	158,209	344,299	354,045	364,054	374,332	384,887	395,724	406,851	418,275	430,003
October 1st Variable Payment	13,003	28,299	29,100	29,922	30,767	31,635	32,525	33,440	34,379	35,343
January 1st Variable Payment	-	-	-	-	-	-	-	-	-	-
April 1st Variable Payment	107,820	234,642	241,284	248,105	255,110	262,303	269,689	277,272	285,057	293,050

Central Coast Water Authority
Montecito Water District
 State Water Cost Ten-Year Projections
 Fiscal Year 2026/27 Preliminary Proposed Budget

NOTES

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**Projected Future State Water Costs
 Montecito Water District**



Central Coast Water Authority
Carpinteria Valley Water District
State Water Cost Ten-Year Projections
Fiscal Year 2026/27 Preliminary Proposed Budget

<u>Water Deliveries-Fiscal Year Basis (AF) ⁽¹⁾</u>	FY 26/27	FY 27/28	FY 28/29	FY 29/30	FY 30/31	FY 31/32	FY 32/33	FY 33/34	FY 34/35	FY 35/36
Table A Water Deliveries-1st Quarter	197	197	197	197	197	197	197	197	197	197
Table A Water Deliveries-2nd Quarter	16	16	16	16	16	16	16	16	16	16
Table A Water Deliveries-3rd Quarter	-	-	-	-	-	-	-	-	-	-
Table A Water Deliveries-4th Quarter	133	133	133	133	133	133	133	133	133	133
Total FY Table A Deliveries (<i>acre-feet</i>)	346	346	346	346	346	346	346	346	346	346

Exchange Deliveries-1st Quarter	197	197	197	197	197	197	197	197	197	197
Exchange Deliveries-2nd Quarter	16	16	16	16	16	16	16	16	16	16
Exchange Deliveries-3rd Quarter	-	-	-	-	-	-	-	-	-	-
Exchange Deliveries-4th Quarter	133	133	133	133	133	133	133	133	133	133
Total FY Exchange Deliveries (<i>acre-feet</i>)	346	346	346	346	346	346	346	346	346	346
CCWA Variable Cost per AF Assumptions	\$ 579	\$ 594	\$ 610	\$ 626	\$ 643	\$ 660	\$ 677	\$ 695	\$ 713	\$ 731
DWR Variable Cost per AF Assumptions	\$ 276	\$ 293	\$ 301	\$ 310	\$ 320	\$ 329	\$ 339	\$ 349	\$ 360	\$ 371

<u>CCWA Costs</u>										
CCWA Fixed O&M Costs ⁽²⁾	\$ 684,460	\$ 718,683	\$ 754,617	\$ 792,348	\$ 831,965	\$ 873,563	\$ 917,241	\$ 963,103	\$ 1,011,259	\$ 1,061,821
CCWA Variable O&M Costs ⁽⁵⁾	-	205,523	210,998	216,602	222,338	228,208	234,214	240,358	246,643	253,069
CCWA Credits	(26,521)									
Warren Act and Trust Fund Charges ⁽⁸⁾	-	-	-	-	-	-	-	-	-	-
Subtotal: CCWA Costs	657,939	924,206	965,614	1,008,949	1,054,303	1,101,771	1,151,455	1,203,461	1,257,901	1,314,891

<u>DWR Costs ⁽⁷⁾</u>										
Transportation Capital	1,259,036	1,257,505	1,271,256	1,280,257	1,290,621	1,299,674	1,306,689	1,315,976	1,324,179	1,327,177
Coastal Branch Extension	163,774	228,473	148,186	137,691	-	-	-	-	-	-
Water System Revenue Bond Surcharge	89,077	80,186	62,483	75,359	30,635	52,387	52,656	52,249	9,283	30,757
Transportation Minimum OMP&R	742,952	739,696	706,076	711,152	718,264	725,446	732,701	740,028	747,428	754,903
Delta Water Charge	232,716	216,493	207,214	208,401	209,601	210,812	212,036	213,271	214,519	214,519
DWR Variable Costs ^{(5) (6)}	83,576	202,448	208,521	214,777	221,220	227,856	234,692	241,733	248,985	256,454
Subtotal: DWR Costs	\$ 2,571,131	\$ 2,724,801	\$ 2,603,737	\$ 2,627,637	\$ 2,470,340	\$ 2,516,176	\$ 2,538,774	\$ 2,563,258	\$ 2,544,395	\$ 2,583,811

Total Projected State Water Costs	\$ 3,229,070	\$ 3,649,007	\$ 3,569,351	\$ 3,636,587	\$ 3,524,643	\$ 3,617,947	\$ 3,690,229	\$ 3,766,719	\$ 3,802,296	\$ 3,898,702
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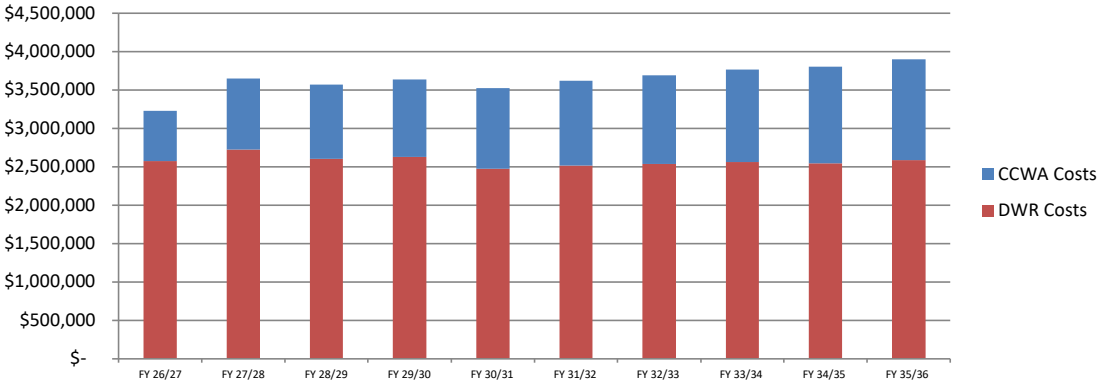
<u>Projected Payments by Due Date</u>										
June 1st Fixed Payment ⁽³⁾	\$ 3,145,494	\$ 3,239,265	\$ 3,148,061	\$ 3,203,437	\$ 3,079,314	\$ 3,160,112	\$ 3,219,552	\$ 3,282,857	\$ 3,304,898	\$ 3,387,407
July 1st Variable Payment ⁽⁴⁾	47,585	232,284	238,859	245,611	252,546	259,667	266,978	274,485	282,193	290,105
October 1st Variable Payment	3,865	18,866	19,400	19,948	20,511	21,090	21,684	22,293	22,919	23,562
January 1st Variable Payment	-	-	-	-	-	-	-	-	-	-
April 1st Variable Payment	32,126	156,821	161,260	165,819	170,501	175,308	180,244	185,312	190,516	195,857

Central Coast Water Authority
Carpinteria Valley Water District
State Water Cost Ten-Year Projections
Fiscal Year 2026/27 Preliminary Proposed Budget

NOTES

- (1) Estimates for the first and second year based on participant requests and thereafter based on a 5 year average.
(2) CCWA fixed costs are based on a 5 % inflation factor.
(3) June 1st fixed cost payment is paid in June BEFORE the beginning of the fiscal year shown (i.e, the FY 2026/27 fixed payment is paid on June 1, 2026).
(4) July 1st quarterly variable payment is paid in June BEFORE the beginning of the fiscal year shown.
(5) CCWA variable O&M and DWR variable are based on a 3% inflation factor. CCWA variable costs include WTP Variable Retreatment charges and credits.
(6) Current fiscal year DWR Variable costs are net of DWR account interest income credits.
(7) The source for DWR costs is DWR's 2026 Statement of Charges dated July 1, 2025.
(8) Warren Act Charges are \$120/AF and are based on water wheeled through Cachuma Project facilities. There are two components to these charges: Warren Act Charges at \$77/AF and Trust Fund payments at \$43.00/AF.

**Projected Future State Water Costs
Carpinteria Valley Water District**



Central Coast Water Authority
Chorro Valley Turnout
State Water Cost Ten-Year Projections
Fiscal Year 2026/27 Preliminary Proposed Budget

<u>Water Deliveries-Fiscal Year Basis (AF)</u> ⁽¹⁾	FY 26/27	FY 27/28	FY 28/29	FY 29/30	FY 30/31	FY 31/32	FY 32/33	FY 33/34	FY 34/35	FY 35/36
Table A Water Deliveries-1st Quarter	575	429	429	429	429	429	429	429	429	429
Table A Water Deliveries-2nd Quarter	532	488	488	488	488	488	488	488	488	488
Table A Water Deliveries-3rd Quarter	532	530	530	530	530	530	530	530	530	530
Table A Water Deliveries-4th Quarter	559	402	402	402	402	402	402	402	402	402
Total FY Table A Deliveries <i>(acre-feet)</i>	2,198	1,849	1,849	1,849	1,849	1,849	1,849	1,849	1,849	1,849

CCWA Variable Cost per AF Assumptions	\$ 95	\$ 98	\$ 101	\$ 104	\$ 107	\$ 110	\$ 114	\$ 117	\$ 121	\$ 124
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<u>CCWA Costs</u>										
CCWA Fixed O&M Costs ⁽²⁾	\$ 453,296	\$ 475,961	\$ 499,759	\$ 524,747	\$ 550,984	\$ 578,533	\$ 607,460	\$ 637,833	\$ 669,725	\$ 703,211
CCWA Variable O&M Costs ⁽⁵⁾	209,100	181,176	186,611	192,210	197,976	203,915	210,033	216,334	222,824	229,508
CCWA Credits	(95,107)									
Warren Act Charges										
Subtotal: CCWA Costs	\$ 567,290	\$ 657,137	\$ 686,370	\$ 716,957	\$ 748,960	\$ 782,449	\$ 817,493	\$ 854,167	\$ 892,548	\$ 932,719

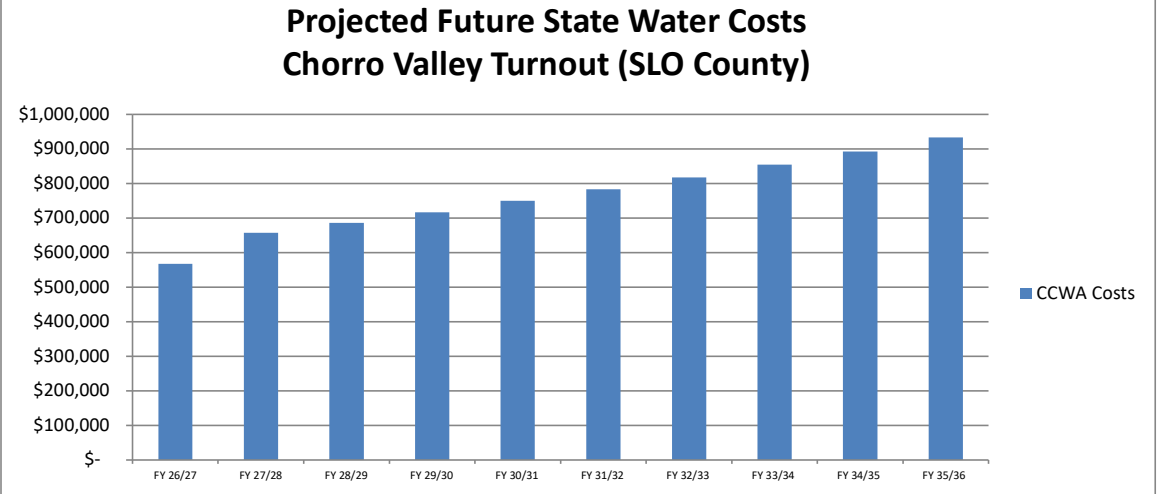
Total Projected State Water Costs	\$ 567,290	\$ 657,137	\$ 686,370	\$ 716,957	\$ 748,960	\$ 782,449	\$ 817,493	\$ 854,167	\$ 892,548	\$ 932,719
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<u>Projected Payments by Due Date</u>										
June 1st Fixed Payment ⁽³⁾	\$ 358,190	\$ 475,961	\$ 499,759	\$ 524,747	\$ 550,984	\$ 578,533	\$ 607,460	\$ 637,833	\$ 669,725	\$ 703,211
July 1st Variable Payment ⁽⁴⁾	54,701	42,036	43,297	44,596	45,934	47,312	48,731	50,193	51,699	53,250
October 1st Variable Payment	50,610	47,817	49,252	50,729	52,251	53,819	55,433	57,096	58,809	60,573
January 1st Variable Payment	50,610	51,933	53,491	55,095	56,748	58,451	60,204	62,010	63,870	65,787
April 1st Variable Payment	53,179	39,390	40,572	41,789	43,043	44,334	45,664	47,034	48,445	49,899

Central Coast Water Authority
Chorro Valley Turnout
 State Water Cost Ten-Year Projections
 Fiscal Year 2026/27 Preliminary Proposed Budget

NOTES

- (1) Estimates for the first and second year based on participant requests and thereafter based on a 5 year average.
- (2) CCWA fixed costs are based on a 5 % inflation factor.
- (3) June 1st fixed cost payment is paid in June BEFORE the beginning of the fiscal year shown (i.e, the FY 2026/27 fixed payment is paid on June 1, 2026).
- (4) July 1st quarterly variable payment is paid in June BEFORE the beginning of the fiscal year shown.
- (5) CCWA variable O&M and DWR variable are based on a 3% inflation factor. CCWA variable costs include WTP Variable Retreatment charges and credits.
- (6) Current fiscal year DWR Variable costs are not net of DWR account interest income credits and credits or additional charges due from prior periods.
- (7) The source for DWR costs is DWR's 2026 Statement of Charges dated July 1, 2025.
- (8) Warren Act Charges are \$120/AF and are based on water wheeled through Cachuma Project facilities. There are two components to these charges: Warren Act Charges at \$77/AF and Trust Fund payments at \$43.00/AF.



Central Coast Water Authority
Lopez Turnout
State Water Cost Ten-Year Projections
Fiscal Year 2026/27 Preliminary Proposed Budget

<u>Water Deliveries-Fiscal Year Basis (AF) ⁽¹⁾</u>	FY 26/27	FY 27/28	FY 28/29	FY 29/30	FY 30/31	FY 31/32	FY 32/33	FY 33/34	FY 34/35	FY 35/36
Table A Water Deliveries-1st Quarter	537	364	364	364	364	364	364	364	364	364
Table A Water Deliveries-2nd Quarter	486	278	278	278	278	278	278	278	278	278
Table A Water Deliveries-3rd Quarter	484	455	455	455	455	455	455	455	455	455
Table A Water Deliveries-4th Quarter	535	238	238	238	238	238	238	238	238	238
Total FY Table A Deliveries <i>(acre-feet)</i>	2,042	1,335	1,335	1,335	1,335	1,335	1,335	1,335	1,335	1,335

CCWA Variable Cost per AF Assumptions	\$ 95	\$ 98	\$ 101	\$ 104	\$ 107	\$ 110	\$ 114	\$ 117	\$ 121	\$ 124
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<u>CCWA Costs</u>										
CCWA Fixed O&M Costs ⁽²⁾	\$ 496,508	\$ 521,334	\$ 547,400	\$ 574,770	\$ 603,509	\$ 633,684	\$ 665,369	\$ 698,637	\$ 733,569	\$ 770,247
CCWA Variable O&M Costs ⁽⁵⁾	194,260	130,811	134,736	138,778	142,941	147,229	151,646	156,195	160,881	165,708
CCWA Credits	(65,326)									
Warren Act Charges										
Subtotal: CCWA Costs	\$ 625,442	\$ 652,145	\$ 682,136	\$ 713,548	\$ 746,450	\$ 780,914	\$ 817,015	\$ 854,833	\$ 894,450	\$ 935,955

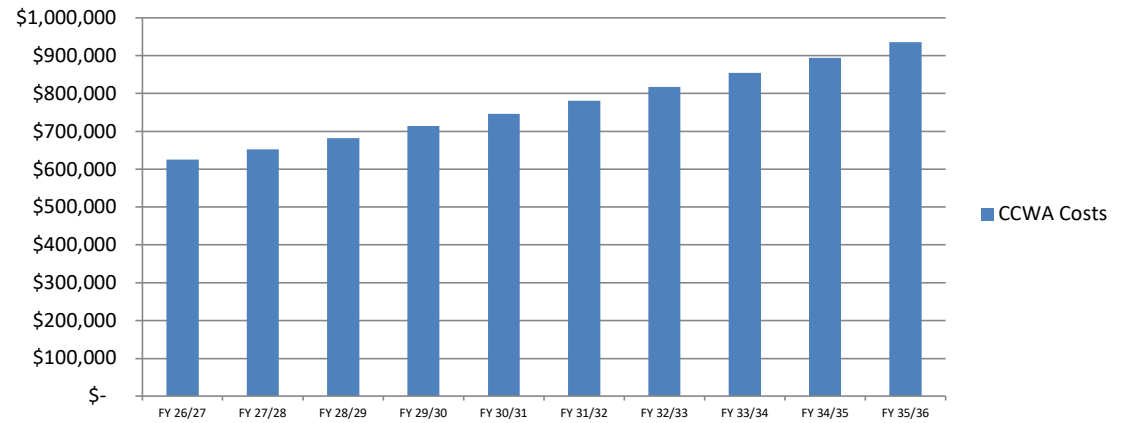
<u>Total Projected State Water Costs</u>	\$ 625,442	\$ 652,145	\$ 682,136	\$ 713,548	\$ 746,450	\$ 780,914	\$ 817,015	\$ 854,833	\$ 894,450	\$ 935,955
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<u>Projected Payments by Due Date</u>										
June 1st Fixed Payment ⁽³⁾	\$ 431,182	\$ 521,334	\$ 547,400	\$ 574,770	\$ 603,509	\$ 633,684	\$ 665,369	\$ 698,637	\$ 733,569	\$ 770,247
July 1st Variable Payment ⁽⁴⁾	51,086	35,667	36,737	37,839	38,974	40,143	41,348	42,588	43,866	45,182
October 1st Variable Payment	46,234	27,240	28,057	28,899	29,766	30,659	31,579	32,526	33,502	34,507
January 1st Variable Payment	46,044	44,584	45,921	47,299	48,718	50,179	51,685	53,235	54,832	56,477
April 1st Variable Payment	50,896	23,321	24,020	24,741	25,483	26,248	27,035	27,846	28,681	29,542

NOTES

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- (4) July 1st quarterly variable payment is paid in June BEFORE the beginning of the fiscal year shown.
- (5) CCWA variable O&M and DWR variable are based on a 3% inflation factor. CCWA variable costs include WTP Variable Retreatment charges and credits.
- (6) Current fiscal year DWR Variable costs are not net of DWR account interest income credits and credits or additional charges due from prior periods.
- (7) The source for DWR costs is DWR's 2026 Statement of Charges dated July 1, 2025.
- (8) Warren Act Charges are \$120/AF and are based on water wheeled through Cachuma Project facilities. There are two components to these charges: Warren Act Charges at \$77/AF and Trust Fund payments at \$43.00/AF.

Projected Future State Water Costs Lopez Turnout (SLO County)



Central Coast Water Authority
Shandon
State Water Cost Ten-Year Projections
Fiscal Year 2026/27 Preliminary Proposed Budget

<u>Water Deliveries-Fiscal Year Basis (AF)</u> ⁽¹⁾	FY 26/27	FY 27/28	FY 28/29	FY 29/30	FY 30/31	FY 31/32	FY 32/33	FY 33/34	FY 34/35	FY 35/36
Table A Water Deliveries-1st Quarter	-	-	-	-	-	-	-	-	-	-
Table A Water Deliveries-2nd Quarter	-	-	-	-	-	-	-	-	-	-
Table A Water Deliveries-3rd Quarter	-	-	-	-	-	-	-	-	-	-
Table A Water Deliveries-4th Quarter	-	-	-	-	-	-	-	-	-	-
Total FY Table A Deliveries (acre-feet)	-	-	-	-	-	-	-	-	-	-

CCWA Variable Cost per AF Assumptions	\$	95	\$	98	\$	101	\$	104	\$	107	\$	110	\$	114	\$	117	\$	121	\$	124
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<u>CCWA Costs</u>																				
CCWA Fixed O&M Costs ⁽²⁾	\$	21,468	\$	22,541	\$	23,668	\$	24,852	\$	26,094	\$	27,399	\$	28,769	\$	30,208	\$	31,718	\$	33,304
CCWA Variable O&M Costs ⁽⁵⁾		-		-		-		-		-		-		-		-		-		-
CCWA Credits		(1,378)																		
Subtotal: CCWA Costs	\$	20,090	\$	22,541	\$	23,668	\$	24,852	\$	26,094	\$	27,399	\$	28,769	\$	30,208	\$	31,718	\$	33,304

<u>Total Projected State Water Costs</u>	\$	20,090	\$	22,541	\$	23,668	\$	24,852	\$	26,094	\$	27,399	\$	28,769	\$	30,208	\$	31,718	\$	33,304
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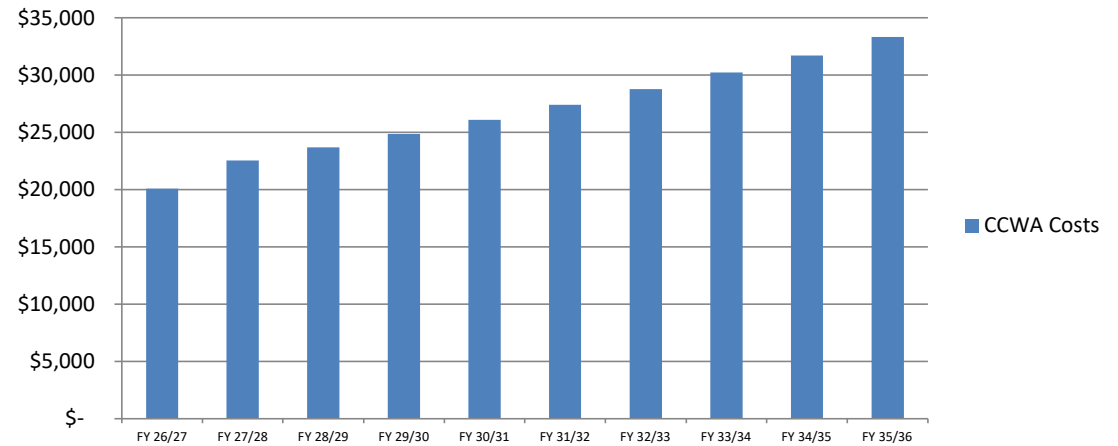
<u>Projected Payments by Due Date</u>																				
June 1st Fixed Payment ⁽³⁾	\$	20,090	\$	22,541	\$	23,668	\$	24,852	\$	26,094	\$	27,399	\$	28,769	\$	30,208	\$	31,718	\$	33,304
July 1st Variable Payment ⁽⁴⁾		-		-		-		-		-		-		-		-		-		-
October 1st Variable Payment		-		-		-		-		-		-		-		-		-		-
January 1st Variable Payment		-		-		-		-		-		-		-		-		-		-
April 1st Variable Payment		-		-		-		-		-		-		-		-		-		-

Central Coast Water Authority
Shandon
State Water Cost Ten-Year Projections
Fiscal Year 2026/27 Preliminary Proposed Budget

NOTES

- (1) Estimates for the first and second year based on participant requests and thereafter based on a 5 year average.
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- (5) CCWA variable O&M and DWR variable are based on a 3% inflation factor. CCWA variable costs include WTP Variable Retreatment charges and credits.
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- (7) The source for DWR costs is DWR's 2026 Statement of Charges dated July 1, 2025.
- (8) Warren Act Charges are \$120/AF and are based on water wheeled through Cachuma Project facilities. There are two components to these charges: Warren Act Charges at \$77/AF and Trust Fund payments at \$43.00/AF.

**Projected Future State Water Costs
Shandon (SLO County)**



Central Coast Water Authority
CCWA Fixed Costs
 Ten-Year Financial Plan Projections
 FY 2026/27 Preliminary Proposed Budget

	Allocation Percentage	Base Year FY 26/27	FY 27/28	FY 28/29	FY 29/30	FY 30/31	FY 31/32	FY 32/33	FY 33/34	FY 34/35	FY 35/36
Base Fixed O&M Costs		15,470,702	15,470,702	16,244,237	17,056,449	17,909,272	18,804,735	19,744,972	20,732,220	21,768,831	22,857,273
Inflation Factor			5.00%	5.00%	5.00%	5.00%	5.00%	5.00%	5.00%	5.00%	5.00%
Projected Fixed O&M		15,470,702	16,244,237	17,056,449	17,909,272	18,804,735	19,744,972	20,732,220	21,768,831	22,857,273	24,000,137
Capital Improvement Projects		-	-	-	-	-	-	-	-	-	-
Other Costs		-	-	-	-	-	-	-	-	-	-
TOTAL CCWA FIXED COSTS		15,470,702	16,244,237	17,056,449	17,909,272	18,804,735	19,744,972	20,732,220	21,768,831	22,857,273	24,000,137
Guadalupe	1.14%	196,639	206,470	216,794	227,634	239,015	250,966	263,514	276,690	290,525	305,051
Santa Maria	33.33%	5,657,507	5,940,382	6,237,401	6,549,271	6,876,735	7,220,572	7,581,600	7,960,680	8,358,714	8,776,650
Golden State Water	1.06%	180,948	189,996	199,495	209,470	219,944	230,941	242,488	254,612	267,343	280,710
Vandenberg AFB	13.32%	2,143,237	2,250,399	2,362,919	2,481,065	2,605,118	2,735,374	2,872,143	3,015,750	3,166,538	3,324,865
Buellton	1.67%	253,410	266,080	279,384	293,354	308,021	323,422	339,594	356,573	374,402	393,122
Santa Ynez (Solvang)	4.34%	653,790	686,479	720,803	756,844	794,686	834,420	876,141	919,948	965,945	1,014,243
Santa Ynez	4.58%	696,725	731,561	768,139	806,546	846,874	889,217	933,678	980,362	1,029,380	1,080,849
Goleta	11.63%	1,540,199	1,617,209	1,698,070	1,782,973	1,872,122	1,965,728	2,064,014	2,167,215	2,275,576	2,389,355
Morehart Land Co.	0.43%	70,205	73,715	77,401	81,271	85,334	89,601	94,081	98,785	103,725	108,911
La Cumbre	2.15%	351,024	368,575	387,004	406,354	426,672	448,006	470,406	493,926	518,623	544,554
Raytheon	0.13%	17,551	18,429	19,350	20,318	21,334	22,400	23,520	24,696	25,931	27,228
Santa Barbara	7.76%	1,026,867	1,078,211	1,132,121	1,188,727	1,248,164	1,310,572	1,376,100	1,444,905	1,517,151	1,593,008
Montecito	7.76%	1,026,867	1,078,211	1,132,121	1,188,727	1,248,164	1,310,572	1,376,100	1,444,905	1,517,151	1,593,008
Carpinteria	5.17%	684,460	718,683	754,617	792,348	831,965	873,563	917,241	963,103	1,011,259	1,061,821
Shandon	0.14%	21,468	22,541	23,668	24,852	26,094	27,399	28,769	30,208	31,718	33,304
Chorro Valley	2.53%	453,296	475,961	499,759	524,747	550,984	578,533	607,460	637,833	669,725	703,211
Lopez	2.86%	496,508	521,334	547,400	574,770	603,509	633,684	665,369	698,637	733,569	770,247
Total:	100.00%	15,470,702	16,244,237	17,056,449	17,909,272	18,804,735	19,744,972	20,732,220	21,768,831	22,857,273	24,000,137

FIXED O&M + CIP

(1) CCWA Fixed Costs for fiscal Years 2026/27 thru 2034/35

Central Coast Water Authority
CCWA & DWR Variable Cost Projections
 Ten-Year Financial Plan Projections
 FY 2026/27 Preliminary Proposed Budget

	Base Year									
	FY 26/27	FY 27/28	FY 28/29	FY 29/30	FY 30/31	FY 31/32	FY 32/33	FY 33/34	FY 34/35	FY 35/36
CCWA Variable Costs/AF-North County	95	98	101	104	107	110	114	117	121	124
CCWA WTP Variable Retreatment Costs/AF	2	2	2	3	3	3	3	3	3	3
Inflation Factor		3%	3%	3%	3%	3%	3%	3%	3%	3%
Projected CCWA Variable \$/AF-North County	97	100	103	106	110	113	116	120	123	127
CCWA Variable Costs/AF-South County	671	692	712	734	756	778	802	826	850	876
CCWA WTP Variable Retreatment Costs/AF	2	2	2	3	3	3	3	3	3	3
South Coast Retreatment Credits/AF	(95)	(100)	(105)	(110)	(116)	(121)	(127)	(134)	(141)	(148)
Inflation Factor		3%	3%	3%	3%	3%	3%	3%	3%	3%
Projected CCWA Variable \$/AF-South County	579	594	610	626	643	660	677	695	713	731
Estimated DWR Variable \$/AF	276	284	293	301	310	320	329	339	349	360
Inflation Factor		3%	3%	3%	3%	3%	3%	3%	3%	3%
Projected DWR Variable \$/AF	276	293	301	310	320	329	339	349	360	371
Total Projected Variable Cost/AF										
CCWA & DWR Variable - North Coast \$/AF	373	393	405	417	429	442	455	469	483	498
CCWA & DWR Variable - South Coast \$/AF ⁽¹⁾	854	887	911	936	962	989	1,016	1,044	1,073	1,102

(1) South Coast total AF estimates do not include Warren Act charges.

Central Coast Water Authority
DWR Transportation Capital Charges
 Ten-Year Financial Plan Projections
 FY 2026/27 Preliminary Proposed Budget

	Allocation Percentage	FY 26/27	FY 27/28	FY 28/29	FY 29/30	FY 30/31	FY 31/32	FY 32/33	FY 33/34	FY 34/35	FY 35/36
Current Year Charges		24,721,044	24,692,715	24,962,742	25,139,471	25,342,983	25,520,761	25,658,506	25,840,875	26,001,948	26,060,820
Rate Management Credits (Over)/Under Payment		-	-	-	-	-	-	-	-	-	-
Miscellaneous Charges/(Credits)			-	-	-	-	-	-	-	-	-
TOTAL PAYMENTS		24,721,044	24,692,715	24,962,742	25,139,471	25,342,983	25,520,761	25,658,506	25,840,875	26,001,948	26,060,820
Guadalupe	1.40%	346,235	345,814	349,596	352,071	354,921	357,410	359,339	361,894	364,149	364,974
Santa Maria	41.25%	10,198,194	10,185,791	10,297,177	10,370,078	10,454,027	10,527,361	10,584,181	10,659,409	10,725,852	10,750,136
Golden State Water	1.27%	314,759	314,376	317,814	320,064	322,655	324,919	326,672	328,994	331,045	331,794
Vandenberg AFB	14.00%	3,462,350	3,458,139	3,495,955	3,520,706	3,549,207	3,574,104	3,593,395	3,618,935	3,641,493	3,649,738
Buellton	1.47%	363,861	363,419	367,393	369,994	372,989	375,606	377,633	380,317	382,688	383,554
Santa Ynez (Solvang)	3.76%	930,549	929,220	939,381	946,032	953,690	960,380	965,564	972,426	978,488	980,703
Santa Ynez	1.33%	328,487	328,285	331,875	334,225	336,931	339,294	341,125	343,550	345,691	346,474
Goleta	11.95%	2,953,565	2,951,711	2,983,989	3,005,115	3,029,442	3,050,694	3,067,159	3,088,959	3,108,214	3,115,251
Morehart Land Co.	0.51%	125,904	125,751	127,126	128,026	129,062	129,967	130,669	131,598	132,418	132,718
La Cumbre	2.55%	629,518	628,753	635,628	640,128	645,310	649,837	653,345	657,988	662,090	663,589
Raytheon	0.13%	31,476	31,438	31,781	32,006	32,266	32,492	32,667	32,899	33,104	33,179
Santa Barbara	7.64%	1,888,554	1,886,258	1,906,885	1,920,385	1,935,931	1,949,511	1,960,034	1,973,965	1,986,269	1,990,766
Montecito	7.64%	1,888,554	1,886,258	1,906,885	1,920,385	1,935,931	1,949,511	1,960,034	1,973,965	1,986,269	1,990,766
Carpinteria	5.09%	1,259,036	1,257,505	1,271,256	1,280,257	1,290,621	1,299,674	1,306,689	1,315,976	1,324,179	1,327,177
Total:	100.00%	24,721,044	24,692,715	24,962,742	25,139,471	25,342,983	25,520,761	25,658,506	25,840,875	26,001,948	26,060,820

Central Coast Water Authority
DWR Coastal Branch Extension
Ten-Year Financial Plan Projections
FY 2026/27 Preliminary Proposed Budget

	Allocation Percentage	FY 26/27	FY 27/28	FY 28/29	FY 29/30	FY 30/31	FY 31/32	FY 32/33	FY 33/34	FY 34/35	FY 35/36
Principal		1,828,763	3,014,352	2,124,225	2,187,879	-	-	-	-	-	-
Interest		313,676	194,707	91,036	30,966	-	-	-	-	-	-
Bond Cover		683,807	690,999	561,772	281,227	-	-	-	-	-	-
Return of Prior Year Cover		(520,774)	(683,807)	(690,999)	(561,772)	-	-	-	-	-	-
Other Charges/(Credits)			-	-	-		-	-	-	-	-
TOTAL PAYMENTS		2,305,472	3,216,251	2,086,034	1,938,299	-	-	-	-	-	-
Guadalupe	0.00%	-	-	-	-	-	-	-	-	-	-
Santa Maria	21.80%	502,532	701,057	454,700	422,498	-	-	-	-	-	-
Golden State Water	0.67%	15,510	21,638	14,034	13,040	-	-	-	-	-	-
Vandenberg AFB	19.54%	450,379	628,301	407,511	378,651	-	-	-	-	-	-
Buellton	2.05%	47,331	66,029	42,826	39,793	-	-	-	-	-	-
Santa Ynez (Solvang)	5.33%	122,831	171,355	111,139	103,268	-	-	-	-	-	-
Santa Ynez	1.78%	40,944	57,118	37,046	34,423	-	-	-	-	-	-
Goleta	15.98%	368,492	514,065	333,418	309,805	-	-	-	-	-	-
Morehart Land Co.	0.71%	16,377	22,847	14,819	13,769	-	-	-	-	-	-
La Cumbre	3.55%	81,887	114,237	74,093	68,846	-	-	-	-	-	-
Raytheon	0.18%	4,094	5,712	3,705	3,442	-	-	-	-	-	-
Santa Barbara	10.66%	245,661	342,710	222,279	206,537	-	-	-	-	-	-
Montecito	10.66%	245,661	342,710	222,279	206,537	-	-	-	-	-	-
Carpinteria	7.10%	163,774	228,473	148,186	137,691	-	-	-	-	-	-
Total:	100.00%	\$ 2,305,472	\$ 3,216,251	\$ 2,086,034	\$ 1,938,299	\$ -	\$ -	\$ -	\$ -	\$ -	-

Central Coast Water Authority
DWR Water System Revenue Bond Surcharge
 Ten-Year Financial Plan Projections
 FY 2026/27 Preliminary Proposed Budget

	Allocation Percentage	FY 26/27	FY 27/28	FY 28/29	FY 29/30	FY 30/31	FY 31/32	FY 32/33	FY 33/34	FY 34/35	FY 35/36
WSRB Charge		5,541,364	5,621,148	5,299,114	5,401,334	4,538,093	4,551,179	4,563,216	4,560,917	3,681,368	3,680,619
Return of Prior Year Cover(60%)		(2,473,774)	(2,770,682)	(2,810,574)	(2,649,557)	(2,700,667)	(2,269,047)	(2,275,590)	(2,281,608)	(2,280,459)	(1,840,684)
Refund of Power Debt Service		(1,211,128)	(1,211,128)	(1,211,128)	(1,211,128)	(1,211,128)	(1,211,128)	(1,211,128)	(1,211,128)	(1,211,128)	(1,211,128)
Other Charges/(Credits)			-	-	-	-	-	-	-	-	-
TOTAL PAYMENTS		1,856,462	1,639,338	1,277,412	1,540,649	626,298	1,071,005	1,076,499	1,068,181	189,782	628,807
Guadalupe	1.35%	24,496	22,051	17,183	20,724	8,425	14,406	14,480	14,368	2,553	8,458
Santa Maria	39.62%	721,522	649,511	506,114	610,410	248,141	424,335	426,512	423,216	75,192	249,135
Golden State Water	1.22%	22,269	20,047	15,621	18,840	7,659	13,097	13,164	13,062	2,321	7,689
Vandenberg AFB	13.45%	244,961	220,513	171,829	207,238	84,245	144,064	144,803	143,685	25,528	84,583
Buellton	1.41%	25,743	23,174	18,058	21,779	8,853	15,140	15,218	15,100	2,683	8,889
Santa Ynez (Solvang)	3.40%	58,480	55,692	43,397	52,339	21,277	36,385	36,571	36,289	6,447	21,362
Santa Ynez	1.49%	30,596	24,494	19,087	23,020	9,358	16,003	16,085	15,960	2,836	9,395
Goleta	15.43%	316,414	252,994	197,139	237,764	96,655	165,285	166,133	164,849	29,288	97,042
Morehart Land Co.	0.49%	8,908	8,019	6,248	7,536	3,063	5,239	5,266	5,225	928	3,076
La Cumbre	2.45%	44,538	40,093	31,242	37,680	15,317	26,194	26,328	26,124	4,641	15,379
Raytheon	0.12%	2,227	2,005	1,562	1,884	766	1,310	1,316	1,306	232	769
Santa Barbara	7.34%	133,615	120,280	93,725	113,039	45,952	78,581	78,984	78,373	13,924	46,136
Montecito	7.34%	133,615	120,280	93,725	113,039	45,952	78,581	78,984	78,373	13,924	46,136
Carpinteria	4.89%	89,077	80,186	62,483	75,359	30,635	52,387	52,656	52,249	9,283	30,757
Total:	100.00%	\$ 1,856,462	\$ 1,639,338	\$ 1,277,412	\$ 1,540,649	\$ 626,298	\$ 1,071,005	\$ 1,076,499	\$ 1,068,181	\$ 189,782	\$ 628,807

Central Coast Water Authority
DWR Transportation Minimum OMP&R
 Ten-Year Financial Plan Projections
 FY 2026/27 Preliminary Proposed Budget

	Allocation Percentage	FY 26/27	FY 27/28	FY 28/29	FY 29/30	FY 30/31	FY 31/32	FY 32/33	FY 33/34	FY 34/35	FY 35/36
Current Year Charges ⁽¹⁾		14,694,433	14,630,035	13,965,094	14,065,495	14,206,150	14,348,211	14,491,694	14,636,611	14,782,977	14,930,806
(Over)/Under Payment			-	-	-	-	-	-	-	-	-
Miscellaneous Charges/(Credits)			-	-	-	-	-	-	-	-	-
TOTAL PAYMENTS		14,694,433	14,630,035	13,965,094	14,065,495	14,206,150	14,348,211	14,491,694	14,636,611	14,782,977	14,930,806
Guadalupe	1.390%	204,312	203,416	194,171	195,567	197,523	199,498	201,493	203,508	205,543	207,598
Santa Maria	40.954%	6,017,907	5,991,534	5,719,216	5,760,334	5,817,937	5,876,117	5,934,878	5,994,227	6,054,169	6,114,711
Golden State Water	1.264%	185,738	184,924	176,519	177,788	179,566	181,362	183,175	185,007	186,857	188,726
Vandenberg AFB	13.904%	2,043,117	2,034,163	1,941,709	1,955,669	1,975,226	1,994,978	2,014,928	2,035,077	2,055,428	2,075,982
Buellton	1.461%	214,713	213,772	204,056	205,523	207,578	209,654	211,751	213,868	216,007	218,167
Santa Ynez (Solvang)	3.692%	542,488	540,111	515,562	519,269	524,462	529,706	535,003	540,353	545,757	551,215
Santa Ynez	1.364%	200,463	199,585	190,514	191,883	193,802	195,740	197,698	199,675	201,671	203,688
Goleta	12.587%	1,849,544	1,841,439	1,757,745	1,770,382	1,788,086	1,805,966	1,824,026	1,842,267	1,860,689	1,879,296
Morehart Land Co.	0.506%	74,295	73,970	70,608	71,115	71,826	72,545	73,270	74,003	74,743	75,490
La Cumbre	2.528%	371,476	369,848	353,038	355,576	359,132	362,723	366,351	370,014	373,714	377,451
Raytheon	0.126%	18,574	18,492	17,652	17,779	17,957	18,136	18,318	18,501	18,686	18,873
Santa Barbara	7.58%	1,114,427	1,109,543	1,059,114	1,066,729	1,077,396	1,088,170	1,099,052	1,110,042	1,121,142	1,132,354
Montecito	7.58%	1,114,427	1,109,543	1,059,114	1,066,729	1,077,396	1,088,170	1,099,052	1,110,042	1,121,142	1,132,354
Carpinteria	5.06%	742,952	739,696	706,076	711,152	718,264	725,446	732,701	740,028	747,428	754,903
Total:	100.00%	\$ 14,694,433	\$ 14,630,035	\$ 13,965,094	\$ 14,065,495	\$ 14,206,150	\$ 14,348,211	\$ 14,491,694	\$ 14,636,611	\$ 14,782,977	\$ 14,930,806

Central Coast Water Authority
DWR Delta Water Charge
 Ten-Year Financial Plan Projections
 FY 2026/27 Preliminary Proposed Budget

	Table A & Drought Buffer	Table A & Drought Buffer %	FY 26/27	FY 27/28	FY 28/29	FY 29/30	FY 30/31	FY 31/32	FY 32/33	FY 33/34	FY 34/35	FY 35/36
			\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Delta Water Charge \$/AF-Base			46	98	94	95	95	96	96	97	98	98
Rate Management Credits/AF			-	-	-	-	-	-	-	-	-	-
TOTAL PAYMENTS			\$ 46	\$ 98	\$ 94	\$ 95	\$ 95	\$ 96	\$ 96	\$ 97	\$ 98	\$ 98
Guadalupe	605	1.330%	63,997	59,536	56,984	57,310	57,640	57,973	58,310	58,650	58,993	58,993
Santa Maria	17,820	39.177%	1,885,000	1,753,593	1,678,433	1,688,052	1,697,767	1,707,579	1,717,489	1,727,498	1,737,607	1,737,607
Golden State Water	550	1.209%	58,179	54,123	51,803	52,100	52,400	52,703	53,009	53,318	53,630	53,630
Vandenberg AFB	6,050	13.301%	639,969	595,356	569,838	573,104	576,402	579,734	583,098	586,496	589,928	589,928
Buellton	636	1.398%	67,276	62,586	59,904	60,247	60,594	60,944	61,298	61,655	62,016	62,016
Santa Ynez (Solvang)	1,500	3.298%	158,670	147,609	141,282	142,092	142,910	143,736	144,570	145,412	146,263	146,263
Santa Ynez	700	1.539%	74,046	68,884	65,932	66,310	66,691	67,077	67,466	67,859	68,256	68,256
Goleta	7,450	16.379%	788,061	733,124	701,702	705,723	709,785	713,887	718,030	722,214	726,441	726,441
Morehart Land Co.	220	0.484%	23,272	21,649	20,721	20,840	20,960	21,081	21,204	21,327	21,452	21,452
La Cumbre	1,100	2.418%	116,358	108,246	103,607	104,201	104,800	105,406	106,018	106,636	107,260	107,260
Raytheon	55	0.121%	5,818	5,412	5,180	5,210	5,240	5,270	5,301	5,332	5,363	5,363
Santa Barbara	3,300	7.255%	349,074	324,739	310,821	312,602	314,401	316,218	318,054	319,907	321,779	321,779
Montecito	3,300	7.255%	349,074	324,739	310,821	312,602	314,401	316,218	318,054	319,907	321,779	321,779
Carpinteria	2,200	4.837%	232,716	216,493	207,214	208,401	209,601	210,812	212,036	213,271	214,519	214,519
Total:	45,486	100.00%	\$ 4,811,509	\$ 4,476,091	\$ 4,284,243	\$ 4,308,795	\$ 4,333,592	\$ 4,358,638	\$ 4,383,934	\$ 4,409,483	\$ 4,435,287	\$ 4,435,287



Bee swarm by energy dissipation vault

Appendix

The Appendix to the FY 2026/27 Budget contains miscellaneous statistical information on the CCWA, and glossaries of acronyms and terms.

Central Coast Water Authority
Santa Barbara County Area Description
Fiscal Year 2026/27 Budget

Santa Barbara County is located on the Pacific coast of the southern portion of the U.S. state of California, just west of Ventura County. The estimated total population of the County according to the 2020 census was 448,229 according to the US Census Bureau. The county seat is Santa Barbara and the largest city is Santa Maria.

For thousands of years, the area was home to the Chumash tribe of Native Americans, complex hunter-gathers who lived along the coast and in interior valleys leaving rock art in many locations including Painted Cave. European contact had devastating effects on the Chumash Indians, including a series of disease epidemics that drastically reduced Chumash population. The Chumash survived, however, and thousands of Chumash descendants still live in the Santa Barbara area or surrounding counties.

The County has a total area of 3,789 square miles and four of the Channel Islands – San Miguel Island, Anacapa Island, Santa Cruz Island and Santa Rosa Island – are in Santa Barbara County. They form the largest part of the Channel Islands National Park.

Santa Barbara County has a mountainous interior abutting a coastal plains area. The largest concentration of people is on this coastal plain, referred to as the south coast – the part of the county south of the Santa Ynez Mountains – which includes the cities of Santa Barbara, Goleta and Carpinteria, as well as the unincorporated areas of Hope Ranch, Mission Canyon, Montecito and Isla Vista. North of the mountains are the towns of Santa Ynez, Solvang, Buellton, Lompoc; the unincorporated towns of Los Olivos and Ballard; the unincorporated areas of Mission Hills and Vandenberg Village; and Vandenberg Air Force Base, where the Santa Ynez River flows out to the sea. North of the Santa Ynez Valley are the cities of Santa Maria and Guadalupe.

Santa Barbara County, often branded as the American Riviera, is home to a beautiful landscape and great climate for living, playing and working. The County is well known for its strong sense of community, prime agricultural land, award winning wineries, and attractive cultural and tourism opportunities. However, Santa Barbara County also touts its talented and highly skilled workforce, and growing business sectors, from high tech to health care to design. Quality institutions like UC Santa Barbara and Vandenberg Airforce Base continue to attract high quality individuals to the County. It is these attributes that attract and retain businesses in the area.

Central Coast Water Authority
Miscellaneous Statistical Information
 Fiscal Year 2026/27 Budget

Form of government	Joint Powers Authority
Date of organization	August 1, 1991
Number of full-time equivalent positions	32.25
Polonio Pass Water Treatment Plant design capacity	43 million gallons per day <i>(50 mgd per amended permit from DHS)</i>
Authority pipeline (in miles)	42.5
Coastal Branch pipeline (in miles)	100.6
State water Table A amount	(acre-feet per year)
CCWA contract Table A amount	39,078
CCWA drought buffer	3,908
Goleta Water District additional Table A	<u>2,500</u>
TOTAL	45,486
FY 2025/26 Santa Barbara County requested deliveries	9,570 acre-feet
San Luis Obispo State water Table A	3,100 acre-feet
FY 2025/26 San Luis Obispo requested deliveries	4,392 acre-feet
Amount of treated water storage in tanks	23.7 million gallons
Number of turnouts	10
Number of project participants	
Santa Barbara County	13
San Luis Obispo County	<u>11</u>
TOTAL	24
Estimated total population served by State water	
Santa Barbara County	440,668
San Luis Obispo County	<u>41,000</u>
TOTAL	481,000

Central Coast Water Authority

Glossary of Acronyms

Fiscal Year 2026/27 Budget

ACFR – Annual Comprehensive Financial Report	EBP - Employee Benefits Program
ACWA - Association of California Water Agencies	EDV - Energy Dissipation Valve Vault
ADM - Administration	EPP - Extraordinary Project Program
AF - Acre-Foot or Acre-Feet	EIR - Environmental Impact Report
AVEK - Antelope Valley/East Kern Water Agency	ELAP - Environmental Laboratory Accreditation Program (ELAP)
AWWA - American Water Works Association	E&O - Errors and Omissions
BDCP - Bay Delta Conservation Plan	FOC - Fiber Optic Cable
CalPERS - California Public Employees' Retirement System	FY - Fiscal Year
CCR - Consumer Confidence Report	GAAP - Generally Accepted Accounting Principles
CCRB - Cachuma Conservation Release Board	GASB - Governmental Accounting Standards Board
CCWA - Central Coast Water Authority	GFOA - Government Finance Officers Association
CDF - California Department of Forestry	GIS - Geographic Information System
CDFW - California Department of Fish & Wildlife (Formerly CA Department of Fish & Game)	GPS - Global Positioning System
CEQA - California Environmental Quality Act	HCF - Hundred Cubic Feet
CIP - Capital Improvement Program	HDPE - High-density Polyethylene
CMMS - Computerized Maintenance Management System	HVAC - Heating, Ventilation, and Air Conditioning
COMB - Cachuma Operations and Maintenance Board	IC&R - Instrumentation Calibration & Repair
CPI - Consumer Price Index	IRC - Internal Revenue Code
CY - Calendar Year	IRWD - Irvine Ranch Water District
DBP - Disinfection By-Products	ISO - International Standards Organization
DCS - Distributive Control System	ISP - Internet Service Provider
DHCCP - Delta Habitat Conservation Conveyance Plan	JPA - Joint Powers Authority
DI - Deionized or deionization	JPIA - Joint Powers Insurance Agency
DIST - Distribution	LAFCO - (Santa Barbara) Local Agency Formation Commission
DO - Dissolved oxygen	LAIF - Local Agency Investment Fund (California State Treasurer's Office)
DOT - Department of Transportation	LIMS - Laboratory Information Management System
DPH - Department of Public Health	LT2 - Long Term 2 Enhanced Surface Water Treatment Rule
DWR - Department of Water Resources	MIB - 2-Methyl Isoborneol
EAP - Emergency Action Plan or Employee Assistance Program	
EAAP - Employee Achievement Awards Program	

Central Coast Water Authority

Glossary of Acronyms

Fiscal Year 2026/27 Budget

MWD - Metropolitan Water District of Southern California

MWQI - Municipal Water Quality Investigations

NACE - Nomenclature general des Activites (industrial classification)

NCP - Non-Capital Projects

NPDES - National Pollutant Discharge Elimination System

O&M - Operations & Maintenance

OMP&R - Operations, Maintenance, Power and Replacement

OPEB - Other Post-Employment Benefits

OSHA - Occupational Safety and Health Administration

PAC - Powdered Activated Carbon

PG&E - Pacific Gas & Electric

PEPRA - California Public Employees' Pension Reform Act

PERS - California Public Employees' Retirement System

PLC - Process Logic Controllers

PPWTP - Polonio Pass Water Treatment Plant

QA/QC - Quality Assurance and Quality Control

RAS - Replacement Accounting System

RFB - Request for Bid

RFP - Request for Proposal

RFQ - Request for Qualifications

ROW - Right-of-Way

RPP - Remote Process Logic Controller Panel

RWQCB - Regional Water Quality Control Board

SAN - Storage Area Network

SBCFC&WCD - Santa Barbara County Flood Control and Water Conservation District

SCADA - Supervisory Control and Data Acquisition

SCBA - Self Contained Breathing Apparatus

SFCWA - State and Federal Contractors Water Agency

SLOCFCWCD - San Luis Obispo County Flood Control and Water Conservation District

SOC - Statement of Charges (Department of Water Resources)

SQL - Structured Query Language

SWC - State Water Contractors

SWP - State Water Project

SWPAO - State Water Project Analysis Office

SWPC - State Water Project Contractor

SWPCA - State Water Project Contractors Authority

SWPP - Supplemental Water Purchase Program

SWRCB - State Water Resources Control Board

SY ID#1 or SYRWCD ID#1 - Santa Ynez River Water Conservation District, Improvement District #1

SYPF - Santa Ynez Pumping Facility

SYPP - Santa Ynez Pumping Plant

TDS - Total Dissolved Solids

THM - Total Trihalomethane

TOC - Total Organic Carbon

UPS - Uninterruptable Power Supply

USBR - United States Bureau of Reclamation

UWMP - Urban Water Management Plan

VSFB - Vandenberg Space Force Base

VFD - Variable Frequency Drive

WRF - Water Research Foundation

WSA - Water Supply Agreement

WSRA - Water Supply Retention Agreement

WSRB - Water System Revenue Bond Surcharge

WTP - Water Treatment Plant

Glossary of Terms

Fiscal Year 2026/27 Budget

A

Account - A record of a business transaction; a reckoning of money received or paid.

Accounting System - The total structure of records and procedures which discover, record, classify, summarize, and report information on the financial position and results of operations of a government entity.

Accrual Basis of Accounting - The method of recording financial transactions in the accounting period in which revenues are earned and expenses are incurred, rather than only after cash is received or paid.

Acre-Foot of Water - The volume of water that would cover one acre to a depth of one foot (approximately 325,900 gallons).

Adoption - Formal action by the Board of Directors which sets the spending limits for the fiscal year.

Advance Refunding - A defeasance of outstanding debt prior to the date the bonds can be called by depositing cash and/or securities in escrow sufficient to pay all principal and interest payments and the call premium, if any, when due. All covenants and restrictions are released.

Amortization - Gradual reduction, redemption, or liquidation of the balance of an account according to a specified schedule of times and amounts.

Appropriation - The act of setting aside money for a specific purpose.

Aqueduct - A canal for conveying a large amount of water.

Assets - Resources owned or held by a government which have monetary value.

B

Bond Call - Bonds that are redeemable by the issuer prior to the specified maturity date at a specified price at or above par.

Balance Budget - The Authority's financial plan balancing proposed expenditures for a certain period of time to the expected income or revenue for that same period.

C

Capital Expenditures – Amounts expended which result in the acquisition of, or addition to, fixed assets, including land, buildings, improvements, machinery and equipment.

Capital Improvements - Expenditures for items or projects which usually have an estimated useful life longer than five (5) years and will benefit the Authority for a long period of time.

Capitalized Interest - Funds provided from the proceeds of an issue to cover interest payments until revenue sources to repay the debt are available.

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Carry-Over - The term used to denote amounts which were expected to be expended during one fiscal year on a contract or obligation but were not expended for various reasons. Amounts are “carried over” into the subsequent fiscal year.

Coastal Branch Phase II - A 102-mile long buried pipeline, and ancillary facilities, extending from Devils Den (Kern County) to Tank 5 on Vandenberg Air Force Base (Santa Barbara County).

Comprehensive Annual Financial Report (CAFR) - The official annual report, including financial statements, statistical information, and extensive narration, which goes beyond the minimum financial reporting.

Coverage - The margin of safety for payment of debt service, reflecting the number of times by which earnings for a period of time exceed debt service payable in such a period.

D

Debt - An obligation resulting from the borrowing of money or from the purchase of goods and services. These include bonds and accounts payable.

Defeasance - To set aside sufficient money to retire outstanding debt when due. A full defeasance results in release from covenants and contractual obligations contained in the bond documents.

Deficiency - A general term indicating the amount by which anything falls short of some requirement of expectation.

Deficit - The excess of expenditures over revenues during an accounting period.

Delta Water Charge - A unit charge applied to each acre-foot of State water entitlement by DWR. The unit charge is applied to result in repayment of all outstanding reimbursable costs of the DWR Project Conservation Facilities, with appropriate interest, by the end of the State water contract repayment period (2035).

Department of Water Resources - The state agency responsible for financing, constructing and operating State Water Project facilities.

Depreciation - An element of cost resulting from the service of long-lived assets in an economic organization and represents the loss in asset value because of wear, deterioration, obsolescence or action of the physical elements. In this budget, no specific depreciation schedule or funding of depreciated assets is provided.

Drought Buffer - A portion of the Authority’s State water entitlement (3,908 AF) which is being utilized to firm up the reliability of each Santa Barbara County project participant’s Water Supply Agreement entitlement allocation.

E

Enterprise Fund - A fund established to account for the financing of self-supporting enterprises, such as a utility fund, which render services primarily to the public.

Entity - The basic unit upon which accounting and/or financial reporting activities focus.

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Expenditures - A decrease in net financial resources, or funds paid or to be paid for an asset obtained, or goods and services obtained regardless of when the expense is actually paid.

F

Financing Participant - An Authority or San Luis Obispo County project participant that participated in the 1992 CCWA Revenue Bond and 1996 CCWA Refunding Revenue Bond issues.

Financial Reaches - Segments of the CCWA and DWR pipeline from or through which project participants receive water.

Fiscal Year - A twelve-month period of time to which the annual budget applies and, at the end of which a governmental unit determines its financial position and the results of its operations.

Fixed Asset - Assets of a long-term character which are intended to continue to be held or used, such as land, buildings, improvements other than buildings, machinery and equipment.

Fixed O&M Costs - Operating and maintenance expenses charged to the project participants which do not vary with the amount of water delivered to the project participant.

Fixed Project Costs - Capital costs, including Debt Service, reserves for the payment of debt service, and other payments under the bond resolution which do not vary with the amount of water delivered to the project participant.

Fund Balance – Also known as financial position, fund balance is the excess of fund assets over liabilities, and represents the cumulative effect of revenues and other financing sources over expenditures and other financing uses. CCWA operates under one fund for financial statement and budgetary purposes. Because CCWA is a pass-through agency, all revenues are equal to the expenditures included in the budget. As such, overall Fund Balance excluding the Operating Reserve (see *Operating Reserve*) is expected to be zero.

G

GASB – The Government Accounting Standards Board is the source of generally accepted accounting principles (GAAP) used by state and local governments. As with most of the entities involved in creating GAAP in the United States, it is a private, non-governmental organization.

General Fund - The Authority's cash balance net of reserve balances.

Generally Accepted Accounting Principles - The uniform accounting principles, standards, and procedures for the presentation of financial reports. For local governments, GAAP is set by the Government Accounting Standards Board (GASB).

Geographical Information System (GIS) - An information system integrating maps with electronic data.

J

Joint Powers Authority - A public authority created by a joint exercise of powers agreement between any two or more governmental agencies. The authority may be given power to perform

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any function which all parties to the agreement are empowered to perform and which will be of benefit to all parties.

L

Line Item - Expenditure classifications established to account for and budget the appropriations approved.

Water Treatment and Local Facilities Agreements - Agreements, dated as of March 1, 1992, by and between San Luis Obispo County Flood Control and Water Conservation District and various San Luis Obispo County project participants.

M

Maintenance - The upkeep of physical properties in condition for use or occupancy. Examples are the inspection of equipment to detect defects and the making of repairs.

Master Water Treatment Agreement - Agreement, dated as of March 1, 1992, by and between the Authority and San Luis Obispo County Flood Control and Water Conservation District.

Modified Accrual Basis - The accrual basis of accounting adapted to the governmental fund type. Revenues are recognized when they become both "measurable" and "available to finance expenditures of the current period." Expenditures are recognized when the liability is incurred.

Monterey Agreement - The agreement which formed the basis for the Monterey amendments to the State Water Contract that includes, among other provisions, the addition of Articles 51 through 56.

MOU Trust Fund - A trust fund established under a memorandum of understanding (July 6, 1995 effective date) by and between the Authority, Cachuma Project Authority (i.e., Cachuma Operations and Maintenance Board) and the United States of America, acting through the Bureau of Reclamation. The trust fund is funded by \$43/AF payments to the Cachuma Operations and Maintenance Board for State water wheeled through Cachuma Project facilities.

Municipal - In its broadest sense, an adjective which denotes the state and all subordinate units of government.

O

Obligations - Amounts which a government may be legally required to meet out of its resources. They include not only actual liabilities, but also encumbrances not yet paid.

Off Aqueduct Charge - Bond debt service, cover and reserves for transmission costs allocated to DWR off-aqueduct power facilities (power cost which includes both fixed and variable cost elements.)

Other Post-Employment Benefits (OPEB) – Benefits provided to retirees other than pension, such as retiree health insurance.

Operating Expenses- All costs associated with the day-to-day business of the Authority which are not considered capital improvements or debt repayments.

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Operating Reserve Balance – Reserve of \$2 million, approved by the CCWA Board of Directors to provide a mechanism for the Authority to undertake immediately unanticipated operation and maintenance activities, including emergency repairs, for which funds are not otherwise immediately available. Each Authority Contractor contributed to the Operating Reserve Fund in proportion to their Table A water allocation.

P

Pass-Through Charges - Charges from DWR and the United States Bureau of Reclamation which are paid by the project participants. The charges are not expenses of the Authority but are charged and paid by the Authority.

Polonio Pass Water Treatment Plant - A 43 million gallon per day treatment plant which treats all State water delivered to San Luis Obispo and Santa Barbara Counties.

Projected - An estimate of revenues and expenditures based on past trends, the present economic situation and future financial forecasts.

Project Participant - Each entity which has executed a Water Supply Agreement with the Authority.

Proprietary Fund - A method of accounting for a government's ongoing organizations and activities that are similar to those often found in the private sector.

R

Rate Management Funds Credit - Reductions in DWR charges commencing in 1997. The credit was implemented as a result of the Monterey amendments to the State Water Contract.

Reach - see "Financial Reach"

Regional Water Treatment Plant Allocation - A formula adopted by the Authority Board of Directors (Resolutions 92-16 and 95-13) which allocates certain Fixed Project, Fixed O&M and Variable O&M treatment plant costs from South Coast project participants to all other Authority project participants. The purpose of the allocation is to subsidize the South Coast project participants' costs of retreating State water to ensure they realize their share of the financial benefit to all project participants associated with the economies of building and operating only one treatment plant for State water.

Reserve Funds - A budgeted amount to be set aside in an account for future use.

Resolution - A special or temporary order of a legislative body; an order of a legislative body requiring less legal formality than an ordinance or statute.

Revenue - An inflow of assets, not necessarily in cash, in exchange for services rendered.

Revenue Bond - A bond payable solely from net or gross non ad valorem tax revenues derived from general fund revenues, tax increment revenues, or tolls, charges or rents paid by users of the facility constructed with the proceeds of the bond issue.

Right of Way (ROW) - A legal right of passage over another person's ground.

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S

Santa Ynez Exchange Agreement - An agreement, date as of February 1, 1993, by and between Carpinteria County (Valley) Water District, Central Coast Water Authority, Goleta Water District, La Cumbre Mutual Water Company, Montecito Water District, Santa Ynez River Water Conservation District, Improvement District #1 (SYID#1), Summerland Water District and the City of Santa Barbara entitled "Santa Ynez River/State Water Project Exchange Agreement." Among other things, this agreement provides for the exchange of SYID#1's Cachuma Project entitlement for a like amount of State water that would otherwise be delivered to the other South Coast project participants which are signatory to the agreement.

SCADA System - "Supervisory Control and Data Acquisition" System. The computer system which collects data, processes the data and corrects and/or instructs the operators on corrective actions to take.

State Water Project - The largest state-built, multipurpose water project in the nation. It extends for more than 600 miles. Its main purpose is water supply - to store surplus water during wet periods and distribute it to areas of need in northern California, the San Francisco Bay area, the San Joaquin Valley and Southern California. Other functions include flood control, power generation, recreation, and fish and wildlife enhancement.

T

Table A Amount - The maximum amount of State Water Project water to be made available annually by DWR to the Authority at various delivery structures (i.e. turnouts) under the terms of the State Water Contract.

Table A Reduction - Elections by certain project participants to temporarily decrease their State water entitlement allocation. This election is for a minimum of five years and eliminates the Delta Water Charge associated with the amount of State water entitlement that has been reduced.

Transportation Capital Costs - Capital costs charged by DWR for the use of facilities to transport water to the vicinity of each State water contractor's turnout.

Transportation Charge - Minimum Operation, Maintenance, Power and Replacement (OMP&R) - Operating costs incurred by DWR that do not depend on or vary with quantities of water delivered to the Authority.

Turnback Pool Reduction - Elections by project participants to "turnback" a portion of their State water in a given year.

Turnout - A delivery structure which includes metering and valve facilities through which State water is delivered from the CCWA or DWR pipeline to a project participant's delivery system.

V

Variable O&M Charges - Operations and maintenance expenses which vary directly in proportion to the amount of water delivered to a project participant.

Vulnerability Assessment- The examination of a system to identify critical infrastructure or related components that maybe at risk of attack and the procedures that can be implemented to reduce that risk.

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W

Warren Act Charges - Wheeling charges required under a July 25, 1995 contract between the United States and the Central Coast Water Authority. The \$15/AF charge is payable to the Bureau of Reclamation (and recovered into the Reclamation Fund) for State water wheeled through Cachuma Project facilities.

Water Supply Agreement - An agreement between the Authority and each project participant to, among other things, sell State water entitlement allotment and provide for financing of the Authority facilities.

Water System Revenue Bond Surcharge - The surcharge is the difference between the total project charges collected at the project interest rate for a project and the annual financing costs of the water system revenue bonds issued for that project. Project interest rate is the melded financing costs for projects not financed with water system revenue bonds.

The State Water Project on the Central Coast

Summary Project History and Outlook

Background

California's major water sources are in the north while its major urban and agricultural demands are in the center and south. Voters and the Legislature authorized the Central Valley Project in 1930 and the State Water Project (SWP) in 1960. Since 1963 the State has built most SWP elements, including Oroville Dam, Sacramento-San Joaquin Delta pumping and export facilities, roughly 660 miles of canals and pipelines, and a complex of regulating reservoirs. Construction was financed largely by \$1.75 billion of general obligation bonds under the Burns-Porter Act. From the outset the legislative intent was that 100 percent of the cost of purchasing SWP water be passed through to purchasers. The State finances, constructs and owns the system; its 29 contractors purchase water through take-or-pay contracts that recover all State costs.

Santa Barbara County and the Formation of CCWA

Santa Barbara County (County) contracted with the State in 1963 for delivery through the Coastal Branch. Phase I, a 15-mile aqueduct in northwestern Kern County, was completed in 1968; Phase II was postponed from 1975 to 1991 under Paragraph 45(e) of the State Contract. County voters defeated a \$102 million revenue bond measure in March 1979 following several wet years. Beginning in 1982 the County executed Water Supply Retention Agreements shifting State payment responsibility from County taxpayers to individual purveyors and their ratepayers. Joint studies commenced in 1983 found 1980 water use exceeding dependable supply by roughly 65,000 acre-feet per year in the County and 70,000 acre-feet per year in San Luis Obispo County, with the shortfall met by groundwater overdraft that risked saltwater intrusion in coastal basins. DWR issued the final Environmental Impact Report for Coastal Branch Phase II in May 1991. On June 4, 1991, during the 1987-1992 drought, elections were held in 14 jurisdictions and voters in eleven approved the bond measures. The Central Coast Water Authority (CCWA) was formed in September 1991 with nine member purveyors to construct, manage and operate the local facilities, assuming all State costs charged to the County under a Transfer of Financial Responsibility Agreement dated November 12, 1991.

The Project

The State began Phase II construction in March 1994 and CCWA began its facilities in July 1994. The State pipeline runs 101 miles from Devils Den to Vandenberg Air Force Base, with three 10,500 horsepower pumping plants lifting water 1,500 feet. CCWA built a 42-mile extension from Vandenberg past Lompoc and through Buellton and Solvang to Lake Cachuma, and the 43 million gallon per day Polonio Pass Water Treatment Plant, which was sited upstream because a single plant offered economies of scale to the 24 Project Participants. Construction finished in summer 1997, deliveries began August 11, 1997, and the CCWA Board of Directors declared the project complete on June 25, 1998. Estimated total cost was \$595 million, comprising \$481 million for Coastal Branch Phase II and \$114 million for CCWA facilities, plus \$27 million CCWA financed for CCWA Participant turnouts and local projects.

Water Supply Reliability

SWP availability varies with hydrology and overall project demand. In June 1993 CCWA retained an additional 3,908 acre-foot drought buffer to firm up the 39,078 acre-feet of entitlement contracted for by CCWA Participants. Surplus supply can be stored in San Luis Reservoir as carry over water for the following year. CCWA can further enhance reliability by transacting term purchases, sales, and exchanges under the Water Transfer Procedures adopted in March 1996 and the State Water Project Water Management Tools Amendment adopted in 2020.

The Future

CCWA Participant demand is no longer the primary variable in reliability. Over the last two decades additional pressures have emerged including hydrologic volatility, aging infrastructure, subsidence and invasive species. The work has shifted from delivering stable entitlement toward actively managing a highly variable annual allocation of that entitlement. Water management program tools largely exist and the drought buffer, the 1996 Water Transfer Procedures, the Water Management Tools Amendment to the State

Water Project Contract and groundwater banking would extend them. What is needed is faster and more flexible use of what CCWA already has, matching CCWA Participant needs with the tool or project that fits its demand profile and long-term projected needs.

Ensuring stable water supply requires reliable treatment and conveyance of that supply. CCWA facilities are roughly thirty years old and will necessarily require more focused attention and investment in maintenance. A facilities condition assessment covering the pipeline, turnouts, tank sites and the Polonio Pass Water Treatment Plant should be undertaken to establish remaining useful life, identify components approaching end of service, and support a defensible replacement and rehabilitation schedule. That assessment is the basis for a maintenance-focused approach that protects the infrastructure participants paid for and avoids the larger costs of deferred renewal. Subsidence-driven capacity loss in the California Aqueduct and the impacts of Golden Mussel infestation also warrant continued engagement on Department of Water Resources operated infrastructure. The strategic planning process underway for 2027 through 2032 is the place to set priorities among these efforts. The infrastructure built in the 1990s remains sound; the work ahead is keeping it that way.

Original document July 1998. Condensed and updated 2026. A detailed history of CCWA can be located on the CCWA website at CCWA.com