

1947



FY 2026-27 (FY27) Preliminary Budget Review



FY27 Budget – Preliminary Review

Expense overall (vs. FY26 Budget):

- Total Exp \$48.81 million
 - Use of Fund Balance \$4.80 million
- Insurances \$1.60 million, *decreased* by \$480,000
- County's Cost Plan \$979,541 *increased* by \$687,358
- Contractors & Consultants \$23.74 million
 - Grants reimbursable \$8.22 million (*increase* of \$5.1 million)
 - Monterey One Water \$8.65 million (*decrease* of \$0.7 million)
- Fund Transfer
 - Fund 111 to Fund 127 \$150,000
 - Fund 130 to Fund 116 \$700,000

FY27 Budget – Preliminary Review

Position Request :

- Total 57 FTE Authorized
- Total Salaries & Benefits \$9.97 million
 - County's labor union negotiation outcomes
 - **Increase** of \$1.34 million from FY26 Budget
 - PERS, UAL & Health Insurance **increased** by \$.91 million
- 1 FTE deleted Associate WR Engineer
- 12 FTE unfunded
- 45 Positions Funded
 - 7 Positions currently vacant to fill
 - Add CSIP Program Manager
- Focus in FY27
 - Current staffing for ongoing operations & maintenance activities
 - Primarily grant funded projects
 - Maximize grants to fund staff

5 Year Expense History

Expense & Revenue Category	2023 Actual	2024 Actual	2025 Actual	2026 Amended	2027 Request
Expenses	34,125,611	40,764,221	34,668,974	43,605,540	48,805,480
Revenue	37,469,653	36,522,351	37,161,181	39,437,279	43,992,545
Employee Cost - Salaries and Benefits	6,209,859	6,213,703	6,772,083	8,591,986	9,970,984
GL & Pollution Insurances	939,570	1,346,512	1,641,786	2,091,787	1,597,773
Service Charges - County Departments	1,037,875	2,384,285	1,074,318	955,040	1,650,168
Contractors/Consultants	3,954,916	4,489,032	2,170,868	5,143,958	6,868,269
Contractors/Consultants - Grant	1,183,350	2,461,651	3,124,945	6,150,000	8,223,583
Monterey One Water Contract	8,019,596	9,557,314	9,163,033	9,357,370	8,653,349
Equipments & Vehicles	1,117,613	1,055,061	1,028,823	1,041,504	1,360,514
Services & Supplies - External	3,401,330	3,856,243	2,137,146	1,744,464	1,823,649
Fund Transfer Out	636,162	1,836,069	-	700,000	850,000
Debt Payments (SVWP, CSIP, SVRP)	4,308,952	4,271,886	4,264,033	4,419,714	4,395,978
Debt Service Funds	3,316,393	3,292,467	3,291,939	3,409,714	3,411,213
TOTAL EXPENDITURES:	34,125,616	40,764,223	34,668,974	43,605,537	48,805,480



FY27 Budget – Preliminary Review

Revenue Summary :

- Total Revenue \$43.99 million
- COLA Increase by CPI
 - Flood Assessments & Special Assessments & Grazing Lease
 - Using CPI 2.5% as a place holder (Actual CPI on March 11, 2026)
- Program Revenue: no rate change in FY26
 - Boat Dock & Groundwater Monitoring Program
- Expense Reimbursements
 - SLO County : \$620,000 San Antonio O&M activities
 - Public Works Department : \$275,000 (50% Fund 27 Tidegate construction)
 - Grants
- Other Revenue
 - Hydro-Electric Revenue & Ad Valorem Taxes
 - CSIP Funding agreements
 - Water Delivery Charge \$100.24 (**increase** of \$15/af)
 - Recycle Water Service Charges \$113.57 (**increase** of \$25/af)

5 Year Revenue History

Expense & Revenue Category	2023 Actual	2024 Actual	2025 Actual	2026 Amended	2027 Request
Expenses	34,125,611	40,764,221	34,668,974	43,605,540	48,805,480
Revenue	37,469,653	36,522,351	37,161,181	39,437,279	43,992,545
Ad Valorem Taxes	3,360,656	3,516,520	3,674,910	3,558,674	3,748,859
Special Assessments	16,338,356	16,992,670	17,363,699	17,782,840	17,927,080
Water Delivery & Service Charges	1,294,432	2,449,764	2,367,659	3,302,362	4,062,362
Program Revenue - (GMP, BDA, LU)	653,715	996,967	920,344	810,998	1,545,808
Hydroelectric Revenue	634,394	1,345,925	1,446,889	1,100,000	1,302,200
GRANTS - Local, State and Federal	2,158,290	4,710,087	5,474,232	6,360,441	8,805,425
SLO County Reimbursement	582,468	614,071	786,699	750,000	620,000
Interests and Other Income	544,790	680,730	987,482	1,662,250	1,444,598
Agency & County Interfund Transfers	8,586,162	1,923,148	850,000	700,000	1,125,000
Debt TRANSFERS (CSIP & SVWP)	3,316,392	3,292,467	3,289,268	3,409,714	3,411,213
TOTAL REVENUES	37,469,655	36,522,349	37,161,182	39,437,279	43,992,545
Beginning Fund Balance	21,931,812	25,163,601	20,816,727	23,308,935	20,143,786
Use of Fund Balance (Draw)	3,231,789	(4,346,874)	2,492,208	(4,168,258)	(4,812,935)
Estimate Ending Fund Balance *^~	25,163,601	20,816,727	23,308,935	19,140,677	15,330,851





FY 2026-27 (FY27) Preliminary Budget Review

Fund 131, 132 & 134



FY27 Budget – Preliminary Review

FUND 131 CSIP	2023 Actual	2024 Actual	2025 Actual	2026 Adopted	2027 Request
Expenses	5,294,474	6,156,191	5,712,914	6,664,213	7,725,729
Revenue	4,599,977	5,347,672	4,983,270	6,423,278	7,553,731
Employee Cost - Salaries and Benefits	261,926	331,759	492,789	647,636	847,052
GL & Pollution Insurances	180,079	232,116	287,024	336,988	296,441
Services - County Departments	51,410	116,310	51,630	55,598	114,772
Contractors/Consultants	296,396	349,958	386,000	926,498	2,046,000
Contractors/Consultants - Grant	-	20,339	33,141	950,000	900,000
Monterey One Water Contract	2,428,644	3,378,805	2,780,599	2,014,132	1,810,617
Equipments & Vehicles	12,503	64,397	28,725	39,367	12,500
Services & Supplies - External	505,462	125,378	117,280	43,994	48,347
Debt Payments (SVWP, CSIP, SVRP)	1,558,054	1,537,129	1,535,726	1,650,000	1,650,000
TOTAL EXPENDITURES:	5,294,474	6,156,191	5,712,914	6,664,213	7,725,729
Ad Valorem Taxes	-	-	-	-	-
Special Assessments	4,400,533	4,576,175	4,634,444	4,812,525	4,829,778
Water Delivery & Service Charges	124,454	703,951	254,713	594,891	879,891
GRANTS - Local, State and Federal	-	-	-	950,000	900,000
Interests and Other Income	74,990	67,546	94,113	65,862	944,062
Agency & County Interfund Transfers	-	-	-	-	-
TOTAL REVENUES	4,599,977	5,347,672	4,983,270	6,423,278	7,553,731
Beginning Fund Balance	3,945,232	3,247,842	2,439,324	1,709,680	1,468,745
Use of Fund Balance (Draw)	(697,390)	(808,518)	(729,644)	(240,935)	(171,998)
Estimate Ending Fund Balance *^~	3,247,842	2,439,324	1,709,680	1,468,745	1,296,747



FY27 Budget – Preliminary Review

Requests:	Revenue	Amount
Monterey One Water	FB	1,810,617
CSIP Condition Assessment- Phase IIB	FB	200,000
RW permit compliance	FB	75,000
T22 Eng Report & Permit Migration Project	FB	120,000
Above-ground equipment locating project & repairs	FB	75,000
ARV Replacement Plan (10-20 units)	FB	50,000
CSIP Pond Agitators (1/3)	FB	50,000
Electrical Equip Cabinet Hazard Replacement (Well Sites)	FB	40,000
Isolation Valve Repairs, miscellaneous equipment	FB	75,000
Operations Review & Revisions/ 30yr update	FB	50,000
Flowmeter Recalibration Project	FB	50,000
In-field equipment Corrosion Correction	FB	50,000
Well Maintenance, Planning, Repairs	FB	200,000
Cathodic Protection (Anode Well, rectifier repairs)	FB	100,000
CMMS Development	FB	-
Electrical Upgrades Replacement (Lapis VFDs)	FB	-
Well replacement 11B02 - grant share	GRANT	900,000
Well replacement 11B02 - FA	LO_FA	300,000
Supplemental Well Replacement Connection	LO_FA	600,000



FY27 Budget – Preliminary Review

FUND 132 SVRP	2023 Actual	2024 Actual	2025 Actual	2026 Adopted	2027 Request
Expenses	4,355,202	6,092,631	6,141,320	6,891,960	6,348,903
Revenue	4,653,865	6,105,677	5,889,983	6,161,150	6,165,240
Employee Cost - Salaries and Benefits	-	-	-	-	-
GL & Pollution Insurances	-	51,973	62,716	153,518	89,192
Services - County Departments	9,410	2,917	5,641	15,000	6,989
Contractors/Consultants	-	29,170	1,188	-	50,000
Monterey One Water Contract	3,353,232	5,029,048	5,096,293	5,713,442	5,217,307
Services & Supplies - External	-	104	717	-	650
Debt Payments (SVWP, CSIP, SVRP)	992,560	979,419	974,765	1,010,000	984,765
TOTAL EXPENDITURES:	4,355,202	6,092,631	6,141,320	6,891,960	6,348,903
Special Assessments	4,609,752	4,832,043	4,933,838	5,081,608	5,090,373
Water Delivery & Service Charges	-	-	581,051	1,024,670	1,024,670
GRANTS - Local, State and Federal	-	1,222,445	310,000	-	-
Interests and Other Income	44,113	51,189	65,094	54,872	50,197
Debt TRANSFERS (CSIP & SVWP)	-	-	-	-	-
TOTAL REVENUES	4,653,865	6,105,677	5,889,983	6,161,150	6,165,240
Beginning Fund Balance	2,343,677	2,642,341	2,655,386	2,404,049	1,673,239
Use of Fund Balance (Draw)	298,664	13,045	(251,337)	(730,810)	(183,663)
Estimate Ending Fund Balance *^~	2,642,341	2,655,386	2,404,049	1,673,239	1,489,576



FY27 Budget – Preliminary Review

Requests:	Category	Revenue	Amount
Monterey One Water		FB	4,917,307
Monterey One Water Capital outlay		FB	300,000
Monterey One Water CIP -21 kV Switchgear		FB	-
Operations Review & Revisions/ 30yr update		FB	-
CSIP Pond Agitators (1/3)		FB	50,000



FY27 Budget – Preliminary Review

FUND 134 SRDF	2023 Actual	2024 Actual	2025 Actual	2026 Adopted	2027 Request
Expenses	3,265,303	3,028,072	3,153,507	3,233,463	2,928,547
Revenue	2,167,281	2,290,472	2,650,193	2,432,777	2,591,356
Employee Cost - Salaries and Benefits	291,857	346,566	393,822	457,683	489,813
GL & Pollution Insurances	35,387	175,538	63,583	80,043	66,448
Services - County Departments	58,452	158,472	67,601	53,916	73,639
Contractors/Consultants	775	242,498	10,606	380,736	263,511
Contractors/Consultants - Grant	594,833	777,916	978,277	540,000	350,000
Monterey One Water Contract	2,237,720	1,149,461	1,286,141	1,629,796	1,625,425
Equipments & Vehicles	23,112	22,808	111,611	34,064	20,750
Services & Supplies - External	23,167	154,813	241,866	57,225	38,961
TOTAL EXPENDITURES:	3,265,303	3,028,072	3,153,507	3,233,463	2,928,547
Special Assessments	-	-	-	-	-
Water Delivery & Service Charges	1,169,978	1,745,813	1,531,895	1,682,801	2,157,801
GRANTS - Local, State and Federal	923,906	484,991	1,045,151	631,538	392,585
Interests and Other Income	73,397	59,668	73,147	118,438	40,970
TOTAL REVENUEs	2,167,281	2,290,472	2,650,193	2,432,777	2,591,356
Beginning Fund Balance	4,513,943	3,407,279	2,669,679	2,166,365	1,365,679
Use of Fund Balance (Draw)	(1,106,664)	(737,600)	(503,314)	(800,686)	(337,191)
Estimate Ending Fund Balance *^~	3,407,279	2,669,679	2,166,365	1,365,679	1,028,488



FY27 Budget – Preliminary Review

Requests:	Revenue	Amount
Monterey One Water	FB	1,382,686
Monterey One Water Capital outlay	FB	61,250
4 new backwash valves	FB	-
5 backwash drain valve	FB	-
Backwash pump 1	FB	-
Settlement survey	FB	-
Filtration Improvement Project cont.	FB	125,000
New filter bodies, lid and elbow SS	FB	-
CABM Scour Repair Engineering and Design	FB	125,000
CSIP Pond Agitators (1/3)	FB	50,000
Operations Review & Revisions/ 30yr update	FB	50,000
SRDF Wetwell cleanout, Weir torquing	FB	75,000
6th filter equipment	FB	-
Cover building & gantry crane	FB	-
Air compressor replacement 1	FB	20,000
VFD Motor control retrofit design/install	FB	-
SRDF Flowmeter retrofit & install	FB	-
GRANT	Revenue	Amount
MAGGIORA BROTHERS DRILLING INC	WD	100,000
PACIFIC COAST WELL DRILLING	WD	250,000



MCWRA Ordinance : Water Delivery Charge

- Ordinance 3789 – Water Delivery Charge
 - Adopt a new rate each fiscal year (July 1 thru June 30)
 - Requires a Public Hearing by the MCWRA Board of Directors prior to recommendations to the Board of Supervisors

–

D. Proposal by General Manager; recommendation by Board of Directors. Prior to the fiscal year for which charges are to be adopted, the General Manager of the Agency shall submit in writing to the agency Board of Directors the proposed amount of the water delivery charges, together with such documentation and justification as may be appropriate. At least one week before the Board of Directors' meeting at which the charges will be considered, the General Manager shall publish a notice of the public hearing, including the proposed amount of the water delivery charges. Following the public hearing the Board of Directors shall make recommendations to the Board of Supervisors concerning the adoption of water delivery charges.

MCWRA Ordinance : Water Service Charge

- Resolution 10-188 – Water Service Charge
 - Established in Zone 2B to cover O&M costs of SRDF per Engineers report and Prop 218 process
 - Subjective to an annual CPI for the first five years and “thereafter based by an evaluation by the Agency

Resolution No: 10 – 188

A Resolution of the Board of Supervisors of the Monterey)
County Water Resources Agency for levying water Services)
charges in Zone 2B for Fiscal Year 2010-2011 to cover the)
operations and maintenance costs for the Salinas River)
Diversion Facility per Board approval of Engineers report and)
Proposition 218 protest hearing.)

WHEREAS, On January 29, 2008, the Board of Supervisors approved the enactment of a water service charge of \$66.23/AF for the operations and maintenance of the Salinas River Diversion Facility with the charge to be increased annually for inflation based on the Consumer Price Index for the first five years, and thereafter based on an evaluation by the Monterey County Water Resources Agency, and

FY27 Rates : Recommended Water Delivery Fee & Service Charge

WATER DELIVERY & SERVICE CHARGES		
Fiscal Year	2025-2026	2026-2027
Water Delivery Charge	\$85.24	\$100.24
Water Service Charge	\$88.57	\$113.57
Total:	\$173.81	\$213.81



FY27 Fund Balance Estimates

MCWRA FY26 Unassigned Fund Balance Summary

Fund	Fund Name	Zone	FY25 Estimated Use	FY26 Budgeted Use	FY27 Estimated Beginning Balance	FY27 Budgeted Expense	FY27 Budgeted Revenue	FY27 Budgeted Use	FY27 Estimate Ending Balance
111	Administration Fund		598,662	(145,809)	5,130,083	7,872,119	5,871,248	(2,000,871)	3,129,212
112	Pajaro Levee - Zones*	1/1A	426,443	(204,496)	1,391,827	740,874	620,174	(120,700)	1,271,127
116	Dam Operations	2C	1,660,288	(626,591)	2,734,104	14,659,271	13,881,763	(777,508)	1,956,596
121	Soledad Storm Drain	8	69,802	2,802	376,312	58,031	102,744	44,713	421,025
122	Reclamation Ditch	9	179,210	(333,348)	1,246,400	2,348,010	1,838,741	(509,269)	737,131
124	San Lorenzo Creek	12	10,095	(6,133)	40,560	37,196	39,699	2,503	43,063
127	Moro Cojo Slough	17	(49,900)	(321,329)	301,127	731,708	536,188	(195,520)	105,607
130	Hydro-Electric Ops		676,354	(644,361)	2,109,875	1,734,875	1,365,496	(369,379)	1,740,496
131	CSIP Operations	2B/Y	(729,644)	(240,935)	1,468,745	7,725,729	7,553,731	(171,998)	1,296,747
132	SVRP Operations	2B/Z	(251,337)	(730,810)	1,673,239	6,348,903	6,165,240	(183,663)	1,489,576
134	SRDF Operations		(503,314)	(800,686)	1,365,679	2,928,547	2,591,356	(337,191)	1,028,488
303	CSIP Debt Service		-	-	770,672	1,650,000	1,650,000	-	770,672
313	SVWP Debt Service		15	-	1,036,760	1,761,213	1,761,213	-	1,036,760
426	Interlake Tunnel		405,534	(116,562)	498,403	209,004	14,952	(194,052)	304,351
Total:			2,492,208	(4,168,258)	20,143,786	48,805,480	43,992,545	(4,812,935)	15,330,851



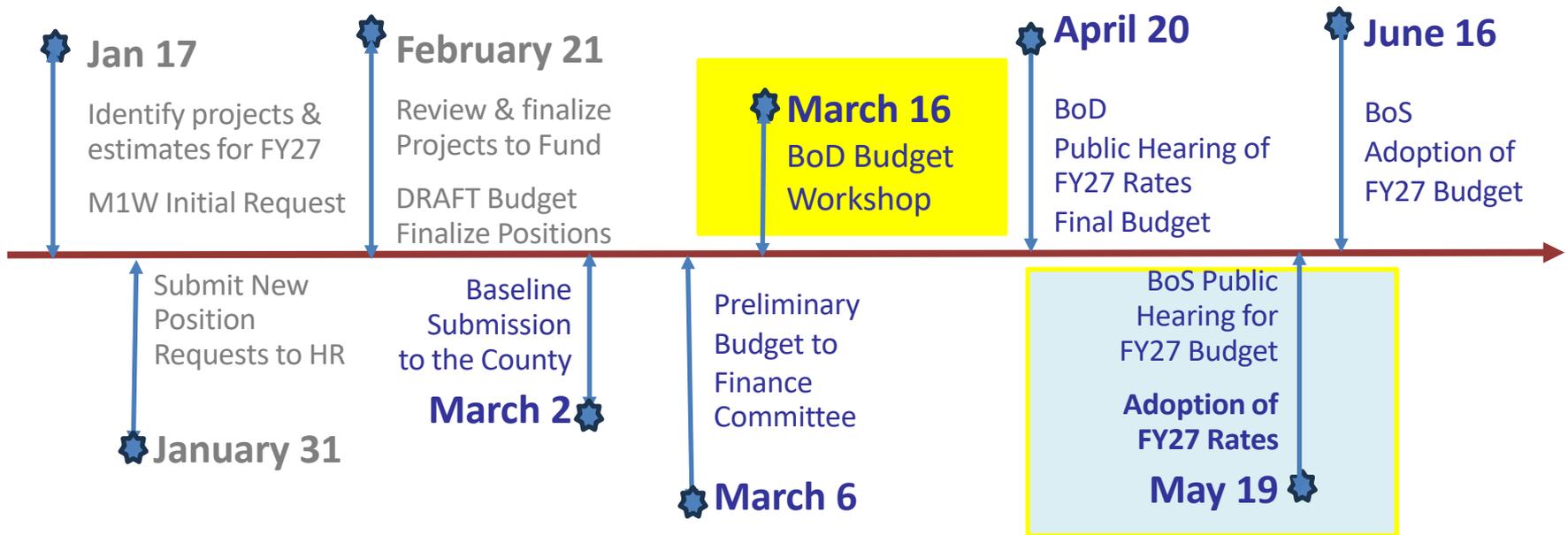
Assigned Fund Balances

MCWRA Assigned Fund Balance Summary						
Fund	Fund Name	BSA	Description	FY25 Estimated Ending Balance	Change in FY26	FY26 Estimated Ending Balance
111	Administration Fund	3066	Canyon Del Rey Improvement	12,200	0	12,200
116	Dam Operations	3115	Cloud Seeding Reserve	125,000	0	125,000
116	Dam Operations	3123	Capital Project	840,000	0	840,000
122	Reclamation Ditch	3115	Markeley Swamp Reserve	245,158	0	245,158
131	CSIP Operations	2569	USBR Loan Reserve	254,187	0	254,187



FY26-27 Budget Schedules

(Dates Tentative)



MCWRA: CSIP Grower's Workshop
March 2026



