

County of Monterey

Government Center - Board Chambers
168 W. Alisal St., 1st Floor
Salinas, CA 93901



Meeting Agenda - Final

Tuesday, June 16, 2026

10:30 AM

Join via Zoom at <https://montereycty.zoom.us/j/224397747> or in person at the address listed above

Board of Supervisors of the Monterey County Water Resources Agency

Chair Supervisor Wendy Root Askew - District 4

Vice Chair Supervisor Kate Daniels - District 5

Supervisor Luis A. Alejo - District 1

Supervisor Glenn Church - District 2

Supervisor Chris Lopez - District 3

For information on The Ralph M. Brown Act: Open Meetings please click on the link below:

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Participation in meetings

While the Board chambers remain open, members of the public may participate in Board meetings in 2 ways:

- 1. You may attend the meeting in person; or,**
- 2. You may observe the live stream of the Board of Supervisors meetings at <https://monterey.legistar.com/Calendar.aspx>, <http://www.mgtvonline.com/>, www.youtube.com/c/MontereyCountyTV or <https://www.facebook.com/MontereyCoInfo/>**

If you choose not to attend the Board of Supervisors meeting but desire to make general public comment, or comment on a specific item on the agenda, you may do so in 2 ways:

a. submit your comment via email by 5:00 p.m. on the Monday prior to the Board meeting. Please submit your comment to the Clerk of the Board at cob@co.monterey.ca.us. In an effort to assist the Clerk in identifying the agenda item relating to your public comment please indicate in the Subject Line, the meeting body (i.e. Board of Supervisors Agenda) and item number (i.e. Item No. 10). Your comment will be placed into the record at the Board meeting.

b. you may participate through ZOOM. For ZOOM participation please join by computer audio at: <https://montereycty.zoom.us/j/224397747>

OR to participate by phone call any of these numbers below:

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Enter this Meeting ID number: 224397747 when prompted. Please note there is no Participant Code, you will just hit # again after the recording prompts you.

You will be placed in the meeting as an attendee; when you are ready to make a public comment if joined by computer audio please Raise your Hand; and by phone please push *9 on your keypad.

PLEASE NOTE: IF ALL BOARD MEMBERS ARE PRESENT IN PERSON, PUBLIC PARTICIPATION BY ZOOM IS FOR CONVENIENCE ONLY AND IS NOT REQUIRED BY LAW. IF THE ZOOM FEED IS LOST FOR ANY REASON, THE MEETING MAY BE PAUSED WHILE A FIX IS ATTEMPTED BUT THE MEETING MAY CONTINUE AT THE DISCRETION OF THE CHAIRPERSON.

Participación en reuniones

Mientras las cámaras de la Junta permanezcan abiertas, los miembros del público pueden participar en las reuniones de la Junta de 2 maneras:

1. Podrá asistir personalmente a la reunión; o,
2. Puede observar la transmisión en vivo de las reuniones de la Junta de Supervisores en <https://monterey.legistar.com/Calendar.aspx>, <http://www.mgtvonline.com/>, www.youtube.com/c/MontereyCountyTV o <https://www.facebook.com/MontereyCoInfo/>

Si elige no asistir a la reunión de la Junta de Supervisores pero desea hacer comentarios del público en general o comentar un tema específico de la agenda, puede hacerlo de 2 maneras:

a. envíe su comentario por correo electrónico antes de las 5:00 p.m. el lunes anterior a la reunión de la Junta. Envíe su comentario al Secretario de la Junta a cob@co.monterey.ca.us. En un esfuerzo por ayudar al secretario a identificar el tema de la agenda relacionado con su comentario público, indique en la línea de asunto el cuerpo de la reunión (es decir, la agenda de la Junta de Supervisores) y el número de artículo (es decir, el artículo n.º 10). Su comentario se colocará en el registro en la reunión de la Junta.

b. puedes participar a través de ZOOM. Para participar en ZOOM, únase por audio de computadora en: <https://montereycty.zoom.us/j/224397747>

O para participar por teléfono llame a cualquiera de estos números a continuación:

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- +1 929 205 6099 EE. UU. (Nueva York)
- +1 253 215 8782 EE. UU.
- +1 301 715 8592 EE. UU.

Ingrese este número de ID de reunión: 224397747 cuando se le solicite. Tenga en cuenta que no hay un código de participante, simplemente presione # nuevamente después de que la grabación lo solicite.

Se le colocará en la reunión como asistente; cuando esté listo para hacer un comentario público si se une al audio de la computadora, levante la mano; y por teléfono, presione *9 en su teclado.

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NOTE: All agenda titles related to numbered agenda items are live web links. Click on the title to be directed to the corresponding Board Report.

PUBLIC COMMENTS: Members of the public may address comments to the Board concerning each agenda item. The timing of public comment shall be at the discretion of the Chair.

10:30 A.M. - Call to Order

Roll Call

Additions and Corrections by Clerk

The Clerk of the Board will announce agenda corrections and proposed additions, which may be acted on by the Board as provided in Sections 54954.2 of the California Government Code.

General Public Comments

This portion of the meeting is reserved for persons to address the Board on any matter not on this agenda but under the jurisdiction of the Board of Supervisors. Board members may respond briefly to the statement made or questions posed. They may ask a question for clarification; make a referral to staff for factual information or request staff to report back to the Board at a future meeting.

Consent Calendar

1. Adopt a resolution approving the Monterey County Water Resources Agency's Fiscal Year Fiscal Year 2026-27 Recommended Budget.

Attachments: [Board Report](#)
 [Resolution FY27 Budget Adoption](#)
 [WRA FY2026-27 Recommended Budget Book](#)

Adjournment



County of Monterey

Item No.1

Board Report

Board of Supervisors
Chambers
168 W. Alisal St., 1st Floor
Salinas, CA 93901

Legistar File Number: WRAG 26-194

June 16, 2026

Introduced: 6/3/2026

Current Status: Agenda Ready

Version: 1

Matter Type: WR General Agenda

Adopt a resolution approving the Monterey County Water Resources Agency's Fiscal Year Fiscal Year 2026-27 Recommended Budget.

RECOMMENDATION:

It is recommended that the Monterey County Water Resources Agency Board of Supervisors:

Adopt a resolution approving the Monterey County Water Resources Agency's Fiscal Year Fiscal Year 2026-27 Recommended Budget.

SUMMARY/DISCUSSION:

The Fiscal Year 2026-27 (FY27) Recommended Budget (Budget) for the Monterey County Water Resources Agency (Agency) totals \$48,686,681 in expenses and \$43,352,545 in revenue, reflecting a 12 percent increase in expenses and a 10 percent in revenue from the prior year. FY27 expenditure exceeds anticipated revenue by \$5,334,136. The deficit will be funded through use of available fund balances.

The Budget funds 45 of the Agency's 57 authorized positions and includes \$10.0 million for salaries and benefits. Cost of consultant and contractor services rises to \$23.4 million, while insurance costs decrease to \$1.6 million. Debt service and related transfers total \$7.8 million.

On the revenue side, the Budget includes \$17.9 million in assessments, \$3.7 million in Ad Valorem taxes, \$4.1 million from Water Delivery charge and Service charges, \$1.5 million from program revenue, and \$8.8 million in grants. Despite these increases, expenditure exceeds revenues by \$5.3 million, which will require use of fund balances.

The total revenue estimates reflect a 2.5% cost-of-living adjustment (COLA) increase to FY27's assessment charges, Water Delivery Charge of \$100.24 per acre foot water delivered and Water Service Charge of \$113.57 per acre foot water delivered. FY27's assessment charges and Water Delivery Fee were approved and adopted by the Agency's Board of Supervisors at the May 19th 2026 meeting.

OTHER AGENCY INVOLVEMENT:

Staff worked with Monterey One Water for Fund 131 CSIP Operations, Fund 132 SVRP Operations, and Fund 134 SRDF Operations.

The Monterey County Water Resources Agency Board of Directors reviewed the Budget at the budget workshop on March 16, 2026 and recommended approval of the FY26 Recommended Budget at its April 20, 2026 meeting. No change has been made to the Recommended Budget since the budget hearing at the May 19th 2026 meeting.

FINANCING:

Expense of FY27 Budget exceeds its revenue by \$5,334,136. The deficit will be funded through use of available fund balances. The Agency FY27 Recommended Budget represents a statutorily balanced budget and meets all requirements for adoption.

Prepared by: Nan Kyung Kim, Finance Manager III, (831) 755-4860

Approved by: _____
Ara Azhderian, General Manager, (831) 755-4860

Attachments:

1. Resolution
2. MCWRA FY2026-27 Recommended Budget Book



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Approved by: _____
Ara Azhderian, General Manager, (831) 755-4860

Attachments:

1. Resolution
2. MCWRA FY2026-27 Recommended Budget Book

**MONTEREY COUNTY WATER RESOURCES AGENCY
BOARD OF SUPERVISORS**

Resolution No. 26-_____

Resolution of the Board of Supervisors of the Monterey County Water Resources Agency to:

Approve and adopt the Monterey County Water Resources Agency's Fiscal Year 2026-27 Recommended Budget.

WHEREAS, California Government Code sections 29088-29092 provide that the Board of Supervisors of each county shall adopt, by resolution, the budget; and

WHEREAS, after giving due notice as required by law, the Monterey County Water Resources Agency Board of Supervisors has held public hearings for the purpose of developing the Adopted Budget for the Monterey County Water Resources Agency for Fiscal Year 2026-27 (FY27); and

WHEREAS, at said public hearing held on May 19, 2026, the Monterey County Water Resources Agency Board of Supervisors heard all requests for the increase, decrease, or other alteration of the FY27 Recommended Budget as presented and in consideration thereof has decided upon all revisions of said Recommended Budget (Budget) which deems advisable; and

WHEREAS, the FY27 Budget authorizes a transfer of \$700,000 from Fund 1508 Hydro-Electric Plant Operation (1508-WRA107-930008 in Oracle Fusion ERP; 130-9300-WRA022-8490 in CGI) to Fund 1503 Dam Operations (1503-WRA102-930003; 116-9300-WRA006-8485) to cover regulatory costs; and

WHEREAS, the FY27 Budget authorizes a transfer of \$200,000 from Fund 1508 Hydro-Electric Plant Operation (1508-WRA107-930008 in Oracle Fusion ERP; 130-9300-WRA022-8490 in CGI) to Fund 1509 CSI Operations (1509-WRA108-930009; 131-9300-WRA020-8491) to finance a supplemental well construction; and

WHEREAS, the FY27 Budget authorizes a transfer of \$150,000 from Fund 1501 Agency Administration Countywide Services (1501-WRA930001; 111-9300-WRA001-8267) to Fund 1507 Moro Cojo Slough (1507-WRA106-930007; 127-9300-WRA106-8489) to cover funding gaps; and

WHEREAS, the record of such decisions is in final form in the possession of, and will be published by the Monterey County Auditor-Controller; and

WHEREAS, the minimum requirements as set forth in Section 29089 of the Government Code of the State of California have been met in the budget document; and

WHEREAS, Section 29090 of the Government Code of the State of California permits the adoption of the budget by reference to the financing uses in the budget as finally determined.

NOW, THEREFORE, BE IT RESOLVED that: the Monterey County Water Resources Agency Board of Supervisors hereby adopts by reference the Fiscal Year 2026-27 Recommended Budget as received and approved during the aforementioned public hearing and as officially submitted by the General Manager of the Agency to the Auditor-Controller, with said revised budget for the County of Monterey as the Adopted Budget for the 2026-27 Fiscal Year for the Monterey County Water Resources Agency.

PASSED AND ADOPTED upon motion of Supervisor _____,
seconded by Supervisor _____, and carried this _____ day of _____,
2026, by the following vote, to wit:

AYES:

NOES:

ABSENT:

I, Valerie Ralph Clerk of the Board of Supervisors of the County of Monterey, State of California, hereby certify that the foregoing is a true copy of an original order of said Board of Supervisors duly made and entered in the minutes thereof of Minute Book ___ for the meeting on _____.

Dated:

Valerie Ralph, Clerk of the Board of Supervisors
County of Monterey, State of California

By _____
Deputy

MONTEREY COUNTY WATER RESOURCES AGENCY

FISCAL YEAR 2026-27 RECOMMENDED BUDGET



Monterey County Water Resources Agency

BACKGROUND

The Monterey County Water Resources Agency (Agency) is a special district that provides services related to the control of flood and storm waters in Monterey County, conservation, protection of water quality, reclamation of water, and the exchange of water. The Agency's mission is to manage water resources sustainably while minimizing impacts from flooding for present and future generations.

The Agency was established in 1947 as the Monterey County Flood Control and Water Conservation District (MCFCWCD) and organized as a division of the Public Works Department of the County of Monterey through the Monterey County Flood Control and Water Conservation District Act (Chapter 669 of the Statutes of 1947). In 1991 Monterey County Flood Control and Water Conservation District was transformed into Monterey County Water Resources Agency via the Monterey County Water Resources Agency Act (Agency Act), California Water Code, Appendix 52.

PRESENT

The Agency has a nine-member Board of Directors. The board is made up of members appointed by the Monterey County Farm Bureau, Monterey Grower-Shipper Association, the County Agricultural Advisory Committee, five members appointed by the County Board of Supervisors (one from each district), and a member appointed by the Mayor Select Committee. The board is under the governance of the Monterey County Water Resources Agency Board of Supervisors.

Agency Board of Directors:

Matthew Simis, Chair, by Grower-Shipper Association
Jason Smith, Vice Chair by Monterey County Farm Bureau
Mark Gonzalez, District 1, by Supervisor Luis Alejo
Mike Scattini, District 2, by Supervisor Glenn Church
John Conatser, District 3, by Supervisor Chris Lopez
Deidre Sullivan, District 4, by Supervisor Wendy Root-Askew
Ken Ekelund, District 5, by Supervisor Kate Daniels
John Baillie, by Agricultural Advisory Committee
Mike LeBarre by Selection Committee

The Fiscal Year 2026-27 Recommended Budget aligns with the Agency's 2020 Strategic Plan Goal C: Financial Stability to ensure long term financial stability with sufficient funding to pay for Agency obligations and align expenditures with revenues.

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MCWRA ACCOUNTING REORGANIZATION IN ORACLE ERP

The County of Monterey plans to replace the current Enterprise Resource Planning system (ERP) from CGI Advantage to Oracle ERP. Its Enterprise Performance Manage (EPM) phase went live in December 2024 and the County utilized Oracle EPM to develop the FY2025-2026 & FY2026-2027 Budgets. The ERP project team plans to have ERP Financial system go live in July 2026 & Human Capital Management (HCM) phase to go live in January 2027.

WRA's Fund and entity numbers will change to the following in Oracle ERP:

SPECIAL ASSESSMENT FUNDS:

Fund 1503 – Salinas Valley Water Projects Dam Operations (Zone 2C)

Fund 1509 - Castroville Seawater Intrusion Project (CSIP) Operations (Zone 2B & 2Y)

Fund 1510 - Salinas Valley Reclamation Project (SVRP) Operations (Zone 2B & 2Z)

Fund 1511 - Salinas River Diversion Facility (SRDF) Operations (Zone 2B)

FLOOD ASSESSMENT FUNDS:

Fund 1502 - Pajaro Levee (Zone 1 & 1A)

Fund 1504 - Soledad Storm Drain (Zone 8)

Fund 1505 - Reclamation Ditch (Zone 9)

Fund 1506 - San Lorenzo Creek (Zone 12)

Fund 1507 - Moro Cojo Slough (Zone 17)

DEBT SERVICE FUNDS:

Fund 1810 - CSIP Debt Service Fund

Fund 1835 - Monterey County Financing Authority

OTHER FUNDS:

Fund 1501 - Water Resources Agency Administration

Fund 1508 - Hydro-Electric Operations

Fund 1950 - Interlake Tunnel Project

WRA Accounting Structure Crosswalk between CGI Advantage & Oracle ERP

| Description & Name | CGI – Advantage ERP | | | Oracle - ERP | | |
|-------------------------------------|---------------------|-----------|------|--------------|-----------|------------|
| | Fund | Appr Unit | Unit | Fund | Appr Unit | Department |
| Water Resources Administration | 111 | WRA001 | 8267 | 1501 | WRA100 | 930001 |
| Pajaro Levee | 112 | WRA002 | 8484 | 1502 | WRA101 | 930002 |
| Dam Operations | 116 | WRA006 | 8485 | 1503 | WRA102 | 930003 |
| Soledad Storm Drain | 121 | WRA011 | 8486 | 1504 | WRA103 | 930004 |
| Reclamation Ditch | 122 | WRA012 | 8487 | 1505 | WRA104 | 930005 |
| San Lorenzo Creek | 124 | WRA014 | 8488 | 1506 | WRA105 | 930006 |
| Moro Cojo Slough | 127 | WRA017 | 8489 | 1507 | WRA106 | 930007 |
| Hydro-Electric Plant Operations | 130 | WRA022 | 8490 | 1508 | WRA107 | 930008 |
| CSIP Operations | 131 | WRA020 | 8491 | 1509 | WRA108 | 930009 |
| SVRP Operations | 132 | WRA021 | 8492 | 1510 | WRA109 | 930010 |
| SRDF Operations | 134 | WRA028 | 8493 | 1511 | WRA110 | 930011 |
| Interlake Tunnel Project | 426 | WRA036 | 8495 | 1950 | WRA111 | 930013 |
| Monterey County Financing Authority | 313 | WRA026 | 8494 | 1835 | WRA112 | 930014 |
| CSIP Debt Service Administration | 303 | WRA025 | 8267 | 1810 | WRA113 | 930015 |

SUMMARY OF RECOMMENDATIONS

SUMMARY:

The Fiscal Year 2026–27 (FY27) Recommended Budget (Budget) for the Monterey County Water Resources Agency (Agency) totals \$48,686,681 in expenses and \$43,352,545 in revenue, reflecting a 12 percent increase in expenses and a 10 percent in revenue from the prior year. FY27 expenditure exceeds anticipated revenue by \$5,334,136. The deficit will be funded through use of available fund balances.

The Budget funds 45 of the Agency’s 57 authorized positions and includes \$10.0 million for salaries and benefits. Cost of consultant and contractor services rises to \$23.4 million, while insurance costs decrease to \$1.6 million. Debt service and related transfers total \$7.8 million.

On the revenue side, the Budget includes \$17.9 million in assessments, \$3.7 million in Ad Valorem taxes, \$4.1 million from Water Delivery charge and Service charges, \$1.5 million from program revenue, and \$8.8 million in grants. Despite these increases, expenditure exceeds revenues by \$5.3 million, which will require use of fund balances.

EXPENSE:

Agency’s FY27 Budget totals \$48.7 million in expense and \$43.4 million in revenue, with 45 full-time equivalent (FTE) positions funded out of 57 authorized across all 14 Agency Funds. The Recommended Budget reflects an approximate 12 percent increase in expenditure and a 10 percent increase in revenues compared to the amended Fiscal Year 2025-26 (FY26) Budget.

For FY27, salaries and benefits total \$10.0 million, a 16 percent increase from \$8.6 million in FY26 and representing 21 percent of the Agency’s total expenditure. The Agency remains authorized for 57 FTEs, although the Budget funds 45 positions and leaves 12 unfunded. A Program Manager II position is created to oversee the Recycled Water Projects, and one Associate Water Resources Engineer position is eliminated.

Consultant and contractor services total \$23.4 million in FY27, which is an increase of about \$2.7 million from FY26. The Monterey One Water contract decreases to \$8.5 million, while grant-funded consultant services rise to \$8.2 million, and other contracted services increases to \$6.7 million.

Insurance costs for general liability and pollution coverage decrease to \$1.6 million, reflecting a 24 percent reduction from FY26. County Cost Plan charges increased significantly from \$0.3 million in FY26 to \$1.0 million in FY27, consistent with the charge methodology that relies on actuals from two fiscal years prior.

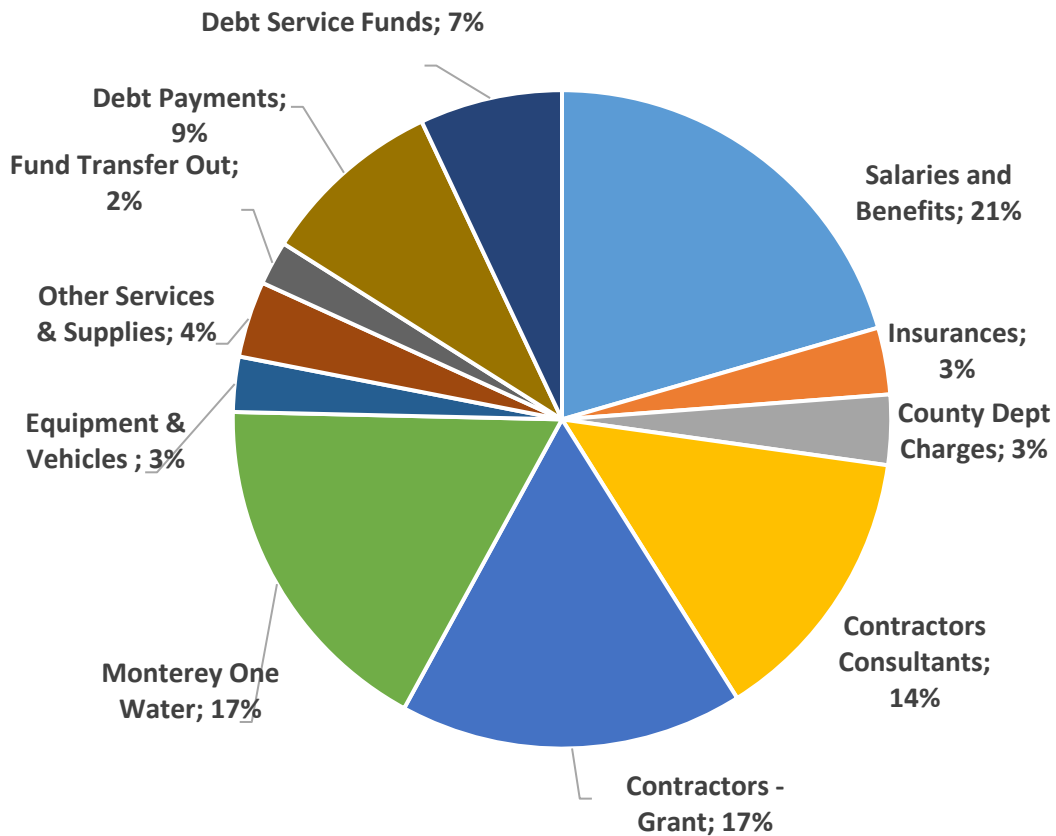
Debt service payments total \$4.4 million in FY27 for the Salinas Valley Water Project (SVWP), the Castroville Seawater Intrusion Project, and the Salinas Valley Reclamation Project. Interfund

transfers of \$3.4 million for CSIP loans and SVWP bonds to the Debt Service Funds are consistent with FY26 levels.

Other operating expenditures include \$1.3 million for equipment and vehicles and \$1.8 million for external services and supplies. The budget also includes cost-share commitments of \$0.5 million to the Pajaro River Flood Management Agency in Fund 1502 (Fund 112) Pajaro Levee.

The budget includes fund transfers totaling \$1.1 million. Of this amount, \$0.7 million will be transferred from Fund 1508 (Fund 130) Hydro-Electric Operations to Fund 1503 (Fund 116) Dam Operations to cover regulatory costs and \$0.2 million will transferred from Fund 1508 (Fund 130) Hydro-Electric Operations to Fund 1509 (Fund 131) CSIP Operations for a supplemental well construction. An additional \$0.2 million will be transferred from Fund 1501 (Fund 111) Administration & Countywide Service to Fund 1507 (Fund 127) Moro Cojo Slough to address funding gaps.

FY27 Expense Distribution



REVENUE:

The FY27 Budget estimates total revenue of \$43.4 million, which reflects a 10 percent increase from FY26. The Agency's assessment revenue is estimated using a 2.5 percent annual cost-of-living adjustment adopting the Consumer Price Index for the San Francisco Bay Area measured from February through February, which was released on March 11, 2026.

Ad-Valorem tax revenue is estimated at \$3.7 million, and special assessments total \$17.9 million.

Combined revenue from Water Delivery and Water Service charges total \$4.1 million. This reflects the recommended increases of the Water Delivery Charge to \$100.24 per acre-foot and the Water Service Charge to \$113.57 per acre-foot of water delivered. These increases help to fund the new Program Manager II position and address funding deficit of the Recycled Water Projects (RWP).

Program revenues, including the Groundwater Monitoring Program, Boat Dock program and grazing /recreational leases activities, totals \$1.5 million. Hydroelectric revenues are estimated at \$1.3 million based on current water level at Nacimiento Reservoir. Grant revenue increases substantially to \$8.8 million from a wide range of state and federal programs, including the Nacimiento Projects, SB 104 Dam Safety, IRWM, Forecast-Informed Reservoir Operations, and Proposition 1 Well Destruction, as well as federal support for a supplemental well to support the Castroville Seawater Intrusion Projects.

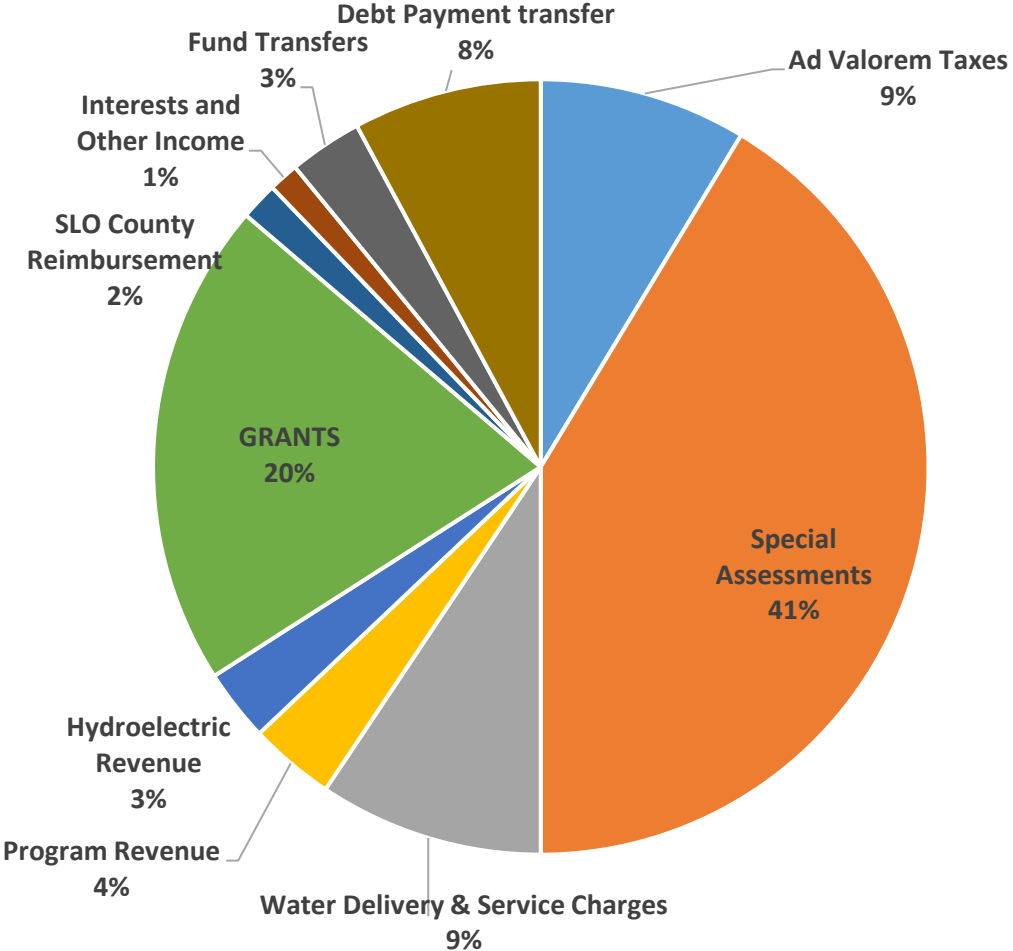
Other revenues include \$0.7 million reimbursement from San Luis Obispo County, \$1.4 million in interest and miscellaneous income, and \$1.3 million in fund transfers from other funds. Fund 1507 (Fund 127) Moro Cojo Slough allocates a transfer-in of \$0.3 million from County Public Works for tide gate construction and a transfer-in of \$0.2 million from Fund 1501 (Fund 111) for operational support. Fund 1503 (Fund 116) Dam Operations receives \$0.7 million and Fund 1509 (Fund 130) CSIP Operations receives \$0.2 million, respectively from Fund 1508 (Fund 130) Hydro-Electric Operations

FUND BALANCE USE:

Overall, FY27 expenditure exceeds anticipated revenue by \$5.3 million. The deficit will be funded through use of available fund balances. This figure reflects adjustments made to reduce the originally proposed expenses. The Agency's ending fund balance is projected at \$15.0 million. The FY27 Budget maintains funding for 45 positions and leaves 12 positions unfunded to limit additional fund-balance drawdowns and move closer to a structurally balanced budget. Despite these measures, revenue growth remains slower than rising operating and maintenance costs and both current and future repair and replacement needs.

The Agency is developing both interim and long-term strategies to improve financial sustainability, align staffing with service needs, and meet County fiscal guidelines aimed at reducing reliance on fund balances for ongoing operations. FY2027 Budget allocates \$350,000 for such effort.

FY27 Revenue Distribution



STRATEGIC PLAN: FY27 PRIORITIES

Agency Board of Directors adopted a five-year strategic plan in December 2020. The strategic plan developed and provided updates to the Agency's, vision mission, organizational values, and multi-year goals. Those are outlined below.

VISION STATEMENT

Be recognized throughout the region as a leader in water resource management through demonstrated knowledge, integrity, and the quality of our actions.

MISSION STATEMENT

Manage water resources sustainably while minimizing impacts from flooding for present and future generations.

ORGANIZATIONAL VALUES

LEADERSHIP: Set a positive example for others in water resources management and flood control through our knowledge, integrity, and actions.

STEWARDSHIP: Operate with financial and environmental responsibility so the Agency continuously succeeds.

TRANSPARENCY: Work in ways that are easily understood by stakeholders and the public, communicating effectively about Agency decisions, actions, resources, and progress.

INTEGRITY: Act with openness, honesty, and consistency, showing no favoritism and utilizing professional standards for decision making.

PUBLIC SERVICE: Work in a way that brings pride upon the Agency, showing that we care about quality and safety, are accountable, think long term, and provide excellent service to the community we serve.

COLLABORATION: Work with stakeholders and related organizations to advance our mission and vision.

MULTI-YEAR GOALS

GOAL A. INFRASTRUCTURE MAINTENANCE: Properly maintain MCWRA infrastructure to ensure safe and reliable function.

GOAL B. PLANNING AND NEW PROJECTS: Plan for future water needs, carry out environmental studies, and plan new capital projects.

GOAL C. FINANCIAL SUSTAINABILITY: Ensure long term financial stability with sufficient funding to pay for Agency obligations and align expenditures and revenues.

GOAL D. EFFECTIVE CORE SERVICES AND ORGANIZATION IMPROVEMENT: Ensure core services are carried out in a thorough and timely manner.

GOAL E. COMMUNITY RELATIONS: Foster transparent and positive relationships with stakeholders to advance the mission and vision of the Agency.

PRIORITIES FOR FY27

The Agency had another successful year of implementing the Strategic Plan that was adopted by both the Agency Board of Directors and Board of Supervisors in November 2020 and December 2020, respectively.

The Agency Board of Directors held an annual Strategic Plan Update Workshop in December 2025 to report on the implementation of the Strategic Plan and provide a forum to engage on current items impacting water resource management. Agency staff have provided an update on each of the Strategic Plan Goals, Strategies, and updates on the 2025 Priorities in the Workshop materials. At the workshop, staff summarized accomplishments and updates on progress for the final year of implementation of the adopted plan. There were also breakout sessions to discuss how to realize opportunities such as: communication and public engagement; the future of recycled water projects; staff recruitment, development and retention; and modeling tools and applications. The group also reviewed the process for developing a new Strategic Plan in 2026. Finally, staff identified the priorities for the coming year which are considered in the proposed budget and summarized below:

Administration Section

- Develop Standard Operation Procedures for BOD and Committee processes
- Support Agency staff in following internal procedures to execute all BOD and Committee processes on time to ensure meetings run smoothly
- Increase staff training on core functions such as effective communication and leadership skills

Engineering & Dam Safety Section – Nacimiento

- Complete Nacimiento Dam’s South Access Road: construction of repairs to damage suffered during the 2023 storms. This is a FEMA authorized and funded project.
- Nacimiento LLOW repairs: replacement of all three Low-level Intake’s valve actuators, and installation of the sixth (6th) outlet valve at the LLOW. Funded by the Nacimiento Maintenance funding agreement with the Department of Water Resources (DWR).
- Nacimiento Lake Drive Road and Spillway Bridge repairs: Finalize scope of work and enter into contracts for necessary repairs to the portion of Nacimiento Lake Drive that the Agency is responsible for through a 1953 MOU between SLO and Monterey Counties. Also included are the maintenance repairs needed to the Nacimiento Dam Spillway Bridge. Completion of repairs for both projects is anticipated in 2027.

Expenses of this work will be eligible for reimbursements by the SB104 Grant Agreement with DWR.

Engineering & Dam Safety Section – San Antonio

- Finalize the PMF Update and Alternatives Analysis for San Antonio Dam Spillway Replacement Project
- Begin San Antonio Spillway Design and Environmental Phase of the San Antonio Spillway Replacement Project
- Begin San Antonio Low Level Outlet Works (LLOW) Improvement Project Work includes design completion of eight subprojects along the San Antonio LLOW. Many of these projects have been conceptually designed (30%) and require DSOD approval. Projects are being prioritized based on their dependent sequencing of one another. This project is funded through the SB104 grant agreement with DWR.
- Complete the revised draft of the San Antonio Emergency Action Plan (“EAP”) for submission to Cal OES for review and adoption.
- Perform annual preventive maintenance of the Nacimiento Power Plant and Switchyard equipment, to include the replacement of obsolete alarm autodialing monitoring system.

Finance Section

- Successful Implementation of Oracle, County’s new Enterprise Resource Planning (ERP): Oracle ERP’s Human Capital Management (HCM) is scheduled for go-live in January 2027 and its Payable/General Ledger is scheduled for July 2026 go-live. Agency’s accounting structure will be configured for Program-Project base cost accounting.
- Maximization of Revenue Opportunities: prepare for 1st year billing of the Ground Water Monitoring Program Fees
- Budget control & expense monitoring: improve staff compliance with obtaining fiscal review of MOU, agreements & grant applications and specifying financial impacts on board reports
- Agency training programs: Finance Section will facilitate Agency staff training for Oracle ERP system, including submitting timecards and reporting expense in Oracle and work with Admin Team to complete Agency’s contract SOP and staff training.
- Staffing: recruit Sr. Account Clerk for a permanent, full-time position

Hydrology & Environmental Resources Section

- Complete an Invasive Mussel Prevention Plan for San Antonio Reservoir that meets State requirements and submit it to the California Department of Fish and Wildlife for review.

- Broaden the groundwater extraction reporting program for Water Year 2026 to include water systems of 15 or more connections and agricultural wells in Groundwater Monitoring Program expansion areas.
- Fully implement the Monitoring Plan for the Deep Aquifers.
- Conduct timely and high-quality data collection, analysis, and reporting of groundwater, surface water, water quality, and biological parameters as described in the Groundwater Monitoring Program Manual and Low Effect Habitat Conservation Plan.

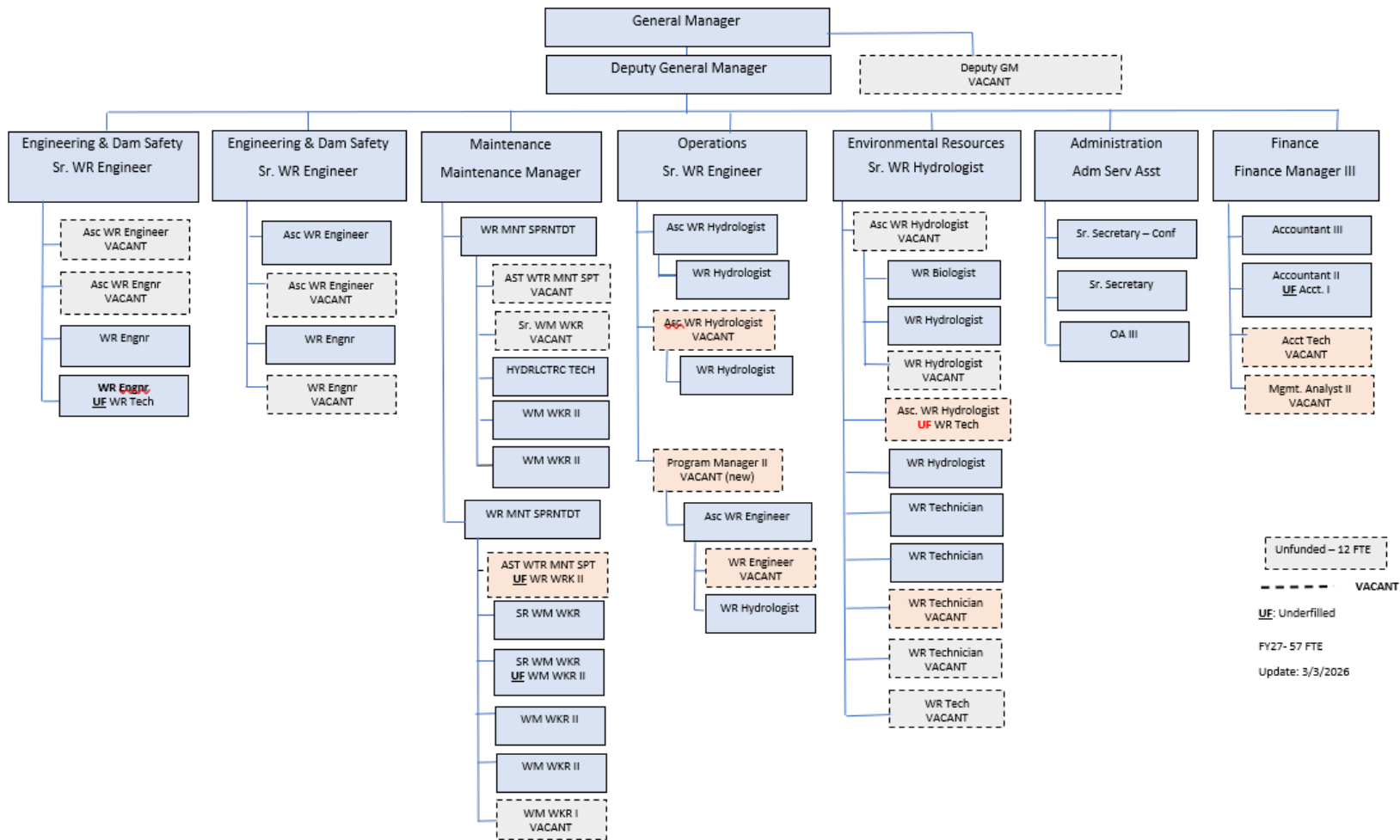
Maintenance Section

- Maintain and optimize staff through continued training, evaluation and skill acquisition. Utilize the flex series to promote from within. And fill the current Water Maintenance Worker vacancy for the dams.
- Maintain Dam Infrastructure. Perform a condition assessment of San Antonio's outlet valve and operating equipment. Develop plan for required rebuilding or replacement as needed.
- Caretaker Infrastructure repairs and improvements at Dams. Replacement of water delivery system to caretaker quarters at Nacimiento Dam. Provide Backup power to both Dam Caretaker quarters.
- Safety improvements at Dams. Evaluate new Technologies to improve staff Safety, efficiency and project quality. Implement Drone spraying program at Dams and evaluate the feasibility of using technology in other areas of the Agency's responsibility such as select areas of the Reclamation ditch.

Operations Section

- Secure funding to complete the Salinas River Operations HCP development
- Analyze and update annual funding for the WRA Recycled Water Projects, to support long-term system reliability and begin to execute critical Capital Improvement Plans.
- Participate in Cal-FIRE Vegetation Management Program and San Luis Obispo Fire Safe Council programs that focus on addressing wildland fire fuel hazards on Agency lands.
- Continue to develop tools and systems to improve operational efficiency of the reservoir release program through the implementation of the grant funded Forecast Informed Reservoir Operations project and CalSIP funded streamgaging enhancements.

ORGANIZATIONAL CHART



PERSONNEL POSITIONS & POSITION COSTS

The tables below describe position changes in FY27 from those of FY26

FUNDED POSITIONS:

| Funded Positions | FY26 FTE | FY26 Cost | FY27 FTE | FY27 Cost | Variance from FY26 |
|--|-----------|------------------|-----------|------------------|--------------------|
| Accounting Technician | 1 | 137,156 | 1 | 157,669 | 20,513 |
| Accountant II | 1 | 138,423 | 1 | 160,351 | 21,928 |
| Accountant III | 1 | 206,155 | 1 | 226,499 | 20,344 |
| Administration Services Assistant | 1 | 173,821 | 1 | 189,324 | 15,503 |
| Assistant Water Mnt Superintendent | 0 | - | 1 | 160,289 | 160,289 |
| Associate Water Resources Engineer | 2 | 414,940 | 2 | 451,243 | 36,303 |
| Associate Water Resources Hydrologist* | 4 | 761,720 | 2 | 488,590 | (273,130) |
| Deputy General Manager | 1 | 366,902 | 1 | 359,637 | (7,265) |
| Finance Manager III | 1 | 273,536 | 1 | 292,559 | 19,023 |
| General Manager | 1 | 450,304 | 1 | 478,244 | 27,940 |
| Hydroelectric Technician | 1 | 116,559 | 1 | 127,604 | 11,045 |
| Maintenance Manager | 1 | 234,843 | 1 | 170,893 | (63,950) |
| Management Analyst II | 1 | 189,164 | 1 | 252,364 | 63,200 |
| Office Assistant III | 1 | 93,965 | 1 | 107,554 | 13,589 |
| Senior Secretary | 1 | 132,617 | 1 | 135,764 | 3,147 |
| Senior Secretary - Confidential | 1 | 91,977 | 1 | 128,744 | 36,767 |
| Senior Water Resources Engineer | 3 | 788,861 | 3 | 814,334 | 25,473 |
| Senior Water Resources Hydrologist | 1 | 245,761 | 1 | 254,892 | 9,131 |
| Senior Water Maintenance Worker | 3 | 318,542 | 2 | 242,420 | (76,122) |
| Water Maintenance Superintendent | 2 | 366,891 | 2 | 395,376 | 28,485 |
| Water Maintenance Worker I | 1 | 101,886 | 1 | 121,975 | 20,089 |
| Water Maintenance Worker II | 3 | 323,020 | 3 | 338,114 | 15,094 |
| Water Resources Biologist | 1 | 125,699 | 1 | 136,403 | 10,704 |
| Water Resources Engineer | 3 | 454,769 | 4 | 648,343 | 193,574 |
| Water Resources Hydrologist | 5 | 721,561 | 5 | 807,451 | 85,890 |
| Water Resources Technician | 3 | 305,998 | 4 | 478,581 | 172,583 |
| Program Manager II | | | 1 | 241,564 | 241,564 |
| Total Funded Positions | 44 | 7,535,070 | 45 | 8,366,780 | 831,710 |

UNFUNDED POSITIONS:

| Unfunded Positions | FY26 FTE | FY27 FTE | FY27 Salary Savings |
|---------------------------------------|----------|----------|------------------------|
| Associate Water Resources Engineer | 4 | 3 | 686,109 |
| Associate Water Resources Hydrologist | | 1 | 189,824 |
| Assistant Water Mnt Superintendent | 2 | 1 | 132,710 |
| Deputy General Manager | 1 | 1 | 365,042 |
| Water Resources Engineer | 2 | 1 | 181,567 |
| Water Resources Hydrologist | 1 | 1 | 181,567 |
| Water Resources Technician | 2 | 2 | 308,390 |
| Water Maintenance Worker I | | 1 | 94,764 |
| Water Maintenance Worker II | 1 | 1 | 109,867 |
| Total Unfunded Positions | 13 | 12 | 2,249,840 |

ALL AGENCY FUNDS: CONSOLIDATED FY27 BUDGET SUMMARY

Agency's FY27 Budget totals \$48.7 million in expense and \$43.4 million in revenue for all 14 Agency Funds. The Recommended Budget is an increase of 12% in expenditure and 10% in revenue from the Amended Budget of FY26.

Table 1: All Agency Fund FY27 Revenues & Expense

| REVENUES | AMOUNT |
|---------------------------------------|--------------------|
| AD VALOREM TAXES | 3,748,859 |
| SPECIAL ASSESSMENTS | 17,927,080 |
| WATER DELIVERY & SERVICE CHARGES | 4,062,362 |
| PROGRAM REVENUE - (GMP, BDA, LU) | 1,545,808 |
| HYDROELECTRIC REVENUE | 1,302,200 |
| GRANTS - LOCAL, STATE AND FEDERAL | 8,805,425 |
| SLO COUNTY REIMBURSEMENT | 680,000 |
| INTERESTS AND OTHER INCOME | 544,598 |
| AGENCY & COUNTY INTERFUND TRANSFERS | 1,325,000 |
| DEBT TRANSFER (CSIP & SVWP) | 3,411,213 |
| TOTAL REVENUES | 43,352,545 |
| | |
| EXPENSES | AMOUNT |
| EMPLOYEE COST - SALARIES AND BENEFITS | 9,984,109 |
| GL & POLLUTION INSURANCES | 1,597,773 |
| SERVICE CHARGES - COUNTY DEPARTMENTS | 1,675,141 |
| CONTRACTORS/CONSULTANTS | 6,737,800 |
| CONTRACTORS/CONSULTANTS - GRANT | 8,223,583 |
| MONTEREY ONE WATER CONTRACT | 8,471,860 |
| EQUIPMENT & VEHICLES | 1,317,575 |
| SERVICES & SUPPLIES - EXTERNAL | 1,821,649 |
| FUND TRANSFER OUT | 1,050,000 |
| DEBT PAYMENTS (SVWP, CSIP, SVRP) | 4,395,978 |
| DEBT SERVICE FUNDS | 3,411,213 |
| TOTAL EXPENDITURES: | 48,686,681 |
| | |
| IMPACT TO FUND BALANCE | (5,334,136) |
| | |
| ESTIMATED BEGINNING FUND BALANCE | 20,101,834 |
| ESTIMATED ENDING FUND BALANCE | 14,767,698 |

FUND 1501: ADMINISTRATION & COUNTYWIDE SERVICES

Zones: Countywide (CW), Nacimiento and San Antonio Non-O&M (2- 2A), Lower Salinas River (3), Merritt Lake (5), N. Monterey County (7), Carmel Valley (11), Arroyo Seco (14), Alisal-Spence Road Drainage (15), Blanco Storm Drain (S2), Gonzales Slough (GS)

Fund 1501 (Fund 111) supports the Agency's organizational structure and functions and provides Countywide services related to water resources management.

Fund 1501 (Fund 111) houses all activities related to the Groundwater Monitoring Program (GMP) in accordance with Agency Ordinance #5426 to investigate and produce the data necessary to perform a thorough review, or audit, of the hydrologic budget within the monitored area. The GMP fees were adopted in August 2025 by resolution of the Agency Board of Supervisors and there are no changes to the GMP fees in FY27.

In FY27, the Agency will utilize this Fund to centralize employee training and to develop and implement Agency-wide policies and procedures. The Fund also supports activities related to the development of the updated strategic plan, communications plan, and long-term financial planning and funding strategy studies for the Agency.

The range of activities included in FY27 Budget, within this Fund, includes:

- Administration covers the planning, organizing, directing, coordinating, and controlling of the Agency's operations, including:
 - FTE: 4.07 FTE
 - Governance related items
 - Employee development, training, safety, policies and procedures
 - \$595,000 contracted services:
 - Strategic plan update
 - Funding planning & funding strategy
 - Communication plan, public engagement & coordination
 - Completion of wage study
 - Agency file management system

- Operations and Maintenance of facilities
 - Staffing: 3.3 FTE
 - \$1,020,000 contracted services for:
 - Salinas River Lagoon Levee Repair
 - Repair of Upper Merritt channel & its pump station
 - Replacement of pumps at Lower Merritt and Santa Rita
 - Blanco Storm Drain
 - Salinas River Operation HCP

- Groundwater Monitoring Program
 - Staffing: 4.28 FTE
 - \$206,000 services and supplies include

- Well Registration system & its support
 - Water analysis lab

- Countywide flood monitoring and flood response:
 - Staffing: 0.3 FTE
 - Emergency Operations Center participation
 - General flood inquiries
 - Community support
 - Flood fight training and supply of materials
 - \$85,000 services and supplies include
 - Real-time storm monitoring
 - ALERT equipment

- County of Monterey reimbursable services per a Memorandum of Understanding that includes well permit review and other technical services. 0.05 FTE
- *A transfer of \$150,000 to Fund 1507 (Fund 127) to cover a funding gap after a tide gate construction in Moro Cojo Slough.
- Debt Payments totaling \$1,761,213 for SVWP are composed of Ad valorem taxes of \$632,508 and Zone 2C special assessment revenue of \$1,128,705.
- Salinas River Lagoon Levee Repair is financed by County's strategic reserves and repair cost is eligible for FEMA reimbursement.

Table 2. Fund 1501 Revenues & Expense

| REVENUES | AMOUNT |
|-----------------------------------|------------------|
| AD VALOREM TAXES | 3,392,060 |
| SPECIAL ASSESSMENTS | 1,128,705 |
| PROGRAM REVENUE - GMP | 881,612 |
| GRANTS - LOCAL, STATE AND FEDERAL | 298,053 |
| INTERESTS AND OTHER INCOME | 170,818 |
| TOTAL REVENUES | 5,871,248 |

| EXPENSES | AMOUNT |
|---------------------------------------|------------------|
| EMPLOYEE COST - SALARIES AND BENEFITS | 2,469,313 |
| GL & POLLUTION INSURANCES | 265,691 |
| SERVICE CHARGES - COUNTY DEPARTMENTS | 464,074 |
| CONTRACTORS/CONSULTANTS | 1,828,696 |
| CONTRACTORS/CONSULTANTS - GRANT | 263,583 |
| EQUIPMENT & VEHICLES | 345,196 |
| SERVICES & SUPPLIES - EXTERNAL | 381,953 |
| FUND TRANSFER OUT* | 150,000 |
| DEBT PAYMENTS (SVWP, CSIP, SVRP) | 1,761,213 |
| TOTAL EXPENDITURES | 7,929,719 |

| | |
|------------------------|-------------|
| IMPACT TO FUND BALANCE | (2,058,471) |
|------------------------|-------------|

| | |
|----------------------------------|-----------|
| ESTIMATED BEGINNING FUND BALANCE | 5,103,687 |
| ESTIMATED ENDING FUND BALANCE | 3,045,216 |

- *\$150,000 Transfer-out to 1507-WRA106-930007

FUND 1502: PAJARO LEVEE (ZONE 1 & 1A)

The purpose of this fund is to maintain the Pajaro Levee and adjacent river bench as a flood control structure according to US Army Corps of Engineers criteria to reduce potential flooding impacts from the Pajaro River. In addition, this fund supports the watershed management effort of the Pajaro River Watershed Flood Prevention Authority and works with the Army Corps of Engineers to develop 100-year flood protection project.

In 2021 a Joint Powers Authority, the Pajaro Regional Flood Management Agency (PRFMA), was established to coordinate, finance, acquire, construct, improve, operate or maintain flood management infrastructure on the Pajaro River in Santa Cruz and Monterey Counties and the Agency is one of the member agencies. An Operations, Maintenance, Repair, Replacement, and Rehabilitation Assignment Agreement (OMRR&R) to transfer the operation, maintenance, repair, replacement, and rehabilitation of the Project was approved in 2023. A Cost Share Agreement was also approved in 2023 that required the member agencies to make cost share contributions to PRFMA on an ongoing basis.

The Agency and PRFMA staff coordinated on the transition of the activities where the Agency continued to support PRFMA on some general maintenance activities through a contract that expired on June 30, 2025.

In FY27, the Agency does not plan to perform any of these activities that have been successfully transferred to PRFMA. The activities budgeted for FY27 in Fund 1502 are outlined below:

- 0.14 FTE Administrative staff and staff cost, legal support activities, which includes flood assessment-based revenue collection in the zones.
- Disbursement of revenues to PRFMA through a cost share agreement \$548,538

Table 3. Fund 1502 Revenues & Expense

| REVENUES | AMOUNT |
|----------------------------------|----------------|
| AD VALOREM TAXES | - |
| SPECIAL ASSESSMENTS | 574,612 |
| PROGRAM REVENUE - (GMP, BDA, LU) | 10,000 |
| INTERESTS AND OTHER INCOME | 35,562 |
| TOTAL REVENUES | 620,174 |

| EXPENSES | AMOUNT |
|---|----------------|
| EMPLOYEE COST - SALARIES AND BENEFITS | 141,596 |
| GL & POLLUTION INSURANCES | 8,181 |
| SERVICE CHARGES - COUNTY DEPARTMENTS | 9,368 |
| CONTRACTORS/CONSULTANTS -PRFMA CONTRIBUTION | 548,538 |
| EQUIPMENT & VEHICLES | 4,100 |
| SERVICES & SUPPLIES - EXTERNAL | 22,580 |
| FUND TRANSFER OUT | |
| TOTAL EXPENDITURES | 734,363 |

| | |
|-------------------------------|------------------|
| IMPACT TO FUND BALANCE | (114,189) |
|-------------------------------|------------------|

| | |
|----------------------------------|-----------|
| ESTIMATED BEGINNING FUND BALANCE | 1,396,486 |
| ESTIMATED ENDING FUND BALANCE | 1,282,297 |

FUND 1503: SALINAS VALLEY WATER PROJECT DAM OPERATIONS, MAINTENANCE & ADMINISTRATION (ZONE 2C)

Fund 1503 (Fund 116) was established to support the Salinas Valley Water Project, and the Nacimiento & San Antonio Dams Operations and Maintenance. This fund also supports the Property Management Program of Agency lands within the Zone and the Nacimiento Boat Dock Program. The primary revenue for this Fund is the Zone 2C Special Benefit Assessment. Fund 1503 (Fund 116) receives additional revenues, some ongoing and more one-time, that are described below. There are several grazing and recreational lease agreements in place as well as a Boat Dock Fee Program that generate revenues to support those programs.

The Salinas River Operations Habitat Conservation Plan is under development and was funded through two Federal Endangered Species Act Section 6 Grants that are now expired, and a State funded Proposition 1 Integrated Regional Water Management Implementation Grant which will be wrapped up in FY27. The Agency applied for the 2025 Federal Endangered Species Act Section 6 grant to continue the efforts towards completion of this project but needs to keep the project moving forward in the meantime. Cost of Habitat Conservation Plan related activities in FY27 will be accounted for in Fund 1501 (Fund 111).

The Agency is currently developing a Salinas River flood inundation mapping tool funded through a DWR Flood Emergency Response grant as well as a forecast informed reservoir operation model tool, which was funded by a federal grant. Both projects will be completed in FY27.

In FY25, the Agency received \$850,000 cash aid from County's strategic reserves to make repairs and improvements to the Nacimiento Dam South Access Road, in response to damages during the 2023 winter storm events. The South Access Road project is scheduled to be completed in FY27 and is eligible for FEMA reimbursement.

The FY27 Budget reflects the Agency's ongoing efforts related to two DWR grant agreements that provide financing for a range of dam maintenance and dam safety projects at the Nacimiento and San Antonio Dams. The Nacimiento Reservoir and Dam Maintenance Project grant, authorized under the Budget Act of 2022 (Stats. 2022, ch. 249, § 207), totals \$6.163 million. All funding has been received, and the grant requires annual progress reporting and a final completion report. This agreement was executed on May 31, 2023, and subsequently amended on October 9, 2024.

The second grant agreement, authorized under the Budget Act of 2023 (Stats. 2023, ch. 189, § 33), provides \$16.15 million to support additional projects at both the Nacimiento and San Antonio facilities. This agreement was executed on May 28, 2024, amended on January 27, 2026, and includes a project completion deadline of December 31, 2027. All project expenditures under this grant are reimbursable and require quarterly progress reporting as well as a final completion report.

The range of activities proposed for the upcoming fiscal year includes:

- Nacimiento and San Antonio Dam Operations
 - Staffing: 4.9 FTE
 - \$241,600 services
 - Inspections, Reporting and Regulatory Compliance
 - Water Rights reporting
 - Salinas River Operations Habitat Conservation Plan
 - Salinas River Stream Maintenance Program
 - \$335,000 services funded by grants
 - Reservoir Operations studies
 - Forecast Informed Reservoir Operation Model Tool Development
 - Flood Inundation Mapping

- Nacimiento and San Antonio Dam Maintenance:
 - Staffing: 4.8 FTE
 - \$768,807 contract services
 - Nacimiento Spillway Inspections and Maintenance
 - San Antonio dam performance evaluation
 - South Access Road Repair
 - Repairs & upgrade at Dam caretaker residencies
 - \$2,950,000 services funded by grants:
 - Nacimiento Low Level Outlet Works Intake maintenance & bypass design
 - Nacimiento penstock protection
 - San Antonio Low Level Outlet Works Design Projects
 - San Antonio Buoy line
 - San Antonio communication update
 - San Antonio Drain Repairs

- Capital Improvements
 - Staffing: 3.9 FTE
 - \$3,425,000 services and supplies funded by grants
 - San Antonio Spillway Replacement
 - Nacimiento Plunge Pool Protection Project
 - Nacimiento Dam South Access Road Improvements
 - Nacimiento Dam Road & Bridge Repairs

- Property Management 0.8 FTE
 - Staffing: 0.8 FTE
 - Recreational leases with County of Monterey and Private groups
 - Property boundaries, access and maintaining lands
 - \$165,000 contract services for
 - Grazing lease program renewal and implementation
 - Vegetation Management

- Nacimiento Boat Dock Licensing Program
 - \$50,000 contracted services
 - Staffing, internal services & supplies

- Sandbar Management Program 0.3 FTE + \$28,000 services and supplies + vehicles and equipment costs

- Administration 3.5 FTE

Table 4. Fund 1503 Revenues & Expense

| REVENUES | AMOUNT |
|--------------------------------------|-------------------|
| AD VALOREM TAXES | - |
| SPECIAL ASSESSMENTS | 4,616,155 |
| PROGRAM REVENUE - (GMP, BDA, LU) | 654,196 |
| GRANTS - LOCAL, STATE AND FEDERAL | 7,214,787 |
| SLO COUNTY REIMBURSEMENT | 680,000 |
| INTERESTS AND OTHER INCOME | 76,625 |
| AGENCY & COUNTY INTERFUND TRANSFERS* | 700,000 |
| TOTAL REVENUES | 13,941,763 |

| EXPENSES | AMOUNT |
|--|-------------------|
| EMPLOYEE COST - SALARIES AND BENEFITS | 4,298,010 |
| GL & POLLUTION INSURANCES | 587,346 |
| SERVICE CHARGES - COUNTY DEPARTMENTS | 739,427 |
| CONTRACTORS/CONSULTANTS | 829,896 |
| CONTRACTORS/CONSULTANTS - GRANT FUNDED | 6,710,000 |
| EQUIPMENT & VEHICLES | 579,712 |
| SERVICES & SUPPLIES - EXTERNAL | 858,221 |
| FUND TRANSFER OUT | - |
| DEBT PAYMENTS (SVWP, CSIP, SVRP) | - |
| TOTAL EXPENDITURES | 14,602,612 |

| | |
|------------------------|-----------|
| IMPACT TO FUND BALANCE | (660,849) |
|------------------------|-----------|

| | |
|----------------------------------|-----------|
| ESTIMATED BEGINNING FUND BALANCE | 2,734,104 |
| ESTIMATED ENDING FUND BALANCE | 2,073,255 |

- *\$700,000 transfer-in from Fund 1508-WRA107-930008

FUND 1504: SOLEDAD STORM DRAIN (ZONE 8)

The purpose of Fund 1504 (Fund 121) is to maintain the Soledad Storm Drain and Bryant Canyon Channel in accordance with an agreement with the City of Soledad and the Department of Housing and Urban Development for facilities such as the channel, culverts, and access roadway.

The FY27 budgeted activities include:

- Operations and maintenance of the facilities 0.12 FTE + \$20,500 services and supplies + equipment and vehicles
- Administration 0.02 FTE

Table 5. Fund 1504 Revenues & Expense

| REVENUES | AMOUNT |
|-------------------------------------|----------------|
| AD VALOREM TAXES | |
| SPECIAL ASSESSMENTS | 91,455 |
| INTERESTS AND OTHER INCOME | 11,289 |
| AGENCY & COUNTY INTERFUND TRANSFERS | - |
| TOTAL REVENUES | 102,744 |

| EXPENSES | AMOUNT |
|---------------------------------------|---------------|
| EMPLOYEE COST - SALARIES AND BENEFITS | 25,750 |
| GL & POLLUTION INSURANCES | 6,602 |
| SERVICE CHARGES - COUNTY DEPARTMENTS | 4,947 |
| CONTRACTORS/CONSULTANTS | |
| EQUIPMENT & VEHICLES | 3,954 |
| SERVICES & SUPPLIES - EXTERNAL | 16,508 |
| FUND TRANSFER OUT | - |
| TOTAL EXPENDITURES | 57,761 |

| | |
|-------------------------------|---------------|
| IMPACT TO FUND BALANCE | 44,983 |
|-------------------------------|---------------|

| | |
|----------------------------------|---------|
| ESTIMATED BEGINNING FUND BALANCE | 376,312 |
| ESTIMATED ENDING FUND BALANCE | 421,295 |

FUND 1505: RECLAMATION DITCH (ZONE 9)

The purpose of Fund 1505 (Fund 122) is to operate and maintain Reclamation Ditch No. 1665 (commonly referred to as the Rec Ditch) to reduce flooding impacts. The Rec Ditch watershed consists of an area of approximately 157 square miles. The Rec Ditch flows southeast to northwest, draining a series of generally dry lake beds (e.g., Carr Lake and Merritt Lake) that are farmed when not flooded and are linked by a system of lateral ditches (tributaries) and pumping facilities.

Near Castroville, the Rec Ditch flows into Tembladero Slough and then into the Old Salinas River (OSR) which discharges through tide gates at Potrero Road into Moss Landing Harbor. The Agency maintains sections of the Rec Ditch where the Agency has right-of-way, easements, or facilities.

The FY27 budgeted activities include:

- Operations and maintenance of facilities:
 - Staffing: 4.6 FTE
 - \$ 893,418 services and supplies + equipment and vehicles
 - Erosion control at the Santa Rita pump station
 - Repair and replacement of pumps & equipment
 - Rental equipment and repair
 - Trash removal and site cleanup
- Real-time storm monitoring & water quality study 0.27 FTE & Administration 1.21 FTE

Table 6. Fund 1505 Revenues & Expense

| REVENUES | AMOUNT |
|----------------------------|------------------|
| AD VALOREM TAXES | 356,799 |
| SPECIAL ASSESSMENTS | 1,447,533 |
| INTERESTS AND OTHER INCOME | 34,409 |
| TOTAL REVENUES | 1,838,741 |

| EXPENSES | AMOUNT |
|---------------------------------------|------------------|
| EMPLOYEE COST - SALARIES AND BENEFITS | 1,138,623 |
| GL & POLLUTION INSURANCES | 167,219 |
| SERVICE CHARGES - COUNTY DEPARTMENTS | 172,859 |
| CONTRACTORS/CONSULTANTS | 268,628 |
| EQUIPMENT & VEHICLES | 331,443 |
| SERVICES & SUPPLIES - EXTERNAL | 293,347 |
| TOTAL EXPENDITURES | 2,372,119 |

| | |
|-------------------------------|------------------|
| IMPACT TO FUND BALANCE | (533,378) |
|-------------------------------|------------------|

| | |
|----------------------------------|-----------|
| ESTIMATED BEGINNING FUND BALANCE | 1,225,437 |
| ESTIMATED ENDING FUND BALANCE | 692,059 |

FUND 1506: SAN LORENZO CREEK (ZONE 12)

The purpose of Fund 1506 (Fund 124) is to reduce flooding from San Lorenzo Creek at King City and provide storm monitoring. The Agency coordinates with King City to remove silt and debris from the channel and maintains the Bulkhead Wall in the Villa Drive area.

- Operations and maintenance of the facilities 0.09 FTE + \$8,500 services and supplies + equipment and vehicles
- Administration 0.02 FTE

Table 7. Fund 1506 Revenues & Expense

| REVENUES | AMOUNT |
|-------------------------------------|---------------|
| AD VALOREM TAXES | - |
| SPECIAL ASSESSMENTS | 38,482 |
| INTERESTS AND OTHER INCOME | 1,217 |
| AGENCY & COUNTY INTERFUND TRANSFERS | - |
| TOTAL REVENUES | 39,699 |

| EXPENSES | AMOUNT |
|---------------------------------------|---------------|
| EMPLOYEE COST - SALARIES AND BENEFITS | 21,680 |
| GL & POLLUTION INSURANCES | 4,428 |
| SERVICE CHARGES - COUNTY DEPARTMENTS | 3,135 |
| CONTRACTORS/CONSULTANTS | - |
| EQUIPMENT & VEHICLES | 2,670 |
| SERVICES & SUPPLIES - EXTERNAL | 5,775 |
| FUND TRANSFER OUT | - |
| TOTAL EXPENDITURES | 37,688 |

| | |
|------------------------|-------|
| IMPACT TO FUND BALANCE | 2,011 |
|------------------------|-------|

| | |
|----------------------------------|--------|
| ESTIMATED BEGINNING FUND BALANCE | 40,560 |
| ESTIMATED ENDING FUND BALANCE | 42,571 |

FUND 1507: MORO COJO SLOUGH (ZONE 17)

The purpose of Fund 1507 (Fund 127) is to reduce flooding impacts from Moro Cojo Slough. Fund 1507 supports the maintenance of the existing four tide gates at Moss Landing Road, the berm between Moss Landing Road and Water Tower Hill, and operations and maintenance of the Castroville Pumping Station.

- Operations and maintenance of the facilities
 - Staffing: 0.40 FTE
 - \$596,058 services and supplies + equipment and vehicles
 - Repair of the Moss Landing Road tide gate structure
 - County's public work department will reimburse 50% of construction cost

- Administration 0.09 FTE

- *Receives \$150,000 fund transfer-in from Fund 1501 (Fund 111)

Table 8. Fund 1507 Revenues & Expense

| REVENUES | AMOUNT |
|--------------------------------------|----------------|
| AD VALOREM TAXES | - |
| SPECIAL ASSESSMENTS | 109,987 |
| INTERESTS AND OTHER INCOME | 1,201 |
| AGENCY & COUNTY INTERFUND TRANSFERS* | 425,000 |
| TOTAL REVENUES | 536,188 |

| EXPENSES | AMOUNT |
|---------------------------------------|----------------|
| EMPLOYEE COST - SALARIES AND BENEFITS | 110,980 |
| GL & POLLUTION INSURANCES | 10,121 |
| SERVICE CHARGES - COUNTY DEPARTMENTS | 13,787 |
| CONTRACTORS/CONSULTANTS | 550,000 |
| EQUIPMENT & VEHICLES | 8,850 |
| SERVICES & SUPPLIES - EXTERNAL | 37,208 |
| FUND TRANSFER OUT | - |
| TOTAL EXPENDITURES | 730,946 |

| | |
|------------------------|-----------|
| IMPACT TO FUND BALANCE | (194,758) |
|------------------------|-----------|

| | |
|----------------------------------|---------|
| ESTIMATED BEGINNING FUND BALANCE | 301,875 |
| ESTIMATED ENDING FUND BALANCE | 107,117 |

- *\$150,000 fund transfer-in from Fund 1501-WRA100-930001
- *\$275,000 fund transfer-in from Public Works department

FUND 1508: HYDRO-ELECTRIC PLANT

The purpose of Fund 1508 (Fund 130) is to operate and maintain the Nacimiento Dam Hydroelectric Plant and to administer the Power Purchase Agreement. The plant generates hydroelectric power at Nacimiento Dam which results in oversight of the dam by the Federal Energy Regulatory Commission (FERC). This fund supports the operation and maintenance of the Plant facilities and regulatory requirements related to FERC's oversight.

FY27 Budget includes:

- Operations and maintenance of the facilities:
 - Staffing: 1.34 FTE
 - \$420,00 contracted services
 - Facility inspections
 - Maintenance services
 - Meter calibration
 - Chatterbox update
 - Facility Updates including PLC, Hydraulic Ground & Electrical Drawing
- *A transfer-out of \$700,000 to Fund 1503 (Fund 116) for regulatory activities cost
- *A transfer-out of \$200,000 to Fund 1509 (Fund 130) to support a well construction project
- Administration 0.35 FTE

Table 9. Fund 1508 Revenues & Expense

| REVENUES | AMOUNT |
|---------------------------------------|------------------|
| HYDROELECTRIC REVENUE | 1,302,200 |
| INTERESTS AND OTHER INCOME | 63,296 |
| TOTAL REVENUES | 1,365,496 |
| EXPENSES | AMOUNT |
| EMPLOYEE COST - SALARIES AND BENEFITS | 343,388 |
| GL & POLLUTION INSURANCES | 96,104 |
| SERVICE CHARGES - COUNTY DEPARTMENTS | 62,466 |
| CONTRACTORS/CONSULTANTS | 403,000 |
| EQUIPMENT & VEHICLES | 8,400 |
| SERVICES & SUPPLIES - EXTERNAL | 120,099 |
| FUND TRANSFER OUT* | 900,000 |
| TOTAL EXPENDITURES | 1,933,457 |
| IMPACT TO FUND BALANCE | (567,961) |
| ESTIMATED BEGINNING FUND BALANCE | 2,109,875 |
| ESTIMATED ENDING FUND BALANCE | 1,541,914 |

FUND 1509: CASTROVILLE SEAWATER INTRUSION PROJECT (CSIP) (ZONE 2B & 2Y)

The purpose of Fund 1509 (Fund 131) is to provide operations and maintenance for the CSIP Distribution System component of the Recycled Water Projects for irrigation use in a coastal region of Monterey County that has been impacted by seawater intrusion in the 180/400-Foot Aquifer groundwater basin.

Facilities include a storage pond connected to a pipeline system with nine monitoring stations, three booster stations, 8 supplemental groundwater wells, assorted valves and other appurtenances, and 113 farm turnouts throughout the 12,000 acres of Zone 2B. A mix of recycled water, treated surface water, and groundwater is delivered to the CSIP customers within the system.

CSIP has been primarily operated by Monterey One Water, with oversight by the Agency, since the project's inception in 1998. In 2015, the Agency and Monterey One Water entered into an Amended and Restated Water Recycling Agreement to cover operations and maintenance of the Recycled Water Projects through 2045.

Activities in Fund 1509 (Fund 131) are funded with special benefit assessments of Zone 2B and 2Y and Water Delivery Charges from CSIP customers. The Agency recommends the Water Delivery Charge be set at \$100.24 per acre-foot for water delivered in FY27.

FY27 Budget funds the activities outlined below:

Monterey One Water

- Operations and Maintenance \$1,810,617

Agency Operations and Maintenance

- Staffing: 2.2 FTE
- \$1,288,000 contract services for a well replacement project, which is to be financed with a grant and a settlement payment from the 2024 financial audit.
- \$1,135,000 contract services for
 - Well maintenance
 - Condition assessment phase II
 - Recycled water permit compliance
 - Title 22 Engineers Report & permit migration project
 - Cathodic Protection
 - ARV Replacement Plan
 - Pond Agitator
 - Repairs and management of equipment (equipment, valves etc)
 - Flow meter recalibration project
 - Operations Review
- USBR loan payments of \$1,650,000
- *Receives \$200,000 fund transfer-in from Fund 1508 (Fund 130) Hydropower plant Operations
- Administration 0.86 FTE

Table 10. Fund 1509 Revenues & Expense

| REVENUES | AMOUNT |
|--------------------------------------|------------------|
| AD VALOREM TAXES | - |
| SPECIAL ASSESSMENTS | 4,829,778 |
| WATER DELIVERY & SERVICE CHARGES | 879,891 |
| GRANTS - LOCAL, STATE AND FEDERAL | 900,000 |
| INTERESTS AND OTHER INCOME | 944,062 |
| AGENCY & COUNTY INTERFUND TRANSFERS* | 200,000 |
| TOTAL REVENUES | 6,853,731 |

| EXPENSES | AMOUNT |
|---------------------------------------|------------------|
| EMPLOYEE COST - SALARIES AND BENEFITS | 828,604 |
| GL & POLLUTION INSURANCES | 296,441 |
| SERVICES - COUNTY DEPARTMENTS | 114,772 |
| CONTRACTORS/CONSULTANTS | 1,734,042 |
| CONTRACTORS/CONSULTANTS - GRANT | 900,000 |
| MONTEREY ONE WATER CONTRACT | 1,810,617 |
| EQUIPMENT & VEHICLES | 12,500 |
| SERVICES & SUPPLIES - EXTERNAL | 46,347 |
| FUND TRANSFER OUT | - |
| DEBT PAYMENTS (SVWP, CSIP, SVRP) | 1,650,000 |
| TOTAL EXPENDITURES | 7,393,323 |

| | |
|------------------------|-----------|
| IMPACT TO FUND BALANCE | (539,592) |
|------------------------|-----------|

| | |
|----------------------------------|-----------|
| ESTIMATED BEGINNING FUND BALANCE | 1,468,745 |
| ESTIMATED ENDING FUND BALANCE | 929,153 |

- *\$200,000 fund transfer-in from Fund 1508-WRA107-930008

FUND 1510: SALINAS VALLEY RECLAMATION PROJECT (SVRP) (ZONE 2B & 2Z)

The purpose of Fund 1510 (Fund 132) is to provide operations and maintenance for the SVRP Recycled Water Treatment Plant component of the Recycled Water Projects. Facilities include a tertiary treatment plant, which produces non-potable tertiary recycled water that meets State Title 22 water quality standards for irrigation of raw food crops.

The SVRP is located at the Monterey One Water Regional Treatment Plant. Monterey One Water (M1W) is the wastewater treatment provider in northern Monterey County where wastewater flows are cleaned and safely reintroduced into the environment.

SVRP facilities include pipelines, pumps, coagulation and flocculation basins, filtration systems, and chlorination facilities. The recycled water is then placed in the CSIP distribution storage pond to be delivered to the CSIP customers.

SVRP has been operated by Monterey One Water since the project's inception in 1998. In 2015, the Agency and Monterey One Water entered into an Amended and Restated Water Recycling Agreement to cover operations and maintenance of the Recycled Water Projects through 2045.

Activities in Fund 1510 (Fund 132) are funded with special benefit assessments of Zone 2B and 2Z and, revenues from Water Delivery Charges from CSIP customers. The Agency recommends the Water Delivery Charge be set at \$100.24 per acre-foot for water delivered in FY27.

Funded activities in FY27 are outlined below:

Monterey One Water

- Operations and Maintenance activities \$4,917,307 staffing, services and supplies
- Capital Outlay \$300,000

Agency activities:

- Partial funding for pond agitators
- Reimbursement of M1W USBR loan payments \$984,75

Table 11. Fund 1510 Revenues & Expense

| REVENUES | AMOUNT |
|-------------------------------------|------------------|
| AD VALOREM TAXES | - |
| SPECIAL ASSESSMENTS | 5,090,373 |
| WATER DELIVERY & SERVICE CHARGES | 1,024,670 |
| GRANTS - LOCAL, STATE AND FEDERAL | - |
| INTERESTS AND OTHER INCOME | 50,197 |
| AGENCY & COUNTY INTERFUND TRANSFERS | - |
| TOTAL REVENUES | 6,165,240 |

| EXPENSES | AMOUNT |
|---------------------------------------|------------------|
| EMPLOYEE COST - SALARIES AND BENEFITS | - |
| GL & POLLUTION INSURANCES | 89,192 |
| SERVICE CHARGES - COUNTY DEPARTMENTS | 6,989 |
| CONTRACTORS/CONSULTANTS | 50,000 |
| MONTEREY ONE WATER CONTRACT | 5,217,307 |
| SERVICES & SUPPLIES - EXTERNAL | 650 |
| DEBT PAYMENTS (SVWP, CSIP, SVRP) | 984,765 |
| TOTAL EXPENDITURES | 6,348,903 |

| | |
|------------------------|-----------|
| IMPACT TO FUND BALANCE | (183,663) |
|------------------------|-----------|

| | |
|----------------------------------|-----------|
| ESTIMATED BEGINNING FUND BALANCE | 1,673,239 |
| ESTIMATED ENDING FUND BALANCE | 1,489,576 |

FUND 1511: SALINAS RIVER DIVERSION FACILITY (SRDF) OPERATIONS AND MAINTENANCE (ZONE 2B)

The purpose of Fund 1511 (Fund 134) is to provide for operations and maintenance of the SRDF surface water diversion component of the Recycled Water Projects. Facilities include an instream inflatable dam, fish bypass system, diversion pump station with 4 diversion pumps, pipeline, standpipe, filtration system, and chlorination system. The SRDF filtration system and chlorination system are located at the Monterey One Water Regional Treatment Plant, where the filtered and chlorinated surface water is mixed with the recycled water from the SVRP in the CSIP Storage Pond and then delivered through the CSIP Distribution System.

The SRDF is a component of the Agency's Salinas Valley Water Project and operations began in 2010. The Agency operates the Nacimiento and San Antonio Reservoir to deliver the previously stored water to the SRDF site during the irrigation season, in compliance with State and Federal regulatory requirements. Those operations are permitted from April 1st to October 31st of each year. The operations are funded by Water Services Charges, which was approved through Proposition 218 process and adopted by Resolution 10-188. The Resolution indicates that the Water Service Charge is subjective to an annual CPI for the first five years and thereafter based on an evaluation by the Agency.

The Fund also captures expense related to a grant funded well destruction project for Zone 2B.

In FY27, the Agency recommends that the Water Service Charge be increased to \$113.57 per acre foot of water delivered, to cover a funding gap.

Monterey One Water, with management and oversight by the Agency, has operated the SRDF facility, since 2010. In 2015, the Agency and Monterey One Water entered into an Amended and Restated Water Recycling Agreement to cover operations and maintenance of the Recycled Water Projects through 2045.

Debt payments of Salinas Valley Water Project are funded with Ad Valorem and Zone 2C special assessments, in the amount of \$637,669 and \$1,122,045, respectively, from Fund 1501 (Fund 111).

FY27 budgeted activities in Fund 1511 are outlined below:

Monterey One Water:

- Operations and Maintenance activities \$1,382,686 staffing, services and supplies
- Capital Outlay \$61,250

Agency Operations and Maintenance activities:

- Staffing: 1.07 FTE
- \$445,000 contracted services
 - Filtration Improvement Project
 - CABM Scour Repair Engineering and Design
 - Operations Review
 - SRDF Wet well cleanout, Weir torquing
 - Pond Agitators
 - Air compressor replacement 1

- Grant Funded Activities:
 - Well Destruction Project 0.26 FTE + \$350,000 services and supplies
- Administration 0.46 FTE

Table 12. Fund 1511 Revenues & Expense

| REVENUES | AMOUNT |
|-------------------------------------|-----------|
| AD VALOREM TAXES | - |
| SPECIAL ASSESSMENTS | - |
| WATER DELIVERY & SERVICE CHARGES | 2,157,801 |
| GRANTS - LOCAL, STATE AND FEDERAL | 392,585 |
| INTERESTS AND OTHER INCOME | 40,970 |
| AGENCY & COUNTY INTERFUND TRANSFERS | - |
| TOTAL REVENUES | 2,591,356 |

| EXPENSES | AMOUNT |
|--|-----------|
| EMPLOYEE COST - SALARIES AND BENEFITS | 473,657 |
| GL & POLLUTION INSURANCES | 66,448 |
| SERVICE CHARGES - COUNTY DEPARTMENTS | 73,621 |
| CONTRACTORS/CONSULTANTS | 445,000 |
| CONTRACTORS/CONSULTANTS - GRANT FUNDED | 350,000 |
| MONTEREY ONE WATER CONTRACT | 1,443,936 |
| EQUIPMENT & VEHICLES | 20,750 |
| SERVICES & SUPPLIES - EXTERNAL | 38,961 |
| FUND TRANSFER OUT | - |
| DEBT PAYMENTS (SVWP, CSIP, SVRP) | - |
| TOTAL EXPENDITURES | 2,912,373 |

| | |
|------------------------|-----------|
| IMPACT TO FUND BALANCE | (321,017) |
|------------------------|-----------|

| | |
|----------------------------------|-----------|
| ESTIMATED BEGINNING FUND BALANCE | 1,365,679 |
| ESTIMATED ENDING FUND BALANCE | 1,044,662 |

FUND 1950: INTERLAKE TUNNEL AND SPILLWAY MODIFICATION DWR GRANT PROJECT/STUDY (ILT)

The purpose of Fund 1950 (Fund 426) is to track the DWR’s \$10 million grant to study the feasibility of an Interlake Tunnel between Nacimiento and San Antonio Reservoirs with modifications to the Nacimiento Spillway. Operationally, the Interlake Tunnel would divert water from Nacimiento Reservoir to San Antonio Reservoir that would have otherwise been spilled at Nacimiento Dam. The Nacimiento River basin produces nearly three times the average annual flow of the San Antonio River basin, therefore, capturing high Nacimiento River flows and diverting those flows to San Antonio Reservoir increases the overall storage capacity of the system.

The grant has now expired, and the Agency continues the efforts towards completion of the grant.

Activities covered by this fund are guided by the scope and deliverables of the grant agreement with DWR, including:

- Grant administration & completion report
- Water rights
- Draft engineer’s report

Table 13. Fund 1950 Revenues & Expense

| REVENUES | AMOUNT |
|---------------------------------------|------------------|
| INTERESTS AND OTHER INCOME | 14,952 |
| TOTAL REVENUES | 14,952 |
| | |
| EXPENSES | AMOUNT |
| EMPLOYEE COST - SALARIES AND BENEFITS | 132,508 |
| GL & POLLUTION INSURANCES | |
| SERVICE CHARGES - COUNTY DEPARTMENTS | 9,696 |
| CONTRACTORS/CONSULTANTS | 80,000 |
| TOTAL EXPENDITURES | 222,204 |
| | |
| IMPACT TO FUND BALANCE | (207,252) |
| | |
| ESTIMATED BEGINNING FUND BALANCE | 498,403 |
| ESTIMATED ENDING FUND BALANCE | 291,151 |

FUND 1810: CSIP DEBT SERVICE

Fund 1810 (Fund 303) issues debt service payments to the United States Bureau of Reclamation loan that funded the Castroville Seawater Intrusion Project.

Table 14. Fund 1810 Revenues & Expense

| REVENUES | AMOUNT |
|------------------------------|-----------|
| DEBT TRANSFERS (CSIP & SVWP) | 1,650,000 |
| TOTAL REVENUES | 1,650,000 |

| EXPENSES | AMOUNT |
|--------------------------------------|-----------|
| DEBT PAYMENT (INTERESTS & PRINCIPLE) | 1,650,000 |
| TOTAL EXPENDITURES | 1,650,000 |

| | |
|------------------------|---|
| IMPACT TO FUND BALANCE | 0 |
|------------------------|---|

FUND 1835: SALINAS VALLEY WATER PROJECT DEBT SERVICE

The purpose of Fund 1835 (Fund 313) is to issue payments of SVWP, which is financed by partial Ad Valorem taxes and Zone 2C Special Assessments from Fund 1501 (Fund 111). Debt for SVWP was issued by Monterey County Financing Authority.

Table 15. Fund 1835 Revenues & Expense

| REVENUES | AMOUNT |
|------------------------------|-----------|
| DEBT TRANSFERS (CSIP & SVWP) | 1,761,213 |
| TOTAL REVENUES | 1,761,213 |

| EXPENSES | AMOUNT |
|--------------------------------------|-----------|
| DEBT PAYMENT (INTERESTS & PRINCIPLE) | 1,761,213 |
| TOTAL EXPENDITURES | 1,761,213 |

| | |
|------------------------|---|
| IMPACT TO FUND BALANCE | 0 |
|------------------------|---|

CONSOLIDATED FUND BALANCE SUMMARY

Table 16. Agency's Unassigned Fund Balances Summary

| MCWRA FY27 Unassigned Fund Balance Summary | | | | | | | | | |
|---|---------------------|-------------|---|--|---|--------------------------------------|--------------------------------------|--|---|
| Fund | Fund Name | Zone | FY25 Estimated Add (Use) | FY26 Budgeted Add (Use) | FY27 Estimated Beginning Balance | FY27 Budgeted Expense | FY27 Budgeted Revenue | FY27 Budgeted Add (Use) | FY27 Estimate Ending Balance |
| 1501 | Administration Fund | | 598,662 | (145,809) | 5,103,687 | 7,929,719 | 5,871,248 | (2,058,471) | 3,045,216 |
| 1502 | Pajaro Levee | 1/1A | 426,443 | (204,496) | 1,396,486 | 734,363 | 620,174 | (114,189) | 1,282,297 |
| 1503 | Dam Operations | 2C | 1,660,288 | (626,591) | 2,734,104 | 14,602,612 | 13,941,763 | (660,849) | 2,073,255 |
| 1504 | Soledad Storm Drain | 8 | 69,802 | 2,802 | 376,312 | 57,761 | 102,744 | 44,983 | 421,295 |
| 1505 | Reclamation Ditch | 9 | 179,210 | (333,348) | 1,225,437 | 2,372,119 | 1,838,741 | (533,378) | 692,059 |
| 1506 | San Lorenzo Creek | 12 | 10,095 | (6,133) | 40,560 | 37,688 | 39,699 | 2,011 | 42,571 |
| 1507 | Moro Cojo Slough | 17 | (49,900) | (321,329) | 301,875 | 730,946 | 536,188 | (194,758) | 107,117 |
| 1508 | Hydro-Electric Ops | | 676,354 | (644,361) | 2,109,875 | 1,933,457 | 1,365,496 | (567,961) | 1,541,914 |
| 1509 | CSIP Operations | 2B/Y | (729,644) | (240,935) | 1,468,745 | 7,393,323 | 6,853,731 | (539,592) | 929,153 |
| 1510 | SVRP Operations | 2B/Z | (251,337) | (730,810) | 1,673,239 | 6,348,903 | 6,165,240 | (183,663) | 1,489,576 |
| 1511 | SRDF Operations | | (503,314) | (800,686) | 1,365,679 | 2,912,373 | 2,591,356 | (321,017) | 1,044,662 |
| 1810 | CSIP Debt Service | | - | - | 770,672 | 1,650,000 | 1,650,000 | - | 770,672 |
| 1835 | SVWP Debt Service | | 15 | - | 1,036,760 | 1,761,213 | 1,761,213 | - | 1,036,760 |
| 1950 | Interlake Tunnel | | 405,534 | (116,562) | 498,403 | 222,204 | 14,952 | (207,252) | 291,151 |
| Total: | | | 2,492,208 | (4,168,258) | 20,101,834 | 48,686,681 | 43,352,545 | (5,334,136) | 14,767,698 |

Table 17 Agency’s Assigned Fund Balances Summary

| MCWRA Assigned Fund Balance Summary | | | | | | |
|--|---------------------|------------|----------------------------|--|--|--|
| Fund | Fund Name | BSA | Description | FY26 Estimated Ending Balance | Budgeted Change in FY27 | FY27 Estimated Ending Balance |
| 1501 | Administration Fund | 30040 | Canyon Del Rey Improvement | 12,200 | 0 | 12,200 |
| 1503 | Dam Operations | 30040 | Cloud Seeding Reserve | 125,000 | 0 | 125,000 |
| 1503 | Dam Operations | 30040 | Capital Project | 840,000 | 0 | 840,000 |
| 1505 | Reclamation Ditch | 30040 | Markeley Swamp Reserve | 245,158 | 0 | 245,158 |
| 1509 | CSIP Operations | 22430 | USBR Loan Reserve | 254,187 | 0 | 254,187 |

AGENCY ZONE MAPS

An interactive map displaying Agency's Zone boundaries is available on Agency's website:

<https://www.countyofmonterey.gov/government/government-links/water-resources-agency/about/assessment-zones>

