



BOARD OF DIRECTORS

Case Van Wingerden
President
Casey Balch
Vice President

Polly Holcombe
Patrick O'Connor
Matthew Roberts

GENERAL MANAGER

Kelley Dyer

AGENDA

REGULAR MEETING OF THE BOARD OF DIRECTORS OF CARPINTERIA VALLEY WATER DISTRICT

CARPINTERIA CITY HALL
5775 CARPINTERIA AVENUE
CARPINTERIA, CA 93013

Wednesday, April 8, 2026 at 5:30 p.m.

Join Zoom Meeting

<https://us06web.zoom.us/j/87485036024?pwd=J41QpR7vglzOaoBwjdpf3vDRYFBAad.1>

Meeting ID: 874 8503 6024

Passcode: 139622

or

Dial by Phone: 1-669-444-9171

If interested in participating in a matter before the Board, you are strongly encouraged to provide the Board with a public comment in one of the following ways:

1. **Submitting a Written Comment.** If you wish to submit a written comment, please email your comment to the Board Secretary at Public.Comment@cvwd.net by **5:00 P.M. on the day of the meeting**. Please limit your comments to 250 words. Every effort will be made to read your comment into the record, but some comments may not be read due to time limitations.

2. If you wish to make either a general public comment or to comment on a specific agenda item in person, please: attend the Board Meeting at the location noted above and fill out a speaker slip prior to the hearing item.

I. CALL TO ORDER AND PLEDGE OF ALLEGIANCE: President Van Wingerden

II. ROLL CALL: Board Secretary, Lisa Silva

III. AGENDA CONFIRMATION: President Van Wingerden

IV. PUBLIC FORUM (Any person may address the Board of Directors on any matter within its jurisdiction which is not on the agenda)

V. CONSENT AGENDA ~ 1 minutes

A. **Minutes of the Regular Board meeting held on March 25, 2026

1301 Santa Ynez Avenue
Carpinteria, CA 93013
(805) 684-2816

**Indicates attachment of document to agenda packet.

VI. UNFINISHED BUSINESS – none

VII. **ADJOURN to the Regular Board meeting of Carpinteria Groundwater Sustainability Agency (Time Certain 5:35 p.m.)

VIII. RECONVENE to the Regular District Board meeting

IX. NEW BUSINESS – 75 minutes

- A. **Consider Proposed Fiscal Year 2027-2029 Budget (for information, General Manager Dyer) Presented by Norma Rosales**
- B. Consider Proposed Fiscal Year 2027-2029 Water Rates (for information, General Manager Dyer) Presented by Kevin Kostiuk, Raftelis**
- C. **Consider scheduling a Public Hearing on June 10, 2026 regarding Proposed Fiscal Year 2027-2029 Water Rates and Authorize mailing Proposition 218 Notice (for action, General Manager Dyer) Presented by Norma Rosales**
- D. **Consider modifying the District’s Reserve Policy to include a Rate Stabilization Fund and CAPP Restricted Reserve Fund (for action, General Manager Dyer) Presented by Norma Rosales**
- E. **Consider Letter of Support for SB 872 (for action, General Manager Dyer)**

X. DIRECTOR REPORTS ~ 5 minutes

- A. **Rate & Budget Committee meeting – April 7, 2026 – Directors Roberts and O’Connor**
- B. **Joint Utilities Committee meeting – March 31, 2026 – Director Holcombe and Van Wingerden**
- C. **CCWA Regular Board meeting – March 26, 2026 – Director Balch**

XI. GENERAL MANAGER REPORTS (for information) ~none

**XII. CONSIDER DATES AND ITEMS FOR AGENDA FOR:
CARPINTERIA VALLEY WATER DISTRICT BOARD MEETING OF
APRIL 19, 2026, AT 5:30 P.M., CARPINTERIA CITY HALL, 5775 CARPINTERIA
AVENUE, CARPINTERIA, CALIFORNIA.**

XIII. ADJOURNMENT.

Note: The above Agenda was posted at Carpinteria Valley Water District Administrative Office in view of the public no later than 5:00 p.m., April 5, 2026. The Americans with Disabilities Act provides that no qualified individual with a disability shall be excluded from participation in, or denied benefits of, the District’s programs, services, or activities because of any disability. If you need special assistance to participate in this meeting, please contact the District Office at (805) 684-2816. Notification at least twenty-four (24) hours prior to the meeting will enable the District to make appropriate arrangements. Materials related to an item on this Agenda submitted to the Board of Directors after distribution of the agenda packet are available for public inspection in the Carpinteria Valley Water district offices located at 1301 Santa Ynez Avenue, Carpinteria during normal business hours, from 8 am to 5 pm.

1301 Santa Ynez Avenue
Carpinteria, CA 93013
(805) 684-2816

**Indicates attachment of document to agenda packet.

MINUTES OF THE REGULAR MEETING OF THE BOARD OF DIRECTORS CARPINTERIA VALLEY WATER DISTRICT			
March 25, 2026			
	Director Van Wingerden called the Regular meeting of the Carpinteria Valley Water District Board of Directors held in the Carpinteria City Hall Chamber to order at 5:30 p.m., Wednesday, March 25, 2026, and led the Board in the Pledge of Allegiance.		
ROLL CALL	Directors Present: O'Connor, Holcombe, Balch, Roberts and Van Wingerden		
	Others Present: Kelley Dyer and Bob McDonald		
	<table border="1" style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 50%; text-align: center;">Michael Pellegrini Chris Malejan</td> <td style="width: 50%; text-align: center;">Kraig Erickson Marina Magana</td> </tr> </table>	Michael Pellegrini Chris Malejan	Kraig Erickson Marina Magana
Michael Pellegrini Chris Malejan	Kraig Erickson Marina Magana		
AGENDA CONFIRMATION	General Manager Dyer reported there were no changes to the agenda.		
PUBLIC FORUM	No one from the public addressed the Board.		
CLOSED SESSION	<p>President Van Wingerden adjourned the meeting at 5:31 p.m. to convene the Board into closed session for the following matters:</p> <p>A. [CLOSED SESSION]: CONFERENCE WITH LEGAL COUNSEL – ANTICIPATED LITIGATION PURSUANT TO PARAGRAPH (4) OF SUBDIVISION (d) OF GOVERNMENT CODE SECTIONS 54956.9: ONE POTENTIAL CASE</p>		
BOARD RECONVENED TO OPEN SESSION	<p>At 7:05 p.m., President Van Wingerden reconvened the Board meeting with the following reportable actions:</p> <p>A. No reportable action</p>		
CONSENT AGENDA A. Minutes B. Disbursement Report C. Hamner, Jewell & Assoc. Ratification for CAPP	<p>Director O'Connor moved, and Director Balch seconded the motion to approve the consent agenda. The motion carried by a 5-0 vote. The motion was approved by roll call as follows;</p> <p>Ayes: O'Connor, Holcombe, Balch, Roberts and Van Wingerden Nays : none Absent: none</p>		
CAPP UPDATE	<p>General Manager Dyer presented to consider update on CAPP. Presentation by Chris Malejan, WSC.</p> <p>For Information.</p>		

<p>WOODARD & CURRAN CONTRACT FOR SMILLIE WELL PROJECT</p>	<p>General Manager Dyer presented to consider contract with Woodard & Curran for Engineering Services for Smillie Well #2 Aquifer Storage and Recovery Well project in an amount not to exceed \$511,950.</p> <p>Following discussion, Director Balch moved, and Director Holcombe seconded the motion to approve contract with Woodard & Curran in an amount not to exceed \$511,950. The motion carried by a 5-0 vote. The motion was approved by roll call as follows;</p> <p>Ayes: O'Connor, Holcombe, Balch, Roberts and Van Wingerden Nayes : none Absent: none</p>
<p>PUEBLO WATER RESOURCES CONTRACT FOR SMILLIE WELL PROJECT</p>	<p>General Manager Dyer presented to consider contract with Pueblo Water Resources Inc. for Hydrogeologic Services for Smillie Well #2 Aquifer Storage and Recovery Well project in an amount not to exceed \$576,406.</p> <p>Following discussion, Director Holcombe moved, and Director O'Connor seconded the motion to approve contract with Pueblo Water Resources in an amount not to exceed \$576,406. The motion carried by a 5-0 vote. The motion was approved by roll call as follows;</p> <p>Ayes: O'Connor, Holcombe, Balch, Roberts and Van Wingerden Nayes : none Absent: none</p>
<p>RINCON CONSULTANTS CONTRACT FOR SMILLIE WELL PROJECT</p>	<p>General Manager Dyer presented to consider contract with Rincon Consultants for Environmental Services for Smillie Well #2 Aquifer Storage and Recovery Well project in an amount not to exceed \$219,814.</p> <p>Following discussion, Director Roberts moved, and Director Balch seconded the motion to approve contract with Rincon Consultants in an amount not to exceed \$219,814. The motion carried by a 5-0 vote. The motion was approved by roll call as follows;</p> <p>Ayes: O'Connor, Holcombe, Balch, Roberts and Van Wingerden Nayes : none Absent: none</p>
<p>GENERAL PUMP COMPANY CONTRACT FOR HQ WELL PUMP</p>	<p>General Manager Dyer presented to consider contract with General Pump Company for Headquarters Well Pump Evaluation Services in an amount not to exceed \$88,987.</p> <p>Following discussion, Director Roberts moved, and Director Holcombe seconded the motion to approve contract with General Pump Company in an amount not to exceed \$88,987. The motion carried by a 5-0 vote. The motion was approved by roll call as follows;</p> <p>Ayes: O'Connor, Holcombe, Balch, Roberts and Van Wingerden Nayes : none Absent: none</p>

<p>FLOWERS & ASSOCIATES CONTRACT FOR HQ PARKING LOT</p>	<p>General Manager Dyer presented to consider authorizing a contract with Flowers & Associates for Pre-Design Services of the District Headquarters Parking Lot in an amount not to exceed \$23,500.</p> <p>Following discussion, Director Holcombe moved, and Director Balch seconded the motion to authorize contract with Flowers & Associates in an amount not to exceed \$23,500. The motion carried by a 5-0 vote. The motion was approved by roll call as follows;</p> <p>Ayes: O'Connor, Holcombe, Balch, Roberts and Van Wingerden Nays : none Absent: none</p>
<p>CCWA 2026 SURPLUS WATER TRANSFER PROGRAM</p>	<p>General Manager Dyer presented to consider Participation in CCWA 2026 Surplus Water Transfer Program.</p> <p>Following discussion, Director Balch moved, and Director Roberts seconded the motion to approve Participation in CCWA 2026 Surplus Water Transfer Program. The motion carried by a 5-0 vote. The motion was approved by roll call as follows;</p> <p>Ayes: O'Connor, Holcombe, Balch, Roberts and Van Wingerden Nays : none Absent: none</p>
<p>CACHUMA OPERATIONS MAINTENANCE & BOARD REGULAR MEETING</p>	<p>Director O'Connor gave a verbal report on the COMB Regular meeting that was held on March 23, 2026.</p>
<p>NEXT BOARD MEETING</p>	<p>The next Regular Board meeting is scheduled to be held on April 8, 2026, at 5:30 p.m., Carpinteria City Hall, 5775 Carpinteria Avenue, Carpinteria California.</p> <p>Director Holcombe requested regular updates on the status of property rights and funding for CAPP.</p>
<p>ADJOURNMENT</p>	<p>Director Van Wingerden adjourned the meeting at 8:07 p.m.</p>
	<p>Lisa Silva, Board Secretary</p>



AGENDA
REGULAR MEETING OF
THE BOARD OF DIRECTORS OF
CARPINTERIA GROUNDWATER SUSTAINABILITY AGENCY

CARPINTERIA CITY HALL
5775 CARPINTERIA AVENUE
CARPINTERIA, CA 93013

BOARD OF DIRECTORS

Case Van Wingerden
Chairperson
Casey Balch
Vice Chairperson

Polly Holcombe
Patrick O'Connor
Matthew Roberts

EXECUTIVE DIRECTOR

Kelley Dyer

Wednesday, April 8, 2026 at 5:35 p.m.

Join Zoom Meeting

<https://us06web.zoom.us/j/87485036024?pwd=J41QpR7vglzOaoBwjdpf3vDRYFBAad.1>

Meeting ID: 874 8503 6024

Passcode: 139622

or

Dial by Phone: 1-669-444-9171

- 1. CALL TO ORDER**
- 2. AGENDA CONFIRMATION: Executive Director Dyer**
- 3. PUBLIC FORUM (Any person may address the Board of Directors on any matter within its jurisdiction which is not on the agenda).**
- 4. CONSENT AGENDA**
 - A. **Minutes for the Meeting of the Board held on March 11, 2026**
- 5. UNFINISHED BUSINESS – none**
- 6. NEW BUSINESS**
 - A. **Consider Proposed Fiscal Year 2026-2027 Budget (for information, Executive Director Dyer) Presented by Norma Rosales**
 - B. **Consider scheduling a Public Hearing for June 10, 2026 and Authorize mailing Proposition 218 Notice (for action, Executive Director Dyer) Presented by Norma Rosales**
 - C. **Consider Adoption of a Financial Reserves Policy (for action, Executive Director Dyer) Presented by Norma Rosales**
- 6. EXECUTIVE DIRECTOR REPORTS (for information) – none**

**Indicates attachment of document to agenda packet.

7. ADJOURNMENT.

The above matters are the only items scheduled to be considered at this meeting.

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**Indicates attachment of document to agenda packet.



Carpinteria Valley Water District

1301 Santa Ynez Avenue • Carpinteria, CA 93013
Phone (805) 684-2816

BOARD OF DIRECTORS

Case Van Wingerden
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GENERAL MANAGER

Kelley Dyer

STAFF REPORT

To: CVWD Board of Directors
From: Kelley Dyer, General Manager
Date: April 8, 2026
Prepared by: Norma Rosales, Assistant General Manager

For Consideration: Proposed Budget for Fiscal Years 2027 through 2029

The proposed budget is an input to the District's financial plan and cost-of-service study for three years of proposed rates and charges for fiscal years 2027, 2028, and 2029.

The proposed budget summary described, as follows, is intended to provide the Board with an early, high-level view of projected expenditures and capital needs over the next three fiscal years. The budget reflects current assumptions, known cost drivers, and anticipated service level requirements.

Additional details of the proposed budget are provided in the attached preliminary budget document.

Staff will return to the Board on June 10, 2026 to consider adoption of the proposed budget.

1. Operating Expense Budget Overview

General Fund Operating Expenses

The FY 2027-2029 Proposed Operating Expense Budget reflects projected expenditures necessary to maintain existing service levels. Major cost drivers include personnel costs, water treatment, the District's share of Joint Power Authority budgets, and repair and maintenance costs.

Key highlights of the General Fund Operating Expenses include:

- FY 2026/27: \$11,945,606 million (0.79% decrease)

- Personnel Expense decreasing 3.7%
- Professional Services decreasing 38.5%
- Water Treatment Expense increasing 10.2%
- Operations Expense decreasing 9.6%
- State Water increasing 40.4%
- FY 2027/28: \$12,418,485 (3.1% increase)
- FY 2028/29: \$12,439,236 (3.3% increase)

CAPP Fund Operations & Maintenance

The FY 2027–2029 CAPP Fund proposed Operation & Maintenance (O&M) Expense Budget reflects projected expenditures of \$2,162,129 in Fiscal Year 2029. No O&M costs are projected in FY 2027-2028.

2. Capital Expenditures

The Proposed Budget includes planned capital projects focused on maintaining and rehabilitating existing infrastructure, regulatory compliance, and operational efficiency. Capital expenditures are prioritized based on asset condition, risk, and available funding sources.

Capital Expenditures (Pay-Go):

- **Total FY 2027: \$1,172,300 (6.6% increase)**
 - On-site CL2 Generation System \$263,000
 - New Valve Truck \$177,450
 - Infrastructure Maintenance \$262,500
 - Gobernador Pressure Regulator System \$105,000
 - Gobernador Roof & Gutter Replacement \$101,850
 - Ortega Repairs/Dive Inspection \$ 65,000
 - No Discharge Flushing \$ 45,000
 - Regulator Stn Communications Project \$ 52,500
 - Cater Capital (CVWDs share) \$100,000

- **Total FY 2028: \$1,229,275 (4.9% increase)**
 - On-site CL2 Generation System \$276,150
 - Pipeline Inspection \$294,000
 - Infrastructure Improvement \$275,625
 - No Discharge Flushing \$ 47,250
 - Gobernador Pressure Regulator System \$110,250
 - El Carro Well PLC & Controls Upgrade \$ 73,500
 - Anode Replacement \$ 52,500

- Cater Capital (CVWDs share) \$100,000
- **Total FY 2029: \$1,406,036 (14.4% increase)**
 - HQ Well Rehabilitation \$420,000
 - Carpinteria Reservoir Aeration \$472,500
 - Gobernador Pressure Regulator \$124,130
 - Infrastructure Maintenance \$289,406
 - Cater Capital (CVWDs share) \$100,000

Capital Expenditures (funded via Grants/Loans/Reserves):

- **Smillie ASR Well (Grants/Reserves):**

The proposed budget includes capital expenditures for Smillie Well Aquifer Storage and Recover (ASR) project totaling \$5,600,000:

- FY 26/27: \$2,800,000
- FY 27/28: \$2,800,000

- **CAPP (Grants/Loan/Reserves):**

The proposed budget includes Capital Expenditures for the CAPP project:

- FY 26/27: \$33,756,576
- FY 27/28 \$31,601,735
- FY 28/29 \$ 9,948,428

Fiscal Impact:

The Proposed Budget is a planning document and does not authorize expenditures. Fiscal impacts will be evaluated and finalized as part of the Final Budget approvals.

Recommendation: No action required, for information only.

Carpinteria Valley Water District



THREE YEAR OPERATING AND CAPITAL BUDGET FOR FISCAL YEARS 2027, 2028, and 2029 PROPOSED

Adopted by the Board of Directors of the
Carpinteria Valley Water District
at a Regular Board Meeting held on
June 10, 2026, by Resolution No. xxxx.

Lisa Silva, Board Secretary

**THREE YEAR
OPERATING AND CAPITAL BUDGET FOR
FISCAL YEARS 2027, 2028, and 2029**

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**CARPINTERIA VALLEY WATER DISTRICT
GENERAL FUND AND FUND 30 BUDGET SUMMARY - PROPOSED**

	2024/25 Actual	2025/26 Budget Amended 07/23/25	2026/27 Budget Proposed	2027/28 Budget Proposed	2028/29 Budget Proposed
Water Sales, In Acre Feet (AF)	3,500 AF	3,600 AF	3,817 AF	3,831 AF	3,844 AF
GENERAL FUND REVENUE SUMMARY					
Water Sales	6,979,546	7,594,399	8,786,286	9,350,099	9,867,762
Service Charges	8,990,097	9,642,714	9,265,405	9,810,701	10,446,114
Other Revenue	2,459,613	707,731	780,553	767,159	790,867
Total Revenues	18,429,256	17,944,844	18,832,244	19,927,959	21,104,743
GENERAL FUND EXPENSE SUMMARY					
Personnel	4,064,911	4,649,540	4,476,184	4,677,483	5,016,847
General and Administrative	807,879	497,979	502,107	518,960	536,407
Utilities	431,602	478,203	419,962	439,605	464,797
Professional Services	429,814	472,859	290,970	299,660	379,092
Operations Expense	836,913	1,078,438	974,632	1,009,597	966,378
Water Treatment & Testing	2,192,883	2,643,405	2,912,279	3,017,331	2,522,619
State Water	71,064	276,314	388,009	407,410	427,780
Joint Powers Authorities	1,595,416	1,668,118	1,727,942	1,791,368	1,857,482
Water Conservation	17,134	52,653	23,990	24,710	25,451
Other Expense	241,140	223,323	229,530	232,361	242,382
Total Expenses	10,688,756	12,040,832	11,945,606	12,418,485	12,439,236
SURPLUS BEFORE DEBT AND CAPITAL	7,740,500	5,904,012	6,886,638	7,509,474	8,665,508
DEBT SERVICE	(4,617,317)	(4,973,972)	(5,169,044)	(5,824,041)	(5,943,696)
CAPITAL COST RECOVERY FEES	401,311	450,000	150,000	153,000	156,060
NET OPERATING SURPLUS BEFORE CAPITAL PROJ	3,524,494	1,380,040	1,867,594	1,838,433	2,877,872
NET GRANT/ LOAN/ RESERVES FUNDED CAPITAL PROJ	-	-	578,828	(1,702,045)	1,002,733
PAY-GO FUNDED CAPITAL EXPENDITURES	(1,184,000)	(1,100,000)	(1,172,300)	(1,229,275)	(1,406,036)
NET OPERATING SURPLUS AFTER CAPITAL PROJECTS	2,340,494	280,040	1,274,122	(1,092,887)	2,474,569
2016 Bond Early Payoff					(2,470,000)
INCREASE (DECREASE) IN CASH	2,340,494	280,040	1,274,122	(1,092,887)	4,569
		<i>VS FY25 Actual</i>	<i>VS FY26 Budget</i>	<i>VS FY27 Budget</i>	<i>VS FY28 Budget</i>
\$ Change		(2,060,453)	994,082	(2,367,010)	1,097,456
% Change		-58.5%	72.0%	-126.7%	59.7%

CARPINTERIA VALLEY WATER DISTRICT
GRANT/ LOAN/ RESERVES FUNDED CAPITAL PROJECT BUDGET - PROPOSED

	2026/27	2027/28	2028/29
	Budget	Budget	Budget
	Proposed	Proposed	Proposed
FUND 30: CARPINTERIA ADVANCED PURIFICATION PROJECT (CAPP)			
Funding Sources			
CAPP Variable - Water Sales	306,050	466,439	629,288
CAPP Fixed - Service Charges	369,796	554,681	739,572
CAPP Property Tax Assessments	413,582	796,752	850,000
Grant Revenues	18,317,596	6,942,418	7,762,208
Loan Proceeds	16,328,379	22,539,399	3,132,223
Total Funding Sources	35,735,404	31,299,689	13,113,291
Project Expenditures			
Capital Expenditures	33,756,576	31,601,735	9,948,428
CAPP O & M Expenses	-	-	2,162,129
Debt Service - Principle	-	-	-
Debt Service - Interest	-	-	-
Total Project Expenditures	33,756,576	31,601,735	12,110,557
NET CAPP RELATED PROJECT EXPENDITURES	1,978,828	(302,045)	1,002,733
GENERAL FUND: SMILLIE WELL REPLACEMENT			
Funding Sources			
Grant Revenues	1,400,000	1,400,000	
Total Funding Sources	1,400,000	1,400,000	
Project Expenditures			
Capital Expenditures	2,800,000	2,800,000	
Total Project Expenditures	2,800,000	2,800,000	
NET SMILLIE EXPENDITURES (USE OF RESERVES)	(1,400,000)	(1,400,000)	
NET GRANT/ LOAN/ RESERVES FUNDED CAPITAL PROJECTS	578,828	(1,702,045)	1,002,733

CARPINTERIA VALLEY WATER DISTRICT

PAY-GO FUNDED CAPITAL PROJECT BUDGET - PROPOSED

		2025/26 Budget Amended 07/23/25	2026/27 Budget Proposed	2027/28 Budget Proposed	2028/29 Budget Proposed
CAPITAL EXPENDITURES					
01-1650	Cater Plant Expansion	100,000	100,000	100,000	100,000
01-1705	Pumping Equipment		-	-	-
01-1710	Mains, Transmission and Distribution	460,000	412,500	727,125	413,536
01-1715	Meters & Services	-	-	-	-
01-1720	Hydrants	-	-	-	-
01-1725	Corrosion Control	-	-	-	-
01-1730	Administration Building	-	-	-	-
01-1735	Maintenance Center	-	-	-	-
01-1740	Office Equipment	-	-	-	-
01-1745	Automotive Equipment		177,450	-	-
01-1750	Other Equipment & Tools	310,000	52,500	126,000	-
01-1755	Wells	130,000	-	-	-
01-1760	Tanks & Reservoirs	-	166,850	-	-
01-1765	Water Treatment Equipment	-	263,000	276,150	472,500
01-1770	Facilities and Grounds	-	-	-	-
01-1775	CIP Storage Tank	100,000	-	-	-
01-1780	HQ Well	-	-	-	420,000
Total Capital Expenditures		1,100,000	1,172,300	1,229,275	1,406,036

PAY-GO FUNDED CAPITAL EXPENDITURES	1,100,000	1,172,300	1,229,275	1,406,036
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	<i>VS FY26 Budget</i>	<i>VS FY27 Budget</i>	<i>VS FY28 Budget</i>
\$ Change	72,300	56,975	176,761
% Change	6.6%	4.9%	14.4%

**CARPINTERIA VALLEY WATER DISTRICT
LONG TERM DEBT AND DEBT SERVICE BUDGET - PROPOSED**

	2024/25 Actual	2025/26 Budget Amended 07/23/25	2026/27 Budget Proposed	2027/28 Budget Proposed	2028/29 Budget Proposed
LONG TERM DEBT					
01-510-7300 State DWR Charges	2,137,163	2,172,791	2,285,724	2,360,467	2,502,095
TOTAL LONG TERM DEBT	2,137,163	2,172,791	2,285,724	2,360,467	2,502,095

% Change 2% 5% 3% 6%

LONG TERM DEBT					
Debt Service - Principal					
01-2365 Revenue Bonds 2016-Principal *	500,000	525,000	555,000	485,000	-
01-2335 Revenue Bonds 2020A - Principle	435,000	460,000	485,000	950,000	1,290,000
01-2337 Bond Payable-2020B Taxable Ref Rev Bond:	105,000	105,000	110,000	115,000	120,000
Revenue Bonds 2020C - Principle	-	-	-	135,000	145,000
01-2340 SRF-Cater Treatment Plant Principal	-	-	-	-	-
01-2367 Siemens Lease - Principal	425,198	437,023	449,177	461,669	474,508
01-23xx SRF: Cater Resvr Resiliency - Princ <i>NEW</i>	-	-	-	-	250,383
01-23xx Casitas Intertie	-	-	-	-	60,000
Total Debt Service - Principal	1,465,198	1,527,023	1,599,177	2,146,669	2,339,891

Debt Service - Interest					
01-599-7308 Revenue Bonds 2016-Interest *	201,750	188,625	161,625	135,625	-
01-599-7310 Revenue Bonds 2020A - Interest	804,375	782,000	758,375	722,500	666,500
01-599-7311 Revenue Bonds 2020B - Interest	129,434	126,379	123,143	119,647	115,916
10-599-7312 Revenue Bonds 2020C - Interest	75,500	75,500	75,500	72,125	65,125
01-599-7309 Siemens Lease - Interest	111,528	101,654	89,500	77,008	64,169
01-599-7314 SRF: Cater Resvr Resiliency - Int <i>NEW</i>	-	-	76,000	190,000	190,000
Misc. Interest	109,692				
Bond Premiums	(417,323)				
Total Debt Service - Interest	1,014,956	1,274,158	1,284,143	1,316,905	1,101,710

TOTAL DEBT SERVICE	2,480,154	2,801,181	2,883,320	3,463,574	3,441,601
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% Change 13% 3% 20% -1%

TOTAL LONG TERM DEBT AND DEBT SERVICE	4,617,317	4,973,972	5,169,044	5,824,041	5,943,696
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	VS FY25 ACTUAL	VS FY26 ADOPTED	VS FY27 PROPOSED	VS FY28 PROPOSED
\$ Change	356,655	195,072	654,997	119,655
% Change	8%	4%	13%	2%

* Revenue Bond 2016A will be paid off in FY29.

**CARPINTERIA VALLEY WATER DISTRICT
GENERAL FUND OPERATING REVENUES DETAIL- PROPOSED**

	2024/25 Actual	2025/26 Budget Amended 07/23/25	2026/27 Budget Proposed	2027/28 Budget Proposed	2028/29 Budget Proposed
Water Sales in Acre Feet	3,500 AF	3,600 AF	3,817 AF	3,831 AF	3,844 AF
REVENUE					
Water Sales and Service Charges Revenue					
01-4000 Residential	2,801,524	3,142,937	3,926,234	4,198,825	4,455,757
01-4001 Commercial	458,888	640,130	680,014	720,231	757,197
01-4002 Industrial	129,338	147,226	169,894	179,965	189,205
01-4003 Public Authority	284,130	257,798	360,709	382,304	401,783
01-4004 Agricultural	2,013,050	2,002,467	2,366,732	2,510,149	2,636,075
01-4010 Ag Residential Equivalency Charge	113,396	124,848	171,238	181,377	190,621
01-4005 Monthly Service Charge-Basic	749,665	811,933	934,643	1,007,125	1,076,183
01-4006 Monthly Service Charge-SWP	3,408,150	3,673,496	3,609,570	3,851,104	4,076,120
01-4007 Monthly Service Charge-CIP	4,832,282	5,157,285	4,721,192	4,952,471	5,293,810
01-4013 AG Fixed O&M	990,929	1,075,453	1,061,278	1,124,089	1,181,262
01-4200 Fire Protection	188,291	203,540	50,186	53,160	55,863
Total Water Sales and Service Charges Revenue	15,969,643	17,237,113	18,051,691	19,160,800	20,313,876

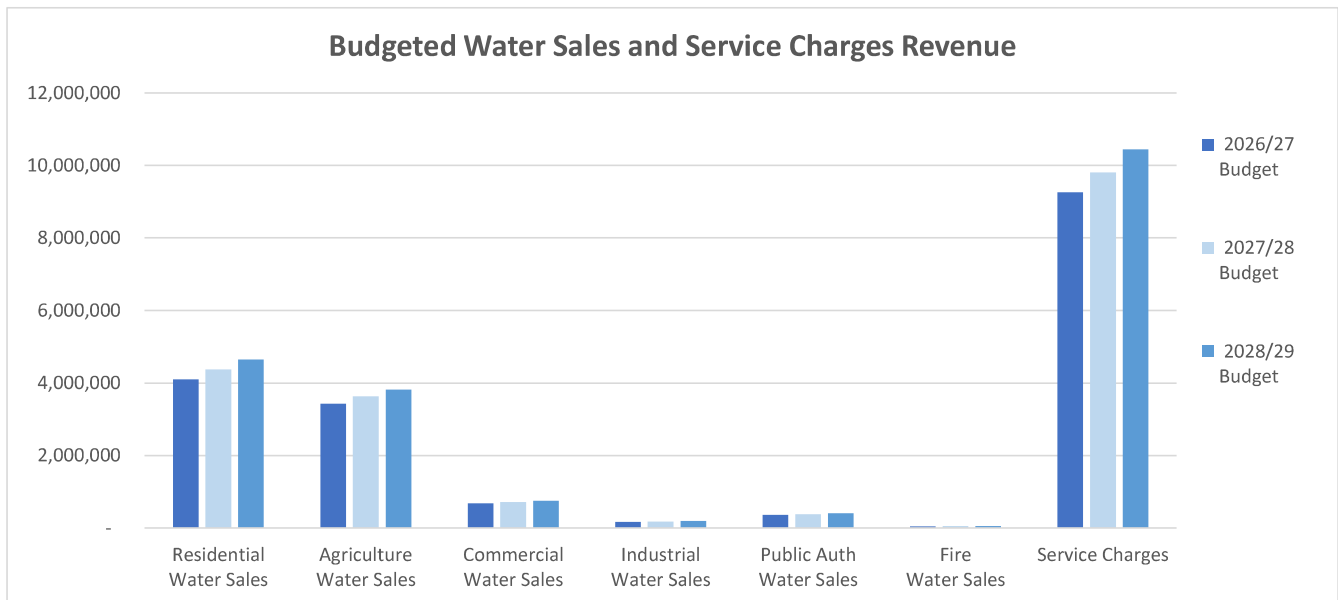
	VS FY25 ACTUAL	VS FY26 Budget	VS FY27 Budget	VS FY28 Budget
\$ Change	1,267,470	814,578	1,109,109	1,153,076
% Change	7.9%	4.7%	6.1%	6.0%

Other Revenue

01-4100 Capital Cost Recovery	401,311	450,000	150,000	153,000	156,060
01-4310 Other Income	79,970	103,434	105,503	107,613	109,765
01-4312 Operating Grant Revenue	1,518,941	-	-	-	-
01-4314 GSA Personnel Costs Reimbursement	134,252	164,143	167,426	170,774	174,190
01-4450 Overhead Control ¹	22,282	50,000	51,000	52,020	53,060
01-4500 Interest	647,517	333,000	399,470	379,598	396,698
01-4009 Lifeline Program Credits	(28,142)	(27,846)	(27,846)	(27,846)	(27,846)
01-4300 Miscellaneous Service Revenue	84,793	85,000	85,000	85,000	85,000
Total Other Revenue	2,860,924	1,157,731	930,553	920,159	946,927

Total Operating Revenue	18,830,567	18,394,844	18,982,244	20,080,959	21,260,803
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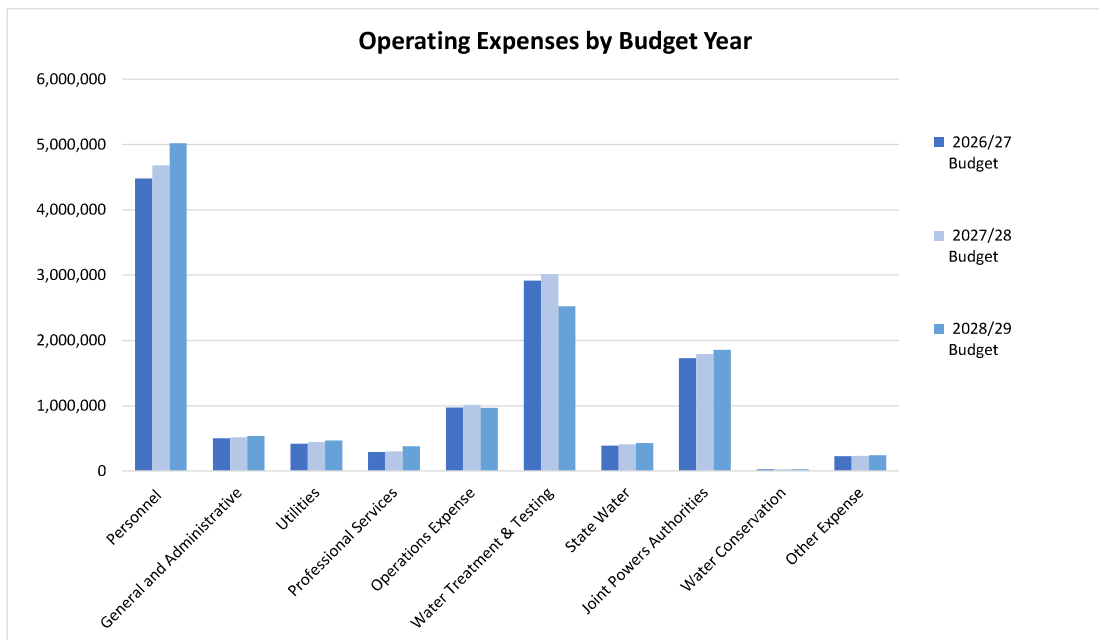
	VS FY25 Actual	VS FY26 Budget	VS FY27 Budget	VS FY28 Budget
\$ Change	(435,723)	587,400	1,098,715	1,179,844
% Change	-2.3%	3.2%	5.8%	5.9%



**CARPINTERIA VALLEY WATER DISTRICT
GENERAL FUND OPERATING EXPENSES SUMMARY - PROPOSED**

	2024/25 Actual	% of Total	2025/26 Budget Amended 07/23/25	% of Total	2026/27 Budget Proposed	% of Total	2027/28 Budget Proposed	% of Total	2028/29 Budget Proposed	% of Total
Water Sales in Acre Feet	3,500 AF		3,600 AF		3,817 AF		3,831 AF		3,844 AF	
OPERATING EXPENSES										
Personnel	4,064,911	38.0%	4,649,540	38.6%	4,476,184	37.5%	4,677,483	37.7%	5,016,847	40.3%
\$ Change	-4,459,118		584,629		-173,356		201,300		339,363	
% Change			14.4%		-3.7%		4.5%		7.3%	
General and Administrative	807,879	7.6%	497,979	4.1%	502,107	4.2%	518,960	4.2%	536,407	4.3%
\$ Change	-2,845,109		-309,900		4,128		16,853		17,448	
% Change			-38.4%		0.8%		3.4%		3.4%	
Utilities	431,602	4.0%	478,203	4.0%	419,962	3.5%	439,605	3.5%	464,797	3.7%
\$ Change	-4,617,601		46,601		-58,241		19,643		25,192	
% Change			10.8%		-12.2%		4.7%		5.7%	
Professional Services	429,814	4.0%	472,859	3.9%	290,970	2.4%	299,660	2.4%	379,092	3.0%
\$ Change	-429,814		43,045		-181,889		8,689		79,432	
% Change			10.0%		-38.5%		3.0%		26.5%	
Operations Expense	836,913	7.8%	1,078,438	9.0%	974,632	8.2%	1,009,597	8.1%	966,378	7.8%
\$ Change	-729,894		241,525		-103,806		34,965		-43,219	
% Change			28.9%		-9.6%		3.6%		-4.3%	
Water Treatment & Testing	2,192,883	20.5%	2,643,405	22.0%	2,912,279	24.4%	3,017,331	24.3%	2,522,619	20.3%
\$ Change	-2,213,560		450,522		268,874		105,052		-494,712	
% Change			20.5%		10.2%		3.6%		-16.4%	
State Water	71,064	0.7%	276,314	2.3%	388,009	3.2%	407,410	3.3%	427,780	3.4%
\$ Change	-71,064		205,250		111,695		19,401		20,370	
% Change			288.8%		40.4%		5.0%		5.0%	
Joint Powers Authorities	1,595,416	14.9%	1,668,118	13.9%	1,727,942	14.5%	1,791,368	14.4%	1,857,482	14.9%
\$ Change			72,702		59,824		63,426		66,114	
% Change			4.6%		3.6%		3.7%		3.7%	
Water Conservation	17,134	0.2%	52,653	0.4%	23,990	0.2%	24,710	0.2%	25,451	0.2%
\$ Change	-17,134		35,519		-28,663		720		741	
% Change			207.3%		-54.4%		3.0%		3.0%	
Other Expense	241,140	2.3%	223,323	1.9%	229,530	1.9%	232,361	1.9%	242,382	1.9%
\$ Change	-936,720		-17,817		6,207		2,831		10,021	
% Change			-7.4%		2.8%		1.2%		4.3%	
TOTAL OPERATING EXPENSES	10,688,756		12,040,832		11,945,606		12,418,485		12,439,236	

	VS FY25 Actual	VS FY26 Budget	VS FY27 Budget	VS FY28 Budget
\$ Change	1,352,076	-95,226	472,879	20,751
% Change	12.6%	-0.8%	4.0%	0.2%



CARPINTERIA VALLEY WATER DISTRICT
THREE YEAR OPERATING EXPENSES DETAIL- PROPOSED
 FY 2026-2027 · FY 2027-2028 · FY 2028-2029

	2024/25 Actual	2025/26 Budget Amended 07/23/25	% Change FY26 Budget to FY25 Actual	2026/27 Budget Proposed	% Change FY27 Budgeted to FY26 Budgeted	2027/28 Budget Proposed	% Change FY28 Budgeted to FY27 Budgeted	2028/29 Budget Proposed	% Change FY28 Budgeted to FY29 Budgeted	
Water Sales in Acre Feet	3,500 AF	3,600 AF		3,817 AF		3,831 AF		3,844 AF		
PERSONNEL										
Labor										
01-540-6001	Maint of Wells-Labor	67,676	101,005	49.2%	103,029	2.0%	107,255	4.1%	131,768	22.9%
01-550-6001	Water Tests & Treatment-Labor	66,737	68,132	2.1%	105,090	54.2%	109,394	4.1%	140,676	28.6%
01-550-6004	Electrical/Instrumentation-Labor	15,322	10,958	(28.5%)	14,677	33.9%	15,484	5.5%	16,336	5.5%
01-560-6001	Engineering Labor-Office	278,633	298,693	7.2%	325,586	9.0%	339,725	4.3%	354,503	4.3%
01-560-6002	Engineering- Vacation, Sick, & Holidays	68,915	111,446	61.7%	110,520	(0.8%)	115,429	4.4%	120,564	4.4%
01-560-6003	Field Labor-Office	253,286	357,108	41.0%	163,811	(54.1%)	175,953	7.4%	185,541	5.4%
01-560-6004	Field- Vacation, Sick, & Holidays	114,994	177,196	54.1%	139,241	(21.4%)	147,557	6.0%	169,203	14.7%
01-560-6005	Standby Labor	81,801	67,000	(18.1%)	67,000	0.0%	67,000	0.0%	67,000	0.0%
01-560-6006	Vehicle/Equipment Maint Labor	6,002	14,556	142.5%	15,415	5.9%	16,263	5.5%	17,152	5.5%
01-560-6007	Maint of Mains & Hydrants-Labor	178,480	102,337	(42.7%)	177,364	73.3%	186,239	5.0%	195,562	5.0%
01-560-6008	Maint of Meters & Svcs-Labor	82,420	202,316	145.5%	163,486	(19.2%)	171,653	5.0%	180,231	5.0%
01-560-6009	Maint Pumping Equipment-Labor	8,178	32,874	302.0%	20,214	(38.5%)	21,274	5.2%	32,420	52.4%
01-560-6010	Utility Service Alerts-Labor	9,172	16,766	82.8%	17,689	5.5%	18,665	5.5%	19,689	5.5%
01-560-6011	Cross Connection Labor	17,544	16,196	(7.7%)	17,087	5.5%	18,026	5.5%	19,019	5.5%
01-560-6012	Engineering Field Labor	86,829	95,145	9.6%	103,433	8.7%	108,709	5.1%	114,269	5.1%
01-560-6013	Maint Tanks & Reservoirs-Labor	13,466	36,472	170.8%	13,537	(62.9%)	14,264	5.4%	18,374	28.8%
01-570-6001	Office of General Manager	244,394	193,564	(20.8%)	247,896	28.1%	255,333	3.0%	262,993	3.0%
01-570-6002	Office of GM-Vacation, Sick, & Holidays	34,172	150,000	339.0%	35,256	(76.5%)	36,314	3.0%	37,403	3.0%
01-570-6021	Office of the GM Succession Plan *NEW*	-	179,515	100.0%	-	(100.0%)	-	0.0%	-	-
01-570-6003	Salary Office	806,256	802,000	(0.5%)	931,600	16.2%	968,920	4.0%	1,041,790	7.5%
01-570-6004	Office-Vacation, Sick, & Holidays	110,013	146,167	32.9%	155,382	6.3%	161,373	3.9%	172,611	7.0%
01-570-6015	Labor-Training & Seminars	44,286	78,633	77.6%	110,324	40.3%	116,356	5.5%	129,481	11.3%
01-570-6016	Maint of Plant-Labor	5,511	14,556	164.1%	28,555	96.2%	30,125	5.5%	31,777	5.5%
01-570-6017	Public Information-Labor	26,456	13,073	(50.6%)	78,496	500.5%	82,356	4.9%	86,405	4.9%
01-570-6019	Water Conservation Coord-BMP 12	54,290	73,263	34.9%	13,853	(81.1%)	14,553	5.1%	15,287	5.0%
01-580-6001	Meter Reading/Customer Orders	47,943	51,328	7.1%	50,187	(2.2%)	52,955	5.5%	55,862	5.5%
Total Labor	2,722,776	3,410,300	25.3%	3,208,728	-5.9%	3,351,175	4.4%	3,615,916	7.9%	
		<i>VS FY25 Actual</i>		<i>VS FY26 Budget</i>		<i>VS FY27 Budget</i>		<i>VS FY28 Budget</i>		
		687,524		(201,572)		142,447		264,741		
		25.3%		-5.9%		4.4%		7.9%		

CARPINTERIA VALLEY WATER DISTRICT
THREE YEAR OPERATING EXPENSES DETAIL- PROPOSED
 FY 2026-2027 · FY 2027-2028 · FY 2028-2029

	2024/25 Actual	2025/26 Budget Amended 07/23/25	% Change FY26 Budget to FY25 Actual	2026/27 Budget Proposed	% Change FY27 Budgeted to FY26 Budgeted	2027/28 Budget Proposed	% Change FY28 Budgeted to FY27 Budgeted	2028/29 Budget Proposed	% Change FY29 Budgeted to FY29 Budgeted
Water Sales in Acre Feet	3,500 AF	3,600 AF		3,817 AF		3,831 AF		3,844 AF	

PERSONNEL - continued

Personnel-Related Expenses

01-570-6005 Directors Fees	14,790	19,669	33.0%	20,000	1.7%	20,000	0.0%	20,000	0.0%
01-570-6006 Employee Retirement-PERS	320,259	292,665	(8.6%)	317,050	8.3%	344,218	8.6%	376,403	9.4%
01-570-6007 Deferred Compensation-Employees	38,061	52,473	37.9%	40,546	(22.7%)	42,250	4.2%	43,922	4.0%
01-570-6008 Employee Health Insurance	508,575	497,490	(2.2%)	512,415	3.0%	527,787	3.0%	543,621	3.0%
01-570-6009 Employee FICA & Medicare	204,687	202,313	(1.2%)	244,180	20.7%	255,074	4.5%	275,183	7.9%
01-570-6010 Workers Compensation	30,240	71,027	134.9%	35,000	(50.7%)	36,050	3.0%	37,131	3.0%
01-570-6011 Employee Safety Boots	3,366	6,180	83.6%	6,865	11.1%	7,056	2.8%	8,253	17.0%
01-570-6012 Employee Physicals	1,862	3,183	70.9%	3,000	(5.7%)	3,000	0.0%	3,000	0.0%
01-570-6013 Compensated Absences	194,107	25,000	(87.1%)	25,750	3.0%	26,523	3.0%	27,318	3.0%
01-570-6014 Employee Educ. & Training Registration	15,688	45,000	186.8%	46,350	3.0%	47,741	3.0%	49,173	3.0%
01-570-6020 Temporary Labor	-	10,000	100.0%	10,300	3.0%	10,609	3.0%	10,927	3.0%
01-570-6022 Unemployment Insurance	-	8,240	100.0%	-	(100.0%)	-	-	-	-
01-570-6206 Vehicle Allowance	10,500	6,000	(42.9%)	6,000	0.0%	6,000	0.0%	6,000	0.0%
Total Personnel - Related Expenses	1,342,135	1,239,240	(7.7%)	1,267,456	2.3%	1,326,308	4.6%	1,400,931	5.6%
		VS FY25 Actual (102,895) -7.7%		VS FY26 Budget 28,216 2.3%		VS FY27 Budget 58,853 4.6%		VS FY28 Budget 74,622 5.6%	

Total Personnel Expenses	4,064,911	4,649,540	14.4%	4,476,184	-3.7%	4,677,483	4.5%	5,016,847	7.3%
		VS FY25 Actual 584,629 14.4%		VS FY26 Budget (173,356) -3.7%		VS FY27 Budget 201,300 4.5%		VS FY28 Budget 339,363 7.3%	

GENERAL AND ADMINISTRATIVE

01-570-6100 Office Expense & Supplies	15,756	15,450	(1.9%)	15,914	3.0%	16,391	3.0%	16,883	3.0%
01-570-6101 Computer System Maintenance	95,102	87,000	(8.5%)	89,491	2.9%	93,965	5.0%	98,663	5.0%
01-570-6102 Dues, Memberships & Licenses	35,012	35,500	1.4%	34,593	(2.6%)	35,631	3.0%	36,700	3.0%
01-570-6103 Employee Travel	15,328	21,218	38.4%	21,630	1.9%	22,279	3.0%	22,947	3.0%
01-570-6104 Misc. Office Expense	2,133	2,060	(3.4%)	1,951	(5.3%)	2,009	3.0%	2,070	3.0%
01-570-6105 Public Information Expense	16,818	31,218	85.6%	20,600	(34.0%)	21,218	3.0%	21,855	3.0%
01-570-6106 Advertising	5,652	4,458	(21.1%)	8,421	88.9%	8,674	3.0%	8,934	3.0%
01-570-6107 Meetings & Events	1,557	3,278	110.5%	2,064	(37.0%)	2,125	3.0%	2,189	3.0%
01-570-6108 Board Meetings and Supplies	7,451	7,426	(0.3%)	8,542	15.0%	8,799	3.0%	9,063	3.0%
01-570-6116 Board Member Training	2,324	5,573	139.8%	1,886	(66.2%)	1,942	3.0%	2,001	3.0%
01-570-6109 Management Meeting Supplies	3,507	3,825	9.1%	3,245	(15.2%)	3,342	3.0%	3,442	3.0%
01-570-6110 Employee Relations Expense	3,511	3,500	(0.3%)	4,000	14.3%	4,120	3.0%	4,243	3.0%
01-570-6111 Software Maintenance	65,669	75,000	14.2%	72,291	(3.6%)	74,460	3.0%	76,694	3.0%
01-570-6112 Incode Maintenance	49,917	50,684	1.5%	53,205	5.0%	54,801	3.0%	56,445	3.0%
01-570-6122 IT Equipment and Supplies **NEW**	4,027	14,000	247.7%	4,924	(64.8%)	5,072	3.0%	5,224	3.0%
01-570-6113 Office Equipment Leases	15,102	19,669	30.2%	15,527	(21.1%)	15,993	3.0%	16,473	3.0%
01-570-6114 Customer Billing Expenses	438,653	77,250	(82.4%)	114,000	47.6%	117,420	3.0%	120,943	3.0%
01-570-6115 Bank and Finance Fees	27,070	33,875	25.1%	25,824	(23.8%)	26,598	3.0%	27,396	3.0%
01-570-6119 Cybersecurity Insurance	3,290	6,995	112.6%	4,000	(42.8%)	4,120	3.0%	4,243	3.0%
Total General and Administrative	807,879	497,979	(38.4%)	502,107	0.8%	518,960	3.4%	536,407	3.4%
		VS FY25 Actual (309,900) -38.4%		VS FY26 Budget 4,128 0.8%		VS FY27 Budget 16,853 3.4%		VS FY28 Budget 17,448 3.4%	

CARPINTERIA VALLEY WATER DISTRICT
THREE YEAR OPERATING EXPENSES DETAIL- PROPOSED
 FY 2026-2027 · FY 2027-2028 · FY 2028-2029

	2024/25 Actual	2025/26 Budget Amended 07/23/25	% Change FY26 Budget to FY25 Actual	2026/27 Budget Proposed	% Change FY27 Budgeted to FY26 Budgeted	2027/28 Budget Proposed	% Change FY28 Budgeted to FY27 Budgeted	2028/29 Budget Proposed	% Change FY28 Budgeted to FY29 Budgeted
Water Sales in Acre Feet	3,500 AF	3,600 AF		3,817 AF		3,831 AF		3,844 AF	
UTILITIES									
							#DIV/0!		
01-540-6200 Pwr & Telephone for Pumping-PMP STN	145,527	210,403	44.6%	77,429	(63.2%)	81,300	5.0%	85,365	5.0%
01-540-6201 Power & Telephone for Pumping-Wells	221,877	212,000	(4.5%)	199,340	(6.0%)	209,307	5.0%	219,772	5.0%
01-570-6200 Electric	8,395	9,200	9.6%	8,651	(6.0%)	8,910	3.0%	9,177	3.0%
01-570-6201 Gas	2,860	3,713	29.8%	3,725	0.3%	3,837	3.0%	3,952	3.0%
01-570-6202 Telephone	42,764	34,028	(20.4%)	45,150	32.7%	46,505	3.0%	52,509	12.9%
01-570-6203 Waste Disposal	3,457	3,901	12.8%	3,531	(9.5%)	3,637	3.0%	3,746	3.0%
01-570-6204 Other Utilities	1,292	1,133	(12.3%)	1,604	41.6%	1,652	3.0%	1,702	3.0%
01-570-6208 Security	5,430	3,825	(29.6%)	5,150	34.6%	5,305	3.0%	5,464	3.0%
NEW1 Pwr & Tel for Pumping-PMP STN PZ I	-	-	0.0%	59,122	100.0%	62,078	5.0%	65,182	5.0%
NEW2 Pwr & Tel for Pumping-PMP STN PZ II	-	-	0.0%	16,261	100.0%	17,074	5.0%	17,928	5.0%
Total Utilities Expense	431,602	478,203	10.8%	419,962	-12.2%	439,605	4.7%	464,797	5.7%

	VS FY25 Actual	VS FY26 Budget	VS FY27 Budget	VS FY28 Budget
	46,601	(58,241)	19,643	25,192
	10.8%	-12.2%	4.7%	5.7%

PROFESSIONAL SERVICES

01-560-6300 Engineering Services	19,899	140,332	605.2%	41,608	(70.4%)	42,856	3.0%	44,142	3.0%
01-560-6301 Groundwater Professional Services	30,058	15,000	(50.1%)	15,456	3.0%	15,920	3.0%	16,398	3.0%
01-560-6306 Siemens O&M Services	43,371	38,873	(10.4%)	40,170	3.3%	41,375	3.0%	42,616	3.0%
01-570-6300 Auditors Fees	39,651	50,000	26.1%	46,830	(6.3%)	48,195	2.9%	49,641	3.0%
01-570-6301 Legal-General	153,254	140,000	(8.6%)	104,906	(25.1%)	108,053	3.0%	111,295	3.0%
01-570-6303 Administrative Professional Services	34,727	85,564	146.4%	35,000	(59.1%)	36,050	3.0%	85,000	135.8%
01-570-6305 Legal-Labor Negotiator	22,864	3,090	(86.5%)	7,000	126.5%	7,210	3.0%	30,000	316.1%
30-560-6312 CAPP Related Surveys & Studies	85,990	-	(100.0%)	-	-	-	-	-	-
Total Professional Services	429,814	472,859	10.0%	290,970	-38.5%	299,660	3.0%	379,092	26.5%

	VS FY25 Actual	VS FY26 Budget	VS FY27 Budget	VS FY28 Budget
	43,045	(181,889)	8,689	79,432
	10.0%	-38.5%	3.0%	26.5%

OPERATIONS EXPENSE - continued

Water Supply

01-520-6600 Cachuma Project Water Purchases	184,369	221,000	19.9%	229,585	3.9%	236,473	3.0%	164,031	(30.6%)
01-520-6608 Supplemental Water Purchases	-	-	-	-	-	-	-	-	-
01-520-6601 Renewal Fund - Cachuma Project	21,970	27,295	24.2%	22,660	(17.0%)	23,340	3.0%	24,040	3.0%
Total Water Supply	206,339	248,295	20.3%	252,245	1.6%	259,813	3.0%	188,071	(27.6%)

	VS FY25 Actual	VS FY26 Budget	VS FY27 Budget	VS FY28 Budget
	41,956	3,950	7,568	(71,742)
	20.3%	1.6%	3.0%	-27.6%

CARPINTERIA VALLEY WATER DISTRICT
THREE YEAR OPERATING EXPENSES DETAIL- PROPOSED
 FY 2026-2027 · FY 2027-2028 · FY 2028-2029

	2024/25 Actual	2025/26 Budget Amended 07/23/25	% Change FY26 Budget to FY25 Actual	2026/27 Budget Proposed	% Change FY27 Budgeted to FY26 Budgeted	2027/28 Budget Proposed	% Change FY28 Budgeted to FY27 Budgeted	2028/29 Budget Proposed	% Change FY28 Budgeted to FY29 Budgeted
Water Sales in Acre Feet	3,500 AF	3,600 AF		3,817 AF		3,831 AF		3,844 AF	
OPERATIONS EXPENSE - continued									
Repairs & Maintenance									
01-540-6500 Maintenance of Pumping Equip	11,986	25,694	114.4%	22,036	(14.2%)	23,138	5.0%	24,295	5.0%
01-540-6501 Maintenance of Wells	7,936	37,183	368.5%	21,265	(42.8%)	22,328	5.0%	23,444	5.0%
01-560-6500 Maintenance of Vehicles	6,013	8,845	47.1%	13,300	50.4%	13,699	3.0%	14,110	3.0%
01-560-6501 Maintenance of Mains & Hydrants	140,475	175,417	24.9%	101,137	(42.3%)	106,194	5.0%	111,504	5.0%
01-560-6502 Maintenance of Tanks & Reservoirs	20,525	18,540	(9.7%)	18,540	0.0%	19,096	3.0%	19,669	3.0%
01-560-6503 Maintenance of Meters & Services	66,019	117,635	78.2%	113,802	(3.3%)	119,492	5.0%	125,467	5.0%
01-560-6504 Maintenance of SCADA Equipment	30,551	36,781	20.4%	30,895	(16.0%)	32,440	5.0%	34,062	5.0%
01-560-6505 Badger Meter Reading Fees	44,441	44,802	0.8%	43,806	(2.2%)	45,120	3.0%	46,473	3.0%
01-570-6500 Maintenance - Office, Plant & Sites	69,770	71,658	2.7%	88,604	23.6%	91,262	3.0%	94,000	3.0%
01-570-6205 Fleet Fuel	22,382	33,000	47.4%	29,378	(11.0%)	30,259	3.0%	31,167	3.0%
01-570-6207 Equipment Fuel	9,188	17,121	86.3%	14,420	(15.8%)	14,853	3.0%	15,298	3.0%
01-570-6209 Fleet Maintenance	7,418	8,845	19.2%	15,120	70.9%	15,876	5.0%	16,670	5.0%
01-570-6210 Equipment Maintenance	22,739	30,466	34.0%	20,600	(32.4%)	21,218	3.0%	21,855	3.0%
01-570-6600 Fleet Vehicle Lease Expense	98,319	120,000	22.1%	100,940	(15.9%)	103,968	3.0%	107,087	3.0%
Total Repairs and Maintenance	557,762	745,987	33.7%	633,844	-15.0%	658,944	4.0%	685,103	4.0%
		VS FY25 Actual		VS FY26 Budget		VS FY27 Budget		VS FY28 Budget	
		188,225		(112,143)		25,101		26,158	
		33.7%		-15.0%		4.0%		4.0%	
Supplies & Equipment									
01-560-6600 Engineering Supplies & Expense	14,106	13,375	(5.2%)	15,711	17.5%	16,182	3.0%	16,668	3.0%
01-560-6601 Cloudseeding	-	14,180	100.0%	12,000	(15.4%)	12,000	0.0%	12,000	0.0%
01-560-6602 Uniforms Expense	15,338	16,391	6.9%	20,300	23.8%	20,909	3.0%	21,536	3.0%
01-560-6603 Safety Supplies & Equipment	16,086	16,226	0.9%	14,241	(12.2%)	14,668	3.0%	15,108	3.0%
01-560-6604 Minor Tools Supplies & Equipment	24,685	21,013	(14.9%)	23,231	10.6%	23,928	3.0%	24,646	3.0%
01-560-6606 Utility Service Alerts	2,597	2,971	14.4%	3,060	3.0%	3,152	3.0%	3,246	3.0%
Total Supplies & Equipment	72,812	84,156	15.6%	88,543	5.2%	90,839	2.6%	93,204	2.6%
		VS FY25 Actual		VS FY26 Budget		VS FY27 Budget		VS FY28 Budget	
		11,344		4,387		2,296		2,365	
		15.6%		5.2%		2.6%		2.6%	
Total Operations Expense	836,913	1,078,438	28.9%	974,632	-9.6%	1,009,597	3.6%	966,378	-4.3%
		VS FY25 Actual		VS FY26 Budget		VS FY27 Budget		VS FY28 Budget	
		241,525		(103,806)		34,965		(43,219)	
		28.9%		-9.6%		3.6%		-4.3%	

**CARPINTERIA VALLEY WATER DISTRICT
THREE YEAR OPERATING EXPENSES DETAIL- PROPOSED**

FY 2026-2027 · FY 2027-2028 · FY 2028-2029

	2024/25 Actual	2025/26 Budget Amended 07/23/25	% Change FY26 Budget to FY25 Actual	2026/27 Budget Proposed	% Change FY27 Budgeted to FY26 Budgeted	2027/28 Budget Proposed	% Change FY28 Budgeted to FY27 Budgeted	2028/29 Budget Proposed	% Change FY29 Budgeted to FY28 Budgeted
Water Sales in Acre Feet	3,500 AF	3,600 AF		3,817 AF		3,831 AF		3,844 AF	

WATER TREATMENT & TESTING

01-550-6800 Treatment - Cater Plant	2,086,621	2,484,238	19.1%	2,800,000	12.7%	2,900,000	3.6%	2,400,000	(17.2%)
01-550-6801 Water Quality Analysis-Distribution	19,303	37,080	92.1%	21,938	(40.8%)	22,596	3.0%	23,274	3.0%
01-550-6802 Treatment - Wells	58,984	61,922	5.0%	64,961	4.9%	68,209	5.0%	71,620	5.0%
01-550-6803 Chlorination - Ortega Reservoir	23,330	47,258	102.6%	19,221	(59.3%)	20,182	5.0%	21,191	5.0%
01-550-6805 Testing - Production Meters	4,645	11,907	156.3%	6,158	(48.3%)	6,343	3.0%	6,533	3.0%
01-550-6806 Water Quality Flushing - NEW	-	1,000	100.0%	-	(100.0%)	-	-	-	-
Total Water Treatment and Testing	2,192,883	2,643,405	20.5%	2,912,279	10.2%	3,017,331	3.6%	2,522,619	(16.4%)

	<i>VS FY25 Actual</i>		<i>VS FY26 Budget</i>		<i>VS FY27 Budget</i>		<i>VS FY28 Budget</i>
	450,522		268,874		105,052		(494,712)
	20.5%		10.2%		3.6%		-16.4%

STATE WATER

01-520-6700 CCWA - Variable	51,637	124,671	141.4%	171,122	37.3%	179,678	5.0%	188,662	5.0%
01-520-6701 DWR - Variable	19,427	151,643	680.6%	216,887	43.0%	227,732	5.0%	239,118	5.0%
Total State Water, Power & Chemicals	71,064	276,314	288.8%	388,009	40.4%	407,410	5.0%	427,780	5.0%

	<i>VS FY25 Actual</i>		<i>VS FY26 Budget</i>		<i>VS FY27 Budget</i>		<i>VS FY28 Budget</i>
	205,250		111,695		19,401		20,370
	288.8%		40.4%		5.0%		5.0%

JOINT POWERS AUTHORITIES

01-510-7000 CCWA Operating Expense	695,579	746,738	7.4%	784,075	5.0%	823,278	5.0%	864,442	5.0%
01-530-6900 COMB Operating	709,243	783,929	10.5%	807,447	3.0%	831,670	3.0%	856,620	3.0%
01-530-6903 COMB-Safety of Dam (M & I)	34,408	35,439	3.0%	34,408	(2.9%)	34,408	0.0%	34,408	0.0%
01-530-6920 Carpinteria GSA Expenses	156,186	102,012	(34.7%)	102,012	0.0%	102,012	0.0%	102,012	0.0%
Total JPA Expenses ¹	1,595,416	1,668,118	4.6%	1,727,942	3.6%	1,791,368	3.7%	1,857,482	3.7%

	<i>VS FY25 Actual</i>		<i>VS FY26 Budget</i>		<i>VS FY27 Budget</i>		<i>VS FY28 Budget</i>
	72,702		59,824		63,426		66,114
	4.6%		3.6%		3.7%		3.7%

CARPINTERIA VALLEY WATER DISTRICT
THREE YEAR OPERATING EXPENSES DETAIL- PROPOSED
 FY 2026-2027 · FY 2027-2028 · FY 2028-2029

	2024/25 Actual	2025/26 Budget Amended 07/23/25	% Change FY26 Budget to FY25 Actual	2026/27 Budget Proposed	% Change FY27 Budgeted to FY26 Budgeted	2027/28 Budget Proposed	% Change FY28 Budgeted to FY27 Budgeted	2028/29 Budget Proposed	% Change FY29 Budgeted to FY28 Budgeted
Water Sales in Acre Feet	3,500 AF	3,600 AF		3,817 AF		3,831 AF		3,844 AF	
WATER CONSERVATION									
01-570-7100 Wtr Cons BMP 1 Wtr Srvy Prg	-	2,875	100.0%	-	(100.0%)	-	-	-	-
01-570-7101 Wtr Cons BMP 3 Residential	-	5,000	100.0%	1,683	(66.3%)	1,734	3.0%	1,786	3.0%
01-570-7102 Wtr Cons BMP 5 Landscape (CII)	-	5,150	100.0%	285	(94.5%)	294	3.0%	303	3.0%
01-570-7103 Wtr Cons BMP 2.1 Public Inf	12,810	22,619	76.6%	16,955	(25.0%)	17,463	3.0%	17,987	3.0%
01-570-7104 Wtr Cons BMP 2.2 School Edu	782	1,639	109.6%	1,054	(35.7%)	1,085	3.0%	1,118	3.0%
01-570-7105 Wtr Cons BMP 4 CII	-	3,000	100.0%	-	(100.0%)	-	-	-	-
01-570-7108 Wtr Cons BMP 1.4 Wtr Loss Contr	-	2,185	100.0%	-	(100.0%)	-	-	-	-
01-570-7109 Conservation Program	339	2,185	544.5%	659	(69.8%)	679	3.0%	699	3.0%
01-570-7110 Wtr Cons BMP A3A On-Farm Evals	-	2,000	100.0%	-	(100.0%)	-	-	-	-
01-570-7111 Wtr Cons BMP B3-On Farm Impr	-	2,000	100.0%	-	(100.0%)	-	-	-	-
01-570-7112 Wtr Cons District Members	3,203	4,000	24.9%	3,354	(16.2%)	3,454	3.0%	3,558	3.0%
Total Water Conservation Expenses	17,134	52,653	207.3%	23,990	-54.4%	24,710	3.0%	25,451	3.0%

VS FY25 Actual	35,519	VS FY26 Budget	(28,663)	VS FY27 Budget	720	VS FY28 Budget	741
	207.3%		-54.4%		3.0%		3.0%

OTHER EXPENSES

01-550-7000 Regulatory Permitting Fees	57,719	52,000	(9.9%)	55,108	6.0%	56,761	3.0%	58,464	3.0%
01-570-7000 LAFCO	13,033	13,113	0.6%	15,843	20.8%	16,318	3.0%	16,808	3.0%
01-570-7001 Insurance General	132,707	136,000	2.5%	140,080	3.0%	144,282	3.0%	148,611	3.0%
01-570-7002 District Election Expense	3,470	7,210	107.8%	3,500	(51.5%)	-	(100.0%)	3,500	100.0%
01-580-7000 Uncollectible Accounts	34,211	15,000	(56.2%)	15,000	0.0%	15,000	0.0%	15,000	0.0%
Total Other Expenses	241,140	223,323	(7.4%)	229,530	2.8%	232,361	1.2%	242,382	4.3%

VS FY25 Actual	(17,817)	VS FY26 Budget	6,207	VS FY27 Budget	2,831	VS FY28 Budget	10,021
	-7.4%		2.8%		1.2%		4.3%

FISCAL YEAR 2027-2029	2024/25 Actual	2025/26 Budget Amended	2026/27 Budget Proposed	2027/28 Budget Proposed	2028/29 Budget Proposed
OPERATION BUDGET					
TOTAL USES OF CASH	10,688,756	12,040,832	11,945,606	12,418,485	12,439,236
% Change		VS FY25 Actual 12.6%	VS FY26 Budget -0.8%	VS FY27 Budget 4.0%	VS FY28 Budget 0.2%

**CARPINTERIA VALLEY WATER DISTRICT
DEBT SERVICE COVERAGE RATIOS - PROPOSED**

FISCAL YEAR 2026-2027

BASED ON SRFs AND BONDS	
Revenue	19,508,090
Expenses	<u>11,945,606</u>
Net Revenue	7,562,485
,	
State Water Debt Service	2,285,724
Siemens Lease Purchase Agreement	538,677
Available for SRF and Bond Debt Service	<u>4,738,084</u>
Debt Service	2,344,643
Coverage Ratio	2.02
<i>Minimum Ratio per Covenants</i>	1.25

BASED ON CCWA-STATE WATER	
Revenue	19,508,090
Expenses	<u>11,945,606</u>
Net Revenue	7,562,485
,	
Siemens Lease Purchase Agreement	538,677
Available for State Water Debt Service	<u>7,023,808</u>
State Water Debt Service	2,285,724
Coverage Ratio	3.07

FISCAL YEAR 2027-2028

BASED ON SRFs AND BONDS	
Revenue	20,949,079
Expenses	<u>12,418,485</u>
Net Revenue	8,530,594
,	
State Water Debt Service	2,360,467
Siemens Lease Purchase Agreement	538,677
Available for SRF and Bond Debt Service	<u>5,631,450</u>
Debt Service	2,924,897
Coverage Ratio	1.93
<i>Minimum Ratio per Covenants</i>	1.25

BASED ON CCWA-STATE WATER	
Revenue	20,949,079
Expenses	<u>12,418,485</u>
Net Revenue	8,530,594
,	
Siemens Lease Purchase Agreement	538,677
Available for State Water Debt Service	<u>7,991,917</u>
State Water Debt Service	2,360,467
Coverage Ratio	3.39

FISCAL YEAR 2028-2029

BASED ON SRFs AND BONDS	
Revenue	22,473,603
Expenses	<u>14,601,365</u>
Net Revenue	7,872,238
,	
State Water Debt Service	2,502,095
Siemens Lease Purchase Agreement	538,677
Available for SRF and Bond Debt Service	<u>4,831,465</u>
Debt Service	2,902,924
Coverage Ratio	1.66
<i>Minimum Ratio per Covenants</i>	1.25

BASED ON CCWA-STATE WATER	
Revenue	22,473,603
Expenses	<u>14,601,365</u>
Net Revenue	7,872,238
,	
Siemens Lease Purchase Agreement	538,677
Available for State Water Debt Service	<u>7,333,560</u>
State Water Debt Service	2,502,095
Coverage Ratio	2.93

CARPINTERIA VALLEY WATER DISTRICT
THREE YEAR CAPITAL PROJECT BUDGET - PROPOSED
FY 2026-2027 · FY 2027-2028 · FY 2028-2029

PAY-GO FUNDED CAPITAL EXPENDITURES - 3 YEAR PROJECTION						
Project / Category	Proj. #	Total Available As Of 06/30/26	2026/27 Budget	2027/28 Budget	2028/29 Budget	Total Funding Incls Future
		<i>* Estimated</i>				<i>* Estimated</i>
Infrastructure						
Infrastructure Maintenance	A	\$ 425,957	307,500	322,875	289,406	<i>Ongoing</i>
Ortega Repairs / Dive Inspection		\$ -	65,000	-	-	65,000
Gobernador Pressure System	P84	\$ 200,000	105,000	110,250	124,130	739,380
On-Site CL2 Generation System	P107	\$ -	263,000	276,150	-	539,150
Gobernador Roof & Gutter Rplc	P117	\$ -	101,850	-	-	101,850
Reliability						
Regulator Stations Comm.	P86	\$ 42,987	52,500	-	-	138,473
Carpinteria Reservoir Aeration	P93	\$ 80,000	-	-	472,500	632,500
New Valve Truck	P118	\$ -	177,450	-	-	177,450
El Carro Well PLC & Controls Upgd	P119	\$ -	-	73,500	-	73,500
Anode Replacement	P120	\$ -	-	52,500	-	52,500
HQ Well Rehabilitation	P121	\$ -	-	-	420,000	870,000
Hydrant Valve Replacement	P123	\$ -	-	294,000	-	294,000
Safety						
None		\$ -	-	-	-	-
Business Reliability/ Efficiency						
Cater Treatment Plant - Cap. Ex.			100,000	100,000	100,000	<i>Ongoing</i>
RATE FUNDED CAPITAL EXPENDITURES		\$ 748,943	1,172,300	1,229,275	1,406,036	3,683,803

GRANT/ LOAN/ RESERVES FUNDED CAPITAL EXPENDITURES - 3 YEAR PROJECTION						
Smillie Well Replacement		\$ 166,016	2,800,000	2,800,000	-	5,932,033
Carpintera Advanced Purification Proj.		\$ -	33,756,576	31,601,735	9,948,428	<i>Ongoing</i>
EXT. FUNDED CAPITAL PROJECT EXPENDITURES		\$ 166,016	36,556,576	34,401,735	9,948,428	5,932,033

ADDITIONAL FY 25/26 CAPITAL PROJECTS BUDGET CARRY FORWARD						
Project / Category	Proj. #	Total Available	<i>* Estimated As Of 06/30/26</i>			
Carp Ave Bridge Pipeline Repl	P15	\$ 316,036				
Bluebell Pipeline Replacement 450'	P36	\$ 52,153				
Walnut Ave Main Replacement 600'	P37	\$ 180,000				
Service Stubs Removal	P42	\$ 66,758				
Santa Claus Lane Rehab Ph. 2 & 3	P61	\$ 278,315				
Lat 10 Creek Crossing	P67	\$ 159,231				
IT Upgrades	P72	\$ 84,695				
Outer Facilities Security	P91	\$ 5,435				
Parking Lot Rehab	P92	\$ 50,000				
Hydrant Guard Inst - All Hydrants	P95	\$ 50,000				
Walnut Service Replacement	P101	\$ 90,000				
Foothill Resv Plc & Controls Upgd	P104	\$ 3,959				
Slough Crossing	P106	\$ 90,000				
El Carro Well Air Conditioning	P112	\$ 117,825				
SCADA Comms Redund & Resil	P113	\$ 2,341				
FY25/26 CAPITAL PROJECT CARRY FORWARD		\$ 1,546,748				

SUM OF CAPITAL BUDGET CARRY FORWARD **\$ 2,461,708** ** Estimated As Of 06/30/26*

**CARPINTERIA VALLEY WATER DISTRICT
FISCAL YEAR 2026-2027
CAPITAL BUDGET - PROPOSED**

PAY-GO FUNDED CAPITAL EXPENDITURES

Project Description / Category	GL Acct #	Department	I=In-house C=Contract	FY 26/27 Budget
Pay-Go Funded				
<u>Infrastructure</u>				
A Infrastructure Maintenance *	01-1710	Operations	I, C	307,500
Ortega Repairs / Dive Inspection	01-1760	Engineering	C	65,000
P84 Gobernador Pressure System (5 Year Funding)	01-1710	Engineering	C	105,000
P107 On-Site CL2 Generation System	01-1765	Operations	C	263,000
P117 Gobernador Roof & Gutter Replacement	01-1760	Engineering	C	101,850
<u>Reliability</u>				
P86 Regulator Stations Communications Project	01-1750	Operations	C	52,500
P118 New Valve Truck	01-1745	Operations	C	177,450
<u>Safety</u>				
<u>Business Reliability/ Efficiency</u>				
Subtotal, Pay-go Funded				<hr/> 1,072,300
CIP Rate Funded				
Cater Treatment Plant - Capital Expenditures	01-1650	Funded by CIP Charges		100,000
Completed Projects Release of Funds				
FY 25/26 Capital Project Funds Released and Available - ESTIMATED				-
Total FY 26/27 Capital Projects, Net of Released Prior Year Funds				<hr/> 1,172,300 <hr/>

* Ongoing upgrades and replacements of existing transmission and distribution equipment and lines. Projects formerly referred to as Water Distribution Replacement, Valve Exercise & Replacement, End Drain Replacement, Water Service Replacement and T Branch Removal.
* Includes No-Discharge Flushing

Fiscal Year 26/27 Capital Expenditure over \$10,000

Brief Description:

Replacement of Transmission & Distribution Systems

Project Number

A85,A88,A96,B25,B26

Account Number

01-1710

Category

Infrastructure

Department

Operations

Schedule

Ongoing

Work performed by:

X

Contractor

X

In-House

Funding Source

Water Rates X

Alternate Funding

	BUDGET	EXPENDITURES	TOTAL
FY26 and Past	\$ 427,964	\$ (50,007)	\$ 377,957
FY27	307,500		307,500
FY28 and Future	ongoing		ongoing

Item is:

New

X

Replacement

X

Repair

Description of Project	Water Distribution Replacement, Water Service Replacement, T-Branch Removal, Valve Replacement & End Drain Replacement and Service Meter Replacements. This project involves the ongoing repair and replacement of aging water transmission, distribution, and treatment system components throughout the District, including water distribution mains, service lines, valves, end drains, service meters, and removal of outdated T-branch connections. The program addresses unpredictable infrastructure failures that occur as the water system ages, requiring proactive replacement and modernization to maintain system reliability and performance.
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Why This Project Is Needed	The District's aging water infrastructure requires continuous investment in replacement and repair to prevent system failures that compromise water quality, fire protection capabilities, and service reliability. As transmission, distribution, and treatment system components reach the end of their useful life, unpredictable failures become increasingly frequent, disrupting service and requiring costly emergency repairs. A proactive replacement program is essential to systematically address aging infrastructure before catastrophic failures occur, modernize outdated components like T-branches that reduce system efficiency, and ensure the District can continue delivering safe, reliable water to the community while maintaining adequate fire protection flows.
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Consequences Of Not Funding This Project	Without funding for ongoing infrastructure replacement, the District's aging water system will experience increasing rates of main breaks, valve failures, meter malfunctions, and treatment system breakdowns that compromise water quality and service reliability. These unpredictable failures will result in extended service outages, inadequate fire protection flows during emergencies, contamination risks from aging distribution mains, significantly higher emergency repair costs, potential regulatory violations for water quality or pressure standards, and erosion of public confidence in the District's ability to provide safe, reliable water service to the community.
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Fiscal Year 26/27 Capital Expenditure over \$10,000

Brief Description: Ortega Repairs / Dive Inspection

Project Number Account Number 01-1760

Category Infrastructure Department Engineering

Schedule One Time Work performed by: X Contractor
_____ In-House

Funding Source Water Rates X Alternate Funding _____

	BUDGET	EXPENDITURES	AVAILABLE	
FY26 and Past	\$ -	\$ -	\$ -	_____ New
FY27	65,000		65,000	_____ Replacement
FY28 and Future	-		-	_____ Repair
TOTAL			\$ 65,000	

Description of Project	MWD to perform check of the Ortega Reservoir and perform a dive inspection. The inspection is to check past repairs to the reservoir and the dive portion is to check for any leaks. A certified diver is required for the inspection plus required disinfection since a public drinking water source.
------------------------	--

Why This Project Is Needed	To monitor the issue of the reservoir leak rate at the toe drain. COMB monitors the leak rate of the toe drain and with the inspection would be able to help determine if possible flow increase is due to more leaks in the reservoir floor joints.
----------------------------	--

Consequences Of Not Funding This Project	if not inspected possible leaks would not be noticed and would only proceed to increase over time and could effect the reservoir. Also the reservoir currently does not operate at full capacity due to existing leaks that have been repaired in the pass. If not completed could have an impact on the District as for connection to the Ortega Reservoir and water storage.
--	--

Fiscal Year 26/27 Capital Expenditure over \$10,000

Brief Description:

Gobernador Pressure System

Project Number

P84

Account Number

01-1710

Category

Infrastructure

Department

Engineering

Schedule

One-time

Work performed by:

X

Contractor

In-House

Funding Source

Water Rates X

Alternate Funding

	BUDGET	EXPENDITURES	AVAILABLE
FY26 and Past	\$ 200,000	\$ -	\$ 200,000
FY27	105,000		105,000
FY28 and Future	234,380		234,380
TOTAL			\$ 539,380

Item is:

 X

New

Replacement

Repair

Description of Project	Construct pressure system to supply section of meters near Gobernador reservoir with required pressure at the meter. The project will involve a new pressure zone for the accounts, design and construction of system, building to house the pumps and controls.
------------------------	--

Why This Project Is Needed	District is serving customer at below the state required 20 psi at the meter. State standard pressure required at the meter on the District side is required to be 20 psi at a minimum. In the current layout with the meters so close the tank not receiving the required head pressure.
----------------------------	---

Consequences Of Not Funding This Project	Violation of state requirements for pressure at customer meter. Also puts the District at higher risk of possible backflow or backpressure issue into the system.
--	---

Fiscal Year 26/27 Capital Expenditure over \$10,000

Brief Description:

On-Site Cl2 Generation Systems

Project Number

P107

Account Number

01-1765

Category

Reliability

Department

Operations

Schedule

One Time

Work performed by: X Contractor

 In-House

Funding Source

Water Rates X

Alternate Funding

	BUDGET	EXPENDITURES	AVAILABLE
FY26 and Past	\$ 250,000	\$ (250,000)	\$ -
FY27	263,000	-	263,000
FY28 and Future	276,150		276,150
TOTAL			\$ 539,150

Item is:

 X New

 Replacement

 Repair

Description of Project	This project involves procuring and installing on-site chlorine generation systems at three critical water facilities: HQ Well, El Carro Well, and Carpinteria Reservoir. The new systems will provide reliable, automated chlorine disinfection capabilities at each location to ensure safe drinking water delivery to the community.
------------------------	---

Why This Project Is Needed	On-site chlorine generation systems are essential for ensuring reliable, safe water disinfection at three critical District facilities while eliminating the hazards associated with handling and storing 12.5% sodium hypochlorite. Supply chain issues have caused periodic procurement delays for sodium hypochlorite, and continuing cost increases threaten operational budgets, making on-site generation a more reliable and cost-effective long-term solution. These systems will produce safer 0.8% sodium hypochlorite on-site, which is not classified as a hazardous material, thereby eliminating spill risks, environmental exposure hazards, and the safety concerns associated with transporting and storing concentrated chemicals at District facilities.
----------------------------	---

Consequences Of Not Funding This Project	Without funding for these chlorine generation systems, the District would continue relying on potentially unreliable disinfection methods that could compromise water quality and public health safety. Failure to implement automated chlorine systems at these critical facilities increases the risk of waterborne contamination events and potential regulatory violations for inadequate disinfection protocols.
--	---

Fiscal Year 26/27 Capital Expenditure over \$10,000

Brief Description:

Gobernador Rain Gutter Replacement

Project Number

P117

Account Number

01-1760

Category

Infrastructure

Department

Operations

Schedule

One Time

Work performed by:

 X

Contractor

 In-House

Funding Source

Water Rates X

Alternate Funding

	BUDGET	EXPENDITURES	AVAILABLE
FY26 and Past	\$ -	\$ -	\$ -
FY27	101,850		101,850
FY28 and Future	-		-
TOTAL			\$ 101,850

Item is:

 New

 X Replacement

 Repair

Description of Project	This project involves replacing the original rain-gutter system on the Gobernador Reservoir, a 500,000-gallon in-ground reservoir built by the Bureau of Reclamation in the 1950s. The existing gutters, which are over 70 years old, are deteriorating and rotting out, causing damage to the wood substructure, and will be replaced with seamless gutters to protect the facility.
------------------------	---

Why This Project Is Needed	The Gobernador Reservoir's rain-gutter system is critical for protecting the wooden substructure of this major water storage facility from water damage and deterioration. The original gutters have exceeded their useful life and are now failing, allowing rainwater to infiltrate and rot the wood components that support the reservoir structure. Replacing these gutters with modern seamless systems is essential preventive maintenance that will preserve the structural integrity of this 500,000-gallon storage facility and prevent far more costly structural repairs or potential reservoir failure.
----------------------------	---

Consequences Of Not Funding This Project	Without replacing the deteriorating rain-gutters, continued water infiltration will accelerate the rot and degradation of the wooden substructure supporting the Gobernador Reservoir. This ongoing structural damage could compromise the integrity of the 500,000-gallon reservoir, potentially leading to catastrophic failure, loss of critical water storage capacity, contamination risks, and emergency repairs that would cost significantly more than preventive gutter replacement while potentially disrupting water service to the community.
--	---

Fiscal Year 26/27 Capital Expenditure over \$10,000

Brief Description:

Regulator Stations Communications Project

Project Number	P86	Account Number	01-1750
Category	Reliability	Department	Operations
Schedule	One Time	Work performed by:	<input checked="" type="checkbox"/> Contractor <input type="checkbox"/> In-House
Funding Source	Water Rates <input checked="" type="checkbox"/>	Alternate Funding	

	BUDGET	EXPENDITURES	AVAILABLE	
FY26 and Past	\$ 63,000	\$ (20,013)	\$ 42,987	<input checked="" type="checkbox"/> New
FY27	52,500		52,500	<input type="checkbox"/> Replacement
FY28 and Future	-		-	<input type="checkbox"/> Removal
TOTAL			\$ 95,487	

Description of Project	This project involves installing radio communications hardware and Programmable Logic Controllers (PLCs) at all Pressure Regulator Stations throughout the District's water system. The upgrade will integrate all pressure monitoring and alarming capabilities into the SCADA system for real-time data access, replacing the current battery-operated circular paper chart recorders with modern digital monitoring and archiving capabilities, including vault level alarms to detect leaks or rainwater intrusion.
------------------------	---

Why This Project Is Needed	Real-time pressure monitoring and alarming at regulator stations is essential for maintaining safe water distribution, detecting system problems quickly, and ensuring regulatory compliance. The current paper chart recorders provide only delayed, manual data collection that makes it difficult to identify and respond to high or low pressure events, water quality issues, or system malfunctions in a timely manner. Integrating these critical monitoring points into the SCADA system will enable operators to detect and respond to pressure anomalies, vault flooding, and potential leaks immediately, preventing service disruptions, water loss, and damage to the distribution system while providing the digital data archiving required for regulatory reporting and system analysis.
----------------------------	--

Consequences Of Not Funding This Project	Without this communications upgrade, the District will continue operating with outdated paper chart recorders that provide no real-time alarming, making it impossible to detect and respond quickly to dangerous pressure events, regulator failures, or vault flooding that could damage equipment or compromise water quality. The lack of digital data archiving and remote monitoring capabilities increases the risk of undetected water losses, extended service disruptions, regulatory compliance violations, and the potential for catastrophic pressure-related failures that could damage customer plumbing or create public safety hazards before operators become aware of the problem.
--	---

Fiscal Year 26/27 Capital Expenditure over \$10,000

Brief Description:

New Valve Truck

Project Number

P118

Account Number

01-1745

Category

Reliability

Department

Operations

Schedule

One Time

Work performed by:

 X

Contractor

 In-House

Funding Source

Water Rates X

Alternate Funding

	BUDGET	EXPENDITURES	AVAILABLE
FY26 and Past	\$ -	\$ -	\$ -
FY27 and Future	177,450		177,450
FY28 and Future	-		-
TOTAL			\$ 177,450

Item is:

 X

New

 Replacement

 Repair

Description of Project	This project involves replacing the District's 2003 Ford F250 truck that serves as the mobile platform for critical valve maintenance equipment including the valve turning machine, valve can vacuum, pressure washer with hoses and spray wands, and traffic control arrow board. The 23-year-old truck and vacuum equipment have reached the end of their useful service life and require increasingly frequent and costly maintenance to remain operational.
------------------------	--

Why This Project Is Needed	The valve exercise truck is essential infrastructure that enables the District to maintain operability of water mainline valves for emergencies, repairs, and routine maintenance including main flushing to ensure drinking water quality. The valve turning machine and vacuum equipment housed in this truck allow crews to exercise valves throughout the system and clear debris from valve stacks, ensuring these critical components will function properly during water main breaks, fires, or planned shutdowns. At 23 years old, both the truck and vacuum equipment are experiencing reliability issues that threaten the District's ability to perform these essential preventive maintenance activities that protect public health and enable emergency response.
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Consequences Of Not Funding This Project	Without replacing this aging truck and equipment, the District faces increasing risk of equipment breakdowns during critical valve maintenance operations, potentially leaving mainline valves inoperable during emergencies such as water main breaks or fire events. The inability to properly exercise and maintain valves could result in valve failures during emergencies, extended service outages, inability to isolate sections of the water system for repairs, and compromised drinking water quality from inadequate main flushing capabilities, all of which would impact public safety and regulatory compliance.
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Carpinteria Valley Water District

1301 Santa Ynez Avenue • Carpinteria, CA 93013
Phone (805) 684-2816

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GENERAL MANAGER

Kelley Dyer

STAFF REPORT

To: CVWD Board of Directors
From: Kelley Dyer, General Manager
Date: April 8, 2026

For Consideration: Schedule a Public Hearing on June 10th, 2026 Regarding Proposed Fiscal Year 2027-2029 Water Rates and Authorize Mailing Proposition 218 Notice

Background:

On September 3, 2025, the Board authorized a contract with Raftelis Financial Consultants, Inc. (Raftelis) to update the District's financial plan and perform a cost-of-service analysis for three years of rates and charges for fiscal years 2027, 2028, and 2029. The scope includes updating the District's comprehensive financial model previously developed by Raftelis.

A key aspect of proposed FY 2027-2029 water rates is an updated rate structure to fund the Carpinteria Advanced Purification Project (CAPP); including a new charge on the water bill and property tax roll.

The following is a summary of prior public discussions regarding the Rate Study:

- The Rate and Budget Committee met to review preliminary results of the Rate Study on February 3, 2026, February 10, 2026, and February 24, 2026.
- On February 11, 2026, the Board of Directors reviewed the preliminary budget, financial plan, and preliminary results for rates and charges related to CAPP expenses.
- On February 25, 2026, the Board of Directors received a detailed presentation of the financial plan and preliminary rates and charges related to all components of the water bill. At the time, the rate model results resulted in an required revenue increase of 7.5% in Fiscal Year 2027, 7.5% in Fiscal Year 2028, and 4.5% in Fiscal Year 2029.

- On February 24th, 2026, the Rate and Budget committee reviewed the draft Proposition 218 notice and on February 25th, 2026, this Board of Directors reviewed the draft notice.

Since these presentations, the District modified proposed rates and charges for fiscal year 2029 based on revised costs estimates from the City of Santa Barbara regarding Cater Water Treatment plant.

Analysis:

Raftelis will provide a presentation on proposed rates and charges for Fiscal Year 2027-2029. The updates to the rate model resulted in a required revenue increase of 7.5% in Fiscal Year 2027, 7.5% in Fiscal Year 2028, and 6.5% in Fiscal Year 2029.

The proposed water rates and charges will allow CVWD to fund its operational expenses, maintain financial reserves close to policy levels, and fund planned capital projects for the water system.

Pursuant to State law established by Proposition 218, property owners and customers of record must be notified of any proposed increases to rates at least 45 days prior to the date of the public hearing for the District to consider the proposed rate increases. Property owners and customers of record may protest the proposed increases.

Pending Board direction, the District will mail notice of public hearing (i.e., the Proposition 218 notice) and make the accompanying rate study available on its website in April (at least 45 days in advance of the public hearing). The proposed rate notice is provided in Attachment 1.

The proposed June 10, 2026 public hearing will include a presentation summarizing information presented previously for Board discussions on water rate study updates including the 10-year financial plan, proposed water rates, and bill impacts.

Recommendation: Staff recommends the Board schedule a public hearing on June 10, 2026 regarding Proposed Fiscal Year 2027-2029 Water Rates and authorize mailing the Proposition 218 Notice

Attachments: Proposition 218 Notice of Public Hearing Regarding Proposed Increases to Water Rates and Charges for Fiscal Years 2027-2029



April 20, 2026

Carpinteria Valley Water District
1301 Santa Ynez Ave.
Carpinteria, CA 93013

First Class Mail
Presorted U.S.
Postage Paid
Mailed from Zip
Code 92899
Permit #

Proposition 218 Notice, details on back and inside

Contact Us
(805) 684-2816

Carpinteria Valley Water District

PROPOSITION 218 NOTICE

Notice of Public Hearing

When: Wednesday, June 10, 2026 at 5:30 p.m.

Where: Carpinteria City Hall, 5775 Carpinteria Ave, Carpinteria, CA 93013

The Board of Directors of the Carpinteria Valley Water District will hold a Public Hearing at the date and location listed above to consider proposed changes to water rates and charges for fiscal years (FY) 2027, 2028, and 2029. The District is proposing adjustments to the following:

Volumetric Water Rates	Basic and State Water Project Charges
CAPP Volumetric Water Rates for Municipal and Industrial (M&I) Customers	Capital Improvement Program (CIP) Charges for M&I Customers
CAPP Charges for Agricultural (AG) Customers	Operation and Maintenance (O&M) Charges for AG Customers
CAPP Charges on Property Tax Bill	Fire Service Charges

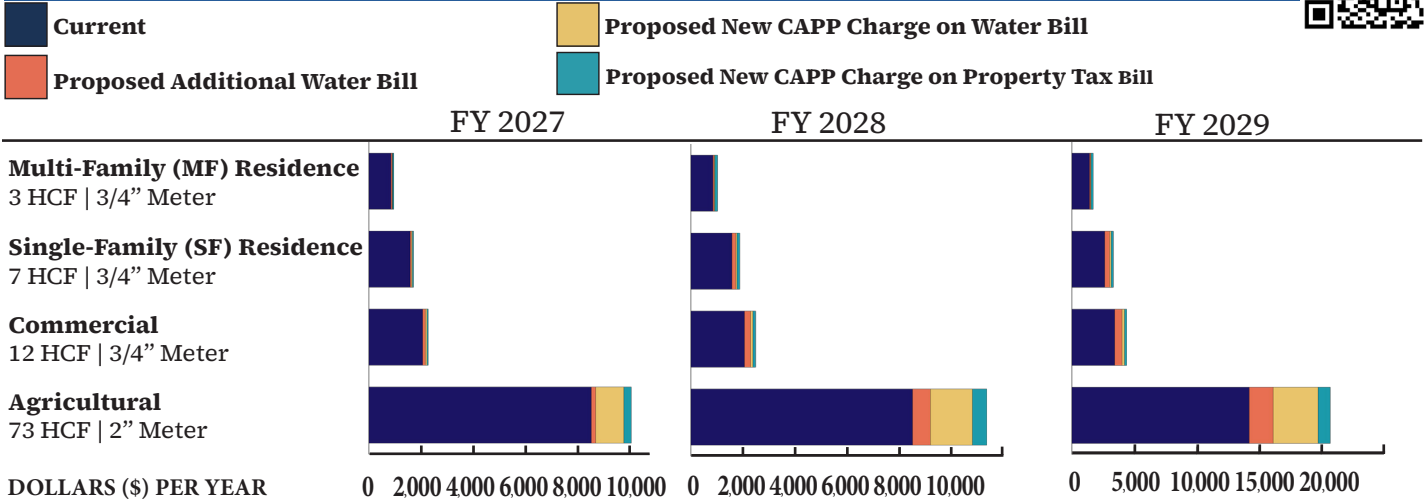
Rising treatment costs, inflation, and major investments in local water-supply reliability are the primary drivers of these proposed changes. The proposed adjustments are summarized in this notice. Actual rates and charges adopted by the Board on June 10 may be lower than those shown here. As required by State law (Proposition 218), the proposed charges are based on a comprehensive rate study that used a rate model developed by an independent rate consultant to evaluate cost of service. The total bill resulting from the new rates may be higher or lower than in previous years, depending on each customer's water use and meter size. If you would like to understand how the proposed changes may affect your monthly bill, please contact the District at (805) 684-2816.

What are the proposed increases?

If approved, customers will see a new charge on their water bill and a new charge on their property tax bill to support the Carpinteria Advanced Purification Project (CAPP). The bars below illustrate the expected annual total in each fiscal year 2027, 2028, and 2029. The tables below show the equivalent monthly charges. **To calculate your personalized bill, scan the QR code provided, or visit cvwd.net/water-rates**



ANNUAL CHARGES FY 2027-2029 (water bill + property taxes)



MONTHLY CHARGES: FY 2027

Size	Type	Current Charges	Proposed Additional Water Bill Charges	Proposed New CAPP Charge on Water Bill	Proposed New CAPP charge on Property Tax Bill	Total Proposed
3/4"	MF Residence	\$71	\$4	\$1	\$4	\$81
3/4"	SF Residence	\$132	\$4	\$3	\$4	\$143
3/4"	Commercial	\$172	\$9	\$5	\$4	\$191
2"	Agriculture	\$711	\$14	\$90	\$24	\$839

MONTHLY CHARGES: FY 2028

Size	Type	Current Charges	Proposed Additional Water Bill Charges	Proposed New CAPP Charge on Water Bill	Proposed New CAPP charge on Property Tax Bill	Total Proposed
3/4"	MF Residence	\$71	\$4	\$2	\$9	\$86
3/4"	SF Residence	\$132	\$12	\$4	\$9	\$157
3/4"	Commercial	\$172	\$20	\$7	\$9	\$208
2"	Agriculture	\$711	\$57	\$135	\$46	\$949

MONTHLY CHARGES: FY 2029

Size	Type	Current Charges	Proposed Additional Water Bill Charges	Proposed New CAPP Charge on Water Bill	Proposed New CAPP charge on Property Tax Bill	Total Proposed
3/4"	MF Residence	\$71	\$4	\$2	\$9	\$86
3/4"	SF Residence	\$132	\$20	\$6	\$9	\$167
3/4"	Commercial	\$172	\$29	\$10	\$9	\$221
2"	Agriculture	\$711	\$96	\$180	\$49	\$1036

Need Assistance?

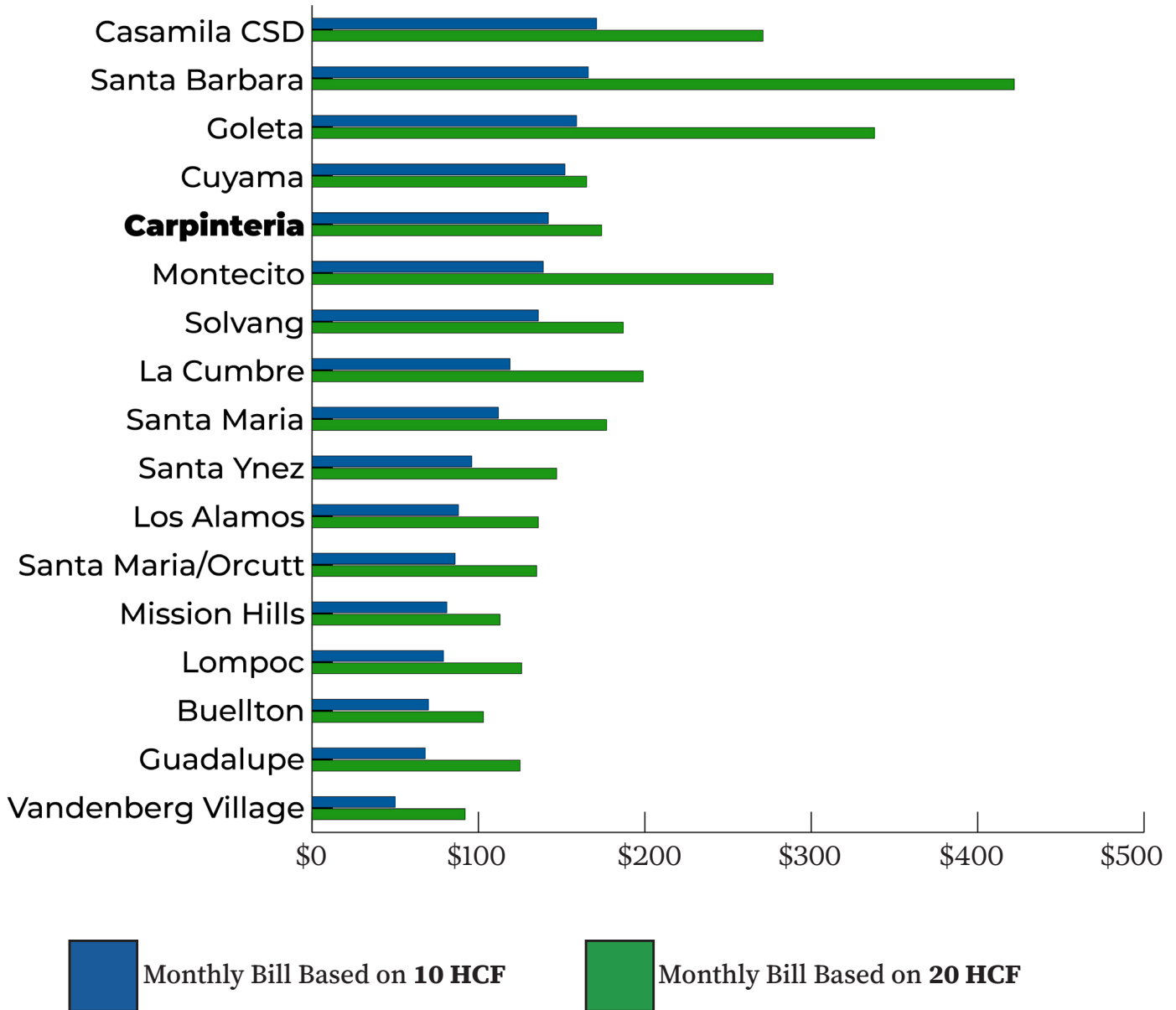
The District offers bill assistance to qualified low-income customers and provides payment plans to help customers get back on track with their accounts. To learn whether you qualify for bill assistance or a payment plan, please contact the District at (805) 684-2816.

How do Carpinteria's water bills compare to other agencies?

The graph below shows that in 2025, Santa Barbara and Goleta had higher water bills than Carpinteria Valley Water District (CVWD). The blue bars illustrate the monthly bill for a customer using 10 HCF of water—an amount typical for a home with several thousand square feet of landscaping. The green bars show the bill for a customer using 20 HCF, which is more typical of a larger estate, commercial business, or small agricultural operation.

Residential Monthly Water Charges Across Santa Barbara County in 2025

Source: County of Santa Barbara



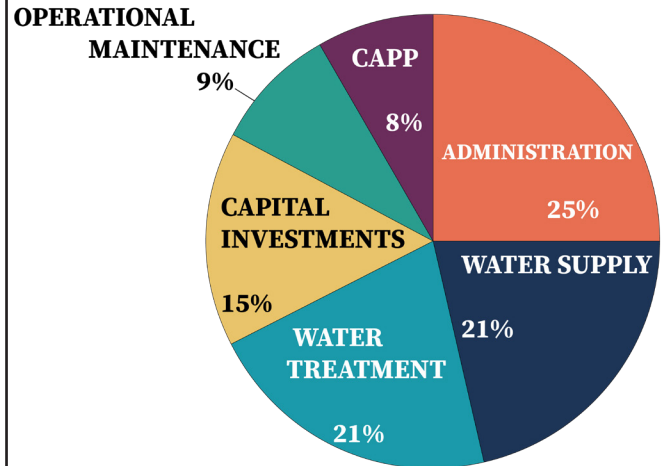
If you need this Proposition 218 Notice in an alternative format to ensure accessibility, CVWD can provide options and assistance at no cost. Please call (805) 684-2816 for additional information.
El Distrito es bilingüe, para información sobre los aumentos, favor de llamar a la oficina (805) 684-2816

Why does the District need to increase rates?

To ensure water supply reliability.

In response to the recent extreme drought and projected climate change, the District is investing in three major capital projects designed to strengthen the local water supply during future prolonged drought. Together, the Carpinteria Advanced Purification Project, the Smillie Well Aquifer Storage and Recovery Project, and the Casitas Intertie Project provide robust, locally controlled additions to the District's water supply portfolio.

Where Each Dollar Goes



To prepare for emergencies.

The District is anticipating supply chain shortages and the need to safeguard critical infrastructure from natural disaster. For example, the District is transitioning from delivered disinfection chemicals to on-site generation, which helps prevent delays during supply chain disruptions and reduces hazardous-material exposure and environmental risk. These improvements help ensure the District maintains a resilient and reliable water system.

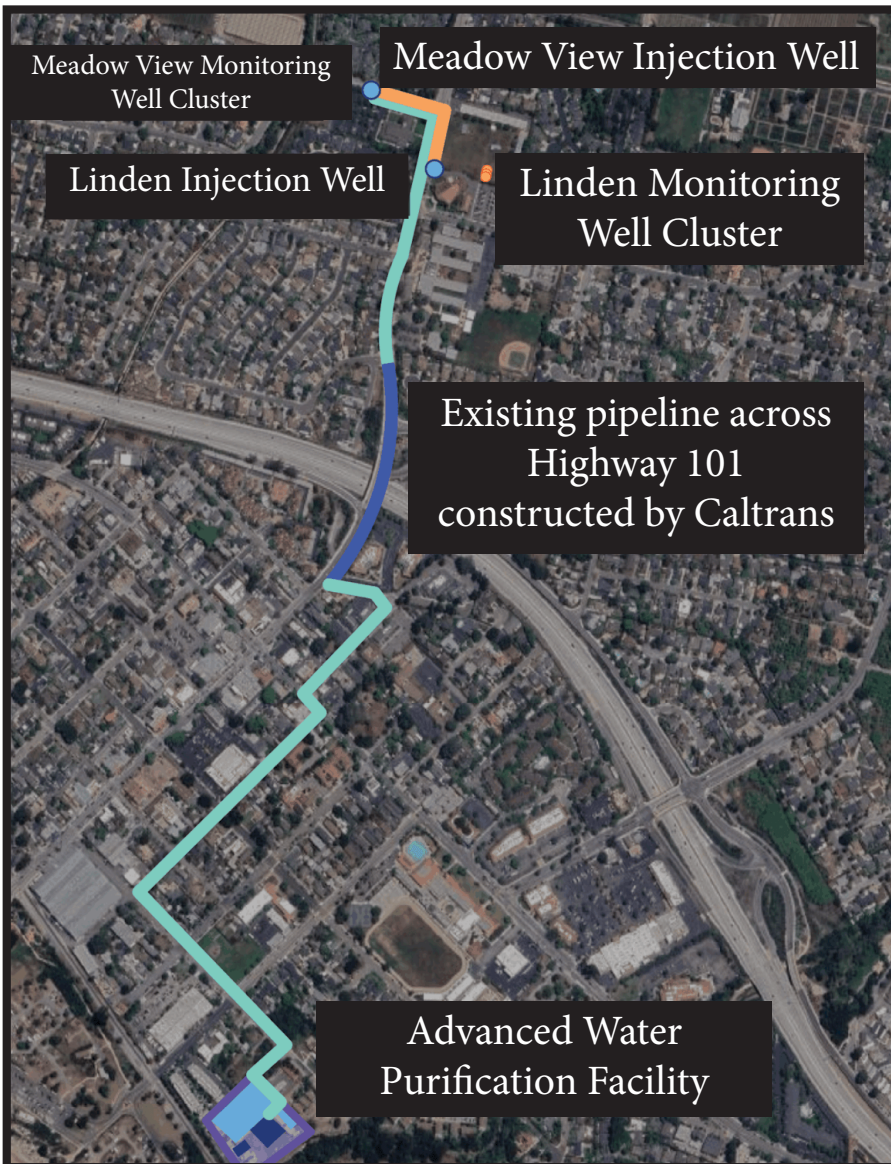
To repair and replace infrastructure.

The District is proactively maintaining its infrastructure to prevent costly failures and ensure a reliable supply of water to your home. By rehabilitating Headquarters Well—its most productive local groundwater source—the District is safeguarding its most cost-effective water supply. In addition, the District is inspecting aging pipelines to prevent emergency breaks and upgrading the remote monitoring system for its wells to reduce long-term operational costs and prevent equipment failures. These proactive investments enhance system reliability, protect public health, and support fiscal responsibility.

To comply with water regulations.

Imported water from Lake Cachuma and the State Water Project must be treated at the Cater Treatment Plant to protect public health. To ensure continued compliance with water quality standards, the Cater Treatment Plant is constructing a Clearwell reservoir to provide adequate disinfection of treated water. This project—combined with inflationary pressures—will increase the District's water treatment costs.

What projects are currently underway?



Carpinteria Advanced Purification Project

Over the past few decades, the District and its customers have seen how unpredictable surface water supplies can be during droughts, as allocations from the State Water Project and Lake Cachuma have become increasingly variable and unreliable. When surface water is limited, the District must rely heavily on groundwater pumped from the Carpinteria Groundwater Basin to meet customer demand. However, groundwater takes years to recharge and depends on consistent winter rainfall—conditions that are never guaranteed.

The Carpinteria Advanced Purification Project (CAPP) will provide a locally managed and reliable water supply every day, including during prolonged droughts and water-supply shortages. The CAPP charge on property-tax bills will be based on meter size, not acreage. In addition to supporting a drought-resilient supply, CAPP may generate revenue through opportunities such as local groundwater banking or water-exchange agreements. The project is funded by a \$50 million State Revolving Fund loan at a 1.7% interest rate, with 38% of the project cost covered by grants.

CAPP

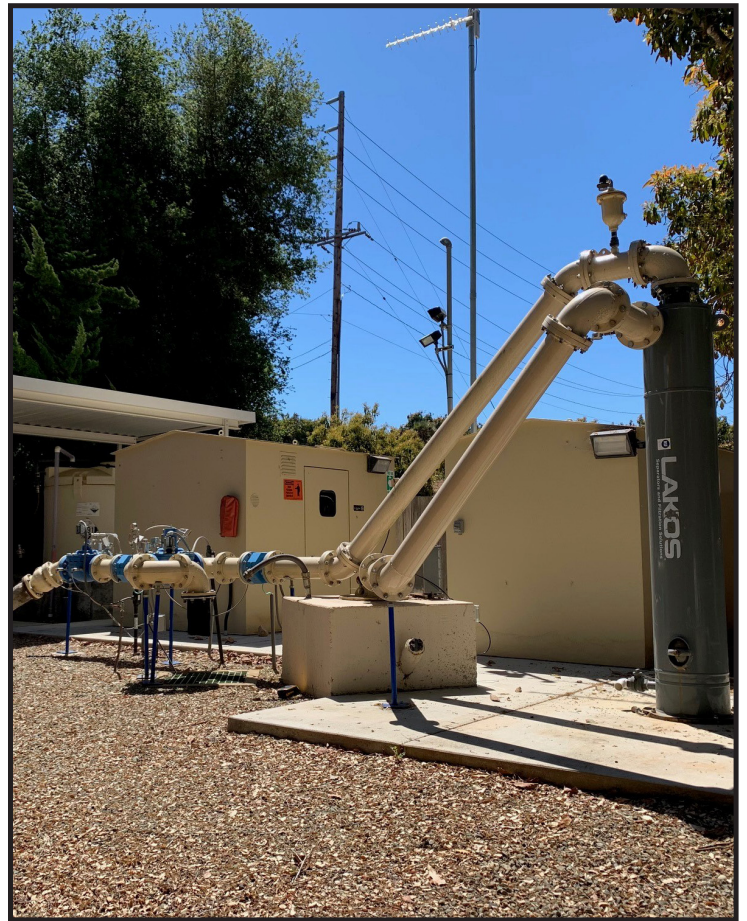
Carpinteria Advanced Purification Project
Replenishing Our Groundwater for the Future

Want more info on CAPP? Use the QR code or visit cvwd.net/capp to learn more.

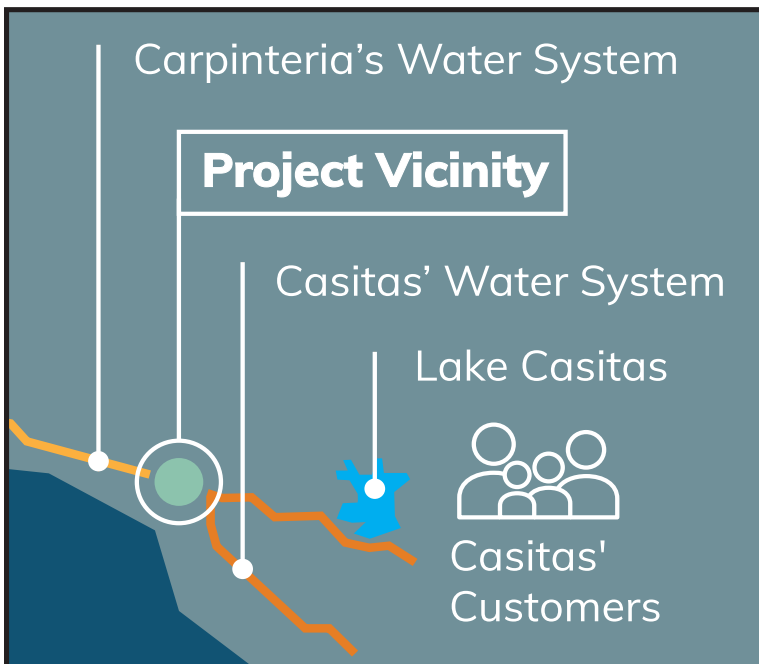


Smillie Well Aquifer Storage and Recovery

The District is replacing the unreliable and failing Smillie Well. The new well will increase the District's monthly production capacity by 27%, allowing the District to meet customer demand during a Stage 2 drought using groundwater alone, if necessary. This is especially important because imported water supplies—such as the State Water Project and Lake Cachuma—can become unreliable during extended droughts. The new well will also support aquifer storage and recovery, meaning the District will be able to both inject and extract groundwater. This capability allows the District to store water in wet years for use during dry years, further strengthening long-term water supply reliability.



Carpinteria-Casitas Partnership Intertie Project



Carpinteria Valley Water District and the Casitas Municipal Water District are partnering on construction of a pipeline to connect the two systems. This connection will allow Casitas to move State Water Project water through Carpinteria's pipelines. In return, Casitas will compensate the District for use of its system, creating a new source of revenue for the District. This will be a bidirectional pipeline that could be used to deliver water to the District in an emergency.

To stay updated on what's going on at CVWD, visit CVWD.net.

Proposed Rates & Charges (continued on next page)

Proposed water rates and service charges effective with the July billing period.

A detailed explanation of these rates and charges, is available at this QR code or at cvwd.net/water-rates:

VOLUMETRIC WATER RATES (\$/HCF)



HCF = hundred cubic feet of water use

PZ I = Pressure Zone I | PZ II = Pressure Zone 2

	Current			Proposed FY 2027			Proposed FY 2028			Proposed FY 2029		
	Base	PZ I	PZ II	Base	PZ I	PZ II	Base	PZ I	PZ II	Base	PZ I	PZ II

Residential, Multi-Family, Master Meter, Landscape

Tier 1 (6 HCF)	\$5.19	\$5.58	\$5.96	\$6.44	\$6.83	\$7.18	\$6.82	\$7.23	\$7.60	\$7.17	\$7.60	\$7.99
Tier 2 (next 10 HCF)	\$5.39	\$5.78	\$6.16	\$6.73	\$7.12	\$7.47	\$7.13	\$7.54	\$7.91	\$7.49	\$7.92	\$8.31
Tier 3 (>16 HCF)	\$6.37	\$6.76	\$7.14	\$7.58	\$7.97	\$8.32	\$8.03	\$8.44	\$8.81	\$8.44	\$8.87	\$9.26

Commercial, Industrial, Public Authority, Hospitality

Base	\$5.21	\$5.60	\$5.98	\$6.43	\$6.82	\$7.17	\$6.81	\$7.22	\$7.59	\$7.16	\$7.59	\$7.98
Peak	\$6.29	\$6.68	\$7.06	\$7.37	\$7.76	\$8.11	\$7.81	\$8.22	\$8.59	\$8.21	\$8.64	\$9.03

Agriculture

Uniform	\$2.47	\$2.86	\$3.24	\$2.63	\$3.02	\$3.37	\$2.79	\$3.20	\$3.57	\$2.93	\$3.36	\$3.75
REQ	\$26.01			\$36.31			\$38.46			\$40.42		

Temporary Meters

Uniform	\$5.48	\$5.87	\$6.25	\$6.83	\$7.22	\$7.57	\$7.23	\$7.64	\$8.01	\$7.60	\$8.03	\$8.42
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CAPP VOLUMETRIC RATES FOR M&I CUSTOMERS (\$/HCF)

Current	Proposed FY 2027	Proposed FY 2028	Proposed FY 2029
N/A	\$0.41	\$0.62	\$0.83

CAPP CHARGES FOR AGRICULTURAL CUSTOMERS (MONTHLY)

Meter Size	Current	Proposed FY 2027	Proposed FY 2028	Proposed FY 2029
3/4"	N/A	\$16.86	\$25.29	\$33.72
1"	N/A	\$28.10	\$42.14	\$56.19
1 1/2"	N/A	\$56.20	\$84.29	\$112.39
2"	N/A	\$89.91	\$134.86	\$179.81
3"	N/A	\$196.68	\$295.01	\$393.35
4"	N/A	\$354.02	\$531.03	\$708.04
6"	N/A	\$730.52	\$1095.77	\$1461.03

CAPP CHARGES ON PROPERTY TAX ROLL

Semi-Annual Charges

Meter Size	Current	Proposed FY 2027	Proposed FY 2028	Proposed FY 2029
3/4"	N/A	\$26.96	\$51.93	\$55.40
1"	N/A	\$44.93	\$86.55	\$92.33
1 1/2"	N/A	\$89.85	\$173.09	\$184.66
2"	N/A	\$143.76	\$276.95	\$295.46
3"	N/A	\$314.48	\$605.83	\$646.32
4"	N/A	\$566.06	\$1090.49	\$1163.37
6"	N/A	\$1168.06	\$2250.22	\$2400.61

Equivalent Monthly Charges

Meter Size	Current	Proposed FY 2027	Proposed FY 2028	Proposed FY 2029
3/4"	N/A	\$4.49	\$8.65	\$9.23
1"	N/A	\$7.49	\$14.42	\$15.39
1 1/2"	N/A	\$14.98	\$28.85	\$30.78
2"	N/A	\$23.96	\$46.16	\$49.24
3"	N/A	\$52.41	\$100.97	\$107.72
4"	N/A	\$94.34	\$181.75	\$193.90
6"	N/A	\$194.68	\$375.04	\$400.10

BASIC & STATE WATER PROJECT CHARGES (MONTHLY)

MFR = Multi-Family Residential | MMR = Master Meter Residential | HOS = Hospitality | *** = By Meter Size

	Current			Proposed FY 2027			Proposed FY 2028			Proposed FY 2029		
	Basic	SWP	Total	Basic	SWP	Total	Basic	SWP	Total	Basic	SWP	Total
3/4"	\$11.08	\$39.09	\$50.17	\$12.15	\$36.53	\$48.68	\$12.87	\$38.69	\$51.56	\$13.52	\$40.66	\$54.18
1"	\$14.89	\$65.15	\$80.04	\$17.05	\$60.88	\$77.93	\$18.06	\$64.48	\$82.54	\$18.98	\$67.76	\$86.74
1 1/2"	\$24.44	\$130.28	\$154.72	\$29.29	\$121.76	\$151.05	\$31.02	\$128.97	\$159.99	\$32.60	\$135.53	\$168.13
2"	\$35.89	\$208.44	\$244.33	\$43.97	\$194.81	\$238.78	\$46.57	\$206.35	\$252.92	\$48.94	\$216.85	\$265.79
3"	\$72.17	\$455.93	\$528.10	\$90.48	\$426.15	\$516.63	\$95.84	\$451.38	\$547.22	\$100.71	\$474.34	\$575.05
4"	\$125.63	\$820.67	\$946.30	\$159.02	\$767.07	\$926.09	\$168.43	\$812.48	\$980.91	\$177.00	\$853.81	\$1030.81
6"	\$253.55	\$1693.43	\$1946.98	\$323.02	\$1582.84	\$1905.86	\$342.14	\$1676.54	\$2018.68	\$359.54	\$1761.82	\$2121.36
MFR	\$11.08	\$18.23	\$29.31	\$12.15	\$19.54	\$31.69	\$12.87	\$20.71	\$33.58	\$13.52	\$21.76	\$35.28
MMR	***	\$18.23		***	\$19.54		***	\$20.71		***	\$21.76	
HOS	***	\$9.94		***	\$14.46		***	\$15.32		***	\$16.10	

CIP CHARGES FOR M&I CUSTOMERS (\$/HCF)

	Current	Proposed FY 2027	Proposed FY 2028	Proposed FY 2029
Rate per HCF	\$6.45	\$6.01	\$6.37	\$6.69
Minimum - 4 HCF	\$25.80	\$24.04	\$25.48	\$26.76
Maximum - 250 HCF	\$1612.50	\$1502.50	\$1592.50	\$1672.50

O&M CHARGES FOR AGRICULTURAL CUSTOMERS (MONTHLY)

Meter Size	Current	Proposed FY 2027	Proposed FY 2028	Proposed FY 2029
3/4"	\$48.92	\$48.38	\$51.24	\$53.85
1"	\$81.51	\$80.64	\$85.41	\$89.75
1 1/2"	\$163.01	\$161.27	\$170.82	\$179.51
2"	\$260.81	\$258.03	\$273.30	\$287.20
3"	\$570.50	\$564.43	\$597.84	\$628.25
4"	\$1026.88	\$1105.98	\$1076.12	\$1130.86
6"	\$2118.94	\$2096.46	\$2220.55	\$2333.50

FIRE SERVICE CHARGES (MONTHLY)

Meter Size	Current	Proposed FY 2027	Proposed FY 2028	Proposed FY 2029
2"	\$14.06	\$6.70	\$7.10	\$7.46
3"	\$30.61	\$10.31	\$10.92	\$11.48
4"	\$59.19	\$16.52	\$17.50	\$18.39
6"	\$161.76	\$38.84	\$41.14	\$43.23
8"	\$338.66	\$77.32	\$81.90	\$86.07
10"	\$604.77	\$135.21	\$143.21	\$150.49



Download the EyeOnWater® app to keep track of your monthly use. Being mindful of your water use protects our limited water supply and helps reduce your water bills. Scan the QR code or visit eyeonwater.com/signup to learn more.

Water Rates & Charges Notes & Definitions

Water Rates refer to the unit cost of water. One unit is defined as 748 gallons or 100 cubic feet (HCF) of water.

Pressure Zone I refers to connections served by Gobernador Reservoir.

Pressure Zone II refers to connections served by Shepard Mesa Tank.

Notes on Volumetric Water Rates

For Commercial, Industrial, Public Authority, and Hospitality customers the structure of the rates are unchanged and are as follows:

- The Base Tier is based on the account's five year (December to March) water consumption.
- The Peak Tier pricing applies to all consumption in excess of the Base Tier

For Agricultural Customers the structure of the rates is unchanged and are as follows:

- All water is charged at a uniform rate.
- Agricultural customers with residential units pay a Residential Equivalency fee (REQ) per dwelling unit. The REQ fee covers drinking water treatment related costs equivalent to 9 HCF per month.

For Residential and Landscape Customers the structure of the rates is unchanged and are as follows:

- Tier 1 is based on efficient indoor use for a three person household.
- Tier 2 is based on average summer use (June to September) of the Residential customer class.
- Tier 3 pricing applies to all consumption in excess of Tier 2 use.

Notes on CAPP Volumetric Water Rates for Municipal and Industrial (M&I) Customers

For M&I customers, which is all customers except Agricultural customers, all water use is charged at a uniform rate per HCF. This rate on customer water bills pays for operation and maintenance costs of the Carpinteria Advanced Purification Project (CAPP).

Notes on CAPP Fixed Charges for Agricultural Customers

For Agricultural customers, this fixed charge is based on meter size and pays for operation and maintenance costs of the Carpinteria Advanced Water Purification Project.

Notes on CAPP Charges on Property Tax Roll

Property owners within the District's service area will see a charge for the CAPP project on their property tax bills. The charge will be based on the customer's meter size. This charge on property tax bills pays for capital costs associated with the Carpinteria Advanced Purification Project (CAPP).

Notes on Basic and State Water Project Charges

The Basic charge funds costs associated with meter maintenance, customer service, and billing. The State Water Project charge funds 100% of the District's SWP debt

obligation. The structure of these monthly service charges is unchanged and are as follows.

For all dwelling units classified as Multi Family (MFR) (i.e., individually metered) the SWP charge is adjusted to the service level of approximately half of a ¾" meter. The Basic charge is equal to the full charge on a ¾" meter.

For all dwelling units classified as Master Meter Residential (MMR) the SWP charge is adjusted to the service level of approximately half of a ¾" meter. The Basic charge for master meter accounts is charged by meter size.

For all dwelling units classified as Hospitality the SWP charge is adjusted to the service level of approximately ¼ of a ¾" meter. The Basic charge for master meter accounts is charged by meter size.

For other customer classes the SWP and Basic charges are based on meter size.

Notes on Capital Improvement Program (CIP) Charges for M&I Customers

The CIP charge pays the District's non-SWP debt obligations and capital project costs associated with projects helping the District meet current and proposed drinking water quality standards set by the United States Environmental Protection Agency and enforced by the California State Water Board. The structure of this charge is unchanged. These charges are based on each account's five-year average monthly water use, subject to a minimum of four HCF and a maximum of 250 HCF per month per dwelling unit.

Notes on Operation and Maintenance (O&M) Charges for AG Customers

The AG O&M charge appears only on the bills of agricultural accounts. This charge funds the portion of costs that are collected from other customer classes through the CIP charge, which funds non SWP debt obligations and capital projects for repair and replacement of water system infrastructure necessary to maintain the District's level of service. The structure of this charge is unchanged and is based on meter size.

Notes on Fire Service Charges

Monthly Service Charges for Fire Service recover costs associated with providing private fire protection. The structure of this charge is unchanged and is based on fire line size.



Photo of Lake Cachuma. CVWD receives 50-70% of its water from the Cachuma Project, which stores water in Lake Cachuma from the Santa Ynez River.

How to Participate

Under California law, customers may formally oppose the proposed rate adjustment by submitting a written **protest**, or may submit an **objection** stating specific grounds for claiming the rates do not comply with Proposition 218. Both property owners and customers may submit a written protest and/or objection. Only one written protest per identified parcel will be counted. Owners of multiple parcels should specify all the parcels for which they are submitting a protest and/or objection.

How to Submit a Protest

To be valid, written protests must include:

- Statement that you protest the increase in water rates and charges.
- Customer or property owner first and last name.
- Service address, account number, or assessor's parcel number.
- Original signature of the customer or property owner.

You may mail or deliver your written protest to:

General Manager
Carpinteria Valley Water District
1301 Santa Ynez Avenue
Carpinteria, CA 93013

Or hand-deliver your written protest to the Board of Directors at the June 10 Public Hearing at Carpinteria City Hall. Written protests must be received before the close of the public hearing on Wednesday, June 10, 2026. If mailed, protests must arrive no later than 5:00 p.m. on June 10, 2026. Faxed or email protests cannot be accepted.

If a majority of property owners and customers submit valid protests, the proposed rates and charges cannot be adopted.

How to Submit an Objection

To be valid, written objections must include:

- Statement of which rate or charge you are objecting to.
- Customer name.
- Service address, account number, or assessor's parcel number.
- Original signature of the customer or property owner.
- Clear indication that it is an objection and explanation of the specific grounds for claiming the District has not complied with Proposition 218 in sufficient detail to allow the District to determine whether any changes to the proposed rates are necessary.

Note: A general statement such as "this violates Proposition 218" without any explanation is not sufficient. Additionally, a general statement that the rates are too high is insufficient to constitute a legal objection.

You may mail or deliver your written objection to:

General Manager
Carpinteria Valley Water District
1301 Santa Ynez Avenue
Carpinteria, CA 93013

Written objections must be received no later than Monday, June 8, 2026 by 5:00 p.m. Please note the deadline for objections (Monday, June 8) is prior to the public hearing date (Wednesday, June 10). This enables the District to review objections and provide a response at the hearing. Failure to submit a timely objection will bar the right to challenge the rates or charges through a legal proceeding. Faxed or emailed objections cannot be accepted.

All timely objections received will also be counted as protests. Objections received after the deadline, but before the close of the public hearing, will only be considered and counted as protests.

Public Hearing Participation

All members of the public may speak at the Public Hearing regarding the proposed rate adjustments. However, only written protests count toward the majority protest calculation. The District will count all written protests at the close of the Public Hearing.

120-Day Statute of Limitations

The proposed rate adjustments are subject to the 120-day statute of limitations under Government Code Section 53759. Any judicial action challenging the rates or the procedure used to adopt them must be filed within 120 days after the effective date of the adjustments.



Carpinteria Valley Water District

cvwd.net | (805) 684-2816 | @CarpinteriaValleyWaterDistrict
1301 Santa Ynez Avenue, Carpinteria, CA 93013

Board of Directors:

Matthew Roberts (Director - Division 1)
Polly Holcombe (Director - Division 2)
Casey Balch (Vice President - Division 3)
Case Van Wingerden (President - Division 4)
Patrick O'Connor (Director - Division 5)

General Manager:

Kelley Dyer



Carpinteria Valley Water District

1301 Santa Ynez Avenue • Carpinteria, CA 93013
Phone (805) 684-2816

BOARD OF DIRECTORS

Case Van Wingerden
President
Casey Balch
Vice President

Polly Holcombe
Patrick O'Connor
Matthew Roberts

GENERAL MANAGER

Kelley Dyer

To: CVWD Board of Directors
From: Kelley Dyer, General Manager
Date: March 27, 2026
Written by: Norma C. Rosales, Assistant General Manager

For Consideration: Consider adoption of the updated Carpinteria Valley Water District Reserve Policy.

Background:

Prudent financial planning requires the District to anticipate future funding needs, manage financial risks, and maintain fiscal stability. The proposed Reserve Policy establishes guidelines for accumulating, managing, and using reserve funds to support long-term organizational and operational sustainability.

This item represents an update to the District's existing reserve policy. The updated policy expands and formalizes the District's reserve structure by incorporating a Rate Stabilization Fund and restricted Debt Service Reserve Fund, in addition to refining existing reserve categories.

The policy identifies several purposes for reserves, including funding infrastructure replacement, mitigating economic uncertainties, addressing revenue fluctuations, responding to emergencies, and meeting future capital and regulatory obligations

Analysis:

The updated Reserve Policy establishes both designated reserves and restricted reserves, each with defined purposes, funding targets, and conditions for use:

- **Operating Reserves:**
Targeted at six months of operating and debt service expenditures plus up to \$1,000,000 for unexpected costs, ensuring liquidity and operational continuity.
- **Capital Reserves:**
Targeted at two times annual depreciation, supporting infrastructure replacement and reducing reliance on debt financing.

- **Emergency Reserve:**
Maintained between \$2,000,000 and \$3,000,000 to address catastrophic events and unforeseen losses.
- **Rate Stabilization Fund (New):**
This newly incorporated reserve will be funded beginning in FY 2026/27. It is designed to mitigate revenue volatility, stabilize rates, and address impacts from drought and reduced consumption. The target level is 10% of annual operating revenues.
- **Restricted Reserves (New):**
This is a newly incorporated restricted Debt Service Reserve Fund, as mandated by CAPP SRF contractual obligations and cannot be used for other purposes.

The policy also establishes procedures for monitoring reserve levels and requires periodic analysis during the budget process or when financial conditions change significantly. If reserve levels fall outside prescribed thresholds, staff must provide explanations and corrective actions.

This update strengthens the District's financial framework by improving clarity, enhancing long-term planning, and aligning with best practices in public agency financial management.

Fiscal Impact:

1) Funding Source

Reserve funding will be derived from existing revenues, including water rates, charges, and operational surpluses. No immediate new funding source is required; however, future budget decisions will incorporate contributions to achieve and maintain target reserve levels, particularly for the Rate Stabilization Fund beginning in FY 2026/27.

Recommendation:

Adopt the updated Carpinteria Valley Water District Reserve Policy.

Sample Motion:

Adopt the updated Carpinteria Valley Water District Reserve Policy as presented.

CARPINTERIA VALLEY WATER DISTRICT

RESERVE POLICY

PURPOSE

Prudent financial planning and fiscal responsibility includes anticipating and preparing for future funding requirements as well as unforeseen and unexpected emergencies, disasters, and other events. The Carpinteria Valley Water District has established reserve funds for its long term organizational and operational stability and the reserve funds enable the District to minimize significant rate fluctuations due to unforeseen and expected cash flow requirements. This Reserve Fund Policy is to ensure that the District accumulates, manages, maintains, and uses certain financial resources only for specific purposes:

- Funding infrastructure replacement.
- Economic uncertainties and other financial hardships.
- Loss of significant revenue sources such as connection fees.
- Local disasters or catastrophic events.
- Future debt or capital obligations.
- Cash flow requirements.
- Unfunded statutory mandates including regulatory requirements.

DESIGNATED RESERVES

1. Operating Reserves:

Established to cover temporary cash flow deficiencies that occur as a result of timing differences between the receipt of operating revenue and expenditure requirements and unexpected expenditures occurring as a result of doing business.

- 1.1. Target Level – Six months operating and debt service expenditures for timing differences plus \$1,000,000 maximum for unexpected expenditures.

- 1.2. Events or Conditions Prompting the Use of the Operating Reserve – This reserve may be utilized as needed to pay outstanding operating expenditures prior to the receipt of anticipated operating revenues. This reserve shall also be utilized to cover unforeseen extraordinary costs.

2. Capital Reserves

Established to provide capital repair and replacement funding as the District’s infrastructure deteriorates over its expected useful life. Capital reserves are also available for unplanned (unbudgeted) capital replacement. Capital reserves will be accumulated to fund infrastructure projects and will be an integral part of the District’s capital plan documents in its Five-Year Financial Plan. A key objective for accumulating capital reserves is to minimize external borrowing and interest expense.

- 2.1 Target Level – Two times annual depreciation expense.

- 2.2 Events or Conditions Prompting the Use of the Capital Replacement Reserve – Through the annual budget process, staff shall recommend anticipated asset replacement projects. The Board of Directors shall take action to approve recommended project appropriations from Capital Reserves. Authorization for the use of capital reserves for unplanned capital replacement will first be brought before the Rate & Budget committee for consideration and then brought before the Board of Directors.

3. Emergency Reserve

Established to provide protection recovery to the District and its customers for losses arising from an unplanned event or circumstance. The reserve level combined with CVWD’s existing insurance policies should adequately protect CVWD and its customers in the event of a loss.

- 3.1 Target Level – Established at a minimum level equal to \$2,000,000 and shall accumulate interest and annual contributions as determined by the District’s annual operation to a maximum level of \$3,000,000.

3.2 Events or Conditions Prompting the Use of the Emergency Reserve – This reserve shall be utilized to cover unexpected losses experienced by the District as a result of a disaster or other unexpected loss. Any reimbursement received by the District from insurance companies as a result of a submitted claim shall be deposited back into the reserve as replenishment for the loss.

4. Rate Stabilization Fund (RSF) Reserve

Established to promote rate stability for customers by mitigating the impacts of revenue volatility, unexpected expenditures, and economic fluctuations. The Rate Stabilization Fund also serves as a financial management tool to support the District’s ability to meet annual debt service coverage requirements by providing a controlled and reliable source of funds that may be recognized as revenue when needed.

The Rate Stabilization Fund was established in 2020 but not funded. Funding will begin in FY 2026/27. Funds for this reserve will be derived from water rates and charges.

Accounting Treatment:

Amounts deposited into the RSF shall be treated as reserves and not recognized as operating revenue in the year collected. Funds shall only be recognized as revenue in the fiscal year in which they are withdrawn and used, including for the purpose of meeting debt service coverage requirements, consistent with applicable accounting standards and bond covenant provisions.

4.1 Target Level - The District shall maintain the RSF balance at 10% of annual operating revenues, \$1,700,000. If the fund exceeds the target level, excess funds may be considered for:

- Capital project funding (pay - go)
- Debt reduction
- Rate relief

4.2 Events or Conditions Prompting the Use of the Rate Stabilization Fund –

RSF funds may be used for:

- Offsetting revenue losses due to drought, reduced consumption, or regulatory mandates
- Avoiding or minimizing sudden rate increases
- Addressing unforeseen operating expenses

Supporting compliance with debt service coverage requirements through the controlled recognition of RSF funds as revenue. Authorization for the use of RSF funds must be approved by the Board of Directors as part of the annual budget or via separate Board action. Staff may recommend use of funds based on financial forecasts, drought conditions, or revenue projections.

RESTRICTED RESERVES

The District will maintain reserves in an amount equal to funds restricted by legal requirements, contractual agreements, and trustee requirements. The District is limited in the means in which it may use restricted cash reserves due to legal requirements and contractual agreements.

5. Debt Service Reserve Fund

Cash is held as a surety that the annual debt payment and interest will be made. Established as prescribed by adopted loan covenants and maintained until the final debt service payment is made or debt is defeased. The funds cannot be used for any other purpose.

PROCEDURE FOR MONITORING RESERVE LEVELS

The Assistant General Manager shall perform a reserve analysis to be submitted to the Board of Directors upon the occurrence of the following events:

- Board of Directors' deliberation of the annual budget;
- Board of Directors' deliberation of a service charge rate increase;
- When a major change in conditions threatens the reserve levels established within this policy.

If the analysis indicates projected or actual reserve levels falling 10% below or above the levels outlined in this policy, at least one of the following actions shall be included with the analysis:

- An explanation of why the reserve levels are not at the targeted level, and/or
- An identified course of action to bring reserve levels within the minimum and maximum levels prescribed.



Carpinteria Valley Water District

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BOARD OF DIRECTORS

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Matthew Roberts

GENERAL MANAGER

Kelley Dyer

April 8, 2026

Honorable Jerry McNerney
California State Senate
State Capitol, Suite 6640
Sacramento, CA 95814

SUBJECT: SB 872 (McNerney) - SUPPORT

Dear Senator McNerney:

The Carpinteria Valley Water District supports Senat Bill (SB) 872, which would require the appropriation of \$150 million annually for a period of 20 years to the Department of Water Resources for the purposes of supporting capital improvements to restore the original design water conveyance capacity for state water conveyance systems impacted operationally by land subsidence, and would require the appropriation of \$150 million annually for a period of 20 years to the Delta Conservancy for projects in the Sacramento-San Joaquin Delta to improve existing levees.

More than 27 million Californians are supplied with water that flows through the State Water Project (SWP) conveyance facilities. Land subsidence is impacting the SWP water conveyance infrastructure in California's San Joaquin Valley. As land sinks, the physical alignment and capacity of canals and aqueducts are compromised, leading to rising maintenance costs and diminished performance of California's water delivery systems. The subsidence-impaired conveyance facilities have reduced operational flexibility to respond to grid conditions – limiting the ability to adjust pumping in coordination with renewable energy generation and forcing greater reliance on natural gas.

Restoring water conveyance capacity through SB 872 is a direct climate investment. Without repairs to the state's water conveyance system, water agencies will have reduced drinking water supplies available, fewer opportunities to transfer water between parties utilizing existing infrastructure, and increased operational costs. California cannot rely solely on ratepayers to cover subsidence repair costs, especially when the SWP serves a region that includes 75% of the state's disadvantaged communities, many of whom reside far from the physical damage but will still bear the consequences should it not be affordably repaired.

Additionally, the Sacramento-San Joaquin Delta, which supports local communities and the state and federal water projects, is also experiencing the impacts of climate change. The Delta is comprised of 1,100 miles of levees which provide protection to residences, agricultural lands, and infrastructure (electrical, transportation, etc.). These levees help ensure fresh drinking water supply to millions of Californians. Many levees were constructed in the 1800s and are in desperate need of repair and reinforcement. Addressing levee repairs and improvements will reduce risk of flooding, the potential for water supply disruptions, environmental harm, economic disruptions, and save money by addressing deficiencies before they turn into catastrophic emergency measures impacting most of the state.

We strongly appreciate your leadership and support SB 872 to address California's important water infrastructure needs.

Sincerely,

Case Van Wingerden
Board President

AMENDED IN SENATE MARCH 26, 2026

AMENDED IN SENATE MARCH 19, 2026

AMENDED IN SENATE FEBRUARY 18, 2026

SENATE BILL

No. 872

Introduced by Senator McNerney

(Principal coauthor: Assembly Member Ransom)

**(Coauthors: Senators Archuleta, Cortese, Grayson, Hurtado,
Ochoa Bogh, and Richardson) Richardson, Stern, and Umberg)**

*(Coauthors: Assembly Members ~~Harabedian~~ Harabedian, Macedo,
Blanca Rubio, and Wallis)*

January 6, 2026

An act to add Part 10 (commencing with Section 12996) to Division 6 of the Water Code, relating to water, and making an appropriation therefor.

LEGISLATIVE COUNSEL'S DIGEST

SB 872, as amended, McNerney. Delta Levees and Canal Subsidence Fund.

Existing law, the Sacramento-San Joaquin Delta Reform Act of 2009, declares that the Sacramento-San Joaquin Delta (Delta) is a critically important natural resource for California and the nation and it serves as both the hub of the California water system and the most valuable estuary and wetland ecosystem on the west coast of North and South America. Existing law establishes in the Natural Resources Agency the Department of Water Resources. Existing law requires the department and the Department of Fish and Wildlife to determine the principal options for the Delta and requires the department to evaluate and comparatively rate each option for its ability to do specified things,

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including, among others, to maintain Delta water quality for Delta users, and to preserve, protect, and improve Delta levees. Existing law establishes in the agency the Sacramento-San Joaquin Delta Conservancy. Existing law requires the conservancy to act as a primary state agency to implement ecosystem restoration in the Delta and to support efforts that advance environmental protection and the economic well-being of Delta residents.

This bill would establish the Delta Levees and Canal Subsidence Fund in the State Treasury and, upon appropriation, would make the moneys in the fund available to the Secretary of the Natural Resources Agency for expenditure consistent with the allocations described below. The bill would authorize the secretary to seek out, and the fund to accept, state moneys from, among other sources, any bond funds, the General Fund, or the Greenhouse Gas Reduction Fund. The bill would authorize the fund to accept moneys from nonstate sources, including federal and private moneys, and would continuously appropriate those moneys without regard to fiscal year, for allocation as described below, thereby making an appropriation. The bill would require the secretary to allocate moneys in the fund, through the 2046–47 fiscal year, subject to funding availability, as follows: (1) in the amount of \$150,000,000, annually, to the Department of Water Resources for the purposes of supporting capital improvements to restore the original design water conveyance capacity for state water conveyance systems impacted operationally by land subsidence, and (2) in the amount of \$150,000,000, annually, to the conservancy for projects in the Delta to improve existing levees, as specified. The bill would require the secretary to proportionally reduce the above-described amounts if there is insufficient moneys in the fund, as provided. The bill would prohibit these moneys from being expended to pay the costs of the design, construction, operation, mitigation, or maintenance of any additional Delta conveyance facilities, as provided.

Vote: majority. Appropriation: yes. Fiscal committee: yes.
State-mandated local program: no.

The people of the State of California do enact as follows:

- 1 SECTION 1. The Legislature finds and declares all of the
- 2 following:
- 3 (a) Climate change continues to have an immense impact on
- 4 California’s water systems and changing precipitation patterns,
- 5 increasing flood and drought risks, sea level rise, and aging

1 infrastructure are all combining to cause significant risks to our
2 ability to protect water quality in the Sacramento-San Joaquin
3 Delta (Delta), protect flood-vulnerable communities, maintain
4 water deliveries, and ensure climate-responsive water operations.

5 (b) Before passage of the Sustainable Groundwater Management
6 Act (Part 2.74 (commencing with Section 10720) of Division 6 of
7 the Water Code), groundwater pumping and other factors resulted
8 in significant land subsidence in the San Joaquin Valley. According
9 to the State Water Project Adaptation Strategy, this subsidence
10 threatens to reduce the water carrying capacity of the State Water
11 Project by 87 percent by 2040 if not repaired, putting drinking
12 water for 27,000,000 residents and 750,000 acres of farmland in
13 California at risk.

14 (c) The State Water Project is the single largest energy user in
15 state, using about 3 percent of total statewide consumption, and
16 with subsided canals increasing the energy it takes to move water,
17 if these subsidence impacts to the State Water Project are not
18 addressed, there will be unnecessary increased energy usage and
19 associated costs.

20 (d) Each public water agency contracted with the Department
21 of Water Resources is obligated to pay the capital and operation
22 and management costs of the State Water Project in order to
23 participate in the State Water Project, and the Department of Water
24 Resources is authorized to issue bonds for the capital costs under
25 the Central Valley Project (Part 3 (commencing with Section
26 11100) of Division 6 of the Water Code) that each state water
27 contractor repays along with other expenses billed by the
28 Department of Water Resources, including annual operation and
29 maintenance costs.

30 (e) Damage to the State Water Project due to subsided canals
31 is largely caused by groundwater pumping actions done outside
32 of the public water agencies' service areas. Obligations to pay the
33 costs of repair of the canals would significantly increase annual
34 costs to public water agencies and their ratepayers.

35 (f) The Delta supports local communities, businesses, and more
36 than 400,000 acres of farmland, 80 percent of which is considered
37 United States Department of Agriculture prime farmland, and it
38 is also a national heritage site, a site of critical cultural importance
39 to several indigenous tribes, and a thriving ecosystem supporting
40 several native species of plants and animals.

1 (g) The Delta is also experiencing the impacts of climate change,
2 including, but not limited to, increasing droughts, more extreme
3 precipitation events, earlier snowmelt, and sea level rise that all
4 create concerns for how to manage the dynamic ecosystem in a
5 way that continues to support human life and natural ecosystems.

6 (h) The Delta is supported by 1,100 miles of levees that provide
7 protection to residences, businesses, agricultural lands, tribal
8 cultural sites, and infrastructure and help ensure fresh drinking
9 water supply to millions of Californians. However, many levees
10 date back to the ~~1800s~~ *19th century* and no longer meet the United
11 States Army Corps of Engineers' standards. If levees are breached,
12 human life and property in the Delta would be at risk, and saltwater
13 intrusion into the fresh water that feeds the state and federal water
14 projects could threaten the drinking water sources for over one-half
15 of the people in the state.

16 (i) The Sacramento-San Joaquin Delta Reform Act of 2009
17 required, among other things, that the Delta Stewardship Council
18 establish a plan to reduce flood risk and guide prioritization of
19 state investments in the Delta. The resulting Delta Levees
20 Investment Strategy (DLIS) is a risk-based prioritization for levee
21 investments in the Delta adopted by the Delta Stewardship Council
22 as part of the Delta Plan on January 1, 2024. The goal is to
23 maximize flood protection for people, property, water supply, the
24 delta ecosystem, and infrastructure, for the benefit of all
25 Californians. While the strategy provides a risk-based prioritization
26 of levee repairs in the Delta, it does not currently have funding
27 sources to meet its goals.

28 (j) The Sacramento-San Joaquin Delta Reform Act of 2009 also
29 established that it is state policy to reduce reliance on the Delta in
30 meeting the state's future water supply needs by investing in
31 improved water use efficiency, water recycling, advanced water
32 technologies, and other regional water supply projects. These
33 alternative water supplies will continue to be critical to protecting
34 and preserving the overall health of the Delta, and critical to the
35 protection of a diverse clean water supply for the people of
36 California.

37 SEC. 2. Part 10 (commencing with Section 12996) is added to
38 Division 6 of the Water Code, to read:

1 PART 10. DELTA LEVEES AND CANAL SUBSIDENCE
2 FUND
3

4 12996. Unless the context otherwise requires, the definitions
5 below govern the construction of this part:

6 (a) “Conservancy” means the Sacramento-San Joaquin Delta
7 Conservancy, established pursuant to Division 22.3 (commencing
8 with Section 32300) of the Public Resources Code.

9 (b) “Department” means the Department of Water Resources.

10 (c) “Fund” means the Delta Levees and Canal Subsidence Fund
11 created pursuant to Section 12997.

12 (d) “Sacramento-San Joaquin Delta” has the same meaning as
13 described in Section 12220 of the Water Code.

14 (e) “Secretary” means the Secretary of the Natural Resources
15 Agency.

16 12997. (a) The Delta Levees and Canal Subsidence Fund is
17 hereby created in the State Treasury. Upon appropriation by the
18 Legislature, moneys deposited into the fund shall be available to
19 the secretary for expenditure consistent with this part.

20 (b) (1) The secretary may seek out, and the fund may accept,
21 state moneys, including, but not limited to, from the General Fund,
22 special funds, the Greenhouse Gas Reduction Fund created
23 pursuant to Section 16428.8 of the Government Code, or any bond
24 funds, for purposes of this part.

25 (2) The fund may accept moneys from nonstate sources,
26 including, but not limited to, federal and private moneys, for
27 purposes of this part.

28 (3) The secretary may establish accounts within the fund.

29 (4) Notwithstanding subdivision (a), and Section 13340 of the
30 Government Code, any nonstate funds, including, but not limited
31 to, federal and private funds, in the fund are continuously
32 appropriated without regard to fiscal year to the secretary for
33 expenditure consistent with this part.

34 (c) The secretary shall allocate moneys in the fund in the
35 following manner:

36 (1) (A) The sum of one hundred fifty million dollars
37 (\$150,000,000) annually through the 2046-47 fiscal year, subject
38 to funding availability, to the department for the purpose of
39 supporting capital improvements to restore the original design

1 water conveyance capacity for state water conveyance systems
2 impacted operationally by land subsidence.

3 (B) The department shall prioritize projects based on the volume
4 of water capacity they can restore to the state water system, and
5 shall provide priority to projects where the surrounding
6 groundwater basin is implementing best management practices
7 aligned with the goals of the Sustainable Groundwater Management
8 Act (Part 2.74 (commencing with Section 10720)), or the
9 equivalent as determined by the department, to manage land
10 subsidence, as determined by the department.

11 (C) The department may adopt guidelines to implement this
12 paragraph. The Administrative Procedure Act (Chapter 3.5
13 (commencing with Section 11340) of Part 1 of Division 3 of Title
14 2 of the Government Code) does not apply to the adoption of the
15 guidelines by the department to implement this paragraph. Before
16 adopting or revising the guidelines or other standards, the
17 department shall provide an opportunity for public comment and
18 at least one public workshop.

19 (2) (A) The sum of one hundred fifty million dollars
20 (\$150,000,000) annually through the 2046-47 fiscal year, subject
21 to funding availability, to the conservancy for projects in the
22 Sacramento-San Joaquin Delta to improve existing levees,
23 including multibenefit levee projects that protect, enhance, or
24 restore habitat, and improve water quality.

25 (B) The conservancy shall prioritize projects that improve the
26 sustainability of local or state water supplies, and projects that
27 improve instream, riparian, flood plain, and wetland habitat.

28 (C) The conservancy may adopt guidelines to implement this
29 paragraph. The Administrative Procedure Act (Chapter 3.5
30 (commencing with Section 11340) of Part 1 of Division 3 of Title
31 2 of the Government Code) does not apply to the adoption of the
32 guidelines by the conservancy to implement this paragraph. Before
33 adopting or revising the guidelines or other standards, the
34 conservancy shall provide an opportunity for public comment and
35 at least one public workshop.

36 (d) If there are insufficient moneys in the fund to fully provide
37 for the allocations specified in subdivision (c), the amounts shall
38 be proportionally reduced as determined by the secretary.

39 (e) Moneys provided by this part shall not be expended to pay
40 the costs of the design, construction, operation, mitigation, or

1 maintenance of any additional Sacramento-San Joaquin Delta
2 conveyance facilities. Those costs shall be the responsibility of
3 the water agencies that benefit from the design, construction,
4 operation, mitigation, or maintenance of those facilities.

O



AGENDA

RATE & BUDGET COMMITTEE At CARPINTERIA VALLEY WATER DISTRICT 1301 SANTA YNEZ AVENUE CARPINTERIA, CALIFORNIA

BOARD OF DIRECTORS

Case Van Wingerden
President
Casey Balch
Vice President

Polly Holcombe
Patrick O'Connor
Matthew Roberts

GENERAL MANAGER

Kelley Dyer

April 7, 2026 at 12:15 p.m.

If interested in participating in a matter before the Committee, you are strongly encouraged to provide the Committee with public comment in one of the following ways:

1. Submitting a Written Comment. If you wish to submit a written comment, please email your comment to the Board Secretary at Public_Comment@cvwd.net by **11:00 A.M. on the day of the meeting**. Please limit your comments to 250 words. Every effort will be made to read your comment into the record, but some comments may not be read due to time limitations.
2. Providing Verbal Comment Telephonically. If you wish to make either a general public comment or to comment on a specific agenda item as it is being heard please send an email to the Board Secretary at Public_Comment@cvwd.net by **11:00 A.M. on the day of the meeting** and include the following information in your email: (a) meeting date, (b) agenda item number, (c) subject or title of the item, (d) your full name, (e) your call back number including area code. During public comment on the agenda item specified in your email, District staff will make every effort to contact you via your provided telephone number so that you can provide public comment to the Committee electronically.

Please note the President has the discretion to limit the speaker's time for any meeting or agenda matter.

- I. CALL TO ORDER**
- II. PUBLIC FORUM** (Any person may address the Rate & Budget Committee on any matter within its jurisdiction which is not on the agenda)
- III. OLD BUSINESS** – None
- IV. NEW BUSINESS**
 - A. Discuss Changes to Proposed FY 27-29 Budgets.**
 - B. Review Proposed Water Rates and Charges for Fiscal Years 2027-2029.**
 - C. Review Draft Proposition 218 Notice of Public Hearing.**
 - D. Discuss Updated District Reserve Policy**
- V. ADJOURNMENT**

Note: The above Agenda was posted at Carpinteria Valley Water District Administrative Office in view of the public no later than 12:00 p.m., April 4, 2026. The Americans with Disabilities Act provides that no qualified individual with a disability shall be excluded from participation in, or denied benefits of, the District's programs, services, or activities because of any disability. If you need special assistance to participate in this meeting, please contact the District Office at (805) 684-2816. Notification at least twenty-four (24) hours prior to the meeting will enable the District to make appropriate arrangements.

Materials related to an item on this Agenda submitted to the Board of Directors after distribution of the agenda packet are available for public inspection in the Carpinteria Valley Water district offices located at 1301 Santa Ynez Avenue, Carpinteria during normal business hours, from 8 am to 5 pm.

**Indicates attachment of document to agenda packet.



City of Carpinteria
Joint Utilities Committee Agenda
Tuesday, March 31, 2026
Carpinteria City Council Chambers, 5775 Carpinteria Avenue,
Carpinteria, CA 93013

3:00 PM - Special Joint Meeting of the City of Carpinteria, Carpinteria Sanitary District, and Carpinteria Valley Water District

This special joint meeting of the Joint Utilities Committee is comprised of representatives of the City of Carpinteria City Council, Carpinteria Sanitary District Board, and Carpinteria Valley Water District Board.

Attendance/Viewing Options:

- Attend the in-person meeting in the Council Chambers at City Hall (5775 Carpinteria Ave.)

How to Provide Public Comments

- Provide a live public comment in the Council Chambers at City Hall (5775 Carpinteria Ave.). Please note the City has the discretion to limit the speaker's time for any meeting or agenda matter. Typically, the practice has been 3 minutes per speaker on each item.
- Submit a written comment (as either a general public comment or on a specific agenda item) to be distributed to Joint Utilities Committee by 3 hours before the meeting begins by either submitting your comment via (1) email to PublicComment@carpinteriaca.gov, or (2) follow this link (<https://carpinteriaca.gov/city-hall/agendas-meetings>), select the meeting you want to provide a comment on, and click the Submit Comments button located on the left hand side of the agenda portal. Please reference the agenda item to which your comment pertains. Note that written comments will not be read into the record during the meeting.

Call to Order

Roll Call

Public Comment

This is the time for public comments on matters not otherwise on the agenda, but within the subject matter jurisdiction of the Joint Utilities Committee.

New Business

1. Carpinteria Advanced Purification Project (CAPP) Update and Discussion.

2. Other Major Capital Project Updates.
3. Development Project Coordination Between Agencies.

Matters Presented by Staff

Adjournment

In compliance with the Americans with Disabilities Act, if you need assistance to participate in this meeting, please contact the City Clerk's Office at 684-5405, extension 403 or the California Relay Service at (866) 735-2929. Notification 2 business days prior to the meeting will enable the City to make reasonable arrangements for accessibility to this meeting.

This agenda was posted on March 25, 2026, in the Public Works Department, on the City Hall Public Notices Board, and on the Internet.



**CENTRAL COAST WATER AUTHORITY
BOARD OF DIRECTORS
AGENDA**

**Chairman – Eric Friedman
Vice Chairman – Jeff Clay**

Thursday, March 26, 2026
9:00 AM

at 255 Industrial Way, Buellton, California 93427 and
940 Rose Court, Grover Beach, CA 93433

Members of the public may participate by video call or telephone via
[Microsoft Teams](#) Meeting ID: 272 835 923 580 15 Passcode: RN2Eh3tA
or by dialing [+1 323-484-5095](#), and entering access Code/Meeting ID: 844 078 432#

Please note: public participation by video call or telephone is for convenience only and is not required by law. If technical interruptions to the video call/telephone occur, the chair has the discretion to continue the meeting and participants are invited to take advantage of the other participation options above.

Public Comment on agenda items may occur via video call or telephonically, or by submission to the Board Secretary via email at lfw@ccwa.com no later than 8:00 a.m. on the day of the meeting. In your email, please specify (1) the meeting date and agenda item (number and title) on which you are providing a comment and (2) that you would like your comment read into the record during the meeting. If you would like your comment read into the record during the meeting (as either general public comment or on a specific agenda item), please limit your comments to no more than 250 words.

Every effort will be made to read comments into the record, but some comments may not be read due to time limitations. Please also note that if you submit a written comment and do not specify that you would like this comment read into the record during the meeting, your comment will be forwarded to Board members for their consideration.

Pursuant to Government Code section 54957.5, non-exempt public records that relate to open session agenda items and are distributed to a majority of the Board less than seventy-two (72) hours prior to the meeting will be available on the CCWA internet web site, accessible at <https://www.ccwa.com>.

★ indicates written report

I. Call to Order and Roll Call

II. Public Comment – (Any member of the public may address the Board relating to any matter within the Board’s jurisdiction. Individual Speakers may be limited to five minutes; all speakers to a total of fifteen minutes.)

III. Closed Session

- A. CLOSED SESSION: CONFERENCE WITH LEGAL COUNSEL – ANTICIPATED LITIGATION
Government Code section 54956.9(d)(4)
Initiation of litigation: 1 case

IV. Return to Open Session

- A. Report on Closed Session Actions (if any)

V. Consent Calendar

- A. Minutes of the February 26, 2026 Regular Meeting ★
B. Bills ★
C. Controller’s Report ★
D. Operations Report ★
E. 2026 Surplus Water Transfer Program Participation Agreement ★
Staff Recommendation: Approve the Consent Calendar

VI. Executive Directors Report

- A. Water Supply Situation Report
Staff Recommendation: Informational item only.
- B. Water Transfers Update
Staff Recommendation: Informational item only.
- C. San Luis Reservoir Storage Forecast and Article 21 Procedures
Staff Recommendation: Informational item only.
- D. Report on the Emergency Repair to the Polonio Pass Water Treatment Plant Treated Water Pipeline ★
Staff Recommendation: Informational item only.
- E. CCWA Board of Directors Handbook ★
Staff Recommendation: Adopt Resolution No. 26-04 Approving a Board of Directors Handbook.
- F. Strategic Plan Development — Approval of Budget Authorization ★
Staff Recommendation: Approve inclusion of \$65,000 in the final Fiscal Year 2025–26 budget for development of a 5-year Strategic Plan with an outside consultant.
- G. Resolution No. 26-05 Appointing Peter Thompson To Serve As The Class 5 Representative On The State Water Contractors Board Of Directors ★
Staff Recommendation: Approve Resolution No. 26-05 Appointing Peter Thompson To Serve As The Class 5 Representative On The State Water Contractors Board Of Directors
- H. Approval of Termination of the Water Infrastructure Financing Authority for Water Infrastructure Improvement ★
Staff Recommendation: Adopt Resolution 26-06 Authorizing The Execution And Delivery Of A Termination Agreement Regarding The Water Infrastructure Financing Authority And Authorizing Certain Other Matters In Connection Therewith
- I. CCWA FY 2026/27 Preliminary Budget ★
Staff Recommendation: Informational item only.
- J. State Water Contractors Report
Staff Recommendation: Informational item only.
- K. Legislative Report ★
Staff Recommendation: Informational item only.

VII. Reports from Board Members for Information Only

VIII. Items for Next Regular Meeting Agenda

IX. Date of Next Regular Meeting: April 23, 2026

X. Adjournment