STOCKTON
EAST WATER
DISTRICT
PROVIDING SERVICE SINCE 1948
www.sewd.net

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Division 1

Andrew Watkins
Division 2

Ryan Hansen
Division 3

Melvin Panizza
Division 4

Paul Sanguinetti
Division 5

Paul Nakaue
Vice President
Division 6

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Stockton, CA 95215

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# MEETING NOTICE

The Municipal Operations Committee
of the Stockton East Water District
Board of Directors will meet at
**12:30 p.m., Wednesday, November 18, 2026**
at the District Office, 6767 East Main Street, Stockton, CA

**Assistance for the Disabled**: If you are disabled in any way and need accommodation to participate in the meeting, please contact Administrative Staff at (209) 948-0333 for assistance so the necessary arrangements can be made.

Agendas and minutes are located on our website at www.sewd.net.

## AGENDA

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| 1. | Roll Call - Chairperson McGurk, Director Panizza, Director Nakaue, Director Atkins (Alternate) | |
| 2. | Public Comment | |
| 3. | Stockton East Water District – Draft Budget Fiscal Year 2026-2027 | 01 |
| 4. | Stockton East Water District – Staff Report - Consider Next Steps for Acquisition of Interest In Property for the Beckman ASR Well | 38 |
| 5. | Adjournment | |

**Certification of Posting**

I hereby certify that on November 13, 2026, I posted a copy of the foregoing agenda in the outside display case at the District Office, 6767 East Main Street, Stockton, California, and said time being at least 72 hours in advance of the Municipal Operations Committee Meeting (Government Code Section 54954.2). Executed at Stockton, California on November 13, 2026.

Priya Ram, Director of Finance & Administration
Stockton East Water District

Any materials related to items on this agenda distributed to the Municipal Operations Committee of the Stockton East Water District less than 72 hours before the public meeting are available for public inspection at the District's office located at the following address: 6767 East Main Street, Stockton, CA 95215. Upon request, these materials may be available in an alternative format to persons with disabilities.

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Agenda Item: 3
Date: 11/18/26

# Draft Budget



# ANNUAL BUDGET
# FISCAL YEAR 2027-2028

STOCKTON EAST WATER DISTRICT
PROVIDING SERVICE SINCE 1948

**Stockton East Water District**
**P.O. Box 5157**
**Stockton, CA 95205**
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# Stockton East Water District
# Annual Budget Fiscal Year 2027-2028

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**ANNUAL BUDGET**
**FISCAL YEAR 2027-2028**

## BASIC ASSUMPTIONS

### WATER SUPPLY

1.The water usage assumed for proration/allocation of water costs for New Hogan and New Melones is reflected on Schedule A, Page 33.

2.Proration of New Hogan water is based on estimates at the beginning of each fiscal year, but final allocation of costs is based on actual water used. Proration of New Melones water is based on the settlement agreement which sets the allocation at 90% M&I and 10% Ag. Since AG uses the system half of the year, the board approved allocation is set at 95% M&I and 5% AG.

3.Municipal water production figures are estimated at 14,100 AF for groundwater and 55,000 AF for surface water (same as previous year).

4.Proration of the base monthly payment is broken into two components (see Schedule D) based on the May 1, 2012 Agreement among the urban contractors. The agreement has a different allocation percentages for the 10MG Clearwell Project funded by the State Revolving Fund Loan Program compared to the allocation percentages based on the Second Amended Contract.

5. The groundwater pumping cost was adjusted using the Consumer Price Index (CPI), as the cost had not been updated since 2006. The adjustment was calculated using the same CPI methodology applied to the District's annual water rate calculations to ensure consistency. Going forward, the groundwater pumping cost will be adjusted annually using the same CPI methodology.

### SALARIES & WAGES

6.Salaries and wages are based on normal advancements for FY 2027-2028 covering the cost-of-living-allowance increase on employees' wages for certain positions based on the MOU between the District and employees dated April 1, 2026.

7.Employee benefits are calculated based on expected increases derived from ACWA/JPIA and CalPERS estimates. These items include health insurance, retirement benefits and provision for other post-employment benefits for employees to comply with GASB 75.

### OTHERS

8.Estimated depreciation (a non-cash item) of ~$1,000,000 is excluded from the Base Monthly Payment calculations, in compliance with the Second Amended Contract.

9.A prior fiscal year adjustment is included in the Base Monthly Payment computation. This adjustment represents the variance between actual and budgeted figures from the previous fiscal year prior to this year's computations. The inclusion of this item complies with Sec. 7 of the 2001 Settlement Agreement.

10.Allocations of administrative and general expenses of the District are directly made based on Sec. 4 and Exhibit "A" of the Settlement Agreement. For FY 2022-2023, the District contracted Raftelis, Inc. to conduct an administrative cost allocation study.

# ADMINISTRATION

DIVISION

# Stockton East Water District
## Annual Budget Fiscal Year 2027-2028

| | 70 - ADMINISTRATION FUND | FY 2025-2026 Actual | FY 2026-2027 Budget | FY 2027-2028 Budget | Sch. *Note* |
|---|---|---|---|---|---|
| | | | | | |
| | **REVENUES** | | | | |
| 10-4301-0 | Interest Income | 320,886 | 70,000 | 300,000 | |
| 10-8031-0 | Reimbursement of Admin. Expenses - M&I | 4,027,855 | 6,348,480 | 9,603,051 | *94* |
| 10-8031-0 | Reimbursement of Admin. Expenses - AG | 673,097 | 1,072,541 | 1,800,380 | *67* |
| 10-4201-0 | Grant Reimbursements - Calaveras Watershed Resiliency | 0 | 0 | 0 | |
| 10-4502-0 | Reimbursement from CCWD | 456,670 | 377,524 | 377,524 | |
| 10-4503-0 | Reimbursement of NH Interest - CCWD | 2,191 | 24,572 | 24,572 | |
| 10-4521-0 | Property Taxes | 735,654 | 578,660 | 578,660 | |
| 10-8021-0 | Transfer to Other Division - (Property Taxes) | (735,654) | -578,660 | (578,660) | *67* |
| 10-8021-0 | Transfer from/to Other Divisions | (1,470,293) | -24,572 | (24,572) | |
| 10-8041-0 | Transfer to Water Development Fd & Water Supply Fd | 1,547,029 | -377,524 | (377,524) | *81 & 71* |
| | **TOTAL REVENUES** | **5,561,260** | **7,491,022** | **11,703,431** | |
| | | | | | |
| | **EXPENSES** | | | | |
| | | | | | |
| | **SALARIES AND BENEFITS** | | | | |
| | **Total Salaries** | **1,201,555** | **1,229,608** | **1,456,049** | |
| | **TAXES AND BENEFITS** | | | | |
| | **Total Benefits** | **575,550** | **708,973** | **644,522** | |
| | | | | | |
| | **BOARD EXPENSES** | | | | |
| 10-5061-0 | Director Fees | 87,606 | 74,000 | 92,000 | |
| 10-5062-0 | Directors Benefits | 159,447 | 135,000 | 167,000 | |
| | **TOTAL BOARD EXPENSES** | **247,053** | **209,000** | **259,000** | |
| | **TOTAL SALARIES AND BENEFITS** | **1,777,104** | **2,147,581** | **2,359,571** | |
| | | | | | |
| | **BOARD EXPENSES** | | | | |
| 10-5063-0 | Election Expenses | 0 | 300,000 | 0 | |
| | **TOTAL BOARD EXPENSES** | **0** | **300,000** | **0** | |
| | | | | | |
| | **TRAINING AND EDUCATION** | | | | |
| 10-5101-0 | Safety Equipment/Programs | 75,224 | 80,000 | 82,747 | |
| 10-5102-0 | Physical Examinations | 4,374 | 10,000 | 10,000 | |
| 10-5103-0 | Seminars/Conferences/Education | 54,620 | 91,865 | 113,900 | |
| 10-5104-0 | Travel, Food & Lodging | 94,304 | 88,100 | 119,300 | |
| 10-5105-0 | Association Dues and Fees | 158,345 | 150,170 | 191,670 | |
| 10-5106-0 | Books and Publications | 397 | 2,100 | 2,600 | |
| | **TOTAL TRAINING AND EDUCATION** | **387,265** | **422,235** | **520,217** | |
| | | | | | |
| | **OFFICE SUPPORT** | | | | |
| 10-5124-0 | Office Equipment | 30,773 | 52,200 | 52,200 | |
| 10-5125-0 | Office Supplies | 29,722 | 35,000 | 35,000 | |
| 10-5126-0 | Postage and Courier | 22,218 | 20,000 | 25,000 | |
| 10-5127-0 | Office Expenses | 42,043 | 41,000 | 48,160 | |
| 10-5128-0 | Property and Liability Insurance | 348,353 | 315,000 | 383,000 | |
| 10-5181-0 | Vehicle Usage - Admn | 62,279 | 50,000 | 65,000 | |
| | **TOTAL OFFICE SUPPORT** | **535,388** | **513,200** | **608,360** | |

| | 70 - ADMINISTRATION FUND | FY 2025-2026 Actual | FY 2026-2027 Budget | FY 2027-2028 Budget | Sch. *Note* |
|---|---|---|---|---|---|
| | **PUBLIC RELATIONS** | | | | |
| 10-5131-0 | Water Conservation Education | 207,000 | 228,000 | 238,000 | |
| 10-5132-0 | Water Conservation Ad Campaign | 27,846 | 30,000 | 30,000 | |
| 10-5133-0 | Advertising and Public Relations | 60,637 | 37,000 | 62,000 | |
| | **TOTAL PUBLIC RELATIONS** | **295,482** | **295,000** | **330,000** | |
| | | | | | |
| | **TECHNOLOGY** | | | | |
| 10-5140-0 | Technology Planning and Support | 140,985 | 150,230 | 175,100 | *1* |
| 10-5141-0 | Telecommunications | 56,095 | 75,520 | 75,520 | *2* |
| 10-5142-0 | Hardware Upgrades | 29,570 | 45,000 | 45,000 | *3* |
| 10-5143-0 | Software Licenses | 69,038 | 139,545 | 215,663 | |
| 10-5144-0 | Network Upgrades | 0 | 40,000 | 400,000 | *4* |
| 10-5145-0 | Application Development | 187,526 | 243,000 | 100,000 | *5* |
| 10-5146-0 | SCADA System (WTP) | 356,426 | 150,000 | 95,000 | *6* |
| 10-5147-0 | SCADA System (WS) | 24,717 | 35,000 | 5,000 | *7* |
| 10-5148-0 | Server Upgrades | 0 | 4,000 | 4,000 | *8* |
| | **TOTAL TECHNOLOGY EXPENSES** | **864,357** | **871,295** | **1,115,283** | |
| | | | | | |
| | **ENGINEERING** | | | | |
| 10-5110-0 | Reports and Studies | 44,921 | 420,000 | 600,000 | *9* |
| 10-5114-0 | Permits and Fees | 311,374 | 320,000 | 320,000 | |
| 10-5115-0 | Professional Services - Grants | 0 | 8,710 | 0 | |
| 10-5116-0 | Professional Services - Planning | 102,172 | 385,000 | 215,000 | *10* |
| | **TOTAL ENGINEERING** | **458,466** | **1,133,710** | **1,135,000** | |
| | | | | | |
| | **GENERAL MANAGER'S OFFICE** | | | | |
| 10-5150-0 | Legal Expenses - General | 119,995 | 120,000 | 130,000 | |
| 10-5155-0 | Lobbying | 186,107 | 162,000 | 200,000 | |
| 10-5151-0 | Audit and Accounting | 47,700 | 50,000 | 50,000 | |
| 10-5152-0 | Fiscal Agent Fees -ADP | 10,426 | 20,000 | 15,000 | |
| 10-5154-0 | Professional Services - GMO | 135,399 | 160,000 | 160,000 | *11* |
| | **TOTAL GENERAL MANAGER'S OFFICE** | **499,628** | **512,000** | **555,000** | |
| | | | | | |
| | **EFFORTS TO SECURE NEW MELONES WATER** | | | | |
| 10-5165-0 | Legal Expenses - New Melones | 26,995 | 45,000 | 40,000 | |
| 10-5166-0 | Professional Services - New Melones | 23,960 | 40,000 | 3,035,000 | |
| | **TOTAL EFFORTS TO SECURE NM WATER** | **50,955** | **85,000** | **3,075,000** | |
| | | | | | |
| | **EFFORTS TO PROTECT CALAVERAS RIVER** | | | | |
| 10-5171-0 | Legal Expenses - Calaveras | 4,905 | 20,000 | 15,000 | |
| 10-5174-0 | Calaveras River HCP | 386,672 | 500,000 | 500,000 | |
| 10-5175-0 | Professional Services - NH | 10,888 | 50,000 | 20,000 | |
| | **TOTAL EFFORTS TO PROTECT CAL. RIVER** | **402,465** | **570,000** | **535,000** | |
| | | | | | |
| | **WATER SUPPLY ENHANCEMENT PROJECT** | | | | |
| 10-5176-0 | Legal Expenses - WSEP | 1,132 | 75,000 | 15,000 | |
| 10-5178-0 | Professional Services - WSEP | 680 | 520,000 | 1,200,000 | |
| | **TOTAL WATER SUPPLY ENHANCEMENT PROJECT** | **1,812** | **595,000** | **1,215,000** | |

| | 70 - ADMINISTRATION FUND | FY 2025-2026 Actual | FY 2026-2027 Budget | FY 2027-2028 Budget | Sch. *Note* |
|---|---|---|---|---|---|
| | **EFFORTS TO DEVELOP GROUNDWATER** | | | | |
| 10-5177-0 | Legal Expenses - SGMA | 16,992 | 20,000 | 20,000 | |
| 10-5179-0 | Professional Services - SGMA | 0 | 15,000 | 15,000 | |
| | **TOTAL EFFORTS TO DEVELOP GROUNDWATER** | **16,992** | **35,000** | **35,000** | |
| | | | | | |
| | **BAY-DELTA WATER CONTROL PLAN** | | | | |
| 10-5190-0 | Legal Expenses - BDWCP | 71,125 | 100,000 | 100,000 | |
| 10-5192-0 | Professional Services - BDWCP | 0 | 20,000 | 20,000 | |
| | **TOTAL BAY-DELTA WATER CONTROL PLAN** | **71,125** | **120,000** | **120,000** | |
| | | | | | |
| | **WATER TREATMENT PLANT** | | | | |
| 10-5162-0 | Legal Fees - Section 15 | 7,963 | 100,000 | 100,000 | |
| | **TOTAL SECTION 15 FEES** | **7,963** | **100,000** | **100,000** | |
| | | | | | |
| | **UNBUDGETED EXPENSES** | | | | |
| 20-6999-0 | Depreciation Expense | 192,258 | 0 | 0 | |
| | **TOTAL UNBUDGETED EXPENSES** | **192,258** | **0** | **0** | |
| | | | | | |
| | **TOTAL EXPENSES** | **5,561,260** | **7,491,022** | **11,703,431** | |
| | | | | | |
| | **NET REVENUES OVER EXPENSES** | **0** | **0** | **0** | |
| | | | | | |

1 **Technology Planning and Support:**

| | |
|---|---|
| Verve Contract (includes cloud back-up) | $155,100 |
| Cybersecurity Assessment Phase II | $20,000 |
| | **$175,100** |

2 **Telecommunications - Includes Fiber Optic internet, replacement of phone system, cellular & miscellaneous communication expenses:**

| | |
|---|---|
| Verizon | $27,600 |
| AirSpring Main Internet Path and Voice | $22,800 |
| Second Internet Path | $5,000 |
| Website | $20,120 |
| | **$75,520** |

3 **Hardware Upgrades:**

| | |
|---|---|
| PC Replacements | $45,000 |
| | **$45,000** |

4 **Network Upgrades**

| | |
|---|---|
| SCADA Servers | $175,000 |
| SCADA Server Integration | $175,000 |
| Network Switches | $40,000 |
| Miscellaneous | $10,000 |
| | **$400,000** |

5 **Application Development:**

| | |
|---|---|
| IOT Sensors CMMS - WTP | $75,000 |
| Human Resources Management System | $25,000 |
| | **$100,000** |

| | 70 - ADMINISTRATION FUND | FY 2025-2026 Actual | FY 2026-2027 Budget | FY 2027-2028 Budget | Sch. *Note* |
|---|---|---|---|---|---|
| 6 | **SCADA System (WTP):** | | | | |
| | Observation Wells Integration | | | $50,000 | |
| | SCADA Application Development/Support - WTP | | | $45,000 | |
| | | | | **$95,000** | |
| 7 | **SCADA System (WS):** | | | | |
| | SCADA Application Development/Support- WS | | | $5,000 | |
| | | | | **$5,000** | |
| 8 | **Server Upgrades:** | | | | |
| | Server Components | | | $4,000 | |
| | | | | **$4,000** | |
| 9 | **Reports and Studies:** | | | | |
| | Pipeline Configuration Study | | | $250,000 | |
| | Groundwater Water Banking Study | | | $250,000 | |
| | Recharge Basin Study | | | $100,000 | |
| | | | | **$600,000** | |
| 10 | **Professional Services Planning:** | | | | |
| | Right of Way / Surveying Services | | | $100,000 | |
| | GROWMAS Study for Water Year 2027-2028 | | | $40,000 | |
| | Routine Engineering Services | | | $75,000 | |
| | | | | **$215,000** | |
| 11 | **Other Professional Services Include:** | | | | |
| | Routine Services | | | $160,000 | |
| | | | | **$160,000** | |
| 12 | **Professional Services New Melones Water Inlcude:** | | | | |
| | Farmington Dam Report 203 | | | $3,000,000 | |
| | Routine Services | | | $35,000 | |
| | | | | **$3,035,000** | |

# AGRICULTURAL

DIVISION

## Stockton East Water District
## Annual Budget Fiscal Year 2027-2028

| | 67 - AGRICULTURAL FUND | FY 2025-2026 Actual | FY 2026-2027 Budget | FY 2027-2028 Budget | Sch. *Note* |
|---|---|---|---|---|---|
| | | | | | |
| | **REVENUES** | | | | |
| | **WATER ASSESSMENTS REVENUE** | | | | |
| 10-4101-0 | Revenue - Penalty Assessments | 11,063 | 12,000 | 12,000 | |
| 10-4103-0 | Revenue - Groundwater Assessments | 839,195 | 852,800 | 1,040,000 | *1* |
| 10-4104-0 | Revenue - Surface Water Charge NH | 534,191 | 653,000 | 666,176 | *2* |
| 10-4104-0 | Revenue - Surface Water Charge NM | | | 79,072 | *2* |
| 10-4105-0 | Revenue - Domestic Water Assessments | 330,516 | 330,000 | 336,000 | *3* |
| 10-4106-0 | Revenue - Meter Rentals Charge | 12,738 | 13,000 | 13,000 | |
| 10-4107-0 | Out of District Deposit | 392,539 | 0 | 0 | |
| | **TOTAL WATER ASSESSMENTS** | **2,120,244** | **1,860,800** | **2,146,248** | |
| | | | | | |
| | **OTHER REVENUES** | | | | |
| 10-4301-0 | Interest Income | 66,337 | 100,000 | 65,000 | *4* |
| 10-4201-0 | Grant Reimbursements | 0 | 0 | 0 | |
| 10-8021-0 | Transfer In From Other Funds-(Property Taxes) | 735,654 | 578,660 | 578,660 | *5* |
| 10-8021-0 | Transfer In (Out) From Other Funds | 0 | 2,000 | 2,000 | |
| NA | Transfer in from Reserves | 0 | 3,723,324 | 4,023,674 | |
| | **TOTAL OTHER REVENUES** | **801,991** | **4,403,984** | **4,669,334** | |
| | | | | | |
| | **TOTAL REVENUES** | **2,922,235** | **6,264,784** | **6,815,582** | |
| | | | | | |
| | **EXPENSES** | | | | |
| | **ADMINISTRATIVE AND WATER SUPPLY COSTS** | | | | |
| 10-5211-0 | New Melones Contract Water - USBR | 305,368 | 130,725 | 202,680 | *Sch A* |
| 10-5211-0 | New Melones Contract Water - USBR WIIN Act | 0 | 0 | 0 | |
| 10-5211-0 | Woodbridge | | | | |
| 10-5211-0 | Rock Creek Water Purchase | 325,430 | 769,275 | 697,320 | |
| 10-8001-0 | Goodwin Dam Property Self Insurance | 3,750 | 3,750 | 3,750 | *Sch A* |
| 10-8041-0 | Water Cost Allocation O&M NM | 95,693 | 176,388 | 634,427 | *Sch A* |
| 10-8041-0 | Water Cost Allocation O&M NH | 698,234 | 4,081,105 | 3,417,024 | *Sch A* |
| 10-8031-0 | Administrative Division - Expense Allocation | 673,097 | 1,072,541 | 1,800,380 | *Sch B* |
| 10-5423-0 | New Melones Debt Service | 0 | 0 | 0 | *6* |
| 10-5199-0 | Dry Year Assessment Reserve | 25,882 | 15,000 | 25,000 | |
| 10-6901-0 | Allocated Pension Expense | 38,644 | 16,000 | 35,000 | |
| | **TOTAL ADMINISTRATIVE AND WATER SUPPLY COSTS** | **2,166,097** | **6,264,784** | **6,815,582** | |
| | | | | | |
| | **OTHER EXPENSES** | | | | |
| 10-5043-0 | OPEB (Non Cash Expense) | (15,361) | 0 | 0 | |
| | **TOTAL OTHER EXPENSES** | **(15,361)** | **0** | **0** | |
| | | | | | |
| | **UNBUDGETED EXPENSE** | | | | |
| | Depreciation Expense | 94,864 | 0 | 0 | |
| | | | | | |
| | **TOTAL EXPENSES** | **2,245,600** | **6,264,784** | **6,815,582** | |
| | | | | | |
| | **NET REVENUES OVER EXPENSES** | **676,635** | **0** | **0** | |
| | | | | | |

1 *Estimated ground water sales (130,000 af @$8)*

2 *Estimated surface water sales NH (22,549 af @$25/af plus 1,000af @$200/af for out of district)*

3 *Estimated surface water sales NM (2,824 af @$28)*

3 *Estimated domestic unit charges (6,000 domestic units @ $56/unit)*

4 *Interest income on funds maintained*

5 *Projected property tax revenue is $578,660 for FY 2027-2028*

## Stockton East Water District
## Annual Budget Fiscal Year 2027-2028

| | 58 - AG DRY YEAR RESERVE FUND | FY 2025-2026 Actual | FY 2026-2027 Budget | FY 2027-2028 Budget | Sch. *Note* |
|---|---|---|---|---|---|
| | | | | | |
| | **REVENUES** | | | | |
| 10-4301-0 | Interest Income | 9,899 | 3,500 | 9,000 | |
| 10-4201-0 | Grant Reimbursement | 22,608 | | | |
| 10-8021-0 | Revenue-Dry Yr Reserve Fd Contributions | 25,882 | 14,000 | 25,000 | |
| 10-8021-0 | Transfer In (Out) Fr Other Funds | 0 | 0 | 0 | |
| | **TOTAL REVENUES** | **58,389** | **17,500** | **34,000** | |
| | | | | | |
| | **RESERVES** | | | | |
| NA | Retained Reserves | 58,389 | 17,500 | 34,000 | |
| | **TOTAL RESERVES** | **58,389** | **17,500** | **34,000** | |
| | | | | | |
| | **NET REVENUES OVER EXPENSES** | **(0)** | **0** | **0** | |
| | | | | | |

## Stockton East Water District
## Annual Budget Fiscal Year 2027-2028

| | 75 - DIRECT ASSESSMENT FUND | FY 2025-2026 Actual | FY 2026-2027 Budget | FY 2027-2028 Budget | Sch. *Note* |
|---|---|---|---|---|---|
| | | | | | |
| | **REVENUES** | | | | |
| 10-4301-0 | Interest Income | 508 | 0 | 500 | |
| 10-8021-0 | Transfer In (Out) From Other Funds | 0 | 0 | 0 | |
| | **TOTAL REVENUES** | **508** | **0** | **500** | |
| | | | | | |
| | **EXPENSES** | | | | |
| 10-5152-0 | Trustee/Fiscal Agent Fees | 508 | 0 | 500 | |
| | **TOTAL EXPENSES** | **508** | **0** | **500** | |
| | | | | | |
| | **NET REVENUES OVER EXPENSES** | **0** | **0** | **0** | |
| | | | | | |

# MUNICIPAL

DIVISION

# Stockton East Water District
## Annual Budget Fiscal Year 2027-2028

| | 94 - M&I FUND | FY 2025-2026 Actual | FY 2026-2027 Budget | FY 2027-2028 Budget | Source Note |
|---|---|---|---|---|---|
| | **REVENUES** | | | | |
| | **WATER ASSESSMENTS REVENUE** | | | | |
| 10-4120-0 | Income - City of Stockton | 15,530,088 | 18,643,436 | 20,677,033 | *BMP* |
| 10-4121-0 | Income - California Water Service Co. | 12,005,399 | 14,361,923 | 14,966,914 | *BMP* |
| 10-4122-0 | Income - Lincoln Village | 694,221 | 831,819 | 792,755 | *BMP* |
| 10-4123-0 | Income - Colonial Heights | 183,829 | 220,282 | 128,619 | *BMP* |
| 10-4131-0 | Income - GW Rate Equalizations | 3,646,861 | 6,659,571 | 7,486,959 | *Sch C* |
| | **TOTAL WATER ASSESSMENTS** | **32,060,397** | **40,717,031** | **44,052,281** | |
| | **OTHER REVENUES** | | | | |
| 10-4301-0 | Interest Income - M & I | 239,729 | 250,000 | 245,000 | |
| 10-4141-0 | Wheeling Revenue | 603,200 | 600,000 | 600,000 | |
| 10-4201-0 | Grant Reimbursements - ASR Well | 416,338 | 0 | 0 | |
| 10-4701-0 | Miscellaneous Income-M&I Fund | 1,095 | 0 | 0 | |
| | **TOTAL OTHER REVENUES** | **1,260,362** | **850,000** | **845,000** | |
| | **REVENUES** | **33,320,760** | **41,567,031** | **44,897,281** | |
| | **PLUS/(MINUS) BMP PRIOR YEAR ADJ** | | **1,090,238** | **2,189,028** | |
| | **NET TOTAL REVENUES** | **33,320,760** | **42,657,269** | **47,086,309** | |
| | **EXPENSES** | | | | |
| | **SALARIES & BENEFITS** | | | | |
| | **TOTAL SALARIES** | **3,761,714** | **3,916,785** | **4,426,109** | |
| | **TOTAL BENEFITS** | **2,116,301** | **2,232,233** | **2,372,229** | |
| | **TOTAL SALARIES AND BENEFITS** | **5,878,015** | **6,149,018** | **6,798,338** | |
| | **ADMINISTRATIVE AND WATER SUPPLY COSTS** | | | | |
| 10-5211-0 | New Melones Contract Water-USBR | 1,807,434 | 2,459,700 | 1,149,600 | |
| 10-5211-0 | New Melones Transfer Water-OID/SSJID | 0 | 3,540,300 | 4,850,400 | |
| 10-5211-0 | Woodbridge | 14,053 | 0 | 0 | |
| TBD | Water Transfer Rock Creek | 0 | 100,000 | 100,000 | |
| 10-5211-0 | Goodwin Dam Property Self Insurance | 69,800 | 69,800 | 69,800 | |
| 10-8041-0 | Water Cost Allocation O&M NM | 1,549,984 | 3,280,900 | 2,500,400 | |
| 10-8041-0 | Water Cost Allocation O&M NH | 489,267 | 755,200 | 1,035,300 | |
| 10-8031-0 | Admin Division - Expense Allocation | 4,027,855 | 7,300,775 | 11,043,565 | |
| 10-6901-0 | Allocated Pension Expense | 506,838 | 500,000 | 550,000 | |
| | **TOTAL ADMINISTRATIVE AND WATER SUPPLY COSTS** | **8,465,232** | **18,006,675** | **21,299,065** | |
| | **OPERATIONS** | | | | |
| 10-5301-0 | Chemicals | 1,869,190 | 2,200,000 | 2,200,000 | |
| 10-5302-0 | Electricity | 2,336,659 | 2,450,000 | 2,450,000 | |
| 10-5303-0 | Natural Gas | 13,144 | 16,200 | 16,200 | |
| 10-5304-0 | Utilities - Others (Bellota Headworks) | 6,542 | 15,000 | 15,000 | |
| 10-5306-0 | Filter Media | 469,967 | 600,000 | 600,000 | |
| 10-5307-0 | Laboratory Equipment and Supplies | 12,936 | 20,000 | 20,000 | |
| 10-5308-0 | Analytical Services | 71,026 | 70,000 | 120,000 | |
| 10-5329-0 | Solids Disposal | 27,280 | 50,000 | 50,000 | |
| 10-5181-0 | Vehicle Usage M&I | 80,962 | 102,410 | 85,010 | |
| | **TOTAL OPERATIONS** | **4,887,707** | **5,523,610** | **5,556,210** | |

| | 94 - M&I FUND | FY 2025-2026 Actual | FY 2026-2027 Budget | FY 2027-2028 Budget | Source Note |
|---|---|---|---|---|---|
| | **MAINTENANCE** | | | | |
| 10-5321-0 | General Maintenance | 644,893 | 412,400 | 456,540 | *1* |
| 10-5322-0 | Electrical , Instrumentation & Controls | 99,012 | 165,000 | 52,000 | *2* |
| 10-5323-0 | Capital Projects - Treatment Plant | 4,687,667 | 5,455,000 | 4,420,000 | *3* |
| 10-5324-0 | Maintenance & Repair - Plant Grounds | 83,228 | 80,000 | 80,000 | *4* |
| 10-5325-0 | WTP Service Contracts & Improvements | 245,928 | 150,400 | 164,000 | *5* |
| 10-5326-0 | Maintenance & Repair - Buildings | 41,053 | 907,000 | 912,000 | *6* |
| 10-5327-0 | Large Tools And Equipment | 6,341 | 115,000 | 175,000 | *7* |
| 10-5328-0 | Equipment Rental | 22,627 | 10,000 | 10,000 | |
| 10-5341-0 | Protective Gear and Clothing | 7,553 | 36,000 | 25,000 | *8* |
| 10-5342-0 | Uniform and Laundry | 16,274 | 25,460 | 20,000 | |
| 10-5343-0 | Tools and Equipment | 34,082 | 31,330 | 35,790 | |
| 10-5344-0 | Treatment Plant Consumables | 26,577 | 23,740 | 27,910 | |
| | **TOTAL MAINTENANCE** | **5,915,235** | **7,411,330** | **6,378,240** | |
| | | | | | |
| | **DEBT SERVICE** | | | | |
| 10-2231-0 | Transfer to Loan Repayment - State Revolving Fund | 573,044 | 573,044 | 573,044 | |
| 10-5431-0 | 2002A Reimbursement - Fund 67 | 0 | 0 | 0 | |
| 10-8014-0 | 2019 Series Debt Service | 3,735,160 | 3,735,160 | 3,954,781 | |
| TBD | 2025 Series Debt Service | 459,638 | 2,606,500 | 2,606,500 | |
| TBD | Additional Projects - Debt Service - See Schedule E | 0 | 291,814 | 1,883,987 | |
| 10-8014-0 | Development Fees Received 2002B Debt Service | (2,702,294) | (3,600,000) | (3,600,000) | |
| | **TOTAL DEBT SERVICE** | **2,065,547** | **3,606,518** | **5,418,312** | |
| | | | | | |
| | **TRANSFERS** | | | | |
| 10-8021-0 | Transfer to Bellota Fish Screen Project Fund 89 | 0 | 0 | 0 | |
| 10-8021-0 | Transfer Water Treatment Plant Reserve | 100,000 | 100,000 | 100,000 | |
| 10-8021-0 | Transfer Out GWPS (68) | 1,859,227 | 1,860,116 | 1,536,144 | |
| 10-8021-0 | Transfer (In) Out From Other Funds | | 0 | 0 | |
| | **TOTAL TRANSFERS** | **1,959,227** | **1,960,116** | **1,636,144** | |
| | | | | | |
| | **UNBUDGETED EXPENSES** | | | | |
| | Depreciation | 2,967,057 | 0 | 0 | |
| | **TOTAL EXPENSES** | **32,138,019** | **42,657,268** | **47,086,309** | |
| | | | | | |
| | **NET REVENUES OVER EXPENSES** | **1,182,741** | **0** | **0** | |

1 **10-5321-0 General Maintenance expenses include:**

| | |
|---|---|
| Critical Spare Parts for Hypochlorite and other feeders | $80,000 |
| HSPS Pump & Motor Rebuild | $100,000 |
| Pump & Motor Efficiency Testing | $13,200 |
| Routine maintenance | $263,340 |
| | **$456,540** |

2 **10-5322-0 Electrical, Instrumentation and Controls expenses includes:**

| | |
|---|---|
| Meter Calibrations | $4,000 |
| Routine maintenance | $48,000 |
| | **$52,000** |

| | 94 - M&I FUND | FY 2025-2026 Actual | FY 2026-2027 Budget | FY 2027-2028 Budget | Source Note |
|---|---|---|---|---|---|
| 3 | **10-5323-0 Capital Projects - Treatment Plant expenses includes:** | | | | |
| | Low Lift Pump Station #3 Upgrade | | | $400,000 | |
| | Rockwell VFD Insert/ Spares/ refubish | | | $60,000 | |
| | HVAC For Low Lift Pump Station Phase I | | | $100,000 | |
| | Caterpillar Generator & ATS | | | $1,400,000 | |
| | LLPS Electrical Design-Build | | | $1,300,000 | |
| | 120/208V Distribution and Feeder Replacements | | | $60,000 | |
| | Solids Handling - Dewatering Lagoons | | | $300,000 | |
| | Alum Chemical Tank Replacement | | | $250,000 | |
| | Backwash Pump Replacement - 1 | | | $250,000 | |
| | Alum Feeder Replacement | | | $100,000 | |
| | Utility Water Pumping Station Phase II | | | $200,000 | |
| | | | | **$4,420,000** | |
| 4 | **10-5324-0 M&R Plant Grounds includes:** | | | | |
| | Irrigation supplies/plants/misc. expenses | | | $30,000 | |
| | SJC Corrections Work Release Program/Temps | | | $50,000 | |
| | | | | **$80,000** | |
| 5 | **10-5325-0 WTP Service Contracts & Improvements includes:** | | | | |
| | Hach Service Agmt | | | $50,000 | |
| | THM Analyzer Service Agmt | | | $30,000 | |
| | Landscaping | | | $40,000 | |
| | Security Monitoring | | | $34,000 | |
| | Distribution & WTP items | | | $10,000 | |
| | | | | **$164,000** | |
| 6 | **10-5326-0 M&R Buildings includes:** | | | | |
| | Routine maintenance and repair | | | $32,000 | |
| | Roof Replacement for WTP Building | | | $200,000 | |
| | Admin Parking Surface Repairs and ADA compliance | | | $250,000 | |
| | Water Supply Shop Rehabilitation | | | $125,000 | |
| | Security Improvements Phase II | | | $120,000 | |
| | Maintenance Pole Barn | | | $60,000 | |
| | Asbestos removal - Maintenance Bldng | | | $50,000 | |
| | Admin Building Repairs/ Improvements | | | $75,000 | |
| | | | | **$912,000** | |
| 7 | **10-5327-0 Large Tools and Equipment:** | | | | |
| | 12" Trailer Pump Replacement | | | $175,000 | |
| | | | | **$175,000** | |
| 8 | **10-5341-0 Protective Gear and Clothing includes:** | | | | |
| | Arc Flash PPE | | | $8,000 | |
| | Air Monitors (Lease) | | | $7,000 | |
| | Routine PPE | | | $10,000 | |
| | | | | **$25,000** | |

# Stockton East Water District
## Annual Budget Fiscal Year 2027-2028

| | 68 - GROUNDWATER PROD. FUND | FY 2025-2026 Actual | FY 2026-2027 Budget | FY 2027-2028 Budget | Sch. Note |
|---|---|---|---|---|---|
| | | | | | |
| | **REVENUES** | | | | |
| | **WATER ASSESSMENTS REVENUE** | | | | |
| 10-4101-0 | Revenue - Penalty Assessments | 3,324 | 15,000 | 15,000 | |
| 10-4103-0 | Revenue - Groundwater Assessments | 33,503 | 42,000 | 42,000 | *1* |
| | **TOTAL WATER ASSESSMENTS** | **36,827** | **57,000** | **57,000** | |
| | **OTHER REVENUES** | | | | |
| 10-4151-0 | Revenue-Rent | 45,200 | 40,000 | 40,000 | |
| 10-4301-0 | Interest Income | 100,734 | 90,000 | 90,000 | *2* |
| 10-4701-0 | Misc. Income | 0 | 0 | 0 | |
| 10-8021-0 | Transfer In - M&I | 1,859,227 | 1,860,116 | 1,536,144 | *94* |
| | **TOTAL OTHER REVENUES** | **2,005,161** | **1,990,116** | **1,666,144** | |
| | | | | | |
| | **TOTAL REVENUES** | **2,041,987** | **2,047,116** | **1,723,145** | |
| | | | | | |
| | **ADMINISTRATIVE AND WATER SUPPLY COSTS** | | | | |
| 10-5211-0 | New Melones Contract Water | 96,245 | 245,993 | 258,660 | *Sch A* |
| 10-8001-0 | Goodwin Dam Property Self Insurance | 1,500 | 1,500 | 1,500 | *Sch A* |
| 10-8041-0 | Water Supply O&M NM | 35,467 | 70,555 | 53,771 | *Sch A* |
| 10-8041-0 | Water Supply O&M NH | 826,380 | 1,555,069 | 1,235,214 | *Sch A* |
| 10-8021-0 | Dry Year Assessment Reserve | 3,350 | 1,000 | 1,000 | |
| | **TOTAL ADMINISTRATIVE AND WATER SUPPLY COSTS** | **962,942** | **1,874,116** | **1,550,145** | |
| | | | | | |
| | | | | | |
| | **GROUNDWATER DEVELOPMENT** | | | | |
| 10-5302-0 | Electricity | 38,361 | 100,000 | 100,000 | |
| TBD | Clements Pipeline Phase I (OCR to Marciano) | 0 | 63,000 | 63,000 | |
| 10-5351-0 | Recharge and Extraction Projects | 0 | 10,000 | 10,000 | |
| | **TOTAL GROUNDWATER DEVELOPMENT** | **38,361** | **173,000** | **173,000** | |
| | | | | | |
| | **UNBUDGETED EXPENSES** | | | | |
| | Depreciation | 46,462 | 0 | 0 | |
| | **TOTAL EXPENSES** | **1,047,765** | **2,047,116** | **1,723,145** | |
| | | | | | |
| | **NET REVENUES OVER EXPENSES** | **994,223** | **0** | **0** | |
| | | | | | |

1 *Projected 11,667 AF @ $3.60 .*

2 *Per Amortization Schedule.*

## Stockton East Water District
## Annual Budget Fiscal Year 2027-2028

| | 59 - M&I DRY YEAR RESERVE FUND | FY 2025-2026 Actual | FY 2026-2027 Budget | FY 2027-2028 Budget | Sch. *Note* |
|---|---|---|---|---|---|
| | | | | | |
| | **REVENUES** | | | | |
| | | | | | |
| 30-4301-0 | Interest Income | 4,357 | 2,000 | 2,000 | |
| 30-4501-0 | Revenue-Dry Yr Reserve Fd Contributions | 1,000 | 1,000 | 1,000 | |
| | **TOTAL REVENUES** | **5,357** | **2,600** | **3,000** | |
| | | | | | |
| | **EXPENSES** | | | | |
| NA | Retained Reserves | 5,357 | 3,000 | 3,000 | |
| | **TOTAL EXPENSES** | **5,357** | **2,600** | **3,000** | |
| | | | | | |
| | **NET REVENUES OVER EXPENSES** | **0** | **0** | **0** | |
| | | | | | |

# Stockton East Water District
## Annual Budget Fiscal Year 2027-2028

| | 89 - FISH SCREEN IMPROVEMENT FUND | FY 2025-2026 Actual | FY 2026-2027 Budget | FY 2027-2028 Budget | Sch. *Note* |
|---|---|---|---|---|---|
| | | | | | |
| | **REVENUES** | | | | |
| | | | | | |
| 10-8021-0 | Transfer In | 848,780 | 0 | 0 | *94* |
| | Grants | 11,054,363 | | | |
| 10-8021-0 | Transfer In from Reserves | 11,393,222 | 400,000 | 400,000 | |
| | Interest Income | 245,259 | | | |
| 10-8021-0 | Budget Amendment | 0 | 0 | 0 | *94* |
| | **TOTAL REVENUES** | **23,541,624** | **400,000** | **400,000** | |
| | | | | | |
| | **EXPENSES** | | | | |
| 10-5180-0 | Project Expenses/Budget Amendment | | 0 | 0 | |
| NA | WIFIA/SRF Expenses | 23,541,624 | 400,000 | 400,000 | |
| | **TOTAL EXPENSES** | **23,541,624** | **400,000** | **400,000** | |
| | | | | | |
| | **NET REVENUES OVER EXPENSES** | **(0)** | **0** | **0** | |
| | | | | | |

## Stockton East Water District
## Annual Budget Fiscal Year 2027-2028

| | 92 - M&I DEBT SERVICE FUND | FY 2025-2026 Actual | FY 2026-2027 Budget | FY 2027-2028 Budget | Sch. *Note* |
|---|---|---|---|---|---|
| | | | | | |
| | **REVENUES** | | | | |
| 10-4301-0 | Interest Income | 78,277 | 70,000 | 70,000 | |
| 10-8021-0 | Transfer In - M&I Fund (Debt Service Shortfall) | 0 | 0 | 0 | |
| | **TOTAL REVENUES** | **78,277** | **75,000** | **70,000** | |
| | | | | | |
| | **EXPENSES** | | | | |
| NA | Retained Reserves | 78,277 | 70,000 | 70,000 | |
| | **TOTAL EXPENSES** | **78,277** | **75,000** | **70,000** | |
| | | | | | |
| | **NET REVENUES OVER EXPENSES** | **(0)** | **0** | **0** | |
| | | | | | |

# Stockton East Water District
## Annual Budget Fiscal Year 2027-2028

| | 95 - SURPLUS FUND | FY 2025-2026 Actual | FY 2026-2027 Budget | FY 2027-2028 Budget | Sch. *Note* |
|---|---|---|---|---|---|
| | | | | | |
| | **REVENUES** | | | | |
| | | | | | |
| 30-4301-0 | Interest Income | 1,376 | 1,000 | 1,000 | |
| | **TOTAL REVENUES** | **1,376** | **1,000** | **1,000** | |
| | | | | | |
| | **EXPENSES** | | | | |
| | | | | | |
| NA | Retained Reserves | 1,376 | 1,000 | 1,000 | |
| | **TOTAL EXPENSES** | **1,376** | **1,000** | **1,000** | |
| | | | | | |
| | **NET REVENUES OVER EXPENSES** | **0** | **0** | **0** | |
| | | | | | |

# Stockton East Water District
## Annual Budget Fiscal Year 2027-2028

| | 96 - WATER TREATMENT FACILITIES RESERVE FUND | FY 2025-2026 Actual | FY 2026-2027 Budget | FY 2027-2028 Budget | Sch. *Note* |
|---|---|---|---|---|---|
| | | | | | |
| | **REVENUES** | | | | |
| | | | | | |
| 30-4301-0 | Interest Income | 32,080 | 20,000 | 20,000 | |
| 30-8021-0 | Transfer In (Out) From Other Funds | 100,000 | 100,000 | 100,000 | |
| | **TOTAL REVENUES** | **132,080** | **120,000** | **120,000** | |
| | | | | | |
| | **EXPENSES** | | | | |
| NA | Retained Reserves | 132,080 | 120,000 | 120,000 | |
| | **TOTAL EXPENSES** | **132,080** | **120,000** | **120,000** | |
| | | | | | |
| | **NET REVENUES OVER EXPENSES** | **(0)** | **0** | **0** | |
| | | | | | |

# Stockton East Water District
## Annual Budget Fiscal Year 2027-2028

| | 97 - WATER FUND 1 | FY 2025-2026 Actual | FY 2026-2027 Budget | FY 2027-2028 Budget | Sch. *Note* |
|---|---|---|---|---|---|
| | | | | | |
| | **REVENUES** | | | | |
| | | | | | |
| 10-4301-0 | Interest Income | 0 | 0 | 0 | |
| | **TOTAL REVENUES** | **0** | **0** | **0** | |
| | | | | | |
| | **EXPENSES** | | | | |
| | | 0 | 0 | 0 | |
| | **TOTAL EXPENSES** | **0** | **0** | **0** | |
| | | | | | |
| | **NET REVENUES OVER EXPENSES** | **0** | **0** | **0** | |
| | | | | | |

1 *The Water Fund is primarily a depository fund for the base monthly payments from the Urban Contractors. At the end of each month, balances in Fund 97 are transferred over to Fund 94 - M&I Fund*

# OTHER FUNDS

# Stockton East Water District
# Annual Budget Fiscal Year 2027-2028

| | 01 - GENERAL FUND 1 | FY 2025-2026 Actual | FY 2026-2027 Budget | FY 2027-2028 Budget | Sch. *Note* |
|---|---|---|---|---|---|
| | | | | | |
| | **REVENUES** | | | | |
| 10-4301-0 | Interest Income | 0 | 0 | 0 | |
| | **TOTAL REVENUES** | **0** | **0** | **0** | |
| | | | | | |
| | **EXPENSES** | 0 | 0 | 0 | |
| | | 0 | 0 | 0 | |
| | **TOTAL EXPENSES** | **0** | **0** | **0** | |
| | | | | | |

1 *The General Fund is primarily a depository and disbursing fund for payroll transactions.*

# Stockton East Water District
## Annual Budget Fiscal Year 2027-2028

| | 56 - CONSTRUCTION FUND | FY 2025-2026 Actual | FY 2026-2027 Budget | FY 2027-2028 Budget | Sch. *Note* |
|---|---|---|---|---|---|
| | | | | | |
| | **REVENUES** | | | | |
| | Transfers in from Reserves | 0 | 0 | 0 | |
| 20-4301-0 | Interest Income | 20,990 | 15,000 | 20,000 | |
| 10-8014-0 | Transfer from Fund 94 | | | 3,954,781 | |
| 20-4303-0 | Other Interest/Dividend Income | 0 | | | |
| | **TOTAL REVENUES** | **20,990** | **200,000** | **3,974,781** | |
| | | | | | |
| | **EXPENSES** | 0 | | | |
| 20-5203-0 | General Maintenance | 20,990 | 15,000 | 20,000 | |
| 20-5401-0 | 2019 Series Debt Payment | 0 | 0 | 3,954,781 | |
| | **TOTAL EXPENSES** | **20,990** | **200,000** | **3,974,781** | |
| | | | | | |
| | **NET REVENUES OVER EXPENSES** | **(0)** | **0** | **0** | |
| | | | | | |

# Stockton East Water District
## Annual Budget Fiscal Year 2027-2028

| | 71 - WATER SUPPLY O&M FUND | FY 2025-2026 Actual | FY 2026-2027 Budget | FY 2027-2028 Budget | Sch. *Note* |
|---|---|---|---|---|---|
| | | | | | |
| | **REVENUES** | | | | |
| 10-8041-0 | Reimbursement of Water Costs - M&I | 2,039,252 | 4,035,971 | 3,535,556 | |
| 10-8041-0 | Reimbursement of Water Costs - AG | 793,926 | 4,257,493 | 4,051,452 | |
| 10-8041-0 | Reimbursement of Water Costs - GWPS | 861,847 | 1,625,624 | 1,288,985 | |
| 10-8041-0 | Reimbursement of Water Costs - CCWD | 0 | 377,524 | 403,864 | |
| 10-4201-0 | Grant Reimbursements - Crossings | 133,262 | 1,841,250 | 1,841,250 | *Sch. A* |
| 10-4201-0 | Grant Reimbursements - Advanced Metering | 0 | | | |
| 10-4201-0 | Grant Reimbursements - UFC Flume | 1,962,034 | 0 | 0 | |
| 10-4301-0 | Interest Income SJC | 16,546 | 0 | 0 | |
| 10-8021-0 | Transfer In (Out) From (To) Other Funds | | 0 | 0 | |
| | **TOTAL REVENUES** | **5,806,867** | **12,137,863** | **11,121,106** | |
| | | | | | |
| | **NEW MELONES SYSTEM** | | | | |
| | **EXPENSES** | | | | |
| | **SALARIES & BENEFITS** | | | | |
| | **TOTAL SALARIES** | **854,102** | **589,511** | **789,894** | |
| | **Benefits** | | | | |
| | **TOTAL BENEFITS** | **374,461** | **393,558** | **396,453** | |
| | **SALARIES & BENEFITS** | **1,228,563** | **983,070** | **1,186,347** | |
| | | | | | |
| | **OPERATION AND MAINTENANCE** | | | | |
| 10-5212-0 | Goodwin Dam - Tri-Dam O&M | 109,862 | 145,000 | 145,000 | |
| 10-5213-0 | General Maintenance | 221,117 | 312,500 | 312,500 | *1* |
| 10-5214-0 | Goodwin Tunnel | 0 | 600,000 | 0 | *2* |
| 10-5215-0 | Upper Farmington Canal | 55,897 | 130,000 | 80,000 | *3* |
| 10-5216-0 | Shirley/Hoods/Rock Creeks | 0 | 12,500 | 12,500 | *4* |
| 10-5217-0 | Lower Farmington Canal | 34,866 | 360,000 | 160,000 | *5* |
| 10-5225-0 | Peters Pipeline Maintenance | 226,499 | 768,972 | 1,077,202 | *6* |
| 10-5218-0 | Vehicle Usage NM | 179,358 | 215,000 | 215,000 | |
| | **TOTAL O & M EXPENSES** | **827,598** | **2,543,972** | **2,002,202** | |
| | | | | | |
| | **TOTAL NEW MELONES EXPENSES** | **2,056,161** | **3,527,042** | **3,188,549** | |
| | | | | | |

| | 71 - WATER SUPPLY O&M FUND | FY 2025-2026 Actual | FY 2026-2027 Budget | FY 2027-2028 Budget | Sch. *Note* |
|---|---|---|---|---|---|
| | **NEW HOGAN SYSTEM** | | | | |
| | **EXPENSES** | | | | |
| | **SALARIES & BENEFITS** | | | | |
| | **Total Salaries** | **498,225** | **476,256** | **683,221** | |
| | **Benefits** | | | | |
| | **Total Benefits** | **559,254** | **356,100** | **492,000** | |
| | **SALARIES & BENEFITS** | **1,057,479** | **832,356** | **1,175,221** | |
| | | | | | |
| | **OPERATION AND MAINTENANCE** | | | | |
| 10-5201-0 | New Hogan Dam - USACE | 1,187,836 | 1,110,366 | 1,187,836 | |
| 10-5202-0 | New Hogan Dam - O&M | 168,144 | 167,500 | 467,500 | *7* |
| 10-5203-0 | NH General Maintenance - AG | 354,004 | 2,987,000 | 2,550,000 | *8* |
| 10-5204-0 | Upper Calaveras River to Bellota | 100,467 | 300,000 | 1,000,000 | *9* |
| 10-5205-0 | New Hogan Distribution | 671,992 | 2,630,250 | 800,000 | *10* |
| 10-5206-0 | Bellota Pipeline | 46,373 | 172,000 | 572,000 | *11* |
| 10-5207-0 | Vehicle Usage NH | 164,411 | 210,000 | 180,000 | |
| | **TOTAL O & M EXPENSES** | **2,693,226** | **7,577,116** | **6,757,336** | |
| | | | | | |
| | **TOTAL NEW HOGAN EXPENSES** | **3,750,704** | **8,409,472** | **7,932,557** | |
| | | | | | |
| | **TOTAL EXPENSES** | **5,806,867** | **11,936,514** | **11,121,106** | |
| | | | | | |
| | **NET REVENUES OVER EXPENSES** | **0** | **201,349** | **0** | |
| | | | | | |

*1* **10-5213-0 New Melones General Maintenance**

| | |
|---|---|
| Trash Rack Improvement | $65,000 |
| General Maintenance - NM | $247,500 |
| | **$312,500** |

*2* **10-5214-0 Goodwin Tunnel**

| | |
|---|---|
| Repair Replace Goodwin Tunnel Gates & Stucture Phase I | **$0** |

*3* **10-5215-0 Upper Farmington Canal**

| | |
|---|---|
| Grading & Drainage Improvements | $80,000 |
| | **$80,000** |

*4* **10-5216-0 Shirley-Hoods Creek**

| | |
|---|---|
| Crossings Cleaning | $2,500 |
| Rock Creek Diversion Installation | $10,000 |
| | **$12,500** |

*5* **10-5217-0 Lower Farmington Canal**

| | |
|---|---|
| Critical Spare Parts - WS | $50,000 |
| LFC Headworks Concrete Wall Extension | $80,000 |
| Grading & Drainage Improvements | $30,000 |
| | **$160,000** |

*6* **10-5225-0 Peters Pipeline**

| | |
|---|---|
| Peters Pipeline Control Vault Improvements 1 | $500,000 |
| Additional Projects Debt Service - See Schedule E | $577,202 |
| | **$1,077,202** |

| | 71 - WATER SUPPLY O&M FUND | FY 2025-2026 Actual | FY 2026-2027 Budget | FY 2027-2028 Budget | Sch. *Note* |
|---|---|---|---|---|---|
| 7 | **10-5202-0 New Hogan General Maintenance** | | | | |
| | Golden Mussel Mitigation - NH | | | $100,000 | |
| | Monitoring Well - GSA Monitoring | | | $200,000 | |
| | General Maintenance - NH | | | $167,500 | |
| | | | | **$467,500** | |
| *8* | **10-5203-0 New Hogan Maintenance - Ag** | | | | |
| | Meter Replacements1 | | | $50,000 | |
| | Potter Creek Pump Station Upgrade Phase II | | | $100,000 | |
| | Clements Pipeline Phase I Regulating Reservoir Pump Station | | | $2,000,000 | |
| | North Potter Creek Dam - Permitting | | | $50,000 | |
| | NH Water Supply Dam Rehab | | | $150,000 | |
| | Rugani Railroad Bridge | | | $200,000 | |
| | | | | **$2,550,000** | |
| 9 | **10-5204-0 Upper Calaveras River to Bellota** | | | | |
| | McGurk Low Water Crossing 1,2 | | | $1,000,000 | |
| | | | | **$1,000,000** | |
| 10 | **10-5205-0 New Hogan Distribution** | | | | |
| | Mormon Slough Railroad Bridge Fish Passage - Permitting | | | $50,000 | |
| | Mormon Slough Dam Meters (10) | | | $200,000 | |
| | Fujinaka Low Water Crossing | | | $500,000 | |
| | Hogan Low-Water Crossing | | | $50,000 | |
| | | | | **$800,000** | |
| 11 | **10-5206-0 Bellota Pipeline and Intake** | | | | |
| | Bellota Intake Maintenance | | | $12,000 | |
| | Potassium Permaganate Feeder Station | | | $300,000 | |
| | Bellota Pipeline Fine Road BFV Automation | | | $100,000 | |
| | Manhole Installations | | | $110,000 | |
| | Air Release Valve Replacement1 | | | $50,000 | |
| | | | | **$572,000** | |

1 - SEWD to Construct

2- Grant Reimbursed

## Stockton East Water District
## Annual Budget Fiscal Year 2027-2028

| | 72 - OTHER POST EMPLOYMENT BENEFITS FUND | FY 2025-2026 Actual | FY 2026-2027 Budget | FY 2027-2028 Budget | Sch. *Note* |
|---|---|---|---|---|---|
| | | | | | |
| | **REVENUES** | | | | |
| | **OTHER REVENUES** | | | | |
| 10-4301-0 | Interest Income | 236,915 | 100,000 | 230,000 | |
| 10-4701-0 | Miscellaneous Income | 0 | | | |
| 10-2125-0 | OPEB CONTRA Account | 352,930 | 360,000 | 360,000 | |
| | **TOTAL OTHER REVENUES** | **589,845** | **460,000** | **590,000** | |
| | | | | | |
| | **TOTAL REVENUES** | **589,845** | **460,000** | **590,000** | |
| | | | | | |
| | **EXPENSES** | | | | |
| NA | Retained Reserves | 589,845 | 460,000 | 590,000 | |
| | **TOTAL EXPENSES** | **589,845** | **460,000** | **590,000** | |
| | | | | | |
| | **NET REVENUES OVER EXPENSES** | **(0)** | **0** | **0** | |
| | | | | | |

## Stockton East Water District
## Annual Budget Fiscal Year 2027-2028

| | 79 - GOODWIN DAM PROPERTY SELF INSURANCE FUND | FY 2025-2026 Actual | FY 2026-2027 Budget | FY 2027-2028 Budget | Sch. *Note* |
|---|---|---|---|---|---|
| | | | | | |
| | **REVENUES** | | | | |
| 10-4301-0 | Interest Income | 161,930 | 100,000 | 160,000 | |
| 10-8001-0 | Transfer In - Goodwin Dam Prop Insurance | 75,000 | 75,000 | 75,000 | |
| | **TOTAL REVENUES** | **236,930** | **175,000** | **235,000** | |
| | | | | | |
| | **EXPENSES** | | | | |
| NA | Retained Reserves | 236,930 | 175,000 | 235,000 | |
| | **TOTAL EXPENSES** | **236,930** | **175,000** | **235,000** | |
| | | | | | |
| | **NET REVENUES OVER EXPENSES** | **0** | **0** | **0** | |
| | | | | | |

# Stockton East Water District
## Annual Budget Fiscal Year 2027-2028

| | 81 - WATER DEVELOPMENT FUND | FY 2025-2026 Actual | FY 2026-2027 Budget | FY 2027-2028 Budget | Sch. *Note* |
|---|---|---|---|---|---|
| | | | | | |
| | **REVENUES** | | | | |
| 10-4301-0 | Interest Income | 271,489 | 50,000 | 270,000 | |
| 10-8021-0 | Transfer In | 257,837 | 0 | 0 | *70* |
| | **TOTAL REVENUES** | **529,326** | **50,000** | **270,000** | |
| | | | | | |
| | **EXPENSES** | | | | |
| 10-5189-0 | Misc Expenses | 0 | 0 | 0 | |
| NA | Retained Reserves | 22,487 | 50,000 | 270,000 | |
| | **TOTAL EXPENSES** | **22,487** | **50,000** | **270,000** | |
| | | | | | |
| | **UNBUDGETED EXPENSES** | | | | |
| 10-6901-0 | Accrued Pension Expense - GASB68 | 506,838 | **0** | **0** | |
| | **TOTAL UNBUDGETED EXPENSES** | **506,838** | **0** | **0** | |
| | | | | | |
| | | | | | |
| | **NET REVENUES OVER EXPENSES** | **0** | **0** | **0** | |
| | | | | | |

1 *Excludes GASB 68 pension expense*

## Stockton East Water District
## Annual Budget Fiscal Year 2027-2028

| | 83 - FARMINGTON PROJECT LOCAL COST SHARE FUND | FY 2025-2026 Actual | FY 2026-2027 Budget | FY 2027-2028 Budget | Sch. *Note* |
|---|---|---|---|---|---|
| | | | | | |
| | **REVENUES** | | | | |
| 30-4301-0 | Interest Income | 905 | 350 | 900 | |
| 10-8021-0 | Transfer In | 0 | 0 | 0 | |
| | **TOTAL REVENUES** | **905** | **350** | **900** | |
| | | | | | |
| | **EXPENSES** | | | | |
| NA | Retained Reserves | 905 | 350 | 900 | |
| | **TOTAL EXPENSES** | **905** | **350** | **900** | |
| | | | | | |
| | **NET REVENUES OVER EXPENSES** | **0** | **0** | **0** | |
| | | | | | |

# Stockton East Water District
## Annual Budget Fiscal Year 2027-2028

| | 91 - VEHICLE FUND | FY 2025-2026 Actual | FY 2026-2027 Budget | FY 2027-2028 Budget | Sch. *Note* |
|---|---|---|---|---|---|
| | | | | | |
| | **REVENUES** | | | | |
| 10-4301-0 | Interest Income | 9,560 | 10,000 | 9,500 | |
| 10-5181-0 | Vehicle Use Reimbursement - Admin | 62,279 | 50,000 | 65,000 | |
| 10-5181-0 | Vehicle Use Reimbursement - M&I | 47,363 | 20,000 | 20,000 | |
| 10-5218-0 | Vehicle Use Reimbursement - NM | 179,358 | 215,000 | 215,000 | |
| 10-5207-0 | Vehicle Use Reimbursement - NH | 164,411 | 210,000 | 180,000 | |
| 10-4701-0 | Miscellaneous Revenue | 30,575 | 0 | 0 | |
| NA | Transfer from Reserves | 883,028 | | 61,500 | |
| | **TOTAL REVENUES** | **1,376,574** | **505,000** | **551,000** | |
| | | | | | |
| | **EXPENSES** | | | | |
| | **OPERATION AND MAINTENANCE** | | | | |
| 10-5182-0 | Total Maintenance Expenses | 261,891 | 250,000 | 270,000 | *1* |
| 10-5343-0 | Small Tools & Equipment | 2,396 | 10,000 | 5,000 | *2* |
| | **TOTAL O&M EXPENSES** | **264,287** | **260,000** | **275,000** | |
| | | | | | |
| | **OTHER EXPENSES** | | | | |
| 10-8021-0 | Vehicle Replacements | 528,524 | 30,000 | 276,000 | *3* |
| NA | Retained Reserves | 0 | 215,000 | 0 | |
| | **TOTAL OTHER EXPENSES** | **528,524** | **245,000** | **276,000** | |
| | | | | | |
| | **UNBUDGETED EXPENSES** | | | | |
| | Depreciation Expense | 207,175 | 0 | 0 | |
| | | | | | |
| | **TOTAL EXPENSES** | **999,985** | **505,000** | **551,000** | |
| | | | | | |
| | **NET REVENUES OVER EXPENSES** | **376,589** | **0** | **0** | |
| | | | | | |

*1* Maintenance Expenses

| | |
|---|---|
| Fleet Maintenance | *$270,000* |
| | ***$270,000*** |

*2* Small Tools & Equipment:

| | |
|---|---|
| Trailer To Haul Material and Small Equipment | *$10,000* |
| Small (Fleet) Tools | *$5,000* |
| | ***$5,000*** |

*3* Replacement vehicles:

| | |
|---|---|
| 2026 F550 Crane Service Truck (Unit 56) | *$198,000* |
| 2026 F350 (Unit 65) | *$78,000* |
| | ***$276,000*** |

# SCHEDULE A

**STOCKTON EAST WATER DISTRICT**
**PRORATION OF WATER COSTS - NEW HOGAN & NEW MELONES SYSTEMS**
**FISCAL YEAR 2027-2028**

| ITEM | FUND 71 WATER SUPPLY | FUND 67 AG DIV. | % | MUNICIPAL DIVISION FUND 94 TREATMENT PLANT | % | FUND 68 GWPS | % | CCWD | % |
|---|---|---|---|---|---|---|---|---|---|
| **NEW MELONES CONVEYANCE SYSTEM - Direct Expenses** | | | | | | | | | |
| | | | | - | | | | | |
| USBR (Ag = 4,500 AF @assumed $45.04/AF) | 202,680 | 202,680 | *100* | | | - | | | |
| OID/SSJID for Out of District (1,000AF@$125/AF) | 125,000 | 125,000 | *100* | | | | | | |
| (GWPS = 4,500 AF @assumed $57.48/AF) | 258,660 | - | | | | 258,660 | *100* | | |
| USBR (M&I water usage=20,000 af @ $57.48/AF) | 1,149,600 | | | 1,149,600 | *100* | | | | |
| Water Purchase Rock Creek | 1,000,000 | 572,320 | *90* | 100,000 | *10* | | | | |
| OID/SSJID M&I Water (20,000 AF@$300/AF) | 6,000,000 | | | 6,000,000 | | | | | |
| **NM - CONTRACT WATER COSTS** | **8,735,940** | **900,000** | | **7,249,600** | | **258,660** | | **-** | |
| **GOODWIN DAM PROP. SELF INSURANCE** | **75,000** | **3,750** | *5* | **69,750** | *93* | **1,500** | *2* | **-** | |
| **NEW HOGAN CONVEYANCE SYSTEM - Allocated Expenses** | | | | | | | | | |
| New Hogan - Salaries and Benefits | 1,175,221 | 399,575 | *34* | 211,540 | *18* | 564,106 | *48* | - | |
| USBR-New Hogan O&M USACE | 1,187,836 | 261,324 | *22* | 142,540 | *12* | 380,107 | *32* | 403,864 | *34* |
| New Hogan O&M | 467,500 | 158,950 | *34* | 84,150 | *18* | 224,400 | *48* | | |
| NH General Maintenance - AG | 2,550,000 | 2,550,000 | *100* | - | *0* | - | *0* | | |
| Calaveras to Bellota | 1,000,000 | 340,000 | *34* | 180,000 | *18* | 480,000 | *48* | - | |
| Hogan Distribution | 800,000 | 272,000 | *34* | 144,000 | *18* | 384,000 | *48* | - | |
| Grant Reimbursements Watkins/Fujinaka/McGurk | (1,841,250) | (626,025) | *34* | (331,425) | *18* | (883,800) | *48* | - | |
| Bellota Pipeline | 572,000 | - | *0* | 572,000 | *100* | - | *0* | - | |
| Vehicle Operation - NH | 180,000 | 61,200 | *34* | 32,400 | *18* | 86,400 | *48* | - | |
| **TOTAL NEW HOGAN O&M COSTS** | **6,091,307** | **3,417,024** | | **1,035,205** | | **1,235,214** | | **403,864** | |
| **NEW MELONES CONVEYANCE SYSTEM - Allocated Expenses** | | | | | | | | | |
| Salaries and Benefits | 1,186,347 | 59,317 | *5* | 1,103,303 | *93* | 23,727 | *2* | - | |
| Vehicle Operation | 215,000 | 10,750 | *5* | 199,950 | *93* | 4,300 | *2* | - | |
| General Maintenance | 312,500 | 15,625 | *5* | 290,625 | *93* | 6,250 | *2* | - | |
| **NM - O & M** | **1,713,847** | **85,692** | ***5*** | **1,593,878** | ***93*** | **34,277** | ***2*** | **-** | |
| Upper Farmington Canal | 80,000 | 4,000 | *5* | 74,400 | *93* | 1,600 | *2* | - | |
| Shirley/Hoods/Rock Creeks | 12,500 | 625 | *5* | 11,625 | *93* | 250 | *2* | - | |
| Lower Farmington Canal | 160,000 | 8,000 | *5* | 148,800 | *93* | 3,200 | *2* | - | |
| Goodwin Tunnel | - | - | *5* | - | *93* | - | *2* | - | |
| Goodwin Dam - O&M | 145,000 | 7,250 | *5* | 134,850 | *93* | 2,900 | *2* | - | |
| Peters Pipeline Control Vault | 500,000 | 500,000 | *100* | | | | | | |
| Peters Pipeline | 577,202 | 28,860 | *5* | 536,798 | *93* | 11,544 | *2* | - | |
| **TOTAL NEW MELONES - O & M** | **3,188,549** | **634,427** | | **2,500,351** | | **53,771** | | **-** | |
| **TOTAL ALLOCATED WATER COSTS** | **9,279,856** | **4,051,452** | | **3,535,556** | | **1,288,985** | | **403,864** | |
| **TOTAL WATER COSTS** | **18,090,796** | **4,955,202** | | **10,854,906** | | **1,549,145** | | **403,864** | |

| ***ESTIMATED NEW HOGAN water usage:*** | | | *Contract Water* | *SEWD Only* |
|---|---|---|---|---|
| *AG* | *28,000* | *AF* | *22%* | *34%* |
| *M&I* | *15,000* | *AF* | *12%* | *18%* |
| *GWPS* | *40,000* | *AF* | *32%* | *48%* |
| *CCWD (A)* | *4,000* | *AF* | *34%* | *-* |
| *TOTAL* | *87,000* | *AF* | *100%* | *100%* |

*(A) 30,000 AF - Allocation per Agreement w/ CCWD*

| ***TOTAL ESTIMATED NEW HOGAN WATER:*** | | |
|---|---|---|
| *Total Water Usage* | *87,000* | *AF* |
| *System Loss(10%)* | *8,700* | *AF* |
| *TOTAL* | *95,700* | *AF* |

| ***ESTIMATED NEW MELONES WATER:*** | | | |
|---|---|---|---|
| *AG* | *4,500* | *AF* | *5%* |
| *M&I* | *40,000* | *AF* | *45%* |
| *GWPS* | *4,500* | *AF* | *5%* |
| *CSJWCD* | *40,000* | *AF* | *45%* |
| *TOTAL* | *89,000* | *AF* | *100%* |

***NEW MELONES CONVEYANCE FACILITY***
***NMCF Split based on Settlement Agreement= AG - 10%/ M&I - 90%***
***AG - (50% utilization x 10%) = 5%***
***M&I (50% utilization x 10%) = 5% + 88% = 93%***
***GWPS = 2%***

# SCHEDULE B

**STOCKTON EAST WATER DISTRICT**
**PRORATION OF EXPENSES - ADMINISTRATION DIVISION**
**FISCAL YEAR 2027-2028**

| ITEM | BUDGET 2026-2027 | AG DIVISION | % | M&I DIVISION | % |
|---|---|---|---|---|---|
| | | | | | |
| | | | | | |
| DIRECTORS | 259,000 | 59,570 | *23* | 199,430 | *77* |
| SALARIES AND BENEFITS | 2,061,018 | 267,932 | *13* | 1,793,085 | *87* |
| SALARIES AND BENEFITS | 39,553 | 12,657 | *32* | 26,896 | *68* |
| **SALARIES AND BENEFITS 1** | **2,359,571** | **340,159** | ***14*** | **2,019,411** | ***86*** |
| | | | | | |
| **BOARD EXPENSES** | **0** | **0** | ***7*** | **0** | ***93*** |
| | | | | | |
| **TRAINING AND EDUCATION** | **520,217** | **46,820** | ***9*** | **473,397** | ***91*** |
| | | | | | |
| **OFFICE SUPPORT** | **608,360** | **48,669** | ***8*** | **559,691** | ***92*** |
| | | | | | |
| **PUBLIC RELATIONS** | **330,000** | **11,780** | | **318,220** | |
| Water Conservation | 268,000 | 0 | *0* | 268,000 | *100* |
| Advertising and Public Relations | 62,000 | 11,780 | *19* | 50,220 | *81* |
| | | | | | |
| **TECHNOLOGY EXPENSES** | **1,115,283** | **62,467** | | **1,052,816** | |
| Technology - Admin | 1,015,283 | 60,917 | *6* | 954,366 | *94* |
| Technology - Water Supply | 5,000 | 1,550 | *31* | 3,450 | *69* |
| Technology - WTP | 95,000 | 0 | *0* | 95,000 | *100* |
| | | | | | |
| **ENGINEERING** | **1,135,000** | **204,300** | | **930,700** | |
| Planning Water Resources | 1,135,000 | 204,300 | *18* | 930,700 | *82* |
| Planning Water Treatment | 0 | 0 | *0* | 0 | *100* |
| | | | | | |
| **PROFESSIONAL SERVICES** | **5,635,000** | **1,133,550** | | **4,501,450** | |
| General Manager's Office | 555,000 | 99,900 | *18* | 455,100 | *82* |
| Efforts to Secure New Melones Water | 3,075,000 | 492,000 | *16* | 2,583,000 | *84* |
| Efforts to Protect Calaveras River | 535,000 | 176,550 | *33* | 358,450 | *67* |
| Water Enhancement Project | 1,215,000 | 328,050 | *27* | 886,950 | *73* |
| Efforts to Develop Groundwater | 35,000 | 9,450 | *27* | 25,550 | *73* |
| Section 15 Fees | 100,000 | 0 | *0* | 100,000 | *100* |
| Bay-Delta Water Control Plan | 120,000 | 27,600 | *23* | 92,400 | *77* |
| **T O T A L S** | **11,703,431** | **1,847,745** | | **9,855,687** | |
| | | | | | |
| Less: Projected Interest Income - Adm Fund | 300,000 | 47,364 | | 252,636 | |
| | | | | | |
| **N E T T O T A L S** | **11,403,431** | **1,800,380** | | **9,603,051** | |

*Notes:*
***(1) Allocations are primarily based on revised agreed-upon percentage allocations (Exhibit A) of the Settlement Agreement with the Urban Contractors. For employees salaries and benefits, general allocation is 88% - M&I and 12% - AG, while directors fees and benefits is 60% - M&I and 40% - Ag.***

# STOCKTON EAST WATER DISTRICT
# CALCULATION OF RATE EQUALIZATION GROUND WATER ASSESSMENT & BASE MONTHLY PAYMENT
# FISCAL YEAR 2027-28

## CALCULATION OF RATE EQUALIZATION GROUND WATER(GW) ASSESSMENT

(A) Assumed Groundwater Pumping Cost:

| | | |
|---|---|---|
| Power cost per acre foot | $ | 114.00 |
| Operation & Maintenance cost | $ | 59.00 |
| Replacement costs | $ | 16.00 |
| Total GW Pumping Cost | $ | 189.00 |

(B) Calculation of Rate Equalization Groundwater Assessment:

| 2026- 2027 (Previous Budget) | Water Production | | $ Cost/AF | Amount |
|---|---|---|---|---|
| Ground water | 14,100 | AF | $ 116.00 | $ 1,635,600.00 |
| Surface water | 55,000 | AF | $ 709.40 | $ 42,657,267.30 |
| Totals | 69,100 | AF | | $ 44,292,867.30 |
| GW Rate Equalization Assessment: | 69,100 | | $ 40,652,380.30 | $ 588.31 |
| Less: GW Pumping Cost | | | | $ (116.00) |
| **2026-2027 GW Rate Equalization Assessment** | | | | **$ 472.31** |

| 2027- 2028 (Current Budget) | | | | |
|---|---|---|---|---|
| Ground water | 14,100 | AF | $ 189.00 | $ 2,664,900.00 |
| Surface water | 55,000 | AF | $ 856.11 | $ 47,086,309.18 |
| Totals | 69,100 | AF | | $ 49,751,209.18 |
| GW Rate Equalization Assessment: | 69,100 | | $ 49,751,209.18 | $ 719.99 |
| Less: GW Pumping Cost | | | | $ (189.00) |
| **2027-28 GW Rate Equalization Assessment** | | | | **$ 530.99** |

| BASE MONTHLY PAYMENT (BMP) \CALCULATION | | | | | Amount |
|---|---|---|---|---|---|
| **Treatment Plant Budget - FY 2027-28** | | | | (a) | **$ 47,086,309.18** |
| Revenue - Groundwater Rate Equalization | 14,100 | AF | $ 530.99 | | $ 7,486,959.00 |
| Other Sources of Revenue - M&I | | | | | $ 845,000.00 |
| **Total Revenues before Base Monthly Payment** | | | | (b ) | **$ 8,331,959.00** |
| **Total Annual Payment (a)-(b)** | | | | (c ) | $ 38,754,350.18 |
| Less: Prior Fiscal Year BMP adjustment (credit) | | | | (d ) | $ (2,189,028.45) |
| **Total - Adjusted Annual Payment - FY 2027-2028** | | | | | **$ 36,565,321.73** |

# STOCKTON EAST WATER DISTRICT
# PRORATION OF BASE MONTHLY PAYMENT
# FOR FISCAL YEAR 2027-2028 (04/01/27- 03/31/28)

| | |
|---|---|
| Total Base Monthly Payment (BMP) FY 2027-2028 | 36,565,321.73 |
| Less: State Revolving Fund (SRF) Loan Repayment - FY 2027-2028 | (573,044.38) |
| Base Monthly Payment FY 2027-2028 (excluding State Revolving Fund loan repayment) | **35,992,277.35** |
| | |
| Base Monthly Payment (BMP) FY 2027-2028 (per month) | **$2,999,356.45** |

| | 2025-2026 Water Produced (AF) | | | | Percentage | 2027-2028 Monthly BMP | Previous 2026-2027 Monthly BMP | Difference |
|---|---|---|---|---|---|---|---|---|
| | DWSP | Surface | Well | Total | | | | |
| **City of Stockton** | 13,677 | 17,334 | 864 | 31,875 | 56.9693% | **$ 1,708,712.23** | 1,539,245.78 | 169,466.45 |
| **Lincoln Village** | 0 | 1,208 | 0 | 1,208 | 2.1596% | **$ 64,773.60** | 68,028.88 | (3,255.28) |
| **Colonial Heights** | 0 | 194 | 0 | 194 | 0.3462% | **$ 10,384.00** | 18,022.58 | (7,638.58) |
| **California Water Service** | 0 | 19,122 | 3,552 | 22,675 | 40.5249% | **$ 1,215,486.63** | 1,165,070.70 | 50,415.93 |
| Totals | 13,677 | 37,859 | 4,416 | 55,952 | 100.0000% | **$ 2,999,356.46** | **$ 2,790,367.94** | 208,988.52 |

**Proration of the State Revolving Fund Loan is under the provisions of the Agreement dated May 1, 2012 signed by the Urban Contractors with the following breakdown:*

| | |
|---|---|
| Annual State Revolving Fund (SRF) Loan Payment | **$573,044.38** |
| Monthly Repayment | $47,753.70 |

| | % Share | Monthly SRF |
|---|---|---|
| City of Stockton | 30.10% | **$14,373.86** |
| Lincoln Village | 2.70% | **$1,289.35** |
| Colonial Heights | 0.70% | **$334.28** |
| California Water Service | 66.50% | **$31,756.21** |
| | 100.00% | **$47,753.70** |

| | BMP FY 2026-2027 | SRF Loan Repayment FY 2026-2027 | Adjusted BMP Calculation FY 2026-2027 |
|---|---|---|---|
| City of Stockton | $1,708,712.23 | $14,373.86 | **$1,723,086.09** |
| Lincoln Village | $64,773.60 | $1,289.35 | **$66,062.95** |
| Colonial Heights | $10,384.00 | $334.28 | **$10,718.28** |
| California Water Service | $1,215,486.63 | $31,756.21 | **$1,247,242.84** |
| | | | |
| **Total** | **$2,999,356.46** | **$47,753.70** | **$3,047,110.16** |

# STOCKTON EAST WATER DISTRICT
# AMORTIZED CAPITAL PROJECTS
# FOR FISCAL YEAR 2027-2028 (04/01/27- 03/31/28)

## LIST OF AMORTIZED CAPITAL PROJECTS BY FUND

| Budget Fund | Item | Full Cost of Project |
|---|---|---|
| 71 | Peters Pipeline Rehab | $ 33,600,000 |
| 94 | Bellota Fish Screen Improvement Project | $ 73,100,000 |
| 94 | Four New Filters, Replace Filter Components, Add Blower Building | $ 92,400,000 |
| 94 | Sedimentation Basins 1 & 2 Plate Settlers | $ - |
| | **Total** | **$ 199,100,000** |

| Potential Sources of Funding Available | | Avaialble |
|---|---|---|
| 1 | Bellota Fish Screen Improvement Project - Grant | $ 12,200,000 |
| 2 | M&I Capital Projects - Reserves | $ 10,300,000 |
| 3 | 2025 Certificates of Participation | $ 32,130,000 |
| 4 | SRF Loan | $ 50,000,000 |
| 5 | WIFIA Loan | $ 97,559,000 |
| | **Total** | **$ 202,189,000** |

| Financed Costs - Current Fiscal Year | | Cash Outflow | Amortized Costs |
|---|---|---|---|
| 71 | Peters Pipeline Rehab - Pipe | $ 12,500,000 | 577,202 |
| 94 | Bellota Fish Screen Improvement Project | $ 10,000,000 | 461,761 |
| 94 | Four New Filters, Replace Filter Components, Add Blower Building | $ 30,800,000 | 1,422,226 |
| 94 | Sedimentation Basins 1 & 2 Plate Settlers | | |
| | | **$ 53,300,000** | **2,461,189** |
| ***Amortization Per District Fund*** | | | |
| | FUND 94 | | 1,883,987 |
| | FUND 71 | | 577,202 |
| | | | **2,461,189** |

**DATE:** **November 18, 2026** **AGENDA ITEM NO. 4**

**TITLE:** **Beckman ASR Well Property Acquisition**

**SUBJECT:** **Consider Next Steps for Acquisition of Interest In Property for the Beckman ASR Well**

## Executive Summary

Stockton East Water District ("District") staff recommend securing a permanent property interest in an approximately 0.5-acre parcel containing the existing Beckman Aquifer Storage and Recovery (ASR) Well and related facilities. The District intends to reactivate the well for injection from, and discharge to, the East Bay Municipal Utility District (EBMUD) aqueduct pipelines and the District's Mosher Creek.

The property owner declined a sale and instead proposed two lease structures. This report presents three options for the Committee's consideration: (1) a flat-rate lease, (2) a performance-based lease, and (3) acquisition by eminent domain. Both lease options are time-limited and leave the District exposed to renewal risk on a facility that serves the District's long-term groundwater sustainability obligations under SGMA.

Staff recommends Option 3, that the Committee recommend that the Board of Directors adopt a Resolution of Necessity authorizing acquisition of the required property interest by eminent domain.

## Background

On January 9, 2007, the District entered into a License Agreement with the Charles M. Beckman Trust for one ASR well and three smaller monitoring wells. The Beckman Injection/Extraction project originated with the East San Joaquin Parties Water Authority (ESJPWA), working with EBMUD. The ESJPWA, now dissolved, included the District, North San Joaquin Water Conservation District, Central San Joaquin Water Conservation District, and other parties. The License Agreement states that since "the ESJPWA has been dissolved, and it is the desire of the SEWD, based on discussion with former ESJPWA members, to secure a license agreement with Beckman on their behalf in order to protect the ability to operate and maintain the existing improvements made."

Under the License Agreement, the Trust granted the District a non-exclusive license for access to the wells and for operation of water flow facilities to and from them, for the purpose of operating and maintaining the wells. The District also received rights to operate the ASR well, including injecting water through a pipeline from the existing EBMUD right-of-way and extracting water from the well into an existing drainage ditch on the property that flows to Mosher Creek.

The property is now owned by Bill Andreeta. Staff contacted Mr. Andreeta and his real estate agent, Donny Rocha, to ask whether the District could purchase the approximately 0.5-acre parcel containing the Beckman ASR Well at fair market value. Through his agent, Mr. Andreeta declined a sale and instead offered the two lease structures described below.

On September 29, 2026, staff responded that, after further review, the District considers it essential to acquire the Beckman Well site of approximately 0.5 acres as the District and surrounding agencies work to meet the Sustainable Groundwater Management Act (SGMA) requirement of a sustainable groundwater basin by 2040, and that the District would like to reach an agreement with the property owner.

Operation and maintenance of the Beckman ASR Well require a property interest in the site.




**Figure 1: Aerial of Existing Beckman ASR Well Site**

**Summary**

***Option 1 – Flat-Rate Lease***

The owner offered a lease of $22,500 per year, escalating annually by 3% or by CPI, whichever is greater, over a 20-year term. At a 3% escalation, total payments over the term would be approximately $604,600; a CPI above 3% would increase that amount.

This option avoids litigation and could be put in place relatively quickly. However, the District would hold only a leasehold that expires after 20 years, with no assurance of renewal or of the renewal price, while the District would be investing in reactivating the well. Lease payments build no equity in the site.

***Option 2 – Performance-Based Lease***

The owner offered a base rent of $10,000 per year plus $20 per acre-foot for annual recharge exceeding 300 acre-feet per year, with a 3% annual escalation. Base rent alone would total approximately $268,700 over 20 years (assuming the same 20-year term as Option 1, which the offer does not specify).

This option has a lower fixed cost, but the cost rises as the well is used more. The District's goal is to maximize recharge, so a recharge charge raises the cost of meeting that goal. For example, recharge of 1,000 acre-feet in a year would add about $14,000 to that year's rent. This option has the same limitations of term and renewal as Option 1.

***Option 3 – Acquisition by Eminent Domain (Recommended)***

The District would acquire a permanent interest in the approximately 0.5-acre site through eminent domain, paying just compensation as determined by appraisal and, if necessary, by the court. This option carries upfront legal and acquisition costs and requires a court proceeding, but it gives the District permanent, secure control of the site for the life of the facility, removes renewal risk, and does not tie the cost of the site to how much water the District recharges.

Staff recommends this option because the well serves a long-term public purpose, groundwater sustainability under SGMA through 2040 and beyond, which a time-limited lease does not match. The District remains open to a negotiated purchase at any point during the proceeding.

***Eminent Domain Proceedings***

Before exercising the power of eminent domain, the Board must consider and adopt a Resolution of Necessity. Under Code of Civil Procedure Section 1240.030, the District must establish that:

1. The public interest and necessity require the Project;
2. The Project is planned or located in the manner that will be most compatible with the greatest public good and the least private injury; and
3. The property sought to be acquired is necessary for the Project.

A Resolution of Necessity must be approved by a two-thirds vote of the entire seated membership of the Board of Directors. A Notice of Intent to Adopt a Resolution of Necessity must be sent to Bill Andreeta at least 15 days before the hearing.

Upon adoption, the Resolution authorizes District General Counsel to acquire the property interest by condemnation, file the necessary court proceedings, and seek an order permitting the District to take possession and use of the property for the stated public purpose.

***Permitting***

To date, the District has completed the following environmental and regulatory compliance steps:

- California Environmental Quality Act (CEQA)
- National Environmental Policy Act (NEPA)
- Section 401 – Central Valley Regional Water Quality Control Board
- Section 404(f) Exemption – U.S. Army Corps of Engineers

- Section 1602 – California Department of Fish and Wildlife

**Financial Impact**
Option 1 would cost approximately $604,600 over 20 years at a 3% escalation, and more if CPI exceeds 3%. Option 2 would cost approximately $268,700 in base rent over 20 years, plus $20 per acre-foot of annual recharge above 300 acre-feet, escalating at 3%. Under Option 3, legal costs and acquisition costs, including just compensation for the property interest, will be incurred as necessary. Based on a valuation of $30,000 per acre the property would cost approximately $15,000.

**Staff Recommendation**
District staff recommend that the Committee recommend that the Board of Directors adopt a Resolution of Necessity Approving Acquisition of an Interest in Property by Eminent Domain for the Beckman ASR Well (Option 3).

**Staff Responsible for Report**

Manuel Verduzco
Manuel Verduzco, Senior Engineer — Date: 11/18/2026

Darrel Evensen
Darrel Evensen, District Engineer — Date: 11/18/2026

Juan Vega
Juan Vega, Assistant General Manager — Date: 11/18/2026

Justin M. Hopkins, General Manager — Date: 11/18/2026

**Attachments**
None