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

DIRECTORS

Richard Atkins
Division 1

Andrew Watkins
Division 2

Ryan Hansen
Division 3

Melvin Panizza
Division 4

Paul Sanguinetti
Division 5

Paul Nakaue
Vice President
Division 6

Thomas McGurk
President
Division 7

STAFF

Justin M. Hopkins
General Manager

Juan M. Vega
Assistant General Manager

LEGAL COUNSEL

Jeanne M. Zolezzi
General Counsel

Phone 209-948-0333
Fax 209-948-0423

E-mail sewd@sewd.net

6767 East Main Street
Stockton, CA 95215

Post Office Box 5157
Stockton, CA 95205

MEETING NOTICE

The Agriculture Operations Committee
Of the Stockton East Water District
Board of Directors will meet at
10:00 a.m. on 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

		Page No.
1.	Roll Call - Chairperson Atkins, Director Nakaue, Director Hansen, Director Sanguinetti (Alternate)	
2.	Public Comment	
3.	Stockton East Water District - Draft Budget Fiscal Year 2027-2028	01
4.	Stockton East Water District - Consider Approval of Project Selection and Grant Submission for DWR Proposition 4 Funding	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 Agriculture 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 Agriculture 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.

THIS PAGE INTENTIONALLY LEFT BLANK

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
6767 East Main Street
Stockton, CA 95215
(209) 948-0333 Phone
(209) 948-0423 Fax
www.sewd.net

Stockton East Water District
Annual Budget Fiscal Year 2027-2028

Table of Contents

		Page
	BOARD RESOLUTION	
I.	**ASSUMPTIONS**	**1**
II.	**ADMINISTRATION DIVISION**	**2**
	70 - Administration Fund	3
III.	**AGRICULTURAL DIVISION**	**7**
	67 - Agricultural Fund	8
	58 - Agricultural Dry Year Reserve Fund	9
	75 - Direct Assessment Fund	10
IV.	**MUNICIPAL DIVISION**	**11**
	94 - M&I (Treatment Plant) Fund	12
	68 - Groundwater Production Section (GWPS)	15
	59 - M&I Dry Year Reserve Fund	16
	89 - Fish Passage Improvement Projects Fund	17
	92 - M&I Debt Service Fund	18
	95 - Surplus Fund	19
	96 - Water Treatment Facilities Reserve Fund	20
	97 - Water Fund	21
V.	**OTHER FUNDS**	**22**
	01 - General Fund	23
	56 - Construction Fund	24
	71 - Water Supply O&M Fund	25
	72 - Other Post Employment Benefits Fund	28
	79 - Goodwin Dam Property Self Insurance Fund	29
	81 - Water Development Fund	30
	83 - Farmington Project Local Cost Share Fund	31
	91 - Vehicle Fund	32
VI.	**SCHEDULES**	**33**
	A - Proration of Water Costs	33
	B - Proration of Administration Expenses	34
	C - Calculation of Rate Equalization Ground Water Assessment & BMP	35
	D - Proration of Base Monthly Payment (BMP)	36
	E - Amortized Capital Projects	37

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: **DWR Watershed Resilience – Conservation Implementation Grant**

SUBJECT: **Consider Approval of Project Selection and Grant Submission for DWR Proposition 4 Funding**

Executive Summary

The California Department of Water Resources (DWR) has announced a funding opportunity through Proposition 4's Watershed Resilience Grant Program, Conservation Implementation Solicitation, which will provide approximately $60 million in grant funding for capital improvement projects that demonstrate measurable water conservation benefits.

Following a review of the solicitation requirements and Stockton East Water District's (District) Capital Improvement Program, Staff identified the Clements Regulation Reservoir and Pump Station Project as a suitable candidate for funding. The Project aligns with the program's objectives by reducing operational water losses, improving water supply reliability, and enhancing drought resilience.

Staff recommends that the Board of Directors authorize the General Manager to direct Staff to pursue this funding opportunity and collaborate with Calaveras County Water District (CCWD) to develop a joint grant application through the Calaveras River Watershed Resilience Group.

Background

In November 2024, California voters approved Proposition 4, the *Safe Drinking Water, Wildfire Prevention, Drought Preparedness, and Clean Air Bond Act of 2024*. Proposition 4 authorized $10 billion in general obligation bonds to fund projects that address climate change, improve water supply reliability, strengthen drought preparedness, reduce flood risks, and enhance California's long-term climate resilience. Approximately $3.8 billion of the bond funding is allocated to safe drinking water, drought, flood, and water resilience initiatives.

The California Department of Water Resources (DWR) is responsible for administering several grant programs funded through Proposition 4, including the Watershed Resilience Grant Program. This program builds upon the State's previous Integrated Regional Water Management (IRWM) Program and emphasizes regional collaboration, water conservation, climate adaptation, and improved water supply reliability.

DWR has identified approximately $152 million in funding for the Watershed Resilience Grant Program, which will be distributed through two separate funding opportunities: the Conservation Implementation Solicitation and the Watershed Resilience Planning+ Solicitation.

On September 10, 2026, DWR released the Draft Conservation Implementation Proposal Solicitation Package for public review. District Engineering Staff reviewed the draft solicitation and attended DWR's informational webinar on October 22, 2026, to evaluate the funding opportunity and its applicability to the District's capital improvement projects.

The key provisions of the draft solicitation include:

- **Available Funding:** Approximately $60 million in grant funding for capital improvement projects that provide measurable water conservation benefits.
- **Collaborative Application Requirement:** Projects must be submitted through an eligible multi-party watershed collaborative group, such as the Calaveras River Watershed Resilience Group or an established IRWM group.
- **Project Completion:** Funded projects must be constructed within five years of the grant award.
- **Grant Award Amounts:** Funding requests may range from $3 million to $15 million.
- **Application Schedule:** DWR anticipates an initial concept proposal period between January and March 2027, followed by full proposal submissions between March and June 2027.

The Conservation Implementation Solicitation presents an opportunity for the District to pursue State funding for capital improvements that provide measurable water conservation benefits while supporting the District's ongoing efforts to improve water supply reliability, operational efficiency, and drought resilience.

The District has two potential pathways for pursuing this funding opportunity: applying through the Calaveras River Watershed Resilience Group, recently established through DWR's Watershed Resilience Pilot Program, or participating through an established IRWM group.

District Staff met with representatives from CCWD to discuss the funding opportunity and potential collaboration. CCWD expressed interest in pursuing grant funding for one of its water conservation projects through the Calaveras River Watershed Resilience Group. If both agencies elect to pursue funding through this collaborative group, their respective projects would need to be incorporated into a single joint grant application.

Following a comprehensive review of the District's Capital Improvement Program and the Calaveras River Watershed Resilience Project List, Staff identified the **Clements Regulation Reservoir and Pump Station Project** as the most suitable candidate for this funding opportunity. The Project is already included in the collaborative watershed group's project list, provides quantifiable water conservation benefits, and can be constructed within the required five-year implementation period. The estimated construction cost of the Project is $5.2 million.

Additionally, the Project aligns with the solicitation's objectives by improving operational efficiency and reducing water losses associated with the delivery and regulation of New Hogan Reservoir water supplies. These improvements would enhance the District's ability to conserve existing surface water supplies and improve long-term water supply reliability.

Summary

The Proposition 4 Watershed Resilience Grant Program presents an opportunity for the District to secure State funding for the Clements Regulation Reservoir and Pump Station Project. The Project aligns with the program's water conservation objectives, is included in the Calaveras River Watershed Resilience Project List, and can be implemented within the required grant timeframe.

Collaboration with Calaveras County Water District (CCWD) would allow both agencies to pursue funding through a joint application under the Calaveras River Watershed Resilience Group. This approach would support regional coordination and advance water conservation improvements within the Calaveras River watershed.

Staff recommends proceeding with the development of a joint grant application in coordination with CCWD, subject to the final solicitation requirements.

Financial Impact

The Conservation Implementation Solicitation is anticipated to provide grant awards ranging from $3 million to $15 million for eligible water conservation projects. Securing grant funding would offset a portion of the District's anticipated capital expenditures for the Clements Pipeline and Reservoir Project. The estimated construction cost of the District's Clements Regulation Reservoir and Pump Station Project is $5.2 million. CCWD's project is anticipated to cost around $500,000.

Although the grant program does not require a cost-share contribution, providing matching funds is strongly encouraged and may improve the competitiveness of the application. Any grant funding awarded would reduce the amount of District funds required to complete the eligible project improvements.

At this time, District Staff has not finalized the grant request amount or proposed cost-share contribution. Staff will evaluate the final solicitation requirements, coordinate with CCWD regarding the proposed joint application, and identify the anticipated financial commitments prior to submitting the grant application. The Grant does not require cost sharing, but it is highly encouraged. Once more details are firmed up Staff will bring back a resolution to the Board for approval.

Recommendation

District Staff respectfully recommends that the AG Committee recommend the following actions to the full Board of Directors:

1. **Authorize District Staff** to pursue grant funding through DWR's Proposition 4 Watershed Resilience Grant Program, Conservation Implementation Solicitation, for the Clements Regulation Reservoir and Pump Station Project.

2. **Authorize District Staff** to coordinate with Calaveras County Water District (CCWD) to develop and submit a joint grant application through the Calaveras River Watershed Resilience Group, incorporating eligible water conservation projects from both agencies.

Staff Responsible for Report

Gianna O'Day

Gianna O'Day, Associate Engineer Date: 11/18/2026

Darrel Evensen

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

Juan Vega

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

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

Attachments

None.