RESOLUTION NO. ____

RESOLUTION OF THE
MUNICIPAL WATER DISTRICT OF ORANGE COUNTY
BOARD OF DIRECTORS
ESTABLISHING WATER RATES

WHEREAS, pursuant to Water Code sections 71610, 71614 and 71616, the Municipal Water District of Orange County (MWDOC or District) is authorized to establish water rates and charges for water which will result in revenues sufficient to meet the operating expenses of the District to provide for repairs and depreciation of works, provide a reasonable surplus for improvements, extensions and enlargements, and cover principal and interest payments and costs associated with bonded debt; and,

WHEREAS, the District currently imports water from the Metropolitan Water District of Southern California (Metropolitan). Metropolitan adopted rates for water service consisting of a water supply rate, and separate unbundled rates for system access, system power, water treatment, and fixed charges for the Capacity Charge and Readiness-to-Serve Charge, which are imposed on MWDOC as a condition of receiving water deliveries from Metropolitan; and,

WHEREAS, pursuant to Section 1117 of the MWDOC Administrative Code, the MWDOC Board of Directors adopted Ordinance No. __ establishing classes of water service, and terms and conditions of such service, and intends to adopt this Resolution fixing the rates and charges for said classes of water service (including Choice services in Section 10); and,

WHEREAS, the Board of Directors has reviewed the cost of water, including its current water supply costs and other charges imposed on MWDOC by Metropolitan, and with respect to the projected MWDOC operating expenses and financial needs, and has determined that it is necessary and appropriate to establish new rates and charges for water service and programs provided by MWDOC; and,

WHEREAS, the Board of Directors has reviewed the water supply, water demand and replenishment conditions in the Orange County Water District (OCWD) Basin and the impact these conditions will have on MWDOC's imported water purchases from Metropolitan; and,

WHEREAS, Metropolitan continues to levy its Standby Charge within the MWDOC service area, which will be credited against Metropolitan's Readiness-to-Serve Charge and will provide an equivalent offset on the Metropolitan charges imposed on MWDOC; and,

WHEREAS, Metropolitan assesses a Capacity Charge to MWDOC based on MWDOC's highest cumulative peak day delivery rate in cubic feet per second (CFS) between May 1 and September 30 in the three preceding calendar years, ending on the year prior to the year of the charge being imposed; and,

WHEREAS, MWDOC engaged Raftelis Financial Consultants, Inc. to prepare a cost of service allocation and rate study (Rate Study) for MWDOC's rates and charges in 2016 and 2021; and,

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WHEREAS, the 2021 Core Service Allocation Study affirmed MWDOC's Retail Meter Charge, and modified the Groundwater Customer Charge effective with the Fiscal Year 2021-22 rates and charges; and,

WHEREAS, beginning with the budget year commencing July 1, 2011 through June 30, 2012, the MWDOC Board approved changing the format of the budget and how certain "Choice" services are to be funded by those MWDOC Member Agencies and the cities of Anaheim, Fullerton and Santa Ana (3 Cities) electing to receive such services; and,

WHEREAS, the MWDOC Board has approved the "Choice" services, the associated budgets, and the methods for allocating such costs to the Member Agencies and 3 Cities, and has directed staff to bill for those costs pursuant to Section 14 of this Resolution as part of MWDOC's water rates and charges; and,

WHEREAS, on July 8, 2025, the Metropolitan Board of Directors approved a treated water cost recovery rate structure that incorporates fixed charges for a peaking capacity charge, used standby capacity charge, and a remaining standby capacity charge.

NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of the Municipal Water District of Orange County that, subject to the terms and conditions set forth herein, the rates and charges for the classes of water service provided by MWDOC to MWDOC's Member Agencies shall be as follows:

SECTION 1. RATES FOR CLASSES OF WATER SERVICE

The rates per acre-foot of water sold or delivered by MWDOC to its Member Agencies shall be as follows:

a. For Full Service, including water delivered for domestic, municipal, and agricultural purposes, including seawater barrier and groundwater replenishment.

MET Rates & Charges	Current Rates January 1, 2026	Adopted Rates January 1, 2027	Adopted Rates January 1, 2028
Supply Rate	$313	$413	$440
System Access Rate	$492	$472	$525
System Power Rate	$179	$145	$141
Full Service Untreated Volumetric ($/AF)	**$984**	**$1,030**	**$1,106**
Treatment Surcharge ($/AF)	$544	$390	$408
Full Service Treated Volumetric ($/AF)	**$1,528**	**$1,420**	**$1,514**
Treatment Peaking Capacity Charge ($/CFS)	-	$33,700	$21,600
Treatment Used Standby Capacity Charge ($/AF)	-	$15	$120
Treatment Remaining Capacity Charge ($/AF)	-	$72	$64
Capacity Charge ($/CFS)	$14,500	$17,500	$19,600
Total Readiness-to-Serve Charge ($/M)	$188	$239	$248

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b. MWDOC Drought Allocation Surcharge

Rates for a Drought Allocation Surcharge are established by Board action in accordance with the MWDOC Water Supply Allocation Plan (WSAP), as required.

c. System Access Rate

The System Access Rate is established by Board action to recover Metropolitan's system access rate. The System Access Rate is recovered on a volumetric rate equal to Metropolitan's system access rate.

d. System Power Rate

The System Power Rate is established by Board action to recover Metropolitan's system power rate. The System Power Rate is recovered on a volumetric rate equal to Metropolitan's system power rate.

e. Supply Rate

The Supply Rate is established by Board action to recover Metropolitan's supply rate plus any additional water costs, fees, charges, and rates that benefit the District's service area.

SECTION 2. TREATMENT SURCHARGE

a. Amount Due to Metropolitan from MWDOC

Metropolitan's treatment surcharge is assessed at a volumetric rate to MWDOC at **$390** for every acre-foot of treated water purchased by MWDOC.

b. Apportionment of Metropolitan's Treatment Surcharge to MWDOC Member Agencies

MWDOC will apportion Metropolitan's treatment surcharge to MWDOC's Member Agencies at the volumetric rate of **$390** for every acre-foot of treated water purchased by the Member Agency.

SECTION 3. MWDOC READINESS-TO-SERVE CHARGE

a. Amount Due to Metropolitan from MWDOC

Metropolitan has notified MWDOC that for Fiscal Year 2026-27 Metropolitan estimates that the amount of Metropolitan's Readiness-to-Serve (RTS) Charge applicable to MWDOC, which exceeds the standby charges collected in MWDOC's service area (Net RTS Charge) is **$21,446,181**. The Net RTS Charge will be allocated among the MWDOC Member Agencies, as provided herein, and invoiced as a fixed charge to each MWDOC Member Agency. Metropolitan will bill MWDOC for the Net RTS Charge on a monthly installment basis. The MWDOC Net RTS Charge will be invoiced to each MWDOC Member Agency on a monthly basis.

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b. Apportionment of Net Metropolitan RTS Charge to MWDOC's Member Agencies

The MWDOC method of apportioning the Net RTS Charge to the MWDOC Member Agencies uses the most recently completed four-year rolling average of fiscal year full service purchases of water ending one year prior to the year of the charge being imposed (i.e., for Fiscal Year 2026-27 charges, the four-year average shall be based on Fiscal Years 2021-22 through 2024-25). The Net RTS Charge to MWDOC shall be apportioned to the MWDOC Member Agencies based on the four-year average of full service sales, which would include all cyclic, wheeled, and transferred water.

c. Fiscal Year 2026-27 MWDOC RTS Charge

For Fiscal Year 2026-27, MWDOC will charge the MWDOC Member Agencies total Net RTS Charges of **$21,446,181** The amount of the Net RTS Charge to be apportioned to each of the MWDOC Member Agencies is set forth in **Exhibit A**, attached hereto, incorporated, and made operative by this reference.

d. Adjustment of RTS Charge

Metropolitan determines its Net RTS Charge to each Member Agency based on the estimated revenue derived from the Metropolitan Standby Charge within each Member Agency (less delinquencies and administrative costs). The projected Net Standby Charge revenue for MWDOC in Fiscal Year 2026-27 is set forth in **Exhibit A**. Once the actual Net Standby Charge revenue is known, Metropolitan may adjust the amount of the Net RTS Charge for the prior year through an additional charge or credit. Any adjustment necessary to reconcile the estimated Net RTS Charge with the actual Net RTS Charge will be charged or credited to each MWDOC Member Agency in the next regularly scheduled water billing following the preparation of the reconciliation report by Metropolitan.

SECTION 4. MWDOC CAPACITY CHARGE

a. Amount due to Metropolitan from MWDOC

Metropolitan has notified MWDOC that for calendar year 2027, the amount of the Metropolitan Capacity Charge to be imposed on MWDOC will be **$4,558,750**. The Metropolitan Capacity Charge will be allocated among the MWDOC Member Agencies as provided herein and invoiced as a fixed charge to each Member Agency. Metropolitan will bill MWDOC for the Capacity Charge on a monthly installment basis. The MWDOC Capacity Charge will be invoiced to the MWDOC Member Agencies on a monthly basis.

b. Apportionment of Metropolitan's Capacity Charge to MWDOC's Member Agencies

The MWDOC method of apportioning the Capacity Charge to the MWDOC Member Agencies uses each Member Agency's highest peak day flow for delivery of full service water, which includes wheeled and transferred water, during the period of May 1 through September 30 of each year for the three-year period ending one year

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prior to the year of the charge being imposed (i.e., for calendar year 2027 charges the highest peak day flow shall be based on May 1 through September 30, 2023, 2024, and 2025). The peak day flow for each MWDOC Member agency is used to apportion the Capacity Charge based upon the ratio of each agency's highest peak day flow to the sum of all Member Agencies' highest peak day flows. The amount of the 2027 Capacity Charge apportioned to each Member Agency is set forth in **Exhibit B**, attached hereto, incorporated, and made operative by this reference.

SECTION 5. TREATMENT PEAKING CAPACITY CHARGE

a. Amount due to Metropolitan from MWDOC

For Calendar Year (CY) 2027, Metropolitan will assess the treatment peaking capacity charge based on MWDOC's fiscal year 2025 average daily treated water demand in CFS.

b. Apportionment of Metropolitan's Treatment Peaking Capacity Charge to MWDOC's Member Agencies

Each Member Agency's highest average one-day flow from the previous three summers (May 1 to September 30) converted to each Member Agency's proportional share of MWDOC's highest average one-day flow, excluding untreated flows.

SECTION 6. TREATMENT USED STANDBY CAPACITY CHARGE

a. Amount due to Metropolitan from MWDOC

For CY 2027, Metropolitan will assess the treatment used standby capacity charge based on MWDOC's fiscal year 2025 treated firm demands in AF.

b. Apportionment of Metropolitan's Treatment Used Standby Capacity Charge to MWDOC's Member Agencies

Each Member Agency's proportional share of MWDOC's fiscal year 2025 total treated usage.

SECTION 7. TREATMENT REMAINING STANDBY CAPACITY CHARGE

a. Amount due to Metropolitan from MWDOC

For CY 2027, Metropolitan will assess the treatment remaining standby capacity charge based on MWDOC's Fiscal Year 2025 Treated firm demands in AF.

b. Apportionment of Metropolitan's Treatment Remaining Standby Capacity Charge to MWDOC's Member Agencies

Each Member Agency's proportional share of MWDOC's Fiscal Year 2025 total treated usage.

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SECTION 8. MWDOC'S RETAIL METER CHARGE

The annual charge to be imposed by MWDOC on each Member Agency, except for Orange County Water District (OCWD), for each retail water meter served by such MWDOC Member Agency, which is in service as of January 1 of each year (MWDOC's Retail Meter Charge) shall be **$15.70** for Fiscal Year 2026-27 and **$16.25** for Fiscal Year 2027-28. MWDOC's Retail Meter Charge shall be collected in accordance with Section 14 of this Resolution. Annually, or at such time as determined to be necessary, MWDOC will request supporting documentation from each Member Agency to verify the number of retail meters within their service area, and such documentation shall be signed by a representative of the Member Agency. MWDOC is also authorized to conduct random on-site visits with the Member Agencies to verify the data on the number of retail meters.

SECTION 9. MWDOC GROUNDWATER CUSTOMER CHARGE

The annual charge to be imposed on OCWD for Core services provided by MWDOC shall be **$427,658** for Fiscal Year 2026-27 and **$441,989** for Fiscal Year 2027-28. MWDOC's Groundwater Customer Charge to be imposed on OCWD shall be collected in accordance with Section 14 of this Resolution.

The Groundwater Customer Charge is calculated based on OCWD's proportionate share of all of MWDOC's cost centers of MWDOC's Fiscal Year 2026-27 general fund Core budget; excluding the Water Emergency Response Organization of Orange County (WEROC) cost center. OCWD's proportionate share is calculated as one twenty-sixth of all Core cost centers except for WEROC.

SECTION 10. CHOICE SERVICES TO THE MWDOC CUSTOMERS 2026-27

The Choice services to the customers shall be provided and charged for as follows for Fiscal Year 2026-27. Each Choice service is voluntary and provided at the option of the Member Agency, and the costs for such Choice services are not "imposed" for purposes of Article XIII C, Section 1(e) of the California Constitution:

a. The Water Use Efficiency Program provides cost-effective demand management measures and regulatory compliance technical assistance. The cost of the Water Use Efficiency Program shall be allocated to those agencies electing to participate in the program. The costs shall be apportioned to the participants in proportion to the benefits received from Metropolitan and/or any other outside sources of funding in calendar year 2025. There may be other costs allocated over and above these costs for participation in certain water use efficiency program efforts in various parts of Orange County that are separate from this basic program. Anything beyond the basic program will be implemented separately by agreement or memorandum of understanding with each participating agency. The costs to be charged shall reflect any carry-over or deficit funds from the preceding fiscal year.

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b. The MWDOC Elementary School Program provides comprehensive water education for Orange County elementary school students in Grades K-5. Through this program, each participating agency may set a target number of sessions to offer in their service area. In grades K-2, the MWDOC Elementary School Program charges participating agencies per school assembly, at a cost based on the size of the school assembly. In grades 3-5, the MWDOC Elementary School Program charges each participating agency at a cost per session based on the actual number of sessions provided.

c. The MWDOC Middle School Program provides comprehensive water education for Orange County middle school students in Grades 6-8. Through this program, each participating agency may set a target number of sessions to offer in their service area. The MWDOC Middle School Program charges each participating agency at a cost per session based on the actual number of sessions provided.

d. The MWDOC High School Program provides comprehensive water education for Orange County high school students in Grades 9-12. Through this program, each participating agency may set a target number of sessions to offer in their service area. The MWDOC High School Program charges each participating agency at a cost per session based on the actual number of sessions provided.

e. Blank.

f. The Water Loss Control Program provides a complement of technical assistance and shared service through consultants and in-house operations to retail agencies in Orange County. The costs for the program varies per agency according to the level of professional and technical service selected by each participating agency. The costs to be charged shall reflect any carry-over or deficit funds from the preceding fiscal year.

The details on these Choice options and charges to each agency are included in Section 14 and are set forth in **Exhibit F**, attached hereto, incorporated herein, and made operative by this reference.

SECTION 11. RATES AND CHARGES FOR EXCHANGED OR TRANSFERRED WATER

Unless otherwise specified by written agreement with MWDOC, MWDOC shall charge the Member Agencies for water exchanged or transferred through exchanges with Metropolitan into the MWDOC service area in accordance with the provisions below. Exchanged or transferred water will also be assessed, unless otherwise specified by written agreement, at the then-applicable rates for transportation services set by Metropolitan's Board of Directors from time to time pursuant to its Administrative Code for the use of Metropolitan's facilities to transport water not owned or controlled by Metropolitan to Metropolitan's Member Agencies.

Metropolitan repealed its Administrative Code based water wheeling rate effective January 1, 2021. As such all water wheeling rates approved by prior resolutions of the MWDOC Board of Directors are hereby repealed. All future water wheeling rates

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applicable to Member Agencies, and wheeling to third-parties, will be determined on a case-by-case basis and established by contract with the requesting party.

In addition to these charges, MWDOC shall assess the following charges related to costs, pursuant to applicable law:

a. A one-time administrative charge, based on actual time spent to account for the staff time and legal counsel required for preparation of an agreement or agreements to establish the legal and administrative framework for water to be transferred or exchanged with Metropolitan.

b. Unless otherwise specified by written agreement with MWDOC, an annual charge will be assessed, based on actual time spent in any year in which water is transferred or exchanged with Metropolitan, to cover staff time to account for and bill for the water.

c. Other charges established by written agreement between MWDOC and a Member Agency that reflect additional costs of supplying water.

SECTION 12. MWDOC WATER SUPPLY ALLOCATION PLAN

In the event that a regional water shortage is declared, the MWDOC Board can implement, adjust, or adopt an updated Water Supply Allocation Plan (WSAP or Plan). This Plan, as adopted in 2009, updated in 2014 and 2016, and as amended from time to time, established procedures allowing MWDOC to assess an allocation surcharge to its Member Agencies in the event MWDOC is assessed an allocation surcharge under Metropolitan's own "Water Supply Allocation Plan." Under MWDOC's Plan, surcharges may be assessed according to a particular Member Agency's prorated share of it's over usage relative to the MWDOC surcharge amount assessed by Metropolitan. However, the rates set forth in this Resolution do not include or otherwise account for potential surcharges that may be assessed by MWDOC under its Water Supply Allocation Plan, and nothing contained herein is intended to preclude MWDOC from charging such surcharges as authorized in the Water Supply Allocation Plan.

SECTION 13. EFFECTIVE DATE

The rates set forth in this Resolution shall become effective as of July 1, 2026 or thereafter as specified and shall remain in effect until changed by subsequent Resolution of the Board of Directors.

SECTION 14. BILLING AND PAYMENT

Billing Schedule. MWDOC Member Agencies shall be billed for water delivered and for other charges as follows:

a. MWDOC's cost of acquisition of the water shall be billed in the month following delivery of the water;
b. MWDOC's Retail Meter Charge shall be billed once annually on or after July 1st

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of each year, for each retail water service meter within each Member Agency's service area;

c. The MWDOC Readiness-to-Serve Charge shall be billed in monthly installments on the water billing in accordance with **Exhibit A**, the MWDOC Capacity Charge shall be billed in monthly installments on the water billing in accordance with **Exhibit B;** the MWDOC Treatment Peaking Capacity Charge shall be billed in monthly installments on the water billing in accordance with **Exhibit C;** the MWDOC Treated Used Standby Capacity Charge shall be billed in monthly installments on the water billing in accordance with **Exhibit D;** the MWDOC Treatment Remaining Standby Capacity Charge shall be billed in monthly installments on the water billing in accordance with **Exhibit E.**

d. The MWDOC Choice services shall be billed once annually on or after July 1st of each year in accordance with **Exhibit F** and/or as may be adjusted during the fiscal year in discussions with and as agreed to by the Choice Program participants.

e. The fixed annual Groundwater Customer Charge to OCWD, as set forth in MWDOC's Water Rate Ordinance No. ___ and referred to in Section 9 hereof, shall be billed to OCWD annually at the beginning of the fiscal year on July 1st.

f. All such billings shall be due on receipt by the Member Agency and shall be delinquent if payment is not received by MWDOC by the 15th day of the month following the mailing of the billing or within 30 days of mailing of such billing, whichever date is later.

SECTION 15. EXEMPTION FROM CEQA

The Board of Directors finds that the adoption of the rates and charges as set forth in this Resolution are exempt from the California Environmental Quality Act under Section 21080(b)(8) of the Public Resources Code in that the water rates established herein are for the purpose of meeting operating expenses of MWDOC, including employee wages and fringe benefits, purchasing or leasing of supplies, equipment and materials, meeting financial reserve needs and requirements and, obtaining funds for capital projects necessary to maintain service within existing service areas.

SECTION 16. REASONABLE COST

The Board of Directors finds that the water rates established herein are in accordance with the adopted Fiscal Years 2026-27 and 2027-28 budget, and that said rates do not exceed the reasonable cost of providing water service and other services and regulatory functions for which they are charged.

SECTION 17. SUPERSEDES PRIOR RESOLUTIONS

All resolutions, ordinances, or administrative actions by the Board or parts thereof that are inconsistent with any provision of this Resolution are hereby superseded only to the extent of such inconsistency.

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SECTION 18. RATES SUBJECT TO ORDINANCE

The rates for water service established herein are subject to Ordinance No. _ as it may be amended from time to time.

SECTION 19. IMPLEMENTATION

The General Manager is directed to take all actions necessary to implement this Resolution.

BE IT FURTHER RESOLVED that a copy of this Resolution be sent to each of MWDOC's Member Agencies.

PASSED AND ADOPTED by the Board of Directors of the Municipal Water District of Orange County at its regular meeting held on April 15, 2026, by the following roll call vote:

AYES:
NOES:
ABSTAIN:
ABSENT:

_____

Angela Crespi
District Secretary
Municipal Water District of Orange County

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EXHIBIT A

Readiness-to-serve Charge for MWDOC Client Agencies for FY 2026-27

Metropolitan Readiness-to-Serve (RTS) Charge to MWDOC for FY 2026/27 =	$ 29,042,351
Expected Standby Revenue Less Metropolitan Administrative Charge Plus Delinquencies & Uncollectables FY 2026/27 =	$ (7,596,170)
Net MWD RTS Charge =	$ 21,446,181

Final 4/15/2026

Agency	2021-22	2022-23	2023-24	2024-25	4-Yr Ave	AF Share (%)	Net RTS	RTS Adjustment	Net RTS	Monthly Charge July - December	Monthly Charge January - June
Brea	254	5	477	605	335	0.24%	$ 50,434.24	$ -	$ 50,434.24	$ 3,532.19	$ 4,883.38
Buena Park	1,650	1,302	665	1,186	1,201	0.84%	$ 180,592.52	$ -	$ 180,592.52	$ 12,647.90	$ 17,486.18
East Orange County Water District	5,713	5,040	3,389	3,293	4,359	3.06%	$ 655,445.81	$ -	$ 655,445.81	$ 45,904.54	$ 63,464.68
El Toro Water District	7,244	5,530	6,588	7,585	6,737	4.72%	$ 1,013,002.47	$ -	$ 1,013,002.47	$ 70,946.23	$ 98,085.72
Fountain Valley	0	0	0	3	1	0.00%	$ 97.74	$ -	$ 97.74	$ 6.85	$ 9.46
Garden Grove	5,297	3,642	4	1,888	2,708	1.90%	$ 407,134.65	$ -	$ 407,134.65	$ 28,513.92	$ 39,421.52
Golden State Water Company	8,709	8,714	7,469	8,069	8,240	5.78%	$ 1,239,118.87	$ -	$ 1,239,118.87	$ 86,782.42	$ 119,979.83
Huntington Beach	4,841	3,469	3,320	3,213	3,711	2.60%	$ 557,994.51	$ -	$ 557,994.51	$ 39,079.48	$ 54,028.78
Irvine Ranch Water District	25,245	16,773	12,085	26,029	20,033	14.05%	$ 3,012,384.25	$ -	$ 3,012,384.25	$ 210,974.12	$ 291,679.32
La Habra	565	222	60	368	304	0.21%	$ 45,671.25	$ -	$ 45,671.25	$ 3,198.61	$ 4,422.20
La Palma	120	4	0	48	43	0.03%	$ 6,469.69	$ -	$ 6,469.69	$ 453.11	$ 626.44
Laguna Beach County Water District	3,350	2,552	2,993	3,168	3,016	2.11%	$ 453,517.15	$ -	$ 453,517.15	$ 31,762.34	$ 43,912.58
Mesa Water District	3	0	0	0	1	0.00%	$ 116.54	$ -	$ 116.54	$ 8.16	$ 11.28
Moulton Niguel Water District	24,305	19,894	19,420	24,333	21,988	15.42%	$ 3,306,361.46	$ -	$ 3,306,361.46	$ 231,562.98	$ 320,144.17
Newport Beach	3,747	2,249	2,712	2,590	2,825	1.98%	$ 424,732.19	$ -	$ 424,732.19	$ 29,746.37	$ 41,125.43
Orange	11,796	3,296	1,535	5,734	5,590	3.92%	$ 840,589.59	$ -	$ 840,589.59	$ 58,871.19	$ 81,391.54
Orange County Water District	22,996	19,458	0	0	10,614	7.44%	$ 1,595,980.88	$ -	$ 1,595,980.88	$ 111,775.47	$ 154,533.61
San Clemente	7,535	6,464	6,301	7,200	6,875	4.82%	$ 1,033,785.28	$ -	$ 1,033,785.28	$ 72,401.77	$ 100,098.05
Santa Margarita Water District (ID9)	5,679	5,482	4,564	5,811	5,384	3.77%	$ 809,583.00	$ -	$ 809,583.00	$ 56,699.63	$ 78,389.27
Santa Margarita Water District	24,303	20,398	19,740	35,970	25,103	17.60%	$ 3,774,696.30	$ -	$ 3,774,696.30	$ 264,363.09	$ 365,491.50
Seal Beach	606	590	631	377	551	0.39%	$ 82,854.10	$ -	$ 82,854.10	$ 5,802.74	$ 8,022.49
Serrano Water District	1,109	819	0	0	482	0.34%	$ 72,486.06	$ -	$ 72,486.06	$ 5,076.60	$ 7,018.59
South Coast Water District	4,812	4,142	4,475	6,241	4,918	3.45%	$ 739,465.28	$ -	$ 739,465.28	$ 51,788.89	$ 71,600.01
Trabuco Canyon Water District	2,901	1,800	1,170	2,144	2,004	1.40%	$ 301,307.71	$ -	$ 301,307.71	$ 21,102.26	$ 29,174.64
Westminster	1	1,046	0	0	262	0.18%	$ 39,344.42	$ -	$ 39,344.42	$ 2,755.51	$ 3,809.59
Yorba Linda Water District	12,815	2,699	2,138	3,709	5,340	3.74%	$ 803,015.05	$ -	$ 803,015.05	$ 56,239.64	$ 77,753.32
Sum of MWDOC Agencies	**185,594**	**135,592**	**99,738**	**150,061**	**142,622**	**100%**	**$ 21,446,181.00**	**$ -**	**$ 21,446,181.00**	**$ 1,501,996.01**	**$ 2,076,563.58**

*totals may not foot due to rounding

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EXHIBIT B
Capacity Charge for MWDOC Member Agencies for CY 2026

Final 4/15/2026

	2023	2024	2025	Peak
MWDOC's Peak to MWD (cfs)	233.6	258.5	260.5	**260.5**
Date	8/9/2023	8/2/2024	7/12/2025	**7/12/2025**

Metropolitan Capacity Charge to MWDOC for CY 2026 $ **4,558,750** *

Agency	Capacity Charge Eligible Flows (CFS) 2023	2024	2025	3-Yr Peak	CFS Share (%)	Annual Capacity Charge	Monthly Capacity Charge
City of Brea	7.7	15.1	2.8	15.1	3.97%	$ 181,103	$ 15,092
City of Buena Park	4.5	4.6	6.3	6.3	1.66%	$ 75,559	$ 6,297
East Orange County Water District	17.2	17.5	18.5	18.5	4.87%	$ 221,881	$ 18,490
El Toro Water District	13.7	12.0	15.9	15.9	4.18%	$ 190,698	$ 15,891
City of Fountain Valley	0.0	0.0	0.0	0.0	0.00%	$ -	$ -
City of Garden Grove	0.0	10.7	12.8	12.8	3.37%	$ 153,517	$ 12,793
Golden State Water Company	15.0	17.4	19.6	19.6	5.16%	$ 235,074	$ 19,589
City of Huntington Beach	15.2	16.4	11.9	16.4	4.31%	$ 196,694	$ 16,391
Irvine Ranch Water District	35.0	54.9	54.5	54.9	14.44%	$ 658,446	$ 54,871
City of La Habra	2.1	3.1	4.2	4.2	1.10%	$ 50,373	$ 4,198
City of La Palma	0.0	0.0	1.0	1.0	0.26%	$ 11,994	$ 999
Laguna Beach County Water District	7.4	7.6	6.9	7.6	2.00%	$ 91,151	$ 7,596
Mesa Water District	0.0	0.0	0.0	0.0	0.00%	$ -	$ -
Moulton Niguel Water District	32.6	34.2	45.3	45.3	11.92%	$ 543,308	$ 45,276
City of Newport Beach	9.6	7.9	12.2	12.2	3.21%	$ 146,321	$ 12,193
Orange County Water District	0.0	0.0	0.0	0.0	0.00%	$ -	$ -
City of Orange	13.6	18.3	18.8	18.8	4.95%	$ 225,479	$ 18,790
City of San Clemente	18.9	18.9	21.1	21.1	5.55%	$ 253,064	$ 21,089
Santa Margarita Water District (ID9)	16.8	9.5	6.7	16.8	4.42%	$ 201,492	$ 16,791
Santa Margarita Water District	38.0	39.1	57.4	57.4	15.10%	$ 688,430	$ 57,369
City of Seal Beach	0.1	6.0	0.1	6.0	1.58%	$ 71,961	$ 5,997
Serrano Water District	0.0	0.0	0.0	0.0	0.00%	$ -	$ -
South Coast Water District	8.4	10.1	9.7	10.1	2.66%	$ 121,135	$ 10,095
Trabuco Canyon Water District	4.2	4.8	2.3	4.8	1.26%	$ 57,569	$ 4,797
City of Westminster	0.0	0.0	0.0	0.0	0.00%	$ -	$ -
Yorba Linda Water District	8.7	8.0	15.3	15.3	4.03%	$ 183,501	$ 15,292
			Total	380.1	100%	$ 4,558,750	$ 379,896
				MWDOC Capacity Charge Per CFS:		$ 11,994	

* Based on MWDOC's aggregate peak flow of 260.5 cfs on 7/12/2025 charge at MET's 2027 rate of $17,500 per cfs

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EXHIBIT C

Treatment Peaking Capacity Charge for MWDOC Member Agencies for CY 2027

Final 4/15/26

	2025	2026	2027	Peak
MWDOC's Treatment Average Daily Flow to MWD (cfs)	131.6			**131.6**

Metropolitan Treatment Peaking Capacity Charge to MWDOC for CY 2025	**$**	**4,434,920** *

Agency	TP Capacity Charge Eligible Flows (CFS) 2025	2026	2027	3-Yr Peak	CFS Share (%)	Annual TP Capacity Charge	Monthly TP Capacity Charge
City of Brea	2.8			**2.8**	0.89%	$ 39,396	**$ 3,283**
City of Buena Park	6.3			**6.3**	2.00%	$ 88,642	**7,387**
East Orange County Water District	18.5			**18.5**	5.87%	$ 260,298	**21,692**
El Toro Water District	11.3			**11.3**	3.59%	$ 158,993	**13,249**
City of Fountain Valley	0.0			**0.0**	0.00%	$ -	**-**
City of Garden Grove	12.8			**12.8**	4.06%	$ 180,098	**15,008**
Golden State Water Company	19.6			**19.6**	6.22%	$ 275,775	**22,981**
City of Huntington Beach	11.9			**11.9**	3.78%	$ 167,435	**13,953**
Irvine Ranch Water District	44.2			**44.2**	14.02%	$ 621,902	**51,825**
City of La Habra	4.2			**4.2**	1.33%	$ 59,095	**4,925**
City of La Palma	1.0			**1.0**	0.32%	$ 14,070	**1,173**
Laguna Beach County Water District	6.9			**6.9**	2.19%	$ 97,084	**8,090**
Mesa Water District	0.0			**0.0**	0.00%	$ -	**-**
Moulton Niguel Water District	41.3			**41.3**	13.10%	$ 581,098	**48,425**
City of Newport Beach	12.2			**12.2**	3.87%	$ 171,656	**14,305**
Orange County Water District	0.0			**0.0**	0.00%	$ -	**-**
City of Orange	18.8			**18.8**	5.96%	$ 264,519	**22,043**
City of San Clemente	21.1			**21.1**	6.69%	$ 296,881	**24,740**
Santa Margarita Water District (ID9)	6.7			**6.7**	2.13%	$ 94,270	**7,856**
Santa Margarita Water District	51.0			**51.0**	16.18%	$ 717,579	**59,798**
City of Seal Beach	0.1			**0.1**	0.03%	$ 1,407	**117**
Serrano Water District	0.0			**0.0**	0.00%	$ -	**-**
South Coast Water District	9.7			**9.7**	3.08%	$ 136,481	**11,373**
Trabuco Canyon Water District	0.0			**0.0**	0.00%	$ -	**-**
City of Westminster	0.0			**0.0**	0.00%	$ -	**-**
Yorba Linda Water District	14.8			**14.8**	4.70%	$ 208,239	**17,353**
			Total	**315.2**	**100%**	**$ 4,434,920**	**$ 369,577**
				MWDOC Treatment Peaking Capacity Charge Per CFS:		**$ 14,070**	

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* Based on MWDOC's average daily flows of 131.6 cfs in CY 2025 charge at MET's 2027 rate of $33,700 per cfs

EXHIBIT D

Final 4/15/2026

Treated Used Standby Capacity Charge for MWDOC Client Agencies for FY 2026-27

Net Treated Used Standby Charge = $ per AF	$ 15.00	$ 1,429,322.00

Agency	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31	2031-32	2032-33	2033-34	A 10-Yr Max	B 10 Yr Avg	A - B = C Used Standby	AF Share (%)	Net TUSCC	Monthly Charge July - December Breakdown	Monthly Charge January - June Breakdown
Brea	605.1										605	605	605	0.64%	$ 9,076.47		$ 756.37
Buena Park	1,186.2										1,186	1,186	1,186	1.24%	$ 17,792.95		$ 1,482.75
East Orange County Water District	3,293.0										3,293	3,293	3,293	3.46%	$ 49,394.86		$ 4,116.24
El Toro Water District	3,450.7										3,451	3,451	3,451	3.62%	$ 51,760.36		$ 4,313.36
Fountain Valley	2.6										3	3	3	0.00%	$ 39.00		$ 3.25
Garden Grove	1,887.5										1,888	1,888	1,888	1.98%	$ 28,312.42		$ 2,359.37
Golden State Water Company	8,069.3										8,069	8,069	8,069	8.47%	$ 121,039.16		$ 10,086.60
Huntington Beach	3,212.8										3,213	3,213	3,213	3.37%	$ 48,191.87		$ 4,015.99
Irvine Ranch Water District	11,973.2										11,973	11,973	11,973	12.57%	$ 179,597.50		$ 14,966.46
La Habra	368.4										368	368	368	0.39%	$ 5,525.98		$ 460.50
La Palma	48.4										48	48	48	0.05%	$ 726.00		$ 60.50
Laguna Beach County Water District	3,168.4										3,168	3,168	3,168	3.33%	$ 47,525.87		$ 3,960.49
Mesa Water District	0.0										-	-	-	0.00%	$ -		$ -
Moulton Niguel Water District	14,184.1										14,184	14,184	14,184	14.89%	$ 212,760.90		$ 17,730.08
Newport Beach	2,090.2										2,090	2,090	2,090	2.19%	$ 31,352.91		$ 2,612.74
Orange	4,734.1										4,734	4,734	4,734	4.97%	$ 71,011.30		$ 5,917.61
Orange County Water District	0.0										-	-	-	0.00%	$ -		$ -
San Clemente	6,156.5										6,157	6,157	6,157	6.46%	$ 92,347.24		$ 7,695.60
Santa Margarita Water District (ID9)	5,810.7										5,811	5,811	5,811	6.10%	$ 87,160.26		$ 7,263.35
Santa Margarita Water District	15,501.2										15,501	15,501	15,501	16.27%	$ 232,517.35		$ 19,376.45
Seal Beach	376.8										377	377	377	0.40%	$ 5,651.98		$ 471.00
Serrano Water District	0.0										-	-	-	0.00%	$ -		$ -
South Coast Water District	4,941.2										4,941	4,941	4,941	5.19%	$ 74,117.79		$ 6,176.48
Trabuco Canyon Water District	1,855.8										1,856	1,856	1,856	1.95%	$ 27,836.92		$ 2,319.74
Westminster	0.0										-	-	-	0.00%	$ -		$ -
Yorba Linda Water District	2,372.2										2,372	2,372	2,372	2.49%	$ 35,582.90		$ 2,965.24
Sum of MWDOC Agencies	**95,288**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**95,288**	**95,288**	**95,288**	**100.00%**	**$ 1,429,322.00**		$ 119,110.17

*totals may not foot due to rounding

	2026 July - December	2027 January - June
6 Month Charge		$ 714,661.00
6 Month Net TUSCC Charge		$ 119,110.17

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EXHIBIT E

Final 4/15/2026

Treated Remaining Standby Capacity Charge for MWDOC Client Agencies for FY 2026-27

Net Treated Used Standby Charge = $ per AF		$ 72.00	$ 6,860,743.00

Agency	2024-25	2025-26	2026-27	2027-28	2028-29	5 Year Max	AF Share (%)	Net TRSCC	Monthly Charge July - December Breakdown	Monthly Charge January - June Breakdown
Brea	605					605	0.64%	$ 43,567.06		$ 3,630.59
Buena Park	1,186					1,186	1.24%	$ 85,406.13		$ 7,117.18
East Orange County Water District	3,293					3,293	3.46%	$ 237,095.25		$ 19,757.94
El Toro Water District	3,451					3,451	3.62%	$ 248,449.61		$ 20,704.13
Fountain Valley	3					3	0.00%	$ 187.20		$ 15.60
Garden Grove	1,888					1,888	1.98%	$ 135,899.57		$ 11,324.96
Golden State Water Company	8,069					8,069	8.47%	$ 580,987.75		$ 48,415.65
Huntington Beach	3,213					3,213	3.37%	$ 231,320.86		$ 19,276.74
Irvine Ranch Water District	11,973					11,973	12.57%	$ 862,067.66		$ 71,838.97
La Habra	368					368	0.39%	$ 26,524.72		$ 2,210.39
La Palma	48					48	0.05%	$ 3,484.79		$ 290.40
Laguna Beach County Water District	3,168					3,168	3.33%	$ 228,124.08		$ 19,010.34
Mesa Water District	0					-	0.00%	$ -		$ -
Moulton Niguel Water District	14,184					14,184	14.89%	$ 1,021,251.95		$ 85,104.33
Newport Beach	2,090					2,090	2.19%	$ 150,493.92		$ 12,541.16
Orange	4,734					4,734	4.97%	$ 340,854.12		$ 28,404.51
Orange County Water District	0					-	0.00%	$ -		$ -
San Clemente	6,157					6,157	6.46%	$ 443,266.59		$ 36,938.88
Santa Margarita Water District (ID9)	5,811					5,811	6.10%	$ 418,369.07		$ 34,864.09
Santa Margarita Water District	15,501					15,501	16.27%	$ 1,116,082.85		$ 93,006.90
Seal Beach	377					377	0.40%	$ 27,129.51		$ 2,260.79
Serrano Water District	0					-	0.00%	$ -		$ -
South Coast Water District	4,941					4,941	5.19%	$ 355,765.27		$ 29,647.11
Trabuco Canyon Water District	1,856					1,856	1.95%	$ 133,617.18		$ 11,134.76
Westminster	0					-	0.00%	$ -		$ -
Yorba Linda Water District	2,372					2,372	2.49%	$ 170,797.86		$ 14,233.15
Sum of MWDOC Agencies	**95,288**	**-**	**-**	**-**	**-**	**95,288**	**100%**	**6,860,743**	**-**	**$ 571,728.58**

*totals may not foot due to rounding

	2026 July - December	2027 January - June
6 Month Charge		$ 3,430,371.50

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Exhibit F

MWDOC Member Agency Choice Services Program Summary

Cost Allocations by Agencies for FY 2026-27

DRAFT

Retail Agency	Water Use Efficiency [1]	School Education (K-2)[2]	School Education (3-5)[2]	School Education (6-8)[2]	School Education (9-12)[2]	Water Loss Control Program [3]	Total Choice Allocation [4]
Brea	$ 14,010.37	$ -	$ -	$ -	$ -	$ -	**$ 14,010**
Buena Park	$ 48,507.32	$ -	$ -	$ -	$ -	$ -	**$ 48,507**
East Orange County WD	$ 53.71	$ -	$ -	$ -	$ -	$ -	**$ 54**
El Toro WD	$ 22,687.00	$ -	$ -	$ -	$ -	$ -	**$ 22,687**
Fountain Valley	$ 3,948.72	$ -	$ -	$ -	$ -	$ -	**$ 3,949**
Garden Grove	$ 14,528.48	$ -	$ -	$ -	$ -	$ -	**$ 14,528**
Golden State Water Company	$ 10,131.04	$ -	$ -	$ -	$ -	$ -	**$ 10,131**
Huntington Beach	$ 26,244.93	$ -	$ -	$ -	$ -	$ -	**$ 26,245**
Irvine Ranch WD	$ 290,350.19	$ -	$ -	$ -	$ -	$ -	**$ 290,350**
La Habra	$ 4,276.62	$ -	$ -	$ -	$ -	$ -	**$ 4,277**
La Palma	$ 1,121.41	$ -	$ -	$ -	$ -	$ -	**$ 1,121**
Laguna Beach County WD	$ 1,428.17	$ -	$ -	$ -	$ -	$ -	**$ 1,428**
Mesa Water	$ 64,587.81	$ -	$ -	$ -	$ -	$ -	**$ 64,588**
Moulton Niguel WD	$ 137,774.42	$ -	$ -	$ -	$ -	$ -	**$ 137,774**
Newport Beach	$ 12,600.02	$ -	$ -	$ -	$ -	$ -	**$ 12,600**
Orange	$ 51,074.02	$ -	$ -	$ -	$ -	$ -	**$ 51,074**
Orange County WD	$ -	$ -	$ -	$ -	$ -	$ -	**$ -**
San Clemente	$ 36,771.53	$ -	$ -	$ -	$ -	$ -	**$ 36,772**
Santa Margarita Water District (ID9)	$ -	$ -	$ -	$ -	$ -	$ -	**$ -**
Santa Margarita Water District	$ 122,370.78	$ -	$ -	$ -	$ -	$ -	**$ 122,371**
Seal Beach	$ 1,277.40	$ -	$ -	$ -	$ -	$ -	**$ 1,277**
Serrano WD	$ 122.16	$ -	$ -	$ -	$ -	$ -	**$ 122**
South Coast WD	$ 33,299.37	$ -	$ -	$ -	$ -	$ -	**$ 33,299**
Trabuco Canyon WD	$ 4,011.41	$ -	$ -	$ -	$ -	$ -	**$ 4,011**
Tustin	$ 13,624.30	$ -	$ -	$ -	$ -	$ -	**$ 13,624**
Westminster	$ 1,458.07	$ -	$ -	$ -	$ -	$ -	**$ 1,458**
Yorba Linda WD	$ 36,647.43	$ -	$ -	$ -	$ -	$ -	**$ 36,647**
Anaheim	$ 315.57	$ -	$ -	$ -	$ -	$ -	**$ 316**
Fullerton	$ 247.51	$ -	$ -	$ -	$ -	$ -	**$ 248**
Santa Ana	$ 266.24	$ -	$ -	$ -	$ -	$ -	**$ 266**
Orange County Total	**$ 953,736**	**$ -**	**$ -**	**$ -**	**$ -**	**$ -**	$ 953,736

DRAFT
TBD: Pending Each Agency's Level of Service

Note: Totals may not foot due to rounding.

**** These numbers are draft and subject to change**

[1] Preliminary Cost Allocation for the Choice Water Use Efficiency Program for FY 2026-27.

[2] FY 2026-27 costs dependent upon selection of vendor and each agency's level of participation.

[3] For FY 2026-27 the Water Loss Control Program includes Technical Assistance (Year XI) and the Water Loss Control Shared Services (Year VII). Agency costs will vary based on the selection of technical assistance and shared services.

[4] Actual costs for the programs will be reflected based on agency selections, roll-over of funds from prior fiscal years, and any changes an agency may make throughout the fiscal year.