Municipal Water District of Orange County

Fall 2026 Update

Final Budget for Fiscal Years 2026-27 & 2027-28



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BUDGET OVERVIEW

The Municipal Water District of Orange County (MWDOC or District) serves as The Metropolitan Water District of Southern California (Metropolitan) Member Agency representative for the majority of Orange County, advocating on behalf of its 27 Member Agencies, which include 13 cities, 13 water districts, and one groundwater wholesale agency, to ensure reliable, cost-effective water supplies for Orange County residents and ratepayers.

The MWDOC Budget schedule was set up to facilitate the budget and rate schedules of our Member Agencies. On February 11, staff presented the 1st Draft Budget to the Administration & Finance (A&F) Committee. The 2nd Draft Budget, incorporating comments from the February A&F Committee discussion and any from our Member Agencies, was presented at the A&F Committee meeting on March 11. The 3rd (FINAL) Draft Budget presentation was at the A&F Committee meeting on April 8, with adoption of the FINAL Biennial Budget for Fiscal Years (FY) 2026-27 and 2027-28 at the Board of Directors (Board or Director) meeting on April 15.

Included is a Budget Narrative list of proposed key financial changes, adjustments, and annotations, along with the reserve policy targets and the proposed employee merit pool percentage. The Budget Narrative also includes a detailed description of the District's key priorities and initiatives by cost center for FY 2026-27 and FY 2027-28.

BUDGET HIGHLIGHTS

Pertinent aspects of MWDOC's Final Budget for FY 2026-27 and FY 2027-28 include:

PROPOSED RATES AND CHARGES

- Charges are calculated under the rate structure methodology adopted by the MWDOC Board:
    - A proposed retail meter service rate of $15.70 per retail meter for FY 2026-27, an increase of $0.45 **(2.95%),** and $16.25 per retail meter for FY 2027-28, an increase of $0.55 **(3.50%)**. This is consistent with last year's Budget-projected rate increase, adhering to the notion of modest and gradual rate increases; and
    - A proposed Groundwater Customer Charge of $427,658 for FY 2026-27, an increase of $13,287 **(3.21%),** and $441,989 for FY 2027-28, an increase of $14,331 **(3.35%)**.

REVENUE HIGHLIGHTS

- **Total Revenue:** FY 2026-27 total revenue of $205,517,012 includes Core, Choice, water sales, outside funding, and Water Emergency Response Organization of Orange County (WEROC). This is an overall decrease of -$14,805,367 (-6.72%), mainly due to the water sales projections for FY 2026-27. FY 2027-28 total revenue is $226,561,974 .
    - **Consolidated (Core and Choice) Revenue:** The FY 2026-27 Consolidated (Core and Choice) Budget is $15,536,199 (revenue). This is an increase of $1,768,040 (12.8%) over the FY 2025-26 Budget, mainly due to an increase in Choice Program activity, which will be refined at the mid-cycle review. The FY 2027-28 Consolidated (Core and Choice) Budget is $16,155,705. Note: The Consolidated Budget does not include Outside Funding for Water Use Efficiency (WUE) Programs.
        - **Core Revenue:** FY 2026-27 total revenue for the Core Budget is $12,081,427, an increase of $684,168 (6.0%) over FY 2025-26 Budget. The anticipated interest revenue is budgeted

at $962,952, a $46,952 increase (5.1%) to reflect current market earnings. FY 2027-28 total revenue for the Core Budget is $12,226,451.

- **Choice Revenue:** FY 2026-27 Choice revenue and expenses are balanced at $3,454,772, an increase of $1,083,872 (45.7%) over the FY 2025-26 Budget. FY 2027-28 Choice revenue and expenses are balanced at $3,929,254. Both years will be refined at the mid-cycle review based on final Member Agency participation.

- **Outside Funding:** FY 2026-27 outside funding used by WUE from rebates and grants is budgeted at $6,942,515, a decrease of -$1,406,983 (-16.9%) in funding over the FY 2025-26 Budget. This is mainly due to a decrease in anticipated activity in the Metropolitan regional rebate program. FY 2027-28 outside funding is budgeted at $6,235,562, a decrease of -$706,953 (-10.2%) from FY 2026-27.

EXPENSE HIGHLIGHTS

- **Total Core Expenses:** The total expenses for the Core Budget for FY 2026-27 are $12,021,220, an increase of $622,609 (5.5%) over FY 2025-26 Budget. Total expenses for the Core Budget for FY 2027-28 are $12,290,957, an increase of $269,737 (2.2%). The most significant drivers of increased Core expenses are Consulting Services, Building Expenses, and Employee Salaries/Benefits.
  - **Consulting Services:** The increase in Consulting Services expenses is due to several Engineering efforts, including pass-through-funded Shared Services, as well as the Comprehensive Salary and Benefits Study.
  - **Building Expenses:** Building maintenance and facility improvements, including the completion of the Joint Boardroom audio-video system, installation of shading material, and a noise-cancelling system to reduce office noise.
  - **Succession Planning (FY 2027-28):** FY 2027-28 includes an increase to Employee Salaries/Benefits for succession planning to prepare for the retirement of critical employees.
- **Budget Reorganization:** This Biennial Budget includes expense reassignments to more appropriately capture the breadth of MWDOC's activities and Shared Services efforts for more efficient management and tracking (for example, the transfer of Center for Demographic Research (CDR) support from Administration to Engineering cost centers and the centralization of all District-wide software subscriptions in the Information Technology (IT) cost center).

IMPACTS ON RESERVES

- The proposed Final Budget estimates a net put of $60,207 into reserves for FY 2026-27 and estimates a net draw of -$64,506 from reserves for FY 2027-28.

OTHER HIGHLIGHTS

- **Total Water Budget:** The proposed Total Water Budget for FY 2026-27 includes Water Purchases of 119,158 acre-feet (AF) and anticipated Local Resource Program incentives of $2,872,750, a decrease of -$967,826 (-25.2%) from the FY 2025-26 Budget. The proposed Total Water Budget for FY 2027-28 includes Water Purchases of 124,158 AF and anticipated Local Resource Program incentives of $2,987,660. Year 2 projections are preliminary and will be refined at the mid-cycle review based on Metropolitan's adopted rates and charges.

- **Compensation Pool:** For FY 2026-27, the 2025 annual Consumer Price Index (CPI) of 3.20% for the region yields a compensation pool of 5.92%, which was used to calculate the increase in employee salary expense. For FY 2027-28, the University of California, Los Angeles (UCLA) Anderson School economic forecast projects a regional CPI of 3.35%, yielding a preliminary compensation pool of 6.20%, which will be refined at the mid-cycle review based on actual 2026 CPI data. No COLA (Cost of Living Adjustment) is being proposed.
- **Staffing Levels:** For FY 2026-27, the overall staffing level decreases by 0.14 Full-Time Equivalent (FTE) due to organizational restructuring, including the transition of a Choice-funded finance position to Core funding and the repurposing of other positions. This resulted in a 1.42 FTE decrease in Choice-funded staffing and a 1.28 FTE increase in Core-funded staffing (based on anticipated Choice-funded program activity and to prepare for succession planning). FY 2027-28 includes an overall increase of 1.05 FTEs due to succession planning to prepare for the retirement of critical employees.

KEY PRIORITIES AND INITIATIVES

MWDOC's functions and services span several key areas in support of its Member Agencies and Orange County's long-term water reliability. At the core of MWDOC's work is Metropolitan representation and water policy, through which MWDOC monitors, analyzes, and engages on Metropolitan policy, rates, and regional water supply issues to ensure Orange County's interests are represented in decisions that affect the cost and reliability of imported water. MWDOC also provides long-term water supply and demand analysis and infrastructure coordination with Metropolitan, as well as administers the Water Emergency Response Organization of Orange County (WEROC), which delivers emergency management services to 36 water and wastewater agencies across the county. The District conducts federal, state, and local legislative advocacy on issues critical to Orange County's water future.

MWDOC's Choice-based Shared Services programs have grown significantly in recent years, reflecting strong and expanding Member Agency participation. By pooling resources across the service area, these programs provide Member Agencies with access to high-quality, professionally managed services, from conservation compliance support to leak detection and water education, at a fraction of the cost of implementing them individually. In support of water use efficiency, MWDOC administers a broad menu of landscape and indoor water efficiency programs, rebates, and grants on behalf of Member Agencies, leveraging Metropolitan and federal funding to minimize local costs while supporting state regulatory compliance. MWDOC's Water Loss Control program complements these efforts by providing technical assistance, leak detection, meter accuracy testing, and pressure surveys that help Member Agencies reduce system losses, comply with state regulations, and avoid costly infrastructure damage. The District also supports Member Agencies through K-12 water education and workforce development programs throughout Orange County.

NEW ITEMS INCLUDED FOR FY 2026-27 & FY 2027-28

The following new initiatives were incorporated into the Budget following Board discussion and direction:

COMPREHENSIVE SALARY AND BENEFITS STUDY

- As MWDOC maintains its commitment to succession planning and prepares for upcoming retirements and recruitments, a comprehensive understanding of both salary and benefits competitiveness is

essential to attract and retain top talent. While the District's policy is to perform a Salary Benchmark Survey every three years (last completed in Spring 2024, with the next scheduled for Fall 2026-Spring 2027), these surveys do not closely evaluate the benefits component or compare MWDOC's benefits to those of similar agencies. Staff proposes initiating a Comprehensive Salary and Benefits Study early in FY 2026-27. The concurrent review of the District's benefits and salaries will provide an opportunity to reduce duplicative analysis and yield a comprehensive set of recommended changes that support one another.

- Estimated cost: $60,000 in FY 2026-27.

EXPANSION OF EDUCATION PROGRAM INITIATIVES

- This increase supports the expansion of education and workforce development programming, including new Career Technical Education partnerships, teacher training and professional learning opportunities, engagement with post-secondary institutions, student-focused events, and regional workforce collaboration initiatives.
    - Estimated Cost: A $10,000 increase to the Education Initiatives allocation within Cost Center 33 would raise the total from $35,000 to $45,000 for FY 2026–27 and FY 2027–28.

ORANGE COUNTY TAXPAYERS ASSOCIATION MEMBERSHIP

- The Orange County Taxpayers Association (OC TAX) is a nonpartisan organization that promotes efficient, economical, and accountable government in Orange County. OC TAX hosts events, publishes research, and facilitates dialogue among business leaders, elected officials, and community stakeholders on fiscal policy issues. Membership would provide MWDOC with enhanced visibility among Orange County's business and civic leadership, opportunities to educate key stakeholders about water supply reliability and infrastructure needs, and a platform to advocate for sound policies that support long-term water system sustainability. Members receive analyses of tax and spending proposals, meet regularly with government leaders, and have a clear voice in public policy issues. In addition, OC TAX hosts regular events with the Orange County federal, state, and local delegations, providing additional opportunities for engagement and advocacy. Membership aligns with MWDOC's strategic priorities and communication objectives.
    - Estimated Cost: $2,500 per year, initiating in FY 2026-27.

SUSTAIN SOUTHERN CALIFORNIA MEMBERSHIP

- Sustain Southern California (Sustain SoCal) accelerates cleantech economic growth and sustainability initiatives through innovation, collaboration, and education, fostering cooperation among the public, private, and academic sectors. Membership would position MWDOC at the intersection of water, energy, and cleantech across the region, with benefits including cross-sector networking, exposure to emerging water-management technologies, enhanced visibility, and engagement on legislation and policy. Mentorship and strategic partnership opportunities align with MWDOC's commitment to innovation and regional leadership.
    - Estimated Cost: $2,000 per year, initiating in FY 2026-27.

DIRECTOR COMPENSATION ADJUSTMENT

- Pursuant to Chapter 2 of Division 10 of the Water Code of the State of California (Water Code § 20202), Director compensation may be increased by a maximum of 5.0% for each consecutive calendar year since the last approved compensation adjustment. The Board chose to align Director compensation with the Urban Consumer Price Index (CPI), at 3.20% for FY 2026-27 (adopted April 15, 2026, Ordinance No. 57). For FY 2027- 28, Director compensation will be preliminarily projected based on Board direction during the mid-cycle review in February 2027, taking into account the 2026 CPI data and the adjustment approved for Year 1.
    - Cost: $17,062 in FY 2026-27 based on Urban CPI at 3.20% plus $2,880 cost to post required notice; and $18,679 in FY 2027-28 based on UCLA Anderson School economic forecast model CPI estimated at 3.35% plus $2,995 cost to post required notice.

ITEMS NOT INCLUDED IN THE FINAL BUDGET

The following items are not incorporated into the Final Budget and will be presented for Board discussion and direction at the mid-cycle review period:

MWDOC RELIABILITY STUDY UPDATE

- MWDOC's last comprehensive Water Reliability Study was completed in 2023. An updated study would assess current and projected water supply reliability in Orange County, evaluate the adequacy of existing and planned water supply portfolios, analyze potential supply disruption scenarios, and provide recommendations to enhance regional water supply resilience. The study would incorporate recent developments, including Metropolitan's Climate Adaptation Master Plan for Water (CAMP4W), Pure Water Southern California, Colorado River post-2026 guidelines, State Water Project conditions, and local resource development. An updated Water Reliability Study would provide critical analytical support for MWDOC's advocacy on Metropolitan issues, inform Member Agency planning processes, and guide the District's strategic priorities.
    - Based on feedback received, staff will return to the Board for discussion at the mid-cycle point to review timing for initiation of study.
    - Estimated Cost: $225,000 in the first year of the study period covered via reserve funds, and up to $225,000 in the second year of the study period based on assessment of study costs.

GENERAL MANAGER'S TRANSMITTAL LETTER

MWDOC BIENNIAL BUDGET FOR FISCAL YEARS 2026-27 & 2027-28

I am pleased to present the Municipal Water District of Orange County's (MWDOC or District) Biennial Budget for Fiscal Years (FY) 2026-27 and 2027-28. This represents a significant milestone in our District's financial planning and management, aligning our budget process with The Metropolitan Water District of Southern California's (Metropolitan) biennial cycle while enhancing our ability to provide predictable, high-quality services to our Member Agencies.

Why Two-Year Budgeting Now? The transition to biennial budgeting offers several strategic advantages that will strengthen our operations and better serve Orange County. By synchronizing with Metropolitan's budget cycle, we can ensure that our rates and charges accurately reflect the wholesale water costs passed through to our Member Agencies, eliminating the uncertainty that can arise when our budget cycles are out of alignment. This coordination is particularly important given that Metropolitan's rates and charges represent the largest component of our overall budget.

A two-year planning horizon also enables more comprehensive strategic planning, particularly for multi-year initiatives that have become increasingly central to our work. Whether we are supporting the development of 2025 Urban Water Management Plans (UWMP), implementing our integrated Geographic Information Systems (GIS), or helping Member Agencies navigate compliance with the Making Conservation a California Way of Life Framework, these efforts require sustained commitment and resources over multiple years. The two-year budget framework allows us to plan and commit resources more effectively for these long-term priorities.

Perhaps most importantly, this approach provides our Member Agencies with greater rate predictability as they develop their own budgets and manage their Proposition 218 processes. By offering a two-year rate outlook, we give our partners the clarity they need for their planning while maintaining the modest and predictable rate trajectory that has characterized MWDOC's approach in recent years. At the same time, reducing the intensity of the annual budget cycle process allows our staff to dedicate more time to program implementation and direct support for our Member Agencies.

Investing in Our Team. One of the most valuable benefits of the two-year budget framework is the enhanced capacity it provides for staff development and organizational strengthening. This budget reflects our commitment to investing in our workforce through comprehensive onboarding programs for new team members, expanded professional development opportunities, thoughtful succession planning, and strategic organizational planning that ensures we have the right capabilities to meet both current and future challenges. By providing greater stability and predictability in our budget cycle, we create more opportunities for our team to grow, develop expertise, and build the institutional knowledge that will serve Orange County's water future for decades to come.

Maintaining Flexibility. While we are adopting a two-year budget framework, we recognize that water management operates in a dynamic environment where conditions can change quickly. That is why we have built flexibility into this Budget through a comprehensive, mid-cycle review. This review will provide an opportunity to assess Year 1 (FY 2026-27) performance, refine Year 2 (FY 2027-28) projections, and respond to changing

conditions such as Metropolitan rate adjustments, regulatory developments, or emerging Member Agency needs. This balanced approach captures the strategic benefits of biennial budgeting while maintaining our ability to adapt and respond to the needs of our service area.

Commitment to Values. As we embrace this new two-year budget framework, our fundamental commitments remain unchanged. This Budget continues our dedication to modest and predictable rate increases that support cost recovery in a financially prudent manner. Every dollar we have budgeted aligns with our Board of Directors (Board) Strategic Priorities and supports our mission of providing reliable, high-quality water supplies at equitable and economical costs. We remain committed to comprehensive collaboration with our Member Agencies and to transparent, participatory budget processes that welcome input and reflect the diverse needs of Orange County's water community.

Looking Ahead. The next two years present both significant opportunities and important challenges for our region. As MWDOC commemorates its 75th anniversary, we reflect on three-quarters of a century of service to Orange County while looking forward to the work ahead. We will be expanding our GIS capabilities to provide better data and analysis for decision-making across our organization and for our Member Agencies. We will be supporting agencies as they work to achieve compliance with the Making Conservation a California Way of Life Framework, one of the most significant changes in California water regulation in recent years. And we will continue to engage deeply in Metropolitan's financial and reliability discussions, ensuring that Orange County's voice is heard as key decisions are discussed regarding regional projects, such as Pure Water Southern California, and statewide projects, such as Sites Reservoir.

This budget positions MWDOC to meet these challenges while maintaining our core mission of providing reliable, cost-effective water services. With the support and guidance of this Board, and in partnership with our Member Agencies, I am confident that the next two years will strengthen our District and enhance our service to Orange County.

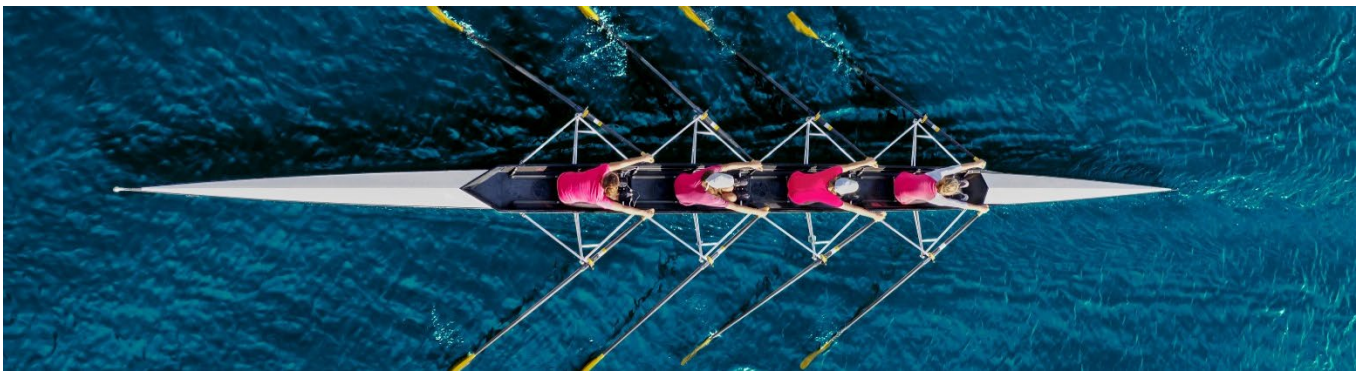
I look forward to our budget discussions and appreciate the Board's continued support and guidance.

Sincerely,



Harvey F. De La Torre
General Manager
Municipal Water District of Orange County

"I believe MWDOC plays an essential role in ensuring the County has a sustainable and reliable supply of water. With our partnering agencies, we strive to identify and implement the most cost-effective programs, projects, and activities for benefit of our service area."



DISTRICT OVERVIEW

MWDOC's Mission

To provide reliable, high-quality supplies from Metropolitan and other sources to meet present and future needs, at an equitable and economical cost, and to promote water use efficiency for all of Orange County.

Municipal Water District of Orange County (MWDOC or District) was formed in 1951 to serve the majority of Orange County as its Metropolitan Water District of Southern California (Metropolitan) Member Agency representative and to make imported water available within Orange County. In 2000, MWDOC consolidated with Coastal Municipal Water District, which had been formed in 1941 to represent Orange County coastal agencies at Metropolitan. Metropolitan representation remains MWDOC's primary purpose. Although this purpose has taken various forms and has evolved over the decades, the emphasis continues to be on Metropolitan representation and advocacy on behalf of 27 Member Agencies, which include 13 cities, 13 water districts, and one groundwater wholesale agency, to provide water reliability and value to the residents and ratepayers in Orange County. All functions included in the Biennial Budget address components of MWDOC's mission.

In June 2023, the MWDOC Board of Directors (Board or Director) identified seven Strategic Priorities via a public, multi-session process that incorporated feedback and input from various stakeholders, including Member Agency representatives. This effort was intentionally built upon the foundational work completed through the Member Agency Facilitated Discussions Project to ensure MWDOC's Strategic Priorities aligned with the needs of the community and our Member Agencies. These key priorities were developed through a facilitated process to be consistent with MWDOC's authority, mission, and roles.

Topic Area	Board Strategic Priorities
MWDOC's Mission	Clarify MWDOC's mission and roles by defining those functions and actions that help provide cost-effective, long-term water reliability and security for its Member Agencies and Orange County constituents.
Metropolitan Policy Positions	Balance support for Metropolitan's regional mission and Orange County values and interests, with an emphasis on completing the Integrated Water Resources Plan (IRP) and shaping a sustainable business model.
Metropolitan Director Consultation	Ensure that Metropolitan Directors regularly reach out to and collaborate with MWDOC's Member Agencies to represent their interests and needs at Metropolitan.
Reliability Planning	Work with Member Agencies to develop water supply and demand objectives that take a broad view of cost-effective options to increase supply and manage demands.
Member Agency Collaboration	Solicit input and feedback from Member Agencies to support their needs and create opportunities that benefit Orange County's water future.
Communications	Strengthen communications and coordination of messaging with Member Agencies, tailored to large and small agency needs.
Staff Development	Invest in workforce development and succession planning to continuously strengthen and renew MWDOC's staff capabilities.

In September 2023, the Board approved staff's Implementation Plan [1], which outlines the "means" (actions/programs) staff developed to help achieve these overarching Strategic Priorities. The Implementation Plan is a cornerstone for the General Manager's annual goal-setting process. Integrating the strategic priorities into the General Manager's goals ensures that the top leadership of MWDOC is fully committed to and accountable for driving these priorities forward. It also provides clear directions as to what is expected by the Board.

The Implementation Plan also identifies resource needs, which will be integrated into the biennial budgeting process. It ensures that financial, personnel, or technological resources are allocated efficiently to support Strategic Priorities. Information has been utilized to identify whether a resource gap exists that could hinder progress and, if necessary, gives guidance on whether additional resources should be recommended during the budget-setting process.

To utilize the lessons learned through the 2022 Member Agency Facilitated Discussions [2], comments and suggestions from several Member Agencies were woven into the Implementation Plan. This included the core objective: for MWDOC and its Member Agencies to partner more collaboratively. Through this process, there was consensus among the Member Agencies that MWDOC should avoid establishing a process perceived as "telling agencies what is needed," but rather seek out what the agencies want and need from MWDOC. This has been reflected in improved communication methods and in the approach MWDOC used when developing the programs, studies, and shared services in the Choice Programs.



[1] Staff Implementation Plan: https://go.mwdoc.com/4TZVGW

[2] Facilitated Discussions with MWDOC Member Agencies, Phase 1 (February 2022) https://tinyurl.com/FDMMAP1; Facilitated Discussions, with MWDOC Member Agencies, Phase 2 (December 2022) https://tinyurl.com/FDMMAP2

1. MWDOC BUDGET PROCESS & SCHEDULE

The MWDOC Board adopts the *Biennial Budget for Fiscal Years 2026-27 & 2027-28* at the April 15, 2026 Board meeting. This timeline is implemented to facilitate the budget and rate schedules of our Member Agencies. The Draft Budgets are presented to the Administration & Finance (A&F) Committee. The 1st Draft Budget was presented on February 11, 2026, the 2nd Draft Budget on March 11, 2026, and the Final (3rd) Draft Budget on April 8, 2026.

The Budget includes a list of proposed key financial changes, adjustments, and annotations, along with updates to the reserve targets and the proposed merit pool percentages for both fiscal years. The Year 1 (FY 2026-27) merit pool calculations are based on the final 12-month Consumer Price Index (CPI) average for 2025, while the Year 2 (FY 2027-28) merit pool is preliminarily estimated and subject to refinement based on 2026 data.

This Budget Narrative includes a description of the District's key priorities and initiatives for FY 2026-27 and FY 2027-28. As part of the biennial budget process, the General Manager meets with each cost center lead to review current and projected cost center budgets for both fiscal years, including anticipated Choice Budget activity.

Similar to MWDOC's previous annual budget process, the Choice Budget elections occur on a distinct schedule that accommodates our Member Agencies' planning cycles. For Year 1 (FY 2026-27), staff bring back a revised FINAL Choice Budget in Fall 2026 to reflect reconciliations and final program commitments of Member Agencies. For Year 2 (FY 2027-28), the mid-cycle review also provides updated Choice Program offerings and preliminary participation commitments, with final reconciliation occurring in Fall 2027. It should be noted that changes to Choice Programs do not affect the rates and charges adopted in April 2026 for Core activities.

FY 2026-27 & FY 2027-28 BUDGET SCHEDULE

NOVEMBER 2025

- Notification to Member Agencies of the start of the biennial budget process and solicitation of input
- Begin internal preparation of budget document

DECEMBER 2025 AND JANUARY 2026

- Review of preliminary budget input by staff on a line-item basis
- Preparation of an internal, draft conceptual budget, and review changes for the upcoming fiscal year
- Request for Member Agencies' preliminary indication of participation in Choice Programs

FEBRUARY 2026

- Review of 1st Draft Budget with A&F Committee with discussion of budget issues with Member Agencies for feedback (2-11-26)
- Formally request comments from all Member Agencies
- Member Agencies' INITIAL participation in Choice-funded Programs (2-17-26)
- Discuss 1st Draft Budget at Member Agency Managers Meeting (2-19-26)
- Meet with Member Agencies as requested or scheduled

MARCH 2026

- Revised information is completed on the prior year's Choice-funded benefits to Member Agencies to serve as the basis of charging agencies for the upcoming year's Choice-funded activities
- Discuss 2nd Draft Budget at A&F Committee (3-11-26)
- Review 2nd Draft Budget at Member Agency Managers' Meeting (3-19-26)
- Update Choice-funded Program Participation
- Member Agencies submit Formal Comments on the Budget (3-27-26)

APRIL 2026

- 3rd/FINAL Draft Budget and Rates are presented to A&F Committee (4-8-26)
- Member Agencies' Formal Comments are presented to A&F Committee (4-8-26)
- Board approval of FINAL Biennial Budget and Rates (4-15-26)

AUGUST 2026

- Reconciliation of the prior fiscal year's Choice-funded Programs participation

OCTOBER/NOVEMBER 2026

- Updated Choice FY 2026-27 FINAL Budget
    - Presented to A&F Committee (10-14-26)
    - Board action (10-21-26)

JANUARY 2027

- Request for Member Agencies' preliminary indication of participation in Choice Programs

FEBRUARY 2027

- Mid-cycle review of Budget is presented to A&F Committee (2-10-27)
- Member Agencies' INITIAL participation in Choice-funded Programs (2-16-27)

MARCH 2027

- Revised information is completed on the prior year's Choice-funded benefits to Member Agencies to serve as the basis of charging agencies for the upcoming year's Choice-funded activities
- Update Choice-funded Program Participation

AUGUST 2027

- Reconciliation of the prior fiscal year's Choice-funded Programs participation

OCTOBER/NOVEMBER 2027

- Updated FINAL FY 2027-28 Choice Budget
    - Presented to A&F Committee (10-13-27)
    - Board action (10-20-27)

2. MWDOC BUDGET PRINCIPLES

Staff continues to utilize the following Budget Principles to develop the Draft Budget:

- **Principle #1: Budget Investments Align with MWDOC's Priorities & Values**
  - The Budget should reflect the mission and goals of MWDOC and support our proposed activities in alignment with the Board's Strategic Priorities to provide value to our Member Agencies. The Budget process should be transparent and readily facilitate public review and input.
- **Principle #2: Activities Based on a County-wide Perspective**
  - MWDOC's service area extends to Orange County's borders, and the budgeted activities must comprehensively address issues, needs, and benefits for both the entire service area and our regional involvement with Metropolitan.
- **Principle #3: Efficient Program Design & Performance**
  - Budgeted programs must consider complementary and cooperative designs to maximize benefits and value from other regional and local water resource programs.
- **Principle #4: Cost Recovery**
  - The Budget will be developed to support cost recovery of all expenses via the rates and charges in a financially prudent manner, adhering to our Reserve Policy.
- **Principle #5: Compliance with Administrative Code**
  - The proposed Budget and budget process should fully comply with applicable sections of the MWDOC Administrative Code.



3. DISTRICT RESERVES

One goal of the budget process is the early identification of the impact on Reserve Funds. The stated goals of the Board are to have reserves fully funded and to balance the Budget to meet those reserve targets. In essence, if the combination of the previous Fiscal Year's audited reserve balances and the current Fiscal Year's year-end estimates indicates that the reserve target will be exceeded, then the proposed Budget should include a draw from the reserve balance down to the target. Conversely, if the projected total reserve balance drops below the target, the proposed Budget should increase the budgeted contribution to bring the reserves back up to the target.

In FY 2022-23, the Board undertook a comprehensive review of its Reserve Policy, which involved several work group meetings and committee discussions. The goal was to better align the Reserve Funds and their targets with the District's needs and priorities. The result clarified the use and function of each reserve account.

Designated Reserves are as follows:

- **Operating Reserve** - The Operating Reserve has been established to fund emergency expenditures, cover unbudgeted and unanticipated costs, and provide working capital if needed. MWDOC has established a target for the Operating Reserve to equal 120 days of cash on hand.
- **Election Reserve** - The Election Reserve funds seven elections every four years. The estimated cost of elections and needed reserve levels shall be updated annually as part of the budget process. If the amount in the Election Reserve exceeds the estimated costs, the Board may consider alternative uses to reduce the District's long-term costs.
- **Other Post-Employment Benefits (OPEB) Reserve** - The Board requested that staff fully fund the OPEB liability in 2016. The actuarial recommendation is to fund between 85% and 95% of the liability and place the remaining amount in an OPEB Reserve fund to avoid overfunding the OPEB trust. This recommendation was implemented in September 2016 with an OPEB Reserve balance of $209,000 to equal MWDOC's Unfunded Liability at that time. Beginning in 2018, the OPEB Reserve will be re-evaluated every two years after each actuarial study, and funds may be transferred to the OPEB trust to stay within the funding range.

Additional Reserve Funds are as follows:

- **General Operations Fund** - Funds used to pay for the District's annual operating expenses. Revenue generated from this fund includes annual meter and groundwater charges.
- **Water Purchase Payments Fund** - Fund that holds amounts paid by Member Agencies for water purchases in advance of the Metropolitan payment date.
- **Conservation Fund** - Fund includes grants, Metropolitan, and Member Agency payments for Water Use Efficiency. These funds may have a negative balance when MWDOC pays rebates and invoices in advance.
- **Trustee Activities** – Funds held for specific trustee activities, such as the Allen McCullough Pipeline (AMP).

Current District investments and cash balances are reflected monthly as part of the A&F Committee Treasurer's Report (1.e. Consolidated Summary of Cash & Investments).

4. COMPENSATION GUIDELINES

MWDOC's compensation system is designed to attract, retain, and reward talented professionals who serve Orange County's water community. This section outlines the guidelines for both Director and staff compensation, including the methodologies used to determine appropriate salary adjustments for the biennial budget period.

DIRECTOR COMPENSATION

Pursuant to Chapter 2 of Division 10 of the Water Code of the State of California (Water Code § 20202), Director compensation may be increased by a maximum of 5.0% for each consecutive calendar year since the last approved compensation adjustment. The Board approved a 2.5% increase in Director compensation for FY 2025-26 (adopted April 16, 2025, Ordinance No. 56).

For FY 2026-27, the Board chose to align Director compensation with the Urban Consumer Price Index (CPI) at 3.20% (adopted April 15, 2026, Ordinance No. 57).

- **Cost:** $17,062 in FY 2026-27 based on Urban CPI at 3.20% plus $2,880 to post required notice; and $18,679 in FY 2027-28 based on the UCLA Anderson School economic forecast CPI estimate of 3.35% plus $2,995 to post required notice.

FY 2027-28, Director compensation will be preliminarily projected based on Board direction during the mid-cycle review in 2027, taking into account the 2026 CPI data and adjustments approved for Year 1. In April 2027, the Board will determine whether to include Director compensation adjustments in the Budget and, if so, at what level within the statutory maximum.

The following has been incorporated into the Final Budget as a placeholder pending Board direction:

- For budgeting purposes, Director compensation adjustments have been included in the Final Budget at CPI estimates, not to exceed statutory requirements.

STAFF COMPENSATION

MWDOC's compensation system includes both job classification-specific salary ranges and person-specific salaries. Annual modifications to both are implemented under different but interrelated practices. A common goal of both practices is to maintain competitive and appropriate salaries and benefits that align with the District's labor market.

JOB CLASSIFICATION SALARY RANGES

MWDOC annually adjusts salary ranges by the local CPI for the previous calendar year.

For FY 2026-27, the 2025 CPI average (through December 2025) for the Los Angeles/Long Beach/Anaheim area is 3.2%, which is lower than the 2024 annual average of 3.3%. The CPI of 3.2% falls into MWDOC's moderate inflation range. The 2025 CPI will be refined with the complete 12-month data in subsequent draft budgets.

For FY 2027-28, the salary range adjustment will be based on the 2026 calendar year CPI, which will not be available until early 2027. This adjustment will be refined during the October 2026 mid-cycle review based on available data at that time.

Every three years, MWDOC contracts for a Comprehensive Benchmark Survey that compares our job classifications with similar agencies and job functions. During the 2023-24 Comprehensive Benchmark Survey, MWDOC found limited salary range corrections to be necessary, which supported the CPI adjustment process.

EMPLOYEE-SPECIFIC SALARIES

MWDOC does not have a Cost-of-Living Adjustment (COLA). Instead, MWDOC establishes a Compensation Pool that facilitates employee salary increases allocated solely on merit. This approach differs from most water agencies surveyed, which provide defined merit and COLA components to their annual salary increases. The functional difference is that while both approaches cover merit and inflation, other agencies guarantee a COLA pay increase to all employees, whereas MWDOC employees are at risk of no salary increase depending upon their performance.

MWDOC utilizes a system of CPI-based formulas to calculate the proposed Compensation Pool. An analysis of 10-year compensation increases and CPI data was conducted to quantify the past practices that successfully maintained MWDOC's salaries as both competitive and within job classification ranges. The formula uses current inflation percentages but is also applied as a merit component to properly align with current market conditions. For example, 0% CPI would calculate as a 0% compensation pool increase and would not reward merit as intended. At the other end of the range, different problems can arise. To minimize the impact of extremes, a system of four CPI ranges with associated Compensation Pool formulas is summarized below.

COMPENSATION POOL CPI RANGES & FORMULAS		
Category	**CPI Range**	**Formula**
Negative	< 0%	2% + (CPI x 0.5)
Low	0% to 2.4%	2% + CPI
Moderate	2.4% to 4.7%	CPI x 1.85
High	> 4.7%	4% + CPI

FY 2026-27 COMPENSATION POOL (YEAR 1)

For FY 2026-27, the 2025 annual CPI of 3.2% for the region falls within the Moderate inflation range (2.4% to 4.7%). Applying the Moderate inflation range formula (CPI x 1.85) to the 3.2% CPI yields a compensation pool of **5.92%**, which was used to calculate the increase in employee salary expense for Year 1.

FY 2027-28 COMPENSATION POOL (YEAR 2 - PRELIMINARY)

For Year 2 budgeting purposes, reliable inflation estimates are based on the University of California, Los Angeles (UCLA) Anderson School economic forecast. For FY 2027-28, the UCLA Anderson forecast projects a CPI estimate of 3.35% for the region. Applying the Moderate inflation range formula (CPI x 1.85) to the estimated 3.35% CPI yields a preliminary compensation pool of **6.20%**, which was used to calculate the increase in employee salary expense for the Year 2 placeholder. The actual Year 2 salary range adjustments will continue to be based on the United States Department of Labor, Bureau of Labor Statistics CPI for the Los Angeles/Long Beach/Anaheim area. This preliminary estimate will be refined during the mid-cycle review, based on actual 2026 CPI data through the third quarter, with final calculations completed once the full 2026 calendar-year CPI data becomes available.

MARKET COMPARISON

MWDOC conducts an annual direct labor market survey as part of the budget process. The survey of approximately 20 water utilities provides an objective comparison of how MWDOC's salary system has performed relative to the market. As noted above, MWDOC's salary ranges have generally tracked labor market conditions. In addition, MWDOC salaries have largely remained in the mid-range, with only long-tenured employees approaching the range ceiling for their positions. Below are the Merit/COLA Survey results from FY 2025-26. This survey will be updated once FY 2026-27 data are collected.

MERIT/COLA 2025-26 Survey				
Agency Name	**COLA (%)**	**Merit Max (%)**	**Avg. Merit Increase Granted (%)**	**Total (%) COLA + Avg. Merit**
Calleguas Municipal Water District	NR	NR		
Eastern Municipal Water District	2.70%	5.00%	4.30%	7.00%
El Toro Water District	NC	9.30%	6.30%	6.30%
Inland Empire Utilities Agency	NR	NR		
Irvine Ranch Water District	TBD	4.00%	4.00%	4.00%
Laguna Beach County Water District	2.90%	2.50%	2.25%	5.15%
Las Virgenes Municipal Water District	3.00%	8.00%	5.00%	8.00%
Mesa Water District	3.00%	5.00%	2.50%	5.50%
Moulton Niguel Water District	5.00%	5.00%	2.50%	7.50%
Orange County Sanitation District	NC	5.00%	5.00%	5.00%
Orange County Water District	TBD	6.00%	3.00%	3.00%
San Diego County Water Authority	TBD	7.50%	5.00%	5.00%
Santa Margarita Water District	3.00%	5.00%	3.00%	6.00%
South Coast Water District	5.00%	5.00%	3.50%	8.50%
Three Valleys Municipal Water District	3.24%	8.24%	5.00%	8.24%
Walnut Valley Water District	2.50%	5.00%	5.00%	7.50%
West Basin Municipal Water District	NR	NR		
Western Municipal Water District	3.20%	5.00%	3.50%	6.70%
Yorba Linda Water District	5.00%	5.00%	5.00%	10.00%
Average	6.46%			
MWDOC	5.92%			

TBD: Determination in progress, NC: No Cola, NR: No reponse

5. BUDGET INPUT FROM MEMBER AGENCIES

MWDOC staff initiated the Biennial Budget process for FY 2026-27 and FY 2027-28 in November 2025 with an A&F Committee posting of the Budget Schedule. At the November 2025 Member Agency General Managers Meeting, Member Agencies were informed that the budget process had begun and that input was being solicited. The 1st Draft Budget was presented on February 11, 2026, the 2nd Draft Budget on March 11, 2026, and the 3rd Draft Budget was presented on April 8, 2026. Final adoption by the Board is anticipated on April 15, 2026.

Member Agency participation is vital in shaping our FY 2026-27 and FY 2027-28 Budget, and we encourage Member Agencies to share initial suggestions and subsequent comments throughout the budget development process and during the mid-cycle review. These insights are essential to delivering services and resources that meet the needs of each agency's service area over the two-year budget cycle.

While no formal written input has been received to date, staff discussions with Member Agencies have yielded positive feedback. Member Agencies expressed appreciation for the gradual, predictable rate structure and noted the value of MWDOC's inclusive, transparent approach to developing shared services programs that meet their needs. They also appreciated MWDOC staff's efforts to explain Metropolitan's new fixed treated water charges and the implications for their agencies.

6. KEY PRIORITIES & INITIATIVES

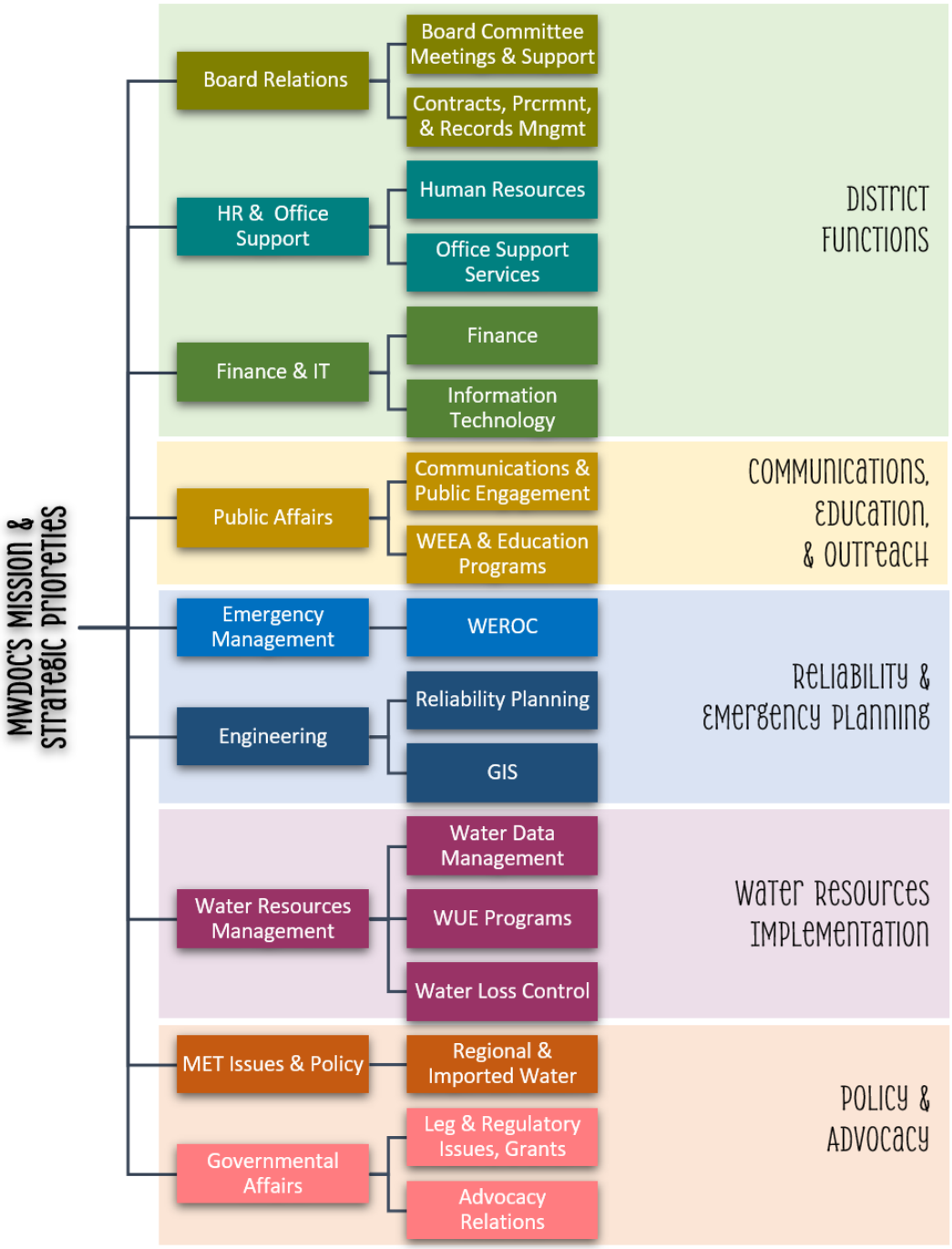
In 2024, MWDOC completed a comprehensive Needs Assessment to evaluate our organizational effectiveness, current and needed resources, and processes. The Needs Assessment sought to ensure proper alignment with the Board's Strategic Priorities by carefully examining the resources required to achieve MWDOC's mission and services. Based on the findings of this Assessment, the organizational structure was refined and is now in place to align with our strategic priorities and improve operational efficiency. The structure maintains our core services while positioning MWDOC to better meet future challenges and opportunities in outreach and advocacy, Board services, water resources management, and Member Agency support.

Central to this two-year budget is a strategic emphasis on developing and retaining our talented team. The two-year budget framework provides enhanced opportunities for comprehensive staff development initiatives, including robust onboarding programs that ensure new team members are fully integrated into MWDOC's culture and operations. We are committed to expanding professional development opportunities that build technical expertise and leadership capabilities across all levels of the organization. Thoughtful succession planning ensures continuity of institutional knowledge and prepares the next generation of leaders to guide MWDOC into the future. Additionally, enhanced organizational planning processes allow managers to develop their teams strategically, align individual development with organizational needs, and create clear career pathways for staff growth. These investments in our workforce directly support one of the Board's Strategic Priorities: strengthening and renewing MWDOC's staff capabilities through workforce development and succession planning.

The organizational structure features five focus areas:

- **District Functions**
  - Board Relations ..... Cost Center 11
  - Administration & Overhead ..... Cost Centers 12, 19
  - Human Resources ..... Cost Center 13
  - Finance & Information Technology ..... Cost Centers 41, 45
- **Communications, Education, & Outreach**
  - Public Affairs Communications ..... Cost Center 32
  - Education & Workforce Development ..... Cost Centers 30, 32, 63
- **Reliability & Emergency Planning**
  - Engineering & Planning ..... Cost Center 21, 71
  - Water Emergency Response (WEROC) ..... Cost Center 25
- **Water Resources Implementation**
  - Water Use Efficiency ..... Cost Centers 34, 35, 62
  - Water Loss Control ..... Cost Centers 36, 70
- **Policy & Advocacy**
  - Metropolitan & Water Resources ..... Cost Center 23
  - Government Affairs & Policy ..... Cost Center 31

This organizational structure achieves several interconnected objectives. It creates more efficient communication channels while enhancing collaboration between related functional areas within the District. The structure establishes clear lines of accountability for strategic priorities, ensuring that responsibilities are well-defined and trackable. Additionally, it better aligns resources with organizational objectives, ensuring that personnel, budget, and other assets are optimally distributed to support the District's core mission and goals. Importantly, this structure provides clarity for career development pathways and supports succession planning by identifying key roles and development opportunities throughout the organization.



BOARD RELATIONS

COST CENTER 11

Board Relations supports the District's governance framework, ensuring transparency, accountability, and legal compliance across all board operations and public-facing activities. From managing the full lifecycle of board meetings—including agenda preparation, minute-taking, and hybrid meeting coordination—to safeguarding public access through records management and legal notice publication, Board Relations provides essential support to uphold the District's commitment to open government. The scope of activities and initiatives extends beyond traditional board support to encompass comprehensive compliance monitoring, contract management coordination, and proactive governance of regulatory requirements to serve the District with integrity and excellence.

Fundamental activities include:

- Staff attendance, preparation, and compilation of Board and Committee agendas, packets, and minutes.
- Assists in the review and development of District policies and ensures compliance with the District Administrative Code and Contracts Manual, publishes required legal notices, and coordinates all public records requests.
- Provides the oversight and maintenance of the Electronic Records Management System for the District, ensuring that all required documents are retained in accordance with the retention schedule and legal requirements, and trains staff on policies related to accessing, storing, and transmitting electronic records.
- Ensures compliance with respect to State, County, and Fair Political Practices Commission filings and deadlines, as well as various laws and legal requirements (Brown Act, Assembly Bill (AB) 2449, AB 1234, etc.).
- Manages vacancies, publishes required election notices, and coordinates election materials with the Orange County Registrar of Voters.
- Provides support to the Office of the General Manager, including managing correspondence, handling public inquiries, and maintaining the District seal.

KEY INITIATIVES FOR FY 2026-27 & FY 2027-28

Administrative Code Updates - Conduct a comprehensive review and update of the District Administrative Code to reflect current organizational structure, operational practices, and legal requirements. This effort will ensure alignment with the 2024 Needs Assessment recommendations and incorporate lessons learned from the transition to biennial budgeting. Following the updates, provide training and guidance to staff and Board members on revised provisions to ensure smooth implementation and compliance.

Enhanced Contract Management Procedures - Implement improved contract development and compliance monitoring procedures following the organizational changes that established Board Relations as the central contract management hub. This includes developing standardized processes for contract lifecycle management, providing training and guidance for staff, and exploring enhanced reporting capabilities offered by the new Enterprise Resources Planning (ERP) system. The effectiveness of these improvements will be assessed and refined based on user feedback and operational experience.

Board Support Technology Enhancement - Evaluate and implement modernized tools for agenda management, document distribution, and hybrid meeting support to improve efficiency and accessibility for Board members, staff, Member Agencies, and the public. Tools will be refined and expanded based on user feedback and identified opportunities for additional functionality or integration.

Americans with Disabilities Act (ADA) Title II Web and Mobile Application Accessibility Rule – In April 2024, the United States Department of Justice published a rule establishing technical requirements for state and local governments to ensure their websites and mobile apps are accessible to people with disabilities. To ensure compliance, staff will evaluate all digitally available Board materials and implement standards and procedures by the April 26, 2027, deadline for special district governments.

Compliance Calendar System - Implement a centralized tracking system for all regulatory deadlines and filing requirements, including State, County, and Fair Political Practices Commission obligations, to ensure proactive compliance management.

Public Records Request Process Improvement - Streamline response procedures and implement enhanced tracking systems to improve efficiency, ensure compliance with legal timelines, and provide reporting on public records activity.

Records Management Optimization and Planning - Evaluate and refine electronic records management processes, including assessment of current retention practices and exploration of opportunities to enhance efficiency through technology improvements and staff training enhancements. Develop a strategic plan for electronic records management that addresses long-term storage, accessibility, and compliance needs, incorporating emerging technologies and best practices.

Cost Center 11: Board Relations	***Adopted FY25-26***	***Proposed FY26-27***	***Proposed FY27-28***	***FY25-26 to FY26-27 Variance***	***FY26-27 to FY27-28 Variance***
Director Conference & Travel Expenses (See Exh F)	53,780	53,184	55,153	(596)	1,969
Director Salaries & Benefits	601,384	632,169	654,375	30,785	22,206
Election Expenses	605,000	600,000	470,000	(5,000)	(130,000)
Employee Salaries & Benefits	605,527	496,423	522,789	(109,104)	26,366
Facilities & Vehicle Expenses	7,300	7,300	7,300	-	-
Legal Expenses (See Exh J)	235,000	230,000	235,000	(5,000)	5,000
Memberships & Sponsorships (See Exh D)	48,652	47,084	48,785	(1,568)	1,701
Other Expenses*	12,000	15,380	15,995	3,380	615
Training Expenses (See Exh J)	2,500	2,500	2,500	-	-
Expenditure Total	**2,171,143**	**2,084,040**	**2,011,897**	**(87,103)**	**(72,143)**

*Other Expenses include postage and miscellaneous expenses.

ADMINISTRATION & OVERHEAD

COST CENTERS 12, 19

Administrative Services provides support to the entire District to ensure operations run smoothly and efficiently.

Fundamental activities include:

- Oversight and maintenance of District mailing lists to provide a centralized database for staff in improving efficiencies.
- Personnel-related activities such as recruitment, screening, selection, employee orientation, benefits and compensation administration, employee documentation, performance management, research and surveys, and employee training and development.
- Implementation of personnel and mandated policies.
- Oversight of the Safety and Risk Management and the District's Workers Compensation, Liability, and Property Insurance Programs.
- Oversight of the purchase of office supplies, furniture, and equipment.
- Coordination of District Travel and Accommodations for Staff [3].
- Oversight of all items related to building facilities maintenance and management.
- Intra-District support.

KEY INITIATIVES FOR FY 2026-27 & FY 2027-28

Lunch and Learn Training Program - Continue and expand the District-wide Lunch and Learn series that provides accessible professional development opportunities for all staff. Topics will cover a broad range of subjects, including industry trends, technical skills, leadership development, wellness, and emerging issues in water management. This informal learning format encourages intra-District knowledge sharing and builds organizational capacity.

Retirement Plan Financial Advisory Services – Continue to utilize the District's financial advisor to review the 401 and 457 retirement plan investment funds and implement necessary plan improvements. This includes evaluating fund performance, assessing fee structures, reviewing investment options for appropriateness and diversity, and ensuring the plans remain competitive with market offerings. Provide one-on-one meetings with participants and

[3] A reminder that memberships outlined in the Budget's Exhibit D are approved by the Board with the adoption of the Budget. Therefore, such memberships will not be brought to the Board for individual approval. However, any new memberships not included in Exhibit D will need to be brought to the Board for consideration and approval.

Similar to memberships, standard conferences for Board and staff (such as those listed in Exhibits E and F) are approved by the Board with adoption of the Budget. This approval includes staff travel/attendance for any out-of-state conferences listed on Exhibits E and F. After Budget adoption, any new out-of-state conferences will be brought to the Board for consideration and approval.

informational meetings on the financial market, finances, and retirement. Recommendations will be developed to optimize retirement benefits for employees while maintaining fiscal responsibility.

Building Maintenance and Facility Improvements - Maintain ongoing oversight of building maintenance and repairs to ensure all necessary upkeep is performed, including the installation of shading material to reduce glare entering the office and affecting various work areas and a noise-cancelling system to reduce office noise. Continue coordination with Orange County Water District (OCWD) regarding facility improvements, including the completion of any remaining audiovisual equipment upgrades in the MWDOC/OCWD Joint Boardroom and the assessment of other facility enhancement needs.

Safety and Risk Management Program Enhancement - Conduct comprehensive reviews of the District's Workers Compensation, Liability, and Property Insurance programs to ensure appropriate coverage levels and identify opportunities for cost savings or risk mitigation. Enhance workplace safety protocols and training programs to maintain a safe working environment and minimize liability exposure.

Administrative Systems Optimization - Evaluate and refine administrative support systems, including purchasing processes, travel coordination, and District support services, to improve efficiency and responsiveness. This includes assessing opportunities for automation, streamlining approval workflows, and ensuring administrative functions align with the organizational structure implemented following the 2024 Needs Assessment.

Database Management Enhancement - Continue overseeing and optimizing District mailing lists, ensuring centralized databases remain current and support efficient communication across the District and with external stakeholders. Implement improvements to data management practices and explore opportunities for enhanced functionality.

Cost Center 12: Administration	*Adopted FY25-26*	*Proposed FY26-27*	*Proposed FY27-28*	*FY25-26 to FY26-27 Variance*	*FY26-27 to FY27-28 Variance*
CDR Support**	72,650	-	-	(72,650)	-
Employee Conference & Travel Expenses (See Exh E)	128,397	45,955	47,270	(82,442)	1,315
Employee Salaries & Benefits	794,697	695,899	698,007	(98,798)	2,108
Facilities & Vehicle Expenses	4,750	4,750	4,940	-	190
Memberships & Sponsorships (See Exh D)	151,684	34,663	36,049	(117,021)	1,386
Other Expenses*	24,300	21,020	21,661	(3,280)	641
Professional Services (See Exh J)	-	21,000	21,840	21,000	840
Training Expenses (See Exh J)	6,000	-	-	(6,000)	-
Expenditure Total	**1,182,478**	**823,287**	**829,767**	**(359,191)**	**6,480**

*Other Expenses include temporary help expenses, business expenses, book subscriptions, and miscellaneous expenses.

**Cost Center reassigned (CDR Support moved from Cost Center 12 to Cost Center 21).

Cost Center 19: Overhead	*Adopted FY25-26*	*Proposed FY26-27*	*Proposed FY27-28*	*FY25-26 to FY26-27 Variance*	*FY26-27 to FY27-28 Variance*
Employee Salaries & Benefits	769,357	987,236	1,058,453	217,879	71,217
Facilities & Vehicle Expenses	214,325	303,936	238,095	89,611	(65,841)
Other Expenses*	167,717	159,034	165,331	(8,683)	6,297
Professional Services (See Exh J)	5,000	975	1,014	(4,025)	39
Expenditure Total	**1,156,399**	**1,451,181**	**1,462,893**	**294,782**	**11,712**

*Other Expenses include health insurance for retirees, office supplies, postage, reproduction expenses, bank fees, and miscellaneous expenses.

HUMAN RESOURCES

COST CENTER 13

Human Resources (HR) is dedicated to attracting, developing, and retaining a talented and engaged workforce that supports MWDOC's mission and Strategic Priorities. HR serves as a strategic partner across the District, providing comprehensive support in talent management, employee relations, benefits administration, and organizational development.

Fundamental activities include:

- Recruitment, screening, and selection of qualified candidates
- New employee onboarding and orientation programs
- Benefits and compensation administration
- Maintenance of employee documentation and records
- Performance management and employee relations
- Compliance with employment laws and regulations
- Training and professional development coordination
- Organizational development and culture initiatives

KEY INITIATIVES FOR FY 2026-27 & FY 2027-28

Comprehensive Onboarding Program - Develop and implement an enhanced onboarding experience that ensures new team members are fully integrated into MWDOC's culture and operations. The program will include structured orientation sessions, mentorship opportunities, role-specific training, and regular check-ins during the first 90 days. Success metrics will be established to evaluate onboarding effectiveness and new hire retention.

Professional Development Framework - Expand professional development opportunities across all levels of the organization to build technical expertise and leadership capabilities. This includes identifying core competencies for each role, creating individual development plans, facilitating access to external training and certification programs, and supporting attendance at industry conferences and workshops. The framework will align individual growth with organizational needs and career pathway development.

Succession Planning Program - Implement a comprehensive succession planning strategy to ensure continuity of institutional knowledge and prepare the next generation of leaders. This includes identifying critical positions and high-potential employees, creating development plans for succession candidates, facilitating knowledge transfer from critical staff, and establishing leadership development pipelines. The program will be integrated with District planning processes to ensure organizational readiness for future transitions.

District Planning Support - Partner with senior management to develop strategic workforce plans that align staffing and development needs with organizational goals and priorities. This includes conducting workforce assessments, identifying skill gaps, developing hiring and training strategies, and creating clear career pathways that support employee growth and organizational effectiveness.

Performance Management Enhancement - Refine performance management processes to ensure they effectively support employee development, recognize achievements, and address performance concerns. This includes updating evaluation tools, providing manager training on effective feedback and coaching techniques, and ensuring alignment between individual performance goals and District strategic priorities.

Paylocity HR Software Module – HR will be working with Finance in the implementation of a new Finance software system and HR module. This will allow improved tracking of employee personnel records and the ability to generate various HR reports in an efficient manner.

Employee Engagement and Culture Initiatives - Develop and implement programs that strengthen organizational culture, enhance employee engagement, and support work-life balance. This includes conducting employee surveys, facilitating team-building activities, recognizing employee contributions, and creating forums for employee feedback and participation in District improvements.

Compensation and Benefits Competitiveness - A comprehensive understanding of both salary and benefits competitiveness is essential for attracting and retaining top talent. While the District's policy is to perform a Salary Benchmark Survey every three years (last completed in Spring 2024, with the next scheduled for Fall 2026-Spring 2027), these surveys do not closely evaluate the benefits component or compare MWDOC's benefits to those of similar agencies. Staff proposes initiating a Comprehensive Salary and Benefits Study early in FY 2026-27. Concurrent review of both the District's benefits and salaries will provide an opportunity to reduce duplicative analysis and yield a comprehensive set of recommended changes that support one another.

Mandatory Compliance Training - Ensure timely completion of all required training, including Harassment Prevention, Workplace Violence Prevention, and other legally mandated programs. Develop tracking systems to monitor compliance, schedule regular training sessions, and maintain documentation in accordance with legal requirements.

Cost Center 13: Human Resources	***Adopted FY25-26***	***Proposed FY26-27***	***Proposed FY27-28***	***FY25-26 to FY26-27 Variance***	***FY26-27 to FY27-28 Variance***
Employee Conference & Travel Expenses (See Exh E)**	-	5,600	5,764	5,600	164
Employee Salaries & Benefits	535,329	542,328	581,286	6,999	38,958
Legal Expenses (See Exh J)	25,000	27,040	28,121	2,040	1,081
Memberships & Sponsorships (See Exh D)**	-	1,398	1,453	1,398	55
Other Expenses*	35,500	39,520	41,000	4,020	1,480
Professional Services (See Exh J)	-	60,000	-	60,000	(60,000)
Training Expenses (See Exh J)	58,945	54,000	56,000	(4,945)	2,000
Expenditure Total	**654,774**	**729,886**	**713,624**	**75,112**	**(16,262)**

*Other Expenses include miscellaneous expenses.

**Cost Center reassigned (Employee Conference & Travel Expenses and Memberships & Sponsorships moved from Cost Center 12 to Cost Center 13).

FINANCE & INFORMATION TECHNOLOGY

COST CENTERS 41, 45

Finance, Accounting, and Information Technology (IT) serve as a backbone to the District. Finance and IT staff provide essential support to not only the District, but also to WEROC for disaster recovery at both the District office and the Emergency Operations Center. Finance and IT staff prioritize cybersecurity to protect the District's systems and data and stay informed on emerging technologies and best practices to keep the IT infrastructure resilient. Finance and IT staff also maintain focus on financial stewardship while ensuring adherence to prevailing audit standards.

FINANCE

Finance and Accounting staff support MWDOC by managing payroll, accounts payable and receivable, fixed assets, investments, grant funding, reconciliations, and technology systems. In addition, Finance provides comprehensive monthly accounting to our Member Agencies, including billing for water deliveries, in-lieu credits, Local Resource Program payments, conservation rebates, shared services, and other Choice Programs.

Fundamental activities include:

- General ledger accounting, journal entries, account reconciliations, and fund accounting in compliance with Governmental Accounting Standards
- Preparation of monthly and annual financial statements and the State Controller's Financial Transactions Report
- Coordination of the annual independent external financial audit
- Budget development, monitoring, and management of revenues, expenditures, and fund balances in compliance with Board-approved budgets
- Accounts payable and receivable, including vendor invoice processing, Member Agency billing for wholesale water deliveries and special program costs, and conservation rebate processing
- Payroll processing, benefits accounting, and compliance with CalPERS, IRS, and labor regulations
- Treasury and cash management in accordance with the California Government Code and District investment policy, including preparation of monthly investment reports for the Board
- Contract review for financial accuracy and budget alignment
- Financial reporting and presentations in support of Board meetings and public transparency requirements

KEY INITIATIVES FOR FY 2026-27 & FY 2027-28

Two-Year Budget Cycle Financial Management - Adapt financial reporting, tracking, and forecasting systems to support the biennial budget framework. This includes developing Year 1 versus Year 2 tracking mechanisms, enhancing mid-cycle review reporting capabilities, and improving multi-year financial projections. Evaluate the effectiveness of the first two-year budget cycle and develop recommendations for future biennial budgets.

Member Agency Billing System Enhancement - Explore improvements to Member Agency billing systems to enhance accuracy, efficiency, and transparency. This includes streamlining billing processes for water deliveries,

Choice Programs, and shared services, as well as improving reporting capabilities for Member Agency financial planning.

Grant Management and Tracking Improvements - Explore enhanced systems for tracking grant funding, expenditures, compliance, and reporting requirements. This includes improving coordination between cost centers on grant-funded activities and ensuring timely and accurate reporting to funding agencies.

Streamline Financial Procedures – Continue to identify operational efficiencies by automating manual processes, reducing redundancies, and optimizing workflows.

Cost Center 41: Finance	*Adopted FY25-26*	*Proposed FY26-27*	*Proposed FY27-28*	*FY25-26 to FY26-27 Variance*	*FY26-27 to FY27-28 Variance*
Audit Expenses (See Exh J)	37,445	38,418	39,420	973	1,002
Employee Conference & Travel Expenses (See Exh E)**	-	-	1,700	-	1,700
Employee Salaries & Benefits	712,128	914,024	1,006,935	201,896	92,911
Memberships & Sponsorships (See Exh D)**	-	510	516	510	6
Other Expenses*	1,000	1,200	1,200	200	-
Professional Services (See Exh J)	15,200	9,700	11,800	(5,500)	2,100
Software & Hardware**	135,000	-	-	(135,000)	-
Expenditure Total	**900,773**	**963,852**	**1,061,571**	**63,079**	**97,719**

*Other Expenses include miscellaneous expenses.

**Cost Center reassigned (Employee Conference & Travel Expenses and Memberships & Sponsorships moved from Cost Center 12 to Cost Center 41, Software & Hardware moved from Cost Center 41 to Cost Center 45.

INFORMATION TECHNOLOGY

IT prioritizes cybersecurity to protect our systems and data, stays informed on emerging technologies and best practices to keep our IT infrastructure resilient, and also focuses on financial stewardship while ensuring adherence to prevailing audit standards.

IT administers computers, software, networks, and other electronic devices to enable staff to leverage information. It encompasses a wide range of technologies and applications that reside in the cloud, on-premises, and in hybrid environments. Paramount to the success of IT is maintaining a focus on cybersecurity to protect assets, maintain trust, and ensure business continuity. IT also manages all District-wide software licenses and subscriptions, ensuring cost-effective procurement, compliance with licensing agreements, and optimal utilization of technology resources.

KEY INITIATIVES FOR FY 2026-27 & 2027-28

Enterprise Resource Planning (ERP) System Implementation and Optimization - Working in partnership with Finance, complete the implementation of the new ERP system to replace the legacy system, which no longer meets the District's needs. IT will manage the technical implementation, system architecture, data migration,

security configuration, and integration with existing systems. Year 1 will focus on full system deployment, technical infrastructure setup, staff training on system access and functionality, and initial optimization. Year 2 will emphasize system refinements, performance tuning, advanced functionality implementation, and ongoing technical support. This modern solution will enhance efficiency, streamline processes, and facilitate data-driven decision-making across finance and administrative functions.

GIS System Implementation and Integration - Implement an integrated Geographic Information System (GIS) platform to support District-wide operations. Year 1 will focus on completing the GIS scoping assessment, establishing core system architecture, developing data integration protocols, and providing initial training for key staff. Year 2 will emphasize specific application development for Water Use Efficiency, Water Loss Control, Engineering, and WEROC, as well as advanced spatial analysis capabilities and potential public-facing mapping tools. This initiative directly supports multiple District priorities and enhances decision-making capabilities across the District.

Infrastructure Modernization and Optimization - Execute a comprehensive infrastructure replacement and modernization program to address end-of-life IT equipment. This includes server consolidation and modernization (phased over both years), a desktop and laptop replacement program (distributed across both years), Network Attached Storage (NAS) upgrades for centralized storage and backup, and network equipment updates to strengthen cybersecurity defenses, ensure high availability, and improve operational efficiencies.

Software License and Subscription Management - Consolidate management of all District-wide computer software licenses and subscriptions under IT to improve cost tracking, ensure compliance, optimize utilization, and identify opportunities for cost savings through volume licensing or subscription consolidation. This centralized approach will provide better visibility into total technology costs and support more strategic software procurement decisions.

Cybersecurity Program Enhancement - Maintain and enhance comprehensive cybersecurity measures to protect District assets and data. Ongoing initiatives include conducting Cyber Hygiene scans in coordination with the Department of Homeland Security (DHS), performing cyber vulnerability scans and analyses with our Managed Security Service Provider (MSSP), testing backup systems reliability and effectiveness (integrity testing), refining Security Information and Event Management (SIEM) software configuration and utilization, monitoring intelligent end-point detection and response systems for real-time and historical visibility, and conducting periodic security awareness training and phishing testing for all staff.

Business Systems Support - Provide comprehensive technical support for the implementation and optimization of key business systems, including the new ERP system, the WUE Database modernization, a GIS platform, and other applicable applications. This includes ensuring proper system integration, maintaining data integrity, providing user support, and facilitating training and adoption.

Disaster Recovery and Business Continuity - Maintain and enhance disaster recovery capabilities for both the District office and WEROC's Emergency Operations Center. This includes regular testing of backup and recovery systems, updating business continuity plans, and ensuring redundancy for critical systems and data.

Cloud and Hybrid Environment Management - Continue to optimize the District's hybrid technology environment, balancing cloud-based, on-premises, and hybrid solutions to maximize efficiency, security, and cost-effectiveness while maintaining appropriate control and accessibility.

Cost Center 45: Information Technology	***Adopted FY25-26***	***Proposed FY26-27***	***Proposed FY27-28***	***FY25-26 to FY26-27 Variance***	***FY26-27 to FY27-28 Variance***
Employee Salaries & Benefits	179,860	210,409	222,944	30,549	12,535
Facilities & Vehicle Expenses	25,000	-	-	(25,000)	-
Memberships & Sponsorships (See Exh D)**	-	771	803	771	32
Other Expenses*	1,500	2,000	2,000	500	-
Professional Services (See Exh J)	65,000	69,000	69,360	4,000	360
Software & Hardware**	210,511	260,193	274,662	49,682	14,469
Expenditure Total	**481,871**	**542,373**	**569,769**	**60,502**	**27,396**

*Other Expenses include miscellaneous expenses.

**Cost Center reassigned (Memberships & Sponsorships moved from Cost Center 12 to Cost Center 45, Software & Hardware moved from Cost Center 41 and Cost Center 21 to Cost Center 45).

COMMUNICATIONS, EDUCATION & OUTREACH

COST CENTERS 32, 30 *(NEW)*, 33 *(NEW)*, *62*

Public Affairs (PA) serves as MWDOC's primary voice to the public, Member Agencies, stakeholders, and the broader water community. Through strategic communications, education programs, and workforce development initiatives, PA enhances public awareness of critical water issues, supports Member Agency communications efforts, and builds the next generation of water professionals. PA also works closely with the cities of Anaheim, Fullerton, and Santa Ana to ensure that essential programs, initiatives, and incentives reach communities throughout Orange County in a consistent and impactful way. PA's work spans from K-12 education to professional workforce development and from community engagement to regional communications coordination.

PUBLIC AFFAIRS COMMUNICATIONS

The Public Affairs Communications team advances regional water conservation and efficiency by delivering clear, compelling, and accessible information to the public. The Communications team elevates awareness of critical water issues and District priorities through integrated communications efforts, including events, digital content, educational materials, presentations, and outreach programs.

Fundamental activities include:

- Regional communications collaboration, strategic communications alignment, and Member Agency Public Information Officer (PIO) support.
- Community engagement through events, the Speakers Bureau, Ricky the Rambunctious Raindrop™ mascot appearances, and an award-winning social media presence
- Digital outreach through videos, media toolkits, public service announcements, news articles, briefing papers, and communications materials
- Special events, including the Water Policy Forum & Dinner and the annual OC Water Summit (co-hosted with OCWD)

KEY INITIATIVES FOR FY 2026-27 & FY 2027-28

Expanded Video Content Strategy - Strengthen visibility and public engagement through an expanded video strategy that highlights Member Agency spotlights showcasing collaborative efforts across Orange County; annual *Year in Review* videos that capture key achievements and progress; and informative content explaining critical infrastructure work, such as leak detection and emergency management. This approach will also include short-form, social-media-optimized videos tailored for platforms like Instagram and YouTube.

75th Anniversary Commemoration (FY 2026-27) – Continue executing a year-long celebration of MWDOC's 75th Anniversary featuring commemorative events, including Water Policy Dinners with water industry leaders, legacy publications chronicling MWDOC's contributions to Orange County's water reliability, such as an Orange County Register retrospective insert, and community partnerships with local organizations, schools, and businesses to expand the reach and impact of anniversary programming.

Public Awareness and Engagement Enhancement - Address declining local news capacity by strengthening digital storytelling through expanded social media engagement and targeted newsletters; implement localized content marketing strategies that leverage search engine optimization and community-based events; and build innovative partnerships with influencers, local businesses, civic organizations, the Orange County Grand Jury, and schools to amplify outreach, extend message reach, and strengthen trusted community connections.

Website Optimization and Digital Communications - Leverage the newly refreshed MWDOC website, designed to support a future transition to a high-performance hosting environment, including an intuitive user experience, expanded and accessible resources, enhanced ADA compliance, a regularly updated insights blog, and improved search engine optimization to increase visibility, deepen public engagement, and reinforce the District's leadership in water stewardship, efficiency, and transparency.

Member Agency Communications Support - Expand and elevate Public Affairs Workgroup meetings to deliver timely and actionable program updates to Member Agency Public Information Officers, align and coordinate unified regional messaging, and provide strategic communications support, best-practice sharing, and targeted professional training that strengthens consistency, effectiveness, and collaboration in countywide and broader regional water communications efforts.

Cost Center 32: Public Affairs	***Adopted FY25-26***	***Proposed FY26-27***	***Proposed FY27-28***	***FY25-26 to FY26-27 Variance***	***FY26-27 to FY27-28 Variance***
Employee Conference & Travel Expenses (See Exh E)**	-	5,399	6,574	5,399	1,175
Employee Salaries & Benefits	1,078,575	961,072	1,020,457	(117,503)	59,385
Memberships & Sponsorships (See Exh D)**	-	2,010	1,463	2,010	(547)
Other Expenses*	167,400	77,600	79,600	(89,800)	2,000
Professional Services (See Exh J)	220,000	170,000	165,000	(50,000)	(5,000)
Expenditure Total	**1,465,975**	**1,216,081**	**1,273,094**	**(249,894)**	**57,013**

*Other Expenses include reproduction expenses and miscellaneous expenses.

**Cost Center reassigned (Employee Conference & Travel Expenses and Memberships & Sponsorships moved from Cost Center 12 to Cost Center 32).

EDUCATION & WORKFORCE DEVELOPMENT

The Education and Workforce Development team creates pathways that connect water education to career awareness by engaging students, educators, and industry partners. These efforts include K-12 Choice School Programs, Career Technical Education activities, teacher training(s), student events, and workforce collaborations, all of which form a connected learning network supporting water literacy, sustainable stewardship behaviors, and water career awareness across Orange County.

Fundamental activities include:

- K-12 Choice School Programs providing standards-aligned water education to Orange County students
- Career Technical Education (CTE) partnerships with high schools and post-secondary institutions
- Teacher training(s) and professional learning opportunities
- Student engagement events and facility tours
- Water Energy Education Alliance (WEEA) leadership and coordination

KEY INITIATIVES FOR FY 2026-27 & FY 2027-28

K-12 Choice School Programs Renewal – Assist, through interactive assemblies and inquiry-based activities that align with academic standards, Orange County's youngest water users in developing a strong foundation of water knowledge. This prepares them to make informed decisions about water usage and how to protect its long-term quality and availability. The MWDOC Choice School Programs save Orange County water providers significant time and money while providing consistent, vetted, water-focused educational programming for all students participating in the Programs and encouraging the next generation to consider careers in water. During this budget biennium, staff will also explore Orange County Stormwater's participation in the Middle School Program, which aligns with California science standards addressing watersheds, stormwater systems, and water quality while expanding the funding base for current participants.

CTE Program Development - Serve as a core industry partner in developing a pilot CTE Program at Villa Park High School in coordination with Orange Unified School District, WEEA, and regional water agencies. Support curriculum development for the Sustainable Water Technology & Systems course, facilitate industry presentations and career exploration activities for students, and coordinate hands-on learning experiences, including facility tours with OCWD and Metropolitan. This pilot Program introduces high school students to water-related careers through applied coursework and focused industry engagement.

Teacher Training and Capacity Building - Expand educator capacity through Project Water Education Today (Project WET) teacher trainings delivered in partnership with our Member Agencies, providing educators with objective, science-based, standards-aligned water education activities. Host Project WET facilitator training(s) in partnership with Metropolitan to increase the number of local trainers serving Orange County, enabling more frequent, locally-delivered, professional learning opportunities for educators across the region.

Post-Secondary Education Engagement - Strengthen connections with community colleges and universities through events, collaborations, and career pathway programming. Support film screenings, expert panels, and

networking opportunities that connect students with water professionals and career opportunities. Advance collaboration between WEEA and Water UCI on workforce development research and regional discovery sessions that inform applied research and guide workforce priorities.

Student Engagement Events - Continue participation in signature events, such as the Children's Water Education Festival, providing educational booths and interactive activities that reach hundreds of students while introducing water career pathways and connecting early education with workforce awareness. Additional programming includes facility tours, career presentations, panel discussions with water professionals, and student workshops that build early understanding of water supply systems and water quality and connect classroom learning to real-world applications.

WEEA Leadership - Continue MWDOC's pivotal leadership role in WEEA, a dynamic statewide workforce collaborative that bridges the gap between education and industry. WEEA leverages members' collective resources, expertise, and relationships to create sustainable career pathways for California students into high-quality, living-wage jobs in the water and energy sectors. Through this leadership, MWDOC helps shape the next generation of skilled workers, addresses workforce shortages in critical sectors, and positions the District as a key influencer in connecting students with water and energy careers through strategic partnerships, data-driven insights, leadership roundtables, and innovative initiatives like Education-to-Workforce Tours.

Note: The Education Initiatives allocation includes the $10,000 increase, raising the total from $35,000 to $45,000 for FY 2026–27 and FY 2027–28. This increase supports the expansion of education and workforce development programming, including new CTE partnerships, teacher training(s) and professional learning opportunities, engagement with post-secondary institutions, student-focused events, and regional workforce collaboration initiatives. Existing programs, including the K–12 Choice School Programs and WEEA, will continue as ongoing educational activities.

Cost Center 33: Education Outreach	***Adopted FY25-26***	***Proposed FY26-27***	***Proposed FY27-28***	***FY25-26 to FY26-27 Variance***	***FY26-27 to FY27-28 Variance***
Education Initiatives	35,000	45,000	45,000	10,000	-
Employee Conference & Travel Expenses (See Exh E)**	-	3,950	4,040	3,950	90
Employee Salaries & Benefits	-	272,751	302,560	272,751	29,809
Memberships & Sponsorships (See Exh D)**	-	1,346	1,346	1,346	-
Other Expenses*	-	52,900	57,870	52,900	4,970
Professional Services (See Exh J)	-	-	10,000	-	10,000
Expenditure Total	**35,000**	**375,947**	**420,816**	**340,947**	**44,869**

*Other Expenses include reproduction expenses and miscellaneous expenses.

**Cost Center reassigned (Employee Conference & Travel Expenses and Memberships & Sponsorships moved from Cost Center 12 to Cost Center 32).

Cost Center 30: Water Energy Education Alliance (WEEA)	*Adopted FY25-26*	*Proposed FY26-27*	*Proposed FY27-28*	*FY25-26 to FY26-27 Variance*	*FY26-27 to FY27-28 Variance*
Reimbursements***	-	33,000	33,000	33,000	-
Sponsorship Revenue	-	55,000	60,000	55,000	5,000
Revenue Total	**-**	**88,000**	**93,000**	**88,000**	**5,000**
Employee Salaries & Benefits****	-	66,500	69,000	66,500	2,500
Software	-	500	500	500	-
Education Initiative	-	12,500	15,000	12,500	2,500
Employee Conference & Travel Expenses (See Exh E)**	-	5,000	5,000	5,000	-
Other Expenses	-	3,500	3,500	3,500	-
Expenditure Total	**-**	**88,000**	**93,000**	**88,000**	**5,000**

**Cost Center reassigned (Employee Conference & Travel Expenses and Memberships & Sponsorships moved from Cost Center 12 to Cost Center 32).

***Change in representation of reimbursement from prior year.

****An unbudgeted additional $3,320 labor estimate in FY26-27 will be covered by previous year carryover as described in the September 9, 2026 A&F Committee item.

Cost Center 63: School Program (Choice)	*Adopted FY25-26*	*Proposed FY26-27*	*Proposed FY27-28*	*FY25-26 to FY26-27 Variance*	*FY26-27 to FY27-28 Variance*
Choice Revenue	504,809	495,653	542,463	(9,156)	46,810
Revenue Total	**504,809**	**495,653**	**542,463**	**(9,156)**	**46,810**
Employee Salaries & Benefits	17,151	20,589	22,908	3,438	2,319
Professional Services (See Exh J)	487,658	475,064	519,555	(12,594)	44,491
Expenditure Total	**504,809**	**495,653**	**542,463**	**(9,156)**	**46,810**

ENGINEERING & PLANNING

COST CENTER 21, 71 *(NEW)*

The Reliability Planning and Engineering (Engineering) efforts are varied and aimed at helping MWDOC Member Agencies navigate and understand the implications of long-term supply and emergency planning, as well as the numerous intricacies involved in coordinating with Metropolitan to provide imported water (e.g., service connections, metering of water, pipeline operations, water quality, etc.). Engineering activities tie directly back to MWDOC's mission and Strategic Priorities.

Fundamental activities include:

- Long-term water supply and demand analysis
- Emergency planning and coordination
- Coordination with Metropolitan on service connections, metering, and pipeline operations
- Water quality monitoring and communications
- Technical support for Member Agencies
- Regional planning and collaboration

KEY INITIATIVES FOR FY 2026-27 & FY 2027-28

Demographics Analysis with Center for Demographic Research – Ongoing partnership with California State University, Fullerton's Center for Demographic Research (CDR) to conduct comprehensive demographic analyses supporting long-term water supply and demand planning for Orange County. These analyses provide critical data for Member Agency planning efforts, UWMP updates, and regional water resource management decisions. MWDOC's membership with CDR is now funded through the Engineering cost center to ensure continued access to expert demographic analysis and forecasting.

GIS Implementation Project Continuation - Continue the multi-year GIS implementation effort in coordination with IT. Engineering-specific applications will focus on infrastructure mapping, asset management, emergency planning, spatial tools, service connection tracking, and integration with Metropolitan's systems. This work supports enhanced visualization and analysis of location-based and time-based data critical to Engineering operations.

Water Quality Data Hub Development (new) - Building upon the quarterly Water Quality Workgroups established in 2024, develop a centralized water quality data hub to improve communications and information sharing between Metropolitan, MWDOC, and our Member Agencies. This platform will enhance the timeliness of water quality reporting, provide access to monitoring data, and support Member Agencies' operational and planning needs.

Hydraulic Model Maintenance - Maintain and update the Orange County hydraulic model that supports water system planning, operations analysis, and emergency response capabilities. Regular model maintenance ensures accuracy and reliability for our Member Agency technical support and regional coordination with Metropolitan.

Consumer Confidence Reports - Continue coordinating and providing technical services to our Member Agencies and the cities of Fullerton and Santa Ana for the preparation of mandated water quality Consumer Confidence Reports (CCRs). This long-standing program saves participating agencies time and money while providing consistent regional water quality messaging in Orange County. In accordance with California Code of Regulations Title 22, Chapter 15, Article 20, and Health and Safety Code Section 116470, MWDOC fulfills its responsibility as a wholesale system to provide consecutive systems with relevant monitoring and compliance data.

Metropolitan Coordination and Technical Support - Provide ongoing technical coordination with Metropolitan on service connections, water quality issues, pipeline operations, and system reliability. This includes representation at Metropolitan technical committees, coordination on infrastructure projects, and advocacy for Orange County's interests in regional water system planning and operations.

Lead and Copper Rule Improvement Technical Support - Provide pass-through, Shared Service technical support to our Member Agencies as they navigate compliance with the Lead and Copper Rule Improvements. This assistance helps agencies understand regulatory requirements, develop compliance strategies, and implement necessary system improvements.

Cost Center 21: Engineering & Planning	***Adopted FY25-26***	***Proposed FY26-27***	***Proposed FY27-28***	***FY25-26 to FY26-27 Variance***	***FY26-27 to FY27-28 Variance***
CDR Support**	-	77,272	77,272	77,272	-
Employee Conference & Travel Expenses (See Exh E)**	-	800	832	800	32
Employee Salaries & Benefits	728,457	879,386	$959,579	150,929	80,193
Memberships & Sponsorships (See Exh D)**	-	15,333	16,406	15,333	1,073
Other Expenses*	7,500	-	-	(7,500)	-
Professional Services (See Exh J)	470,000	355,000	295,000	(115,000)	(60,000)
Software & Hardware**	4,900	-	-	(4,900)	-
Expenditure Total	**1,210,857**	**1,327,791**	**1,349,089**	**116,934**	**21,298**

*Other Expenses include miscellaneous expenses.

** Cost Center reassigned (CDR Support, Employee Conference & Travel Expenses, and Memberships & Sponsorships moved from Cost Center 12 to Cost Center 21, Software & Hardware moved from Cost Center 21 to Cost Center 45).

Cost Center 71: Engineering (Choice)	***Adopted FY25-26***	***Proposed FY26-27***	***Proposed FY27-28***	***FY25-26 to FY26-27 Variance***	***FY26-27 to FY27-28 Variance***
Choice Revenue	-	203,000	215,667	203,000	12,667
Revenue Total	**-**	**203,000**	**215,667**	**203,000**	**12,667**
Professional Services (See Exh J)	-	203,000	215,667	203,000	12,667
Expenditure Total	**-**	**203,000**	**215,667**	**203,000**	**12,667**

WATER EMERGENCY RESPONSE

COST CENTER 25

MWDOC provides the administrative umbrella for the Water Emergency Response Organization of Orange County (WEROC). WEROC provides sector-specific emergency management services to 36 potable water and wastewater agencies serving Orange County communities. Acting as an extension of Member Agencies, WEROC delivers coordinated emergency management support tailored to the operational, regulatory, and risk environment of the water and wastewater sector. Services include emergency planning and plan review, regulatory compliance support, training and exercises, incident coordination, recovery assistance, and regional and statewide advocacy.

Fundamental activities include:

- Emergency planning and standard operating procedure development and review
- State and federal required training for grant eligibility and disaster readiness
- Disaster exercise development and facilitation
- Grant identification and application support
- Response and recovery coordination
- Regional coordination and situational awareness during incidents

KEY INITIATIVES FOR FY 2026-27 & 2027-28

Regional Fuel Resiliency Plan Development and Implementation - Advance and operationalize the Regional Water and Wastewater Fuel Plan, building on the comprehensive fuel database updated in 2025 with survey data from 32 of 36 Member Agencies. Complete gap analysis, develop strategies to address identified vulnerabilities, establish partnerships for fuel supply during emergencies, and integrate fuel planning into agency emergency response plans and regional coordination protocols.

America Water Infrastructure Act (AWIA) Compliance Support and Integration - Continue oversight of the multi-year AWIA contract, supporting participating agencies with five-year updates to Risk and Resilience Assessments and Emergency Response Plans. Transition focus from compliance completion to the integration of risk and resilience findings into agency planning processes, capital improvement programs, and operational procedures. Provide technical assistance for agencies implementing assessment recommendations and strengthening system resilience.

Training and Exercise Program - Continue delivering comprehensive training and exercise programs that strengthen workforce readiness and generate substantial cost savings for Member Agencies. Programs include Incident Command System (ICS) courses, Emergency Operations Center (EOC) section-specific training, cybersecurity awareness, communications and alerting systems, and scenario-based tabletop and functional exercises. Support credentialing and professional development aligned with Standardized Emergency Management System (SEMS) and National Incident Management System (NIMS) requirements.

GIS Integration and Operational Tools - Continue expanding GIS capabilities in coordination with MWDOC's District-wide GIS implementation. Develop user-friendly emergency management dashboards, update damage assessment tools, enhance the Water and Wastewater Atlas with additional critical infrastructure layers, and integrate Public Safety Power Shutoff (PSPS) zone mapping. These tools support real-world coordination during

incidents and enhance situational awareness for Member Agencies and regional partners.

Emergency Water Distribution Capabilities - Build on partnerships established with cities, water agencies, and Community Emergency Response Team (CERT) volunteers to expand emergency drinking water distribution capabilities. Refine operational protocols validated during the January 2025 countywide CERT Full-Scale Exercise, develop additional distribution site locations, enhance water tender operations, and strengthen public messaging strategies for emergency water distribution scenarios.

Cybersecurity Coordination and Information Sharing - Enhance sector-specific cybersecurity threat notifications and information sharing in coordination with the Orange County Intelligence Assessment Center and the Department of Homeland Security Cybersecurity and Infrastructure Security Agency (CISA). Continue hosting regional cybersecurity exercises, provide technical assistance on cybersecurity preparedness, and facilitate information sharing on emerging threats and protective measures.

Regional Coordination and Incident Support - Maintain WEROC's role as the trusted regional coordination hub for water and wastewater emergency management. Provide coordination and situational awareness during incidents; facilitate timely information sharing; coordinate resource requests; support mutual aid through California Worker Adjustment and Retraining Notification (CalWARN); and strengthen relationships with county, state, and federal emergency management partners.

Hazard Mitigation Plan Implementation and Maintenance - Support participating agencies in implementing the federally-approved Multi-Jurisdictional Hazard Mitigation Plan, pursuing identified mitigation projects, and leveraging eligibility for federal hazard mitigation funding through April 2030. Coordinate plan maintenance updates and prepare for the next five-year plan update cycle.

Cost Center 25: WEROC	***Adopted FY25-26***	***Proposed FY26-27***	***Proposed FY27-28***	***FY25-26 to FY26-27 Variance***	***FY26-27 to FY27-28 Variance***
Revenue - Other	4,700	-	-	(4,700)	-
Revenue From MWDOC	353,149	365,686	391,347	12,537	25,661
WEROC Contracts	353,149	365,686	391,347	12,537	25,661
Revenue Total	**710,998**	**731,372**	**782,694**	**20,374**	**51,322**
Employee Conference & Travel Expenses (See Exh E)	24,200	17,850	17,450	(6,350)	(400)
Employee Salaries & Benefits	652,248	678,722	721,894	26,474	43,172
Facilities & Vehicle Expenses	6,350	6,850	7,100	500	250
Memberships & Sponsorships (See Exh D)	1,450	950	950	(500)	-
Other Expenses*	4,750	3,500	3,500	(1,250)	-
Professional Services (See Exh J)	-	-	5,000	-	5,000
Software & Hardware	14,000	15,500	16,800	1,500	1,300
Training Expenses (See Exh J)	8,000	8,000	10,000	-	2,000
Expenditure Total	**710,998**	**731,372**	**782,694**	**20,374**	**51,322**

*Other Expenses include office supplies and miscellaneous expenses.

Note: WEROC's budget is approved separately by the seven WEROC funding agencies (City of Anaheim, City of Fullerton, City of Santa Ana, Municipal Water District of Orange County, Orange County Sanitation District, Orange County Water District, and South Orange County Wastewater Authority). The WEROC FY 2026-27 budget was approved by the funding agencies on January 22, 2026.

WATER USE EFFICIENCY

COST CENTERS 34, 35, 62

Water Use Efficiency collaborates with Member Agencies, cities, and stakeholders to promote water use efficiency and sustainable water practices. MWDOC advocates for water-related policies at the state level, supporting regulations and legislation that promote responsible water use. Conservation and efficient water use remain the underpinning of California's comprehensive long-term water supply reliability strategy.

MWDOC and Metropolitan offer a broad menu of incentives, education, pay-for-performance, and technical assistance programs to all customer classes. Metropolitan's Conservation Credits Program provides foundational funding for these programs, and MWDOC supplements Metropolitan's incentives with additional local, state, and federal funding. Together, these funding contributions greatly minimize or eliminate funding requirements from Member Agencies. With approximately 60% of Orange County's total water use applied to irrigating landscapes, most program implementation efforts focus on landscape water efficiency.

Fundamental activities include:

- Landscape water use efficiency programs (Turf Replacement, Smart Irrigation Timers, Spray-to-Drip Conversions, Low-volume Sprinkler Nozzles)
- Regulatory compliance support
- Grant acquisition and program funding coordination
- Regional program development and implementation
- Monthly Water Use Efficiency Workgroup meetings
- Consumer education and outreach
- Program marketing and communications
- Research and evaluation

KEY INITIATIVES FOR FY 2026-27 & 2027-28

Conservation Framework Technical Assistance Program - Assist Member Agencies in preparing for and achieving compliance with the Conservation as a California Way of Life Framework (the Conservation Framework), adopted by the State Water Board in July 2024, which includes a 2027 Urban Water-Use Objective compliance deadline. MWDOC contracted with Environmental Incentives, Inc. (with subconsultants Maureen Erbeznik and Associates and M.Cubed) in a five-year engagement beginning March 2025 to provide comprehensive technical assistance. Services offered to Member Agencies through the Choice-based structure include Readiness Assessments, Framework Compliance Plans, CII BMP Implementation Plans, CII Customer Classification Systems, and Annual Reporting support and data management.

Landscape Area Measurements Program - Complete landscape classification and measurement services in partnership with Member Agencies and consultant NV5 to support compliance with the Conservation Framework. MWDOC contracted with NV5 in 2021 for Choice-based Member Agency services, including (1) measurement and classification of landscape areas associated with dedicated irrigation meters (DIMs), which is required for calculating the Urban Water Use Objective with a regulatory deadline of 2028; (2) identification of landscapes greater than ½ acre irrigated by mixed-use meters, which is required by the CII Performance Measures component of the Conservation Framework with a regulatory deadline of 2027; and (3) reconciliation of DIM and residential

landscape area measurements conducted by Department of Water Resources to ensure data accuracy and completeness.

Water Use Efficiency Workgroup Framework Support - Facilitate monthly Water Use Efficiency Workgroup meetings to build awareness and knowledge of the Conservation Framework among Member Agency staff. Utilize the Environmental Incentives consultant team to provide deep dives into focused Framework components, create opportunities for information sharing among agencies, and facilitate detailed question-and-answer sessions.

Nonfunctional Turf - Support Member Agencies and public and private commercial property owners with compliance of AB1572, which bans the potable irrigation of non-functional turf starting in 2027. Disseminate information through marketing campaigns, public speaking engagements, and other public interactions.

Landscape Water Efficiency Program Implementation - Continue emphasizing the importance of landscape water use efficiency programs and promoting all programs and resources to consumers in collaboration with Member Agencies. Maximize access to grant funding for program implementation to minimize local funding requirements.

Refreshed Rebate Processing Platform - Implement MWDOC's upgraded rebate processing platform to deliver a top-of-the-line experience for members of the public and Member Agency staff. In January 2026, MWDOC contracted with Submittable Holdings, Inc. for a minimum of five years to deliver a fully refreshed platform with enhanced aesthetics and increased administrative efficiencies.

Research and Evaluation - Conduct, support, and engage with innovative research that advances water use efficiency, regulatory compliance, and related initiatives. Evaluate MWDOC's Trees as a Sustainability Feature Pilot, designed to reduce public costs and increase the benefits of the Turf Replacement Program. Evaluate MWDOC's Pressure Regulating Valve Pilot. Continue to engage in research efforts organized through the California Water Efficiency Partnership, Alliance for Water Efficiency, local universities, and other partners.

Data Innovation - Utilize the newly-upgraded water use efficiency database with updated functionality to store, visualize, and share information with Member Agencies and the public, serving as a regional water use efficiency data hub.

OC Data Acquisition Partnership - Participate in the OC Data Acquisition Partnership to acquire new aerial imagery and related products that support legislative compliance, research activities, water use efficiency program quality control, and other Member Agency needs.

Cost Center 34: Water Use Efficiency (Outside Funding)	*Adopted FY25-26*	*Proposed FY26-27*	*Proposed FY27-28*	*FY25-26 to FY26-27 Variance*	*FY26-27 to FY27-28 Variance*
Department Of Water Resources	395,962	387,775	205,000	(8,187)	(182,775)
Grants From USBR	519,051	321,936	58,750	(197,115)	(263,186)
Revenue - Member Agencies	1,572,525	756,804	424,812	(815,721)	(331,992)
Revenue From MWD	5,861,960	5,476,000	5,547,000	(385,960)	71,000
Revenue Total	**8,349,498**	**6,942,515**	**6,235,562**	**(1,406,983)**	**(706,953)**
Consulting Services	8,349,498	6,942,515	6,235,562	(1,406,983)	(706,953)
Expenditure Total	**8,349,498**	**6,942,515**	**6,235,562**	**(1,406,983)**	**(706,953)**

Cost Center 35: Water Use Efficiency	*Adopted FY25-26*	*Proposed FY26-27*	*Proposed FY27-28*	*FY25-26 to FY26-27 Variance*	*FY26-27 to FY27-28 Variance*
Employee Conference & Travel Expenses (See Exh E)**	-	18,320	18,522	18,320	202
Employee Salaries & Benefits	301,967	291,165	306,819	(10,802)	15,654
Memberships & Sponsorships (See Exh D)	8,550	9,050	9,250	500	200
Other Expenses*	6,000	6,000	6,000	-	-
Professional Services (See Exh J)	215,000	70,000	75,000	(145,000)	5,000
Expenditure Total	**531,517**	**394,535**	**415,591**	**(136,982)**	**21,056**

*Other Expenses include miscellaneous expenses.

**Cost Center reassigned (Employee Conference & Travel Expenses moved from Cost Center 12 to Cost Center 35).

Cost Center 62: Water Use Efficiency (Choice)	*Adopted FY25-26*	*Proposed FY26-27*	*Proposed FY27-28*	*FY25-26 to FY26-27 Variance*	*FY26-27 to FY27-28 Variance*
Choice Revenue	1,183,382	915,382	950,785	(268,000)	35,403
Revenue Total	**1,183,382**	**915,382**	**950,785**	**(268,000)**	**35,403**
Employee Salaries & Benefits	1,037,202	759,782	810,185	(277,420)	50,403
Other Expenses*	6,650	6,500	6,500	(150)	-
Professional Services (See Exh J)	139,530	149,100	134,100	9,570	(15,000)
Expenditure Total	**1,183,382**	**915,382**	**950,785**	**(268,000)**	**35,403**

*Other Expenses include postage and miscellaneous expenses.

WATER LOSS CONTROL

COST CENTERS 36 *(NEW)*, 70

MWDOC's Water Loss Control (WLC) Program helps Member Agencies improve operational accountability by auditing water supplies and implementing controls to minimize system losses. The Program comprises two integral components: the Water Loss Control Technical Assistance Program (WLC-TAP), which provides data analysis services that help agencies comply with state regulations and strategically guide field interventions to achieve an economically optimized level of water loss, and the WLC Shared Services Program, which provides field interventions such as leak detection, customer meter accuracy testing, and pressure surveys.

Since 2015, water loss control regulations have evolved through Senate Bill 555, SB 606, Assembly Bill 1668, AB 1414, and an extensive State Water Resources Control Board formal rulemaking process. To meet Member Agency needs, the WLC-TAP has expanded from five (5) to twelve (12) technical assistance tasks. The WLC Shared Services Program has played an integral role in reducing water loss across the county, with over 7,000 miles of main surveyed and 3,842 leaks found and repaired to date. Every Orange County retail water agency has participated in either the WLC-TAP or the WLC Shared Services Program.

Fundamental activities include:

- Water Loss Control Technical Assistance Program (WLC-TAP)
- Distribution system leak detection services
- Customer meter accuracy testing
- Pressure surveys and system analysis
- Bi-monthly Water Loss Control Workgroup meetings
- State regulatory compliance support
- Water audit validation

KEY INITIATIVES FOR FY 2026-27 & 2027-28

Water Loss Control Technical Assistance Program - Continue providing comprehensive one-on-one technical assistance to Member Agencies through Choice-funded services. In November 2025, the Board approved a new professional services agreement to continue the Water Loss Control Technical Assistance Program (WLC-TAP), which has been in existence for 10 years and has overwhelmingly positive agency participation and feedback. Technical assistance services include State Water Resources Control Board water loss standard assistance, water audit compilation, source or production meter volumetric accuracy testing, water loss compliance plan development, and billing data chain assessment. These activities are fully funded by a combination of participating agency and Metropolitan funding and, therefore, have not previously been included in the MWDOC budget. Starting with the FY26-28 Biennial Budget, the revenue and expenses for these activities are now reflected in the Water Loss Control Choice Budget.

Distribution System Leak Detection Services - Continue expanding the District's highly successful leak detection services that have grown from an initial 500 miles per year to more than 1,600 miles per year. As of FY 2025-26, 26 out of 29 Orange County retail water agencies (89%) have accessed these services. To date, 3,842 hidden leaks

(leaks that have not surfaced) have been found through this program, with water savings estimated at more than 1,070 acre-feet per year (valued at $908,111 annually based on variable production and customer retail unit costs). Beyond variable cost savings, the program has saved Member Agencies significant capital costs by detecting and repairing system leaks before they result in potentially catastrophic damage to facilities, assets, or private property.

Metropolitan Funding Coordination - Continue securing Metropolitan funding to offset costs for participating retail agencies, maximizing the value of the Water Loss Control Program and minimizing local funding requirements.

Water Loss Control Workgroup - Facilitate bi-monthly Water Loss Control Workgroup meetings with consistent, robust attendance from retail water agency staff. These workgroups serve as a venue for agencies to develop an understanding of water loss control regulations and best practices, share experiences and ideas, and receive updates on regulatory developments and technical assistance opportunities.

Regulatory Compliance Support - Provide ongoing monitoring, tracking, and technical assistance to help Member Agencies comply with existing and evolving water loss control regulations. Advocate for Orange County agencies by interfacing directly with the State Water Resources Control Board and Department of Water Resources staff. Support agencies in meeting reporting requirements, achieving compliance targets, and implementing cost-effective water loss reduction strategies.

Data Management and Analysis Tools - Continue utilizing and enhancing dashboards developed to manage, analyze, and interpret compliance trends, customer meter accuracy testing results, and leak detection data. These tools support both MWDOC staff program management and Member Agency decision-making.

Customer Leak-Repair Pilot Program – Utilizing grant funding, launch a customer leak-repair pilot program to investigate the feasibility and benefits of providing financial assistance to identify customer-side leak locations and support timely repairs.

Cost Center 36: Water Loss Control	***Adopted FY25-26***	***Proposed FY26-27***	***Proposed FY27-28***	***FY25-26 to FY26-27 Variance***	***FY26-27 to FY27-28 Variance***
Employee Conference & Travel Expenses (See Exh E)**	-	13,750	14,305	13,750	555
Employee Salaries & Benefits**	-	203,649	204,037	203,649	388
Memberships & Sponsorships (See Exh D)**	-	2,285	2,376	2,285	91
Professional Services (See Exh J)**	-	100,000	100,000	100,000	-
Expenditure Total	**-**	**319,684**	**320,718**	**319,684**	**1,034**

**Cost Center reassigned (Employee Salaries & Benefits and Professional Services moved from Cost Center 35 to Cost Center 36, Employee Conference & Travel Expenses and Memberships & Sponsorships moved from Cost Center 12 to Cost Center 36).

Cost Center 70: Water Loss Control (Choice)	*Adopted FY25-26*	*Proposed FY26-27*	*Proposed FY27-28*	*FY25-26 to FY26-27 Variance*	*FY26-27 to FY27-28 Variance*
Choice Revenue	369,444	1,007,636	1,176,193	638,192	168,557
Revenue From MWD	312,321	223,520	251,691	(88,801)	28,171
Revenue - Other	-	609,581	792,455	609,581	182,874
Revenue Total	**681,765**	**1,840,737**	**2,220,339**	**1,158,972**	**379,602**
Employee Salaries & Benefits	574,575	633,103	669,171	58,528	36,068
Facilities & Vehicle Expenses	10,500	19,100	14,120	8,600	(4,980)
Other Expenses*	9,000	21,000	10,000	12,000	(11,000)
Professional Services (See Exh J)	83,270	720,000	730,000	636,730	10,000
Software & Hardware	2,420	3,200	3,200	780	-
Training Expenses (See Exh J)	2,000	2,000	2,000	-	-
Reimbursable Rebate Expenses	-	442,334	791,848	442,334	349,514
Expenditure Total	**681,765**	**1,840,737**	**2,220,339**	**1,158,972**	**379,602**

*Other Expenses include miscellaneous expenses.

METROPOLITAN & WATER RESOURCES

COST CENTER 23

Metropolitan Issues and Water Policy provides analysis on regional issues and policies, as well as water supply and demand coordination and analysis. Over the years, the Metropolitan Issues and Water Policy team has also become the primary clearinghouse on local, regional, state, and federal water policy issues. Staff ensures all key policy issues are analyzed and thoroughly evaluated for the MWDOC Board of Directors, our MWDOC-MET Delegation, and MWDOC's Member Agencies. As it relates to Metropolitan issues, the team represents and advocates for Orange County on local resource projects and programs, water costs and rates, regional storage, water supply reliability management, demand management programs, water use efficiency programs, and water policy implementation.

Fundamental activities include:

- Metropolitan policy analysis and Board engagement
- Preparation and delivery of Metropolitan pass-through water charges to Member Agencies
- Preparation of monthly/annual water usage reports and maintenance of various water usage databases
- Water supply reporting, demand coordination, and forecasting
- Regional and state water policy monitoring and analysis
- Financial and rate analysis
- Orange County advocacy on Metropolitan issues
- Strategic planning and long-term reliability assessment
- Coordination with the MWDOC-MET Delegation

KEY INITIATIVES FOR FY 2026-27 & 2027-28

Pure Water Southern California Development - Evaluate and analyze Pure Water Southern California's planning, staging, and financial configuration as Metropolitan presents proposals to its Board for consideration. Conduct cost-of-service analysis to assess rate impacts on MWDOC and Member Agencies. Advocate for cost-effective implementation that supports regional water supply reliability while maintaining equitable cost allocation. Monitor project development milestones, financing strategies, and integration with Metropolitan's overall water supply portfolio.

State Water Project Reliability Enhancement - Support prioritizing improvements to the operational flexibility of State Water Project-dependent areas of the Metropolitan system to ensure a balanced reliability for all Metropolitan Member Agencies. Encourage Metropolitan's engagement in addressing subsidence issues along the California Aqueduct and in investing in additional storage access, particularly through involvement in the Sites Reservoir. Advocate for Metropolitan to renegotiate storage and banking programs along the State Water Project to improve "take" capacity and enhance drought resilience.

Colorado River Post-2026 Guidelines Implementation - Monitor key meetings and discussions on Colorado River management following implementation of post-2026 updated guidelines. Analyze impacts on Metropolitan's Colorado River supplies and associated costs to MWDOC and its Member Agencies. Advocate for suitable Colorado River salinity control measures and actions. Coordinate with California water agencies and the MWDOC-MET

Delegation to protect Orange County's interests in Colorado River management decisions.

Climate Adaptation Master Plan for Water - Fully engage in Metropolitan's Climate Adaptation Master Plan for Water (CAMP4W) process while Metropolitan analyzes additional long-term improvements to create a drought-resilient network of facilities that strengthens regional water supply reliability. Evaluate Time-Bound Targets, the Framework for Climate Decision-Making, new policies and initiatives, and alignment with Metropolitan's Business Model. Continue dialogue to develop meaningful long-term objectives and reinforce collective dedication to advancing Metropolitan's mission while protecting Orange County interests.

Cost Center 23: Metropolitan & Water Resources	***Adopted FY25-26***	***Proposed FY26-27***	***Proposed FY27-28***	***FY25-26 to FY26-27 Variance***	***FY26-27 to FY27-28 Variance***
Employee Conference & Travel Expenses (See Exh E)**	-	850	884	850	34
Employee Salaries & Benefits	482,629	531,301	557,382	48,672	26,081
Memberships & Sponsorships (See Exh D)**	-	17,680	18,387	17,680	707
Other Expenses*	1,500	1,500	1,500	-	-
Professional Services (See Exh J)	100,000	95,000	103,000	(5,000)	8,000
Expenditure Total	**584,129**	**646,331**	**681,153**	**62,202**	**34,822**

*Other Expenses include miscellaneous expenses.

**Cost Center Reassigned (Employee Conference & Travel Expenses and Memberships & Sponsorships moved from Cost Center 12 to Cost Center 23).

GOVERNMENT AFFAIRS & POLICY

COST CENTER 31

Government Affairs (GA) works at the local, state, and national levels with Member Agencies, regional partners (the cities of Anaheim, Fullerton, and Santa Ana, Metropolitan, and Metropolitan Member Agencies), organizations, delegations, regulatory agencies, and bureaus to advance Orange County's water agenda. Central to this effort are policy, legislative, and regulatory developments and opportunities.

GA relies on local, state, and federal advocates to track, monitor, and assist in educational outreach. The Grants Tracking and Acquisition Program continues to be an asset for Member Agencies, providing timely information and helpful tools to obtain funding for various programs and infrastructure. Outreach to new and returning members of the Orange County congressional, state, and local delegations remains a high priority.

Fundamental activities include:

- Federal, state, and local legislative outreach and advocacy
- Grant identification and application support
- Orange County delegation engagement
- Policy analysis and position development
- Coalition building and stakeholder coordination
- Regulatory compliance advocacy
- Administration of the Water Advisory Committee of Orange County (WACO) and the Independent Special Districts of Orange County (ISDOC)

KEY INITIATIVES FOR FY 2026-27 & 2027-28

WaterSMART Grant Program Advocacy - Work with the Orange County Congressional delegation and federal administration to maintain and advocate for WaterSMART grant funding opportunities that benefit Orange County water agencies. Collaborate with Water Use Efficiency and Water Loss Control to enhance MWDOC's programs by highlighting successes while actively working to increase federal funding opportunities. Currently, the United States Bureau of Reclamation's WaterSMART grant program does not provide grants for distribution system leak detection. Meet with members of the Orange County congressional delegation to highlight Water Loss Control Program successes and request assistance with the Bureau. Meet with WaterSMART program staff and other Bureau personnel to advocate for expanded funding criteria. Work with Bureau staff or Congress to modify funding criteria to include distribution system leak detection and other water efficiency measures.

Conservation as a California Way of Life Compliance Advocacy - Engage in state-level advocacy to support Member Agency compliance with Conservation as a California Way of Life Framework requirements. Advocate for adequate state funding and technical assistance to support compliance efforts. Coordinate with Member Agencies to identify and address implementation challenges.

Colorado River Post-2026 Operations - Continue monitoring activities and processes relating to Colorado River management following the expiration of interim guidelines and drought contingency plans at the end of 2026.

Work with California water agencies to present strong arguments and messaging for California's role and leadership in the Colorado River Basin. Identify opportunities to engage the California congressional delegation to support legislation that helps California and the Basin. Ensure dedicated federal dollars benefit California water agencies. Coordinate with Metropolitan's Washington, D.C. staff on all Colorado River matters to support Metropolitan as the water rights holder for MWDOC's imported water from the Colorado River. Once the new operating agreement has been adopted by all seven states and Mexico, both federal and state legislation will be required for implementation, so the focus will shift to legislation development.

Low-Income Rate Assistance (LIRA) Program Development - Support water industry-led efforts to develop workable low-income rate assistance programs. Participate in working groups and task force meetings with the California Municipal Utilities Association (CMUA) and Association of California Water Agencies (ACWA). Meet with members of the Orange County delegation to request support for industry-sponsored proposals. Engage in outreach efforts that highlight the need for flexibility in LIRA programs, recognizing that different water providers serve different populations and have varying administrative infrastructure and funding capabilities to implement programs.

Grants Training and Capacity Building - Provide grants training led by experienced and successful grant consultants to build capacity among MWDOC and Member Agency staff. Training will cover strategies for crafting competitive proposals, understanding funding agency priorities, developing program budgets, and navigating application processes. Enhance Member Agencies' abilities to secure federal, state, and local funding for water infrastructure, conservation programs, and other priority projects.

State Legislative and Regulatory Engagement - Track, analyze, and engage on state legislation and regulations affecting water agencies, including water supply development, conservation requirements, water quality standards, and utility operations. Coordinate with water industry associations and coalition partners to advance positions that benefit Orange County water agencies and their customers.

Cost Center 31: Government Affairs & Policy	***Adopted FY25-26***	***Proposed FY26-27***	***Proposed FY27-28***	***FY25-26 to FY26-27 Variance***	***FY26-27 to FY27-28 Variance***
Employee Conference & Travel Expenses (See Exh E)**	-	27,107	26,505	27,107	(602)
Employee Salaries & Benefits	247,546	182,928	184,907	(64,618)	1,979
Memberships & Sponsorships (See Exh D)**	12,500	69,178	71,883	56,678	2,705
Other Expenses*	1,500	10,000	10,000	8,500	-
Professional Services (See Exh J)	394,000	370,000	370,000	(24,000)	-
Training Expenses (See Exh J)	15,000	-	-	(15,000)	-
Expenditure Total	**670,546**	**659,213**	**663,295**	**(11,333)**	**4,082**

*Other Expenses include miscellaneous expenses.

**Cost Center reassigned (Employee Conference & Travel Expenses and Memberships & Sponsorships moved from Cost Center 12 to Cost Center 31).

7. CHOICE & SHARED SERVICES PROGRAMS FOR FY 2026-27 AND 2027-28

MWDOC also offers several programs through a Shared Services structure via the Choice Program format.[4] This provides MWDOC's Member Agencies with a mechanism for pooling resources to develop high-quality programs with an economies-of-scale approach. Many of these program offerings provide Member Agencies with a pathway to meet regulatory requirements, adhere to best management practices, and perform other common water utility functions at a fraction of the cost or administrative burden of implementing the program individually. Additionally, by participating in these programs, MWDOC's Member Agencies can customize them to suit their individual needs while ensuring consistency and integration across MWDOC's service area.

PERMANENT CHOICE PROGRAMS

WATER USE EFFICIENCY

MWDOC's Water Use Efficiency Program is implemented as a hybrid program with policy, workgroup, and grant acquisition-related tasks funded as Core activities through the MWDOC General Fund and all other activities funded by participating retail agencies as Choice activities. All Orange County retail agencies actively participate in MWDOC's Choice-based Water Use Efficiency Programs.

MWDOC continues to develop, implement, and evaluate a broad menu of water use efficiency programs on behalf of its Member Agencies. These programs serve all customer classes and water-use types, with an emphasis on landscape water-saving opportunities, as approximately 60% (and sometimes up to 80%) of total water use in Orange County is used for landscaping. Staff will continue to maximize grant funding to minimize local funding needs.

Shared Services that support Member Agencies' compliance with the Making Conservation a California Way of Life Framework (Conservation Framework) are offered through the Conservation Framework Technical Assistance Program (Framework TAP) and the Meter Area Measurements Program (MAM Program).

Through the Framework TAP, Member Agencies may access consultant services for Compliance Readiness Assessments, Framework Compliance Plans, Commercial, Industrial, and Institutional (CII) BMP Implementation Plans, CII Customer Classification Systems, and annual reporting support and data management. Twenty-one (21) of Orange County's twenty-six (26) urban water suppliers have accessed these services. In addition to providing funding through Metropolitan's Conservation Credits Program, MWDOC has secured two federal grants totaling $200,000 for this project. Through 2025, MWDOC has provided a 60% cost-share, directly reducing Member Agency participation costs.

[4] The schedule for the Budget process impacts the timing of Choice Budget elections by Member Agencies. Therefore, the Choice Budget estimates in the Draft Budget should be considered preliminary.

The MAM Program supports Member Agency compliance with the landscape mapping requirements of the Conservation Framework, including the identification, measurement and classification of landscape areas associated with dedicated irrigation meters (DIMs), the identification of landscapes greater than ½ acre irrigated by mixed-use meters, and the reconciliation of DIM and residential landscape area measurements conducted by the Department of Water Resources to ensure data accuracy and completeness. Twenty (20) Orange County urban water suppliers access the MAM program. With funding from the Metropolitan Conservation Credits Program and $218,000 in procured state grant funding, MWDOC has provided an 80% cost share for this Program, significantly reducing the cost of Member Agency participation.

WATER LOSS CONTROL SHARED SERVICES

MWDOC's Water Loss Control Program is centered around Shared Services. Since 2019, MWDOC has offered Water Audit Validation, Distribution System Leak Detection services, Meter Accuracy Testing, and Pressure Surveys as ongoing Shared Services. Water Audit Validation remains a popular service, with 25 agencies using MWDOC to validate their water audits in compliance with SB 555. The Meter Accuracy Testing Program has seen increased participation, with over 2,700 meters tested to date.

Distribution System Leak Detection services have expanded significantly since 2020. There has been over a 220% increase in the miles of distribution system surveyed from FY 2019-20 to FY 2025-26, bringing the total surveyed to 7,163 miles. Additionally, the number of agencies accessing these services each year has also been increasing over time. As of FY 2025-26, 26 out of 29 retail water agencies (89%) in Orange County have accessed these services.

To date, 3,842 hidden leaks (leaks that have not surfaced) have been found through this Program. Water savings are estimated at more than 1,070 acre-feet per year with a value of $908,111 annually (based on variable production and customer retail unit costs). Additionally, MWDOC has secured funding from Metropolitan to offset costs to participating retail agencies. In addition to the variable costs, MWDOC's Water Loss Control Program has saved MWDOC's Member Agencies significant capital costs by detecting and repairing system leaks before they result in potentially catastrophic damage to facilities, assets, or private property.



MWDOC leak detection technicians use listening equipment to find hidden leaks.

K-12 WATER EDUCATION PROGRAM

Through interactive assemblies and inquiry-based activities aligned with academic standards, Orange County's youngest water users develop a strong foundation in water knowledge. This prepares them to make informed decisions about water usage and how to protect its long-term quality and availability. The MWDOC Choice School Programs save Orange County water providers significant time and money while providing consistent, vetted, water-focused educational programming for all students participating in the Programs and encouraging the next generation to consider careers in water.

LIMITED-TERM SHARED SERVICES PROGRAMS

LEAD AND COPPER RULE IMPROVEMENT TECHNICAL SUPPORT

Provide shared-service technical support to Member Agencies to help them comply with the Lead and Copper Rule Improvements (LCRI). MWDOC will coordinate this work and pass the costs through to participating agencies. The service has two components. First, compliance assessment and implementation planning supports agencies in preparing the Baseline Service Line and Connector Inventory, evaluating connector materials, assessing Non-Lead Service Line Validation requirements, and identifying future implementation needs. Second, agencies may elect optional implementation support, which includes field investigation, GIS application configuration, field data quality assurance and quality control, and non-lead service line validation implementation. Together, these services help agencies understand the regulatory requirements, develop compliance strategies, and complete the system improvements needed to meet LCRI deadlines.



8. WATER RATES AND CHARGES

MWDOC's rates and fees generally fall into three categories: (1) pass-through of costs from Metropolitan for imported water rates and charges; (2) specific charges for services contracted by our Member Agencies (Choice Budget); and (3) charges for MWDOC services that apply to all our Member Agencies (Core Budget).

MWDOC's revenue funding for its Core Budget is comprised of the Retail Meter Service Charge and the Groundwater Customer Charge. The rate structure was initially developed as part of the 2016 rate study and was implemented by the MWDOC Board of Directors for FY 2016-17. The rate structure was reevaluated in 2021, with modifications to the methodology for the Groundwater Customer Charge. This 2021 rate structure is used for the FY 2026-27 and FY 2027-28 Budget and rates.

PROPOSED NEW RATES

Based on the Proposed Budget and the current rate structure:

- **For FY 2026-27, the proposed Retail Meter Service Charge is $15.70 per meter**
- **For FY 2027-28, the proposed Retail Meter Service Charge is $16.25 per meter**

- **For FY 2026-27, the proposed Groundwater Customer Charge is $427,658**
- **For FY 2027-28, the proposed Groundwater Customer Charge is $441,989**

All other charges cover the cost of water supply, including Metropolitan water purchases and Metropolitan-associated charges (i.e., Readiness-to-Serve (RTS), Capacity Charge, Treated Peaking Capacity Charge, Treatment Used Standby Capacity Charge, and Treatment Remaining Standby Capacity).

The proposed Total Water Budget for FY 2026-27 and FY 2027-28 includes water purchases of 119,158 Acre-Feet (AF) and 124,158 AF, respectively, as well as anticipated Local Resource Program incentives of $2,872,750 and $2,987,660 respectively, a decrease of -$967,826 (-25.2%), RTS Charges, Capacity Charges, Treated Peaking Capacity Charge, Treatment Used Standby Capacity Charge, Treatment Used Standby Charge, and the South County Pipeline (SCP) / Santiago Aqueduct Commission (SAC) Surcharge[5].

[5] Summary of Water Fund revenues and expenses can be found in Exhibit A5.

Municipal Water District of Orange County (MWDOC)

BIENNIAL BUDGET

Fiscal Years 2026–27 & 2027–28 (Fall 2026 Update)

Final Draft

Mission Statement

To provide reliable, high-quality supplies from the Metropolitan Water District of Southern California (Metropolitan) and other sources to meet present and future needs, at an equitable and economical cost, and to promote water use efficiency for all of Orange County.

Municipal Water District of Orange County (MWDOC) Biennial Budget
Summary Of Revenue And Expenses By Accounts
Core Fund

	Adopted FY25-26	Projected FY25-26	Proposed FY26-27	Proposed FY27-28	FY25-26 to FY26-27 Variance	FY26-27 to FY27-28 Variance
Revenue						
4050-RETAIL CONNECTION CHARGE (See Exh C)	$ 9,939,371	$ 9,939,371	$ 10,278,727	$ 10,686,812	$ 339,356	$ 408,085
4055-GROUND WATER CUSTOMER CHARGE	$ 414,371	$ 414,371	$ 427,658	$ 441,989	$ 13,287	$ 14,331
4105-INTEREST REVENUE	$ 916,000	$ 931,000	$ 962,952	$ 810,785	$ 46,952	$ (152,167)
4230-REIMBURSEMENTS	$ -	$ 1,222,000	$ 33,000	$ 33,000	$ 33,000	$ -
4240-MISCELLANEOUS INCOME	$ 5,000	$ 1,200	$ 5,000	$ 5,000	$ -	$ -
4310-REVENUE FOR WEEA SPONSORSHIPS	$ -	$ -	$ 55,000	$ 60,000	$ 55,000	$ 5,000
4705-PRIOR YEAR CARRYOVER	$ -	$ -	$ 195,380	$ 60,207	$ 195,380	$ (135,173)
4XXX-REIMB FROM OPEB RESERVE/115 TRUST	$ 122,517	$ 107,000	$ 123,710	$ 128,658	$ 1,193	$ 4,948
Revenue Total	**$ 11,397,259**	**$ 12,614,942**	**$ 12,081,427**	**$ 12,226,451**	**$ 684,168**	**$ 145,024**
Expenditure						
6010-SALARIES AND WAGES - ADMIN	$ 4,952,736	$ 4,881,633	$ 5,383,649	$ 5,778,270	$ 430,913	$ 394,621
6012-GRANT RECOVERY - SALARIES	$ (33,000)	$ (33,000)	$ -	$ -	$ 33,000	$ -
6090-DIRECTORS COMPENSATION - MWDOC	$ 281,917	$ 275,208	$ 290,942	$ 300,923	$ 9,025	$ 9,981
6095-DIRECTORS COMPENSATION-MET	$ 161,096	$ 156,399	$ 166,253	$ 171,956	$ 5,157	$ 5,703
6105-BENEFITS ADMIN	$ 1,525,517	$ 1,592,790	$ 1,787,462	$ 1,868,632	$ 261,945	$ 81,170
6109-UNFUNDED PENSION	$ 207,000	$ 207,000	$ 207,000	$ 207,000	$ -	$ -
6111-OVERHEAD REIMBURSEMENT	$ (504,105)	$ (94,640)	$ (432,041)	$ (459,233)	$ 72,064	$ (27,192)
6115-DIRECTORS BENEFITS	$ 158,371	$ 152,929	$ 174,974	$ 181,496	$ 16,603	$ 6,522
6120-HEALTH INSURANCE FOR RETIREES	$ 122,517	$ 107,000	$ 123,710	$ 128,658	$ 1,193	$ 4,948
6205-TRAINING EXPENSE (See Exh J)	$ 82,445	$ 52,000	$ 56,500	$ 58,500	$ (25,945)	$ 2,000
6210-TUITION REIMBURSEMENT	$ 6,500	$ 7,662	$ 6,900	$ 7,100	$ 400	$ 200
6220-TEMPORARY HELP EXPENSE	$ 5,000	$ -	$ 5,000	$ 5,000	$ -	$ -
7010-OUTSIDE CONSULTING SERVICES (See Exh J)	$ 570,000	$ 1,707,850	$ 450,000	$ 398,000	$ (120,000)	$ (52,000)
7020-LEGAL EXPENSE (See Exh J)	$ 260,000	$ 266,000	$ 257,040	$ 263,121	$ (2,960)	$ 6,081
7030-AUDIT EXPENSE (See Exh J)	$ 37,445	$ 32,455	$ 38,418	$ 39,420	$ 973	$ 1,002
7040-PROFESSIONAL SERVICES (See Exh J)	$ 914,200	$ 821,000	$ 870,675	$ 824,014	$ (43,525)	$ (46,661)
7110-CONFERENCE - EMPLOYEE (See Exh E)	$ 42,497	$ 39,465	$ 48,111	$ 50,570	$ 5,614	$ 2,459
7115-CONFERENCE EXPENSE-DIRECTOR (See Exh F)	$ 17,155	$ 21,095	$ 21,784	$ 22,617	$ 4,629	$ 833
7150-TRAVEL/ACCOMMODATION-EMPLOYEE (See Exh E)	$ 85,900	$ 78,169	$ 78,620	$ 80,826	$ (7,280)	$ 2,206
7155-TRAVEL/ACCOMMODATION-DIRECTOR (See Exh F)	$ 36,625	$ 36,050	$ 31,400	$ 32,536	$ (5,225)	$ 1,136
7210-MEMBERSHIP & SPONSORSHIP (See Exh D)	$ 221,386	$ 220,941	$ 201,308	$ 208,717	$ (20,078)	$ 7,409
7250-CDR SUPPORT	$ 72,650	$ 72,648	$ 77,272	$ 77,272	$ 4,622	$ -
7305-BUSINESS EXPENSE	$ 5,500	$ 5,607	$ 5,720	$ 5,949	$ 220	$ 229
7306-EDUCATION INITIATIVE	$ 35,000	$ -	$ 57,500	$ 60,000	$ 22,500	$ 2,500
7310-OFFICE MAINTENANCE	$ 156,000	$ 150,000	$ 163,385	$ 169,921	$ 7,385	$ 6,536
7315-BUILDING REPAIR & MAINTENANCE	$ 57,200	$ 59,000	$ 64,381	$ 66,957	$ 7,181	$ 2,576
7320-STORAGE RENTAL AND EQUIP LEASE	$ 1,125	$ 1,000	$ 1,170	$ 1,217	$ 45	$ 47
7330-OFFICE SUPPLIES	$ 28,000	$ 25,000	$ 28,000	$ 29,120	$ -	$ 1,120
7340-POSTAGE-MAIL DELIVERY	$ 8,800	$ 7,500	$ 8,124	$ 8,209	$ (676)	$ 85
7350-SUBSCRIPTIONS-BOOKS	$ 10,000	$ 11,500	$ 6,500	$ 6,760	$ (3,500)	$ 260
7360-REPRODUCTION EXPENSE	$ 108,500	$ 110,000	$ 107,000	$ 112,970	$ (1,500)	$ 5,970
7410-COMPUTER AND PERIPHERALS MAINT	$ 15,850	$ 13,000	$ 15,300	$ 16,853	$ (550)	$ 1,553
7430-SOFTWARE PURCHASE	$ 269,311	$ 154,900	$ 228,543	$ 241,259	$ (40,768)	$ 12,716
7440-SOFTWARE SUPPORT	$ 20,000	$ 59,600	$ 4,100	$ 4,300	$ (15,900)	$ 200
7450-COMPUTERS AND EQUIPMENT	$ 45,250	$ 30,000	$ 12,750	$ 12,750	$ (32,500)	$ -
7610-AUTOMOTIVE EXPENSE-MILEAGE	$ 11,500	$ 10,600	$ 11,500	$ 11,680	$ -	$ 180
7615-TOLL ROAD CHARGES	$ 550	$ 500	$ 550	$ 560	$ -	$ 10
7620-INSURANCE EXPENSE	$ 233,950	$ 210,000	$ 238,426	$ 247,965	$ 4,476	$ 9,539
7640-UTILITIES-TELEPHONE	$ 47,474	$ 38,430	$ 43,675	$ 45,421	$ (3,799)	$ 1,746
7650-BANK FEES	$ 2,400	$ 100	$ 1,600	$ 1,600	$ (800)	$ -
7670-MISCELLANEOUS EXPENSE	$ 135,200	$ 160,152	$ 104,000	$ 107,391	$ (31,200)	$ 3,391
8510-MWDOCS CONTRIB TO PROGRAMS	$ 353,149	$ 353,149	$ 399,019	$ 424,680	$ 45,870	$ 25,661
8710-ELECTION EXPENSES	$ 605,000	$ 605,000	$ 600,000	$ 470,000	$ (5,000)	$ (130,000)
8810-CAPITAL ACQUISITION	$ 25,000	$ 7,500	$ -	$ -	$ (25,000)	$ -
8811-BUILDING EXPENSE	$ -	$ -	$ 75,000	$ -	$ 75,000	$ (75,000)
Expenditure Total	**$ 11,398,611**	**$ 12,613,192**	**$ 12,021,220**	**$ 12,290,957**	**$ 622,609**	**$ 269,737**
Net Increase to (Use of) Reserves	**$ (1,352)**	**$ 1,749**	**$ 60,207**	**$ (64,506)**	**$ 61,559**	**$ (124,713)**

Municipal Water District of Orange County (MWDOC) Biennial Budget
Summary Of Revenue And Expenses By Accounts
Choice Fund

	Adopted FY25-26	Projected FY25-26	Proposed FY26-27	Proposed FY27-28	FY25-26 to FY26-27 Variance	FY26-27 to FY27-28 Variance
Revenue						
4215-CHOICE REVENUE	$ 2,057,635	$ 1,712,991	$ 2,418,671	$ 2,669,441	$ 361,036	$ 250,770
4230-REIMBURSEMENTS	$ -	$ -	$ 203,000	$ 215,667	$ 203,000	$ 12,667
4305-REVENUE FROM MWD	$ 312,321	$ 252,011	$ 223,520	$ 251,691	$ (88,801)	$ 28,171
4350-REVENUE - OTHER	$ -	$ -	$ 609,581	$ 792,455	$ 609,581	$ 182,874
4705-PRIOR YEAR CARRYOVER	$ 944	$ 3	$ -	$ -	$ (944)	$ -
Revenue Total	**$ 2,370,900**	**$ 1,965,005**	**$ 3,454,772**	**$ 3,929,254**	**$ 1,083,872**	**$ 474,482**
Expenditure						
6010-SALARIES AND WAGES - ADMIN	$ 889,498	$ 757,449	$ 774,810	$ 821,355	$ (114,688)	$ 46,545
6012-GRANT RECOVERY - SALARIES	$ (15,000)	$ (6,578)	$ -	$ -	$ 15,000	$ -
6105-BENEFITS ADMIN	$ 248,957	$ 208,118	$ 203,543	$ 218,576	$ (45,414)	$ 15,033
6111-OVERHEAD REIMBURSEMENT	$ 504,105	$ 420,879	$ 432,041	$ 459,233	$ (72,064)	$ 27,192
6205-TRAINING EXPENSE (See Exh J)	$ 2,000	$ 2,200	$ 2,000	$ 2,000	$ -	$ -
7040-PROFESSIONAL SERVICES (See Exh J)	$ 710,458	$ 555,300	$ 1,547,164	$ 1,599,322	$ 836,706	$ 52,158
7332-SUPPLIES - WATER LOSS CONTROL	$ 4,000	$ 3,400	$ 11,000	$ 4,500	$ 7,000	$ (6,500)
7340-POSTAGE-MAIL DELIVERY	$ 650	$ 500	$ 500	$ 500	$ (150)	$ -
7430-SOFTWARE PURCHASE	$ 2,420	$ 2,200	$ 3,200	$ 3,200	$ 780	$ -
7610-AUTOMOTIVE EXPENSE-MILEAGE	$ 100	$ 100	$ 100	$ 120	$ -	$ 20
7612-VEHICLE EXPENSE	$ 10,000	$ 10,000	$ 17,000	$ 12,000	$ 7,000	$ (5,000)
7615-TOLL ROAD CHARGES	$ 400	$ 1,500	$ 2,000	$ 2,000	$ 1,600	$ -
7620-INSURANCE EXPENSE	$ 200	$ 177	$ 200	$ 220	$ -	$ 20
7640-UTILITIES-TELEPHONE	$ 2,112	$ 2,760	$ 2,880	$ 2,880	$ 768	$ -
7670-MISCELLANEOUS EXPENSE	$ 11,000	$ 7,000	$ 16,000	$ 11,500	$ 5,000	$ (4,500)
7672-REIMBURSABLE REBATE EXPENSES	$ -	$ -	$ 442,334	$ 791,848	$ 442,334	$ 349,514
Expenditure Total	**$ 2,370,900**	**$ 1,965,005**	**$ 3,454,772**	**$ 3,929,254**	**$ 1,083,872**	**$ 474,482**
Net Increase to (Use of) Reserves	**$ -**	**$ -**	**$ -**	**$ -**	**$ -**	**$ -**

Municipal Water District of Orange County (MWDOC) Biennial Budget
Summary Of Revenue And Expenses By Accounts
Consolidated (Core And Choice Funds)

	Adopted FY25-26	Projected FY25-26	Proposed FY26-27	Proposed FY27-28	FY25-26 to FY26-27 Variance	FY26-27 to FY27-28 Variance
Revenue						
4050-RETAIL CONNECTION CHARGE (See Exh C)	$ 9,939,371	$ 9,939,371	$ 10,278,727	$ 10,686,812	$ 339,356	$ 408,085
4055-GROUND WATER CUSTOMER CHARGE	$ 414,371	$ 414,371	$ 427,658	$ 441,989	$ 13,287	$ 14,331
4105-INTEREST REVENUE	$ 916,000	$ 931,000	$ 962,952	$ 810,785	$ 46,952	$ (152,167)
4215-CHOICE REVENUE	$ 2,057,635	$ 1,712,991	$ 2,418,671	$ 2,669,441	$ 361,036	$ 250,770
4230-REIMBURSEMENTS	$ -	$ 1,222,000	$ 236,000	$ 248,667	$ 236,000	$ 12,667
4240-MISCELLANEOUS INCOME	$ 5,000	$ 1,200	$ 5,000	$ 5,000	$ -	$ -
4305-REVENUE FROM MWD	$ 312,321	$ 252,011	$ 223,520	$ 251,691	$ (88,801)	$ 28,171
4310-REVENUE FOR WEEA SPONSORSHIPS	$ -	$ -	$ 55,000	$ 60,000	$ 55,000	$ 5,000
4350-REVENUE - OTHER	$ -	$ -	$ 609,581	$ 792,455	$ 609,581	$ 182,874
4705-PRIOR YEAR CARRYOVER	$ 944	$ 3	$ 195,380	$ 60,207	$ 194,436	$ (135,173)
4XXX-REIMB FROM OPEB RESERVE/115 TRUST	$ 122,517	$ 107,000	$ 123,710	$ 128,658	$ 1,193	$ 4,948
Revenue Total	**$ 13,768,159**	**$ 14,579,947**	**$ 15,536,199**	**$ 16,155,705**	**$ 1,768,040**	**$ 619,506**
Expenditure						
6010-SALARIES AND WAGES - ADMIN	$ 5,842,234	$ 5,639,082	$ 6,158,459	$ 6,599,625	$ 316,225	$ 441,166
6012-GRANT RECOVERY - SALARIES	$ (48,000)	$ (39,578)	$ -	$ -	$ 48,000	$ -
6090-DIRECTORS COMPENSATION - MWDOC	$ 281,917	$ 275,208	$ 290,942	$ 300,923	$ 9,025	$ 9,981
6095-DIRECTORS COMPENSATION-MET	$ 161,096	$ 156,399	$ 166,253	$ 171,956	$ 5,157	$ 5,703
6105-BENEFITS ADMIN	$ 1,774,474	$ 1,800,908	$ 1,991,005	$ 2,087,208	$ 216,531	$ 96,203
6109-UNFUNDED PENSION	$ 207,000	$ 207,000	$ 207,000	$ 207,000	$ -	$ -
6111-OVERHEAD REIMBURSEMENT	$ -	$ 326,239	$ -	$ -	$ -	$ -
6115-DIRECTORS BENEFITS	$ 158,371	$ 152,929	$ 174,974	$ 181,496	$ 16,603	$ 6,522
6120-HEALTH INSURANCE FOR RETIREES	$ 122,517	$ 107,000	$ 123,710	$ 128,658	$ 1,193	$ 4,948
6205-TRAINING EXPENSE (See Exh J)	$ 84,445	$ 54,200	$ 58,500	$ 60,500	$ (25,945)	$ 2,000
6210-TUITION REIMBURSEMENT	$ 6,500	$ 7,662	$ 6,900	$ 7,100	$ 400	$ 200
6220-TEMPORARY HELP EXPENSE	$ 5,000	$ -	$ 5,000	$ 5,000	$ -	$ -
7010-OUTSIDE CONSULTING SERVICES (See Exh J)	$ 570,000	$ 1,707,850	$ 450,000	$ 398,000	$ (120,000)	$ (52,000)
7020-LEGAL EXPENSE (See Exh J)	$ 260,000	$ 266,000	$ 257,040	$ 263,121	$ (2,960)	$ 6,081
7030-AUDIT EXPENSE (See Exh J)	$ 37,445	$ 32,455	$ 38,418	$ 39,420	$ 973	$ 1,002
7040-PROFESSIONAL SERVICES (See Exh J)	$ 1,624,658	$ 1,376,300	$ 2,417,839	$ 2,423,336	$ 793,181	$ 5,497
7110-CONFERENCE - EMPLOYEE (See Exh E)	$ 42,497	$ 39,465	$ 48,111	$ 50,570	$ 5,614	$ 2,459
7115-CONFERENCE EXPENSE-DIRECTOR (See Exh F)	$ 17,155	$ 21,095	$ 21,784	$ 22,617	$ 4,629	$ 833
7150-TRAVEL/ACCOMMODATION-EMPLOYEE (See Exh E)	$ 85,900	$ 78,169	$ 78,620	$ 80,826	$ (7,280)	$ 2,206
7155-TRAVEL/ACCOMMODATION-DIRECTOR (See Exh F)	$ 36,625	$ 36,050	$ 31,400	$ 32,536	$ (5,225)	$ 1,136
7210-MEMBERSHIP & SPONSORSHIP (See Exh D)	$ 221,386	$ 220,941	$ 201,308	$ 208,717	$ (20,078)	$ 7,409
7250-CDR SUPPORT	$ 72,650	$ 72,648	$ 77,272	$ 77,272	$ 4,622	$ -
7305-BUSINESS EXPENSE	$ 5,500	$ 5,607	$ 5,720	$ 5,949	$ 220	$ 229
7306-EDUCATION INITIATIVE	$ 35,000	$ -	$ 57,500	$ 60,000	$ 22,500	$ 2,500
7310-OFFICE MAINTENANCE	$ 156,000	$ 150,000	$ 163,385	$ 169,921	$ 7,385	$ 6,536
7315-BUILDING REPAIR & MAINTENANCE	$ 57,200	$ 59,000	$ 64,381	$ 66,957	$ 7,181	$ 2,576
7320-STORAGE RENTAL AND EQUIP LEASE	$ 1,125	$ 1,000	$ 1,170	$ 1,217	$ 45	$ 47
7330-OFFICE SUPPLIES	$ 28,000	$ 25,000	$ 28,000	$ 29,120	$ -	$ 1,120
7332-SUPPLIES - WATER LOSS CONTROL	$ 4,000	$ 3,400	$ 11,000	$ 4,500	$ 7,000	$ (6,500)
7340-POSTAGE-MAIL DELIVERY	$ 9,450	$ 8,000	$ 8,624	$ 8,709	$ (826)	$ 85
7350-SUBSCRIPTIONS-BOOKS	$ 10,000	$ 11,500	$ 6,500	$ 6,760	$ (3,500)	$ 260
7360-REPRODUCTION EXPENSE	$ 108,500	$ 110,000	$ 107,000	$ 112,970	$ (1,500)	$ 5,970
7410-COMPUTER AND PERIPHERALS MAINT	$ 15,850	$ 13,000	$ 15,300	$ 16,853	$ (550)	$ 1,553
7430-SOFTWARE PURCHASE	$ 271,731	$ 157,100	$ 231,743	$ 244,459	$ (39,988)	$ 12,716
7440-SOFTWARE SUPPORT	$ 20,000	$ 59,600	$ 4,100	$ 4,300	$ (15,900)	$ 200
7450-COMPUTERS AND EQUIPMENT	$ 45,250	$ 30,000	$ 12,750	$ 12,750	$ (32,500)	$ -
7610-AUTOMOTIVE EXPENSE-MILEAGE	$ 11,600	$ 10,700	$ 11,600	$ 11,800	$ -	$ 200
7612-VEHICLE EXPENSE	$ 10,000	$ 10,000	$ 17,000	$ 12,000	$ 7,000	$ (5,000)
7615-TOLL ROAD CHARGES	$ 950	$ 2,000	$ 2,550	$ 2,560	$ 1,600	$ 10
7620-INSURANCE EXPENSE	$ 234,150	$ 210,177	$ 238,626	$ 248,185	$ 4,476	$ 9,559
7640-UTILITIES-TELEPHONE	$ 49,586	$ 41,190	$ 46,555	$ 48,301	$ (3,031)	$ 1,746
7650-BANK FEES	$ 2,400	$ 100	$ 1,600	$ 1,600	$ (800)	$ -
7670-MISCELLANEOUS EXPENSE	$ 146,200	$ 167,152	$ 120,000	$ 118,891	$ (26,200)	$ (1,109)

Municipal Water District of Orange County (MWDOC) Biennial Budget
Summary Of Revenue And Expenses By Accounts
Consolidated (Core And Choice Funds)

	Adopted FY25-26	Projected FY25-26	Proposed FY26-27	Proposed FY27-28	FY25-26 to FY26-27 Variance	FY26-27 to FY27-28 Variance
7672-REIMBURSABLE REBATE EXPENSES	$ -	$ -	$ 442,334	$ 791,848	$ 442,334	$ 349,514
8510-MWDOCS CONTRIB TO PROGRAMS	$ 353,149	$ 353,149	$ 399,019	$ 424,680	$ 45,870	$ 25,661
8710-ELECTION EXPENSES	$ 605,000	$ 605,000	$ 600,000	$ 470,000	$ (5,000)	$ (130,000)
8810-CAPITAL ACQUISITION	$ 25,000	$ 7,500	$ -	$ -	$ (25,000)	$ -
8811-BUILDING EXPENSE	$ -	$ -	$ 75,000	$ -	$ 75,000	$ (75,000)
Expenditure Total	**$ 13,769,511**	**$ 14,578,197**	**$ 15,475,992**	**$ 16,220,211**	**$ 1,706,481**	**$ 744,219**
Net Increase to (Use of) Reserves	**$ (1,352)**	**$ 1,749**	**$ 60,207**	**$ (64,506)**	**$ 61,559**	**$ (124,713)**

Municipal Water District of Orange County (MWDOC) Biennial Budget
Summary Of Revenue And Expenses By Accounts
Water Fund

	Adopted FY25-26	Projected FY25-26	Proposed FY26-27	Proposed FY27-28	FY25-26 to FY26-27 Variance	FY26-27 to FY27-28 Variance
Revenue						
4005-LOCAL RESOURCE PROGRAM INCENTIVES	$ (3,840,576)	$ (2,762,235)	$ (2,872,750)	$ (2,987,660)	$ 967,826	$ (114,910)
4005-WATER SALES	$ 179,332,825	$ 175,139,815	$ 162,834,152	$ 183,136,328	$(16,498,673)	$ 20,302,176
4030-READINESS TO SERVE CHRGE-SALES	$ 16,934,350	$ 17,401,299	$ 17,654,354	$ 18,360,528	$ 720,004	$ 706,174
4041-CAPACITY CHARGE (CCF) REVENUE	$ 4,624,125	$ 4,371,900	$ 4,230,450	$ 4,399,668	$ (393,675)	$ 169,218
4090-SCP/SAC PIPELINE SURCHARGE	$ 443,000	$ 405,012	$ 460,720	$ 479,149	$ 17,720	$ 18,429
Revenue Total	**$ 197,493,724**	**$ 194,555,791**	**$ 182,306,926**	**$ 203,388,013**	**$(15,186,798)**	**$ 21,081,087**
Expenditure						
5110-LOCAL RESOURCE PROGRAM INCENTIVES	$ (3,840,576)	$ (2,762,235)	$ (2,872,750)	$ (2,987,660)	$ 967,826	$ (114,910)
5110-WATER PURCHASES - MET	$ 179,332,825	$ 175,139,815	$ 162,834,152	$ 183,136,328	$(16,498,673)	$ 20,302,176
5230-READINESS TO SERVE CHRGE-PURCH	$ 16,934,350	$ 17,401,299	$ 17,654,354	$ 18,360,528	$ 720,004	$ 706,174
5241-CAPACITY CHARGE (CCF)	$ 4,624,125	$ 4,371,900	$ 4,230,450	$ 4,399,668	$ (393,675)	$ 169,218
5290-SCP/SAC PIPELINE SURCHARGE	$ 443,000	$ 405,012	$ 460,720	$ 479,149	$ 17,720	$ 18,429
Expenditure Total	**$ 197,493,724**	**$ 194,555,791**	**$ 182,306,926**	**$ 203,388,013**	**$(15,186,798)**	**$ 21,081,087**
Net Increase to (Use of) Reserves	**$ -**	**$ -**	**$ -**	**$ -**	**$ -**	**$ -**

Municipal Water District of Orange County (MWDOC) Biennial Budget
Summary Of Revenue And Expenses By Accounts
Water Use Efficiency Program Fund

	Adopted FY25-26	Projected FY25-26	Proposed FY26-27	Proposed FY27-28	FY25-26 to FY26-27 Variance	FY26-27 to FY27-28 Variance
Revenue						
4305-REVENUE FROM MWD	$ 5,861,960	$7,862,119	$ 5,476,000	$ 5,547,000	$ (385,960)	$ 71,000
4340-REVENUE - MEMBER AGENCIES	$ 1,572,525	$728,938	$ 756,804	$ 424,812	$ (815,721)	$ (331,992)
4405-GRANTS FROM USBR	$ 519,051	$810,625	$ 321,936	$ 58,750	$ (197,115)	$ (263,186)
4410-DEPARTMENT OF WATER RESOURCES	$ 395,962	$310,126	$ 387,775	$ 205,000	$ (8,187)	$ (182,775)
Revenue Total	**$ 8,349,498**	**$9,711,809.00**	**$ 6,942,515**	**$ 6,235,562**	**$ (1,406,983)**	**$ (706,953)**
Expenditure						
1215-CONSULTANT ADMINISTRATION	$ 1,222,638	$650,000	$ 534,744	$ 129,246	$ (687,894)	$ (405,498)
1225-INSTALLATION VERIFICATION	$ 121,353	$112,794	$ 74,000	$ 53,000	$ (47,353)	$ (21,000)
1230-REBATE INCENTIVES	$ 6,935,507	$8,810,425	$ 6,235,996	$ 5,978,316	$ (699,511)	$ (257,680)
1235-SURVEYS AND AUDITS	$ 70,000	$138,590	$ 97,775	$ 75,000	$ 27,775	$ (22,775)
Expenditure Total	**$ 8,349,498**	**$9,711,809.00**	**$ 6,942,515**	**$ 6,235,562**	**$ (1,406,983)**	**$ (706,953)**
Net Increase to (Use of) Reserves	**$ -**	**-**	**$ -**	**$ -**	**$ -**	**$ -**

Municipal Water District of Orange County (MWDOC) Biennial Budget
Detail Of Expenditures By Cost Centers Including FTEs
Core and Choice Funds

Fund	CostCenter	Adopted FY25-26	Projected FY25-26	Proposed FY26-27	Proposed FY27-28	Adopted FY25-26 FTE	Proposed FY26-27 FTE	Proposed FY27-28 FTE
Core Fund	CC#00 General	$ -	$ -	$ 33,333	$ 33,333	0.00	0.00	0.00
	CC#11 Board Relations	$ 2,171,143	$ 2,020,045	$ 2,084,040	$ 2,011,897	2.74	2.25	2.25
	CC#12 Administration	$ 1,182,478	$ 840,557	$ 823,287	$ 829,767	5.08	4.07	3.97
	CC#13 Human Resources	$ 654,774	$ 631,386	$ 729,886	$ 713,624	2.09	2.05	2.54
	CC#19 Overhead	$ 1,156,399	$ 1,588,250	$ 1,451,181	$ 1,462,893	3.80	4.33	4.56
	CC#21 Engineering & Planning	$ 1,210,857	$ 2,381,471	$ 1,327,791	$ 1,349,089	3.03	3.25	3.60
	CC#23 Metropolitan & Water Resources	$ 584,129	$ 571,655	$ 646,331	$ 681,153	2.07	2.05	2.06
	CC#24 MWDOC Contribution to WEROC	$ 353,149	$ 353,149	$ 365,686	$ 391,347	3.19	3.19	3.20
	CC#30 Water Energy Education Alliance (WEEA)	$ -	$ -	$ 88,000	$ 93,000	0.00	0.39	0.34
	CC#31 Government Affairs & Policy	$ 670,546	$ 697,949	$ 659,213	$ 663,295	0.89	0.61	0.58
	CC#32 Public Affairs	$ 1,465,975	$ 1,499,216	$ 1,216,081	$ 1,273,094	5.93	4.66	4.68
	CC#33 Education Outreach	$ 35,000	$ 1,100	$ 375,947	$ 420,816	0.00	1.24	1.30
	CC#35 Water Use Efficiency	$ 531,517	$ 679,781	$ 394,535	$ 415,591	1.76	1.31	1.34
	CC#36 Water Loss Control	$ -	$ 15,243	$ 319,684	$ 320,718	[redacted]	1.48	1.31
	CC#41 Finance	$ 900,773	$ 918,269	$ 963,852	$ 1,061,571	3.41	4.38	4.59
	CC#45 Information Technology	$ 481,871	$ 415,121	$ 542,373	$ 569,769	0.95	0.96	0.96
Core Fund Total		**$ 11,398,611**	**$ 12,613,192**	**$ 12,021,220**	**$ 12,290,957**	**34.94**	**36.22**	**37.28**
Choice Fund	CC#61 AMP Administration	$ 944	$ 3	$ -	$ -	0.00	0.00	0.00
	CC#62 Water Use Efficiency (Choice)	$ 1,183,382	$ 1,054,339	$ 915,382	$ 950,785	5.99	4.21	4.21
	CC#63 School Program (Choice)	$ 504,809	$ 377,786	$ 495,653	$ 542,463	0.05	0.07	0.08
	CC#70 Water Loss Control (Choice)	$ 681,765	$ 532,877	$ 1,840,737	$ 2,220,339	3.03	3.37	3.35
	CC#71 Engineering (Choice)	$ -	$ -	$ 203,000	$ 215,667	0.00	0.00	0.00
Choice Fund Total		**$ 2,370,900**	**$ 1,965,005**	**$ 3,454,772**	**$ 3,929,254**	**9.07**	**7.65**	**7.64**
Grand Total		**$ 13,769,511**	**$ 14,578,197**	**$ 15,475,992**	**$ 16,220,211**	**44.01**	**43.87**	**44.92**

Municipal Water District of Orange County (MWDOC) Biennial Budget

Fiscal Master Plan for Fiscal Years 2026-27 2027-28 (Exh C)

(in thousands unless otherwise stated)

	Adopted Budget FY25/26	Projected Budget FY25/26	Proposed Budget FY26/27	Proposed Budget FY27/28	Plan Projections[1] FY28/29	Plan Projections[1] FY29/30	Plan Projections[1] FY30/31
Beginning Designated Reserve Balance - MWDOC	$ 6,151	$ 6,065	$ 6,061	$ 5,819	$ 5,694	$ 5,517	$ 5,403
less OPEB Reserve	$ 297	$ 113	$ 107	$ -	$ -	$ -	$ -
Adjusted Reserve Balance	$ 5,854	$ 5,953	$ 5,954	$ 5,819	$ 5,694	$ 5,517	$ 5,403
Revenues							
Water Rate Revenues:							
Retail Meter Agency Charge	$ 9,939	$ 9,939	$ 10,279	$ 10,687	$ 11,098	$ 11,513	$ 11,932
Ground Water Customer Charge	$ 414	$ 414	$ 428	$ 442	$ 457	$ 473	$ 490
Subtotal	$ 10,354	$ 10,354	$ 10,706	$ 11,129	$ 11,556	$ 11,987	$ 12,422
Other Revenues:							
Choice Revenues	$ 2,343	$ 1,965	$ 3,455	$ 3,929	$ 4,067	$ 4,209	$ 4,356
Interest Earnings	$ 916	$ 931	$ 963	$ 811	$ 852	$ 904	$ 971
Misc./Reimbursements	$ 5	$ 1,330	$ 217	$ 227	$ 235	$ 243	$ 251
Subtotal	$ 3,264	$ 4,226	$ 4,634	$ 4,967	$ 5,154	$ 5,356	$ 5,578
Total Revenues	$ 13,618	$ 14,580	$ 15,341	$ 16,095	$ 16,709	$ 17,343	$ 18,000
Expenses							
Core Expenses	$ 10,769	$ 12,001	$ 11,421	$ 11,821	$ 12,235	$ 12,663	$ 13,106
Choice Expenses	$ 2,343	$ 1,965	$ 3,455	$ 3,929	$ 4,067	$ 4,209	$ 4,356
Capital Acquisitions (not including building)	$ 25	$ 8	$ -	$ -	$ -	$ -	$ -
Total Expenses w/o Election	$ 13,137	$ 13,973	$ 14,876	$ 15,750	$ 16,301	$ 16,872	$ 17,463
Revenue Over Expenses w/o Election	$ 481	$ 607	$ 465	$ 345	$ 408	$ 471	$ 538
ELECTION Reserve Beginning Balance	$ 1,570	$ 1,570	$ 2,175	$ 1,436	$ 1,906	$ 705	$ 1,290
Annual Election Reserve Contribution	$ 605	$ 605	$ 600	$ 470	$ 585	$ 585	$ 600
Annual Election Expense	$ -	$ -	$ 1,339	$ -	$ 1,785	$ -	$ 1,339
Election Reserve Ending Balance	$ 2,175	$ 2,175	$ 1,436	$ 1,906	$ 705	$ 1,290	$ 551
Ending General Fund & Designated Reserves	**$ 3,555**	**$ 3,780**	**$ 4,384**	**$ 3,789**	**$ 4,812**	**$ 4,113**	**$ 4,790**

Document does not reflect MWDOC's irrevocable trust towards OPEB Pension liability

MWDOC Water Rates (Figures are unscaled)

Total Retail Customer Meters	**651,762**	**651,762**	**654,696**	**657,650**	**660,610**	**663,590**	**666,580**
Connection Charge	**$ 15.25**	**$ 15.25**	**$ 15.70**	**$ 16.25**	**$ 16.80**	**$ 17.35**	**$ 17.90**
Rate Increase Proposal:							
Rate Change %	[redacted]		**2.95%**	**3.50%**	**3.38%**	**3.27%**	**3.17%**
Connection Charge			**$ 0.45**	**$ 0.55**	**$ 0.55**	**$ 0.55**	**$ 0.55**

1 Assumptions for FMP:

Projected Inflation rate: 3.50% per year

Rate of return on Investment of portfolio: 4.25% per year

Municipal Water District of Orange County (MWDOC) Biennial Budget

Proposed Participation Costs and Registration/Travel Budgets (Staff & Board) (Exh: D,E,F)

Fiscal Years 2026-27 & 2027-28

*Includes all modes of travel (except automotive mileage), room accommodations, meals, and related misc. expenses.

		Exh D (see Exh G for add'n details) Proposed District Participation Costs				Exh E Proposed Staff Registration & Travel Budget*				Exh F Proposed Board Registration & Travel Budget*			
Conference / Meeting	Approval included in Budget Approval	Adopted Budget FY25/26	Projected Budget FY25/26	Proposed Budget FY26/27	Proposed Budget FY27/28	Proposed Budget FY26/27 Registration	Proposed Budget FY26/27 Travel	Proposed Budget FY27/28 Registration	Proposed Budget FY27/28 Travel	Proposed Budget FY26/27 Registration	Proposed Budget FY26/27 Travel	Proposed Budget FY27/28 Registration	Proposed Budget FY27/28 Travel
Board Related													
Association of California Cities- Orange County (ACCOC)	√	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 500	$ 800	$ 520	$ 832
Association of California Water Agencies (ACWA)	√	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 7,709	$ 9,800	$ 8,017	$ 10,192
Cal Desal	√	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 200	$ 600	$ 210	$ 624
California Council for Environmental and Economic Balance (CCEEB)	√	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 1,500	$ 1,600	$ 1,560	$ 1,664
California Special Districts Association (CSDA)	√	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 800	$ 1,600	$ 832	$ 1,664
Colorado River Water Users Association (CRWUA)	√	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 1,875	$ 3,000	$ 1,950	$ 3,120
Festival of Butterflies Sponsorship	√	$ 2,575	$ 2,575	$ 2,678	$ 2,785	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
LAFCO	√	$ 48,652	$ 51,381	$ 39,906	$ 41,500	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Legislative Advocacy	√	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 1,000	$ 3,000	$ 1,000	$ 3,000
Orange County Business Council (OCBC)	√	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 1,600	$ 2,500	$ 1,664	$ 2,600
Orange County Taxpayers Association (OC Tax)	New	$ -	$ -	$ 2,500	$ 2,500	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Sustain Southern California (Sustain SoCal)	New	$ -	$ -	$ 2,000	$ 2,000	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Urban Water Institute	√	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 4,800	$ 6,000	$ 4,992	$ 6,240
Undetermined Conference / Meeting	√	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 1,800	$ 2,500	$ 1,872	$ 2,600
Board Related Total		**$ 51,227**	**$ 53,956**	**$ 47,084**	**$ 48,785**	**$ -**	**$ -**	**$ -**	**$ -**	**$ 21,784**	**$ 31,400**	**$ 22,617**	**$ 32,536**
Staff Related													
(DWR)/State Water Resources Control Board (SWRCB)	√	$ -	$ -	$ -	$ -	$ -	$ 1,800	$ -	$ 1,800	$ -	$ -	$ -	$ -
3CMA: City-County Communications & Marketing Assoc.	New	$ -	$ -	$ 1,030	$ 400	$ -	$ 1,200	$ 931	$ 1,248	$ -	$ -	$ -	$ -
Alliance for Water Use Efficiency	√	$ -	$ -	$ -	$ -	$ 1,400	$ 3,720	$ 1,456	$ 3,869	$ -	$ -	$ -	$ -
American Water Works Association (AWWA)	√	$ 2,445	$ 2,197	$ 2,285	$ 2,376	$ 3,400	$ 5,150	$ 3,541	$ 5,356	$ -	$ -	$ -	$ -
Association of California Cities- Orange County (ACCOC)	√	$ 5,150	$ 5,150	$ 5,356	$ 5,570	$ 500	$ 800	$ 520	$ 832	$ -	$ -	$ -	$ -
Association of California Water Agencies (ACWA)	√	$ 27,965	$ 27,150	$ 28,236	$ 29,365	$ 10,055	$ 16,600	$ 10,450	$ 17,260	$ -	$ -	$ -	$ -
CA Chamber of Commerce (HR California)	√	$ 979	$ 979	$ 1,018	$ 1,059	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
CA Water for all	√	$ 10,000	$ 10,000	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Cal Desal	√	$ 5,150	$ 5,000	$ 5,200	$ 5,408	$ 200	$ 600	$ 208	$ 624	$ -	$ -	$ -	$ -
California Association of Public Information Officers (CAPIO)	√	$ 1,150	$ 1,275	$ 900	$ 936	$ 300	$ 2,300	$ 300	$ 2,432	$ -	$ -	$ -	$ -
California Association of Science Educators (CASE)	New	$ -	$ -	$ -	$ -	$ 700	$ 1,000	$ 700	$ 1,000	$ -	$ -	$ -	$ -
California Council for Environmental and Economic Balance (CCEEB)	√	$ 29,000	$ 29,000	$ 30,160	$ 31,366	$ 2,250	$ 2,400	$ 936	$ 2,496	$ -	$ -	$ -	$ -
California Data Collaborative	√	$ 16,500	$ 17,000	$ 17,680	$ 18,387	$ -	$ 850	$ -	$ 884	$ -	$ -	$ -	$ -
California Employees Public Retirement System(CalPERS)	√	$ -	$ -	$ -	$ -	$ 1,500	$ 400	$ 1,600	$ 416	$ -	$ -	$ -	$ -
California Environmental Literacy Initiative	√	$ -	$ -	$ -	$ -	$ 500	$ 500	$ 520	$ 520	$ -	$ -	$ -	$ -
California Municipal Treasurers Association (CMTA)	√	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
California Municipal Utilities Association (CMUA)	√	$ 11,047	$ 11,655	$ 12,121	$ 12,606	$ 582	$ 300	$ 605	$ 312	$ -	$ -	$ -	$ -
California Society of Municipal Finance Officers (CSMFO)	√	$ 150	$ 155	$ 160	$ 166	$ -	$ -	$ 1,400	$ 300	$ -	$ -	$ -	$ -
California Special Districts Association (CSDA)	√	$ 9,835	$ 9,930	$ 10,327	$ 10,740	$ 2,825	$ 6,350	$ 2,940	$ 6,600	$ -	$ -	$ -	$ -
California Water Efficiency Partnership (CalWEP)	√	$ 6,300	$ 6,300	$ 6,300	$ 6,500	$ 2,800	$ 5,220	$ 2,912	$ 5,220	$ -	$ -	$ -	$ -
California Water, Energy and Education Alliance (CWEEA)	√	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Colorado River Water Users Association (CRWUA)	√	$ -	$ -	$ -	$ -	$ 2,500	$ 4,000	$ 2,600	$ 4,160	$ -	$ -	$ -	$ -
Department of Water Resources Education Committee	√	$ -	$ -	$ -	$ -	$ 500	$ 750	$ 520	$ 780	$ -	$ -	$ -	$ -
ESRI-GIS	√	$ -	$ -	$ -	$ -	$ 3,200	$ 2,000	$ 3,328	$ 2,080	$ -	$ -	$ -	$ -
Government Finance Officers Association (GFOA)	√	$ 187	$ 350	$ 350	$ 350	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Information Systems Audit and Control Association (ISACA)	√	$ 155	$ 155	$ 161	$ 168	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
International Association of Business Communicators (IABC)	√	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Irrigation Association Show & Education Week	New	$ -	$ -	$ -	$ -	$ 350	$ 1,460	$ 364	$ 1,268	$ -	$ -	$ -	$ -

Municipal Water District of Orange County (MWDOC) Biennial Budget

Proposed Participation Costs and Registration/Travel Budgets (Staff & Board) (Exh: D,E,F)

Fiscal Years 2026-27 & 2027-28

*Includes all modes of travel (except automotive mileage), room accommodations, meals, and related misc. expenses.

		Exh D (see Exh G for add'n details) Proposed District Participation Costs				Exh E Proposed Staff Registration & Travel Budget*				Exh F Proposed Board Registration & Travel Budget*			
Conference / Meeting	Approval included in Budget Approval	Adopted Budget FY25/26	Projected Budget FY25/26	Proposed Budget FY26/27	Proposed Budget FY27/28	Proposed Budget FY26/27 Registration	Proposed Budget FY26/27 Travel	Proposed Budget FY27/28 Registration	Proposed Budget FY27/28 Travel	Proposed Budget FY26/27 Registration	Proposed Budget FY26/27 Travel	Proposed Budget FY27/28 Registration	Proposed Budget FY27/28 Travel
League of California Cities	√	$ 2,575	$ 2,500	$ 2,600	$ 2,704	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Legislative Advocacy	√	$ -	$ -	$ -	$ -	$ 2,000	$ 5,000	$ 2,000	$ 5,000	$ -	$ -	$ -	$ -
Liebert, Cassidy Whitmore	√	$ -	$ -	$ -	$ -	$ 1,200	$ 2,500	$ 1,248	$ 2,500	$ -	$ -	$ -	$ -
Multi-State Salinity Coalition	√	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
National Association of Government Communicators	New	$ -	$ -	$ 180	$ 187	$ 1,050	$ -	$ 1,092	$ -	$ -	$ -	$ -	$ -
National Water Resources Assn., Mun. Caucus	√	$ 574	$ 574	$ 597	$ 621	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
OC Chapter-Calif. Landscape Contractors Assoc.	√	$ 2,250	$ 2,750	$ 2,750	$ 2,750	$ 350	$ 1,220	$ 364	$ 1,269	$ -	$ -	$ -	$ -
Orange County Business Council (OCBC)	√	$ 5,150	$ 5,000	$ 5,200	$ 5,408	$ 1,600	$ 2,500	$ 1,664	$ 2,600	$ -	$ -	$ -	$ -
Orange County Public Affairs Association (OCPAA)	√	$ 100	$ 100	$ 105	$ 110	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Orange County Water Association (OCWA)	√	$ 515	$ 515	$ 536	$ 557	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Pilot MWDOC Ambassador Program + Outreach Tours	√	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Public Relations Society of America/O.C. (PRSA)	√	$ 1,236	$ 1,236	$ 1,061	$ 1,093	$ 549	$ -	$ 571	$ -	$ -	$ -	$ -	$ -
Public Sector HR Assoc	√	$ 66	$ 66	$ 69	$ 71	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Radio and Television News Directors Association	√	$ 77	$ 77	$ 80	$ 83	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Society of Human Resources Management (SHRM)	√	$ 252	$ 299	$ 311	$ 323	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
South OC Watershed Management Area Dues	√	$ 9,100	$ 7,444	$ 9,000	$ 9,820	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
South Orange County Economic Coalition (SOCEC)	√	$ 1,797	$ 1,797	$ 1,869	$ 1,944	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Southern California Water Coalition (SCWC)	√	$ 1,125	$ 1,500	$ 1,545	$ 1,545	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Urban Water Institute	√	$ 6,180	$ 6,180	$ 6,427	$ 6,684	$ 4,800	$ 6,000	$ 4,800	$ 6,000	$ -	$ -	$ -	$ -
Water Environment Federation	√	$ 62	$ 64	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
WaterISAC (International Security And Network)	√	$ 587	$ 587	$ 610	$ 635	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Meetings and conferences for WEEA	New	$ -	$ -	$ -	$ -	$ 2,000	$ 3,000	$ 2,000	$ 3,000	$ -	$ -	$ -	$ -
Undetermined Conference / Meeting	√	$ 12,500	$ 10,000	$ -	$ -	$ 1,000	$ 1,000	$ 1,000	$ 1,000	$ -	$ -	$ -	$ -
Staff Related Total		**$ 170,159**	**$ 166,985**	**$ 154,224**	**$ 159,932**	**$ 48,111**	**$ 78,620**	**$ 50,570**	**$ 80,826**	**$ -**	**$ -**	**$ -**	**$ -**
WEROC Related													
AWWA CA/NV Section	√	$ 311	$ 311	$ 311	$ 311	$ 2,000	$ 4,000	$ 1,500	$ 4,000	$ -	$ -	$ -	$ -
AWWA National Conference	√	$ -	$ -	$ -	$ -	$ 800	$ 2,000	$ 850	$ 2,000	$ -	$ -	$ -	$ -
California Emergency Services Association	√	$ 239	$ 239	$ 239	$ 239	$ 1,800	$ 4,000	$ 1,200	$ 5,200	$ -	$ -	$ -	$ -
California Utilities Emergency Association (CUEA)	√	$ 500	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
International Association of Emergency Managers	√	$ 400	$ 400	$ 400	$ 400	$ 2,000	$ 1,250	$ 700	$ 2,000	$ -	$ -	$ -	$ -
WEROC Related Total		**$ 1,450**	**$ 950**	**$ 950**	**$ 950**	**$ 6,600**	**$ 11,250**	**$ 4,250**	**$ 13,200**	**$ -**	**$ -**	**$ -**	**$ -**

Municipal Water District of Orange County (MWDOC) Biennial Budget

Proposed Membership Costs by Cost Centers (Exh G)

Fiscal Years 2026-27 & 2027-28

CC	Membership Name	Approval included in Budget Approval	Adopted Budget FY25/26	Projected Budget FY25/26	Proposed Budget FY26/27	Proposed Budget FY27/28
CC#11 Board Relations	Festival of Butterflies Sponsorship	√	$ 2,575	$ 2,575	$ 2,678	$ 2,785
	LAFCO	√	$ 48,652	$ 51,381	$ 39,906	$ 41,500
	Orange County Taxpayers Association (OC Tax)	New	$ -	$ -	$ 2,500	$ 2,500
	Sustain Southern California (Sustain SoCal)	New	$ -	$ -	$ 2,000	$ 2,000
CC#11 Board Relations Total			**$ 51,227**	**$ 53,956**	**$ 47,084**	**$ 48,785**
CC#12 Administration	Association of California Water Agencies (ACWA)	√	$ 27,965	$ 27,150	$ 28,236	$ 29,365
	Urban Water Institute	√	$ 6,180	$ 6,180	$ 6,427	$ 6,684
	Water Environment Federation	√	$ 62	$ 64	$ -	$ -
CC#12 Administration Total			**$ 34,207**	**$ 33,394**	**$ 34,663**	**$ 36,049**
CC#13 Human Resources	CA Chamber of Commerce (HR California)	√	$ 979	$ 979	$ 1,018	$ 1,059
	Public Sector HR Assoc	√	$ 66	$ 66	$ 69	$ 71
	Society of Human Resources Management (SHRM)	√	$ 252	$ 299	$ 311	$ 323
CC#13 Human Resources Total			**$ 1,297**	**$ 1,344**	**$ 1,398**	**$ 1,453**
CC#21 Engineering & Planning	Cal Desal	√	$ 5,150	$ 5,000	$ 5,200	$ 5,408
	National Water Resources Assn., Mun. Caucus	√	$ 574	$ 574	$ 597	$ 621
	Orange County Water Association (OCWA)	√	$ 515	$ 515	$ 536	$ 557
	South OC Watershed Management Area Dues	√	$ 9,100	$ 7,444	$ 9,000	$ 9,820
CC#21 Engineering & Planning Total			**$ 15,339**	**$ 13,533**	**$ 15,333**	**$ 16,406**
CC#23 Metropolitan & Water Resources	California Data Collaborative	√	$ 16,500	$ 17,000	$ 17,680	$ 18,387
CC#23 Metropolitan & Water Resources Total			**$ 16,500**	**$ 17,000**	**$ 17,680**	**$ 18,387**
CC#31 Government Affairs & Policy	Association of California Cities- Orange County (ACCOC)	√	$ 5,150	$ 5,150	$ 5,356	$ 5,570
	CA Water for all	√	$ 10,000	$ 10,000	$ -	$ -
	California Council for Environmental and Economic Balance (CCEEB)	√	$ 29,000	$ 29,000	$ 30,160	$ 31,366
	California Municipal Utilities Association (CMUA)	√	$ 11,047	$ 11,655	$ 12,121	$ 12,606
	California Special Districts Association (CSDA)	√	$ 9,835	$ 9,930	$ 10,327	$ 10,740
	League of California Cities	√	$ 2,575	$ 2,500	$ 2,600	$ 2,704
	Orange County Business Council (OCBC)	√	$ 5,150	$ 5,000	$ 5,200	$ 5,408
	South Orange County Economic Coalition (SOCEC)	√	$ 1,797	$ 1,797	$ 1,869	$ 1,944
	Southern California Water Coalition (SCWC)	√	$ 1,125	$ 1,500	$ 1,545	$ 1,545
	Undetermined Conference / Meeting	√	$ 12,500	$ 10,000	$ -	$ -
CC#31 Government Affairs & Policy Total			**$ 88,179**	**$ 86,532**	**$ 69,178**	**$ 71,883**
CC#32 Public Affairs	3CMA: City-County Communications & Marketing Assoc.	New	$ -	$ -	$ 1,030	$ 400
	California Association of Public Information Officers (CAPIO)	√	$ 1,150	$ 1,275	$ 300	$ 336
	National Association of Government Communicators	New	$ -	$ -	$ 180	$ 187
	Orange County Public Affairs Association (OCPAA)	√	$ 100	$ 100	$ 105	$ 110
	Public Relations Society of America/O.C. (PRSA)	√	$ 1,236	$ 1,236	$ 315	$ 347
	Radio and Television News Directors Association	√	$ 77	$ 77	$ 80	$ 83
CC#32 Public Affairs Total			**$ 2,563**	**$ 2,688**	**$ 2,010**	**$ 1,463**
CC#33 Education Outreach	California Association of Public Information Officers (CAPIO)	√	$ -	$ -	$ 600	$ 600
	Public Relations Society of America/O.C. (PRSA)	√	$ -	$ -	$ 746	$ 746
CC#33 Education Outreach Total			**$ -**	**$ -**	**$ 1,346**	**$ 1,346**
CC#35 Water Use Efficiency	California Water Efficiency Partnership (CalWEP)	√	$ 6,300	$ 6,300	$ 6,300	$ 6,500
	OC Chapter-Calif. Landscape Contractors Assoc.	√	$ 2,250	$ 2,750	$ 2,750	$ 2,750
CC#35 Water Use Efficiency Total			**$ 8,550**	**$ 9,050**	**$ 9,050**	**$ 9,250**
CC#36 Water Loss Control	American Water Works Association (AWWA)	√	$ 2,445	$ 2,197	$ 2,285	$ 2,376
CC#36 Water Loss Control Total			**$ 2,445**	**$ 2,197**	**$ 2,285**	**$ 2,376**
CC#41 Finance	California Society of Municipal Finance Officers (CSMFO)	√	$ 150	$ 155	$ 160	$ 166
	Government Finance Officers Association (GFOA)	√	$ 187	$ 350	$ 350	$ 350
CC#41 Finance Total			**$ 337**	**$ 505**	**$ 510**	**$ 516**
CC#45 Information Technology	Information Systems Audit and Control Association (ISACA)	√	$ 155	$ 155	$ 161	$ 168
	WaterISAC (International Security And Network)	√	$ 587	$ 587	$ 610	$ 635
CC#45 Information Technology Total			**$ 742**	**$ 742**	**$ 771**	**$ 803**
CC#25 WEROC	AWWA CA/NV Section	√	$ 311	$ 311	$ 311	$ 311
	California Emergency Services Association	√	$ 239	$ 239	$ 239	$ 239
	California Utilities Emergency Association (CUEA)	√	$ 500	$ -	$ -	$ -
	International Association of Emergency Managers	√	$ 400	$ 400	$ 400	$ 400
CC#25 WEROC Total			**$ 1,450**	**$ 950**	**$ 950**	**$ 950**

Municipal Water District of Orange County (MWDOC) Biennial Budget

Professional / Special Services Authorized (Exh J)

Fiscal Years 2026-27 & 2027-28

Core Fund

Cost Center	Vendor	Description of Service(s)	Adopted Budget FY 25-26	Proposed Budget FY 26-27	Proposed Budget FY 27-28	* Approval included in Budget Approval
7010-OUTSIDE CONSULTING SERVICES						
CC#21 Engineering & Planning	CDR	Demographics analysis	30,000	40,000	40,000	√
	(To be determined)	MWDOC 2025 UWMP	60,000	-	-	√
	(To be determined)	Water Quality Data Hub	60,000	-	-	√
	(To be determined)	GIS - Water Quality Analyzer Pilot	-	5,000	-	New
	(To be determined)	Real Time Water Quality Analyzer Pilot	40,000	-	-	√
	(To be determined)	GIS Implementation Project	130,000	150,000	120,000	√
	(To be determined)	Water Quality Workgroup Technical Support	15,000	15,000	15,000	√
	B&V	Hydraulic Model Maintenance	-	35,000	15,000	New
	(To be determined)	On Call Work	30,000	-	-	√
	(To be determined)	Additional WUE Analysis	-	5,000	-	New
	Hazen	Demand Projections 2025 UWMP by Oct 2025	15,000	-	-	√
	Stetson Engineering	Consumer Confidence Report	80,000	90,000	95,000	√
	(To be determined)***	Demand Model Maintenance	-	-	10,000	New
	Ed Means Consulting	EOCF#2 Pilot Project	10,000	15,000	-	√
CC#23 Metropolitan & Water Resources	(To be determined)	Discussion and coordination on emerging MET issues	10,000	15,000	20,000	√
	Dopudja & Wells Consulting- Paul Jones	MET and Reliability Planning	$ 90,000	$ 80,000	$ 83,000	√
		Total	**$ 570,000**	**$ 450,000**	**$ 398,000**	
7020-LEGAL EXPENSE						
CC#11 Board Relations	Best, Best & Krieger	General Legal Counsel Services	$ 235,000	$ 230,000	$ 235,000	√
CC#13 Human Resources	Best, Best & Krieger	Labor Counsel Services	$ 25,000	$ 27,040	$ 28,121	√
		Total	**$ 260,000**	**$ 257,040**	**$ 263,121**	
7030-AUDIT EXPENSE						
CC#41 Finance	Davis Farr, LLP	Annual Financial Audit and Federal Single Audit	$ 32,445	$ 38,418	$ 39,420	√
	Davis Farr, LLP	WUE Grant Review	$ 5,000	$ -	$ -	√
		Total	**$ 37,445**	**$ 38,418**	**$ 39,420**	
6205-TRAINING EXPENSE						
CC#11 Board Relations	(To be determined)	Form 700 Workgroup Training	$ 2,500	$ 2,500	$ 2,500	√
CC#12 Administration	(To be determined)	Various Lunch and learn+training	$ 6,000	$ -	$ -	√
CC#13 Human Resources	Cal State University Fullerton/Centre for Organization Effectiveness/Predict Success/ Knight leadership solution	Professional Development /Staff Technical Training/Leadership Training/Coaching/ Lunch and Learn	$ 58,945	$ 54,000	$ 56,000	√
CC#31 Government Affairs & Policy	(To be determined)	Grants Workshop Training	$ 15,000	$ -	$ -	√
		Total	**$ 82,445**	**$ 56,500**	**$ 58,500**	
7040-PROFESSIONAL SERVICES						
CC#12 Administration	Morgan Stanley Capitol Management	Financial Advisor for retirement plans	$ -	$ 20,000	$ 20,800	√
	Gladwell Services	Records Management Consulting	$ -	$ 1,000	$ 1,040	√
CC#13 Human Resources	(To be determined)	Triennial Benchmark Study	$ -	$ 60,000	$ -	New
CC#19 Overhead	IGOE	IGOE and COBRA Administration Services	$ 5,000	$ 757	$ 787	√
	Health Equity	H S A Admin	$ -	$ 218	$ 227	√
CC#31 Government Affairs & Policy	West Coast Advisors	Sacramento Lobbyist	$ -	$ 102,000	$ 102,000	New
	Syrus Devers Advocacy	Sacramento Lobbyist	$ 96,000	$ -	$ -	√
	Natural Resource Results	Federal Legislative Advocate	$ 96,000	$ 96,000	$ 96,000	√
	Dopudja & Wells	Legislative and Local GA Assistance	$ 25,000	$ 25,000	$ 25,000	√
	Whittingham Public Affairs Adv.	County Advocate	$ 90,000	$ 60,000	$ 60,000	√
	Soto Services	Grant Research and Acquisition Assistance	$ 39,000	$ 39,000	$ 39,000	√
	Ackerman	Legal and Regulatory	$ 42,000	$ 42,000	$ 42,000	√
	Travel	Travel	$ 6,000	$ 6,000	$ 6,000	√
CC#32 Public Affairs	Hashtag Pinpoint	Strategic Digital Consulting Services	$ 95,000	$ 95,000	$ 95,000	√
	(To be determined)	Water Awareness Campaign	$ 30,000	$ 30,000	$ 20,000	√
	LA Design	Website Maintenance	$ 5,000	$ -	$ -	√
	(Various)	Special Events	$ 50,000	$ 30,000	$ 30,000	√
	VoxCivic, SCNG, etc.	Advertising	$ 40,000	$ 15,000	$ 20,000	√
CC#33 Education Outreach	Meter Hero Pilot	Instructional services	$ -	$ -	$ 10,000	New
CC#35 Water Use Efficiency	(To be determined)	General WUE Research	$ 25,000	$ 25,000	$ 25,000	√
	Environmental Incentive	WUE Work Group Support - Way of Life TAP	$ 50,000	$ -	$ -	√
	E Source	Water Loss Control Work Grp (WLC)	$ 55,000	$ -	$ -	√
	E Source	Business Plan Implementation	$ 35,000	$ 35,000	$ 40,000	√
	OC Data Acquisition P/S (OCDAP)	Aerial Imagery and Landscape Measurement Project	$ 50,000	$ 10,000	$ 10,000	√
CC#36 Water Loss Control	E Source	Water Loss Control Work Grp (WLC)		$ 100,000	$ 100,000	√
CC#41 Finance	U.S. Bank	Custodial Bank fees	$ 10,000	$ 6,500	$ 6,500	√
	CalPERS	CalPERS GASB 68 Report	$ 700	$ 350	$ 350	√
	Nyhart	OPEB Actuarial	$ 1,000	$ 2,100	$ 4,200	√
	Tracker C2	Investment Tracking	$ 3,500	$ -	$ -	√
	1099 Filing Fee	1099 Filing Fee	$ -	$ 150	$ 150	New
	Greenshades	EIN validations	$ -	$ 600	$ 600	New
CC#45 Information Technology	(To be determined)	Managed Service Provider and Various IT projects	$ 65,000	$ 69,000	$ 69,360	√
		Total	**$ 914,200**	**$ 870,675**	**$ 824,014**	

Municipal Water District of Orange County (MWDOC) Biennial Budget

Professional / Special Services Authorized (Exh J)
Fiscal Years 2026-27 & 2027-28
Choice Funds + WEROC Fund

Choice Funds

Cost Center	Vendor	Description of Service(s)	Adopted Budget FY 25-26	Proposed Budget FY 26-27	Proposed Budget FY 27-28	* Approval included in Budget Approval
6205-TRAINING EXPENSE						
CC#70 Water Loss Control (Choice)	(To be determined)	Water loss training	$ 2,000	$ 2,000	$ 2,000	√
7040-PROFESSIONAL SERVICES						
CC#62 Water Use Efficiency (Choice)	Various Vendors	Marketing of WUE Programs	$ 40,000	$ 40,000	$ 40,000	√
	ARC GIS	GIS	$ 2,030	$ -	$ -	√
	Droplet	Web Based Rebate Processing Platform (Turf & Drip)	$ 47,500	$ -	$ -	√
	Submittable	Web Based Rebate Processing Platform (Turf & Drip)	$ -	$ 74,100	$ 59,100	New
	Mission Resource Cnsvr District	Residential Installation Verification Inspections	$ 50,000	$ 35,000	$ 35,000	√
CC#63 School Program (Choice)	Shows that teach/The OC Department of Education	Assemblies (Elementary School)	$ 276,557	$ 269,144	$ 294,315	√
	The OC Department of Education	Assemblies (Middle School)	$ 117,879	$ 115,475	$ 126,273	√
	The OC Department of Education	Assemblies (High School)	$ 93,222	$ 90,445	$ 98,967	√
	ITO	Digital Program	$ -	$ -	$ -	√
CC#70 Water Loss Control (Choice)	Westerley & McCall's	Meter Accuracy Testing	$ 83,270	$ 400,000	$ 400,000	√
	E Source	Water Loss Control Technical Assistance for SB555 Compliance	$ -	$ 70,000	$ 80,000	New
	(To be determined)	Production meter testing	$ -	$ 250,000	$ 250,000	New
CC#71 Engineering (Choice)	(To be determined)	Demand Model Maintenance	$ -	$ -	$ 12,500	New
	(To be determined)	Lead & Copper Rule Improvements Technical Support	$ -	$ 200,000	$ 200,000	New
	Stetson Engineering	Consumer Confidence Report	$ -	$ 3,000	$ 3,167	√
		Total	**$ 710,458**	**$ 1,547,164**	**$ 1,599,322**	

WEROC Funds

Cost Center	Vendor	Description of Service(s)	Adopted Budget FY 25-26	Proposed Budget FY 26-27	Proposed Budget FY 27-28	* Approval included in Budget Approval
6205-TRAINING EXPENSE						
CC#25 WEROC	Various	CSTI,NDTC, ICS; certifications (In House Training Certification with State and FEMA on Classes and Material Costs)/Planning Meeting & Exercises. Also includes needed WEROC Staff Training (new staff requires training)	$ 6,000	$ 6,000	$ 6,000	√
		Total	**$ 6,000**	**$ 6,000**	**$ 6,000**	
7040-PROFESSIONAL SERVICES						
CC#25 WEROC	Various	GIS and other Support Services as required	$ -	$ -	$ 5,000	√
		Total	**$ -**	**$ -**	**$ 5,000**	

* Approval of the budget constitutes authorization for spending within the policy guidelines set out in Chapter 8, Contracts section of the Administrative code including authorization limitations. A check mark indicates final board approval of the expenditure.

Municipal Water District of Orange County (MWDOC) Biennial Budget
Detail Of Revenue and Expenditure By Accounts And Cost Centers
Core Fund

Type	Adopted FY25-26	Projected FY25-26	Proposed FY26-27	Proposed FY27-28	FY25-26 to FY26-27 Variance	FY26-27 to FY27-28 Variance
Revenue						
4050-RETAIL CONNECTION CHARGE (See Exh C)						
CC#00 General	$ 9,939,371	$ 9,939,371	$ 10,278,727	$ 10,686,812	$ 339,356	$ 408,085
4050-RETAIL CONNECTION CHARGE (See Exh C) Total	**$ 9,939,371**	**$ 9,939,371**	**$ 10,278,727**	**$ 10,686,812**	**$ 339,356**	**$ 408,085**
4055-GROUND WATER CUSTOMER CHARGE						
CC#00 General	$ 414,371	$ 414,371	$ 427,658	$ 441,989	$ 13,287	$ 14,331
4055-GROUND WATER CUSTOMER CHARGE Total	**$ 414,371**	**$ 414,371**	**$ 427,658**	**$ 441,989**	**$ 13,287**	**$ 14,331**
4105-INTEREST REVENUE						
CC#00 General	$ 916,000	$ 931,000	$ 962,952	$ 810,785	$ 46,952	$ (152,167)
4105-INTEREST REVENUE Total	**$ 916,000**	**$ 931,000**	**$ 962,952**	**$ 810,785**	**$ 46,952**	**$ (152,167)**
4230-REIMBURSEMENTS						
CC#21 Engineering & Planning	$ -	$ 1,222,000	$ -	$ -	$ -	$ -
CC#30 Water Energy Education Alliance (WEEA)	$ -	$ -	$ 33,000	$ 33,000	$ 33,000	$ -
4230-REIMBURSEMENTS Total	**$ -**	**$ 1,222,000**	**$ 33,000**	**$ 33,000**	**$ 33,000**	**$ -**
4240-MISCELLANEOUS INCOME						
CC#00 General	$ 5,000	$ 1,200	$ 5,000	$ 5,000	$ -	$ -
4240-MISCELLANEOUS INCOME Total	**$ 5,000**	**$ 1,200**	**$ 5,000**	**$ 5,000**	**$ -**	**$ -**
4310-REVENUE FOR WEEA SPONSORSHIPS						
CC#30 Water Energy Education Alliance (WEEA)	$ -	$ -	$ 55,000	$ 60,000	$ 55,000	$ 5,000
4310-REVENUE FOR WEEA SPONSORSHIPS Total	**$ -**	**$ -**	**$ 55,000**	**$ 60,000**	**$ 55,000**	**$ 5,000**
4705-PRIOR YEAR CARRYOVER						
CC#00 General	$ -	$ -	$ 195,380	$ 60,207	$ 195,380	$ (135,173)
4705-PRIOR YEAR CARRYOVER Total	**$ -**	**$ -**	**$ 195,380**	**$ 60,207**	**$ 195,380**	**$ (135,173)**
4XXX-REIMB FROM OPEB RESERVE/115 TRUST						
CC#00 General	$ 122,517	$ 107,000	$ 123,710	$ 128,658	$ 1,193	$ 4,948
4XXX-REIMB FROM OPEB RESERVE/115 TRUST Total	**$ 122,517**	**$ 107,000**	**$ 123,710**	**$ 128,658**	**$ 1,193**	**$ 4,948**
Revenue Total	**$ 11,397,259**	**$ 12,614,942**	**$ 12,081,427**	**$ 12,226,451**	**$ 684,168**	**$ 145,024**
Expenditure						
6010-SALARIES AND WAGES - ADMIN						
CC#11 Board Relations	$ 468,708	$ 352,312	$ 369,234	$ 388,250	$ (99,474)	$ 19,016
CC#12 Administration	$ 573,603	$ 466,437	$ 505,406	$ 508,107	$ (68,197)	$ 2,701
CC#13 Human Resources	$ 406,292	$ 381,432	$ 405,224	$ 447,653	$ (1,068)	$ 42,429
CC#19 Overhead	$ 605,102	$ 642,309	$ 699,673	$ 769,705	$ 94,571	$ 70,032
CC#21 Engineering & Planning	$ 567,060	$ 579,461	$ 669,333	$ 738,561	$ 102,273	$ 69,228
CC#23 Metropolitan & Water Resources	$ 377,920	$ 342,384	$ 404,093	$ 425,306	$ 26,173	$ 21,213
CC#30 Water Energy Education Alliance (WEEA)	$ -	$ -	$ 49,875	$ 51,750	$ 49,875	$ 1,875
CC#31 Government Affairs & Policy	$ 187,335	$ 150,266	$ 137,476	$ 139,619	$ (49,859)	$ 2,143
CC#32 Public Affairs	$ 851,284	$ 875,491	$ 723,425	$ 771,368	$ (127,859)	$ 47,943
CC#33 Education Outreach	$ -	$ -	$ 202,145	$ 223,983	$ 202,145	$ 21,838
CC#35 Water Use Efficiency	$ 232,533	$ 341,527	$ 222,401	$ 234,487	$ (10,132)	$ 12,086
CC#36 Water Loss Control	$ -	$ 600	$ 155,897	$ 155,256	$ 155,897	$ (641)
CC#41 Finance	$ 547,775	$ 594,526	$ 682,240	$ 756,765	$ 134,465	$ 74,525
CC#45 Information Technology	$ 135,124	$ 154,888	$ 157,227	$ 167,460	$ 22,103	$ 10,233
6010-SALARIES AND WAGES - ADMIN Total	**$ 4,952,736**	**$ 4,881,633**	**$ 5,383,649**	**$ 5,778,270**	**$ 430,913**	**$ 394,621**
6012-GRANT RECOVERY - SALARIES						
CC#32 Public Affairs	$ (33,000)	$ (33,000)	$ -	$ -	$ 33,000	$ -
6012-GRANT RECOVERY - SALARIES Total	**$ (33,000)**	**$ (33,000)**	**$ -**	**$ -**	**$ 33,000**	**$ -**
6090-DIRECTORS COMPENSATION - MWDOC						
CC#11 Board Relations	$ 281,917	$ 275,208	$ 290,942	$ 300,923	$ 9,025	$ 9,981
6090-DIRECTORS COMPENSATION - MWDOC Total	**$ 281,917**	**$ 275,208**	**$ 290,942**	**$ 300,923**	**$ 9,025**	**$ 9,981**

Municipal Water District of Orange County (MWDOC) Biennial Budget
Detail Of Revenue and Expenditure By Accounts And Cost Centers
Core Fund

Type	Adopted FY25-26	Projected FY25-26	Proposed FY26-27	Proposed FY27-28	FY25-26 to FY26-27 Variance	FY26-27 to FY27-28 Variance
6095-DIRECTORS COMPENSATION-MET						
CC#11 Board Relations	$ 161,096	$ 156,399	$ 166,253	$ 171,956	$ 5,157	$ 5,703
6095-DIRECTORS COMPENSATION-MET Total	**$ 161,096**	**$ 156,399**	**$ 166,253**	**$ 171,956**	**$ 5,157**	**$ 5,703**
6105-BENEFITS ADMIN						
CC#11 Board Relations	$ 136,819	$ 112,796	$ 127,189	$ 134,539	$ (9,630)	$ 7,350
CC#12 Administration	$ 221,094	$ 173,968	$ 190,493	$ 189,900	$ (30,601)	$ (593)
CC#13 Human Resources	$ 122,537	$ 119,948	$ 130,204	$ 126,533	$ 7,667	$ (3,671)
CC#19 Overhead	$ 180,486	$ 215,651	$ 230,503	$ 247,595	$ 50,017	$ 17,092
CC#21 Engineering & Planning	$ 161,397	$ 175,675	$ 210,053	$ 221,018	$ 48,656	$ 10,965
CC#23 Metropolitan & Water Resources	$ 104,709	$ 110,771	$ 127,208	$ 132,076	$ 22,499	$ 4,868
CC#30 Water Energy Education Alliance (WEEA)	$ -	$ -	$ 16,625	$ 17,250	$ 16,625	$ 625
CC#31 Government Affairs & Policy	$ 60,211	$ 51,114	$ 45,452	$ 45,288	$ (14,759)	$ (164)
CC#32 Public Affairs	$ 259,741	$ 280,607	$ 237,647	$ 249,089	$ (22,094)	$ 11,442
CC#33 Education Outreach	$ -	$ -	$ 70,606	$ 78,577	$ 70,606	$ 7,971
CC#35 Water Use Efficiency	$ 69,434	$ 105,404	$ 68,764	$ 72,332	$ (670)	$ 3,568
CC#36 Water Loss Control	$ -	$ 182	$ 47,752	$ 48,781	$ 47,752	$ 1,029
CC#41 Finance	$ 164,353	$ 194,183	$ 231,784	$ 250,170	$ 67,431	$ 18,386
CC#45 Information Technology	$ 44,736	$ 52,491	$ 53,182	$ 55,484	$ 8,446	$ 2,302
6105-BENEFITS ADMIN Total	**$ 1,525,517**	**$ 1,592,790**	**$ 1,787,462**	**$ 1,868,632**	**$ 261,945**	**$ 81,170**
6109-UNFUNDED PENSION						
CC#19 Overhead	$ 207,000	$ 207,000	$ 207,000	$ 207,000	$ -	$ -
6109-UNFUNDED PENSION Total	**$ 207,000**	**$ 207,000**	**$ 207,000**	**$ 207,000**	**$ -**	**$ -**
6111-OVERHEAD REIMBURSEMENT						
CC#19 Overhead	$ (504,105)	$ (94,640)	$ (432,041)	$ (459,233)	$ 72,064	$ (27,192)
6111-OVERHEAD REIMBURSEMENT Total	**$ (504,105)**	**$ (94,640)**	**$ (432,041)**	**$ (459,233)**	**$ 72,064**	**$ (27,192)**
6115-DIRECTORS BENEFITS						
CC#11 Board Relations	$ 158,371	$ 152,929	$ 174,974	$ 181,496	$ 16,603	$ 6,522
6115-DIRECTORS BENEFITS Total	**$ 158,371**	**$ 152,929**	**$ 174,974**	**$ 181,496**	**$ 16,603**	**$ 6,522**
6120-HEALTH INSURANCE FOR RETIREES						
CC#19 Overhead	$ 122,517	$ 107,000	$ 123,710	$ 128,658	$ 1,193	$ 4,948
6120-HEALTH INSURANCE FOR RETIREES Total	**$ 122,517**	**$ 107,000**	**$ 123,710**	**$ 128,658**	**$ 1,193**	**$ 4,948**
6205-TRAINING EXPENSE (See Exh J)						
CC#11 Board Relations	$ 2,500	$ -	$ 2,500	$ 2,500	$ -	$ -
CC#12 Administration	$ 6,000	$ -	$ -	$ -	$ (6,000)	$ -
CC#13 Human Resources	$ 58,945	$ 52,000	$ 54,000	$ 56,000	$ (4,945)	$ 2,000
CC#31 Government Affairs & Policy	$ 15,000	$ -	$ -	$ -	$ (15,000)	$ -
6205-TRAINING EXPENSE (See Exh J) Total	**$ 82,445**	**$ 52,000**	**$ 56,500**	**$ 58,500**	**$ (25,945)**	**$ 2,000**
6210-TUITION REIMBURSEMENT						
CC#13 Human Resources	$ 6,500	$ 7,662	$ 6,900	$ 7,100	$ 400	$ 200
6210-TUITION REIMBURSEMENT Total	**$ 6,500**	**$ 7,662**	**$ 6,900**	**$ 7,100**	**$ 400**	**$ 200**
6220-TEMPORARY HELP EXPENSE						
CC#12 Administration	$ 5,000	$ -	$ 5,000	$ 5,000	$ -	$ -
6220-TEMPORARY HELP EXPENSE Total	**$ 5,000**	**$ -**	**$ 5,000**	**$ 5,000**	**$ -**	**$ -**
7010-OUTSIDE CONSULTING SERVICES (See Exh J)						
CC#21 Engineering & Planning	$ 470,000	$ 1,607,850	$ 355,000	$ 295,000	$ (115,000)	$ (60,000)
CC#23 Metropolitan & Water Resources	$ 100,000	$ 100,000	$ 95,000	$ 103,000	$ (5,000)	$ 8,000
7010-OUTSIDE CONSULTING SERVICES (See Exh J) Total	**$ 570,000**	**$ 1,707,850**	**$ 450,000**	**$ 398,000**	**$ (120,000)**	**$ (52,000)**
7020-LEGAL EXPENSE (See Exh J)						
CC#11 Board Relations	$ 235,000	$ 235,000	$ 230,000	$ 235,000	$ (5,000)	$ 5,000
CC#13 Human Resources	$ 25,000	$ 31,000	$ 27,040	$ 28,121	$ 2,040	$ 1,081
7020-LEGAL EXPENSE (See Exh J) Total	**$ 260,000**	**$ 266,000**	**$ 257,040**	**$ 263,121**	**$ (2,960)**	**$ 6,081**

Municipal Water District of Orange County (MWDOC) Biennial Budget
Detail Of Revenue and Expenditure By Accounts And Cost Centers
Core Fund

Type	Adopted FY25-26	Projected FY25-26	Proposed FY26-27	Proposed FY27-28	FY25-26 to FY26-27 Variance	FY26-27 to FY27-28 Variance
7030-AUDIT EXPENSE (See Exh J)						
CC#41 Finance	$ 37,445	$ 32,455	$ 38,418	$ 39,420	$ 973	$ 1,002
7030-AUDIT EXPENSE (See Exh J) Total	**$ 37,445**	**$ 32,455**	**$ 38,418**	**$ 39,420**	**$ 973**	**$ 1,002**
7040-PROFESSIONAL SERVICES (See Exh J)						
CC#12 Administration	$ -	$ 21,000	$ 21,000	$ 21,840	$ 21,000	$ 840
CC#13 Human Resources	$ -	$ -	$ 60,000	$ -	$ 60,000	$ (60,000)
CC#19 Overhead	$ 5,000	$ 5,000	$ 975	$ 1,014	$ (4,025)	$ 39
CC#31 Government Affairs & Policy	$ 394,000	$ 381,000	$ 370,000	$ 370,000	$ (24,000)	$ -
CC#32 Public Affairs	$ 220,000	$ 165,000	$ 170,000	$ 165,000	$ (50,000)	$ (5,000)
CC#33 Education Outreach	$ -	$ -	$ -	$ 10,000	$ -	$ 10,000
CC#35 Water Use Efficiency	$ 215,000	$ 205,000	$ 70,000	$ 75,000	$ (145,000)	$ 5,000
CC#36 Water Loss Control	$ -	$ -	$ 100,000	$ 100,000	$ 100,000	$ -
CC#41 Finance	$ 15,200	$ 4,000	$ 9,700	$ 11,800	$ (5,500)	$ 2,100
CC#45 Information Technology	$ 65,000	$ 40,000	$ 69,000	$ 69,360	$ 4,000	$ 360
7040-PROFESSIONAL SERVICES (See Exh J) Total	**$ 914,200**	**$ 821,000**	**$ 870,675**	**$ 824,014**	**$ (43,525)**	**$ (46,661)**
7110-CONFERENCE - EMPLOYEE (See Exh E)						
CC#12 Administration	$ 42,497	$ 20,830	$ 18,355	$ 18,850	$ (24,142)	$ 495
CC#13 Human Resources	$ -	$ -	$ 2,700	$ 2,848	$ 2,700	$ 148
CC#21 Engineering & Planning	$ -	$ 1,000	$ 200	$ 208	$ 200	$ 8
CC#30 Water Energy Education Alliance (WEEA)	$ -	$ -	$ 2,000	$ 2,000	$ 2,000	$ -
CC#31 Government Affairs & Policy	$ -	$ 7,230	$ 9,757	$ 8,665	$ 9,757	$ (1,092)
CC#32 Public Affairs	$ -	$ 2,030	$ 1,899	$ 2,894	$ 1,899	$ 995
CC#33 Education Outreach	$ -	$ 500	$ 1,700	$ 1,740	$ 1,700	$ 40
CC#35 Water Use Efficiency	$ -	$ 3,000	$ 4,900	$ 5,096	$ 4,900	$ 196
CC#36 Water Loss Control	$ -	$ 4,875	$ 6,600	$ 6,869	$ 6,600	$ 269
CC#41 Finance	$ -	$ -	$ -	$ 1,400	$ -	$ 1,400
7110-CONFERENCE - EMPLOYEE (See Exh E) Total	**$ 42,497**	**$ 39,465**	**$ 48,111**	**$ 50,570**	**$ 5,614**	**$ 2,459**
7115-CONFERENCE EXPENSE-DIRECTOR (See Exh F)						
CC#11 Board Relations	$ 17,155	$ 21,095	$ 21,784	$ 22,617	$ 4,629	$ 833
7115-CONFERENCE EXPENSE-DIRECTOR (See Exh F) Total	**$ 17,155**	**$ 21,095**	**$ 21,784**	**$ 22,617**	**$ 4,629**	**$ 833**
7150-TRAVEL/ACCOMMODATION-EMPLOYEE (See Exh E)						
CC#12 Administration	$ 85,900	$ 28,373	$ 27,600	$ 28,420	$ (58,300)	$ 820
CC#13 Human Resources	$ -	$ -	$ 2,900	$ 2,916	$ 2,900	$ 16
CC#21 Engineering & Planning	$ -	$ 1,800	$ 600	$ 624	$ 600	$ 24
CC#23 Metropolitan & Water Resources	$ -	$ -	$ 850	$ 884	$ 850	$ 34
CC#30 Water Energy Education Alliance (WEEA)	$ -	$ -	$ 3,000	$ 3,000	$ 3,000	$ -
CC#31 Government Affairs & Policy	$ -	$ 21,807	$ 17,350	$ 17,840	$ 17,350	$ 490
CC#32 Public Affairs	$ -	$ 6,400	$ 3,500	$ 3,680	$ 3,500	$ 180
CC#33 Education Outreach	$ -	$ 600	$ 2,250	$ 2,300	$ 2,250	$ 50
CC#35 Water Use Efficiency	$ -	$ 11,800	$ 13,420	$ 13,426	$ 13,420	$ 6
CC#36 Water Loss Control	$ -	$ 7,389	$ 7,150	$ 7,436	$ 7,150	$ 286
CC#41 Finance	$ -	$ -	$ -	$ 300	$ -	$ 300
7150-TRAVEL/ACCOMMODATION-EMPLOYEE (See Exh E) Total	**$ 85,900**	**$ 78,169**	**$ 78,620**	**$ 80,826**	**$ (7,280)**	**$ 2,206**
7155-TRAVEL/ACCOMMODATION-DIRECTOR (See Exh F)						
CC#11 Board Relations	$ 36,625	$ 36,050	$ 31,400	$ 32,536	$ (5,225)	$ 1,136
7155-TRAVEL/ACCOMMODATION-DIRECTOR (See Exh F) Total	**$ 36,625**	**$ 36,050**	**$ 31,400**	**$ 32,536**	**$ (5,225)**	**$ 1,136**
7210-MEMBERSHIP & SPONSORSHIP (See Exh D)						
CC#11 Board Relations	$ 48,652	$ 53,956	$ 47,084	$ 48,785	$ (1,568)	$ 1,701
CC#12 Administration	$ 151,684	$ 33,394	$ 34,663	$ 36,049	$ (117,021)	$ 1,386
CC#13 Human Resources	$ -	$ 1,344	$ 1,398	$ 1,453	$ 1,398	$ 55
CC#21 Engineering & Planning	$ -	$ 13,533	$ 15,333	$ 16,406	$ 15,333	$ 1,073
CC#23 Metropolitan & Water Resources	$ -	$ 17,000	$ 17,680	$ 18,387	$ 17,680	$ 707
CC#31 Government Affairs & Policy	$ 12,500	$ 86,532	$ 69,178	$ 71,883	$ 56,678	$ 2,705
CC#32 Public Affairs	$ -	$ 2,688	$ 2,010	$ 1,463	$ 2,010	$ (547)

Municipal Water District of Orange County (MWDOC) Biennial Budget
Detail Of Revenue and Expenditure By Accounts And Cost Centers
Core Fund

Type	Adopted FY25-26	Projected FY25-26	Proposed FY26-27	Proposed FY27-28	FY25-26 to FY26-27 Variance	FY26-27 to FY27-28 Variance
CC#33 Education Outreach	$ -	$ -	$ 1,346	$ 1,346	$ 1,346	$ -
CC#35 Water Use Efficiency	$ 8,550	$ 9,050	$ 9,050	$ 9,250	$ 500	$ 200
CC#36 Water Loss Control	$ -	$ 2,197	$ 2,285	$ 2,376	$ 2,285	$ 91
CC#41 Finance	$ -	$ 505	$ 510	$ 516	$ 510	$ 6
CC#45 Information Technology	$ -	$ 742	$ 771	$ 803	$ 771	$ 32
7210-MEMBERSHIP & SPONSORSHIP (See Exh D) Total	**$ 221,386**	**$ 220,941**	**$ 201,308**	**$ 208,717**	**$ (20,078)**	**$ 7,409**
7250-CDR SUPPORT						
CC#12 Administration	$ 72,650	$ 72,648	$ -	$ -	$ (72,650)	$ -
CC#21 Engineering & Planning	$ -	$ -	$ 77,272	$ 77,272	$ 77,272	$ -
7250-CDR SUPPORT Total	**$ 72,650**	**$ 72,648**	**$ 77,272**	**$ 77,272**	**$ 4,622**	**$ -**
7305-BUSINESS EXPENSE						
CC#12 Administration	$ 5,500	$ 5,607	$ 5,720	$ 5,949	$ 220	$ 229
7305-BUSINESS EXPENSE Total	**$ 5,500**	**$ 5,607**	**$ 5,720**	**$ 5,949**	**$ 220**	**$ 229**
7306-EDUCATION INITIATIVE						
CC#30 Water Energy Education Alliance (WEEA)	$ -	$ -	$ 12,500	$ 15,000	$ 12,500	$ 2,500
CC#33 Education Outreach	$ 35,000	$ -	$ 45,000	$ 45,000	$ 10,000	$ -
7306-EDUCATION INITIATIVE Total	**$ 35,000**	**$ -**	**$ 57,500**	**$ 60,000**	**$ 22,500**	**$ 2,500**
7310-OFFICE MAINTENANCE						
CC#19 Overhead	$ 156,000	$ 150,000	$ 163,385	$ 169,921	$ 7,385	$ 6,536
7310-OFFICE MAINTENANCE Total	**$ 156,000**	**$ 150,000**	**$ 163,385**	**$ 169,921**	**$ 7,385**	**$ 6,536**
7315-BUILDING REPAIR & MAINTENANCE						
CC#19 Overhead	$ 57,200	$ 59,000	$ 64,381	$ 66,957	$ 7,181	$ 2,576
7315-BUILDING REPAIR & MAINTENANCE Total	**$ 57,200**	**$ 59,000**	**$ 64,381**	**$ 66,957**	**$ 7,181**	**$ 2,576**
7320-STORAGE RENTAL AND EQUIP LEASE						
CC#19 Overhead	$ 1,125	$ 1,000	$ 1,170	$ 1,217	$ 45	$ 47
7320-STORAGE RENTAL AND EQUIP LEASE Total	**$ 1,125**	**$ 1,000**	**$ 1,170**	**$ 1,217**	**$ 45**	**$ 47**
7330-OFFICE SUPPLIES						
CC#19 Overhead	$ 28,000	$ 25,000	$ 28,000	$ 29,120	$ -	$ 1,120
7330-OFFICE SUPPLIES Total	**$ 28,000**	**$ 25,000**	**$ 28,000**	**$ 29,120**	**$ -**	**$ 1,120**
7340-POSTAGE-MAIL DELIVERY						
CC#11 Board Relations	$ 6,000	$ 6,000	$ 6,000	$ 6,000	$ -	$ -
CC#19 Overhead	$ 2,800	$ 1,500	$ 2,124	$ 2,209	$ (676)	$ 85
7340-POSTAGE-MAIL DELIVERY Total	**$ 8,800**	**$ 7,500**	**$ 8,124**	**$ 8,209**	**$ (676)**	**$ 85**
7350-SUBSCRIPTIONS-BOOKS						
CC#12 Administration	$ 10,000	$ 11,500	$ 6,500	$ 6,760	$ (3,500)	$ 260
7350-SUBSCRIPTIONS-BOOKS Total	**$ 10,000**	**$ 11,500**	**$ 6,500**	**$ 6,760**	**$ (3,500)**	**$ 260**
7360-REPRODUCTION EXPENSE						
CC#19 Overhead	$ 8,500	$ 10,000	$ -	$ -	$ (8,500)	$ -
CC#30 Water Energy Education Alliance (WEEA)	$ -	$ -	$ 3,000	$ 3,000	$ 3,000	$ -
CC#32 Public Affairs	$ 100,000	$ 100,000	$ 53,100	$ 55,100	$ (46,900)	$ 2,000
CC#33 Education Outreach	$ -	$ -	$ 50,900	$ 54,870	$ 50,900	$ 3,970
7360-REPRODUCTION EXPENSE Total	**$ 108,500**	**$ 110,000**	**$ 107,000**	**$ 112,970**	**$ (1,500)**	**$ 5,970**
7410-COMPUTER AND PERIPHERALS MAINT						
CC#45 Information Technology	$ 15,850	$ 13,000	$ 15,300	$ 16,853	$ (550)	$ 1,553
7410-COMPUTER AND PERIPHERALS MAINT Total	**$ 15,850**	**$ 13,000**	**$ 15,300**	**$ 16,853**	**$ (550)**	**$ 1,553**
7430-SOFTWARE PURCHASE						
CC#21 Engineering & Planning	$ 4,900	$ -	$ -	$ -	$ (4,900)	$ -
CC#41 Finance	$ 120,000	$ 34,900	$ -	$ -	$ (120,000)	$ -
CC#45 Information Technology	$ 144,411	$ 120,000	$ 228,543	$ 241,259	$ 84,132	$ 12,716

Municipal Water District of Orange County (MWDOC) Biennial Budget
Detail Of Revenue and Expenditure By Accounts And Cost Centers
Core Fund

Type	Adopted FY25-26	Projected FY25-26	Proposed FY26-27	Proposed FY27-28	FY25-26 to FY26-27 Variance	FY26-27 to FY27-28 Variance
7430-SOFTWARE PURCHASE Total	**$ 269,311**	**$ 154,900**	**$ 228,543**	**$ 241,259**	**$ (40,768)**	**$ 12,716**
7440-SOFTWARE SUPPORT						
CC#30 Water Energy Education Alliance (WEEA)	$ -	$ -	$ 500	$ 500	$ 500	$ -
CC#41 Finance	$ 15,000	$ 56,600	$ -	$ -	$ (15,000)	$ -
CC#45 Information Technology	$ 5,000	$ 3,000	$ 3,600	$ 3,800	$ (1,400)	$ 200
7440-SOFTWARE SUPPORT Total	**$ 20,000**	**$ 59,600**	**$ 4,100**	**$ 4,300**	**$ (15,900)**	**$ 200**
7450-COMPUTERS AND EQUIPMENT						
CC#45 Information Technology	$ 45,250	$ 30,000	$ 12,750	$ 12,750	$ (32,500)	$ -
7450-COMPUTERS AND EQUIPMENT Total	**$ 45,250**	**$ 30,000**	**$ 12,750**	**$ 12,750**	**$ (32,500)**	**$ -**
7610-AUTOMOTIVE EXPENSE-MILEAGE						
CC#11 Board Relations	$ 7,000	$ 7,000	$ 7,000	$ 7,000	$ -	$ -
CC#12 Administration	$ 4,500	$ 3,600	$ 4,500	$ 4,680	$ -	$ 180
7610-AUTOMOTIVE EXPENSE-MILEAGE Total	**$ 11,500**	**$ 10,600**	**$ 11,500**	**$ 11,680**	**$ -**	**$ 180**
7615-TOLL ROAD CHARGES						
CC#11 Board Relations	$ 300	$ 300	$ 300	$ 300	$ -	$ -
CC#12 Administration	$ 250	$ 200	$ 250	$ 260	$ -	$ 10
7615-TOLL ROAD CHARGES Total	**$ 550**	**$ 500**	**$ 550**	**$ 560**	**$ -**	**$ 10**
7620-INSURANCE EXPENSE						
CC#19 Overhead	$ 233,950	$ 210,000	$ 238,426	$ 247,965	$ 4,476	$ 9,539
7620-INSURANCE EXPENSE Total	**$ 233,950**	**$ 210,000**	**$ 238,426**	**$ 247,965**	**$ 4,476**	**$ 9,539**
7640-UTILITIES-TELEPHONE						
CC#19 Overhead	$ 46,924	$ 38,430	$ 43,675	$ 45,421	$ (3,249)	$ 1,746
CC#32 Public Affairs	$ 550	$ -	$ -	$ -	$ (550)	$ -
7640-UTILITIES-TELEPHONE Total	**$ 47,474**	**$ 38,430**	**$ 43,675**	**$ 45,421**	**$ (3,799)**	**$ 1,746**
7650-BANK FEES						
CC#19 Overhead	$ 2,400	$ 100	$ 1,600	$ 1,600	$ (800)	$ -
7650-BANK FEES Total	**$ 2,400**	**$ 100**	**$ 1,600**	**$ 1,600**	**$ (800)**	**$ -**
7670-MISCELLANEOUS EXPENSE						
CC#11 Board Relations	$ 6,000	$ 6,000	$ 9,380	$ 9,995	$ 3,380	$ 615
CC#12 Administration	$ 3,800	$ 3,000	$ 3,800	$ 3,952	$ -	$ 152
CC#13 Human Resources	$ 35,500	$ 38,000	$ 39,520	$ 41,000	$ 4,020	$ 1,480
CC#19 Overhead	$ 3,500	$ 3,400	$ 3,600	$ 3,744	$ 100	$ 144
CC#21 Engineering & Planning	$ 7,500	$ 2,152	$ -	$ -	$ (7,500)	$ -
CC#23 Metropolitan & Water Resources	$ 1,500	$ 1,500	$ 1,500	$ 1,500	$ -	$ -
CC#30 Water Energy Education Alliance (WEEA)	$ -	$ -	$ 500	$ 500	$ 500	$ -
CC#31 Government Affairs & Policy	$ 1,500	$ -	$ 10,000	$ 10,000	$ 8,500	$ -
CC#32 Public Affairs	$ 67,400	$ 100,000	$ 24,500	$ 24,500	$ (42,900)	$ -
CC#33 Education Outreach	$ -	$ -	$ 2,000	$ 3,000	$ 2,000	$ 1,000
CC#35 Water Use Efficiency	$ 6,000	$ 4,000	$ 6,000	$ 6,000	$ -	$ -
CC#41 Finance	$ 1,000	$ 1,100	$ 1,200	$ 1,200	$ 200	$ -
CC#45 Information Technology	$ 1,500	$ 1,000	$ 2,000	$ 2,000	$ 500	$ -
7670-MISCELLANEOUS EXPENSE Total	**$ 135,200**	**$ 160,152**	**$ 104,000**	**$ 107,391**	**$ (31,200)**	**$ 3,391**
8510-MWDOCS CONTRIB TO PROGRAMS						
CC#00 General	$ -	$ -	$ 33,333	$ 33,333	$ 33,333	$ -
CC#24 MWDOC Contribution to WEROC	$ 353,149	$ 353,149	$ 365,686	$ 391,347	$ 12,537	$ 25,661
8510-MWDOCS CONTRIB TO PROGRAMS Total	**$ 353,149**	**$ 353,149**	**$ 399,019**	**$ 424,680**	**$ 45,870**	**$ 25,661**
8710-ELECTION EXPENSES						
CC#11 Board Relations	$ 605,000	$ 605,000	$ 600,000	$ 470,000	$ (5,000)	$ (130,000)
8710-ELECTION EXPENSES Total	**$ 605,000**	**$ 605,000**	**$ 600,000**	**$ 470,000**	**$ (5,000)**	**$ (130,000)**
8810-CAPITAL ACQUISITION						

Municipal Water District of Orange County (MWDOC) Biennial Budget
Detail Of Revenue and Expenditure By Accounts And Cost Centers
Core Fund

Type	Adopted FY25-26	Projected FY25-26	Proposed FY26-27	Proposed FY27-28	FY25-26 to FY26-27 Variance	FY26-27 to FY27-28 Variance
CC#19 Overhead	$ -	$ 7,500	$ -	$ -	$ -	$ -
CC#45 Information Technology	$ 25,000	$ -	$ -	$ -	$ (25,000)	$ -
8810-CAPITAL ACQUISITION Total	**$ 25,000**	**$ 7,500**	**$ -**	**$ -**	**$ (25,000)**	**$ -**
8811-BUILDING EXPENSE						
CC#19 Overhead	$ -	$ -	$ 75,000	$ -	$ 75,000	$ (75,000)
8811-BUILDING EXPENSE Total	**$ -**	**$ -**	**$ 75,000**	**$ -**	**$ 75,000**	**$ (75,000)**
Expenditure Total	**$ 11,398,611**	**$ 12,613,192**	**$ 12,021,220**	**$ 12,290,957**	**$ 622,609**	**$ 269,737**
Net Increase to (Use of) Reserves	**$ (1,352)**	**$ 1,749**	**$ 60,207**	**$ (64,506)**	**$ 61,559**	**$ (124,713)**

Municipal Water District of Orange County (MWDOC) Biennial Budget
Detail Of Revenue and Expenditure By Accounts And Cost Centers
Choice Fund

Type	Adopted FY25-26	Projected FY25-26	Proposed FY26-27	Proposed FY27-28	FY25-26 to FY26-27 Variance	FY26-27 to FY27-28 Variance
Revenue						
4215-CHOICE REVENUE						
CC#62 Water Use Efficiency (Choice)	$ 1,183,382	$ 1,054,339	$ 915,382	$ 950,785	$ (268,000)	$ 35,403
CC#63 School Program (Choice)	$ 504,809	$ 377,786	$ 495,653	$ 542,463	$ (9,156)	$ 46,810
CC#70 Water Loss Control (Choice)	$ 369,444	$ 280,866	$ 1,007,636	$ 1,176,193	$ 638,192	$ 168,557
4215-CHOICE REVENUE Total	**$ 2,057,635**	**$ 1,712,991**	**$ 2,418,671**	**$ 2,669,441**	**$ 361,036**	**$ 250,770**
4230-REIMBURSEMENTS						
CC#71 Engineering (Choice)	$ -	$ -	$ 203,000	$ 215,667	$ 203,000	$ 12,667
4230-REIMBURSEMENTS Total	**$ -**	**$ -**	**$ 203,000**	**$ 215,667**	**$ 203,000**	**$ 12,667**
4305-REVENUE FROM MWD						
CC#70 Water Loss Control (Choice)	$ 312,321	$ 252,011	$ 223,520	$ 251,691	$ (88,801)	$ 28,171
4305-REVENUE FROM MWD Total	**$ 312,321**	**$ 252,011**	**$ 223,520**	**$ 251,691**	**$ (88,801)**	**$ 28,171**
4350-REVENUE - OTHER						
CC#70 Water Loss Control (Choice)	$ -	$ -	$ 609,581	$ 792,455	$ 609,581	$ 182,874
4350-REVENUE - OTHER Total	**$ -**	**$ -**	**$ 609,581**	**$ 792,455**	**$ 609,581**	**$ 182,874**
4705-PRIOR YEAR CARRYOVER						
CC#61 AMP Administration	$ 944	$ 3	$ -	$ -	$ (944)	$ -
4705-PRIOR YEAR CARRYOVER Total	**$ 944**	**$ 3**	**$ -**	**$ -**	**$ (944)**	**$ -**
Revenue Total	**$ 2,370,900**	**$ 1,965,005**	**$ 3,454,772**	**$ 3,929,254**	**$ 1,083,872**	**$ 474,482**
Expenditure						
6010-SALARIES AND WAGES - ADMIN						
CC#61 AMP Administration	$ 745	$ -	$ -	$ -	$ (745)	$ -
CC#62 Water Use Efficiency (Choice)	$ 579,176	$ 511,614	$ 423,312	$ 447,607	$ (155,864)	$ 24,295
CC#63 School Program (Choice)	$ 8,815	$ 9,253	$ 10,511	$ 11,757	$ 1,696	$ 1,246
CC#70 Water Loss Control (Choice)	$ 300,762	$ 236,582	$ 340,987	$ 361,991	$ 40,225	$ 21,004
6010-SALARIES AND WAGES - ADMIN Total	**$ 889,498**	**$ 757,449**	**$ 774,810**	**$ 821,355**	**$ (114,688)**	**$ 46,545**
6012-GRANT RECOVERY - SALARIES						
CC#62 Water Use Efficiency (Choice)	$ (15,000)	$ (6,578)	$ -	$ -	$ 15,000	$ -
6012-GRANT RECOVERY - SALARIES Total	**$ (15,000)**	**$ (6,578)**	**$ -**	**$ -**	**$ 15,000**	**$ -**
6105-BENEFITS ADMIN						
CC#61 AMP Administration	$ 199	$ 3	$ -	$ -	$ (199)	$ -
CC#62 Water Use Efficiency (Choice)	$ 149,585	$ 132,072	$ 103,396	$ 114,064	$ (46,189)	$ 10,668
CC#63 School Program (Choice)	$ 3,069	$ 3,233	$ 3,771	$ 4,134	$ 702	$ 363
CC#70 Water Loss Control (Choice)	$ 96,104	$ 72,810	$ 96,376	$ 100,378	$ 272	$ 4,002
6105-BENEFITS ADMIN Total	**$ 248,957**	**$ 208,118**	**$ 203,543**	**$ 218,576**	**$ (45,414)**	**$ 15,033**
6111-OVERHEAD REIMBURSEMENT						
CC#62 Water Use Efficiency (Choice)	$ 322,961	$ 284,251	$ 232,594	$ 248,034	$ (90,367)	$ 15,440
CC#63 School Program (Choice)	$ 5,267	$ -	$ 6,307	$ 7,017	$ 1,040	$ 710
CC#70 Water Loss Control (Choice)	$ 175,877	$ 136,628	$ 193,140	$ 204,182	$ 17,263	$ 11,042
6111-OVERHEAD REIMBURSEMENT Total	**$ 504,105**	**$ 420,879**	**$ 432,041**	**$ 459,233**	**$ (72,064)**	**$ 27,192**
6205-TRAINING EXPENSE (See Exh J)						
CC#70 Water Loss Control (Choice)	$ 2,000	$ 2,200	$ 2,000	$ 2,000	$ -	$ -
6205-TRAINING EXPENSE (See Exh J) Total	**$ 2,000**	**$ 2,200**	**$ 2,000**	**$ 2,000**	**$ -**	**$ -**
7040-PROFESSIONAL SERVICES (See Exh J)						
CC#62 Water Use Efficiency (Choice)	$ 139,530	$ 130,000	$ 149,100	$ 134,100	$ 9,570	$ (15,000)
CC#63 School Program (Choice)	$ 487,658	$ 365,300	$ 475,064	$ 519,555	$ (12,594)	$ 44,491

Municipal Water District of Orange County (MWDOC) Biennial Budget
Detail Of Revenue and Expenditure By Accounts And Cost Centers
Choice Fund

Type	Adopted FY25-26	Projected FY25-26	Proposed FY26-27	Proposed FY27-28	FY25-26 to FY26-27 Variance	FY26-27 to FY27-28 Variance
CC#70 Water Loss Control (Choice)	$ 83,270	$ 60,000	$ 720,000	$ 730,000	$ 636,730	$ 10,000
CC#71 Engineering (Choice)	$ -	$ -	$ 203,000	$ 215,667	$ 203,000	$ 12,667
7040-PROFESSIONAL SERVICES (See Exh J) Total	**$ 710,458**	**$ 555,300**	**$ 1,547,164**	**$ 1,599,322**	**$ 836,706**	**$ 52,158**
7332-SUPPLIES - WATER LOSS CONTROL						
CC#70 Water Loss Control (Choice)	$ 4,000	$ 3,400	$ 11,000	$ 4,500	$ 7,000	$ (6,500)
7332-SUPPLIES - WATER LOSS CONTROL Total	**$ 4,000**	**$ 3,400**	**$ 11,000**	**$ 4,500**	**$ 7,000**	**$ (6,500)**
7340-POSTAGE-MAIL DELIVERY						
CC#62 Water Use Efficiency (Choice)	$ 650	$ 500	$ 500	$ 500	$ (150)	$ -
7340-POSTAGE-MAIL DELIVERY Total	**$ 650**	**$ 500**	**$ 500**	**$ 500**	**$ (150)**	**$ -**
7430-SOFTWARE PURCHASE						
CC#70 Water Loss Control (Choice)	$ 2,420	$ 2,200	$ 3,200	$ 3,200	$ 780	$ -
7430-SOFTWARE PURCHASE Total	**$ 2,420**	**$ 2,200**	**$ 3,200**	**$ 3,200**	**$ 780**	**$ -**
7610-AUTOMOTIVE EXPENSE-MILEAGE						
CC#70 Water Loss Control (Choice)	$ 100	$ 100	$ 100	$ 120	$ -	$ 20
7610-AUTOMOTIVE EXPENSE-MILEAGE Total	**$ 100**	**$ 100**	**$ 100**	**$ 120**	**$ -**	**$ 20**
7612-VEHICLE EXPENSE						
CC#70 Water Loss Control (Choice)	$ 10,000	$ 10,000	$ 17,000	$ 12,000	$ 7,000	$ (5,000)
7612-VEHICLE EXPENSE Total	**$ 10,000**	**$ 10,000**	**$ 17,000**	**$ 12,000**	**$ 7,000**	**$ (5,000)**
7615-TOLL ROAD CHARGES						
CC#70 Water Loss Control (Choice)	$ 400	$ 1,500	$ 2,000	$ 2,000	$ 1,600	$ -
7615-TOLL ROAD CHARGES Total	**$ 400**	**$ 1,500**	**$ 2,000**	**$ 2,000**	**$ 1,600**	**$ -**
7620-INSURANCE EXPENSE						
CC#70 Water Loss Control (Choice)	$ 200	$ 177	$ 200	$ 220	$ -	$ 20
7620-INSURANCE EXPENSE Total	**$ 200**	**$ 177**	**$ 200**	**$ 220**	**$ -**	**$ 20**
7640-UTILITIES-TELEPHONE						
CC#62 Water Use Efficiency (Choice)	$ 480	$ 480	$ 480	$ 480	$ -	$ -
CC#70 Water Loss Control (Choice)	$ 1,632	$ 2,280	$ 2,400	$ 2,400	$ 768	$ -
7640-UTILITIES-TELEPHONE Total	**$ 2,112**	**$ 2,760**	**$ 2,880**	**$ 2,880**	**$ 768**	**$ -**
7670-MISCELLANEOUS EXPENSE						
CC#62 Water Use Efficiency (Choice)	$ 6,000	$ 2,000	$ 6,000	$ 6,000	$ -	$ -
CC#70 Water Loss Control (Choice)	$ 5,000	$ 5,000	$ 10,000	$ 5,500	$ 5,000	$ (4,500)
7670-MISCELLANEOUS EXPENSE Total	**$ 11,000**	**$ 7,000**	**$ 16,000**	**$ 11,500**	**$ 5,000**	**$ (4,500)**
7672-REIMBURSABLE REBATE EXPENSES						
CC#70 Water Loss Control (Choice)	$ -	$ -	$ 442,334	$ 791,848	$ 442,334	$ 349,514
7672-REIMBURSABLE REBATE EXPENSES Total	**$ -**	**$ -**	**$ 442,334**	**$ 791,848**	**$ 442,334**	**$ 349,514**
Expenditure Total	**$ 2,370,900**	**$ 1,965,005**	**$ 3,454,772**	**$ 3,929,254**	**$ 1,083,872**	**$ 474,482**
Net Increase to (Use of) Reserves	**$ -**	**$ -**	**$ -**	**$ -**	**$ -**	**$ -**

Municipal Water District of Orange County (MWDOC) Biennial Budget
Detail Of Revenue Source And Expenditure By Cost Centers And Accounts
Core Fund

Cost Centers	Adopted FY25-26	Projected FY25-26	Proposed FY26-27	Proposed FY27-28	FY25-26 to FY26-27 Variance	FY26-27 to FY27-28 Variance
CC#00 General						
Revenue						
4050-RETAIL CONNECTION CHARGE (See Exh C)	$ 9,939,371	$ 9,939,371	$ 10,278,727	$ 10,686,812	$ 339,356	$ 408,085
4055-GROUND WATER CUSTOMER CHARGE	$ 414,371	$ 414,371	$ 427,658	$ 441,989	$ 13,287	$ 14,331
4105-INTEREST REVENUE	$ 916,000	$ 931,000	$ 962,952	$ 810,785	$ 46,952	$ (152,167)
4240-MISCELLANEOUS INCOME	$ 5,000	$ 1,200	$ 5,000	$ 5,000	$ -	$ -
4705-PRIOR YEAR CARRYOVER	$ -	$ -	$ 195,380	$ 60,207	$ 195,380	$ (135,173)
4XXX-REIMB FROM OPEB RESERVE/115 TRUST	$ 122,517	$ 107,000	$ 123,710	$ 128,658	$ 1,193	$ 4,948
Revenue Total	**$ 11,397,259**	**$ 11,392,942**	**$ 11,993,427**	**$ 12,133,451**	**$ 596,168**	**$ 140,024**
Expenditure						
8510-MWDOCS CONTRIB TO PROGRAMS	$ -	$ -	$ 33,333	$ 33,333	$ 33,333	$ -
Expenditure Total	**$ -**	**$ -**	**$ 33,333**	**$ 33,333**	**$ 33,333**	**$ -**
CC#11 Board Relations						
Expenditure						
6010-SALARIES AND WAGES - ADMIN	$ 468,708	$ 352,312	$ 369,234	$ 388,250	$ (99,474)	$ 19,016
6090-DIRECTORS COMPENSATION - MWDOC	$ 281,917	$ 275,208	$ 290,942	$ 300,923	$ 9,025	$ 9,981
6095-DIRECTORS COMPENSATION-MET	$ 161,096	$ 156,399	$ 166,253	$ 171,956	$ 5,157	$ 5,703
6105-BENEFITS ADMIN	$ 136,819	$ 112,796	$ 127,189	$ 134,539	$ (9,630)	$ 7,350
6115-DIRECTORS BENEFITS	$ 158,371	$ 152,929	$ 174,974	$ 181,496	$ 16,603	$ 6,522
6205-TRAINING EXPENSE (See Exh J)	$ 2,500	$ -	$ 2,500	$ 2,500	$ -	$ -
7020-LEGAL EXPENSE (See Exh J)	$ 235,000	$ 235,000	$ 230,000	$ 235,000	$ (5,000)	$ 5,000
7115-CONFERENCE EXPENSE-DIRECTOR (See Exh F)	$ 17,155	$ 21,095	$ 21,784	$ 22,617	$ 4,629	$ 833
7155-TRAVEL/ACCOMMODATION-DIRECTOR (See Exh F)	$ 36,625	$ 36,050	$ 31,400	$ 32,536	$ (5,225)	$ 1,136
7210-MEMBERSHIP & SPONSORSHIP (See Exh D)	$ 48,652	$ 53,956	$ 47,084	$ 48,785	$ (1,568)	$ 1,701
7340-POSTAGE-MAIL DELIVERY	$ 6,000	$ 6,000	$ 6,000	$ 6,000	$ -	$ -
7610-AUTOMOTIVE EXPENSE-MILEAGE	$ 7,000	$ 7,000	$ 7,000	$ 7,000	$ -	$ -
7615-TOLL ROAD CHARGES	$ 300	$ 300	$ 300	$ 300	$ -	$ -
7670-MISCELLANEOUS EXPENSE	$ 6,000	$ 6,000	$ 9,380	$ 9,995	$ 3,380	$ 615
8710-ELECTION EXPENSES	$ 605,000	$ 605,000	$ 600,000	$ 470,000	$ (5,000)	$ (130,000)
Expenditure Total	**$ 2,171,143**	**$ 2,020,045**	**$ 2,084,040**	**$ 2,011,897**	**$ (87,103)**	**$ (72,143)**
CC#12 Administration						
Expenditure						
6010-SALARIES AND WAGES - ADMIN	$ 573,603	$ 466,437	$ 505,406	$ 508,107	$ (68,197)	$ 2,701
6105-BENEFITS ADMIN	$ 221,094	$ 173,968	$ 190,493	$ 189,900	$ (30,601)	$ (593)
6205-TRAINING EXPENSE (See Exh J)	$ 6,000	$ -	$ -	$ -	$ (6,000)	$ -
6220-TEMPORARY HELP EXPENSE	$ 5,000	$ -	$ 5,000	$ 5,000	$ -	$ -
7040-PROFESSIONAL SERVICES (See Exh J)	$ -	$ 21,000	$ 21,000	$ 21,840	$ 21,000	$ 840
7110-CONFERENCE - EMPLOYEE (See Exh E)	$ 42,497	$ 20,830	$ 18,355	$ 18,850	$ (24,142)	$ 495
7150-TRAVEL/ACCOMMODATION-EMPLOYEE (See Exh E)	$ 85,900	$ 28,373	$ 27,600	$ 28,420	$ (58,300)	$ 820
7210-MEMBERSHIP & SPONSORSHIP (See Exh D)	$ 151,684	$ 33,394	$ 34,663	$ 36,049	$ (117,021)	$ 1,386
7250-CDR SUPPORT	$ 72,650	$ 72,648	$ -	$ -	$ (72,650)	$ -
7305-BUSINESS EXPENSE	$ 5,500	$ 5,607	$ 5,720	$ 5,949	$ 220	$ 229
7350-SUBSCRIPTIONS-BOOKS	$ 10,000	$ 11,500	$ 6,500	$ 6,760	$ (3,500)	$ 260
7610-AUTOMOTIVE EXPENSE-MILEAGE	$ 4,500	$ 3,600	$ 4,500	$ 4,680	$ -	$ 180
7615-TOLL ROAD CHARGES	$ 250	$ 200	$ 250	$ 260	$ -	$ 10
7670-MISCELLANEOUS EXPENSE	$ 3,800	$ 3,000	$ 3,800	$ 3,952	$ -	$ 152
Expenditure Total	**$ 1,182,478**	**$ 840,557**	**$ 823,287**	**$ 829,767**	**$ (359,191)**	**$ 6,480**
CC#13 Human Resources						
Expenditure						
6010-SALARIES AND WAGES - ADMIN	$ 406,292	$ 381,432	$ 405,224	$ 447,653	$ (1,068)	$ 42,429
6105-BENEFITS ADMIN	$ 122,537	$ 119,948	$ 130,204	$ 126,533	$ 7,667	$ (3,671)
6205-TRAINING EXPENSE (See Exh J)	$ 58,945	$ 52,000	$ 54,000	$ 56,000	$ (4,945)	$ 2,000
6210-TUITION REIMBURSEMENT	$ 6,500	$ 7,662	$ 6,900	$ 7,100	$ 400	$ 200
7020-LEGAL EXPENSE (See Exh J)	$ 25,000	$ 31,000	$ 27,040	$ 28,121	$ 2,040	$ 1,081
7040-PROFESSIONAL SERVICES (See Exh J)	$ -	$ -	$ 60,000	$ -	$ 60,000	$ (60,000)
7110-CONFERENCE - EMPLOYEE (See Exh E)	$ -	$ -	$ 2,700	$ 2,848	$ 2,700	$ 148

Municipal Water District of Orange County (MWDOC) Biennial Budget
Detail Of Revenue Source And Expenditure By Cost Centers And Accounts
Core Fund

Cost Centers	Adopted FY25-26	Projected FY25-26	Proposed FY26-27	Proposed FY27-28	FY25-26 to FY26-27 Variance	FY26-27 to FY27-28 Variance
7150-TRAVEL/ACCOMMODATION-EMPLOYEE (See Exh E)	$ -	$ -	$ 2,900	$ 2,916	$ 2,900	$ 16
7210-MEMBERSHIP & SPONSORSHIP (See Exh D)	$ -	$ 1,344	$ 1,398	$ 1,453	$ 1,398	$ 55
7670-MISCELLANEOUS EXPENSE	$ 35,500	$ 38,000	$ 39,520	$ 41,000	$ 4,020	$ 1,480
Expenditure Total	**$ 654,774**	**$ 631,386**	**$ 729,886**	**$ 713,624**	**$ 75,112**	**$ (16,262)**
CC#19 Overhead						
Expenditure						
6010-SALARIES AND WAGES - ADMIN	$ 605,102	$ 642,309	$ 699,673	$ 769,705	$ 94,571	$ 70,032
6105-BENEFITS ADMIN	$ 180,486	$ 215,651	$ 230,503	$ 247,595	$ 50,017	$ 17,092
6109-UNFUNDED PENSION	$ 207,000	$ 207,000	$ 207,000	$ 207,000	$ -	$ -
6111-OVERHEAD REIMBURSEMENT	$ (504,105)	$ (94,640)	$ (432,041)	$ (459,233)	$ 72,064	$ (27,192)
6120-HEALTH INSURANCE FOR RETIREES	$ 122,517	$ 107,000	$ 123,710	$ 128,658	$ 1,193	$ 4,948
7040-PROFESSIONAL SERVICES (See Exh J)	$ 5,000	$ 5,000	$ 975	$ 1,014	$ (4,025)	$ 39
7310-OFFICE MAINTENANCE	$ 156,000	$ 150,000	$ 163,385	$ 169,921	$ 7,385	$ 6,536
7315-BUILDING REPAIR & MAINTENANCE	$ 57,200	$ 59,000	$ 64,381	$ 66,957	$ 7,181	$ 2,576
7320-STORAGE RENTAL AND EQUIP LEASE	$ 1,125	$ 1,000	$ 1,170	$ 1,217	$ 45	$ 47
7330-OFFICE SUPPLIES	$ 28,000	$ 25,000	$ 28,000	$ 29,120	$ -	$ 1,120
7340-POSTAGE-MAIL DELIVERY	$ 2,800	$ 1,500	$ 2,124	$ 2,209	$ (676)	$ 85
7360-REPRODUCTION EXPENSE	$ 8,500	$ 10,000	$ -	$ -	$ (8,500)	$ -
7620-INSURANCE EXPENSE	$ 233,950	$ 210,000	$ 238,426	$ 247,965	$ 4,476	$ 9,539
7640-UTILITIES-TELEPHONE	$ 46,924	$ 38,430	$ 43,675	$ 45,421	$ (3,249)	$ 1,746
7650-BANK FEES	$ 2,400	$ 100	$ 1,600	$ 1,600	$ (800)	$ -
7670-MISCELLANEOUS EXPENSE	$ 3,500	$ 3,400	$ 3,600	$ 3,744	$ 100	$ 144
8810-CAPITAL ACQUISITION	$ -	$ 7,500	$ -	$ -	$ -	$ -
8811-BUILDING EXPENSE	$ -	$ -	$ 75,000	$ -	$ 75,000	$ (75,000)
Expenditure Total	**$ 1,156,399**	**$ 1,588,250**	**$ 1,451,181**	**$ 1,462,893**	**$ 294,782**	**$ 11,712**
CC#21 Engineering & Planning						
Revenue						
4230-REIMBURSEMENTS	$ -	$ 1,222,000	$ -	$ -	$ -	$ -
Revenue Total	**$ -**	**$ 1,222,000**	**$ -**	**$ -**	**$ -**	**$ -**
Expenditure						
6010-SALARIES AND WAGES - ADMIN	$ 567,060	$ 579,461	$ 669,333	$ 738,561	$ 102,273	$ 69,228
6105-BENEFITS ADMIN	$ 161,397	$ 175,675	$ 210,053	$ 221,018	$ 48,656	$ 10,965
7010-OUTSIDE CONSULTING SERVICES (See Exh J)	$ 470,000	$ 1,607,850	$ 355,000	$ 295,000	$ (115,000)	$ (60,000)
7110-CONFERENCE - EMPLOYEE (See Exh E)	$ -	$ 1,000	$ 200	$ 208	$ 200	$ 8
7150-TRAVEL/ACCOMMODATION-EMPLOYEE (See Exh E)	$ -	$ 1,800	$ 600	$ 624	$ 600	$ 24
7210-MEMBERSHIP & SPONSORSHIP (See Exh D)	$ -	$ 13,533	$ 15,333	$ 16,406	$ 15,333	$ 1,073
7250-CDR SUPPORT	$ -	$ -	$ 77,272	$ 77,272	$ 77,272	$ -
7430-SOFTWARE PURCHASE	$ 4,900	$ -	$ -	$ -	$ (4,900)	$ -
7670-MISCELLANEOUS EXPENSE	$ 7,500	$ 2,152	$ -	$ -	$ (7,500)	$ -
Expenditure Total	**$ 1,210,857**	**$ 2,381,471**	**$ 1,327,791**	**$ 1,349,089**	**$ 116,934**	**$ 21,298**
CC#23 Metropolitan & Water Resources						
Expenditure						
6010-SALARIES AND WAGES - ADMIN	$ 377,920	$ 342,384	$ 404,093	$ 425,306	$ 26,173	$ 21,213
6105-BENEFITS ADMIN	$ 104,709	$ 110,771	$ 127,208	$ 132,076	$ 22,499	$ 4,868
7010-OUTSIDE CONSULTING SERVICES (See Exh J)	$ 100,000	$ 100,000	$ 95,000	$ 103,000	$ (5,000)	$ 8,000
7150-TRAVEL/ACCOMMODATION-EMPLOYEE (See Exh E)	$ -	$ -	$ 850	$ 884	$ 850	$ 34
7210-MEMBERSHIP & SPONSORSHIP (See Exh D)	$ -	$ 17,000	$ 17,680	$ 18,387	$ 17,680	$ 707
7670-MISCELLANEOUS EXPENSE	$ 1,500	$ 1,500	$ 1,500	$ 1,500	$ -	$ -
Expenditure Total	**$ 584,129**	**$ 571,655**	**$ 646,331**	**$ 681,153**	**$ 62,202**	**$ 34,822**
CC#24 MWDOC Contribution to WEROC						
Expenditure						
8510-MWDOCS CONTRIB TO PROGRAMS	$ 353,149	$ 353,149	$ 365,686	$ 391,347	$ 12,537	$ 25,661
Expenditure Total	**$ 353,149**	**$ 353,149**	**$ 365,686**	**$ 391,347**	**$ 12,537**	**$ 25,661**
CC#30 Water Energy Education Alliance (WEEA)						

Municipal Water District of Orange County (MWDOC) Biennial Budget
Detail Of Revenue Source And Expenditure By Cost Centers And Accounts
Core Fund

Cost Centers	Adopted FY25-26	Projected FY25-26	Proposed FY26-27	Proposed FY27-28	FY25-26 to FY26-27 Variance	FY26-27 to FY27-28 Variance
Revenue						
4230-REIMBURSEMENTS	$ -	$ -	$ 33,000	$ 33,000	$ 33,000	$ -
4310-REVENUE FOR WEEA SPONSORSHIPS	$ -	$ -	$ 55,000	$ 60,000	$ 55,000	$ 5,000
Revenue Total	**$ -**	**$ -**	**$ 88,000**	**$ 93,000**	**$ 88,000**	**$ 5,000**
Expenditure						
6010-SALARIES AND WAGES - ADMIN	$ -	$ -	$ 49,875	$ 51,750	$ 49,875	$ 1,875
6105-BENEFITS ADMIN	$ -	$ -	$ 16,625	$ 17,250	$ 16,625	$ 625
7110-CONFERENCE - EMPLOYEE (See Exh E)	$ -	$ -	$ 2,000	$ 2,000	$ 2,000	$ -
7150-TRAVEL/ACCOMMODATION-EMPLOYEE (See Exh E)	$ -	$ -	$ 3,000	$ 3,000	$ 3,000	$ -
7306-EDUCATION INITIATIVE	$ -	$ -	$ 12,500	$ 15,000	$ 12,500	$ 2,500
7360-REPRODUCTION EXPENSE	$ -	$ -	$ 3,000	$ 3,000	$ 3,000	$ -
7440-SOFTWARE SUPPORT	$ -	$ -	$ 500	$ 500	$ 500	$ -
7670-MISCELLANEOUS EXPENSE	$ -	$ -	$ 500	$ 500	$ 500	$ -
Expenditure Total	**$ -**	**$ -**	**$ 88,000**	**$ 93,000**	**$ 88,000**	**$ 5,000**
CC#31 Government Affairs & Policy						
Expenditure						
6010-SALARIES AND WAGES - ADMIN	$ 187,335	$ 150,266	$ 137,476	$ 139,619	$ (49,859)	$ 2,143
6105-BENEFITS ADMIN	$ 60,211	$ 51,114	$ 45,452	$ 45,288	$ (14,759)	$ (164)
6205-TRAINING EXPENSE (See Exh J)	$ 15,000	$ -	$ -	$ -	$ (15,000)	$ -
7040-PROFESSIONAL SERVICES (See Exh J)	$ 394,000	$ 381,000	$ 370,000	$ 370,000	$ (24,000)	$ -
7110-CONFERENCE - EMPLOYEE (See Exh E)	$ -	$ 7,230	$ 9,757	$ 8,665	$ 9,757	$ (1,092)
7150-TRAVEL/ACCOMMODATION-EMPLOYEE (See Exh E)	$ -	$ 21,807	$ 17,350	$ 17,840	$ 17,350	$ 490
7210-MEMBERSHIP & SPONSORSHIP (See Exh D)	$ 12,500	$ 86,532	$ 69,178	$ 71,883	$ 56,678	$ 2,705
7670-MISCELLANEOUS EXPENSE	$ 1,500	$ -	$ 10,000	$ 10,000	$ 8,500	$ -
Expenditure Total	**$ 670,546**	**$ 697,949**	**$ 659,213**	**$ 663,295**	**$ (11,333)**	**$ 4,082**
CC#32 Public Affairs						
Expenditure						
6010-SALARIES AND WAGES - ADMIN	$ 851,284	$ 875,491	$ 723,425	$ 771,368	$ (127,859)	$ 47,943
6012-GRANT RECOVERY - SALARIES	$ (33,000)	$ (33,000)	$ -	$ -	$ 33,000	$ -
6105-BENEFITS ADMIN	$ 259,741	$ 280,607	$ 237,647	$ 249,089	$ (22,094)	$ 11,442
7040-PROFESSIONAL SERVICES (See Exh J)	$ 220,000	$ 165,000	$ 170,000	$ 165,000	$ (50,000)	$ (5,000)
7110-CONFERENCE - EMPLOYEE (See Exh E)	$ -	$ 2,030	$ 1,899	$ 2,894	$ 1,899	$ 995
7150-TRAVEL/ACCOMMODATION-EMPLOYEE (See Exh E)	$ -	$ 6,400	$ 3,500	$ 3,680	$ 3,500	$ 180
7210-MEMBERSHIP & SPONSORSHIP (See Exh D)	$ -	$ 2,688	$ 2,010	$ 1,463	$ 2,010	$ (547)
7360-REPRODUCTION EXPENSE	$ 100,000	$ 100,000	$ 53,100	$ 55,100	$ (46,900)	$ 2,000
7640-UTILITIES-TELEPHONE	$ 550	$ -	$ -	$ -	$ (550)	$ -
7670-MISCELLANEOUS EXPENSE	$ 67,400	$ 100,000	$ 24,500	$ 24,500	$ (42,900)	$ -
Expenditure Total	**$ 1,465,975**	**$ 1,499,216**	**$ 1,216,081**	**$ 1,273,094**	**$ (249,894)**	**$ 57,013**
CC#33 Education Outreach						
Expenditure						
6010-SALARIES AND WAGES - ADMIN	$ -	$ -	$ 202,145	$ 223,983	$ 202,145	$ 21,838
6105-BENEFITS ADMIN	$ -	$ -	$ 70,606	$ 78,577	$ 70,606	$ 7,971
7040-PROFESSIONAL SERVICES (See Exh J)	$ -	$ -	$ -	$ 10,000	$ -	$ 10,000
7110-CONFERENCE - EMPLOYEE (See Exh E)	$ -	$ 500	$ 1,700	$ 1,740	$ 1,700	$ 40
7150-TRAVEL/ACCOMMODATION-EMPLOYEE (See Exh E)	$ -	$ 600	$ 2,250	$ 2,300	$ 2,250	$ 50
7210-MEMBERSHIP & SPONSORSHIP (See Exh D)	$ -	$ -	$ 1,346	$ 1,346	$ 1,346	$ -
7306-EDUCATION INITIATIVE	$ 35,000	$ -	$ 45,000	$ 45,000	$ 10,000	$ -
7360-REPRODUCTION EXPENSE	$ -	$ -	$ 50,900	$ 54,870	$ 50,900	$ 3,970
7670-MISCELLANEOUS EXPENSE	$ -	$ -	$ 2,000	$ 3,000	$ 2,000	$ 1,000
Expenditure Total	**$ 35,000**	**$ 1,100**	**$ 375,947**	**$ 420,816**	**$ 340,947**	**$ 44,869**
CC#35 Water Use Efficiency						
Expenditure						
6010-SALARIES AND WAGES - ADMIN	$ 232,533	$ 341,527	$ 222,401	$ 234,487	$ (10,132)	$ 12,086
6105-BENEFITS ADMIN	$ 69,434	$ 105,404	$ 68,764	$ 72,332	$ (670)	$ 3,568
7040-PROFESSIONAL SERVICES (See Exh J)	$ 215,000	$ 205,000	$ 70,000	$ 75,000	$ (145,000)	$ 5,000

Municipal Water District of Orange County (MWDOC) Biennial Budget
Detail Of Revenue Source And Expenditure By Cost Centers And Accounts
Core Fund

Cost Centers	Adopted FY25-26	Projected FY25-26	Proposed FY26-27	Proposed FY27-28	FY25-26 to FY26-27 Variance	FY26-27 to FY27-28 Variance
7110-CONFERENCE - EMPLOYEE (See Exh E)	$ -	$ 3,000	$ 4,900	$ 5,096	$ 4,900	$ 196
7150-TRAVEL/ACCOMMODATION-EMPLOYEE (See Exh E)	$ -	$ 11,800	$ 13,420	$ 13,426	$ 13,420	$ 6
7210-MEMBERSHIP & SPONSORSHIP (See Exh D)	$ 8,550	$ 9,050	$ 9,050	$ 9,250	$ 500	$ 200
7670-MISCELLANEOUS EXPENSE	$ 6,000	$ 4,000	$ 6,000	$ 6,000	$ -	$ -
Expenditure Total	**$ 531,517**	**$ 679,781**	**$ 394,535**	**$ 415,591**	**$ (136,982)**	**$ 21,056**
CC#36 Water Loss Control						
Expenditure						
6010-SALARIES AND WAGES - ADMIN	$ -	$ 600	$ 155,897	$ 155,256	$ 155,897	$ (641)
6105-BENEFITS ADMIN	$ -	$ 182	$ 47,752	$ 48,781	$ 47,752	$ 1,029
7040-PROFESSIONAL SERVICES (See Exh J)	$ -	$ -	$ 100,000	$ 100,000	$ 100,000	$ -
7110-CONFERENCE - EMPLOYEE (See Exh E)	$ -	$ 4,875	$ 6,600	$ 6,869	$ 6,600	$ 269
7150-TRAVEL/ACCOMMODATION-EMPLOYEE (See Exh E)	$ -	$ 7,389	$ 7,150	$ 7,436	$ 7,150	$ 286
7210-MEMBERSHIP & SPONSORSHIP (See Exh D)	$ -	$ 2,197	$ 2,285	$ 2,376	$ 2,285	$ 91
Expenditure Total	**$ -**	**$ 15,243**	**$ 319,684**	**$ 320,718**	**$ 319,684**	**$ 1,034**
CC#41 Finance						
Expenditure						
6010-SALARIES AND WAGES - ADMIN	$ 547,775	$ 594,526	$ 682,240	$ 756,765	$ 134,465	$ 74,525
6105-BENEFITS ADMIN	$ 164,353	$ 194,183	$ 231,784	$ 250,170	$ 67,431	$ 18,386
7030-AUDIT EXPENSE (See Exh J)	$ 37,445	$ 32,455	$ 38,418	$ 39,420	$ 973	$ 1,002
7040-PROFESSIONAL SERVICES (See Exh J)	$ 15,200	$ 4,000	$ 9,700	$ 11,800	$ (5,500)	$ 2,100
7110-CONFERENCE - EMPLOYEE (See Exh E)	$ -	$ -	$ -	$ 1,400	$ -	$ 1,400
7150-TRAVEL/ACCOMMODATION-EMPLOYEE (See Exh E)	$ -	$ -	$ -	$ 300	$ -	$ 300
7210-MEMBERSHIP & SPONSORSHIP (See Exh D)	$ -	$ 505	$ 510	$ 516	$ 510	$ 6
7430-SOFTWARE PURCHASE	$ 120,000	$ 34,900	$ -	$ -	$ (120,000)	$ -
7440-SOFTWARE SUPPORT	$ 15,000	$ 56,600	$ -	$ -	$ (15,000)	$ -
7670-MISCELLANEOUS EXPENSE	$ 1,000	$ 1,100	$ 1,200	$ 1,200	$ 200	$ -
Expenditure Total	**$ 900,773**	**$ 918,269**	**$ 963,852**	**$ 1,061,571**	**$ 63,079**	**$ 97,719**
CC#45 Information Technology						
Expenditure						
6010-SALARIES AND WAGES - ADMIN	$ 135,124	$ 154,888	$ 157,227	$ 167,460	$ 22,103	$ 10,233
6105-BENEFITS ADMIN	$ 44,736	$ 52,491	$ 53,182	$ 55,484	$ 8,446	$ 2,302
7040-PROFESSIONAL SERVICES (See Exh J)	$ 65,000	$ 40,000	$ 69,000	$ 69,360	$ 4,000	$ 360
7210-MEMBERSHIP & SPONSORSHIP (See Exh D)	$ -	$ 742	$ 771	$ 803	$ 771	$ 32
7410-COMPUTER AND PERIPHERALS MAINT	$ 15,850	$ 13,000	$ 15,300	$ 16,853	$ (550)	$ 1,553
7430-SOFTWARE PURCHASE	$ 144,411	$ 120,000	$ 228,543	$ 241,259	$ 84,132	$ 12,716
7440-SOFTWARE SUPPORT	$ 5,000	$ 3,000	$ 3,600	$ 3,800	$ (1,400)	$ 200
7450-COMPUTERS AND EQUIPMENT	$ 45,250	$ 30,000	$ 12,750	$ 12,750	$ (32,500)	$ -
7670-MISCELLANEOUS EXPENSE	$ 1,500	$ 1,000	$ 2,000	$ 2,000	$ 500	$ -
8810-CAPITAL ACQUISITION	$ 25,000	$ -	$ -	$ -	$ (25,000)	$ -
Expenditure Total	**$ 481,871**	**$ 415,121**	**$ 542,373**	**$ 569,769**	**$ 60,502**	**$ 27,396**
Net Increase to (Use of) Reserves	**$ (1,352)**	**$ 1,749**	**$ 60,207**	**$ (64,506)**	**$ 61,559**	**$ (124,713)**

Municipal Water District of Orange County (MWDOC) Biennial Budget
Detail Of Revenue Source And Expenditure By Cost Centers And Accounts
Choice Fund

Cost Centers	Adopted FY25-26	Projected FY25-26	Proposed FY26-27	Proposed FY27-28	FY25-26 to FY26-27 Variance	FY26-27 to FY27-28 Variance
CC#61 AMP Administration						
Revenue						
4705-PRIOR YEAR CARRYOVER	$ 944	$ 3	$ -	$ -	$ (944)	$ -
Revenue Total	**$ 944**	**$ 3**	**$ -**	**$ -**	**$ (944)**	**$ -**
Expenditure						
6010-SALARIES AND WAGES - ADMIN	$ 745	$ -	$ -	$ -	$ (745)	$ -
6105-BENEFITS ADMIN	$ 199	$ 3	$ -	$ -	$ (199)	$ -
Expenditure Total	**$ 944**	**$ 3**	**$ -**	**$ -**	**$ (944)**	**$ -**
CC#62 Water Use Efficiency (Choice)						
Revenue						
4215-CHOICE REVENUE	$ 1,183,382	$ 1,054,339	$ 915,382	$ 950,785	$ (268,000)	$ 35,403
Revenue Total	**$ 1,183,382**	**$ 1,054,339**	**$ 915,382**	**$ 950,785**	**$ (268,000)**	**$ 35,403**
Expenditure						
6010-SALARIES AND WAGES - ADMIN	$ 579,176	$ 511,614	$ 423,312	$ 447,607	$ (155,864)	$ 24,295
6012-GRANT RECOVERY - SALARIES	$ (15,000)	$ (6,578)	$ -	$ -	$ 15,000	$ -
6105-BENEFITS ADMIN	$ 149,585	$ 132,072	$ 103,396	$ 114,064	$ (46,189)	$ 10,668
6111-OVERHEAD REIMBURSEMENT	$ 322,961	$ 284,251	$ 232,594	$ 248,034	$ (90,367)	$ 15,440
7040-PROFESSIONAL SERVICES (See Exh J)	$ 139,530	$ 130,000	$ 149,100	$ 134,100	$ 9,570	$ (15,000)
7340-POSTAGE-MAIL DELIVERY	$ 650	$ 500	$ 500	$ 500	$ (150)	$ -
7640-UTILITIES-TELEPHONE	$ 480	$ 480	$ 480	$ 480	$ -	$ -
7670-MISCELLANEOUS EXPENSE	$ 6,000	$ 2,000	$ 6,000	$ 6,000	$ -	$ -
Expenditure Total	**$ 1,183,382**	**$ 1,054,339**	**$ 915,382**	**$ 950,785**	**$ (268,000)**	**$ 35,403**
CC#63 School Program (Choice)						
Revenue						
4215-CHOICE REVENUE	$ 504,809	$ 377,786	$ 495,653	$ 542,463	$ (9,156)	$ 46,810
Revenue Total	**$ 504,809**	**$ 377,786**	**$ 495,653**	**$ 542,463**	**$ (9,156)**	**$ 46,810**
Expenditure						
6010-SALARIES AND WAGES - ADMIN	$ 8,815	$ 9,253	$ 10,511	$ 11,757	$ 1,696	$ 1,246
6105-BENEFITS ADMIN	$ 3,069	$ 3,233	$ 3,771	$ 4,134	$ 702	$ 363
6111-OVERHEAD REIMBURSEMENT	$ 5,267	$ -	$ 6,307	$ 7,017	$ 1,040	$ 710
7040-PROFESSIONAL SERVICES (See Exh J)	$ 487,658	$ 365,300	$ 475,064	$ 519,555	$ (12,594)	$ 44,491
Expenditure Total	**$ 504,809**	**$ 377,786**	**$ 495,653**	**$ 542,463**	**$ (9,156)**	**$ 46,810**
CC#70 Water Loss Control (Choice)						
Revenue						
4215-CHOICE REVENUE	$ 369,444	$ 280,866	$ 1,007,636	$ 1,176,193	$ 638,192	$ 168,557
4305-REVENUE FROM MWD	$ 312,321	$ 252,011	$ 223,520	$ 251,691	$ (88,801)	$ 28,171
4350-REVENUE - OTHER	$ -	$ -	$ 609,581	$ 792,455	$ 609,581	$ 182,874
Revenue Total	**$ 681,765**	**$ 532,877**	**$ 1,840,737**	**$ 2,220,339**	**$ 1,158,972**	**$ 379,602**
Expenditure						
6010-SALARIES AND WAGES - ADMIN	$ 300,762	$ 236,582	$ 340,987	$ 361,991	$ 40,225	$ 21,004
6105-BENEFITS ADMIN	$ 96,104	$ 72,810	$ 96,376	$ 100,378	$ 272	$ 4,002
6111-OVERHEAD REIMBURSEMENT	$ 175,877	$ 136,628	$ 193,140	$ 204,182	$ 17,263	$ 11,042
6205-TRAINING EXPENSE (See Exh J)	$ 2,000	$ 2,200	$ 2,000	$ 2,000	$ -	$ -
7040-PROFESSIONAL SERVICES (See Exh J)	$ 83,270	$ 60,000	$ 720,000	$ 730,000	$ 636,730	$ 10,000
7332-SUPPLIES - WATER LOSS CONTROL	$ 4,000	$ 3,400	$ 11,000	$ 4,500	$ 7,000	$ (6,500)
7430-SOFTWARE PURCHASE	$ 2,420	$ 2,200	$ 3,200	$ 3,200	$ 780	$ -
7610-AUTOMOTIVE EXPENSE-MILEAGE	$ 100	$ 100	$ 100	$ 120	$ -	$ 20
7612-VEHICLE EXPENSE	$ 10,000	$ 10,000	$ 17,000	$ 12,000	$ 7,000	$ (5,000)
7615-TOLL ROAD CHARGES	$ 400	$ 1,500	$ 2,000	$ 2,000	$ 1,600	$ -
7620-INSURANCE EXPENSE	$ 200	$ 177	$ 200	$ 220	$ -	$ 20
7640-UTILITIES-TELEPHONE	$ 1,632	$ 2,280	$ 2,400	$ 2,400	$ 768	$ -
7670-MISCELLANEOUS EXPENSE	$ 5,000	$ 5,000	$ 10,000	$ 5,500	$ 5,000	$ (4,500)
7672-REIMBURSABLE REBATE EXPENSES	$ -	$ -	$ 442,334	$ 791,848	$ 442,334	$ 349,514
Expenditure Total	**$ 681,765**	**$ 532,877**	**$ 1,840,737**	**$ 2,220,339**	**$ 1,158,972**	**$ 379,602**
CC#71 Engineering (Choice)						

Municipal Water District of Orange County (MWDOC) Biennial Budget
Detail Of Revenue Source And Expenditure By Cost Centers And Accounts
Choice Fund

Cost Centers	Adopted FY25-26	Projected FY25-26	Proposed FY26-27	Proposed FY27-28	FY25-26 to FY26-27 Variance	FY26-27 to FY27-28 Variance
Revenue						
4230-REIMBURSEMENTS	$ -	$ -	$ 203,000	$ 215,667	$ 203,000	$ 12,667
Revenue Total	**$ -**	**$ -**	**$ 203,000**	**$ 215,667**	**$ 203,000**	**$ 12,667**
Expenditure						
7040-PROFESSIONAL SERVICES (See Exh J)	$ -	$ -	$ 203,000	$ 215,667	$ 203,000	$ 12,667
Expenditure Total	**$ -**	**$ -**	**$ 203,000**	**$ 215,667**	**$ 203,000**	**$ 12,667**
Net Increase to (Use of) Reserves	**$ -**	**$ -**	**$ -**	**$ -**	**$ -**	**$ -**

Municipal Water District of Orange County (MWDOC) Biennial Budget
Detail Of Revenue Source And Expenditure By Cost Centers And Accounts
WEROC Fund

Cost Centers	Adopted FY25-26	Projected FY25-26	Proposed FY26-27	Proposed FY27-28	FY25-26 to FY26-27 Variance	FY26-27 to FY27-28 Variance
CC#25 WEROC						
Revenue						
4210-WEROC CONTRACTS	$ 353,149	$ 353,149	$ 365,686	$ 391,347	$ 12,537	$ 25,661
4320-REVENUE FROM MWDOC	$ 353,149	$ 378,687	$ 365,686	$ 391,347	$ 12,537	$ 25,661
4350-REVENUE - OTHER	$ 4,700	$ 4,700	$ -	$ -	$ (4,700)	$ -
Revenue Total	**$ 710,998**	**$ 736,536**	**$ 731,372**	**$ 782,694**	**$ 20,374**	**$ 51,322**
Expenditure						
6010-SALARIES AND WAGES - ADMIN	$ 492,542	$ 520,127	$ 491,465	$ 524,498	$ (1,077)	$ 33,033
6105-BENEFITS ADMIN	$ 153,706	$ 195,055	$ 171,757	$ 181,896	$ 18,051	$ 10,139
6205-TRAINING EXPENSE (See Exh J)	$ 6,000	$ -	$ 6,000	$ 6,000	$ -	$ -
7040-PROFESSIONAL SERVICES (See Exh J)	$ -	$ -	$ -	$ 5,000	$ -	$ 5,000
7110-CONFERENCE - EMPLOYEE (See Exh E)	$ 6,430	$ 6,580	$ 6,600	$ 4,250	$ 170	$ (2,350)
7150-TRAVEL/ACCOMMODATION-EMPLOYEE (See Exh E)	$ 17,770	$ 17,770	$ 11,250	$ 13,200	$ (6,520)	$ 1,950
7210-MEMBERSHIP & SPONSORSHIP (See Exh D)	$ 1,450	$ 950	$ 950	$ 950	$ (500)	$ -
7330-OFFICE SUPPLIES	$ 750	$ -	$ 500	$ 500	$ (250)	$ -
7410-COMPUTER AND PERIPHERALS MAINT	$ 2,000	$ -	$ 2,000	$ 2,000	$ -	$ -
7440-SOFTWARE SUPPORT	$ 12,000	$ -	$ 13,500	$ 14,800	$ 1,500	$ 1,300
7510-SITE MAINTENANCE	$ 350	$ -	$ 350	$ 350	$ -	$ -
7580-MAINTENANCE EXPENSE	$ 1,000	$ -	$ 500	$ 500	$ (500)	$ -
7581-MAINTENANCE - COMMUNICATIONS	$ 3,000	$ -	$ 3,500	$ 3,750	$ 500	$ 250
7582-MAINTENANCE - EOC	$ 1,500	$ -	$ 1,500	$ 1,500	$ -	$ -
7610-AUTOMOTIVE EXPENSE-MILEAGE	$ 500	$ -	$ 1,000	$ 1,000	$ 500	$ -
7612-VEHICLE EXPENSE	$ -	$ -	$ 12,000	$ 12,000	$ 12,000	$ -
7640-UTILITIES-TELEPHONE	$ 6,000	$ -	$ 3,500	$ 3,500	$ (2,500)	$ -
7670-MISCELLANEOUS EXPENSE	$ 4,000	$ -	$ 3,000	$ 3,000	$ (1,000)	$ -
7671-MISCELLANEOUS - TRAINING	$ 2,000	$ -	$ 2,000	$ 4,000	$ -	$ 2,000
Expenditure Total	**$ 710,998**	**$ 740,482**	**$ 731,372**	**$ 782,694**	**$ 20,374**	**$ 51,322**
CC#25 WEROC Total	**$ -**	**$ (3,946)**	**$ -**	**$ -**	**$ -**	**$ -**
Net Increase to (Use of) WEROC Reserves	**$ -**	**$ (3,946)**	**$ -**	**$ -**	**$ -**	**$ -**

Municipal Water District of Orange County (MWDOC) Biennial Budget
FY 2025-26 Consolidated Budget Summary

**Choice Funds Column includes AMP Proceeds Agreement Administration

	Core Fund	Choice Fund	Water Fund	Water Use Efficiency Program Grant Fund	WEROC Fund	Total
Revenue						
4005-LOCAL RESOURCE PROGRAM INCENTIVES			$ (3,840,576)			$ (3,840,576)
4005-WATER SALES			$ 179,332,825			$ 179,332,825
4030-READINESS TO SERVE CHRGE-SALES			$ 16,934,350			$ 16,934,350
4041-CAPACITY CHARGE (CCF) REVENUE			$ 4,624,125			$ 4,624,125
4050-RETAIL CONNECTION CHARGE (See Exh C)	$ 9,939,371					$ 9,939,371
4055-GROUND WATER CUSTOMER CHARGE	$ 414,371					$ 414,371
4090-SCP/SAC PIPELINE SURCHARGE			$ 443,000			$ 443,000
4105-INTEREST REVENUE	$ 916,000					$ 916,000
4210-WEROC CONTRACTS					$ 353,149	$ 353,149
4215-CHOICE REVENUE		$ 2,057,635				$ 2,057,635
4230-REIMBURSEMENTS	$ -	$ -				$ -
4240-MISCELLANEOUS INCOME	$ 5,000					$ 5,000
4305-REVENUE FROM MWD		$ 312,321		$ 5,861,960		$ 6,174,281
4310-REVENUE FOR WEEA SPONSORSHIPS	$ -					$ -
4320-REVENUE FROM MWDOC					$ 353,149	$ 353,149
4340-REVENUE - MEMBER AGENCIES				$ 1,572,525		$ 1,572,525
4350-REVENUE - OTHER		$ -			$ 4,700	$ 4,700
4405-GRANTS FROM USBR				$ 519,051		$ 519,051
4410-DEPARTMENT OF WATER RESOURCES				$ 395,962		$ 395,962
4705-PRIOR YEAR CARRYOVER	$ -	$ 944				$ 944
4XXX-REIMB FROM OPEB RESERVE/115 TRUST	$ 122,517					$ 122,517
Revenue Total	**$ 11,397,259**	**$ 2,370,900**	**$ 197,493,724**	**$ 8,349,498**	**$ 710,998**	**$ 220,322,379**
Expenditure						
1215-CONSULTANT ADMINISTRATION				$ 1,222,638		$ 1,222,638
1225-INSTALLATION VERIFICATION				$ 121,353		$ 121,353
1230-REBATE INCENTIVES				$ 6,935,507		$ 6,935,507
1235-SURVEYS AND AUDITS				$ 70,000		$ 70,000
5110-LOCAL RESOURCE PROGRAM INCENTIVES			$ (3,840,576)			$ (3,840,576)
5110-WATER PURCHASES - MET			$ 179,332,825			$ 179,332,825
5230-READINESS TO SERVE CHRGE-PURCH			$ 16,934,350			$ 16,934,350
5241-CAPACITY CHARGE (CCF)			$ 4,624,125			$ 4,624,125
5290-SCP/SAC PIPELINE SURCHARGE			$ 443,000			$ 443,000
6010-SALARIES AND WAGES - ADMIN	$ 4,952,736	$ 889,498			$ 492,542	$ 6,334,776
6012-GRANT RECOVERY - SALARIES	$ (33,000)	$ (15,000)				$ (48,000)
6090-DIRECTORS COMPENSATION - MWDOC	$ 281,917					$ 281,917
6095-DIRECTORS COMPENSATION-MET	$ 161,096					$ 161,096
6105-BENEFITS ADMIN	$ 1,525,517	$ 248,957			$ 153,706	$ 1,928,180
6109-UNFUNDED PENSION	$ 207,000					$ 207,000
6111-OVERHEAD REIMBURSEMENT	$ (504,105)	$ 504,105				$ -
6115-DIRECTORS BENEFITS	$ 158,371					$ 158,371
6120-HEALTH INSURANCE FOR RETIREES	$ 122,517					$ 122,517
6205-TRAINING EXPENSE (See Exh J)	$ 82,445	$ 2,000			$ 6,000	$ 90,445
6210-TUITION REIMBURSEMENT	$ 6,500					$ 6,500
6220-TEMPORARY HELP EXPENSE	$ 5,000					$ 5,000
7010-OUTSIDE CONSULTING SERVICES (See Exh J)	$ 570,000					$ 570,000
7020-LEGAL EXPENSE (See Exh J)	$ 260,000					$ 260,000
7030-AUDIT EXPENSE (See Exh J)	$ 37,445					$ 37,445
7040-PROFESSIONAL SERVICES (See Exh J)	$ 914,200	$ 710,458			$ -	$ 1,624,658
7110-CONFERENCE - EMPLOYEE (See Exh E)	$ 42,497				$ 6,430	$ 48,927
7115-CONFERENCE EXPENSE-DIRECTOR (See Exh F)	$ 17,155					$ 17,155
7150-TRAVEL/ACCOMMODATION-EMPLOYEE (See Exh E)	$ 85,900				$ 17,770	$ 103,670
7155-TRAVEL/ACCOMMODATION-DIRECTOR (See Exh F)	$ 36,625					$ 36,625
7210-MEMBERSHIP & SPONSORSHIP (See Exh D)	$ 221,386				$ 1,450	$ 222,836
7250-CDR SUPPORT	$ 72,650					$ 72,650
7305-BUSINESS EXPENSE	$ 5,500					$ 5,500
7306-EDUCATION INITIATIVE	$ 35,000					$ 35,000
7310-OFFICE MAINTENANCE	$ 156,000					$ 156,000
7315-BUILDING REPAIR & MAINTENANCE	$ 57,200					$ 57,200

Municipal Water District of Orange County (MWDOC) Biennial Budget
FY 2025-26 Consolidated Budget Summary

**Choice Funds Column includes AMP Proceeds Agreement Administration

	Core Fund	Choice Fund	Water Fund	Water Use Efficiency Program Grant Fund	WEROC Fund	Total
7320-STORAGE RENTAL AND EQUIP LEASE	$ 1,125					$ 1,125
7330-OFFICE SUPPLIES	$ 28,000				$ 750	$ 28,750
7332-SUPPLIES - WATER LOSS CONTROL		$ 4,000				$ 4,000
7340-POSTAGE-MAIL DELIVERY	$ 8,800	$ 650				$ 9,450
7350-SUBSCRIPTIONS-BOOKS	$ 10,000					$ 10,000
7360-REPRODUCTION EXPENSE	$ 108,500					$ 108,500
7410-COMPUTER AND PERIPHERALS MAINT	$ 15,850				$ 2,000	$ 17,850
7430-SOFTWARE PURCHASE	$ 269,311	$ 2,420				$ 271,731
7440-SOFTWARE SUPPORT	$ 20,000				$ 12,000	$ 32,000
7450-COMPUTERS AND EQUIPMENT	$ 45,250					$ 45,250
7510-SITE MAINTENANCE					$ 350	$ 350
7580-MAINTENANCE EXPENSE					$ 1,000	$ 1,000
7581-MAINTENANCE - COMMUNICATIONS					$ 3,000	$ 3,000
7582-MAINTENANCE - EOC					$ 1,500	$ 1,500
7610-AUTOMOTIVE EXPENSE-MILEAGE	$ 11,500	$ 100			$ 500	$ 12,100
7612-VEHICLE EXPENSE		$ 10,000			$ -	$ 10,000
7615-TOLL ROAD CHARGES	$ 550	$ 400				$ 950
7620-INSURANCE EXPENSE	$ 233,950	$ 200				$ 234,150
7640-UTILITIES-TELEPHONE	$ 47,474	$ 2,112			$ 6,000	$ 55,586
7650-BANK FEES	$ 2,400					$ 2,400
7670-MISCELLANEOUS EXPENSE	$ 135,200	$ 11,000			$ 4,000	$ 150,200
7671-MISCELLANEOUS - TRAINING					$ 2,000	$ 2,000
7672-REIMBURSABLE REBATE EXPENSES		$ -				$ -
8510-MWDOCS CONTRIB TO PROGRAMS	$ 353,149					$ 353,149
8710-ELECTION EXPENSES	$ 605,000					$ 605,000
8810-CAPITAL ACQUISITION	$ 25,000					$ 25,000
8811-BUILDING EXPENSE	$ -					$ -
Expenditure Total	**$ 11,398,611**	**$ 2,370,900**	**$ 197,493,724**	**$ 8,349,498**	**$ 710,998**	**$ 220,323,731**
Total	**$ (1,352)**	**$ -**	**$ -**	**$ -**	**$ -**	**$ (1,352)**

Municipal Water District of Orange County (MWDOC) Biennial Budget
FY 2026-27 Consolidated Budget Summary

**Choice Funds Column includes AMP Proceeds Agreement Administration

	Core Fund	Choice Fund	Water Fund	Water Use Efficiency Program Grant Fund	WEROC Fund	Total
Revenue						
4005-LOCAL RESOURCE PROGRAM INCENTIVES			$ (2,872,750)			$ (2,872,750)
4005-WATER SALES			$ 162,834,152			$ 162,834,152
4030-READINESS TO SERVE CHRGE-SALES			$ 17,654,354			$ 17,654,354
4041-CAPACITY CHARGE (CCF) REVENUE			$ 4,230,450			$ 4,230,450
4050-RETAIL CONNECTION CHARGE (See Exh C)	$ 10,278,727					$ 10,278,727
4055-GROUND WATER CUSTOMER CHARGE	$ 427,658					$ 427,658
4090-SCP/SAC PIPELINE SURCHARGE			$ 460,720			$ 460,720
4105-INTEREST REVENUE	$ 962,952					$ 962,952
4210-WEROC CONTRACTS					$ 365,686	$ 365,686
4215-CHOICE REVENUE		$ 2,418,671				$ 2,418,671
4230-REIMBURSEMENTS	$ 33,000	$ 203,000				$ 236,000
4240-MISCELLANEOUS INCOME	$ 5,000					$ 5,000
4305-REVENUE FROM MWD		$ 223,520		$ 5,476,000		$ 5,699,520
4310-REVENUE FOR WEEA SPONSORSHIPS	$ 55,000					$ 55,000
4320-REVENUE FROM MWDOC					$ 365,686	$ 365,686
4340-REVENUE - MEMBER AGENCIES				$ 756,804		$ 756,804
4350-REVENUE - OTHER		$ 609,581			$ -	$ 609,581
4405-GRANTS FROM USBR				$ 321,936		$ 321,936
4410-DEPARTMENT OF WATER RESOURCES				$ 387,775		$ 387,775
4705-PRIOR YEAR CARRYOVER	$ 195,380	$ -				$ 195,380
4XXX-REIMB FROM OPEB RESERVE/115 TRUST	$ 123,710					$ 123,710
Revenue Total	**$ 12,081,427**	**$ 3,454,772**	**$ 182,306,926**	**$ 6,942,515**	**$ 731,372**	**$ 205,517,012**
Expenditure						
1215-CONSULTANT ADMINISTRATION				$ 534,744		$ 534,744
1225-INSTALLATION VERIFICATION				$ 74,000		$ 74,000
1230-REBATE INCENTIVES				$ 6,235,996		$ 6,235,996
1235-SURVEYS AND AUDITS				$ 97,775		$ 97,775
5110-LOCAL RESOURCE PROGRAM INCENTIVES			$ (2,872,750)			$ (2,872,750)
5110-WATER PURCHASES - MET			$ 162,834,152			$ 162,834,152
5230-READINESS TO SERVE CHRGE-PURCH			$ 17,654,354			$ 17,654,354
5241-CAPACITY CHARGE (CCF)			$ 4,230,450			$ 4,230,450
5290-SCP/SAC PIPELINE SURCHARGE			$ 460,720			$ 460,720
6010-SALARIES AND WAGES - ADMIN	$ 5,383,649	$ 774,810			$ 491,465	$ 6,649,924
6012-GRANT RECOVERY - SALARIES	$ -	$ -				$ -
6090-DIRECTORS COMPENSATION - MWDOC	$ 290,942					$ 290,942
6095-DIRECTORS COMPENSATION-MET	$ 166,253					$ 166,253
6105-BENEFITS ADMIN	$ 1,787,462	$ 203,543			$ 171,757	$ 2,162,762
6109-UNFUNDED PENSION	$ 207,000					$ 207,000
6111-OVERHEAD REIMBURSEMENT	$ (432,041)	$ 432,041				$ -
6115-DIRECTORS BENEFITS	$ 174,974					$ 174,974
6120-HEALTH INSURANCE FOR RETIREES	$ 123,710					$ 123,710
6205-TRAINING EXPENSE (See Exh J)	$ 56,500	$ 2,000			$ 6,000	$ 64,500
6210-TUITION REIMBURSEMENT	$ 6,900					$ 6,900
6220-TEMPORARY HELP EXPENSE	$ 5,000					$ 5,000
7010-OUTSIDE CONSULTING SERVICES (See Exh J)	$ 450,000					$ 450,000
7020-LEGAL EXPENSE (See Exh J)	$ 257,040					$ 257,040
7030-AUDIT EXPENSE (See Exh J)	$ 38,418					$ 38,418
7040-PROFESSIONAL SERVICES (See Exh J)	$ 870,675	$ 1,547,164			$ -	$ 2,417,839
7110-CONFERENCE - EMPLOYEE (See Exh E)	$ 48,111				$ 6,600	$ 54,711
7115-CONFERENCE EXPENSE-DIRECTOR (See Exh F)	$ 21,784					$ 21,784
7150-TRAVEL/ACCOMMODATION-EMPLOYEE (See Exh E)	$ 78,620				$ 11,250	$ 89,870
7155-TRAVEL/ACCOMMODATION-DIRECTOR (See Exh F)	$ 31,400					$ 31,400
7210-MEMBERSHIP & SPONSORSHIP (See Exh D)	$ 201,308				$ 950	$ 202,258
7250-CDR SUPPORT	$ 77,272					$ 77,272
7305-BUSINESS EXPENSE	$ 5,720					$ 5,720
7306-EDUCATION INITIATIVE	$ 57,500					$ 57,500
7310-OFFICE MAINTENANCE	$ 163,385					$ 163,385
7315-BUILDING REPAIR & MAINTENANCE	$ 64,381					$ 64,381

Municipal Water District of Orange County (MWDOC) Biennial Budget
FY 2026-27 Consolidated Budget Summary

**Choice Funds Column includes AMP Proceeds Agreement Administration

	Core Fund	Choice Fund	Water Fund	Water Use Efficiency Program Grant Fund	WEROC Fund	Total
7320-STORAGE RENTAL AND EQUIP LEASE	$ 1,170					$ 1,170
7330-OFFICE SUPPLIES	$ 28,000				$ 500	$ 28,500
7332-SUPPLIES - WATER LOSS CONTROL		$ 11,000				$ 11,000
7340-POSTAGE-MAIL DELIVERY	$ 8,124	$ 500				$ 8,624
7350-SUBSCRIPTIONS-BOOKS	$ 6,500					$ 6,500
7360-REPRODUCTION EXPENSE	$ 107,000					$ 107,000
7410-COMPUTER AND PERIPHERALS MAINT	$ 15,300				$ 2,000	$ 17,300
7430-SOFTWARE PURCHASE	$ 228,543	$ 3,200				$ 231,743
7440-SOFTWARE SUPPORT	$ 4,100				$ 13,500	$ 17,600
7450-COMPUTERS AND EQUIPMENT	$ 12,750					$ 12,750
7510-SITE MAINTENANCE					$ 350	$ 350
7580-MAINTENANCE EXPENSE					$ 500	$ 500
7581-MAINTENANCE - COMMUNICATIONS					$ 3,500	$ 3,500
7582-MAINTENANCE - EOC					$ 1,500	$ 1,500
7610-AUTOMOTIVE EXPENSE-MILEAGE	$ 11,500	$ 100			$ 1,000	$ 12,600
7612-VEHICLE EXPENSE		$ 17,000			$ 12,000	$ 29,000
7615-TOLL ROAD CHARGES	$ 550	$ 2,000				$ 2,550
7620-INSURANCE EXPENSE	$ 238,426	$ 200				$ 238,626
7640-UTILITIES-TELEPHONE	$ 43,675	$ 2,880			$ 3,500	$ 50,055
7650-BANK FEES	$ 1,600					$ 1,600
7670-MISCELLANEOUS EXPENSE	$ 104,000	$ 16,000			$ 3,000	$ 123,000
7671-MISCELLANEOUS - TRAINING					$ 2,000	$ 2,000
7672-REIMBURSABLE REBATE EXPENSES		$ 442,334				$ 442,334
8510-MWDOCS CONTRIB TO PROGRAMS	$ 399,019					$ 399,019
8710-ELECTION EXPENSES	$ 600,000					$ 600,000
8810-CAPITAL ACQUISITION	$ -					$ -
8811-BUILDING EXPENSE	$ 75,000					$ 75,000
Expenditure Total	**$ 12,021,220**	**$ 3,454,772**	**$ 182,306,926**	**$ 6,942,515**	**$ 731,372**	**$ 205,456,805**
Total	**$ 60,207**	**$ -**	**$ -**	**$ -**	**$ -**	**$ 60,207**

Municipal Water District of Orange County (MWDOC) Biennial Budget
FY 2027-28 Consolidated Budget Summary

**Choice Funds Column includes AMP Proceeds Agreement Administration

	Core Fund	Choice Fund	Water Fund	Water Use Efficiency Program Grant Fund	WEROC Fund	Total
Revenue						
4005-LOCAL RESOURCE PROGRAM INCENTIVES			$ (2,987,660)			$ (2,987,660)
4005-WATER SALES			$ 183,136,328			$ 183,136,328
4030-READINESS TO SERVE CHRGE-SALES			$ 18,360,528			$ 18,360,528
4041-CAPACITY CHARGE (CCF) REVENUE			$ 4,399,668			$ 4,399,668
4050-RETAIL CONNECTION CHARGE (See Exh C)	$ 10,686,812					$ 10,686,812
4055-GROUND WATER CUSTOMER CHARGE	$ 441,989					$ 441,989
4090-SCP/SAC PIPELINE SURCHARGE			$ 479,149			$ 479,149
4105-INTEREST REVENUE	$ 810,785					$ 810,785
4210-WEROC CONTRACTS					$ 391,347	$ 391,347
4215-CHOICE REVENUE		$ 2,669,441				$ 2,669,441
4230-REIMBURSEMENTS	$ 33,000	$ 215,667				$ 248,667
4240-MISCELLANEOUS INCOME	$ 5,000					$ 5,000
4305-REVENUE FROM MWD		$ 251,691		$ 5,547,000		$ 5,798,691
4310-REVENUE FOR WEEA SPONSORSHIPS	$ 60,000					$ 60,000
4320-REVENUE FROM MWDOC					$ 391,347	$ 391,347
4340-REVENUE - MEMBER AGENCIES				$ 424,812		$ 424,812
4350-REVENUE - OTHER		$ 792,455			$ -	$ 792,455
4405-GRANTS FROM USBR				$ 58,750		$ 58,750
4410-DEPARTMENT OF WATER RESOURCES				$ 205,000		$ 205,000
4705-PRIOR YEAR CARRYOVER	$ 60,207	$ -				$ 60,207
4XXX-REIMB FROM OPEB RESERVE/115 TRUST	$ 128,658					$ 128,658
Revenue Total	**$ 12,226,451**	**$ 3,929,254**	**$ 203,388,013**	**$ 6,235,562**	**$ 782,694**	**$ 226,561,974**
Expenditure						
1215-CONSULTANT ADMINISTRATION				$ 129,246		$ 129,246
1225-INSTALLATION VERIFICATION				$ 53,000		$ 53,000
1230-REBATE INCENTIVES				$ 5,978,316		$ 5,978,316
1235-SURVEYS AND AUDITS				$ 75,000		$ 75,000
5110-LOCAL RESOURCE PROGRAM INCENTIVES			$ (2,987,660)			$ (2,987,660)
5110-WATER PURCHASES - MET			$ 183,136,328			$ 183,136,328
5230-READINESS TO SERVE CHRGE-PURCH			$ 18,360,528			$ 18,360,528
5241-CAPACITY CHARGE (CCF)			$ 4,399,668			$ 4,399,668
5290-SCP/SAC PIPELINE SURCHARGE			$ 479,149			$ 479,149
6010-SALARIES AND WAGES - ADMIN	$ 5,778,270	$ 821,355			$ 524,498	$ 7,124,123
6012-GRANT RECOVERY - SALARIES	$ -	$ -				$ -
6090-DIRECTORS COMPENSATION - MWDOC	$ 300,923					$ 300,923
6095-DIRECTORS COMPENSATION-MET	$ 171,956					$ 171,956
6105-BENEFITS ADMIN	$ 1,868,632	$ 218,576			$ 181,896	$ 2,269,104
6109-UNFUNDED PENSION	$ 207,000					$ 207,000
6111-OVERHEAD REIMBURSEMENT	$ (459,233)	$ 459,233				$ -
6115-DIRECTORS BENEFITS	$ 181,496					$ 181,496
6120-HEALTH INSURANCE FOR RETIREES	$ 128,658					$ 128,658
6205-TRAINING EXPENSE (See Exh J)	$ 58,500	$ 2,000			$ 6,000	$ 66,500
6210-TUITION REIMBURSEMENT	$ 7,100					$ 7,100
6220-TEMPORARY HELP EXPENSE	$ 5,000					$ 5,000
7010-OUTSIDE CONSULTING SERVICES (See Exh J)	$ 398,000					$ 398,000
7020-LEGAL EXPENSE (See Exh J)	$ 263,121					$ 263,121
7030-AUDIT EXPENSE (See Exh J)	$ 39,420					$ 39,420
7040-PROFESSIONAL SERVICES (See Exh J)	$ 824,014	$ 1,599,322			$ 5,000	$ 2,428,336
7110-CONFERENCE - EMPLOYEE (See Exh E)	$ 50,570				$ 4,250	$ 54,820
7115-CONFERENCE EXPENSE-DIRECTOR (See Exh F)	$ 22,617					$ 22,617
7150-TRAVEL/ACCOMMODATION-EMPLOYEE (See Exh E)	$ 80,826				$ 13,200	$ 94,026
7155-TRAVEL/ACCOMMODATION-DIRECTOR (See Exh F)	$ 32,536					$ 32,536
7210-MEMBERSHIP & SPONSORSHIP (See Exh D)	$ 208,717				$ 950	$ 209,667
7250-CDR SUPPORT	$ 77,272					$ 77,272
7305-BUSINESS EXPENSE	$ 5,949					$ 5,949
7306-EDUCATION INITIATIVE	$ 60,000					$ 60,000
7310-OFFICE MAINTENANCE	$ 169,921					$ 169,921
7315-BUILDING REPAIR & MAINTENANCE	$ 66,957					$ 66,957

Municipal Water District of Orange County (MWDOC) Biennial Budget
FY 2027-28 Consolidated Budget Summary

**Choice Funds Column includes AMP Proceeds Agreement Administration

	Core Fund	Choice Fund	Water Fund	Water Use Efficiency Program Grant Fund	WEROC Fund	Total
7320-STORAGE RENTAL AND EQUIP LEASE	$ 1,217					$ 1,217
7330-OFFICE SUPPLIES	$ 29,120				$ 500	$ 29,620
7332-SUPPLIES - WATER LOSS CONTROL		$ 4,500				$ 4,500
7340-POSTAGE-MAIL DELIVERY	$ 8,209	$ 500				$ 8,709
7350-SUBSCRIPTIONS-BOOKS	$ 6,760					$ 6,760
7360-REPRODUCTION EXPENSE	$ 112,970					$ 112,970
7410-COMPUTER AND PERIPHERALS MAINT	$ 16,853				$ 2,000	$ 18,853
7430-SOFTWARE PURCHASE	$ 241,259	$ 3,200				$ 244,459
7440-SOFTWARE SUPPORT	$ 4,300				$ 14,800	$ 19,100
7450-COMPUTERS AND EQUIPMENT	$ 12,750					$ 12,750
7510-SITE MAINTENANCE					$ 350	$ 350
7580-MAINTENANCE EXPENSE					$ 500	$ 500
7581-MAINTENANCE - COMMUNICATIONS					$ 3,750	$ 3,750
7582-MAINTENANCE - EOC					$ 1,500	$ 1,500
7610-AUTOMOTIVE EXPENSE-MILEAGE	$ 11,680	$ 120			$ 1,000	$ 12,800
7612-VEHICLE EXPENSE		$ 12,000			$ 12,000	$ 24,000
7615-TOLL ROAD CHARGES	$ 560	$ 2,000				$ 2,560
7620-INSURANCE EXPENSE	$ 247,965	$ 220				$ 248,185
7640-UTILITIES-TELEPHONE	$ 45,421	$ 2,880			$ 3,500	$ 51,801
7650-BANK FEES	$ 1,600					$ 1,600
7670-MISCELLANEOUS EXPENSE	$ 107,391	$ 11,500			$ 3,000	$ 121,891
7671-MISCELLANEOUS - TRAINING					$ 4,000	$ 4,000
7672-REIMBURSABLE REBATE EXPENSES		$ 791,848				$ 791,848
8510-MWDOCS CONTRIB TO PROGRAMS	$ 424,680					$ 424,680
8710-ELECTION EXPENSES	$ 470,000					$ 470,000
8810-CAPITAL ACQUISITION	$ -					$ -
8811-BUILDING EXPENSE	$ -					$ -
Expenditure Total	**$ 12,290,957**	**$ 3,929,254**	**$ 203,388,013**	**$ 6,235,562**	**$ 782,694**	**$ 226,626,480**
Total	**$ (64,506)**	**$ -**	**$ -**	**$ -**	**$ -**	**$ (64,506)**

RESOLUTION NO. 2170

**RESOLUTION OF THE
MUNICIPAL WATER DISTRICT OF ORANGE COUNTY
BOARD OF DIRECTORS
APPROVING AND ESTABLISHING THE BIENNIAL BUDGET FOR
FISCAL YEARS 2026-27 AND 2027-28**

BE IT RESOLVED by the Board of Directors of Municipal Water District of Orange County that the Budget for financing the District's operations for Fiscal Years 2026-27 and 2027-28, as recommended, be and the same is hereby adopted as follows:

Fund	**FY2026-27**	**FY2027-28**
General (Inclusive of Expenses funded by Reserves)	15,016,187	15,413,903
Water Purchases	182,306,926	203,388,013
Water Use Efficiency	6,942,515	6,235,562
WEROC	731,372	782,694
AMP	0	0
Subtotal	204,997,000	225,820,172
Interfund transfer: MWDOC Contribution to WEROC*	-365,686	-391,347
Total Budget Resolution	**204,631,314**	**225,428,825**

*Account#8510, CC#24

Upon Board approval and the adoption of the Budget and rate resolution, the General Manager will expend, under District policy, such budgeted amounts as necessary for the purposes identified in the Budget for the Municipal Water District of Orange County.

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: Directors Nederhood, Dick, McVicker, Seckel, Crane, Thomas, and Yoo Schneider
NOES: None
ABSTAIN: None
ABSENT: None

Angela Crespi
District Secretary
Municipal Water District of Orange County

ORDINANCE NO. 58

ORDINANCE OF THE MUNICIPAL WATER DISTRICT OF ORANGE COUNTY ESTABLISHING CLASSES OF WATER SERVICE AND TERMS AND CONDITIONS OF WATER SERVICE WITHIN THE DISTRICT

WHEREAS, the Municipal Water District of Orange County (MWDOC or District) is a municipal water district organized pursuant to the Municipal Water District Act of 1911 (Water Code section 71000 et. seq.); and

WHEREAS, MWDOC is a Member Agency of the Metropolitan Water District of Southern California (Metropolitan) and the sole purveyor of imported water purchased from Metropolitan to retail water agencies and municipalities within MWDOC's service area; and

WHEREAS, MWDOC is authorized and directed by section 71616 of the Water Code of the State of California to establish water rates and charges for the sale of water which will result in revenues sufficient to meet the operating expenses of the District, 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 the bonded debt; and

WHEREAS, Metropolitan has established classes of service for water service available to MWDOC consisting of Treated and Untreated Full Service, and rates, charges and conditions of service applicable to each class of water service as set forth in the Metropolitan Administrative Code; and

WHEREAS, MWDOC's 2001 Strategic Plan and the 2010 Update, and the 2023 Board of Directors (Board) Strategic Priorities emphasize MWDOC's role in pursuing a regional approach to providing a reliable water supply to the residents of MWDOC and Orange County; and

WHEREAS, the MWDOC Board views MWDOC's service area (and Orange County) as a single economic unit in which water supply reliability in one area of the County has an economic impact to the entire County; and

WHEREAS, beginning with the budget year commencing July 1, 2011, 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 others (such as the cities of Anaheim, Fullerton, and Santa Ana) electing to receive such services; and

WHEREAS, pursuant to section 71614 of the California Water Code MWDOC may establish different rates for different classes of customers, and such rates shall be uniform throughout MWDOC for like classes and conditions of service; and

WHEREAS, the MWDOC Board desires to establish classes of water service that will enable MWDOC to fix water rates and charges that will cover MWDOC's cost of water and other operating expenses including financial requirements; and

WHEREAS, the MWDOC Board desires to adopt terms and conditions for the provision of the various classes of water service and to establish water rates and charges for such classes of service to be imposed by resolution periodically; and

WHEREAS, MWDOC prepared a cost of service allocation and rate study for MWDOC's rates and charges in 2016 and 2021; and

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

NOW, THEREFORE, BE IT ORDAINED by the Board of Directors subject to the provisions set forth herein that Ordinance No. 58 is adopted and enacted as follows:

SECTION 1. SCOPE:

1.1 This Ordinance establishes classes of water service, the terms and conditions for water delivery by MWDOC to Customers of the District, and "Choice" services as defined herein. This Ordinance shall apply to Customers of MWDOC after the effective date of the Ordinance.

1.2 General definitions are set forth in Section 2. Definitions concerning Rates are set forth in Section 3. Definitions for Charges are set forth in Section 4.

SECTION 2. DEFINITIONS:

2.1 Whenever used in this Ordinance, the following terms shall have the meaning indicated herein:

2.2 Board - shall mean the Board of Directors of MWDOC.

2.3 MWDOC - shall mean the Municipal Water District of Orange County.

2.4 MWDOC Member Agency - shall mean any city, county, water district, county water board, mutual water company, investor owned utility or other entity, including a joint powers agency, which receives water from MWDOC, directly or indirectly (excepting the cities of Anaheim, Fullerton, and Santa Ana), the corporate area of which, in whole or in part, is included in MWDOC.

2.4.1 Retail Water Meter - shall mean a water meter, or water measuring device, through which water, other than replenishment, construction, and recycled water, directly or indirectly supplied by MWDOC, is delivered to any consumer within the boundaries of each MWDOC Member Agency or customer. Retail Water Meters are considered to be "in service" if they were used at any time within the preceding calendar year. Meters on dedicated fire lines shall <u>not</u> be

considered as being "in service"; retail meters not being utilized due to temporary interruption as a result of a change in service or a past due account shall be considered as being "in service."

2.5 Customer - shall mean any MWDOC Member Agency or other purchaser of water or services from MWDOC and shall include the cities of Anaheim, Fullerton, and Santa Ana.

2.6 General Manager - shall mean the General Manager of MWDOC.

2.7 Groundwater Basin - shall mean any managed Groundwater Basin located entirely or partially within the boundaries of MWDOC.

2.8 State - shall mean the State of California.

2.9 Metropolitan - shall mean the Metropolitan Water District of Southern California.

2.10 Treated Water - shall mean water that is treated by filtration and disinfection at any Metropolitan water treatment facility.

2.11 Untreated Water - shall mean water that is not Treated Water.

2.12 Imported Water - shall mean water which is acquired by MWDOC from Metropolitan.

2.13 Surface Water - shall mean water which is open to the atmosphere and subject to surface runoff and not groundwater.

2.14 Domestic and Municipal Purposes - shall mean the use of water for all domestic, municipal, commercial, industrial, and recreational purposes commonly, but not exclusively, serviced by the water supply of a city, town, or other similar population group.

2.15 Blank

2.16 Groundwater Replenishment - shall mean the act of spreading or injecting water or causing water to be spread or injected, and utilizing Imported Water in-lieu of producing groundwater for the purpose of replenishing Groundwater Basins, without regard to the subsequent use of such water.

2.16.1 Groundwater Replenishment by Spreading or Injecting - shall mean Groundwater Replenishment that results from the act of spreading or injecting water, and shall not include water used for Seawater Barrier Groundwater Replenishment.

2.16.2 Seawater Barrier Groundwater Replenishment - shall mean groundwater replenishment by injection of water for the principal purpose of maintaining

groundwater barriers designed and intended to avoid the contamination of groundwater storage basins by the intrusion of seawater.

2.16.3 In-lieu Groundwater Replenishment - shall mean maintenance or replenishment of water supplies in Groundwater Basins by reduction or elimination of extraction therefrom through the substitution of deliveries of water to Customers and their consumers from Imported Water distribution facilities in-lieu of such extraction.

2.17 Blank

2.18 Blank

2.19 Blank

2.20 Full Service - shall mean service of water for domestic or municipal purposes, agricultural purposes and Groundwater Replenishment purposes that is not subject to reduction or interruption except by application of the preferential rights referred to in Section 135 of the Metropolitan Water District Act or by application of the then effective MWDOC Water Supply Allocation Plan (WSAP) or other shortage allocation plan as adopted by the Board.

2.21 Emergency Service - shall mean service of water when a determination has been made by the General Manager that serious hardship would result to a MWDOC Member Agency in the event of the MWDOC Member Agency's inability to sustain all or any part of a reduction or interruption in the delivery of water to the extent and for the time mandated by the Board pursuant to Section 6.3 and such inability results from a cause other than an unforeseeable catastrophic event or loss of water supplies from sources other than MWDOC, or due to circumstances determined by the General Manager to be exceptional. If the inability to sustain an interruption is determined by the General Manager to be due to a catastrophic event, loss of water source or exceptional circumstances, then the water service provided to avoid hardship shall be treated as Full Service.

2.22 Recycled Water, which is sometimes referred to as non-potable water – shall mean water that does not meet criteria established by the State Department of Health Services for domestic use, and shall mean wastewater which has been collected in a sanitary sewer system and treated within a water reclamation plant or is untreated low quality water extracted from Groundwater Basins, both types of water being suitable for selected non-potable uses.

2.23 Blank

2.24 Blank

2.25 Summer Period - shall mean May 1 through September 30 of a calendar year.

2.26 Fiscal Year - shall mean the period which commences July 1 of each calendar year and ends June 30 of the following calendar year.

2.27 Blank

2.28 New Allen-McColloch Pipeline (AMP) Connection - shall mean a service connection to the Allen-McColloch Pipeline requested by a MWDOC Member Agency which is not a party to the Agreement for Allocation of Proceeds of Sale of the Allen-McColloch Pipeline.

2.29 Metropolitan Readiness-to-Serve Charge or Metropolitan RTS Charge - shall mean the total monetary charge imposed by Metropolitan on MWDOC and collected either (1) by Metropolitan as a standby charge on property within MWDOC's service area boundaries or (2) directly from MWDOC.

2.30 Net Metropolitan Readiness-to-Serve Charge or Net Metropolitan RTS Charge or Net RTS Charge - shall mean that portion of the Metropolitan Readiness-to-Serve Charge which is not collected as a standby charge on property within MWDOC's boundaries, which is billed by Metropolitan directly to MWDOC, and which, if no standby charge is levied, shall constitute the entire Metropolitan RTS Charge.

2.31 MWDOC Member Agency Readiness-to-Serve Charge or MWDOC Member Agency RTS Charge - shall mean the apportionment of the Net Metropolitan RTS Charge to the MWDOC Member Agencies based upon the rolling average water sales, as may be established from time to time by the MWDOC Board.

2.32 MWDOC Capacity Charge or Capacity Charge - shall mean the allocation of Metropolitan's Capacity Charge to MWDOC's member agencies based on each member agency's highest peak of daily flow for the delivery of full service Metropolitan water between May 1 and September 30 in the three preceding calendar years.

2.33 Treatment Peaking Capacity Charge - shall mean the apportionment of Metropolitan's Peaking Capacity Charge to MWDOC's member agencies as further described in the Water Rate Resolution adopted pursuant to this Ordinance.

2.34 Treatment Used Standby Capacity Charge - shall mean the apportionment of Metropolitan's Used Standby Capacity Charge to MWDOC's member agencies as further described in the Water Rate Resolution adopted pursuant to this Ordinance.

2.35 Treatment Remaining Standby Capacity Charge - shall mean the apportionment of Metropolitan's Remaining Standby Capacity Charge to MWDOC's member agencies as further described in the Water Rate Resolution adopted pursuant to this Ordinance.

2.36 Treatment Surcharge - shall mean the apportionment of Metropolitan's treatment surcharge to MWDOC's member agencies as further described in the Water Rate Resolution adopted pursuant to this Ordinance.

2.37 MWDOC Water Supply Allocation Plan (WSAP) - shall mean a plan established by the Board to allocate water among the MWDOC Member Agencies during times of water shortage.

2.38 "Choice" services (as distinguished from "Core" services imposed on all Member Agencies) - shall mean those services made available by MWDOC to its Customers on an elective basis. Each Customer will make a decision whether and to what extent it will engage the services and participate in the activities (depending on the nature of the services and the manner in which they are charged).

2.39 Water Rate Resolution - shall mean a Resolution adopted by MWDOC periodically at the discretion of the Board that establishes MWDOC's water rates and other charges.

2.40 Blank

2.41 MWDOC's Retail Meter Charge - shall have the meaning set forth in Section 3(b) of this Ordinance No. 58.

2.42 AMP Surcharge - shall have the meaning set forth in Section 3(d) of this Ordinance No. 58.

2.43 AMP Connection Charge - shall have the meaning set forth in Section 4.7(a) of this Ordinance No. 58.

2.44 Groundwater Customer Charge - shall have the meaning set forth in Section 3(c) of this Ordinance No. 58.

SECTION 3. MWDOC'S WATER RATE:

The water rate shall be established in an amount that, in combination with revenues from other charges collected by MWDOC, will result in revenues sufficient for the purposes set forth in section 71616 of the California Water Code. The water rate shall include components for:

a. The cost of acquiring water or exchanging or transferring service (i.e., for water acquired from Metropolitan, the cost of acquisition would include, a per acre foot rate based on Metropolitan's Supply Rate, plus Metropolitan's System Access Rate, System Power Rate and, for Treated Water deliveries, Metropolitan's Treatment Surcharge); including other rates, charges, fees, penalties and other applicable charges to MWDOC.

b. Retail Meter Charge - An annual basic charge for each Retail Water Meter served by a MWDOC Member Agency which is "in service" as of January 1

of each year (hereinafter referred to as MWDOC's Retail Meter Charge"). MWDOC's Retail Meter Charge shall be set to generate revenue that, in combination with revenues derived from MWDOC's Groundwater Customer Charge, shall cover MWDOC's operating expenses and financial requirements, including reserves.

c. Groundwater Customer Charge - An annual charge to Orange County Water District for Core services provided by MWDOC.

d. AMP Surcharge - A per acre-foot surcharge on water delivered through the Allen-McColloch Pipeline to cover repair, maintenance, and operation costs for the Allen-McColloch Pipeline to the extent such costs are not fully assumed and paid by Metropolitan, pursuant to the Agreement for Sale and Purchase of the Allen-McColloch Pipeline.

The Board shall establish the foregoing rates and charges by resolution and shall adjust the rates and charges by resolution periodically as determined appropriate by the Board in its discretion. Written notice of the proposed establishment or amendment of rates and charges and the amounts and details thereof shall be given to all member agencies not less than ten days prior to the meeting at which such resolution will be considered.

SECTION 4. OTHER CHARGES:

In addition to the water rates and charges provided in Section 3, each MWDOC Member Agency shall be assessed charges as follows:

4.1 MWDOC Readiness-to-Serve Charge - an annual charge which shall be assessed to each MWDOC Member Agency and calculated as described in the Water Rate Resolution adopted pursuant to this Ordinance.

4.2 MWDOC Capacity Charge - The MWDOC Capacity Charge is assessed to each MWDOC Member Agency on the basis of recent historic peak day capacity usage (including capacity usage for Full Service as a fixed charge on each Member Agency calculated on such past peak day usage, as described in the Water Rate Resolution adopted pursuant to this Ordinance).

4.3 Treatment Peaking Capacity Charge – The Treatment Peaking Capacity Charge is assessed to each MWDOC Member Agency as described in the Water Rate Resolution adopted pursuant to this Ordinance.

4.4 Treatment Used Standby Capacity Charge – The Treatment Used Standby Capacity Charge is assessed to each MWDOC Member Agency as described in the Water Rate Resolution adopted pursuant to this Ordinance.

4.5 Treatment Remaining Standby Capacity Charge – The Treatment Remaining Standby Capacity Charge is assessed to each MWDOC Member Agency as described in the Water Rate Resolution adopted pursuant to this Ordinance.

4.6 The MWDOC Readiness-to-Serve Charge, MWDOC Capacity Charge, MWDOC Treatment Peaking Capacity Charge, MWDOC Treatment Used Standby Capacity Charge, and MWDOC Treatment Remaining Standby Capacity Charge, shall be set by the Board by resolution and shall be established at a level which, in the judgment of the Board, will yield revenues sufficient to cover the charges imposed by Metropolitan upon MWDOC under Metropolitan's rates and charges for water service, provided that MWDOC's charges may provide for collection in advance of expected invoice by Metropolitan and provide for a reasonable excess to cover variations in the amount of Metropolitan's charges that cannot be calculated in advance.

4.7 AMP Connection Charge

a. As a condition to the approval for any request for a New AMP Connection, the agency requesting the New AMP Connection shall pay, in addition to the cost of constructing the service connection and all costs and fees imposed by Metropolitan, a connection charge (AMP Connection Charge). The AMP Connection Charge shall be calculated upon the maximum potential flow through the requested service connection, multiplied by the average unreimbursed 1993 replacement cost, less depreciation of a cubic foot per second (cfs) of capacity at all points along the Allen-McColloch Pipeline, calculated to be $109,700 per cfs, and that price shall be escalated from 1993 to the year in which the readjustment is made at the annual interest rate of 4.0% and payment shall be made in cash at the time of the readjustment.

b. The proceeds of AMP Connection Charges collected by MWDOC shall be used to reimburse those MWDOC Member Agencies and those agencies outside MWDOC's service area which acquired leasehold interests in the Allen-McColloch Pipeline, prior to the sale of the Allen-McColloch Pipeline to Metropolitan, for a portion of their acquisition costs, which were not recovered through the sale of the Allen-McColloch Pipeline to Metropolitan, in proportion to their cfs ownership in the Allen-McColloch Pipeline system.

c. The AMP Connection Charge shall terminate and shall not be applied to any New AMP Connections requested after Metropolitan completes a project which augments the capacity of the Allen-McColloch Pipeline in any amount. Notwithstanding the foregoing, an agency that has requested and obtained a new connection to the Allen-McColloch Pipeline shall not be entitled to reimbursement of all or any portion of the AMP Connection Charges already paid, by reason of Metropolitan's subsequent augmentation of the Allen-McColloch Pipeline.

d. The payment of the AMP Connection Charge shall not entitle the agency requesting the New AMP Connection to any rights or benefits under the Agreement for Allocation of Proceeds of Sale of the Allen-

McColloch Pipeline, nor to any portion of the payments to be made by Metropolitan in consideration of the sale of the Allen-McColloch Pipeline, nor to any interest in the Allen-McColloch Pipeline facilities.

4.8 Charges for Choice Services - The categories, budget levels, and methodology for allocating the costs to MWDOC's Customers for Choice services shall be set each year by the Board in its adoption of the Water Rate Resolution.

SECTION 5. CLASSES OF SERVICE:

The rates per acre-foot for water sold and delivered for each class of service on order of any MWDOC Member Agency for use therein shall be as established from time to time by resolution of the Board. The classes of service for water are as follows:

5.1 Full Service (for Domestic and Municipal Purposes, agricultural service, and for Groundwater Replenishment).

5.2 Emergency Service. Service of water when a determination has been made by the General Manager that serious hardship would result to a MWDOC Member Agency in the event of the MWDOC Member Agency's inability to sustain all or any part of a reduction or interruption in the delivery of water to the extent and for the time mandated by the Board pursuant to Section 6.3 and such inability results from a cause other than an unforeseeable catastrophic event or loss of water supplies from sources other than MWDOC, or due to circumstances determined by the General Manager to be exceptional.

5.3 Blank

5.4 Blank

5.5 Blank

5.6 Exchange or Transfer Water. Unless otherwise specified by written agreement with MWDOC, MWDOC shall charge the MWDOC Member Agencies for water exchanged or transferred in accordance with the Water Rate Resolution.

5.7 Deliveries to Which Rates are Not Applicable. The rates for the various classes of service of water established by this Section 5 shall not apply to water sold and delivered by MWDOC to any purchaser other than a MWDOC Member Agency; and said rates shall not apply to water sold and delivered by MWDOC for any use outside MWDOC, or to water sold and delivered by MWDOC for any use within MWDOC in substitution for water used outside MWDOC, regardless of whether or not such water will be purchased by, or delivered pursuant to the order of, any MWDOC Member Agency; but such water shall be sold and delivered pursuant to such contract and upon such

terms and conditions as the Board shall authorize and determine for each such transaction.

5.8 Rates Subject to Applicable Law. All sales and deliveries of water in classes established by Section 5 shall be subject to all applicable statutes and administrative regulations, including the Metropolitan Administrative Code, as they may be amended from time to time, and to any current MWDOC policies.

SECTION 6. ESTIMATES OF WATER REQUIREMENTS, SCHEDULES OF DELIVERIES AND CERTIFICATION:

6.1 General. Each year, or at such time as the General Manager may specify, each MWDOC Member Agency shall furnish MWDOC, in a form provided by MWDOC, a five-year estimate of the amounts of water to be furnished to such MWDOC Member Agency by MWDOC, and an estimate of the quantity of water anticipated to be obtained from local sources to meet the MWDOC Member Agency needs. The estimate shall constitute the MWDOC Member Agency's request for deliveries for the first of the five years covered therein.

6.2 Contents of Estimates and Certification. Each estimate furnished by a Member Agency pursuant to Section 6.1 shall contain, at a minimum, for each service connection and for each month of the Fiscal Year beginning with the succeeding July 1, and for the entire MWDOC Member Agency for each month of the succeeding four Fiscal Years, the following information:

a. The quantity of Treated and Untreated Water to be delivered by MWDOC to the MWDOC Member Agency in Full Service.

6.3 Obligations in Event of Shortage. The Board may provide for a method of allocation of available supplies as the Board may determine necessary, through adoption of a Water Supply Allocation Plan for all classes of service. MWDOC shall provide any notice required by law for implementation of a reduction or interruption of any class or classes of service; however, no additional or special notice shall be required for any particular class of service as a condition of implementing a reduction or interruption of service.

SECTION 7. BILLING AND PAYMENT, CERTIFICATIONS AND REPORTING OF WATER SALES AND TRANSFERS

7.1 Billing Schedule. The MWDOC Member Agencies shall be billed for water delivered and for other charges as provided by resolution of the Board.

7.2 Delinquent Payment. In the event any MWDOC Member Agency that receives deliveries of water from MWDOC is delinquent in payment of bills for water rates and charges, an additional charge equal to 2% of such delinquent amount shall be assessed to the MWDOC Member Agency for each month or fraction thereof in which the delinquent amount is not paid. Notwithstanding the above, if the total period of delinquency does not exceed five business

days, the additional charge shall be equal to 1% of such delinquent payment. Invoices for delinquencies, including additional charges, shall be mailed within five days of delinquency.

Additional charges provided herein for delinquent payments may be waived by the Board upon written request by the MWDOC Member Agency upon a finding that the delinquency was caused by excusable neglect or circumstances beyond the control of the MWDOC Member Agency, provided that the delinquent Member Agency reimburses MWDOC for all costs and penalties actually incurred by MWDOC as a result of the delinquent payment. In the event that any MWDOC Member Agency which receives deliveries of water from MWDOC shall be delinquent for more than 30 days in the payment of billings for MWDOC's charges, the Board, in its discretion and upon other conditions as it may prescribe, after giving the MWDOC Member Agency a 20-day notice in writing of such delinquency and of the right to request a hearing on the matter, and after such hearing, if requested, may order the termination of water service to such agency until all delinquent payments, including additional charges, are made to MWDOC, and may authorize such other action as may be appropriate.

7.3 Certification of Retail Meters. On or before the first day of February of each year, each of MWDOC's Member Agencies shall certify the number of retail water service meters that were "in service" (see 2.4.1) within the territory of each agency that is within MWDOC as of January 1 of that year on a form provided by MWDOC. The number of meters specified thereon shall be subject to MWDOC confirmation and shall be used to calculate billings for MWDOC's Retail Meter Charge.

7.4 Disputed Bills. If a MWDOC Member Agency disputes the amount of any billing, the MWDOC Member Agency shall pay the disputed bill. Corrections to the billing, if deemed necessary, shall be made on the succeeding month's water bill without interest.

7.5 Year-End Reconciliation. Billing for all water delivered by MWDOC to a MWDOC Member Agency that requires annual reconciliation (unless otherwise specified by agreement) shall be subject to a reconciliation after the close of each Fiscal Year to determine what quantity of water qualifies for the incentive or penalty. Adjustments will be made to previous billings based on the reconciliation, and the MWDOC Member Agency will be billed or credited for the difference.

7.6 Certifications. In the event water is delivered to a MWDOC Member Agency under a classification of delivery of water that requires certification, the MWDOC Member Agency must submit the required certifications, in a format provided by MWDOC, documenting the quantity of water used for such purposes.

7.7 Blank

7.8 Reporting of Water Transfers or Exchanges. Transfers or exchanges of Imported Water between MWDOC Member Agencies affecting the calculation of the Metropolitan RTS Charge or other charges imposed by Metropolitan or MWDOC must be reported by the MWDOC Member Agency to MWDOC within 60 days following the month of delivery, in order to qualify for an adjustment of the Metropolitan RTS Charge or other charges.

SECTION 8. WATER EXCHANGES AND TRANSFERS:

8.1 Water Exchanges and Transfers that will result in water being delivered into MWDOC's service area and that are entered into between two or more MWDOC Member Agencies or entities within the District, or between a MWDOC Member Agency and an entity outside the District, will be subject to MWDOC's consent.

SECTION 9. SUPERSEDES PRIOR ACTIONS

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

SECTION 10. SEVERABILITY:

10.1 If any provision of this Ordinance is for any reason held to be unlawful by a court of competent jurisdiction, such decision shall not affect the remaining portions of the Ordinance. The Board of Directors hereby declares that it would have passed each and every section and each and every phrase thereof, irrespective of the fact that one or more provisions be declared invalid.

SECTION 11. EFFECTIVE DATE:

11.1 This Ordinance shall be effective July 1, 2026.

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

AYES: Directors Nederhood, Dick, McVicker, Seckel, Crane, Thomas and Yoo Schneider
NOES: None
ABSTAIN: None
ABSENT: None

Angela Crespi
District Secretary
Municipal Water District of Orange County

RESOLUTION NO. 2171

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. 58 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,

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

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.

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

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.

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.

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

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

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. 58 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 ACTIONS

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.

SECTION 18. RATES SUBJECT TO ORDINANCE

The rates for water service established herein are subject to Ordinance No. 58 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: Directors Nederhood, Dick, McVicker, Seckel, Crane, Thomas, and Yoo Schneider
NOES: None
ABSTAIN: None
ABSENT: None

Angela Crespi
District Secretary
Municipal Water District of Orange County

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

EXHIBIT B
Capacity Charge for MWDOC Member Agencies for CY 2027

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 2027 $ **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

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	

* 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

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%**	**$ 6,860,743.00**	**-**	**$ 571,728.58**

*totals may not foot due to rounding

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

Exhibit F

MWDOC Member Agency Choice Services Program Summary

DRAFT

Cost Allocations by Agencies for FY 2026-27

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**

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.