

**RELIABLE SINCE 1921**

583 San Ysidro Road  
Santa Barbara, CA 93108-2124

**Phone:** 805.969.2271  
**Email:** info@montecitowater.com  
**Web:** montecitowater.com



**Board of Directors**  
Brian Goebel, President  
Cori Hayman, Vice President  
Kenneth Coates, Director  
Tobe Plough, Director  
Floyd Wicks, Director  
**General Manager and  
Board Secretary**  
Nick Turner

**REGULAR MEETING**  
*of the*  
**BOARD OF DIRECTORS**  
**MONTECITO WATER DISTRICT**  
**583 SAN YSIDRO ROAD, MONTECITO, CALIFORNIA**

**TUESDAY, APRIL 28, 2026**  
**9:30 A.M.**

**Attend in Person or Join by Teleconference:**

<https://www.zoomgov.com/j/1612617958?pwd=H47n371BGmoEBBhy7gHzAaFaT4aJtj.1>

Webinar ID: 161 261 7958; Passcode: 229164

Tel: (669) 254 5252

**AGENDA**

- 1. CALL TO ORDER, ROLL CALL, DETERMINATION OF QUORUM**
- 2. PLEDGE OF ALLEGIANCE**
- 3. PUBLIC FORUM**

This portion of the agenda may be utilized by any member of the public to address and ask questions of the Board of Directors on any matter not on the agenda within the jurisdiction of the Montecito Water District. Depending upon the subject matter, the Board of Directors may be unable to respond at this time, or until the specific item is placed on the agenda at a future MWD Board meeting in accordance with the Ralph M. Brown Act.

**4. CONSENT CALENDAR**

The following items are to be approved or accepted by vote on one motion unless a Board member requests separate consideration:

- \*A. [Meeting Minutes of March 24, 2026](#)
- \*B. [Payment of Bills for March 2026](#)
- \*C. [Investment of Funds and Cash Position as of March 28, 2026](#)
- \*D. [Unaudited Financial Statements as of March 31, 2026](#)
- \*E. [Waterworks Reports for March 2026](#)
- \*F. [Amendment to the Agreement with Nigro & Nigro for auditing services](#)
- \*G. [Award of Contract for Juncal Dam Emergency Release Valve #2 Rehabilitation Project](#)

\* Indicates attachment included for this item

- \*H. [Award of Contracts for Bid Phase Services for the Romero Reservoir Seismic Retrofit and Replacement Project \(ASADRA\)](#)

## **5. DISTRICT OPERATIONS AND GENERAL MANAGER REPORTS**

- \*A. [INFORMATIONAL: Update on Construction Progress for the Terminal Reservoir Seismic Retrofit Project](#)
- \*B. [INFORMATIONAL: Review of the Draft 2025 Urban Water Management Plan and Water Shortage Contingency Plan](#)
- \*C. [INFORMATIONAL: Quarterly Water Supply Update](#)
- \*D. [INFORMATIONAL: Customer Relations and Public Information Update](#)
- \*E. [INFORMATIONAL: General Manager Report](#)

## **6. DISTRICT BUSINESS REPORT**

- A. No items

## **7. LEGAL MATTERS**

- A. Recent and Pending Legal Matters Review – Oral Report
- B. CLOSED SESSION: Pursuant to Government Code §54956.9(d)(4) Conference with Legal Counsel – Initiation of Litigation; 1 case
- C. CLOSED SESSION: Pursuant to Government Code §54956.9(d)(1) Conference with Legal Counsel – Existing Litigation, Montecito Water District v. Miradero LLC, Santa Barbara Superior Court Case No.26CV00403
- D. CLOSED SESSION: Pursuant to Government Code §54956.9(d)(2) Anticipated Litigation – 1 case.
- E. CLOSED SESSION: Pursuant to Government Code §54959.8 Conference with Real Property Negotiators
  - Property: State Water Project assets
  - Agency Negotiator: Nicholas Turner, General Manager
  - Negotiating Parties: Solomon Hills Developer
  - Under Negotiation: Price and Terms of Payment
- F. CLOSED SESSION: Pursuant to Government Code §54959.8 Conference with Real Property Negotiators
  - Property: Surplus District Property
  - Agency Negotiator: Adam Kanold, Assistant General Manager / Engineering Manager
  - Negotiating Parties: Surplus Land Act Letter of Interest Submitted
  - Under Negotiation: Price and Terms of Payment

G. CLOSED SESSION: Pursuant to Government Code §54957.6 Conference with Labor Negotiators

Agency designated representative: Nicholas Turner, General Manager  
Employee organization: SEIU

**8. DIRECTOR AND COMMITTEE REPORTS**

- A. President's Report: Director Goebel
- B. Operations & Customer Relations Committee: Director Wicks
- C. Finance Committee: Director Hayman
- D. Strategic Planning Committee: Director Coates
- E. Central Coast Water Authority: Director Coates
- F. Cachuma Operation and Maintenance Board: Director Hayman
- G. Cachuma Conservation Release Board: Director Plough
- H. Santa Barbara County Chapter of the California Special Districts Association: Director Wicks
- I. ACWA JPIA: Director Wicks
- J. CalDesal: Director Wicks
- K. Ad hoc Committee: Water Rights Opportunities: Director Coates
- L. Directors' List of Compensable and Reimbursable Meetings (Government Code §53232.1 and §53232.3)

**9. DIRECTOR REQUESTS**

Requests from Directors for items other than regular agenda items for the next regular Board meeting tentatively scheduled for Tuesday, May 19, 2026, or any future meeting.

**10. ADJOURNMENT**

Note: Montecito Water District conducts its meeting in person in accordance with the Brown Act and also provides alternative methods of participation which permit members of the public to observe and address public meetings telephonically and/or electronically. These methods of participation can be accessed through the internet link provided at the top of this agenda.

This agenda was posted on the District website, and at the Montecito Water District outside display case at 5:00 p.m. on April 24, 2026. The Americans with Disabilities Act provides that no qualified individual with a disability shall be excluded from participation in, or denied the benefits of, the District's programs, services or activities because of any disability. If you need special assistance to participate in this meeting, please contact the District Office at 805-969-2271. Notification at least twenty-four (24) hours prior to the meeting will enable the District to make appropriate arrangements.

Agendas, agenda packets, and additional materials related to an item on this agenda submitted to the Board after distribution of the agenda packet are available on the District website.

\* Indicates attachment included for this item

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Nick Turner

**REGULAR MEETING MINUTES**  
*of the*  
**BOARD OF DIRECTORS**  
**MONTECITO WATER DISTRICT**  
**583 SAN YSIDRO ROAD, MONTECITO, CALIFORNIA**

**TUESDAY, MARCH 24, 2026**  
**9:30 A.M.**

**AGENDA**

**1. CALL TO ORDER, ROLL CALL, DETERMINATION OF QUORUM**

President Goebel called the meeting to order at 9:32 a.m.

Directors present (In Person and via Zoom):

Directors Ken Coates, Brian Goebel, Cori Hayman, and Floyd Wicks participated in person.  
Director Tobe Plough participated remotely via Zoom at the location noted on the agenda.

Staff present (In Person and via Zoom):

Nick Turner, General Manager	Christina Perry, Administrative/HR Assistant
Adam Kanold, Asst. GM/Engineering Mgr.	Ray Willefert, Financial Analyst/IT Specialist
Emma Godinez, Business Manager	Steven Cognac, Water Conservation Specialist
Laura Camp, Public Information Officer	

Counsel present (In Person):

Walt Wendelstein, Wendelstein Law Group PC, District Counsel

Special Counsel present (via Zoom):

Robert Donlan, Wanger Jones Helsley PC  
Guillermo Frias, Best Best & Krieger LLP

Consultants present (via Zoom):

Karl Meier, Wood Rodgers, Inc.  
Ethan Knox, Rincon Consultants, Inc.  
Roselyn Prickett, Rincon Consultants, Inc.  
Lora Nichols, Fieldman, Rolapp & Associates  
Brett Bovee, Westwater Research

Others present (In Person and via Zoom):

Ashlee Mayfield, Montecito Trails Foundation (via Zoom)

## **2. PLEDGE OF ALLEGIANCE**

All in attendance recited the Pledge of Allegiance.

## **3. PUBLIC FORUM**

No members of the public were present for this item.

## **4. CONSENT CALENDAR**

The following items were approved or accepted by vote on one motion:

- A. Meeting Minutes of February 24, 2026
- B. Payment of District Bills for February 2026
- C. Investment of District Funds as of February 28, 2026
- D. Unaudited Financial Statements as of February 28, 2026
- E. Waterworks Reports for February 2026

Director Wicks moved to approve the Consent Calendar. The motion was seconded by Director Coates and carried after a roll call vote with Directors Coates, Goebel, Hayman, Plough, and Wicks in favor.

## **5. DISTRICT OPERATIONS AND GENERAL MANAGER REPORTS**

### **A. INFORMATIONAL: Review of Wildfire Hydraulic Modeling Analysis and Results**

Mr. Kanold introduced the item. Karl Meier of Wood Rodgers, Inc. presented the Wildland Fire Resiliency Analysis. Staff and Mr. Meier responded to questions from the Board.

### **B. INFORMATIONAL: 2025 Urban Water Management Plan: Review of Supply and Demand Projections and the Water Shortage Contingency Plan**

Mr. Kanold introduced the item. Rosalyn Prickett of Rincon Consultants, Inc. presented the Montecito Water District 2025 Urban Water Management Plan (UWMP) – Supplies and Demands and WSCP report. Ethan Knox of Rincon Consultants, Inc. was also present for the item. Staff and Ms. Prickett responded to questions from the Board.

**Item 6-A was moved for consideration before Item 5-C**

## **6. DISTRICT BUSINESS REPORT**

### **A. ACTION ITEM: Proposal from American Riviera Bank for a Revolving Line of Credit to be used in connection with the ASADRA Reservoir Seismic Retrofit and Replacement Project**

Mr. Turner introduced the item. Ms. Godinez presented the American Riviera Bank Proposal — ASADRA Reservoir Seismic Retrofit & Replacement Project. Lora Nichols of Fieldman, Rolapp & Associates was also present for the item. Staff and Ms. Nichols responded to questions from the Board.

Director Hayman moved to authorize the General Manager to:

1. Authorize a Revolving Line of Credit Agreement (“Credit Agreement”) with American Riviera Bank (“ARB”) in an amount not to exceed \$10,000,000, in accordance with the Expression of Interest dated March 16, 2026; and
2. Engage Bond Counsel, Stradling Yocca Carlson & Rauth, to prepare the required Credit Agreement in the form of an Installment Purchase Agreement, and to coordinate with District Counsel for the preparation of any additional required documents for the transaction, including an Opinion Letter confirming tax-exempt status of the transaction and compliance with Article XIII(D) of the California Constitution; and
3. Authorize the General Manager to execute all related documents and take all actions necessary to complete the transaction.

The motion was seconded by Director Coates and carried after a call vote, with Directors Coates, Goebel, Hayman, Plough, and Wicks in favor.

**The Board paused for a break at 11:17 a.m. and returned at 11:30 a.m.**

**5. DISTRICT OPERATIONS AND GENERAL MANAGER REPORTS (continued)**

C. ACTION ITEM: Development of a Montecito Aquifer Storage and Recovery Project

Mr. Kanold presented on the development of a Montecito Aquifer Storage and Recovery (ASR) Project and responded to questions from the Board.

The Board directed staff to engage a qualified consultant to prepare the ASR Pilot Injection Permit Application and return to the Board for further action.

D. ACTION ITEM: Update on the Water Use Efficiency Program and Discussion of Proposed Program Modification

Mr. Kanold introduced the item. Water Conservation Specialist Steven Cognac presented an update on the implementation of the District Water Use Efficiency Program. Staff responded to questions from the Board.

Director Coates moved to increase the landscape conversion rebate for all properties participating under the program to \$3 per square foot and to establish a maximum rebate of \$10,000 for single-family residential properties and \$15,000 for commercial, institutional, and multi-family residential properties. The increases would be effective immediately and the current limit of one rebate per property would remain in effect.

The motion was seconded by Director Wicks and carried after a roll call vote, with Directors Coates, Goebel, Hayman, Plough, and Wicks in favor.

E. ACTION ITEM: Authorization for Remote Teleconference Meetings by Eligible Subsidiary Bodies of Montecito Water District

Mr. Wendelstein presented the item and responded to questions from the Board.

Director Coates moved to make the required findings under Government Code §54953.8.6 and as listed in the staff report, and to authorize the use of remote teleconferencing for standing committees of Montecito Water District. The motion was seconded by Director Wicks and carried after a roll call vote, with Directors Coates, Goebel, Hayman, Plough, and Wicks in favor.

**The Board paused for lunch at 12:14 p.m. and returned at 12:52 p.m.**

F. INFORMATIONAL: Customer Relations and Public Information Update

Ms. Camp presented the item and responded to questions from the Board.

G. INFORMATIONAL: General Manager Report

Mr. Turner presented the item and responded to questions from the Board.

**6. DISTRICT BUSINESS REPORT (continued)**

B. INFORMATIONAL: Alder Creek Flume Reconstruction FEMA Status Update

Mr. Kanold presented an update on the Alder Creek Flume Reconstruction Project. Robert Donlan of Wanger Jones Helsley PC was also present for this item. Staff responded to questions from the Board.

**7. LEGAL MATTERS**

A. Recent and Pending Legal Matters Review – Oral Report

No report.

The Board recessed to Closed Session at 1:23 p.m.

The Board returned to Open Session at 3:07 p.m.

B. CLOSED SESSION: Pursuant to Government Code §54956.9(d)(4) Conference with Legal Counsel – Initiation of Litigation; 1 case

As to Item 7-B, the Board received an update from Counsel and no action was taken.

C. CLOSED SESSION: Pursuant to Government Code §54956.9(d)(1) Conference with Legal Counsel – Existing Litigation, Montecito Water District v. Miradero LLC, Santa Barbara Superior Court Case No.26CV00403

As to Item 7-C, the Board received an update from Counsel and no action was taken.

D. CLOSED SESSION: Pursuant to Government Code §54956.9(d)(2) Anticipated Litigation – 1 case.

As to Item 7-D, the Board received an update from Counsel and no action was taken.

E. CLOSED SESSION: Pursuant to Government Code §54959.8 Conference with Real Property Negotiators

Property: State Water Project assets

Agency Negotiator: Nicholas Turner, General Manager

Negotiating Parties: Solomon Hills Developer

Under Negotiation: Price and Terms of Payment

As to Item 7-E, the Board received an update from the Real Property Negotiator and no action was taken.

## **8. DIRECTOR AND COMMITTEE REPORTS**

- A. President's Report: Director Goebel reported that relevant items were previously addressed.
- B. Operations & Customer Relations Committee: Director Wicks reported that relevant items were previously addressed.
- C. Finance Committee: Director Hayman reported that relevant items were previously addressed.
- D. Strategic Planning Committee: Director Coates reported that relevant items were previously addressed.
- E. Central Coast Water Authority: Director Coates reported that a risk of spill of San Luis Reservoir will not affect District resources. Additionally, Director Coates and Mr. Turner met with the incoming CCWA Executive Director Peter Thompson.
- F. Cachuma Operation and Maintenance Board: Director Hayman reported that she did not attend the March meetings.
- G. Cachuma Conservation Release Board: Director Plough reported that CCRB is assisting in the finalization of the Cachuma Project Biological Assessment.
- H. Santa Barbara County Chapter of the California Special Districts Association: Director Wicks reported that he did not attend any recent meetings.
- I. ACWA JPIA: Director Wicks reported that he will attend an ACWA JPIA Board meeting at the Spring Conference in May.
- J. CalDesal: Director Wicks reported that he will attend the Board meeting on May 6, 2026.
- K. Ad hoc Committee - Water Rights Opportunities: Director Coates reported that relevant items were previously addressed.
- L. Directors' List of Compensable and Reimbursable Meetings (Government Code §53232.1 and §53232.3): Directors Coates and Goebel reported meetings attended in March.

## **9. DIRECTOR REQUESTS**

None.

## **9. ADJOURNMENT**

The meeting was adjourned at 3:15 p.m.

APPROVED:

\_\_\_\_\_  
Brian Goebel, Board President

ATTEST:

\_\_\_\_\_  
Nicholas Turner, Secretary

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**MONTECITO WATER DISTRICT  
MEMORANDUM**

**SECTION: 4-B**

**DATE: APRIL 28, 2026**

**TO: BOARD OF DIRECTORS**

**FROM: BUSINESS MANAGER**

**SUBJECT: PAYMENT OF BILLS FOR MARCH 2026**

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**RECOMMENDATION:**

For information and discussion only.

**BACKGROUND:**

District staff are responsible for ensuring that District bills and payment obligations are paid in a timely manner. For this to occur, District staff pay bills and obligations when due and then seek ratification from the Board of Directors during the following regular Board meeting. For ratification, District staff prepare a summary of all disbursements as well as a copy of the check register. These items are taken to the Board as a consent item.

**ATTACHMENTS:**

1. Ratification Summary & Check Registers – MARCH 2026

**MONTECITO WATER DISTRICT  
PAYMENT OF BILLS  
TOTAL DISBURSEMENTS SUMMARY  
FOR MONTH ENDED  
March 31, 2026**

**SECTION: 4-B**

<b>AP CHECK REGISTER</b>	<u><u>3,088,674</u></u>
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**NET PAYROLL DIRECT DEPOSITS <sup>1</sup>**

CHECK DATE	3/9/2026	91,600
CHECK DATE	3/23/2026	92,601

<b>Payroll Direct Deposits</b>	<u><u>184,201</u></u>
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**EXTERNAL WIRE TRANSFERS OUT FOR PAYMENT OF BILLS <sup>2</sup>**

CALPERS; EE BENEFITS; PAYROLL TAXES	168,155
VENDOR REFUND, EPX FEES	11,924

<b>Subtotal External Wire Transfers</b>	<u><u>180,078</u></u>
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<b>TOTAL DISBURSEMENTS</b>	<u><u>3,452,953</u></u>
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**INTERNAL WIRE TRANSFERS BETWEEN ACCOUNTS <sup>3</sup>**

N/A	0.00
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<b>NET INTERNAL WIRE TRANSFERS</b>	<u><u>0</u></u>
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<sup>1</sup> The Net Payroll Direct Deposits are the payroll amounts that are deposited into employee bank accounts through an ACH. Payments for employee benefits, both the employee and employer portions, are recorded on the Check Register, therefore are not included.

<sup>2</sup> External Wire Transfers Out are wire transfers which are made periodically for items such as debt service payments, the fixed portion of the State Water Project payment, supplemental water purchases and transfers to open new District bank or investment accounts.

<sup>3</sup> Internal Wire Transfers Between Accounts held by Montecito Water District are made periodically for items such as transfers between investment accounts and bank accounts or for transfers to open new bank or investment accounts.

**MONTECITO WATER DISTRICT  
CHECK REGISTER  
MARCH 31, 2026**

REF / CHECK #	DATE	VENDOR	DESCRIPTION	AMOUNT	TOTAL
14627	03/23/2026	ACTION ROOFING	E VALLEY ROOF RELACEMENT WOOD REPAIRS	2,000.00	
14627	03/23/2026	ACTION ROOFING	E VALLEY ROOF GUTTERS / DOWNSPOUTS	2,450.00	4,450.00
14628	03/23/2026	ACWA-JPIA	000082 EMPLOYEE BENEFITS MWD	59,210.86	59,210.86
14526	03/05/2026	AMAZON CAPITAL SERVICES, INC	A11U8EQL6IP2P BATTERIES, CREAMER, CANDY RESTOCK	58.21	
14526	03/05/2026	AMAZON CAPITAL SERVICES, INC	A11U8EQL6IP2P DIST WORK LIGHTS	21.54	
14526	03/05/2026	AMAZON CAPITAL SERVICES, INC	A11U8EQL6IP2P DIST HDMI CABLE 16'	30.91	
14526	03/05/2026	AMAZON CAPITAL SERVICES, INC	A11U8EQL6IP2P SOLAR CHARGE CONTROLLER	118.42	
14526	03/05/2026	AMAZON CAPITAL SERVICES, INC	A11U8EQL6IP2P USB ADAPTER	14.30	
14526	03/05/2026	AMAZON CAPITAL SERVICES, INC	A11U8EQL6IP2P USB-C CABLES	55.20	
14526	03/05/2026	AMAZON CAPITAL SERVICES, INC	A11U8EQL6IP2P RETURN USB-C ADAPTER	(86.19)	
14629	03/23/2026	AMAZON CAPITAL SERVICES, INC	A11U8EQL6IP2P CHARGER BASE FOR RADIO	75.43	
14629	03/23/2026	AMAZON CAPITAL SERVICES, INC	A11U8EQL6IP2P COFFEE	25.04	
14629	03/23/2026	AMAZON CAPITAL SERVICES, INC	A11U8EQL6IP2P SHOP LIGHTS	43.08	
14629	03/23/2026	AMAZON CAPITAL SERVICES, INC	A11U8EQL6IP2P GEL PENS + CANDY RESTOCK	77.63	
14629	03/23/2026	AMAZON CAPITAL SERVICES, INC	A11U8EQL6IP2P CANDY RESTOCK	13.83	447.40
14527	03/05/2026	AMERICAN PIPELINE SERVICES	P98 FREEHAVEN MAIN REPLACEMENT PP#6	176,490.61	176,490.61
14591	03/12/2026	ANTHEM BLUE CROSS	324A62737 POST EE BENEFITS	1,850.94	
14595	03/20/2026	ANTHEM BLUE CROSS	649A63301 POST EE BENEFITS	483.65	
14596	03/20/2026	ANTHEM BLUE CROSS	649A63301 POST EE BENEFITS	483.65	2,818.24
14528	03/05/2026	APPLIED INDUSTRIAL TECHNOLOGIES	2859 RESPIRATORS	676.10	676.10
14597	03/20/2026	AT&T MOBILITY	MWD CELL PHONES	978.82	978.82
14529	03/05/2026	BADGER METER, INC.	PRESSURE MONITORING PILOT	27,961.13	27,961.13
14530	03/05/2026	BANK UP CORPORATION	02.26 LOCKBOX FEES	1,588.56	1,588.56
14582	03/05/2026	BEST BEST & KRIEGER LLP	P132 PARK LANE SPECIAL LEGAL	8,040.45	8,040.45
14531	03/05/2026	BLUE EARTH LABS, LLC	BV CLARIFIER MEDIA #1 ANALYSIS	550.00	550.00
14630	03/23/2026	BLUE-WHITE INDUSTRIES	MULTI PARAMATER & pH ANALYZERS	27,869.27	27,869.27
14532	03/05/2026	BRIAN BANKS	SURPLUS PROPERTY CONSULTING SVCS	250.00	250.00
14631	03/23/2026	CACHUMA OPERATIONS & MAINTENANCE BOARD	CACHUMA PROJ ENTITLEMENT (USBR) 4.01.26 - 9.30.26	165,234.85	165,234.85
14533	03/05/2026	CALIFORNIA ELECTRIC SUPPLY	HU-688080 DEMO GARDEN ELECTRICAL REPAIR	122.03	122.03
14632	03/23/2026	CANON FINANCIAL SERVICES, INC.	611341 OFFICE COPIER LEASE	1,553.00	1,553.00
14534	03/05/2026	CARAHSOFT TECHNOLOGY CORPORATION	MWD005 ZOOM PHONE FORWARDING OVERAGES	8.17	8.17
14590	03/06/2026	CITY OF SANTA BARBARA	14651 FY25 IDE DESAL	926,035.30	
14633	03/23/2026	CITY OF SANTA BARBARA	14651 WSA DESAL	655,159.00	1,581,194.30
14535	03/05/2026	COAST WATER SOLUTIONS	FRONT RANGE - WEATHER STATION ANNUAL SUB'S MWD	600.00	600.00
14634	03/23/2026	COASTLINE EQUIPMENT	44290 GENERATOR FUEL & OIL FILTERS	114.01	114.01
14635	03/23/2026	COLANTUONO, HIGHSMITH & WHATLEY, PC	43024.0002 SPECIAL LEGAL	40.50	40.50
14538	03/05/2026	CONVERGED	01.26 IT SUPPORT	23,376.25	
14538	03/05/2026	CONVERGED	03.26 DATTO CLOUD BACKUP	1,145.00	
14538	03/05/2026	CONVERGED	03.26 NET ALERT	1,575.00	
14538	03/05/2026	CONVERGED	03.26 CYBERSECURITY SUITE	2,004.50	
14538	03/05/2026	CONVERGED	03.26 OFFICE 365	1,833.00	
14538	03/05/2026	CONVERGED	03.26 VPN LICENSES	170.00	
14636	03/23/2026	CONVERGED	MICROSOFT PLANNER ANNUAL SUBSCRIPTIONS (3)	1,080.00	
14636	03/23/2026	CONVERGED	SERVER CLOSET CLEANUP	13,844.51	
14636	03/23/2026	CONVERGED	02.26 IT SUPPORT	18,697.50	63,725.76
14536	03/05/2026	COSB PUBLIC WORKS - TRANSPORTATION DIVISION	2.17.26 STMT - LONG FORM PERMITS MWD	2,836.50	
14537	03/05/2026	COSB PUBLIC WORKS - TRANSPORTATION DIVISION	12.31.25 STMT - SHORT FORM PERMITS	376.00	
14583	03/05/2026	COSB PUBLIC WORKS - TRANSPORTATION DIVISION	2.17.26 STMT - LONG FORM PERMITS ASADRA	248.00	3,460.50
14637	03/23/2026	COUNTY OF SB PLANNING & DEVELOPMENT	CASE # 25GPA-00004 - LIVE OAKS PROP REZONE	30.20	30.20

**MONTECITO WATER DISTRICT  
CHECK REGISTER  
MARCH 31, 2026**

REF / CHECK #	DATE	VENDOR	DESCRIPTION	AMOUNT	TOTAL
14598	03/20/2026	COX COMMUNICATIONS	13011027671401 BVTP INTERNET	409.09	
14599	03/20/2026	COX COMMUNICATIONS	13011026150301 ADMIN PHONE + INTERNET	337.84	
14600	03/20/2026	COX COMMUNICATIONS	13011028261302 DTP INTERNET	72.54	819.47
14638	03/23/2026	DELTA-Q, INC.	0004310 CHEM FEED & PIPE SUPPLIES	4,018.33	4,018.33
14539	03/05/2026	DOCUPRODUCTS	MW04 COPIER OVERAGE	273.88	273.88
14639	03/23/2026	DOCUSIGN INC LOCKBOX	DOCUSIGN ENTERPRISE PRO ANNUAL SUB	3,597.05	3,597.05
14640	03/23/2026	DUDEK	12495 BVTP BLOWER AIR PERMIT	1,300.00	1,300.00
14641	03/23/2026	ECHO COMMUNICATIONS	2267 AFTER HOURS SERVICE	356.90	356.90
14540	03/05/2026	F H PUMPS, INC.	MON008 EV PUMP STATION #1 MOTOR ALIGN	1,855.51	1,855.51
14642	03/23/2026	FAMCON PIPE & SUPPLY INC	303 12" VALVE FOR DAM FACE	3,884.66	3,884.66
14601	03/20/2026	FEDEX	2095-9320-9 BANKUP EXCEPTIONS (2)	70.08	70.08
14541	03/05/2026	FGL ENVIRONMENTAL	2016013 SPECIAL SW TESTING	190.00	
14541	03/05/2026	FGL ENVIRONMENTAL	2016013 JAMESON LAKE MONITROING CHLOROPHYLL	668.00	
14541	03/05/2026	FGL ENVIRONMENTAL	2016013 JAMESON LAKE TOC	292.00	
14541	03/05/2026	FGL ENVIRONMENTAL	2016013 STAGE 2 DBP MONITORING	793.00	
14541	03/05/2026	FGL ENVIRONMENTAL	2016013 PROCESS CONTROL	38.00	
14541	03/05/2026	FGL ENVIRONMENTAL	2016013 DOULTON TUNNEL TP - RAW	39.00	
14541	03/05/2026	FGL ENVIRONMENTAL	2016013 ROUTINE DRINKING WATER MONITORING	473.00	
14541	03/05/2026	FGL ENVIRONMENTAL	2016013 ORTEGA RESERVOIR DBP	232.00	
14541	03/05/2026	FGL ENVIRONMENTAL	2016013 ROUTINE DRINKING WATER MONITORING	473.00	
14541	03/05/2026	FGL ENVIRONMENTAL	2016013 PROCESS CONTROL	68.00	
14643	03/23/2026	FGL ENVIRONMENTAL	2016013 GROUNDWATER RECHARGE	414.00	
14643	03/23/2026	FGL ENVIRONMENTAL	2016013 DOULTON TUNNEL TP - RAW	39.00	
14643	03/23/2026	FGL ENVIRONMENTAL	2016013 PROCESS CONTROL	113.00	
14643	03/23/2026	FGL ENVIRONMENTAL	2016013 ROUTINE DRINKING WATER MONITORING	428.00	
14643	03/23/2026	FGL ENVIRONMENTAL	2016013 ROUTINE DRINKING WATER MONITORING	473.00	
14643	03/23/2026	FGL ENVIRONMENTAL	2016013 PROCESS CONTROL	38.00	4,771.00
14542	03/05/2026	FIELDMAN, ROLAPP & ASSOCIATES	25109 2025 REVOLVING LINE OF CREDIT	2,401.40	
14644	03/23/2026	FIELDMAN, ROLAPP & ASSOCIATES	25109 2025 REVOLVING LINE OF CREDIT	3,450.22	5,851.62
14602	03/20/2026	FRONTIER	20918852180227065 TELEMETRY LINE	86.98	
14603	03/20/2026	FRONTIER	80556504870405195 ADMIN INTERNET	218.12	305.10
14604	03/20/2026	FUEL SMART SB	110101030 MWD FUEL	1,590.83	1,590.83
14543	03/05/2026	GRAINGER INC.	818790453 SAW BLADES	34.48	34.48
14645	03/23/2026	GREENS LANDSCAPE DESIGN, INC.	OFFICE DEMO GARDEN DESIGN	2,105.00	2,105.00
14646	03/23/2026	GSI WATER SOLUTIONS, INC.	00802.003 PILOT INJECTION STUDY	3,426.25	3,426.25
14544	03/05/2026	HAMNER, JEWELL & ASSOCIATES	ON CALL ESMT SERVICES	1,718.50	1,718.50
14647	03/23/2026	HOME DEPOT CREDIT SERVICES	..8158 DIST BUCKETS, PVC ADAPTERS, LIGHT SENSOR	156.46	156.46
14648	03/23/2026	IBS OF SIERRA MADRE	BATTERY FOR SMALL GENERATOR	160.36	160.36
14545	03/05/2026	INFOSEND	MWT-000 BILLING	2,147.77	
14545	03/05/2026	INFOSEND	MWT-000 FEES BILLING	706.14	
14649	03/23/2026	INFOSEND	MWT-000 BILLING	2,084.79	
14649	03/23/2026	INFOSEND	MWT-000 FEES BILLING	702.18	5,640.88
14650	03/23/2026	IRON MOUNTAIN	229MB SHRED SERVICES	460.76	460.76
14651	03/23/2026	LARRY'S AUTO PARTS	TRAILER HITCH	182.91	
14651	03/23/2026	LARRY'S AUTO PARTS	078815 GENERATOR MAINT FILTERS	1,579.84	
14651	03/23/2026	LARRY'S AUTO PARTS	078815 GENERATOR MAINT AIR FILTER	191.85	1,954.60
14546	03/05/2026	LOWE'S BUSINESS ACCOUNT	821 3105 075456 8 MARKING PAINT	106.20	
14546	03/05/2026	LOWE'S BUSINESS ACCOUNT	821 3105 075456 8 PVC CAPS	2.29	
14546	03/05/2026	LOWE'S BUSINESS ACCOUNT	821 3105 075456 8 20V BATTERIES	137.27	245.76

**MONTECITO WATER DISTRICT  
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MARCH 31, 2026**

REF / CHECK #	DATE	VENDOR	DESCRIPTION	AMOUNT	TOTAL
14547	03/05/2026	MARBORG DISPOSAL CO.	1 - 8789 7 GREEN WASTE REMOVAL	490.23	
14652	03/23/2026	MARBORG DISPOSAL CO.	30-16830 9 TRT PORTABLE RENTAL	81.55	
14652	03/23/2026	MARBORG DISPOSAL CO.	30-1059740 6 DIST PORTABLE	181.74	
14652	03/23/2026	MARBORG DISPOSAL CO.	30-1078124 0 DIST PORTABLE	192.51	
14652	03/23/2026	MARBORG DISPOSAL CO.	1 -0002337 1 3 YD TRASH RECYCLE BINS	1,483.74	
14652	03/23/2026	MARBORG DISPOSAL CO.	1 -0008789 7 25 YD ROLLOFF	172.20	2,601.97
14548	03/05/2026	McCALL'S METERS INC	ANNUAL METER TESTING	475.00	475.00
14549	03/05/2026	MCCORMIX CORP.	6082 DIST DEF FLUID	58.76	
14605	03/20/2026	MCCORMIX CORP.	6082 MWD FUEL	68.11	
14605	03/20/2026	MCCORMIX CORP.	6082 GENERATOR OIL DELO 400 15/40 LE	1,306.41	1,433.28
14550	03/05/2026	MCMaster-CARR SUPPLY CO	ROUTING CLAMP	27.83	
14653	03/23/2026	MCMaster-CARR SUPPLY CO	MESH SUCTION STRAINER	96.32	124.15
14551	03/05/2026	MISSION LINEN SUPPLY	102265 TREAT UNIFORMS	143.38	
14551	03/05/2026	MISSION LINEN SUPPLY	102263 DIST UNIFORMS	261.17	
14551	03/05/2026	MISSION LINEN SUPPLY	102265 TREAT UNIFORMS	100.06	
14654	03/23/2026	MISSION LINEN SUPPLY	102263 DIST UNIFORMS	281.35	
14654	03/23/2026	MISSION LINEN SUPPLY	102265 TREAT UNIFORMS	143.38	
14654	03/23/2026	MISSION LINEN SUPPLY	102263 DIST UNIFORMS	347.37	1,276.71
14552	03/05/2026	MONTECITO FIRE PROTECTION DISTRICT	DIESEL FUEL USAGE (6.17.25 - 12.10.25)	3,398.77	3,398.77
14655	03/23/2026	MONTECITO JOURNAL	MONTHLY MJ AD - DEMO GARDEN	450.05	450.05
14553	03/05/2026	MONTECITO VILLAGE HARDWARE	EXTENSION CORDS	93.72	
14553	03/05/2026	MONTECITO VILLAGE HARDWARE	BATTERIES	7.53	
14553	03/05/2026	MONTECITO VILLAGE HARDWARE	NUTS & BOLTS	17.35	
14553	03/05/2026	MONTECITO VILLAGE HARDWARE	LOG LIGHTER	8.61	
14656	03/23/2026	MONTECITO VILLAGE HARDWARE	CABLE SAW	15.07	142.28
14554	03/05/2026	MOUNTAIN VIEW LANDSCAPING	01.26 LANDSCAPE MAINTENANCE	4,700.00	
14657	03/23/2026	MOUNTAIN VIEW LANDSCAPING	02.26 LANDSCAPE MAINTENANCE	4,700.00	9,400.00
14658	03/23/2026	OAK RIDGE CIVIL	25-006 P141 FAIRWAY BUTTERFLY WATERMAIN DESIGN	10,000.00	10,000.00
14555	03/05/2026	O'REILLY	1560132 F-017 BRAKES	54.52	
14555	03/05/2026	O'REILLY	1560132 OIL + FILTER FOR F-021	42.32	
14555	03/05/2026	O'REILLY	1560132 BATTERY FOR F-007	205.85	302.69
14584	03/05/2026	PACIFIC HYDROTECH CORPORATION	C2527 P133 ASADRA TERMINAL RES CONSTRUCTION	535,908.77	535,908.77
14556	03/05/2026	PACIFIC MATERIALS LAB	P142 US101 CASING WELD INSPECTION	1,952.00	1,952.00
14659	03/23/2026	QUINN COMPANY	GENERATOR ANNUAL FILTERS COOLANT FUEL ELEMENTS	741.38	
14659	03/23/2026	QUINN COMPANY	438325 DTP GENERATOR TROUBLESHOOT	900.00	1,641.38
14606	03/20/2026	RAYNE OF SANTA BARBARA	224204 BVTP SOFTENER	441.00	441.00
14660	03/23/2026	RED WING BUSINESS ADVANTAGE ACCOUNT	2026 BOOTS - EE # 106	400.00	400.00
14557	03/05/2026	RINCON CONSULTANTS, INC	20-09378 A1 ALDER ENVIRO SVCS	1,556.25	
14585	03/05/2026	RINCON CONSULTANTS, INC	25-17718 P132 PARK LANE RES CONSTRUCTION MGMT	588.75	
14585	03/05/2026	RINCON CONSULTANTS, INC	25-18087 P133 TERMINAL RES CONSTRUCTION MGMT	10,130.75	12,275.75
14661	03/23/2026	S.B. HOME IMPR CNTR	2910 TRASH BAGS, LED LIGHTS	60.24	60.24
14662	03/23/2026	SAFETY-KLEEN SYSTEMS INC	OIL WASTE REMOVAL	229.00	229.00
14663	03/23/2026	SANTA BARBARA COUNTY EHS/CUPA	CERS ID 10973590 - HAZARD PERMIT - BARKER PASS PUM	518.00	
14663	03/23/2026	SANTA BARBARA COUNTY EHS/CUPA	CERS ID 10210597 - HAZARD PERMIT - 583 SAN YSIDRO	954.00	
14663	03/23/2026	SANTA BARBARA COUNTY EHS/CUPA	CERS ID 10210594 - HAZARD PERMIT - BVTP	535.00	
14663	03/23/2026	SANTA BARBARA COUNTY EHS/CUPA	CERS ID 10210600 - HAZARD PERMIT - ORTEGA RIDGE	535.00	
14663	03/23/2026	SANTA BARBARA COUNTY EHS/CUPA	CERS ID 10824334 - HAZARD PERMIT - E VALLEY PUMP S	500.00	
14663	03/23/2026	SANTA BARBARA COUNTY EHS/CUPA	CERS ID 10824316 - HAZARD PERMIT - E MOUNTAIN PUMP	500.00	
14663	03/23/2026	SANTA BARBARA COUNTY EHS/CUPA	CERS ID 10824286 - HAZARD PERMIT - ROMERO PUMP STA	500.00	4,042.00
14558	03/05/2026	SB HANDYMAN	WILDFIRE BUILDING HARDENING	4,670.00	
14664	03/23/2026	SB HANDYMAN	WILDFIRE BUILDING HARDENING	5,936.00	
14664	03/23/2026	SB HANDYMAN	WILDFIRE BUILDING HARDENING	1,530.00	12,136.00

**MONTECITO WATER DISTRICT  
CHECK REGISTER  
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REF / CHECK #	DATE	VENDOR	DESCRIPTION	AMOUNT	TOTAL
14559	03/05/2026	SB LIBERTY CONSTRUCTION INC.	2026 ASPHALT PATCH PAVING	39,400.00	39,400.00
14665	03/23/2026	SEARLE CREATIVE GROUP, LLC	GRAPHIC DESIGN - MJ ADS, BUS CARDS	1,050.00	1,050.00
14666	03/23/2026	SECUREPRO, INC.	009319 BVTP SECURITY CAMERAS	973.50	
14666	03/23/2026	SECUREPRO, INC.	009360 OFFICE DOOR PUSH BARS - BAL DUE	1,138.32	2,111.82
14560	03/05/2026	SOAP MAN	DIST CUPS TRASH BAG RESTOCK	289.74	
14667	03/23/2026	SOAP MAN	DIST PAPER TOWELS, GLOVES, ABSORBANT POWDER	119.48	409.22
14607	03/20/2026	SOUTHERN CALIF EDISON CO ..0049	700571670049 PICAY SVC FEE	152.43	
14561	03/05/2026	SOUTHERN CALIF EDISON CO ..0181	700869240181 PADEN WELL	121.11	
14608	03/20/2026	SOUTHERN CALIF EDISON CO ..0377	700869220377 BUELL PUMP STATION	243.16	
14609	03/20/2026	SOUTHERN CALIF EDISON CO ..0784	700869230784 OFFICE SHOP	300.80	
14610	03/20/2026	SOUTHERN CALIF EDISON CO ..1093	700869251093 MOSBY WELL	333.92	
14611	03/20/2026	SOUTHERN CALIF EDISON CO ..1687	700869211687 EDGEWOOD WELL # 3	555.49	
14562	03/05/2026	SOUTHERN CALIF EDISON CO ..2790	700864982790 ENNISBROOK #2 WELL	803.01	
14563	03/05/2026	SOUTHERN CALIF EDISON CO ..2915	700869252915 VALLEY CLUB WELL	383.75	
14612	03/20/2026	SOUTHERN CALIF EDISON CO ..3919	700869233919 DOULTON SOUTH PORTAL	14.98	
14613	03/20/2026	SOUTHERN CALIF EDISON CO ..4181	700869434181 OFFICE PUMP STATION	2,294.52	
14564	03/05/2026	SOUTHERN CALIF EDISON CO ..4457	700862554457 ORTEGA PUMP STATION	1,081.73	
14564	03/05/2026	SOUTHERN CALIF EDISON CO ..4457	700862554457 ORTEGA PUMP STATION	(260.29)	
14614	03/20/2026	SOUTHERN CALIF EDISON CO ..4710	700869824710 MOUNTAIN DRIVE PUMP STATION	1,038.11	
14565	03/05/2026	SOUTHERN CALIF EDISON CO ..5223	700869205223 AMAPOLA WELL	114.92	
14615	03/20/2026	SOUTHERN CALIF EDISON CO ..5728	700869205728 OFFICE BUILDING	558.28	
14616	03/20/2026	SOUTHERN CALIF EDISON CO ..6432	700869196432 DOULTON TREAT PLANT	582.89	
14617	03/20/2026	SOUTHERN CALIF EDISON CO ..6830	700869176830 ENNISBROOK #5 WELL	380.12	
14618	03/20/2026	SOUTHERN CALIF EDISON CO ..7543	700869197543 LAS FUENTES WELL	244.77	
14619	03/20/2026	SOUTHERN CALIF EDISON CO ..8039	700869168039 COLD SPRINGS RES	16.57	
14620	03/20/2026	SOUTHERN CALIF EDISON CO ..8642	700869158642 PARK LANE RES	17.79	
14621	03/20/2026	SOUTHERN CALIF EDISON CO ..9554	700869169554 EVR #4 / #6 WELLS	14.90	
14566	03/05/2026	SOUTHERN CALIF EDISON CO ..9560	700869189560 CASA DORINDA PUMP STATION	36.85	
14622	03/20/2026	SOUTHERN CALIF EDISON CO ..9560	700869189560 CASA DORINDA PUMP STATION	33.12	
14623	03/20/2026	SOUTHERN CALIF EDISON CO ..9649	700869149649 BUELL STORAGE	24.89	
14567	03/05/2026	SOUTHERN CALIF EDISON CO ..9863	700869189863 EVR #3 WELL	236.50	9,324.32
14624	03/20/2026	SOUTHERN CALIF GAS CO	2761453006 BVTP GAS	77.21	
14624	03/20/2026	SOUTHERN CALIF GAS CO	10741464001 ADMIN GAS	151.75	228.96
14568	03/05/2026	SPECIALTY TOOL & BOLT	TRAILER HARDWARE	7.18	
14668	03/23/2026	SPECIALTY TOOL & BOLT	BRASS FITTINGS FOR JACKHAMMER	21.04	28.22
14569	03/05/2026	STANDARD INSURANCE COMPANY	03.26 MWD DISABILITY INSURANCE	2,952.46	2,952.46
14570	03/05/2026	STAPLES	LA 1658991 PAPER + BANKERS BOX RESTOCK	272.88	272.88
14669	03/23/2026	STEWARTS DEROOTING & PLUMBING	TANKER PUMPING	160.00	160.00
14571	03/05/2026	SUN PACIFIC SOLAR ELECTRIC, INC	JAMESON SOLAR MAINTENANCE	2,818.63	2,818.63
14572	03/05/2026	TAFT ELECTRIC COMPANY	E VALLEY PUMP 100HP BOOST MOTOR REPLACEMENT	15,935.00	15,935.00
14679	03/23/2026	TETRA TECH, INC	200-106490-21001 P136 ROMERO RES DESIGN DOCS	11,927.00	11,927.00
14573	03/05/2026	THE WHARF	2026 BOOTS - EE # 147	395.66	
14670	03/23/2026	THE WHARF	2026 PANTS - EE # 99	53.82	
14670	03/23/2026	THE WHARF	2026 BOOTS - EE # 98	269.86	719.34
14574	03/05/2026	TINOSI, INC.	GAS MONITORING TRAINING	1,425.00	1,425.00
14671	03/23/2026	TRENCH SHORING COMPANY	9317 TRAFFIC PLATES & LIFTERS	8,537.10	8,537.10
14575	03/05/2026	TUFF SHED INC	3195455 DOULTON RES STORAGE SHED	9,348.42	9,348.42
14576	03/05/2026	TYLER TECHNOLOGIES INC	2026 SOFTWARE SUBSCRIPTION FOR INCODE (FINANCIAL SYSTEM)	42,243.70	42,243.70
14577	03/05/2026	UNDERGROUND SERVICE ALRT	MON01WTR USA TICKETS	263.70	
14577	03/05/2026	UNDERGROUND SERVICE ALRT	MON01WTR USA REGULATORY FEES	79.99	343.69
14625	03/20/2026	UNITED HEALTHCARE INSURANCE COMPANY	399330727-11 POST EE BENEFITS	389.75	389.75
14672	03/23/2026	USC COMPANIES, INC.	02.26 ADMIN JANITORIAL	474.40	
14672	03/23/2026	USC COMPANIES, INC.	01.26 ADMIN JANITORIAL	593.00	

**MONTECITO WATER DISTRICT  
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MARCH 31, 2026**

<b>REF / CHECK #</b>	<b>DATE</b>	<b>VENDOR</b>	<b>DESCRIPTION</b>	<b>AMOUNT</b>	<b>TOTAL</b>
14672	03/23/2026	USC COMPANIES, INC.	12.25 ADMIN JANITORIAL	474.40	1,541.80
14578	03/05/2026	WANGER JONES HELSLEY PC	12183-002 A1 SPECIAL LEGAL	14,070.74	
14673	03/23/2026	WANGER JONES HELSLEY PC	12183-002 A1 SPECIAL LEGAL	2,678.24	16,748.98
14586	03/05/2026	WATER SYSTEMS CONSULTING, INC	1229-11918 P133 TERMINAL RES CONSTUCTION MGMT	27,895.00	27,895.00
14674	03/23/2026	WELLS FARGO BANK	3.03.26 STMT MWD	4,687.14	4,687.14
14579	03/05/2026	WENDELSTEIN LAW GROUP PC	MWD GENERAL COUNSEL	23,220.00	
14587	03/05/2026	WENDELSTEIN LAW GROUP PC	ASADRA GENERAL COUNSEL	2,520.00	25,740.00
14676	03/23/2026	WESTWATER RESEARCH LLC	25-027 WATER MARKETING STRATEGY	8,437.50	8,437.50
14580	03/05/2026	WOOD RODGERS, INC.	8774015 P99 HIGHLINE PRELIM DESIGN REPORT	1,440.00	
14580	03/05/2026	WOOD RODGERS, INC.	8774021 WILDFIRE SCENARIO MODELING	11,580.00	
14580	03/05/2026	WOOD RODGERS, INC.	8774022 P115 E VALLEY LADERA WATER MAIN DESIGN	7,740.00	
14588	03/05/2026	WOOD RODGERS, INC.	8774023 P133 PARK LANE RES PROJECT MGMT	1,440.00	
14588	03/05/2026	WOOD RODGERS, INC.	8774024 P133 TERMINAL RES PROJECT MGMT	960.00	
14589	03/05/2026	WOOD RODGERS, INC.	8774020 F25 FEMA HIGHLINE DESIGN	47,177.50	70,337.50
14626	03/20/2026	WORKSITE SOLUTIONS	CWMA29175 EE SUPPLEMENTAL INSURANCE	339.22	339.22
14581	03/05/2026	ZORO TOOLS, INC.	CUST20086032 CIRCUIT BREAKER	19.58	
14677	03/23/2026	ZORO TOOLS, INC.	LOAD CENTER MAIN LUG	48.33	67.91
14678	03/23/2026	ZWORLD GIS, LLC	GIS WEBMAP ANNUAL SUBSCRIPTION	10,000.00	
14678	03/23/2026	ZWORLD GIS, LLC	03.26 GIS PROGRAM SUPPORT	2,550.00	12,550.00
<b>MWD REPORT TOTAL</b>				<b>3,088,673.84</b>	<b>3,088,673.84</b>

**MONTECITO WATER DISTRICT  
DIRECT DEPOSIT REGISTER  
MARCH 31, 2026**

<b>REF / CHECK #</b>	<b>DATE</b>	<b>VENDOR</b>	<b>DESCRIPTION</b>	<b>AMOUNT</b>	<b>TOTAL</b>
DFT0002238	03/09/2026	PAYLOCITY CORPORATION	3/09 PR - MWD NET PAYROLL	76,923.17	76,923.17
DFT0002231	03/09/2026	PAYLOCITY CORPORATION	3/09 PR - GSA NET PAYROLL	11,670.65	11,670.65
DFT0002241	03/09/2026	PAYLOCITY CORPORATION	3/09 PR - ASADRA NET PAYROLL	1,906.06	1,906.06
DFT0002242	03/09/2026	PAYLOCITY CORPORATION	3/09 PR - HIGHLINE NET PAYROLL	1,100.11	1,100.11
DFT0002259	03/23/2026	PAYLOCITY CORPORATION	3/23 PR - MWD NET PAYROLL	79,685.65	79,685.65
DFT0002252	03/23/2026	PAYLOCITY CORPORATION	3/23 PR - GSA NET PAYROLL	11,009.11	11,009.11
DFT0002262	03/23/2026	PAYLOCITY CORPORATION	3/23 PR - ASADRA NET PAYROLL	1,906.06	1,906.06
<b>MWD REPORT TOTAL</b>				<b>184,200.81</b>	<b>184,200.81</b>

**MONTECITO WATER DISTRICT  
ACH REGISTER  
MARCH 31, 2026**

<b>REF / CHECK #</b>	<b>DATE</b>	<b>VENDOR</b>	<b>DESCRIPTION</b>	<b>AMOUNT</b>	<b>TOTAL</b>
DFT0002227	03/09/2026	BENEFLEX INC	3/09 PR - FSA & DCP PLAN EMPLOYEE CONTRIBUTIONS	2,182.00	2,182.00
DFT0002247	03/23/2026	BENEFLEX INC	3/23 PR - FSA & DCP PLAN EMPLOYEE CONTRIBUTIONS	2,182.00	2,182.00
DFT0002265	03/31/2026	BEST BEST & KRIEGER LLP	10230.00001 P132 - REFUND WESTLAW RESEARCH CHARG	(1,097.70)	(1,097.70)
DFT0002228	03/09/2026	CALPERS	3/09 PR - 457 & LOAN PLAN EMPLOYEE CONTRIBUTIONS	5,622.00	5,622.00
DFT0002229	03/09/2026	CALPERS	3/09 PR - PEPRA EMPLOYEE CONTRIBUTIONS	6,656.94	6,656.94
DFT0002230	03/09/2026	CALPERS	3/09 PR - PEPRA EMPLOYER CONTRIBUTIONS MWD	5,921.09	5,921.09
DFT0002233	03/09/2026	CALPERS	3/09 PR - PEPRA EMPLOYER CONTRIBUTIONS GSA	916.25	916.25
DFT0002234	03/09/2026	CALPERS	3/09 PR - CLASSIC EMPLOYEE CONTRIBUTIONS	3,826.91	3,826.91
DFT0002235	03/09/2026	CALPERS	3/09 PR - CLASSIC EMPLOYER CONTRIBUTIONS	6,961.89	6,961.89
DFT0002248	03/23/2026	CALPERS	3/23 PR - 457 & LOAN PLAN EMPLOYEE CONTRIBUTIONS	5,630.72	5,630.72
DFT0002249	03/23/2026	CALPERS	3/23 PR - PEPRA EMPLOYEE CONTRIBUTIONS	6,707.46	6,707.46
DFT0002250	03/23/2026	CALPERS	3/23 PR - PEPRA EMPLOYER CONTRIBUTIONS MWD	5,972.95	5,972.95
DFT0002251	03/23/2026	CALPERS	3/23 PR - PEPRA EMPLOYER CONTRIBUTIONS GSA	916.25	916.25
DFT0002254	03/23/2026	CALPERS	3/23 PR - CLASSIC EMPLOYEE CONTRIBUTIONS	3,832.89	3,832.89
DFT0002255	03/23/2026	CALPERS	3/23 PR - CLASSIC EMPLOYER CONTRIBUTIONS	6,972.61	6,972.61
DFT0002226	03/02/2026	EPX	02.26 EPX FEES	6,085.27	6,085.27
DFT0002266	03/31/2026	EPX	03.26 EPX FEES	6,936.10	6,936.10
DFT0002236	03/09/2026	LINCOLN FINANCIAL GROUP	3/09 PR - 457 PLAN EMPLOYEE CONTRIBUTIONS	1,588.00	1,588.00
DFT0002256	03/23/2026	LINCOLN FINANCIAL GROUP	3/23 PR - 457 PLAN EMPLOYEE CONTRIBUTIONS	1,588.00	1,588.00
DFT0002232	03/09/2026	PAYLOCITY CORPORATION	3/09 PR - GSA EMPLOYER TAXES	872.02	872.02
DFT0002239	03/09/2026	PAYLOCITY CORPORATION	3/09 PR - MWD EMPLOYEE TAXES	34,392.64	34,392.64
DFT0002240	03/09/2026	PAYLOCITY CORPORATION	3/09 PR - MWD EMPLOYER TAXES	10,011.47	10,011.47
DFT0002253	03/23/2026	PAYLOCITY CORPORATION	3/23 PR - GSA EMPLOYER TAXES	822.04	822.04
DFT0002258	03/25/2026	PAYLOCITY CORPORATION	03.26 PAYROLL PROCESSING FEES	697.41	697.41
DFT0002260	03/23/2026	PAYLOCITY CORPORATION	3/23 PR - MWD EMPLOYEE TAXES	35,147.83	35,147.83
DFT0002261	03/23/2026	PAYLOCITY CORPORATION	3/23 PR - MWD EMPLOYER TAXES	10,295.30	10,295.30
DFT0002243	03/09/2026	PAYLOCITY CORPORATION	3/09 PR - ASADRA EMPLOYER TAXES	144.13	144.13
DFT0002263	03/23/2026	PAYLOCITY CORPORATION	3/23 PR - ASADRA EMPLOYER TAXES	144.13	144.13
DFT0002244	03/09/2026	PAYLOCITY CORPORATION	3/09 PR - HIGHLINE EMPLOYER TAXES	82.11	82.11
DFT0002237	03/09/2026	SANTA BARBARA COUNTY EMPLOYEE ASS.	3/09 PR - UNION DUES	523.80	523.80
DFT0002257	03/23/2026	SANTA BARBARA COUNTY EMPLOYEE ASS.	3/23 PR - UNION DUES	523.80	523.80
DFT0002246	03/25/2026	WATER QUALITY & TREATMENT SOLUTIONS, INC.	0131.0050 BVTP CLARIFICATION EVAL	7,020.00	7,020.00
<b>MWD REPORT TOTAL</b>				<b>180,078.31</b>	<b>180,078.31</b>

<b>PROOF</b>	
<b>CHECK REGISTERS</b>	3,088,673.84
<b>DRAFTS</b>	180,078.31
<b>DIRECT DEPOSIT</b>	184,200.81
	<hr/>
	3,452,952.96
<b>INCODE CHECK REGISTER ALL</b>	<b>3,452,952.96</b>

-

**MONTECITO WATER DISTRICT  
MEMORANDUM**

**SECTION: 4-C**

**DATE: APRIL 28, 2026**

**TO: BOARD OF DIRECTORS**

**FROM: BUSINESS MANAGER**

**SUBJECT: INVESTMENT OF DISTRICT FUNDS AND CASH POSITION AS OF  
MARCH 31, 2026**

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**RECOMMENDATION:**

For information and discussion only.

**SUMMARY:**

This report is presented in accordance with the District's Investment Policy and California Government Code and provides a comprehensive overview of the District's cash position and investment portfolio as of March 31, 2026.

The report includes:

- A summary of all investments, including issuer, and current market value
- Portfolio allocation and performance metrics, including average yield and investment income
- Cash and cash equivalent balances across all District accounts, including beginning and ending balances for the reporting period
- A summary of monthly cash flow activity and changes in total cash position
- Liquidity metrics demonstrating the District's ability to meet operating and capital obligations

District funds are held in U.S. Treasury securities and cash equivalents within the Charles Schwab One Account, as well as in money market and checking (operating) accounts maintained at American Riviera Bank. All portfolio valuations are based on month-end statements provided by these institutions.

This report is intended to provide transparency into both the investment performance and the liquidity position of the District, ensuring alignment with policy requirements and supporting informed financial oversight by the Finance Committee and Board of Directors.

## CASH POSITION SUMMARY

Category	Beginning Balance (3/1/26)	Ending Balance (3/31/26)	Change	Notes
Operating Cash (ARB)	\$4,601,510	\$4,509,104	(\$92,406)	Payroll, AP, Receipts
Money Market (ARB)	\$3,826,233	\$2,332,530	(\$1,493,703)	Liquidity Reserve
Investments (Schwab One)	\$12,425,267	\$12,448,365	\$23,098	
<b>Total Cash &amp; Equivalents</b>	<b>\$20,853,010</b>	<b>\$19,289,998</b>	<b>(\$1,563,012)</b>	

## INVESTMENT PORTFOLIO – SCHWAB ONE

As of March 31, 2026:

- The Schwab One Account Ending value is **\$12,448,365**
- Total Market Value (incl. accrued income) **\$12,508,684**

### Portfolio Composition:

- Cash and cash equivalents (Money Market): **21% (\$ 2,561,278)**
- Fixed income (Treasuries): **79% (\$ 9,887,087)**

### Performance

- Portfolio's Average Yield: **3.60–3.75%**
- Monthly Income: **\$23,166**
- Year-to-Date Income of **\$246,481**

## MONEY MARKET ACCOUNT – AMERICAN RIVIERA BANK

As of March 31, 2026:

- Ending Balance : **\$2,332,530**
- Interest Earned (March) **\$6,297**
- Annual Percentage Yield Earned (APYE): **3.04%**
- Average Balance: **~\$2.5M**
- Activity: Transfer to operating checking to support cash flow needs **\$1.5M**

Funds held in this account are invested in government money market products, are externally managed by the financial institution, and are maintained in accordance with the District's Investment Policy. This account provides daily liquidity for operational and programmatic needs while maintaining a low-risk investment profile.

## **COMPLIANCE & CERTIFICATION**

The Business Manager, as Chief Fiscal Officer of the District, certifies that:

- All investment actions carried out since the last report have been made in full compliance with the Investment Policy.
- The District will meet its expenditure obligations.

### **Certification Statement**

I certify that the District's financial activities, internal controls, and reporting for the period are complete, accurate, and in compliance with applicable standards.

### **Key Assurances**

#### **1. Financial Reporting Framework**

- Financial records are maintained in accordance with Generally Accepted Accounting Principles (GAAP) for state and local governments, as established by the Governmental Accounting Standards Board.
- Reporting aligns with the District's Annual Comprehensive Financial Report (ACFR) and audit requirements.

#### **2. Investment Policy & Liquidity**

- All investment activity complies with the District's Investment Policy.
- Adequate liquidity is maintained to meet operational needs.

#### **3. Internal Controls**

- Internal controls are in place and functioning effectively.
- Controls provide reasonable assurance that transactions are authorized, recorded, and assets are safeguarded.
- Segregation of duties and management oversight are maintained.

#### **4. Reconciliations**

- All bank and investment accounts were reconciled within 5 business after month-end.
- Reconciliations were prepared by staff and independently reviewed and approved.

**5. Oversight & Monitoring**

- Management performs regular review of financial activity and budget-to-actual performance.
- Any discrepancies or control issues were identified, resolved, and reported as appropriate.

**6. Regulatory Compliance**

- Financial practices comply with:
  - GAAP and applicable GASB standards
  - California Government Code
  - Federal requirements under Uniform Guidance (2 CFR Part 200), where applicable

**7. Audit Readiness**

- Financial records and supporting documentation are maintained in the District’s ERP system in an organized, audit-ready format and are available for review.

**Certification Approval**

I certify, to the best of my knowledge, that the District is operating in compliance with applicable financial, regulatory, and internal control requirements.



\_\_\_\_\_  
Business Manager / Chief Fiscal Officer

04/17/2026

\_\_\_\_\_  
Date

**MONTECITO WATER DISTRICT  
MEMORANDUM**

**SECTION: 4-D**

**DATE: APRIL 28, 2026**

**TO: BOARD OF DIRECTORS**

**FROM: BUSINESS MANAGER**

**SUBJECT: UNAUDITED FINANCIAL STATEMENTS AS OF MARCH 31, 2026**

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**RECOMMENDATION:**

For information and discussion only.

**BACKGROUND:**

The purpose of this memorandum is to provide the Board of Directors with a comprehensive review of the District's unaudited financial position and operating results on a year-to-date basis as of March 31, 2026. This information is intended to support the Board's oversight responsibilities by facilitating review of budgetary performance, overall financial condition, operational trends, and compliance with applicable accounting and financial reporting requirements.

Regular review of unaudited financial information enables the Board to monitor fiscal performance throughout the year, assess progress toward adopted budget and policy objectives, and identify emerging issues or trends that may require management attention or Board direction.

**REGULATORY AND REPORTING REQUIREMENTS**

The District's financial reports are prepared in accordance with Generally Accepted Accounting Principles (GAAP) for governmental entities. The Governmental Accounting Standards Board (GASB) serves as the authoritative standard-setting body for establishing accounting and financial reporting principles applicable to state and local governments.

Preparation of these reports in conformity with GASB and GAAP requirements promotes transparency, consistency, and comparability of financial information. Timely and accurate financial reporting supports sound fiscal management, including monitoring liquidity and financial flexibility, evaluating compliance with adopted financial policies, identifying material variances or emerging trends, and ensuring the District's ongoing ability to meet its financial obligations.

**OVERVIEW OF INFORMATION PROVIDED**

The monthly financial package presents year-to-date unaudited financial information, comparing actual results to the adopted budget, along with key operational and financial indicators. This

comparative analysis supports early identification of material variances, trends, or potential financial impacts that may warrant further analysis, corrective action, or Board consideration.

The information is first reviewed by the Finance Committee and subsequently presented to the Board of Directors for discussion and any appropriate direction or action.

### **MARCH 2026 FINANCIAL REPORTING**

- **Unaudited Financial Statements (YTD):** Compare actual results to budget and summarize assets, liabilities, and net position to assess financial health.

### **BOARD OVERSIGHT AND DECISION-MAKING**

These reports provide a clear, timely view of the District's financial condition and performance, supporting informed decision-making, accountability, and long-term sustainability.

### **ATTACHMENTS**

1. Unaudited Financial Statements as of March 31, 2026
2. Water Sales Analysis, including supporting tables and graphical dashboards, for March 2026



**BOARD OF DIRECTORS**  
**UNAUDITED FINANCIAL STATEMENTS**  
*as of*  
**March 31, 2026**

**REGULAR MEETING OF THE BOARD OF DIRECTORS**  
**April 28, 2026**

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# Budget Variance Report

As of: 03/31/2026

Fund: WATER	CURRENT MONTH			YEAR TO DATE			ANNUAL BUDGET		% BUDGET REMAINING
	BUDGETED MARCH	ACTUAL MARCH	VARIANCE	BUDGETED	ACTUAL	VARIANCE	REMAINING	TOTAL	
<b>REVENUE SUMMARY</b>									
Water Sales Revenue	1,614,791	2,155,581	540,790	20,216,911	19,013,468	(1,203,443)	(7,854,463)	26,867,931	29%
Other Operating Revenue	68,182	71,913	3,731	613,638	476,997	(136,641)	(341,192)	818,189	42%
Non-Operating Revenue	263,523	44,849	(218,674)	2,242,385	840,235	(1,402,151)	(3,965,401)	4,805,635	83%
Water Refunds/Rebates	(11,666)	(12,669)	(1,003)	(104,994)	(61,624)	43,370	78,376	(140,000)	56%
<b>TOTAL REVENUE</b>	<b>1,934,830</b>	<b>2,259,674</b>	<b>324,844</b>	<b>22,967,940</b>	<b>20,269,076</b>	<b>(2,698,865)</b>	<b>(12,082,680)</b>	<b>32,351,755</b>	<b>37%</b>
<b>EXPENSE SUMMARY</b>									
Water Purchases	587,715	598,769	(11,054)	11,734,840	11,071,800	663,040	(2,974,323)	14,046,123	21%
Jameson Lake	20,848	60,596	(39,748)	297,531	291,073	6,458	(94,385)	385,458	24%
Treatment Operations	137,652	198,547	(60,895)	1,814,092	1,720,274	93,818	(578,405)	2,298,679	25%
Transmission/Distributn	144,157	132,469	11,688	1,705,820	1,523,588	182,232	(678,342)	2,201,930	31%
Meter Reading/Customer	73,114	35,124	37,990	467,187	399,474	67,713	(246,991)	646,465	38%
Fleet	22,006	20,538	1,468	241,727	214,513	27,214	(97,385)	311,898	31%
Engineering	152,524	132,502	20,022	1,263,939	854,002	409,937	(678,371)	1,532,373	44%
Administration	148,945	177,120	(28,175)	2,254,772	2,005,966	248,806	(819,081)	2,825,047	29%
Board Administration	2,746	5,658	(2,912)	29,029	41,234	(12,205)	2,069	39,165	5%
Conservation	14,763	49,017	(34,254)	279,573	189,614	89,959	(141,859)	331,473	43%
Public Information	21,256	20,547	709	195,291	153,963	41,328	(112,648)	266,611	42%
Interest Expense	-	-	-	148,500	148,500	-	(148,500)	297,000	50%
Other Commitments	-	-	-	30,415	59,482	(29,067)	(0)	59,482	0%
<b>TOTAL EXPENSE</b>	<b>1,325,726</b>	<b>1,430,886</b>	<b>(105,160)</b>	<b>20,462,716</b>	<b>18,673,486</b>	<b>1,789,230</b>	<b>(6,568,218)</b>	<b>25,241,704</b>	<b>26%</b>
<b>REVENUE OVER/(UNDER) EXPENDITURE</b>	<b>609,104</b>	<b>828,788</b>	<b>219,684</b>	<b>2,505,224</b>	<b>1,595,590</b>	<b>(909,634)</b>	<b>(5,514,461)</b>		



# Monthly Budget Report

Account Summary

For Fiscal: 2025-2026 Period Ending: 03/31/2026

Revenue	CURRENT MONTH			YEAR TO DATE			% BUDGET REMAINING	TOTAL BUDGET
	BUDGETED MARCH	ACTUAL MARCH	\$ VARIANCE	BUDGETED	ACTUAL	\$ VARIANCE		
<b>41 - WATER SALES REVENUE</b>								
Water Sales - Single Family	844,519	1,292,504	447,985	11,809,700	10,562,204	(1,247,496)	34%	15,883,327
Water Sales - Multi Family	17,236	21,147	3,911	246,835	196,065	(50,770)	39%	320,647
Water Sales - Commercial	87,924	112,938	25,014	870,931	917,208	46,277	21%	1,160,856
Water Sales - Institu / Public	74,252	102,991	28,739	1,104,230	1,148,361	44,131	21%	1,458,135
Water Sales - Agricultural	34,667	67,423	32,756	520,623	517,771	(2,852)	25%	692,636
Water Sales - Non Potable	6,651	7,645	994	83,714	78,410	(5,304)	34%	118,831
Water Sales - Const/Other Consumpt	3,000	1,443	(1,557)	62,000	29,858	(32,142)	60%	75,000
Water Sales - Surplus SWP Sales	-	-	-	600,000	616,680	16,680	-3%	600,000
Water Sales - Monthly Meter Charges	546,542	549,491	2,949	4,918,878	4,946,910	28,032	25%	6,558,499
<b>Total 41 - WATER SALES REVENUE</b>	<b>1,614,791</b>	<b>2,155,581</b>	<b>540,790</b>	<b>20,216,911</b>	<b>19,013,468</b>	<b>(1,203,443)</b>	<b>29%</b>	<b>26,867,931</b>
<b>42 - OTHER OPERATING REVENUE</b>								
Late Charges	3,500	1,442	(2,058)	31,500	19,639	(11,861)	53%	42,000
DrTag/Cutoff/On/Rtn Chk/AftHr	1,000	1,495	495	9,000	12,244	3,244	-2%	12,000
Private Fire Line Srv Charge	25,349	26,206	857	228,141	238,948	10,807	21%	304,189
CWSA/Hydrant Flow Test Fees	5,000	10,113	5,113	45,000	43,864	(1,136)	27%	60,000
Service Connection Fees	8,333	13,218	4,885	74,997	44,414	(30,583)	56%	100,000
Capital Cost Recovery Fees	25,000	19,440	(5,560)	225,000	117,889	(107,111)	61%	300,000
<b>Total 42 - OTHER OPERATING REVENUE</b>	<b>68,182</b>	<b>71,913</b>	<b>3,731</b>	<b>613,638</b>	<b>476,997</b>	<b>(136,641)</b>	<b>42%</b>	<b>818,189</b>
<b>43 - NON-OPERATING REVENUE</b>								
Rent Revenue	7,757	12,204	4,447	71,192	74,450	3,258	22%	95,845
Interest Revenue	26,667	30,177	3,510	240,000	300,982	60,982	6%	320,000
Federal Reimbursements	-	-	-	-	75,370	75,370	0%	-
Reimbursements	28,999	-	(28,999)	108,397	176,596	68,199	-23%	143,845
Water Avail Chg - Revenue	-	-	-	175,000	172,942	(2,058)	42%	300,000
Capital Grants & Reimbursements	200,100	-	(200,100)	1,647,796	-	(1,647,796)	100%	3,945,945
Other Income	-	2,469	2,469	-	36,502	36,502	0%	-
Gain - Sale of Assets	-	-	-	-	3,393	3,393	0%	-
<b>Total : 43 - NON-OPERATING REVENUE</b>	<b>263,523</b>	<b>44,849</b>	<b>(218,673)</b>	<b>2,242,385</b>	<b>840,234</b>	<b>(1,402,151)</b>	<b>83%</b>	<b>4,805,635</b>

Revenue	CURRENT MONTH			YEAR TO DATE			% BUDGET REMAINING	TOTAL BUDGET
	BUDGETED MARCH	ACTUAL MARCH	\$ VARIANCE	BUDGETED	ACTUAL	\$ VARIANCE		
<b>51 - WATER REFUNDS/REBATES</b>								
Water Loss Adjustments	(8,333)	(8,560)	(227)	(74,997)	(47,421)	27,576	53%	(100,000)
Customer Rebates	(3,333)	(4,109)	(776)	(29,997)	(11,258)	18,739	72%	(40,000)
Customer Credits	-	-	-	-	(2,945)	(2,945)	0%	-
<b>Total 51 - WATER REFUNDS/REBATES</b>	<b>(11,666)</b>	<b>(12,669)</b>	<b>(1,003)</b>	<b>(104,994)</b>	<b>(61,624)</b>	<b>43,370</b>	<b>56%</b>	<b>(140,000)</b>
<b>Total Revenue</b>	<b>1,934,830</b>	<b>2,259,674</b>	<b>324,845</b>	<b>22,967,940</b>	<b>20,269,075</b>	<b>(2,698,865)</b>	<b>37%</b>	<b>32,351,755</b>



# Monthly Budget Report

Account Summary

Fiscal: 2026 Period Ending: 03/31/2026

Expense	CURRENT MONTH			YEAR TO DATE			% BUDGET REMAINING	TOTAL BUDGET
	BUDGETED MARCH	ACTUAL MARCH	\$ VARIANCE	BUDGETED	ACTUAL	\$ VARIANCE		
<b>Department: 500 - Water Purchases</b>								
USBR - Cachuma	-	-	-	226,820	80,918	145,902	64%	226,820
SWP CCWA Fixed	-	-	-	1,092,792	1,092,792	0	0%	1,092,792
SWP DWR Fixed	-	-	-	3,225,482	3,225,482	0	0%	3,225,482
CCRB Cachuma	-	-	-	142,845	150,010	(7,165)	21%	190,460
COMB Cachuma	-	-	-	651,487	599,769	51,718	26%	809,331
CATER Treatment Operations	-	-	-	477,550	423,015	54,535	46%	779,998
CATER Capital Costs	-	-	-	40,226	44,547	(4,321)	45%	80,454
DWR Variable Costs	-	-	-	147,418	-	147,418	100%	147,418
DESAL Plant Capital Charge	193,633	193,633	-	1,742,697	1,742,697	-	25%	2,323,594
DESAL Fixed O&M Charge (IDE)	197,138	197,138	-	1,774,242	1,774,242	-	25%	2,365,655
DESAL Fixed O&M Charge (City)	32,127	37,066	(4,939)	289,143	333,594	(44,451)	13%	385,528
DESAL Variable O&M Charge	106,975	106,975	-	962,775	962,775	-	25%	1,283,705
DESAL Administrative Charge	33,066	33,243	(177)	297,594	299,194	(1,600)	25%	396,793
DESAL Water Supply Develop Fee	22,276	22,276	-	200,484	200,484	-	25%	267,308
DESAL Plant Capital Maint(Paygo)	-	-	-	366,080	-	366,080	100%	366,080
Water Marketing & Storage	2,500	8,438	(5,938)	97,205	142,282	(45,077)	-36%	104,705
<b>Total Department: 500 - Water Purchases</b>	<b>587,715</b>	<b>598,769</b>	<b>(11,054)</b>	<b>11,734,840</b>	<b>11,071,800</b>	<b>663,040</b>	<b>21%</b>	<b>14,046,123</b>
<b>Department: 511 - Jameson Lake</b>								
PAYROLL/PERSONNEL	10,560	10,013	547	94,969	90,408	4,561	30%	129,172
TRAINING & TRAVEL	-	-	-	2,000	300	1,700	85%	2,000
MATERIAL & SUPPLIES	1,250	4,212	(2,962)	14,300	7,708	6,592	57%	18,050
CONTRACTUAL SERVICES	9,038	46,371	(37,333)	101,262	111,697	(10,435)	26%	151,236
OTHER OPERATING EXPENSES	-	-	-	85,000	80,960	4,040	5%	85,000
<b>Total Department: 511 - Jameson Lake</b>	<b>20,848</b>	<b>60,596</b>	<b>(39,748)</b>	<b>297,531</b>	<b>291,073</b>	<b>6,458</b>	<b>24%</b>	<b>385,458</b>
<b>Department: 531 - Treatment Operations</b>								
PAYROLL/PERSONNEL	95,964	90,637	5,327	1,133,425	1,090,080	43,345	25%	1,446,296
TRAINING & TRAVEL	-	271	(271)	6,730	8,031	(1,301)	20%	9,998
MATERIAL & SUPPLIES	18,109	62,636	(44,527)	204,809	207,485	(2,676)	27%	284,115
CONTRACTUAL SERVICES	23,579	45,003	(21,424)	469,128	414,543	54,585	26%	558,270
OTHER OPERATING EXPENSES	-	-	-	-	136	(136)	0%	-
<b>Total Department: 531 - Treatment Operations</b>	<b>137,652</b>	<b>198,547</b>	<b>(60,895)</b>	<b>1,814,092</b>	<b>1,720,274</b>	<b>93,818</b>	<b>25%</b>	<b>2,298,679</b>

Expense	CURRENT MONTH			YEAR TO DATE			% BUDGET REMAINING	TOTAL BUDGET
	BUDGETED MARCH	ACTUAL MARCH	\$ VARIANCE	BUDGETED	ACTUAL	\$ VARIANCE		
<b>Department: 541 - Transmission/Distribution</b>								
PAYROLL/PERSONNEL	109,857	102,297	7,560	1,306,650	1,217,263	89,387	27%	1,677,159
TRAINING & TRAVEL	600	211	389	8,000	8,219	(219)	46%	15,197
MATERIAL & SUPPLIES	12,700	17,391	(4,691)	126,770	78,993	47,777	51%	161,974
CONTRACTUAL SERVICES	21,000	12,569	8,431	264,400	218,249	46,151	37%	347,600
OTHER OPERATING EXPENSES	-	-	-	-	865	(865)	0%	-
<b>Total Department: 541 Transmission/Distribution</b>	<b>144,157</b>	<b>132,469</b>	<b>11,688</b>	<b>1,705,820</b>	<b>1,523,588</b>	<b>182,232</b>	<b>31%</b>	<b>2,201,930</b>
<b>Department: 550 - Customer Service</b>								
PAYROLL/PERSONNEL	29,574	25,083	4,491	276,757	262,082	14,675	30%	376,314
TRAINING & TRAVEL	-	179	(179)	4,000	539	3,461	91%	6,001
MATERIAL & SUPPLIES	330	70	260	4,940	2,835	2,105	52%	5,930
CONTRACTUAL SERVICES	43,210	9,792	33,418	181,490	134,019	47,471	48%	258,220
<b>Total Department: 550 - Customer Service</b>	<b>73,114</b>	<b>35,124</b>	<b>37,990</b>	<b>467,187</b>	<b>399,474</b>	<b>67,713</b>	<b>38%</b>	<b>646,465</b>
<b>Department: 561 - Fleet</b>								
PAYROLL/PERSONNEL	13,516	13,416	100	163,118	155,580	7,538	25%	207,821
TRAINING & TRAVEL	-	-	-	1,999	95	1,904	95%	1,999
MATERIAL & SUPPLIES	8,058	6,873	1,185	72,522	57,227	15,295	41%	96,694
CONTRACTUAL SERVICES	432	249	183	4,088	1,611	2,477	70%	5,384
<b>Total Department: 561 - Fleet</b>	<b>22,006</b>	<b>20,538</b>	<b>1,468</b>	<b>241,727</b>	<b>214,513</b>	<b>27,214</b>	<b>31%</b>	<b>311,898</b>
<b>Department: 563 - Engineering</b>								
PAYROLL/PERSONNEL	56,974	45,481	11,493	518,989	424,391	94,598	40%	703,873
TRAINING & TRAVEL	1,500	91	1,409	4,500	192	4,308	97%	6,000
MATERIAL & SUPPLIES	16,200	12,550	3,650	50,700	31,986	18,714	49%	62,900
CONTRACTUAL SERVICES	77,850	74,380	3,470	689,750	397,190	292,560	48%	759,600
OTHER OPERATING EXPENSES	-	-	-	-	242	(242)	0%	-
<b>Total Department: 563 - Engineering</b>	<b>152,524</b>	<b>132,502</b>	<b>20,022</b>	<b>1,263,939</b>	<b>854,002</b>	<b>409,937</b>	<b>44%</b>	<b>1,532,373</b>
<b>Department: 565 - Administration</b>								
PAYROLL/PERSONNEL	90,390	89,522	868	847,334	765,993	81,341	34%	1,153,518
TRAINING & TRAVEL	917	999	(82)	10,253	3,194	7,059	75%	13,000
MATERIAL & SUPPLIES	6,150	14,025	(7,875)	129,250	134,792	(5,542)	11%	151,950
CONTRACTUAL SERVICES	51,462	72,080	(20,618)	1,195,699	1,024,176	171,523	29%	1,434,265
OTHER OPERATING EXPENSES	26	494	(468)	72,236	77,811	(5,575)	-8%	72,314
<b>Total Department: 565 - Administration</b>	<b>148,945</b>	<b>177,120</b>	<b>(28,175)</b>	<b>2,254,772</b>	<b>2,005,966</b>	<b>248,806</b>	<b>29%</b>	<b>2,825,047</b>

Expense	CURRENT MONTH			YEAR TO DATE			% BUDGET REMAINING	TOTAL BUDGET
	BUDGETED MARCH	ACTUAL MARCH	\$ VARIANCE	BUDGETED	ACTUAL	\$ VARIANCE		
<b>Department: 566 - Board Administration</b>								
PAYROLL/PERSONNEL	2,446	3,660	(1,214)	19,328	27,097	(7,769)	5%	28,564
TRAINING & TRAVEL	300	1,699	(1,399)	9,701	11,959	(2,258)	-13%	10,601
OTHER OPERATING EXPENSES	-	299	(299)	-	2,177	(2,177)	0%	-
<b>Total Department: 566 - Board Administration</b>	<b>2,746</b>	<b>5,658</b>	<b>(2,912)</b>	<b>29,029</b>	<b>41,234</b>	<b>(12,205)</b>	<b>-5%</b>	<b>39,165</b>
<b>Department: 568 - Conservation</b>								
PAYROLL/PERSONNEL	13,068	13,004	64	118,618	113,057	5,561	30%	160,932
TRAINING & TRAVEL	800	-	800	1,800	1,467	333	54%	3,201
MATERIAL & SUPPLIES	50	-	50	450	(96)	546	116%	600
CONTRACTUAL SERVICES	845	36,013	(35,168)	146,705	64,072	82,633	59%	154,740
OTHER OPERATING EXPENSES	-	-	-	12,000	11,115	885	7%	12,000
<b>Total Department: 568 - Conservation</b>	<b>14,763</b>	<b>49,017</b>	<b>(34,254)</b>	<b>279,573</b>	<b>189,614</b>	<b>89,959</b>	<b>43%</b>	<b>331,473</b>
<b>Department: 568 - Public Information</b>								
PAYROLL/PERSONNEL	14,041	13,828	213	132,957	122,027	10,930	32%	180,732
TRAINING & TRAVEL	-	-	-	1,999	1,401	598	30%	1,999
MATERIAL & SUPPLIES	50	-	50	5,350	-	5,350	100%	13,400
CONTRACTUAL SERVICES	7,165	6,719	446	54,985	30,535	24,450	57%	70,480
<b>Total Department: 568 - Public Information</b>	<b>21,256</b>	<b>20,547</b>	<b>709</b>	<b>195,291</b>	<b>153,963</b>	<b>41,328</b>	<b>42%</b>	<b>266,611</b>
<b>Department: 570 - Interest Expense</b>								
Interest 2020 COP Refunding Bonds	-	-	-	148,500	148,500	-	50%	297,000
<b>Total Department: 570 - Interest Expense</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>148,500</b>	<b>148,500</b>	<b>-</b>	<b>50%</b>	<b>297,000</b>
<b>Department: 580 - Other Commitments</b>								
Cater Ozone Project Loan	-	-	-	30,415	59,482	(29,067)	0%	59,482
<b>Total Department: 580 - Non-Departmental</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>30,415</b>	<b>59,482</b>	<b>(29,067)</b>	<b>0%</b>	<b>59,482</b>
<b>Total Expense</b>	<b>1,325,726</b>	<b>1,430,886</b>	<b>(105,160)</b>	<b>20,462,716</b>	<b>18,673,486</b>	<b>1,789,230</b>	<b>26%</b>	<b>25,241,704</b>



### Summary

#### Project Summary

Project Number	Project Name	Total Expense
<a href="#">A1</a>	ALDER CREEK FLUME REPAIRS	73,993.79
<a href="#">F025</a>	HIGHLINE PIPELINE REPAIR - JAN 2023 STORM	173,261.81
<a href="#">P095</a>	LAS TUNAS RD WTR MAIN REPLACE	6,160.83
<a href="#">P098</a>	FREEHAVEN WTR MAIN REPLACE	757,051.53
<a href="#">P099</a>	HIGHLINE WTR MAIN REPLACE (DESIGN)	21,275.00
<a href="#">P115</a>	E. VALLEY, LADERA, LAMBERT WTR MAIN (DESIGN)	67,783.75
<a href="#">P122</a>	DOULTON TRT PLANT ROAD REPLACEMENT	54,962.85
<a href="#">P125</a>	JUNCAL DAM ARCH DRAIN REPLACEMENT	109,449.25
<a href="#">P132</a>	ASADRA PARK LANE RES	120,627.22
<a href="#">P133</a>	ASADRA TERMINAL RES	1,108,837.91
<a href="#">P141</a>	FAIRWAY, BUTTERFLY, MIRAMONTE MAIN REPLACE	52,698.50
<a href="#">P142</a>	US101 CASING INSTALLATIONS (DANIELSON & MIRAMAR)	326,265.97
<a href="#">P143</a>	FIRE HYDRANT REPLACEMENTS (FY 2025-26)	280,810.78
<a href="#">P145</a>	ORTEGA BACKUP GENERATOR PAD & ELECTRICAL	69,748.29
<a href="#">P146</a>	BVTP RECLAIM BASIN REPAIR & COATING	2,334.97
<a href="#">P147</a>	BVTP FILTER #1 MEDIA REPLACE & COATING	72,285.60
<a href="#">P148</a>	ENNISBROOK 2 WELL ROOF INSTALL	49,865.60
<a href="#">P150</a>	EAST VALLEY PUMP STN ROOF INSTALL	46,060.00
<b>Project Totals:</b>		<b>3,393,473.65</b>

# MONTECITO WATER DISTRICT

## Fiscal Year 2026

Through March 31, 2026

(Variances greater than \$25,000)

### Revenue Variance – Key Contributing Factors

Annual budget \$32,351,755; \$12,082,679 remaining (37%) with one quarter left. Total YTD revenue is \$20,269,076 actual vs. \$22,967,940 YTD budget – \$(2,698,864) (12%) unfavorable.

#### 41 – Water Sales Revenue | YTD Budget: \$20,216,911 | YTD Actual: \$19,013,468 | \$(1,203,443) unfavorable (6%)

##### 1. Water Sales – Single Family: \$(1,247,496) unfavorable (11%)

- YTD budget \$11,809,700 vs. actual \$10,562,204. The largest revenue driver for the District. Shortfall attributable to lower demand patterns resulting from wet weather conditions, reducing customer consumption throughout the fiscal year to date. Annual budget \$15,883,327; \$5,321,123 remaining (34%) with one quarter left.

##### 2. Water Sales – Multi Family: \$(50,770) unfavorable (21%)

- YTD budget \$246,835 vs. actual \$196,065. Consistent with the wet weather demand reduction. Annual budget \$320,647; \$124,582 remaining (39%) with one quarter left.

##### 3. Water Sales – Const/Other Consumption: \$(32,142) unfavorable (52%)

- YTD budget \$62,000 vs. actual \$29,858. Lower construction-related water usage. Annual budget \$75,000; \$45,142 remaining (60%) with one quarter left.

#### 42 – Other Operating Revenue | YTD Budget: \$613,638 | YTD Actual: \$476,997 | \$(136,641) unfavorable (22%)

##### 4. Capital Cost Recovery Fees: \$(107,111) unfavorable (48%)

- YTD budget \$225,000 vs. actual \$117,889. Collections are at 52% of YTD budget through March; new development activity remains below forecast. Annual budget \$300,000; \$182,111 remaining (61%) with one quarter left.

##### 5. Service Connection Fees: \$(30,583) unfavorable (41%)

- YTD budget \$74,997 vs. actual \$44,414. Service connection activity has been below forecast, consistent with the slower development pace reflected in Capital Cost Recovery Fees above. Annual budget \$100,000; \$55,586 remaining (56%) with one quarter left.

#### 43 – Non-Operating Revenue | YTD Budget: \$2,242,385 | YTD Actual: \$840,235 | \$(1,402,150) unfavorable (63%)

##### 6. Capital Grants & Reimbursements: \$(1,647,796) unfavorable (100%)

- YTD budget \$1,647,796 vs. actual \$0. No grant reimbursements have been recognized YTD. The ASADRA – Park Lane & Terminal draw submissions are in progress. This is a timing variance, not lost revenue. Annual budget \$3,945,945; \$3,945,945 remaining (100%) with one quarter left.

**7. Interest Revenue: \$60,982 favorable (+25%)**

- YTD budget \$240,000 vs. actual \$300,982. Interest earnings continue to exceed budget, reflecting higher-than-anticipated portfolio balances and market rates. Annual budget \$320,000; \$19,018 remaining (6%) with one quarter left.

**8. Reimbursements: \$68,199 favorable (+63%)**

- YTD budget \$108,397 vs. actual \$176,596. Includes surplus reimbursement from COMB \$127K and CCRB \$58K from FY2025. Annual budget \$143,845; \$32,751 over annual budget.

Note: Three non-operating items recorded favorable YTD variances against a \$0 budget: Federal Reimbursements +\$75,370 (Alder Flume \$60K/\$15K), and Other Income +\$36,502. Water Loss Adjustments shows a \$27,576 favorable variance; Customer Rebates is \$18,739 favorable.

## Revenue Risks

Water Sales are unfavorable by \$(1,203,443) year-to-date, driven primarily by a \$(1,247,496) shortfall in single-family revenue. With \$7,854,463 remaining relative to the annual budget and one quarter left in the fiscal year, there is a risk that revenues may not fully recover by year-end.

## Expense Variance – By Department

Annual budget \$25,241,704; \$6,568,218 remaining (26%) with one quarter left. Total YTD expenses are \$18,673,486 actual vs. \$20,462,716 YTD budget – \$1,789,230 (9%) favorable.

**Water Purchases | YTD Budget: \$11,734,840 | YTD Actual: \$11,071,800 | \$663,040 favorable (6%)**

**9. USBR – Cachuma: \$145,902 favorable (64%)**

- YTD budget \$226,820 vs. actual \$80,918. USBR Cachuma assessments are partially incurred YTD; remaining charges expected in Q4. Annual budget \$226,820; \$145,902 remaining (64%) with one quarter left.

**10. DWR Variable Costs: \$147,418 favorable (100%)**

- YTD budget \$147,418 vs. actual \$0. No DWR variable costs incurred to date;

**11. DESAL Plant Capital Maintenance – Paygo (WA7): \$366,080 favorable (100%)**

- YTD budget \$366,080 vs. actual \$0. WSA PAYGO capital expenditures have not yet been incurred; Annual budget \$366,080; \$366,080 remaining (100%) with one quarter left.

**12. CATER Treatment Operations: \$54,535 favorable (11%)**

- YTD budget \$477,550 vs. actual \$423,015. Lower-than-budgeted treatment operations costs driven by reduced usage. Annual budget \$779,998; \$356,983 remaining (46%) with one quarter left.

**13. DESAL Fixed O&M Charge – City (WA3): \$(44,451) unfavorable (15%)**

- YTD budget \$289,143 vs. actual \$333,594. City DESAL fixed O&M charges have exceeded YTD budget, reflecting costs above the budgeted rate. Annual budget \$385,528; \$51,934 remaining (13%) with one quarter left.

**14. Water Marketing & Storage: \$(45,077) unfavorable (46%)**

- YTD budget \$97,205 vs. actual \$142,282. Higher-than-anticipated water banking/marketing activity has driven costs above YTD budget. Annual budget \$104,705; already \$37,577 over annual budget with one quarter remaining.

**15. COMB Cachuma: \$51,718 favorable (8%)**

- YTD budget \$651,487 vs. actual \$599,769. Costs running below YTD budget, reflecting lower-than-anticipated operations and maintenance activity, driven by postponement of Lauro Reservoir bypass Channel Project. Annual budget \$809,331; \$209,562 remaining (26%) with one quarter left.

**511 – Jameson Lake | YTD Budget: \$297,531 | YTD Actual: \$291,073 | \$6,458 favorable (2%)**

**16. Outside Services: \$(39,841) unfavorable (65%)**

- YTD budget \$61,735 vs. actual \$101,576. Road work and electrical repairs completed March 2026 (\$44,050). Annual budget of \$100,000 has been spent ahead of schedule.

**17. Laboratory Services: \$29,067 favorable (89%)**

- YTD budget \$32,697 vs. actual \$3,630. Laboratory services not yet incurred YTD due to lack of algal blooms. Annual budget \$43,596; \$39,966 remaining (92%) with one quarter left.

**531 – Treatment Operations | YTD Budget: \$1,814,092 | YTD Actual: \$1,720,274 | \$93,818 favorable (5%)**

**18. Outside Services: \$58,501 favorable (19%)**

- YTD budget \$307,758 vs. actual \$249,257. Contract services continue to run below YTD budget through Q3. Annual budget \$347,531; \$98,274 remaining (28%) with one quarter left.

**19. Chemicals: \$(13,885) unfavorable (48%)**

- YTD budget \$29,008 vs. actual \$42,893. Chemical usage has run above YTD budget and is expected to continue through year-end. Annual budget \$36,893; \$6,000 over annual budget with one quarter remaining.

**541 – Transmission & Distribution | YTD Budget: \$1,705,820 | YTD Actual: \$1,523,588 | \$182,232 favorable (11%)**

**20. Personnel: \$89,387 favorable (7%)**

- YTD budget \$1,306,650 vs. actual \$1,217,263, resulting in a favorable variance primarily due to Labor capitalization and lower overtime. This variance is not fully indicative of net savings, as personnel costs are largely reallocated between operating and capital, though a portion is offset by grant reimbursements. The annual budget \$1,677,159; \$459,896 remaining (27%) with one quarter left.

**21. Material & Supplies: \$47,777 favorable (38%)**

- YTD budget \$126,770 vs. actual \$78,993. Overall materials spend remains below YTD budget; safety equipment purchased in March Annual budget \$161,974; \$82,981 remaining (51%) with one quarter left.

**22. Electric – Utility: \$36,584 favorable (17%)**

- YTD budget \$214,500 vs. actual \$177,916. Reduced electric costs from lower pump station utilization, consistent with above-average precipitation reducing active pumping demand. Annual budget \$282,100; \$104,184 remaining (37%) with one quarter left.

**550 – Meter Reading / Customer Service | YTD Budget: \$467,187 | YTD Actual: \$399,474 | \$67,713 favorable (14%)**

**23. Department Total: \$67,713 favorable (14%)**

- YTD budget \$467,187 vs. actual \$399,474. Key drivers: Meter Reading (YTD budget \$53,300 vs. actual \$21,332, \$31,968 favorable (60%)), and credit card and lockbox processing fees also tracking below budget. Annual budget \$646,465; \$246,991 remaining (38%) with one quarter left.

**561 – Fleet | YTD Budget: \$241,727 | YTD Actual: \$214,513 | \$27,214 favorable (11%)**

**24. Department Total: \$27,214 favorable (11%)**

- YTD budget \$241,727 vs. actual \$214,513. Salary savings combined with lower supplies and fuel usage. Personnel: \$7,538 favorable (5%). Fuels: \$2,816 favorable (6%). Annual budget \$311,898; \$97,385 remaining (31%) with one quarter left.

**563 – Engineering | YTD Budget: \$1,263,939 | YTD Actual: \$854,002 | \$409,937 favorable (32%)**

**25. Outside Services: \$304,522 favorable (45%)**

- YTD budget \$669,500 vs. actual \$364,978. favorable variance includes delayed ERP & RRA, UWMP, and asphalt paving work all timing related and expected before fiscal year-end. Annual budget \$738,600; \$373,622 remaining (51%) with one quarter left.

**26. Computer Software & App Subscriptions: \$(12,423) unfavorable (69%)**

- YTD budget \$18,000 vs. actual \$30,423. Software subscription costs YTD budget. Annual budget \$18,000; \$12,423 over annual budget with one quarter remaining.

**27. Personnel: \$94,598 favorable (18%)**

- YTD budget \$518,989 vs. actual \$424,391. Salary savings continue, driven by time allocated to capital projects. Annual budget \$703,873; \$279,482 remaining (40%) with one quarter left.

**565 – Administration | YTD Budget: \$2,254,772 | YTD Actual: \$2,005,966 | \$248,806 favorable (11%)**

**28. General Liability Insurance: \$71,584 favorable (15%)**

- YTD budget \$487,398 vs. actual \$415,814. General liability insurance costs below budget, reflecting favorable premium settlements. Annual budget \$487,398; \$71,584 remaining (15%) savings.

**29. Legal Expense: \$70,703 favorable (39%)**

- YTD budget \$180,000 vs. actual \$109,297. Legal costs remain below YTD budget. Subject to change if litigation or regulatory matters accelerate in Q4. Annual budget \$240,000; \$130,703 remaining (54%) with one quarter left.

**30. Personnel: \$81,341 favorable (10%)**

- YTD budget \$847,334 vs. actual \$765,993. Salary savings from a now-filled vacancy position. Annual budget \$1,153,518; \$387,525 remaining (34%) with one quarter left.

**31. Computer Equipment & Supplies: \$(28,065) unfavorable (84%)**

- YTD budget \$33,400 vs. actual \$61,465. Computer equipment purchases currently exceed YTD budget because the allocation of costs to other departments has not yet been completed. Annual budget \$37,150; \$24,315 over annual budget with one quarter remaining.

**32. Network – IT Services: \$(31,319) unfavorable (26%)**

- YTD budget \$121,396 vs. actual \$152,715. IT services costs have exceeded YTD budget, due to project costs and additional new equipment installation. Annual budget \$154,603; \$1,888 remaining (1%) with one quarter left.

**566 – Governing Board | YTD Budget: \$29,029 | YTD Actual: \$41,234 | \$(12,205) unfavorable (42%)**

**33. Department Total: \$(12,205) unfavorable (42%)**

- YTD budget \$29,029 vs. actual \$41,234. Professional Training (YTD budget \$4,001 vs. actual \$11,959, \$(7,958) unfavorable (199%)) driven by conference and training activity above planned levels. Personnel costs also exceeded YTD budget by \$7,769 due to rate increases not included in adopted budget. Annual budget \$39,165; \$2,069 over annual budget with one quarter remaining.

**568 – Conservation | YTD Budget: \$279,573 | YTD Actual: \$189,614 | \$89,959 favorable (32%)**

**34. Outside Services: \$81,297 favorable (56%)**

- YTD budget \$144,200 vs. actual \$62,903 (01-56802-503). The Office Demonstration Garden project accelerated in March with \$35,813 expensed in the month. The remaining balance is expected before fiscal year-end. Annual budget, \$151,200; \$88,297 remaining (58%) with one quarter left.

**580 – Other Commitments | YTD Budget: \$30,415 | YTD Actual: \$59,482 | \$(29,067) unfavorable (96%)**

**35. CATER Ozone Project Loan: \$(29,067) unfavorable (96%)**

- YTD budget \$30,415 vs. actual \$59,482. Loan payment exceeds the YTD budgeted amount. This is consistent with the debt schedule for the Cater Ozone Project loan and represents a timing/billing-cycle difference rather than a structural overspend. Annual budget \$59,482; \$0 remaining (0%) with one quarter left.

## **Expenditure Risks**

- Continued inflationary pressure on Direct and Indirect Expenses – fuel, labor, and materials – may erode favorable YTD variances in T&D, Fleet, and Treatment Operations.
- Water Supply Agreement (DESAL) costs: the City Fixed O&M Charge (WA3) is already \$(44,451) unfavorable (15%) YTD with only \$51,934 of annual budget remaining.
- SWP supplemental bills (past DWR costs, aqueduct settlement mitigation, Golden Mussel mitigation)

## **Conclusion**

- YTD revenue is \$(2,698,864) unfavorable (12%), driven primarily by Single-Family Water Sales (\$(1,247,496)), delayed FEMA/grant reimbursements (\$(1,647,796) combined), and lower development-related fees (\$(137,694) combined). \$12,082,679 of annual budget revenue remains with one quarter left.
- YTD expenses are \$1,789,230 favorable (9%), with the largest contributions from Water Purchases timing (\$663,040), Engineering (\$409,937), T&D (\$182,232), and Administration (\$248,806). All are substantially timing related. \$6,568,218 of annual expense budget remains.
- No department has recorded a structural expense overrun that cannot be explained by billing timing, debt schedules, or known cost increases.
- The primary financial watch items remain: (1) continued water sales shortfall if wet weather persists; (2) realization of \$3,945,945 in grant reimbursements; and (3) potential Q4 cost acceleration in delayed Engineering and Conservation projects.

**MONTECITO WATER DISTRICT  
STATEMENT OF NET POSITION  
(UNAUDITED)**

**YEAR-TO DATE  
MONTH ENDING  
3/31/2026**

**Assets**

**Current Assets**

Rate Stabilization Fund	9,710,382
Operating Reserve	3,697,118
Capital and Emergency Reserve	500,000
FEMA Advance for Highline Repair Project	3,151,622
Thomas Fire/Debris Flow CalOES/FEMA Holdback	1,514,874
<b>Subtotal</b>	<b>18,573,997</b>

Held By Others	
CCWA Rate Coverage Reserve	1,495,258
WSA Debt Service Coverage Deposit	361,186
WSA Debt Service Reserve Deposit	1,259,505
<b>Subtotal</b>	<b>3,115,949</b>

Receivables	
Accounts Receivable	2,463,144
Inventory	957,121
Prepaid Expenses and Other Deposits	1,931,275
<b>Subtotal</b>	<b>5,351,541</b>

**Noncurrent Assets**

Capital assets - not being depreciated	6,980,932
Capital assets - being depreciated	51,485,317
<b>Subtotal</b>	<b>58,466,248</b>

**Total Assets** **85,507,735**

**Deferred Outflows of Resources** **2,342,180**

**Total Assets and Deferred Outflows of Resources** **87,849,915**

**MONTECITO WATER DISTRICT  
STATEMENT OF NET POSITION  
(UNAUDITED)**

**YEAR-TO DATE  
MONTH ENDING  
3/31/2026**

**Liabilities**

**Current Liabilities**

Accounts payable and accrued expenses	1,373,069
Unearned revenue and other deposits	260,609
FEMA Advance for Highline Replacement Project	3,151,622
Thomas Fire/Debris Flow CalOES/FEMA Holdback	1,514,874
<b>Subtotal</b>	<b>6,300,174</b>

**Noncurrent:**

Accrued compensated absences	833,994
Cater Ozone Project Loan	2,214,677
ASADRA Loan Payable	1,043,448
2020 COP Refunding Bonds	5,940,000
2020 COP Premium Prepaid Interest	1,004,780
OPEB (Other Post-Employment Benefits)	1,998,290
Pension Liability	6,735,016
<b>Subtotal</b>	<b>19,770,206</b>

**Total Liabilities** **26,070,379**

**Deferred Inflows of Resources**

Deferred pensions	510,477
Deferred Inflows-2020 Deferred Amnt on Refunding	149,776
Deferred Inflows - Leases	201,337
<b>Subtotal</b>	<b>861,590</b>

**Net Position**

Net investment in capital assets	51,485,317
Board Committed Funds	6,288,283
Unreserved Fund Balance	3,142,218
Change in net position	2,128
<b>Subtotal</b>	<b>60,917,946</b>

**Combined Liabilities, Deferrals & Net Position** **87,849,915**

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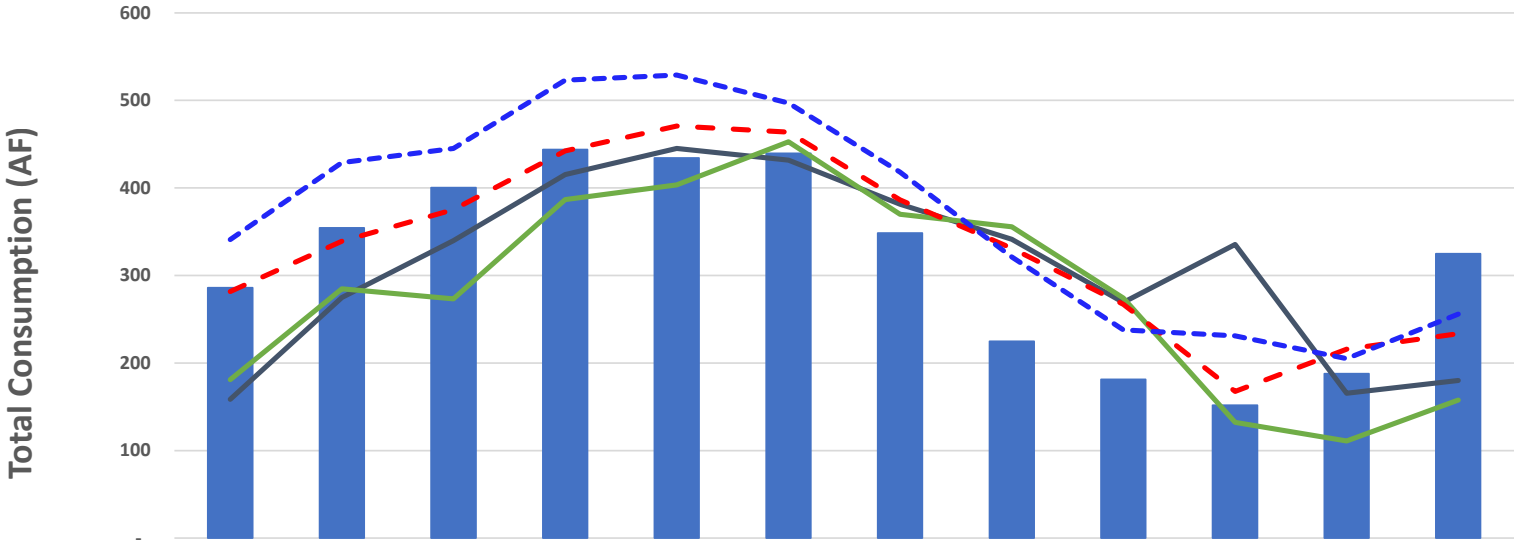
MONTH ENDING  
3/31/2026

MONTH TO DATE WATER SALES								
CLASSIFICATION	(\$) MTD ACTUALS	(\$) MTD BUDGET	VARIANCE		(AF) MTD ACTUALS	(AF) MTD BUDGET	VARIANCE	
			\$	%			AF	%
Single Family	\$ 1,292,504	\$ 844,519	\$ 447,985	53%	241	176	65	37%
Multi Family	\$ 21,147	\$ 17,236	\$ 3,911	23%	7	6	1	22%
Agricultural	\$ 67,423	\$ 34,667	\$ 32,756	94%	27	14	13	95%
Institutional	\$ 102,991	\$ 74,252	\$ 28,739	39%	19	14	5	39%
Commercial	\$ 112,938	\$ 87,924	\$ 25,014	28%	23	17	6	34%
Non-Potable	\$ 7,645	\$ 6,651	\$ 994	15%	8	7	1	15%
<b>Monthly Total</b>	<b>\$ 1,604,648</b>	<b>\$ 1,065,249</b>	<b>\$ 539,399</b>	<b>51%</b>	<b>325</b>	<b>234</b>	<b>91</b>	<b>39%</b>
YEAR TO DATE WATER SALES								
CLASSIFICATION	(\$) YTD ACTUALS	(\$) YTD BUDGET	VARIANCE		(AF) YTD ACTUALS	(AF) YTD BUDGET	VARIANCE	
			\$	%			AF	%
Single Family	\$ 10,562,204	\$ 11,809,700	\$ (1,247,496)	(11%)	1984	2234	(251)	(11%)
Multi Family	\$ 196,065	\$ 246,835	\$ (50,770)	(21%)	65	75	(9)	(12%)
Agricultural	\$ 517,771	\$ 520,624	\$ (2,853)	(1%)	205	206	(1)	(1%)
Institutional	\$ 1,148,361	\$ 1,104,229	\$ 44,132	4%	212	204	8	4%
Commercial	\$ 917,208	\$ 870,930	\$ 46,278	5%	186	169	17	10%
Non-Potable	\$ 78,410	\$ 83,715	\$ (5,305)	(6%)	85	91	(6)	(6%)
<b>Annual Total</b>	<b>\$ 13,420,019</b>	<b>\$ 14,636,033</b>	<b>\$ (1,216,014)</b>	<b>(8%)</b>	<b>2736</b>	<b>2978</b>	<b>-242</b>	<b>(8%)</b>

Fiscal Year = July thru June  
 1 AF = 435.6 HCF of Water  
 1 HCF = 748 Gallons of Water



Water Sales (AF) Comparison

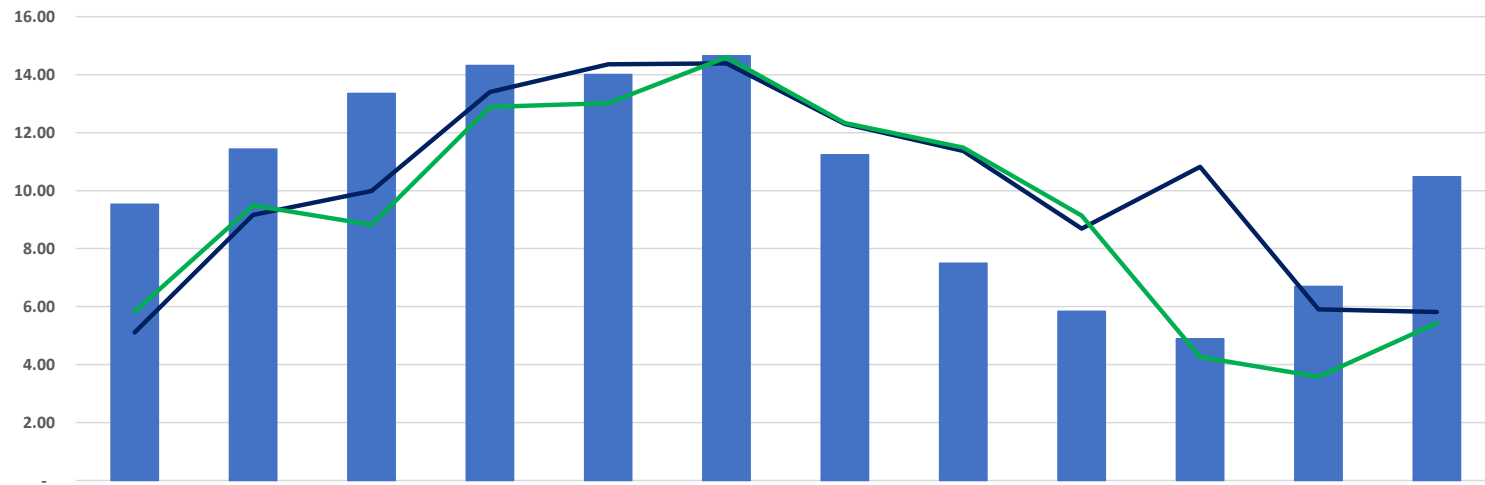


	Apr-25	May-25	Jun-25	Jul-25	Aug-25	Sep-25	Oct-25	Nov-25	Dec-25	Jan-26	Feb-26	Mar-26
Trailing 12 Months	286	354	400	444	434	440	348	225	181	152	188	325
Trailing 24 Months	159	275	340	415	445	432	381	341	269	335	165	180
Trailing 36 Months	181	285	273	387	404	453	370	356	274	132	111	158
Budget	282	339	375	442	471	464	387	331	267	168	216	234
SBX7-7	341	429	445	523	529	497	418	321	238	231	205	256



MONTH ENDING 3/31/2026

Average Daily Water Sales Per Month (AF)

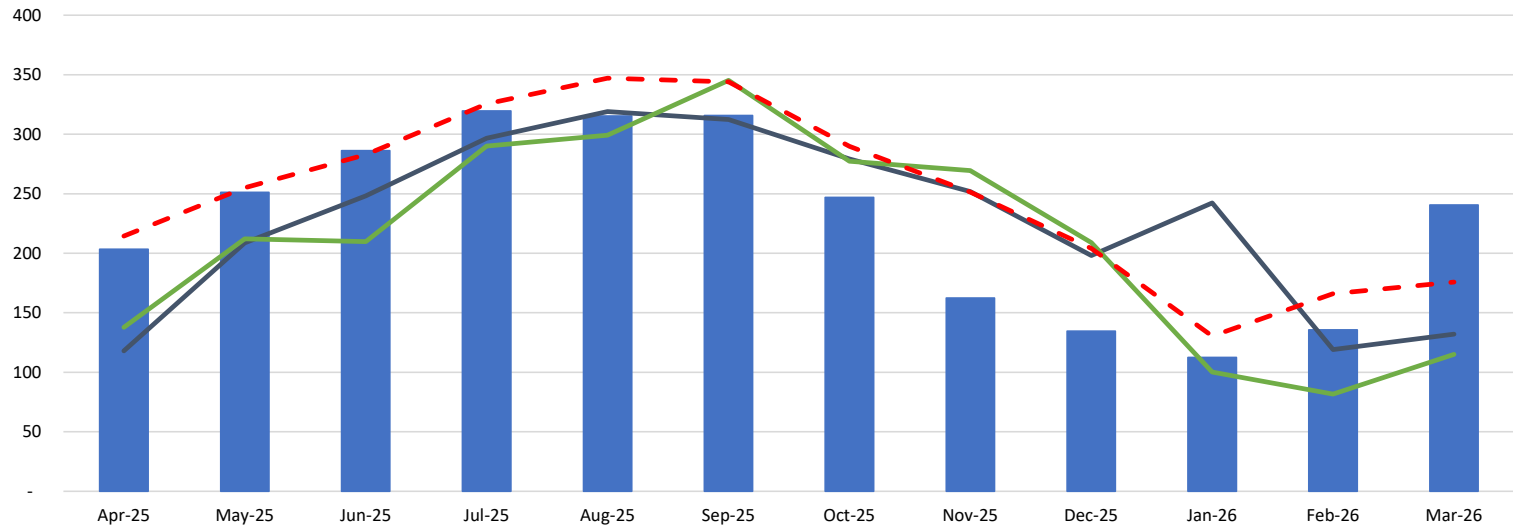


	Apr-25	May-25	Jun-25	Jul-25	Aug-25	Sep-25	Oct-25	Nov-25	Dec-25	Jan-26	Feb-26	Mar-26
Trailing 12 Months	9.53	11.43	13.35	14.32	14.01	14.65	11.24	7.50	5.84	4.89	6.70	10.48
Trailing 24 Months	5.11	9.16	9.99	13.40	14.36	14.39	12.30	11.37	8.69	10.82	5.90	5.81
Trailing 36 Months	5.83	9.49	8.82	12.89	13.02	14.60	12.33	11.48	9.14	4.26	3.58	5.43



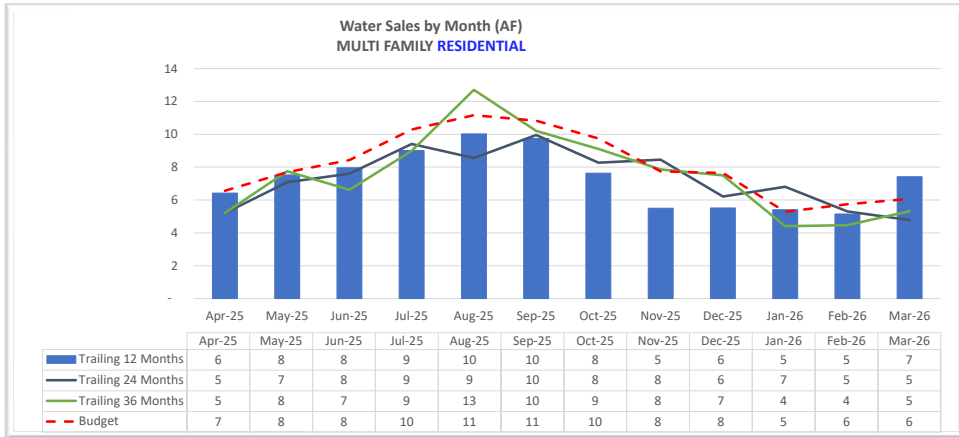
MONTH ENDING 3/31/2026

Water Sales by Month (AF)  
SINGLE FAMILY RESIDENTIAL

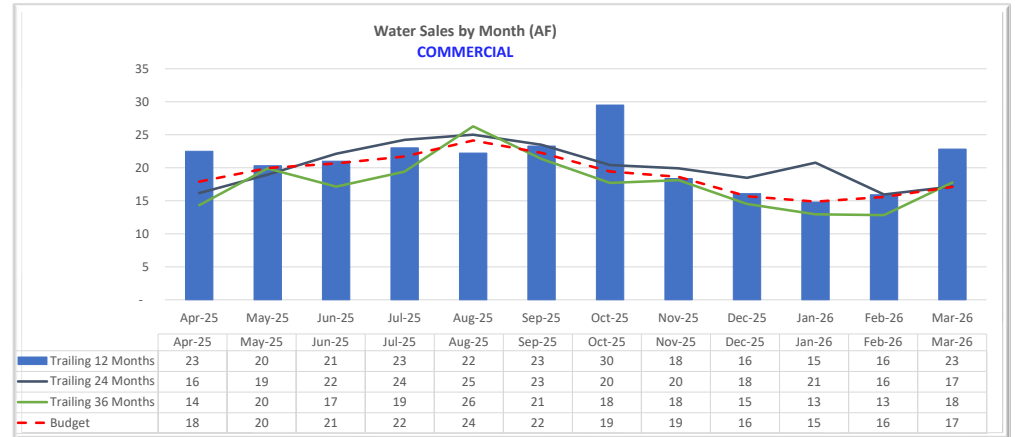


	Apr-25	May-25	Jun-25	Jul-25	Aug-25	Sep-25	Oct-25	Nov-25	Dec-25	Jan-26	Feb-26	Mar-26
Trailing 12 Months	203	251	286	320	315	316	247	163	135	113	136	241
Trailing 24 Months	118	209	248	297	319	312	279	252	198	242	119	132
Trailing 36 Months	138	212	210	290	299	345	277	269	209	100	82	115
Budget	215	255	283	326	347	344	290	251	204	130	166	176

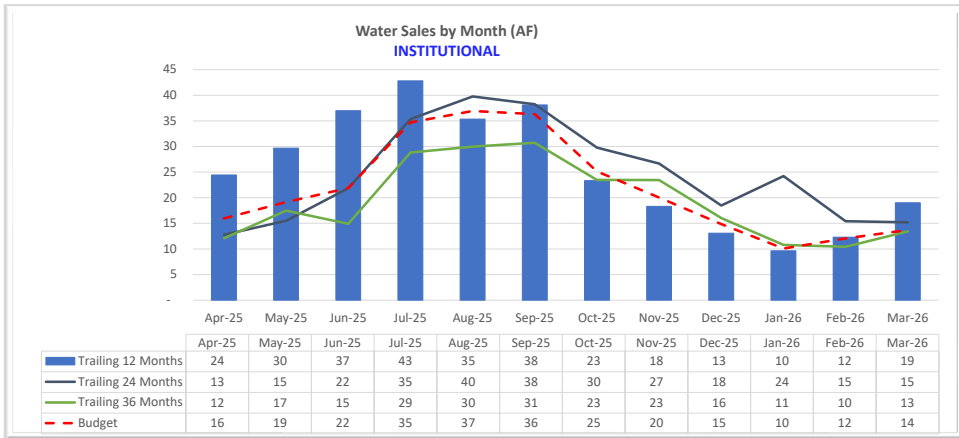
Trailing 12 Months		2,724 AF	
Trailing 24 Months		2,726 AF	
Trailing 36 Months		2,547 AF	
Trailing 12 Month Budget		2,987 AF	
Trailing 12 Months	versus	Trailing 24 Months	(0.1%)
Trailing 24 Months	versus	Trailing 36 Months	7.0%
Trailing 12 Months	versus	Budget	(8.8%)



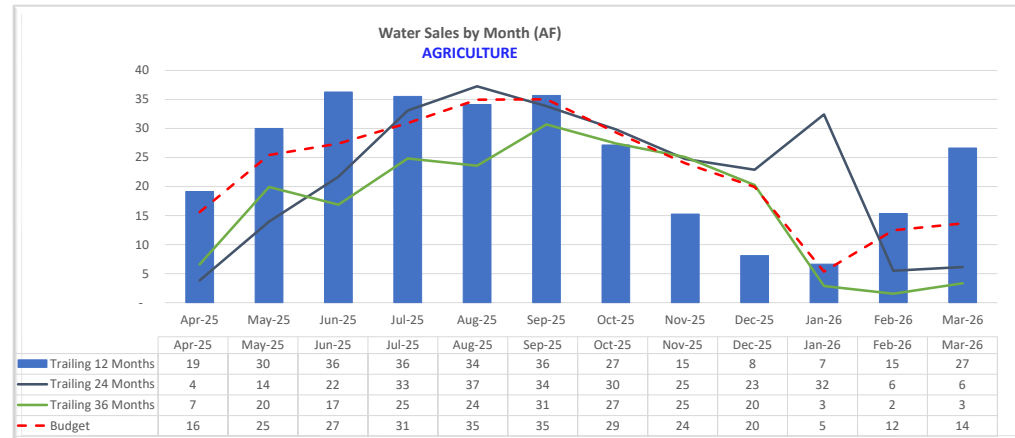
Trailing 12 Months 87 AF  
 Trailing 24 Months 88 AF  
 Trailing 36 Months 90 AF  
 Trailing 12 Month Budget 97 AF  
 Trailing 12 Months versus Trailing 24 Months (0.4%)  
 Trailing 24 Months versus Trailing 36 Months (3.2%)  
 Trailing 12 Months versus Budget (10.2%)



Trailing 12 Months 250 AF  
 Trailing 24 Months 243 AF  
 Trailing 36 Months 212 AF  
 Trailing 12 Month Budget 228 AF  
 Trailing 12 Months versus Trailing 24 Months 3.0%  
 Trailing 24 Months versus Trailing 36 Months 17.7%  
 Trailing 12 Months versus Budget 9.6%



Trailing 12 Months 303 AF  
 Trailing 24 Months 293 AF  
 Trailing 36 Months 232 AF  
 Trailing 12 Month Budget 261 AF  
 Trailing 12 Months versus Trailing 24 Months 3.3%  
 Trailing 24 Months versus Trailing 36 Months 30.9%  
 Trailing 12 Months versus Budget 16.2%



Trailing 12 Months 290 AF  
 Trailing 24 Months 265 AF  
 Trailing 36 Months 203 AF  
 Trailing 12 Month Budget 274 AF  
 Trailing 12 Months versus Trailing 24 Months 9.3%  
 Trailing 24 Months versus Trailing 36 Months 42.8%  
 Trailing 12 Months versus Budget 5.8%

**MONTECITO WATER DISTRICT  
WATER SALES ANALYSIS  
FOR FISCAL YEAR 2025-26**

MONTH	% SALES BREAKDOWN	2024-25 ACTUAL SALES (*)		2025-26 BUDGET SALES		2025-26 ACTUAL SALES (*)		YTD VARIANCE PRIOR YEAR VS. CURRENT YEAR				YTD VARIANCE BUDGET VS. ACTUAL			
		AF	\$	AF	\$	AF	SALES	AF	%	\$	%	AF	%	\$	%
		JUL	11.4%	415.4	1,991,935	442.2	\$2,239,217	443.8	\$2,287,327	28.4	6.8%	\$295,391	14.8%	1.6	0.4%
AUG	12.3%	445.2	2,162,412	470.7	\$2,418,227	434.4	\$2,223,282	(10.8)	(2.4%)	\$60,870	2.8%	(36.3)	(7.7%)	-\$194,946	(8.1%)
SEP	12.1%	431.7	2,101,578	463.8	\$2,383,914	439.5	\$2,246,351	7.8	1.8%	\$144,773	6.9%	(24.3)	(5.2%)	-\$137,563	(5.8%)
OCT	9.8%	381.4	1,813,518	386.5	\$1,931,943	348.4	\$1,707,069	(33.0)	(8.6%)	-\$106,449	(5.9%)	(38.1)	(9.9%)	-\$224,874	(11.6%)
NOV	8.3%	341.2	1,611,862	331.1	\$1,620,000	224.9	\$1,036,229	(116.3)	(34.1%)	-\$575,633	(35.7%)	(106.2)	(32.1%)	-\$583,770	(36.0%)
DEC	6.4%	269.4	1,225,484	267.1	\$1,258,365	181.2	\$820,198	(88.2)	(32.7%)	-\$405,286	(33.1%)	(85.9)	(32.2%)	-\$438,167	(34.8%)
JAN	3.7%	335.4	1,557,835	167.5	\$736,044	151.6	\$658,321	(183.8)	(54.8%)	-\$899,514	(57.7%)	(15.9)	(9.5%)	-\$77,723	(10.6%)
FEB	5.0%	165.3	686,413	215.8	\$983,075	187.7	\$836,596	22.4	13.5%	\$150,184	21.9%	(28.1)	(13.0%)	-\$146,478	(14.9%)
MAR	5.4%	180.0	773,393	233.6	\$1,065,250	324.8	\$1,604,647	144.8	80.4%	\$831,254	107.5%	91.2	39.1%	\$539,397	50.6%
APR	6.1%	286.0	1,299,033	257.2	\$1,203,706	0.0	\$0	0.0	0.0%	\$0	0.0%	0.0	0.0%	\$0	0.0%
MAY	9.0%	354.5	1,640,052	359.0	\$1,765,741	0.0	\$0	0.0	0.0%	\$0	0.0%	0.0	0.0%	\$0	0.0%
JUN	10.3%	400.5	1,910,340	405.0	\$2,028,952	0.0	\$0	0.0	0.0%	\$0	0.0%	0.0	0.0%	\$0	0.0%
<b>TOTAL</b>	<b>100.0%</b>	<b>4,006.0</b>	<b>18,773,854</b>	<b>3,999.6</b>	<b>\$19,634,432</b>	<b>2,736.3</b>	<b>\$13,420,020</b>	<b>(228.7)</b>	<b>(7.7%)</b>	<b>(\$504,409)</b>	<b>(3.6%)</b>	<b>(242.1)</b>	<b>(8.1%)</b>	<b>(\$1,216,014)</b>	<b>(8.3%)</b>

**YTD ACTUAL WATER SALES COMPARISON  
FOR FISCAL YEAR 2025-26**

	2024-25 ACTUAL SALES (YTD)		2025-26 BUDGET SALES (YTD)		2025-26 ACTUAL SALES (YTD)		YTD VARIANCE PRIOR YEAR VS. CURRENT YEAR				YTD VARIANCE BUDGET VS. ACTUAL			
	AF	\$	AF	\$	AF	SALES	AF	%	\$	%	AF	%	\$	%
	<b>YTD</b>	<b>2,965.0</b>	<b>13,924,428</b>	<b>2,978.4</b>	<b>\$14,636,034</b>	<b>2,736.3</b>	<b>\$13,420,019</b>	<b>(228.7)</b>	<b>(7.7%)</b>	<b>(504,409)</b>	<b>(3.6%)</b>	<b>(242.1)</b>	<b>(8.1%)</b>	<b>(1,216,014)</b>

**QUARTERLY COMPARISON - ACTUALS THROUGH MARCH 2026 (\*)**

	2024-25 ACTUAL SALES		2025-26 BUDGET SALES		2025-26 ACTUAL SALES (*)		VARIANCE PRIOR YEAR VS. CURRENT YEAR				VARIANCE BUDGET VS. ACTUAL			
	AF	\$	AF	\$	AF	SALES	AF	%	\$	%	AF	%	\$	%
	<b>Jul-Sep (Actual)</b>	<b>1,292.3</b>	<b>6,255,925</b>	<b>1,376.7</b>	<b>\$7,041,358</b>	<b>1,317.7</b>	<b>\$6,756,959</b>	<b>25.4</b>	<b>2.0%</b>	<b>\$501,034</b>	<b>8.0%</b>	<b>(59.0)</b>	<b>(4.3%)</b>	<b>(\$284,399)</b>
<b>Oct-Dec (Actual)</b>	<b>992.0</b>	<b>4,650,864</b>	<b>984.8</b>	<b>4,810,307</b>	<b>754.5</b>	<b>\$3,563,496</b>	<b>(237.5)</b>	<b>(23.9%)</b>	<b>(\$1,087,367)</b>	<b>(23.4%)</b>	<b>(230.3)</b>	<b>(23.4%)</b>	<b>(\$1,246,811)</b>	<b>(25.9%)</b>
<b>Jan-Mar (Actual)</b>	<b>680.8</b>	<b>3,017,640</b>	<b>616.9</b>	<b>2,784,368</b>	<b>664.1</b>	<b>\$3,099,564</b>	<b>(16.7)</b>	<b>(2.4%)</b>	<b>\$81,924</b>	<b>2.7%</b>	<b>47.2</b>	<b>7.7%</b>	<b>\$315,196</b>	<b>11.3%</b>
<b>Apr-Jun (Actual)</b>	<b>1,041.0</b>	<b>4,849,425</b>	<b>1,021.2</b>	<b>4,998,399</b>	<b>0.0</b>	<b>\$0</b>	<b>0.0</b>	<b>0.0%</b>	<b>\$0</b>	<b>0.0%</b>	<b>0.0</b>	<b>0.0%</b>	<b>\$0</b>	<b>0.0%</b>
<b>Total (Actual)</b>	<b>4,006.0</b>	<b>\$18,773,854</b>	<b>3,999.6</b>	<b>\$19,634,432</b>	<b>2,736.3</b>	<b>\$13,420,020</b>	<b>(228.7)</b>	<b>(7.7%)</b>	<b>(\$504,409)</b>	<b>(3.6%)</b>	<b>(242.1)</b>	<b>(8.1%)</b>	<b>(\$1,216,014)</b>	<b>(8.3%)</b>

**MONTECITO WATER DISTRICT  
MEMORANDUM**

**SECTION: 4-E**

**DATE: APRIL 28, 2026**

**TO: BOARD OF DIRECTORS**

**FROM: ASSISTANT GENERAL MANAGER / ENGINEERING MANAGER**

**SUBJECT: WATERWORKS REPORT FOR MARCH 2026**

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**RECOMMENDATION:**

Information only.

**DISCUSSION:**

The District's Waterworks Report for March 2026 is provided in Attachment 1. The report provides the District's water use for the month, including total use in acre feet (AF) by source, an estimate of unaccounted for water, customer meter count, total stored water, and water quality. Several highlights include the following:

- Unaccounted water or water loss for the trailing 12-month period is approximately 5%.
- Water deliveries in accordance with the District's Water Supply Agreement with the City of Santa Barbara, i.e., desalination, were fully received (117.38 AF) in the month.
- Jameson Lake and Lake Cachuma are at 100% of capacity. Jameson Lake is still spilling as of the time of this report. Lake Cachuma stopped spilling on March 20, 2026.
- Groundwater production from District wells was 12.7 acre-feet. Groundwater production is expected to increase each month as summer approaches. Additionally, the operation of one potable well will resume in mid-April to keep District wells in use and meeting water quality standards.
- 5,802 AF of SWP supplies are stored Semitropic and available for later use.
- Water quality remains in full compliance with drinking water standards and includes updated data from the 2024 Consumer Confidence Report (CCR).

**ATTACHMENT:**

1. Waterworks Report for March 2026

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**MONTECITO WATER DISTRICT**  
**MONTHLY WATER WORKS OPERATION REPORT**  
 March 2026

PRODUCTION					
District Surface Water Sources (AF)					
Jameson Lake <sup>1</sup>	Fox Creek			Doulton Tunnel	
4.4	0.0			0	
				<b>Total Surface Water:</b>	<b>4.1</b>
District Potable Wells (AF)					
Amapola	Ennisbrook 2	Ennisbrook 5	Paden 2	L.E. II	T. Mosby Well
1.3	0.4	0.6	1.5	0.0	0.8
				<b>Total Potable Wells:</b>	<b>4.6</b>
District Non Potable Wells (AF)					
Las Fuentes	Edgewood Well 3	EVR 3	EVR 4	EVR 6	Valley Club
0.8	2.8	3.8	0.0	0.0	0.7
				<b>Total Non Potable Wells:</b>	<b>8.1</b>
South Coast Conduit Deliveries <sup>2</sup> (AF)					
Barker Pass	Office	E Valley	Sheffield	Lambert Rd	
63.4	50.0	172.9	1.9	2.1	
Toro Canyon	Ortega Control (Lat 1)	Ortega Pump	Asegra Road	County Yard	
8.6	19.6	7.9	0.3	0.0	
				<b>City Desal Deliveries<sup>3</sup>:</b>	<b>117.4</b>
				<b>Cachuma Project Deliveries:</b>	<b>209.3</b>
				<b>State Water Deliveries:</b>	<b>0.0</b>
				<b>Total South Coast Conduit Deliveries:</b>	<b>326.7</b>
<b>TOTAL DISTRICT PRODUCTION:</b>					<b>343.5</b>

<sup>1</sup> Jameson Lake includes arch seepage and weirs 1 and 2

<sup>2</sup> Data for all South Coast Conduit deliveries is provided by COMB

<sup>3</sup> The first 117.38 AF from SCC will be accounted as City Desal Deliveries. SCC volumes in excess of 117.38 AF are accounted as Cachuma/State water accordingly.

METERED USE		
Metered Customer Use (AF):	325.1	
City of Santa Barbara Intertie or Transfers (AF):	0.0	
Carpinteria Valley Water District Intertie (AF):	0.0	
<b>TOTAL METERED USE (AF):</b>		<b>325.1</b>

UNACCOUNTED WATER <sup>1</sup>			
Total District Production (AF):	343.5	Total Metered Use (AF):	325.1
No. of Days in Production Period:	31	Days in Meter Period:	31
Average Daily Production (AF):	11.1	Average Daily Demand (AF):	10.5
Month's Water Loss (AF):	18.4	Adjusted Meter Use for # of Read Days (AF):	325.1
<b>Month's Percentage Loss<sup>2</sup>:</b>	<b>5%</b>	<b>Water Loss<sup>3</sup> (GPM/mile)</b>	<b>1</b>
<b>Trailing 12 Month Percentage Loss:</b>	<b>5.54%</b>	<b>Water Loss<sup>4</sup> (GAL/connection/d)</b>	<b>41</b>

<sup>1</sup> Defined as the difference between PRODUCTION and METERED USE (or sales). This includes *real loss* such as water main breaks, flushing of water mains and use of fire hydrants and *apparent loss* such as unauthorized use and meter inaccuracy.

<sup>2</sup> Loss as a PERCENTAGE is a poor performance indicator due to seasonal production & sales variability

<sup>3</sup> AWWA only uses loss/mile of pipe for agencies with low density of services (less than 32 connections/mile)

<sup>4</sup> AWWA recommends loss per service connection as a system performance indicator for higher density areas. 60 gal/connection/d is an expected value for the District.

CUSTOMER METER COUNT		
New Installations:	0	
Meters Removed Per Customer Request:	0	
Total Meters:	4679	
Inactive Meters (disaster related):	7	
<b>TOTAL ACTIVE METERS</b>		<b>4672</b>

**MONTECITO WATER DISTRICT**  
**MONTHLY WATER WORKS OPERATION REPORT**  
 March 2026

<b>STORAGE (AF)</b>					
	Jameson Lake	Lake Cachuma	SWP (Table A + Supple.) in Cachuma	SWP San Luis Reservoir	Banked Water Semitropic
Full Storage Capacity	4,587	192,978			4,500
Percent Full (%)	100%	100%			
<b>Current MWD Storage</b>	<b>4,584</b>	<b>2,616</b>	<b>0</b>	<b>965</b>	<b>5,802</b>
			<b>TOTAL STORED WATER (AF)</b>		<b>13,967</b>

<b>WATER QUALITY<sup>1</sup></b>					
<b>Compliance</b>					
The District water quality is in full compliance with State Primary Drinking Water Standards, or Maximum Contaminant Limits (MCLs) State and Federal MCL link: <a href="https://www.waterboards.ca.gov/drinking_water/certlic/drinkingwater/documents/ccr/mcls_epa_vs_dwp.pdf">https://www.waterboards.ca.gov/drinking_water/certlic/drinkingwater/documents/ccr/mcls_epa_vs_dwp.pdf</a> . Water Quality for each District source can be found in the latest Consumer Confidence Report.					
<b>Monthly Treatment Operations</b>					
The following changes have been made to District treatment operations during this reporting period: 1) None.					
<b>System Water</b>					
Parameter	Primary MCL	Frequency	System Average	<b>Key:</b>	
Lead	15 µg/L	Annual	ND	Compliant	Non Compliant
Copper	1300 µg/L	Annual	470 µg/L	ppm: parts per million	
TTHM LRAA	80 µg/L	Quarterly	33.6µg/L	mg/L: milligram per liter	
HAA5 LRAA	60 µg/L	Quarterly	22.8 µg/L	MCL: Maximum Contaminant Limit	
Chlorine Residual	4 ppm (max)	Monthly	0.87 ppm of 70 samples	ND: Non Detect	
Coliform Bacteria	<5% Monthly samples	Monthly	0% of 70 samples	NTU: Nephelometric Turbidity Unit	
				LRAA: Long Range Annual Average (Quarterly)	
				µg/L: microgram per liter	
<b>Source Water</b>					
Parameter	Primary MCL	Frequency	Jameson Lake	Groundwater	Cater WTP
Turbidity	1 NTU	Annual	0.03 - 0.26 NTU	< 0.1 NTU	ND - 0.09 NTU
pH	No Standard	Annual	6.98 - 8.20	7.0 - 7.7	7.45 - 7.67
Arsenic	10 µg/L	Annual	ND	ND - 1.0 µg/L	ND
Nitrate	10 mg/L	Annual	ND	0.5 - 2.9 mg/L	ND - 0.50
Iron	300 µg/L	Annual	ND	ND - 30 µg/L	ND
Manganese	50 µg/L	Annual	ND	ND - 40 mg/L2	ND
Total Diss. Solids	1000 mg/L	Annual	610mg/L	560 - 890 mg/L	502 - 772 mg/L
Total Hardness	No Standard (mg/L)	Annual	392 - 408 mg/L	284 - 528 mg/L	304 - 472 mg/L
Total Alkalinity	No Standard (mg/L)	Annual	180 - 244 mg/L	176 - 204 mg/L	157 - 224 mg/L
<sup>1</sup> Data represents the most current available sampling results based on varying regulatory sampling frequencies.					
<sup>2</sup> One District well has Total Dissolved Solids above 1000 mg/L but it is blended to below 1000 mg/L prior to entering the distribution system.					

<b>RAINFALL</b>				
Rainfall (inches)	Office	Doulton	Jameson Lake	
March 2025	2.75	3.86	4.26	
March 2026	0.23	0.38	0.29	
Historical Monthly Average	3.29	4.38	4.76	
July 1 <sup>st</sup> to date	25.84	35.53	39.41	
Historical Average July 1 to Date	17.99	24.46	26.63	

**MONTECITO WATER DISTRICT  
MEMORANDUM**

**SECTION: 4-F**

**DATE: APRIL 28, 2026**

**TO: BOARD OF DIRECTORS**

**FROM: BUSINESS MANAGER**

**SUBJECT: AMENDMENT TO AUDIT ENGAGEMENT LETTER WITH NIGRO & NIGRO, PC TO ADD SINGLE AUDIT OF FEDERAL AWARDS**

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**RECOMMENDATION:**

Staff recommends that the Board of Directors:

- Approve the amendment to the existing Audit Engagement Letter with Nigro & Nigro, PC to expand the scope of audit services to include a Single Audit of Federal Awards for the fiscal year ended June 30, 2025; and
- Authorize the General Manager and Board President to execute the amended engagement letter on behalf of the District, increasing the total audit fee by \$5,000.

**BACKGROUND**

The District engaged Nigro & Nigro, PC as its independent auditor for the fiscal year ended June 30, 2025 under an existing Audit Engagement Letter. During the course of audit fieldwork, Nigro & Nigro determined that the District received federal award expenditures totaling \$3,918,010 during FY2025 substantially exceeding the \$750,000 threshold that triggers the Single Audit requirement under the federal Uniform Guidance (2 CFR Part 200).

Federal expenditures consisted entirely of FEMA Public Assistance grants (ALN 97.036) associated with two declared disasters:

- Disaster Grant DR-4683 (CA PW #969): \$3,883,660 — costs incurred in FY2023 and FY2024 that received FEMA approval in FY2025 and are therefore reported in the FY2025 Schedule of Expenditures of Federal Awards (SEFA) per 2 CFR §200.
- Disaster Grant DR-4353 (CA PW #176): \$34,350

Because total federal expenditures exceeded the \$750,000 threshold, the District is legally required to undergo a Single Audit of Federal Awards as defined by the Single Audit Act Amendments of 1996 and 2 CFR Part 200, Subpart F.

## SINGLE AUDIT SCOPE OF WORK

The Single Audit amendment expands the engagement to include the following compliance procedures, performed in accordance with Government Auditing Standards and the Uniform Guidance:

- Audit of the Schedule of Expenditures of Federal Awards (SEFA) and issuance of an opinion on whether the SEFA is fairly presented in all material respects.
- Evaluation and reporting on internal control over financial reporting under Government Auditing Standards.
- Testing and reporting on internal control over compliance with requirements applicable to the District's major federal programs.
- Expression of an opinion on the District's compliance with applicable federal statutes, regulations, and award terms for each major federal program.
- Assistance with preparation of the SEFA in conformity with the Uniform Guidance, based on information provided by District management.

The major federal program subject to audit was identified as FEMA Disaster Grants Public Assistance (ALN 97.036), which met the Type A program threshold of \$750,000. All other terms of the original engagement letter including auditor independence, management responsibilities, and reporting requirements remain unchanged.

## SINGLE AUDIT RESULTS SUMMARY

The Single Audit has been completed. The following table summarizes the results:

Audit Area	Result
Financial statement auditor's report	Unmodified opinion
Material weakness in internal control over financial reporting	None identified
Significant deficiency in internal control over financial reporting	None reported
Noncompliance material to financial statements	None identified
Material weakness in internal control over major programs	None identified
Significant deficiency in internal control over major programs	None reported
Compliance opinion on major federal programs	Unmodified opinion
Audit findings under Uniform Guidance §200.516(a)	None
Auditee qualified as low-risk auditee?	No

There were no audit findings in Fiscal Year 2024-25. The District received clean, unmodified opinions on both its financial statements and its compliance with major federal program requirements.

### **MANAGEMENT RESPONSIBILITIES**

The Uniform Guidance places the following ongoing obligations on District management, which staff is prepared to fulfill:

- Identify all federal awards received and ensure compliance with applicable requirements.
- Monitor compliance with federal statutes, regulations, and award terms and conditions.
- Take prompt corrective action on any audit findings identified (none applicable for FY2025).
- Prepare and maintain a Summary Schedule of Prior Audit Findings and, when applicable, a Corrective Action Plan.
- Retain all grant records in accordance with federal retention requirements under 2 CFR §200.334.

### **STRATEGIC CONTEXT**

The FEMA Public Assistance reimbursements subject to this Single Audit are directly tied to the District's emergency recovery and resilience capital program, including infrastructure damage associated with the Thomas Fire and subsequent storm events. The District's receipt of these federal funds and its clean Single Audit result reflect effective grant administration and sound internal controls.

Staff notes that future federal expenditure levels may again exceed the \$750,000 threshold depending on the pace of reimbursement activity under active grant programs, including the ASADRA Seismic Retrofit and Reservoir Replacement Project. Finance staff will continue to monitor federal award activity and advise the Board accordingly.

### **FISCAL IMPACT**

<b>Item</b>	<b>Amount</b>
Original FY2025 audit engagement fee	Per original engagement letter
Single Audit amendment fee increase	\$5,000

### **ATTACHMENTS**

1. Amendment to Audit Engagement Letter — Nigro & Nigro, PC (dated November 30, 2025)
2. MWD Single Audit Report for the Fiscal Year Ended June 30, 2025

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November 30, 2025

Board of Directors and Mr. Nicolas Turner, General Manager  
Montecito Water District  
583 San Ysidro Road  
Montecito, CA 93108

We are pleased to confirm our understanding of the additional services to be provided to Montecito Water District (District) for the fiscal year ended June 30, 2025. During the course of audit testwork, it was determined that the District received more than \$750,000 in federal grant assistance during the 2025 fiscal year, thereby triggering the requirement for a Single-Audit of federal grant assistance in accordance with applicable standards.

#### **Expanded Audit Scope of Services Amendment**

The annual Audit Engagement Letter is hereby amended to include Single-Audit procedures and related additional compliance testing. These services represent a separate and additional component of the audit engagement. In consideration of these additional services, the total audit fee shall be increased by **\$5,000**. All other terms and conditions of the original agreement remain in full force and effect.

The following services will be performed:

#### **Single-Audit of Federal Awards**

The objectives of our Single-Audit of Federal Awards (Single-Audit) testwork are to obtain reasonable assurance about whether the Statement of Expenditures of Federal Awards is free from material misstatement, whether due to fraud or error, and issue an auditor's report that includes our opinions about whether the Statement of Expenditures of Federal Awards is fairly presented, in all material respects, with the Single-Audit Act Amendments of 1996 and the provisions of the Uniform Guidance.

The objectives also include reporting on:

- Internal control over financial reporting and compliance with provisions of laws, regulations, contracts, and award agreements, noncompliance with which could have a material effect on the financial statements in accordance with *Government Auditing Standards*.
- Internal control over compliance related to major programs and an opinion (or disclaimer of opinion) on compliance with federal statutes, regulations, and the terms and conditions of federal awards that could have a direct and material effect on each major program in accordance with the Single-Audit Act Amendments of 1996 and Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance).

**Auditor's Responsibilities for the Single-Audit**

We will conduct our audit in accordance with GAAS; the standards for financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; the Single-Audit Act Amendments of 1996; and the provisions of the Uniform Guidance, and will include tests of accounting records, a determination of major program(s) in accordance with Uniform Guidance, and other procedures we consider necessary to enable us to express such opinions. As part of an audit in accordance with GAAS and *Government Auditing Standards*, we exercise professional judgment and maintain professional skepticism throughout the audit.

Because of the inherent limitations of an audit, combined with the inherent limitations of internal control, and because we will not perform a detailed examination of all transactions, there is an unavoidable risk that some material misstatements or noncompliance may not be detected by us, even though the audit is properly planned and performed in accordance with GAAS and *Government Auditing Standards*. In addition, an audit is not designed to detect immaterial misstatements or violations of laws or governmental regulations that do not have a direct and material effect on the financial statements or on major programs. However, we will inform the appropriate level of management of any material errors, any fraudulent financial reporting, or misappropriation of assets that come to our attention. We will also inform the appropriate level of management of any violations of laws or governmental regulations that come to our attention, unless clearly inconsequential. We will include such matters in the reports required for a Single-Audit. Our responsibility as auditors is limited to the period covered by our audit and does not extend to any later periods for which we are not engaged as auditors.

**Audit Procedures – Single-Audit – Internal Control**

As required by the Uniform Guidance, we will perform tests of controls over compliance to evaluate the effectiveness of the design and operation of controls that we consider relevant to preventing or detecting material noncompliance with compliance requirements applicable to each major federal award program. However, our tests will be less in scope than would be necessary to render an opinion on those controls and, accordingly, no opinion will be expressed in our report on internal control issued pursuant to the Uniform Guidance.

An audit is not designed to provide assurance on internal control or to identify significant deficiencies or material weaknesses. Accordingly, we will express no such opinion. However, during the audit, we will communicate to management and those charged with governance internal control related matters that are required to be communicated under AICPA professional standards, *Government Auditing Standards*, and the Uniform Guidance.

**Audit Procedures – Single-Audit – Compliance**

The Uniform Guidance requires that we also plan and perform the audit to obtain reasonable assurance about whether the auditee has complied with federal statutes, regulations, and the terms and conditions of federal awards applicable to major programs. Our procedures will consist of tests of transactions and other applicable procedures described in the *OMB Compliance Supplement* for the types of compliance requirements that could have a direct and material effect on each of District's major programs. For federal programs that are included in the Compliance Supplement, our compliance and internal control procedures will relate to the compliance requirements that the Compliance Supplement identifies as being subject to audit. The purpose of these procedures will be to express an opinion on District's compliance with requirements applicable to each of its major programs in our report on compliance issued pursuant to the Uniform Guidance.

**Other Services**

We will also assist in preparing the schedule of expenditures of federal awards of the District in conformity with the Uniform Guidance based on information provided by you.

### **Responsibilities of Management for the Single-Audit**

As required by the Uniform Guidance, it is management's responsibility to evaluate and monitor noncompliance with federal statutes, regulations, and the terms and conditions of federal awards; take prompt action when instances of noncompliance are identified including noncompliance identified in audit findings; promptly follow up and take corrective action on reported audit findings; and prepare a summary schedule of prior audit findings and a separate corrective action plan. The summary schedule of prior audit findings should be available for our review by the date of this letter.

You are responsible for identifying all federal awards received and understanding and complying with the compliance requirements and for the preparation of the schedule of expenditures of federal awards (including notes and noncash assistance received, and COVID-19-related concepts, such as lost revenues, if applicable) in conformity with the Uniform Guidance. You agree to include our report on the schedule of expenditures of federal awards in any document that contains, and indicates that we have reported on, the schedule of expenditures of federal awards. You also agree to [include the audited financial statements with any presentation of the schedule of expenditures of federal awards that includes our report thereon OR make the audited financial statements readily available to intended users of the schedule of expenditures of federal awards no later than the date the schedule of expenditures of federal awards is issued with our report thereon]. Your responsibilities include acknowledging to us in the written representation letter that (1) you are responsible for presentation of the schedule of expenditures of federal awards in accordance with the Uniform Guidance; (2) you believe the schedule of expenditures of federal awards, including its form and content, is stated fairly in accordance with the Uniform Guidance; (3) the methods of measurement or presentation have not changed from those used in the prior period (or, if they have changed, the reasons for such changes); and (4) you have disclosed to us any significant assumptions or interpretations underlying the measurement or presentation of the schedule of expenditures of federal awards.

Management is responsible for establishing and maintaining a process for tracking the status of audit findings and recommendations. Management is also responsible for identifying and providing report copies of previous financial audits, attestation engagements, performance audits, or other studies related to the objectives discussed in the Audit Scope and Objectives section of this letter. This responsibility includes relaying to us corrective actions taken to address significant findings and recommendations resulting from those audits, attestation engagements, performance audits, or studies. You are also responsible for providing management's views on our current findings, conclusions, and recommendations, as well as your planned corrective actions for the report, and for the timing and format for providing that information.

### **Reporting**

We will issue written reports upon completion of our Single-Audit. Our reports will be addressed to management and the governing board of the District. Circumstances may arise in which our report may differ from its expected form and content based on the results of our audit. Depending on the nature of these circumstances, it may be necessary for us to modify our opinions, add a separate section, or add an emphasis-of-matter or other-matter paragraph to our auditor's report, or if necessary, withdraw from this engagement. If our opinions are other than unmodified, we will discuss the reasons with you in advance. If, for any reason, we are unable to complete the audit or are unable to form or have not formed opinions, we may decline to express opinions or issue reports, or we may withdraw from this engagement.

The *Government Auditing Standards* report on internal control over financial reporting and on compliance and other matters will state that (1) the purpose of the report is solely to describe the scope of testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance, and (2) the report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. The Uniform Guidance report on internal control over compliance will state that the purpose of the report on internal control over compliance is solely to describe the scope of testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Both reports will state that the report is not suitable for any other purpose.

We appreciate the opportunity to provide these services and believe this letter accurately summarizes the significant terms of our engagement.

Very truly yours,

A handwritten signature in blue ink that reads "Nigro & Nigro, PC". The signature is written in a cursive, slightly slanted style.

Nigro & Nigro, PC

The services and arrangements described in this letter are in accordance with our understanding and are acceptable to us.

Management signature: \_\_\_\_\_

Title: \_\_\_\_\_

Date: \_\_\_\_\_

Governance signature: \_\_\_\_\_

Title: \_\_\_\_\_

Date: \_\_\_\_\_

**MONTECITO WATER DISTRICT**  
**Single-Audit Report**  
**For the Fiscal Year Ended**  
**June 30, 2025**

**NIGRO & NIGRO<sup>PC</sup>**

**MONTECITO WATER DISTRICT**

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*For the Fiscal Year Ended June 30, 2025*

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**INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

Board of Directors  
Montecito Water District  
Montecito, California

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of Montecito Water District (District) as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated November 18, 2025.

**Report on Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the District's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we do not express an opinion on the effectiveness of the District's internal control.

*A deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. *A material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the District's financial statements will not be prevented, or detected and corrected on a timely basis. *A significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that have not been identified.

**Report on Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the District's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

**Purpose of this Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



Murrieta, California  
November 18, 2025



**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR  
EACH MAJOR FEDERAL PROGRAM AND REPORT ON INTERNAL CONTROL  
OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE**

**Board of Directors**  
Montecito Water District  
Montecito, California

**Report on Compliance for Each Major Federal Program**

***Opinion on Each Major Federal Program***

We have audited the Montecito Water District ' (District) compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of the District's major federal programs for the year ended June 30, 2025. The District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2025.

***Basis for Opinion on Each Major Federal Program***

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America, the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the District and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of the District's compliance with the compliance requirements referred to above.

***Responsibilities of Management for Compliance***

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to the District's federal program.

### ***Auditors' Responsibilities for the Audit of Compliance***

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the District's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, Government Auditing Standards, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the District's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with generally accepted auditing standards, Government Auditing Standards, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the District's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the District's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

### **Report on Internal Control Over Compliance**

*A deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

**Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance**

We have audited the financial statements of the Montecito Water District (District), which comprise the statement of net position as of June 30, 2025, and related statements of revenue, expenses, and changes in net position, and cash flows for the year then ended, and related notes to the financial statements, which collectively comprise the District's basic financial statements. We issued our report thereon dated November 18, 2025, which contained an unmodified opinion on those financial statements. Our audit was performed for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated in all material respects in relation to the basic financial statements as a whole.



Murrieta, California  
November 18, 2025

**MONTECITO WATER DISTRICT**  
*Schedule of Expenditures of Federal Awards*  
*For the Year Ended June 30, 2025*

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<u>Federal Grantor Agency/ Pass-through Grantor Agency/ Program Name and/or Title</u>	<u>Federal Financial Assistance</u>	<u>Pass-Through Entity Identifying Number</u>	<u>Cluster Expenditures</u>	<u>Federal Expenditures</u>
<b>Federal Programs:</b>				
Department of Homeland Security:				
Disaster Grants - Public Assistance	97.036	4683 DR- CA PW #969	\$ 3,883,660	
Disaster Grants - Public Assistance	97.036	4353 DR- CA PW #176	34,350	
Subtotal 97.036				<u>\$ 3,918,010</u>
Total Department of Homeland Security:				<u>3,918,010</u>
<b>Total Expenditures of Federal Awards</b>				<b><u>\$ 3,918,010</u></b>

Included in the current year SEFA are FEMA Public Assistance expenditures (ALN 97.036) totaling \$3,883,660 for DR-4683 (Project #969). These expenditures were incurred during fiscal year 2024 and 2023 but approved by FEMA in the current fiscal year (2025). As per 2 CFR 200, these are reported in the year of approval.

Of the Federal expenditures presented in the Schedule of Expenditures of Federal Awards, the District provided no Federal awards to subrecipients.

**MONTECITO WATER DISTRICT**

*Notes to Schedule of Expenditures of Federal Awards  
For the Year Ended June 30, 2025*

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**NOTE 1 – REPORTING ENTITY**

The accompanying schedule of expenditures of federal awards presents the activity of all federal awards programs of the District. The District's reporting entity is defined in Note 1 to the basic financial statements. All federal awards received directly from federal agencies as well as federal awards passed through other government agencies are included in the schedule.

**NOTE 2 – BASIS OF ACCOUNTING**

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of the District and is presented on the modified accrual basis of accounting. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the financial statements.

**NOTE 3 – RELATIONSHIP TO FINANCIAL STATEMENTS**

The amounts reported in the accompanying schedule of expenditures of federal awards agree, in all material respects, to amounts reported within the District's financial statements as follows:

<b>Statement of Revenues, Expenses, and Changes in Net Position:</b>	
FEMA reimbursements	\$ 3,529,645
Add: pending retention	<u>388,365</u>
<b>Total Expenditures of Federal Awards</b>	<u><u>\$ 3,918,010</u></u>

**NOTE 4 – INDIRECT COST RATE**

The District elected not to use the 10-percent de minimus indirect cost rate allowed under the Uniform Guidance.

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## ***Findings and Questioned Costs***

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**MONTECITO WATER DISTRICT**  
*Schedule of Audit Findings and Questioned Costs*  
*For the Year Ended June 30, 2025*

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**SECTION I - SUMMARY OF AUDITORS' RESULTS**

***Financial Statements***

Type of auditor's report issued	<u>Unmodified</u>
Internal control over financial reporting:	
Material weakness(es) identified?	<u>No</u>
Significant deficiency(s) identified not considered to be material weaknesses?	<u>None reported</u>
Noncompliance material to financial statements noted?	<u>No</u>

***Federal Awards***

Internal control over major programs:	
Material weakness(es) identified?	<u>No</u>
Significant deficiency(s) identified not considered to be material weaknesses?	<u>None reported</u>
Type of auditor's report issued on compliance for major programs:	<u>Unmodified</u>
Any audit findings disclosed that are required to be reported in accordance with Uniform Guidance Sec. 200.516a?	<u>No</u>
Identification of major programs:	

<b>Federal Financial</b>	
<u>Assistance</u>	<u>Name of Federal Program or Cluster</u>
97.036	Disaster Grants - Public Assistance

Dollar threshold used to distinguish between Type A and Type B programs:	<u>\$ 750,000</u>
Auditee qualified as low-risk auditee?	<u>No</u>

**SECTION II - FINANCIAL STATEMENT FINDINGS**

This section identifies the significant deficiencies, material weaknesses, and instances of noncompliance related to the financial statements that are required to be reported in accordance with *Government Auditing Standards*.

**SECTION III - FEDERAL AWARD FINDINGS AND QUESTIONED COSTS**

This section identifies the audit findings required to be reported by the Uniform Guidance, Section 200.516a (e.g., significant deficiencies, material weaknesses, and instances of noncompliance, including questioned costs).

***There were no audit findings in fiscal year 2024-25.***

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**MONTECITO WATER DISTRICT  
MEMORANDUM**

**SECTION: 4-G**

**DATE: APRIL 28, 2026**

**TO: BOARD OF DIRECTORS**

**FROM: ASSISTANT GENERAL MANAGER / ENGINEERING MANAGER**

**SUBJECT: AWARD OF CONTRACT FOR JUNCAL DAM EMERGENCY RELEASE  
VALVE #2 REHABILITATION PROJECT**

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**RECOMMENDATION:**

That the Board of Directors retroactively authorize a contract with Schock Contracting Corporation for construction services related to the Juncal Dam Emergency Release Valve #2 Rehabilitation Project for a not to exceed amount of \$250,000.

**DISCUSSION:**

The current fiscal year budget includes \$250,000 for improvements at the District-owned Juncal Dam for rehabilitating the second of two 36-inch emergency release valves. The emergency release valves were cast into the dam as part of the original construction. Although the valves are still operational, their operation is becoming unreliable due to age and they could become inoperable while in the open position during annual valve exercising as required by the Division of Safety of Dams (DSOD), or during emergency operations. DSOD is requiring the District to renew the full functionality of the existing valves. Separately, the District is pursuing installation of secondary (redundant) valves downstream of the existing 36-inch valves.

The first emergency release valve was rehabilitated in 2025 by Schock Contracting Corporation (Schock) as part of the Fiscal Year (FY) 2025 budget. The FY 2026 budget includes a project to restore Valve #2. The work on Valve #2 includes subcontracting a scuba dive team to relocate the inlet plug from Valve #1 to Valve #2 inlet, disassemble Valve #2, perform welding repairs, reinstall and test Valve #2, and install a new electric actuator. A contract was executed with Schock Contracting Corporation in early 2026 and the work is approximately 75% complete to date. However, because the proposed contract value is over \$200,000, the District's Signatory Policy requires the Board of Directors authorize the award of the contract. Staff are requesting the Board of Directors retroactively award a contract to Schock Contracting Corporation for a not-to-exceed amount of \$250,000.

**FISCAL IMPACT**

The proposed contract amount of \$250,000 matches the adopted FY 2026 budget for this project. The work is expected to be completed within this budgeted amount.

**ATTACHMENTS**

None

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**MONTECITO WATER DISTRICT  
MEMORANDUM**

**SECTION: 4-H**

**DATE: APRIL 28, 2026**

**TO: BOARD OF DIRECTORS**

**FROM: ASSISTANT GENERAL MANAGER**

**SUBJECT: AWARD OF CONTRACTS FOR BID PHASE SERVICES FOR THE ROMERO RESERVOIR SEISMIC RETROFIT AND REPLACEMENT PROJECT (ASADRA)**

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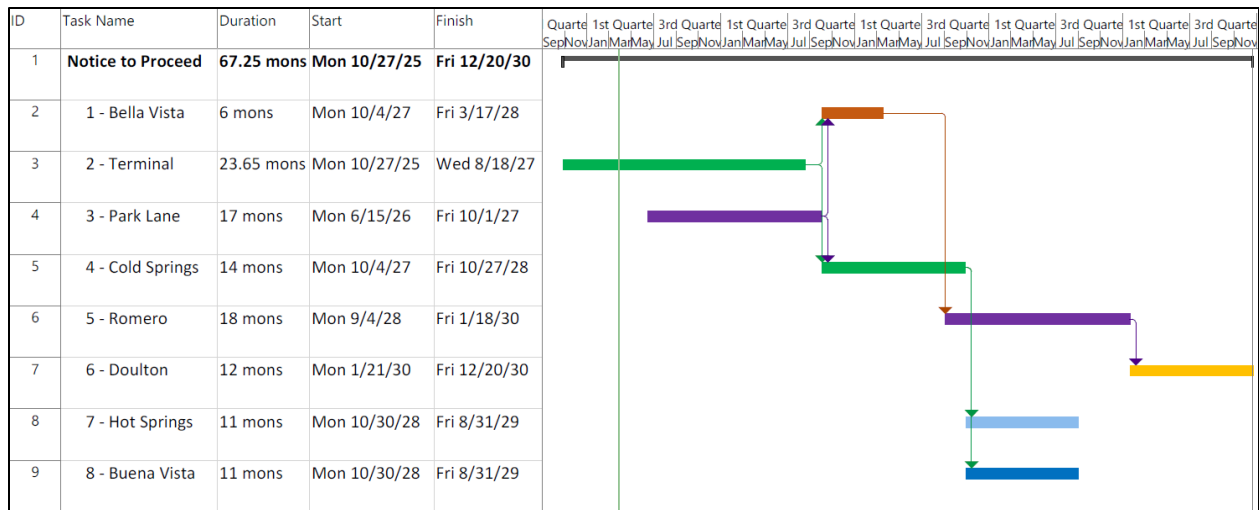
This item was reviewed by the Operations and Customer Relations Committee at their meeting on April 20, 2026 and the Committee agreed with the recommendation.

**RECOMMENDATION:**

1. That the Board of Directors authorize the General Manager to execute a professional services contract with Wood Rodgers for Project Management Services for bid phase services for the Romero Reservoir Project for a not-to-exceed amount of \$28,800 as part of the ASADRA Reservoir Seismic Retrofit and Replacement Project.
2. That the Board of Directors authorize the General Manager to execute a professional services contract with Water System Consulting for Construction Management Services for the Romero Reservoir Project for a not-to-exceed amount of \$21,502 as part of the ASADRA Reservoir Seismic Retrofit and Replacement Project.

**BACKGROUND:**

The District entered into an agreement with the State Water Resources Control Board (SWRCB) in 2024 to secure \$35M in funding (30% principal forgiveness and 70% at a 0% loan for 30 years) for the retrofit or replacement of 8 District water storage reservoirs through the Additional Supplemental Appropriations for Disaster Relief Act (ASADRA) funding program. Resolution No. 2290, adopted by the Board of Directors on November 19, 2024, authorized the acceptance of the ASADRA funding and implementation of the Project. The Project will retrofit or replace eight reservoirs to ensure they can resist prescriptive seismic loading based on current design standards. The Project construction schedule spans six years due to operational limitations involving having reservoirs offline simultaneously. No more than two reservoirs can be out of service at the same time. The latest construction schedule is shown in Figure 1.



**Figure 1 – ASADRA Construction Schedule**

**DISCUSSION:**

Construction began on Terminal Reservoir in December 2025 and is expected to be completed by mid-2027. The Park Lane Reservoir construction contract was awarded in June 2025 and construction is expected to begin in Summer 2026 subject to resolution of an access easement dispute. In consideration of the access challenges and continued indefinite delay, in early 2026, the Board directed the start of bid document preparation for the Romero Reservoir. This positions the District well to pivot away from the Park Lane Reservoir Project and on to Romero Reservoir if necessary to keep the overall ASADRA project progressing.

***Engineer of Record***

Tetra Tech is the engineer of record for all eight reservoir projects. The original contract with Tetra Tech included bid and construction phase support; therefore, no additional scope or fee is needed for engineering services. Tetra Tech is on schedule to complete the preparation of the Romero Reservoir drawings and specifications by the end of April 2026.

***Project Management Services***

The District is contracted with Wood Rodgers for Project Management services for the ASADRA Project. Wood Rodgers serves as an extension of District staff to assist with day-to-day management of project activities. Similar to the Terminal and Park Lane Reservoir projects, project management services are needed during the bid phase of the Romero Reservoir project. These services include developing and compiling contract documents which are significant for ASADRA funded projects, and assisting with design plan review, coordination of project meetings, and coordination with the State Water Resources Control Board (SWRCB). The cost for Wood Rodgers to perform Project Management services is being authorized on a reservoir-by-reservoir basis. Wood Rodgers’ proposed cost for Project Management services during the bid phase for the Romero Reservoir project is \$28,800, as shown in Attachment 1. Based on Wood Rodgers’ performance to date on the Terminal and Park Lane Reservoir projects, Staff recommend the Board

of Directors authorize a Professional Services Contract with Wood Rodgers as described above in an amount not-to-exceed \$28,800.

***Construction Management Services***

The District is contracted with Water Systems Consulting (WSC) for construction management services for the ASADRA Project. Similar to the Terminal and Park Lane Reservoir projects, construction management services are needed during the bid phase of the Romero Reservoir project. These services include constructability reviews and a detailed review of contractor bids. The cost for WSC’s Project Management services are being authorized on a reservoir-by-reservoir basis. The proposed cost for WSC to provide construction management services during the bid phase for the Romero Reservoir Project is \$21,502. The bid phase support fee is within the expected range of costs. Based on WSC’s performance to date on the Terminal and Park Lane Reservoir projects, Staff recommend approval of a Professional Services Contract with WSC as described above for an amount not-to-exceed \$21,502.

**SCHEDULE:**

The Romero Reservoir design drawings and specifications will be complete by the end of April 2026. If contracts are awarded to Wood Rodgers and WSC, project management and construction management services will commence with a goal of completing bid document preparation by the end of May 2026.

Additional contracts or contract amendments for construction phase services would be presented to the Board of Directors for construction phase services at a future date, if the District elects to pivot to construction of the Romero Reservoir Project.

**FISCAL IMPACT:**

These costs are included in the ASADRA Funding Agreement and are within the expected range of costs.

**ATTACHMENTS:**

1. Wood Rodgers Proposal for Project Management / Owner’s Agent Services for Romero Reservoir Project
2. Water Systems Consulting Proposal for Pre-Construction Services for Romero Reservoir Project

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# WOOD RODGERS

April 2, 2026

Via Email: [akanold@montecitowater.com](mailto:akanold@montecitowater.com)

Mr. Adam Kanold, P.E.  
Asst. General Manager / Engineering Manager  
Montecito Water District  
583 San Ysidro Road  
Montecito, California 93108

Subject: Montecito Water District – Reservoir Seismic Retrofit & Replacement Project |  
Project Management / Owner’s Agent Services for Romero Reservoir (P136)

Dear Mr. Kanold,

Per your request, Wood Rodgers, Inc. (Wood Rodgers) is providing the Montecito Water District (District) with this proposal to provide project management and owner’s agent services for the Reservoir Seismic Retrofit & Replacement Project for Romero Reservoir (Project).

Wood Rodgers will provide support to the District for the following scope of work items for which effort is anticipated to advance the project from the pre-bid to awarding phase.

## Scope of Services

The following Scope of Services has been developed based on our understanding of the Project and discussions with District staff. This Scope assumes that our Team will provide Project Management / Owner’s Agent services in support of the District for the contract pre-bid and awarding phase of the Project as described herein.

The Project consists of the seismic retrofit of the District’s Romero Reservoir. Wood Rodgers will act as an extension of District staff to manage the day-to-day progress of the Project and will provide oversight of the various consultants contracted by the District. Wood Rodgers will also facilitate coordination with other stakeholders as needed. Below is a summary of the major tasks to be executed by Wood Rodgers as a part of this Project.

### **Task 1: Pre-Bid and Bid Phase Services for Romero Reservoir (P136)**

Under this task Wood Rodgers will provide assistance during the pre-bid, bidding and awarding phases of the project. Tasks may include coordination with the Design Engineer of Record, review of the plans and technical specifications to ensure conformance with District standards, review and editing of the front end specifications, assistance with issuing the contract for bid, bid evaluations, participation in District Operations Committee and Board meetings, coordination with District staff as well as coordination with other District consultants to assist and facilitate in advancing the project during the bidding and awarding of the construction contract. This task may also include coordination with the SWRCB for funding related activities.

**Fee**

The Project fee will be in an amount not to exceed \$28,800 and will be billed on a time and materials basis in accordance with the attached Fee Schedule.

Respectfully Submitted,



Karl F. Meier, PE  
Principal – Water Resources  
[kmeier@woodrogers.com](mailto:kmeier@woodrogers.com)  
(619) 819.9222

EXHIBIT "B"



WOOD RODGERS

SOUTHERN CALIFORNIA FEE SCHEDULE

CLASSIFICATION	STANDARD RATE
Principal Engineer/Geologist/Surveyor/Planner/GIS/LA* II	\$365
Principal Engineer/Geologist/Surveyor/Planner/GIS/LA* I	\$320
Senior Engineer/Geologist/Surveyor/Planner/GIS/LA* II	\$295
Senior Engineer/Geologist/Surveyor/Planner/GIS/LA* I	\$285
Project Engineer/Geologist/Surveyor/Planner/GIS/LA* II	\$270
Project Engineer/Geologist/Surveyor/Planner/GIS/LA* I	\$255
Engineer/Geologist/Surveyor/Planner/GIS/LA* II	\$240
Engineer/Geologist/Surveyor/Planner/GIS/LA* I	\$225
Assistant Engineer/Geologist/Surveyor/Planner/GIS/LA*	\$180
Designer	\$120
Senior CAD Technician/Graphics Designer II	\$225
Senior CAD Technician/Graphics Designer I	\$205
CAD Technician/Graphics Designer	\$180
Project Coordinator	\$195
Administrative Assistant	\$170
Senior Field Technician I	\$190
Field Technician II	\$170
Field Technician I	\$150
Consultants, Outside Services, Materials & Direct Charges	Cost Plus 10%
Overtime Work, Expert Witness Testimony and Preparation	Rate Plus 50%

\*LA = Landscape Architect

Blueprints, reproductions, and outside graphic services will be charged at vendor invoice. Auto mileage will be charged at the IRS standard rate when incurred.

Fee Schedule subject to change January 1, 2027 and annually thereafter.





**Proposal for Pre-Construction Services for the Romero Reservoir Retrofit Project**

**April 10, 2026**

**Montecito Water District**

Adam Kanold  
Asst. General Manager/  
Engineering Manager  
583 San Ysidro Road  
Montecito, CA 93108

**WSC San Luis Obispo**

805 Aerovista Place  
Suite 201  
San Luis Obispo, CA 93401

**Chris Malejan**

**P:** (805) 221-7766  
**E:** cmalejan@wsc-inc.com

**Justin Pickard**

**P:** (805) 221-7788  
**E:** jpickard@wsc-inc.com

**Dear Adam,**

WSC is pleased to present this proposal to assist with the final bid preparation and support the bid phase for the Romero Reservoir Retrofit Project (Project). This Project is an important next phase of Montecito Water District's (District) larger Reservoir Retrofit and Replacement Project, which will leverage state funding to improve the resilience and reliability of the District's water storage infrastructure. Romero Reservoir is a 0.94-MG rectangular, hopper bottom style water storage reservoir, measuring 240 feet long by 63 feet wide. The scope of the Project includes reinforcing the existing perimeter wall and replacement of the existing steel roof with a reinforced concrete deck.

Before issuing the bid advertisement, the District desires a constructability review of the Romero Reservoir design plans and specifications. WSC will apply lessons learned through the competitive bidding process on the District's other reservoir projects, as well as lessons learned through the initial construction of the Terminal Reservoir to help inform the review.

WSC understands that the design engineer, Tetra Tech, will have plans and specifications completed by April 27<sup>th</sup> for review. The District expects to either issue the Romero Reservoir bid documents in late May, or defer issuance until reservoir construction timing is optimal. WSC will provide review comments within two weeks of receiving the plans and specifications.

WSC's detailed scope of service to meet these objectives is provided on the next page. A breakdown of hours and budget is provided on the last page of this proposal.

We appreciate the opportunity to help serve the District and benefit the community with this important project. Feel free to contact us with any questions or feedback.

Sincerely,

**Water Systems Consulting, Inc.**

**Chris Malejan**  
Project Manager

**Justin Pickard**  
Principal

## Scope of Work

### Task 1 Project Management

#### 1.1 Project Administration

- Set up project in internal management system.
- Prepare monthly progress reports to be submitted with each invoice.

**Deliverables:** Monthly progress reports and invoices.

**Assumptions:** Three-month duration for pre-construction phase.

### Task 2 Pre-Construction Services

#### 2.1 Construction Document Review

- Review the Romero Reservoir plans and technical specifications, and other associated project documents for constructability, cost savings, risk identification, and clarity. Conduct a review meeting to discuss findings from the review.
- Perform a site visit to identify other potential issues and risk items not identifiable from the plans, including site access. Travel date will be constrained to a date/time that aligns with other work.

#### 2.2 Bid Phase Services

- Provide services during the project bidding phase, including conducting the pre-bid conference and site walk, providing bid tabulations and review of bid results.
- Conduct targeted outreach to potential construction contractors and major subcontractors.

**Deliverables:**

- (1) Constructability review comments as an annotated PDF.
- (2) Pre-bid presentation/agenda in Microsoft PowerPoint.
- (3) Bid Tabulation/Results in Microsoft Excel.

**Assumptions:**

- (1) Only minor changes to the front ends and technical specifications are anticipated based on lessons learned from prior projects. WSC does not anticipate a thorough re-review of the specifications. Review of the engineer's opinion of probable cost is not included in the scope of work.
- (2) WSC will not proceed with Task 2.2 without authorization from the District.
- (3) Addenda prepared by others.
- (4) Technical questions from contractors during the bid phase will be addressed by the Engineer of Record.

- (5) Engineer of Record to prepare revised specifications and drawings as necessary for inclusion in addenda.
- (6) Resolution of potential bid protests not included.
- (7) Three-month duration of pre-construction phase.

# Cost Proposal

Task No. Task Description	WSC								ALL FIRMS
	Principal in Charge	Project Manager	Resident Engineer	Project Administrator	WSC Labor Hours	WSC Labor Fee	Expenses	WSC Fee	Total Fee
	Justin Pickard	Chris Malejan	Blake Coffey						
<i>Billing rates, \$/hr</i>	\$370	\$313	\$230	\$186					
<b>0 Project Management</b>									
0.1 Project Administration	1		4	4	9	\$ 2,034	\$ -	\$ 2,034	\$ 2,034
<b>SUBTOTAL</b>	<b>1</b>	<b>0</b>	<b>4</b>	<b>4</b>	<b>9</b>	<b>\$ 2,034</b>	<b>\$ -</b>	<b>\$ 2,034</b>	<b>\$ 2,034</b>
<b>1 Preconstruction Services</b>									
1.1 Construction Document Review		20	26		46	\$ 12,240	\$ 145	\$ 12,385	\$ 12,385
1.2 Bid-Phase Services		6	22		28	\$ 6,938	\$ 145	\$ 7,083	\$ 7,083
<b>SUBTOTAL</b>	<b>0</b>	<b>26</b>	<b>48</b>	<b>0</b>	<b>74</b>	<b>\$ 19,178</b>	<b>\$ 290</b>	<b>\$ 19,468</b>	<b>\$ 19,468</b>
<b>COLUMN TOTALS</b>	<b>1</b>	<b>26</b>	<b>52</b>	<b>4</b>	<b>83</b>	<b>\$ 21,212</b>	<b>\$ 290</b>	<b>\$ 21,502</b>	<b>\$ 21,502</b>

10% mark-up on direct expenses; 15% mark-up for sub-contracted services

Mileage will be reimbursed at the prevailing federal mileage reimbursement rate in effect at the time of travel

Rates are subject to revision as of January 1 each year.

**MONTECITO WATER DISTRICT  
MEMORANDUM**

**SECTION: 5-A**

**DATE: APRIL 28, 2026**

**TO: BOARD OF DIRECTORS**

**FROM: ASSISTANT GENERAL MANAGER & GENERAL MANAGER**

**SUBJECT: UPDATE ON CONSTRUCTION PROGRESS FOR THE TERMINAL  
RESERVOIR SEISMIC RETROFIT PROJECT**

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This item was reviewed by the Operations and Customer Relations Committee at their meeting on April 20, 2026.

**RECOMMENDATION:**

Information only.

**DISCUSSION:**

The ASADRA Reservoir Seismic Retrofit and Replacement Project will seismically retrofit and/or replace eight of the District's existing water storage reservoirs, with funding provided by the Environmental Protection Agency (EPA) through its Additional Supplemental Appropriations for Disaster Relief Act (ASADRA). Terminal and Park Lane Reservoirs are the first two reservoirs to be retrofitted.

Construction began on the Terminal Reservoir in December 2025. Construction is on schedule and on budget. A representative from Water Systems Consulting (WSC), the District's construction management firm, will attend the meeting to provide a brief progress update. The presentation is included as Attachment 1.

**ATTACHMENTS:**

1. Presentation - Construction Update for the Terminal Reservoir Seismic Retrofit Project

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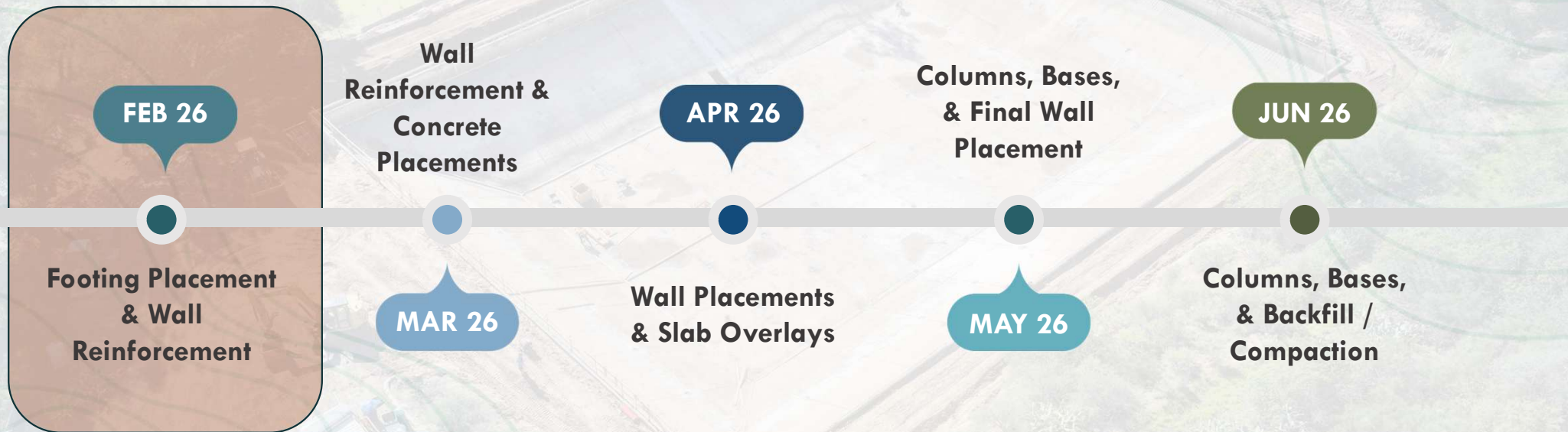
**MONTECITO WATER DISTRICT**

# **Terminal Reservoir Progress Update**

**APRIL 28, 2026**

# Timeline

Terminal Reservoir is currently on schedule with no anticipated time delays or cost impacts.



FEB 26

### Gravel Placement & Footing Formwork



### Footing & Wall Reinforcement



FEB 26

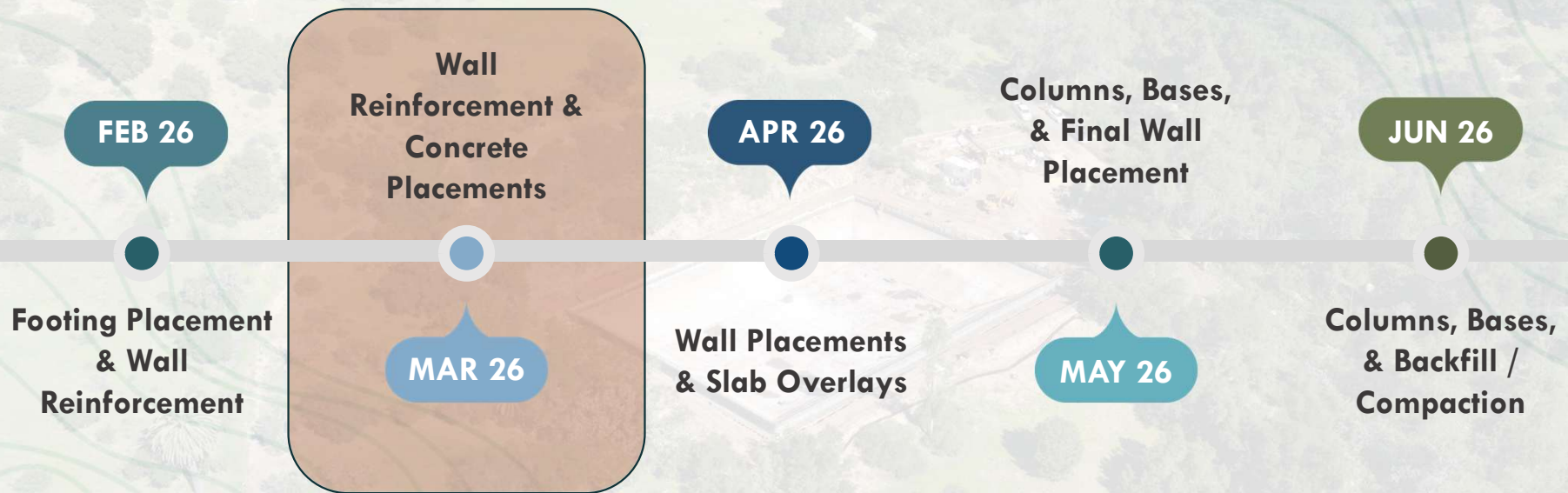
### Southern Footing Concrete Placement



### Western Footing Concrete Placement



# Timeline



## Western Wall Section Placement



## Southern Wall Section Placement



MAR 26

## Completed & Pending Wall Sections

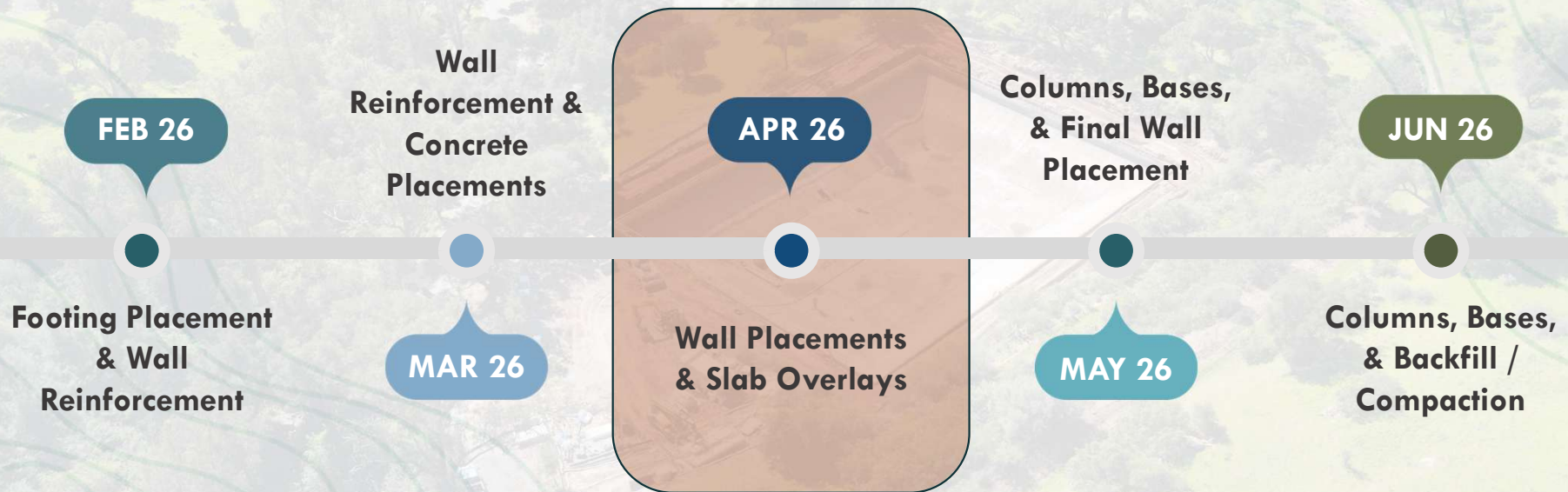


## Northern Footing Placement



MAR 26

# Timeline



APR 26

**Slab Mat Reinforcement Installation**

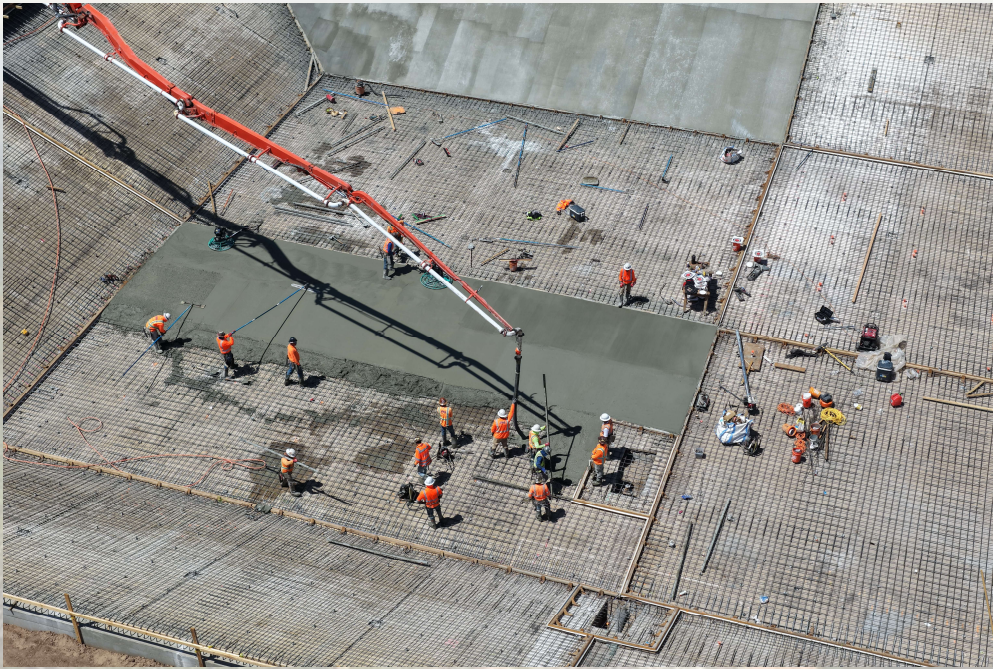


**Northern Wall Section Placement**



APR 26

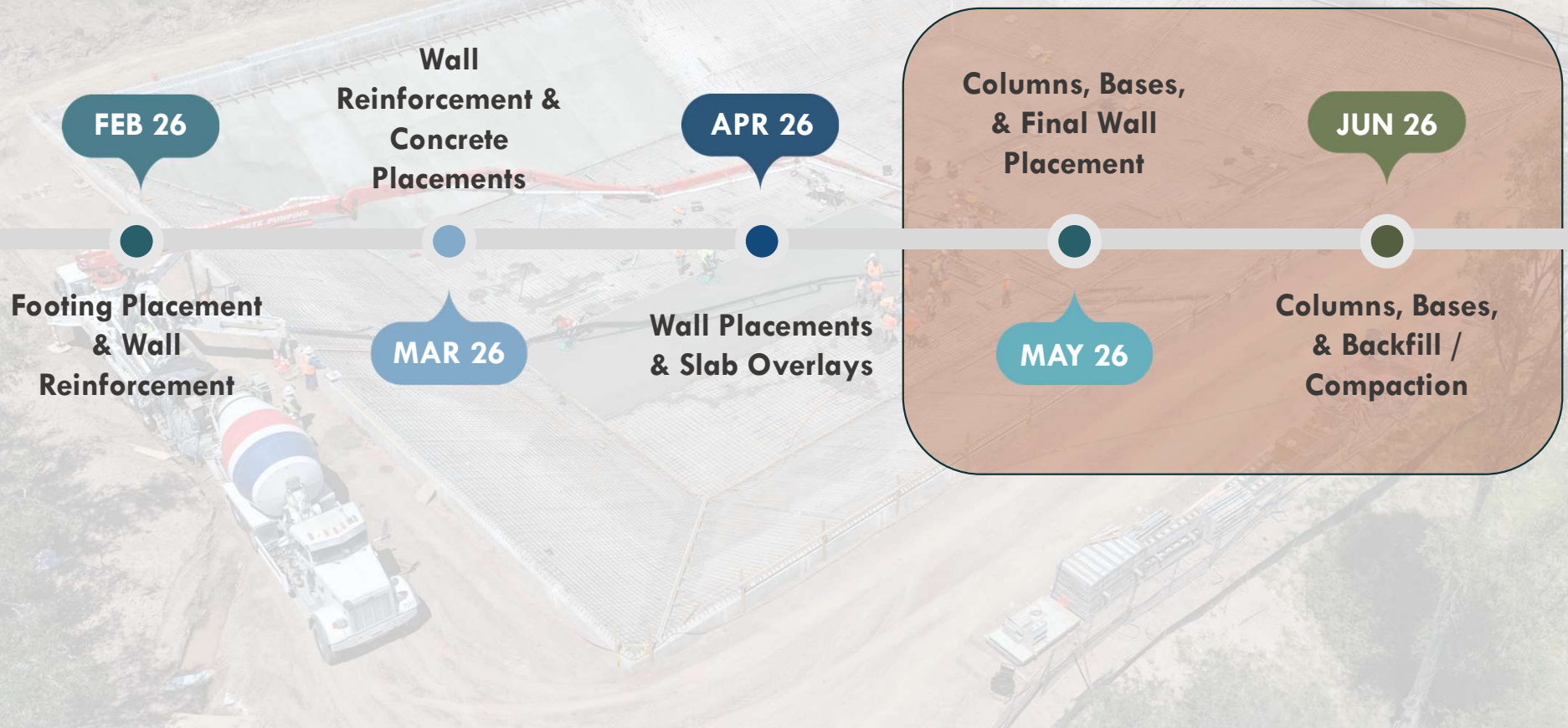
### Slab Overlay Placement



### Slope Placement



# Timeline



# Questions?





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**MONTECITO WATER DISTRICT  
MEMORANDUM**

**SECTION: 5-B**

**DATE: APRIL 28, 2026**

**TO: BOARD OF DIRECTORS**

**FROM: ASSISTANT GENERAL MANAGER & GENERAL MANAGER**

**SUBJECT: REVIEW OF DRAFT 2025 URBAN WATER MANAGEMENT PLAN AND  
WATER SHORTAGE CONTINGENCY PLAN**

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The Strategic Planning Committee reviewed this item at their meeting on April 14, 2026.

**RECOMMENDATION:**

Information only.

**DISCUSSION:**

Every urban water supplier that either provides over 3,000 acre-feet of water annually or serves more than 3,000 urban connections is required to prepare an Urban Water Management Plan (UWMP) including a standalone Water Shortage Contingency Plan (WSCP) as part of the UWMP. UWMPs are prepared by urban water suppliers every five years. These plans support long-term resource planning to ensure adequate water supplies are available to meet existing and future water needs. The District's most recent 2025 UWMP was completed and filed with the Department of Water Resources (DWR) in June 2021.

In September 2025, the District Board of Directors awarded a contract to Rincon Consultants for the preparation of the 2025 UWMP. Since the project award, District staff has consulted Rincon on the preparation of the draft 2025 UWMP, including the WSCP. On February 5 and March 17 2026, the Strategic Planning Committee reviewed the initial water service reliability assessment, including the initial supply and demand projections for normal years, single dry years and multi-year dry periods, and the updated WSCP. This was also reviewed by the Board of Directors at its regular meeting held on March 24, 2026. On April 14, 2026, the Strategic Planning Committee reviewed the draft 2025 UWMP and WSCP.

Attached to this memorandum is the draft UWMP and WSCP for review. The draft 2025 UWMP and WSCP are consistent with District ordinances and long-range planning documents, such as the *Future Demand and Water Supply Options 2025 Update*, *Water Use Efficiency Plan* and *Climate Action & Adaptation Plan*. Representatives from Rincon will provide a brief overview and then address any questions. Note that the UWMP document in Attachment 1 excludes Appendix D (Bachman Study) and Appendix F (Climate Action and Adaptation Plan) for the purposes of reducing packet size. A complete copy of the UWMP will be available at the meeting. Based on

the analysis presented in the draft 2025 UWMP, the District anticipates a diversified and reliable source of supply to meet expected demands under various circumstances for the foreseeable future. Additionally, the analysis projects water shortages may occur in the fifth year of a multi-year drought and that water shortages, if that occur can be fully mitigated with the implementation of the demand reduction actions outlined in Stage 1 of the WSCP.

**SCHEDULE:**

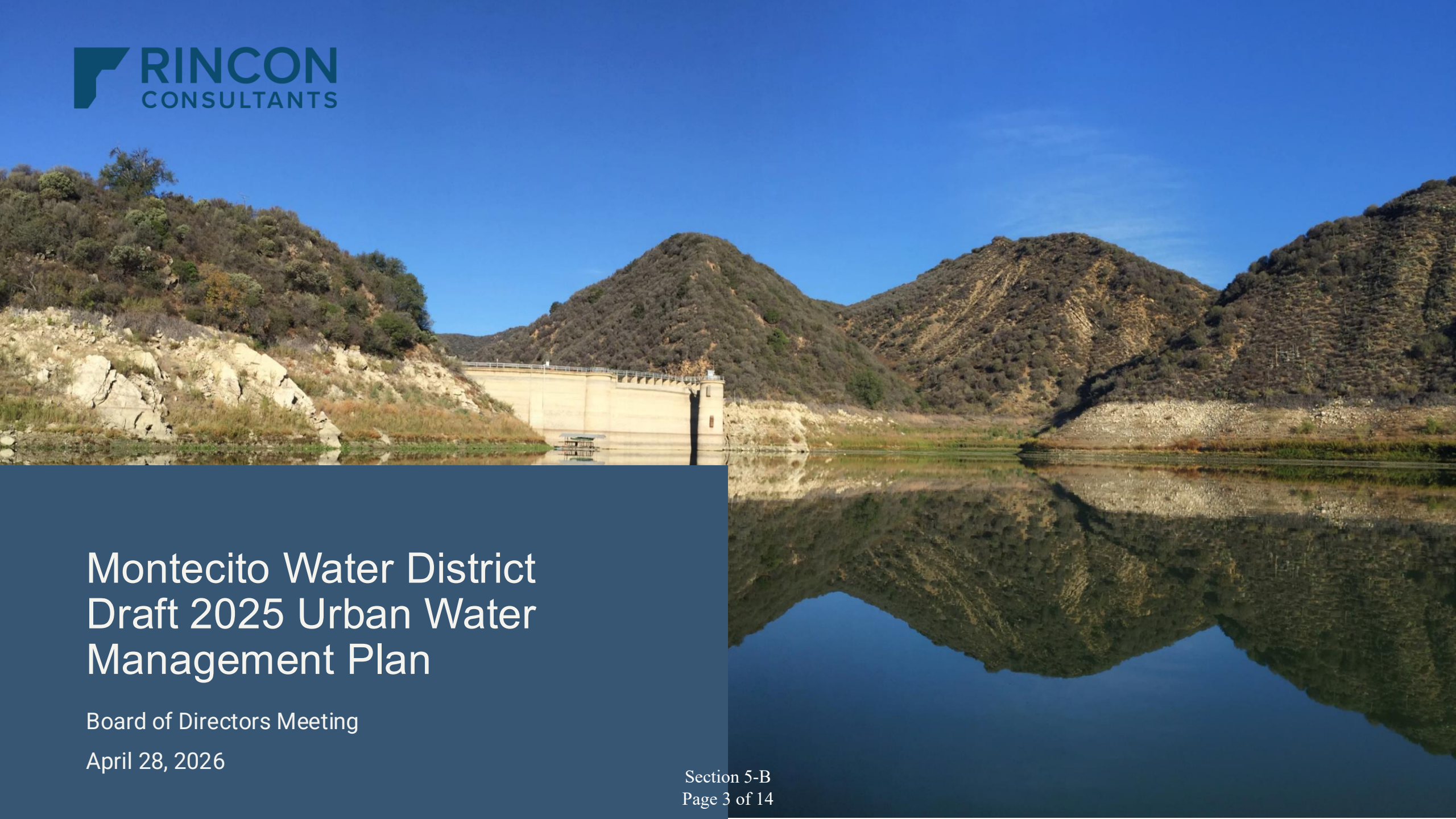
The 2025 UWMP must be submitted to DWR by July 1, 2026. Subject to Board feedback, the draft 2025 UWMP and WSCP documents will be made publicly available prior to the June 23, 2026 public hearing on the draft 2025 UWMP and WSCP documents. Board adoption of the 2025 UWMP and WSCP is anticipated to occur following the public hearing at the regular Board meeting scheduled for June 23, 2026.

**FISCAL IMPACT:**

Rincon is under contract to develop the 2025 UWMP for \$104,500 which is within the adopted budget of \$150,000. The work is anticipated to be completed within the approved budget.

**ATTACHMENTS:**

1. Presentation - Draft 2025 UWMP and WSCP
2. (Provided Separately) Draft 2025 UWMP inclusive of the WSCP, prepared by Rincon Consultants

A wide-angle photograph of the Montecito Dam and Reservoir. The dam is a long, concrete structure with a central tower, situated in a valley between hills. The reservoir is calm, reflecting the dam and the surrounding landscape. The hills are covered in dense, dry vegetation, and the sky is a clear, bright blue.

# Montecito Water District Draft 2025 Urban Water Management Plan

Board of Directors Meeting

April 28, 2026

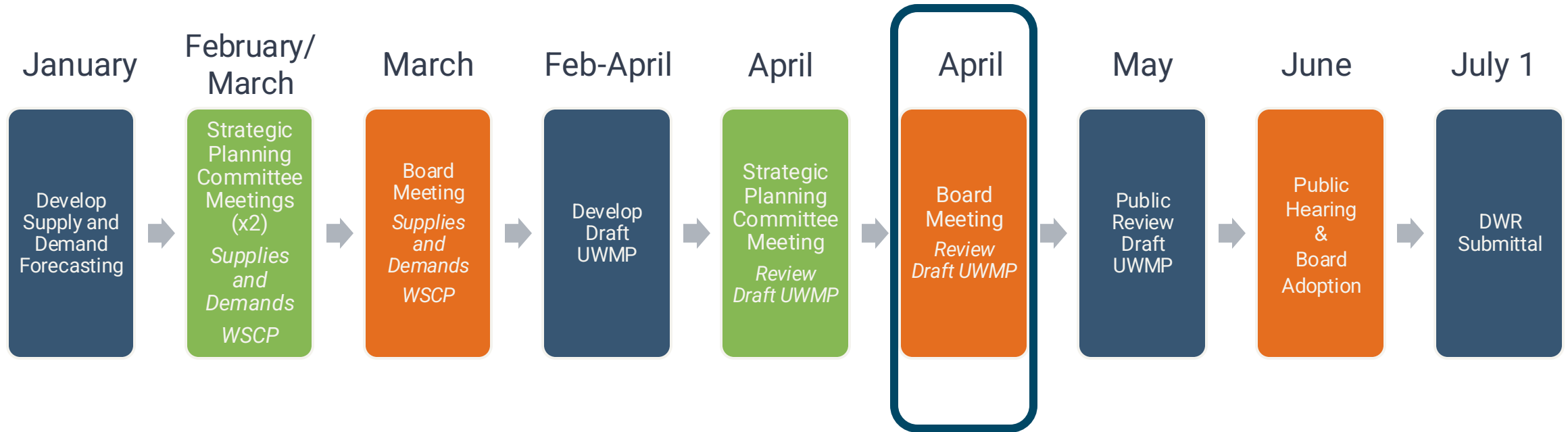


# Agenda

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- Schedule Overview
- UWMP Act Requirements
- Service Area
- Water Demands and Conservation
- Water Supply Portfolio
- Water Supply Availability
- Drought Risk Assessment
- Water Shortage Contingency Plan
- Timeline to Adoption

# Schedule Overview



# UWMP Act Requirements

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## Assembly Bill (AB) 797 - UWMP Act (1984):

Requires every **urban water supplier providing water for municipal purposes** either directly or indirectly **to more than 3,000 customers** or supplying more than 3,000 acre-feet per year (AFY) **to adopt and submit a UWMP every five years to DWR by July 1.**

## Core requirements for the UWMP include:

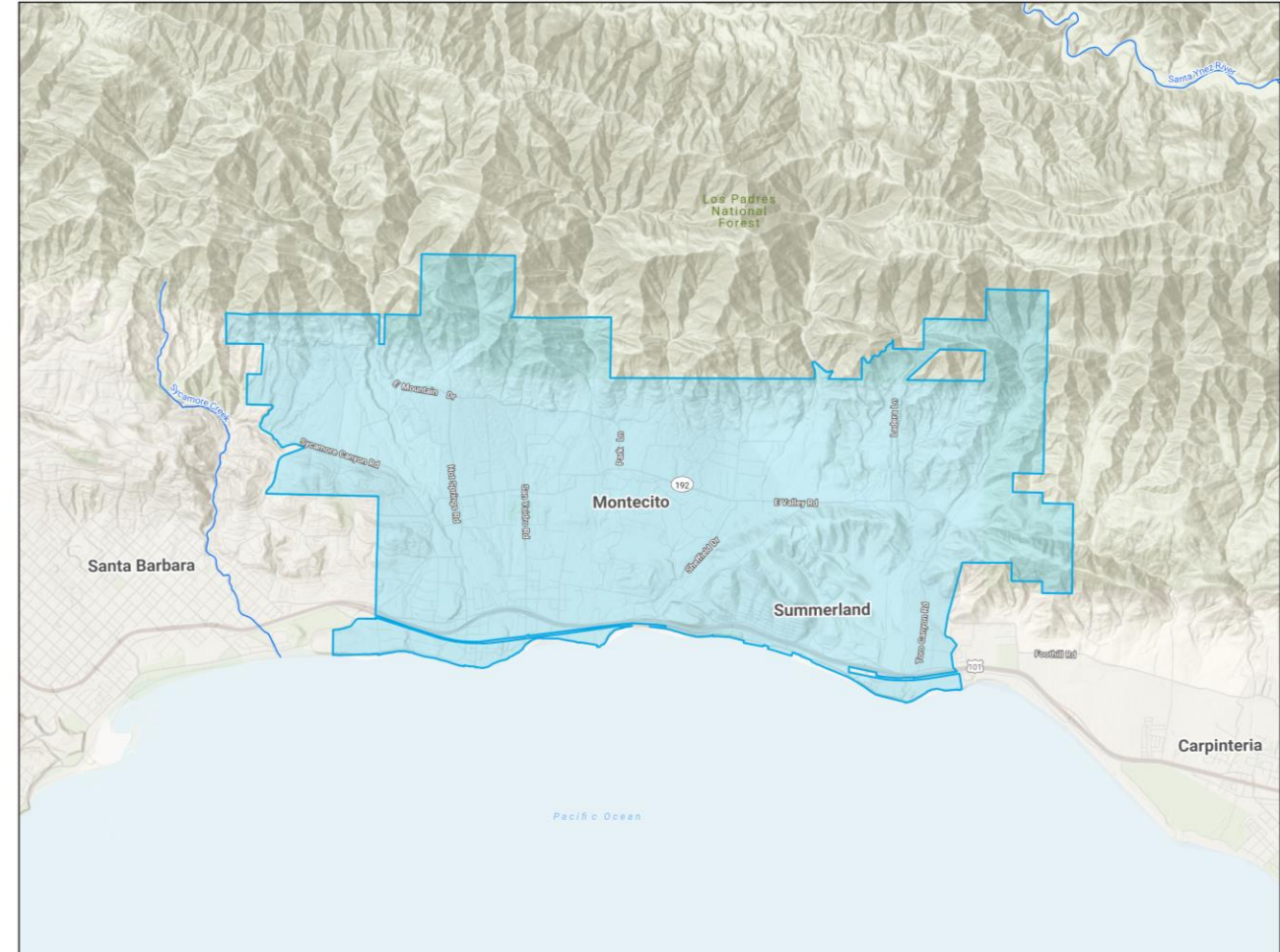
- Description of the water service area
- Estimates of past, present, and projected water use
- Estimates of existing and planned supply sources
- Senate Bill (SB) x7-7 analysis and target compliance
- Existing and planned demand management and other conservation measures
- Dry year supply estimates, including 5-year drought risk assessment
- Water Shortage Contingency Plan (WSCP)

# Service Area

- Provides potable and non-potable water services to an estimated 13,102 customers
- Delivers water to approximately 4,674 service connections
- Maintains and operates:
  - 2 surface water treatment plants
  - 8 active storage reservoirs
  - 114 miles of distribution pipeline
  - 7 pumping stations

**Population - Current and Projected**

Population Served	2025	2030	2035	2040	2045	2050
	13,102	13,433	13,772	14,120	14,476	14,842



# Water Demands and Conservation

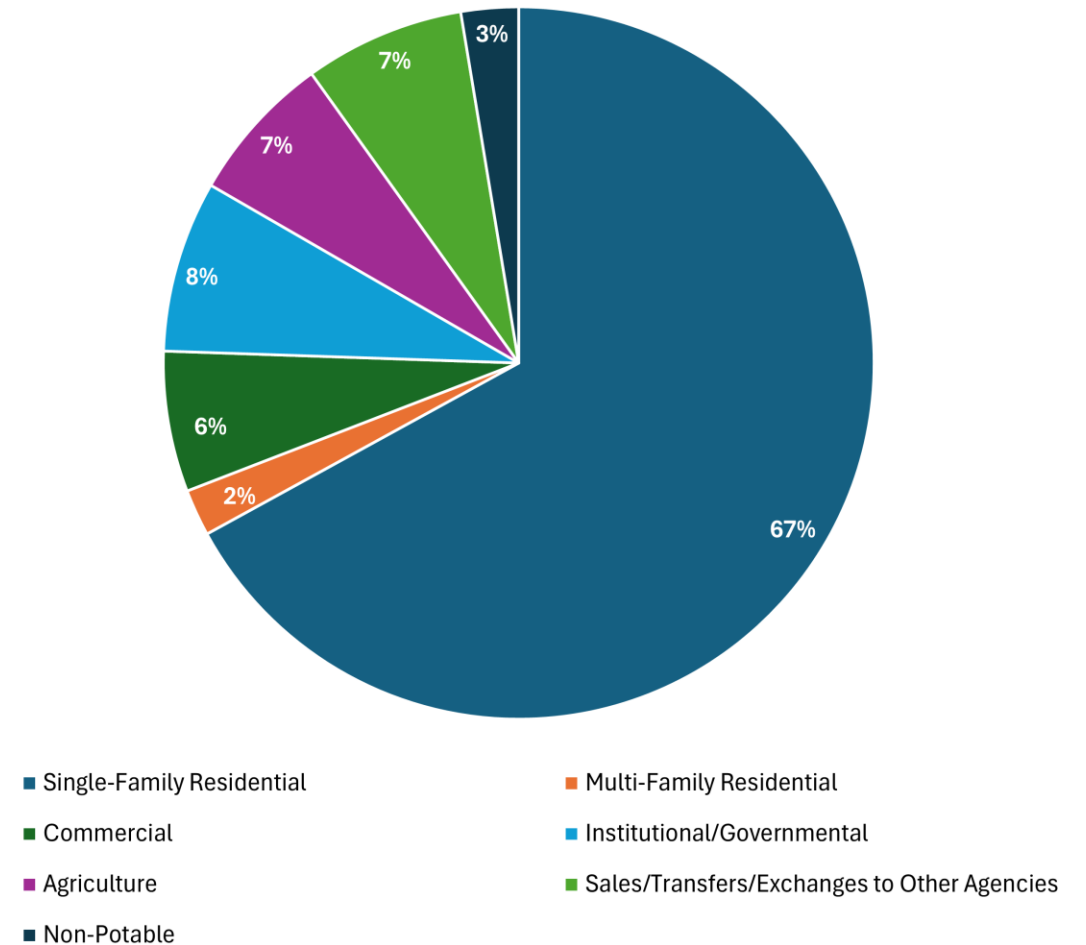
## Drivers of future demand:

- Future development
- Public education and outreach
- Ongoing conservation programs
- Continued improvements in water-use efficiency

## Demand Management Measures:

- District implements demand management measures through the Water Use Efficiency Program and Ordinance 99
- Implementation progress for 17 demand management measures tracked in UWMP

Water Use by Customer Class (Percentage)



# Water Supply Portfolio

- **Desalination** - Water Supply Agreement (WSA) with the City of Santa Barbara
- **Cachuma Project** - surface water from the Santa Ynez River
- **Jameson Lake** - surface water from the Santa Ynez River
- **Groundwater** - Montecito Basin
- **Groundwater infiltration** - Doulton Tunnel
- **State Water Project (SWP)**
  - Annual SWP Entitlement
  - Stored SWP supply - Semitropic
  - Supplemental water purchases, if needed



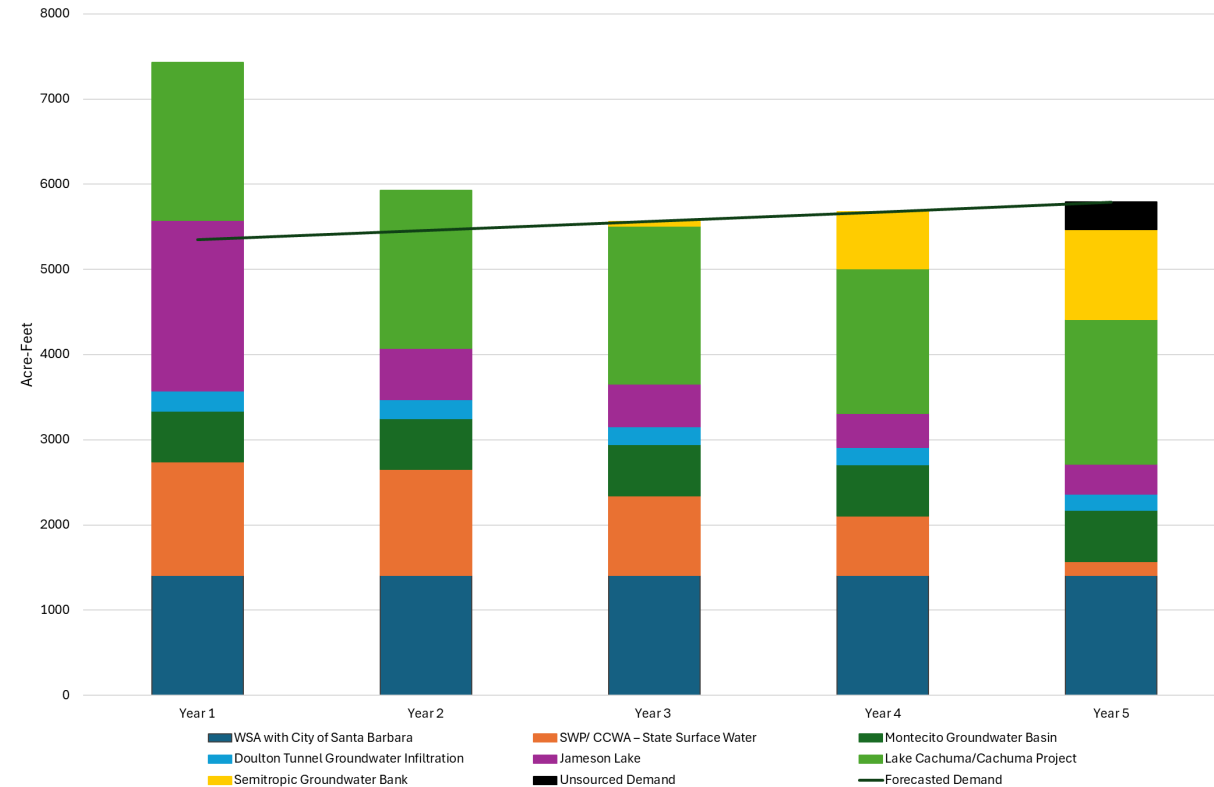
# Water Supply Availability (Normal Year)

Water Supply	Description	2030	2035	2040	2045	2050
Purchased or Imported Water	WSA with the City of Santa Barbara	1,409	1,409	1,409	1,409	1,409
Purchased or Imported Water	SWP/ CCWA – State Surface Water	1,628	1,560	1,493	1,452	1,452
Groundwater	Montecito Groundwater Basin	300	300	300	300	300
Groundwater	Doulton Tunnel Groundwater Infiltration	424	424	424	424	424
Surface Water	Jameson Reservoir	2,000	2,000	2,000	2,000	2,000
Surface Water	Cachuma Lake/Cachuma Project – Regional Surface Water	1,855	1,855	1,855	1,855	1,855
Supply from Storage	Semitropic Groundwater Bank	0	0	0	0	0
<b>Total Supply</b>		<b>7,616</b>	<b>7,548</b>	<b>7,481</b>	<b>7,440</b>	<b>7,440</b>
<b>Demand</b>		<b>4,472</b>	<b>4,577</b>	<b>4,684</b>	<b>4,795</b>	<b>4,908</b>
<b>Surplus/(Shortage)</b>		<b>3,144</b>	<b>2,971</b>	<b>2,796</b>	<b>2,645</b>	<b>2,532</b>

# Drought Risk Assessment

## Water Supply Availability in a Multi-Year Drought, 2050

- Water stored in Semitropic, Jameson Lake, and Cachuma carryover water are not shown, but represent additional water supply for the District
- Supply availability for SWP, Semitropic, and Cachuma water are constrained by conveyance capacity of barge pumps at Cachuma in Years 3-5
- Jameson Lake amounts based on 7-year rule curve
- Minor shortage projected in Year 5
- Full mitigation anticipated
  - Voluntary conservation and/or implementation of Stage 1 WSCP; or
  - Supply augmentation – e.g. future local GW banking, increased GW pumping, increased Jameson diversion, Cachuma barge modification



# Water Shortage Contingency Plan

- Describes how the District intends to **predict and respond to foreseeable and unforeseeable water shortages**
- Describes communication protocols, compliance and enforcement, legal authorities, and plan adoption

Core components of the WSCP include:

- Six standard shortage stages
- Shortage response actions
- Communication protocols
- Compliance and enforcement
- Monitoring and reporting

Shortage Level	Demand Reduction Actions	How much is this going to reduce the shortage gap?		Penalty, Charge, or Other Enforcement?
		Volume or Percentage	Shortage Gap Reduction Value	
1+	Increase communication to customers about parcel specific Water Budgets	Percentage	0-10%	No
1+	Increase Customer's use of WaterSmart, expanding leak alerts	Percentage	0-10%	No
1+	Promote Rebates program, Customer Water Audits and other water efficiency campaigns	Percentage	0-10%	No
1+	Expand public information campaign to enhance awareness of water use efficiency and conservation	Percentage	0-10%	No

*Demand Reduction Actions shown here are only for Stage 1, which is the only WSCP Stage required to cover unsourced demand in multi-year drought*

# Timeline to UWMP Adoption

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- Notice Public Hearing in Montecito Journal – **June 4 and June 11**
- Public Hearing and Board to Consider Adoption – **June 23**
- Deadline for Submittal to DWR – **By July 1**

# Questions?

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**MONTECITO WATER DISTRICT  
MEMORANDUM**

**SECTION: 5-C**

**DATE: APRIL 28, 2026**

**TO: BOARD OF DIRECTORS**

**FROM: GENERAL MANAGER**

**SUBJECT: QUARTERLY WATER SUPPLY UPDATE**

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**RECOMMENDATION:**

Information only.

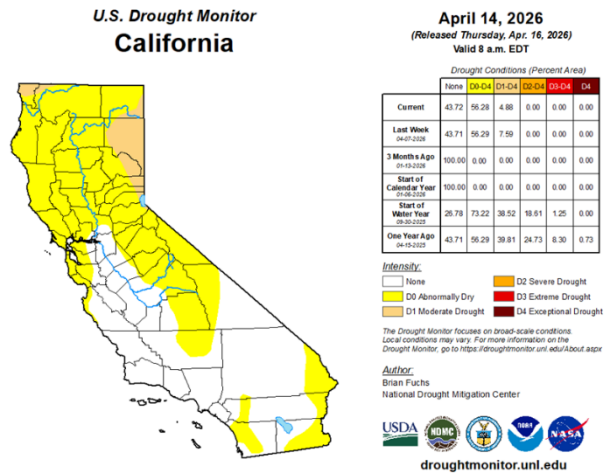
**DISCUSSION:**

*Overview*

The District’s 3-year water supply outlook remains favorable, particularly with local water supply conditions improving during the first quarter of the water year, beginning October 1, 2025. The region experienced two atmospheric river storm events this past winter that brought significant rainfall. In some cases, historic rainfall in parts of Santa Barbara County, including the Santa Ynez River watershed, resulted in filling and spilling at Jameson Lake and the Cachuma Project in December 2025. These two water supplies are critical to the District’s water security, providing over half of the District’s water supply in most years. This past winter, hydrologic conditions in northern California, which supplies the State Water Project, were not as favorable; current rain totals are generally average, and snowpack remains at about 10% of the normal average to date.

Local surface water conditions are complemented by the long-term water supply reliability enhancements implemented in recent years, such as acquisition of ocean desalination supplies from the City of Santa Barbara and groundwater banking with Semitropic. These have put the District in a strong position to respond to changing conditions.

As of April 14, 2026, the US Drought Monitor indicates about 60% of the state, primarily in Northern California, has returned to drought conditions after being drought-free as recently as January 2026. Santa Barbara

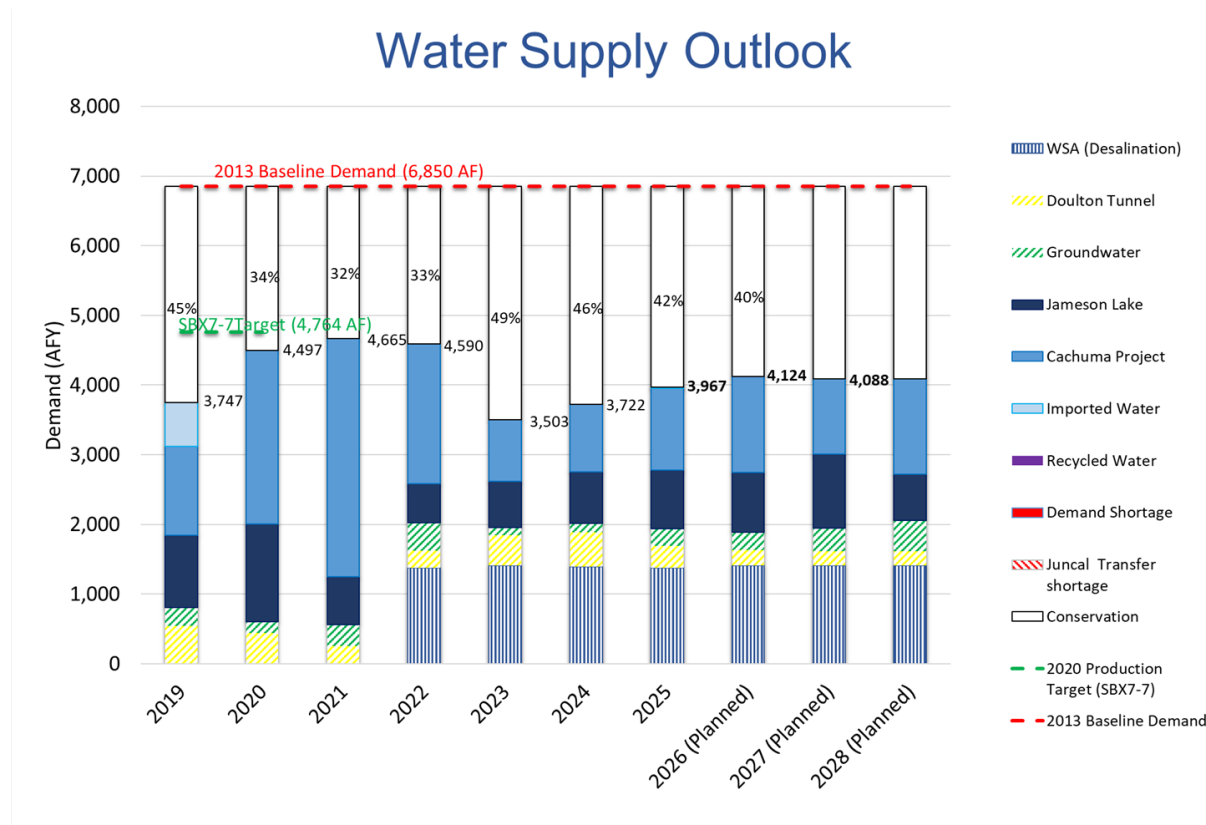


**Figure 1: US Drought Monitor Map**

County remains free of drought conditions. Local rainfall totals are approximately 150% of the normal-to-date average, with the majority of that rainfall occurring in November and December 2025. According to District records, rainfall reached historic amounts with 11.29 inches received in November in Montecito (measured at the District office), and 16.94 inches in December at Jameson Lake. Since January 2026, local rainfall has consistently remained below normal.

The District’s 3-year water supply outlook continues to indicate adequate water to meet total projected customer water demand through Water Year (WY) 2028 without projected water shortages, or the need for imported water (i.e., State Water Project, supplemental, Semitropic). Water production to date for WY 2026 is 1,502 acre feet (AF), which is about 5% under planned use. Total planned (or budgeted) water production for WY 2026 is about 4,100 AF based on the average demand over the prior 5-years (2021-2025).

Sources of water supply planned for use to meet customer demands in WY 2026 include the Water Supply Agreement with the City of Santa Barbara (ocean desalination), Cachuma Project, Jameson Lake, and groundwater. The State Water Project (SWP) remains surplus and is not planned for use in WY 2026. Any 2026 SWP Table A allocated by the Department of Water Resources may be stored in Semitropic, further bolstering that drought supply, or transferred (sold) to Homer LLC pursuant to the *2024 Water Management Program Agreement*.



**Figure 2: 3-Year Water Supply Outlook**

Despite the favorable water supply outlook, efficient water use remains necessary to extend the availability of water supplies and to bolster long-term water supply reliability. Many water use efficiency-related initiatives continue including water use efficiency rebates, use of property specific water budgets and smart water meters (automated metering infrastructure), and construction of a demonstration garden. Additionally, the evaluation of various long-term water supply initiatives continues and includes the potential need for additional independent local rainfall water supplies, local groundwater banking, and the optimal use of surplus State Water Project supplies.

#### *Update on Water Sources*

The **Cachuma Project**, a United States Bureau of Reclamation (USBR) owned and operated surface water reservoir is a critical local surface water supply for the District. The Cachuma Project has historically supplied about 40% of the District's annual water supply but this has been reduced to about 30% since the acquisition of ocean desalination from the City of Santa Barbara. This reduction in reliance on the Cachuma Project enables this critical supply to be preserved for later use, such as during dry periods or droughts. The District's full Cachuma Project contractual entitlement is 2,651 AF, and annual allocations vary depending on lake levels. As of March 31, 2026, the Cachuma Project is nearly 100% of its current full storage capacity, a result of two significant atmospheric river storm events occurring in November and December 2025 that filled and spilled the reservoir on December 31, 2025. The Cachuma Project allocation for WY 2026, issued by USBR is 100% and similar allocations are anticipated for the next three water years even under dry conditions.

As of December 31, 2025, the District's has 2,615 AF of Cachuma Project supplies available, which includes 2 WY2026 allocation and 39 AF of additional Cachuma Project supplies pursuant to an Exchange Agreement with the Santa Ynez River Water Conservation District, Improvement District No. 1.

The District's 3-year water supply outlook projects a 100% Cachuma Project allocation through WY 2029.

**Jameson Lake**, another critical local surface water supply for the District, reached 100% of the current full storage capacity (4,587 acre feet) on December 24, 2025, following the same atmospheric river storm events that occurred in November and December 2025. Jameson Lake is a District-owned and operated facility that serves as a longer-term drought supply with reduced deliveries available over an extended period. Projected annual deliveries are consistent with the District's 2020 modified rule curve for the reservoir, which plans for up to 2,000 acre feet of deliveries when the lake is full, reducing to between 500 to 800 acre feet per year thereafter as the lake level declines. The purpose of increasing deliveries when the lake is full is to draw down the level from full to create available storage capacity to capture runoff, if any, in subsequent years. Total Jameson Lake water deliveries planned for WY 2026 are 735 AF, which is reduced from

typical deliveries of about 1,100AF due to water quality challenges experienced during the 2025-26 winter.

**Doulton Tunnel** is a 2.2-mile tunnel through the Santa Ynez Mountains allowing for the passage of Jameson Lake deliveries to the South Coast for delivery to the District's service area. The tunnel itself experiences water intrusion (water entry from the surrounding soil and rock) which contributes to water deliveries from Jameson Lake. Tunnel intrusion is groundwater and is highly dependent on hydrology. Deliveries have historically ranged from 50 gallons per minute (gpm) to 1,500 gpm, but typically average between 150 gpm to 350 gpm. As of early March 2026, tunnel intrusion is trending at about 400 gpm and this will change depending on the hydrology. Total Doulton Tunnel planned water deliveries for WY 2026 are 235 AF.

**Desalination** deliveries began in January 2022, with the District receiving 117.4 AF of water per month from the City of Santa Barbara, in accordance with the September 2020 *Water Supply Agreement* (WSA). These deliveries are made possible by the City's operation of its ocean desalination facility. This local, rainfall independent water supply is nearly 100% reliable and serves as a baseline supply for the District, helping to mitigate the impact of ongoing and future regulatory, environmental, and climatic challenges affecting other water sources. Deliveries, pursuant to the WSA occur irrespective of hydrologic conditions. The District's 3-year water supply outlook projects regular monthly deliveries of 117.4 AF. Total desalination water deliveries planned for WY 2026 are 1,409 AF, or approx. 33% of total annual production.

**Groundwater** serves as an important drought supply for the District. During average or wet conditions, the District rests its potable wells, allowing for increased recovery of the groundwater basin. During below average or dry periods, the District increases groundwater production from the basin. The District has six potable and six non-potable active groundwater wells capable of pumping a combined total of approximately 700 acre feet per year (AFY), depending on groundwater levels. The District's 3-year water supply outlook projects groundwater production to be between 100 and 450 AFY through WY 2028, depending on hydrologic conditions. Total groundwater deliveries planned for WY 2026 have reduced following the above average wet winter and are project to be 251 AF.

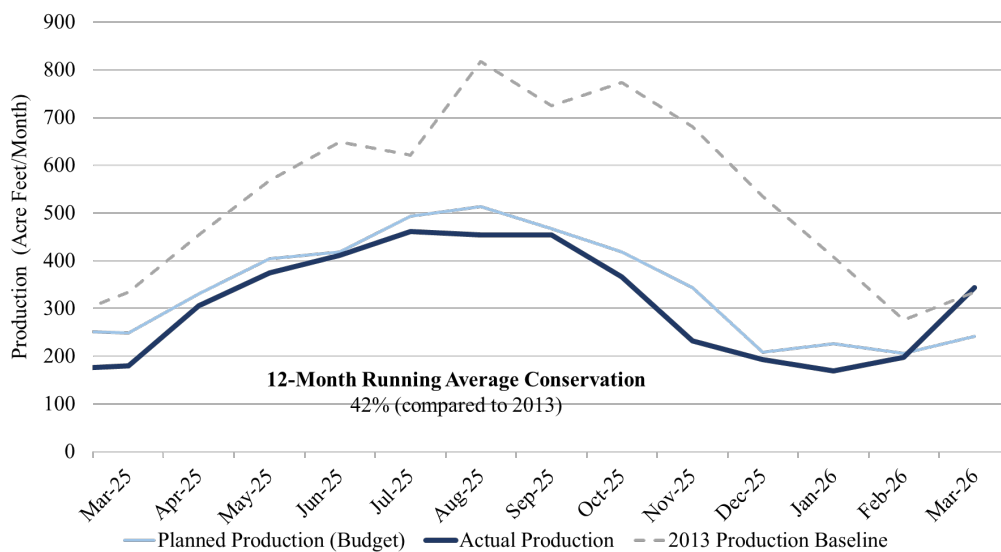
The **State Water Project** (SWP) is a supplemental surface water source supplying water from Northern California. The District's full Table A entitlement is 3,300 acre feet, which includes a 300 acre foot drought buffer. The Department of Water Resources (DWR) reviews SWP water availability monthly and releases allocation updates, with the first annual allocation typically released around December 1 for the upcoming calendar year and a final annual allocation typically released around May 1. As of March 31, 2026, the SWP Table A allocation for 2026 is 30% (990 AF). SWP supplies continue to be surplus to the District's needs and deliveries are not anticipated through WY 2028. The District has several options available for managing this supply including (a) storage in SWP system, (b) delivery to the Cachuma Project for storage, (c) storage or banking in the Semitropic Groundwater Banking and Exchange Program, and/or (d) a transfer (sell) to Homer LLC. In or around April/May 2026, when the final SWP Table A allocation becomes

known, the District’s Board of Directors will determine how to utilize the District’s available SWP water supplies in that year.

The District participates in the **Semitropic Groundwater Banking and Exchange Program**. During average or wet conditions, the District may store surplus SWP water in a groundwater basin located in the Central Valley of California for future use or delivery during below average or dry conditions. Participation in this program provides a guaranteed right to withdraw or recover up to 1,500 AFY of District-stored water and store up to 4,500 AF at any time. The District’s contract with Semitropic allows for the storage of water in excess of the stored water right of 4,500 AF if Semitropic has available capacity within their groundwater banking program. To date, the Semitropic banking program is at approximately 50-60% of capacity and has never in its history reached the program storage capacity limit. The District maximized storage of surplus SWP water in Semitropic through the end of 2024. In late 2025, an additional 23 AF was stored in Semitropic to avoid any potential loss of Article 56C water due to a spill condition at the SWP San Luis Reservoir in early 2026. As of March 31, 2026, the District has 5,802 AF of its SWP water stored in Semitropic and available for use. Storing surplus SWP supplies in Semitropic bolsters the District’s drought supplies and reduces the risk of its loss due to conditions, such as spill at the SWP San Luis Reservoir.

*Customer Water Use (Demand)*

Since Fall 2022, customer demand has trended generally below budget, a result of continued cooler, foggier and/or wetter conditions. Customer water use in WY 2026 (through March 31, 2026) is trending about 5% below planned levels, which is attributable to the significant storm events occurring in November and December 2025. Annual budgeted water ‘production’ aligns with the 5-year average (2021-2025) customer use, which is approx. 4,100 AF.



**Figure 3: Planned vs. Actual Water Production**

In December 2022, the District adopted its first *Water Use Efficiency Plan* (WUEP) which is a long-term plan targeting permanent changes in customer use water, consistent with the State’s goal of *Making Conservation a California Way of Life*. The Plan includes a variety of recommended actions to encourage and help achieve a permanent long-term reduction in water use. Implementation of the WUEP continues with water conservation programs such as making available water use efficiency rebates, providing customers with property specific water budgets, developing a demonstration garden, and other actions. More information on the District’s water conservation programs is available on its website [www.montecitowater.com](http://www.montecitowater.com).

In 2018, the California Legislature enacted two key policy bills – Senate Bill 606 (SB 606) and Assembly Bill 1668 (AB 1668) – to implement a new framework for long-term water conservation and drought planning for water suppliers. AB 1668 and SB 606 build on the State’s ongoing efforts *Making Conservation a California Way of Life*, including Senate Bill X7-7, creating a new foundation for long-term improvements in water conservation and drought planning. SB 606 and AB 1668 establish guidelines for efficient water use and a framework for the implementation and oversight of the new standards. Among other provisions, the legislation includes establishing urban water use objectives (UWUO) and long-term standards for efficient water use that apply to urban retail water suppliers. The UWUO is an estimate of aggregate efficient water use from the previous year based on adopted water use efficiency service area characteristics for that year. All UWUO requirements became effective in 2024, and compliance must be achieved by 2027. An urban supplier that does not meet its UWUO may be required by the State to enact policies and projects that result in a reduction in water use. The District’s annual reporting to the State Water Resources Control Board, the latest occurring in late 2025 for fiscal year ending June 30, 2025, indicates it remains in compliance with its UWUO.

Supporting compliance with the UWUO legislation, in October 2022, the District initiated the development of water budgets. A Water Budget is a property-specific monthly water use target that promotes efficient indoor and outdoor water use while preserving existing landscaping and semi-rural atmosphere of the community. Water budgets account for seasonal changes in water use such as irrigation in winter versus summer and provide flexibility to customers to choose how they use water on their property while discouraging water waste and excessive use. The development of water budgets was completed and rolled out for customer use in April 2025 on monthly water bills. More details are available on the District’s website at <https://www.montecitowater.com/conservation/water-budgets/>.

### *Water Supply Outlook*

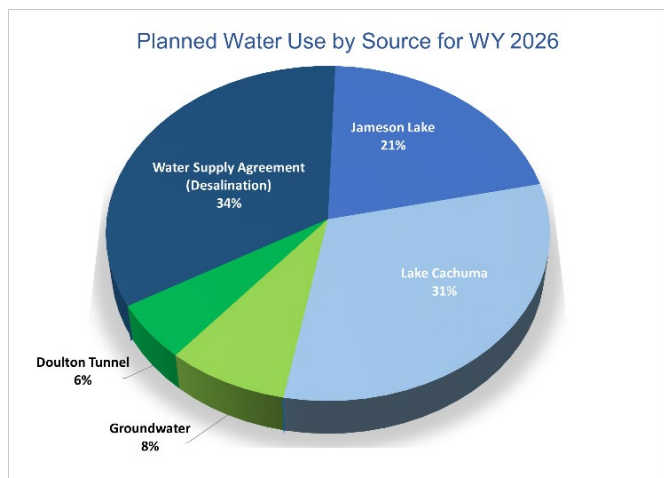
Based on available information, including assumed below-average hydrologic conditions in WY 2027 and WY 2028, the District’s 3-year water supply outlook indicates adequate supplies to meet planned customer use without anticipated water shortages or the need for imported water.

Despite the favorable water supply condition, efficient water use remains essential to the long-term reliability of the District’s water supply. Demand management is necessary to ensure alignment with planned use continues. Focus continues to be on efficient water use, in particular

the implementation of the 2022 *Water Use Efficiency Plan* including water use efficiency rebates, and use of property specific water budgets and smart water meters (automated metering infrastructure). These actions provide Customers and the District with tools to effectively manage water use, including avoiding water waste and loss.

In June 2026, the District will complete and submit its 2025 *Urban Water Management Plan* to the Department of Water Resources. Every urban water supplier that either provides over 3,000 acre-feet of water annually or serves more than 3,000 urban connections is required to prepare an Urban Water Management Plan (UWMP) including a separate Water Shortage Contingency Plan (WSCP). UWMPs are prepared by urban water suppliers every five years, with the latest being the 2025 UWMP which is due by July 1, 2026. UWMPs support long-term resource planning to ensure adequate water supplies are available to meet existing and future water needs. It assesses the near- and long-term reliability of the District supplies to meet expected demands in various hydrological conditions, including normal and single dry years, as well as during a drought condition lasting five consecutive years. The District’s draft 2025 UWMP projects a diversified and reliable source of supply to meet expected demands under various circumstances for the foreseeable future. In normal hydrologic years, the District has more than sufficient supplies to meet demands without implementing demand management measures through 2050. The District also has sufficient supplies to satisfy demands in all single dry year scenarios analyzed, which means the District is well prepared to weather short droughts without needing to reduce customer demands. During Year 5 of severe multi-year droughts, the UWMP anticipates that there may be a minor supply shortage of up to 5 percent. Water use during Year 5 of multi-year drought could feasibly be reduced, if needed to align with available supplies through implementation of Stage 1 of the WSCP. No further WSCP stages are anticipated to be required to meet demands during severe multi-year drought periods, though the WSCP does provide for additional water shortage stages should an emergency shortage occur.

Primary sources of water supply planned for use to meet customer demands in WY 2026 include the Water Supply Agreement with the City of Santa Barbara (desalination), the Cachuma Project, Jameson Lake, groundwater. Banked water stored in the Semitropic will remain in reserve for future use. SWP Table A water is not planned for use in WY 2026, and any available 2026 allocation may be added to Semitropic or transferred (sold) to Homer LLC.



The District continuously evaluates water supply conditions and the need for additional supplement water and/or demand-management measures to ensure water supply availability over a three-year planning period and beyond.

### *Water Supply Enhancements*

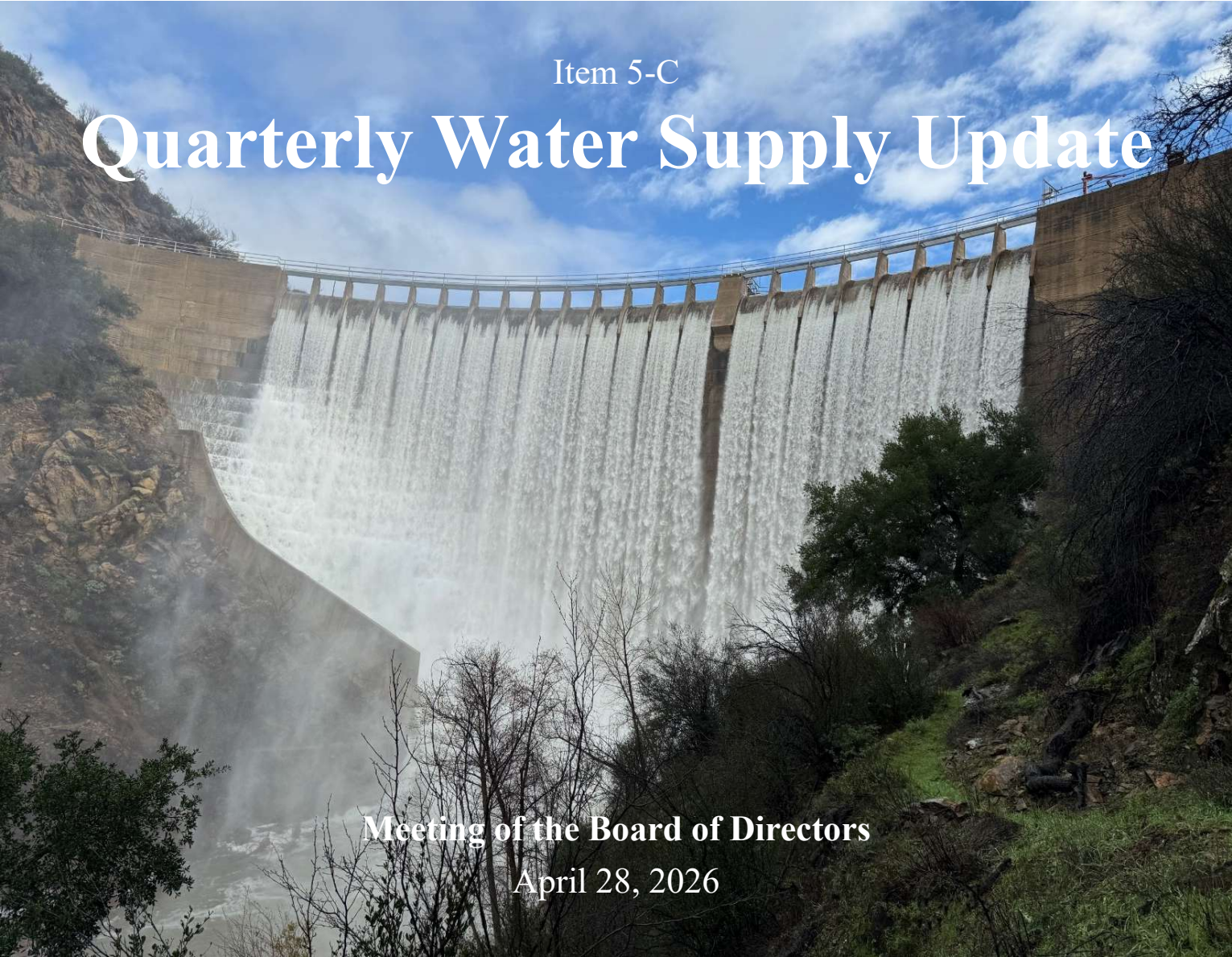
The District continues to evaluate other means of bolstering water supply reliability including the acquisition of new sources of local reliable water supplies and local groundwater banking.

Since 2018, the District has evaluated the feasibility of implementing a **Recycled Water** project. The District's *2023 Enhanced Recycled Water Feasibility Study*, prepared in collaboration with the Montecito Sanitary District (MSD), recommended a regional indirect potable reuse (IPR) project involving multiple special districts and benefiting multiple urban water purveyors and groundwater basins. The project proposed to treat secondary wastewater effluent from the MSD Wastewater Treatment Plant (WWTP), implement advanced treatment at the MSD WWTP site, and convey purified water south to the Carpinteria Groundwater Basin for injection. The District would recover the injected water either through supply exchanged with the Carpinteria Valley Water District or direct pump back to the District's distribution system. In September 2023, the District was selected for a \$1M grant through the USBR WaterSmart: Water Recycling and Desalination Planning Program to fund preliminary design (30% design) and environmental review for this project. Unfortunately, capital costs for public works projects had increased significantly since 2021 due to extraordinary inflation and other factors. This resulted in an estimated 40% increase in the projected cost of the District's contemplated IPR project. Due to cost increases and a reduction in available State and Federal funding programs, at its March 25, 2024, meeting, the District's Board of Directors placed the recycled water project on hold until further notice including forgoing the USBR WaterSMART Planning Grant. If additional planning and construction grant funding opportunities become available and/or the anticipated unit cost of advanced treated water decreases making a recycled water project financially viable, the District will consider reinitiating a recycled water project.

In May 2025, the District completed separate evaluations of Aquifer Storage and Recovery (ASR) in the Montecito and Carpinteria Groundwater Basins. These evaluations assessed the feasibility of implementing an ASR program for storage of surplus water and to bolster the District's drought supplies. Despite identified challenges obtaining regulatory approval, the evaluations determined the ASR programs to be feasible, cost effective, and a water supply reliability benefit. Further evaluation or development of an ASR program in the Montecito Groundwater Basin is continuing with the planned preparation of an application for an ASR program from the Regional Water Quality Control Board in mid-2026. Further evaluation or development of an ASR program in the Carpinteria Groundwater Basin, in collaboration with Carpinteria Valley Water District (CVWD) and the Carpinteria Groundwater Sustainability Agency, is subject to CVWD's development schedule which remains unknown.

## **ATTACHMENTS**

1. Quarterly Water Supply Update Presentation



Item 5-C

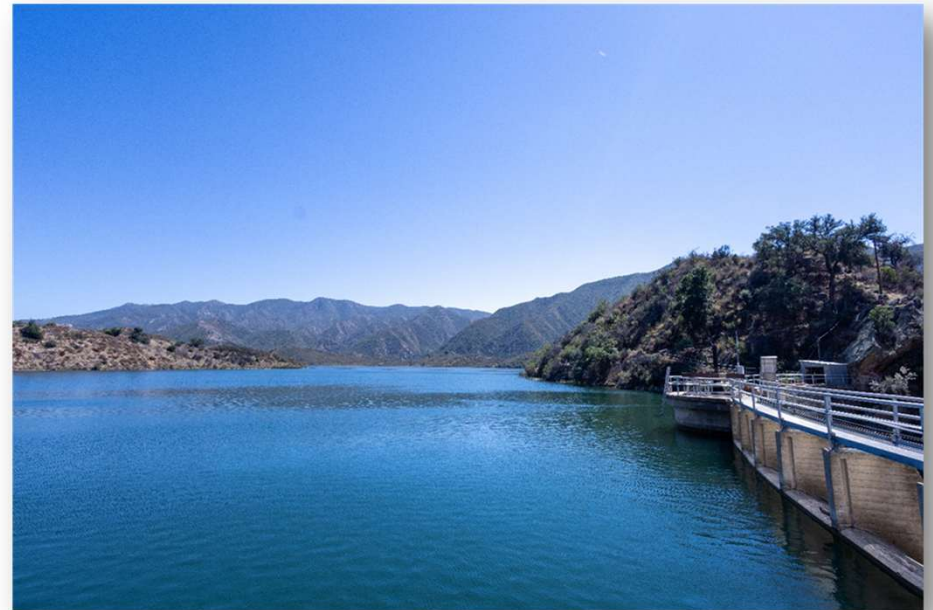
# Quarterly Water Supply Update



Meeting of the Board of Directors  
April 28, 2026

# Outline

1. Hydrologic Conditions
2. Water Use Trends
3. Water Supply Status
4. Water Supply Outlook
5. Supporting Initiatives





# Highlights

## 1. **3-year Water Supply Outlook remains favorable through WY2028**

- No projected water shortages, or need for imported water

## 2. **Hydrologic Conditions**

- Locally;  $\pm 150\%$  of normal rainfall to date
- Northern California; Average rainfall to date; snowpack at 10% of normal as of April 2026
- US Drought Monitor indicates 60% of State, primarily northern California, has returned to drought conditions; Santa Barbara County remains free of drought conditions

## 3. **Water Supply Update**

- Desalination deliveries continue while the City's desal plant is temporarily shut down for maintenance and repairs
- Jameson Lake and Cachuma Project at 100% of capacity; 220 AF of spill water from Cachuma delivered
- 2026 SWP Table A allocation is currently 30%; No Article 56C (carryover) water

## 4. **No planned use of SWP water in 2026; surplus Table A water available for storing or transferring to Homer in 2026**

## 5. **Customer water use trending 5% below planned use for WY2026; April use first at or above budget in over 12 months**



# Drought Map

**U.S. Drought Monitor  
California**



**January 20, 2026**  
(Released Thursday, Jan. 22, 2026)  
Valid 7 a.m. EST

	Drought Conditions (Percent Area)					
	None	D0-D4	D1-D4	D2-D4	D3-D4	D4
Current	100.00	0.00	0.00	0.00	0.00	0.00
Last Week 01-13-2026	100.00	0.00	0.00	0.00	0.00	0.00
3 Months Ago 10-21-2025	42.78	57.22	32.14	9.58	1.10	0.00
Start of Calendar Year 01-06-2026	100.00	0.00	0.00	0.00	0.00	0.00
Start of Water Year 06-30-2025	26.78	73.22	38.52	18.61	1.25	0.00
One Year Ago 01-21-2025	33.22	66.78	39.39	32.86	11.90	0.00

**Intensity:**  
 None (White)      D2 Severe Drought (Orange)  
 D0 Abnormally Dry (Yellow)      D3 Extreme Drought (Red)  
 D1 Moderate Drought (Light Orange)      D4 Exceptional Drought (Dark Red)

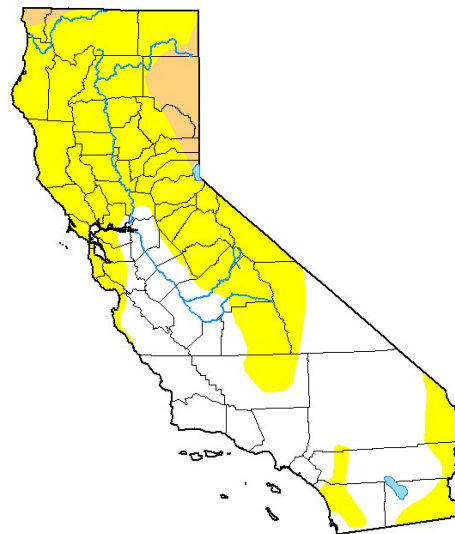
*The Drought Monitor focuses on broad-scale conditions. Local conditions may vary. For more information on the Drought Monitor, go to <https://droughtmonitor.unl.edu/About.aspx>*

**Author:**  
Brad Rippey  
U.S. Department of Agriculture



[droughtmonitor.unl.edu](https://droughtmonitor.unl.edu)

**U.S. Drought Monitor  
California**



**April 14, 2026**  
(Released Thursday, Apr. 16, 2026)  
Valid 8 a.m. EDT

	Drought Conditions (Percent Area)					
	None	D0-D4	D1-D4	D2-D4	D3-D4	D4
Current	43.72	56.28	4.88	0.00	0.00	0.00
Last Week 04-07-2026	43.71	56.29	7.59	0.00	0.00	0.00
3 Months Ago 01-15-2026	100.00	0.00	0.00	0.00	0.00	0.00
Start of Calendar Year 01-06-2026	100.00	0.00	0.00	0.00	0.00	0.00
Start of Water Year 06-30-2025	26.78	73.22	38.52	18.61	1.25	0.00
One Year Ago 04-15-2025	43.71	56.29	39.81	24.73	8.30	0.73

**Intensity:**  
 None (White)      D2 Severe Drought (Orange)  
 D0 Abnormally Dry (Yellow)      D3 Extreme Drought (Red)  
 D1 Moderate Drought (Light Orange)      D4 Exceptional Drought (Dark Red)

*The Drought Monitor focuses on broad-scale conditions. Local conditions may vary. For more information on the Drought Monitor, go to <https://droughtmonitor.unl.edu/About.aspx>*

**Author:**  
Brian Fuchs  
National Drought Mitigation Center

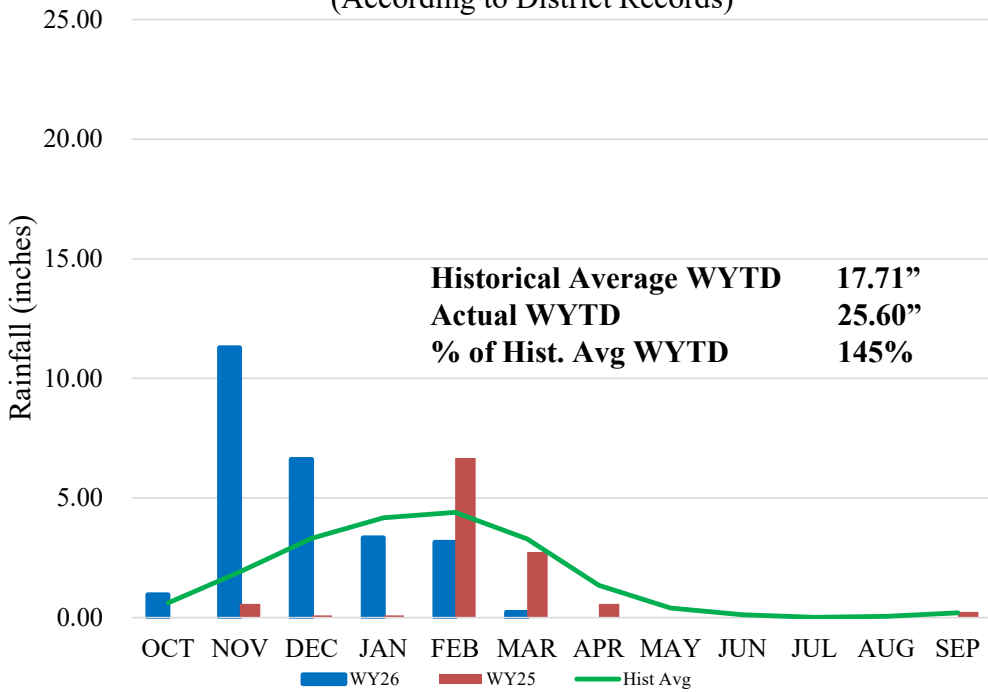


[droughtmonitor.unl.edu](https://droughtmonitor.unl.edu)

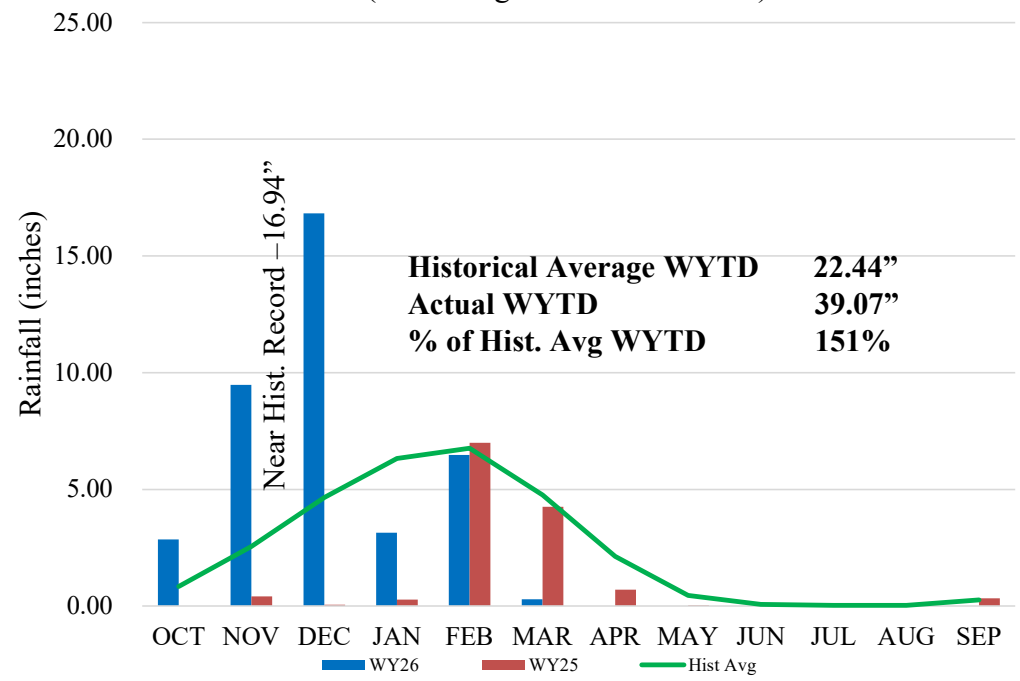


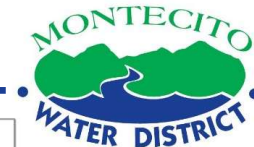
# Rainfall

**Montecito**  
(According to District Records)



**Jameson Lake**  
(According to District Records)



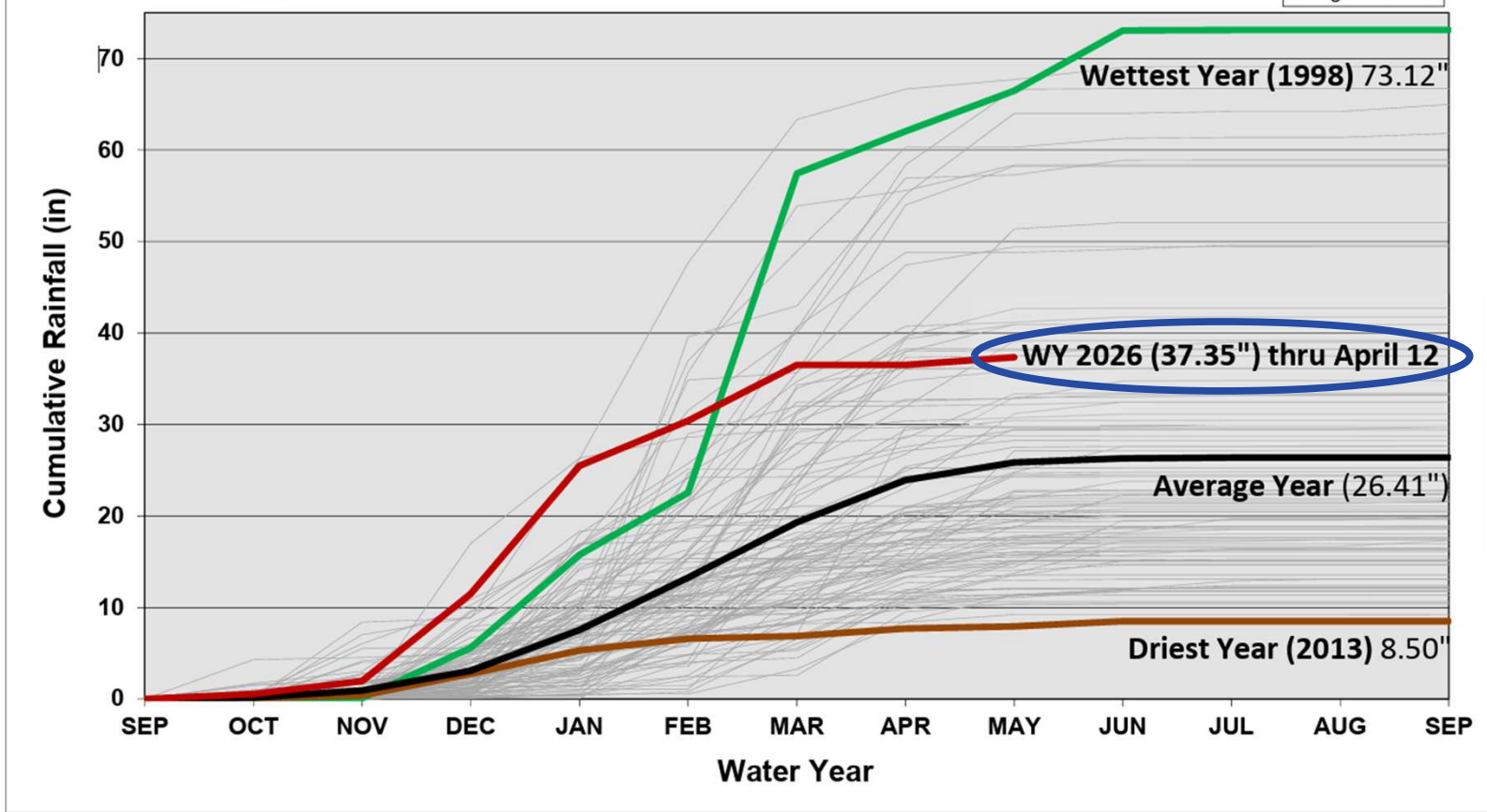


### 107 Years of Rainfall - Gibraltar Dam

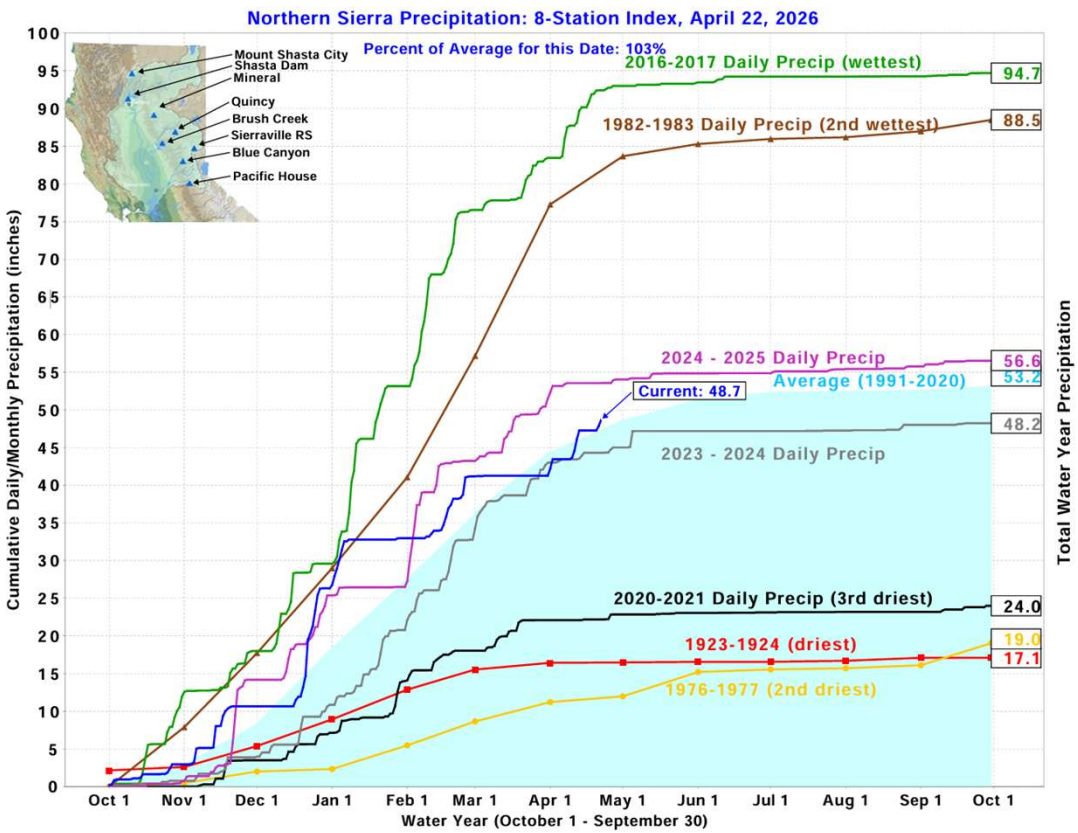
Water Years 1920 - 2026

(WY2026 through April 12, 2026)

Page 3 of 3



# HYDROLOGIC CONDITIONS – NORTHERN CALIFORNIA



## STATEWIDE SNOW WATER CONTENT

CURRENT REGIONAL SNOWPACK FROM AUTOMATED SNOW SENSORS

% of April 1 Average / % of Normal for This Date



NORTH	
Data as of April 22, 2026	
Number of Stations Reporting	30
Average snow water equivalent (inches)	2.6
Percent of April 1 Average (%)	10
Percent of normal for this date (%)	11

CENTRAL	
Data as of April 22, 2026	
Number of Stations Reporting	53
Average snow water equivalent (inches)	6.1
Percent of April 1 Average (%)	22
Percent of normal for this date (%)	25

SOUTH	
Data as of April 22, 2026	
Number of Stations Reporting	25
Average snow water equivalent (inches)	5.8
Percent of April 1 Average (%)	25
Percent of normal for this date (%)	29

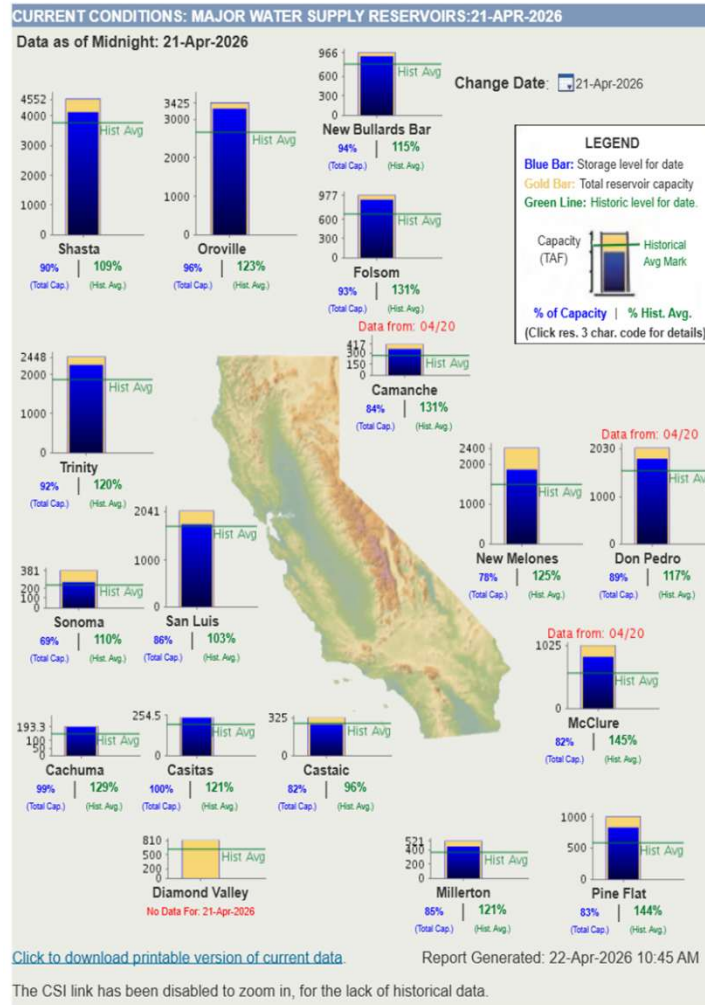
STATE	
Data as of April 22, 2026	
Number of Stations Reporting	108
Average snow water equivalent (inches)	5.1
Percent of April 1 Average (%)	19
Percent of normal for this date (%)	22

Statewide Average: 19% / 22%

Data as of April 22, 2026

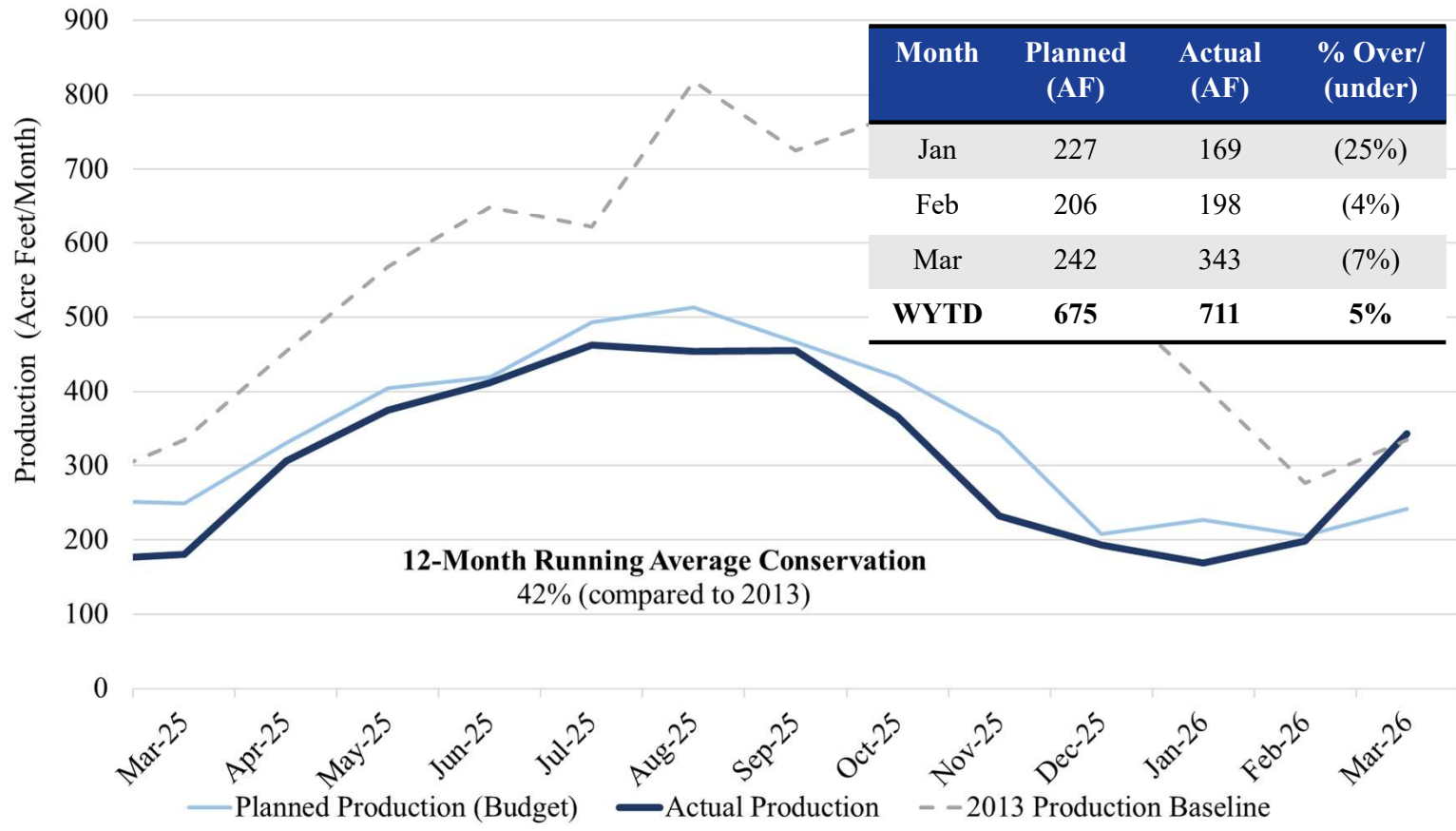


# HYDROLOGIC CONDITIONS – SWP RESERVOIR LEVELS





# Planned vs. Actual Production





# Cachuma Project

As of March 31, 2026

- 1. 99% (191,113 AF\*) of full storage capacity
- 2. Spill declared Dec. 31 – Mar. 20, 2026
  - 220.4 AF spill water delivered
- 3. Water available in Cachuma
  - WY26 Allocation 2,576 AF
  - ID1 Exchange (WYTD) 39 AF
  - Carryover 0 AF
  - SWP/Supplemental 0 AF
  - Total (March 31) 2,615 AF**



\* Data obtained from County of Santa Barbara Flood Control District – *Rainfall and Reservoir Summary*

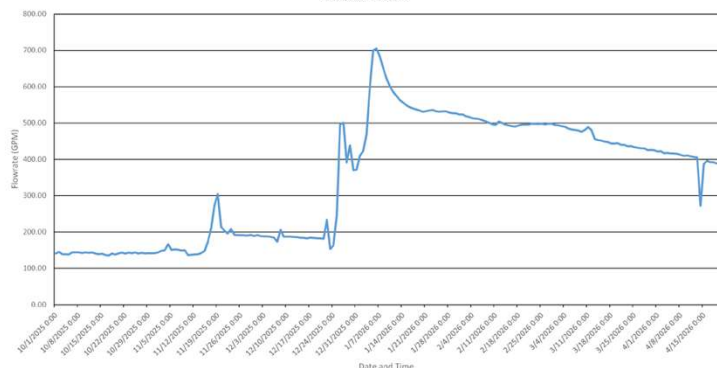
# Jameson Lake

As of March 31, 2026



1. Storage 4,587 AF (100% of current capacity)
2. Spill began December 24 and continues
3. Limited deliveries Jan –Mar 2026
  - Reduced demand following wet Nov/Dec
4. Water quality remains good
5. Doulton Tunnel Intrusion
  - Peaked at  $\pm 700$  gpm in early January
  - Currently averaging  $\pm 400$  gpm (54 AFM)
6. Resumed Jameson and Doulton deliveries in mid-April with increased demand

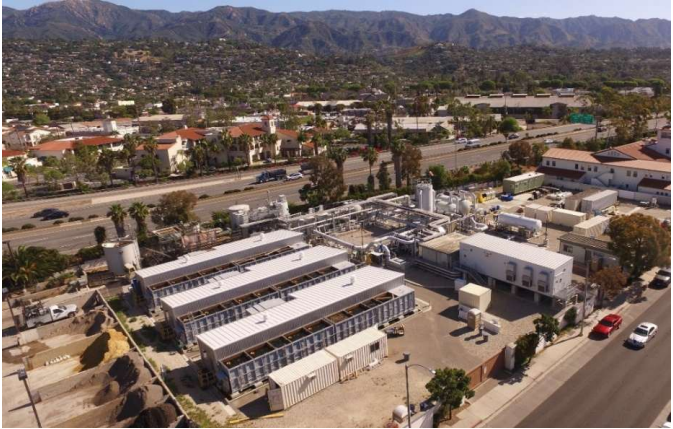
Doulton Tunnel Intrusion  
Oct 2025 - Present



# Desalination

As of March 31, 2026

1. 2020 Water Supply Agreement with City of Santa Barbara
  - 50-year water supply contact
  - Contracted amount 1,430 AFY
  - Deliveries occur irrespective of hydrologic conditions
  - Deliveries commenced January 1, 2022
  - Serves as base supply
2. 117.38 AF delivered monthly
  - Fully delivered January thru March 2026
3. Planned temporary shutdown of desalination facility
  - Occurring February through late summer
  - Needed maintenance and capital projects are planned



*City of Santa Barbara, Charles E. Meyer  
Desalination Facility*

# Groundwater

As of March 31, 2026

1. Well off during winter due to low demand and to allow for additional recharge
2. Resumed operation in mid-April; Rotating potable well operation to ensure operable status, and water quality meets standards
3. Overall planned use to be limited in 2026
4. Groundwater Management (Montecito GSA)
  - A. GSP implementation underway: Well Registry, GW monitoring, ISW Evaluation, and Reporting
  - B. Upcoming Meetings
    - Strategic Planning Committee – April 29, 2026
    - Finance Committee – May 5, 2026
    - Board of Directors – May 12, 2026



*Paden Well*

# Imported Water

As of March 31, 2026



1. State Water Project (SWP) Water
  - a. 2026 Table A Allocation 30%
  - b. 2026 SWP Water Accounting
 

• 2026 Table A Allocation (30%)	990 AF
• 2026 Table A Deliveries	(0 AF)
• ID1 Exchange	0 AF
• <u>Art 56 Carryover Water</u>	<u>0 AF</u>
<b>Total Available</b>	<b>990 AF</b>
  - c. SWP water remains surplus in 3-year water supply outlook; no planned deliveries
2. Supplemental Water – not anticipated through WY2028

# Stored Water

As of September 30, 2025

## Semitropic Groundwater Banking & Exchange Program

- a. General terms of participation
  - 1<sup>st</sup> priority right to bank and withdraw up to 1,500 AFY
  - Guaranteed storage up to 3x shares 4,500 AF
  - Storage in excess of 3x shares permitted if Semitropic has unused storage capacity available in the program
- b. Water stored (after 10% leave behind)
  - 2018-2025 (YTD) 5,802 AF
- c. Key Dates
  - (April) Request water to be stored in current CY
  - (May 1) Request water to be recovery in current CY



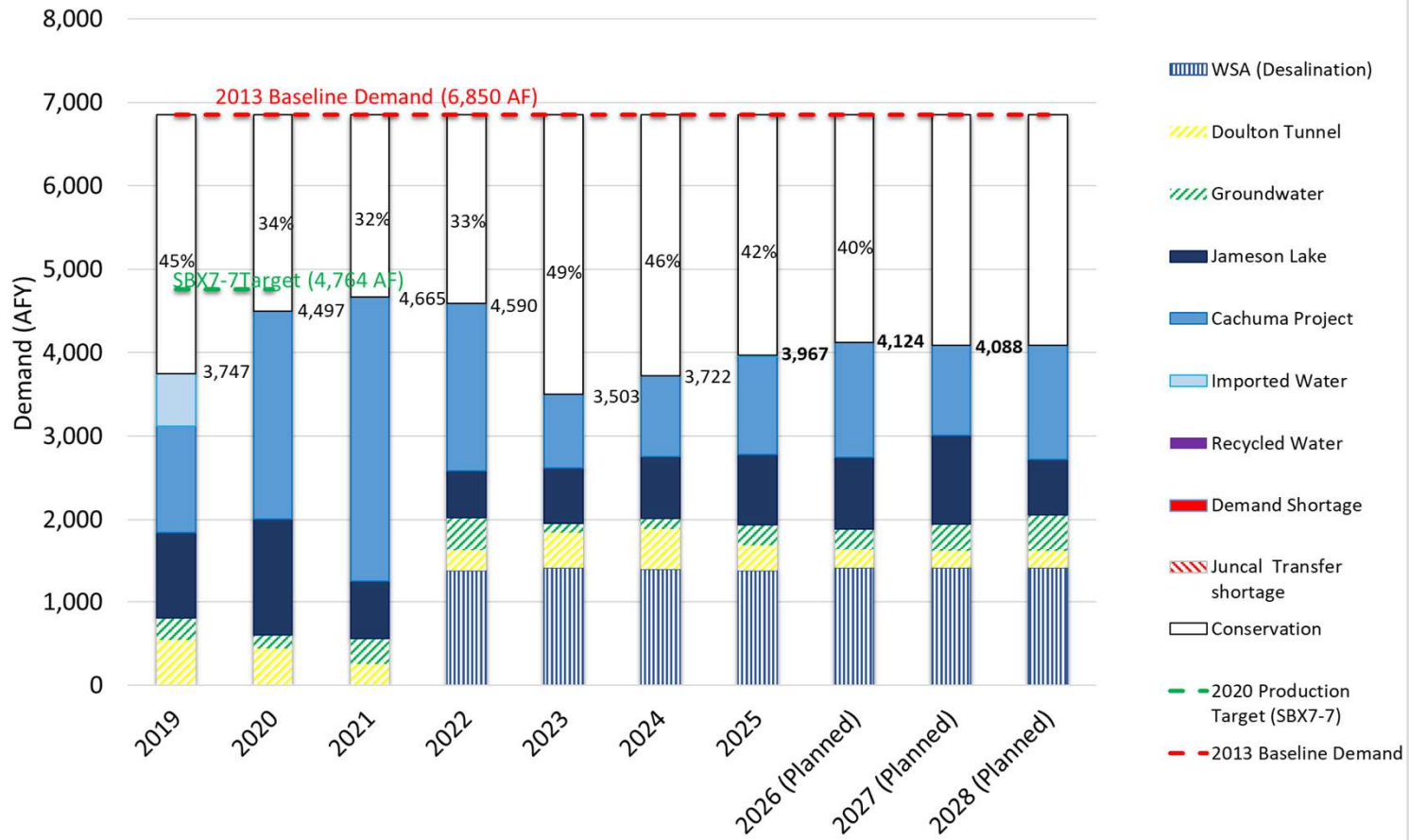


# Water Supply Summary

Source	Total Supplies Available as of 3/31/26 (AF)	Total WY26 Planned (AF)	Total WYTD Planned (AF)	Total WYTD Actual (AF)
1. Cachuma Project	2,615	1,340	198	425
2. Jameson Lake	4,587	735	481	195
3. Doulton Tunnel Infiltration	54 AF/mo	235	120	105
4. Potable/NP Groundwater	80 AF/mo	251	75	61
5. Imported (SWP /Supple.)	990 AF	0	0	13
6. WSA (Desalination)	117.4 AF/mo	1409	704	704
7. Stored (Semitropic)	5,802	0	0	0
<b>Total</b>			<b>1,578</b>	<b>1,502</b>



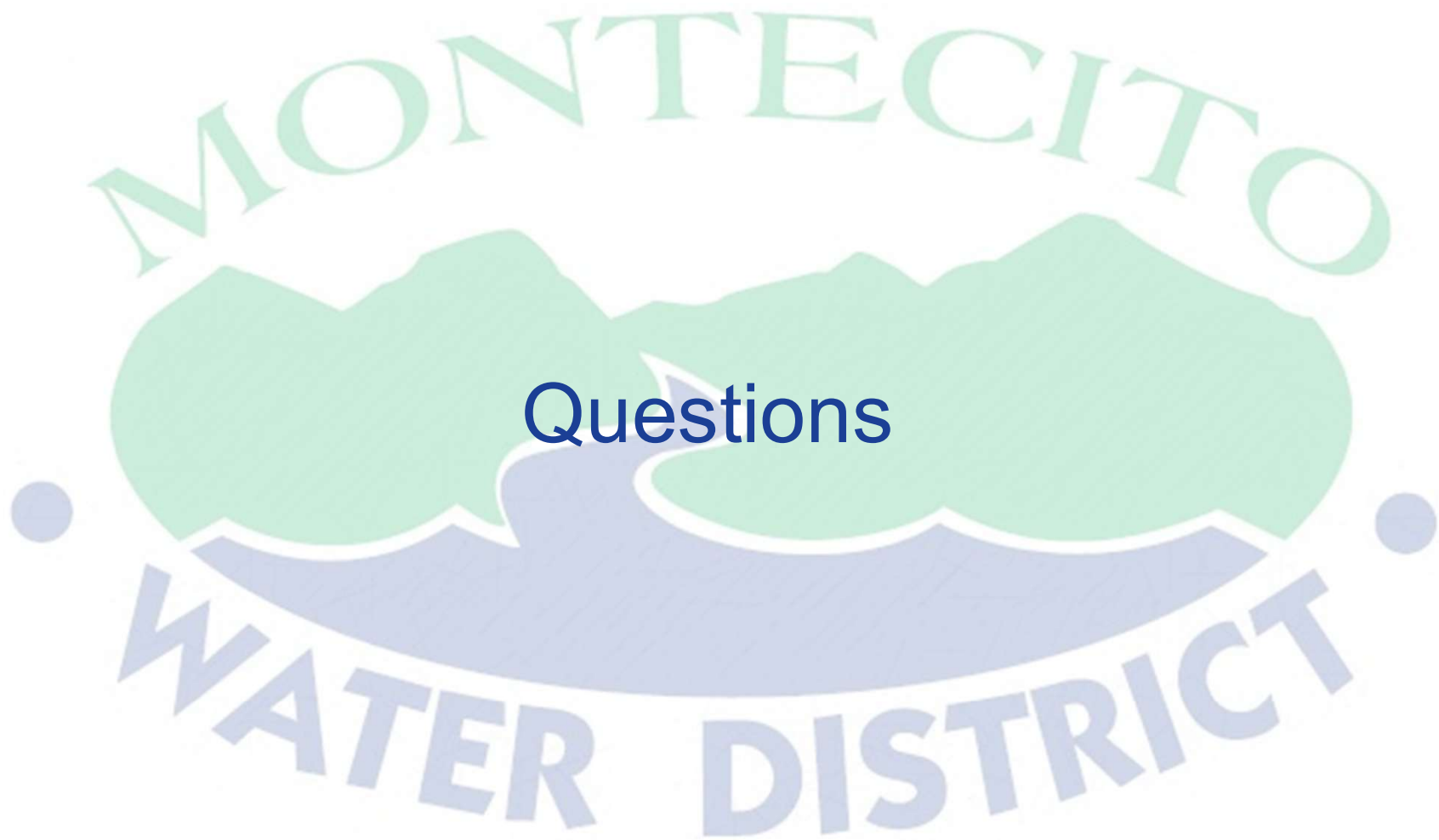
# Water Supply Outlook





# Supporting Actions

1. Annual Transfer (sale) of surplus SWP Table A water to Homer LLC
2. Advancement of ASR (Aquifer Storage and Recovery) programs in the Montecito and Carpinteria Groundwater Basins
3. Continuing initiatives supporting efficient water use
  - Water use efficiency rebates
  - Use of Water Budgets for managing and achieving efficient water use on a property
  - Construction of the new Demonstration Garden is nearing completion
  - Use of Watersmart to monitor water use and minimize unanticipated water loss



## Questions

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**MONTECITO WATER DISTRICT  
MEMORANDUM**

**SECTION: 5-D**

**DATE: APRIL 28, 2026**

**TO: BOARD OF DIRECTORS**

**FROM: PUBLIC INFORMATION OFFICER**

**SUBJECT: CUSTOMER RELATIONS AND PUBLIC INFORMATION UPDATE**

**RECOMMENDATION:**

Information only.

**DISCUSSION:**

District outreach methods include e-News, bill inserts, bill messages, press releases, website updates, articles, social media posts, advertisements, regular updates in meeting presentations to community organizations, and participation in events. Communications are consistent with the District's 2022 5-Year Strategic Plan and regional and State initiatives including "Water Conservation is a California Way of Life". Recent initiatives include:

**Fire Resilience** The District's prioritization of fire resiliency projects has been well documented in presentations at public Committee and Board meetings, circulated in a bill insert, and published in the Montecito Journal's Water Column. (Attachment 1) Additional outreach on these efforts is ongoing.

**Demonstration Garden** The project in front of the office progresses with some rain delays and completion is expected later this spring. ([www.montecitowater.com/garden](http://www.montecitowater.com/garden))

**Annual Waterwise Garden Recognition Contest** In partnership with RWEF\* the District participates in the annual Waterwise Garden Recognition Contest celebrating Santa Barbara County's most beautiful and water-efficient landscapes. Applications are now available at [WaterWiseSB.org/GardenContest](http://WaterWiseSB.org/GardenContest) with complete contest rules and will be accepted until April 30th, 2026. (Attachment 2)

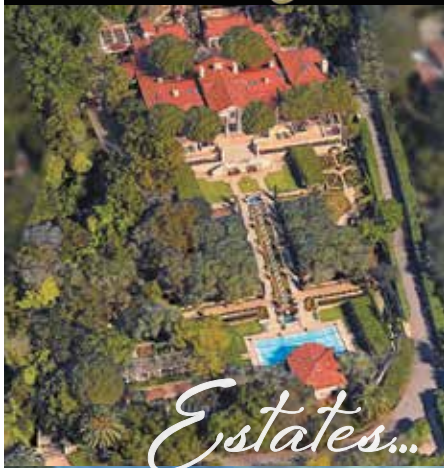
\* Montecito Water District is a member in the Regional Water Efficiency Program of Santa Barbara County (RWEF) which is comprised of the Santa Barbara County Water Agency and 15 local water purveyors in Santa Barbara County (members) to form a regional partnership.

**ATTACHMENTS:**

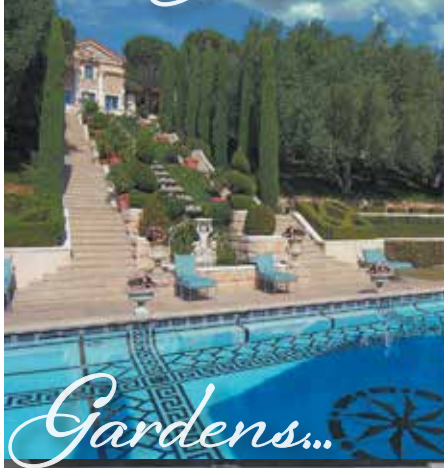
1. Attachment 1: The Water Column, Montecito Journal March 26, 2026
2. Attachment 2: Advertisement, Annual Waterwise Garden Recognition Contest

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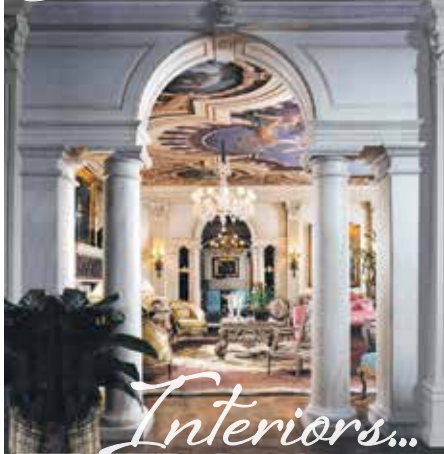
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# The Water Column

## Improving Resilience Across the District

by *Laura Camp*

**F**ire protection is a top priority for Montecito Water District (MWD) as part of its commitment to supplying water to meet this community's needs every day. MWD remains ready and prepared to provide water for fighting fires across Montecito and Summerland and is focused on ongoing projects to improve resilience.

- *Water Supply is Abundant and Reservoirs are Full:* MWD's robust and diversified water portfolio ensures water supplies are readily accessible in local storage, rain or shine. Regional and district reservoirs can hold more than 20 million gallons. Additionally, real-time production capability from combined water sources is as much as 15 million gallons daily. As a point of reference, peak summer demand on a hot day is about six million gallons for the entire district. In an emergency, MWD has the capacity to produce and supply more than five times this demand.

- *Record-setting Rainfall:* More than 25 inches of rainfall since the start of October 2025 has replenished summer use, filling and spilling both Jameson

and Cachuma lakes. The water supply outlook is excellent.

### Infrastructure is in Service, Operational, and Continuously Monitored

District assets include extensive pipeline systems, reservoirs, pumps, emergency generators, and 880 public fire hydrants district-wide that are maintained regularly in collaboration with Montecito and Carpinteria-Summerland Fire Departments. Comprehensive modeling and field testing ensure that the water system complies with fire flow requirements. Backup power generators are in place, maintained, and regularly exercised at important infrastructure locations, e.g. pump stations, treatment plants, and MWD headquarters. These generators are designed to activate automatically upon power failure, averting water service interruptions.

- *Building Hardening & Defensible Space Improvements:* Eight critical MWD facilities including the office, multiple pump stations, and reservoirs were freshly evaluated in coordination with Montecito Fire Department to



MWD staff replacing an aging hydrant, one of more than 880 public fire hydrants district-wide (courtesy photo)

assess our infrastructure's resiliency to wildfire impacts. Extensive structure hardening work was completed over the past year including replacing a roof, repairing roof flashing, installing wire mesh vents and gutter screens, and clearing gutters. Efforts to improve our facilities' defensible space included trimming trees, and removing leaf litter, vegetation and tree limbs within 10 feet of building perimeters for enhanced fire protection.

- *Hydrant Additions, Replacements, and Maintenance:* With input from

**Water Column Page 36 ▶**



Spring cleaning? Defensible Space Improvements at MWD facilities include trimming trees, clearing vegetation, and removing leaf litter. (courtesy photo)



Community safety is a collective effort (courtesy photo)

Montecito Fire Department, four new hydrants were added at critical MWD facilities including Terminal Pump Station, Romero Pump Station, Picay Hydropower Facility, and East Valley Pump Station. Golden Gate Avenue in Summerland also gained a new hydrant. Across the district, three aging hydrants were replaced and five more are scheduled for replacement in March 2026. Functional maintenance on all hydrants is conducted by MWD staff over a three-year cycle. Hydrant maps, flow test results, and maintenance records are all shared with Montecito Fire Department.

- Montecito Water District and Montecito Fire Department jointly complete the Public Protection Classification survey and are rated by the International Organization for Standardization (ISO) every five years. In 2023, Montecito Fire Department improved to a 2/2X rating. When rating an agency, the ISO considers needed fire flows, emergency communications, water supply, location of fire hydrants, department staffing levels, training, location of fire stations, community risk reduction, outreach and fire prevention efforts. ISO ratings range from 1 to 10, with 1 being the highest score an agency can earn. *This latest rating makes Montecito Fire one of just over 1,900 fire departments in the United States, and one in 173 in California, to achieve a 2/2x rating.*

## Staff & Partnerships

A dedicated team of certified and trained professionals carefully monitors the water system and current

conditions, including weather events, taking precautions as needed. For example, when forecasts indicate increased fire risk, reservoir levels are adjusted to increase local water storage and availability. Staff are prepared to respond quickly, at all times of day, and have equipment and resources to make timely repairs if needed.

- MWD staff are assigned to Montecito Fire Department Incident Command Post (ICP) during incidents for enhanced communication and coordination.

- Montecito Water District communicates regularly with Montecito Fire Department, Carpinteria-Summerland Fire Department, and additional regional partners for the safety of this community.

- Updated Modeling for Wildfire Scenarios and System Hydraulics for Residential Structure Fires: MWD engineering staff and consultants completed updated modeling of wildfire scenarios in coordination with Montecito Fire Department and analyzed fire flows at all hydrants across the district to ensure adequate fire flow per residential structure fire flow rates.

## Community-Wide Resilience

Through planning and actions, MWD constantly improves its practices using lessons learned from local and regional fire history. Above are specific examples of how special collaboration over the past year between Montecito Water District and our neighboring fire departments accelerated improvements with a focus on community protection and improving fire resiliency. Perhaps you'll be inspired to do some spring cleaning of your own?

While we make every effort to provide robust, resilient, and redundant water service, it is important to note that public water systems may not be sufficient under all conditions. Urban systems are built to supply water for fighting fires in residential areas of limited scale and may become stressed in large-scale, fast-moving wildfire scenarios. Community safety is a collective effort – please stay alert and take every precaution to stay safe. 🍷

*Laura Camp is the Public Information Officer for the Montecito Water District*



*A River Runs Through It* captured the imagination of fingerlings everywhere

“They’re all coming to honor Tom, who is 92 years old,” said **John Grace**, a board member of Santa Barbara Flyfishers who has produced the annual events. “It’s going to be way deeper than just another event, or a screening of a movie that you can stream (no pun intended) any time you want. The panelists are all really excited to be here.”

Grace was a fly fisher back in Connecticut even before the movie came out, but he’s followed firsthand the film’s impact.

“There was such a surge in popularity, which led to economic growth, including a new magazine and a media boom,” he said. “It created a considerable cultural shift, including a new form of meditative escape that goes beyond the sport. You’ve got to be one with the fish to be successful. It also created a huge uptick in awareness of the environment. And it also changed the demographic of the sport, bringing in youth and women who were taken by the beauty and serenity of fishing on a river. Women are the fastest growing segment of the sport, particularly here.”

For the past several years the festival events have burnished the Santa Barbara Flyfishers’ public profile, drawing attention to the association’s ongoing offerings. These include free instruction in technique, both on dry land at an area park and on the shores of Rincon, where fly fishers cast for fish found in the shallow waters. There are also fundamental classes offered twice a year in the spring and the fall.

“The club’s going crazy, almost out of control,” Grace said. “It’s because we’re teaching new people who want to learn. I’ve been shocked at how many people have an interest in fly fishing, almost a passion, but *didn’t know we existed*. Now, they’re coming out of the woodwork.”

As to why the movie remains popular, Grace had some ideas to share.

“The panel is going to be answering that, and I can’t wait to hear what they’ll say. But I believe it’s because it unlocked things in people’s brains, the beauty of the spectacular photography of fly casting itself, which was magical, changing how we saw streams and rivers. And also because it opens a conversation about conservation.”

Grace can go on and on about fly fishing, one of his life’s great passions, and part of the reason he and his wife moved to Montecito in 2019. While proximity to the grandchildren in SoCal might have been a bigger reason, fishing in Western waters was a huge draw, too.

“Fly fishing is a whole different thing out here,” he said. “Joining Santa Barbara Flyfishers was the first thing I did when we got here.

“There are lots of local spots to practice the sport without heading to Montana or even the Sierras for major mountain streams. The Santa Ynez River is just right over the hill (on the 154) where you can fish most of the year. It’s pretty remote back there and it’s wonderful. Avid fishermen like me love to go after Corbina, which come up from Peru most of the year. They’re really hard to catch because the fish only in the last two inches of surf when a wave comes in before they surf back out. They’re hard to find, which makes the challenge so great.”

On March 31, however, fly fishing central in Santa Barbara will be at the Lobero, a bit like a modification of the most important line from the movie: “Eventually, all things merge into one, and a river runs through it.”

All proceeds from “An Evening with Tom Skerritt and Friends to Discuss the Movie that Changed Fly Fishing: *A River Runs Through It*” will directly support Santa Barbara Flyfishers’ conservation initiatives, youth education programs, and their generational commitment to “Save Santa Barbara Steelhead.” 🍷

Visit [www.Lobero.org](http://www.Lobero.org) or <https://sbflyfishers.org>.

*Steven Libowitz has covered a plethora of topics for the Journal since 1997, and now leads our extensive arts and entertainment coverage*



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**MONTECITO WATER DISTRICT  
MEMORANDUM**

**SECTION: 5-E**

**DATE: APRIL 28, 2026**

**TO: BOARD OF DIRECTORS**

**FROM: GENERAL MANAGER**

**SUBJECT: GENERAL MANAGER REPORT**

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**RECOMMENDATION:**

Informational.

**DISCUSSION:**

The following summary provides the Board of Directors with a brief overview of progress with:

**Update on Loss Report from District Insurance Provider ACWA JPIA**

The District is insured for cybersecurity losses through the Association of California Water Agencies Joint Powers Insurance Authority (ACWA JPIA). The cyber program uses a pooled coverage limit for all agencies enrolled in the cybersecurity insurance program. At the request of the Board of Directors, staff receive quarterly cybersecurity loss statements from ACWA JPIA to track use of the pooled coverage limits. To date, no cybersecurity losses have occurred for FY2026 for any agencies enrolled in the program. District staff will continue to monitor cybersecurity program losses and report to the Board of Directors as appropriate.

**Coalition in Support of Assembly Bill 2180**

In March 2026 ACWA submitted a letter and provided lead testimony in the California Assembly Local Government Committee in support of Assembly Bill (AB) 2180 which would clarify how water agencies comply with Proposition 218 when setting water rates. Proposition 218, adopted by voters in 1996, requires that water rates be proportional to the cost of service attributable to each parcel. Recent appellate court decisions, however, have created uncertainty about how agencies must demonstrate proportionality — particularly for tiered rates. AB 2180 would affirm that: Costs related to water supplies, infrastructure, and system-wide peak demand may be allocated using reasonable methodologies without tracing specific water sources to individual parcels; agencies may use any reasonable method, supported by existing or projected data, to allocate service costs; agencies are not required to determine the exact cost of service for each parcel; and uniform and tiered rate structures are permissible when based on reasonable cost allocation principles.

The District has joined the coalition supporting AB 2180. The bill will now head to the Senate Local Government Committee, where it is anticipated to be heard in June.

### Special District Reorganization

On January 27, 2026, the District’s Board of Directors approved a Memorandum of Understanding (MOU) between the District, Montecito Sanitary District (MSD), and Summerland Sanitary District (SSD) for coordination and collaboration for the advancement of Special District Reorganization. If or when the MOU is approved by all parties, the agencies would jointly initiate the process to prepare a Plan for Services as required by the Santa Barbara County Local Agency Formation Commission (LAFCO). These actions are not binding on the agencies and would represent a mutual interest in continuing to explore the potential of consolidation. On April 22, 2026, the MSD Board of Directors discussed the proposed MOU; following that discussion a motion to approve the MOU did not pass with a vote of 2-2. The MSD Board President tabled the matter until further notice. The SSD Board of Directors chose to hold off on its consideration of the proposed MOU until action was taken by MSD.

### Update on Approvals and Reimbursements for FEMA-Eligible Projects

The District has six ongoing disaster recovery projects related to the 2018 Thomas Fire and Debris Flow, and the January 2023 winter storms. Through the Public Assistance grant program, these projects are 75% reimbursable by the Federal Emergency Management Agency (FEMA) and 18.75% reimbursable by the California Governor’s Office of Emergency Services (CalOES). A summary of expenses and reimbursements are shown in the table below. *The District received a check for \$120,412 from CalOES on April 20, 2026 for the federal share of the 2018 Ashley Bridge Project.* The District is anticipating approximately \$1.1M in FEMA reimbursements in the coming months related to the Juncal Pipe Repair Project, Ashley Bridge Project (State share) and Alder Creek Flume.

Project Name	Estimated Project Cost	Total Spent to Date	FEMA + CALOES + MWD + Cash Adv. Received	% Reimbursed of Actual Billed	Payments due to MWD	Anticipated Reimbursement Date
<b>OPEN PROJECTS</b>						
Alder Creek Flume	\$ 3,240,000	\$ 878,836	\$ 488,316	57%	\$ 390,520	Jun-26
Bella Vista Highline Repairs	\$ 1,200,000	\$ 170,814	\$ 3,162,298	100%	\$ -	N/A
<b>COMPLETED PENDING FEMA CLOSE OUT</b>						
Juncal Pipeline	\$ 5,461,844	\$ 5,461,844	\$ 4,807,575	88%	\$ 654,269	Jun-26
Addl Costs for Ashley Rd. Bridge Repairs	\$ 160,548	\$ 160,548	\$ 130,446	81%	\$ 30,102	Jun-26
<b>ADMINISTRATIVE PROJECTS</b>						
2018 Administrative Costs	\$ 287,978		\$ 95,993	0%	\$ -	2028
2023 Administrative Costs	\$ 276,044		\$ -	0%	\$ -	2028
<b>Total Open Projects</b>	<b>\$ 10,626,413</b>	<b>\$ 6,672,041</b>	<b>\$ 8,684,627</b>		<b>\$ 1,074,891</b>	

### Update on Conservation Rebate Program

The District’s Rebate Program was launched in 2023 and remains available to all customers. Customers continue to receive notification of the rebate program through advertising, news, and

conservation site visits. Table 1 provides a summary of the rebate program funds awarded to customers in Fiscal Year (FY) 2026.

**Table 1 – Summary of Conservation Rebates in Fiscal Year 2026**

Measure	\$ Awarded (7/1/25 to 03/15/26)		\$ Pending Estimate (03/16/26 - present)		\$ Awarded + \$ Pending	
	SFR	COM- INST-MFR	SFR	COM- INST-MFR	SFR	COM- INST-MFR
Mulch Program	\$ 4,777	\$ -	\$ -	\$ -	\$ 4,777	\$ -
Indoor Appliances Rebate	\$ 3,500	\$ -	\$ -	\$ -	\$ 3,500	\$ -
High Efficiency Toilet (HET) and Urinal Rebates	\$ 200	\$ -	\$ -	\$ -	\$ 200	\$ -
Drip Irrigation Rebate	\$ 518	\$ -	\$ -	\$ -	\$ 518	\$ -
Smart Irrigation Controller Rebates	\$ 1,099	\$ -	\$ -	\$ -	\$ 1,099	\$ -
Landscape Conversions	\$ 3,210	\$ -	\$ 8,700	\$ -	\$ 11,910	\$ -
<b>Sub Total</b>	<b>\$ 13,303</b>	<b>\$ -</b>	<b>\$ 8,700</b>	<b>\$ -</b>	<b>\$ 22,003</b>	<b>\$ -</b>
<b>Grand Total</b>						<b>\$22,003</b>