

DERWA
Fiscal Year 2026-2027
Operating & Capital
Budget

April 27, 2026

Presented by:

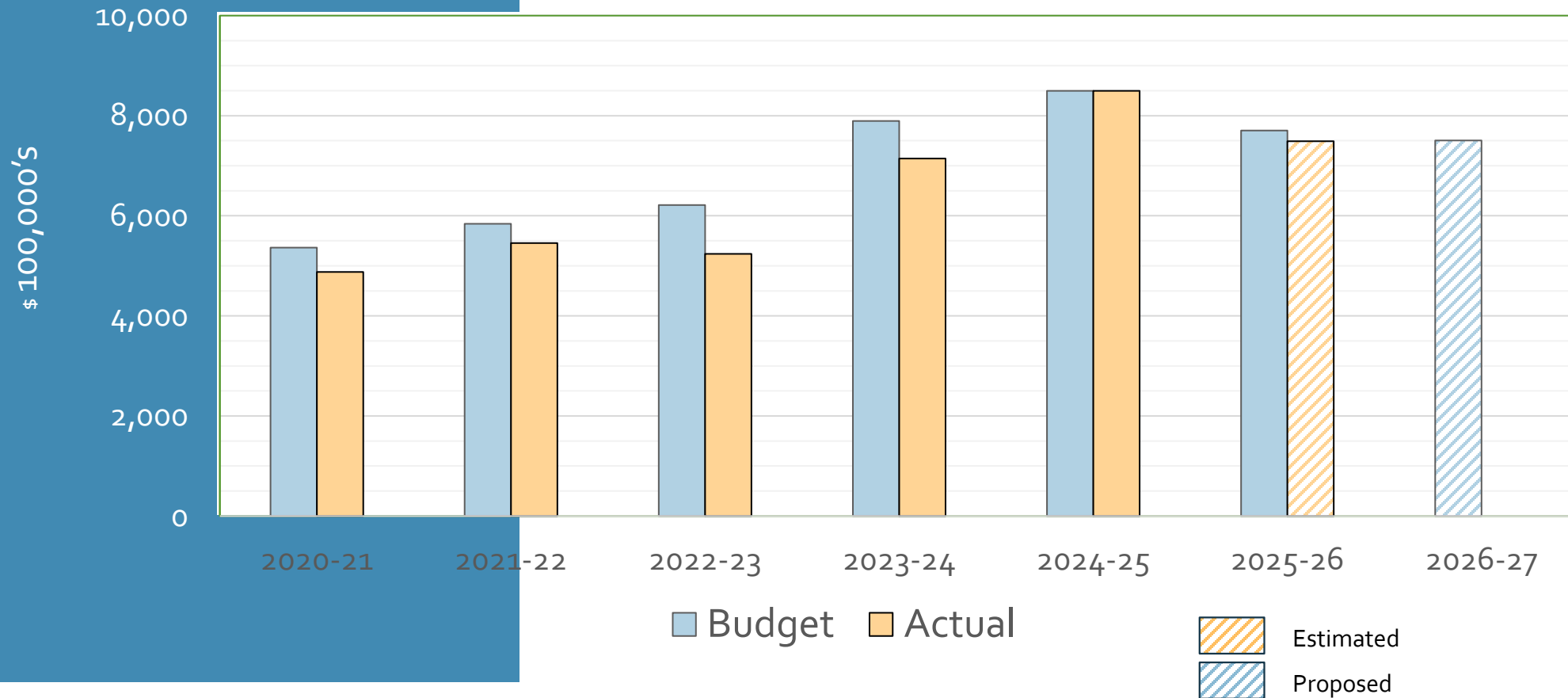
Vivian Housen, DERWA Authority Manager

Budget Overview



- **Budget Categories**
 - Operations and Administrative Services
 - Program Manager, Treasurer, Legal, Secretary, Insurance, Debt Service, and Operations (DSRSD)
 - Capital Projects and Cost Sharing
 - Continuing Projects (no new projects this fiscal year)
- **Total FY2026-27 O&M / Admin Budget is \$7.505 million**
 - 2.3 Percent Decrease from Prior Year
- **Total FY2026-27 Capital Budget is \$1.247M**
 - 6 Continuing Projects; 4 Projects Completed in FY2026

Operating & Admin Budget – Historical v. Actual

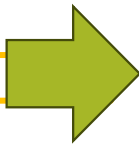


Operating & Admin Budget Summary

Element	FY2025-26 Budget	FY2025-26 Estimated Expenses	FY2026-27 Proposed Budget	Change	Notes
Program Manager	\$253,000	\$92,500	\$253,000	-	
Treasurer	\$101,000	\$52,000	\$101,000	-	
Legal Counsel	\$25,000	\$27,000	\$35,000	40%	Long-Term Water Supply
Secretary	\$25,000	\$15,000	\$43,000	72%	Add Records Mgmt
Insurance	\$156,000	\$160,303	\$211,000	35%	Add Property Policy
Operations	\$6,495,000	\$6,495,000	\$6,862,000	6%	Labor and Materials
<u>Debt Service</u>	<u>\$648,608</u>	<u>\$648,608</u>	<u>\$0</u>	<u>(100%)</u>	<u>Debt to be Retired</u>
TOTAL	\$7,703,608	\$7,490,411	\$7,505,000	(2.6%)	

Operations Budget Changes

Element	FY2025-26 Budget	FY2025-26 Estimated Expenses	FY2026-27 Proposed Budget	Change	Notes
Program Manager	\$253,000	\$92,500	\$253,000	-	
Treasurer	\$101,000	\$52,000	\$101,000	-	
Legal Counsel	\$25,000	\$27,000	\$35,000	40%	Long-Term Water Supply
Secretary	\$25,000	\$15,000	\$43,000	72%	Add Records Mgmt
Insurance	\$156,000	\$160,303	\$211,000	35%	Add Property Policy
Operations	\$6,495,000	\$6,495,000	\$6,862,000	6%	Labor and Materials
Debt Service	\$648,608	\$648,608	\$0	(100%)	Debt to be Retired



- Labor reflects FY2026/27 salary and benefits
- Materials and services (electricity, chemicals) are expected to increase by 4.9%
- Contractual Services budget includes reservoir cleaning

Subcategory	FY2025-26	FY2026-27	Change
Labor	\$1,685,000	1,685,000	3.4%
Materials/Services	\$4,491,000	\$4,491,000	4.9%
Contractual Services	\$279,000	\$375,000	34.4%
CCCSD Supplies	\$40,000	\$40,000	0%
Total	\$6,495,000	\$6,862,000	5.7%

Capital Projects – New and Continuing Projects

Project Name	Prior Budget	FY 2026-27 Proposed Budget	Future	Total Project
New/Replacement Capital < 50k	\$380,000	\$100,000	\$928,000	\$1,408,000
Isolation Valve Replacements	\$3,000	\$122,000	\$275,000	\$400,000
Permanent Supplemental Water Supply	\$1,867,000	\$310,000	\$1,195,000	\$3,372,000
Pine Valley Transmission Cathodic Protection	\$40,000	\$400,000		\$440,000
SCADA Replacement	\$5,000	\$50,000	\$860,000	\$915,000
Turbidity Monitoring Eqpmt Upgrades	\$15,000	\$118,000		\$133,000
Contingency (carries forward each year)			\$1,000,000	\$1,000,000
Total	\$2,310,000	\$1,100,000	\$4,258,000	\$7,668,000

** Total capital budget of \$1,247,000 includes \$147,000 projected cash flow for projects completed in FY2025-26

Agency Contributions

Element	FY2026-27 Budget
O&M & Admin	\$7,505,000
Capital	\$1,247,000
TOTAL	\$8,752,000

2026-27 Projected Water Deliveries: 4,794 Acre-Feet

	DSRSD	EBMUD	Pleasanton Note 3
Projected Sales ^{Note 1}	71%	29%	
Operating & Admin (\$000)	\$4,464	\$1,790	\$1,252
Capital (\$000) ^{Note 2}	\$625	\$509	\$112
Total (\$000)	\$5,089	\$2,299	\$1,364

Note 1. DSRSD and EBMUD O&M Expenses are Distributed Based on Projected Sales

Note 2. Capital Expense Distributions Vary Based on Project

Note 3. Pleasanton O&M Costs are Estimated Based on Projected Deliveries

Thank you