



# DWR Calendar Year 2027 Statement Of Charges

July 23 CCWA Board of Directors



Dyer Reservoir and the South Bay Aqueduct located in Alameda County. DWR/2012.



# Discussion

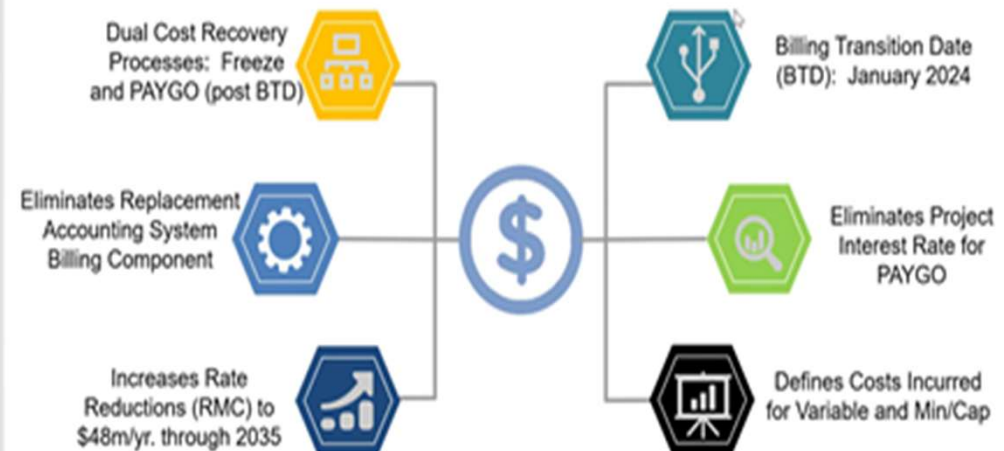
- ▶ Calendar Year 2027 SOC released July 1, 2026
- ▶ 2027 SOC Key Elements
- ▶ CCWA 2026/27 Budget prepared on a fiscal year basis ( ½ CY 2026 and ½ CY 2027)
- ▶ Summary table showing fixed DWR costs reconciliation by cost component and by project participant

# SOC Billing Components and terms

- ▶ Conservation Minimum
- ▶ Conservation Capital
- ▶ Transportation Minimum
- ▶ Transportation Capital
- ▶ Transportation Variable
- ▶ Off Aqueduct Power
- ▶ WSRB Surcharge
- ▶ Project Interest Rate (PIR)
- ▶ Freeze vs Paygo



## Contract Extension Billing Provisions



# DWR Fixed Cost Component Differences

## Transportation Minimum OMP&R

- ▶ \$1.4 Million decrease
  - ▶ Primarily Due to \$1.1 Million credited for over collections from CY2025-2026
- ▶ Minimum charges are based on cost projections. When actual cost differs from projections, there is a true up

## Transportation Capital

- ▶ \$0.4 Million increase
  - ▶ Due to increase in recalculated combined component costs and financing costs.
  - ▶ Devil's Den Phase II costs included in 2027 SOC



# DWR 2027 Largest Projections Transportation Capital

## Transportation Capital

- ▶ Devil's Den Pumping Plant Project
  - ▶ Freeze Portion: \$10 million of costs or \$1.1 Million/yr amortized at the PIR of 4.581% thru 2035
  - ▶ Paygo- \$6.7 million of costs amortized thru 2056 at the bond rate of 4.14%

### Transportation Capital – Paygo Series 2026-A

- The first Paygo bond, Series 2026-A, included costs from 2024 and 2025
  - 2024 costs: \$118M
  - 2025 costs: \$122M

(NOT CHARGES)  
Projects with the Largest Transportation Capital Costs

| Projects                                                      | 2024      | 2025       | Total      |
|---------------------------------------------------------------|-----------|------------|------------|
| Perris Dam Remediation Project - Emergency Release Facilities | 2,191,507 | 14,990,775 | 17,182,282 |
| San Luis Field Division Fire Safety Modernization             | 5,496,153 | 5,586,259  | 11,082,412 |
| Subsidence & Groundwater Monitoring Project                   | 3,366,763 | 6,214,329  | 9,581,092  |
| Southern Field Division Physical Security Upgrades            | 925,929   | 7,889,217  | 8,815,146  |
| Delta Field Division Physical Security Upgrades               | 4,843,796 | 3,929,916  | 8,773,711  |
| California Aqueduct Subsidence Study                          | 1,984,542 | 5,955,523  | 7,940,065  |
| San Joaquin Fire & Life Safety Modernization                  | 5,740,232 | 2,101,379  | 7,841,611  |
| Rodent Burrow Remediation                                     | 5,104,515 | 2,506,576  | 7,611,092  |
| Devil's Den Pumping Plant Recovery Design & Procurement       | 2,921,875 | 3,965,276  | 6,887,151  |
| Clifton Court Land Acquisition                                | 6,799,176 | 23         | 6,799,199  |
| Edmonston Pumping Plant Unit 3 Pump Refurbishment             | 3,841,697 | 2,328,484  | 6,170,180  |



CALIFORNIA DEPARTMENT OF  
WATER RESOURCES



# DWR 2027 Largest Projections Transportation Minimum OMP&R

## Transportation Minimum OMP&R

| Largest 2027 Transportation Minimum Projections |            |
|-------------------------------------------------|------------|
| Project / Cost Center / Cost Element            | 2027       |
| 2026+ South San Joaquin                         | 44,571,216 |
| 2026+ West Branch                               | 29,723,206 |
| SWP Operations Control                          | 27,307,983 |
| 2026+ North San Joaquin                         | 26,949,573 |
| 2026+ Mojave                                    | 25,798,379 |
| SWP State Pro Rata Charges Paygo                | 22,497,622 |
| Aquatic Nuisance Species Surveillance           | 18,593,689 |
| 2026+ San Luis State-Fed Joint Use Facilities   | 15,115,126 |
| 2026+ Tehachapi                                 | 14,853,140 |
| 2026+ Santa Ana                                 | 11,912,402 |
| Downstream Project Purpose Allocations          | 10,331,899 |

OMP&R = Operations, Maintenance, Power , and Replacement

Minimum costs are generally comprised staffing costs and many smaller projects.

For 2027, 52% of project/program costs are less than \$1M, and 68% of projects/programs are under \$ 2M.

Golden mussel work is included under Aquatic Nuisance Species Surveillance and the charges are allocated downstream pro-rata

# DWR Fixed Cost Component Differences-cont.

## Coastal Branch Extension

- ▶ No change
- ▶ DWR Credits from interest earnings (SMIF)
  - ▶ P&I payments based on updated debt service schedule



Chippis Island Acquisition & Tidal Restoration Project

## WSRB-Surcharge

- ▶ \$1.3 Million FY increase in WSRB due to an increase in WSRB Cover charge and Power Debt Service
- ▶ WSRB has four parts:
  - ▶ Surcharge-not included in 2027 SOC, pending future determination
  - ▶ Surcharge Cover-Refunded next year per bond covenant
  - ▶ Power Debt Service-Refunded next year
  - ▶ Power Cover- Refunded next year

# DWR Fixed Cost Component Differences-cont.

## Delta Water Charge

- ▶ \$0.4 Million decrease
  - ▶ Budget estimate is higher than actual amount



River Valve Outlet System



Thermalito Diversion Dam





# DWR Variable Cost Component

## \$3,292,322

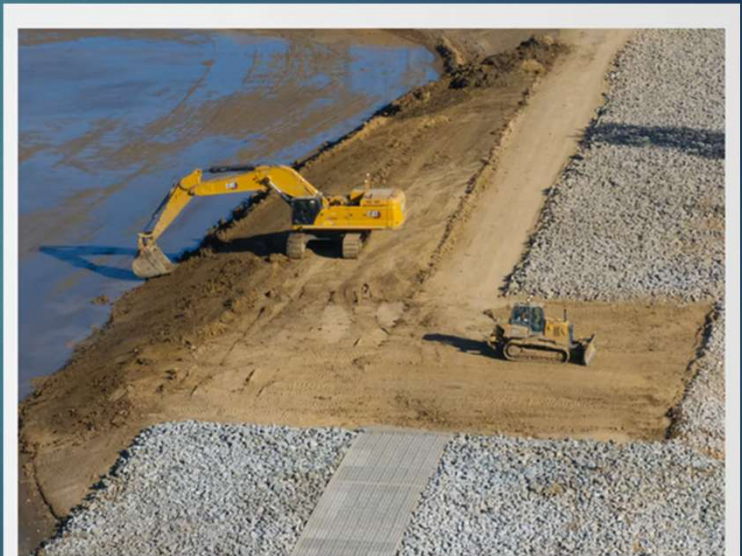
### CY 2026 Variable costs

- ▶ \$3,507,076
  - ▶ Var Cost per AF-\$272.78
  - ▶ Est. AF – 12,857 based on delivery capability report
- ▶ \$(214,754) credit
  - ▶ Historical Over/Under adjustment is volatile

# Summary Findings



- ▶ DWR total fixed charges are \$0.2 Million lower than FY 2026/27 budget estimates
- ▶ There are no additional payments due



Lookout Slough Tidal Restoration Project

Summary table showing fixed DWR costs reconciliation by cost component and by project participant

|                        | FY 2026/27 DWR Fixed costs reconciliation schedule |                    |                           |                   |                           |                                     |
|------------------------|----------------------------------------------------|--------------------|---------------------------|-------------------|---------------------------|-------------------------------------|
|                        | (A)                                                | (B)                | (C)                       | (D)               | (E)                       | (F)                                 |
| Project                | Water System<br>Revenue Bond                       | Delta Water Charge | Transportation<br>Capital | Coastal<br>Branch | Transportation<br>Minimum | Total FY<br>2026/27 Credit<br>(Due) |
| Participant            | (Due)                                              | Credits            | (Due)                     | Credits           | Credits                   | (Due)/Credit                        |
| Guadalupe              | (18,444)                                           | 4,837              | (4,952)                   | 0                 | 20,024                    | 1,464                               |
| Santa Maria            | (526,961)                                          | 142,533            | (120,403)                 | 12,766            | 592,686                   | 100,621                             |
| Golden State Water     | (16,041)                                           | 4,381              | (5,402)                   | 466               | 18,686                    | 2,091                               |
| Vandenberg SFB         | (178,498)                                          | 48,385             | (41,297)                  | 11,725            | 201,564                   | 41,879                              |
| Buellton               | (18,874)                                           | 5,051              | (2,681)                   | 1,285             | 21,144                    | 5,926                               |
| Solvang (Billed to SY) | (49,820)                                           | 11,949             | 81                        | 3,080             | 54,589                    | 19,880                              |
| Santa Ynez ID#1        | (14,880)                                           | 5,576              | (16,849)                  | 896               | 18,827                    | (6,429)                             |
| Goleta                 | (147,191)                                          | 59,538             | (93,510)                  | 9,496             | 171,067                   | (599)                               |
| Morehart Land Co.      | (6,729)                                            | 1,829              | (1,913)                   | 428               | 8,005                     | 1,618                               |
| La Cumbre              | (32,586)                                           | 8,763              | (9,567)                   | 2,139             | 36,045                    | 4,794                               |
| Raytheon               | (1,359)                                            | 457                | (788)                     | 43                | 1,338                     | (308)                               |
| Santa Barbara          | (97,253)                                           | 26,419             | (22,731)                  | 6,115             | 109,462                   | 22,012                              |
| Montecito              | (97,253)                                           | 26,419             | (22,731)                  | 6,115             | 109,462                   | 22,012                              |
| Carpinteria            | (65,172)                                           | 17,526             | (16,768)                  | 4,322             | 73,417                    | 13,325                              |
| TOTAL:                 | (1,271,061)                                        | 363,663            | (359,510)                 | 58,878            | 1,436,317                 | 228,287                             |