Statements of Net Position

ASSETS	Preliminary & Unaudited June 30, 2026	May 31, 2026
Current Assets		
Cash and investments	$ 23,381,834	$ 22,711,827
Accounts Receivable (Note 1)	1,613	561
Other assets	3,084,501	2,995,215
Total Current Assets	26,467,949	25,707,603
Restricted Assets		
Operations and Maintenance Reserve Fund (Note 2)	2,069,255	2,074,542
DWR Reserve Fund (Note 3)	6,416,682	6,398,920
Rate Coverage Reserve Fund (Note 4)	9,874,263	9,854,779
Department of Water Resources (Note 5a)	51,441,907	45,721,515
CCWA and DWR Variable Fund (Note 5b)	5,733,786	5,025,717
Credits Payable (Note 6)	647,223	996,739
Escrow Deposits (Note 7)	522,010	536,209
Total Restricted Assets	76,705,126	70,608,421
Property, Plant and Equipment		
Construction in progress (Note 8)	2,541,897	2,363,343
Fixed assets (net of accumulated depreciation)	79,883,529	79,883,529
Total Property, Plant and Equipment	82,425,426	82,246,872
Total Assets	$ 185,598,500	$ 178,562,896

Statements of Net Position

LIABILITIES AND FUND EQUITY	Preliminary & Unaudited June 30, 2026	May 31, 2026
Current Liabilities		
Accounts Payable	$ 255,334	$ 626,223
DWR and Warren Act Charge Deposits (Note 5a)	51,441,907	45,721,515
CCWA & DWR Variable Charge Deposits (Note 5b)	5,733,786	5,025,717
Other liabilities	1,400,688	1,069,725
DWR Reserve Fund	6,416,682	6,398,920
Rate Coverage Reserve Fund	9,874,263	9,854,779
Unearned Revenue	15,566,914	13,715,871
Credits Payable to Project Participants	1,238,590	1,531,476
Total Current Liabilities	91,928,163	83,944,227
Non-Current Liabilities		
OPEB Liability	505,353	505,353
Escrow Deposits	522,010	536,209
Net Pension Liability	4,934,200	4,934,200
Total Non-Current Liabilities	5,961,563	5,975,762
Commitments and Uncertainties		
Net Assets		
Contributed capital, net (Note 9)	22,562,433	22,562,433
Retained earnings	65,146,341	66,080,474
Total Net Assets	87,708,774	88,642,907
Total Liabilities and Net Assets	$ 185,598,500	$ 178,562,896

Statements of Revenues, Expenses and Changes in Net Position

	Preliminary & Unaudited June 30, 2026	May 31, 2026
Operating Revenues		
Operating reimbursements		
from project participants	$ $19,002,240	18,815,320
Other revenues	12,227	11,818
Total Operating Revenues	19,014,467	18,827,138
Operating Expenses		
Personnel expenses	6,695,685	5,961,782
Office expenses	18,160	17,231
General and administrative	247,916	240,684
Professional Services	1,937,458	1,812,983
Supplies and equipment	1,073,782	948,718
Monitoring expenses	129,903	115,407
Repairs and maintenance	393,128	344,368
Utilities	473,094	423,461
Depreciation and amortization	2,469,935	2,469,935
Other expenses	1,313,061	1,296,090
Total Operating Expenses	14,752,122	13,630,660
Operating Income	4,262,346	5,196,478
Non-Operating Revenues		
Investment income	2,360,116	2,083,478
Total Non-Operating Revenues	2,360,116	2,083,478
Non-Operating Expenses		
Current year credits payable	2,360,116	2,083,478
Total Non-Operating Expenses	2,360,116	2,083,478
Net Income	4,262,346	5,196,478
Retained Earnings		
Retained earnings at beginning of period	60,883,996	60,883,996
Retained earnings at end of period	$ 65,146,341	$ 66,080,474

Budget and Actual
All Reaches

		Preliminary & Unaudited	
		June 30, 2026	
	Budget	**Actual**	**Percent Expended** [1]
Revenues			
Fixed operating assessments [2]	$ 17,439,465	$ 17,439,465	
Variable operating assessments	1,819,728	1,562,775	85.88%
Miscellaneous income		12,225	
Investment income	-	522,151	
Total Revenues	19,259,193	19,536,615	
Expenses [2]			
Personnel expenses	7,174,825	6,695,685	93.32%
Office expenses	23,300	18,160	77.94%
General and administrative	313,700	247,916	79.03%
Professional Services	2,118,917	1,937,458	91.44%
Supplies and equipment	1,713,077	1,073,782	62.68%
Monitoring expenses	148,100	129,903	87.71%
Repairs and maintenance	436,860	393,128	89.99%
Utilities	653,021	473,094	72.45%
Other expenses	1,114,643	907,884	81.45%
Capital and Non-Capital Expenditures	5,562,552	2,947,074	52.98%
Total Expenses	19,258,995	14,824,084	76.97%
Operating Income		4,712,531	
Net Income (Loss)	$ -	$ 4,712,531	

(1) Percent of year expended 100%
(2) Includes revenues and expenses for Turnouts and adjusted for carryover revenues from FY 2024/25 to FY 2025/26

Note 1: Accounts Receivable

Accounts receivable consists of amounts payable by the State Water Project contractors and other miscellaneous receivables.

Note 2: O&M Reserve Fund

The O&M reserve fund represents cash reserves for emergency uses. The funding requirement is $2,000,000 allocated on an entitlement basis for the Santa Barbara County project participants. Investment earnings on O&M reserve fund balances are credited against CCWA O&M assessments.

Project Participant	Amount
City of Guadalupe	$ 28,645
City of Santa Maria	877,865
Golden State Water Company	26,039
Vandenberg SFB	286,440
City of Buellton	30,103
Santa Ynez ID #1 (Solvang)	78,121
Santa Ynez ID #1	26,040
Goleta Water District	234,368
Morehart Land Co.	10,416
La Cumbre Mutual Water Company	52,050
Raytheon Systems Company	2,604
City of Santa Barbara	156,238
Montecito Water District	156,162
Carpinteria Valley Water District	104,163
TOTAL:	$ 2,069,255

Note 3: DWR Reserve Fund

The DWR Reserve Fund was established to provide a funding source for payments to the State of California Department of Water Resources (DWR) when there is a difference between estimates used to prepare the DWR portion of the annual CCWA budget and the actual amounts billed to the Authority by DWR. Contributions to the DWR Reserve Fund are voluntary. Funding of each participating Project Participant's share of the DWR Reserve Fund will come from a combination of (1) CCWA Operating Expense budget surpluses, if any (2) Interest earnings on funds held in all other accounts on behalf of the participating Project Participant and (3) excess amounts, if any, from any of the DWR Statement of Charges cost components until the funding Target Amount is reached. The Target Amount will be equal to the participating Project Participant's proportional share of a $10 million allocation of DWR Transportation Minimum OMP&R charges. The following schedule shows the current fund balance of the participating Project Participants.

Project Participant	Amount
City of Guadalupe	$ 147,423
City of Santa Maria	4,842,427
Golden State Water Company	117,562
City of Buellton	155,027
Santa Ynez ID #1 (Solvang)	193,661
Santa Ynez ID #1	134,036
Morehart Land Co.	53,622
La Cumbre Mutual Water Company	259,054
Raytheon Systems Co.	13,406
City of Santa Barbara	500,464
TOTAL:	$ 6,416,682

Note 4: Rate Coverage Reserve Fund Cash Deposits

The rate coverage reserve fund was established to provide CCWA project participants a mechanism to satisfy a portion of their obligation under Section 20(a) of the Water Supply Agreement to impose rates and charges sufficient to collect 125% of their contract payments. The following schedule shows the current balances plus accrued interest receivable in the rate coverage reserve fund.

Project Participant	Amount
City of Guadalupe	$ 194,380
City of Santa Maria	5,470,483
City of Buellton	279,702
Santa Ynez ID #1 (Solvang)	643,227
Santa Ynez ID #1	469,059
La Cumbre Mutual Water Company	407,212
Montecito Water District	1,519,494
Carpinteria Valley Water District	874,719
Shandon	15,986
TOTAL:	$ 9,874,263

Note 5a: Cash and Investments Payment to DWR

Cash deposits for DWR payments.

Project Participant	Amount
City of Guadalupe	$ 647,778
City of Santa Maria	20,029,891
Golden State Water Company	606,031
Vandenberg SFB	8,794,950
City of Buellton	732,385
Santa Ynez ID #1 (Solvang)	1,853,300
Santa Ynez ID #1	678,558
Goleta Water District	6,372,235
Morehart Land Co.	252,335
La Cumbre Mutual Water Company	1,264,528
Raytheon Systems Co.	67,208
City of Santa Barbara	3,808,717
Montecito Water District	3,801,668
Carpinteria Valley Water District	2,532,322
TOTAL:	$ 51,441,907

Note 5b: Cash Payments for CCWA, Warren Act and DWR Variable Charges

Cash deposits for payments to CCWA, Warren Act and DWR for Variable Assessments.

Project Participant	Amount
City of Guadalupe	$ 7,550
City of Santa Maria	1,448,830
Golden State Water Company	107,509
Vandenberg SFB	379,252
City of Buellton	61,847
Santa Ynez ID #1 (Solvang)	172,748
Santa Ynez ID #1	167,564
Goleta Water District	957,739
Morehart Land Co.	50,098
La Cumbre Mutual Water Company	194,590
Raytheon Systems Co.	165,875
City of Santa Barbara	897,416
Montecito Water District	699,363
Carpinteria Valley Water District	423,404
TOTAL:	$ 5,733,786

Note 6: Credits Payable

Credits payable to, or (due from) CCWA project participants for investment earnings and O&M assessment credits.

Project Participant	Amount
City of Guadalupe	$ 222
City of Santa Maria	628,758
Golden State Water Company	252
Vandenberg SFB	4,245
City of Buellton	578
Santa Ynez ID #1 (Solvang)	1,446
Santa Ynez ID #1	1,745
Goleta Water District	4,702
Morehart Land Co.	92
La Cumbre Mutual Water Company	3
Raytheon Systems Co.	1
City of Santa Barbara	2,905
Montecito Water District	10
Carpinteria Valley Water District	36
Shandon	10
Lopez Turnout	903
Chorro Turnout	1,314
TOTAL:	$ 647,223

Note 7: Escrow Deposits

Cash deposits from certain project participants as required under the Water Supply Agreements.

Project Participant	Amount
Morehart Land Company	$ 412,139
Raytheon Systems Company	109,870
TOTAL:	$ 522,010

Note 8: Construction in Progress

Amounts in construction in progress represent expenditures incurred during FY 2025/26 and amounts retained in construction in progress at June 30, 2026. The following schedule shows the CIP expenditures for CCWA projects.

Financial Reach	Amount
Labor	$ 41,374
Materials	702,216
Overhead	1,798,307
Project CIP Total:	$ 2,541,897

Note 9: Contributed Capital

Certain project participants elected to pay their share of CCWA project construction costs in cash. The amounts listed below show the capital contributions by project participant less the cost of local facilities and refunds to the project participants.

Project Participant	Amount
Avila Valley Water Company	$ 15,979
City of Guadalupe	81,119
San Luis Schools	5,608
San Miguelito Water Company	233,605
Golden State Water Company	866,277
City of Santa Maria	13,498,802
Vandenberg SFB	7,861,043
TOTAL:	$ 22,562,433