



**AMENDED**  
**SPECIAL MEETING**  
*of the*  
**BOARD OF DIRECTORS**  
**MONTECITO GROUNDWATER BASIN**  
**GROUNDWATER SUSTAINABILITY AGENCY**

**BOARD OF DIRECTORS:**

*Tobe Plough, President*  
*Floyd Wicks, Vice President*  
*Cori Hayman, Director*  
*Brian Goebel, Director*  
*Ken Coates, Director*

**General Manager  
and Board Secretary:**  
*Nick Turner*

**WEDNESDAY, APRIL 15, 2026**  
**11:00 A.M.**

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

<https://www.zoomgov.com/j/1602089288?pwd=8XtldOYwv9uuXfbLsta6hCkFrQHGuZ.1>

Webinar ID: 160 208 9288; Passcode: 703822

Tel: 1 (669) 254-5252

**Remote Participation:**  
2823 Ala Pualeikukui Rd  
Koloa, Hawaii 96756

**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 Groundwater Basin Groundwater Sustainability Agency. 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 Board meeting in accordance with the Ralph M. Brown Act.

**4. AGENCY OPERATIONS**

- \* A. INFORMATIONAL: Review of Updated Financial Plan and Parcel Fee Recommendation for Fiscal Year 2027
- \* B. INFORMATIONAL: Review of Draft Budget for Fiscal Year 2027

**5. DIRECTOR REQUESTS**

Requests from Directors for items other than regular agenda items for the next regular Board meeting or any future meeting.

## **6. ADJOURNMENT**

**Note:** Montecito Groundwater Basin Groundwater Sustainability Agency conducts its meeting in-person in accordance with the Ralph M. 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 Agency website, and at the Montecito Groundwater Basin Groundwater Sustainability Agency office outside display case at 5:00 p.m. on April 10, 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 Agency Office at 805-324-4207. Notification at least twenty-four (24) hours prior to the meeting will enable the Agency 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 Agency website (<http://www.montecitogsa.com>).



## MEMORANDUM

**SECTION:** 4-A

**DATE:** APRIL 15, 2026

**TO:** BOARD OF DIRECTORS

**FROM:** GENERAL MANAGER / BUSINESS MANAGER

**SUBJECT: REVIEW OF UPDATED FINANCIAL PLAN AND PARCEL FEE  
RECOMMENDATION FOR FISCAL YEAR 2027**

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This item was reviewed by the Finance Committee at its meeting held on April 9, 2026 and the committee agrees with the recommendation.

### **RECOMMENDATION:**

1. That the Board of Directors receive a presentation from Raftelis providing the results of the updated financial plan and fee model, which indicates that the current Groundwater Sustainability Fee is sufficient to meet the Agency's projected financial needs over the next several fiscal years.
2. That the Board of Directors consider, at its May 12, 2026 regular meeting, adoption of a resolution continuing the existing Groundwater Sustainability Fee of \$120 per acre for fiscal year ending June 30, 2027.
3. That the Board of Directors direct staff to proceed with the required public noticing for continuing the existing Groundwater Sustainability Fee of \$120 per acre for fiscal year ending June 30, 2027.

### **DISCUSSION:**

The Sustainable Groundwater Management Act (SGMA) authorizes Groundwater Sustainability Agencies (GSA) to impose fees to fund various regulatory activities, including the development and implementation of a Groundwater Sustainability Plan (GSP). On June 24, 2020, the Montecito Groundwater Basin Groundwater Sustainability Agency (Agency) adopted Resolution No. 4, a resolution of the Agency adopting a Groundwater Sustainability Fee (Fee) to fund its annual expenses associated with regulatory activities of the Agency in implementing SGMA. The Fees adopted in Resolution No. 4 are supported by a financial plan and a Fee Study prepared by Raftelis, an independent financial consultant.

In late 2024, the Agency worked with Raftelis to prepare an updated financial plan and fee model to determine the revenue requirement for Fiscal Year (FY) 2026, beginning July 1, 2025. This updated financial plan and fee model revealed that the continuation of the Fee for FY 2025 of \$120

per acre for FY 2026 was projected to meet the Agency's financial needs for its regulatory activities under SGMA, including the implementation of a GSP. Subsequently, the Agency's Board of Directors adopted Resolution No. 19 continuing a FY 2025 Fee for FY 2026.

Similarly, Raftelis has prepared an updated financial plan and fee model to determine the revenue requirement for Fiscal Year (FY) 2027, beginning July 1, 2026. Based on the results of the updated financial plan and fee model, it is recommended the Agency continue the current Fee of \$120 per acre for FY 2027. The fee would be calculated in the same manner as established in Resolution No. 4, based on the total acreage of a parcel overlying the Montecito Groundwater Basin, and individual charges are determined by multiplying the acreage overlying the Basin by \$120 per acre. All government property and property belonging to public agencies would continue to be excluded from the Fee. As in prior years, the Fee would be collected annually in the same manner as ad valorem property taxes pursuant to Water Code §10730.

Representatives from Raftelis will provide a presentation of the updated financial plan and the findings at the April 15, 2026 Board meeting.

### **ATTACHMENTS**

1. Presentation Prepared by Raftelis



# Montecito GSA

2026 Fee Study Update  
Special Meeting of the Board of Directors

April 15, 2026



# Agenda

**Financial Plan Update**

**Results (Fee Options)**

# Financial Plan Model

- Primary inputs:
  - › Fiscal Year (FY) 2026 and FY 2027 revenues
    - Parcel acreage & current fees
    - MWD share of annual average groundwater pumping
  - › FY 2026 and FY 2027 Operating and CIP Budget
  - › July 1, 2025 beginning cash balance
  - › Existing reserve policies
    - \$500k, approximately six months of operating expenses
  - › Various inflationary factors
    - 3% General, 4% Salary, 6% Benefits

# MWD Cost Share Basis

- MWD production of 250 AFY; aligns with the most recent rate study
- MWD Cost Share:

Cost Share	2020 Fee Study AFY	Average 2020-2023 AFY	Average 2020-2025 AFY
MWD	421	250	226
Private	2,001	982	927
<b>Total</b>	<b>2,422</b>	<b>1,232</b>	<b>1,152</b>
MWD % Share	17.4%	20.3%	19.6%

# Revenues - Fee & Non-Fee

Source of Revenue	FY2024/25	FY 2025/26	FY 2026/27	FY 2027/28	FY 2028/29	FY 2029/30	FY 2030/31
<b>GSA REVENUE</b>	<i>Actuals</i>	<i>Forecast</i>	<i>Budget</i>	<i>Projection</i>	<i>Projection</i>	<i>Projection</i>	<i>Projection</i>
Prop 218 Fee	\$651,942	\$649,958	\$647,956	\$647,956	\$647,956	\$647,956	\$647,956
MWD Share	\$139,502	\$136,916	\$152,237	\$191,481	\$171,947	\$177,959	\$184,186
Grant Funding	\$0	\$0	\$43,450	\$0	\$0	\$0	\$0
Interest Revenue	\$25,920	\$30,000	\$30,000	\$24,700	\$19,001	\$14,094	\$8,168
Other Income	\$72	\$0	\$0	\$0	\$0	\$0	\$0
Recharge Rebates	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Capital Grants & Other Reimbursements	\$0	\$43,825		\$0	\$0	\$0	\$0
<b>Total: Revenue</b>	<b>\$817,436</b>	<b>\$860,699</b>	<b>\$873,643</b>	<b>\$864,136</b>	<b>\$838,903</b>	<b>\$840,009</b>	<b>\$840,310</b>

- Revenue is primarily split between Fee revenue and MWD Cost Share
  - › Fee revenue shown assumes the continuance of the existing \$120/acre fee
  - › Proposed financial plan options do use reserve funding as a source of funds when calculating fund balances

# Operating & CIP Costs

OPERATING EXPENSES	FY2024/25	FY 2025/26	FY 2026/27	FY 2027/28	FY 2028/29	FY 2029/30	FY 2030/31
	<i>Actuals</i>	<i>Forecast</i>	<i>Budget</i>	<i>Projection</i>	<i>Projection</i>	<i>Projection</i>	<i>Projection</i>
Admin Department	\$ 230,242	\$ 327,379	\$ 273,482	\$ 282,881	\$ 292,610	\$ 302,681	\$ 313,105
Engineering Department	\$ 569,071	\$ 546,459	\$ 588,802	\$ 759,504	\$ 635,449	\$ 657,798	\$ 680,949
Public Information Department	\$ 34,732	\$ 28,438	\$ 44,591	\$ 46,235	\$ 47,940	\$ 49,709	\$ 51,544
<b>Subtotal - OPERATING EXPENSES</b>	<b>\$ 868,620</b>	<b>\$ 902,276</b>	<b>\$ 906,875</b>	<b>\$ 1,088,620</b>	<b>\$ 975,999</b>	<b>\$ 1,010,188</b>	<b>\$ 1,045,599</b>
<b>Subtotal - NONOPERATING EXPENSES</b>	<b>\$ 9,769</b>	<b>\$ 7,743</b>	<b>\$ 11,500</b>	<b>\$ 11,845</b>	<b>\$ 12,200</b>	<b>\$ 12,566</b>	<b>\$ 12,943</b>
<b>Total Expenses</b>	<b>\$ 878,388</b>	<b>\$ 977,366</b>	<b>\$ 918,375</b>	<b>\$ 1,100,465</b>	<b>\$ 988,199</b>	<b>\$ 1,022,754</b>	<b>\$ 1,058,542</b>

- Admin & Public Info Departments – no material changes
- Engineering Department – continuation of ongoing initiatives
- CIP – no projects planned; no funds budgeted

# Financial Plan Options Detail

## Option 1:

- “Existing Fees”
- Maintain Existing Fees at \$120/acre

## Option 2:

- “Incremental”
- Maintain \$120/acre for one more year, then
- Modest increases to annual parcel fees beginning in FY 2028

## Option 3:

- “Incremental”
- Maintain \$120/acre for two more years, then
- Modest increases to annual parcel fees beginning in FY 2029

## Option 4:

- “Step Up”
- Maintain \$120/acre for three more years, then
- Adjust to \$175/acre in FY 2029

## Option 5:

- “Reduced Fee”
- Change fee from \$120/acre to \$100/acre for next two years, then
- Adjust fee to \$170/acre in FY 2029

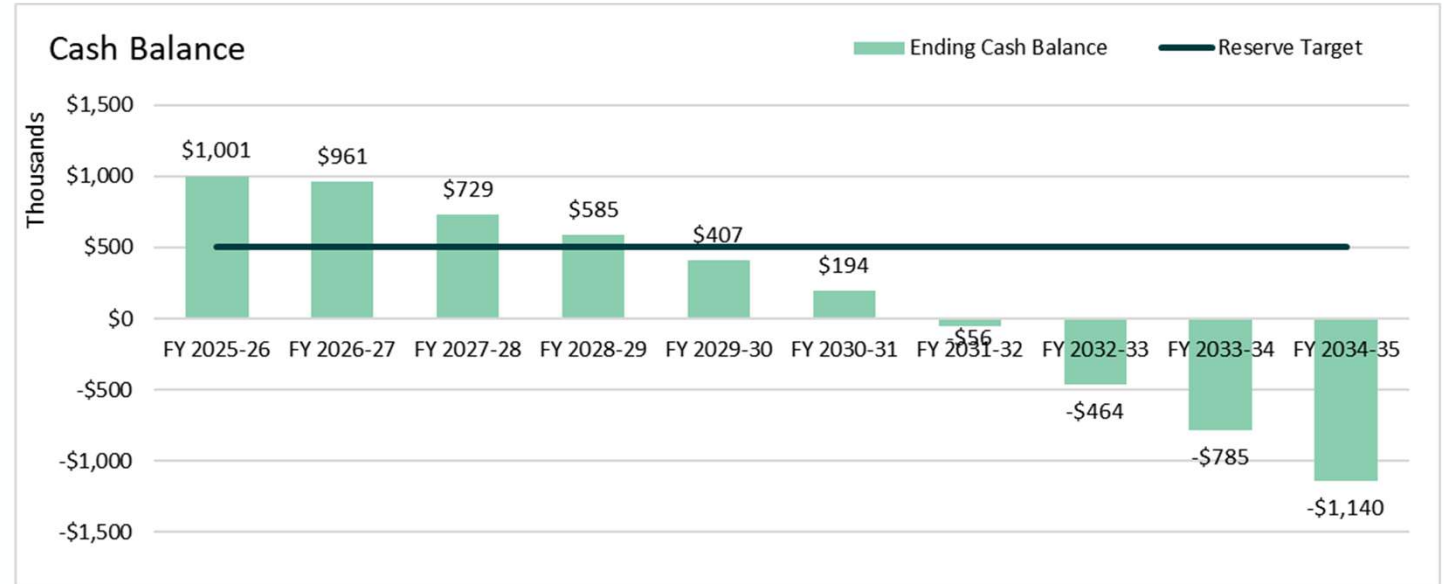
# Financial Plan (FP) Options Comparison

No.	Rate Method	FY 2026	FY 2027	FY 2028	FY 2029	FY 2030	FY 2031	FY 2032	FY 2033	FY 2034	FY 2035
1	Existing Fee	\$120	\$120	\$120	\$120	\$120	\$120	\$120	\$120	\$120	\$120
2	Incremental	\$120	\$120	\$130	\$140	\$150	\$155	\$160	\$170	\$175	\$185
3	Incremental	\$120	\$120	\$120	\$140	\$150	\$160	\$165	\$170	\$175	\$185
4	Step Up	\$120	\$120	\$120	\$175	\$175	\$175	\$175	\$175	\$175	\$175
5	Reduced Fee	\$120	\$100	\$100	\$170	\$170	\$170	\$170	\$170	\$170	\$170

- Incremental increase fees \$185/acre by FY 2035
- Step up fees \$175/acre by FY 2035

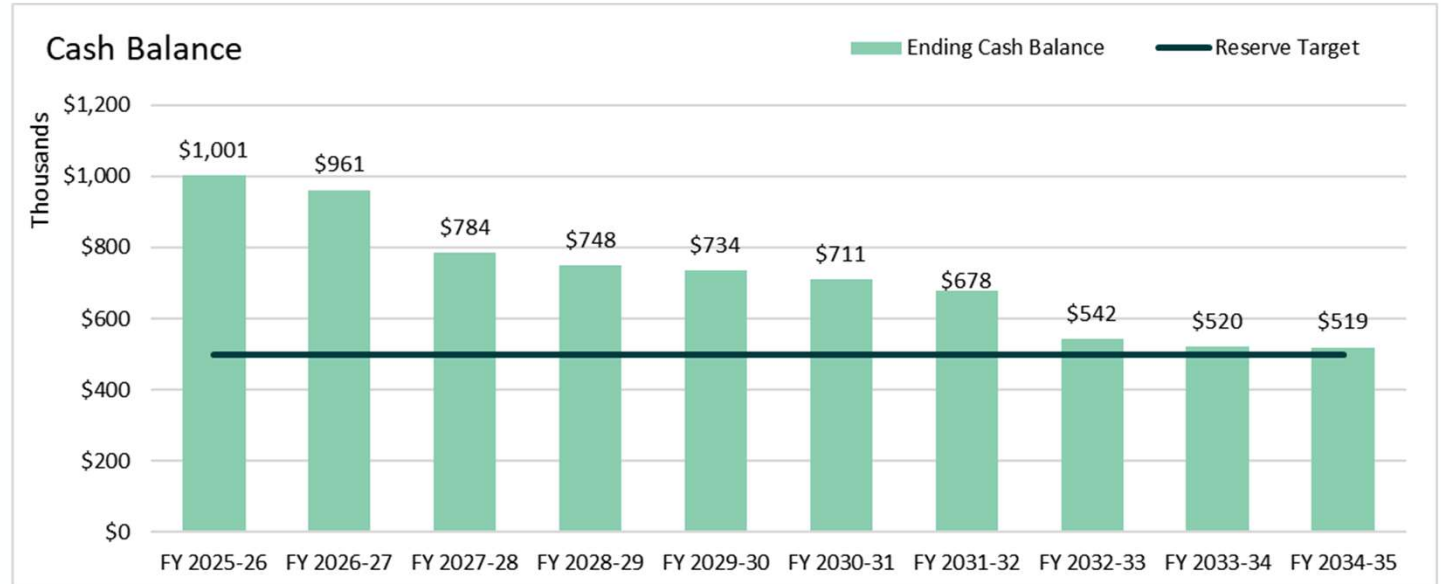
# Option 1: Maintain Existing Fees

Year	Proposed Fee (\$/Acre)
2026	\$120
2027	\$120
2028	\$120
2029	\$120
2030	\$120
2031	\$120
2032	\$120
2033	\$120
2034	\$120
2035	\$120



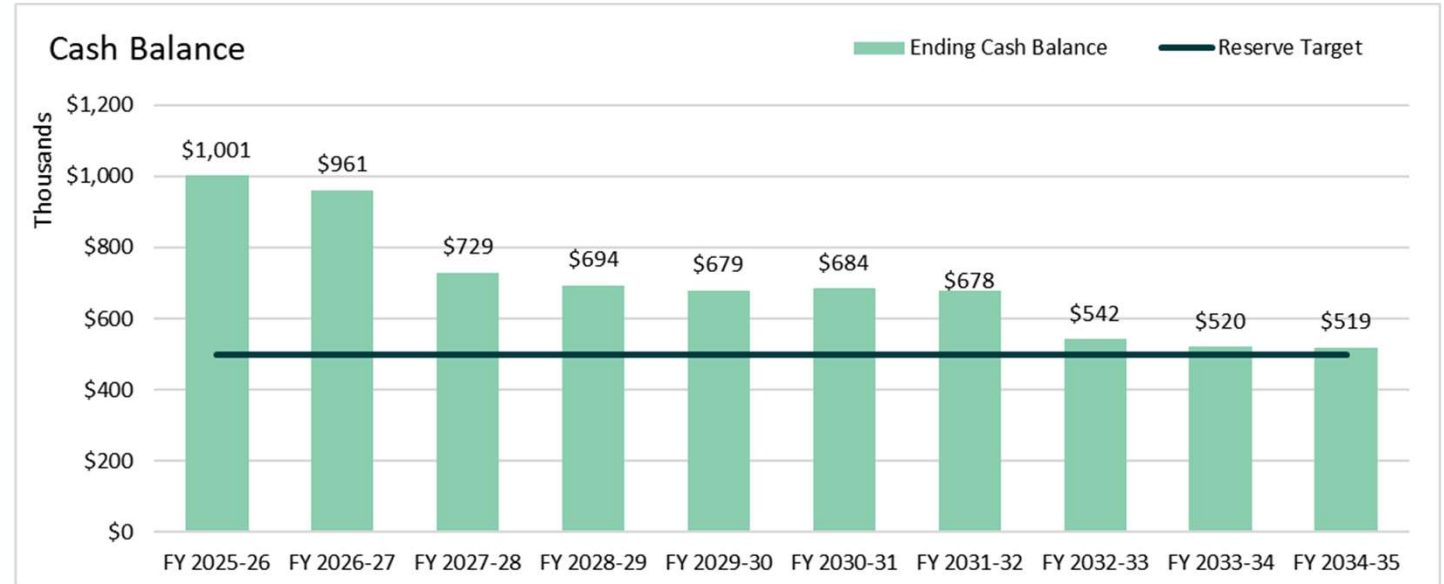
# Option 2: Incremental Increases beginning FY 2028

Year	Proposed Fee (\$/Acre)
2026	\$120
2027	\$120
2028	\$130
2029	\$140
2030	\$150
2031	\$155
2032	\$160
2033	\$170
2034	\$175
2035	\$185



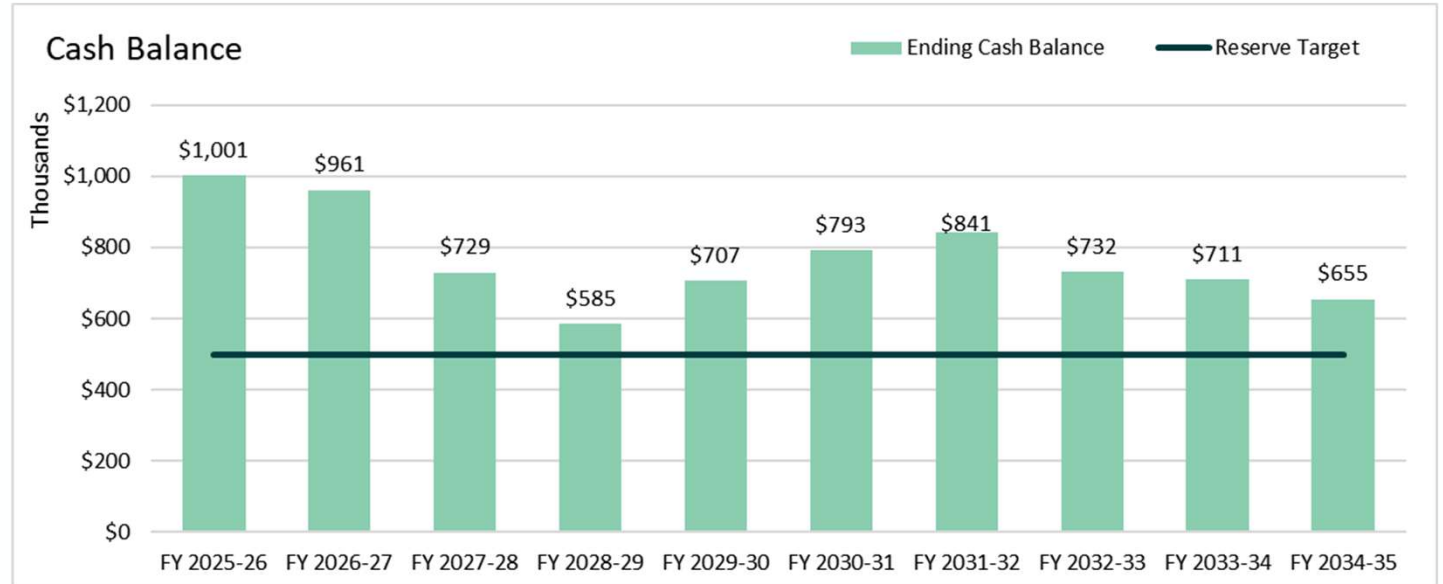
# Option 3: Incremental Increases beginning FY 2029

Year	Proposed Fee (\$/Acre)
2026	\$120
2027	\$120
2028	\$120
2029	\$140
2030	\$150
2031	\$160
2032	\$165
2033	\$170
2034	\$175
2035	\$185



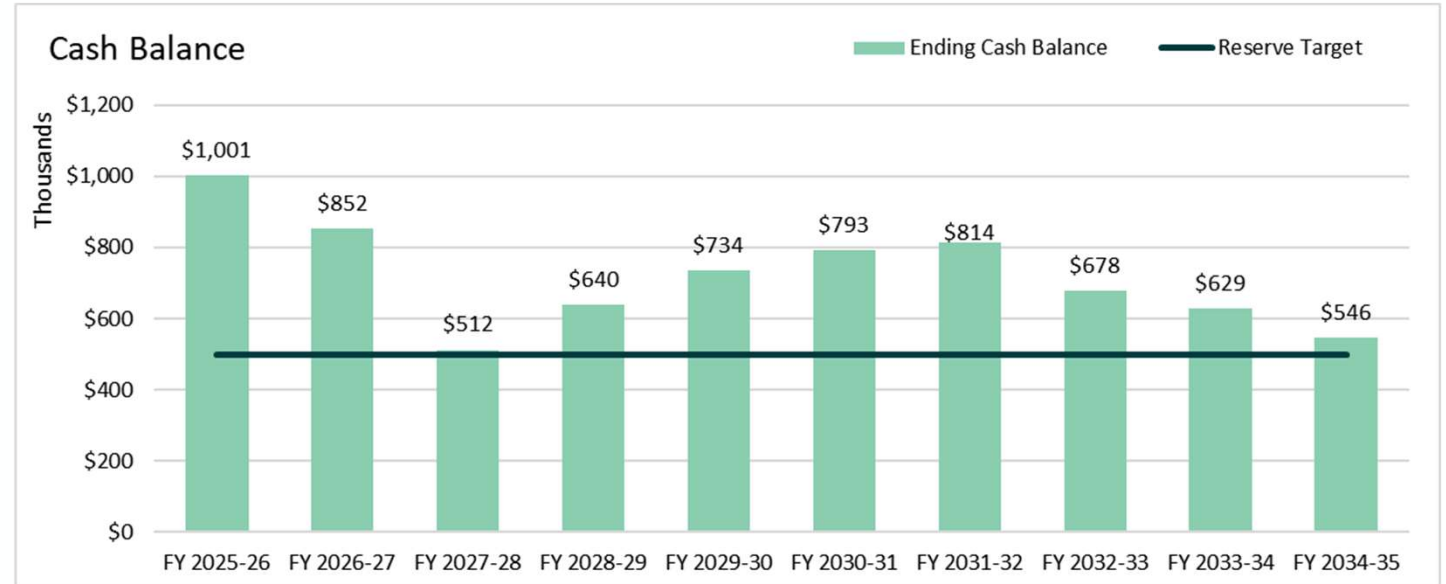
# Option 4: Step Up in Fees

Year	Proposed Fee (\$/Acre)
2026	\$120
2027	\$120
2028	\$120
2029	\$120
2030	\$175
2031	\$175
2032	\$175
2033	\$175
2034	\$175
2035	\$175



# Option 5: Reduced Fee

Year	Proposed Fee (\$/Acre)
2026	\$120
2027	\$100
2028	\$100
2029	\$170
2030	\$170
2031	\$170
2032	\$170
2033	\$170
2034	\$170
2035	\$170



# Fee Option Discussion

- Existing fee sufficient to fund expenses and maintain reserves through FY 2029
  - › Lowering fee to \$100/acre sufficient through FY 2028
- With incremental increases, the fee is estimated to reach \$185 /acre by FY 2035
- Step-up scenario fee results in a lower fee in FY 2035 compared to the Incremental Increases scenarios but will require another increase beyond FY 2035

# GSA Staff Recommendation

- Retain the existing Groundwater Sustainability Fee of \$120/acre for FY 2027
- Reassess the financial condition of the GSA annually based on the best available information to determine the adequacy of the existing Fee in future years.
- Consider a Fee Study and the Proposition 218 process in FY 2028 or FY 2029 to incrementally increase fees as available cash is sustainably drawdown to the Board reserve level.



**Contact:** Kevin Kostiuk  
213 262 9309 / [kkostiuk@raftelis.com](mailto:kkostiuk@raftelis.com)

**Contact:** Lindsay Roth  
213 262 9313 / [lroth@raftelis.com](mailto:lroth@raftelis.com)



## MEMORANDUM

**SECTION: 4-B**

**DATE: APRIL 15, 2026**

**TO: BOARD OF DIRECTORS**

**FROM: BUSINESS MANAGER / GENERAL MANAGER**

**SUBJECT: REVIEW OF DRAFT BUDGET FOR FISCAL YEAR 2027**

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This item was reviewed by the Finance Committee at its meeting held on April 9, 2026.

### **RECOMMENDATION:**

Information Only

### **DISCUSSION:**

The Agency prepares an annual budget each fiscal year for adoption by the Board of Directors (Board). The budget functions as an information, planning and policy document and forms the basis of understanding the Agency's current financial condition. A step in the budget preparation process is a budget workshop with the Board of Directors. Prior to the Board workshop, committee meetings are typically held to discuss portions of the draft budget.

Attached is a summary of the Draft Budget for Fiscal Year (FY) 2027. Finance Committee reviewed the draft budget for FY 2026 at its meeting held on April 9, 2026 and their feedback has been incorporated.

### **ATTACHMENTS**

1. Draft FY 2027 Budget (Summary Pages)
2. Draft FY 2027 Budget Presentation

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**MONTECITO GROUNDWATER BASIN**  
**GROUNDWATER SUSTAINABILITY AGENCY**  
 Budget Fiscal Year 2027

	<b>FY 2026 BUDGET ADOPTED</b>	<b>FY 2026 BUDGET FORECAST</b>	<b>FY 2027 BUDGET DRAFT</b>	<b>\$ CHANGE FY27 &gt; FY26</b>
<b>REVENUES</b>				
<b>OPERATING REVENUES</b>				
<b>OPERATING REVENUE</b>				
Groundwater Sustainability Parcel Fee	649,958	649,958	649,958	-
Groundwater Sustainability Parcel Fee - MWD	136,916	136,916	152,237	15,321
<b>OPERATING REVENUE Total:</b>	<b>786,874</b>	<b>786,874</b>	<b>802,195</b>	<b>15,321</b>
<b>NON-OPERATING REVENUE</b>				
State Grants	43,450	-	43,450	43,450
Interest Revenue	24,000	30,000	30,000	-
<b>NON-OPERATING REVENUE Total:</b>	<b>67,450</b>	<b>30,000</b>	<b>73,450</b>	<b>43,450</b>
<b>TOTAL REVENUES:</b>	<b>854,324</b>	<b>816,874</b>	<b>875,645</b>	<b>58,771</b>

**EXPENSES**  
**OPERATING EXPENSES**

**Department: 563 - Engineering**

Personnel Services	272,397	272,397	303,802	31,405
Supplies	-	25,000	15,600	(9,400)
Outside Services	326,550	240,000	257,400	17,400
Rebates	12,000	8,000	12,000	4,000
<b>Department: 563 - Engineering Total:</b>	<b>610,947</b>	<b>545,397</b>	<b>588,802</b>	<b>43,405</b>

**Department: 565 - Administration**

Personnel Services	143,406	115,021	119,482	4,461
Professional Training	2,500	4,500	4,500	-
Supplies	3,000	2,430	1,850	(580)
Fuels	500	600	750	150
GIS	3,000	3,000	3,500	500
Outside Services	20,060	12,000	26,500	14,500
Software & App Subscriptions	2,204	1,200	2,300	1,100
Utilities - Telephone/Cable/Internet/Cell	8,457	2,400	3,600	1,200
General Liability Insurance	70,000	29,175	30,000	825
Special Legal	2,500	-	2,000	2,000
Legal	30,000	19,000	30,000	11,000
Dues, Fees, Subscriptions	1,110	200	1,500	1,300
Office Space Rent	39,339	39,400	47,500	8,100
<b>Department: 565 - Administration Total:</b>	<b>326,076</b>	<b>228,926</b>	<b>273,482</b>	<b>44,556</b>

**MONTECITO GROUNDWATER BASIN  
GROUNDWATER SUSTAINABILITY AGENCY**  
Budget Fiscal Year 2027

	<b>FY 2026 BUDGET ADOPTED</b>	<b>FY 2026 BUDGET FORECAST</b>	<b>FY 2027 BUDGET DRAFT</b>	<b>\$ CHANGE FY27 &gt; FY26</b>
<b>Department: 566 - Governing Board</b>				
Personnel Services	6,660	5,400	9,000	3,600
Administrative Services	-	1,500	2,500	1,000
<b>Department: 566 - Governing Board Total:</b>	<b>6,660</b>	<b>6,900</b>	<b>11,500</b>	<b>4,600</b>
<b>Department: 568 - Public Information</b>				
Personnel Services	31,897	22,400	30,591	8,191
Postage	5,000	-	1,000	1,000
Website Development	3,000	500	3,000	2,500
GSA Outreach	17,888	5,000	10,000	5,000
<b>Department: 568 - Public Information Total:</b>	<b>57,785</b>	<b>27,900</b>	<b>44,591</b>	<b>16,691</b>
<b>TOTAL EXPENDITURES:</b>	<b>1,001,468</b>	<b>809,123</b>	<b>918,375</b>	<b>109,252</b>

**Net Operating Surplus / (Deficit) (42,730)**

**FUND BALANCE & RESERVES**

<i>Beginning of the Year 7/1/2025</i>	1,860,280	1,860,280
Less: Net Investment in Capital Assets (equipment)	-	(745,045)
Less: Required Reserve Policy	-	(500,000)
Transfer In(Out)	-	(42,730)
<b>ENDING UNRESERVED FUND BALANCE</b>	<b>1,860,280</b>	<b>572,505</b>

	<b>FY 2026 BUDGET ADOPTED</b>	<b>FY 2026 BUDGET FORECAST</b>	<b>FY 2027 BUDGET DRAFT</b>
<b>CAPITAL BUDGET</b>			
<b>Revenue</b>			
Grant Reimbursements	43,825	43,825	-
<b>Expense</b>			
Project - Stream Monitoring Radar Unit	43,825	43,825	-
<b>CAPITAL BUDGET TOTAL</b>	<b>-</b>	<b>-</b>	<b>-</b>

Montecito Groundwater Basin

**Groundwater Sustainability Agency**

# FY 2027 Draft Budget Review

Board Meeting  
April 15, 2026



# FY 2027 Budget at a Glance



Total Revenue

**\$ 875,645**

*Operating + Non-Op*



Total Operating Expenditures

**\$918,375**

*All Departments*



Net Deficit  
*(Before Capital Expenditures)*

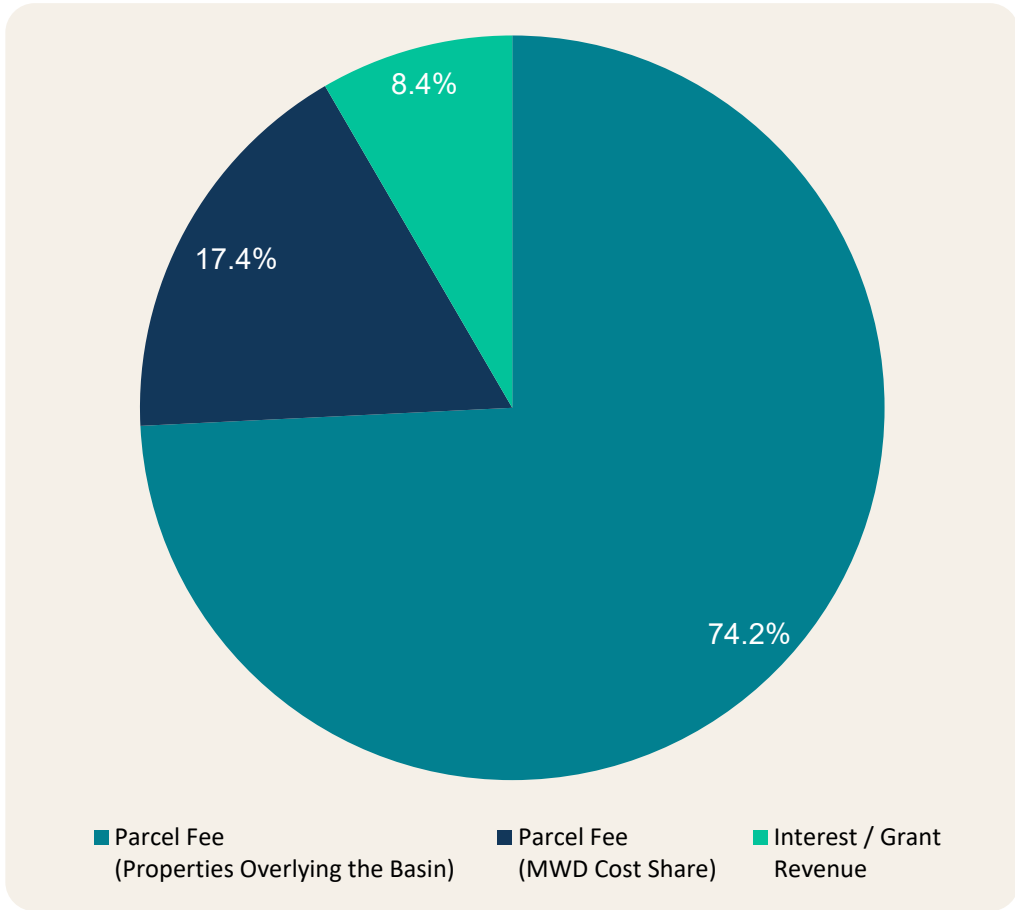
**\$(42,730)**

*Fund Bal. Transfer Required*

## Fund Balance & Reserves

Total Net Position as of July 1, 2025:	<b>\$1,860,280</b>
Less: Net Investment in Capital Assets:	<b>(\$745,045)</b>
Less: Required Reserve Policy:	<b>(\$500,000)</b>
Deficit Covered by Unassigned Fund Balance Transfer:	<b><u>\$42,730</u></b>
Ending Unassigned Fund Balance:	<b>\$572,505</b>

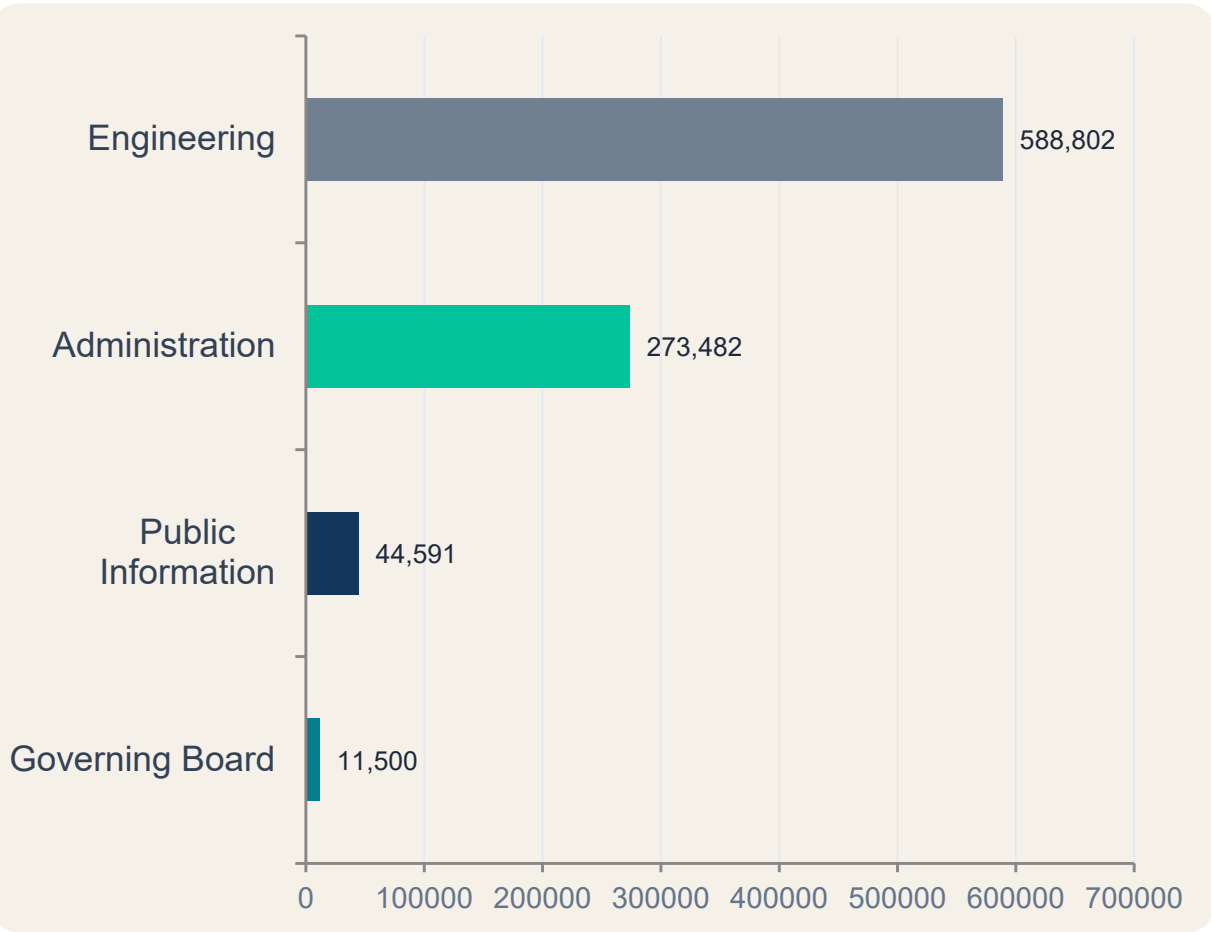
# FY 2027 Revenue Budget



## Revenue Sources

<b>Groundwater Sustainability Parcel Fee</b>	<b>\$649,958</b>
<i>Parcels overlying the Basin</i>	74.2%
<b>Groundwater Sustainability Parcel Fee</b>	<b>\$152,237</b>
<i>MWD Cost Share</i>	17.4%
<b>State Grant (O&amp;M) &amp; Interest Revenue</b>	<b>\$73,450</b>
<i>\$43,450 Grant + \$30,000 Interest Earnings</i>	8.4%
<b>Total Revenue</b>	<b>\$875,645</b>

# FY 2027 Expenditures by Department



## Department Summary

<b>Engineering</b>	<b>\$588,802</b>
<i>Monitoring, reporting, contractual</i>	64.1%
<b>Administration</b>	<b>\$273,482</b>
<i>Payroll, legal, office, insurance</i>	29.8%
<b>Public Info</b>	<b>\$44,591</b>
<i>Outreach &amp; website</i>	4.9%
<b>Governing Board</b>	<b>\$11,500</b>
<i>Payroll &amp; other</i>	1.3%
<b>Total: \$918,375</b>	

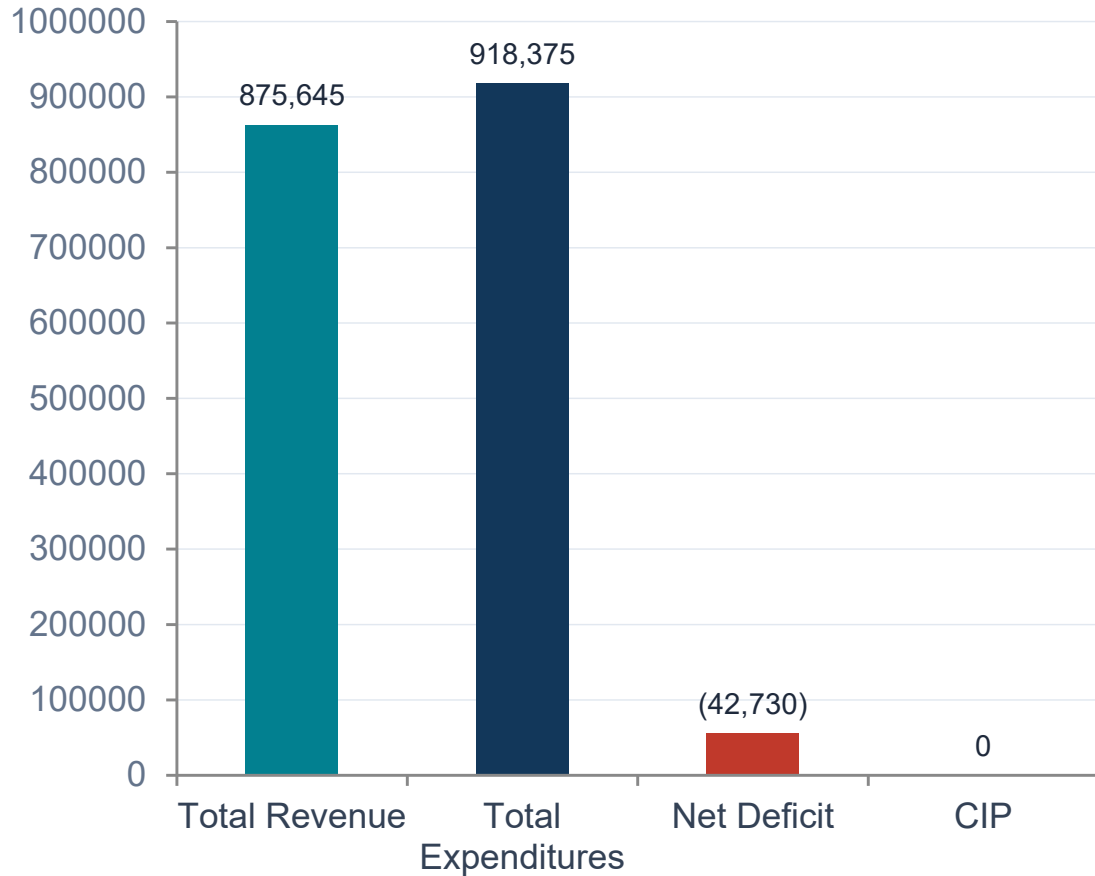
# Engineering Department Expense Detail — \$588,802

Personnel Services & Supplies		Contractual – Reporting		Contractual – Monitoring	
Personnel Services	\$303,802	GSP Annual Report (Dudek)	\$48,000	Stream Monitoring (Numeric)	\$58,000
Materials & Supplies	\$15,600	GSP 5-Year Evaluation (Dudek)	\$60,000	Voluntary Metering (Cascade)	\$2,400
		Labs – Representative Monitoring Points (FGL)	\$7,200	Well Upgrades (Sounding Tubes)	\$12,000
		Labs – Seawater Intrusion (FGL)	\$4,400	Stream Monitoring (Numeric) Radar Unit Monitoring	\$30,000
		Labs – Potential RMPs (FGL)	\$10,400	Recharge Rebates	\$12,000
				SW Storage WQ Analysis (Dudek, FGL, Pacific Wireline)	\$25,000

# Administration, Public Information & Board Governance Expense Detail

Administration — \$273,482		Public Info — \$44,591		Board Governance — \$11,500	
Personnel Services	\$119,482	Payroll / Personnel	\$30,591	Payroll / Personnel	\$9,000
Parcel Fee Admin (NBS)	\$11,500	GSA Outreach	\$10,000	Other	\$2,500
Annual Review of Groundwater Sustainability Fee (Raftelis)	\$15,000	Website Development	\$3,000		
GIS (Zworld)	\$3,500	Postage	\$1,000		
General Legal	\$30,000	Materials	\$1,000		
Special Legal	\$2,000				
Office Space Rent	\$47,500				
General Liability Insurance	\$30,000				
Software /Subscriptions /Utilities	\$7,400				
Training & Travel	\$4,500				
Materials & Supplies	\$2,600				
<b>Total</b>	<b>\$273,482</b>	<b>Total</b>	<b>\$44,591</b>	<b>Total</b>	<b>\$11,500</b>

# Budget Gap Analysis & Fund Balance Recommendation



## Primary Cost Driver

Total Personnel Services is \$462K or 50% of expenditures and State reporting is \$108K or 12%

## Structural Imbalance

Budgeted expenditures remain consistent with prior years. Expenditures exceed revenues by \$42,730 (4.7% gap), requiring a draw from the unassigned fund balance.

## Reserve Position

After the transfer, reserves remain above the \$500K policy minimum.

## Key Consideration

Total revenue and unassigned fund balances are sufficient to support planned expenditures for FY 2027. Continuous inflationary pressures may drive the need for an updated Fee Study in the near term.

# Capital Budget -- FY 2027

## Capital Project Summary

### Stream Monitoring Radar Unit

Project completed FY 2026. Capital grant reimbursement of \$43,825 received. No new capital expenditure in FY 2027.

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### FY 2027 Capital Budget Total

**\$0**

## Key Notes

### Grant Revenue Fully Expended

\$43,825 State capital grant fully received in FY 2026

\$43,450 State O&M funding for FY 2027

### O&M Costs in Operating Budget

Radar Unit ongoing O&M (\$43,450) included in Engineering Outside Services.

No separate capital appropriation required for FY 2027.

### Capital Assets on Balance Sheet

Net investment in capital assets: \$745,045

# Next Steps

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01 Incorporate Board feedback

02 Board consideration of proposed budget on May 12, 2026