CAWELO WATER DISTRICT
BOARD MEETING

Cawelo Water District Conference Room
Thursday, November 12, 2026 – 9:00 a.m.
17207 Industrial Farm Road, Bakersfield CA 93308
Public Participation Possible via Zoom 1 (669) 444-9171
Meeting ID: 864 4790 5118 / Passcode: 333638
Or via Link: https://us06web.zoom.us/j/86447905118?pwd=gz5GfdapfXeTtttwtM7NTRsAfnYxaE.1

AGENDA

A. Call to Order

B. Approval of Minutes from Prior Meetings

C. Resolution No. 738: Modifying Penalties and Interest Charged on Past Due Special Assessments, Dry Standby Assessments, Water Tolls and Charges

D. Landowner Water Wheeling Policy

E. Resolution No. 739: Adopting Budget for Year 2027 and Fixing and Levying Standby Charges and Fixing Water Tolls for 2027 and Providing for Penalty and Interest Charge on All Delinquent Standby Charges and Water Tolls

F. Treasurers Report for October 2026

G. Accounts Payable Report for October 2026

H. Public Comments: Members of the public may address the Board on any matter not on the agenda. Except in extraordinary circumstance, the Board may not take action on such item.

I. Reports: Staff or Committee will discuss and the Board will consider various items and issues relating to ongoing or proposed future projects or other matters of interest to the District, which may include:

1) Projects
- a. Friant-Kern Canal Pump Station
  - i. Status of Project
- b. Poso Creek 2023 Flood Emergency Repairs
  - i. Repairs Status

2) ILRP
- a. Coalition Update

3) Sustainable Groundwater Management Act
- a. Local SGMA Activities

4) **Financial and Personnel**
   a. Employee Compensation / Benefits

5) **SWP**
   a. Delta Conveyance Project

   b. KCWA and Related SWP Matters

J. Attorney's Report: Legal Counsel will discuss and the Board will consider items and issues of legal interest to the District, which may include the following:

K. Engineer's Report: District's Engineer will discuss and the Board will consider items and issues of engineering interest to the District, which may include the following:

1) **Poso Creek Petition**

L. Manager's Report: District Manager will discuss and the Board will consider items and issues relating to the general ongoing and future operations of the District, which may include the following:

1) **Water Deliveries / Supplies**

2) **System Maintenance**
   a. Golden Mussel Update

M. Closed Session

1) **To confer with legal counsel regarding existing/potential litigation under authority of Government Code Section 54956.9 (a) Rosedale-Rio Bravo Water Storage District v KCWA, KCSC BCV-21-100418; (d)(2)(3) (three matters) and (d)(4) (two matters):**

2) **Conference with real property negotiators and/or properties under authority of Government Code Section 54956.8**

   a. Property: City Water
   District Negotiator: David Ansolabehere
   Negotiating with: City of Bakersfield

   b. Property: Miscellaneous Water Supplies
   District Negotiator: David Ansolabehere
   Negotiating with: Potential sellers

   c. Property: Real Property Purposes; Storage/Well Sites
   District Negotiator: David Ansolabehere/Mark Smith
   Negotiating with: Potential sellers

3) **Wages/salary/appointment/other terms and conditions of employment under authority of Government Code Section 54957.6**

N. Return to Open Session

O. Adjournment

Teleconference Locations: 17207 Industrial Farm Road, Bakersfield, CA. 93308

Posted pursuant to Government Code §54954.2(a)(1) or §54956, as applicable.

By: Myrna Sandoval *Date: 6 November 2026 9:00 a.m.*

Requests for disability related modifications or accommodations, including auxiliary aids or services may be made by telephoning or contacting Administration at the Agency Office. Please attempt to make such requests known at least 24 hours before the scheduled meeting.

Pursuant to Government Code §54957.5, any materials relating to an Open Session item on this agenda, distributed to the Board of Directors after the distribution of the agenda packet, will be made available for public inspection at the time of distribution at the following locations: 17207 Industrial Farm Road, Bakersfield, CA 93308

CAWELO WATER DISTRICT
BOARD MEETING

Thursday, October 8, 2026 - 9:00 a.m.
17207 Industrial Farm Road, Bakersfield CA 93308
Public Participation Possible via Zoom 1 (669) 444-9171
Meeting ID: 864 4790 5118 / Passcode: 333638
Or via Link: https://us06web.zoom.us/j/86447905118?pwd=gz5GfdapfXeTtttwtM7NTRsAfnYxaE.1

MINUTES

DIRECTORS PRESENT:	John Gaugel, Spencer Birch, Keith Watkins
DIRECTORS ABSENT:	Jeremy Blackwell, Mark Smith,
STAFF PRESENT:	Dave Halopoff, John Frankhouser, Myrna Sandoval, Jennifer Brown
LEGAL COUNSEL:	Amanda Rodriguez
OTHER ATTENDEES:	Sonia Lemus, Michael Miller, Maryse Suppiger

A. CALL TO ORDER

The Board Meeting was called to order by President Gaugel at 9:00 A.M.

B. APPROVAL OF MINUTES FROM PRIOR MEETINGS

The CWD Regular Board Meeting Minutes for 10 September 2026 were presented for approval.

After review and discussion, **it was motioned by Director Watkins, seconded by Director Gaugel and carried by at 2-0-1 vote*, that the minutes from 10 September 2026*** be approved as presented**.** Director Birch abstained from the vote.

C. TREASURER'S REPORT FOR SEPTEMBER 2026

The Treasurer's Report for the month of September 2026 was presented by Controller, Mr. Frankhouser. Balances for September 2026 were as follows:

General Funds	2,565,590.74
Construction Funds	7,605,713.44
Reserved Funds	3,713,073.37
TOTAL FUNDS	**13,884,377.55**
Receipts for September 2026	941,992.91
Manual Cash Disbursements	77,819.83
Net Revenue through September	25,659,984.41
Total Expenses through September	18,539,240.31

NET REVENUE / <LOSS> **7,120,744.10**

After review and discussion, **it was motioned by Director Birch, seconded by Director Watkins, and unanimously carried,** ***that the Treasurer's Report for the month of September 2026*** be approved as presented.

1) **AMG Investment Options** – Mr. Halopoff provided an update to the Board regarding Arbitrage Management Group's proposed investment options for the 2016 and 2025 bond debt service reserve funds and project funds. The Board discussed the proposed investment strategies, compliance with legal requirements for public agencies, and guidance .

After review and discussion, **it was motioned by Director Watkins, seconded by Director Birch and unanimously carried,** ***that the Board authorize the investment of the 2016 and 2025 Series A Bonds respective debt service reserve funds with AMG as proposed.***

D. ACCOUNTS PAYABLE REPORT FOR SEPTEMBER 2026

Controller, Mr. Frankhouser, presented the Accounts Payable report for the month of September 2026. The report covered checks 36997 through 37047, issued 7 October 2026 in the amount of $2,526,557.70. Manual disbursements included ACH debits totaling $77,819.83.

After review and discussion, **it was motioned by Director Watkins, seconded by Director Birch, and unanimously carried,** ***that the Accounts Payable from September 2026*** be approved as presented.

E. PUBLIC COMMENTS

The floor was open for public comments, at which time there were none.

F. REPORTS

1) PROJECTS

a. Friant-Kern Canal Pump Station

i. **Status of Project:** Mr. Halopoff reported that the third party electrical testing has been completed and the site had power. Mr. Halopoff also reported that W.M. Lyles has completed all of their work and the pump station commissioning and start up testing was currently being scheduled.

b. Poso Creek 2023 Flood Emergency Repairs

i. **Repairs Status:** Mr. Halopoff reported that replacement Wells 18 and 19 have been completed and the new Trento Weir SCADA will be completed in the next week.

2) ILRP

a. Coalition Update: Mr. Halopoff provided updates on the Groundwater Protection (**GWP**) Formulas, Values and Targets, Central Valley Groundwater Monitoring Collaborative (**CV-GMC**), CV-SALTS Nitrate Control Program, and South San Joaquin Valley Management Practices Evaluation Program (**SSJV MPEP**).

3) SUSTAINABLE GROUNDWATER MANAGEMENT ACT (SGMA)

a. Local SGMA Activities: Mr. Halopoff provided updates on the Kern Subbasin Coordination Committee, Kern Non-Districted Land Authority, and LandIQ Daily ET Tool.

4) FINANCIAL AND PERSONNEL

a. Employee Compensation / Benefits: No report at this time.

5) SWP

a. Delta Conveyance Project (DCP): Mr. Halopoff provided an update to the Board regarding Amendment No. 2 to the Contract Between Kern County Water Agency and Its Member Units for Preliminary Planning and Design Costs Related to a Potential Delta Conveyance Project (**Contract**).

After review and discussion, **it was motioned by Director Birch, seconded by Director Watkins and unanimously carried*, that the Board authorize Staff to execute Amendment No. 2 to the Contract.***

b. KCWA and Related SWP Matters: No report at this time.

G. ATTORNEY'S REPORT: No report at this time.

H. ENGINEER'S REPORT:

1) Poso Creek Petition – Mr. Halopoff reported we are still working with the consultant to prepare the required environmental documents.

I. MANAGER'S REPORT

1) Water Deliveries/Supplies into the District for September 2026 were as follows:

	Ac-Ft Delivered	YTD
Supplies Received	6,279	57,984
Landowner Deliveries	6,559	52,215

East Poso Basin Recharge	0	0
Famoso Basin Recharge	0	1,627
System Loss / Operational Recharge	-253	-2,439
Diversion from Poso Creek		
To Famoso Basin Banking	0	0
To P.S. E	0	0
Percolation Losses Creek Channel	0	63
Poso Creek Water Passed Trenton Weir	0	845

Produced Water Deliveries for the month of September 2026 were as follows:

Chevron	31.3 cfs per day (1,862 ac-ft.)
CRC/Bell Aire	4.7 cfs per day (280 ac-ft.)
TRIO	0.24 cfs per day (14.2 ac-ft)

2) System Operations & Maintenance:

a. Golden Mussel Update

Mr. Halopoff reported that the District was still working with GreenLeaf on treatment and will continue treatment as needed.

ADJOURNED TO CLOSED SESSION – The meeting adjourned at approximately 9:47 A.M. to Closed Session.

J. CLOSED SESSION:

1) To confer with legal counsel regarding pending litigation under authority of Government Code Section 54956.9 (a) Rosedale-Rio Bravo Water Storage District v KCWA, KCSC BCV-21-100418; (d)(2)(3) (three matters) and (d)(4) (two matters):

2) Conference with real property negotiators and/or properties under authority of Government Code Section 54956.8

a) City Water Purchase
b) Miscellaneous Water Supplies
c) Real Property Purposes; Storage/Well Sites

3) Wages/salary/other terms and conditions of employment under authority of Government Code Section 54957.6

K. RETURN TO OPEN SESSION – The Board returned to Open Session at approximately 10:34 A.M. District Legal Counsel announced that no action was taken in Closed Session that would require disclosure under the Brown Act at this time.

L. ADJOURNMENT – The CWD Board meeting adjourned at 10:35 A.M. The next regular CWD Board Meeting is set for Thursday, November 12, 2026 at 9:00 A.M.

_____
Spencer Birch, CWD Board Secretary

CAWELO WATER DISTRICT
SPECIAL BOARD MEETING

Thursday, October 22, 2026 – 8:00 A.M.
17207 Industrial Farm Road, Bakersfield CA 93308

MINUTES

DIRECTORS PRESENT: John Gaugel, Spencer Birch, Mark Smith, Keith Watkins, Jeremy Blackwell

DIRECTORS ABSENT:

STAFF PRESENT: David Ansolabehere, Dave Halopoff

LEGAL COUNSEL: Isaac St. Lawrence

OTHER ATTENDEES:

A. CALL TO ORDER

The Special Board Meeting was called to order by President Gaugel at 8:00 A.M.

B. PUBLIC COMMENTS

The floor was open for public comments, at which time there were none.

ADJOURNED TO CLOSED SESSION – The meeting adjourned at approximately 8:01 A.M. to Closed Session.

C. CLOSED SESSION:

1) To confer with legal counsel regarding pending litigation under authority of Government Code Section 54956.9 (a) Rosedale-Rio Bravo Water Storage District v KCWA, KCSC BCV-21-100418; (d)(2)(3) (three matters) and (d)(4) (two matters):

2) Conference with real property negotiators and/or properties under authority of Government Code Section 54956.8

- **a) City Water Purchase**
- **b) Miscellaneous Water Supplies**
- **c) Real Property Purposes; Storage/Well Sites**

3) Wages/salary/other terms and conditions of employment under authority of Government Code Section 54957.6

D. RETURN TO OPEN SESSION – The Board returned to Open Session at approximately 1:18 P.M. District Legal Counsel announced that no action was taken in Closed Session that would require disclosure under the Brown Act at this time.

E. ADJOURNMENT – The CWD Special Board meeting adjourned at 1:19 P.M.

_____
Spencer Birch, CWD Board Secretary

CAWELO WATER DISTRICT

17207 Industrial Farm Road
Bakersfield, CA 93308
Phone: (661) 393-6072
Fax: (661) 393-6073

David R. Ansolabehere, General Manager

MEMORANDUM

To: Cawelo Water District Board of Directors

From: Dave Halopoff

Date: 12 November 2026

Re: Uniform Delinquency Penalty & Interest Policy – District Landowner Billings

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Cawelo Water District (**CWD**, **District**) issues several billings to District landowners, each carrying its own delinquency penalty and interest (**P&I**) terms. These terms were established independently over time and are inconsistent across billings: penalties currently range from none to 10%, and interest ranges from none to 1.5% per month (18% per annum). The inconsistency creates landowner confusion, and complicates billing administration and collections.

District staff recommended, and the Board concurred, that a consistent P&I policy be implemented across District landowner billings. This memorandum presents staff's recommended policy for Board adoption. Billing cycles and due dates are not changing; only the P&I terms applied to delinquent balances are being standardized (Table 1).

Table 1 – District Landowner Billings: Current vs. Proposed Penalty & Interest

			Current		Proposed	
Billing	**Billed**	**Due**	**Penalty**	**Interest**	**Penalty**	**Interest**
Dry Standby	Nov (prior yr)	1st Inst. – Jan 2nd Inst. – May	10%	1.5% / month	5%	9% / annum
District Special Assessment	Apr	Oct	5%	9% / annum	5%	9% / annum
SGMA Special Assessment	May	Nov	5%	9% / annum	5%	9% / annum
Winter Water	Monthly Nov – Feb	Net 20	5%	None	5%	9% / annum
Water Overages	Jan (subsequent yr)	Net 45	None	None	5%	9% / annum
ILRP	Apr	Jul	None	None	No change	No change

Recommended Policy

- **Applicable Billings:** District Special Assessment, SGMA Special Assessment, Dry Standby, Winter Water, and Water Overages. ILRP billings are excluded and remain without P&I.
- **Penalty:** A one-time penalty of 5% of the unpaid principal balance, assessed on the day following the due date. For Dry Standby, the penalty applies separately to each delinquent installment.
- **Interest:** Simple interest at 9% per annum (0.75% per month) on the unpaid principal balance, accruing monthly from the day following the due date until paid in full. Interest is not charged on the penalty or on accrued interest.
- **Billing Cycles and Due Dates:** No change.
- **Effective Date:** Upon Board adoption, applicable to billings issued on or after the adoption date. Balances delinquent prior to adoption remain subject to the P&I terms in effect when billed.

Impact to Landowners

- **Dry Standby:** Reduced – penalty decreases from 10% to 5%; interest decreases from 18% to 9% per annum.
- **District and SGMA Special Assessments:** No change – current 5% penalty and 9% per annum interest become the District standard.
- **Winter Water:** Penalty unchanged at 5%; 9% per annum interest newly applies.
- **Water Overages:** 5% penalty and 9% per annum interest newly apply.

For illustration, a $10,000 balance delinquent six months would incur $950 in P&I under the proposed policy ($500 penalty + $450 interest), the same as under current Special Assessment terms and half of the $1,900 under current Dry Standby terms. The proposed terms maintain a meaningful incentive for timely payment while aligning all billings to a single standard.

Implementation

Upon adoption, staff will update billing statements and accounting system settings, notify landowners of the revised P&I terms with the next billing of each type, and update the District Landowner Billing Cycle Summary (attached).

Recommendation

District staff recommends the Board adopt the Uniform Delinquency Penalty & Interest Policy as described herein, establishing a 5% penalty and 9% per annum interest on delinquent District Special Assessment, SGMA Special Assessment, Dry Standby, Winter Water, and Water Overage billings, effective upon Board adoption.

Attachments: District Landowner Billing Cycle Summary – Proposed, October 2026

CAWELO WATER DISTRICT

DISTRICT LANDOWNER BILLING CYCLE SUMMARY – PROPOSED PENALTY & INTEREST (NOV 2026, REV 3)

	Bill / Due Date											
District Bill Type	**Jan**	**Feb**	**Mar**	**Apr**	**May**	**Jun**	**Jul**	**Aug**	**Sept**	**Oct**	**Nov**	**Dec**
Dry Standby *5% Penalty* *Interest - 9% per Annum*	1st Inst Due				2nd Inst Due						Bill - Prev Year	
Special Assessment *5% Penalty* *Interest - 9% per Annum*				Bill						Due		
SGMA Special Assessment *5% Penalty* *Interest - 9% per Annum*					Bill						Due	
Winter Water *Net 20 / 5% Penalty* *Interest - 9% per Annum*	Dec Bill / Due	Jan Bill / Due	Feb Bill / Due									Nov Bill / Due
Prior Year Water Overages *Net 45 / 5% Penalty* *Interest - 9% per Annum*	Bill		Due (Net 45)									
ILRP (No P&I)				Bill			Due					

CAWELO WATER DISTRICT

RESOLUTION NO. 738

A RESOLUTION OF THE BOARD OF DIRECTORS OF CAWELO WATER DISTRICT MODIFYING PENALTIES AND INTEREST CHARGED ON PAST DUE SPEICAL ASSESSMENTS, DRY STANDBY ASSESSMENTS, WATER TOLLS AND CHARGES

WHEREAS, the Cawelo Water District ("District") is a California Water District formed pursuant to Division 13 of the California Water Code (California Water Code §§ 34000 *et seq.*); and

WHEREAS, pursuant to California Water Code section 35470.5, the District Board, by resolution, may impose a penalty of no more than ten percent (10%) on delinquent water, standby, facility, or other charges, plus interest of no more than one and one half percent (1½%) per month; and

WHEREAS, pursuant to California Water Code section 36826, a penalty of five percent (5%) is assessed on any delinquent assessment amount; and

WHEREAS, as decided in *Plata v. City of San Jose* (2022) 74 Cal.App.5th 736, 747, late payment penalties are not subject to Proposition 218 procedural requirements; and

WHEREAS, the District currently imposes different penalties and interest amounts for its assessments, standby charges and water charges; and

WHEREAS, the District's Board of Directors determined it to be in the best interest of the District to modify the penalties and interest charges imposed so they are consistent across the various assessments and charges levied by the District; and

NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of the Cawelo Water District, as follows:

1. The penalty and interest amounts shall be modified and established as follows:

			Current		Proposed	
Billing	**Billed**	**Due**	**Penalty**	**Interest**	**Penalty**	**Interest**
Dry Standby	Nov. (prior yr)	1st Inst. – Jan. 2nd Inst. – May	10%	1.5% / month	5%	9% / annum
District Special Assessment	Apr.	Oct.	5%	9% / annum	5%	9% / annum
SGMA Special Assessment	May	Nov.	5%	9% / annum	5%	9% / annum

			Current		Proposed	
Billing	**Billed**	**Due**	**Penalty**	**Interest**	**Penalty**	**Interest**
Winter Water	Monthly Nov. – Feb.	Net 20	5%	None	5%	9% / annum
Water Overages	Dec.	Net 45	None	None	5%	9% / annum
ILRP	Apr.	Jul.	None	None	No change	No change

2. This Resolution shall not change the dates upon which District assessments and charges are due. The date each and any District assessment or charge is due shall be as established by the Board in the resolution or enactment levying said assessment or charge in any given year.

3. The modification of the penalty and interest amounts set forth herein shall become effective upon adoption of this Resolution.

All the foregoing being on the motion of Director _____, seconded by Director _____ and authorized by the following vote, namely:

AYES:

NOES:

ABSENT:

ABSTAIN:

I HEREBY CERTIFY that the foregoing Resolution is the Resolution of the Cawelo Water District as duly passed and adopted by its Board of Directors at a legally convened meeting held on the 12th day of November 2026.

WITNESS my hand and the official seal of said Board of Directors this 12th day of November 2026.

[SEAL]

_____
President of the Board of Directors
CAWELO WATER DISTRICT

ATTEST:

_____
Secretary of the Board of Directors
CAWELO WATER DISTRICT

CAWELO WATER DISTRICT

17207 Industrial Farm Road
Bakersfield, CA 93308
Phone: (661) 393-6072
Fax: (661) 393-6073

David R. Ansolabehere, General Manager

MEMORANDUM

To: Cawelo Water District Board of Directors

From: Dave Halopoff

Date: 12 November 2026

Re: Landowner Water Wheeling Fee Policy – Golden Mussel Treatment Cost Recovery

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Cawelo Water District (**CWD**, **District**) does not currently charge landowners a fee to introduce landowner water (e.g., private groundwater well water) into the District distribution system. When landowner water must be moved to another zone, the landowner is charged the associated conveyance charge (lift cost and operations and maintenance cost); no other charge applies.

Wheeling is addressed in the District's Rules and Regulations for Distribution of Water (**R&R**, amended September 8, 2022). Article V gives District Water priority for use of District Delivery Capacity and provides that wheeling or transportation of water may also be subject to other District policies. The R&R does not establish a charge for introducing landowner water. The proposed policy addresses that gap as a District policy under R&R Articles V and XVI, and under the Board's authority to set other charges (Article VI), without amending the R&R.

The District is now treating its distribution system for golden mussels to protect District infrastructure from infestation. Current chemical treatment relies on maintaining a target residual throughout the District conveyance system. Landowner water enters the system untreated and dilutes that residual, requiring the District to add chemical to return the blended water to maintain the target residual. That incremental chemical treatment cost is caused by the introduction of landowner water, yet is currently absorbed by all District landowners through rates. Staff recommends a per acre-foot wheeling fee to recover this cost from the landowners introducing the water (Table 1).

Table 1 – Charges for Landowner Water Introduced into the District System

Landowner Water	Current	Proposed
Delivered within same zone	No Charge	$19/AF Wheeling Fee
Moved to another zone	Conveyance Charge	Conveyance Charge + $19/AF Wheeling Fee

Recommended Policy

- **Applicable Water:** All landowner water introduced into the District system, including private groundwater well water.
- **Wheeling Capacity:** Wheeling capacity remains subordinate to District Water in the use of District Delivery Capacity (R&R Art. V; Art. XV.1 and XV.12).
- **Wheeling Fee:** $19 per acre-foot of metered landowner water introduced, recovering the additional chemical required to treat that water to the District's target residual. The fee shall not exceed the District's reasonable cost of that treatment.
- **Conveyance Charge:** No change. Conveyance charge continues to apply to water moved between zones, in addition to the wheeling fee.
- **Metering:** All introductions must be metered by a District-approved meter. Unmetered introductions are not permitted.

- **Billing:** Separate line item on the landowner's regular District billing, based on metered volume introduced. Delinquent balances are subject to the District's adopted penalty and interest policy, and no water will be delivered to a Farm with a delinquent balance (R&R Art. XII).
- **Annual Review:** Staff will review the fee annually against actual treatment cost; any adjustment is made by Board resolution.
- **Effective Date:** Upon Board adoption, applicable to landowner water introduced on or after the adoption date.

Fiscal Impact

Landowner water introduced into the District system averages approximately 5,000 AF per year. At $19/AF, estimated annual recovery is approximately $95,000. The fee offsets an existing treatment cost and is not new net revenue; actual recovery will vary with metered volumes and water-year conditions. The $19/AF fee is the 2027 budgeted golden mussel treatment rate, consistent with recovering only the incremental chemical cost.

Implementation

Upon adoption, staff will add the wheeling fee to billing statements, and notify landowners currently introducing water of the new wheeling fee.

Recommendation

District staff recommends the Board adopt the Landowner Water Wheeling Policy (Exhibit A), establishing a wheeling fee of $19 per acre-foot on all landowner water introduced into the District system, in addition to applicable lift cost, effective upon Board adoption.

Attachments: Exhibit A – Landowner Water Wheeling Policy

EXHIBIT A
CAWELO WATER DISTRICT
LANDOWNER WATER WHEELING POLICY

Adopted [Date]

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1. Purpose

To establish terms and a wheeling fee for the introduction of landowner water into the District's distribution system, so that the District's incremental cost of treating that water for golden mussels is paid by the landowner introducing it rather than by all District landowners. This policy is a District policy as contemplated by Articles V and XVI of the Rules and Regulations; it supplements, and does not amend, the Rules and Regulations.

2. Definitions

2.1 **Landowner Water:** Any water introduced into the District system by or on behalf of a Landowner that is not District Water, including private groundwater well water.

2.2 **Introduction:** The physical placement of Landowner Water into any District Facility, including any canal, conduit, lateral or pipeline.

2.3 **Wheeling Fee:** The per acre-foot charge established under Section 4.

2.4 **Conveyance Charge:** The cost charged to move water from one District zone to another.

2.5 **Golden Mussel Treatment:** Chemical treatment the District applies to its system to prevent or control golden mussel infestation.

2.6 **Rules and Regulations:** The Cawelo Water District Rules and Regulations for Distribution of Water, as amended. Capitalized terms used but not defined in this policy (including District Delivery Capacity, District Facilities, District Manager, District Water, Farm, Landowner and Meter) have the meanings given in the Rules and Regulations.

3. Applicability

3.1 This policy applies to all Landowner Water introduced into the District system, whether delivered within the same zone or moved to another zone.

3.2 Introduction of Landowner Water is at the District's discretion and subject to the Rules and Regulations, including: (a) the priorities for use of District Delivery Capacity, under which District Water has priority (Art. V); and (b) available capacity, water quality requirements and operational conditions.

3.3 All introductions must be metered by a District-approved meter. Unmetered introductions are not permitted.

4. Wheeling Fee

4.1 A Wheeling Fee of **$19 per acre-foot** is charged on all metered Landowner Water introduced into the District system.

4.2 The Wheeling Fee recovers the additional chemical required to treat Landowner Water to the District's target residual and shall not exceed the District's reasonable cost of that treatment.

4.3 The Wheeling Fee is in addition to, and does not replace, any Conveyance Charge for movement of water between zones.

5. Billing and Payment

5.1 The Wheeling Fee is billed as a separate line item on the landowner's regular District billing, based on metered volume introduced during the billing period.

5.2 Delinquent charges are subject to the District's adopted penalty and interest policy.

6. Water Quality and Operational Conditions

6.1 Landowner Water must meet District water quality requirements. The District may test, restrict or suspend any introduction that may harm District facilities, operations or other Water Users. The District makes no warranty as to the quality of water in the District system (Rules and Regulations, Art. XIV).

6.2 Introduction of Landowner Water does not create any right to District capacity, conveyance priority or future service, and the District shall have no liability for any failure or inability to convey Landowner Water (Rules and Regulations, Art. XIII).

6.3 The District may discontinue or refuse any introduction of Landowner Water for violation of this policy or the Rules and Regulations (Art. XVII).

7. Annual Review

Staff shall review the Wheeling Fee annually against actual treatment costs and recommend any adjustment to the Board. Changes to the fee are made by Board adoption.

8. Administration

The General Manager is authorized to administer and interpret this policy, including establishing procedures, forms and metering requirements consistent with it. The General Manager's interpretation is final, consistent with Article XVI of the Rules and Regulations.

CAWELO WATER DISTRICT
2027 PROPOSED BUDGET

	2024 ACTUAL	2025 ACTUAL	2026 BUDGET ADOPTED BUDGET	2026 BUDGET ACTUAL THROUGH 9/30/2026	2026 BUDGET PROJECTED THROUGH 12/31/2026	**2027 PROPOSED BUDGET**
BUDGETED REVENUES						
STANDBY CHARGES	15,068,014	16,382,023	17,478,384	18,576,462	18,576,462	**17,533,464**
Water Refunds	(1,620,191)	0		(917,368)	(917,368)	
SPECIAL ASSESSMENTS	4,033,043	4,280,601	4,518,079	4,708,525	4,708,525	**5,031,995**
DRY YEAR WATER SALES	0	0	0	0	0	**0**
IRRIGATED LANDS BILLINGS	130,229	282,015	180,000	242,000	242,000	**180,000**
SGMA BILLINGS	0	0	276,012	0	0	**280,766**
SGMA ASSESSMENTS	0	1,156,610	944,175	944,007	944,007	**962,288**
SUPPLEMENTAL WATER TOLLS (WINTER)	570,024	150,532	600,000	540,531	750,000	**750,000**
SUPPLEMENTAL WATER TOLLS (REGULAR)	1,251,519	3,232,222	200,000	549,813	750,000	**600,000**
KCWA PAST COST CREDITS	2,366,993	268,098	500,000	560,213	560,213	**500,000**
CONVEYANCE FEE REVENUE	915,449	31,542	150,000	117,139	117,139	**150,000**
DISTRICT WHEELING FEE REVENUE	0	0	0	0	0	**95,000**
INTEREST REVENUE	133,989	446,539	200,000	359,457	435,200	**100,000**
OUTSIDE CONSTRUCTION FUNDS:						
GRANT - BERRY	0	0	0	0	0	**0**
GRANT - AUX. RES. C.	0	0	0	0	0	**51,000**
BOND PROCEEDS	0	0	6,724,142	9,052,262	10,252,262	**100,000**
OTHER REVENUE	1,553,997	786,796	550,000	462,821	550,000	**1,550,000**
OTHER REVENUE - FEMA	444,612	1,407,126	5,000,000	0	0	**2,500,000**
LEASE REVENUE	122,176	61,088	61,088	62,588	62,588	**61,088**
CONSTRUCTION O & M RESERVE	0	0	0	0	0	**0**
TOTAL REVENUE	24,969,855	28,485,191	37,381,880	35,258,450	37,031,028	**30,445,600**
EXPENDITURES	27,075,063	31,419,428	37,381,724	28,965,938	35,246,239	**28,755,996**
SURPLUS/(DEFICIT)	(2,105,208)	(2,934,237)	156	6,292,513	1,784,789	**1,689,604**
RESERVE FUND (DRAWS)/APPROP.	0	0	0	0	0	**0**
SURPLUS/(DEFICIT) W/RESERVES	(2,105,208)	(2,934,237)	156	6,292,513	1,784,789	**1,689,604**
REVENUE W/O CONSTRUCTION	24,969,855	28,485,191	25,657,738	26,206,189	26,778,766	**27,794,600**
SURPLUS/(DEFICIT) WITHOUT CONSTRUCTION/RESERVES	1,113,803	4,146,968	250,155	4,837,914	1,672,694	**438,604**

CAWELO WATER DISTRICT
2027 PROPOSED BUDGET

	2024 ACTUAL	2025 ACTUAL	2026 BUDGET ADOPTED BUDGET	2026 BUDGET ACTUAL THROUGH 9/30/2026	2026 BUDGET PROJECTED THROUGH 12/31/2026	**2027 ADOPTED BUDGET**
BUDGETED EXPENDITURES						
WATER PURCHASE COSTS	7,478,423	7,840,166	8,213,315	6,500,597	7,558,954	**9,161,041**
WATER TRANSPORTATION COSTS	1,429,975	1,424,515	1,493,538	1,300,807	1,313,059	**1,957,410**
OTHER WATER COSTS (Exchange, Banking)	616,896	634,855	709,800	256,603	608,265	**700,000**
AGRICULTURAL CHEMICALS	0	0	85,000	804,157	890,000	**823,967**
EQUIPMENT RENTAL	48,024	7,992	50,000	2,439	3,251	**100,000**
FUEL & OIL	90,787	81,785	110,000	123,547	164,729	**150,000**
REPAIRS & MAINTENANCE	459,032	460,452	500,000	252,666	336,888	**500,000**
SUPPLIES	30,104	17,122	30,000	23,118	30,823	**50,000**
UNIFORMS	13,308	16,337	17,000	12,295	16,393	**17,500**
UTILITIES	5,360,995	7,111,084	6,000,000	5,705,591	6,339,545	**6,400,000**
WATER TESTING	162,632	85,167	160,000	120,072	160,096	**160,000**
COMMUNICATION	29,825	23,968	35,000	24,721	32,961	**30,000**
COMPUTER EXPENSE	53,290	80,392	50,000	57,987	67,887	**50,000**
MANDATED PROGRAMS	609,814	687,972	1,390,167	617,229	812,230	**925,667**
MEMBERSHIPS & CONTRIBUTIONS	99,997	66,518	120,148	58,453	59,519	**170,797**
EDUCATION & TRAINING	0	40	3,000	3,299	4,400	**3,000**
INSURANCE	142,619	220,759	220,000	209,588	209,588	**220,000**
MISCELLANEOUS EXPENSE	28,010	38,759	53,000	60,070	67,108	**55,000**
PROFESSIONAL FEES	383,249	475,823	525,000	580,109	676,012	**525,000**
POSTAGE	161	3,172	3,000	3,249	4,332	**3,000**
SALARIES & RELATED EXPENSES	2,729,692	2,895,592	3,183,845	2,233,040	2,891,255	**2,822,496**
TRAVEL	10,988	14,377	12,000	8,877	12,000	**12,000**
EQUIPMENT ACQUISITIONS	3,182,381	1,039,237	725,000	1,174,742	1,128,008	**790,000**
CONSTRUCTION	3,219,011	7,081,205	11,974,142	7,597,663	10,140,167	**1,400,000**
DEBT SERVICE - Principal	510,000	530,000	735,000	735,000	735,000	**770,000**
DEBT SERVICE - Interest	385,849	582,139	983,769	500,022	983,769	**959,119**
TOTAL BUDGETED EXPENDITURES	27,075,063	31,419,428	37,381,724	28,965,938	35,246,239	**28,755,996**
BUDGETED EXPENDITURES W/O CONSTRUCTION	23,856,052	24,338,223	25,407,583	21,368,275	25,106,073	**27,355,996**

CAWELO WATER DISTRICT
2027 PROPOSED BUDGET
Cost Detail

	2024 ACTUAL	2025 ACTUAL	2026 BUDGET ADOPTED BUDGET	2026 BUDGET ACTUAL THROUGH 9/30/2026	2026 BUDGET PROJECTED THROUGH 12/31/2026	**2027 PROPOSED BUDGET**
BUDGETED EXPENDITURES						
WATER PURCHASE COSTS:						
KCWA Contract	5,422,976	5,465,338	5,886,795	5,352,968	5,352,968	**5,874,096**
Delta Conveyance	0	0	0	0	0	**28,253**
City of Bakersfield	0	945,000	0	0	0	**340,000**
Chevron - Water	1,439,556	1,098,016	1,920,000	877,951	1,170,602	**1,505,152**
Chevron - Capital Component	0	0	0	0	0	**0**
Calif. Resource Corporation	344,765	306,600	406,520	197,120	262,827	**406,520**
Trio Petroleum	0	0	0	0	0	**7,020**
COB Miscellaneous	0	0	0	0	0	**0**
Dry Year Water Costs	0	0	0	0	0	**0**
Other Water Purchases	271,126	25,212	0	72,558	772,558	**1,000,000**
Total Water Purchase Costs	7,478,423	7,840,166	8,213,315	6,500,597	7,558,954	**9,161,041**
TRANSPORTATION COSTS:						
CVC O & M	1,084,964	1,235,532	1,217,136	1,283,059	1,283,059	**1,300,000**
CVC Utilities	41,111	34,870	30,000	17,748	30,000	**30,000**
Beardsley Trans. Costs	194,020	112,238	172,380	0	0	**168,345**
Lerdo Trans. Costs	32,784	33,637	74,022	0	0	**95,265**
Calloway Lining Repay 9 yrs	0	0	0	0	0	**363,800**
Other	77,097	8,238	0	0	0	**0**
Total Transportation Costs	1,429,975	1,424,515	1,493,538	1,300,807	1,313,059	**1,957,410**
OTHER WATER COSTS:						
Exchange Fees	616,896	634,855	709,800	256,603	608,265	**700,000**
Total Other Water Costs	616,896	634,855	709,800	256,603	608,265	**700,000**
TOTAL WATER COSTS	9,525,294	9,899,536	10,416,653	8,058,007	9,480,279	**11,818,451**

CAWELO WATER DISTRICT
2027 PROPOSED BUDGET
Cost Detail

	2024 ACTUAL	2025 ACTUAL	2026 BUDGET ADOPTED BUDGET	2026 BUDGET ACTUAL THROUGH 9/30/2026	2026 BUDGET PROJECTED THROUGH 12/31/2026	**2027 PROPOSED BUDGET**
OPERATIONS & ADMINISTRATION COSTS:						
GM Treatment	0	0	85,000	804,157	890,000	**823,967**
Fuel & Oil	90,787	81,785	110,000	123,547	164,729	**150,000**
Equipment Rental	48,024	7,992	50,000	2,439	3,251	**100,000**
Repairs & Maintenance	459,032	460,452	500,000	252,666	336,888	**500,000**
Supplies & Small Tools	30,104	17,122	30,000	23,118	30,823	**50,000**
Uniforms	13,308	16,337	17,000	12,295	16,393	**17,500**
Utilities	5,360,995	7,111,084	6,000,000	5,705,591	6,339,545	**6,400,000**
Water Testing	162,632	85,167	160,000	120,072	160,096	**160,000**
Communication	29,825	23,968	35,000	24,721	32,961	**30,000**
Computer Expense	53,290	80,392	50,000	57,987	67,887	**50,000**
Memberships & Contributions	99,997	66,518	120,148	58,453	59,519	**170,797**
Mandated Programs - Other	0	7,204	10,000	2,754	2,754	**10,000**
Education & Training	0	40	3,000	3,299	4,400	**3,000**
ILRP Expenses	175,386	171,665	180,000	142,369	180,000	**185,000**
Insurance	142,619	220,759	220,000	209,588	209,588	**220,000**
Legal Advertising	1,777	2,223	3,000	1,528	2,037	**5,000**
Medical Insurance	324,275	405,859	541,076	358,113	477,484	**527,102**
Miscellaneous Exp.	16,453	17,015	35,000	38,953	38,953	**35,000**
Office Expense	9,780	19,521	15,000	19,588	26,118	**15,000**
Professional Fees:						
Auditing	32,288	18,592	25,000	25,440	25,440	**25,000**
Computer Programmer			0	0	0	**0**
Engineering Expense	13,826	72,427	100,000	201,339	225,000	**100,000**
Legal Expense	95,277	106,709	150,000	148,427	197,903	**150,000**
Other Prof. Services	241,858	278,095	250,000	204,902	227,669	**250,000**
Payroll Tax Expense	111,506	131,837	166,686	115,570	154,093	**124,362**
Postage	161	3,172	3,000	3,249	4,332	**3,000**
Retirement Expense	498,198	333,104	404,616	280,176	373,568	**371,172**
Salaries	1,762,281	1,980,029	2,026,467	1,446,454	1,842,473	**1,755,996**
SGMA	434,428	509,103	1,200,167	472,107	629,476	**730,667**
Travel	10,988	14,377	12,000	8,877	12,000	**12,000**
Workers' Comp.	33,433	44,762	45,000	32,728	43,637	**43,863**
	10,252,528	12,287,311	0 12,547,160	10,900,504	12,779,017	**13,018,426**

CAWELO WATER DISTRICT
2027 PROPOSED BUDGET
Cost Detail

	2024 ACTUAL	2025 ACTUAL	2026 BUDGET ADOPTED BUDGET	2026 BUDGET ACTUAL THROUGH 9/30/2026	2026 BUDGET PROJECTED THROUGH 12/31/2026	**2027 PROPOSED BUDGET**
EQUIPMENT ACQUISITIONS						
Buildings	0	30,820	40,000	23,911	23,911	**40,000**
Land & Easements	0	0	0	0	0	**0**
Automotive Equipment	75,781	96,646	50,000	72,265	72,265	**65,000**
Heavy Duty Equipment	0	30,000	0	0	0	**0**
Shop Equipment	0	0	0	0	0	**0**
Office Equipment	0	0	0	0	0	**0**
General Plant (P/S)	0	0		24,400	24,400	**0**
Computer Equipment	0	10,223	0	0	0	**10,000**
Pipelines	0	0	0	0	0	**0**
Reservoirs	0	0	0	0	0	**0**
Telemetry	0	199,418	0	46,734	0	**75,000**
Canals & Structures	0	0	0	0	0	**0**
Wells & Pumps	2,062,255	672,130	635,000	1,007,432	1,007,432	**600,000**
	3,182,381	1,039,237	725,000	1,174,742	1,128,008	**790,000**
CONSTRUCTION	3,219,011	7,081,205	11,974,142	7,597,663	10,140,167	**1,400,000**
DEBT SERVICE						
2010 BONDS	125,000	130,000	0	0	0	**0**
2016 BONDS	385,000	400,000	420,000	420,000	420,000	**435,000**
2025 BONDS	0	0	315,000	315,000	315,000	**335,000**
Interest Expense	385,849	582,139	983,769	500,022	983,769	**959,119**
	895,849	1,112,139	1,718,769	1,235,022	1,718,769	**1,729,119**
TOTAL EXPENDITURES	27,075,063	31,419,428	37,381,724	28,965,938	35,246,239	**28,755,996**

CAWELO WATER DISTRICT
2027 PROPOSED BUDGET
Capital Budget

	2024 ACTUAL	2025 ACTUAL	2026 BUDGET ADOPTED BUDGET	2026 BUDGET ACTUAL THROUGH 9/30/2026	2026 BUDGET PROJECTED THROUGH 12/31/2026	**2027 ADOPTED BUDGET**
NEW ASSET ACQUISITIONS:						
Buildings						
Admin Building	0	0	10,000	0	0	**10,000**
Well Buildings	0	30,820	30,000	23,911	23,911	**30,000**
Total Buildings & Structures	55,000	30,820	40,000	23,911	23,911	**40,000**
Land & Easements	77,580	0	0	0	0	**0**
Automotive Equipment						
Mgr., Asst. Mgr. Ops Mgr Vehicles	0	0	50,000	72,265	72,265	**65,000**
Fleet Truck/Welder	220,900	96,646	0	0	0	**0**
	40,000	96,646	50,000	72,265	72,265	**65,000**
Heavy Duty Equipment						
Forklift Overhaul	7,525	30,000	0	0	0	**0**
Shop Equipment						
Miscellaneous	0	0	0	0	0	**0**
Office Equipment						
Furniture, Misc.	0	0	0	0	0	**0**
General Plant (P/S)	53,849	0	0	24,400	0	**0**
Computer Equipment						
System Hardware (Server)	0	10,223	0	0	0	**0**
System Software/Website	0	0	0	0	0	**0**
Miscellaneous	0	0	0	0	0	**10,000**
Pipelines	0	0	0	0	0	**0**
Reservoirs	23,980	0	0	0	0	**0**
Telemetry - SCADA Upgrade	0	199,418	0	0	0	**75,000**
Canals & Structures						
Calloway Lining Repay 9 yrs	0	0	0	0	0	**0**
Wells & Pumps						
Pumps/Motors/Rehabs	2,798,548	672,130	600,000	1,007,432	1,007,432	**600,000**
Fencing	0	0	35,000	0	0	**0**
Total Wells & Pumps	2,798,548	672,130	635,000	1,007,432	1,007,432	**600,000**
Total Equipment Acquisitions	3,056,482	1,039,237	725,000	1,128,007	1,103,607	**790,000**

CAWELO WATER DISTRICT
2027 PROPOSED BUDGET
Capital Budget

	2024 ACTUAL	2025 ACTUAL	2026 BUDGET ADOPTED BUDGET	2026 BUDGET ACTUAL THROUGH 9/30/2026	2026 BUDGET PROJECTED THROUGH 12/31/2026	**2027 ADOPTED BUDGET**
CONSTRUCTION:						
Trio Project	25,068	1,659,546	2,500,000	1,917,580	2,556,773	**0**
Berry Energy	33,274	96	0	0	0	**0**
SCADA Upgrade	136,014	128,873	50,000	2,821	3,761	**0**
FEMA Repairs	1,083,609	1,071,169	5,000,000	2,332,257	3,109,676	**0**
Famoso-Friant Pipeline & PS & TO	1,751,581	4,176,884	4,224,142	3,344,968	4,459,957	**100,000**
Aux. Res. C	0	974	100,000	38	10,000	**100,000**
Ground Wells	189,465	43,664	100,000	0	0	**1,200,000**
Total Construction	3,219,011	7,081,205	**11,974,142**	7,597,663	10,140,167	**1,400,000**

CAWELO WATER DISTRICT
2027 PROPOSED BUDGET
Rates & Charges

	AF/AC	ASSESSMENT RATES		DRY STANDBY	WATER RATES					AF	Actual
		Developed	Undeveloped		North	South	Lerdo	Westerm		Delivered	Deliveries
2015	1.80	$76.80	$4.00	$190.00	$74.00	$36.00	$25.00	$57.00	Revised allocation 1.4 af/ac		1.82
2016	1.80	$79.00	$4.00	$199.00	$100.00	$59.00	$45.00	$80.00			2.43
2017	1.80	$82.00	$5.00	$215.00	$100.00	$59.00	$45.00	$80.00	Revised allocation 2.0 af/ac		2.25
2018	1.80	$82.00	$5.00	$215.00	$100.00	$59.00	$45.00	$80.00	Revised allocation 1.4 af/ac		1.90
2019	1.80	$82.00	$5.00	$215.00	$100.00	$59.00	$45.00	$80.00	Revised allocation	N/A	2.29
2020	1.80	$85.00	$5.00	$224.00	$104.00	$61.00	$47.00	$83.00	Revised allocation	1.4	1.90
2021	1.80	$85.00	$5.00	$224.00	$104.00	$61.00	$47.00	$83.00	Revised allocation	1.3	1.49
2022	1.80	$90.00	$5.00	$249.00	$107.00	$65.00	$47.00	$87.00	Revised allocation	1.1	1.43
2023	1.80	$95.00	$5.00	$255.00	$109.00	$66.00	$47.00	$89.00			2.11
2024	1.80	$105.00	$6.00	$282.00	$126.00	$80.00	$61.00	$104.00			
2025	1.80	$108.00	$9.00	$307.00	$141.00	$95.00	$76.00	$119.00			
2026	1.80	$114.00	$9.00	$318.00	$139.00	$100.00	$81.00	$124.00			
2027	1.80	$127.00	$9.00	$318.00	$139.00	$100.00	$84.00	$124.00			
				Standby charge per acre	$ 568.20	$ 498.00	$ 469.20	$ 541.20			
				Standby charge per acre foot	$ 315.67	$ 276.67	$ 260.63	$ 300.66			

ASSESSABLE ACRES		SERVICE AREA				
Developed	Undeveloped	North	South	Lerdo	Western	Total
39,443	2,531	12,210	14,324	1,353	5,224	33,112
Acre Feet Allocated		21,978	25,783	2,436	9,404	59,601

Cost per Acre Foot:	North	South	Lerdo	Western
2022	$295.33	$253.33	$235.33	$275.33
2023	$303.44	$260.44	$241.44	$283.44
2024	$341.00	$295.00	$276.00	$319.00
2025	$371.56	$325.56	$306.56	$349.56
2026	$379.00	$340.00	$321.00	$364.00
2027	$386.22	$347.22	$331.22	$371.22

Cost per Acre:	North	South	Lerdo	Western
2022	$531.60	$456.00	$423.60	$495.60
2023	$546.20	$468.80	$434.60	$510.20
2024	$613.80	$531.00	$496.80	$574.20
2025	$668.80	$586.00	$551.80	$629.20
2026	$682.20	$612.00	$577.80	$655.20
2027	$695.20	$625.00	$596.20	$668.20

CAWELO WATER DISTRICT
2027 PROPOSED BUDGET
Water Supply Budget - Normal

		Contracted Supply (af)		Expected Supply (af)			Cost per af		Total Budgeted Cost	
Contracted Water:										
City of Bakersfield	(1)	-		2,000	af		$170.00	$	340,000.00	
Kern County Water Agency	(2)	38,200	*	19,100	af	50%	$307.54	$	5,874,096.00	^^
Chevron Pipeline	(3)	24,000		24,000	af		$65.00	$	1,560,000.00	
Other Water Sources:										
COB Miscellaneous	(4)			0	af		0	$	-	
District Wells - Delivery	(5)		**	17,000	af			$	-	
District Wells - Recovery	(6)		***	0	af					
CRPC (CRC)	(7)			5,600	af		**	$	406,520.00	386 af/mo@$70/af, >386@ $85
Trio Petroleum				78	af		$90.00	$	7,020.00	
Poso Creek	(8)			0	af		$85.00	$	-	
Other - Zone 7****	(9)			5,000	af					
Gross Supply		62,200		72,778	af			$	8,187,636.00	
Less:										
Poso Creek Recharge				-	af					
Dudley Ridge				-	af					
Zone 7 Recovery			***	-	af					
Transportation Losses				(4,367)	af					(6% of Gross Supply)
Winter Supplemental Water				(6,000)	af					1,500 af for Jan, Feb, Nov and Dec
Net Supply				62,411	af		1.80	af/ac Allocation		
* State Water Exchanged	(10)	104.71%		20,000	af		$35.00	$	700,000.00	
North Kern Transportation Charges										
Beardsley		(1)+(2)+(4)+(9)		26,100			$6.45	$	168,345.00	
Lerdo		(1)+(2)+(4)+(9)		26,100			$3.65	$	95,265.00	
GM Treatment PS B		(1)+(2)+(4)+(9)		26,100			$19.00	$	495,900.00	
GM Treatment Res B				17,267			$19.00	$	328,066.67	
								$	823,966.67	
Landowner Wheeling				5,000			$19.00	$	95,000.00	
Supplies Through (before losses):										
CVC, P/S A	(11)	(2)+(9)-(10)		4,100						
P/S B		(1)+(4)+(10)+(11)		26,100	^	After losses	(12)		19,302	
P/S C		(3)+(5)+(6)+(7)+(8)+(12)		65,902						

** Costs included in utilities - Rate for current year
^^ Delta Conveyance Planning included

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CAWELO WATER DISTRICT

RESOLUTION NO. 739

A RESOLUTION OF THE BOARD OF DIRECTORS OF CAWELO WATER DISTRICT ADOPTING BUDGET FOR YEAR 2027 AND FIXING AND LEVYING STANDBY CHARGES AND FIXING WATER TOLLS FOR 2027 AND PROVIDING FOR PENALTY AND INTEREST CHARGE ON ALL DELINQUENT STANDBY CHARGES AND WATER TOLLS

WHEREAS, this Board finds and determines that it is necessary and in the best interests of the Cawelo Water District ("District") at this time for the District to adopt its budget for the year 2027 and fix and levy 2027 Standby Charges and Water Tolls and collect the same, all as set forth following:

NOW, THEREFORE, BE IT RESOLVED that the Board of Directors of Cawelo Water District hereby adopts the District's Budget for the year 2027 so as to obtain the sum of $30,445,600 for discharging all District obligations for said year, of which amount there shall be obtained from Standby Charges the total sum of $17,533,464.

BE IT FURTHER RESOLVED that the Board of Directors of Cawelo Water District hereby fixes and levies Standby Charges at the rates fixed at $568.20 per acre in the Northern Service Area of the District, $498.00 per acre in the Southern Service Area of the District, $469.20 per acre in the Lerdo Canal Service Area of the District, and $541.20 per acre in the Western Service Area of the District. Standby Charges consist of a $318.00 per acre dry charge and water tolls at rates of $139.00 per acre foot in the North Service Area, $100.00 per acre foot in the South Service Area, $84.00 per acre foot in the Lerdo Canal Service Area, and $124.00 per acre foot in the Western Service Area.

Payment of billed Standby Charges at the aforementioned per acre rates shall entitle the Landowner to first priority for 1.80 acre feet of District water per acre or prorated on an acreage basis in case of shortage of either water or capacity.

Standby Charges in the respective service areas shall be so levied and collected whether the District can supply the full 1.80 acre feet of priority water delivery to the respective Landowners, or whether, instead, there must be a pro rata per acre reduction in such delivery because of shortage of water or delivery capacity.

BE IT FURTHER RESOLVED that the first installment of the Standby Charges and Water Tolls adopted herein shall become delinquent if not paid 60 days after adoption of this Resolution No. 739 and the second installment shall become delinquent if not paid 6 months after adoption of this Resolution No. 739.

BE IT FURTHER RESOLVED that a five percent (5%) penalty shall be added to all Standby Charges and Water Tolls which become delinquent, and that the delinquent charges shall bear interest at the rate of nine percent (9%) per annum.

BE IT FURTHER RESOLVED that District water available in the year 2027 in addition to said 1.80 acre feet of water per acre allocated in said four service areas shall be ordered, prorated, delivered, used, charged for and collected for, all as provided by applicable law and the District's Rules and Regulations for the Sale and Distribution of Water.

AND BE IT FURTHER RESOLVED that notice of the fixing and levying of 2027 Standby Charges and Water Tolls by this resolution shall be published by the Assessor of this District in accordance with **California Water Code Section 36826.**

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PASSED AND ADOPTED by the Board of Directors of Cawelo Water District this 12th day of November 2026, by the following roll call vote:

AYES:

NOES:

ABSENT:

ABSTAIN:

John Gaugel, President
Cawelo Water District

(SEAL)
ATTEST:

Spencer Birch, Secretary
Cawelo Water District

CAWELO WATER DISTRICT
Report of the District Treasurer
For the Month of October, 2026

	10/01/26 Balance	Receipts	Expenditures	Transfers	10/31/26 Balance
GENERAL FUNDS					
General Disbursing	$ 1,051,049.92	$ -	$ (2,526,557.70)	$ 3,413,789.98	$ -
Manual Disbursements			(550,471.29)		
Payroll Disbursements			(173,475.95)		
Balance - General Disb.					1,214,334.96
Kern Co. - General	1,524,815.60	322,796.20	-	(1,000,000.00)	847,611.80
	$ 2,575,865.52	$ 322,796.20	$ (3,250,504.94)	$ 2,413,789.98	$ 2,061,946.76
CONSTRUCTION FUNDS					
Kern Co. - Construction	$ 189,326.92	$ -	$ -	$ -	$ 189,326.92
DWR Grant	299,999.99	-	-	-	$ 299,999.99
Aux Res. C	1,342,111.00	-	-	-	$ 1,342,111.00
WF - 2016 Bonds-Acq. Fund	35,002.55	95.53	-	-	$ 35,098.08
WF - 2025 Bonds-Acq. Fund	5,740,603.70	15,668.11	-	(1,412,257.09)	$ 4,344,014.72
	$ 7,607,044.16	$ 15,763.64	$ -	$ (1,412,257.09)	$ 6,210,550.71
RESERVED FUNDS					
Kern Co. - Drought Reserves	$ 15,425.64	$ -	$ -	$ -	$ 15,425.64
Kern Co. - Debt Reserve	290,898.51	-	-	-	290,898.51
Kern Co. - Bond Reserve	2,245,306.65	2,953,982.59	-	(1,000,000.00)	4,199,289.24
WF - 2016 Bond Reserve	617,452.81	1,686.79	-	-	619,139.60
WF - 2025 Del. Costs Fund	-	-	-	-	-
WF - 2025 Bond Reserve	561,631.26	1,532.89	-	(1,532.89)	561,631.26
	$ 3,730,714.87	$ 2,957,202.27	$ -	$ (1,001,532.89)	$ 5,686,384.25
	$ 13,913,624.55	$ 3,295,762.11	$ (3,250,504.94)	$ (0.00)	$ 13,958,881.72

COMPARATIVE BALANCES

	10/31/23	10/31/24	10/31/25	10/31/26
General Funds	$ 1,740,201.23	$ 1,600,180.01	$ 2,969,892.63	$ 2,061,946.76
Construction Funds	5,848,800.24	5,353,167.75	18,550,132.99	6,210,550.71
Reserved Funds	3,065,335.94	2,128,117.69	1,891,129.14	5,686,384.25
	$ 10,654,337.41	$ 9,081,465.45	$ 23,411,154.76	$ 13,958,881.72

October 1 through October 31, 2026

Banking Deposits - Detail

Date	Account Description	Amount
	Standby	$ -
	Supplemental Water	$ 184,077.90
	Special Assessments	$ 2,563,479.77
	SGMA billings/reimbursements	$ 206,502.82
	Transportation Fees - prior year	$ 319,218.30
	Pipe Sale	$ 3,500.00
DEPOSITS:		$ 3,276,778.79
INTEREST:		$ 18,983.32
TOTAL October 2026 DEPOSITS:		$ 3,295,762.11

October 2026
Manual Check Register

Date	Num	Name	Amount
10/08/2026	ACH	White Pine Renewables	52,212.91
10/07/2026	CHECK	Pac Man Auto Tech - Ford F150	3,088.00
10/08/2026	CHECK	Pac Man Auto Tech - Ford F250	2,657.00
10/13/2026	ACH	Computershare - 2016 Bond Int	81,095.63
10/13/2026	ACH	Computershare - 2025 Bond Int	392,256.25
10/19/2026	ACH	AFLAC	204.70
10/21/2026	ACH	Zenith Insurance Company	4,376.00
10/22/2026	ACH	Wells Fargo Business Elite Card	12,834.67
10/27/2026	ACH	Chevron Fleet Card	1,746.13
TOTAL			**$ 550,471.29**

CAWELO WATER DISTRICT COALITION
REPRESENTING GROWERS IN THE CAWELO WATER DISTRICT AREA
17207 INDUSTRIAL FARM ROAD. BAKERSFIELD. CA 93308 PH. (661) 393-6072 FX. (661) 393-6073
WDR GENERAL ORDER NO. R5-2013-0120. CALIFORNIA REGIONAL WATER QUALITY CONTROL BOARD. CENTRAL VALLEY

APRIL 2014

MEMORANDUM

To: Cawelo Water District, Board of Directors

From: Dave Halopoff

Date: 12 November 2026

Re: Cawelo Water District Coalition Update

Groundwater Protection (GWP) Formulas, Values, and Targets

The Central Valley coalitions continue work to comply with the Workplan Addressing Uncertainty and Validating the Groundwater Protection Formula, Values, and Targets (Workplan).

Central Valley Groundwater Monitoring Collaborative (CV-GMC)

The Central Valley Coalitions continue to develop the Technical Workplan 5-Year Update. The update to the CV-GMC Technical Workplan will also serve as the Groundwater Quality Assessment Report (GAR) 5-Year Update for the Central Valley Coalitions. The Technical Workplan 5-Year Update will be submitted to the Regional Board 30 November 2026.

CV-SALTS

Nitrate Control Program

The Kern Water Collaborative (KWC) is focusing on outreach to domestic well users that are eligible for sampling under the Nitrate Control Program in the Priority 2 areas.

KWC continues work to develop the Management Zone Implementation Plan (MZIP). The MZIP is to be submitted to the Regional Board by 4 January 2027.

South San Joaquin Valley Management Practices Evaluation Program (SSJV MPEP)

The SSJV MPEP continues to proceed on work related to the various active grant projects (FREP – N Removed, CV-SWAT Validation, Citrus Crop Manage).

Pesticide Evaluation Protocol (PEP)

The PEP 2027 Calendar Year Update was submitted to the Regional Board 1 November 2026.

Cawelo Water District
Board Meeting
Manager's Report for October 2026

12 November 2026

Water Deliveries:

Imported	October	YTD(af)
Supplies Received	5,159	66,072
Landowner Deliveries	4,374	56,559
Poso Crk Diversion to P.S. E	0	0
Poso Crk Water passed		
Trenton Weir	0	845

Recharged	October	YTD(af)
System Loss/Recharge	-97	-2,496
East Poso Basin Recharge	56	56
Famoso Basins Recharge	269	1,896
Perc. Crk Channel	0	63
Total District Recharge	325	1,952

2026 Water Supplies	Winter (J,F,N & D)	Spring/Fall (M,A,M,S & O)	Summer (J,J & A)	Total (acre feet)	Cost ($/ac-ft)	
State Contract	0	6,276	12,436	18,712		**SWP Allocation 45%**
North Kern Payback	0	0	0	0		
COB Exchange/Purchase	0	0	0	0		
Chevron Contract	6,460	8,320	5,060	19,840		
CRPC-Bellaire	1,391	1,492	900	3,783		
TRIO	0	27	34	61		
District Wells	0	6,288	6,150	12,438		
Famoso Wells	0	3,070	4,366	7,436		
NKWSD Purchase	0	791	1,209	2,000		
Zone 7 to BVWSD Transfer	0	-2,500	-2,500	-5,000		
PS/A	0	0	0	0		
Poso Creek Appr. Water	0	0	0	0		
California Pistachio	0	52	0	52		
Yuba Water	0	137	0	137		
215 Federal	0	0	0			
2020 Yuba Fall Program	0	0	0	0		
Zone 7 Recharge	2,500	2,500	0	5,000	Balanced	Zone 7
BVWSD Purchase	0	0	0	0		
Dudley Ridge Exchange	0	0	0	0	Balanced	Dudley Ridge
California Pistachios	0	0	0	0		
Spreading Operations	-1,627	-325	0	-1,952		
Transportation Losses	-446	-986	-1,577	-3,009		
Totals	**8,278**	**25,143**	**26,078**	**59,499**		
Allocation	**0.062** (ac-ft/ac/mo.)	**0.151** (ac-ft/ac/mo.)	**0.262** (ac-ft/ac/mo.)	**1.79** (ac-ft/ac./yr.)		

Alloc. in Irrigation season
1.543
(ac-ft/ac)

Recycled Produced Water Deliveries:

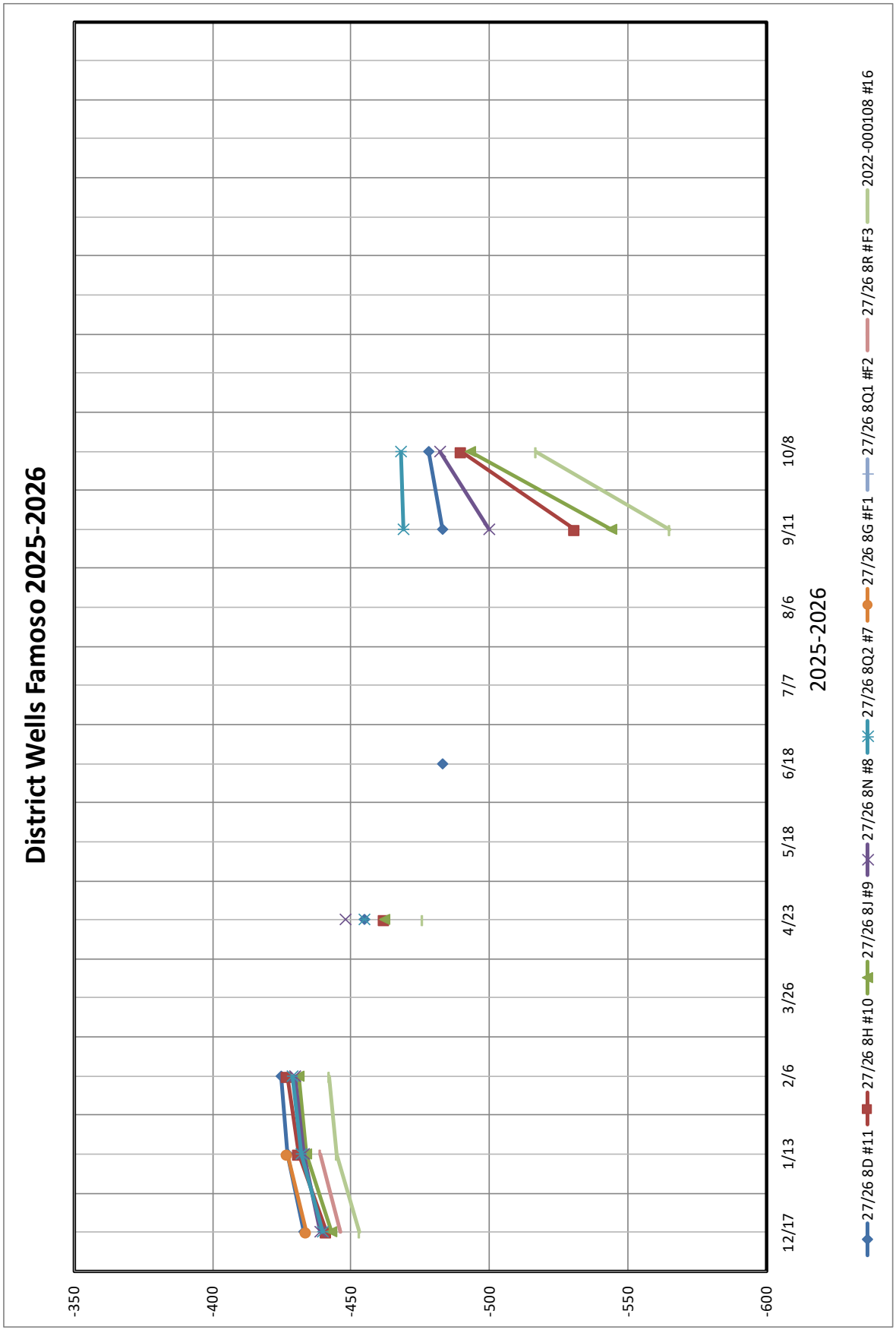
Chevron deliveries averaged approx. 28.6 cfs per day or a total monthly supply of 1,702 ac-ft. Monthly test results indicate Sodium at 100 mg/L, Boron at 0.54 mg/L and Arsenic at ND. Annual to date 16,460 ac-ft.

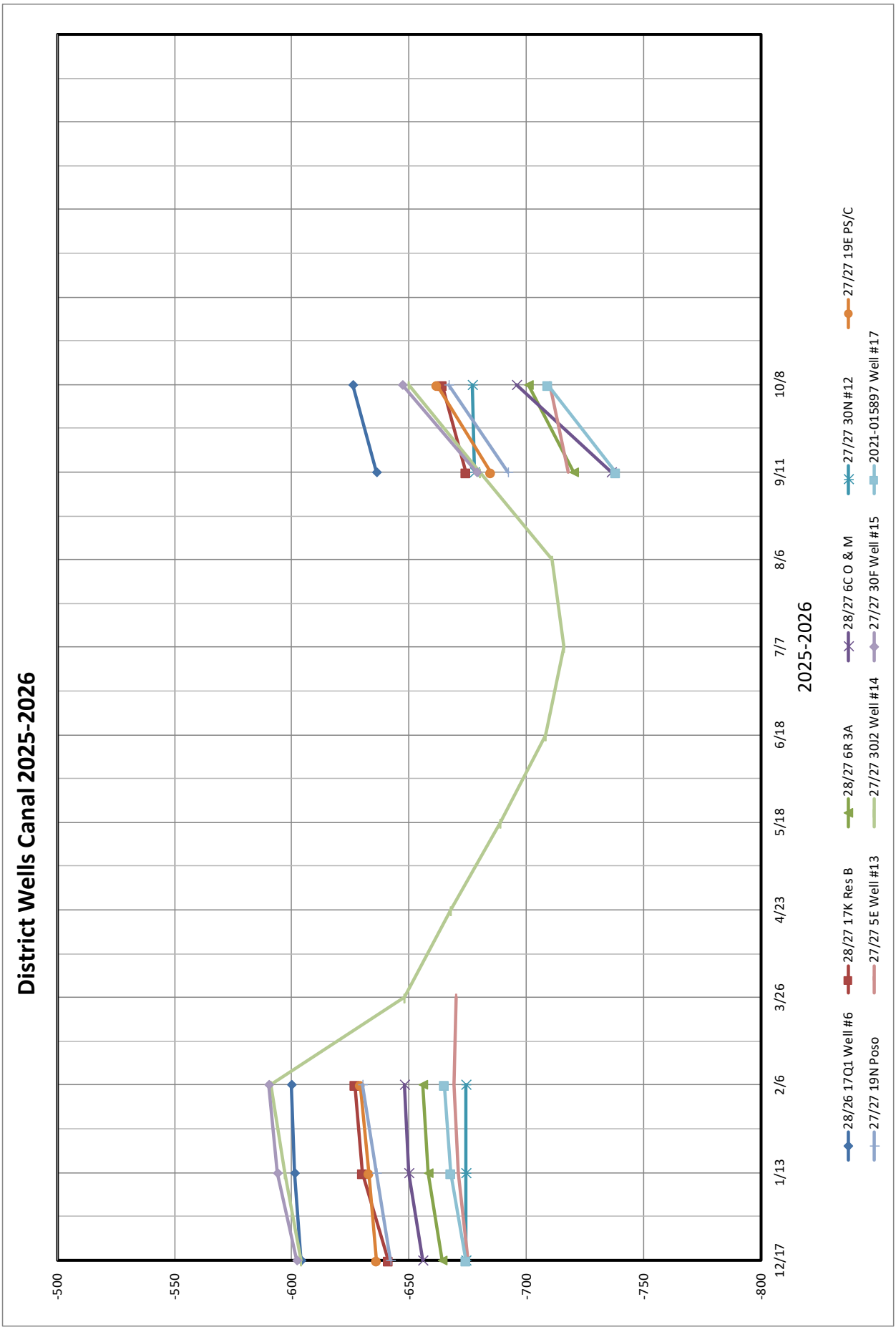
CRC-Bellaire averaged approx. 5.1 cfs per day or a total monthly supply of 306 ac-ft. Monthly test results indicate Sodium at 170 mg/L, Boron at 0.83 mg/L and Arsenic at 51 µg/L. Annual to date 3,063 ac-ft.

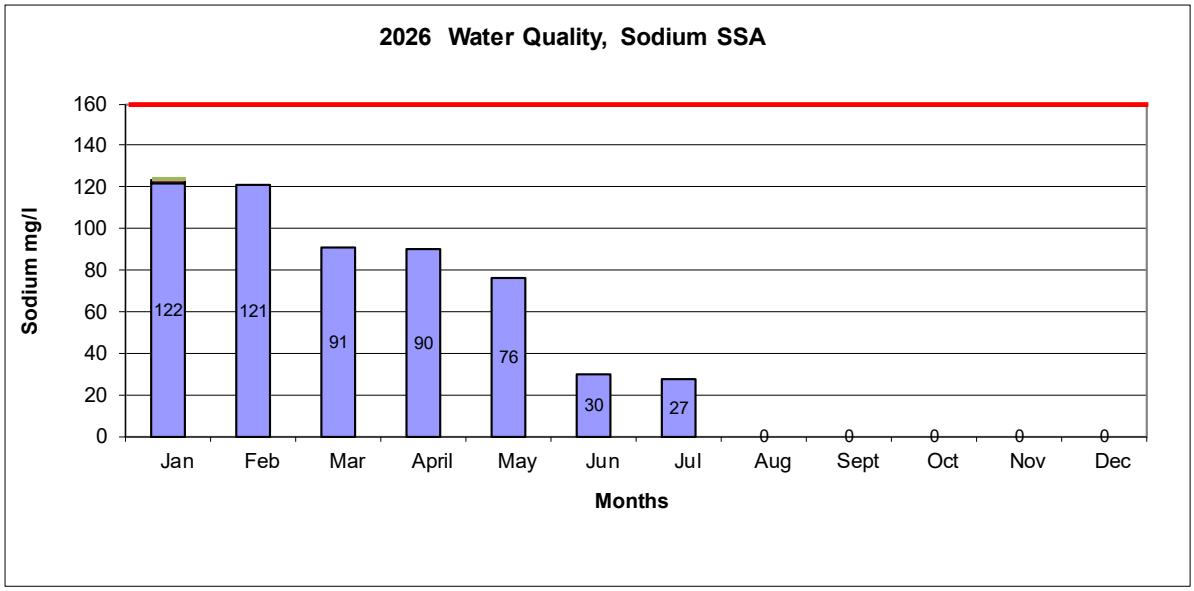
Trio averaged approx. 0.21 cfs per day or a total monthly supply of 13.0 ac-ft. Monthly test results indicate Sodium at 130 mg/L, Boron at 0.46 mg/L and Arsenic at ND µg/L. Annual to date 60.7 ac-ft.

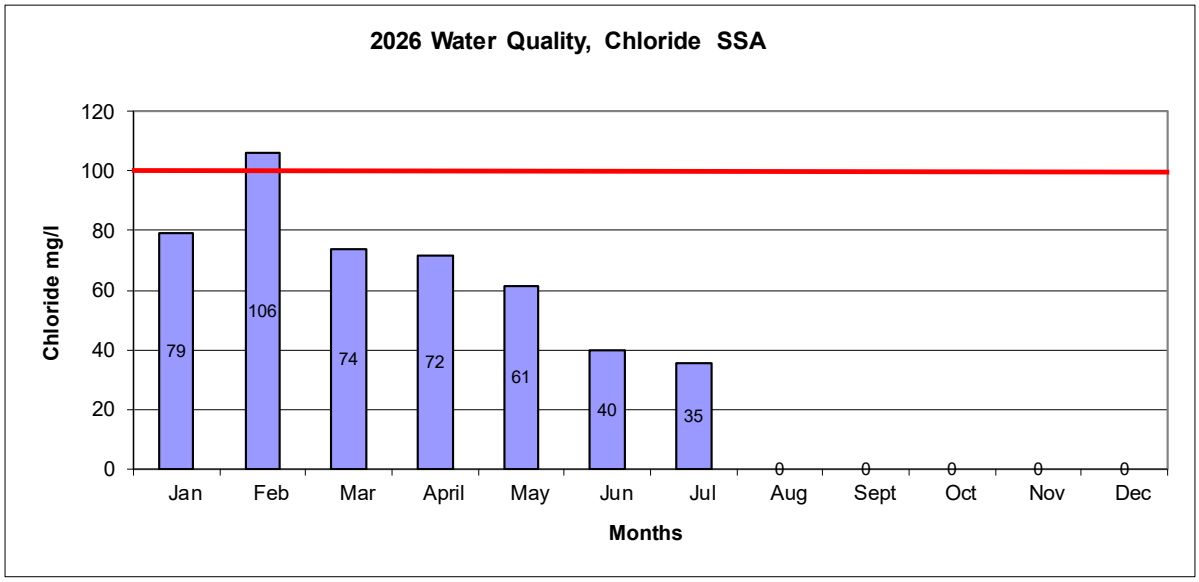
System Maintenance:

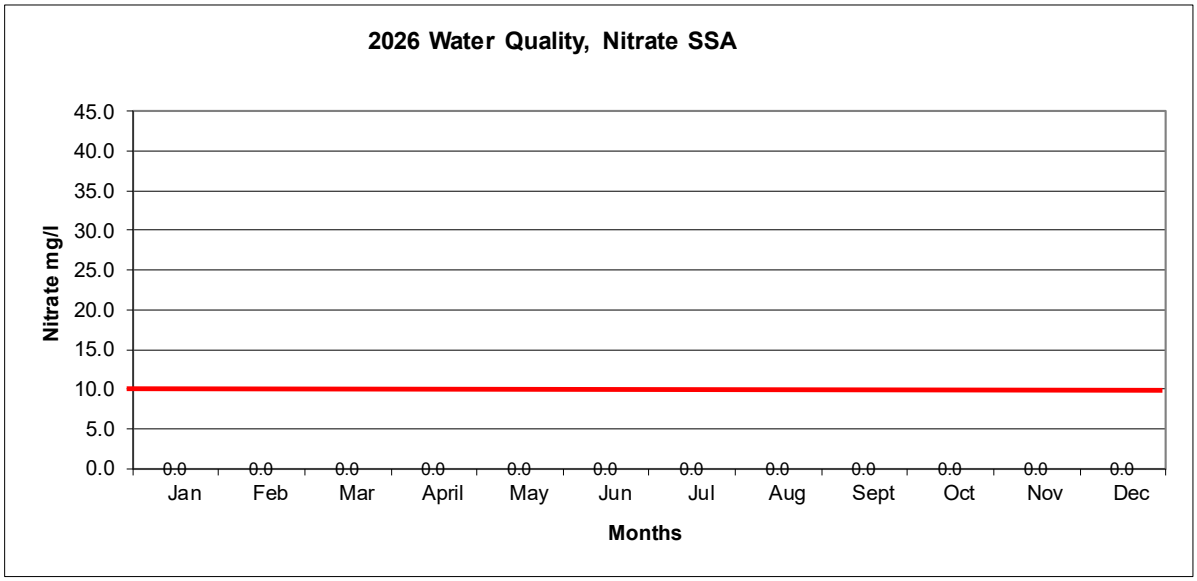
- Copper sulfate applications continue to the Distribution Canal and Reservoirs
- Meter repairs continue to be conducted throughout District
- Golden Mussel Update

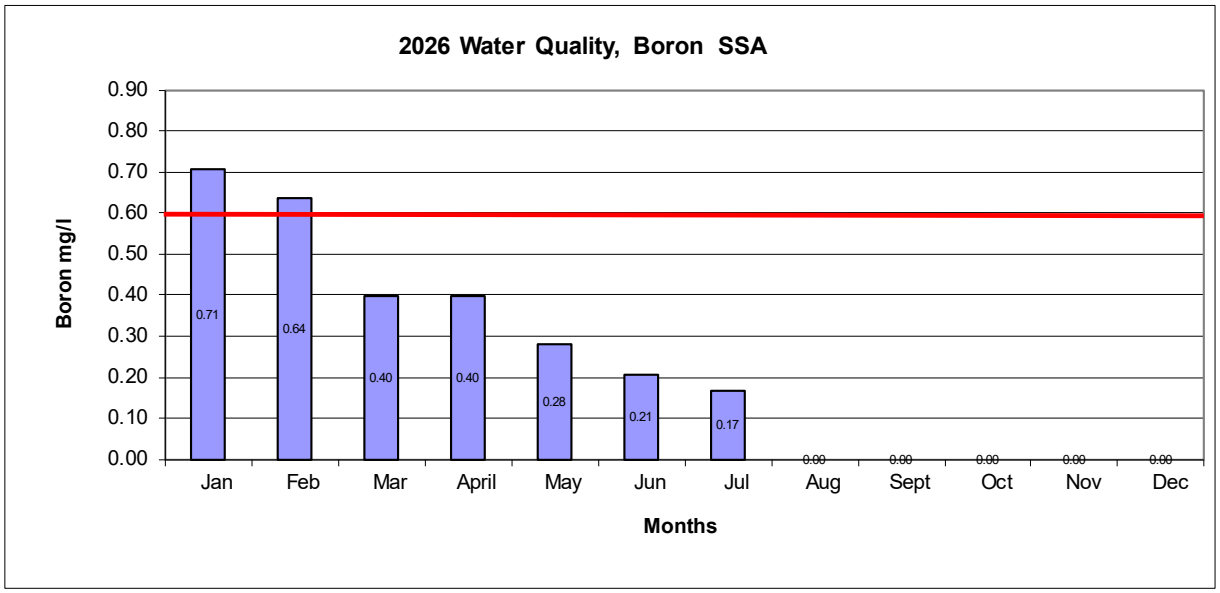

District Wells Famoso 2025-2026
-350
-400
-450
-500
-550
-600
12/17
1/13
2/6
3/26
4/23
5/18
6/18
7/7
8/6
9/11
10/8
2025-2026
27/26 8D #11
27/26 8H #10
27/26 8J #9
27/26 8N #8
27/26 8Q2 #7
27/26 8G #F1
27/26 8Q1 #F2
27/26 8R #F3
2022-000108 #16

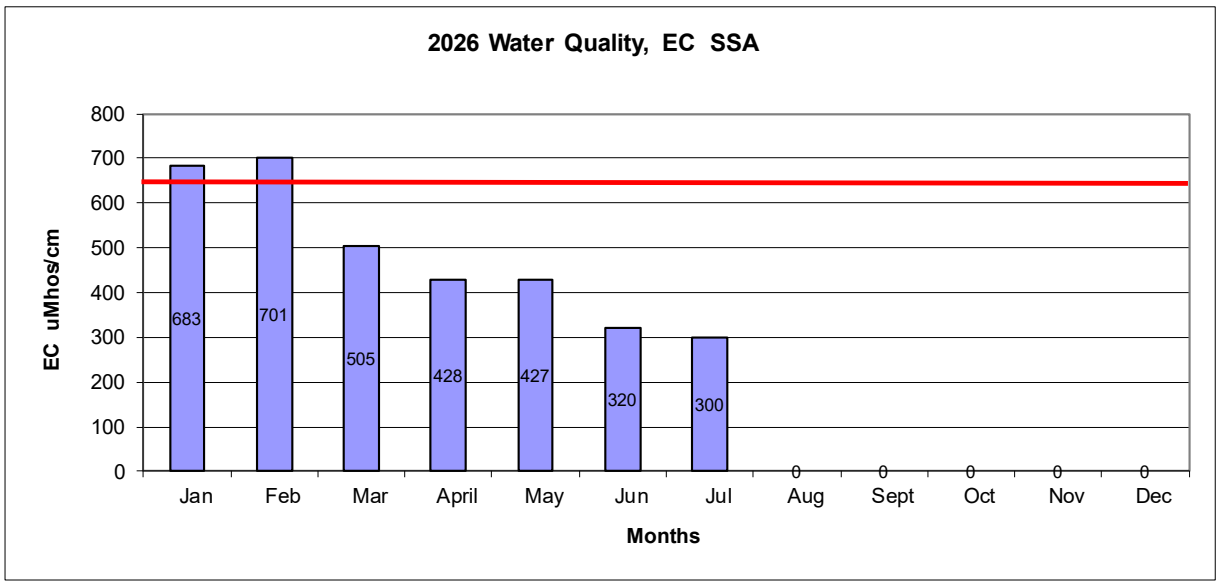

District Wells Canal 2025-2026
-500
-550
-600
-650
-700
-750
-800
12/17
1/13
2/6
3/26
4/23
5/18
6/18
7/7
8/6
9/11
10/8
2025-2026
28/26 17Q1 Well #6
28/27 17K Res B
28/27 6R 3A
28/27 6C O & M
27/27 30N #12
27/27 19E PS/C
27/27 19N Poso
27/27 5E Well #13
27/27 30J2 Well #14
27/27 30F Well #15
2021-015897 Well #17

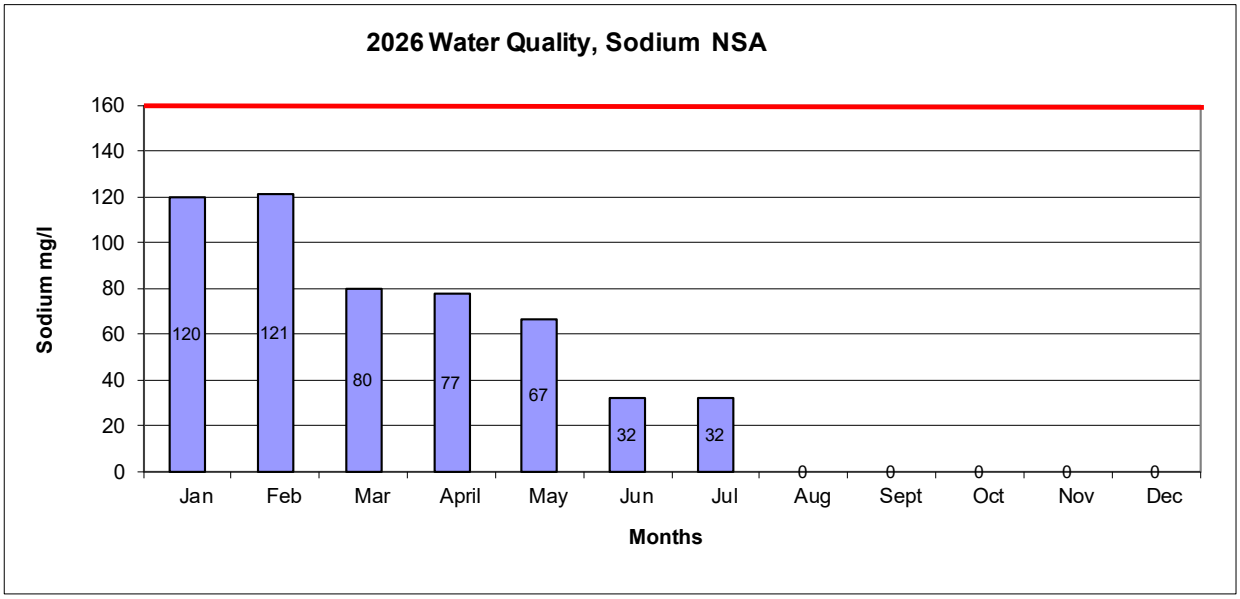

2026 Water Quality, Sodium SSA
Sodium mg/l
160
140
120
100
80
60
40
20
0
122
121
91
90
76
30
27
0
0
0
0
0
Jan
Feb
Mar
April
May
Jun
Jul
Aug
Sept
Oct
Nov
Dec
Months

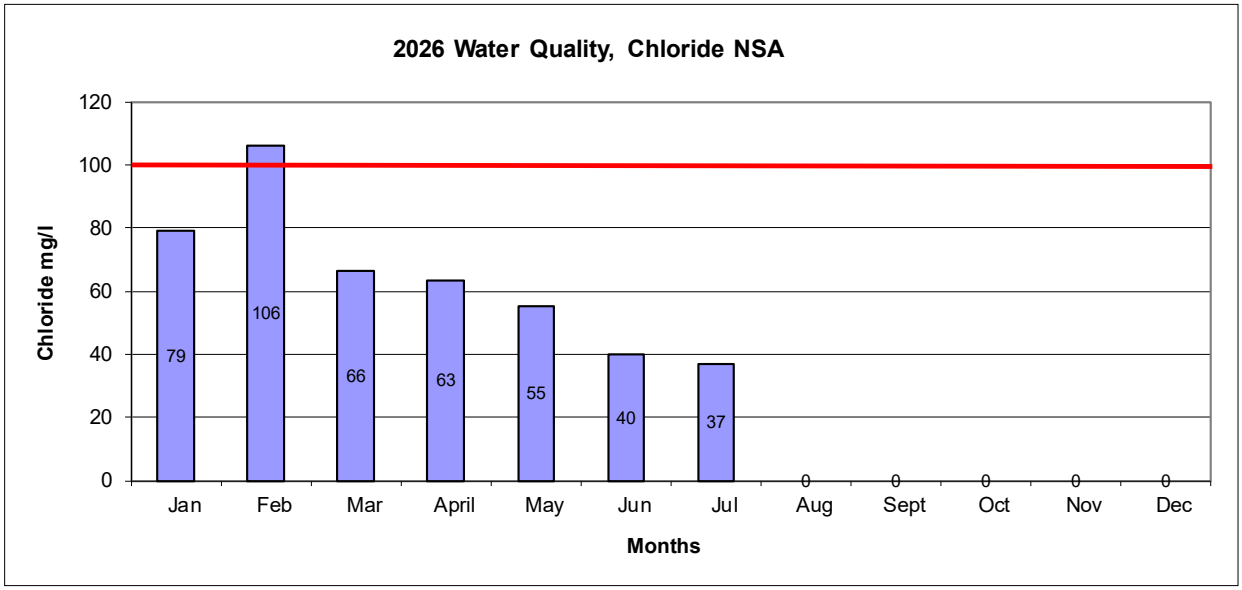

2026 Water Quality, Chloride SSA
Chloride mg/l
120
100
80
60
40
20
0
79
106
74
72
61
40
35
0
0
0
0
0
Jan
Feb
Mar
April
May
Jun
Jul
Aug
Sept
Oct
Nov
Dec
Months

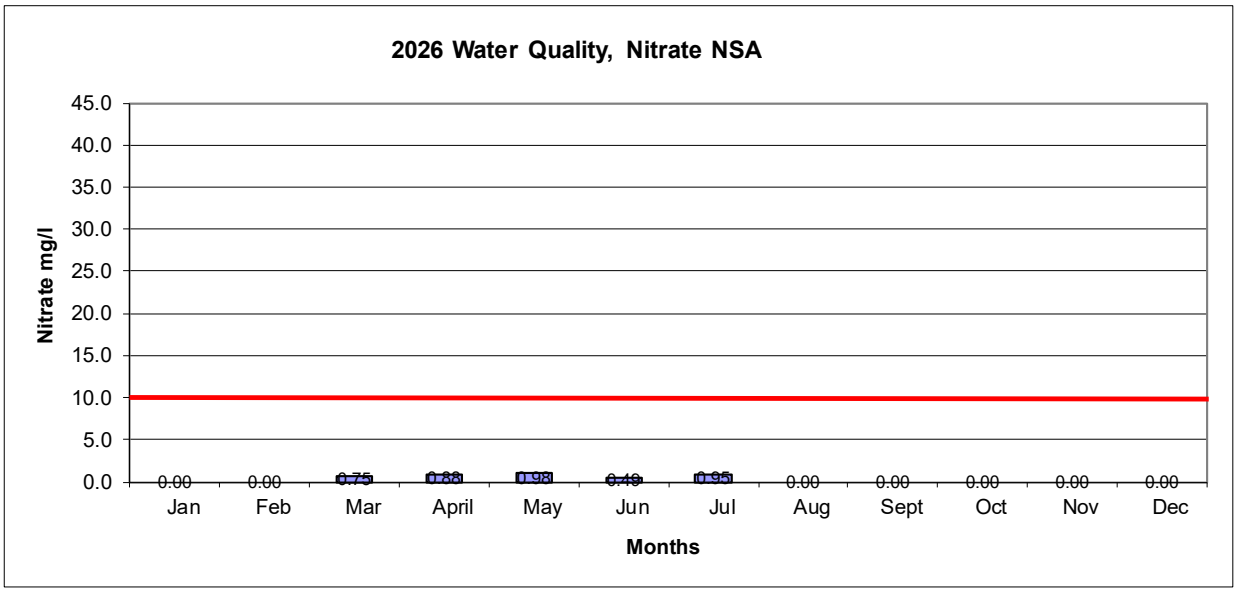

2026 Water Quality, Nitrate SSA
Nitrate mg/l
45.0
40.0
35.0
30.0
25.0
20.0
15.0
10.0
5.0
0.0
0.0
0.0
0.0
0.0
0.0
0.0
0.0
0.0
0.0
0.0
0.0
0.0
Jan
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Sept
Oct
Nov
Dec
Months

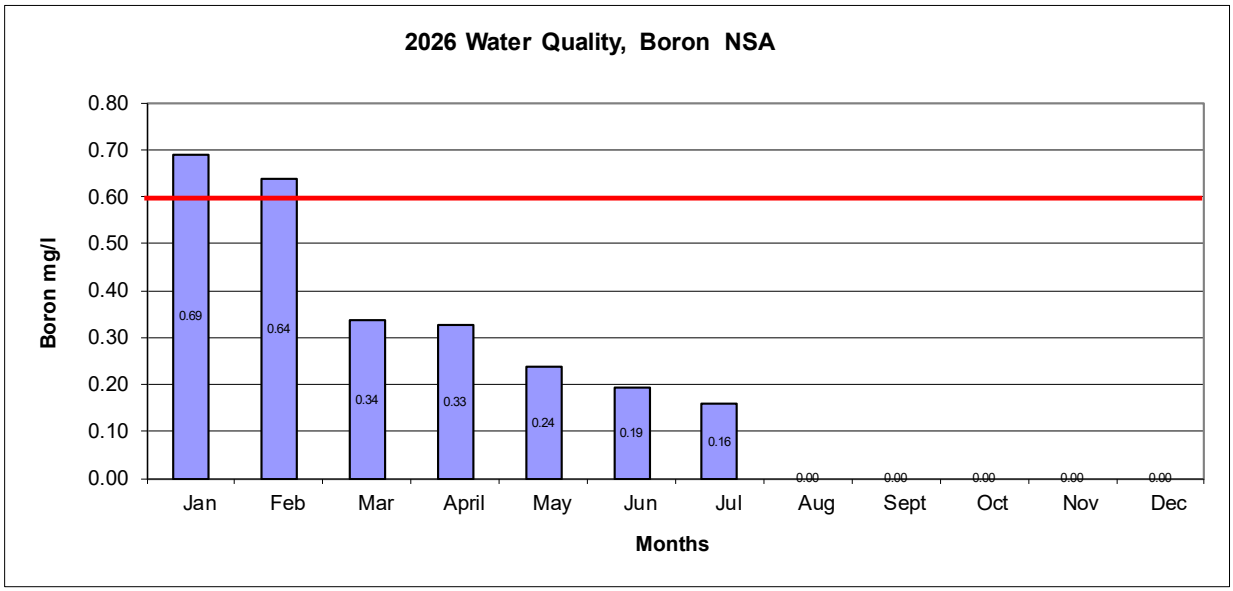

2026 Water Quality, Boron SSA
Boron mg/l
0.90
0.80
0.70
0.60
0.50
0.40
0.30
0.20
0.10
0.00
0.71
0.64
0.40
0.40
0.28
0.21
0.17
0.00
0.00
0.00
0.00
0.00
Jan
Feb
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Jul
Aug
Sept
Oct
Nov
Dec
Months

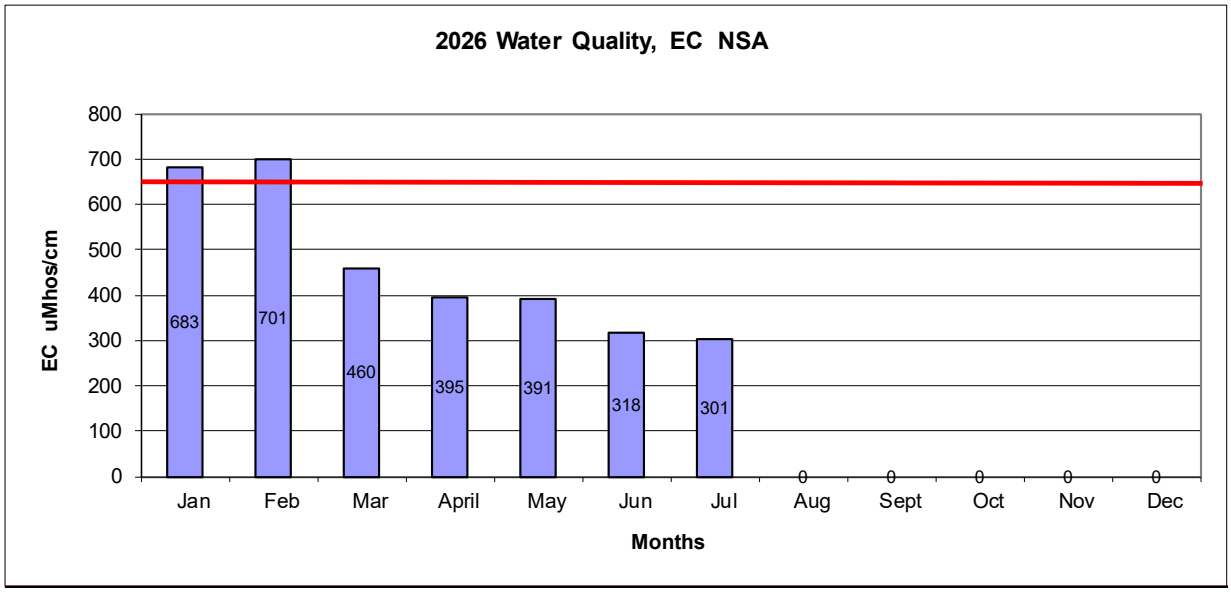

2026 Water Quality, EC SSA
EC uMhos/cm
800
700
600
500
400
300
200
100
0
683
701
505
428
427
320
300
0
0
0
0
0
Jan
Feb
Mar
April
May
Jun
Jul
Aug
Sept
Oct
Nov
Dec
Months


2026 Water Quality, Sodium NSA
Sodium mg/l
160
140
120
100
80
60
40
20
0
120
121
80
77
67
32
32
0
0
0
0
0
Jan
Feb
Mar
April
May
Jun
Jul
Aug
Sept
Oct
Nov
Dec
Months


2026 Water Quality, Chloride NSA
Chloride mg/l
120
100
80
60
40
20
0
79
106
66
63
55
40
37
0
0
0
0
0
Jan
Feb
Mar
April
May
Jun
Jul
Aug
Sept
Oct
Nov
Dec
Months


2026 Water Quality, Nitrate NSA
Nitrate mg/l
45.0
40.0
35.0
30.0
25.0
20.0
15.0
10.0
5.0
0.0
0.00
0.00
0.75
0.88
0.98
0.49
0.95
0.00
0.00
0.00
0.00
0.00
Jan
Feb
Mar
April
May
Jun
Jul
Aug
Sept
Oct
Nov
Dec
Months


2026 Water Quality, Boron NSA
Boron mg/l
0.80
0.70
0.60
0.50
0.40
0.30
0.20
0.10
0.00
0.69
0.64
0.34
0.33
0.24
0.19
0.16
0.00
0.00
0.00
0.00
0.00
Jan
Feb
Mar
April
May
Jun
Jul
Aug
Sept
Oct
Nov
Dec
Months


2026 Water Quality, EC NSA
EC uMhos/cm
800
700
600
500
400
300
200
100
0
683
701
460
395
391
318
301
0
0
0
0
0
Jan
Feb
Mar
April
May
Jun
Jul
Aug
Sept
Oct
Nov
Dec
Months

California Water Operations & Storage Update

Cawelo Water District · Prepared by Dave Halopoff, PE · Latest available data — November 2, 2026

Disclaimer: Prepared with an automated script run in Claude from public CDEC, CW3E and CNRFC data. Values are provisional and unverified, may contain errors or omissions, and are not for compliance, operational, billing or legal use. Verify against official DWR, USBR and CDEC sources before relying on or redistributing.

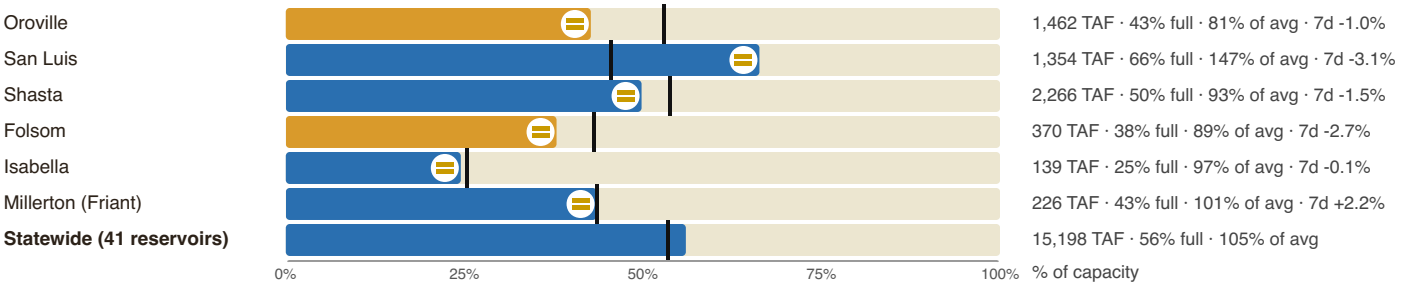
Averaging basis: flow and pumping tables show the 7-day average (Oct 27–Nov 2, since the last weekly run) beside the latest day (Nov 2). Storage, elevation and percent of average are latest daily values.

Sources: CDEC (reservoir conditions, daily CSV service, Feather Basin QPF, 8-Station Index) · CW3E AR Landfall Tool (GEFS run 2026-11-03 06Z). Generated November 3, 2026. Next update: weekly (Tuesday).

OROVILLE STORAGE	SAN LUIS (TOTAL) STORAGE	BANKS PUMPING	LAKE ISABELLA STORAGE	STATEWIDE SNOWPACK
1,461.9 TAF	**1,354.1 TAF**	**967 cfs**	**139.3 TAF**	**1% of Apr 1**
43% full · 81% of avg	66% full · 147% of avg	(7-day avg 429 cfs)	25% full · 97% of avg	53% of normal for date

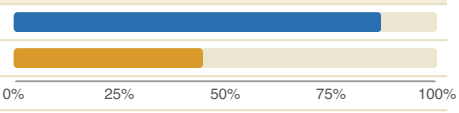
Key Reservoir Storage

Bar = % of capacity · tick = hist. avg for date · blue ≥90% of avg, amber 70–90%, red <70% · badge = storage vs 7 days ago: ▲ >+5%, = ±5%, ▼ <–5%



San Luis Reservoir — State vs. Federal Share

San Luis share	Storage (AF)	Capacity (AF)	% full	7-day total chg (AF)	% Full
State / SWP (DWR)	921,960	1,062,180	87%	-22,484	
Federal / CVP (USBR)	432,130	965,655	45%	-21,005	



Federal share from CDEC station SLF; State share = CDEC San Luis total (SNL) minus SLF. Share capacities per DWR.

Oroville / SWP Facilities

	Latest (11/2)	7-day avg
Oroville inflow	2,206 cfs	2,510 cfs
Oroville outflow	3,469 cfs	3,529 cfs
Clifton Court inflow	997 cfs	498 cfs
Oroville storage change, 7-day total	N/A	-14,653 AF
San Luis storage change, 7-day total	N/A	-43,489 AF

Delta Operations

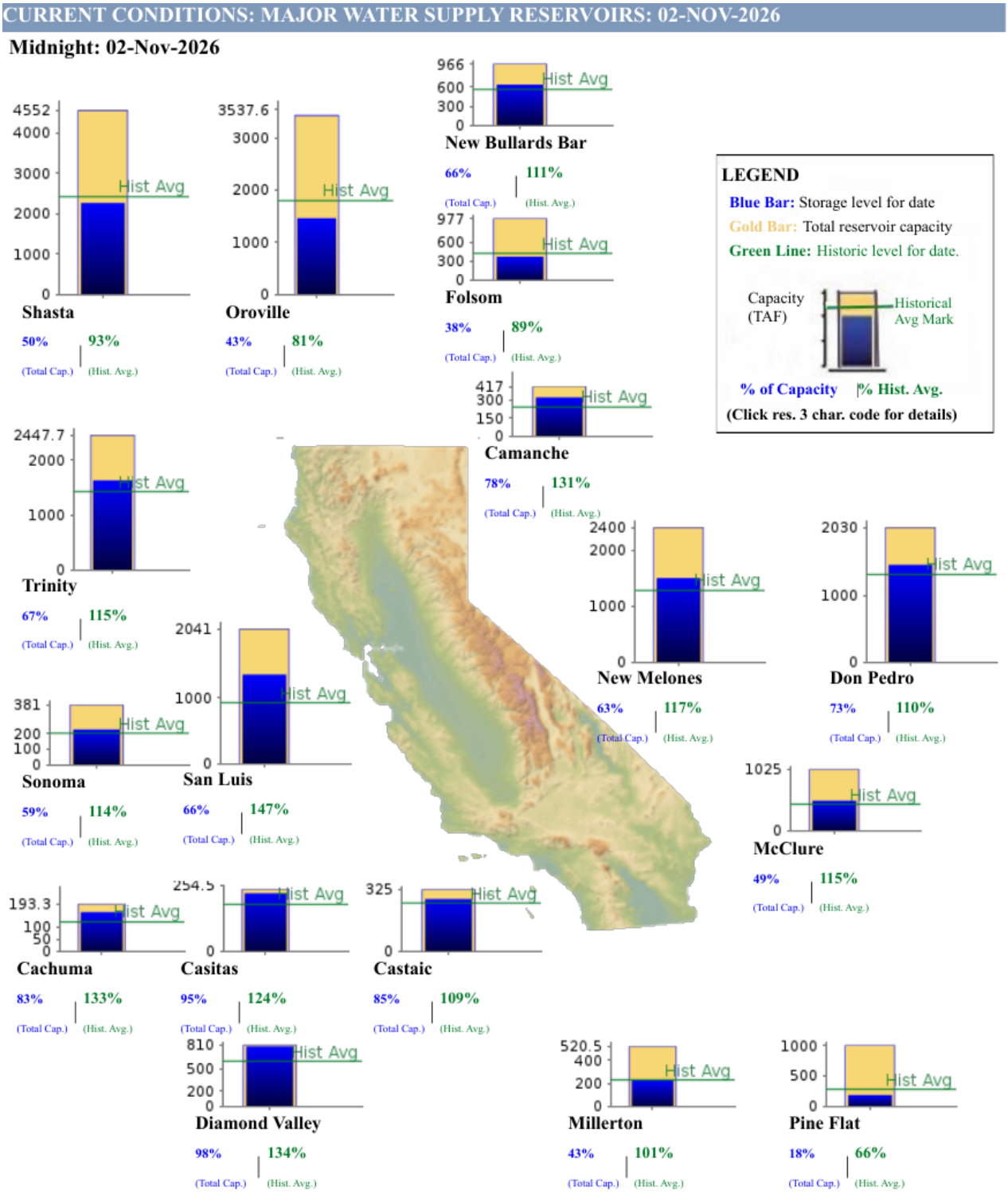
	Latest (11/2)	7-day avg
Freeport flow	7,860 cfs	7,875 cfs
Vernalis flow	1,921 cfs	1,928 cfs
Old & Middle River (OMR)	-899 cfs	-2,080 cfs
Net Delta outflow (NDOI)	4,808 cfs	6,768 cfs
Banks pumping	967 cfs	429 cfs
Tracy pumping	974 cfs	960 cfs
Total pumping (Banks + Tracy)	**1,941 cfs**	**1,390 cfs**

Lake Isabella & Millerton Lake Operations

	Lake Isabella (Kern River)		Millerton Lake (Friant Dam)	
	Latest (11/2)	7-day avg	Latest (11/2)	7-day avg
Storage (most recent)	139,270 AF	N/A	226,299 AF	N/A
Capacity	568,000 AF	N/A	520,500 AF	N/A
Percent of capacity	25%	N/A	43%	N/A
Percent of hist. avg	97%	N/A	101%	N/A
Elevation	2,554.95 ft	N/A	503.57 ft	N/A
Daily change	105 AF	N/A	938 AF	N/A
Storage change, 7-day total	N/A	-106 AF	N/A	4,964 AF
Inflow	340 cfs	261 cfs	915 cfs	693 cfs
Outflow	248 cfs	263 cfs	410 cfs	468 cfs

Inflow/outflow are 7-day averages; storage, elevation and percent values as of Nov 2.

California Reservoir Conditions (CDEC, major water supply reservoirs)

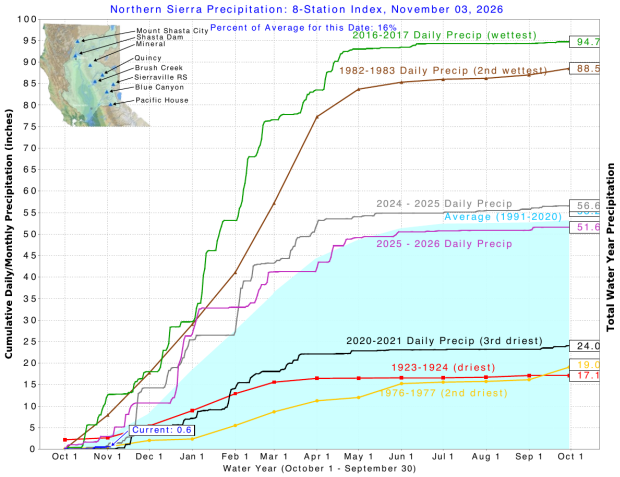


Click for printable version of current data.

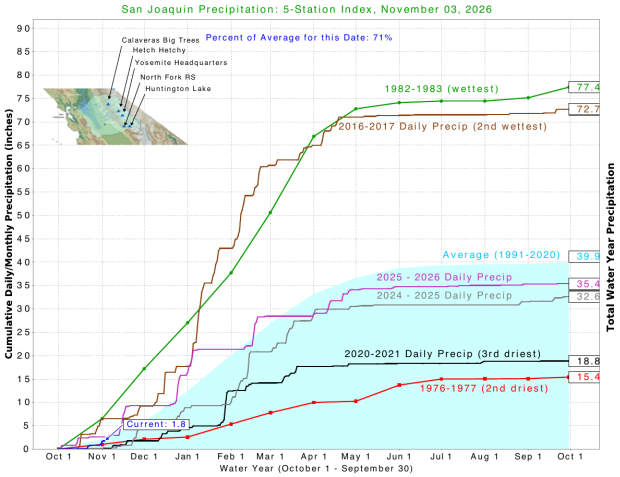
Report Generated: 03-Nov-2026 8:48 AM

Precipitation Indices (Water Year 2027)

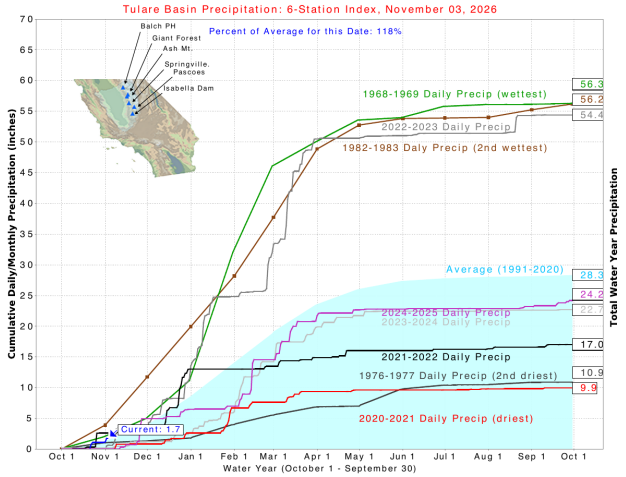
Northern Sierra 8-Station Index



San Joaquin 5-Station Index



Tulare Basin 6-Station Index



Feather Basin 10-Day QPF

Issued Monday, November 2, 2026

Date	Precip	Snow level (ft)
Tuesday, November 3, 2026	0.0"	11,500
Wednesday, November 4, 2026	0.1"	7,500
Thursday, November 5, 2026	0.0"	9,500
Friday, November 6, 2026	0.0"	11,000
Saturday, November 7, 2026	0.0"	12,000
Sunday, November 8, 2026	0.0"	12,500
Monday, November 9, 2026	0.0"	8,000
Tuesday, November 10, 2026	0.0"	7,500
Wednesday, November 11, 2026	0.3"	7,000
Thursday, November 12, 2026	0.9"	6,500

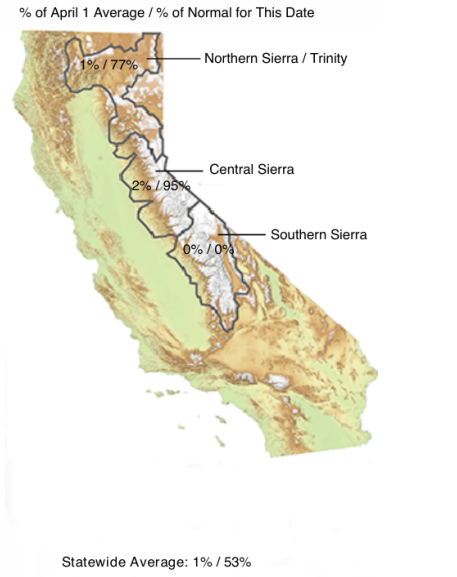
10-day total 1.3" · observed this period 0.1" · (12% YTD Ave)

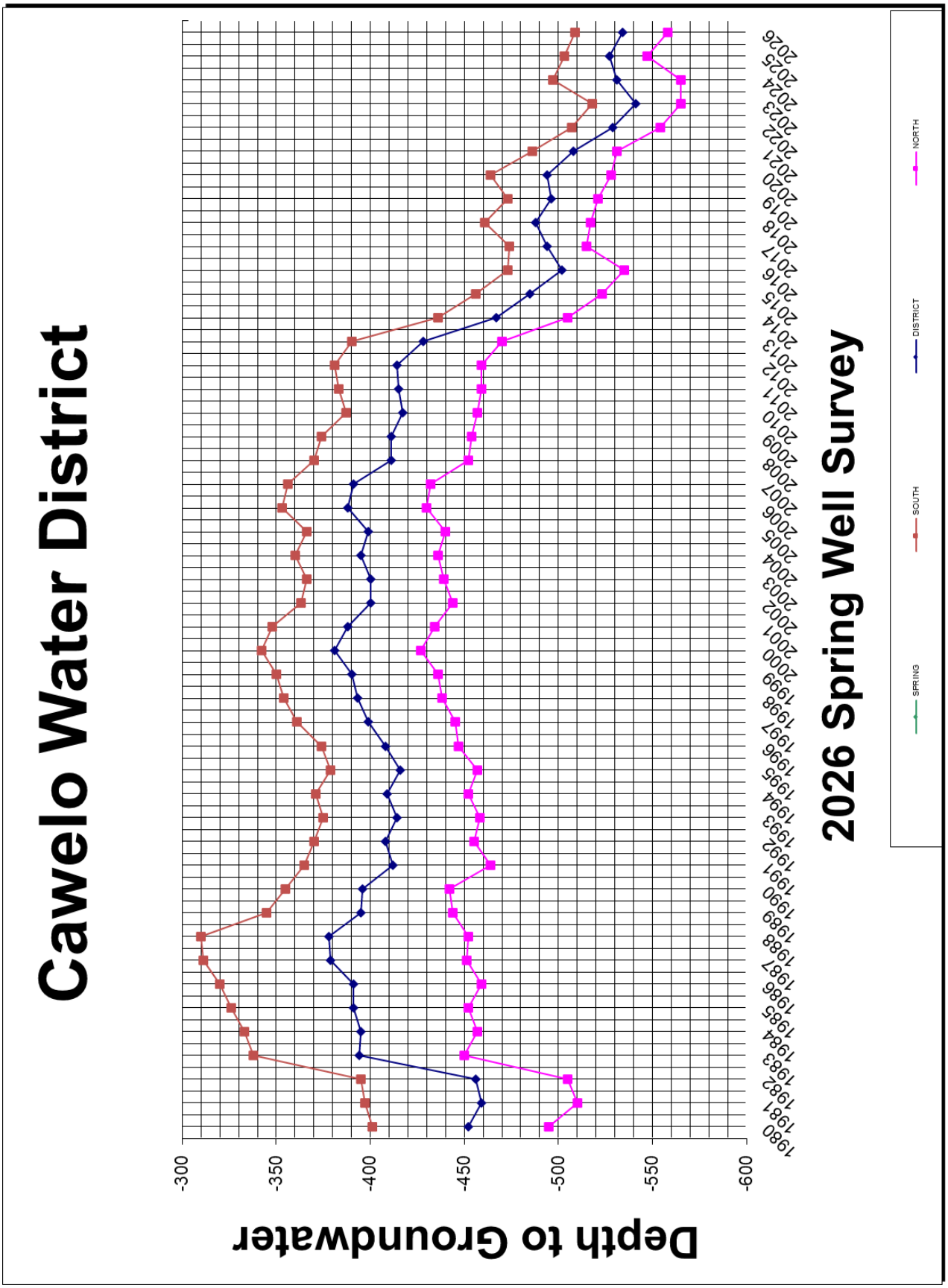
Snowpack (CDEC automated snow sensors)

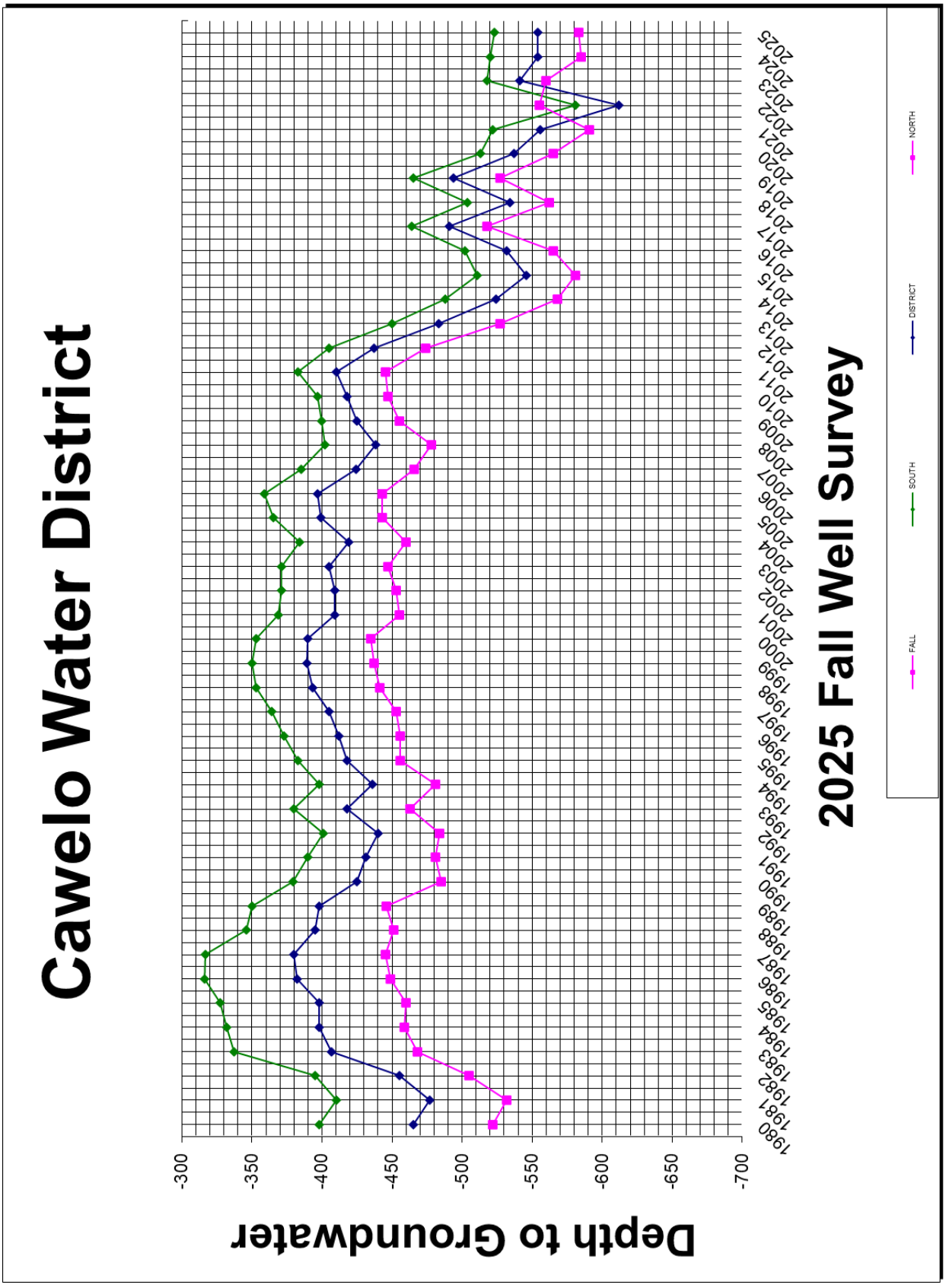
Region	Stations	Avg SWE (in)	% of Apr 1 avg	% of normal
Northern Sierra / Trinity	33	0.2	1%	77%
Central Sierra	55	0.4	2%	95%
Southern Sierra	25	0.1	0%	0%
Statewide	113	0.3	1%	53%

Data as of November 2, 2026. SWE = snow water equivalent. Early-season values are small; percent of April 1 average is naturally low in November.

Regional snowpack map




Cawelo Water District
2026 Spring Well Survey
Depth to Groundwater
-300
-350
-400
-450
-500
-550
-600
1980
1981
1982
1983
1984
1985
1986
1987
1988
1989
1990
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2019
2020
2021
2022
2023
2024
2025
2026
NORTH
DISTRICT
SOUTH
SPRING


Cawelo Water District
2025 Fall Well Survey
Depth to Groundwater
-300
-350
-400
-450
-500
-550
-600
-650
-700
1980
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2025
NORTH
DISTRICT
SOUTH
FALL