

CHESTER PUBLIC UTILITY DISTRICT — WATER FUND — FY 2026-27 Budget & Five-Year Projections

FY 2026-27 Proposed Budget & Five-Year Projections. Sources: MIP Fund Accounting (actuals), Adopted Budget (FY25-26 v.2.1), PACE Engineering 2026 Utility Rate Study (Apr 20, 2026) Tables 5 & 7. Updated per the current Chart of Accounts. Prepared July 2026.

| Acc. Code | Description                    | FY 23-24<br>Actual | FY 24-25<br>Actual | FY 25-26<br>Actual<br>(Full Year) | FY 25-26<br>Adopted<br>Budget | FY 26-27<br>Proposed<br>Budget | FY 27-28<br>Projection | FY 28-29<br>Projection | FY 29-30<br>Projection | FY 30-31<br>Projection | Notes / Basis                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        |
|-----------|--------------------------------|--------------------|--------------------|-----------------------------------|-------------------------------|--------------------------------|------------------------|------------------------|------------------------|------------------------|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
|           | OPERATING REVENUE              |                    |                    |                                   |                               |                                |                        |                        |                        |                        |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                      |
| 40100     | Service Charges                | \$ 624,463         | \$ 685,081         | \$ 734,978                        | \$ 705,633                    | \$ 861,026                     | \$ 1,029,456           | \$ 1,180,779           | \$ 1,210,511           | \$ 1,210,511           | PACE Rate Study Apr 2026 — Table 7, 5-yr rate schedule. Projection is sourced from PACE Rate Study, not grown off actuals. CORRECTED 7/25/26: Service Charges was \$666,033.50 (prior source), corrected to \$624,462.60. Sourced 7/25/26 from Bonnie's corrected MIP report (Statement of Activities- Wages And Rev Combined, run after she fixed a report calculation issue) — this is now the sole source for FY23-24/24-25/25-26 actuals.                                                                                                                                                                                                                                                                                                        |
| 40105     | Base Rate Revenue              |                    |                    |                                   |                               | \$ -                           | \$ -                   | \$ -                   | \$ -                   | \$ -                   | Placeholder — will populate once Inhance can report Base Rate Revenue separately from Service Charges (40100).                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                       |
| 40110     | Usage Rate Revenue             |                    |                    |                                   |                               | \$ -                           | \$ -                   | \$ -                   | \$ -                   | \$ -                   | Placeholder — will populate once Inhance can report Usage Rate Revenue separately from Service Charges (40100).                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                      |
| 40115     | Dedicated Fire Sprinkler Rev   |                    |                    |                                   |                               | \$ -                           | \$ -                   | \$ -                   | \$ -                   | \$ -                   | Placeholder — will populate once Inhance can report dedicated fire sprinkler revenue separately from Service Charges (40100).                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        |
| 40200     | Connections                    |                    | \$ 50              |                                   | \$ 52                         | \$ -                           | \$ -                   | \$ -                   | \$ -                   | \$ -                   | New Capacity Fees coming. Unable to accurately budget at this point                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                  |
| 40620     | Returned Check Fees            |                    | \$ (506)           |                                   |                               |                                |                        |                        |                        |                        |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                      |
| 40630     | Call Out/Closing Fees          | \$ (40)            | \$ 1,681           | \$ -                              | \$ 1,732                      | \$ 1,681                       | \$ 1,731               | \$ 1,783               | \$ 1,837               | \$ 1,892               | Based on FY24-25 Actual (FY25-26 actual came in at \$0). FY26-27 = FY24-25 actual, then 3%/yr growth from FY27-28 onward. CORRECTED 7/25/26: FY23-24 Actual was \$-40, which did not match the mandated FY23-24 source (Budget 2025-2026 v.2.1 Amended, Water tab) — that source shows this account blank/zero for Water in FY23-24 (the nonzero figure appears to belong to the Wastewater tab instead). Cleared to blank per the source. CORRECTED 7/25/26: Call Out/Closing Fees FY23-24 restored to a real value; was blank. Sourced 7/25/26 from Bonnie's corrected MIP report (Statement of Activities- Wages And Rev Combined, run after she fixed a report calculation issue) — this is now the sole source for FY23-24/24-25/25-26 actuals. |
| 40600     | Annexation Fees                | \$ 27,761          |                    |                                   | 0                             |                                |                        |                        |                        |                        | CORRECTED 7/25/26: FY23-24 Actual was \$27,761, which did not match the mandated FY23-24 source (Budget 2025-2026 v.2.1 Amended, Water tab) — that source shows this account blank/zero for Water in FY23-24 (the nonzero figure appears to belong to the Wastewater tab instead). Cleared to blank per the source. CORRECTED 7/25/26: Annexation Fees FY23-24 restored to a real value (was blank) — coincidentally close to Wastewater's own figure, but confirmed as its own distinct real number, not a duplication. Sourced 7/25/26 from Bonnie's corrected MIP report (Statement of Activities- Wages And Rev Combined, run after she fixed a report calculation issue) — this is now the sole source for FY23-24/24-25/25-26 actuals.         |
| 40610     | Late Fees & Penalties          |                    |                    |                                   | 0                             | \$ -                           | \$ -                   | \$ -                   | \$ -                   | \$ -                   | Account name updated.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                |
| 40505     | Backflow Inspections & Testing |                    |                    |                                   |                               | \$ -                           | \$ -                   | \$ -                   | \$ -                   | \$ -                   | Account name updated.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                |
| 40635     | Hydrant Meter Fees             |                    |                    |                                   |                               | \$ -                           | \$ -                   | \$ -                   | \$ -                   | \$ -                   | Account name updated.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                |
| 40645     | Hydrant Water Usage Rev        |                    |                    |                                   |                               | \$ -                           | \$ -                   | \$ -                   | \$ -                   | \$ -                   | Account name updated.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                |
| 40150     | User Fees                      |                    |                    |                                   | 0                             | \$ -                           | \$ -                   | \$ -                   | \$ -                   | \$ -                   | Will be inactive once the other fee accounts (Base Rate/Usage Rate Revenue) are consistently used.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                   |
| 40400     | Service Reconnect Fees         |                    |                    |                                   | 0                             | \$ -                           | \$ -                   | \$ -                   | \$ -                   | \$ -                   | No budget data developed yet for this account.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                       |
| 40500     | Inspection Fees                |                    |                    |                                   | 0                             | \$ -                           | \$ -                   | \$ -                   | \$ -                   | \$ -                   | No budget data developed yet for this account.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                       |
| 40510     | Regulatory & Inspections Fees  |                    |                    |                                   |                               | \$ -                           | \$ -                   | \$ -                   | \$ -                   | \$ -                   | No budget data developed yet for this account.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                       |
|           | TOTAL OPERATING REVENUE        | \$ 652,184         | \$ 686,306         | \$ 734,978                        | \$ 707,417                    | \$ 862,707                     | \$ 1,031,187           | \$ 1,182,562           | \$ 1,212,348           | \$ 1,212,403           |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                      |
|           | OPERATING EXPENSES             |                    |                    |                                   |                               |                                |                        |                        |                        |                        |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                      |
| 50400     | Supplies                       | \$ 12,523          | \$ 9,194           | \$ 5,540                          | \$ 6,380                      | \$ 9,358                       | \$ 9,639               | \$ 9,928               | \$ 10,226              | \$ 10,533              | 3-year historical average (FY23-24, FY24-25, FY25-26 actuals), then 3%/yr growth for projections. CORRECTED 7/25/26: FY25-26 Adopted Budget (col F) was \$9,470.00, which didn't match the source's own 25-26 budget column (\$6,379.90) for this account.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                           |
| 50450     | Repairs                        | \$ 16,388          | \$ 42,033          | \$ 20,894                         | \$ 43,294                     | \$ 27,232                      | \$ 28,049              | \$ 28,890              | \$ 29,757              | \$ 30,649              | 3-year historical average (FY23-24, FY24-25, FY25-26 actuals), then 3%/yr growth for projections.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                    |
| 50500     | Maintenance                    | \$ 3,912           | \$ 5,209           | \$ 7,118                          | \$ 5,365                      | \$ 135,575                     | \$ 135,743             | \$ 135,915             | \$ 136,092             | \$ 136,275             | 3-year historical average (FY23-24, FY24-25, FY25-26 actuals), then 3%/yr growth for projections.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                    |
| 50700     | Engineering                    | \$ 132             | \$ 650             | \$ 432                            | \$ 670                        | \$ 445                         | \$ 459                 | \$ 472                 | \$ 486                 | \$ 501                 | 3% growth from FY25-26 actuals. Engineering is generally grant reimbursable and allocated to Grant Expenses.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                         |
| 50800     | Utilities All                  | \$ 131,127         | \$ 172,504         | \$ 144,950                        | \$ 177,679                    | \$ 149,298                     | \$ 153,777             | \$ 158,390             | \$ 163,142             | \$ 168,036             | Includes power, gas, telephone, and cell phone.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                      |
| 53100     | Street Light Expense           |                    | \$ 16,261          | \$ 14,373                         | \$ 15,844                     | \$ 14,804                      | \$ 15,249              | \$ 15,706              | \$ 16,177              | \$ 16,662              | 3%/yr, 50/50 Water/Sewer split.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                      |
| 60700     | Insurance                      | \$ 27,518          | \$ 21,824          | \$ 31,696                         | \$ 25,341                     | \$ 32,647                      | \$ 33,627              | \$ 34,636              | \$ 35,675              | \$ 36,745              | 3% growth from FY25-26 actuals.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                      |
| 60800     | Office Expense                 | \$ 84              |                    | \$ 2,603                          | \$ 3,090                      | \$ 2,681                       | \$ 2,761               | \$ 2,844               | \$ 2,930               | \$ 3,017               | 3% growth from FY25-26 actuals. FY24-25 Actual filled 7/25/26: the FY24-25 docx statement doesn't have a distinct 'Office Expense' line, but the amended 25-26 budget file's own 'Unaudited Financials' (24-25) column shows \$3,000 for this fund — used since no better source exists for this specific line. CORRECTED 7/25/26: FY24-25 Office Expense (\$3,000) removed — added last turn from a now-superseded source; the corrected MIP report has no Office Expense line at all for FY24-25. Sourced 7/25/26 from Bonnie's corrected MIP report (Statement of Activities- Wages And Rev Combined, run after she fixed a report calculation issue) — this is now the sole source for FY23-24/24-25/25-26 actuals.                              |
| 60900     | Postage                        | \$ 4,283           | \$ 6,099           | \$ 6,228                          | \$ 6,282                      | \$ 6,415                       | \$ 6,607               | \$ 6,806               | \$ 7,010               | \$ 7,220               | 3% growth from FY25-26 actuals.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                      |
| 61100     | Auto Expense                   | \$ 13,987          | \$ 9,236           | \$ 10,390                         | \$ 9,513                      | \$ 10,702                      | \$ 11,023              | \$ 11,353              | \$ 11,694              | \$ 12,045              | 3% growth from FY25-26 actuals.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                      |
| 61200     | Equipment                      | \$ 14,773          | \$ 34,968          | \$ 7,424                          | \$ 36,017                     | \$ 7,068                       | \$ 7,280               | \$ 7,499               | \$ 7,724               | \$ 7,955               | 3% growth from FY25-26 actuals.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                      |
| 61250     | Legal Expense                  | \$ 1,507           | \$ 7,203           | \$ 7,719                          | \$ 7,419                      | \$ 7,951                       | \$ 8,189               | \$ 8,435               | \$ 8,688               | \$ 8,949               | 3% growth — reflects CalPERS audit, labor negotiations, and potential litigation costs.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                              |
| 61300     | Professional Services          | \$ 69,628          | \$ 97,707          | \$ 99,597                         | \$ 100,638                    | \$ 36,781                      | \$ 37,885              | \$ 39,021              | \$ 40,193              | \$ 41,398              | FY26-27 base = FY25-26 Actual total (\$99,420.85) minus the \$60,000/yr GM allocation (now its own line, 61305), then reduced by \$3,822 reallocated to Testing and Monitoring (60810). 3%/yr growth from that base for FY27-28 onward. No Single Audit cost is included here — that cost applies only to the Wastewater Fund. Note: Bonnie will update what transactions are allocated to this account.                                                                                                                                                                                                                                                                                                                                             |
| 61700     | Dues & Fees                    | \$ 10,817          | \$ 17,804          | \$ 16,971                         | \$ 18,338                     | \$ 17,395                      | \$ 17,916              | \$ 18,454              | \$ 19,008              | \$ 19,578              | 3% growth from FY25-26 actuals.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                      |
| 61750     | Training & Travel              | \$ 7,067           | \$ 6,326           | \$ 4,121                          | \$ 6,516                      | \$ 6,516                       | \$ 6,711               | \$ 6,913               | \$ 7,120               | \$ 7,334               | 3%/yr growth starting FY26-27. Base remains FY24-25 Actual, since FY25-26 was an intentional cost-cutting year that understates a normal year.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                       |

CHESTER PUBLIC UTILITY DISTRICT — WATER FUND — FY 2026-27 Budget & Five-Year Projections

FY 2026-27 Proposed Budget & Five-Year Projections. Sources: MIP Fund Accounting (actuals), Adopted Budget (FY25-26 v2.1), PACE Engineering 2026 Utility Rate Study (Apr 20, 2026) Tables 5 & 7. Updated per the current Chart of Accounts. Prepared July 2026.

| Acc. Code | Description                                                    | FY 23-24<br>Actual | FY 24-25<br>Actual | FY 25-26<br>Actual<br>(Full Year) | FY 25-26<br>Adopted<br>Budget | FY 26-27<br>Proposed<br>Budget | FY 27-28<br>Projection | FY 28-29<br>Projection | FY 29-30<br>Projection | FY 30-31<br>Projection | Notes / Basis                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                    |
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| 61900     | Depreciation Expense                                           | \$ 81,726          | \$ 79,016          | \$ 110,285                        | \$ 84,549                     | \$ 90,308                      | \$ 93,018              | \$ 95,808              | \$ 98,683              | \$ 101,643             | FY26-27 = the recalculated fixed-asset schedule total for this fund, plus a full year of depreciation on the roof replacement (capitalized at \$12,857.52, 20-yr life), plus this fund's 50% share of the former Fire Fund's depreciation (Fire's remaining assets are split 50/50 between Water and Sewer). FY27-28 onward continues at 3%/yr from that base as a placeholder for ordinary capital growth. The FY25-26 Actual column reflects the GL-posted Statement of Activities figure, which runs higher than the recalculated schedule total for that year — an open item to reconcile with the auditor. Figures will be finalized once the WWTP replacement (CWSRF D2501033) is complete.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                |
| 61800     | Other Expenses                                                 | \$ 4,390           | \$ (2,985)         | \$ -                              | \$ 650                        | \$ 85                          | \$ 88                  | \$ 90                  | \$ 93                  | \$ 96                  | Goal: trend to \$0 — see 61810 Prior Year Adjustments for PY entries. CORRECTED 7/25/26: FY25-26 Actual was \$82.50, but the FY25-26 Statement of Revenues and Expenditures has no 'Other Expenses' line at all for this fund — set to \$0 per the statement.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                    |
| 50660     | Annexation Expenses                                            |                    |                    |                                   | \$ -                          | \$ -                           | \$ -                   | \$ -                   | \$ -                   | \$ -                   |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                  |
| 60810     | Testing and Monitoring                                         |                    |                    |                                   |                               | \$ 3,822                       | \$ 3,937               | \$ 4,055               | \$ 4,176               | \$ 4,302               | Includes \$3,822 reallocated from Professional Services (61300); grown 3%/yr from the FY26-27 base.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                              |
| 61600     | Bad Debt                                                       |                    |                    |                                   |                               | \$ -                           | \$ -                   | \$ -                   | \$ -                   | \$ -                   |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                  |
| 61810     | Prior Year Adjustments                                         |                    |                    |                                   |                               | \$ -                           | \$ -                   | \$ -                   | \$ -                   | \$ -                   | Entries for financial statement preparation only; not for routine posting.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                       |
| 61305     | GM Contractor Services                                         | \$ 10,000          |                    |                                   |                               | \$ 60,000                      | \$ 60,000              | \$ 60,000              | \$ 60,000              | \$ 60,000              | \$120,000/yr total, \$60,000/fund — Board-approved independent contractor agreement for the General Manager. No PERS, payroll tax, or workers comp applies (IC, not an employee). FY23-24's \$10,000 reflects a small legacy GM-related cost historically posted to 61300 Professional Services; this account did not exist as its own line until FY26-27. CORRECTED 7/25/26: NEW: 'Manager Salary' FY23-24 (\$10,000), from the corrected MIP report's Wages-All section. This is the ~\$10K gap flagged earlier this session between combined Wages/Taxes/Benefits and the sum of itemized wage accounts — now identified and placed in this existing-but-previously-blank account. Source groups this dollar amount under Wages-All (it's part of the \$299,031.46 Total Wages-All), while this workbook's structure keeps 61305 in Operating Expenses — a classification difference, not an error; the combined-total reference row above the wages section reconciles the true total. Sourced 7/25/26 from Bonnie's corrected MIP report (Statement of Activities- Wages And Rev Combined, run after she fixed a report calculation issue) — this is now the sole source for FY23-24/24-25/25-26 actuals.                                                                                                                                                                                                                                                                                                                   |
|           | TOTAL OPERATING EXPENSES                                       | \$ 409,862         | \$ 523,049         | \$ 490,341                        | \$ 547,585                    | \$ 619,083                     | \$ 631,958             | \$ 645,215             | \$ 658,874             | \$ 672,938             |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                  |
|           | WAGES, TAXES & BENEFITS                                        |                    |                    |                                   |                               |                                |                        |                        |                        |                        |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                  |
|           | Wages, Taxes & Benefits (Pre-existing budget com               | \$ 299,031         |                    |                                   | \$ 336,392                    |                                |                        |                        |                        |                        | REFERENCE ONLY — excluded from TOTAL WAGES below to avoid double-counting. This is the true, single-line combined 'Wages, Taxes, Benefits' actual exactly as it appears in the source (Budget 2025-2026 v.2.1 Amended BM.xlsx), which is the only place FY23-24 wage costs exist at all for this fund — no per-account breakdown exists for FY23-24 in any document Bonnie provided. The itemized sub-account rows below (Wages-Overtime, Wages-Office, PERS, OPEB, etc.) are an estimated allocation of this total, not independently sourced figures — they sum to approximately but not exactly this number (see note on 60100/60350 for the ~\$10K unexplained gap). FY25-26 Adopted Budget shown for reference too, from the same source; FY24-25 and FY25-26 Actual are blank here because those years DO have real per-account detail (from the FY24-25 statement and FY25-26 statement), shown on the itemized rows below instead.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                       |
| 50195     | Wages-Overtime Pay                                             | \$ 956             | \$ 1,613           | \$ 1,801                          |                               | \$ 1,855                       | \$ 1,911               | \$ 1,968               | \$ 2,027               | \$ 2,088               | 3% growth from FY25-26 actuals [FY25-26 actual updated 7/11/26 from Statement of Revenues & Expenditures 7/1/25-6/30/26; projections recomputed off this full-year base.] CORRECTED 7/25/26: this FY25-26 Adopted Budget (col F) figure was an estimate (grown off a prior-year actual), not a real figure from the district's FY25-26 adopted budget — cleared to blank per Bonnie's instruction that column F must contain nothing beyond what's actually in that budget document. The real combined total is captured in the reference row above the wages section.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                           |
| 50200     | Wages - WS Operations (ESTIMATE -- pending labor negotiations) | \$ 99,654          | \$ 108,409         | \$ 100,261                        |                               | \$ 123,075                     | \$ 116,356             | \$ 118,684             | \$ 121,057             | \$ 123,478             | Reflects the combined cost of the District's current field/operations staffing, including base pay and applicable pay differentials (certification/licensing pay, incentive pay, and longevity where they apply), plus a part-time position governed by Board Policy 2305. FY26-27 is the calculated base year; FY27-28 through FY30-31 grow at 2%/year. Labeled ESTIMATE because the wage schedule underlying this figure is part of an active, confidential labor negotiation not yet finalized. Includes a \$9,000 contingency for possible retroactive back pay to operations employees if FY26-27 SEIU Local 1021 negotiations conclude with a retroactive wage adjustment (Water/Sewer share, \$18,000 district-wide split 50/50). CORRECTED 7/25/26: this FY25-26 Adopted Budget (col F) figure was an estimate (grown off a prior-year actual), not a real figure from the district's FY25-26 adopted budget — cleared to blank per Bonnie's instruction that column F must contain nothing beyond what's actually in that budget document. The real combined total is captured in the reference row above the wages section.                                                                                                                                                                                                                                                                                                                                                                                            |
| 60100     | Wages-Office (ESTIMATE -- pending labor negotiations)          | \$ 39,997          | \$ 45,709          | \$ 58,997                         |                               | \$ 47,196                      | \$ 45,080              | \$ 45,982              | \$ 46,901              | \$ 47,839              | Reflects the combined cost of the District's current office/administrative staffing — including the part-time Administrative Assistant — plus applicable pay differentials where they apply. FY26-27 is the calculated base year; FY27-28 through FY30-31 grow at 2%/year. Labeled ESTIMATE because the wage schedule underlying this figure is part of an active, confidential labor negotiation not yet finalized. Δ FY23-24 Actual: the combined Wages/Taxes/Benefits actual per the district's FY25-26 budget file is \$299,031.46 for this fund, about \$10,000 more than this fund's wage-account lines (including this one) currently sum to. Likely a legacy GM wage-related cost from before the GM became an independent contractor, but the exact sub-account isn't identifiable from the documents on hand — confirm against MIP's detailed FY23-24 GL if the exact placement matters. Includes a \$3,000 contingency for possible retroactive back pay to office employees if FY26-27 SEIU Local 1021 negotiations conclude with a retroactive wage adjustment (Water/Sewer share, \$6,000 district-wide split 50/50). CORRECTED 7/25/26: this FY25-26 Adopted Budget (col F) figure was an estimate (grown off a prior-year actual), not a real figure from the district's FY25-26 adopted budget — cleared to blank per Bonnie's instruction that column F must contain nothing beyond what's actually in that budget document. The real combined total is captured in the reference row above the wages section. |

**CHESTER PUBLIC UTILITY DISTRICT — WATER FUND — FY 2026-27 Budget & Five-Year Projections**

FY 2026-27 Proposed Budget & Five-Year Projections. Sources: MIP Fund Accounting (actuals), Adopted Budget (FY25-26 v2.1), PACE Engineering 2026 Utility Rate Study (Apr 20, 2026) Tables 5 & 7. Updated per the current Chart of Accounts. Prepared July 2026.

| Acc. Code | Description                       | FY 23-24<br>Actual | FY 24-25<br>Actual | FY 25-26<br>Actual<br>(Full Year) | FY 25-26<br>Adopted<br>Budget | FY 26-27<br>Proposed<br>Budget | FY 27-28<br>Projection | FY 28-29<br>Projection | FY 29-30<br>Projection | FY 30-31<br>Projection | Notes / Basis                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                             |
|-----------|-----------------------------------|--------------------|--------------------|-----------------------------------|-------------------------------|--------------------------------|------------------------|------------------------|------------------------|------------------------|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| 60300     | Payroll Taxes                     | \$ 12,747          | \$ 13,494          | \$ 12,610                         |                               | \$ 14,631                      | \$ 13,884              | \$ 14,164              | \$ 14,449              | \$ 14,739              | Calculated as a percentage of Wages-Overtime + Wages-WS Operations + Wages-Office, using an effective rate (8.5%) derived from this fund's own FY23-24 through FY25-26 actuals (Payroll Taxes actual divided by actual wages for each of those 3 years, averaged). Will move automatically with any future change to the wage lines above.<br>CORRECTED 7/25/26: this FY25-26 Adopted Budget (col F) figure was an estimate (grown off a prior-year actual), not a real figure from the district's FY25-26 adopted budget — cleared to blank per Bonnie's instruction that column F must contain nothing beyond what's actually in that budget document. The real combined total is captured in the reference row above the wages section.                                                                                                                                                                                                                                                                                                |
| 60325     | PERS Employer Contribution        | \$ 67,017          | \$ 97,813          | \$ 58,537                         |                               | \$ 45,296                      | \$ 47,000              | \$ 50,000              | \$ 50,500              | \$ 51,000              | Bonnie confirmed 7/25/26: 60325 = UAL Employer Contribution going forward; 60327 = PERS Normal Employer Contribution (new account). Historical actuals shown here (through FY25-26) are the true combined Normal Cost + UAL cash payment posted to this account before the split existed. Starting FY26-27, this line carries UAL only. CalPERS Actuarial Valuation as of 6/30/2024, published 10/27/2025 (CalPERS ID 6929609618), Misc Risk Pool: district-wide UAL Contribution Amount \$90,593 (FY26-27) / \$94,000 (27-28) / \$100,000 (28-29) / \$101,000 (29-30) / \$102,000 (30-31), split 50/50 Water/Sewer per district convention. CORRECTED 7/25/26: this FY25-26 Adopted Budget (col F) figure was an estimate (grown off a prior-year actual), not a real figure from the district's FY25-26 adopted budget — cleared to blank per Bonnie's instruction that column F must contain nothing beyond what's actually in that budget document. The real combined total is captured in the reference row above the wages section. |
| 60326     | PERS GASB 68 Exp Adj              |                    |                    |                                   |                               | \$ -                           | \$ -                   | \$ -                   | \$ -                   | \$ -                   | Non-cash, auditor-only year-end entry; no budgeted dollar figure in the ordinary course.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                  |
| 60327     | PERS Normal Employer Contribution |                    |                    |                                   |                               | \$ 16,087                      | \$ 16,065              | \$ 16,065              | \$ 16,065              | \$ 16,065              | New account created by Bonnie in MIP 7/25/26 — no historical actuals (Normal Cost was combined with UAL in 60325 before this account existed; nothing to show in prior columns). CalPERS Actuarial Valuation as of 6/30/2024, published 10/27/2025, Misc Risk Pool: Employer Normal Cost rates — Classic Rate Plan 1643 14.16% (FY26-27) / 14.2% (FY27-28+) on \$83,402 payroll basis; PEPPRA Rate Plan 26157 7.93% (FY26-27) / 7.9% (FY27-28+) on \$256,789 payroll basis. District-wide combined Normal Cost = \$32,173 (FY26-27) / ~\$32,129/yr (FY27-28+), split 50/50 Water/Sewer.                                                                                                                                                                                                                                                                                                                                                                                                                                                   |
| 60350     | OPEB Retiree Health Premiums      | \$ 26,301          | \$ 306,751         | \$ 17,101                         |                               | \$ 17,614                      | \$ 18,142              | \$ 18,687              | \$ 19,247              | \$ 19,825              | Δ. Verify with the district's auditor — GASB 75 actuarial; large FY24-25 figure may include an OPEB liability adjustment, not just premiums. CORRECTED 7/25/26: this FY25-26 Adopted Budget (col F) figure was an estimate (grown off a prior-year actual), not a real figure from the district's FY25-26 adopted budget — cleared to blank per Bonnie's instruction that column F must contain nothing beyond what's actually in that budget document. The real combined total is captured in the reference row above the wages section.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                 |
| 60400     | Current Employee Health           | \$ 36,090          | \$ 46,132          | \$ 39,379                         |                               | \$ 31,200                      | \$ 33,384              | \$ 35,721              | \$ 38,221              | \$ 40,897              | Calculated off the District's current benefits-eligible headcount, estimated based on confidential negotiation documents. FY27-28 through FY30-31 apply a 7%/yr healthcare cost trend, drawn from CalPERS's recent PEMHCA premium increases and outside benchmarks (Segal, Mercer), since no District document specifies a rate.<br>CORRECTED 7/25/26: this FY25-26 Adopted Budget (col F) figure was an estimate (grown off a prior-year actual), not a real figure from the district's FY25-26 adopted budget — cleared to blank per Bonnie's instruction that column F must contain nothing beyond what's actually in that budget document. The real combined total is captured in the reference row above the wages section.                                                                                                                                                                                                                                                                                                          |
| 60500     | Unemployment Taxes                | \$ 922             | \$ 1,404           | \$ 1,141                          |                               | \$ 1,377                       | \$ 1,307               | \$ 1,333               | \$ 1,360               | \$ 1,387               | Calculated as a percentage of Wages-Overtime + Wages-WS Operations + Wages-Office, using an effective rate (0.8%) derived from this fund's own FY23-24 through FY25-26 actuals, averaged. Will move automatically with any future change to the wage lines above. CORRECTED 7/25/26: this FY25-26 Adopted Budget (col F) figure was an estimate (grown off a prior-year actual), not a real figure from the district's FY25-26 adopted budget — cleared to blank per Bonnie's instruction that column F must contain nothing beyond what's actually in that budget document. The real combined total is captured in the reference row above the wages section.                                                                                                                                                                                                                                                                                                                                                                            |
| 60600     | Compensation Insurance            | \$ 5,348           | \$ 5,550           | \$ 7,483                          |                               | \$ 6,713                       | \$ 6,371               | \$ 6,499               | \$ 6,629               | \$ 6,763               | Calculated as a percentage of Wages-Overtime + Wages-WS Operations + Wages-Office, using an effective rate (3.9%) derived from this fund's own FY23-24 through FY25-26 actuals, averaged. Will move automatically with any future change to the wage lines above. CORRECTED 7/25/26: this FY25-26 Adopted Budget (col F) figure was an estimate (grown off a prior-year actual), not a real figure from the district's FY25-26 adopted budget — cleared to blank per Bonnie's instruction that column F must contain nothing beyond what's actually in that budget document. The real combined total is captured in the reference row above the wages section.                                                                                                                                                                                                                                                                                                                                                                            |
| 60328     | 457 Employer Contribution Exp     |                    |                    |                                   |                               | \$ 3,600                       | \$ 3,600               | \$ 3,600               | \$ 3,600               | \$ 3,600               | \$150/employee/month × 4 employees district-wide (\$7,200/yr), split 50/50 Water/Sewer = \$3,600/yr each fund. Flat, no growth.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                           |
| 60351     | OPEB GASB75 Exp Adj               |                    |                    |                                   |                               | \$ -                           | \$ -                   | \$ -                   | \$ -                   | \$ -                   | Non-cash, auditor-only year-end entry; no budgeted dollar figure in the ordinary course.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                  |
|           | TOTAL WAGES                       | \$ 289,032         | \$ 626,875         | \$ 297,310                        | \$ 336,392                    | \$ 308,644                     | \$ 303,100             | \$ 312,703             | \$ 320,056             | \$ 327,681             |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                           |
|           | NON-OPERATING REVENUE             |                    |                    |                                   |                               |                                |                        |                        |                        |                        |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                           |
| 40700     | Property Taxes                    | \$ 132,524         | \$ 138,789         | \$ 139,172                        | \$ 143,375                    | \$ 139,361                     | \$ 143,542             | \$ 147,848             | \$ 152,284             | \$ 156,852             | FY25-26 actual includes an expected additional property tax 'clean-up' payment of \$7,730, due in September. Projections (FY26-27 onward) are 3%/yr growth from this base. CORRECTED 7/25/26: Property Taxes was \$133,305.19 (prior source), corrected to \$132,524.33. Sourced 7/25/26 from Bonnie's corrected MIP report (Statement of Activities- Wages And Rev Combined, run after she fixed a report calculation issue) — this is now the sole source for FY23-24/24-25/25-26 actuals.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                              |
| 44230     | Home Owner's Exemption            |                    | \$ 410             |                                   | 0                             |                                |                        |                        |                        |                        | Will be pulled out of/reconciled against Property Taxes (40700) with the FY26-27 audit adjusting journal entries.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                         |
| 40875     | Facilities Revenue                |                    | \$ 2,410           | \$ 7,485                          | \$ 2,482                      | \$ 7,200                       | \$ 12,750              | \$ 18,411              | \$ 18,635              | \$ 18,864              | \$1,200/mo total facilities revenue, split 50/50 Water/Sewer = \$600/mo = \$7,200/yr each fund. Flat, no growth applied. Also includes Water's 50% share of the TowerCo VI, LLC cell tower ground lease revenue (Chester High site) — the leased parcel is owned 50/50 by Water and Sewer, matching this convention. See the Wastewater Fund tab's Facilities Revenue note and Assumptions for full lease terms.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                          |
| 45100     | Solid Waste Franchise Fee         |                    | \$ 2,500           | \$ 2,500                          |                               | \$ 2,500                       | \$ 2,500               | \$ 2,500               | \$ 2,500               | \$ 2,500               | Flat \$2,500/yr for projections. In previous years, the full \$5,000 solid waste franchise fee revenue was allocated entirely to Wastewater — it should have been split 50/50 between Water and Sewer. This budget corrects that going forward. CORRECTED 7/25/26: \$5,000 in col F removed — the source budget file's Water tab has no Solid Waste Franchise Fee line at all (it only appears on the Wastewater tab in that document); this figure appears to have been carried over from Wastewater's real number by mistake. Water's FY24-25/FY25-26 actuals (\$2,500/\$2,500) are separately confirmed real via the corrected MIP report and are untouched.                                                                                                                                                                                                                                                                                                                                                                           |

CHESTER PUBLIC UTILITY DISTRICT — WATER FUND — FY 2026-27 Budget & Five-Year Projections

FY 2026-27 Proposed Budget & Five-Year Projections. Sources: MIP Fund Accounting (actuals), Adopted Budget (FY25-26 v2.1), PACE Engineering 2026 Utility Rate Study (Apr 20, 2026) Tables 5 & 7. Updated per the current Chart of Accounts. Prepared July 2026.

| Acc. Code | Description                                                    | FY 23-24<br>Actual | FY 24-25<br>Actual | FY 25-26<br>Actual<br>(Full Year) | FY 25-26<br>Adopted<br>Budget | FY 26-27<br>Proposed<br>Budget | FY 27-28<br>Projection | FY 28-29<br>Projection | FY 29-30<br>Projection | FY 30-31<br>Projection | Notes / Basis                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                  |
|-----------|----------------------------------------------------------------|--------------------|--------------------|-----------------------------------|-------------------------------|--------------------------------|------------------------|------------------------|------------------------|------------------------|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| 40800     | Other Income                                                   | \$ 781             | \$ 1,229           | \$ 538                            | \$ 1,266                      | \$ 555                         | \$ 571                 | \$ 588                 | \$ 606                 | \$ 624                 | 3% growth from FY25-26 actuals. CORRECTED 7/25/26: FY23-24 Actual was \$781, which did not match the mandated FY23-24 source (Budget 2025-2026 v.2.1 Amended, Water tab) — that source shows this account blank/zero for Water in FY23-24 (the nonzero figure appears to belong to the Wastewater tab instead). Cleared to blank per the source. CORRECTED 7/25/26: Other Income restored — this was incorrectly cleared to blank on 7/25/26 based on a different, apparently less reliable source; confirmed real on the corrected MIP report. Sourced 7/25/26 from Bonnie's corrected MIP report (Statement of Activities- Wages And Rev Combined, run after she fixed a report calculation issue) — this is now the sole source for FY23-24/24-25/25-26 actuals.                                                                                                                            |
| 70100     | Interest Income                                                |                    | \$ 7,107           | \$ 9,599                          | \$ 7,320                      | \$ 7,590                       | \$ 7,819               | \$ 8,053               | \$ 8,294               | \$ 8,458               | Taken directly from the PACE 2026 Rate Study's own Interest revenue projection (Table 7), based on the CLASS interest rate applied to the fund's expected reserve/cash balance for each year.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                  |
| 70150     | Interest L.A.I.F.                                              | \$ 53              | \$ 48              | \$ 212                            | \$ 50                         | \$ 49                          | \$ 51                  | \$ 52                  | \$ 54                  | \$ 56                  | Based on FY24-25 Actual (FY25-26 LAIF figure not yet finalized), then 3%/yr growth.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                            |
|           | TOTAL NON-OP REVENUE                                           | \$ 133,358         | \$ 152,493         | \$ 159,506                        | \$ 154,493                    | \$ 157,255                     | \$ 167,233             | \$ 177,452             | \$ 182,373             | \$ 187,354             |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                |
|           | NON-OPERATING EXPENSES                                         |                    |                    |                                   |                               |                                |                        |                        |                        |                        |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                |
| 61850     | Interest Expense                                               | \$ 1,339           | \$ 1,890           |                                   | \$ 1,947                      | \$ -                           | \$ -                   | \$ -                   | \$ -                   | \$ -                   | 3% growth CORRECTED 7/25/26: FY23-24 Actual was \$1,339, which did not match the mandated FY23-24 source (Budget 2025-2026 v.2.1 Amended, Water tab) — that source shows this account blank/zero for Water in FY23-24 (the nonzero figure appears to belong to the Wastewater tab instead). Cleared to blank per the source. CORRECTED 7/25/26: Interest Expense restored — was incorrectly cleared to blank on 7/25/26 (mistaken for a Wastewater duplicate); confirmed as Water's own real, distinct figure. Sourced 7/25/26 from Bonnie's corrected MIP report (Statement of Activities- Wages And Rev Combined, run after she fixed a report calculation issue) — this is now the sole source for FY23-24/24-25/25-26 actuals.                                                                                                                                                             |
|           | TOTAL NON-OP EXPENSES                                          | \$ 1,339           | \$ 1,890           | \$ -                              | \$ 1,947                      | \$ -                           | \$ -                   | \$ -                   | \$ -                   | \$ -                   |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                |
|           | GRANT REVENUE                                                  |                    |                    |                                   |                               |                                |                        |                        |                        |                        |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                |
| 40835     | Grant Rev Water Planning                                       | \$ 13,850          |                    |                                   |                               |                                |                        |                        |                        |                        | 40835 'Grant Rev Water Planning' is its own distinct MIP account for Water Fund grant activity, an intentional exception to the general no-fund-split rule for GL accounts. CORRECTED 7/25/26: FY23-24 Actual was \$13,850, but the mandated FY23-24 source (Budget 2025-2026 v.2.1 Amended, Water tab, account 40350 Grants) shows blank/\$0 for Water grant revenue that year. Cleared per Bonnie's instruction — this account did not exist as a real actual in FY23-24. CORRECTED 7/25/26: Grant Revenue restored — was removed on 7/25/26 based on a different source that didn't show it; confirmed real (\$13,850, Grant Revenue-Misc) on the corrected MIP report. Sourced 7/25/26 from Bonnie's corrected MIP report (Statement of Activities- Wages And Rev Combined, run after she fixed a report calculation issue) — this is now the sole source for FY23-24/24-25/25-26 actuals. |
|           | TOTAL GRANT REVENUE                                            | \$ 13,850          | \$ -               | \$ -                              | \$ -                          | \$ -                           | \$ -                   | \$ -                   | \$ -                   | \$ -                   |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                |
|           | GRANT EXPENSES                                                 |                    |                    |                                   |                               |                                |                        |                        |                        |                        |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                |
| 60835     | Grant Expenses Water                                           |                    |                    |                                   |                               |                                |                        |                        |                        |                        | 60835 'Grant Expenses Water' is its own distinct MIP account for Water Fund grant activity, an intentional exception to the general no-fund-split rule for GL accounts. No active Water Fund grant construction currently -- the CWSRF WWTP grant is 100% Sewer Fund.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                          |
| 60820     | Grant Expenses-Misc                                            |                    |                    |                                   |                               | 0                              | 0                      | 0                      | 0                      | 0                      |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                |
|           | TOTAL GRANT EXPENSES                                           | \$ -               | \$ -               | \$ -                              | \$ -                          | \$ -                           | \$ -                   | \$ -                   | \$ -                   | \$ -                   |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                |
|           | DEBT SERVICE                                                   |                    |                    |                                   |                               |                                |                        |                        |                        |                        |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                |
|           | DWSRF Loan Application — Engineering/Planning Costs (NEW)      |                    |                    |                                   |                               | \$ 196,500                     | \$ 15,000              | \$ -                   | \$ -                   | \$ -                   | Cost to prepare the engineering report, 30% design, environmental review, and funding application for the State DWSRF loan (water meter replacement + SCADA). This is a pre-construction capital cost, not loan debt service — per PACE Rate Study Apr 2026, Table 5 (footnote 1). Funded from rates/Capital Projects Reserve, not the loan itself (loan hasn't closed yet).                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                   |
|           | SCADA System Replacement — DWSRF Loan (State)                  |                    |                    |                                   |                               | \$ -                           | \$ -                   | \$ -                   | \$ 27,500              | \$ 27,500              | This is a State DWSRF (Drinking Water SRF) loan per PACE Rate Study Table 5. 20-year loan @ 0% interest, financing \$500,000 of SCADA improvements. Debt service begins FY29-30 once rates reach the required threshold and the loan is pursued (not yet pursued as of this writing — see Assumptions). Figures per PACE Rate Study Apr 2026, Table 5.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                         |
|           | Water Meter Replacement — DWSRF Loan (State)                   |                    |                    |                                   |                               | \$ -                           | \$ -                   | \$ -                   | \$ 185,237             | \$ 185,237             | The rate study's \$198,737/yr Water Meter Replacement debt service already includes the \$270,000 vehicles/equipment cost internally. Reduced this line by \$13,500/yr (=\$270,000 / 20-yr 0% loan term) to \$185,237, with that \$13,500 moved to the Vehicles/Equipment lines below, split 50/50 Water/Sewer. Total loan debt service across both funds is unchanged at \$226,237/yr. ESTIMATE — confirm exact composition with the auditor/PACE once the loan closes.                                                                                                                                                                                                                                                                                                                                                                                                                       |
|           | Vehicles and Equipment — DWSRF Loan (State), Water Share (50%) |                    |                    |                                   |                               | \$ -                           | \$ -                   | \$ -                   | \$ 6,750               | \$ 6,750               | \$270,000 for vehicles/equipment (2 trucks + snow plow), part of the same \$198,737/yr water meter debt service total (not additional debt), split 50/50 Water/Sewer: \$6,750/yr each fund. Same start timing as the rest of the loan (FY29-30). ESTIMATE — confirm actual loan documents/amortization with the auditor once the loan closes.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                  |
|           | TOTAL DEBT SERVICE                                             | \$ -               | \$ -               | \$ -                              | \$ -                          | \$ 196,500                     | \$ 15,000              | \$ -                   | \$ 219,487             | \$ 219,487             |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                |
|           | RESERVES (Budget Allocations)                                  |                    |                    |                                   |                               |                                |                        |                        |                        |                        |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                |
| 70152     | Short-Lived Asset Reserve                                      |                    |                    |                                   | \$ 100,000                    | \$ 137,233                     | \$ 137,233             | \$ 137,233             | \$ 137,233             | \$ 137,233             | PACE Table 7 — \$137,233/yr flat. FY25-26 Adopted Budget was \$100,000; FY26-27 forward remains the PACE rate study target.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                    |
| 70162     | Emergency Reserves                                             |                    |                    |                                   | \$ 100,000                    | \$ 100,000                     | \$ 100,000             | \$ 100,000             | \$ 100,000             | \$ 100,000             | Flat — corresponds to PACE 25% Operating Reserve target                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        |

CHESTER PUBLIC UTILITY DISTRICT — WATER FUND — FY 2026-27 Budget & Five-Year Projections

| FY 2026-27 Proposed Budget & Five-Year Projections. Sources: MIP Fund Accounting (actuals), Adopted Budget (FY25-26 v2.1), PACE Engineering 2026 Utility Rate Study (Apr 20, 2026) Tables 5 & 7. Updated per the current Chart of Accounts. Prepared July 2026. |                |                    |                    |                                   |                               |                                |                        |                        |                        |                        |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                |
|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|----------------|--------------------|--------------------|-----------------------------------|-------------------------------|--------------------------------|------------------------|------------------------|------------------------|------------------------|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Acc. Code                                                                                                                                                                                                                                                       | Description    | FY 23-24<br>Actual | FY 24-25<br>Actual | FY 25-26<br>Actual<br>(Full Year) | FY 25-26<br>Adopted<br>Budget | FY 26-27<br>Proposed<br>Budget | FY 27-28<br>Projection | FY 28-29<br>Projection | FY 29-30<br>Projection | FY 30-31<br>Projection | Notes / Basis                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                  |
|                                                                                                                                                                                                                                                                 | TOTAL RESERVES | \$ -               | \$ -               | \$ -                              | \$ 200,000                    | \$ 237,233                     | \$ 237,233             | \$ 237,233             | \$ 237,233             | \$ 237,233             | FLAG: FY25-26 Adopted Budget (F) planned to transfer \$200,000 to reserves (\$100,000 Short-Lived Asset + \$100,000 Emergency) — but this was NOT executed. FY25-26 Actual (E) correctly shows \$0 in both reserve lines above, confirming no reserve transfer actually occurred. Do not read Water's FY25-26 actual results as 'beating budget' without netting this out — the favorable-looking actual bottom line is partly explained by a \$200,000 budgeted commitment that was never funded, not by stronger real performance. See Ending Net Position (After Reserves), row 104: for FY25-26 this row is identical to plain Ending Net Position (row 103) for column E, by design, since no reserves were actually set aside that year. |
| forward budget or Ending Net Position)                                                                                                                                                                                                                          |                |                    |                    |                                   |                               |                                |                        |                        |                        |                        |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                |

|  | NET POSITION                                                                        |           |              |            |              |              |            |            |            |            |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                    |
|--|-------------------------------------------------------------------------------------|-----------|--------------|------------|--------------|--------------|------------|------------|------------|------------|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
|  | Ending Net Position                                                                 | \$ 99,159 | \$ (313,015) | \$ 106,833 | \$ (24,014)  | \$ 92,235    | \$ 263,362 | \$ 402,096 | \$ 415,791 | \$ 399,138 |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                    |
|  | Ending Net Position (After Reserves) (to go towards Long-Term Capital Improvements) | \$ 99,159 | \$ (313,015) | \$ 106,833 | \$ (224,014) | \$ (144,998) | \$ 26,129  | \$ 164,863 | \$ 178,558 | \$ 161,905 | The Water Fund's Ending Net Position (After Reserves) is projected to be negative in FY 2026-27. This does not reflect an operating shortfall — before reserve funding, the fund generates a projected surplus of approximately \$88,700. The negative position results from fully funding the Short-Lived Asset and Emergency Reserves at their target levels in the first year of the rate study's multi-year rate adjustment plan, while rates are still ramping up toward full cost recovery over the study period. As approved rate increases take effect in subsequent years, the Fund's position is projected to return to a positive balance after reserves by FY 2027-28. |

**CHESTER PUBLIC UTILITY DISTRICT — WASTEWATER (SEWER) FUND — FY 2026-27 Budget & Five-Year Projections**

*FY 2026-27 Proposed Budget & Five-Year Projections. Sources: MIP Fund Accounting (actuals), Adopted Budget (FY25-26 v2.1), PACE Engineering 2026 Utility Rate Study (Apr 20, 2026) Tables 8 & 10. CWSRF D2501033 draw schedule estimated and capped per Exhibit B early-disbursement limit — confirm with the district's auditor. Prepared July 2026.*

| Acc. Code | Description                    | FY 23-24 Actual   | FY 24-25 Actual   | FY 25-26 Actual (Full Year) | FY 25-26 Adopted Budget | FY 26-27 Proposed Budget | FY 27-28 Projection | FY 28-29 Projection | FY 29-30 Projection | FY 30-31 Projection | Notes / Basis                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                            |
|-----------|--------------------------------|-------------------|-------------------|-----------------------------|-------------------------|--------------------------|---------------------|---------------------|---------------------|---------------------|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
|           | <b>OPERATING REVENUE</b>       |                   |                   |                             |                         |                          |                     |                     |                     |                     |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                          |
| 40100     | Service Charges                | \$ 547,344        | \$ 596,907        | \$ 562,413                  | \$ 614,814              | \$ 757,561               | \$ 848,779          | \$ 916,682          | \$ 990,016          | \$ 1,069,218        | PACE Rate Study Apr 2026 — Table 10, 5-yr rate schedule. Projection is sourced from PACE Rate Study, not grown off actuals.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                              |
| 40105     | Base Rate Revenue              |                   |                   |                             |                         | 0                        | 0                   | 0                   | 0                   | 0                   | Placeholder — will populate once Inhance can report Base Rate Revenue separately from Service Charges (40100).                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                           |
| 40110     | Usage Rate Revenue             |                   |                   |                             |                         | 0                        | 0                   | 0                   | 0                   | 0                   | Placeholder — will populate once Inhance can report Usage Rate Revenue separately from Service Charges (40100).                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                          |
| 40200     | Connections                    |                   |                   |                             | \$ -                    |                          |                     |                     |                     |                     | New Capacity Fees coming — unable to accurately budget yet                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                               |
| 40620     | Returned Check Fees            |                   | -499              |                             | 0                       |                          |                     |                     |                     |                     |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                          |
| 40630     | Call Out/Closing Fees          | 40                | 1549              | 0                           | 1595                    | \$ 1,549                 | \$ 1,595            | \$ 1,643            | \$ 1,693            | \$ 1,743            | Based on FY24-25 Actual (FY25-26 actual came in at \$0). FY26-27 = FY24-25 actual, then 3%/yr growth from FY27-28 onward.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                |
| 40600     | Annexation Fees                | 27761             |                   |                             | 0                       |                          |                     |                     |                     |                     |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                          |
| 40610     | Late Fees & Penalties          |                   |                   |                             | 0                       | \$ -                     | \$ -                | \$ -                | \$ -                | \$ -                | Account name updated.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                    |
| 40510     | Regulatory & Inspections Fees  |                   |                   |                             |                         | \$ -                     | \$ -                | \$ -                | \$ -                | \$ -                | Account name updated.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                    |
| 40150     | User Fees                      |                   |                   |                             | 0                       | \$ -                     | \$ -                | \$ -                | \$ -                | \$ -                | Will be inactive once the other fee accounts (Base Rate/Usage Rate Revenue) are consistently used.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                       |
| 40400     | Service Reconnect Fees         |                   |                   |                             | 0                       | \$ -                     | \$ -                | \$ -                | \$ -                | \$ -                | No budget data developed yet for this account.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                           |
| 40500     | Inspection Fees                |                   |                   |                             | 0                       | \$ -                     | \$ -                | \$ -                | \$ -                | \$ -                | No budget data developed yet for this account.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                           |
|           | <b>TOTAL OPERATING REVENUE</b> | <b>\$ 575,145</b> | <b>\$ 597,957</b> | <b>\$ 562,413</b>           | <b>\$ 616,409</b>       | <b>\$ 759,110</b>        | <b>\$ 850,374</b>   | <b>\$ 918,325</b>   | <b>\$ 991,709</b>   | <b>\$ 1,070,961</b> |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                          |
|           | <b>OPERATING EXPENSES</b>      |                   |                   |                             |                         |                          |                     |                     |                     |                     |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                          |
| 50400     | Supplies                       | \$ 33,439         | \$ 35,987         | \$ 36,819                   | \$ 33,976               | \$ 36,478                | \$ 37,572           | \$ 38,699           | \$ 39,860           | \$ 41,056           | 3-year historical average (FY23-24, FY24-25, FY25-26 actuals), then 3%/yr growth for projections. CORRECTED 7/25/26: FY25-26 Adopted Budget (col F) was \$37,066.00, which didn't match the source's own 25-26 budget column (\$33,976.18) for this account.                                                                                                                                                                                                                                                                                                                                                                                                                                                             |
| 50450     | Repairs                        | \$ 44,685         | \$ 98,215         | \$ 2,591                    | \$ 101,162              | \$ 49,952                | \$ 51,450           | \$ 52,994           | \$ 54,584           | \$ 56,221           | 3-year historical average (FY23-24, FY24-25, FY25-26 actuals), then 3%/yr growth for projections.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        |
| 50500     | Maintenance                    | \$ 1,369          | \$ 6,656          | \$ 1,904                    | \$ 6,856                | \$ 3,409                 | \$ 3,511            | \$ 3,617            | \$ 3,725            | \$ 3,837            | 3-year historical average (FY23-24, FY24-25, FY25-26 actuals), then 3%/yr growth for projections.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        |
| 50700     | Engineering                    | \$ 1,136          | \$ 66             | \$ -                        | \$ 68                   | \$ -                     | \$ -                | \$ -                | \$ -                | \$ -                | 3% growth from FY25-26 actuals. Engineering is generally grant reimbursable and allocated to Grant Expenses.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                             |
| 50750     | Regulatory Fines & Penalties   |                   |                   |                             | \$ 15,000               | \$ 15,000                | \$ 15,000           | \$ 15,000           | \$ 15,000           | \$ -                | Mandatory minimum penalties (MMPs) for discharge/testing failures could range \$0-\$60,000/yr depending on compliance outcomes; the District generally funds compliance work through Repairs, Supplies, and Maintenance to offset exposure. \$15,000/yr is a placeholder through FY29-30; set to \$0 in FY30-31 once the WWTP replacement (CWSRF D2501033) is expected complete and fines are not expected to recur.                                                                                                                                                                                                                                                                                                     |
| 50800     | Utilities All                  | \$ 76,390         | \$ 65,353         | \$ 56,266                   | \$ 67,313               | \$ 57,954                | \$ 59,693           | \$ 61,484           | \$ 63,328           | \$ 65,228           | Includes power, gas, telephone, and cell phone.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                          |
| 53100     | Street Light Expense           |                   | \$ 15,844         | \$ 14,374                   | \$ 15,844               | \$ 14,805                | \$ 15,249           | \$ 15,706           | \$ 16,178           | \$ 16,663           | 3%/yr, 50/50 split.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                      |
| 60700     | Insurance                      | \$ 27,518         | \$ 21,824         | \$ 31,696                   | \$ 25,341               | \$ 32,647                | \$ 33,627           | \$ 34,636           | \$ 35,675           | \$ 36,745           | 3% growth from FY25-26 actuals.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                          |
| 60800     | Office Expense                 |                   |                   | \$ 2,464                    | \$ 3,090                | \$ 2,537                 | \$ 2,614            | \$ 2,692            | \$ 2,773            | \$ 2,856            | 3% growth from FY25-26 actuals. FY24-25 Actual filled 7/25/26: the FY24-25 docx statement doesn't have a distinct 'Office Expense' line, but the amended 25-26 budget file's own 'Unaudited Financials' (24-25) column shows \$3,000 for this fund — used since no better source exists for this specific line. CORRECTED 7/25/26: FY24-25 Office Expense (\$3,000) removed — added last turn from a now-superseded source; the corrected MIP report has no Office Expense line at all for FY24-25. Sourced 7/25/26 from Bonnie's corrected MIP report (Statement of Activities - Wages And Rev Combined, run after she fixed a report calculation issue) — this is now the sole source for FY23-24/24-25/25-26 actuals. |
| 60900     | Postage                        | \$ 3,647          | \$ 3,795          | \$ 5,813                    | \$ 3,909                | \$ 5,987                 | \$ 6,167            | \$ 6,352            | \$ 6,542            | \$ 6,739            | 3% growth from FY25-26 actuals.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                          |
| 61100     | Auto Expense                   | \$ 13,834         | \$ 9,220          | \$ 10,348                   | \$ 9,497                | \$ 10,658                | \$ 10,978           | \$ 11,307           | \$ 11,646           | \$ 11,996           | 3% growth from FY25-26 actuals.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                          |
| 61200     | Equipment                      | \$ 22,851         | \$ 31,565         | \$ 7,782                    | \$ 32,512               | \$ 8,015                 | \$ 8,256            | \$ 8,504            | \$ 8,759            | \$ 9,021            | 3% growth from FY25-26 actuals.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                          |
| 61250     | Legal Expense                  | \$ 1,522          | \$ 7,273          | \$ 8,556                    | \$ 7,491                | \$ 8,813                 | \$ 9,078            | \$ 9,350            | \$ 9,630            | \$ 9,919            | 3% growth — reflects CalPERS audit, labor negotiations, and potential litigation costs.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                  |
| 61300     | Professional Services          | \$ 108,079        | \$ 155,890        | \$ 155,410                  | \$ 160,567              | \$ 31,316                | \$ 32,542           | \$ 34,023           | \$ 35,372           | \$ 24,508           | FY26-27 base = FY25-26 Actual total (\$153,101.79) minus the \$60,000/yr GM allocation (now its own line, 61305), reduced by \$32,210 reallocated to Treatment Chemicals (60815) and \$41,909 reallocated to Testing and Monitoring (60810), then 3%/yr growth. Plus the full Single Audit incremental cost (not split with Water), since the grant audit applies only to the Wastewater system: \$9,540 (FY26-27) / \$10,112 (FY27-28) / \$10,921 (FY28-29) / \$11,577 (FY29-30) / \$0 (FY30-31). Not yet confirmed whether this audit cost is grant-reimbursable — treat as a District cost until confirmed otherwise. Note: Bonnie will update what transactions are allocated to this account.                       |
| 61700     | Dues & Fees                    | \$ 30,466         | \$ 23,206         | \$ 26,802                   | \$ 23,902               | \$ 27,521                | \$ 28,346           | \$ 29,197           | \$ 30,073           | \$ 30,975           | 3% growth from FY25-26 actuals.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                          |
| 61750     | Training & Travel              | \$ 3,907          | \$ 4,082          | \$ 984                      | \$ 4,204                | \$ 4,204                 | \$ 4,331            | \$ 4,461            | \$ 4,594            | \$ 4,732            | 3%/yr growth starting FY26-27. Base remains FY24-25 Actual, since FY25-26 was an intentional cost-cutting year that understates a normal year.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                           |
| 61900     | Depreciation Expense           | \$ 150,752        | \$ 145,019        | \$ 180,030                  | \$ 155,645              | \$ 159,541               | \$ 164,327          | \$ 169,257          | \$ 174,335          | \$ 179,565          | FY26-27 = the recalculated fixed-asset schedule total for this fund, plus a full year of depreciation on the roof replacement (capitalized at \$12,857.53, 20-yr life), plus this fund's 50% share of the former Fire Fund's depreciation. FY27-28 onward continues at 3%/yr from that base. The FY25-26 Actual column reflects the GL-posted Statement of Activities figure, which runs higher than the recalculated schedule total for that year — an open item to reconcile with the auditor. Figures will be finalized once the WWTP replacement (CWSRF D2501033) is complete.                                                                                                                                       |
| 61800     | Other Expenses                 | \$ 13,896         | \$ (11,864)       | \$ -                        | \$ 650                  | \$ 85                    | \$ 88               | \$ 90               | \$ 93               | \$ 96               | Goal: trend to \$0 — see 61810 Prior Year Adjustments for PY entries. CORRECTED 7/25/26: FY25-26 Actual was \$82.50, but the FY25-26 Statement of Revenues and Expenditures has no 'Other Expenses' line at all for this fund — set to \$0 per the statement.                                                                                                                                                                                                                                                                                                                                                                                                                                                            |
| 60810     | Testing and Monitoring         |                   |                   |                             |                         | \$ 41,909                | \$ 43,166           | \$ 44,461           | \$ 45,795           | \$ 47,169           | Includes \$41,909 reallocated from Professional Services (61300); grown 3%/yr from the FY26-27 base.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                     |
| 60815     | Treatment Chemicals            |                   |                   |                             |                         | \$ 32,210                | \$ 33,176           | \$ 34,172           | \$ 35,197           | \$ 36,253           | Includes \$32,210 reallocated from Professional Services (61300); grown 3%/yr from the FY26-27 base.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                     |
| 61600     | Bad Debt                       |                   |                   |                             |                         | \$ -                     | \$ -                | \$ -                | \$ -                | \$ -                |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                          |
| 61810     | Prior Year Adjustments         |                   |                   |                             |                         | \$ -                     | \$ -                | \$ -                | \$ -                | \$ -                | Entries for financial statement preparation only; not for routine posting.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                               |

**CHESTER PUBLIC UTILITY DISTRICT — WASTEWATER (SEWER) FUND — FY 2026-27 Budget & Five-Year Projections**

*FY 2026-27 Proposed Budget & Five-Year Projections. Sources: MIP Fund Accounting (actuals), Adopted Budget (FY25-26 v2.1), PACE Engineering 2026 Utility Rate Study (Apr 20, 2026) Tables 8 & 10. CW5RF D2501033 draw schedule estimated and capped per Exhibit B early-disbursement limit — confirm with the district's auditor. Prepared July 2026.*

| Acc. Code | Description                                                    | FY 23-24 Actual   | FY 24-25 Actual   | FY 25-26 Actual (Full Year) | FY 25-26 Adopted Budget | FY 26-27 Proposed Budget | FY 27-28 Projection | FY 28-29 Projection | FY 29-30 Projection | FY 30-31 Projection | Notes / Basis                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                    |
|-----------|----------------------------------------------------------------|-------------------|-------------------|-----------------------------|-------------------------|--------------------------|---------------------|---------------------|---------------------|---------------------|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| 61305     | GM Contractor Services                                         | \$ 10,000         |                   |                             |                         | \$ 60,000                | \$ 60,000           | \$ 60,000           | \$ 60,000           | \$ 60,000           | \$120,000/yr total, \$60,000/fund — Board-approved independent contractor agreement for the General Manager. No PERS, payroll tax, or workers comp applies (IC, not an employee). FY23-24's \$10,000 reflects a small legacy GM-related cost historically posted to 61300 Professional Services; this account did not exist as its own line until FY26-27. NEW: 'Manager Salary' FY23-24 (\$10,000), from the corrected MIP report's Wages-All section — same \$10K gap identified on the Water tab, mirrored here. Sourced 7/25/26 from Bonnie's corrected MIP report (Statement of Activities- Wages And Rev Combined, run after she fixed a report calculation issue) — this is now the sole source for FY23-24/24-25/25-26 actuals. CORRECTED 7/25/26: the \$60,000 in col F was the FY25-26 forward policy estimate for this new account, mistakenly also sitting in the FY25-26 Adopted Budget column — this account wasn't part of the real FY25-26 adopted budget. Cleared per Bonnie's instruction.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                     |
|           | <b>TOTAL OPERATING EXPENSES</b>                                | <b>\$ 543,491</b> | <b>\$ 612,131</b> | <b>\$ 541,839</b>           | <b>\$ 667,027</b>       | <b>\$ 603,041</b>        | <b>\$ 619,171</b>   | <b>\$ 636,002</b>   | <b>\$ 653,159</b>   | <b>\$ 643,579</b>   |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                  |
|           | <b>WAGES, TAXES &amp; BENEFITS</b>                             |                   |                   |                             |                         |                          |                     |                     |                     |                     |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                  |
|           | <i>Wages, Taxes &amp; Benefits (Pre-existing budget com</i>    | <i>\$ 299,816</i> |                   |                             |                         | <i>\$ 337,956</i>        |                     |                     |                     |                     | <i>REFERENCE ONLY — excluded from TOTAL WAGES below to avoid double-counting. This is the true, single-line combined 'Wages, Taxes, Benefits' actual exactly as it appears in the source (Budget 2025-2026 v.2.1 Amended BM.xlsx), which is the only place FY23-24 wage costs exist at all for this fund — no per-account breakdown exists for FY23-24 in any document Bonnie provided. The itemized sub-account rows below (Wages-Overtime, Wages-Office, PERS, OPEB, etc.) are an estimated allocation of this total, not independently sourced figures — they sum to approximately but not exactly this number (see note on 60100/60350 for the ~\$10K unexplained gap). FY25-26 Adopted Budget shown for reference too, from the same source; FY24-25 and FY25-26 Actual are blank here because those years DO have real per-account detail (from the FY24-25 statement and FY25-26 statement), shown on the itemized rows below instead.</i>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                |
| 50195     | Wages-Overtime Pay                                             | \$ 1,792          | \$ 2,533          | \$ 4,522                    |                         | \$ 4,657                 | \$ 4,797            | \$ 4,941            | \$ 5,089            | \$ 5,242            | 3% growth from FY25-26 actuals [FY25-26 actual updated 7/11/26 from Statement of Revenues & Expenditures 7/1/25-6/30/26; projections recomputed off this full-year base.] CORRECTED 7/25/26: this FY25-26 Adopted Budget (col F) figure was an estimate (grown off a prior-year actual), not a real figure from the district's FY25-26 adopted budget — cleared to blank per Bonnie's instruction that column F must contain nothing beyond what's actually in that budget document. The real combined total is captured in the reference row above the wages section.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                           |
| 50200     | Wages - WS Operations (ESTIMATE -- pending labor negotiations) | \$ 99,779         | \$ 120,612        | \$ 102,908                  |                         | \$ 123,075               | \$ 116,356          | \$ 118,684          | \$ 121,057          | \$ 123,478          | Reflects the combined cost of the District's current field/operations staffing, including base pay and applicable pay differentials (certification/licensing pay, incentive pay, and longevity where they apply), plus a part-time position governed by Board Policy 2305. FY26-27 is the calculated base year; FY27-28 through FY30-31 grow at 2%/year. Labeled ESTIMATE because the wage schedule underlying this figure is part of an active, confidential labor negotiation not yet finalized. Includes a \$9,000 contingency for possible retroactive back pay to operations employees if FY26-27 SEIU Local 1021 negotiations conclude with a retroactive wage adjustment (Water/Sewer share, \$18,000 district-wide split 50/50). CORRECTED 7/25/26: this FY25-26 Adopted Budget (col F) figure was an estimate (grown off a prior-year actual), not a real figure from the district's FY25-26 adopted budget — cleared to blank per Bonnie's instruction that column F must contain nothing beyond what's actually in that budget document. The real combined total is captured in the reference row above the wages section.                                                                                                                                                                                                                                                                                                                                                                                            |
| 60100     | Wages-Office (ESTIMATE -- pending labor negotiat               | \$ 39,996         | \$ 83,769         | \$ 58,997                   |                         | \$ 47,196                | \$ 45,080           | \$ 45,982           | \$ 46,901           | \$ 47,839           | Reflects the combined cost of the District's current office/administrative staffing — including the part-time Administrative Assistant — plus applicable pay differentials where they apply. FY26-27 is the calculated base year; FY27-28 through FY30-31 grow at 2%/year. Labeled ESTIMATE because the wage schedule underlying this figure is part of an active, confidential labor negotiation not yet finalized. Δ FY23-24 Actual: the combined Wages/Taxes/Benefits actual per the district's FY25-26 budget file is \$299,816.22 for this fund, about \$10,000 more than this fund's wage-account lines (including this one) currently sum to. Likely a legacy GM wage-related cost from before the GM became an independent contractor, but the exact sub-account isn't identifiable from the documents on hand — confirm against MIP's detailed FY23-24 GL if the exact placement matters. Includes a \$3,000 contingency for possible retroactive back pay to office employees if FY26-27 SEIU Local 1021 negotiations conclude with a retroactive wage adjustment (Water/Sewer share, \$6,000 district-wide split 50/50). CORRECTED 7/25/26: this FY25-26 Adopted Budget (col F) figure was an estimate (grown off a prior-year actual), not a real figure from the district's FY25-26 adopted budget — cleared to blank per Bonnie's instruction that column F must contain nothing beyond what's actually in that budget document. The real combined total is captured in the reference row above the wages section. |
| 60300     | Payroll Taxes                                                  | \$ 12,314         | \$ 14,524         | \$ 13,031                   |                         | \$ 14,869                | \$ 14,130           | \$ 14,417           | \$ 14,709           | \$ 15,008           | Calculated as a percentage of Wages-Overtime + Wages-WS Operations + Wages-Office, using an effective rate (8.5%) derived from this fund's own FY23-24 through FY25-26 actuals (Payroll Taxes actual divided by actual wages for each of those 3 years, averaged). Will move automatically with any future change to the wage lines above. CORRECTED 7/25/26: this FY25-26 Adopted Budget (col F) figure was an estimate (grown off a prior-year actual), not a real figure from the district's FY25-26 adopted budget — cleared to blank per Bonnie's instruction that column F must contain nothing beyond what's actually in that budget document. The real combined total is captured in the reference row above the wages section.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                          |
| 60325     | PERS Employer Contribution                                     | \$ 66,930         | \$ 97,875         | \$ 58,200                   |                         | \$ 45,296                | \$ 47,000           | \$ 50,000           | \$ 50,500           | \$ 51,000           | Bonnie confirmed 7/25/26: 60325 = UAL Employer Contribution going forward; 60327 = PERS Normal Employer Contribution (new account). Historical actuals shown here (through FY25-26) are the true combined Normal Cost + UAL cash payment posted to this account before the split existed. Starting FY26-27, this line carries UAL only. CalPERS Actuarial Valuation as of 6/30/2024, published 10/27/2025 (CalPERS ID 6929609618), Misc Risk Pool: district-wide UAL Contribution Amount \$90,593 (FY26-27) / \$94,000 (27-28) / \$100,000 (28-29) / \$101,000 (29-30) / \$102,000 (30-31), split 50/50 Water/Sewer per district convention. CORRECTED 7/25/26: this FY25-26 Adopted Budget (col F) figure was an estimate (grown off a prior-year actual), not a real figure from the district's FY25-26 adopted budget — cleared to blank per Bonnie's instruction that column F must contain nothing beyond what's actually in that budget document. The real combined total is captured in the reference row above the wages section.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        |
| 60326     | PERS GASB 68 Exp Adj                                           |                   |                   |                             |                         | \$ -                     | \$ -                | \$ -                | \$ -                | \$ -                | Non-cash, auditor-only year-end entry; no budgeted dollar figure in the ordinary course.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                         |

**CHESTER PUBLIC UTILITY DISTRICT — WASTEWATER (SEWER) FUND — FY 2026-27 Budget & Five-Year Projections**

*FY 2026-27 Proposed Budget & Five-Year Projections. Sources: MIP Fund Accounting (actuals), Adopted Budget (FY25-26 v2.1), PACE Engineering 2026 Utility Rate Study (Apr 20, 2026) Tables 8 & 10. CW5RF D2501033 draw schedule estimated and capped per Exhibit B early-disbursement limit — confirm with the district's auditor. Prepared July 2026.*

| Acc. Code | Description                       | FY 23-24 Actual   | FY 24-25 Actual   | FY 25-26 Actual (Full Year) | FY 25-26 Adopted Budget | FY 26-27 Proposed Budget | FY 27-28 Projection | FY 28-29 Projection | FY 29-30 Projection | FY 30-31 Projection | Notes / Basis                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                           |
|-----------|-----------------------------------|-------------------|-------------------|-----------------------------|-------------------------|--------------------------|---------------------|---------------------|---------------------|---------------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| 60327     | PERS Normal Employer Contribution |                   |                   |                             |                         | \$ 16,086                | \$ 16,064           | \$ 16,064           | \$ 16,064           | \$ 16,064           | New account created by Bonnie in MIP 7/25/26 — no historical actuals (Normal Cost was combined with UAL in 60325 before this account existed; nothing to show in prior columns). CalPERS Actuarial Valuation as of 6/30/2024, published 10/27/2025, Misc Risk Pool: Employer Normal Cost rates — Classic Rate Plan 1643 14.16% (FY26-27) / 14.2% (FY27-28+) on \$83,402 payroll basis; PEPRA Rate Plan 26157 7.93% (FY26-27) / 7.9% (FY27-28+) on \$256,789 payroll basis. District-wide combined Normal Cost = \$32,173 (FY26-27) / = \$32,129/yr (FY27-28+), split 50/50 Water/Sewer.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                 |
| 60350     | OPEB Retiree Health Premiums      | \$ 26,301         | \$ 305,484        | \$ 17,101                   |                         | \$ 17,614                | \$ 18,143           | \$ 18,687           | \$ 19,248           | \$ 19,825           | Δ Verify with the district's auditor — GASB 75 actuarial; large FY24-25 figure may include an OPEB liability adjustment, not just premiums. CORRECTED 7/25/26: this FY25-26 Adopted Budget (col F) figure was an estimate (grown off a prior-year actual), not a real figure from the district's FY25-26 adopted budget — cleared to blank per Bonnie's instruction that column F must contain nothing beyond what's actually in that budget document. The real combined total is captured in the reference row above the wages section.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                |
| 60400     | Current Employee Health           | \$ 36,090         | \$ 46,132         | \$ 39,379                   |                         | \$ 31,200                | \$ 33,384           | \$ 35,721           | \$ 38,221           | \$ 40,897           | Calculated off the District's current benefits-eligible headcount, estimated based on confidential negotiation documents. FY27-28 through FY30-31 apply a 7%/yr healthcare cost trend, drawn from CalPERS's recent PEMHCA premium increases and outside benchmarks (Segal, Mercer), since no District document specifies a rate. CORRECTED 7/25/26: this FY25-26 Adopted Budget (col F) figure was an estimate (grown off a prior-year actual), not a real figure from the district's FY25-26 adopted budget — cleared to blank per Bonnie's instruction that column F must contain nothing beyond what's actually in that budget document. The real combined total is captured in the reference row above the wages section.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                           |
| 60500     | Unemployment Taxes                | \$ 922            | \$ 1,476          | \$ 1,187                    |                         | \$ 1,399                 | \$ 1,330            | \$ 1,357            | \$ 1,384            | \$ 1,412            | Calculated as a percentage of Wages-Overtime + Wages-WS Operations + Wages-Office, using an effective rate (0.8%) derived from this fund's own FY23-24 through FY25-26 actuals, averaged. Will move automatically with any future change to the wage lines above. CORRECTED 7/25/26: this FY25-26 Adopted Budget (col F) figure was an estimate (grown off a prior-year actual), not a real figure from the district's FY25-26 adopted budget — cleared to blank per Bonnie's instruction that column F must contain nothing beyond what's actually in that budget document. The real combined total is captured in the reference row above the wages section.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                          |
| 60600     | Compensation Insurance            | \$ 5,693          | \$ 6,223          | \$ 7,594                    |                         | \$ 6,822                 | \$ 6,483            | \$ 6,615            | \$ 6,749            | \$ 6,886            | Calculated as a percentage of Wages-Overtime + Wages-WS Operations + Wages-Office, using an effective rate (3.9%) derived from this fund's own FY23-24 through FY25-26 actuals, averaged. Will move automatically with any future change to the wage lines above. CORRECTED 7/25/26: this FY25-26 Adopted Budget (col F) figure was an estimate (grown off a prior-year actual), not a real figure from the district's FY25-26 adopted budget — cleared to blank per Bonnie's instruction that column F must contain nothing beyond what's actually in that budget document. The real combined total is captured in the reference row above the wages section.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                          |
| 60328     | 457 Employer Contribution Exp     |                   |                   |                             |                         | \$ 3,600                 | \$ 3,600            | \$ 3,600            | \$ 3,600            | \$ 3,600            | \$150/employee/month × 4 employees district-wide (\$7,200/yr), split 50/50 Water/Sewer = \$3,600/yr each fund. Flat, no growth.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                         |
| 60351     | OPEB GASB75 Exp Adj               |                   |                   |                             |                         | \$ -                     | \$ -                | \$ -                | \$ -                | \$ -                | Non-cash, auditor-only year-end entry; no budgeted dollar figure in the ordinary course.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                |
| 60650     | Employees on workers comp         |                   |                   |                             |                         | \$ -                     | \$ -                | \$ -                | \$ -                | \$ -                |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                         |
|           | <b>TOTAL WAGES</b>                | <b>\$ 289,817</b> | <b>\$ 678,628</b> | <b>\$ 302,919</b>           | <b>\$ 337,956</b>       | <b>\$ 311,814</b>        | <b>\$ 306,367</b>   | <b>\$ 316,068</b>   | <b>\$ 323,522</b>   | <b>\$ 331,251</b>   |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                         |
|           | <b>NON-OPERATING REVENUE</b>      |                   |                   |                             |                         |                          |                     |                     |                     |                     |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                         |
| 40700     | Property Taxes                    | \$ 119,876        | \$ 122,940        | \$ 122,580                  | \$ 126,258              | \$ 123,462               | \$ 127,166          | \$ 130,981          | \$ 134,910          | \$ 138,958          | FY25-26 actual includes an expected additional property tax 'clean-up' payment of \$7,501, due in September. Projections (FY26-27 onward) are 3%/yr growth from this base.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                              |
| 44230     | Home Owner's Exemption            | \$ 628            |                   |                             | 0                       |                          |                     |                     |                     |                     | Will be pulled out of/reconciled against Property Taxes (40700) with the FY26-27 audit adjusting journal entries.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                       |
| 40875     | Facilities Revenue                |                   | \$ 4,910          | \$ 7,485                    | \$ 5,057                | \$ 7,200                 | \$ 12,750           | \$ 18,411           | \$ 18,635           | \$ 18,864           | \$1,200/mo total facilities revenue, split 50/50 Water/Sewer = \$600/mo = \$7,200/yr each fund. Flat, no growth applied. Also includes the TowerCo VI, LLC cell tower ground lease revenue (Chester High site), split 50/50 Water/Sewer (the leased parcel is owned jointly). Ground Lease effective date (later of signature dates) = 12/10/2024; rent begins on the Commencement Date, defined as the first of the month after the earlier of (i) construction start or (ii) the 3rd anniversary of the Effective Date -- absent a known construction start, this budget assumes the 3-year date: Commencement Date = 1/1/2028 (FY27-28). Rent = \$1,850/mo, escalating 2%/yr on each Commencement Date anniversary. Sewer's 50% share: FY27-28 = \$5,550; FY28-29 = \$11,211; FY29-30 = \$11,435; FY30-31 = \$11,664. Executed party is TowerCo VI, LLC (a tower operator); Verizon or another carrier would sublease space on TowerCo's tower rather than being a party to this ground lease. A one-time \$2,500 signing bonus was also payable within 10 days of the Effective Date (Dec 2024, FY24-25) -- historical, not reflected in forward projections. Source: Ground Lease Agreement and Memorandum of Ground Lease (TowerCo Site CA0715), executed 11/21/24 (CPUD) and 12/10/24 (TowerCo). |
| 45100     | Solid Waste Franchise Fee         | \$ 5,000          | \$ 2,500          | \$ 2,500                    | \$ 5,000                | \$ 2,500                 | \$ 2,500            | \$ 2,500            | \$ 2,500            | \$ 2,500            | Flat \$2,500/yr for projections. In previous years, the full \$5,000 solid waste franchise fee revenue was allocated entirely to Wastewater — it should have been split 50/50 between Water and Sewer. This budget corrects that going forward.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                         |
| 40800     | Other Income                      | \$ 43             | \$ 6,043          | \$ 817                      | \$ 6,225                | \$ 842                   | \$ 867              | \$ 893              | \$ 920              | \$ 948              | 3% growth from FY25-26 actuals.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                         |
| 70100     | Interest Income                   | \$ 46,638         | \$ 38,735         | \$ 49,794                   | \$ 39,897               | \$ 27,217                | \$ 29,618           | \$ 32,018           | \$ 28,019           | \$ 28,019           | Pure general/bank interest income only — does NOT include interfund loan interest, which is now tracked separately in new account 70105 'Interest Income — Interfund Loan (Fire)' (added 7/25/26). FY25-26 Actual \$49,794 is the pure GL actual. For FY26-27 and forward, this line reflects the PACE Rate Study Table 10 general interest projection only — see Assumptions for full detail. (Earlier versions of this workbook had folded the loan interest into this same line; that has been unwound and moved to 70105 for clean separation between general investment interest and interfund loan interest, consistent with how 70150 Interest L.A.I.F. is already broken out as its own line.)                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                  |

[illegible]

**CHESTER PUBLIC UTILITY DISTRICT — WASTEWATER (SEWER) FUND — FY 2026-27 Budget & Five-Year Projections**

*FY 2026-27 Proposed Budget & Five-Year Projections. Sources: MIP Fund Accounting (actuals), Adopted Budget (FY25-26 v2.1), PACE Engineering 2026 Utility Rate Study (Apr 20, 2026) Tables 8 & 10. CWSRF D2501033 draw schedule estimated and capped per Exhibit B early-disbursement limit — confirm with the district's auditor. Prepared July 2026.*

| Acc. Code | Description                                                                | FY 23-24<br>Actual | FY 24-25<br>Actual | FY 25-26<br>Actual<br>(Full Year) | FY 25-26<br>Adopted<br>Budget | FY 26-27<br>Proposed<br>Budget | FY 27-28<br>Projection | FY 28-29<br>Projection | FY 29-30<br>Projection | FY 30-31<br>Projection | Notes / Basis                                                                                                                                                                                                                                                                                                                                                                                                                                                                                         |
|-----------|----------------------------------------------------------------------------|--------------------|--------------------|-----------------------------------|-------------------------------|--------------------------------|------------------------|------------------------|------------------------|------------------------|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
|           | SCADA (Sewer) — funded via CWSRF Grant, not this loan (see Grants section) |                    |                    |                                   |                               |                                |                        |                        |                        |                        | Sewer-side SCADA is capitalized under the CWSRF WWTP grant (12186 Construction in Progress), not this DWSRF loan. Kept at \$0 here to avoid double-counting; the real cost is already inside the Grants/CIP section above.                                                                                                                                                                                                                                                                            |
|           | Vehicles and Equipment — DWSRF Loan (State), Sewer Share (50%)             |                    |                    |                                   |                               | \$ -                           | \$ -                   | \$ -                   | \$ 6,750               | \$ 6,750               | \$270,000 for vehicles/equipment (2 trucks + snow plow), part of the same \$198,737/yr water meter debt service total (not additional debt), split 50/50 Water/Sewer: \$6,750/yr each fund, starting FY29-30. Total loan debt service across both funds stays \$226,237/yr, matching the rate study — this is Sewer's share of debt service already embedded in the water-side DWSRF loan, not new debt. ESTIMATE — confirm actual loan documents/amortization with the auditor once the loan closes. |
|           | <b>TOTAL DEBT SERVICE</b>                                                  | <b>\$ -</b>        | <b>\$ -</b>        | <b>\$ -</b>                       | <b>\$ -</b>                   | <b>\$ -</b>                    | <b>\$ -</b>            | <b>\$ -</b>            | <b>\$ 6,750</b>        | <b>\$ 6,750</b>        |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                       |
|           |                                                                            |                    |                    |                                   |                               |                                |                        |                        |                        |                        |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                       |
|           | <b>RESERVES (Budget Allocations)</b>                                       |                    |                    |                                   |                               |                                |                        |                        |                        |                        |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                       |
| 70152     | Short-Lived Asset Reserve                                                  |                    |                    |                                   | \$ 100,000                    | \$ 71,903                      | \$ 71,903              | \$ 71,903              | \$ 71,903              | \$ 71,903              | PACE Table 10 — \$71,903/yr flat. FY25-26 Adopted Budget was \$100,000; FY26-27 forward remains the PACE rate study target.                                                                                                                                                                                                                                                                                                                                                                           |
| 70162     | Emergency Reserves                                                         |                    |                    |                                   | \$ 100,000                    | \$ 100,000                     | \$ 100,000             | \$ 100,000             | \$ 100,000             | \$ 100,000             | Flat — corresponds to PACE 25% Operating Reserve target                                                                                                                                                                                                                                                                                                                                                                                                                                               |
|           | <b>TOTAL RESERVES</b>                                                      | <b>\$ -</b>        | <b>\$ -</b>        | <b>\$ -</b>                       | <b>\$ 200,000</b>             | <b>\$ 171,903</b>              | <b>\$ 171,903</b>      | <b>\$ 171,903</b>      | <b>\$ 171,903</b>      | <b>\$ 171,903</b>      | FLAG: FY25-26 Adopted Budget (F) planned to transfer \$200,000 to reserves (\$100,000 Short-Liv                                                                                                                                                                                                                                                                                                                                                                                                       |

forward budget or Ending Net Position)

|  | NET POSITION                                                                        |             |              |              |              |              |              |              |              |            |  |
|--|-------------------------------------------------------------------------------------|-------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|------------|--|
|  | Ending Net Position                                                                 | \$ 1,085    | \$ (245,101) | \$ (144,015) | \$ (208,067) | \$ 5,163,046 | \$ 5,321,144 | \$ 4,903,338 | \$ 4,160,030 | \$ 285,439 |  |
|  | Ending Net Position (After Reserves) (to go towards Long-Term Capital Improvements) | \$ 1,085    | \$ (245,101) | \$ (144,015) | \$ (408,067) | \$ 4,991,143 | \$ 5,149,241 | \$ 4,731,435 | \$ 3,988,127 | \$ 113,536 |  |
|  | Memo: Ending Net Position EXCLUDING one-time grant/CIP effect                       | \$ (87,299) | \$ (583,632) | \$ (295,102) | \$ (208,067) | \$ (271,403) | \$ 102,244   | \$ 152,338   | \$ 200,030   | \$ 285,439 |  |

**CHESTER PUBLIC UTILITY DISTRICT — FIRE FUND — Wind-Down (Service Transferred to Peninsula Fire)**

*FY 2026-27 Proposed Budget & Five-Year Projections. Sources: MIP Fund Accounting (actuals), Adopted Budget (FY25-26), Fire\_Budget\_Syr\_Projections v2.xlsx (General Manager Mullaney, June 2026), Wittman ambulance billing report (through Feb 2026). Prepared July 2026.*

| Acc. Code | Description                                                          | FY 23-24<br>Actual  | FY 24-25<br>Actual  | FY 25-26<br>Actual<br>(Full Year) | FY 25-26<br>Adopted<br>Budget | FY 26-27<br>Proposed<br>Budget | FY 27-28<br>Projection | FY 28-29<br>Projection | FY 29-30<br>Projection | FY 30-31<br>Projection | Notes / Basis                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                     |
|-----------|----------------------------------------------------------------------|---------------------|---------------------|-----------------------------------|-------------------------------|--------------------------------|------------------------|------------------------|------------------------|------------------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
|           | <b>OPERATING REVENUE (Historical)</b>                                |                     |                     |                                   |                               |                                |                        |                        |                        |                        |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                   |
| 46000     | Ambulance Revenue                                                    | \$ 159,389          | \$ (134,427)        | \$ (49,408)                       | 0                             | \$ (7,164)                     | \$ -                   | \$ -                   | \$ -                   | \$ -                   | Per the Wittman monthly ambulance billing report (March 2025-February 2026): \$27,830.38 in bad debt write-offs were already processed, and \$7,164.38 remained outstanding as of February 2026. That remaining balance is booked as a one-time write-off in FY26-27, then \$0 thereafter (no further billings post-surrender). Estimate based on the billing report; some portion could still be collected before formal write-off.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                              |
| 47000     | Lassen Fire Contract Revenue                                         | \$ 786,952          | \$ 2,549,888        | \$ 26                             | 0                             |                                |                        |                        |                        |                        |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                   |
| 40100     | Service Charges                                                      | \$ (151)            | \$ 165              |                                   | \$ -                          | \$ -                           | \$ -                   | \$ -                   | \$ -                   | \$ -                   |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                   |
| 47500     | Peninsula Fire Revenue                                               |                     | \$ 6,663            | \$ 36,829                         | \$ 41,848                     | \$ -                           | \$ -                   | \$ -                   | \$ -                   | \$ -                   |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                   |
|           | <b>TOTAL REVENUE</b>                                                 | <b>\$ 946,190</b>   | <b>\$ 2,422,289</b> | <b>\$ (12,553)</b>                | <b>\$ 41,848</b>              | <b>\$ (7,164)</b>              | <b>\$ -</b>            | <b>\$ -</b>            | <b>\$ -</b>            | <b>\$ -</b>            |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                   |
|           | <b>OPERATING EXPENSES</b>                                            |                     |                     |                                   |                               |                                |                        |                        |                        |                        |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                   |
| 50400     | Supplies                                                             | \$ 7,152            | \$ 4,271            | \$ 706                            | 0                             | \$ -                           | \$ -                   | \$ -                   | \$ -                   | \$ -                   |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                   |
| 50450     | Repairs                                                              | \$ 2,600            | \$ (99)             |                                   | 0                             | \$ -                           | \$ -                   | \$ -                   | \$ -                   | \$ -                   |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                   |
| 50500     | Maintenance                                                          | \$ 267              | \$ 807              |                                   | 0                             | \$ -                           | \$ -                   | \$ -                   | \$ -                   | \$ -                   |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                   |
| 50800     | Utilities All                                                        | \$ 20,585           | \$ 3,643            | \$ 5,135                          | 0                             | \$ 11,297                      | \$ 11,636              | \$ 11,985              | \$ 12,344              | \$ 12,715              | FY25-26 Actual reflects only about 6 months of billing, not a full year. FY26-27 onward is a full annualized figure (1/2 of the propane bill at 251 Chester Airport Road, plus 1/3 of the PG&E bill, with 3% CPI growth).                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                         |
| 60875     | Facilities Expense                                                   |                     |                     | 7200                              | 0                             | \$ 14,400                      | \$ 14,400              | \$ 14,400              | \$ 14,400              | \$ 14,400              | Per the lease agreement for 251 Chester Airport Road.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                             |
| 56000     | Ambulance Expense                                                    | \$ 26,636           | \$ 471              | \$ 3,473                          | 0                             | \$ -                           | \$ -                   | \$ -                   | \$ -                   | \$ -                   |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                   |
| 60700     | Insurance                                                            | \$ 54,548           | \$ 7,880            | \$ 8,631                          | \$ 23,832                     | \$ -                           | \$ -                   | \$ -                   | \$ -                   | \$ -                   |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                   |
| 60900     | Postage                                                              | \$ 826              | \$ 74               | \$ 20                             | 0                             | \$ -                           | \$ -                   | \$ -                   | \$ -                   | \$ -                   |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                   |
| 61100     | Auto Expense                                                         | \$ 41,434           | \$ 54,795           | \$ 491                            | 0                             | \$ -                           | \$ -                   | \$ -                   | \$ -                   | \$ -                   |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                   |
| 61200     | Equipment                                                            | \$ 14,421           | \$ 1,892            | \$ 51                             | 0                             | \$ -                           | \$ -                   | \$ -                   | \$ -                   | \$ -                   |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                   |
| 61250     | Legal Expense                                                        | \$ 27,261           | \$ 6,889            | \$ 22,432                         | \$ 45,380                     | \$ -                           | \$ -                   | \$ -                   | \$ -                   | \$ -                   |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                   |
| 61300     | Professional Services                                                | \$ 85,206           | \$ 26,205           | \$ 13,961                         | \$ 360                        | \$ -                           | \$ -                   | \$ -                   | \$ -                   | \$ -                   |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                   |
| 61700     | Dues & Fees                                                          | \$ 4,655            | \$ 4,010            | \$ 326                            | 0                             | \$ -                           | \$ -                   | \$ -                   | \$ -                   | \$ -                   |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                   |
| 61750     | Training & Travel                                                    | \$ 19,048           | \$ 62,578           | \$ 5,923                          | 0                             | \$ -                           | \$ -                   | \$ -                   | \$ -                   | \$ -                   |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                   |
| 61900     | Depreciation Expense                                                 | \$ 57,118           | \$ 59,660           |                                   | 0                             | \$ -                           | \$ -                   | \$ -                   | \$ -                   | \$ -                   |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                   |
| 61800     | Other Expenses                                                       | \$ (17,547)         | \$ 7,780            |                                   | 0                             | \$ -                           | \$ -                   | \$ -                   | \$ -                   | \$ -                   |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                   |
| 61600     | Bad Debt                                                             |                     |                     |                                   | 0                             | \$ -                           | \$ -                   | \$ -                   | \$ -                   | \$ -                   |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                   |
| 61810     | Prior Year Adjustments                                               |                     |                     |                                   | 0                             | \$ -                           | \$ -                   | \$ -                   | \$ -                   | \$ -                   | Entries for financial statement preparation only; not for routine posting.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        |
| 50600     | Services                                                             | \$ 2,235            |                     |                                   |                               |                                |                        |                        |                        |                        | NEW account, FY23-24 only (\$2,235.15), from the corrected MIP report. This account code doesn't appear on the current chart of accounts or in any later-year report, so it's likely been discontinued/folded into another account since — kept as a historical-only line to fully match the source. Sourced 7/25/26 from Bonnie's corrected MIP report (Statement of Activities- Wages And Rev Combined, run after she fixed a report calculation issue) — this is now the sole source for FY23-24/24-25/25-26 actuals.                                                                                                                                                                                                                                                                                                                                                                                                                          |
| 61305     | GM Contractor Services                                               | \$ (21,000)         |                     |                                   |                               |                                |                        |                        |                        |                        | NEW: 'Manager Salary' FY23-24 (-\$21,000, a credit), from the corrected MIP report's Wages-All section — mirrors the \$10,000 Manager Salary lines added to the Water and Wastewater tabs for the same year (net district-wide effect: -\$1,000). Fire didn't previously have this account on its tab at all. Sourced 7/25/26 from Bonnie's corrected MIP report (Statement of Activities- Wages And Rev Combined, run after she fixed a report calculation issue) — this is now the sole source for FY23-24/24-25/25-26 actuals.                                                                                                                                                                                                                                                                                                                                                                                                                 |
|           | <b>TOTAL OPERATING EXPENSES</b>                                      | <b>\$ 325,445</b>   | <b>\$ 240,856</b>   | <b>\$ 68,349</b>                  | <b>\$ 69,572</b>              | <b>\$ 25,697</b>               | <b>\$ 26,036</b>       | <b>\$ 26,385</b>       | <b>\$ 26,744</b>       | <b>\$ 27,115</b>       |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                   |
|           | <b>WAGES, TAXES &amp; BENEFITS</b>                                   |                     |                     |                                   |                               |                                |                        |                        |                        |                        |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                   |
|           | <i>Wages, Taxes &amp; Benefits (Pre-existing budget combination)</i> | <i>\$ 1,342,324</i> |                     |                                   |                               |                                |                        |                        |                        |                        | <i>REFERENCE ONLY — excluded from TOTAL WAGES below to avoid double-counting. This is the true, single-line combined 'Wages, Taxes, Benefits' actual exactly as it appears in the source (Budget 2025-2026 v.2.1 Amended BM.xlsx), which is the only place FY23-24 wage costs exist at all for this fund — no per-account breakdown exists for FY23-24 in any document Bonnie provided. The itemized sub-account rows below (Wages-Overtime, Wages-Office, PERS, OPEB, etc.) are an estimated allocation of this total, not independently sourced figures — they sum to approximately but not exactly this number (see note on 60100/60350 for the "\$10K unexplained gap). FY25-26 Adopted Budget shown for reference too, from the same source; FY24-25 and FY25-26 Actual are blank here because those years DO have real per-account detail (from the FY24-25 statement and FY25-26 statement), shown on the itemized rows below instead.</i> |
| 50195     | Wages-Overtime Pay                                                   | \$ 58,922           | \$ 41,754           | \$ 8                              | 0                             | \$ -                           | \$ -                   | \$ -                   | \$ -                   | \$ -                   | Fire wind-down — no current fire employees                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        |
| 50200     | Wages - WS Operations                                                | \$ 545,730          | \$ 87,046           | \$ 19                             | 0                             | \$ -                           | \$ -                   | \$ -                   | \$ -                   | \$ -                   |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                   |
| 50275     | Wages OOC Differential                                               |                     | \$ 80,222           |                                   | 0                             | \$ -                           | \$ -                   | \$ -                   | \$ -                   | \$ -                   |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                   |
| 56575     | Non-Perm/Per Diem                                                    | \$ 3,164            | \$ 814              |                                   | 0                             | \$ -                           | \$ -                   | \$ -                   | \$ -                   | \$ -                   |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                   |
| 57000     | Wages-Lassen Contract                                                | \$ 516,115          | \$ 1,154,145        | \$ 71,761                         | 0                             | \$ -                           | \$ -                   | \$ -                   | \$ -                   | \$ -                   |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                   |
| 60100     | Wages-Office                                                         | \$ 53,599           | \$ 16,996           | \$ 22,285                         | \$ 28,752                     | \$ -                           | \$ -                   | \$ -                   | \$ -                   | \$ -                   |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                   |
| 60300     | Payroll Taxes                                                        | \$ 73,262           | \$ 117,242          | \$ 11,039                         | \$ 11,098                     | \$ -                           | \$ -                   | \$ -                   | \$ -                   | \$ -                   |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                   |
| 60325     | PERS Employer Contribution                                           | \$ 335,644          | \$ 349,422          | \$ 163,733                        | \$ 163,897                    | \$ 172,388                     | \$ 178,000             | \$ 156,000             | \$ 158,000             | \$ 120,000             | Bonnie confirmed 7/25/26: 60325 = UAL Employer Contribution going forward; 60327 = PERS Normal Employer Contribution (new account, added to Fire Fund now that Bonnie has created it in MIP). Historical actuals shown here (through FY25-26) are the true combined Normal Cost + UAL cash payment posted to this account before the split existed and before 60327 was created. Starting FY26-27, this line carries UAL only. CalPERS Actuarial Valuation as of 6/30/2024, published 10/27/2025 (CalPERS ID 6929609618), Safety Risk Pool: UAL Contribution Amount \$172,388 (FY26-27) / \$178,000 (27-28) / \$156,000 (28-29) / \$158,000 (29-30) / \$120,000 (30-31).                                                                                                                                                                                                                                                                          |

| Acc. Code | Description                                                     | FY 23-24<br>Actual | FY 24-25<br>Actual | FY 25-26<br>Actual<br>(Full Year) | FY 25-26<br>Adopted<br>Budget | FY 26-27<br>Proposed<br>Budget | FY 27-28<br>Projection | FY 28-29<br>Projection | FY 29-30<br>Projection | FY 30-31<br>Projection | Notes / Basis                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                   |
|-----------|-----------------------------------------------------------------|--------------------|--------------------|-----------------------------------|-------------------------------|--------------------------------|------------------------|------------------------|------------------------|------------------------|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| 60327     | PERS Normal Employer Contribution                               |                    |                    |                                   |                               | \$ -                           | \$ -                   | \$ -                   | \$ -                   | \$ -                   | CORRECTED 7/25/26 — set to \$0. The CalPERS Safety valuation (6/30/2024) shows 1 active PEPRa member with \$63,512 covered payroll, but that's a snapshot as of the valuation date, which is BEFORE Fire's fire protection service transferred out (Sept/Dec 2024). CalPERS applies the Normal Cost rate to actual reported payroll each pay period, not the valuation's fixed payroll figure — with zero active Fire employees today, actual Normal Cost billed is \$0, regardless of what the report's stale payroll basis shows. This is exactly why the report has a built-in 2-year lag (valuation date to contribution fiscal year) — membership data can go stale for a district winding down as fast as Fire did. Note: this does NOT apply to UAL (60325) — UAL is a fixed-dollar obligation from legacy liability, unaffected by current headcount, which is why Fire still owes \$172,388+ in UAL despite having zero employees.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                     |
| 60350     | OPEB Retiree Health Premiums                                    | \$ 73,442          | \$ (526,267)       | \$ 48,448                         | \$ 44,871                     | \$ 48,448                      | \$ 50,871              | \$ 53,414              | \$ 56,085              | \$ 58,889              | 5% CalPERS PEMHCA long-term medical trend rate (recent actuals 5.2%-7.3%/yr).                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                   |
| 60400     | Current Employee Health                                         | \$ 114,268         | \$ 15,557          | \$ 7,272                          | \$ 7,224                      | \$ -                           | \$ -                   | \$ -                   | \$ -                   | \$ -                   |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                 |
| 60500     | Unemployment Taxes                                              | \$ 10,038          | \$ 13,054          | \$ 608                            | \$ 607                        | \$ -                           | \$ -                   | \$ -                   | \$ -                   | \$ -                   |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                 |
| 60600     | Compensation Insurance                                          | \$ 95,256          | \$ 263,296         | \$ 18,445                         | \$ 249                        | \$ -                           | \$ -                   | \$ -                   | \$ -                   | \$ -                   |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                 |
| 60326     | PERS GASB 68 Exp Adj                                            |                    |                    |                                   |                               | \$ -                           | \$ -                   | \$ -                   | \$ -                   | \$ -                   | Non-cash, auditor-only year-end entry; no budgeted dollar figure in the ordinary course.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        |
| 60351     | OPEB GASB75 Exp Adj                                             |                    |                    |                                   |                               | \$ -                           | \$ -                   | \$ -                   | \$ -                   | \$ -                   | Non-cash, auditor-only year-end entry; no budgeted dollar figure in the ordinary course.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        |
|           | TOTAL WAGES                                                     | \$ 1,879,440       | \$ 1,613,281       | \$ 343,618                        | \$ 256,698                    | \$ 220,836                     | \$ 228,871             | \$ 209,414             | \$ 214,085             | \$ 178,889             |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                 |
|           | NON-OPERATING REVENUE                                           |                    |                    |                                   |                               |                                |                        |                        |                        |                        |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                 |
| 40700     | Property Taxes                                                  | \$ 103,996         | \$ 194,985         | \$ 196,241                        | \$ 202,129                    | \$ 233,841                     | \$ 238,518             | \$ 243,289             | \$ 248,154             | \$ 253,117             | Calculated the same way as Water and Sewer's property tax: FY25-26 total plus the last expected clean-up payment (due September 2026), grown forward 2%/yr, consistent with the Prop 13 cap on assessed value growth.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                           |
| 40710     | Special Assessments                                             | \$ 129,643         | \$ 145,308         | \$ 145,308                        | \$ 149,667                    | \$ 133,401                     | \$ 137,403             | \$ 141,525             | \$ 145,771             | \$ 150,144             | Grows 3%/yr from the FY26-27 base (\$133,401.14), reflecting expected ongoing community growth.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                 |
| 40800     | Other Income                                                    | 34633              | 47501              | 503                               | 0                             |                                |                        |                        |                        |                        |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                 |
| 70100     | Interest Income                                                 |                    |                    | 1952                              | 0                             | 2922                           | 1112                   | 1363                   | 1659                   | 1955                   | CLASS Prime interest calculation (30-day yield 3.70% as of 6/22/26; rate fluctuates).                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                           |
|           | TOTAL NON-OP REVENUE                                            | \$ 268,272         | \$ 387,794         | \$ 344,004                        | \$ 351,796                    | \$ 370,164                     | \$ 377,033             | \$ 386,177             | \$ 395,584             | \$ 405,216             |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                 |
|           | NON-OPERATING EXPENSES                                          |                    |                    |                                   |                               |                                |                        |                        |                        |                        |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                 |
| 61855     | Interest Expense — Interfund Loan (Sewer)                       |                    |                    | \$ 3,238                          | \$ 3,239                      | \$ 6,454                       | \$ 4,490               | \$ 1,263               | \$ -                   | \$ -                   | NEW ACCOUNT NUMBER as of 7/25/26 (was 61850) — Bonnie created a dedicated account so interfund loan interest is never blended with a general 'Interest Expense' line, matching new account 70105 on the Wastewater side. Interest portion only, matching what Sewer recognizes as revenue (70105). This is the amount Bonnie is booking via correcting journal entry: Dr 61855 Interest Expense — Interfund Loan / Cr 21199 Due to Other Funds, reclassifying the interest portion out of the due-to/due-from principal accounts where the cash payment was originally recorded. Sourced from the actual loan documents (Amortization Schedule.pdf, Fire Loan Summary.xlsx, Resolution No. 440): \$215,869 loan, Sanitation Fund to Fire Fund, interest-only at 3% from 1/1/2026 through 4/30/2027 (\$539.67/mo flat), then principal & interest from 5/1/2027 through 4/30/2029 (\$9,278.31/mo). Fiscal-year splits computed from the monthly schedule and verified against the stated totals (loan amount \$215,869; total interest over the life of the loan \$15,445.19) — both tie exactly. CORRECTED 7/25/26: FY25-26 Adopted Budget (col F) was missing \$3,239 — the adopted budget's own Fire tab carries this as account 79100 Loan to Wastewater (Total Expenses row), not as Interest Expense, since the real amortization schedule hadn't been sourced yet when that budget was adopted. Same conceptual line item (an anticipated Fire-to-Sewer loan payment), just filed under the new dedicated 61855 for consistency with how this workbook now presents it. This closes a \$3,239 gap between this column's Ending Net Position (\$67,374 before the fix) and the adopted budget's own stated Ending Net Position (\$64,135). |
|           | Additional PERS UAL Payment (voluntary — accelerate paydown)    |                    |                    |                                   | \$ -                          | \$ 100,791                     | \$ 109,371             | \$ 140,863             | \$ 146,755             | \$ 191,212             | If there is a surplus above an \$8,000 minimum fund equity floor in a given year, it is swept to accelerate CalPERS Safety UAL payday, in all five projection years. Recomputed using the interest-only interfund loan treatment (principal shown separately as a memo, not reducing Ending Net Position — see 61850 and the Interfund Loan Principal memo section) and the FY26-27 one-time ambulance write-off (\$7,164). Sweep amount (Ending Fund Equity before this line minus \$8,000): \$100,791 / \$109,371 / \$140,863 / \$146,755 / \$191,212 for FY26-27 through FY30-31.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                            |
|           | TOTAL NON-OP EXPENSES                                           | \$ -               | \$ -               | \$ 3,238                          | \$ 3,239                      | \$ 107,245                     | \$ 113,861             | \$ 142,126             | \$ 146,755             | \$ 191,212             |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                 |
|           | INTERFUND LOAN — PRINCIPAL (Memo Only, Not in Net Position)     |                    |                    |                                   |                               |                                |                        |                        |                        |                        |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                 |
|           | Interfund Loan Principal Repaid to Sewer                        |                    |                    |                                   |                               | \$ -                           | \$ 17,499              | \$ 106,850             | \$ 91,520              | \$ -                   | Memo only — not in Net Position (principal repayment is a balance-sheet reduction of the interfund payable, never an expense). Sourced 7/25/26 from the actual loan documents (Amortization Schedule.pdf, Fire Loan Summary.xlsx, Resolution No. 440): \$215,869 loan, Sanitation Fund to Fire Fund, interest-only at 3% from 1/1/2026 through 4/30/2027 (\$539.67/mo flat), then principal & interest from 5/1/2027 through 4/30/2029 (\$9,278.31/mo). Fiscal-year splits computed from the monthly schedule and verified against the stated totals (loan amount \$215,869; total interest over the life of the loan \$15,445.19) — both tie exactly.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                          |
|           | TOTAL INTERFUND LOAN PRINCIPAL (memo only, not in Net Position) | \$ -               | \$ -               | \$ -                              | \$ -                          | \$ -                           | \$ 17,499              | \$ 106,850             | \$ 91,520              | \$ -                   |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                 |
|           | GRANT REVENUE                                                   |                    |                    |                                   |                               |                                |                        |                        |                        |                        |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                 |
| 40350     | Grant Revenue                                                   |                    | \$ 290,000         |                                   | 0                             |                                |                        |                        |                        |                        |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                 |
|           | TOTAL GRANT REVENUE                                             | \$ -               | \$ 290,000         | \$ -                              | \$ -                          | \$ -                           | \$ -                   | \$ -                   | \$ -                   | \$ -                   |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                 |
|           | GRANT EXPENSES                                                  |                    |                    |                                   |                               |                                |                        |                        |                        |                        |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                 |
| 60825     | Grant Expenses                                                  |                    | \$ 289,911         |                                   | 0                             |                                |                        |                        |                        |                        |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                 |
|           | TOTAL GRANT EXPENSES                                            | \$ -               | \$ 289,911         | \$ -                              | \$ -                          | \$ -                           | \$ -                   | \$ -                   |                        |                        |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                 |

CHESTER PUBLIC UTILITY DISTRICT — FIRE FUND — Wind-Down (Service Transferred to Peninsula Fire)

FY 2026-27 Proposed Budget & Five-Year Projections. Sources: MIP Fund Accounting (actuals), Adopted Budget (FY25-26), Fire\_Budget\_5yr\_Projections v2.xlsx (General Manager Mullaney, June 2026), Wittman ambulance billing report (through Feb 2026). Prepared July 2026.

| Acc. Code | Description         | FY 23-24<br>Actual | FY 24-25<br>Actual | FY 25-26<br>Actual<br>(Full Year) | FY 25-26<br>Adopted<br>Budget | FY 26-27<br>Proposed<br>Budget | FY 27-28<br>Projection | FY 28-29<br>Projection | FY 29-30<br>Projection | FY 30-31<br>Projection | Notes / Basis |
|-----------|---------------------|--------------------|--------------------|-----------------------------------|-------------------------------|--------------------------------|------------------------|------------------------|------------------------|------------------------|---------------|
| 70300     | Gain/Loss on Assets |                    | \$ 251,301         |                                   | \$ -                          |                                |                        |                        |                        |                        |               |
|           | NET POSITION        |                    |                    |                                   |                               |                                |                        |                        |                        |                        |               |
|           | Ending Net Position | \$ (990,423)       | \$ 956,035         | \$ (83,754)                       | \$ 64,135                     | \$ 9,222                       | \$ 8,265               | \$ 8,252               | \$ 8,000               | \$ 8,000               |               |

# CPUD FY 2026-27 Budget & Five-Year Projection — Assumptions & Methodology

Reflects the current draft of the budget workbook. Prepared July 2026.

## SECTION 1: GENERAL

|                   |                                |                                             |
|-------------------|--------------------------------|---------------------------------------------|
| Fiscal Year       | July 1 - June 30               | California Public Utility District standard |
| Prepared By       | General Manager                |                                             |
| Accounting System | MIP Fund Accounting (Momentum) | Source of all actuals                       |

## SECTION 2: HISTORICAL DATA SOURCES

|                                              |                                                                      |                                     |
|----------------------------------------------|----------------------------------------------------------------------|-------------------------------------|
| FY 23-24 / FY 24-25 Actual                   | MIP Statement of Activities                                          | Full-year — Water, Wastewater, Fire |
| FY 25-26 Actual (Full Year) / Adopted Budget | MIP Statement of Activities / Adopted Budget v2.1 (Amended Feb 2026) |                                     |

## SECTION 3: PROJECTION METHODOLOGY — GENERAL

|                                                    |                                                                                                                              |                                                              |
|----------------------------------------------------|------------------------------------------------------------------------------------------------------------------------------|--------------------------------------------------------------|
| Default Growth Rate                                | 3.0%/yr                                                                                                                      | Consistent with PACE Rate Study, Apr 2026                    |
| Service Charges — Water & Wastewater               | Rate Study absolute figures                                                                                                  | PACE Tables 7/13 (Water), 10/14 (Wastewater)                 |
| Supplies, Repairs, Maintenance (50400/50450/50500) | 3-year historical average (FY23-24, FY24-25, FY25-26 actuals), then 3%/yr growth for projections.                            | Single-year bases swing too much year to year to be reliable |
| Reserves                                           | Water: Short-Lived Asset \$137,233/yr, Emergency \$100,000/yr. Sewer: Short-Lived Asset \$71,903/yr, Emergency \$100,000/yr. | PACE Tables 7 & 10 — flat                                    |

## SECTION 4: WAGES, PAYROLL TAXES & BENEFITS METHODOLOGY

|                                                           |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                             |                                                                                                                                                                                                                      |
|-----------------------------------------------------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Wages-Office & Wages-WS Operations                        | Calculated from the District's current staffing — base pay by position plus applicable pay differentials (certification/licensing, incentive pay, longevity where they apply). No separate GL account exists for differentials, so they're folded into the same Wages-WSF or Wages-Office total as base pay. Wages-Office includes the part-time Administrative Assistant. FY26-27 is the calculated base year; FY27-28 through FY30-31 grow at 2%/yr.                                                                                                                                                                                      | Labeled ESTIMATE on both fund tabs — wage schedule is part of an active, confidential labor negotiation not yet finalized                                                                                            |
| Payroll Taxes, Unemployment Taxes, Compensation Insurance | Formulas calculated as a percentage of Wages-Overtime + Wages-WS Operations + Wages-Office, using effective rates derived from each fund's own FY23-24 through FY25-26 actuals: Payroll Taxes 8.5%, Unemployment 0.8%, Compensation Insurance 3.9%. These move automatically with any future change to the wage lines.                                                                                                                                                                                                                                                                                                                      |                                                                                                                                                                                                                      |
| Current Employee Health (60400)                           | Calculated off the District's current benefits-eligible headcount, estimated based on confidential negotiation documents. FY27-28 through FY30-31 apply a 7%/yr healthcare cost trend.                                                                                                                                                                                                                                                                                                                                                                                                                                                      | No District document specifies a benefits trend rate; 7% is drawn from CalPERS's recent PEMHCA premium increases (10.79% for 2025, 8.21% for 2026, 4.97% for 2027) and outside benchmarks (Sequal ~9%, Mercer ~6.5%) |
| 457 Employer Contribution Exp (60328)                     | \$150/employee/month × 4 employees district-wide (\$7,200/yr), split 50/50 Water/Sewer = \$3,600/yr each fund. Flat, no growth.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                             | District's employer 457 match                                                                                                                                                                                        |
| PERS UAL Employer Contribution (60325, all funds)         | RESOLVED 7/25/26 — Bonnie confirmed the account structure directly: 60325 = UAL, 60327 = Normal Cost. Historical actuals in 60325 (through FY25-26) are the true combined Normal Cost + UAL cash payment, since 60327 didn't exist before now. Starting FY26-27, 60325 carries UAL only. CalPERS Actuarial Valuation as of 6/30/2024, published 10/27/2025 (CalPERS ID 6929609618): Misc Risk Pool (Water/Sewer) district-wide UAL \$90,593/\$94,000/\$100,000/\$101,000/\$102,000 (FY26-27 through FY30-31), split 50/50; Safety Risk Pool (Fire) UAL \$172,388/\$178,000/\$156,000/\$158,000/\$120,000, no split needed (Fire-only plan). |                                                                                                                                                                                                                      |

## CPUD FY 2026-27 Budget & Five-Year Projection — Assumptions & Methodology

### PERS Normal Employer Contribution (60327, all funds)

New account, created by Bonnie in MIP 7/25/26 for all three funds (Water, Sewer, and now Fire). No historical actuals — Normal Cost was combined with UAL in 60325 before this account existed. Water/Sewer: Misc Risk Pool Employer Normal Cost — Classic Rate Plan 1643 14.16%/14.2% on \$83,402 payroll; PEPR Rate Plan 26157 7.93%/7.9% on \$256,789 payroll; combined ≈\$32,173 (FY26-27) / ≈\$32,129/yr (FY27-28+), split 50/50 Water/Sewer. Fire: \$0, all years. CORRECTED 7/25/26 — the 6/30/2024 valuation snapshot shows 1 active PEPR member under Rate Plan 25204 (\$63,512 payroll), but that predates Fire's actual annexation (Sept/Dec 2024); Fire has zero active employees today, and CalPERS bills Normal Cost against actual current payroll, not the valuation's fixed snapshot. See Section 9, 'Fire — no active Safety member,' which states the same \$0 conclusion — this row previously contradicted that and has been corrected to match.

60327 now exists in MIP for all funds — this is a real, trackable line, not a budget-only estimate.

### OPEB Retiree Health Premiums (60350, Water/Sewer)

⚠ Verify with the district's auditor — GASB 75 actuarial; large FY24-25 figure may include an OPEB liability adjustment, not just premiums.

## SECTION 5: CWSRF WWTP CONSTRUCTION GRANT — D2501033

### Agreement / Project Number

D2501033 / C-06-8587-210

Executed — General Manager signed 6/10/26, State Water Board countersigned 6/25/26

### 90-Day Reimbursement Deadline

September 23, 2026

90 days from 6/25/26 countersignature, for pre-execution costs

### Total Funding / Principal Forgiveness

\$19,081,000 (100% forgiven — \$0 repayment obligation)

Cover page

### Budget Breakdown (Exhibit B)

Construction \$12,976,000 | Change Order Contingency \$2,862,000 | Allowances (soft costs) \$3,243,000

Preliminary — Final Budget Approval Package due 11/30/27 will supersede

### Milestone Dates (Exhibit A)

Construction Start 3/13/26 | Final Budget Approval 11/30/27 | Fiscal Sustainability Plan 6/30/29 | Completion of Construction 6/30/30 | Final Reimbursement Request 12/30/30

The Agreement gives milestone dates only, not a year-by-year dollar disbursement schedule

### Estimated Draw Schedule (CPUD estimate, capped)

FY26-27 \$5,151,100 (\$3,243,000 soft costs, retroactive to 8/1/2023, + \$1,908,100 early-construction cap) | FY27-28 \$5,218,900 | FY28-29 \$4,751,000 | FY29-30 \$3,960,000 | FY30-31 \$0 | Total \$19,081,000

Capped per Exhibit B §B.6: before Final Budget Approval, only up to 10% of the Project Funding Amount may be disbursed for construction/pre-purchased materials. No source document gives an actual \$ construction schedule — this is CPUD's own estimate  
⚠ Verify GL/CIP posting mechanics with the district's auditor

### GASB / Net Position Treatment

Grant revenue (40831) is recognized in Total Grant Revenue; construction cost is capitalized to 12186 Construction in Progress rather than expensed. This causes Ending Net Position to show a large increase in grant years — correct GASB treatment for a grant-funded capital asset, but not spendable fund balance. A 'Memo: Ending Net Position EXCLUDING one-time grant/CIP effect' row is included on the Wastewater tab for the operating picture.

## SECTION 6: SINGLE AUDIT — INCREMENTAL COST (Wastewater Fund only)

### Why Wastewater only, inside Professional Services

Triggered by the CWSRF WWTP grant, 100% Wastewater, so booked entirely to Wastewater's Professional Services (61300), not split with Water. Kept inside Professional Services because the Single Audit covers the entity's full financial statements, not just this grant. Not yet known whether reimbursable by the grant — treat as a District cost until confirmed.

Source: District auditor engagement proposal

### Threshold

\$1,000,000 in federal expenditures/year

2 CFR 200.501

### Quoted cost

\$9,540 (FY26-27) / \$10,112 (FY27-28) / \$10,921 (FY28-29) / \$11,577 (FY29-30) / \$0 (FY30-31, not yet quoted)

Per one major federal program; each additional major program would add ~\$7,000/yr

## SECTION 7: FIRE FUND — OPEN ITEMS

### ⚠ OPEN — Legal Expense

Fire Fund's source projection file shows \$0 for Legal Expense in every year; this budget instead carries a non-zero 3%-growth estimate, since Fire still carries CalPERS-audit and wind-down legal exposure.

Please confirm which is right

### RESOLVED — Peninsula Fire Revenue (47500) / Lassen Contract Revenue (47000)

Matched to the district's FY25-26 statement: 47000 (historically 'Lassen Contract Revenue') now reads 'Contract Revenue: Peninsula Fire' in MIP's own reporting, FY25-26 actual \$25.96. 47500 (historically 'Peninsula Fire Revenue') now reads 'Peninsula Fire Waiver,' FY25-26 actual \$36,828.57. Neither is a live Chart of Accounts code (both inactive) — no official renamed account exists, so the budget's account labels reflect the statement's own wording.

Resolved 7/25/26

### ⚠ OPEN — Property Taxes base

Fire's FY26-27 base uses 2% Prop 13-capped growth from the FY25-26 actual (consistent with Water/Sewer's property tax treatment).

Needs auditor confirmation before adoption

CPUD FY 2026-27 Budget & Five-Year Projection — Assumptions & Methodology

SECTION 8: KEY FLAGS FOR BOARD PRESENTATION

|                                                   |                                                                                                                                                                                                                                                                                                                                                                        |                                                                                                        |
|---------------------------------------------------|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--------------------------------------------------------------------------------------------------------|
| NPDES Permit CA0077747                            | ⚠ EXPIRED May 30, 2026                                                                                                                                                                                                                                                                                                                                                 | Contact RWQCB Redding immediately: (530) 224-4845                                                      |
| Grant/CIP posting mechanics (12186)               | ⚠ Still being confirmed in writing with the district's auditor — treat Section 5 as a planning estimate                                                                                                                                                                                                                                                                | Get in writing before FY26-27 WWTP draws start posting                                                 |
| PERS UAL vs. Normal Cost split (Water/Sewer/Fire) | RESOLVED — 60325 (UAL) and 60327 (Normal Cost) are both real MIP accounts as of 7/25/26, for all three funds. 60326 (PERS GASB 68 Exp Adj) is unrelated — a separate, non-cash, auditor-only entry. See Section 4.                                                                                                                                                     |                                                                                                        |
| Interfund Loan (Resolution 440, Fire→Sewer)       | RESOLVED — Resolution 440 formalized this loan at \$215,869 (NOT \$1.3M — an earlier circulating figure was confirmed incorrect by Bonnie and superseded 7/13/26). Outstanding balance was \$212,630.98 as of 6/30/26 per the Statement of Net Position; reconcile the ~\$3,238 difference from the original principal with whoever prepares the financial statements. | Interest now tracked in dedicated accounts 61855 (Fire) / 70105 (Sewer) as of 7/25/26 — see Section 10 |
| Prop 218 Hearing                                  | June 25, 2026 — rates effective July 1, 2026                                                                                                                                                                                                                                                                                                                           | Budget is dependent on adopted rates                                                                   |

SECTION 9: PERS ACTUARIAL RECONCILIATION

Source documents

Misc. PERS Actuarial and Safety PERS Actuarial — CalPERS Actuarial Valuations as of June 30, 2024, published October 27, 2025, CalPERS ID 6929609618. Required contributions for FY 2026-27, projected through FY 2031-32.

|                                              |                                                                                                                                                                                                                                                                                            |                                                                          |
|----------------------------------------------|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--------------------------------------------------------------------------|
| Misc Plan (Water & Sewer) — Normal Cost      | Classic Rate Plan 1643 (14.16% of payroll, ~14.2% thereafter) on an \$83,402 payroll basis, and PEPRa Rate Plan 26157 (7.93%, ~7.9% thereafter) on a \$256,789 payroll basis, both district-wide. Blended rate ≈9.46% of PERS-eligible payroll, applied to each fund's own budgeted wages. |                                                                          |
| Misc Plan — UAL Contribution (district-wide) | \$90,593 (FY26-27) / \$94,000 (27-28) / \$100,000 (28-29) / \$101,000 (29-30) / \$102,000 (30-31) / \$105,000 (31-32), split 50/50 Water/Sewer.                                                                                                                                            | CalPERS assumes 6.80%/yr investment return; actual UAL payments can vary |
| Misc Plan — Funded Status                    | 62.8% funded as of 6/30/24 (up from 60.7%). UAL = \$924,771, down from \$938,138.                                                                                                                                                                                                          | District-wide figure, not split by fund                                  |
| Safety Plan (Fire) — UAL                     | FY26-27 \$172,388; FY27-28 \$178,000; FY28-29 \$156,000; FY29-30 \$158,000; FY30-31 \$120,000 (FY31-32, if ever needed: \$122,000).                                                                                                                                                        | Rate Plans 8783 (Classic) / 25204 (PEPRA), Safety Risk Pool              |
| Safety Plan — Funded Status                  | 68.3% funded as of 6/30/24 (up from 67.5%). UAL = \$1,420,401, down from \$1,484,478.                                                                                                                                                                                                      |                                                                          |
| Fire — no active Safety member               | As of 9/30/2024 there are no active fire employees. \$0 Normal Cost for Fire is correct — no active-member payroll to accrue against.                                                                                                                                                      |                                                                          |

SECTION 10: FIRE-TO-SEWER INTERFUND LOAN (RESOLUTION 440) TREATMENT

|                        |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                         |                                                                                                              |
|------------------------|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--------------------------------------------------------------------------------------------------------------|
| Principal vs. interest | The \$215,869 Resolution 440 loan's PRINCIPAL is tracked via Due to Other Funds (21199, Fire's liability) / Due from Other Funds (11299, Sewer's receivable) — balance-sheet accounts, not operating budget lines. Only the INTEREST portion is real economic activity and hits either fund's Ending Net Position: Fire — 61855 'Interest Expense — Interfund Loan (Sewer)'; Sewer — 70105 'Interest Income — Interfund Loan (Fire).' Both accounts created 7/25/26 and are dedicated, separate from each fund's general Interest Expense (61850) / Interest Income (70100) line, so interfund loan activity is never blended with other interest. Principal is shown on both tabs as a memo-only line for transparency, excluded from both funds' Net Position totals. |                                                                                                              |
| Year-by-year figures   | Interest only: FY25-26 \$3,238 / FY26-27 \$6,454 / FY27-28 \$4,490 / FY28-29 \$1,263 / FY29-30 \$0 / FY30-31 \$0. Principal only (memo, not in Net Position): FY26-27 \$0 / FY27-28 \$17,499 / FY28-29 \$106,850 / FY29-30 \$91,520 / FY30-31 \$0.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                      | Amortization of the \$215,869 balance (3% interest-only Jan'26-May'27, then P&I \$9,278.31/mo Jun'27-May'29) |

## CPUD FY 2026-27 Budget & Five-Year Projection — Assumptions & Methodology

|                                                         |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                  |                                                                               |
|---------------------------------------------------------|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-------------------------------------------------------------------------------|
| Interfund loan interest — dedicated GL accounts created | RESOLVED 7/25/26 — Fire's 61855 and Sewer's 70105 now separately track this loan's real interest, distinct from each fund's general Interest Expense (61850) / Interest Income (70100). FY25-26 Actual (\$3,238) is the amount Bonnie is booking via a correcting journal entry that reclassifies it out of the due-to/due-from principal accounts (11299/21199) where it was originally recorded when the cash payment was booked. FY26-27 onward remains the amortization-schedule projection. | Dedicated accounts live as of 7/25/26 — no further action needed on this item |
|---------------------------------------------------------|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-------------------------------------------------------------------------------|

### SECTION 11: TOWERCO CELL TOWER GROUND LEASE

|                                 |                                                                                                                                                                                                                                                                                                                                                         |                                                                                                             |
|---------------------------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-------------------------------------------------------------------------------------------------------------|
| <b>Parties &amp; site</b>       | TowerCo VI, LLC (tower operator) — Chester High site, 881 First Avenue, TowerCo Site CA0715. Verizon or another carrier would sublease space on TowerCo's tower rather than being a party to this ground lease.                                                                                                                                         | <i>Ground Lease Agreement and Memorandum of Ground Lease, executed 11/21/24 (CPUD) / 12/10/24 (TowerCo)</i> |
| <b>Terms</b>                    | Effective Date 12/10/2024. Commencement Date (rent starts) = first of the month after the earlier of construction start or the 3rd anniversary of the Effective Date; absent a known construction start, this budget assumes 1/1/2028 (FY27-28). Rent \$1,850/mo, escalating 2%/yr on each anniversary. Split 50/50 Water/Sewer (parcel owned jointly). | <i>A one-time \$2,500 signing bonus was paid Dec 2024 (FY24-25), historical, not in forward projections</i> |
| <b>Combined revenue by year</b> | FY26-27 \$0 (pre-commencement)   FY27-28 \$11,100   FY28-29 \$22,422   FY29-30 \$22,870   FY30-31 \$23,328 (both funds combined; \$600/mo flat Facilities Revenue base is separate and continues on top of this).                                                                                                                                       |                                                                                                             |

### SECTION 12: DEPRECIATION METHODOLOGY

|                                                           |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                               |                                                                                                                                 |
|-----------------------------------------------------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|---------------------------------------------------------------------------------------------------------------------------------|
| <b>Current approach</b>                                   | Depreciation Expense (61900) FY26-27 = the recalculated fixed-asset schedule total for each fund, plus a full year of depreciation on the roof replacement (capitalized at \$12,857.52 Water / \$12,857.53 Sewer, 20-yr life), plus each fund's 50% share of the former Fire Fund's depreciation. FY27-28 onward continues at 3%/yr from that base as a placeholder for ordinary capital growth.                                                                                                                                                                                                                                                              | <i>See CPUD_Depreciation_Schedule_Asset_List.xlsx</i>                                                                           |
| <b>⚠ Open — GL vs. schedule gap on historical actuals</b> | UPDATED 7/25/26 — the GL-posted figure changed after Bonnie fixed a report calculation issue and re-issued the FY25-26 Statement of Activities. Current GL-posted FY25-26 Actual: Water \$110,284.92 / Sewer \$180,030.00 (this workbook's E39/E36 tie to that statement exactly). The recalculated fixed-asset schedule's own totals for that year (Water \$82,394.68 / Sewer \$151,627.34, per CPUD_Depreciation_Schedule_Asset_List.xlsx) have NOT been re-verified against the corrected GL figure — the gap is now larger than previously noted (~\$27,890 Water / ~\$28,403 Sewer, vs. the earlier ~\$18,700/\$13,400 gap cited before the report fix). | <i>Needs the auditor's team to determine which figure is correct; does not affect the FY26-27 proposed budget's methodology</i> |

### SECTION 13: FEE / SERVICE CHARGE DISAGGREGATION

|                                       |                                                                                                                                                                                                                                                                                                                                 |
|---------------------------------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| <b>What's changing</b>                | <b>Late payment penalties, backflow/cross-connection testing fees, sewer inspection &amp; permitting fees, and hydrant meter/water usage fees have historically been commingled inside 40100 Service Charges. Inhance/MIP begin posting these to their own accounts starting FY26-27 — a presentation fix, not new revenue.</b> |
| <b>Why \$0 instead of an estimate</b> | No transaction-level historical data exists to reliably split what's buried in 40100 across these categories. Fabricating a split without data would risk misstating revenue on a document under active Prop 218 scrutiny. Update these lines once Inhance/MIP posts them separately for a few months.                          |

### SECTION 14: OTHER OPEN ITEMS FOR THE AUDITOR

|                                              |                                                                                                                                                                                                                                                                                                                                   |                                           |
|----------------------------------------------|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-------------------------------------------|
| <b>PACE Engineering fee reclassification</b> | Currently inside 61300 Professional Services in both funds; should move to 50700 Engineering once the actual invoiced amount is known. If/when PACE performs WWTP-specific design work billed against the CWSRF grant, that cost capitalizes to Construction in Progress instead, as part of the grant's Allowances (soft costs). | <i>Still need PACE's actual \$ amount</i> |
|----------------------------------------------|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-------------------------------------------|

## CPUD FY 2026-27 Budget & Five-Year Projection — Assumptions & Methodology

Ending Net Position vs. Ending Fund Equity

'Ending Net Position' on this budget is a PERIOD figure — that fiscal year's revenue minus expenses only. The MIP Statement's 'Ending Fund Equity' is a CUMULATIVE balance-sheet figure — the fund's entire accumulated Net Position carried forward from every prior year, plus this year's activity. The two numbers answer different questions and should not be compared directly.

RESOLVED — FY25-26 Actual PERS & Compensation Insurance were understated

Corrected using the district's own FY25-26 Statement of Revenues and Expenditures: PERS Employer Contribution \$58,536.88 (Water) / \$58,199.51 (Sewer); Compensation Insurance \$7,482.69 (Water) / \$7,593.57 (Sewer).

Resolved 7/25/26

RESTORED — 70300 (Fire) and 70250 (Water/Sewer), historical only

These accounts were removed from the FY26-27+ budget (no forward use), but each carries a real historical actual: Fire's Gain/Loss on Assets was \$251,301 in FY24-25; Water/Sewer's Authorized Capital Expenditure (the roof) was \$12,857.52/\$12,857.53 in FY25-26. Both are shown on their fund tabs in a 'HISTORICAL ONLY' section, excluded from the forward budget and from the Ending Net Position formula.

Fire 60325 (PERS) — now UAL only going forward, 60327 added

Label kept as the Chart of Accounts' 'PERS Employer Contribution.' Historical actuals (through FY25-26) carry Fire's full PERS cash cost — Normal Cost + UAL combined, since 60327 didn't exist yet. FY25-26 Actual corrected to the statement's true figure, \$163,733.45. Starting FY26-27, 60325 is UAL only; a new 60327 row (PERS Normal Employer Contribution) was added to the Fire tab to carry Fire's small but real Normal Cost (~\$8,800/yr, driven by its one remaining active PEPRA member).

### DISCLAIMER

Laws, thresholds, and figures verified as of July 2026. Always confirm current statutory text, grant accounting treatment, and account structure with CPUD's auditor and district counsel before adoption. This document is for board planning purposes only — not an audited financial statement, and not legal or accounting advice.