

COASTAL WATER AUTHORITY
TRINITY RIVER WATER CONVEYANCE PROJECT
2026 ANNUAL BUDGET

DRAFT

COASTAL WATER AUTHORITY
TRINITY RIVER WATER CONVEYANCE PROJECT FUNDS
TABLE OF CONTENTS
2026 ANNUAL BUDGET

	<u>PAGE</u>
President's Letter	B - 1
Budget Summary - Comparative	B - 2
Facts and Assumptions	B - 2 - 1
Reconciliation of 2025 Budget to 2026 Budget	B - 2 - 2
Statement of Revenues and Expenditures	B - 3
Reconciliation of Fund Activity	B - 3 - 1
	B - 3 - 2
Water Demand Forecast	B - 4
Investment and Other Income	B - 5
Summary of General and Administrative Expenditures	B - 6
Administrative Expenses	B - 7
Office Salary Allocation	B - 7 - 1
General Operating Expenses	B - 8
Engineering, Legal and Professional Expenses	B - 9
Summary of Field Expenditures	B - 10
Field Expenditures by Location	B - 10 - 1
Summary of Field Salaries by Location	B - 11
Analysis of Base Field Salaries by Function and Location	B - 11 - 1
Analysis of Materials and Supplies by Location	B - 12
	B - 12 - 1
Analysis of Contract Labor and Equipment by Location	B - 13
	B - 13 - 1
	B - 13 - 2
Analysis of Utilities by Location	B - 14
Debt Service	B - 15

COASTAL WATER AUTHORITY
TRINITY RIVER WATER CONVEYANCE PROJECT FUNDS
BUDGET SUMMARY
2026 ANNUAL BUDGET

APPLICATION OF FUNDS	2025 BUDGET	2025 PROJECTED	2026 BUDGET
Field Expenditures (1)	\$35,923,510	\$32,831,000	\$36,022,020
Capital Outlay	\$0	\$0	\$0
Debt Service	8,033,075	8,033,075	7,712,100
Total Expenditures	43,956,585	40,864,075	43,734,120
Ending Fund Balances (2)	8,980,863	8,980,863	9,005,505
Total Applications	52,937,448	49,844,938	52,739,625

SOURCE OF FUNDS

Beginning Fund Balances (2)	7,988,673	7,988,673	8,980,863
Investment Income - Operations	140,000	425,000	140,000
Other Income	210,000	200,000	200,000
Subtotal Sources	8,338,673	8,613,673	9,320,863
Debt Service Revenue - City	8,033,075	8,033,075	7,712,081
Subtotal	16,371,748	16,646,748	17,032,944
System Revenue - Project	\$36,565,700	\$33,198,190	\$35,706,681

(1) Includes assets purchased

(2) Project Fund only.

COASTAL WATER AUTHORITY
TRINITY RIVER WATER CONVEYANCE PROJECT FUNDS
FACTS AND ASSUMPTIONS
2026 ANNUAL BUDGET

FACTS

1. The 2026 budget is prepared on a cash basis.
2. Trinity River books and records consist of four funds, which are the Conveyance System Development Fund, the Special Contingency Fund, the Debt Service Fund, and the Project Fund.
3. The required fund balances have been reflected at the minimum balances per the various bond resolutions and applicable contract terms.
4. Trinity River is charged with direct salary and costs as well as an allocation of certain general items based upon an overall budgeted payroll allocation of 50%.
5. The 2026 budget reflects the impact of complying with SB361 as it relates to emergency electrical reliability at the two pump stations.
6. The 2026 Capital Outlay Projects are to be funded separately with CWA's Special Project Equity Fund, City of Houston Funds, and TWDB funding.

ASSUMPTIONS

1. Salary expenses decreased due to lower retiree costs anticipated in 2026.
2. The 2026 budget anticipates staffing to support continuation of activities required to fulfill the obligation of the current contract with the City of Houston.
3. The water demand forecast reflects a slight increase in the usage by the City of Houston.

COASTAL WATER AUTHORITY
TRINITY RIVER WATER CONVEYANCE PROJECT FUNDS
RECONCILIATION OF 2025 BUDGET TO 2026 BUDGET

	2025 Budget to 2026 Budget
2025 Budget	<u>\$35,923,510</u>
Field Salaries	(234,720)
Materials & Supplies	(185,920)
Contract Labor & Equipment	705,980
Utilities	(683,730)
Administrative Expense	(90,400)
General Operating Expenses (Insurance)	423,300
Engineering, Legal & Professional	<u>164,000</u>
Subtotal	<u>98,510</u>
2026 Budget	<u><u>\$36,022,020</u></u>

COASTAL WATER AUTHORITY
TRINITY RIVER WATER CONVEYANCE PROJECT FUNDS
STATEMENT OF REVENUES AND EXPENDITURES
2026 ANNUAL BUDGET

	2025 BUDGET	2025 PROJECTED	2026 BUDGET
REVENUES			
Funds provided by City of Houston	\$44,598,700	\$41,931,190	\$43,418,781
Interest on Investments	140,000	425,000	140,000
Service Revenues(SJRA)	120,000	140,000	140,000
Other	90,000	60,000	60,000
Total Revenue	<u>44,948,700</u>	<u>42,556,190</u>	<u>43,758,781</u>
EXPENDITURES			
Field Salaries	4,655,060	4,482,000	4,420,340
Materials & Supplies	9,396,550	8,551,000	9,210,630
Contract Labor & Equipment (1)	9,327,810	8,590,000	10,033,790
Utilities	7,836,790	6,400,000	7,153,060
Administrative Expenses	2,106,600	1,989,000	2,016,200
General Operating Expenses	1,870,400	1,869,000	2,293,700
Engineering, Legal & Professional	730,300	950,000	894,300
Subtotal	<u>35,923,510</u>	<u>32,831,000</u>	<u>36,022,020</u>
Bond Interest Expense	2,339,400	2,339,400	3,862,100
Bond Principal Retirement	5,693,675	5,693,675	3,850,000
Debt Service	<u>8,033,075</u>	<u>8,033,075</u>	<u>7,712,100</u>
Total Expenditures	<u>43,956,585</u>	<u>40,864,075</u>	<u>43,734,120</u>

COASTAL WATER AUTHORITY
TRINITY RIVER WATER CONVEYANCE PROJECT FUNDS
RECONCILIATION OF FUND ACTIVITY
2026 ANNUAL BUDGET

	* SPECIAL CONTINGENCY FUND
Beginning Balance	<u>\$3,000,000</u>
Service Revenue	0
Interest Earnings	0
Transfer - Interest	0
Other Revenue	0
Expenses	0
Debt Service	0
Net Activity	<u>0</u>
Ending Balance	<u><u>\$3,000,000</u></u>

* Interest Earnings are transferred to Special Projects Equity Fund per Contract requirements.

COASTAL WATER AUTHORITY
TRINITY RIVER WATER CONVEYANCE PROJECT FUNDS
RECONCILIATION OF FUND ACTIVITY
2026 ANNUAL BUDGET

	<u>DEBT SERVICE</u>	<u>PROJECT FUND</u>	<u>TOTAL TRINITY RIVER CONVEYANCE PROJECT FUND</u>
Beginning Balance	<u>\$0</u>	<u>\$8,980,878</u>	<u>\$11,980,878</u>
Service Revenue	7,712,100	35,706,681	43,418,781
Interest Earnings	0	140,000	140,000
Transfer - Interest	0	0	0
Other Revenue	0	200,000	200,000
Expenses	0	(36,022,020)	(36,022,020)
Debt Service	(7,712,100)	0	(7,712,100)
Repair Costs	0	0	0
Net Activity	<u>0</u>	<u>24,661</u>	<u>24,661</u>
Ending Balance	<u><u>\$0</u></u>	<u><u>\$9,005,539</u></u>	<u><u>\$12,005,539</u></u>

COASTAL WATER AUTHORITY
TRINITY RIVER WATER CONVEYANCE PROJECT FUNDS
WATER DEMAND FORECAST
2026 ANNUAL BUDGET

	<u>2025</u> <u>BUDGET</u>	<u>2025</u> <u>PROJECTED</u>	<u>2026</u> <u>BUDGET</u>
Gallons (in thousands)	<u>241,101,800</u>	<u>237,725,300</u>	<u>241,814,300</u>

COASTAL WATER AUTHORITY
TRINITY RIVER WATER CONVEYANCE PROJECT FUNDS
INVESTMENT AND OTHER INCOME
2026 ANNUAL BUDGET

INVESTMENT INCOME

Average Cash and Investments	\$4,000,000
Average Effective Interest Rate	3.50%
Total	<u><u>\$140,000</u></u>

OTHER INCOME

Project Fund - Miscellaneous	60,000
Total	<u><u>\$60,000</u></u>

Service Revenue (SJRA)

Other-San Jacinto River Authority	140,000
Total	<u><u>\$140,000</u></u>

COASTAL WATER AUTHORITY
TRINITY RIVER WATER CONVEYANCE PROJECT FUNDS
SUMMARY OF GENERAL AND ADMINISTRATIVE EXPENDITURES
2026 ANNUAL BUDGET

<u>GENERAL AND ADMINISTRATIVE EXPENDITURES</u>	<u>2025 BUDGET</u>	<u>2025 PROJECTED</u>	<u>2026 BUDGET</u>
ADMINISTRATIVE	\$2,106,600	\$1,989,000	\$2,016,200
GENERAL OPERATING (Insurance)	1,870,400	1,869,000	2,293,700
ENGINEERING, LEGAL & PROFESSIONAL	<u>730,300</u>	<u>950,000</u>	<u>894,300</u>
Total	<u>\$4,707,300</u>	<u>\$4,808,000</u>	<u>\$5,204,200</u>

COASTAL WATER AUTHORITY
TRINITY RIVER WATER CONVEYANCE PROJECT FUNDS
ADMINISTRATIVE EXPENSES
2026 ANNUAL BUDGET

Administrative Salaries	\$650,000	(1)
Pension Plan Contribution (11.8% of total compensation)	598,300	
Payroll Taxes (7.65% of total compensation)	387,881	
Office Lease and Utilities	225,000	(1)
Office Supplies	20,000	(1)
Travel, Meetings and Parking	15,000	(1)
Directors Compensation	22,500	(1)
Printing and Reproduction	15,000	(1)
Telephone/ Data Maintenance	25,000	(1)
Vehicle: Gas & Maintenance	15,000	(1)
Payroll / Employee Processing Services	22,500	(1)
Miscellaneous	20,000	(1)
	<u>\$2,016,181</u>	

(1) Allocated based upon office payroll estimate of 50%.

COASTAL WATER AUTHORITY
TRINITY RIVER WATER CONVEYANCE PROJECT FUNDS
OFFICE SALARY ALLOCATION
2026 ANNUAL BUDGET

Executive Director

Finance Manager

HR Manager

Chief Accountant

Senior Accountant

Senior Accountant

Accountant

Payroll / Pension Coordinator

Executive Secretary

Base Office Salaries	<u>\$1,300,000</u>
----------------------	--------------------

Office Allocation Factor (1)	<u>50.0%</u>
------------------------------	--------------

Trinity River Office Salaries	<u><u>\$650,000</u></u>
-------------------------------	-------------------------

(1) Based upon payroll estimate allocation

COASTAL WATER AUTHORITY
TRINITY RIVER WATER CONVEYANCE PROJECT FUNDS
GENERAL OPERATING EXPENSES
2026 ANNUAL BUDGET

INSURANCE PREMIUM DESCRIPTION

Property Insurance	\$429,000	(1)	(6)
Property - Primary Flood	5,000	(2)	(5)
Texas Commercial Policy (General Liability)	12,500	(3)	(5)
Excess Liability	-	(9)	(5)
Watercraft Policy	10,500	(9)	(5)
Public Official & Employees Errors and Omissions	6,000	(3)	(5) (7)
Notary Public Omissions	100	(2)	(4)
Crime	1,000	(2)	(5)
Public Employee Fidelity Bond	500	(2)	(4)
Pension - Fidelity Bond	250	(3)	(4)
Pension - Fiduciary Responsibility	3,500	(3)	(5)
Medical Insurance	1,581,350	(3)	(7) (10)
Public Official Position (Director Fidelity)	500	(3)	(4)
Automobile Insurance	17,500	(3)	(5)
Workers Compensation	83,500	(3)	(6) (7)
Dental Insurance	52,500	(3)	(5) (7)
Vision Insurance	15,000	(3)	(5) (7)
Combined Group Life/Short & Long Term Disability	75,000	(3)	(5) (7)
	<u>\$2,293,700</u>		

- (1) Allocated based upon total insurable value of 52%.
- (2) Coverage 100% specific for Trinity River.
- (3) Allocated based upon total payroll estimate of 50%.
- (4) Assumes no rate increase.
- (5) Assumes 5% rate increase.
- (6) Assumes 10% rate increase.
- (7) Assumes full employment.
- (8) Coverage 100% specific for Luce Bayou
- (9) Allocated to Maintenance Boat Locations.

COASTAL WATER AUTHORITY
TRINITY RIVER WATER CONVEYANCE PROJECT FUNDS
ENGINEERING, LEGAL AND PROFESSIONAL EXPENSES
2026 ANNUAL BUDGET

Engineering Services	\$600,000 (1)
Legal Services	100,000 (3)
Accounting & Auditing	50,000 (2)
U.S. Geological Fee	10,300 (1)
Computer Support services	50,000 (2)
Website Development & Maintenance	20,000 (2)
Hardware, Software Upgrades and Maintenance	50,000 (2)
Miscellaneous Bank Fees	14,000 (3)
	<u><u>\$894,300</u></u>

(1) Based upon specific services.

(2) Allocated based upon total payroll estimate of 50%.

(3) Based upon specific and allocated services.

COASTAL WATER AUTHORITY
TRINITY RIVER WATER CONVEYANCE PROJECT FUNDS
SUMMARY OF FIELD EXPENDITURES
2026 ANNUAL BUDGET

FIELD EXPENDITURES	2025 BUDGET	2025 PROJECTED	2026 BUDGET
SALARIES	\$4,655,060	\$4,482,000	\$4,420,340
MATERIALS & SUPPLIES	9,396,550	8,551,000	9,210,630
CONTRACT LABOR AND EQUIPMENT			
Contracted	8,839,810	8,210,000	9,664,640
Purchased	488,000	380,000	369,150
Subtotal	<u>9,327,810</u>	<u>8,590,000</u>	<u>10,033,790</u>
UTILITIES	7,836,790	6,400,000	\$7,153,060
Total	<u>\$31,216,210</u>	<u>\$28,023,000</u>	<u>\$30,817,820</u>

COASTAL WATER AUTHORITY
TRINITY RIVER WATER CONVEYANCE PROJECT FUNDS
FIELD EXPENDITURES BY LOCATION
2026 ANNUAL BUDGET

LOCATIONS	FIELD SALARIES	MATERIALS AND SUPPLIES	CONTRACT LABOR AND EQUIPMENT	UTILITIES	LOCATION TOTAL
Trinity River Pump Station	\$758,852	\$142,085	\$3,551,195	\$2,005,562	\$6,457,694
Maintenance Station	344,887	349,749	298,835	37,250	1,030,721
Main Canal	565,738	61,655	315,325	0	942,718
Cedar Point Lateral	388,820	147,655	4,925	850	542,250
Lynchburg Reservoir	136,709	19,228	44,925	0	200,862
Lynchburg Pump Station	1,615,032	8,344,190	5,421,835	5,105,900	20,486,957
Distribution System	470,584	127,779	348,120	3,500	949,983
Bayport Reservoir	139,719	18,284	48,625	0	206,628
	<u>\$4,420,341</u>	<u>\$9,210,625</u>	<u>\$10,033,785</u>	<u>\$7,153,062</u>	<u>\$30,817,813</u>

COASTAL WATER AUTHORITY
TRINITY RIVER WATER CONVEYANCE PROJECT FUNDS
SUMMARY OF FIELD SALARIES BY LOCATION
2026 ANNUAL BUDGET

<u>LOCATION</u>	<u>BASE COMPENSATION</u>	<u>RETIREE PAY (1)</u>	<u>5% OVERTIME (2)</u>	<u>TOTAL</u>
Trinity River Pump Station	\$684,621	40,000	\$34,231	\$758,852
Maintenance Station	328,464	0	16,423	344,887
Main Canal	538,798	0	26,940	565,738
Cedar Point Lateral	370,305	0	18,515	388,820
Lynchburg Reservoir	130,199	0	6,510	136,709
Lynchburg Pump Station	1,519,078	20,000	75,954	1,615,032
Distribution System	448,175	0	22,409	470,584
Bayport Reservoir	133,066	0	6,653	139,719
	<u>\$4,152,706</u>	<u>\$60,000</u>	<u>\$207,635</u>	<u>\$4,420,341</u>

(1) Allows for employee benefit payments to retirees.

(2) Provides for minimum overtime.

COASTAL WATER AUTHORITY
TRINITY RIVER WATER CONVEYANCE PROJECT FUNDS
ANALYSIS OF BASE FIELD SALARIES BY FUNCTION AND LOCATION
2026 ANNUAL BUDGET

LOCATION AND FUNCTION	# OF EMPLOYEES	MAN HOURS (4)	AVG. RATE PER HOUR	BASE SALARIES
<u>MANAGEMENT (1)</u>				
Trinity River Pump Station	0.300	624	\$85.19	\$53,159
Maintenance Station	0.400	832	85.19	70,878
Main Canal	0.450	936	85.19	79,738
Cedar Point Lateral	0.200	416	85.19	35,439
Lynchburg Reservoir	0.150	312	85.19	26,579
Lynchburg Pump Station	1.000	2,080	85.19	177,195
Distribution System	0.300	624	85.19	53,159
Bayport Reservoir	0.194	404	85.19	34,417
Subtotal	2.994	6,228	85.19	530,564
<u>SUPERVISORY PERSONNEL (2)</u>				
Trinity River Pump Station	0.700	1,456	73.69	107,293
Maintenance Station	0.650	1,352	73.69	99,629
Main Canal	0.600	1,248	73.69	91,965
Cedar Point Lateral	0.400	832	73.69	61,310
Lynchburg Reservoir	0.250	520	73.69	38,319
Lynchburg Pump Station	1.800	3,744	73.69	275,895
Distribution System	0.850	1,768	73.69	130,284
Bayport Reservoir	0.344	716	73.69	52,762
Subtotal	5.594	11,636	73.69	857,457
<u>ALL OTHER PERSONNEL (3)</u>				
Trinity River Pump Station	7.425	15,444	33.94	524,169
Maintenance Station	2.238	4,654	33.94	157,957
Main Canal	5.200	10,816	33.94	367,095
Cedar Point Lateral	3.875	8,060	33.94	273,556
Lynchburg Reservoir	0.925	1,924	33.94	65,301
Lynchburg Pump Station	15.100	31,408	33.94	1,065,988
Distribution System	3.750	7,800	33.94	264,732
Bayport Reservoir	0.650	1,352	33.94	45,887
Subtotal	39.163	81,458	33.94	2,764,685
Total Base Salaries	47.751	99,322	\$41.81	\$4,152,706

- (1) Includes Manager of Operations, Manager of Security, Electrical Engineer, Senior Engineer, Construction Manager, and Chief Engineer.
- (2) Includes Superintendents, Master Electrician, Administrator OPM, Purchasing Agent, IT Manager, Projects Manager, Contracts Administrator, and Staff Engineer.
- (3) Includes Foremen, Electricians and Operators for construction, electrical, maintenance, and all routine operating functions.
- (4) Estimated number of employees at 2,080 hours per year.

COASTAL WATER AUTHORITY
TRINITY RIVER WATER CONVEYANCE PROJECT FUNDS
ANALYSIS OF MATERIALS AND SUPPLIES BY LOCATION
2026 ANNUAL BUDGET

LOCATION AND DESCRIPTION

TRINITY RIVER PUMP STATION

Reliability Contract (NRG) Fuel	\$ 62,000
Air Conditioning Repair Parts	2,376
Building / Grounds Maintenance	1,440
Electrical / Instrument	11,520
Herbicides / Insecticides	2,500
Mechanical, Plumbing, Valves, etc.	8,640
Miscellaneous Supplies	8,876
Office / Administrative	1,638
Oils and Lubricants	9,360
Power Tools, Hand Tools & Equip.	4,440
Personal Protective Equipment	23,295
Road Base, Sand, Rock, Rip Rap, etc.	6,000
	<u>142,085</u>

MAINTENANCE STATION

Air Conditioning Repair Parts	2,376
Automotive / Equipment Repair Parts	100,000
Building / Grounds Maintenance	1,440
Diesel Fuel	90,512
Electrical / Instrument	8,640
Gasoline	51,935
Herbicides / Insecticides	2,500
Mechanical, Plumbing, Valves, etc.	2,880
Miscellaneous Supplies	10,580
Office / Administrative	3,006
Oils and Lubricants	11,440
Power Tools, Hand Tools & Equip.	7,440
Road Base, Sand, Rock, Rip Rap, etc.	25,000
Tires & Batteries	20,000
Welding Equipment & Supplies	12,000
	<u>349,749</u>

MAIN CANAL

Canal Check & Gate Maint.	1,000
Electrical / Instrument	1,440
Herbicides / Insecticides	10,500
Miscellaneous Supplies	3,915
Oils and Lubricants	2,360
Power Tools, Hand Tools & Equip.	5,440
Road Base, Sand, Rock, Rip Rap, etc.	25,000
Welding Equipment & Supplies	12,000
	<u>61,655</u>

CEDAR POINT LATERAL

Canal Check & Gate Maint.	126,000
Electrical / Instrument	1,440
Herbicides / Insecticides	3,500
Miscellaneous Supplies	3,915
Oils and Lubricants	2,360
Power Tools, Hand Tools & Equip.	4,440
Road Base, Sand, Rock, Rip Rap, etc.	6,000
	<u>147,655</u>

COASTAL WATER AUTHORITY
TRINITY RIVER WATER CONVEYANCE PROJECT FUNDS
ANALYSIS OF MATERIALS AND SUPPLIES BY LOCATION
2026 ANNUAL BUDGET

LOCATION AND DESCRIPTION

LYNCHBURG RESERVOIR

Building / Grounds Maintenance	1,440
Canal Check & Gate Maintenance	288
Herbicides / Insecticides	10,500
Road Base, Sand, Rock, Rip Rap, etc.	6,000
Oils and Lubricants	1,000
	<u>19,228</u>

LYNCHBURG PUMP STATION

CHEMICALS:

-- Chlorine	6,315,155
-- Aqua Ammonia	579,722
-- Quantity Variance	689,488
--Misc Chemicals/ Pigtails, Adaptors	72,941
Sub-total - Chemicals:	7,657,306

Reliability Contract (NRG) Fuel	124,000
Air Conditioning Repair Parts	15,840
Building / Grounds Maintenance	15,450
Diesel Fuel	11,314
Electrical / Instrument	24,480
Gasoline	58,769
Herbicides / Insecticides	3,500
Lab Test Equip & Supplies	58,000
Mechanical, Plumbing, Valves, etc.	14,400
Miscellaneous Supplies	62,026
Office / Administrative	30,160
Oils and Lubricants	30,780
Power Tools, Hand Tools & Equip.	173,340
Welding Equip & Supplies	6,000
Tires & Batteries	20,000
Personal Protective Equipment	38,825
	<u>8,344,190</u>

DISTRIBUTION SYSTEM

Air Conditioning Repair Parts	1,584
Building / Grounds Maintenance	8,280
Channel Light System	7,200
Electrical / Instrument	2,880
Herbicides / Insecticides	10,500
Mechanical, Plumbing, Valves, etc.	57,200
Miscellaneous Supplies	16,495
Office / Administrative	3,000
Oils and Lubricants	1,440
Power Tools, Hand Tools & Equip.	9,200
Road Base, Sand, Rock, Rip Rap, etc.	10,000
	<u>127,779</u>

BAYPORT RESERVOIR

Building / Grounds Maintenance	2,000
Electrical / Instrument	720
Herbicides / Insecticides	3,000
Mechanical, Plumbing, Valves, etc.	1,664
Miscellaneous Supplies	1,000
Office / Administrative	2,900
Power Tools, Hand Tools & Equip.	5,000
Road Base, Sand, Rock, Rip Rap, etc.	2,000
	<u>18,284</u>

Total \$9,210,625

COASTAL WATER AUTHORITY
TRINITY RIVER WATER CONVEYANCE PROJECT FUNDS
ANALYSIS OF CONTRACT LABOR AND EQUIPMENT BY LOCATION
2026 ANNUAL BUDGET

LOCATION AND DESCRIPTION	
TRINITY RIVER PUMP STATION	
Reliability Contract (NRG - Service Fee)	624,000
Major Motor Repair, 1 each	320,000
Major Pump Repair, 1 each	380,000
4KV Remote Racking	10,000
4KV Breaker/Contractor Refurbish	15,000
Automatic Transfer Switch	500,000
Replace Two Pump Power Cables	130,000
Load Test Overhead Cranes	2,000
Training: Safety (1st Aid, CPR, AED, CSE, etc.)	11,000
Motor 3 Rebuild	300,000
Pump 3 Rebuild	460,000
Motor 6 Rebuild	300,000
Pump 6 Rebuild	460,000
Annual Service Contracts:	
Crane/Hoist Test/Certification	635
Pest Control Service	680
Substation, Relay Testing	25,000
Uniform Service	5,000
Generator Load Testing	1,100
Asset Management Software	2,600
Emergency Radio Subscription	945
PMIS	3,235
	<u>3,551,195</u>
MAINTENANCE STATION	
Security: Contract Guards	167,200
Training Safety (1st Aid, CPR, AED, CSE, etc.)	30,000
Load Test Overhead Cranes	2,000
Annual Service Contracts:	
Crane/Hoist Test/Certification	635
Janitorial Service	5,000
Pest Control Service	680
Uniform Service	10,000
Generator Load Testing	990
Asset Management Software	2,600
Emergency Radio Subscription	945
PMIS	3,235
Purchase Equipment:	
Tractor	75,550
	<u>298,835</u>
MAIN CANAL	
Annual Service Contracts:	
USGS-Water Level Meters	16,800
Asset Management Software	1,690
PMIS	3,235
Purchase Equipment:	
Haul Truck	293,600
	<u>315,325</u>

COASTAL WATER AUTHORITY
TRINITY RIVER WATER CONVEYANCE PROJECT FUNDS
ANALYSIS OF CONTRACT LABOR AND EQUIPMENT BY LOCATION
2026 ANNUAL BUDGET

LOCATION AND DESCRIPTION

CEDAR POINT LATERAL

Annual Service Contracts:	
Asset Management Software	1,690
PMIS	3,235
	<u>4,925</u>

LYNCHBURG RESERVOIR

Security: Fencing Repairs/Replacement	40,000
Annual Service Contracts:	
Asset Management Software	1,690
PMIS	3,235
	<u>44,925</u>

LYNCHBURG PUMP STATION

Reliability Contract (NRG - Service Fee)	1,170,000
Major Motor Repair, 1 each	320,000
Major Pump Repair, 1 each	380,000
Motor 103 Rebuild	320,000
Pump 103 Rebuild	380,000
Motor 212 Rebuild	320,000
Pump 212 Rebuild	380,000
Pump 105 Rebuild	380,000
Transformer 1 Recondition	200,000
4KV Remote Racking	30,000
4KV Breaker/Contractor Refurbish	50,000
Replace 2 138Kv Air Switches	50,000
Chlorine Cranes Improvement	50,000
Load Test Overhead Cranes	10,000
Security Camera Upgrade/Installation	80,000
Security: Fencing Repairs/Replacement	30,000
Security: Contract Guards	247,200
Training: Safety (1st Aid, CPR, AED, CSE, etc.)	43,000
Training: RMP, Hazwop, Dam, AirPk, etc.	14,700
Annual Service Contracts:	
Cameral Flood Wall Drain Pipe Inspection	1,440
Crane/Hoist Test/Certification	3,300
SCADA: HSQ/Eurotherm Svc/Tech Support	42,000
Janitorial Service	10,000
Pest Control Service	1,750
MSDS ONLINE	4,500
Substation, Relay Testing	150,000
Uniform Service	18,000
VFD Component Repair	138,240
VFD Control System Maint	200,000
Rockwell VFD Control System Maint	300,000
Vibration Monitoring	80,000
Generator Load Testing	1,320
Hach SL-1000 Service	1,950
Asset Management Software	3,640
Emergency Radio Subscription	7,560
PMIS	3,235
	<u>5,421,835</u>

COASTAL WATER AUTHORITY
TRINITY RIVER WATER CONVEYANCE PROJECT FUNDS
ANALYSIS OF CONTRACT LABOR AND EQUIPMENT BY LOCATION
2026 ANNUAL BUDGET

LOCATION AND DESCRIPTION

DISTRIBUTION SYSTEM

Contract Labor (Welders, Divers, Tech Spt, etc)	50,000
Equipment Rental Services	10,000
Security: Fencing Repairs/Replacement	57,400
Blast and Paint B-line Air-Vacs & Manways	200,000
Load Test Overhead Cranes	2,000
Annual Service Contracts:	
Crane/Hoist Test/Certification	635
SCADA: HSQ/Eurotherm Svc/Tech Support	20,000
Generator Load Testing	1,210
Asset Management Software	3,640
PMIS	3,235
	<u>348,120</u>

BAYPORT RESERVOIR

Contract Labor (Welders, Divers, Tech Spt, etc)	20,000
Security: Fencing Repairs/Replacement	5,000
BP Reservoir Drain Valve Repair	20,000
Annual Service Contracts:	
Asset Management Software	390
PMIS	3,235
	<u>48,625</u>

Total \$10,033,785

COASTAL WATER AUTHORITY
TRINITY RIVER WATER CONVEYANCE PROJECT FUNDS
ANALYSIS OF UTILITIES BY LOCATION
2026 ANNUAL BUDGET

LOCATION	ELECTRICITY		AMOUNT (2)	ALL OTHER (3)	TOTAL
	KW HOURS	AVG. RATE HOUR (1)			
Trinity River Pump Station	42,134,000	\$0.0474	\$1,995,562	\$10,000	\$2,005,562
Maintenance Station	225,000	\$0.0989	22,250	15,000	37,250
Cedar Point Lateral	1,200	\$0.2500 (4)	300	550	850
Lynchburg Pump Station	99,321,500	\$0.0508	5,045,900	60,000	5,105,900
Distribution System	10,000	\$0.3500 (4)	3,500	0	3,500
	<u>141,691,700</u>	<u>\$0.0499</u>	<u>\$7,067,512</u>	<u>\$85,550</u>	<u>\$7,153,062</u>

(1) Includes deregulated contract rates in all facilities except Entergy service area at Trinity River Pump Station.

(2) Includes a 10% variance for electricity usage.

(3) Includes telephone, water and waste disposal services.

(4) Includes the effect of minimum charges.

COASTAL WATER AUTHORITY
TRINITY RIVER WATER CONVEYANCE PROJECT FUNDS
DEBT SERVICE
2026 ANNUAL BUDGET

	<u>(1)</u>	<u>(2)</u>	<u>(3)</u>	<u>TOTAL</u>
Bond Interest Expense	\$1,008,831	\$787,052	\$2,066,198	\$3,862,081
Bond Principal Retirement	2,430,000	550,000	870,000	3,850,000
Total Debt Service	<u>\$3,438,831</u>	<u>\$1,337,052</u>	<u>\$2,936,198</u>	<u>\$7,712,081</u>

- (1) In December 2014, CWA issued \$38,415,000 of Contract Revenue Refunding Bonds, Series 2014, to refund the Contract Revenue Bonds, Series 2004 which were issued to finance the expansion of the Trinity River Pump Station and the Lynchburg Pump Station to enable CWA to deliver the additional surface water the City of Houston requested.
- (2) In November 2024, CWA entered into an agreement with TWDB for SWIFT Financing of the B-2 pipeline. Debt service payments to started in 2025 on the initial loan of \$25,000,000.
- (3) In November 2025, CWA entered into an agreement with TWDB for SWIFT Financing of the B-2 pipeline. Debt service payments to start in 2026 on the initial loan of \$50,000,000.