



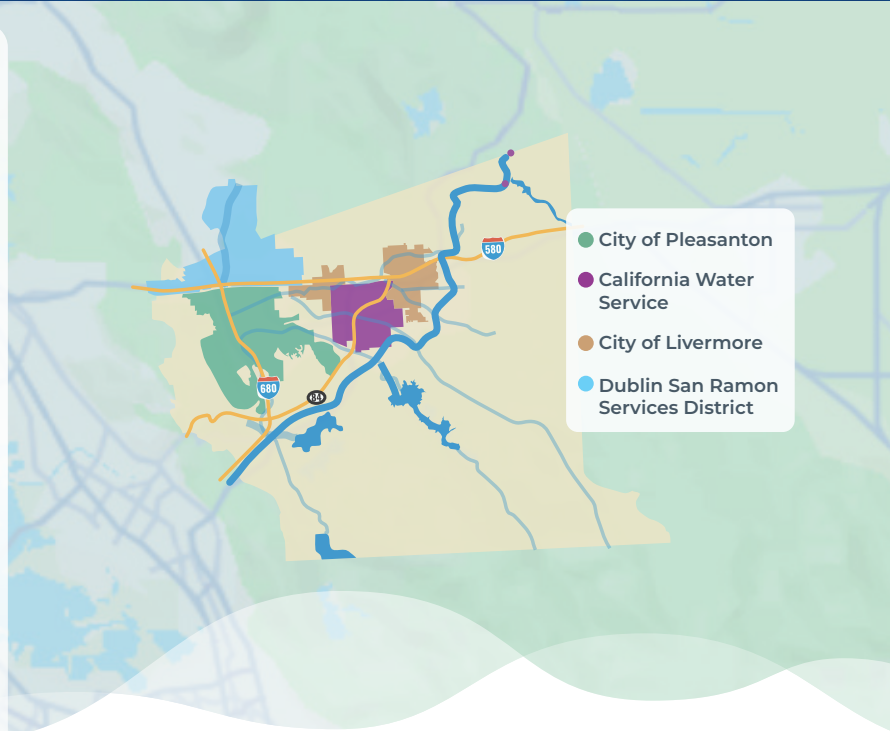
ADOPTED TWO-YEAR BUDGET

for Fiscal Years 2026-27 and 2027-28

WHO IS ZONE 7?

Zone 7 is wholesale water agency supplying treated water to retailers serving 267,000 people in the Tri-Valley area including the cities of **Pleasanton, Livermore, Dublin** and, through special agreement with the **Dublin San Ramon Services District**, to the **Dougherty Valley** area.

Additionally, Zone 7 supplies untreated water directly to agricultural businesses for irrigation of 3,500 acres, primarily South Livermore Valley wineries. Zone 7 also maintains 37 miles of local flood-protection channels, about a third of all the Tri-Valley's channels and creeks.



BUDGET OVERVIEW

On June 17, 2026, the Board of Directors approved a Two-Year Operating and Capital Budget for Fiscal Years 2026-27 and 2027-28. This Two-Year Budget reflects the Agency's continued commitment to prudent financial management and its dedication to a high-quality workforce, investment in water reliability, proactively addressing and treating per- and polyfluoroalkyl substances (PFAS), and continued progress on the storm damage repair projects. As part of the Agency's responsible fiscal management strategy, this budget incorporates partial receipt of an anticipated state grant for the Agency's PFAS treatment project.

BOND RATINGS

The Agency is rated 'AAA' by both Standard & Poor's Global Ratings and Fitch Ratings, establishing Zone 7 as one of the most financially resilient and well-managed water agencies in California. The proposed budget supports the Agency's strong credit rating.



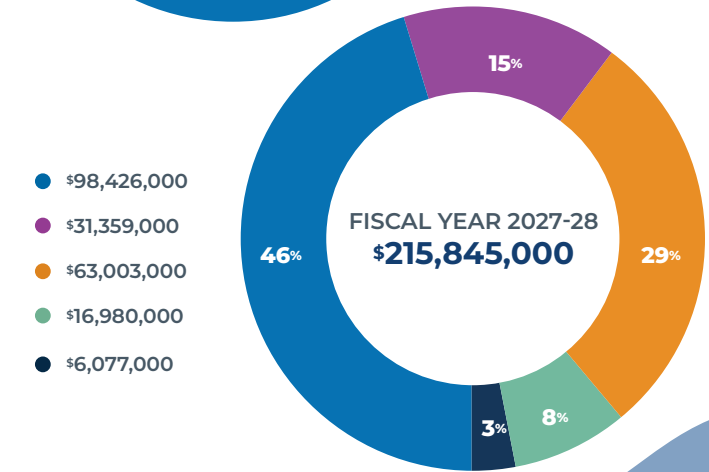
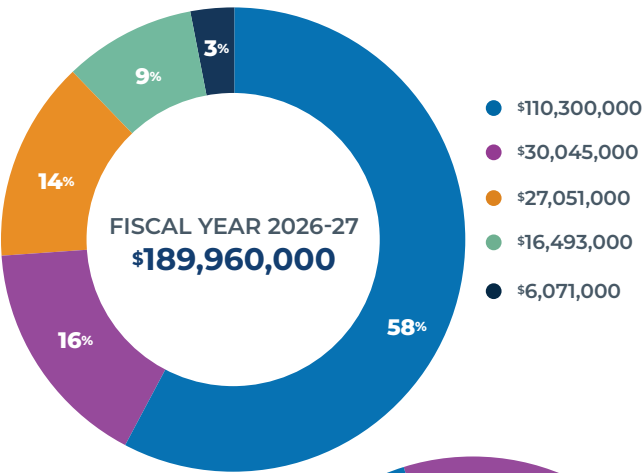
2023 STORMS REPAIRS PROJECT

Significant damage to 177 sites owned by Zone 7. The two-year budget allocates approximately \$32.2M to repair 99 damaged sites.

REVENUE



EXPENSES



AWARDS



DISTINGUISHED BUDGET PRESENTATION AWARD
From: Government Finance Officers Association of the United States and Canada
To: Zone 7 Water Agency FY 2024-2026 Budget Book

*Eighth consecutive budget book to receive the highest form of recognition in governmental budgeting.



OPERATING BUDGET EXCELLENCE AWARD
From: The California Society of Municipal Finance Officers
To: Zone 7 Water Agency FY 2024-2026 Budget Book

*Seventh consecutive budget to achieve this prestigious award.

