

Resolutions

**BOARD OF DIRECTORS
SANTA CLARA VALLEY WATER DISTRICT**

RESOLUTION NO. 2026-20

**APPROVING THE CAPITAL IMPROVEMENT PROGRAM
FISCAL YEARS 2027-2031 FIVE-YEAR PLAN**

WHEREAS, the Santa Clara Valley Water District (Valley Water) has determined that it is in its best interest to prepare a Capital Improvement Program (CIP) Five-Year Plan and to have it reviewed by the County of Santa Clara and cities having land use jurisdiction within Santa Clara County; and

WHEREAS, the Valley Water Board of Directors was provided with the CIP Draft Fiscal Years (FY) 2027-2031 Five-Year Plan for review and discussion at its meeting held on March 10, 2026; and

WHEREAS, on March 11, 2026, the CIP Draft FY 2027-31 Five-Year Plan was provided to the County of Santa Clara and all cities within Valley Water's jurisdiction, for their review; and

WHEREAS, Valley Water staff conducted subsequent meetings with public works staff at the City of Santa Clara regarding the CIP Draft FY 2027-31 Five-Year Plan; and

WHEREAS, on April 28, April 29, and May 12, 2026, Valley Water conducted a public hearing for purposes of receiving input with regard to the CIP Draft FY 2027-31 Five-Year Plan; and

WHEREAS, on May 12, 2026, the Valley Water Board of Directors directed staff to include appropriate changes to finalize the CIP FY 2027-31 Five-Year Plan by June 30, 2026.

NOW, THEREFORE BE IT RESOLVED that Valley Water's Board of Directors does hereby approve the Capital Improvement Program FY 2027-31 Five-Year Plan.

PASSED AND ADOPTED by the Santa Clara Valley Water District Board of Directors by the following vote on May 12, 2026:

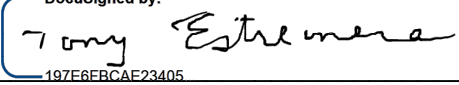
AYES: Directors: Varela, Hsueh, Ballard, Beall, Santos, Estremera

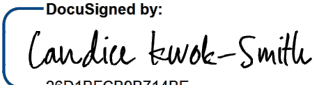
NOES: Directors: None

ABSENT: Directors: Eisenberg

ABSTAIN: Directors: None

SANTA CLARA VALLEY WATER DISTRICT

DocuSigned by:

197E6FBCAE23405
TONY ESTREMER
Chair, Board of Directors

ATTEST 
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CANDICE KWOK-SMITH
Clerk, Board of Directors

**BOARD OF DIRECTORS
SANTA CLARA VALLEY WATER DISTRICT**

RESOLUTION NO. 2026-24

**ESTABLISHING LAND USE CATEGORIES, CONFIRMING A LEVY OF BENEFIT ASSESSMENTS
TO MEET DULY AUTHORIZED DEBT OBLIGATIONS FOR FISCAL YEAR 2026-2027 IN FLOOD
CONTROL ZONES OF SANTA CLARA VALLEY WATER DISTRICT, IN ACCORDANCE WITH
RESOLUTION NOS. 86-54, 86-55, 86-56, 86-57, AND 90-7, AND AUTHORIZING A
PROCEDURE FOR CORRECTING ASSESSMENTS**

BE IT RESOLVED, by the Board of Directors of the Santa Clara Valley Water District (Valley Water) as follows:

FIRST: In accordance with the requirements of law and of the terms of Valley Water Resolutions 86-54, 86-55, 86-56, 86-57, and 90-7, the Chief Executive Officer (CEO) of Valley Water has caused a written report to be prepared and filed for the fiscal year 2026–27, setting forth the annual amounts to be collected through benefit assessment rates in each established flood control zone of Valley Water, pursuant to a voter-approved program.

SECOND: Upon receiving and filing the report, the Clerk of the Board gave notice of a hearing on the same by posting at least three copies of the notice in each established flood control zone of Valley Water and by publication pursuant to Section 6066 of the Government Code.

THIRD: The Board, having heard the matter as scheduled or as postponed or duly continued, does hereby:

- A. Fix and establish land use categories for each parcel of land to be assessed in Valley Water as follows:
- Group A: Land used for commercial or industrial purposes.
 - Group B: Land used for apartments or institutional purposes such as churches and schools.
 - Group C: The first 0.25 acre of a parcel of land used for single- and multiple-family residences up to four units, and each townhouse or condominium unit in a complex.
 - Group D: (1) Disturbed agricultural land, including irrigated land, orchards, dairies, field crops, golf courses, and similar uses.
(2) The portion of land, if any, in excess of 0.25 acre of a parcel used for single-family residential purposes.
 - Group E: Vacant, undisturbed land (1) in urban areas and (2) in rural areas including dry farmland, grazing and pastureland, forest and brushland, salt ponds, and parcels used exclusively as well sites.
- B. Levy, fix, and establish flood control benefit assessments for fiscal year 2026–27 commencing July 1, 2026, and ending June 30, 2027, on each parcel of real property in each established flood control zone of Valley Water, at the benefit assessment rates and minimum charges for each of the established land use categories to raise sufficient proceeds to meet duly authorized debt obligations of each flood control zone as follows:

Flood Control Benefit Assessments to be Collected in 2026–2027

Flood Control Zone	Debt Obligation
Northwest	\$2,731,817
North Central	\$819,476
Central	\$910,837
East	\$2,459,120
South	\$0

Establishing Land Use Categories, Confirming a Levy of Benefit Assessments to Meet Duly Authorized Debt Obligations for Fiscal Year 2026-2027 in Flood Control Zones of Santa Clara Valley Water District, in Accordance With Resolution Nos. 86-54, 86-55, 86-56, 86-57, and 90-7, and Authorizing a Procedure for Correcting Assessments

Resolution No. 2026-24

- C. The actual 2026–2027 rates shall be determined by the CEO or his designee, once updated parcel land use and area information is received from the Santa Clara County Assessor's Office. These rates shall be used to prepare the benefit assessments for each parcel and shall be submitted to the Santa Clara County Tax Collector for collection.

FOURTH: Benefit assessments found to be in error and that result in an over assessment to property owners may be corrected by a check or checks drawn upon the appropriate Benefit Assessment Fund upon approval by the Chief Financial Officer and pursuant to procedures approved by Valley Water's CEO and Valley Water Counsel.

FIFTH: Paragraph D of the SECOND section of Resolutions 86-54, 86-55, 86-56, 86-57, and 90-7 are hereby amended to provide as follows:

Upon receiving and filing the report the Clerk of the Board shall fix a time, date and place for a hearing on the report, preceded by notice published pursuant to Section 6066 of the California Government Code and by posting the notice as provided by law.

SIXTH: The Clerk of the Board shall file certified copies of this resolution with both the Tax Roll Control Office of County of Santa Clara and with the Recorder of said County.

PASSED AND ADOPTED by the Board of Directors of the Santa Clara Valley Water District by the following vote on May 12, 2026:

AYES:	Directors	Ballard, Beall, Eisenberg, Hsueh, Santos, Varela, Estremera
NOES:	Directors	None
ABSENT:	Directors	None
ABSTAIN:	Directors	None

SANTA CLARA VALLEY WATER DISTRICT



TONY ESTREMER
Chair, Board of Directors

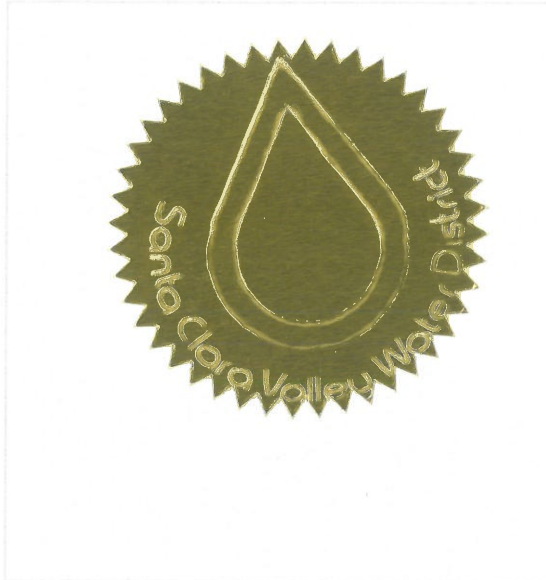
ATTEST:



CANDICE KWOK-SMITH
Clerk, Board of Directors

Establishing Land Use Categories, Confirming a Levy of Benefit Assessments to Meet Duly Authorized Debt Obligations for Fiscal Year 2026-2027 in Flood Control Zones of Santa Clara Valley Water District, in Accordance With Resolution Nos. 86-54, 86-55, 86-56, 86-57, and 90-7, and Authorizing a Procedure for Correcting Assessments

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I hereby certify that the foregoing is a full, true and correct copy of the original thereof on file in my office.

DATED: May 12, 2026

CANDICE KWOK-SMITH
Clerk, Board of Directors
Santa Clara Valley Water District

**BOARD OF DIRECTORS
SANTA CLARA VALLEY WATER DISTRICT**

RESOLUTION NO. 2026-23

**PROVIDING FOR LEVY OF THE SPECIAL TAX PURSUANT TO
THE SAFE, CLEAN WATER AND NATURAL FLOOD PROTECTION MEASURE
IN THE COMBINED FLOOD CONTROL ZONE OF THE SANTA CLARA VALLEY
WATER DISTRICT AND AUTHORIZING A PROCEDURE FOR CORRECTING
SPECIAL TAX AMOUNTS FOR FISCAL YEAR 2026-2027**

WHEREAS, the Santa Clara Valley Water District (Valley Water) owns property and builds, operates, and maintains infrastructure in Santa Clara County to: ensure a safe, reliable water supply for the future; reduce toxins, hazards, and contaminants, such as mercury and pharmaceuticals, in our waterways; protect our water supply and local dams from the impacts of earthquakes and natural disasters; restore fish, bird, and wildlife habitat and provide open space access; and provide flood protection to homes, business, schools, streets, and highways; and

WHEREAS, more than two-thirds of the electors voting in Santa Clara County did favor a special tax measure in the November 3, 2020, General Election thereby approving the special tax specified in Resolution No. 20-64 for designated purposes.

NOW, THEREFORE BE IT RESOLVED by the Board of Directors (Board) of the Santa Clara Valley Water District as follows:

FIRST: The Chief Executive Officer (CEO) of Valley Water has directed a summary report to be prepared for fiscal year July 1, 2026, through June 30, 2027, that includes the proposed special tax rates for that year ("Report"), and presented that Report on May 12, 2026, as an attachment to an agenda memorandum with the subject "Safe, Clean Water and Natural Flood Protection Special Tax Summary Report and Resolution Setting the Special Tax Rates for Fiscal Year 2026-2027 (FY 2026-27)."

SECOND: A special tax is hereby levied on each parcel of real property in the Combined Zone consisting of the aggregate metes and bounds of District Zones One, Two, Three, Four, and Five as presently existing ("Combined Zone") for the purposes stated in the Report, and as authorized according to the minimums and methods described in this resolution. Except for the minimum special tax as hereinafter indicated, the special tax for each parcel of real property in the Combined Zone is computed by determining that parcel's area in acres or fractions thereof, its land use category (as hereinafter defined), and then multiplying the area by the special tax rate applicable to land in such land use category. A minimum special tax shall be levied on each parcel of real property having a land area up to: (1) 0.25 acre for Groups A, B, and C; and (2) up to 10 acres for Groups D and E Urban. For Group E Rural, the minimum special tax shall be that as calculated for the E Urban category, but shall apply to parcels of 80 acres or less. A minimum special tax shall be levied in Group B per unit for condominiums and townhouses without regard to parcel size.

THIRD: Special tax rates for land use categories for each parcel of land in the Combined Zone are defined and established as follows:

Group A: Land used for commercial or industrial purposes: \$659.60 per acre, \$164.88 minimum for parcels up to 0.25 acre.

Group B: Land used for institutional purposes such as churches and schools or multiple dwellings in excess of four units, including (1) apartment complexes, mobile home parks, and recreational vehicle parks: \$494.70 per acre, \$123.67 minimum for parcels up to 0.25 acre; and (2) condominiums and townhouses: \$40.13 per unit.

Providing for Levy of the Special Tax Pursuant to the Safe, Clean Water and Natural Flood Protection Measure in the Combined Flood Control Zone of the Santa Clara Valley Water District and Authorizing a Procedure for Correcting Special Tax Amounts for Fiscal Year 2026-2027
Resolution No. 2026-23

- Group C: Parcels up to 0.25 acre used for single-family residences and multiple-family units up to four units: \$82.41. The first 0.25 acre of a parcel of land used for single-family residential purposes: \$82.41.
- Group D: (1) Disturbed agricultural land, including irrigated land, orchards, dairies, field crops, golf courses, and similar uses: \$4.23 per acre, \$42.26 minimum on parcels less than 10 acres. (2) The portion of a parcel, if any, in excess of 0.25 acre used for single-family residential purposes: \$4.23 per acre.
- Group E: Vacant undisturbed land (1) in urban areas: \$1.25 per acre, \$12.45 minimum on parcels less than 10 acres; and (2) in rural areas: \$0.17 per acre, with a \$12.45 minimum.
- Group F: Parcels used exclusively as well sites for residential uses are exempt from the special tax.

Parcels owned by federal, state, or local government agencies are exempt from this special tax.

FOURTH: Valley Water will provide an exemption from the special tax for low-income owner-occupied residential properties for taxpayer-owners 65 years of age or older as follows:

Residential parcels where the total annual household income does not exceed 75 percent of the latest available figure for state median income at the time the annual tax is set, and where such parcel is owned and occupied by at least one person who is aged 65 years or older, shall be exempt from the applicable special tax for fiscal year 2026-2027 upon requesting such exemption from Valley Water prior to fiscal year 2026-2027. Granting similar exemptions for fiscal years beyond fiscal year 2026-2027 will be made at the discretion of the Board.

FIFTH: Any special tax amount found to be in error and that results in an overstatement of tax to a property owner may be corrected by a check or checks drawn upon the Safe, Clean Water and Natural Flood Protection Fund upon approval by the Valley Water Chief Financial Officer and pursuant to procedures approved by Valley Water's CEO and District Counsel.

PASSED AND ADOPTED by the Board of Directors of the Santa Clara Valley Water District by the following vote on May 12, 2026:

AYES: Directors Ballard, Beall, Hsueh, Santos, Varela, Estremera

NOES: Directors None

ABSENT: Directors Eisenberg

ABSTAIN: Directors None

SANTA CLARA VALLEY WATER DISTRICT


TONY ESTREMER
Chair, Board of Directors

ATTEST:


CANDICE KWOK-SMITH
Clerk, Board of Directors

Providing for Levy of the Special Tax Pursuant to the Safe, Clean Water and Natural Flood Protection Measure in the Combined Flood Control Zone of the Santa Clara Valley Water District and Authorizing a Procedure for Correcting Special Tax Amounts for Fiscal Year 2026-2027

Resolution No. 2026-23



I hereby certify that the foregoing is a full, true and correct copy of the original thereof on file in my office.

DATED: May 12, 2026

A handwritten signature in black ink, appearing to read "Candice Kwok-Smith", is written over a horizontal line.

CANDICE KWOK-SMITH
Clerk, Board of Directors
Santa Clara Valley Water District

**BOARD OF DIRECTORS
SANTA CLARA VALLEY WATER DISTRICT**

RESOLUTION NO. 2026-21

DETERMINING GROUNDWATER PRODUCTION CHARGES FOR FISCAL YEAR 2026–2027

WHEREAS, the Board of Directors of the Santa Clara Valley Water District (Valley Water) does find and declare as follows:

1. That pursuant to Section 26.5 of the Santa Clara Valley Water District Act ("District Act"), a written report detailing Valley Water's activities in the protection and augmentation of the water supplies of Valley Water has been prepared including: a financial analysis of Valley Water's water utility system, information as to the present and future water requirements of Valley Water, the water supply available to Valley Water, and future capital improvements and maintenance and operating requirements; a method of financing such requirements; a recommendation as to whether or not the groundwater production charge should continue to be levied in any zone or zones of Valley Water during the ensuing fiscal year; and a proposal of a rate per acre-foot for agricultural water and a rate per acre-foot for all water other than agricultural water for Zones W-2, W-5, W-7, and W-8;
2. That on the 27th day of February 2026, said report was duly delivered to the Clerk of the Valley Water Board;
3. That the Clerk, pursuant to Section 26.6 of the District Act, gave due notice of the receipt of the report and of a public hearing to be held commencing on the 14th day of April 2026, by teleconference, videoconference, or both and in-person attendance at the time stated;
4. That on February 27, 2026, written notice was mailed to all owners and operators of water-producing facilities within Valley Water's boundaries, advising of the proposed groundwater production charge rates to be levied, and of the opportunities to be heard concerning such charges;
5. That pursuant to Section 26.6 of the District Act, on the 14th day of April 2026, at 1 p.m. a public hearing upon said report was duly commenced, and was continued for further hearing to the evening of April 22, 2026, in Morgan Hill, California, and continued again to the afternoon of April 28, 2026, whereupon the hearing was concluded, more than 45 days after notice of the hearing was given;
6. That during said public hearing, additional information and evidence was provided that was considered by the Board in making its decision on groundwater production charges, and the public and all persons subject to groundwater production charges were invited to speak or present written comments at the public hearing;
7. That the charges established by this resolution are for the purpose of paying the cost of constructing, maintaining, and operating facilities to import water into Valley Water; paying the cost of purchasing imported water; paying the cost of constructing, maintaining, and operating facilities for groundwater recharge, surface distribution, and the purification and treatment of water; and paying the principal and interest of any bonded indebtedness or other financial obligations of Valley Water incurred for those purposes;

8. That this Board considered all comments objecting to the proposed groundwater production charge increases for Zones W-2, W-5, W-7, and W-8;
9. That this Board, based on the whole record before it, finds that the revenues derived from the groundwater production charges will not exceed the funds required to provide services to Zones W-2, W-5, W-7, and W-8, as authorized under the District Act, and that the amount levied does not and will not exceed the proportional cost of service; and
10. That the California Environmental Quality Act does not apply to approval of these charges.

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

FIRST: Valley Water activities in the geographic area identified as Zone W-2 benefit said zone and those who rely directly or indirectly upon the groundwater supplies of such zone and water imported into such zone; Valley Water activities in the geographic area of Valley Water identified as Zone W-5 benefit said zone and those who rely directly or indirectly upon the groundwater supplies of such zone and water imported into such zone; Valley Water activities in the geographic area of Valley Water identified as Zone W-7 benefit said zone and those who rely directly or indirectly upon the groundwater supplies of such zone and water imported into such zone; and Valley Water activities in the geographic area of Valley Water identified as Zone W-8 benefit said zone and those who rely directly or indirectly upon the groundwater supplies of such zone and water imported into such zone. Revenues derived from groundwater production charges shall be used only for such activities as authorized under the District Act.

SECOND: Based upon the findings and determinations from said hearing, the entire record presented to the Board and results of protests received, the Board hereby determines that fiscal year 2026–2027 groundwater production charge (per acre-foot) for agricultural water and for all water other than agricultural water should be increased. Accordingly, such charges shall be, and are hereby set as follows on all persons operating groundwater-producing facilities in Zone W-2 of Valley Water for fiscal year 2026–2027 (July 1, 2026–June 30, 2027) at the following per acre-foot rates:

Water Other Than Agricultural	Agricultural Water
\$2,673.00	\$46.50

THIRD: Based upon the findings and determinations from said hearing, the entire record presented to the Board and results of protests received, the Board hereby determines that fiscal year 2026–2027 groundwater production charge (per acre-foot) for agricultural water and for all water other than agricultural water should be increased. Accordingly, such charges shall be, and are hereby set as follows on all persons operating groundwater-producing facilities in Zone W-5 of Valley Water for fiscal year 2026–2027 (July 1, 2026–June 30, 2027) at the following per acre-foot rates:

Water Other Than Agricultural	Agricultural Water
\$665.50	\$46.50

FOURTH: Based upon the findings and determinations from said hearing, the entire record presented to the Board and results of protests received, the Board hereby determines that fiscal year 2026–2027 groundwater production charge (per acre-foot) for agricultural water and for all water other than agricultural water should be increased. Accordingly, such charges shall be, and

are hereby set as follows on all persons operating groundwater-producing facilities in Zone W-7 of Valley Water for fiscal year 2026–2027 (July 1, 2026–June 30, 2027) at the following per acre-foot rates:

Water Other Than Agricultural	Agricultural Water
\$913.00	\$46.50

FIFTH: Based upon the findings and determinations from said hearing, the entire record presented to the Board and results of protests received, the Board hereby determines that fiscal year 2026–2027 groundwater production charge (per acre-foot) for agricultural water and for all water other than agricultural water should be increased. Accordingly, such charges shall be, and are hereby set as follows on all persons operating groundwater-producing facilities in Zone W-8 of Valley Water for fiscal year 2026–2027 (July 1, 2026–June 30, 2027) at the following per acre-foot rates:

Water Other Than Agricultural	Agricultural Water
\$501.00	\$46.50

SIXTH: Notice of the setting of groundwater production charges in the identified rates shall be given as provided in Section 26.8 of the District Act.

SEVENTH: The groundwater production charges set forth in this resolution shall be in effect until subsequent action of this Board modifying them.

PASSED AND ADOPTED by the Board of Directors of the Santa Clara Valley Water District by the following vote on May 12, 2026:

AYES: Directors Ballard, Beall, Hsueh, Santos, Varela, Estremera

NOES: Directors None

ABSENT: Directors Eisenberg

ABSTAIN: Directors None

SANTA CLARA VALLEY WATER DISTRICT



TONY ESTREMER
Chair, Board of Directors

ATTEST:



CANDICE KWOK-SMITH
Clerk, Board of Directors

**BOARD OF DIRECTORS
SANTA CLARA VALLEY WATER DISTRICT**

RESOLUTION NO. 2026-22

**DETERMINING RAW SURFACE WATER, TREATED WATER, AND SOUTH COUNTY
RECYCLED WATER CHARGES FOR FISCAL YEAR 2026-2027**

WHEREAS, the Board of Directors of the Santa Clara Valley Water District (Valley Water) does find and declare as follows:

1. Pursuant to Valley Water Resolution No. 12-10, on February 27, 2026, Valley Water mailed written notice to all "Record Owners" (raw surface water permittees/customers/landowners), advising them of Valley Water's proposed raw surface water charge rates to be levied in Fiscal Year 2026–2027 in Zones W-2, W-5, W-7, and W-8, and of the opportunity to be heard concerning such charges at a public hearing commencing on April 14, 2026 and continuing through April 28, 2026, including their right to file a written protest objecting to any applicable proposed rate increase;
2. On the 14th day of April 2026, at 1 p.m. a public hearing upon said rates/charges was duly commenced, and was continued for further hearing to the evening of April 22, 2026 in Morgan Hill, California, and again continued to the afternoon of April 28, 2026, whereupon the hearing was concluded, more than 45 days after notice of the hearing was given;
3. That during said public hearing, additional information and evidence was provided that was considered by the Board in making this decision;
4. The charges established by this resolution are for the purpose of paying the cost of constructing, maintaining, and operating facilities to import water into Valley Water; paying the cost of purchasing imported water; paying the cost of constructing, maintaining, and operating facilities for groundwater recharge, surface distribution, and the purification and treatment of water; and paying the principal and interest of any bonded indebtedness or other financial obligations of Valley Water incurred for those purposes;
5. Raw surface water permittees/customers and landowners of parcels receiving raw surface water were given the opportunity to file a written protest objecting to the proposed raw surface water charge increase;
6. This Board has now considered all protests objecting to the proposed raw surface water charge increases for Zones W-2, W-5, W-7, and W-8, respectively, and after the close of the hearing determined that written protests were not received from more than 50 percent of the record owners of surface water facilities in Zone W-2, W-5, W-7, and W-8; and
7. The California Environmental Quality Act does not apply to approval of these charges.

NOW, THEREFORE BE IT RESOLVED by the Board of Directors of the Santa Clara Valley Water District that the charges to be applied in fiscal year 2026–2027 (July 1, 2026–June 30, 2027) for raw surface water delivered by Valley Water, the following charges shall apply:

1. The Basic User Charge per acre-foot for raw surface-delivered water in Zone W-2 is:

Water Other Than Agricultural	Agricultural Water
\$2,673.00	\$46.50

2. The Basic User Charge per acre-foot for raw surface-delivered water in Zone W-5 is:

Water Other Than Agricultural	Agricultural Water
\$665.50	\$46.50

3. The Basic User Charge per acre-foot for raw surface-delivered water in Zone W-7 is:

Water Other Than Agricultural	Agricultural Water
\$913.00	\$46.50

4. The Basic User Charge per acre-foot for raw surface-delivered water in Zone W-8 is:

Water Other Than Agricultural	Agricultural Water
\$501.00	\$46.50

5. The charge for watermaster service throughout Valley Water whether such service is for agricultural water or for water other than agricultural water, shall be \$73.00 per acre-foot; and

6. Charges per acre-foot for raw surface water delivered to raw surface water permittees outside of Zone W-2, Zone W-5, Zone W-7, or Zone W-8 shall be the same as those imposed within the zone to which the user's turnout is most nearly located.

BE IT FURTHER RESOLVED that upon due review of anticipated costs and revenues of Valley Water, the following rate schedule in dollars per acre-foot for the delivery of treated water is hereby established as the Contract Treated Water Charge, which is comprised of the Basic User Charge and the Treated Water Surcharge for the 2026–2027 fiscal year (July 1, 2026–June 30, 2027):

Charge	Amount
Basic User Charge	\$2,673.00
Treated Water Surcharge	<u>115.00</u>
Contract Treated Water Charge	\$2,788.00

BE IT FURTHER RESOLVED that the price to be charged per acre-foot for recycled water from the South County Regional Wastewater Authority Facility at Gilroy and delivered to customers shall be the following for the 2026–2027 fiscal year (July 1, 2026–June 30, 2027):

Water Other Than Agricultural	Agricultural Water
\$645.50	\$76.85

PASSED AND ADOPTED by the Board of Directors of the Santa Clara Valley Water District by the following vote on May 12, 2026:

AYES: Directors Ballard, Beall, Hsueh, Santos, Varela, Estremera

NOES: Directors None

ABSENT: Directors Eisenberg

ABSTAIN: Directors None

SANTA CLARA VALLEY WATER DISTRICT



TONY ESTREMER
Chair, Board of Directors

ATTEST:



CANDICE KWOK-SMITH
Clerk, Board of Directors

**BOARD OF DIRECTORS
SANTA CLARA VALLEY WATER DISTRICT**

RESOLUTION NO. 2026-30

**APPROVING AND ADOPTING THE OPERATING AND CAPITAL ROLLING
BIENNIAL BUDGET FOR FISCAL YEAR 2026-27**

WHEREAS, on April 29, 2026, the Board of Directors of the Santa Clara Valley Water District (Valley Water) held its annual budget work study session to review and consider the Proposed Operating and Capital Rolling Biennial Budget (Budget) for Fiscal Year (FY) 2026-27; and

WHEREAS, such budget work study session was open to the general public to appear and be heard regarding any item of the proposed budget or for the inclusion of additional items; and

WHEREAS, Section 20 of the District Act requires that after conclusion of the public meeting(s) to hear general public comments on the proposed budget, the Board shall by resolution adopt the budget as finally determined including any revisions that the Board determines advisable during or after the meeting(s) and not later than June 30 of each year; and

WHEREAS, the Budget for FY 2026-27 was developed in accordance with the Board's Executive Limitations EL-4, which requires that the Valley Water's financial planning for any fiscal year shall be aligned with the Board's Ends, not risk fiscal jeopardy, and be derived from a multi-year plan; and

WHEREAS, the Board was provided a comprehensive overview of the budget development process and assumptions, Valley Water-wide financial review and a presentation of fund and business area financial allocations in the Proposed Budget for FY 2026-27; and

WHEREAS, the Board of Directors has previously created the following Special Purpose Funds (as such term is defined in Resolution 16-10, adopted on February 23, 2016): San Felipe Emergency Reserve, Supplemental Water Supply Reserve, and Drought Reserve; and

WHEREAS, the Board was provided assurance that the Proposed Budget for FY 2026-27 meets Board priorities, realizes efficiencies and cost savings, demonstrates fiscal accountability and value to customers, is balanced and helps ensure future financial sustainability.

NOW, THEREFORE BE IT RESOLVED by the Board of Directors of the Santa Clara Valley Water District that the Budget for FY 2026-27, plus any changes or modifications made at the time of adoption, and including the terms of this Resolution, is hereby approved and adopted; and

BE IT FURTHER RESOLVED that the total appropriations approved by the Board of Directors, which include all operating and capital outlays, debt service payments and interfund transfers, and budgeted reserves, are limited within each fund as follows (plus any changes or modifications made at the time of adoption):

FY 2026-27 Operating, Capital, and Interfund Transfer Budget

1.	General Fund (11)	\$ 113,855,152
2.	Watershed and Stream Stewardship Fund (12)	\$ 126,331,955
3.	Lower Peninsula Watershed Fund (21)	\$ 2,731,816
4.	West Valley Watershed Fund (22)	\$ 819,476
5.	Guadalupe Watershed (23)	\$ 910,837
6.	Coyote Watershed Fund (24)	\$ 2,459,121
7.	Safe, Clean Water and Natural Flood Protection Fund (26)	\$ 230,456,853
8.	Water Enterprise Fund (61)	\$ 865,360,489
9.	State Water Project Fund (63)	\$ 35,848,142
10.	Fleet Management Fund (71)	\$ 10,135,017
11.	Risk Management Fund (72)	\$ 12,753,661
12.	Information Technology Fund (73)	\$ 48,283,088

FY 2026-27 Reserves Budget

1.	General Fund (11)	\$ 12,141,979
2.	Watershed and Stream Stewardship Fund (12)	\$ 211,228,917
3.	Safe, Clean Water and Natural Flood Protection Fund (26)	\$ 97,716,187
4.	Water Enterprise Fund (61)	\$ 152,421,083
5.	State Water Project Fund (63)	\$ 14,890,000
6.	Fleet Management Fund (71)	\$ 2,003,803
7.	Risk Management Fund (72)	\$ 21,801,633
8.	Information Technology Fund (73)	\$ 6,113,174

BE IT FURTHER RESOLVED that:

1. Any subsequent changes to the Adopted Valley Water FY 2026-27 Operating, Capital and Interfund Transfer Budget shall occur as follows:
 - (a) By Valley Water Board of Directors action for all budget adjustments that either increase or decrease a fund's total operating, capital, or interfund transfer budget or reserve appropriations with the exception of Currently Authorized Projects Reserve, which is comprised of accumulated unexpended and unencumbered balances of Board-approved capital project appropriations from prior years.
 - (b) By Valley Water Board of Directors action for all budget adjustments between capital projects within a fund that exceed \$100,000 per project within the fiscal year.
 - (c) Delegation of authority is hereby conferred to the Chief Executive Officer (CEO), or his/her designee to approve budget transfers from the Supplemental Water Supply Reserve for amounts not to exceed 20 percent of the annual imported water purchases budget. The CEO shall inform the Board of any such budget transfers on a timely basis.
 - (d) By the CEO, or his/her designee, for all other changes.
2. With the exception of those capital projects that have been closed or those related to capital program management and administrative services, any unexpended or unencumbered appropriation balances remaining at the end of FY 2025-26 for capital projects are hereby reappropriated to FY 2026-27 for continued use in those same projects, up to \$100,000 above the planned expenditure amounts for each project identified in the draft Five-Year CIP for FY 2026-27. The portion of the balances that are not reappropriated to FY 2026-27 will remain as designated reserves for Current Authorized Projects to be reappropriated in future years in accordance with the Five-Year CIP expenditure schedule.

3. Any variances at the end of FY 2026-27 in Committed Reserves, Restricted Reserves and Other Reserves from those estimated in this FY 2026-27 Budget not otherwise reappropriated above shall result in corresponding adjustments to the FY 2026-27 estimated reserve appropriations in accordance with the Valley Water Reserve Policy. These adjustments shall be made in the following order:
 - (a) First, to restore Restricted Reserves.
 - (b) Second, to restore Risk Fund Committed Reserves.
 - (c) Third, to restore other Committed Reserves excluding Operating and Capital Reserves.
 - (d) Fourth, to restore Operating and Capital Reserves.
4. If at the commencement of FY 2027-28, the appropriations applicable to that year have not been finally determined and adopted by the Board of Directors in accordance with the District Act, Valley Water shall proceed in accordance with the following authorizations:
 - (a) Except as otherwise provided in Section 4(b), the amounts set forth in the proposed budget for operating outlays, including existing debt service requirements, and capital outlays and the purposes therein specified, except funding for fixed assets, and residual equity transfers, are deemed appropriated until the final adoption of the budget by the Board of Directors.
 - (b) Funding for fixed assets and residual equity transfers are deemed appropriated until the adoption of the final budget if specifically approved by the Board of Directors.

PASSED AND ADOPTED by the Board of Directors of the Santa Clara Valley Water District by the following vote on May 12, 2026:

AYES: Directors Ballard, Beall, Hsueh, Santos, Varela, Estremera

NOES: Directors Eisenberg

ABSENT: Directors None

ABSTAIN: Directors None

SANTA CLARA VALLEY WATER DISTRICT


TONY ESTREMER
Chair, Board of Directors

ATTEST


CANDICE KWOK-SMITH
Clerk, Board of Directors

**BOARD OF DIRECTORS
SANTA CLARA VALLEY WATER DISTRICT**

RESOLUTION NO. 2026-31

**PROVIDING FOR A LEVY OF AD VALOREM REAL PROPERTY TAXES
IN FISCAL YEAR 2026-27 TO MEET THE COST OF ITS
WATER SUPPLY CONTRACT WITH THE STATE OF CALIFORNIA**

WHEREAS, the Santa Clara Valley Water District (Valley Water) incurs an annual indebtedness to the State of California (State) pursuant to its Water Supply Contract with the State of California dated November 20, 1961 (State Water Supply Contract), and such indebtedness was approved by the voters prior to July 1, 1978, within the meaning of Article XIII A of the California Constitution; and

WHEREAS, Valley Water anticipates that its contractual indebtedness to the State under the State Water Supply Contract during the fiscal year beginning July 1, 2026, and ending June 30, 2027 (Fiscal Year 2026-27), will be at least \$28 million; and

WHEREAS, Section 11652 of the California Water Code requires the Valley Water Board of Directors (Board) to levy a tax sufficient to assure payment of sums due under Valley Water's Water Supply Contract; and

WHEREAS, Section 1(b) of Article XIII A of the California Constitution exempts ad valorem property tax levies to make payments upon indebtedness approved by the voters prior to July 1, 1978, from the limitation set forth in Section 1(a) of Article XIII A; and

WHEREAS, Valley Water's indebtedness from its Water Supply Contract falls within such exemption; and

WHEREAS, Valley Water's Water Supply Contract is protected against impairment under the provisions of Article I, Section 10 of the Constitution of the United States and Article I, Section 9 of the California Constitution prohibiting the impairment of the obligation of contracts; and

WHEREAS, the Board has previously considered, in a public hearing, Staff's recommendation that anticipated Fiscal Year 2026-27 State Water Project (SWP) expenses of approximately \$35.8 million be paid for through the setting of the SWP Tax at \$28 million rather than through further increases to groundwater production charges over and above Staff's recommended FY 2026-2027 groundwater charge increases; and

WHEREAS, this Board is concurrently approving rate increases to all of Valley Water's groundwater, surface water, and recycled water charges for Fiscal Year 2026-27, including a 9.1% increase to North County (Zone W-2)'s municipal and industrial (M&I) groundwater production charge and increases between 6.6% to 9.4% in all other groundwater benefit zones and in the agricultural groundwater charge; and

WHEREAS, if anticipated SWP expenses were not paid through imposition of a \$28 million SWP Tax but rather were paid for through groundwater charges, then Valley Water's North County (Zone W-2) municipal and industrial (M&I) groundwater production charge would need an additional increase of \$158/AF (to \$2,831/AF) or approximately 15.5% rather than 9.1%. Similarly, absent paying for SWP charges with the SWP tax, in South County, the M&I charges would have necessitated additional increases of: \$37/AF in Zone W-5 (to \$702.50/AF), \$49/AF in Zone W-7 (to \$962.00/AF), and \$38/AF in Zone W-8 (to \$539.00/AF). The agricultural groundwater charge would have necessitated additional increases of \$3.35/AF (to \$49.85/AF) in all zones, and the Open Space Credit would have necessitated an increase of roughly \$962,533; and

WHEREAS, the Board, after reviewing and considering all the facts, information and reports provided by Valley Water staff, and information communicated to the Board during public meetings in which Valley Water's Fiscal Year 2026-27 budget and proposed increase of rates and charges were considered, has determined that it is necessary to raise the amounts hereinafter specified as an ad valorem real property tax, and that it is not feasible to raise said sums from further one-year water rates increases; and

WHEREAS, said ad valorem real property tax is consistent with Valley Water's past practice and is consistent with (Goodman v. County of Riverside (1983) 140 Cal.App.3d 900), the approach of other water districts and agencies that maintain water supply contracts with the State.

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

1. That said Board has determined that the amounts necessary to be raised by taxation during Valley Water's Fiscal Year 2026-27 to pay indebtedness approved by the voters prior to July 1, 1978, and/or for which a tax levy is required under Article I, Section 10 of the United States Constitution and Article I, Section 9 of the California Constitution is \$28 million for payments on Valley Water's State Water Supply Contract dated November 20, 1961.
2. That, for the reasons stated above, said Board determines that it is infeasible to further increase or raise groundwater production charges or other water charges or rates to pay the \$28 million in expenses associated with Valley Water's State Water Supply Contract dated November 20, 1961.
3. That consistent with the requirements of law and specifically within the limitations imposed by Article XIII A of the Constitution of the State of California there shall be levied in Fiscal Year 2026-27 an ad valorem real property tax within Valley Water sufficient to raise the sum of \$28 million to meet that portion of Valley Water's Water Supply Contract obligation which may be lawfully so raised.
4. That the funds received by Valley Water pursuant to the aforementioned ad valorem tax levy shall be placed in a separate fund identified for the indebtedness set forth above.

PASSED AND ADOPTED by the Board of Directors of the Santa Clara Valley Water District by the following vote on May 12, 2026:

AYES: Directors Ballard, Beall, Hsueh, Santos, Varela, Estremera

NOES: Directors Eisenberg

ABSENT: Directors None

ABSTAIN: Directors None

SANTA CLARA VALLEY WATER DISTRICT



TONY ESTREMERA
Chair, Board of Directors

ATTEST: CANDICE KWOK-SMITH


Clerk, Board of Directors

**BOARD OF DIRECTORS
SANTA CLARA VALLEY WATER DISTRICT**

RESOLUTION NO. 2026-32

**DELEGATING AUTHORITY TO DEPOSIT AND
INVEST FUNDS TO THE TREASURER OR THEIR DESIGNEES**

WHEREAS, the Board of Directors (Board) of the Santa Clara Valley Water District (Valley Water), in accordance with Executive Limitation 4.9, believes that public funds should be prudently invested or deposited consistent with applicable laws and the policies of the Board to produce revenue for Valley Water; and

WHEREAS, from time to time, there are Valley Water funds available for the purpose of investment or deposit; and

WHEREAS, the Board of Valley Water has, pursuant to the provisions of California Government Code Sections 53607 and 53608, determined to delegate to the Treasurer (Chief Financial Officer), or their designees (Treasury and Debt Officer), authority to invest or deposit such funds in accordance with the provisions of the Government Code; and

WHEREAS, it will be more convenient in the handling of said bonds or other securities so purchased that they be kept in safekeeping by said banks while they are the property of Valley Water.

NOW, THEREFORE BE IT RESOLVED by the Board of Directors of the Santa Clara Valley Water District that the Treasurer, or their designees, pursuant to California Government Code Sections 53607 and 53608, is hereby authorized to invest, deposit, or deposit for safekeeping, as far as possible, all money belonging to, or in the custody of, Valley Water pursuant to the Title 5, Division 2, Part 1, Chapter 4, Articles 1 and 2 of the Government Code, as amended from time to time and as directed by the policies of the Board.

BE IT FURTHER RESOLVED that the Treasurer, or their designees, be and are hereby authorized to invest in permissible investments, or to deposit in interest-bearing accounts with authorized financial institutions, funds in a sinking fund or funds of Valley Water from any of the various accounts of Valley Water when such funds will not be needed for the immediate necessities of Valley Water.

BE IT FURTHER RESOLVED that the resolution shall be effective for fiscal year 2026-27 and shall be reconsidered by the Board at a public meeting annually.

PASSED AND ADOPTED by the Board of Directors of the Santa Clara Valley Water District by the following vote on May 12, 2026:

AYES: Directors: Santos, Varela, Ballard, Beall, Eisenberg, Hsueh, Estremera

NOES: Directors: None

ABSENT: Directors: None

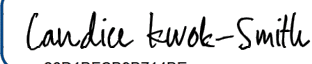
ABSTAIN: Directors: None

SANTA CLARA VALLEY WATER DISTRICT

DocuSigned by:

197E6FB6AE23405...
TONY ESTREMER
Chair, Board of Directors

ATTEST

DocuSigned by:

26D1BFCB9B714BE...

CANDICE KWOK-SMITH
Clerk, Board of Directors

**BOARD OF DIRECTORS
SANTA CLARA VALLEY WATER DISTRICT**

RESOLUTION NO. 2026-26

**AUTHORIZING THE EXECUTION AND DELIVERY OF
A TAX-EXEMPT TAX AND REVENUE ANTICIPATION NOTE AND A TAXABLE
TAX AND REVENUE ANTICIPATION NOTE TO SUPPORT SHORT-TERM OBLIGATIONS**

WHEREAS, the Board of Directors of the Santa Clara Valley Water District ("Valley Water"), a flood control and water district duly organized and existing under and pursuant to the Constitution and laws of the State of California ("State"), has previously undertaken a short-term financing program; and

WHEREAS, in order to continue the short-term financings from time to time, Valley Water has determined to issue in fiscal year 2026-2027 tax-exempt tax and revenue anticipation notes ("Tax-Exempt Notes") and taxable tax and revenue anticipation notes (the "Taxable Notes," and together with the Tax-Exempt Notes, the "Notes") in a combined aggregate principal amount not to exceed \$300,000,000 pursuant to Article 7.6 (commencing with Section 53850) of Chapter 4, Part 1, Division 2, Title 5, of the California Government Code on the terms set forth herein.

NOW, THEREFORE BE IT RESOLVED by the Board of Directors of the Santa Clara Valley Water District:

SECTION 1. DEFINITIONS

Unless the context otherwise requires, the terms defined in this Section have the meanings herein specified.

"Authorized Officer" means each of the Chief Executive Officer, the Chief Financial Officer and the Clerk of the Board or the designee of each of the foregoing.

"Authorizing Law" means Article 7.6, Chapter 4, Part 1, Division 2, Title 5, of the California Government Code.

"Bonds" means all revenue bonds or notes of Valley Water authorized, executed, issued and delivered by Valley Water, which are secured by a pledge of and lien on the Water Utility System Revenues in accordance with Section 2.1 and are payable from Net Water Utility System Revenues in accordance with Section 2.2(d) of the Master Resolution.

"Chief Executive Officer" means the duly-appointed Chief Executive Officer or any duly appointed Acting or Interim Chief Executive Officer of Valley Water.

"Code" means the Internal Revenue Code of 1986, as amended, and the Regulations promulgated thereunder.

"Contract" means all installment purchase agreements or other contracts of Valley Water authorized and executed by Valley Water, which are secured by a pledge and lien on the Water Utility System Revenues in accordance with Section 2.1 and are payable from Net Water Utility System Revenues in accordance with Section 2.2(d) of the Master Resolution.

"Master Resolution" means the Water Utility Parity System Master Resolution No. 16-10 adopted by the Board of Directors of Valley Water on February 23, 2016, as amended.

"Net Water Utility System Revenues" has the meaning set forth in the Master Resolution.

"Notes" means the Tax-Exempt Notes and the Taxable Notes.

"Regulations" means the income tax regulations promulgated or proposed by the Department of the Treasury pursuant to the Code from time to time, including temporary regulations, to the extent applicable.

"Tax-Exempt Notes" means the Santa Clara Valley Water District 2026-2027 Tax-Exempt Tax and Revenue Anticipation Notes to be issued hereunder.

"Taxable Notes" means the Santa Clara Valley Water District 2026-2027 Taxable Tax and Revenue Anticipation Notes to be issued hereunder.

"Valley Water" means the Santa Clara Valley Water District.

"Water Utility System Revenues" has the meaning set forth in the Master Resolution.

SECTION 2. ISSUANCE OF THE NOTES; AMOUNT; TERMS; INTEREST RATE; PLACE OF PAYMENT; USE OF PROCEEDS

Pursuant to the Authorizing Law, the Tax-Exempt Notes and the Taxable Notes shall be issued in a combined aggregate principal amount not to exceed \$300,000,000, which when added to the interest payable thereon, will not exceed 85 percent of the estimated amount of the then uncollected taxes, income, revenue, cash receipts, and other moneys of Valley Water which will be available for the payment therefor. A certificate of an Authorized Officer certifying to such effect, in the form attached hereto as "Exhibit B," shall be completed on or prior and as a condition to, the delivery of the Notes. The Tax-Exempt Notes shall be designated "Santa Clara Valley Water District 2026-2027 Tax-Exempt Tax and Revenue Anticipation Notes" and the Taxable Notes shall be designated "Santa Clara Valley Water District 2026-2027 Taxable Tax and Revenue Anticipation Notes." The Notes shall be dated the date of issuance thereof. The Notes shall be payable at the office of Valley Water at such times and in such amounts as set forth in the respective Notes. The Notes shall mature and be payable no later than October 1, 2027. The Notes shall bear a rate of interest which shall be determined on the date of issuance of the short-term obligations to which such Notes are pledged and shall be a rate which when multiplied by the principal amount of such Notes outstanding on such day will be equal to the interest accruing with respect to the short-term obligations to which such Notes are pledged outstanding on such date and shall be payable in accordance with the terms thereof. Each Note shall be prepayable in whole or in part on any day on which the short-term obligations to which such Note is pledged is due and payable in the event that Valley Water declines to cause additional short-term obligations to be sold to repay such maturing short-term obligations.

The proceeds of the Notes will be used for any Valley Water purpose including, but not limited to, capital expenditure, investment and reinvestment, and the discharge of any obligation or indebtedness of Valley Water.

SECTION 3. EXECUTION OF THE NOTES

Each Authorized Officer is hereby authorized and directed to sign the Notes, by such officer's manual, printed, lithographed or facsimile signatures.

SECTION 4. FORM OF THE NOTES

The Notes shall be issued in substantially the form set forth in "Exhibit A" attached hereto and incorporated herein and may be issued in typewritten form.

SECTION 5. PAYABLE FROM NET WATER UTILITY SYSTEM REVENUES

The obligation of Valley Water to make payments of principal of and interest on the Notes is a general obligation of Valley Water. Valley Water hereby pledges Net Water Utility System Revenues of Valley Water on a subordinate basis to all payment of Bonds and Contracts of Valley Water to additionally secure the portion of the payment of the principal of and interest on the Notes which support short-term obligations, all in accordance with the Master Resolution. Valley Water may pledge Net Water Utility System Revenues of Valley Water on a subordinate basis to all payment of Bonds and Contracts of Valley Water to additionally secure the portion of the payment of the principal of and interest on the Notes which support other short-term obligations, such pledge to be set forth in such short-term obligations. The Notes do not constitute a debt of Valley Water or the State or of any political subdivision thereof in contravention of any constitutional or statutory debt limitation or restriction.

SECTION 6. CERTIFIED COPIES

The Valley Water Clerk of the Board shall provide a certified copy of this document to the Chief Executive Officer or Chief Financial Officer who shall take such action as shall be necessary to assure compliance by Valley Water with the terms and conditions hereof.

SECTION 7. EFFECTIVE DATE

This resolution shall take effect immediately.

PASSED AND ADOPTED by the Board of Directors of the Santa Clara Valley Water District by the following vote on May 12, 2026:

AYES: Directors Ballard, Beall, Eisenberg, Hsueh, Santos, Varela Estremera

NOES: Directors None

ABSENT: Directors None

ABSTAIN: Directors None

SANTA CLARA VALLEY WATER DISTRICT



TONY ESTREMER
Chair, Board of Directors

ATTEST



CANDICE KWOK-SMITH
Clerk, Board of Directors

CLERK'S CERTIFICATE

STATE OF CALIFORNIA)
) SS
COUNTY OF SANTA CLARA)

I, Candice Kwok-Smith, Clerk of the Board of Directors of Santa Clara Valley Water District ("Valley Water"), Santa Clara County, California, hereby certify as follows:

The foregoing is a full, true, and correct copy of a resolution duly adopted at a regular Valley Water Board of Directors meeting, duly and regularly and legally held at the regular meeting place thereof on May 12, 2026, of which meeting all of the members of said Board of Directors had due notice and at which a majority thereof were present.

At said meeting said resolution was adopted by the following vote:

AYES: Directors

NOES: Directors

ABSENT: Directors

ABSTAIN: Directors

I have carefully compared the same with the original minutes of said meeting on file and of record in my office, and the foregoing is a full, true, and correct copy of the original resolution adopted at said meeting and entered in said minutes.

Said resolution has not been amended, modified, or rescinded since the date of its adoption, and same is now in full force and effect.

Dated: May 12, 2026

SANTA CLARA VALLEY WATER DISTRICT

By: _____


CANDICE KWOK-SMITH
Clerk, Board of Directors



EXHIBIT A COVERSHEET

SANTA CLARA VALLEY WATER DISTRICT 2026-2027 TAX-EXEMPT TAX AND REVENUE ANTICIPATION NOTE AND 2026-2027 TAXABLE TAX AND REVENUE ANTICIPATION NOTE

No. of Pages: 2

Exhibit Attachments: None

**SANTA CLARA VALLEY WATER DISTRICT
2026-2027 TAX-EXEMPT TAX AND REVENUE ANTICIPATION NOTE**

FOR VALUE RECEIVED, the Santa Clara Valley Water District ("Valley Water") acknowledges itself indebted to and promises to pay to Santa Clara Valley Water District Public Facilities Financing Corporation ("Corporation") \$150,000,000 in lawful money of the United States of America, on October 1, 2027, together with interest thereon at the offices of Valley Water in like lawful money from the date hereof until payment in full of said principal sum. Interest on this Note shall be determined on a daily basis and shall be a rate which when multiplied by the principal amount of this Note outstanding on such day will be equal to the interest accruing with respect to the short-term obligations to which the Note is pledged outstanding on such day. Interest on this Note shall be payable on any date on which interest is payable with respect to the short-term obligations to which this Note is pledged. This Note shall be prepayable in whole or in part on any day on which the Corporation notifies Valley Water that the principal with respect to the short-term obligations to which this Note is pledged is due and payable in the event that Valley Water declines to cause additional short-term obligations to be sold to repay such maturing short-term obligations.

The proceeds of this Note will be used for any Valley Water purpose including, but not limited to, capital expenditure, investment and reinvestment, and the discharge of any obligation or indebtedness of Valley Water.

It is hereby certified, recited and declared that this Note is issued by authority of Article 7.6, Chapter 4, Part 1, Division 2, Title 5, of the California Government Code, and that all acts, conditions and things required to exist, happen and be performed precedent to and in the issuance of this Note have existed, happened and been performed in regular and due time, form and manner as required by law, and that this Note, together with all other indebtedness and obligations of Valley Water, does not exceed any limit prescribed by the Constitution or laws of the State.

This Note shall be payable from taxes, income, revenue, cash receipts and other moneys which are received by Valley Water for fiscal year 2026-2027 and which are lawfully available for the payment of current expenses and other obligations of Valley Water. The obligation of Valley Water to make payments of principal of and interest on this Note is a general obligation of Valley Water. The portion of payments on this Note which support the short-term financing program is additionally payable from Net Water Utility System Revenues, on a subordinate basis to all payment of Bonds and Contracts (as such terms are defined in the Resolution adopted by the Board of Directors of Valley Water on May 12, 2026, authorizing the issuance of this Note). The portion of payments on this Note which support other short-term obligations may also be payable from Net Water Utility System Revenues, on a subordinate basis to all payment of Bonds and Contracts to the extent set forth in such short-term obligation. This Note does not constitute a debt of Valley Water or of the State or of any political subdivision thereof in contravention of any constitutional or statutory debt limitation or restriction.

IN WITNESS WHEREOF, the Santa Clara Valley Water District has caused this Note to be executed by the manual or facsimile signature of its Chief Executive Officer or their designee, and the General Counsel or the General Counsel's designee, all as of July 1, 2026.

SANTA CLARA VALLEY WATER DISTRICT

By: 
Melanie Richardson, P.E.
Interim Chief Executive Officer

APPROVED AS TO FORM:

By: 
Mark Poole
Senior Assistant District Counsel

**SANTA CLARA VALLEY WATER DISTRICT
2026-2027 TAXABLE TAX AND REVENUE ANTICIPATION NOTE**

FOR VALUE RECEIVED, the Santa Clara Valley Water District ("Valley Water") acknowledges itself indebted to and promises to pay to Santa Clara Valley Water District Public Facilities Financing Corporation ("Corporation") \$150,000,000 in lawful money of the United States of America, on October 1, 2027, together with interest thereon at the offices of Valley Water in like lawful money from the date hereof until payment in full of said principal sum. Interest on this Note shall be determined on a daily basis and shall be a rate which when multiplied by the principal amount of this Note outstanding on such day will be equal to the interest accruing with respect to the short-term obligations to which this Note is pledged outstanding on such day. Interest on this Note shall be payable on any date on which interest is payable with respect to the short-term obligations to which this Note is pledged. This Note shall be prepayable in whole or in part on any day on which the Corporation notifies Valley Water that the principal with respect to the short-term obligations to which this Note is pledged is due and payable in the event that Valley Water declines to cause additional short-term obligations to be sold to repay such maturing short-term obligations.

The proceeds of this Note will be used for any Valley Water purpose including, but not limited to, capital expenditure, investment and reinvestment, and the discharge of any obligation or indebtedness of Valley Water.

It is hereby certified, recited and declared that this Note is issued by authority of Article 7.6, Chapter 4, Part 1, Division 2, Title 5, of the California Government Code, and that all acts, conditions and things required to exist, happen and be performed precedent to and in the issuance of this Note have existed, happened and been performed in regular and due time, form and manner as required by law, and that this Note, together with all other indebtedness and obligations of Valley Water, does not exceed any limit prescribed by the Constitution or laws of the State.

This Note shall be payable from taxes, income, revenue, cash receipts and other moneys which are received by Valley Water for fiscal year 2026-2027 and which are lawfully available for the payment of current expenses and other obligations of Valley Water. The obligation of Valley Water to make payments of principal of and interest on this Note is a general obligation of Valley Water. The portion of payments on this Note which support the short-term financing program is additionally payable from Net Water Utility System Revenues, on a subordinate basis to all payment of Bonds and Contracts (as such terms are defined in the Resolution adopted by the Board of Directors of Valley Water on May 12, 2026, authorizing the issuance of this Note). The portion of payments on this Note which support other short-term obligations may also be payable from Net Water Utility System Revenues, on a subordinate basis to all payment of Bonds and Contracts to the extent set forth in such short-term obligation. This Note does not constitute a debt of Valley Water or of the State or of any political subdivision thereof in contravention of any constitutional or statutory debt limitation or restriction.

IN WITNESS WHEREOF, the Santa Clara Valley Water District has caused this Note to be executed by the manual or facsimile signature of its Chief Executive Officer or their designee, and the General Counsel or the General Counsel's designee, all as of July 1, 2026.

SANTA CLARA VALLEY WATER DISTRICT

By: 
Melanie Richardson, P.E.
Interim Chief Executive Officer

APPROVED AS TO FORM:

By: 
Mark Poole
Senior Assistant District Counsel

EXHIBIT B COVERSHEET

**\$300,000,000
SANTA CLARA VALLEY WATER DISTRICT
2026-2027 TAX AND REVENUE ANTICIPATION NOTES
CALCULATION OF 85 PERCENT AMOUNT**

No. of Pages: 1

Exhibit Attachments: None

\$300,000,000
SANTA CLARA VALLEY WATER DISTRICT
2026-2027 TAX AND REVENUE ANTICIPATION NOTES
CALCULATION OF 85 PERCENT AMOUNT

Pursuant to the Authorizing Law, the Tax-Exempt Notes and the Taxable Notes shall be issued in a combined aggregate principal amount not to exceed \$300,000,000, which when added to the interest payable thereon, will not exceed 85 percent of the estimated amount of the then uncollected taxes, income, revenue, cash receipts, and other moneys of the Santa Clara Valley Water District ("Valley Water"), as determined by the following calculation:

FY 2026-27 Valley Water-wide Estimated Uncollected Taxes, Income, Revenue, Cash Receipts and Other Money ¹ (A)	<u>\$805,600,000</u>
FY 2026-27 Tax and Revenue Anticipation Notes:	
Principal Amount of the Notes ²	\$300,000,000
Interest on the Notes ³	<u>45,700,000</u>
Total (B)	\$345,700,000
Percentage (B)/(A)	42.91%

Dated: July 1, 2026

SANTA CLARA VALLEY WATER DISTRICT

By: 
Darin Taylor
Chief Financial Officer

¹ Source: FY 2026-27 Preliminary Budget.

² Up to \$150 million in Tax-Exempt Notes and \$150 million of Taxable Notes may be issued to support the short-term obligations.

³ Assumes maximum interest rate of 12% calculated based on actual/360-day basis.

**BOARD OF DIRECTORS
SANTA CLARA VALLEY WATER DISTRICT**

RESOLUTION NO. 2026-28

INTENTION TO ISSUE TAX-EXEMPT OBLIGATIONS FOR WATER UTILITY ENTERPRISE

WHEREAS, the Santa Clara Valley Water District ("Valley Water") is a flood control and water district duly organized and existing under and pursuant to the Constitution and laws of the State of California; and

WHEREAS, the Board of Directors of Valley Water intends to finance the costs of acquiring certain public facilities and improvements, as provided in Exhibit A attached hereto and incorporated herein (collectively, the "Project"); and

WHEREAS, Valley Water expects to finance the acquisition of the Project or portions of the Project with the proceeds of the sale of obligations the interest upon which is excluded from gross income for federal income tax purposes ("Obligations"); and

WHEREAS, prior to the issuance of the Obligations, Valley Water desires to incur certain expenditures with respect to the Project from available monies of Valley Water, which expenditures are desired to be reimbursed by Valley Water from a portion of the proceeds of the sale of the Obligations.

NOW, THEREFORE BE IT RESOLVED that the Board of Directors of the Santa Clara Valley Water District hereby finds, determines, declares, and resolves as follows:

1. Valley Water hereby states its intention and reasonably expects to reimburse Project costs incurred prior to the issuance of the Obligations with proceeds of the Obligations. Exhibit A describes either the general character, type, purpose, and function of the Project, or the fund or account from which Project costs are to be paid and the general functional purpose of the fund or account.
2. The reasonably expected maximum principal amount of the Obligations is \$498,856,000.
3. This resolution is being adopted no later than 60 days subsequent to the first date (each day of expenditure referred to herein as the "Expenditure Date or Dates") that Valley Water will expend monies for the portion of the Project costs to be reimbursed from proceeds of the Obligations.
4. Except as described below, the expected date of issue of the Obligations will be within eighteen months of the later of the Expenditure Date or Dates and the date the Project is placed in service; provided, however, that the reimbursement may not be made more than three years after the original expenditure is paid. For Obligations subject to the small issuer exception of Section 148(f)(4)(D) of the Internal Revenue Code, the "eighteen month limit" of the previous sentence is changed to "three years" and the limitation of the previous sentence beginning with "; provided," is not applicable.
5. Proceeds of the Obligations to be used to reimburse Project costs are not expected to be used, within one year of reimbursement, directly or indirectly to pay debt service with respect to any obligation (other than to pay current debt service coming due within the next succeeding one-year period on any tax-exempt obligation of Valley Water) or to be held as a reasonably required reserve or replacement fund with respect to an obligation of Valley Water or any entity related in any manner to Valley Water, or to reimburse any expenditure that was originally paid with the proceeds of any obligation, or to replace funds that are or will be used in such manner.

6. This resolution is consistent with the budgetary and financial circumstances of Valley Water as of the date hereof. No monies from sources other than the Obligation issue are, or are reasonably expected to be reserved, allocated on a long-term basis, or otherwise set aside by Valley Water (or any related party) pursuant to their budget or financial policies with respect to the Project costs. To the best of our knowledge, this Board of Directors is not aware of the previous adoption of official intents by Valley Water that have been made as a matter of course for the purpose of reimbursing expenditures and for which tax-exempt obligations have not been issued.
7. The limitations described in Section 3 and Section 4 of this resolution do not apply to:
(a) costs of issuance of the Obligations; (b) an amount not in excess of the lesser of \$100,000 or five percent (5%) of the proceeds of the Obligations; or (c) any preliminary expenditures, such as architectural, engineering, surveying, soil testing, and similar costs other than land acquisition, site preparation, and similar costs incident to commencement of construction, not in excess of twenty percent (20%) of the aggregate issue price of the Obligations that finances the Project for which the preliminary expenditures were incurred.
8. This resolution is adopted as official action of Valley Water in order to comply with Treasury Regulation § 1.150-2 and any other regulations of the Internal Revenue Service relating to the qualification for reimbursement of Valley Water expenditures incurred prior to the date of issue of the Obligations, is part of Valley Water's official proceedings, and will be available for inspection by the general public at the main administrative office of Valley Water.
9. All the recitals in this resolution are true and correct and this Board of Directors so finds, determines, and represents.

PASSED AND ADOPTED by the Board of Directors of the Santa Clara Valley Water District by the following vote on May 12, 2026:

AYES: Directors Ballard, Beall, Eisenberg, Hsueh, Santos, Varela, Estremera

NOES: Directors None

ABSENT: Directors None

ABSTAIN: Directors None

SANTA CLARA VALLEY WATER DISTRICT



TONY ESTREMER
Chair, Board of Directors

ATTEST



CANDICE KWOK-SMITH
Clerk, Board of Directors

CLERK'S CERTIFICATE

STATE OF CALIFORNIA)
) SS
COUNTY OF SANTA CLARA)

I, Candice Kwok-Smith, Clerk of the Board of Directors of Santa Clara Valley Water District ("Valley Water"), Santa Clara County, California, hereby certify as follows:

The foregoing is a full, true, and correct copy of a resolution duly adopted at a regular Valley Water Board of Directors meeting, duly and regularly and legally held at the regular meeting place thereof on May 12, 2026, of which meeting all of the members of said Board of Directors had due notice and at which a majority thereof were present.

At said meeting said resolution was adopted by the following vote:

AYES: Directors

NOES: Directors

ABSENT: Directors

ABSTAIN: Directors

I have carefully compared the same with the original minutes of said meeting on file and of record in my office, and the foregoing is a full, true, and correct copy of the original resolution adopted at said meeting and entered in said minutes.

Said resolution has not been amended, modified, or rescinded since the date of its adoption, and same is now in full force and effect.

Dated: May 12, 2026

SANTA CLARA VALLEY WATER DISTRICT

By: 
CANDICE KWOK-SMITH
Clerk, Board of Directors



EXHIBIT A COVERSHEET

DESCRIPTION OF PROJECT

No. of Pages: 1

Exhibit Attachments: None

EXHIBIT A

DESCRIPTION OF PROJECT

Various capital improvements set forth in the Fiscal Year 2027-31 Capital Improvement Plan (the "CIP") for water supply infrastructure, including storage, transmission, treatment, and recycled water facilities, and water resources stewardship, as such CIP may be modified from time-to-time. The current CIP is incorporated herein by reference.

**BOARD OF DIRECTORS
SANTA CLARA VALLEY WATER DISTRICT**

RESOLUTION NO. 2026-29

**INTENTION TO ISSUE TAX-EXEMPT OBLIGATIONS FOR SAFE, CLEAN WATER
AND NATURAL FLOOD PROTECTION AND WATERSHED
AND STREAM STEWARDSHIP PROGRAMS**

WHEREAS, the Santa Clara Valley Water District ("Valley Water") is a flood control and water district duly organized and existing under and pursuant to the Constitution and laws of the State of California; and

WHEREAS, the Board of Directors of Valley Water intends to finance the costs of acquiring certain public facilities and improvements, as provided in Exhibit A attached hereto and incorporated herein (collectively, the "Project"); and

WHEREAS, Valley Water expects to finance the acquisition of the Project or portions of the Project with the proceeds of the sale of obligations the interest upon which is excluded from gross income for federal income tax purposes ("Obligations"); and

WHEREAS, prior to the issuance of the Obligations Valley Water desires to incur certain expenditures with respect to the Project from available monies of Valley Water which expenditures are desired to be reimbursed by Valley Water from a portion of the proceeds of the sale of the Obligations.

NOW, THEREFORE BE IT RESOLVED that the Board of Directors of the Santa Clara Valley Water District hereby finds, determines, declares, and resolves as follows:

1. Valley Water hereby states its intention and reasonably expects to reimburse Project costs incurred prior to the issuance of the Obligations with proceeds of the Obligations. Exhibit A describes either the general character, type, purpose, and function of the Project, or the fund or account from which Project costs are to be paid and the general functional purpose of the fund or account.
2. The reasonably expected maximum principal amount of the Obligations is \$242,389,000.
3. This resolution is being adopted no later than 60 days subsequent to the first date (each day of expenditure referred to herein as the "Expenditure Date or Dates") that Valley Water will expend monies for the portion of the Project costs to be reimbursed from proceeds of the Obligations.
4. Except as described below, the expected date of issue of the Obligations will be within eighteen months of the later of the Expenditure Date or Dates and the date the Project is placed in service; provided, however, that the reimbursement may not be made more than three years after the original expenditure is paid. For Obligations subject to the small issuer exception of Section 148(f)(4)(D) of the Internal Revenue Code, the "eighteen-month limit" of the previous sentence is changed to "three years" and the limitation of the previous sentence beginning with "; provided," is not applicable.
5. Proceeds of the Obligations to be used to reimburse Project costs are not expected to be used, within one year of reimbursement, directly or indirectly to pay debt service with respect to any obligation (other than to pay current debt service coming due within the next succeeding one-year period on any tax-exempt obligation of Valley Water) or to be held as a reasonably required reserve or replacement fund with respect to an obligation of Valley Water or any entity related in any manner to Valley Water, or to reimburse any expenditure that was originally paid with the proceeds of any obligation, or to replace funds that are or will be used in such manner.

6. This resolution is consistent with the budgetary and financial circumstances of Valley Water as of the date hereof. No monies from sources other than the Obligation issue are, or are reasonably expected to be reserved, allocated on a long-term basis, or otherwise set aside by Valley Water (or any related party) pursuant to their budget or financial policies with respect to the Project costs. To the best of our knowledge, this Board of Directors is not aware of the previous adoption of official intents by Valley Water that have been made as a matter of course for the purpose of reimbursing expenditures and for which tax-exempt obligations have not been issued.
7. The limitations described in Section 3 and Section 4 of this resolution do not apply to:
(a) costs of issuance of the Obligations; (b) an amount not in excess of the lesser of \$100,000 or five percent (5%) of the proceeds of the Obligations; or (c) any preliminary expenditures, such as architectural, engineering, surveying, soil testing, and similar costs other than land acquisition, site preparation, and similar costs incident to commencement of construction, not in excess of twenty percent (20%) of the aggregate issue price of the Obligations that finances the Project for which the preliminary expenditures were incurred.
8. This resolution is adopted as official action of Valley Water in order to comply with Treasury Regulation § 1.150-2 and any other regulations of the Internal Revenue Service relating to the qualification for reimbursement of Valley Water expenditures incurred prior to the date of issue of the Obligations, is part of Valley Water's official proceedings, and will be available for inspection by the general public at the main administrative office of Valley Water.
9. All the recitals in this resolution are true and correct and this Board of Directors so finds, determines, and represents.

PASSED AND ADOPTED by the Board of Directors of the Santa Clara Valley Water District by the following vote on May 12, 2026:

AYES: Directors **Ballard, Beall, Eisenberg, Hsueh, Santos, Varela, Estremera**
NOES: Directors **None**
ABSENT: Directors **None**
ABSTAIN: Directors **None**

SANTA CLARA VALLEY WATER DISTRICT



TONY ESTREMERA
Chair, Board of Directors

ATTEST



CANDICE KWOK-SMITH
Clerk, Board of Directors

CLERK'S CERTIFICATE

STATE OF CALIFORNIA)
) SS
COUNTY OF SANTA CLARA)

I, Candice Kwok-Smith, Clerk of the Board of Directors of Santa Clara Valley Water District ("Valley Water"), Santa Clara County, California, hereby certify as follows:

The foregoing is a full, true, and correct copy of a resolution duly adopted at a regular Valley Water Board of Directors meeting, duly and regularly and legally held at the regular meeting place thereof on May 12, 2026, of which meeting all of the members of said Board of Directors had due notice and at which a majority thereof were present.

At said meeting said resolution was adopted by the following vote:

AYES: Directors

NOES: Directors

ABSENT: Directors

ABSTAIN: Directors

I have carefully compared the same with the original minutes of said meeting on file and of record in my office, and the foregoing is a full, true, and correct copy of the original resolution adopted at said meeting and entered in said minutes.

Said resolution has not been amended, modified, or rescinded since the date of its adoption, and same is now in full force and effect.

Dated: May 12, 2026

SANTA CLARA VALLEY WATER DISTRICT

By: 
CANDICE KWOK-SMITH
Clerk, Board of Directors



EXHIBIT A COVERSHEET

DESCRIPTION OF PROJECT

No. of Pages: 1

Exhibit Attachments: None

EXHIBIT A

DESCRIPTION OF PROJECT

Various Safe, Clean Water and Natural Flood Protection and Watershed and Stream Stewardship program capital improvements set forth in the Fiscal Year 2027-31 Capital Improvement Plan (the "CIP"), as such CIP may be modified from time-to-time. The current CIP is incorporated herein by reference.

**BOARD OF DIRECTORS
SANTA CLARA VALLEY WATER DISTRICT**

RESOLUTION NO. 2026-41

ESTABLISHING APPROPRIATIONS LIMIT FOR FISCAL YEAR 2026-27

WHEREAS, Article XIII B of the California Constitution and Government Code Sections 7901-7914 provide that the State and each local agency shall be subject to an annual Appropriations Limit as defined therein; and

WHEREAS, Article XIII B, Section 8(e)(2), requires each local government entity to select its methodology annually by a recorded vote of the governing body; and

WHEREAS, the Santa Clara Valley Water District (Valley Water) has selected the percentage change in California per capita personal income as the factor to be used in the calculation of the Appropriations Limit; and

WHEREAS, Valley Water has prepared the applicable documentation as intended by Article XIII B of the California Constitution, and such documents pursuant to Government Code Section 7910(a) were made available fifteen (15) days prior to adoption for public review in the Office of the Clerk of the Board during regular business hours.

NOW, THEREFORE BE IT RESOLVED by the Board of Directors of the Santa Clara Valley Water District that the Appropriations Limit for Fiscal Year 2026-27 is hereby established at \$226,499,995 by applying the percentage change in California per capita personal income of 4.95 percent, and the Santa Clara County population percentage change over prior year of 0.23 percent as shown on Exhibit A. This limit may be adjusted at a later date in accordance with Sections 3 and 11 of Article XIII B of the California Constitution.

BE IT FURTHER RESOLVED that any judicial action or proceeding to attack, review, set aside, void, or annul the Fiscal Year 2026-27 Appropriations Limit established by this resolution shall be commenced within forty-five (45) days from the date of this resolution in accordance with Section 7910(b) of the Government Code.

PASSED AND ADOPTED by the Board of Directors of the Santa Clara Valley Water District by the following vote on June 9, 2026:

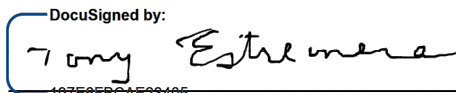
AYES: Directors Beall, Ballard, Eisenberg, Estremera, Hsueh, Santos, Varela

NOES: None

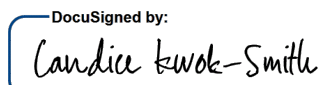
ABSENT: None

ABSTAIN: None

SANTA CLARA VALLEY WATER DISTRICT

DocuSigned by:

187E9FB5AE23405
TONY ESTREMERA
Chair, Board of Directors

ATTEST

DocuSigned by:

26D1BFCB9B714BE...

CANDICE KWOK-SMITH
Clerk, Board of Directors

EXHIBIT A COVERSHEET

FISCAL YEAR 2026-27 APPROPRIATIONS LIMIT ON THE PROCEEDS OF TAXES

No. of Pages: 1

Exhibit Attachments: None

EXHIBIT A

Santa Clara Valley Water District Fiscal Year 2026-27
Appropriations Limit on the Proceeds of Taxes*

	FY 2025-26 Appropriations Limit	Ratio of Change	FY 2026-27** Appropriations Limit	FY 2026-27 Budgeted Proceeds of Taxes	Amount Under/(Over) Limit
Watershed & Stream Stewardship	\$215,324,646	1.0519	\$226,499,995	\$54,318,336	\$172,181,659

Article XIII B of the California Constitution specifies that local jurisdictions may select either the percentage change in California per capita personal income or the percentage change in the local assessment roll due to the addition of local non-residential new construction. The percentage change in the California per capita personal income has been selected by the Santa Clara Valley Water District and is 4.95 percent.

The population percentage change minus exclusions as reported by the State Department of Finance and prepared pursuant to Government Code Section 7901 (b) is calculated for Santa Clara County for the period from January 1, 2025, to January 1, 2026, to be used in setting the Appropriations Limit for Fiscal Year 2026-27. That change is 0.23 percent.

Per Capita Personal Income:	4.95%	converted to a factor	= 1.0495
Population (Santa Clara County):	0.23%	converted to a factor	= 1.0023
Ratio of Change:		(1.0495 x 1.0023)	= 1.0519

*Other watershed funds, Lower Peninsula and West Valley, and the Water Enterprise Fund were exempt from the Appropriations Limit under Article XIII B because they did not meet the criteria.

**Commencing with the FY 2009-10 Adopted Budget, the discretionary 1 percent ad valorem property taxes and other revenues (excluding benefit assessment charges) for Guadalupe, Coyote, and Uvas/Llagas watershed funds have been consolidated, as one, into the Watershed and Stream Stewardship Fund.

**BOARD OF DIRECTORS
SANTA CLARA VALLEY WATER DISTRICT**

RESOLUTION NO. 2026-25

**AUTHORIZING THE ISSUANCE OF WATER SYSTEM REFUNDING REVENUE BONDS,
REVENUE BONDS, REFUNDING NOTES, AND REVENUE NOTES, AND APPROVING
THE EXECUTION AND DELIVERY OF CERTAIN DOCUMENTS
AND CERTAIN ACTS IN CONNECTION THEREWITH**

WHEREAS, the Santa Clara Valley Water District (Valley Water) is a water supply and flood protection special district duly organized and existing under and pursuant to the Constitution and laws of the State of California; and

WHEREAS, Valley Water has previously financed and refinanced the planning, design, acquisition and/or construction of certain capital improvements to the water utility system equipment and facilities of Valley Water by causing the issuance of its Water System Refunding Revenue Bonds, Taxable Series 2016B (the "Outstanding 2016 Bonds"), Water System Refunding Revenue Bonds, Series 2017A (the "Outstanding 2017 Bonds") and its Water System Refunding Revenue Bonds, Series 2019A (the "Outstanding 2019 Bonds") and the execution and delivery of its Revenue Certificates of Participation (Water Utility System Improvement Projects) Taxable Series 2016D (the "Outstanding 2016 Certificates"); and

WHEREAS, Valley Water has previously financed the planning, design, acquisition and/or construction of certain capital improvements to the water utility system through the execution and delivery of various outstanding short-term certificates of participation or the issuance of various outstanding short-term notes (collectively, the "Outstanding Short-Term Obligations"); and

WHEREAS, Valley Water has determined that it would be in the best interests of Valley Water and citizens of the community to authorize refunding bonds in one or more series (the "Refunding Bonds") and refunding notes in one or more series (the "Refunding Notes") pursuant to Article 11 of Chapter 3 of Part 1 of Division 2 of Title 5 of the Government Code (the "Refunding Bond Law") to refund or refinance, as applicable, all or a portion of the Outstanding 2016 Bonds, the Outstanding 2016 Certificates, the Outstanding 2017 Bonds, the Outstanding 2019 Bonds and the Outstanding Short-Term Obligations; and

WHEREAS, pursuant to the Santa Clara Valley Water District Act, as amended by Assembly Bill 939 (as amended, the "District Act"), Valley Water is authorized to issue revenue bonds to finance the planning, design, acquisition and/or construction by Valley Water of certain capital improvements to the water utility system of Valley Water to provide water service and purification, groundwater protection and dam safety; and

WHEREAS, the Board of Directors of Valley Water (the "Board") proposes to plan, design, acquire or construct additional water utility system capital improvements and to reimburse Valley Water for costs previously expended to plan, design, acquire or construct certain water utility system capital improvements; and

WHEREAS, Valley Water has determined that it would be in the best interests of Valley Water and citizens of the community to issue revenue bonds and/or revenue notes in one or more series (the "Revenue Bonds" and "Revenue Notes," respectively) pursuant to the District Act and the Revenue Bond Law of 1941 (commencing with Section 54300 of the Government Code), as supplemented by the District Act (the "Bond Law"), to finance the planning, design, acquisition and/or construction of, and to reimburse the costs of, facilities for water service and purification, groundwater protection and dam safety; and

WHEREAS, it is proposed that each series of Refunding Bonds, Refunding Notes, Revenue Bonds and Revenue Notes be sold in competitive sales pursuant to official notices of sale unless otherwise determined in accordance with this Resolution; and

WHEREAS, as to projects for which Valley Water has not yet completed its review and approval in accordance with the California Environmental Quality Act ("CEQA"), adoption of this Resolution to authorize execution of the agreements and documents referred to in this Resolution and implementation of actions necessary to accomplish the intention of this Resolution do not commit Valley Water to a definite course of action with regard to any particular project and do not limit Valley Water in exercising any discretion following CEQA review of the project, including (i) considering other feasible alternatives and mitigation measures to avoid or minimize project impacts, (ii) making modifications deemed necessary to reduce project impacts, or (iii) determining not to proceed with one or more component of a project; and

WHEREAS, Valley Water desires to authorize the sale and delivery of the Refunding Bonds, Refunding Notes, Revenue Bonds and Revenue Notes as set forth in this Resolution, provided that the aggregate principal amount of such obligations shall not exceed \$600,000,000; and

NOW, THEREFORE BE IT RESOLVED that the Board of Directors of the Santa Clara Valley Water District does hereby find, determine, declare, and resolve as follows:

Section 1. Authorization of Refunding Bonds. This Board hereby authorizes the issuance, sale and delivery of one or more series of Refunding Bonds in accordance with the Refunding Bond Law and the terms and provisions of the Indenture of Trust with respect to the Refunding Bonds referred to in Section 2 below and the Water Utility Parity System Master Resolution, the interest on which may be taxable or tax-exempt. The purposes for which the proceeds of the sale of the Refunding Bonds shall be expended are to pay all or a portion of the Outstanding Short-Term Obligations, the Outstanding 2016 Bonds, the Outstanding 2016 Certificates, the Outstanding 2017 Bonds and the Outstanding 2019 Bonds, and to pay the costs of the sale and delivery of the Refunding Bonds.

Section 2. Refunding Bonds Documents. The Indenture of Trust and Continuing Disclosure Agreement with respect to the Refunding Bonds, in substantially the forms on file with Valley Water, are hereby approved. The Chief Executive Officer (or any acting or interim of such position, the "Chief Executive Officer"), the Chief Financial Officer and the Clerk of the Board or the designee of each of the foregoing (each an "Authorized Officer" and together the "Authorized Officers"), are hereby each individually authorized and directed to execute and deliver the Indenture of Trust and Continuing Disclosure Agreement with respect to the Refunding Bonds with such changes, insertions and omissions as may be approved by such Authorized Officer executing the same, said execution being conclusive evidence of such approval.

Section 3. Authorization of Revenue Bonds. This Board hereby authorizes the issuance, sale and delivery of one or more series of Revenue Bonds in accordance with the Bond Law and the terms and provisions of the Indenture of Trust with respect to the Revenue Bonds referred to in Section 4 below and the Water Utility Parity System Master Resolution, the interest on which may be taxable or tax-exempt. The purposes for which the proceeds of the sale of the Revenue Bonds shall be expended are to finance the planning, design, acquisition and/or construction by Valley Water of certain capital improvements to the water utility system of Valley Water to provide water service and purification, groundwater protection and dam safety and to reimburse Valley Water for, and/or refinance, costs previously expended to plan, design, acquire and/or construct such water utility system capital improvements as described in the related Indenture of Trust, and to pay the costs of the sale and delivery of the Revenue Bonds.

Section 4. Revenue Bonds Documents. Each Authorized Officer is individually authorized to cause one or more Indentures of Trust and Continuing Disclosure Agreements with respect to the Revenue Bonds, in substantially the forms of the Indenture of Trust and Continuing Disclosure Agreement authorizing the Refunding Bonds referred to in Section 2 above. Each Authorized Officer is individually authorized and directed to execute and deliver such Indentures of Trust and Continuing Disclosure Agreements with such changes, insertions and omissions as may be approved by such Authorized Officer executing the same, said execution being conclusive evidence of such approval.

Section 5. Authorization of Revenue Notes. This Board hereby authorizes the issuance, sale and delivery of one or more series of Revenue Notes in accordance with the Bond Law and the terms and provisions of the Indenture of Trust with respect to the Revenue Notes referred to in Section 6 below and the Water Utility Parity System Master Resolution, the interest on which may be taxable or tax-exempt. The purposes for which the proceeds of the sale of the Revenue Notes shall be expended are to finance the planning, design, acquisition and/or construction by Valley Water of certain capital improvements to the water utility system of Valley Water to provide water service and purification, groundwater protection and dam safety and to reimburse Valley Water for, and/or refinance, costs previously expended to plan, design, acquire and/or construct such water utility system capital improvements as described in the related Indenture of Trust, and to pay the costs of the sale and delivery of the Revenue Notes.

Section 6. Revenue Notes Documents. The Indenture of Trust and Continuing Disclosure Agreement with respect to the Revenue Notes, in substantially the forms on file with Valley Water, are hereby approved. Each Authorized Officer is individually authorized and directed to execute and deliver the Indenture of Trust and Continuing Disclosure Agreement with respect to the Revenue Notes with such changes, insertions and omissions as may be approved by such Authorized Officer executing the same, said execution being conclusive evidence of such approval.

Section 7. Authorization of Refunding Notes. This Board hereby authorizes the issuance, sale and delivery of one or more series of Refunding Notes in accordance with the Refunding Bond Law and the terms and provisions of the Indenture of Trust with respect to the Refunding Notes referred to in Section 8 below and the Water Utility Parity System Master Resolution, the interest on which may be taxable or tax-exempt. The purposes for which the proceeds of the sale of the Refunding Notes shall be expended are to pay all or a portion of the Outstanding Short-Term Obligations, and to pay the costs of the sale and delivery of the Refunding Notes.

Section 8. Refunding Notes Documents. Each Authorized Officer is individually authorized to cause one or more Indentures of Trust and Continuing Disclosure Agreements with respect to the Refunding Notes, in substantially the forms of the Indenture of Trust and Continuing Disclosure Agreement authorizing the Revenue Notes referred to in Section 6 above. Each Authorized Officer is individually authorized and directed to execute and deliver such Indentures of Trust and Continuing Disclosure Agreements with such other changes (including changes as necessary to reflect the Outstanding Short-Term Obligations), insertions and omissions as may be approved by such Authorized Officer executing the same, said execution being conclusive evidence of such approval.

Section 9. Notices of Sale. One or more Notices of Sale relating to the Refunding Bonds, the Refunding Notes, the Revenue Bonds and the Revenue Notes in substantially the form on file with Valley Water, are hereby approved, with such changes, insertions and omissions as may be approved by an Authorized Officer or the designee thereof. Each Authorized Officer or

the designee thereof is individually authorized and directed to cause to be published notices of intention to sell the Refunding Bonds, the Refunding Notes, the Revenue Bonds or the Revenue Notes (a) once at least five (5) days prior to the date set for receipt of bids, in a financial publication generally circulated throughout the State of California or reasonably expected to be disseminated among prospective bidders, in accordance with Section 53692 of the California Government Code, and/or (b) once at least ten (10) days prior to the date set for receipt of bids in a newspaper of general circulation circulated within the boundaries of Valley Water's service area, in accordance with Section 53583(c)(2)(A) of the California Government Code, as applicable. The Authorized Officers or the Treasury and Debt Officer, in cooperation with Public Resources Advisory Group, as Municipal Advisor, shall cause the applicable Notice of Sale to be circulated among prospective bidders.

As an alternative to competitive sales, if an Authorized Officer determines to sell any of the Refunding Bonds, the Refunding Notes, the Revenue Bonds or the Revenue Notes by one or more negotiated sales, each Authorized Officer is individually authorized and directed to execute and deliver one or more purchase contracts for such sales in substantially the forms approved by this Board pursuant to Resolution No. 22-105 adopted on November 8, 2022, with the underwriters to be named therein as determined by an Authorized Officer, and with such changes, insertions and omissions as may be approved by such Authorized Officer executing the same, said execution being conclusive evidence of such approval.

Section 10. Total Principal Amount Authorized. The aggregate principal amount of the Refunding Bonds, the Refunding Notes, the Revenue Bonds and the Revenue Notes as authorized by this Resolution shall not exceed \$600,000,000.

Section 11. Escrow Agreements. The Escrow Agreement relating to the Outstanding 2017 Bonds and the Escrow Agreement relating to the Outstanding 2019 Bonds (collectively, the "Escrow Agreements"), in substantially the forms on file with Valley Water and, upon execution as authorized below, made a part hereof as though set forth in full herein, are hereby approved. Each Authorized Officer is individually authorized and directed to execute and deliver the Escrow Agreements with respect to the Outstanding 2017 Bonds and the Outstanding 2019 Bonds to be refunded, with such changes, insertions and omissions as may be approved by such Authorized Officer executing the same, said execution being conclusive evidence of such approval.

Section 12. Payment of Outstanding 2016 Bonds, Outstanding 2016 Certificates, Outstanding 2017 Bonds, Outstanding 2019 Bonds and Outstanding Short-Term Obligations. Each Authorized Officer and such other officers and staff of Valley Water are authorized and directed, acting singly, to do any and all things and to execute and deliver any and all documents which such officers may deem necessary or advisable in order to pay all or a portion of the Outstanding Short-Term Obligations, the Outstanding 2016 Bonds, the Outstanding 2016 Certificates, the Outstanding 2017 Bonds and the Outstanding 2019 Bonds from a portion of the proceeds of the Refunding Bonds and to pay all or a portion of the Outstanding Short-Term Obligations from a portion of the proceeds of the Refunding Notes, if any.

Section 13. Trustee. U.S. Bank Trust Company, National Association is hereby appointed to act as trustee under the Indenture of Trusts with respect to the Refunding Bonds, the Refunding Notes, the Revenue Bonds and the Revenue Notes.

Section 14. Good Faith Estimate of Certain Costs. The Board acknowledges that the good faith estimates of certain costs required by Section 5852.1 of the California Government Code with respect to each of the Refunding Bonds, the Refunding Notes, the Revenue Bonds and the Revenue Notes are disclosed in the staff report and are available to the public at the meeting at which this Resolution is approved.

Section 15. Other Actions. The Authorized Officers and such other officers and staff of Valley Water are authorized and directed, acting singly, to do any and all things and to execute and deliver any and all documents which such officers may deem necessary or advisable in order to consummate the issuance, sale and delivery of the Refunding Bonds, the Refunding Notes, the Revenue Bonds and the Revenue Notes, and the delivery of the documents approved by this Resolution with respect thereto, and otherwise effectuate the purposes of this Resolution, and such actions in connection therewith previously taken by such officers and staff are hereby ratified and confirmed.

Section 16. Definitions. Unless otherwise defined in this Resolution, all terms used by the Resolution and not otherwise defined shall have the meanings given to such terms in the Indenture of Trusts with respect to the Refunding Bonds, the Refunding Notes, the Revenue Bonds and the Revenue Notes, as applicable, unless the context otherwise clearly requires.

Section 17. Effect. This Resolution shall take effect immediately.

PASSED AND ADOPTED by the Board of Directors of the Santa Clara Valley Water District by the following vote on May 12, 2026:

AYES: Directors Ballard, Beall, Eisenberg, Hsueh, Santos, Varela, Estremera

NOES: Directors None

ABSENT: Directors None

ABSTAIN: Directors None

SANTA CLARA VALLEY WATER DISTRICT



TONY ESTREMER
Chair, Board of Directors

ATTEST



CANDICE KWOK-SMITH
Clerk, Board of Directors

Authorizing the Issuance of Water System Refunding Revenue Bonds, Revenue Bonds,
Refunding Notes and Revenue Notes, and Approving the Execution and Delivery of Certain
Documents and Certain Acts in Connection Therewith Resolution No. 2026-25



I hereby certify that the foregoing is a full, true and correct copy of the original thereof on file in my office.

DATED: May 12, 2026

CANDICE KWOK-SMITH
Clerk, Board of Directors