

# GOOD MORNING

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**Natomas Central Mutual Water Company**

Presentation to Shareholders:  
Management Report

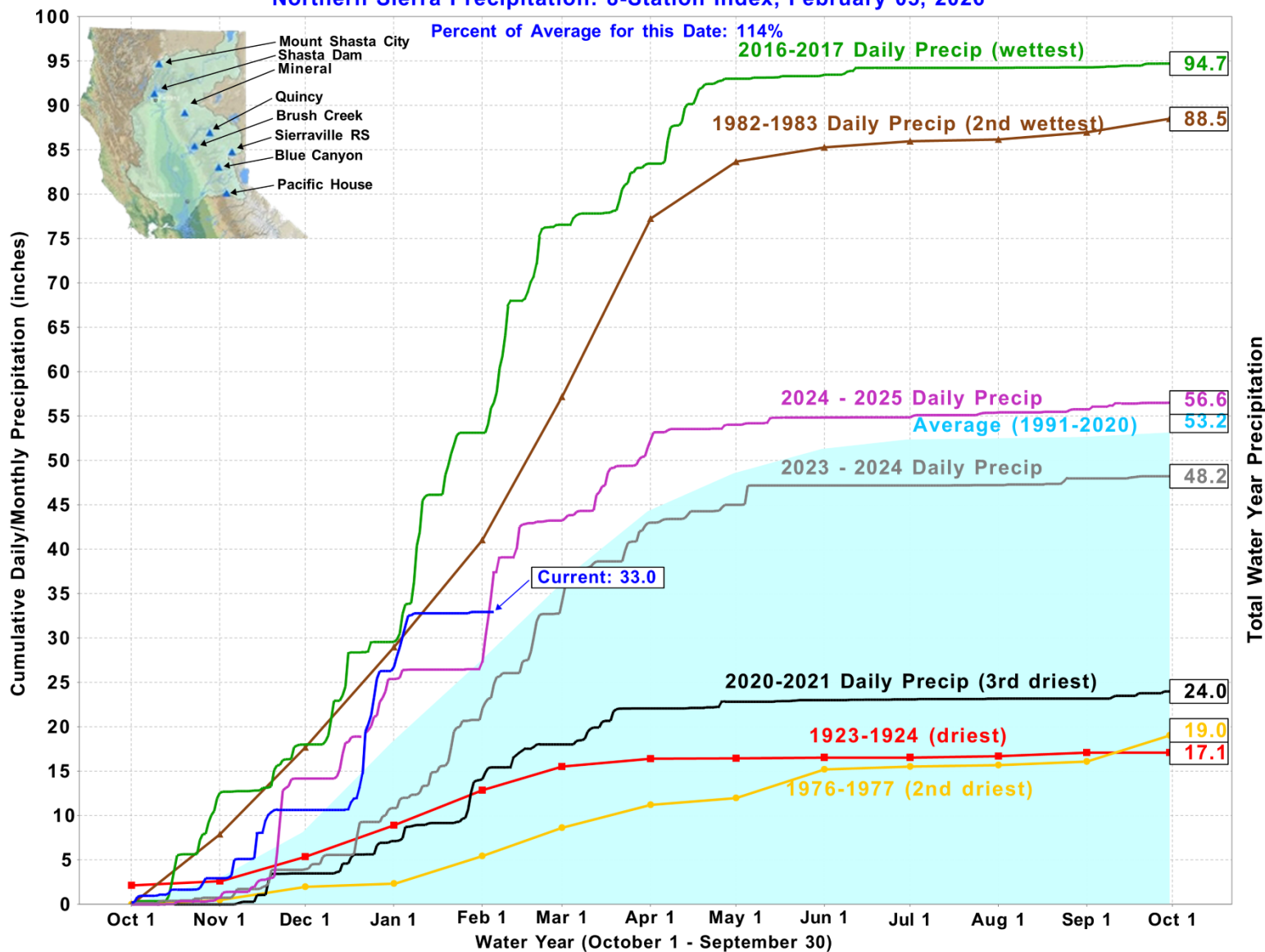
February 10, 2026

# 2026 Topics

- ▶ Water Supply & Challenges
- ▶ Groundwater
- ▶ Budget and Rates
- ▶ Improvement Projects
- ▶ Recap
- ▶ Current Challenges

# Water Supply 2026

Northern Sierra Precipitation: 8-Station Index, February 05, 2026



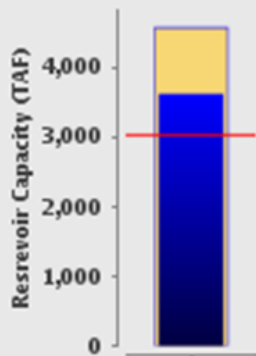


# CURRENT RESERVOIR CONDITONS



## Lake Shasta Conditions

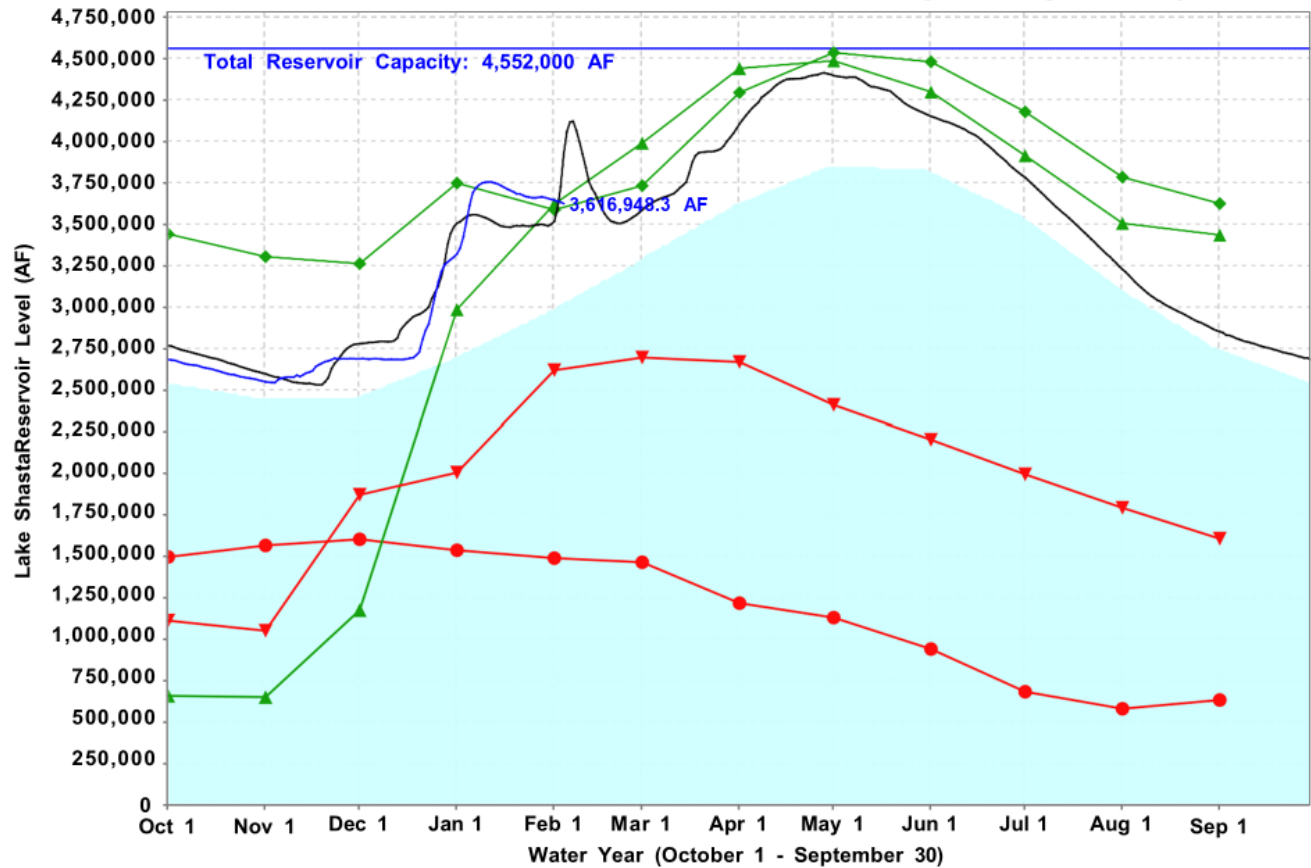
(as of Midnight - February 4, 2026)



Current Level: 3,616,948.3 AF

79% (Total Capacity) | 120% (Historical Avg.)

Lake Shasta Levels: Various Past Water Years and Current Water Year, Ending At Midnight February 4, 2026



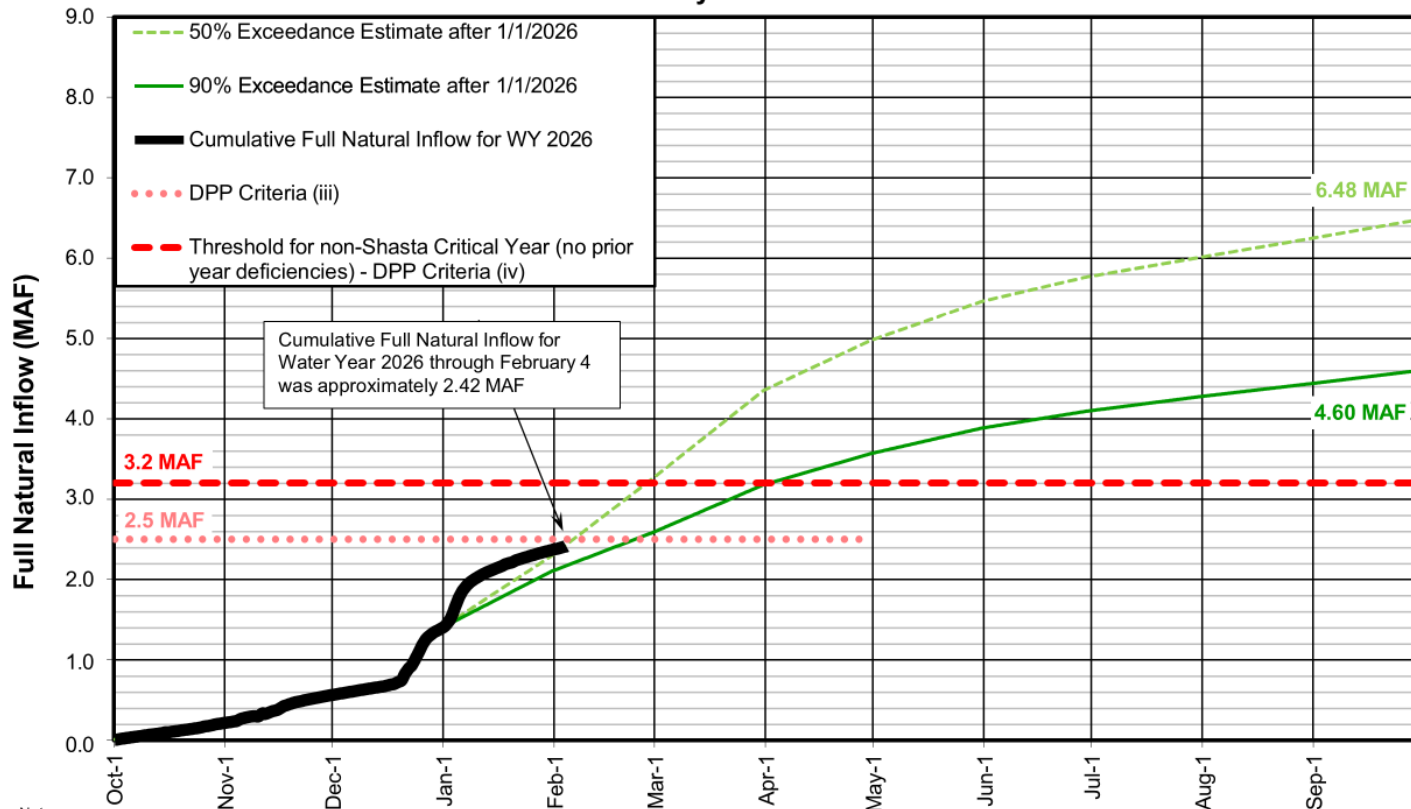
■ Historical Average  
 — Total Reservoir Capacity  
 ● 1976-1977 (Driest)  
 ▲ 1977-1978  
 ◆ 1982-1983 (Wettest)  
 — 2024-2025  
 ▼ 2014-2015  
 — Current: 2025-2026

# Water Supply Graph

## Estimated Cumulative Full Natural Inflow to Shasta Lake Water Year 2026

DRAFT

### January 1 Forecast

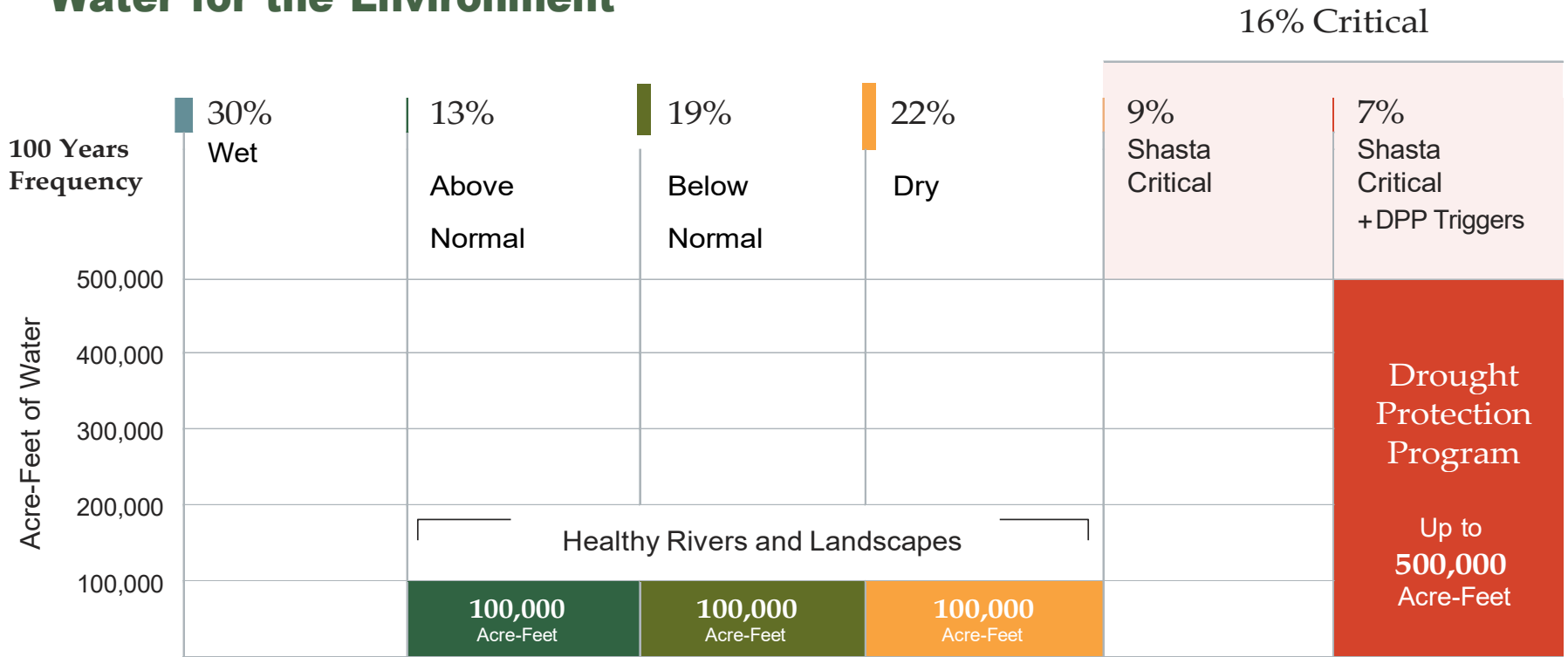


Notes:

1. Cumulative Full Natural Inflow is based on mean daily data obtained from the California Data Exchange Center (CDEC) for the Sacto Inflow-Shasta (SIS) station. Exceedance estimates are based on DWR's 1/1/2026 forecast for unimpaired inflow to Shasta.
2. Pursuant to the Drought Protection Program Agreement between SRSC and USBR, additional contract shortages may occur when four criteria are met. Two of the four criteria, as shown in this figure, are based on inflow: (iii) combined actual and forecasted full natural inflow to Shasta Lake from October 1 through April 30 is less than 2.5 MAF and (iv) Reclamation forecasts a Critical Year under the Settlement Contracts.

# Water Supply Conditions

## Water for the Environment



Note: Existing Shasta Critical Year reductions from 100% to 75% supply are not shown here.

# Water Supply Challenges

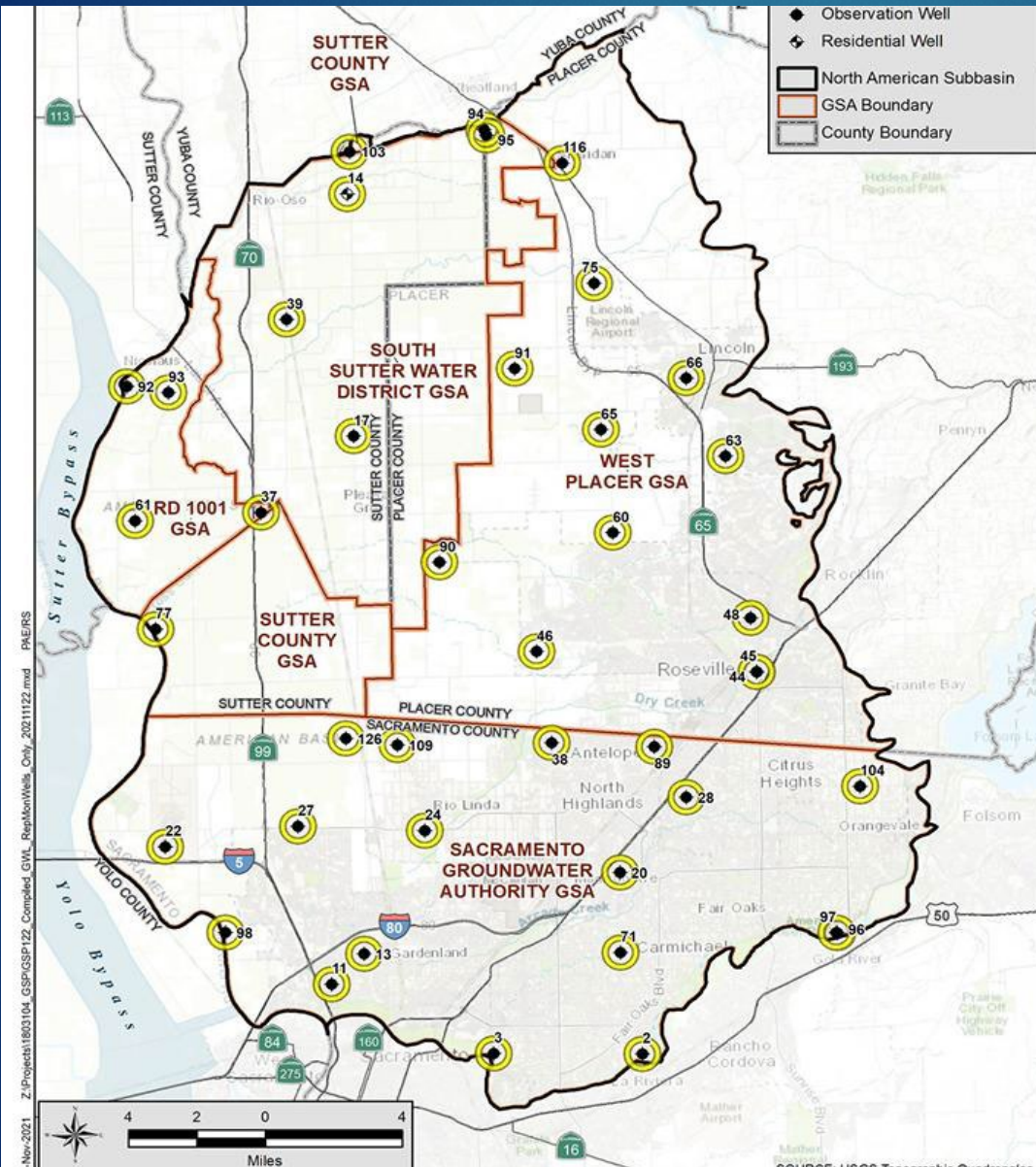
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- ▶ Hydrology - Rainfall
- ▶ DPP – Drought Protection Program
- ▶ Fisheries Issues Sacramento River
- ▶ Groundwater – Conjunctive Use
  - ▶ New Wells in the Basin
  - ▶ NMWC Well Program

# Groundwater In Natomas

## North American Sub Basin

- ▶ Good Condition Level
- ▶ Updating GSP and Annual Reports
- ▶ New Well Construction
- ▶ Development on Groundwater



# 2026 Budget

- ▶ Annual Budget 2026 \$4,529,350
- ▶ Rate decrease for 2026 - Drought Relief Funds

## 2026 Rates (per share)

	<b>2026</b>	<b>2025</b>	<b>2024</b>	<b>2023</b>	<b>2022</b>
<b>Water (per af)</b>	\$10.18	\$10.18	\$10.24	\$9.95	\$9.09
<b>Standby</b>	\$48.61	\$48.61	\$49.41	\$49.54	\$55.48
<b>Admin</b>	\$31.39	\$31.39	\$30.59	\$30.46	\$33.10
<b>Total Cost</b>	\$80.00	\$80.00	\$80.00	\$80.00	\$88.58

# Improvement Projects

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- ▶ Goal - Improve Reliability, Service, & Efficiency
- ▶ Projects
  - ▶ Lining the Flume - Complete
  - ▶ Elkhorn Pump Station Replacement Project
    - ▶ In construction – 97% complete
  - ▶ Elkhorn Pipeline 2026
  - ▶ NMWC Well Program – 9 total wells
  - ▶ Sankey Solar – Construction 2026
- ▶ Over \$80,000,000 Infrastructure Investment

# How is the Water Company Doing?

- ▶ The Company is in a good Place!
- ▶ We have updated our larger infrastructure
  - ▶ Sankey, Pritchard, Elkhorn, Riverside
- ▶ We have good reserves
- ▶ Less Legal Issues - Water
- ▶ Water Supply Reliability is Better

# Questions?

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