

EXHIBIT 3-B

WATER DISTRIBUTION SYSTEM REPORT – WATER YEAR 2021

Notes:

1. Information shown is as provided by system owners and operators unless otherwise noted.
2. Methods for reporting production are either Land Use (LU) or Water Meter (WM).
3. The source areas are as follows:
AS1 – Upper Carmel Valley – San Clemente Dam to Esquiline Bridge
AS2 – Mid Carmel Valley – Esquiline Bridge to Narrows
AS3 – Lower Carmel Valley – Narrows to Via Mallorca Bridge
AS4 – Via Mallorca Bridge to Lagoon
SCS – Seaside Coastal Subareas
CAC – Cachagua
CVU – Carmel Valley Upland
LSS – Laguna Seca Subarea
MIS – Peninsula, Carmel Highlands and San Jose Creek areas
4. California American Water (Cal-Am) Main System production includes 4,506.33 AF from Seaside coastal wells and 4,836.47 AF from Carmel Valley wells. No water was transferred to the Seaside Municipal Water System in WY 2021. No water was transferred from Carmel valley to the Ryan Ranch Unit in 2021. 131.49 AF of potable water were produced by the City of Sand City Desalination Plant, provided to the main system, and are shown on the Water Distribution System Report. That 131.49 AF, however, is subtracted from the total production for all systems as it is included as a component of production for the Cal-Am Main System. 66.06 AF of water was provided for injection to ASR wells in the Seaside Basin from Cal-Am wells in Carmel Valley. None of the injected ASR water was recovered from Seaside coastal wells in WY 2021. 3,027.17 AF of water was recovered from Pure Water Monterey in WY 2021.
5. Cal-Am’s main system deliveries total 8,543.82 AF. This total was derived as shown:

<u>Reported Cal-Am Consumption</u>	
<u>Water Year 2021 (AF)</u>	
City Total	5,835.22
County Total	2,708.58
subtotal	8,543.80
CV Irrigation	0.02
Total	8,543.82

6. N.A. refers to data that are not available and N.R. refers to systems that did not report.
7. The Mal Paso WDS was approved in WY 2016, which also required an amendment to the CAW WDS that occurred at the end of WY 2015. 43.43 AF of potable water were produced by the from the Mal Paso well in WY 2021, provided to the main system, and are shown on the Water Distribution System Report. That amount is subtracted from the total production for all systems as it is included as a component of production for the Cal-Am Main System. Also, the Monterra Ranch, Cañada Woods North (Upland) and Cañada Woods (Alluvial) WDSs were combined to form the *Cañada Woods Water Company WDS* in 2005, although they are reported separately here to facilitate historical comparisons.
8. The names of Cachagua Road #1 and #2 were switched in Reporting Year 1999 to agree with records of the Monterey County Department of Health. Older District records have the names of these two systems reversed.
9. Bishop Unit is operated by Cal-Am; acquired July 1999.
10. Rancho Fiesta has been operated by Cal-Am for over 25 years; all production and delivery is by the main Cal-Am system. Accordingly, the Rancho Fiesta system is not tracked separately in this report.
11. Hidden Hills was formerly referred to as Carmel Valley Mutual. It was annexed to Cal-Am in 1993. In WY 2021, 2.13 AF of water was transferred from the Toro System to Hidden Hills.
12. The Ryan Ranch Unit is owned and operated by Cal-Am. No water produced by wells in Cal-Am’s Main System was delivered to the Ryan Ranch Unit in WY 2021.
13. Two amendments to WDS permits were approved in WY 2021. One authorized the Wolter Properties LLC WDS to provide up to 39.41 AF per year to serve nine parcels in Carmel Valley, and the other amended

Cal-Am's WDS to allow for up to 0.55 AF of Mal Paso Entitlement water to be delivered to two parcels in Carmel Valley owned by Moo Land Incorporated. Two amendments to Cal-Am's WDS permit were approved in WY 2020; the Cal-Am Bishop/Ryan Ranch WDS and the McIntosh WDS. The first allowed a permanent interconnection between the Bishop and Ryan Ranch Units and the Cal-Am Main System, a practice had been going on intermittently for years and has always been tracked in this note. The latter allows for delivery of Cal-Am Main System water to specific parcels in the Bishop/McIntosh subdivision as previously approved by the Seaside Basin Watermaster.

14. Three systems that are operated by the Cañada Woods Water company are tracked separately in this table but are part of an interconnected system. For the CWWC, consumption loss includes water line flushing and unmetered construction, and irrigation uses. Beginning in 2010, system loss calculations were revised by CWWC to present a single composite loss value.