



STAFF REPORT

Meeting Type: Finance & Administration Committee/Board of Directors
Title: Monthly Financial Update
From: Bret Uppendahl, Finance Director and Acting General Manager for Ben Horenstein *BU*
Meeting Date: March 27, 2025

TYPE OF ITEM: Approve X Review and Comment

RECOMMENDATION: Review and comment on the Monthly Financial Update

SUMMARY: The Monthly Financial Update provides an overview of the fiscal year-to-date financials. As of February 28, 2025, District operating and capital revenue is \$111.1 million, which is 70% of budgeted revenue for the year. Total expenditures including encumbrances are \$102.4million, or 58% of annual budget. Water sales, excluding fixed charges, are \$72.9 million, which is 71% of the annual budget.

DISCUSSION: Attached is the budget to actual comparison for fiscal year 2024/25 as of February 28, 2025. The budget to actual comparison is prepared by fund and includes revenues and expenditures. For reference, if revenues and expenses tracked linearly, they would be expected to be at 67% of the fiscal year budget at the end of February. Water sales, which have seasonal variability, would be expected to be at 73% of the fiscal year budget.

For the Operating Fund, total revenues as of February 28, 2025 are \$96.1 million, or 70% of budget. Total operating expenditures, not including depreciation and amortization or encumbrances, are \$63.4 million, or 57% of budget. For the Capital Fund, total revenues are \$15 million, which is 65% of budget. These revenues are comprised primarily of Capital Maintenance Fee (CMF) revenues of \$11.4 million, which are at 63% of the budget. Total Capital Improvement Program (CIP) expenditures are \$25.1 million, or 38% of budget, as CIP projects typically do not follow linear trends in expenditures. As noted in Attachment 4, an additional \$13.9 million is encumbered, bringing total expenditures with encumbrances to \$39 million, or 58% of budget.

The fiscal year to date billed water sales through February 28, 2025 were \$72.9 million, which is 71% of the annual water sales forecast, and 97% of the expected revenue. Billed water consumption through February 28, 2025 was 15,149 AF, which is 4.4% higher than this time last year.

Year-to-date total water sales and fees (service charges, watershed fees and capital maintenance fees) through February 28, 2025 were \$104.9 million, which is 69% of the total annual rate revenue forecast

of \$151.5 million (\$133.5 million operating and \$18.0 million capital). Compared to the same period for the previous fiscal year water sales and fees increased by \$20.7 million, or 25%.

ENVIRONMENTAL REVIEW: Not applicable.

FISCAL IMPACT: None.

ATTACHMENT(S):

1. Total Water Sales and Fixed Charges & Fees FY 2023/24 – 2024/25
2. Billed Water Consumption in AF FY 2014/15 to FY 2024/25
3. Budget to Actual Comparison for FY 2024/25
4. CIP Budget to Actual Comparison for FY 2024/25