



STAFF REPORT

Meeting Type: Finance & Administration Committee
Title: Monthly Financial Update
From: Bret Uppendahl, Finance Director
Through: Ben Horenstein, General Manager
Meeting Date: October 23, 2025

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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 for fiscal year 2025/26 water sales revenue and fiscal year-to-date financials.

Fiscal year 2025/26 District operating and capital revenue is \$46.6 million, which is 26% of budgeted revenue for the year. Total expenditures including encumbrances are \$53.2 million, or 27% of annual budget. Water sales, excluding fixed charges, are 8% below the budget for the first three months of the year.

DISCUSSION: Attached is the budget to actual comparison for fiscal year 2025/26 as of September 30, 2025, which is prepared by fund and includes revenues and expenditures. For reference, if revenues and expenses tracked linearly, they would be expected to be at 25% of the fiscal year budget at the end of September.

For the Operating Fund, total revenues as of September 30, 2025 are \$42.3 million, or 28% of budget. Total operating expenditures, not including depreciation and amortization or encumbrances, are \$26.5 million, or 23% of budget. For the Capital Fund, total revenues are \$4.3 million, which is 16% of budget. These revenues are comprised primarily of Capital Maintenance Fee (CMF) revenues, which are at 23% of the budget. Total Capital Improvement Program (CIP) expenditures are \$4.6 million, or 5% of budget, as CIP projects typically do not follow linear trends in expenditures. As noted in Attachment 4, an additional \$22.1 million is encumbered, bringing total expenditures with encumbrances to \$26.7 million, or 32% of budget.

The fiscal year to date billed water sales through September 30, 2025 were \$33.7 million, which is 29% of the annual water sales forecast, and 92% of the expected revenue through the first three months of the fiscal year. Billed water consumption through September 30, 2025 was 6,217 AF, which is 6% lower than this time last year.

Year-to-date total water sales and fees (service charges, watershed fees and capital maintenance fees) through September 30, 2025 were \$45.4 million, which is 27% of the total annual rate revenue forecast of \$165.8 million (\$147.9 million operating and \$17.9 million capital). Compared to the same period for the previous fiscal year water sales and fees increased by \$2.6 million, or 6%.

ENVIRONMENTAL REVIEW: Not applicable.

FISCAL IMPACT: None.

ATTACHMENT(S):

1. Total Water Sales and Fixed Charges & Fees FY 2024/25 – 2025/26
2. Billed Water Consumption in AF FY 2015/16 to FY 2025/26
3. Budget to Actual Comparison for FY 2025/26
4. CIP Budget to Actual Comparison for FY 2025/26