



STAFF REPORT

Meeting Type: Finance & Administration Committee
Title: Monthly Financial Update
From: Bret Uppendahl, Finance Director
Through: Ben Horenstein, General Manager
Meeting Date: February 27, 2025

BU
BA

TYPE OF ACTION: 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 January 31, 2025, District operating and capital revenue is \$98.7 million, which is 62% of budgeted revenue for the year. Total expenditures including encumbrances are \$94.8 million, or 54% of annual budget. Water sales, excluding fixed charges, are \$66.5 million, which is 65% of the annual budget.

DISCUSSION: Attached is the budget to actual comparison for fiscal year 2024/25 as of January 31, 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 58% of the fiscal year budget at the end of January. Water sales, which have seasonal variability, would be expected to be at 66% of the fiscal year budget.

For the Operating Fund, total revenues as of January 31, 2025 are \$86.5 million, or 63% of budget. Total operating expenditures, not including depreciation and amortization or encumbrances, are \$56.8 million, or 51% of budget. For the Capital Fund, total revenues are \$12.2 million, which is 53% of budget. These revenues are comprised primarily of Capital Maintenance Fee (CMF) revenues of \$9.7 million, which are at 54% of the budget. Total Capital Improvement Program (CIP) expenditures are \$22.9 million, or 35% of budget, as CIP projects typically do not follow linear trends in expenditures. As noted in Attachment 4, an additional \$15.1 million is encumbered, bringing total expenditures with encumbrances to \$38 million, or 58% of budget.

The fiscal year to date billed water sales through January 31, 2025 were \$66.5 million, which is 65% of the annual water sales forecast, and 98% of the expected revenue. Billed water consumption through January 31, 2025 was 13,706 AF, which is 4.8% higher than this time last year.

Year-to-date total water sales and fees (service charges, watershed fees and capital maintenance fees) through January 31, 2025 were \$93.9 million, which is 62% 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 \$19.6 million, or 26%.

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