



# STAFF REPORT

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**Meeting Type:** Finance & Administration Committee  
**Title:** Monthly Financial Update  
**From:** Bret Uppendahl, Finance Director  
**Through:** Ben Horenstein, General Manager  
**Meeting Date:** November 20, 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 \$69.8 million, which is 39% of budgeted revenue for the year. Total expenditures, including encumbrances, are \$67.7 million, or 32% of the annual budget. Water sales, excluding fixed charges, are 9% below the budget for the first four months of the year.

**DISCUSSION:** Attached is the budget to actual comparison for fiscal year 2025/26 as of October 31, 2025, which is prepared by fund and includes revenues and expenditures. For reference, if revenues and expenses are tracked linearly, they would be expected to be at 33% of the fiscal year budget at the end of October.

For the Operating Fund, total revenues as of October 31, 2025, are \$61.9 million, or 40% of budget. Total operating expenditures, not including depreciation and amortization or encumbrances, are \$35.6 million, or 28% of budget. For the Capital Fund, total revenues are \$7.9 million, which is 29% of budget. These revenues are comprised primarily of Capital Maintenance Fee (CMF) revenues, which are at 33% of the budget. Total Capital Improvement Program (CIP) expenditures are \$7.5 million, or 9% of budget, as CIP projects typically do not follow linear trends in expenditures. As noted in Attachment 4, an additional \$24.6 million is encumbered, bringing total expenditures, with encumbrances, to \$32.1 million, or 38% of budget.

The fiscal year to date billed water sales through October 31, 2025, were \$48.1 million, which is 42% of the annual water sales forecast, and 91% of the expected revenue through the first four months of the fiscal year. Billed water consumption through October 31, 2025, was 8,817AF, 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 October 31, 2025, were \$65.1 million, which is 39% 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 \$3.3 million, or 5%.

This month's report also includes an overview of water use trends for FY 2024/25. Similar to the previous year, total water consumption was slightly lower than the amount projected in the 2023 Cost of Service Analysis (COSA). The lower water use was also reflected in lower than projected water sales revenues. For single-family residential customers, the median billed bi-monthly water use increased from 11.0 CCF in FY 23 to approximately 12.0 CCF in FY 25.

**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