



# 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:** April 23, 2026

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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 \$126.4 million, which is 70% of budgeted revenue for the year. Total expenditures including encumbrances are \$135.8 million, or 63% of annual budget. Water sales, excluding fixed charges, are 10% below the budget for the first nine months of the year.

**DISCUSSION:** Attached is the budget to actual comparison for fiscal year 2025/26 as of March 31, 2026, which is prepared by fund and includes revenues and expenditures. For reference, if revenues and expenses occurred at a consistent rate, they would be expected to be at 75% of the annual budget by the end of March. However, due to the seasonal impacts on water use, water sales revenues are expected to be at 77 percent of the annual revenue budget by the end of March.

For the Operating Fund, total revenues as of March 31, 2026, are \$108.7 million, or 71% of the annual budget. Total operating expenditures, not including depreciation and amortization or encumbrances, are \$89.5 million, or 70% of budget. For the Capital Fund, total revenues are \$17.7 million, which is 65% of budget. These revenues are comprised primarily of Capital Maintenance Fee (CMF) revenues, which are at 74% of the budget. Total Capital Improvement Program (CIP) expenditures are \$21.9 million, or 25% of budget, as CIP projects typically do not follow linear trends in expenditures. As noted in Attachment 4, an additional \$24.4 million is encumbered, bringing total expenditures with encumbrances to \$46.3 million, or 54% of budget.

The fiscal year to date billed water sales through March 31, 2026, were \$80.3 million, which is 69% of the annual water sales revenue forecast. Billed water consumption through March 31, 2026, was 15,071 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 March 31, 2026, were \$116.9 million, which is 71% 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, revenue from water sales and fees increased by \$5.7 million, or 5%.

**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