



Finance Committee

Unaudited Monthly Financial Report

For period ending December 31, 2025

Presented by Emma Godinez

Purpose



- Review year-to-date financial performance against the adopted budget
- Identify material variances and underlying drivers
- Assess whether spending and revenues are tracking as expected

Executive Summary



Overall Financial Position

- **Total Revenues:** \$15M actual vs. \$17.5M budget YTD
Unfavorable variance: \$(2.5M)
- **Total Expenditures:** \$15.5M actual vs. \$19.6M budget YTD
Favorable variance: \$4.1M

Revenue Highlights



- **Total Operating Revenue: \$(1.4M) unfavorable**
 - December shortfall driven primarily by reduced consumption due to recent weather conditions.
 - Single-family water sales account for the majority of the \$1.5M shortfall.

WATER SALES (\$) DASHBOARD



MONTH ENDING
12/31/2025

MONTH-TO-DATE		WATER SALES (\$)		
CLASSIFICATION	MTD	MTD	VARIANCE	
			\$	%
Single Family	629,251	1,017,240	(387,989)	(38%)
Multi Family	15,637	24,977	(9,340)	(37%)
Agricultural	20,708	50,523	(29,815)	(59%)
Institutional	70,908	80,400	(9,492)	(12%)
Commercial	80,124	80,606	(482)	(1%)
Non-Potable	3,570	4,619	(1,049)	(23%)
M-T-D Total	820,198	1,258,365	(438,167)	(35%)

YEAR-TO-DATE		WATER SALES (\$)		
CLASSIFICATION	YTD	YTD	VARIANCE	
			\$	%
Single Family	8,137,714	9,604,199	(1,466,485)	(15%)
Multi Family	145,086	198,533	(53,447)	(27%)
Agricultural	394,398	440,470	(46,072)	(10%)
Institutional	926,506	910,021	16,485	2%
Commercial	651,491	626,391	25,100	4%
Non-Potable	65,260	72,052	(6,792)	(9%)
Y-T-D Total	10,320,455	11,851,666	(1,531,211)	(13%)

WATER SALES (AF) DASHBOARD



MONTH-TO-DATE		WATER SALES BY (AF)		
CLASSIFICATION	ACTUAL	BUDGET	VARIANCE	
			AF	%
Single Family	135	204	-70	(34%)
Multi Family	6	8	-2	(28%)
Agricultural	8	20	-12	(59%)
Institutional	13	15	-2	(12%)
Commercial	16	16	0	3%
Non-Potable	4	5	-1	(23%)
M-T-D Total	181	267	-86	(32%)

MONTH ENDING
12/31/2025

YEAR-TO-DATE		WATER SALES BY (AF)		
CLASSIFICATION	ACTUAL	BUDGET	VARIANCE	
			AF	%
Single Family	1495	1762	-267	(15%)
Multi Family	47	57	-10	(17%)
Agricultural	156	174	-18	(11%)
Institutional	171	168	3	2%
Commercial	133	122	11	9%
Non-Potable	71	78	-7	(9%)
Y-T-D Total	2072	2362	-289	(12%)

Expense Highlights



- . **Water Purchases: \$486k favorable**
 - Lower variable supply costs (Desal)
 - No capital maintenance costs incurred during the period
- . **Direct / Indirect expenses: \$486k favorable**
 - . Consistently under budget
 - Deferred consulting and materials.

Cont. Expense Highlights



CAPITAL IMPROVEMENT PROGRAM (CIP)

- Capital & Equipment spending is favorable \$2M under YTD budget.
- **CIP Expenditures: Favorable; \$4.5M** Juncal Pipeline reimbursements received in September, initiating planned spending towards ASADRA.

Fiscal Year Outlook



Revenue:

- Water sales remain weather-dependent and volatile
- Primary source of financial risk
- Revenue expected to improve as reimbursements from Capital grants are received

Expenses:

- Favorable variances are primarily timing-related and expected to narrow later in the fiscal year.
- Capital favorable

Overall Position:

- District remains financially stable with effective cost controls
- Continued monitoring of consumption and reimbursement timing is critical

Financial Summary – December 2025



- **Total Assets:** \$88.6M (Cash & Investments: \$26.8M; Capital Assets: \$56.7M)
- **Liabilities:** \$27.2M (mainly long-term debt & post-employment obligations)
- **Net Position:** \$60.57M
- **Key Points:**
 - o Strong liquidity with \$24M in cash
 - o Most assets in capital infrastructure

Comments/Questions