

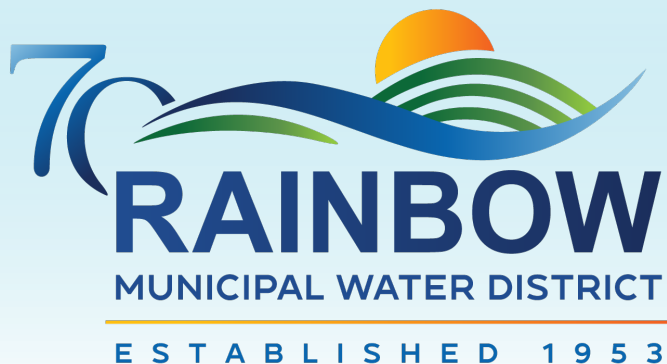
Budget & Finance Committee

COMMITTEE MEETING

February 11, 2025



FY25 Mid-Year Review



Mid-Year Operating Adjustments

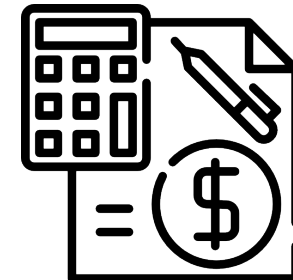
| FY24-25 Operating Adjustments | | | | | |
|--|---------------------------------------|-------------|-------------------|-------------|--|
| Account | Account Description | | \$ | +/- | Justification |
| Revenue: | | | | | |
| Water | Non-operating - miscellaneous revenue | 01-99-49109 | \$ 297,735 | Increase | Settlement w/consultant regarding corrosion control design |
| Total revenue increase/(decrease) | | | \$ 297,735 | | |
| Expenses: | | | | | |
| Water | Non-operating - Detachment payment | | \$ (250,139) | Decrease | No interest on initial exit fee payment for FY24/25 |
| Meters | Supplies & Services | 01-35-72000 | \$ (22,289) | Decrease | Reduction in cost due to accelerated 23/24 meter installations |
| Customer Service | Professional Services | 03-52-70000 | \$ (5,000) | Decrease | Reduction in cost through utilization of in-house expertise |
| Operations | Tank maintenance | 01-32-72010 | \$ 522,256 | Increase | Extended service agreement through remainder of FY24/25 |
| Risk | Property liability insurance | 03-43-65000 | \$ 52,907 | Increase | Larger than projected increase for property insurance |
| Total expense increase/(decrease) | | | \$ 297,735 | | |
| Total operating adjustments | | | \$ - | \$ - | |

Key Changes:

Operating Revenue Increase : \$297,735

Operating Expenses Reduction: \$(297,735)

Total Net Revenue Impact: - \$0



Mid-Year CIP Adjustments

FY24-25 CIP Mid-year Adjustments

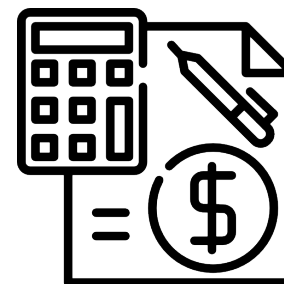
| Project | Project Name | Amount | +/- | Justification |
|------------------------------|--|---------------------|-----------------|---|
| 600003 | San Luis Rey Imported Return Flow Recovery | \$ 40,000 | Increase | Complete feasibility study for future grant eligibility |
| 600009 | Isolation Valve Installation Program | \$ 50,000 | Increase | Additional funds to continue systematic valve replacements |
| 600089 | SDCWA Connections, 3, 6, 7, 11 & 12 | \$ (200,000) | Decrease | Interim decommissioning not necessary as originally anticipated |
| 600096 | Gopher Canyon Pipeline Extension | \$ (325,000) | Decrease | Project Complete, Paving Expenses well below budget |
| Proposed project | Morro Tank Rehabilitation | \$ 100,000 | Increase | Assess/identify remediation alternative for tank settlement |
| Total CIP adjustments | | \$ (335,000) | Decrease | |

Key Changes:

Project budget appropriation: \$190,000

Project budget reduction: \$(525,000)

Total net impact: (-\$335,000)

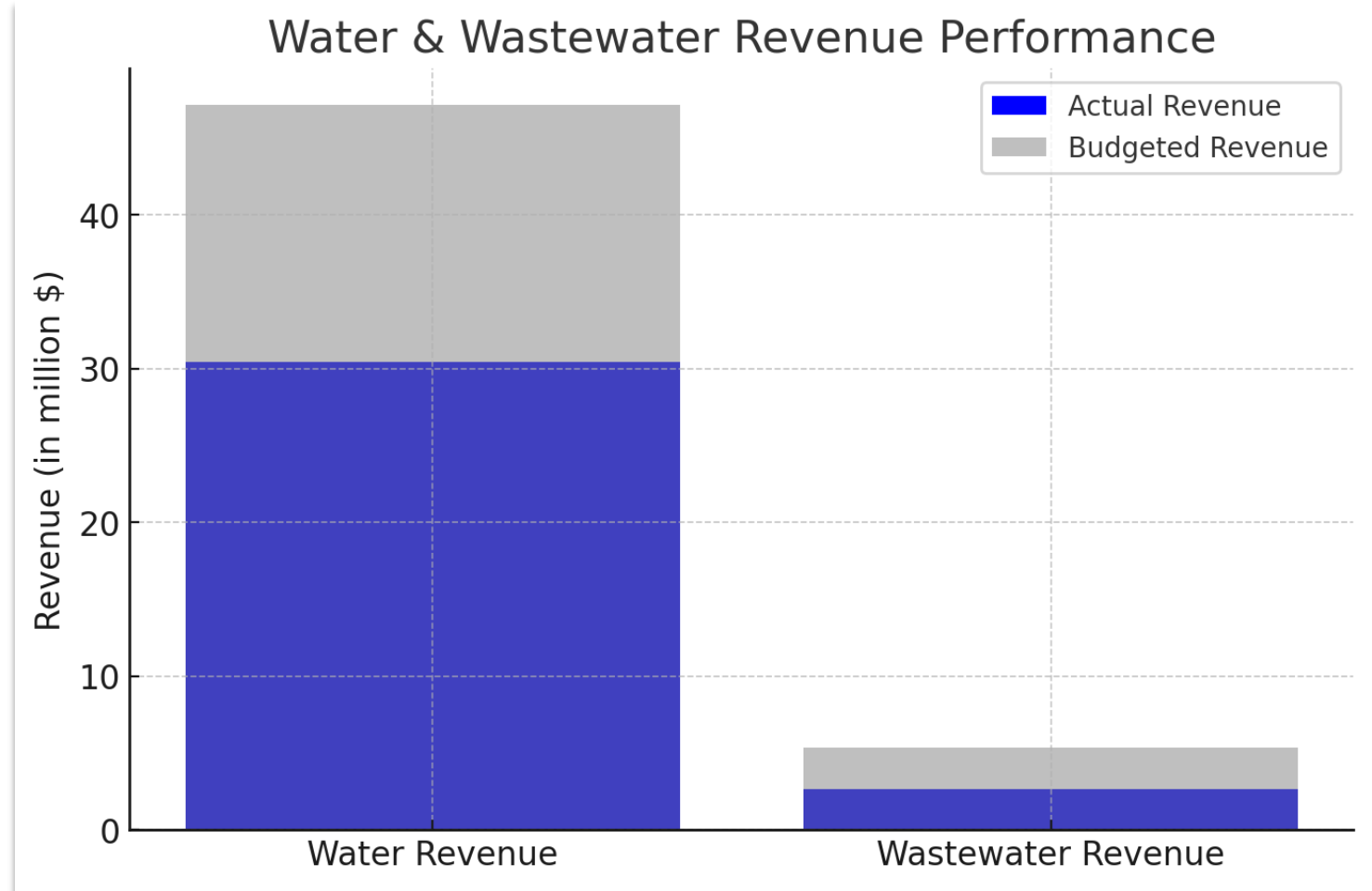


Mid-Year CIP Adjustments

| Project # | Project Name | Approved FY24/25 CIP | Mid-year Requests | Mid-Year Adjusted Balances |
|------------------------------------|---|-------------------------|------------------------|----------------------------------|
| Water Capital Projects | | | | |
| 300008 | District Headquarters Rehabilitation | \$500,000.00 | | \$500,000.00 |
| 600003 | San Luis Rey Imported Return Flow Recovery | \$0.00 | \$40,000.00 | \$40,000.00 |
| 600007 | Pressure Reducing Stations | \$150,000.00 | | \$150,000.00 |
| 600009 | Isolation Valve Installation Program | \$100,000.00 | \$50,000.00 | \$150,000.00 |
| 600013 | Hutton/Rancho Amigos (Turner)/Dentro Pump Stations | \$3,400,000.00 | | \$4,500,000.00 |
| 600026 | Camino Del Rey Waterline Relocation | \$100,000.00 | | \$100,000.00 |
| 600058 | Manual Transfer Switches-Rainbow Hills, Morro Hills, Vallecitos Pump Stations | \$200,000.00 | | \$200,000.00 |
| 600088 | SDCWA Connections 1, 8, 9 & 10 Acquisition | \$500,000.00 | | \$750,000.00 |
| 600089 | SDCWA Connections 3, 6, 7, 11, & 12 Interim Decommissioning | \$200,000.00 | \$ (200,000.00) | \$0.00 |
| 600090 | Master Plans - Water & Wastewater | \$100,000.00 | | \$100,000.00 |
| 600091 | FPU D Maravilla to RMWD Maravilla (Morro Tank) (750 LF) | \$210,000.00 | | \$210,000.00 |
| 600092 | FPU D Olive Hill-RMWD Olive Hill (Morro Reservoir) (840 LF) | \$235,000.00 | | \$235,000.00 |
| 600093 | La Canada Pipe Replace/Pressure Reduction Hillrise Rd-Via Monserate (4,000LF) | \$100,000.00 | | \$100,000.00 |
| 600094 | Gopher Skid Pump Station | \$710,000.00 | | \$710,000.00 |
| 600096 | Gopher Canyon Pipeline Extension (FY25) | \$0.00 | \$ (325,000.00) | \$275,000.00 |
| - | Vehicle/Equipment Acquisition | \$150,000.00 | | \$150,000.00 |
| - | Morro Tank Rehabilitation | \$0.00 | \$100,000.00 | \$100,000.00 |
| SUBTOTAL | | \$6,655,000.00 | \$ (335,000.00) | \$8,270,000.00 |
| Wastewater Capital Projects | | | | |
| 530023 | Rancho Monserate, Rancho Viejo LS & HQ B-Plant Emergency Generators | \$525,000.00 | | \$525,000.00 |
| SUBTOTAL | | \$525,000.00 | | \$525,000.00 |

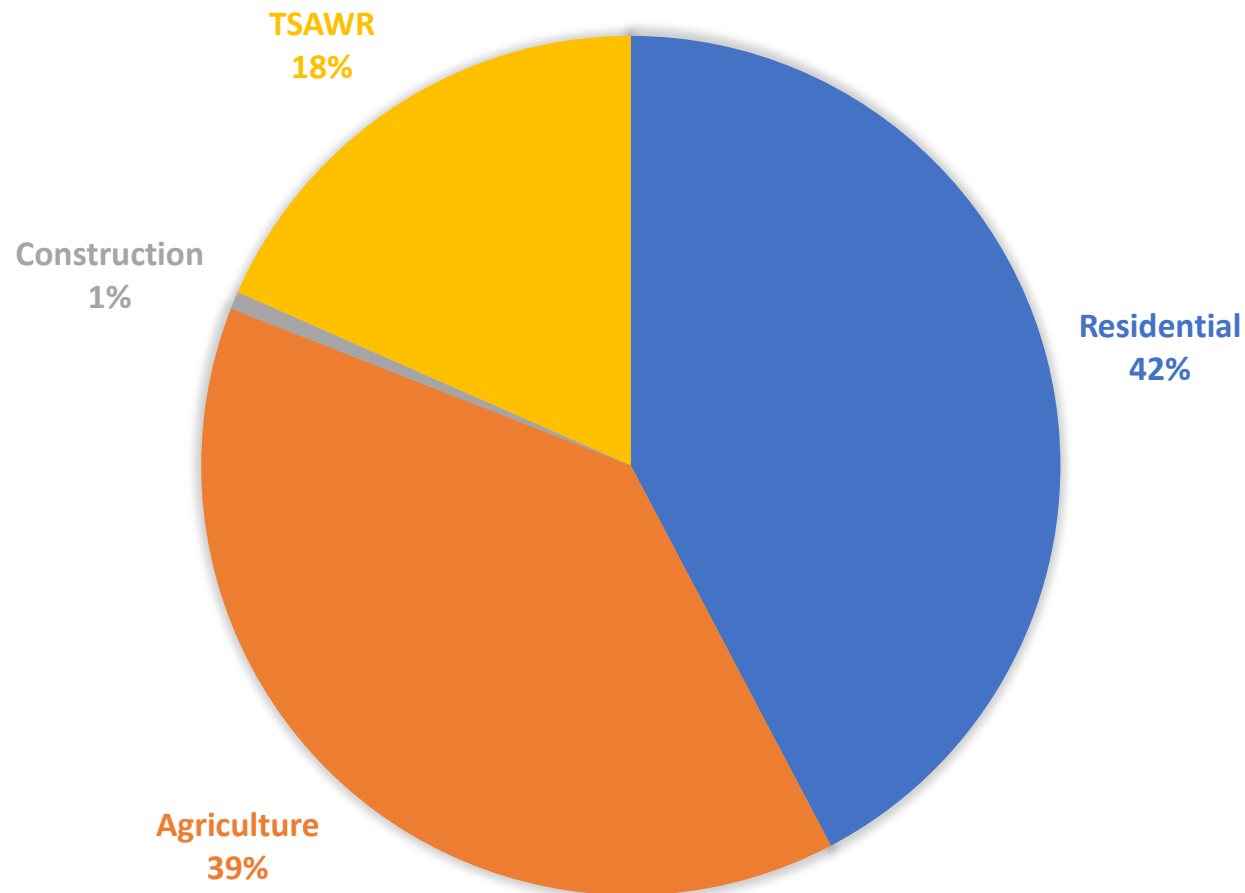
Revenues ending January 2025

- Water revenues \$30.46M (64.6%) of \$47.17M budgeted
- Wastewater \$2.64M (49%) of \$5.33M



Water Sales Detail

- Residential – 8,059,409
- Agriculture – 7,368,969
- Construction – 125,066
- TSAWR – 3,504,471





Questions?