

2025 PROPOSED BUDGET



2025 PROPOSED BUDGET OVERVIEW

- 3% base rate and 3% volumetric water rate increase
- Hydroelectric revenues (Second Year of new SVP Agreement)
- Local Out-of-District, but No Out-of-Area Water sales
- 3.4% wage increase based on CPI Index per MOU
- Includes Bond P&I payment
- Debt service coverage ratio of 3.27 (requirement: 1.1x)
- Positive cash flow and strong financial reserves
- Continued implementation of the Water Resources Plan

2025 PROPOSED MANPOWER



	2025 Staffing	2024 Staffing	Change in Staffing
Administration			
General Manager	1.0	1.0	0.0
Human Resources Manager	1.0	1.0	0.0
Executive Asst/Clerk to Board	1.0	1.0	0.0
Safety Coordinator	1.0	1.0	0.0
Total Administration	4.0	4.0	0.0
Finance/Fleet Maintenance/Warehouse/SCADA			
Chief Financial Officer	1.0	1.0	0.0
Senior Accountant	1.0	1.0	0.0
Accountant	1.0	1.0	0.0
Accounting Technician	1.0	1.0	0.0
Payroll Clerk	1.0	1.0	0.0
Inventory/Purchasing Clerk	1.0	1.0	0.0
IT Administrator/SCADA Supervisor	1.0	1.0	0.0
IT Support Technician	1.0	1.0	0.0
SCADA Technician	1.0	1.0	0.0
SCADA Serviceman	1.0	1.0	0.0
Fleet Maintenance Supervisor	1.0	1.0	0.0
Fleet / Equipment Mechanic	3.0	3.0	0.0
Warehouse/Yard Worker	1.0	1.0	0.0
Total Finance/Fleet Maintenance/Warehouse/SCADA	15.0	15.0	0.0
Construction & Maintenance			
Construction & Maintenance Manager	1.0	1.0	0.0
Construction - Field Supervisor	2.0	2.0	0.0
Construction/Maintenance - Leadman	5.0	5.0	0.0
Construction/Maintenance Worker	10.0	10.0	0.0
Equipment Operator	6.0	6.0	0.0
Pest Maintenance & Operations Leadman	1.0	1.0	0.0
Pest Maintenance & Operations Worker	2.0	2.0	0.0
Total Construction & Maintenance	27.0	27.0	0.0
Water Operations- Ag			
Ag Water Operations Manager	1.0	1.0	0.0
Water Operations Supervisors - Ag. Water	2.0	2.0	0.0
DSO / Construction & Maint - Leadman	2.0	2.0	0.0
DSO / Construction & Maint	24.0	24.0	0.0
Total Water Operations	29.0	29.0	0.0
Engineering/Water Operations- Domestic			
District Engineer/Water Resources Manager	1.0	1.0	0.0
Associate Engineer	3.0	3.0	0.0
Water Utilities Supervisor	1.0	1.0	0.0
Water Utilities Technician	1.0	1.0	0.0
Water Utilities Serviceman	1.0	1.0	0.0
Total Engineering/Domestic Water Operations	7.0	7.0	0.0
TOTAL STAFFING	82.0	82.0	0.0

	2023 Actuals	2024 Amended Budget	2024 Actuals through 8/31/24	2024 Year End Projection	2025 Proposed Budget	Change from 2024 Adopted Budget		Change from 2024 Projection		
OPERATING REVENUES										
Agricultural water delivery charges (base rate)										
Tier 1	\$ 2,000,593	\$ 2,055,000	\$ 2,060,337	\$ 2,060,337	\$ 2,117,000	\$ 62,000	3%	\$ 56,663	3%	
Tier 2	258,508	260,000	266,363	266,363	268,000	8,000	3%	1,637	1%	
Volumetric Water Sales										
Tier 1	634,733	736,000	228,518	428,500	759,000	23,000	3%	330,500	77%	
Tier 2	811,490	900,000	327,238	613,600	927,000	27,000	3%	313,400	51%	
Local out-of-district	1,233,244	1,535,000	608,870	1,065,600	1,582,000	47,000	3%	516,400	48%	
Out-of-area	127,500	-	-	-	-	-	0%	-	0%	
Domestic water	214,522	225,000	149,242	223,900	225,000	-	0%	1,100	0%	
Improvement District fees	145,261	75,000	-	75,000	75,000	-	0%	-	0%	
Miscellaneous revenues	177,613	71,000	72,761	64,600	71,000	-	0%	6,400	10%	
Total Operating Revenue	5,603,464	5,857,000	3,713,331	4,797,900	6,024,000	167,000	3%	1,226,100	26%	
NONOPERATING REVENUES										
County property tax appropriations	4,009,345	3,700,000	1,718,963	3,438,100	3,700,000	-	0%	261,900	8%	
District Rental Properties	12,000	12,000	7,000	7,000	-	(12,000)	-100%	(7,000)	-100%	
Investment earnings										
Investment earnings	3,528,169	800,000	1,519,693	1,133,700	800,000	-	0%	(333,700)	-29%	
Interest income	344,904	280,000	312,054	534,949	280,000	-	0%	(254,949)	-48%	
Gain (loss) sale of assets	20,671	-	74,271	74,271	-	-	0%	(74,271)	0%	
Change in investment in Tri-Dam Project	20,228,358	10,000,000	16,442,000	16,442,000	13,500,000	3,500,000	35%	(2,942,000)	-18%	
Change in investment in Tri-Dam Power Authority	4,263,479	2,000,000	4,745,000	4,745,000	3,500,000	1,500,000	75%	(1,245,000)	-26%	
Total Nonoperating Revenues	32,406,926	16,792,000	24,818,980	26,375,020	21,780,000	4,988,000	30%	(4,595,020)	-17%	
Contributed Capital-Grant	3,434	-	-	2,000,000	12,373,000					
TOTAL REVENUES	\$ 38,013,824	\$ 22,649,000	\$ 28,532,311	\$ 33,172,920	\$ 40,177,000	\$ 5,155,000	33%	\$ (3,368,920)	8%	

COMPARATIVE TOTAL EXPENSES

	2023 Actuals	2024 Amended Budget	2024 Actuals through 8/31/24	2024 Year End Projection	2025 Proposed Budget	Change from 2024 Adopted Budget	Change from 2024 Projection
OPERATING EXPENSES							
MAINTENANCE							
Joint Main Supply Diversion Works	\$ 35,751	\$ 50,000	\$ 38,600	50,000	\$ 50,000	\$ - 0%	\$ - 0%
North Main Canal Maintenance	669,412	544,075	803,198	1,011,600	772,375	228,300 42%	(239,225) -24%
South Main Canal Maintenance	735,132	603,375	533,682	719,800	799,375	196,000 32%	79,575 11%
Irrigation Water Lateral Maintenance - North Side	2,162,289	2,372,375	1,349,094	2,378,500	2,449,875	77,500 3%	71,375 3%
Irrigation Water Lateral Maintenance - South Side	1,413,316	1,692,375	1,033,239	1,459,300	1,775,375	83,000 5%	316,075 22%
Pumping Plant Operations and Maintenance	384,511	469,000	372,513	496,500	500,000	31,000 7%	3,500 1%
Drainage System Maintenance	762,905	667,000	544,051	665,500	700,000	33,000 5%	34,500 5%
Building and Grounds Maintenance	330,179	375,000	269,511	386,000	395,000	20,000 5%	9,000 2%
Vehicle and Equipment Maintenance	717,307	800,000	471,260	798,000	824,000	24,000 3%	26,000 3%
<i>TOTAL MAINTENANCE</i>	<u>7,210,803</u>	<u>7,573,200</u>	<u>5,415,147</u>	<u>7,965,200</u>	<u>8,266,000</u>	<u>692,800 9%</u>	<u>300,800 4%</u>
WATER OPERATIONS							
Domestic Water System Maintenance	430,225	487,000	301,315	460,000	495,000	8,000 2%	35,000 8%
Irrigation Water Operations - North Division	1,849,959	1,949,000	1,539,250	2,049,950	2,133,500	184,500 9%	83,550 4%
Irrigation Water Operations - South Division	1,811,183	1,903,000	1,449,021	1,898,450	2,045,000	142,000 7%	146,550 8%
Drainage Water Operations	106,819	45,000	48,527	58,000	60,000	15,000 33%	2,000 3%
Water Measurement Management	18,571	26,000	9,902	19,500	25,000	(1,000) -4%	5,500 28%
<i>TOTAL WATER OPERATIONS</i>	<u>4,216,758</u>	<u>4,410,000</u>	<u>3,348,016</u>	<u>4,485,900</u>	<u>4,758,500</u>	<u>348,500 8%</u>	<u>272,600 6%</u>
GENERAL, ADMINISTRATION, AND DEPRECIATION							
General and Administration	2,198,170	3,888,500	1,741,892	3,620,000	\$3,909,000	20,500 1%	289,000 8%
Depreciation and Amortization	3,515,301	3,760,000	2,186,065	3,680,000	3,910,000	150,000 4%	230,000 6%
<i>TOTAL GENERAL, ADMINISTRATION, AND DEPR.</i>	<u>5,713,470</u>	<u>7,648,500</u>	<u>3,927,957</u>	<u>7,300,000</u>	<u>7,819,000</u>	<u>170,500 2%</u>	<u>519,000 7%</u>
TOTAL OPERATING EXPENSES	<u>17,141,031</u>	<u>19,631,700</u>	<u>12,691,119</u>	<u>19,751,100</u>	<u>20,843,500</u>	<u>1,211,800 6%</u>	<u>1,092,400 6%</u>
NONOPERATING EXPENSES							
Investment and Interest expense	997,610	954,000	564,876	840,000	916,500	(37,500) -4%	76,500 9%
TOTAL NONOPERATING EXPENSES	<u>997,610</u>	<u>954,000</u>	<u>564,876</u>	<u>840,000</u>	<u>916,500</u>	<u>(37,500) -4%</u>	<u>76,500 9%</u>
TOTAL OPERATING AND NONOPERATING EXPENSES	<u>\$ 18,138,641</u>	<u>\$ 20,585,700</u>	<u>\$ 13,255,995</u>	<u>\$ 20,591,100</u>	<u>\$ 21,760,000</u>	<u>\$ 1,174,300 6%</u>	<u>\$ 1,168,900 6%</u>

COMPARATIVE REVENUES, EXPENSES, AND CHANGE IN NET POSITION

	2023 Actuals	2024 Amended Budget	2024 Actuals through 8/31/24	2024 Year End Projection	2025 Proposed Budget	Change from 2024 Adopted Budget		Change from 2024 Projection	
OPERATING REVENUES									
Agricultural Water Delivery Charges (base rate)	\$ 2,259,101	\$ 2,315,000	\$ 2,326,701	\$ 2,326,700	\$ 2,385,000	\$ 70,000	3%	\$ 58,300	3%
Water Sales	2,806,967	3,171,000	1,164,626	2,107,700	3,268,000	97,000	3%	1,160,300	55%
Domestic Water	214,522	225,000	149,242	223,900	225,000	-	0%	1,100	0%
Improvement District Fees	145,261	75,000	-	75,000	75,000	-	0%	-	0%
Miscellaneous Revenues	177,613	71,000	72,761	64,600	71,000	-	0%	6,400	10%
Total Operating Revenue	5,603,464	5,857,000	3,713,331	4,797,900	6,024,000	167,000	3%	1,226,100	26%
OPERATING EXPENSES									
Maintenance Operations	7,210,803	7,573,200	5,415,147	7,965,200	8,266,000	692,800	9%	300,800	4%
Water Operations	4,216,758	4,410,000	3,348,016	4,485,900	4,758,500	348,500	8%	272,600	6%
General and Administrative	2,198,170	3,888,500	1,741,892	3,620,000	3,909,000	20,500	1%	289,000	8%
Depreciation and Amortization	3,515,301	3,760,000	2,186,065	3,680,000	3,910,000	150,000	4%	230,000	6%
Total Operating Expenses	17,141,031	19,631,700	12,691,119	19,751,100	20,843,500	1,211,800	6%	1,092,400	6%
Net Income (loss) From Operations	(11,537,567)	(13,774,700)	(8,977,788)	(14,953,200)	(14,819,500)	(1,044,800)	8%	133,700	-1%
NONOPERATING REVENUES (EXPENSE)									
County Property Tax Appropriations	4,009,345	3,700,000	1,718,963	3,438,100	3,700,000	-	0%	261,900	8%
District Rental Properties	12,000	12,000	7,000	7,000	-	(12,000)	-100%	(7,000)	-100%
Investment and Interest Earnings	3,873,074	1,080,000	1,831,746	1,668,649	1,080,000	-	0%	(588,649)	-35%
Interest Expense	(997,610)	(954,000)	(564,876)	(840,000)	(916,500)	37,500	-4%	(76,500)	9%
Gain (loss) on Property and Equipment	20,671	-	74,271	74,271	-	-	0%	(74,271)	0%
Tri-Dam Project Distributions	20,228,358	10,000,000	16,442,000	16,442,000	13,500,000	3,500,000	35%	(2,942,000)	-18%
Tri-Dam Power Authority Distributions	4,263,479	2,000,000	4,745,000	4,745,000	3,500,000	1,500,000	75%	(1,245,000)	-26%
Total Nonoperating Revenues (Expenses)	31,409,316	15,838,000	24,254,104	25,535,020	20,863,500	5,025,500	32%	(4,671,520)	-18%
Income (loss) before Capital Contributions	19,871,749	2,063,300	15,276,316	10,581,820	6,044,000	3,980,700	193%	(4,537,821)	-43%
Capital Contributions	3,434	-	-	2,000,000	12,373,000	-	0%	10,373,000	0%
Change in Net Position	\$ 19,875,183	\$ 2,063,300	\$ 15,276,316	\$ 12,581,820	\$ 18,417,000	\$ 3,980,700	193%	\$ 5,835,179	46%

**PROPOSED
CAPITAL
& DEBT**



DESCRIPTION	2025 Proposed Budget	2024 Amended Budget
Construction Projects	\$ 21,920,000	\$ 18,081,290
Irrigation Flow Meters	-	-
Heavy Equipment	-	-
Misc Construction Equipment	-	67,500
Licensed Vehicles	345,000	825,000
Shop/Warehouse/Yard Equipment	-	2,000
Office & Engineering Equipment	20,000	237,000
Admin Office Building	5,000,000	15,115,000
TOTAL CAPITAL PROJECTS AND PURCHASES	27,285,000	34,327,790
Current portion - COP Debt	990,000	940,000
TOTAL CAPITAL AND DEBT EXPENDITURES	\$ 28,275,000	\$ 35,267,790

CAPITAL IMPROVEMENT PLAN



Project Name	Projected	Future Plan Years' Projections				
	2024	2025	2026	2027	2028	2029
Canal and Lateral Rehabilitation	300,000	300,000	315,000	331,000	348,000	366,000
Domestic Water Projects	100,000	895,000	250,000	263,000	277,000	291,000
Flow Control and Measurement Structures	30,000	30,000	32,000	34,000	36,000	38,000
Irrigation Service Turnout Replacement	200,000	300,000	315,000	331,000	348,000	366,000
RVL Regulating Reservoir	100,000	2,000,000				
Groundwater Wells	-	1,000,000				
Outflow Management Projects	6,000	10,000	11,000	12,000	13,000	14,000
Pipeline Replacement	800,000	865,000	909,000	955,000	1,003,000	1,054,000
Joint Canyon Tunnel	300,000	4,000,000	7,300,000	7,300,000	3,858,003	
South Main Canal - Tunnel 9 downstream portal & lining design	1,500,000	1,000,000				
North Main Canal Seepage Mitigation Project (Segment 1)	903,000	-				
North Main Tunnels 3 & 4 Rehab	3,400,000	-				
Paulsell Lateral Expansion	5,000,000	10,000,000				
NSRR Solar Project	200,000	1,170,000				
SCADA Tower Expansion Project-Trinitas	-	100,000				
SCADA Tower Expansion Project-NSRR	-	100,000				
Ag Pump Replacements	160,000	150,000	50,000	53,000	56,000	59,000

**CAPITAL
IMPROVEMENT
PLAN**



Project Name	Projected	Future Plan Years' Projections				
	2024	2025	2026	2027	2028	2029
Operating Headquarters Phase 1	12,000,000	5,000,000				
Operating Headquarters Phase 2					5,000,000	6,000,000
Equipment	30,000	-				
Autos/Pickups/Trucks/ Trailers	775,000	345,000	200,000	210,000	221,000	233,000
Shop/Warehouse/Yard Buildings						
Shop/Warehouse/Yard Buildings	4,000	-	-	-	-	-
Office and Engineering Equipment						
Office and Engineering Equipment	200,000	20,000				
Office Building/Yard	5,200	-				
TOTAL PROJECT COSTS	\$26,033,200	\$27,285,000	\$9,382,000	\$9,489,000	\$11,160,003	\$8,421,000

DEBT SERVICE COVERAGE

2025 PROPOSED BUDGET

REVENUES

Agricultural Water Delivery Fees and Water Sales	\$ 5,653,000
Domestic Water Delivery Fees	225,000
Other Water related revenues	146,000
County Property Tax Appropriations	3,700,000
Annexation Fees	-
Investment Earnings	1,080,000
Tri-Dam Project Change in Investment	13,500,000
Tri-Dam Power Authority Change in Investment	3,500,000
Other Nonoperating revenues	-
Total Revenue	<u>27,804,000</u>

OPERATING EXPENSES

Operations and Maintenance	8,266,000
General and Administrative	3,909,000
Water Operations	4,758,500
Depreciation and Amortization	3,910,000
Interest Expense on Long Term Debt	916,500
Total Operating Expenses	<u>21,760,000</u>

Net Revenues

\$ 6,044,000

Debt Service 2016 Bonds

2025 Interest	859,550
2025 Principal	990,000
	<u>\$ 1,849,550</u>

Debt Service Coverage Ratio

327%

RESERVES CASH BALANCES

	Projected	Future Plan Years' Projections				
	2024	2025	2026	2027	2028	2029
Available Net (Revenue) Loss	\$ 18,417,000	\$ 2,500,000	\$ 2,500,000	\$ 2,500,000	\$ 2,500,000	\$ 2,500,000
Use of Reserve Funds						
Rate Stabilization & Operating Reserve						
Capital Replacement/Improvement Project Reserve	(10,619,000)	(4,452,000)	(1,632,000)	(1,716,000)	(1,804,000)	(1,897,000)
Building & Facilities Project Reserve	(209,200)	(200,000)	-	-	-	-
Vehicle and Equipment Replacement Reserve	(805,000)	(365,000)	(200,000)	(210,000)	(221,000)	(233,000)
Debt Service Reserve Fund						
Rural Water Capital Repl./Impr. Reserve	(100,000)	(895,000)	(250,000)	(263,000)	(277,000)	(291,000)
Employee Compensated Absences Reserve						
Joint Canyon Tunnel Project	(300,000)	(4,000,000)	(7,300,000)	(7,300,000)	(3,858,003)	-
Municipal Conservation Project						
Operating Facility Project	(12,000,000)	(5,000,000)	-	-		
Federal/ State Grants	(2,000,000)	(12,373,000)	-	-	-	-
Annual Reserves Contributed/(Used)	(24,033,200)	(14,912,000)	(9,382,000)	(9,489,000)	(6,160,003)	(2,421,000)
Funds available incl Net Revenue	60,433,520	29,604,520	20,222,520	10,733,520	4,573,517	2,152,517

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Questions?