

DERWA Fiscal Year 2025-2026 Operating & Capital Budget

April 28, 2025

Presented by:

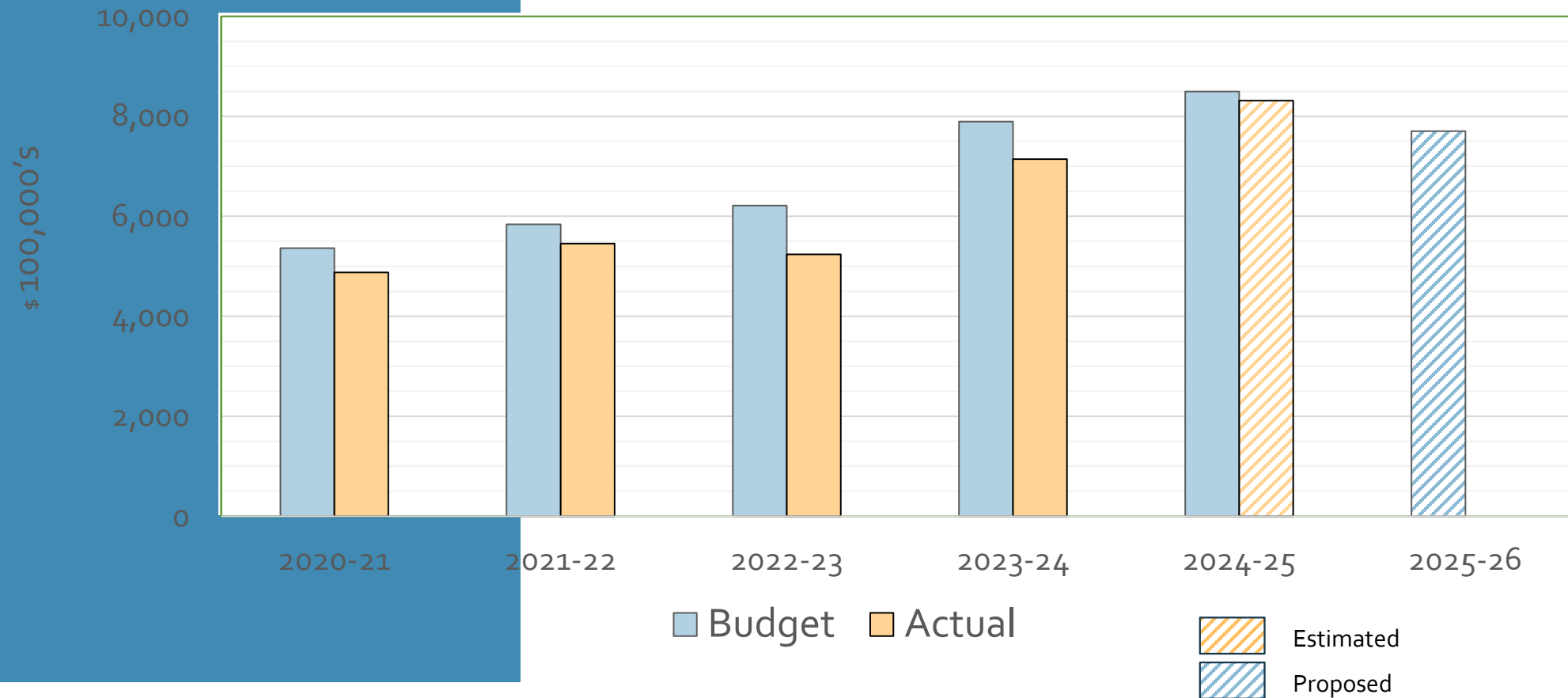
Vivian Housen, DERWA Authority Manager

Budget Overview

- **Budget Categories**
 - Operations and Administrative Services
 - Program Manager, Treasurer, Legal, Secretary, Insurance, Debt Service Operations (DSRSD)
 - Capital Projects and Cost Sharing
 - Continuing and New Projects
- **Total FY2025-26 O&M / Admin Budget is \$7.704 million**
 - 9.3 Percent Decrease from Prior Year
- **Total FY2025-26 Capital Budget is \$1.3M**
 - 6 Continuing Projects (\$910k)
 - 3 New Projects (\$408k)



Operating & Admin Budget – Historical v. Actual

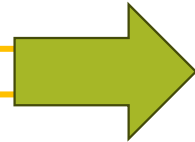


Operating & Admin Budget Summary

Element	FY2024-25 Budget	FY2024-25 Estimated Expenses	FY2025-26 Proposed Budget	Change	Notes
Program Manager	\$245,000	\$141,700	\$253,000	3.3%	Includes 2026 Manager's Roundtable
Treasurer	\$101,000	\$64,000	\$101,000	-	
Legal Counsel	\$25,000	\$25,000	\$25,000	-	
Secretary	\$20,000	\$17,000	\$25,000	25%	
Insurance	\$150,000	\$151,276	\$156,000	4%	
Operations	\$6,310,000	\$6,270,000	\$6,495,000	2.9%	
<u>Debt Service</u>	<u>\$1,645,514</u>	<u>\$1,645,514</u>	<u>\$648,608</u>	<u>(60.6%)</u>	<u>Debt to be Retired 7/1/26</u>
TOTAL	\$8,496,514	\$8,314,490	\$7,703,608	(9.3%)	

Operations Budget Changes

		Estimated	Proposed		
	FY2024-25	FY2024-25	FY2024-25	Budget	
Element	Budget	Expenses	Budget	Change	Notes
Program Manager	245,000	141,700	253,000	3.3%	Includes 2026 Manager’s Roundtable
Treasurer	101,000	64,000	101,000	-	
Legal Counsel	25,000	25,000	25,000	-	
Secretary	20,000	17,000	25,000	25%	
Insurance	150,000	151,276	156,000	4%	
Operations	6,310,000	6,270,000	6,495,000	2.9%	
Debt Service	1,645,514	1,645,514	648,608	(60.6%)	Debt retired in 2025
TOTAL	8,496,514	8,314,490	7,703.608	(9.3%)	



The largest components of the Operations Budget are Labor, Backwash, and Electricity

- Labor reflects FY2025/26 salary and benefits
- Backwash costs were increased by 3%
- Electricity costs remained the same as FY 2024-25

Subcategory	FY2024-25	FY2025-26	Change
Labor	\$1,584,000	1,685,000	6.4%
Materials/Services	\$4,443,000	\$4,491,000	1.1%
Contractual Services	\$243,000	\$279,000	14.8%
CCCSD Supplies	\$40,000	\$40,000	0%
Total	\$6,310,000	\$6,495,000	2.9%

Capital Projects – New and Continuing Projects

Project Name	Prior Budget	FY 2025-26 Proposed Budget	Future	Total Project
Replacements < 50k	\$376,000	\$100,000	\$932,000	\$1,408,000
Backwash Analysis	\$55,000	\$30,000	\$115,000	\$200,000
HVAC Replacements	\$75,000	\$150,000		\$225,000
Supplemental Water Supply	\$2,007,000	\$180,000	\$1,185,000	\$3,372,000
Cathodic Protection	\$40,000	\$400,000		\$440,000
SCADA	\$3,000	\$50,000	\$863,000	\$915,000
Turbidity Monitoring		\$133,000		\$133,000
UV Channel		\$150,000		\$150,000
Valve Replacements		\$125,000	\$275,000	\$400,000
Contingency			\$1,000,000	\$1,000,000
Capitalized Interest	\$2,200,000			\$2,200,000
Total	\$4,756,000	\$1,318,000	\$4,370,000	\$10,443,000
Prior Completed Projects	\$99,340,000			\$99,340,000

Agency Contributions

Element	FY2025-26 Budget
O&M & Admin	\$7,703,608
Capital	\$1,318,000
TOTAL	\$9,021,608

2025-26 Projected Water Deliveries: 4,929 Acre-Feet

	DSRSD	EBMUD	Pleasanton Note 3
Projected Sales Note 1	76%	24%	
Operating & Admin (\$000)	\$4,604	\$1,954	\$1,146
Capital (\$000) Note 2	\$643	\$510	\$165
Total (\$000)	\$5,247	\$2,464	\$1,311

Note 1. DSRSD and EBMUD O&M Expenses are Distributed Based on Projected Sales

Note 2. Capital Expense Distributions Vary Based on Project

Note 3. Pleasanton O&M Costs are Estimated Based on Projected Deliveries

Thank you

Capital Projects – Completed in Prior Years (\$99,340M)

