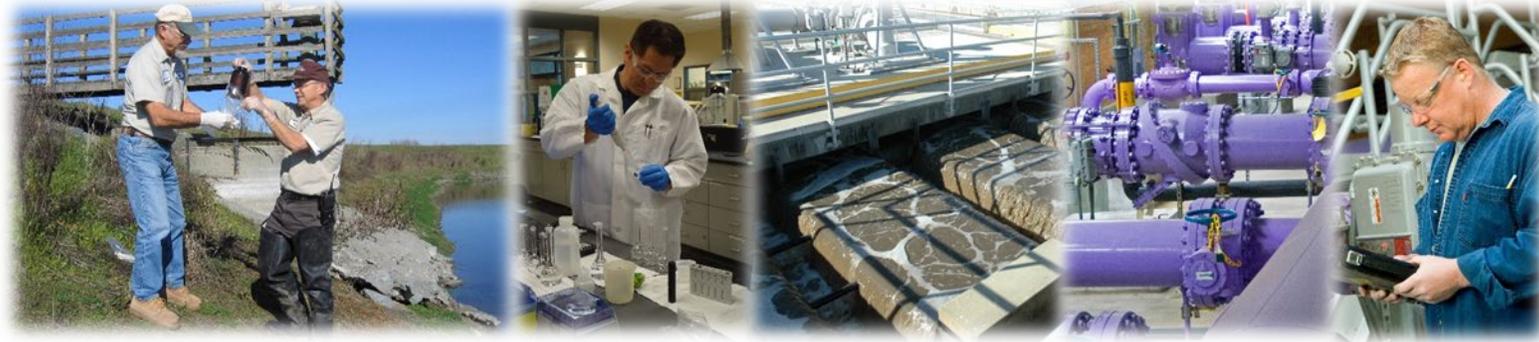


# Regional Technical Advisory Committee Meeting



March 12, 2026

Nick Harvey

Deputy Director - Administration

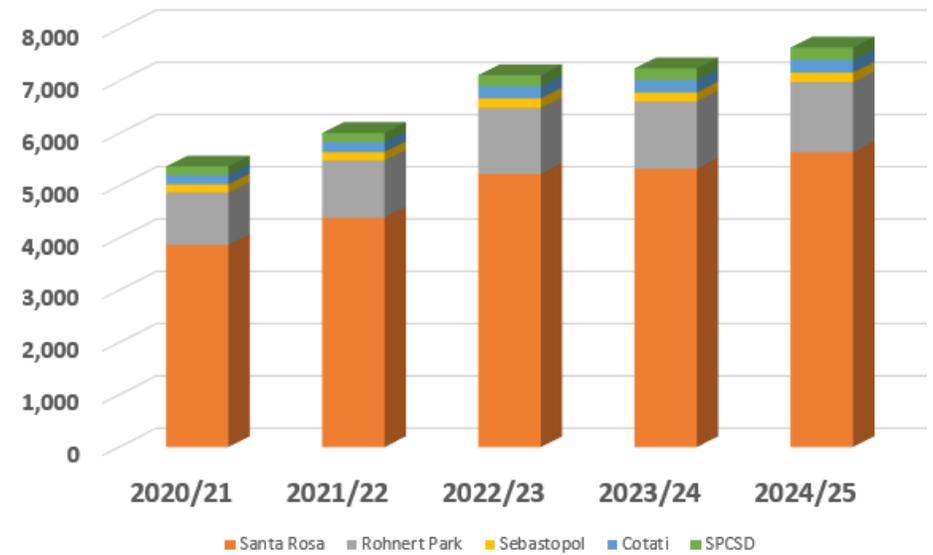
# Overview

- Annual flows
- Expenditures
- Revenues
- Allocation
- CIP
- Budget Schedule



# Annual Flow

(In Million Gallons)



Actual Annual Flows	2020/21	2021/22	2022/23	2023/24	2024/25	2024/25 Percentage
Santa Rosa	3,867.02	4,388.95	5,225.50	5,320.77	5,637.34	73.76%
Rohnert Park	1,006.29	1,095.25	1,263.07	1,293.34	1,344.60	17.59%
Sebastopol	151.42	158.75	180.68	170.24	180.66	2.36%
Cotati	177.04	190.73	233.60	235.60	240.83	3.15%
SPCSD	166.31	175.00	210.21	224.28	238.95	3.13%
	5,368.08	6,008.68	7,113.06	7,244.23	7,642.38	100.00%

# Controllable vs. Uncontrollable Costs

Expenditure Object	2025-26 Total Request	2026-27 Total Request	Change	%
<b>1631 - Regional Operations</b>				
Operations and Maintenance Projects	\$5,140,938	\$3,447,796	(\$1,693,142)	-32.9
Salaries	\$13,549,076	\$13,964,986	\$415,910	3.1
Benefits	\$7,964,789	\$8,084,881	\$120,092	1.5
Professional Services	\$3,603,187	\$4,311,567	\$708,380	19.7
Misc - Training, Leases, Equip Rent, etc.	\$878,526	\$951,091	\$72,565	8.3
Vehicle Replacement and Maintenance	\$1,463,769	\$1,721,860	\$258,091	17.6
Utilities	\$8,685,904	\$9,499,493	\$813,589	9.4
Operational Supplies	\$4,624,713	\$5,007,305	\$382,592	8.3
Information Technology	\$1,307,148	\$1,420,242	\$113,094	8.7
Total Liab/Property Insurance	\$1,594,529	\$1,625,551	\$31,022	1.9
Debt Service	\$0	\$0	\$0	0.0
Internal & External Overhead	\$4,203,943	\$4,453,371	\$249,428	5.9
Capital Outlay	\$0	\$126,400	\$126,400	0.0
<b>Total 1631 - Regional Operations</b>	<b>\$53,016,522</b>	<b>\$54,614,543</b>	<b>\$1,598,021</b>	<b>3.0</b>

# Increases/Reductions

- Salaries & Benefits - \$536K
  - 4% COLA Citywide
- Professional Services – \$708K
  - Budgeting for increased costs for biosolid land application and disposal with Lystek
  - Purchase of consumables for treatment – Grit screening, iron sponge and filter media replacements
- Utilities - \$813K
  - Anticipating higher electricity consumption at higher rates due to CHP production and use of higher UV doses in treatment
  - Should be mitigated to some extent once new UV system is operational
- Vehicle Replacement & Maintenance - \$258K
  - Increasing vehicle replacement contributions for anticipated additional vehicles
- Operations & Maintenance Projects – (\$1.6M)
  - Relying on carryover budgets

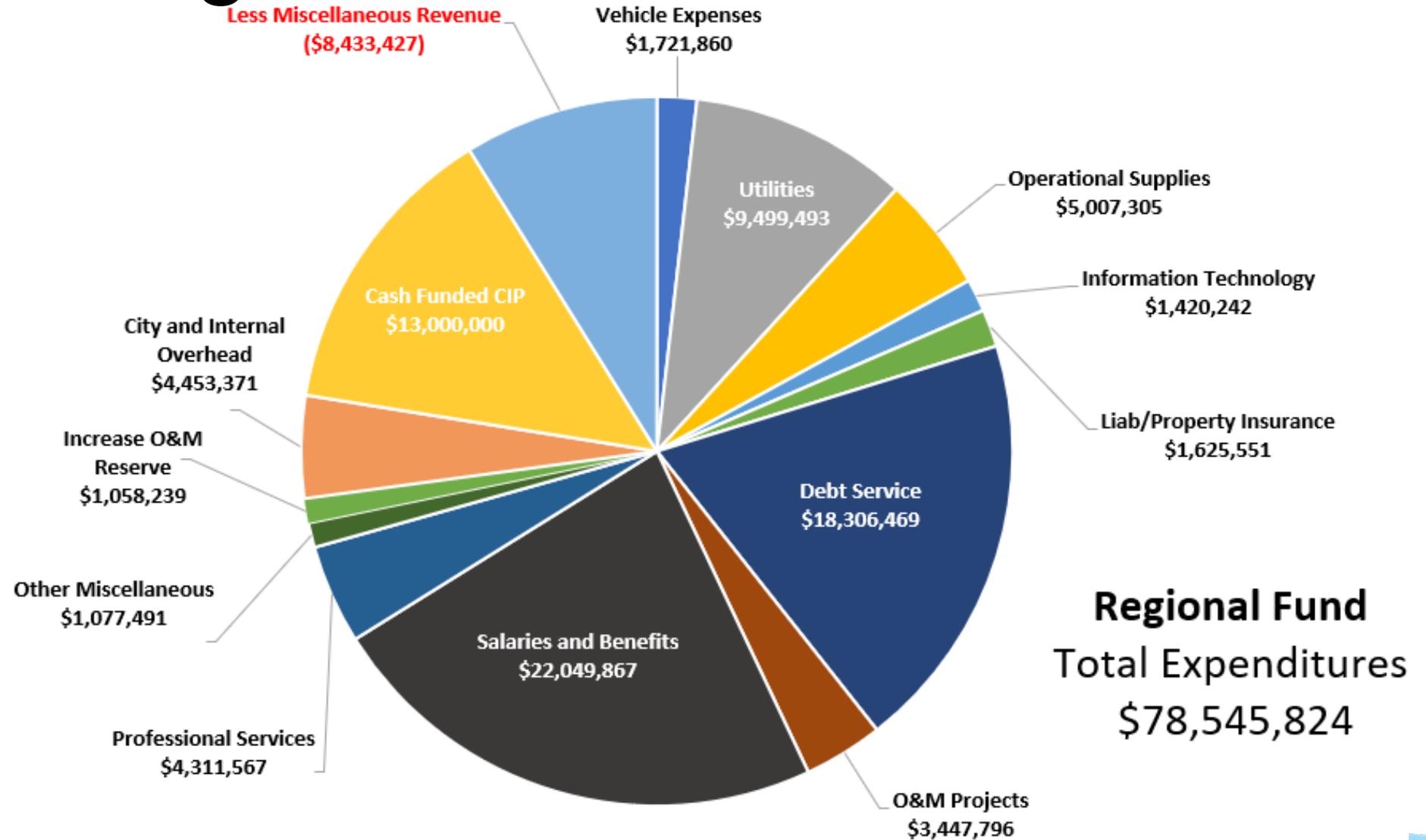
# Miscellaneous Revenues

<b>Regional Miscellaneous Revenues</b>			
		<b>2025/26</b>	<b>2026/27</b>
		<b>Budgeted</b>	<b>Projected</b>
4511	Property Rentals	\$128,117	\$128,117
4521	Interest on Pooled Investments	\$1,000,000	\$1,400,000
4635	Sale of Water (recycled) - Retail	\$550,000	\$550,000
4638	Laboratory Services	\$55,000	\$100,000
4639	Tipping Fees	\$3,800,000	\$4,700,000
4690	Miscellaneous Fees and Charges	\$80,000	\$200,000
4853	Miscellaneous	\$90,000	\$200,000
4434	SCWA - Acceptance of Recycled Water	\$1,000	\$1,000
4443	Town of Windsor - Geysers	\$1,120,690	\$1,154,310
	<b>Total</b>	<b>\$6,824,807</b>	<b>\$8,433,427</b>

# Fund Summary/Agency Contribution

<b>Fund Summary 2026/27</b>	
	<b>2026/27 Budget</b>
Operating Expenditure Request	\$54,614,543
Regional WW Capital (Cash funded CIP)	\$13,000,000
Additional Operating Reserve needed	\$1,058,239
<b>Expenditures Change in Operating Reserve</b>	<b>\$68,672,782</b>
<b>Regional System Reserves for 2026/27</b>	
Operating Reserve	\$8,220,499
Geysers Reserves	\$1,250,000
Catastrophic Reserve	\$1,700,000
User Agency Reserve	\$5,000,000
	<b>\$15,565,313</b>
<b>Agency Contribution Calculation:</b>	
Expenditures Change in Operating Reserve	\$68,672,782
Less Revenue	(\$8,433,427)
Fund Balance Applied	\$0
<b>Agency Contribution</b>	<b>\$60,239,355</b>

# Regional Budget



# Refund Reserve

<i>Refund Reserve</i>	Santa Rosa	Rohnert Park	Cotati	Sebastopol	SPCSD	Total
2014-2015	\$0.00	\$727,418.87	\$11,015.71	\$78,611.94	\$132,955.24	\$950,001.76
2015-2016	\$2,516,050.87	\$401,559.29	\$63,410.62	\$193,872.73	\$162,171.68	\$3,337,065.19
2016-2017	\$791,021.99	\$785,048.90	\$148,989.30	\$82,461.70	\$118,057.73	\$1,925,579.62
2017-2018	\$4,209,021.16	\$199,493.31	\$99,461.11	\$90,918.22	\$105,412.63	\$4,704,306.43
2018-2019	\$1,681,886.86	(\$439,231.74)	(\$134,896.25)	\$67,040.31	(\$48,200.46)	\$1,126,598.72
2019-2020	\$4,229,712.03	\$1,121,685.20	(\$219,815.33)	\$231,470.53	\$213,981.67	\$5,577,034.10
2020-2021	(\$12,835,572.23)	\$22,620.47	(\$64,019.98)	(\$37,359.51)	\$67,320.27	(\$12,847,010.98)
2021-2022	(\$1,234,908.12)	(\$835,369.67)	(\$45,819.37)	(\$114,261.10)	\$69,371.15	(\$2,160,987.11)
2022-2023	\$2,867.35	\$174,870.18	\$38,872.21	(\$89,283.05)	\$113,285.00	\$240,611.69
2023-2024	\$4,103,746.89	\$1,426,169.19	\$140,076.56	\$160,481.60	\$133,155.99	\$5,963,630.23
2024-2025	\$5,142,470.45	\$1,555,658.51	\$263,017.43	\$339,250.71	\$166,763.36	\$7,467,160.46
<b>Totals</b>	<b>\$8,606,297.25</b>	<b>\$5,139,922.51</b>	<b>\$300,292.01</b>	<b>\$1,003,204.08</b>	<b>\$1,234,274.26</b>	<b>\$16,283,990.11</b>

5 - Year Avg Flow                      72.97%                      18.21%                      3.16%                      2.53%                      3.13%                      100.00%

Funding Need - UV                      (\$5,540,400)                      (\$1,382,632)                      (\$239,930)                      (\$192,096)                      (\$237,652)                      (\$7,592,709)

Projected Refund Reserve Balance

After UV Funding                      \$3,065,898                      \$3,757,290                      \$60,362                      \$811,109                      \$996,622                      \$8,691,281



# Regional Partner Allocations FY 2026/27

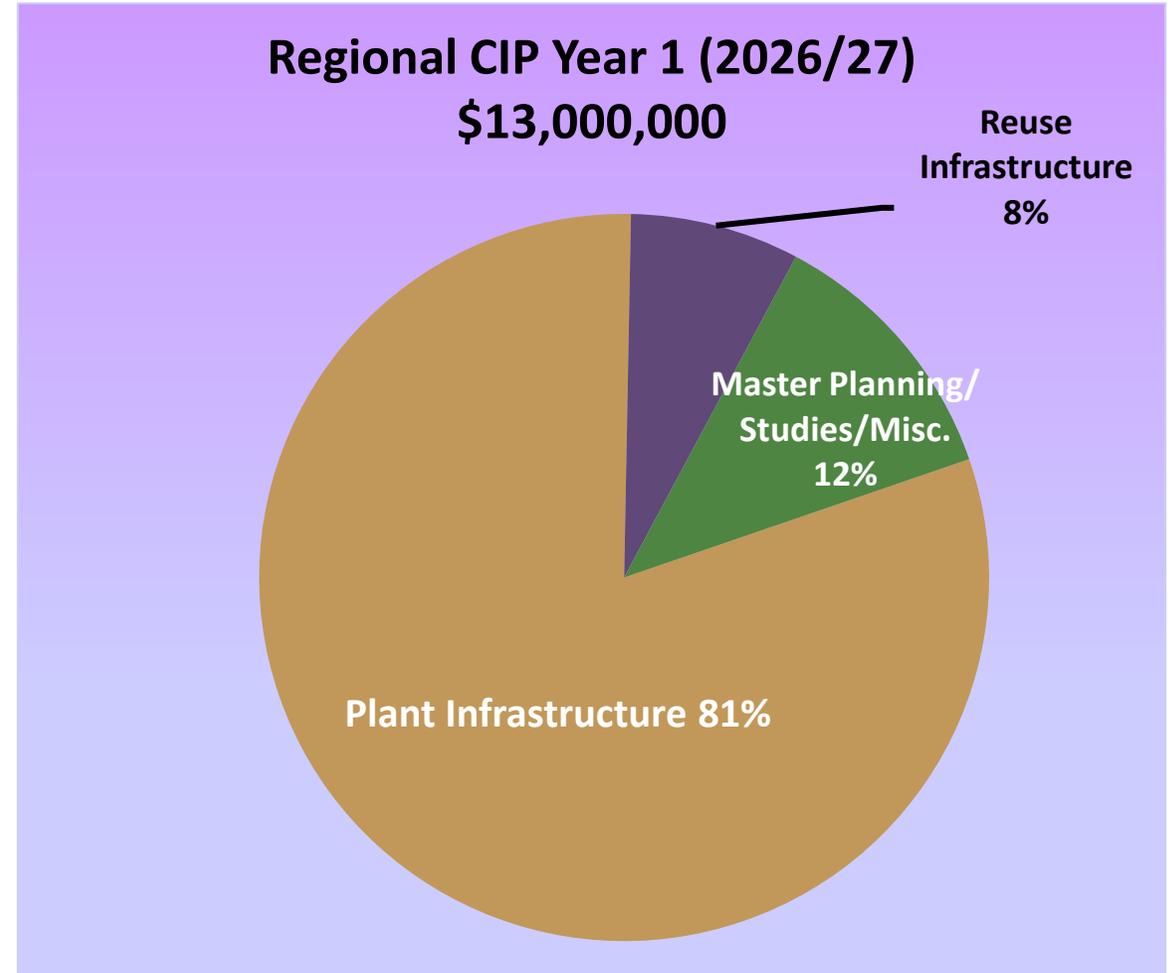
	<b>Total 2025/26</b>	<b>2026/27 Budgeted O&amp;M</b>	<b>2026/27 CIP Contribution</b>	<b>2026/27 Debt Service</b>	<b>Total 2026/27</b>	<b>Difference</b>	<b>%</b>
Santa Rosa	\$57,312,896	\$34,845,730	\$9,198,800	\$13,960,703	\$58,005,233	\$692,337	1.21%
Rohnert Park	\$13,682,453	\$8,311,290	\$2,561,000	\$2,842,949	\$13,715,239	\$32,786	0.24%
Sebastopol	\$1,953,889	\$1,116,702	\$423,800	\$446,654	\$1,987,156	\$33,267	1.70%
Cotati	\$2,559,277	\$1,488,627	\$383,500	\$661,711	\$2,533,838	(\$25,439)	-0.99%
SPCSD	\$2,264,173	\$1,477,006	\$432,900	\$394,452	\$2,304,358	\$40,185	1.77%
	<b>\$77,772,688</b>	<b>\$47,239,355</b>	<b>\$13,000,000</b>	<b>\$18,306,469</b>	<b>\$78,545,824</b>	<b>\$773,136</b>	<b>0.99%</b>

# Bond Issuance

- Planning a \$35 million bond issuance to fund the electrical infrastructure replacement at LTP
- Assumption has been built into Santa Rosa's rate modeling as follows:
  - 30-year amortization
  - 5.5% interest rate
  - Estimated debt service payments would be \$2.61 Million per year
  - Estimated annual partner allocations (Same % as CIP):
    - Santa Rosa - \$1.847M
    - Rohnert Park - \$514K
    - SPCSD - \$87K
    - Sebastopol - \$85K
    - Cotati - \$77K

# Regional CIP 2026/27

- Plant Infrastructure - \$10,475,000
- Reuse Infrastructure - \$975,000
- Master Planning/Studies/Misc - \$1,550,000



# Remaining Budget Schedule

- **BPU** – March 19<sup>th</sup>
  - Local & Regional O&M and CIP Study Session
- **SubTAC** – April 2<sup>nd</sup>
  - Recommendation of Regional Budget and allocations to BPU and Council
- **BPU** – April 2<sup>nd</sup>
  - Report – Local Water, Local Wastewater, Regional Reuse and Stormwater and Creeks O&M, CIP and debt service budgets recommendation to City Council
- **City Council** – April 21<sup>st</sup>
  - Preliminary approval of Regional Budget
- **City Council** – May 5<sup>th</sup> & 6<sup>th</sup>
  - Budget Study Sessions
- **City Council** – June 16<sup>th</sup>
  - Budget Adoption

# DISCUSSION / QUESTIONS?

# CONNECT WITH US!

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VISIT: SRCITY.ORG/WATER