HILMAR COUNTY WATER DISTRICT

Executive Budget Summary to the Board of Directors

FY 2025/26 Year-End Results (Unaudited) & FY 2026/27 Adopted Budget, July 7, 2026

1. The Bottom Line

The District is structurally sound and in good financial shape. FY 2025/26 closed with total revenues of $2,795,110 — 102.5% of budget — and a net surplus of $211,765, achieved while the District simultaneously delivered one of the largest capital investment program in its history.

Looking forward, the FY 2026/27 budget projects positive revenues against expenditures delivering a projected **surplus**. The three-year outlook shows positive results in every year. No rate emergency, no structural deficit, no deferred obligations.

2. The Good: Capitalizing on Our Wins

- **Revenues outperformed across the board.** Water sales, property taxes, and service charges each finished at or above 102% of budget, beating projections by $69,160 in total.
- **Interest income delivered 166% of budget ($146,045 vs. $87,860 planned).** Active cash management is turning District balances into a meaningful revenue line.
- **Administrative discipline:** General & Administrative costs closed at 85% of budget — roughly $48,000 under — while core O&M landed within 0.3% of plan.
- **Generational infrastructure delivered.** Well #8 ($3.5M) is constructed and online, the new corporate yard ($2.0M) is secured, and Echo Pump Station improvements are underway — all financed through structured capital that preserved our reserves intact.
- **Growth is paying for growth.** FY 2026/27 includes over $1.0 million in new facility and connection fee revenue from development activity — expanding the revenue base without leaning on existing ratepayers.
- **Meter replacement ran ahead of schedule.** Crews budgeted to replace 100 water meters and delivered 227 — more than double the plan — improving billing accuracy and reducing system water loss, with additional replacements programmed for FY 2026/27.

3. The Challenges: Manageable Realities

- **Total FY 2025/26 expenditures ran 106% of budget** — attributable to the new debt service line rather than operational overruns. Individual utility fund results varied during the construction year, a timing effect that reverses as new revenue comes online in FY 2026/27.
- **Debt service is now a permanent budget line.** Our payment to Holman Capital is now $477,567.04 annually — the planned, predictable cost of the capital program above.
- **Inflationary pressure mirrors the industry.** Insurance premiums are anticipated up along with several other categories outside of the District's control. These trends are affecting every utility in the region. Some would call this, "The cost of doing business."

4. Strategic Outlook & Summary

The three-year look-ahead projects positive surpluses with no shortfalls.

Despite the operational hurdles every utility now faces, the District remains on **firm financial footing**: revenues are growing, reserves are funded, our largest-ever capital program is delivered, and the FY 2026/27 budget positions us to maintain service excellence and full regulatory compliance.

OPERATING REVENUE 2026/2027

	BUDGETED	EST. ACTUAL	%	PROPOSED
WATER REVENUE	**FY 25/26**	**FY 25/26**	**FY 25/26**	**FY 26/27**
Water Sales	1,103,400.00	1,124,635.00	101.92%	1,211,530.00
Water Meter Fees	-	950.00	#DIV/0!	6,000.00
Connection Fees	7,555.00	7,700.00	0.00%	78,350.00
Facility Fees	-		0.00%	400,165.00
Total Water Revenue:	**1,110,955.00**	**1,133,285.00**	**102.01%**	**1,696,045.00**
WASTEWATER REVENUE				
Wastewater Service	1,174,220.00	1,178,735.00	100.38%	1,178,760.00
Connection Fees	6,875.00	135.00	0.00%	71,325.00
Facility Fees	-	-	0.00%	354,980.00
Total Wastewater Revenue:	**1,181,095.00**	**1,178,870.00**	**99.81%**	**1,605,065.00**
STORM DRAIN REVENUE				
Storm Drain Service	101,040.00	101,160.00	100.12%	101,100.00
Connection Fees	-	-	0.00%	246,210.00
Total Storm Drain Revenue:	**101,040.00**	**101,160.00**	**100.12%**	**347,310.00**
NON-OPERATING REVENUE				
Merced County Property Taxes	200,000.00	204,095.00	102.05%	202,000.00
Other Income	20,000.00	6,615.00	33.08%	15,000.00
Late Charges; Return Ck Charges; On/Off Charges	25,000.00	25,390.00	101.56%	25,000.00
Inspection Fees	-	(350.00)	#DIV/0!	7,545.00
Interest Income - Unrestricted	19,710.00	52,045.00	264.05%	44,940.00
Interest Income - Restricted	68,150.00	94,000.00	137.93%	71,200.00
SRF Loan	-	-		-
Business Loans	-	-		-
Total Non-Operating Revenue:	**332,860.00**	**381,795.00**	**114.70%**	**365,685.00**
TOTAL REVENUES	**$ 2,725,950.00**	**2,795,110.00**	**102.54%**	**$ 4,014,105.00**

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OPERATION EXPENDITURES 2026/2027

	BUDGETED	EST. ACTUAL	%	PROPOSED	NOTES
OPERATIONS AND MAINTENANCE	**FY 25/26**	**FY 25/26**	**FY 25/26**	**FY 26/27**	
Equipment Purchases	15,000.00	-	0.00%	15,000.00	25/26 Budgeted for Air Compressor & System. Moving it to 26/27 Budget
Water Meters - Subdivision Projects	-	-	#DIV/0!	5,250.00	26/27 Budgeting for 10 one inch meters
Water Meters - Replacements	65,000.00	94,190.00	144.91%	56,000.00	25/ 26 Budgeted to Replace 100 Meters; Ended up replacing 210-3/4" Meters and 17 - 1" Meters. **26/27** Budgeting for 100 Meters
Shop Building Rental	11,400.00	20,900.00	183.33%	3,800.00	25/26 Budgeted Based on 6 months Did not move out of corporate yard. **26/27** Budgeting for 2 months
Water Testing	25,000.00	22,255.00	89.02%	27,500.00	
Sewer Testing	28,500.00	21,200.00	74.39%	28,500.00	
Backflow Maintenance	-	-	#DIV/0!	3,000.00	
Water Maintenance	195,000.00	69,250.00	35.51%	217,000.00	25/26 Budgeted for $160,000.00 to Replace 6 fire hydrants. Did not replace hydrants. **26/27** Budgeting $160,000.00 to replace 6 fire hydrants; Chlorine $57,000.00.
Wells Maintenance	30,000.00	198,075.00	660.25%	100,000.00	25/26 Budgeted for Bay City Annual Preventative Maintenance $9,630.00. 25/26 spent on Woody Well#7 $188,840.00 in repairs and a new motor. **26/27** Bay City Annual Preventative Maintenance $3,300.00; Jake Well $20,000.00 New Motor
Sewer Maintenance	40,000.00	47,840.00	119.60%	50,000.00	25/26 Teeples $18,945.00; Smartcover $5,300.00
WWTF Maintenance	45,000.00	15,505.00	34.46%	40,000.00	
Storm Drain Maintenance	34,000.00	18,575.00	54.63%	34,000.00	25/26 Spent $2,600.00 Fence at Lander Mills Pond
Water - SCADA Annual Fees	23,370.00	22,740.00	97.30%	34,905.00	25/26 Budgeted for Waterly $3,370.00; XIO, Inc $20,000.00. **26/27** totals f/25-26 plus $11,535.00 for Well #8 SCADA Component (XIO)
Sewer - SCADA Annual Fees	31,705.00	30,310.00	95.60%	31,705.00	25/26 Budgeted for Waterly $2,205.00, SmartCover $9,500.00, XIO Inc. $20,000.00; **26/27** SmartCover is now Badger ($9,800)
Storm Drain - SCADA Annual Fees	2,550.00	2,440.00	95.69%	2,550.00	26/27 XIO, Inc.
Wells - TID	75,000.00	75,310.00	100.41%	80,000.00	26/27 Well #8 online
Sewer - TID	12,500.00	11,850.00	94.80%	13,000.00	
WWTF - TID	19,000.00	22,745.00	119.71%	24,000.00	
Storm Drain - TID	10,500.00	12,955.00	123.38%	13,500.00	
Administration - TID	4,500.00	4,020.00	89.33%	4,500.00	
Street Sweeping	41,100.00	41,040.00	99.85%	41,100.00	
Water - Vehicle Fuel	20,000.00	18,560.00	92.80%	22,000.00	

	BUDGETED	EST. ACTUAL	%	PROPOSED	NOTES
Water - Vehicle Maintenance	10,000.00	11,775.00	117.75%	12,500.00	
Sewer - Vehicle Fuel	20,000.00	18,560.00	92.80%	20,000.00	
Sewer - Vehicle Maintenance	10,000.00	11,775.00	117.75%	12,500.00	
Storm Drain - Vehicle Fuel	3,000.00	2,370.00	79.00%	3,500.00	
Storm Drain - Vehicle Maintenance	1,500.00	1,495.00	99.67%	2,000.00	
Water Annual Fees	23,000.00	19,900.00	86.52%	20,000.00	25/26 Figure includes the possiblity of out sourcing the preparation of the Consumer Confidence Report. Estimated Actual did not outsource CCR; did have two Valley Water Collaborative invoices fall into 25/26
Sewer Annual Fees	35,000.00	32,190.00	91.97%	35,000.00	
Postage	18,000.00	17,265.00	95.92%	19,500.00	
Shop - Supplies	19,000.00	6,245.00	32.87%	16,500.00	25/26 Budgeted $10,000.00 New Shop-did not move in. **26/27** $10,000.00 New Shop
Office Supplies/Equipment	20,000.00	22,680.00	113.40%	23,000.00	
IT - Information Technology	25,000.00	31,005.00	124.02%	27,000.00	25/26 $4,000.00 Mid Valley IT - Data & Email Migration; Two New Office Computers and Screens $4,200.00. **26/27** Install New Firewall $2,700.00; DocAccess $3,000.00; Mid Valley Monthly Fees $7,200.00; Streamline Website $4,600.00.
Property Taxes	5,100.00	1,825.00	35.78%	4,000.00	26/27 Based on New Assessment Values for Well #8 & Corporation Yard
Bank Fees	100.00	105.00	105.00%	100.00	
Telephone	10,000.00	8,205.00	82.05%	10,000.00	
Uniforms	6,000.00	5,450.00	90.83%	6,000.00	
PG&E/Propane	3,500.00	1,310.00	37.43%	3,000.00	
Garbage	2,000.00	1,570.00	78.50%	1,800.00	
Customer Claims	-	-	#DIV/0!	-	
Total O&M Expenses:	**940,325.00**	**943,485.00**	**100.34%**	**1,063,710.00**	
SALARIES & BENEFITS					
Water Salaries	198,085.00	209,570.00	105.80%	203,880.00	
Sewer Salaries	198,110.00	194,065.00	97.96%	216,625.00	
Storm Drain Salaries	25,560.00	15,675.00	61.33%	19,040.00	
Administrative Salaries	208,745.00	218,715.00	104.78%	231,060.00	
Employee Health Insurance	42,000.00	56,770.00	135.17%	64,000.00	Better Medical plan provided to staff
Employee Retirement Plan	59,900.00	60,610.00	101.19%	63,705.00	
Director Fees	14,400.00	9,600.00	66.67%	14,400.00	26/27 Based on 16 meetings (including trainings)
Total Salary & Benefits Expenses:	**746,800.00**	**765,005.00**	**102.44%**	**812,710.00**	
GENERAL AND ADMINISTRATIVE EXPENSES					
Engineering - General Services	10,000.00	23,270.00	232.70%	15,000.00	25/26 Estimated actual includes $20,000.00 Project DO2

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	BUDGETED	EST. ACTUAL	%	PROPOSED	NOTES
Legal - General Services	30,000.00	40,320.00	134.40%	38,000.00	
Audit & Accounting Services	12,225.00	12,225.00	100.00%	13,350.00	26/27 Audit $12,750.00; Prepare State Controller Financial Report $600.00.
Insurance - Liability & Property	39,000.00	37,880.00	97.13%	42,850.00	26/27 Anticipating 13% increase.
Insurance (Worker's Comp.)	22,500.00	24,200.00	107.56%	23,000.00	
Seminar/Class Fees	7,500.00	4,900.00	65.33%	7,500.00	
Safety Trainings & IIPP	2,500.00	140.00	5.60%	2,500.00	
Association Dues	12,000.00	11,050.00	92.08%	12,000.00	
Studies/Surveys	115,000.00	53,260.00	46.31%	118,500.00	25/26 Budgeted for Capacity Studies $100,000.00 and 120Water $15,000.00 -Did not perform Capacity Studies. Did perform rate study $29,500.00. **26/27** Budgeting $15,000.00 for 120Water, Capacity Studies $100,000.00, and Appraisals F/Edwards, Lien & Toso $3,500.00.
Employer Taxes - Fed & State	49,030.00	50,330.00	102.65%	51,925.00	
Groundwater Association Contribution	15,000.00	9,315.00	62.10%	15,000.00	
Total General and Administrative Expenses:	**314,755.00**	**266,890.00**	**84.79%**	**339,625.00**	
DEBT SERVICE					
Interest Expense - Holman Capital	-	177,165.00	**#DIV/0!**	334,325.00	
Total Debt Service	-	**177,165.00**	**#DIV/0!**	**334,325.00**	
SUB TOTAL EXPENSES - BEFORE FUND TRANSFERS	**2,001,880.00**	**2,152,545.00**	**107.53%**	**2,550,370.00**	
FUND TRANSFERS					
Water Project Fund	142,800.00	142,800.00	100.00%	142,800.00	
Sewer/WWTF Project Fund	168,000.00	168,000.00	100.00%	168,000.00	
Reserve Funds	36,000.00	36,000.00	100.00%	36,000.00	
Water Replacement Fund	36,000.00	36,000.00	100.00%	36,000.00	
Sewer Replacement Fund	24,000.00	24,000.00	100.00%	24,000.00	
Storm Drain Replacement Fund	24,000.00	24,000.00	100.00%	24,000.00	
Total Fund Transfer Expenses:	**430,800.00**	**430,800.00**	**100.00%**	**430,800.00**	
TOTAL EXPENSES	**$ 2,432,680.00**	**$ 2,583,345.00**	**106.19%**	**$ 2,981,170.00**	

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HILMAR COUNTY WATER DISTRICT

OPERATING BUDGET - WATER

FISCAL YEAR 2026-2027

	BUDGETED FY 25/26	EST. ACTUAL FY 25/26	PROPOSED FY 26/27
OPERATING WATER REVENUE			
Water Sales	1,103,400.00	1,124,635.00	1,211,530.00
Water Meter Fees	-	950.00	6,000.00
Connection Fees	7,555.00	7,700.00	78,350.00
Facility Fees	-	-	400,165.00
Total Operating Revenue	**$ 1,122,705.00**	**$ 1,145,218.00**	**$ 1,696,045.00**
OPERATING EXPENSES			
O&M Expenses	531,982.00	588,728.00	585,229.00
Salaries & Benefits	350,856.15	372,047.00	379,268.00
General & Administrative	155,884.85	130,375.00	167,574.00
Transfers to Reserves	190,800.00	190,800.00	194,640.00
Depreciation	-	120,000.00	120,000.00
Total Operating Expenses	**$ 1,229,523.00**	**$ 1,401,950.00**	**$ 1,446,711.00**
NON-OPERATING REVENUE			
Merced County Property Taxes	94,000.00	95,925.00	94,940.00
Other Income	9,400.00	3,109.00	7,050.00
Late Charges; Return Ck Charges; On/Off Charges	11,750.00	11,933.00	11,750.00
Inspection Fees	-	(175.00)	3,773.00
Interest Income - Unrestricted	9,264.00	40,250.00	33,320.00
Interest Income - Restricted	32,031.00	52,260.00	38,500.00
Total Non-Operating Revenue	**$ 156,445.00**	**$ 203,302.00**	**$ 189,333.00**
NON-OPERATING EXPENSES			
Interest Expense - Holman Financing	-	148,819.00	280,833.00
Total Non-Operating Expenses	**$ -**	**$ 148,819.00**	**$ 280,833.00**
NET INCOME (LOSS)	**$ 37,877.00**	**$ (213,987.00)**	**$ 157,834.00**
Depreciation	$ -	$ 120,000.00	$ 120,000.00
NET INCOME (LOSS)	**$ 37,877.00**	**$ (93,987.00)**	**$ 277,834.00**

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HILMAR COUNTY WATER DISTRICT

OPERATING BUDGET - WASTEWATER

FISCAL YEAR 2026-2027

	BUDGETED FY 25/26	EST. ACTUAL FY 25/26	PROPOSED FY 26/27
OPERATING WASTEWATER REVENUE			
Wastewater Service	1,174,220.00	1,178,735.00	1,178,760.00
Connection Fees	6,875.00	135.00	71,325.00
Facility Fees	-	-	354,980.00
Total Operating Revenue	**$ 1,192,845.00**	**$ 1,190,803.00**	**$ 1,605,065.00**
OPERATING EXPENSES			
O&M Expenses	297,317.00	268,648.00	373,779.00
Salaries & Benefits	350,881.15	356,542.00	392,013.00
General & Administrative	140,884.85	121,060.00	152,574.00
Transfers to Reserves	204,000.00	204,000.00	209,280.00
Depreciation	-	223,200.00	223,200.00
Total Operating Expenses	**$ 993,083.00**	**$ 1,173,450.00**	**$ 1,350,846.00**
NON-OPERATING REVENUE			
Merced County Property Taxes	94,000.00	95,925.00	94,940.00
Other Income	9,400.00	3,109.00	7,050.00
Late Charges; Return Ck Charges; On/Off Charges	11,750.00	11,933.00	11,750.00
Inspection Fees	-	(175.00)	3,773.00
Interest Income - Unrestricted	9,264.00	11,560.00	11,320.00
Interest Income - Restricted	32,031.00	31,365.00	23,700.00
Total Non-Operating Revenue	**$ 156,445.00**	**$ 153,717.00**	**$ 152,533.00**
NON-OPERATING EXPENSES			
Interest Expense - Holman Financing		24,803.00	46,806.00
Total Non-Operating Expenses	**$ -**	**$ 24,803.00**	**$ 46,806.00**
NET INCOME (LOSS)	**$ 344,457.00**	**$ 134,334.00**	**$ 359,946.00**
Depreciation	-	223,200.00	223,200.00
NET INCOME (LOSS)	**$ 344,457.00**	**$ 357,534.00**	**$ 583,146.00**

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HILMAR COUNTY WATER DISTRICT

OPERATING BUDGET - STORM DRAIN

FISCAL YEAR 2026-2027

	BUDGETED FY 25/26	EST. ACTUAL FY 25/26	PROPOSED FY 26/27
OPERATING STORM DRAIN REVENUE			
Storm Drain Service	101,040.00	101,160.00	101,100.00
Connection Fees	-	-	246,210.00
Total Operating Revenue	**$ 102,540.00**	**$ 102,683.00**	**$ 347,310.00**
OPERATING EXPENSES			
O&M Expenses	111,026.00	86,110.00	104,702.00
Salaries & Benefits	45,062.70	36,417.00	41,430.00
General & Administrative	17,985.30	15,455.00	19,478.00
Transfers to Reserves	36,000.00	36,000.00	26,880.00
Depreciation	-	16,800.00	16,800.00
Total Operating Expenses	**$ 210,074.00**	**$ 190,782.00**	**$ 209,290.00**
NON-OPERATING REVENUE			
Merced County Property Taxes	12,000.00	12,246.00	12,120.00
Other Income	1,200.00	397.00	900.00
Late Charges; Return Ck Charges; On/Off Charges	1,500.00	1,523.00	1,500.00
Interest Income - Unrestricted	1,183.00	235.00	300.00
Interest Income - Restricted	4,089.00	10,375.00	9,000.00
Total Non-Operating Revenue	**$ 19,972.00**	**$ 24,776.00**	**$ 23,820.00**
NON-OPERATING EXPENSES			
Interest Expense - Holman Financing	-	3,543.00	6,687.00
Total Non-Operating Expenses	**$ -**	**$ 3,543.00**	**$ 6,687.00**
NET INCOME (LOSS)	**$ (89,062.00)**	**$ (68,389.00)**	**$ 155,153.00**
Depreciation	-	16,800.00	16,800.00
NET INCOME (LOSS)	**$ (89,062.00)**	**$ (51,589.00)**	**$ 171,953.00**

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BUDGET REPORT 2026/2027

THREE YEAR LOOK AHEAD

	25/26 Unaudited Actuals (June 30, 2026)	CURRENT 26/27 Proposed Budget	27/28 Projected Budget	28/29 Projected Budget	29/30 Projected Budget
REVENUES					
Water Sales	1,133,285.00	1,696,045.00	1,840,208.83	1,877,013.00	1,914,553.26
Wastewater Service	1,178,870.00	1,605,065.00	1,653,216.95	1,702,813.46	1,753,897.86
Storm Drain Service	101,160.00	347,310.00	103,330.00	103,330.00	103,330.00
OTHER REVENUES					
Merced County Property Taxes	204,095.00	202,000.00	206,040.00	210,160.80	214,364.02
Other Income	6,615.00	15,000.00	15,300.00	15,606.00	15,918.12
Late Charges; Return Ck Charges; On/Off Charges	25,390.00	25,000.00	25,000.00	25,000.00	25,000.00
Inspection Fees	-350.00	7,545.00	0.00	0.00	0.00
Interest Income - Restricted and Unrestricted	146,045.00	116,140.00	50,000.00	50,000.00	50,000.00
TOTAL REVENUES	**2,795,110.00**	**4,014,105.00**	**3,893,095.78**	**3,983,923.26**	**4,077,063.26**
EXPENDITURES					
Operations & Maintenance	943,485.00	1,063,710.00	1,095,621.30	1,128,489.94	1,162,344.64
Salaries & Benefits	765,005.00	812,710.00	869,599.70	930,471.68	995,604.70
General & Administrative	266,890.00	339,625.00	349,813.75	360,308.16	371,117.41
Reserve Transfers	430,800.00	430,800.00	430,800.00	430,800.00	430,800.00
Debt Service - Interest Holman Capita	177,165.00	334,325.00	334,325.00	334,325.00	334,325.00
Budget Adjustments		0.00	0.00	0.00	0.00
TOTAL EXPENDITURES	**2,583,345.00**	**2,981,170.00**	**3,080,159.75**	**3,184,394.78**	**3,294,191.74**
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	211,765.00	1,032,935.00	812,936.03	799,528.48	782,871.52

HILMAR COUNTY WATER DISTRICT
CAPITAL OUTLAY
FISCAL YEAR 2026-2027

	BUDGETED FY 26/27	PROPOSED 2027	PROPOSED 2028	PROPOSED 2029	PROPOSED 2030	PROPOSED 2031
Water Capital Project Expense (Financed)						
W07 - Casa Waterline	(150,000.00)					
Wxx - Asset Replacement Projects	0.00				(178,000.00)	
Debt Service (Holman Capital)	(401,156.31)	(401,156.31)	(401,156.31)	(401,156.31)	(401,156.31)	(401,156.31)
Water Capital Project Expense (Purchased)						
E03 - Vactor Truck			(49,500.00)			
Water Capital Project Funding						
W07 - Casa Waterline - WATER PROJECTS	150,000.00					
Wxx - Asset Replacement Projects NEED FUND	0.00				178,000.00	
E03 - Vactor Truck - NEED FUND	0.00		49,500.00			
Water R&R Funds - Debt Service Holman Capital (84%)	401,156.31	401,156.31	401,156.31	401,156.31	401,156.31	401,156.31
Water System Investment	**150,000.00**	**0.00**	**49,500.00**	**0.00**	**178,000.00**	**0.00**
Water Projects Paid/Purchased	**0.00**	**0.00**	**(49,500.00)**	**0.00**	**0.00**	**0.00**
Total Annual Water Debt Service	**(401,156.31)**	**(401,156.31)**	**(401,156.31)**	**(401,156.31)**	**(401,156.31)**	**(401,156.31)**
Sewer Capital Project Expense						
TF02 - Process Improvements (Phase 1 - Inf. Flow Meter)	(125,000.00)					
CS05 - Echo Pump Station Improvements	(16,695.00)	(1,300,000.00)				
CS06 - Generators at Lift Stations	(402,500.00)					
TF05 - Solids Removal (Phase 1 - AFP 1)	0.00					
CSxx - Asset Replacement Projects	0.00				(192,000.00)	
CS10 - Southside Sewer	0.00	0.00				(1,295,000.00)
Debt Service (Holman Capital)	(66,859.39)	(66,859.39)	(66,859.39)	(66,859.39)	(66,859.39)	(66,859.39)
Sewer Capital Project Expense (Purchased)						
E03 - Vactor Truck	0.00		(396,000.00)			
Sewer Capital Project Funding						
TF02 - Process Imprvmts. (Phase 1 - Inf. Flow Meter) -SEWER PROJECTS	125,000.00					
CS05 - Echo Pump Station Imprvmts. - NEED FUND	16,695.00	1,300,000.00				
CS06 - Generators at Lift Stations - SEWER PROJECTS	402,500.00					
TF05 - Solids Removal (Phase 1 - AFP 1) - NEED FUND	0.00					
CSxx - Asset Replacement Projects - NEED FUND	0.00				192,000.00	
CS10 - Southside Sewer - NEED FUND	0.00	0.00				1,295,000.00
E03 - Vactor Truck - NEED FUND	0.00		445,500.00			
Sewer R&R Funds - Debt Service Holman Capital (14%)	66,859.39	66,859.39	66,859.39	66,859.39	66,859.39	66,859.39
Sewer System Investment	**544,195.00**	**1,300,000.00**	**396,000.00**	**0.00**	**192,000.00**	**1,295,000.00**
Sewer Projects Paid/Purchased	**0.00**	**0.00**	**(396,000.00)**	**0.00**	**0.00**	**0.00**
Total Annual Sewer Debt Service	**(66,859.39)**	**(66,859.39)**	**(66,859.39)**	**(66,859.39)**	**(66,859.39)**	**(66,859.39)**
Storm Drain Capital Project Expense						
xxxx						
Debt Service (Holman Capital)	(9,551.34)	(9,551.34)	(9,551.34)	(9,551.34)	(9,551.34)	(9,551.34)
Storm Capital Project Expense (Purchased)						
E03 - Vactor Truck	0.00		(49,500.00)			
Storm Drain Capital Project Funding						
E03 - Vactor Truck - NEED FUND	0.00		49,500.00			
Storm Drain R&R Funds - Debt Service Holman Capital (2%)	9,551.34	9,551.34	9,551.34	9,551.34	9,551.34	9,551.34
Storm Drain System Investment	**0.00**	**0.00**	**49,500.00**	**0.00**	**0.00**	**0.00**
Storm Drain Projects Paid/Purchased	**0.00**	**0.00**	**(49,500.00)**	**0.00**	**0.00**	**0.00**
Total Annual Storm Drain Debt Service	**(9,551.34)**	**(9,551.34)**	**(9,551.34)**	**(9,551.34)**	**(9,551.34)**	**(9,551.34)**

HILMAR COUNTY WATER DISTRICT
CAPITAL OUTLAY
FISCAL YEAR 2026-2027

		Water General Fund	Sewer General Fund	Storm Drain General Fund	Water Replace/Maint.	Sewer Replace/Maint.	Storm Drain Replace/Maint.	Water Water Projects	Sewer Sewer Projects	Water Restricted Facilities Fees	Water Restricted Capital Imp.	Sewer Restricted Facilities Fees	Sewer Restricted Capital Imp.	Storm Drain Impact Fees	Loan Account Holman Capital	
Projects (Actual Costs)	FY 25/26	339,843.90	301,199.32	38,450.98	85,675.65	106,307.88	203,055.44	728,813.47	369,165.45	515,773.25	1,002,475.98	458,904.13	323,821.09	278,785.93	5,440,000.00	Balance
W06 - Mark Well (#8) Construction	3,529,775.37														(3,529,775.37)	0.00
D02 - Corp. Yard Land	965,300.00														(965,300.00)	0.00
D02 - Corp. Yard Improvements	1,062,639.96									(48,826.58)		(48,826.58)		(6,233.17)	(934,334.63)	24,419.00
CS05 - Echo Pump Station Improvements	50,705.00								(50,765.00)							(60.00)
E01 - New Backhoe (Equipment Purchase)	60,284.94	(28,295.98)	(28,295.98)	(3,692.98)												0.00
E02 - Cube Camera System	117,179.87					(99,602.89)	(17,576.98)									0.00
Loan Payment - Water (Holman Capital)	47,756.70										(47,756.70)					0.00
Loan Payment - Sewer (Holman Capital)	33,429.00												(33,429.70)			(0.70)
Loan Payment - Storm Drain (Holman Capital)	4,775.66													(4,775.66)		0.00
Holman Loan Origination Fee	10,000.00														(10,000.00)	0.00
Holman Loan - Reimbursable 24/25	560,513.14							338,008.69		104,577.09		104,577.09		13,350.27		1,121,026.28
Interest Received - CLASS	99,752.59							36,972.81		8,721.69	19,339.21	16,768.80	8,881.35	9,068.73		99,752.59
Interest Received - LAIF	14,114.10									7,455.98	2,753.12	2,329.05	1,575.95			14,114.10
Interest Received - F&M	26,942.50								9,702.55	1,790.79	12,199.74	240.11	1,704.11	1,305.20		26,942.50
Property Tax Income	204,096.00	95,925.00	95,925.00	12,246.00												204,096.00
District Contribution	394,800.00				36,000.00	24,000.00	24,000.00	142,800.00	168,000.00							394,800.00
Developer Fees											7,701.92					
		407,472.92	368,828.34	47,004.00	121,675.65	30,704.99	209,478.46	1,246,594.97	496,103.00	589,492.22	996,713.27	533,992.60	302,552.80	291,501.30	590.00	
		(474.33)	(474.32)	19.93	20.38	20.39	2.61	0.00	0.00	0.00	(0.00)	(0.00)	0.00	20.00		(865.34)
Projects (Proposed Costs)	FY 26/27	406,998.59	368,354.02	47,023.93	121,696.03	30,725.38	209,481.07	1,246,594.97	496,103.00	589,492.22	996,713.27	533,992.60	302,552.80	291,521.30		
W07 - Casa Waterline	150,000.00							(150,000.00)								0.00
TF02 - Process Improvements (Phase 1 - Inf. Flow Meter)	125,000.00								(125,000.00)							0.00
CS05 - Echo Pump Station Improvements	16,695.00								(16,695.00)							0.00
CS6 - Generators at Lift Stations	402,500.00								(402,500.00)							0.00
Loan Payment - Water (Holman Capital)	401,156.31									(401,156.31)						0.00
Loan Payment - Sewer (Holman Capital)	66,859.39											(66,859.39)				0.00
Loan Payment - Storm Drain (Holman Capital)	9,551.34													(9,551.34)		0.00
Interest Received - CLASS	0.00															0.00
Interest Received - LAIF	0.00															0.00
Interest Received - F&M	0.00															0.00
District Contribution					36,000.00	24,000.00	24,000.00	142,800.00	168,000.00							394,800.00
Developer Fees																
		406,998.59	368,354.02	47,023.93	157,696.03	54,725.38	233,481.07	1,239,394.97	119,908.00	188,335.91	996,713.27	467,133.21	302,552.80	281,969.96	0.00	

BUDGET REPORT 2025/2026

FY25/26 UNAUDITED ACTUALS

	25/26 Approved Budget (July 1, 2025)	25/26 Unaudited Actuals (June 30, 2026)	%
REVENUES			
Water Sales - Connection/Facilities Fees	1,110,955.00	1,133,285.00	102%
Wastewater Service - Connection/Facilities Fees	1,181,095.00	1,178,870.00	100%
Storm Drain Service - Connection Fees	101,040.00	101,160.00	100%
OTHER REVENUES			
Merced County Property Taxes	200,000.00	204,095.00	102%
Other Income	20,000.00	6,615.00	33%
Late Charges; Return Ck Charges; On/Off Charges	25,000.00	25,390.00	102%
Inspection Fees	0.00	-350.00	#DIV/0!
Interest Income - Restricted and Unrestricted	87,860.00	146,045.00	166%
TOTAL REVENUES	**2,725,950.00**	**2,795,110.00**	**69,160.00**
EXPENDITURES			
Operations & Maintenance	940,325.00	943,485.00	100%
Salaries & Benefits	746,800.00	765,005.00	102%
General & Administrative	314,755.00	266,890.00	85%
Reserve Transfers	430,800.00	430,800.00	100%
Debt Service - Interest Holman Capital	0.00	177,165.00	
Budget Adjustments (Out)	0.00	0.00	
TOTAL EXPENDITURES	**2,432,680.00**	**2,583,345.00**	**150,665.00**
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	**293,270.00**	**211,765.00**	

FINAL