



**Water and Sewer Revenue and Expense Summary  
Second Quarter  
March 1, 2025 through August 31, 2025**

**Water Billed**

Budgeted billed water for FY 2025–26 is 35.0 billion gallons. Actual year-to-date through August 31, 2025, was 18.47 billion gallons, representing a 2% decrease compared to the same period last fiscal year. This reduction is mainly attributed to cooler temperatures and increased rainfall especially in the summer months which contributes to lower outdoor water use by customers.

**Water Revenues**

Water revenues totaled \$124.3 million, reflecting a net increase of \$258,000, or 0.2%, compared to the same period last year. The slight growth in revenue is primarily due to the 7% rate increase that took effect on March 1, 2025, and offset by a decrease in water billed in the summer months where EPWater typically generates a larger portion of its revenue as customers bills trends into the higher block rates . Total water customers increased by 1% or 2,539 customers.

**Wastewater Revenues**

Wastewater revenues of \$84.4 million increased by \$5.5 million or a 6.9% increase when compared to last year driven by the 5% rate increase effective March 1, 2025. In addition, total retail and wholesale wastewater customers increased by 3,062 as compared to last fiscal year.

**Total Operating Revenues**

Total operating revenues of \$216.5 million increased by \$6 million as compared to last fiscal year driven by the approved rate increases and customer growth.

**Total Water & Wastewater Operating Expenses**

Total operating expenses of \$86.7 million increased by \$1.2 million when compared to last year mainly due to the following:

- \$2.1 million increase in utilities
- \$1.5 million increase in maintenance
- \$2.4 million decrease in water purchased

**Debt Service**

Debt service payments, including bond reserve funding, Commercial Paper and Extendable Commercial Paper interest and financing fees, of \$67.2 million have increased by \$7.9 million as compared to last year mainly due to the repayment of debt used to finance Capital Improvement Program (CIP) projects.

### **Total Non-Operating Revenues**

Total non-operating revenues were \$24.3 million, an increase of \$4.7 million compared to the same period last year. The increase is primarily due to land sales totaling \$7.7 million, which are \$7.5 million higher than the prior year. This was partially offset by a \$2.9 million decrease in interest income.

### **Capital Expenditures**

Capital expenditures of \$182.9 million are \$38.3 million more than last year. Capital expenditures vary widely from year to year depending on the size and complexity of specific water, wastewater, and reclaimed water projects.

Major capital expenditures throughout the second quarter of FY 2025-26 include:

- \$24.7 million for the Rober R. Bustamante WW Treatment Plant Expansion and Rehabilitation
- \$13.9 million for New Administration Headquarters Building
- \$10.4 million for the Meter Replacement Program
- \$10 million for Fred Hervey WRP upgrades and rehabilitation

### **Debt Service Coverage**

Debt service coverage of 2.33 times exceeds the bond covenant requirement of 1.50 times and is very healthy and above the budgeted 2.0 times coverage.

### **Water & Wastewater Summary**

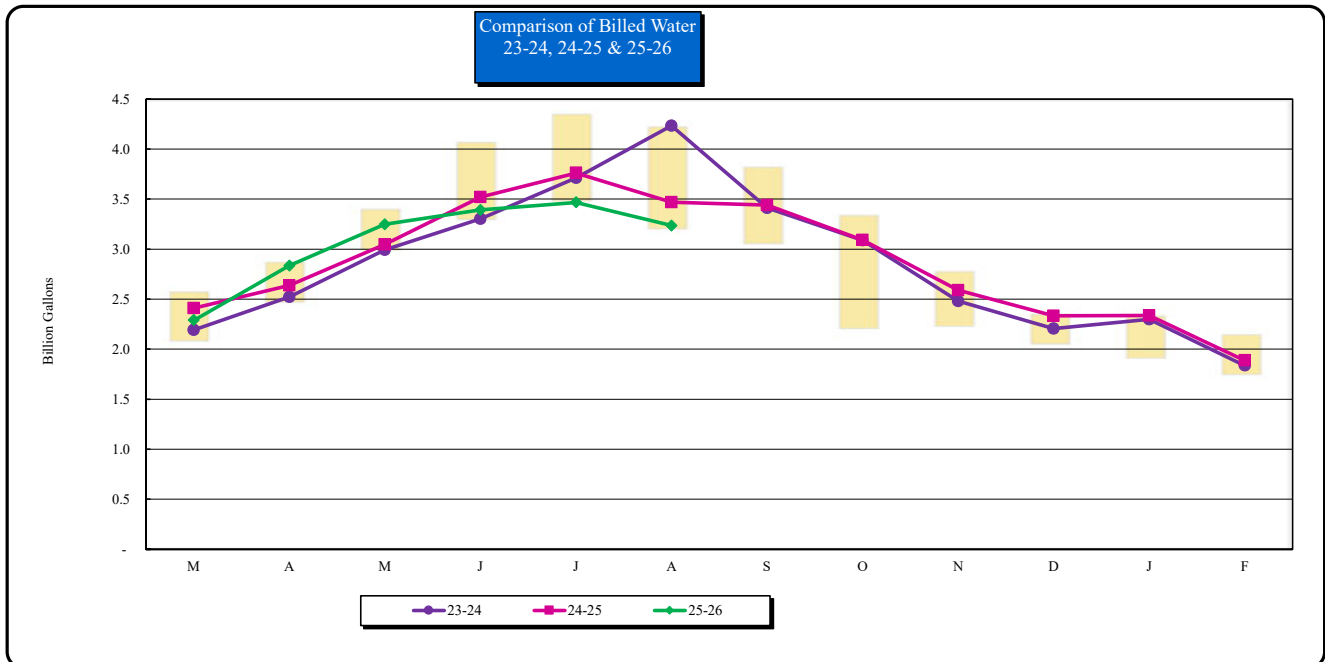
Operating revenues for the first quarter were \$216.5 million, \$6 million more than the prior fiscal year mainly due to the approved water and wastewater rate increases effective March 1, 2025, and offset by a decrease in water billed. Operating expenses increased by \$1.2 million mainly due to increases in maintenance and utilities. The Utility is on track to meet all of its operating, capital, and debt service obligations for this year.

**El Paso Water Utilities - Public Service Board**  
**Water & Wastewater**  
**Revenues & Expenses**  
**March 1, 2025 thru August 31, 2025**  
(In 1000's)  
**UNAUDITED**

	Budget FY 25-26	Actual FY 25-26	Actual FY 24-25	Variance (+/-)	%
<b>Water Billed (In Billion Gallons)</b>	<b>35.00</b>	<b>18.47</b>	<b>18.84</b>	<b>(0.38)</b>	<b>-2.0%</b>
<b>Revenue</b>					
Water	188,796	98,785	98,187	598	0.6%
Water Supply Replacement Charge	44,116	20,662	20,948	(286)	-1.4%
Reclaimed Water	6,879	3,829	3,946	(118)	-3.0%
Fire Protection	2,013	990	926	64	6.9%
<b>Total Water &amp; Reclaimed Water</b>	<b>241,804</b>	<b>124,266</b>	<b>124,008</b>	<b>258</b>	<b>0.2%</b>
Wastewater Service	166,609	84,325	78,846	5,480	6.9%
Pretreatment Surcharge	263	93	118	(25)	-21.4%
<b>Total Wastewater</b>	<b>166,872</b>	<b>84,418</b>	<b>78,964</b>	<b>5,454</b>	<b>6.9%</b>
<b>Total Water and Wastewater Revenue</b>	<b>408,676</b>	<b>208,684</b>	<b>202,972</b>	<b>5,712</b>	<b>2.8%</b>
City of El Paso Franchise Fee	6,550	3,275	3,275	-	0.0%
Farm Lease Revenue	1,700	311	856	(545)	-63.7%
Lease Revenue, Service Charges and Misc. Fees	8,000	4,252	3,412	840	24.6%
<b>Total Miscellaneous Revenue</b>	<b>16,250</b>	<b>7,838</b>	<b>7,543</b>	<b>295</b>	<b>3.9%</b>
<b>Total Operating Revenues</b>	<b>424,926</b>	<b>216,522</b>	<b>210,515</b>	<b>6,007</b>	<b>2.9%</b>
Operations and Maintenance	187,796	83,378	82,085	1,293	1.6%
Farm Lease Expenditures	275	41	145	(104)	-71.5%
City of El Paso Franchise Fee	6,550	3,275	3,275	0	0.0%
<b>Total Operating Expenses</b>	<b>194,621</b>	<b>86,694</b>	<b>85,505</b>	<b>1,189</b>	<b>1.4%</b>
<b>Miscellaneous Non-Operating Revenues</b>					
Sale of Assets	800	189	417	(228)	-54.7%
Interest Income	18,700	13,247	16,143	(2,896)	-17.9%
<b>Revenues Available for Debt Service</b>	<b>249,804</b>	<b>143,263</b>	<b>141,569</b>	<b>1,694</b>	<b>1.2%</b>
Debt Service - Water and Wastewater	124,955	61,607	54,626	6,981	12.8%
Debt Service Reserve Fund	6,395	2,724	2,664	60	2.3%
Commercial Paper - Interest and Financing Fees	8,670	2,914	2,102	812	38.6%
Payment to City Per Bond Covenants	24,169	11,781	11,524	257	2.2%
<b>Revenues Available For Capital Rehab/Impr.</b>	<b>85,616</b>	<b>64,238</b>	<b>70,654</b>	<b>(6,416)</b>	<b>-9.1%</b>
<b>Restricted Non-Operating Revenues</b>					
Contribution of New Customers	3,000	838	1,011	(173)	-17.1%
Sale of Land	15,000	7,747	222	7,525	3384.8%
Impact Fees	3,000	1,767	1,678	88	5.3%
Annexation Fees	300	477	94	384	410.1%
<b>Total Restricted Non-Operating Revenues</b>	<b>21,300</b>	<b>10,829</b>	<b>3,005</b>	<b>7,824</b>	<b>260.4%</b>
<b>Total Revenues Available for Capital Rehab/Impr.</b>	<b>106,916</b>	<b>75,067</b>	<b>73,658</b>	<b>1,408</b>	<b>1.9%</b>
<b>Capital Expenditures</b>					
Capital Projects - Water	284,140	100,811	69,406	31,405	45.2%
Capital Projects - Wastewater	299,174	75,365	69,551	5,814	8.4%
Capital Projects - Reuse	2,059	2,136	2,951	(815)	0.0%
Capital Equipment	6,641	4,558	2,634	1,924	73.0%
<b>Total Capital Expenditures</b>	<b>592,014</b>	<b>182,870</b>	<b>144,543</b>	<b>38,327</b>	<b>26.5%</b>
Contingencies	4,695	-	-	-	-
<b>Capital Funding Sources</b>					
Improvement, Construction and ECP Funds	566,319	181,903	144,543	37,360	25.8%
Grants	25,695	966	-	966	0.0%
<b>Total Capital Funding Sources</b>	<b>592,014</b>	<b>182,870</b>	<b>144,543</b>	<b>38,327</b>	<b>26.5%</b>
<b>Debt Service Coverage</b>	<b>2.00</b>	<b>2.33</b>	<b>2.59</b>		

**EL PASO WATER UTILITIES / PUBLIC SERVICE BOARD**  
**WATER & WASTEWATER**  
**As of August 31, 2025 & 2024**

ADDITIONAL STATISTICAL DATA				
	2025-26 YTD	2024-25 YTD	Difference	% Inc(Dec)
<b>Water Billed (1,000 Gallons)</b>	18,468,660	18,844,406	(375,746)	-2.0%
Average Temperature (°F) August	86.7	88.2	(1.5)	-1.7%
Average High Temperature (°F) August	98.4	100.0	(1.6)	-1.6%
<b>Rainfall - Inches</b>	<b>3.31</b>	<b>2.71</b>	<b>0.60</b>	22.1%
EPWater - Water Customers	225,148	223,548	1,600	0.7%
LVWD - Water Cust (Wholesale)	21,680	21,378	302	1.4%
Paseo Del Este - Water Cust (Wholesale)	10,546	10,076	470	4.7%
East Montana - Consolidated Water Customers	2,500	2,461	39	1.6%
Haciendas del Norte - Water Customers	345	345	-	0.0%
Village of Vinton	613	485	128	26.4%
<b>Total Water Customers</b>	<b>260,832</b>	<b>258,293</b>	<b>2,539</b>	<b>1.0%</b>
EPWater- Sewer Customers	215,144	213,190	1,954	0.9%
Paseo De Este - (Wholesale)	10,546	10,076	470	4.7%
LVWDA - Sewer Cust (Wholesale)	19,007	18,665	342	1.8%
Vinton- Sewer Cust (Wholesale)	298	0	298	100.0%
County of El Paso- Sewer Cust (Wholesale)	274	276	(2)	-0.7%
<b>Total Wastewater Customers</b>	<b>245,269</b>	<b>242,207</b>	<b>3,062</b>	<b>1.3%</b>
Personnel (Active)	1,068	1,014	54	5.3%





**Stormwater Revenue and Expense Summary  
Second Quarter  
March 1, 2025 through August 31, 2025**

**Stormwater Revenues**

Stormwater revenues of \$22.2 million increased by \$3.2 million or 16.6% compared to last fiscal year due to the approved 16 percent fee increase effective March 1, 2025.

**Stormwater Operating Expenses**

Operating expenses totaled \$6.2 million, an increase of \$1.2 million, or 25%, compared to last fiscal year. The increase is primarily due to higher costs for drainage system maintenance of \$894,000, indirect allocated costs of \$175,000, and salaries and wages of \$103,000.

**Debt Service**

Debt service payments, including bond principal and interest payments, bond reserve funding costs, and Extendable Commercial Paper interest and financing fees of \$9.9 million increased by \$971,000 compared to last year mainly due to the additional debt incurred to finance the Stormwater Capital Improvement Program's (CIP) projects.

**Stormwater Capital Expenditures**

CIP expenditures through the first quarter of \$16.1 million are \$1.2 million more as compared to last fiscal year.

Major capital expenditures through the first quarter include:

- \$5.2 million for Will Ruth Pond
- \$2.4 million for John T. Hickerson WWTP Stormwater Basin
- \$828,000 for the Americas Dam Improvements
- \$743,000 for the Desilting of Dams and Ponds

**Debt Service Coverage**

Debt service coverage of 1.97 times exceeds the bond covenant requirement of 1.25 times and is higher than the budgeted debt service coverage of 1.85 times for FY 2025-26.

**Summary**

In summary, the total operating revenues for the second quarter for the Stormwater Utility were \$3.5 million more than last fiscal year due to the fee increase effective March 1, 2025. Operating expenses increased by \$1.2 million mainly due to an increase in maintenance expenses. The Utility is on track to meet all of its operating, capital, and debt service obligations this year.

**El Paso Water Utilities - Public Service Board**  
**Municipal Drainage Utility**  
**Revenues & Expenses**  
**March 1, 2025 thru August 31, 2025**  
(In 1000's)  
**UNAUDITED**

	Budget FY 25-26	Actual FY 25-26	Actual FY 24-25	Variance (+/-)	%
<b>Operating Revenues</b>					
Stormwater	44,530	22,198	19,039	3,159	16.6%
<b>Total Stormwater Revenues</b>	<b>44,530</b>	<b>22,198</b>	<b>19,039</b>	<b>3,159</b>	<b>16.6%</b>
<b>Misc. Operating Revenues</b>					
Misc. Operating Revenues	1,262	555	335	221	65.9%
Interest Revenue	600	316	235	81	34.5%
<b>Total Misc. Operating Revenues</b>	<b>1,862</b>	<b>871</b>	<b>569</b>	<b>302</b>	<b>53.0%</b>
<b>Total Operating Revenues</b>	<b>46,392</b>	<b>23,069</b>	<b>19,608</b>	<b>3,461</b>	<b>17.7%</b>
<b>Total Operating Expenses</b>	<b>11,988</b>	<b>6,176</b>	<b>4,941</b>	<b>1,235</b>	<b>25.0%</b>
<b>Net Operating Revenues Available</b>	<b>34,404</b>	<b>16,893</b>	<b>14,667</b>	<b>2,226</b>	<b>15.2%</b>
Interest Revenue on Restricted Funds	1,780	1,261	1,363	(102)	-7.5%
<b>Revenues Available for Debt Service</b>	<b>36,184</b>	<b>18,154</b>	<b>16,030</b>	<b>2,124</b>	<b>13.2%</b>
Debt Service - Stormwater Bonds	19,610	9,207	7,907	1,300	16.4%
Debt Service Reserve Fund	642	432	280	152	54.3%
ECP- Interest and finance fees	1,735	275	574	(299)	-52.1%
<b>Revenues Available for Capital Rehab/Impr.</b>	<b>14,196</b>	<b>8,240</b>	<b>7,269</b>	<b>971</b>	<b>13.4%</b>
<b>Restricted Non-Operating Revenues</b>					
Sale of Land	-	-	-	-	-
<b>Total Non-Operating Revenues</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Revenues Available for Capital Rehab/Impr.</b>		<b>8,240</b>	<b>7,269</b>	<b>971</b>	<b>13.4%</b>
<b>Capital Expenditures</b>					
Capital Projects - Stormwater	65,276	12,745	14,965	(2,220)	-14.8%
Capital Equipment - Stormwater	772	81	473	(392)	-83.0%
<b>Total Capital Expenditures</b>	<b>66,048</b>	<b>12,826</b>	<b>15,438</b>	<b>(2,613)</b>	<b>-16.9%</b>
<b>Contingencies</b>	<b>581</b>	<b>-</b>	<b>-</b>	<b>-</b>	
<b>Capital Funding Sources</b>					
Improvement, Construction Funds, ECP	66,048	12,826	15,438	(2,613)	-16.9%
<b>Total Capital Funding Sources</b>	<b>66,048</b>	<b>12,826</b>	<b>15,438</b>	<b>(2,613)</b>	<b>-16.9%</b>
<b>Debt Service Coverage</b>	<b>1.85</b>	<b>1.97</b>	<b>2.03</b>	<b>(0.06)</b>	<b>-2.7%</b>