



Water and Sewer Revenue and Expense Summary
First Quarter
March 1, 2026, through May 31, 2026

Water Billed

Budgeted billed water for FY 2026-27 is 35.0 billion gallons. Actual YTD through May 31, 2026, was 7.96 billion gallons, a 1.1% increase compared to the last fiscal year, mainly due to a normal increase in customers.

Water Revenues

Water revenues of \$59.4 million increased by \$4.7 million, or 8.6%, compared with last year. The increase is mainly due to the approved 12% rate increase effective March 1, 2026. Total retail and wholesale customers increased by 4,640 as compared to the last fiscal year.

Wastewater Revenues

Wastewater revenues of \$48.5 million increased by \$5.8 million or a 13.7% increase when compared to last year, driven by the 15% rate increase effective March 1, 2026. In addition, total retail and wholesale wastewater customers increased by 4,751 as compared to the last fiscal year.

Total Operating Revenues

Total operating revenues of \$112.7 million increased by \$11.1 million or 11% as compared to the last fiscal year, driven by the approved rate increases and customer growth.

Total Water & Wastewater Operating Expenses

Total operating expenses of \$39 million decreased by \$599,000 or 1.5% when compared to last year, mainly due to the following:

- \$41,000 increase in Farm Lease Expenditures
- \$680,000 decrease in Professional Services

Debt Service

Debt service payments, including bond reserve funding and Extendable Commercial Paper interest and financing fees, of \$34.5 million have increased by \$1.8 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

Non-operating revenues decreased by \$8.5 million to \$6.5 million compared to last year mainly due to a decrease in land sales of \$7.3 million and a decrease in interest income of \$1.6 million, offset by an increase of \$478,000 in contributions from new customers.

Capital Expenditures

Capital expenditures of \$64.3 million are \$16.9 million less 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 through the first quarter of FY 2026-27 include:

- \$9.8 million for the Roberto R. Bustamante WWTP upgrades and expansion
- \$8.3 million for SB3 energy system upgrades
- \$6.9 million for the meter replacement program
- \$4.8 million for the Advanced Water Purification

Debt Service Coverage

Debt service coverage of 2.52 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

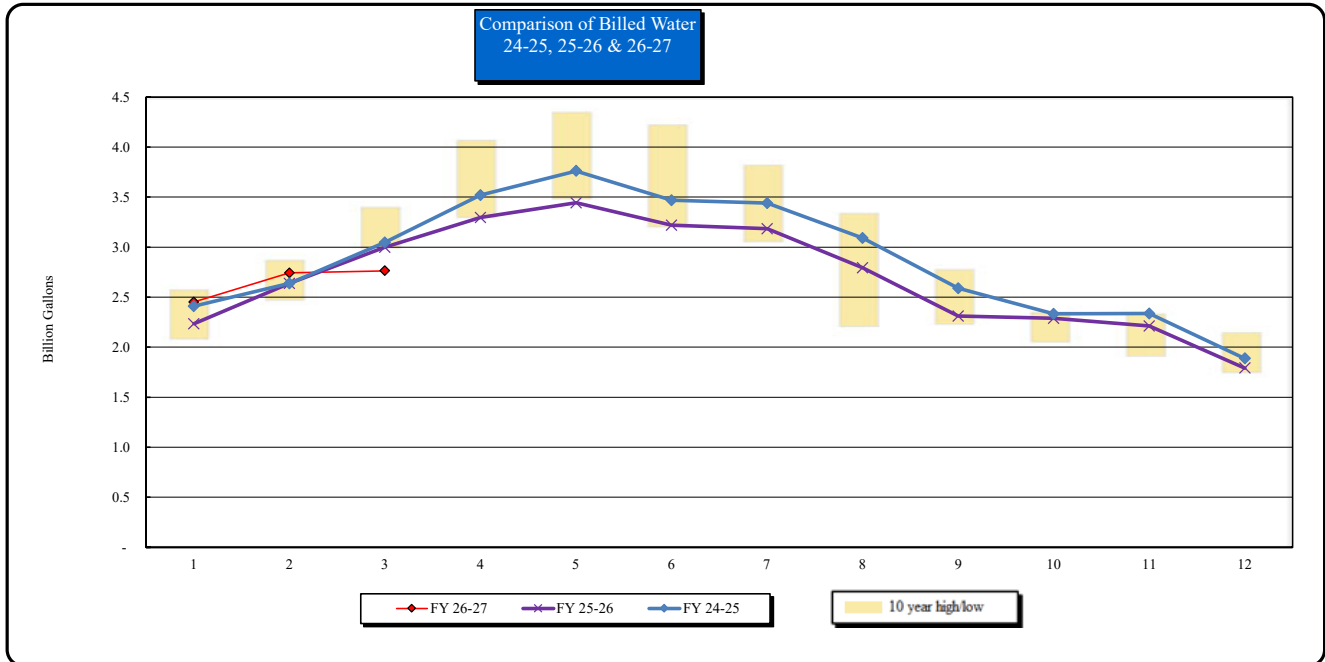
Operating revenues for the first quarter were \$112.7 million, \$11.1 million more than the prior fiscal year, mainly due to the approved water and wastewater rate increases effective March 1, 2026, and an increase in customers. The Utility is on track to meet all of its operating, capital, and debt service obligations for this year.

El Paso Water Utilities - Public Service Board
Water & Wastewater
Revenues & Expenses
March 1, 2026, through May 31, 2026
(In 1000's)
UNAUDITED

	Budget FY 26-27	Actual FY 26-27	Actual FY 25-26	Variance (+/-)	%
Water Billed (In Billion Gallons)	35.00	7.96	7.87	0.09	1.1%
Revenue					
Water	205,741	46,413	42,542	3,870	9.1%
Water Supply Replacement Charge	45,471	11,282	10,008	1,275	12.7%
Reclaimed Water	7,392	1,113	1,649	(537)	-32.5%
Fire Protection	2,167	571	488	83	17.0%
Total Water & Reclaimed Water	260,771	59,378	54,687	4,691	8.6%
Wastewater Service	194,595	48,419	42,607	5,812	13.6%
Pretreatment Surcharge	230	69	45	23	51.1%
Total Wastewater	194,825	48,488	42,652	5,835	13.7%
Total Water and Wastewater Revenue	455,596	107,866	97,339	10,527	10.8%
City of El Paso Franchise Fee	6,550	1,637	1,637	-	0.0%
Farm Lease Revenue	1,500	273	471	(198)	-42.0%
Lease Revenue, Service Charges and Misc. Fees	9,018	2,928	2,124	804	37.8%
Total Miscellaneous Revenue	17,068	4,838	4,233	606	14.3%
Total Operating Revenues	472,664	112,704	101,572	11,132	11.0%
Operations and Maintenance	199,300	37,288	37,928	(640)	-1.7%
Farm Lease Expenditures	150	41	0	41	100.0%
City of El Paso Franchise Fee	6,550	1,638	1,637	0	0.0%
Total Operating Expenses	206,000	38,967	39,566	(599)	-1.5%
Miscellaneous Non-Operating Revenues					
Sale of Assets	500	127	137	(10)	-7.5%
Interest Income	14,426	4,158	5,785	(1,627)	-28.1%
Revenues Available for Debt Service	281,588	78,022	67,928	10,094	14.9%
Debt Service - Water and Wastewater	140,987	30,984	29,058	1,926	6.6%
Debt Service Reserve Fund	6,000	1,377	1,347	30	2.2%
Commercial Paper - Interest and Financing Fees	5,657	2,147	2,328	(180)	-7.7%
Payment to City Per Bond Covenants	25,260	5,559	5,368	191	3.6%
Revenues Available For Capital Rehab/Impr.	103,685	37,954	29,827	8,127	27.2%
Restricted Non-Operating Revenues					
Contribution of New Customers	18,975	944	465	478	102.8%
Sale of Land	20,000	419	7,747	(7,328)	-94.6%
Impact Fees	2,935	656	787	(130)	-16.6%
Annexation Fees	900	202	91	111	121.7%
Total Restricted Non-Operating Revenues	42,810	2,221	9,091	(6,869)	-75.6%
Total Revenues Available for Capital Rehab/Impr.	146,495	40,175	38,918	1,258	3.2%
Capital Expenditures					
Capital Projects - Water	381,593	35,152	45,434	(10,282)	-22.6%
Capital Projects - Wastewater	381,645	28,464	33,851	(5,387)	-15.9%
Capital Equipment	7,223	731	1,924	(1,193)	-62.0%
Total Capital Expenditures	770,461	64,348	81,209	(16,861)	-20.8%
Contingencies	4,983	-	-	-	-
Capital Funding Sources					
Improvement, Construction and ECP Funds	744,766	56,677	78,223	(21,546)	-27.5%
Grants	25,695	7,671	2,987	4,684	156.8%
Total Capital Funding Sources	770,461	64,348	81,209	(16,861)	-20.8%
Debt Service Coverage	2.00	2.52	2.34		

EL PASO WATER UTILITIES / PUBLIC SERVICE BOARD
WATER & WASTEWATER
As of February 28, 2026 & 2025

ADDITIONAL STATISTICAL DATA				
	2026-27 YTD	2025-26 YTD	Difference	% Inc(Dec)
Water Billed (1,000 Gallons)	7,960,058	7,871,624	88,434	1.1%
Average Temperature (°F) May	75.5	76.1	(0.6)	-0.8%
Average High Temperature (°F) May	88.3	89.3	(1.0)	-1.1%
Rainfall - Inches	0.67	0.43	0.24	55.8%
EPWater - Water Customers	228,422	224,453	3,969	1.8%
LVWD - Water Cust (Wholesale)	21,837	21,593	244	1.1%
Paseo Del Este - Water Cust (Wholesale)	10,735	10,411	324	3.1%
East Montana - Consolidated Water Customers	2,495	2,460	35	1.4%
Haciendas del Norte - Water Customers	345	345	-	0.0%
Village of Vinton	667	599	68	11.4%
Total Water Customers	264,501	259,861	4,640	1.8%
EPWater- Sewer Customers	218,420	214,470	3,950	1.8%
Paseo De Este - (Wholesale)	10,735	10,411	324	3.1%
LVWDA - Sewer Cust (Wholesale)	19,228	18,893	335	1.8%
Vinton- Sewer Cust (Wholesale)	389	235	154	65.5%
County of El Paso- Sewer Cust (Wholesale)	266	278	(12)	-4.3%
Total Wastewater Customers	249,038	244,287	4,751	1.9%
Personnel (Active)	1,078	1,059	19	1.8%





Stormwater Revenue and Expense Summary
First Quarter
March 1, 2026, through May 31, 2026

Stormwater Revenues

Stormwater revenues of \$11.2 million increased by \$137,000, or 1.2%, compared to the prior fiscal year. No significant changes were experienced from the prior fiscal year, as no fee changes were adopted for the current fiscal year.

Stormwater Operating Expenses

Operating expenses of \$2.9 million decreased by \$79,000 or 2.7% compared to the last fiscal year, mainly due to a decrease of \$74,000 in professional services.

Debt Service

Debt service payments, including bond principal and interest payments, bond reserve funding costs, and Extendable Commercial Paper interest and financing fees, increased by \$109,000 compared to last year, mainly due to additional debt incurred to finance the Stormwater Capital Improvement Program's (CIP) projects.

Stormwater Capital Expenditures

CIP expenditures through the first quarter of \$6 million are \$1.8 million more than last fiscal year.

Major capital expenditures through the first quarter include:

- \$2.6 million for Will Ruth Pond
- \$1.3 million in Natural Open Space purchases
- \$912,000 in citywide land acquisitions
- \$314,000 for the Justus Pond Phase II project

Debt Service Coverage

Debt service coverage of 2.01 times exceeds the bond covenant requirement of 1.25 times.

Summary

In summary, the total operating revenues for the first quarter for the Stormwater Utility were \$201,000 more than in the last fiscal year. Operating expenses decreased by \$79,000, primarily due to a decrease in professional services 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, 2026 through May 31, 2026
(In 1000's)
UNAUDITED

	Budget FY 26-27	Actual FY 26-27	Actual FY 25-26	Variance (+/-)	%
Operating Revenues					
Stormwater	44,750	11,224	11,087	137	1.2%
Total Stormwater Revenues	44,750	11,224	11,087	137	1.2%
Misc. Operating Revenues					
Misc. Operating Revenues	1,356	370	317	53	16.7%
Interest Revenue	375	67	56	11	19.6%
Total Misc. Operating Revenues	1,731	436	373	64	17.1%
Total Operating Revenues	46,481	11,660	11,460	201	1.8%
Total Operating Expenses	12,987	2,909	2,988	(79)	-2.7%
Net Operating Revenues Available	33,493	8,751	8,471	280	3.3%
Interest Revenue on Restricted Funds	2,070	523	631	(108)	-17.1%
Revenues Available for Debt Service	35,563	9,275	9,102	172	1.9%
Debt Service - Stormwater Bonds	20,249	4,617	4,459	158	3.5%
Debt Service Reserve Fund	865	216	216	-	0.0%
ECP- Interest and finance fees	600	135	184	(49)	-26.7%
Revenues Available for Capital Rehab/Impr.	13,850	4,307	4,244	63	1.5%
Restricted Non-Operating Revenues					
Sale of Land	-	-	-	-	-
Total Non-Operating Revenues	-	-	-	-	-
Total Revenues Available for Capital Rehab/Impr.		4,307	4,244	63	1.5%
Capital Expenditures					
Capital Projects - Stormwater	59,347	6,003	4,303	1,700	39.5%
Capital Equipment - Stormwater	841	45	-	45	#DIV/0!
Total Capital Expenditures	60,188	6,048	4,303	1,745	40.6%
Contingencies	649	-	-	-	
Capital Funding Sources					
Improvement, Construction Funds, ECP	60,188	6,048	4,303	1,745	40.6%
Total Capital Funding Sources	60,188	6,048	4,303	1,745	40.6%
Debt Service Coverage	1.76	2.01	2.04	(0.03)	-1.6%