

Orange County Sanitation District

FIRST QUARTER FINANCIAL REPORT

for the period ended September 30, 2025



Orange County, California



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Executive Summary

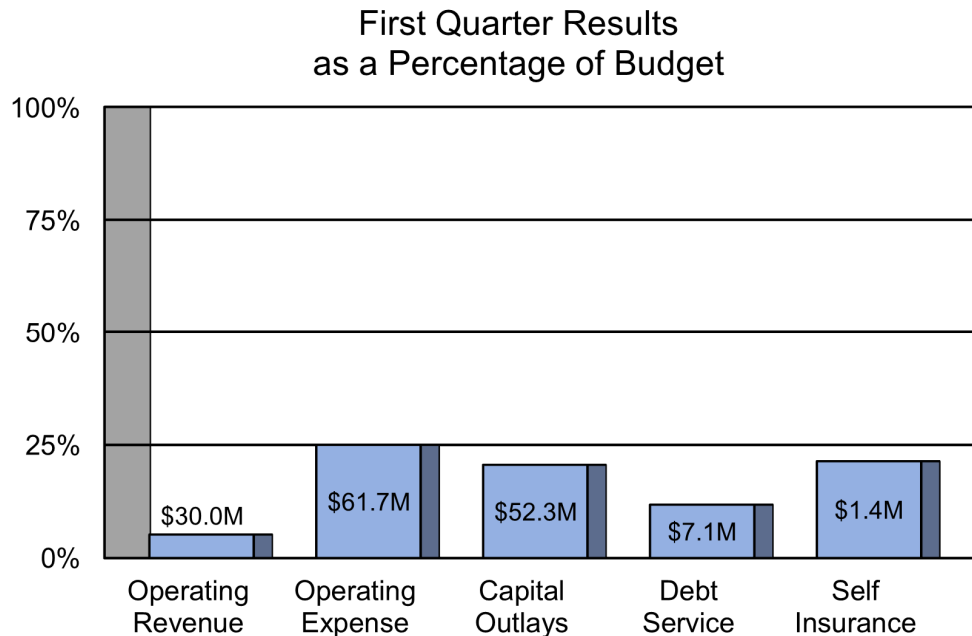
Consolidated Financial Reports For the First Quarter Ended September 30, 2025

Included in this consolidated report are the following quarterly financial reports for the period ended September 30, 2025:

- **Budget Review:**

The Consolidated Financial Reports Section 1 provides the Directors, staff, and the general public with a comprehensive overview of the financial results of the Orange County Sanitation District (OC San) through the first quarter ended September 30, 2025.

Contained within the Budget Review Sections 2 through 5 is the budget-to-actual status of the Collection, Treatment and Disposal Operations, Capital Improvement Program, Debt Service, and Self-Insurance Program. Also included is a Capital Assets Schedule as of September 30, 2025. The chart below provides for a summary of these activities.



Various detail information can be found in this report. Below is a descriptive summary of these activities through September 30, 2025:

- a) Most major expense categories are anticipated to approximate budget.
- b) Total revenues are at 5.2 percent of the \$578.6 million budget, mainly due to the timing of property tax and sewer fee distribution from the County that occurs mostly after the first quarter. These two revenue sources make up

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83.7 percent of OC San's total budgeted revenue. Other, less material revenue sources in comparison that are tracking significantly lower than the proportionate budget through September 30 include Intra District Sewer Use-IRWD, and Other Revenues. Overall, total revenues are projected to approximate budget at year-end. More detailed information on revenues is provided within Section 1 – Pages 3 through 5.

c) **Collection, Treatment and Disposal Costs:**

As indicated within the Consolidated Financial Reports Section of this report, the net operating requirements through the first quarter of \$61.7 million is currently tracking at 25.0 percent of the \$246.4 million budget. In addition, net operating expenses have increased \$6.2 million or 11.2 percent in comparison with the same period last year. Overall, staff expects the total operating costs to approximate budget throughout the remainder of the year. More detailed information on operating expenses is provided within Section 1 – Pages 1 through 3.

The total cost per million gallons is \$3,599 based on flows of 186 million gallons per day. This is \$50 per million gallons, or 1.4 percent less than the budgeted cost per million gallons per day. A further description of these costs and benchmarking with other agencies is contained within Section 1 – Pages 6 through 8.

d) The total projected capital outlay cash flow of the Capital Improvement Program (CIP) for FY 2025-26 has been revised to \$271.2 million, or 106.6 percent of the board approved cash outlay of \$254.3 million. The actual cash outlay spending through the first quarter is \$52.3 million, or 20.6 percent of the total budgeted outlay. More detailed information on the CIP budget review can be found in Section 1 – Page 9 and Section 3.

- **Certificates of Participation (COP) Report**

The report includes a summary of each outstanding debt issuance.

Consolidated Financial Reports

First Quarter Financial Report September 30, 2025

The Financial Management Division is pleased to present the FY 2025-26 first quarter financial report. This report provides a comprehensive overview of the financial activities of the Orange County Sanitation District (OC San) and reports on the status of all capital projects in progress. A summary of the sections contained within this report is provided below.

Operating Budget Review: This section reports on collection, treatment, and disposal net operating requirements.

At September 31, 2025, 25.0 percent, or \$61.7 million of the FY 2025-26 net operating budget of \$246.4 million has been expended. Net operating expenses increased from the same period last year by \$6.2 million, or 11.2 percent, mainly due to an increase of \$3.2 million in Salaries and Benefits, \$2.1 million in Repairs and Maintenance, \$383,000 in Operating Materials and Supplies, \$346,000 in Professional Services, \$313,000 in Other Operating Supplies, \$188,000 in Utilities, \$186,000 in Research and Monitoring, \$107,000 in Administrative Expenses, and \$94,000 in Contractual Services, partially offset by an increase of \$574,000 in indirect costs allocated out to capital projects and a decrease of \$72,000 in Training & Meetings. These and other variances that factor into this net increase in expenses are discussed in more detail below. **Overall, staff expects the total operating costs to approximate budget through the remainder of the year.**

At September 30, 2025, 5.2 percent, or \$30.0 million of the FY 2025-26 budgeted total revenues of \$578.6 million has been recognized. Revenues decreased from the same period last year by \$5.8 million, or 16.3 percent, mainly due to a decrease of \$14.0 million in Interest Earnings, partially offset by an increase of \$2.6 million in CIP Reimbursements, \$2.2 million in Capital Facilities Capacity Charges, \$2.1 million in Permit Fees, \$748,000 in Capital Assessments-IRWD, \$179,000 in Intra District Sewer Use-IRWD, \$115,000 in Other Revenues, \$52,000 in Property Taxes, \$47,000 in Other Sales, and \$39,000 in Service Fees. These and other variances that factor into this net decrease in revenues are discussed in more detail below. **Overall, staff expects the total revenues to approximate budget at the end of the fiscal year.**

Significant operating results as of September 30, 2025, include the following:

- **Salaries, Wages and Benefits – Personnel costs of \$32.1 million are on target at 24.5 percent of the budget through the first quarter of FY 2025-26.** The budget is based on a five percent vacancy factor, and staffing is 28 full-time equivalents (FTEs), or 4.2 percent below the total 664 FTEs approved in the FY 2025-26 budget. Salary and benefit costs are \$3.2 million, or 11.0 percent higher than the \$28.9 million incurred in the same period last year, mainly due to an increase of \$2.5 million in Salaries and Wages, \$280,000 in Retirement, \$211,000 in Employee Supplemental Benefits, \$185,000 in Group Insurances, and \$33,000 in Workers' Compensation, partially offset by a decrease of \$59,000 in Uniform Rental. **Net**

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operating personnel costs are expected to approximate budget throughout the remainder of the year.

- Administrative Expenses – **Administrative Expenses totaled \$760,000, or 27.4 percent of the \$2.8 million budget through September 30.** These costs are \$107,000, or 16.3 percent higher at September 30 in comparison with the prior year, mainly due to an increase of \$106,000 in Memberships, and \$30,000 in Small Computer Items, partially offset by a decrease of \$30,000 in Minor Furniture & Fixtures. **It is anticipated that administrative costs will approximate budget at year-end.**
- Printing and Publication Expenses – **Printing and Publication Expenses totaled \$65,000 or 16.6 percent of the \$391,000 budget through September 30.** These costs are \$14,000, or 28.5 percent higher at September 30 in comparison with the prior year, primarily due to an increase of \$7,000 in Notices & Ads and \$5,000 in Repro-In-House. **Printing and publication costs are expected to approximate or be below budget at year-end.**
- Training and Meetings – **Training and meetings of \$284,000 is below target at 13.2 percent of the \$2.2 million budget through September 30.** This account is lower than the proportionate budget due to the timing and need for training throughout the year. Compared to the same period last year, costs have decreased by \$72,000, or 20.3 percent. **Total training and meeting costs are anticipated to approximate or be below budget at year-end.**
- Operating Materials and Supplies – **Operating materials and supplies of \$7.8 million is on target at 24.1 percent of the \$32.4 million budget through September 30.** Operating Materials and Supplies is higher than the prior year by \$383,000, or 5.2 percent, mostly due to an increase of \$462,000 in Odor & Corrosion Control, \$60,000 Safety Equipment/Tools, \$22,000 in Gasoline, Diesel & Oil, and \$16,000 in Tools, partially offset by a decrease of \$132,000 in Chemical Coagulants, \$34,000 in Lab Chemicals & Supplies, and \$14,000 in Chemicals - Miscellaneous. **Based on current processes, operating materials and supplies are anticipated to approximate budget at year-end.**
- Contractual Services – **Contractual services is on target at \$5.4 million, or 22.8 percent of the \$23.8 million budget through September 30.** Solids Removal costs, budgeted at \$14.2 million, comprise the majority of this expense category at \$3.4 million, or 24.2 percent of its budget at September 30. Contractual Services is higher by \$94,000, or 1.8 percent over the same period last year, mainly due to an increase of \$256,000 in Oxygen, \$59,000 in Solids Removal, \$31,000 in Other Waste Disposal, and \$25,000 in Groundskeeping, partially offset by a decrease of \$150,000 in Other Services, \$77,000 in Janitorial, and \$40,000 in Outside Lab Services. County Service Fees totaled only \$2,000, or 0.4 percent of the \$619,000 budget through the first quarter, as the preponderance of these fees are billed by the County in the fourth quarter. **Total contractual services costs are anticipated to approximate budget at year-end.**

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- Professional Services – **Professional services costs totaled \$1.9 million, or 16.8 percent of the \$11.3 million budget through September 30.** Professional services costs, such as Legal, Environmental Scientific Consulting, Advocacy Efforts, and Other are proportionately low through September 30 due to a variety of factors such as timing of services and re-evaluation of need for services. These costs are \$346,000, or 22.2 percent higher at September 30 in comparison with the prior year, mainly due to an increase of \$204,000 in Other Professional Services, \$132,000 in Engineering, \$123,000 in Software Program Consulting, and \$26,000 in Labor Negotiation Services, partially offset by a decrease of \$89,000 in Legal, \$41,000 in Environmental Scientific Consulting, and \$29,000 in Audit & Accounting. **It is anticipated that the costs for this category will approximate or be below budget at year-end.**
- Research and Monitoring – **Research and monitoring costs totaled \$900,000, or 41.4 percent of the \$2.2 million budget through September 30.** These costs are \$186,000, or 26.1 percent higher at September 30 in comparison with the prior year, due to an increase of \$214,000 in Air Quality Monitoring, and \$17,000 in Research, partially offset by a decrease of \$45,000 in Environmental Monitoring. **Total research and monitoring costs are anticipated to be above budget at year-end.**
- Repairs and Maintenance – **Repairs and maintenance costs totaled \$13.3 million, or 35.3 percent of the \$37.6 million budget through September 30.** These costs are \$2.1 million, or 18.3 percent higher at September 30 in comparison with the prior year, due to an increase of \$1.6 million in Materials and Services and \$461,000 in Service Maintenance Agreements. **It is anticipated that the costs for this category will approximate or be slightly above budget at year-end.**
- Utilities – **Utilities costs totaled \$4.1 million, or 24.4 percent of the \$17.0 million budget through September 30.** These costs are \$188,000, or 4.8 percent higher at September 30 in comparison with the prior year, primarily due to an increase of \$79,000 in Power, \$65,000 in Natural Gas, \$20,000 in Telephone, and \$17,000 in Water. **It is anticipated that the costs will approximate budget at year-end.**
- Other Operating Supplies – **Other operating supplies costs totaled \$1.5 million, or 21.9 percent of the \$6.7 million budget through September 30.** Property and General Liability Insurance, budgeted at \$3.9 million, comprise the majority of this expense category at \$1.2 million. Overall, Other Operating Supplies is \$313,000, or 27.1 percent higher at September 30 in comparison with the prior year, primarily due to an increase of \$432,000 in Property and General Liability Insurance, and \$8,000 in Miscellaneous Operating Expense, partially offset by a decrease of \$134,000 in Regulatory Operating Fees. **It is anticipated that other operating supplies costs will approximate budget at year-end.**
- Revenues – Service Fees and Property Taxes – **Through September 30, revenues from Service Fees are at \$64,000, or 0.0 percent of the \$360.8 million budget and Property Taxes are at \$2.0 million, or 1.6 percent of the \$123.7 million budget.** These items comprise the majority of OC San's revenues and are mostly collected by the County through the property tax roll and distributed to OC San throughout the year based on a set distribution schedule that begins in November of

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each year. The increase of \$39,000, or 157.7 percent in service fee revenue over the prior year is primarily due to the timing of receipts. The property tax revenue increase of \$52,000, or 2.7 percent over the prior year is mainly a result of the timing of supplemental tax receipts. **These revenues are expected to approximate budget at year-end.**

- Revenues – Permit Fees – **Permit Fees are at \$6.2 million, or 37.1 percent of the \$16.6 million budget.** The revenues through the first quarter are higher than the same period last year by \$2.1 million, or 51.9 percent, due to the fluctuation in the number of permittees from year to year as businesses establish or cease their operations and an increase in operation and maintenance charges based on flows received from these customers. **Permit Fees revenues are expected to approximate or be slightly above budget at year-end.**
- Revenues – Inter District Sewer Use – SAWPA and SBSD – **Inter District Sewer Use-SAWPA and SBSD are at \$849,000, or 910.4 percent of the \$93,000 budget.** The budgeted amount was inadvertently reduced from \$3.0 million in the prior year. This revenue is derived from charges to the Santa Ana Watershed Protection Agency (SAWPA) and Sunset Beach Sanitary District (SBSD) for treatment of flows. The revenues through the first quarter are lower than the same period last year by \$651, or 0.1 percent, due to a decrease in operation and maintenance charges based on flows received from these agencies. **These revenues are expected to be above budget at year-end.**
- Revenues – Intra District Sewer Use – IRWD – **Intra District Sewer Use-IRWD are at \$1.2 million, or 10.4 percent of the \$11.2 million budget.** This revenue is derived from charges to the Irvine Ranch Water District (IRWD) for treatment of flows. The revenues through the first quarter are higher than the same period last year by \$179,000, or 18.2 percent, due to a decrease of \$186,000 in interest income allocated to IRWD, partially offset by a decrease of \$7,000 in operating and maintenance charges to IRWD. **These revenues are expected to be below budget at year-end.**
- Revenues – Capital Assessments – IRWD – **Capital Assessments-IRWD are at \$1.6 million, or 16.5 percent of the \$9.5 million budget.** The revenues through the first quarter are higher than the same period last year by \$748,000, or 91.0 percent, due to an increase in joint capital costs allocable to IRWD. **These revenues are expected to approximate or be below budget at year-end.**
- Revenues – Capital Facilities Capacity Charges (CFCC) – **CFCC are at \$3.9 million, or 17.9 percent of the \$21.7 million budget.** The revenues through the first quarter are higher than the same period last year by \$2.2 million, or 136.1 percent, due to an increase in supplemental capacity charges based on an increase in baseline overages and an increase in capacity charges collected from local agencies. **These revenues are expected to be below budget at year-end.**
- Revenues – Interest Earnings – **Interest Earnings are at \$11.1 million, or 42.0 percent of the \$26.5 million budget.** The revenues through the first quarter are lower than the same period last year by \$14.0 million, or 55.6 percent, due to the

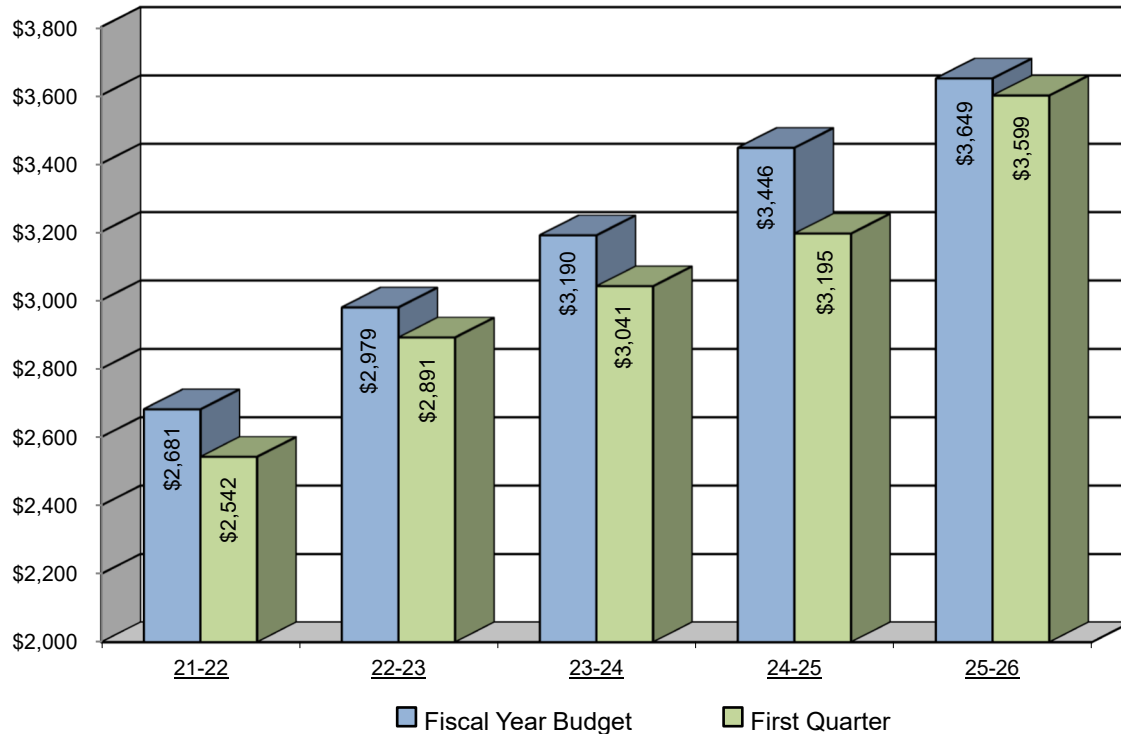
Consolidated Financial Reports

lower rate of return experienced in the current year. **It is estimated that interest earnings will approximate or be approve budget at year-end.**

- Revenues – CIP Reimbursements – **CIP Reimbursements are at \$2.6 million and does not have a budget.** This revenue is \$2.6 million or 100.0 percent higher than the same period last year due to current year reimbursement of \$2.6 million from Orange County Transportation Authority for FE18-13 Redhill Relief Sewer Protection at State Route 55.
- Revenues – Wastehauler – **Wastehauler revenues are at \$162,000 and does not have a budget.** This revenue is derived from fees charged to wastehaulers, allowing them to dump waste into OC San's system. The revenues through the first quarter mirror those of the same period last year, with an increase of \$4,000, or 2.6 percent.
- Revenues – CNG Sales – **CNG Sales revenues are at \$35,000 and does not have a budget.** This revenue is derived from public sales at OC San's Compressed Natural Gas (CNG) fueling station. The revenues through the first quarter are lower than the same period last year by \$10,000, or 22.0 percent, due to a decrease in compressed natural gas sales.
- Revenues – Rents & Leases – **Rents & Leases revenues are at \$112,000 and does not have a budget.** The revenues through the first quarter are higher than the same period last year by \$13,000, or 13.2 percent.
- Revenues – Other – **Other revenues are at \$195,000, or 2.3 percent of the \$8.6 million budget.** These revenues are \$115,000, or 145.8 percent higher than the same period last year, primarily due to current year receipt of \$109,000 from a battery storage energy management agreement. **These revenues are expected to be below budget at year-end.**
- Revenues – Power Sales – **Power Sales revenues are at \$12,000 and does not have a budget.** The revenues through the first quarter are lower than the same period last year by \$9,000, or 42.8 percent, due to a decrease in the buyback of surplus generated energy exported to Southern California Edison.

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Comparison of First Quarter Cost per Million Gallon Results with Budget Last Five Years



As demonstrated in the preceding graph for the current and each of the last four fiscal years, the cost per million gallons at the end of the first quarter has been between 7.3 percent lower and 1.4 percent lower than the annual budget. The FY 2025-26 first quarter cost per million gallons of \$3,599 is 1.4 percent lower when compared with this year's budget. The increase in cost per million gallons of \$404 from the previous year is primarily due to an increase in operating expenses, which are 11.2 percent higher than the same period last year, and by a decrease in flows, which are 1.3 percent lower than the same period last year. Staff believes that overall operating costs will be at or slightly below budget at year-end.

The total cost per million gallons at September 30 is \$3,599 based on flows of 186 million gallons per day. This is \$50 per million gallons, or 1.4 percent less than the budgeted cost per million gallons of \$3,649. The lower cost per million gallons is due to flows of 186 million gallons per day being 0.7 percent higher than the budgeted flow of 185 million gallons per day, which has an inverse relationship to the cost per unit of collection, treatment, and disposal, partially offset by net expenses being 0.1 percent higher than the proportionate budget through September 30.

More detailed information on operating revenues, costs, and related information is provided within Section 2.

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Following are data tables showing the last five years of Single Family Residential User Fees (SFR) and the cost per million gallons (MG) to collect, treat, and dispose of wastewater for the Orange County Sanitation District and similar agencies. The agencies used in the tables were determined to be those that most closely resembled OC San in terms of services provided and treatment levels. The summaries demonstrate that OC San's SFR and cost per MG are each one of the lowest in their respective groups.

Benchmark Study Five-Year Single Family Residential Rate

Agency	Rates as of July					Notes
	2021 SFR	2022 SFR	2023 SFR	2024 SFR	2025 SFR	
San Francisco	\$ 1,270	1,270	1,337	1,409	1,484	
Vallejo Sanitation/Flood Control District	\$ 747	769	885	1,018	1,223	
City of Los Angeles	\$ 636	636	636	736	959	(1)
City of San Diego	\$ 573	687	714	742	765	(2)
Central Contra Costa Sanitary District	\$ 660	690	697	725	754	
Union Sanitary District	\$ 524	530	570	612	636	
East Bay MUD	\$ 457	475	515	559	606	
City of Hayward	\$ 446	463	495	530	574	
Dublin San Ramon Services District	\$ 486	496	495	516	530	
Sacramento County	\$ 444	444	444	486	528	
Irvine Ranch Water District	\$ 313	357	399	441	521	(3)
Oro Loma Sanitary District	\$ 318	342	368	423	487	
Orange County Sanitation District	\$ 343	347	358	371	384	
City of Fresno	\$ 309	309	309	309	309	(4)
Los Angeles County	\$ 226	226	217	234	234	(5)

Notes:

- (1) - Data represents the average SFR rate using approximately 9 hundred cubic feet per month.
- (2) - Data represents the base sewer fee plus the average usage of 9 hundred cubic feet per month.
- (3) - Data represents the usage of 10 hundred cubic feet per unit.
- (4) - Data represents the minimum SFR rate not including flow.
- (5) - Data represents the average service charge rates for the current fiscal year

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Benchmark Study Five-Year Cost per MG

Agency	Svc.	Trt.	FY 19-20	FY 20-21	FY 21-22	FY 22-23	FY 23-24	Notes
			Cost/MG	Cost/MG	Cost/MG	Cost/MG	Cost/MG	
San Francisco	B	2	\$ 7,573	9,456	7,152	5,895	12,958	
Vallejo Sanitation/Flood Control District	B	2	\$ 8,682	9,108	9,595	6,280	9,154	(1)
Union Sanitary District	B	2	\$ 5,655	5,569	5,623	6,822	7,871	
Central Contra Costa Sanitary District	B	3	\$ 5,284	6,513	6,353	7,043	5,854	
Sacramento County	T	3	\$ 3,407	3,470	2,819	2,953	5,504	(2)
City of San Diego	B	3	\$ 3,977	4,219	4,263	4,450	5,213	
East Bay MUD	T	2	\$ 3,122	4,052	3,674	3,959	5,043	(3)
City of Los Angeles	B	3	\$ 3,021	2,763	3,120	3,625	3,718	
Dublin San Ramon Services District	B	3	\$ 3,441	3,570	3,406	3,889	3,528	
Los Angeles County	B	3	\$ 2,343	2,338	2,786	3,081	3,152	
Orange County Sanitation District	B	2	\$ 2,422	2,428	2,255	2,961	3,054	
City of Fresno	B	3	\$ 1,993	2,100	2,235	2,454	2,725	

Legend for Service Provided and Treatment Level:

B - Agency operates both collection and treatment facilities

T - Agency provides treatment services but not collection

2 - Secondary treatment

3 - Advanced secondary or secondary with some tertiary treatment

Notes:

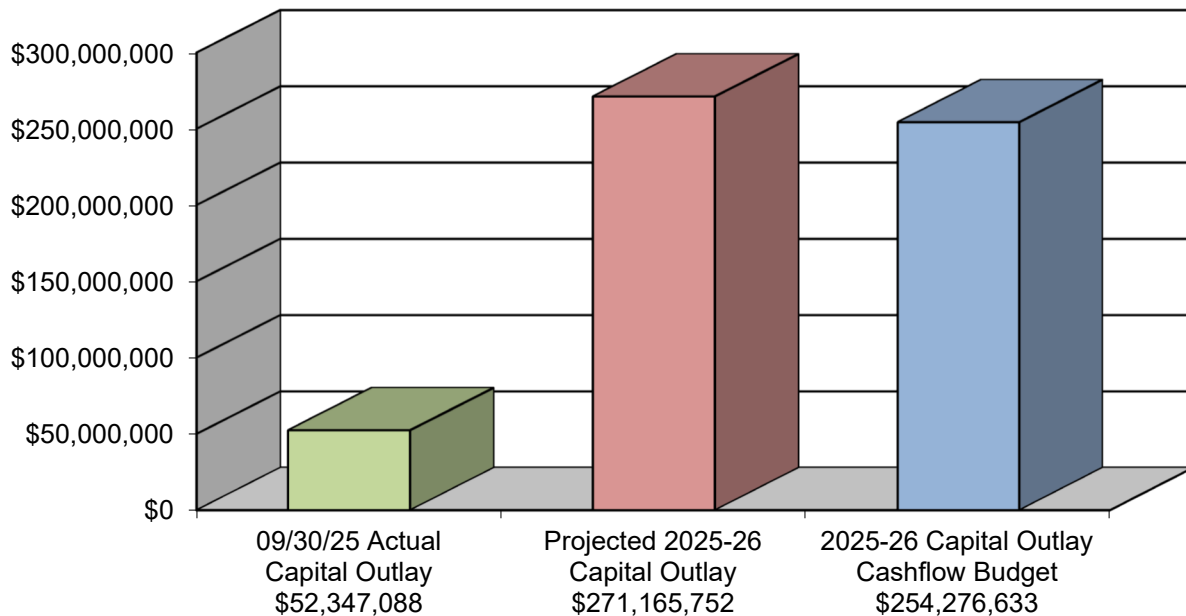
(1) - In FY22-23, a decrease in treatment cost is reported in Agency's Annual Comprehensive Financial Report (ACFR).

(2) - FY23-24 operating expense increased \$160 million due to the merger of Sacramento Regional County Sanitation District and Sacramento Area Sewer District.

(3) - FY23-24 operating expense increased \$6.9 million.

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Capital Outlay Review:



As depicted by the preceding chart, Capital Outlays totaled \$52.3 million, or 20.6 percent of the capital outlay cash flow budget for FY 2025-26 as of September 30, 2025. While the overall expenditures for the Capital Improvement Program are tracking with the proportionate budget through the first quarter, individual projects may experience significant fluctuations due to the various stages they are in throughout the year. The most significant deviations from the 25.0 percent target at September 30 include P2-128 TPAD Digester Facility at Plant No. 2 and 7-65 Gisler Red-Hill Interceptor & Baker Force Main Rehabilitation, which are over the proportionate budget by \$3.0 million and \$2.7 million, respectively, and J-135 Central Generation Engine Overhauls at Plants No. 1 and 2, which is under the proportionate budget by \$2.4 million. **Overall, the capital outlay costs of the capital improvement program are expected to approximate \$271.2 million, or 106.6 percent of the capital outlay cash flow budget at year-end. This will be monitored in the second quarter and any necessary budget adjustment will be presented for consideration with the presentation of the mid-year financial report.**

More detailed information on the capital improvement program is provided within Section 3.

Capital Assets Schedule and Debt Service Budget Review: Section 4 is the Capital Assets Schedule and Debt Service Section. This section shows the cost value of OC San's capital facilities at September 30, 2025, as well as the debt service costs resulting from the need to provide funding for the construction of capital facilities.

Principal payments on debt issues are due in February, during the third quarter of each fiscal year. As of September 30, 2025, no principal payments have been made. Interest

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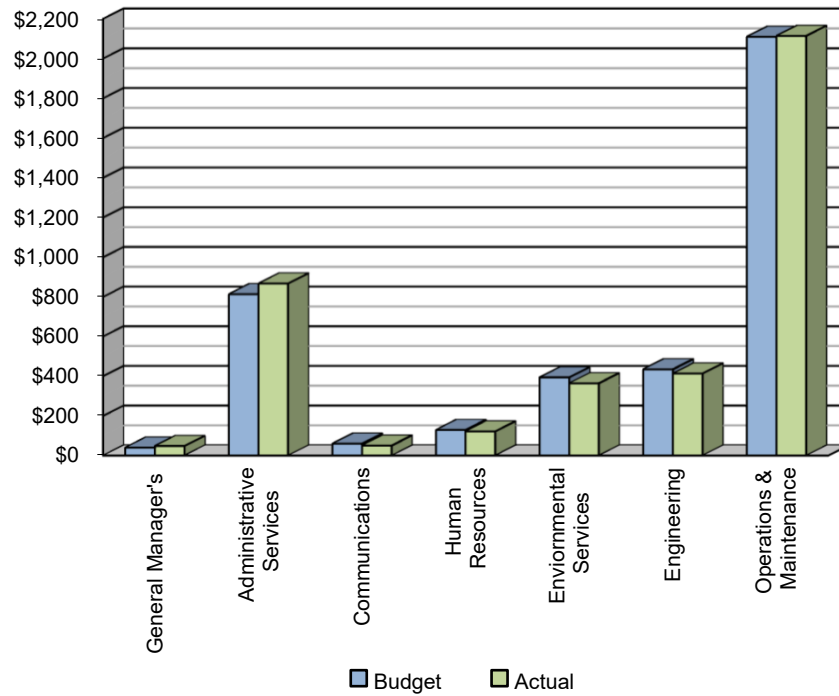
costs are expensed ratably throughout the fiscal year and are expected to approximate budget at year-end.

Self-Insurance Budget Review: Section 5 is the Self-Insurance Section. Through September 30, the Self-Insurance Fund revenues totaled \$1.3 million, or 23.7 percent of the budget, while expenses are at \$1.4 million, or 21.4 percent of the budget.

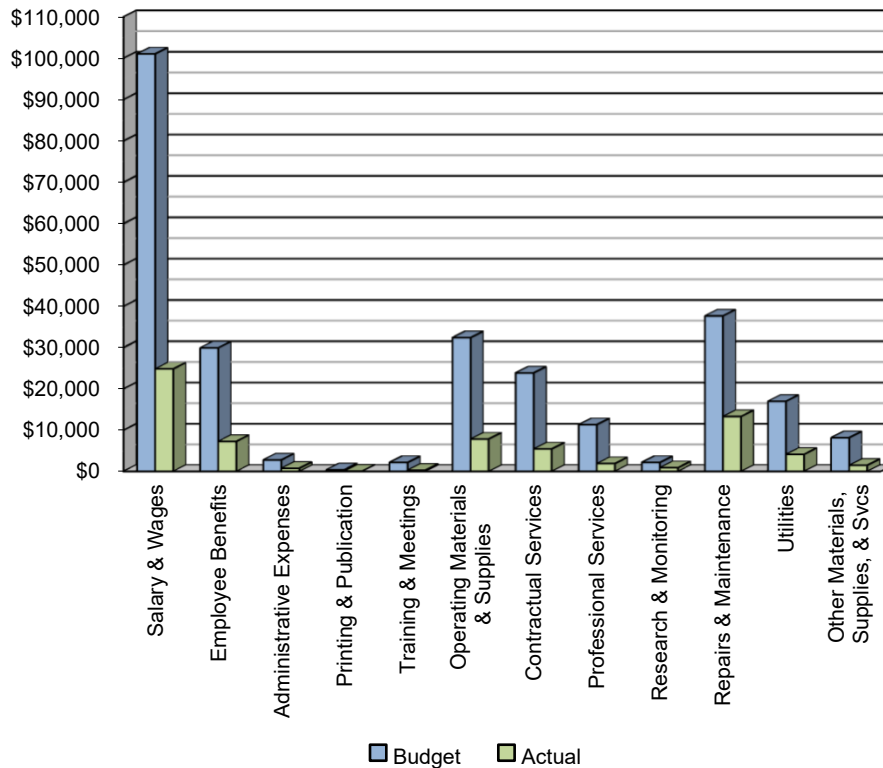
Separate fund accounting is used for recording the revenue and expenses incurred in managing these liability claims. The revenues to these funds represent charges to operating divisions. Expenses to these funds include actual claims paid, claims administration, and excess loss policies.

Operating Budget Review

**Cost per Million Gallons by Department
Budget and Actual
September 30, 2025**



**Collection, Treatment, & Disposal Expenses by Major Category
Budget and Actual (in thousands)
September 30, 2025**



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Divisional Contributions to Cost Per Million Gallons For the Three Months Ended September 30, 2025

	09/30/23 Actual	09/30/24 Actual	2025-26 Annual Budget	09/30/25 Actual
Flow in Million Gallons	17,078.51	17,363.47	67,525.00	17,136.54
Flow in Million Gallons per Day	185.64	188.73	185.00	186.27
General Manager's Department				
General Management Administration	\$ 43.06	\$ 41.09	\$ 39.83	\$ 47.94
Subtotal	43.06	41.09	39.83	47.94
Administrative Services Department				
Administrative Services	6.80	4.89	18.88	7.99
Consolidated Services	129.11	167.49	209.49	168.02
Financial Management	66.94	77.81	71.53	72.27
Contracts, Purchasing, & Materials Mgmt.	66.09	73.43	83.16	84.90
Information Technology	297.67	324.86	265.45	357.39
Civil Facilities Maintenance	-	0.13	124.86	144.84
Fleet Services	33.78	31.44	39.97	32.09
Subtotal	600.39	680.05	813.34	867.50
Communications Department				
Communications Administration	-	4.81	5.74	6.42
Board Services	14.82	16.52	20.43	17.09
Public Affairs	19.25	21.99	33.18	26.43
Subtotal	34.07	43.32	59.35	49.94
Human Resources Department				
Human Resources Administration	-	5.36	19.01	6.28
Human Resources	50.30	44.82	54.94	66.01
Risk Management	54.65	44.16	54.67	49.23
Subtotal	104.95	94.34	128.62	121.52
Environmental Services Department				
Environmental Services Administration	83.72	51.43	26.58	51.55
Resource Protection	90.15	94.36	113.65	96.02
Environmental Laboratory & Ocean Monitoring	134.20	152.44	181.97	167.73
Environmental Compliance	-	41.09	71.88	48.93
Subtotal	308.07	339.32	394.08	364.23
Engineering Department				
Engineering Administration	9.85	8.51	10.10	9.51
Planning	51.42	59.93	76.30	65.38
Project Management Office	63.47	66.03	73.87	71.87
Design	84.04	109.27	126.95	114.38
Construction Management	114.58	128.04	147.35	152.18
Subtotal	323.36	371.78	434.57	413.32
Operations & Maintenance Department				
Operations & Maintenance Administration	5.05	5.44	13.77	6.28
Collections Facilities O & M	248.27	211.72	292.15	244.87
Maintenance Support Services	-	-	109.64	104.90
Plant No. 1 Operations	583.77	560.77	658.62	640.01
Plant No. 2 Operations	290.19	353.05	351.75	321.79
Plant No. 1 Maintenance	393.76	576.92	359.77	453.62
Plant No. 2 Maintenance	378.54	258.39	324.08	342.50
Subtotal	1,899.58	1,966.29	2,109.78	2,113.97
Total Operating Expenses	3,313.48	3,536.19	3,979.57	3,978.42
Cost Allocation	(272.04)	(341.50)	(330.57)	(379.52)
Net Operating Requirements	\$ 3,041.44	\$ 3,194.69	\$ 3,649.00	\$ 3,598.90

Operating Budget Review

Comparison of Expenses by Department For the Three Months Ended September 30, 2025

Department and Division	09/30/23 Actual	09/30/24 Actual	2025-26		
			Budget	Year to Date 09/30/25	Budget % Realized
General Manager's Department					
General Management Administration	\$ 735,343	\$ 713,520	\$ 2,689,236	\$ 821,538	30.55%
Subtotal	735,343	713,520	2,689,236	821,538	30.55%
Administrative Services Department					
Administrative Services	116,066	84,826	1,275,202	136,921	10.74%
Consolidated Services	2,204,941	2,908,226	14,145,939	2,879,328	20.35%
Financial Management	1,143,260	1,351,035	4,830,289	1,238,408	25.64%
Contracts, Purchasing, & Materials Mgmt.	1,128,740	1,275,036	5,615,571	1,454,818	25.91%
Information Technology	5,083,827	5,640,761	17,924,562	6,124,389	34.17%
Civil Facilities Maintenance	-	2,219	8,431,328	2,481,989	29.44%
Fleet Services	576,991	545,849	2,699,104	549,985	20.38%
Subtotal	10,253,825	11,807,952	54,921,995	14,865,838	27.07%
Communications Department					
Communications Administration	-	83,542	387,671	109,971	28.37%
Board Services	253,135	286,761	1,379,231	292,902	21.24%
Public Affairs	328,831	381,870	2,240,654	452,840	20.21%
Subtotal	581,966	752,173	4,007,556	855,713	21.35%
Human Resources Department					
Human Resources Administration	-	92,994	1,283,536	107,698	8.39%
Human Resources	859,089	778,285	3,710,053	1,131,234	30.49%
Risk Management	933,408	766,799	3,691,274	843,664	22.86%
Subtotal	1,792,497	1,638,078	8,684,863	2,082,596	23.98%
Environmental Services Department					
Environmental Services Administration	1,429,823	892,932	1,794,897	883,433	49.22%
Resource Protection	1,539,549	1,638,461	7,674,199	1,645,385	21.44%
Environmental Laboratory & Ocean Monitoring	2,291,934	2,646,836	12,287,567	2,874,387	23.39%
Environmental Compliance	-	713,415	4,853,940	838,463	17.27%
Subtotal	5,261,306	5,891,644	26,610,603	6,241,668	23.46%
Engineering Department					
Engineering Administration	168,194	147,762	681,790	162,886	23.89%
Planning	878,142	1,040,532	5,152,196	1,120,306	21.74%
Project Management Office	1,083,931	1,146,559	4,988,108	1,231,652	24.69%
Design	1,435,321	1,897,232	8,572,337	1,960,083	22.87%
Construction Management	1,956,899	2,223,261	9,949,717	2,607,841	26.21%
Subtotal	5,522,487	6,455,346	29,344,148	7,082,768	24.14%
Operations & Maintenance Department					
Operations & Maintenance Administration	86,197	94,465	929,687	107,648	11.58%
Collections Facilities O & M	4,240,162	3,676,276	19,727,503	4,196,244	21.27%
Maintenance Support Services	-	-	7,403,500	1,797,664	24.28%
Plant No. 1 Operations	9,969,923	9,736,981	44,473,199	10,967,483	24.66%
Plant No. 2 Operations	4,955,982	6,130,252	23,752,048	5,514,362	23.22%
Plant No. 1 Maintenance	6,724,916	10,017,358	24,293,470	7,773,512	32.00%
Plant No. 2 Maintenance	6,464,889	4,486,590	21,883,593	5,869,184	26.82%
Subtotal	32,442,069	34,141,922	142,463,000	36,226,097	25.43%
Total Operating Expenses	56,589,493	61,400,635	268,721,401	68,176,218	25.37%
Cost Allocation	(4,646,267)	(5,929,698)	(22,355,980)	(6,503,484)	29.09%
Net Operating Requirements	\$ 51,943,226	\$ 55,470,937	\$ 246,365,421	\$ 61,672,734	25.03%

FY 2025-26 First Quarter Financial Report

Summary of Collection, Treatment, & Disposal Expenses by Major Category For the Three Months Ended September 30, 2025

Description	Budget 2025-26	Expense Through 09/30/25	Expense Through 09/30/24	Increase (Decrease) \$	Increase (Decrease) %	Percent Budget Realized	Remaining Budget
Salary & Wages	\$ 100,995,374	24,831,662	22,338,079	\$ 2,493,583	11.16%	24.59%	\$ 76,163,712
Employee Benefits	29,903,247	7,249,601	6,577,115	672,486	10.22%	24.24%	22,653,646
Administrative Expenses	2,773,176	759,993	653,447	106,546	16.31%	27.41%	2,013,183
Printing & Publication	391,353	64,769	50,418	14,351	28.46%	16.55%	326,584
Training & Meetings	2,156,685	284,449	356,855	(72,406)	-20.29%	13.19%	1,872,236
Operating Materials & Supplies	32,398,557	7,819,366	7,436,449	382,917	5.15%	24.13%	24,579,191
Contractual Services	23,848,656	5,447,978	5,353,625	94,353	1.76%	22.84%	18,400,678
Professional Services	11,302,938	1,903,143	1,557,603	345,540	22.18%	16.84%	9,399,795
Research & Monitoring	2,174,637	900,439	714,278	186,161	26.06%	41.41%	1,274,198
Repairs & Maintenance	37,649,113	13,290,686	11,236,485	2,054,201	18.28%	35.30%	24,358,427
Utilities	16,972,772	4,132,369	3,944,184	188,185	4.77%	24.35%	12,840,403
Other Materials, Supplies, and Services	8,154,893	1,491,763	1,182,097	309,666	26.20%	18.29%	6,663,130
Net Cost Allocation	(22,355,980)	(6,503,484)	(5,929,698)	(573,786)	9.68%	29.09%	(15,852,496)
Net Operating Requirements	246,365,421	61,672,734	55,470,937	6,201,797	11.18%	25.03%	184,692,687
Gallonge Flow (MG)	67,525.00	17,136.54	17,363.47	(226.93)	-1.31%		
Gallonge Flow (MGD)	185.00	186.27	188.73	(2.46)	-1.30%		
Gallonge Flow (\$'s /MG)	\$3,649.00	\$3,598.90	\$3,194.69	\$404.21	12.65%		

Operating Budget Review

Summary of Revenues For the Three Months Ended September 30, 2025

Description	Budget 2025-26	Revenue Through 09/30/25	Percent Budget Realized	Remaining Budget	Revenue Through 09/30/24	Increase (Decrease) \$	Increase (Decrease) %
Service Fees	\$ 360,777,442	\$ 63,902	0.02%	\$ 360,713,540	\$ 24,802	\$ 39,100	157.65%
Permit Fees	16,593,000	6,154,466	37.09%	10,438,534	4,051,625	2,102,841	51.90%
Inter District Sewer Use-SAWPA & SBSB	93,250	848,907	910.36%	(755,657)	849,558	(651)	-0.08%
Intra District Sewer Use-IRWD	11,185,390	1,161,407	10.38%	10,023,983	982,433	178,974	18.22%
Capital Assessments-IRWD	9,514,000	1,570,355	16.51%	7,943,645	822,056	748,299	91.03%
Capital Facilities Capacity Charges	21,671,000	3,886,633	17.93%	17,784,367	1,646,118	2,240,515	136.11%
Property Taxes	123,698,000	1,995,511	1.61%	121,702,489	1,943,297	52,214	2.69%
Interest Earnings	26,474,000	11,121,854	42.01%	15,352,146	25,072,596	(13,950,742)	-55.64%
CIP Reimbursements	-	2,593,058	N/A	(2,593,058)	-	2,593,058	100.00%
Wastehauler	-	161,560	N/A	(161,560)	157,517	4,043	2.57%
CNG Sales	-	34,601	N/A	(34,601)	44,335	(9,734)	-21.96%
Rents & Leases	-	112,214	N/A	(112,214)	99,095	13,119	13.24%
Other Revenues	8,624,500	194,695	2.26%	8,429,805	79,221	115,474	145.76%
Power Sales	-	12,213	N/A	(12,213)	21,343	(9,130)	-42.78%
Other Sales	-	59,354	N/A	(59,354)	12,573	46,781	372.08%
Total Revenues	\$ 578,630,582	\$ 29,970,730	5.18%	\$ 548,659,852	\$ 35,806,569	\$ (5,835,839)	-16.30%

FY 2025-26 First Quarter Financial Report

Summary of Collection, Treatment, & Disposal Expenses by Line Item For the Three Months Ended September 30, 2025

Description	Budget 2025-26	Expense Through 09/30/25	Percent Budget Expensed	Remaining Budget	Expense Through 09/30/24	Increase (Decrease) \$	Increase (Decrease) %
Salaries, Wages & Benefits							
Salaries & Wages	\$ 100,995,374	\$ 24,831,662	24.59%	\$ 76,163,712	\$ 22,338,079	\$ 2,493,583	11.16%
Employee Benefits							
Retirement	13,562,118	3,113,853	22.96%	10,448,265	2,833,746	280,107	9.88%
Group Insurances	13,127,996	3,208,250	24.44%	9,919,746	3,023,160	185,090	6.12%
Tuition & Certification Reimb	86,076	30,853	35.84%	55,223	19,589	11,264	57.50%
Edu. degrees, Cert. & Lic.	654,927	164,268	25.08%	490,659	155,774	8,494	5.45%
Uniform Rental	455,365	53,536	11.76%	401,829	112,497	(58,961)	-52.41%
Workers' Compensation	955,263	197,865	20.71%	757,398	164,889	32,976	20.00%
Unemployment Insurance	14,320	3,139	21.92%	11,181	390	2,749	704.87%
Employee Supplemental Benefits	1,047,182	477,837	45.63%	569,345	267,070	210,767	78.92%
Total Benefits	29,903,247	7,249,601	24.24%	22,653,646	6,577,115	672,486	10.22%
Salaries, Wages & Benefits	130,898,621	32,081,263	24.51%	98,817,358	28,915,194	3,166,069	10.95%
Matl, Supplies, & Services							
Administrative Expenses							
Memberships	746,825	437,914	58.64%	308,911	332,238	105,676	31.81%
Office Exp - Supplies	73,688	10,064	13.66%	63,624	11,252	(1,188)	-10.56%
Postage	63,750	11,590	18.18%	52,160	13,228	(1,638)	-12.38%
Books & Publications	33,471	9,838	29.39%	23,633	6,268	3,570	56.96%
Forms	1,000	-	0.00%	1,000	102	(102)	-100.00%
Small Computer Items	1,336,891	266,680	19.95%	1,070,211	236,898	29,782	12.57%
Minor Furniture & Fixtures	517,551	23,907	4.62%	493,644	53,461	(29,554)	-55.28%
Subtotal	2,773,176	759,993	27.41%	2,013,183	653,447	106,546	16.31%
Printing & Publication							
Repro-In-House	205,191	43,112	21.01%	162,079	38,218	4,894	12.81%
Printing-Outside	40,562	4,611	11.37%	35,951	1,928	2,683	139.16%
Notices & Ads	145,600	17,046	11.71%	128,554	10,272	6,774	65.95%
Subtotal	391,353	64,769	16.55%	326,584	50,418	14,351	28.46%
Training & Meetings							
Meetings	175,760	10,637	6.05%	165,123	19,394	(8,757)	-45.15%
Training	1,980,925	273,812	13.82%	1,707,113	337,461	(63,649)	-18.86%
Subtotal	2,156,685	284,449	13.19%	1,872,236	356,855	(72,406)	-20.29%
Operating Mat'ls & Supplies							
Chemical Coagulants	16,458,365	4,018,735	24.42%	12,439,630	4,150,308	(131,573)	-3.17%
Odor & Corrosion Control	10,538,161	2,652,061	25.17%	7,886,100	2,190,361	461,700	21.08%
Disinfection	641,000	134,801	21.03%	506,199	138,141	(3,340)	-2.42%
Chemicals - Misc & Cogen	506,000	87,802	17.35%	418,198	102,027	(14,225)	-13.94%
Gasoline, Diesel & Oil	909,395	211,312	23.24%	698,083	189,426	21,886	11.55%
Tools	767,750	180,291	23.48%	587,459	164,492	15,799	9.60%
Safety equipment/tools	1,030,432	238,765	23.17%	791,667	178,652	60,113	33.65%
Solv, Paints & Jan. Supplies	136,768	39,062	28.56%	97,706	34,164	4,898	14.34%
Lab Chemicals & Supplies	928,435	205,143	22.10%	723,292	239,287	(34,144)	-14.27%
Misc. Operating Supplies	465,151	50,797	10.92%	414,354	49,591	1,206	2.43%
Property Tax Fees	17,100	597	3.49%	16,503	-	597	N/A
Subtotal	32,398,557	7,819,366	24.13%	24,579,191	7,436,449	382,917	5.15%
Contractual Services							
Solids Removal	14,240,000	3,441,996	24.17%	10,798,004	3,382,614	59,382	1.76%
Other Waste Disposal	1,405,989	330,100	23.48%	1,075,889	299,490	30,610	10.22%
Groundskeeping	239,589	63,840	26.65%	175,749	39,185	24,655	62.92%
Janitorial	1,401,623	362,805	25.88%	1,038,818	439,656	(76,851)	-17.48%
Outside Lab Services	534,000	65,406	12.25%	468,594	105,594	(40,188)	-38.06%
Oxygen	1,370,000	451,901	32.99%	918,099	195,614	256,287	131.02%
County Service Fee	618,500	2,295	0.37%	616,205	8,462	(6,167)	-72.88%
Temporary Services	505,000	40,938	8.11%	464,062	50,320	(9,382)	-18.64%
Security Services	2,611,455	578,208	22.14%	2,033,247	572,056	6,152	1.08%
Other	922,500	110,489	11.98%	812,011	260,634	(150,145)	-57.61%
Subtotal	23,848,656	5,447,978	22.84%	18,400,678	5,353,625	94,353	1.76%

(Continued)

Operating Budget Review

Summary of Collection, Treatment, & Disposal Expenses by Line Item For the Three Months Ended September 30, 2025

Description	Budget 2025-26	Expense Through 09/30/25	Percent Budget Expensed	Remaining Budget	Expense Through 09/30/24	Increase (Decrease) \$	Increase (Decrease) %
<u>Continued:</u>							
Professional Services							
Legal	2,532,500	417,452	16.48%	2,115,048	506,291	(88,839)	-17.55%
Audit & Accounting	232,000	72,380	31.20%	159,620	101,000	(28,620)	-28.34%
Engineering	1,968,838	527,251	26.78%	1,441,587	395,059	132,192	33.46%
Enviro Scientific Consulting	1,035,000	29,521	2.85%	1,005,479	70,844	(41,323)	-58.33%
Software Prgm Consulting	1,057,700	384,274	36.33%	673,426	261,463	122,811	46.97%
Energy Consulting	22,000	5,250	23.86%	16,750	3,500	1,750	50.00%
Advocacy Efforts	345,600	56,500	16.35%	289,100	53,500	3,000	5.61%
Industrial Hygiene Services	100,000	19,198	19.20%	80,802	4,391	14,807	337.21%
Labor Negotiation Services	40,000	26,043	65.11%	13,957	-	26,043	N/A
Other	3,969,300	365,274	9.20%	3,604,026	161,555	203,719	126.10%
Subtotal	11,302,938	1,903,143	16.84%	9,399,795	1,557,603	345,540	22.18%
Research & Monitoring							
Environmental Monitoring	1,270,000	59,799	4.71%	1,210,201	104,826	(45,027)	-42.95%
Air Quality Monitoring	300,000	261,003	87.00%	38,997	46,698	214,305	458.92%
Research	604,637	579,637	95.87%	25,000	562,754	16,883	3.00%
Subtotal	2,174,637	900,439	41.41%	1,274,198	714,278	186,161	26.06%
Repairs & Maintenance							
Materials & Services	26,687,410	9,226,593	34.57%	17,460,817	7,633,545	1,593,048	20.87%
Svc. Mtc. Agreements	10,961,703	4,064,093	37.08%	6,897,610	3,602,940	461,153	12.80%
Subtotal	37,649,113	13,290,686	35.30%	24,358,427	11,236,485	2,054,201	18.28%
Utilities							
Telephone	531,400	141,967	26.72%	389,433	122,091	19,876	16.28%
Diesel For Generators	65,000	11,134	17.13%	53,866	4,191	6,943	165.66%
Natural Gas	3,267,000	823,448	25.21%	2,443,552	758,314	65,134	8.59%
Power	11,822,446	2,778,209	23.50%	9,044,237	2,699,085	79,124	2.93%
Water	1,286,926	377,611	29.34%	909,315	360,503	17,108	4.75%
Subtotal	16,972,772	4,132,369	24.35%	12,840,403	3,944,184	188,185	4.77%
Other Operating Supplies							
Outside Equip Rental	95,000	16,984	17.88%	78,016	14,734	2,250	15.27%
Insurance Premiums	53,000	54,010	101.91%	(1,010)	51,415	2,595	5.05%
Prop & Gen Liab Insurance	3,924,030	1,162,467	29.62%	2,761,563	730,323	432,144	59.17%
Freight	214,200	45,409	21.20%	168,791	44,040	1,369	3.11%
Misc. Operating Expense	494,787	108,475	21.92%	386,312	100,263	8,212	8.19%
Regulatory Operating Fees	1,926,373	78,482	4.07%	1,847,891	212,117	(133,635)	-63.00%
Subtotal	6,707,390	1,465,827	21.85%	5,241,563	1,152,892	312,935	27.14%
General Mgr Contingency & Reappropriations	1,309,753	-	0.00%	1,309,753	-	-	N/A
Other Non-Oper Expense	137,750	25,936	18.83%	111,814	29,205	(3,269)	-11.19%
Total Materials, Supplies & Services	137,822,780	36,094,955	26.19%	101,727,825	32,485,441	3,609,514	11.11%
Total Expenditures	268,721,401	68,176,218	25.37%	200,545,183	61,400,635	6,775,583	11.04%
Cost Allocation	(22,355,980)	(6,503,484)	29.09%	(15,852,496)	(5,929,698)	(573,786)	9.68%
Net Operating Requirements	\$ 246,365,421	\$ 61,672,734	25.03%	\$ 184,692,687	\$ 55,470,937	\$ 6,201,797	11.18%

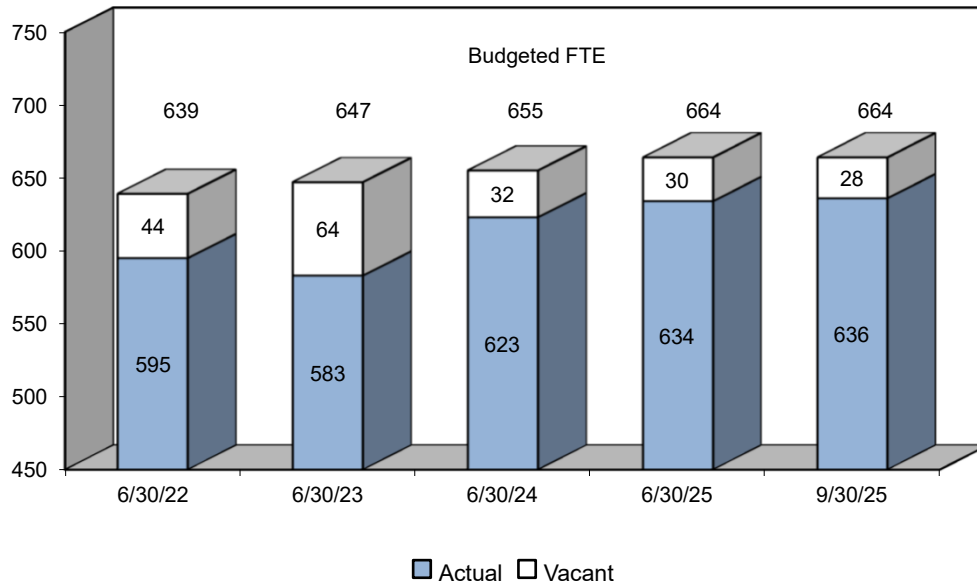
FY 2025-26 First Quarter Financial Report

Summary of Collection, Treatment, & Disposal Expenses by Process For the Three Months Ended September 30, 2025

Process:	Actual 09/30/25	Actual 09/30/24	Increase (Decrease) \$	Increase (Decrease) %
Preliminary Treatment	\$ 3,994,629	\$ 3,645,104	\$ 349,525	9.59%
Primary Treatment	7,004,855	6,952,202	52,653	0.76%
Secondary Treatment	3,762,238	3,406,001	356,237	10.46%
Oxygen Generation Facility (Plant 2)	870,908	393,371	477,537	121.40%
Effluent Disposal	340,155	276,030	64,125	23.23%
Solids Handling	17,719,958	16,747,983	971,975	5.80%
Cogeneration	7,900,569	7,193,190	707,379	9.83%
Utilities	1,591,915	1,248,742	343,173	27.48%
Electrical Distribution	1,246,665	682,348	564,317	82.70%
Miscellaneous Buildings	4,488,783	3,389,669	1,099,114	32.43%
External Location	19,845	3,962	15,883	400.88%
Nerissa Vessel	93,660	87,236	6,424	7.36%
Laboratory	4,749,468	4,305,114	444,354	10.32%
Collections	7,889,086	7,139,985	749,101	10.49%
Net Operating Requirements	\$ 61,672,734	\$ 55,470,937	\$ 6,201,797	11.18%

Operating Budget Review

Staffing Trends Full Time Equivalents (FTE) September 30, 2025

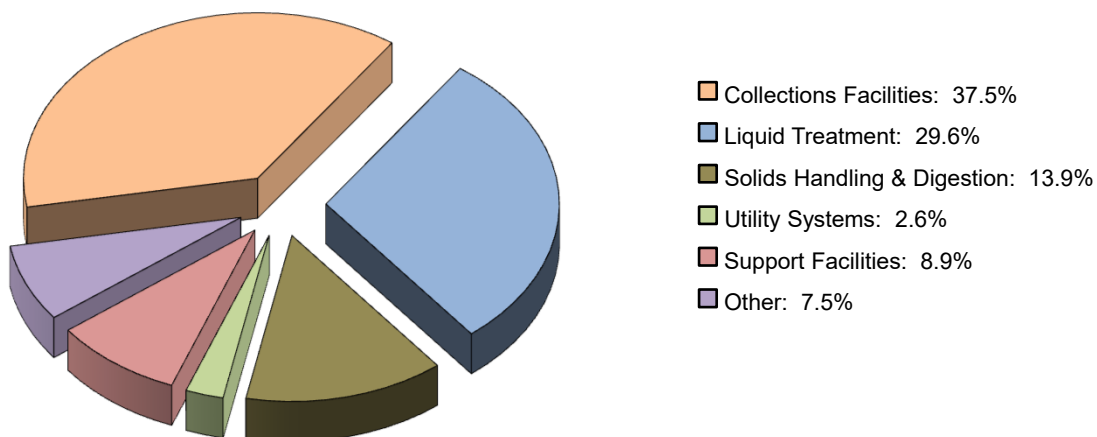


At September 30, 2025, the total head count was 657 employees, or a full time equivalency of 636.

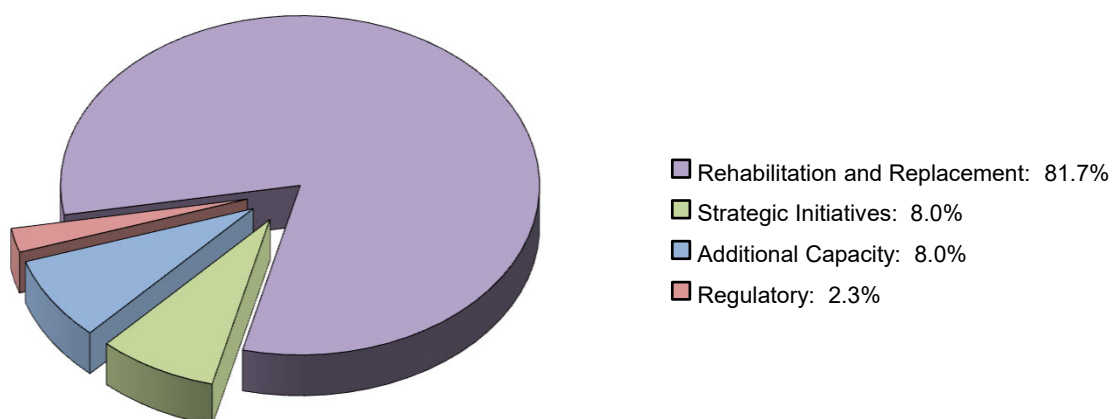
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Capital Improvement Program Budget Review

Capital Improvement Program
By Process Area and Project Driver
For the Three Months Ended September 30, 2025



Total Capital Improvement Outlays by Process Area - \$52,347,088



Total Capital Improvement Outlays by Project Driver - \$52,347,088

FY 2025-26 First Quarter Financial Report

Summary of Capital Improvement Construction Requirements - Current Year For the Three Months Ended September 30, 2025

	2025-26 Cashflow Budget	2025-26 Actual at 9/30/2025	2025-26 Projected Outlay
<u>Collection System Improvement Projects</u>			
Collections Facilities			
Santa Ana Trunk Sewer Rehabilitation	\$ 4,555,304	\$ 125,694	\$ 4,277,600
Greenville-Sullivan Trunk Improvements	58	-	-
Taft Branch Capacity Improvements	7,584,218	2,757,132	11,633,300
Yorba Linda Dosing Station Installation	219,002	42,419	107,600
Knott - Miller Holder - Artesia Branch Rehabilitation	406,090	36,993	707,000
Rehabilitation of Western Regional Sewers	5,750,397	864,846	8,219,000
Interstate 405 Widening Project Impacts on OC San Sewers	59,313	-	9,000
Seal Beach Pump Station Replacement	17,302,710	5,430,514	21,903,200
Bay Bridge Pump Station Replacement	6,574,488	2,925,393	11,580,200
Newport Beach Pump Station Pressurization Improvements	262,957	11,191	353,000
East Coast Highway Sewer Rehabilitation	445,720	-	-
Fairview Trunk Sewer Rehabilitation	661,935	169,699	551,300
MacArthur Pump Station Rehabilitation	147,342	43,589	168,900
Gisler Red-Hill Interceptor & Baker Force Main Rehabilitation	16,115,339	6,698,412	16,328,300
MacArthur Force Main Improvement	533,299	34,148	446,200
North Trunk Improvements	347,079	31,080	144,400
Edinger Pumping Station Replacement	1,261,043	(71,628)	1,086,200
Small Construction Projects Program - Collections	4,214,513	104,929	2,617,400
Planning Studies Program - Collections	58,256	-	155,200
Additional Charges to CIP Closed at 6/30/25	-	331,588	331,600
Subtotal - Collections Facilities	66,499,063	19,535,999	80,619,400
Revenue Area 14			
Bay Bridge Pumping Station Rehabilitation (3.62%)	246,936	109,877	435,000
Newport Beach Pump Station Pressurization Improve (0.27%)	712	30	1,000
Subtotal - Revenue Area 14	247,648	109,907	436,000
Total Collection System Improvement Projects	66,746,711	19,645,906	81,055,400

(Continued)

Capital Improvement Program Budget Review

Summary of Capital Improvement Construction Requirements - Current Year For the Three Months Ended September 30, 2025

	2025-26 Cashflow Budget	2025-26 Actual at 9/30/2025	2025-26 Projected Outlay
<u>Treatment & Disposal Projects</u>			
Headworks			
Headworks Rehabilitation at Plant 1	24,184,260	5,851,212	24,020,100
Subtotal - Headworks	24,184,260	5,851,212	24,020,100
Primary Treatment			
Primary Sedimentation Basins 3-5 Replacement at Plant 1	4,199,476	913,527	4,281,000
Primary Sedimentation Basins 6-31 Reliability Improv at P1	356,049	(62,922)	339,300
Primary Treatment Rehabilitation at Plant 2	22,604,521	6,627,841	21,773,600
Subtotal - Primary Treatment	27,160,046	7,478,446	26,393,900
Secondary Treatment			
Activated Sludge-1 Aeration Basin & Blower Rehab at P1	5,580,737	579,804	3,688,300
Trickling Filter Rehab at P1	2,506,135	76,106	1,492,400
Activated Sludge Aeration Basin Rehabilitation at Plant 2	2,097,276	102,020	2,483,600
Subtotal - Secondary Treatment	10,184,148	757,930	7,664,300
Solids Handling & Digestion			
Deep WII Biosolids Management Facility	310,315	-	427,800
Interim Food Waste Receiving Facility	129,531	70	171,300
TPAD Digester Facility at Plant 2	14,094,930	6,552,188	17,433,400
Digesters Rehabilitation at Plant No. 2	2,739,421	681,242	2,084,100
Truck Loading Bay Odor Control Improvements at Plant 2	616,144	17,483	584,100
Subtotal - Solids Handling & Digestion	17,890,341	7,250,983	20,700,700
Ocean Outfall Systems			
Ocean Outfall System Rehabilitation	6,751,099	1,176,303	7,009,900
120-inch Ocean Outfall Rehabilitation	1,474,008	157,673	2,322,900
Sodium Bisulfite Station Rehabilitation at Plant 2	966,681	43,423	983,200
Emergency Overflow Pipes & Windwall Rehabilitation at P2	74,570	4,093	81,500
Subtotal - Ocean Outfall Systems	9,266,358	1,381,492	10,397,500

(Continued)

FY 2025-26 First Quarter Financial Report

Summary of Capital Improvement Construction Requirements - Current Year For the Three Months Ended September 30, 2025

	2025-26 Cashflow Budget	2025-26 Actual at 9/30/2025	2025-26 Projected Outlay
<u>Treatment & Disposal Projects (Continued)</u>			
Utility Systems			
Electrical Power Distribution System Improvements	3,515,299	79,677	3,915,300
Digester Gas Facilities Rehabilitation	5,683,443	767,656	6,071,800
Central Generation Engine Overhauls at Plants 1 and 2	10,065,452	73,998	7,429,500
Central Generation Facilities & OOBs Seismic Upgrades	86,185	12,641	12,700
Public Address System Replacement	175,010	-	149,900
Power Dist. Sys. & Bldg C Repl. At Plants 1 and 2	793,770	-	362,300
Uninterruptable Power Supply Improvements at Plant 1	1,578,239	386,408	1,482,900
Industrial Control System & IT Data Center Relocation at P1	795,665	13,376	1,305,400
Headworks Electrical Distribution Improvements at P2	575,150	37,422	870,200
Subtotal - Utility Systems	23,268,213	1,371,178	21,600,000
Information Management Systems			
Process Control Systems Upgrades	5,832,634	484,307	5,244,400
Project Management Information System	50,729	35,050	60,800
Process Control System Alarm Optimization	354,537	4,123	159,100
Information Technology Capital Program	1,491,743	176,214	1,009,600
Subtotal - Information Management Systems	7,729,643	699,694	6,473,900
Strategic & Master Planning			
Planning Studies Program	4,379,568	339,527	5,887,400
Subtotal - Strategic & Master Planning	4,379,568	339,527	5,887,400
Water Management Projects			
GWRS Final Expansion Coordination	-	-	600
Subtotal - Water Management Projects	-	-	600
Research			
Research Program	2,108,754	53,057	3,566,700
Subtotal - Research	2,108,754	53,057	3,566,700

(Continued)

Capital Improvement Program Budget Review

Summary of Capital Improvement Construction Requirements - Current Year For the Three Months Ended September 30, 2025

	2025-26 Cashflow Budget	2025-26 Actual at 9/30/2025	2025-26 Projected Outlay
<u>Treatment & Disposal Projects (Continued)</u>			
Support Facilities			
Small Construction Projects Program	30,821,031	3,647,222	25,879,600
Operations & Maintenance Capital Program	-	756,547	4,844,400
Laboratory Rehabilitation at Plant 1	1,325,327	142,746	769,400
CenGen Monitoring Sys. Improvements at Plants 1 & 2	186,276	-	122,000
Headquarters Complex	179,707	30,041	695,700
Support Buildings Seismic Improvements at Plant 1	1,187,363	22,080	722,000
Administrative Facilities & Power Building 3A Demolition	415,812	164,649	384,300
Collections Yard Relocation	794,279	15,607	467,600
Operations and Maintenance Complex at Plant 2	1,246,216	(111,552)	6,639,800
Oxygen Gas Generation Facility at Plant No. 2	44,970	-	45,000
Waste Sidestream Pump Station A Improvements at Plant 2	261,611	-	261,700
Subtotal - Support Facilities	36,462,592	4,667,340	40,831,500
Others			
Capital Improvement Program Management Services	421,569	50,104	401,000
Subtotal - Others	421,569	50,104	401,000
Additional Charges to CIP Completed at 6/30/25	-	1,202	1,300
Total Treatment and Disposal Projects	163,055,492	29,902,165	167,938,900
Capital Equipment Purchases	59,148,516	2,799,017	59,148,600
Total Collection, Treatment and Disposal Projects and Capital Equipment Purchases	288,950,719	52,347,088	308,142,900
Less: Savings and Deferrals	(34,674,086)	-	(36,977,148)
Net Collection, Treatment and Disposal Projects and Capital Equipment Purchases	\$ 254,276,633	\$ 52,347,088	\$ 271,165,752

FY 2025-26 First Quarter Financial Report

Summary of Capital Improvement Construction Requirements - Project Life For the Three Months Ended September 30, 2025

	Approved Project Budget	June 30, 2025 Accumulated Cost	Current Year Projected Cost	Total Projected Cost at June 30, 2026	Remaining Future Budget
Collection System Improvement Projects					
Collections Facilities					
Santa Ana Trunk Sewer Rehabilitation	\$ 55,800,000	\$ 4,862,799	\$ 4,277,600	\$ 9,140,399	\$ 46,659,601
Greenville-Sullivan Trunk Improvements	2,161,000	2,146,879	-	2,146,879	14,121
Taft Branch Capacity Improvements	30,200,000	7,643,574	11,633,300	19,276,874	10,923,126
Yorba Linda Dosing Station Installation	21,700,000	96,973	107,600	204,573	21,495,427
Santa Ana Canyon South River Trunk Rehabilitation	23,802,000	-	-	-	23,802,000
Knott - Miller Holder - Artesia Branch Rehabilitation	19,700,000	906,009	707,000	1,613,009	18,086,991
Westminster Blvd Force Main Replacement	43,900,000	43,495,590	-	43,495,590	404,410
Rehabilitation of Western Regional Sewers	96,300,000	44,797,862	8,219,000	53,016,862	43,283,138
Interstate 405 Widening Project Impacts on OC San Sewers	500,000	301,861	9,000	310,861	189,139
Seal Beach Pump Station Replacement	132,500,000	27,794,006	21,903,200	49,697,206	82,802,794
Los Alamitos Sub-Trunk Extension	115,198,000	-	-	-	115,198,000
Crystal Cove Pump Station Rehabilitation	17,774,000	-	-	-	17,774,000
Bay Bridge Pump Station Replacement	165,773,600	40,795,030	11,580,200	52,375,230	113,398,370
Newport Beach Pump Station Pressurization Improvements	2,692,710	2,339,791	353,000	2,692,791	(81)
East Coast Highway Sewer Rehabilitation	19,422,000	-	-	-	19,422,000
Fairview Trunk Sewer Rehabilitation	25,000,000	1,486,074	551,300	2,037,374	22,962,626
MacArthur Pump Station Rehabilitation	16,200,000	66,762	168,900	235,662	15,964,338
Main Street Pump Station Rehabilitation	45,234,000	-	-	-	45,234,000
Gisler Red-Hill Interceptor & Baker Force Main Rehabilitation	55,500,000	35,709,523	16,328,300	52,037,823	3,462,177
MacArthur Force Main Improvement	6,400,000	5,943,957	446,200	6,390,157	9,843
North Trunk Improvements	33,800,000	219,460	144,400	363,860	33,436,140
Edinger Pumping Station Replacement	36,500,000	3,211,805	1,086,200	4,298,005	32,201,995
Slater Pump Station Rehabilitation	45,600,000	16,480	-	16,480	45,583,520
Bolsa Chica/Edinger/Springdale Trunk Sewer Rehab	9,274,000	-	-	-	9,274,000
Small Construction Projects Program - Collections	7,454,706	6,072,877	2,617,400	8,690,277	(1,235,571)
Planning Studies Program - Collections	-	-	155,200	155,200	(155,200)
Additional Charges to CIP Closed at 6/30/25	-	4,830,564	331,600	5,162,164	(5,162,164)
Subtotal - Collections Facilities	1,028,386,016	232,737,876	80,619,400	313,357,276	715,028,740
Revenue Area 14:					
Bay Bridge Pumping Station Rehabilitation (3.62%)	6,226,400	1,532,247	435,000	1,967,247	4,259,153
Newport Beach Pump Station Pressurization Improve (0.27%)	7,290	6,335	1,000	7,335	(45)
Subtotal - Revenue Area 14	6,233,690	1,538,582	436,000	1,974,582	4,259,108
Total Collection System Improvement Projects	1,034,619,706	234,276,458	81,055,400	315,331,858	719,287,848

(Continued)

Capital Improvement Program Budget Review

Summary of Capital Improvement Construction Requirements - Project Life For the Three Months Ended September 30, 2025

	Approved Project Budget	June 30, 2025 Accumulated Cost	Current Year Projected Cost	Total Projected Cost at June 30, 2026	Remaining Future Budget
<u>Treatment & Disposal Projects</u>					
Headworks					
Headworks Rehabilitation at Plant 1	340,000,000	214,467,909	24,020,100	238,488,009	101,511,991
Headworks Modifications at P2 for GWRS Final Expansion	-	-	-	-	-
Subtotal - Headworks	340,000,000	214,467,909	24,020,100	238,488,009	101,511,991
Primary Treatment					
Primary Sedimentation Basins 3-5 Replacement at Plant 1	201,000,000	12,337,790	4,281,000	16,618,790	184,381,210
Primary Sedimentation Basins 6-31 Reliability Improv at P1	12,100,000	11,211,284	339,300	11,550,584	549,416
Primary Treatment Rehabilitation at Plant 2	188,000,000	123,522,561	21,773,600	145,296,161	42,703,839
B/C-Side Primary Clarifiers Rehabilitation at Plant 2	305,928,000	-	-	-	305,928,000
Subtotal - Primary Treatment	707,028,000	147,071,635	26,393,900	173,465,535	533,562,465
Secondary Treatment					
Activated Sludge-1 Aeration Basin & Blower Rehab at P1	470,000,000	13,447,067	3,688,300	17,135,367	452,864,633
Trickling Filter Rehab at P1	42,000,000	652,831	1,492,400	2,145,231	39,854,769
Return Activated Sludge Piping Replacement at Plant 2	-	-	-	-	-
Activated Sludge Aeration Basin Rehabilitation at Plant 2	65,600,000	2,207,788	2,483,600	4,691,388	60,908,612
Subtotal - Secondary Treatment	577,600,000	16,307,686	7,664,300	23,971,986	553,628,014
Solids Handling & Digestion					
Deep WII Biosolids Management Facility	78,563,000	-	427,800	427,800	78,135,200
Interim Food Waste Receiving Facility	10,000,000	1,360,468	171,300	1,531,768	8,468,232
TPAD Digester Facility at Plant 2	588,000,000	42,548,299	17,433,400	59,981,699	528,018,301
Digesters Rehabilitation at Plant No. 2	51,200,000	6,667,319	2,084,100	8,751,419	42,448,581
Truck Loading Bay Odor Control Improvements at Plant 2	9,700,000	200,369	584,100	784,469	8,915,531
Subtotal - Solids Handling & Digestion	737,463,000	50,776,455	20,700,700	71,477,155	665,985,845
Ocean Outfall Systems					
Ocean Outfall System Rehabilitation	176,600,000	140,385,940	7,009,900	147,395,840	29,204,160
120-inch Ocean Outfall Rehabilitation	100,000,000	1,072,036	2,322,900	3,394,936	96,605,064
Sodium Bisulfite Station Rehabilitation at Plant 2	9,860,000	1,869,324	983,200	2,852,524	7,007,476
Emergency Overflow Pipes & Windwall Rehabilitation at P2	7,500,000	116,246	81,500	197,746	7,302,254
Subtotal - Ocean Outfall Systems	293,960,000	143,443,546	10,397,500	153,841,046	140,118,954

(Continued)

FY 2025-26 First Quarter Financial Report

Summary of Capital Improvement Construction Requirements - Project Life For the Three Months Ended September 30, 2025

	Approved Project Budget	June 30, 2025 Accumulated Cost	Current Year Projected Cost	Total Projected Cost at June 30, 2026	Remaining Future Budget
Treatment & Disposal Projects (Continued)					
Utility Systems					
Electrical Power Distribution System Improvements	43,000,000	4,447,259	3,915,300	8,362,559	34,637,441
Digester Gas Facilities Rehabilitation	190,000,000	20,570,339	6,071,800	26,642,139	163,357,861
Central Generation Engine Overhauls at Plants 1 and 2	74,700,000	31,193,972	7,429,500	38,623,472	36,076,528
Central Generation Facilities & OOBs Seismic Upgrades	17,500,000	13,294	12,700	25,994	17,474,006
Public Address System Replacement	12,208,000	-	149,900	149,900	12,058,100
Power Dist. Sys. & Bldg C Repl. At Plants 1 and 2	54,934,000	-	362,300	362,300	54,571,700
Uninterruptable Power Supply Improvements at Plant 1	9,600,000	7,521,005	1,482,900	9,003,905	596,095
Industrial Control System & IT Data Center Relocation at P1	16,500,000	144,638	1,305,400	1,450,038	15,049,962
Headworks Electrical Distribution Improvements at P2	34,652,000	62,338	870,200	932,538	33,719,462
Subtotal - Utility Systems	453,094,000	63,952,845	21,600,000	85,552,845	367,541,155
Information Management Systems					
Process Control Systems Upgrades	32,500,000	15,293,826	5,244,400	20,538,226	11,961,774
Project Management Information System	2,280,000	1,750,149	60,800	1,810,949	469,051
Process Control System Alarm Optimization	6,439,000	14,741	159,100	173,841	6,265,159
Information Technology Capital Program	10,000,000	1,568,901	1,009,600	2,578,501	7,421,499
EAM Software and Process Implementation	-	-	-	-	-
Subtotal - Information Management Systems	51,219,000	18,627,617	6,473,900	25,101,517	26,117,483
Strategic & Master Planning					
Planning Studies Program	25,000,000	2,932,147	5,887,400	8,819,547	16,180,453
Subtotal - Strategic & Master Planning	25,000,000	2,932,147	5,887,400	8,819,547	16,180,453
Water Management Projects					
GWRS Final Expansion Coordination	1,400,000	1,399,403	600	1,400,003	(3)
Subtotal - Water Management Projects	1,400,000	1,399,403	600	1,400,003	(3)
Research					
Research Program	10,000,000	4,406,131	3,566,700	7,972,831	2,027,169
Subtotal - Research	10,000,000	4,406,131	3,566,700	7,972,831	2,027,169

(Continued)

Capital Improvement Program Budget Review

Summary of Capital Improvement Construction Requirements - Project Life For the Three Months Ended September 30, 2025

	Approved Project Budget	June 30, 2025 Accumulated Cost	Current Year Projected Cost	Total Projected Cost at June 30, 2026	Remaining Future Budget
Treatment & Disposal Projects (Continued)					
Support Facilities					
Small Construction Projects Program	117,545,294	32,399,337	25,879,600	58,278,937	59,266,357
Operations & Maintenance Capital Program	-	1,848,876	4,844,400	6,693,276	(6,693,276)
Laboratory Rehabilitation at Plant 1	129,300,000	128,038	769,400	897,438	128,402,562
GenGen Monitoring Sys. Improvements at Plants 1 & 2	17,121,000	-	122,000	122,000	16,999,000
Headquarters Complex	171,000,000	169,559,456	695,700	170,255,156	744,844
South Perimeter Security & Utility Improvements at Plant 1	8,150,000	7,926,328	-	7,926,328	223,672
Support Buildings Seismic Improvements at Plant 1	30,500,000	2,478,436	722,000	3,200,436	27,299,564
Administrative Facilities & Power Building 3A Demolition	4,286,000	256,316	384,300	640,616	3,645,384
Collections Yard Relocation	9,400,000	8,214,743	467,600	8,682,343	717,657
Operations and Maintenance Complex at Plant 2	178,000,000	5,918,104	6,639,800	12,557,904	165,442,096
Oxygen Gas Generation Facility at Plant No. 2	20,319,000	-	45,000	45,000	20,274,000
Waste Sidestream Pump Station A Improvements at Plant 2	12,352,000	-	261,700	261,700	12,090,300
Subtotal - Support Facilities	697,973,294	228,729,634	40,831,500	269,561,134	428,412,160
Others					
Capital Improvement Program Management Services	2,000,000	1,198,915	401,000	1,599,915	400,085
Subtotal - Others	2,000,000	1,198,915	401,000	1,599,915	400,085
Total Treatment and Disposal Projects	3,896,737,294	893,313,923	167,938,900	1,061,252,823	2,835,484,471
Capital Equipment Purchases	59,148,516	-	59,148,600	59,148,600	(84)
Less: Savings and Deferrals	(34,674,086)	-	(36,977,148)	(36,977,148)	2,303,062
Total Collection, Treatment and Disposal Projects and Capital Equipment Purchases	\$ 4,955,831,430	\$1,127,590,381	\$271,165,752	\$ 1,398,756,133	\$ 3,557,075,297

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Capital Assets Schedule & Debt Service Budget Review

Capital Assets Schedule & Debt Service Budget Review For the Three Months Ended September 30, 2025

Capital Assets Schedule

	Balance 07/01/25	Year-to-Date Activity	Balance 09/30/25
CONSTRUCTION IN PROGRESS (CIP):			
Collection System	\$ 138,387,585	\$ 19,645,906	\$ 158,033,491
Treatment Plant	691,274,999	-	691,274,999
Subtotal	829,662,584	19,645,906	849,308,490
PROPERTY, PLANT & EQUIPMENT (at cost):			
Land and Property Rights	85,653,170	-	85,653,170
Collection Lines and Pump Stations	1,044,394,341	-	1,044,394,341
Treatment Facilities	2,870,522,393	-	2,870,522,393
Effluent disposal facilities	96,161,634	-	96,161,634
Solids disposal facilities	3,329,893	-	3,329,893
General and administrative facilities	406,519,911	-	406,519,911
Lease right-to-use asset	109,897	-	109,897
Subscription right-to-use assets	4,589,111	-	4,589,111
Excess purchase price over book value on acquired assets	19,979,000	-	19,979,000
Subtotal	4,531,259,350	-	4,531,259,350
Total Property, Plant & Equipment & CIP	\$ 5,360,921,934	\$ 19,645,906	\$ 5,380,567,840

Debt Service Budget Review

	2025-26 Budget	Year-to-Date Payments	% of Budget	Remaining Budget
Principal Payments by Debt Issue:				
2010A BABs	\$ -	\$ -	-	\$ -
2010C BABs	-	-	-	-
2016A COP	5,915,000	-	0.00%	5,915,000
2017A COP	-	-	-	-
2021A COP	18,890,000	-	0.00%	18,890,000
2022A COP	-	-	-	-
2024A COP	8,525,000	-	0.00%	8,525,000
Subtotal Principal Payments	33,330,000	-	0.00%	24,805,000
Interest Expense by Debt Issue:				
2010A BABs	2,986,574	991,837	33.21%	1,994,737
2010C BABs	971,230	322,565	33.21%	648,665
2016A COP	5,475,800	1,368,900	25.00%	4,106,900
2017A COP	3,290,750	822,775	25.00%	2,467,975
2021A COP	3,835,250	958,825	25.00%	2,876,425
2022A COP	4,081,000	1,020,300	25.00%	3,060,700
2024A COP	6,460,500	1,615,150	25.00%	4,845,350
Subtotal Interest Expense	27,101,104	7,100,352	26.20%	20,000,752
Total Debt Service	\$ 60,431,104	\$ 7,100,352	11.75%	\$ 44,805,752

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Self Insurance Budget Review

General Liability and Property Fund Budget Review For the Three Months Ended September 30, 2025

	2025-26 Budget	Actual Through 09/30/25	Percent of Budget Through 09/30/25	Remaining 2025-26 Budget	Actual Through 09/30/24	Increase (Decrease)
Revenues:						
In-Lieu Premiums	\$ 4,649,886	\$ 1,162,467	25.00%	\$ 3,487,419	\$ 730,323	\$ 432,144
Service Department Allocations	25,000	(54,966)	-219.86%	79,966	810	(55,776)
Total Revenues	<u>4,674,886</u>	<u>1,107,501</u>	<u>23.69%</u>	<u>3,567,385</u>	<u>731,133</u>	<u>376,368</u>
Expenses:						
Benefits/Claims	400,000	-	0.00%	400,000	1,116	(1,116)
Professional Services	<u>20,000</u>	<u>2,700</u>	<u>13.50%</u>	<u>17,300</u>	<u>-</u>	<u>2,700</u>
Subtotal	420,000	2,700	0.64%	417,300	1,116	1,584
Policy Premium Expense	<u>4,899,565</u>	<u>1,135,812</u>	<u>23.18%</u>	<u>3,763,753</u>	<u>1,159,329</u>	<u>(23,517)</u>
Total Expenses	<u>5,319,565</u>	<u>1,138,512</u>	<u>21.40%</u>	<u>4,181,053</u>	<u>1,160,445</u>	<u>(21,933)</u>
Excess Revenue (Expense)	(644,679)	(31,011)		<u>\$ (613,668)</u>	(429,312)	398,301
Beginning Reserves	<u>98,644,679</u>	<u>98,644,679</u>			<u>97,635,517</u>	<u>1,009,162</u>
Ending Reserves	<u>\$ 98,000,000</u>	<u>\$ 98,613,668</u>			<u>\$ 97,206,205</u>	<u>\$ 1,407,463</u>

FY 2025-26 First Quarter Financial Report

Workers' Compensation Fund Budget Review For the Three Months Ended September 30, 2025

	2025-26 Budget	Actual Through 09/30/25	Percent of Budget Through 09/30/25	Remaining 2025-26 Budget	Actual Through 09/30/24	Increase (Decrease)
Revenues:						
In-Lieu Premiums	\$ 791,455	\$ 197,864	25.00%	\$ 593,591	\$ 164,886	\$ 32,978
Service Department Allocations	100,000	13,425	13.43%	86,575	15,876	(2,451)
Total Revenues	<u>891,455</u>	<u>211,289</u>	<u>23.70%</u>	<u>680,166</u>	<u>180,762</u>	<u>30,527</u>
Expenses:						
Benefits/Claims	600,000	56,441	9.41%	543,559	218,180	(161,739)
Legal Services	250,000	123,005	49.20%	126,995	153,058	(30,053)
Professional Services	<u>100,000</u>	<u>19,854</u>	<u>19.85%</u>	<u>80,146</u>	<u>14,457</u>	<u>5,397</u>
Subtotal	950,000	199,300	20.98%	750,700	385,695	(186,395)
Policy Premium Expense	<u>476,000</u>	<u>102,776</u>	<u>21.59%</u>	<u>373,224</u>	<u>91,995</u>	<u>10,781</u>
Total Expenses	<u>1,426,000</u>	<u>302,076</u>	<u>21.18%</u>	<u>1,123,924</u>	<u>477,690</u>	<u>(175,614)</u>
Excess Revenue (Expense)	(534,545)	(90,787)		<u><u>\$ (443,758)</u></u>	(296,928)	206,141
Beginning Reserves	<u>2,534,545</u>	<u>2,534,545</u>			<u>2,364,483</u>	<u>170,062</u>
Ending Reserves	<u><u>\$ 2,000,000</u></u>	<u><u>\$ 2,443,758</u></u>			<u><u>\$ 2,067,555</u></u>	<u><u>\$ 376,203</u></u>

October 31, 2025

STAFF REPORT

Certificates of Participation (COP) Report For the Period Ended September 30, 2025

Summary

The Orange County Sanitation District (OC San) began issuing Certificates of Participation (COPs) in 1990. These COPs were a part of our long-term financing plan that included both variable interest rate and traditional fixed rate borrowing. There remains no variable interest rate COPs at OC San. Following are the current outstanding debt issues of OC San:

In May 2010, OC San issued \$80 million of fixed rate Build America Bonds (BABs), Series 2010A at a true interest cost of 3.68 percent for the issue.

In December 2010, OC San issued \$157 million of fixed rate BABs, Series 2010C at a true interest cost of 4.11 percent for the issue.

In March 2016, OC San issued \$145.88 million of fixed rate COPs, Series 2016A, refunding \$162.78 million of the Series 2009A fixed rate debt. The true interest cost for the issue is 3.02 percent. In November 2025, OC San will issue \$95.07 million of fixed rate COPs, Series 2025A, refunding \$109.935 million of the Series 2016A fixed rate debt. The true interest cost for the issue is 2.66 percent.

In February 2017, OC San issued \$66.37 million of fixed rate COPs, Series 2017A, refunding \$91.885 million of the Series 2007A debt. The true interest cost for the issue is 2.55 percent.

In July 2021, OC San issued \$133.51 million of fixed rate COPs, Series 2021A, refunding \$61.575 million of the Series 2011A fixed rate debt and \$102.2 million of the Series 2018A fixed rate debt. The true interest cost for the issue is 1.06 percent.

In February 2022, OC San issued \$81.62 million of fixed rate COPs, Series 2022A, refunding \$100.645 million of the Series 2012A fixed rate debt and \$6.67 million of the Series 2012B fixed rate debt. The true interest cost for the issue is 1.59 percent.

In May 2024, OC San issued \$139.72 million of fixed rate COPs, Series 2024A, refunding \$30.095 million of the Series 2014A fixed rate debt and \$127.51 million of the Series 2015A fixed rate debt. The true interest cost for the issue is 2.72 percent.

COP Report
For the Period Ended September 30, 2025
Page 2 of 2

Issue Description	Outstanding COP Balance	Annual Interest Rate	Approx Annual Interest	Original Principal	Issue Date	Final Maturity
2010A Fixed	80,000,000.00	3.68%	2,944,000.00	80,000,000.00	5/18/2010	2/1/2040
2010C Fixed	22,830,000.00	4.11%	938,313.00	157,000,000.00	12/8/2010	2/1/2032
2016A Fixed	115,850,000.00	3.02%	3,498,670.00	145,880,000.00	3/30/2016	2/1/2039
2017A Fixed	65,815,000.00	2.55%	1,678,282.50	66,370,000.00	2/1/2017	2/1/2030
2021A Fixed	76,705,000.00	1.06%	813,073.00	133,510,000.00	7/29/2021	2/1/2036
2022A Fixed	81,620,000.00	1.59%	1,297,758.00	81,620,000.00	2/1/2022	2/1/2033
2024A Fixed	129,210,000.00	2.72%	3,514,512.00	139,720,000.00	5/7/2024	2/1/2037
	572,030,000.00		14,684,608.50	804,100,000.00		
Weighted Avg Cost of Funds		2.57%				



Orange County Sanitation District
FINANCIAL MANAGEMENT DIVISION

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09/30/25