



**Sonoma
Water**

November 2, 2026 WAC TAC Meeting
Agenda Item 8

Water Transmission System Status Update

FULL YEAR: FISCAL YEAR 2026 &
QUARTER 1: FISCAL YEAR 2027

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Agenda

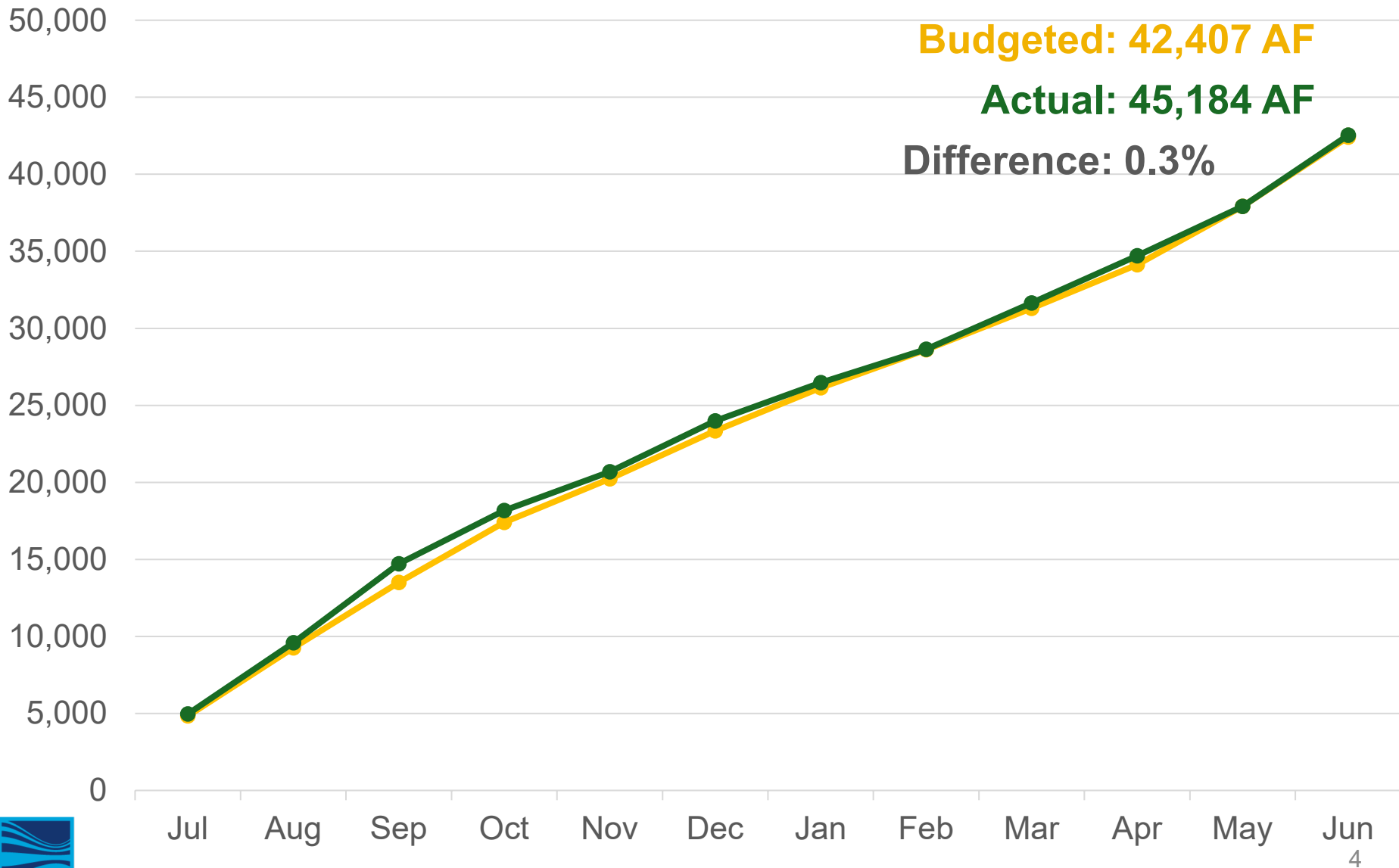
- Prior Fiscal Year (FY 2026)
 - Water deliveries
 - Summary of budgeted vs actual for revenue and expenses
- Current Fiscal Year Q1 (FY 2027)
 - Water deliveries
 - Updates
- Next steps



Last Fiscal Year

FY 2026

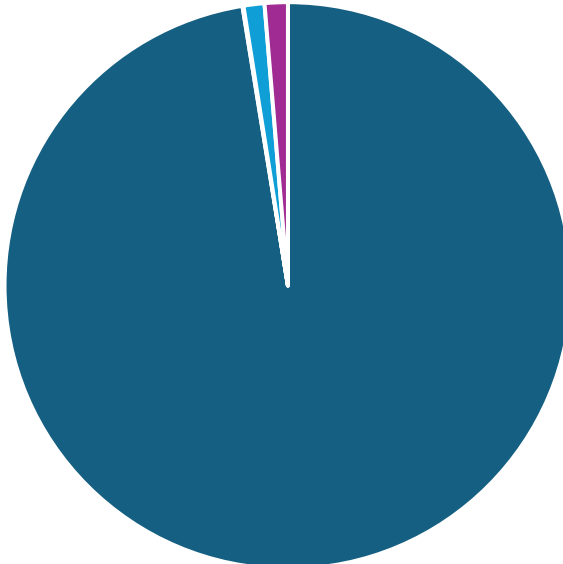
Cumulative Water Deliveries Fiscal Year 25-26



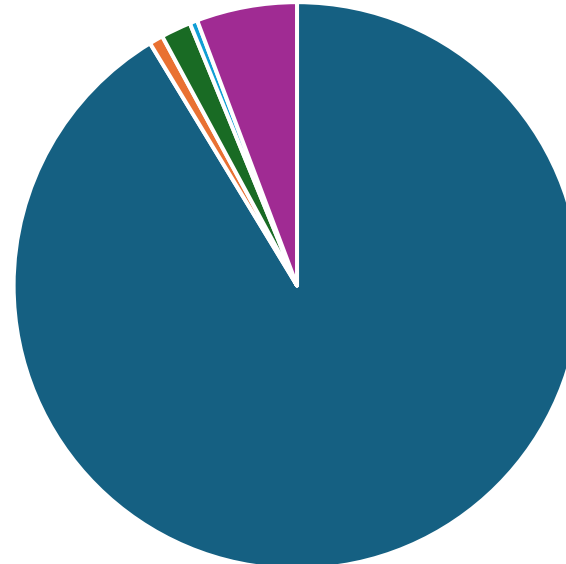
Revenue – FY 2026

Revenue (in Millions)	Adjusted Budget	Actual	Change
Water Sales & Charges for Services	\$61.06	\$60.08	(\$0.99)
Operating Grants	\$0.03	\$0.52	\$0.49
Capital Grants	\$0.00	\$1.13	\$1.13
Contributions	\$0.75	\$0.29	(\$0.46)
Interest & Investment Earnings	\$0.83	\$3.77	\$2.94
Total	\$62.68	\$65.79	\$3.11

Budget



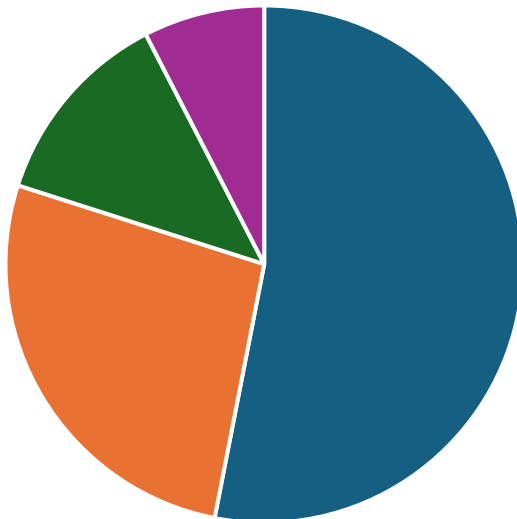
Actual Revenue



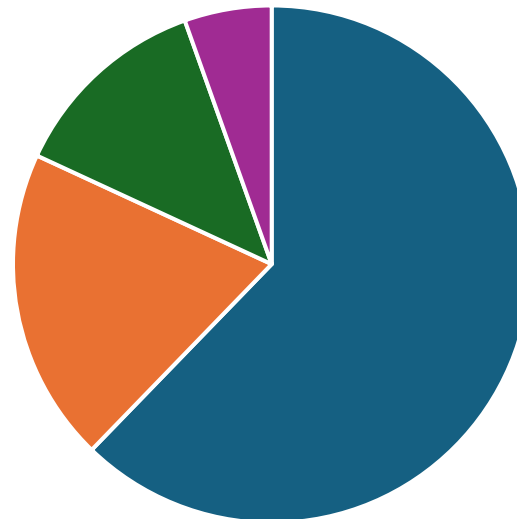
Expenditures – FY 2026

Expenditures (in Millions)	Adjusted Budget	Actual	Change
Operations and Maintenance	\$63.57	\$37.49	(\$26.09)
Capital Projects	\$32.17	\$12.25	(\$19.92)
BO Compliance, Water Supply Planning, Water Conservation	\$14.97	\$7.65	(\$7.32)
Debt Service	\$9.07	\$4.93	(\$4.14)
Total	\$119.79	\$62.32	(\$57.47)

Adjusted Budget



Actual Expenses



FY25-26 Operations & Maintenance Expenses

	Adjusted Budget (in Millions)	Actual + Encumbrance (in Millions)
O&M Fund	\$63.57	\$37.49

Projects

Cathodic Protection - Santa Rosa AQ and RR-Cotati Upgrade Phase 1

Emergency Inventory Procurement

Tank Recoats & Tank Maintenance Program

Plans and Programs

Arc Flash Studies

Demuth Property Hydrogeologic Investigation

Regional Water Supply Resiliency Study

Water System 20-Year Comprehensive Plan

Projects Awarded FY25-26

Ralphine Tank No. 1 Recoating



FY25-26 Capital Project Expenditures

	Adjusted Budget (in Millions)	Actual + Encumbrance (in Millions)
Capital Projects	\$32.17	\$12.25

Advanced Capital Projects

Hazard Mitigation Projects

Ely Booster Pump Station Flood Mitigation

Bennet Valley Fault Crossing

Seismic Retrofit of Storage Tanks

Wilfred Booster Electrical Upgrade

Other Capital Projects

Mirabel Fiber Comms Resiliency

Sebastopol/Occidental Wells - Rehab & ASR

Warm Springs Dam Hydroturbine Retrofit

Mirabel/Wohler Storage Building

Water System Treatment Upgrades

Construction Projects Awarded FY25/26

Wilfred Booster Station Resiliency

Ralphine Tank Farm Security Fence

Demuth Property Test Well



FY25-26 Subfund Expenses

	Budget (in Millions)	Actual + Encumbrance (in Millions)
BO Compliance, Water Supply Planning, Water Conservation	\$14.97	\$7.65

Water Conservation

Water Education

Water Conservation

USBR Drought Resiliency Grant

Recycled Water and Local Supply

Groundwater Management

Water Management

Urban Water Management Plan

Watershed Planning and Restoration

Estuary Management

Dry Creek Habitat Enhancement

Change Petitions

Restoration/Education, and
Monitoring

Landscape Resiliency-Fuels Mgmt.



FY25-26 Debt Service

	Adjusted Budget (in Millions)	Actual + Encumbrance (in Millions)
Debt Service	\$9.07	\$4.93

State Revolving Loan Fund

2015 Water Revenue Bonds

2022 Water Revenue Bonds

2022 Water Revenue Bonds

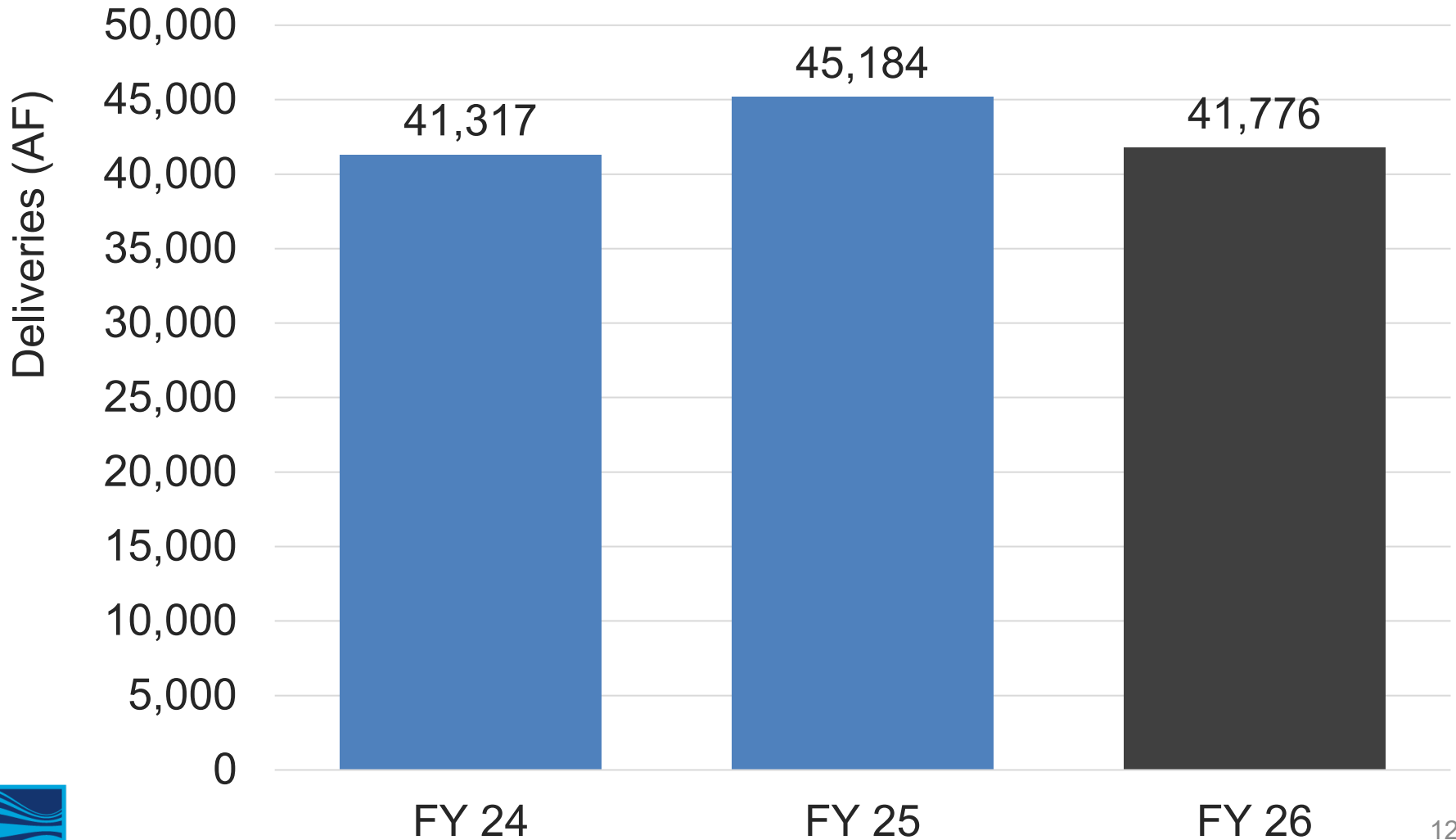
2026 Water Revenue Bonds



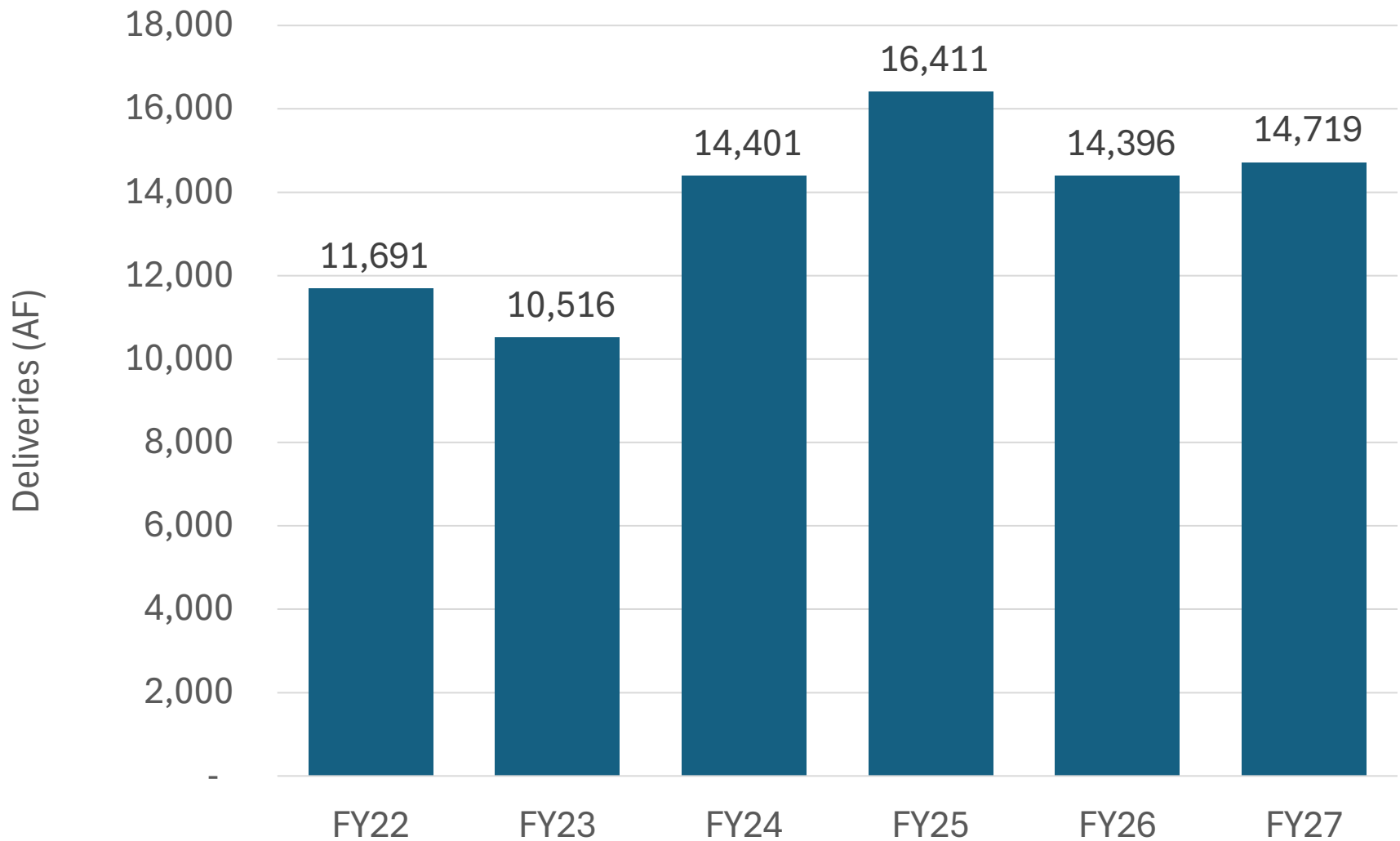
Quarter 1

FY 2027

Projected deliveries for FY26 compared to prior year deliveries

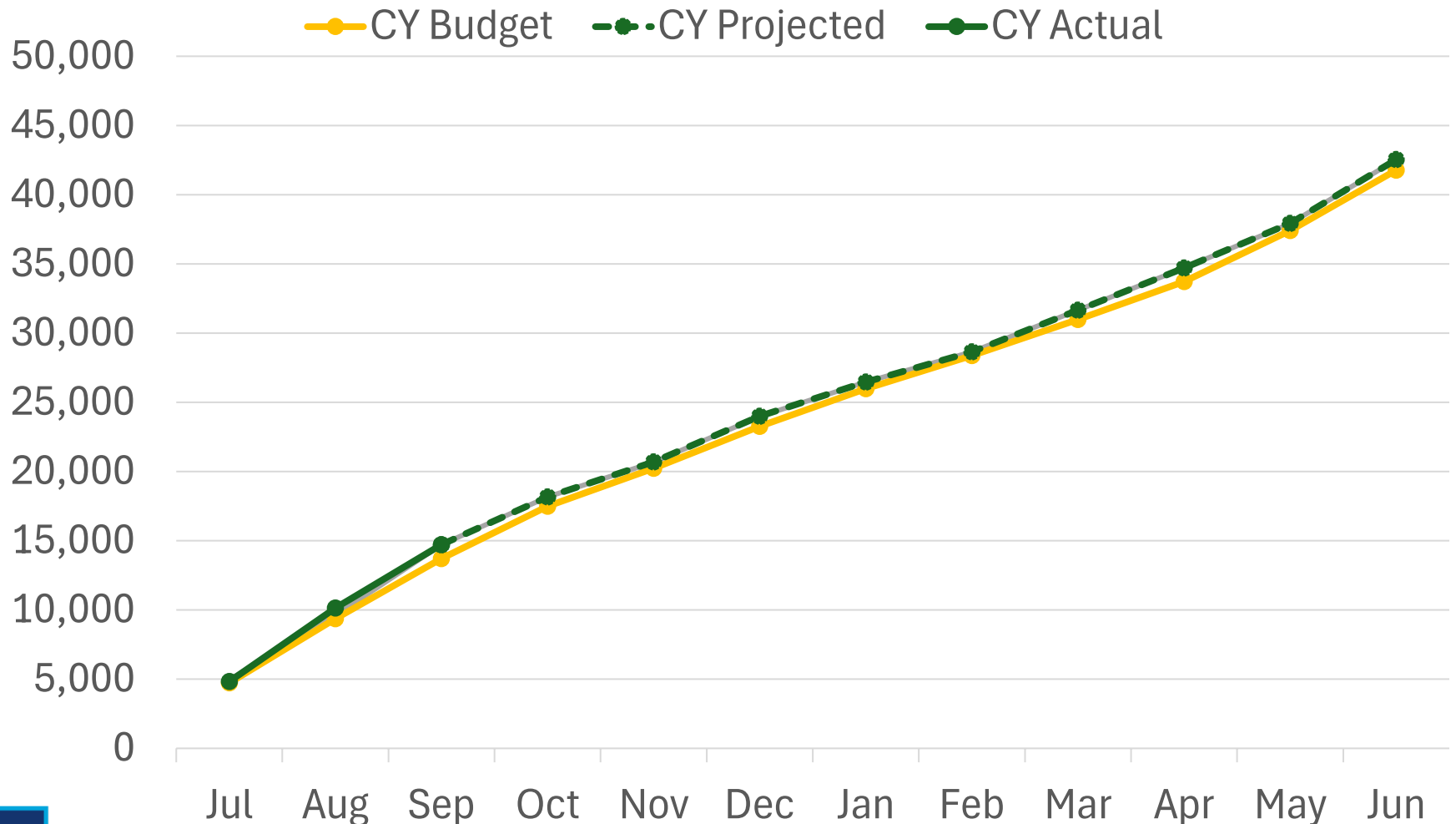


Quarter 1 Deliveries



Cumulative Water Deliveries

Fiscal Year 26-27



Comparison of this year's budget last year's budget

Expenditures (in Millions)	FY 26 Budget	FY 27 Budget
Operations and Maintenance	\$45.87	\$48.75
Capital Projects	\$18.28	\$10.90
BO Compliance, Water Supply Planning, Water Conservation	\$8.80	\$10.09
Debt Service	\$9.07	\$8.67
Total	\$82.02	\$78.41

What's changed since budget adoption?

- Quarter 1 consolidated budget adjustment
- No significant adjustments requested through the Board.
- Project updates
 - Awarded
 - RDS Pump and MCC Replacement Project
 - Anticipated Award
 - Warm Springs Dam Hydroturbine Retrofit
 - Ralphine #2 & Sonoma #1 Recoat/Seismic Projects
 - SR/Cotai Cathodic Protection Project
 - Mirabel/Wohler Storage Building
 - Water Treatment System Modernization

Next Steps

FY 2027-2028 Water Transmission Budget

- **Draft Budget to TAC Ad Hoc Budget Subcommittee by ~January 18. Develop budget with Subcommittee in January and February**
- **TAC Vote on Monday, March 1**
- **Present Budget to City Councils/District Boards as requested during March**
- **Vote by WAC on Monday, April 5**
- **Adoption by Sonoma Water's Board – by April 30**





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