



June Lake Public Utility District
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Budget for the Fiscal Year July 01, 2025 – June 30, 2026

Introduction

The mission of the June Lake Public Utility District is to continue to provide excellent water and wastewater services to the entire June Lake loop. Having a sound budget that allows for improvements to our aging infrastructure is an important process of that goal. The following budget describes the source and expected amounts of revenue and defines the expected types and amounts of expenditures. The approved budget by our Board of Directors defines a strategic and operational road map.

The budget this year has been a collaborative effort that incorporates plan development by our Superintendent and General Manager. The budget is guided by the experience of past years and anticipates plans for the coming year.

Preparation of a budget includes one that can easily be interpreted by the public to meet our mission of maintaining complete transparency. We hope we have accomplished that again this year.

The District receives revenue primarily from property taxes and fixed and variable charges for water and wastewater services from our customers. Other revenue sources are connection fees for new water/wastewater customers, interests derived from invested funds, and cell tower leasing. The District thoughtfully spends money on capital assets, personnel, and operating expenses as well as services from outside experts as may be needed.

Revenue from water sales is variable based on the availability of surface water supplied by our winter snowpack. A few times per year we do draw from June Lake to subsidize when if needed. Revenue from this source represents 2/3 of our total revenue. The remaining revenue is derived from property taxes.

Total revenue for the fiscal year is budgeted at \$2,265,823. Our budgeted expenditures on operations, personnel, and capital improvements are \$1,956,887. The difference of \$308,936 is expected to be added to our operating and capital reserves to prepare for future needs. This difference represents over 31% of our revenue from taxes being added to our reserves.

June Lake Public Utility District has adopted an operations and capital investment policy that defines targets for financial reserves that are consistent with the highest quality prudent planning and risk management. The reserve balance at the beginning of fiscal year 2025-2026 is \$3,588,797.58. We saw a drop in our reserves over last year this time, as we purchased a new

Vactor truck and equipment. The target reserve balance at the end of fiscal year 2026 will be approximately \$3,967,733.58 including interest. All investments are approached with a conservative preservation of capital strategy.

The District's fiscal year revenue and budget targets are included as Attachment A to this document.

Unfunded CalPERS in the past has been addressed over a 35 year plan (payoff). The current Board has approved applying an additional \$40,000 per year towards this liability so that the balance will be paid off in less than 15 years. This will create a savings to the District of approx.. \$260,000 in interest.

Water and Wastewater rates are budgeted for a combined 14% increase this partial fiscal year, and the next 5 years. This is to help offset cost increases in our operating and to help fund future capital improvements to our infrastructure.

Personnel Expenses are budgeted for a 3% COLA for union workers.

We will not show forecast budgets out 5 years as there are too many economic variables at this time. We expect tax assessments to fluctuate substantially as well as the cost of building index should also be fluctuating substantially. We expect there to be some fluctuation in cost of supplies and chemicals as well. And of course utility prices could swing dramatically over the next few years. The volatility of interest rates also is unpredictable at this time.

This year we are not being as aggressive as last year in capital improvement projects as we are looking to add more funds into our reserves. I have included a list of those projects that have been budgeted for. As well you can visit our NEWS page on our website www.junelakepud.com to view our ongoing projects for this fiscal year.

Some projects in the FY 2025-26 budget include:

- * \$105,000 to Clark Diversion Dam Project.
 - * \$40,000 to our Meter Replacement Project.
 - * \$8,000 PC upgrades to our water plants.
 - * \$40,000 additional payments to pay down our CalPERS unfunded liability sooner.
 - * \$70,000 to replace our very old trailered trash pump.
 - * \$75,000 to our Upper Clark Water Replumb Project to address water pressures there.
- * We have made budget cuts of -\$53,498 from our original preliminary budget numbers.

There is a lot of additional information on our website www.junelakepud.com constantly being updated.

As a special note below are a few updates:

We currently do not qualify as a disadvantaged district for grant funding so this could delay funding for future projects. We will continue to search out funding opportunities and tackle smaller projects with reserves.

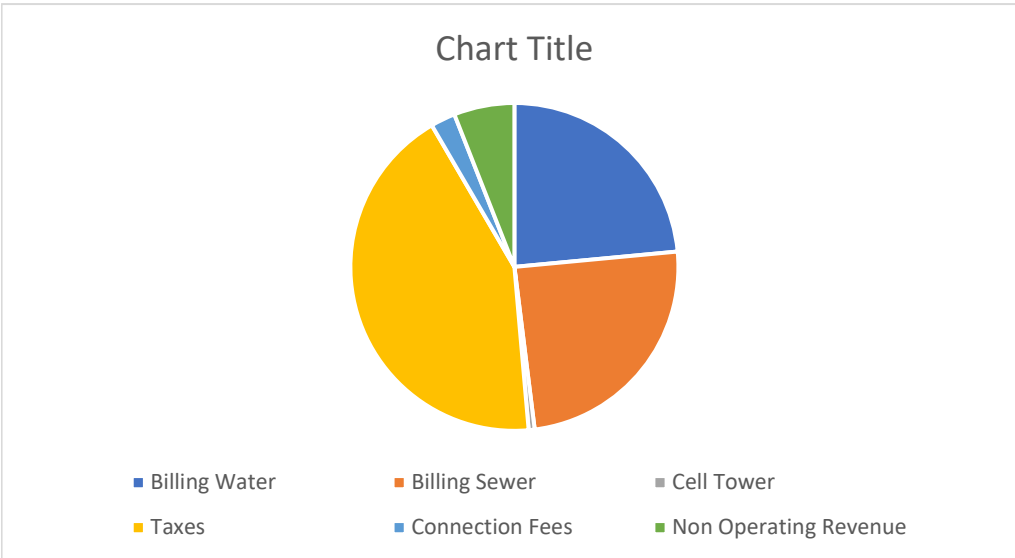
Todd M Kidwell - General Manager

Todd Kidwell

Revenue Budget FY 2025/26 (\$2,265,823)

Exhibit A

Billing Water	\$532,583
Billing Sewer	\$555,504
Cell Tower	\$13,310
Taxes	\$974,122
Connection Fees	\$55,158
Non Operating Revenue	\$135,146



Expense Budget Fy 2023 (\$2,265,823)

Personnel Expense (less contractual labor)	\$852,081
Operating Expense	\$766,806
Capital Improvement Expense	\$298,000
Additional to Unfunded CalPERS	\$40,000
Contribution to Reserves	\$308,936

