



GREAT LAKES WATER AUTHORITY

FY 2025 Preliminary Financial Report (Unaudited) Audit Committee Meeting October 24, 2025

FY 2025 Fiscal Year End Notes

- **♦** Note: All amounts are unaudited in this report
- First fiscal using Workday FINS (financial system) which went live on July 1, 2024
- One non-routine year-end adjustment to the sewer construction fund for \$3.3 million for arbitrage (see related report in the October 24, 2025 Audit Committee binder)
- Positive cash flow for the water and sewer systems for both GLWA and DWSD
- Subsequent slides provide budget basis and unaudited accrual basis preliminary performance
- ◆ The unaudited June 30, 2025 report will be distributed prior to the next Audit Committee



Performance Aligns with Budget

| As of June 30, 2025 | | | | | | | | | | | |
|--|-------------------|------------------------------|-------------------|---------------------------------|--|--|--|--|--|--|--|
| Metric | FY 2025 Budget | FY 2025 Amended Budget | FY 2025 Actual | Variance from Financial Plan | | | | | | | |
| Wholesale Water Billed Revenue (\$M) | \$354.4 | \$354.4 | \$352.0 | -1% | | | | | | | |
| Wholesale Water Billed Usage (mcf) | 13,274,000 | 13,274,000 | 12,997,000 | -2% | | | | | | | |
| Wholesale Sewer Billed Revenue (\$M) | \$286.6 | \$286.6 | \$286.6 | 0% | | | | | | | |
| Wholesale Water Operations & Maintenance (\$M) | \$169.6 | \$182.2 | \$175.4 | -4% | | | | | | | |
| Wholesale Sewer Operations & Maintenance (\$M) | \$228.9 | \$235.2 | \$229.7 | -2% | | | | | | | |
| Investment Income (\$M) | \$32.5 | \$47.5 | \$47.0 | -1% | | | | | | | |
| Water Prorated Capital Spend w/SRA* (\$M) | \$207.3 | \$207.3 | \$158.3 | -24% | | | | | | | |
| Sewer Prorated Capital Spend w/SRA* (\$M) | \$169.2 | \$169.2 | \$175.8 | 4% | | | | | | | |

- ♦ Amended budget includes first, second and third quarter budget amendments. The third quarter budget amendments were approved by the GLWA Board of Directors on June 25, 2025.
- One notable variance is the water capital spend which reflects a significant budget variance. This is largely due to the Jefferson Main Replacement project that has been delayed.



Improving Net Position (Deficit)

Table 2 – Statement of Revenues, Expenses and Changes in Net Position

– All Funds Combined – Draft

For the Twelve Months ended June 30, 2025

(\$000)

| Unaudited | | (\$000) | | | Total | | | |
|---|----|-----------|---------------|-----------------|---------------|---------------------------------|------------------------------|--|
| Ollos | | Water | Percent of | Sewage Disposal | Percent of | Business- Type Activities | Comparative June 30, 2024 | |
| Revenue | | water | Revenue | Sewaye Disposal | Revenue | Acuvides | Julie 30, 2024 | |
| | \$ | 348,976 | 92.7% | \$ 287,691 | 56.7% | \$ 636,667 | \$ 599,569 | |
| Wholesale customer charges | Φ | , | | | | *, | | |
| Local system charges | | 27,095 | 7.2% | 205,925 | 40.6% | 233,020 | 222,107 | |
| Industrial waste charges | | - | 0.0% | 8,849 | 1.7% | 8,849 | 8,617 | |
| Pollutant surcharges | | - | 0.0% | 4,584 | 0.9% | 4,584 | 4,089 | |
| Other revenues | | 383 | 0.1% | 565 | 0.1% | 948 | 1,149 | |
| Total Revenues | | 376,455 | 100.0% | 507,614 | 100.0% | 884,068 | 835,531 | |
| Operating expenses | | | | | | | | |
| Operations and Maintenance | | 174,142 | 46.3% | 227,976 | 44.9% | 402,118 | 376,757 | |
| Depreciation | | 94,928 | 25.2% | 147,559 | 29.1% | 242,487 | 265,044 | |
| Amortization of intangible assets | | 4,951 | 1.3% | 1,824 | 0.4% | 6,774 | 4,837 | |
| Total operating expenses | | 274,020 | 72.8% | 377,359 | 74.3% | 651,379 | 646,638 | |
| Operating Income | | 102,434 | 27.2% | 130,255 | 25.7% | 232,689 | 188,893 | |
| Total Nonoperating (revenue) expense | | 67,627 | 18.0% | 38,980 | 7.7% | 106,607 | 147,736 | |
| Increase/(Decrease) in Net Position | | 34,807 | 9.2% | 91,275 | 18.0% | 126,082 | 41,157 | |
| Net Position (deficit), beginning of year | | (111,131) | | (79,294) | | (190,425) | (231,582) | |
| Net position (deficit), end of year | \$ | (76,324) | | \$ 11,981 | - | \$ (64,342) | \$ (190,425) | |
| Totals may be off due to rounding | | | = | | = : | | | |

- Net
 position/(deficit)
 continues to
 steadily improve
- Decreased depreciation
- Decreased nonoperating expense

