



WSSC WATER

DELIVERING THE ESSENTIAL

FY2025
MONTHLY STATUS REPORT

MAY 2025



Interoffice Memorandum

TO: KISHIA L. POWELL
GENERAL MANAGER/CEO

FROM: MUNETSI TIMOTHY MUSARA, CPA
CHIEF FINANCIAL OFFICER

Signed by:
Munetsi Timothy Musara
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DATE: July 8, 2025

SUBJECT: MONTHLY STATUS REPORT – MAY 2025

Attached is the May Monthly Status Report on the budgetary and fiscal performance of WSSC Water. The report provides summary information delineating WSSC Water's financial status as of May 31, 2025, for Fiscal Year 2025 (FY'25). Total operating fund revenues are at \$979.1 million, and net operating fund expenses are at \$871.6 million. The net revenues of \$107.5 million compares favorably with the fiscal year 2025 approved budget providing for net revenues of \$(2.7) million. The additional net revenues are the result of higher water consumption and lower expenditure realization. The net revenues for Fiscal Year 2025 are projected to be \$76.1 million as seasonal expenditures impact the final net available revenues.

Highlights as of the May 2025 report as follows:

Revenues

- Water and Sewer revenues – which make up 78.5 percent of total revenues are at 95.9 percent YTD versus a prorated target of 91.7 percent based on the first eleven months of the fiscal year.
- Other revenues which make up 21.5 percent of total revenues are at 101.2 percent of YTD versus a prorated target of 91.7 percent. (Page 3)
- Interest Income on cash balances is materially ahead of budget for the first eleven months, reflecting the increase in interest rates and its positive impact on interest earned. (Page 4)

KISHIA L. POWELL
MONTHLY STATUS REPORT - MAY
July 8, 2025
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Prior Year Comparison:

- Water and Sewer revenues were at 93.9 percent of actual revenues for FY'24 at the end of eleven months of the fiscal year.
- Other revenues were at 112.7 percent at the end of eleven months of the fiscal year.

Expenditures:

- Operating expenditures are at 86.4 percent budget year to date (YTD) versus a prorated target of 91.7 percent based on the first eleven months of the fiscal year.
- PAYGO and Debt Service Expenses are on target.

Prior Year Comparison:

- Operating expenditures were at 81.9 percent of actual expenditures for FY'24 at the end of eleven months of the fiscal year.

Factors Impacting Revenues: Water and Sewer Consumption trends.

- Water consumption is higher for the first eleven months of the fiscal year, (130.5 MGD in FY'25 versus 127.2 MGD in FY'24) Sewer usage is also higher (114.4 MGD versus 112.4 MGD) for a similar prior period giving net overall revenues a stronger realization compared to the budget. (Pages 9 and 11)

Work years:

- The workforce saw an increase of 92 to 1,754 through May FY'25, from a similar period in FY24. The current filled complement is less than the approved work years of 1963. The recruitment process continues to reflect the competitive labor environment. (Page 15)

System Development Charge:

- The available account balance at the end of May FY'25 is \$76.3 million.

I recommend transmittal of the attached report to Prince George's and Montgomery Counties.

CONSOLIDATED STATEMENT OF OPERATING FUNDS, REVENUES AND EXPENDITURES

(In Thousands)

	FY'24	FY'25	FY'24	FY'25	FY'25	FY'25	PROJECTED
	ACTUAL	REVISED	ACTUAL THRU	ACTUAL THRU	VARIANCE TO	% VARIANCE TO	THRU
	ACTUAL	BUDGET*	5/31/24	5/31/25	YTD BUDGET	YTD BUDGET	6/30/25
REVENUES							
Water Consumption Charges	\$356,194	\$360,111	\$326,313	\$343,015	\$14,092	4.3%	\$370,526
Sewer Use Charges	445,529	441,093	408,402	425,412	21,325	5.3%	448,511
Account Maintenance Fees	37,846	59,964	34,686	57,539	3,257	6.0%	62,600
Infrastructure Investment Fee	46,610	74,839	42,742	70,890	2,908	4.3%	77,200
Front Foot Benefit & House Connection Assessments	5,685	2,823	4,965	4,210	1,682	66.5%	4,700
Plumbing & Inspection Fees	20,975	21,356	19,349	19,135	(187)	-1.0%	21,000
Interest Income	28,296	8,860	29,063	23,985	15,860	195%	24,290
Rockville Sewer Use	4,507	3,300	4,168	4,277	1,246	41.1%	4,600
Miscellaneous	32,718	36,974	30,574	30,604	(4,926)	-13.9%	34,830
TOTAL REVENUES	978,360	1,009,320	900,262	979,067	55,257	6.0%	1,048,257
EXPENSES							
Salaries & Wages	141,282	168,383	129,648	136,234	9,375	6.4%	163,900
Heat, Light & Power	22,079	27,278	20,344	22,424	2,709	10.8%	25,208
Regional Sewage Disposal	79,822	76,908	73,884	74,213	(2,796)	-3.9%	77,213
All Other	290,074	331,184	229,877	288,631	9,476	3.2%	309,833
PAYGO	32,506	50,601	11,876	35,137	11,248	24.2%	50,601
Debt Service	343,480	365,449	318,970	322,078	15,663	4.6%	353,142
GROSS EXPENSES	909,243	1,019,803	784,599	878,717	45,675	4.9%	979,897
Less: Reconstruction Debt Service & Misc Offset	0	0	0	0	0	0.0%	0
Less: SDC Debt Service Offset	(5,772)	(5,772)	(5,291)	(5,291)	(2)	0.0%	(5,772)
Less: Premium & Underwriter's Discount Transfers	(2,000)	(2,000)	(1,833)	(1,833)	0	0.0%	(2,000)
NET EXPENSES	901,471	1,012,031	777,475	871,593	45,673	4.9%	972,125
NET REVENUE (LOSS) FOR YEAR	\$76,889	<u>(\$2,711)</u>	<u>\$122,787</u>	<u>\$107,474</u>	<u>\$100,930</u>	<u>1542.3%</u>	\$76,132
ACCUMULATED NET REVENUE - JULY 1	312,785						379,497
Use of Fund Balance	0						0
ACCUMULATED NET REVENUE - JUNE 30	<u>\$389,674</u>						<u>\$455,629</u>

*Reflects transfers between major expense categories from the approved budget

Note: Details of the Water and Sewer Operating Funds and General Bond Debt Service Fund are on pages 6, 7 & 8, respectively.

OPERATING FUNDS
CONSOLIDATED STATEMENT OF REVENUES AND EXPENDITURES

(In Thousands)

	FY'24	FY'25	FY'24	FY'25	FY'25	FY'25	PROJECTED
	ACTUAL	REVISED	ACTUAL THRU	ACTUAL THRU	VARIANCE TO	% VARIANCE TO	THRU
	ACTUAL	BUDGET*	5/31/24	5/31/25	YTD BUDGET	YTD BUDGET	6/30/25
<u>REVENUES</u>							
Water Consumption and Sewer Use Charges	\$801,723	\$801,204	\$734,715	\$768,427	\$35,417	4.8%	\$819,037
All Other Revenues	176,637	208,116	165,547	210,640	19,840	11%	229,220
TOTAL REVENUES	978,360	1,009,320	900,262	979,067	55,257	6%	1,048,257
<u>EXPENSES</u>							
Operating Expenses	533,257	603,753	453,753	521,502	18,764	3.5%	576,154
PAYGO	32,506	50,601	11,876	35,137	11,248	24.2%	50,601
Debt Service Expense	343,480	365,449	318,970	322,078	15,663	4.6%	353,142
GROSS EXPENSES	909,243	1,019,803	784,599	878,717	45,675	4.9%	979,897
Less: Reconstruction Debt Service & Misc Offset	0	0	0	0	0	0.0%	0
Less: SDC Debt Service Offset	(5,772)	(5,772)	(5,291)	(5,291)	(2)	0.0%	(5,772)
Less: Premium & Underwriter's Discount Transfers	(2,000)	(2,000)	(1,833)	(1,833)	0	0.0%	(2,000)
NET EXPENSES	901,471	1,012,031	777,475	871,593	45,673	4.9%	972,125
NET REVENUE (LOSS) FOR YEAR	\$76,889	(\$2,711)	\$122,787	\$107,474	\$100,930	1542.3%	\$76,132

*Reflects transfers between major expense categories from the approved budget

COMBINED WATER AND SEWER OPERATING FUNDS

(In Thousands)

	FY'24	FY'25	FY'24	FY'25	FY'25	FY'25	PROJECTED
	ACTUAL	REVISED	ACTUAL THRU	ACTUAL THRU	VARIANCE TO	% VARIANCE TO	THRU
	ACTUAL	BUDGET*	5/31/24	5/31/25	YTD BUDGET	YTD BUDGET	6/30/25
<u>REVENUES</u>							
Water Consumption & Sewer Use Charges	\$801,723	\$801,204	\$734,715	\$768,427	\$35,417	4.8%	\$819,037
All Other Revenues	170,551	205,083	160,149	205,061	16,982	9.0%	223,100
TOTAL REVENUES	972,274	1,006,287	894,864	973,488	52,399	5.7%	1,042,137
<u>EXPENSES</u>							
Operating Expenses	531,376	601,490	452,105	519,765	18,849	3.5%	574,196
PAYGO	32,506	50,601	11,876	35,137	11,248	24.2%	50,601
Debt Service Expense	338,326	361,968	311,991	318,682	15,518	4.6%	349,661
GROSS EXPENSES	902,208	1,014,059	775,972	873,584	45,615	5.0%	974,458
Less: Reconstruction Debt Service & Misc Offset	20,000	0	0	0	0	0.0%	0
Less: SDC Debt Service Offset	(5,772)	(5,772)	(5,291)	(5,291)	(2)	0.0%	(5,772)
Less: Premium & Underwriter's Discount Transfers	(2,000)	(2,000)	(1,833)	(1,833)	0	0.0%	(2,000)
NET EXPENSES	914,436	1,006,287	768,848	866,460	45,613	4.9%	966,686
NET REVENUE (LOSS) FOR YEAR	\$57,838	\$0	\$126,016	\$107,028	\$98,012	1087.1%	\$75,451
ACCUMULATED NET REVENUE - BEGINNING OF YEAR	311,084						358,745
NET REVENUE (LOSS) FOR YEAR	57,838						75,451
USE OF ACCUMULATED NET REVENUE	0						0
ACCUMULATED NET REVENUE - END OF YEAR	\$368,922						\$434,196
WATER CONSUMPTION (MGD)	127.5	124.6	127.2	130.5	5.9	4.7%	124.6

*Reflects transfers between major expense categories from the approved budget

NOTE: Refer to Pages 6 and 7 for details of Water and Sewer Operating Funds.

WATER OPERATING

(In Thousands)

	FY'24 ACTUAL	FY'25 REVISED BUDGET*	FY'24 ACTUAL THRU 5/31/24	FY'25 ACTUAL THRU 5/31/25	FY'25 VARIANCE TO YTD BUDGET	FY'25 % VARIANCE TO YTD BUDGET	PROJECTED THRU 6/30/25
<u>REVENUES</u>							
Water Consumption Charges	\$356,194	\$360,111	326,313	\$343,015	\$14,092	4.3%	\$370,526
Account Maintenance Fee	19,594	\$33,122	17,957	29,761	(221)	-0.7%	\$32,400
Infrastructure Investment Fee	23,957	\$41,059	21,964	36,421	(863)	-2.3%	\$39,700
Plumbing & Inspection Fees	12,317	\$12,406	11,333	11,248	30	0.3%	\$12,400
Interest Income	10,456	\$3,285	10,482	9,508	6,494	215.5%	\$10,000
Miscellaneous	14,489	\$16,022	13,309	13,841	(1,809)	-11.6%	\$15,200
TOTAL REVENUES	437,007	466,005	401,358	443,794	17,723	4.2%	480,226
<u>EXPENSES</u>							
Salaries & Wages	77,811	92,886	71,452	76,511	2,372	3.0%	\$88,638
Heat, Light & Power	11,349	14,946	10,297	13,086	710	5.1%	\$13,802
All Other	161,615	175,625	129,290	170,249	(7,620)	-4.7%	\$166,249
PAYGO	5,194	21,961	4,761	9,144	10,986	54.6%	\$21,961
Debt Service	159,293	164,225	140,590	142,482	9,113	6.0%	\$158,641
GROSS EXPENSES	415,262	469,643	356,390	411,472	15,561	3.6%	449,291
Less: Reconstruction Debt Service & Misc Offset	5,000	\$0	0	0	0	0.0%	\$0
Less: SDC Debt Service Offset	(2,731)	(\$2,731)	(2,503)	(2,503)	(2)	-0.1%	(\$2,731)
Less: Premium & Underwriter's Discount Transfers	(888)	(907)	(814)	(831)	(1)	-0.1%	(\$907)
NET EXPENSES	416,643	466,005	353,073	408,138	15,558	3.7%	445,653
NET REVENUE (LOSS)	\$20,364	-	\$48,285	\$35,656	33,281	1401.3%	\$34,573
ACCUMULATED NET REVENUE - JULY 1	114,959						129,817 **
Use of Fund Balance	0						0
Fund Balance Transfer	0						0
ACCUMULATED NET REVENUE - JUNE 30	\$135,323						\$164,390

*Reflects transfers between major expense categories from the approved budget

**Reflects a decrease in net revenues of \$5,506,000 resulting from prior year adjustments.

SEWER OPERATING

(In Thousands)

	FY'24	FY'25	FY'24	FY'25	FY'25	FY'25	PROJECTED
	ACTUAL	REVISED	ACTUAL THRU	ACTUAL THRU	VARIANCE TO	% VARIANCE TO	THRU
		BUDGET*	5/31/24	5/31/25	YTD BUDGET	YTD BUDGET	6/30/25
<u>REVENUES</u>							
Sewer Use Charges	\$445,529	\$441,093	408,402	\$425,412	\$21,325	5.3%	\$448,511
Account Maintenance Fee	18,252	\$26,842	16,729	27,778	3,478	14.3%	\$30,200
Infrastructure Investment Fee	22,653	\$33,780	20,778	34,469	3,771	12.3%	\$37,500
Rockville Sewer Use	4,507	\$3,300	4,168	4,277	1,246	41.1%	\$4,600
Interest Income	17,540	\$5,575	18,272	13,319	8,208	160.6%	\$13,100
Plumbing & Inspection Fees	8,658	\$8,950	8,016	7,887	(217)	-2.7%	\$8,600
Miscellaneous	18,128	\$20,742	17,141	16,552	(3,135)	-15.9%	\$19,400
TOTAL REVENUES	535,267	540,282	493,506	529,694	34,676	7.0%	561,911
<u>EXPENSES</u>							
Salaries & Wages	62,513	74,620	57,305	58,810	7,142	10.8%	\$74,385
Heat, Light & Power	10,730	12,332	10,047	9,338	1,999	17.6%	\$11,406
Regional Sewage Disposal	79,822	76,908	73,884	74,213	(2,796)	-3.9%	\$77,213
All Other	127,536	154,173	99,830	117,558	17,042	12.7%	\$142,503
PAYGO	27,312	28,640	7,115	25,993	262	1.0%	\$28,640
Debt Service	179,033	197,743	171,401	176,200	6,405	3.5%	\$191,020
GROSS EXPENSES	486,946	544,416	419,582	462,112	30,054	6.1%	525,167
Less: Reconstruction Debt Service Offset	15,000	\$0	0	0	0	0.0%	\$0
Less: SDC Debt Service Offset	(3,041)	(\$3,041)	(2,788)	(2,788)	0	0.0%	(\$3,041)
Less: Premium & Underwriter's Discount Transfers	(1,112)	(1,093)	(1,019)	(1,002)	1	0.1%	(\$1,093)
NET EXPENSES	497,793	540,282	415,775	458,322	30,055	6.1%	521,033
NET REVENUE (LOSS)	\$37,474	\$0	\$77,731	\$71,372	\$64,731	974.7%	\$40,878
ACCUMULATED NET REVENUE - JULY 1	196,125						228,928 **
Use of Fund Balance	0						0
Fund Balance Transfer	0						0
ACCUMULATED NET REVENUE - JUNE 30	\$233,599						\$269,806

*Reflects transfers between major expense categories from the approved budget

**Reflects a decrease in net revenues of \$4,671,000 resulting from prior year adjustments.

GENERAL BOND DEBT SERVICE FUND

(In Thousands)

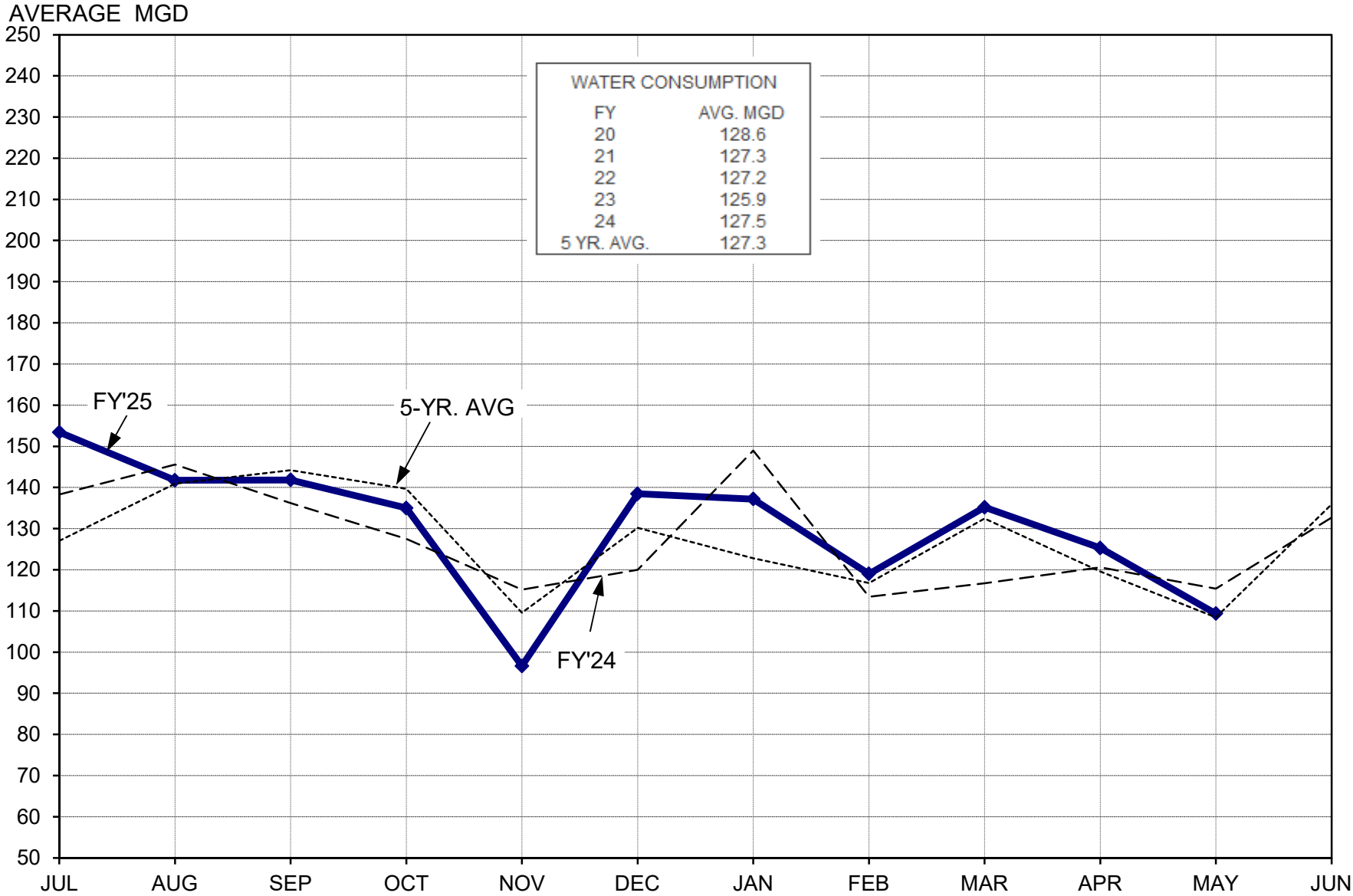
	FY'24	FY'25	FY'24	FY'25	FY'25	FY'25	PROJECTED
	ACTUAL	REVISED	ACTUAL THRU	ACTUAL THRU	VARIANCE TO	% VARIANCE TO	THRU
	ACTUAL	BUDGET*	5/31/24	5/31/25	YTD BUDGET	YTD BUDGET	6/30/25
REVENUES							
Front Foot Benefit & House Connection							
Assessments	\$5,685	\$2,823	\$4,965	\$4,210	\$1,682	66.5%	\$4,700
Interest Income	300	\$0	309	1,158	\$1,158	0.0%	\$1,190
Miscellaneous	101	\$210	124	211	\$18	9.3%	\$230
Reconstruction Debt Service Offset	20,000	\$0	0	0	\$0	0.0%	\$0
TOTAL REVENUES	26,086	3,033	5,398	5,579	2,858	94.2%	6,120
EXPENSES							
Salaries & Wages	958	877	891	913	(\$139)	-17.9%	\$877
All Other	923	1,386	757	824	\$54	6.1%	\$1,081
Debt Service	5,154	3,481	6,979	3,396	\$145	4.1%	\$3,481
GROSS EXPENSES	7,035	5,744	8,627	5,133	60	1.2%	5,439
NET EXPENSES	7,035	5,744	8,627	5,133	60	1.2%	5,439
NET REVENUE (LOSS)	\$19,051	<u>(\$2,711)</u>	<u>(\$3,229)</u>	<u>\$446</u>	<u>\$2,918</u>	<u>118.0%</u>	\$681
ACCUMULATED NET REVENUE - JULY 1	1,701						20,752
Use of Fund Balance	0						0
ACCUMULATED NET REVENUE - JUNE 30	<u>\$20,752</u>						<u>\$21,433</u>

*Reflects transfers between major expense categories from the approved budget

**FY'25
WATER CONSUMPTION**

<u>MONTH</u>	<u>MONTHLY AVERAGE (MGD)</u>	<u>FY'25 CUMULATIVE AVERAGE (MGD)</u>	<u>FY'24 CUMULATIVE AVERAGE (MGD)</u>
July	153.427	153.427	138.277
August	141.750	147.588	141.908
September	141.836	145.713	140.045
October	135.019	143.017	136.891
November	96.623	133.920	132.631
December	138.484	134.689	130.505
January	137.187	135.049	133.165
February	119.008	133.201	130.819
March	135.182	133.425	129.228
April	125.279	132.621	128.377
May	109.365	130.469	127.180
June			127.630

WATER CONSUMPTION



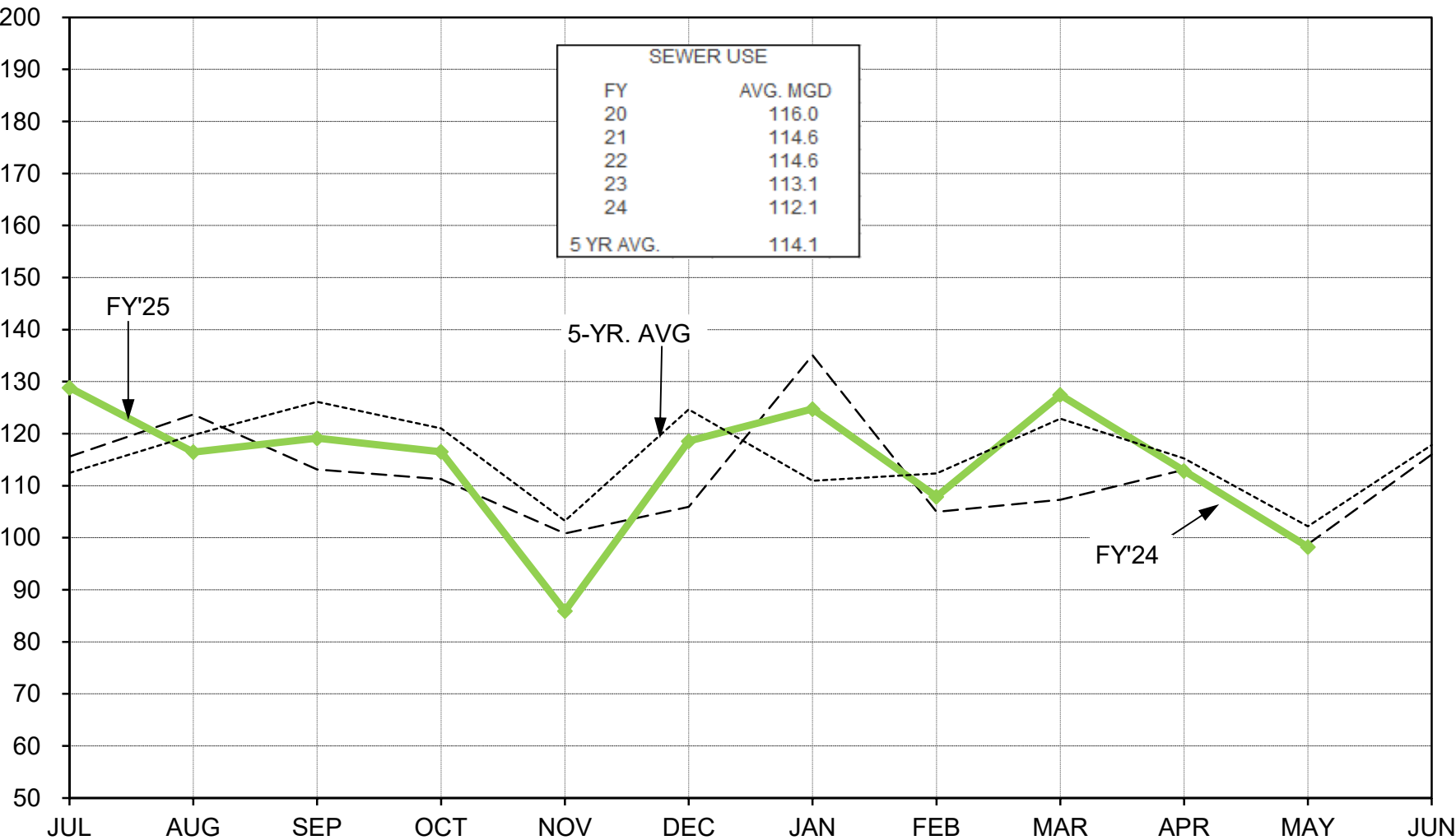
**FY'25
SEWER USE**

<u>MONTH</u>	<u>FY'25 MONTHLY AVERAGE (MGD)</u>	<u>FY'25 CUMULATIVE AVERAGE (MGD)</u>	<u>FY'24 CUMULATIVE AVERAGE (MGD)</u>
July	128.84	128.84	112.56
August	116.46	122.65	116.87
September	119.14	121.51	120.65
October	116.52	120.25	117.61
November	85.91	113.52	111.18
December	118.58	114.37	112.72
January	124.73	115.86	113.03
February	107.90	114.95	112.98
March	127.45	116.36	114.15
April	112.85	116.01	112.97
May	98.25	114.37	112.43
June			113.14

SEWER USE

(INCLUDES BLUE PLAINS)

AVERAGE MGD



STATEMENT OF CAPITAL FUNDS INCOME AND EXPENDITURES
CAPITAL FUNDS TOTAL

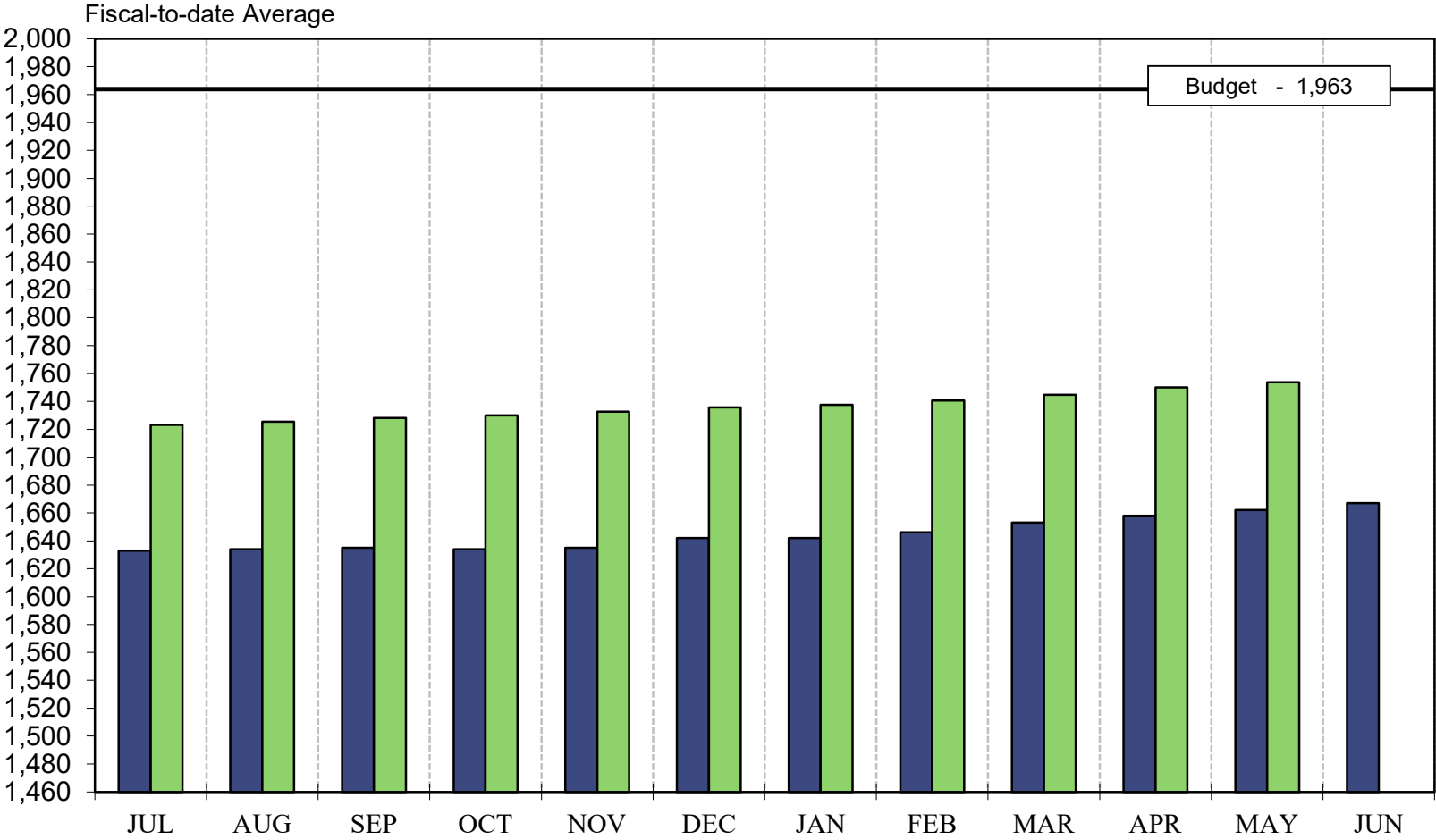
(In Thousands)

	FY'24	FY'25	FY'25	FY'24	FY'25	FY'25	FY'25	PROJECTED
	ACTUAL	REVISED	BUDGET AT	ACTUAL THRU	ACTUAL THRU	VARIANCE TO	% VARIANCE TO	THRU
	ACTUAL	BUDGET*	70% COMPLETION	5/31/24	5/31/25	YTD BUDGET	YTD BUDGET	6/30/25
<u>GROSS FUNDS AVAILABLE</u>								
FUNDS AVAILABLE-JULY 1	\$132,156							
Bonds Issued and Cash on Hand	\$338,711	\$688,373	\$450,993					
Anticipated Contributions:								
Federal & State Grants	4,959	30,720	30,720					
System Development Charge	12,484	49,926	49,926					
Other	22,227	22,248	22,248					
Available for Current Construction	510,537	791,267	553,887					
<u>CAPITAL COSTS</u>								
Salaries & Wages	\$31,381	33,475	33,475	\$29,049	\$32,019	(\$2,547)	-8.6%	34,700
Contract Work	245,931	515,839	351,045	201,230	247,077	\$222,474	47.4%	296,992
Consulting Engineers	33,838	83,705	58,594	21,516	27,770	\$48,959	63.8%	49,460
All Other **	99,011	158,248	110,773	82,727	89,324	62,087	41.0%	108,848
TOTAL COSTS	\$410,161	791,267	\$553,887	\$334,522	\$396,190	\$330,973	45.5%	\$490,000

*Reflects transfers between major expense categories from the approved budget

**Reflects prior year adjustments. No Bond Premium transfer in FY24-FY25

ACTUAL WORKYEARS



<div></div> FY'24	1,633	1,634	1,635	1,634	1,635	1,642	1,642	1,646	1,653	1,658	1,662	1,667
<div></div> FY'25	1,723	1,725	1,728	1,730	1,733	1,736	1,738	1,741	1,745	1,750	1,754	-

SYSTEM DEVELOPMENT CHARGE ACCOUNT

(In Thousands)

ACCOUNT BALANCE, JULY 1, 2024	\$68,377
<u>ACCOUNT ADDITIONS:</u>	
SDC Revenues, Net	22,117
Interest Income	<u>3,210</u>
FUNDS AVAILABLE	93,704
Less MOU Credit Reimbursement	(296)
<u>TRANSFERRED TO OPERATING FUNDS:*</u>	
Water Operating - Debt Service	(2,503)
Sewer Operating - Debt Service	(2,788)
<u>TRANSFERRED TO BOND FUNDS:</u>	
Water Supply Bond	0
Sewer Disposal Bond	<u>0</u>
Account Balance	88,117
Less Amounts Billed But Not Yet Collected	0
Less Reserve for MOU Related Reimbursements	<u>(11,832)</u>
AVAILABLE ACCOUNT BALANCE, MAY 31, 2025	<u><u>\$76,285</u></u>