



WSSC WATER
DELIVERING THE ESSENTIAL

FY2026
MONTHLY STATUS REPORT

OCTOBER 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: November 24, 2025

SUBJECT: MONTHLY STATUS REPORT – October 2025

Attached is the October 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 October 31, 2025, for Fiscal Year 2026 (FY'26). Total operating fund revenues are at \$401.0 million, and net operating fund expenses are at \$329.6 million. The net revenues of \$71.4 million compares favorably with the fiscal year 2026 approved budget providing for net revenues of \$0.4 million.

Highlights as of the October 2025 report as follows:

Revenues

- Water and Sewer revenues – which make up 79.6 percent of total revenues are at 36.0 percent YTD versus a prorated target of 33.3 percent based on the first four months of the fiscal year.
- Other revenues which make up 20.4 percent of total revenues are at 34.4 percent YTD versus a prorated target of 33.3 percent. (Page 3)
- Interest Income on cash balances was ahead of budget, reflecting the increase in interest rates and its positive impact on interest earned. (Page 4)

Prior Year Comparison:

- Water and Sewer revenues were at 38.0 percent of actual revenues for FY'25 at the end of the first four months of the fiscal year.

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November 24, 2025
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- Other revenues were at 38.8 percent at the end of the first four months of the fiscal year.

Expenditures:

- Operating expenditures are at 27.6 percent budget year to date (YTD) versus a prorated target of 33.3 percent based on the first four months of the fiscal year.
- PAYGO and Debt Service Expenses were on target.

Prior Year Comparison:

- Operating expenditures were at 25.9 percent of actual expenditures for FY'25 at the end of the first four months of the fiscal year.

Factors Impacting Revenues: Water and Sewer Consumption trends.

- Water consumption is lower for FY'26, (140.4 MGD in FY'26 versus 143.0 MGD in FY'25) Sewer usage was marginally lower (119.6 MGD versus 120.3 MGD) for FY'25 giving net overall revenues a nominally lower realization compared to the budget. (Pages 9 and 11)

Work years:

- The workforce saw an increase of 94 to 1,824 through FY'26, compared to FY'25. The current filled complement is less than the approved work years of 2,040. The recruitment process continues to reflect the competitive labor environment. (Page 15)

System Development Charge:

- The available account balance at the end of October FY'26 is \$43.7 million.

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

OPERATING FUNDS
CONSOLIDATED STATEMENT OF REVENUES AND EXPENDITURES

(In Thousands)

	FY'25	FY'26	FY'25	FY'26	FY'26	FY'26	PROJECTED
	ACTUAL	REVISED	ACTUAL THRU	YEAR ENDING	VARIANCE TO	% VARIANCE TO	THRU
	ACTUAL	BUDGET*	10/31/24	10/31/25	YTD BUDGET	YTD BUDGET	6/30/26
<u>REVENUES</u>							
Water Consumption and Sewer Use Charges	\$833,490	\$887,579	\$304,397	\$319,210	(\$6,693)	-2.1%	\$887,579
All Other Revenues	228,624	238,123	80,722	81,820	(937)	-1.1%	238,123
TOTAL REVENUES	1,062,114	1,125,702	385,119	401,030	(7,629)	-1.9%	1,125,702
<u>EXPENSES</u>							
Operating Expenses	605,488	666,297	156,377	184,219	2,240	0.7%	666,297
PAYGO	50,601	93,000	9,050	30,961	39	0.1%	93,000
Debt Service Expense	355,024	373,801	114,596	116,978	7,622	6.1%	373,801
GROSS EXPENSES	1,011,113	1,133,098	280,023	332,158	9,901	2.9%	1,133,098
Less: Reconstruction Debt Service & Misc Offset	0	0	0	0	0	0.0%	0
Less: SDC Debt Service Offset	(5,772)	(5,772)	(1,924)	(1,924)	0	0.0%	(5,772)
Less: Premium & Underwriter's Discount Transfers	(2,000)	(2,000)	(666)	(664)	(3)	0.4%	(2,000)
NET EXPENSES	1,003,341	1,125,326	277,433	329,570	9,898	2.9%	1,125,326
NET REVENUE (LOSS) FOR YEAR	\$58,773	\$376	\$107,686	\$71,460	\$2,269	3.3% (F)	\$376

*Reflects transfers between major expense categories from the approved budget

(F) = Favorable Variance

CONSOLIDATED STATEMENT OF OPERATING FUNDS, REVENUES AND EXPENDITURES

(In Thousands)

	FY'25 ACTUAL	FY'26 REVISED BUDGET*	FY'25 ACTUAL THRU 10/31/24	FY'26 YEAR ENDING 10/31/25	FY'26 VARIANCE TO YTD BUDGET	FY'26 % VARIANCE TO YTD BUDGET	PROJECTED THRU 6/30/26
REVENUES							
Water Consumption Charges	\$371,913	\$399,545	\$139,666	\$144,859	(\$4,880)	-3.3%	\$399,545
Sewer Use Charges	461,577	488,034	164,731	174,351	(1,813)	-1.0%	488,034
Account Maintenance Fees	62,730	69,493	21,085	22,991	(557)	-2.4%	69,493
Infrastructure Investment Fee	77,325	85,782	25,991	28,408	(613)	-2.1%	85,782
Front Foot Benefit & House Connection Assessments	4,850	2,772	1,755	1,475	459	45.1%	2,772
Plumbing & Inspection Fees	20,736	22,610	7,234	7,857	620	8.6%	22,610
Interest Income	25,800	14,000	8,300	7,231	2,564	55.0%	14,000
Rockville Sewer Use	4,643	4,500	1,450	1,560	127	8.8%	4,500
Miscellaneous	32,540	38,966	14,907	12,298	(3,536)	-22.3%	38,966
TOTAL REVENUES	1,062,114	1,125,702	385,119	401,030	(7,629)	-1.9%	1,125,702
EXPENSES							
Salaries & Wages	164,687	200,396	52,241	62,835	2,794	4.3%	200,396
Heat, Light & Power	26,273	29,200	7,575	8,816	560	6.0%	29,200
Regional Sewage Disposal	80,409	83,661	25,196	26,477	(13)	0.0%	83,661
All Other	334,119	353,040	71,365	86,091	(1,101)	-1.3%	353,040
PAYGO	50,601	93,000	9,050	30,961	39	0.1%	93,000
Debt Service	355,024	373,801	114,596	116,978	7,622	6.1%	373,801
GROSS EXPENSES	1,011,113	1,133,098	280,023	332,158	9,901	2.9%	1,133,098
Less: Reconstruction Debt Service & Misc Offset	0	0	0	0	0	0.0%	0
Less: SDC Debt Service Offset	(5,772)	(5,772)	(1,924)	(1,924)	0	0.0%	(5,772)
Less: Premium & Underwriter's Discount Transfers	(2,000)	(2,000)	(666)	(664)	(3)	0.4%	(2,000)
NET EXPENSES	1,003,341	1,125,326	277,433	329,570	9,898	2.9%	1,125,326
NET REVENUE (LOSS) FOR YEAR	\$58,773	<u>\$376</u>	<u>\$107,686</u>	<u>\$71,460</u>	<u>\$2,269</u>	<u>3.3%</u> (F)	\$376
ACCUMULATED NET REVENUE - JULY 1	382,851						412,630
Restate Compensated Absence (GASB101)	(24,804)						0
ACCUMULATED NET REVENUE - JUNE 30	<u>\$416,820</u>						<u>\$413,006</u>

*Reflects transfers between major expense categories from the approved budget

(F) = Favorable Variance

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

COMBINED WATER AND SEWER OPERATING FUNDS

(In Thousands)

	FY'25 ACTUAL	FY'26 REVISED BUDGET*	FY'25 ACTUAL THRU 10/31/24	FY'26 YEAR ENDING 10/31/25	FY'26 VARIANCE TO YTD BUDGET	FY'26 % VARIANCE TO YTD BUDGET	PROJECTED THRU 6/30/26
<u>REVENUES</u>							
Water Consumption & Sewer Use Charges	\$833,490	\$887,579	\$304,397	\$319,210	(\$6,693)	-2.1%	\$887,579
All Other Revenues	222,449	235,151	78,541	79,954	(1,719)	-2.1%	235,151
TOTAL REVENUES	1,055,939	1,122,730	382,938	399,164	(8,412)	-2.1%	1,122,730
<u>EXPENSES</u>							
Operating Expenses	603,464	663,701	155,780	183,539	2,197	1.2%	663,701
PAYGO	50,601	93,000	9,050	30,961	39	0.1%	93,000
Debt Service Expense	351,562	373,801	113,276	117,511	7,089	5.7%	373,801
GROSS EXPENSES	1,005,627	1,130,502	278,106	332,011	9,325	2.7%	1,130,502
Less: Reconstruction Debt Service & Misc Offset	0	0	0	0	0	0.0%	0
Less: SDC Debt Service Offset	(5,772)	(5,772)	(1,924)	(1,924)	0	0.0%	(5,772)
Less: Premium & Underwriter's Discount Transfers	(2,000)	(2,000)	(666)	(664)	(3)	0.4%	(2,000)
NET EXPENSES	997,855	1,122,730	275,516	329,423	9,322	2.8%	1,122,730
NET REVENUE (LOSS) FOR YEAR	\$58,084	\$0	\$107,422	\$69,741	\$910	1.3% (F)	\$0
ACCUMULATED NET REVENUE - BEGINNING OF YEAR	362,099						391,189
NET REVENUE (LOSS) FOR YEAR	58,084						0
Restate Compensated Absence (GASB101)	(24,804)						0
ACCUMULATED NET REVENUE - END OF YEAR	\$395,379						\$391,189
WATER CONSUMPTION (MGD)	129.5	127.0	143.0	140.4	13.4	10.5%	127.0

*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.

(F) = Favorable Variance

WATER OPERATING

(In Thousands)

	FY'25 ACTUAL	FY'26 REVISED BUDGET*	FY'25 ACTUAL THRU 10/31/24	FY'26 ACTUAL THRU 10/31/25	FY'26 VARIANCE TO YTD BUDGET	FY'26 % VARIANCE TO YTD BUDGET	PROJECTED THRU 6/30/26
<u>REVENUES</u>							
Water Consumption Charges	\$371,913	\$399,545	139,666	\$144,859	(\$4,880)	-3.3%	\$399,545
Account Maintenance Fee	32,447	\$38,303	10,912	11,913	(1,115)	-8.6%	\$38,303
Infrastructure Investment Fee	39,729	\$46,794	13,365	14,607	(1,240)	-7.8%	\$46,794
Plumbing & Inspection Fees	12,206	\$13,600	4,240	4,636	265	6.1%	\$13,600
Interest Income	10,187	\$5,135	3,476	2,431	719	42.0%	\$5,135
Miscellaneous	15,001	\$15,968	5,501	4,293	(1,670)	-28.0%	\$15,968
TOTAL REVENUES	481,483	519,345	177,160	182,739	(7,922)	-4.2%	519,345
<u>EXPENSES</u>							
Salaries & Wages	92,150	107,960	28,942	35,294	34	0.1%	107,960
Heat, Light & Power	15,231	18,118	4,473	4,992	933	15.7%	18,118
All Other	193,971	189,218	41,092	49,862	(3,751)	-8.1%	189,218
PAYGO	21,961	32,550	(410)	10,811	39	0.4%	32,550
Debt Service	157,114	175,167	50,518	52,960	5,429	9.3%	175,167
GROSS EXPENSES	480,427	523,013	124,615	153,919	2,684	1.7%	523,013
Less: Reconstruction Debt Service & Misc Offset	0	\$0	0	0	0	0.0%	\$0
Less: SDC Debt Service Offset	(2,731)	(\$2,731)	(910)	(908)	(2)	0.3%	(\$2,731)
Less: Premium & Underwriter's Discount Transfers	(907)	(937)	(302)	(313)	1	-0.2%	(\$937)
NET EXPENSES	476,789	519,345	123,403	152,698	2,682	1.7%	519,345
NET REVENUE (LOSS)	4,694	-	\$53,757	30,041	(5,240)	-14.9% (N/M)	\$0
ACCUMULATED NET REVENUE - JULY 1	134,448						120,199 **
Restate Compensated Absence (GASB101)	(13,780)						0
Fund Balance Transfer	0						0
ACCUMULATED NET REVENUE - JUNE 30	\$125,362						\$120,199

*Reflects transfers between major expense categories from the approved budget

**Reflects a decrease in net revenues of \$5,162,518 resulting from prior year adjustments.

(N/M)=Not Meaningful. Revenue loss of \$14 million was generated against nil budgeted net.

SEWER OPERATING

(In Thousands)

	FY'25	FY'26	FY'25	FY'26	FY'26	FY'26	PROJECTED
	ACTUAL	REVISED	ACTUAL THRU	YEAR ENDING	VARIANCE TO	% VARIANCE TO	THRU
	ACTUAL	BUDGET*	10/31/24	10/31/25	YTD BUDGET	YTD BUDGET	6/30/26
<u>REVENUES</u>							
Sewer Use Charges	\$461,577	\$488,034	164,731	\$174,351	(\$1,813)	-1.0%	\$488,034
Account Maintenance Fee	30,283	\$31,190	10,173	11,078	\$559	5.3%	\$31,190
Infrastructure Investment Fee	37,596	\$38,988	12,626	13,801	\$627	4.8%	\$38,988
Rockville Sewer Use	4,643	\$4,500	1,450	1,560	\$127	8.8%	\$4,500
Interest Income	14,385	\$8,865	4,432	4,497	\$1,542	107.6%	\$8,865
Plumbing & Inspection Fees	8,530	\$9,010	2,994	3,221	\$355	12.4%	\$9,010
Miscellaneous	17,442	\$22,798	9,372	7,917	(\$1,887)	-19.2%	\$22,798
TOTAL REVENUES	574,456	603,385	205,778	216,425	(490)	-0.2%	603,385
<u>EXPENSES</u>							
Salaries & Wages	71,441	91,323	22,943	27,119	2,835	9.5%	91,323
Heat, Light & Power	11,042	11,082	3,102	3,824	(373)	-10.8%	11,082
Regional Sewage Disposal	80,409	83,661	25,196	26,477	(13)	0.0%	83,661
All Other	139,220	162,339	30,032	35,971	2,532	6.6%	162,339
PAYGO	28,640	60,450	9,460	20,150	0	0.0%	60,450
Debt Service	194,448	198,634	62,758	64,551	1,660	2.5%	198,634
GROSS EXPENSES	525,200	607,489	153,491	178,092	6,641	3.6%	607,489
Less: Reconstruction Debt Service Offset	0	\$0	0	0	0	0.0%	\$0
Less: SDC Debt Service Offset	(3,041)	(\$3,041)	(1,014)	(1,016)	2	-0.2%	(\$3,041)
Less: Premium & Underwriter's Discount Transfers	(1,093)	(1,063)	(364)	(351)	(3)	0.9%	(\$1,063)
NET EXPENSES	521,066	603,385	152,113	176,725	6,640	3.6%	603,385
NET REVENUE (LOSS)	\$53,390	\$0	\$53,665	\$39,700	\$6,150	18.3% (N/M)	\$0
ACCUMULATED NET REVENUE - JULY 1	227,651						270,990 **
Restate Compensated Absence (GASB101)	(11,024)						0
Fund Balance Transfer	0						0
ACCUMULATED NET REVENUE - JUNE 30	\$270,017						\$270,990

*Reflects transfers between major expense categories from the approved budget

**Reflects an increase in net revenues of \$972,893 resulting from prior year adjustments.

(N/M)=Not Meaningful. Revenue of \$53.1 million was generated against nil budgeted net.

GENERAL BOND DEBT SERVICE FUND

(In Thousands)

	FY'25	FY'26	FY'25	FY'26	FY'26	FY'26	PROJECTED
	ACTUAL	REVISED	ACTUAL THRU	YEAR ENDING	VARIANCE TO	% VARIANCE TO	THRU
	ACTUAL	BUDGET*	10/31/24	10/31/25	YTD BUDGET	YTD BUDGET	6/30/26
REVENUES							
Front Foot Benefit & House Connection							
Assessments	\$4,850	\$2,772	\$1,755	\$1,475	\$459	45.1%	\$2,772
Interest Income	1,228	\$0	392	303	\$303	0.0%	\$0
Miscellaneous	97	\$200	34	88	\$21	32.0%	\$200
Reconstruction Debt Service Offset	0	\$0	0	0	\$0	0	\$0
TOTAL REVENUES	6,175	2,972	2,181	1,866	783	72.3%	2,972
EXPENSES							
Salaries & Wages	1,096	1,113	356	422	(75)	-21.6%	1,113
All Other	928	1,483	241	258	118	31.4%	1,483
Debt Service	3,462	0	1,320	(533)	533	0.0%	-
GROSS EXPENSES	5,486	2,596	1,917	147	576	79.7%	2,596
NET EXPENSES	5,486	2,596	1,917	147	576	79.7%	2,596
NET REVENUE (LOSS)	\$689	\$376	\$264	\$1,719	\$1,359	377.2% (F)	\$376
ACCUMULATED NET REVENUE - JULY 1	20,752						21,441
Use of Fund Balance	0						0
ACCUMULATED NET REVENUE - JUNE 30	\$21,441						\$21,817

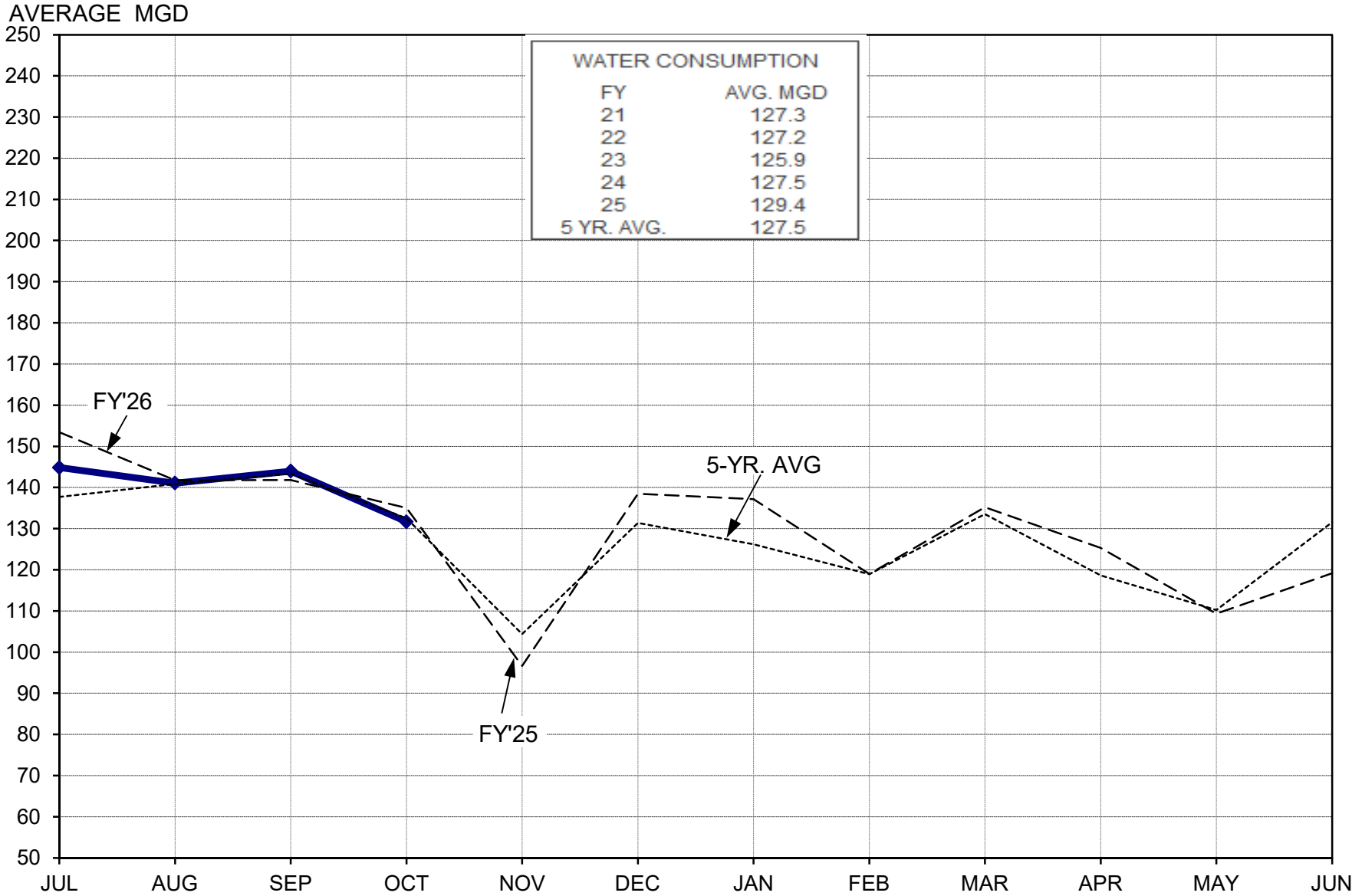
*Reflects transfers between major expense categories from the approved budget

(F) = Favorable Variance

**FY'26
WATER CONSUMPTION**

<u>MONTH</u>	<u>MONTHLY AVERAGE (MGD)</u>	<u>FY'26 CUMULATIVE AVERAGE (MGD)</u>	<u>FY'25 CUMULATIVE AVERAGE (MGD)</u>
July	144.831	144.831	153.427
August	141.051	142.941	147.588
September	143.979	143.280	145.713
October	131.669	140.353	143.017
November			133.920
December			134.689
January			135.049
February			133.201
March			133.425
April			132.621
May			130.469
June			129.540

WATER CONSUMPTION



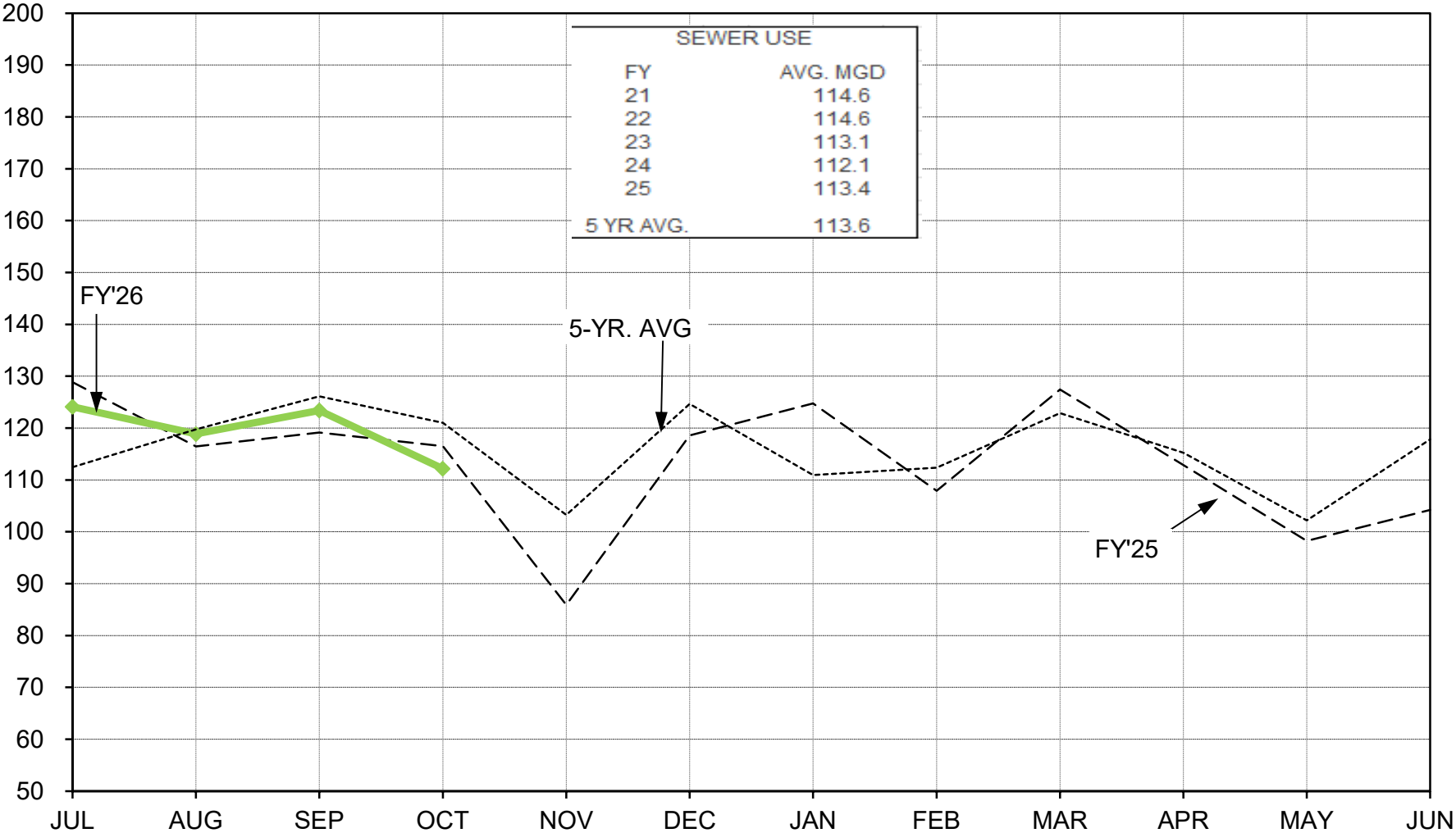
**FY'26
SEWER USE**

<u>MONTH</u>	<u>FY'26 MONTHLY AVERAGE (MGD)</u>	<u>FY'26 CUMULATIVE AVERAGE (MGD)</u>	<u>FY'25 CUMULATIVE AVERAGE (MGD)</u>
July	124.13	124.13	128.84
August	118.87	121.50	122.65
September	123.40	122.12	121.51
October	112.17	119.61	120.25
November			113.52
December			114.37
January			115.86
February			114.95
March			116.36
April			116.01
May			114.37
June			113.54

SEWER USE

(INCLUDES BLUE PLAINS)

AVERAGE MGD



STATEMENT OF CAPITAL FUNDS INCOME AND EXPENDITURES
CAPITAL FUNDS TOTAL

(In Thousands)

	FY'25	FY'26	FY'25	FY'26	FY'26	FY'26	PROJECTED
	ACTUAL	REVISED	ACTUAL THRU	YEAR ENDING	VARIANCE TO	% COMPLETION TO	THRU
	ACTUAL	BUDGET*	10/31/24	10/31/25	YTD BUDGET	YTD BUDGET	6/30/26
<u>GROSS FUNDS AVAILABLE</u>							
FUNDS AVAILABLE-JULY 1	\$100,376						
Bonds Issued and Cash on Hand	\$366,476	\$618,771					
Anticipated Contributions:							
Federal & State Grants	11,076	\$43,326					
System Development Charge	29,787	\$25,097					
Other	37,320	\$9,621					
Available for Current Construction	545,035	696,815					
<u>CAPITAL COSTS</u>							
Salaries & Wages	\$38,624	42,194	10,555	\$14,640	(799)	34.7%	42,194
Contract Work	284,164	383,031	69,999	85,580	27,940	22.3%	383,031
Consulting Engineers	40,495	117,541	3,538	8,703	8,037	7.4%	117,541
All Other **	98,261	154,049	28,758	45,044	(8,375)	29.2%	154,049
TOTAL COSTS	\$461,544	696,815	112,850	153,967	26,803	22.1%	\$696,815

Change in Funds Available for Construction

Funds Balance - July 1

Funds Balance - June 30

*Reflects transfers between major expense categories from the approved budget

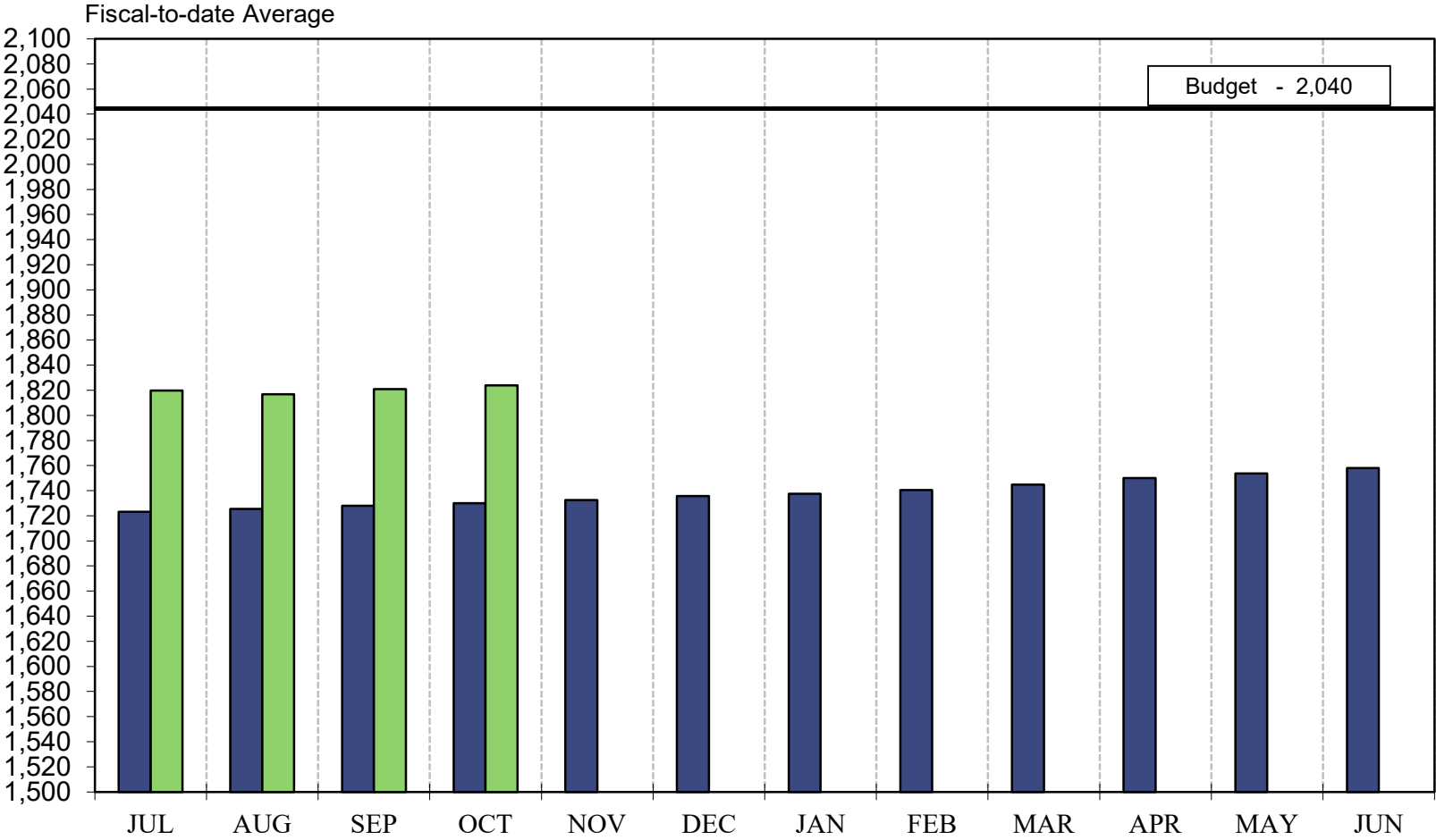
**Reflects prior year adjustments. No Bond Premium transfer in FY24-FY25

SYSTEM DEVELOPMENT CHARGE ACCOUNT

(In Thousands)

ACCOUNT BALANCE, JULY 1, 2025	\$47,899
<u>ACCOUNT ADDITIONS:</u>	
SDC Revenues, Net	8,716
Interest Income	<u>791</u>
FUNDS AVAILABLE	57,406
Less MOU Credit Reimbursement	0
<u>TRANSFERRED TO OPERATING FUNDS:*</u>	
Water Operating - Debt Service	(908)
Sewer Operating - Debt Service	(1,016)
<u>TRANSFERRED TO BOND FUNDS:</u>	
Water Supply Bond	0
Sewer Disposal Bond	<u>0</u>
Account Balance	55,482
Less Amounts Billed But Not Yet Collected	0
Less Reserve for MOU Related Reimbursements	<u>(11,832)</u>
AVAILABLE ACCOUNT BALANCE, OCTOBER 31, 2025	<u><u>\$43,650</u></u>

ACTUAL WORKYEARS



<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	1,758
<div></div> FY'26	1,820	1,817	1,821	1,824	-	-	-	-	-	-	-	-