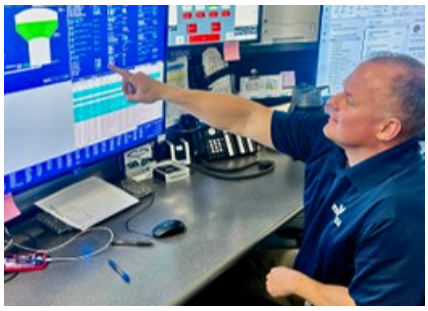
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WSSCWATER
DELIVERING THE ESSENTIAL

FY 2026
Monthly Status Report
May 2026

Budget Division
Finance Department


Docusign Envelope ID: 8FA6B420-8920-8E9D-826E-0F8F47B8C89F

TO: KISHIA L. POWELL
General Manager/CEO

THRU: MUNETSI T. MUSARA, CPA
Chief Financial Office

Signed by:
Munetsi Musara
66EC2C787AA4449...

FROM: LETITIA CAROLINA-POWELL
Budget Division Manager

DocuSigned by:
Letitia Carolina-Powell
51E73B6EB6E645C...

DATE: June 26, 2026

MONTHLY STATUS REPORT - MAY 2026

We are providing an update for the May 2026 Monthly Status Report (MSR). The MSR reflects the budgetary and fiscal performance of WSSC Water and summarizes the organization's financial status as of May 31, 2026 for Fiscal Year (FY) 2026.

For May 2026, we had a budget expense target of 92 percent for both capital and operating budgets. This is a linear target. Actual expense for capital is $412.5 million or 59 percent, and operating is $986.7 million or 87 percent (Chart 1).

Operating budget tracking (Chart 2) indicates that actual expenses for salary and wages and "all other" category remain below target. However, regional sewage disposal and heat, light and power continue to come under budget pressure. Heightened cost increases from Blue Plains and pressure on energy services have pushed these line expenses above budget. Debt service is expected to align with the projected year-end, with anticipation for actual expenses to be below budget. The "all other" category will experience elevated expenses for June 2026, however, total spending for the category is projected to remain within the year-end target.

As of May, the monthly operating revenue trend (Chart 3) is tracking in line with the approved budget. May revenues remain strong, slightly outpacing the linear trend.

For May 2026, monthly operating net expenses (Chart 4) are trending below the linear target. As noted on "all other" category, we are at 86 percent versus the linear target of 92 percent. Expense activity in this category is expected to continue below the budget through June 2026.

Other highlighted areas are discussed on the following page.

Docusign Envelope ID: 8FA6B420-8920-8E9D-826E-0F8F47B8C89F

Water and Sewer Consumption Trends:

- The cumulative average for water consumption thru May 2026 is lower: 128.3 millions of gallons (MGD) in FY 2026 versus 130.5 MGD in FY 2025.
- The cumulative average for sewer usage thru May 2026 was lower: 113.1 MGD in FY 2026 versus 114.4 MGD in FY 2025.
- While consumption was lower, overall net revenues remain higher compared to the budget.

Workyears:

- The workforce reflects an increase of 87 workyears to 1,841 year-to-date (YTD) FY 2026, compared to YTD FY 2025. The current filled complement is less than the authorized workyears of 2,040.
- The recruitment process continues to reflect the competitive labor environment.

System Development Charge:

- The available account balance at the end of May 2026 is $49.9 million and is above the estimated FY 2026 year-end balance of $37.9 million.

Further discussion can be found as part of the Operating and Capital Manager discussion sections within the MSR.

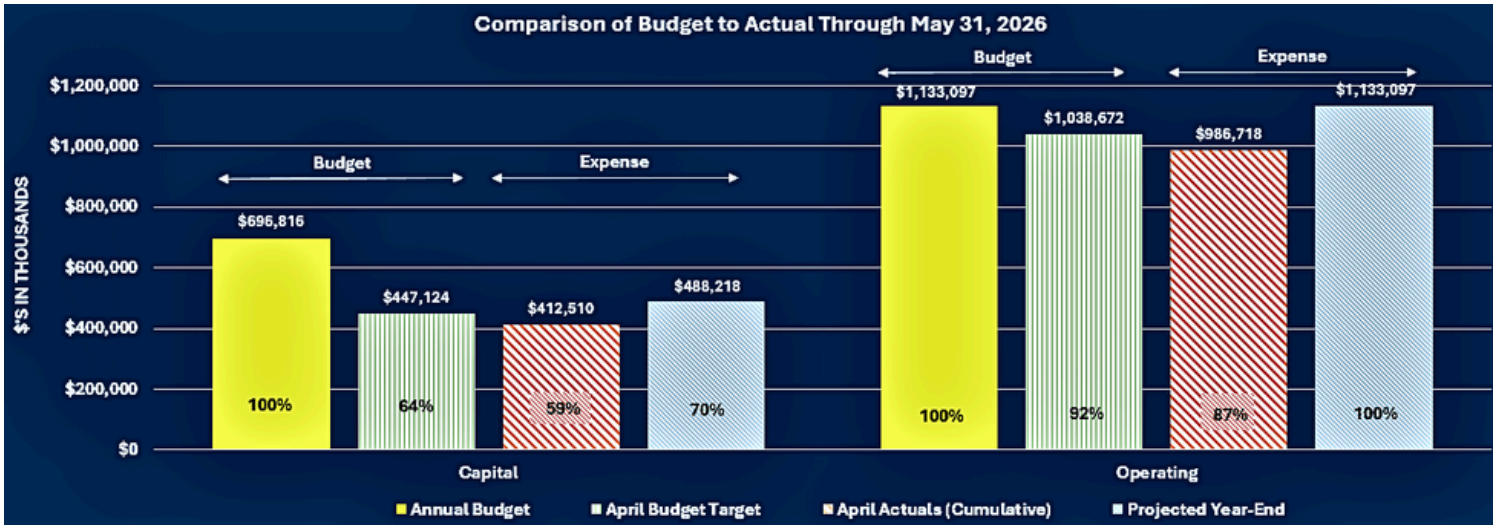
I recommend transmittal of the attached report to Prince George's and Montgomery Counties.

Docusign Envelope ID: 8FA6B420-8920-8E9D-826E-0F8F47B8C89F

Summary Tables

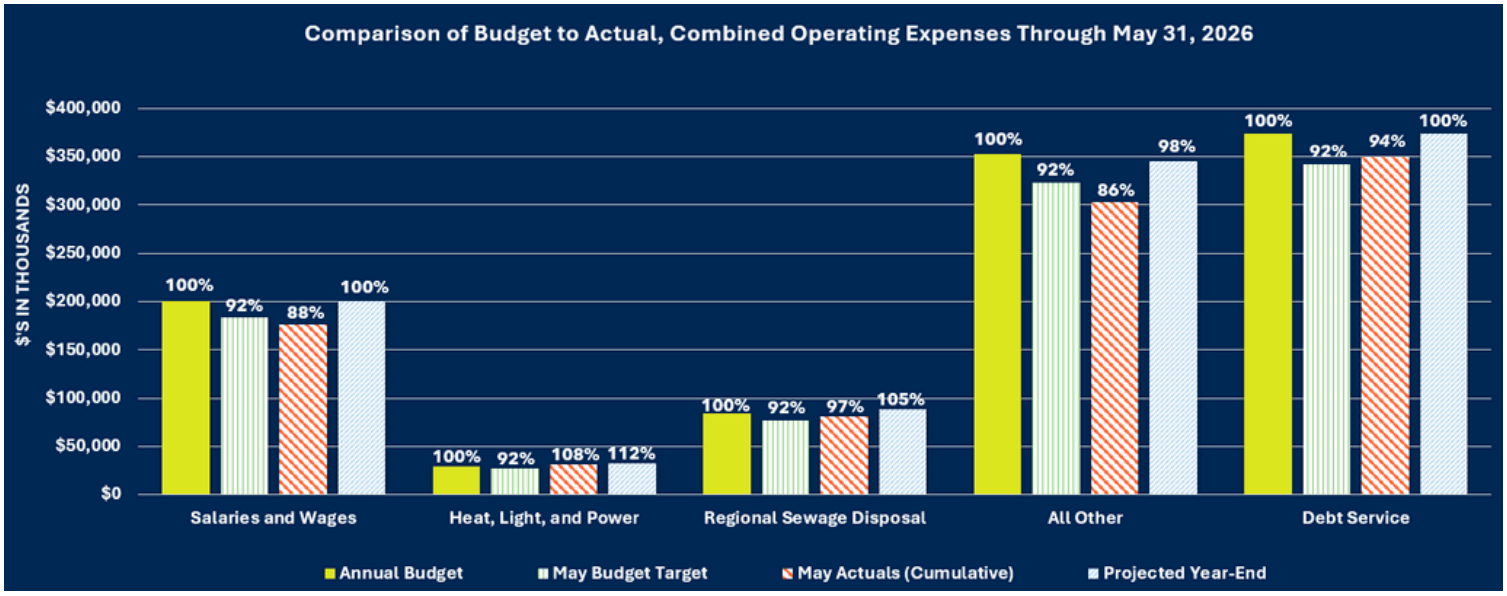
FY 2026 Comparison of Budget to Actual Through May 2026 (Chart 1)

All Capital and Operating Funds



FY 2026 Comparison of Budget to Actual Combined Operating Expenses by Category Through May 2026 (Chart 2)

All Operating Funds

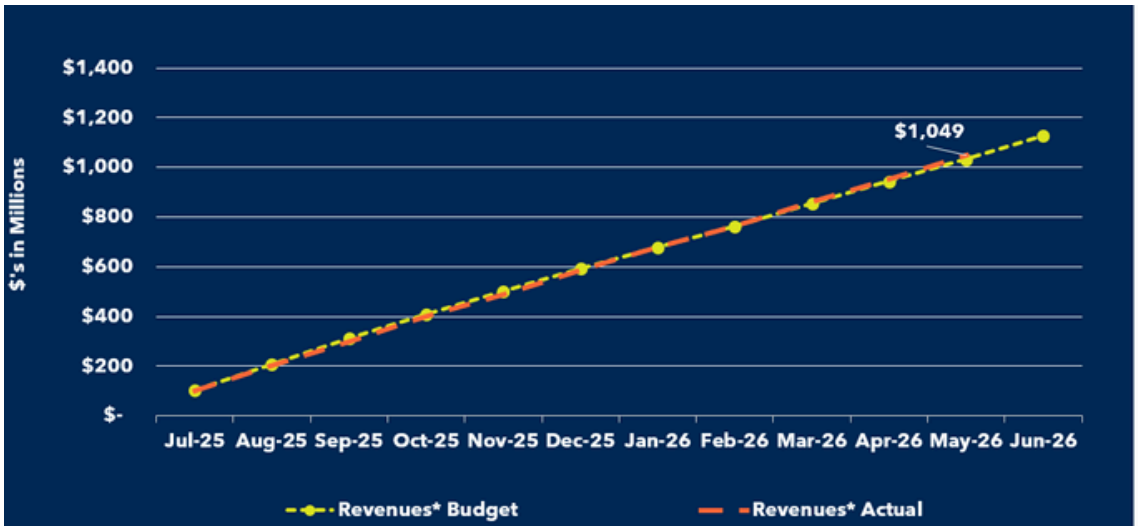


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Summary Tables

FY 2026 MONTHLY OPERATING REVENUE TRENDING (CHART 3)

ALL OPERATING FUNDS

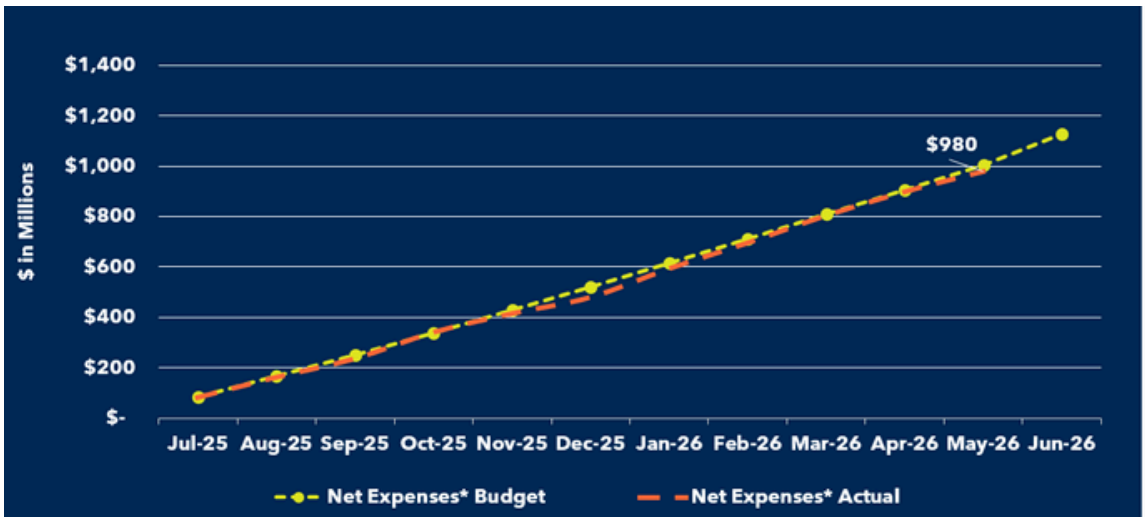


Fiscal Year 2026 Revenues*		
Month	Budget	Actual
Jul-25	$ 104	$ 102
Aug-25	$ 208	$ 204
Sep-25	$ 312	$ 299
Oct-25	$ 409	$ 401
Nov-25	$ 501	$ 489
Dec-25	$ 592	$ 587
Jan-26	$ 678	$ 679
Feb-26	$ 762	$ 764
Mar-26	$ 854	$ 862
Apr-26	$ 944	$ 953
May-26	$ 1,032	$ 1,049
Jun-26	$ 1,126	

*Total revenue from all sources

FY 2026 MONTHLY OPERATING NET EXPENSES TRENDING (CHART 4)

ALL OPERATING FUNDS



Fiscal Year 2026 Net Expenses*		
Month	Budget	Actual
Jul-25	$ 83	$ 80
Aug-25	$ 166	$ 161
Sep-25	$ 249	$ 235
Oct-25	$ 339	$ 340
Nov-25	$ 429	$ 414
Dec-25	$ 521	$ 479
Jan-26	$ 615	$ 593
Feb-26	$ 711	$ 695
Mar-26	$ 809	$ 804
Apr-26	$ 906	$ 899
May-26	$ 1,005	$ 980
Jun-26	$ 1,126	

*Gross expenses less offset

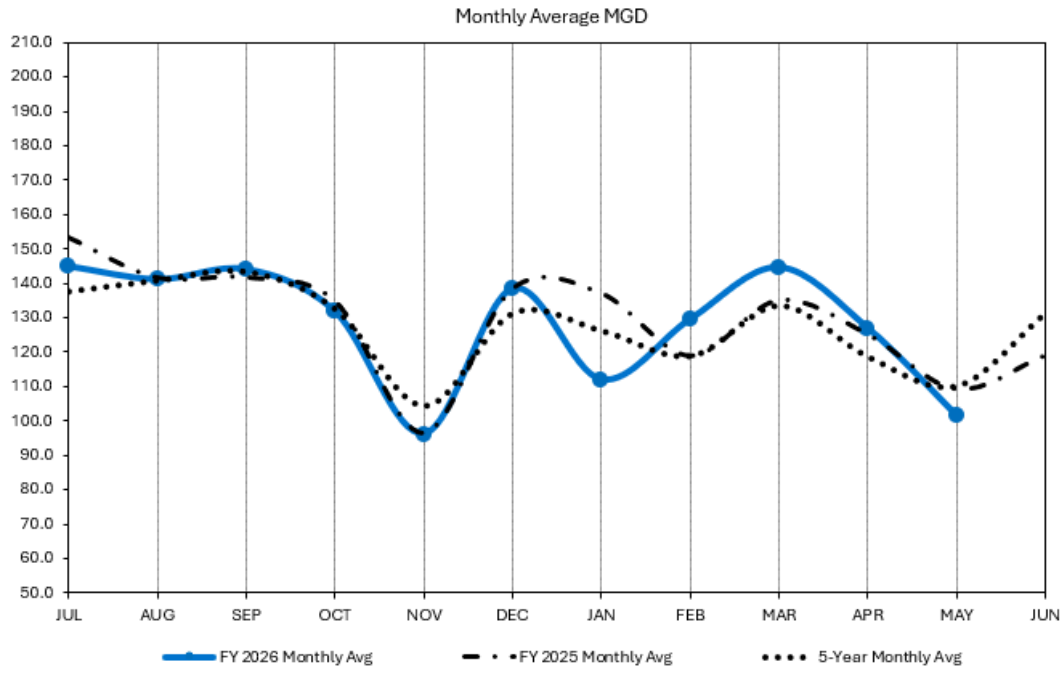
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Summary Tables - Water Consumption

MONTH	FY 2026 MONTHLY TOTAL (MG)	FY 2026 MONTHLY AVERAGE (MGD)	FY 2025 MONTHLY AVERAGE (MGD)	FY 2026 CUMULATIVE AVERAGE (MGD)	FY 2025 CUMULATIVE AVERAGE (MGD)	Diff
July	4,489.747	144.831	153.427	144.831	153.427	(8.596)
August	4,372.590	141.051	141.750	142.941	147.588	(4.647)
September	4,319.377	143.979	141.836	143.280	145.713	(2.433)
October	4,081.724	131.669	135.019	140.353	143.017	(2.664)
November	2,883.961	96.132	96.623	131.682	133.920	(2.238)
December	4,289.046	138.356	138.484	132.807	134.689	(1.882)
January	3,469.044	111.905	137.187	129.793	135.049	(5.256)
February	3,624.438	129.444	119.008	129.753	133.201	(3.448)
March	4,481.654	144.569	135.182	131.429	133.425	(1.996)
April	3,808.997	126.967	125.279	130.989	132.621	(1.632)
May	3,147.002	101.516	109.365	128.261	130.469	(2.208)
June			119.161		129.540	0.000
			Targets	**127.000**	**129.360**	

MG million of gallons
MGD million of gallons per day

NOTE: Column shaded blue indicates FY 2025. Columns shaded in grey indicated FY 2026.



MGD million of gallons per day

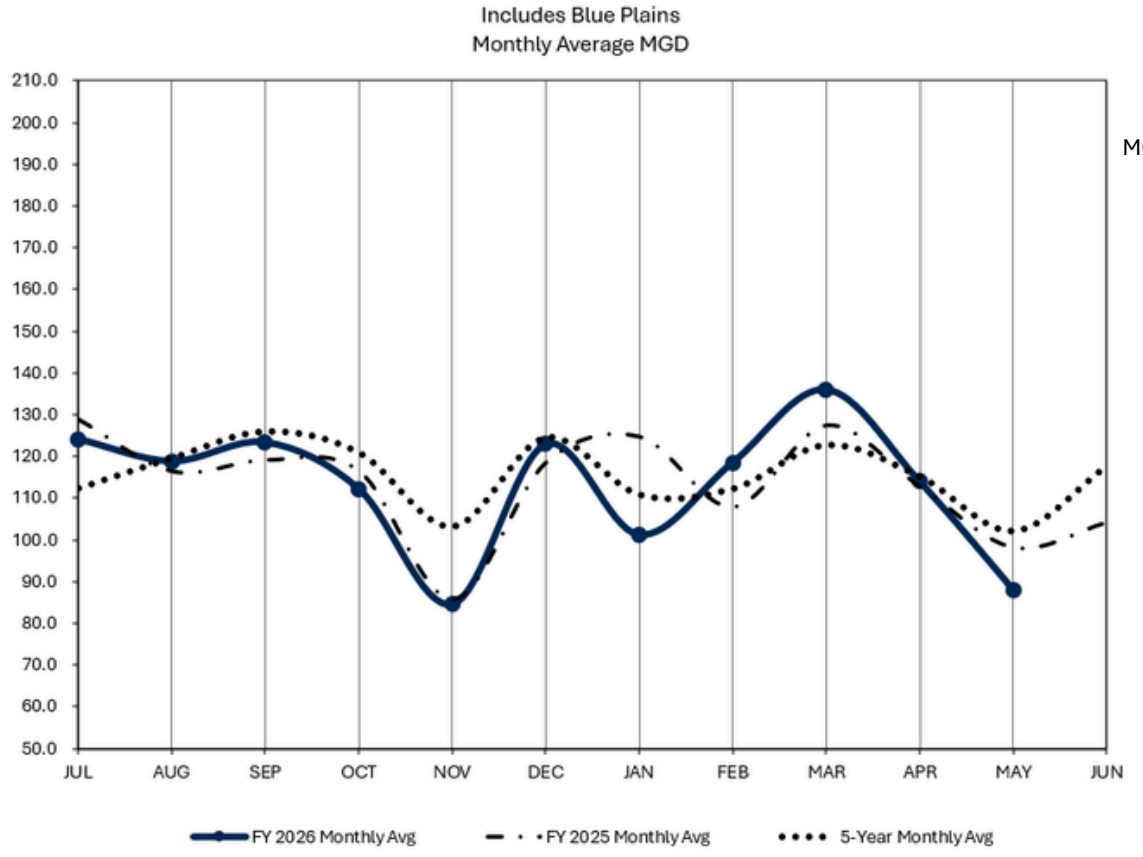
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Summary Tables - Sewage Usage

MONTH	FY 2026 MONTHLY TOTAL (MG)	FY 2026 MONTHLY AVERAGE (MGD)	FY 2025 MONTHLY AVERAGE (MGD)	FY 2026 CUMULATIVE AVERAGE (MGD)	FY 2025 CUMULATIVE AVERAGE (MGD)	Diff
July	3,847.920	124.126	128.839	124.126	128.839	(4.712)
August	3,684.870	118.867	116.465	121.497	122.652	(1.155)
September	3,702.030	123.401	119.143	122.118	121.508	0.610
October	3,477.340	112.172	116.517	119.611	120.250	(0.639)
November	2,535.380	84.513	85.907	112.729	113.516	(0.787)
December	3,810.440	122.918	118.581	114.446	114.369	0.076
January	3,136.450	101.176	124.726	112.532	115.863	(3.330)
February	3,319.330	118.547	107.900	113.225	114.945	(1.720)
March	4,218.130	136.069	127.447	115.810	116.360	(0.550)
April	3,419.880	113.996	112.848	115.631	116.013	(0.382)
May	2,730.020	88.065	98.246	113.080	114.369	(1.289)
June			104.231		113.536	0.000
		Targets		**114.000**	**113.404**	

MG million of gallons
MGD million of gallons per day

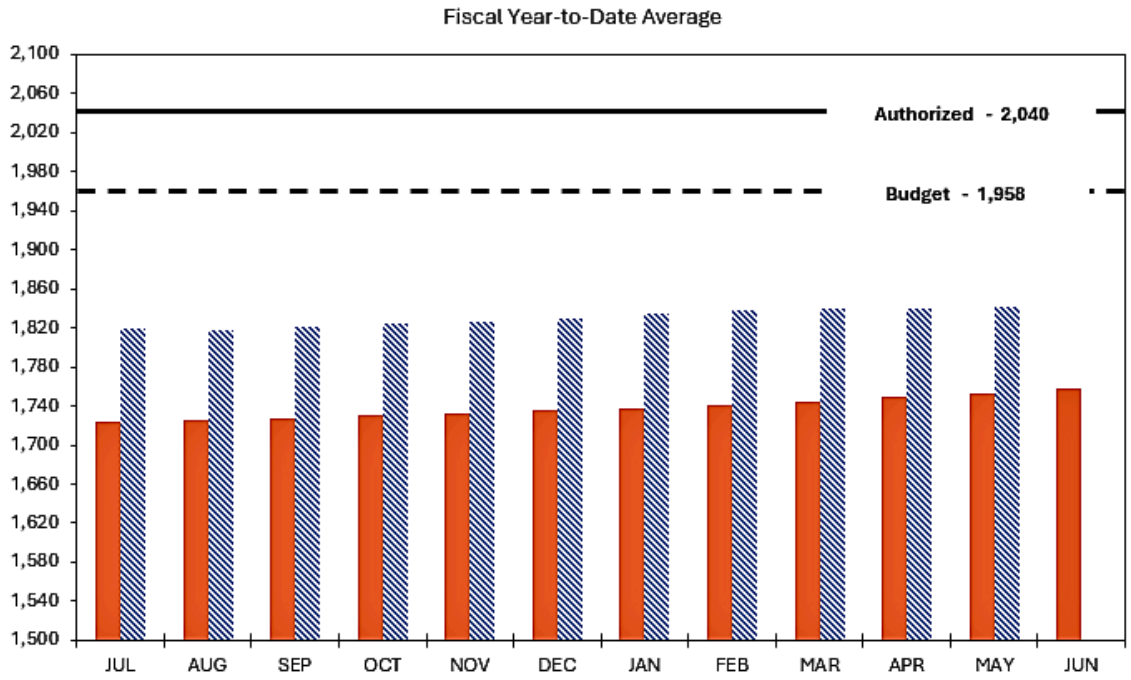
NOTE: Column shaded blue indicates FY 2025. Columns shaded in grey indicated FY 2026.



MGD million of gallons per day

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Summary Tables - Workyears



Note: Fiscal year-to-date average is calculated by total actual monthly payroll hours divided by the full-time hours equivalent for the month.

Actual Workyears (or Full-Time Equivalent) by Month

FY 2025	1,723	1,725	1,728	1,730	1,733	1,736	1,738	1,741	1,745	1,750	1,754	1,758
FY 2026	1,820	1,817	1,821	1,824	1,827	1,830	1,835	1,839	1,840	1,840	1,841	-

Actual Workyears to Authorized by Month (%)

FY 2025	87.8%	87.9%	88.0%	88.1%	88.3%	88.4%	88.5%	88.7%	88.9%	89.1%	89.3%	89.6%
FY 2026	89.2%	89.1%	89.3%	89.4%	89.6%	89.7%	90.0%	90.1%	90.2%	90.2%	90.3%	-

ANALYST'S NOTES

- The current filled complement is less than the authorized work years of 2,040. The recruitment process continues to reflect the competitive labor environment.



WSSC Water welcomed summer 2026 interns. There are 24 interns this year placed across various divisions. Interns represent 21 colleges and 13 high schools.

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Operating Funds



Fariha R. Babar,
WSSC Water Operating Manager

FY 2026 Operating Year-to-Date Actuals through May 2026

The FY 2026 financial summary provides a snapshot of budget performance through the first eleven months of the fiscal year, highlighting both spending progress and projected year-end outcomes. With expenditures tracking closely to the approved operating budget, the data offers valuable insight into current burn rates, remaining funds, and anticipated full-year utilization.

Key highlights are summarized below:

- FY 2026 Approved Operating Budget: $ 1,133.1 million
- FY 2026 Expenditures to Date (through May): $986.7 million

Based on expenditures through the first eleven months of FY 2026:

- Average monthly burn rate: $89.7 million
- Cumulative burn rate: 87%
- Remaining FY 2026 budget: $144.4 million

At the current pace of expenditures:

- Projected FY 2026 total spend: $1,133.1 million
- WSSC Water anticipates exceeding the approved FY 2026 budget in the following categories: Heat, Light & Power by 12% ($3.5M) and in Regional Sewage Disposal by 5% ($4.3M). These projected overages are fully offset by underspending across All Other Expenses, resulting in total year-end spending expected to align with 100% of the approved FY 2026 Operating Budget.

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Operating Funds
Summary All Funds

($'s In Thousands)	FY 2026 REVISED BUDGET*	FY 2026 ACTUAL THRU 5/31/26	FY 2025 ACTUAL THRU 5/31/25	FY 2026 YTD BUDGET 5/31/26	FY 2026 $ ACTUAL TO YTD BUDGET	FY 2026 % ACTUAL TO YTD BUDGET	PROJECTED THRU 6/30/26	FY 2025 ACTUAL THRU 6/30/25
REVENUES								
Water Consumption and Sewer Use Charges	$887,579	$825,254	$768,427	$671,968	$153,286	22.8%	$887,579	$833,490
All Other Revenues	238,123	223,454	210,640	181,772	41,682	22.9%	247,458	228,624
TOTAL REVENUES	1,125,702	1,048,708	979,067	853,740	194,968	22.8%	1,135,037	1,062,114
EXPENSES								
Operating Expenses	666,296	592,246	517,426	464,968	(127,277)	-27.4%	666,296	605,488
PAYGO	93,000	44,322	24,887	69,750	25,428	36.5%	93,000	50,601
Debt Service Expense	373,801	350,150	322,078	280,351	(69,799)	-24.9%	373,801	355,024
GROSS EXPENSES	1,133,097	986,718	864,391	815,069	(171,649)	-21.1%	1,133,097	1,011,113
Less: Reconstruction Debt Service & Misc Offset	0	0	0	0	0	0.0%	0	0
Less: SDC Debt Service Offset	(5,772)	(5,291)	(5,291)	(4,329)	962	-22.2%	(5,772)	(5,772)
Less: Premium & Underwriter's Discount Transfers	(2,000)	(1,830)	(1,833)	(1,500)	330	-22.0%	(2,000)	(2,000)
NET EXPENSES	1,125,325	979,597	857,267	809,240	(170,357)	-21.1%	1,125,325	1,003,341
NET REVENUE (LOSS) FOR YEAR	$377	$69,111	$121,800	$44,500	$24,611	55.3%	$9,712	$58,773

*Revised Budget reflects transfers between major expense categories from the Approved Budget.

NOTE: Column shaded blue indicates FY 2025. Columns shaded in grey indicated FY 2026 year-to-date (YTD).



A regional drought watch is in effect as of June 3, 2026.

Docusign Envelope ID: 8FA6B420-8920-8E9D-826E-0F8F47B8C89F

Operating Funds - Details
All Funds

($'s In Thousands)	FY 2026 REVISED BUDGET*	FY 2026 ACTUAL THRU 5/31/26	FY 2025 ACTUAL THRU 5/31/25	FY 2026 YTD RATE	FY 2026 YTD BUDGET 5/31/26	FY 2026 $ ACTUAL TO YTD BUDGET	FY 2026 % ACTUAL TO YTD BUDGET	PROJECTED THRU 6/30/26	FY 2025 ACTUAL THRU 6/30/25
REVENUES									
Water Consumption Charges	$399,545	$366,432	$343,015		$302,796	$63,636	21.0%	$399,545	$371,913
Sewer Use Charges	488,034	458,822	425,412		369,172	89,650	24.3%	488,034	461,577
Account Maintenance Fees	69,493	62,644	57,539		52,738	9,906	18.8%	69,493	62,730
Infrastructure Investment Fee	85,782	77,579	70,890		65,080	12,499	19.2%	85,782	77,325
Front Foot Benefit & House Connection Assessments	2,772	3,842	4,210		2,090	1,752	83.9%	2,772	4,850
Plumbing & Inspection Fees	22,610	20,781	19,135		16,744	4,037	24.1%	22,610	20,736
Interest Income	14,000	21,421	23,985		10,500	10,921	104.0%	22,935	25,800
Rockville Sewer Use	4,500	4,693	4,277		3,315	1,378	41.6%	4,900	4,643
Revenues Reserved for Rate Stabilization	0	0	0		0	0	0.0%	0	0
Use of Accumulated Net Revenue	0	0	0		0	0	0.0%	0	0
Miscellaneous	38,966	32,494	30,604		31,305	1,189	3.8%	38,966	32,540
TOTAL REVENUES	1,125,702	1,048,708	979,067	93.2%	853,740	194,968	22.8%	1,135,037	1,062,114
EXPENSES									
Salaries & Wages	201,106	175,910	136,234		150,119	(25,791)	-17.2%	200,396	164,687
Heat, Light & Power	29,200	31,619	22,424		22,894	(8,725)	-38.1%	32,724	26,273
Regional Sewage Disposal	83,661	81,182	74,213		61,769	(19,413)	-31.4%	88,000	80,409
All Other	352,329	303,535	284,555		230,186	(73,349)	-31.9%	345,176	334,119
PAYGO	93,000	44,322	24,887		69,750	25,428	36.5%	93,000	50,601
Debt Service	373,801	350,150	322,078		280,351	(69,799)	-24.9%	373,801	355,024
GROSS EXPENSES	1,133,097	986,718	864,391	87.1%	815,069	(171,649)	-21.1%	1,133,097	1,011,113
Less: Reconstruction Debt Service & Misc Offset	0	0	0		0	0	0.0%	0	0
Less: SDC Debt Service Offset	(5,772)	(5,291)	(5,291)		(4,329)	962	-22.2%	(5,772)	(5,772)
Less: Premium & Underwriter's Discount Transfers	(2,000)	(1,830)	(1,833)		(1,500)	330	-22.0%	(2,000)	(2,000)
NET EXPENSES	1,125,325	979,597	857,267		809,240	(170,357)	-21.1%	1,125,325	1,003,341
NET REVENUE (LOSS) FOR YEAR	$377	$69,111	$121,800		$44,500	$24,611	55.3%	$9,712	$58,773
ACCUMULATED NET REVENUE - JULY 1								396,733 **	382,851
Restate Compensated Absence (GASB101)								0	(24,804)
ACCUMULATED NET REVENUE - JUNE 30								$406,445	$416,820

*Revised Budget reflects transfers between major expense categories from the Approved Budget.
**Accumulated Net Revenue reflects a decrease in net revenues of $13,742,625 resulting from prior year adjustments.
NOTES:

- Refer to Operating Budget Details section of Water, Sewer, General Bond Debt Service Operating Funds.
- Column shaded blue indicates FY 2025. Columns shaded in grey indicated FY 2026 year-to-date (YTD).

Analyst's Notes

Revenues:

- Water consumption and sewer user charges YTD actual revenue makes up 78.7 percent of the total YTD revenues. YTD actuals are at 93.0 percent of the approved budget for water consumption and sewer user charges versus an expected revenue target of 91.7 percent based on the first eleven months of the fiscal year.
- Other revenues YTD actuals make up the remaining 21.3 percent of the total YTD revenues. YTD actuals are at 93.8 percent of the approved budget for other revenues versus the expected revenue target of 91.7 percent.
- Interest Income YTD actuals on cash balances was ahead of YTD budget, reflecting continued higher yields and its positive impact on interest earned.

Expenses:

- Operating expenditures YTD actuals are at 88.9 percent of the approved budget for operating expenses (excludes PAYGO and debt service) versus the expected expense target of 91.7 percent based on the first eleven months of the fiscal year.
- PAYGO expenses remain on target. Debt service moved lower to budget due to three month delay in sale, lower bond issuance amount, and lower interest expense.

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Operating Funds - Summary Water and Sewer Funds

($'s In Thousands)	FY 2026 REVISED BUDGET*	FY 2026 ACTUAL THRU 5/31/26	FY 2025 ACTUAL THRU 5/31/25	FY 2026 YTD RATE	FY 2026 YTD BUDGET 5/31/26	FY 2026 $ ACTUAL TO YTD BUDGET	FY 2026 % ACTUAL TO YTD BUDGET	PROJECTED THRU 6/30/26	FY 2025 ACTUAL THRU 6/30/25
REVENUES									
Water Consumption & Sewer Use Charges	$887,579	$825,254	$768,427		$671,968	$153,286	22.8%	$887,579	$833,490
All Other Revenues	235,151	218,458	205,061		179,533	38,925	21.7%	244,486	222,449
TOTAL REVENUES	1,122,730	1,043,712	973,488	93.0%	851,500	192,212	22.6%	1,132,065	1,055,939
EXPENSES									
Operating Expenses	663,700	590,243	515,689		463,153	(127,089)	-27.4%	663,700	603,464
PAYGO	93,000	44,322	24,887		69,750	25,428	36.5%	93,000	50,601
Debt Service Expense	373,801	351,621	318,682		280,351	(71,270)	-25.4%	373,801	351,562
GROSS EXPENSES	1,130,501	986,186	859,258	87.2%	813,254	(172,931)	-21.3%	1,130,501	1,005,627
Less: Reconstruction Debt Service & Misc Offset	0	0	0		0	0	0.0%	0	0
Less: SDC Debt Service Offset	(5,772)	(5,291)	(5,291)		(4,329)	962	-22.2%	(5,772)	(5,772)
Less: Premium & Underwriter's Discount Transfers	(2,000)	(1,830)	(1,833)		(1,500)	330	-22.0%	(2,000)	(2,000)
NET EXPENSES	1,122,729	979,065	852,134		807,425	(171,639)	-21.3%	1,122,729	997,855
NET REVENUE (LOSS)	$1	$64,647	$121,354		$1,658,926	$20,572	1.2%	$9,336	$58,084

ACCUMULATED NET REVENUE - BEGINNING OF YEAR	$375,292	**	$362,099
NET REVENUE (LOSS) FOR YEAR	9,336		58,084
Restate Compensated Absence (GASB101)	0		(24,804)
ACCUMULATED NET REVENUE - END OF YEAR	$384,628		$395,379

*Revised Budget reflects transfers between major expense categories from the Approved Budget.

**Accumulated Net Revenue reflects a decrease in net revenues of $13,742,625 resulting from prior year adjustments.

NOTES:

- Refer to Operating Budget Details section of Water and Sewer Operating Funds.
- Column shaded blue indicates FY 2025. Columns shaded in grey indicated FY 2026 year-to-date (YTD).



Utility Services to the Rescue. Nick Kalla, Hikmatullah Aman, Sean Guy and Rondel Curry rescued a customer and her 10-year-old son out of their car after a serious wreck on University Boulevard. The customer saw their crew a year later in her neighborhood and could finally thank them.

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Operating Fund - Details
Water Fund

($'s In Thousands)	FY 2026 REVISED BUDGET*	FY 2026 ACTUAL THRU 5/31/26	FY 2025 ACTUAL THRU 5/31/25	FY 2026 YTD BUDGET 5/31/26	FY 2026 $ ACTUAL TO YTD BUDGET	FY 2026 % ACTUAL TO YTD BUDGET	PROJECTED THRU 6/30/26	FY 2025 ACTUAL THRU 6/30/25
REVENUES								
Water Consumption Charges	$399,545	$366,432	$343,015	$302,796	$63,636	21.0%	$399,545	$371,913
Account Maintenance Fee	38,303	32,419	29,761	29,070	3,349	11.5%	38,303	32,447
Infrastructure Investment Fee	46,794	39,862	36,421	35,506	4,356	12.3%	46,794	39,729
Plumbing & Inspection Fees	13,600	12,277	11,248	10,097	2,180	21.6%	13,600	12,206
Interest Income	5,135	7,035	9,508	3,851	3,184	82.7%	8,235	10,187
Use of Accumulated Net Revenue	0	0	0	0	0	0.0%	0	0
Miscellaneous	15,968	13,876	13,841	12,678	1,198	9.4%	15,968	15,001
TOTAL REVENUES	519,345	471,901	443,794	393,998	77,903	19.8%	522,445	481,483
EXPENSES								
Salaries & Wages	108,294	98,796	76,511	81,132	(17,664)	-21.8%	107,932	92,150
Heat, Light & Power	18,118	18,259	13,086	14,489	(3,770)	-26.0%	19,910	15,231
All Other including Prior Year Adjustments	188,952	178,052	170,045	123,176	(54,876)	-44.6%	187,522	193,971
PAYGO	32,550	7,672	(1,128)	24,413	16,741	68.6%	32,550	21,961
Debt Service	175,167	161,765	142,494	131,375	(30,390)	-23.1%	175,167	157,114
GROSS EXPENSES	523,081	464,544	401,008	374,584	(89,959)	-24.0%	523,081	480,427
Less: Reconstruction Debt Service & Misc Offset	0	0	0	0	0	0.0%	0	0
Less: SDC Debt Service Offset	(2,731)	(2,503)	(2,503)	(2,048)	455	-22.2%	(2,731)	(2,731)
Less: Premium & Underwriter's Discount Transfers	(937)	(859)	(831)	(703)	156	-22.2%	(937)	(907)
NET EXPENSES	519,413	461,182	397,674	371,833	(89,348)	-24.0%	519,413	476,789
NET REVENUE (LOSS)	($68)	$10,719	$46,120	$22,165	($11,446)	-51.6%	$3,032	$4,694

ACCUMULATED NET REVENUE - JULY 1	109,533 **	134,448
Restate Compensated Absence (GASB101)	0	(13,780)
Fund Balance Transfer	0	0
ACCUMULATED NET REVENUE - JUNE 30	$112,565	$125,362

*Revised Budget reflects transfers between major expense categories from the Approved Budget.

**Accumulated Net Revenue reflects a decrease in net revenues of $8,754,518 resulting from prior year adjustments.

NOTE: Column shaded blue indicates FY 2025. Columns shaded in grey indicated FY 2026 year-to-date (YTD).

Analyst's Notes

- On revenues, year-end projection for interest income was increased by $3.1 million.
- On expenses, year-end projection for Heat, Light, & Power was increased by $1.8 million. The increase was offset by expenses in All Other.

Docusign Envelope ID: 8FA6B420-8920-8E9D-826E-0F8F47B8C89F

Operating Fund - Details
Sewer Fund

($'s In Thousands)	FY 2026 REVISED BUDGET*	FY 2026 ACTUAL THRU 5/31/26	FY 2025 ACTUAL THRU 5/31/25	FY 2026 YTD BUDGET 5/31/26	FY 2026 $ ACTUAL TO YTD BUDGET	FY 2026 % ACTUAL TO YTD BUDGET	PROJECTED THRU 6/30/26	FY 2025 ACTUAL THRU 6/30/25
REVENUES								
Sewer Use Charges	$488,034	$458,822	$425,412	$369,172	$89,650	24.3%	$488,034	$461,577
Account Maintenance Fee	31,190	30,225	27,778	23,667	6,558	27.7%	31,190	30,283
Infrastructure Investment Fee	38,988	37,717	34,469	29,574	8,143	27.5%	38,988	37,596
Rockville Sewer Use	4,500	4,693	4,277	3,315	1,378	41.6%	4,900	4,643
Interest Income	8,865	13,394	13,319	6,649	6,745	101.5%	14,700	14,385
Plumbing & Inspection Fees	9,010	8,504	7,887	6,648	1,856	27.9%	9,010	8,530
Use of Accumulated Net Revenue	0	0	0		0	0.0%	0	0
Miscellaneous	22,798	18,456	16,552	18,477	(21)	-0.1%	22,798	17,442
TOTAL REVENUES	603,385	571,811	529,694	457,502	114,309	25.0%	609,620	574,456
EXPENSES								
Salaries & Wages	91,699	75,924	58,810	68,165	(7,759)	-11.4%	91,351	71,441
Heat, Light & Power	11,082	13,360	9,338	8,405	(4,955)	-58.9%	12,814	11,042
Regional Sewage Disposal	83,661	81,182	74,213	61,769	(19,413)	-31.4%	88,000	80,409
All Other including Prior Year Adjustments	161,894	124,670	113,686	106,018	(18,653)	-17.6%	156,171	139,220
PAYGO	60,450	36,650	26,015	45,338	8,688	19.2%	60,450	28,640
Debt Service	198,634	189,856	176,188	148,976	(40,881)	-27.4%	198,634	194,448
GROSS EXPENSES	607,420	521,642	458,250	438,670	(82,972)	-18.9%	607,420	525,200
Less: Reconstruction Debt Service Offset	0	0	0	0	0	0.0%	0	0
Less: SDC Debt Service Offset	(3,041)	(2,788)	(2,788)	(2,281)	507	-22.2%	(3,041)	(3,041)
Less: Premium & Underwriter's Discount Transfers	(1,063)	(971)	(1,002)	(797)	174	-21.8%	(1,063)	(1,093)
NET EXPENSES	603,316	517,883	454,460	435,592	(82,291)	-18.9%	603,316	521,066
NET REVENUE (LOSS)	$69	$53,928	$75,234	$21,910	$32,018	146.1%	$6,304	$53,390

ACCUMULATED NET REVENUE - JULY 1	265,759	**	227,651
Restate Compensated Absence (GASB101)	0		(11,024)
Fund Balance Transfer	0		0
ACCUMULATED NET REVENUE - JUNE 30	$272,063		$270,017

*Revised Budget reflects transfers between major expense categories from the Approved Budget.

**Accumulated Net Revenue reflects a decrease in net revenues of $4,988,107 resulting from prior year adjustments.

NOTE: Column shaded blue indicates FY 2025. Columns shaded in grey indicated FY 2026 year-to-date (YTD).

Analyst's Notes

- On revenues, year-end projection for interest income was increased by $5.8 million.
- On expenses, year-end projection for Heat, Light, & Power was increased by $1.7 million and Regional Sewage Disposal was increased by $4.3 million. The increase was offset by expenses in All Other.

Docusign Envelope ID: 8FA6B420-8920-8E9D-826E-0F8F47B8C89F

Operating Fund - Details
General Bond Debt Service Fund

($'s In Thousands)	FY 2026 REVISED BUDGET*	FY 2026 ACTUAL THRU 5/31/26	FY 2025 ACTUAL THRU 5/31/25	FY 2026 YTD BUDGET 5/31/26	FY 2026 $ ACTUAL TO YTD BUDGET	FY 2026 % ACTUAL TO YTD BUDGET	PROJECTED THRU 6/30/26	FY 2025 ACTUAL THRU 6/30/25
REVENUES								
Front Foot Benefit & House Connection Assessments	$2,772	$3,842	$4,210	$2,090	$1,752	83.9%	$2,772	$4,850
Interest Income	0	992	1,158	0	992	0.0%	0	1,228
Miscellaneous	200	162	211	150	12	8.0%	200	97
Reconstruction Debt Service Offset	0	0	0	0	0	0	0	0
TOTAL REVENUES	2,972	4,996	5,579	2,240	2,756	123.1%	2,972	6,175
EXPENSES								
Salaries & Wages	1,113	1,190	913	822	(368)	-44.7%	1,113	1,096
All Other including Transfers and Adjustments	1,483	813	824	992	179	18.1%	1,483	928
Debt Service	0	(1,471)	3,396	0	1,471	0.0%	-	3,462
GROSS EXPENSES	2,596	532	5,133	1,815	1,283	70.7%	2,596	5,486
NET EXPENSES	2,596	532	5,133	1,815	1,283	70.7%	2,596	5,486
NET REVENUE (LOSS)	$376	$4,464	$446	$425	$4,039	950.2%	$376	$689
ACCUMULATED NET REVENUE - JULY 1							21,441	20,752
Use of Fund Balance							0	0
ACCUMULATED NET REVENUE - JUNE 30							$21,817	$21,441

*Revised Budget reflects transfers between major expense categories from the Approved Budget.
NOTE: Column shaded blue indicates FY 2025. Columns shaded in grey indicated FY 2026 year-to-date (YTD).

Analyst's Notes

- N/A

Docusign Envelope ID: 8FA6B420-8920-8E9D-826E-0F8F47B8C89F

Capital Funds



Sunil S. Pandya,
WSSC Water Capital Manager

FY 2026 CIP Year-to-Date Actuals through May 2026

As we embark on the FY 2028 CIP season, we want to highlight current financial performance from FY 2026 to provide useful context as divisions begin preparing upcoming CIP budget requests.

Key highlights are summarized below:

- FY 2026 Approved CIP Budget: $696.8 million
- FY 2026 Expenditures to Date (through May): $412.5 million

Based on expenditures through the first ten months of FY 2026:

- Average monthly burn rate: approximately $37.5 million
- Cumulative burn rate: approximately 59% of the annual CIP budget
- Remaining FY 2026 budget: approximately $284.3 million

At the current pace of expenditures:

- Projected FY 2026 total spend with June payment surge is approximately $488.2 million
- These projections would represent 70% of the approved FY 2026 CIP budget by fiscal year-end.
- The gap between the expected and actual capital spend is due to approximately 20 programs and projects that faced challenges in design start, changes to project scope, permitting, easement acquisition delays, and utility coordination issues.

Docusign Envelope ID: 8FA6B420-8920-8E9D-826E-0F8F47B8C89F

Capital Funds

($'s In Thousands)	FY 2026 REVISED BUDGET*	FY 2026 ACTUAL THRU 5/31/26	FY 2025 ACTUAL THRU 5/31/25	FY 2026 YTD BUDGET 5/31/26	FY 2026 $ ACTUAL TO YTD BUDGET	FY 2026 % ACTUAL TO YTD BUDGET	PROJECTED THRU 6/30/26	FY 2025 ACTUAL THRU 6/30/25
CAPITAL COSTS								
Salaries & Wages	42,193	39,194	29,049	31,303	(7,891)	-25.2%	47,618	38,624
Contract Work	383,031	216,986	201,230	257,883	40,897	15.9%	251,463	284,164
Consulting Engineers	117,541	46,395	21,516	60,142	13,747	22.9%	46,999	40,495
All Other and Other (Uses) Sources of Funds	154,051	109,935	82,727	102,225	(7,710)	-7.5%	142,138	98,261
TOTAL COSTS	$696,816	$412,510	$334,522	$451,553	$39,043	8.6%	$488,218	$461,544

*Revised Budget reflects transfers between major expense categories from the Approved Budget.
**Reflects prior year adjustments. No Bond Premium transfer in FY 2025-FY 2026.

NOTE: Column shaded blue indicates FY 2025. Columns shaded in grey indicated FY 2026 year-to-date (YTD).



On June 9, 2026, regional water utility leaders from WSSC Water, Fairfax Water, and U.S. Army Corps of Engineers and government leaders announced the launch of a $25 million regional study to evaluate potential secondary water supply alternatives for the Potomac River.

Docusign Envelope ID: 8FA6B420-8920-8E9D-826E-0F8F47B8C89F

Capital Funds - System Development Charge

ACCOUNT BALANCE, JULY 1, 2025	$59,731
ACCOUNT ADDITIONS:	
SDC Revenues, Net	21,946
Interest Income	1,963
FUNDS AVAILABLE	83,640
Less: MOU Credit Reimbursement	(468)
TRANSFERRED TO OPERATING FUNDS:*	
Water Operating - Debt Service	(2,503)
Sewer Operating - Debt Service	(2,788)
TRANSFERRED TO BOND FUNDS:	
Water Supply Bond	(11,034)
Sewer Disposal Bond	(6,078)
Account Balance	60,769
Less Amounts Billed But Not Yet Collected	0
Less Reserve for MOU Related Reimbursements	(10,908)
AVAILABLE ACCOUNT BALANCE, MAY 31, 2026	$49,861

*Transfers to operating funds for debt service issued in FY 2016, FY 2018 and FY 2019 and are shown on Operating Budget Details for Water and Sewer under SDC Debt Service Offset.

ANALYST'S NOTES

- The available account balance at the end of May 2026 is $49.8 million and is above the estimated FY 2026 year-end balance of $37.9 million.

Docusign Envelope ID: 8FA6B420-8920-8E9D-826E-0F8F47B8C89F

