



Official Memorandum

PO Box 2157
Los Banos, CA 93635
sldmwa.org

To: Finance and Administration Committee
Board of Directors

From: Scott Petersen, Chief Strategic and Administrative Officer
Raymond Tarka, Director of Finance
Darlene Neves, Accounting Supervisor

Date: October 5, 2026

RE: FY27 O&M Budget to Actual Report Through August 31, 2026

Self-Funding Expenses-2026 Water Year (FY: Mar 26- Feb 27)

Self-Funding actual expenses (paid and pending) for SLDMWA Routine O&M through August 31, 2026, are under budget by \$966,271, or 9.57%. This favorable variance is the result of underspending for O&M expenses in all cost pools.

Intertie Conveyance Cost Update

Staff expect the Intertie conveyance costs for FY27/WY26 will exceed the budget due to the increase in the conveyance rate for the current year to \$38.73 per acre-foot, reflecting an 18.6% increase over the 2025 rate.

Updated Reporting

The O&M Budget to Actual Reporting has been updated to include information relating to the Self-Funding costs billed by the Bureau of Reclamation (BOR) and the California Department of Water Resources (DWR). Costs related to Project Use Energy, San Luis Joint Use Costs, and DCI Conveyance costs, with their historical comparisons, are being reported in addition to the budgeted (controllable) operating costs reported above. These self-funding expenses through August 31, 2026, are projected to be over budget by \$1,651,202, or 6.4%.

This overall unfavorable variance is the result of increased estimated PUE costs by \$783,470 and revised estimated SLC Joint Use costs of \$1,122,018, based on the preliminary second quarter SLJU invoice received from DWR in the last month. These increases are partially offset by lower year-to-date DCI volumes resulting in lower DWR conveyance fees by \$254,287.

Outstanding Items

Audited Financial Statements FY2025 and FY2026

The FY2025 Financial Statement audit is underway, with completion currently expected by the December 2026 meetings.



San Luis and Delta-Mendota Water Authority
Self-Funding O and M
Budget to Actual
FY20-FY27 YTD (08/31/2026)
FAC 10/05/2026 BOD 10/08/2026

SLDMWA O&M BUDGET TO ACTUAL REPORT

ANNUAL R, O&M BUDGET BY COST POOLS MARCH 1, 2026 - FEBRUARY 28, 2027

	Total	UPPER	Volta Wells	LWR/POOL	O'NEILL O&M		
					DIRECT	STORAGE	SL DRAIN
DMC \$	9,559,048	\$ 5,767,930		\$ 3,791,118			
JPP \$	5,472,932	\$ 5,472,932					
WW \$	142,440	\$ 106,830		\$ 35,611			
Intertie O&M \$	651,675	\$ 651,675					
Volta Wells \$	34,851		\$ 34,851				
Mendota Pool \$	438,563			\$ 438,563			
O'Neill \$	3,716,230				\$ 2,935,822	\$ 780,408.30	
SL Drain \$	187,059						\$ 187,059
\$	20,202,798	\$ 11,999,367	\$ 34,851	\$ 4,265,292	\$ 2,935,822	\$ 780,408	\$ 187,059
\$	20,202,799						

O&M BUDGET BY COST POOLS THROUGH: AUGUST 31, 2026
50.00%

	Total	UPPER	Volta Wells	LWR	O'NEILL O&M		
					DIRECT	STORAGE	SL DRAIN
DMC \$	4,779,524	\$ 2,883,965		\$ 1,895,559			
JPP \$	2,736,466	\$ 2,736,466					
WW \$	71,220	\$ 53,415		\$ 17,805			
Intertie O&M \$	325,838	\$ 325,838					
Volta Wells \$	17,426		\$ 17,426				
Mendota Pool \$	219,282			\$ 219,282			
O'Neill \$	1,858,115				\$ 1,467,911	\$ 390,204	
SL Drain \$	93,530						\$ 93,530
\$	10,101,399	\$ 5,999,683	\$ 17,426	\$ 2,132,646	\$ 1,467,911	\$ 390,204	\$ 93,530

O&M Actual COSTS BY COST POOLS THROUGH: AUGUST 31, 2026

	Total	UPPER	Volta Wells	LWR/POOL	O'NEILL O&M		
					DIRECT	STORAGE	SL DRAIN
DMC \$	4,149,167	\$ 2,503,607		\$ 1,645,560			
JPP \$	2,465,312	\$ 2,465,312					
WW \$	163,834	\$ 122,876		\$ 40,959			
Intertie O&M \$	378,989	\$ 378,989					
Volta Wells \$	574		\$ 574				
Mendota Pool \$	121,830			\$ 121,830			
O'Neill \$	1,821,527				\$ 1,439,006	\$ 382,521	
SL Drain \$	33,895						\$ 33,895
\$	9,135,128	\$ 5,470,784	\$ 574	\$ 1,808,348	\$ 1,439,006	\$ 382,521	\$ 33,895

R, O&M BUDGET vs Actual COSTS THROUGH: AUGUST 31, 2026

	TOTAL	UPPER	Volta Wells	LWR/POOL	O'NEILL O&M		
					DIRECT	STORAGE	SL DRAIN
R, O&M Budget \$	10,101,399	\$ 5,999,683	\$ 17,426	\$ 2,132,646	\$ 1,467,911	\$ 390,204	\$ 93,530
R, O&M Actual \$	9,135,128	\$ 5,470,784	\$ 574	\$ 1,808,348	\$ 1,439,006	\$ 382,521	\$ 33,895
Difference \$	966,271	\$ 528,899	\$ 16,852	\$ 324,298	\$ 28,905	\$ 7,683	\$ 59,635
		UNDER	UNDER	UNDER	UNDER	UNDER	UNDER
		9.565715% UNDER BUDGET					

subject to rounding



San Luis and Delta-Mendota Water Authority
Self-Funding O and M
Budget to Actual
FY20-FY27 YTD (08/31/2026)
FAC 10/05/2026 BOD 10/08/2026

SLDMWA DWR & BOR COSTS BUDGET TO ACTUAL REPORT

	<u>ANNUAL BUDGET:</u>	<u>BUDGET</u>	<u>ACTUAL</u>		
	MARCH 1, 2026 -	THROUGH:	THROUGH:		
	FEBRUARY 28,				
	2027	AUGUST 31, 2026	AUGUST 31, 2026	Difference	
JPP PUE	\$19,930,028	\$9,965,014	\$ 10,537,082.22	(\$572,068)	OVER
DCI PUE	\$335,589	\$167,795	\$ 45,742.73	\$122,052	UNDER
OPP PUE	\$3,700,186	\$1,850,093	\$ 2,745,678.12	(\$895,585)	OVER
DA PUE	\$4,220,361	\$2,110,181	\$ 1,548,049.19	\$562,131	UNDER
SLC SLJU RO&M	\$14,399,082	\$7,199,541	\$ 9,334,159.23	(\$2,134,618)	OVER
DA SLJU RO&M	\$3,997,918	\$1,998,959	\$ 986,359.23	\$1,012,600	UNDER
DCI DWR CONVEYANCE	\$4,801,020	\$2,400,510	\$2,146,223	\$254,287	UNDER
	<u>\$51,384,184</u>	<u>\$25,692,092</u>	<u>\$27,343,294</u>	<u>(\$1,651,202)</u>	

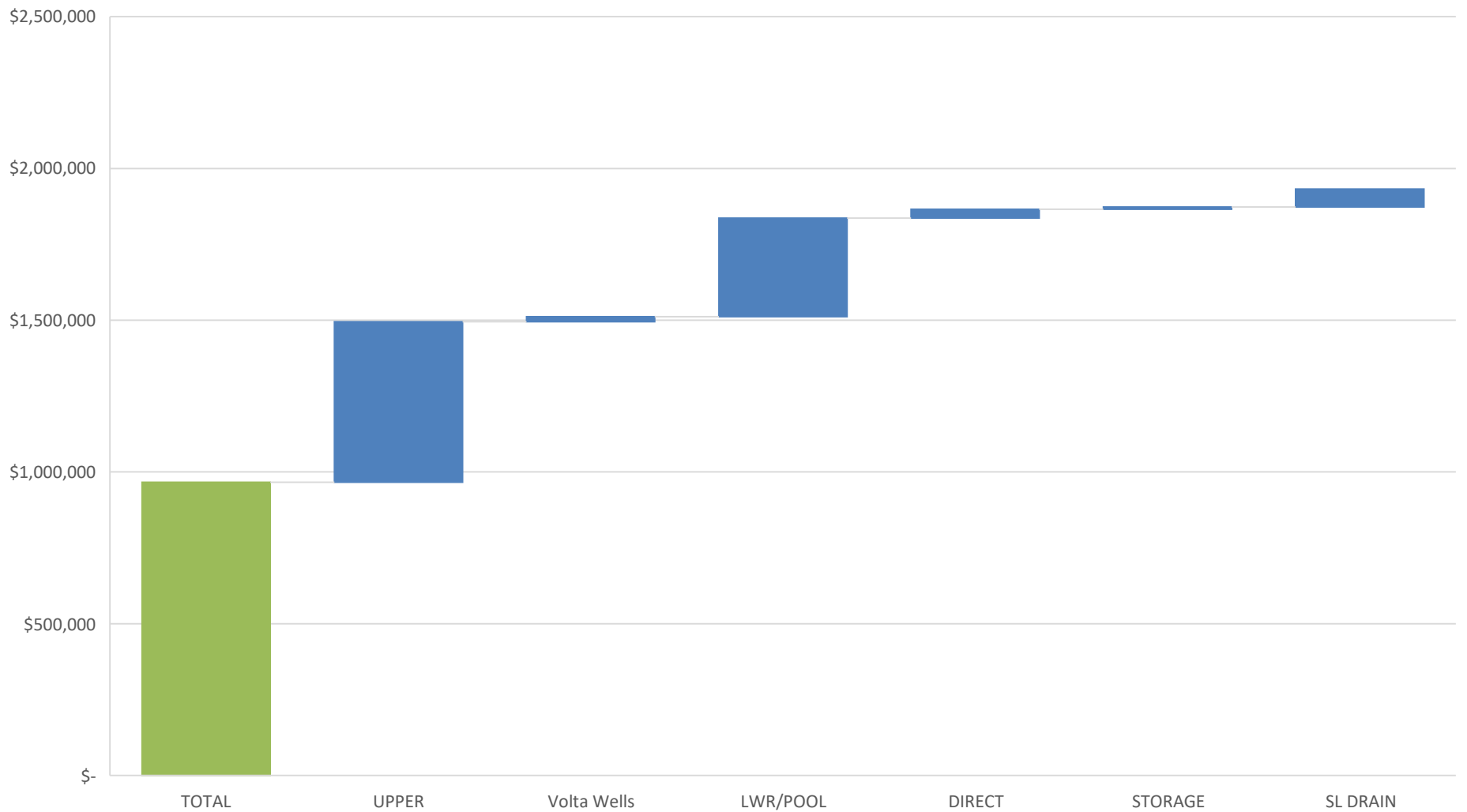
-6.4% OVER BUDGET

ESTIMATES



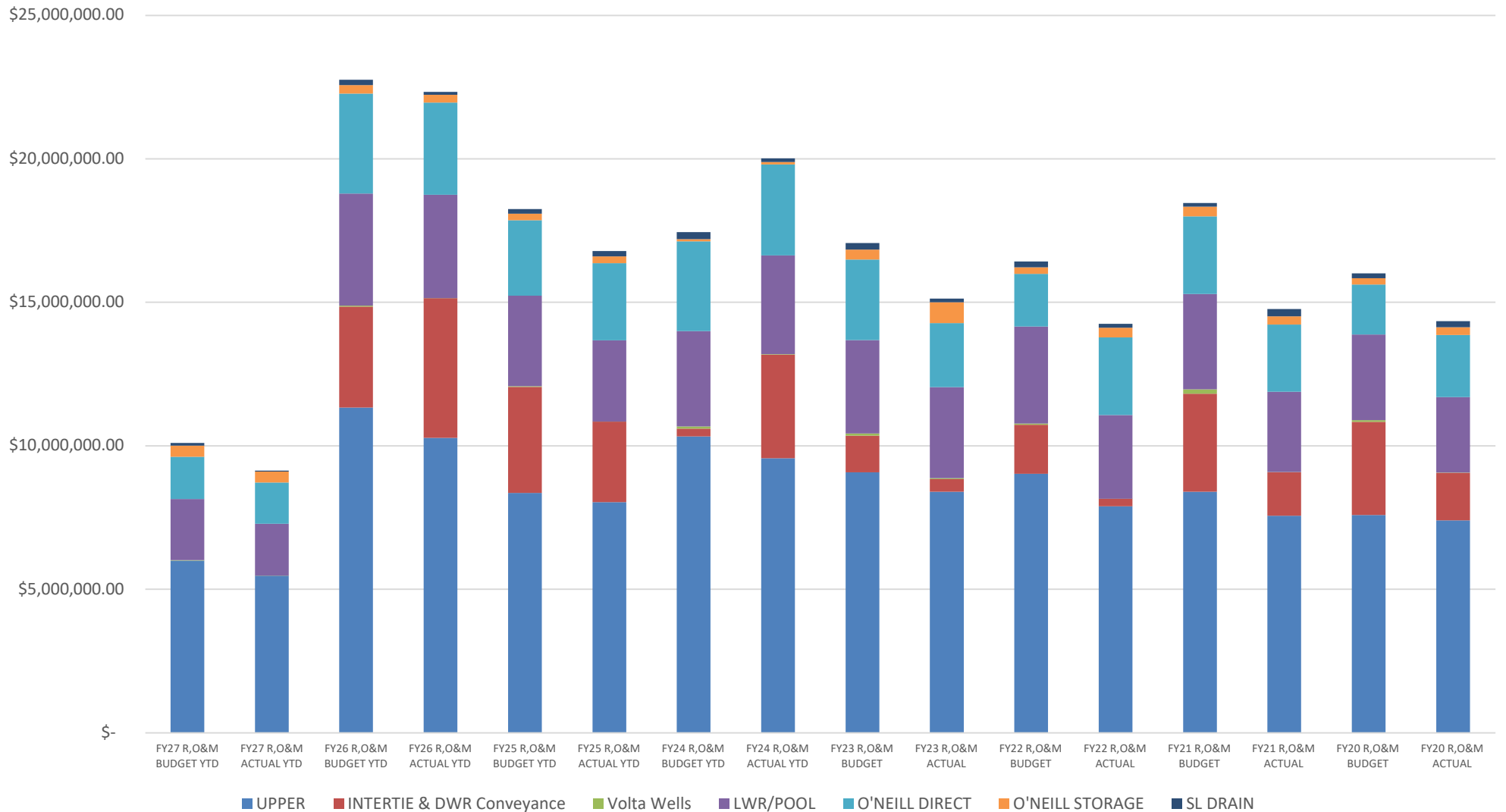
San Luis & Delta Mendota Water Authority
FY27 O&M Budget to Actual Report through August 31, 2026
BUDGET VARIANCES
FAC 10/05/2026 BOD 10/08/2026

■ Increase ■ Decrease ■ Total



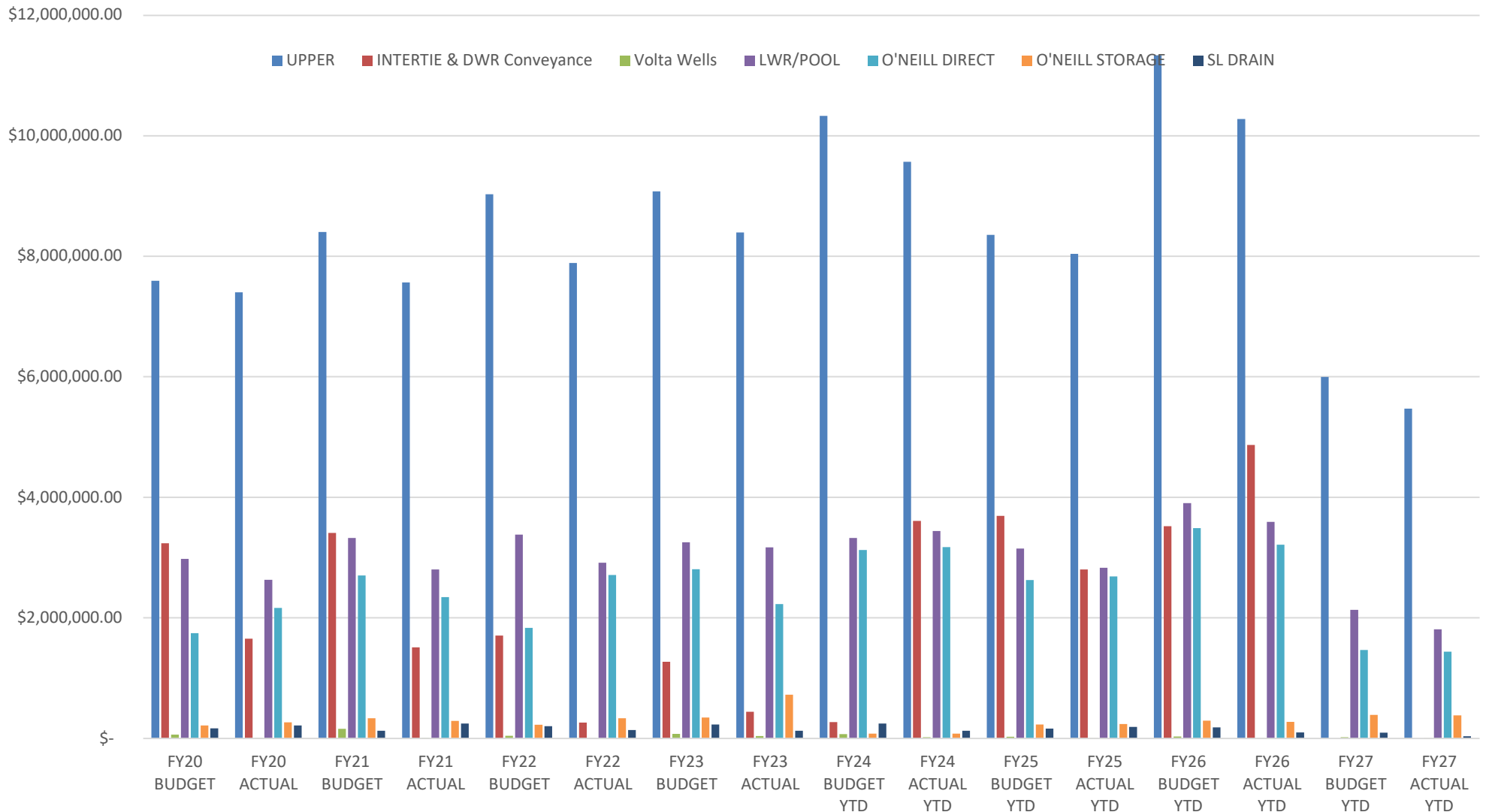


San Luis and Delta-Mendota Water Authority
O&M Budget to Actual -Stacked
FY20-F27 YTD (08/31/2026)
FAC 10/05/2026 BOD 10/08/2026

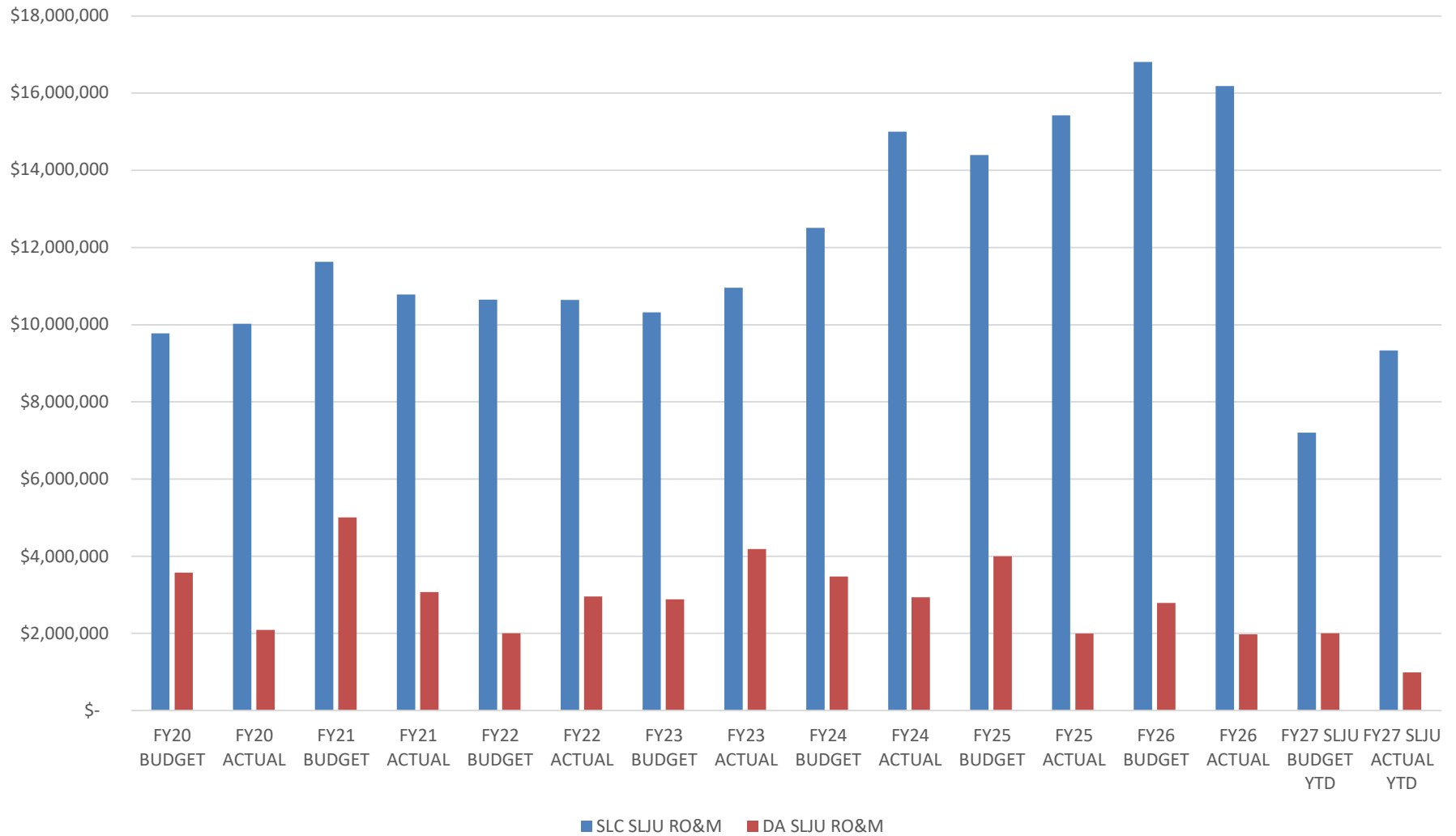




San Luis and Delta-Mendota Water Authority
O&M Budget to Actual-Side by Side
FY20-FY27 YTD (08/31/2026)
FAC 10/05/2026 BOD 10/08/2026

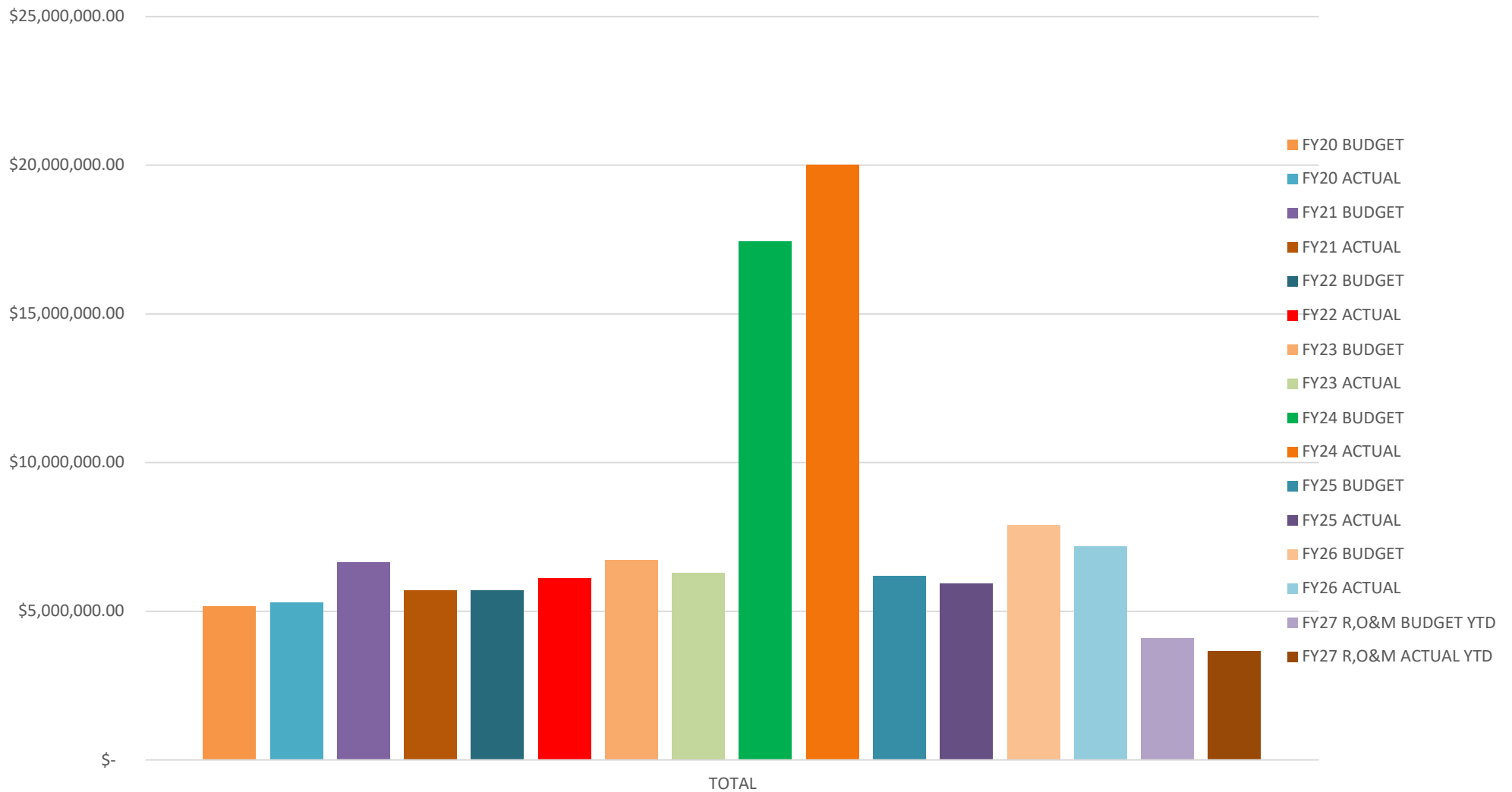


San Luis and Delta-Mendota Water Authority
SAN LUIS JOINT USE COSTS
Budget to Actual-Side by Side
FY20-FY27 YTD (08/31/2026)
FAC 10/05/2026 BOD 10/08/2026

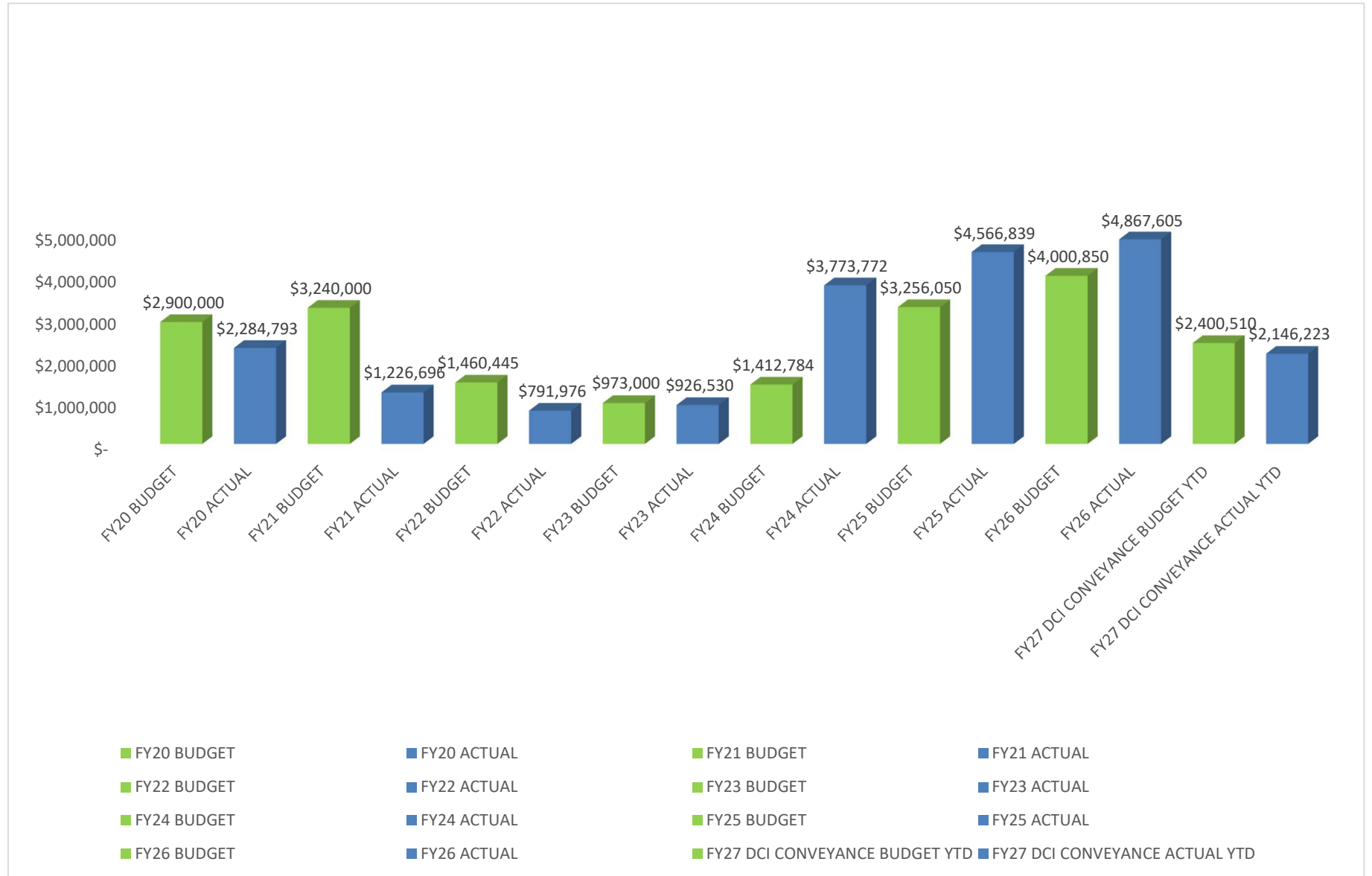




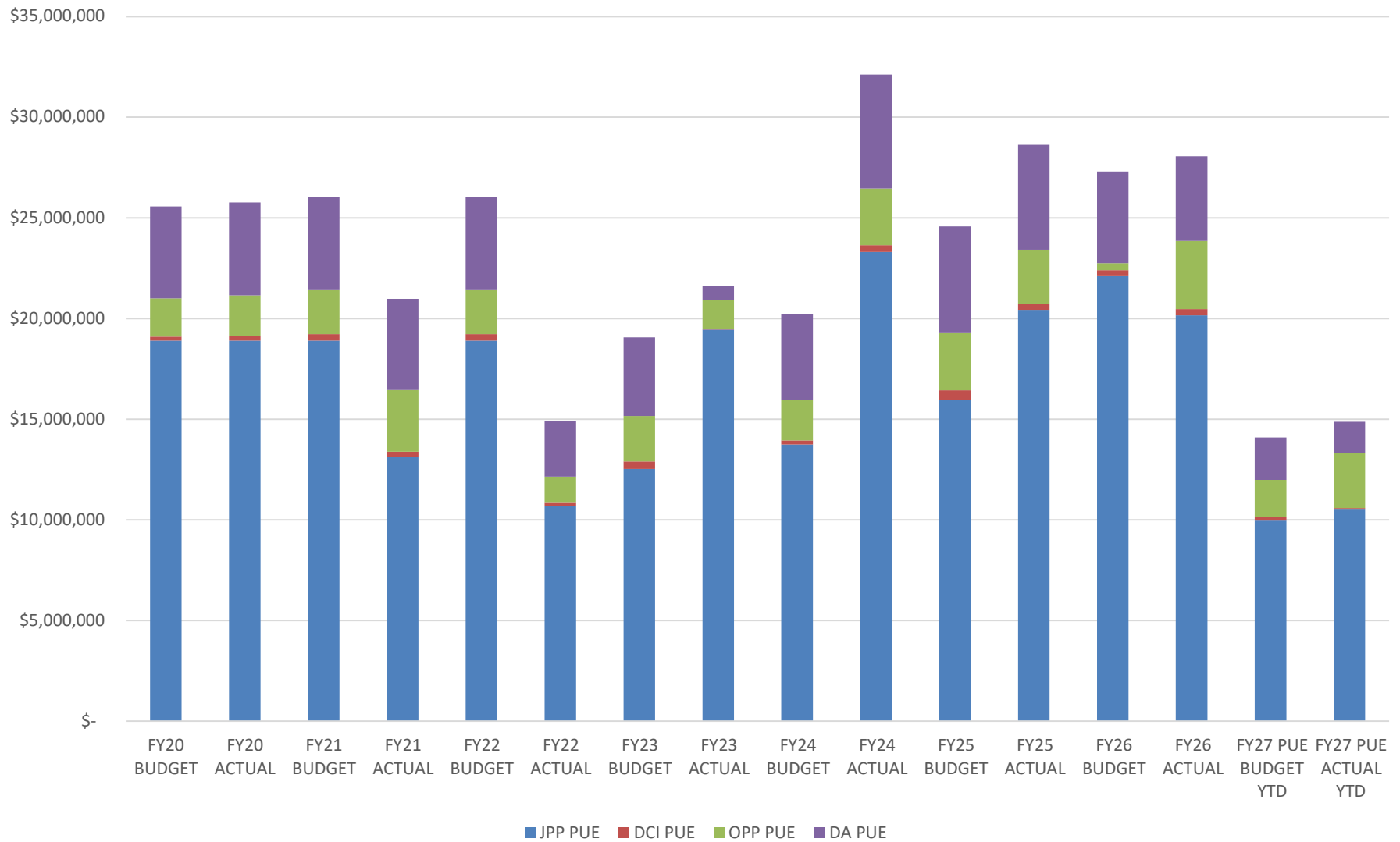
San Luis and Delta-Mendota Water Authority
HISTORICAL O&M BUDGET TO ACTUAL TOTAL
FY20-FY27 YTD (08/31/2026)
FAC 10/05/2026 BOD 10/08/2026
Total By Year



San Luis and Delta-Mendota Water Authority
DCI Conveyance
Budget to Actual-Side by Side
FY20-FY27 YTD (08/31/2026)
FAC 10/05/2026 BOD 10/08/2026



San Luis and Delta-Mendota Water Authority
PUE Budget to Actual Stacked
FY20-FY27 YTD (08/31/2026)
FAC 10/05/2026 BOD 10/08/2026



San Luis & Delta-Mendota Water Authority
DMC WITH CIP / E O & M

Budget to Actual Paid/Pending Comparison Summary

March 1, 2026 through August 31, 2026

FAC 10/5/26 & BOD 10/8/26

		FY Budget 3/1/26 - 2/28/27	Actual To Date Paid/Pending	% of Budget	Notes	Budget Amount Remaining
Capital Improvement Projects	CIP 25	72,059,971	10,552,436	14.64%		61,507,535
Extra Ordinary O&M	EO&M 26	4,686,472	4,416,590	94.24%		269,882
Operate & Maintain DMC	S/F 02	6,485,210	2,889,205	44.55%		3,596,006
Operate & Maintain Wasteways	S/F 04	91,127	109,565	120.23%		(18,438)
Mendota Pool	S/F 05	265,584	78,954	29.73%		186,630
Operate & Maintain JPP	S/F 11	3,623,248	1,613,163	44.52%		2,010,086
Intertie Maintenance	S/F 12	445,474	253,124	56.82%		192,350
Volta Wells Pumping	S/F 13	22,968	372	1.62%		22,596
Operate & Maintain O'Neill	S/F 19	2,430,952	1,212,727	49.89%		1,218,225
Maintain Tracy Fish Facility	USBR 30	398,712	45,427	11.39%		353,286
Operate & Maintain San Luis Drain	S/F 41	119,450	21,849	18.29%		97,600
Maintain Delta Cross Channel	USBR 44	9,163	7,594	82.88%		1,569
Safety Equipment Training	50	146,171	100,020	68.43%		46,151
IT Expense	51	1,145,488	510,615	44.58%		634,873
Warehousing	52	288,989	134,101	46.40%		154,888
SCADA	53	449,817	195,800	43.53%		254,017
Tracy Field Office Expense	54	710,229	348,029	49.00%		362,200
Direct Administrative/General Expense	56	2,520,127	537,588	21.33%		1,982,539
Indirect O & M LBAO Admin.	58	3,473,512	1,657,404	47.72%		1,816,108
TOTAL		99,372,665	24,684,563	24.84%		74,688,102
Total from Self-Funding - page 2		20,202,798	9,135,128			11,067,670
Total from USBR - page 3		645,754	53,021	8.21%		592,733
Total from Special Projects - page 4		-	2,909			(2,909)
Total from EO&M		78,524,113	15,493,505	19.73%		63,030,608
Totals		99,372,665	24,684,563			74,688,102
YTD %		50.00%				

A Does NOT include DWR Wheeling

San Luis & Delta-Mendota Water Authority

Self-Funding Portion of DMC

Budget to Actual Paid/Pending Comparison Summary

March 1, 2026 through August 31, 2026

FAC 10/5/26 & BOD 10/8/26

		FY Budget 3/1/26 - 2/28/27		Actual To Date Paid/Pending		% of Budget		Budget Amount Remaining
Operate & Maintain DMC	02	6,485,210		2,889,205		44.55%		3,596,006
Operate & Maintain Wasteways	04	91,127		109,565		120.23%		(18,438)
Mendota Pool	05	265,584		78,954		29.73%		186,630
Operate & Maintain JPP	11	3,623,248		1,613,163		44.52%		2,010,086
Intertie Maintenance	12	445,474	A	253,124		56.82%		192,350
Volta Wells Pumping	13	22,968		372		1.62%		22,596
Operate & Maintain O'Neill	19	2,430,952		1,212,727		49.89%		1,218,225
Operate & Maintain San Luis Drain	41	119,450		21,849		18.29%		97,600
Total Direct O & M		13,484,014		6,178,959		45.82%		7,305,055
Safety Equipment Training	50	112,440		84,877		75.49%		27,563
IT Expense	51	881,153		433,311		49.18%		447,842
Warehousing	52	222,301		113,799		51.19%		108,502
SCADA	53	346,016		166,157		48.02%		179,859
Tracy Field Office Expense	54	546,335		295,340		54.06%		250,996
Direct Administrative/General Expense	56	1,938,578		456,201		23.53%		1,482,378
Indirect O & M LBAO Admin.	58	2,671,959		1,406,484		52.64%		1,265,475
Total Indirect Allocated to O & M		6,718,784		2,956,169		44.00%		3,762,615
Total SLDMWA O&M		20,202,798		9,135,128		45.22%		11,067,670

A. Does NOT include DWR Wheeling

San Luis & Delta-Mendota Water Authority

USBR Service Agreement portion of DMC

Budget to Actual Paid/Pending Comparison Summary

March 1, 2026 through August 31, 2026

FAC 10/5/26 & BOD 10/8/26

		FY Budget 3/1/26 - 2/28/27		Actual To Date Paid/Pending		% of Budget		Budget Amount Remaining
Maintain Tracy Fish Facility	30	398,712		45,427		11.39%		353,285
Maintain Delta Cross Channel	44	9,163		7,594		82.88%		1,569
Total Direct USBR Facilities		407,875		53,021		13.00%		354,854
Safety Equipment Training	50	3,981		-		0.00%		3,981
IT Expense	51	31,197		-		0.00%		31,197
Warehousing	52	7,871		-		0.00%		7,871
SCADA	53	12,251		-		0.00%		12,251
Tracy Field Office Expense	54	19,343		-		0.00%		19,343
Direct Administrative/General Expense	56	68,635		-		0.00%		68,635
Indirect O & M LBAO Admin.	58	94,601		-		0.00%		94,601
Total Indirect Allocated USBR Facilities		237,879		-		0.00%		237,879
TOTAL USBR FACILITIES		645,754		53,021		8.21%		592,733

San Luis & Delta-Mendota Water Authority

DMC Indirect Cost Allocated to Special Projects

March 1, 2026 through August 31, 2026

FAC 10/5/26 & BOD 10/8/26

			Allocated To Date			
Safety Equipment Training	50		84			
IT Expense	51		426			
Warehousing	52		112			
SCADA	53		163			
Tracy Field Office Expense	54		291			
Direct Administrative/General Expense	56		449			
Indirect O & M LBAO Admin.	58		1,384			
Total Indirect Allocated to SPECIAL PROJECTS			2,909			
TOTAL INDIRECT ALLOCATED TO SPECIAL PROJECTS			2,909			

San Luis & Delta-Mendota Water Authority
DMC without CIP / E O&M
Budget to Actual Paid/Pending Comparison Summary
March 1, 2026 through August 31, 2026
FAC 10/5/26 & BOD 10/8/26

		FY Budget 3/1/26 - 2/28/27		Actual To Date Paid/Pending		% of Budget	Budget Amount Remaining
Operate & Maintain DMC	S/F 02	6,485,210		2,889,205		44.55%	3,596,006
Operate & Maintain Wasteways	S/F 04	91,127		109,565		120.23%	(18,438)
Mendota Pool	S/F 05	265,584		78,954		29.73%	186,630
Operate & Maintain JPP	S/F 11	3,623,248		1,613,163		44.52%	2,010,087
Intertie Maintenance	S/F 12	445,474	A	253,124		56.82%	192,350
Volta Wells Pumping	S/F 13	22,968		372		1.62%	22,596
Operate & Maintain O'Neill	S/F 19	2,430,952		1,212,727		49.89%	1,218,225
Maintain Tracy Fish Facility	USBR 30	398,712		45,427		11.39%	353,286
Operate & Maintain San Luis Drain	S/F 41	119,450		21,849		18.29%	97,600
Maintain Delta Cross Channel	USBR 44	9,163		7,594		82.88%	1,569
Safety Equipment Training	50	116,421		84,961		72.98%	31,461
IT Expense	51	912,351		433,737		47.54%	478,614
Warehousing	52	230,172		113,911		49.49%	116,261
SCADA	53	358,267		166,321		46.42%	191,946
Tracy Field Office Expense	54	565,678		295,630		52.26%	270,048
Direct Administrative/General Expense	56	2,007,214		456,650		22.75%	1,550,564
Indirect O & M LBAO Admin.	58	2,766,559		1,407,868		50.89%	1,358,691
TOTAL		20,848,552		9,191,058		44.08%	11,657,496
Total from Self-Funding - page 2		20,202,798		9,135,128		45.22%	11,067,670
Total from USBR - page 3		645,754		53,021		8.21%	592,733
Total from Special Projects - page 4		-		2,909			(2,909)
Totals		20,848,552		9,191,058			11,657,496
		YTD %		50.00%			

A. Does NOT include DWR Wheeling

San Luis & Delta-Mendota Water Authority
DMC WITH CIP / E O & M With Indirect Allocated
Budget to Actual Paid/Pending Comparison Summary
March 1, 2026 through August 31, 2026

FAC 10/5/26 & BOD 10/8/26

		Actual Paid/Pending Expense	% Direct Labor to Total Labor	Allocated Indirect Based on Direct Labor %	Total Expense Direct & Indirect
Operate & Maintain DMC	S/F 02	2,889,205	36.17%	1,259,962	4,149,167 *
Operate & Maintain Wasteways	S/F 04	109,565	1.56%	54,269	163,834 *
Mendota Pool	S/F 05	78,954	1.23%	42,876	121,830 *
Operate & Maintain Jones Pumping Pl	S/F 11	1,613,163	24.46%	852,149	2,465,312 *
Intertie Maintenance	S/F 12	253,124	3.61%	125,865	378,989 *
Intertie DWR Conveyance	S/F 12	2,146,223	0.00%	-	2,146,223 *
Volta Wells Pumping	S/F 13	372	0.01%	202	574 *
Operate & Maintain O'Neill	S/F 19	1,212,727	17.48%	608,800	1,821,528 *
Maintain Tracy Fish Facility	USBR 30	45,427	0.00%	-	45,427
Operate & Maintain San Luis Drain	S/F 41	21,849	0.35%	12,046	33,896 *
Maintain Delta Cross Channel	USBR 44	7,594	0.00%	-	7,594
CIP	25	10,552,436	5.01%	174,693	10,727,129
EO&M & Scada Project	26	4,416,590	10.04%	349,786	4,766,377
SPECIAL PROJECTS	XX		0.08%	2,909	2,909
				3,483,557	26,830,786
			100.0%		
Safety Equipment Training	50	100,020			
IT Expense	51	510,615			
Warehousing	52	134,101			
Scada	53	195,800			
Tracy Field Office Expense	54	348,029			
Direct Administrative/General Expense	56	537,588			(15,493,505) less CIP&EO&M
Indirect O & M LBAO Admin.	58	1,657,404			(53,021) less USBR Facilities
Total Indirect to be Allocated			3,483,557		(2,909) less Special Projects
					(2,146,223) less Intertie Conveyance
TOTAL		26,830,786			9,135,128 *SLDMWA O&M Costs
		includes intertie DWR conveyance			

San Luis & Delta-Mendota Water Authority
CIP / EO&M / PAT Grants
Budget to Actual Paid/Pending Comparison Summary
March 1, 2026 through August 31, 2026

FAC 10/5/26 & BOD 10/8/26

			FY Budget 3/1/26 - 2/28/27	Actual To Date Paid/Pending	% of Budget	Notes	Budget Amount Remaining
CIP-Unit Rewind	25	F4	-	260,480	0.00%		(260,480)
CIP JPP Exc System & Control Modernization Ph 3	25	F9	14,688,097	1,930,162	13.14%		12,757,935
CIP-DMC Subsidence Correction Project	25	I3	40,373,995	8,360,797	20.71%		32,013,198
CIP-Pump Bowl Replacement	25	J2	8,337,425	997	0.01%		8,336,428
CIP-OPP Upgrades	25	J3	5,895,066	-	0.00%		5,895,066
OPP Main Transformer Replacement	25	R0	2,765,388	-	0.00%		2,765,388
Replacement Computer/Network Comm. Equip	D0		342,261	134,889	39.41%		207,372
Replacement Vehicles	D1		415,420	288,761	69.51%		126,659
Purchase New Heavy Equipment	D2		91,829	53,438	58.19%		38,391
All Facility Infrastructure Replacement	D3		253,641	36,038	14.21%		217,603
SCADA Replacement & Modernization Program	D4		272,860	264,191	96.82%		8,669
Main Transformer Rehabilitation	G3		1,137,517	897,297	78.88%		240,221
DMC Subsidence Correction Project	I3	26		63,498	0.00%		(63,498)
Unit Rewind	F4	26		14,576	0.00%		(14,576)
Shaft Sleeve Design & Manufacture	F3		299,624	-	0.00%		299,624
JPP Purchase Wear Rings for Pumps	J1			15,731	0.00%		(15,731)
OPP Pump Bowl Replacement	J2	26		714	0.00%		(714)
Electric Vehicle Charging Station	L1			209	0.00%		(209)
EO&M Program Management Services	L6			20,030	0.00%		(20,030)
Rehab Coating on Pump Casing	M1			793,042	0.00%		(793,042)
JPP Station Service Backup Battery System Replacement	R16		396,293	61,127	15.42%		335,166
JPP Switchgear Paralleling	R17		748,149	-	0.00%		748,149
JPP HVAC System Rehab/Replacement-Design	R18		505,631	-	0.00%		505,631
Protective Relays Review	R7		116,423	-	0.00%		116,423
Facility Rating Review	R8		106,823	-	0.00%		106,823
JPP Gantry Crane Rehabilitation	M5			81,531	0.00%		(81,531)
Motor Protect Relay Replace	M6			126	0.00%		(126)
Siphon Breaker Comm Upgrades	M7			49,800	0.00%		(49,800)
Trashrake Controls Modern	M8			29,117	0.00%		(29,117)
DCI U1 & U2 Restoration and Plant Electrical Upgrades	Q1			162,846	0.00%		(162,846)
OPP U5 Unplanned Shaft and Pump Repairs	Q2			1,288	0.00%		(1,288)
JPP U5 Leak Investigation & Repair	Q4			1,448,341	0.00%		(1,448,341)
Total Direct CIP/EO&M/PAT			76,746,442	14,969,026	19.50%		61,777,417
Safety Equipment Training	50		29,750	15,059	50.62%		14,691
IT Expense	51		233,137	76,877	32.98%		156,260
Warehousing	52		58,817	20,190	34.33%		38,627
SCADA	53		91,550	29,480	32.20%		62,070
Tracy Field Office Expense	54		144,551	52,399	36.25%		92,152
Direct Administrative/General Expense	56		512,913	80,938	15.78%		431,975
Indirect O & M LBAO Admin.	58		706,953	249,536	35.30%		457,416
Total Indirect Allocated to CIP/EO&M/PAT			1,777,671	524,479	29.50%		1,253,191
Total CIP / EO&M / PAT			78,524,113	15,493,505	19.73%		63,030,608

Subject to Rounding