

Attachment 2 - City of Mesa Utility Fund Cash Flow Projections

As of 9/15/2025	FY 24/25 Estimate	FY 25/26 Projected	FY 26/27 Forecast	FY 27/28 Forecast	FY 28/29 Forecast	FY 29/30 Forecast	FY 30/31 Forecast
WATER	\$3,472,435	(\$5,576,800)	(\$11,922,572)	(\$3,041,675)	\$8,245,747	\$19,405,397	\$35,335,473
WASTEWATER	(\$7,285,154)	(\$11,996,288)	(\$6,784,238)	(\$2,018,970)	\$2,770,034	\$12,384,228	\$12,390,217
SOLID WASTE	\$26,254	(\$5,858,624)	\$688,832	(\$629,299)	\$2,586,058	\$8,510,604	\$9,060,768
ELECTRIC	\$1,435,561	(\$1,066,822)	(\$741,823)	(\$834,907)	(\$1,173,447)	(\$1,603,113)	(\$1,239,981)
NATURAL GAS	(\$817,183)	(\$3,793,486)	(\$2,082,196)	(\$1,426,474)	\$1,864,370	\$1,729,243	\$2,128,194
DISTRICT COOLING	(\$376,552)	(\$181,786)	(\$171,502)	(\$316,383)	(\$182,335)	(\$185,275)	(\$233,758)
TOTAL NET SOURCES AND USES	(\$3,544,639)	(\$28,473,806)	(\$21,013,499)	(\$8,267,709)	\$14,110,426	\$40,241,083	\$57,440,914
Beginning Reserve Balance	\$117,019,543	\$113,474,904	\$85,001,098	\$63,987,599	\$55,719,890	\$69,830,317	\$110,071,400
Ending Reserve Balance	\$113,474,904	\$85,001,098	\$63,987,599	\$55,719,890	\$69,830,317	\$110,071,400	\$167,512,314
Ending Reserve Balance Percent*	20.1%	13.4%	10.1%	8.4%	10.1%	15.0%	21.7%
*As a % of Next Fiscal Year's Expenditures							
WATER Residential (Tier 1 usage)	6.00%	4.00%	4.00%	4.00%	4.00%	4.00%	4.00%
WATER Commercial (usage)	8.50%	14.00%	14.00%	14.00%	14.00%	14.00%	14.00%
WASTEWATER Residential	7.50%	8.00%	8.00%	8.00%	8.00%	8.00%	8.00%
WASTEWATER Non-Residential	8.50%	9.00%	9.00%	9.00%	9.00%	9.00%	9.00%
SOLID WASTE Residential	5.50%	5.50%	5.50%	5.50%	5.50%	5.50%	5.50%
SOLID WASTE Commercial	10.00%	5.50%	5.50%	5.50%	5.50%	5.50%	5.50%
SOLID WASTE Rolloff	6.50%	5.50%	5.50%	5.50%	5.50%	5.50%	5.50%
ELECTRIC Residential - svc charge	\$2.75	\$1.00	\$3.00	\$3.00	\$3.00	\$3.00	\$3.00
ELECTRIC Non-Residential - svc charge	\$5.00	\$5.00	\$5.00	\$5.00	\$5.00	\$5.00	\$5.00
GAS Residential - svc charge	\$0.00	\$0.00	\$1.00	\$1.00	\$1.00	\$1.00	\$1.00
GAS Non-Residential - svc charge	\$3.00	\$3.00	\$3.00	\$3.00	\$3.00	\$3.00	\$3.00

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TOTAL							
As of 9/15/2025	FY 24/25 Estimate	FY 25/26 Projected	FY 26/27 Forecast	FY 27/28 Forecast	FY 28/29 Forecast	FY 29/30 Forecast	FY 30/31 Forecast
Sources of Funding							
Revenues	\$463,446,299	\$492,580,872	\$533,321,536	\$579,641,825	\$629,080,397	\$684,076,312	\$745,247,163
EECAF/PNGCAF Revenues	\$45,602,237	\$42,541,355	\$42,844,952	\$46,391,062	\$46,643,914	\$45,873,658	\$45,534,881
Total Sources	\$509,048,536	\$535,122,227	\$576,166,488	\$626,032,887	\$675,724,311	\$729,949,969	\$790,782,043
Uses of Funding							
Operating Expenditures	\$201,693,807	\$222,908,356	\$228,379,068	\$235,345,200	\$239,249,511	\$247,377,718	\$258,204,969
EECAF/PNGCAF Expenditures	\$44,348,809	\$42,541,355	\$42,844,952	\$46,391,062	\$46,643,914	\$45,873,658	\$45,534,881
Expenditure Subtotal	\$246,042,616	\$265,449,711	\$271,224,020	\$281,736,262	\$285,893,426	\$293,251,376	\$303,739,849
Project Costs	\$751,861	\$1,308,172	\$308,047	\$419,541	\$321,857	\$340,466	\$460,220
General Fund Transfer	\$137,786,286	\$147,178,182	\$159,409,073	\$173,231,815	\$188,021,338	\$204,453,693	\$222,796,455
Debt Service Transfer	\$116,185,455	\$134,885,383	\$153,400,259	\$161,370,140	\$168,315,141	\$174,783,111	\$185,978,302
Lifecycle/ Infrastructure Transfers	\$10,150,067	\$10,673,882	\$11,494,006	\$12,490,709	\$13,483,856	\$14,567,649	\$15,783,603
Capital Transfer	\$1,253,317	\$3,535,940	\$638,627	\$4,204,984	\$4,589,930	\$1,324,256	\$3,594,363
Other Transfers	\$423,573	\$564,764	\$705,955	\$847,146	\$988,337	\$988,337	\$988,337
Total Uses	\$512,593,175	\$563,596,034	\$597,179,986	\$634,300,596	\$661,613,885	\$689,708,886	\$733,341,130
Net Sources and Uses	(\$3,544,639)	(\$28,473,807)	(\$21,013,499)	(\$8,267,709)	\$14,110,426	\$40,241,083	\$57,440,914
Beginning Reserve Balance	\$117,019,543	\$113,474,904	\$85,001,097	\$63,987,598	\$55,719,890	\$69,830,316	\$110,071,400
Ending Reserve Balance	\$113,474,904	\$85,001,097	\$63,987,598	\$55,719,890	\$69,830,316	\$110,071,400	\$167,512,313
Ending Reserve Balance Percent*	20.1%	13.4%	10.1%	8.4%	10.1%	15.0%	21.7%

*As a % of Next Fiscal Year's Expenditures

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WATER	FY 24/25 Estimate	FY 25/26 Projected	FY 26/27 Forecast	FY 27/28 Forecast	FY 28/29 Forecast	FY 29/30 Forecast	FY 30/31 Forecast
Sources of Funding							
Residential Rate Revenues	\$107,694,178	\$114,024,261	\$120,327,564	\$127,600,058	\$134,529,473	\$141,928,697	\$149,631,348
Non-Residential Rate Revenues	\$88,596,264	\$96,659,769	\$111,404,152	\$128,119,703	\$147,571,671	\$170,386,659	\$197,193,733
Other Revenues	\$10,551,261	\$8,021,746	\$7,979,304	\$8,143,225	\$8,315,905	\$8,479,710	\$8,642,813
Total Sources	\$206,841,703	\$218,705,776	\$239,711,020	\$263,862,986	\$290,417,050	\$320,795,066	\$355,467,894
Uses of Funding							
Operating Expenditures	\$80,801,285	\$84,963,057	\$90,299,317	\$93,461,938	\$94,918,769	\$99,244,170	\$103,854,198
Project Costs	\$6,694	\$213,033	\$0	\$0	\$0	\$0	\$0
General Fund Transfer	\$61,493,443	\$65,052,665	\$71,346,667	\$78,563,144	\$86,500,748	\$95,590,813	\$105,987,200
Debt Service Transfer	\$56,344,337	\$69,017,012	\$84,588,149	\$89,089,982	\$94,361,753	\$99,662,312	\$102,238,833
Lifecycle/ Infrastructure Transfers	\$4,136,834	\$4,374,116	\$4,794,220	\$5,277,260	\$5,808,341	\$6,415,901	\$7,109,358
Capital Transfer	\$426,836	\$449,575	\$338,841	\$192,660	\$208,735	\$103,516	\$569,874
Other Transfers	\$159,839	\$213,118	\$266,398	\$319,677	\$372,957	\$372,957	\$372,957
Total Uses	\$203,369,268	\$224,282,576	\$251,633,592	\$266,904,661	\$282,171,303	\$301,389,670	\$320,132,420
Net Sources and Uses	\$3,472,435	(\$5,576,800)	(\$11,922,572)	(\$3,041,675)	\$8,245,747	\$19,405,397	\$35,335,473
WASTEWATER	FY 24/25 Estimate	FY 25/26 Projected	FY 26/27 Forecast	FY 27/28 Forecast	FY 28/29 Forecast	FY 29/30 Forecast	FY 30/31 Forecast
Sources of Funding							
Residential Rate Revenues	\$57,601,223	\$62,418,885	\$67,835,175	\$74,034,047	\$80,372,910	\$87,273,724	\$94,752,937
Non-Residential Rate Revenues	\$48,183,069	\$51,664,239	\$56,786,341	\$62,444,686	\$68,614,301	\$75,412,299	\$82,978,341
Other Revenues	\$3,102,839	\$3,149,180	\$3,210,083	\$3,276,341	\$3,346,431	\$3,413,257	\$3,480,645
Total Sources	\$108,887,131	\$117,232,304	\$127,831,600	\$139,755,074	\$152,333,642	\$166,099,280	\$181,211,923
Uses of Funding							
Operating Expenditures	\$40,130,560	\$46,244,137	\$47,753,444	\$49,354,149	\$51,378,799	\$52,962,831	\$56,369,012
Project Costs	\$26,666	\$87,683	\$0	\$0	\$0	\$0	\$0
General Fund Transfer	\$32,666,139	\$35,169,691	\$38,349,480	\$41,926,522	\$45,700,092	\$49,829,784	\$54,363,577
Debt Service Transfer	\$41,105,133	\$43,947,255	\$45,682,071	\$47,480,509	\$49,223,243	\$47,453,289	\$54,317,503
Lifecycle/ Infrastructure Transfers	\$2,177,743	\$2,344,646	\$2,556,632	\$2,795,101	\$3,046,673	\$3,321,986	\$3,624,238
Capital Transfer	\$26,965	\$1,383,075	\$209,080	\$139,607	\$123,618	\$55,980	\$56,193
Other Transfers	\$39,078	\$52,104	\$65,130	\$78,157	\$91,183	\$91,183	\$91,183
Total Uses	\$116,172,285	\$129,228,592	\$134,615,838	\$141,774,044	\$149,563,608	\$153,715,051	\$168,821,707
Net Sources and Uses	(\$7,285,154)	(\$11,996,288)	(\$6,784,238)	(\$2,018,970)	\$2,770,034	\$12,384,228	\$12,390,217

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SOLID WASTE	FY 24/25 Estimate	FY 25/26 Projected	FY 26/27 Forecast	FY 27/28 Forecast	FY 28/29 Forecast	FY 29/30 Forecast	FY 30/31 Forecast
Sources of Funding							
Revenues	\$76,611,113	\$81,707,316	\$86,385,175	\$91,722,228	\$97,256,197	\$103,141,869	\$109,394,532
Uses of Funding							
Operating Expenditures	\$50,382,935	\$58,551,086	\$56,884,935	\$57,923,348	\$58,180,878	\$59,400,161	\$61,208,313
Project Costs	\$161,804	\$489,655	\$308,047	\$419,541	\$321,857	\$340,466	\$460,220
General Fund Transfer	\$22,983,334	\$24,512,195	\$25,915,552	\$27,516,668	\$29,176,859	\$30,942,561	\$32,818,360
Debt Service Transfer	\$649,377	\$656,657	\$644,742	\$634,431	\$613,293	\$544,698	\$514,900
Lifecycle/ Infrastructure Transfers	\$1,532,222	\$1,634,146	\$1,727,703	\$1,834,445	\$1,945,124	\$2,062,837	\$2,187,891
Capital Transfer	\$799,516	\$1,621,306	\$89,244	\$3,871,752	\$4,255,560	\$1,163,976	\$2,967,514
Other Transfers	\$75,671	\$100,895	\$126,119	\$151,343	\$176,567	\$176,567	\$176,567
Total Uses	\$76,584,859	\$87,565,941	\$85,696,343	\$92,351,527	\$94,670,138	\$94,631,266	\$100,333,764
Net Sources and Uses	\$26,254	(\$5,858,624)	\$688,832	(\$629,299)	\$2,586,058	\$8,510,604	\$9,060,768
ELECTRIC	FY 24/25 Estimate	FY 25/26 Projected	FY 26/27 Forecast	FY 27/28 Forecast	FY 28/29 Forecast	FY 29/30 Forecast	FY 30/31 Forecast
Sources of Funding							
Revenues	\$21,911,680	\$21,897,991	\$22,876,980	\$24,231,820	\$25,554,794	\$26,924,724	\$28,277,546
EECAF Revenues	\$30,773,774	\$24,994,061	\$24,637,972	\$26,956,444	\$27,947,259	\$27,465,349	\$27,484,403
Total Sources	\$52,685,454	\$46,892,052	\$47,514,953	\$51,188,263	\$53,502,053	\$54,390,073	\$55,761,948
Uses of Funding							
Operating Expenditures	\$9,268,294	\$10,200,617	\$10,385,736	\$10,748,964	\$10,846,676	\$11,217,453	\$11,445,227
EECAF Expenditures	\$30,157,167	\$24,994,061	\$24,637,972	\$26,956,444	\$27,947,259	\$27,465,349	\$27,484,403
Expenditure Subtotal	\$39,425,461	\$35,194,678	\$35,023,709	\$37,705,408	\$38,793,936	\$38,682,801	\$38,929,630
Project Costs	\$305,619	\$229,925	\$0	\$0	\$0	\$0	\$0
General Fund Transfer	\$6,416,944	\$6,532,386	\$6,855,174	\$7,241,782	\$7,627,506	\$8,022,449	\$8,426,911
Debt Service Transfer	\$3,986,506	\$4,981,839	\$5,324,838	\$5,928,908	\$7,040,159	\$8,056,275	\$8,386,291
Lifecycle/ Infrastructure Transfers	\$1,053,709	\$937,841	\$950,299	\$1,023,765	\$1,070,041	\$1,087,801	\$1,115,239
Capital Transfer	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Other Transfers	\$61,654	\$82,205	\$102,756	\$123,308	\$143,859	\$143,859	\$143,859
Total Uses	\$51,249,893	\$47,958,874	\$48,256,776	\$52,023,170	\$54,675,500	\$55,993,186	\$57,001,929
Net Sources and Uses	\$1,435,561	(\$1,066,822)	(\$741,823)	(\$834,907)	(\$1,173,447)	(\$1,603,113)	(\$1,239,981)

Attachment 2 - City of Mesa Utility Fund Cash Flow Projections

NATURAL GAS	FY 24/25 Estimate	FY 25/26 Projected	FY 26/27 Forecast	FY 27/28 Forecast	FY 28/29 Forecast	FY 29/30 Forecast	FY 30/31 Forecast
Sources of Funding							
Revenues	\$47,649,496	\$51,609,316	\$55,050,556	\$58,572,269	\$61,987,224	\$65,547,833	\$69,293,392
PNGCAF Revenues	\$14,828,463	\$17,547,294	\$18,206,979	\$19,434,619	\$18,696,655	\$18,408,309	\$18,050,478
Total Sources	\$62,477,959	\$69,156,610	\$73,257,535	\$78,006,888	\$80,683,879	\$83,956,142	\$87,343,870
Uses of Funding							
Operating Expenditures	\$19,641,784	\$21,775,032	\$21,859,787	\$22,493,812	\$22,672,776	\$23,272,084	\$23,974,678
PNGCAF Expenditures	\$14,191,642	\$17,547,294	\$18,206,979	\$19,434,619	\$18,696,655	\$18,408,309	\$18,050,478
Expenditure Subtotal	\$33,833,426	\$39,322,325	\$40,066,766	\$41,928,430	\$41,369,431	\$41,680,393	\$42,025,155
Project Costs	\$251,078	\$287,876	\$0	\$0	\$0	\$0	\$0
General Fund Transfer	\$13,773,968	\$15,482,795	\$16,502,338	\$17,534,464	\$18,556,686	\$19,597,824	\$20,719,845
Debt Service Transfer	\$14,100,102	\$16,282,620	\$17,160,459	\$18,236,310	\$17,076,692	\$19,066,536	\$20,520,775
Lifecycle/ Infrastructure Transfers	\$1,249,559	\$1,383,132	\$1,465,151	\$1,560,138	\$1,613,678	\$1,679,123	\$1,746,877
Capital Transfer	\$0	\$75,335	\$0	\$0	\$0	\$0	\$0
Other Transfers	\$87,010	\$116,013	\$145,016	\$174,020	\$203,023	\$203,023	\$203,023
Total Uses	\$63,295,142	\$72,950,096	\$75,339,731	\$79,433,362	\$78,819,510	\$82,226,899	\$85,215,676
Net Sources and Uses	(\$817,183)	(\$3,793,486)	(\$2,082,196)	(\$1,426,474)	\$1,864,370	\$1,729,243	\$2,128,194
DISTRICT COOLING							
	FY 24/25 Estimate	FY 25/26 Projected	FY 26/27 Forecast	FY 27/28 Forecast	FY 28/29 Forecast	FY 29/30 Forecast	FY 30/31 Forecast
Sources of Funding							
Revenues	\$1,545,176	\$1,428,168	\$1,466,205	\$1,497,448	\$1,531,491	\$1,567,539	\$1,601,876
Uses of Funding							
Operating Expenditures	\$1,468,949	\$1,174,427	\$1,195,849	\$1,362,990	\$1,251,612	\$1,281,020	\$1,353,541
General Fund Transfer	\$452,458	\$428,450	\$439,862	\$449,234	\$459,447	\$470,262	\$480,563
Project Costs	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Capital Transfer	\$0	\$6,649	\$1,462	\$965	\$2,018	\$783	\$782
Other Transfers	\$321	\$428	\$535	\$642	\$749	\$749	\$749
Total Uses	\$1,921,728	\$1,609,954	\$1,637,707	\$1,813,831	\$1,713,826	\$1,752,814	\$1,835,634
Net Sources and Uses	(\$376,552)	(\$181,786)	(\$171,502)	(\$316,383)	(\$182,335)	(\$185,275)	(\$233,758)