

## Attachment 2 - City of Mesa Utility Fund Cash Flow Projections

As of 08/20/2025	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	(\$5,954,870)	(\$12,873,158)	(\$4,922,100)	\$4,880,586	\$13,810,550	\$26,942,225
WASTEWATER	(\$7,285,154)	(\$11,996,287)	(\$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)	(\$3,793,487)	(\$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)
<b>TOTAL NET SOURCES AND USES</b>	<b>(\$3,544,639)</b>	<b>(\$28,851,875)</b>	<b>(\$21,964,085)</b>	<b>(\$10,148,134)</b>	<b>\$10,745,265</b>	<b>\$34,646,237</b>	<b>\$49,047,666</b>
Beginning Reserve Balance	\$117,019,543	\$113,474,904	\$84,623,029	\$62,658,943	\$52,510,810	\$63,256,075	\$97,902,312
<b>Ending Reserve Balance</b>	<b>\$113,474,904</b>	<b>\$84,623,029</b>	<b>\$62,658,943</b>	<b>\$52,510,810</b>	<b>\$63,256,075</b>	<b>\$97,902,312</b>	<b>\$146,949,978</b>
Ending Reserve Balance Percent*	<b>20.1%</b>	<b>13.4%</b>	<b>9.9%</b>	<b>8.0%</b>	<b>9.2%</b>	<b>13.4%</b>	<b>19.2%</b>
*As a % of Next Fiscal Year's Expenditures							
WATER Residential (Tier 1 usage)	6.00%	5.50%	5.50%	5.50%	5.50%	5.50%	5.50%
WATER Commercial (usage)	8.50%	12.00%	12.00%	12.00%	12.00%	12.00%	12.00%
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

## Attachment 2 - City of Mesa Utility Fund Cash Flow Projections

<b>TOTAL</b>							
As of 08/06/2025	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
<b>Sources of Funding</b>							
Revenues	\$463,446,299	\$491,980,056	\$531,809,066	\$576,650,019	\$623,728,320	\$675,181,881	\$731,907,267
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	\$534,521,411	\$574,654,017	\$623,041,081	\$670,372,235	\$721,055,538	\$777,442,148
<b>Uses of Funding</b>							
Operating Expenditures	\$201,693,807	\$222,877,871	\$228,301,175	\$235,191,197	\$238,975,260	\$246,924,352	\$257,527,088
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	\$265,419,226	\$271,146,127	\$281,582,259	\$285,619,174	\$292,798,010	\$303,061,968
Project Costs	\$751,861	\$1,308,172	\$308,047	\$419,541	\$321,857	\$340,466	\$460,220
General Fund Transfer	\$137,786,286	\$146,997,938	\$158,955,332	\$172,334,273	\$186,415,715	\$201,785,363	\$218,794,487
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	\$10,661,864	\$11,463,756	\$12,430,873	\$13,376,815	\$14,389,760	\$15,516,805
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	\$564,763	\$705,955	\$847,146	\$988,337	\$988,337	\$988,337
Total Uses	\$512,593,175	\$563,373,286	\$596,618,103	\$633,189,215	\$659,626,969	\$686,409,302	\$728,394,482
<b>Net Sources and Uses</b>	<b>(\$3,544,639)</b>	<b>(\$28,851,875)</b>	<b>(\$21,964,085)</b>	<b>(\$10,148,134)</b>	<b>\$10,745,265</b>	<b>\$34,646,237</b>	<b>\$49,047,666</b>
Beginning Reserve Balance	\$117,019,543	\$113,474,904	\$84,623,029	\$62,658,943	\$52,510,810	\$63,256,075	\$97,902,312
<b>Ending Reserve Balance</b>	<b>\$113,474,904</b>	<b>\$84,623,029</b>	<b>\$62,658,943</b>	<b>\$52,510,810</b>	<b>\$63,256,075</b>	<b>\$97,902,312</b>	<b>\$146,949,978</b>
Ending Reserve Balance Percent*	<b>20.1%</b>	<b>13.4%</b>	<b>9.9%</b>	<b>8.0%</b>	<b>9.2%</b>	<b>13.4%</b>	<b>19.2%</b>

\*As a % of Next Fiscal Year's Expenditures

## Attachment 2 - City of Mesa Utility Fund Cash Flow Projections

<b>WATER</b>	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
<b>Sources of Funding</b>							
Residential Rate Revenues	\$107,694,178	\$114,354,021	\$122,094,555	\$131,001,597	\$139,654,442	\$148,681,726	\$158,181,149
Non-Residential Rate Revenues	\$88,596,264	\$95,729,193	\$108,124,692	\$121,726,357	\$137,094,626	\$154,739,200	\$175,304,037
Other Revenues	\$10,551,261	\$8,021,746	\$7,979,304	\$8,143,225	\$8,315,905	\$8,479,710	\$8,642,813
<b>Total Sources</b>	<b>\$206,841,703</b>	<b>\$218,104,960</b>	<b>\$238,198,550</b>	<b>\$260,871,180</b>	<b>\$285,064,973</b>	<b>\$311,900,635</b>	<b>\$342,127,998</b>
<b>Uses of Funding</b>							
Operating Expenditures	\$80,801,285	\$84,932,572	\$90,221,424	\$93,307,935	\$94,644,518	\$98,790,804	\$103,176,317
Project Costs	\$6,694	\$213,033	\$0	\$0	\$0	\$0	\$0
General Fund Transfer	\$61,493,443	\$64,872,421	\$70,892,926	\$77,665,602	\$84,895,125	\$92,922,483	\$101,985,232
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	\$4,362,099	\$4,763,971	\$5,217,424	\$5,701,299	\$6,238,013	\$6,842,560
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
<b>Total Uses</b>	<b>\$203,369,268</b>	<b>\$224,059,830</b>	<b>\$251,071,708</b>	<b>\$265,793,280</b>	<b>\$280,184,387</b>	<b>\$298,090,086</b>	<b>\$315,185,773</b>
<b>Net Sources and Uses</b>	<b>\$3,472,435</b>	<b>(\$5,954,870)</b>	<b>(\$12,873,158)</b>	<b>(\$4,922,100)</b>	<b>\$4,880,586</b>	<b>\$13,810,550</b>	<b>\$26,942,225</b>
<b>WASTEWATER</b>	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
<b>Sources of Funding</b>							
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
<b>Total Sources</b>	<b>\$108,887,131</b>	<b>\$117,232,304</b>	<b>\$127,831,600</b>	<b>\$139,755,074</b>	<b>\$152,333,642</b>	<b>\$166,099,280</b>	<b>\$181,211,923</b>
<b>Uses of Funding</b>							
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
<b>Total Uses</b>	<b>\$116,172,285</b>	<b>\$129,228,591</b>	<b>\$134,615,838</b>	<b>\$141,774,044</b>	<b>\$149,563,608</b>	<b>\$153,715,051</b>	<b>\$168,821,707</b>
<b>Net Sources and Uses</b>	<b>(\$7,285,154)</b>	<b>(\$11,996,287)</b>	<b>(\$6,784,238)</b>	<b>(\$2,018,970)</b>	<b>\$2,770,034</b>	<b>\$12,384,228</b>	<b>\$12,390,217</b>

## Attachment 2 - City of Mesa Utility Fund Cash Flow Projections

<b>SOLID WASTE</b>	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
<b>Sources of Funding</b>							
Revenues	\$76,611,113	\$81,707,316	\$86,385,175	\$91,722,228	\$97,256,197	\$103,141,869	\$109,394,532
<b>Uses of Funding</b>							
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	\$87,565,940	\$85,696,343	\$92,351,527	\$94,670,138	\$94,631,266	\$100,333,764
<b>Net Sources and Uses</b>	\$26,254	(\$5,858,624)	\$688,832	(\$629,299)	\$2,586,058	\$8,510,604	\$9,060,768
<b>ELECTRIC</b>	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
<b>Sources of Funding</b>							
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
<b>Uses of Funding</b>							
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
<b>Net Sources and Uses</b>	\$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

<b>NATURAL GAS</b>	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
<b>Sources of Funding</b>							
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
<b>Total Sources</b>	<b>\$62,477,959</b>	<b>\$69,156,610</b>	<b>\$73,257,535</b>	<b>\$78,006,888</b>	<b>\$80,683,879</b>	<b>\$83,956,142</b>	<b>\$87,343,870</b>
<b>Uses of Funding</b>							
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
<b>Expenditure Subtotal</b>	<b>\$33,833,426</b>	<b>\$39,322,326</b>	<b>\$40,066,766</b>	<b>\$41,928,430</b>	<b>\$41,369,431</b>	<b>\$41,680,393</b>	<b>\$42,025,155</b>
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
<b>Total Uses</b>	<b>\$63,295,142</b>	<b>\$72,950,097</b>	<b>\$75,339,731</b>	<b>\$79,433,362</b>	<b>\$78,819,510</b>	<b>\$82,226,899</b>	<b>\$85,215,676</b>
<b>Net Sources and Uses</b>	<b>(\$817,183)</b>	<b>(\$3,793,487)</b>	<b>(\$2,082,196)</b>	<b>(\$1,426,474)</b>	<b>\$1,864,370</b>	<b>\$1,729,243</b>	<b>\$2,128,194</b>
<b>DISTRICT COOLING</b>							
<b>Sources of Funding</b>							
Revenues	\$1,545,176	\$1,428,168	\$1,466,205	\$1,497,448	\$1,531,491	\$1,567,539	\$1,601,876
<b>Uses of Funding</b>							
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
<b>Total Uses</b>	<b>\$1,921,728</b>	<b>\$1,609,954</b>	<b>\$1,637,707</b>	<b>\$1,813,831</b>	<b>\$1,713,826</b>	<b>\$1,752,814</b>	<b>\$1,835,634</b>
<b>Net Sources and Uses</b>	<b>(\$376,552)</b>	<b>(\$181,786)</b>	<b>(\$171,502)</b>	<b>(\$316,383)</b>	<b>(\$182,335)</b>	<b>(\$185,275)</b>	<b>(\$233,758)</b>