

DATE: January 9, 2025

TO: Environmental Services Commission

FROM: Matt Thurber, Resource Management Customer Service Division, Assistant Director
Matt Hobson, Resource Management Customer Service Division, Finance Manager
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SUBJECT: Utilities Adopted 2025-26 Operating Budget and 2025-2030 Capital Investment Plan Highlights

ACTION REQUIRED

No action by the Commission is required at this time. This is an informational briefing to highlight the City Council adopted 2025-26 Utilities Operating Budget and the 2025-2030 Utilities Capital Investment Plan (CIP).

BACKGROUND / ANALYSIS

The 2025-26 Utilities Operating Budget and the 2025-2030 Utilities CIP Budget were adopted by the City Council on November 19, 2024 through Ordinance No. 6822. This informational briefing will provide a brief overview of the adopted budget for the Utilities Department and will provide additional background information on the methodologies used to develop the Utilities CIP Budget in order to better meet utility system performance and CIP Program delivery objectives. New and ongoing methods utilized for CIP development include the following:

- Incorporation of Asset Management data and analysis processes, including use of the adopted Asset Management Renewal and Replacement Study results
- Water, sewer, and stormwater system needs identification from Operations and Maintenance crews
- Incorporation of water, sewer and stormwater System Planning information, including input from Community Development and Development Services on recently adopted Comprehensive Plan updates and additions.
- New methods for determining “capacity to deliver” for CIP project delivery
 - Project prioritization methods
 - Delivery system development and analysis methods regarding project size, type, complexity, schedule and resource needs to deliver the projects
 - Analysis of historical delivery trends over a multi-year period to determine the main drivers for project delay and assessment of how to address these challenges
- New methods for obtaining community input regarding the CIP development process

POLICY ISSUES

There are no policy issues to be presented at this meeting

FISCAL IMPACT

The adopted 2025-2026 Operating Budget and adopted 2025-2030 CIP Budget provides the financial resources for the Utilities Department to continue meeting our mission of delivering high quality Utility services to our community.

ATTACHMENTS & AVAILABLE DOCUMENTS

None