



FISCAL YEAR 2025-26 BUDGET

SALT LAKE CITY COUNCIL

May 6, 2025





Outline

- Overview of Metropolitan Water District of Salt Lake & Sandy
- FY26 Tentative Budget
- Sources of Funds
- Uses of Funds



Metropolitan Water District of Salt Lake & Sandy

Established in August 1935
Salt Lake City founding member



Board of Trustees

Board members appointed by city councils

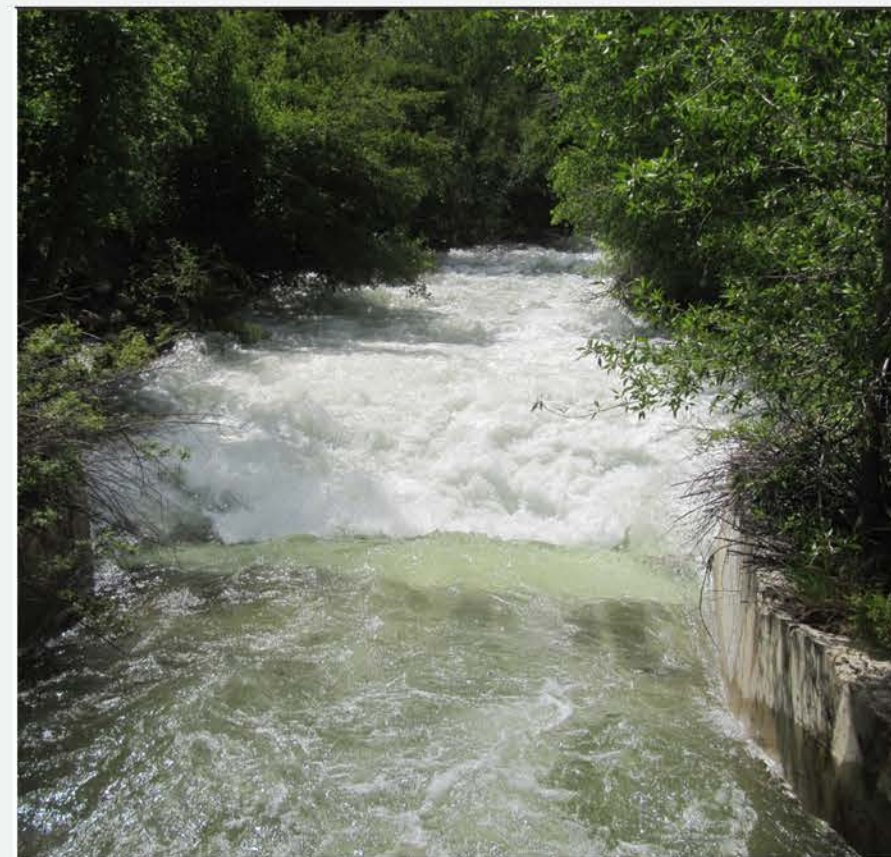
- Salt Lake City - 5 Trustees
- Sandy City - 2 Trustees



Metro Water Supply



PROVO RIVER PROJECT
Deer Creek Reservoir
61,900 AF



LITTLE COTTONWOOD CREEK
Salt Lake City and Sandy City Rights
20,000 AF



CENTRAL UTAH PROJECT
Jordanelle Reservoir
20,000 AF

Other Water Sources: CUP/Utah Lake System, Ontario Drain Tunnel, Bell Canyon

Total Acre Feet **108,700**

KEY INFRASTRUCTURE

WATER TREATMENT

- Little Cottonwood Water Treatment Plant
- Point of the Mountain Water Treatment Plant
- Jordan Valley Water Treatment Plant (2/7th owner)

WATER CONVEYANCE

- Salt Lake Aqueduct
- Point of the Mountain Aqueduct
- Jordan Aqueduct (2/7th owner)

WATER STORAGE

- Terminal Reservoir
- JA Terminal Reservoir (2/7th owner)





Sources of Funds

Sources of Funds

	Budget 2025	Tentative 2026	\$ increase from FY25 Budget
Sources of Funds			
Water Sales			
Member Cities	\$ 24,493,357	\$ 25,718,025	\$ 1,224,668
Others	1,360,478	955,191	(405,287)
Total Water Sales	25,853,835	26,673,216	819,381
Property Taxes	22,061,830	22,686,248	624,418
Assessments	12,959,057	12,986,790	27,733
Miscellaneous			
Interest	2,061,809	3,963,199	1,901,390
Other	1,369,575	5,347,668	3,978,093
Salt Lake City SLAR-CC Reimbursement	12,829,236	9,356,897	(3,472,339)
Total Miscellaneous	16,260,620	18,667,764	2,407,144
Bond Proceeds	24,299,083	30,390,000	6,090,917
Total Sources of Funds	\$ 101,434,425	\$ 111,404,018	\$ 9,969,593

Revenue Source - Water Rates

Proposed FY26 Water Rate Increase

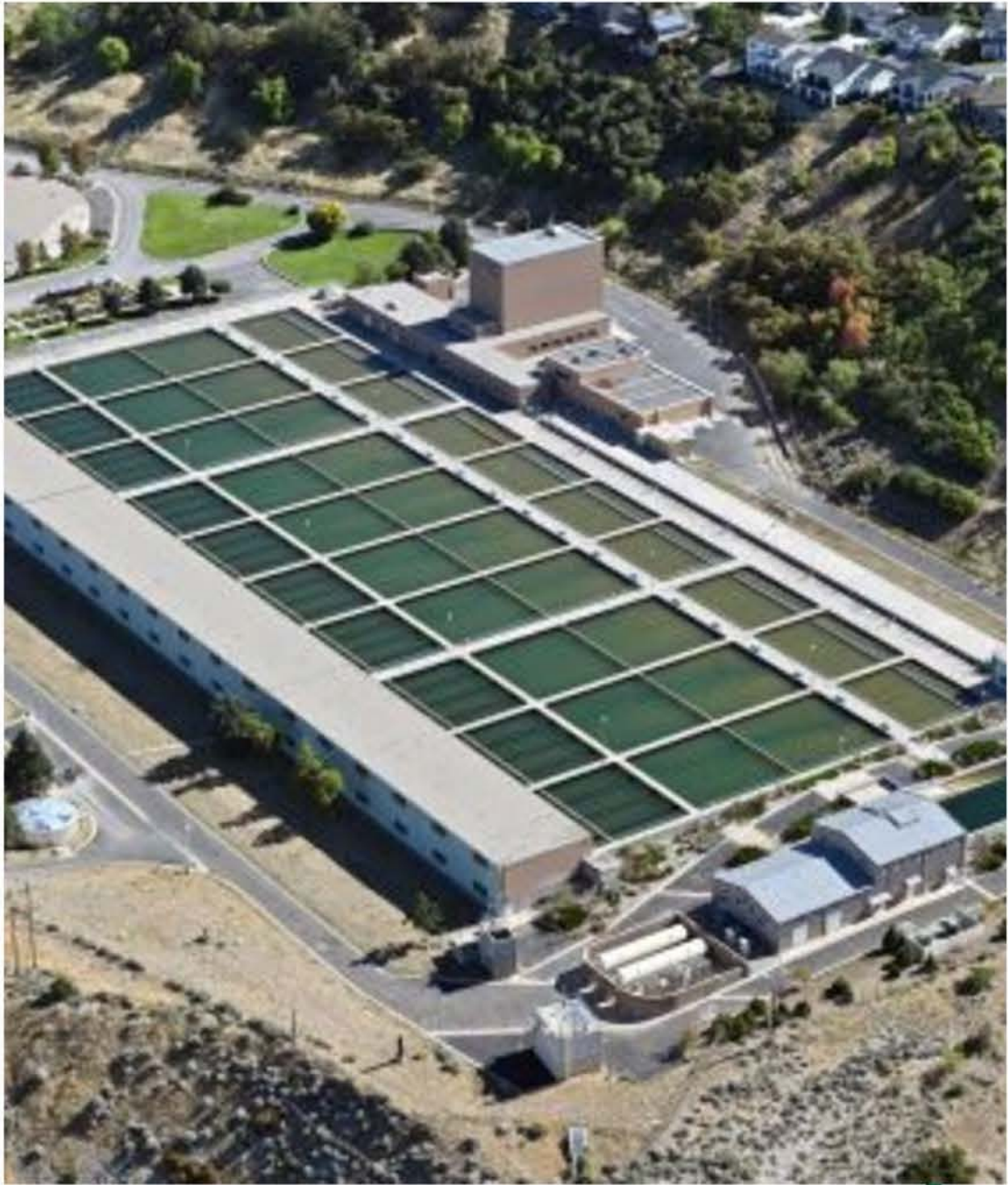
City	FY25 Water Sales Revenue	Percent Increase	Estimated FY26 Water Sales Revenue	Net Revenue Increase
Sandy City	\$6,858,140	5%	\$7,201,047	\$ 342,907
Salt Lake City	\$17,635,217	5%	\$18,516,978	\$ 881,761
Total Water Sales to Member Cities	\$24,493,357	5%	\$25,718,025	\$1,224,668

Revenue Source - Property Taxes

City	FY25 Property Tax Revenue
Sandy City	\$5,671,562
Salt Lake City	\$17,014,686
Total Property Taxes to Member Cities	\$22,686,248

Certified Tax Rate in FY25 (2024 tax year) - 0.00035

Future evaluation of increase or re-establishment of the certified tax rate in FY28 for LCWTP rebuild and other costs



Bonding

Issuance of ~\$37 M bonds in FY2026 for:

- FY26-28 design and construction costs
 - Little Cottonwood Conduit - Creek Intake and Replacement (\$10.3M)
 - Cottonwoods Connection Reach 1 and Phase 3 Lite (\$12M)
 - LCWTP rebuild design (\$14M)





Uses of Funds

Uses of Funds

	Budget 2025	Tentative 2026	\$ increase from FY25 Budget
Uses of Funds			
Operations and Maintenance	\$ 22,886,420	\$ 24,397,273	\$ 1,510,853
Provo River Water Users Association O&M	4,689,840	4,791,024	101,184
Non-Routine O&M	902,000	2,002,600	1,100,600
Salt Lake City SLAR-CC Reimbursement	12,829,236	9,356,897	(3,472,339)
Total Operations and Maintenance	41,307,496	40,547,794	(759,702)
Depreciation/Amortization	10,891,749	12,077,882	1,186,133
Total Capital Projects (includes capital to other agencies)	34,712,752	37,012,370	2,299,618
Debt Service			-
Principal	15,549,000	16,989,208	1,440,208
Interest	6,847,685	7,662,384	814,699
Total Debt Service	22,396,685	24,651,592	2,254,907
Net Funds To/(From) Reserves	3,017,492	9,192,262	6,174,770
Total Uses of Funds	\$ 101,434,425	\$ 111,404,018	\$ 9,969,593

Operations & Maintenance Key Components

Budget Items	Budget FY25	Tentative Budget FY26	% increase from FY25 budget	\$ increase from FY25 budget
Total O&M (excludes depreciation and amortization, and SLC CC-1 reimbursement)	\$34,423,945	\$36,850,681	8.29%	\$2,426,736
Salary & Wages	\$7,645,697	\$8,120,486	6.21%	\$474,789
Interest Expense	\$6,847,686	\$7,662,384	11.90%	\$814,698
PRWUA	\$4,689,840	\$4,791,024	2.16%	\$101,184
Employee Benefits	\$3,136,401	\$3,319,550	5.84%	\$183,149
Chemicals	\$2,548,817	\$2,284,719	-10.36	-\$264,098
Contract Services	\$2,244,866	\$2,498,084	11.28%	\$253,218
Utilities	\$2,181,220	\$2,610,249	19.67%	\$429,029

FY26 Capital Improvement Projects

Routine Non-Capacity Improvement Projects

Salt Lake Aqueduct Replacement Reach 1	\$	24,424,138
Salt Lake Aqueduct Replacement Reaches 2 and 3	\$	500,000
Salt Lake Aqueduct Hardening	\$	1,200,000
LCWTP Rebuild	\$	1,750,000
LCC Replacement and Intake Modifications	\$	300,000
LCWTP Administration Campus Improvements	\$	1,050,000
Fleet Replacement Program	\$	50,000
Little Dell Dam Improvements	\$	1,175,000
Repair and Replace	\$	1,081,000
Subtotal	\$	31,530,138

Capacity Improvement Projects

\$0

Other Capital Improvement Projects

Jordan Aqueduct System and 150th South Pipe	\$	2,851,809
Central Utah Project (CUP) Capital	\$	3,815,423
Subtotal	\$	6,667,232

Total Projects

\$ 38,197,370

Costs from Other Agencies

- Central Utah Water Conservancy District
 - Total annual CUWCD cost is approximately **\$5.5M**
 - 20,000 acre feet M&I and 3,100 acre feet ULS
- Jordan Valley Water Conservancy District
 - O&M costs will increase approximately 3.8%
 - Capital Projects total **\$2.8M**, an 80% increase
- Provo River Water Users Association
 - Total annual PRWUA cost is approximately **\$4.8M**
 - Deer Creek Intake Project (\$100M project)\
- Utah Lake Water Users Association
 - Metro's portion of the Turner Diversion repairs and upgrades is **\$482,600** based on the \$2,748,000 engineers estimate



QUESTIONS?

Thank you!

