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Meeting Date: May 20, 2026  
Staff Contact: Marta Ortiz, Chief Financial Officer

**TITLE: C-26-11 – FY2026 3rd Quarter Financial Report**

**ACTION: Receipt Be Noted**

**SUMMARY:**

The financial report for the quarter ending March 31, 2026, has been submitted to the Board for review and informational purposes. This document provides a comprehensive year-end financial overview, comparing actual expenditures against the approved FY2026 budget. The analysis incorporates verified financial data, current economic trends, and historical performance benchmarks to offer a well-informed projection of the Albuquerque Bernalillo County Water Utility Authority's (Water Authority) fiscal standing.

Please note that all figures presented in this report are **unaudited** and may be subject to revision upon completion of the formal audit process.

Key Highlights:

- **Budget vs. Actuals Comparison:**  
A detailed breakdown of expenditures through March 31, 2026, is presented alongside the original FY2026 budget allocations. This comparison identifies variances, underspending, and areas of over-expenditure, providing valuable insight into operational efficiency and financial discipline.
- **Forecasting and Trends:**  
Projections for year-end performance are based on actual financial activity, emerging trends, and historical data. These forecasts help inform strategic planning and resource allocation for the upcoming fiscal year.
- **Investment Portfolio Review:**  
The report includes an updated analysis of Water Authority Investments, highlighting portfolio performance, risk exposure, and alignment with long-term financial objectives.
- **Performance Plan Scorecard:**  
Key metrics from the FY2026 Budget Performance Plan Scorecard are summarized, highlighting progress toward strategic goals, including sustainability initiatives, infrastructure improvements, and customer service benchmarks.
- **FY2026 One-Year Objectives Results:**  
The report evaluates the completion status of the Water Authority's one-year objectives for FY2026. It highlights achievements in priority areas such as capital project delivery, operational efficiency, and workforce development, while

identifying objectives that require continued focus or adjustment moving into FY2026.

This report serves as a vital tool for assessing the Water Authority's financial health and operational effectiveness. It supports transparency, accountability, and informed decision-making by the Board and senior leadership.

For a full breakdown of financial data, investment performance, and scorecard metrics, please refer to the attached report.



2026

# Quarterly Financial Report



As of March 31, 2026

Business / Financial Services Division

Albuquerque Bernalillo  
County Water Utility Authority

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*Note:* The Quarterly Financial Report is prepared each quarter and is utilized to analyze and assess the current financial condition of the Albuquerque Bernalillo County Water Utility Authority’s (Water Authority) General Fund, Debt Service Fund, San Juan-Chama Project Contractors Association Fund (SJCPCA), and Capital Funds. The information found in this report is drawn from the Water Authority’s general ledger as of the last day of each month, and occasional variances may occur. This report should be used for informational purposes only.

## Introduction

This report provides an overview of the Water Authority's financial condition through the ninth month of the fiscal year. The year-to-date (YTD) spans between *July 1, 2025, through March 31, 2026*. This report includes budget to actual comparisons in the General Fund (by revenue/expense category and department/division), the Debt Service Fund, the SJCPA Fund, the Capital Funds, and overall financial performance.

Please note that all figures presented in this report are **unaudited** and may be subject to revision upon completion of the formal audit process.

The report was prepared by the Business/Financial Services Division in collaboration with departmental staff across the Water Authority and will be reviewed and approved by the State of New Mexico Department of Finance and Administration (DFA) Local Government Division.

## General Fund Revenue Highlights

The Water Authority closed Q3 FY2026 with \$190.2 million in total year-to-date revenues, representing 72.5% of the adopted \$262.3 million budget. Results through the first three quarters reflect strong collections across core service revenues, continued momentum in capital rehabilitation programs, and solid interest earnings.

Overall, third-quarter performance keeps the Water Authority on a strong financial path for FY2026. Wastewater Service and both rehabilitation programs are performing particularly well, while Water Service revenues continue to track steadily with expectations. Although Water Resource Management and connection fees contributed less in Q3 activity, both remain ahead of a straight-line pace for this point in the fiscal year.

Water Service revenues totaled \$72.85 million year to date and are tracking as planned, while Wastewater Service revenues reached \$39.86 million and are pacing ahead of budget, reflecting consistent customer demand.

Capital rehabilitation revenues remain a standout area. Both water and wastewater rehabilitation funds are well ahead of pace, with year-to-date revenues exceeding 80% of their annual budgets. Strong third-quarter activity positions these programs well entering the final quarter of the fiscal year.

Water Resource Management revenues are also performing solidly, reaching just over 70% of the annual budget and remaining ahead of expected year-to-date timing. Fees and administrative revenues are stable overall. Connection fees, while relatively small, with nearly 70% of the annual budget already being realized.

Interest earnings continue to be a bright spot, supported by higher interest rates and strong cash balances. Miscellaneous revenues are tracking as expected and remain consistent with typical year-to-date patterns.

Taken together, revenue trends through the third quarter reflect strong underlying demand, sustained momentum in capital rehabilitation, and favorable market conditions, leaving the Water Authority well positioned as the fiscal year moves toward close.

Supporting tables and charts provide a comprehensive view of water, wastewater, and miscellaneous revenues, detailing monthly, quarterly, and year-to-date (YTD) performance.

Revenue Type	Adopted Budget	Q1	Q2	Q3	Q4	Total YTD	% YTD
Water Service	\$ 114,727,000	\$ 22,251,698.11	\$ 26,889,135.61	\$ 23,706,225.80		\$ 72,847,059.52	63.50%
Water Facilities Rehab	36,040,000	12,254,474.78	10,245,958.84	9,493,697.14		31,994,130.76	88.77%
Wastewater Service	54,000,000	13,990,856.85	13,095,834.75	12,769,721.61		39,856,413.21	73.81%
Wastewater Facilities Rehab	39,287,000	11,018,087.41	10,843,967.30	10,782,357.86		32,644,412.57	83.09%
Water Resources Management	4,500,000	1,498,571.30	949,800.87	744,005.89		3,192,378.06	70.94%
Connections	260,000	56,902.00	63,579.00	59,942.00		180,423.00	69.39%
COA SW Admin Fee	1,991,000	331,833.32	497,749.98	497,749.98		1,327,333.28	66.67%
COA DMD Admin Fee	1,042,000	173,254.50	259,881.75	259,881.75		693,018.00	66.51%
Interest Earnings	7,500,000	2,091,978.36	1,649,325.16	1,776,059.96		5,517,363.48	73.56%
Miscellaneous	3,000,000	523,098.41	878,519.27	566,689.94		1,968,307.62	65.61%
<b>Grand Total:</b>	<b>\$ 262,347,000</b>	<b>\$ 64,190,755.04</b>	<b>\$ 65,373,752.53</b>	<b>\$ 60,656,331.93</b>	<b>\$ -</b>	<b>\$ 190,220,839.50</b>	<b>72.51%</b>

## Rate Revenue

Rate revenue is the largest revenue category in the General Fund, representing approximately 98.0% of the total. Water and Sewer rates are for the sale of water and collection and disposal of sewage as defined in the Water Authority Rate Ordinance. Revenue budget amounts are derived with the expectation of very limited growth in the service area for the next several years coupled with moving towards the Water Authority *GPCD goal of 110* by 2037.

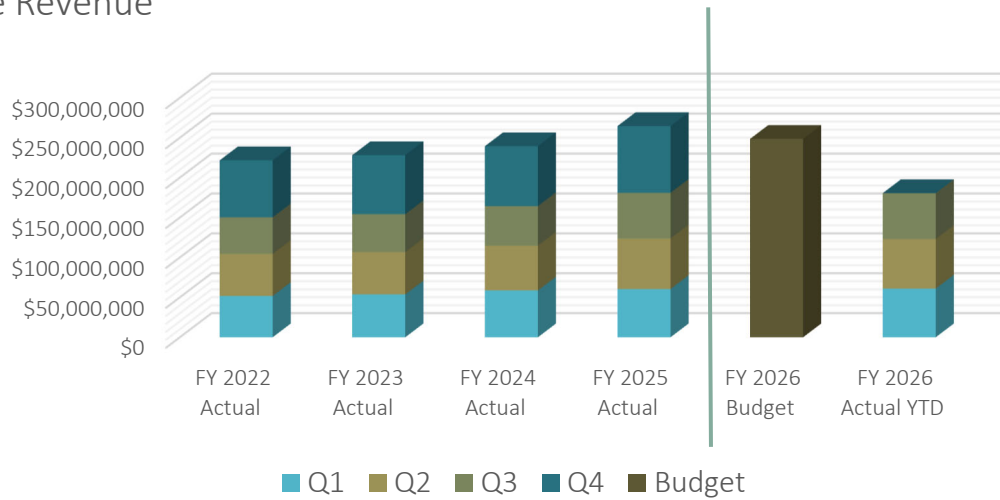
The chart below shows how Water Authority revenues have grown steadily over the past several years. Each year, total revenues have increased, reflecting stable rates and consistent customer demand for water and wastewater services.

In FY2025, revenues totaled \$264.8 million, about \$25 million more than the year before. Most of this increase came from the approved rate adjustment, along with steady growth from other sources.

This positive trend continues into FY2026. Revenues in the first quarter were higher than the same time last year, and both the second and third quarters added to that progress. As a result, total revenues so far this year are ahead of last year and moving steadily toward the full-year budget goal.

As part of an ongoing collaborative initiative between Customer Service (CSD) and Field Operations, staff increased efforts to conduct a targeted turn-off blitz for accounts with outstanding balances of \$250 or more. Through coordinated customer outreach, field activities, and payment resolution, the initiative reinforced the importance of timely payment while giving customers a clear opportunity to bring their accounts current. In March alone, this coordinated approach resulted in \$626,943 in collections, highlighting the value of cross-divisional teamwork in strengthening revenue recovery and supporting the Water Authority's overall financial stability.

## Rate Revenue



Water Authority charges include:

- **Water-Fixed Monthly Charge:** This fee recovers costs associated with providing “fixed costs” of service associated with providing capital facilities (pump stations, reservoirs, transmission lines, wells, etc.). Fixed costs occur whether or not any water is used.
- **Water-Commodity Charge:** This charge represents the “unit costs” of pumping, treating, and delivering the commodity (water) itself.
- **Water-State Surcharge:** This tax is a pass-through cost from the state, through the Water Authority, and to the customer for funding the State’s water quality testing.
- **Sewer-Fixed Monthly Charge:** This fee recovers costs associated with providing “fixed costs” of service such as sewage lift stations, odor control stations, large diameter interceptor lines, etc. Fixed costs occur whether or not any wastewater flows into the sewer system.
- **Sewer-Commodity Charge:** This charge represents the “unit costs” of collecting, treating, and disposing of wastewater.
- **Facility Rehabilitation Charge:** This fee funds the repair or replacement of aging water and sewer lines.

## Miscellaneous Revenue

Miscellaneous revenue accounted for 2.0% of total revenue at fiscal yearend. This category includes interest income, administrative fees from the City of Albuquerque related to Solid Waste (SW) and the Department of Municipal Development (DMD), fees, connections, lease and rental income, and compost sales.

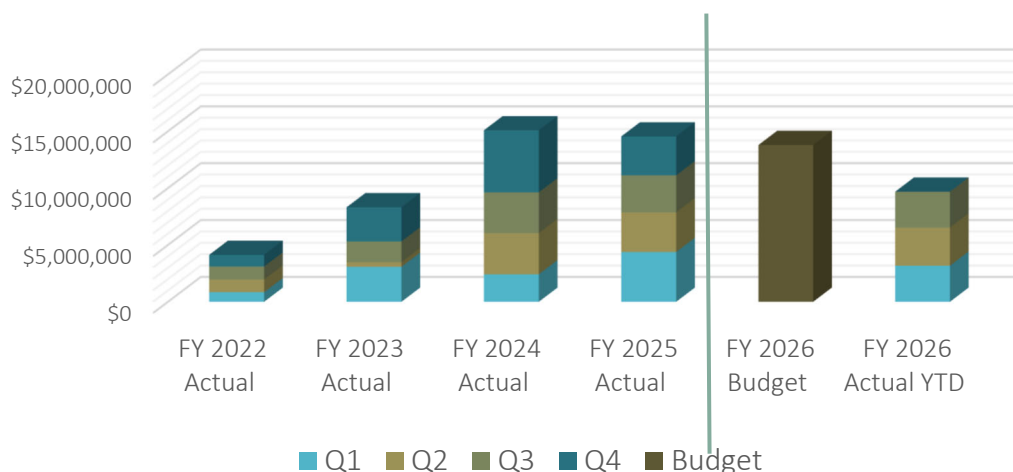
The chart shows how other miscellaneous revenue, primarily interest earnings, has changed over time.

Revenues were highest in FY2024 at about \$15 million due to strong interest earnings. In FY2025, revenues totaled about \$11.5 million, slightly above plan but lower than the prior year as interest earnings moderated.

In FY2026, revenues through the third quarter total about \$10–11 million. Earlier revenues were lower because more funds were used to pay for infrastructure projects, reducing the amount available to earn interest. The third quarter added a noticeable increase, bringing results closer to prior-year levels.

Overall, FY2026 revenues are tracking as expected and reflect the planned use of funds to invest in CIP.

### Other Miscellaneous Revenue



Overall, while miscellaneous revenue remains a relatively small portion of total revenue, its sensitivity to investment earnings and CIP cash flow continues to drive year-to-year variability.

### Water Consumption Usage

As of March, there are **219,286** active utility accounts currently being billed for water services. Of these, **214,662** accounts are equipped with meters classified by service sizes ranging from size 1 to size 8, allowing for precise tracking of customer usage across all service levels.

Water consumption is billed in arrears, meaning customers are charged the following month for the water used during the previous month. This approach ensures accurate metering and billing based on actual usage.

In this context, consumption refers to the volume of water that is withdrawn from the supply system and not returned to its original source—such as groundwater or surface water. This water becomes unavailable for reuse, often due to household, commercial, or industrial use that results in loss through evaporation, incorporation into products, or disposal.

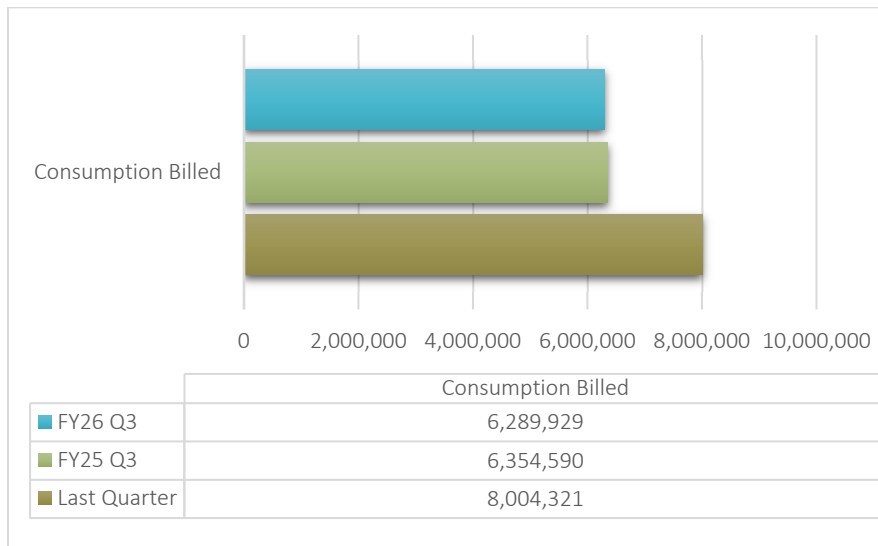
**In FY 2026 Q3, total water consumption was 6.29 million, down 21.4% from Q2.** Consumption declined across every customer class, with the largest volume reduction occurring in Residential accounts, which decreased by 760,082 (18.9%) compared to the prior quarter. Residential demand continues to dominate system use, representing 51.8% of total Q3 consumption, while Multi-Family and Commercial account for 20.6% and 15.3%, respectively. Together, Residential and Multi-Family represent 72.4% of all Q3 volume, meaning overall consumption patterns remain primarily driven by household-related usage. The “Other” and Institutional

categories experienced the steepest percentage declines quarter-over-quarter, falling 42.1% and 34.2%, respectively, suggesting a pronounced reduction in those segments during Q3. Overall, the data show a continued step-down in consumption from Q1 through Q3, with the largest quarterly decline occurring between Q1 and Q2 and a further meaningful reduction in Q3.

The accompanying charts and graphs illustrate Q3 consumption by customer class, highlighting each sector’s relative contribution to total system demand and supporting ongoing analysis of usage trends across the service area.

FY 2026					
Customer Class	Q1	Q2	Q3	Q4	Total
Residential	6,237,649	4,017,303	3,257,221	0	13,512,173
Commercial	1,863,534	1,281,989	961,440	0	4,106,963
Industrial	193,093	165,276	131,578	0	489,947
Institutional	742,316	380,703	250,439	0	1,373,458
Multi-Family	2,007,148	1,480,444	1,296,452	0	4,784,044
Other	1,495,527	678,606	392,799	0	2,566,932
<b>Total</b>	<b>12,539,267</b>	<b>8,004,321</b>	<b>6,289,929</b>	<b>0</b>	<b>26,833,517</b>

The chart below shows the consumption billed comparisons.



## General Fund Expense Highlights

Total General Fund expenditures through the third quarter reached 76.9% of the adopted budget, totaling \$205.6 million year-to-date. This level of spending is moderately above the proportional benchmark of 75% for mid-year, driven largely by the timing of transfers to other funds and front-loaded operating activities. These variances remain consistent with historical spending patterns and reflect the continued impact of year-end accruals on quarterly reporting.

The Water Authority continues to emphasize disciplined financial management as it moves through Fiscal Year 2026. The transition from a blanket freeze on non-essential positions to a targeted, case-by-case vacancy review is now fully underway. This approach ensures that staffing decisions are aligned with operational needs while maintaining prudent cost control across divisions.

Out-of-state travel restrictions remain in effect, reinforcing the Water Authority’s commitment to prioritizing essential expenditures. By limiting discretionary travel, resources are preserved for core service delivery, infrastructure maintenance, and operational reliability.

FY2026 spending remains on track to finish about \$3.6 million under budget, despite ongoing cost pressures in overtime, chemicals, and operating expenses. Continued monitoring and proactive financial management will be key to maintaining fiscal discipline and preserving year-end savings.

The table below summarizes year-to-date expenditure activity through the third quarter, including projections for year-end performance.

Expense Type	Adopted Budget	Q1	Q2	Q3	Q4	Total YTD	% YTD	Projection	Budget vs Projection
Wages & Benefits	\$ 74,573,636	\$ 15,528,962.50	\$ 18,820,436.87	\$ 16,161,841.06	\$-	\$ 50,511,240.43	67.73%	\$ 71,259,899	\$ 3,313,737
Wages Overtime	2,349,000	596,352.79	911,969.92	736,874.65	-	2,245,197.36	95.58%	2,857,641	(508,641)
Power	16,296,000	3,737,979.04	3,493,525.25	2,256,495.09	-	9,487,999.38	58.22%	15,476,684	819,316
Chemicals	15,660,000	1,023,994.01	3,210,649.81	3,723,378.07	-	7,958,021.89	50.82%	11,845,007	3,814,993
Other Operating Expenses	48,519,728	14,093,542.68	12,863,959.41	12,249,143.87	-	39,206,645.96	80.81%	52,358,272	(3,838,544)
Transfers to Other Funds	109,932,000	68,803,499.99	13,709,499.99	13,709,499.99	-	96,222,499.97	87.53%	109,932,000	-
<b>Grand Total:</b>	<b>\$ 267,330,364</b>	<b>\$ 103,784,331.01</b>	<b>\$ 53,010,041.25</b>	<b>\$ 48,837,232.73</b>	<b>\$-</b>	<b>\$ 205,631,604.99</b>	<b>76.92%</b>	<b>\$ 263,729,503</b>	<b>3,600,861</b>

The following section provides a detailed analysis of each expenditure category:

### Personnel Expense

By the end of Q3, Wages and Benefits expenditures reached \$50.5 million (67.7% of budget), remaining below the three-quarter mark due to ongoing vacancies. Overtime costs are \$2.25 million, or 95.6% of the annual overtime budget, reflecting high operational demands and likely to exceed the budget by \$0.5 million. While total pay and benefits are \$3.3 million under budget, continued reliance on overtime underscores staffing challenges and the need for ongoing recruitment.

## Other Operating Expense (O&M)

Operations and maintenance expenditures reached \$39.2 million through Q3, 80.8% of the budget, driven by ongoing cost pressures in contract services, repairs, maintenance, and IT support.

Repairs and maintenance remain a major expense due to aging infrastructure and increased maintenance needs. Ongoing investments in IT, including cybersecurity, system support, and software licenses, are essential for operational continuity and critical system protection. These factors are likely to result in a projected \$3.8 million year-end overrun in Other Operating Expenses if current trends continue.

Some Q1 front-loaded costs still affect totals, but Q3 spending mainly reflects consistent operational demands, highlighting the need for strict expense management in the final quarter.

## Power and Chemicals Expense

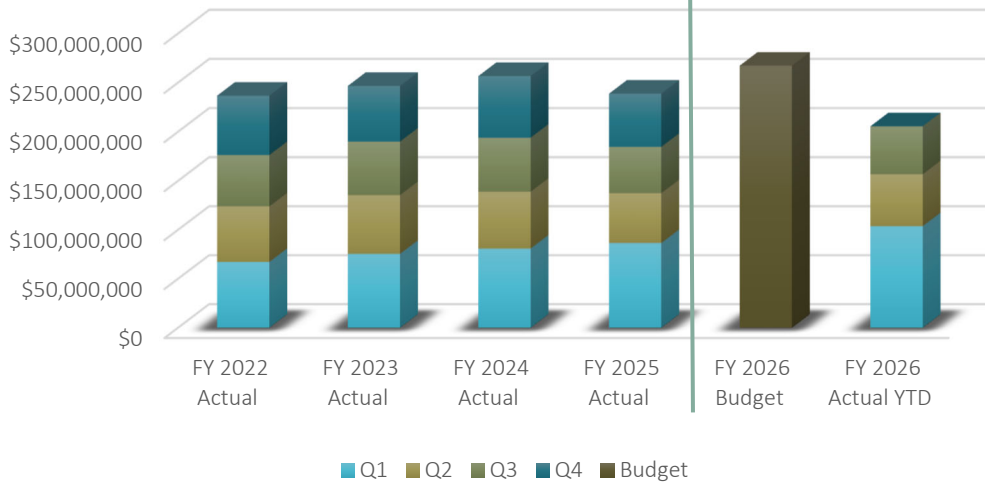
As of the end of Q3, power expenses totaled \$9.49 million, representing 58.2% of the annual budget, while chemical costs reached \$7.96 million, or 50.8% of budgeted funds. Power expenditures are projected to finish the year \$0.8 million under budget, despite ongoing risks related to anticipated energy rate increases. Chemical spending increased during Q3, driven by heightened treatment requirements at the San Juan-Chama Water Treatment Plant. Ongoing, careful monitoring of both power and chemical usage and pricing will be essential to maintaining budget control through year-end.

## Transfers to Other Funds

Transfers to other funds totaled \$96.2 million through Q3, representing 87.5% of the annual budget. As in prior quarters, spending reflects the Water Authority's front-loaded debt payment structure, with significant principal and interest obligations occurring early in the fiscal year.

Transfer activity remains fully aligned with the adopted budget and continues to support strategic priorities, including \$30 million in funding for the Capital Improvement Program (CIP) basic rehabilitation program and \$1.4 million for Water 2120 initiatives. No variance from the adopted budget is projected for transfers in FY2026.

## General Fund Expense



This chart shows that spending is highest in Q1 at \$103.8 million, mainly because large annual debt payments are made in July. Spending drops in Q2 to \$53.0 million, which is typical and reflects regular day-to-day operations after those early-year payments.

In Q3, spending increases again as normal operating costs and planned transfers continue. Q3 spending this year is generally in line with Q3 of last year, following a similar seasonal pattern and tracking as expected with the FY2026 budget.

The year-end General Fund expense budget by Divisions / Departments are illustrated on the next page.

## Budget to Actual Variances

### General Fund Divisions/Departments

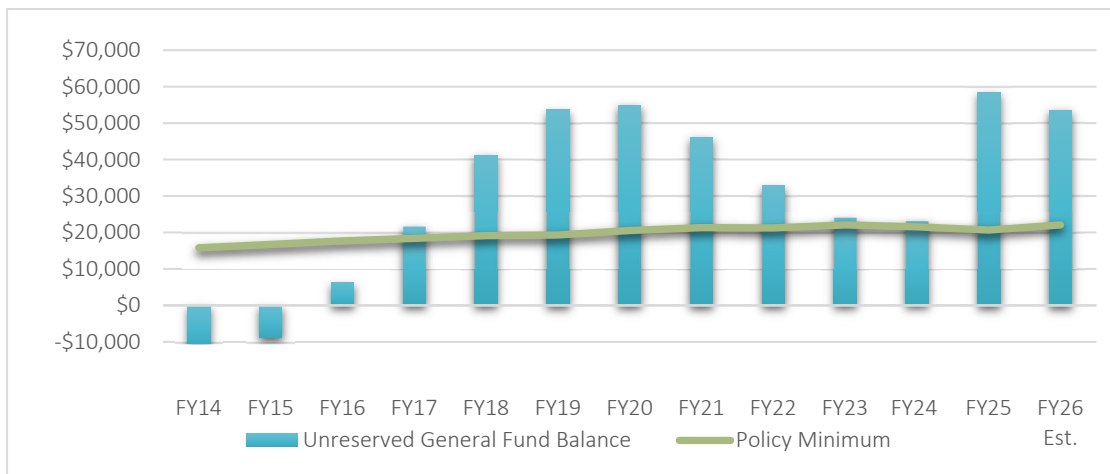
	Personnel			Overtime			O&M Expenses & Transfers		
	YTD Actual	FY 2026 Adopted Budget	% Budget	YTD Actual	FY 2026 Adopted Budget	% Budget	YTD Actual	FY 2026 Adopted Budget	% Budget
Administration	\$ 742,271	\$ 1,225,996	60.5%	\$ 258	\$ 500	51.6%	\$ 630,442	\$ 779,675	80.9%
Risk	466,459	730,934	63.8%	2,549	2,500	102.0%	5,077,588	6,565,639	77.3%
Legal	178,611	240,574	74.2%	-	-	0.0%	274,366	754,292	36.4%
Human Resources	1,351,553	1,826,235	74.0%	98	500	19.5%	112,636	194,479	57.9%
Information Technology	4,461,319	6,355,313	70.2%	21,998	25,000	88.0%	10,126,191	8,402,421	120.5%
Finance	2,292,599	3,209,454	71.4%	25,137	36,000	69.8%	2,344,154	1,926,582	121.7%
Customer Service	2,526,690	4,064,757	62.2%	94,016	165,500	56.8%	1,357,745	1,789,915	75.9%
Asset Management	460,815	664,136	69.4%	-	-	0.0%	5,212	35,892	14.5%
Wastewater Plant	6,271,936	9,624,297	65.2%	533,018	580,000	91.9%	1,982,098	2,480,454	79.9%
SJC Water Treatment Plant	2,859,237	4,051,370	70.6%	160,221	200,000	80.1%	516,004	919,600	56.1%
Groundwater System	4,489,105	6,339,515	70.8%	249,164	240,000	103.8%	755,443	1,186,739	63.7%
Wastewater Collection	4,533,534	6,616,187	68.5%	197,744	150,000	131.8%	704,645	1,389,912	50.7%
Water Field Operations	10,554,177	14,766,935	71.5%	878,206	830,000	105.8%	4,936,989	7,400,774	66.7%
Compliance	4,070,020	5,838,671	69.7%	28,754	38,500	74.7%	1,316,946	1,175,667	112.0%
Fleet & Facility Maintenance	1,084,242	1,843,190	58.8%	51,677	78,000	66.3%	3,141,172	4,767,437	65.9%
Central Engineering	2,462,321	4,083,797	60.3%	1,499	500	0.0%	59,373	49,650	119.6%
Planning & Utility Development	601,790	975,713	61.7%	-	-	0.0%	86,656	86,645	100.0%
Water Resources	937,589	1,646,562	56.9%	853	2,000	42.7%	2,136,088	3,703,106	57.7%
Power & Chemicals	-	-	0.0%	-	-	0.0%	17,446,021	31,956,000	54.6%
Taxes	-	-	0.0%	-	-	0.0%	653,100	740,000	88.3%
Overhead	166,972	470,000	35.5%	4	-	0.0%	845,589	1,236,849	68.4%
San Juan Chama	-	-	0.0%	-	-	0.0%	2,144,208	2,934,000	73.1%
Transfers to Other Funds	-	-	0.0%	-	-	0.0%	96,222,500	109,932,000	87.5%
<b>Total</b>	<b>\$ 50,511,240</b>	<b>\$ 74,573,636</b>	<b>67.7%</b>	<b>\$ 2,245,197</b>	<b>\$ 2,349,000</b>	<b>95.6%</b>	<b>\$ 152,875,167</b>	<b>\$ 190,407,728</b>	<b>80.3%</b>

## Working Capital Balance (Fund Balance)

The General Fund Working Capital Balance, also called the Fund Balance, began FY2026 at \$58.5 million. This reflects careful financial management and provides stability for delivering reliable water and wastewater services.

Keeping a strong fund balance is a recommended best practice for utilities. It helps cover routine operating costs, manage unexpected needs, and support one-time investments without affecting daily operations.

The chart below compares actual and target fund balances over the past thirteen years.



## Reserve Amounts

The Water Authority keeps several reserves to stay financially stable. This includes a \$9.0 million Rate Reserve for unexpected revenue losses or emergencies, \$500,000 for risk management, and \$2.1 million for the Soil Amendment facility. These amounts are included in the beginning fund balance of \$58.5 million noted above.

These reserves help the Water Authority:

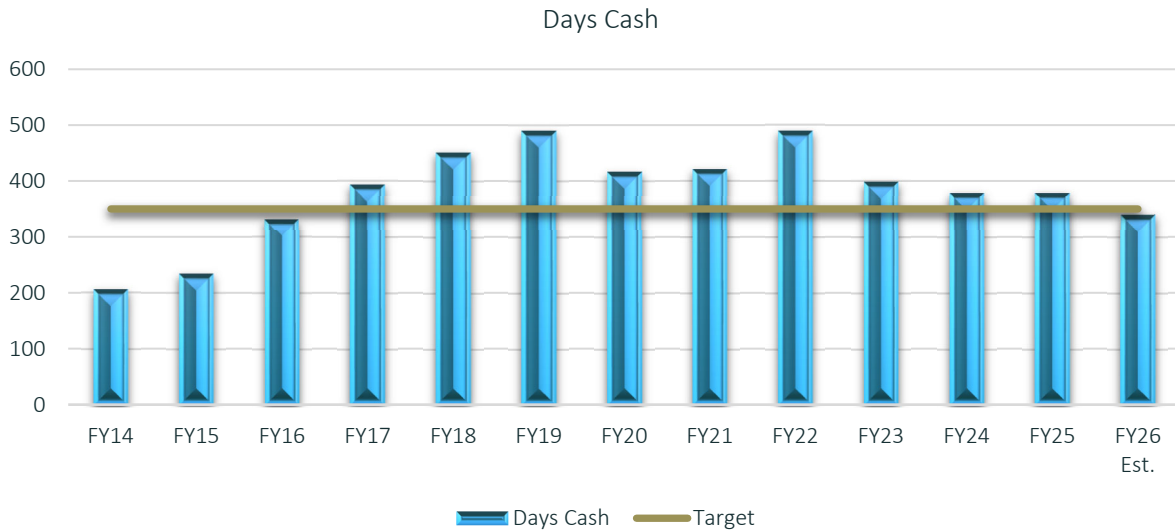
- Handle surprises, like emergencies or lower-than-expected revenue
- Avoid sudden rate increases
- Pay for urgent repairs quickly
- Be ready for insurance gaps or legal costs
- Maintain trust with customers and regulators

Overall, reserves help keep operations steady and allow the Water Authority to plan for the future.

## Days Cash on Hand

Days cash on hand show how long the Water Authority can pay its bills using only its cash reserves, without new revenue coming in. This measure is important for handling emergencies, economic changes, or payment delays.

As shown in the chart, days cash on hand have increased over time. As of FY 2026 Q3, the estimate is **340 days**, even after major debt payments early in the year. This shows a strong and improving financial position.



## Other Funds Highlights

The Water Authority allocates additional funds to cover debt obligations, capital expenditures, and restricted accounts designated for the San Juan-Chama Project Contractors Association (SJCPCA). Presented below are the year-to-date (YTD) total revenues and expenses for each fund for FY2026.

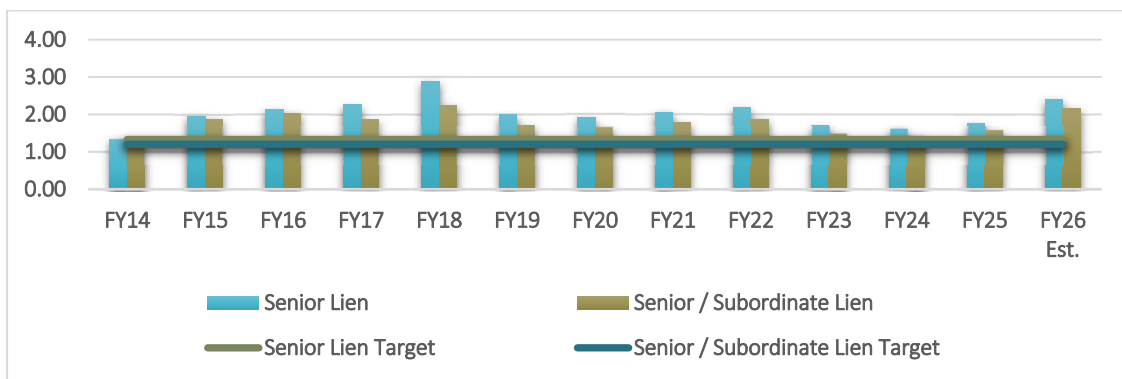
Fund Description	Revenue			Expense		
	YTD Actual	FY 2026 Adopted Budget	% Budget	YTD Actual	FY 2026 Adopted Budget	% Budget
Debt Service Fund	\$ 80,539,291.41	\$ 88,774,590	91%	\$ 81,378,930.28	\$ 96,357,590	84%
SJCPCA Fund	42,975.50	42,975	100%	22,705.00	67,132	34%
Capital Rehab Fund	112,631,713.57	120,131,000	94%	43,478,348.31	186,850,104	23%
Capital Growth Fund	39,347,254.06	96,392,629	41%	34,331,417.58	87,239,576	39%
Capital Water 2120 Fund	2,269,152.95	2,512,000	90%	302,775.13	25,094,217	1%
<b>Total</b>	<b>\$ 234,830,387.49</b>	<b>\$ 307,853,194</b>	<b>76%</b>	<b>\$ 159,514,176.30</b>	<b>\$ 395,608,619</b>	<b>40%</b>

### Debt Service Fund

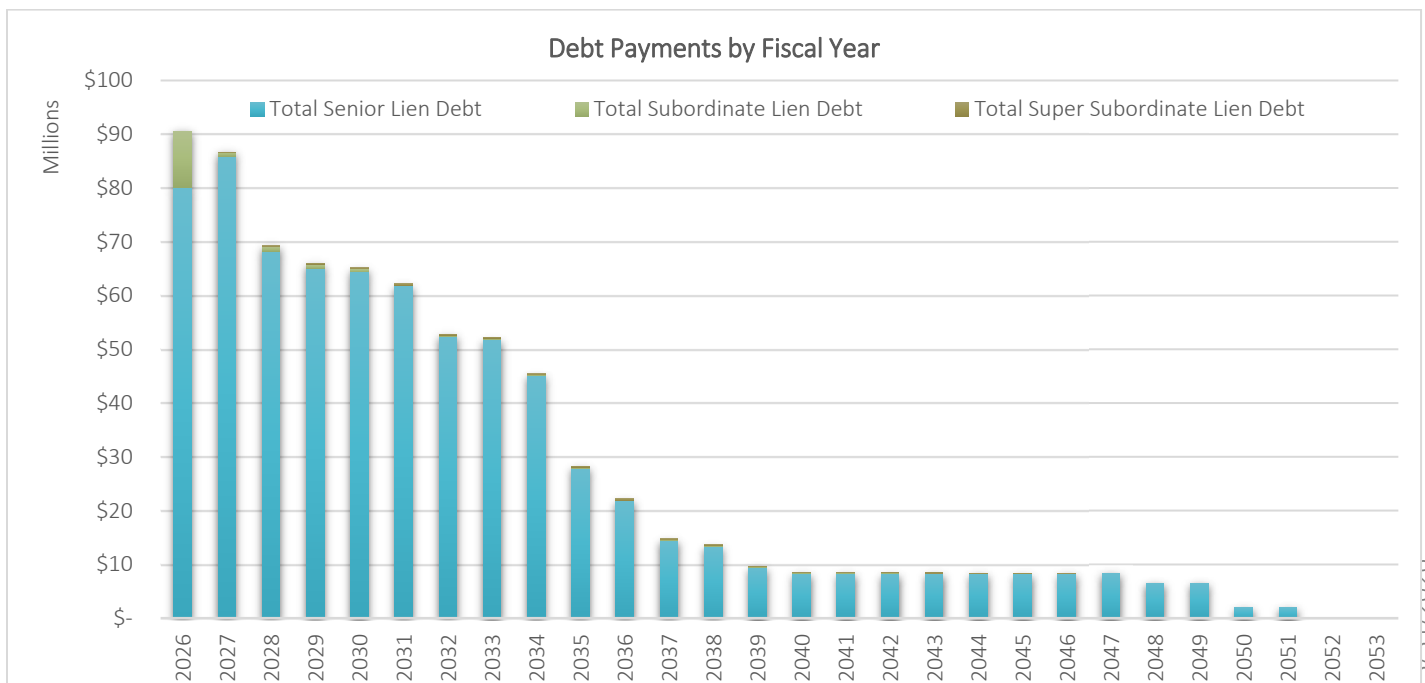
The debt service fund is used to account for the revenues, other financing sources, financing uses, and the related expenses for long-term debt. This includes accounting for bond and loan principal, interest, and other debt expenses. The majority of principal and interest payments for Water Authority debt obligations are paid in the first quarter (July 1<sup>st</sup>) of every fiscal year. Below illustrates the budget to actual variances:

Description	FY 2026					FY 2026	
	Adopted Budget	Q1	Q2	Q3	Q4	Total YTD	% YTD
Principal	\$ 68,202,000	\$ 65,008,469.60	\$ 2,180,931.09	\$ -	\$ -	\$ 67,189,400.69	98.5%
Interest	23,571,000	878,571.86	15,033.00	9,705,813.98	-	10,599,418.84	45.0%
Other Debt Related Expense	584,590	-	553,648.28	36,462.50	-	590,110.78	100.9%
Transfers to Other Funds	4,000,000	999,999.99	999,999.99	999,999.99	-	2,999,999.97	75.0%
Grand Total	\$ 96,357,590	66,887,041.45	3,749,612.36	10,742,276.47	-	81,378,930.28	84.5%

The debt service coverage ratio (DSCR) is a measurement of the Water Authority's available cash flow to pay current debt obligations. Many lenders will set a minimum requirement between 1.20 and 1.25, however, the Water Authority's policy minimum is set at 1.33 for senior lien and 1.20 for senior and subordinate lien debt. The chart shows the Water Authority is at target or above the DSCR minimum requirements.



The Water Authority's current annual principal and interest debt obligations for FY 2026 total \$90.5 million. With the FY26 payments being applied, the chart below illustrates the remaining required annual debt payments through FY 2053.





Albuquerque Bernalillo County  
Water Utility Authority,  
Fiscal Agent

PO Box 568  
ABQ, NM 87103

City of Belen  
Ohkay Owingeh  
Town of Bernalillo  
El Prado Water &  
Sanitation District  
Town of Taos

Village of Los Lunas  
Middle Rio Grande  
Conservancy District  
City of Santa Fe  
Village of Taos Ski Valley  
Jicarilla Apache Nation

## San Juan-Chama Project Contractors Association Fund

The Water Authority is the fiscal agent on behalf of the San Juan-Chama Project Contractors Association (SJCPA) that was established in FY 2022 with supervision of the SJCPA board. Members of the SJCPA are assessed annually on an equitable basis not to exceed fifty (50) cents for each acre-foot of each agency's annual project water amount. There is a total of 19 members, of which 12 are currently assessed annual dues. SJCPA may also establish special assessments on an as needed basis by supermajority (75%) of the members.

Revenues collected for FY 2026 total \$42,976 and expenses YTD are \$22,705 or 34% of the total budget.

## Capital Funds

The FY2026 amended Capital Improvement Program (CIP) budget totals \$304.7 million, excluding debt, for all CIP funds. CIP costs are defined as those costing over \$5,000 with an expected useful life of at least two years. The CIP budget is also categorized by various facilities, infrastructure, improvements, and equipment. Multiple funding sources are utilized to provide the budget for CIPs, including from the General Fund, Debt Service Fund, miscellaneous CIP funds, loans, and grants. The table and chart illustrate the budget to actual variances for each CIP category:

	<b>FY2026 Adopted Budget</b>	<b>Q1</b>	<b>Q2</b>	<b>Q3</b>	<b>Q4</b>	<b>FY2026 Total YTD</b>	<b>% YTD</b>
Sanitary Sewer Pipeline Renewal	\$ 39,369,104	\$ 3,753,519.45	\$ 7,536,271.06	\$ 7,195,628.45	\$ -	\$ 18,485,418.96	46.95%
Drinking Water Pipeline Renewal	18,726,468	604,016.82	1,063,393.76	1,555,661.34	-	3,223,071.92	17.21%
Southside Water Reclamation Plant Renewal	25,172,613	1,058,671.92	1,315,544.98	1,932,874.77	-	4,307,091.67	17.11%
Soil Amendment Facility Renewal	945,896	125,123.32	328,785.46	10,220.11	-	464,128.89	49.07%
Lift Station & Vacuum Station Renewal	9,276,199	167,510.61	700,686.19	1,028,532.90	-	1,896,729.70	20.45%
Odor Control Facilities Renewal	255,408	3,030.44	-	-	-	3,030.44	1.19%
Groundwater Production & Dist. Renewal	29,073,250	582,436.57	1,026,660.71	1,730,071.51	-	3,339,168.79	11.49%
SJCWTP Renewal	9,827,608	364,856.50	369,520.66	1,360,925.54	-	2,095,302.70	21.32%
Reuse Pipeline & Plant Renewal	1,655,593	1,957.14	58,401.25	150,860.92	-	211,219.31	12.76%
Compliance	603,019	-	-	-	-	-	0.00%
Shared Renewal	19,630,101	1,445,800.37	2,377,658.32	1,688,819.09	-	5,512,277.78	28.08%
Franchise Fee Compliance	5,045,532	61,041.84	660,422.47	1,378,214.99	-	2,099,679.30	41.61%
Vehicles & Heavy Equipment	4,174,783	505,543.30	36,001.25	1,267,003.91	-	1,808,548.46	43.32%
Mission Renewal	50,000	-	9,864.39	-	-	9,864.39	19.73%
Special Projects	114,740,710	7,943,133.29	13,155,659.21	9,409,377.80	-	30,508,170.30	26.59%
Growth Projects	10,845,702	858,809.20	1,809,621.66	1,177,632.42	-	3,846,063.28	35.46%
Water 2120 Projects	15,319,217	25,308.06	214,572.14	62,894.93	-	\$ 302,775.13	1.98%
<b>Grand Total</b>	<b>\$ 304,711,203</b>	<b>\$ 17,500,758.83</b>	<b>\$ 30,663,063.51</b>	<b>\$ 29,948,718.68</b>	<b>\$ -</b>	<b>\$ 78,112,541.02</b>	<b>25.63%</b>

To comply with the State of New Mexico Department of Finance and Administration policy on requirements for a budget adjustment resolution (BAR), the Water Authority has adopted an administrative policy for “Capital Funds Excess/Deficit Budget Rollovers.” This policy allows for rollovers of CIP funds in excess and/or deficit from each previous fiscal year’s remaining budget.

The Water Authority records the carryover of all unobligated funds remaining at the end of the budget year to the next budget year to cover allowable costs in that budget period. This carryover does not require Water Authority Board approval. Restricted funds, grants, bond and loan proceeds, and cash transfers that are recorded in CIP funds are the only cumulative balances allowed.

The adopted budget recognizes the carryover of unobligated funds from FY 2025 in the amount of \$191.5 million and any new or amended CIP budget resolutions approved by the Board since July 1st.

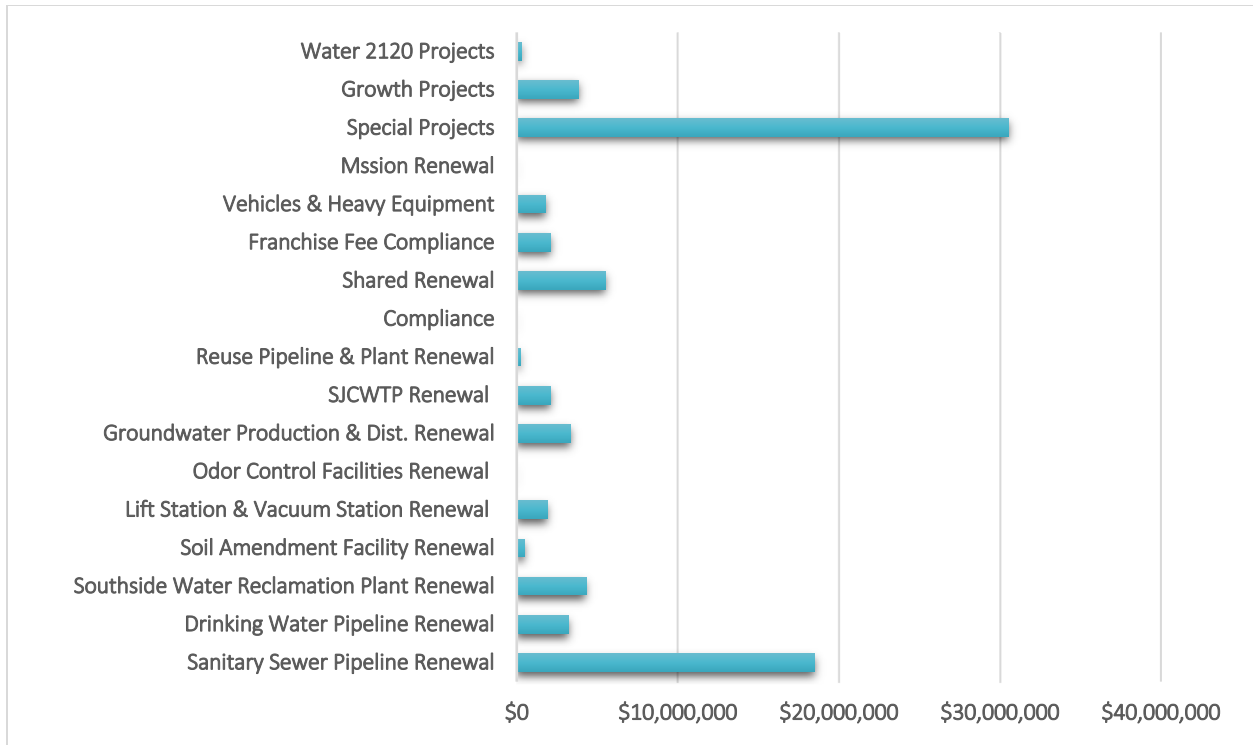
### Capital Status Report

The Water Authority expended a total of \$78.1 million through Q3 of FY 2026. Of the \$29.9 million capital spending in Q3, the highest proportion was spent on various projects (\$15.0 million) to include: Interceptor Rehabilitation and emergency repairs, the Winrock Reuse System, SCADA Equipment Renewal, Volcano Cliffs Arsenic Treatment Facility and Transmission Line, Bosque WRF Treatment Facility, the To’Hajilee pipeline, Bosque WRF Treatment Facility, and the Carnuel Sewage Collection System. Furthermore, approximately \$1.3 million was allocated for franchise fee compliance related projects, \$1.3 million for fleet vehicle and equipment renewal, \$0.9 million for lift station renewal , and \$0.8 million for Information Technology projects.

In government accounting, an encumbrance is a term used to describe a committed or reserved amount of funds that is set aside for a specific purpose. This is used to ensure that there will be sufficient cash available to pay for specific obligations. Encumbrances are used to avoid overspending. CIP outstanding encumbrances by fund at the end of Q3, were:

- Fund 27 (Water 2120) - \$8,106,361,
- Fund 28 (Rehab) - \$71,751,953, and
- Fund 29 (Growth / Special Projects) - \$38,234,127,
- leaving an available budget balance of \$108,806,222 for current and future projects.

The following graph shows an illustration of current spending by CIP category through Q3.



### Project Timeline and Cost Impacts

Timelines for all CIP projects continue to extend by 3-6 months due to delays in material availability and shipping. This is an expected schedule impact that will likely extend over the next 1-2 years due to current supply chain challenges.

Regarding cost impacts, the Water Authority is seeing ongoing project cost escalations driven by:

1. The cost escalation of materials (pipe, pumps, valves, fuel, concrete, steel, etc.),
2. The Albuquerque contractor pool with a limited amount of available skilled wet utility contractors,
3. A highly competitive construction project market with lots of projects being bid by the City of Albuquerque, Bernalillo County, New Mexico Department of Transportation (NMDOT), Albuquerque Metropolitan Arroyo Flood Control Authority (AMAFCA), Sandia Labs, and others, and
4. Uncertainty regarding macroeconomic factors, possible tariffs, and potential changes to federal funding programs.

The Water Authority continues to manage these cost impacts through improving cost estimating and cost contingency/value engineering analysis, and a robust asset management approach to prioritizing projects, which creates flexibility to shift projects based on budget availability and bidder costs for specific projects.

A sample of active CIP projects that have budget authority in FY 2026 are listed as follows:

Project	Life-to-Date			Year-to-Date		Project Phase	Estimated Completion Date		Comments/Notes
	Total Budget	Total Spend*	Spend %	Total Budget	Total Spend*		As of 3Q 2026	Current	
Volcano Cliffs Arsenic Treatment and Transmission Line	\$ 45,414,399	\$ 39,426,491	86.81%	\$ 17,522,073	\$ 11,534,164	Construction	31-Jul-26	Yes	Off-site transmission line (TL) construction is completed and project close-out documents are being compiled. Arsenic treatment facility (ATF) in construction. ATF had challenges with treatment system delivery. Estimated completion for ATF is July 2026.
To'Hajiilee Transmission Line	20,000,050	13,881,258	69.41%	9,381,411	3,262,619	Construction	30-Jun-26	Yes	Hydrostatic testing, flushing, and disinfection on-going. Installation of electrical equipment at Sunset Reservoir, Terminal Facility building, and radio equipment at To'Hajiilee tanks are on-going.
SVDWP Phase 8/9 Waterline Extension	8,000,000	7,542,879	94.29%	1,638,376	1,181,255	Construction	30-May-26	Yes	Project substantially complete. Soil survey was delayed but has been received for a ditch crossing and the Contractor installed cathodic protection in December 2025. Project close-out documents are being compiled and should be completed by mid-May.
MDC Water & Sewer Improvements	16,811,789	16,094,511	95.73%	5,000,618	4,283,339	Construction	30-Jun-26	Yes	Project substantially complete. Electrical/power issue at headworks being investigated with PNM/Carollo/BHI. Trace wire installation and minor punch list items are ongoing. Headworks punchlist complete. Project close-out documents and the O&M manuals are being compiled and should be completed by the end of June.
Carnuel Wastewater System	8,159,837	5,123,191	62.79%	4,476,708	2,193,821	Construction	31-May-26	Yes	Construction is ongoing to connect the new pipe to the Tijeras force main, pouring concrete collars, and connecting services. Construction will need to be extended until the end of May 2026 because of difficulties with working in granite and steep dirt roads as well as coordination with residents - change order for pipe extension being considered.
Carnuel Waterline System	2,650,000	307,942	11.62%	2,344,596	2,538	Construction	30-Nov-24	Yes	Project Complete.
Bosque WRRP Reuse System	24,271,652	6,049,987	24.93%	20,653,971	2,432,305	30% Design	Unknown	Yes	60% design is ongoing. Working with the CMAR contractor to develop project management plans, constructability review, cost estimate basis, and risk register.
SWRP Outfall Realignment	8,638,949	7,839,156	90.74%	1,512,854	713,060	Construction	31-May-26	Yes	Project re-work by Contractor being completed to correct outfall elevation deficiencies, work scheduled for completion in May 2026.
Mesa Del Sol Pump Station	18,051,202	1,036,464	5.74%	17,182,818	168,080	Design	30-Dec-27	Yes	Ph. 1a and 1b designs being finalized in April 2026. Ph. 1a in DRC review now, with bidding targeted for early May 2026. Ph. 1b ARC, EPC, and DFT reviews will occur in April/May/June 2026, followed by bidding in late June 2026. CWSRF Funding approved. \$1.5M ARPA funding transferred from this project to the VCATF project. Remaining ~\$4M of ARPA funds will be spent ASAP on Ph. 1a and Ph. 1b by November/December 2026.
Tijeras/Winrock Reuse System	14,505,490	9,546,421	65.81%	9,479,722	4,520,653	Construction	30-Jun-26	Yes	Construction on schedule. Construction of the reuse pipeline in and around the mall area completed in March 2026. Estimated completion Summer 2026. Construction contract in place with Spear D.
Arsenic Treatment Facilities (Thomas/Santa Barbara/Miles)	16,951,366	2,345,716	13.84%	15,010,312	404,661	Construction	31-Dec-27	Yes	Construction began in January 2026, completion by Dec. 2027. Site grading and wet utility piping work is ongoing.

\*Total Spend represents actual expenses.

Note: Year-to-date information as of March 31, 2026.

## Transfer of Funds and Expenditure Authority within Budget

Efficient fund transfers are vital for the Water Authority to deliver projects within its approved budget. The process begins with a carefully developed budget based on projected needs, which serves as a roadmap for spending throughout the fiscal year.

As the year progresses, funds may be reallocated to cover unforeseen expenses or to maximize resources for projects that offer the greatest public benefit. Each transfer is thoroughly reviewed by the finance team to ensure it stays within budget limits and supports organizational priorities.

The Executive Director, authorized by annual appropriations, has the authority to transfer funds or adjust spending as necessary. This flexibility enables the Water Authority to respond to evolving needs while maintaining responsible financial management.

All fund transfers are carefully documented to promote transparency and accountability to the governing board and the public.

Through diligent management of these transfers, the Executive Director ensures both strong financial stewardship and continued operational effectiveness.

The following table summarizes the budget transfers authorized by the Executive Director to date:

Date	Budget Set ID	Description	Net Chg.-Amount
7/1/2025	BS000293/BE000391	FY25 CIP Rollover Budget Adj	\$191,549,147
7/1/2025	BS000295/BE000393	FY25 CIP REV Rollover Federal	66,073,573
8/5/2025	BS000289/BE000386	Water Resource Ed. CS increase	0
9/8/2025	BS000294/BE000392	Move Uniform to new line	0
9/23/2025	BS000297/BE000395	Transfer Steel WL within Fund	0
9/23/2025	BS000298/BE000396	Move Balance within fund -Land	0
9/23/2025	BS000300/BE000397	Move Balance within fund -AMI	0
10/1/2025	BS000301/ BE000398	Move Balance within Fund-Renew	0
10/2/2025	BS000302/BE000399	Move Balance within fund 0104	0
10/7/2025	BS000303/BE000400	Move Balance within fund 29	0
10/21/2025	BS000304/BE000401	2025 NMFA PPRF 6799 Adjustment	564,590
12/22/2025	BS000308/BE000405	Bal Dec Lines within Fund 28	0

## Cash and Investment Highlights

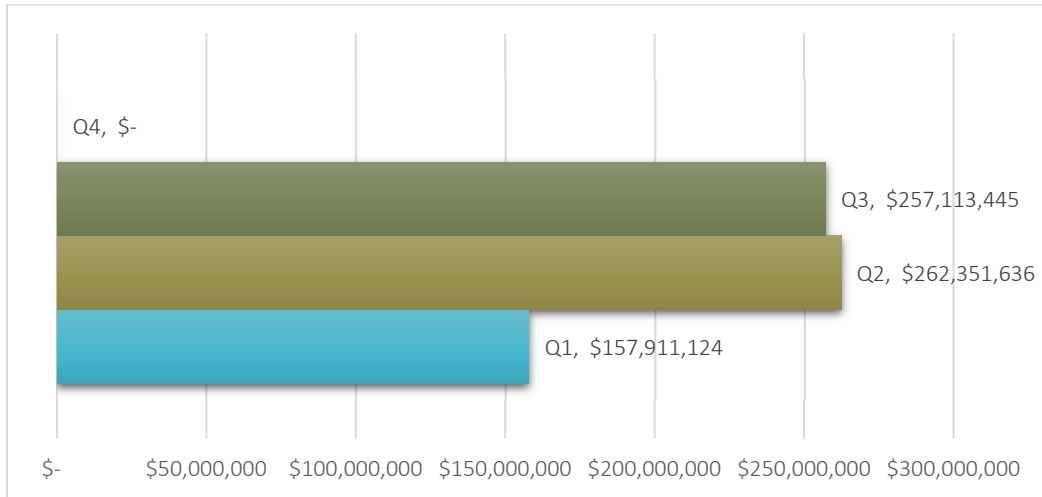
In accordance with the Investment Policy, the Water Authority is to prudently manage the investment of public money that is not immediately required for the operations of the Water Authority. Investment Policy priorities are used in making investment decisions are:

1. Safety of funds,
2. Maintenance of liquidity, and

- Maximum of return (yield) after the first two priorities are met.

The chart below shows cash and investment balances as of March 31, 2026. Investments help offset bankcard (merchant) and bank client analysis fees which amounted to \$612,392 in Q3.

<b>Overnight Liquid Products:</b>	<b>Balances as of 12/31/2025</b>	<b>Book Yield</b>	<b>Market Value</b>
Bank of Albuquerque - 2528	\$ 331,945	0.150%	\$ 331,945
Bank of Albuquerque Sweep - 2528	4,412,106	1.600%	4,412,106
NM State Local Government Investment Pool (LGIP)	47,535,576	3.661%	47,535,576
Wells Fargo - General Fund - 0555	37,058,733	2.000%	37,058,733
Wells Fargo - P&A Flex - 7748	169,301	2.000%	169,301
Wells Fargo - Stagecoach Sweep - 0555	-	3.537%	-
Wells Fargo - Stagecoach Sweep - 7076	11,025,741	3.537%	11,025,741
Wells Fargo - Stagecoach Sweep - 8089	2,322,518	3.537%	2,322,518
<b>Total Highly Liquid Portfolio</b>	<b>102,855,922</b>		<b>102,855,922</b>
<b>Investment Accounts</b>			
US Bank - Public Trust Advisors	53,088,665	0.890%	53,609,629
US Bank - Public Trust Advisors (CIP 2023)	10,556,462	0.750%	10,587,059
US Bank - Public Trust Advisors (CIP 2025)	90,612,396	1.840%	91,220,334
<b>Total Investment Accounts</b>	<b>154,257,523</b>		<b>155,417,022</b>
<b>Total Cash and Investments</b>	<b>\$ 257,113,445</b>		<b>\$ 258,272,944</b>

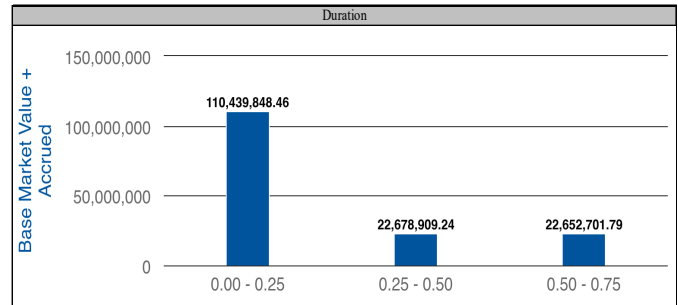
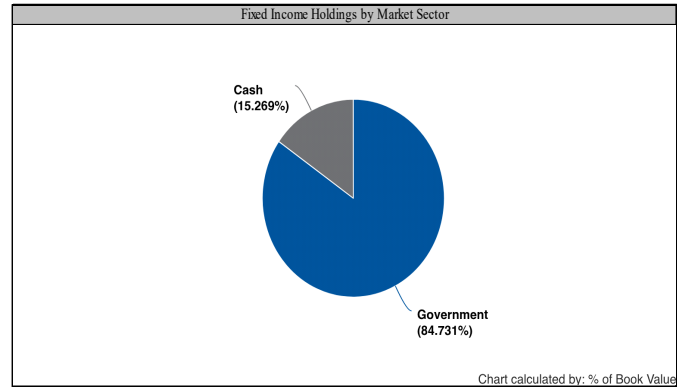


Illustrated below the Public Trust Advisors (PTA) investment portfolio as of March 31, 2026, balances.



Report: Portfolio Overview  
 Account: ABCWUA AGG 2026 (109273)  
 Date: 01/01/2026 - 03/31/2026

Balance Sheet Summary			
	ABCWUA	CWUA - CIP 2025	FUNCWUA-CIP 2023 FUN
Book Value	53,622,225.05	91,279,485.37	10,590,204.64
Accrued Balance	118,172.74	179,462.59	26,708.45
Net Unrealized Gain/Loss	-6,601.24	-36,662.47	-1,535.64
Market Value + Accrued	53,733,796.55	91,422,285.48	10,615,377.45
Footnote: 1			
Net Income			
	ABCWUA	CWUA - CIP 2025	FUNCWUA-CIP 2023 FUN
Ending Current Units	53,991,279.09	92,084,343.89	10,640,756.40
Interest Income	108,607.21	243,274.35	103,443.30
Net Amortization/Accretion	331,060.87	575,945.00	34,118.95
Net Realized Gain/Loss	0.00	0.00	0.00
Misc Income	0.00	0.00	0.00
Expense	0.00	0.00	0.00
Net Income	439,668.08	819,219.35	137,562.26
Footnotes: 1,2			
Index Comparison Summary			
Risk Metric	Portfolio	Index	Difference
Duration	0.311	---	---
Yield	3.626	---	---
Years to Effective Maturity	0.316	---	---
Years to Final Maturity	0.316	---	---
Average Credit Rating	AA+	---	---
Footnote: 3			

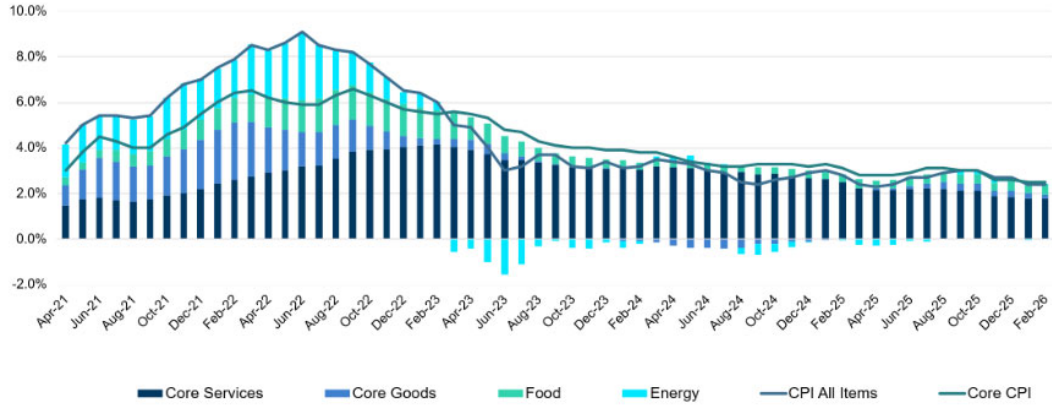


Index NO BENCHMARK REQUIRED  
 1: \* Pivoted by: Account  
 2: \* Weighted by: Ending Market Value + Accrued  
 3: \* Grouped by: Risk Metric



# INFLATION CONTRIBUTORS

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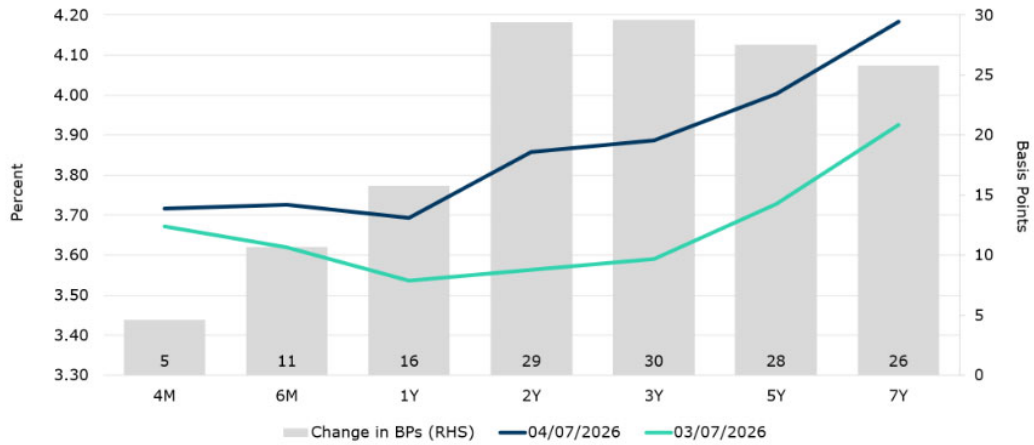


Source: Bloomberg; Data as of: 03/17/26  
Please refer to the disclosure slide of this presentation for more information.



# U.S. TREASURY YIELDS

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The mint green line represents the U.S. Treasury Actives curve at the historical date in the above chart legend. The blue line represents the current U.S. Treasury Actives curve on the date in the above chart legend. The grey bars represents the change in yield between the current and historical curves as measured in basis points.

Source: Bloomberg, data as of April 02, 2026  
Please refer to the disclosure slide for additional information on this presentation.



## PTMA MARKET OUTLOOK

- ▶ Fed Sees Growing Risks, But Remains Biased for Further Cuts in 2026
- ▶ Energy Prices Create Near-Term Inflation Risks
- ▶ Labor Market Concerns Will Persist
- ▶ Market Volatility Elevated Due to Shifting U.S. Policy and Geopolitical Risks
- ▶ Corporate Balance Sheets and Earnings Remain Healthy Overall
- ▶ Fed Outlook and Earnings Expectations Support Markets

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8

Please refer to the disclosure slide of this presentation for more information.

February CPI came in at 2.4 percent, but PTA has yet to see data post conflict to see where inflation will actually print. Economists are projecting 3+ headline CPI for March. If oil prices remain elevated, inflation expectations could spike. Treasury yields rose over the past month due in part to rising inflation concerns and expectations that the Fed would remain higher for longer. The increase was greater out the curve. In addition to wider spreads, higher yields also created opportunities for investors to term out investments in a prudent and diversified manner. PTF has seen some movement down in yields with the ceasefire, but yields remain above levels from one month ago. (6M 3.69%, 1yr 3.61%)

It's good to see what appears to be an off-ramp in the Middle East. Higher oil prices remain a risk to growth and inflation. Labor market concerns persist – Not only Middle East conflict, but AI risks and other policy uncertainty.

Fed easing bias and positive earnings forecasts are supportive of stock and bond markets.

Portfolio Update:

These portfolios have been invested to match the respective CIP Draw schedules. PTA have a known liability so it's prudent to invest the asset along the same schedule to eliminate/minimize the asset liability mismatch. PTA have structured the portfolios well in a declining interest rate market while providing the liquidity component for quarterly reimbursements.

3/31/2026

# Performance Plan Highlights

The Performance Plan assesses the performance of the Water Authority using measures that are designed to help the Water Authority improve its operational efficiency and effectiveness. These performance measures help guide the operating and capital budgets in allocating the Water Authority’s financial resources, thus making these budgets performance based.

## Quarterly Performance Indicator Scorecard

The Scorecard Indicators are categorized by Level of Service areas which include:

- Regulatory
- Reliability
- Quality
- Customer Service
- Finance

The Scorecard Indicators are developed through benchmarking and performance assessments to identify performance gaps and to establish targets to address performance gaps. The Scorecard Indicators Targets are linked to performance benchmarking, the Goals and Objectives, Customer Opinion Survey responses, and Effective Utility Management. The purpose of this report is to provide a one-page snapshot of the utility's performance so that stakeholders can easily gauge how the utility is performing in these Level of Service areas which is consistent with the feedback received through the Customer Conversation forums on reporting preferences.

The report identifies the fiscal year-to-date performance compared to the established target. A status of each indicator is provided in three categories: target achieved, work- in-progress, or target not met. Below shows the actual and target performance for all 22 indicators.

The status of each measurement illustrates the following:

Target achieved =  Below Target =  Target not met = 



Level of Service Area	Indicator	FY26 Actual (FY to Date)	FY26 Target	Status
Regulatory	Number of Permit Excursions	0	≤ 5	▲
	Reported Overflows	15	< 40	▲
	SUO Compliance (Permitted Industrial Users)	80%	≥ 87%	■
	SUO Compliance (Food Service Establishments)	83%	≥ 87%	■
	SUO Compliance (Dental Offices)	98%	≥ 87%	▲
Reliability	Ground Water PMR	77%	≥ 65%	▲
	Surface Water PMR	81%	≥ 65%	▲
	Waste Water PMR	40%	≥ 65%	■
	Water System (Miles Monitored)	1008	> 2200 miles	■
	Water System (Miles Surveyed)	324	> 650 miles	■
	Water System (Leaks Found)	41	> 80	■
	Water System (Water Loss Reduced)	11.3	> 75.0 MG	■
	Miles of Sewer Line Cleaned	191	≥ 100 miles	▲
	Sewer Line Inspection Effectiveness	54	≥ 199 miles	■
	Injury Time	521	< 2,500 hours	▲
Quality	Water Quality Complaints Rate	1.4	< 3.0	▲
	Biosolids to Compost	18%	> 30%	■
	Renewable Energy (Bio Gas)	33%	≥ 16%	▲
	Renewable Energy (Solar)	8%	≥ 9%	■
	Water Consumption (GW)	4.4	< 1.8 BG	■
	Water Consumption (SW)	0.7	> 1.6 BG	■
Customer Service	Wait Time	0.9	< 1.0 min	▲
	Contact Time	4.6	< 4.0 min	■
	Abandoned Calls	4%	< 3%	■
	First Call Resolution	85%	> 95%	■
	Bill Exception Rate	7	< 8	▲
Finance	Rehabilitation Spending	\$43	≥ \$64 million	■
	Pipe Infrastructure Emergency vs. Planned Spending	8%	≤ 50%	▲
	Cash Reserves	340	≥ 350 days	■
	Revenue to Expenditures	94%	≥ 100%	■
	Expenditures to Budget	100%	≤ 100%	▲

## Goals and FY26 Objectives

The FY 2026 Goals and Objectives were established (R-25-12) and approved by the Water Authority Board on April 23, 2025, and are linked to the budget process, performance measurements, and is consistent with the desired conditions of the Water Authority's service area.

The Goals are as follows:

- Goal 1: Water Supply and Operations
- Goal 2: Wastewater Collection and Operations
- Goal 3: Customer Services
- Goal 4: Business Planning and Management
- Goal 5: Organization Development

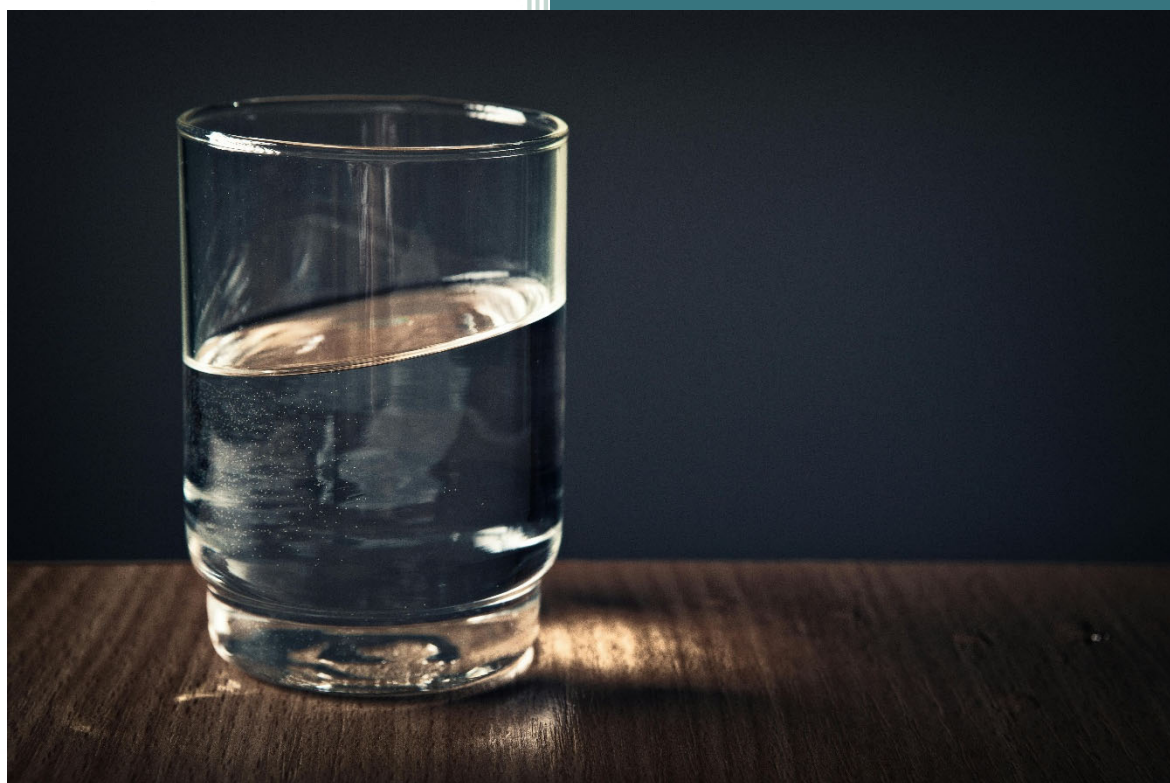


Note: The FY 2026 Goals and Objectives detailed results of the FY 2026 Q3 progress of each objective within each goal are attached in a separate report.



2026

# Goals & Objectives



Susan J Lander / Marta J Ortiz  
Albuquerque Bernalillo County  
Water Utility Authority

*The purpose of establishing goals and objectives for the Albuquerque Bernalillo County Water Utility Authority (Water Authority) is to ensure strategic alignment, operational efficiency, and accountability in delivering reliable water and wastewater services to the community.*

## Goal 1: Water Supply and Operations

*Provide a reliable, safe, affordable, and sustainable water supply by transitioning to renewable supplies and minimizing long term environmental impacts on the community and natural resources while ensuring the ability of the community to grow in a responsible manner.*

### 1.1 – Objective

Develop a long-term strategy for utilizing existing wells that are currently out of service within the water system and identify/update priority Arsenic Treatment plant projects for design and construction by the end of the 4th Quarter of FY26.

*Staff Assignment: Andrade/ Laughlin/Kelly*

Results:

<b>Tasks</b>	<b>Status</b>	<b>Description</b>
<b>Volcano Cliffs ATF (VCATF)</b>	<i>In construction. Target Completion: Q1 FY27</i>	<i>Construction almost complete. Functional testing in May/June/July 2026.</i>
<b>SBA ATF</b>	<i>In construction. Target Completion: Q3 FY28</i>	<i>SBATF facility and site piping construction</i>
<b>Stranded Assets Study</b>	<i>In-progress Completion Target: Q4 FY26 or Q1 FY27</i>	<i>Waiting on IIP for demand forecaster data (Jacobs/CDM)</i>
<b>MDS ATF</b>	<i>Not active</i>	<i>Design start FY27</i>

### 1.2 – Objective

Complete the assessment that began in FY23 of the impact of widescale power outages upon water system

production and pumping facilities by the end of the 4th Quarter of FY26.

Work directly with the Public Service Company of New Mexico (PNM) and the Water Authority’s Geographical Information System (GIS) group to determine potential impact areas.

Subsequently, engage the services of a hydraulic modeling consultant to perform strategic hydraulic modeling to assess resulting water supply capacity limitations and water outage timelines.

*Staff Assignment: Berman/Andrade*

Results:

<b>Tasks</b>	<b>Status</b>	<b>Description</b>
<b>Meeting w/ PNM’s Power Dist. Group</b>	<i>Complete</i>	<i>Future meeting TBD, if needed</i>
<b>Perform water system hydraulic modeling simulations</b>	<i>In progress: Q4 FY26/Q1 FY27</i>	<i>Performed by Water Authority Staff</i>

### 1.3 – Objective

Develop a priority list and execute a program of regular inspections of the inventory of drinking water reservoirs at a frequency consistent with good practices for steel and concrete reservoir assets and American Water Works Association (AWWA) Partnership for Safe Water-Distribution goals by the end of the 4th Quarter of FY26.

*Staff Assignment: Berman/Andrade*

Results:

Tasks	Status	Description
<b>System-wide Reservoir Internal &amp; External Inspections</b>	100% Complete for FY25	Work performed by vendor
<b>NMED Inspection</b>	FY30	Required in 5-years
<b>Annual External Inspections</b>	Due in CY 2026	Groundwater inspections

### 1.4 – Objective

Submit annual treatment data to the Partnership for Safe Water - Treatment program for inclusion in the program’s annual report of aggregated system water quality data by the end of the 4th Quarter of FY26.

- Maintain turbidities for each individual filter cell and for combined filter effluent at less than 0.1 nephelometric turbidity unit (NTU) more than 95% of time in operation.
- Continue work on items identified from the Phase 3 Self-Assessment that are not yet considered optimized and submit a progress report to AWWA.
- Continue working towards the application for the Phase IV Excellence in Water Treatment Award in the Partnership for Safe Water -Treatment.

**Staff Assignment: Berman/Sanchez**

Results:

	Tasks	Status	Description
<b>Q1</b>	Percent of Time <0.1 NTU	N/A	Plant offline
<b>Q2</b>	Percent of Time <0.1 NTU	99.98%	Goal met
<b>Q3</b>	Percent of Time <0.1 NTU	99.92%	Goal met-plant online entire Q3

### 1.5 – Objective

Improve monitoring and trending of the Total Organic Carbon (TOC) concentration and removal across the Water Treatment Plant to better predict potential Disinfection By-Product (DBP) formation in the distribution system. Continue to optimize TOC removal

through enhanced coagulation and biologically active filtration by reporting quarterly data to assess seasonal TOC trends and removal metrics through the 4th Quarter of FY26.

**Staff Assignment: Berman/Sanchez**

Results:

Sample Point	Avg. Total Organic Carbon (TOC) in mg/L			
	Q1 Avg.	Q2 Avg.	Q3 Avg.	Q4 Avg.
<b>Source Water – IN</b>	N/A	3.70	2.86	
<b>Source Water – OUT</b>	N/A	1.27	1.01	
<b>Average % Removal</b>	N/A	65.5%	64.7%	

San Juan-Chama Water Treatment Plant was offline Q1 FY26.

### 1.6 – Objective

Submit annual distribution data to the Partnership for Safe Water - Distribution program for inclusion in the program’s annual report of aggregated system water quality data by the end of the 4th Quarter of FY26. Continue to work on items identified from the Phase 3 Self-Assessment that are not yet considered optimized and submit a progress report to AWWA.

**Staff Assignment: Warren/Malouff**

Results:

Tasks	Status
<b>Submittal of annual distribution data to the Partnership for Safe Water for FY26</b>	Will be completed by Q1 FY27. The WUA received the 10-year Directors Award.

### 1.7 – Objective

Continue implementation of the Revised Lead and Copper Rule (LCRR) including updating the service line inventory and the service line replacement plan. This will include developing a process to complete the inventory for customers with large meters. Submit the annual inventory and updates to the replacement plan to NMED by October 16, 2025. Complete a multi-year gap analysis aimed at identifying requirements and developing

procedures for compliance with the Lead and Copper Rule Improvements (LCRI) by 2027.

*Staff Assignment: Warren/Malouff*

Results:

<b>Tasks</b>	<b>Status</b>
<b>Inventory for master meters – meters with services to multiple buildings</b>	Consultant completed survey of master meter customers with approx. 25 responses out of 213 contacted.
<b>Annual Inventory</b>	NMED approved the probabilistic modeling that was completed for the service line inventory. Inventory updated for CY2025, notifications sent out by email to customers 12/31/2025
<b>Gap Analysis</b>	Based on NMED approval of probabilistic modeling, the Water Authority will not perform a gap analysis at this time.

### 1.8 – Objective

Update the Water Resources Management Strategy: Water 2120 by the end of the 2<sup>nd</sup> Quarter of FY26.

*Staff Assignment: Kelly/Agnew/Arber*

Results:

<b>Tasks</b>	<b>Status</b>
<b>Coordination with regional partners on climate modeling and scenarios being completed as part of the Rio Grande Basin Study</b>	25%
<b>Complete updates to model by end of Q1 FY26</b>	Final model validation and QA/QC complete as is the dashboard for review of supply scenarios. This task is complete.

<b>Tasks</b>	<b>Status</b>
<b>Update TCAC on progress of Water 2120 updates (minimum of 2 updates in FY26)</b>	1 update done in August; 1 in December.

### 1.9 – Objective

Support and advocate for the Water Authority’s interests on the Colorado River through the end of the 4th Quarter of FY26.

- Promote collaboration and advocacy among San Juan-Chama contractors and the San Juan River Basin for sustainable water resources through continued leadership and support for the San Juan Chama Contractor’s Association.
- Attend Upper Colorado River Commission (UCRC) meetings as well as regular monthly updates from the New Mexico Interstate Stream Commission (NMISC).

*Staff Assignment: Kelly/Agnew*

Results:

<b>Tasks</b>	<b>Status</b>
<b>SJCPCA Collaboration – provide updates at membership meetings.</b>	Staff provided CO River updates to membership during the March meeting; Jan/Feb meetings cancelled.
<b>UCRC meetings – Spring and Annual meetings as well as Special meetings</b>	Staff attended March Special Meeting of the UCRC.
<b>Review and provide comment on Draft EIS for Post-2026 operations.</b>	Draft EIS posted January 2026. Staff completed review and drafting of WUA comment letter to BOR. Staff coordinated comments with other SJCP stakeholders and the NMISC.
<b>Coordination with NMISC and NM UCRC Commissioner to attend and support UCRC work sessions</b>	No UCRC work session held during Q3. Next work session expected in June 2026.

### 1.10 – Objective

Begin implementation of the Colorado River Water Users Memorandum of Understanding (MOU), which promotes

municipal water conservation through conversions to drought-and climate-resilient landscaping, while maintaining vital urban landscapes and tree canopies that benefit our communities, wildlife, and the environment. Implement the MOU by developing a plan for decreasing Non-Functional Turf by 30% by the end of the 4th Quarter of FY26.

*Staff Assignment: Kelly/Arber*

Results:

<b>Tasks</b>	<b>Status</b>	<b>Goal</b>
<b>Reduce Non-Functional Turf</b>	0%	30%

### 1.11 – Objective

Work with the New Mexico Environment Department (NMED) and Office of the State Engineer to begin aquifer storage and recovery (ASR) permitting by the end of the 4th Quarter of FY26.

*Staff Assignment: Kelly/Agnew*

Results:

<b>Tasks</b>	<b>Status</b>
<b>Submit permit modification request for USR-4 to add two additional ASR Wells.</b>	<i>Staff hosted a tour of the USR-4 project for OSE staff, including the new Statewide Program manager. The tour included a site visit to the new ASR wells and discussion of review of design documents. OSE provided documentation of required forms and documentation for the new ASR wells; staff continued to make progress on required documentation (70% complete).</i>
<b>Submit permit modification request for DP-1887 to add two additional ASR Wells.</b>	<i>Compliance submitted a modification and renewal request for DP-1887 that includes the two new ASR Wells. WRD staff supported the application and are available to support</i>

<b>Tasks</b>	<b>Status</b>
	<i>responding to NMED comments, if needed.</i>

### 1.12 – Objective

Implement the Rivers and Aquifers Protection Plan (RAPP), the Water Authority’s source water protection plan, through the following actions:

- i. Identify and develop outreach and education of source water protection actions for customers and agencies in support of implementation of the RAPP;
- ii. Track and review site data and documents for priority groundwater contamination sites through the end of the 4th Quarter of FY26;
- iii. Collaborate and coordinate with other agencies, including support of the Water Protection Advisory Board (WPAB) through the end of the 4th Quarter of FY26; and
- iv. Collaborate and coordinate with Water Authority divisions on responses and actions for released to source waters.

*Staff Assignment: Kelly/ Agnew*

Results:

<b>Tasks</b>	<b>Status</b>
<b>Update locations and update map.</b>	<i>100% Complete. No additional action is needed.</i>
<b>Number of public meetings attended for priority groundwater contamination sites</b>	<i>Attended January public meeting on the Kirtland AFB Bulk Fuels Facility project. Attended 3 stakeholder calls for the Kirtland AFB Bulk Fuels Facility project.</i>
<b>Correspondence with NMED and/or Responsible Parties on priority groundwater contamination sites</b>	<i>Staff maintained ongoing direct correspondence with NMED for 4 priority sites. Staff participated in 2 meetings with NMED for 4 priority sites.</i>
<b>Number of public presentations made on source water protection</b>	<i>No public presentations in Q3.</i>

Tasks	Status
<i>and/or priority groundwater contamination sites.</i>	
<i>Collaboration/coordination on education and outreach for source water protection (e.g., PIC agency meetings, WPAB meetings)</i>	<i>Supported two (2) WPAB meetings in January and March.</i>
<i>Develop outward facing dashboard or update <a href="http://www.nmsourcewaterprotection.com">www.nmsourcewaterprotection.com</a> on: What is Source Water Protection? Why is it important? What does the Water Authority do for source water protection?</i>	<i>No progress was made in Q3.</i>
<i>Septic system conversions in coordination with Bernalillo County through PIPE (% of available properties converted to Water Authority sewer service)</i>	<i>No progress was made in Q3.</i>

### 1.13 – Objective

Establish easement storage agreements for San Juan-Chama Project contractors with the United States Army Corps of Engineers storage through the 4th Quarter of FY26. Update or establish sub-allotment agreements, as appropriate, for the storage of San Juan-Chama Project and native Rio Grande system water in Abiquiu Reservoir. Work with U.S. Bureau of Reclamation to establish lots within the URGWOM accounting model for the tracking of storage of both SJCP and native Rio Grande System water.

*Staff Assignment: Kelly/Agnew*

Results:

Tasks	Status
<i>Establish easement agreements with SJCP</i>	<i>Storage easement agreements have been</i>

Tasks	Status
<i>contractors with USACE storage space (total of 8)</i>	<i>signed by 4 of 8 SJCP contractors. Three agreements are pending-Santa Fe County, Espanola, and Taos Ski Valley. WUA continued support and coordination for Santa Fe County agreement.</i>
<i>Update or establish sub-allotment agreements for the storage of both SJCP and native Rio Grande system water (total of 6)</i>	<i>USACE approved all 6 pending sub-allotment agreements and all have been signed and executed.</i>
<i>Coordination with USACE to establish template for sub-allotment agreements for streamlined review and approval process.</i>	<i>Task is complete-no additional action needed.</i>

### 1.14 – Objective

Take steps towards permitting of native Rio Grande system water by the Water Authority within Abiquiu Reservoir. Coordinate with NMISC and NMOSE on the permit application and draft permit through the 4<sup>th</sup> Quarter of FY26.

*Staff Assignment: Kelly/Agnew*

Results:

Tasks	Status
<i>Meeting with NMISC and NMOSE to discuss next steps for native storage permit.</i>	<i>Staff met with NMISC and NMOSE staff in January to discuss the native storage permit and next steps for the permit application. Staff followed up with NMISC staff to coordinate a follow-up, technical meeting to continue discussions. Additional meetings with NMISC and NMOSE staff are required.</i>

### 1.15 – Objective

Design, install and sample monitoring wells at the Hewlett Packard-Digital site. Conduct regular water quality monitoring of the Water Authority source water protection groundwater monitoring wells at the Kirtland Air Force Base (KAFB) Bulk Fuels Facility jet fuel leak site and the Hewlett Packard-Digital groundwater contamination site through the end of FY26.

*Staff Assignment: Kelly/Agnew*

Results:

Tasks	Status
<b>Source water protection groundwater monitoring well quarterly monitoring</b>	<i>Quarterly monitoring completed for source water protection monitoring wells in March.</i>
<b>Monitoring well design and construction at HP/Digital site</b>	<i>Well is complete, monitoring is on-going.</i>

### 1.16 – Objective

Develop a reuse water modeling program that maintains a centralized version of the reuse model to be utilized as the system develops by the end of the 4th Quarter of FY26.

*Staff assignment: Shuryn/K. Berman*

Results:

Tasks	Status
<b>Southside Reuse Model</b>	<i>85% Complete</i>
<b>North non-potable Model</b>	<i>100% Complete</i>

### 1.17 – Objective

Work with City and other project stakeholders to design and construct the Tijeras Advanced Water Treatment Plant (AWTP) and Tijeras Reuse Reservoir and Pump Station (RRPS) facilities at Mesa Del Sol to support the special industrial complex, including Maxeon and other entities, through the end of FY27.

*Staff Assignment: Laughlin*

Results:

Tasks	Status	Description
<b>Tijeras RRPS Ph.1A (Inlet/ Outlet Piping)</b>	<i>100% Design, in DRC review</i>	<i>100% Design-Bid May 2026 Funding: ARPA/CWSRF</i>
<b>Tijeras RRPS Ph.1B (Reservoir + Site Piping)</b>	<i>~100% Design, ARC/EPC review pending</i>	<i>100% Design-Bid July 2026 Funding: ARPA/CWSRF</i>
<b>Tijeras RRPS Ph.2 (Reuse Bottleneck on University)</b>	<i>Design &amp; Geotech /Survey services in-progress</i>	<i>Geotech/Survey held up by property transfer. Coord. w/ ABQ Sunport for easements &amp; property access. Funding: CIP Rehab</i>
<b>Tijeras RRPS Ph.3 (Pump Station)</b>	<i>Not started</i>	<i>Design Q2 FY27</i>



*The Water Authority's primary mission is to provide reliable, high-quality, affordable, and sustainable water supply and wastewater services to the Albuquerque and Bernalillo County region. Goals and objectives help operationalize this mission by setting measurable targets for service delivery, infrastructure maintenance, and system upgrades.*

## Goal 2: Wastewater Collection and Operations

*Provide reliable, safe and affordable wastewater collection, treatment and reuse systems to protect the health of the Middle Rio Grande Valley by safeguarding the regional watershed, minimizing environmental impacts, and returning quality water to the Rio Grande for downstream users.*

### 2.1 – Objective

Seek recognition in the National Association of Clean Water Agencies (NACWA) Peak Performance award program for excellence in permit compliance through the end of the 4th Quarter of FY26.

*Staff Assignment: Berman/Larson*

Results:

	Q1	Q2	Q3	Q4
<b>Exceedances</b>	0	0	0	

In Q1 of FY26, there were 0 NPDES effluent permit exceedances.

### 2.2 – Objective

Continue work on the Partnership for Clean Water program for the Southside Water Reclamation Plant (SWRP) to optimize system operations and performance by the end of the 4th Quarter of FY26.

Continue work on outstanding items identified from the Phase 3 Self-Assessment that are not yet considered optimized and submit a progress report to AWWA.

*Staff Assignment: Berman/Larson*

Results:

Tasks	Status
<b>Partnership for Safe Water – Phase III Self-Assessment</b>	Completed
<b>Staff work on items not yet optimized</b>	On-going
<b>Self-Assessment update</b>	On-going

### 2.3 – Objective

Manage chemical usage and residual iron sludge from the Water Treatment Plant to manage collection system corrosion and odor control, with a goal of zero odors, while considering impacts on wastewater treatment operations and effluent quality. Monitor and report metrics through the end of the 4th Quarter of FY26.

*Staff Assignment: Warren/Holstad/Berman*

Results:

Tasks	Status
<b>Provide corrosion and odor control at least cost.</b>	Utilizing ventilation control where feasible, e.g. P-traps. On-going
<b>Evaluate need for Station 476 feeding calcium nitrate. In-house study.</b>	In Q2, performed test shutting off chemical feed for 24-hr and studied data. No significant H2S increases; no complaints. In Q3, continued monitoring conditions with no complaints.
<b>In coordination with CE, SWRP, and Compliance, assisted in the consultant study for H2O2 Sensitivity at SWRP.</b>	On-going. In Q3, reduce H2O2 Summer feed rate by 50% and greater reduction in Winter, including possible shutdown. In Q4, 50% reduction will be implemented. Bi-weekly testing to monitor performance.

## 2.4 – Objective

Continue to reduce sanitary sewer overflows (SSOs) in accordance with the Capacity, Management, Operation, and Maintenance (CMOM) Plan. Continue the manhole monitoring pilot study initiated in FY23 to diagnose flow patterns and provide advance alerts of downstream blockages. Provide final recommendations based on the pilot study by the end of the 4th Quarter of FY26.

*Staff Assignment: Warren/Holstad*

Results:

Tasks	Status
<b>Software / Communication Support</b>	<i>Extended additional two years.</i>
<b>Pilot Program</b>	<i>Pilot project to end Q4 FY26</i>
<b>In-house study of effectiveness of manhole monitoring to prevent SSOs.</b>	<i>Determinations: No SSOs prevented; cost prohibitive. Recommendation: Do not expand system or use as primary tool.</i>

## 2.5 – Objective

As part of the CMOM Program, continue to evaluate pilot modifications to the Sub-Basin cleaning program. Look at possible changes such as sub-basin cleaning frequency to optimize effectiveness of preventative maintenance cleaning to the lines most likely to spill. Provide final recommendations for modifications to the cleaning program by the end of the 4th Quarter of FY26.

*Staff Assignment: Warren/Holstad*

Results:

Tasks	Status
<b>Per the CMOM Plan, the Collection Section continues to implement and monitor the pilot 15-year cycle for Sub-Basin cleaning.</b>	<i>On-going</i>
<b>Working within the Water Environment Federation (WEF), the Water Authority is active and at the forefront of an industry-level effort to increase the effectiveness of O&amp;M cleaning. In Q2, the WEF released a questionnaire to survey utilities on their O&amp;M practices</b>	<i>On-going</i>

## 2.6 – Objective

With FY25 completion of AMI device installation in all ten vacuum station service areas, obtain and utilize data to gather system performance data and respond quickly to low-vacuum conditions by the end of the 4<sup>th</sup> Quarter of FY26.

*Staff Assignment: Warren/Holstad*

Results:

Tasks	Status
<b>Focus is on better understanding of the actual performance of the vacuum systems, specifically the minimum vacuums experienced diurnally versus the minimum required to fire the vacuum pit valves. Below this minimum, the system no longer functions properly. AMI data has not replaced existing vacuum tank data (SCADA) for the purpose of detecting low-vacs.</b>	<i>Findings: Vacuum at pit recovers quickly after firing; diurnal vacuum levels vary significantly across stations and even on the same station.</i>
<b>Have determined that lower vacuums are experienced on weekends and lowest are on holidays.</b>	<i>Obtained 12-second data over Thanksgiving at additional critical locations. Provided to consultants.</i>
<b>Continue consultant studies; extend field testing of air purging strategies to reduce vacuum loss at lifts</b>	<i>On-going.</i>

## 2.7 – Objective

Develop a template contract for new satellite communities which discharge wastewater to the Water Authority Collection System for conveyance to and treatment by the SWRP by the end of the 4<sup>th</sup> Quarter of FY26.

*Staff Assignment: Warren/Holstad/Shuryn/Cadena/Melendrez*

Results:

Tasks	Status
<b>Initial meeting to introduce contract concerns and collect feedback from Divisions on important aspects of</b>	<i>100% Complete</i>

Tasks	Status
<i>contract negotiations with satellite systems.</i>	
<i>Breakout sessions as needed to review initial topic list and draft more specific language for Wastewater Ops, UTD, CE, and Water Resources.</i>	40%
<i>Identify whether consecutive water systems should be included.</i>	0%-Wait for NMED DWB guidance
<i>Legal review of initial draft and list of satellite communities of concern.</i>	0%

### 2.8 – Objective

In support of the Bosque Water Reclamation Plant, work collaboratively to develop actions, workflow, and an updated timeline for completion of the required planning/design documents, permits, and environmental documents through FY27.

*Staff Assignment: Kelly/Agnew/Shuryn/Laughlin*

Results:

Tasks	Status	Description
<i>Funding Plan</i>	<i>In-progress</i>	<i>60/90/Final scope processed as WO Adjust</i>
<i>Outfall</i>	<i>In-progress</i>	<i>Reg. / Permitting / Design ongoing with Carollo/NV5/Open Space / MRGCD</i>
<i>Plan &amp; Design</i>	<i>30% Design</i>	<i>60% Design by July 2026</i>
<i>CMAR Solicitation</i>	<i>Bradbury-Stamm selected</i>	<i>Risk model and cost eval Feb 2026</i>
<i>Preliminary meeting with USFWS</i>	<i>Completed</i>	<i>Met with USFWS staff at the site to review biological survey</i>
<i>Preliminary meeting with CABQ Open Space</i>	<i>Completed</i>	<i>Met with staff to discuss approach and alignment for natural conveyance of treated effluent.</i>

Tasks	Status	Description
		<i>Received feedback on management and trail systems and plan for vegetation removal.</i>
<i>Bosque School Coordination</i>	<i>Ongoing</i>	<i>Trustee Board presentation in March 2026. Architectural Review in May 2026.</i>
<i>Public Meetings</i>	<i>Pending</i>	<i>Q3 FY27</i>
<i>Public Impact Plan</i>	<i>Pending</i>	<i>Q4 FY26</i>

### 2.9 – Objective

Prepare for Per-and Polyfluoroalkyl Substances (PFAS) regulations and monitoring requirements in the new NPDES permit by conducting baseline sampling at the SWRP influent, effluent, reuse water, biosolids, compost, and pretreatment program industrial permit customers by the end of the 4th Quarter of FY26. This will help identify trends and/or impacts to the wastewater system.

*Staff Assignment: Shuryn/ Zarrei*

Results:

Wastewater PFAs Sampling	Goal	Q3 Number of samples collected	Total PFAs Data Status
<b>SWRP PFAs Sampling</b>			
<i>SWRP Influent</i>	3x	3	18
<i>SWRP Effluent</i>	3x	3	18
<i>SWRP Reuse</i>	3x	3	18
<i>SWRP Biosolids</i>	3x	3	18
<i>SAF Compost</i>	3x	3	18
<b>Pretreatment Industrial PFAs Sampling</b>			
<i>Permitted Industrial Users (67 sites)</i>	4x (268 total)	211	1,378
<i>Domestic Manholes (4 sites)</i>	3x (12 total)	12	84

Wastewater PFAs Sampling	Goal	Q3 Number of samples collected	Total PFAs Data Status
Interceptors (5 sites)	15x (75 total)	20	140

### 2.10 – Objective

Establish hazardous waste disposal support in the Compliance Division for all WA facilities and capital improvement projects to remain in compliance with federal and state hazardous waste generator regulations. In FY26 complete an audit of routine and periodic hazardous waste disposal activities and complete the required reporting for each site that generates hazardous waste with the NMED Hazardous Waste Bureau. Also, in FY26 plan for assessing each facility site for compliance with stormwater management regulations as well.

*Staff Assignment: Shuryn*

Results:

Tasks	Status
Return to compliance in meeting hazardous waste requirements at the SWTP.	Administrative Order issued by NMED & returned to meeting compliance requirements in Q1.
Complete inventory reviews for 2025 at SWTP and SWRP.	50%
Assess 2025 CIP projects with hazardous waste removal for proper documentation.	50%
Assess 2026 CIP projects with hazardous waste disposals	100% SWTP-small disposals internal; SWRP-no disposals



*The Water Authority's objectives include responsive customer service, transparent communication, and public education about water conservation and infrastructure projects. These efforts build trust and encourage community participation in water stewardship.*

## Goal 3: Customer Services

Provide quality customer services by communicating effectively, billing accurately, and delivering water and wastewater services efficiently based on understanding the needs and perceptions of our customers and the community at large.

### 3.1 – Objective

Review policy changes for the Low-Income Credit program to enhance financial assistance for low-income households. Increase proactive communication with customers about the assistance programs offered by the Water Authority that involve our external partnerships by the end of the 4th Quarter of FY26.

*Staff Assignment: Mendez*

Results:

Tasks	Status
<i>Conduct policy analysis</i>	75%
<i>Create Multi-Channel Outreach Plan</i>	60%

### 3.2 – Objective

Collaborate with other governmental entities that pre-qualify low-income residents. Explore options to establish an automated reporting system or information transfer for approved residents, enabling the automatic enrollment of qualified Water Authority customers into the Low-income Credit program by the end of the 4th Quarter of FY26.

*Staff Assignment: Mendez*

Results:

Tasks	Status
<i>Identify key agencies and coordinate meetings</i>	60%
<i>Review / define secure data-sharing protocols</i>	10%

Tasks	Status
<i>Assess technology options (API integration, SFT)</i>	20%
<i>Pilot automated enrollment and refine</i>	0%

### 3.3 – Objective

Reduce the percentage of delinquent water and wastewater accounts to below 10% over the next 2 years by the end of the 4<sup>th</sup> Quarter of FY26.

*Staff Assignment: Mendez*

Results:

Tasks	Status
<i>Analyze delinquency drivers</i>	50%
<i>Implement Proactive Outreach</i>	70%
<ul style="list-style-type: none"> <li><i>Early reminders</i></li> <li><i>Flexible payment plans</i></li> </ul>	
<i>Promote assistance programs and autopay options</i>	40%
<i>KPI Measurement Delinquency Rate Goal =&lt; 10%</i>	10%

### 3.4 – Objective

Continue implementation of the AMI project by replacing 20,000 aging water meters with smart meters to increase revenue, support conservation efforts, and provide better customer service by the end of the 4th Quarter of FY26.

*Staff Assignment: Warren/Malouff*

Results:

Quarter	Meters Replaced	Goal
Q1	1,577	8,000
Q2	1,296	
Q3	1,538	
Q4		
<b>Total</b>	<b>4,411</b>	

AMI replacements continue to be difficult due to the remaining meters requiring breakouts of concrete and new meter boxes. A more realistic goal is 8,000 by the 4th Quarter of FY26. In CY2025, meter crews completed over 390 meter box breakouts to facilitate AMI installation; Field Distribution replaced 972 meter boxes overall.

### 3.5 – Objective

Conduct Customer Conversation meetings to engage customers and obtain input from customers on the Water Authority’s activities through the end of the 4th Quarter of FY26.

*Staff Assignment: Morris*

Results:

Tasks	Status
<b>Planning</b>	<i>Planning underway for summer/fall of CY2026, focused on Water 2130, conservation and infrastructure reinvestment, in consultation with County and City.</i>

### 3.6 – Objective

Develop data-based conservation efforts to utilize customer and Water Authority data to target users for conservation efforts by the 4th Quarter of FY26.

*Staff Assignment: Kelly/Arber*

Results:

Tasks	Status
<b>Develop Dashboard</b>	<i>90%</i>

### 3.7 – Objective

In conjunction with the development of automated leak notifications for customers with AMI meters, launch a marketing campaign to encourage AMI customers to sign up for the portal.

*Staff Assignment: Kelly/Morris*

Results:

Tasks	Status
<b>Promote AMI through Marketing Campaign</b>	<i>Promotion of Home Connect is occurring via bill inserts, social media, and the 505Outside newsletter. Participation/awareness of program will be included as question on 2025 Customer Opinion Survey.</i>



The Water Authority uses its goals to guide budgeting and rate-setting processes. For example, performance objectives are tied to cost-of-service studies, debt management plans, and equitable rate structures to ensure financial sustainability while maintaining affordability.

## Goal 4: Business Planning and Management

Maintain a well-planned, managed, coordinated, and financially stable utility by continuously evaluating and improving the means, methods, and models used to deliver services.

### 4.1 – Objective

Implement at least one planned Interceptor Rehabilitation project in FY26, and complete at least one interceptor design package by the 4th Quarter of FY26; Implement at least one planned Small Diameter Sanitary Sewer Rehabilitation project in FY26.

Staff Assignment: Laughlin/Holstad

Results:

Tasks	Status	Description
2nd Street 72" Collapse-Emergency	In-Const. Completion Target: Q1 FY27	Est. \$3M AUI PM: Martinez
Coors/Rio Bravo 60" Collapse-Emergency	In-Const. Completion Target: Q1 FY27	Est. \$7M TLC PM: Martinez
Isleta/Griegos (Rio Grande – 12th)	Complete	\$10M Insituform PM: Williams
LS20 FM Repl. Ph. 1	In-Const. Completion Target: Q1 FY27	\$17M TLC PM: Ertsgaard
LS20 FM Repl. Ph. 2	Design Q2 FY27, Construction Q3 FY27 thru Q2 FY28	\$20M TBD PM: Ertsgaard
Grit Collection St. 12 <sup>th</sup> & I-40	95% Design WH Pacific / NV5	\$1M Shelf Design - TBD PM: Larson

Tasks	Status	Description
Westside (Old Coors to Arenal)	95% Re-Design Smith Eng.	\$5M Shelf Design - TBD PM: Matthews
Westside (Arenal to Blake – FY17)	95% Re-Design	\$7M Shelf Design – TBD PM: Laughlin
Menaul (University to Girard – FY17)	95% Re-Design	\$5M Shelf Design – TBD PM: Laughlin
12 <sup>th</sup> St. (Bellrose to I-40 – FY22)	In-design Completion Target: Q4 FY25	\$11M Garver PM: Tagaban
2 <sup>nd</sup> St. (Woodward to Baseball Fields)	In-design Completion Target: Q4 FY25	\$9M Wilson PM: Tagaban
2 <sup>nd</sup> St. (Woodward to Rio Bravo)	In-design Completion Target: Q4 FY25	\$4M SMA PM: Tagaban
PDN (West of Jefferson)	In-design Completion Target: Q4 FY25	\$2M Wood PM: Tagaban
Rio Bravo / Coors (Flow Control Vault Relocate)	In-design Completion Target: Q3 FY26	\$8M Smith Eng. PM: Tagaban

Through Q3 FY26, \$18M was expended on Sanitary Sewer pipeline renewal, with encumbrances of \$17M.

The CIP budget will continue to rehab as much high-risk interceptor SAS as possible, while balancing other competing CIP funding demands. Currently, LS20 FM Rehab is a critical/high-priority that will continue much of the 100-category Decade Plan funds.

#### 4.2 – Objective

Seek to increase renewable/green energy generation at Water Authority facilities. Provide updates on plan and project progress, and report power generation over time by the end of the 4th Quarter of FY26. Generate at least 35% of total SWRP power needs from the on-site solar array and from digester gas-fueled cogeneration by the end of the 4th Quarter of FY26 and report progress quarterly.

*Staff Assignment: Berman/Larson*

Results:

Maintenance	Q1	Q2	Q3	Q4	Goal
% Total SWRP power needs met using renewable sources*	43%	40%	44%		35%

\*Sum of power produced by on-site solar array or digester gas-fueled cogeneration.

#### 4.3 – Objective

Audit SharePoint databases and GIS layers, reconcile the two datasets for consistency and accuracy, and relocate applicable items for the following by the end of the 4th Quarter of FY26:

- Development Agreement layer
- Service Connection Agreement layer
- Inter-governmental Agreement layer

*Staff Assignment: Cadena*

Results:

Tasks	Status
Generate List	100%
Review each item for accuracy	15%
Add subsequent items to list	0%
Reconciliation	0%

#### 4.4 – Objective

Find opportunities to improve the Flow Inquiry process in Planning and Utility Development to make it more efficient and helpful for customers. Investigate the idea of providing hydrant curves as well as an exhibit indicating where the analysis was performed by the end of the 4th Quarter of FY26.

*Staff Assignment: Cadena*

Results:

Tasks	Status
Exhibits showing analysis point included in deliverable	100%
Working with Modeling group to create SOP.	85%

#### 4.5 – Objective

Incorporate new language in the Availability Statement/Serviceability Letter template to provide direction if private fire pumps are considered for proposed developments. Also, create a Standard Operating Procedure (SOP) which will provide guidance when a private fire pump is proposed that may have adverse impacts on the Water Authority system by the end of the 4th Quarter of FY26.

*Staff Assignment: Cadena/Malouff/Andrade/K. Berman*

Results:

Tasks	Status
New language added in the availability statement	100%
Identifying criteria to determine when additional developer funded analysis is required, as well as required information in the analysis.	95%
Develop Standard Operating Procedures	80%

#### 4.6 – Objective

Continue monitoring progress on the strategic asset management program (SAMP), with quarterly monitoring of the following metrics and associated targets through the end of the 4th Quarter of FY26.

- i. Preventative Maintenance to Corrective Maintenance Ratio, Target greater than 80%,
- ii. Asset Registry Information Accuracy/Number of Assets without Life Cycle Status, Target less than 10%,
- iii. Asset Inventory Accuracy, Target greater than 95%,
- iv. Work Orders without Assets, Target less than 10%,
- v. Work Order Aging, Target greater than 90% of Work Orders Closed within 180 calendar days.

Staff Assignment: Ortiz/Daniels

Results:

Metric	Q1	Q2	Q3	Q4	Total	Target
PM to CM Ratio	90%	90%	90%			>80%
Asset Registry Information Accuracy - Number of Assets without Life Cycle Status	69%	69%	69%			<10%
Asset Inventory Accuracy – Moveable Fixed Assets Accounted for in the last year	93%	94%	91%			>95%
Work Orders without Assets	53%	53%	54%			<10%
Work Order Aging - Work Orders Closed within 180 calendar days	88%	87%	85%			>90%

#### 4.7 – Objective

To improve decision making with available data transition existing SAMP, Board Scorecard, Effective Utility Management (EUM) and Operations dashboards to Microsoft Power BI by the end of the 4th Quarter of FY26. Utilizing Power BI dashboards, with the integration with Maximo and Finance Enterprise, will ease the time required to calculate key performance indicators (KPIs).

Staff Assignment: Ortiz/Daniels/Lander

Results:

Tasks	Status
Board Scorecard	100%
EUM Dashboard	100%
Web Portal Publication Setup	100%
Power BI Utilization / Microsoft Fabric Implementation	100%
<b>Operations Dashboards:</b>	
• Utility Development	100%
• Collections	100%
• Water Quality Laboratory	100%
• Surface Water Plant	50%
• Safety	50%
• Customer Service / Dispatch	35%
• Water Distribution	75%
• Purchasing/Warehouse	10%
• Other workgroups	0%
<b>Integrations:</b>	
• Platform for integrations implemented with Microsoft Fabric	100%
• Various data source integrations dependent on workgroup data.	50%

#### 4.8 – Objective

Initiate the update of the Comprehensive Asset Management Plan (CAMP). Begin planning and collecting data to update the CAMP by the end of the 4<sup>th</sup> Quarter of FY26 to include the following tasks:

- Update asset condition scoring and monitoring framework
- Develop integration with existing asset registry data – Maximo
- Energy and chemical usage cost analysis
- Update Fleet Maintenance CAMP

Staff Assignment: Ortiz/Daniels/Arellano

Results:

Tasks	Status
Coordination Stakeholders	Complete. Steering Committee in place and

<b>Tasks</b>	<b>Status</b>
	<i>moving forward with project.</i>
<b>Engage Consultant</b>	<i>In-progress – Contractor provided scope to be reviewed-goal has shifted to FY27.</i>
<b>Begin Data Collection</b>	<i>Pending consultant</i>
<b>Update Asset Condition Scoring Framework</b>	<i>Pending</i>
<b>Develop Integration with Asset Registry</b>	<i>Pending</i>
<b>Energy and Chemical Usage Cost Analysis</b>	<i>Pending</i>
<b>Update Fleet Maintenance CAMP</b>	<i>Pending</i>

#### 4.9 – Objective

Update the EPA Effective Utility Management program to reflect the 2024 Primer revisions. Perform the Self-Assessment by meeting with all divisions/departments and prepare a report on the results of the assessment by the end of the 4<sup>th</sup> Quarter of FY26.

*Staff Assignment: Ortiz/Lander*

Results:

<b>Tasks</b>	<b>Status</b>
<b>Perform self-assessment w/ Divisions and Departments</b>	<i>0%</i>
<b>Prepare a report of the results of the assessment</b>	<i>0%</i>
<b>Update EPA EUM to reflect the 2024 Primer revisions</b>	<i>100%</i>

#### 4.10 – Objective

Continue promoting a Culture of Security in accordance with the AWWA G430 standard within the Water Authority, by developing policies and procedures that include strategies for internal communication and trainings on security-related topics. Track and measure metrics quarterly throughout FY26 that are directly related to National Infrastructure Protection Plan Water Sector-Specific Plan and America’s Infrastructure Act.

*Staff Assignment: Santiago/Stinson/Berman*

Results:

<b>Tasks</b>
<b>Developed and implemented a new Panic Button Emergency Response &amp; Notification SOP, establishing a standardized activation, verification, and communication workflow to ensure rapid response and leadership notification during security incidents.</b>
<b>Camera Access Framework-Leadership discussions scheduled for January 2026 to establish criteria for camera access.</b>
<b>De-Escalation and Active Shooter Training hosted by APD in 2025-2026.</b>
<b>The remaining 900 lineal feet of wrought iron fencing are being installed along the SWRP northern boundary. This segment will close the current contract.</b>
<b>Wrought iron fencing at Love Well #3 (Los Altos Park) was completed.</b>
<b>Engaged a qualified contractor to support AWIA compliance, enhance emergency preparedness capabilities, and advance overall program maturity through a structured risk resilience framework.</b>
<b>Assessed the physical security controls at the SWRP Administration Building and will be implementing access control, badge access, visitor management, camera surveillance improvements</b>

#### 4.11 – Objective

Complete the annual update and review of the Comprehensive Information Technology Security Plan and related policies that are aligned with the standards, guidelines, and best practices of the National Institute of Standards and Technology (NIST) Cybersecurity Framework by the end of the 4th Quarter of FY26. Track and measure metrics that are directly related to NIST standards. Incorporate specific standards and policies that directly relate to the Water Authority’s Supervisory Control and Data Acquisition (SCADA) systems. Complete Annual Penetration (PEN) test and remediate any critical items that pose an imminent threat. Automate and implement a secure zero-trust model to proactively detect and remediate indicators of compromise to minimize the impact to the Water Authority.

*Staff Assignment: Stinson/Sample*

Results:

Tasks	Status	Description
External Penetration Testing	75%	Scheduled Q3 FY26
Security Plan & Policy Review	25%	Scheduled Q4 FY26
Incident Response Plan Review	0%	Scheduled Q4 FY26

#### 4.12 – Objective

Upgrade and patch all enterprise applications to add required upgrades and enhancements, mitigate potential cybersecurity vulnerabilities, continue daily support, leverage functionality enhancements to improve business processes and capture and use data intelligently and create efficiencies through the end of the 4th Quarter of FY26. Major Projects include:

- Upgrade the Customer care and billing (CC&B) application. Expected completion during 1st Quarter of FY26.
- Utility Network upgrade to begin FY25 with completion targeted for FY26.
- SCADA Master Program related projects.
- Upgrade Asset Management System (Maximo) and shift to a managed hosting solution. Expected completion during the 4th Quarter of FY26.
- Cloud/SAAS Migrations for targeted workloads.

Staff Assignment: *Stinson/Lind/Walz-Burkett/Chavez/Ebia*

Results:

Tasks	Health	Timeline Health	Financial Health	Scope Health
CC&B Move to Paymentus				
Utility Network Upgrade				
Standardize SCADA AVEVA Software across WUA				
Standardize all remote sites across WUA				

Tasks	Health	Timeline Health	Financial Health	Scope Health
EZMaxMobile Upgrade to V6				

#### 4.13 – Objective

Develop, implement, and monitor a Maximo conditions assessment for Compliance Division’s inventoried assets by the end of the 4th Quarter of FY26.

Staff Assignment: *Shuryin/ Hardeman/Pompeo*

Results:

Tasks	Status	Description
Schedule Initial meeting w/ Asset Management	October 2025	Maximo project pushed to FY27

#### 4.14 – Objective

Implement and begin monitoring a Fleet condition assessment program in the Maximo asset management system by the end of the 4th Quarter of FY26.

Staff Assignment: *Arellano/Rocha*

Results:

Tasks	Status
Coordinate with ITD to develop and implement Fleet Condition Assessment Program	Development-Project postponed until FY27
Begin monitoring condition assessments	0%

#### 4.15 – Objective

Develop and formalize Standard Operating Procedures for Centralized Facilities Maintenance by the end of the 4th Quarter of FY26.

Staff Assignment: *Arellano/Demarcus*

Results:

Tasks	Status
Supervisor SOPs	100%
Employee SOPs	90%

Work Instructions/Procedure SOPs	50%
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#### 4.16 – Objective

Work with the Albuquerque Planning Department, the Office of the Mayor, and the Albuquerque City Council to improve the ABCWUA development review and permitting process to reduce the time from plan submittal to approval from the Water Authority to 90 days. Submit a new process plan to the ABCWUA Board by the end of the 1st Quarter of FY26.

Staff Assignment: Cadena

Results:

Tasks	Status
Provided comments to City Planning for updated Form SP and Form PLT to eliminate need for Water Authority signatures when certain approvals are already in place.	100%
Hire Process Coordinator to help developers with processes and understand status of projects	100%
Met with City Council, Mayor’s Office and Planning Department, along with NAIOP to discuss other processes. Conversations ongoing.	100%

Average and Median turnaround times for the last 100 Availability Statements is less than 50 days.



*With the Southwest U.S. facing historic droughts and declining river flows, the Water Authority's goals emphasize water conservation, reuse, and long-term resource planning. Objectives often include reducing per capita water use, increasing reclaimed water usage, and protecting aquifer levels.*

## Goal 5: Organizational Development

Sustain a well-informed, trained, motivated, safe, organized, and competitive work force to effectively meet the expectations of the customers, community, and Board in accordance with adopted policies and mandates.

### 5.1 – Objective

Complete two employee wellness challenges per fiscal quarter focusing on nutrition, physical activity and weight loss, and disease and injury prevention to employees with a 70% or greater overall completion rate by the end of the 4th Quarter of FY26. In collaboration with the Safety program, attend 30% of all in-person safety trainings to lead a stretching/warmup session and promote wellness. Incorporate more remote wellness options for employees to participate in, including video classes and instructional videos by the end of the 4th Quarter of FY26.

*Staff Assignment: Jaramillo/Gonzales*

Results:

Quarter	Challenge	Completion Rate	Goal
Q1	Plank	75%	70%
	Squat	82%	70%
Q2	Maintain or Lose It	81%	70%
	12 days of Christmas	88%	70%
Q3	Healthy Heart	75%	70%
	Produce Bingo	64%	70%
Q4			

### 5.2 – Objective

Develop an awareness program to increase employee participation in annual physicals by 25% by the end of the 4th Quarter of FY26.

*Staff Assignment: Jaramillo/Gonzales*

Results:

Quarter	FY25	FY26	%	Goal
Q1	4	23	475%	25%
Q2	8	27	237%	25%
Q3	13	19	46%	25%
Q4				

### 5.3 – Objective

Maintain an average utility-wide vacancy rate of no greater than 7% through the 4th Quarter of FY26. Maintain an average number of days to fill positions of 40 days or less through the end of the 4th Quarter of FY26.

*Staff Assignment: Jaramillo*

Results:

Tasks	Q1	Q2	Q3	Q4	Goal
Vacancy Rate	7%	5%	5%		7%
Days to Fill			36		40

### 5.4 – Objective

Consistent with the EUM self-assessment, track and measure the effectiveness of an onsite injury prevention program by utilizing a local ergonomic/physical therapy contractor to conduct field ergonomic assessments. The goal of these assessments is to mitigate workplace injuries and to reinforce correct body mechanics. Maintain the yearly injury hours goal of 2,500 hours or less to improve productivity and reliability of services

provided by employees by the end of the 4th Quarter of FY26.

*Staff Assignment: Santiago/Jaramillo*

Results:

Metric	Q1	Q2	Q3	Q4	Total
Onsite Ergo Assessments	4	1	0		5
Ergonomic Training Presentation	0	9	2		11
Onsite Job Coaching	13	10	13		36
Total Injury Hours Reports	238.25	55.70	227.25		521.20

Injury hours remain well below the target of 2,500 hours, indicating strong overall performance in injury reduction efforts.

### 5.5 – Objective

Consistent with the Water Research Foundation Utility Innovation Project, report the Water Authority’s Innovation Program success stories through the end of the 4th Quarter of FY26 with a goal of at least 1 innovation story each quarter.

*Staff Assignment: Jaramillo/Lucas*

Results:

Quarter	Success Stories
Q1	Supervisor Daniel Mora, UTs Jonah Martinez, Chris Cordova, Andrew Lente, and Orlando Lovato utilized a unique process and developed a new tool to re-pipe seven air release valves (ARVs) on the Ponderosa/Walker concrete cylinder well collectors. This saved money by avoiding the hire of a welding contractor to make connections to the existing concrete cylinder.
	Supervisor Ernesto Padilla worked with vendor AriaFiltru in updating the Enhanced Flux Maintenance (EFM) programming in SCADA.

Quarter	Success Stories
	The EFM is critical in cleaning and maintaining the membranes used at the College Arsenic Treatment Facility. In the past, the EFMs were run in a manual mode but are now operate in an automated mode.
Q2	Environmental Manager Kelsey Bicknell (Water Resources Division) received the 2025 Annual Innovation Award for her solution for draining a settling pond at the Surface Water Plant. The water needed to be pumped out quickly so the plant could go into water production. Kelsey Bicknell and members of our engineering division created a plan that drained water into a nearby irrigation channel. As part of this annual award, Kelsey received \$750 for her innovative solution.
Q3	Alma Flores-Garcia is a Data Analyst for Water Quality. Alma was recognized for training Collections staff on updates and process changes in Maximo, ITpipes, and GIS. Alma also completed GIS and Maximo documentation of lamp holes, in-line P-traps, and trap manholes; Query of broken VCP in groundwater; in-house creation of updated, laminated mapping of the vacuum system piping; and vacuum timing work orders.

### 5.6 – Objective

Explore a partnership with Central New Mexico College to develop an intern program designed to increase recruitment and develop future utility employees by the end of the 4th Quarter of FY26.

*Staff Assignment: Jaramillo/Lucas*

Results:

Tasks	Status
Meeting with RFK Jr Charter School	Possible Intern rotation
	Possible Internships for new graduates in 2026.

<b>Meeting with SWEPT (Southwest Educational Partnership in Training)</b>	<i>Collaboration on workforce training strategies.</i>
	<i>Possible partnership-goal to connect under-employed residents to employers with good paying jobs/ career opportunities.</i>

### 5.7 – Objective

Develop a program to enable Water Authority employees to volunteer at community events and represent the Water Authority throughout FY26. Ensure that events are approved through a transparent process, and that normal work is completed.

*Staff Assignment: Kelly/Jaramillo/Tuttle*

Results:

	Q1	Q2	Q3	Q4
<b>Volunteers</b>	N/A	N/A	N/A	

### 5.8 – Objective

Deliver a tailored program of monthly safety training that addresses the unique operational risks, hazards, and OSHA regulatory requirements specific to each division by the end of the 4th Quarter of FY26. This approach represents a refinement of the existing training program, shifting from general safety topics to a more focused strategy. Topics include, but are not limited to, excavation safety, electrical safety, fall protection, chemical hazard awareness, confined space entry, and Commercial Driver License (CDL) training certifications. Attendance will continue to be tracked through the Learning Management System (LMS) to ensure compliance and engagement.

*Staff Assignment: Santiago/Riggins/Gonzalez*

Results:

Tasks	Q1	Q2	Q3	Q4
<b>Average LMS &amp; FF Classes attendance</b>	459	490	520	
<b>Quarterly percentage</b>	70%	78%	80%	

<b>Goal</b>	80%	80%	80%	
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Continued emphasis will be placed on staff management to improve participation by employees to meet the year-end target.

### 5.9 – Objective

Conduct monthly safety inspections to identify hazards and ensure compliance with OSHA standards, with a renewed focus on documenting, tracking, and resolving corrective actions in the Maximo system by the end of the 4th Quarter of FY26. This enhanced approach emphasizes accountability and timely resolution of inspection findings to improve workplace safety.

*Staff Assignment: Santiago/Riggins/Gonzalez*

Results:

Tasks	Q1	Q2	Q3	Q4
<b># of Inspections Completed</b>	54	26	62	
<b># of Hazards Identified</b>	92	38	16	
<b># of Hazards Resolved with WO and same week of the report</b>	67	3	4	
<b>% Resolved (within 45 days)</b>	58%	8%	25%	
<b># of Open/ Deferred (e.g. Engineering, special project)</b>	25	0	0	