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Meeting Date: February 4, 2026  
Staff Contact: Marta Ortiz, Chief Financial Officer

**TITLE: R-26-3 – Amendment to the Approved Operating and Capital Implementation Program Budgets of the Albuquerque Bernalillo County Water Utility Authority for the Fiscal Year Ending June 30, 2026**

**ACTION: Introduced and Immediate Action Requested**

**SUMMARY:**

This legislation takes immediate action to amend the FY26 Operating Budget and Capital Implementation Program (CIP). These mid-year adjustments address unanticipated changes in operational costs and provide additional funding for ongoing CIP projects requiring updated appropriations. Immediate action on the mid-year budget amendments is essential to ensure the Water Authority remains aligned with its financial obligations and operational priorities for the remainder of the fiscal year. Because the Board did not convene in December and January, several time sensitive adjustments that would typically have been reviewed earlier were delayed. Prompt approval at this time will help prevent further setbacks and allow critical projects to move forward without interruption.

**FISCAL IMPACT:**

Following adoption of the annual budget, revisions to both revenues and expenses are necessary to reflect actual performance from the first six months of the fiscal year, as well as updated projections for the remainder of FY26.

This action requests Board approval of the proposed amendments, which for recognize additional revenue and authorize corresponding increases to Operating and CIP project budgets.

The table on the next page outlines the net revenue and expense amendments by fund:

				Revised Budget	Increase	Decrease	Adjusted Budget	Net Change
<b>Fund 21 General Fund</b>								
<b>Revenue</b>								
21000-461001	General Fund / Invest Interest			5,000,000	2,500,000		7,500,000	2,500,000
	<b>Total</b>			<b>5,000,000</b>	<b>2,500,000</b>	<b>-</b>	<b>7,500,000</b>	<b>2,500,000</b>
<b>Expense</b>								
21180-527500	Water Resources Planning / Contratual Services			1,358,668	115,000		1,473,668	115,000
21010-524107	Risk / Insurance Tort & Other			2,160,000	317,426		2,477,426	317,426
21020-527500	Finance / Contratual Services			1,714,258	90,000		1,804,258	90,000
21025-500301	Customer Service / Overtime			81,500	84,000		165,500	84,000
21035-523800	Information Technology / Repair and Maintenance			5,198,624	1,542,879		6,741,503	1,542,879
21200-526200	General Government / Indemnity Claims & Judgmnts			-	25,695		25,695	25,695
21215-523800	San Juan Chama / Repair and Maintenance			2,356,887	325,000		2,681,887	325,000
	<b>Total</b>			<b>12,869,937</b>	<b>2,500,000</b>	<b>-</b>	<b>15,369,937</b>	<b>2,500,000</b>
<b>Fund 27 Water 2120 Fund</b>								
<b>Revenue</b>								
27000-461002	Water 2120 Project / Loan Interest			25,000	25,000		50,000	25,000
	<b>Total</b>			<b>25,000</b>	<b>25,000</b>	<b>-</b>	<b>50,000</b>	<b>25,000</b>
<b>Expense</b>								
800502-500000	Bosque WW Reuse Facility			19,168,815		(9,775,000)	9,393,815	(9,775,000)
	<b>Total</b>			<b>19,168,815</b>	<b>-</b>	<b>(9,775,000)</b>	<b>9,393,815</b>	<b>(9,775,000)</b>
<b>Fund 28 Rehab Fund</b>								
<b>Revenue</b>								
280000-469099	Loan Int / Misc			-	131,000		131,000	131,000
	<b>Total</b>			<b>-</b>	<b>131,000</b>	<b>-</b>	<b>131,000</b>	<b>131,000</b>
<b>Expense</b>								
030802-500000	Digstr Rehab DT			2,473,502	131,000		2,604,502	131,000
	<b>Total</b>			<b>2,473,502</b>	<b>131,000</b>	<b>-</b>	<b>2,604,502</b>	<b>131,000</b>
<b>Fund 29 Growth Fund</b>								
<b>Revenue</b>								
29000-469099	Misc. Revenue			7,921,809	827,449		8,749,258	827,449
29000-483002	Proceeds NMFA Loans			13,655,943		(555,140)	13,100,803	(555,140)
29000-432010	Grants State of New Mexico			36,847,646		(25,222)	36,822,424	(25,222)
29000-431010	Grant Federal direct and Pass Thr			34,045,925		(325,781)	33,720,144	(325,781)
	<b>Total</b>			<b>92,471,323</b>	<b>827,449</b>	<b>(906,143)</b>	<b>92,392,629</b>	<b>(78,694)</b>
<b>Expense</b>								
280101-500000	MIS / GIS			5,252,751	827,449		6,080,200	827,449
94572401-500000	NMFA - Lead Service Line Replacement			900,219		(793,057)	107,162	(793,057)
94262501-500000	SAP - GW Monitor Well			25,250		(25,222)	28	(25,222)
94352404-500000	BOR-Wat Smt Outfall			490,797		(87,864)	402,933	(87,864)
	<b>Total</b>			<b>6,669,017</b>	<b>827,449</b>	<b>(906,143)</b>	<b>6,590,323</b>	<b>(78,694)</b>
<b>Fund 31 Debt Service Fund</b>								
<b>Revenue</b>								
31000-472412	City Water Expansion Charge			4,040,000	500,000		4,540,000	500,000
31000-472414	City Wastwater Expansion Charge			4,040,000	500,000		4,540,000	500,000
31000-461002	Loan Interest Income			300,000	300,000		600,000	300,000
31000-351100	Fund Balance			17,245,088		(1,583,000)	15,662,088	(1,583,000)
				<b>25,625,088</b>	<b>1,300,000</b>	<b>(1,583,000)</b>	<b>25,342,088</b>	<b>(283,000)</b>
<b>Expense</b>								
31240-527500	DS-Revenue Bonds / Contractual Serv			564,590	20,000		584,590	20,000
31230-525830	Principal / Loan Agreement			2,949,000	263,000		3,212,000	263,000
31230-525430	Interest / Loan Agreement			5,806,000	2,600,000		8,406,000	2,600,000
	<b>Total</b>			<b>9,319,590</b>	<b>2,883,000</b>	<b>-</b>	<b>12,202,590</b>	<b>2,883,000</b>
<b>Fund 41</b>								
<b>Revenue</b>								
41000-441011	Administrative Fee / Misc.			39,042	3,933		42,975	3,933
41000-351100	Fund Balance			19,799	4,358	(24,157)	-	(19,799)
	<b>Total</b>			<b>58,841</b>	<b>8,291</b>	<b>(24,157)</b>	<b>42,975</b>	<b>(15,866)</b>
<b>Expense</b>								
41200-527500	General Gov / Contractual Serv			39,042	28,090		67,132	28,090
	<b>Total</b>			<b>39,042</b>	<b>28,090</b>	<b>-</b>	<b>67,132</b>	<b>28,090</b>

Staff recommend approval of the proposed FY26 Operating and CIP budget amendments to align the budget amounts with a net revenue increase of \$2,278,440 and a net expense decrease of \$4,311,603.

# ALBUQUERQUE BERNALILLO COUNTY WATER UTILITY AUTHORITY

BILL NO. R-26-3

**1 RESOLUTION**  
**2 AMENDMENT TO THE APPROVED OPERATING AND CAPITAL IMPLEMENTATION**  
**3 PROGRAM BUDGETS OF THE ALBUQUERQUE BERNALILLO COUNTY WATER**  
**4 UTILITY AUTHORITY FOR THE FISCAL YEAR ENDING JUNE 30, 2026**

**5** WHEREAS, requirements established under Section 2-1-8, 2006, provide for  
**6** amendments to the approved budget for the Fiscal Year ending June 30, 2026, that were  
**7** previously approved under R-25-19; and

**8** WHEREAS, updated financial activity and operational needs during the Fiscal Year  
**9** ending June 30, 2026, require adjustments to ensure that current budgeted amounts  
**10** accurately reflect projected revenues and expenditures; and

**11** WHEREAS, appropriations for the Fiscal Year ending June 30, 2026, require an  
**12** amendment to align the approved budget amounts resulting in a net fund balance and  
**13** revenue increase of \$2,278,440 and a net expense decrease of \$4,311,603; now  
**14** BE IT RESOLVED BY THE WATER AUTHORITY:

**15** Section 1: That the adjustments are stated below and are hereby made.

**16** General Fund (21):

**17** Investment and Interest Income 2,500,000

**18** Expense 2,500,000

**19** Water 2120 Fund (27):

**20** Revenue – Loan Interest 25,000

**21** Expense (9,775,000)

**22** Rehab Fund (28):

**23** Revenue – Loan Interest 131,000

**24** Expense 131,000

**25** Growth Fund (29):

**26** Revenue (78,694)

**27** Expense (78,694)

**28** Debt Service Fund (31):

[+Bracketed Material+] - New  
[-Bracketed Material-] - Deletion

[+Bracketed Material+] - New  
[-Bracketed Material-] - Deletion

1	Revenue	(283,000)
2	Expense	2,883,000
3	<u>San Juan-Chama Contractors Association Fund (41):</u>	
4	Revenue	(15,866)
5	Expense	28,090
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				Revenue	2,278,440			
				Expense	(4,311,603)			