

RESTRICTED FUNDS -- UPDATE 09/2026

The District's restricted funds are set aside specifically for the use of Capital Improvements. The account is funded in part by receipt of connection fees for construction projects within the District (which are deposited directly into this account).

Capital Improvement project funds that the District receives via grants are deposited into this account and utilized for the payment of costs for those projects.

The account is also funded by revenue from the 2021 water rate increase, as directed by the Board, and that portion was specifically intended to be utilized for meter installation project(s) that are required by the State.

Account balance as of 08/31/2026: \$3,328,055.17.

Funds available for metering projects: \$2,716,229.50 (which is the amount transferred into Restricted Funds for revenue from the 2021 rate increase).

This leaves a balance of \$611,825.67 available for use for the District's other Capital Improvement projects (line replacement, well site improvements/upgrades, etc.).

QUESTION: What caused the increase in Restricted Funds since 2020?

ANSWER: The bulk of the funds came from the 2021 water rate increase (just under 82% of the total account funding).