

RICHARD T. BISSEN, JR.
Mayor

JOSIAH K. NISHITA
Managing Director

JOHN STUFFLEBEAN, P.E.
Director

JAMES A. LANDGRAF
Deputy Director



DEPARTMENT OF WATER SUPPLY
COUNTY OF MAUI
200 SOUTH HIGH STREET
WAILUKU, MAUI, HAWAII 96793
<http://www.mauicounty.gov/water>

November 3, 2025

Honorable Richard T. Bissen, Jr.
Mayor, County of Maui
200 South High Street
Wailuku, Hawaii 96793

APPROVED FOR TRANSMITTAL

A handwritten signature in black ink, appearing to read "Richard T. Bissen".
Mayor **Date** 11-5-25

For Transmittal to:

Honorable Yuki Lei K. Sugimura, Chair
Budget, Finance, and Economic Development Committee
Maui County Council
200 South High Street
Wailuku, Hawaii 96793

Dear Chair Sugimura:

SUBJECT: FISCAL YEAR 2025 ESTIMATED REVENUE SHORTFALLS (BFED-20(10))

Thank you for your letter dated October 28, 2025. As requested, please find attached the unaudited income statement for FY2025. The annual audit of Department of Water Supply's (DWS) books conducted by an independent auditor is in progress and is scheduled to be completed by mid-December 2025.

A quick summary is as follows:

DWS operates as an enterprise fund, with an unrestricted and a restricted fund.

Unrestricted Fund:

Total revenue = \$88,212,694.00
Total expenses = \$83,723,455.00

This results in a net income of \$4,489,239.00. Excess fund balance remains in the water fund and is available to meet future needs, especially capital project needs.

Honorable Yuki Lei K. Sugimura, Chair
Budget, Finance, and Economic Development Committee
Maui County Council
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As of June 30, 2025, the unrestricted water fund balance was \$32,110,737. This covers the requirement for three months of operational costs (\$22,774,957) and an additional \$9,335,780.

Restricted Fund:

The restricted water fund can only be used for specific water projects that provide additional source capacity, additional transmission line capacity, and additional storage tank capacity for the County water system. The balance as of June 30, 2025, in the restricted fund was \$56,407,595, of which \$23,557,000 is the GET fund that was transferred to DWS from the County's special fund.

Thank you for the opportunity to provide information relating to this agenda item. If you have additional questions, please free to contact me.

Sincerely,



JOHN STUFFLEBEAN, P.E.
Director

JS:OA:lk
Attachment

Department of Water Supply
 Unaudited Statement of Revenues, Expenses, Changes in Net Position
 Fiscal Year Ended June 30, 2025

	<u>FY2025</u>
OPERATING REVENUES	
Water sales	81,444,411
Other revenues	<u>1,028,883</u>
Total Operating Revenues	<u>82,473,293</u>
 OPERATING EXPENSES	
Source of Supply	1,057,735
Power and Pumping	18,323,791
Purification	8,929,971
Transmission and Distribution	15,187,456
Customer Acctng & Collecting	2,238,156
Administraton and General	21,110,090
Depreciation & amortization	<u>16,876,258</u>
Total Operating Expenses	<u>83,723,455</u>
 OPERATING LOSS	 <u>(1,250,162)</u>
 NONOPERATING REVENUES (EXPENSES)	
Interest and investment income	6,321,867
Interest expense, net of amortization of bond premium	(884,013)
Other income	<u>301,547</u>
Total nonoperating revenues	<u>5,739,401</u>
 Income before capital contributions	 4,489,239
Capital Contributions	<u>36,316,334</u>
Change in net position	<u>40,805,573</u>
 NET POSITION	
Beginning of fiscal year	<u>375,980,986</u>
End of fiscal year	<u><u>416,786,559</u></u>

BFED Committee

From: Michelle L. Santos <Michelle.Santos@co.maui.hi.us>
Sent: Wednesday, November 5, 2025 9:08 AM
To: BFED Committee
Cc: Cynthia E. Sasada; Didi A. Hamai; Erin A. Wade; Josiah K. Nishita; Kelii P. Nahooikaika; James A. Landgraf; John Stufflebean; Linda K. Kimura
Subject: MT#11286 Fiscal Year 2025 Estimated Revenue Shortfalls
Attachments: MT#11286-BFED Committee.pdf