



# 2026 Operating and Capital Budget

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# Financial Projections

Financial Projections	Forecast	Budget
	2025	2026
<b>Sale of Electricity</b>	<b>946,837,465</b>	<b>1,037,372,096</b>
<b>Other Revenues</b>	<b>58,023,066</b>	<b>67,169,971</b>
<b>Total Revenues</b>	<b>1,004,860,531</b>	<b>1,104,542,066</b>
Purchased Power	462,221,155	530,019,409
ERCOT Transmission Access Charges	137,546,370	150,840,598
<b>Gross Margin</b>	<b>405,093,005</b>	<b>423,682,060</b>
Operating Expenses ex. Depreciation	193,890,888	218,995,290
Depreciation	81,060,607	85,396,529
Interest Expense	54,222,950	58,430,758
Other Income and Interest Expenses	3,651,236	4,982,148
<b>Net Margins</b>	<b>79,569,797</b>	<b>65,841,632</b>
<b>EBIDA (X)</b>	<b>255,602,019</b>	<b>208,206,970</b>
<b>Capital Improvement Spend</b>	<b>216,034,290</b>	<b>260,319,172</b>
Energy Sales kWh	8,378,555,937	8,292,263,992
Energy Purchases kWh	8,761,036,391	8,728,727,464
Year-End Account Count	442,476	461,238
Account Growth	17,367	18,762

# Operating Expense (OPEX) Budget

<b>Activity Group Expense</b>	<b>Forecast</b>	<b>Budget</b>
	<b>2025</b>	<b>2026</b>
Payroll and Benefits	99.8	112.5
Outside Services	51.3	56.0
Goods & Materials	12.7	17.1
Utilities	5.5	6.9
Misc / Other Expense	6.5	7.9
Staff - Travel and Misc	2.5	3.1
Transportation	2.6	2.7
Directors Expense	0.3	0.3
Member Events	0.1	0.1
Taxes	12.6	12.3
<b>Total</b>	<b>193.9</b>	<b>219.0</b>

# Capital Improvement Plan (CIP) Budget

<b>Spend by RUS Category (in \$ millions)</b>	<b>Forecast</b>		<b>Budget</b>	
	<b>2025</b>	<b>2026</b>		
<b>Distribution Line Extensions</b>	-	-		
<b>Distribution Lines New</b>	11.5	18.6		
<b>Distribution Lines Change</b>	30.9	42.0		
<b>Substations New</b>	18.2	30.9		
<b>Substations Change</b>	41.4	34.9		
<b>Distribution Misc Equipment</b>	48.9	46.9		
<b>Other Distribution Items</b>	0.9	0.5		
<b>Transmission Lines New</b>	0.9	4.4		
<b>Transmission Lines Change</b>	37.2	48.9		
<b>Facilities</b>	15.1	18.1		
<b>Information Technology</b>	1.4	6.8		
<b>Tools &amp; Small Equipment</b>	0.5	0.6		
<b>Vehicles &amp; Power Operated Equipment</b>	9.1	7.7		
<b>Total</b>	<b>\$216.0</b>	<b>\$260.3</b>		

- Approval of CIP spend includes individual multi-year project budgets through 2030 as presented in Executive Session

# Community Giving Program

Initiative	Forecast 2025	Budget 2026	Funding Source
United Charities Corporate Match	100,000	100,000	Power of Change
Community Grants Program	40,000	40,000	Power of Change
Educational Support Program	24,000	24,000	Power of Change
Community Outreach Programs	100,046	102,000	Power of Change
Scholarship Program	100,000	100,000	Unclaimed Property
<b>Total</b>	<b>364,046</b>	<b>366,000</b>	

- Community Outreach budget for 2026: **\$102,000**
  - Youth Tour: \$35,000
  - Youth Education Events: \$30,000
  - Teacher Education Support: \$10,000
  - Member Assistance Program: \$27,000



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