

BOARD OF DIRECTORS
INDIAN WELLS VALLEY WATER DISTRICT

FINANCE COMMITTEE
REGULAR MEETING

REPORT

TUESDAY MARCH 7, 2023 – 2:30 PM
BOARD ROOM
500 W. RIDGECREST BLVD., RIDGECREST

ATTENDEES: David Saint-Amand, Stan Rajtora, Don Zdeba, Ty Staheli, Jason Lillion, and Renee Morquecho

1. Call to Order

The Finance Committee Meeting was called to order at 2:30 pm.

2. Committee/Public Comments

Don Zdeba informed the Committee that Staff had been in contact with ACWA regarding the SRF issues. ACWA is putting together a working group to identify SRF issues we and other districts are experiencing for discussion with State officials.

3. Fraud Risk Discussion

Description: Discuss potential or actual fraud risks within the organization.

None to report.

4. Water Sales and Service Policy

Description: Review of the District's Water Sales and Service Policy Manual

The Committee discussed the proposed Construction, Bulk, and Fire Protection rates and recommended Board approval.

The recommended rates are attached.

Director Rajtora requested to further review the Policy's language and his comments at a future meeting.

5. Financial Statements February 28, 2023 (preliminary)

Description: Presentation to Committee financial reports and graphs depicting current revenue and expense trends compared to budget and previous fiscal year actuals.

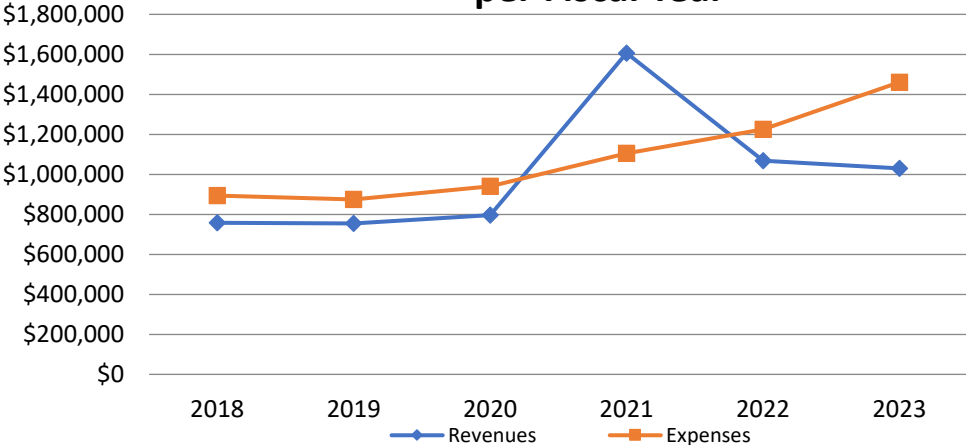
Estimated year-to-date revenues as of February 28, 2023, are \$10,355,608 and expenses are \$11,803,387, therefore expenditures exceeded revenues by \$1,447,779, which is more than budget by \$480,472.

Staff presented the following spreadsheet, which compares February year-to-date actual to budgeted revenues and expenses by category:

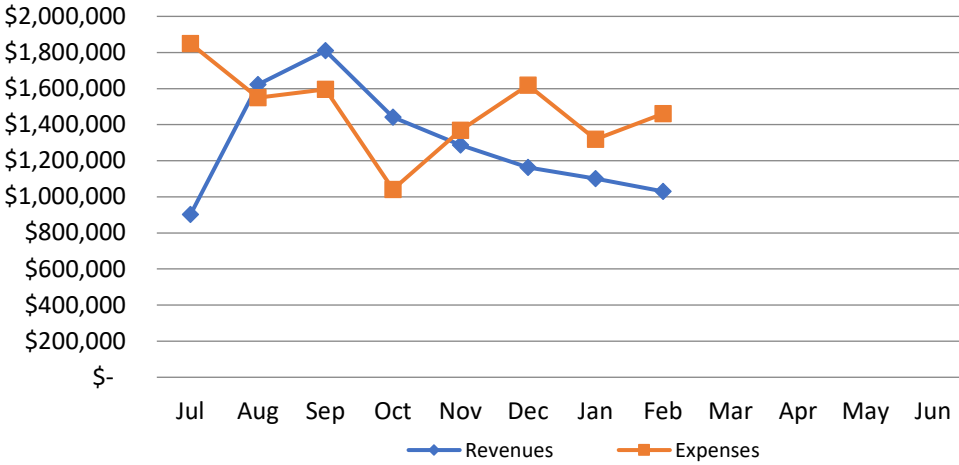
**Indian Wells Valley Water District
 Revenues vs. Expense
 Actuals & Budget through February 2023 (Preliminary)**

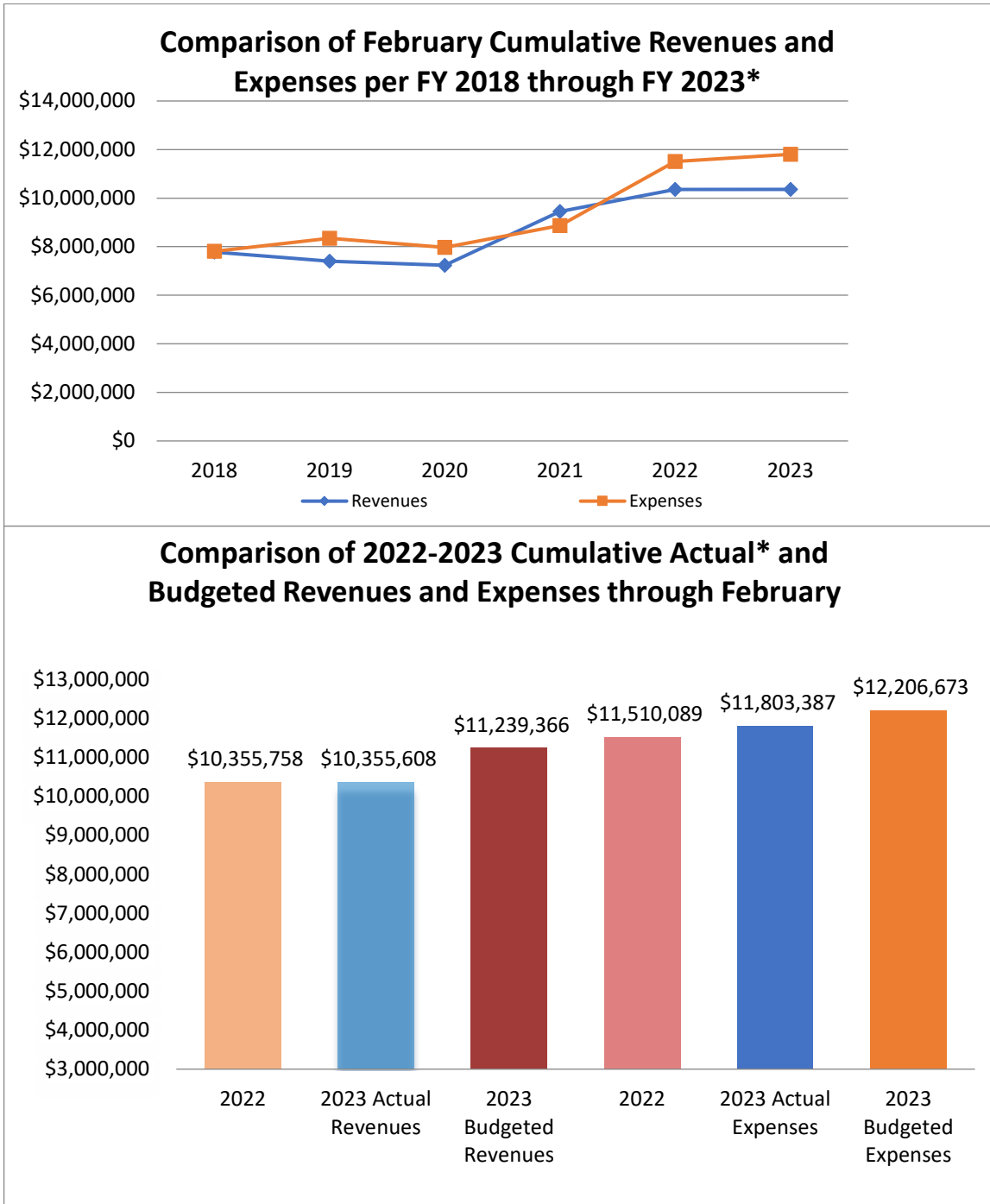
	Budget	Actuals	Δ
Revenues			
Total Water Sales	7,485,681	6,809,778	-675,903
GSA Fees	2,964,000	2,732,873	-231,127
Total Water Service Revenue	244,335	270,631	26,296
Total Non-Operating Income	100,425	125,693	25,268
Capital Contributions	444,925	416,633	-28,292
Total Revenues	11,239,366	10,355,608	-883,758
Expenses			
Water Supply	810,322	819,261	8,939
Arsenic Treatment Plants	169,150	89,444	-79,706
Transmission & Distribution	1,288,600	1,136,268	-152,332
Engineering	283,356	344,083	60,727
Customer Service	330,276	250,208	-80,068
Field Services	347,276	361,786	14,510
General & Administration	2,281,180	2,522,101	240,920
Legislative	78,472	58,632	-19,840
Depreciation	2,333,333	2,333,333	0
Non-Operating, Interest	927,887	723,349	-204,539
Non-Operating, Miscellaneous	173,060	342,629	169,569
GSA Fees	3,100,800	2,717,613	-383,187
Non-Operating, Conservation	23,256	25,548	2,292
Non-Operating, Alternate Water	59,704	79,133	19,429
Total Expenses	12,206,673	11,803,387	-403,285
Net Revenue Increase (Decrease)	-967,307	-1,447,779	-480,472
Capital Expenditures		4,540,813	
- COP Funded		2,556,405	
Debt Service Principle		741,109	

Comparison of February Revenues and Expenses per Fiscal Year



Comparison of FY 2021-2022 Revenues and Expenses by Month





**Actual Revenues and Expenses are Estimated*

6. Accounts Payable Disbursements

Description: Presentation to Committee of Accounts Payable Disbursements reports for Board approval.

The Committee recommended approval of accounts payable disbursements totaling \$1,281,520.83 as follows:

Checks through:	<u>2/8/23</u>	<u>2/23/23</u>
Prepaid	\$ 239,489.26	\$ 48,527.45
Current	<u>272,779.33</u>	<u>720,724.79</u>
Total	<u>\$ 512,268.59</u>	<u>\$ 769,252.24</u>

7. Future Agenda Items

Water Sales and Service Policy Manual
Historical Residential Connections

8. Adjournment

The Committee adjourned at 2:57pm.