

BOARD OF DIRECTORS
INDIAN WELLS VALLEY WATER DISTRICT

FINANCE COMMITTEE
REGULAR MEETING

REPORT

TUESDAY JANUARY 7, 2026 – 3:00 PM
BOARD ROOM
500 W. RIDGECREST BLVD., RIDGECREST

ATTENDEES: Ron Kicinski, Malory Boyd, George Croll, Ty Staheli, John Svika, and Renee Morquecho

1. Call to Order

The Finance Committee Meeting was called to order at 3:02 pm.

2. Committee/Public Comments

None.

3. Fraud Risk Discussion

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

The District's auditors were at the District Office in November for the FY2025 financial audit. At this time, we haven't received any findings.

Committee discussed what are examples of fraud that a district could experience and what measures the District has put in place to prevent them.

4. GA Imported Water Costs

Description: Discuss imported water costs and potential impact to customers' bills

George Croll informed the Committee that AVEK has mentioned a possible investment need of \$50 million dollars to support the proposed pipeline. There have been discussions of the need to underground the pipeline at wash crossings.

The Committee discussed the need for the GA to do a thorough financial impact assessment before proceeding with construction.

5. Financial Statements December 31, 2025 (preliminary)

Description: Presentation to Committee financial report depicting preliminary revenue and expense of the previous fiscal year.

Estimated year-to-date revenues as of December 31, 2025, are \$9,497,756 and expenses are \$9,166,100, therefore revenues exceeded expenditures by \$331,656, which is better than budget by \$763,264.

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

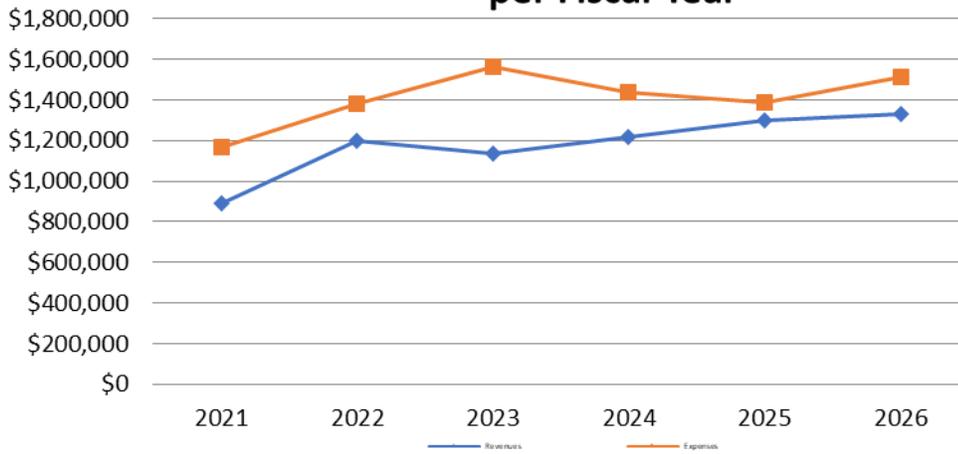
Indian Wells Valley Water District
Revenues vs. Expense
Actuals & Budget through December 2025 (Preliminary)

	2026 Budget	YTD Budget	Actuals	Δ
Revenues				
Total Water Sales	14,939,300	6,878,139	6,690,703	-187,436
GSA Fees	3,377,580	1,807,523	2,001,433	193,910
Total Water Service Revenue	375,900	179,417	235,814	56,397
Total Non-Operating Income	172,400	82,287	91,769	9,483
Capital Contributions	1,594,372	760,994	478,036	-282,958
Total Revenues	20,459,552	9,708,360	9,497,756	-210,603
Expenses				
Water Supply	1,907,557	977,623	840,480	-137,143
Arsenic Treatment Plants	462,519	237,041	106,154	-130,887
Transmission & Distribution	1,898,115	972,784	776,420	-196,364
Engineering	696,189	356,797	330,764	-26,033
Customer Service	566,939	290,556	212,228	-78,328
Field Services	600,408	307,709	269,286	-38,423
General & Administration	3,169,078	1,624,152	1,384,250	-239,902
Legal	1,500,000	768,750	644,042	-124,708
Legislative	107,100	54,889	54,791	-98
Depreciation	3,300,000	1,650,000	1,650,000	0
Non-Operating, Interest	1,674,379	767,142	669,907	-97,235
Non-Operating, Miscellaneous	437,500	224,219	294,692	70,473
GSA Fees	3,420,830	1,843,628	1,879,958	36,330
Non-Operating, Conservation	34,200	17,528	11,669	-5,858
Non-Operating, Alternate Water	92,000	47,150	41,459	-5,691
Total Expenses	19,866,814	10,139,968	9,166,100	-973,868
Net Revenue Increase (Decrease)	592,738	-431,608	331,656	763,264
Capital Expenditures			754,944	
-Bond or Grant Funded			194,754	
Debt Service Principle			562,663	

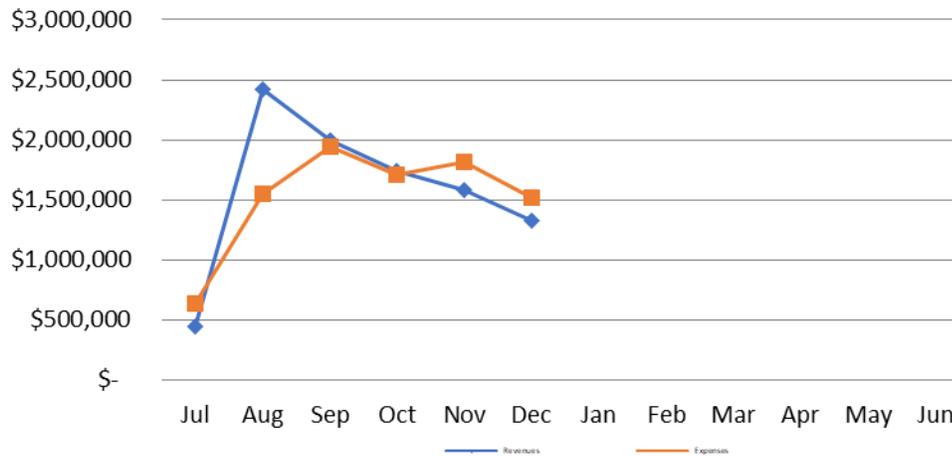
Total GSA Extraction Fee Paid
Total GSA Replenishment Fee Paid

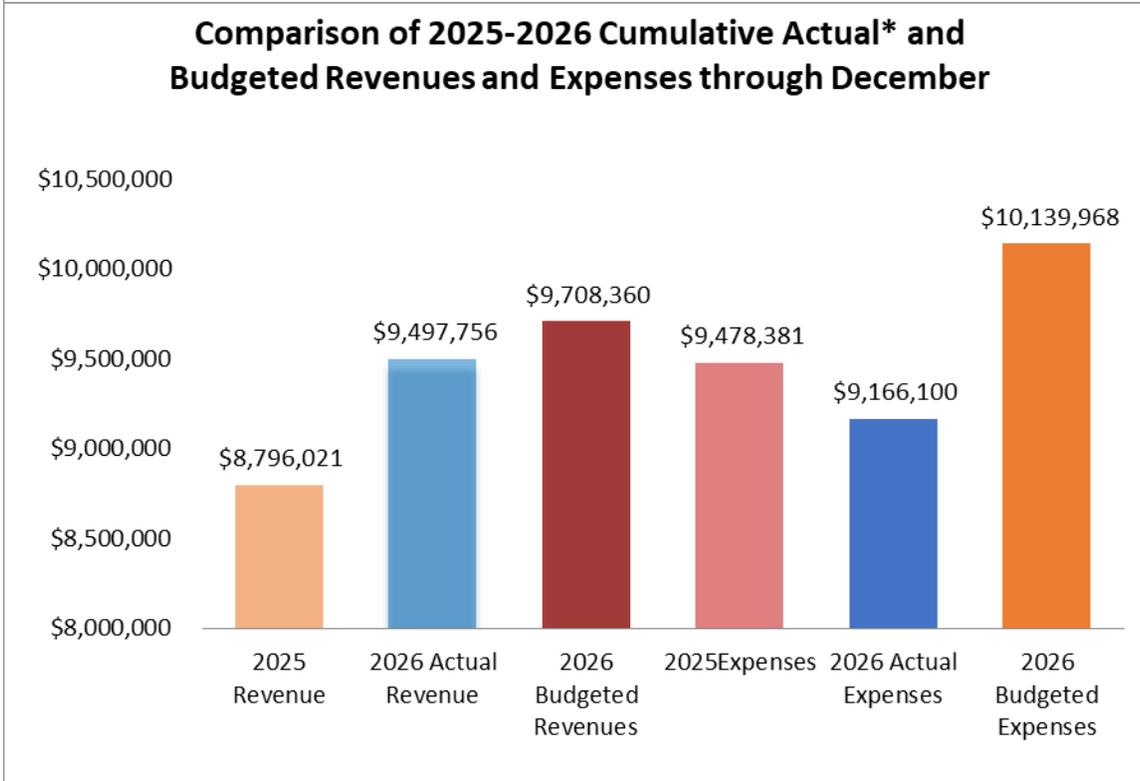
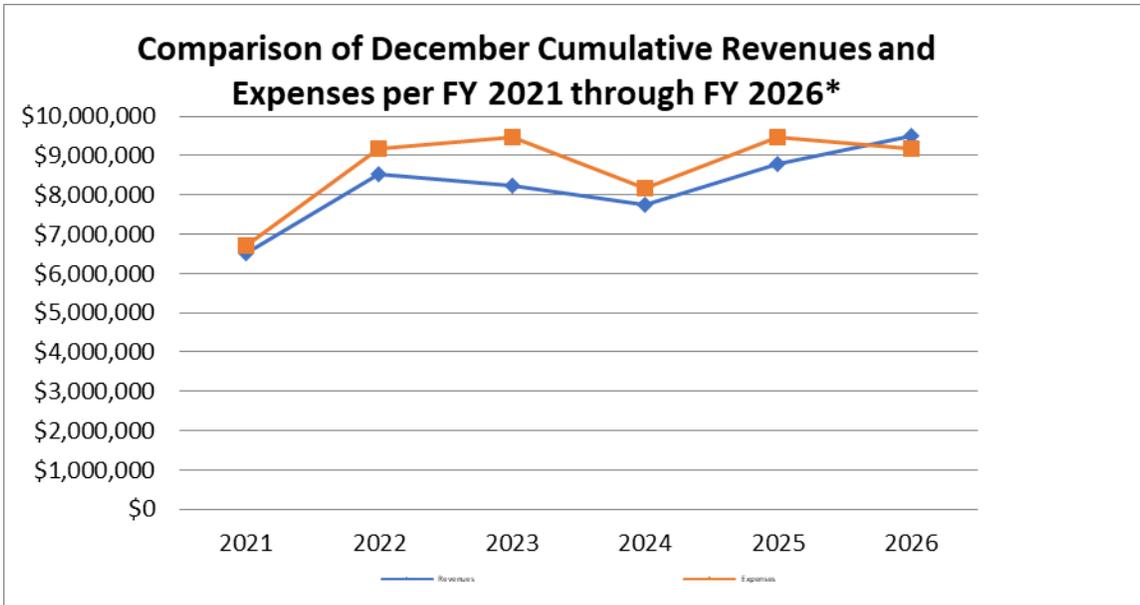
	3,645,053
	15,796,316
	19,441,368

Comparison of December Revenues and Expenses per Fiscal Year



Comparison of FY 2025-2026 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 reviewed the accounts payable disbursements totaling \$767,787.55 as follows:

Checks through:	<u>12/04/25</u>	<u>1/18/25</u>
Prepaid	\$ 59,025.46	\$ 48,644.99
Current	<u>250,074.82</u>	<u>410,042.28</u>
Total	<u>\$ 309,100.28</u>	<u>\$ 458,687.27</u>

7. Future Agenda Items

- Rand Communities Water District Mutual Aid Agreement
- ICSD Plan

8. Adjournment

The Committee adjourned at 3:41 pm.