

BOARD OF DIRECTORS  
INDIAN WELLS VALLEY WATER DISTRICT

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FINANCE COMMITTEE  
REGULAR MEETING  
REPORT

TUESDAY, APRIL 2, 2019 – 3:00 PM  
BOARD ROOM  
500 W. RIDGECREST BLVD., RIDGECREST

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ATTENDEES: Ron Kicinski, Stan Rajtora, Don Zdeba, Jason Lillion, and Renée Morquecho

**1. Call to Order**

The Finance Committee Meeting was called to order at 3:01 pm.

**2. Committee/Public Comments**

None.

**3. Fraud Risk Discussion**

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

None to report.

**4. Financial Statements March 31, 2019 (preliminary)**

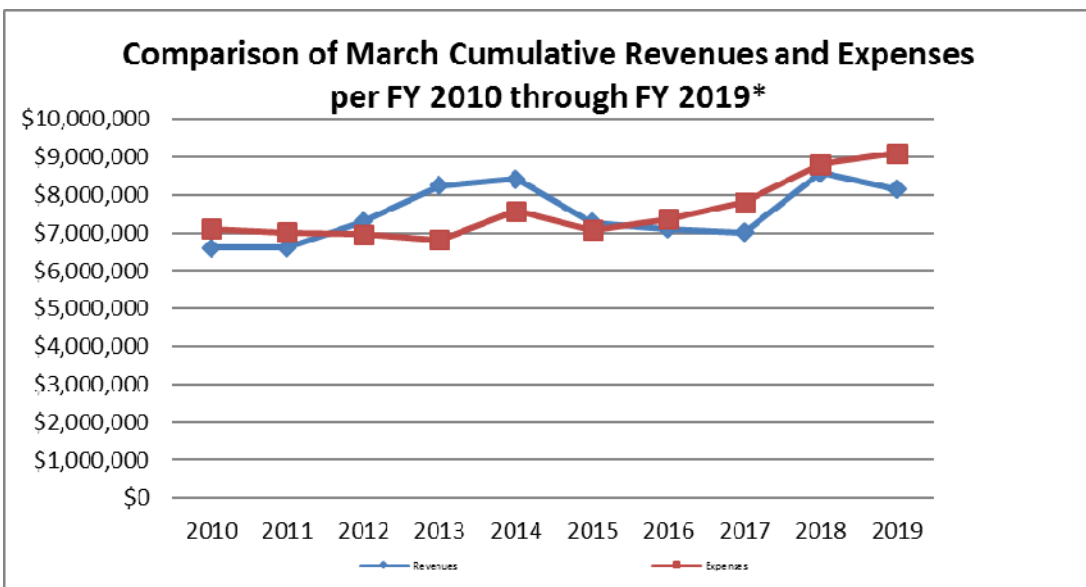
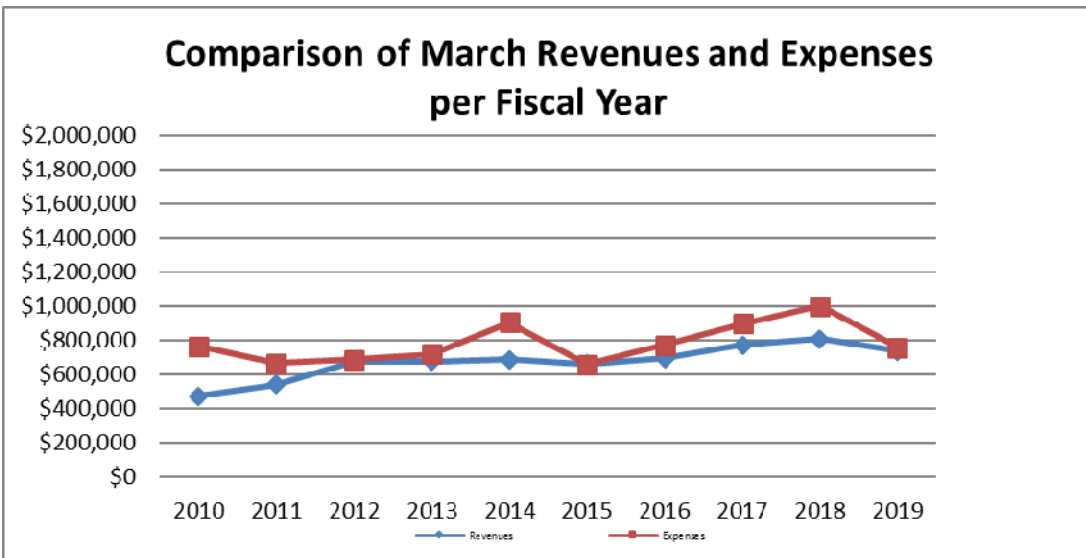
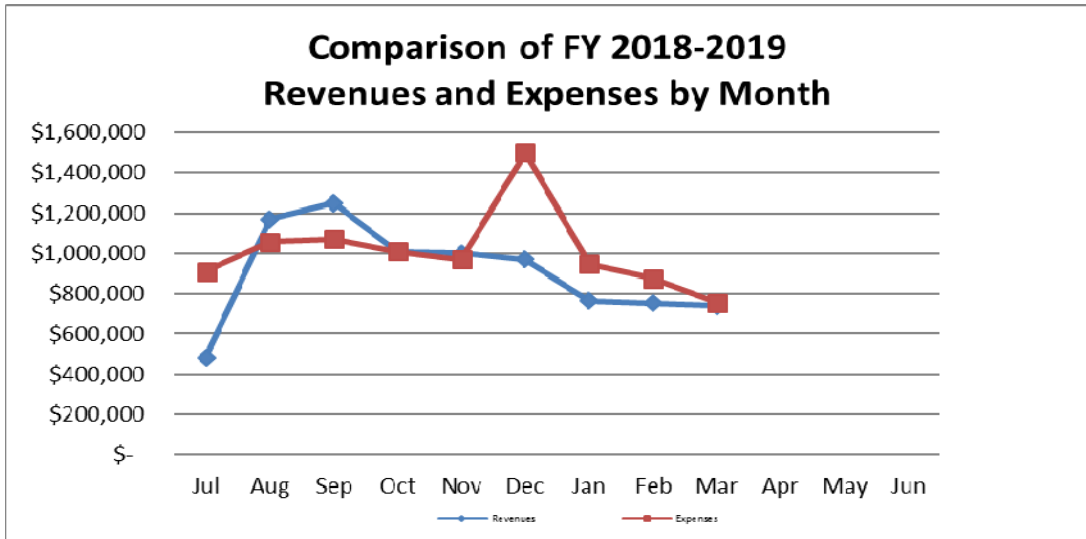
Description: Presentation to Committee financial reports and a graph depicting current revenue and expense trends compared to budget and previous fiscal year actuals.

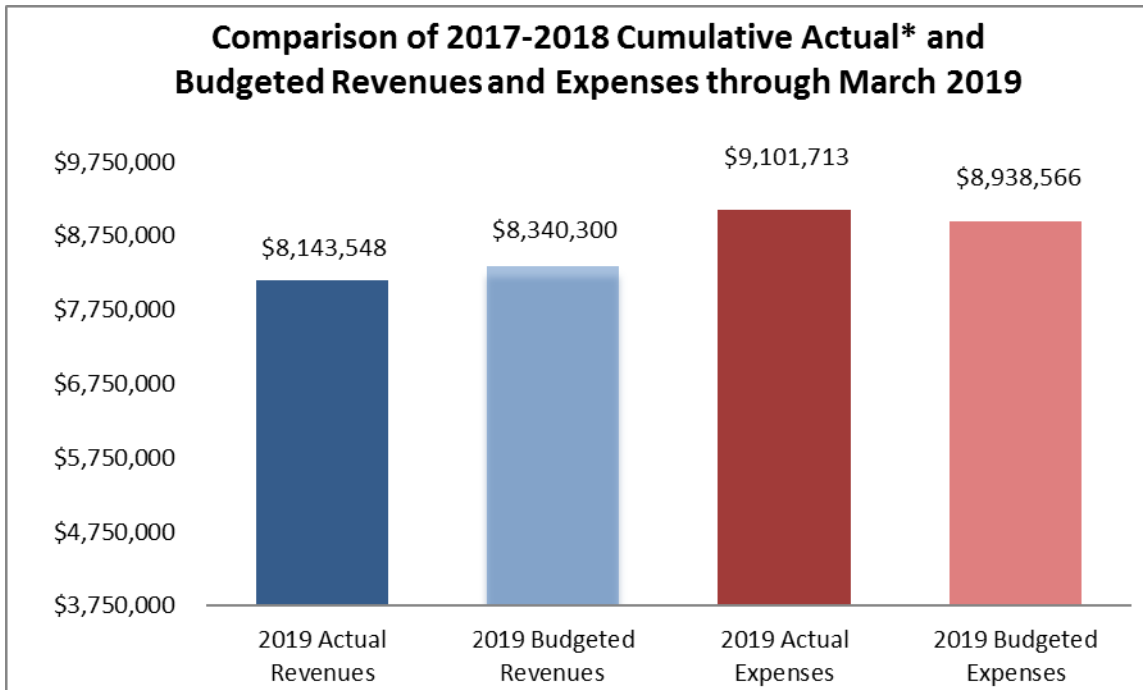
Estimated year to date revenues as of March 31, 2019 are \$8,143,548 and expenses are \$9,101,712, therefore expenses exceeded revenues by \$958,164, which trails budget by \$359,898 primarily due to the cost of issuance expense of the 2018 COPs.

Staff presented the following spreadsheets, which compare March 2019 year-to-date actual to budgeted revenues and expenses by category:

**Indian Wells Valley Water District**  
**Revenues vs. Expense**  
**Actuals & Budget through March 2019 (Preliminary)**

	Budget	Actuals	Δ
<b>Revenues</b>			
Total Water Sales	7,447,750	7,219,589	-228,161
Total Water Service Revenue	199,000	215,196	16,196
Total Non-Operating Income	523,800	436,421	-87,379
Capital Contributions	169,750	272,343	102,593
<b>Total Revenues</b>	<b>8,340,300</b>	<b>8,143,548</b>	<b>-196,752</b>
<b>Expenses</b>			
Water Supply	589,591	799,025	209,434
Arsenic Treatment Plants	190,557	159,664	-30,893
Transmission & Distribution	1,306,041	994,874	-311,167
Engineering	304,969	277,316	-27,653
Customer Service	299,487	284,621	-14,866
Field Services	298,420	384,958	86,538
General & Administration	1,397,383	1,530,925	133,542
Legislative	88,641	85,705	-2,936
Depreciation	2,608,857	2,608,857	0
Non-Operating, Interest	844,114	1,419,425	575,311
Non-Operating, Miscellaneous	218,897	268,179	49,282
Non-Operating, Conservation	266,679	49,419	-217,260
Non-Operating, Alternate Water	524,930	238,744	-286,186
<b>Total Expenses</b>	<b>8,938,566</b>	<b>9,101,712</b>	<b>163,146</b>
<b>Net Revenue Increase (Decrease)</b>	<b>-598,266</b>	<b>-958,164</b>	<b>-359,898</b>
<b>Capital Expenditures</b>		<b>1,430,481</b>	
<b>Debt Service Principle</b>		<b>1,294,999</b>	





*\*Actual Revenues and Expenses are Estimated*

**5. Accounts Payable Disbursements**

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

The Committee recommended approval of accounts payable disbursements totaling \$784,280.55 as follows:

Checks through:	<u>3/11/19</u>	<u>3/21/19</u>
Prepaid	\$ 91,576.97	\$ 45,492.53
Current	<u>351,844.32</u>	<u>60,042.35</u>
Total	<u>\$ 443,421.29</u>	<u>\$ 105,534.88</u>

**6. Future Agenda Items**

Director Rajtora inquired about interest being collected on funds for capital reserves. That information is provided during the quarterly report on investments. The 2018 Fourth Quarter Investment Report was presented in February. The 2019 First Quarter Investment Report should be available for the May Finance Committee meeting.

**7. Adjournment**

The Committee adjourned at 3:28pm.