

BOARD OF DIRECTORS
INDIAN WELLS VALLEY WATER DISTRICT

FINANCE COMMITTEE
REGULAR MEETING

REPORT

TUESDAY AUGUST 5, 2025 – 3:00 PM
BOARD ROOM
500 W. RIDGECREST BLVD., RIDGECREST

ATTENDEES: Ron Kicinski, Stan Rajtora, George Croll, Ty Staheli, John Svika, and Renee Morquecho

1. Call to Order

The Finance Committee Meeting was called to order at 3:00 pm.

2. Committee/Public Comments

None.

3. Fraud Risk Discussion

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

Nothing to report.

4. GA Imported Water Costs

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

Committee would like to know where the Replenishment Fee, held by the GA, has been spent.

5. Financial Statements July 31, 2025 (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 July 31, 2025, are \$2,084,251 and expenses are \$816,171, therefore revenues exceeded expenditures by \$1,268,080, which is better than budget by \$1,791,885. Accruals to the previous year are pending.

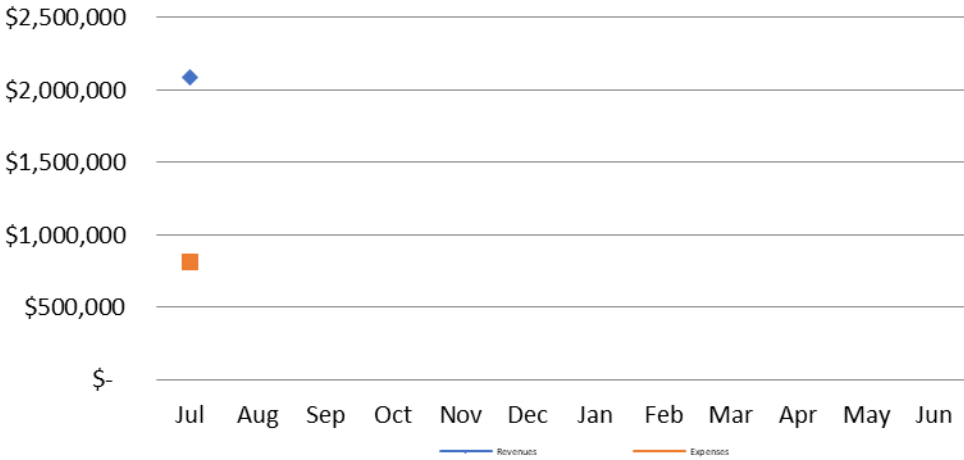
To date, the District rate payers have paid the Groundwater Authority \$17,882,501 in fees.

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

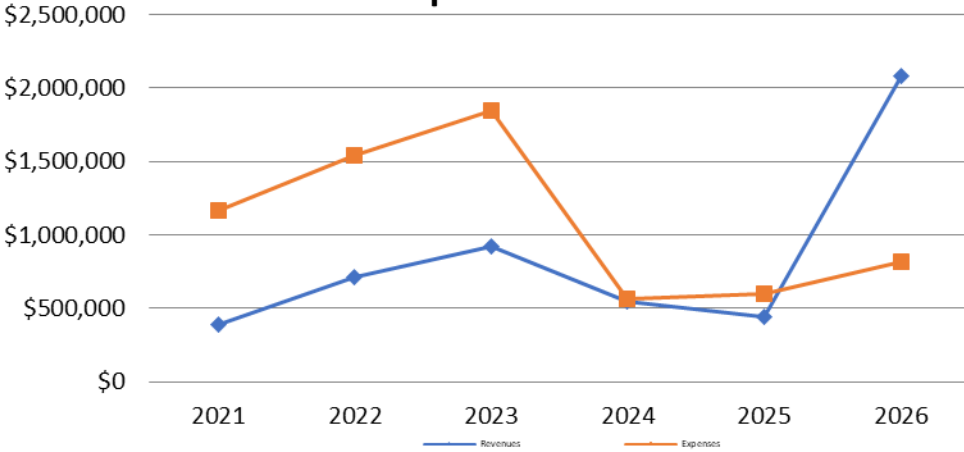
Indian Wells Valley Water District
Revenues vs. Expense
Actuals & Budget through July 2025 (Preliminary)

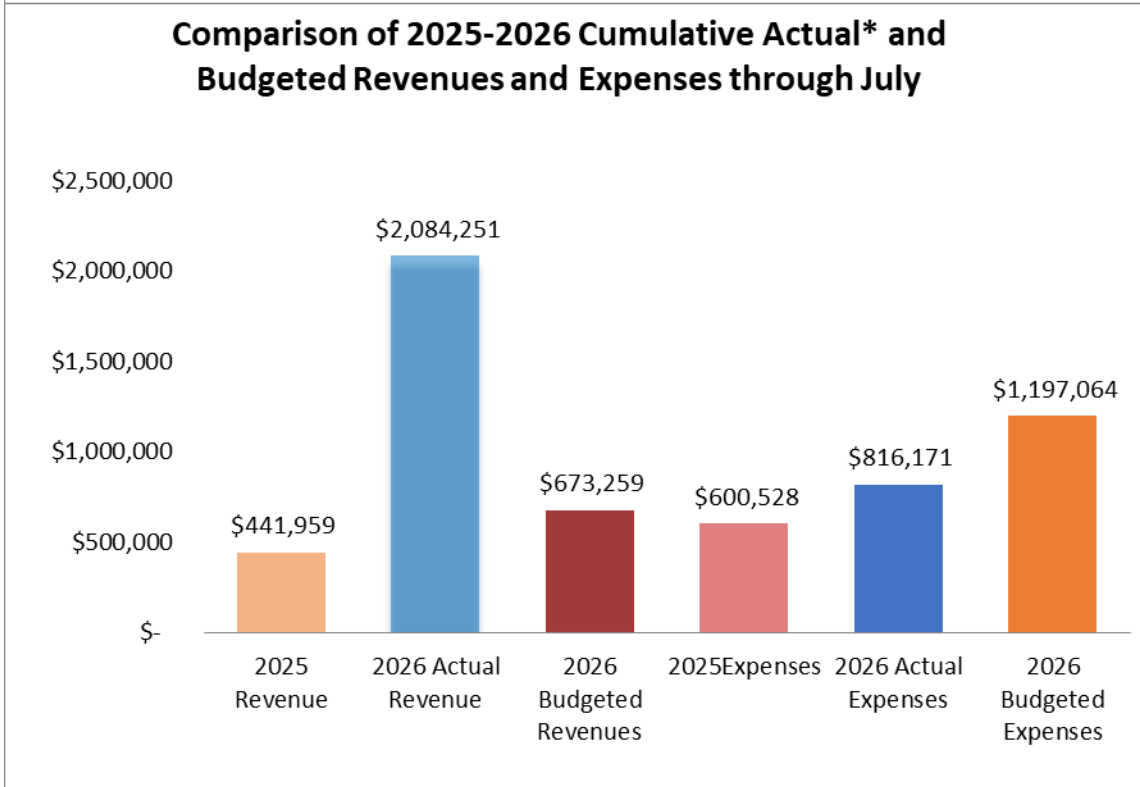
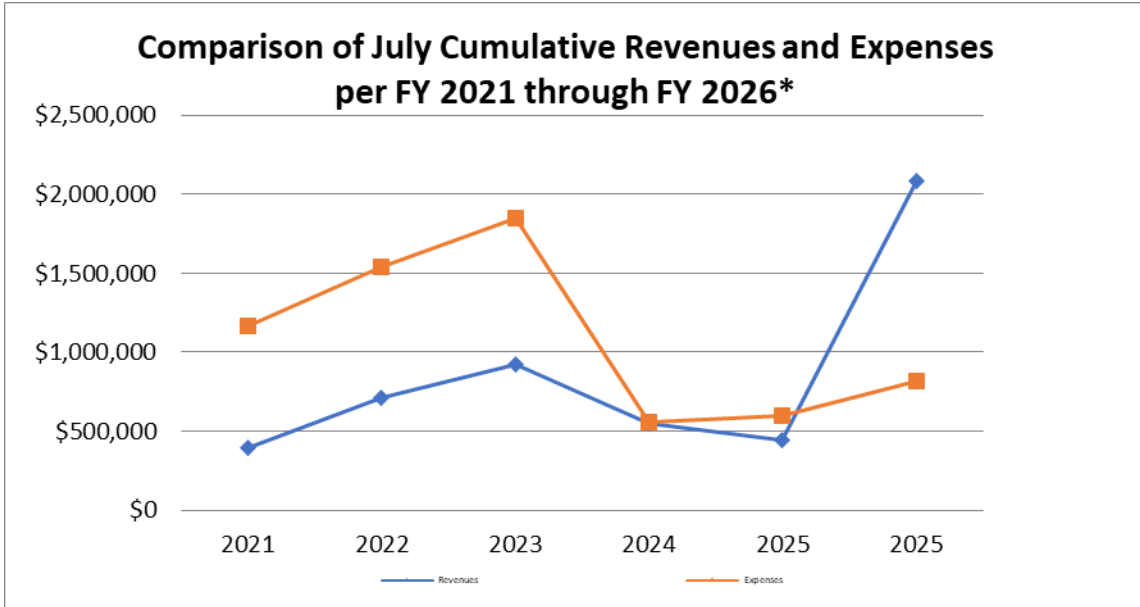
	2026 Budget	YTD Budget	Actuals	Δ
Revenues				
Total Water Sales	14,939,300	469,966	1,414,895	944,928
GSA Fees	3,377,580	123,799	509,319	385,520
Total Water Service Revenue	375,900	13,946	34,402	20,456
Total Non-Operating Income	1,594,372	59,151	2,524	-56,627
Capital Contributions	172,400	6,396	123,111	116,715
Total Revenues	20,459,552	673,259	2,084,251	1,410,992
Expenses				
Water Supply	1,907,557	137,153	39,443	-97,711
Arsenic Treatment Plants	462,519	33,255	7,328	-25,927
Transmission & Distribution	1,898,115	136,474	41,580	-94,894
Engineering	696,189	50,056	39,116	-10,940
Customer Service	566,939	40,763	23,786	-16,977
Field Services	600,408	43,169	15,762	-27,407
General & Administration	3,169,078	227,857	125,162	-102,694
Legal	1,500,000	107,850	0	-107,850
Legislative	107,100	7,700	11,463	3,762
Depreciation	3,300,000	275,000	275,000	0
Non-Operating, Interest	1,674,379	97,256	97,197	-59
Non-Operating, Miscellaneous	437,500	31,456	139,720	108,264
GSA Fees	3,420,830	0	0	0
Non-Operating, Conservation	34,200	2,459	613	-1,846
Non-Operating, Alternate Water	92,000	6,615	0	-6,615
Total Expenses	19,866,814	1,197,064	816,171	-380,893
Net Revenue Increase (Decrease)	592,738	-523,805	1,268,080	1,791,885
Capital Expenditures			60,428	
-Bond or Grant Funded			22,079	
Debt Service Principle			93,810	
Total GSA Extraction Fee Paid			3,361,324	
Total GSA Replenishment Fee Paid			14,521,177	
			17,882,501	

Comparison of FY 2025-2026 Revenues and Expenses by Month



Comparison of July Revenues and Expenses per Fiscal Year





*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 \$1,285,234.18 as follows:

Checks through:	<u>7/2/25</u>	<u>7/17/25</u>
Prepaid	\$ 62,999.07	\$ 51,387.34
Current	<u>919,679.89</u>	<u>251,167.88</u>
Total	<u>\$ 982,678.96</u>	<u>\$ 302,555.22</u>

7. Future Agenda Items

Year-End Update
Grant Funding
Security Upgrades & Costs
Inyokern CSD

8. Adjournment

The Committee adjourned at 3:35 pm.