

BOARD OF DIRECTORS
INDIAN WELLS VALLEY WATER DISTRICT

FINANCE COMMITTEE
REGULAR MEETING

REPORT

TUESDAY APRIL 8, 2025 – 3:00 PM
BOARD ROOM
500 W. RIDGECREST BLVD., RIDGECREST

ATTENDEES: Ron Kicinski, Stan Rajtora, George Croll, Ty Staheli, Jason Lillion, 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.

None to report.

4. GA Imported Water Costs

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

Nothing new to report.

5. Financial Statements March 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 March 31, 2025, are \$12,617,952 and expenses are \$13,684,238, therefore expenditures exceeded revenues by \$1,066,286, which is better than budget by \$609,027.

Estimated year-to-date capital expenditures are \$7,408,062, of that, \$6,095,609 are funded from applicable restricted funds.

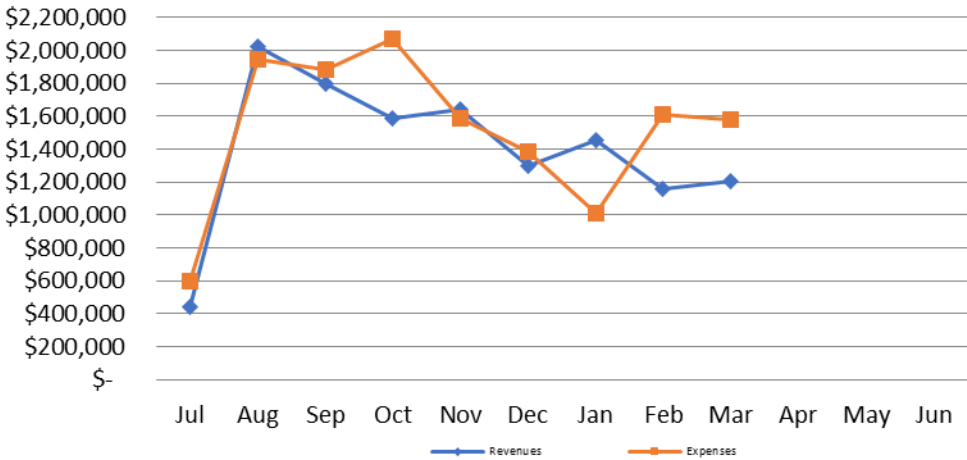
To date, the District rate payers have paid the Groundwater Authority \$17,004,388 in fees.

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

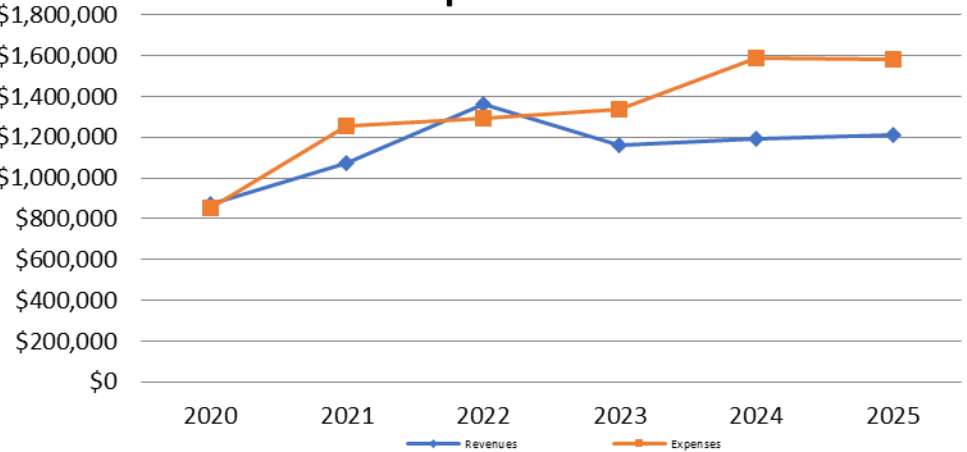
Indian Wells Valley Water District
Revenues vs. Expense
Actuals & Budget through March 2025 (Preliminary)

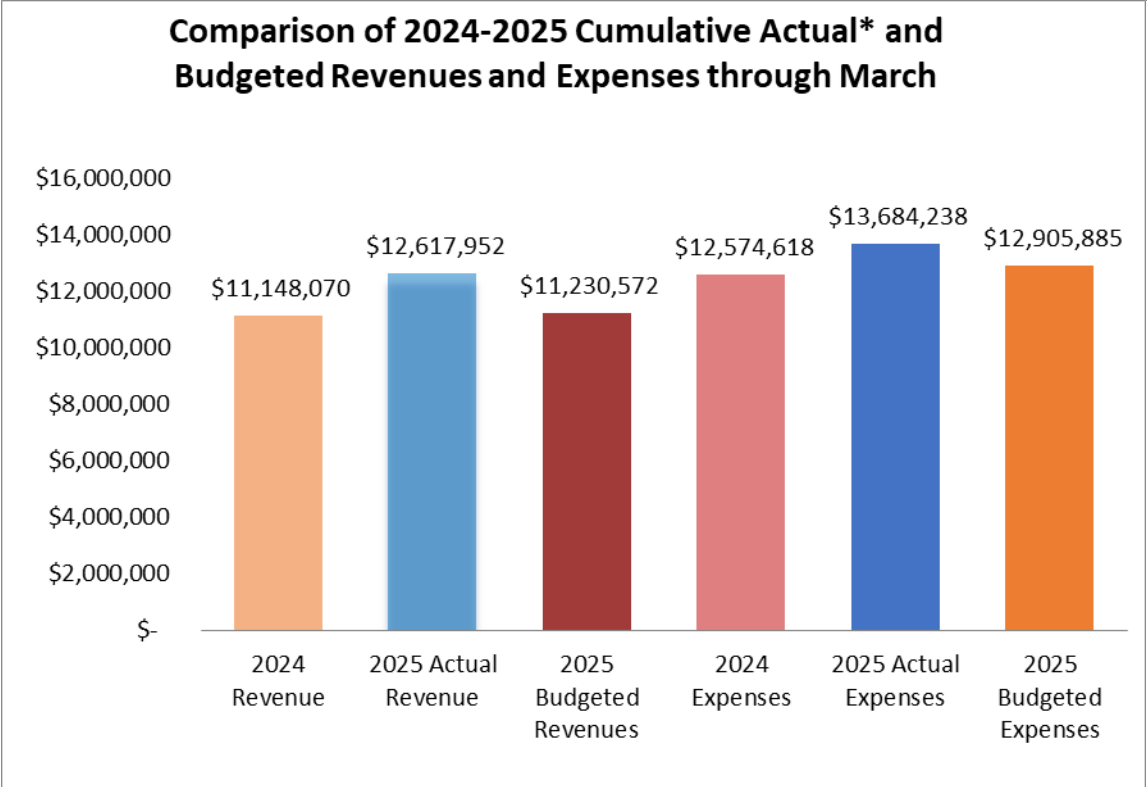
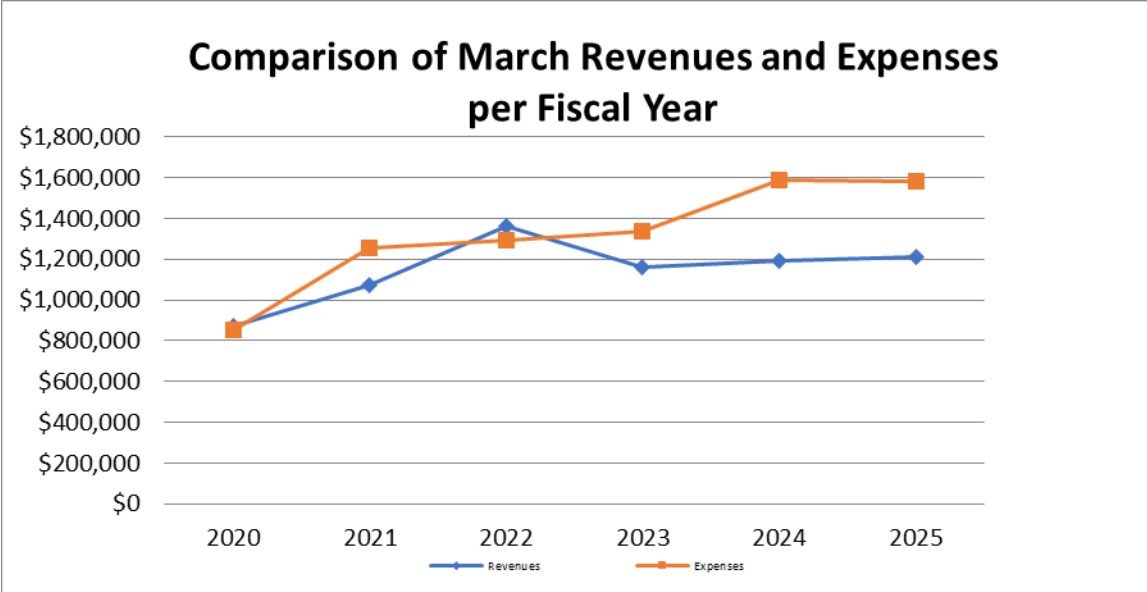
	2025 Budget	YTD Budget	Actuals	Δ
Revenues				
Total Water Sales	13,064,552	8,588,175	9,172,290	584,114
GSA Fees	3,112,486	2,051,181	2,520,676	469,495
Total Water Service Revenue	375,900	316,218	351,117	34,899
Total Non-Operating Income	172,400	129,970	199,385	69,415
Capital Contributions	154,500	145,028	374,485	229,457
Total Revenues	16,879,838	11,230,572	12,617,952	1,387,380
Expenses				
Water Supply	1,622,677	1,216,359	1,206,593	-9,766
Arsenic Treatment Plants	456,719	342,357	171,194	-171,163
Transmission & Distribution	1,861,515	1,395,392	1,147,824	-247,567
Engineering	544,019	415,293	445,766	30,473
Customer Service	516,579	387,228	322,693	-64,534
Field Services	570,208	427,428	439,999	12,571
General & Administration	2,758,794	2,067,992	2,111,483	43,491
Legal	1,050,000	787,080	770,269	-16,811
Legislative	119,400	89,502	73,503	-15,999
Depreciation	3,300,000	2,475,000	2,475,000	0
Non-Operating, Interest	1,747,156	1,064,970	1,064,328	-641
Non-Operating, Miscellaneous	436,000	214,386	368,758	154,373
GSA Fees	3,111,310	1,928,300	3,033,763	1,105,462
Non-Operating, Conservation	34,200	25,636	9,847	-15,790
Non-Operating, Alternate Water	92,000	68,963	43,219	-25,745
Total Expenses	18,220,578	12,905,885	13,684,238	778,354
Net Revenue Increase (Decrease)	-1,340,740	-1,675,313	-1,066,286	609,027
Capital Expenditures			7,408,062	
-\$3 mil grant, 555k AD, balance bond			6,095,609	
Debt Service Principle			845,873	
Total GSA Extraction Fee Paid			3,149,284	
Total GSA Replenishment Fee Paid			13,855,103	
			17,004,388	

Comparison of FY 2024-2025 Revenues and Expenses by Month



Comparison of March Revenues and Expenses per Fiscal Year





**Actual Revenues and Expenses are Estimated*

6. Fiscal Year 2026 Budget Update

Description: Discuss updates to the FY 2026 Budget development

Staff continues to work on development of the FY 2026 Budget. The revenue projections are completed and work has begun on the expenditures. Complicating this process is the implementation of the Construction Crew and its allocation to applicable capital projects.

Staff is working towards bringing a draft budget to the Committee at its May meeting.

7. Accounts Payable Disbursements

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

The Committee reviewed the accounts payable disbursements totaling \$1,118,224.72 as follows:

Checks through:	<u>3/13/25</u>	<u>3/27/25</u>
Prepaid	\$ 75,387.07	\$ 86,314.00
Current	<u>752,582.91</u>	<u>290,254.74</u>
Total	<u>\$ 827,969.98</u>	<u>\$ 290,254.74</u>

The Committee recommends Board approval.

8. Future Agenda Items

FY 2026 Draft Budget

9. Adjournment

The Committee adjourned at 3:21 pm.