

BOARD OF DIRECTORS
INDIAN WELLS VALLEY WATER DISTRICT

FINANCE COMMITTEE
REGULAR MEETING
REPORT

Tuesday, January 2, 2018 – 3:00 PM

BOARD ROOM
500 W. RIDGECREST BLVD., RIDGECREST

ATTENDEES: Peter Brown, Don Cortichiato, Don Zdeba, Renee Morquecho and Ty Staheli

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.

4. Cost of Service Study

Description: Staff update on Cost of Service study.

Staff updated the Committee on the status of the Cost of Service study. Currently, staff is in the information gathering phase. Staff has met with Stantec to go over preliminary numbers and assumptions.

5. 2016-2017 Audit

Description: Staff will notify the Committee the final report will be presented at the January 8, 2018 regular board meeting.

Staff notified the Committee that the final report will be presented at the January 8, 2018 regular Board meeting.

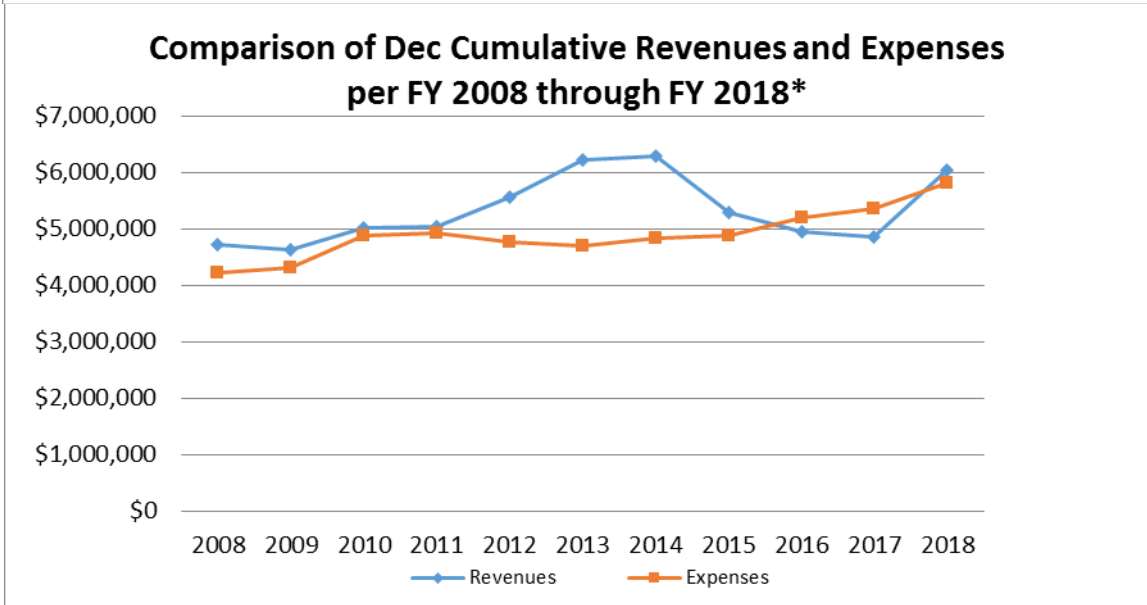
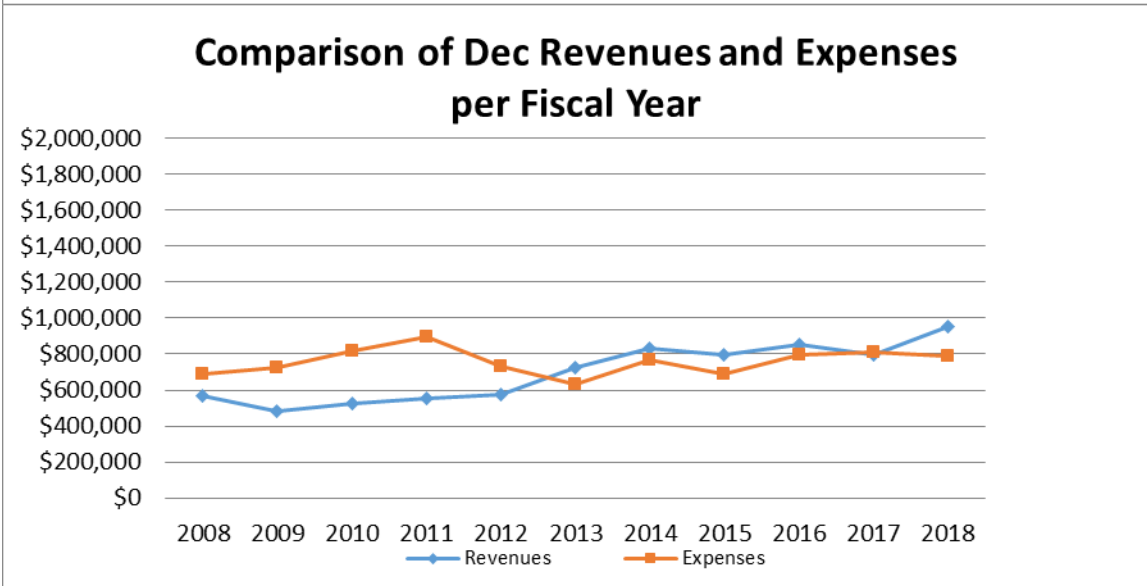
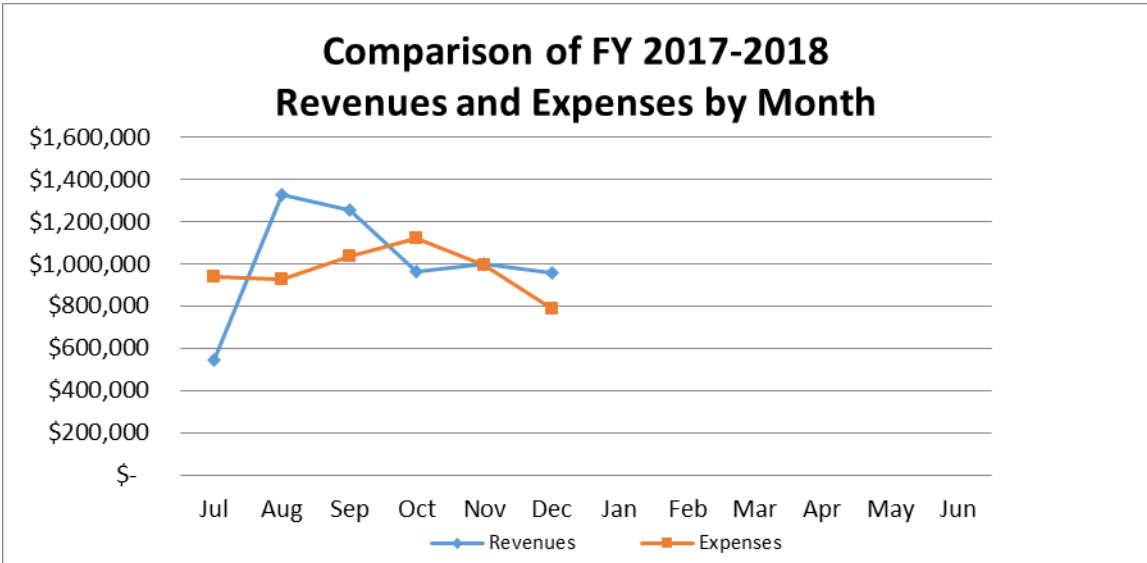
6. Financial Statements, December 30, 2017 (preliminary)

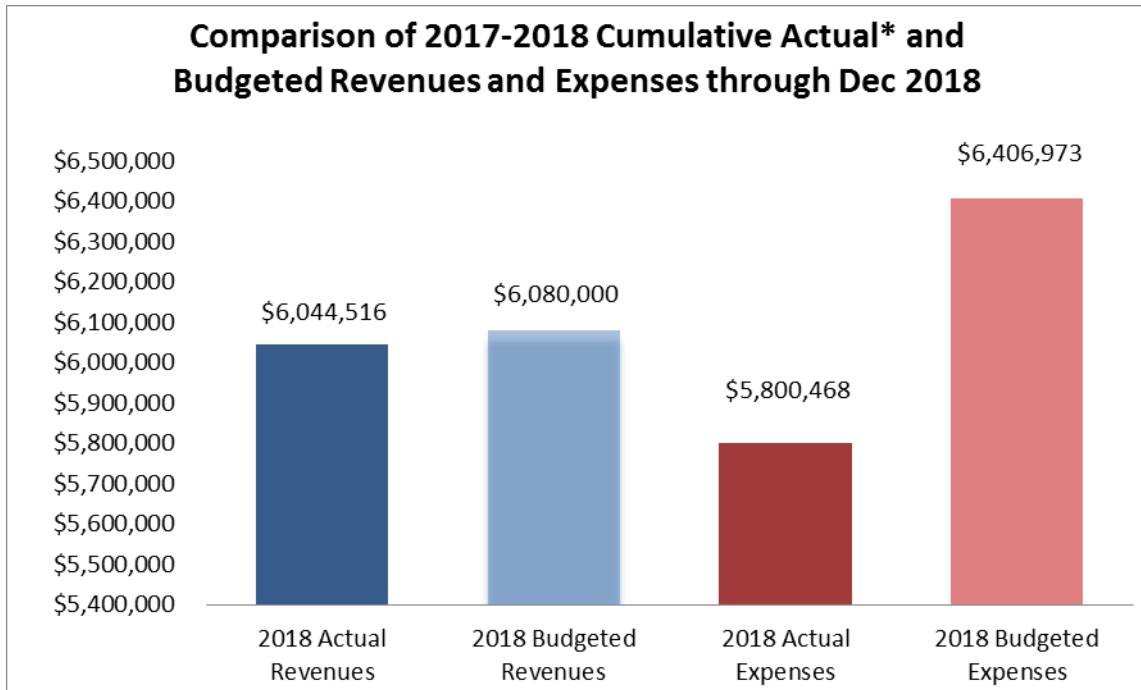
Description: Presentation to Committee financial reports and a graph depicting current revenue and expense trends compared to previous fiscal year actuals.

Estimated year-to-date revenues as of December 31, 2017 are \$6,044,516 and estimated expenses are \$5,800,468, so revenues exceeded expenses by \$244,048, which is more than budget by \$571,021. Staff presented the following spreadsheet, which compares December 2017 year-to-date actual to budgeted revenues and expenses by category.

Indian Wells Valley Water District
Revenues vs. Expense
Actuals & Budget through December 2017 (Preliminary)

	Budget	Actuals	Δ
Revenues			
Total Water Sales	5,018,900	5,125,064	106,164
Total Water Service Revenue	283,000	171,494	-111,506
Total Non-Operating Income	261,100	168,989	-92,111
Capital Contributions	517,000	578,969	61,969
Total Revenues	6,080,000	6,044,516	-35,484
Expenses			
Water Supply	556,226	496,387	-59,839
Arsenic Treatment Plants	172,598	124,799	-47,799
Transmission & Distribution	870,146	812,441	-57,705
Engineering	189,282	153,597	-35,685
Customer Service	176,612	191,256	14,644
Field Services	209,114	265,118	56,004
General & Administration	924,964	879,475	-45,489
Legislative	80,427	64,016	-16,411
Depreciation	1,848,502	1,848,502	0
Non-Operating, Interest	596,504	500,856	-95,648
Non-Operating, Miscellaneous	199,158	223,763	24,605
Non-Operating, Conservation	244,510	55,939	-188,571
Non-Operating, Alternate Water	338,930	184,319	-154,611
Total Expenses	6,406,973	5,800,468	-606,505
Net Revenue Increase (Decrease)	-326,973	244,048	571,021





**Actual Revenues and Expenses are Estimated*

7. Accounts Payable Disbursements

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

The Committee recommended approval of accounts payable disbursements totaling \$377,162.76 as follows:

Checks through:	<u>12/03/17</u>	<u>12/17/17</u>
Prepaid	\$ 58,895.79	\$ 35,026.65
Current	<u>165,189.31</u>	<u>118,051.01</u>
Total	<u>\$ 224,085.10</u>	<u>\$ 153,077.66</u>

8. Future Agenda Items

None

9. Adjournment

The Committee adjourned at 3:17 pm.