

BOARD OF DIRECTORS
INDIAN WELLS VALLEY WATER DISTRICT

FINANCE COMMITTEE
REGULAR MEETING
REPORT

Tuesday, March 6, 2018 – 3:00 PM

BOARD ROOM
500 W. RIDGECREST BLVD., RIDGECREST

ATTENDEES: Peter Brown, Ron Kicinski, Don Zdeba, Renee Morquecho, Jason Lillion, and Ty Staheli

1. Call to Order

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

2. Committee/Public Comments

Stan Rajtora wants the GSA to establish a GSA Finance Committee before additional Water District funds are offered.

3. Cost of Service Study

Description: Staff update on Cost of Service study.

Staff reported that data gathering and clarification is on-going. A call with Stantec to review preliminary numbers is taking place on Thursday. Staff will discuss fire suppression use reimbursement with Stantec.

4. Fraud Risk Discussion

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

None.

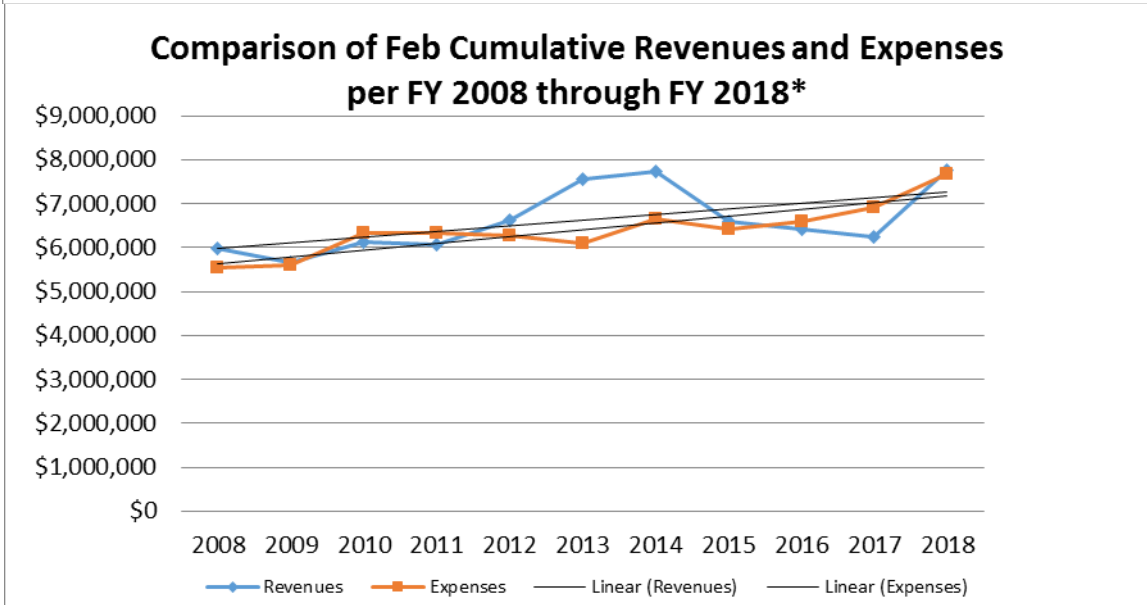
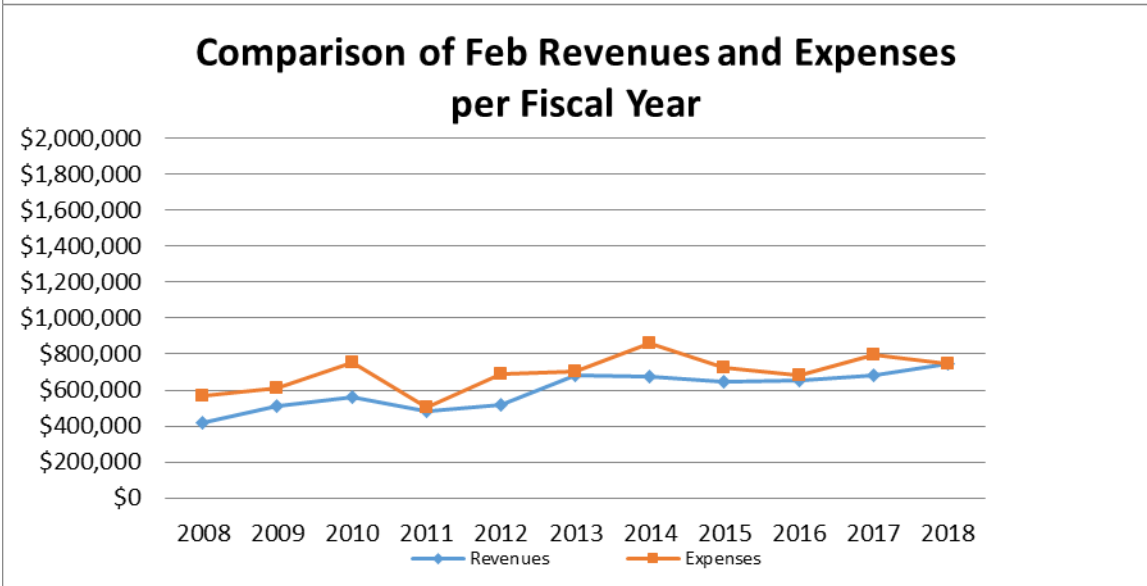
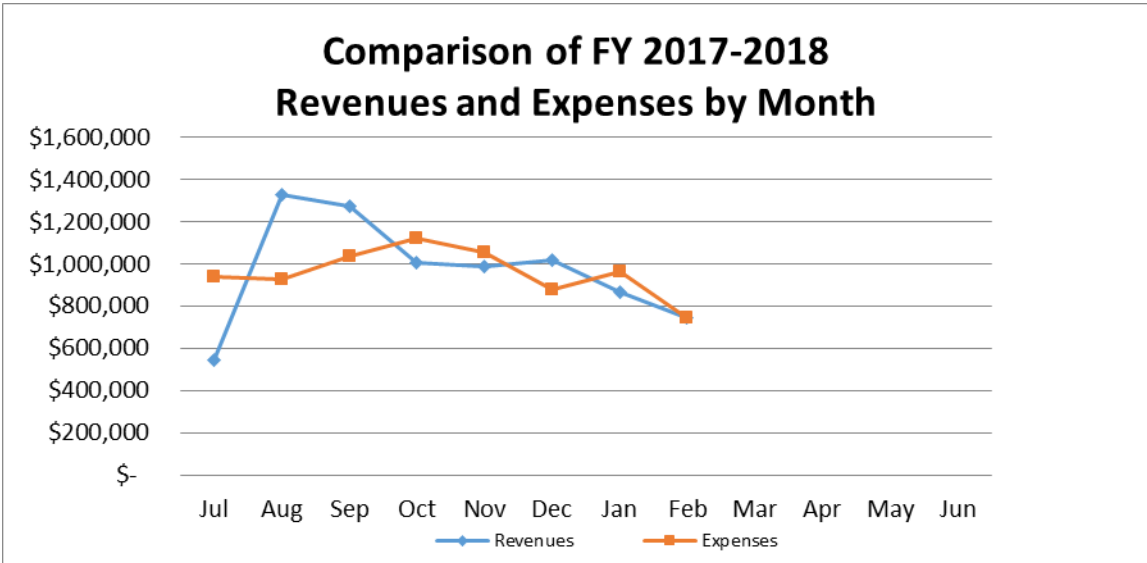
5. Financial Statements, February 28, 2018 (preliminary)

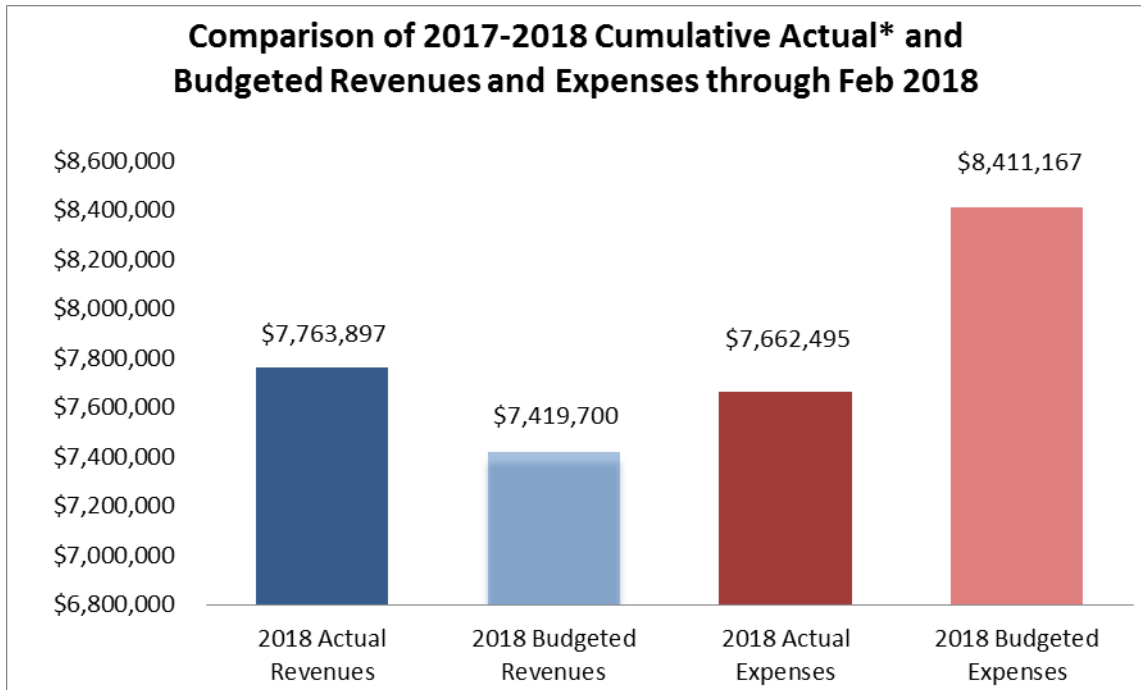
Description: Presentation to Committee financial reports and a graph depicting current revenue and expense trends compared to previous fiscal year actuals.

Estimated year-to-date revenues as of February 28, 2018 are \$7,763,897 and estimated expenses are \$7,662,496, so revenues exceeded expenses by \$101,401, which is more than budget by \$1,092,868. Staff presented the following spreadsheet, which compares February 2018 year-to-date actual to budgeted revenues and expenses by category.

Indian Wells Valley Water District
Revenues vs. Expense
Actuals & Budget through February 2018 (Preliminary)

	Budget	Actuals	Δ
Revenues			
Total Water Sales	6,296,500	6,561,358	264,858
Total Water Service Revenue	321,000	205,172	-115,828
Total Non-Operating Income	286,200	404,542	118,342
Capital Contributions	516,000	592,825	76,825
Total Revenues	7,419,700	7,763,897	344,197
Expenses			
Water Supply	688,108	628,286	-59,822
Arsenic Treatment Plants	194,474	152,172	-42,302
Transmission & Distribution	1,147,086	973,832	-173,254
Engineering	245,298	212,136	-33,162
Customer Service	247,882	258,541	10,659
Field Services	272,502	348,309	75,807
General & Administration	1,154,882	1,118,774	-36,108
Legislative	96,285	84,183	-12,102
Depreciation	2,464,668	2,464,668	0
Non-Operating, Interest	792,172	701,044	-91,128
Non-Operating, Miscellaneous	455,872	479,885	24,013
Non-Operating, Conservation	326,008	67,283	-258,725
Non-Operating, Alternate Water	325,930	173,383	-152,547
Total Expenses	8,411,167	7,662,496	-748,671
Net Revenue Increase (Decrease)	-991,467	101,401	1,092,868





**Actual Revenues and Expenses are Estimated*

6. Accounts Payable Disbursements

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

The Committee recommended approval of accounts payable disbursements totaling \$427,388.93 as follows:

Checks through:	<u>2/7/18</u>	<u>2/21/18</u>
Prepaid	\$ 61,155.83	\$ 43,445.27
Current	<u>279,451.31</u>	<u>43,336.52</u>
Total	<u>\$ 340,607.14</u>	<u>\$ 86,781.79</u>

7. Future Agenda Items

None

8. Adjournment

The Committee adjourned at 3:17 pm.