

BOARD OF DIRECTORS  
INDIAN WELLS VALLEY WATER DISTRICT

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FINANCE COMMITTEE  
REGULAR MEETING  
REPORT

TUESDAY, JULY 2, 2019 – 3:00 PM

BOARD ROOM  
500 W. RIDGECREST BLVD., RIDGECREST

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ATTENDEES: Ron Kicinski, Stan Rajtora, Don Zdeba, Ty Staheli, Jason Lillion, and Renee 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 June 30, 2019 (preliminary)**

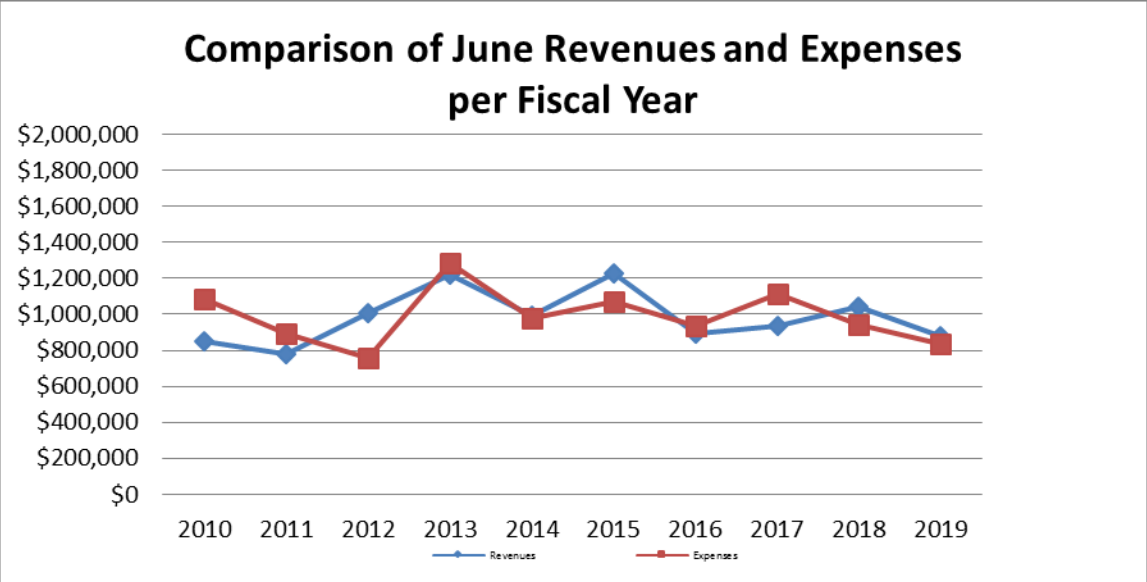
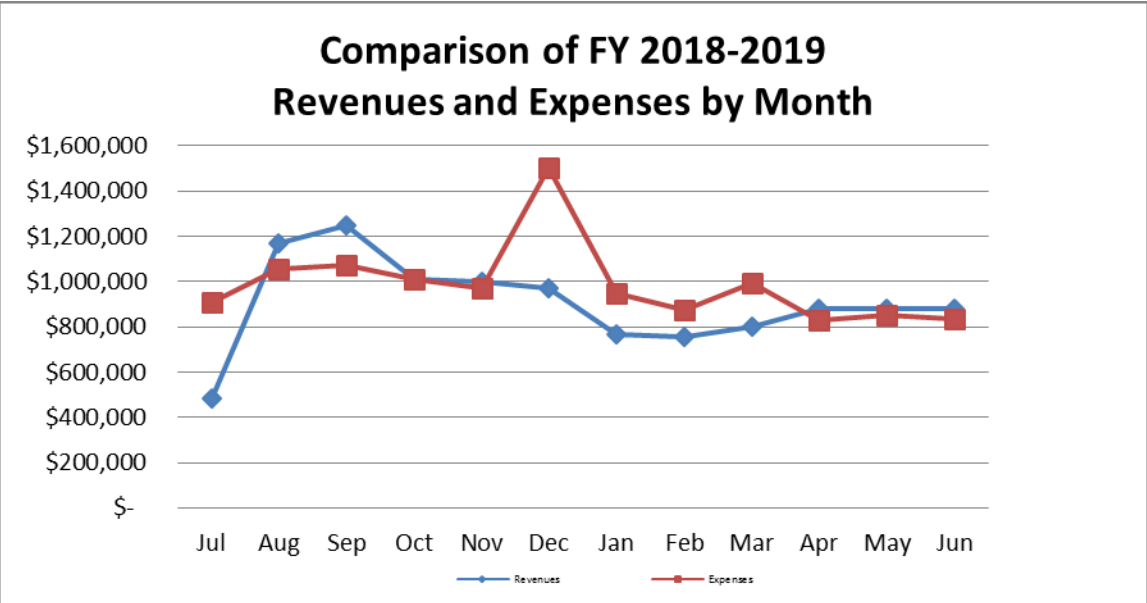
Description: Presentation to Committee financial reports and a graph depicting current revenue and expense trends compared to budget and previous fiscal year actuals.

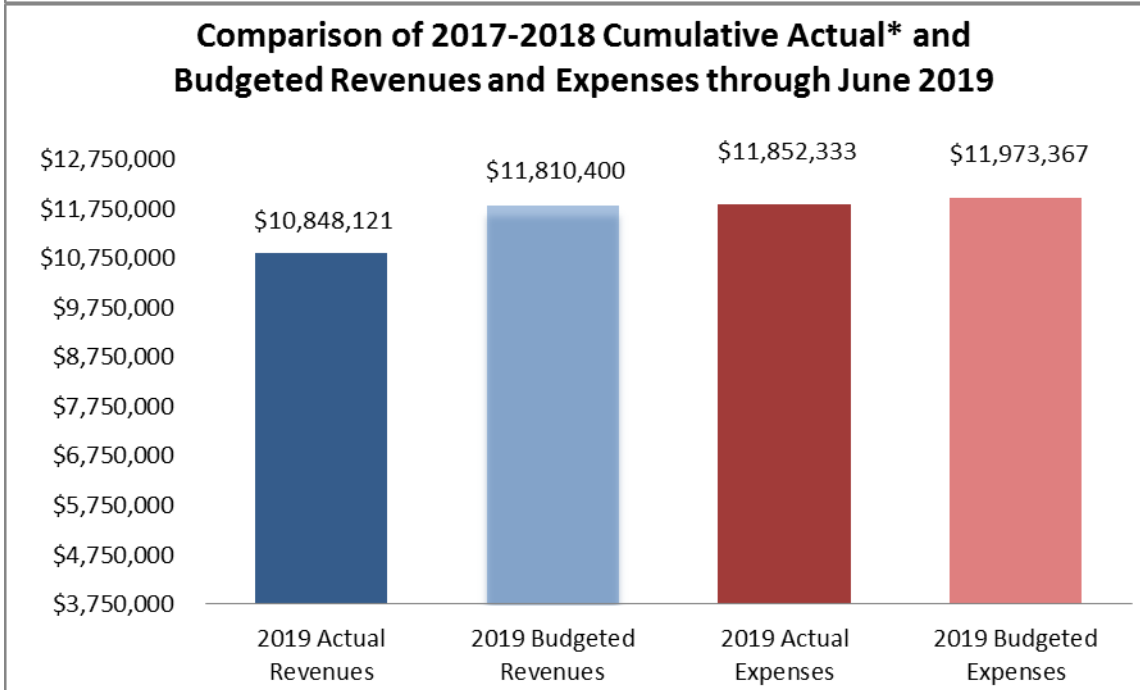
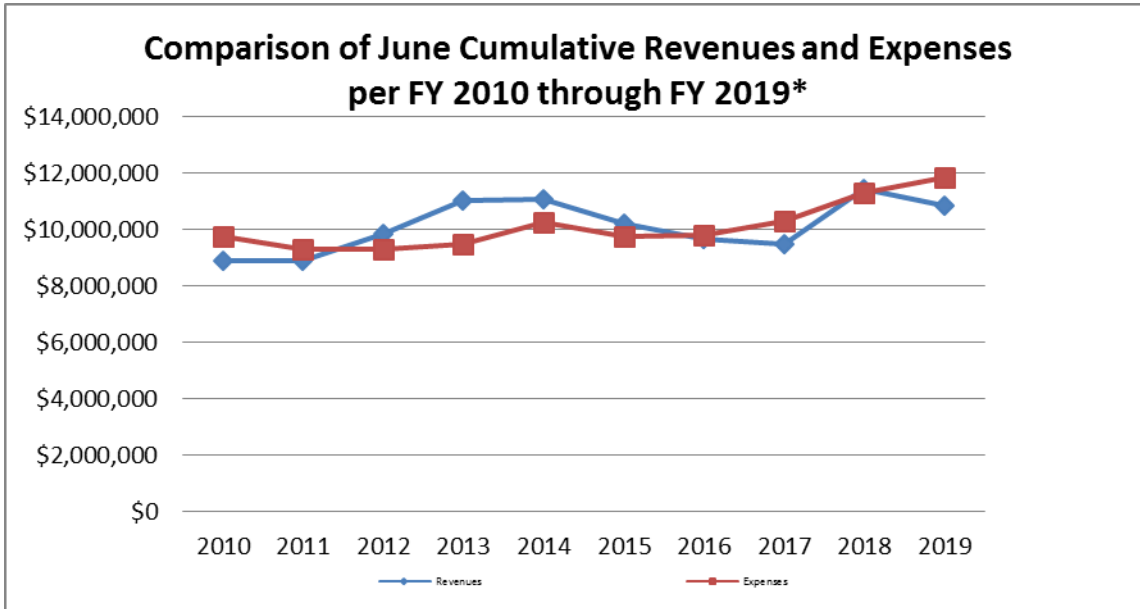
Estimated year to date revenues as of June 30, 2019 are \$10,848,121 and expenses are \$11,852,331, therefore expenses exceeded revenues by \$1,004,210, which trails budget by \$841,243 due to the cost of issuance expense of the 2018 COPs. The anticipated accrual of June water sales is expected to bring the net decrease to budget.

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

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

	Budget	Actuals	Δ
<b>Revenues</b>			
Total Water Sales	10,371,000	9,606,723	-764,277
Total Water Service Revenue	265,000	278,933	13,933
Total Non-Operating Income	749,400	641,683	-107,717
Capital Contributions	425,000	320,782	-104,218
<b>Total Revenues</b>	<b>11,810,400</b>	<b>10,848,121</b>	<b>-962,279</b>
<b>Expenses</b>			
Water Supply	775,600	1,001,837	226,237
Arsenic Treatment Plants	257,800	198,372	-59,428
Transmission & Distribution	1,732,690	1,347,907	-384,783
Engineering	398,100	376,420	-21,680
Customer Service	398,100	388,868	-9,232
Field Services	381,850	518,347	136,497
General & Administration	1,839,000	1,978,544	139,544
Legislative	115,800	125,532	9,732
Depreciation	3,478,477	3,478,477	0
Non-Operating, Interest	1,125,050	1,715,645	590,595
Non-Operating, Miscellaneous	410,800	427,157	16,357
Non-Operating, Conservation	360,600	64,503	-296,097
Non-Operating, Alternate Water	699,500	230,722	-468,778
<b>Total Expenses</b>	<b>11,973,367</b>	<b>11,852,331</b>	<b>-121,036</b>
<b>Net Revenue Increase (Decrease)</b>	<b>-162,967</b>	<b>-1,004,210</b>	<b>-841,243</b>
<b>Capital Expenditures</b>		<b>2,002,234</b>	
<b>Debt Service Principle</b>		<b>2,252,196</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 \$665,093.35 as follows:

Checks through:	<u>6/07/19</u>	<u>6/19/19</u>
Prepaid	\$ 81,568.64	\$ 40,329.58
Current	<u>511,663.80</u>	<u>31,531.33</u>
Total	<u>\$ 593,232.44</u>	<u>\$ 71,860.91</u>

**6. Future Agenda Items**

Update on Financial Statements June 30, 2019

**7. Adjournment**

The Committee adjourned at 3:21pm.