

BOARD OF DIRECTORS  
INDIAN WELLS VALLEY WATER DISTRICT

---

FINANCE COMMITTEE  
REGULAR MEETING  
REPORT

TUESDAY, APRIL 6, 2021 – 3:00 PM

VIA WEBEX

---

ATTENDEES: Mallory Boyd, Stan Rajtora, Don Zdeba, Ty Staheli, Jason Lillion, and Renee Morquecho

**1. Call to Order**

The Finance Committee Meeting was called to order at 3:02 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 March 31, 2021 (preliminary)**

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

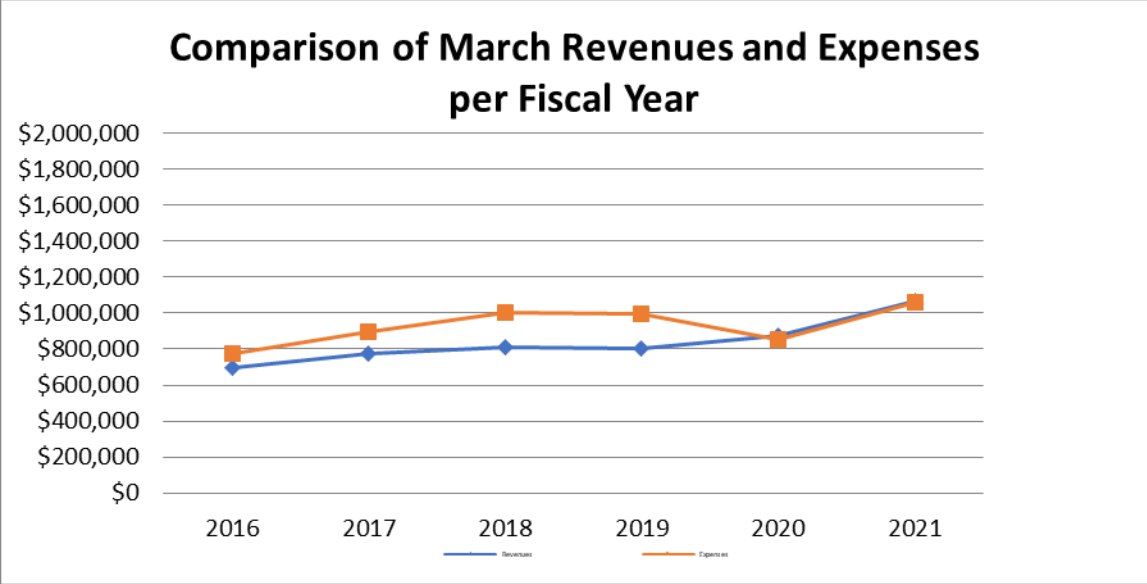
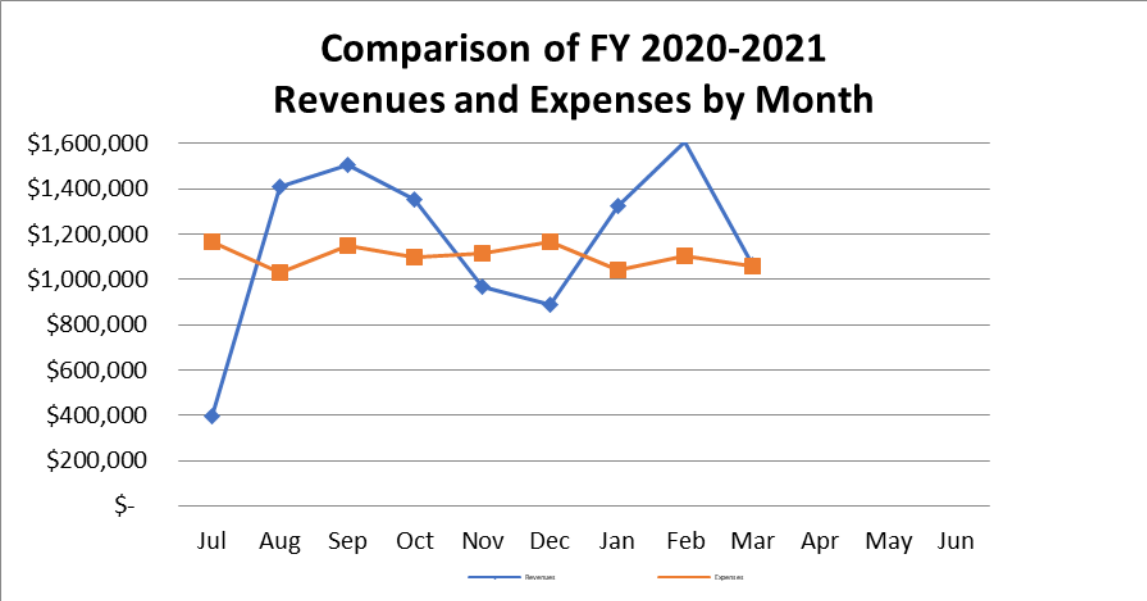
Estimated year-to-date revenues as of March 31, 2021 are \$10,517,148 and expenses are \$9,928,041, therefore revenues exceeded expenditures by \$589,108, which exceeds budget by \$2,159,172.

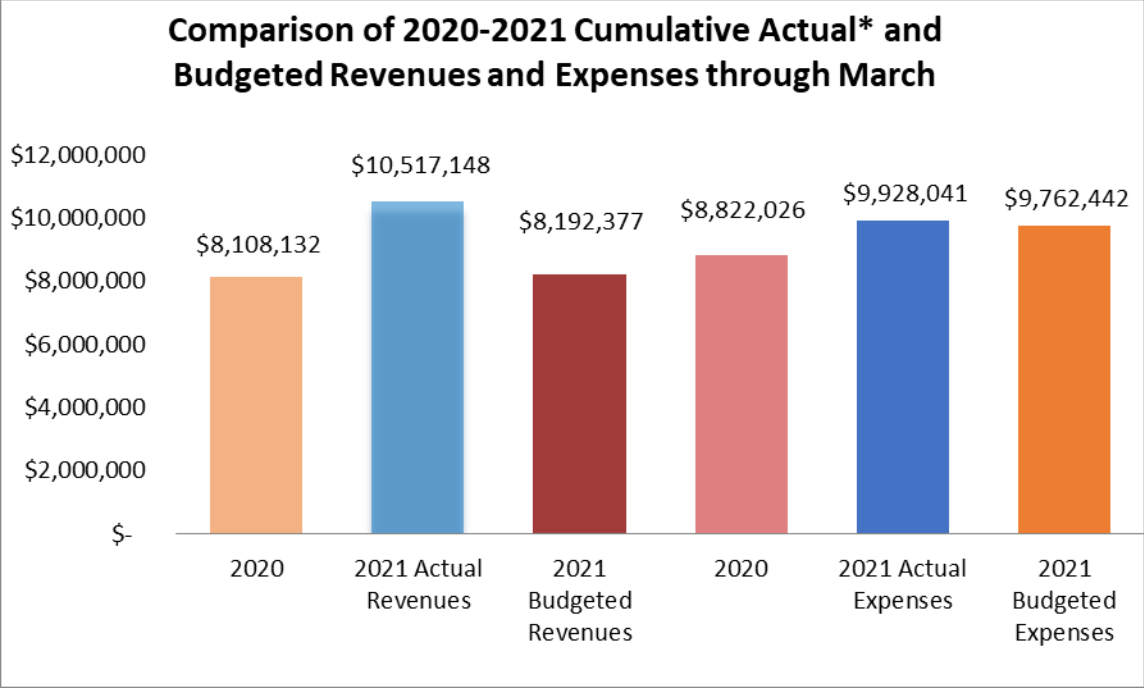
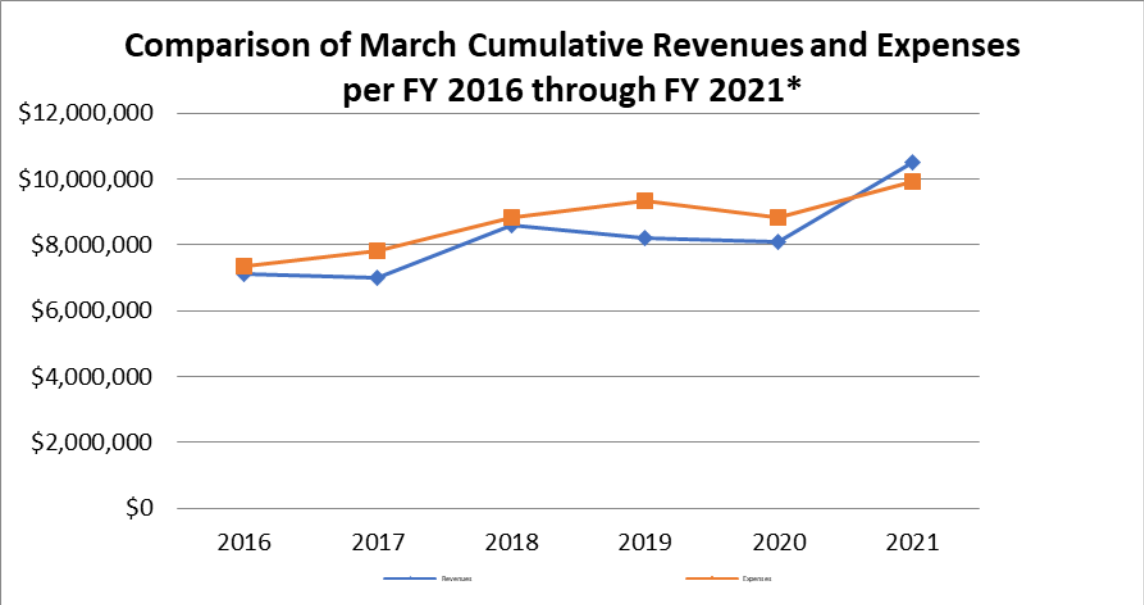
The report broke out the Groundwater Authority fees, on both the revenue and expense side for further clarity.

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

**Indian Wells Valley Water District**  
**Revenues vs. Expense**  
**Actuals & Budget through March 2021 (Preliminary)**

	Budget	Actuals	Δ
<b>Revenues</b>			
Total Water Sales	7,339,898	7,440,284	100,386
GSA Fees	135,000	793,007	658,007
Total Water Service Revenue	201,751	285,339	83,588
Total Non-Operating Income	114,280	165,149	50,869
Capital Contributions	401,449	1,833,370	1,431,921
<b>Total Revenues</b>	<b>8,192,377</b>	<b>10,517,148</b>	<b>2,324,771</b>
<b>Expenses</b>			
Water Supply	844,575	813,690	-30,885
Arsenic Treatment Plants	210,169	127,565	-82,604
Transmission & Distribution	1,362,904	1,293,913	-68,991
Engineering	292,647	259,408	-33,239
Customer Service	299,320	225,367	-73,953
Field Services	430,963	316,385	-114,578
General & Administration	1,652,559	1,931,727	279,167
Legislative	83,978	73,729	-10,249
Depreciation	2,625,000	2,625,000	0
Non-Operating, Interest	1,172,737	877,081	-295,657
Non-Operating, Miscellaneous	435,298	474,626	39,328
GSA Fees	135,000	804,885	669,885
Non-Operating, Conservation	97,174	9,021	-88,154
Non-Operating, Alternate Water	120,118	95,646	-24,472
<b>Total Expenses</b>	<b>9,762,442</b>	<b>9,928,041</b>	<b>165,599</b>
<b>Net Revenue Increase (Decrease)</b>	<b>-1,570,064</b>	<b>589,108</b>	<b>2,159,172</b>
<b>Capital Expenditures</b>		<b>3,575,092</b>	
- COP Funded		1,928,510	
<b>Debt Service Principle</b>		<b>646,215</b>	





*\*Actual Revenues and Expenses are Estimated*

**5. Delinquent Accounts Report**

Description: Status report on delinquent accounts including financial impact.

Staff provided a delinquent account update as of April 5. 261 accounts, for a total of \$115,801.51, would be shut-off in the absence of the Governor’s executive order. Though this represents an increase of 43 accounts and \$14,994.03 past due over February, that number is a significant decrease over the last 6 months due to increased outreach of the District to include flow restrictor letters, door hangers, customer account conversations.

The committee also discussed financial support for tenants coming from the CARES Act through Kern County that can provide rent and utility bill relief for qualified customers.

**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 \$1,261,048.49 as follows:

Checks through:	<u>3/10/21</u>	<u>3/24/21</u>
Prepaid	\$ 91,906.36	\$ 47,962.10
Current	<u>878,541.67</u>	<u>242,638.36</u>
Total	<u>\$ 970,448.03</u>	<u>\$ 290,600.46</u>

**7. Future Agenda Items**

- Future Rate Study Discussion

**8. Adjournment**

The Committee adjourned at 3:55pm.