

BOARD OF DIRECTORS  
INDIAN WELLS VALLEY WATER DISTRICT

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FINANCE COMMITTEE  
REGULAR MEETING  
REPORT

TUESDAY, JULY 5, 2022 – 2:30 PM  
BOARD ROOM  
500 W. RIDGECREST BLVD., RIDGECREST

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ATTENDEES: Mallory Boyd, Chuck Cordell, Jason Lillion, Renee Morquecho, and Don Zdeba

**1. Call to Order**

The Finance Committee Meeting was called to order at 2:30 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 May 31, 2022 (preliminary)**

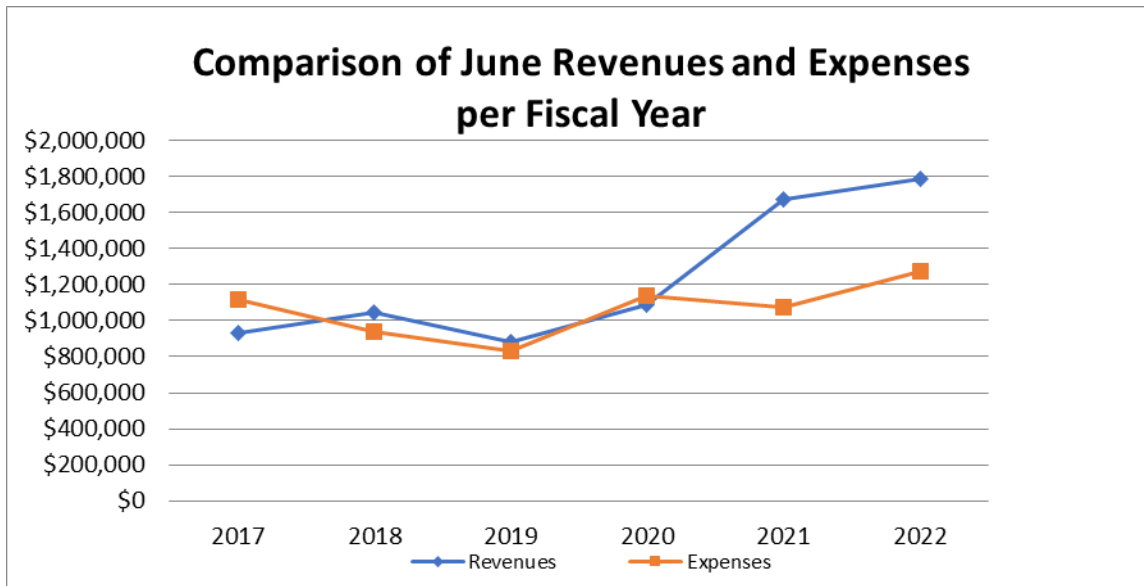
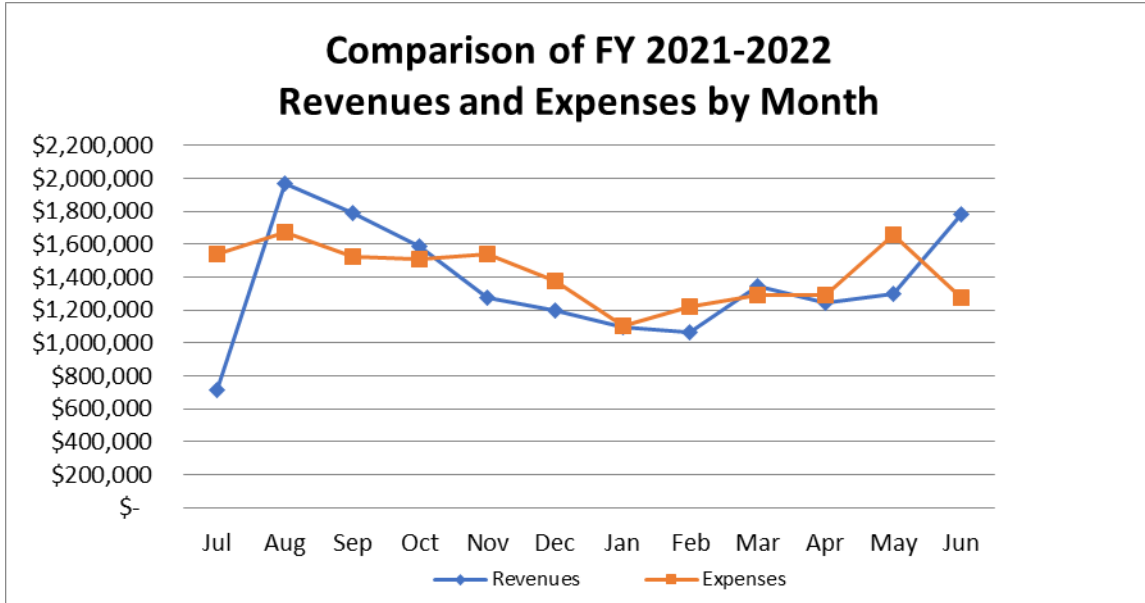
Description: Presentation to Committee of financial reports and graphs depicting current revenue and expense trends compared to budget and previous fiscal year actuals.

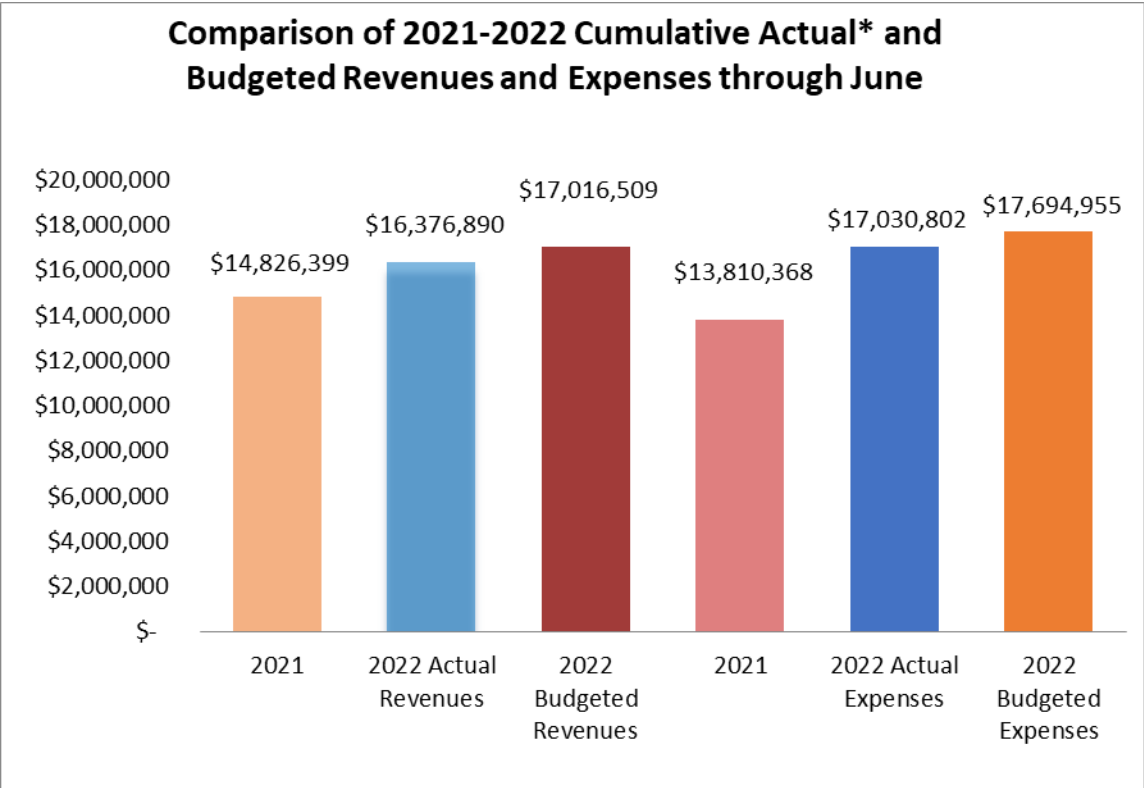
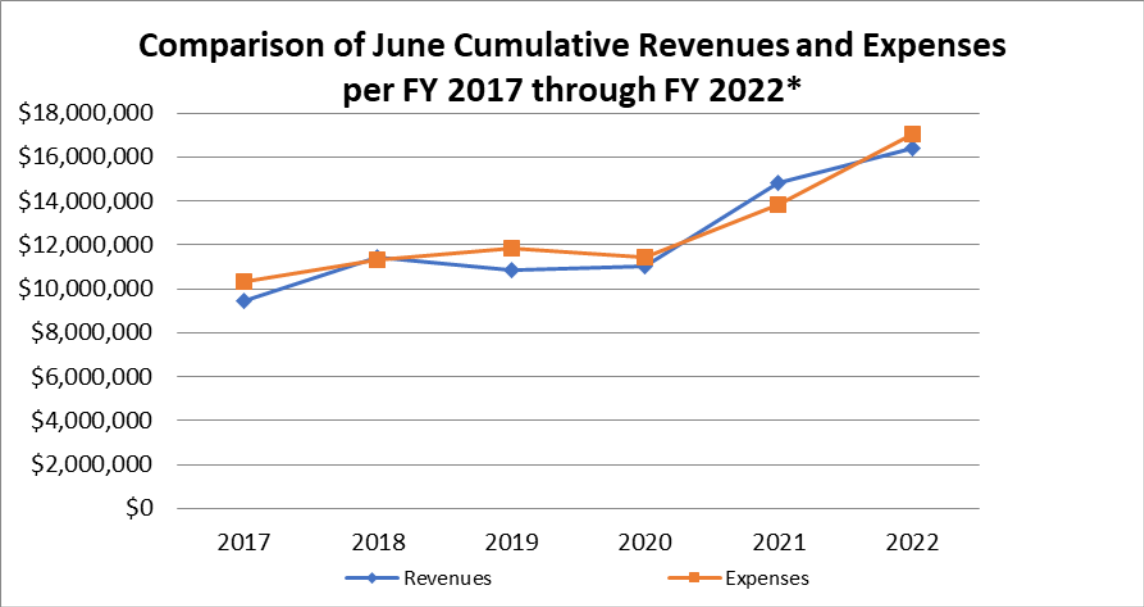
Estimated year-to-date revenues as of June 30, 2022, are \$16,376,890 and expenses are \$17,030,802, therefore expenditures exceeded revenues by \$653,912, which exceeds budget by \$24,533.

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

**Indian Wells Valley Water District**  
**Revenues vs. Expense**  
**Actuals & Budget through June 2022 (Preliminary)**

	Budget	Actuals	Δ
<b>Revenues</b>			
Total Water Sales	10,567,669	10,648,913	81,244
GSA Fees	4,790,000	4,365,365	-424,635
Total Water Service Revenue	372,840	523,678	150,838
Total Non-Operating Income	117,500	198,474	80,974
Capital Contributions	1,168,500	640,460	-528,040
<b>Total Revenues</b>	<b>17,016,509</b>	<b>16,376,890</b>	<b>-639,619</b>
<b>Expenses</b>			
Water Supply	1,103,900	1,072,636	-31,264
Arsenic Treatment Plants	219,300	71,962	-147,338
Transmission & Distribution	1,740,690	1,809,912	69,222
Engineering	365,390	472,908	107,518
Customer Service	428,200	560,553	132,353
Field Services	496,700	436,116	-60,584
General & Administration	3,074,784	3,046,587	-28,197
Legislative	102,900	93,438	-9,462
Depreciation	3,500,000	3,500,000	0
Non-Operating, Interest	1,457,190	1,236,796	-220,394
Non-Operating, Miscellaneous	316,000	525,643	209,643
GSA Fees	4,790,000	4,098,760	-691,240
Non-Operating, Conservation	13,700	26,416	12,716
Non-Operating, Alternate Water	86,200	79,074	-7,126
<b>Total Expenses</b>	<b>17,694,954</b>	<b>17,030,802</b>	<b>-664,152</b>
<b>Net Revenue Increase (Decrease)</b>	<b>-678,445</b>	<b>-653,912</b>	<b>24,533</b>
<b>Capital Expenditures</b>		<b>3,685,176</b>	
- COP Funded		2,104,812	
<b>Debt Service Principle</b>		<b>1,111,663</b>	





\*Actual Revenues and Expenses are Estimated

**5. Rate Study**

Description: Committee to discuss rate study objectives to be incorporated in the District’s next rate study.

The Committee deferred discussion of rate study objectives to the July 25<sup>th</sup> Board Workshop so the entire Board could contribute their thoughts.

It has been suggested the Board consider forming an ad hoc committee to work with staff and the consultant on the rate study. It was pointed out that rates and cost of service are responsibilities of the Finance Committee. Of course, the entire Board provides input to guide the process.

**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 \$2,083,286.73 as follows:

Checks through:	<u>6/06/22</u>	<u>6/20/22</u>
Prepaid	\$ 533,418.48	\$ 44,633.26
Current	<u>329,401.52</u>	<u>1,175,833.47</u>
Total	<u>\$ 862,820.00</u>	<u>\$ 1,220,466.73</u>

**7. Future Agenda Items**

None

**8. Adjournment**

The Committee adjourned at 2:45 pm.