

BOARD OF DIRECTORS
INDIAN WELLS VALLEY WATER DISTRICT

FINANCE COMMITTEE
REGULAR MEETING

REPORT

TUESDAY JANUARY 7, 2025 – 3:00 PM
BOARD ROOM
500 W. RIDGECREST BLVD., RIDGECREST

ATTENDEES: Ron Kicinski, Stan Rajtora, George Croll, Jason Lillion, and Renee Morquecho

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 to report.

4. GA Imported Water Costs

Description: Discuss imported water costs and potential impact to customers' bills

No new actions to report at this time.

5. Groundwater Model Cost Breakdown

Description: Committee discussion on the Groundwater Model and associated costs versus budget.

Staff has been meeting with District consultants to better identify the different project/work order budgets and costs. Staff will return to the committee with a budget to actual project report.

6. Recycled Water Project Study Proposal

Description: Committee discussion on the Recycled Water Project Study Proposal.

Staff with K&S has met with the GA to discuss groundwater injection/percolation. K&S is working on a feasibility study proposal to bring to the Board.

7. Financial Statements December 31, 2024 (preliminary)

Description: Presentation to Committee 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 December 31, 2024, are \$8,785,279 and expenses are \$9,718,471, therefore expenditures exceeded revenues by \$933,192, which is better than budget by \$501,059.

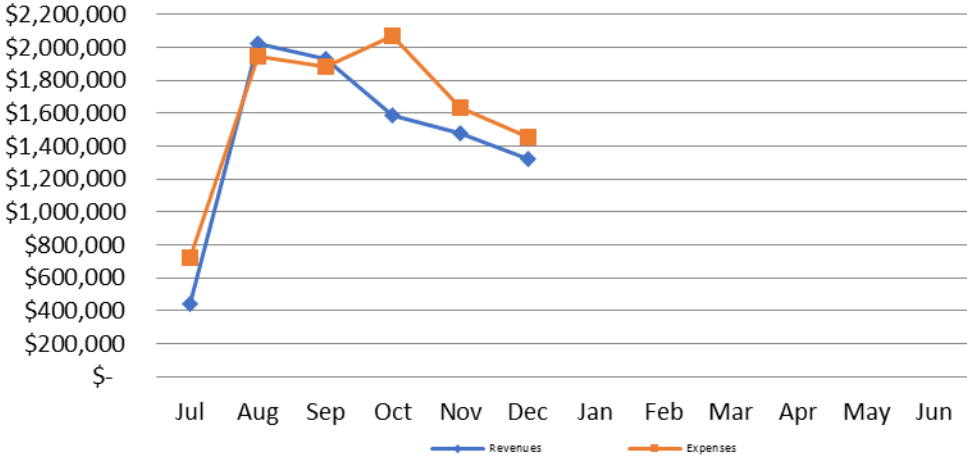
To date, the District rate payers have paid the Groundwater Authority \$16,592,444 in fees.

Staff presented the following spreadsheet, which compares December year-to-date actual to budgeted revenues and expenses by category:

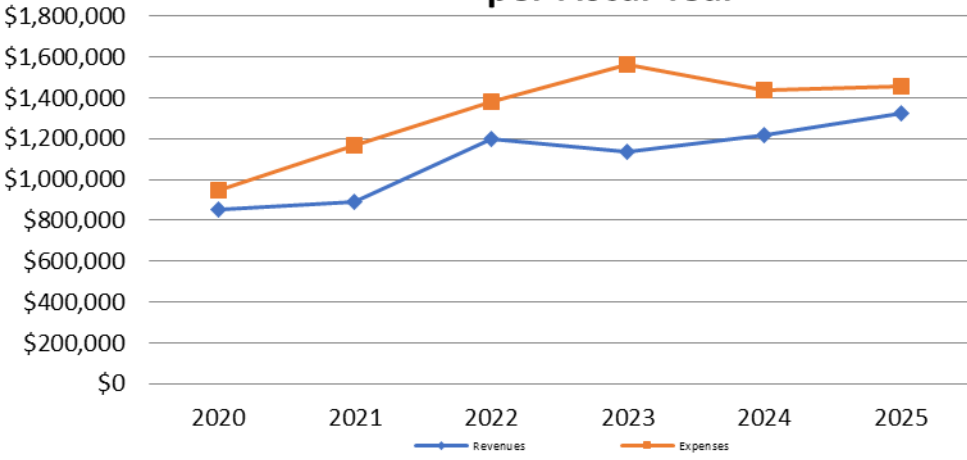
Indian Wells Valley Water District
Revenues vs. Expense
Actuals & Budget through December 2024 (Preliminary)

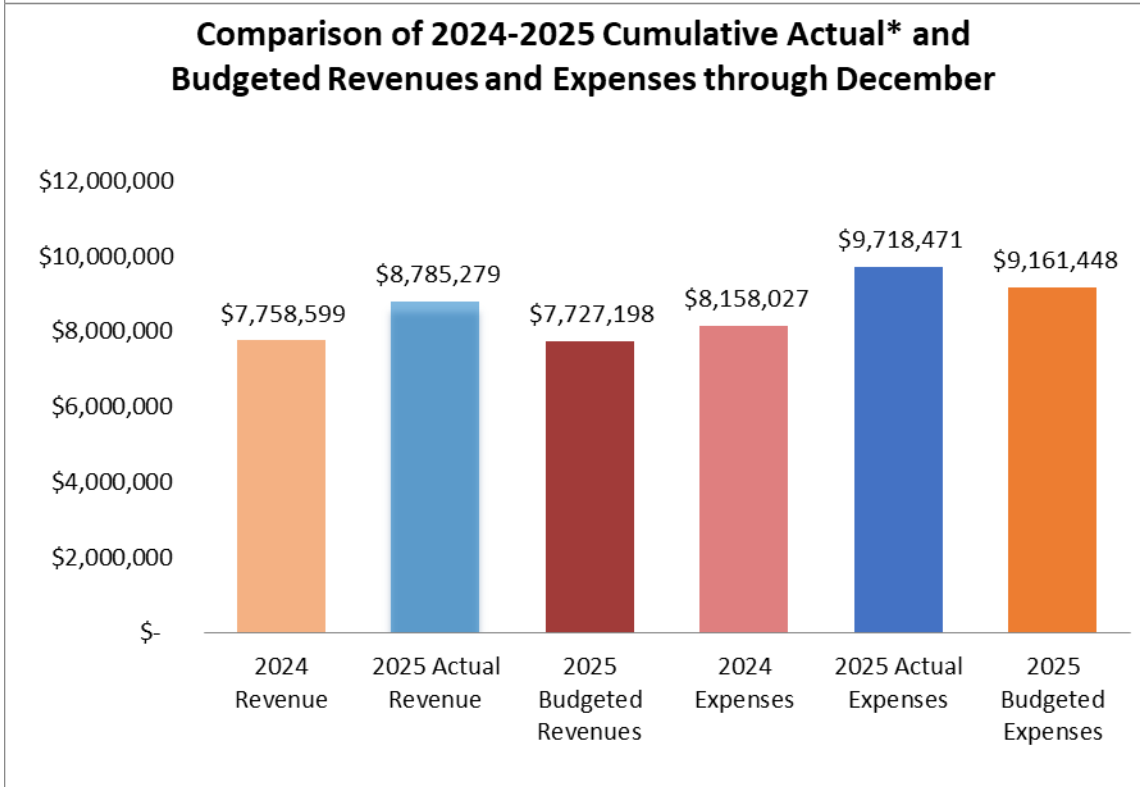
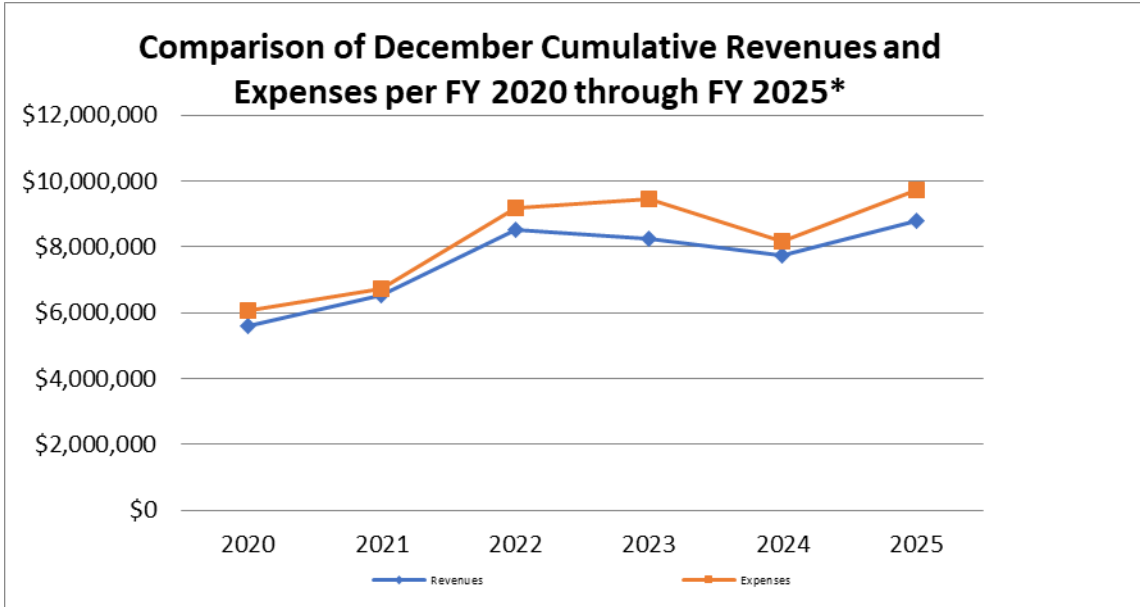
	Budget	Actuals	Δ
Revenues			
Total Water Sales	5,773,362	6,171,288	397,926
GSA Fees	1,561,735	2,106,567	544,833
Total Water Service Revenue	209,720	236,088	26,368
Total Non-Operating Income	86,198	95,007	8,809
Capital Contributions	96,184	176,329	80,144
Total Revenues	7,727,198	8,785,279	1,058,081
Expenses			
Water Supply	811,339	794,229	-17,110
Arsenic Treatment Plants	228,360	143,717	-84,642
Transmission & Distribution	930,758	757,755	-173,002
Engineering	277,010	286,907	9,898
Customer Service	258,290	157,575	-100,715
Field Services	285,104	238,236	-46,868
General & Administration	1,379,397	1,319,326	-60,071
Legal	525,000	520,707	-4,293
Legislative	59,700	42,338	-17,362
Depreciation	1,650,000	1,650,000	0
Non-Operating, Interest	873,578	958,038	84,460
Non-Operating, Miscellaneous	143,000	375,814	232,814
GSA Fees	1,676,815	2,427,706	750,892
Non-Operating, Conservation	17,100	7,352	-9,748
Non-Operating, Alternate Water	46,000	38,770	-7,230
Total Expenses	9,161,448	9,718,471	557,022
Net Revenue Increase (Decrease)	-1,434,251	-933,192	501,059
Capital Expenditures		6,203,445	
Debt Service Principle		561,635	
Total GSA Extraction Fee Paid		3,035,917	
Total GSA Replenishment Fee Paid		<u>13,556,527</u>	
		16,592,444	

Comparison of FY 2023-2024 Revenues and Expenses by Month



Comparison of December Revenues and Expenses per Fiscal Year





*Actual Revenues and Expenses are Estimated

8. Accounts Payable Disbursements

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

The Committee reviewed the accounts payable disbursements totaling \$1,467,837.73 as follows:

Checks through:	<u>12/05/24</u>	<u>12/19/24</u>	<u>12/30/24</u>
Prepaid	\$ 54,581.64	\$ 57,141.79	\$ 0.00
Current	<u>664,885.25</u>	<u>607,520.43</u>	<u>83,708.62</u>
Total	<u>\$ 719,466.89</u>	<u>\$ 664,662.22</u>	<u>\$ 83,708.62</u>

9. Future Agenda Items

None

10. Adjournment

The Committee adjourned at 3:46 pm.