

BOARD OF DIRECTORS
INDIAN WELLS VALLEY WATER DISTRICT

FINANCE COMMITTEE
REGULAR MEETING

REPORT

TUESDAY AUGUST 6, 2024 – 2:30 PM
BOARD ROOM
500 W. RIDGECREST BLVD., RIDGECREST

ATTENDEES: Mallory Boyd, Ron Kicinski, George Croll, Ty Staheli, Jason Lillion, and Renee Morquecho

1. Call to Order

The Finance Committee Meeting was called to order at 2:44 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

Committee discussed several questions regarding the GA's imported water pipeline project, including; the discrepancy in House vs Senate funding of the GA's pipeline project, \$50 million vs. \$5 million, the required matching funds, how the GA plans to collect those funds, possibly through a prop 218 property assessment, and whether there is a requirement to secure all funding before the project can commence construction.

Further information to follow as received.

5. Financial Statements July 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 July 31, 2024, are \$518,204 and expenses are \$769,660, therefore expenditures exceeded revenues by \$251,456, which is better than budget by \$627,945. Additional accruals are expected as the fiscal year is closed.

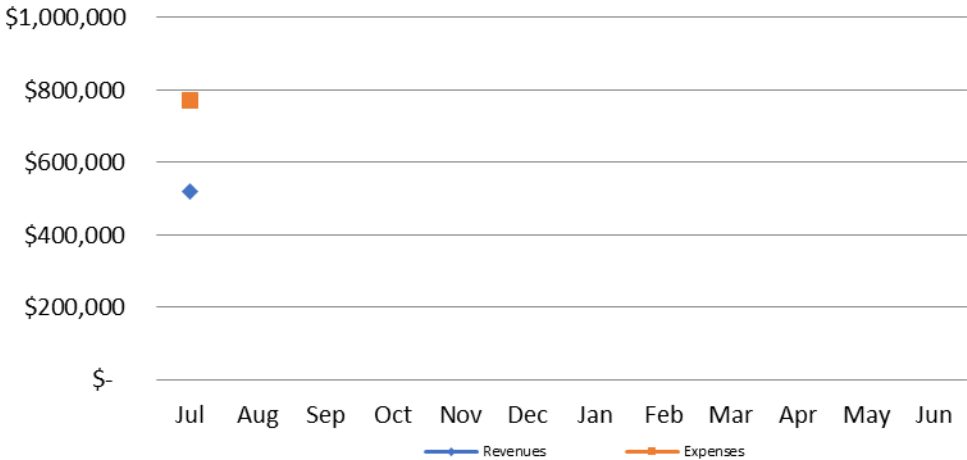
To date, the District has paid the Groundwater Authority \$14,493,119 in fees.

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

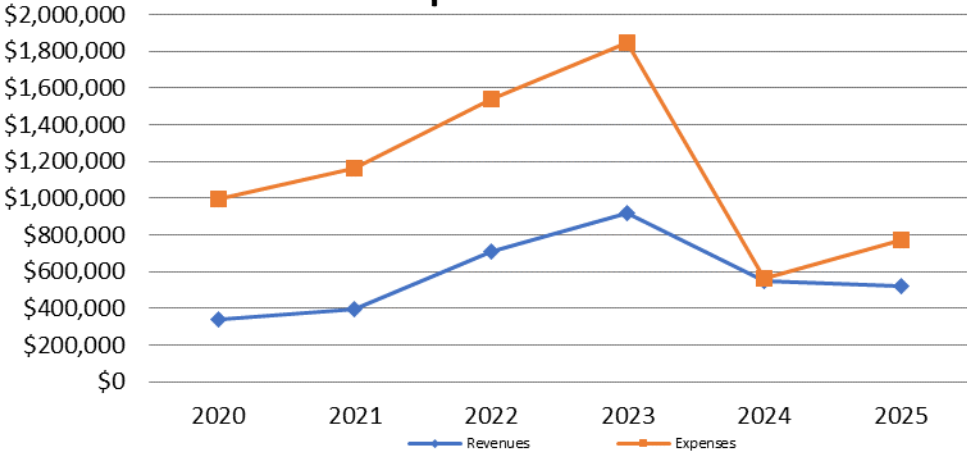
Indian Wells Valley Water District
Revenues vs. Expense
Actuals & Budget through July 2024 (Preliminary)

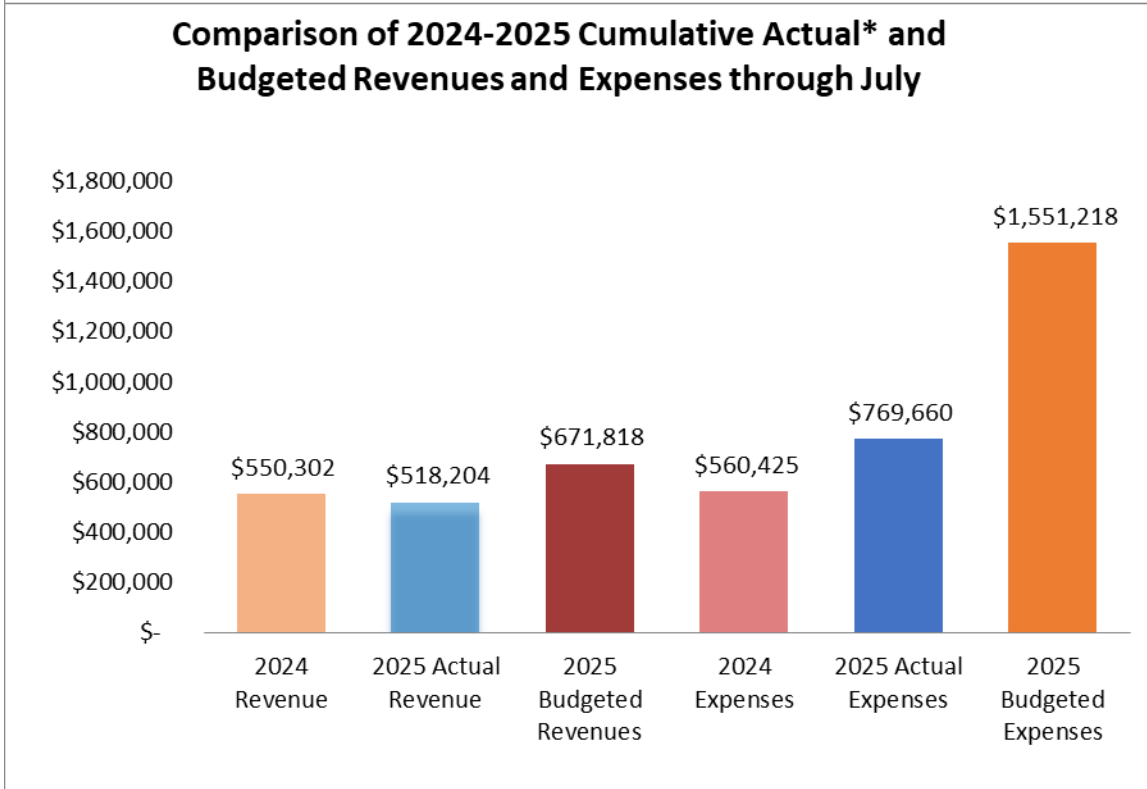
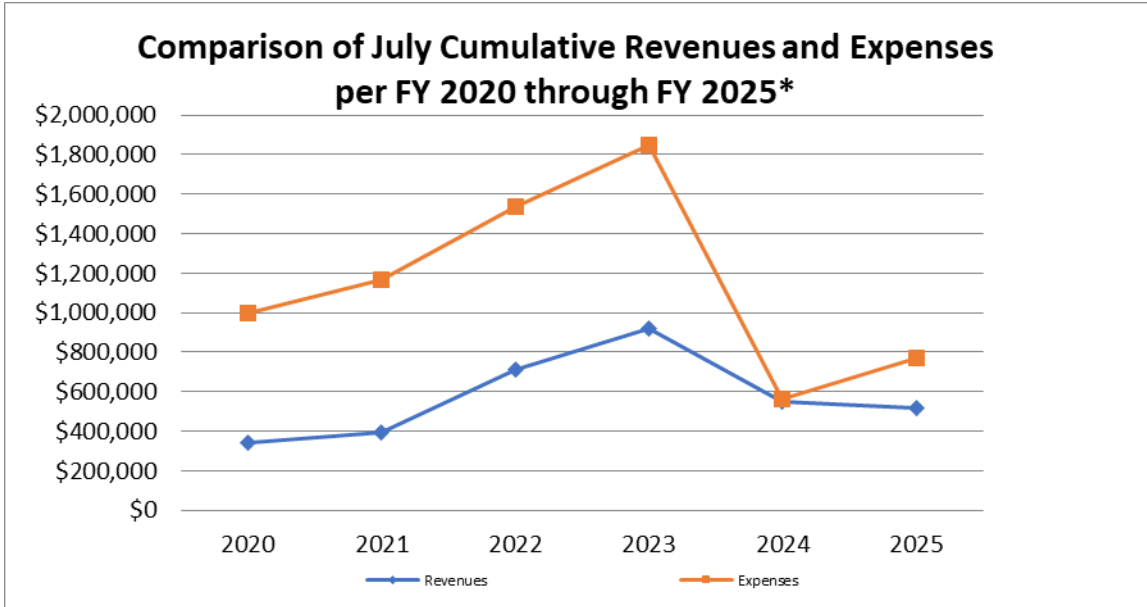
	Budget	Actuals	Δ
Revenues			
Total Water Sales	519,969	301,651	-218,318
GSA Fees	123,877	131,501	7,624
Total Water Service Revenue	14,961	36,669	21,708
Total Non-Operating Income	6,149	10,253	4,104
Capital Contributions	6,862	38,130	31,268
Total Revenues	671,818	518,204	-153,613
Expenses			
Water Supply	127,218	31,706	-95,512
Arsenic Treatment Plants	35,807	7,212	-28,595
Transmission & Distribution	174,850	46,835	-128,015
Engineering	56,689	19,335	-37,355
Customer Service	40,500	16,991	-23,508
Field Services	44,704	17,315	-27,389
General & Administration	216,289	118,387	-97,903
Legal	148,960	0	-148,960
Legislative	9,361	6,194	-3,167
Depreciation	275,000	275,000	0
Non-Operating, Interest	145,596	145,596	0
Non-Operating, Miscellaneous	22,422	84,476	62,053
GSA Fees	243,927	0	-243,927
Non-Operating, Conservation	2,681	613	-2,068
Non-Operating, Alternate Water	7,213	0	-7,213
Total Expenses	1,551,218	769,660	-781,558
Net Revenue Increase (Decrease)	-879,401	-251,456	627,945
Capital Expenditures		35,913	
Debt Service Principle		92,639	
Total GSA Extraction Fee Paid		2,721,761	
Total GSA Replenishment Fee Paid		11,771,358	
		14,493,119	

Comparison of FY 2023-2024 Revenues and Expenses by Month



Comparison of July Revenues and Expenses per Fiscal Year





**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 \$908,908.48 as follows:

Checks through:	<u>7/3/24</u>	<u>7/18/24</u>
Prepaid	\$ 52,904.95	\$ 73,447.68
Current	<u>686,699.01</u>	<u>95,856.84</u>
Total	<u>\$ 739,603.96</u>	<u>\$ 169,304.52</u>

7. Future Agenda Items

None

8. Adjournment

The Committee adjourned at 3:04 pm.