

BOARD OF DIRECTORS  
INDIAN WELLS VALLEY WATER DISTRICT

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FINANCE COMMITTEE  
REGULAR MEETING

REPORT

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

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ATTENDEES: David Saint-Amand, Ron Kicinski, George Croll, Ty Staheli, and Renee Morquecho

**1. Call to Order**

The Finance Committee Meeting was called to order at 2:43 pm.

**2. Committee/Public Comments**

None.

**3. Fraud Risk Discussion**

Description: Discuss potential or actual fraud risks within the organization.

None to report.

**4. Inyokern Road Transmission Line Funding**

Description: Discussion on funding for the replacement of the Inyokern Road Transmission Line.

Staff continues to work with CalMuni. Recent work has consisted of a draft Rating Agency Presentation and Draft Preliminary Official Statement. Staff is still anticipating a January meeting with S&P for the rating agency presentation.

Staff anticipates bringing the bonds for Board approval sometime in January with closing early February. The Inyokern Road pipeline bid process is running concurrently.

**5. GA Imported Water Costs**

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

Staff continues to work on developing an accurate cost matrix inclusive of all associated costs to estimate impacts on customers.

GA meeting requests have not been fruitful. The GA legal has stated that limited discussions about costs associated with the project can be discussed with the District.

Additional work with a multi-public agency project financial analyst may be necessary to complete analysis.

**6. Financial Statements December 31, 2023 (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, 2023, are \$7,662,826 and expenses are \$8,187,762, therefore expenditures exceeded revenues by \$524,936, which is better than budget by \$150,382.

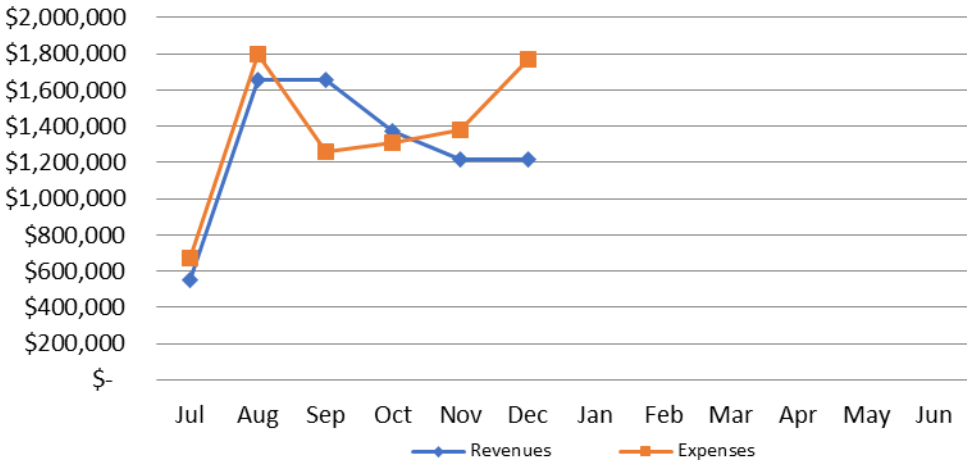
To date, the District has paid the Groundwater Authority \$13,430,089 in fees.

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

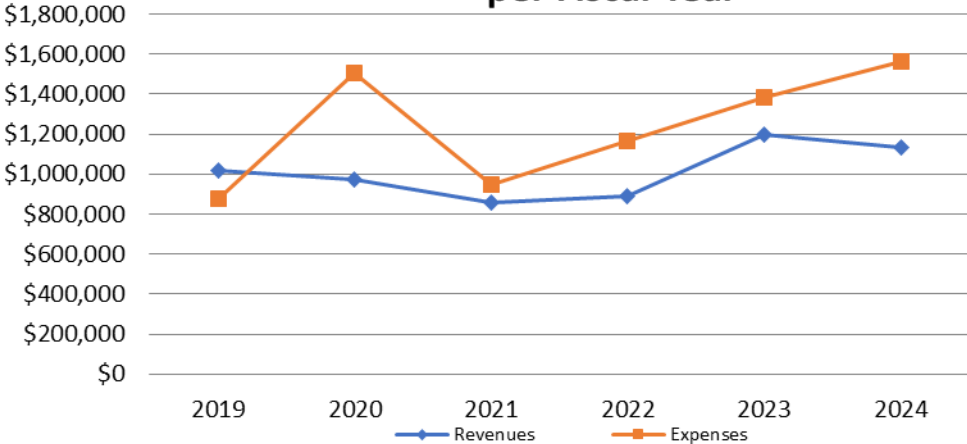
**Indian Wells Valley Water District**  
**Revenues vs. Expense**  
**Actuals & Budget through December 2023 (Preliminary)**

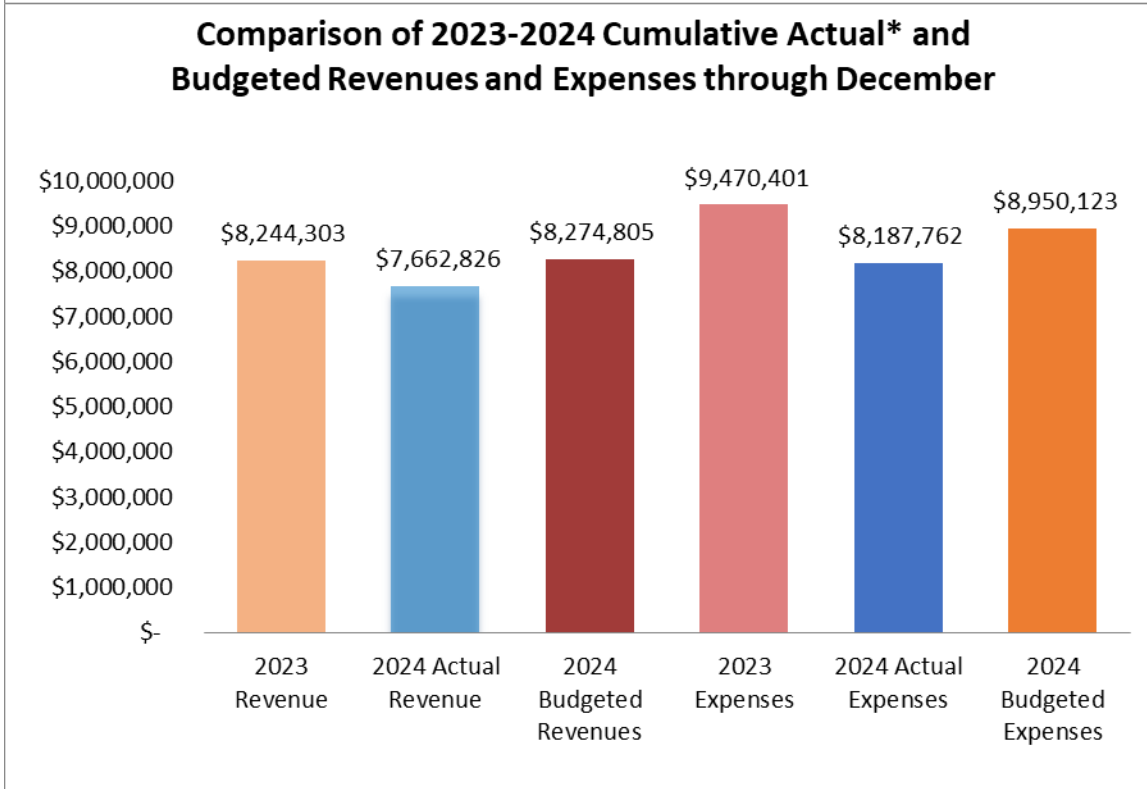
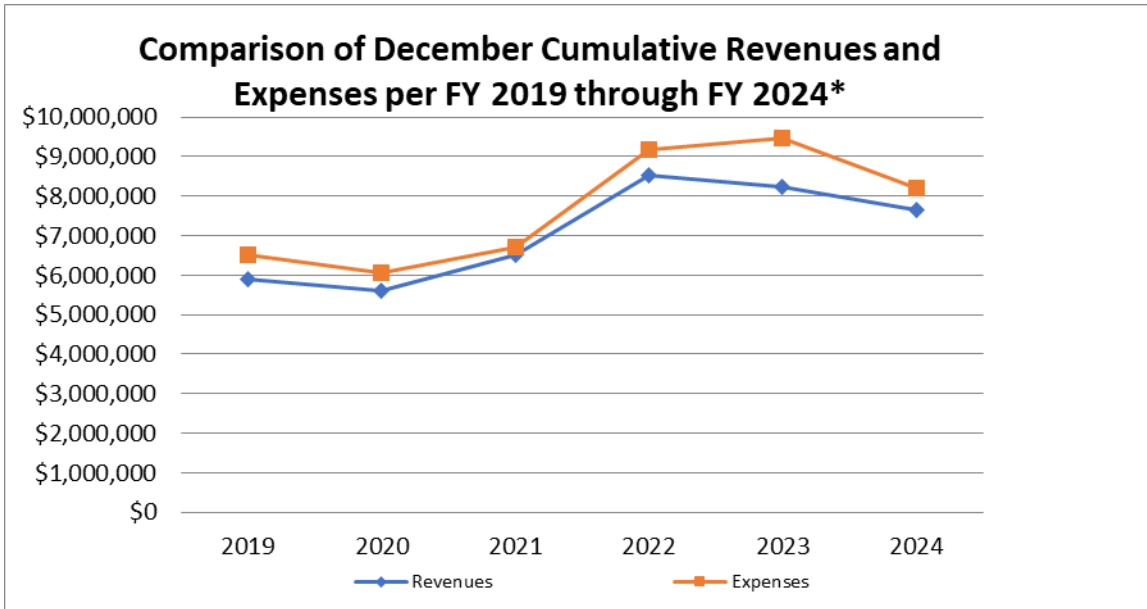
	Budget	Actuals	Δ
<b>Revenues</b>			
Total Water Sales	5,996,866	5,694,615	-302,251
GSA Fees	1,877,647	1,636,251	-241,396
Total Water Service Revenue	182,875	200,388	17,513
Total Non-Operating Income	133,544	32,833	-100,712
Capital Contributions	83,873	98,740	14,867
<b>Total Revenues</b>	<b>8,274,805</b>	<b>7,662,826</b>	<b>-611,979</b>
<b>Expenses</b>			
Water Supply	619,287	668,302	49,015
Arsenic Treatment Plants	211,423	150,592	-60,831
Transmission & Distribution	1,054,659	725,142	-329,516
Engineering	253,963	248,859	-5,104
Customer Service	247,929	134,401	-113,529
Field Services	264,470	287,769	23,299
General & Administration	1,740,565	1,566,146	-174,419
Legislative	48,983	40,245	-8,737
Depreciation	1,650,000	1,650,000	0
Non-Operating, Interest	685,616	685,616	0
Non-Operating, Miscellaneous	138,051	358,365	220,314
GSA Fees	2,012,988	1,593,973	-419,015
Non-Operating, Conservation	17,486	22,963	5,477
Non-Operating, Alternate Water	4,704	55,388	50,684
<b>Total Expenses</b>	<b>8,950,123</b>	<b>8,187,762</b>	<b>-762,361</b>
<b>Net Revenue Increase (Decrease)</b>	<b>-675,318</b>	<b>-524,936</b>	<b>150,382</b>
<b>Capital Expenditures</b>		<b>1,057,535</b>	
<b>Debt Service Principle</b>		<b>555,832</b>	
<b>Total GSA Extraction Fee Paid</b>		2,416,288	
<b>Total GSA Replenishment Fee Paid</b>		11,013,801	
		<b>13,430,089</b>	

### 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

**7. Accounts Payable Disbursements**

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

The Committee recommended approval of accounts payable disbursements totaling \$895,028.23 as follows:

Checks through:	<u>12/7/23</u>	<u>12/21/23</u>
Prepaid	\$ 66,193.52	\$ 85,552.37
Current	<u>309,725.12</u>	<u>433,557.22</u>
Total	<u>\$ 375,918.64</u>	<u>\$ 519,109.59</u>

**8. Future Agenda Items**

None

**9. Adjournment**

The Committee adjourned at 3:23 pm.