



STAFF REPORT

Meeting Type: Finance & Administration Committee/Board of Directors
Title: Monthly Financial Update – September 2023
From: Bret Uppendahl, Finance Director *BU*
Through: Ben Horenstein, General Manager *BH*
Meeting Date: October 26, 2023

TYPE OF ACTION: Action X Information Review and Refer

RECOMMENDATION: Receive the Monthly Financial Update, which will provide an overview of the fiscal year-to-date financials

SUMMARY: The Monthly Financial Update provides an overview of the fiscal year-to-date financials. As of September 30, 2023, District revenue is \$33.0 million, which is 24.0% of budgeted revenue, and total expenditures including encumbrances are \$29.8 million, or 22.0% of budget.

DISCUSSION:

Budget to Actual Comparison – All Funds

Attached is the budget to actual comparison for fiscal year 2023/24 as of September 30, 2023. The budget to actual comparison is prepared by fund and includes revenues, expenditures and reserve balances. For reference, if revenues and expenses tracked linearly, they would be expected to be at 25.0% of the fiscal year budget at the end of September. Water sales, which are relatively higher in the summer months, would be expected to be 23% of the fiscal year budget at this time of year.

For the Operating Fund, total revenues as of September 30, 2023 are \$27.5 million, or 23.4% of budget. Total operating expenditures, not including depreciation and amortization or encumbrances, are \$22.3 million, or 21.4% of budget.

For the Capital Fund, total revenues are \$5.5 million, which is 27.4% of budget. These revenues are comprised primarily of Capital Maintenance Fee (CMF) revenues of \$4.0 million, which are at 23.2% of the budget. Total Capital Improvement Project (CIP) expenditures are \$2.7 million, or 8.5% of budget, as CIP projects typically do not follow linear trends in expenditures. As noted in Attachment 4, an additional \$4.9 million is encumbered, bringing total expenditures with encumbrances to \$7.5 million, or 24.2% of budget.

Water Sales and Consumption

The fiscal year to date billed water sales through September 30, 2023 were \$20.1 million, which is 24% of the annual water sales forecast, and 103% of the expected revenue through the first three months of the year. Billed water consumption through September 30, 2023 was 6,239 AF, which is 5.4% higher than this time last year, but still 2% below the budgeted consumption for this time of year.

Year-to-date total water sales and fixed charges (service charges and watershed fees) through September 30, 2023 were \$26.9 million, which is 24% of total annual revenue forecast of \$114.3 million. Compared to the same period for the previous fiscal year water sales and fixed charges increased by \$4.9 million, or 22%.

ENVIRONMENTAL REVIEW: Not applicable.

FISCAL IMPACT: None

ATTACHMENT(S):

1. Total Water Sales and Fixed Charges & Fees FY 2022/23 – 2023/24
2. Billed Water Consumption in AF FY 2013/14 to FY 2023/24
3. Budget to Actual Comparison for FY 2023/24
4. CIP Budget to Actual Comparison for FY 2023/24