



Mid-Year Operating Budget Report and FY 2022/2023 Capital Budget and Continuing Appropriations

January 12, 2023

Assumptions vs. Reality

Adopted Budget

- 8% revenue increase (Water Sales and Wastewater Treatment)
- Grants and Loans (Wastewater Regional Plant)
- Classification Plan / Org. Chart added 1 position
- Fastest growing community in the Coachella Valley
- Ensured effective business continuity during COVID-19
- Operations started to pickup after shutoff moratorium ended

Mid-Year Changes

- Net operating loss of \$205,740
- Solar Credits of \$225,000
- Grants of \$17,771,042

Operating Revenues and Expenses

MISSION SPRINGS WATER DISTRICT
COMBINED FUNDS
DISTRICT SUMMARY
JULY 1, 2022 TO DECEMBER 31, 2022

YEAR TO DATE			
ACTUAL	BUDGET	FAVORABLE (UNFAVORABLE) VARIANCE AMOUNT	FAVORABLE (UNFAVORABLE) VARIANCE PERCENT
10,974,655	10,393,212	581,443	6%
7,381,035	7,750,790	369,755	5%
3,593,620	2,642,422	951,198	36%
2,026,346	1,752,878	273,468	16%
297,640	374,028	76,388	20%
1,728,706	1,378,850	349,856	25%
5,322,326	4,021,272	1,301,054	32%

OPERATING REVENUE:
OPERATING EXPENSE:
NET OPERATING INCOME
ADD NON-OPERATING REVENUE
LESS NON-OPERATING EXPENSE
NET NON-OPERATING INCOME
NET INCOME

JULY 1, 2021 TO DECEMBER 31, 2021			
ACTUAL	BUDGET	FAVORABLE (UNFAVORABLE) VARIANCE AMOUNT	FAVORABLE (UNFAVORABLE) VARIANCE PERCENT
10,931,292	9,993,575	937,717	9%
9,204,792	9,463,133	258,341	3%
1,726,500	530,442	1,196,058	225%
2,125,041	1,426,129	698,912	49%
286,954	292,146	5,192	2%
1,838,087	1,133,983	704,104	62%
3,564,588	1,664,425	1,900,163	114%

Operating Expenses

Legal	\$ 145,000
Electric Utility Water	190,000
Wastewater Treatment – Outside Services	100,000
Wastewater Treatment – Sludge Disposal	190,000
Capitalized to Capital Projects	<u>(19,260)</u>
Total	<u><u>\$ 605,740</u></u>

Operating and Non-Operating Revenues

Delinquent Charges	\$ 150,000
Residential Sewer Service Charges	250,000
Solar Credits	225,000
Grants	<u>17,751,782</u>
Total	<u>\$18,376,782</u>

Mid-Year Budget Highlights

- Capital Replacement Reserve Target (M/M #95-20)

Policy	\$37,380,700
Balance	<u>\$30,226,279</u>
	<u>(7,154,421)</u>

- Financial well-being required for debt and grant financing
- Debt Service Ratio Required by Debt Agreements = 1.25
 - Current Ratio = 8.24
- Financing was always part of the long-range plan
- Effective Planning and Leadership

	A	B	C	D	E	F	G	
22	Mission Springs Water District							
23	Cash Review Summary - 2023							
24								
25							AS OF	
26							Dec-22	
27								
28	WELLS FARGO							
29							\$ 6,720,430	
30								
31	CAL-TRUST							
32							2,590,262	
33							6,463,250	
34							21,172,767	
35							30,226,279	
36								
37	TOTAL DISTRICT CASH							\$ 36,946,709

Questions?