

**Metropolitan Domestic Water Improvement District
Board of Directors Meeting**

March 9, 2020

Financial Report

The financial information presented below is as of February 29, 2020, unless otherwise stated:

Revenue/Expenditures Compared to Budget (Figures as of January 31, 2020)

- *Budgeted Operating Revenue for Fiscal Year 2020 is \$22,914,792. The January total revenue of \$14,475,837 is favorable by \$1,108,875 when compared to a straight line projection.*
- *Metered Water Sales are budgeted at \$17,808,378 for Fiscal Year 2020. Water sales at the end of January were \$11,060,416 or 62.1% of the adopted budget with 58.33% of the year completed. Historically 61% of the annual budgeted metered water revenue would be collected at the end of January.*
- *The total Budgeted Operating Expenses for Fiscal Year 2020 is \$12,498,086. The total expenditures at the end of January are \$6,861,077, which is under budget when compared to a straight line projection by \$429,473.*
- *The Budgeted Operating Revenue in Excess of Operating Expenditures in Fiscal Year 2020 is \$10,416,706. The January total of \$7,614,760 is favorable by \$1,538,348 when compared to a straight line projection.*

Revenue/Expenditures Compared to Prior Year (Figures as of January 31, 2020)

- *The total Revenue as of January 31, 2019, is \$14,475,837, which is \$1,270,596 higher than the total revenue collected at the end of January during the prior fiscal year. Metered Water Sales are higher than they were in January 2019 by \$697,593, or 6.73%.*
- *Operating Expenses as of January 31, 2019, are \$522,249 or 8.24% higher than they were at the end of January 2019 with a total of \$6,861,077 in Fiscal Year 2020 compared to \$6,338,828 in Fiscal Year 2019. The January revenue in excess of expenditures is favorable by \$748,347 when compared to the prior fiscal year.*

Daily Deposit Report

- *The combined cash account balance as of February 29, 2020, is \$13,117,621.21, which is \$422,958.64 higher than the January balance. This balance is \$6,348,387.78 higher than the balance as of February 28, 2019.*

Investment Funds Report

- *Funds invested with the Arizona State Treasurer, Wells Fargo Securities, and Arbitrage Management Financial Services in February total \$11,099,456.99 compared to the January balance of \$10,786,061.11. The total investment balance is \$2,214,948.11 lower than the February 28, 2019 balance. The February 2020 balance is \$313,395.88 higher than the January 2020 balance of \$10,786,061.11.*

Pooled Collateral

- *The Arizona State Treasurers Office pooled collateral program ensures all District funds on deposit are either federally insured or backed with collateralization. The statement for January includes funds on deposit totaling \$5,495,932.83 with \$250,000 of FDIC insurance and collateralization coverage of \$5,350,851.49.*

Check Registers

- *The operating fund had a total of \$822,940.92 issued on 103 regular checks.*
- *One-time and customer refund checks totaled \$8,895.98 on 29 operating fund issued checks.*

Commercial Master Card (Figures through February 20, 2020)

- *The Capital One Commercial MasterCard was used to purchase a total of \$45,884.76 during the February billing cycle, with up to 1.25% cash back. The January cash back total for transactions processed was \$558.70 or 1.14% with an inception-to-date cash back total of \$8,270.70.*

Meter Applications

- *Twenty-six meter applications were received for all service areas in February with 32-meter applications received in February of the prior fiscal year. Four meter applications were for the Metro Southwest service area, and 22 meter applications were for the Metro Main service area. The adopted budget includes revenue projections for 180 new meter applications in the Metro Main and Hub service areas, which has been exceeded, and 108 new meter applications in the Metro Southwest service areas.*

Office Complex Electric Costs - Analyzing Solar Impact

- *The utility cost comparison report for electricity and solar costs at the administration buildings compares the current fiscal year electric costs to the prior fiscal year, and to Fiscal Year 2011, which was the year before the solar installation. The February 2020 monthly lease fee was \$2,195 with \$45 of service fees for a total monthly cost of \$2,240. The fiscal year electricity costs are \$6,050 lower than the amount paid for electricity during Fiscal Year 2011 and \$476 high than electricity costs paid in Fiscal Year 2019 with the system shut down for solar panel replacements in the Fiscal Year 2020 and a monthly fee increase of \$9.00 from the service provider.*

Respectfully submitted,

Diane Bracken, M.Adm.
Chief Financial Officer

I concur with the above-noted report.
Respectfully submitted

Joseph Olsen, P.E.
General Manager