

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

**August 13, 2012**

**Financial Report**

The financial information presented below is as of July 31, 2012, unless otherwise stated:

**Revenue/Expenditures Compared to Budget (Unaudited figures as of June 30, 2012)**

- *Budgeted Operating Revenue for 2011-2012 = \$16,695,400; YTD = \$16,230,531 – which would end the 2011-2012 fiscal year under budget by \$464,869 or 2.78%*
- *Metered Water Sales for the twelve months in the 2011-2012 fiscal year shows a total of \$14,679,607 – this is \$494,293 short of the adopted budget; Development Revenues finished at \$182,535 which is \$31,035 over budget*
- *Budgeted Operating Expenditures for 2011-2012 = \$8,438,288; YTD = \$7,822,151 - under budget by \$616,137 for the twelve month period; the only expenditure category finishing the year over budget is Salaries & Benefits (\$72,431 or 1.79%); Consultant/Contract Services ended with expenditures of \$577,287 – under budget by \$354,825 while Salaries Reimbursed for Projects was the other category well under budget at \$640,871 - \$161,584 below the adopted figure*
- *Budgeted Revenue in Excess of Operating Expenditures = \$8,257,112; YTD = \$8,408,380; due to strong water sales in the final month of the 2011-12 fiscal year and limited spending in June the year ending figures are showing \$151,268 favorable in comparison to the adopted budget*

**Revenue/Expenditures Compared to Prior Year (Unaudited figures as of June 30, 2012)**

- *Total Revenues = \$16,230,531, which finishes the year \$966,461 less than July 2010-June 2011; this reduction is due from a drop in Water Sales of \$203,634 and Development Revenues of \$365,787 as compared to the prior year plus Other Income received in 2010-2011 for the Water Rights sale of \$348,541 at Arboles Viejos and a IRS refund of \$82,144 for arbitrage rebate*
- *Operating Expenditures totaled \$7,822,151 for 2011-12, which is \$58,474 greater than the prior fiscal year; Salaries and Benefits show \$131,177 more than the previous year but Operating Expenses virtually offset this amount, being \$129,369 less than 2010-11 – this reduction is mainly from not having Election Costs this year and the drastic decrease in Purchased Water at Metro Southwest that was minimized with the completion of the Arsenic Treatment System*
- *Revenue in Excess of Operating Expenditures – the July 2011-June 2012 figure of \$8,408,380 ends the year \$1,024,935 behind the prior fiscal year*

**Capital Improvement Program**

- *Expenditures to date on the 2007 WIFA loan = \$8,809,504 or 69.78% of the Available Funds*
- *Expenditures to date on the 2009 WIFA loan for Metro Southwest = \$3,951,976, which is 92.99% of the total projections; the WIFA board has given their approval to increase this loan by \$300,000 to accommodate the total projected costs of the Fixed Network system*
- *Expenditures to date on the 2011 Bonds for the RTA Relocation Projects = \$5,252,859 or 79.45% of the Available Funds*

### **Daily Deposit Report**

- *Combined cash accounts = \$2,407,956.23 which is \$609,607.64 more than the previous month*

### **Investment Funds Report**

- *Total funds invested with State Treasurer, Canyon Community Bank and Sterne Agee Financial Services = \$5,023,323.94*

### **Check Registers**

- *Operating Fund – 122 regular checks written for a total of \$1,461,360.83*
- *Operating Fund – 81 one-time and customer refund checks written for a total of \$13,725.40*

### **Chase Master Card Statement**

- *Balance due from June 13 thru July 12 = \$354.99 - a copy of the statement for this time period is enclosed for review along with a spreadsheet identifying the expenditures; included in the total is a credit of \$189.95 for a receipt printer that was returned*

### **Meter Applications**

- *There were **zero** meter applications for July as compared to 1 meter application for July 2011*

### **Office Complex Electric Costs - Analyzing Solar Impact**

- *The attached report analyzes the electrical costs at the office complex from the prior year as compared to the 2012-2013 fiscal year; the monthly payment for the solar lease of \$2,195 has been added to the utility charges from TEP; the month of July 2012 shows a total cost of lease and electric charges of \$3,157, which is \$461 less than the electric costs for July 2011.*

Respectfully submitted,

Michael Land  
Chief Financial Officer

I concur with the above-noted report.

Respectfully submitted

Mark R. Stratton, P.E.  
General Manager