

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

October 15, 2014

Financial Report

The financial information presented below is as of September 30, 2014, unless otherwise stated:

Revenue/Expenditures Compared to Budget (Figures as of August 30, 2014)

- *Budgeted Operating Revenue for Fiscal Year 2015 is \$18,222,897. The year-to-date total of \$3,687,233 is \$650,084 over budget on a straight line basis for the first two month of the year.*
- *Metered Water Sales for August are \$3,119,145. This is \$509,737 ahead of budget on a straight line basis. After 6 meter applications in August, Development Revenue amount to \$45,638, which is \$6,500 under the budgeted straight line projection for the first two months.*
- *Budgeted Operating Expenditures for Fiscal Year 2015 are \$10,358,348. The year-to-date total of \$1,544,903 is under budget when compared to a straight line projection by \$181,488 for Fiscal Year 2015. All expenditures for the month are under budget with the exception of power purchases, which is projected at \$36,163 higher on a straight line projection due to increased usage in July and August along with restoration of electric service at Wanda Well.*
- *Budgeted Revenue in Excess of Operating Expenditures is \$7,864,549. The year-to-date total of \$2,142,330 is favorable when compared to the budget by \$831,572.*

Revenue/Expenditures Compared to Prior Year (Figures as of August 30, 2014)

- *Total Revenue of \$3,687,233 for Fiscal Year 2015 is \$302,299 ahead of the same month in Fiscal Year 2014. Increases are mostly attributed to Other Income, which is \$162,058 higher with the inclusion of a one-time receipt of \$90,000 from a legal settlement, the sale of Bell Well, and the monthly CAP water payments from Marana. Metered Water Sales are \$24,091 higher, and Water Resource Utilization Fees are \$53,677 higher than the prior year.*
- *Operating Expenditures totaled \$1,544,903 for Fiscal Year 2015 compared to \$1,627,980 in Fiscal Year 2014 for a decrease of \$83,077. All categories are lower than last year, with the exception of Consultant and Contract Services and Supplies, which are \$25,225 and \$19,160 higher this fiscal year.*
- *The Revenue in Excess of Operating Expenditures for Fiscal Year 2015 equals \$2,142,330, which is favorable by \$385,376 when compared to Fiscal Year 2014.*

Capital Improvement Program

- *Expenditures to date on the 2007 WIFA loan total \$12,056,668, with \$119,573 of funding remaining available to complete the drilling of the Hub Well, HUB Vessels, and the VFD at Magee and La Cholla.*

Daily Deposit Report

- *Combined cash accounts equal \$4,588,403.18, which is \$122,848.80 lower than the previous month, and \$1,216,888.47 higher than the balance at September 30, 2013.*

Investment Funds Report

- *Total funds invested with State Treasurer, Canyon Community Bank and Sterne Agee Financial Services total \$4,177,853.75. There was a market adjustment with an unrealized gain of \$2,140.18 on the Sterne/Agee Bond Replacement Account this month. This investment has an annual coupon payment of \$25,821.25 in addition to gains and losses. We will continue to monitor this investment.*

Check Registers

- *The operating fund processed 145 regular checks written for a total of \$1,578,371.48.*
- *The operating fund processed 101 one-time and customer refund checks written for a total of \$10,097.37.*

Canyon Community Bank Debit Card/American Express Cards

- *The Canyon Community Bank debit card had no funds expended.*
- *The American Express Corporate Accounts Payable Solution card paid for purchases totaling \$56,727.88 provided the District with a 1% savings of \$567.28 in the month of September (copy attached), for a total savings of \$3,820.22. Two Apple iPad tablets were purchased with points and placed into service on October 1st. Charges on other American Express cards totaled \$235.96.*

Meter Applications

- *A total of 4 meter applications were received in September compared to 13 meter applications the previous September. All four of the current month meter applications were for the Metro Main service area. The year-to-date total of 21 meter applications is 11 less than the same month in the prior fiscal year.*

Office Complex Electric Costs - Analyzing Solar Impact

- *The attached report compares the current fiscal year electric costs to last fiscal year, and Fiscal Year 2011, which was the year prior to the solar system installation. The total cost for September 2014 is the lease payment of \$2,195 per month plus electric charges of \$1,335 for a monthly total of \$3,530. This is \$539 less than September 2013 and \$889 lower than September 2011. A year-to-date comparison to Fiscal Year 2011 generates a \$4,187 savings so far this fiscal year.*

Respectfully submitted,

Diane Bracken, M.Adm.
Chief Financial Officer

I concur with the above-noted report.
Respectfully submitted

Joseph Olsen, P.E.
General Manager