

MEMORANDUM

Date: March 15, 2019
 To: Board of Directors
 From: Tom Hennig, Director of Administration
 Subject: Administration / Financial Reports

Enclosed is a combined financial summary for January 2019. This will be the first time this reporting format is utilized to provide the Board with the year to date budget detail. This new reporting format will continue to be developed in concert with the preparation of the FY 19/20 budget. Please feel free to call me before the Board meeting regarding any questions you may have relating to these reports.

This information is provided to the Board to assist in answering possible questions regarding under or over-budget items. In addition, other items of interest are included.

Residential Water Consumption – Year-to-date residential water usage was 6.6% below budget through January. Listed below are year-to-date water consumption numbers using weighted averages:

	12 month rolling % increase	Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun
Residences	0.2%	2,542	2,542	2,542	2,543	2,545	2,545	2,546					
	Weighted Average	Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun
Cubic Feet	1,593	2,672	2,659	2,566	1,930	1,522	797	678					
Gallons per day	396	666	663	640	481	379	199	169					
Planned Usage GPD	627												

Commercial/Other Water Consumption – Year-to-date commercial water usage was 0.1% below budget through January. Listed below are year-to-date water consumption numbers in cubic feet:

	YTD Totals	Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun
Commercial	495,036	136,243	134,170	128,218	96,405	74,880	50,290	39,726					
Parks	240,537	88,540	68,739	50,519	32,739	16,480	878	501					
Raw Water	308,351	37,475	126,163	93,612	51,101	10,110	100	-					
CSD	74,863	21,501	19,548	18,782	15,032	12,703	11,057	11,663					
Totals	1,118,787	283,859	348,620	291,131	195,277	114,173	62,325						

Lock-Offs – During the month of January, there were fifteen (15) lock-offs.

Connection Fees – There no connection fees received in January.

Aging Report – Delinquent accounts totaled \$183,248 which was 24.0% of the total accounts receivable balance of \$780,384. Past due receivables increased \$29,569 or 17.0% from the prior month.

Summary of Reserve Accounts as of January 31, 2019 – The District’s reserve accounts began the fiscal year with a balance of \$5,825,224 and have increased \$194,370 through the month of January. Aside from the recurring monthly reserve contributions and normal inter-fund borrowing repayments: There were no significant payments or additions in the month of January.

Reserve Fund Balances

Reserve Descriptions	Fiscal Yr Beg Balance July 1, 2018	YTD Collected & Interest Earned	YTD Spent	Period End Balance Jan 31, 2019
Water Capital Replacement (200-2505)	1,375,775	116,395	(68,262)	1,423,908
Sewer Capital Replacement (250-2505)	2,745,922	176,854	(85,900)	2,836,876
Drainage Capital Replacement (260-2505)	108,771	19,482	(0)	128,613
Security Capital Replacement (500-2505)	121,869	29,310	(9,768)	141,411
Admin Capital Replacement (xxx-2505-99)	87,096	34	(0)	87,130
Sewer Capital Improvement Connection (250-2500)	4,134	22	(0)	4,157
Capital Improvement (xxx-2510)	349,075	17,175	(4,984)	361,266
Water Supply Augmentation (200-2511)	1,744,938	37,167	(13,886)	1,768,219
WTP Construction Fund Reserve (200-2513)	(702,387)	78,056	(90,797)	(715,129)
Security Impact Fee Reserves (500-2513)	(9,969)	0	(54)	(10,023)
Total Reserves	5,825,224	468,022	(273,652)	6,026,428

Inter-fund Borrowing Balances

- This report has been modified to represent changes in the principle balance and interest paid.

Inter-fund Borrowing	Beg Principal Balance July 1, 2018	YTD Interest Paid	YTD Principal Repayment	Principal Balance as of Jan 31, 2019
Sewer Loan to WTP Construction Fund	996,749	(9,620)	(70,312)	926,437
WSA Loan to WTP Construction Fund	332,250	(3,207)	(23,450)	308,800
N. Gate Security Loan from Drainage Fund	40,367	(354)	(11,418)	28,949
Total Inter-fund Borrowing	1,369,366	(13,181)	(105,180)	1,264,186

Financial Items of Note

- On February 1, 2019, RMCSD received a payment of \$397,614 from the County of Sacramento related to the 2018-2019 Teeter assessment. We are working with the County of Sacramento to determine the timing of the remaining payments

Budget to Actual Comparison Details (year-to-date through January 31, 2019)

Revenues:

Water Charges, year-to-date, are **below** budget \$37,691 or (0.03%)

Sewer Charges, year-to-date, are **above** budget \$800 or 0.001%

Drainage Charges, year-to-date, are **below** budget \$1,180 or (0.008%)

Solid Waste Charges, year-to-date, are **above** budget \$3,499 or 0.008%

Security Charges, year-to-date, are **above** budget \$529 or 0.001%

Total Revenue, which includes other income, property taxes, and interest income is **below budget \$45,664** mainly due to aging receivables (0.01%).

Expenses:

Expense details are not available for this report due to unplanned issues with supporting modifications to our reporting software. We have elected to hold back in publishing financial information we do not feel is accurate. These issues are being addressed by staff and are being elevated to a higher priority with our vendor.