SWEETWATER SPRINGS WATER DISTRICT

TO: Board of Directors **AGENDA NO. V-C**

FROM: Steve Mack, General Manager

Meeting Date: May 1, 2014

SUBJECT: ACTUAL VS. BUDGETED (OPERATIONS AND CAPITAL) REPORT THRU MARCH 31 (75%)

RECOMMENDED ACTION:
(Discussion item only.)

FISCAL IMPACT:
(None.)

DISCUSSION:

This report presents the 3rd quarter actual revenues and expenses. This comprises 75% of the year by time and so we compare the revenues and expenses to that standard.

Operating Budget:

Staff is pleased (and somewhat surprised) to report that 3Q revenues and expenses were unremarkable. Revenues are at 76.79% of budget, and expenses at 74.09% of budget. The District is on track with budget, and there were no unusual expenses to note. A very clean quarter.

For more detail on all the budget line items, please refer to the attached Actual vs. Budgeted breakdown provided with your packet.

Capital Budget:

The 3Q Capital Budget (Table 2) is not in balance because revenues tend to lag and 2014 CIP expenses are paid when billed and not on any regular schedule. The work for the 2014 CIP was mostly done by the end of the quarter but billing by the contractor is lagging. Piazza Construction still hasn't billed us for the Mill Street Emergency Project, as well.

Revenue from the Capital Debt Reduction Charge (CDRC) and transfers to in-house construction won't be happening until 4th quarter.

FUNDS AT THE COUNTY

Table 3. Fund and Loan Balances show a comparison of the budgeted and 3rd Quarter balances. Also attached is the County Fund Balances for the 3rd Quarter (from which the Table 3 actuals come).

Table 3 shows the changes to our presentation of funds and reserves that have been discussed in this budget process. The State and Federal loan funds have been included in the presentation of District funds in Table 3. There is not much of a difference in total reserves because those funds are fairly depleted at this time of the fiscal year. We still owe quite a bit on the 2014 CIP and have spent very little on the budgeted 2015 CIP.