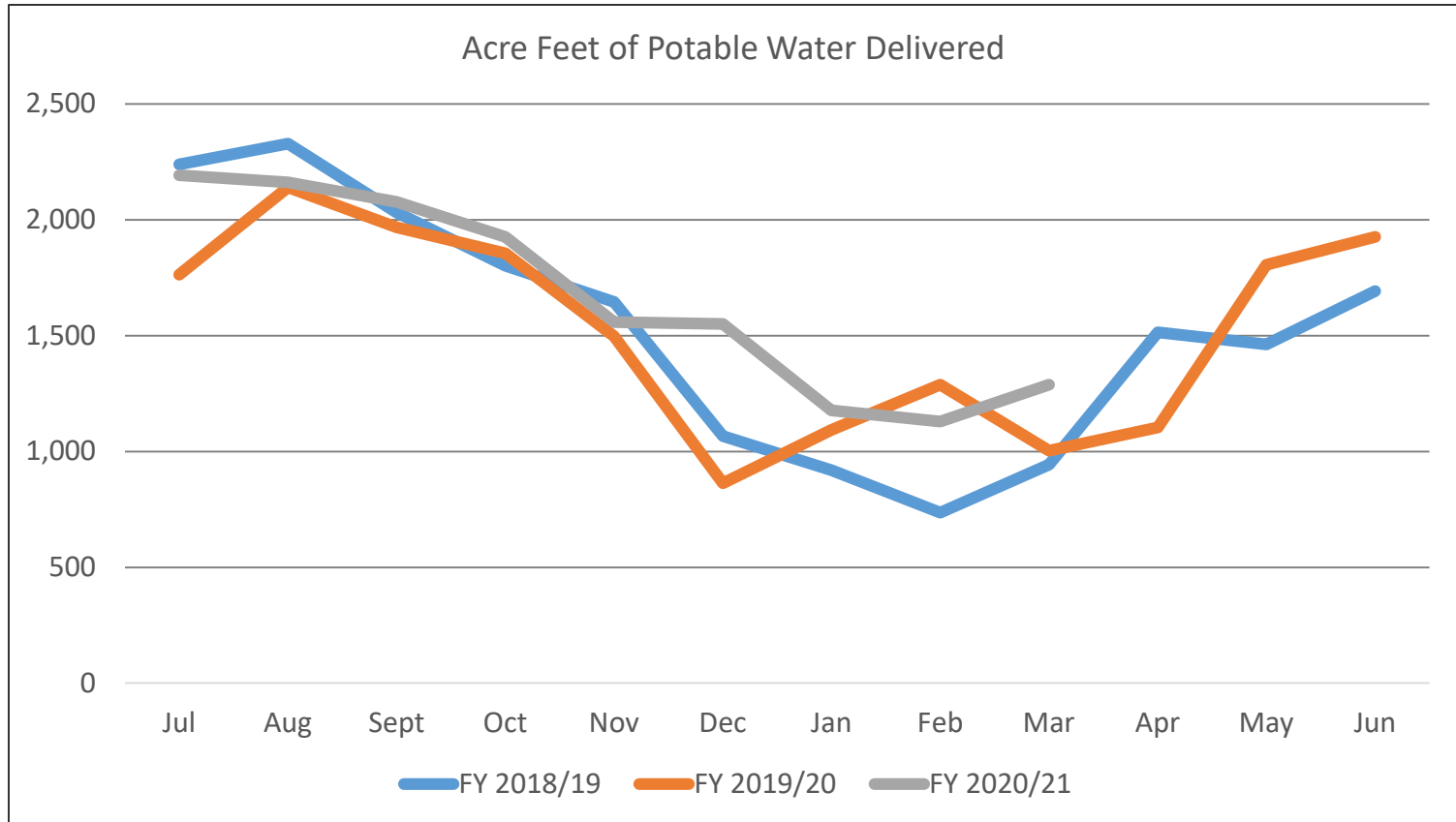


Third Quarter Financial Review Fiscal Year 2020-21



Third Quarter Financial Review

Fiscal Year 2020-21



Third Quarter Financial Review

Fiscal Year 2020-21

	FY 2019/20 YTD Actual	FY 2020/21 YTD Budget	FY 2020/21 YTD Actual
<u>All Enterprises</u>			
Total Operating Revenues	\$50,337,653	\$50,942,031	\$55,007,671
Expenses:			
Source of Supply	\$17,932,727	\$21,763,440	\$20,368,707
Purchased Services	\$6,771,706	\$8,766,187	\$10,498,561
O&M Expenses	\$3,470,914	\$3,580,612	\$3,431,779
Administrative	\$7,552,092	\$7,306,958	\$7,139,437
Other	\$1,129,795	\$672,814	\$639,658
Total Operating Expenses	\$36,857,234	\$42,090,010	\$42,078,142
Income available for Replacement & Debt Service	<u>\$13,480,419</u>	<u>\$8,852,021</u>	<u>\$12,929,529</u>



Third Quarter Financial Review

Fiscal Year 2020-21

Potable Water Operations

	FY 2019/20 YTD Actual	FY 2020/21 YTD Budget	FY 2020/21 YTD Actual
Total Operating Revenues	\$31,456,475	\$31,976,851	\$35,352,388
Expenses:			
Source of Supply	\$15,927,367	\$19,416,869	\$18,459,987
O&M Expenses	\$3,201,799	\$3,292,348	\$3,130,098
Administrative	\$5,580,244	\$5,516,836	\$5,244,961
Other	\$1,107,205	\$672,814	\$639,658
Total Operating Expenses	<u>\$25,816,615</u>	<u>\$28,898,867</u>	<u>\$27,474,704</u>
Income available for Replacement & Debt Service	<u>\$5,639,860</u>	<u>\$3,077,984</u>	<u>\$7,877,684</u>



Third Quarter Financial Review

Fiscal Year 2020-21

Recycled Water Operations

	FY 2019/20 YTD Actual	FY 2020/21 YTD Budget	FY 2020/21 YTD Actual
Total Operating Revenues	\$4,571,339	\$4,537,430	\$5,366,204
Expenses:			
Source of Supply	\$2,005,360	\$2,346,571	\$1,908,720
O&M Expenses	\$103,410	\$113,393	\$92,235
Administrative	\$504,394	\$649,145	\$528,020
Other	\$22,590	\$0	\$0
Total Operating Expenses	\$2,635,754	\$3,109,110	\$2,528,975
Income available for Replacement & Debt Service	<u>\$1,935,585</u>	<u>\$1,428,320</u>	<u>\$2,837,229</u>



Third Quarter Financial Review

Fiscal Year 2020-21

Sanitation Operations

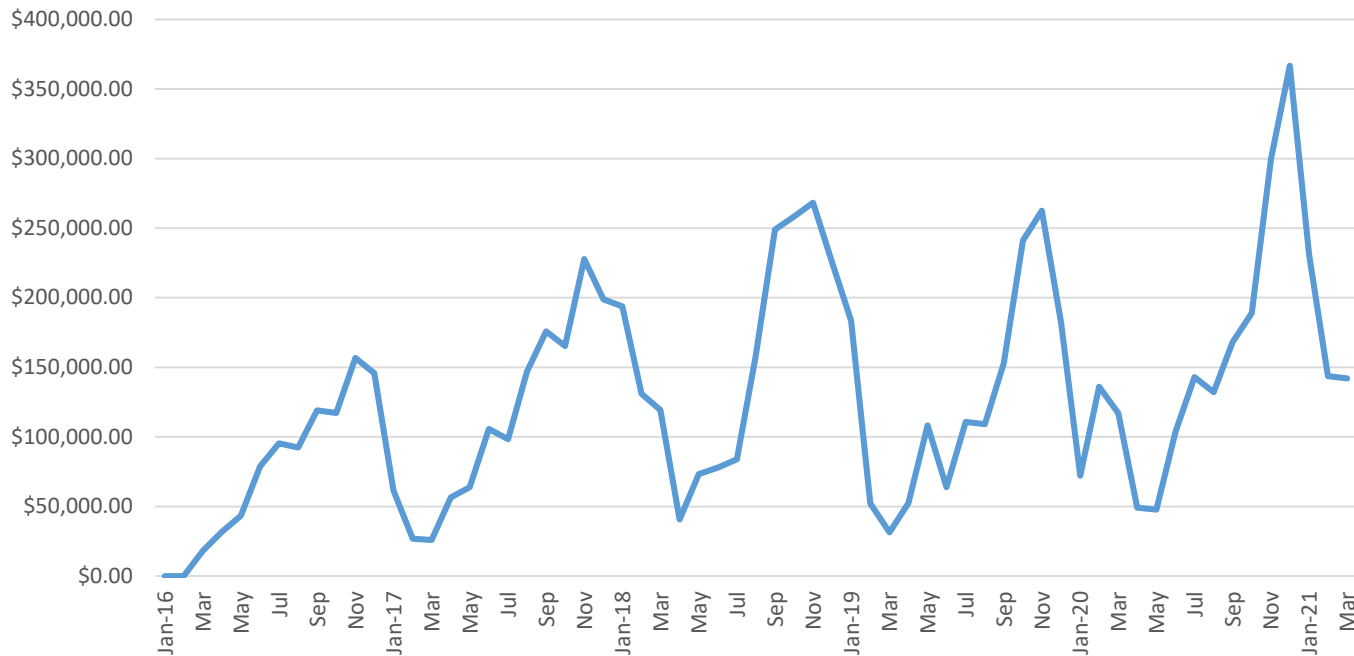
	FY 2019/20 YTD Actual	FY 2020/21 YTD Budget	FY 2020/21 YTD Actual
Total Operating Revenues	\$14,309,839	\$14,427,750	\$14,289,079
Expenses:			
Purchased Services	\$6,771,706	\$8,766,187	\$10,498,561
O&M Expenses	\$165,705	\$174,870	\$209,446
Administrative	\$1,467,454	\$1,140,976	\$1,366,456
Other	\$0	\$0	\$0
Total Operating Expenses	\$8,404,865	\$10,082,033	\$12,074,463
Income available for Replacement & Debt Service	<u>\$5,904,974</u>	<u>\$4,345,717</u>	<u>\$2,214,616</u>



Third Quarter Financial Review

Fiscal Year 2020-21

Accrued Penalty Revenue
By Month



Third Quarter Financial Review

Fiscal Year 2020-21

Recommendation:

- Receive and file the Financial Review for the Third Quarter of Fiscal Year 2020-21



Two-Year Budget FY 2021-22 Budget



FY 2021-22 Budget

- The second year of a two-year budget
- The goal was to have minimal changes from the approved Fiscal Year 2020-22 Budget Plan



Changes to Operating Budget

<u>Fund</u>	<u>Explanation/Description</u>	<u>Budget Increase/Decrease</u>
Potable	Intrusion Detection and Intrusion Prevention Technologies Upgrade from Office 365 E3 to E5	50,000.00
Potable	(to include Defender and Other Security Features)	90,000.00
Potable	Turbidity Meters at Westlake	67,236.00
Potable	Climate Action Sustainability Plan	55,000.00
All Funds	Tyler ERP System Annual Maintenance	187,000.00
All Funds	Upgrade Finance Administrative Assistant Position	22,900.00
All Funds	Upgrade Senior Accountant to Accounting Supervisor	8,400.00
All Funds	Add Program Manager position for Pure Water Project	297,900.00
Sanitation	Allocation from Increase in JPA Operating Costs	236,510.00
		1,014,946.00

- 1.71% of Total FY22 Operating Budget
- 1.28% of Total FY22 Budget



Changes to Capital Improvement Program

<u>Fund</u>	<u>Explanation/Description</u>	<u>LV Budget Increase/Decrease</u>
Potable	Pump Station Efficiency Project	75,000.00
Potable	Building #8 Offices Space Rehab	(75,000.00)
Potable	Vulnerability Management Program (Server Upgrades and Replacements)	100,000.00
Potable	Equestrian Tank	(100,000.00)
Potable	Multi-Site Security	150,000.00
Potable	Building 1 Improvements	600,000.00
Potable	Westlake Filter Pump-Woolsey Fire	(750,000.00)
Potable	Westlake Pump Station & Filter Plant Lnd	8,032.03
Potable	Mobile Generators	3,300.00
		\$ 11,332.03



Changes to Capital Improvement Program

<u>Fund</u>	<u>Explanation/Description</u>	<u>Total Project</u>	<u>LV Budget Increase/Decrease</u>
Sanitation	Rancho Solar and Battery	218,500.00	154,261.00
Sanitation	Rancho Gen. Study	(68,500.00)	(48,361.00)
Sanitation	Lift Station Improvements	(150,000.00)	(105,900.00)
Sanitation	Refurbish Centrifuge #1	100,000.00	70,600.00
	003 DISCHARGE POINT		
Sanitation	REHABILITATION	(100,000.00)	(70,600.00)
Sanitation	Summer Season TMDL Compliance	913,902.00	645,214.81
Sanitation	Tapia Influent Pump Replacement	(396,000.00)	(279,576.00)
Sanitation	Rancho Storm Water Diversion	(264,402.00)	(186,667.81)
Sanitation	Rancho Valve in Street Replacement	(253,500.00)	(178,971.00)
Sanitation	Tapia Headworks White Room	13,948.48	9,847.63
Sanitation	Pure Water Project	(2,000,000.00)	(1,412,000)
		<u>(1,986,051.52)</u>	<u>(1,402,152.37)</u>



Recommendations

- Provide Input on the Preliminary Budget Changes

