

MEMORANDUM

Date: February 20, 2019
 To: Board of Directors
 From: Tom Hennig, Director of Administration
 Subject: Administration / Financial Reports

Enclosed is a combined financial summary for **December 2018**. Following are highlights from various internal financial reports. 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 below budget through December. 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%	2,539	2,542	2,542	2,543	2543	2545						
	Weighted Average	Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun
Cubic Feet	2,457	2,672	2,659	2,566	1,930	1,522	797						
Gallons per day	613	666	663	640	481	379	199						
Planned Usage GPD	627												

Commercial/Other Water Consumption – Year-to-date commercial water usage was below budget through December. 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						
Parks	240,537	88,540	68,739	50,519	32,739	16,480	878						
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	11057						
Totals	1,118,787	283,859	348,620	291,131	195,277	114,173	62,325						

Lock-Offs – During the month of December, there were eleven (16) lock-offs.

Connection Fees – There no connection fees received in December.

Aging Report – Delinquent accounts totaled \$153,679 which was 21.0% of the total accounts receivable balance of \$756,647. Past due receivables increased \$287 or 1.0% from the prior month.

Summary of Reserve Accounts as of December 31, 2018 – 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 December. Aside from the recurring monthly reserve contributions and normal inter-fund borrowing repayments: There were no significant payments or additions in the month of December.

Reserve Fund Balances

<i>Reserve Descriptions</i>	<i>Fiscal Yr Beg Balance July 1, 2018</i>	<i>YTD Collected & Interest Earned</i>	<i>YTD Spent</i>	<i>Period End Balance Dec 31, 2018</i>
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	17,092	(0)	125,863
Security Capital Replacement (500-2505)	121,869	25,227	(9,768)	137,328
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)
<i>Total Reserves</i>	<i>5,825,224</i>	<i>468,022</i>	<i>(273,652)</i>	<i>6,012,761</i>

Inter-fund Borrowing Balances

<i>Inter-fund Borrowing</i>	<i>Fiscal Yr Beg Balance July 1, 2018</i>	<i>YTD Interest</i>	<i>YTD Repayment</i>	<i>Period End Balance Dec 31, 2018</i>
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
<i>Total Inter-fund Borrowing</i>	<i>1,369,366</i>	<i>11,047</i>	<i>(87,644)</i>	<i>1,281,723</i>

Financial Items of Note

On December 18, 2018 RMCS D received a payment of \$585,362 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. On February 1, 2019 RMCS D received the second installment in the amount of \$397,614.

Financial Summary Report (year-to-date through December 31, 2018)

Revenues:

Water Charges, year-to-date, are **below** budget \$39,617 or (3.2%)

Sewer Charges, year-to-date, are **above** budget \$672 or 0.1%

Drainage Charges, year-to-date, are **below** budget \$1,018 or (0.1%)

Security Charges, year-to-date, are **below** budget \$842 or (0.1%)

Solid Waste Charges, year-to-date, are **above** budget \$2,476 or 0.7%

Total Revenue, which includes other income, property taxes, and interest income is **below** budget \$52,569 or (1.6%).