

Annual Treasurer's Report – June 3, 2017

Financial Status Month-End June 2016

- Bank Account Balances: Operating \$401K Expansion & Improvement \$1.008M Emergency \$75K Total \$1.484M
 - On Target: 52% of annual budget spent through June; All account expenditures on track to budget
 - Primary expenditures through June: \$141K toward completion of Well #4; \$225K CCWD Capacity Fee for wholesale water agreement; \$44K toward purchase of 279 new radio-read meters for Phase I of "Meter Usage Study"
 - Remainder of 2016 focus on New Office Building purchase, Completion of USDA Preliminary Engrg Report & Loan Application process, Purchase of remaining Phase I Meters, and Final Completion of Well #4
-

Financial Status Year-End December 2016

- Bank Account Balances: Operating \$148K Expansion & Improvement \$469K Emergency \$75K Total \$692K
 - Based on annual cash flow, underran budgets by \$177K (8%)
 - Year-End Financial Review: Water Revenue + Other Income = \$1,576,441; Total Expenses = \$1,258,791 for Net Income of \$317,649
 - Year-End Financial Review: Total Assets \$6,649,899 Total Liabilities & Shareholder Equity \$6,649,899
 - Major expenses from June through Dec 2016: Office purchase (Close of Escrow 10/17) down payment + closing costs \$189K; Completed USDA Loan Application submittal \$78K (Approved Dec 27th); Cost for purchase of remaining 279 new radio-read meters for Phase I "Usage Study" \$54K; Remaining cost to complete Well #4 and bring on-line \$40K
-

2017 Budgets

- Operating Accts \$1.02M Total budgets increased by \$34K (2%) from 2016
Based on estimated slight increases in fixed costs
 - Expansion & Improvement Accts \$1.12M Includes purchase of additional meters (Phase II) for larger scale usage studies throughout 2017; To be reimbursed by USDA funding in 2018
Includes funding for Interim Financing of USDA Design/Engineering Tasks (If Rqrd)
 - Budgets include 2016 Bank Balance Carry-over of +\$500K
-

Financial Status Month-End April 2017

- Bank Account Balances: Operating \$654K Expansion & Improvement \$1.065M Emergency \$75K Total \$1.795M
- April Month-End Balance Sheet: Total Assets \$7.818M Total Liabilities \$184K + Shareholder Equity \$7.634M = \$7.818M
- Total Expenses \$345K (16% of annual budget) through April; Significant portion of planned expenditures pushed out 2-3 months in order to perform "Due Diligence" by soliciting multiple Engineering/Design contractor bids for USDA financed capital improvements
- Primary expenditures through April: Approx. \$303K (88%) attributed to Operating Fixed Costs (Salary/Wages, Insurances, Benefits, Taxes, Office Expenses, Supplies & Maint.); Remaining \$42K spent on Treatment Plant restroom, USDA Loan Consulting & CCWD water purchase
- Remainder of 2017 focus: In addition to on-going Operating costs; purchase & installation of +200 additional new radio-read meters to replace all old meters & increase "Meter Usage Study" sample size; cover USDA Design/Engineering costs planned from June through Dec.