

WEST BASIN MUNICIPAL WATER DISTRICT

AGENDA NO. _____

AUGUST 2, 2001 – Finance Committee

Smith, Dear

AUGUST 27, 2001

Prepared by: Sharon Koike

Submitted by: Sharon Koike

Approved by: Darryl G. Miller

INFORMATION CALENDAR

FY 2000-01 BUDGET TO ACTUALS

SUMMARY:

For the fiscal year ended June 30, 2001, the actual net operating revenues exceeded expenses by \$8,034,000. This is primarily due to stronger than forecasted imported water sales along with an overall reduction in operating expenses.

- Imported water sales exceeded budget by \$1,411,000 or 27.1% . This increase in sales is primarily due to higher than anticipated demand in the fiscal year.
- The recycled water system's operation and maintenance expenses were \$1,554,000 or 12.8% below budget while operating revenue fell short of budget by \$1,880,000. The reduction in revenues resulted from the annual scheduled turnaround process at the refineries as well as the Barrier being shut down for several weeks. In addition, the Chevron Boiler Feed was budgeted to begin operation in April 2001; however, actual operation began in July 2001.
- Desalted water sales fell short of budget by \$385,000 or 41.7%; however, Desalter operations and maintenance expenses were \$212,000 below budget. The shortfall in revenue is due to lower than forecasted sales and necessary well rehabilitation.

FISCAL IMPACTS:

The fiscal year 2000-01 review of the budget to actual operating revenues over operating expenses indicates an overall favorable variance of \$2,350,000.

ENVIRONMENTAL COMPLIANCE:

Not applicable.

COMMITTEE STATUS:

This item was reviewed by the Finance Committee on August 2, 2001 and agendized to the August 27, 2001 Board meeting Consent Calendar.

RECOMMENDED MOTION:

Receive and file.

LIST OF EXHIBITS:

EXHIBIT "A": Operating Revenue and Expense – Budget vs. Actuals

I:\direct\wbmwd\01aug011

AGENDA NO. ____