

WEST BASIN MUNICIPAL WATER DISTRICT

AUGUST 15, 2002– Finance Committee

Smith, Dear

AUGUST 26, 2002 – Board Meeting

Prepared by: Mary-Ann Rexroad

Submitted by: Sharon Koike

Approved by: Darryl G. Miller

CONSENT CALENDAR

FISCAL YEAR 2001-02 BUDGET TO ACTUALSSUMMARY:

For the fiscal year ended June 30, 2002, the actual net operating revenues exceeded expenses by \$6,896,900. This is primarily due to stronger than forecasted imported water sales along with higher than expected interest earnings on investments.

- Imported water sales exceeded budget by \$2,812,300 or 84.2%. This increase in sales is primarily due to higher than anticipated demand in non-interruptible water sales.
- The recycled water system's operating revenue exceeded budget by \$262,200. The operation and maintenance expense was \$1,114,200 over budget, and includes \$2,008,500 of additional energy costs for the fiscal year. The additional energy costs will be funded from the Rate Stabilization Fund as originally proposed.
- Due to Well rehabilitation work, desalted water sales fell \$414,400 below budget during the fiscal year ended June 30, 2002. However, desalter operations and maintenance expenses were \$423,500 below budget.

FISCAL IMPACTS:

The annual year end review of the budget to actual operating revenues over operating expenses indicates an overall favorable variance of \$2,873,100.

ENVIRONMENTAL COMPLIANCE:

Not applicable.

COMMITTEE STATUS:

This item was reviewed by the Finance Committee on August 15, 2002 and agendized to the August 26, 2002 Board meeting Consent Calendar.

RECOMMENDED MOTION:

Receive and file.

LIST OF EXHIBITS:

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

AGENDA NO. _____