

FINANCE COMMITTEE NOTES

March 1st, 2023

Attendees:

Committee members: Randall Reed (Chair) and Jimmie Moffatt

Staff members: John Bosler, Chad Brantley, Roberta Perez, Rob Hills, Agnes Boros, Jennifer Fillinger, Amanda Coker, Tuan Truong, Andrea Dutton, and Brandon Koh

Members of the Public: None

Call to Order: 9:00 a.m.

Public Comment: None

Additions/Deletions to Agenda: None

1. Budget Transfer & Award of Contract for CP21039 Waterline in Buena Vista Drive from Camino Norte to Alta Cuesta

- a. Staff presented a request for a Budget Transfer associated with the waterline project CP21039.
- b. The Committee supported the recommendation for a Budget Transfer and moved the request forward to the full Board of Directors.

2. Mid-Year Financial Results Report – 12/31/2022

- a. Staff provided a detailed report on the financial results of District operations for the six months ended December 31, 2022.
- b. Water Sales Revenues have been impacted by water use restrictions imposed by the State during Summer months and by high levels of precipitation during Fall and Winter months.
- c. Operating costs have been reduced due to lower water production volume, however, increases in assessments and electricity costs have offset some of the savings.
- d. Net Operating Income in the Water Fund for the six-month period is 31% below the projections in the Budget. However, at \$9.3 million, the Net Operating Income is adequate to pay for the necessary debt service and capital investment.
- e. The Committee forwarded the report to the full Board of Directors for review and approval.

Meeting Adjourned at 9:24 a.m.