

# TCCWD Financials April 30, 2020

Agenda

# Discussion items

- Account Balances
- April P&L
- Fiscal YTD P&L
- Fiscal YTD income
- Audit Progress
- Budget vs actual Q3 Current fiscal year
- Proposed budget 2020/2021 fiscal year

# Account Balances 4-30-20

- Edward Jones- \$295,760.55

Split between 5 banks for FDIC insurance. Fith Third Bank, Bank of China, Truist Bank, Wells Fargo ,Citibank

- Mechanics Bank ( Formerly Rabobank) acc #4551- \$252,010.76
- Mechanic Bank acc# 3783 (Checking) \$348,178.76
- Mechanic Bank acc# 8720 \$165,541.20
- Other Clearing \$500.00
- Total \$1,061,869.08
- Increase of \$23,245.32 from last period
- Increase of \$151,388.99 Fiscal Year to date

# Update

- As per vote in April 2020, funds were moved to Edward Jones to be split among different financial organization in order to ensure all funds are FDIC insured.
- Fund transfers began on 5-12-20 and completed transfers on 5-18-20
- \$500,000 has been transferred to Edward Jones and distributed between 6 banks shown on prior slide plus one new bank PNC Bank N.A.
- District now has cash assets FDIC insured
- Edward Jones total accounts \$795,801.82

# Banking

- Recommend that \$600,000 funds in partner banks with Edward Jones be deposited in longer term funds for increased returns while keeping FDIC insured leaving the remaining \$195,801.82 available for transfer to Mechanics if needed.
- I suggest , 3 month, 6 month and 12 month Certificates of deposit of \$200,000 each for better returns while limiting time funds are tied up.
- Request guidance from Board on how to proceed with Fund balances

# April P&L

- \$20,841.01 in water sales income
- \$17,485.00 in base rate income
- TCI \$3,250 base rate income
- Interest income \$61.77
- Meter set fee \$8,800.00
- Total income \$50,445.78

# Expenses

- Administrative - \$12,542.38
- Operations expense- \$7,179.94
- Total Admin and Operating expense \$19,722.32
- Other expense (state loan interest) \$187.27
- Wages, Taxes, Health benefits \$13,641.22
- In suspense \$1794.67
- Total Expense- \$35,336.81
- Net income- \$15,108.97

# Fiscal Year to date Income

- Water sales income- \$267,727.12
- Interest Income \$669.55
- Meter set fee-\$26,400.00
- Base Rate connection \$174,915.00
- Base rate TCI- \$32,500
- Total gross income - \$502,211.67



# Year to date expense

- Total Administrative costs \$152,469.77
- Payroll taxes- \$483.07 ( sub category 5302)
- Operations expense- \$67,773.23
- Total Operations and administrative expense \$220,726.07
- State loan interest- \$1,618.71
- Total Payroll expense \$124,648.09
- Total expenses \$348,778.87

# Operating income

- Net operating income \$153,432.80
- Capital improvements and capital costs \$12971.86
- Net income Fiscal YTD \$140,460.94

# Audit

- We are making solid progress with our new auditor but do have some challenges
- We are missing a number of records and having to recreate them.
- We may need some additional assistance of a CPA not engaged in the audit process.
- The prior CPA that was being utilized response rate has been slow.
- I would like to engage the services if it becomes necessary to speed up the audit process.

# Budget

- Year to date budget vs actual has been updated as of the 3<sup>rd</sup> quarter 3-30-20
- Several items not budgeted for in current budget are highlighted in yellow and actuals reported.
- Proposed budget for 2020-2021 has been reformatted to follow the monthly P&L by line item.
- This change was completed in order to automate tracking of actual spending vs projected spends on monthly basis.
- This change will streamline the budget process and allow for real time adjustments through the year as needed.