



Legislation Details (With Board Report)

File #: BC 19-046 **Name:** 3rd Quarter Financial Report
Type: Budget Committee **Status:** Agenda Ready
File created: 5/10/2019 **In control:** Budget Committee
On agenda: 5/30/2019 **Final action:**
Title: Receive the Monterey County Water Resources Agency (Agency) FY 2018-19 Third Quarter Financial Status Report through March 31, 2019.

Sponsors:

Indexes:

Code sections:

Attachments: 1. Budget Committee Report, 2. FY 2018-19 Financial Summary

Date	Ver.	Action By	Action	Result
5/30/2019	1	Budget Committee		

Receive the Monterey County Water Resources Agency (Agency) FY 2018-19 Third Quarter Financial Status Report through March 31, 2019.

RECOMMENDATION:

It is recommended that the Monterey County Board of Supervisors - Budget Committee:

Receive the Monterey County Water Resources Agency (Agency) FY 2018-19 Third Quarter Financial Status Report through March 31, 2019.

SUMMARY/DISCUSSION:

On average, year-to-date (YTD) revenues for all Agency funds were at 57.4% of budget. The Agency received revenues from Special Assessments and Ad Valorem taxes in December as scheduled. Hydro-electric revenue is at 100% of budget after receipt of revenues up-to the month of September 2018. Unfortunately, the hydro plant was shut down from mid-September 2018 through early February 2019 due to low reservoir levels.

On average, the Agency's YTD expenditures were at 65.4% of budget as it continues the repair of Nacimiento and San Antonio dams due to the Federal Energy Regulatory Commission (FERC) and the California Department of Water Resources - Division of Safety of Dams (DSOD) compliance requirement and spillway repair work plan preparation for both reservoirs. The Interlake Tunnel Project has over \$3.2 million combined encumbered and expended in consultant costs. The Agency will continue to monitor expenditures as it approaches the summer months.

The Agency estimates to receive about \$8.5 million in revenues for the last quarter of the Fiscal Year, for total estimated revenues of about \$23.5 million for the entire Fiscal Year or 90% of budgeted figures. This forecast includes the second installment of Ad-Valorem and Assessment revenue in April, Water Delivery Fees for the quarter and grant reimbursements.

The Agency estimates to expend about \$6.5 million for the last quarter of the Fiscal Year, for total estimated expenditures of about \$25 million or about 88% of budgeted figures. The forecast includes Salaries and Benefits for Agency staff, debt service payments, and consultant costs for the Inter-Lake Tunnel and repairs to

the dams. The Agency estimates that it will end the Fiscal Year with \$17.0 million in fund balance.

On a consolidated basis, the Agency financial performance up to March 31, 2019 is projected as follows:

	Adopted Budget	YE Estimate	Year-to-Date
FY 2018-19 Est. Beg. Fund Balance	\$18,476,791	\$18,476,791	\$18,476,791
FY 2018-19 Revenues	<u>25,911,791</u>	<u>23,500,000</u>	<u>14,848,695</u>
FY 2018-19 Available Funds	<u>44,388,582</u>	<u>41,976,791</u>	<u>33,325,486</u>
FY 2018-19 Expenditures	<u>(28,448,131)</u>	<u>(25,000,000)</u>	<u>(18,611,975)</u>
FY 2018-19 Est. End. Fund Balance	\$15,940,452	\$16,976,791	\$14,713,510

OTHER AGENCY/COMMITTEE INVOLVEMENT:

This item was presented to the Monterey County Water Resources Agency Finance Committee on May 3, 2019.

FINANCING:

There is no financial impact for receiving this report.

Prepared by: Erica Leal, Accountant III, (831) 755-4860

Approved by:

Shauna Lorange, Interim General Manager, (831) 755-4860

Attachments:

FY 2018-19 Financial Summary