

CENTRAL BASIN MUNICIPAL WATER DISTRICT

SEPTEMBER 14, 2006 - Finance/Administration
Hawkins, Apodaca

SEPTEMBER 25, 2006 - Board Meeting

Prepared by: Aileen Hermoso

Submitted by: Aileen Hermoso

Approved by: Art Aguilar

CONSENT CALENDAR

FISCAL YEAR 2005-06 BUDGET TO ACTUALS

SUMMARY:

For the year ended June 30, 2006, the actual net operating revenues exceeded expenses by \$1,375,543. This is primarily due to strong water sales along with contributions received from other agencies.

- Imported water sales exceeded budget by \$505,992. This increase is due to higher than anticipated sales of non-interruptible water.
- Recycled water sales fell short of budget by \$414,039. This is primarily due to a delay in sales to both Rose Hills and the Malburg Generating Power Station.
- The close-out audit of the grant for the Rio Hondo Water Recycling Program resulted in an additional capital contribution of \$163,694.

FISCAL IMPACTS:

The year-end review of the budget to actual operating revenues over operating expenses indicates an overall favorable variance of \$99,685.

ENVIRONMENTAL COMPLIANCE:

Not applicable.

COMMITTEE STATUS:

This item was reviewed by the Finance/Administration Committee on September 14, 2006 and was agendized to the September 25, 2006 Board meeting Consent Calendar.

RECOMMENDED MOTION:

Receive and file.

LIST OF EXHIBITS:

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

EXHIBIT “A”

EXHIBIT A

Central Basin MWD Operating Revenue and Expense - Budget vs. Actuals Fiscal Year 2005 - 2006

	<u>July 1, 2005 thru June 30, 2006</u>		
	<u>Actual</u> <u>12 Mos</u>	<u>Budget</u> <u>12 Mos</u>	<u>Variance</u> <u>Fav(Unfav.)</u>
<u>Receipts</u>			
Imported Water Sales (net)	\$ 4,596,562	\$ 4,090,570	\$ 505,992
Recycled Water Sales (incl LRP)	2,053,411	2,467,450	(414,039) (a)
Interest	914,443	580,000	334,443
Other	2,034,160	1,687,453	346,707 (d)
Total	\$ 9,598,576	\$ 8,825,473	\$ 773,103
<u>Operating Expenditures</u>			
District Administration	\$ 1,863,867	\$ 961,904	\$ (901,963) (b)
Recycling O&M	1,806,145	1,742,436	(63,709) (c)
Water Resources Planning	867,085	959,788	92,703
Public & Governmental Affairs	2,409,613	2,501,421	91,808
JFA Support	294,281	335,113	40,833
Water Quality Protection O&M	982,043	1,048,953	66,910
Total	\$ 8,223,034	\$ 7,549,615	\$ (673,418)
Operating Revenues over Operating Expenses	\$ 1,375,543	\$ 1,275,858	\$ 99,685

- (a) Anticipated sales to Rose Hills & Malburg delayed.
- (b) Higher than budgeted allocation of labor and related costs as well as higher legal expenses.
- (c) Due to pipeline repair cost of approximately \$60,000.
- (d) Includes USBR grants for the Rio Hondo and WQPP projects.