

Diamond A Mutual Water Company

Financial Report to Board of Directors

August 31, 2020

- **Current Financial Status**
- **2020 Cap Ex Review**

Current Financial Status

- **YTD 2020 Net Income well above Prior Year and at record levels**
 - **Water Sales Revenue \$18k higher (28%) than Prior Year**
 - **Dry winter has resulted in historically high Water Sales**
 - **Rate increase will be in effect for October billings**
 - **Electricity is \$3k higher (17%) than Prior Year, which is a function of the high Water Sales**
 - **Repair and Maintenance costs are only \$13k YTD vs annual budget of \$65k**

DIAMOND A MUTUAL WATER COMPANY								
Excludes Depreciation								
			APPROVED BUDGET 2020	ACTUAL YTD 9/30/2016	ACTUAL YTD 9/7/2017	ACTUAL YTD 9/6/2018	ACTUAL YTD 9/4/2019	ACTUAL YTD 9/4/2019
Water Sales & Service			115,000	58,411	54,854	65,442	64,156	82,029
Interest			0	16	54	71	35	30
Other Income			0	0	0	0	0	0
Subtotal - Operating Income			115,000	58,427	54,908	65,513	64,191	82,059
Admin								
Admin	Finance Mngr	Dee	17,304	10,800	9,600	11,200	11,200	9,800
Admin	Legal & Accting		7,000	7,061	2,650	2,700	5,200	6,896
Admin	Taxes		800	800	800	800	800	800
Admin	Interest Expense		4,600	4,747	6,746	7,502	6,601	2,761
Admin	Mailing & Office		531	1,171	601	562	515	439
Admin	Bank Charges		4,416	1,781	2,294	2,760	3,034	3,273
Admin	PayPal Charges		0					
Admin	Website		200	196	196	196	196	196
Admin	Fees		1,621	371	1,915	1,574	1,574	1,730
Admin	Insurance		8,013	3,810	5,619	3,765	1,902	8,049
Admin	Answering Service		0	629	592			
Admin	Supplies		0	0	0			
Prior Year Adjust.								
Ops - Recurring	Operations Mngr	Bill	13,200	7,000	8,000	8,000	8,000	7,700
Ops - Recurring	Monthly Service	JDY	21,361	8,079	11,171	12,695	9,756	11,190
Ops - Recurring	Meter Reading Service		0					
Ops - Recurring	Water Analysis / Health Dept		5,393	3,322	1,087	3,163	3,927	1,505
Ops -R&M								
Ops -R&M	Labor / Maintenance Projects		50,000	12,828	14,754	21,851	9,668	0
Ops -R&M	Materials		5,000	3,764	569	1,835	1,102	0
Ops -R&M	Parts		0	0	0	0	0	0
Ops -R&M	Repairs		10,000	4,217	13,898		5,153	12,808
Ops - Utilities								
Ops - Utilities	Telephone		1,275	2,528	1,394	826	825	825
Ops - Utilities	Electricity		36,022	18,251	18,669	16,971	19,159	22,374
Subtotal - Operating Expenses			186,737	91,354	100,554	96,400	88,612	90,346
Net Cash Flow From Operations			(71,737)	(32,927)	(45,646)	(30,887)	(24,421)	(8,287)
Income - Maintenance & Improvements			168,027	127,600	126,998	125,895	126,555	125,799
Expense - Capital Improvements								
Subtotal - Capital			168,027	127,600	126,998	125,895	126,555	125,799
CASH FLOW FROM OPERATIONS			96,290	94,673	81,352	95,008	102,134	117,512

Current Financial Status

- **Cash position remains strong with \$198k in the Bank**
 - **Currently tracking to end 2020 with over \$130k, assuming**
 - **Repairs & Maintenance rises to budgeted level**
 - **\$52k under at present**
 - **Cap Ex rise to budgeted level**
 - **\$46k under at present**
- **Loan is being amortized per schedule**
 - Total Debt is \$93k

YTD Cap Ex Review

2020 Cap Ex BUDGET							
				2020 Budget	YTD Spent	Remaining	
Cap Ex							
	Viewcrest Tank Liner			-	4,362	(4,362)	
	Storage Container / Shed			7,000		7,000	
	Instrumentation and Controls			5,000		5,000	
	Evaluate System for Generator			5,000		5,000	
	Electrical Panels - Modify for Generator			10,000		10,000	
	Generator				2,024	(2,024)	
						-	
Ongoing Maintenance				30,000	1,860	28,140	
	Replace Zone 2 Gate				2,701	(2,701)	
						-	
GRAND TOTAL				57,000	10,947	46,053	