

# **Diamond A Mutual Water Company**

## **Financial Report to Board of Directors**

**SEPTEMBER 9, 2024**

- **Current Financial Status**
- **2024 Cap Ex Review**
- **2023 Financial Report**
- **Budget Prep for 2024**

# Current Financial Status

- **YTD 2024 Net Income on target**
  - **Water Sales Revenue YTD \$11k higher than than Budget**
  - **Repairs and Maintenance are \$3k OVER Budget**
  - **Water Analysis / Health is \$5k OVER Budget**
  - **Overall Net Income YTD is \$2k higher than Budget**
- **High Electricity costs suggest that October Water Sales will be strong**

DIAMOND A MUTUAL WATER COMPANY							
Excludes Depreciation							
			APPROVED BUDGET 2024	ACTUAL YTD 9/16/2021	ACTUAL YTD 9/2/2022	ACTUAL YTD 9/7/2023	ACTUAL YTD 9/5/2024
Water Sales & Service			235,000	149,194	99,033	123,856	135,970
Interest			4,800	0	69	409	4,218
Other Income			0	0	0	0	0
Subtotal - Operating Income			239,800	149,194	99,103	124,265	140,187
Admin	Finance Mngr	Dee	18,000	11,200	12,000	12,000	12,000
Admin	Legal & Accting		8,000	2,000	2,090	3,455	3,170
Admin	Taxes		800	800			
Admin	Interest Expense			1,592	149	0	0
Admin	Mailing & Office		500	424	462	490	500
Admin	Bank Charges		7,500	4,030	3,657	4,521	5,590
Admin	PayPal Charges		0				
Admin	Website		200	196	0	392	196
Admin	Fees		2,400	443	2,050	2,466	4,966
Admin	Insurance		12,000	8,543	9,850	10,459	11,398
Admin	Answering Service		0				
Admin	Supplies		0				
Ops - Recurring	Operations Mngr	Bill	24,000	8,800	9,600	9,600	16,000
Ops - Recurring	Monthly Service	JDY	30,000	12,337	15,156	16,824	21,408
Ops - Recurring	Meter Reading Service		0				
Ops - Recurring	Water Analysis / Health Dept		2,520	1,125	3,395	1,971	6,791
Ops - Recurring	Generator Rental		6,000	1,902			
Ops -R&M	Labor / Maintenance Projects		50,000	13,149	1,900	31,219	51,340
Ops -R&M	Materials		5,000	0	0	0	0
Ops -R&M	Repairs		10,000	14,296	18,043	12,486	
Ops - Utilities	Telephone		1,200	833	847	809	789
Ops - Utilities	Electricity		45,000	34,826	25,478	21,968	28,888
Subtotal - Operating Expenses			223,120	116,495	104,676	128,660	163,036
<b>Net Cash Flow From Operations</b>			<b>16,680</b>	<b>32,698</b>	<b>(5,574)</b>	<b>(4,395)</b>	<b>(22,848)</b>
Income - Maintenance & Improvements			150,480	99,633	100,159	109,420	113,340
Expense - Capital Improvements							
<b>Subtotal - Capital</b>			<b>150,480</b>	<b>99,633</b>	<b>100,159</b>	<b>109,420</b>	<b>113,340</b>
<b>CASH FLOW BEFOR CAP EX</b>			<b>167,160</b>	<b>132,331</b>	<b>94,585</b>	<b>105,025</b>	<b>90,492</b>

# Current Financial Status

– Cash position remains good with \$385k in the Bank

	Sep 5, 24
<b>ASSETS</b>	
<b>Current Assets</b>	
<b>Checking/Savings</b>	
103 O · Westamerica	67,119.71
104 O · Heritage Bank of Commerce	149,990.87
124 R · Westamerica /MM	7,211.99
125 R · Live Oak Bank	160,978.02
<b>Total Checking/Savings</b>	<b>385,300.59</b>
<b>Accounts Receivable</b>	
161 O · Accounts Receivable	6,452.02
<b>Total Accounts Receivable</b>	<b>6,452.02</b>
<b>Other Current Assets</b>	
181 O · Prepaid Insurance	2,910.00
<b>Total Other Current Assets</b>	<b>2,910.00</b>
<b>Total Current Assets</b>	<b>394,662.61</b>
<b>Fixed Assets</b>	
<b>Capital Improvements</b>	1,448,853.92
190 R.1 · Land	1,000.00
190 R.2 · Water Equipment	482,031.11
193 R · Accum. Depreciation	-1,555,839.00
<b>Total Fixed Assets</b>	<b>376,046.03</b>
<b>TOTAL ASSETS</b>	<b>770,708.64</b>
<b>LIABILITIES &amp; EQUITY</b>	
<b>Equity</b>	
Paid-In Capital	2,547,147.66
Common Stock	214.00
3900 · Retained Earnings	-1,909,007.10
Net Income	132,354.08
<b>Total Equity</b>	<b>770,708.64</b>
<b>TOTAL LIABILITIES &amp; EQUITY</b>	<b>770,708.64</b>



# **2023 Financial Report**

- Our Reviewed Financial report for last year has been finalized and will be posted on the website for members**
- The only significant change from the Prior Year is an Accounts Payable balance of \$64k (normally \$1k)**
  - This balance was entirely due to B&R invoices that were unpaid at year end, pending State reimbursement for the Pipeline Replacement Project**
  - State reimbursement was received after 12/31 and the B&R invoices were paid in full**

# **Budget Prep for 2024**

- Finance Subcommittee will meet in Q4**
  - Review October financials after the final water billing**
  - Develop a Budget recommendation to submit to the Board for the December meeting**
- Special Consideration**
  - To be consistent with Financial Reporting guidelines, Repairs and Maintenance will largely move out of Operations and into Replacement Funds/Cap Ex**