

## MEMORANDUM

Date: July 16, 2018  
 To: Board of Directors  
 From: Eric Thompson, Controller  
 Subject: Administration / Financial Reports

Enclosed is a combined financial summary for **June 2018**. Following are highlights from various internal financial reports. Please feel free to call me before the Board meeting regarding any questions you may have relating to these reports.

*This information is provided to the Board to assist in answering possible questions regarding under or over-budget items. In addition, other items of interest are included.*

**Residential Water Consumption** – Annual residential water usage was up 10.0% versus budget. Listed below are full-year water consumption numbers using weighted averages:

	12 month rolling % increase	Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun
<b>Residences</b>	0.1%	2,539	2,539	2,539	2,539	2,539	2,539	2,539	2,539	2,540	2,540	2,540	2,542
	Weighted Average	Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun
<b>Cubic Feet</b>	1,642	2,920	2,844	2,695	2,109	1,191	840	812	774	631	926	1,709	2,250
<b>Gallons per day</b>	409	728	709	672	526	297	210	203	193	157	231	426	561
<b>Planned Usage GPD</b>	612												

**Commercial/Other Water Consumption** – Annual commercial water usage was up 4.6% versus budget. Listed below are full-year water consumption numbers in cubic feet:

	YTD Totals	Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun
<b>Commercial</b>	835,553	114,866	113,467	103,801	88,440	33,156	20,523	34,889	44,559	39,201	51,525	78,702	112,424
<b>Parks</b>	384,097	83,599	70,380	44,880	42,838	6,858	939	481	6,080	481	4,721	40,360	82,480
<b>Raw Water</b>	883,288	183,011	147,231	159,474	122,373	27,651	199	0	50	7,804	6,084	101,628	127,783
<b>CSD</b>	145,249	19,713	19,745	19,532	14,619	6,473	5,519	8,386	8,106	7,745	8,968	9,574	16,869
<b>Totals</b>	<b>2,248,187</b>	<b>401,189</b>	<b>350,823</b>	<b>327,687</b>	<b>268,270</b>	<b>74,138</b>	<b>27,180</b>	<b>43,756</b>	<b>58,795</b>	<b>55,231</b>	<b>71,298</b>	<b>230,264</b>	<b>339,556</b>

**Lock-Offs** – During the month of June, there were 15 lock-offs.

**Connection Fees** – There were no new connection fees received in June.

**Aging Report** – Delinquent accounts totaled \$271,159 which was 28.9% of the total accounts receivable balance of \$936,483. Past due receivables increased \$27,619 or 11.3% from the prior month. Of the total delinquent amount, \$257,028 was related to undeveloped property.

**Summary of Reserve Accounts as of June 30, 2018** – The District’s reserve accounts began this fiscal year with a balance of \$5,344,437 and increased \$480,787 during the year. In addition to recurring monthly reserve contributions and normal inter-fund borrowing repayments in June, \$24,783 in interest income was earned, \$2,910 was reimbursed from Water Capital Replacement Reserves and \$970 was reimbursed from Sewer Capital Replacement Reserves for the dam inundation study, and \$248 was reimbursed from Water Augmentation

Reserves for labor related to the emergency well project. The total amount of reserves held by the District on June 30, 2018 was \$5,825,224. See the following table for information by specific reserve account.

### Reserve Fund Balances

<i>Reserve Descriptions</i>	<i>Fiscal Yr Beg Balance July 1, 2017</i>	<i>YTD Collected &amp; Interest Earned</i>	<i>YTD Spent</i>	<i>Period End Balance June 30, 2018</i>
Water Capital Replacement (200-2505)	1,130,169	257,380	(11,774)	1,375,775
Sewer Capital Replacement (250-2505)	2,478,211	422,555	(154,843)	2,745,923
Drainage Capital Replacement (260-2505)	81,850	33,222	(6,198)	108,874
Security Capital Replacement (500-2505)	160,345	48,109	(86,586)	121,868
Admin Capital Replacement (xxx-2505-99)	57,174	44,186	(14,366)	86,994
Sewer Capital Improvement Connection (250-2500)	4,067	67	(0)	4,134
Capital Improvement (xxx-2510)	366,117	34,894	(51,936)	349,075
Water Supply Augmentation (200-2511)	1,703,006	88,087	(46,155)	1,744,938
WTP Construction Fund Reserve (200-2513)	(671,793)	187,241	(217,835)	(702,387)
Security Impact Fee Reserves (500-2513)	35,291	4,051	(49,312)	(9,970)
<i>Total Reserves</i>	<i>5,344,437</i>	<i>1,119,792</i>	<i>(639,005)</i>	<i>5,825,224</i>

### Inter-fund Borrowing Balances

<i>Inter-fund Borrowing</i>	<i>Fiscal Yr Beg Balance July 1, 2016</i>	<i>YTD Interest</i>	<i>YTD Repayment</i>	<i>Period End Balance June 30, 2018</i>
Sewer Loan to WTP Construction Fund	1,137,179	14,518	(154,949)	996,748
WSA Loan to WTP Construction Fund	379,060	4,839	(51,650)	332,249
N. Gate Security Loan from Drainage Fund	63,203	702	(23,538)	40,367
<i>Total Inter-fund Borrowing</i>	<i>1,579,442</i>	<i>20,059</i>	<i>(230,137)</i>	<i>1,369,364</i>

### Financial Items of Note

**M&R Litigation** – during the year, the District incurred and paid \$5,706 in legal fees related to the M&R litigation. Total fees paid pursuant to this lawsuit (excluding staff time) are \$68,193.

**County Club and Open Space** – Since early October 2017, \$46,301 (including staff time) was spent on this project. As of year-end, this project was on-hold and no further expenditures are anticipated for the foreseeable future.

## ***Financial Summary Report (year-to-date through June 30, 2018)***

### **Revenues:**

**Water Charges**, for the fiscal year were **above budget \$73,615 or 3.7%**

**Sewer Charges**, for the fiscal year were **below budget \$10,707 or (0.8%)**

**Drainage Charges**, for the fiscal year were **below budget \$2,027 or (1.0%)**

**Security Charges**, for the fiscal year were **below budget \$7,150 or (0.5%)**

**Solid Waste Charges**, for the fiscal year were **above budget \$7,057 or 1.1%**

**Total Revenue**, which includes other income, property taxes, and interest income was **above budget \$192,450 or 3.2%**. Roughly \$70K of this amount is related to CIA Ditch repairs.

**Expenses:** Year-to-date total operating expenses were **below budget \$302,946 or (5.0%)**. There were no operational reserve expenditures during the year. Operational reserve expenditures cover projects funded from reserves which are also recorded as operational expenses through the income statement as required by Generally Accepted Accounting Principles (GAAP).

**Water Expenses** (*including wages & employer costs*) year-to-date, were **below budget \$131,263 or (7.6%)**. The Water Department went from being \$19,241 over budget in expense through April to being under budget through June. Most expense categories ended the year below budget, with the biggest exception being repairs & maintenance expenses which was 35.9% over budget due to repairs to the CIA Ditch.

**Sewer Expenses**, year-to-date, were **below budget by \$129,323 or (11.5%)**. The Sewer Department was under budget on most expense categories, however repairs & maintenance and permits were over budget by marginal amounts. During the month of June, the wastewater treatment plant (WWTP) solar array generated 33,963 excess kWh above and beyond the 60,612 we purchased from SMUD. Since the WWTP solar array went online, we have not paid SMUD for any electricity usage. At fiscal year-end the Sewer Department recognized a \$20,302 net energy credit (due from SMUD).

**Drainage Expenses**, year-to-date, were **above budget by \$4,394 or 2.9%**. Drainage saw a front-loading of expenses during the fiscal year. These numbers normalized as the year progressed (budget catching up to actuals) and the department's expenses went from being 49.2% over through September to (0.7%) through May. Additional utility staff time and chemical purchases in June caused the department's total operating expenses to go from slightly under budget through May to 2.9% over budget for the year.

**Combined Water/Sewer/Drainage Wages & Employer Costs**, year-to-date, were **below budget by \$99,557 or (7.0%)**. These savings were offset by \$38,729 in contract staffing, which is used to help reduce the operational effects of position vacancies. Utility personnel at the District allocate their time between the Water, Sewer and Drainage Departments as needed and as directed. This section is being reported to help gauge overall utility personnel expenses versus budget.

**Security Expenses**, year-to-date, were **below budget by \$65,820 or (5.3%)**. Security Gate expenses ended the year **above** budget by \$3,008 or 0.5%, with savings in wages and employer costs (due to vacancies) being offset by contract personnel costs. Security Patrol expenses were **below** budget \$46,866 or (9.0%), with savings across most expense categories, the largest being salaries & wages and employer costs. General Security expenses were **below** budget \$21,962 or (14.1%) for the year, due primarily to the vacancy in the (permanent) Chief position earlier in the year.

**Solid Waste Expenses**, year-to-date, were **below budget by \$10,117 or (1.7%)**. Solid waste revenues and collection expenses are driven by service requests from the community and both ended the year slightly over budget.

**General Expenses**, year-to-date, were **above budget by \$29,185 or 2.3%**. General Manager recruitment, salaries & wages, consulting expenses, building/grounds maintenance, and expenses related to the Open Space/Country Club proposed purchase were the biggest contributors to the overage in general expenses.

**Net Income:** Year-to-date unadjusted net income, before depreciation, was \$474,585 versus a budget of (\$14,693). Net income/(Loss) adjusted for estimated depreciation expense is (\$935,980). The full-year expected net operating income (loss) before depreciation, per the 2017-2018 budget, was (\$181). Including inter-fund borrowing interest expenses and tax revenues allocated to the Drainage department, the expected net loss was (\$14,693), as shown on the financial statements.

**Rancho Murieta Community Services District**  
**Budget Performance Report by FUND**  
**For the Month Ending June 30, 2018**

	% of Total Rev	Annual Budget	% of Total Rev	YTD Budget	YTD Actuals	% of Total Rev	YTD VARIANCE Amount	%
<b>WATER</b>								
<b>REVENUES</b>								
Water Charges	98.4%	\$1,982,280	98.4%	\$1,982,280	\$2,055,895	94.0%	\$73,615	3.7%
Interest Earnings	0.2%	3,900	0.2%	3,900	3,569	0.2%	(331)	(8.5%)
Other Income	1.4%	28,770	1.4%	28,770	127,667	5.8%	98,897	343.8%
<b>Total Water Revenues</b>	<b>100.0%</b>	<b>2,014,950</b>	<b>100.0%</b>	<b>2,014,950</b>	<b>2,187,132</b>	<b>100.0%</b>	<b>172,182</b>	<b>8.5%</b>
<b>EXPENSES (excluding depreciation)</b>								
Salaries & Wages	26.4%	532,740	26.4%	532,740	482,328	22.1%	(50,412)	(9.5%)
Employer Costs	13.0%	261,740	13.0%	261,740	239,741	11.0%	(22,000)	(8.4%)
Capital Project Labor Alloc	0.0%	0	0.0%	0	(620)	0.0%	(620)	0.0%
Power	10.2%	204,970	10.2%	204,970	200,661	9.2%	(4,309)	(2.1%)
Chemicals	4.6%	93,000	4.6%	93,000	82,730	3.8%	(10,270)	(11.0%)
Chemicals - T&O	0.5%	9,500	0.5%	9,500	7,688	0.4%	(1,812)	(19.1%)
Maintenance/Repairs	7.0%	142,000	7.0%	142,000	192,925	8.8%	50,925	35.9%
Water Meters/Boxes	2.7%	54,000	2.7%	54,000	13,509	0.6%	(40,491)	(75.0%)
Lab Tests	1.4%	28,000	1.4%	28,000	12,514	0.6%	(15,486)	(55.3%)
Permits	1.6%	32,000	1.6%	32,000	28,510	1.3%	(3,490)	(10.9%)
Training/Safety	0.5%	9,300	0.5%	9,300	7,138	0.3%	(2,162)	(23.2%)
Equipment Rental	1.0%	21,000	1.0%	21,000	3,640	0.2%	(17,360)	(82.7%)
Other Direct Costs	17.3%	348,880	17.3%	348,880	335,103	15.3%	(13,778)	(3.9%)
<b>Operational Expenses</b>	<b>86.2%</b>	<b>1,737,130</b>	<b>86.2%</b>	<b>1,737,130</b>	<b>1,605,867</b>	<b>73.4%</b>	<b>(131,263)</b>	<b>(7.6%)</b>
<b>Water Income (Loss)</b>	<b>13.8%</b>	<b>277,820</b>	<b>13.8%</b>	<b>277,820</b>	<b>581,265</b>	<b>26.6%</b>	<b>303,445</b>	<b>109.2%</b>
<b>38.9% Net Admin Alloc</b>	<b>14.2%</b>	<b>286,212</b>	<b>14.2%</b>	<b>286,212</b>	<b>295,343</b>	<b>13.5%</b>	<b>9,131</b>	<b>3.2%</b>
<b>Reserve Expenditures</b>	<b>0.4%</b>	<b>8,400</b>	<b>0.4%</b>	<b>8,400</b>	<b>14,518</b>	<b>0.7%</b>	<b>6,118</b>	<b>72.8%</b>
<b>Total Net Income (Loss)</b>	<b>-0.8%</b>	<b>(16,792)</b>	<b>-0.4%</b>	<b>(8,392)</b>	<b>271,404</b>	<b>12.4%</b>	<b>294,314</b>	<b>N/A</b>
<b>SEWER</b>								
<b>REVENUES</b>								
Sewer Charges	98.4%	1,317,230	98.4%	1,317,230	1,306,523	98.2%	(10,707)	(0.8%)
Interest Earnings	0.2%	2,920	0.2%	2,920	720	0.1%	(2,200)	(75.3%)
Other Income	1.4%	18,500	1.4%	18,500	23,603	1.8%	5,103	27.6%
<b>Total Sewer Revenues</b>	<b>100.0%</b>	<b>1,338,650</b>	<b>100.0%</b>	<b>1,338,650</b>	<b>1,330,846</b>	<b>100.0%</b>	<b>(7,804)</b>	<b>(0.6%)</b>
<b>EXPENSES (excluding depreciation)</b>								
Salaries & Wages	26.3%	351,990	26.3%	351,990	318,967	24.0%	(33,023)	(9.4%)
Employer Costs	8.6%	172,510	8.6%	172,510	158,581	7.3%	(13,929)	(8.1%)
Power	8.9%	118,600	8.9%	118,600	115,836	8.7%	(2,764)	(2.3%)
Chemicals	4.2%	56,040	4.2%	56,040	34,652	2.6%	(21,388)	(38.2%)
Maintenance/Repairs	13.9%	186,500	13.9%	186,500	188,063	14.1%	1,563	0.8%
Lab Tests	1.2%	16,200	1.2%	16,200	13,489	1.0%	(2,711)	(16.7%)
Permits	2.6%	35,140	2.6%	35,140	40,165	3.0%	5,025	14.3%
Training/Safety	0.7%	10,000	0.7%	10,000	9,415	0.7%	(585)	(5.9%)
Equipment Rental	0.8%	10,200	0.8%	10,200	3,374	0.3%	(6,826)	(66.9%)
Other Direct Costs	12.2%	162,950	12.2%	162,950	108,266	8.1%	(54,684)	(33.6%)
<b>Operational Expenses</b>	<b>83.7%</b>	<b>1,120,130</b>	<b>83.7%</b>	<b>1,120,130</b>	<b>990,807</b>	<b>74.4%</b>	<b>(129,323)</b>	<b>(11.5%)</b>
<b>Sewer Income (Loss)</b>	<b>16.3%</b>	<b>218,520</b>	<b>16.3%</b>	<b>218,520</b>	<b>340,040</b>	<b>25.6%</b>	<b>121,519</b>	<b>55.6%</b>
<b>29.7% Net Admin Alloc</b>	<b>16.3%</b>	<b>218,521</b>	<b>16.3%</b>	<b>218,521</b>	<b>225,493</b>	<b>16.9%</b>	<b>6,972</b>	<b>3.2%</b>
<b>Reserve Expenditures</b>	<b>0.0%</b>	<b>0</b>	<b>0.0%</b>	<b>0</b>	<b>0</b>	<b>0.0%</b>	<b>0</b>	<b>0.0%</b>
<b>Total Net Income (Loss)</b>	<b>0.0%</b>	<b>(1)</b>	<b>0.0%</b>	<b>(1)</b>	<b>114,547</b>	<b>8.6%</b>	<b>114,548</b>	<b>N/A</b>
<b>DRAINAGE</b>								
<b>REVENUES</b>								
Drainage Charges	99.0%	197,610	99.0%	197,610	195,583	99.0%	(2,027)	(1.0%)
Property Tax	2.4%	33,580	2.4%	33,580	33,580	2.4%	0	0.0%
Property Tax (Reserve Alloc)	-2.3%	(31,540)	-2.3%	(31,540)	(31,540)	-2.2%	0	0.0%
Interest Earnings	0.0%	50	0.0%	50	(93)	0.0%	(143)	(286.6%)
<b>Total Drainage Revenues</b>	<b>100.0%</b>	<b>199,700</b>	<b>100.0%</b>	<b>199,700</b>	<b>197,529</b>	<b>100.0%</b>	<b>(2,171)</b>	<b>(1.1%)</b>

	% of Total Rev	Annual Budget	% of Total Rev	YTD Budget	YTD Actuals	% of Total Rev	YTD VARIANCE Amount	%
<b>EXPENSES (excluding depreciation)</b>								
Salaries & Wages	33.3%	66,590	33.3%	66,590	79,818	40.4%	13,228	19.9%
Employer Costs	1.6%	32,640	1.6%	32,640	37,670	1.7%	5,030	15.4%
Power	5.2%	10,380	5.2%	10,380	7,860	4.0%	(2,520)	(24.3%)
Chemicals	5.5%	11,000	5.5%	11,000	13,199	6.7%	2,199	20.0%
Maintenance/Repairs	6.0%	12,000	6.0%	12,000	4,227	2.1%	(7,773)	(64.8%)
Permits	3.3%	6,500	3.3%	6,500	6,552	3.3%	52	0.8%
Equipment Rental	2.4%	4,730	2.4%	4,730	2,953	1.5%	(1,777)	(37.6%)
Other Direct Costs	4.0%	7,980	4.0%	7,980	3,936	2.0%	(4,044)	(50.7%)
<b>Operational Expenses</b>	<b>76.0%</b>	<b>151,820</b>	<b>76.0%</b>	<b>151,820</b>	<b>156,214</b>	<b>79.1%</b>	<b>4,394</b>	<b>2.9%</b>
<b>Drainage Income (Loss)</b>	<b>24.0%</b>	<b>47,880</b>	<b>24.0%</b>	<b>47,880</b>	<b>41,315</b>	<b>20.9%</b>	<b>(6,564)</b>	<b>(13.7%)</b>
<b>6.1% Net Admin Alloc</b>	<b>22.5%</b>	<b>44,882</b>	<b>22.5%</b>	<b>44,882</b>	<b>46,314</b>	<b>23.4%</b>	<b>1,432</b>	<b>3.2%</b>
<b>Reserve Expenditures</b>	<b>0.0%</b>	<b>0</b>	<b>0.0%</b>	<b>0</b>	<b>0</b>	<b>0.0%</b>	<b>0</b>	<b>0.0%</b>
<b>Total Net Income (Loss)</b>	<b>1.5%</b>	<b>2,998</b>	<b>1.5%</b>	<b>2,998</b>	<b>(4,998)</b>	<b>-2.5%</b>	<b>(7,996)</b>	<b>(266.7%)</b>
<b>SECURITY</b>								
<b>REVENUES</b>								
Security Charges	95.0%	1,321,377	95.0%	1,321,377	1,314,228	93.4%	(7,150)	(0.5%)
Interest Earnings	0.0%	600	0.0%	600	1,190	0.1%	590	98.4%
Property Tax	4.7%	65,040	4.7%	65,040	65,040	4.6%	0	0.0%
Property Tax (Reserve Alloc)	-3.3%	(45,680)	-3.3%	(45,680)	(45,680)	-3.2%	(0)	0.0%
Other Income	3.6%	49,760	3.6%	49,760	72,219	5.1%	22,459	45.1%
<b>Total Security Revenues</b>	<b>100.0%</b>	<b>1,391,097</b>	<b>100.0%</b>	<b>1,391,097</b>	<b>1,406,997</b>	<b>100.0%</b>	<b>15,900</b>	<b>1.1%</b>
<b>EXPENSES (excluding depreciation)</b>								
Salaries & Wages	47.4%	659,800	47.4%	659,800	545,009	38.7%	(114,791)	(17.4%)
Employer Costs	23.4%	470,700	23.4%	470,700	406,631	18.6%	(64,069)	(13.6%)
Equipment Repairs	0.4%	4,900	0.4%	4,900	7,482	0.5%	2,582	52.7%
Vehicle Maintenance	0.4%	6,000	0.4%	6,000	5,317	0.4%	(683)	(11.4%)
Vehicle Fuel	1.0%	14,000	1.0%	14,000	13,789	1.0%	(211)	(1.5%)
Off Duty Sheriff	0.3%	4,000	0.3%	4,000	6,895	0.5%	2,895	72.4%
Other	5.9%	82,514	5.9%	82,514	190,971	13.6%	108,457	131.4%
<b>Operational Expenses</b>	<b>89.3%</b>	<b>1,241,914</b>	<b>89.3%</b>	<b>1,241,914</b>	<b>1,176,094</b>	<b>83.6%</b>	<b>(65,820)</b>	<b>(5.3%)</b>
<b>Security Income (Loss)</b>	<b>10.7%</b>	<b>149,183</b>	<b>10.7%</b>	<b>149,183</b>	<b>230,903</b>	<b>16.4%</b>	<b>81,720</b>	<b>54.8%</b>
<b>20.3% Net Admin Alloc</b>	<b>10.7%</b>	<b>149,360</b>	<b>10.7%</b>	<b>149,360</b>	<b>154,125</b>	<b>11.0%</b>	<b>4,765</b>	<b>3.2%</b>
<b>Total Net Income (Loss)</b>	<b>0.0%</b>	<b>(176)</b>	<b>0.0%</b>	<b>(176)</b>	<b>76,778</b>	<b>5.5%</b>	<b>76,955</b>	<b>N/A</b>
<b>SOLID WASTE</b>								
<b>REVENUES</b>								
Solid Waste Charges	99.9%	646,796	99.9%	646,796	653,853	99.7%	7,057	1.1%
Interest Earnings	0.1%	600	0.1%	600	2,176	0.3%	1,576	262.6%
<b>Total Solid Waste Revenues</b>	<b>100.0%</b>	<b>647,396</b>	<b>100.0%</b>	<b>647,396</b>	<b>656,029</b>	<b>100.0%</b>	<b>8,633</b>	<b>1.3%</b>
<b>EXPENSES (excluding depreciation)</b>								
CWRS Contract	86.7%	561,100	86.7%	561,100	565,974	86.3%	4,874	0.9%
Sacramento County Admin Fee	5.5%	35,500	5.5%	35,500	35,238	5.4%	(262)	(0.7%)
HHW Event	2.3%	14,730	2.3%	14,730	0	0.0%	(14,730)	(100.0%)
<b>Operational Expenses</b>	<b>94.4%</b>	<b>611,330</b>	<b>94.4%</b>	<b>611,330</b>	<b>601,213</b>	<b>91.6%</b>	<b>(10,117)</b>	<b>(1.7%)</b>
<b>Solid Waste Income (Loss)</b>	<b>5.6%</b>	<b>36,066</b>	<b>5.6%</b>	<b>36,066</b>	<b>54,816</b>	<b>8.4%</b>	<b>18,750</b>	<b>52.0%</b>
<b>5.0% Net Admin Alloc</b>	<b>5.7%</b>	<b>36,788</b>	<b>5.7%</b>	<b>36,788</b>	<b>37,962</b>	<b>5.8%</b>	<b>1,174</b>	<b>3.2%</b>
<b>Total Net Income (Loss)</b>	<b>-0.1%</b>	<b>(722)</b>	<b>-0.1%</b>	<b>(722)</b>	<b>16,855</b>	<b>2.6%</b>	<b>17,577</b>	<b>N/A</b>
<b>OVERALL NET INCOME(LOSS)</b>	<b>-0.3%</b>	<b>(14,693)</b>	<b>-0.1%</b>	<b>(6,293)</b>	<b>474,585</b>	<b>8.2%</b>	<b>480,878</b>	<b>N/A</b>

**Rancho Murieta Community Services District**  
**Summary Budget Performance Report**  
**For the Month Ending June 30, 2018**

	% of Total	Annual Budget	% of Total	YTD Budget	YTD Actuals	% of Total	YTD VARIANCE Amount	YTD VARIANCE %
<b>REVENUES</b>								
Water Charges	32.5%	\$1,982,280	32.5%	\$1,982,280	\$2,055,895	32.6%	\$73,615	3.7%
Sewer Charges	21.6%	1,317,230	21.6%	1,317,230	1,306,523	20.7%	(10,707)	(0.8%)
Drainage Charges	3.2%	197,610	3.2%	197,610	195,583	3.1%	(2,027)	(1.0%)
Security Charges	21.6%	1,321,377	21.6%	1,321,377	1,314,228	20.9%	(7,150)	(0.5%)
Solid Waste Charges	10.6%	646,796	10.6%	646,796	653,853	10.4%	7,057	1.1%
Other Income	1.8%	110,430	1.8%	110,430	242,423	3.8%	131,993	119.5%
Interest Earnings	0.1%	8,370	0.1%	8,370	8,040	0.1%	(330)	(3.9%)
Property Taxes	9.8%	598,680	9.8%	598,680	598,680	9.5%	0	0.0%
Property Tax (Reserve Alloc)	-1.3%	(77,220)	-1.3%	(77,220)	(77,220)	-1.2%	(0)	0.0%
<b>Total Revenues</b>	<b>100.0%</b>	<b>6,105,554</b>	<b>100.0%</b>	<b>6,105,554</b>	<b>6,298,004</b>	<b>100.0%</b>	<b>192,450</b>	<b>3.2%</b>
<b>OPERATING EXPENSES</b>								
<b>Water/Sewer/Drainage</b>								
Salaries & Wages	15.6%	951,320	15.6%	951,320	881,112	15.2%	(70,208)	(7.4%)
Employer Costs	7.6%	466,890	7.6%	466,890	435,991	7.5%	(30,899)	(6.6%)
Capital Project Labor Alloc	0.0%	0	0.0%	0	(620)	0.0%	(620)	0.0%
Power	5.5%	333,950	5.5%	333,950	324,357	5.6%	(9,593)	(2.9%)
Chemicals	2.8%	169,540	2.8%	169,540	138,270	2.4%	(31,270)	(18.4%)
Maintenance/Repairs	5.6%	340,500	5.6%	340,500	385,214	6.6%	44,714	13.1%
Water Meters/Boxes	0.9%	54,000	0.9%	54,000	13,509	0.2%	(40,491)	(75.0%)
Lab Tests	0.7%	44,200	0.7%	44,200	26,003	0.4%	(18,197)	(41.2%)
Permits	1.2%	73,640	1.2%	73,640	75,226	1.3%	1,586	2.2%
Training/Safety	0.3%	19,300	0.3%	19,300	16,553	0.3%	(2,747)	(14.2%)
Equipment Rental	0.6%	35,930	0.6%	35,930	9,966	0.2%	(25,964)	(72.3%)
Other Direct Costs	8.5%	519,810	8.5%	519,810	447,304	7.7%	(72,506)	(13.9%)
<b>Subtotal Water/Sewer/Drainage</b>	<b>49.3%</b>	<b>3,009,080</b>	<b>49.2%</b>	<b>3,009,080</b>	<b>2,752,887</b>	<b>47.4%</b>	<b>(256,193)</b>	<b>(8.5%)</b>
<b>Security</b>								
Salaries & Wages	10.8%	659,800	10.8%	659,800	545,009	9.4%	(114,791)	(17.4%)
Employer Costs	7.7%	470,700	7.7%	470,700	406,631	7.0%	(64,069)	(13.6%)
Off Duty Sheriff	0.1%	4,000	0.1%	4,000	6,895	0.1%	2,895	72.4%
Other	1.8%	107,414	1.8%	107,414	217,560	3.7%	110,145	102.5%
<b>Subtotal Security</b>	<b>20.3%</b>	<b>1,241,914</b>	<b>20.3%</b>	<b>1,241,914</b>	<b>1,176,094</b>	<b>20.2%</b>	<b>(65,820)</b>	<b>(5.3%)</b>
<b>Solid Waste</b>								
CWRS Contract	9.2%	561,100	9.2%	561,100	565,974	9.7%	4,874	0.9%
Sacramento County Admin Fee	0.6%	35,500	0.6%	35,500	35,238	0.6%	(262)	(0.7%)
HHW Event	0.2%	14,730	0.2%	14,730	0	0.0%	(14,730)	(100.0%)
<b>Subtotal Solid Waste</b>	<b>10.0%</b>	<b>611,330</b>	<b>10.0%</b>	<b>611,330</b>	<b>601,213</b>	<b>10.3%</b>	<b>(10,117)</b>	<b>(1.7%)</b>
<b>General / Admin</b>								
Salaries & Wages	8.7%	531,300	8.7%	531,300	549,264	9.5%	17,964	3.4%
Employer Costs	4.9%	297,200	4.9%	297,200	279,083	4.8%	(18,117)	(6.1%)
Capital Project Labor Alloc	0.0%	0	0.0%	0	0	0.0%	0	0.0%
Insurance	1.6%	95,296	1.6%	95,296	91,997	1.6%	(3,298)	(3.5%)
Legal	1.0%	60,000	1.0%	60,000	52,951	0.9%	(7,049)	(11.7%)
Office Supplies	0.3%	21,300	0.3%	21,300	19,972	0.3%	(1,328)	(6.2%)
Director Meeting Payments	0.3%	18,000	0.3%	18,000	11,254	0.2%	(6,746)	(37.5%)
Telephones	0.1%	4,780	0.1%	4,780	7,809	0.1%	3,029	63.4%
IT Systems Maintenance	1.4%	88,096	1.4%	88,096	88,192	1.5%	95	0.1%
Community Communications	0.1%	4,550	0.1%	4,550	6,126	0.1%	1,576	34.6%
Postage	0.3%	20,400	0.3%	20,400	18,853	0.3%	(1,547)	(7.6%)
Bld/Grounds Maint/Pest Cntr	0.3%	17,400	0.3%	17,400	31,518	0.5%	14,118	81.1%
Other	1.5%	91,200	1.5%	91,200	121,688	2.1%	30,488	33.4%
<b>Subtotal General / Admin</b>	<b>20.5%</b>	<b>1,249,522</b>	<b>20.4%</b>	<b>1,249,522</b>	<b>1,278,707</b>	<b>22.0%</b>	<b>29,185</b>	<b>2.3%</b>
<b>Total Operating Expenses</b>	<b>100.1%</b>	<b>6,111,847</b>	<b>100.0%</b>	<b>6,111,847</b>	<b>5,808,901</b>	<b>100.0%</b>	<b>(302,946)</b>	<b>(5.0%)</b>
<b>Operating Income (Loss)</b>	<b>100.0%</b>	<b>(6,293)</b>	<b>100.0%</b>	<b>(6,293)</b>	<b>489,103</b>	<b>100.0%</b>	<b>495,396</b>	<b>N/A</b>

	% of Total	Annual Budget	% of Total	YTD Budget	YTD Actuals	% of Total	YTD VARIANCE Amount	YTD VARIANCE %
<b>Non-Operating Expenses</b>								
Water Reserve Expenditure	0.1%	8,400	0.1%	8,400	14,518	100.0%	6,118	72.8%
Sewer Reserve Expenditure	0.0%	0	0.0%	0	0	0.0%	0	0.0%
Drainage Reserve Expenditure	0.0%	0	0.0%	0	0	0.0%	0	0.0%
<b>Total Non-Operating Expenses</b>	<b>0.1%</b>	<b>8,400</b>	<b>0.1%</b>	<b>8,400</b>	<b>14,518</b>	<b>100.0%</b>	<b>6,118</b>	<b>72.8%</b>
<b>Net Income (Loss)</b>	<b>100.0%</b>	<b>(14,693)</b>	<b>100.0%</b>	<b>(14,693)</b>	<b>474,585</b>	<b>100.0%</b>	<b>489,278</b>	<b>N/A</b>



# RANCHO MURIETA COMMUNITY SERVICES DISTRICT

## INVESTMENT REPORT

*CASH BALANCE AS OF JUNE 30, 2018*

INSTITUTION	YIELD	BALANCE
<b>CSD FUNDS</b>		
<i>EL DORADO SAVINGS BANK</i>		
SAVINGS	0.03%	\$ 433,505.89
CHECKING	0.02%	\$ 89,275.63
PAYROLL	0.02%	\$ 20,716.46
<i>BANNER BANK</i>		
EFT	0.00%	\$ 166,723.78
<i>LOCAL AGENCY INVESTMENT FUND (LAIF)</i>		
UNRESTRICTED	1.76%	\$ 786,115.95
RESTRICTED RESERVES	1.76%	\$ 5,187,555.77
<i>CALIFORNIA ASSET MGMT (CAMP)</i>		
OPERATION ACCOUNT	1.95%	\$ 613,916.26
<i>UNION BANK</i>		
PARS GASB45 TRUST (balance as of 5/31/18)	-0.04%	\$ 1,702,982.00
<b>TOTAL CSD</b>		<b>\$ 9,000,791.74</b>

### BOND FUNDS

#### COMMUNITY FACILITIES DISTRICT NO. 2014-1 (CFD)

<i>BANK OF AMERICA</i>		
CHECKING	0.00%	\$ 440,949.27
<i>WILMINGTON TRUST</i> (balance as of 11/30/17)		
BOND RESERVE FUND	0.80%	\$ 392,830.63
BOND ADMIN EXPENSE	0.80%	\$ 24.31
BOND SPECIAL TAX FUND	0.80%	\$ 7.56
BOND ACQ & CONSTRUCTION	0.80%	\$ 3,765.86
BOND REDEMPTION ACCOUNT	0.80%	\$ -
BOND COI	0.80%	\$ -
BOND SURPLUS	0.80%	\$ 59.69
<b>TOTAL CFD</b>		<b>\$ 837,637.32</b>

**TOTAL ALL FUNDS** **\$ 9,838,429.06**

*\*Investments comply with the CSD adopted investment policy.*

PREPARED BY: *Eric Thompson, Controller*

REVIEWED BY:  , District Treasurer