

Marina Coast Water District
Agenda Transmittal

Agenda Item: 9-B

Meeting Date: May 10, 2011

Submitted By: Suresh Prasad
Reviewed By: Carl Niizawa

Presented By: Suresh Prasad

Agenda Title: Receive the Quarterly Financial Statements for January 1, 2011 to March 31, 2011

Detailed Description: All figures reported for the quarter are based on accrual basis accounting. The District's consolidated financial statement for the quarter includes revenues of \$2.416 million and expenses of \$1.899 million, resulting in net gain from operations of \$0.517 million. The District budget projected net gain from operations of \$0.217 million for the same period. The net gain from operations was higher than the budget expectation by \$0.300 million due to lower than budgeted expenses for the current quarter.

Summary of Cost Centers:

Description	Actual Qtr	Budget Qtr	Actual FYTD	Budget FYTD
Marina Water				
Revenues	848,439	872,725	2,838,394	2,804,175
Expenses	486,319	611,828	1,583,451	1,835,484
Net Gain	362,121	260,897	1,254,944	968,691
Marina Sewer				
Revenues	186,481	188,600	554,970	565,800
Expenses	150,894	128,018	560,683	384,053
Net Gain	35,586	60,582	(5,713)	181,747
Ord Community Water				
Revenues	943,758	969,625	3,285,086	3,288,125
Expenses	907,855	1,136,283	3,182,536	3,408,848
Net Gain	35,903	(166,658)	102,550	(120,723)
Ord Community Sewer				
Revenues	435,296	439,950	1,272,926	1,319,850
Expenses	262,377	275,162	862,732	825,487
Net Gain	172,919	164,788	410,194	494,363
Recycled Water Project				
Revenues	2,500	2,075	28,222	6,225
Expenses	91,828	104,336	351,500	313,008
Net Loss	(89,328)	(102,261)	(323,278)	(306,783)
Consolidated Cost Centers				
Revenues	2,416,474	2,472,975	7,979,599	7,984,175
Expenses	1,899,274	2,255,627	6,540,902	6,766,880
Net Gain	517,200	217,348	1,438,696	1,217,295

As of March 31, 2011, the District had \$21.023 million in liquid investments, and \$0.500 million of principal as internal loans to the Ord Community Cost Centers payable to the Marina Cost Centers. The District also had \$2.337 million of bond proceeds for construction purposes, \$3.084 of 2006 bond proceeds and \$0.849 of Armstrong Ranch Refunding bond proceeds for debt reserve purposes in the bank. The District owed \$39.785 million in debt for the 2006 revenue certificates of participation bond, \$8.495 million in Armstrong Ranch Refunding Bond, \$0.437 million for CalPERS loan, \$0.085 in FORA Promissory Note and \$0.983 for IOP Construction Loan.

Environmental Review Compliance: None required.

Prior Committee or Board Action: None.

Board Goals/Objectives: *Strategic Plan, Goal No. 4 – To manage the District’s finances in the most effective and fiscally responsible manner.*

Financial Impact: _____ Yes X No

Funding Source/Recap: N/A

Material Included for Information/Consideration: Quarterly Financial Statements, Investments and Debt Summary Statements.

Staff Recommendation: The Board receive the Quarterly Financial Statements for January 1, 2011 to March 31, 2011.

Action Required: _____ Resolution _____ Motion X Review

Board Action

_____ Resolution No _____ Motion By _____ Seconded By _____

Ayes _____ Abstained _____

Noes _____ Absent _____

Reagendized _____ Date _____ No Action Taken _____

MARINA COAST WATER DISTRICT
INCOME STATEMENT
JANUARY 1, 2011 TO MARCH 31, 2011
(UNAUDITED)

CONSOLIDATED

	CURRENT QUARTER		YEAR-TO-DATE	
	2010/2011	2009/2010	2010/2011	2009/2010
REVENUES				
WATER SALES	1,696,279	1,562,993	5,886,167	5,612,916
SEWER SALES	594,074	550,243	1,759,800	1,610,323
INTEREST INCOME	68,502	71,606	184,752	250,048
OTHER REVENUE	57,619	286,065	148,879	561,149
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TOTAL REVENUES	2,416,474	2,470,907	7,979,599	8,034,436
 EXPENSES				
ADMINISTRATIVE	374,542	426,684	1,416,017	1,393,896
OPERATING & MAINTENANCE	622,082	600,313	2,173,452	1,897,799
LABORATORY	80,483	76,606	270,294	229,532
CONSERVATION	74,696	74,613	216,478	196,694
ENGINEERING	204,450	254,859	616,209	624,724
INTEREST EXPENSE	484,752	419,605	1,647,885	967,765
FRANCHISE FEE	58,269	50,308	200,567	184,048
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TOTAL EXPENSES	1,899,274	1,902,988	6,540,902	5,494,458
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NET GAIN/(LOSS) FROM OPERATIONS	<u>517,200</u>	<u>567,919</u>	<u>1,438,696</u>	<u>2,539,978</u>
 CAPACITY FEE/CAPITAL SURCHARGE				
	238,687	105,046	539,996	634,576
 GRANT REVENUE				
	82,331	22,718	123,348	33,243
 NON_OPERATING REVENUE				
	580,791	1,093,789	3,264,225	2,800,172
 CAPITAL IMPROVEMENT PROJECT				
	1,297,603	451,047	4,939,260	1,425,622

MARINA COAST WATER DISTRICT
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
JANUARY 1, 2011 TO MARCH 31, 2011
(UNAUDITED)

CONSOLIDATED

	MW FUND		MS FUND		OW FUND		OS FUND		RW FUND		RP FUND		CONSOLIDATED		CONSOLIDATED (YTD)	
	ACTUAL	BUDGET	ACTUAL	BUDGET	ACTUAL	BUDGET	ACTUAL	BUDGET	ACTUAL	BUDGET	ACTUAL	BUDGET	ACTUAL	BUDGET	ACTUAL	BUDGET
REVENUES																
WATER SALES	800,613	847,250	-	-	895,665	933,500	-	-	-	-	-	-	1,696,279	1,780,750	5,886,167	5,907,500
SEWER SALES	-	-	180,915	181,500	-	-	413,158	428,750	-	-	-	-	594,074	610,250	1,759,800	1,830,750
INTEREST INCOME	22,039	16,000	4,816	6,250	26,075	22,500	13,073	6,750	2,500	1,250	-	-	68,502	52,750	184,752	158,250
OTHER REVENUE	25,787	9,475	749	850	22,018	13,625	9,065	4,450	-	825	-	-	57,619	29,225	148,879	87,675
TOTAL REVENUES	848,439	872,725	186,481	188,600	943,758	969,625	435,296	439,950	2,500	2,075	-	-	2,416,474	2,472,975	7,979,599	7,984,175
EXPENSES																
ADMINISTRATIVE	110,844	153,487	28,087	43,583	188,898	289,162	46,699	76,142	15	-	-	-	374,542	562,375	1,416,017	1,687,125
OPERATING & MAINTENANCE	195,022	253,470	60,343	46,068	296,469	408,825	70,248	93,898	-	-	-	-	622,082	802,260	2,173,452	2,406,780
LABORATORY	34,811	38,571	-	-	45,671	51,842	-	-	-	-	-	-	80,483	90,414	270,294	271,241
CONSERVATION	36,689	44,221	-	-	38,007	47,530	-	-	-	-	-	-	74,696	91,750	216,478	275,252
ENGINEERING	54,665	62,979	37,570	14,693	42,420	96,473	38,981	37,697	30,813	23,086	-	-	204,450	234,927	616,209	704,783
INTEREST EXPENSE	54,287	59,100	24,895	23,675	241,100	172,450	103,470	64,425	61,000	81,250	-	-	484,752	400,900	1,647,885	1,202,700
FRANCHISE FEE	-	-	-	-	55,289	70,000	2,980	3,000	-	-	-	-	58,269	73,000	200,567	219,000
TOTAL EXPENSES	486,319	611,828	150,894	128,018	907,855	1,136,283	262,377	275,162	91,828	104,336	-	-	1,899,274	2,255,627	6,540,902	6,766,880
NET GAIN/(LOSS) FROM OPERATIONS	362,121	260,897	35,586	60,582	35,903	(166,658)	172,919	164,788	(89,328)	(102,261)	-	-	517,200	217,348	1,438,696	1,217,295
CAPACITY FEE/CAPITAL SURCHARGE	-	5,000	-	2,500	217,695	32,750	20,992	10,000	-	-	-	-	238,687	50,250	539,996	150,750
GRANT REVENUE	-	-	-	-	82,331	-	-	-	-	-	-	-	82,331	-	123,348	-
NON_OPERATING REVENUE	-	-	-	-	286,197	-	-	-	-	-	294,594	-	580,791	-	3,264,225	-
CAPITAL IMPROVEMENT PROJECT	208,454	1,056,562	41,355	118,874	790,242	2,735,298	71,093	508,049	13,275	8,259,726	173,184	558,114	1,297,603	13,236,623	4,939,260	39,709,868

MARINA COAST WATER DISTRICT
INCOME STATEMENT
JANUARY 1, 2011 TO MARCH 31, 2011
(UNAUDITED)

MARINA WATER FUND

	CURRENT QUARTER		YEAR-TO-DATE	
	ACTUAL	BUDGET	ACTUAL	BUDGET
REVENUES				
WATER SALES	800,613	847,250	2,720,691	2,727,750
SEWER SALES				
INTEREST INCOME	22,039	16,000	60,224	48,000
OTHER REVENUE	25,787	9,475	57,480	28,425
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TOTAL REVENUES	848,439	872,725	2,838,394	2,804,175
EXPENSES				
ADMINISTRATIVE	110,844	153,487	393,547	460,463
OPERATING & MAINTENANCE	195,022	253,470	666,872	760,410
LABORATORY	34,811	38,571	118,477	115,715
CONSERVATION	36,689	44,221	99,796	132,661
ENGINEERING	54,665	62,979	136,498	188,935
INTEREST EXPENSE	54,287	59,100	168,261	177,300
FRANCHISE FEE				
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TOTAL EXPENSES	486,319	611,828	1,583,451	1,835,484
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NET GAIN/(LOSS) FROM OPERATIONS	362,121	260,897	1,254,944	968,691
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CAPACITY FEE/CAPITAL SURCHARGE	-	5,000	115,308	15,000
GRANT REVENUE	-	-	-	-
NON-OPERATING REVENUE	-	0	0	0
CAPITAL IMPROVEMENT PROJECT	208,454	1,056,562	524,149	3,169,684

MARINA COAST WATER DISTRICT
INCOME STATEMENT
JANUARY 1, 2011 TO MARCH 31, 2011
(UNAUDITED)

MARINA SEWER FUND

	CURRENT QUARTER		YEAR-TO-DATE	
	ACTUAL	BUDGET	ACTUAL	BUDGET
REVENUES				
WATER SALES				
SEWER SALES	180,915	181,500	536,192	544,500
INTEREST INCOME	4,816	6,250	13,374	18,750
OTHER REVENUE	749	850	5,404	2,550
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TOTAL REVENUES	186,481	188,600	554,970	565,800
EXPENSES				
ADMINISTRATIVE	28,087	43,583	102,423	130,748
OPERATING & MAINTENANCE	60,343	46,068	258,446	138,202
LABORATORY				
CONSERVATION				
ENGINEERING	37,570	14,693	111,083	44,078
INTEREST EXPENSE	24,895	23,675	88,731	71,025
FRANCHISE FEE				
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TOTAL EXPENSES	150,894	128,018	560,683	384,053
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NET GAIN/(LOSS) FROM OPERATIONS	35,586	60,582	(5,713)	181,747
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CAPACITY FEE/CAPITAL SURCHARGE	-	2,500	34,357	7,500
GRANT REVENUE	-	-	-	-
NON-OPERATING REVENUE				
CAPITAL IMPROVEMENT PROJECT	41,355	118,874	111,630	356,622

MARINA COAST WATER DISTRICT
INCOME STATEMENT
JANUARY 1, 2011 TO MARCH 31, 2011
(UNAUDITED)

ORD COMMUNITY WATER FUND

	CURRENT QUARTER		YEAR-TO-DATE	
	ACTUAL	BUDGET	ACTUAL	BUDGET
REVENUES				
WATER SALES	895,665	933,500	3,165,476	3,179,750
SEWER SALES				
INTEREST INCOME	26,075	22,500	68,517	67,500
OTHER REVENUE	22,018	13,625	51,093	40,875
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TOTAL REVENUES	943,758	969,625	3,285,086	3,288,125
EXPENSES				
ADMINISTRATIVE	188,898	289,162	744,926	867,488
OPERATING & MAINTENANCE	296,469	408,825	1,013,146	1,226,475
LABORATORY	45,671	51,842	151,817	155,527
CONSERVATION	38,007	47,530	116,682	142,590
ENGINEERING	42,420	96,473	155,764	289,419
INTEREST EXPENSE	241,100	172,450	808,377	517,350
FRANCHISE FEE	55,289	70,000	191,823	210,000
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TOTAL EXPENSES	907,855	1,136,283	3,182,536	3,408,848
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NET GAIN/(LOSS) FROM OPERATIONS	35,903	(166,658)	102,550	(120,723)
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CAPACITY FEE/CAPITAL SURCHARGE	217,695	32,750	351,232	98,250
GRANT REVENUE	82,331	-	123,348	-
NON-OPERATING REVENUE	286,197	-	350,197	-
CAPITAL IMPROVEMENT PROJECT	790,242	2,735,298	1,724,626	8,205,895

MARINA COAST WATER DISTRICT
INCOME STATEMENT
JANUARY 1, 2011 TO MARCH 31, 2011
(UNAUDITED)

ORD COMMUNITY SEWER FUND

	CURRENT QUARTER		YEAR-TO-DATE	
	ACTUAL	BUDGET	ACTUAL	BUDGET
REVENUES				
WATER SALES				
SEWER SALES	413,158	428,750	1,223,609	1,286,250
INTEREST INCOME	13,073	6,750	36,195	20,250
OTHER REVENUE	9,065	4,450	13,122	13,350
TOTAL REVENUES	435,296	439,950	1,272,926	1,319,850
 EXPENSES				
ADMINISTRATIVE	46,699	76,142	175,036	228,428
OPERATING & MAINTENANCE	70,248	93,898	234,988	281,692
LABORATORY				
CONSERVATION				
ENGINEERING	38,981	37,697	118,573	113,092
INTEREST EXPENSE	103,470	64,425	325,392	193,275
FRANCHISE FEE	2,980	3,000	8,744	9,000
TOTAL EXPENSES	262,377	275,162	862,732	825,487
NET GAIN/(LOSS) FROM OPERATIONS	172,919	164,788	410,194	494,363
CAPACITY FEE/CAPITAL SURCHARGE	20,992	10,000	39,099	30,000
GRANT REVENUE	-	-	-	-
NON-OPERATING REVENUE	-	-	-	-
CAPITAL IMPROVEMENT PROJECT	71,093	508,049	207,752	1,524,147

MARINA COAST WATER DISTRICT
INCOME STATEMENT
JANUARY 1, 2011 TO MARCH 31, 2011
(UNAUDITED)

RECYCLED WATER FUND

	CURRENT QUARTER		YEAR-TO-DATE	
	ACTUAL	BUDGET	ACTUAL	BUDGET
REVENUES				
WATER SALES				
SEWER SALES				
INTEREST INCOME	2,500	1,250	6,442	3,750
OTHER REVENUE	-	825	21,780	2,475
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TOTAL REVENUES	2,500	2,075	28,222	6,225
EXPENSES				
ADMINISTRATIVE	15	-	85	-
OPERATING & MAINTENANCE	-	-	-	-
LABORATORY				
CONSERVATION				
ENGINEERING	30,813	23,086	94,292	69,258
INTEREST EXPENSE	61,000	81,250	257,123	243,750
FRANCHISE FEE				
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TOTAL EXPENSES	91,828	104,336	351,500	313,008
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NET GAIN/(LOSS) FROM OPERATIONS	(89,328)	(102,261)	(323,278)	(306,783)
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CAPACITY FEE/CAPITAL SURCHARGE	-	-	-	-
GRANT REVENUE	-	-	-	-
NON-OPERATING REVENUE				
CAPITAL IMPROVEMENT PROJECT	13,275	8,259,726	145,771	24,779,178

MARINA COAST WATER DISTRICT
 INCOME STATEMENT
 JANUARY 1, 2011 TO MARCH 31, 2011
 (UNAUDITED)

REGIONAL PROJECT FUND

	CURRENT QUARTER		YEAR-TO-DATE	
	ACTUAL	BUDGET	ACTUAL	BUDGET
REVENUES				
WATER SALES				
SEWER SALES				
INTEREST INCOME				
OTHER REVENUE				
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TOTAL REVENUES	-	-	-	-
EXPENSES				
ADMINISTRATIVE	-	-	-	-
OPERATING & MAINTENANCE				
LABORATORY				
CONSERVATION				
ENGINEERING	-	-	-	-
INTEREST EXPENSE				
FRANCHISE FEE				
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TOTAL EXPENSES	-	-	-	-
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NET GAIN/(LOSS) FROM OPERATIONS	-	-	-	-
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CAPACITY FEE/CAPITAL SURCHARGE				
GRANT REVENUE				
NON-OPERATING REVENUE	294,594	-	2,914,028	-
CAPITAL IMPROVEMENT PROJECT	173,184	558,114	2,225,332	1,674,342

MARINA COAST WATER DISTRICT
SCHEDULE OF INVESTMENTS SUMMARY
JANUARY 1, 2011 TO MARCH 31, 2011
(UNAUDITED)

PURCHASE DATE	MATURITY DATE	ACCT TYPE	YIELD APR	1/1/2011 BALANCE	QUARTERLY ACTIVITIES		3/31/2011 BALANCE
					TRANSACTION TYPE	AMOUNT	
LAIF ACCOUNT			0.51%	12,795,596	INTEREST 01/14/2011	17,192	12,812,788
SAVINGS ACCOUNT			0.64%	169,433	INTEREST 02/28/11	4,452	173,885
					XFR TO CHECKING A/C	(100,000)	73,885
					XFR FM CHECKING A/C	3,250,000	3,323,885
CPFCA DEPOSIT ACCOUNT			0.55%	100,000	INTEREST 02/28/11	19	100,019
CD ACCOUNT							
12/5/2010	6/5/2011	CD #1	0.30%	85,859	INTEREST 02/04/11	118	85,977
8/20/2010	2/20/2011	CD #2	0.35%	228,240	INTEREST 12/31/2010	226	228,466
12/1/2010	12/1/2011	CD IOP	0.55%	3,276,000	INTEREST 02/28/11	4,505	3,280,505
CHECKING ACCOUNT				(232,528)	QUARTERLY DEPOSITS	9,469,051	9,236,523
					QUARTERLY CHECKS	(4,895,260)	4,341,263
					XFR FM SAVINGS A/C	100,000	4,441,263
					XFR TO SAVINGS A/C	(3,250,000)	1,191,263
INTERNAL LOAN RECEIVABLE							
ORD WATER LOAN		PRINCIPAL		316,254			
ORD SEWER LOAN		PRINCIPAL		184,233			
(Loan are scheduled to be recovered from Ord Community Cost Centers on a 10 year amortization period.)							

SUMMARY	Current Quarter		RESERVES DETAIL (LAIF ACCOUNT)	Current Quarter	
	2009/2010	2010/2011		2009/2010	2010/2011
LAIF ACCOUNT	17,010,178	12,812,788	MW CAP REPL RESERVE FUND	693,375	897,451
SAVINGS ACCOUNT	163,415	3,323,885	MW CAPACITY REVENUE FUND	339,672	410,776
CPFCA DEPOSIT ACCOUNT	-	100,019	MW GEN OP RESERVE	6,075,857	4,571,811
CD #1 ACCOUNT	85,586	85,977	MS CAP REPL RESERVE FUND	318,100	419,993
CD #2 ACCOUNT	227,437	228,466	MS CAPACITY REVENUE FUND	358,967	343,969
CD IOP	-	3,280,505	MS GEN OP RESERVE	1,080,348	692,497
CHECKING ACCOUNT	2,146,339	1,191,263	OW CAP REPL RESERVE FUND	407,514	610,129
			OW CAPITAL/CAPACITY REVENUE FUND	1,333,066	1,397,656
TOTAL INVESTMENT	19,632,955	21,022,903	OW GEN OP RESERVE	3,412,264	996,397
			OS CAP REPL RESERVE FUND	203,757	305,064
			OS CAPITAL/CAPACITY REVENUE FUND	474,535	97,456
			OS GEN OP RESERVE	2,312,722	2,069,589
			TOTAL	17,010,177	12,812,788

MARINA COAST WATER DISTRICT
 SCHEDULE OF INVESTMENTS SUMMARY - BOND PROCEEDS
 JANUARY 1, 2011 TO MARCH 31, 2011
 (UNAUDITED)

PURCHASE DATE	MATURITY DATE	ACCT TYPE	YIELD APR	1/1/2011 BALANCE	QUARTERLY ACTIVITIES TRANSACTION TYPE	AMOUNT	3/31/2011 BALANCE
RESERVE FUND 2006 BOND		GIC	4.95%	3,084,250	INTEREST APPLIED TO DEBT SERVICE		3,084,250 3,084,250
RESERVE FUND ARMSTRONG REFUNDING BOND		GIC		849,500			849,500 849,500
CONSTRUCTION FUND		MM	0.64%	2,332,991	INTEREST 03/31/2011	3,704	2,336,695 2,336,695

MARINA COAST WATER DISTRICT
 SCHEDULE OF DEBT SUMMARY
 JANUARY 1, 2011 TO MARCH 31, 2011
 (UNAUDITED)

PRINCIPAL AMOUNT	FIRST PAYMENT	FINAL PAYMENT	RATE	1/1/2011 BALANCE	QUARTERLY ACTIVITIES TRANSACTION TYPE	AMOUNT	3/31/2011 BALANCE
RABO BANK - CALPERS LOAN							
901,077	05/26/2005	04/26/2015	6.495%	460,270	PAYMENT	(23,441)	436,829
PAYMENT DUE MONTHLY							
RABO BANK - IOP CONSTRUCTION LOAN							
983,487	12/31/2011	12/31/2011	2.050%	983,487			983,487
INTEREST ONLY PAYMENT							
SERIES 2006 BOND - CLOSING DATE 08/23/2006							
42,310,000	06/01/2007	06/01/2037	4.795%	39,785,000	PAYMENT		39,785,000
NEXT PMT DUE 06/01/2011 \$1,803,168							
FORA PROMISSORY NOTE - CLOSING DATE 06/24/2009							
134,408	07/01/2009	03/30/2014	0.000%	91,964	PAYMENT	(7,074)	84,890
PAYMENT DUE MONTHLY							
ARMSTRONG RANCH REFUNDING BOND - CLOSING DATE 12/23/2010							
8,495,000	06/01/2011	06/01/2020		8,495,000			8,495,000
NEXT PMT DUE 06/01/2011							

SUMMARY

RABOBANK - CALPERS LOAN	436,829
RABOBANK - IOP CONSTRUCTION LOAN	983,487
SERIES 2006 BOND	39,785,000
FORA PROMISSORY NOTE	84,890
ARMSTRONG REFUNDING BOND	8,495,000

TOTAL DEBT **49,785,206**

NOTE: On 08/23/2006, the Desal, Zone 2 & 2A, and the CNB Line of Credit was refunded with the 2006 Series Bond.