

Canebrake Water Board Financial Reporting

Board Meeting
May 13, 2023



**Income & Expenses, Budgeted vs Actual - income and expenses for actual & estimated
Year to Date - July 2022 to April 2023**

	Actual	Budgeted	% Budget	Description
Total Incomes	\$44,690	\$45,842	101	Total Income YTD
Access Fees	\$23,100	\$23,100	100	Water connection income
Water Sales	\$7,357	\$8,015	92	Water usage income
Property Taxes	\$13,035	\$13,393	97	Performing City Function
Misc Income	\$449	\$833	54	Donations, Meters
Total Expenses	\$40,803	\$45,331	97	Total Expenses YTD
Salaries	\$13,000	\$15,033	86	Water Manager & Tractor Employees
Payroll (taxes)	\$994	\$1,466	68	Social, medicare, unemployment taxes (payroll expenses)
Water Testing	\$2,783	\$2,625	106	Testing Quality of Water
Vehicles	\$3850	\$5,087	76	Car and Tractor Maintenance (transport & delivery maintenance)
Contracts (accountant)	\$4,640	\$4,375	106	Accountant Fees
Insurance	\$7,050	\$7,045	100	Liability and Workman's Comp for Water Manager and Tractor Employees

% Budget ~ 100 = good prediction, > 100 over budget, < 100 under budget

- **Incomes accurately budgeted**
- **Expenses accurately budgeted**
- **ALERT - Incomes cover Expenses but do not contribute to Reserves**

Income & Expenses, This Year vs Last - income & expenses, last 2 months & 2 months last year
March to April 2023 and 2022

Income Type	Amount 2023	Amount 2022	Description
Access Fees	\$4,620	\$4,620	Water connection income
Water Sales	\$1,180	\$1,471	Water usage income (metered)
Property Taxes	\$517	\$6,079	Performing City Function
Misc Income	-	-	Donations, Meters
Interest Income	\$100	\$0	Interest Savings
Total Incomes	\$6,833	\$13,943	

Expense Type	Amount 2023	Amount 2022	Description
Salaries	\$1,400	\$2,800	Water Manager & Tractor Employees
Payroll (taxes)	\$107	\$130	Social, medicare, unemployment taxes
Water Testing	\$100	\$1130	Testing Quality of Water
Vehicles	\$3,074	\$455	Car and Tractor Maintenance
Contracts (accountant)	\$1440	\$1029	Accounting Fees
Insurance	\$0	\$197	Liability and Workman's Comp for Water Manager and Tractor Employees
Depreciation	\$1037	\$1037	Stays the same if assets stay the same.
Other	\$102	\$775	Misc, Office Supplies
Total Expenses	\$8,065	\$8,542	

NOT Consistent Incomes between years BUT YTD Income is as expected at this time
Vehicle (truck) repairs going up. Need a plan for getting equipment repaired quicker & using rentals as backup resources.

Balance Sheet page 1/2 - assets and liabilities at a specific point in time

As of April 30, 2023

Current Assets (Money)	Amount
Checking	\$99k (was 89k)
Savings - Pooled	\$55k
Savings - Price (Paula/Jay)	\$13k
Savings - Chase	\$77k
Total Checking & Savings	246k
Account Receivables	4.2k
Other Misc Assets	2.6k
Total Current Assets	\$252k

Fixed Assets (Property/Equip)	~Amount
Automotive Equip	\$46k
Building Improvements	\$14k
Furniture & fixtures	\$10k
Improvement on land	\$19k
Land	\$9k
Solar Power	\$52k
Source of supply (wells & tanks)	\$127k
Transmission & distribution (pipeline & meters)	\$51k
Accumulated depreciation	-\$177k
Total Fixed Assets (Property, Plant & Equipment)	\$164k

*Note: April 30, 2022 Current Assets = \$260k
Price Line upgrade occurred in 2022.*

Financial Alerts

- Current Assets NOT Keeping Up with Inflation
- Current Assets would be much LOWER if it weren't for Price Fund and Savings from Solar

Note: April 30, 2022 Fixed Assets = \$157k

Balance Sheet page 2/2 - assets and liabilities at a specific point in time

As of April 30, 2023

Equity (Money we Have)	Amount
Opening Balance	\$124k
Equipment Replacement Reserves	\$4.5k
Retained Earnings	\$211k
Audit Reserves	\$5k
Long Range Reserves	\$55k
Truck Replacement Reserves	\$9k
Well Pump Reserves	\$4k
Net Income	\$5.4k
Total Equity	\$417k

Heavy Equipment reserve is Low
Purple - same value since the last meeting.

Liabilities (Money we Owe)	Amount
Payroll, Home Depot, meter	\$35
Total Liabilities	\$35

Equipment Replace Reserves - intended for heavy equipment not including the Ford work truck.

Total Equity History	
April 30, 2023	April 20, 2022
417k	417k

Accounts Receivable Aging Report - monies we expect to receive and delinquent accounts

78 Water Accounts

76 accounts current (not past due)

2 accounts with small balances > 90 days

- Moved Away (\$64)
- Property No longer Used (\$191)

Total Account Receivables Balance **\$4246**

No Big Issues with Account Receivables

Financial Concerns

Concern #1 - Chase Bank Rate of Returns not Exceeding Inflation

	Date	Interest	Balance
1	04/28/2023	\$2.93	76993.69
2	03/31/2023	\$3.25	76990.76
3	02/28/2023	\$2.93	76987.51
4	01/31/2023	\$3.35	76984.58
5	12/30/2022	\$3.14	76981.23
6	11/30/2022	\$3.14	76978.09
7	10/31/2022	\$3.25	76974.95
8	09/30/2022	\$3.14	76971.7
9	08/31/2022	\$3.45	76968.56
10	07/29/2022	\$3.04	76965.11
11	06/30/2022	\$3.14	76962.07
12	05/31/2022	\$3.35	76958.93

Chase Savings Interest

Chase Earnings from Interest for Year	\$34.76
Chase Savings Interest	0.0451%
Chase Four Year Interest Income	\$139.04

<u>Navy Credit Union</u>	4.40%
Navy Credit Union Earnings from Interest for Year	\$3,386.19
Four Years Interest	\$13,544.77

110X more than Chase

Concern #2 - Financial Reserves not increasing much for last 3 years

Concern #3 - Missing Financial Reserves

Reserve Type	April 30, 2023	Oct 31, 2019	Comments
Heavy Equipment Replacement	\$4,500	\$4,500	Life Expectancy of Equipment?
Audit	\$5,500	\$5,333	Known - Fixed per year
Long Range	\$55,779	46,168	Purpose ? Replace pipeline and tank
Truck Replacement	\$9,190	\$9,190	Includes Truck repairs?
Well Pump	\$4,000	\$1,333	We have TWO wells, 2 motors, 2 pumps
Missing Reserves : steel tank liner, motor and second motor/pump, solar repairs, large valves, hired help labor			

Future Financial Research Topics

1. Heavy equipment reserves
2. Pump and Motor reserves
3. Steel Tank Liner reserve vs Procuring Another PolyTank
4. Where can money be saved
5. How can money be generated (fees, usage, donations, gifts, trusts, grants)
6. Inflation vs Income
7. Planning for use of paid contractors when volunteers are not available

