

MEMORANDUM

TO: Finance, Expenditure and Legal Subcommittee

SUBJECT: District Accounts over 110%

DATE: July 5, 2023

FROM: John Winkler and Justin Novak

District Policy 7.5 FEL Subcommittee – Budgetary Oversight states, “If, at any time during the fiscal year, the District expenditures from any budgetary account, for which more than \$20,000 was budgeted for that fiscal year, exceed the amount budgeted by more than 10%, the Chairperson of the FEL Subcommittee may call a meeting of such Subcommittee to consider recommendations to the Board with respect to such account.”

Pursuant to this policy the following accounts are submitted for review:

<p>Account # 01-01-4392 Attorney Fees and Legal Costs – John Winkler</p> <p>Budgeted \$100,000 Actual - \$113,423.65 *</p> <p>* Over 110%</p>	<p>This account will go over 110% of budget. The final end of fiscal year expense will be \$113,423.65 instead of the \$100,000 budgeted amount.</p>
<p>Account # 12-01-4090 DCRW Water Purchases – Justin Novak</p> <p>Budgeted \$95,000 Actual - \$105,094.20 *</p> <p>* Over 110%</p>	<p>Unplanned excessive water usage due to the drought this past year. While the expenditures for water purchases exceeded the budgeted amount, sales for those water systems exceeded as well offsetting the extra costs.</p>
<p>Account # 11-01-4090 TCRW Water Purchases – Justin Novak</p> <p>Budgeted \$50,000 Actual - \$55,098.55 *</p> <p>* Over 110%</p>	<p>Unplanned excessive water usage due to the drought this past year. While the expenditures for water purchases exceeded the budgeted amount, sales for those water systems exceeded as well offsetting the extra costs.</p>
<p>Account # 10-01-4090 WCRW Water Purchases – Justin Novak</p> <p>Budgeted \$325,000 Actual - \$444,811.75 *</p> <p>* Over 110%</p>	<p>Unplanned excessive water usage due to the drought this past year. While the expenditures for water purchases exceeded the budgeted amount, sales for those water systems exceeded as well offsetting the extra costs.</p>

Management recommends that the Subcommittee recommend to the Board that Directors' that the following accounts be allowed to exceed 110% of the budgeted amount:

- **Account 01-01-4392 Attorney Fees and Legal Costs up to a maximum of \$113,423.65;**
- **Account 12-01-4090 DCRW Water Purchases up to a maximum of \$105,094.20;**
- **Account 11-01-4090 TCRW Water Purchases up to a maximum of \$55,098.55; and**
- **Account 10-01-4090 WCRW Water Purchases up to a maximum of \$444,811.75.**