

# Analysis of Fund 322 (YWMD operating account)

- Previous (before 3/01/2018 rate-increase) revenues approximately covered “normal” operating expenses of the Yosemite West Maintenance District (YWMD) operating account Fund 322.
- Since no capital improvements for water+sewer in Yosemite West have been expended since increases began, revenue from rate-increase increment has accumulated in the ongoing Fund 322 current balance.
- Below table shows monthly details, and current net increase in accumulated unused funds **per month**:

YWMD Revenue vs Expenses monthly	monthly average 7/1/2019 to 5/31/2020
Incremental ZoB rate-increase revenue (new rates - old rates)	\$30,371
Old-rates water+sewer revenue	\$15,506
Other revenues (prop tax allocation + other fees)	\$28,430
Average FY18-20 expenses (all water+sewer+roads)	(\$39,643)
Net monthly addition to Fund 322	\$34,663

- Over whole period of rate increase, there was some decrease in volumes (due to conservation and 2018 Ferguson fire), so cumulative “old-rate” revenues decreased, but incremental revenues dominate.
- A portion of Colantuono expenses was reversed in Feb 2020, but \$26030 taken from Fund 322 in FY18-19 remains in cumulative total. In addition, there was an additional “Transfer Out” of \$7500 in FY19-20.
- Below table shows cumulative effect of new rates, accounting for rate changes in each period:

Fund 322 balance accumulation	cumulative 3/1/2018 to <b>11/30/2019</b>	cumulative 3/1/2018 to <b>5/31/2020</b>	projected cumulative 3/1/2018 to <b>6/30/2020</b>
Delta Old-rates revenue (due to volume decreases)	(\$47,366)	(\$65,964)	
New-rates ZoB incremental revenue	\$335,565	<b>\$506,051</b>	<b>\$536,422</b>
Transfers out and mis-charged Colantuono expenses	(\$48,498)	(\$33,530)	
Decrease of other expenses and timing differences	\$26,638	\$153,337	
Net accumulation in Fund 322	\$266,339	\$559,894	\$594,557
	Balance Actuals confirmed with County Auditor		Estimated

- Accumulation accelerated after rates changed from “doubled” to “tripled” on 7/1/2019
- Funds continue to accumulate monthly due to unneeded “rate-increase” collections
- YW DAC can recommend spending or earmarking these funds for YWMD capital improvements
- Transferring a portion to Fund 535 (YW Utility Capital) account reserves funds for capital improvements