

# Internal Monitoring Report

**Policy:** EL-2D Financial Condition and Activities

**Monitoring Frequency:** Monthly

**Date:** June 22, 2021

## **Policy Language:**

With respect to the actual, ongoing financial condition and activities of the Madison Water Utility, the General Manager shall not:

1. Cause or allow the development of fiscal jeopardy or a material deviation of actual expenditures from board priorities established in Outcomes policies
2. Fail to present a balanced annual operating budget and monthly updates on actual expenditures and income

## **General Manager's interpretation and its justification:**

This Executive Limitations Policy requires the utility to perform financial management without risk of jeopardy to the utility's financial health and that ensures actual expenditures do not deviate materially from board priorities established in Outcomes policies. The General Manager has the responsibility to establish, manage and plan for the necessary water rates and borrowings to fund all expenditures and to meet identified capital and operational requirements.

## **Data directly addressing the General Manager's interpretation:**

The monthly update is provided in the attached Budget to Actual comparison FY 2021, as of April 30, 2021. Revenues and expenditures are in line with the adopted 2021 operating budget.

I report compliance.

## **Attachment:**

- Budget to Actual comparison FY 2021 as of April 30, 2021