



WEST VALLEY WATER DISTRICT
855 W. Base Line Road, Rialto, CA 92376
PH: (909) 875-1804 FAX: (909) 875-1849

**FINANCE COMMITTEE MEETING
AGENDA**

WEDNESDAY, JANUARY 25, 2023 - 6:00 PM

NOTICE IS HEREBY GIVEN that West Valley Water District has called a meeting of the Finance Committee to meet in the Administrative Conference Room, 855 W. Base Line Road, Rialto, CA 92376.

On March 4, 2020, Governor Newsom declared a State of Emergency resulting from the threat of COVID-19. On September 16, 2021, Governor Newsom signed Assembly Bill No. 361 into law. Assembly Bill No. 361 amends Government Code section 54953(e) by adding provisions for remote teleconferencing participation in meetings by members of a legislative body, without the requirements of Government Code section 54953(b)(3), subject to the existence of certain conditions. The West Valley Water District adopted a resolution determining, by majority vote, that, as a result of the declared State of Emergency, the District is adopting the State protocol which allows meetings in person and/or via teleconference. Accordingly, it has been determined that all Board and Workshop meetings of the West Valley Water District will be held pursuant to Assembly Bill No. 361, the Brown Act and will be conducted via teleconference and in person. Members of the public may listen and provide public comment via telephone by calling the following number and access code: Dial: (888) 475-4499, Access Code: 840-293-7790 or you may join the meeting using Zoom by clicking this link: <https://us02web.zoom.us/j/8402937790>. Public comment may also be submitted via email to administration@wvwd.org. If you require additional assistance, please contact administration@wvwd.org.

BOARD OF DIRECTORS

President Greg Young, Chair
Vice President Dan Jenkins

I. CALL TO ORDER

II. PUBLIC PARTICIPATION

The public may address the Board on matters within its jurisdiction. Speakers are requested to keep their comments to no more than three (3) minutes. However, the Board of Directors is prohibited by State Law to take action on items not included on the printed agenda.

III. DISCUSSION ITEMS

1. Updates to the Finance Committee
2. Purchase Order Report - December 2022. **Pg 3**
3. Monthly Revenue & Expenditures Report - December 2022. **Pg 11**
4. Cash Disbursements Report - December 2022. **Pg 19**
5. Transfer Funds Request from General Checking to WVWD Investment Account. **Pg 40**
6. Fiscal Year 2021-22 Annual Comprehensive Financial Report (ACFR). **Pg 42**
7. Fiscal Year 2021-22 Popular Annual Financial Report (PAFR). **Pg 140**
8. Chase Bank Account Signer Update. **Pg 158**
9. Treasurer's Report - December 2022. **Pg 165**

IV. ADJOURN

DECLARATION OF POSTING:

I declare under penalty of perjury, that I am employed by the West Valley Water District and posted the foregoing Finance Committee Agenda at the District Offices on January 19, 2023.

Elvia Dominguez

Elvia Dominguez, Board Secretary



**BOARD OF DIRECTORS
FINANCE COMMITTEE
STAFF REPORT**

DATE: January 25, 2023
TO: Finance Committee
FROM: Van Jew, Acting General Manager
SUBJECT: PURCHASE ORDER REPORT - DECEMBER 2022

BACKGROUND:

The West Valley Water District (“District”) generated twenty-six (26) Purchase Orders (“PO”) in the month of December 2022 to various vendors that provide supplies and services to the District. The total amount issued to PO’s for the month of December 2022 was **\$88,714.80**. A table listing all PO’s for December 2022 is shown in **Exhibit A**.

There was one (1) Change Order (“CO”) approved at the General Manager’s approval level during the month of December 2022 and is shown in **Exhibit B**.

FISCAL IMPACT:

There is no fiscal impact for producing the December 2022 Purchase Order Report.

STAFF RECOMMENDATION:

Forward a recommendation to the Board of Directors to approve the December 2022 Purchase Order Report.

Respectfully Submitted,

Van Jew

Van Jew, Acting General Manager

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ATTACHMENT(S):

1. Exhibit A - December 2022 Purchase Order Report
2. Exhibit B - December 2022 Change Order Report

Exhibit A



West Valley Water District, CA

Purchase Order Summary Report

Purchase Order Detail

Issued Date Range 12/01/2022 - 12/31/2022

| PO Number | Description Vendor | Status Ship To | Issue Date Delivery Date | Trade Discount | Total |
|-----------|---|---|-----------------------------|----------------|-----------|
| 23-0233 | 4 945 Single Body Air Vac 02549 - VAG USA LLC | Completed West Valley Water District | 12/1/2022 12/15/2022 | 0.00 | 1,797.27 |
| 23-0234 | Food Grade Mineral Oil for Well Pumps 01783 - SC COMMERCIAL LLC | Outstanding West Valley Water District | 12/7/2022 12/21/2022 | 0.00 | 6,359.05 |
| 23-0235 | Truck 105 and 105 Trailer Service/repairs 01700 - PG MECHANICAL | Completed West Valley Water District | 12/7/2022 12/21/2022 | 0.00 | 2,565.00 |
| 23-0236 | Warranty MXU's prorated pricing 11.12.13.14 years 00255 - AQUA-METRIC SALES CO | Outstanding West Valley Water District | 12/7/2022 12/21/2022 | 0.00 | 17,056.10 |
| 23-0237 | SCADA Laptops 2022 00326 - CDW GOVERNMENT INC | Outstanding West Valley Water District | 12/7/2022 12/21/2022 | 0.00 | 16,994.10 |
| 23-0238 | Silicone Roof Repair 01564 - RITE-WAY ROOF CORPORATION | Outstanding West Valley Water District | 12/1/2022 12/15/2022 | 0.00 | 4,696.00 |
| 23-0239 | Reduced Pressure Zone Backflow 00066 - GRAINGER INC | Completed West Valley Water District | 12/7/2022 12/7/2022 | 0.00 | 605.59 |
| 23-0240 | Roemer fire system annual testing 01606 - CHAMPION FIRE SYSTEMS, INC. | Outstanding West Valley Water District | 12/7/2022 12/21/2022 | 0.00 | 995.00 |
| 23-0241 | Stock Order 11/23/2022 00066 - GRAINGER INC | Completed West Valley Water District | 12/8/2022 12/8/2022 | 0.00 | 243.50 |
| 23-0242 | FBR annual fire system testing 01606 - CHAMPION FIRE SYSTEMS, INC. | Completed West Valley Water District | 12/8/2022 12/22/2022 | 0.00 | 1,185.00 |
| 23-0243 | HQ annual fire system testing 01606 - CHAMPION FIRE SYSTEMS, INC. | Completed West Valley Water District | 12/8/2022 12/22/2022 | 0.00 | 1,185.00 |
| 23-0244 | Tesco factory service 00097 - TESCO CONTROLS INC | Completed West Valley Water District | 12/13/2022 12/27/2022 | 0.00 | 782.90 |
| 23-0245 | Tesco factory support 00097 - TESCO CONTROLS INC | Completed West Valley Water District | 12/13/2022 12/27/2022 | 0.00 | 1,890.00 |
| 23-0246 | Tesco factory service 00097 - TESCO CONTROLS INC | Completed West Valley Water District | 12/13/2022 12/27/2022 | 0.00 | 1,440.00 |
| 23-0247 | Tesco factory service 00097 - TESCO CONTROLS INC | Completed West Valley Water District | 12/13/2022 12/27/2022 | 0.00 | 4,599.40 |
| 23-0248 | PFAS Sampling Rialto Well 6 01574 - BABCOCK LABORATORIES, INC. | Outstanding West Valley Water District | 12/13/2022 12/27/2022 | 0.00 | 500.00 |
| 23-0249 | PFAS Sampling 01574 - BABCOCK LABORATORIES, INC. | Outstanding West Valley Water District | 12/13/2022 12/27/2022 | 0.00 | 1,500.00 |
| 23-0250 | Replacement batteries for boom lift 01085 - INTERSTATE BATTERY OF SAN BERNARDINO | Outstanding West Valley Water District | 12/15/2022 12/29/2022 | 0.00 | 2,863.82 |

Purchase Order Summary Report

Issued Date Range 12/01/2022 - 12/31/2022

| PO Number | Description Vendor | Status Ship To | Issue Date Delivery Date | Trade Discount | Total |
|-----------|---|---|-----------------------------|----------------|----------|
| 23-0251 | Contact Chamber Inspection 01569 - CSI SERVICES, INC | Outstanding West Valley Water District | 12/15/2022 12/29/2022 | 0.00 | 3,950.00 |
| 23-0252 | Pre-Treatment Fire Sprinkler Inspection 01470 - CRB SECURITY SOLUTIONS | Outstanding West Valley Water District | 12/15/2022 12/29/2022 | 0.00 | 831.73 |
| 23-0253 | Board photos 02331 - MAGNIFY PRODUCTIONS | Completed West Valley Water District | 12/15/2022 12/29/2022 | 0.00 | 3,000.00 |
| 23-0254 | Annual Service & Maint. truck 104 and trailer 01700 - PG MECHANICAL | Completed West Valley Water District | 12/13/2022 12/27/2022 | 0.00 | 1,366.50 |
| 23-0255 | 6" Flanges 01567 - MCMMASTER-CARR SUPPLY COMPANY | Completed West Valley Water District | 12/19/2022 12/19/2022 | 0.00 | 853.60 |
| 23-0256 | RP Device 12/13/22 00066 - GRAINGER INC | Completed West Valley Water District | 12/19/2022 12/19/2022 | 0.00 | 3,565.24 |
| 23-0257 | Reservoir dive inspections 01471 - DIVE/CORR, INC. | Outstanding West Valley Water District | 12/20/2022 1/3/2023 | 0.00 | 6,150.00 |
| 23-0258 | Headquarters fire sprinkler repair 02555 - RBM FIRE PROTECTION INC | Outstanding West Valley Water District | 12/22/2022 1/5/2023 | 0.00 | 1,740.00 |

Purchase Order Count: (26)

Total Trade Discount: 0.00

Total: 88,714.80

Exhibit B



West Valley Water District, CA

Purchase Order Change Report

Change Details

PO Issue Dates: -
PO Change Dates: 12/01/2022 - 12/31/2022

| Purchase Order | Purchase Order Description | Vendor | Ship To Code | Attention To | Issue Date | Amount | Shipping | Tax | Discount | Total Amount |
|-------------------------|--------------------------------------|--|--------------|--------------|--------------------|-------------------|----------------|------|----------|--------------|
| 23-0063 | Staffing Services for Board Secretar | 02138 - MUNITEMPS STAFFING | WVWD | | 8/4/2022 | 65,000.00 | 0.00 | 0.00 | 0.00 | 65,000.00 |
| Packet | Change Description | Change Reason | | | Change Date | Changed By | Void PO | | | |
| POPKT05894 | Increase PO by Acting GM Limit of! | Increase PO by Acting GM Limit of \$25K. Board Secretary Recruitment has gone longer than anticipated and PO needs more funds. | | | 12/13/2022 | AI Robles | | | | |

Purchase Order Changes

| What Changed | Changed From | Changed To |
|--------------|--------------|------------|
| Amount: | 40,000.00 | 65,000.00 |

Changed Item

| Item | Commodity Code | Department | Sales Tax Code | Needed By | Units | Price | Amount | Shipping | Tax | Discount | Total Amount |
|--------------------------------------|---------------------|-------------------|----------------|-----------|-------|-------|-----------|----------|------|----------|--------------|
| Staffing Services for Board Secretar | Service | 5610 | | | 0.00 | 0.00 | 65,000.00 | 0.00 | 0.00 | 0.00 | 65,000.00 |
| What Changed | Changed From | Changed To | | | | | | | | | |
| Amount: | 40,000.00 | 65,000.00 | | | | | | | | | |

Old Distributions

| Account | Project Account Key | Separate Sales Tax | Percent | Amount | New Distributions | Project Account Key | Separate Sales Tax | Percent | Amount |
|-----------------------------------|---------------------|--------------------|---------|-----------|-----------------------------------|---------------------|--------------------|---------|-----------|
| 100-5610-525-5340 | | | 100.00% | 40,000.00 | 100-5610-525-5340 | | | 100.00% | 65,000.00 |

Account Summary

| Account | Changed From | Changed To | Voided | Difference |
|-----------------------------------|------------------|------------------|-------------|------------------|
| 100-5610-525-5340 | 40,000.00 | 65,000.00 | 0.00 | 25,000.00 |
| Report Totals: | 40,000.00 | 65,000.00 | 0.00 | 25,000.00 |

Fund Summary

| Fund | Changed From | Changed To | Voided | Difference |
|-----------------------|------------------|------------------|-------------|------------------|
| 100 | 40,000.00 | 65,000.00 | 0.00 | 25,000.00 |
| Report Totals: | 40,000.00 | 65,000.00 | 0.00 | 25,000.00 |



**BOARD OF DIRECTORS
FINANCE COMMITTEE
STAFF REPORT**

DATE: January 25, 2023
TO: Finance Committee
FROM: Van Jew, Acting General Manager
SUBJECT: MONTHLY REVENUE & EXPENDITURES REPORT - DECEMBER 2022

BACKGROUND:

The Board of Directors requested the Monthly Financial Status Report to be presented to the Finance Committee for review and discussion before presenting these reports to the Board of Directors. The reports are being produced from the District's Financial System (System of Records) and will be presented on a monthly basis.

DISCUSSION:

The Monthly Financial Status Report (**Exhibit A**) summarizes the District's revenue categories as well as expenditures for all Departments. The original total budget includes the adopted budget. Current total budget includes the adopted budget plus any budget amendments or adjustments made during the year. Period activity column represents activity for the reporting periods. Fiscal activity column represents the year-to-date activity or transactions that have been recorded in the general ledger from the beginning of the fiscal year July 1 through December 31. The encumbrance column represents funds encumbered with a purchase order that's not spent but committed. The percent column represents the percentage of the current budget that has been received (Revenue) or utilized (Expenditure). Every quarter-end, a quarterly report (**Exhibit B**) is presented to compare the current fiscal year quarter vs the previous year's quarter.

FISCAL IMPACT:

There is no fiscal impact for producing the December 2022 Monthly Revenue & Expenditure Report.

STAFF RECOMMENDATION:

Forward a recommendation to the Board of Directors to approve the December 2022 Monthly Revenue & Expenditure Report.

Respectfully Submitted,

Van Jew

Van Jew, Acting General Manager

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ATTACHMENT(S):

1. Exhibit A - 2022 December Monthly Revenue & Expenditure Report
2. Exhibit B - 2022 December Quarter End Report

Exhibit A



West Valley Water District, CA

Budget Report Group Summary

For Fiscal: 2022-2023 Period Ending: 12/31/2022

| Departmen... | Original Total Budget | Current Total Budget | Period Activity | Fiscal Activity | Encumbrances | Variance Favorable (Unfavorable) | Percent Used |
|---------------------------------------|--------------------------|-------------------------|---------------------|----------------------|--------------|--|-----------------|
| Revenue | | | | | | | |
| 4000 - Water consumption sales | 19,701,888.00 | 19,701,888.00 | 1,053,300.97 | 10,243,855.52 | 0.00 | -9,458,032.48 | 51.99 % |
| 4010 - Water service charges | 8,168,023.00 | 8,168,023.00 | 524,260.19 | 4,170,555.68 | 0.00 | -3,997,467.32 | 51.06 % |
| 4020 - Other operating revenue | 3,967,920.00 | 3,967,920.00 | 411,090.78 | 1,423,155.31 | 0.00 | -2,544,764.69 | 35.87 % |
| 4030 - Property Taxes | 3,069,566.00 | 3,069,566.00 | 1,722,823.02 | 1,985,528.02 | 0.00 | -1,084,037.98 | 64.68 % |
| 4040 - Interest & Investment Earnings | 350,000.00 | 350,000.00 | 41,446.30 | 924,738.81 | 0.00 | 574,738.81 | 264.21 % |
| 4050 - Rental Revenue | 36,303.00 | 36,303.00 | 3,169.08 | 19,014.48 | 0.00 | -17,288.52 | 52.38 % |
| 4060 - Grants and Reimbursements | 127,892.00 | 127,892.00 | 0.00 | 6,571.09 | 0.00 | -121,320.91 | 5.14 % |
| 4070 - Gain on Sale of Capital Assets | 0.00 | 0.00 | 0.00 | 735,493.68 | 0.00 | 735,493.68 | 0.00 % |
| 4080 - Other Non-Operating Revenue | 15,783.00 | 15,783.00 | 3,253.19 | 10,406,838.27 | 0.00 | 10,391,055.27 | 65,937.01 % |
| Revenue Total: | 35,437,375.00 | 35,437,375.00 | 3,759,343.53 | 29,915,750.86 | 0.00 | -5,521,624.14 | 84.42 % |

Budget Report

For Fiscal: 2022-2023 Period Ending: 12/31/2022

| Departmen... | Original Total Budget | Current Total Budget | Period Activity | Fiscal Activity | Encumbrances | Variance Favorable (Unfavorable) | Percent Used |
|---|--------------------------|-------------------------|---------------------|----------------------|----------------------|--|-----------------|
| Expense | | | | | | | |
| 5110 - Source Of Supply | 2,530,789.00 | 2,530,789.00 | 112,798.47 | 734,522.19 | 0.00 | 1,796,266.81 | 29.02 % |
| 5210 - Production | 4,403,550.00 | 4,403,550.00 | 343,492.18 | 2,202,593.46 | 135,789.63 | 2,065,166.91 | 53.10 % |
| 5310 - Water Quality | 772,375.00 | 772,375.00 | 63,197.48 | 269,158.07 | 19,020.00 | 484,196.93 | 37.31 % |
| 5320 - Water Treatment - Perchlorate | 550,000.00 | 550,000.00 | 12,570.75 | 136,518.14 | 17,873.28 | 395,608.58 | 28.07 % |
| 5350 - Water Treatment - FBR/FXB | 2,204,600.00 | 2,204,600.00 | 151,149.43 | 828,602.74 | 524,867.87 | 851,129.39 | 61.39 % |
| 5390 - Water Treatment - Roemer/Arsenic | 1,944,210.00 | 1,944,210.00 | 134,559.92 | 837,010.78 | 205,330.23 | 901,868.99 | 53.61 % |
| 5410 - Maintenance - T & D | 2,545,250.00 | 2,545,250.00 | 211,271.81 | 965,574.83 | 439,996.51 | 1,139,678.66 | 55.22 % |
| 5510 - Customer Service | 1,323,600.00 | 1,323,600.00 | 86,798.72 | 557,015.43 | 0.00 | 766,584.57 | 42.08 % |
| 5520 - Meter Reading | 1,154,500.00 | 1,154,500.00 | 81,909.61 | 461,661.86 | 17,056.10 | 675,782.04 | 41.47 % |
| 5530 - Billing | 537,700.00 | 537,700.00 | 52,853.01 | 245,012.58 | 97,385.02 | 195,302.40 | 63.68 % |
| 5610 - Administration | 2,512,301.00 | 2,512,301.00 | 105,735.32 | 596,696.66 | 28,899.00 | 1,886,705.34 | 24.90 % |
| 5615 - General Operations | 3,378,372.00 | 3,378,372.00 | 91,454.71 | 1,935,598.85 | 232,769.48 | 1,210,003.67 | 64.18 % |
| 5620 - Accounting | 974,443.00 | 974,443.00 | 81,943.63 | 399,672.87 | 31,000.00 | 543,770.13 | 44.20 % |
| 5630 - Engineering | 1,793,120.00 | 1,793,120.00 | 190,158.27 | 815,612.79 | 37,668.25 | 939,838.96 | 47.59 % |
| 5640 - Business Systems | 1,369,630.00 | 1,369,630.00 | 103,930.80 | 569,992.91 | 49,879.20 | 749,757.89 | 45.26 % |
| 5645 - GIS | 285,830.00 | 285,830.00 | 17,903.91 | 125,182.81 | 6,500.00 | 154,147.19 | 46.07 % |
| 5650 - Board Of Directors | 304,900.00 | 304,900.00 | 20,449.83 | 114,504.74 | 21,300.00 | 169,095.26 | 44.54 % |
| 5660 - Human Resources/Risk Management | 964,580.00 | 964,580.00 | 76,122.52 | 285,843.70 | 130,080.00 | 548,656.30 | 43.12 % |
| 5680 - Purchasing | 667,300.00 | 667,300.00 | 57,512.45 | 259,939.76 | 0.00 | 407,360.24 | 38.95 % |
| 5710 - Public Affairs | 1,362,912.00 | 1,362,912.00 | 52,627.19 | 340,380.72 | 409,535.41 | 612,995.87 | 55.02 % |
| 5720 - Grants & Rebates | 80,000.00 | 80,000.00 | 644.00 | 9,243.46 | 0.00 | 70,756.54 | 11.55 % |
| 6200 - Interest Expense | 888,300.00 | 888,300.00 | 0.00 | 212,406.50 | 0.00 | 675,893.50 | 23.91 % |
| 6300 - Debt Administration Service | 6,615.00 | 6,615.00 | 0.00 | 0.00 | 0.00 | 6,615.00 | 0.00 % |
| Expense Total: | 32,554,877.00 | 32,554,877.00 | 2,049,084.01 | 12,902,745.85 | 2,404,949.98 | 17,247,181.17 | 47.02 % |
| Report Surplus (Deficit): | 2,882,498.00 | 2,882,498.00 | 1,710,259.52 | 17,013,005.01 | -2,404,949.98 | 11,725,557.03 | 506.78 % |

Budget Report

For Fiscal: 2022-2023 Period Ending: 12/31/2022

Fund Summary

| Fund | Original Total Budget | Current Total Budget | Period Activity | Fiscal Activity | Encumbrances | Variance Favorable (Unfavorable) |
|-----------------------------|--------------------------|-------------------------|--------------------|--------------------|---------------|--|
| 100 - Water Operations Fund | 2,882,498.00 | 2,882,498.00 | 1,710,259.52 | 17,013,005.01 | -2,404,949.98 | 11,725,557.03 |
| Report Surplus (Deficit): | 2,882,498.00 | 2,882,498.00 | 1,710,259.52 | 17,013,005.01 | -2,404,949.98 | 11,725,557.03 |

Exhibit B

**SECOND QUARTER FINANCIAL REPORT
THREE MONTHS ENDED DECEMBER 31, 2022**

| | 2nd Quarter Actuals | | | | Notes |
|---|---------------------|--------------|--------------|----------|-------|
| | FY21-22 | FY22-23 | Amount | % | |
| | 12/31/2021 | 12/31/2022 | Change | Change | |
| Operating revenues: | | | | | |
| Water consumption sales | \$ 4,981,386 | \$ 4,423,978 | \$ (557,408) | -11.19% | A |
| Water service charges | 2,116,426 | 2,135,707 | \$ 19,280 | 0.91% | |
| Other operating income | 951,237 | 939,676 | \$ (11,562) | -1.22% | |
| Total operating revenues | 8,049,050 | 7,499,360 | (549,689) | -6.83% | |
| Non-operating revenues: | | | | | |
| Property taxes | 1,788,606 | 1,985,736 | \$ 197,131 | 11.02% | |
| Grants and reimbursements | 27,483 | 4,421 | \$ (23,062) | -83.91% | |
| Interest and investment earnings | (191,576) | 628,942 | \$ 820,517 | -428.30% | B |
| Rental income- cellular antennas | 9,041 | 8,195 | \$ (846) | -9.36% | |
| Gain/(loss) on sale/disposition of capital assets | - | - | \$ - | 0.00% | |
| Other non-operating revenues | 23,885 | 3,053 | \$ (20,831) | -87.22% | |
| Total non-operating revenues | 1,657,439 | 2,630,347 | 972,908 | 58.70% | |
| Operating expenses: | | | | | |
| Public affairs | 207,282 | 174,702 | \$ (32,580) | -15.72% | |
| Grants | 3,089 | 4,084 | \$ 995 | 32.23% | |
| Source of supply | 364,553 | 555,747 | \$ 191,194 | 52.45% | C |
| Pumping | 858,075 | 1,315,091 | \$ 457,016 | 53.26% | D |
| Water treatment | 1,028,636 | 1,154,082 | \$ 125,446 | 12.20% | E |
| Transmission and distribution | 586,684 | 591,524 | \$ 4,841 | 0.83% | |
| Customer accounts | 648,018 | 695,266 | \$ 47,248 | 7.29% | |
| General and administrative | 2,872,759 | 2,152,695 | \$ (720,064) | -25.07% | F |
| Total operating expenses | 6,569,096 | 6,643,193 | 74,096 | 1.13% | |
| Non-operating expenses: | | | | | |
| Litigation loss | 16,800 | - | \$ (16,800) | -100.00% | |
| Total non-operating expenses | 16,800 | - | (16,800) | -100.00% | |
| Total revenues | 9,706,489 | 10,129,708 | \$ 423,219 | 4.36% | |
| Total expenditures | 6,585,896 | 6,643,193 | \$ 57,296 | 0.87% | |
| Net change | 3,120,592 | 3,486,515 | 365,923 | 11.73% | |

| Note | Comment |
|------|--|
| A | Even though there was an increase in customer accounts, customers are consuming less water due to the lifting of COVID-19 restrictions. This includes students returning to school and employees returning to the workplace. Wet weather conditions have also decreased customer demand. |
| B | Unrealized loss was greater than interest return in FY21-22. This unrealized loss is temporary. At the time of investment maturity the face value, known as par value, is paid to the District. |
| C | An increase in purchased water from the IE Utilities Agency led to an increase in Source of Supply. IE Utilities Agency has one of the highest purchased water rates. This supply source is used when other available sources are not readily available. |
| D | Pumping costs increased due to a greater reliance on pumping water for supply and higher electricity rates. |
| E | Price increases for chemical supplies needed and new chlorination equipment purchased. |
| F | Labor costs experienced a decrease due to several vacancies in the General and Administrative area. |



**BOARD OF DIRECTORS
FINANCE COMMITTEE
STAFF REPORT**

DATE: January 25, 2023
TO: Finance Committee
FROM: Van Jew, Acting General Manager
SUBJECT: CASH DISBURSEMENTS REPORT - DECEMBER 2022

BACKGROUND:

The Board of Directors requested the Monthly Cash Disbursements Report to be presented to the Finance Committee for review and discussion before presenting these reports to the Board of Directors. The reports are being produced from the District's Financial System (System of Records) and will be presented to the Finance Committee on a monthly basis.

DISCUSSION:

Each month, the Accounting Department provides a complete listing of all disbursements for the previous month in an effort to promote fiscal responsibility and accountability over the expenditure of public funds. This process includes providing the Finance Committee, Board of Directors, and ratepayers the opportunity to review expenses for supplies, materials, services, (**Exhibit A**) and payroll Disbursements (**Exhibit B**). Payroll is processed bi-weekly and accounts payable is processed weekly. Information to justify each payment is available through the Accounting Department. For reference, Customer Refunds are credits due as a result of closing a water account.

FISCAL IMPACT:

There is no fiscal impact for producing the December 2022 Cash Disbursement Reports.

STAFF RECOMMENDATION:

Forward a recommendation to the Board of Directors to approve the December 2022 Cash Disbursement Reports.

Respectfully Submitted,

Van Jew

Van Jew, Acting General Manager

VJ:jv

ATTACHMENT(S):

1. Exhibit A - 2022 December Cash Disbursements Board Report
2. Exhibit B - 2022 December Cash Disbursements Payroll Board Report

Exhibit A

WEST VALLEY WATER DISTRICT

CASH DISBURSEMENT REPORT

December 2022

| EFT/Check # | Vendor Name | Description | O & M Amount | CIP Amount |
|--------------------|------------------------------|---|-------------------------|-------------------|
| 6617 | ACWA /JPIA | EE Adjustments | \$ 4,457.74 | |
| 6617 | ACWA /JPIA | COBRA - Mesa & Farooqi (November) | \$ 2,906.72 | |
| 6617 | ACWA /JPIA | EE Adjustments | \$ (5,658.25) | |
| 6617 | ACWA /JPIA | DELTACARE DENTAL HMO | \$ 686.52 | |
| 6617 | ACWA /JPIA | DELTACARE DENTAL PPO | \$ 7,726.92 | |
| 6617 | ACWA /JPIA | EMPLOYEE ASSISTANCE PROGRAM | \$ 176.12 | |
| 6617 | ACWA /JPIA | HEALTH INSURANCE | \$ 119,261.46 | |
| 6617 | ACWA /JPIA | VISION | \$ 1,567.32 | |
| 6617 | ACWA /JPIA | DELTACARE DENTAL PPO | \$ 894.36 | |
| 6617 | ACWA /JPIA | HEALTH INSURANCE | \$ 10,636.24 | |
| 6617 | ACWA /JPIA | VISION | \$ 127.08 | |
| 6617 | ACWA /JPIA | Retiree - Health Benefits for November 2022 | \$ 17,619.62 | |
| 6617 | ACWA /JPIA | Retiree - Health Benefits for November 2022 | \$ 1,978.64 | |
| 6617 | ACWA /JPIA | Retiree - Health Benefits for November 2022 | \$ 635.40 | |
| 6618 | ARROWHEAD UNITED WAY | Gina Bertoline | \$ 5.00 | |
| 6618 | ARROWHEAD UNITED WAY | Gina Bertoline | \$ 5.00 | |
| 6619 | BRENTAG PACIFIC INC | Acetic Acid for FBR | \$ 27,765.74 | |
| 6620 | CDW GOVERNMENT INC | Panasonic Toughbook Laptops ordered in 2021 | \$ 4,205.42 | |
| 6620 | CDW GOVERNMENT INC | Panasonic Toughbook Laptops ordered in 2021 | \$ 8.00 | |
| 6620 | CDW GOVERNMENT INC | ANNUAL CONTRACT-2021 | \$ 22,224.45 | |
| 6621 | HACH COMPANY | HACH PM Contract for the FBR | \$ 12,877.00 | |
| 6622 | HASA INC. | CHEMICALS-WELL#24 | \$ 211.86 | |
| 6622 | HASA INC. | CHEMICALS-WELL#15 | \$ 276.87 | |
| 6622 | HASA INC. | CHEMICALS-WELL#8 | \$ 284.08 | |
| 6622 | HASA INC. | CHEMICALS-WELL#4 | \$ 288.90 | |
| 6622 | HASA INC. | CHEMICALS-WELL#1 | \$ 252.79 | |
| 6622 | HASA INC. | CHEMICALS-BLF | \$ 963.00 | |
| 6622 | HASA INC. | CHEMICALS-WELL#15 | \$ 144.45 | |
| 6622 | HASA INC. | CHEMICALS-WELL#30 | \$ 84.27 | |
| 6622 | HASA INC. | CHEMICALS-WELL#8 | \$ 192.60 | |
| 6622 | HASA INC. | CHEMICALS-WELL#4 | \$ 96.30 | |
| 6622 | HASA INC. | CHEMICALS-WELL#1 | \$ 216.67 | |
| 6622 | HASA INC. | CHEMICALS-WELL#24 | \$ 192.60 | |
| 6622 | HASA INC. | CHEMICALS-WELL#42 | \$ 264.82 | |
| 6622 | HASA INC. | CHEMICALS-FBR | \$ 4,320.81 | |
| 6622 | HASA INC. | CHEMICALS-ROEMER | \$ 5,401.02 | |
| 6623 | MCMaster-CARR SUPPLY COMPANY | FBR SUPPLIES | \$ 411.12 | |
| 6624 | SB VALLEY MUNICIPAL | BLF ELECTRICITY-9/29/22-10/30/22 | \$ 87,705.61 | |
| 6625 | TOM DODSON & ASSOCIATES | Lytle Creek Environmental Services | \$ 1,125.00 | |
| 6625 | TOM DODSON & ASSOCIATES | Bio Study for Pepper Railway crossing | \$ 18,302.70 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-PRODUCTION | \$ 6.28 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-PRODUCTION | \$ 6.16 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-PRODUCTION | \$ 5.50 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-PRODUCTION | \$ 6.58 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-PRODUCTION | \$ 9.50 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-PRODUCTION | \$ 7.48 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-PRODUCTION | \$ 7.26 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-PRODUCTION | \$ 8.02 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-PRODUCTION | \$ 6.16 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-PRODUCTION | \$ 6.58 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-PRODUCTION | \$ 9.50 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-PRODUCTION | \$ 8.02 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-PRODUCTION | \$ 7.48 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-PRODUCTION | \$ 7.26 | |

WEST VALLEY WATER DISTRICT

CASH DISBURSEMENT REPORT

December 2022

| EFT/Check # | Vendor Name | Description | O & M Amount | CIP Amount |
|--------------------|----------------------|------------------------|-------------------------|-------------------|
| 6626 | UNIFIRST CORPORATION | UNIFORMS-PRODUCTION | \$ 6.28 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-PRODUCTION | \$ 5.50 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-PRODUCTION | \$ 6.16 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-PRODUCTION | \$ 8.02 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-PRODUCTION | \$ 6.58 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-PRODUCTION | \$ 6.28 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-PRODUCTION | \$ 5.50 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-PRODUCTION | \$ 7.48 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-PRODUCTION | \$ 7.26 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-PRODUCTION | \$ 9.50 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-WATER QUALITY | \$ 5.60 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-WATER QUALITY | \$ 9.50 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-WATER QUALITY | \$ 6.53 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-WATER QUALITY | \$ 5.62 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-WATER QUALITY | \$ 9.50 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-WATER QUALITY | \$ 5.62 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-WATER QUALITY | \$ 6.53 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-WATER QUALITY | \$ 5.60 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-WATER QLTY | \$ 5.60 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-WATER QLTY | \$ 6.53 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-WATER QLTY | \$ 9.50 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-WATER QLTY | \$ 5.62 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-FBR | \$ 9.50 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-FBR | \$ 6.71 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-FBR | \$ 6.49 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-FBR | \$ 6.38 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-FBR | \$ 6.38 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-FBR | \$ 9.50 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-FBR | \$ 6.49 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-FBR | \$ 6.71 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-FBR | \$ 6.38 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-FBR | \$ 9.50 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-FBR | \$ 6.71 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-FBR | \$ 6.49 | |
| 6626 | UNIFIRST CORPORATION | JANITORIAL SERVICES | \$ 151.32 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-ROEMER | \$ 5.72 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-ROEMER | \$ 9.50 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-ROEMER | \$ 6.71 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-ROEMER | \$ 6.61 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-ROEMER | \$ 6.22 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-ROEMER | \$ 9.50 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-ROEMER | \$ 6.71 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-ROEMER | \$ 6.61 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-ROEMER | \$ 5.72 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-ROEMER | \$ 6.22 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-ROEMER | \$ 6.22 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-ROEMER | \$ 9.50 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-ROEMER | \$ 6.61 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-ROEMER | \$ 6.71 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-ROEMER | \$ 5.72 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-MAINTENANCE | \$ 6.14 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-MAINTENANCE | \$ 6.16 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-MAINTENANCE | \$ 6.26 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-MAINTENANCE | \$ 6.71 | |

WEST VALLEY WATER DISTRICT

CASH DISBURSEMENT REPORT

December 2022

| EFT/Check # | Vendor Name | Description | O & M Amount | CIP Amount |
|--------------------|----------------------|----------------------|-------------------------|-------------------|
| 6626 | UNIFIRST CORPORATION | UNIFORMS-MAINTENANCE | \$ 6.91 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-MAINTENANCE | \$ 7.56 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-MAINTENANCE | \$ 9.50 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-MAINTENANCE | \$ 6.71 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-MAINTENANCE | \$ 6.51 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-MAINTENANCE | \$ 6.69 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-MAINTENANCE | \$ 6.63 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-MAINTENANCE | \$ 6.14 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-MAINTENANCE | \$ 6.26 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-MAINTENANCE | \$ 6.51 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-MAINTENANCE | \$ 6.63 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-MAINTENANCE | \$ 6.69 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-MAINTENANCE | \$ 6.71 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-MAINTENANCE | \$ 9.50 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-MAINTENANCE | \$ 7.56 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-MAINTENANCE | \$ 6.71 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-MAINTENANCE | \$ 6.16 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-MAINTENANCE | \$ 6.91 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-MAINTENANCE | \$ 6.26 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-MAINTENANCE | \$ 6.71 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-MAINTENANCE | \$ 6.71 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-MAINTENANCE | \$ 6.69 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-MAINTENANCE | \$ 6.51 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-MAINTENANCE | \$ 9.50 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-MAINTENANCE | \$ 6.14 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-MAINTENANCE | \$ 6.91 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-MAINTENANCE | \$ 6.16 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-MAINTENANCE | \$ 6.63 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-MAINTENANCE | \$ 7.56 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-MAINTENANCE | \$ 6.61 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-MAINTENANCE | \$ 6.63 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-MAINTENANCE | \$ 6.23 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-MAINTENANCE | \$ 9.50 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-MAINTENANCE | \$ 6.26 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-MAINTENANCE | \$ 6.97 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-METERS | \$ 6.23 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-METERS | \$ 6.26 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-METERS | \$ 6.97 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-METERS | \$ 6.23 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-METERS | \$ 6.26 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-METERS | \$ 9.50 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-METERS | \$ 6.61 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-METERS | \$ 6.63 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-METERS | \$ 6.97 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-METERS | \$ 6.97 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-METERS | \$ 6.63 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-METERS | \$ 9.50 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-METERS | \$ 6.61 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-METERS | \$ 6.26 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-METERS | \$ 6.23 | |
| 6626 | UNIFIRST CORPORATION | JANITORIAL SERVICES | \$ 237.07 | |
| 6626 | UNIFIRST CORPORATION | JANITORIAL SERVICES | \$ 237.07 | |
| 6626 | UNIFIRST CORPORATION | JANITORIAL SERVICES | \$ 237.07 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-ENGINEERING | \$ 5.54 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-ENGINEERING | \$ 5.72 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-ENGINEERING | \$ 9.50 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-ENGINEERING | \$ 5.54 | |

WEST VALLEY WATER DISTRICT

CASH DISBURSEMENT REPORT

December 2022

| EFT/Check # | Vendor Name | Description | O & M Amount | CIP Amount |
|-------------|-------------------------------------|---|--------------|------------|
| 6626 | UNIFIRST CORPORATION | UNIFORMS-ENGINEERING | \$ 5.72 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-ENGINEERING | \$ 9.50 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-ENGINEERING | \$ 5.54 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-ENGINEERING | \$ 5.72 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-ENGINEERING | \$ 9.50 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-PURCHASING | \$ 9.50 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-PURCHASING | \$ 7.98 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-PURCHASING | \$ 6.39 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-PURCHASING | \$ 6.39 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-PURCHASING | \$ 9.50 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-PURCHASING | \$ 7.98 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-PURCHASING | \$ 7.98 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-PURCHASING | \$ 9.50 | |
| 6626 | UNIFIRST CORPORATION | UNIFORMS-PURCHASING | \$ 6.39 | |
| 6631 | AIR & HOSE SOURCE INC | PRODUCTION SUPPLIES | \$ 860.65 | |
| 6632 | CHANDLER ASSET MANAGEMENT | NOV 2022 SERVICES | \$ 2,321.89 | |
| 6633 | CLINICAL LAB OF SAN BERNARDINO INC | LAB FEES-BLF | \$ 13.50 | |
| 6633 | CLINICAL LAB OF SAN BERNARDINO INC | LAB FEES-BLF | \$ 13.50 | |
| 6633 | CLINICAL LAB OF SAN BERNARDINO INC | LAB FEES | \$ 182.25 | |
| 6633 | CLINICAL LAB OF SAN BERNARDINO INC | LAB FEES | \$ 128.25 | |
| 6633 | CLINICAL LAB OF SAN BERNARDINO INC | LAB FEES-WELLS | \$ 22.50 | |
| 6633 | CLINICAL LAB OF SAN BERNARDINO INC | LAB FEES | \$ 182.25 | |
| 6633 | CLINICAL LAB OF SAN BERNARDINO INC | LAB FEES | \$ 128.25 | |
| 6633 | CLINICAL LAB OF SAN BERNARDINO INC | LAB FEES | \$ 6.75 | |
| 6633 | CLINICAL LAB OF SAN BERNARDINO INC | LAB FEES-PERCHLORATE | \$ 211.50 | |
| 6633 | CLINICAL LAB OF SAN BERNARDINO INC | LAB FEES-WELL#11 | \$ 165.75 | |
| 6633 | CLINICAL LAB OF SAN BERNARDINO INC | LAB FEES-FBR | \$ 324.50 | |
| 6633 | CLINICAL LAB OF SAN BERNARDINO INC | LAB FEES-WELL#6 | \$ 165.75 | |
| 6633 | CLINICAL LAB OF SAN BERNARDINO INC | LAB FEES-FBR | \$ 249.50 | |
| 6633 | CLINICAL LAB OF SAN BERNARDINO INC | LAB FEES-FBR | \$ 249.50 | |
| 6633 | CLINICAL LAB OF SAN BERNARDINO INC | LAB FEES-ROEMER | \$ 120.00 | |
| 6633 | CLINICAL LAB OF SAN BERNARDINO INC | LAB FEES-ROEMER | \$ 147.00 | |
| 6633 | CLINICAL LAB OF SAN BERNARDINO INC | LAB FEES-ROEMER | \$ 15.00 | |
| 6633 | CLINICAL LAB OF SAN BERNARDINO INC | LAB FEES-ROEMER | \$ 15.00 | |
| 6633 | CLINICAL LAB OF SAN BERNARDINO INC | LAB FEES-ROEMER | \$ 113.25 | |
| 6633 | CLINICAL LAB OF SAN BERNARDINO INC | LAB FEES-ROEMER | \$ 80.00 | |
| 6633 | CLINICAL LAB OF SAN BERNARDINO INC | LAB FEES-ROEMER | \$ 15.00 | |
| 6633 | CLINICAL LAB OF SAN BERNARDINO INC | LAB FEES-ROEMER | \$ 15.00 | |
| 6634 | COMPUTERIZED EMBROIDERY COMPANY INC | SHIRTS-DAN JENKINS | \$ 221.92 | |
| 6634 | COMPUTERIZED EMBROIDERY COMPANY INC | SHOP SUPPLIES-BEANIES | \$ 329.72 | |
| 6635 | DAVID N M TURCH | Federal Lobbyist Services-10/9/22-11/8/22 | \$ 12,500.00 | |
| 6636 | MCMASTER-CARR SUPPLY COMPANY | ROEMER SUPPLIES | \$ 171.46 | |
| 6637 | MURPHY, RONALD | MEDICARE PART B REIMB-JULY-SEPT 2022 | \$ 510.30 | |
| 6638 | OFFICE SOLUTIONS BUSINESS PRODUCTS | OFFICE SUPPLIES | \$ 431.70 | |
| 6639 | SAFETY COMPLIANCE COMPANY | FIELD SAFETY MTG-11/8/22 | \$ 225.00 | |
| 6639 | SAFETY COMPLIANCE COMPANY | OFFICE SAFETY MTG-11/8/22 | \$ 200.00 | |
| 6640 | SAMBA HOLDINGS INC | HR SERVICES | \$ 119.64 | |
| 6641 | UNIFIRST CORPORATION | UNIFORMS-PRODUCTION | \$ 6.16 | |
| 6641 | UNIFIRST CORPORATION | UNIFORMS-PRODUCTION | \$ 7.48 | |
| 6641 | UNIFIRST CORPORATION | UNIFORMS-PRODUCTION | \$ 8.02 | |
| 6641 | UNIFIRST CORPORATION | UNIFORMS-PRODUCTION | \$ 6.28 | |
| 6641 | UNIFIRST CORPORATION | UNIFORMS-PRODUCTION | \$ 6.58 | |
| 6641 | UNIFIRST CORPORATION | UNIFORMS-PRODUCTION | \$ 5.50 | |
| 6641 | UNIFIRST CORPORATION | UNIFORMS-PRODUCTION | \$ 9.50 | |

WEST VALLEY WATER DISTRICT

CASH DISBURSEMENT REPORT

December 2022

| EFT/Check # | Vendor Name | Description | O & M Amount | CIP Amount |
|-------------|------------------------------------|------------------------|--------------|------------|
| 6641 | UNIFIRST CORPORATION | UNIFORMS-PRODUCTION | \$ 7.26 | |
| 6641 | UNIFIRST CORPORATION | UNIFORMS-WATER QUALITY | \$ 5.60 | |
| 6641 | UNIFIRST CORPORATION | UNIFORMS-WATER QUALITY | \$ 5.62 | |
| 6641 | UNIFIRST CORPORATION | UNIFORMS-WATER QUALITY | \$ 6.53 | |
| 6641 | UNIFIRST CORPORATION | UNIFORMS-WATER QUALITY | \$ 9.50 | |
| 6641 | UNIFIRST CORPORATION | UNIFORMS-FBR | \$ 6.38 | |
| 6641 | UNIFIRST CORPORATION | UNIFORMS-FBR | \$ 6.49 | |
| 6641 | UNIFIRST CORPORATION | UNIFORMS-FBR | \$ 6.71 | |
| 6641 | UNIFIRST CORPORATION | UNIFORMS-FBR | \$ 9.50 | |
| 6641 | UNIFIRST CORPORATION | UNIFORMS-ROEMER | \$ 6.71 | |
| 6641 | UNIFIRST CORPORATION | UNIFORMS-ROEMER | \$ 5.72 | |
| 6641 | UNIFIRST CORPORATION | UNIFORMS-ROEMER | \$ 6.22 | |
| 6641 | UNIFIRST CORPORATION | UNIFORMS-ROEMER | \$ 6.61 | |
| 6641 | UNIFIRST CORPORATION | UNIFORMS-ROEMER | \$ 9.50 | |
| 6641 | UNIFIRST CORPORATION | UNIFORMS-MAINTENANCE | \$ 6.51 | |
| 6641 | UNIFIRST CORPORATION | UNIFORMS-MAINTENANCE | \$ 6.26 | |
| 6641 | UNIFIRST CORPORATION | UNIFORMS-MAINTENANCE | \$ 6.16 | |
| 6641 | UNIFIRST CORPORATION | UNIFORMS-MAINTENANCE | \$ 6.14 | |
| 6641 | UNIFIRST CORPORATION | UNIFORMS-MAINTENANCE | \$ 6.91 | |
| 6641 | UNIFIRST CORPORATION | UNIFORMS-MAINTENANCE | \$ 6.71 | |
| 6641 | UNIFIRST CORPORATION | UNIFORMS-MAINTENANCE | \$ 6.71 | |
| 6641 | UNIFIRST CORPORATION | UNIFORMS-MAINTENANCE | \$ 6.63 | |
| 6641 | UNIFIRST CORPORATION | UNIFORMS-MAINTENANCE | \$ 9.50 | |
| 6641 | UNIFIRST CORPORATION | UNIFORMS-MAINTENANCE | \$ 8.49 | |
| 6641 | UNIFIRST CORPORATION | UNIFORMS-MAINTENANCE | \$ 7.56 | |
| 6641 | UNIFIRST CORPORATION | UNIFORMS-METERS | \$ 6.23 | |
| 6641 | UNIFIRST CORPORATION | UNIFORMS-METERS | \$ 6.63 | |
| 6641 | UNIFIRST CORPORATION | UNIFORMS-METERS | \$ 6.61 | |
| 6641 | UNIFIRST CORPORATION | UNIFORMS-METERS | \$ 9.50 | |
| 6641 | UNIFIRST CORPORATION | UNIFORMS-METERS | \$ 6.26 | |
| 6641 | UNIFIRST CORPORATION | UNIFORMS-METERS | \$ 6.97 | |
| 6641 | UNIFIRST CORPORATION | JANITORIAL SERVICES | \$ 237.07 | |
| 6641 | UNIFIRST CORPORATION | UNIFORMS-ENGINEERING | \$ 9.50 | |
| 6641 | UNIFIRST CORPORATION | UNIFORMS-ENGINEERING | \$ 5.54 | |
| 6641 | UNIFIRST CORPORATION | UNIFORMS-ENGINEERING | \$ 5.72 | |
| 6641 | UNIFIRST CORPORATION | UNIFORMS-PURCHASING | \$ 6.39 | |
| 6641 | UNIFIRST CORPORATION | UNIFORMS-PURCHASING | \$ 7.98 | |
| 6641 | UNIFIRST CORPORATION | UNIFORMS-PURCHASING | \$ 9.50 | |
| 6643 | CLINICAL LAB OF SAN BERNARDINO INC | LAB FEES-BLF | \$ 13.50 | |
| 6643 | CLINICAL LAB OF SAN BERNARDINO INC | LAB FEES-WELLS | \$ 45.75 | |
| 6643 | CLINICAL LAB OF SAN BERNARDINO INC | LAB FEES-WELLS | \$ 45.75 | |
| 6643 | CLINICAL LAB OF SAN BERNARDINO INC | LAB FEES | \$ 18.75 | |
| 6643 | CLINICAL LAB OF SAN BERNARDINO INC | LAB FEES-WELLS | \$ 33.25 | |
| 6643 | CLINICAL LAB OF SAN BERNARDINO INC | LAB FEES-WELLS | \$ 30.00 | |
| 6643 | CLINICAL LAB OF SAN BERNARDINO INC | LAB FEES-WELLS | \$ 33.25 | |
| 6643 | CLINICAL LAB OF SAN BERNARDINO INC | LAB FEES-WELLS | \$ 42.50 | |
| 6643 | CLINICAL LAB OF SAN BERNARDINO INC | LAB FEES-WELLS | \$ 33.25 | |
| 6643 | CLINICAL LAB OF SAN BERNARDINO INC | LAB FEES | \$ 128.25 | |
| 6643 | CLINICAL LAB OF SAN BERNARDINO INC | LAB FEES-PERCHLORATE | \$ 218.25 | |
| 6643 | CLINICAL LAB OF SAN BERNARDINO INC | LAB FEES-PERCHLORATE | \$ 502.50 | |
| 6643 | CLINICAL LAB OF SAN BERNARDINO INC | LAB FEES-PERCHLORATE | \$ 15.75 | |
| 6643 | CLINICAL LAB OF SAN BERNARDINO INC | LAB FEES-PERCHLORATE | \$ 6.75 | |
| 6643 | CLINICAL LAB OF SAN BERNARDINO INC | LAB FEES-PERCHLORATE | \$ 13.50 | |
| 6643 | CLINICAL LAB OF SAN BERNARDINO INC | LAB FEES-ARSENIC | \$ 33.25 | |

WEST VALLEY WATER DISTRICT

CASH DISBURSEMENT REPORT

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| EFT/Check # | Vendor Name | Description | O & M Amount | CIP Amount |
|-------------|------------------------------------|--|--------------|--------------|
| 6644 | CRB SECURITY SOLUTIONS | Security Alarms Monitoring & Repair | \$ 344.00 | |
| 6644 | CRB SECURITY SOLUTIONS | Security Alarms Monitoring & Repair | \$ 204.50 | |
| 6644 | CRB SECURITY SOLUTIONS | Security Alarms Monitoring & Repair | \$ 172.50 | |
| 6644 | CRB SECURITY SOLUTIONS | Security Alarms Monitoring & Repair | \$ 69.00 | |
| 6644 | CRB SECURITY SOLUTIONS | Security Alarms Monitoring & Repair | \$ 448.50 | |
| 6644 | CRB SECURITY SOLUTIONS | Security Alarms Monitoring & Repair | \$ 69.00 | |
| 6644 | CRB SECURITY SOLUTIONS | Security Alarms Monitoring & Repair | \$ 827.50 | |
| 6644 | CRB SECURITY SOLUTIONS | Security Alarms Monitoring & Repair | \$ 34.50 | |
| 6644 | CRB SECURITY SOLUTIONS | Security Alarms Monitoring & Repair | \$ 34.50 | |
| 6645 | DIAMOND ENVIRONMENTAL SERVICES LP | RESTROOM RENTAL-10272 S CEDAR | \$ 129.95 | |
| 6645 | DIAMOND ENVIRONMENTAL SERVICES LP | RESTROOM RENTAL-18451 VINEYARD AVE | \$ 129.95 | |
| 6646 | DRAKE, LANCE W | T4 CERTIFICATION | \$ 105.00 | |
| 6647 | ENGINEERING RESOURCES INC | CMIS Santa Ana Transmission Main Phase II | \$ 3,080.00 | |
| 6647 | ENGINEERING RESOURCES INC | CMIS Santa Ana Transmission Main Phase II | \$ 1,000.00 | |
| 6648 | GENERAL PUMP COMPANY INC | Rehab of North Well at East Complex | | \$ 59,575.14 |
| 6649 | HARTLEY, MARY JO | 2022 POSTER CONTEST SUPPLIES | \$ 66.65 | |
| 6650 | HASA INC. | CHEMICALS-WELL#24 | \$ 187.78 | |
| 6650 | HASA INC. | CHEMICALS-WELL#30 | \$ 120.37 | |
| 6650 | HASA INC. | CHEMICALS-WELL#54 | \$ 218.85 | |
| 6650 | HASA INC. | CHEMICALS-ROEMER | \$ 2,121.74 | |
| 6650 | HASA INC. | CHEMICALS-WELL#30 | \$ 165.02 | |
| 6650 | HASA INC. | CHEMICALS-WELL#15 | \$ 377.20 | |
| 6650 | HASA INC. | CHEMICALS-WELL#1 | \$ 247.54 | |
| 6650 | HASA INC. | CHEMICALS-WELL#24 | \$ 94.30 | |
| 6650 | HASA INC. | CHEMICALS-WELL#54 | \$ 176.82 | |
| 6650 | HASA INC. | CHEMICALS-BLF | \$ 1,203.74 | |
| 6650 | HASA INC. | CHEMICALS-WELL#30 | \$ 264.82 | |
| 6650 | HASA INC. | CHEMICALS-WELL#15 | \$ 240.75 | |
| 6650 | HASA INC. | CHEMICALS-WELL#4 | \$ 264.82 | |
| 6650 | HASA INC. | CHEMICALS-WELL#24 | \$ 240.75 | |
| 6650 | HASA INC. | CHEMICALS-WELL#54 | \$ 240.75 | |
| 6650 | HASA INC. | CHEMICALS-WELL#42 | \$ 240.75 | |
| 6650 | HASA INC. | CHEMICALS-WELL#1 | \$ 192.60 | |
| 6650 | HASA INC. | CHEMICALS-ROEMER | \$ 5,401.02 | |
| 6651 | MCMaster-CARR SUPPLY COMPANY | PRODUCTION SUPPLIES | \$ 648.75 | |
| 6651 | MCMaster-CARR SUPPLY COMPANY | PRODUCTION SUPPLIES | \$ 436.45 | |
| 6651 | MCMaster-CARR SUPPLY COMPANY | PRODUCTION SUPPLIES | \$ 486.62 | |
| 6651 | MCMaster-CARR SUPPLY COMPANY | PRODUCTION SUPPLIES | \$ 226.32 | |
| 6651 | MCMaster-CARR SUPPLY COMPANY | ROEMER SUPPLIES | \$ 498.96 | |
| 6651 | MCMaster-CARR SUPPLY COMPANY | ROEMER SUPPLIES | \$ 463.24 | |
| 6651 | MCMaster-CARR SUPPLY COMPANY | ROEMER SUPPLIES | \$ 115.75 | |
| 6651 | MCMaster-CARR SUPPLY COMPANY | ROEMER SUPPLIES | \$ 335.65 | |
| 6652 | OFFICE SOLUTIONS BUSINESS PRODUCTS | OFFICE SUPPLIES | \$ 449.48 | |
| 6653 | PICAZO'S FLOWER DESIGNS INC | XMAS SEMINAR CENTERPIECES | \$ 813.52 | |
| 6654 | SHARP EXTERMINATOR INC | DISTRICT MAINTENANCE | \$ 185.00 | |
| 6655 | TKE ENGINEERING INC | "24"" WATERLINE IN PEPPER AVE @ UNION PACI RLI | \$ 635.00 | |
| 6656 | TOM DODSON & ASSOCIATES | Bio Study for Pepper Railway crossing | \$ 450.00 | |
| 6656 | TOM DODSON & ASSOCIATES | Bio Study for Pepper Railway crossing | \$ 750.00 | |
| 6656 | TOM DODSON & ASSOCIATES | Reservoir Zone 8-3 Modifications | \$ 6,702.50 | |
| 6656 | TOM DODSON & ASSOCIATES | Lytle Creek Environmental Services | \$ 3,912.48 | |
| 6657 | UNIFIRST CORPORATION | UNIFORMS-PRODUCTION | \$ 6.58 | |
| 6657 | UNIFIRST CORPORATION | UNIFORMS-PRODUCTION | \$ 6.28 | |
| 6657 | UNIFIRST CORPORATION | UNIFORMS-PRODUCTION | \$ 7.26 | |
| 6657 | UNIFIRST CORPORATION | UNIFORMS-PRODUCTION | \$ 6.16 | |

WEST VALLEY WATER DISTRICT

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| EFT/Check # | Vendor Name | Description | O & M Amount | CIP Amount |
|-------------|------------------------------------|---|--------------|------------|
| 6657 | UNIFIRST CORPORATION | UNIFORMS-PRODUCTION | \$ 8.02 | |
| 6657 | UNIFIRST CORPORATION | UNIFORMS-PRODUCTION | \$ 9.50 | |
| 6657 | UNIFIRST CORPORATION | UNIFORMS-PRODUCTION | \$ 5.50 | |
| 6657 | UNIFIRST CORPORATION | UNIFORMS-PRODUCTION | \$ 7.48 | |
| 6657 | UNIFIRST CORPORATION | UNIFORMS-WATER QLTY | \$ 6.53 | |
| 6657 | UNIFIRST CORPORATION | UNIFORMS-WATER QLTY | \$ 9.50 | |
| 6657 | UNIFIRST CORPORATION | UNIFORMS-WATER QLTY | \$ 5.60 | |
| 6657 | UNIFIRST CORPORATION | UNIFORMS-WATER QLTY | \$ 5.62 | |
| 6657 | UNIFIRST CORPORATION | UNIFORMS-FBR | \$ 6.71 | |
| 6657 | UNIFIRST CORPORATION | UNIFORMS-FBR | \$ 6.38 | |
| 6657 | UNIFIRST CORPORATION | UNIFORMS-FBR | \$ 9.50 | |
| 6657 | UNIFIRST CORPORATION | UNIFORMS-FBR | \$ 6.49 | |
| 6657 | UNIFIRST CORPORATION | JANITORIAL SERVICES ROEMER | \$ 151.32 | |
| 6657 | UNIFIRST CORPORATION | JANITORIAL SERVICES ROEMER | \$ 151.32 | |
| 6657 | UNIFIRST CORPORATION | UNIFORMS-ROEMER | \$ 9.50 | |
| 6657 | UNIFIRST CORPORATION | UNIFORMS-ROEMER | \$ 6.61 | |
| 6657 | UNIFIRST CORPORATION | UNIFORMS-ROEMER | \$ 6.22 | |
| 6657 | UNIFIRST CORPORATION | UNIFORMS-ROEMER | \$ 5.72 | |
| 6657 | UNIFIRST CORPORATION | UNIFORMS-ROEMER | \$ 6.71 | |
| 6657 | UNIFIRST CORPORATION | UNIFORMS-MAINTENANCE | \$ 9.50 | |
| 6657 | UNIFIRST CORPORATION | UNIFORMS-MAINTENANCE | \$ 6.63 | |
| 6657 | UNIFIRST CORPORATION | UNIFORMS-MAINTENANCE | \$ 6.14 | |
| 6657 | UNIFIRST CORPORATION | UNIFORMS-MAINTENANCE | \$ 6.16 | |
| 6657 | UNIFIRST CORPORATION | UNIFORMS-MAINTENANCE | \$ 6.26 | |
| 6657 | UNIFIRST CORPORATION | UNIFORMS-MAINTENANCE | \$ 6.69 | |
| 6657 | UNIFIRST CORPORATION | UNIFORMS-MAINTENANCE | \$ 6.91 | |
| 6657 | UNIFIRST CORPORATION | UNIFORMS-MAINTENANCE | \$ 6.71 | |
| 6657 | UNIFIRST CORPORATION | UNIFORMS-MAINTENANCE | \$ 108.43 | |
| 6657 | UNIFIRST CORPORATION | UNIFORMS-MAINTENANCE | \$ 31.76 | |
| 6657 | UNIFIRST CORPORATION | UNIFORMS-MAINTENANCE | \$ 6.71 | |
| 6657 | UNIFIRST CORPORATION | UNIFORMS-MAINTENANCE | \$ 6.51 | |
| 6657 | UNIFIRST CORPORATION | UNIFORMS-METERS | \$ 6.26 | |
| 6657 | UNIFIRST CORPORATION | JANITORIAL SERVICES | \$ 237.07 | |
| 6657 | UNIFIRST CORPORATION | UNIFORMS-ENGINEERING | \$ 5.54 | |
| 6657 | UNIFIRST CORPORATION | UNIFORMS-ENGINEERING | \$ 5.72 | |
| 6657 | UNIFIRST CORPORATION | UNIFORMS-ENGINEERING | \$ 9.50 | |
| 6657 | UNIFIRST CORPORATION | UNIFORMS-METERS | \$ 6.97 | |
| 6657 | UNIFIRST CORPORATION | UNIFORMS-METERS | \$ 6.23 | |
| 6657 | UNIFIRST CORPORATION | UNIFORMS-METERS | \$ 6.61 | |
| 6657 | UNIFIRST CORPORATION | UNIFORMS-METERS | \$ 9.50 | |
| 6657 | UNIFIRST CORPORATION | UNIFORMS-METERS | \$ 6.63 | |
| 6657 | UNIFIRST CORPORATION | UNIFORMS-PRODUCTION | \$ 9.50 | |
| 6657 | UNIFIRST CORPORATION | UNIFORMS-PRODUCTION | \$ 6.39 | |
| 6657 | UNIFIRST CORPORATION | UNIFORMS-PRODUCTION | \$ 7.98 | |
| 6659 | VULCAN MATERIALS COMPANY | Temporary Asphalt | \$ 710.50 | |
| 6660 | ALBERT A WEBB ASSOCIATES | Proposal to update the phase III bid package | \$ 4,760.00 | |
| 6660 | ALBERT A WEBB ASSOCIATES | Proposal to update the phase III bid package | \$ 2,420.00 | |
| 6660 | ALBERT A WEBB ASSOCIATES | 18" Trans Main Crossing I15_Citrus to Lytle Creek | | \$ 421.50 |
| 6661 | CALIFORNIA LANDSCAPE & DESIGN INC. | Landscape Maintenance Services | \$ 5,833.00 | |
| 6661 | CALIFORNIA LANDSCAPE & DESIGN INC. | Landscape Maintenance Services | \$ 1,667.00 | |
| 6662 | CAROLLO ENGINEERS INC | WIFIA and SRF Loan Application - Roemer Expansion | \$ 3,628.50 | |
| 6663 | CLINICAL LAB OF SAN BERNARDINO INC | LAB FEES-BLF | \$ 31.50 | |
| 6663 | CLINICAL LAB OF SAN BERNARDINO INC | LAB FEES | \$ 182.25 | |
| 6663 | CLINICAL LAB OF SAN BERNARDINO INC | LAB FEES-WELLS | \$ 30.00 | |

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|--------------------|-------------------------------------|-------------------------------------|-------------------------|-------------------|
| 6663 | CLINICAL LAB OF SAN BERNARDINO INC | LAB FEES | \$ 54.00 | |
| 6663 | CLINICAL LAB OF SAN BERNARDINO INC | LAB FEES | \$ 20.25 | |
| 6663 | CLINICAL LAB OF SAN BERNARDINO INC | LAB FEES | \$ 13.50 | |
| 6663 | CLINICAL LAB OF SAN BERNARDINO INC | LAB FEES-WELLS | \$ 30.00 | |
| 6663 | CLINICAL LAB OF SAN BERNARDINO INC | LAB FEES | \$ 13.50 | |
| 6663 | CLINICAL LAB OF SAN BERNARDINO INC | LAB FEES | \$ 20.25 | |
| 6663 | CLINICAL LAB OF SAN BERNARDINO INC | LAB FEES | \$ 6.75 | |
| 6663 | CLINICAL LAB OF SAN BERNARDINO INC | LAB FEES-PERCHLORATE | \$ 211.50 | |
| 6663 | CLINICAL LAB OF SAN BERNARDINO INC | LAB FEES-PERCHLORATE | \$ 35.25 | |
| 6663 | CLINICAL LAB OF SAN BERNARDINO INC | LAB FEES-PERCHLORATE | \$ 47.00 | |
| 6663 | CLINICAL LAB OF SAN BERNARDINO INC | LAB FEES-PERCHLORATE | \$ 41.00 | |
| 6663 | CLINICAL LAB OF SAN BERNARDINO INC | LAB FEES-PERCHLORATE | \$ 211.50 | |
| 6663 | CLINICAL LAB OF SAN BERNARDINO INC | LAB FEES-FBR | \$ 35.00 | |
| 6663 | CLINICAL LAB OF SAN BERNARDINO INC | LAB FEES-FBR | \$ 35.00 | |
| 6663 | CLINICAL LAB OF SAN BERNARDINO INC | LAB FEES-FBR | \$ 227.25 | |
| 6663 | CLINICAL LAB OF SAN BERNARDINO INC | LAB FEES-ROEMER | \$ 80.00 | |
| 6663 | CLINICAL LAB OF SAN BERNARDINO INC | LAB FEES-ROEMER | \$ 497.75 | |
| 6663 | CLINICAL LAB OF SAN BERNARDINO INC | LAB FEES-ROEMER | \$ 65.00 | |
| 6663 | CLINICAL LAB OF SAN BERNARDINO INC | LAB FEES-ROEMER | \$ 197.50 | |
| 6663 | CLINICAL LAB OF SAN BERNARDINO INC | LAB FEES-ROEMER | \$ 106.50 | |
| 6663 | CLINICAL LAB OF SAN BERNARDINO INC | LAB FEES-ROEMER | \$ 15.00 | |
| 6663 | CLINICAL LAB OF SAN BERNARDINO INC | LAB FEES-ROEMER | \$ 15.00 | |
| 6663 | CLINICAL LAB OF SAN BERNARDINO INC | LAB FEES-ROEMER | \$ 80.00 | |
| 6663 | CLINICAL LAB OF SAN BERNARDINO INC | LAB FEES-ROEMER | \$ 15.00 | |
| 6663 | CLINICAL LAB OF SAN BERNARDINO INC | LAB FEES-ROEMER | \$ 15.00 | |
| 6664 | FASTENAL COMPANY | PRODUCTION SUPPLIES | \$ 230.99 | |
| 6664 | FASTENAL COMPANY | MAINTENANCE SUPPLIES | \$ 247.91 | |
| 6665 | GARCIA, ANGELA | ACWA FALL CONFERENCE 2022 | \$ 334.88 | |
| 6666 | GENERAL PUMP COMPANY INC | Repair and re-install Well 18A pump | \$ 24,820.00 | |
| 6667 | HARTLEY, MARY JO | CATALYST WEST OCEANSIDE | \$ 622.33 | |
| 6668 | HASA INC. | CHEMICALS-WELL#1 | \$ 218.85 | |
| 6668 | HASA INC. | CHEMICALS-WELL#4 | \$ 337.55 | |
| 6668 | HASA INC. | CHEMICALS-WELL#24 | \$ 240.75 | |
| 6668 | HASA INC. | CHEMICALS-WELL#8 | \$ 349.09 | |
| 6668 | HASA INC. | CHEMICALS-WELL#15 | \$ 288.90 | |
| 6668 | HASA INC. | CHEMICALS-WELL#8 | \$ 349.34 | |
| 6668 | HASA INC. | CHEMICALS-WELL#42 | \$ 240.75 | |
| 6669 | HAWKINS, CHANNING | ACWA FALL CONFERENCE 2022 | \$ 202.25 | |
| 6670 | INFOSEND INC | Postage/Printing for Customer Bills | \$ 4,013.65 | |
| 6670 | INFOSEND INC | Postage/Printing for Customer Bills | \$ 11,573.07 | |
| 6671 | JENKINS, DANIEL | ACWA FALL CONFERENCE 2022 | \$ 108.76 | |
| 6672 | LEASE PLAN USA INC | Mechanic Repairs for Fleet | \$ 11,905.69 | |
| 6673 | LIZETT SANTORO | ENG DEPT CHRISTMAS DECORATIONS | \$ 199.81 | |
| 6674 | MAGNIFY PRODUCTIONS | Board photos | \$ 3,000.00 | |
| 6675 | MCMASTER-CARR SUPPLY COMPANY | 6" Flanges | \$ 995.13 | |
| 6675 | MCMASTER-CARR SUPPLY COMPANY | PRODUCTION SUPPLIES | \$ 250.88 | |
| 6675 | MCMASTER-CARR SUPPLY COMPANY | SHOP SUPPLIES | \$ 336.84 | |
| 6675 | MCMASTER-CARR SUPPLY COMPANY | SHOP SUPPLIES | \$ 426.82 | |
| 6675 | MCMASTER-CARR SUPPLY COMPANY | SHOP SUPPLIES | \$ 146.02 | |
| 6676 | MOORE, KELVIN | ACWA FALL CONFERENCE 2022 | \$ 202.25 | |
| 6677 | PANTALEON, SOCORRO | WATERSMART CONFERENCE | \$ 63.00 | |
| 6677 | PANTALEON, SOCORRO | ACWA FALL CONFERENCE 2022 | \$ 547.54 | |
| 6678 | RAMIREZ, YOLANDA | WELLNESS COMMITTEE | \$ 75.18 | |
| 6679 | RECYCLED AGGREGATE MATERIALS CO INC | DISPOSAL FEES | \$ 130.00 | |

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| EFT/Check # | Vendor Name | Description | O & M Amount | CIP Amount |
|--------------------|-------------------------------------|-----------------------------------|-------------------------|-------------------|
| 6679 | RECYCLED AGGREGATE MATERIALS CO INC | DISPOSAL FEES | \$ 130.00 | |
| 6680 | SAMBA HOLDINGS INC | HR SERVICES | \$ 117.56 | |
| 6681 | SUEZ WTS ANALYTICAL INSTRUMENTS INC | Suez PM contract for TOC analyzer | \$ 7,148.14 | |
| 6682 | UNIFIRST CORPORATION | UNIFORMS-PRODUCTION | \$ 7.48 | |
| 6682 | UNIFIRST CORPORATION | UNIFORMS-PRODUCTION | \$ 5.50 | |
| 6682 | UNIFIRST CORPORATION | UNIFORMS-PRODUCTION | \$ 7.26 | |
| 6682 | UNIFIRST CORPORATION | UNIFORMS-PRODUCTION | \$ 6.16 | |
| 6682 | UNIFIRST CORPORATION | UNIFORMS-PRODUCTION | \$ 6.58 | |
| 6682 | UNIFIRST CORPORATION | UNIFORMS-PRODUCTION | \$ 9.50 | |
| 6682 | UNIFIRST CORPORATION | UNIFORMS-PRODUCTION | \$ 6.28 | |
| 6682 | UNIFIRST CORPORATION | UNIFORMS-PRODUCTION | \$ 8.02 | |
| 6682 | UNIFIRST CORPORATION | UNIFORMS-WATER QLTY | \$ 9.50 | |
| 6682 | UNIFIRST CORPORATION | UNIFORMS-WATER QLTY | \$ 6.53 | |
| 6682 | UNIFIRST CORPORATION | UNIFORMS-WATER QLTY | \$ 5.60 | |
| 6682 | UNIFIRST CORPORATION | UNIFORMS-WATER QLTY | \$ 5.62 | |
| 6682 | UNIFIRST CORPORATION | UNIFORMS-FBR | \$ 6.71 | |
| 6682 | UNIFIRST CORPORATION | UNIFORMS-FBR | \$ 9.50 | |
| 6682 | UNIFIRST CORPORATION | UNIFORMS-FBR | \$ 6.49 | |
| 6682 | UNIFIRST CORPORATION | UNIFORMS-FBR | \$ 6.38 | |
| 6682 | UNIFIRST CORPORATION | UNIFORMS-ROEMER | \$ 6.71 | |
| 6682 | UNIFIRST CORPORATION | UNIFORMS-ROEMER | \$ 5.72 | |
| 6682 | UNIFIRST CORPORATION | UNIFORMS-ROEMER | \$ 9.50 | |
| 6682 | UNIFIRST CORPORATION | UNIFORMS-ROEMER | \$ 6.22 | |
| 6682 | UNIFIRST CORPORATION | UNIFORMS-ROEMER | \$ 6.61 | |
| 6682 | UNIFIRST CORPORATION | UNIFORMS-MAINTENANCE | \$ 6.71 | |
| 6682 | UNIFIRST CORPORATION | UNIFORMS-MAINTENANCE | \$ 6.51 | |
| 6682 | UNIFIRST CORPORATION | UNIFORMS-MAINTENANCE | \$ 6.16 | |
| 6682 | UNIFIRST CORPORATION | UNIFORMS-MAINTENANCE | \$ 6.14 | |
| 6682 | UNIFIRST CORPORATION | UNIFORMS-MAINTENANCE | \$ 6.26 | |
| 6682 | UNIFIRST CORPORATION | UNIFORMS-MAINTENANCE | \$ 6.91 | |
| 6682 | UNIFIRST CORPORATION | UNIFORMS-MAINTENANCE | \$ 9.50 | |
| 6682 | UNIFIRST CORPORATION | UNIFORMS-MAINTENANCE | \$ 6.61 | |
| 6682 | UNIFIRST CORPORATION | UNIFORMS-MAINTENANCE | \$ 6.71 | |
| 6682 | UNIFIRST CORPORATION | UNIFORMS-MAINTENANCE | \$ 6.63 | |
| 6682 | UNIFIRST CORPORATION | UNIFORMS-MAINTENANCE | \$ 6.69 | |
| 6682 | UNIFIRST CORPORATION | UNIFORMS-MAINTENANCE | \$ 11.96 | |
| 6682 | UNIFIRST CORPORATION | UNIFORMS-METERS | \$ 6.97 | |
| 6682 | UNIFIRST CORPORATION | UNIFORMS-METERS | \$ 9.50 | |
| 6682 | UNIFIRST CORPORATION | UNIFORMS-METERS | \$ 6.23 | |
| 6682 | UNIFIRST CORPORATION | UNIFORMS-METERS | \$ 6.26 | |
| 6682 | UNIFIRST CORPORATION | UNIFORMS-METERS | \$ 6.61 | |
| 6682 | UNIFIRST CORPORATION | UNIFORMS-METERS | \$ 6.63 | |
| 6682 | UNIFIRST CORPORATION | JANITORIAL SERVICES | \$ 237.07 | |
| 6682 | UNIFIRST CORPORATION | UNIFORMS-ENGINEERING | \$ 5.54 | |
| 6682 | UNIFIRST CORPORATION | UNIFORMS-ENGINEERING | \$ 9.50 | |
| 6682 | UNIFIRST CORPORATION | UNIFORMS-ENGINEERING | \$ 5.72 | |
| 6682 | UNIFIRST CORPORATION | UNIFORMS-PURCHASING | \$ 7.98 | |
| 6682 | UNIFIRST CORPORATION | UNIFORMS-PURCHASING | \$ 9.50 | |
| 6682 | UNIFIRST CORPORATION | UNIFORMS-PURCHASING | \$ 6.39 | |
| 6684 | VULCAN MATERIALS COMPANY | Temporary Asphalt | \$ 852.30 | |
| 6685 | YOUNG, GREGORY A | ACWA FALL CONFERENCE 2022 | \$ 212.25 | |
| 83180 | ACWA | 2023 ANNUAL DUES | \$ 26,800.00 | |
| 83181 | AIRGAS USA LLC | METERS SUPPLIES | \$ 78.63 | |
| 83182 | AM CONSERVATION GROUP INC | PA PROMOTIONAL SUPPLIES | \$ 465.42 | |

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|--------------------|--------------------------------------|--|-------------------------|-------------------|
| 83183 | AMAZON.COM SALES INC | PRODUCTION SUPPLIES | \$ 146.02 | |
| 83183 | AMAZON.COM SALES INC | CUSTOMER SERVICE SUPPLIES | \$ 390.83 | |
| 83183 | AMAZON.COM SALES INC | OFFICE SUPPLIES-RETURNS | \$ (420.21) | |
| 83183 | AMAZON.COM SALES INC | OFFICE SUPPLIES | \$ 464.25 | |
| 83183 | AMAZON.COM SALES INC | OFFICE SUPPLIES | \$ 299.65 | |
| 83183 | AMAZON.COM SALES INC | Computer Supplies September 2022 | \$ 333.22 | |
| 83183 | AMAZON.COM SALES INC | Computer Supplies September 2022 | \$ 215.45 | |
| 83183 | AMAZON.COM SALES INC | Computer Supplies September 2022 | \$ 86.18 | |
| 83184 | CHAMBERLAYNEPR | Communcations Consultant Services | \$ 7,500.00 | |
| 83184 | CHAMBERLAYNEPR | Communcations Consultant Services | \$ 7,500.00 | |
| 83185 | CINTAS CORPORATION | JANITORIAL SERVICES | \$ 181.10 | |
| 83186 | CITY OF RIALTO | ENCROACHMENT PERMIT | \$ 958.70 | |
| 83187 | CLASSIC PROMOTIONS LLC | PA PROMOTIONAL SUPPLIES | \$ 339.50 | |
| 83188 | COLONIAL SUPPLEMENTAL INSURANCE | COLONIAL | \$ 786.67 | |
| 83188 | COLONIAL SUPPLEMENTAL INSURANCE | COLONIAL | \$ 263.77 | |
| 83188 | COLONIAL SUPPLEMENTAL INSURANCE | COLONIAL | \$ 786.56 | |
| 83188 | COLONIAL SUPPLEMENTAL INSURANCE | COLONIAL | \$ 263.71 | |
| 83189 | CONTROL TEMP INC | BOOSTER FAN IN JOSE'S OFFICE | \$ 900.00 | |
| 83190 | FRANCHISE TAX BOARD | GARNISHMENT | \$ 110.00 | |
| 83190 | FRANCHISE TAX BOARD | GARNISHMENT | \$ 110.00 | |
| 83191 | GARDA CL WEST INC | ARMORED TRANSPORTATION SERVICE-NOV 2022 | \$ 322.38 | |
| 83191 | GARDA CL WEST INC | ARMORED TRANSPORTATION SVCS-OCT 2022 | \$ 23.46 | |
| 83192 | GRAINGER INC | Concrete saw for well site door replacements | \$ 3,535.62 | |
| 83192 | GRAINGER INC | PRODUCTION SUPPLIES | \$ 17.43 | |
| 83192 | GRAINGER INC | PRODUCTION SUPPLIES | \$ (17.43) | |
| 83192 | GRAINGER INC | Backflow Devices | \$ 3,804.76 | |
| 83192 | GRAINGER INC | Backflow Preventers | \$ 6,341.25 | |
| 83192 | GRAINGER INC | FBR SUPPLIES | \$ 25.92 | |
| 83192 | GRAINGER INC | ROEMER SUPPLIES | \$ 207.84 | |
| 83193 | HOME DEPOT | ROEMER SUPPLIES | \$ 152.96 | |
| 83193 | HOME DEPOT | MAINTENANCE SUPPLIES | \$ 39.31 | |
| 83193 | HOME DEPOT | MAINTENANCE SUPPLIES | \$ 258.47 | |
| 83194 | I.U.O.E., LOCAL UNION NO. 12 | I.U.O.E LOCAL 12 UNION DUES | \$ 352.00 | |
| 83194 | I.U.O.E., LOCAL UNION NO. 12 | I.U.O.E LOCAL 12 UNION DUES | \$ 352.00 | |
| 83195 | INLAND DESERT SECURITY | ANSWERING SERVICE | \$ 628.30 | |
| 83196 | INTERSTATE BATTERY OF SAN BERNARDINO | PRODUCTION SUPPLIES | \$ 381.28 | |
| 83197 | LEGAL SHIELD | LEGALSHIELD | \$ 228.74 | |
| 83197 | LEGAL SHIELD | LEGALSHIELD | \$ 228.71 | |
| 83198 | MCCROMETER INC | Flow Meter for Zone 5-4 Cla Val | \$ 3,524.40 | |
| 83199 | MINUTEMAN PRESS OF RANCHO CUCAMONGA | Graphic Design, Printing & Postage | \$ 6,765.62 | |
| 83200 | NED'S OIL SALES INC | PRODUCTION SUPPLIES | \$ 13.03 | |
| 83201 | PR PRINTING | RECEIPT BOOKS FOR CS | \$ 511.13 | |
| 83202 | QUADIENT FINANCE USA INC | POSTAGE METER | \$ 32.31 | |
| 83203 | RIALTO WATER SERVICES | ROEMER SEWER SVC | \$ 67.17 | |
| 83204 | SHERIFFS COURT SERVICES | GARNISHMENT | \$ 764.49 | |
| 83205 | SO CALIFORNIA EDISON | BLF ELECTRICITY | \$ 96.81 | |
| 83205 | SO CALIFORNIA EDISON | WELL 11X ELECTRICITY | \$ 29.63 | |
| 83206 | STATE WATER RESOURCES CONTROL BOARD | T2 CERTIFICATION-CODY LUDWIG | \$ 60.00 | |
| 83207 | THE STANDARD | AD&D | \$ (1.05) | |
| 83207 | THE STANDARD | LIFE INSURANCE | \$ (7.75) | |
| 83207 | THE STANDARD | AD&D | \$ 302.21 | |
| 83207 | THE STANDARD | DEPENDENT LIFE | \$ 91.02 | |
| 83207 | THE STANDARD | LIFE INSURANCE | \$ 2,228.46 | |
| 83207 | THE STANDARD | LONG TERM DISABILITY | \$ 2,037.40 | |

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|--------------------|-------------------------------------|---|-------------------------|-------------------|
| 83207 | THE STANDARD | AD&D | \$ 31.50 | |
| 83207 | THE STANDARD | DEPENDENT LIFE | \$ 6.15 | |
| 83207 | THE STANDARD | LIFE INSURANCE | \$ 232.50 | |
| 83207 | THE STANDARD | LONG TERM DISABILITY | \$ 22.73 | |
| 83207 | THE STANDARD | EE Adjustment and Pending Credit | \$ (287.40) | |
| 83207 | THE STANDARD | EMPLOYEE AFTER-TAX | \$ 577.32 | |
| 83207 | THE STANDARD | EMPLOYEE AFTER-TAX | \$ 577.23 | |
| 83208 | THERMO ELECTRON NORTH AMERICA LLC | Dionex PM Contract | \$ 6,005.00 | |
| 83209 | UNIVAR USA INC | Phosphoric Acid for FBR | \$ 5,446.34 | |
| 83210 | USA BLUEBOOK | ROEMER SUPPLIES | \$ 667.39 | |
| 83211 | YO FIRE | Ford Stock Order 08/09/22 | \$ 1,588.24 | |
| 83211 | YO FIRE | Ford Stock Order 08/09/22 | \$ 4,827.20 | |
| 83211 | YO FIRE | Ford Stock Order 08/09/22 | \$ 425.61 | |
| 83211 | YO FIRE | Ford Stock Order 08/09/22 | \$ 723.00 | |
| 83211 | YO FIRE | Stock Order 11-16-22 | \$ 915.88 | |
| 83212 | BUI, ALLEN/ KAREN | Customer Refund | \$ 55.68 | |
| 83213 | SIMMONS, BRITTANEY | Customer Refund | \$ 21.66 | |
| 83214 | TORRES, ANASTACIO | Customer Refund | \$ 28.07 | |
| 83215 | LENNAR HOMES | Customer Refund | \$ 8.80 | |
| 83216 | LENNAR HOMES | Customer Refund | \$ 9.98 | |
| 83217 | LENNAR HOMES | Customer Refund | \$ 8.80 | |
| 83218 | LENNAR HOMES | Customer Refund | \$ 9.99 | |
| 83219 | LENNAR HOMES | Customer Refund | \$ 8.80 | |
| 83220 | LENNAR HOMES | Customer Refund | \$ 9.99 | |
| 83221 | LENNAR HOMES | Customer Refund | \$ 8.80 | |
| 83222 | LENNAR HOMES | Customer Refund | \$ 19.21 | |
| 83223 | GARCIA, RAFAELA | Customer Refund | \$ 814.51 | |
| 83224 | MIGUEL A MUNGUIA | DJ CHRISTMAS SEMINAR | \$ 850.00 | |
| 83225 | 360CIVIC | Website Redesign 2021 Project | \$ 9,500.00 | |
| 83226 | ALLIANCE 2020 INC | HR SERVICES | \$ 334.48 | |
| 83227 | AMAZON.COM SALES INC | OFFICE SUPPLIES | \$ 258.84 | |
| 83227 | AMAZON.COM SALES INC | OFFICE SUPPLIES | \$ 10.76 | |
| 83227 | AMAZON.COM SALES INC | OFFICE SUPPLIES | \$ 478.30 | |
| 83227 | AMAZON.COM SALES INC | OFFICE SUPPLIES | \$ 178.04 | |
| 83227 | AMAZON.COM SALES INC | OFFICE SUPPLIES | \$ 51.35 | |
| 83228 | AT&T | ROEMER FIRE SVC | \$ 145.43 | |
| 83229 | BURRTEC WASTE INDUSTRIES INC | ROEMER DISPOSAL FEES | \$ 262.86 | |
| 83229 | BURRTEC WASTE INDUSTRIES INC | HQ DISPOSAL FEES | \$ 911.94 | |
| 83230 | CHARTER COMMUNICATIONS | TELEPHONE/INTERNET | \$ 1,149.00 | |
| 83230 | CHARTER COMMUNICATIONS | TELEPHONE/INTERNET | \$ 930.46 | |
| 83231 | CHINO BASIN WATERMASTER | AGRICULTURAL POOL WATER REALLOCATION | \$ 19,205.28 | |
| 83232 | CINTAS CORPORATION | JANITORIAL SERVICES | \$ 183.67 | |
| 83233 | DIGITAL IMAGE SOLUTIONS, LLC | COPIER MAINTENANCE | \$ 13.37 | |
| 83233 | DIGITAL IMAGE SOLUTIONS, LLC | COPIER MAINTENANCE | \$ 6.96 | |
| 83233 | DIGITAL IMAGE SOLUTIONS, LLC | COPIER MAINTENANCE | \$ 777.79 | |
| 83233 | DIGITAL IMAGE SOLUTIONS, LLC | COPIER MAINTENANCE | \$ 11.96 | |
| 83233 | DIGITAL IMAGE SOLUTIONS, LLC | COPIER MAINTENANCE | \$ 1,670.94 | |
| 83234 | GALLAGHER BENEFIT SERVICES INC | Executive Recruitment Services for General Manage | \$ 6,250.00 | |
| 83235 | GRAINGER INC | Backflow Preventers | \$ 16,487.25 | |
| 83236 | INLAND EMPIRE UTILITIES AGENCY | SERVICES 10/1/22-10/31/22 | \$ 93,593.19 | |
| 83237 | JOHNSON'S HARDWARE INC | PRODUCTION SUPPLIES | \$ 25.85 | |
| 83237 | JOHNSON'S HARDWARE INC | METERS SUPPLIES | \$ 59.93 | |
| 83238 | LINDA CHARNELL CARR | TURF REPLACEMENT | \$ 644.00 | |
| 83239 | MINUTEMAN PRESS OF RANCHO CUCAMONGA | Printing of Annual Budget Book | \$ 1,974.81 | |

WEST VALLEY WATER DISTRICT

CASH DISBURSEMENT REPORT

December 2022

| EFT/Check # | Vendor Name | Description | O & M Amount | CIP Amount |
|--------------------|--|---------------------------------------|-------------------------|-------------------|
| 83239 | MINUTEMAN PRESS OF RANCHO CUCAMONGA | CERTIFICATES OF RECOGNITION | \$ 93.41 | |
| 83240 | MUNITEMPS STAFFING | Staffing Services for Board Secretary | \$ 5,648.50 | |
| 83240 | MUNITEMPS STAFFING | Staffing Services for Board Secretary | \$ 6,497.75 | |
| 83240 | MUNITEMPS STAFFING | Staffing Services for Board Secretary | \$ 6,616.25 | |
| 83241 | OCCUPATIONAL HEALTH CENTERS OF CALIFORNIA, / HR SERVICES | | \$ 349.00 | |
| 83241 | OCCUPATIONAL HEALTH CENTERS OF CALIFORNIA, / HR SERVICES | | \$ 129.00 | |
| 83242 | PG MECHANICAL | Toyota Fork Maint. | \$ 840.00 | |
| 83242 | PG MECHANICAL | Toyota Fork Maint. | \$ 325.00 | |
| 83243 | RIALTO WATER SERVICES | FBR WATER SERVICE | \$ 23,119.19 | |
| 83243 | RIALTO WATER SERVICES | HQ WATER SERVICES | \$ 120.58 | |
| 83244 | SO CALIFORNIA EDISON | ELECTRICITY-ROEMER | \$ 45,947.50 | |
| 83245 | VERIZON WIRELESS PHONES | CELL PHONES/IPADS | \$ 4,656.89 | |
| 83245 | VERIZON WIRELESS PHONES | CELL PHONES/IPADS | \$ 1,458.93 | |
| 83246 | WIENHOFF DRUG TESTING | HR ANNUAL FEE | \$ 595.00 | |
| 83247 | ESPINOSA, ELIZABETH | Customer Refund | \$ 24.12 | |
| 83248 | MARTINEZ, ALEYDA | Customer Refund | \$ 64.45 | |
| 83249 | Cooley, Becky | Customer Refund | \$ 78.71 | |
| 83250 | Mai, Yuet Ching Lam & Zhen He | Customer Refund | \$ 64.40 | |
| 83251 | ESTATE, GUSHUE REAL | Customer Refund | \$ 48.01 | |
| 83252 | LENNAR HOMES | Customer Refund | \$ 1.65 | |
| 83253 | Kong, Lingqiong | Customer Refund | \$ 76.04 | |
| 83254 | LENNAR HOMES | Customer Refund | \$ 1.66 | |
| 83255 | LENNAR | Customer Refund | \$ 7.62 | |
| 83256 | Burrel, Cecile C & Dorothy | Customer Refund | \$ 28.30 | |
| 83257 | GHOMESHI, HADI | Customer Refund | \$ 11.56 | |
| 83258 | RICHMOND AMERICAN HOMES | Customer Refund | \$ 10.39 | |
| 83259 | LENNAR HOMES | Customer Refund | \$ 10.39 | |
| 83260 | LENNAR HOMES | Customer Refund | \$ 15.91 | |
| 83261 | LENNAR HOMES | Customer Refund | \$ 10.39 | |
| 83262 | LENNAR HOMES | Customer Refund | \$ 12.60 | |
| 83263 | LENNAR HOMES | Customer Refund | \$ 15.91 | |
| 83264 | GONZALES, MARGARET/BEIL, BRIAN | Customer Refund | \$ 12.32 | |
| 83265 | REDWINE, RYAN/ HOLLY | Customer Refund | \$ 76.39 | |
| 83266 | LYLE, ARNOLD & JEANETTE | Customer Refund | \$ 6.54 | |
| 83267 | SPARKS,MARSHA | Customer Refund | \$ 77.59 | |
| 83268 | AMAZON.COM SALES INC | METERS SUPPLIES | \$ 246.80 | |
| 83268 | AMAZON.COM SALES INC | SHOP SUPPLIES | \$ 121.14 | |
| 83268 | AMAZON.COM SALES INC | SHOP SUPPLIES | \$ 223.62 | |
| 83268 | AMAZON.COM SALES INC | Amazon Computer Supplies NOV 22 | \$ 1,077.45 | |
| 83268 | AMAZON.COM SALES INC | Amazon Computer Supplies NOV 22 | \$ 84.42 | |
| 83268 | AMAZON.COM SALES INC | Amazon Computer Supplies NOV 22 | \$ 151.63 | |
| 83268 | AMAZON.COM SALES INC | Amazon Computer Supplies NOV 22 | \$ 190.29 | |
| 83268 | AMAZON.COM SALES INC | Amazon Computer Supplies NOV 22 | \$ 268.90 | |
| 83268 | AMAZON.COM SALES INC | Amazon Computer Supplies NOV 22 | \$ 323.23 | |
| 83268 | AMAZON.COM SALES INC | Amazon Computer Supplies NOV 22 | \$ 711.11 | |
| 83268 | AMAZON.COM SALES INC | Amazon Computer Supplies NOV 22 | \$ 99.96 | |
| 83269 | AUTOMATED GATE SERVICES INC | ROEMER SUPPLIES | \$ 217.50 | |
| 83269 | AUTOMATED GATE SERVICES INC | GATE MAINTENANCE | \$ 250.00 | |
| 83270 | CHARTER COMMUNICATIONS | CABLE/TELEPHONE | \$ 276.04 | |
| 83270 | CHARTER COMMUNICATIONS | CABLE/TELEPHONE | \$ 109.92 | |
| 83271 | CINTAS CORPORATION | JANITORIAL SERVICES | \$ 143.92 | |
| 83272 | CITY OF RIALTO | UTILITY USER TAX-NOV 2022 | \$ 48,684.71 | |
| 83272 | CITY OF RIALTO | UTILITY USER TAX-NOV 2022 | \$ (179.81) | |
| 83273 | COLTON PUBLIC UTILITIES | WELL 18A ELECTRIC | \$ 384.10 | |

WEST VALLEY WATER DISTRICT

CASH DISBURSEMENT REPORT

December 2022

| EFT/Check # | Vendor Name | Description | O & M Amount | CIP Amount |
|--------------------|-----------------------------------|---|-------------------------|-------------------|
| 83274 | FAST SERVICE | CUSTOMER SERVICES | \$ 236.00 | |
| 83275 | FISH WINDOW CLEANING | JANITORIAL SERVICES | \$ 275.00 | |
| 83276 | FLEET SERVICES INC | VEHICLE MAINTENANCE | \$ 276.23 | |
| 83277 | GEOSCIENCE SUPPORT SVCS INC | Bunker Hill Well Sitting Phase II | \$ 1,743.50 | |
| 83278 | GRAINGER INC | Stock Order 11/23/2022 | \$ 60.88 | |
| 83278 | GRAINGER INC | Stock Order 11/23/2022 | \$ 73.15 | |
| 83278 | GRAINGER INC | Stock Order 11/23/2022 | \$ 34.75 | |
| 83278 | GRAINGER INC | Stock Order 11/23/2022 | \$ 26.18 | |
| 83278 | GRAINGER INC | Stock Order 11/23/2022 | \$ 19.61 | |
| 83278 | GRAINGER INC | Stock Order 11/23/2022 | \$ 47.79 | |
| 83278 | GRAINGER INC | Reduced Pressure Zone Backflow | \$ 652.53 | |
| 83278 | GRAINGER INC | PRODUCTION SUPPLIES | \$ 285.40 | |
| 83278 | GRAINGER INC | PRODUCTION SUPPLIES | \$ 755.62 | |
| 83279 | JOHNSON'S HARDWARE INC | PRODUCTION SUPPLIES | \$ 25.83 | |
| 83279 | JOHNSON'S HARDWARE INC | PRODUCTION SUPPLIES | \$ 8.61 | |
| 83279 | JOHNSON'S HARDWARE INC | MAINTENANCE SUPPLIES | \$ 412.63 | |
| 83280 | MUNITEMPS STAFFING | Staffing Services for Board Secretary | \$ 6,083.00 | |
| 83280 | MUNITEMPS STAFFING | Staffing Services for Board Secretary | \$ 5,727.50 | |
| 83281 | O'REILLY AUTO PARTS | VEHICLE MAINTENANCE | \$ 171.82 | |
| 83281 | O'REILLY AUTO PARTS | VEHICLE MAINTENANCE | \$ 25.40 | |
| 83281 | O'REILLY AUTO PARTS | VEHICLE MAINTENANCE | \$ 191.53 | |
| 83282 | PACK N MAIL | CUSTOMER SERVICES | \$ 197.00 | |
| 83283 | PG MECHANICAL | Truck 105 and 105 Trailer Service/repairs | \$ 2,565.00 | |
| 83284 | SC COMMERCIAL LLC | Gasoline for Fleet | \$ 12,030.82 | |
| 83285 | SHAW HR CONSULTING, INC. | HR CONSULTING | \$ 1,345.00 | |
| 83286 | SO CALIFORNIA EDISON | ELECTRICITY-VARIOUS SITES | \$ 5,788.85 | |
| 83286 | SO CALIFORNIA EDISON | ELECTRICITY-VARIOUS SITES | \$ 51,939.68 | |
| 83286 | SO CALIFORNIA EDISON | ELECTRICITY-VARIOUS SITES | \$ 82,564.41 | |
| 83286 | SO CALIFORNIA EDISON | S END SHOP | \$ 102.55 | |
| 83286 | SO CALIFORNIA EDISON | ELECTRICITY-VARIOUS SITES | \$ 10,129.41 | |
| 83286 | SO CALIFORNIA EDISON | ELECTRICITY-VARIOUS SITES | \$ 16,248.72 | |
| 83286 | SO CALIFORNIA EDISON | ELECTRICITY-VARIOUS SITES | \$ 7,172.31 | |
| 83286 | SO CALIFORNIA EDISON | ELECTRICITY-VARIOUS SITES | \$ 3,200.29 | |
| 83286 | SO CALIFORNIA EDISON | ELECTRICITY-VARIOUS SITES | \$ 234.80 | |
| 83286 | SO CALIFORNIA EDISON | ELECTRICITY-VARIOUS SITES | \$ 2,936.40 | |
| 83287 | STRADLING YOCCA CARLSON & RAUTH | LEGAL FEES | \$ 787.50 | |
| 83287 | STRADLING YOCCA CARLSON & RAUTH | LEGAL FEES | \$ 315.00 | |
| 83288 | TESCO CONTROLS INC | PRODUCTION SUPPLIES | \$ 315.00 | |
| 83289 | THE GAS COMPANY | ROEMER GAS SERVICES | \$ 63.51 | |
| 83290 | THERMO ELECTRON NORTH AMERICA LLC | Dionex IC Pure Water PM Contract | \$ 1,075.00 | |
| 83290 | THERMO ELECTRON NORTH AMERICA LLC | Dionex parts | \$ 1,813.23 | |
| 83290 | THERMO ELECTRON NORTH AMERICA LLC | Dionex parts | \$ 1,551.60 | |
| 83290 | THERMO ELECTRON NORTH AMERICA LLC | Dionex parts | \$ 512.03 | |
| 83291 | TROJAN TECHNOLOGIES INC. | Ultraviolet Transmittance Meter | \$ 11,562.28 | |
| 83292 | TYLER TECHNOLOGIES INC | TECHNICAL SERVICES ANNUAL FEES | \$ 4,532.38 | |
| 83293 | ULINE | SHOP SUPPLIES | \$ 391.56 | |
| 83294 | VAG USA LLC | 4 945 Single Body Air Vac | \$ 1,728.11 | |
| 83295 | VAN JEW | ACWA FALL CONFERENCE-INDIAN WELLS | \$ 67.30 | |
| 83296 | YO FIRE | SHOP SUPPLIES | \$ 991.30 | |
| 83297 | VELASCO, JESUS | Customer Refund | \$ 45.48 | |
| 83298 | IRONS, STEVE & CHRISTINE | Customer Refund | \$ 13.65 | |
| 83299 | EDU, MAURICE | Customer Refund | \$ 3.10 | |
| 83300 | LENNAR HOMES | Customer Refund | \$ 4.88 | |
| 83301 | LENNAR HOMES | Customer Refund | \$ 4.88 | |

WEST VALLEY WATER DISTRICT

CASH DISBURSEMENT REPORT

December 2022

| EFT/Check # | Vendor Name | Description | O & M Amount | CIP Amount |
|-------------|-------------------------------------|--|--------------|--------------|
| 83302 | LENNAR HOMES | Customer Refund | \$ 4.88 | |
| 83303 | Anderson-Staley, Delores | Customer Refund | \$ 70.19 | |
| 83304 | AIRGAS USA LLC | PRODUCTION SUPPLIES | \$ 55.68 | |
| 83305 | ALLIANCE 2020 INC | HR SERVICES-RECRUITMENT | \$ 808.25 | |
| 83306 | AMAZON.COM SALES INC | SHOP SUPPLIES | \$ 680.44 | |
| 83306 | AMAZON.COM SALES INC | OFFICE SUPPLIES | \$ 32.77 | |
| 83306 | AMAZON.COM SALES INC | PA SUPPLIES | \$ 22.47 | |
| 83306 | AMAZON.COM SALES INC | PA SUPPLIES-OUTREACH | \$ 78.66 | |
| 83307 | AMERICAN PAYROLL ASSOCIATION | APA MEMBERSHIP-GINA | \$ 429.87 | |
| 83307 | AMERICAN PAYROLL ASSOCIATION | APA MEMBERSHIP-GINA | \$ 275.00 | |
| 83308 | AT&T | TELEMETRY LINE | \$ 68.96 | |
| 83309 | AT&T INTERNET | INTERNET SERVICES | \$ 111.64 | |
| 83310 | BRAX COMPANY INC | DAF Sludge Puimp parts | \$ 1,588.34 | |
| 83310 | BRAX COMPANY INC | DAF Sludge Puimp parts | \$ 1,534.36 | |
| 83311 | CEMEX INC | SHOP SUPPLIES | \$ 259.62 | |
| 83311 | CEMEX INC | SHOP SUPPLIES | \$ 214.69 | |
| 83312 | CINTAS CORPORATION | JANITORIAL SERVICES | \$ 183.67 | |
| 83313 | CITY OF SAN BERNARDINO | BLF WATER | \$ 46.13 | |
| 83314 | CORE & MAIN LP | Large Meter Order 11/01/22 | \$ 16,479.82 | |
| 83314 | CORE & MAIN LP | 14" Blind Flanges for Well 16 and 17 | \$ 898.01 | |
| 83314 | CORE & MAIN LP | 14" Blind Flanges for Well 16 and 17 | \$ 24.50 | |
| 83314 | CORE & MAIN LP | 14" Blind Flanges for Well 16 and 17 | \$ 127.49 | |
| 83315 | EAST VALLEY WATER DISTRICT | SOLAR CHALLENGE EVENT | \$ 3,500.00 | |
| 83316 | FONTANA HERALD NEWS | ADVERTISEMENT | \$ 450.00 | |
| 83317 | GARDA CL WEST INC | ARMORED TRANSPORT-DEC 2022 | \$ 322.38 | |
| 83318 | GHD INC | Professional Engineering Services Roemer Expansion | | \$ 38,031.90 |
| 83318 | GHD INC | Professional Engineering Services Roemer Expansion | | \$ 13,068.23 |
| 83319 | GRAINGER INC | RP Device 12/13/22 | \$ 1,305.05 | |
| 83319 | GRAINGER INC | RP Device 12/13/22 | \$ 2,536.50 | |
| 83319 | GRAINGER INC | PRODUCTION SUPPLIES | \$ 251.47 | |
| 83319 | GRAINGER INC | PRODUCTION SUPPLIES | \$ 414.96 | |
| 83319 | GRAINGER INC | PRODUCTION SUPPLIES | \$ (251.47) | |
| 83320 | INLAND DESERT SECURITY | ANSWERING SERVICE | \$ 649.95 | |
| 83321 | JOHNSON'S HARDWARE INC | MAINTENANCE SUPPLIES | \$ 21.51 | |
| 83321 | JOHNSON'S HARDWARE INC | MAINTENANCE SUPPLIES | \$ 27.50 | |
| 83321 | JOHNSON'S HARDWARE INC | MAINTENANCE SUPPLIES | \$ 43.06 | |
| 83322 | MIKE ROQUET CONSTRUCTION, INC. | Street Restoration at 2414 W. Calle Vista | \$ 29,079.00 | |
| 83322 | MIKE ROQUET CONSTRUCTION, INC. | Street Paving | \$ 5,067.86 | |
| 83323 | PG MECHANICAL | Annual Service & Maint. truck 104 and trailer | \$ 1,366.50 | |
| 83324 | PTM DOCUMENT SYSTEMS | W2 / MISC 1099 FORMS | \$ 289.43 | |
| 83325 | QUADIENT FINANCE USA INC | POSTAGE | \$ 577.27 | |
| 83326 | RIALTO WATER SERVICES | SEWER SVC-ROEMER | \$ 67.17 | |
| 83327 | ROBERT D NIEHAUS INC | Construction Water Fee Adequacy | \$ 3,670.00 | |
| 83328 | ROYAL INDUSTRIAL SOLUTIONS | PRODUCTION SUPPLIES | \$ 528.04 | |
| 83329 | SB COUNTY FIRE PROTECTION DISTRICT | PERMIT FEES-ARSENIC | \$ 455.00 | |
| 83330 | SO CALIFORNIA EDISON | WELL#17/19920 COUNTRY CLUB | \$ 5,636.99 | |
| 83330 | SO CALIFORNIA EDISON | WELL#17/19920 COUNTRY CLUB | \$ 445.34 | |
| 83330 | SO CALIFORNIA EDISON | WELL#6 ELECTRICITY | \$ 9,822.31 | |
| 83330 | SO CALIFORNIA EDISON | WELL# 11X ELECTRICITY | \$ 31.41 | |
| 83331 | STATE WATER RESOURCES CONTROL BOARD | PERMIT FEES | \$ 3,274.00 | |
| 83332 | STETSON ENGINEERS INC | REISSUE CHECK 82289 | \$ 1,845.25 | |
| 83332 | STETSON ENGINEERS INC | REISSUE CHECK 82289 | \$ 1,845.25 | |
| 83332 | STETSON ENGINEERS INC | REISSUE CHECK 82289 | \$ 1,845.25 | |
| 83332 | STETSON ENGINEERS INC | REISSUE CHECK 82289 | \$ 1,845.25 | |

WEST VALLEY WATER DISTRICT

CASH DISBURSEMENT REPORT

December 2022

| EFT/Check # | Vendor Name | Description | O & M Amount | CIP Amount |
|--------------------|----------------------------|--------------------------------|-------------------------|-------------------|
| 83333 | TESCO CONTROLS INC | Tesco factory service | \$ 4,599.40 | |
| 83333 | TESCO CONTROLS INC | Tesco factory service | \$ 782.90 | |
| 83333 | TESCO CONTROLS INC | Tesco factory service | \$ 1,440.00 | |
| 83333 | TESCO CONTROLS INC | PRODUCTION SUPPLIES | \$ 720.00 | |
| 83333 | TESCO CONTROLS INC | Tesco factory support | \$ 1,890.00 | |
| 83333 | TESCO CONTROLS INC | Afterbay NTU/meter diagnostics | \$ 1,750.00 | |
| 83334 | THE GAS COMPANY | HQ GAS SERVICES | \$ 305.19 | |
| 83335 | UNDERGROUND SERVICE ALERT | NEW TICKETS | \$ 584.00 | |
| 83335 | UNDERGROUND SERVICE ALERT | NEW TICKETS | \$ 169.42 | |
| 83336 | WILLIE W WILLIAMS | LEGAL FEES | \$ 5,615.00 | |
| 83337 | YO FIRE | MAINTENANCE SUPPLIES | \$ 495.65 | |
| 83337 | YO FIRE | MAINTENANCE SUPPLIES | \$ 163.78 | |
| 83338 | Armstrong, Kathryn | Customer Refund | \$ 57.52 | |
| 83339 | LOPEZ, ALTAGRACIA | Customer Refund | \$ 19.01 | |
| 83340 | LOPEZ, JACQUELYN & ORLANDO | Customer Refund | \$ 44.75 | |
| 83341 | PORCHO, ALFRED & CAROL | Customer Refund | \$ 8.74 | |
| SUBTOTALS | | | \$ 1,274,584.49 | \$ 111,096.77 |
| GRAND TOTAL | | | \$ 1,385,681.26 | |

Exhibit B

**WEST VALLEY WATER DISTRICT
PAYROLL GROSS WAGES
FISCAL YEAR 2022 - 2023**

| Report Month | Description | From | To | Gross Wages Paid |
|--------------------------|------------------------|-------------|-----------|-------------------------|
| July 2022 | Monthly Pay Period #7 | 06/01/22 | 06/30/22 | 7,113.22 |
| July 2022 | Pay Period #14 | 06/24/22 | 07/08/22 | 322,603.34 |
| July 2022 | Pay Period #15 | 07/08/22 | 07/22/22 | 295,540.63 |
| Total for July 2022 | | | | 625,257.19 |
| August 2022 | Monthly Pay Period #8 | 07/01/22 | 07/31/22 | 7,113.22 |
| August 2022 | Pay Period #16 | 07/22/22 | 08/05/22 | 302,888.25 |
| August 2022 | Pay Period #17 | 08/05/22 | 08/19/22 | 291,827.03 |
| Total for August 2022 | | | | 601,828.50 |
| September 2022 | Monthly Pay Period #9 | 08/01/22 | 08/30/22 | 7,487.60 |
| September 2022 | Pay Period #18 | 08/19/22 | 09/02/22 | 295,994.15 |
| September 2022 | Pay Period #19 | 09/02/22 | 09/16/22 | 281,560.23 |
| Total for September 2022 | | | | 585,041.98 |
| October 2022 | Monthly Pay Period #10 | 09/01/22 | 09/30/22 | 8,236.36 |
| October 2022 | Pay Period #20 | 09/16/22 | 09/30/22 | 290,932.18 |
| October 2022 | Pay Period #21 | 09/30/22 | 10/14/22 | 283,102.95 |
| Total for October 2022 | | | | 582,271.49 |
| November 2022 | Monthly Pay Period #11 | 10/01/22 | 10/31/22 | 9,621.58 |
| November 2022 | Pay Period #22 | 10/14/22 | 10/28/22 | 274,535.56 |
| November 2022 | Manual Checks | | | |
| November 2022 | Pay Period #23 | 10/28/22 | 11/11/22 | 359,504.87 |
| Total for November 2022 | | | | 643,662.01 |
| December 2022 | Monthly Pay Period #12 | 11/01/22 | 11/30/22 | 9,630.95 |
| December 2022 | Pay Period #24 | 11/11/22 | 11/25/22 | 297,401.31 |
| December 2022 | Pay Period #25 | 11/25/22 | 12/09/22 | 316,141.81 |
| December 2022 | Pay Period #26 | 12/09/22 | 12/23/22 | 292,536.16 |
| Total for December 2022 | | | | |

**WEST VALLEY WATER DISTRICT
EFT AND PAYROLL ITEMS
DECEMBER 2022**

| Date | Item | Check No. or EFT | Amount |
|----------|---|---------------------|----------------------------|
| 12/01/22 | Pay Period #24 | 8880-8881 | 4,110.69 |
| 12/01/22 | Monthly Pay Period #12 | none | |
| 12/15/22 | Pay Period #25 | 8882-8883 | 626.68 |
| 12/29/22 | Pay Period #26 | 8884-8885 | 155.93 |
| | Total Checks | | <u>4,893.30</u> |
| 12/01/22 | Pay Period #24 Direct Deposits | EFT | 194,438.22 |
| 12/01/22 | Federal Tax Withheld Social Security & Medicare | EFT | 72,384.78 |
| 12/01/22 | State Tax Withheld and State Disability Insurance | EFT | 16,525.71 |
| 12/01/22 | Lincoln Deferred Compensation Withheld | EFT | 14,691.80 |
| 12/01/22 | Lincoln - Employer Match Benefit | EFT | 3,450.00 |
| 12/01/22 | Nationwide Deferred Compensation Withheld | EFT | 2,692.00 |
| 12/01/22 | Nationwide - Employer Match Benefit | EFT | 625.00 |
| 12/01/22 | CalPERS Retirement - Classic (EPMC and ER contribution) | EFT | 28,569.47 |
| 12/01/22 | CalPERS Retirement - 2nd Tier (EE and ER contribution) | EFT | 16,500.23 |
| 12/01/22 | California State Disbursement / EDD | EFT | 1,050.46 |
| 12/01/22 | Monthly Pay Period #12 Direct Deposits | EFT | 8,480.74 |
| 12/01/22 | Federal Tax Withheld Social Security & Medicare | EFT | 1,799.18 |
| 12/01/22 | State Tax Withheld and State Disability Insurance | EFT | 111.50 |
| 12/15/22 | Pay Period #25 Direct Deposits | EFT | 205,564.78 |
| 12/15/22 | Federal Tax Withheld Social Security & Medicare | EFT | 83,223.47 |
| 12/15/22 | State Tax Withheld and State Disability Insurance | EFT | 17,163.17 |
| 12/15/22 | Lincoln Deferred Compensation Withheld | EFT | 14,630.12 |
| 12/15/22 | Lincoln - Employer Match Benefit | EFT | 3,450.00 |
| 12/15/22 | Nationwide Deferred Compensation Withheld | EFT | 3,692.00 |
| 12/15/22 | Nationwide - Employer Match Benefit | EFT | 700.00 |
| 12/15/22 | Nationwide - 401a Employer Match Benefit | EFT | 1,000.00 |
| 12/15/22 | CalPERS Retirement - Classic (EPMC and ER contribution) | EFT | 28,784.54 |
| 12/15/22 | CalPERS Retirement - 2nd Tier (EE and ER contribution) | EFT | 16,235.53 |
| 12/15/22 | California State Disbursement / EDD | EFT | 1,050.46 |
| 12/29/22 | Pay Period #26 Direct Deposits | EFT | 192,892.17 |
| 12/29/22 | Federal Tax Withheld Social Security & Medicare | EFT | 75,516.64 |
| 12/29/22 | State Tax Withheld and State Disability Insurance | EFT | 15,123.78 |
| 12/29/22 | Lincoln Deferred Compensation Withheld | EFT | 14,484.68 |
| 12/29/22 | Lincoln - Employer Match Benefit | EFT | 3,450.00 |
| 12/29/22 | Nationwide Deferred Compensation Withheld | EFT | 3,692.00 |
| 12/29/22 | Nationwide - Employer Match Benefit | EFT | 700.00 |
| 12/29/22 | Nationwide - 401a Employer Match Benefit | EFT | 1,000.00 |
| 12/29/22 | CalPERS Retirement - Classic (EPMC and ER contribution) | EFT | 28,039.30 |
| 12/29/22 | CalPERS Retirement - 2nd Tier (EE and ER contribution) | EFT | 16,011.85 |
| 12/29/22 | California State Disbursement | EFT | 1,050.46 |
| 12/27/22 | PERS - Replacement Benefit Contribution, RBP | EFT | 390.84 |
| | Total EFT | | <u>1,089,164.88</u> |
| | Grand Total Payroll Cash | | <u>1,094,058.18</u> |



**BOARD OF DIRECTORS
FINANCE COMMITTEE
STAFF REPORT**

DATE: January 25, 2023
TO: Finance Committee
FROM: Van Jew, Acting General Manager
SUBJECT: TRANSFER FUNDS REQUEST FROM GENERAL CHECKING TO
 WVWD INVESTMENT ACCOUNT

BACKGROUND:

At the August 20, 2020, Board of Directors meeting, the WVWD Board of Directors approved and authorized the Chief Financial Officer (CFO) to transfer funds in/out of the District's Chase account to/from the District's investment accounts to take advantage of potential interest earnings. At this meeting, the WVWD Board also requested that the CFO provide a detailed report of all transfers every month and include this report in the monthly financial reports presented to the Board.

Per Section 5 Delegation of Authority of the District's investment policy, authority to manage the District's investment program is derived from California Government Code, Section 53607. Management responsibility for the investment program is hereby delegated to the General Manager and CFO, who shall be responsible for all transactions undertaken and shall establish a system of controls to regulate the activities of subordinate officials, and their procedures in their absence.

DISCUSSION:

Based on the District's investment policy, "Securities placed in a collateral pool must provide coverage for at least 100 percent of all deposits placed in that institution." As of January 17, 2023, the District maintained balances within the FDIC limit of \$250,000 for each bank account, except for the Chase General Governmental Checking account. The Chase General Governmental Checking account typically holds funds of at least \$700 thousand for operational purposes. In December, the District collected over \$2 million in capacity charges, development fees, and property tax revenue. In an effort to reduce the excess funds in the general checking account, District staff would like to transfer the excess funds of \$2 million to the US Bank Investment account.

Request to transfer excess funds to US Bank Investment Account managed by Chandler Asset Management, investing in longer-term (3-5 Years) US Treasuries (4.00 – 4.50%) and US Corporates Rated "A" or higher (4.50 – 5.50%) with a longer maturity date. Fees: 0.08% (8 basis points). **Yields are subject to change.* ***Chandler Asset Management is the District's investment advisor.*

FISCAL IMPACT:

Potential interest revenue, depending on where the funds are placed.

STAFF RECOMMENDATION:

Forward a recommendation to the Board of Directors to approve the transfer of \$2 million from the District's general checking account to the District's US Bank investment account managed by Chandler Asset Management to earn potential interest.

Respectfully Submitted,

Van Jew

Van Jew, Acting General Manager

VJ:jv



**BOARD OF DIRECTORS
FINANCE COMMITTEE
STAFF REPORT**

DATE: January 25, 2023
TO: Finance Committee
FROM: Van Jew, Acting General Manager
SUBJECT: FISCAL YEAR 2021-22 ANNUAL COMPREHENSIVE FINANCIAL
REPORT (ACFR)

DISCUSSION:

Attached is the West Valley Water District Annual Comprehensive Financial Report (ACFR) for fiscal year ended June 30, 2022. The ACFR includes the District's annual financial statements with accompanying note disclosures, Management Discussion and Analysis, and statistical information compiled by staff. The ACFR is accompanied by an audit opinion letter issued by the District's CPA firm, The Pun Group, which conducted an audit in accordance with auditing standards generally accepted in the United States of America and guidelines established by the California State Controller for Special Districts.

Also, in this year's ACFR is a copy of the Certificate of Achievement for Excellence in Financial Reporting received for last year's report.

FISCAL IMPACT:

No fiscal impact

STAFF RECOMMENDATION:

Forward a recommendation to the Board of Directors to review and approve the attached FY 2021-22 Annual Comprehensive Financial Report.

Respectfully Submitted,

Van Jew

Van Jew, Acting General Manager

VJ:jv

ATTACHMENT(S):

1. Annual Comprehensive Financial Report (ACFR) fiscal year ended June 30, 2022

ANNUAL COMPREHENSIVE FINANCIAL REPORT

For the years ended June 30, 2022 & 2021



West Valley Water District

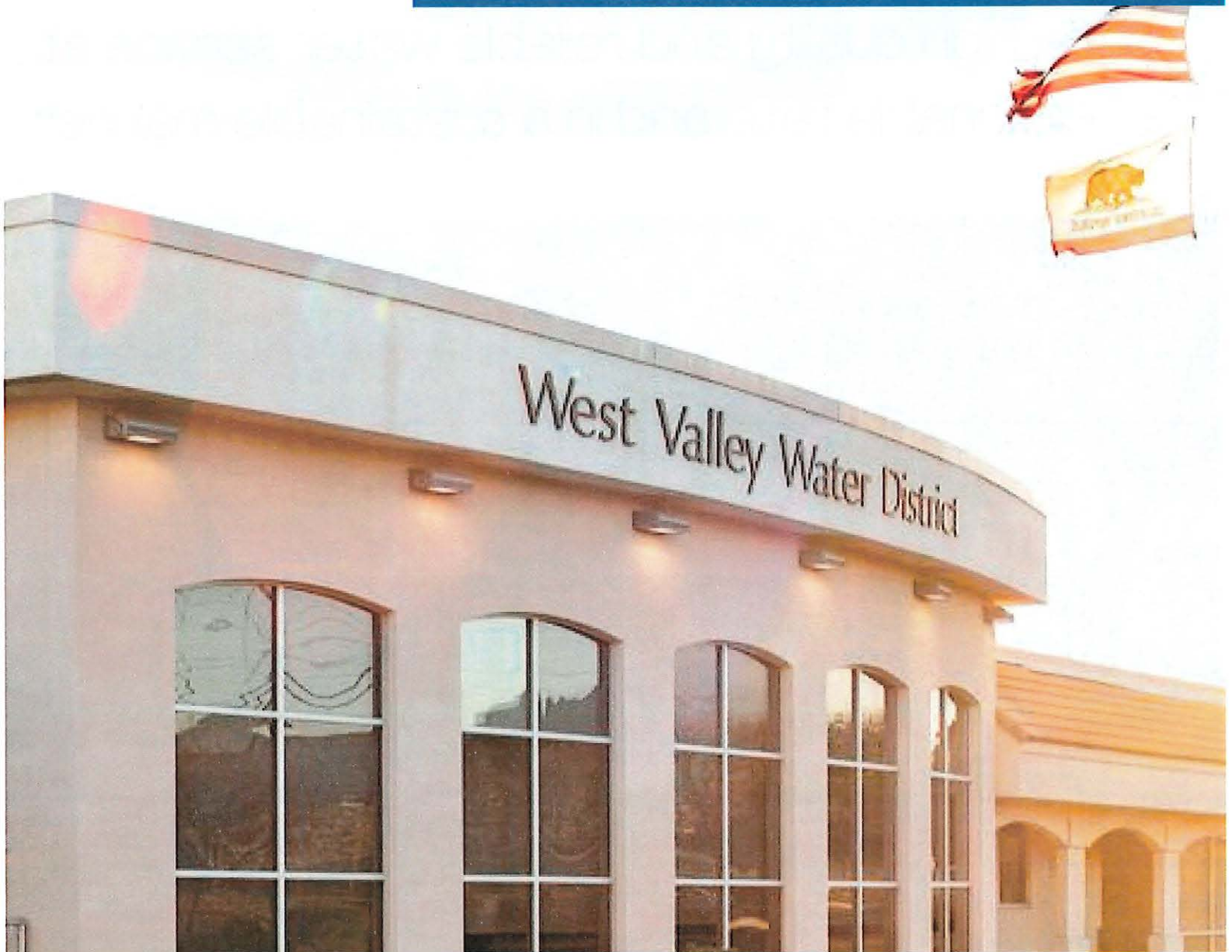
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Introductory Section



MISSION STATEMENT

Our mission is to provide our customers with safe, high quality and reliable water service at a reasonable rate and in a sustainable manner.





December 22, 2022

To the Board of Directors and Customers of West Valley Water District,

Introduction

It is our pleasure to submit the Annual Comprehensive Financial Report for the West Valley Water District (“District”) for the fiscal year ended June 30, 2022, prepared in accordance with generally accepted accounting principles following guidelines set forth by the Governmental Accounting Standards Board (GASB). District staff prepared this financial report and the District is ultimately responsible for both the accuracy of the data as well as the completeness and fairness of the presentation, including all disclosures in this financial report. We believe that the data presented is accurate in all material respects. This report is designed in a manner that we believe necessary to enhance your understanding of the District’s financial position and activities.

The Pun Group LLP has issued an unmodified (“clean”) opinion of the District’s financial statements for the year ended June 30, 2022. The independent auditor’s report is located at the front of the financial section of this reports.

Generally Accepted Accounting Principles (GAAP) requires that management provide a narrative introduction, overview, and analysis to accompany the financial statements in the form of the Management’s Discussion and Analysis (MD&A) section. This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The District’s MD&A can be found immediately after the Independent Auditor’s Report.

District Structure and Leadership

West Valley Water District (District) is a California Special District established under section 30000 et seq. of the California Water Code. Formed in 1952, the District is governed by a five-member Board of Directors (“Board”), elected by Division. The General Manager administers the day-to-day operations of the District in accordance with policies and procedures established by the Board. The District employs approximately 88 full-time employees in various functions including operations, maintenance, engineering, finance, customer service, meter reading, human resources, conservation, public affairs, information technology, and administration. The Board meets on the first and third Thursdays of each month. Meetings are publicly noticed and live-streamed, citizens are encouraged to attend.

The District provides water service to approximately 23,749 connections within its thirty-two (32) square mile service area, located in southwestern San Bernardino County with a small area of northwestern Riverside County. The service area encompasses one half of the City of Rialto, portions of Bloomington, Colton, Fontana, Jurupa Valley, and some of the unincorporated areas of San Bernardino and Riverside counties.

District Services

Residential customers represent approximately 92% of the District’s customer base and consume approximately 65% of total water produced for consumption. The District currently has a total of 17 groundwater wells with a maximum production capacity of approximately 43,700 Acre-Feet per year. The District also operates a surface water treatment plant with a capacity of 14.4 million gallons per day (mgd) and a biological treatment plant for perchlorate destruction with a capacity of 2.9 (mgd).

Economic Condition and Outlook

The District’s Office is located in the City of Rialto in San Bernardino County. San Bernardino and Riverside counties (also known as the Inland Empire) began to witness increased economic activity from new development as the region continues to recover from the great recession. The District’s source of water production comes from various sources which include: 1) local water from several groundwater basins, 2) surface water from Lytle Creek in the San Bernardino Mountains, and 3) the California State Water Project – Silverwood Lake.

The District has also teamed up with the City of Rialto and is operating a state-approved biological treatment process “bioremediation” that employs naturally occurring micro-organisms to remove perchlorate and other contaminants in the basins drinking water supplies as well as reduce the need for waste handling and disposal in a cost-effective manner. The District considers this to be the first major step in a regional undertaking that will ultimately restore the region’s groundwater resources.

Status of Drought Conditions

Calendar year 2021 marks the second consecutive dry year in the state. On October 19, 2021, Governor Gavin Newsom declared a statewide drought emergency. The executive order calls for Californians to voluntarily reduce their water use by 15% from their 2020 levels. With more than 87% of the state under severe drought it is important to continue efforts in water use efficiency. Californians are being asked to continue complying with the prohibitions on wasteful practices and to make conservation a California way of life

The District continues to support its customers by providing rebates that incentivize a change in habit and promote awareness on water conservation and efficiency. The District continues to depend heavily on groundwater supplies that are replenished by local precipitation.

Major Initiatives

The activities of the Board and staff are driven by our mission statement, “to provide our customers with safe, high quality, and reliable drinking water service at a reasonable rate and in a sustainable manner.” To that end, the District’s major priorities include the following:

1. Continue to deliver safe, reliable, high-quality water at an affordable price.
2. Nurture a culture that values our employees, customer service, innovation, integrity, excellence, transparency, and conservation.
3. Implement technologies that increase efficiency and enhance safety.
4. Plan and be prepared for anticipated water demand growth associated with housing growth in the District.

5. Further refine procedures to ensure the District safeguards ratepayer funds, operates efficiently, enhances transparency, and protects employees and District assets.

All programs and operations of the District are developed and performed at the highest level to ensure that quality water is delivered to all of its customers.

Internal Control Structure

District management is responsible for the establishment and maintenance of the internal control structure that ensures the assets of the District are protected from loss, theft, or misuse. The internal control structure also ensures adequate accounting data is compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles and is designed to provide reasonable assurance that these objectives are met. The concept of reasonable assurance recognizes that (1) the cost of a control should not exceed the benefits likely to be derived and (2) the valuation of costs and benefits requires estimates and judgments by management.

Budgetary Control

The Board annually adopts an operating and capital budget prior to the new fiscal year beginning July 1st of each year. The budget authorizes and provides the basis for reporting and control of financial operations and accountability for the District's enterprise operations and capital projects. The budget and reporting treatment applied to the District is consistent with the accrual basis of accounting and the financial statement basis.

Investment Policy

The Board adopted an investment policy that conforms to state law, District ordinances, and resolutions, prudent money management principles, and "prudent person" standards. The objective of the Investment Policy is safety, liquidity, and yield. District funds are invested in the State Treasurer's Local Agency Investment Fund, CalTRUST institutional savings, Federal government Treasury notes, agency obligations and other investments.

Long-term Financial Planning

The District's financial plan includes the establishment of reserve funds in accordance with the District's Reserve Policy. Reserve funds are set to ensure the continued orderly operation of the District's water system, the provision of services to customers at established levels, and the continued stability of the District's rate structure. The District has committed to the following objectives in the Reserve Policy as of June 30, 2021.

1. The District will strive to adopt a balanced budget.
2. Capital Reserves are established to provide funds for capital facility and equipment replacement.
3. Liquidity Reserves are established to safeguard the financial flexibility and stability of the District and to maintain stable customer charges and rates.
4. Restricted Reserves are maintained to comply with restrictions imposed by outside sources such as

creditors, grantors, contributors, laws, or regulations.

The District's financial plan also includes the pursuit of alternative funding sources, which help reduce reliance on rates and rate increases. The District has been very successful in pursuing project funding from the State Revolving Fund, which promote water sustainability and reliability.

Debt Administration

The District has received and maintained a credit rating of AA- from Standard and Poor's. Revenue Bonds were issued in December 2016. The bond proceeds were used to pay off 2006D-2 Installment Purchase Agreement.

Other Post-Employment Benefits Pre-Funding

In fiscal year 2014, the District began participating in a program to pre-fund the cost of its post-employment benefits plan through the California Public Employees Retirement System (CalPERS) Trust. The District annually contributes funding.

Water Rates and District Revenues

In 2013, the District changed its rate structure from uniform rates to tiered rates and established rate increases for five consecutive years through 2017. Following a financial study in 2015, the District concluded that previously approved rate increases for 2016 and 2017 were unnecessary. The District remains in sound financial condition with adequate reserves.

Water Conservation Programs

As the District responds to changing conservation regulations at the state level, Ordinance 83 represents the current approach to water conservation. Adopted on August 18, 2016 along with a move to Stage 2 watering restrictions, Ordinance 83 incorporates the District's 20% conservation standard. The standards provide additional flexibility for our customers while improving the clarity of the regulations in order to support meeting conservation goals. The District will also maintain conservation educational programs in partnership with the school districts and community groups, continue indoor and outdoor rebates and water audits, and implement grant programs encouraging turf replacement projects in disadvantaged communities.

Independent Audit and Financial Reporting

State Law and Bond covenants require the District to obtain an annual audit of its financial statements by an independent certified public accountant. The accounting firm of The Pun Group, LLP has conducted the audit of the District's financial statements. Their unmodified Independent Auditor's Report appears in the Financial Section.

Risk Management

The District is a member of the Association of California Water Agencies Joint Power Insurance Authority (Authority). The purpose of the Authority is to arrange and administer programs of insurance for the pooling of self-insured losses and to purchase excess insurance coverage. The District's Human Resources/Risk Management Department provides staff with regular safety training each month as part of the District's safety

program.

Award for Excellence in Financial Reporting

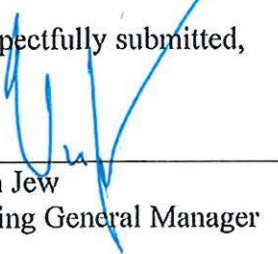
The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the West Valley Water District for its annual comprehensive financial report (ACFR) for the fiscal year ended June 30, 2021. This was the Eleventh consecutive year that the District has received this prestigious award. In order to be awarded a Certificate of Achievement, the District published an easily readable and efficiently organized ACFR. This report satisfied both generally accepted accounting principles (GAAP) and applicable legal requirements. GFOA financial reporting guidelines and standards exceed the minimum disclosure requirements of state law, and provide for maximum disclosure to the public. A Certificate of Achievement is valid for a period of one year only. We believe that our current ACFR continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

Acknowledgements

More information is contained in the MD&A and in the Notes to the Basic Financial Statements found in the Financial Section of the report.

Preparation of this report was accomplished by the combined efforts of District staff. We appreciate the dedicated efforts and professionalism that these staff members contribute to the District. We would also like to thank the members of the Board for their continued support in planning and implementation of the District's fiscal policies.

Respectfully submitted,



Van Jew
Acting General Manager

BOARD OF DIRECTORS

Elected Board of Directors as of June 30, 2022



Channing Hawkins

President, District 4

Term: 11/19 - 11/24



Greg Young

Vice President, District 5

Term: 11/19 - 11/24



Angela Garcia

Director, District 1

Term: 11/19 - 11/24



Dan Jenkins

Director, District 2

Term: 11/17 - 11/22

*Appointed July 27, 2022. Due to resignation of previous director.



Kelvin Moore

Director, District 3

Term: 11/19 - 11/22



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**West Valley Water District
California**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2021

Christopher P. Morrill

Executive Director/CEO



Financial Section



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200 E. Sandpointe Avenue, Suite 600
Santa Ana, California 92707



www.pungroup.cpa



INDEPENDENT AUDITORS' REPORT

To the Board of Directors
of the West Valley Water District
Rialto, California

Opinion

We have audited the accompanying financial statements of the West Valley Water District (the "District"), which comprise the statements of net position as of June 30, 2022 and 2021, and the related statements of revenues, expenses, and changes in net position, and cash flows for the years then ended, and the related notes to the basic financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the District as of June 30, 2022 and 2021, and the changes in financial position, and cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the District, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Emphasis of Matter

Implementation of New GASB Pronouncements

As discussed in Note 1 and Noted 12 to the basic financial statements, the District implemented Governmental Accounting Standards Board ("GASB") Statement No. 87, *Leases* during the year. As a result of the implementation, the District reported the leases and related assets, liabilities and deferred inflows of resources, and reported a restatement of its net position. Our opinion is not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.



To the Board of Directors
of the West Valley Water District
Page 2

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with auditing standards generally accepted in the United States of America and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with auditing standards generally accepted in the United States of America and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audits, significant audit findings, and certain internal control-related matters that we identified during the audits.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis, the Schedule of the District's Proportionate Share of the Net Pension Liability and Related Ratios, the Schedule of Contributions - Pensions, the Schedule of Changes in Net Other Postemployment Benefits Liability and Related Ratios, and the Schedules of Contributions – Other Postemployment, as listed in the table of contents, be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

To the Board of Directors
of the West Valley Water District
Page 3

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the Introductory and Statistical Sections but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 22, 2022 on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

The PwC Group, LLP

Santa Ana, California
December 22, 2022

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West Valley Water District
Management's Discussion and Analysis (Unaudited)
For the Year Ended June 30, 2022

The District

West Valley Water District (District) is a California Special District established under section 30000 et seq. of the California Water Code. The District is engaged in pumping, treating, and distributing water to its customers. The District serves portions of the communities of Bloomington, Colton, Fontana, Rialto, San Bernardino, and Jurupa Valley.

The management of the West Valley Water District (District) presents the District's financial statements with a narrative overview and analysis of the financial activities for the fiscal year ended June 30, 2022. We encourage readers to consider the information presented here in conjunction with the audited financial statements which follow this section.

Financial Highlights

- As of June 30, 2022, the District's assets and deferred outflows exceeds liabilities and deferred inflows by approximately \$191.6 million broken down as \$102.5 million invested in capital assets, \$49.1 million in restricted funds, and unrestricted funds of \$40 million. As of June 30, 2021, the District's assets and deferred outflows exceeds liabilities and deferred inflows by approximately \$153 million broken down as \$103.7 million invested in capital assets, \$14.0 million in restricted funds, and unrestricted funds of \$35.3 million. The unrestricted funds pay for obligations as determined by the Board of Directors to support the services provided to the customers of the District.
- In fiscal year 2022, the District's net position increased approximately \$38.5 million, from \$153.0 million to \$191.5 million or 25%. Net position also increased in fiscal year 2021, approximately by \$7.8 million, from \$145.2 million to \$153.0 million or 5%.
- In fiscal year 2022, the District's operating revenues increased by approximately 1%, or \$250,998 primarily to an increase in other operating income. Operating revenues also increased in fiscal year 2021, by 11%, or \$3,145,766 primarily to an increase in water consumption sales.
- In fiscal year 2022, the District's non-operating revenues decreased by 18%, or \$482,768. Primarily due to a loss on investment earnings of \$1.7 million. In contrast non-operating revenues decreased in fiscal year 2021, by 38% or \$1,647,394.
- In fiscal year 2022, the District's operating expenses increased 2%, or \$705,291, primarily due to an increase in pumping, water treatment, and source of supply. Operating expenses decreased in fiscal year 2021 by 5% or \$1,632,477.
- In fiscal year 2022, the District's non-operating expenses decreased by 78% or \$3,018,953. Due to a lack of impairment loss and loss on disposition of capital assets. In fiscal year 2021, non-operating expenses increased by 310% or \$2,923,113.

Overview of the Financial Statements

This discussion and analysis serve as an introduction to the District's financial statements. The District's financial statements comprise two components: 1) fund financial statements and 2) notes to the financial statements. This report also contains other supplementary information in addition to the financial statements themselves.

The *statement of net position* presents information on all of the District's assets, deferred outflows of resources, liabilities, and deferred inflows of resources with the difference between the four reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the District is improving or deteriorating.

West Valley Water District
Management's Discussion and Analysis (Unaudited) (Continued)
For the Year Ended June 30, 2022

The *statement of revenues, expenses and changes in net position* presents information showing how net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., earned but unused vacation leave).

The *statement of cash flows* presents information showing the sources and uses of cash related to operating activities, noncapital financing activities, capital and related financing activities and investing activities. In addition, the statement provides information about significant non-cash investing, capital and financing activities.

Notes to the financial statements provide additional information that is essential to a full understanding of the data provided in the fund financial statement.

Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the District, assets exceeded liabilities by \$190.1 million as of June 30, 2022.

The largest portion of the District's net position during June 30, 2022 (53%), reflects its net investment in capital assets (e.g., land, buildings, machinery, and equipment); less any related debt used to acquire those assets that is still outstanding. The District uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the District's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

| Condensed Statement of Net Position | Fiscal Year ended June 30 | | |
|--|---------------------------|-----------------------|-----------------------|
| | 2022 | 2021 (as restated) | 2020 |
| Assets: | | | |
| Current assets | \$ 115,108,456 | \$ 74,496,559 | \$ 66,846,297 |
| Noncurrent assets | 1,661,062 | 1,711,201 | 328,652 |
| Capital assets | <u>131,187,282</u> | <u>133,595,875</u> | <u>133,386,934</u> |
| Total assets | <u>247,956,800</u> | <u>209,803,635</u> | <u>200,561,883</u> |
| Deferred outflow of resources | <u>4,671,358</u> | <u>5,256,110</u> | <u>5,419,225</u> |
| Liabilities: | | | |
| Current liabilities | \$ 10,088,359 | \$ 9,022,530 | \$ 7,837,906 |
| Noncurrent liabilities | <u>41,317,594</u> | <u>45,713,602</u> | <u>47,640,328</u> |
| Total liabilities | <u>51,405,953</u> | <u>54,736,132</u> | <u>55,478,234</u> |
| Deferred inflows of resources | <u>9,646,074</u> | <u>7,323,556</u> | <u>5,321,237</u> |
| Net position: | | | |
| Net investment in capital assets | 102,478,576 | 103,770,537 | 102,459,965 |
| Restricted | 49,107,439 | 13,938,052 | 13,462,143 |
| Unrestricted | <u>39,990,116</u> | <u>35,291,467</u> | <u>29,259,529</u> |
| Total net position | <u>\$ 191,576,131</u> | <u>\$ 153,000,056</u> | <u>\$ 145,181,637</u> |

West Valley Water District
Management's Discussion and Analysis (Unaudited) (Continued)
For the Year Ended June 30, 2022

As of June 30, 2022, and 2021, the District reports a positive balance in its unrestricted net position of \$38,575,543 and \$33,867,838, respectively. Unrestricted net position increased in fiscal year 2022 compared to fiscal years 2021 and 2020. The net increase for unrestricted net position when comparing fiscal year 2021 to fiscal year 2020 is \$4,608,309.

Condensed Statement of Revenues, Expenses and Changes in Net Position

| | 2022 | 2021 (as restated) | 2020 |
|--|-----------------------|-----------------------|-----------------------|
| Operating revenues | \$ 32,217,598 | \$ 31,966,600 | \$ 28,820,834 |
| Operating expenses | (32,478,878) | (31,773,587) | (33,406,064) |
| Operating income (loss) | <u>(261,280)</u> | <u>193,013</u> | <u>(4,585,230)</u> |
| Non-operating revenue (expenses) | 1,309,949 | (1,226,236) | 3,344,291 |
| Income before capital contributions | 1,048,669 | (1,033,223) | (1,240,939) |
| Capital contributions | 37,527,406 | 8,851,642 | 4,917,877 |
| Changes in net position | 38,576,075 | 7,818,419 | 3,676,938 |
| Net position: | | | |
| Beginning of year | 153,000,056 | 145,181,637 | 141,504,699 |
| End of year | <u>\$ 191,576,131</u> | <u>\$ 153,000,056</u> | <u>\$ 145,181,637</u> |

The statement of revenues, expenses, and changes of net position shows how the District's net position changed during the years. In the case of the District, the net position increased by \$38,576,075 and \$7,818,419 during the years ended June 30, 2022 and 2021, respectively. Property contributions and capacity charge revenues from new development received were \$37,527,406 and \$8,851,642 during the years ended June 30, 2022 and 2021, respectively. Property contributions and capacity charge revenues had a major increase in fiscal year 2022 compared to fiscal years 2021 and 2020.

The District's total revenues decreased by \$416,580 during the fiscal year ended June 30, 2022. Primarily due to a loss in investment value and a decrease in water consumption sales of \$315,083. Operating revenues had an increase in fiscal year 2022 compared to fiscal years 2021 and 2020.

West Valley Water District
Management's Discussion and Analysis (Unaudited) (Continued)
For the Year Ended June 30, 2022

| | Total District Revenues | | |
|---|--------------------------------|----------------------|----------------------|
| | <u>2022</u> | <u>2021</u> | <u>2020</u> |
| Operating Revenues: | | | |
| Water consumption sales | \$ 20,113,330 | \$ 20,428,413 | \$ 17,698,440 |
| Water service charges | 8,027,078 | 7,978,760 | 7,506,847 |
| Other operating revenue | 4,077,190 | 3,559,427 | 3,615,547 |
| Total operating revenues | <u>32,217,598</u> | <u>31,966,600</u> | <u>28,820,834</u> |
| Nonoperating Revenues: | | | |
| Property taxes | 3,179,573 | 2,761,167 | 2,376,463 |
| Gain (loss) on disposition of capital asset | 771,002 | (189,254) | - |
| Interest and investment earnings | (1,793,624) | 67,806 | 1,910,670 |
| Total nonoperating revenues | <u>2,156,951</u> | <u>2,639,719</u> | <u>4,287,133</u> |
| Total revenues | <u>\$ 34,374,549</u> | <u>\$ 34,606,319</u> | <u>\$ 33,107,967</u> |
| | | | |
| | Total District Expenses | | |
| | <u>2022</u> | <u>2021</u> | <u>2020</u> |
| Operating Expenses: | | | |
| Source of supply | \$ 1,825,531 | \$ 1,588,731 | \$ 1,676,085 |
| Pumping | 4,417,077 | 4,077,298 | 3,416,731 |
| Water treatment | 4,591,618 | 4,067,045 | 3,966,298 |
| Transmission and distribution | 2,200,940 | 2,204,080 | 3,448,753 |
| Customer accounts | 2,462,906 | 2,600,902 | 2,425,709 |
| Public affairs | 1,034,781 | 890,242 | 1,740,136 |
| General and administrative | 9,309,184 | 9,824,619 | 10,260,591 |
| Depreciation expense | 6,315,312 | 6,199,141 | 6,150,232 |
| Amortization of water participation rights | 321,529 | 321,529 | 321,529 |
| Total operating expenses | <u>32,478,878</u> | <u>31,773,587</u> | <u>33,406,064</u> |
| Nonoperating expenses: | | | |
| Impairment loss | - | 3,000,000 | - |
| Interest expense | 847,002 | 865,955 | 942,842 |
| Total nonoperating expenses: | <u>847,002</u> | <u>3,865,955</u> | <u>942,842</u> |
| Total expenses | <u>\$ 33,325,880</u> | <u>\$ 35,639,542</u> | <u>\$ 34,348,906</u> |

The District's total expenses decreased \$2,502,916 during the fiscal year ended June 30, 2022. Even though there was a decrease in total expenses when compare to fiscal year 2021, there was an increase of \$705,291 in operating expenses. For 2022, the District incurred higher water treatment and pumping cost. The increase in water treatment cost was mostly driven by an increase in chemical supplies and sludge disposal. Pumping cost was mostly driven by electricity and chemical supplies.

West Valley Water District
Management's Discussion and Analysis (Unaudited) (Continued)
For the Year Ended June 30, 2022

Capital Asset Administration

The District's capital assets (net of accumulated depreciation) as of June 30, 2022 and 2021 were in the amounts of \$131,187,282, and \$133,595,875, respectively. This includes land and land rights, transmission and distribution systems, wells, tanks, reservoirs, pumps, building and structures, equipment, vehicles and construction-in-process. In 2022, various capital projects were finalized and added to capital assets. See note 3 for further information.

Capital Asset Administration

| | <u>June 30, 2022</u> | <u>June 30, 2021</u> | <u>June 30, 2020</u> |
|---------------------------------------|-----------------------|-----------------------|-----------------------|
| Non-depreciable assets: | | | |
| Land and land rights | \$ 2,093,491 | \$ 2,212,967 | \$ 2,212,967 |
| Construction-in-process | <u>3,920,371</u> | <u>3,578,327</u> | <u>7,367,251</u> |
| Total non-depreciable assets | <u>6,013,862</u> | <u>5,791,294</u> | <u>9,580,218</u> |
| Depreciable assets: | | | |
| Source of supply plant | 6,371,198 | 6,025,030 | 6,025,030 |
| Pumping plant | 12,297,140 | 11,657,457 | 11,657,457 |
| Bio-remediation plant | 24,907,020 | 24,907,020 | 24,907,020 |
| Water treatment plant | 37,365,593 | 37,365,593 | 35,957,186 |
| Transmission and distribution plant | 133,505,006 | 131,102,324 | 122,212,515 |
| General plant and equipment | <u>16,451,305</u> | <u>15,834,156</u> | <u>15,624,370</u> |
| Total depreciable assets | <u>230,897,262</u> | <u>226,891,580</u> | <u>216,383,578</u> |
| Less accumulated depreciation: | | | |
| Accumulated depreciation | <u>(112,237,838)</u> | <u>(105,922,524)</u> | <u>(99,733,916)</u> |
| Total depreciable assets, net | <u>118,659,424</u> | <u>120,969,056</u> | <u>116,649,662</u> |
| Intangible assets: | | | |
| Water rights | 404,949 | 404,949 | 404,949 |
| Water participation rights | 9,645,865 | 9,645,865 | 9,645,865 |
| Less: accumulated amortization | <u>(3,536,818)</u> | <u>(3,215,289)</u> | <u>(2,893,760)</u> |
| Total intangible assets, net | <u>6,513,996</u> | <u>6,835,525</u> | <u>7,157,054</u> |
| Total capital assets, net | <u>\$ 131,187,282</u> | <u>\$ 133,595,875</u> | <u>\$ 133,386,934</u> |

West Valley Water District
Management's Discussion and Analysis (Unaudited) (Continued)
For the Year Ended June 30, 2022

Long-Term Debt Administration

At the end of June 30, 2022 and 2021, the District had total long-term debt of \$28,874,092, and \$29,997,339, respectively. In 2022, long-term debt decreased by \$1,123,247, due to principal payments made on the District's outstanding debt. Long-term debt has had a steady decrease from year to year at \$28,874,092, \$29,997,339, and \$31,105,585 in fiscal years 2022, 2021, and 2020, respectively.

Long Term Debt Administration

| | June 30, 2022 | June 30, 2021 | June 30, 2020 |
|-----------------------------|----------------------|----------------------|----------------------|
| Water Revenue Refunding | | | |
| Bond, Series 2016A | \$ 19,785,000 | \$ 20,215,000 | \$ 20,630,000 |
| Add: Unamortized Premium | 994,293 | 1,034,911 | 1,075,528 |
| Total bond payable | 20,779,293 | 21,249,911 | 21,705,528 |
| Hydroelectric Plant | 1,985,751 | 2,316,851 | 2,647,951 |
| Water Participation Rights | | | |
| Contract payable | 6,109,048 | 6,430,577 | 6,752,106 |
| Total long-term debt | \$ 28,874,092 | \$ 29,997,339 | \$ 31,105,585 |

Additional information on the District's long-term debt can be found in note 5 of this report.

Economic Factors and Next Year's Budgets and Rates

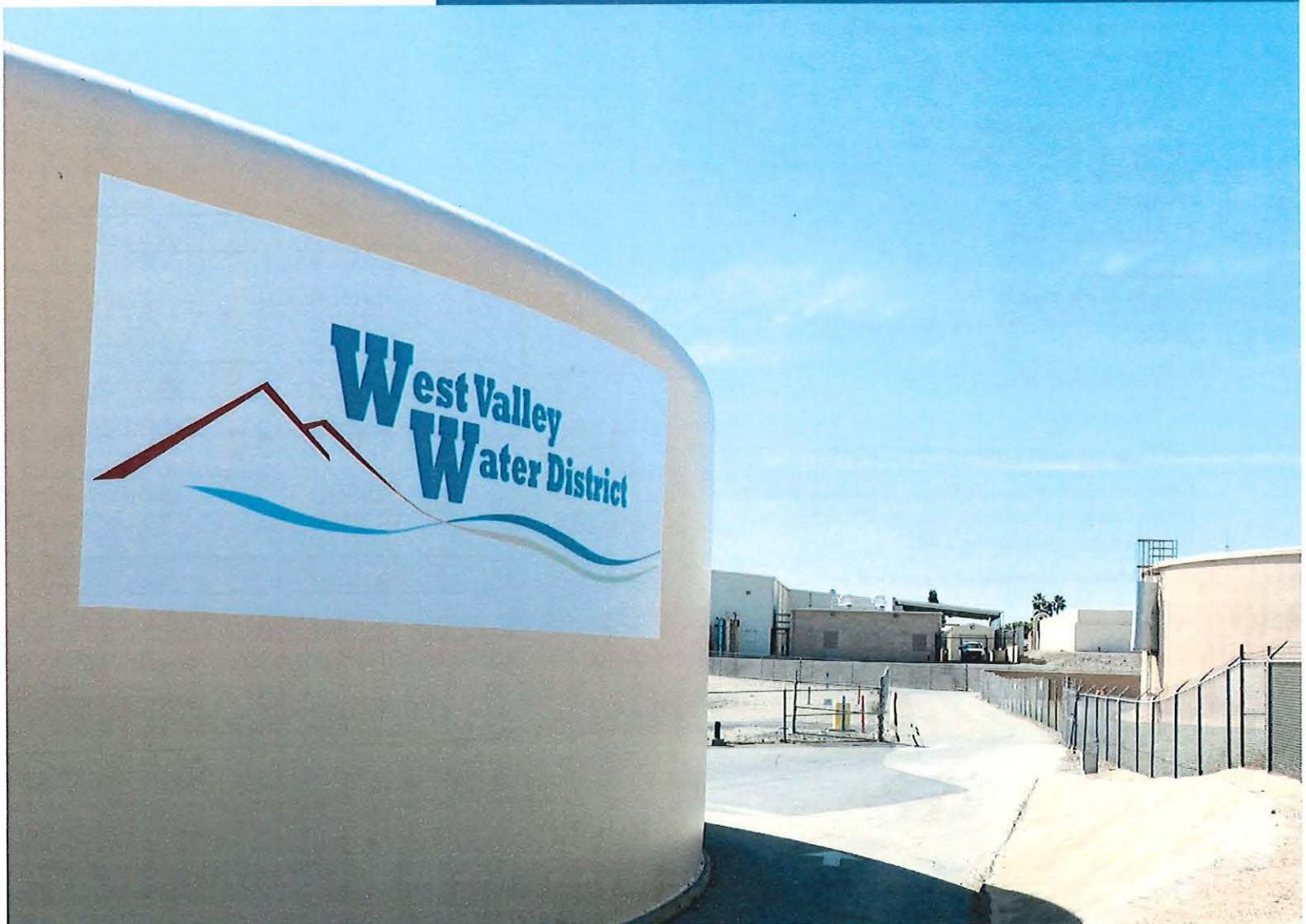
The District service area continues to be in the "severe drought" category, but this will not affect the District with meeting water demands. According to the Drought Risk Assessment (DRA), a new analysis required for the 2020 Urban Water Management Plan (UWMP), WVWD relies on groundwater basins with significant storage, available supplies do not vary on a monthly or seasonal basis. Development in the District service area was strong during fiscal year 2022 but higher interest rates might slow development in fiscal year 2023. In return this might decrease capacity charges for fiscal year 2023. The District plans to complete a cost of service study before the end of fiscal year 2023. Management is unaware of any conditions that would have a significant negative effect on our profitability or operating results in future periods.

Requests for Information

This financial report is designed to provide the District's funding sources, customers, stakeholders and other interested parties with an overview of the District's financial operations and financial condition. Should the reader have questions regarding the information included in this report or wish to request additional financial information, please contact the District's Director of Finance at 855 W. Baseline Road, Rialto, CA 92376, by mail at P.O. Box 920, Rialto, CA 92377 by phone (909) 875-1804.



Basic Financial Statements



West Valley Water District
Statements of Net Position
June 30, 2022 and 2021

| ASSETS | 2022 | 2021 (as restated) |
|---|--------------------|-----------------------|
| Current assets: | | |
| Cash and cash equivalents (Note 2) | \$ 13,015,751 | \$ 6,309,901 |
| Investments (Note 2) | 95,213,782 | 61,618,400 |
| Accrued interest receivable | 95,365 | 16,624 |
| Accounts receivable – water sales and services, net | 4,797,756 | 4,585,268 |
| Accounts receivable – redevelopment pass-through | 41,082 | 41,082 |
| Accounts receivable – other | 151,127 | 126,867 |
| Lease receivable, current (Note 3) | 9,057 | 7,320 |
| Property taxes receivable | 37,422 | 14,439 |
| Due from other governments | 272,030 | 145,600 |
| Materials and supplies inventory | 480,072 | 371,465 |
| Prepaid water | 748,350 | 259,042 |
| Prepaid items | 246,662 | 1,000,550 |
| Total current assets | 115,108,456 | 74,496,558 |
| Noncurrent assets: | | |
| Lease receivable (Note 3) | 1,414,573 | 1,423,630 |
| Accounts receivable - redevelopment pass-through | 246,489 | 287,571 |
| Capital assets, net (Note 4) | 131,187,282 | 133,595,875 |
| Total noncurrent assets | 132,848,344 | 135,307,076 |
| Total assets | 247,956,800 | 209,803,634 |
| DEFERRED OUTFLOWS OF RESOURCES | | |
| Deferred outflows of resources related to pensions (Note 7) | 2,016,923 | 2,086,824 |
| Deferred outflows of resources related to OPEB (Note 8) | 2,489,049 | 2,997,285 |
| Deferred amount on refunding at debt | 165,386 | 172,001 |
| Total deferred outflows of resources | 4,671,358 | 5,256,110 |

See accompanying Notes to the Basic Financial Statements.

West Valley Water District
Statements of Net Position (Continued)
June 30, 2022 and 2021

| LIABILITIES | 2022 | 2021 (as restated) |
|--|-----------------------|-----------------------|
| Current liabilities: | | |
| Accounts payable and accrued expenses | 2,675,687 | 3,048,944 |
| Accrued salaries and related payables | 76,639 | 606,719 |
| Accrued interest payable | 222,543 | 224,822 |
| Pass-through utility user taxes payable | 195,392 | 158,102 |
| Customer deposits | 2,442,146 | 1,895,764 |
| Construction advances and deposits | 2,906,892 | 1,542,585 |
| Long-term liabilities – due within one year: | | |
| Compensated absences (Note 5) | 476,431 | 462,965 |
| Contract payable (Note 6) | 652,629 | 652,629 |
| Bonds payable (Note 6) | 440,000 | 430,000 |
| Total current liabilities | 10,088,359 | 9,022,530 |
| Noncurrent liabilities: | | |
| Unearned revenue – developers | 1,920,894 | 859,176 |
| Long-term liabilities – due in more than one year: | | |
| Compensated absences (Note 5) | 389,807 | 378,789 |
| Contingent liability (Note 10) | 225,000 | - |
| Contract payable (Note 6) | 7,442,170 | 8,094,799 |
| Bonds payable (Note 6) | 20,339,293 | 20,819,911 |
| Net pension liability (Note 7) | 3,468,668 | 7,159,848 |
| Net other post-employment benefits liability (Note 8) | 7,531,762 | 8,401,079 |
| Total noncurrent liabilities | 41,317,594 | 45,713,602 |
| Total liabilities | 51,405,953 | 54,736,132 |
| DEFERRED INFLOWS OF RESOURCES | | |
| Deferred inflows of resources related to pensions (Note 7) | 3,305,951 | 326,083 |
| Deferred inflows of resources related to OPEB (Note 8) | 4,983,142 | 5,600,457 |
| Deferred inflows of resources related to leases (Note 3) | 1,356,981 | 1,397,016 |
| Total deferred inflows of resources | 9,646,074 | 7,323,556 |
| NET POSITION | | |
| Net position: | | |
| Net investment in capital assets (Note 9) | 102,478,576 | 103,770,537 |
| Restricted for: | | |
| Capital projects | 49,107,439 | 13,938,052 |
| Unrestricted | 39,990,116 | 35,291,467 |
| Total net position | \$ 191,576,131 | \$ 153,000,056 |

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West Valley Water District
Statements of Revenues, Expenses and Changes in Net Position
For the Years Ended June 30, 2022 and 2021

| | 2022 | 2021 (as restated) |
|---|-----------------------|-----------------------|
| OPERATING REVENUES: | | |
| Water consumption sales | \$ 20,113,330 | \$ 20,428,413 |
| Water service charges | 8,027,078 | 7,978,760 |
| Other operating revenue | 4,077,190 | 3,559,427 |
| Total operating revenues | 32,217,598 | 31,966,600 |
| OPERATING EXPENSES: | | |
| Source of supply | 1,825,531 | 1,588,731 |
| Pumping | 4,417,077 | 4,077,298 |
| Water treatment | 4,591,618 | 4,067,045 |
| Transmission and distribution | 2,200,940 | 2,204,080 |
| Customer accounts | 2,462,906 | 2,600,902 |
| Public affairs | 1,034,781 | 890,242 |
| General and administrative | 9,309,184 | 9,824,619 |
| Depreciation expense | 6,315,312 | 6,199,141 |
| Amortization of water participation rights | 321,529 | 321,529 |
| Total operating expenses | 32,478,878 | 31,773,587 |
| OPERATING (LOSS) INCOME | (261,280) | 193,013 |
| NONOPERATING REVENUES (EXPENSES): | | |
| Property taxes | 3,179,573 | 2,761,167 |
| Interest and investment (loss) earnings | (1,793,624) | 67,806 |
| Gain/(loss) on disposition of capital assets | 771,002 | (189,254) |
| Impairment loss | - | (3,000,000) |
| Interest expense | (847,002) | (865,955) |
| Total nonoperating revenues (expenses) | 1,309,949 | (1,226,236) |
| Income (Loss) before capital contributions | 1,048,669 | (1,033,223) |
| CAPITAL CONTRIBUTIONS: | | |
| Developer contributions | 800,663 | 5,813,135 |
| Capacity charges | 36,726,743 | 3,038,507 |
| Total capital contributions | 37,527,406 | 8,851,642 |
| CHANGES IN NET POSITION | 38,576,075 | 7,818,419 |
| NET POSITION: | | |
| Beginning of year | 153,000,056 | 145,181,637 |
| End of year | \$ 191,576,131 | \$ 153,000,056 |

West Valley Water District
Statements of Cash Flows
For the Years Ended June 30, 2022 and 2021

| | <u>2022</u> | <u>2021</u> (as restated) |
|--|----------------------|------------------------------|
| CASH FLOWS FROM OPERATING ACTIVITIES: | | |
| Cash receipts from customers for water sales and services | \$ 29,799,732 | \$ 27,736,157 |
| Cash paid to employees for salaries and benefits | (11,187,786) | (9,125,111) |
| Cash paid to vendors and suppliers for materials and services | (16,734,647) | (15,692,335) |
| Cash received from others | 5,012,478 | 4,352,354 |
| Net cash provided by operating activities | <u>6,889,777</u> | <u>7,271,065</u> |
| CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES: | | |
| Property taxes and fee collected | 3,179,573 | 2,761,167 |
| Net cash provided by noncapital financing activities | <u>3,179,573</u> | <u>2,761,167</u> |
| CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES: | | |
| Acquisition and construction of capital assets | (4,598,079) | (9,981,099) |
| Proceeds from developer contributions | 800,663 | 5,813,135 |
| Proceeds from capacity charges | 36,726,743 | 3,038,507 |
| Proceeds from sale of capital assets | 1,140,833 | 62,234 |
| Principal paid on long-term debt | (1,082,629) | (1,067,629) |
| Interest paid on long term debt | (883,284) | (923,277) |
| Net cash provided by (used in) capital and related financing activities | <u>32,104,247</u> | <u>(3,058,129)</u> |
| CASH FLOWS FROM INVESTING ACTIVITIES: | | |
| Purchase of investments | (33,595,382) | (4,399,138) |
| Interest received | (1,872,365) | 112,554 |
| Net cash (used in) investing activities | <u>(35,467,747)</u> | <u>(4,286,584)</u> |
| Net change in cash and cash equivalents | 6,705,850 | 2,687,519 |
| CASH AND CASH EQUIVALENTS: | | |
| Beginning of year | 6,309,901 | 3,622,382 |
| End of year | <u>\$ 13,015,751</u> | <u>\$ 6,309,901</u> |

See accompanying Notes to the Basic Financial Statements.

West Valley Water District
Statements of Cash Flows (Continued)
For the Years Ended June 30, 2022 and 2021

| | 2022 | 2021 (as restated) |
|---|---------------------|-----------------------|
| RECONCILIATION OF OPERATING (LOSS) TO NET CASH PROVIDED BY OPERATING ACTIVITIES: | | |
| Operating (loss) income | \$ (261,280) | \$ 193,013 |
| Adjustments to reconcile operating (loss) income to net cash provided by operating activities: | | |
| Depreciation expense | 6,315,312 | 6,199,141 |
| Amortization of water participation rights | 321,529 | 321,529 |
| (Increase) decrease in: | | |
| Accounts receivable – water sales and services, net | (212,488) | (796,290) |
| Accounts receivable – other | (24,260) | (20,517) |
| Accounts receivable - lease | 7,320 | 6,101 |
| Property taxes receivable | (22,983) | (2,410) |
| Due from other government | (126,430) | 142,152 |
| Materials and supplies inventory | (108,607) | 20,330 |
| Prepaid water | (489,308) | 501,136 |
| Prepaid items | 753,888 | (445,433) |
| Accounts receivable - redevelopment pass-through | 41,082 | 41,081 |
| Deferred outflows of resources - pensions | 69,901 | 80,471 |
| Deferred outflows of resources - OPEB | 508,236 | 76,029 |
| Increase (decrease) in: | | |
| Accounts payable and accrued expenses | (373,257) | 927,751 |
| Accrued salaries and related payables | (530,080) | 176,469 |
| Pass-through utility user taxes payable | 37,290 | (3,851) |
| Customer deposits | 546,382 | 55,825 |
| Unearned Revenue | 1,061,718 | 684,709 |
| Change in contingent liabilities | 225,000 | (438,970) |
| Changes in Net Pension Liability | (3,691,180) | 738,736 |
| Change in Net OPEB Liability | (869,317) | (1,776,055) |
| Construction advances and deposits | 1,364,307 | 51,295 |
| Compensated absences | 24,484 | (26,445) |
| Deferred inflows of resources - leases | (40,035) | (40,035) |
| Deferred inflows of resources - pensions | 2,979,868 | (208,469) |
| Deferred inflows of resources - OPEB | (617,315) | 813,772 |
| Total adjustments | 7,151,057 | 7,078,052 |
| Net cash provided by operating activities | \$ 6,889,777 | \$ 7,271,065 |

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NOTES TO THE BASIC FINANCIAL STATEMENTS

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West Valley Water District
Notes to the Basic Financial Statements
For the Years Ended June 30, 2022 and 2021

Note 1 – Reporting Entity and Summary of Significant Accounting Policies

Organization and Operations of the Reporting Entity

Established on January 8, 1952, the West Valley Water District (the “District”) is located in Southwestern San Bernardino County with a small area of Northwestern Riverside County. The District’s service area is approximately 32 square miles. The District uses 376 miles of water mains to provide water to approximately 21,000 customers. The District is governed by a five-member Board of Directors who serve overlapping four-year terms.

The West End Water Development, Treatment and Public Affairs Joint Powers Authority (the “Authority”) was formed on April 7, 1989, pursuant to the provisions of Article I, Chapter S, Division 7, Title 1 of the California Government Code. The Authority is deemed to be a component unit of the West Valley Water District, District of Rialto and the Municipal Water Department of the District of San Bernardino. The District’s portion of the Authority has been included in these financial statements using the blended method of reporting. The Authority has had no activity in the past 10 years and reports no assets or liabilities.

The criteria used in determining the scope of the financial reporting entity is based on generally accepted accounting principles. The District is the primary governmental unit based on the foundation of a separately elected governing board that is elected by the citizens in a general popular election. Component units are legally separate organizations for which the elected officials of the primary government are financially accountable. The District is financially accountable if it appoints a voting majority of the organization’s governing body and: 1) It is able to impose its will on that organization, or 2) There is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on, the primary government.

Basis of Presentation

Financial statement presentation follows the recommendations promulgated by the Governmental Accounting Standards Board (“GASB”) commonly referred to as accounting principles generally accepted in the United States of America (“U.S. GAAP”). GASB is the accepted standard-setting body for establishing governmental accounting and financial reporting standards.

Basis of Accounting and Measurement Focus

The District reports its activities as an enterprise fund, which is used to account for operations that are financed and operated in a manner similar to a private business enterprise, where the intent of the District is that the costs of providing water to its service area on a continuing basis be financed or recovered primarily through user charges (water sales), capital grants and similar funding.

The financial statements are reported using the “*economic resources*” measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Grants and similar items are recognized as revenue as all eligibility requirements have been met. Interest associated with the current fiscal period is considered to be susceptible to accrual and so has been recognized as revenue of the current fiscal period.

Operating revenues and expenses, such as water sales and water purchases, result from exchange transactions associated with the principal activity of the District. Exchange transactions are those in which each party receives and gives up essentially equal values. Management, administration, and depreciation expenses are also considered operating expenses. Other revenues and expenses, not included in the above categories, are reported as non-operating revenues and expenses.

West Valley Water District
Notes to the Basic Financial Statements (Continued)
For the Years Ended June 30, 2022 and 2021

Note 1 – Reporting Entity and Summary of Significant Accounting Policies (Continued)

Basis of Accounting and Measurement Focus (Continued)

The Statement of Net Position reports separate sections for Deferred Outflows of Resources, and Deferred Inflows of Resources, when applicable.

Deferred Outflows of Resources represent outflows of resources (consumption of net position) that apply to future periods and that, therefore, will not be recognized as an expense until that time.

Deferred Inflows of Resources represent inflows of resources (acquisition of net position) that apply to future periods and that, therefore, will not be recognized as revenue until that time.

Cash and Cash Equivalents

Cash and cash equivalents include all highly liquid investments with original maturities of 90 days or less and are carried at cost, which approximates fair value.

Investments

Investments are stated at fair value. Changes in fair value that occur during a fiscal year are recognized as investment income reported for that fiscal year. Investment income includes interest earnings, changes in fair value, and any gains or losses realized upon the liquidation or sale of investments.

Fair Value Measurements

U.S. GAAP defines fair value, establishes a framework for measuring fair value and establishes disclosures about fair value measurement. Investments, unless otherwise specified, recorded at fair value in the Statements of Net Position, are categorized based upon the level of judgment associated with the inputs used to measure their fair value. Levels of inputs are as follows:

- Level 1 — Inputs are unadjusted, quoted prices for identical assets and liabilities in active markets at the measurement date.
- Level 2 — Inputs, other than quoted prices included in Level 1, that are observable for the asset or liability through corroboration with market data at the measurement date.
- Level 3 — Unobservable inputs that reflect management's best estimate of what market participants would use in pricing the asset or liability at the measurement date.

Restricted Assets

Certain assets of the District are restricted in use by ordinance or debt covenant and, accordingly, are shown as restricted assets on the accompanying statement of net position. Revenue bond reserve funds and construction funds set aside from bond proceeds are restricted for future debt service payments and construction projects. The District uses restricted resources, prior to using unrestricted resources, to pay expenditures meeting the criteria imposed on the use of restricted resources by a third party.

West Valley Water District
Notes to the Basic Financial Statements (Continued)
For the Years Ended June 30, 2022 and 2021

Note 1 – Reporting Entity and Summary of Significant Accounting Policies (Continued)

Accounts Receivable and Allowance for Uncollectible Accounts

The District extends credit to customers in the normal course of operations. When management deems customer accounts uncollectible, the District uses the allowance method for the reservation and write-off of those accounts.

Materials and Supplies Inventory

Materials and supplies inventory consist primarily of water meters, pipe and pipe fittings for construction and repair to the District's water transmission and distribution system. Inventory is valued at cost using a weighted average method. Inventory items are charged to expense at the time that individual items are withdrawn from inventory or consumed.

Prepaid Items

Certain payments to vendors reflect costs or deposits applicable to future accounting periods and are recorded as prepaid items in the basic financial statements.

Accounts Receivable – Redevelopment Pass-Through

The District has a tax pass-through agreement with the District of Rialto; whereby, the County of San Bernardino auditor-controller is to pay a portion of the District's incremental tax receipts directly to the District for water-related improvements within the Agua Mansa redevelopment area. Over the past several years, the District has received an annual payment of the revenue that it is entitled to and it is anticipated that the District will continue to collect annual payments through fiscal year 2029.

Leases

Lessor

The District is a lessor for leases of land. The District recognizes leases receivable and deferred inflows of resources in the financial Statements.

At the commencement of a lease, the District initially measures the lease receivable at the present value of payments expected to be received during the lease term. Subsequently, the lease receivable is reduced by the principal portion of lease payments received. The deferred inflows of resources are initially measured as the initial amount of the lease receivable, adjusted for lease payments received at or before the lease commencement date. Subsequently, the deferred inflows of resources are recognized as revenue over the life of the lease term in a systematic and rational method.

Key estimates and judgments include how the District determines (1) the discount rate it uses to discount the expected lease receipts to present value, (2) lease term, and (3) lease receipts.

- The District uses its estimated incremental borrowing rate as the discount rate for leases.
- The lease term includes the noncancellable period of the lease. Lease receipts included in the measurement of the lease receivable is composed of fixed payments from the lessee.

The District monitors changes in circumstances that would require a remeasurement of its lease and will remeasure the lease receivable and deferred inflows of resources if certain changes occur that are expected to significantly affect the amount of the lease receivable.

West Valley Water District
Notes to the Basic Financial Statements (Continued)
For the Years Ended June 30, 2022 and 2021

Note 1 – Reporting Entity and Summary of Significant Accounting Policies (Continued)

Capital Assets

Capital assets acquired and/or constructed are capitalized at historical cost. District policy has set the capitalization threshold for reporting capital assets at \$5,000. Donated capital assets are valued at acquisition value on the date donated. Upon retirement or other disposition of capital assets, the cost and related accumulated depreciation are removed from the respective balances and any gains or losses are recognized.

Depreciation is recorded on a straight-line basis over the estimated useful lives of the assets as follows:

| | |
|-------------------------------------|---------------|
| Source of supply plant | 20 years |
| Pumping plant | 10 - 20 years |
| Water treatment plant | 10 years |
| Transmission and distribution plant | 15 - 60 years |
| General plant | 5 - 20 years |

Compensated Absences

The District's personnel policies provide for accumulation of vacation and sick leave. Liabilities for vacation and sick leave are recorded when benefits are earned. Cash payment of unused vacation is available to those qualified employees when retired or terminated.

Construction Advances and Deposits

Construction advances represent deposits received in aid of construction, which are refundable if the applicable construction does not take place. Construction advances are transferred to contributed capital when the applicable construction project is completed.

Defined Benefit Pension Plans

For purposes of measuring the net pension liability, and deferred outflows of resources and deferred inflows of resources related to pensions and pension expense, information about the fiduciary net pension of the District's pension plans and additions to/deductions from the plan's fiduciary net position have been determined on the same basis as they are reported by plans (Note 7). For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with benefit terms. Investments are reported at fair value.

The following timeframes are used for pension reporting:

| | |
|--------------------|-------------------------------|
| <u>CalPERS</u> | <u>June 30, 2022</u> |
| Valuation date | June 30, 2020 |
| Measurement date | June 30, 2021 |
| Measurement period | July 1, 2020 to June 30, 2021 |
| <u>CalPERS</u> | <u>June 30, 2020</u> |
| Valuation date | June 30, 2019 |
| Measurement date | June 30, 2020 |
| Measurement period | July 1, 2019 to June 30, 2020 |

West Valley Water District
Notes to the Basic Financial Statements (Continued)
For the Years Ended June 30, 2022 and 2021

Note 1 – Reporting Entity and Summary of Significant Accounting Policies (Continued)

Defined Benefit Pension Plans (Continued)

Gains and losses related to changes in total pension liability and fiduciary net position are recognized in pension expense systematically over time. The first amortized amounts are recognized in pension expense for the year the gain or loss occurs. The remaining amounts are categorized as deferred outflows and deferred inflows of resources related to pensions and are to be recognized in future pension expense. The amortization period differs depending on the source of the gain or loss. The difference between projected and actual earnings is amortized straight-line over 5 years. All other amounts are amortized straight-line over the average expected remaining service lives of all members that are provided with benefits (active, inactive and retirees) as of the beginning of the measurement period.

Other Postemployment Benefits (“OPEB”)

For purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, information about the fiduciary net position of the District’s OPEB Plan and additions to/deductions from OPEB Plan’s fiduciary net position have been determined on the same basis as they are reported by the Plan (Note 8). For this purpose, the OPEB Plan recognizes benefit payments when due and payable in accordance with the benefit terms. Investments are reported at fair value, except for money market investments, which are reported at amortized cost.

The following timeframes are used for pension reporting:

| <u>OPEB</u> | <u>June 30, 2022</u> |
|--------------------|-------------------------------|
| Valuation date | June 30, 2020 |
| Measurement date | June 30, 2021 |
| Measurement period | July 1, 2020 to June 30, 2021 |
| | |
| <u>OPEB</u> | <u>June 30, 2021</u> |
| Valuation date | June 30, 2020 |
| Measurement date | June 30, 2020 |
| Measurement period | July 1, 2019 to June 30, 2020 |

Net Position

The financial statements utilize a net position presentation. Net position is categorized as follows:

Net investment in capital assets – This component of net position consists of capital assets, net of accumulated depreciation, reduced by any outstanding balances of debt and the deferred amount on refunding debt that are attributable to the acquisition, construction or improvement of those assets.

Restricted– This component of net position consists of restricted assets reduced by liabilities and deferred outflows and inflows of resources related to those assets.

Unrestricted – This component of net position is the amount of the assets, deferred outflows or resources, liabilities, and deferred inflows of resources that are not included in the determination of net investments in capital assets or the restricted component of net position.

West Valley Water District
Notes to the Basic Financial Statements (Continued)
For the Years Ended June 30, 2022 and 2021

Note 1 – Reporting Entity and Summary of Significant Accounting Policies (Continued)

Water Sales and Sewer Services

Water sales and sewer services are billed on a monthly cyclical basis and recognize the respective revenues when they are earned.

Capital Contributions

Capital contributions represent cash and capital asset additions contributed to the District by property owners, granting agencies or real estate developers desiring services that require capital expenditures or capacity commitment. Any prepayments received by the District are reported as unearned revenue until construction of the related project has commenced and the District is reasonably certain they will be completed. Upon completion, the applicable amounts are recognized as capital contributions.

Budgetary Policies

The District adopts an annual non-appropriated budget for planning, control, and evaluation purposes. Budgetary control and evaluation are affected by comparisons of actual revenues and expenses with planned revenues and expenses for the period. Encumbrance accounting is not used to account for commitments related to unperformed contracts for construction and services.

Use of Estimates

The preparation of the basic financial statements in conformity with U.S. GAAP requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results most likely will differ from those estimates.

Implementation of Governmental Accounting Standards Board (GASB) Pronouncement

During the fiscal year ended June 30, 2022, the District implemented the following accounting standards:

- In June 2017, GASB issued Statement No. 87, *Leases* (GASB Statement No. 87), to better meet the information needs of financial statement users by improving accounting and financial reporting for leases by governments. This statement increases the usefulness of governments' financial statements by requiring recognition of certain lease assets and liabilities for leases that previously were classified as operating leases and recognized as inflows of resources or outflows of resources based on the payment provisions of the contract. It also establishes a single model for lease accounting based on the foundational principle that leases are financings of the right to use an underlying asset. Implementation of this Statement had a material effect on the District's financial statements for the year ended June 30, 2022.

West Valley Water District
Notes to the Basic Financial Statements (Continued)
For the Years Ended June 30, 2022 and 2021

Note 1 – Reporting Entity and Summary of Significant Accounting Policies (Continued)

Implementation of Governmental Accounting Standards Board (GASB) Pronouncement (Continued)

- In June 2018, GASB issued Statement No. 89, *Accounting for Interest Cost Incurred before the End of a Construction Period*. This Statement establishes accounting requirements for interest cost incurred before the end of a construction period. Such interest cost includes all interest that previously was accounted for in accordance with the requirements of paragraphs 5–22 of Statement No. 62, *Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements*, which are superseded by this Statement. This Statement requires that interest cost incurred before the end of a construction period be recognized as an expense in the period in which the cost is incurred for financial statements prepared using the economic resources measurement focus. As a result, interest cost incurred before the end of a construction period will not be included in the historical cost of a capital asset reported in a business-type activity or enterprise fund. Application of this statement did not have a material effect on the District’s financial statements for the fiscal year ending June 30, 2022.
- In January 2020, GASB issued Statement No. 92, *Omnibus 2020*. The primary objectives of this Statement are to enhance comparability in accounting and financial reporting and to improve consistency of authoritative literature by addressing practice issues that have been identified during implementation and application of certain GASB Statements. Application of this statement did not have a material effect on the District’s financial statements for the fiscal year ending June 30, 2022.
- In March 2020, GASB issued Statement No. 93, *Replacement of Interbank Offered Rates*. Some governments have entered into agreements in which variable payments made or received depend on an interbank offered rate (IBOR)—most notably, the London Interbank Offered Rate (LIBOR). As a result of global reference rate reform, LIBOR is expected to cease to exist in its current form at the end of 2021, prompting governments to amend or replace financial instruments for the purpose of replacing LIBOR with other reference rates, by either changing the reference rate or adding or changing fallback provisions related to the reference rate. The objective of this Statement is to address those and other accounting and financial reporting implications that result from the replacement of an IBOR. Application of this statement did not have a material effect on the District’s financial statements for the fiscal year ending June 30, 2022.
- In June 2020, GASB issued Statement No. 97, *Certain Component Unit Criteria, and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans – An Amendment of GASB Statements No. 14 and No. 84, and a Supersession of GASB Statement No. 32*. The primary objectives of this Statement are to (1) increase consistency and comparability related to the reporting of fiduciary component units in circumstances in which a potential component unit does not have a governing board and the primary government performs the duties that a governing board typically would perform; (2) mitigate costs associated with the reporting of certain defined contribution pension plans, defined contribution other postemployment benefit (OPEB) plans, and employee benefit plans other than pension plans or OPEB plans (other employee benefit plans) as fiduciary component units in fiduciary fund financial statements; and (3) enhance the relevance, consistency, and comparability of the accounting and financial reporting for Internal Revenue Code (IRC) Section 457 deferred compensation plans (Section 457 plans) that meet the definition of a pension plan and for benefits provided through those plans. Application of this statement did not have a material effect on the District’s financial statements for the fiscal year ending June 30, 2022.

West Valley Water District
Notes to the Basic Financial Statements (Continued)
For the Years Ended June 30, 2022 and 2021

Note 1 – Reporting Entity and Summary of Significant Accounting Policies (Continued)

Upcoming Government Accounting Standards Implementations

The District is currently analyzing its accounting practices to determine the potential impact on the financial statements for the following GASB statements:

In May 2019, GASB issued Statement No. 91, *Conduit Debt Obligations*. The primary objectives of this Statement are to provide a single method of reporting conduit debt obligations by issuers and eliminate diversity in practice associated with (1) commitments extended by issuers, (2) arrangements associated with conduit debt obligations, and (3) related note disclosures. This Statement achieves those objectives by clarifying the existing definition of a conduit debt obligation; establishing that a conduit debt obligation is not a liability of the issuer; establishing standards for accounting and financial reporting of additional commitments and voluntary commitments extended by issuers and arrangements associated with conduit debt obligations; and improving required note disclosures. Application of this statement is effective for the District’s fiscal year ending June 30, 2023.

In March 2020, GASB issued Statement No. 94, *Public-Private and Public-Public Partnerships and Availability Payment Arrangements*. The primary objective of this Statement is to improve financial reporting by addressing issues related to public-private and public-public partnership arrangements (PPPs). As used in this Statement, a PPP is an arrangement in which a government (the transferor) contracts with an operator (a governmental or nongovernmental entity) to provide public services by conveying control of the right to operate or use a nonfinancial asset, such as infrastructure or other capital asset (the underlying PPP asset), for a period of time in an exchange or exchange-like transaction. Application of this statement is effective for the District’s fiscal year ending June 30, 2023.

In May 2020, GASB issued Statement No. 96, *Subscription-Based Information Technology Arrangements*. This Statement provides guidance on the accounting and financial reporting for subscription-based information technology arrangements (SBITAs) for government end users (governments). This Statement (1) defines a SBITA; (2) establishes that a SBITA results in a right-to-use subscription asset—an intangible asset—and a corresponding subscription liability; (3) provides the capitalization criteria for outlays other than subscription payments, including implementation costs of a SBITA; and (4) requires note disclosures regarding a SBITA. Application of this statement is effective for the District’s fiscal year ending June 30, 2023.

In April 2022, GASB issued Statement No. 99, *Omnibus 2022*. The objectives of this Statement are to enhance comparability in accounting and financial reporting and to improve the consistency of authoritative literature by addressing (1) practice issues that have been identified during implementation and application of certain GASB Statements and (2) accounting and financial reporting for financial guarantees. Application of this statement is effective for the District’s fiscal year ending June 30, 2023.

In June 2022, GASB issued Statement No. 100, *Accounting Changes and Error Corrections – an Amendment of GASB Statement No. 62*. The primary objective of this Statement is to enhance accounting and financial reporting requirements for accounting changes and error corrections to provide more understandable, reliable, relevant, consistent, and comparable information for making decisions or assessing accountability. Application of this statement is effective for the District’s fiscal year ending June 30, 2024.

In June 2022, GASB issued Statement No. 101, *Compensated Absences*. The objective of this Statement is to better meet the information needs of financial statement users by updating the recognition and measurement guidance for compensated absences. That objective is achieved by aligning the recognition and measurement guidance under a unified model and by amending certain previously required disclosures. Application of this statement is effective for the District’s fiscal year ending June 30, 2025.

West Valley Water District
Notes to the Basic Financial Statements (Continued)
For the Years Ended June 30, 2022 and 2021

Note 2 – Cash and Investments

Cash and investments as of June 30, 2022 and 2021 were classified in the accompanying financial statements as follows:

| | 2022 | 2021 |
|----------------------------|----------------|---------------|
| Cash and cash equivalents | \$ 13,015,751 | \$ 6,309,901 |
| Investments | 95,213,782 | 61,618,400 |
| Total cash and investments | \$ 108,229,533 | \$ 67,928,301 |

Cash and investments as of June 30, 2022 and 2021 consist of the following:

| | 2022 | 2021 |
|---|----------------|---------------|
| Cash on hand | \$ 4,300 | \$ 4,300 |
| Deposits held with financial institutions | 13,011,451 | 6,305,601 |
| Investments | 95,213,782 | 61,618,400 |
| Total cash and investments | \$ 108,229,533 | \$ 67,928,301 |

Demand Deposits

The carrying amounts of cash deposits were \$13,011,451 and \$6,305,601 at June 30, 2022 and 2021, respectively. Bank balances at June 30, 2022 and 2021 were \$13,152,402 and \$6,064,541, respectively, which were fully insured and/or collateralized with securities held by the pledging financial institutions in the District's name as discussed below.

The California Government Code requires California banks and savings and loan associations to secure the District's cash deposits by pledging securities as collateral. This Code states that collateral pledged in this manner shall have the effect of perfecting a security interest in such collateral superior to those of a general creditor. Thus, collateral for cash deposits is considered to be held in the District's name.

The fair value of pledged securities must equal at least 110% of the District's cash deposits. California law also allows institutions to secure the District's deposits by pledging first trust deed mortgage notes having a value of 150% of the District's total cash deposits. The District may waive collateral requirements for cash deposits, which are fully insured up to \$250,000 by the Federal Deposit Insurance Corporation. The District, however, has not waived the collateralization requirements.

Investments Authorized by the California Government Code and the District's Investment Policy

The table below identifies the investment types that are authorized by the District in accordance with the California Government Code (or the District's investment policy, where more restrictive). The table also identifies certain provisions of the California Government Code (or the District's investment policy, where more restrictive) that address interest rate risk, credit risk, and concentration of credit risk.

This table does not address investments of debt proceeds held by bond trustees that are governed by the provisions of debt agreements of the District, rather than the general provisions of the California Government Code or the District's investment policy.

West Valley Water District
Notes to the Basic Financial Statements (Continued)
For the Years Ended June 30, 2022 and 2021

Note 2 – Cash and Investments (Continued)

Investments Authorized by the California Government Code and the District's Investment Policy (continued)

| Authorized Investment Type | Maximum Maturity | Maximum Percentage Of Portfolio | Maximum Investment in One Issuer |
|--|------------------|---------------------------------|----------------------------------|
| U.S. Treasury Obligations | 5 years | None | None |
| U.S. Government Sponsored Entity Securities ¹ | 3 years | None | None |
| Certificate of Deposit ² | 5 years | None | 50% |
| Money Market Mutual Funds | N/A | 20% | 50% |
| Collateralized Bank Deposits ³ | 5 years | None | None |
| Local Agency Investment Fund (LAIF) | N/A | None | None |
| CalTrust | 2 years | None | None |
| Municipal Securities | 5 years | 20% | None |
| Banker's Acceptances | 180 days | 25% | 50% |
| Commercial Paper | 270 days | 25% | 10% |
| Repurchase Agreement | 90 days | 10% | 50% |
| Medium-Term Notes | 5 years | 30% | 50% |
| Local Government Investment Pools (LGIP) | 5 years | 50% | 50% |
| Supranational | 5 years | 30% | 10% |

¹ Purchase of callable Federal Agency Obligations are limited to a maximum 30% of portfolio.

² Only a maximum 30% of surplus funds can be invested in Certificates of Deposit.

³ Only a maximum of 20% the portfolio may be invested in Time Certificate of Deposits (TCDs). The maturity of TCDs may not exceed 4 years.

Fair Value Measurements

At June 30, 2022 and 2021, investments are reported at fair value. The following table presents the fair value measurement of investments on a recurring basis and the levels within GASB 72 fair value hierarchy in which the fair value measurements fall at June 30, 2022 and 2021:

| Investment Type | Measurement Input | | | | | |
|-------------------------------------|--|----------------------|----------------------|--|----------------------|----------------------|
| | 2022 | | | 2021 | | |
| | Significant Observable Inputs (Level 2) | Uncategorized | Total | Significant Observable Inputs (Level 2) | Uncategorized | Total |
| CalTrust | \$ - | \$ 16,665,830 | \$ 16,665,830 | \$ - | \$ 16,780,061 | \$ 16,780,061 |
| U.S. Treasury Obligations | 8,594,299 | - | 8,594,299 | 9,358,479 | - | 9,358,479 |
| U.S. Agency Obligations | 7,278,331 | - | 7,278,331 | 7,937,651 | - | 7,937,651 |
| U.S. Corporate | 5,790,300 | - | 5,790,300 | 4,665,601 | - | 4,665,601 |
| Supranational | 1,134,091 | - | 1,134,091 | 1,773,272 | - | 1,773,272 |
| Commercial Paper | 99,826 | - | 99,826 | - | - | - |
| Local Agency Investment Fund (LAIF) | - | 55,215,465 | 55,215,465 | - | 20,361,227 | 20,361,227 |
| Money Market Mutual Funds | - | 435,640 | 435,640 | - | 742,109 | 742,109 |
| Total | \$ 22,896,847 | \$ 72,316,935 | \$ 95,213,782 | \$ 23,735,003 | \$ 37,883,397 | \$ 61,618,400 |

West Valley Water District
Notes to the Basic Financial Statements (Continued)
For the Years Ended June 30, 2022 and 2021

Note 2 – Cash and Investments (Continued)

Interest Rate Risk

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. One of the ways that the District manages its exposure to interest rate risk is by purchasing a combination of shorter term and longer term investments by timing cash flows from maturities so that a portion of the portfolio is maturing or coming close to maturity as necessary to provide the cash flow and liquidity needed for operations.

Information about the sensitivity of the fair values of the District's investments to market interest rate fluctuations is provided by the table on the following page that shows the distribution of the District's investments by maturity.

The District's investments as of June 30, 2022 were as follows:

| Investment Type | Investment Maturities (in Years) | | | Fair Value Total |
|-------------------------------------|----------------------------------|-----------------|-----------------|---------------------|
| | Less Than 1 Year | 1 to 3 Years | 3 to 5 Years | |
| CalTrust | \$ 16,665,830 | \$ - | \$ - | \$ 16,665,830 |
| U.S. Agency Obligations | 499,752 | 3,262,603 | 4,831,944 | 8,594,299 |
| U.S. Treasury Obligations | 424,533 | 4,668,240 | 2,185,558 | 7,278,331 |
| U.S. Corporate | 891,714 | 3,339,085 | 1,559,502 | 5,790,301 |
| Supranational | 249,833 | 240,831 | 643,426 | 1,134,090 |
| Commercial paper | 99,826 | - | - | 99,826 |
| Local Agency Investment Fund (LAIF) | 55,215,465 | - | - | 55,215,465 |
| Money Market Mutual Funds | 435,640 | - | - | 435,640 |
| Total | \$ 74,482,593 | \$ 11,510,759 | \$ 9,220,430 | \$ 95,213,782 |

The District's investments as of June 30, 2021 were as follows:

| Investment Type | Investment Maturities (in Years) | | | Fair Value Total |
|-------------------------------------|----------------------------------|-----------------|-----------------|---------------------|
| | Less Than 1 Year | 1 to 3 Years | 3 to 5 Years | |
| CalTrust | \$ 16,780,061 | \$ - | \$ - | \$ 16,780,061 |
| U.S. Agency Obligations | 1,263,744 | 4,273,011 | 3,821,724 | 9,358,479 |
| U.S. Treasury Obligations | 756,191 | 1,034,824 | 6,146,636 | 7,937,651 |
| U.S. Corporate | 1,257,363 | 2,891,904 | 516,334 | 4,665,601 |
| Supranational | 252,208 | 572,236 | 948,828 | 1,773,272 |
| Local Agency Investment Fund (LAIF) | 20,361,227 | - | - | 20,361,227 |
| Money Market Mutual Funds | 742,109 | - | - | 742,109 |
| Total | \$ 41,412,903 | \$ 8,771,975 | \$ 11,433,522 | \$ 61,618,400 |

West Valley Water District
Notes to the Basic Financial Statements (Continued)
For the Years Ended June 30, 2022 and 2021

Note 2 – Cash and Investments (Continued)

Custodial Credit Risk

The custodial credit risk for *deposits* is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party.

The custodial credit risk for *investments* is the risk that, in the event of the failure of the counterparty (e.g., broker-dealer) to a transaction, a government will not be able to recover the value of its investment or collateral securities that are in the possession of another party. With respect to investments, custodial credit risk generally applies only to direct investments in marketable securities. Custodial credit risk does not apply to a local government's indirect investment in securities through the use of mutual funds or government investment pools (such as LAIF).

Credit Risk

Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. State law limits investments in commercial paper and corporate bonds to the top two ratings issued by nationally recognized statistical rating organizations (NRSROs). It is the District's policy to limit its investments in these investment types to the top rating issued by NRSROs, including raters Standard and Poor's, and Moody's Investors Service.

As of June 30, 2022, the District had the following table of the Standard and Poor's credit ratings:

| Investment Type | Total As of June 30, 2022 | Minimum Legal Rating | A or Higher | Not rated |
|-------------------------------------|---------------------------------|----------------------------|----------------------|----------------------|
| CalTrust | \$ 16,665,830 | N/A | \$ - | \$ 16,665,830 |
| U.S. Agency Obligations | 8,594,299 | N/A | 8,594,299 | - |
| U.S. Treasury Obligations | 7,278,331 | N/A | 7,278,331 | - |
| U.S. Corporate | 5,790,301 | A | 5,790,301 | - |
| Supranational | 1,134,090 | AA | 1,134,090 | - |
| Commercial paper | 99,826 | A-1 | 99,826 | - |
| Local Agency Investment Fund (LAIF) | 55,215,465 | N/A | - | 55,215,465 |
| Money Market Mutual Funds | 435,640 | AAA | 435,640 | - |
| Total | <u>\$ 95,213,782</u> | | <u>\$ 23,332,487</u> | <u>\$ 71,881,295</u> |

As of June 30, 2021, the District had the following table of the Standard and Poor's credit ratings:

| Investment Type | Total As of June 30, 2021 | Minimum Legal Rating | A or Higher | Not rated |
|-------------------------------------|---------------------------------|----------------------------|----------------------|----------------------|
| CalTrust | \$ 16,780,061 | N/A | \$ - | \$ 16,780,061 |
| U.S. Agency Obligations | 9,358,479 | N/A | 9,358,479 | - |
| U.S. Treasury Obligations | 7,937,651 | N/A | 7,937,651 | - |
| U.S. Corporate | 4,665,601 | A | 4,665,601 | - |
| Supranational | 1,773,272 | AA | 1,773,272 | - |
| Local Agency Investment Fund (LAIF) | 20,361,227 | N/A | - | 20,361,227 |
| Money Market Mutual Funds | 742,109 | AAA | 742,109 | - |
| Total | <u>\$ 61,618,400</u> | | <u>\$ 24,477,112</u> | <u>\$ 37,141,288</u> |

West Valley Water District
Notes to the Basic Financial Statements (Continued)
For the Years Ended June 30, 2022 and 2021

Note 2 – Cash and Investments (Continued)

Concentration of Credit Risk

The District's investment policy contains various limitations on the amounts that can be invested in any one governmental agency or non-governmental issuer as stipulated by the California Government Code. There were no investments in any one non-governmental issuer that represent 5% or more of the District's total investments as of June 30, 2022 and 2021.

Local Agency Investment Funds

The District is a voluntary participant in the Local Agency Investment Fund (LAIF) that is regulated by the California Government Code under the oversight of the Treasurer of the State of California. The fair value of the District's investment in this pool is reported in the accompanying financial statements at amounts based upon the District's pro-rata share of the fair value provided by LAIF for the entire LAIF portfolio (in relation to the amortized cost of that portfolio). The balance available for withdrawal is based on the accounting records maintained by LAIF, which are recorded on an amortized cost basis.

The District's investment with LAIF at June 30, 2022 and 2021, included a portion of the pool funds investing in Structured Notes and Asset-Backed Securities:

Structured Notes: debt securities (other than asset-backed securities) whose cash flow characteristics (coupon rate, redemption amount, or stated maturity) depend upon one or more indices and/or that have embedded forwards or options.

Asset-Backed Securities: generally, mortgage-backed securities that entitle their purchasers to receive a share of the cash flows from a pool of assets such as principal and interest repayments from a pool of mortgages (for example, Collateralized Mortgage Obligations) or credit card receivables.

The District had \$55,215,465 and \$20,361,227 invested in LAIF respectively, which had invested 1.88% and 1.10% of the pooled investment funds in structured notes and medium-term asset-backed securities as of June 30, 2022 and 2021, respectively. The LAIF fair value factor of 0.987125414 and 1.00008297 were used to calculate the fair value of the investments in LAIF as of June 30, 2022 and 2021, respectively.

Investment in CalTRUST

The Investment Trust of California, doing business as CalTRUST, is a California joint powers authority which provides California Public Agencies with investment management services for surplus funds to consolidate investment activities of its Participants and thereby reduces duplication, achieves economies of scale and carries out coherent and consolidated investment strategies through the issuance of shares of beneficial interest in investments purchased by CalTRUST. CalTRUST currently offers three accounts or series as a means for Public Agencies to invest their funds. The District participates in the CalTRUST Short-Term Fund Series and CalTRUST Medium-Term Fund Series.

West Valley Water District
Notes to the Basic Financial Statements (Continued)
For the Years Ended June 30, 2022 and 2021

Note 3 – Lease receivables

The portion of the District's property is leased to others. Such property includes special purpose facilities and land. Lease receivable consists of agreements with other for the right-to-use of the underlying assets at various locations owned by the District. The terms of the arrangements range from 2 to 99 years. The calculated interest rates used vary depending on the length of the lease. For the fiscal year ended June 30, 2022, the District recognized \$40,035 in lease revenue and \$29,362 in interest revenue.

| Leases receivable | Beginning Balance | Additions | Deletions | Ending Balance | Classification | |
|-------------------|----------------------|-----------|------------|-------------------|------------------------|------------------------------|
| | | | | | Due within One Year | Due in More Than One Year |
| FY2021-2022 | \$ 1,430,950 | \$ - | \$ (7,320) | \$ 1,423,630 | \$ 9,057 | \$ 1,414,573 |
| FY2020-2021 | 1,437,051 | - | (6,101) | 1,430,950 | 7,320 | 1,423,630 |

Lease receivable are due in the upcoming years as follows:

| Year Ending June 30, | Principal | Interest | Total |
|-------------------------|---------------------|-------------------|---------------------|
| 2023 | \$ 9,057 | \$ 29,194 | \$ 38,251 |
| 2024 | 10,244 | 28,998 | 39,242 |
| 2025 | 11,481 | 28,777 | 40,258 |
| 2026 | 12,772 | 28,530 | 41,302 |
| 2027 | 14,118 | 28,256 | 42,374 |
| 2028-2032 | 92,844 | 136,143 | 228,987 |
| 2033-2037 | 135,935 | 124,529 | 260,464 |
| 2038-2042 | 188,407 | 108,028 | 296,435 |
| 2043-2047 | 251,972 | 85,591 | 337,563 |
| 2048-2052 | 211,048 | 62,182 | 273,230 |
| 2053-2057 | 252,212 | 37,765 | 289,977 |
| 2058-2061 | 233,540 | 11,676 | 245,216 |
| Total | \$ 1,423,630 | \$ 709,670 | \$ 2,133,300 |

West Valley Water District
Notes to the Basic Financial Statements (Continued)
For the Years Ended June 30, 2022 and 2021

Note 4 – Capital Assets

Changes in capital assets for the year ended June 30, 2022, were as follows:

| | Balance July 1, 2021 | Additions | Deletions | Transfers | Balance June 30, 2022 |
|---------------------------------------|-------------------------|-----------------------|---------------------|--------------------|--------------------------|
| Non-depreciable assets: | | | | | |
| Land and land rights | \$ 2,212,967 | \$ 140,258 | \$ (259,734) | \$ - | \$ 2,093,491 |
| Construction-in-process | 3,578,327 | 3,684,293 | (110,097) | (3,232,154) | 3,920,369 |
| Total non-depreciable assets | <u>5,791,294</u> | <u>3,824,551</u> | <u>(369,831)</u> | <u>(3,232,154)</u> | <u>6,013,860</u> |
| Depreciable assets: | | | | | |
| Source of supply plant | 6,025,030 | - | - | 346,168 | 6,371,198 |
| Pumping plant | 11,657,457 | - | - | 639,683 | 12,297,140 |
| Bio-remediation plant | 24,907,020 | - | - | - | 24,907,020 |
| Water treatment plant | 37,365,593 | - | - | - | 37,365,593 |
| Transmission and distribution plant | 131,102,324 | 773,528 | - | 1,629,154 | 133,505,006 |
| General plant and equipment | 15,834,156 | - | - | 617,149 | 16,451,305 |
| Total depreciable assets | <u>226,891,580</u> | <u>773,528</u> | <u>-</u> | <u>3,232,154</u> | <u>230,897,262</u> |
| Less accumulated depreciation: | | | | | |
| Source of supply plant | (4,606,396) | (247,042) | - | - | (4,853,438) |
| Pumping plant | (8,679,724) | (435,488) | - | - | (9,115,212) |
| Bio-remediation plant | (6,211,343) | (830,234) | - | - | (7,041,577) |
| Water treatment plant | (29,830,993) | (798,560) | - | - | (30,629,553) |
| Transmission and distribution plant | (47,955,313) | (3,164,752) | - | - | (51,120,065) |
| General plant and equipment | (8,638,755) | (839,236) | - | - | (9,477,991) |
| Total accumulated depreciation | <u>(105,922,524)</u> | <u>(6,315,312)</u> | <u>-</u> | <u>-</u> | <u>(112,237,836)</u> |
| Total depreciable assets, net | <u>120,969,056</u> | <u>(5,541,784)</u> | <u>-</u> | <u>3,232,154</u> | <u>118,659,426</u> |
| Intangible assets: | | | | | |
| Water rights | 404,949 | - | - | - | 404,949 |
| Water participation rights | 9,645,865 | - | - | - | 9,645,865 |
| Less: accumulated amortization | (3,215,289) | (321,529) | - | - | (3,536,818) |
| Total intangible assets, net | <u>6,835,525</u> | <u>(321,529)</u> | <u>-</u> | <u>-</u> | <u>6,513,996</u> |
| Total capital assets, net | <u>\$ 133,595,875</u> | <u>\$ (2,038,762)</u> | <u>\$ (369,831)</u> | <u>\$ -</u> | <u>\$ 131,187,282</u> |

The construction-in-process balances at June 30, 2022 are as follows:

| | <u>2022</u> |
|--------------------------------------|---------------------|
| Roemer Plant Expansion | \$ 2,008,972 |
| Design Pump Station @ Lord Ranch | 250,343 |
| Pump Station 7-2 Design | 244,811 |
| 110 Cedar Ave Interchange | 263,297 |
| Various minor district projects | 1,152,946 |
| Total construction-in-process | <u>\$ 3,920,369</u> |

West Valley Water District
Notes to the Basic Financial Statements (Continued)
For the Years Ended June 30, 2022 and 2021

Note 4 – Capital Assets (Continued)

Changes in capital assets for the year ended June 30, 2021, were as follows:

| | Balance July 1, 2020 | Additions | Deletions | Transfers | Balance June 30, 2021 |
|---------------------------------------|-------------------------|---------------------|-----------------------|--------------------|--------------------------|
| Non-depreciable assets: | | | | | |
| Land and land rights | \$ 2,212,967 | \$ - | \$ - | \$ - | \$ 2,212,967 |
| Construction-in-process | 7,367,251 | 4,189,878 | (3,051,367) | (4,927,435) | 3,578,327 |
| Total non-depreciable assets | <u>9,580,218</u> | <u>4,189,878</u> | <u>(3,051,367)</u> | <u>(4,927,435)</u> | <u>5,791,294</u> |
| Depreciable assets: | | | | | |
| Source of supply plant | 6,025,030 | - | - | - | 6,025,030 |
| Pumping plant | 11,657,457 | - | - | - | 11,657,457 |
| Bio-remediation plant | 24,907,020 | - | - | - | 24,907,020 |
| Water treatment plant | 35,957,186 | - | - | 1,408,407 | 37,365,593 |
| Transmission and distribution plant | 122,212,515 | 5,791,221 | - | 3,098,588 | 131,102,324 |
| General plant and equipment | 15,624,370 | - | (210,654) | 420,440 | 15,834,156 |
| Total depreciable assets | <u>216,383,578</u> | <u>5,791,221</u> | <u>(210,654)</u> | <u>4,927,435</u> | <u>226,891,580</u> |
| Less accumulated depreciation: | | | | | |
| Source of supply plant | (4,359,244) | (247,152) | - | - | (4,606,396) |
| Pumping plant | (8,199,056) | (480,668) | - | - | (8,679,724) |
| Bio-remediation plant | (5,381,109) | (830,234) | - | - | (6,211,343) |
| Water treatment plant | (29,043,199) | (787,794) | - | - | (29,830,993) |
| Transmission and distribution plant | (44,959,339) | (2,995,974) | - | - | (47,955,313) |
| General plant and equipment | (7,791,969) | (857,319) | 10,533 | - | (8,638,755) |
| Total accumulated depreciation | <u>(99,733,916)</u> | <u>(6,199,141)</u> | <u>10,533</u> | <u>-</u> | <u>(105,922,524)</u> |
| Total depreciable assets, net | <u>116,649,662</u> | <u>(407,920)</u> | <u>(200,121)</u> | <u>4,927,435</u> | <u>120,969,056</u> |
| Intangible assets: | | | | | |
| Water rights | 404,949 | - | - | - | 404,949 |
| Water participation rights | 9,645,865 | - | - | - | 9,645,865 |
| Less: accumulated amortization | (2,893,760) | (321,529) | - | - | (3,215,289) |
| Total intangible assets, net | <u>7,157,054</u> | <u>(321,529)</u> | <u>-</u> | <u>-</u> | <u>6,835,525</u> |
| Total capital assets, net | <u>\$ 133,386,934</u> | <u>\$ 3,460,429</u> | <u>\$ (3,251,488)</u> | <u>\$ -</u> | <u>\$ 133,595,875</u> |

The construction-in-process balances at June 30, 2021 are as follows:

| | <u>2021</u> |
|--------------------------------------|---------------------|
| Roemer Plant Expansion | \$ 1,283,403 |
| Zone 2 & 3 Trans Main | 1,049,981 |
| Various minor district projects | 1,244,943 |
| Total construction-in-process | <u>\$ 3,578,327</u> |

West Valley Water District
Notes to the Basic Financial Statements (Continued)
For the Years Ended June 30, 2022 and 2021

Note 4 – Capital Assets (Continued)

Depreciation expense for the years ended June 30, 2022 and 2021 were \$6,315,312 and 6,199,142, respectively. Major capital assets additions during the current year include the upgrades and extensions of the District's transmission and distribution, water treatment plant, general plant and pumping plant. A significant portion of these additions were constructed by the District and/or sub-contractors and transferred out of construction-in-process, upon completion of these various projects.

Amortization expense for the years ended June 30, 2022 and 2021 were \$321,529 and \$321,529, respectively.

Intangible Assets

In 2012, the District acquired water participation rights from the San Bernardino Valley Municipal Water District for \$9,645,865. The District is amortizing the participation rights until January 31, 2041.

Note 5 – Compensated Absences

Changes to compensated absences for the years ended June 30, 2022 and 2021 were as follows:

| Year Ended | Beginning Balance | Earned | Taken | Ending Balance | Current Portion | Non-current Portion |
|---------------|-------------------|--------------|----------------|----------------|-----------------|---------------------|
| June 30, 2022 | \$ 841,754 | \$ 1,098,136 | \$ (1,073,652) | \$ 866,238 | \$ 476,431 | \$ 389,807 |
| June 30, 2021 | 868,199 | 832,745 | (859,190) | 841,754 | 462,965 | 378,789 |

Note 6 – Long-Term Debt

Changes in long-term debt for the year ended June 30, 2022 were as follows:

| | Balance July 1, 2021 | Additions | Deletions | Balance June 30, 2022 | Amount Due Within One Year | Amount Due In More Than One Year |
|----------------------------|-------------------------|-----------|----------------|--------------------------|----------------------------------|--|
| Publicly offering: | | | | | | |
| Water Revenue Refunding | | | | | | |
| Bonds, Series 2016A | \$ 20,215,000 | \$ - | \$ (430,000) | \$ 19,785,000 | \$ 440,000 | \$ 19,345,000 |
| Add: Unamortized Premium | 1,034,911 | - | (40,618) | 994,293 | - | 994,293 |
| Total bond payable | 21,249,911 | - | (470,618) | 20,779,293 | 440,000 | 20,339,293 |
| Direct borrowing: | | | | | | |
| Hydroelectric Plant | 2,316,851 | - | (331,100) | 1,985,751 | 331,100 | 1,654,651 |
| Water Participation Rights | | | | | | |
| Contract payable | 6,430,577 | - | (321,529) | 6,109,048 | 321,529 | 5,787,519 |
| Total long-term debt | \$ 29,997,339 | \$ - | \$ (1,123,247) | \$ 28,874,092 | \$ 1,092,629 | \$ 27,781,463 |

West Valley Water District
Notes to the Basic Financial Statements (Continued)
For the Years Ended June 30, 2022 and 2021

Note 6 – Long-Term Debt (Continued)

Changes in long-term debt for the year ended June 30, 2021 were as follows:

| | Balance July 1, 2020 | Additions | Deletions | Balance June 30, 2021 | Amount Due Within One Year | Amount Due In More Than One Year |
|-----------------------------------|-------------------------|-------------|-----------------------|--------------------------|----------------------------------|--|
| Publicly offering: | | | | | | |
| Water Revenue Refunding | | | | | | |
| Bonds, Series 2016A | \$ 20,630,000 | \$ - | \$ (415,000) | \$ 20,215,000 | \$ 430,000 | \$ 19,785,000 |
| Add: Unamortized Premium | 1,075,528 | - | (40,617) | 1,034,911 | - | 1,034,911 |
| Total bond payable | 21,705,528 | - | (455,617) | 21,249,911 | 430,000 | 20,819,911 |
| Direct borrowing: | | | | | | |
| Hydroelectric Plant | | | | | | |
| | 2,647,951 | - | (331,100) | 2,316,851 | 331,100 | 1,985,751 |
| Water Participation Rights | | | | | | |
| Contract payable | 6,752,106 | - | (321,529) | 6,430,577 | 321,529 | 6,109,048 |
| Total long-term debt | \$ 31,105,585 | \$ - | \$ (1,108,246) | \$ 29,997,339 | \$ 1,082,629 | \$ 28,914,710 |

Water Revenue Refunding Bonds Series 2016A

The 2016A Bonds were issued to provide funds, together with certain other moneys: (i) to prepay all amounts payable under the Series 2006D-2 Bonds installment purchase agreement between the District and California Statewide Communities Development Authority; and (ii) pay costs of issuance of the 2016A Bonds. The 2016A Bonds were issued pursuant to an Indenture of Trust, dated December 1, 2016, by and between the District and U.S. Bank National Association. The 2016A Bonds were in the aggregate principal amount of \$22,035,000. The 2016A Bonds were dated as of the date of initial issuance, and will bear interest ranging from 2.00% to 5.00% per annum, payable on April 1 and October 1, commencing April 1, 2017, and ending October 1, 2047. The Series 2016A Bonds are payable solely from the net revenues of the District's water system as defined in the Series 2016A Bond Indenture.

The District has covenanted that it shall at all times while any of the 2016A Bonds remain unpaid, to the maximum extent permitted by law, to fix, prescribe and collect rates, fees and charges and manage the operation of the District for each fiscal year so as to yield District's net revenues equal to at least 1.20 times the annual debt service. The District is in compliance with such covenant at June 30, 2022 and 2021. In event of default, the District upon demand by U.S. Bank National Association, will immediately repay the total unpaid principal of the Bonds, accrued interests.

The amount outstanding at June 30, 2022 was \$19,785,000. The annual debt service requirements on these bonds are as follows:

| Year Ending June 30, | Principal | Interest | Total |
|-------------------------|----------------------|----------------------|----------------------|
| 2023 | \$ 440,000 | \$ 863,300 | \$ 1,303,300 |
| 2024 | 455,000 | 847,600 | 1,302,600 |
| 2025 | 475,000 | 829,000 | 1,304,000 |
| 2026 | 490,000 | 807,250 | 1,297,250 |
| 2027 | 515,000 | 782,125 | 1,297,125 |
| 2028-2032 | 2,990,000 | 3,492,450 | 6,482,450 |
| 2033-2037 | 3,800,000 | 2,661,000 | 6,461,000 |
| 2038-2042 | 4,785,000 | 1,892,675 | 6,677,675 |
| 2043-2047 | 5,835,000 | 1,050,300 | 6,885,300 |
| Total | \$ 19,785,000 | \$ 13,225,700 | \$ 33,010,700 |

West Valley Water District
Notes to the Basic Financial Statements (Continued)
For the Years Ended June 30, 2022 and 2021

Note 6 – Long-Term Debt (Continued)

Hydroelectric Plant

In December 20, 2016, the District entered into an agreement with San Bernardino Valley Municipal Water District (“Valley District”) to finance and construct Roemer Hydroelectric Station. In the agreement, the Valley District agreed to finance the cost of the project total amount of \$3,310,151 with the interest that the Valley District shall be revenue neutral in this financing arrangement. Beginning June 2018, the District shall repay the principal of the project funds, together with all interest accruing thereon, annually to the Valley District. Interest accrued monthly on the unpaid and outstanding balance of principal at the Local Agency Investment Fund interest rate, with accrued but unpaid interest also bearing interest. As of June 30, 2022, the outstanding balance of the financing was in the amount of \$1,985,751.

Future debt service requirements are as follows:

| Year Ending June 30, | Principal |
|-------------------------|---------------------|
| 2023 | \$ 331,100 |
| 2024 | 331,100 |
| 2025 | 331,100 |
| 2026 | 331,100 |
| 2027 | 331,100 |
| Thereafter | 330,251 |
| Total | <u>\$ 1,985,751</u> |

Water Participation Rights Contract Payable

In 2012, the District acquired water participation rights from the San Bernardino Valley Municipal Water District. These rights entitle the District to purchase water from the Baseline Feeder system. The payment for the rights is calculated at 5,000-acre feet at \$90 per acre foot, per year, payable in monthly installments of \$26,794, until January 31, 2041. The calculated annual amount of \$321,529 is a minimum usage fee which does not actually represent the purchase of any water. Purchased water is billed in addition to the minimum fee. As of June 30, 2022, the outstanding balance of the financing was \$6,109,048. Future debt service requirements are as follows:

| Year Ending June 30, | Principal |
|-------------------------|---------------------|
| 2023 | \$ 321,529 |
| 2024 | 321,529 |
| 2025 | 321,529 |
| 2026 | 321,529 |
| 2027-2031 | 1,607,645 |
| 2032-2036 | 1,607,645 |
| 2037-2041 | 1,607,642 |
| Total | <u>\$ 6,109,048</u> |

West Valley Water District
Notes to the Basic Financial Statements (Continued)
For the Years Ended June 30, 2022 and 2021

Note 7 – Defined Benefit Pension Plans

General Information about the Pension Plan

Plans Description

The District contributes to the California Public Employees Retirement System (CalPERS), a cost-sharing multiple-employer defined benefit pension plan. CalPERS acts as a common investment and administrative agent for participating public agencies within the State of California. Benefit provisions and all other requirements are established by state statute and the District. A full description of the pension plan regarding number of employees covered, benefit provisions, assumptions (for funding, but not accounting purposes), and membership information are listed in the June 30, 2020 and 2019 Annual Actuarial Valuation Report. This report and CalPERS' audited financial statements are publicly available reports that can be obtained at CalPERS' website under Forms and Publications.

Benefits Provided

CalPERS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. A classic CalPERS member becomes eligible for service retirement upon attainment of age 55 with at least 5 years of credited service. PEPRAs miscellaneous members become eligible for service retirement upon attainment of age 62 with at least 5 years of service. The service retirement benefit is a monthly allowance equal to the product of the benefit factor, years of service, and final compensation. The final compensation is the monthly average of the member's highest 36 or 12 consecutive months' full-time equivalent monthly pay. Retirement benefits for classic miscellaneous employees are calculated as 2% of the average final 12 months compensation. Retirement benefits for PEPRAs miscellaneous employees are calculated as 2% of the average final 36 months compensation.

Participant is eligible for non-industrial disability retirement if becomes disabled and has at least 5 years of credited service. There is no special age requirement. The standard non-industrial disability retirement benefit is a monthly allowance equal to 1.8% of final compensation, multiplied by service. Industrial disability benefits are not offered.

The Plan's provisions and benefits in effect as of June 30, 2021 and 2020, the measurement date, are summarized as follows:

| | 2021 | | 2020 | |
|--------------------------------------|---|--|---|--|
| | Classic Tier 1 Prior to January 1, 2013 | PEPRA Tier 2 On or After January 1, 2013 | Classic Tier 1 Prior to January 1, 2013 | PEPRA Tier 2 On or After January 1, 2013 |
| Benefit formula | 2.0% @ 55 | 2.0% @ 62 | 2.0% @ 55 | 2.0% @ 62 |
| Benefit vesting schedule | 5 years service | 5 years service | 5 years service | 5 years service |
| Benefit payments | monthly for life | monthly for life | monthly for life | monthly for life |
| Retirement age | 50-55 & up | 52-67 & up | 50-55 & up | 52-67 & up |
| Required employee contribution rates | 7.000% | 6.750% | 7.000% | 6.750% |
| Required employer contribution rates | 11.031% | 7.732% | 10.221% | 6.985% |

West Valley Water District
Notes to the Basic Financial Statements (Continued)
For the Years Ended June 30, 2022 and 2021

Note 7 – Defined Benefit Pension Plans (Continued)

General Information about the Pension Plan (Continued)

Employees Covered by Benefit Terms

At June 30, 2021 and 2020, the measurement date, the following employees were covered by the benefit terms for the Plan:

| | 2021 | | 2020 | |
|--------------------------------------|--------------------|-------|--------------------|-------|
| | Miscellaneous Plan | | Miscellaneous Plan | |
| | Classic | PEPRA | Classic | PEPRA |
| Active employees | 38 | 42 | 42 | 42 |
| Transferred and terminated employees | 40 | 23 | 73 | 13 |
| Retired employees and beneficiaries | 44 | 1 | 42 | 1 |
| Total | 122 | 66 | 157 | 56 |

Contributions

Section 20814(c) of the California Public Employees' Retirement Law ("PERL") requires that the employer contribution rates for all public employers be determined on an annual basis by the actuary and shall be effective on the July 1 following notice of a change in the rate. The total plan contributions are determined through CalPERS' annual actuarial valuation process. The Public agency cost-sharing plans covered by the miscellaneous risk pools, the Plan's actuarially determined rate is based on the estimated amount necessary to pay the Plan's allocated share of the risk pool's costs of benefits earned by employees during the year, and any unfunded accrued liability. The employer is required to contribute the difference between the actuarially determined rate and the contribution rate of employees.

Net Pension Liability

Actuarial Methods and Assumptions Used to Determine Total Pension Liability

The June 30, 2020 and 2019 valuation were rolled forward to determine the June 30, 2021 and 2020 total pension liability, based on the following actuarial assumptions:

| | |
|-----------------------------------|---|
| Actuarial Cost Method | Entry Age Normal in accordance with the requirement of GASB Statement No. 68 |
| Actuarial Assumptions: | |
| Discount Rate | 7.15% |
| Inflation | 2.50% |
| Salary Increases | Varies by Entry Age and Service |
| Mortality Rate Table ¹ | Derived using CalPERS' Membership Data for all Funds |
| Post Retirement Benefit Increase | Contract COLA up to 2.50% until Purchasing Power Protection Allowance Floor on Purchasing Power applies, 2.50% thereafter |

¹The mortality table used in 2020 and 2019 was developed based on CalPERS' specific data. The table includes 15 years of mortality improvements using Society of Actuaries Scale 90% of scale MP 2016. For more details on this table, please refer to December 2017 Experience Study Report (based on CalPERS demographic data from 1997 to 2015) that can be found on the CalPERS website at www.calpers.ca.gov under Forms and Publications.

West Valley Water District
Notes to the Basic Financial Statements (Continued)
For the Years Ended June 30, 2022 and 2021

Note 7 – Defined Benefit Pension Plans (Continued)

Net Pension Liability (Continued)

Change of Assumptions

For the measurement periods June 30, 2021 and 2020, there were no changes of assumptions.

Long-Term Expected Rate of Return

The long-term expected rate of return on pension plan investments was determined using a building-block method in which expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class.

In determining the long-term expected rate of return, CalPERS took into account both short-term and long-term market return expectations as well as the expected pension fund cash flows. Using historical returns of all of the funds' asset classes, expected compound (geometric) returns were calculated over the short-term (first 10 years) and the long-term (11+ years) using a building-block approach. Using the expected nominal returns for both short-term and long-term, the present value of benefits was calculated for each fund. The expected rate of return was set by calculating the rounded single equivalent expected return that arrived at the same present value of benefits for cash flows as the one calculated using both short-term and long-term returns. The expected rate of return was then set equal to the single equivalent rate calculated above and adjusted to account for assumed administrative expenses.

Long-Term Expected Rate of Return (Continued)

The expected real rates of return by asset class are as followed:

| Asset Class ¹ | Assumed Asset Allocation | Real Return Years 1-10 ² | Real Return Years 11+ ³ |
|--------------------------|-----------------------------|--|---------------------------------------|
| Global Equity | 50% | 4.80% | 5.98% |
| Global Fixed Income | 28% | 1.00% | 2.62% |
| Inflation Sensitive | 0% | 0.77% | 1.81% |
| Private Equity | 8% | 6.30% | 7.23% |
| Real Estate | 13% | 3.75% | 4.93% |
| Liquidity | 1% | 0.00% | -0.92% |

¹In the CalPERS' CAFR, Fixed Income is included in Global Debt Securities; Liquidity is included in Short-term Investments; Inflation Assets are included in both Global Equity Securities and Global Debt Securities.

²An expected inflation of 2.00% used for this period

³An expected inflation of 2.92% used for this period.

Discount Rate

The discount rate used to measure the total pension liabilities was 7.15%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers will be made at statutorily required rates, actuarially determined. Based on those assumptions, the Plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

West Valley Water District
Notes to the Basic Financial Statements (Continued)
For the Years Ended June 30, 2022 and 2021

Note 7 – Defined Benefit Pension Plans (Continued)

Changes in the Net Pension Liability

Sensitivity of the Net Pension Liability to Changes in the Discount Rate

The following presents the District's proportionate share of the net pension liabilities of the Plan as of the measurement date at June 30, 2021 and 2020, calculated using the discount rate of 7.15%, as well as what the District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1 percentage-point lower (6.15%) or 1 percentage-point higher (8.15%) than the current rate:

| Measurement Date | Plan's Net Pension Liability/(Asset) | | |
|------------------|--------------------------------------|----------------------------------|-------------------------------|
| | Discount Rate - 1% (6.15%) | Current Discount Rate (7.15%) | Discount Rate + 1% (8.15%) |
| June 30, 2021 | \$ 8,080,778 | \$ 3,468,668 | \$ (344,098) |
| June 30, 2020 | 11,597,807 | 7,159,848 | 3,492,900 |

Pension Plan Fiduciary Net Position

Detail information about the plan's fiduciary net position is available in the separately issued CalPERS financial reports and can be obtained from CalPERS' website under Forms and Publications.

Proportionate Share of Net Pension Liability and Pension Expense

The following table shows the plan's proportionate share of the risk pool collective net pension liability over the measurement period:

| | Miscellaneous Plan | | |
|---|-----------------------------------|---------------------------------------|---|
| | Increase (Decrease) | | |
| | Total Pension Liability (a) | Plan Fiduciary Net Position (b) | Net Pension Liability/(Asset) (c) - (a) - (b) |
| Balance at June 30, 2020 (Valuation Date) | \$ 33,349,163 | \$ 26,189,315 | \$ 7,159,848 |
| Balance at June 30, 2021 (Measurement Date) | 34,932,050 | 31,463,382 | 3,468,668 |
| Net Changes during 2020-2021 | 1,582,887 | 5,274,067 | (3,691,180) |
| Balance at June 30, 2019 (Valuation Date) | \$ 31,091,065 | \$ 24,669,954 | \$ 6,421,111 |
| Balance at June 30, 2020 (Measurement Date) | 33,349,163 | 26,189,315 | 7,159,848 |
| Net Changes during 2019-2020 | 2,258,098 | 1,519,361 | 738,737 |

West Valley Water District
Notes to the Basic Financial Statements (Continued)
For the Years Ended June 30, 2022 and 2021

Note 7 – Defined Benefit Pension Plans (Continued)

Changes in the Net Pension Liability (continued)

Proportionate Share of Net Pension Liability and Pension Expense (Continued)

The following is the approach established by the plan actuary to allocate the net pension liability and pension expense to the individual employers within the risk pool for the measurement periods ended June 30, 2021 and 2020.

- (1) In determining a cost-sharing plan's proportionate share, total amounts of liabilities and assets are first calculated for the risk pool as a whole on the valuation date (June 30, 2020 and 2019). The risk pool's fiduciary net position ("FNP") subtracted from its total pension liability ("TPL") determines the net pension liability ("NPL") at the valuation date.
- (2) Using standard actuarial roll forward methods, the risk pool TPL is then computed at the measurement date (June 30, 2021 and 2020). Risk pool FNP at the measurement date is then subtracted from this number to compute the NPL for the risk pool at the measurement date. For purposes of FNP in this step and any later reference thereto, the risk pool's FNP at the measurement date denotes the aggregate risk pool's FNP at June 30, 2021 and 2020 less the sum of all additional side fund (or unfunded liability) contributions made by all employers during the measurement period (2020-2021 and 2019-2020).
- (3) The individual plan's TPL, FNP and NPL are also calculated at the valuation date. TPL is allocated based on the rate plan's share of the actuarial accrued liability. FNP is allocated based on the rate plan's share of market value assets.
- (4) Two ratios are created by dividing the plan's individual TPL and FNP as of the valuation date from (3) by the amounts in step (1), the risk pool's total TPL and FNP, respectively.
- (5) The plan's TPL as of the Measurement Date is equal to the risk pool TPL generated in (2) multiplied by the TPL ratio generated in (4). The plan's FNP as of the Measurement Date is equal to the FNP generated in (2) multiplied by the FNP ratio generated in (4) plus any additional side fund (or unfunded liability) contributions made by the employer on behalf of the plan during the measurement period.
- (6) The plan's NPL at the Measurement Date is the difference between the TPL and FNP calculated in (5).

Deferred outflows of resources, deferred inflows of resources, and pension expense are allocated based on the District's share of contributions made during the measurement period.

The District's proportionate share of the net pension liability was as follows:

| <u>2022</u> | | <u>2021</u> | |
|------------------------------|-----------------|------------------------------|----------------|
| <u>Measurement Date</u> | | <u>Measurement Date</u> | |
| June 30, 2020 | 0.0658% | June 30, 2019 | 0.0627% |
| June 30, 2021 | <u>0.0641%</u> | June 30, 2020 | <u>0.0658%</u> |
| Change - Increase (Decrease) | <u>-0.0017%</u> | Change - Increase (Decrease) | <u>0.0031%</u> |

West Valley Water District
Notes to the Basic Financial Statements (Continued)
For the Years Ended June 30, 2022 and 2021

Note 7 – Defined Benefit Pension Plans (Continued)

Pension Expense and Deferred Outflows and Deferred Inflows of Resources Related to Pensions

For the years ended June 30, 2022 and 2021, the District recognized pension expense in the amounts of \$542,678 and \$1,648,416 respectively. At June 30, 2022 and 2021, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

| | 2022 | | 2021 | |
|--|-----------------------------------|----------------------------------|-----------------------------------|----------------------------------|
| | Deferred outflows of Resources | Deferred inflows of Resources | Deferred outflows of Resources | Deferred inflows of Resources |
| Pension contribution after measurement date | \$ 1,184,089 | \$ - | \$ 1,037,677 | \$ - |
| Changes of assumptions | - | - | - | (51,067) |
| Difference between expected and actual experience | 388,974 | - | 368,968 | - |
| Projected earnings on pension plan investments under/(in excess of) actual earnings | - | (3,027,964) | 212,695 | - |
| Adjustment due to differences in proportions | 443,860 | - | 467,484 | - |
| Employer's actual contributions in excess of/(under) employer's proportionate share of contribution | - | (277,987) | - | (275,016) |
| Total | <u>\$ 2,016,923</u> | <u>\$ (3,305,951)</u> | <u>\$ 2,086,824</u> | <u>\$ (326,083)</u> |

Deferred outflows of resources related to pensions resulting from District's contributions subsequent to the measurement date in the amount of \$1,184,089 and \$1,037,677 will be recognized as a reduction of the collective net pension liability in the years ended June 30, 2022 and 2021, respectively.

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

| Year Ending June 30, | Deferred Outflows/ (Inflows) of Resources | Year Ending June 30, | Deferred Outflows/ (Inflows) of Resources |
|----------------------|--|----------------------|--|
| | 2022 | | 2021 |
| 2023 | \$ (459,426) | 2022 | \$ 181,137 |
| 2024 | (527,158) | 2023 | 252,329 |
| 2025 | (649,760) | 2024 | 187,583 |
| 2026 | (836,773) | 2025 | 102,015 |
| Total | <u>\$ (2,473,117)</u> | Total | <u>\$ 723,064</u> |

West Valley Water District
Notes to the Basic Financial Statements (Continued)
For the Years Ended June 30, 2022 and 2021

Note 8 – Other Postemployment Benefits (“OPEB”)

At June 30, 2022 and 2021, total OPEB liability and related deferred outflows of resources and deferred inflows of resources are as follow:

| | <u>June 30, 2022</u> | <u>June 30, 2021</u> |
|--|----------------------|----------------------|
| Deferred outflows of resources: | | |
| OPEB contribution after measurement date | \$ 1,112,330 | \$ 1,310,480 |
| Difference between expected and actual experience | 1,376,719 | 1,602,410 |
| Projected earnings on pension plan investments under/(in excess of) actual earnings | - | 84,395 |
| Total deferred outflows of resources | <u>\$ 2,489,049</u> | <u>\$ 2,997,285</u> |
| Total other postemployment benefit liability | <u>\$ 7,531,762</u> | <u>\$ 8,401,079</u> |
| Deferred inflows of resources: | | |
| Change of assumptions | 4,386,406 | 5,348,522 |
| Differences between projected and actual return investments | 369,994 | - |
| Difference between expected and actual experience | 226,742 | 251,935 |
| Total deferred inflows of resources | <u>\$ 4,983,142</u> | <u>\$ 5,600,457</u> |
| OPEB Expense | <u>\$ 133,934</u> | <u>\$ 424,226</u> |

General Information about the OPEB Plan

Plan Description

The District pays a portion of the cost of health insurance for retirees (including prescription drug benefits) under any group plan offered by the CalPERS Health Program, subject to certain restrictions as determined by the District. The District offers post-employment medical benefits to retired employees who satisfy the eligibility rules. Spouses and surviving spouses are also eligible to receive benefits. Retirees may enroll in any medical plan available through the District’s CalPERS Health Program, a cost-sharing multiple-employer medical coverage plan. The contribution requirements of eligible retired employees and the District are established and may be amended by the Board of Directors.

Eligibility

As of the June 30, 2021 and 2020, the measurement date, the following current and former employees were covered by the benefit terms under the OPEB Plan:

| | <u>2021</u> | <u>2020</u> |
|--|-------------|-------------|
| Active employees | 72 | 72 |
| Inactive employees or beneficiaries currently receiving benefits | 30 | 30 |
| Total | <u>102</u> | <u>102</u> |

Contributions

The OPEB Plan and its contribution requirements are established by Ordinance and may be amended by Board action to update the original Ordinance. The annual contribution is based on the actuarially determined contribution. For the fiscal year ended June 30, 2022, the District’s cash contributions were \$1,056,746 in payments to the California Employers’ Retiree Benefit Trust (CERBT) Fund and the estimated implied subsidy was \$55,584 resulting in total payments of \$1,112,330. For the fiscal year ended June 30, 2021, the District’s cash contributions were \$1,220,162 in payments to the California Employers’ Retiree Benefit Trust (CERBT) Fund and the estimated implied subsidy was \$90,318 resulting in total payments of \$1,310,480.

West Valley Water District
Notes to the Basic Financial Statements (Continued)
For the Years Ended June 30, 2022 and 2021

Note 8 – Other Postemployment Benefits (“OPEB”) (Continued)

Net OPEB Obligation

The District’s net OPEB liabilities were measured as of June 30, 2021 and 2020 and the total OPEB liabilities used to calculate the net OPEB liabilities were determined by an actuarial valuation as of June 30, 2020.

Actuarial Assumptions

Total OPEB liability in the June 30, 2020 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified:

| | |
|---|--|
| Actuarial Valuation Date | June 30, 2020 |
| Actuarial Assumptions: | |
| Actuarial cost method | Entry Age, Level Percent of Pay |
| Valuation of fiduciary net position | Fair value of assets. |
| Discount Rate | 6.75% |
| Investment rate of return | 6.75%, net of OPEB plan investment expense |
| Recognition of deferred inflows and outflows of resources | Closed period equal to the average of the expected remaining service lives of all employees provided with OPEB |
| General Inflation | 2.75% |
| Salary Increases | 3% |
| Pre-retirement Mortality: | Preretirement Mortality Rates from CalPERS Experience Study (1997-201: |
| Postretirement Mortality: | Post-retirement Mortality Rates for Healthy Recipients from CalPERS Experience Study (1997-2015). |
| Healthcare Participation for Future Retirees | 5.80 percent for 2021 decreasing to 5.40 percent for 2023, 5.20 percent for 2024-2069, and 4.00 percent for 2070 and later years; Medicare ages: 4.00 percent for all years. |

The long-term expected rate of return on OPEB plan investments was determined using a building- block method in which expected future real rates of return (expected returns, net of OPEB plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

| Asset Class | Target Allocation | Expected Real Rate of Return |
|---------------|-------------------|------------------------------|
| Global Equity | 59.00% | 5.50% |
| Fixed Income | 25.00% | 1.50% |
| TIPS | 5.00% | 1.20% |
| Commodities | 3.00% | 0.60% |
| REITS | 8.00% | 3.70% |
| Total | 100.00% | |

West Valley Water District
Notes to the Basic Financial Statements (Continued)
For the Years Ended June 30, 2022 and 2021

Note 8 – Other Postemployment Benefits (“OPEB”) (Continued)

Net OPEB Obligation (Continued)

Discount Rate

The discount rate used to measure the total OPEB liability was 6.75 percent, based on CERBT Strategy 1 investment policy. The projection of cash flows used to determine the discount rate assumed that District contributions will be made at rates equal to the actuarially determined contribution rates. Based on those assumptions, the OPEB plan’s fiduciary net position was projected to be available to make all projected OPEB payments for current active and inactive employees and beneficiaries. Therefore, the long-term expected rate of return on OPEB plan investments was applied to all periods of projected benefit payments to determine the total OPEB liability.

Change in Net OPEB Liability

| | 2022 | | |
|--|-----------------------------------|---------------------------------------|--|
| | Increase (Decrease) | | |
| | Total Pension Liability (a) | Plan Fiduciary Net Position (b) | Net OPEB Liability/(Asset) (c) = (a) - (b) |
| Balance at June 30, 2021 (June 30, 2020 Measurement Date) | \$ 10,794,154 | \$ 2,393,075 | \$ 8,401,079 |
| Changes recognized for the measurement period: | | | |
| Service cost | 423,998 | - | 423,998 |
| Interest on the total OPEB liability | 741,661 | - | 741,661 |
| Contributions - employer | - | 1,310,480 | (1,310,480) |
| Net investment income | - | 725,522 | (725,522) |
| Benefits payments | (468,812) | (468,812) | - |
| Administrative expense | - | (1,026) | 1,026 |
| Net Changes during July 1, 2021 to June 30, 2022 | 696,847 | 1,566,164 | (869,317) |
| Balance at June 30, 2022 (June 30, 2021 Measurement Date) | \$ 11,491,001 | \$ 3,959,239 | \$ 7,531,762 |
| | | | |
| | 2021 | | |
| | Increase (Decrease) | | |
| | Total Pension Liability (a) | Plan Fiduciary Net Position (b) | Net OPEB Liability/(Asset) (c) = (a) - (b) |
| Balance at June 30, 2020 (June 30, 2019 Measurement Date) | \$ 11,679,058 | \$ 1,501,924 | \$ 10,177,134 |
| Changes recognized for the measurement period: | | | |
| Service cost | 496,240 | - | 496,240 |
| Interest on the total OPEB liability | 808,919 | - | 808,919 |
| Actual vs. expected experience | (277,128) | - | (277,128) |
| Changes of assumption | (1,523,953) | - | (1,523,953) |
| Contributions - employer | - | 1,244,934 | (1,244,934) |
| Net investment income | - | 36,063 | (36,063) |
| Benefits payments | (388,982) | (388,982) | - |
| Administrative expense | - | (864) | 864 |
| Net Changes during July 1, 2020 to June 30, 2021 | (884,904) | 891,151 | (1,776,055) |
| Balance at June 30, 2021 (June 30, 2020 Measurement Date) | \$ 10,794,154 | \$ 2,393,075 | \$ 8,401,079 |

West Valley Water District
Notes to the Basic Financial Statements (Continued)
For the Years Ended June 30, 2022 and 2021

Note 8 – Other Postemployment Benefits (“OPEB”) (Continued)

Change in Net OPEB Liability (Continued)

Sensitivity of the Net OPEB Liability to Changes in the Discount Rate

The following presents the net OPEB liability of the District if it were calculated using a discount rate that is one percentage point lower or one percentage point higher than the current rate, for measurement period ended June 30, 2021 and 2020:

| Measurement Date | Plan's Net OPEB Liability (Asset) | | |
|------------------|-----------------------------------|----------------------------------|-------------------------------|
| | Discount Rate - 1% (5.75%) | Current Discount Rate (6.75%) | Discount Rate + 1% (7.75%) |
| June 30, 2021 | \$ 9,159,117 | \$ 7,531,762 | \$ 6,187,228 |
| June 30, 2020 | 9,927,587 | 8,401,079 | 7,140,361 |

Sensitivity of the Net OPEB Liability to Changes in the Health Care Cost Trend Rates

The following presents the net OPEB liability of the District if it were calculated using health care cost trend rates that are one percentage point lower or one percentage point higher than the current rate, for measurement period ended June 30, 2021 and 2020:

| Measurement Date | Plan's Net OPEB Liability (Asset) | | |
|------------------|-----------------------------------|---------------------------------------|--------------|
| | 1% Decrease | Current Healthcare Cost Trend Rate | 1% Increase |
| June 30, 2021 | \$ 5,878,904 | \$ 7,531,762 | \$ 9,624,321 |
| June 30, 2020 | 6,947,875 | 8,401,079 | 10,231,951 |

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

For the fiscal years ended June 30, 2022 and 2021, the District recognized OPEB expense of \$133,934 and \$424,226, respectively. As of fiscal years, ended June 30, 2022 and 2021, the District reported deferred outflows of resources related to OPEB from the following sources:

| | 2022 | | 2021 | |
|---|-----------------------------------|----------------------------------|-----------------------------------|----------------------------------|
| | Deferred outflows of Resources | Deferred inflows of Resources | Deferred outflows of Resources | Deferred inflows of Resources |
| Changes of assumptions | \$ - | \$ (4,386,406) | \$ - | \$ (5,348,522) |
| Net difference between projected and actual earnings on plan investments | - | (369,994) | 84,395 | - |
| Difference between expected and actual experience | 1,376,719 | (226,742) | 1,602,410 | (251,935) |
| Employer contributions made subsequent to the measurement date | 1,112,330 | - | 1,310,480 | - |
| Total | \$ 2,489,049 | \$ (4,983,142) | \$ 2,997,285 | \$ (5,600,457) |

Deferred outflows of resources related to OPEB resulting from District's contributions subsequent to the measurement date in the amounts of \$1,112,330 and \$1,310,480 will be recognized as a reduction of the net OPEB liability in the years ended June 30, 2022 and 2021, respectively.

West Valley Water District
Notes to the Basic Financial Statements (Continued)
For the Years Ended June 30, 2022 and 2021

Note 8 – Other Postemployment Benefits (“OPEB”) (Continued)

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (Continued)

Amount reported as deferred outflows of resources related to OPEB will be recognized as future OPEB expense as follows:

| Year Ended June 30 | Deferred Outflows/(Inflows) of Resources 2022 | Year Ended June 30 | Deferred Outflows/(Inflows) of Resources 2021 |
|-----------------------|--|-----------------------|--|
| 2023 | \$ (846,672) | 2022 | \$ (738,785) |
| 2024 | (852,169) | 2023 | (738,785) |
| 2025 | (848,118) | 2024 | (744,278) |
| 2026 | (705,655) | 2025 | (740,229) |
| 2027 | 57,631 | 2026 | (597,766) |
| Thereafter | (411,440) | Thereafter | (353,809) |
| Total | <u>\$ (3,606,423)</u> | Total | <u>\$ (3,913,652)</u> |

Note 9 – Net Investment in Capital Assets

Net investment in capital assets as of June 30, 2022 and 2021 were as follows:

| Description | 2022 | 2021 |
|-----------------------------------|-----------------------|-----------------------|
| Capital assets, net | \$ 125,078,235 | \$ 127,165,298 |
| Water participation rights | 6,109,047 | 6,430,577 |
| Deferred amount on debt refunding | 165,386 | 172,001 |
| Capital related debt: | | |
| Bonds payable - current | (440,000) | (430,000) |
| Bonds payable - noncurrent | (19,345,000) | (19,785,000) |
| Bond premium | (994,293) | (1,034,911) |
| Contracts payable - current | (652,629) | (652,629) |
| Contracts payable - noncurrent | (7,442,170) | (8,094,799) |
| Net investment in capital assets | <u>\$ 102,478,576</u> | <u>\$ 103,770,537</u> |

Note 10 – Commitments and Contingencies

Construction Contracts

The District has a variety of agreements with private parties relating to the installation, improvement or modification of water facilities and distribution systems within its service area. The financing of such construction contracts is being provided primarily from the District’s replacement reserves and advances for construction.

Litigation

In the ordinary course of operations, the District is subject to claims and litigation from outside parties. After consultation with legal counsel, the District has estimated an aggregate contingent liability related to various claims and litigations in the amount of \$225,000 and \$0 as of June 30, 2022 and 2021, respectively. The contingent liability is periodically adjusted as additional information becomes available affecting management’s estimate. Actual claims and settlements paid will likely differ from this amount.

West Valley Water District
Notes to the Basic Financial Statements (Continued)
For the Years Ended June 30, 2022 and 2021

Note 11 – Risk Management

The District is exposed to various risks of loss related to torts, theft of, damage to and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The District is a member of the Association of California Water Agencies/Joint Powers Insurance Authority (ACWA/JPIA), an intergovernmental risk sharing joint powers authority created to provide self-insurance programs for California water agencies. The purpose of the ACWA/JPIA is to arrange and administer programs of self-insured losses and to purchase excess insurance coverage. As of June 30, 2020, the District participated in the liability and property programs of the ACWA/JPIA as follows:

- General and auto liability, public officials and employees' errors and omissions: Total risk financing self-insurance limits of \$5,000,000, combined single limit at \$5,000,000 per occurrence. The JPIA purchases additional excess coverage layers: \$60 million per occurrence for general, auto and public officials' liability, which increases the limits on the insurance coverage noted above.

In addition to the above, the District also has the following insurance coverage:

- Public employee dishonesty coverage up to \$100,000 per loss includes public employee dishonesty, forgery or alteration and theft, disappearance and destruction coverages.
- Property loss is paid at the replacement cost for property on file, if replaced within two years after the loss, otherwise paid on an actual cash value basis, to a combined total of \$500 million per occurrence, subject to a \$2,500 deductible per occurrence.
- Boiler and machinery coverage for the replacement cost up to \$100 million per occurrence, subject to various deductibles depending on the type of equipment.
- Workers' compensation insurance up to California statutory limits for all work-related injuries/illnesses covered by California law. Coverage is through the Special Districts Risk Management Authority.

Settled claims have not exceeded any of the coverage amounts in any of the last three fiscal years and there were no reductions in the District's insurance coverage during the last three years. Liabilities are recorded when it is probable that a loss has been incurred and the amount of the loss can be reasonably estimated net of the respective insurance coverage. Liabilities include an amount for claims that have been incurred but not reported (IBNR). There were no IBNR claims payable as of June 30, 2022, 2021 and 2020, other than an estimated contingent liability for various litigation, as described in Note 10.

Note 12 – Prior Period Adjustments

As a result of implementation of GASB Statement No. 87, *Leases*, net position as of July 1, 2021 was restated as follows:

| | Originally Reported | Adjustments | As Restated |
|---|------------------------|--------------------|-----------------------|
| Leases receivable, current. | \$ - | \$ 7,320 | \$ 7,320 |
| Leases receivable, noncurrent | - | 1,423,630 | 1,423,630 |
| Lease-related deferred inflows of resources | - | (1,397,016) | (1,397,016) |
| Total adjustments | | 33,934 | |
| Net position | <u>\$ 152,966,122</u> | <u>\$ 33,934</u> | <u>\$ 153,000,056</u> |
| | Originally Reported | Adjustments | As Restated |
| Other operating revenue | \$ 3,554,983 | \$ (4,444) | \$ 3,559,427 |
| Interest and investment earnings | 38,316 | (29,490) | 67,806 |
| Total adjustments | | (33,934) | |
| Net position | <u>\$ 152,966,122</u> | <u>\$ (33,934)</u> | <u>\$ 153,000,056</u> |

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**REQUIRED SUPPLEMENTARY INFORMATION
(UNAUDITED)**

West Valley Water District
Required Supplementary Information (Unaudited)
Schedule of the District's Proportionate Share of the Net Pension Liability and Related Ratios
As of June 30, 2022

Last Ten Fiscal Years¹

California Public Employees' Retirement System ("CalPERS") - Miscellaneous Rate Plan

| Measurement period ended | June 30, 2021 | June 30, 2020 | June 30, 2019 | June 30, 2018 | June 30, 2017 |
|--|---------------|---------------|---------------|---------------|---------------|
| District's Proportion of the Net Pension Liability | 0.1827% | 0.1697% | 0.1604% | 0.1516% | 0.1485% |
| District's Proportionate Share of the Net Pension Liability/(Asset) | \$ 3,468,668 | \$ 7,159,848 | \$ 6,421,111 | \$ 5,714,823 | \$ 5,854,618 |
| District's Covered Payroll | \$ 6,406,574 | \$ 6,806,415 | \$ 5,589,317 | \$ 5,732,509 | \$ 4,604,837 |
| District's Proportionate Share of the Net Pension Liability as a Percentage of Its Covered Payroll | 54.14% | 105.19% | 114.88% | 99.69% | 127.14% |
| Plan's Proportionate Share of the Fiduciary Net Position as a Percentage of the Total Pension Liability | 90.07% | 78.53% | 79.35% | 80.51% | 78.53% |

¹ Historical information is presented for measurement periods after GASB 75 is implementation. Additional years' information will be displayed as it becomes available.

West Valley Water District
Required Supplementary Information (Unaudited)
Schedule of the District's Proportionate Share of the Net Pension Liability and Related Ratios (Continued)
As of June 30, 2022

Last Ten Fiscal Years¹

California Public Employees' Retirement System ("CALPERS") - Miscellaneous Rate Plan

| Measurement period ended | June 30, 2016 | June 30, 2015 | June 30, 2014 |
|--|---------------------|---------------------|---------------------|
| District's Proportion of the Net Pension Liability | 0.1447% | 0.1608% | 0.1773% |
| District's Proportionate Share of the Net Pension Liability/(Asset) | <u>\$ 5,025,330</u> | <u>\$ 4,411,991</u> | <u>\$ 4,381,344</u> |
| District's Covered Payroll | <u>\$ 4,320,078</u> | <u>\$ 3,985,522</u> | <u>\$ 3,776,382</u> |
| District's Proportionate Share of the Net Pension Liability as a Percentage of Its Covered Payroll | <u>116.32%</u> | <u>110.70%</u> | <u>116.02%</u> |
| Plan's Proportionate Share of the Fiduciary Net Position as a Percentage of the Total Pension Liability | <u>78.61%</u> | <u>78.40%</u> | <u>79.82%</u> |

¹ Historical information is presented for measurement periods after GASB 75 is implementation. Additional years' information will be displayed as it becomes available.

West Valley Water District
Required Supplementary Information (Unaudited)
Schedule of Contributions
For the Year Ended June 30, 2022

Last Ten Fiscal Years¹

California Public Employees' Retirement System ("CalPERS") - Miscellaneous Rate Plan

| Fiscal year | 2021-22 | 2020-21 | 2019-20 | 2018-19 | 2017-18 |
|---|---------------------|---------------------|---------------------|---------------------|---------------------|
| Actuarially determined contribution ² | \$ 1,184,089 | \$ 1,037,677 | \$ 984,477 | \$ 812,147 | \$ 715,005 |
| Contribution in relation to the determined contribution ² | (1,184,089) | (1,037,677) | (984,477) | (812,147) | (715,005) |
| Contribution deficiency (excess) | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |
| District's covered payroll | <u>\$ 6,166,912</u> | <u>\$ 6,406,574</u> | <u>\$ 6,806,415</u> | <u>\$ 5,589,317</u> | <u>\$ 5,732,509</u> |
| Contribution as a percentage of covered payroll | <u>19.20%</u> | <u>16.20%</u> | <u>14.46%</u> | <u>14.53%</u> | <u>12.47%</u> |

¹ Historical information is presented for measurement periods after GASB 75 is implementation. Additional years' information will be displayed as it becomes available.

² Employers are assumed to make contributions equal to the actuarially determined contributions. However, some employers may choose to make additional contributions towards their side fund or their unfunded liability. Employer contributions for such plans exceed the actuarially determined contributions. CalPERS has determined that employer obligations referred to as "side funds" are not considered separately financed specific liabilities.

Notes to Schedule:

Change in Benefit Terms: The figures above do not include any liability impact that may have resulted from plan changes which occurred after June 30, 2017 as they have minimal cost impact. This applies for voluntary benefit changes as well as any offers of Two Years Additional Service Credit (a.k.a Golden Handshakes).

Changes of Assumptions: In 2021, 2020 and 2019, there were no changes. In 2018, demographic assumptions and inflation rate were changed in accordance to the CalPERS Experience Study and Review of Actuarial Assumptions December 2017. There were no changes in the discount rate. In 2017, the accounting discount rate reduced from 7.65 percent to 7.15 percent. In 2016, there were no changes. In 2015, amounts reported reflect an adjustment of the discount rate from 7.5 percent (net of administrative expense) to 7.65 percent (without a reduction for pension plan administrative expense). In 2014, amounts reported were based on the 7.5 percent discount rate.

West Valley Water District
Required Supplementary Information (Unaudited)
Schedule of Contributions (Continued)
For the Year Ended June 30, 2022

Last Ten Fiscal Years¹

California Public Employees' Retirement System ("CalPERS") - Miscellaneous Rate Plan

| Fiscal year | 2016-17 | 2015-16 | 2014-15 | 2013-14 |
|--|---------------------|---------------------|---------------------|---------------------|
| Actuarially determined contribution | \$ 628,828 | \$ 658,011 | \$ 608,372 | \$ 563,394 |
| Contribution in relation to the actuarially determined contribution | <u>(628,828)</u> | <u>(1,272,291)</u> | <u>(608,372)</u> | <u>(563,394)</u> |
| Contribution deficiency (excess) | <u>\$ -</u> | <u>\$ (614,280)</u> | <u>\$ -</u> | <u>\$ -</u> |
| Covered payroll | <u>\$ 4,604,837</u> | <u>\$ 4,320,078</u> | <u>\$ 3,985,522</u> | <u>\$ 3,776,382</u> |
| Contribution as a percentage of covered payroll | <u>13.66%</u> | <u>29.45%</u> | <u>15.26%</u> | <u>14.92%</u> |

¹ Historical information is presented for measurement periods after GASB 75 is implemented. Additional years' information will be displayed as it becomes available.

² Employers are assumed to make contributions equal to the actuarially determined contributions. However, some employers may choose to make additional contributions towards their side fund or their unfunded liability. Employer contributions for such plans exceed the actuarially determined contributions. CalPERS has determined that employer obligations referred to as "side funds" are not considered separately financed specific liabilities.

Notes to Schedule:

Change in Benefit Terms: The figures above do not include any liability impact that may have resulted from plan changes which occurred after June 30, 2017 as they have minimal cost impact. This applies for voluntary benefit changes as well as any offers of Two Years Additional Service Credit (a.k.a Golden Handshakes).

Changes of Assumptions: In 2021, 2020 and 2019, there were no changes. In 2018, demographic assumptions and inflation rate were changed in accordance to the CalPERS Experience Study and Review of Actuarial Assumptions December 2017. There were no changes in the discount rate. In 2017, the accounting discount rate reduced from 7.65 percent to 7.15 percent. In 2016, there were no changes. In 2015, amounts reported reflect an adjustment of the discount rate from 7.5 percent (net of administrative expense) to 7.65 percent (without a reduction for pension plan administrative expense). In 2014, amounts reported were based on the 7.5 percent discount rate.

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West Valley Water District
Required Supplementary Information (Unaudited)
Schedule of Changes in Net OPEB Liability and Related Ratios
For the Year Ended June 30, 2022

Last Ten Fiscal Years ¹

Other Postemployment Benefits ("OPEB") Plan

| Measurement period | 2020-21 | 2019-20 | 2018-19 | 2017-18 | 2016-17 |
|--|----------------------|----------------------|----------------------|----------------------|---------------------|
| Total OPEB liability | | | | | |
| Service cost | \$ 423,998 | \$ 496,240 | \$ 335,647 | \$ 236,285 | \$ 683,520 |
| Interest | 741,661 | 808,919 | 739,614 | 552,581 | 428,490 |
| Changes of benefit terms | - | - | 175,249 | - | - |
| Actual vs. expected experience | - | (277,128) | - | 2,279,483 | - |
| Changes of assumptions | - | (1,523,953) | - | (43,695) | (7,209,389) |
| Benefit payments | (468,812) | (388,982) | (386,106) | (320,225) | (287,245) |
| Net change in total OPEB liability | 696,847 | (884,904) | 864,404 | 2,704,429 | (6,384,624) |
| Total OPEB liability - beginning | 10,794,154 | 11,679,058 | 10,814,654 | 8,110,225 | 14,494,849 |
| Total OPEB liability - ending (a) | \$ 11,491,001 | \$ 10,794,154 | \$ 11,679,058 | \$ 10,814,654 | \$ 8,110,225 |
| OPEB fiduciary net position | | | | | |
| Contributions - | | | | | |
| Contributions - employer | 1,310,480 | 1,244,934 | 953,106 | 1,150,225 | - |
| Net investment income | 725,522 | 36,063 | 93,161 | 12,291 | - |
| Benefit payments | (468,812) | (388,982) | (386,106) | (320,225) | - |
| Administrative expense | (1,026) | (864) | (232) | (296) | - |
| Net change in plan fiduciary net position | 1,566,164 | 891,151 | 659,929 | 841,995 | - |
| Plan fiduciary net position, beginning | 2,393,075 | 1,501,924 | 841,995 | - | - |
| Plan fiduciary net position, ending (b) | 3,959,239 | 2,393,075 | 1,501,924 | 841,995 | - |
| Plan net OPEB liability - ending (a) - (b) | \$ 7,531,762 | \$ 8,401,079 | \$ 10,177,134 | \$ 9,972,659 | \$ 8,110,225 |
| Plan's fiduciary net position as a percentage of the total OPEB liability | 34.46% | 22.17% | 12.86% | 7.79% | 0.00% |
| Covered payroll | \$ 7,526,256 | \$ 8,808,682 | \$ 7,177,705 | \$ 6,831,331 | \$ 6,080,776 |
| Plan net OPEB liability as a percentage of covered payroll | 100.07% | 95.37% | 141.79% | 145.98% | 133.37% |

¹ Historical information is presented for measurement periods after GASB 75 is implementation. Additional years' information will be displayed as it becomes available.

Notes to Schedule:

Changes in assumptions: None

West Valley Water District
Required Supplementary Information (Unaudited)
Schedule of Contributions
For the Year Ended June 30, 2022

Last Ten Fiscal Years ¹

Other Postemployment Benefits ("OPEB") Plan

| Fiscal year | 2021-22 ¹ | 2020-21 ¹ | 2019-20 ¹ | 2018-19 ¹ | 2017-18 ¹ |
|--|----------------------|----------------------|----------------------|----------------------|----------------------|
| Actuarially determined contribution | \$ 1,200,042 | \$ 1,302,426 | \$ 1,267,587 | \$ 859,000 | \$ 869,006 |
| Contribution in relation to the actuarially determined contribution | (1,112,330) | (1,310,480) | (1,244,934) | (953,106) | (1,150,225) |
| Contribution deficiency (excess) | <u>\$ 87,712</u> | <u>\$ (8,054)</u> | <u>\$ 22,653</u> | <u>\$ (94,106)</u> | <u>\$ (281,219)</u> |
| Covered payroll | 8,423,119 | 7,526,256 | 8,808,682 | 7,263,849 | 6,831,331 |
| Contribution as a percentage of covered payroll | 13.21% | 17.41% | 14.13% | 13.12% | 16.84% |

¹ Historical information is presented for measurement periods after GASB 75 is implementation. Additional years' information will be displayed as it becomes available.

Notes to Schedule:

Valuation date June 30, 2020

Methods and assumptions used to determine contribution rates:

| | |
|---------------------------|---|
| Actuarial cost method | Entry age normal |
| Amortization method | Level percentage of payroll |
| Salaries increases | 3.00% |
| Discount rate | 6.75% |
| General inflation | 2.75% |
| Medical trend | 5.80 percent for 2021 decreasing to 5.40 percent for 2023, 5.20 percent for 2024-2069, and 4.00 percent for 2070 and later years; Medicare ages: 4.00 percent for all years. |
| Pre-retirement Mortality: | Preretirement Mortality Rates from CalPERS Experience Study (1997-2015). |
| Postretirement Mortality: | Post-retirement Mortality Rates for Healthy Recipients from CalPERS Experience Study (1997-2015). |

Statistical Section



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West Valley Water District

Statistical Section Contents

This section of the comprehensive annual financial report presents detailed information as a context for understanding what the information in the accompanying financial statements, notes disclosures, and required supplementary information says about the District's overall financial health.

| <u>Contents</u> | <u>Pages</u> |
|---|--------------|
| Financial Trends | |
| These schedules contain trend information to help the reader understand how the District's financial performance and well-being have changed over time. | 64 - 67 |
| Revenue Capacity | |
| These schedules contain information to help the reader assess the factors affecting the District's ability to generate revenues. | 68 – 69 |
| Debt Capacity | |
| These schedules present information to help the reader assess the affordability of the District's current levels of outstanding debt and the District's ability to issue additional debt in the future. | 70 - 73 |
| Demographic and Economic Information | |
| These schedules contain information about the District's operations and resources to help the reader understand how the District's financial information relates to the services the District provides and the activities it performs. | 75 |
| Operating Information | |
| These schedules contain information about the District's operations and resources to help the reader understand how the District's financial information relates to the services the government provides and the activities it performs | 76 - 78 |

West Valley Water District
Changes in Net Position by Component
Last Ten Fiscal Years

Schedule 1

| | Fiscal Year | | | | | |
|---|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|------|
| | 2013 | 2014 | As Restated | As Restated | | 2017 |
| | | | 2015 | 2016 | | |
| Changes in net position: | | | | | | |
| Operating revenues (see Schedule 2) | \$ 19,264,708 | \$ 22,907,911 | \$ 25,012,159 | \$ 23,230,364 | \$ 26,677,886 | |
| Operating expenses (see Schedule 3) | (15,781,608) | (16,995,392) | (17,034,621) | (16,736,478) | (20,446,067) | |
| Depreciation and amortization | (6,734,329) | (7,554,520) | (7,589,826) | (7,667,691) | (7,889,469) | |
| Operating income(loss) | (3,251,229) | (1,642,001) | 387,712 | (1,173,805) | (1,657,650) | |
| Non-operating revenues(expenses): | | | | | | |
| Property taxes | 1,760,434 | 1,459,571 | 1,658,936 | 1,758,220 | 1,821,922 | |
| Interest and investment earnings | 48,171 | 64,380 | 65,371 | 127,090 | 227,465 | |
| Rental income - cellular antennas | 35,663 | 26,746 | 32,207 | 29,966 | 37,241 | |
| Impairment loss | - | - | - | - | - | |
| Gain/(loss) on sale/disposition of capital assets | - | 45,650 | 24,644 | 24,400 | 60,980 | |
| Grants and Reimbursements | 2,000,000 | - | - | 43,241 | 2,518,254 | |
| Board approved rate rebate | - | - | - | (2,547,492) | - | |
| Interest expense - long term debt | (1,246,914) | (1,196,877) | (1,148,837) | (1,055,660) | (940,835) | |
| Bond issuance costs | - | - | - | - | (268,915) | |
| Amortization of deferred charges | (601,613) | (19,740) | (19,740) | - | - | |
| Other non-operating revenue/(expense), net | 55,737 | 34,575 | 202,348 | 24,524 | (931,062) | |
| Total non-operating revenues(expenses), net | 2,051,478 | 414,305 | 814,929 | (1,595,711) | 2,525,050 | |
| Net income (loss) before capital contributions | (1,199,751) | (1,227,696) | 1,202,641 | (2,769,516) | 867,400 | |
| Capital contributions | 4,760,891 | 4,283,248 | 4,940,175 | 4,383,464 | 3,506,937 | |
| Changes in net position | \$ 3,561,140 | \$ 3,055,552 | \$ 6,142,816 | \$ 1,613,948 | \$ 4,374,337 | |
| Prior period adjustment | | | | 1,421,880 | | |
| Net position by component: | | | | | | |
| Net investment in capital assets | \$ 87,705,995 | \$ 86,581,350 | \$ 87,693,459 | \$ 87,041,544 | 87,731,340 | |
| Restricted for capital projects | 5,061,866 | 3,190,652 | 5,360,944 | 1,366,458 | 929,737 | |
| Restricted for debt service | 2,196,172 | 2,194,435 | 5,873,252 | 1,020,896 | - | |
| Unrestricted | 8,964,937 | 15,018,085 | 9,219,049 | 21,753,634 | 26,895,792 | |
| Total net assets | \$ 103,928,970 | \$ 106,984,522 | \$ 108,146,704 | \$ 111,182,532 | \$ 115,556,869 | |

Source: West Valley Water District Accounting Department

West Valley Water District
Changes in Net Position by Component (Continued)
Last Ten Fiscal Years

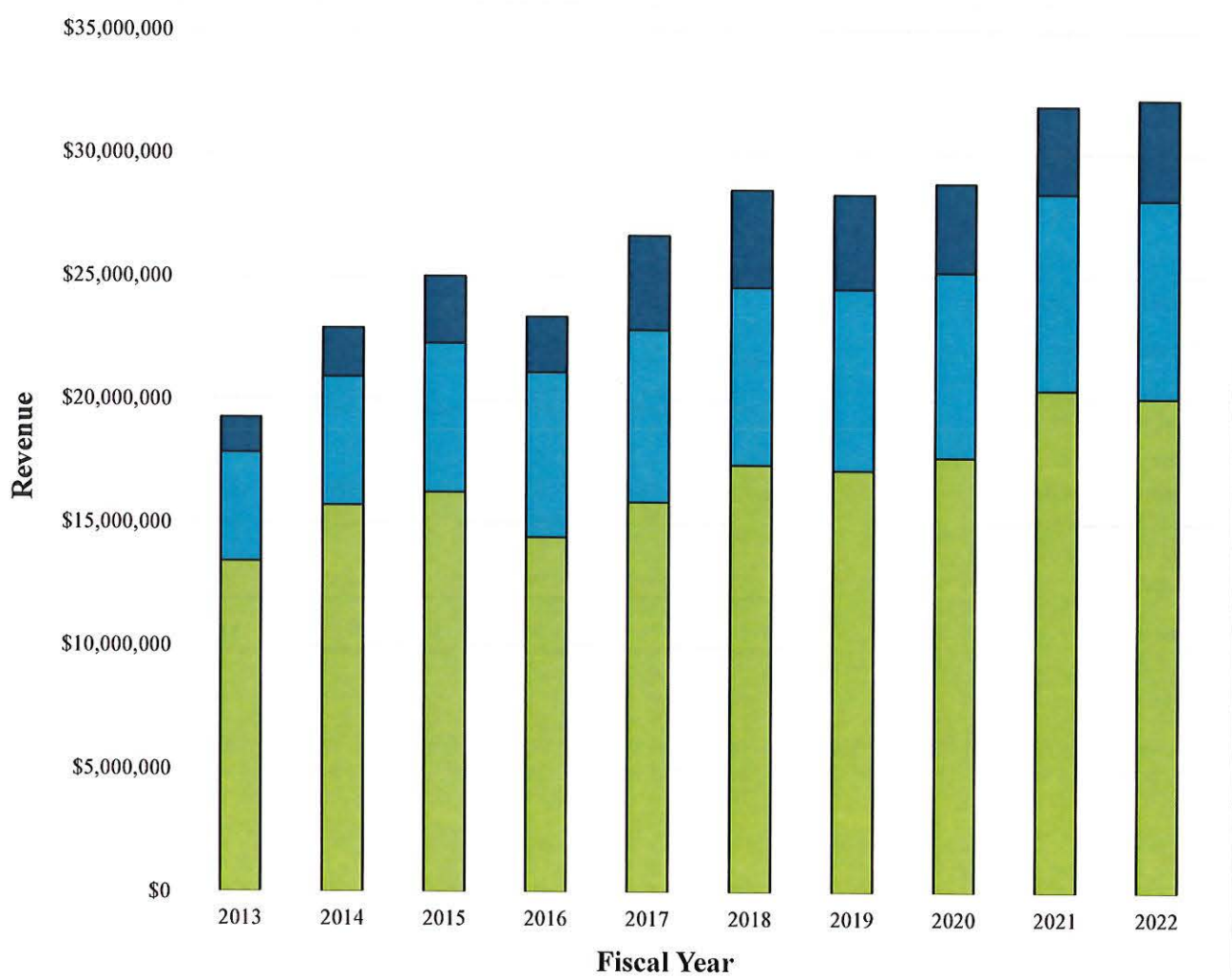
| | Schedule 1 | | | | |
|---|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|
| | Fiscal Year | | | | |
| | 2018 | 2019 | 2020 | 2021 | 2022 |
| Changes in net position: | | | | | |
| Operating revenues (see Schedule 2) | \$ 28,543,972 | \$ 28,356,765 | \$ 28,820,834 | \$ 31,962,156 | \$ 32,217,598 |
| Operating expenses (see Schedule 3) | (21,706,285) | (23,287,875) | (26,934,303) | (25,252,917) | (25,842,037) |
| Depreciation and amortization | (6,268,421) | (6,344,364) | (6,471,761) | (6,520,670) | (6,636,841) |
| Operating income(loss) | 569,266 | (1,275,474) | (4,585,230) | 188,569 | (261,280) |
| Non-operating revenues(expenses): | | | | | |
| Property taxes | 2,023,173 | 2,305,151 | 2,376,463 | 2,761,167 | 3,179,573 |
| Interest and investment earnings | 367,911 | 1,795,521 | 1,910,670 | 38,316 | (1,793,624) |
| Rental income - cellular antennas | 32,941 | 33,860 | - | - | - |
| Impairment loss | - | - | - | (3,000,000) | - |
| Gain/(loss) on sale/disposition of capital assets | 15,400 | - | - | (189,254) | 771,002 |
| Grants and Reimbursements | 554,897 | 703,949 | 100,330 | - | - |
| Board approved rate rebate | (2,263,619) | - | - | - | - |
| Interest expense - long term debt | (879,953) | (897,275) | (942,842) | (865,955) | (847,002) |
| Bond issuance costs | - | - | - | - | - |
| Amortization of deferred charges | - | - | - | - | - |
| Other non-operating revenue/(expense), net | 73,498 | 3,015,464 | - | - | - |
| Total non-operating revenues(expenses), net | (75,752) | 6,956,670 | 3,444,621 | (1,255,726) | 1,309,949 |
| Net income (loss) before capital contributions | 493,514 | 5,681,196 | (1,240,939) | (1,067,157) | 1,048,669 |
| Capital contributions | 16,643,552 | 10,120,527 | 4,917,877 | 8,851,642 | 37,527,406 |
| Changes in net position | \$ 17,137,066 | \$ 15,801,723 | \$ 3,676,938 | \$ 7,784,485 | \$ 38,576,075 |
| Prior period adjustment | | | | | |
| Net position by component: | | | | | |
| Net investment in capital assets | 95,204,664 | 100,736,605 | 102,459,965 | 103,770,537 | 102,478,576 |
| Restricted for capital projects | 7,875,322 | 10,699,965 | 13,462,143 | 13,938,052 | 49,107,439 |
| Restricted for debt service | - | - | - | - | - |
| Unrestricted | 22,622,990 | 30,068,129 | 29,259,529 | 33,867,838 | 38,575,543 |
| Total net assets | \$ 125,702,976 | \$ 141,504,699 | \$ 145,181,637 | \$ 151,576,427 | \$ 190,161,558 |

Source: West Valley Water District Accounting Department

West Valley Water District Operating Revenue By Source Last Ten Fiscal Years

Schedule 2

| Fiscal Year | Water Consumption Sales | Water Service Charges | Other Operating Income | Total Operating Revenue |
|-------------|-------------------------|-----------------------|------------------------|-------------------------|
| 2013 | 13,442,407 | 4,398,803 | 1,423,498 | 19,264,708 |
| 2014 | 15,715,734 | 5,214,461 | 1,977,716 | 22,907,911 |
| 2015 | 16,246,445 | 6,061,174 | 2,704,540 | 25,012,159 |
| 2016 | 14,420,079 | 6,702,841 | 2,240,801 | 23,363,721 |
| 2017 | 15,854,879 | 6,989,061 | 3,833,946 | 26,677,886 |
| 2018 | 17,370,508 | 7,201,939 | 3,971,525 | 28,543,972 |
| 2019 | 17,163,673 | 7,350,127 | 3,842,965 | 28,356,765 |
| 2020 | 17,698,440 | 7,506,847 | 3,615,547 | 28,820,834 |
| 2021 | 20,428,413 | 7,978,760 | 3,554,983 | 31,962,156 |
| 2022 | 20,113,330 | 8,027,078 | 4,077,190 | 32,217,598 |

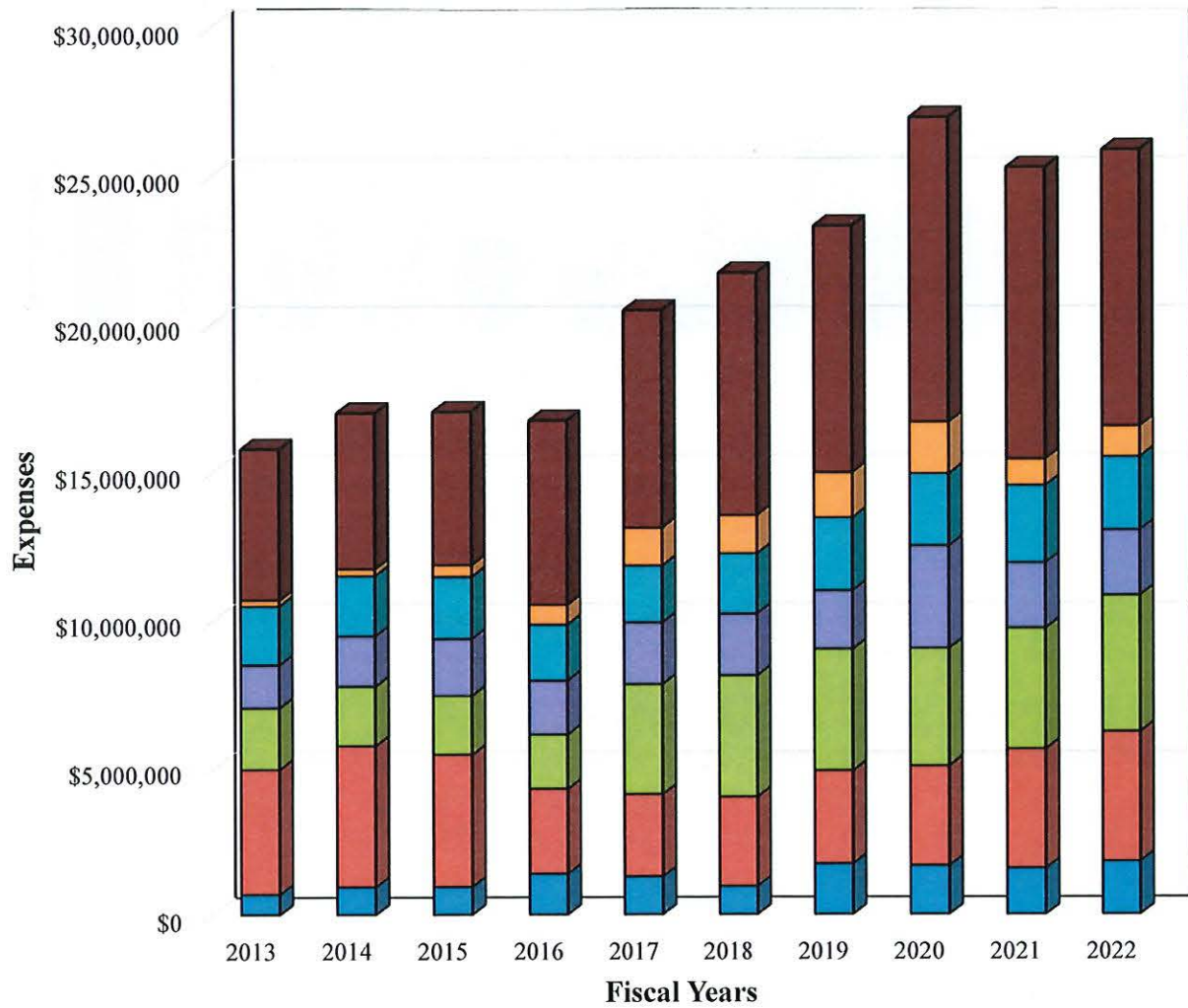


Source: West Valley Water District Accounting Department

West Valley Water District Operating Expenses by Activity Last Ten Fiscal Years

Schedule 3

| Fiscal Year | Source of Supply | Pumping | Water Treatment | Transmission and Distribution | Customer Accounts | Public Affairs | General and Administrative | Total Operating Expenses |
|-------------|------------------|-----------|-----------------|-------------------------------|-------------------|----------------|----------------------------|--------------------------|
| 2013 | 698,507 | 4,288,300 | 2,076,620 | 1,451,836 | 1,977,941 | 199,973 | 5,088,431 | 15,781,608 |
| 2014 | 951,189 | 4,831,597 | 2,011,328 | 1,687,965 | 2,035,498 | 229,295 | 5,248,520 | 16,995,392 |
| 2015 | 960,369 | 4,524,032 | 1,988,806 | 1,907,194 | 2,104,526 | 383,739 | 5,165,955 | 17,034,621 |
| 2016 | 1,404,819 | 2,910,119 | 1,842,223 | 1,825,012 | 1,885,567 | 656,120 | 6,212,618 | 16,736,478 |
| 2017 | 1,307,160 | 2,823,389 | 3,723,148 | 2,071,867 | 1,923,943 | 1,273,562 | 7,322,998 | 20,446,067 |
| 2018 | 972,624 | 3,066,501 | 4,110,055 | 2,074,410 | 2,031,657 | 1,280,123 | 8,170,915 | 21,706,285 |
| 2019 | 1,740,717 | 3,189,444 | 4,101,693 | 1,966,357 | 2,456,429 | 1,520,168 | 8,313,067 | 23,287,875 |
| 2020 | 1,676,085 | 3,416,731 | 3,966,298 | 3,448,753 | 2,425,709 | 1,740,136 | 10,260,591 | 26,934,303 |
| 2021 | 1,588,731 | 4,077,298 | 4,067,045 | 2,204,080 | 2,600,902 | 890,242 | 9,824,619 | 25,252,917 |
| 2022 | 1,825,531 | 4,417,077 | 4,591,618 | 2,200,940 | 2,462,906 | 1,034,781 | 9,309,184 | 25,842,037 |

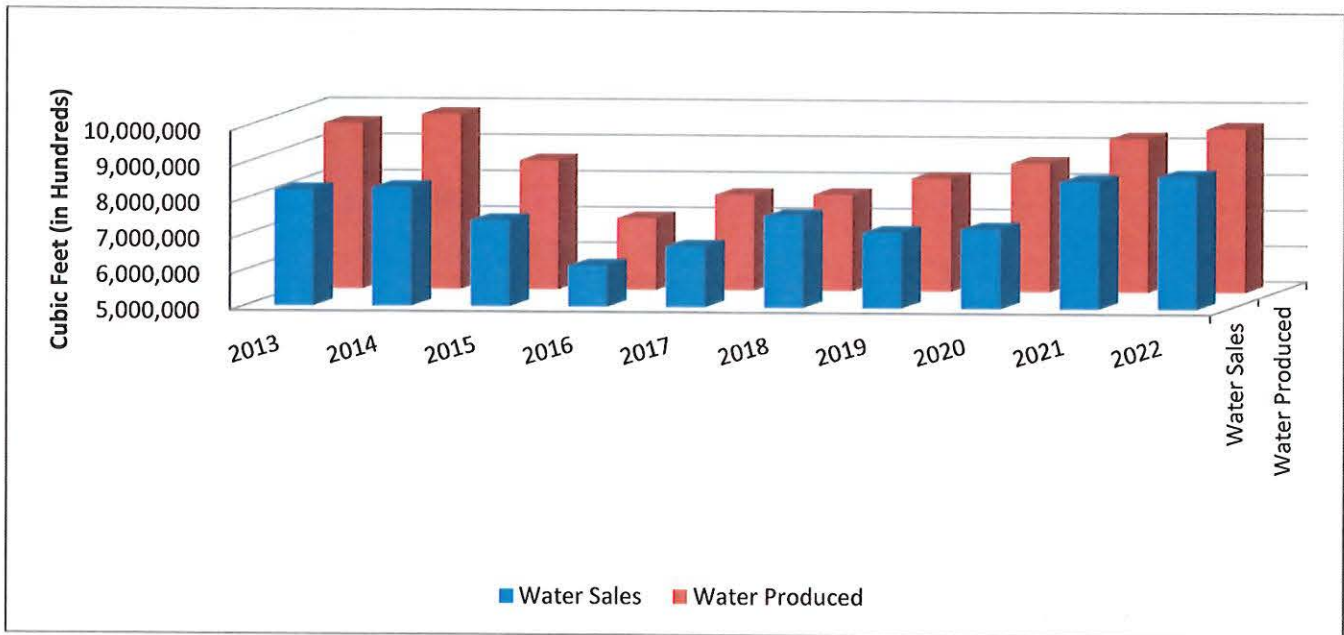


Source: West Valley Water District Accounting Department

West Valley Water District Revenue Base Last Ten Fiscal Years

Schedule 4

| Fiscal Year | Water Sales (HCF) | Water Produced (HCF) |
|----------------|----------------------|-------------------------|
| 2013 | 8,250,812 | 9,629,632 |
| 2014 | 8,323,184 | 9,891,169 |
| 2015 | 7,419,170 | 8,621,349 |
| 2016 | 6,151,431 | 7,016,601 |
| 2017 | 6,710,551 | 7,685,902 |
| 2018 | 7,576,183 | 7,705,595 |
| 2019 | 7,127,708 | 8,173,416 |
| 2020 | 7,238,771 | 8,610,871 |
| 2021 | 8,574,446 | 9,298,026 |
| 2022 | 8,719,191 | 9,581,118 |



Note: See Schedule 2 "Operating Revenue by Source" for information regarding water revenues.

Note: West Valley Water District Accounting Department

**West Valley Water District
Revenue Rates
Last Ten Fiscal Years**

| Water Consumption per Hundred Cubic Feet (HCF) | | | | | | | | | | Schedule 5 |
|--|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|
| Service Type | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 |
| Fire | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a |
| Tier 1 | 80.00 | 92.50 | 106.50 | 106.50 | 106.50 | 106.50 | 106.50 | 106.50 | 106.50 | 106.50 |
| Tier 2 | 87.50 | 100.00 | 115.00 | 115.00 | 115.00 | 115.00 | 115.00 | 115.00 | 115.00 | 115.00 |
| Tier 3 | 95.00 | 110.00 | 126.50 | 126.50 | 126.50 | 126.50 | 126.50 | 126.50 | 126.50 | 126.50 |
| Golf Course | By contract | By contract | By contract | By contract | By contract | By contract | By contract | By contract | By contract | By contract |
| Hydrant | 2.76 | 2.76 | 2.76 | 2.76 | 2.76 | 2.76 | 2.76 | 2.76 | 2.76 | 2.76 |
| Irrigation: | | | | | | | | | | |
| Demand | By contract | By contract | By contract | By contract | By contract | By contract | By contract | By contract | By contract | By contract |
| Gravity Flow | By contract | By contract | By contract | By contract | By contract | By contract | By contract | By contract | By contract | By contract |
| Pressure | By contract | By contract | By contract | By contract | By contract | By contract | By contract | By contract | By contract | By contract |
| Water | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a | n/a |
| Tier 1 | 1.60 | 1.85 | 2.13 | 2.13 | 2.13 | 2.13 | 2.13 | 2.13 | 2.13 | 2.13 |
| Tier 2 | 1.75 | 2.00 | 2.30 | 2.30 | 2.30 | 2.30 | 2.30 | 2.30 | 2.30 | 2.30 |
| Tier 3 | 1.90 | 2.20 | 2.53 | 2.53 | 2.53 | 2.53 | 2.53 | 2.53 | 2.53 | 2.53 |

| Connection Fees Per Month | | | | | | | | | | |
|---------------------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|
| Meter Size | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 |
| Fire | | | | | | | | | | |
| 5/8" & 3/4" | 10.54 | 10.54 | 10.54 | 10.54 | 10.54 | 10.54 | 10.54 | 10.54 | 10.54 | 10.54 |
| 1" | 10.54 | 10.54 | 10.54 | 10.54 | 10.54 | 10.54 | 10.54 | 10.54 | 10.54 | 10.54 |
| 1 1/2" | 15.81 | 15.81 | 15.81 | 15.81 | 15.81 | 15.81 | 15.81 | 15.81 | 15.81 | 15.81 |
| 2" | 21.08 | 21.08 | 21.08 | 21.08 | 21.08 | 21.08 | 21.08 | 21.08 | 21.08 | 21.08 |
| 3" | 31.62 | 31.62 | 31.62 | 31.62 | 31.62 | 31.62 | 31.62 | 31.62 | 31.62 | 31.62 |
| 4" | 42.16 | 42.16 | 42.16 | 42.16 | 42.16 | 42.16 | 42.16 | 42.16 | 42.16 | 42.16 |
| 6" | 63.24 | 63.24 | 63.24 | 63.24 | 63.24 | 63.24 | 63.24 | 63.24 | 63.24 | 63.24 |
| 8" | 84.32 | 84.32 | 84.32 | 84.32 | 84.32 | 84.32 | 84.32 | 84.32 | 84.32 | 84.32 |
| Golf Course | | | | | | | | | | |
| All Sizes | 57.68 | By contract | By contract | By contract | By contract | By contract | By contract | By contract | By contract | By contract |
| Hydrant | | | | | | | | | | |
| All Sizes | 63.63 | 73.17 | 73.17 | 73.17 | 73.17 | 73.17 | 73.17 | 73.17 | 73.17 | 73.17 |
| Irrigation | | | | | | | | | | |
| All Sizes: | | | | | | | | | | |
| Demand | By contract | By contract | By contract | By contract | By contract | By contract | By contract | By contract | By contract | By contract |
| Gravity Flow | By contract | By contract | By contract | By contract | By contract | By contract | By contract | By contract | By contract | By contract |
| Pressure | By contract | By contract | By contract | By contract | By contract | By contract | By contract | By contract | By contract | By contract |
| Water | | | | | | | | | | |
| 5/8" & 3/4" | 16.79 | 19.31 | 22.21 | 22.21 | 22.21 | 22.21 | 22.21 | 22.21 | 22.21 | 22.21 |
| 1" | 25.01 | 28.76 | 33.07 | 33.07 | 33.07 | 33.07 | 33.07 | 33.07 | 33.07 | 33.07 |
| 1 1/2" | 36.88 | 42.41 | 48.77 | 48.77 | 48.77 | 48.77 | 48.77 | 48.77 | 48.77 | 48.77 |
| 2" | 50.80 | 58.42 | 67.18 | 67.18 | 67.18 | 67.18 | 67.18 | 67.18 | 67.18 | 67.18 |
| 3" | 73.74 | 84.80 | 97.52 | 97.52 | 97.52 | 97.52 | 97.52 | 97.52 | 97.52 | 97.52 |
| 4" | 97.21 | 111.79 | 128.56 | 128.56 | 128.56 | 128.56 | 128.56 | 128.56 | 128.56 | 128.56 |
| 6" | 147.46 | 169.58 | 195.02 | 195.02 | 195.02 | 195.02 | 195.02 | 195.02 | 195.02 | 195.02 |
| 8" | 197.71 | 227.37 | 261.48 | 261.48 | 261.48 | 261.48 | 261.48 | 261.48 | 261.48 | 261.48 |

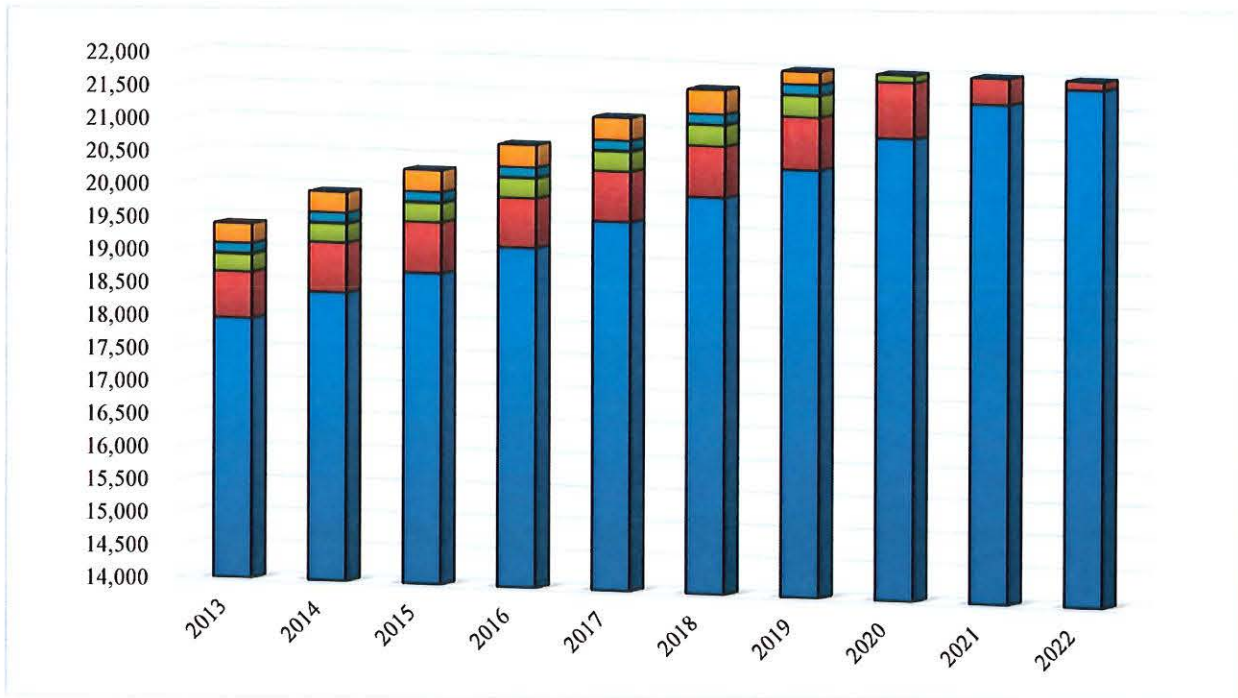
Note 1: Out of District rates for Water Service are one and a half times the In District rates.
 Note 2: The rates for Golf Course and Irrigation Services are

Source: West Valley Water District Board of Directors approved rate ordinances and resolutions.

West Valley Water District Customers by Type Last Ten Fiscal Years

Schedule 6

| Fiscal Year | Customer Type | | | | | | | | Total |
|-------------|---------------|------------|--------------|------------|--------------|---------|-------------|-----------------|--------|
| | Residential | Commercial | Fire Service | Irrigation | Multi-Family | Parkway | Golf Course | Wholesale Water | |
| 2013 | 17,961 | 703 | 266 | 10 | 155 | 296 | 0 | 0 | 19,391 |
| 2014 | 18,397 | 754 | 284 | 11 | 159 | 316 | 0 | 0 | 19,921 |
| 2015 | 18,740 | 769 | 292 | 11 | 159 | 330 | 0 | 0 | 20,301 |
| 2016 | 19,174 | 756 | 299 | 10 | 159 | 341 | 0 | 1 | 20,740 |
| 2017 | 19,620 | 766 | 302 | 10 | 159 | 346 | 0 | 1 | 21,204 |
| 2018 | 20,043 | 779 | 318 | 10 | 159 | 366 | 0 | 1 | 21,676 |
| 2019 | 20,509 | 803 | 327 | 8 | 159 | 386 | 0 | 1 | 22,193 |
| 2020 | 21,040 | 849 | 364 | 9 | 168 | 420 | 0 | 1 | 22,851 |
| 2021 | 21,604 | 827 | 365 | 9 | 183 | 428 | 0 | 1 | 23,417 |
| 2022 | 21,872 | 847 | 377 | 9 | 185 | 458 | 0 | 1 | 23,749 |



Note A: As a result of the 2012 rate study, certain accounts were reclassified to other types.

Note B: The schedule submitted for FY 2020 included a typo. The Multi-Family count was reflected as 468 instead of 168. The Total count was reflected as 23,151 instead of 22,851.

Note C: As a result of the service connection review, certain accounts were reclassified to other types. Most notably several Commercial accounts were reclassified to Residential.

Source: West Valley Water District Accounting Department

**West Valley Water District
Principal Customers
Current Fiscal Year and Nine Years Ago**

Schedule 7

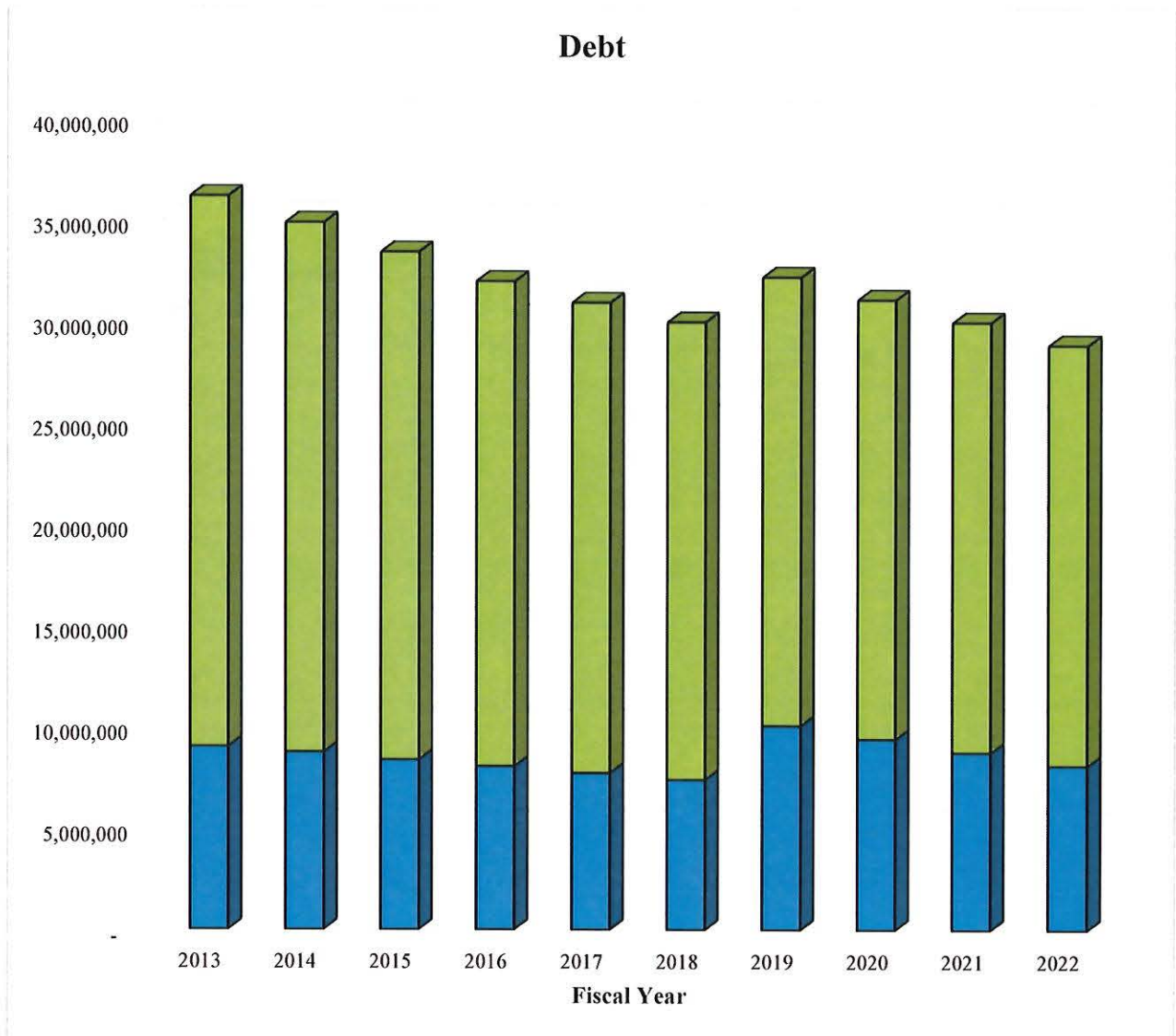
| Customer | 2022 | | 2013 | |
|--------------------------------------|------------------|---------------------|------------------|---------------------|
| | Water Consumed | Percentage of Total | Water Consumed | Percentage of Total |
| Rialto Unified School District | 254,569 | 2.92% | 321,169 | 3.89% |
| City of Rialto | 196,191 | 2.25% | 202,315 | 2.45% |
| City of Fontana | 162,719 | 1.87% | 109,543 | 1.33% |
| Colton Joint Unified School District | 143,935 | 1.65% | 158,274 | 1.92% |
| Larry Jacinto Construction Inc | 111,142 | 1.27% | - | 0.00% |
| Target | 108,469 | 1.24% | 121,502 | 1.47% |
| North Fontana Investment LLC | 102,696 | 1.18% | - | 0.00% |
| Aramark Uniform Services | 90,387 | 1.04% | 49,100 | 0.60% |
| Rosena Ranch Community Association | 89,504 | 1.03% | 5,518 | 0.07% |
| Robertson's Ready Mix | 81,492 | 0.93% | 159,628 | 1.93% |
| Total | 1,341,104 | 15.38% | 1,127,049 | 13.66% |
| Total Water Consumed (HCF) | 8,719,191 | 100.00% | 8,250,812 | 100.00% |

Source: West Valley Water District Accounting Department

West Valley Water District Ratios of Outstanding Debt by Type Last Ten Fiscal Years

Schedule 8

| Fiscal Year | Contracts Payable | Bonds Payable | Notes Payable | Total | | |
|-------------|-------------------|---------------|---------------|------------|------------|-------------------------------|
| | | | | Debt | Per Capita | As a Share of Personal Income |
| 2013 | 9,002,807 | 27,190,000 | - | 36,192,807 | 358.71 | 1.12% |
| 2014 | 8,734,867 | 26,155,000 | - | 34,889,867 | 345.39 | 1.05% |
| 2015 | 8,359,750 | 25,080,000 | - | 33,439,750 | 318.15 | 0.97% |
| 2016 | 8,038,221 | 23,955,000 | - | 31,993,221 | 302.32 | 0.85% |
| 2017 | 7,716,692 | 23,232,381 | - | 30,949,073 | 291.60 | 0.79% |
| 2018 | 7,395,163 | 22,596,763 | - | 29,991,926 | 279.59 | 0.72% |
| 2019 | 10,065,744 | 22,156,146 | - | 32,221,889 | 308.19 | 0.76% |
| 2020 | 9,400,057 | 21,705,528 | - | 31,105,585 | 302.55 | 0.73% |
| 2021 | 8,747,428 | 21,249,911 | - | 29,997,339 | 291.77 | 0.70% |
| 2022 | 8,094,799 | 20,779,293 | - | 28,874,092 | 277.76 | 0.56% |



Source: West Valley Water District Accounting Department

**West Valley Water District
Pledged-Revenue Coverage
Last Ten Fiscal Years**

| Fiscal Year | Net Revenues | Operating Expenses ⁽¹⁾ | Net Available Revenues | Debt Service | | | Schedule 9 |
|-------------|-----------------|--------------------------------------|---------------------------|--------------------------|-------------------------|-----------|------------|
| | | | | Principal ⁽²⁾ | Interest ⁽³⁾ | Total | Coverage |
| | | | | | | | Ratio |
| 2013 | 21,164,713 | (17,630,135) | 3,534,578 | 1,356,529 | 1,297,214 | 2,653,743 | 1.33 |
| 2014 | 24,538,833 | (18,212,009) | 6,326,824 | 1,450,117 | 1,113,028 | 2,563,145 | 2.47 |
| 2015 | 26,995,665 | (17,054,361) | 9,941,304 | 1,396,529 | 1,119,435 | 2,515,964 | 3.95 |
| 2016 | 25,237,805 | (19,283,970) | 5,953,835 | 1,446,529 | 1,054,169 | 2,500,698 | 2.38 |
| 2017 | 31,359,870 | (21,662,166) | 9,697,704 | 1,486,529 | 769,657 | 2,256,186 | 4.30 |
| 2018 | 31,558,717 | (23,969,904) | 7,588,813 | 916,529 | 917,400 | 1,833,929 | 4.14 |
| 2019 | 36,210,708 | (23,287,875) | 12,922,833 | 1,052,629 | 940,215 | 1,992,844 | 6.48 |
| 2020 | 33,107,967 | (26,934,303) | 6,173,664 | 1,062,629 | 947,424 | 2,010,053 | 3.07 |
| 2021 | 34,761,639 | (25,252,917) | 9,508,722 | 1,067,629 | 933,278 | 2,000,907 | 4.75 |
| 2022 | 36,168,173 | (25,842,037) | 10,326,136 | 1,082,629 | 883,561 | 1,966,190 | 5.25 |

Notes:

- (1) Operating expenses, less depreciation and amortization expense
(2) Bond was refinanced in fiscal year 2017. New debt for Hydroelectric plant in FY2019.
(3) Reflects interest paid and not accrued in fiscal year

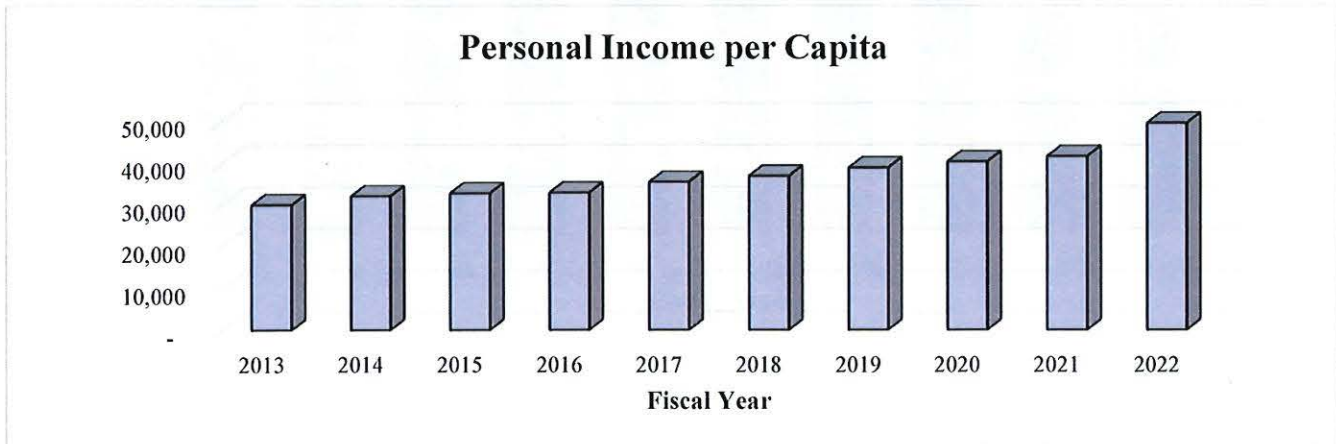
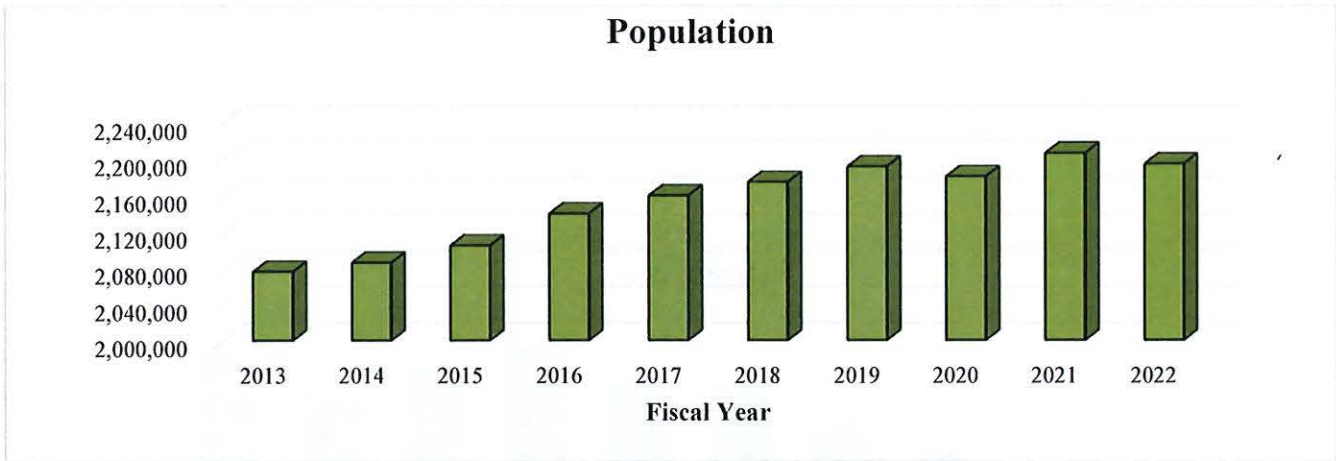
Source: West Valley Water District Accounting Department

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West Valley Water District Demographics and Economic Statistics Last Ten Calendar Years

Schedule 10

| Year | Unemployment Rate | City of Rialto Population ⁽¹⁾ | County of San Bernardino ⁽²⁾ | | | |
|------|-------------------|--|---|------------|--|----------------------------|
| | | | Unemployment Rate | Population | Personal Income (thousands of dollars) | Personal Income per Capita |
| 2013 | 12.4% | 102,022 | 10.3% | 2,076,000 | 62,259,000 | 29,990 |
| 2014 | 10.4% | 102,615 | 8.4% | 2,086,000 | 66,902,000 | 32,070 |
| 2015 | 8.4% | 103,790 | 6.9% | 2,105,000 | 68,939,000 | 32,750 |
| 2016 | 7.5% | 105,107 | 6.7% | 2,140,000 | 70,385,000 | 32,890 |
| 2017 | 6.4% | 105,825 | 5.9% | 2,160,000 | 76,529,000 | 35,431 |
| 2018 | 5.0% | 106,135 | 4.4% | 2,175,000 | 80,127,000 | 36,840 |
| 2019 | 4.2% | 107,271 | 4.5% | 2,192,000 | 85,093,000 | 38,816 |
| 2020 | 14.9% | 104,553 | 10.3% | 2,181,000 | 87,937,000 | 40,320 |
| 2021 | 9.4% | 102,813 | 8.1% | 2,206,750 | 91,658,300 | 41,535 |
| 2022 | 4.2% | 103,954 | 3.9% | 2,194,710 | 108,623,799 | 49,493 |



Sources:

- www.labormarketinfo.edd.ca.gov
- <http://www.bea.gov/regional/bearfacts>
- www.census.gov/

(1) Separate data is not available for the District, therefore the District has used the data for the City of Rialto. A substantial portion of the District lies within the city, and therefore, is a reasonable basis for determining the demographic and economic statistics of the District.

(2) Only County data is updated annually. Therefore, the District has chose to use its data since the

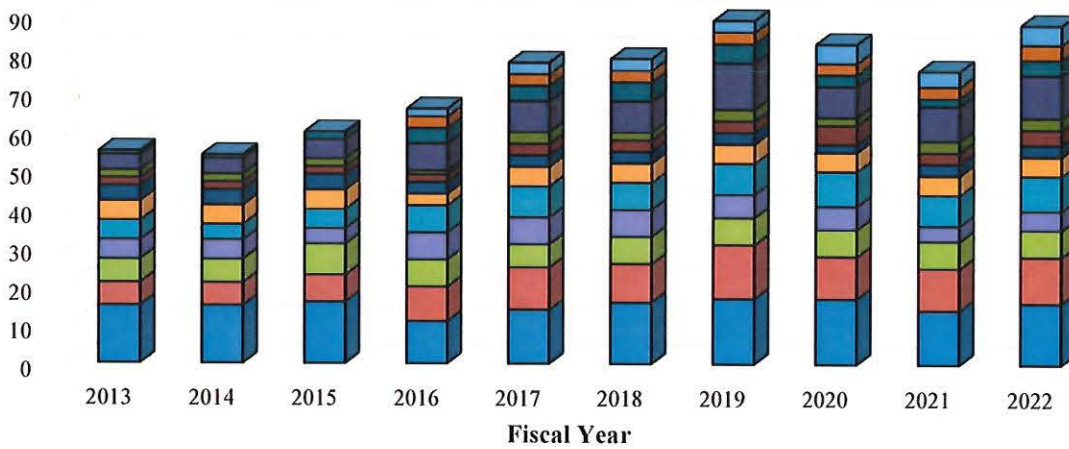
West Valley Water District Operating and Capacity Indicators Last Ten Fiscal Years

Schedule 11

Full-time Equivalent District Employees by Department

| Fiscal Year | Water Treatment /Production | Maintenance | Meters | Administration | Customer Service | Accounting | Billing | IT | Human Resources | Engineering | Public Affairs | Water Quality | Purchasing | Total |
|-------------|-----------------------------|-------------|--------|----------------|------------------|------------|---------|----|-----------------|-------------|----------------|---------------|------------|-------|
| 2013 | 15 | 6 | 6 | 5 | 5 | 5 | 4 | 2 | 2 | 4 | 1 | 0 | 0 | 55 |
| 2014 | 15 | 6 | 6 | 5 | 4 | 5 | 4 | 2 | 2 | 4 | 1 | 0 | 0 | 54 |
| 2015 | 16 | 7 | 8 | 4 | 5 | 5 | 4 | 2 | 2 | 5 | 2 | 0 | 0 | 60 |
| 2016 | 11 | 9 | 7 | 7 | 7 | 3 | 3 | 2 | 1 | 7 | 4 | 3 | 2 | 66 |
| 2017 | 14 | 11 | 6 | 7 | 8 | 5 | 3 | 3 | 3 | 8 | 4 | 3 | 3 | 78 |
| 2018 | 16 | 10 | 7 | 7 | 7 | 5 | 3 | 3 | 2 | 8 | 5 | 3 | 3 | 79 |
| 2019 | 17 | 14 | 7 | 6 | 8 | 5 | 3 | 3 | 3 | 12 | 5 | 3 | 3 | 89 |
| 2020 | 17 | 11 | 7 | 6 | 9 | 5 | 2 | 5 | 2 | 8 | 3 | 3 | 5 | 83 |
| 2021 | 14 | 11 | 7 | 4 | 8 | 5 | 3 | 3 | 3 | 9 | 2 | 3 | 4 | 76 |
| 2022 | 16 | 12 | 7 | 5 | 9 | 5 | 3 | 4 | 3 | 11 | 4 | 4 | 5 | 88 |

Employees



Source: West Valley Water District Human Resources Department

**West Valley Water District
Operating and Capacity Indicators (Continued)
Last Ten Fiscal Years**

Schedule 12

| Other Operating and Capacity Indicators | | | | | | | |
|---|---------------------------------|----------------------|---------------|--------------------------|----------------------|------------------------|---------------|
| Fiscal Year | District Area (Square Miles) | Miles of Pipeline | Storage Tanks | Storage Capacity (MG) | Groundwater Wells | Well Capacity (MGD) | Fire Hydrants |
| 2013 | 31 | 368 | 26 | 73.6 | 17 | 35.0 | 2,040 |
| 2014 | 31 | 370 | 26 | 73.6 | 17 | 35.0 | 2,040 |
| 2015 | 31 | 370 | 26 | 73.6 | 17 | 35.0 | 2,040 |
| 2016 | 32 | 370 | 26 | 73.6 | 17 | 35.0 | 2,944 |
| 2017 | 32 | 375 | 26 | 73.6 | 17 | 35.0 | 3,085 |
| 2018 | 32 | 376 | 26 | 73.6 | 17 | 35.0 | 3,104 |
| 2019 | 32 | 382 | 26 | 73.6 | 17 | 35.0 | 3,204 |
| 2020 | 32 | 395 | 26 | 73.6 | 17 | 37.0 | 3,497 |
| 2021 | 32 | 401 | 26 | 73.6 | 17 | 35.0 | 3,560 |
| 2022 | 32 | 402 | 26 | 73.6 | 17 | 35.0 | 3,560 |

MG - Millions of Gallons

MGD - Millions of Gallons per Day

Sources: West Valley Water District Operations/GIS

Note: The Fire Hydrant total is inclusive of Hydrants and Jones heads.

**West Valley Water District
Principal Employers
Current Fiscal Year**

Schedule 13

City of Rialto - 2022 ⁽¹⁾

| Employer | Employees | Rank | Percentage of Total |
|--------------------------------|------------------|-------------|----------------------------|
| | | | Employment |
| Rialto Unified School District | 2500 to 2999 | 1 | 5.81 - 6.97 % |
| Chuze Fitness | 500 to 999 | 2 | 1.16 - 2.32 % |
| City of Rialto | 250 to 499 | 3 | .58 - 1.16 % |
| Walmart Supercenter | 250 to 499 | 4 | .58 - 1.16 % |
| Amazon Fulfillment Ctr | 250 to 499 | 5 | .58 - 1.16 % |
| Stater Bros Markets | 250 to 499 | 6 | .58 - 1.16 % |
| Vista Cove Care Ctr At Rialto | 100 to 249 | 7 | .58 - 1.16 % |
| Columbia Steel Inc | 100 to 249 | 8 | .23 - .58 % |
| Forest River Inc | 100 to 249 | 9 | .23 - .58 % |
| Mesa Counseling Svc | 100 to 249 | 10 | .23 - .58 % |

City of Fontana - 2022 ⁽²⁾

| Employer | Employees | Rank | Percentage of Total |
|---------------------------------|------------------|-------------|----------------------------|
| | | | Employment |
| Kaiser Hospital & Med. Group | 6,180 | 1 | 6.05% |
| Fontana Unified School District | 4,803 | 2 | 4.70% |
| Amazon.com Services LLC | 3,718 | 3 | 3.64% |
| Target Stores T553 | 1,807 | 4 | 1.77% |

City of Colton - 2022 ⁽³⁾

| Employer | Employees | Rank | Percentage of Total |
|--------------------------------------|------------------|-------------|----------------------------|
| | | | Employment |
| Arrowhead Regional Medical Center | 3,510 | 1 | 14.21% |
| Colton Joint Unified School District | 2,320 | 2 | 9.39% |
| Walmart Distribution Center | 800 | 3 | 3.24% |
| Lineage Logistics | 550 | 4 | 2.23% |

Note: Above sites have not been updated for the fiscal year 2019. The most recent data is displayed.

(1) City of Rialto, 2020-2021 ACFR, pg. 219

(2) City of Fontana, 2020-2021 ACFR, pg. 157

(3) City of Colton, 2020-2021 ACFR, pg. 169

**OUR MISSION IS TO PROVIDE OUR
CUSTOMERS WITH SAFE, HIGH
QUALITY AND RELIABLE WATER
SERVICE AT A REASONABLE RATE AND
IN A SUSTAINABLE MANNER**



(909) 875-1804 • 855 W. Baseline Rd., Rialto, CA 92376



www.wvwd.org



**BOARD OF DIRECTORS
FINANCE COMMITTEE
STAFF REPORT**

DATE: January 25, 2023
TO: Finance Committee
FROM: Van Jew, Acting General Manager
SUBJECT: FISCAL YEAR 2021-22 POPULAR ANNUAL FINANCIAL REPORT (PAFR)

DISCUSSION:

Attached is the West Valley Water District Popular Annual Financial Report (PAFR) for the fiscal year ended June 30, 2022. The PAFR is designed to be a summarized, user-friendly version of the District's Annual Comprehensive Financial Report (ACFR), which was audited and finalized in December. Most financial information in the PAFR is presented in graphic form.

In addition, as with the Budget and ACFR, the Government Finance Officers Association (GFOA) produces guidelines for producing an effective PAFR, and if an agency's PAFR substantially meets or exceeds those guidelines, the GFOA presents the agency with an Award for Outstanding Achievement in Popular Annual Financial Reporting. The District received the award for its 2021 PAFR, and that award appears on page 2 in the current year report. The District will submit the current year's PAFR for award consideration.

FISCAL IMPACT:

No fiscal impact.

STAFF RECOMMENDATION:

Forward a recommendation to the Board of Directors to review and approve the attached FY 2021-22 Popular Annual Financial Report.

Respectfully Submitted,

Van Jew

Van Jew, Acting General Manager

VJ:jv

ATTACHMENT(S):

1. Popular Annual Financial Report (PAFR) fiscal year ended June 30, 2022

MyWVWD News



Popular Annual Financial Report

Rialto, California

FOR FISCAL YEAR ENDED JUNE 30, 2022



TABLE OF CONTENTS

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Capital Improvement Projects 6

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Operating Expenses..... 11

Long Term Debt..... 13

Net Position..... 14

BOARD OF DIRECTORS

Elected Board of Directors as of June 30, 2022



Channing Hawkins

President, District 4
Term: 11/19 - 11/24



Greg Young

Vice President, District 5
Term: 11/19 - 11/24



Angela Garcia

Director, District 1
Term: 11/19 - 11/24



Dan Jenkins

Director, District 2
Term: 11/17 - 11/22

*Appointed July 27, 2022. Due to resignation of previous director.



Kelvin Moore

Director, District 3
Term: 11/19 - 11/22

MISSION STATEMENT:

West Valley Water District provides our customers with safe, high quality and reliable water service at a reasonable rate and in a sustainable manner.

VISION STATEMENT:

West Valley Water District will continue to be a national model in the water industry for innovation, fiscal responsibility, sound conservation practices, and a relentless commitment to our employees and the communities we serve.



Popular Annual Financial Reporting Award

We are proud to announce that West Valley Water District obtained its first Government Finance Officers Association(GFOA) award for outstanding achievement in Popular Annual Financial Reporting for the fiscal year ended June 30, 2021.



Government Finance Officers Association

Award for
Outstanding
Achievement in
Popular Annual
Financial Reporting

Presented to

West Valley Water District
California

For its Annual Financial Report
For the Fiscal Year Ended

June 30, 2021

Christopher P. Merrill
Executive Director/CEO

On behalf of the Board of Directors and staff of West Valley Water District it is my pleasure to present to you our Popular Annual Financial Report (PAFR) for fiscal year ending June 30, 2022.

The PAFR is published to provide readers with easy-to-understand information on the Water Districts' organization, as well as its finances, water services, and other pertinent information. The Government Finance Officers Association (GFOA) encourages and assist state and local governments to utilize information from their annual comprehensive financial report and compile a high quality Popular Annual Financial Report (PAFR). This PAFR, represents West Valley Water District's ongoing commitment to transparency in its operations and governance. The information within this report draws directly from the Water District's audited financial statements and provides an overview of the Water District's financial activities and position.

The PAFR is based on the 2022 Annual Comprehensive Financial Report which is prepared in conformity with generally accepted accounting principles and audited by The Pun Group, LLP. The Water District received an unmodified audit opinion that the financial statements present, fairly, in all material respects, the financial position of the Water District.

I hope the Popular Annual Financial Report assists you in understanding the Water District's financial picture and future commitments. Both the Annual Comprehensive Financial Report for the fiscal year ended June 30, 2022, and Budget Fiscal Year 2022- 2023, can be found online at www.wvwd.org/about/transparency/.

Should you have any questions or comments, please feel free to contact the Water District's Finance Department.

Respectfully Submitted,



Van Jew,

Van Jew

Acting General Manager

DISTRICT AT A GLANCE



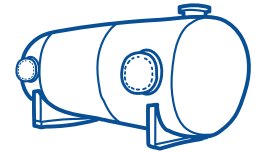
32 square miles



26 Storage Tanks



17 Groundwater Wells



73.6 MG Storage Capacity



3,560 Fire Hydrants



402 miles of pipeline



88 Employees



7 Treatment Sites



35 Well Capacity (MGD)

DISTRICT WIDE PRIORITIES

The District’s Board of Directors is aware of the need to ensure the District’s stability and continuation. District-wide goals are established by the Board of Directors in order to identify priority programs and projects that effectively meet the District’s anticipated future needs.

01



Continue to deliver safe, reliable, high-quality water at an affordable price.

02



Nurture a culture that values our employees, customer service, innovation, integrity, excellence, transparency, and conservation

03



Implement technologies that increase efficiency and enhance safety.

04



Plan and be prepared for anticipated significant housing growth in the District.

05

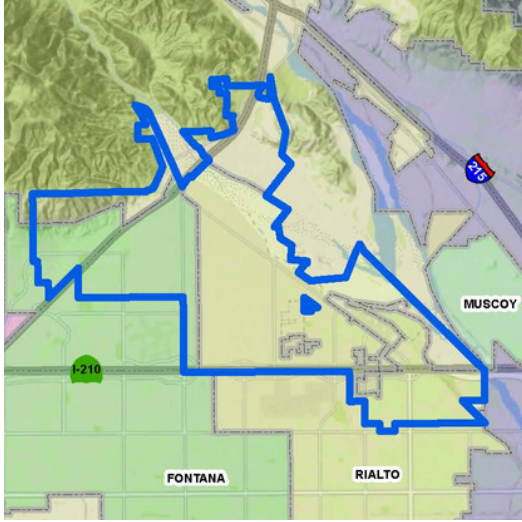


Further refine procedures to ensure the District safeguards ratepayer funds, operates efficiently, enhances transparency, and protects employees and District assets

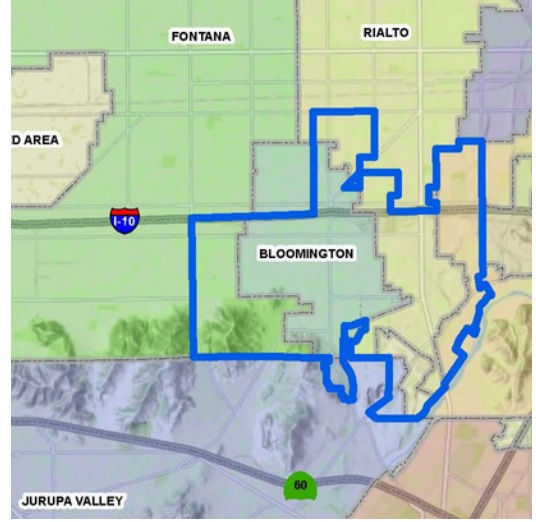
ABOUT THE DISTRICT

West Valley Water District serves approximately 98,000 people, spanning two counties in Southern California in a 32.2 square-mile area, including portions of the communities of Bloomington, Colton, Fontana, Rialto, San Bernardino, and Jurupa Valley.

District Boundary Maps

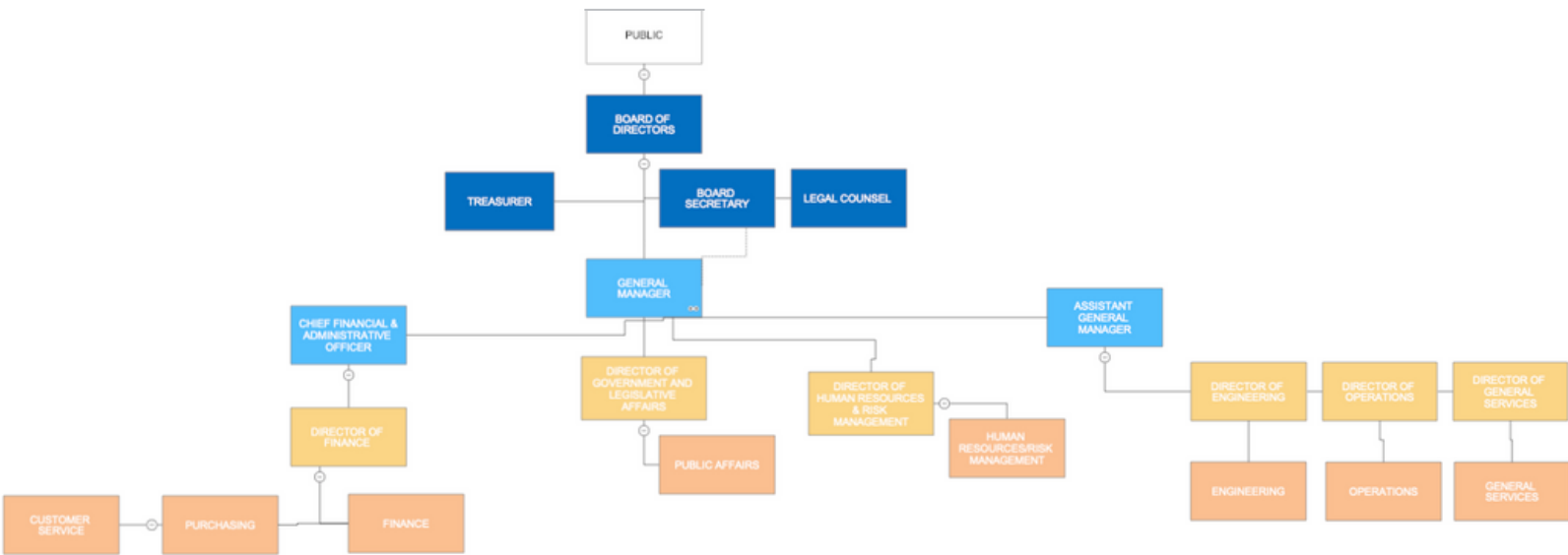


North Service Area



South Service Area

Structure of the District



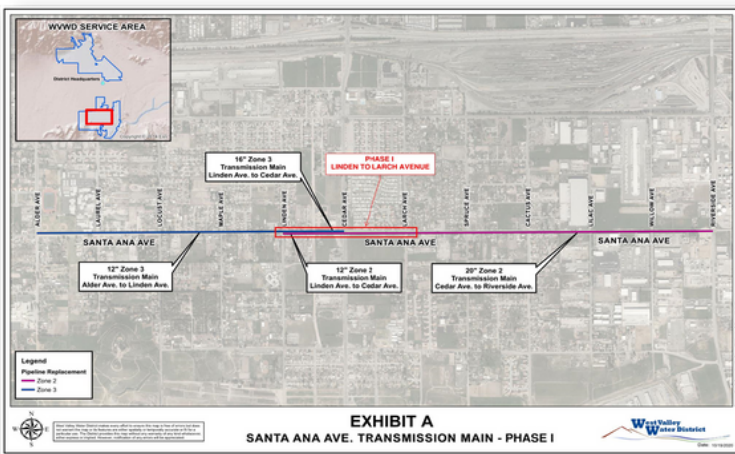
As part of the annual budget process, the District’s Department Managers and Supervisors compile and submit a list of capital improvement projects (CIP) for consideration.

The projects are prioritized on the needs of the District and based off the Water Master Plan and amount of funding available.

The two projects below are the highlights of Fiscal Year 2022.

Zone 2 & 3 Transmission Mains Phase I

Budget Cost: \$7,672,673* | Actual Cost: \$362,167



The pipelines in this area were constructed in the 1950’s, 60’s and 70’s and lack the required supplies for domestic and fire flow demands in Pressure Zone 2 and Zone 3. 12-inch, 16-inch, and 24-inch transmission mains along Santa Ana Avenue transmission mains are needed to improve water circulation for water quality and improve fire flow for the residences in the area.

*Budget costs are for future phases as well.

Emergency Generators Zone 6

Budget Cost: \$494,007 | Actual Cost: \$494,007

The installation of a new 750 kW standby diesel generator for pump station 6-2 to be used as a backup power source during emergency situations like power outage.



Completed Project in FYE 2021-22

| CIP Project Description | Budget Cost | Actual Cost |
|--|-------------|-------------|
| New enterprise system software Tyler Incode 10 | \$64,339 | \$14,845 |
| Well 18A pipe blending project | \$290,163 | \$261,042 |
| Board room audio visual upgrade with video recording | \$90,000 | \$85,846 |
| GIS and Tyler Integration | \$25,000 | \$9,950 |
| Vmware host server (5 year life cycle replacement) | \$45,000 | \$29,828 |
| Apollo access door control system | \$15,500 | \$15,573 |
| UV Light Disinfectant Systems | \$334,850 | \$334,850 |
| Annual R/R- Wells and Pumping Equipment FY22 | \$157,187 | \$145,676 |
| Well 5A Rehab | \$176,000 | \$171,195 |
| Well 30 Rehab | \$179,000 | \$174,495 |
| Iron fencing at Well 18A site | \$66,385 | \$66,317 |
| Iron fencing at Well 33 site | \$50,431 | \$50,431 |
| Finance Copier Ricoh | \$10,000 | \$9,504 |



Engagement and outreach are a vital component to West Valley Water District’s (WVWD) investment in its community. Outreach programs are designed to promote water conservation, foster positive relationships and educate the public on water issues and crucial matters that affect WVWD and its customers. These programs include but are not limited to providing water-saving resources, supporting or hosting educational initiatives, and participating in community events.

Despite challenges presented by the ongoing COVID-19 pandemic, WVWD staff diligently worked to provide modified outreach during FY 21-22.



In Dec. 2021, WVWD encouraged staff to participate in the Angel Tree Giving Program. The employee-donated toy drive benefited local families and helped to bring a bit of holiday cheer to those in most in need.



In Jan. 2022, the WVWD Board of Directors recognized the winners of the 2022 conservation calendar. The poster contest challenged local elementary school students to learn about and then create drawings that educated others on the importance of water conservation.



Identifying the communities need for resources on landscape and water conservation education, WVWD held a series of landscape workshops in both English and Spanish.



In May, WVWD staff participated in the 2021 Inland Solar Challenge (ISC). The ISC event engages and educates high school students across the Inland Empire on the importance of sustainability and water conservation. This year, WVWD’s sponsored school, Rialto High School took second place in the competition.

Based on Annual Comprehensive Financial Report

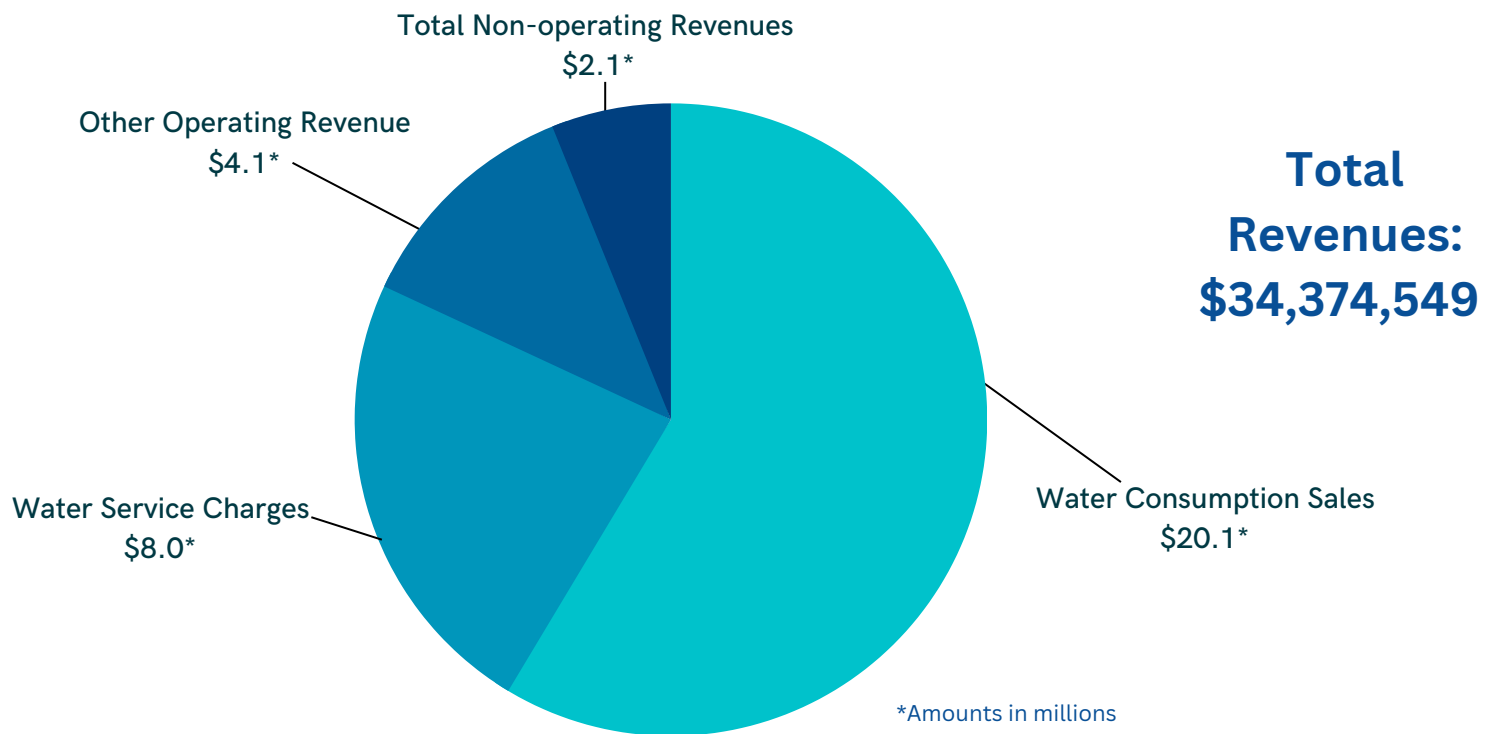
Sources of Revenue

The District uses revenue to fund daily operations, repay loans, bonds and interest. Remaining revenue is invested back into capital improvement projects to help maintain and improve the longevity and stability of the District's system.

West Valley Water District receives 94 percent of its revenue from user rates and fees. Rates and fees are reviewed and adjusted as necessary to cover the costs of providing services to ratepayers.

Operating Revenues: \$32,217,598

Non-Operating Revenues: \$2,156,951



Water Consumption

Volumetric revenue based on consumption of potable water.



Water Service Charges

Basic service charge based on number of connected meters.



Other Operating Revenue

Construction meters, customer service charges/fees, backflow charges, engineering/developer fees, and meter fees.



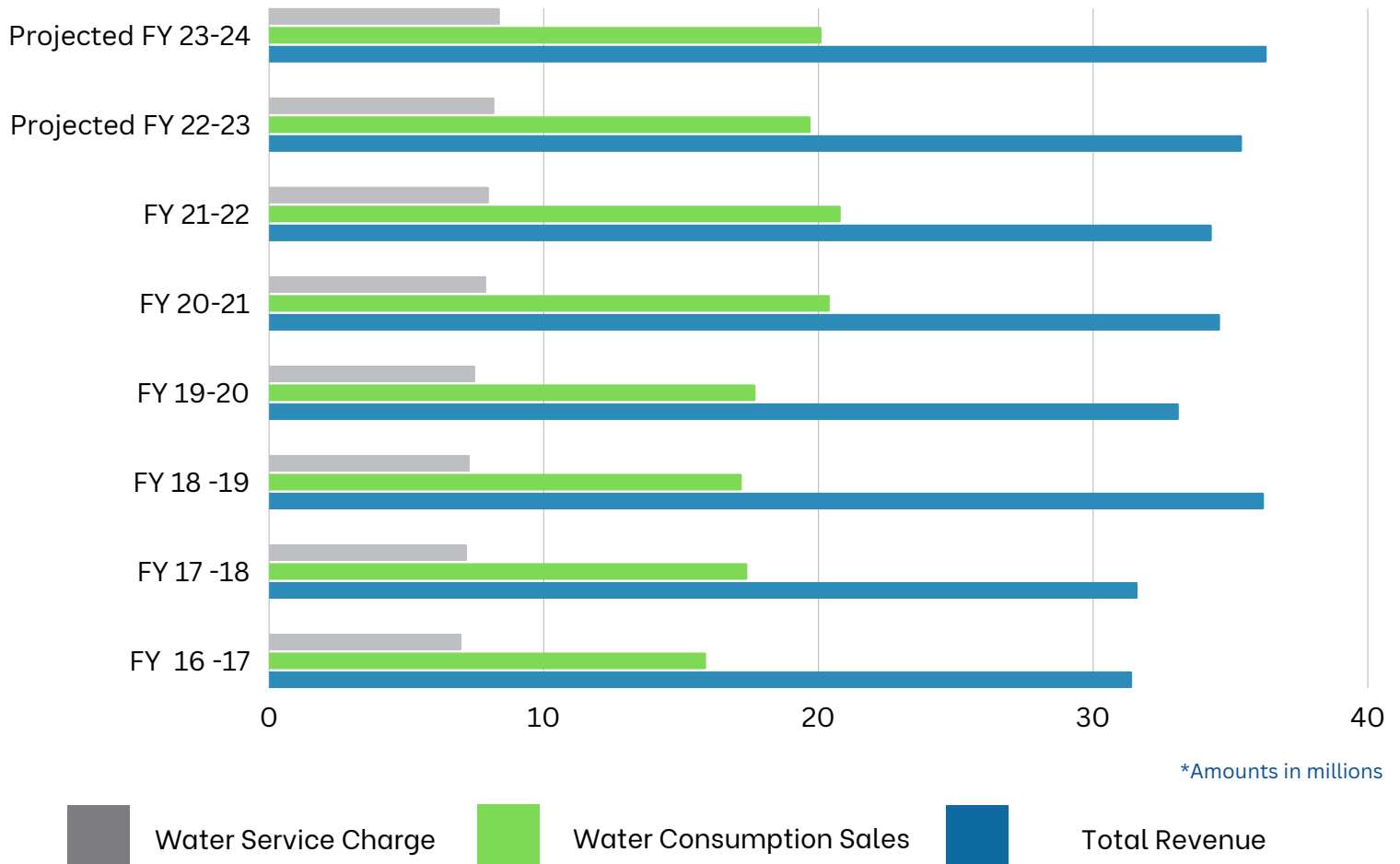
Non-Operating Revenue

Includes investment income and property taxes.

Three Year Comparative Revenues

| | | FY 2020 | FY 2021 | FY 2022 |
|---------------------------------------|----|---------------------|---------------------|---------------------|
| Operating Revenues: | | | | |
| Water consumption sales | \$ | 17,698,440 | 20,428,413 | 20,113,330 |
| Water service charges | | 7,506,847 | 7,978,760 | 8,027,078 |
| Other operating revenue | | 3,615,547 | 3,559,427 | 4,077,190 |
| Total operating revenues | | 28,820,834 | 31,966,600 | 32,217,598 |
| Nonoperating revenues: | | | | |
| Property taxes | \$ | 2,376,463 | 2,761,167 | 3,179,573 |
| Gain on disposition of capital assets | | - | (189,254) | 771,002 |
| Interest and investment earnings | | 1,910,670 | 67,806 | (1,793,624) |
| Total non-operating revenues | | 4,287,133 | 2,639,719 | 2,156,951 |
| Total revenues | \$ | \$33,107,967 | \$34,606,319 | \$34,374,549 |

Revenue History & Forecast (in Millions)



Operating Expenses

Operating expenses are necessary to provide reliable water to protect public health and the environment with financial integrity and superior customer service. Despite the severity of the recent drought, the District has put forth significant effort to overcome the challenges of maintaining fiscal transparency and operational sustainability.

The expense types and allocation for every dollar the District spends on operations and maintenance are:

CUSTOMER ACCOUNTS



Expenses related to customer relationships. These include postage, telephone, printing and publishing, and billing services.

GENERAL & ADMINISTRATIVE



Expenses related to the administration of the District operations. For example, conservation rebates, office supplies, materials and supplies, insurance claims, legal services, and printing.

DEPRECIATION



Expenses related to the use of capital assets over time. It's a non-cash expenditure. Amortization for water participation rights is included.

PUBLIC AFFAIRS



Expenses related to water education, community outreach, and legislative affairs.

SOURCE OF SUPPLY



Expenses related to the extraction of groundwater, and for procuring water from State Water Project.

PUMPING



Expenses related to moving water throughout the District's water distribution system.

WATER TREATMENT



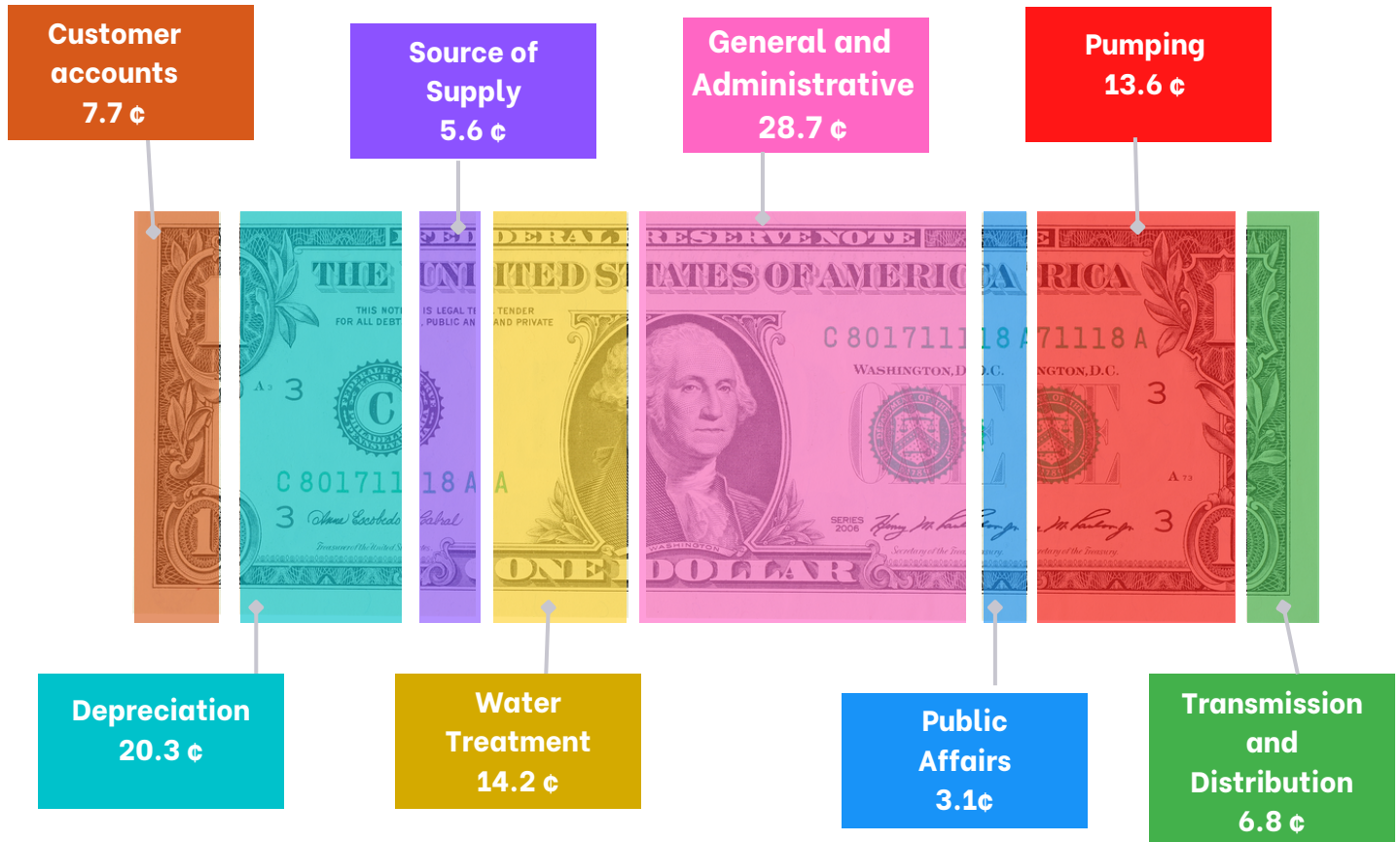
Expenses related to the treatment of water.

TRANSMISSION & DISTRIBUTION



Expenses for transmitting water to treatment plants and storage reservoirs for distribution to commercial and residential customers.

The cent amount identifies how every dollar spent is allocated to cover expenses.



Three Year Comparative Expenses

| | FY 2020 | FY 2021 | FY 2022 |
|--|-------------------|-------------------|-------------------|
| Operating expenses: | | | |
| Source of supply | 1,676,085 | 1,588,731 | 1,825,531 |
| Pumping | 3,416,731 | 4,077,298 | 4,417,077 |
| Water Treatment | 3,966,298 | 4,067,045 | 4,591,618 |
| Transmission and distribution | 3,448,753 | 2,204,080 | 2,200,940 |
| Customer Accounts | 2,425,709 | 2,600,902 | 2,462,906 |
| Public Affairs | 1,740,136 | 890,242 | 1,034,781 |
| General and administrative | 10,260,591 | 9,824,619 | 9,309,184 |
| Depreciation expense | 6,150,232 | 6,199,141 | 6,315,312 |
| Amortization of water participation rights | 321,529 | 321,529 | 321,529 |
| Total operating expenses | 33,406,064 | 31,773,587 | 32,478,878 |

LONG TERM DEBT

The District adopted a Debt Management Policy to clearly state that long-term debt can only be used for capital improvement projects that cannot be funded from current revenues.

A public agency has a bond rating used by investors to determine risk (similar to personal credit scores). The District maintains an AA- rating from Standard & Poor's for the refunding revenue bonds. The rating was issued on December 14, 2016 and is considered a high quality. Public agencies have a bond rating used by investors to determine risk, this assesses a bond issuer's financial strength to repay the debt on time.

Benefits of a good credit rating are easier access to borrow money and lower interest expense. Current bond covenants require that the debt coverage ratio equal to 1.2 or 120% of annual debt service. The debt coverage ratio for FY 2021-22 was 5.25.

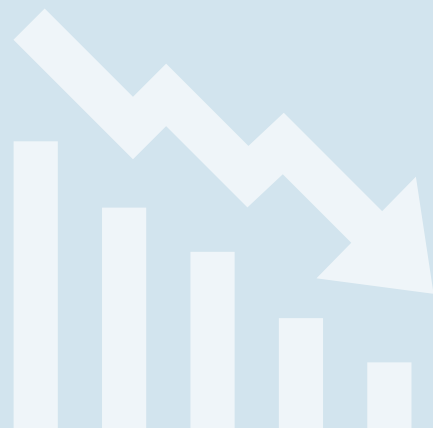
DEBT SERVICE COVERAGE

| | <u>FY 2022</u> | <u>FY 2021</u> | <u>% CHANGE</u> |
|--|--------------------|--------------------|----------------------|
| Net Revenues | 36,168,173 | 34,761,639 | 4.05% |
| Total Operating Expenses (less depreciation & amortization) | 25,842,037 | 25,252,917 | 2.33% |
| Net Available Revenues | <u>10,326,136</u> | <u>9,508,722</u> | <u>8.60%</u> |
| Bond Debt Service | 1,966,190 | 2,000,907 | -1.74% |
| Debt Coverage Ratio | <u>5.25</u> | <u>4.75</u> | <u>10.51%</u> |

Long Term Debt

Beginning: **\$ 29,997,339**

Ending: **\$ 28,874,092**



Bond Series 2016A

This bond was issued to provide funds:

(i) to prepay all amounts payable under the Series 2006D-2 Bonds;

and

(ii) pay costs of issuance of the 2016A Bonds.



Balance
\$20.8 Million
72.2%

Hydroelectric Plant

Agreement with San Bernardino Valley Municipal Water District to finance and construct Roemer Hydroelectric Station.



Balance
\$1.9 Million
6.6%

Water Participation Rights Contract

The District acquired water participation rights from San Bernardino Valley Water District. These rights entitle the District to purchase water from the Baseline Feeder system.

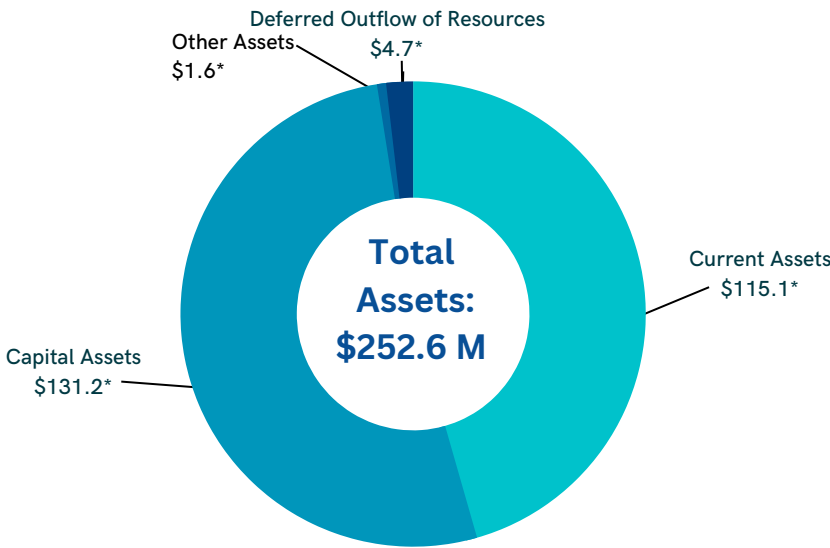


Balance
\$6.1 Million
21.2%

NET POSITION

As an infrastructure-based organization, the District is heavily invested in capital investments to maintain and improve its water systems. Net position offers perspective of the District’s assets, liabilities, and equity. The information presented below applies to fiscal years ended June 30, 2022.

Assets and Deferred Outflow



Current Assets

Cash and cash equivalents, customer utility receivables, inventory, prepaid expenses, and other liquid assets that can be readily converted to cash.



Capital Assets

Includes land, buildings, equipment, vehicles, inventory, treatment plants, pipeline and water distribution systems.



Deferred Outflow of Resources

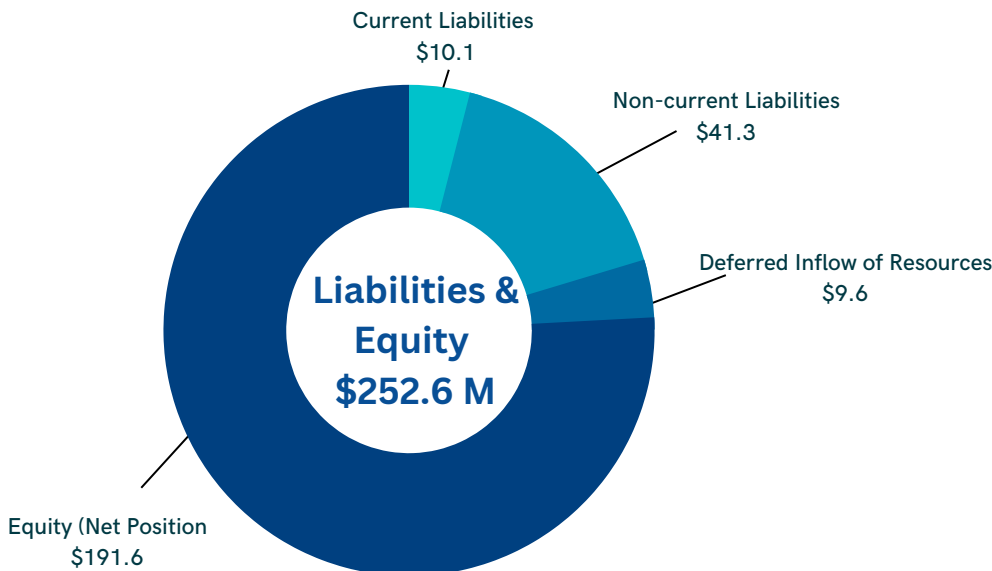
Represents outflow of resources that apply to future periods, therefore, will not be recognized as an expense until that time.



Other Assets

Special assessments receivable from certain property owners for system improvements that benefits only their properties.

Liabilities & Equity



Current Liabilities

Present obligations and payments due including, payments to vendors, payroll, and employee benefits.



Non-Current Liabilities

Long-term financial obligations including payments for loans, bonds, and employee retirement benefits.



Deferred Inflow of Resources

Receipt of net assets attributed to future reporting periods, such as deferred revenue and advance collections.



Equity (Net Position)

Represents the District’s fiscal position after assets, liabilities, deferred outflow, and deferred inflow have been balanced.

*Amounts in millions

Three Year Comparative Net Position

3.7.a

Net position may gradually serve over time as a useful indicator of an agency's financial position. Net position of the District was \$190,161,558 and \$152,966,122 for the years ended June 30, 2022 and June 30, 2021, respectively. This means that the District's overall financial position is better off by \$37,195,436 over the prior year.

In the case of the District, net position has been increasing when comparing Fiscal Year 2021 to 2022.

Condensed Statement of Net Position

| | FY 2020 | FY 2021 | FY 2022 |
|---------------------------------------|-----------------------|-----------------------|-----------------------|
| Assets | | | |
| Current | \$ 66,846,297 | \$ 74,496,559 | \$ 115,108,456 |
| Noncurrent | 328,652 | 1,711,201 | 1,661,062 |
| Capital Assets | 133,386,934 | 133,595,875 | 131,187,282 |
| Total Assets | 200,561,883 | 209,803,635 | 247,956,800 |
| Deferred outflows of resources | 5,419,225 | 5,256,110 | 4,671,358 |
| Liabilities | | | |
| Current liabilities | 7,837,906 | 9,022,530 | 10,088,359 |
| Noncurrent liabilities | 47,640,328 | 45,713,602 | 41,317,594 |
| Total Liabilities | 55,478,234 | 54,736,132 | 51,405,953 |
| Deferred inflows of resources | 5,321,237 | 7,323,556 | 9,646,074 |
| Net Position: | | | |
| Net investment in capital assets | 102,459,965 | 103,770,537 | 102,478,576 |
| Restricted | 13,462,143 | 13,938,052 | 49,107,439 |
| Unrestricted | 29,259,529 | 35,291,467 | 39,990,116 |
| Total net position | \$ 145,181,637 | \$ 153,000,056 | \$ 191,576,131 |



855 W. Baseline Rd., Rialto, CA 92376



OUR MISSION IS TO PROVIDE OUR CUSTOMERS WITH SAFE, HIGH QUALITY AND RELIABLE WATER SERVICE AT A REASONABLE RATE AND IN A SUSTAINABLE MANNER

OFFICE HOURS

Monday 8:00 am - 5:30 pm
Tuesday 9:00 am - 5:30 pm
Wednesday 8:00 am - 5:30 pm
Thursday 8:00 am - 5:30 pm
Friday 8:00 am - 5:30 pm

Customer Service

(909) 875-1804, option 3
(909)875-1849 - Fax
customerservice@wvwd.org - Email

Emergency Services: (909) 875-1804, option 7
(During Business Hours)

After Hours Services: (909) 875-1804

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**BOARD OF DIRECTORS
FINANCE COMMITTEE
STAFF REPORT**

DATE: January 25, 2023
TO: Finance Committee
FROM: Van Jew, Acting General Manager
SUBJECT: CHASE BANK ACCOUNT SIGNER UPDATE

BACKGROUND:

West Valley Water District (the “district”) has bank accounts with JP Morgan Chase. Funds must be accessible to meet daily financial commitments of the organization. Checks must be issued and business transacted to meet financial obligations. Certain individuals must be delegated proper authority to act on behalf of the district with regard to these financial transactions.

The District also has several investment accounts with LAIF, CalTrust, and US Bank custodial account managed by Chandler Asset Management. Based on the District’s investment policy, section 5 Delegation of Authority of the District’s investment policy, authority to manage the District’s investment program is derived from California Government Code, Section 53607. Management responsibility for the investment program is hereby delegated to the General Manager and CFO, who shall be responsible for all transactions undertaken and shall establish a system of controls to regulate the activities of subordinate officials, and their procedures in their absence.

DISCUSSION:

Banks and Investment institutions require signature cards for authorized signers. The district has JP Morgan Chase bank accounts and Investment accounts that require an authorized representative to act on behalf of the district so that operational needs are met.

The attached resolution (Exhibit A) requires approval to amend bank and investment account access.

FISCAL IMPACT:

No fiscal impact

STAFF RECOMMENDATION:

Forward a recommendation to the Board of Directors to update authorized signers to all district JP Morgan Chase accounts and Investment accounts.

Respectfully Submitted,

Van Jew

Van Jew, Acting General Manager

VJ:jv

ATTACHMENT(S):

1. Exhibit A - Resolution Bank and Investment Signatory Authorization

Exhibit A

RESOLUTION NO. 2023-__**A RESOLUTION OF THE BOARD OF DIRECTORS OF THE WEST VALLEY WATER DISTRICT AUTHORIZING SIGNATORIES FOR BANK ACCOUNTS AND INVESTMENT OF DISTRICT MONIES IN LOCAL AGENCY INVESTMENT FUND**

WHEREAS, the West Valley Water District (“District”) Board of Directors hereby finds that the deposit and withdrawal of money in ALL J.P Morgan Chase Bank accounts, US Bank National Association (“US Bank”), the Local Agency Investment Fund in the State of California, as well as the CalTrust Pooled Investment Fund, and in accordance with all California Government Code, including sections 53630-53686, 53607, 53601-53605, and 16429.1 et. Seq. for the purpose of Authorizing signature card changes to the successors in office as provided therein is in the best interests of the District; and

WHEREAS, the West Valley Water District (“District”) Board of Directors hereby rescinds Resolution No. 2020-6, Resolution No. 2020-7, Resolution No. 2020-8, and Resolution No. 2020-9 related to ALL J.P Morgan Chase Bank accounts, US Bank National Association (“US Bank”), the Local Agency Investment Fund in the State of California, as well as the CalTrust Pooled Investment Fund, for the purpose of deposits and withdrawals of District monies in accordance with all California Government Code, including sections 53630-53686, 53607, 53601-53605, and 16429.1 et. Seq. for the purpose of Authorizing signature card changes to the successors in office as provided therein is in the best interests of the District; and

WHEREAS, the Board of Directors finds it necessary to add additional successors to All J.P Morgan Chase Bank Accounts for the purpose of deposit and withdrawals of District monies in accordance with California Government Code, including sections 53630-53686 for the purpose of deposits, withdrawals and transfer of funds as provided therein.

WHEREAS, the Board of Directors hereby finds that the deposit and withdrawal of money in the Local Agency Investment Fund in accordance with Government Code Section 16429.1 et. seq. for the purpose of investment as provided therein is in the best interests of the West Valley Water District, 855 W. Baseline Rd, Rialto, CA 92376.

WHEREAS, the Board of Directors finds it necessary to add additional successors to CalTrust Fund for the purpose of deposits, transfers and withdrawals of money in accordance with all California Government Code, including section 53601 and 53605 for the purpose of investment as provided therein is in the best interests of the District.

WHEREAS, the District hereby finds it necessary to hold a segregated account with US Bank for District investment managed by Chandler Asset Management, an agreement with the District and Chandler Asset Management board approved March 15, 2018. In order to add additional successors to US Bank Custodial account for Chandler managed investments in accordance with all California Government Code, including section 53607 for the purpose of investment as provided therein is in the best interests of the District.

NOW, THEREFORE, THE WEST VALLEY WATER DISTRICT BOARD OF DIRECTORS, DOES HEREBY RESOLVE AS FOLLOWS:

Section 1. The Board of Directors hereby authorizes signature cards for All J.P Morgan Chase Bank Accounts for the purpose of deposits and withdrawals of District monies in all J.P Morgan accounts in accordance with Government Code section 53630-53686 for the purpose of deposits, withdrawals, and transfer of funds as provided therein.

Section 2. That the Board of Directors hereby authorized the deposit and withdrawal of West Valley Water District monies in the Local Agency Investment Fund in the State Treasury in accordance with Government Code Section 16429.1 et.seq. for the purpose of investment as provided therein.

Section 3. The Board of Directors hereby authorizes signature card changes to CalTrust Fund for the purpose of deposits, transfers and withdrawals of money in accordance with all California Government Code, including section 53601 and 53605 for the purpose of investment as provided therein is in the best interests of the District.

Section 4. The Board of Directors hereby authorizes signature card changes to US Bank Custodial account for Chandler managed investments in accordance with all California Government Code, including section 53607 for the purpose of investment as provided therein is in the best interests of the District.

Section 5. The following District officers holding the title(s) and their successors in office: President, Vice President, General Manager or Interim General Manager, Assistant General Manager, Chief Financial Officer, and Director of Finance are each hereby authorized to order the deposit, withdrawal, and transfer of monies in ALL J.P Morgan Chase Bank accounts, US Bank National Association (“US Bank”), the Local Agency Investment Fund in the State of California, as well as the CalTrust Pooled Investment Fund and may execute and deliver any and all documents necessary or advisable in order to effectuate the purpose of this resolution and the purposes of the resolution and the transaction contemplated hereby.

Section 6. This Resolution shall be effective and shall remain in full force and effect until rescinded by Board of Directors by resolution and a copy of the resolution rescinding and or amending this resolution shall be filed with the State Treasurer’s Office

APPROVED, PASSED, and ADOPTED this ___th day of _____, 2023.

Board of Directors

BY: _____
GREGORY YOUNG
President

APPROVED AS TO FORM:
Alvarez-Glasman & Colvin

VINCENT C. EWING
General Counsel

CERTIFICATION

I, Elvia Dominguez, Board Secretary of the West Valley Water District, do hereby certify that the foregoing Resolution was duly adopted by the Board of Directors of the West Valley Water District at a regular meeting held on the ___th day of _____, 2023, by the following vote:

AYES: BOARD MEMBERS:.
NOES: BOARD MEMBERS:.
ABSENT: BOARD MEMBERS:.
ABSTAIN: BOARD MEMBERS:.

Dated: _____, 2023

ELVIA DOMINGUEZ
Board Secretary



**BOARD OF DIRECTORS
FINANCE COMMITTEE
STAFF REPORT**

DATE: January 25, 2023
TO: Finance Committee
FROM: Van Jew, Acting General Manager
SUBJECT: TREASURER'S REPORT - DECEMBER 2022

DISCUSSION:

West Valley Water District ("District") contracts with the Clifton Larson Allen LLP to prepare West Valley Water District's (WVWD) Investment report on a monthly basis. The District's investment policy is in uniformity with the State of California's Local Agency Investment Guidelines (Government Code Section 53601(b)). The Treasurer Report for the Month of December 2022 (**Exhibit A**) is presented to the Finance Committee for discussion.

FISCAL IMPACT:

Monthly Cost of \$2,625 was included in the FY 2022-23 annual budget.

STAFF RECOMMENDATION:

Forward a recommendation to the Board of Directors to approve the December 2022 Treasurer's Report.

Respectfully Submitted,

Van Jew

Van Jew, Acting General Manager

VJ;jv

ATTACHMENT(S):

1. Exhibit A - 2022 December Treasurer Report

Exhibit A

West Valley Water District
Cash, Investment & Reserve Balances - December 31, 2022

| Institution/Investment Type | November 2022 Balance | December 2022 Balance | RESERVE ACCOUNT | Minimum Balance | Target Balance | Maximum Balance |
|---|--------------------------|--------------------------|--|--------------------------|--------------------------|--------------------------|
| Funds Under Control of the District: | | | RESTRICTED FUNDS | | | |
| District Cash Drawers | \$ 4,300.00 | \$ 4,300.00 | 2016A Bond | \$ 178.34 | \$ 178.34 | \$ 178.34 |
| | \$ 4,300.00 | \$ 4,300.00 | Customer Deposit Accounts | \$ 5,432,572.40 | \$ 5,432,572.40 | \$ 5,432,572.40 |
| Checking and Savings: | | | Capacity Charge Acct Balance | \$ 51,113,889.08 | \$ 51,113,889.08 | \$ 51,113,889.08 |
| Chase - General Government Checking | \$ 2,863,708.90 | \$ 4,727,529.66 | CIP account in LAIF for capital purposes | \$ 3,000,000.00 | \$ 3,000,000.00 | \$ 3,000,000.00 |
| Chase - Special Rebate Checking | \$ - | \$ - | | \$ 59,546,639.82 | \$ 59,546,639.82 | \$ 59,546,639.82 |
| Chase - UTC Routine Checking | \$ 5,000.56 | \$ 5,000.56 | CAPITAL RESERVE FUNDS | | | |
| Chase - UTC Non-Routine Checking | \$ 48,636.50 | \$ 48,636.50 | Capital Project Account - 100% FY 22-23 | \$ 7,827,687.00 | \$ 7,827,687.00 | \$ 10,000,000.00 |
| | \$ 2,917,345.96 | \$ 4,781,166.72 | Capital Project Account-80% FY 23-24 | \$ 4,868,000.00 | \$ 4,868,000.00 | \$ 8,000,000.00 |
| State of California, Local Agency Investment Fund | \$ 74,360,558.58 | \$ 74,360,558.58 | Administrative & General Account | \$ 1,582,998.10 | \$ 1,582,998.10 | \$ 1,582,998.10 |
| US Bank - Chandler Asset Mgmt | \$ 28,643,668.15 | \$ 28,626,226.05 | | \$ 14,278,685.10 | \$ 14,278,685.10 | \$ 19,582,998.10 |
| CalTrust Pooled Investment Fund - Short Term | \$ 16,785,902.55 | \$ 16,844,559.85 | LIQUIDITY FUNDS | | | |
| CalTrust Pooled Investment Fund - Medium Term | \$ - | \$ - | Rate Stabilization Account | \$ 985,094.40 | \$ 2,955,283.20 | \$ 4,925,472.00 |
| U. S. Treasury Bills | | | Operating Reserve Account | \$ 5,276,660.33 | \$ 10,553,320.67 | \$ 15,829,981.00 |
| Government Agencies (Federal Home Loan Bank) | \$ - | \$ - | Emergency Account | \$ 1,260,933.24 | \$ 2,521,866.48 | \$ 3,782,799.71 |
| Total | \$ 122,711,775.24 | \$ 124,616,811.20 | Water Banking Account | \$ 125,000.00 | \$ 625,000.00 | \$ 1,250,000.00 |
| Funds Under Control of Fiscal Agents: | | | | \$ 7,647,687.97 | \$ 16,655,470.35 | \$ 25,788,252.71 |
| US BANK | | | OTHER RESERVES | | | |
| 2016A Bond - Principal & Payment Funds | \$ 177.87 | \$ 178.34 | Self-Insurance Reserve | \$ 5,000,000.00 | \$ 5,000,000.00 | \$ 5,000,000.00 |
| 2016A Bond - Interest Fund | \$ - | \$ - | | \$ 5,000,000.00 | \$ 5,000,000.00 | \$ 5,000,000.00 |
| Total | \$ 177.87 | \$ 178.34 | OPERATING CASH | | | |
| Grand Total | \$ 122,711,953.11 | \$ 124,616,989.54 | Balance Available for Daily Operations | \$ 38,143,976.65 | \$ 29,136,194.27 | \$ 14,699,098.91 |
| | | | | \$ 38,143,976.65 | \$ 29,136,194.27 | \$ 14,699,098.91 |
| | | | Grand Total | \$ 124,616,989.54 | \$ 124,616,989.54 | \$ 124,616,989.54 |
| | | | UNRESTRICTED RESERVES | \$ 65,070,349.72 | | |

I hereby certify that the investment activity for this reporting period conforms with the investment policy adopted by the West Valley Water District Board of Directors and the California Government Code Section 53601

I also certify that there are adequate funds available to meet the District's Budget.

William Fox

Chief Financial Officer

West Valley Water District Investment Memo – December 2022

Note:

All significant assumptions, methodologies and analyzed amounts were discussed with and agreed to by the District's accounting staff. From this conversation, we believe the District's accounting staff has the requisite knowledge and understanding of the processes/analyses prepared by CLA as not to impair our independence.

Total Fund Balance

When comparing the District's total fund balances month-over-month between December (\$124,616,989.54) and November (\$121,711,953.11), CLA found the \$1,905,036.43 increased fund balance between December and November.

The District board of directors approved the District's investment policy update recommended by Chandler Asset Management, which became effective as of December 1, 2022. The 12/01/22 Regular Board Meeting Agenda Packet includes the detailed updated policy.

U.S. Bank Chandler Custodial Account

Cash/Money Market - Per Section 9.11 of the District's investment policy, "The company shall have met either one of the following criteria: 1) attained the highest ranking or the highest letter and numerical rating provided by not less than two NRSROs "Nationally Recognized Statistical Rating Organization" or 2) retained an investment adviser registered or exempt from registration with the Securities and Exchange Commission with not less than five years of experience managing money market mutual funds with assets under management in excess of five hundred million dollars." Based on Chandler Asset Management's reconciliation summary for the period ending December 31, 2022, CLA was able to confirm the District's cash and money-market securities were in accordance with the investment policy. CLA also conducted a review of the District's cash and money-market securities and found that all the District's holdings were in alignment with the requirements set forth in the investment policy.

In addition to ensuring that the District's money market funds attained the highest ranking provided by more than one NRSRO, the District also met the requirements outlined in Section 9.11 of the investment policy through its established relationship with Chandler Asset Management. With total assets under management of over \$25 billion with over thirty years of experience in managing money market mutual funds, Chandler Asset Management exceeds the requirements of the District's policy.

Per the investment policy, the maximum percentage of District investments in money market funds is capped at 20%. Similarly, the allowable mutual fund and money market account instruments per California government code (Sections 53601(I) and 53601.6(b)) for local government entities are also capped at 20%. The District's money market balance percentage as of December 31, 2022 is 0.50%. Therefore, the District is following both the investment policy and California governmental code.

United States Treasury Issues – Per Section 9.1 of the investment policy, "there's no limitation as to the percentage of the portfolio that may be invested in this category."

The District's investment policy is in uniformity with the State of California's Local Agency Investment Guidelines (Government Code Section 53601(b)). These guidelines establish that maximum investment maturities for United States Treasury Obligations are limited to five years. However, the legislative body may grant express authority to make investments either specifically or as a part of an investment

West Valley Water District Investment Memo – December 2022

program approved by the legislative body that exceeds this five year remaining maturity limit. Such approval must be issued no less than three months prior to the purchase of any security exceeding the five-year maturity limit. These guidelines do not establish a maximum specified percentage of the District's investment portfolio for United States Treasury Obligations.

As of December 31, 2022, 9.18% of the District's total portfolio is invested in United States Treasury Issues. With no maximum percentage established for United States Treasury Issues, the District is in conformity with the investment policy and the State of California's Local Agency Investment Guidelines.

Negotiable Certificates of Deposit – Section 9.4 of the District's investment policy states "purchases are limited to securities that have a long-term debt rating of at least the "A" category, or its equivalent, by a NRSRO." All instruments categorized as negotiable certificates of deposit in the District's portfolio follow Section 9.4 of the investment policy, as each security has a satisfactory long-term debt rating, and the investment matures within the five-year time frame as dictated in the policy. Based on CLA's analysis, the purchase dates for all medium-term notes fall within the five-year framework established in the investment policy.

Per Section 9.4 of the investment policy, the maximum percentage of investments in negotiable certificates of deposit is 30% of the portfolio.

The District's investment policy is also in accordance with the State of California's Local Agency Investment Guidelines (Government Code Section 53601(i)) regarding negotiable certificates of deposit. These guidelines establish a maximum specified percentage of the District's investment portfolio for certificates of deposit at 30%. The State of California's guidelines also establish that maximum investment maturities for medium-term notes are limited to five years.

Negotiable certificates of deposit constitute 0.0% of the District's total investment balance as of December 31, 2022. Therefore, the District is following both the investment policy and the State of California's standards.

Medium-Term Notes – Section 9.10 of the District's investment policy states "purchases are limited to securities that have a long-term debt rating of at least the "A" category, or its equivalent, by a NRSRO." The investment policy also states that medium-term notes should have a "maximum remaining maturity of five years or less." All instruments categorized as medium-term notes in the District's portfolio follow Section 9.10 of the investment policy, as each security has a satisfactory long-term debt rating, and the investment matures within the five-year time frame as dictated in the policy. Based on CLA's analysis, the purchase dates for all medium-term notes fall within the five-year framework established in the investment policy.

Per Section 9.10 of the investment policy, the maximum percentage of investments in medium short-term notes is 30% of the portfolio.

The District's investment policy is also in accordance with the State of California's Local Agency Investment Guidelines (Government Code Section 53601(k)) regarding medium-term notes. These guidelines establish a maximum specified percentage of the District's investment portfolio for medium-term notes at 30%. The State of California's guidelines also establish that maximum investment maturities for medium-term notes are limited to five years.

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Medium-term notes constitute 5.65% of the District’s total investment balance as of December 31, 2022. Therefore, the District is following both the investment policy and the State of California’s standards.

Federal Agency Obligations – Per Section 9.5 of the District’s investment policy, “there is no limitation as to the percentage of the portfolio that may be invested in this category, however, purchases of callable Federal Agency obligations are limited to a maximum of 30 percent of the portfolio.” Although the policy does not explicitly list the bond rating requirements for federal agency obligations, all the District’s current federal agency holdings are rated AAA by multiple NRSRO’s as of December 31, 2022.

While the State of California’s Local Agency Investment Guidelines have not established a maximum specified percentage for investments in federal agency obligations, these guidelines establish that maximum investment maturities for Federal Agency Obligations are limited to five years (Government Code Section 53601(f)). However, the legislative body may grant express authority to make investments either specifically or as a part of an investment program approved by the legislative body that exceeds this five year remaining maturity limit. Such approval must be issued no less than three months prior to the purchase of any security exceeding the five-year maturity limit.

Federal agency obligations represent 6.96% of the District’s total investment balance as of December 31, 2022. Therefore, the District is in accordance with both its investment policy as well as the guidelines set-forth by the State of California.

Local Agency Investment Fund (LAIF)

The State of California, Local Agency Investment Fund (LAIF) processes a same-day transaction if notified by 10:00 am. This ability satisfies the investment requirement of 24-hour liquidity as stipulated in the investment policy for the District.

Per Section 9.2 of the District’s investment policy, the maximum percentage of investments in the State of California, Local Agency Investment Fund is unlimited.

The District’s investment policy is also in accordance with the State of California’s Local Agency Investment Guidelines (Government Code Section 16429.1) concerning the Local Agency Investment Fund. These guidelines establish no maximum specified percentage of the District’s investment portfolio while also dictating no maximum maturity date for LAIF investments.

Per the Standard and Poor’s rating system, California’s Current Credit Rating is AA-, identifying the credit quality of the fund’s portfolio performance as strong.

As of the period ending December 31, 2022, the District’s Local Agency Investment Fund balance represents 59.67% of the District’s entire portfolio. Therefore, the District is following the investment policy as well as the standards of the Local Agency Investment Guidelines.

Based on the LAIF performance report dated December 14, 2022 LAIF investments had a net-yield of 2.007%. Regarding portfolio composition, LAIF fund investments were split into the following categories (percentages may not total 100% due to rounding):

- Treasuries- 66.35%
- Agencies- 19.46%

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- Certificates of Deposit/Bank Notes- 6.63%
- Commercial Paper- 4.54%
- Time Deposits- 2.58%
- Loans- 0.18%
- Corporate Bonds- 0.26%

On March 20, 2019, the District received a \$3 million dollar settlement as part of a larger association of local water districts and municipalities, from the San Gabriel Valley Water Company, Fontana Union Water Company, and the San Gabriel California Corporation. Per the settlement agreement, “West Valley and the non-settling plaintiffs separately asserted six claims alleging breach of contract and other claims arising from the 1961 Decree.” The 1961 Decree governs groundwater pumping from a portion of the Rialto-Colton Basin. The claims also concern the defendants (Fontana Parties) pumping from a portion of the Rialto-Colton Basin that is outside the Rialto Basin as defined by the 1961 Decree. The San Bernardino Basin Area and most but not all the Rialto-Colton Basin are located within the service area of the Valley District and this violation served as the basis of the settlement.

The settlement check was received and deposited into the District’s General Government Checking bank account and the District’s board approved the transfer of the \$3 million in settlement funds to the District’s LAIF account on April 4, 2019. While these funds have been earmarked for Capital Improvement Projects, the District has yet to allocate these funds to any specific project and the District will house all settlement funding in the LAIF account until board approval is received for the allocation of these funds.

The Investment Trust of California (Cal TRUST)

The District maintains investments in the CalTRUST Short-Term Fund. For the month ending December 31, 2022 the Net Asset Value per share was \$9.98 (\$16,844,559.85 book value) for CalTRUST Short-Term Fund investments. Per the CalTRUST Month End Portfolio Statistics dated December 31, 2022, the credit rating for the Short-Term Fund is AAF, identifying the credit quality of the fund’s portfolio performance as very strong.

Section 9.3 of the District’s investment policy states “no limit will be placed on the percentage total in this category.” The State of California also fails to establish a maximum percentage total for investment trusts per Government Code Section 16340. As of the period ending December 31, 2022, the District’s CalTRUST investment balance represents 13.52% of the District’s entire portfolio. Therefore, the District is following the investment policy and the standards set-forth by the State of California as it relates to CalTRUST securities.

Bank Deposits

Based on the District’s investment policy, “Securities placed in a collateral pool must provide coverage for at least 100 percent of all deposits that are placed in that institution.” As of December 31, 2022, the District maintained balances within the FDIC limit of \$250,000 for each of its bank accounts, except for the Chase General Governmental Checking account. The Chase General Governmental Checking account maintains funds for operational purposes and normally carries a balance of at least \$1.5 million dollars which represents funding for one payroll, and one accounts payable check run. In CLA’s comparison between the District’s general checking account balances for December 2022 (\$4,727,529.66) and

West Valley Water District Investment Memo – December 2022

November 2022 (\$2,863,708.90), CLA observed an increase in the December 2022 account balance of \$1,863,820.76 versus November 2022 due to a few factors. The District collected \$346,463.64 from Raytheon Technologies Corporation and received \$1,605,384.23 tax payments from County of San Bernardino. Any remaining difference is due to normal monthly activity.

During our review of the December 2022 Chase General Governmental Checking account bank statement, it was noted that there were 20 fraudulent activities totaling \$30,032.89. West Valley Water District (“WVWD”) has a procedure where the bank issues a check/ACH exception report for WVWD to review and reject fraudulent checks/ACHs as needed. Currently, WVWD has implemented check number and amount positive pay.

While the District reconciles its deposit accounts monthly, CLA found that the District has historically reported the month-ending bank statement balance on the Treasurer’s Report. Because the monthly bank statement does not take any outstanding checks or other withdrawals into account, the District may be overstating the General Government Checking balances on the Treasurer’s Report, which ultimately impacts its liquidity.

In December, the UTC Routine Checking account was \$5,000.56 and the UTC Non-Routine Checking account balance was \$48,636.50. The balances in both accounts went remained unchanged between December 2022 and November 2022. The relatively low balances in both accounts (in comparison with the historical balances) is due to the former CFO’s emphasis on transferring more of its unrestricted cash balances to the District’s investments accounts to take advantage of the increased rate of return.

In analyzing the accounting for the District’s cash drawers (\$3,600) and petty cash (\$700), per the District’s accounting staff, the District’s cash drawers are normally reconciled daily. Each drawer is counted by the customer service representative responsible for the drawer and a secondary count is performed by the customer service lead or supervisor prior to the funds being relinquished to the District’s armored security provider, Gaurda, for deposit daily. Cash deposits are reconciled daily by the District’s accounting department. Petty cash is normally reconciled by the accounting department monthly. The District’s accounting department provided CLA with a formalized reconciliation for the petty cash account and the cash drawers for December 2022, therefore CLA was able to agree the cash drawers and petty cash balance to the District Cash Drawers summary schedule.

Section 9.12 of the investment policy asserts that “there is no limit on the percentage of the portfolio that may be invested in bank deposits.” Similarly, the State of California’s Government Code for Allowable Investment Instruments fails to dictate any portfolio standards for general bank deposit accounts. Although no maximum has been established for amounts invested in bank deposits by the investment policy or the State of California, CLA can verify that as of December 31, 2022 the District had 3.84% of its portfolio invested in bank deposit accounts.

Commercial Paper

Commercial paper is an unsecured, short-term debt instrument issued by a corporation, typically for the financing of accounts payable and inventories and meeting short-term liabilities. Commercial paper is usually issued at a discount from face value and typically reflects prevailing market interest rates. Per section 9.8 of the investment policy, the entity that issues the commercial paper should meet all the following conditions “(i) is organized and operating in the United States as a general corporation, (ii) has

West Valley Water District Investment Memo – December 2022

total assets in excess of five hundred million dollars (\$500,000,000), and (iii) has debt other than commercial paper, if any, that is rated at least the “A” category by a NRSRO. For a commercial paper investment to be eligible for the District, the commercial paper shall not have a maximum maturity of 270 days or less and no more than 25% of the District’s portfolio may be invested in this category.

The District’s investment policy is also in accordance with the State of California’s Local Agency Investment Guidelines (Government Code Section 53601 (h)) regarding Commercial Paper. These guidelines establish a maximum specified percentage of the District’s investment portfolio for commercial paper at 25%. The State of California’s guidelines also establish that maximum investment maturities for commercial paper should be 270 days or less.

As of December 31, 2022, the District had 0.0% invested in commercial paper investment. Therefore, the District is following both the investment policy and the State of California’s standards.

Supranational

Supranationals are explicitly defined in Section 9.14 of the investment policy as “US dollar-denominated senior unsecured unsubordinated obligations or unconditionally guaranteed by the International Bank for Reconstruction and Development, International Finance Corporation, or Inter-American Development Bank”. Securities listed as supranationals must be rated in the AA category or higher by a NRSRO and no more than 30% of the District’s portfolio may be invested in these securities with a maximum maturity of five years.

The District’s investment policy is also in accordance with the State of California’s Local Agency Investment Guidelines (Government Code Section 53601(q)) regarding supranationals. These guidelines establish a maximum specified percentage of the District’s investment portfolio for supranationals at 30%. The State of California’s guidelines also establish that maximum investment maturities for supranationals should be five years or less.

As of December 31, 2022, the District’s investments in five securities categorized as supranationals was 0.69% of the total portfolio and securities maintained a maturity date of less than five years from the original purchase date. CLA can confirm that the District’s supranational investments meet the standards of both the investment policy and the State of California.

Note:

All significant assumptions, methodologies and analyzed amounts were discussed with and agreed to by the District's accounting staff. From this conversation, we believe the District's accounting staff has the requisite knowledge and understanding of the processes/analyses prepared by CLA as not to impairment our independence.

Restricted Funds

Bond Proceeds Fund(s) – Balances in the bond proceeds fund accounts represent monies derived from the proceeds of a bond issue. Per the requirements of the District's reserve policy, the target level for the debt service reserve requirement is established at the time of the bond issue. Based on documentation provided to CLA, "no reserve fund has been established in connection with the issuance of the 2016A bonds." Therefore, the December 31, 2022 ending balance of \$178.34 satisfies the minimum balance requirements per the District's reserve policy.

Customer Deposit Accounts – Due to fluctuations in the number of utility customer deposits required and the number of development projects in process, no minimum or maximum levels have been established for customer deposit accounts. The customer deposit account balances presented on the treasurer's report are based on the ending balance on the general ledger for the month. The customer deposit accounts are reconciled monthly. CLA was able to confirm that the customer deposit accounts balance presented on the December 2022 Treasurer's Report reconciles with the District's general ledger. The December 31, 2022 balance of \$5,432,572.40 in customer deposit accounts satisfies the balance requirements of the District's reserve policy.

Capacity Charge Account – The District's reserve policy does not explicitly address or specify any minimum or maximum funding levels for capacity charge accounts. However, based on the reconciliation schedule provided by the District, CLA can confirm that the balance of \$51,113,889.08 presented on the December 2022 Treasurer's Report for the Capacity Charge Account reconciles with the documentation provided to CLA with no variance.

CIP Account in LAIF for Capital Purposes – On March 20, 2019, the District received a \$3 million dollar settlement as part of a larger association of local water districts and municipalities, from the San Gabriel Valley Water Company, Fontana Union Water Company and the San Gabriel California Corporation. The check was received and deposited into the District's General Government Checking bank account and the District's board approved the transfer of the \$3 million dollars in settlement funds to the District's LAIF account on April 4, 2019. While these settlement funds have been restricted for Capital Improvement Projects, currently there are no designations or allocations for District funding towards any Capital Improvement Projects.

Capital Reserve Funds

Capital Project Account – The capital project account is used for the funding of new capital assets or the rehabilitation, enhancement, or replacement of capital assets when they reach the end of their useful lives. Per the requirements of the District's reserve policy, "the minimum target level WVWD will strive for is 100% of its then-current year fiscal year from the Capital Improvement Budgets plus 80% of the amount estimated to be needed the following fiscal year." The District currently maintains a balance of \$12,695,687.00 (\$7,827,687.00 for fiscal year 2022-23 and \$4,868,000.00 for fiscal year 2023-24) in its

West Valley Water District Reserve Memo – December 2022

capital project account, meeting the minimum target level required for both fiscal years. Based upon the inquiry of finance department personnel, certain projects are no longer included in the capital improvement reserve in the board approved budget for the FY 22-23 because those projects are funded directly from the Capacity Charge Restricted Fund. CLA was able to confirm that the District is in adherence with the minimum target level requirement as of December 31, 2022 by comparing the board-approved 2022-23 Capital Improvement Budget which indicates a total CIP (Operating Revenues + Capacity Charges + FY 2021-22 Carryover Balance) for fiscal year 2022-23 of \$7,827,687.00. The reserve policy only requires the district to maintain 80% of the amount estimated to be needed the following fiscal year (2023-24) which amounts to \$4,868,000.00, therefore, the District meets the requirement indicated in its reserve policy.

Administrative & General Account – The administrative and general account is utilized to fund certain general, administration and overhead projects. While no specific target level has been earmarked for either project, the District hopes to maintain a minimum balance in the administrative and general account equal to 5% of its annual operating expenses. Per the FY 2022-23 board-approved budget, CLA can confirm the District has an operating expenses budget of \$31,659,962.37. As of December 31, 2022, the administrative and general account contains \$1,582,998.10 which satisfies the 5% minimum requirement of the District’s reserve policy.

Liquidity Funds

Rate Stabilization Fund – This fund is established to provide flexibility to the Board when settling rates to allow for absorbing fluctuations in water demand and smoothing out rate increases over time, temporarily defraying any unforeseen decreases in the sale of water. To remain in conjunction with the reserve policy, the District should aim to maintain a minimum level equal to 5% of water sales. Per the FY 2022-23 board-approved budget, the District anticipates water revenues of \$19,701,887.62 for the current fiscal year. The District’s current balance of \$985,094.40 in its rate stabilization account achieves the minimum target level for this account as indicated in the reserve policy.

Operating Reserve Account – This fund may be routinely utilized by staff to cover temporary cash flow deficiencies caused by timing differences between revenue and expenses or decreases in revenues and unanticipated increases in expenses. Given the significance of this account, the District strives to maintain a minimum amount equal to 60 days of the District’s budgeted total operating expenses in this account. Per the FY 2022-23 board-approved budget, CLA can confirm the District has an operating expenses budget of \$31,659,962.37. As of December 31, 2022, the operating reserve account maintains a balance of \$5,276,660.33, which satisfies the requirements of the District’s reserve policy.

Emergency Account – The emergency account may be utilized to purchase water at any time or to begin repair of the water system after a catastrophic event. Therefore, a minimum target level equal to 1% of net capital assets of the District’s water system has been established to enable the district to manage emergency situations. Per December 31, 2022 general ledger detail reporting provided by the District’s accounting staff, CLA was able to confirm that the District’s net assets total \$126,093,323.78. As of December 31, 2022, the emergency account represents a balance of \$1,260,933.24 or 1% of total net assets, allowing the District to meet its requirements for the reserve policy.

Water Banking Account – The District’s reserve policy states “The District will strive to maintain a minimum level equal to the cost of 1,000 acre-feet of water and a maximum amount equal to the cost of

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10,000 acre-feet of water.” Per an invoice from the San Bernardino Valley Municipal Water District, CLA can confirm that the District currently pays \$125 per acre-feet of water. By maintaining a balance of \$125,000 in its Water Banking Account, the District is in adherence with its reserve policy.

Self-Insurance Reserve – As indicated in the minutes from the April 5, 2018 board meeting, the District’s board of directors approved \$5,000,000 in funds for employee liability claims and this amount is considered adequate based on conversations with the District’s CFO.

Balance Available for Daily Operations – This balance represents the District’s total cash balance less any fund requirements. For the month ending December 31, 2022, the District had a total of \$124,616,989.54 in various institutional accounts. The required reserve balances by type total \$86,473,012.89 and are categorized as follows:

- Restricted Funds- \$59,546,639.82
- Capital Reserve Funds- \$14,278,685.10
- Liquidity Funds- \$7,647,687.97
- Other Reserves- \$5,000,000.00

Based on the District’s Treasurer’s Report, which indicates a total cash balance of \$124,616,989.54 and fund requirements of \$86,473,012.89, the fund balance available for daily operations reconciles to the December 2022 Treasurer’s report.

CLA reviewed the Treasurer’s report for clerical accuracy and recalculated the total Unrestricted Reserves balance and agreed the totals to the December 2022 Treasurer’s Report. The Treasurer’s Report indicates that West Valley Water District’s total cash, investment, and reserve balances as of December 31, 2022 total \$124,616,989.54. In its assessment of the District’s accounts, the balances on the Treasurer’s Report appear to agree with the supporting documentation provided by the West Valley Water District.

West Valley Water District
Investment Policy Analysis
December 31, 2022

| U.S. Bank - Chandler Asset Management | | |
|--|----------------------|---|
| Money Market | 619,875.80 | A |
| Commercial Paper | - | A |
| Federal Agency Obligations | 8,667,402.25 | A |
| U.S. Government | 11,437,674.00 | A |
| Corporate Bonds | 7,038,170.50 | A |
| Supranational | 863,103.50 | A |
| Negotiable CD | - | A |
| Total U.S. Bank - Chandler Asset Management Funds | 28,626,226.05 | |

| Checking and Savings | | |
|--|---------------------|---|
| Bank of Hope | - | B |
| Chase-1653 (Operating Account) | 4,727,529.66 | B |
| Chase-1368 | 5,000.56 | B |
| Chase-1392 | 48,636.50 | B |
| Chase-5993 (Rebate Account) | - | B |
| 2016A Bond - Principal & Payment Funds | 178.34 | B |
| 2016A Bond - Interest Fund | - | B |
| District Cash Drawers | 4,300.00 | C |
| Total Checking and Savings | 4,785,645.06 | |

| | | |
|---|-----------------------|---|
| CalTRUST Short Term Fund | 16,844,559.85 | A |
| CalTRUST Medium Term Fund | - | A |
| LAIF | 74,360,558.58 | A |
| Total December 31, 2022 District Funds | 124,616,989.54 | |

The balances indicated above are as of December 31, 2022

| | |
|---|---|
| Balances verified with monthly investment statements provided by client | A |
| Balances verified with monthly bank statements provided by client | B |
| Balances verified with monthly reconciliations provided by client | C |

The purpose of this report is to calculate the asset class percentage in comparison with the maximum portfolio percentage allowed by the district's investment policy

Based on our review of the asset classes as of 12/31/22, West Valley Water District is in compliance with its investment policy

| Security Type | Maximum per Investment Policy | Balance |
|---|-------------------------------|-----------------------|
| Commercial Paper | 25% | - |
| Federal Agency Obligations | 30% | 8,667,402.25 |
| U.S. Government | No Limit | 11,437,674.00 |
| LAIF | No Limit | 74,360,558.58 |
| CalTRUST | No Limit | 16,844,559.85 |
| Negotiable CD | 30% | - |
| Medium Term Notes (Corporate Bonds) | 30% | 7,038,170.50 |
| Money Market | 20% | 619,875.80 |
| Bank Deposits | No Limit | 4,785,645.06 |
| Supranational | 30% | 863,103.50 |
| | | 124,616,989.54 |
| Funds Excluded from Policy | 2016A | - |
| Total December 31, 2022 District Funds | | 124,616,989.54 |

| Asset Class | December 2022 | |
|-------------------------------------|--------------------------|-----------------------|
| | (% of Total Investments) | Maximum Portfolio (%) |
| Commercial Paper | 0.00% | 25% |
| Federal Agency Obligations | 6.96% | 30% |
| U.S. Government | 9.18% | No Limit |
| LAIF | 59.67% | No Limit |
| CalTRUST | 13.52% | No Limit |
| Negotiable CD | 0.00% | 30% |
| Medium Term Notes (Corporate Bonds) | 5.65% | 30% |
| Money Market | 0.50% | 20% |
| Bank Deposits | 3.84% | No Limit |
| Supranational | 0.69% | 30% |

West Valley Water District
 Bond Analysis
 December 31, 2022

| Federal Agency Obligations | | | | | | |
|---|---------------------|---|------------------------|----------------|------------|-----------------------------|
| Security Description | Market Value | Moody's (NRSRO) Long-Term Rating as of 12/31/22 | Rated A or Equivalent? | Purchase Date | Maturity | Investment Maturity (Years) |
| F H L M C - 3137EAEN5 | 247,890.00 | Aaa | Yes | 8/7/2018 | 6/19/2023 | 4.8 |
| F H L M C - 3137EAES4 | 176,284.80 | Aaa | Yes | 6/24/2020 | 6/26/2023 | 3.0 |
| FFCB Note 3133EKZK5 | 245,217.50 | Aaa | Yes | 8/19/2019 | 8/14/2023 | 3.9 |
| Federal Home Loan Bks - 313383YJ4 | 247,482.50 | Aaa | Yes | 11/29/2018 | 9/8/2023 | 4.7 |
| F N M A - 3135G0U43 | 231,980.25 | Aaa | Yes | 9/12/2018 | 9/12/2023 | 4.9 |
| FHLMC MTN- 3137EAEZ8 | 481,025.00 | Aaa | Yes | 10/7/2020 | 11/6/2023 | 3.0 |
| F N M A - 3135G06H1 | 417,856.65 | Aaa | Yes | 11/23/2020 | 11/27/2023 | 3.0 |
| FHLMC MTN- 3137EAF2 | 335,489.00 | Aaa | Yes | 12/2/2020 | 12/4/2023 | 3.0 |
| Federal Home Loan Bks - 3130A0F70 | 236,546.40 | Aaa | Yes | 12/13/2018 | 12/8/2023 | 4.9 |
| Federal Home Loan Bks - 3130A83H7 | 184,852.90 | Aaa | Yes | 4/8/2019 | 3/8/2024 | 4.8 |
| Federal Home Loan Bks - 3130A0XE5 | 245,495.00 | Aaa | Yes | 3/19/2019 | 3/8/2024 | 4.9 |
| FFCB Note 3133EKNX0 | 241,800.00 | Aaa | Yes | 6/25/2019 | 6/3/2024 | 4.9 |
| Federal Home Loan Bks - 3130A1XJ2 | 244,225.00 | Aaa | Yes | 6/12/2019 | 6/14/2024 | 4.9 |
| F N M A - 3135G0V75 | 239,312.50 | Aaa | Yes | 7/8/2019 | 7/2/2024 | 4.9 |
| FFCB- 3133EKP75 | 238,147.50 | Aaa | Yes | 10/15/2019 | 9/17/2024 | 4.9 |
| F N M A - 3135G0W66 | 237,497.50 | Aaa | Yes | 10/17/2019 | 10/15/2024 | 4.9 |
| Federal Farm Credit Bks - 3133ENS43 | 498,115.00 | Aaa | Yes | 10/30/2022 | 10/17/2024 | 2.0 |
| Federal Farm Credit Bks - 3133ENZ94 | 499,380.00 | Aaa | Yes | 11/16/2022 | 11/18/2027 | 4.9 |
| F N M A - 3135G0X24 | 89,740.80 | Aaa | Yes | 1/8/2020 | 1/7/2025 | 4.9 |
| Federal Farm Credit Bks - 3133ENZ37 | 503,095.00 | Aaa | Yes | 11/3/2022 | 1/10/2025 | 2.2 |
| Federal Home Loan Mortgage Company - 3137EAEPO | 268,549.80 | Aaa | Yes | 2/13/2020 | 2/12/2025 | 4.9 |
| F N M A Deb - 3135G03U5 | 156,185.80 | Aaa | Yes | 4/22/2020 | 4/22/2025 | 4.9 |
| F N M A - 3135G04Z3 | 259,324.35 | Aaa | Yes | 6/17/2020 | 6/17/2025 | 4.9 |
| F H L M C - 3137EAEU9 | 316,732.50 | Aaa | Yes | 7/21/2020 | 7/21/2025 | 4.9 |
| F N M A - 3135G05X7 | 459,963.90 | Aaa | Yes | 10/6/2020 | 8/25/2025 | 4.8 |
| Federal Home Loan Bks - 3130AJXA2 | 270,429.00 | Aaa | Yes | 10/7/2020 | 9/12/2025 | 4.9 |
| FHLMC MTN - 3137EAEX3 | 197,973.60 | Aaa | Yes | 9/23/2020 | 9/23/2025 | 4.9 |
| F N M A - 3135G06G3 | 449,625.00 | Aaa | Yes | 11/1/2020 | 11/7/2025 | 4.9 |
| Federal Home Loan Bks - 3130AKFA9 | 447,185.00 | Aaa | Yes | 12/16/2020 | 12/12/2025 | 4.9 |
| Total Federal Agency Obligations | 8,667,402.25 | | | | | |
| Negotiable Certificate of Deposit | | | | | | |
| Security Description | Market Value | Moody's (NRSRO) Long-Term Rating as of 12/31/22 | Rated A or Equivalent? | Purchase Date | Maturity | Investment Maturity (Years) |
| Total Negotiable Certificates of Deposit | | | | | | |
| - | | | | | | |
| Money Market Fund | | | | | | |
| Security Description | Market Value | Moody's (NRSRO) Long-Term Rating as of 12/31/22 | Rated A or Equivalent? | Purchase Date | Maturity | Investment Maturity (Years) |
| First American Govt Obligation Fund Class Y - 31846V203 | 619,875.80 | Aaa | Yes | various | | |
| Total Money Market | 619,875.80 | | | | | |
| Commercial Paper | | | | | | |
| Security Description | Market Value | Moody's (NRSRO) Long-Term Rating as of 12/31/22 | Rated A or Equivalent? | Purchase Date | Maturity | Investment Maturity (Years) |
| Total Commercial Paper | | | | | | |
| - | | | | | | |
| Supranational | | | | | | |
| Security Description | Market Value | Moody's (NRSRO) Long-Term Rating as of 12/31/22 | Rated A or Equivalent? | Inception Date | Maturity | Investment Maturity (Years) |
| International Finance Corp - 45950KCR9 | 236,077.50 | Aaa | Yes | 7/12/2021 | 10/16/2024 | 3.2 |
| International Bank M T N - 459058JL8 | 179,676.00 | Aaa | Yes | 10/22/2020 | 10/28/2025 | 4.9 |
| Inter American Devel Bk - 4581X0DV7 | 447,350.00 | Aaa | Yes | 4/13/2021 | 4/20/2026 | 5.0 |
| Total Supranational | 863,103.50 | | | | | |

| U.S. Corporate | | | | | | |
|---------------------------------------|---------------------|---|------------------------|----------------|-----------|-----------------------------|
| Security Description | Market Value | Moody's (NRSRO) Long-Term Rating as of 12/31/22 | Rated A or Equivalent? | Inception Date | Maturity | Investment Maturity (Years) |
| Charles Schwab Corp - 808513AT2 | 149,806.50 | A2 | Yes | 6/8/2018 | 1/25/2023 | 4.6 |
| Berkshire Hathaway Inc. - 084670BR8 | 149,358.00 | Aa2 | Yes | 5/9/2018 | 3/15/2023 | 4.8 |
| Toyota Motor Credit Corp. - 89236TJD8 | 143,393.40 | A1 | Yes | 4/6/2021 | 4/6/2023 | 2.0 |
| Apple Inc. - 037833AK6 | 148,800.00 | Aaa | Yes | 4/11/2019 | 5/3/2023 | 4.0 |
| Walmart Inc - 931142EK5 | 148,999.50 | Aa2 | Yes | 6/26/2018 | 6/26/2023 | 4.9 |
| Bank of NY Mellon Corp - 06406FAD5 | 295,362.00 | A1 | Yes | 3/15/2021 | 8/16/2023 | 2.4 |
| John Deere Capital Corp - 24422EVN6 | 320,303.55 | A2 | Yes | 3/1/2021 | 1/17/2024 | 2.8 |
| National Rural Util Coop - 637432NL5 | 195,430.00 | A1 | Yes | 4/6/2022 | 2/7/2024 | 1.8 |
| Bank of America - 06051GHF9 | 124,530.00 | A2 | Yes | 5/29/2019 | 3/5/2024 | 4.7 |
| Charles Schwab Corp. - 808513BN4 | 99,788.85 | A2 | Yes | 3/16/2021 | 3/18/2024 | 3.0 |
| Amazon Com Inc. - 023135BW5 | 282,570.00 | A1 | Yes | 5/10/2021 | 5/12/2024 | 3.0 |
| Jpmorgan Chase Co - 46625HJX9 | 294,822.00 | A1 | Yes | 12/5/2019 | 5/13/2024 | 4.4 |
| Caterpillar Fini Corp - 14913R2L0 | 292,020.00 | A2 | Yes | 5/10/2021 | 5/17/2024 | 3.0 |
| Salesforce Com Inc - 79466LAG9 | 46,901.00 | A2 | Yes | 6/29/2021 | 7/15/2024 | 3.0 |
| US Bancorp - 91159HHX1 | 144,201.00 | A2 | Yes | 2/5/2021 | 7/30/2024 | 3.4 |
| Paccar Financial Corp - 69371RR40 | 111,751.20 | A1 | Yes | 8/3/2021 | 8/9/2024 | 3.0 |
| Paccar Financial Corp - 69371RR73 | 225,407.30 | A1 | Yes | 3/31/2022 | 4/7/2025 | 3.0 |
| Pepsico Inc - 713448CT3 | 286,857.00 | A1 | Yes | 10/31/2022 | 4/30/2025 | 2.5 |
| Pfizer Inc Sr Gbl Nto - 717081EX7 | 114,472.50 | A1 | Yes | 6/3/2020 | 5/28/2025 | 4.9 |
| State Str Corp - 857477BR3 | 74,449.60 | A1 | Yes | 2/27/2022 | 2/6/2026 | 3.9 |
| Apple Inc. - 037833EB2 | 155,326.50 | Aaa | Yes | 2/5/2021 | 2/8/2026 | 4.9 |
| Unitedhealth Group Inc - 91324PEC2 | 53,584.80 | A3 | Yes | 6/16/2021 | 5/15/2026 | 4.8 |
| Walmart Inc - 931142ER0 | 53,133.60 | Aa2 | Yes | 9/8/2021 | 9/17/2026 | 5.0 |
| Honeywell International - 438516BL9 | 276,288.00 | A2 | Yes | 12/13/2022 | 11/1/2026 | 3.8 |
| Duke Energy Carolinas - 26442CAS3 | 282,354.00 | Aa3 | Yes | 10/28/2022 | 12/1/2026 | 4.0 |
| Target Corp - 87612EBM7 | 127,090.60 | A2 | Yes | 1/19/2022 | 1/15/2027 | 4.9 |
| Procter Gamble Co The - 742718FV6 | 272,676.00 | Aa3 | Yes | 2/1/2022 | 2/1/2027 | 4.9 |
| Charles Schwab Corp - 808513BY0 | 86,604.85 | A2 | Yes | 3/1/2022 | 3/3/2027 | 4.9 |
| Berkshire Hathaway Fin - 084664CZ2 | 258,493.20 | Aa2 | Yes | 3/7/2022 | 3/15/2027 | 5.0 |
| Blackrock Inc - 09247XAN1 | 236,222.50 | Aa3 | Yes | 4/27/2022 | 3/15/2027 | 4.8 |
| Northern Tr Corp Sr Nt - 665859AW4 | 293,028.00 | A2 | Yes | 5/5/2022 | 5/10/2027 | 4.9 |
| Unitedhealth Group Inc - 91324PEG3 | 295,029.55 | A3 | Yes | 5/17/2022 | 5/15/2027 | 4.9 |
| Walmart Inc - 931142EX7 | 246,547.50 | Aa2 | Yes | 9/12/2022 | 9/9/2027 | 4.9 |
| Toronto Dominion Bank - 89114QCA4 | 290,208.00 | A1 | Yes | 4/23/2021 | 6/12/2024 | 3.1 |
| Bank of Montreal - 06367WB85 | 233,527.50 | A2 | Yes | 8/6/2021 | 5/1/2025 | 3.7 |
| Royal Bank of Canada - 78015K7H1 | 228,832.50 | A1 | Yes | 5/20/2021 | 6/10/2025 | 4.0 |
| Total U.S. Corporate | 7,038,170.50 | | | | | |

| U.S. Government | | | | | | |
|--------------------------------|----------------------|---|------------------------|----------------|------------|-----------------------------|
| Security Description | Market Value | Moody's (NRSRO) Long-Term Rating as of 12/31/22 | Rated A or Equivalent? | Inception Date | Maturity | Investment Maturity (Years) |
| U.S. Treasury Note - 912828V80 | 243,407.50 | Aaa | Yes | 4/29/2019 | 1/31/2024 | 4.7 |
| U.S. Treasury Note - 912828X70 | 241,210.00 | Aaa | Yes | 9/5/2019 | 4/30/2024 | 4.6 |
| U.S. Treasury Note - 912828ZU3 | 167,384.00 | Aaa | Yes | 12/30/2019 | 8/31/2024 | 4.6 |
| U.S. Treasury Note - 912828YM6 | 473,730.00 | Aaa | Yes | 12/9/2020 | 10/31/2024 | 3.8 |
| U.S. Treasury Note - 912828YV6 | 236,562.50 | Aaa | Yes | 12/11/2019 | 11/30/2024 | 4.9 |
| U.S. Treasury Note - 912828Z52 | 469,920.00 | Aaa | Yes | 5/9/2021 | 1/31/2025 | 3.7 |
| U.S. Treasury Note - 912828ZF0 | 459,220.00 | Aaa | Yes | 2/24/2021 | 3/31/2025 | 4.0 |
| U.S. Treasury Note - 912828ZL7 | 456,330.00 | Aaa | Yes | 1/13/2021 | 4/30/2025 | 4.2 |
| U.S. Treasury Note - 912828ZT0 | 453,905.00 | Aaa | Yes | 12/16/2020 | 5/31/2025 | 4.4 |
| U.S. Treasury Note - 91282CAB7 | 451,190.00 | Aaa | Yes | 12/16/2020 | 7/31/2025 | 4.6 |
| U.S. Treasury Note - 91282CAJ0 | 449,610.00 | Aaa | Yes | 12/1/2020 | 8/31/2025 | 4.7 |
| U.S. Treasury Note - 91282CAT8 | 447,090.00 | Aaa | Yes | 12/1/2020 | 10/31/2025 | 4.8 |
| U.S. Treasury Note - 91282CBC4 | 446,855.00 | Aaa | Yes | 1/8/2021 | 12/31/2025 | 4.9 |
| U.S. Treasury Note - 91282CBH3 | 444,865.00 | Aaa | Yes | 2/16/2021 | 1/31/2026 | 4.9 |
| U.S. Treasury Note - 91282CBQ3 | 445,530.00 | Aaa | Yes | 3/4/2021 | 2/28/2026 | 4.9 |
| U.S. Treasury Note - 91282CCF6 | 222,960.00 | Aaa | Yes | 6/28/2021 | 5/31/2026 | 4.9 |
| U.S. Treasury Note - 91282CCP4 | 441,815.00 | Aaa | Yes | 9/17/2021 | 7/31/2026 | 4.8 |
| U.S. Treasury Note - 91282CCW9 | 442,715.00 | Aaa | Yes | 11/29/2021 | 8/31/2026 | 4.7 |
| U.S. Treasury Note - 91282CCZ2 | 443,965.00 | Aaa | Yes | 12/15/2021 | 9/30/2026 | 4.7 |
| U S Treasury Note - 91282CDK4 | 448,655.00 | Aaa | Yes | 10/20/2022 | 11/30/2026 | 4.1 |
| U S Treasury Note - 91282CEF4 | 469,200.00 | Aaa | Yes | 11/2/2022 | 3/31/2027 | 4.4 |
| U.S. Treasury Note - 91282CEN7 | 473,830.00 | Aaa | Yes | 6/6/2022 | 4/30/2027 | 4.8 |
| U S Treasury Note - 91282CET4 | 424,179.00 | Aaa | Yes | 7/8/2022 | 5/31/2027 | 4.8 |
| U S Treasury Note - 91282CEW7 | 483,455.00 | Aaa | Yes | 10/20/2022 | 6/30/2027 | 4.6 |
| U S Treasury Note - 91282CFH9 | 235,641.00 | Aaa | Yes | 10/6/2022 | 8/31/2027 | 4.8 |
| U S Treasury Note - 91282CFM8 | 501,875.00 | Aaa | Yes | 10/24/2022 | 9/30/2027 | 4.9 |
| U S Treasury Note - 91282CFU0 | 501,835.00 | Aaa | Yes | 11/18/2022 | 10/31/2027 | 4.9 |
| U S Treasury Note - 9128283F5 | 460,740.00 | Aaa | Yes | 11/28/2022 | 11/15/2027 | 4.9 |
| Total U.S. Government | 11,437,674.00 | | | | | |

November 2022 Bond Total per Treasurer's Report 28,626,226.05
 Total Per December 2022 Chandler Statement 28,626,226.05
 Variance -