



SPECIAL MEETING OF THE FINANCE COMMITTEE
TUESDAY NOVEMBER 19, 2013 3:00 PM
61750 CHOLLITA ROAD, JOSHUA TREE, CA 92252
AGENDA

1. CALL TO ORDER
2. PLEDGE OF ALLEGIANCE
3. APPROVAL OF AGENDA
4. PUBLIC COMMENT
- Pg. 1-40 5. AUDIT DISCUSSION AND PRESENTATION BY AUDITOR BEFORE PRESENTATION TO FULL BOARD.
- Pg. 41 6. APPROVE MINUTES OF THE PRIOR COMMITTEE MEETING
- Pg. 42-58 7.
 - A. CHECK AUDIT REVIEW FOR OCTOBER 2013
 - B. SEPTEMBER FINANCIAL REPORT REVIEW
- Pg. 59-66 8. ADJOURNMENT

INFORMATION

During "Public Comment", please use the podium microphone. State your name and have your information prepared and be ready to provide your comments. The District is interested and appreciates your comments. A 3-minute time limit will be imposed. Thank you. Any person with a disability who requires accommodation in order to participate in this meeting should telephone Joshua Basin Water District at (760) 366-8438, at least 48 hours prior to the meeting in order to make a request for a disability-related modification or accommodation.

Materials related to an item on this Agenda submitted to the Committee after distribution of the agenda packet are available for public inspection in the District's office located at 61750 Chollita Road, Joshua Tree, California 92252 during normal business hours.

50th Anniversary 1963-2013



Joshua Basin Water District

Annual Financial Report

For the Fiscal Years Ended June 30, 2013 and 2012



Charles Z. Fedak & Company

Certified Public Accountants

An Accountancy Corporation



**Joshua Basin Water District
Board of Directors as of June 30, 2013**

<u>Name</u>	<u>Title</u>	<u>Elected/ Appointed</u>	<u>Current Term</u>
Mickey Luckman	President	Elected	12/12-12/16
Victoria Fuller	Vice President	Elected	12/12-12/14
Paul Frank Coate	Director	Elected	12/12-12/16
Michael Reynolds	Director	Elected	12/12-12/16
Gary L. Wilson	Director	Elected	12/10-12/14

**Joshua Basin Water District
Susan Greer, Interim General Manager
61750 Chollita Road
Joshua Tree, California 92252-0675
(760) 366-8438 – www.jbwd.com**

Joshua Basin Water District

Annual Financial Report

For the Fiscal Years Ended June 30, 2013 and 2012

**Joshua Basin Water District
Annual Financial Report
For the Fiscal Years Ended June 30, 2013 and 2012**

Table of Contents

	<u>Page No.</u>
Table of Contents	i
Financial Section	
Independent Auditor's Report	1-2
Management's Discussion and Analysis	3-6
Basic Financial Statements:	
Statements of Net Position	7
Statements of Revenues, Expenses and Changes in Net Position	8
Statements of Cash Flows	9-10
Notes to the Basic Financial Statements	11-25
Required Supplementary Information	
Schedule of Funding Status	26
Report on Internal Controls and Compliance	
Independent Auditor's Report on Internal Control Over Financial Reporting And on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	27-28

Financial Section



Charles Z. Fedak, CPA, MBA
Paul J. Kaymark, CPA
Christopher J. Brown, CPA

Charles Z. Fedak & Company

Certified Public Accountants
An Accountancy Corporation

6081 Orange Avenue
Cypress, California 90630
(714) 527-1818
(562) 598-6565
FAX (714) 527-9154
EMAIL czfco@czfcpa.com
WEB www.czfcpa.com

Independent Auditor's Report

Board of Directors
Joshua Basin Water District
Joshua Tree, California

Report on the Financial Statements

We have audited the accompanying financial statements of the Joshua Basin Water District (District) as of and for the years ended June 30, 2013 and 2012, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility 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; this includes 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.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audits. 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. Those standards require that we plan and perform the audits to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the District, as of June 30, 2013 and 2012, and the respective changes in financial position, and, cash flows thereof for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Independent Auditor's Report, continued

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 3 through 6 and the required supplementary information on page 26 be presented to supplement the basic financial statements. Such information, 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.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated September 30, 2013, 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 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 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. This report can be found on pages 27 and 28.

Charles Z. Fedak and Company, CPAs – An Accountancy Corporation
Cypress, California
September 30, 2013

Joshua Basin Water District
Management's Discussion and Analysis
For the Fiscal Years Ended June 30, 2013 and 2012

The following Management's Discussion and Analysis (MD&A) of activities and financial performance of the Joshua Basin Water District (District) provides an introduction to the financial statements of the District for the fiscal years ended June 30, 2013 and 2012. The two year presentation is provided for comparative purposes. We encourage readers to consider the information presented here in conjunction with the basic financial statements and related notes, which follow this section.

Financial Highlights

- The District's net position increased 15.4%, or \$4,478,194 to \$33,581,618 in fiscal year 2013, as a result of operations.
- In 2013, the District's operating revenues decreased 6.4%, or \$274,908, primarily due to a decrease in all operating revenue categories.
- In 2013, the District's operating expenses before depreciation decreased only \$6,089.

Required Financial Statements

This annual report consists of a series of financial statements. The Statement of Net Position, Statement of Revenues, Expenses and Changes in Net Position and Statement of Cash Flows provide information about the activities and performance of the District using accounting methods similar to those used by private sector companies.

The Statement of Net Position includes all of the District's investments in resources (assets) and the obligations to creditors (liabilities). It also provides the basis for computing a rate of return, evaluating the capital structure of the District and assessing the liquidity and financial flexibility of the District. All of the current year's revenue and expenses are accounted for in the Statement of Revenues, Expenses and Changes in Net Position. This statement measures the success of the District's operations over the past year and can be used to determine if the District has successfully recovered all of its costs through its rates and other charges. This statement can also be used to evaluate profitability and credit worthiness. The final required financial statement is the Statement of Cash Flows, which provides information about the District's cash receipts and cash payments during the reporting period. The Statement of Cash Flows reports cash receipts, cash payments and net changes in cash resulting from operations, investing, non-capital financing, and capital and related financing activities and provides answers to such questions as where did cash come from, what was cash used for, and what was the change in cash balance during the reporting period.

Financial Analysis of the District

One of the most important questions asked about the District's finances is, "Is the District better off or worse off as a result of this year's activities?" The Statement of Net Position and the Statement of Revenues, Expenses and Changes in Net Position report information about the District in a way that helps answer this question.

Joshua Basin Water District
Management's Discussion and Analysis
For the Fiscal Years Ended June 30, 2013 and 2012

Financial Analysis of the District, continued

These statements include all assets and liabilities using the *accrual basis of accounting*, which is similar to the accounting method used by most private sector companies. All of the current year's revenues and expenses are taken into account regardless of when the cash is received or paid.

These two statements report the District's *net position* and changes in them. You can think of the District's net position – the difference between assets and liabilities – as one way to measure the District's financial health, or *financial position*. Over time, *increases or decreases* in the District's net position are one indicator of whether its *financial health* is improving or deteriorating. However, one will need to consider other non-financial factors such as changes in economic conditions, population growth, zoning and new or changed government legislation, such as changes in Federal and State water quality standards.

Notes to the Basic Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the basic financial statements. The notes to the basic financial statements can be found on pages 11 through 25.

Statement of Net Position

	Condensed Statements of Net Position				
	2013	2012	Change	2011	Change
Assets:					
Current assets	\$ 6,976,260	6,756,057	220,203	6,323,612	432,445
Non-current assets	-	37,654	(37,654)	36,934	720
Capital assets, net	<u>32,428,751</u>	<u>26,741,763</u>	<u>5,686,988</u>	<u>23,475,191</u>	<u>3,266,572</u>
Total assets	<u><u>39,405,011</u></u>	<u><u>33,535,474</u></u>	<u><u>5,869,537</u></u>	<u><u>29,835,737</u></u>	<u><u>3,699,737</u></u>
Liabilities:					
Current liabilities	3,407,832	673,494	2,734,338	925,474	(251,980)
Non-current liabilities	<u>3,460,107</u>	<u>3,758,556</u>	<u>(298,449)</u>	<u>3,949,785</u>	<u>(191,229)</u>
Total liabilities	<u><u>6,867,939</u></u>	<u><u>4,432,050</u></u>	<u><u>2,435,889</u></u>	<u><u>4,875,259</u></u>	<u><u>(443,209)</u></u>
Net position:					
Net investment in capital assets	28,969,751	22,868,325	6,101,426	23,231,058	(362,733)
Unrestricted	<u>4,611,867</u>	<u>6,235,099</u>	<u>(1,623,232)</u>	<u>5,540,725</u>	<u>694,374</u>
Total net position	<u><u>33,581,618</u></u>	<u><u>29,103,424</u></u>	<u><u>4,478,194</u></u>	<u><u>28,771,783</u></u>	<u><u>331,641</u></u>
Total liabilities and net position	<u><u>\$ 40,449,557</u></u>	<u><u>33,535,474</u></u>	<u><u>6,914,083</u></u>	<u><u>33,647,042</u></u>	<u><u>(111,568)</u></u>

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 of the District exceeded liabilities by \$33,581,618 and \$29,103,424 as of June 30, 2013 and 2012, respectively.

By far the largest portion of the District's net position (86% as of June 30, 2013, and 78% as of June 30, 2012) reflects the District's investment in capital assets (net of accumulated depreciation) less any related debt used to acquire those assets that is still outstanding. The District uses these capital assets to provide services to customers within the District's service area; consequently, these assets are not available for future spending.

At the end of fiscal years 2013 and 2012, the District showed a positive balance in its unrestricted net position of \$4,611,867 and \$6,235,099, respectively, which may be utilized in future years. See note 10 for further information.

Joshua Basin Water District
Management's Discussion and Analysis
For the Fiscal Years Ended June 30, 2013 and 2012

Statement of Revenues, Expenses and Changes in Net Position

Condensed Statements of Revenues, Expenses and Changes in Net Position

	2013	2012	Change	2011	Change
Revenue:					
Operating revenue	\$ 3,992,528	4,267,436	(274,908)	4,017,318	250,118
Non-operating revenue	816,923	814,764	2,159	895,460	(80,696)
Total revenue	<u>4,809,451</u>	<u>5,082,200</u>	<u>(272,749)</u>	<u>4,912,778</u>	<u>169,422</u>
Expense:					
Operating expense	3,213,723	3,219,812	(6,089)	3,186,794	33,018
Depreciation	1,266,630	1,251,680	14,950	1,134,312	117,368
Non-operating expense	394,934	412,790	(17,856)	497,985	(85,195)
Total expense	<u>4,875,287</u>	<u>4,884,282</u>	<u>(8,995)</u>	<u>4,819,091</u>	<u>65,191</u>
Net income(loss) before capital	<u>(65,836)</u>	<u>197,918</u>	<u>(263,754)</u>	<u>93,687</u>	<u>104,231</u>
Capital contributions:	<u>4,544,030</u>	<u>133,723</u>	<u>4,410,307</u>	<u>710,479</u>	<u>(576,756)</u>
Change in net position	4,478,194	331,641	4,146,553	804,166	(472,525)
Net position, beginning of year	<u>29,103,424</u>	<u>28,771,783</u>	<u>331,641</u>	<u>27,967,617</u>	<u>804,166</u>
Net position, end of year	<u>\$ 33,581,618</u>	<u>29,103,424</u>	<u>4,478,194</u>	<u>28,771,783</u>	<u>331,641</u>

The statement of revenues, expenses and changes of net position shows how the District's net position changed during the fiscal years. In the case of the District, the District's change in net position increased by \$4,478,194 and \$331,641 for the fiscal years ended June 30, 2013 and 2012, respectively.

A closer examination of the sources of changes in net position reveals that:

In 2013, the District's operating revenues decreased 6.4%, or \$274,908, primarily due to a decrease in all operating revenue categories.

In 2013, the District's operating expenses before depreciation decreased only \$6,089.

Capital Asset Administration

Changes in capital asset amounts for 2013 were as follows:

	Balance 2012	Additions	Transfers/ Deletions	Balance 2013
Capital assets:				
Non-depreciable assets	\$ 3,398,680	6,898,426	(324,043)	9,973,063
Depreciable assets	43,769,621	379,235	(312,799)	43,836,057
Accumulated depreciation	<u>(20,426,538)</u>	<u>(1,266,630)</u>	<u>312,799</u>	<u>(21,380,369)</u>
Total capital assets, net	<u>\$ 26,741,763</u>	<u>6,011,031</u>	<u>(324,043)</u>	<u>32,428,751</u>

Changes in capital asset amounts for 2012 were as follows:

	Balance 2011	Additions	Transfers/ Deletions	Balance 2012
Capital assets:				
Non-depreciable assets	\$ 3,811,305	706,947	(1,119,572)	3,398,680
Depreciable assets	42,704,062	1,119,572	(54,013)	43,769,621
Accumulated depreciation	<u>(19,228,871)</u>	<u>(1,251,680)</u>	<u>54,013</u>	<u>(20,426,538)</u>
Total capital assets, net	<u>\$ 27,286,496</u>	<u>574,839</u>	<u>(1,119,572)</u>	<u>26,741,763</u>

At the end of fiscal year 2013 and 2012, the District's investment in capital assets amounted to \$32,428,751 and \$26,741,763 (net of accumulated depreciation), respectively. This investment in capital assets includes land, transmission and distribution systems, buildings, equipment, vehicles and construction-in-process, etc. See note 6 for further information.

Joshua Basin Water District
Management's Discussion and Analysis
For the Fiscal Years Ended June 30, 2013 and 2012

Debt Administration

Changes in long-term debt amounts for 2013 were as follows:

	Balance 2013	Additions	Transfers/ Deletions	Balance 2013
Long-term debt:				
Bonds payable	\$ 3,873,438	562	(415,000)	3,459,000
Total long-term debt	\$ 3,873,438	562	(415,000)	3,459,000

Changes in long-term debt amounts for 2012 were as follows:

	Balance 2011	Additions	Transfers/ Deletions	Balance 2012
Long-term debt:				
Bonds payable	\$ 4,055,438	-	(182,000)	3,873,438
Total long-term debt	\$ 4,055,438	-	(182,000)	3,873,438

See note 8 for further information.

Conditions Affecting Current Financial Position

Management is unaware of any conditions which could have a significant impact on the District's current financial position, net position or operating results based on past, present and future events.

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 Assistant General Manager/Controller at 61750 Chollita Road, Joshua Tree, California 92252-0675 – (760) 366-8438.

Basic Financial Statements

Joshua Basin Water District
Statements of Net Assets
June 30, 2013 and 2012

<i>Assets</i>	2013	2012
Current assets:		
Cash and cash equivalents (note 2)	\$ 3,561,974	5,389,847
Accrued interest receivable	6,199	4,730
Accounts receivable – water sales and services, net (note 3)	990,781	922,216
Property taxes receivable	41,620	34,617
Special assessments receivable	140,388	150,822
Grants receivable	2,030,434	-
Accounts receivable – other	14,782	25,136
Materials and supplies inventory	116,716	153,184
Prepaid expenses and other deposits	73,366	75,505
Total current assets	6,976,260	6,756,057
Non-current assets:		
Note receivable – property tax from state (note 4)	-	37,654
Note receivable – Hi-Desert Medical Center (note 5)	1,044,546	-
Capital assets – not being depreciated (note 6)	9,973,063	3,398,680
Capital assets, net – being depreciated (note 6)	22,455,688	23,343,083
Total non-current assets	33,473,297	26,779,417
Total assets	\$ 40,449,557	33,535,474
<i>Liabilities and Net Position</i>		
Current liabilities:		
Accounts payable and accrued expenses	\$ 241,898	146,872
Accrued wages and related payables	67,233	64,080
Customer deposits and deferred revenue	175,412	188,842
Construction and retentions payable	1,037,312	-
Construction deposits and deferred revenue	1,715,065	-
Accrued interest payable	51,877	58,660
Long-term liabilities – due within one year:		
Compensated absences (note 7)	30,035	25,040
Bonds payable (note 8)	89,000	190,000
Total current liabilities	3,407,832	673,494
Non-current liabilities:		
Long-term liabilities – due in more than one year:		
Compensated absences (note 7)	90,107	75,118
Bonds payable (note 8)	3,370,000	3,683,438
Total non-current liabilities	3,460,107	3,758,556
Total liabilities	6,867,939	4,432,050
Net position:		
Net investment in capital assets (note 9)	28,969,751	22,868,325
Unrestricted (note 10)	4,611,867	6,235,099
Total net position	33,581,618	29,103,424
	\$ 40,449,557	33,535,474

See accompanying notes to the basic financial statements

Joshua Basin Water District
Statements of Revenues, Expenses and Changes in Net Assets
For the Fiscal Years Ended June 30, 2013 and 2012

	2013	2012
Operating revenues:		
Water consumption sales	\$ 1,364,490	1,448,441
Water service charges	1,367,437	1,362,325
Standby service charges	1,134,335	1,302,280
Other charges for services	126,266	154,390
Total operating revenues	3,992,528	4,267,436
Operating expenses:		
Pumping, production and treatment	795,220	841,399
Transmission and distribution	524,081	433,839
Customer service	598,696	576,438
General and administrative	1,295,726	1,368,136
Total operating expenses	3,213,723	3,219,812
Operating income before depreciation expense	778,805	1,047,624
Depreciation expense – capital recovery	(1,266,630)	(1,251,680)
Operating loss	(487,825)	(204,056)
Non-operating revenue(expense):		
Property taxes	390,640	396,283
Special assessments for debt service	370,682	398,443
Investment earnings	13,459	17,713
Morongo Basin pipeline (note 10)	(219,797)	(219,544)
Interest expense	(164,250)	(180,869)
Debt administration charges	(9,922)	(11,174)
Property tax administration charge	(965)	(1,203)
Other non-operating revenue, net	42,142	2,325
Total non-operating, net	421,989	401,974
Net income(loss) before capital contributions	(65,836)	197,918
Capital contributions:		
Water capacity charges	121,754	47,803
Wastewater capacity charges	99,802	85,920
Contributed capital	423,952	-
State capital grant	2,030,434	-
Local capital grant	1,868,088	-
Total capital contributions	4,544,030	133,723
Change in net position	4,478,194	331,641
Net position, beginning of year	29,103,424	28,771,783
Net position, end of year	\$ 33,581,618	29,103,424

See accompanying notes to the basic financial statements

Joshua Basin Water District
Statements of Cash Flows
For the Fiscal Years Ended June 30, 2013 and 2012

	2013	2012
Cash flows from operating activities:		
Cash receipts from customers for water sales and services	\$ 3,976,459	3,907,746
Cash paid to employees for salaries and wages	(1,405,320)	(1,501,249)
Cash paid to vendors and suppliers for materials and services	(1,895,747)	(2,204,022)
Net cash provided by operating activities	675,392	202,475
Cash flows from non-capital financing activities:		
Property taxes	383,637	391,727
Proceeds from note receivable – property tax from state	37,654	-
Net cash provided by non-capital financing activities	421,291	391,727
Cash flows from capital and related financing activities:		
Acquisition and construction of capital assets	(6,953,618)	(706,947)
Capital contributions	2,513,596	424,723
Issuance of note receivable – Hi-Desert Medical Center	(1,119,156)	-
Payments received for note receivable	74,610	-
Increase in construction and retentions payable	1,037,312	-
Increase in construction deposits and deferred revenue	1,715,065	-
Special assessments for debt service	381,116	386,800
Principle paid	(414,438)	(182,000)
Interest paid	(171,033)	(187,062)
Net cash used in capital and related financing activities	(2,936,546)	(264,486)
Cash flows from investing activities:		
Investment earnings	11,990	18,113
Net cash provided by investing activities	11,990	18,113
Net increase(decrease) in cash and cash equivalents	(1,827,873)	347,829
Cash and cash equivalents, beginning of year	5,389,847	5,042,018
Cash and cash equivalents, end of year	\$ 3,561,974	5,389,847

Continued on next page

See accompanying notes to the basic financial statements

Joshua Basin Water District
Statements of Cash Flows, continued
For the Fiscal Years Ended June 30, 2013 and 2012

Reconciliation of operating loss to net cash provided by operating activities:

	<u>2013</u>	<u>2012</u>
Operating loss	\$ (487,825)	(204,056)
Adjustments to reconcile operating loss to net cash provided by operating activities:		
Deprecation	1,266,630	1,251,680
Morongo Basin pipeline	(219,797)	(219,544)
Debt administration charges	(9,922)	(11,174)
Property tax administration charge	(965)	(1,203)
Other non-operating revenue, net	42,142	2,325
Changes in assets and liabilities:		
(Increase)decrease in assets:		
Accounts receivable – water sales and services, net	(68,565)	(364,541)
Accounts receivable – other	10,354	2,526
Materials and supplies inventory	36,468	2,702
Prepaid expenses and other deposits	2,139	(1,224)
Increase(decrease) in liabilities:		
Accounts payable and accrued expenses	95,026	(153,084)
Accrued wages and related payables	3,153	(1,211)
Customer deposits and deferred revenue	(13,430)	(99,083)
Compensated absences	19,984	(1,638)
Total adjustments	<u>1,163,217</u>	<u>406,531</u>
Net cash provided by operating activities	<u>\$ 675,392</u>	<u>202,475</u>

See accompanying notes to the basic financial statements

Joshua Basin Water District
Notes to the Financial Statements
For the Fiscal Years Ended June 30, 2013 and 2012

(1) Reporting Entity and Summary of Significant Accounting Policies

A. Organization and Operations of the Reporting Entity

The Joshua Basin Water District (District) was organized in January 1963, under provisions of Division 12 of the Water Code of the State of California. The purpose of the District is to finance, construct, operate and maintain a water system and wastewater system to serve properties within the District's boundaries. The District services approximately 96 square miles in the unincorporated area of Joshua Tree, located in the Morongo Basin of San Bernardino County. The District is governed by a Board of Directors made up of five members elected by the qualified voters in the District.

The criteria used in determining the scope of the financial reporting entity is based on the provisions of Governmental Accounting Statements No. 61, *The Financial Reporting Entity*. 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.

B. 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. Revenues and expenses are recognized on the full accrual basis of accounting. Revenues are recognized in the accounting period in which they are earned and expenses are recognized in the period incurred, regardless of when the related cash flows take place.

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.

C. Financial Reporting

The District's basic financial statements are prepared in accordance with Generally Accepted Accounting Principles in the United States of America (GAAP) issued by the Governmental Accounting Standards Board (GASB) applicable to governmental entities that use proprietary fund accounting, including GASB Statement No. 62, *Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements*. Revenues are recognized when earned, and costs and expenses are recognized when incurred.

In June 2011, the GASB issued Statement No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position* effective for financial statements for periods beginning after December 15, 2011. The District implemented this new pronouncement in the current year. The effect of the implementation of this statement to the District is limited to renaming of *Net Assets* to *Net Position*.

Joshua Basin Water District
Notes to the Financial Statements
For the Fiscal Years Ended June 30, 2013 and 2012

(1) Reporting Entity and Summary of Significant Accounting Policies, continued

D. Assets, Liabilities and Net Position

1. Use of Estimates

The preparation of the basic financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the reported changes in net position during the reporting period. Actual results could differ from those estimates.

2. Cash and Cash Equivalents

Substantially all of the District's cash is invested in interest bearing accounts. The District considers all highly liquid investments with a maturity of three months or less to be cash equivalents.

3. Investments

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.

4. 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.

5. Property Taxes and Assessments

The San Bernardino County Assessor's Office assesses all real and personal property within the County each year. The San Bernardino County Tax Collector's Offices bills and collects the District's share of property taxes and assessments. The San Bernardino County Treasurer's Office remits current and delinquent property tax collections to the District throughout the year. Property tax in California is levied in accordance with Article 13A of the State Constitution at one percent (1%) of countywide assessed valuations.

Property taxes receivable at year-end are related to property taxes collected by the San Bernardino County which have not been credited to the District's cash balance as of June 30. The property tax calendar is as follows:

Lien date	March 1
Levy date	July 1
Due dates	November 1 and March 1
Collection dates	December 10 and April 10

6. Materials and Supplies Inventory

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

7. Prepaid Expenses

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

Joshua Basin Water District
Notes to the Financial Statements
For the Fiscal Years Ended June 30, 2013 and 2012

(1) Reporting Entity and Summary of Significant Accounting Policies, continued

D. Assets, Liabilities and Net Position, continued

8. 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 assets are recorded at estimated fair market value at the date of donation. 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:

- Transmission and distribution system – 3 to 50 years
- Structures and improvements – 10 to 30 years
- Vehicles and large equipment – 5 to 10 years
- Office furniture and equipment – 5 to 10 years
- Water rights – 25 years
- Wastewater system in development – 15 years
- Surveys and plans – 2 to 5 years

9. Compensated Absences

The District's policy is to permit employees to accumulate earned vacation up to a total of 400 hours, with amounts exceeding the limit being paid out as part of the employee's regular compensation. Upon termination of employment, employees are paid all unused vacation and forfeit any unused sick time.

10. Net Position

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

- **Investment in Capital Assets, Net of Related Debt** – This component of net position consists of capital assets, net of accumulated depreciation and reduced by any outstanding debt against the acquisition, construction or improvement of those assets.
- **Restricted Net Position** – This component of net position consists of constraints placed on net position use through external constraints imposed by creditors, grantors, contributors, or laws or regulations of other governments or constraints imposed by law through constitutional provisions or enabling legislation.
- **Unrestricted Net Position** – This component of net position consists of net position that do not meet the definition of *restricted* or *investment in capital assets, net of related debt*.

11. Water Sales and Services

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

12. 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.

13. Budgetary Policies

The District adopts a bi-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.

Joshua Basin Water District
Notes to the Financial Statements
For the Fiscal Years Ended June 30, 2013 and 2012

(1) Reporting Entity and Summary of Significant Accounting Policies, continued

E. Implementation of New Accounting Pronouncements

For the year ended June 30, 2013, the District implemented the following Governmental Accounting Standards Board pronouncements:

Governmental Accounting Standards Board Statement No. 60

In November 2010, the GASB issued Statement No. 60, *Accounting and Financial Reporting for Service Concession Arrangements*. This standard addresses how to account for and report service concession arrangements, a type of public-private or public-public partnership that state and local governments are increasingly entering into. There were no Concession Arrangements entered into by the District.

Governmental Accounting Standards Board Statement No. 61

In November 2010, the GASB issued Statement No. 61, *The Financial Reporting Entity, Omnibus*. This standard is designed to improve financial reporting for governmental entities by amending the requirements of GASB Statement No. 14, *The Financial Reporting Entity*, and GASB Statement No. 34, *Basic Financial Statement and Management's Discussion and Analysis for State and local Governments*.

Governmental Accounting Standards Board Statement No. 62

In December 2010, The GASB issued Statement No. 62 – *Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements*. The objective of this Statement is to incorporate into the GASB's authoritative literature certain accounting and financial reporting guidance that is included in the following pronouncements issued on or before November 30, 1989, which does not conflict with or contradict GASB pronouncements:

1. Financial Accounting Standards Board (FASB) Statements and Interpretations
2. Accounting Principles Board Opinions
3. Accounting Research Bulletins of the American Institute of Certified Public Accountants' (AICPA) Committee on Accounting Procedure.

Hereinafter, these pronouncements collectively are referred to as the ***FASB & AICPA pronouncements***. This Statement also supersedes Statement No. 20, *Accounting and Financial Reporting for Proprietary Funds and Other Governmental Entities That Use Proprietary Fund Accounting*, thereby eliminating the election provided in paragraph 7 of that statement for enterprise funds and business-type activities to apply post-November 30, 1989, FASB Statements and Interpretations that do not conflict with or contradict GASB pronouncements. However, those entities can continue to apply, as other accounting literature, post-November 30, 1989, FASB pronouncements that do not conflict with or contradict GASB pronouncements, including this Statement.

Governmental Accounting Standards Board Statement No. 63

In June 2011, the GASB issued Statement No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position*. This standard is designed to improve financial reporting by standardizing the presentation of deferred outflows of resources and deferred inflows of resources into the definitions of the required components of the residual measure and by renaming that measure as ***Net Position***, rather than ***Net Assets***.

Governmental Accounting Standards Board Statement No. 65

In March 2012, the GASB issued Statement No. 65 – *Items Previously Reported as Assets and Liabilities*. This Statement establishes accounting and financial reporting standards that reclassify, as deferred outflows of resources or deferred inflows of resources, certain items that were previously reported as assets and liabilities and recognizes, as outflows of resources or inflows of resources, certain items that were previously reported as assets and liabilities.

Joshua Basin Water District
Notes to the Financial Statements
For the Fiscal Years Ended June 30, 2013 and 2012

(2) Cash and Investments

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

	2013	2012
Cash on hand	\$ 2,100	2,100
Deposits with financial institutions	159,003	207,449
Deposits in Local Agency Investment Fund	3,400,871	5,180,298
Total cash and investments	\$ 3,561,974	5,389,847

As of June 30, the District's authorized deposits had the following maturities:

	2013	2012
Deposits in Local Agency Investment Fund	278 days	270 days

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

The District is legally empowered by statute and resolution to invest in money-market funds and to invest in the California State Investment Pool – Local Agency Investment Fund. The District's investment policy identifies other investment types that are authorized for the District to invest in under the California Government Code.

Investment in State Investment Pool

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.

Custodial Credit Risk

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 California Government Code and the District's investment policy does not contain legal or policy requirements that would limit the exposure to custodial credit risk for deposits, other than the following provision for deposits.

Joshua Basin Water District
Notes to the Financial Statements
For the Fiscal Years Ended June 30, 2013 and 2012

(2) Cash and Investments, continued

Custodial Credit Risk, continued

The California Government Code requires that a financial institution secure deposits made by state or local governmental units by pledging securities in an undivided collateral pool held by a depository regulated under state law (unless so waived by the governmental unit). The market value of the pledged securities in the collateral pool must equal at least 110% of the total amount deposited by the public agencies. Of the bank balances, up to \$250,000 held at each institution were federally insured and the remaining balance is collateralized in accordance with the Code; however, the collateralized securities are not held in the District's name.

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. The Code and the District's investment policy contains legal and policy requirements that would limit the exposure to custodial credit risk for investments. 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).

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.

Credit Risk

Credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization.

Concentration of Credit Risk

The District's investment policy contains no limitations on the amounts that can be invested in any one issuer as beyond that stipulated by the California Government Code. There were no investments in any one issuer (other than for external investment pools) that represent 5% or more of total District's investments at June 30, 2013 and 2012, respectively.

(3) Accounts Receivable – Water Sales and Services, net

Accounts receivable – water sales and services, net consisted of the following as of June 30:

	<u>2013</u>	<u>2012</u>
Accounts receivable – water sales	\$ 259,626	280,471
Unbilled water sales receivables	214,998	226,713
Standby charges receivables	645,089	705,032
Allowance for doubtful accounts	<u>(128,932)</u>	<u>(290,000)</u>
Total accounts receivable, net	<u>\$ 990,781</u>	<u>922,216</u>

Joshua Basin Water District
Notes to the Financial Statements
For the Fiscal Years Ended June 30, 2013 and 2012

(4) Note Receivable – Property Tax from State

Under the provisions of the State of California Proposition 1A and as part of the 2010 fiscal year State of California budget package passed by the California State Legislature on July 28, 2009, the State of California borrowed 8.0% of the amount of property tax revenue apportioned to cities, counties and special districts. The State of California is required to repay this borrowing plus interest by June 30, 2013. After repayment of this initial borrowing, the California State Legislature may consider only one additional borrowing within a ten-year period. The amount of the borrowing pertaining to the District was \$35,975. The borrowing was paid in full by the State of California on June 14, 2013.

(5) Note Receivable – Hi-Desert Medical Center

On July 1, 2012, the District executed a note receivable with the Hi-Desert Medical Center for \$1,119,156 for capacity charges due for sanitary sewer service to the Hi-Desert Medical Center Wastewater Treatment Plant. The note is to be repaid over a 15-year period (\$74,610 principal per year) with interest charged at the quarterly LAIF interest earnings rate. As of June 30, 2013, the note principal balance remaining was \$1,044,546. Accrued interest receivable on the note was \$3,111 and included in the accrued interest receivable balance at June 30, 2013.

(6) Capital Assets

Major capital assets additions during the years include upgrades and extensions of the District's water transmission and distribution systems and equipment purchases in the following schedules:

Changes in capital assets for the year ended June 30, 2013 were as follows:

	<u>Balance 2012</u>	<u>Additions/</u>	<u>Deletions/ Transfers</u>	<u>Balance 2013</u>
Non-depreciable assets:				
Land and land rights	\$ 508,177	-	-	508,177
Construction-in-process	2,890,503	6,898,426	(324,043)	9,464,886
Total non-depreciable assets	<u>3,398,680</u>	<u>6,898,426</u>	<u>(324,043)</u>	<u>9,973,063</u>
Depreciable assets:				
Transmission and distribution system	39,412,570	345,924	(132,043)	39,626,451
Structures and improvements	835,025	15,258	-	850,283
Vehicles and large equipment	1,504,515	13,053	(164,141)	1,353,427
Office furniture and equipment	1,168,040	5,000	(16,615)	1,156,425
Water rights	263,759	-	-	263,759
Wastewater system in development	22,419	-	-	22,419
Surveys and plans	563,293	-	-	563,293
Total depreciable assets	<u>43,769,621</u>	<u>379,235</u>	<u>(312,799)</u>	<u>43,836,057</u>
Accumulated depreciation:				
Transmission and distribution mains	(17,593,689)	(1,058,169)	132,043	(18,519,815)
Structures and improvements	(330,084)	(27,452)	-	(357,536)
Vehicles and large equipment	(845,863)	(78,484)	164,141	(760,206)
Office furniture and equipment	(902,235)	(87,826)	16,615	(973,446)
Water rights	(182,033)	(10,216)	-	(192,249)
Wastewater system in development	(9,341)	(4,483)	-	(13,824)
Surveys and plans	(563,293)	-	-	(563,293)
Total accumulated depreciation	<u>(20,426,538)</u>	<u>(1,266,630)</u>	<u>312,799</u>	<u>(21,380,369)</u>
Total depreciable assets, net	<u>23,343,083</u>	<u>(887,395)</u>	<u>-</u>	<u>22,455,688</u>
Total capital assets, net	<u>\$ 26,741,763</u>	<u>6,011,031</u>	<u>(324,043)</u>	<u>32,428,751</u>

Joshua Basin Water District
Notes to the Financial Statements
For the Fiscal Years Ended June 30, 2013 and 2012

(6) Capital Assets, continued

Changes in capital assets for the year ended June 30, 2012 were as follows:

	<u>Balance 2011</u>	<u>Additions/</u>	<u>Deletions/ Transfers</u>	<u>Balance 2012</u>
Non-depreciable assets:				
Land and land rights	\$ 496,400	11,777	-	508,177
Construction-in-process	3,314,905	695,170	(1,119,572)	2,890,503
Total non-depreciable assets	<u>3,811,305</u>	<u>706,947</u>	<u>(1,119,572)</u>	<u>3,398,680</u>
Depreciable assets:				
Transmission and distribution system	38,532,051	880,519	-	39,412,570
Structures and improvements	821,390	17,298	(3,663)	835,025
Vehicles and large equipment	1,358,624	145,891	-	1,504,515
Office furniture and equipment	1,145,237	22,803	-	1,168,040
Water rights	263,759	-	-	263,759
Wastewater system in development	22,419	-	-	22,419
Surveys and plans	560,582	53,061	(50,350)	563,293
Total depreciable assets	<u>42,704,062</u>	<u>1,119,572</u>	<u>(54,013)</u>	<u>43,769,621</u>
Accumulated depreciation:				
Transmission and distribution mains	(16,705,272)	(888,417)	-	(17,593,689)
Structures and improvements	(305,303)	(28,444)	3,663	(330,084)
Vehicles and large equipment	(769,312)	(76,551)	-	(845,863)
Office furniture and equipment	(815,112)	(87,123)	-	(902,235)
Water rights	(171,817)	(10,216)	-	(182,033)
Wastewater system in development	(4,857)	(4,484)	-	(9,341)
Surveys and plans	(457,198)	(156,445)	50,350	(563,293)
Total accumulated depreciation	<u>(19,228,871)</u>	<u>(1,251,680)</u>	<u>54,013</u>	<u>(20,426,538)</u>
Total depreciable assets, net	<u>23,475,191</u>	<u>(132,108)</u>	<u>-</u>	<u>23,343,083</u>
Total capital assets, net	<u>\$ 27,286,496</u>	<u>574,839</u>	<u>(1,119,572)</u>	<u>26,741,763</u>

Construction-In-Process

The District is involved in various construction projects throughout the year. Once completed, projects are capitalized and depreciated over the life of the asset. The balance of construction-in-process was \$2,890,503 as of June 30, 2013, as follows:

Construction-in-process consisted of the following projects as of June 30:

<u>Project Description</u>	<u>2013</u>	<u>2012</u>
HDMC wastewater project	\$ 2,505,095	-
Water recharge pond	2,010,722	1,804,179
Water recharge pipe	4,193,567	362,070
Grading for new tank	234,850	138,069
Earthquake shut-off valves	166,180	-
Various other minor projects < \$100,000	354,472	586,185
Total construction-in-process	<u>\$ 9,464,886</u>	<u>2,890,503</u>

Joshua Basin Water District
Notes to the Financial Statements
For the Fiscal Years Ended June 30, 2013 and 2012

(7) Compensated Absences

Changes to compensated absences for 2013, were as follows:

	<u>Balance 2012</u>	<u>Earned</u>	<u>Taken</u>	<u>Balance 2013</u>	<u>Current Portion</u>	<u>Long-term Portion</u>
\$	100,158	245,722	(225,738)	120,142	30,035	90,107

Changes to compensated absences for 2012, were as follows:

	<u>Balance 2011</u>	<u>Earned</u>	<u>Taken</u>	<u>Balance 2012</u>	<u>Current Portion</u>	<u>Long-term Portion</u>
\$	101,796	203,395	(205,033)	100,158	25,040	75,118

(8) Long-Term Debt

Changes in long-term debt amounts for the year were as follows:

	<u>Balance 2012</u>	<u>Additions</u>	<u>Payments</u>	<u>Balance 2013</u>	<u>Current Portion</u>
Long-term debt:					
Bonds payable:					
1974 General obligation bonds	\$ 330,000	-	(330,000)	-	-
1996 Limited obligation improvement bonds	3,543,438	562	(85,000)	3,459,000	89,000
Total bonds payable	\$ 3,873,438	562	(415,000)	3,459,000	89,000

Changes in long-term debt amounts for the year were as follows:

	<u>Balance 2011</u>	<u>Additions</u>	<u>Payments</u>	<u>Balance 2012</u>	<u>Current Portion</u>
Long-term debt:					
Bonds payable:					
1974 General obligation bonds	\$ 430,000	-	(100,000)	330,000	105,000
1996 Limited obligation improvement bonds	3,625,438	-	(82,000)	3,543,438	85,000
Total bonds payable	\$ 4,055,438	-	(182,000)	3,873,438	190,000

1974 General Obligation Bonds

In 1974, the District authorized and issued general obligation bonds in the amount of \$2.0 million at an interest rate of 5.00%. As of June 30, 2013, the District repaid the outstanding debt in full.

1996 Limited Obligation Improvement Bonds

In March 1996, the District authorized the issuance of \$4,551,389 in Copper Mountain Mesa limited obligation improvement bonds pursuant to the provisions of the Municipal Improvement Act of 1913. The bonds are payable solely from and secured solely by special assessments on property parcels and the amounts held by the District. The District is not obligated to, but may in its sole discretion, advance available surplus funds from the District treasury. The bonds bear interest at 4.5% per annum. Principal and interest are payable on March 2nd and September 2nd of each year as follows:

Joshua Basin Water District
Notes to the Financial Statements
For the Fiscal Years Ended June 30, 2013 and 2012

(8) Long-Term Debt, continued

1996 Limited Obligation Improvement Bonds, continued

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2014	\$ 89,000	153,653	242,653
2015	93,000	149,558	242,558
2016	98,000	145,260	243,260
2017	102,000	140,760	242,760
2018	107,000	136,057	243,057
2019-2023	607,000	602,349	1,209,349
2024-2028	754,000	449,729	1,203,729
2029-2033	939,000	259,942	1,198,942
2034-2036	670,000	46,035	716,035
Total	3,459,000	<u>2,083,343</u>	<u>5,542,343</u>
Current	<u>(89,000)</u>		
Long-term	<u>\$ 3,370,000</u>		

(9) Net Investment in Capital Assets, Net of Related Debt

Calculation of net investment in capital assets as of June 30, were as follows:

	<u>2013</u>	<u>2012</u>
Investment in capital assets, net of related debt		
Capital assets, not being depreciated	\$ 9,973,063	3,398,680
Depreciable capital assets, net	22,455,688	23,343,083
Current:		
Bonds payable	(89,000)	(190,000)
Non-current:		
Bonds payable	<u>(3,370,000)</u>	<u>(3,683,438)</u>
Total investment in capital assets	<u>\$ 28,969,751</u>	<u>22,868,325</u>

(10) Unrestricted Net Position

Unrestricted net position as of June 30, were categorized as follows:

	<u>2013</u>	<u>2012</u>
Non-spendable net position:		
Materials and supplies inventory	\$ 116,716	153,184
Prepaid expenses and other deposits	<u>73,366</u>	<u>75,505</u>
Total non-spendable net position	<u>190,082</u>	<u>228,689</u>
Spendable net assets are designated as follows:		
Capital replacement reserve	2,947,857	4,004,273
Rate stabilization reserve	<u>1,473,928</u>	<u>2,002,137</u>
Total spendable net position	<u>4,421,785</u>	<u>6,006,410</u>
Total unrestricted net position	<u>\$ 4,611,867</u>	<u>6,235,099</u>

Joshua Basin Water District
Notes to the Financial Statements
For the Fiscal Years Ended June 30, 2013 and 2012

(11) Morongo Basin Pipeline Project

During the year ended June 30, 1991, the District executed an Agreement for construction, operation and financing of the Morongo Basin Pipeline project with the Mojave Water Agency (Agency). Pursuant to this Agreement, the Agency has constructed a pipeline to supply, on a wholesale basis, certain areas of San Bernardino County, including the Joshua Basin Water District, with water from the State Water Project.

Voters within the area to be served by the pipeline project approved the issuance of \$66,500,000 principal amount of general obligation bonds to finance the pipeline project. This resulted in the formation of Improvement District M of the Mojave Water Agency. In the Agreement, the District has agreed to make certain payments to the Agency to cover the District's share of fixed project costs, including debt service.

The District makes annual payments under the Agreement for Improvement District M's general obligation bond sales of \$12,000,000 principal amount in May 1991 (Series A) and \$40,735,000 principal amount in 1993 (Series B). The District is obligated to pay 27% of the debt service on Improvement District M's general obligation bonds.

Improvement District M bonds are general obligations of the Mojave Water Agency and are secured by and payable from the taxes levied upon the taxable property in Improvement District M. As part of the agreement, approximately 70% of the debt service will be derived from the levy of taxes on properties within Improvement District M, and 30% of the debt service on the bonds will be derived from payments to be made by the Mojave Water Agency participants.

In April 1996, \$50,485,000 of the Improvement District Bonds was refinanced with \$51,780,000 Improvement District M of the Mojave Water Agency General Obligation Bonds (Morongo Basin Pipeline Project) election of 1990, refunding Series of 1996. Interest rates range from 3.75% to 5.80%.

Payments of fixed project costs to the Agency have been classified as non -operating expenses in the amount of \$219,797 and \$219,544 for the years ended June 30, 2013 and 2012.

(12) Deferred Compensation Savings Plan

For the benefit of its employees, the District participates in a 457 Deferred Compensation Program (Program). The purpose of this Program is to provide deferred compensation for public employees that elect to participate in the Program. Generally, eligible employees may defer receipt of a portion of their salary until termination, retirement, death or unforeseeable emergency. Until the funds are paid or otherwise made available to the employee, the employee is not obligated to report the deferred salary for income tax purposes.

Federal law requires deferred compensation assets to be held in trust for the exclusive benefit of the participants. Accordingly, the District is in compliance with this legislation. Therefore, these assets are not the legal property of the District, and are not subject to claims of the District's general creditors. Market value of all plan assets held in trust by ICMA-RC at June 30, 2013 and 2012 was \$552,086 and \$455,571, respectively.

The District has implemented GASB Statement No. 32, *Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans*. Since the District has little administrative involvement and does not perform the investing function for this plan, the assets and related liabilities are not shown on the statement of net position.

Joshua Basin Water District
Notes to the Financial Statements
For the Fiscal Years Ended June 30, 2013 and 2012

(13) Defined Benefit Pension Plan

Plan Description

The Agency contributes to the California Public Employees Retirement System (CalPERS), a cost-sharing multi-employer defined benefit pension plan. CalPERS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. 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 Agency. Copies of CalPERS annual financial report may be obtained from their executive Office: 400 P Street, Sacramento, CA 95814.

Funding Policy

The contribution rate for plan members in the CalPERS, 2.0% at 55 Risk Pool Retirement Plan is 7% of their annual covered salary and is paid by the members. The District is required to contribute the actuarially determined remaining amounts necessary to fund the benefits for its members. The required employer contribution rates are equal to the annual pension costs (APC) percentage of payroll for fiscal years 2013, 2012 and 2011 as noted below. The contribution requirements of the plan members are established by State statute, and the employer contribution rate is established and may be amended by CalPERS.

California Public Employees Pension Reform Act of 2013

On September 12, 2012, the California Governor signed the California Public Employees' Pension Reform Act of 2013 (PEPRA) into law. PEPRA took effect January 1, 2013.

Key components of the legislation are as follows:

- Establishes PEPRA which will apply to all public employers and public pension plans on and after January 1, 2013 (Except specific exemptions);
- Establishes new retirement tiers/benefits for new public employees;
- Prohibits certain cash payments from being counted as compensation; and
- Increases retirement age for all new public employees.

Second-Tier – Beginning January 1, 2013

The contribution rate for plan members in the CalPERS 2.0% at 62 Retirement Plan under PEPRA is 6.50% of their annual covered wages. District employees contribute 6.50% of their annual covered wages to their account. Also, the District is required to contribute the actuarially determined remaining amounts necessary to fund the benefits for its members. The employer contribution rate (6.70%) and member contribution rate (6.50%) is a combined rate of 13.20% which will be in effect until June 30, 2015.

For fiscal years 2013, 2012 and 2011, the District's annual contributions for the CalPERS plan were equal to the District's required and actual contributions for each fiscal year as follows:

Three Years CalPERS Funding Information

Fiscal Year	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation	APC Percentage of Payroll
2010-2011	\$ 124,029	100%	-	9.511%
2011-2012	139,706	100%	-	10.861%
2012-2013	134,468	100%	-	11.040%

See Page 26 for the Schedule of Funding Status.

**Joshua Basin Water District
Notes to the Financial Statements
For the Fiscal Years Ended June 30, 2013 and 2012**

(13) Defined Benefit Pension Plan, continued

Actuarial Methods and Assumptions

Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events far into the future. Actuarially determined amounts are subject to continual revision as actual results are compared to past expectations and new estimates are made about the future. Calculations are based on the types of benefits provided under the terms of the substantive plan at the time of each valuation and the pattern of sharing of costs between the employer and plan members to that point. Consistent with the long-term perspective of actuarial calculations, actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial accrued liabilities for benefits.

The following is a summary of the actuarial assumptions and methods:

Valuation date	June 30, 2011
Actuarial cost method	Entry age normal cost method
Amortization method	Level percent of payroll, open
Average remaining amortization period	20 years as of the valuation date
Asset valuation method	15 year smoothed market
Actuarial assumptions:	
Discount rate	7.50% (net of administrative expenses)
Projected salary increase	3.30% to 14.20% depending on age, service, and type of employment
Inflation	2.75%
Payroll growth	3.00%
Individual salary growth	A merit scale varying by duration of employment coupled with an assumed annual inflation growth of 2.75% and an annual production growth of 0.25%

(14) 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. At June 30, 2013, 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 \$1,000,000, combined single limit at \$1,000,000 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:

- Employee dishonesty coverage up to \$100,000 per loss includes public employee dishonesty, forgery or alteration and theft, disappearance and destruction coverage's.
- Property loss is paid at the replacement cost for property on file \$17,691,378 if replaced within two years after the loss, otherwise paid on an actual cash value basis, to a combined total of \$100 million per occurrence, subject to a \$2,500 deductible per occurrence.
- Boiler and machinery coverage for the replacement cost up to \$50 million per occurrence, subject to various deductibles depending on the type of equipment.

Joshua Basin Water District
Notes to the Financial Statements
For the Fiscal Years Ended June 30, 2013 and 2012

(14) Risk Management, continued

- Workers' compensation insurance up to California statutory limits for all work related injuries/illnesses covered by California law. The ACWA/JPIA is self-insured up to \$2.0 million and excess insurance coverage has been purchased.

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 year ending June 30, 2013. 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, 2013, 2012 and 2011, respectively.

(15) Joint-Venture: Joshua Basin – Hi-Desert Financing Authority

In February 1991, the District and Hi-Desert Water District created the Joshua Basin – Hi-Desert Financing Authority (Authority) pursuant to the laws of the State of California. The Authority is a joint exercise of powers agreement by and between Joshua Basin Water District and Hi-Desert Water District. The purpose of the Authority is to cause the acquisition and construction of water facilities and to finance such projects through the issuance of bonds. The Authority has a five-member Board of Directors comprised of: (a) three members of the Board of Directors of Joshua Basin Water District and (b) two members of the Board of Directors of Hi-Desert Water District. Participation in the joint venture gives the District the ability to finance the cost of the installation and construction of any building, facility, structure, or other improvement which may be used to provide water to the lands and inhabitants of the District. As provided in the law, the Authority shall be a public entity separate from Joshua Basin Water District and Hi-Desert Water District. The debts, liabilities and obligations of the Authority shall not constitute debts, liabilities or obligations of Joshua Basin Water District or Hi-Desert Water District. The debts, liabilities and obligations of either Joshua Basin Water District or Hi-Desert Water District shall not constitute debts, liabilities or obligations of the other agency.

(16) Governmental Accounting Standards Board Statements

Newly Issued Accounting Pronouncements, But Not Yet Effective

The Governmental Accounting Standards Board (GASB) has issued several pronouncements prior to June 30, 2013, that have effective dates that may impact future financial presentations.

Governmental Accounting Standards Board Statement No. 66

In March 2012, the GASB issued Statement No. 66 – *Technical Corrections—2013—an amendment of GASB Statements No. 10 and No. 62*. The objective of this Statement is to improve accounting and financial reporting for a governmental financial reporting entity by resolving conflicting guidance that resulted from the issuance of two pronouncements, Statements No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, and No. 62, *Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements*. The provisions of this Statement are effective for financial statements for periods beginning after December 15, 2012. The impact of the implementation of this Statement to District's financial statements has not been assessed at this time.

Governmental Accounting Standards Board Statement No. 68

In June 2012, the GASB issued Statement No. 68 – *Accounting and Financial Reporting for Pensions—an amendment of GASB Statement No. 27*. The primary objective of this Statement is to improve accounting and financial reporting by state and local governments for pensions. It also improves information provided by state and local governmental employers about financial support for pensions that is provided by other entities. This Statement results from a comprehensive review of the effectiveness of existing standards of accounting and financial reporting for pensions with regard to providing decision-useful information, supporting assessments of accountability and inter-period equity, and creating additional transparency.

Joshua Basin Water District
Notes to the Financial Statements
For the Fiscal Years Ended June 30, 2013 and 2012

(16) Governmental Accounting Standards Board Statements, continued

Newly Issued Accounting Pronouncements, But Not Yet Effective, continued

Governmental Accounting Standards Board Statement No. 68, continued

This Statement replaces the requirements of Statement No. 27, *Accounting for Pensions by State and Local Governmental Employers*, as well as the requirements of Statement No. 50, *Pension Disclosures*, as they relate to pensions that are provided through pension plans administered as trusts or equivalent arrangements (hereafter jointly referred to as trusts) that meet certain criteria. The requirements of Statements 27 and 50 remain applicable for pensions that are not covered by the scope of this Statement. The provisions of Statement 68 are effective for fiscal years beginning after June 15, 2014. The impact of the implementation of this Statement to District's financial statements has not been assessed at this time.

Governmental Accounting Standards Board Statement No. 69

In January 2013, the GASB issued Statement No. 69 – *Government Combinations and Disposals of Government Operations*. The objective of this Statement is to provide new accounting and financial reporting standards for government mergers and acquisitions and for government operations that have been transferred or sold. The provisions of this Statement are effective for financial statements for periods beginning after December 15, 2013. The impact of the implementation of this Statement to District's financial statements has not been assessed at this time.

Governmental Accounting Standards Board Statement No. 70

In April 2013, the GASB issued Statement No. 70 – *Accounting and Financial Reporting for Non-exchange Guarantees*. Provisions of this Statement require that governments that extend non-exchange financial guarantees to recognize a liability when qualitative factors and historic data, if any, indicate that it is more likely than not that the government will be required to make a payments on the guarantee. The amount of the liability to be recognized should be the discounted present value of the best estimate of the future outflows related to the guarantee expected to be incurred. When there is no best estimate but a range of the estimated future outflows can be established, the amount of the liability to be recognized should be the discounted present value of the minimum amount within the range. The impact of the implementation of this Statement to District's financial statements has not been assessed at this time.

(17) Commitments and Contingencies

Grant Awards

Grant funds received by the District are subject to audit by the grantor agencies. Such audit could lead to requests for reimbursements to the grantor agencies for expenditures disallowed under terms of the grant. Management of the District believes that such disallowances, if any, would not be significant.

Construction Contracts

The District has a variety of agreements with private parties relating to the installation, improvement or modification of water and wastewater 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 capital contributions.

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 believes the ultimate outcome of such matters, if any, will not materially affect its financial condition.

(18) Subsequent Events

Events occurring after June 30, 2013, have been evaluated for possible adjustment to the financial statements or disclosure as of September 30, 2013, which is the date the financial statements were available to be issued. The District is not aware of any subsequent events that would require recognition or disclosure in the financial statements.

Required Supplementary Information

**Joshua Basin Water District
Schedule of Funding Status
For the Fiscal Years Ended June 30, 2013 and 2012**

(1) Defined Benefit Pension Plan

Development of the Actuarial Value of Assets Calculation in a Risk Pool			
The District is part of the CalPERS Miscellaneous 2.0% at 55 yrs. Risk Pool	<u>June 30, 2011</u>	<u>June 30, 2012</u>	<u>June 30, 2013</u>
1. Plan's accrued liability	\$ 1,029,643	-	-
2. Plan's side fund	-	-	-
3. Pool's accrued liability	3,619,835,876	-	-
4. Pool's side fund	(115,840,552)	-	-
5. Pool's actuarial value of assets (AVA) including receivables	3,203,214,899	-	-
6. Plan's actuarial value of assets (AVA) including receivables [(1+2) / (3+4) x 5]	941,259	-	-
7. Pool's market value of assets (MVA) including receivables	2,867,303,802	-	-
8. Plan's market value of assets (MVA) including receivables [(1+2) / (3+4) x 7]	842,552	-	-

Funding History

The Funding History below shows the actuarial accrued liability, the actuarial value of assets, the market value of assets, funded ratios and the annual covered payroll. The actuarial value of assets is used to establish funding requirements and the funded ratio on this basis represents the progress toward fully funding future benefits for current plan participants. The funded ratio based on the market value of assets is an indicator of the short-term solvency of the plan in the risk pool.

Actuarial Valuation Date	Actuarial Accrued Liability (a)	Actuarial Value of Assets (AVA) (b)	Market Value of Assets (MVA) (c)	Funded Ratio AVA (b/a)	MVA (c/a)	Annual Covered Payroll
June 30, 2011	\$ 1,029,643	941,259	842,552	91.42%	81.83%	\$ 2,331,588
June 30, 2012	*	-	-	0.00%	0.00%	-
June 30, 2013	*	-	-	0.00%	0.00%	-

* CalPERS has not provided the information for these periods as of the date of the audit report.

< Page Intentionally Left Blank >

Report on Internal Controls and Compliance



Charles Z. Fedak, CPA, MBA
Paul J. Kaymark, CPA
Christopher J. Brown, CPA

Charles Z. Fedak & Company

Certified Public Accountants
An Accountancy Corporation

6081 Orange Avenue
Cypress, California 90630
(714) 527-1818
(562) 598-6565
FAX (714) 527-9154
EMAIL czfco@czfcpa.com
WEB www.czfcpa.com

Independent Auditor's Report on Internal Controls Over Financial Reporting And on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*

Board of Directors
Joshua Basin Water District
Joshua Tree, California

We have audited, in accordance with the 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, the financial statements of the Joshua Basin Water District (District) as of and for the years ended June 30, 2013 and 2012, and the related notes to the financial statements, which collectively comprises the District's basic financial statements, and have issued our report thereon dated September 30, 2013.

Internal Control Over Financial Reporting

In planning and performing our audits of the financial statements, we considered the District's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we do not express an opinion on the effectiveness of the District's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the District's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audits, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

**Independent Auditor's Report on Internal Controls Over Financial Reporting
And on Compliance and Other Matters Based on an Audit of Financial Statements
Performed in Accordance with *Government Auditing Standards*, (continued)**

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Charles Z. Fedak & Company, CPA's - An Accountancy Corporation
Cypress, California
September 30, 2013

JOSHUA BASIN WATER DISTRICT
Minutes of the
REGULAR MEETING OF THE FINANCE COMMITTEE
Monday, October 28, 2013
61750 Chollita Road, Joshua Tree, CA 92252

1. CALL TO ORDER 3:00 PM

2. PLEDGE OF ALLEGIANCE

Committee Members Present: Victoria Fuller, Vice President
Robert Johnson, Director

Staff Present: Susan Greer, Assistant General Manager/Controller
Anne Roman, Accountant

Guests: 1

3. APPROVAL OF AGENDA

MSC/Fuller/Johnson 2/0 to approve the agenda for the October 28, 2013 Agenda Committee meeting.

4. PUBLIC COMMENT

None.

5. APPROVE MINUTES OF THE PRIOR COMMITTEE MEETING

MSC/Fuller/Johnson 2/0 to approve the minutes of October 14, 2013.

6. DISCUSS PENDING WATER PROJECT APPROVALS

None. Brief discussion on Joshua Tree project heard about on radio – not yet presented to District again for approval – old project expired.

7. APPOINT FINANCE COMMITTEE CHAIRPERSON

MSC/Johnson/Fuller to appoint Victoria Fuller

8. DISCUSS H ZONE FRONT FOOTAGE (MAINLINE REIMBURSEMENT) FEE

Presentation by Susan Greer

9. AUGUST FINANCIAL REPORT REVIEW

Review by Susan Greer. MSC/Johnson/Fuller – also brief discussion about frequency of financial reporting ensued.

Staff requested Special meeting date of November 19, 2013 at 3:00 PM for audit discussion and presentation by auditor before presentation to full board.

10. ADJOURNMENT

MSC/Fuller/Johnson 2/0 to adjourn the meeting at 4:15 PM.

Respectfully submitted;

Susan Greer, Acting General Manager/Controller

CHECK NO	CHECK DATE	STATUS	VENDOR INFO			CHECK AMOUNT
053833	10/04/2013	R 1	CUSTOMER REFUNDS (MISC.)			
			I-000201309302274	LATHAM, EVELYN H	:US REFUND	3.24

						3.24
053834	10/04/2013	R 1	CUSTOMER REFUNDS (MISC.)			
			I-000201309302275	AFFORDABLE RENTALS	:US REFUND	28.10

						28.10
053835	10/04/2013	R 1	CUSTOMER REFUNDS (MISC.)			
			I-000201309302276	TRI VALLEY REALTY	:US REFUND	23.82

						23.82
053836	10/03/2013	R	000156	MICHAEL JEAN KLUTTS		
			I-20130905-508	HDMC WASTEWATER: SCADA		12,377.44

						12,377.44
053837	10/04/2013	R	000675	AQUA-METRIC SALES COMPANY		
			I-0049324-IN	INVENTORY		6,679.95

						6,679.95
053838	10/04/2013	R	001004	BUSINESS CARD		
			I-BA1013	GM RECRUIT/EE TRNING/OFF SUPPLY		3,917.89

						3,917.89
053839	10/04/2013	R	000241	BRIAN'S LOCK SHOP		
			I-6393	BULLETIN BOARD LOCK REPAIR		90.00

						90.00
053840	10/04/2013	R	002565	DUDEK AND ASSOCIATES, INC		
			I-20133636	ENG SERV: MULTIPLE PROJECTS		6,540.61

						6,540.61
053841	10/04/2013	R	003025	FEDEX		
			I-2-414-95264	SHIPPING: METER TEST		39.78

						39.78
053842	10/04/2013	R	003505	LORI PARKER		
			I-8879	JD 710G TIRE MOUNT		10.80

						10.80

CHECK NO	CHECK DATE	STATUS	VENDOR INFO		CHECK AMOUNT
053843	10/04/2013	R	004720	INLAND WATER WORKS	
			I-256367	MAINLINE/LEAK REPAIR SUPPLIES	601.18
			I-256368	BOOSTER STATION REPAIR	3,642.62
			I-256369	PUMPING PLANT SUPPLIES	153.79

					4,397.59
053844	10/04/2013	R	005621	KENNY STRICKLAND, INC	
			I-9115644	FUEL FOR VEHICLES	2,884.38
			I-9115645	FUEL FOR VEHICLES	1,394.65

					4,279.03
053845	10/04/2013	R	006200	HELEN A. MCALLISTER	
			I-5831B	JANITORIAL SERVICES - SEPT 13	548.75

					548.75
053846	10/04/2013	R	000233	YUCCA VALLEY AUTO PARTS, INC.	
			C-040776	CREDIT: GENERATOR BATTERY CORE	16.20CR
			I-040650	VEHICLE SUPPLIES	22.52
			I-040665	VEHICLE SUPPLIES	46.77
			I-040861	VEHICLE SUPPLIES	17.27

					70.36
053847	10/04/2013	R	008300	POSTMASTER	
			I-SD100213	POSTAGE FOR WATER BILLING	3,000.00

					3,000.00
053848	10/04/2013	R	008414	ROBERT L. STEPHENSON	
			I-1356	VIDEO TAPING BD MEETINGS - SEP	200.00

					200.00
053849	10/04/2013	R	009072	LAW OFFICES REDWINE AND SHERRILL	
			I-RS0913	LEGAL SERVICES - SEPT 13	11,252.00

					11,252.00
053850	10/04/2013	R	009878	SOUTHERN CALIFORNIA EDISON	
			I-SCE0913	POWER FOR PUMPING - SEPT 13	28,671.78

					28,671.78
053851	10/04/2013	R	010690	TYLER TECHNOLOGIES	
			I-025-78874	ONLINE PRODUCTS - OCT 13	185.00

					185.00

CHECK NO	CHECK DATE	STATUS	VENDOR INFO			CHECK AMOUNT
053852	10/11/2013	R	1	CUSTOMER REFUNDS (MISC.)		
				I-000201310082277	AGUILAR, CRYSTAL :US REFUND	3.78

						3.78
053853	10/11/2013	R	1	CUSTOMER REFUNDS (MISC.)		
				I-000201310082278	PREFERRED GROUP PROP:US REFUND	53.15

						53.15
053854	10/11/2013	R	1	CUSTOMER REFUNDS (MISC.)		
				I-000201310082279	AYASH, ELIZABETH :US REFUND	134.99

						134.99
053855	10/11/2013	R	1	CUSTOMER REFUNDS (MISC.)		
				I-000201310082280	RDC JERSON LLC :US REFUND	32.06

						32.06
053856	10/11/2013	R	1	CUSTOMER REFUNDS (MISC.)		
				I-000201310082281	PIERCE, JESSICA H :US REFUND	32.06

						32.06
053857	10/11/2013	R	1	CUSTOMER REFUNDS (MISC.)		
				I-000201310082282	ESPINAL, DOMINGO A :US REFUND	3.88

						3.88
053858	10/11/2013	R	1	CUSTOMER REFUNDS (MISC.)		
				I-000201310082283	MEYER, AUDREY J :US REFUND	49.18

						49.18
053859	10/11/2013	R	1	CUSTOMER REFUNDS (MISC.)		
				I-000201310082284	DENTON, JUSTIN D :US REFUND	28.34

						28.34
053860	10/11/2013	R	1	CUSTOMER REFUNDS (MISC.)		
				I-000201310082285	WHITE, CYDNEY :US REFUND	45.72

						45.72
053861	10/11/2013	R	1	CUSTOMER REFUNDS (MISC.)		
				I-000201310082286	BORDNER, TIMOTHY :US REFUND	51.96

						51.96

CHECK NO	CHECK DATE	STATUS	VENDOR INFO			CHECK AMOUNT
053862	10/11/2013	R 1	CUSTOMER REFUNDS (MISC.)			
			I-000201310082287	JASPER, KEVIN M	:US REFUND	17.75

						17.75
053863	10/11/2013	R 1	CUSTOMER REFUNDS (MISC.)			
			I-000201310082288	CAMPBELL, MARK S	:US REFUND	11.84

						11.84
053864	10/11/2013	R 1	CUSTOMER REFUNDS (MISC.)			
			I-000201310082289	ASHLEY-WALDROUP, DES:	US REFUND	37.67

						37.67
053865	10/11/2013	R	001630	AT&T MOBILITY		
			I-829480028X10052013	COMMUNICATIONS - SEPT 13		1,565.77

						1,565.77
053866	10/11/2013	R	001555	CENTRAFEL		
			I-131003192101	DISPATCH SERVICES - SEPT 13		216.55

						216.55
053867	10/11/2013	R	001933	COUNTY OF SAN BERNARDINO		
			I-2013-0034PT	UNPAID SPECIAL ASSESSMNT REPRT		715.80

						715.80
053868	10/11/2013	R	001898	STEPHEN CORBIN		
			I-SC100313	REIMB: AWWA MEALS & TRAVEL		178.17

						178.17
053869	10/11/2013	R	000223	DITCH WITCH CENTRAL CALIFORNIA		
			I-P84188	UTILITY HYDRO VACUUM SUPPLIES		306.27

						306.27
053870	10/11/2013	R	000070	ONLINE INFORMATION SERVICES, INC.		
			I-529516	ID VERIF. SERV. THRU 09/30/13		202.80

						202.80
053871	10/11/2013	R	000236	PAYPRO ADMINISTRATORS		
			I-PP101113	EE FSA DEDUCTIONS 10-11-13		470.81

						470.81

CHECK NO	CHECK DATE	STATUS	VENDOR INFO			CHECK AMOUNT
053872	10/11/2013	R	009054	KATHLEEN J. RADNICH I-092913-40	PUBLIC RELATIONS SERVICES	720.00 ----- 720.00
053873	10/11/2013	R	009615	MARIE SALSBERY I-MS100213	REIMB: MEALS/DRINKS BOARD MTGS	88.19 ----- 88.19
053874	10/11/2013	R	000290	TFI RESOURCES, INC. I-NK575662	TEMPORARY LABOR	434.20 ----- 434.20
053875	10/18/2013	R	1	CUSTOMER REFUNDS (MISC.) I-000201310152290	ROTH, CASEY S :US REFUND	17.45 ----- 17.45
053876	10/18/2013	R	1	CUSTOMER REFUNDS (MISC.) I-000201310152291	FLORES, VERONICA A :US REFUND	12.67 ----- 12.67
053877	10/18/2013	R	1	CUSTOMER REFUNDS (MISC.) I-000201310152292	LAKE, WILLIAM M :US REFUND	66.24 ----- 66.24
053878	10/18/2013	R	1	CUSTOMER REFUNDS (MISC.) I-000201310152293	FARRINGTON, MICHAELE:US REFUND	28.95 ----- 28.95
053879	10/18/2013	R	000501	ACWA/JPIA I-ACWA1113	EE HEALTH BENEFIT & EAP NOV 13	12,068.48 ----- 12,068.48
053880	10/18/2013	R	000501	ACWA/JPIA I-JPIA093013	WORKERS COMP JULY-SEPT 2013	10,446.24 ----- 10,446.24
053881	10/18/2013	R	000675	AQUA-METRIC SALES COMPANY I-0049408-IN	2 HYDRANT METERS	2,207.54 ----- 2,207.54

CHECK NO	CHECK DATE	STATUS	VENDOR INFO		CHECK AMOUNT
053882	10/18/2013	R	001461	DEBORAH BOLLINGER	
			I-569	WATER CONSERVATION - SEPT 13	2,500.00
			I-569A	WATER CONSERVATION - SEPT 13	75.00

					2,575.00
053883	10/18/2013	R	004110	BURRTEC WASTE & RECYCLING SVCS	
			I-BW1013	RECYCLING - OCT 13	57.48
			I-BW1013B	TRASH REMOVAL - OCT 13	255.48
			I-BW1013C	TRASH REMOVAL - OCT 13	81.99

					394.95
053884	10/18/2013	R	000137	CAL-OSHA REPORTER	
			I-440127	CAL-OSHA SUBSCRIPTION	395.00

					395.00
053885	10/18/2013	R	001528	CARPI & CLAY, INC	
			I-CC0913	LOBBYIST - SEPT 13	1,750.00

					1,750.00
053886	10/18/2013	R	001560	CENTURY FORMS, INC.	
			I-71726	WATER BILL	1,602.28

					1,602.28
053887	10/18/2013	R	001850	CLINICAL LAB OF S.B. INC	
			I-931318	SAMPLING - SEPT 13	1,354.00

					1,354.00
053888	10/18/2013	R	001865	COMPUTER GALLERY	
			I-308017CW	FINANCE PRINTER INSTALLATION	218.75
			I-308042CW	PRINTER MAINTENANCE - SEPT 13	98.63
			I-308043CW	PRINTER MAINT SHOP - SEPT 13	56.59
			I-308053CW	PLAT. MAINTENANCE - NOV 13	3,312.00
			I-308068CW	BDR BACKUP SERVICE - NOV 13	1,010.00

					4,695.97
053889	10/18/2013	R	000223	DITCH WITCH CENTRAL CALIFORNIA	
			I-P84182	UTILITY HYDRO VACUUM SUPPLIES	17.43

					17.43
053890	10/18/2013	R	002420	DLT SOLUTIONS, INC	
			I-SI233934	2014 AUTOCAD SUBSCRIPT RENEWAL	1,264.69

					1,264.69

CHECK NO	CHECK DATE	STATUS	VENDOR INFO		CHECK AMOUNT
053891	10/18/2013	R	002565	DUDEK AND ASSOCIATES, INC I-20133966	9,440.00 ----- 9,440.00
053892	10/18/2013	R	003025	FEDEX I-2-429-41927	23.87 ----- 23.87
053893	10/18/2013	R	003215	LURCHZ CUSTOMZ LLC I-13625	625.02 ----- 625.02
053894	10/18/2013	R	000058	GARDA CL WEST, INC. I-192-458413	475.40 ----- 475.40
053895	10/18/2013	R	003505	LORI PARKER I-8961 I-8985	185.66 17.00 ----- 202.66
053896	10/18/2013	R	004152	HI-DESERT STAR I-HDS093013	1,783.56 ----- 1,783.56
053897	10/18/2013	R	004195	HOME DEPOT CREDIT SERVICES I-HD1013	2,004.64 ----- 2,004.64
053898	10/18/2013	R	004720	INLAND WATER WORKS I-256634 I-256635 I-256663 I-256836 I-256837	153.79 751.68 5,346.00 861.08 486.00 ----- 7,598.55
053899	10/18/2013	R	000084	JOHNSON MACHINERY CO. I-SW030121063 I-SW030121113 I-SW030121114	1,652.01 1,083.15 1,184.99 ----- 3,920.15

CHECK NO	CHECK DATE	STATUS	VENDOR INFO		CHECK AMOUNT
053900	10/18/2013	R	005080	J & J BROTHERS CONST CO., INC. I-16833 RECHARGE PIPELINE	4,404.20 ----- 4,404.20
053901	10/18/2013	R	000321	JW MARRIOTT HOTEL I-JW101413 ACWA FALL CONFERENCE HOTEL	3,185.00 ----- 3,185.00
053902	10/18/2013	R	000286	LEGACY OFFICE PRODUCTS I-0002121-001 OFFICE SUPPLIES/SHOP EXPENSE I-0002122-001 OFFICE SUPPLIES	157.46 38.64 ----- 196.10
053903	10/18/2013	R	006030	RANDY LITTLE I-RL101513 REIMB: MILES TO/FROM AIRPORT	105.54 ----- 105.54
053904	10/18/2013	R	006790	MOBILE MINI, LLC - CA I-217008636 23' RECORD STORAGE RENTAL	227.18 ----- 227.18
053905	10/18/2013	R	000315	MORONGO BASIN AMBULANCE ASSN. I-MBAA101513 AHA FIRST AID & CPR CLASS	50.00 ----- 50.00
053906	10/18/2013	R	000233	YUCCA VALLEY AUTO PARTS, INC. I-041382 GENERATOR SUPPLIES I-041429 VEHICLE REPAIRS	25.29 102.16 ----- 127.45
053907	10/18/2013	R	000236	PAYPRO ADMINISTRATORS I-36644 FSA ADMIN FEES - SEPT 13	50.00 ----- 50.00
053908	10/18/2013	R	008405	PRECISION ASSEMBLY I-15732 SEPT WATER BILLING & PUBL INFO	1,828.97 ----- 1,828.97
053909	10/18/2013	R	008415	PRUDENTIAL OVERALL SPLY. I-20757693 SHOP EXPENSE	94.12 ----- 94.12

CHECK NO	CHECK DATE	STATUS	VENDOR INFO		CHECK AMOUNT
053910	10/18/2013	R	009054	KATHLEEN J. RADNICH I-100613-41 PUBLIC RELATIONS SERVICES	720.00 ----- 720.00
053911	10/18/2013	R	901385	SIMPLER LIFE EMERGENCY I-33866 EMERGENCY PREPAREDNESS	4,652.20 ----- 4,652.20
053912	10/18/2013	R	009880	SOUTHERN CALIFORNIA EDISON CO I-SCE1013 POWER TO BLDGS & GEN - OCT 13	1,992.59 ----- 1,992.59
053913	10/18/2013	R	003596	SUPERMEDIA LLC I-SM1013 MORONGO BASIN ADVERT - OCT 13	22.50 ----- 22.50
053914	10/18/2013	R	000290	TFI RESOURCES, INC. I-NK578206 TEMPORARY LABOR	434.20 ----- 434.20
053915	10/18/2013	R	010635	TOPS N BARRICADES I-1035448 SAFETY EXPENSE	94.18 ----- 94.18
053916	10/18/2013	R	010690	TYLER TECHNOLOGIES I-025-79321 INSITE TRANS FEES: JULY-SEPT	1,833.75 ----- 1,833.75
053917	10/18/2013	R	010850	UNDERGROUND SERVICE ALERT I-920130331 TICKET DELIVERY SERVICE - SEPT	54.00 ----- 54.00
053918	10/18/2013	R	901353	MICHAEL W. BRANNING I-UGC100313 DEMO GRDN/ BUILD MAINT- SEP 13	395.00 ----- 395.00
053919	10/18/2013	R	000247	UNITED STATES PLASTIC CORP I-3833046 PUMPING PLANT SUPPLIES	253.04 ----- 253.04

CHECK NO	CHECK DATE	STATUS	VENDOR INFO		CHECK AMOUNT
053920	10/18/2013	R	010990	UTILIQUEST L.L.C.	
			I-200401-Q	CONTRACT LOCATING EXPENSE	91.63
			I-200677-Q	CONTRACT LOCATING EXPENSE	427.70
			I-200916-Q	CONTRACT LOCATING EXPENSE	192.62

					711.95
053921	10/18/2013	R	011114	VAN DYKE CORP	
			I-17774	HDMC WASTEWATER CONSTRUCTION	29,697.48

					29,697.48
053922	10/18/2013	R	003595	VERIZON CALIFORNIA	
			I-V1013	TELEPHONE (SHOP) - OCT 13	253.98

					253.98
053923	10/18/2013	R	012020	XEROX CORPORATION	
			I-070398597	OFFICE EXPENSE 8/20/13-9/20/13	681.55

					681.55
053924	10/25/2013	R	1	CUSTOMER REFUNDS (MISC.)	
			I-000201310232294	INC REAL ESTATE CORP:US REFUND	75.39

					75.39
053925	10/25/2013	R	1	CUSTOMER REFUNDS (MISC.)	
			I-000201310232295	FRIESEN, MATTHEW D :US REFUND	39.24

					39.24
053926	10/25/2013	R	1	CUSTOMER REFUNDS (MISC.)	
			I-000201310232296	HACK, HILLARY L :US REFUND	19.27

					19.27
053927	10/25/2013	R	1	CUSTOMER REFUNDS (MISC.)	
			I-000201310232297	JASPER, SHANNA E :US REFUND	12.72

					12.72
053928	10/25/2013	R	1	CUSTOMER REFUNDS (MISC.)	
			I-000201310232298	ESPINOSA, DANIEL :US REFUND	20.45

					20.45
053929	10/25/2013	R	1	CUSTOMER REFUNDS (MISC.)	
			I-000201310232299	DAVIS, WILLIAM L. :US REFUND	35.52

					35.52

CHECK NO	CHECK DATE	STATUS	VENDOR INFO		CHECK AMOUNT
053930	10/25/2013	R	1	CUSTOMER REFUNDS (MISC.) I-000201310232300 TRI VALLEY REALTY :US REFUND	5.52 ----- 5.52
053931	10/25/2013	R	1	CUSTOMER REFUNDS (MISC.) I-000201310232301 AAA PROPERTY MANAGEM:US REFUND	42.88 ----- 42.88
053932	10/25/2013	R	1	CUSTOMER REFUNDS (MISC.) I-000201310232302 FARRINGTON, MICHAEL:US REFUND	23.82 ----- 23.82
053933	10/25/2013	R	000575	AFSCME LOCAL 1902 I-AFSCME1013 EE UNION DUES - OCT 13	526.50 ----- 526.50
053934	10/25/2013	R	001519	CALIFORNIA RURAL WATER ASSOC I-CRWA101713 EMPLOYEE TRAINING	125.00 ----- 125.00
053935	10/25/2013	R	001652	CIRCLE MOUNTAIN BIOLOGICAL I-CM091913 RECHARGE: BASIN & PIPELINE	3,559.80 ----- 3,559.80
053936	10/25/2013	R	001888	RICHARD H COOK I-RC101813 EMERGENCY MANAGEMENT PROGRAM	3,277.75 ----- 3,277.75
053937	10/25/2013	R	000205	LORI HERBEL I-LH100113 PUBLIC INFO/FARMER'S MARKET	125.00 ----- 125.00
053938	10/25/2013	R	000322	GARY L. BOWERS I-681 WATER DELIVERY-RECHARGE PIPELN	150.00 ----- 150.00
053939	10/25/2013	R	006800	MOJAVE WATER AGENCY I-MWA102513 HIGH DESERT WATER SUMMIT 2013	100.00 ----- 100.00

CHECK NO	CHECK DATE	STATUS	VENDOR INFO		CHECK AMOUNT
053940	10/25/2013	R	000236	PAYPRO ADMINISTRATORS I-PP102513 EE FSA DEDUCTIONS 10-25-13	470.81 ----- 470.81
053941	10/25/2013	R	008200	PITNEY BOWES INC. I-1285502-OT13 LEASING CHARGES - 4TH QTR 13	294.71 ----- 294.71
053942	10/25/2013	R	009054	KATHLEEN J. RADNICH I-1001313-42 PUBLIC RELATIONS SERVICES	684.00 ----- 684.00
053943	10/25/2013	R	000290	TFI RESOURCES, INC. I-NK581042 TEMPORARY LABOR	434.20 ----- 434.20
053944	10/25/2013	R	000510	TIME WARNER CABLE I-TW1013 CABLE & INTERNET - OCT 13	399.83 ----- 399.83
053945	10/25/2013	R	003600	VERIZON CALIFORNIA I-V1013 TELEPHONE (OFFICE) - OCT 13	799.12 ----- 799.12
053946	10/25/2013	R	000009	WESTERN PUMP, INC. I-W25281 REPAIRS: GAS PUMP	1,077.12 ----- 1,077.12
053947	10/31/2013	R	1	CUSTOMER REFUNDS (MISC.) I-000201310292303 PEARCE, MICHAEL R :US REFUND	50.77 ----- 50.77
053948	10/31/2013	R	1	CUSTOMER REFUNDS (MISC.) I-000201310292304 RDC JERSON LLC :US REFUND	43.25 ----- 43.25
053949	10/31/2013	R	1	CUSTOMER REFUNDS (MISC.) I-000201310292305 BIBBS, CASEY JR :US REFUND	13.44 ----- 13.44

CHECK NO	CHECK DATE	STATUS	VENDOR INFO			CHECK AMOUNT
053950	10/31/2013	R	1	CUSTOMER REFUNDS (MISC.) I-000201310292306	CHRISS, KEVIN :US REFUND	50.46 ----- 50.46
053951	10/31/2013	R	1	CUSTOMER REFUNDS (MISC.) I-000201310292307	MELLAND, COLLIN S :US REFUND	84.91 ----- 84.91
053952	10/31/2013	R	1	CUSTOMER REFUNDS (MISC.) I-000201310292308	PRESTIGE PROPERTIES :US REFUND	50.77 ----- 50.77
053953	10/31/2013	R	1	CUSTOMER REFUNDS (MISC.) I-000201310292309	AVALOS, SONETTE D :US REFUND	86.43 ----- 86.43
053954	10/31/2013	R	1	CUSTOMER REFUNDS (MISC.) I-000201310292310	VALDEZ, CANDIS :US REFUND	56.73 ----- 56.73
053955	10/31/2013	R	1	CUSTOMER REFUNDS (MISC.) I-000201310292311	COLINDRES, IRIS M :US REFUND	55.54 ----- 55.54
053956	10/31/2013	R	001012	BARTLE WELLS ASSOCIATES I-BWA447B-1003	RATE & FEE STUDY - 2013	7,295.00 ----- 7,295.00
053957	10/31/2013	R	000261	BONTERRA CONSULTING I-20878	RECHARGE PIPE CONSULT SERVICES	306.25 ----- 306.25
053958	10/31/2013	R	004110	BURRTEC WASTE & RECYCLING SVCS I-BW1113 I-BW1113B I-BW1113C	RECYCLING - NOV 13 TRASH REMOVAL - NOV 13 TRASH REMOVAL - NOV 13	57.48 255.48 81.99 ----- 394.95
053959	10/31/2013	R	001595	CHEM-TECH INTERNATIONAL, INC. I-JBWD167	WATER TREATMENT EXPENSE	1,215.32 ----- 1,215.32

CHECK NO	CHECK DATE	STATUS	VENDOR INFO	CHECK AMOUNT
053960	10/31/2013	R	000237 COLONIAL LIFE & ACCIDENT INSURANCE CO, INC. I-3990561-1005358 EE LIFE INSURANCE- NOV 13	680.20 ----- 680.20
053961	10/31/2013	R	002565 DUDEK AND ASSOCIATES, INC I-20133952 CONST MGMT: RECHARGE I-20133953 CONST MGMT: HDMC WASTE WATER	2,676.77 19,863.71 ----- 22,540.48
053962	10/31/2013	R	003025 FEDEX I-2-444-49459 SHIPPING: METER TEST	51.77 ----- 51.77
053963	10/31/2013	R	004190 HI-WAY SAFETY INC I-9784 UNIFORMS: SAFETY JACKETS	104.66 ----- 104.66
053964	10/31/2013	R	004720 INLAND WATER WORKS I-257256 INVENTORY/SMALL TOOLS I-257257 SMALL TOOLS	1,027.21 57.24 ----- 1,084.45
053965	10/31/2013	R	000286 LEGACY OFFICE PRODUCTS I-0002251-001 OFFICE SUPPLIES	60.53 ----- 60.53
053966	10/31/2013	R	006029 LIEBERT CASSIDY WHITMORE I-171557 LEGAL SERVICES - SEPT 13 I-171558 LEGAL SERVICES-MOU NEGOTIATION	450.00 2,506.05 ----- 2,956.05
053967	10/31/2013	R	006504 MC CALL'S METERS, INC. I-24638 CERTIFIED FLOW TEST	45.84 ----- 45.84
053968	10/31/2013	R	006507 McMASTER-CARR SUPPLY COMPANY I-63196799 SMALL TOOLS/ SHOP EXPENSE	837.67 ----- 837.67
053969	10/31/2013	R	006810 MOJAVE DESERT AQMD I-MD2460 PERMIT RENEWAL FEE- PARK BLVD	265.78

CHECK NO	CHECK DATE	STATUS	VENDOR INFO		CHECK AMOUNT
			I-MD2462	PERMIT RENWL FEES- VARIOUS LOC	809.82
			I-MD2463	PERMIT RENEWAL FEE- CHOLLITA	269.94

					1,345.54
053970	10/31/2013	R	000233	YUCCA VALLEY AUTO PARTS, INC.	
			I-044048	SHOP EXPENSE	7.78
			I-044121	SMALL TOOLS/SHOP EXPENSE	63.02
			I-044490	SMALL TOOLS	75.59

					146.39
053971	10/31/2013	R	000159	OASIS OFFICE SUPPLY	
			I-40558	SHIPPING: I-1 FLOW METER	35.33
			I-42096	SHIPPING	8.70

					44.03
053972	10/31/2013	R	008415	PRUDENTIAL OVERALL SPLY.	
			I-20764769	SHOP EXPENSE	94.12

					94.12
053973	10/31/2013	R	009054	KATHLEEN J. RADNICH	
			I-102013-43	PUBLIC RELATIONS SERVICES	727.20

					727.20
053974	10/31/2013	R	009878	SOUTHERN CALIFORNIA EDISON	
			I-SCE1013	POWER FOR PUMPING - OCT 13	27,266.53

					27,266.53
053975	10/31/2013	R	000290	TFI RESOURCES, INC.	
			I-NK583628	TEMPORARY LABOR	347.36

					347.36
053976	10/31/2013	R	010690	TYLER TECHNOLOGIES	
			I-025-80966	ONLINE PRODUCTS - NOV 13	185.00

					185.00
053977	10/31/2013	R	010990	UTILIQUEST L.L.C.	
			I-201222-Q	CONTRACT LOCATING EXPENSE	33.20
			I-201463-Q	CONTRACT LOCATING EXPENSE	33.20

					66.40
053978	10/31/2013	R	003605	VERIZON	

CHECK NO	CHECK DATE	STATUS	VENDOR INFO	CHECK AMOUNT
			I-V1013 TELEPHONE- HDMC WASTE WATER	177.12

				177.12
053979	10/31/2013	R	000091 SAN BERNARDINO COUNTY RECORDER	
			I-SB103013 RELEASE OF A LIEN	14.00
			I-SB103013A RELEASE OF A LIEN	14.00
			I-SB103013B RELEASE OF A LIEN	14.00

				42.00
*900386	10/11/2013	D	000248 PAYCHEX	
			I-10802921 TIME & LABOR ONLINE USAGE FEE	49.16

				49.16
900387	10/10/2013	D	001517 CalPERS	
			I-PPE 10-4-13 PAY PERIOD ENDING 10/04/13	8,142.28

				8,142.28
900388	10/11/2013	D	000248 PAYCHEX	
			I-206072 PAYROLL PROCESSING FEE	284.41

				284.41
900389	10/24/2013	D	001517 CalPERS	
			I-PPE 10-18-13 PAY PERIOD ENDING 10/18/13	8,342.66

				8,342.66
900390	10/25/2013	D	000248 PAYCHEX	
			I-206968 PAYROLL PROCESSING FEE	294.39

				294.39
900391	10/31/2013	D	000025 ICMA RC	
			I-900391 457 REMITTANCE - OCT 13	1,781.10

				1,781.10
TOTALS:	153			304,452.61
			LESS - PRIOR MONTH VOIDS:	
			LESS - CURRENT MONTH VOIDS:	
				0.00
				0.00

				304,452.61
				=====

JOSHUA BASIN WATER DISTRICT

OCTOBER 2013

DIRECTOR PAY

PAY PERIODS: 9/21/2013 - 10/18/2013

Director	Date	Type	Amount	Notes
VICTORIA J FULLER	10/02/2013	Director Pay	173.63	JBWD BOARD MEETING
VICTORIA J FULLER	10/05/2013	UNPAID DIRECTOR	0.00	8/23/13 SAN BERNARDINO COUNTY WATER CONFERENCE
VICTORIA J FULLER	10/14/2013	UNPAID DIRECTOR	0.00	PIC & FINANCE MEETING
VICTORIA J FULLER	10/16/2013	Director Pay	173.63	JBWD BOARD MEETING
			<u>347.26</u>	
ROBERT JOHNSON	10/02/2013	Director Pay	173.63	JBWD BOARD MEETING
ROBERT JOHNSON	10/05/2013	UNPAID DIRECTOR	0.00	8/23/13 SAN BERNARDINO COUNTY WATER CONFERENCE
ROBERT JOHNSON	10/14/2013	UNPAID DIRECTOR	0.00	FINANCE COMMITTEE MEETING
ROBERT JOHNSON	10/16/2013	Director Pay	173.63	JBWD BOARD MEETING
			<u>347.26</u>	
MICKEY C LUCKMAN	10/02/2013	Director Pay	173.63	JBWD BOARD MEETING
MICKEY C LUCKMAN	10/05/2013	Mileage/Vehicle Expense	-146.90	REVERSE- PAID IN ERROR: 7/24 & 7/25 MILES TO/FROM MWA
MICKEY C LUCKMAN	10/16/2013	Director Pay	173.63	JBWD BOARD MEETING
			<u>200.36</u>	
MICHAEL P REYNOLDS	09/21/2013	Director Pay	173.63	8/23/13 SAN BERNARDINO COUNTY WATER CONFERENCE
MICHAEL P REYNOLDS	09/21/2013	Mileage/Vehicle Expense	106.22	8/23/13 MILES: SAN BERNARDINO COUNTY WATER CONFERENCE
MICHAEL P REYNOLDS	09/21/2013	Director Pay	173.63	9/16/13 SPECIAL DISTRICTS MEETING
MICHAEL P REYNOLDS	09/21/2013	Mileage/Vehicle Expense	107.58	9/16/13 MILES: SPECIAL DISTRICTS
MICHAEL P REYNOLDS	10/02/2013	Director Pay	173.63	JBWD BOARD MEETING
MICHAEL P REYNOLDS	10/16/2013	Director Pay	173.63	JBWD BOARD MEETING
			<u>908.32</u>	
GARY L WILSON	10/02/2013	Director Pay	173.63	JBWD BOARD MEETING
GARY L WILSON	10/16/2013	Director Pay	173.63	JBWD BOARD MEETING
			<u>347.26</u>	
TOTAL			<u><u>2,150.46</u></u>	

	BEGINNING BALANCE	TOTAL DEBITS	TOTAL CREDITS	ENDING BALANCE	AVERAGE DAILY BALANCE
GENERAL FUND					
01 -11100	PETTY CASH FUND	600.00	0.00	0.00	600.00
01 -11110	CHANGE FUND	1,500.00	0.00	0.00	1,500.00
01 -11200	GENERAL FUND-U S	99,572.56	4,016.53	11,906.69CR	91,682.40
01 -11210	PAYROLL FUND - U	5,000.00	0.00	0.00	5,000.00
01 -11220	CREDIT CARD FUND	75,811.25	9,093.83	7,968.66CR	76,936.42
01 -11300	LAIF - INVESTMEN	106,076.19	1,307.65	107,272.21CR	111.63
01 -11305	LAIF - EMERGENCY	391,977.95	118,039.55	0.00	510,017.50
01 -11306	LAIF - EQUIP & T	361,807.34	0.00	0.00	361,807.34
01 -11307	LAIF - OPPORTUNI	11,963.36	0.00	11,963.36CR	0.00
01 -11308	LAIF - WELL & BO	50,000.00	0.00	0.00	50,000.00
01 -11309	LAIF - CONSUMER	395,944.10	1,196.02	1,307.65CR	395,832.47
01 -11310	LAIF - WATER CAP	23,121.09	0.00	0.00	23,121.09
01 -11313	LAIF - SEWER CAP	288,320.01	0.00	0.00	288,320.01
01 -11320	LAIF- CMM REDEMP	212,919.69	0.00	0.00	212,919.69
01 -11325	LAIF - CMM RESER	244,509.72	0.00	0.00	244,509.72
01 -11330	LAIF - CMM PREPA	2,982.24	0.00	0.00	2,982.24
01 -11338	LAIF - HI DESERT	228,409.47	0.00	0.00	228,409.47
<hr/>					
FUND 01	TOTAL	2,500,514.97	133,653.58	140,418.57CR	2,493,749.98
<hr/>					
REPORT TOTALS		2,500,514.97	133,653.58	140,418.57CR	2,493,749.98
<hr/>					



P.O. BOX 675 • 61750 CHOLLITA ROAD • JOSHUA TREE • CALIFORNIA 92252
 TELEPHONE (760) 366-8438 FAX (760) 366-9528 E-mail: customerservice@jbwd.com
www.jbwd.com

Cash Flow
September 30, 2013

Beginning Cash		3,074,661.13
SOURCE OF FUNDS:		
Water A/R Collections	277,108.65	
Turn On/Misc	1,482.33	
Consumer Deposits	5,000.00	
Project Deposits	0.00	
Property Taxes G.D.	0.00	
ID #2 Tax Collections	0.00	
Standby Collections - Prior	0.00	
Standby Collections - Current	5,647.50	
CMM Assessment Collections	0.00	
Water Capacity Charges	0.00	
Sewer Capacity Charges	0.00	
Meter Installation Fees	0.00	
Interest	0.00	
	TOTAL SOURCE OF FUNDS	289,238.48
FUNDS USED:		
Debt Service	166,814.85	
Capital Additions	377,866.03	
Operating Expenses	192,185.04	
Employee Funded Payroll Taxes & CalPERS	35,217.65	
Employer Funded Payroll Taxes & CalPERS	23,438.62	
Employee Funded 457 Transfer	1,706.10	797,228.29
Bank Transfer Payroll	70,910.21	
Bank Transfer Fees/Charges	2,011.13	72,921.34
	TOTAL USE OF FUNDS	870,149.63
Net Increase (Decrease)		(580,911.15)
Cash Balance at End of Period		2,493,749.98

[Handwritten initials]

BOARD REPORT

AS OF: SEPTEMBER 30TH, 2013

01 -GENERAL FUND
FINANCIAL SUMMARY

% OF YEAR COMPLETED: 25.00

	CURRENT BUDGET	CURRENT PERIOD	YEAR TO DATE ACTUAL	TOTAL ENCUMBERED	BUDGET BALANCE	% YTD BUDGET
<u>REVENUE SUMMARY</u>						
REVENUES	<u>4,831,814</u>	<u>1,926,458.26</u>	<u>3,375,517.63</u>	0.00	<u>1,456,295.93</u>	<u>69.86</u>
TOTAL REVENUES	4,831,814	1,926,458.26	3,375,517.63	0.00	1,456,295.93	69.86
<u>EXPENSE SUMMARY</u>						
Production	1,118,927	79,563.75	194,516.60	0.00	924,409.95	17.38
Distribution	653,769	46,626.69	135,082.84	0.00	518,686.58	20.66
Customer Service	502,470	37,654.82	105,424.85	0.00	397,045.63	20.98
Administration	545,172	28,863.21	77,044.71	0.00	468,127.13	14.13
Engineering	186,194	16,014.25	36,112.00	0.00	150,082.00	19.39
Finance	421,700	39,404.24	103,952.88	0.00	317,747.12	24.65
Personnel	153,482	13,992.91	33,119.27	0.00	120,362.73	21.58
Legal	104,000	6,251.00	12,469.00	0.00	91,531.00	11.99
Bonds & Loans	595,224	168,878.57	168,936.16	0.00	426,288.10	28.38
HDMC Treatment Plant	0	5,115.00	5,115.00	0.00 (	5,115.00)	0.00
Benefits Allocated	0	0.00	0.00	0.00	0.00	0.00
Field Allocated	0	0.00	0.00	0.00	0.00	0.00
Office allocated	(1)	0.00	0.00	0.00 (	0.52)	0.00
Non-departmental	<u>200,253</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>200,253.00</u>	<u>0.00</u>
TOTAL EXPENSES	4,481,191	442,364.44	871,773.31	0.00	3,609,417.72	19.45
REVENUE OVER/(UNDER) EXPENSES	350,623	1,484,093.82	2,503,744.32	0.00 (	2,153,121.79)	714.09

BOARD REPORT

AS OF: SEPTEMBER 30TH, 2013

01 -GENERAL FUND

% OF YEAR COMPLETED: 25.00

REVENUES	CURRENT BUDGET	CURRENT PERIOD	YEAR TO DATE ACTUAL	TOTAL ENCUMBERED	BUDGET BALANCE	% YTD BUDGET
01-41010 METERED WATER SALES	1,426,599	163,334.89	497,622.93	0.00	928,976.07	34.88
01-41012 ALLOW FOR WAAP/BILLING ADJ	0	0.00	0.00	0.00	0.00	0.00
01-41015 BASIC FEES	1,323,623	113,052.93	339,912.55	0.00	983,710.01	25.68
01-41030 PRIVATE FIRE PROTECTION SERV.	19,544	1,855.88	5,408.58	0.00	14,135.42	27.67
01-41040 SPECIAL SERVICES REVENUE	112,337	10,215.94	28,562.58	0.00	83,774.42	25.43
01-42100 STANDBY REVENUE-CURRENT	1,165,554	1,153,137.33	1,151,912.93	0.00	13,641.07	98.83
01-42110 STANDBY-UNCOLLECTED CURRENT	0	0.00	0.00	0.00	0.00	0.00
01-42341 PRIOR YR REFUNDED REVENUE	0	0.00	0.00	0.00	0.00	0.00
01-43000 PROPERTY TAX - G.D.	396,283	0.00	0.00	0.00	396,283.00	0.00
01-43010 AD VALOREM REVENUE - I.D. #2	121,500	124,175.56	124,175.56	0.00	(2,675.56)	102.20
01-43020 ASSESSMENT REVENUE - CMM	255,801	254,878.95	254,878.95	0.00	922.05	99.64
01-43030 BOND CALL REVENUE - CMM	0	0.00	0.00	0.00	0.00	0.00
01-44000 CONNECTION FEES-HYDRANT,ML EXT	0	0.00	0.00	0.00	0.00	0.00
01-44001 MAINLINE REIMBURSEMENT FEES	0	0.00	0.00	0.00	0.00	0.00
01-44010 WATER CAPACITY CHARGES	0	0.00	0.00	0.00	0.00	0.00
01-44020 PLAN CHECK/INSPECTION FEES	0	0.00	5,299.28	0.00	(5,299.28)	0.00
01-44025 H ZONE ML REIMB FEES	0	0.00	0.00	0.00	0.00	0.00
01-44030 METER INSTALLATION FEES	0	0.00	0.00	0.00	0.00	0.00
01-44035 METER REPAIR REVENUE	0	297.41	474.89	0.00	474.89	0.00
01-44050 SEWER CAPACITY CHARGES	0	0.00	0.00	0.00	0.00	0.00
01-45000 INTEREST REVENUE - G.D.	9,040	0.00	0.00	0.00	9,040.00	0.00
01-46100 GRANT REVENUE - FEDERAL	0	0.00	0.00	0.00	0.00	0.00
01-46110 GRANT REVENUE - STATE	0	0.00	0.00	0.00	0.00	0.00
01-46120 GRANT REVENUE - LOCAL (HMDC)	0	106,076.19	368,252.33	0.00	(368,252.33)	0.00
01-46121 GRANT REVENUE - LOCAL (MWA)	0	0.00	598,922.00	0.00	(598,922.00)	0.00
01-46200 CAPITAL CONTRIBUTIONS	0	0.00	0.00	0.00	0.00	0.00
01-47000 MISCELLANEOUS REVENUE	1,533	28.00	95.05	0.00	1,437.95	6.20
01-47010 GAIN/LOSS ON SALE OF ASSETS	0	0.00	0.00	0.00	0.00	0.00
01-47020 CHANGE IN MARKET VALUE	0	0.00	0.00	0.00	0.00	0.00
TOTAL REVENUE	4,831,814	1,926,458.26	3,375,517.63	0.00	1,456,295.93	69.86

BOARD REPORT

AS OF: SEPTEMBER 30TH, 2013

01 -GENERAL FUND

% OF YEAR COMPLETED: 25.00

EXPENSES	CURRENT BUDGET	CURRENT PERIOD	YEAR TO DATE ACTUAL	TOTAL ENCUMBERED	BUDGET BALANCE	% YTD BUDGET
<u>Production</u>						
01-501-01115 PRODUCTION SALARY	219,113	16,787.19	50,553.84	0.00	168,559.16	23.07
01-501-02205 WATER TREATMENT EXPENSE	14,400	1,178.50	3,609.14	0.00	10,790.86	25.06
01-501-03105 SOURCE OF SUPPLY/WELL MAIN	0	0.00	0.00	0.00	0.00	0.00
01-501-03110 CROSS CONNECTION CONTROL E	0	0.00	0.00	0.00	0.00	0.00
01-501-03115 PUMPING PLANT REPAIR & MAI	66,500	9,154.85	14,217.97	0.00	52,282.03	21.38
01-501-03120 TANK & RESERVOIR MAINTENAN	200,000	0.00	1,394.64	0.00	198,605.36	0.70
01-501-04005 LABORATORY SERVICES	9,500	1,298.61	2,323.61	0.00	7,176.39	24.46
01-501-06105 POWER FOR PUMPING (ELECTRI	326,223	29,384.23	60,635.28	0.00	265,588.17	18.59
01-501-07005 PROPERTY INSURANCE	95,000	8,661.25	25,983.75	0.00	69,016.25	27.35
01-501-08001 PRIVATE WELL METERING	0	0.00	0.00	0.00	0.00	0.00
01-501-98001 EE BENEFITS ALLOCATED	108,406	8,191.78	21,501.07	0.00	86,904.93	19.83
01-501-98002 FIELD EXPENSES ALLOCATED	79,784	4,907.34	14,297.30	0.00	65,486.80	17.92
01-601-99200 AUTOMATIC CONTROLS	0	0.00	0.00	0.00	0.00	0.00
01-601-99205 BOOSTER/PUMP STATIONS	0	0.00	0.00	0.00	0.00	0.00
01-601-99220 MONITOR WELLS	0	0.00	0.00	0.00	0.00	0.00
01-601-99230 PRODUCTION WELLS	0	0.00	0.00	0.00	0.00	0.00
01-601-99240 PUMPING PLANT	0	0.00	0.00	0.00	0.00	0.00
01-601-99250 SOURCE OF SUPPLY	0	0.00	0.00	0.00	0.00	0.00
01-601-99260 WATER SAMPLING STATIONS	0	0.00	0.00	0.00	0.00	0.00
01-601-99270 WATER SEEPAGE PITS	0	0.00	0.00	0.00	0.00	0.00
01-601-99280 TANKS & RESERVOIRS	0	0.00	0.00	0.00	0.00	0.00
01-601-99450 SHOP TOOLS & EQUIPMENT - P	0	0.00	0.00	0.00	0.00	0.00
01-601-99510 LARGE EQUIPMENT - PROD	0	0.00	0.00	0.00	0.00	0.00
01-601-99550 AUTOMOTIVE - PRODUCTION	0	0.00	0.00	0.00	0.00	0.00
01-601-99600 GROUND WATER SURVEY	0	0.00	0.00	0.00	0.00	0.00
01-601-99610 URBAN GROUND WATER MNGT	0	0.00	0.00	0.00	0.00	0.00
01-601-99750 SOFTWARE & COMPUTERS- PRODUC	0	0.00	0.00	0.00	0.00	0.00
TOTAL Production	1,118,927	79,563.75	194,516.60	0.00	924,409.95	17.38
<u>Distribution</u>						
01-502-01130 DISTRIBUTION SALARY	358,854	25,595.79	75,172.38	0.00	283,681.62	20.95
01-502-02920 INVENTORY-OVER & SHORT	2,000	0.00	0.00	0.00	2,000.00	0.00
01-502-03105 MAINLINE AND LEAK REPAIR	67,971	4,824.00	15,740.56	0.00	52,230.44	23.16
01-502-03110 EQUIPMENT RENTAL	2,933	227.18	681.54	0.00	2,251.46	23.24
01-502-03130 CROSS CONNECTION CONTROL E	1,100	0.00	0.00	0.00	1,100.00	0.00
01-502-04005 UTILITY LOCATING (DIG ALER	9,668	853.03	2,728.88	0.00	6,939.12	28.23
01-502-98001 EE BENEFITS ALLOCATED	151,768	11,468.49	30,101.49	0.00	121,666.51	19.83
01-502-98002 FIELD EXPENSES ALLOCATED	59,475	3,658.20	10,657.99	0.00	48,817.43	17.92
01-602-99210 MAINLINES & FIRE HYDRANTS	0	0.00	0.00	0.00	0.00	0.00
01-602-99220 METERS	0	0.00	0.00	0.00	0.00	0.00
01-602-99450 SHOP TOOLS & EQUIPMNT - DI	0	0.00	0.00	0.00	0.00	0.00
01-602-99550 AUTOMOTIVE - DISTRIBUTION	0	0.00	0.00	0.00	0.00	0.00
01-602-99580 LARGE EQUIPMENT - DISTRIBU	0	0.00	0.00	0.00	0.00	0.00
TOTAL Distribution	653,769	46,626.69	135,082.84	0.00	518,686.58	20.66

BOARD REPORT

AS OF: SEPTEMBER 30TH, 2013

01 -GENERAL FUND

% OF YEAR COMPLETED: 25.00

EXPENSES	CURRENT BUDGET	CURRENT PERIOD	YEAR TO DATE ACTUAL	TOTAL ENCUMBERED	BUDGET BALANCE	% YTD BUDGET
<u>Customer Service</u>						
01-503-01105 FIELD SALRY - CUSTOMER SER	22,481	1,981.78	7,128.08	0.00	15,352.92	31.71
01-503-01110 OFFICE SALARY - CUSTOMER S	67,705	6,004.48	18,227.69	0.00	49,477.31	26.92
01-503-03100 METER INSTALLATION EXPENSE	0	0.00	0.00	0.00	0.00	0.00
01-503-03105 METER SERVICE REPAIR	18,710	2,758.99	4,662.45	0.00	14,047.55	24.92
01-503-04005 PLAN CHECK/INSPECTION	0	0.00	0.00	0.00	0.00	0.00
01-503-07005 CREDIT CARD FEES (CUSTOMER	17,000	1,245.08	3,963.90	0.00	13,036.10	23.32
01-503-07010 BAD DEBT	25,000	311.15	407.99	0.00	25,407.99	1.63
01-503-07015 PUBLIC INFORMATION	55,130	4,850.90	10,385.57	0.00	44,744.43	18.84
01-503-07020 WATER CONSERVATION EXPENSE	45,000	2,909.75	5,720.75	0.00	39,279.25	12.71
01-503-98001 EE BENEFITS ALLOCATED	122,860	9,284.02	24,367.88	0.00	98,492.12	19.83
01-503-98002 FIELD EXPENSES ALLOCATED	5,802	356.90	1,039.80	0.00	4,762.68	17.92
01-503-98003 OFFICE EXPENSE ALLOCATED	122,782	8,574.07	30,336.72	0.00	92,445.28	24.71
01-603-99400 METER READING EQUIPMENT	0	0.00	0.00	0.00	0.00	0.00
TOTAL Customer Service	502,470	37,654.82	105,424.85	0.00	397,045.63	20.98

<u>Administration</u>						
01-504-01105 ADMINISTRATION SALARY	214,955	6,631.85	20,586.38	0.00	194,368.62	9.58
01-504-01115 DIRECTORS SALARY	29,170	1,736.30	5,208.90	0.00	23,960.94	17.86
01-504-01210 DIRECTORS / C.A.C. EDUCATI	9,500	3,290.00	3,290.00	0.00	6,210.00	34.63
01-504-04005 LEGISLATIVE ADVOCACY	45,600	1,750.00	3,500.00	0.00	42,100.00	7.68
01-504-07005 BUSINESS EXPENSE	20,550	390.83	719.30	0.00	19,830.70	3.50
01-504-07015 OUTSIDE SERVICES	36,112	2,582.94	9,556.29	0.00	26,555.71	26.46
01-504-07016 MEMBERSHIP, DUES & SUBSCRI	22,420	0.00	0.00	0.00	22,420.00	0.00
01-504-98001 EE BENEFITS ALLOCATED	144,541	10,922.37	28,668.08	0.00	115,872.92	19.83
01-504-98003 OFFICE EXPENSE ALLOCATED	22,324	1,558.92	5,515.76	0.00	16,808.24	24.71
01-604-99100 LAND & EASEMENT	0	0.00	0.00	0.00	0.00	0.00
01-604-99300 BUILDINGS	0	0.00	0.00	0.00	0.00	0.00
01-604-99320 DEMO GARDEN	0	0.00	0.00	0.00	0.00	0.00
01-604-99450 OFFICE FURNITURE & EQUIPME	0	0.00	0.00	0.00	0.00	0.00
01-604-99600 STRATEGIC PLAN DEV	0	0.00	0.00	0.00	0.00	0.00
01-604-99610 VULNERABILITY ASSESSMENT	0	0.00	0.00	0.00	0.00	0.00
01-604-99620 WASTE WATER FEASIBILITY ST	0	0.00	0.00	0.00	0.00	0.00
01-604-99630 WATER AVAILABILITY EVALUAT	0	0.00	0.00	0.00	0.00	0.00
01-604-99640 DEMOGRAPHIC SURVEY	0	0.00	0.00	0.00	0.00	0.00
01-604-99650 GROUND WATER MONITORING PL	0	0.00	0.00	0.00	0.00	0.00
01-604-99660 RATE STUDIES	0	0.00	0.00	0.00	0.00	0.00
01-604-99900 WASTEWATER SYSTEM & STARTU	0	0.00	0.00	0.00	0.00	0.00
TOTAL Administration	545,172	28,863.21	77,044.71	0.00	468,127.13	14.13

<u>Engineering</u>						
01-505-01105 ENGINEERING/GIS/IT SALARY	81,831	6,432.50	16,362.41	0.00	65,468.59	20.00
01-505-02305 MAPS/DRAFTING SUPPLIES	1,950	800.00	800.00	0.00	1,150.00	41.03
01-505-04005 ENGINEERING CONTRACT SERVI	25,000	3,400.00	3,400.00	0.00	21,600.00	13.60
01-505-04010 MAPPING SYSTEM UPGRADES	4,500	0.00	0.00	0.00	4,500.00	0.00
01-505-98001 EE BENEFITS ALLOCATED	50,589	3,822.83	10,033.83	0.00	40,555.17	19.83
01-505-98003 OFFICE EXPENSE ALLOCATED	22,324	1,558.92	5,515.76	0.00	16,808.24	24.71
01-605-99400 ENGINEERING EQUIPMENT	0	0.00	0.00	0.00	0.00	0.00
01-605-99410 MAPPING SYSTEM	0	0.00	0.00	0.00	0.00	0.00

BOARD REPORT

AS OF: SEPTEMBER 30TH, 2013

01 -GENERAL FUND

% OF YEAR COMPLETED: 25.00

EXPENSES	CURRENT BUDGET	CURRENT PERIOD	YEAR TO DATE ACTUAL	TOTAL ENCUMBERED	BUDGET BALANCE	% YTD BUDGET
01-605-99600 WATER MASTER PLAN	0	0.00	0.00	0.00	0.00	0.00
01-605-99700 WATER MODEL ASSESSMENT H2O	0	0.00	0.00	0.00	0.00	0.00
01-605-99750 SOFTWARE & COMPUTERS	0	0.00	0.00	0.00	0.00	0.00
TOTAL Engineering	186,194	16,014.25	36,112.00	0.00	150,082.00	19.39
<u>Finance</u>						
01-506-01100 FINANCE SALARY	223,383	19,756.27	58,920.08	0.00	164,462.92	26.38
01-506-04005 ACCOUNTING SERVICES	23,582	6,700.00	8,200.00	0.00	15,382.00	34.77
01-506-98001 EE BENEFITS ALLOCATED	130,087	9,830.13	25,801.27	0.00	104,285.73	19.83
01-506-98003 OFFICE EXPENSE ALLOCATED	44,648	3,117.84	11,031.53	0.00	33,616.47	24.71
TOTAL Finance	421,700	39,404.24	103,952.88	0.00	317,747.12	24.65
<u>Personnel</u>						
01-507-01100 PERSONNEL SALARY	40,111	2,470.45	7,352.82	0.00	32,758.18	18.33
01-507-01120 SAFETY SALARY	9,382	0.00	0.00	0.00	9,382.00	0.00
01-507-01215 TRAINING & EE EDUCATION	20,573	890.94	3,442.29	0.00	17,130.71	16.73
01-507-01905 EMPLOYMENT RECRUITING EXPE	19,300	3,218.52	6,167.06	0.00	13,132.94	31.95
01-507-01910 LABOR LEGAL FEES	30,000	5,541.30	10,532.40	0.00	19,467.60	35.11
01-507-07010 EMERGENCY PREPAREDNESS	8,500	0.00	0.00	0.00	8,500.00	0.00
01-507-98001 EE BENEFITS ALLOCATED	14,454	1,092.24	2,866.81	0.00	11,587.19	19.83
01-507-98003 OFFICE EXPENSE ALLOCATED	11,162	779.46	2,757.89	0.00	8,404.11	24.71
01-607-99600 PERSONNEL MANUAL/CLASS STU	0	0.00	0.00	0.00	0.00	0.00
TOTAL Personnel	153,482	13,992.91	33,119.27	0.00	120,362.73	21.58
<u>Legal</u>						
01-508-04000 LEGAL SERVICES	104,000	6,251.00	12,469.00	0.00	91,531.00	11.99
TOTAL Legal	104,000	6,251.00	12,469.00	0.00	91,531.00	11.99
<u>Bonds & Loans</u>						
01-509-08110 I.D. #2 BONDS PYBLE-PRINCP	110,000	0.00	0.00	0.00	110,000.00	0.00
01-509-08115 CMM PRINCIPAL	89,000	89,000.00	89,000.00	0.00	0.00	100.00
01-509-08120 MORONGO BASIN PIPELINE	219,696	0.00	0.00	0.00	219,695.76	0.00
01-509-08210 INTEREST EXPENSE I.D. #2	11,250	0.00	0.00	0.00	11,250.00	0.00
01-509-08215 INTEREST EXPENSE - CMM	153,653	77,814.85	77,814.85	0.00	75,837.65	50.64
01-509-08220 INTEREST EXPENSE-UTILITY S	0	0.00	0.00	0.00	0.00	0.00
01-509-08315 ID #2 BONDS COLLECTION CHA	330	0.00	31.25	0.00	298.75	9.47
01-509-08320 GENERAL TAX COLLECTION CHA	1,296	0.00	26.34	0.00	1,269.66	2.03
01-509-08325 ADMINISTRATION - CMM	10,000	2,063.72	2,063.72	0.00	7,936.28	20.64
01-509-09205 MISC NON-OP EXPENSE	0	0.00	0.00	0.00	0.00	0.00
TOTAL Bonds & Loans	595,224	168,878.57	168,936.16	0.00	426,288.10	28.38
<u>HDMC Treatment Plant</u>						
01-520-03100 HDMC: CHEMICALS	0	0.00	0.00	0.00	0.00	0.00
01-520-04100 HDMC: CONTRACTED OPERATION	0	5,115.00	5,115.00	0.00	(5,115.00)	0.00
01-520-06100 HDMC: PUMPING POWER	0	0.00	0.00	0.00	0.00	0.00
TOTAL HDMC Treatment Plant	0	5,115.00	5,115.00	0.00	(5,115.00)	0.00
<u>Benefits Allocated</u>						
01-551-01210 COMPENSATED LEAVE	193,458	14,467.18	42,412.24	0.00	151,045.76	21.92
01-551-01215 CAFETERIA PLAN EXPENSE	203,880	15,888.28	40,046.80	0.00	163,833.20	19.64

BOARD REPORT

AS OF: SEPTEMBER 30TH, 2013

01 -GENERAL FUND

% OF YEAR COMPLETED: 25.00

EXPENSES	CURRENT BUDGET	CURRENT PERIOD	YEAR TO DATE ACTUAL	TOTAL ENCUMBERED	BUDGET BALANCE	% YTD BUDGET
01-551-01220 GROUP INSURANCE EXPENSE	10,815	756.28	515.81	0.00	10,299.19	4.77
01-551-01225 WORKERS COMPENSATION INSUR	28,551	0.00	0.00	0.00	28,551.00	0.00
01-551-01230 RETIREMENT: PERS Classic 2	167,692	15,058.87	35,424.67	0.00	132,267.33	21.12
01-551-01231 RETIREMENT: PERS Tier 2 2%	0	306.33	714.73	0.00	(714.73)	0.00
01-551-01232 RETIREMENT - TEMP	0	0.00	94.36	0.00	(94.36)	0.00
01-551-01233 RETIREMENT - 457 CONTRIBUT	0	61.50	164.00	0.00	(164.00)	0.00
01-551-01240 UNIFORMS	6,770	0.00	162.00	0.00	6,608.00	2.39
01-551-01245 ALLOWANCE AND ADJUSTMENTS	0	0.00	0.00	0.00	0.00	0.00
01-551-01305 PAYROLL TAXES	111,538	8,073.42	23,805.82	0.00	87,732.18	21.34
01-551-98000 ALLOCATED EXPENSES	(722,704)	(54,611.86)	(143,340.43)	0.00	(579,363.57)	19.83
TOTAL Benefits Allocated	0	0.00	0.00	0.00	0.00	0.00

Field Allocated

01-552-02205 SHOP EXPENSE - COMBINED	10,462	1,245.49	2,665.37	0.00	7,796.63	25.48
01-552-02210 SMALL TOOLS EXPENSE - COMB	8,500	201.77	347.63	0.00	8,152.37	4.09
01-552-02215 SAFETY EXPENSE	5,100	(7,150.00)	3,070.36	0.00	2,029.64	60.20
01-552-03205 TRACTOR/TOOL REPAIR	14,000	2,102.27	2,362.38	0.00	11,637.62	16.87
01-552-03905 BUILD'G REPAIR/MAINT-SHOP/	8,200	835.00	1,572.83	0.00	6,627.17	19.18
01-552-05005 FUEL-VEHICLES	39,500	7,476.32	8,782.44	0.00	30,717.56	22.23
01-552-05010 AUTO EXPENSE	31,100	2,392.47	3,311.53	0.00	27,788.47	10.65
01-552-05015 EQUIPMENT CLEARING ACCOUNT	0	0.00	0.00	0.00	0.00	0.00
01-552-06305 COMMUNICATIONS	15,000	1,819.12	3,882.55	0.00	11,117.45	25.88
01-552-07005 REGULATORY, PERMITS, ETC	13,200	0.00	0.00	0.00	13,200.00	0.00
01-552-98000 ALLOCATED EXPENSES	(145,062)	(8,922.44)	(25,995.09)	0.00	(119,066.91)	17.92
TOTAL Field Allocated	0	0.00	0.00	0.00	0.00	0.00

Office allocated

01-553-01405 TEMPORARY LABOR FEES	10,000	1,964.76	4,743.64	0.00	5,256.36	47.44
01-553-02105 OFFICE SUPPLIES & EQUIPMEN	43,894	3,489.38	9,222.57	0.00	34,671.03	21.01
01-553-02110 POSTAGE	23,200	579.03	4,115.11	0.00	19,084.89	17.74
01-553-03905 BUILDING REPAIR/MAINT - OF	17,200	1,982.12	3,514.77	0.00	13,685.23	20.43
01-553-04015 COMPUTER SUPPORT & LICENSE	92,146	3,498.90	21,524.94	0.00	70,620.94	23.36
01-553-06205 TELEPHONE AND UTILITIES	36,800	4,075.02	12,036.63	0.00	24,763.37	32.71
01-553-98000 ALLOCATED EXPENSES	(223,240)	(15,589.21)	(55,157.66)	0.00	(168,082.34)	24.71
TOTAL Office allocated	(1)	0.00	0.00	0.00	(0.52)	0.00

Non-departmental

01-599-00100 EQUIPMENT & TECH RESERVE	100,000	0.00	0.00	0.00	100,000.00	0.00
01-599-00200 WELL/BOOSTER RESERVE	50,000	0.00	0.00	0.00	50,000.00	0.00
01-599-00300 OPERATIONAL RESERVE & COLA	51,308	0.00	0.00	0.00	51,308.00	0.00
01-599-00400 BUDGET CLEARING	84,945	0.00	0.00	0.00	84,945.00	0.00
01-599-00500 OVERHEAD 17 (OTHER-90/53(	86,000)	0.00	0.00	0.00	(86,000.00)	0.00
01-599-00510 OVERHEAD 16 (LABOR-80/5390	0	0.00	0.00	0.00	0.00	0.00
01-599-08999 UNCOLLECTABLE STANDBYS	0	0.00	0.00	0.00	0.00	0.00
TOTAL Non-departmental	200,253	0.00	0.00	0.00	200,253.00	0.00

TOTAL EXPENSES 4,481,191 442,364.44 871,773.31 0.00 3,609,417.72 19.45

REVENUE OVER/(UNDER) EXPENSES 350,623 1,484,093.82 2,503,744.32 0.00 (2,153,121.79) 714.09