



Cabazon Water District  
14-618 Broadway Street • P.O. Box 297  
Cabazon, California 92230

## FINANCE & AUDIT COMMITTEE MEETING

### AGENDA

#### Meeting Location:

Cabazon Water District Office  
14-618 Broadway Street  
Cabazon, California 92230

#### Meeting Date:

March 21, 2016 – 3:45 PM

CALL TO ORDER,  
PLEDGE OF ALLEGIANCE,  
ROLL CALL

### FINANCE & AUDIT COMMITTEE

1. Discussion: Finance & Audit Committee Report
  - Balance Sheet
  - Profit and Loss Two Month
  - Profit and Loss Budget Comparison
  - Statement of Cash Flows
  
2. Finance & Audit Committee District Payables Review and Approval/Signing

### PUBLIC COMMENT

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### ADJOURNMENT

#### ADA Compliance Issues

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**Cabazon Water District**  
14-618 Broadway Street • P.O. Box 297  
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**REGULAR BOARD MEETING**

**AGENDA**

**Meeting Location:**  
Cabazon Water District Office  
14-618 Broadway Street  
Cabazon, California 92230

**Meeting Date:**  
March 21, 2016 – 6:00 PM

**CALL TO ORDER**

**PLEDGE OF ALLEGIANCE**

**REMEMBRANCE OF OUR SERVICE MEN AND WOMEN**

**ROLL CALL**

**CONSENT CALENDAR**

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1. Approval of:
  - a. Finance and Audit Committee Meeting Minutes and warrants approved by the committee of February 22, 2016 regarding January 2016 Financials
  - b. Regular Board Meeting Minutes and warrants of February 22, 2016
2. Warrants – None
3. Awards of Contracts – None

UPDATES

Update: San Gorgonio Pass Regional Water Alliance Update  
(by Director Israel)

Update: Manager's Operations Report  
(by General Manager Louie)

- Director's contact information & email address updates.
- January and February 2016 Water Production updates.

NEW BUSINESS

1. Discussion/Action: Powerpoint Presentation regarding financing for a new District storage yard (by Mike Williams, CM DeCrisis)
2. Discussion/Action: Approval of RESOLUTION NO 2016-01: Resolution of the governing board of Cabazon Water District declaring its intention to issue tax-exempt obligations to be used to reimburse the District for certain expenditures prior to the issuance of such tax-exempt bond obligations.
3. Discussion/Action: Continue services with Fedak & Brown, LLP to perform the annual District Financial Audit, or to accept bids from other audit agencies.
4. Discussion/Action: Cabazon Water District Financial - Target Audit (by Director Lynk and Director Davis)
5. Discussion/Action: Adjust regular Board meetings to non-conflicting dates and time with other water board meetings in the region. (by Board)
6. Discussion: Water Bill Format Study (by General Manager Louie)
  - Postcards vs. Letter

OLD BUSINESS

1. Discussion/Action: Water Rate Study – Request for Staff Report (by Director Davis and Director Israel) – Approval to continue contract Emergency Response and Repair Services or In-house employees.
  - Power Point presentation by staff
2. Discussion: Update on Joint Board Meeting of March 10, 2016 at Beaumont Cherry Valley Water District (by Director Lynk, Director Israel, and Other Board members that attended the meeting.)

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## GENERAL MANAGER/BOARD COMMENTS

### 1. Future Agenda Items

The Board Chair or the majority of the Board may direct staff to investigate and report back to an individual(s) and the Board on matters suggested or direct the General Manager/Board Secretary to place the matter on a future Board meeting.

- Suggested agenda items from the Public.
- Suggested agenda items from Management.
- Suggested agenda items from Board Members.

### 2. Management Comments

Staff members may speak on items of information not requiring comment or discussion to the Board and public. Topics which may be included on a future meeting agenda may be presented but cannot be discussed. (3 minutes)

### 3. Board Member Comments

Board members may speak on items of information not requiring comment or discussion to the Board and public. (3 minutes)

## MISCELLANEOUS

### 1. Future Board Items/Next Board Meeting Date(s)

- a. Finance & Audit Workshop April 18, 2016, 3:45 pm
- b. Regular Board Meeting – April 18, 2016, 6:00 pm
- c. Personnel Committee – None
- d. San Gorgonio Water Task Force – Technical Committee – Banning City Hall  
March 30, 2016 – 4:30 PM
- e. San Gorgonio Water Task Force – General Meeting – Banning City Hall – March 30, 2016 – 6:00 PM

## ADJOURNMENT

ADA Compliance Issues

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## **FINANCE & AUDIT COMMITTEE MEETING**

### **MINUTES**

#### **Meeting Location:**

Cabazon Water District Office  
14-618 Broadway Street  
Cabazon, California 92230

#### **Meeting Date:**

February 22, 2016 – 3:45 PM

CALL TO ORDER,  
PLEDGE OF ALLEGIANCE,  
ROLL CALL

Director Bui - Present  
Director Israel - Present

Calvin Louie (General Manager) - Present  
Elizabeth Lemus, Board Secretary - Present  
Linda Halley, Financial Consultant - Absent

\*Note: This meeting was recorded by the District -

### FINANCE & AUDIT COMMITTEE

1. Discussion: Finance & Audit Committee Report
  - Balance Sheet
  - Profit and Loss Two Month
  - Profit and Loss Budget Comparison
  - Statement of Cash Flows

✚ The District looks at three basic reports each month to get a high level overview of the financial position of the District.

✚ These Financial Statements are not Compiled, Reviewed, or Audited, but are created by the contract accountant in her position as Financial Controller of the District.



- ✚ The District has an independent financial audit each year. The District's year ends on June 30.
- ✚ The three reports the District reviews are the Balance Sheet, the Profit and Loss Two Months, and the Profit and Loss Budget Performance.
- ✚ The Balance Sheet shows what the District owns and what the District Owes.
- ✚ The Profit and Loss Two Months shows whether the District is consistent month to month with revenue and expenses.
- ✚ The Profit and Loss Budget Performance shows how the District is doing against the budget, and how the District is doing fiscal year to date.
- ✚ The Statement of Cash Flow gives an overview of the cash that came in and went out during the month.

The first report is the Balance Sheet.

- Total Checking/Savings is substantially higher than last month. The District received the anticipated Property Tax Revenue, and had high bills to speak of.
- Accounts 12011 and 12012 Accounts Receivable are substantially the same this month than last.
- Account 21100 Accounts Payable is substantially the same this month as last. Most of the bills related to January were paid during January.
- These are the only items of note on the Balance Sheet.

The Profit and Loss two month shows:

- that Account 41100 Base Rate - Water Bills - is substantially the same for the last two months.
- Accounts 41500 and 42110 show the Property Tax Revenue referenced on the Balance Sheet.
- Total 50010 - Payroll All Expenses is substantially back at its normal level in January. The District has a bi-weekly payroll. During two months of the year there are three payrolls instead of the regular two. December was one of those months, so this category was high.
- Account 53160- Utilities - Wells -shows that the District has received only some of the Edison bills for the month.



- **Accounts 5318** - this has been split into **53180 Materials and Line Maintenance Repair Contractor** and **53181 Materials and Line Maintenance Repair Contractor - Emergency Work** to give us more visibility.
  - **56500 Legal**. The bills this month related to:
    - Security issues (Almond Vault) and FSA (Parking) item, Hadley's Ice House (50100 Main) items, Financing correspondence, Research changes to election law and potential changes to District election dates, Line Maintenance Repair Contractor contract issues, Board meeting attendance, Mostly Hadley's Ice House items.
    - SGMA Water Boundary Issues (water boundary issues and discussions with Louie and Engineering), research emergency water conservation regulations and resolutions, etc.
  - The District ended the month with a preliminary net income of \$113,600.
- ✚ The **Profit & Loss Budget Performance** has five columns. The first shows the actual income and expenses for the month. The second column shows the Budget for the month just ended. The middle column shows the year to date actual figures. The fourth column shows the Year to Date Budget. The last column shows the annual budget.
- **Account 41100 Base Rate - Water Bills** – The District is about 5% below budget for the year to date, so it is very close to what was anticipated.
  - **41500 Stand By Fees** - shows the District is right on Budget. **42110 - Ad Valorem** - shows the District is a little below what was anticipated year to date. These are the regular property taxes. This could be because property owners are not paying the property taxes as quickly in the past.
  - **Total 50010 Payroll All Expenses** is right on with the year to date budget.
  - **Account 53180 Materials and Line Maintenance Contractor**, including the emergency work, is over budget year to date. Much of the work has been emergency repair.
  - **56500 Legal Service** - This is about 50% over budget year to date, although the month of January was under budget.
  - Preliminary figures show the District with a year to date loss of \$45k, compared to a budgeted year to date net income of \$5500.
  - The main areas where the District is over budget year to date:
    - Legal
    - Line Maintenance and Materials Contractor – Emergency

The **Summary of Cash Flows** shows us that:

- cash from Water Service - customers paying their bills - was up substantially from the prior month
- The largest expenditures were the bills.
- Payroll was back at a normal level after December's higher expenses due to the third payroll.
- The total expenditures were about \$52k
- Net cash inflow was about \$137k
- The District ended the month with cash of \$174k.
- This ties to the Balance Sheet.

## 2. Finance & Audit Committee District Payables Review and Approval/Signing

### PUBLIC COMMENT

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### ADJOURNMENT

Motion to adjourn at 16:01 hr.

Director Bui - Aye  
Director Israel - Aye

Meeting adjourned at 16:01 hr. on February 22, 2016.

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Robert Lynk, Board Chair  
Board of Directors  
Cabazon Water District

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Elizabeth Lemus, Secretary  
Board of Directors  
Cabazon Water District

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**REGULAR BOARD MEETING**

**MINUTES**

**Meeting Location:**  
Cabazon Water District Office  
14-618 Broadway Street  
Cabazon, California 92230

**Meeting Date:**  
February 22, 2016 – 6:00 PM

**CALL TO ORDER**

**PLEDGE OF ALLEGIANCE**

**REMEMBRANCE OF OUR SERVICE MEN AND WOMEN**

**ROLL CALL**

Director Joseph Tobias - Present  
Director Teresa Bui - Present  
Director Maxine Israel - Present  
Director Alan Davis - Present  
Director Robert Lynk - Present

Calvin Louie, General Manager - Present  
Elizabeth Lemus, Board Secretary - Present  
Linda S. Halley, Financial Consultant - Absent  
Steve Anderson, Best Best & Krieger Law Firm – Present

**Note: This meeting was recorded by the District -**

**CONSENT CALENDAR**

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1. Approval of:

- a. Finance and Audit Committee Meeting Minutes and warrants approved by the committee of January 25, 2016 regarding December 2015 Financials
- b. Regular Board Meeting Minutes and warrants of January 25, 2016

Motion to approve Finance and Audit Committee Meeting Minutes and warrants approved by the committee of January 25, 2016 regarding December 2015 Financials consent calendar item(s) (a) made by Director Bui and 2<sup>nd</sup> by Director Israel.

Director Tobias - Aye  
Director Bui - Aye  
Director Israel - Aye  
Director Davis - Aye  
Director Lynk - Aye

Motion to approve Regular Board Meeting Minutes and warrants of January 25, 2016 consent calendar item(s) (a) made by Director Bui and 2<sup>nd</sup> by Director Davis.

Director Tobias - Abstain  
Director Bui - Aye  
Director Israel - Aye  
Director Davis - Aye  
Director Lynk - Aye

2. Warrants – None
3. Awards of Contracts – None

UPDATES

Update: San Gorgonio Pass Regional Water Alliance Update  
(by General Manager Louie)

Update: Manager's Operations Report  
(by General Manager Louie)

- Calls for Service
- Update on acquisition on Hadley parcel.

NEW BUSINESS

1. Discussion/Action: Presentation and approval of the Cabazon Water District Audited Financial Statements for Fiscal Year (FY) 2014-2015. (By Chris Brown, Fedak and Brown LLP)



Motion to approve the Cabazon Water District Audited Financial Statements for Fiscal Year (FY) 2014-2015 made by Director Israel and 2<sup>nd</sup> by Director Davis.

Director Tobias - Aye  
Director Bui - Aye  
Director Israel - Aye  
Director Davis - Aye  
Director Lynk - Aye

2. Discussion/Action: Cabazon Association – Request for funding (donation) for water conservation education & 2<sup>nd</sup> Easter event to be held at the Cabazon Community Park. (by Diana Morris, President)

Motion to approve \$300 donation towards the Cabazon Association for water conservation educations and 2<sup>nd</sup> Easter event to be held at the Cabazon Community Park made by Director Bui and 2<sup>nd</sup> by Director Tobias.

Substitute motion to approve \$500\* donation towards the Cabazon Association for water conservation educations and 2<sup>nd</sup> Easter event to be held at the Cabazon Community Park made by Director Israel and 2<sup>nd</sup> by Director Davis.

Director Tobias - Nay  
Director Bui - Nay  
Director Israel - Aye  
Director Davis - Aye  
Director Lynk – Aye

\*After the roll call vote was made, Directors Lynk, Israel, and Davis all volunteered to donate their Feb. 22, 2016 Director Services Stipend (of \$100 each), towards the \$500 donation total, to alleviate the District's financial burden.

3. Discussion/Action: Amendment No 1 to On-call Water System Repair/Improvement Service Contract Agreement (by GM Louie & Steve Anderson, BB&K)

Proposed amendment regarding allowing the current On-call Water System Repair/Improvement Service Contractor to obtain year-to-year (annual) bonds, for up to a 4-year term.

Motion to approve Amendment No 1 to On-call Water System Repair/Improvement Service Contract Agreement made by Director Israel and 2<sup>nd</sup> by Director Davis.

Director Tobias - Abstain  
Director Bui - Nay  
Director Israel - Aye  
Director Davis - Aye  
Director Lynk – Aye



4. Discussion/Action: Approval of RESOLUTION NO 2016-01: Resolution of the governing board of Cabazon Water District declaring its intention to issue tax-exempt obligations to be used to reimburse the District for certain expenditures prior to the issuance of such tax-exempt bond obligations.

Motion to approve Resolution 2016-01: Resolution of the governing board of Cabazon Water District declaring its intention to issue tax-exempt obligations to be used to reimburse the District for certain expenditures prior to the issuance of such tax-exempt bond obligations made by Director Israel and 2<sup>nd</sup> by Director Davis.

Director Tobias - Nay  
Director Bui - Aye  
Director Israel - Aye  
Director Davis - Aye  
Director Lynk – Nay

Motion to revisit #4 Discussion/Action: Approval of Resolution 2016-01: Resolution of the governing board of Cabazon Water District declaring its intention to issue tax-exempt obligations to be used to reimburse the District for certain expenditures prior to the issuance of such tax-exempt bond obligations made by Director Bui and 2<sup>nd</sup> by Director Tobias.

Motion to re-adopt #4 Discussion/Action: Approval of Resolution 2016-01: Resolution of the governing board of Cabazon Water District declaring its intention to issue tax-exempt obligations to be used to reimburse the District for certain expenditures prior to the issuance of such tax-exempt bond obligations made by Director Israel and 2<sup>nd</sup> by Director Davis.

Director Tobias - Nay  
Director Bui - Nay  
Director Israel - Aye  
Director Davis - Aye  
Director Lynk – Nay

5. Discussion/Action: Yucaipa Valley Water District (YVWD) Resolution 2016-10 & Beaumont Cherry Valley Water District Resolution 2016-02 (by GM Louie & Steve Anderson, BB&K)

- Proposed to change the existing governance structure of the San Gorgonio Pass Water Agency (SGPWA) to consist of appointed individual(s) from representative public agencies.
- YVWD has deferred this matter to their April 20, 2016 board meeting.
- Each water agency is to appoint two (2) representatives to meet and discuss other alternatives prior the April 2016 meeting.

Motion to appoint Director Tobias as one of two Cabazon Water District representatives to meet and discuss other alternatives prior to the YVWD April 20, 2016 board meeting made by Director Bui, 2<sup>nd</sup> by Director Tobias.

Director Tobias - Aye  
Director Bui - Aye  
Director Israel - Nay  
Director Davis - Nay  
Director Lynk - Nay

Motion to appoint Director Lynk as one of two Cabazon Water District representatives to meet and discuss other alternatives prior to the YVWD April 20, 2016 board meeting made by Director Bui, 2<sup>nd</sup> by Director Davis.

Director Tobias - Aye  
Director Bui - Aye  
Director Israel - Aye  
Director Davis - Aye  
Director Lynk - Aye

Motion to appoint Director Israel as two of two Cabazon Water District representatives to meet and discuss other alternatives prior to the YVWD April 20, 2016 board meeting made by Director Lynk, 2<sup>nd</sup> by Director Tobias.

Director Tobias - Aye  
Director Bui - Nay  
Director Israel - Aye  
Director Davis - Aye  
Director Lynk - Aye

Motion to appoint Director Davis as an alternative Cabazon Water District representative (if Director Lynk or Director Israel are unable to attend a meeting) to meet and discuss other alternatives prior to the YVWD April 20, 2016 board meeting made by Director Israel, 2<sup>nd</sup> by Director Davis.

Director Tobias - Nay  
Director Bui - Nay  
Director Israel - Aye  
Director Davis - Aye  
Director Lynk - Nay

Motion to appoint Director Bui as an alternative Cabazon Water District representative (if Director Lynk or Director Israel are unable to attend a meeting) to meet and discuss other alternatives prior to the YVWD April 20, 2016 board meeting made by Director Lynk, 2<sup>nd</sup> by Director Tobias.

Director Tobias - Aye  
Director Bui - Aye  
Director Israel - Nay  
Director Davis - Nay  
Director Lynk - Aye

6. Discussion/Action: 49356 Blanche Ave., Cabazon. Water Service Concern (by GM Louie)

- Request for single water meter box.

Motion to approve installing a plastic meter lid made by Director Tobias 2<sup>nd</sup> by Director \_\_\_\_\_.

Substitute motion that if the property owner at 49356 Blanche Ave. is willing to personally pay for a meter box change-out, the District will do so, made by Director Lynk, 2<sup>nd</sup> by Director Israel.

Director Tobias - Aye  
Director Bui - Nay  
Director Israel - Aye  
Director Davis - Aye  
Director Lynk - Aye

7. Discussion/Action: California Rural Water Association (CRWA) Annual Expo – April 25-28, 2016, South Lake Tahoe, NV. (by General Manager Louie)

Motion to approve sending Cabazon Water District Directors to the California Rural Water Association (CRWA) Annual Expo – April 25-28, 2016, South Lake Tahoe, NV training made by Director Bui and 2<sup>nd</sup> by Director Davis.

Director Tobias - Aye  
Director Bui - Aye  
Director Israel - Aye  
Director Davis - Aye  
Director Lynk - Nay

#### OLD BUSINESS

1. Discussion/Action: AB54 Ethics Training for the Board of Directors  
(Select several available dates and times to coordinate with BB&K for training). (by GM Louie & Steve Anderson, BB&K)

2. Discussion/Action: Water Rate Study – Request for Staff Report (by Director Davis and Director Israel)

No action required; will discuss study findings next meeting.

3. Discussion/Action: Determination if mileage reimbursement to former and current member(s) of the water board is within policy. (Director Bui and Director Tobias)

- September 21, 2015, Regular Board meeting – Mr. Ernie Saldana complained about mileage reimbursement being paid to Director Mariner for transporting District staff to Redlands, Calif. to deliver & pick-up District owned service trucks for maintenance. The agenda item was supported by Director Bui and Director Tobias
- October 19, 2015, Regular Board meeting – after public comments and reviewed by the Board, no action was taken.

Motion to have General Manager Louie provide total mileage information that former Director Mariner has been reimbursed for taking the GM to Redlands to pick up the District truck from servicing, in addition to any other Directors who have been reimbursed for same, made by Director Bui, 2<sup>nd</sup> by Director \_\_\_\_\_.

No 2<sup>nd</sup>. Motion Failed. Due to the absence of any other motions, this items was dropped.

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MISCELLANEOUS

1. Future Board Items/Next Board Meeting Date(s)

- a. Finance & Audit Workshop March 21, 2016, 3:45 pm
- b. Regular Board Meeting – March 21, 2016, 6:00 pm
- c. Personnel Committee – None
- d. San Gorgonio Water Task Force – Technical Committee – Banning City Hall  
February 24, 2016 – 4:30 PM
- e. San Gorgonio Water Task Force – General Meeting – Banning City Hall – February 24, 2016 –  
6:00 PM

ADJOURNMENT

Motion to adjourn at 22:56 hr. made by Director Davis and 2<sup>nd</sup> by Director Bui

Director Tobias - Aye  
Director Bui - Aye  
Director Israel – Absent\*  
Director Davis - Aye  
Director Lynk – Aye

\*Director Israel left at 22:55 hr. during Board Member Comments.

Meeting adjourned at 22:56 hr. on Monday, February 22, 2016

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Robert Lynk, Board Chair  
Board of Directors  
Cabazon Water District

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Elizabeth Lemus, Secretary  
Board of Directors  
Cabazon Water District

ADA Compliance Issues

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**Cabazon Water District**  
**Balance Sheet**  
 As of February 29, 2016

Feb 29, 16

**ASSETS**

**Current Assets**

**Checking/Savings**

11020 · General Bank Account-Chase	179,210.35
11030 · Payroll Bank Account-Chase	10,564.30
11040 · Trust Account- Chase - Cus Dep	10,078.25
11050 · Local Petty Cash	<u>100.00</u>

**Total Checking/Savings** 199,952.90

**Other Current Assets**

12000 · Accounts Receivable	
12011 · Accounts Receivable - Co 1	82,647.41
12012 · Accounts Receivable - Co 2	38,149.47
12014 · Allow for Doubtful Accts Co 1	(8,225.34)
12015 · Allow for Doubtful Accts Co 2	(7,872.23)
12025 · Miscellaneous Receivable	<u>(75.00)</u>

**Total 12000 · Accounts Receivable** 104,624.31

**13010 · LAIF**

13011 · LAIF	673,289.65
13012 · LAIF Annual Market Adjustment	<u>252.53</u>

**Total 13010 · LAIF** 673,542.18

**13020 · Bank of NY Trustee Accounts**

13021 · Reserve Fund - DWR-HS 528	49,481.61
13022 · Repayment Fund DWR-HS 525	<u>25,135.01</u>

**Total 13020 · Bank of NY Trustee Accounts** 74,616.62

**13040 · Prepaid Expenses** 9,743.46

**13060 · Inventory Total** 103,052.66

**Total Other Current Assets** 965,579.23

**Total Current Assets** 1,165,532.13

**Fixed Assets**

**14200 · Construction in Process**

14203 · CIP DHPO Expansion	8,087.13
14204 · CIP Cabazon Outlets Expansion (Little Cabazon Mall - expansion)	9,692.35
14206 · Almond Vault Repair 2013	62,872.14
14208 · CIP Board Room	8,611.74
14210 · CIP 50100 Main St. Property (50100 Main St. Property - Old Hadley Ice House	<u>1,570.00</u>

**Total 14200 · Construction in Process** 90,833.36

**14310 · Tools and Equipment** 118,015.94

**14320 · Source of Supply**

14321 · Source of Supply- DHPO Intercon	553,807.23
14320 · Source of Supply - Other	<u>548,138.93</u>

**Total 14320 · Source of Supply** 1,101,946.16

**14330 · Transmission & Distribution** 7,767,650.86

**14340 · Buildings & Structures** 13,731.04

**14350 · Water Treatment** 8,800.00

**14360 · Office Furniture and Equipment** 82,471.41



**Cabazon Water District**  
**Balance Sheet**  
 As of February 29, 2016

	Feb 29, 16
14370 · Intangible Plant	11,032.00
14380 · Vehicles	90,456.71
14400 · Land	409,548.38
14500 · Accumulated Depreciation	(4,350,444.45)
<b>Total Fixed Assets</b>	<b>5,344,041.41</b>
<b>TOTAL ASSETS</b>	<b>6,509,573.54</b>
<b>LIABILITIES &amp; EQUITY</b>	
<b>Liabilities</b>	
<b>Current Liabilities</b>	
<b>Accounts Payable</b>	
21100 · *Accounts Payable	16,416.38
<b>Total Accounts Payable</b>	16,416.38
<b>Other Current Liabilities</b>	
21210 · Misc Short Term Liability	
21220 · Jack Pryor	(692.41)
21210 · Misc Short Term Liability - Other	255.30
<b>Total 21210 · Misc Short Term Liability</b>	(437.11)
21300 · Customer Deposits	
21330 · Customer Deposits - Co 1	3,592.05
21340 · Customer Deposits - Co 2	5,197.27
21300 · Customer Deposits - Other	50.00
<b>Total 21300 · Customer Deposits</b>	8,839.32
21420 · Accrued Vacation Pay	12,588.93
21440 · DWR-HS Payable - Current	36,184.29
21450 · Current Portion Zion's Bank Ln	73,227.06
<b>Total Other Current Liabilities</b>	130,402.49
<b>Total Current Liabilities</b>	146,818.87
<b>Long Term Liabilities</b>	
22000 · DWR-H Loan Payable (Payoff '26)	409,597.89
22100 · Zion's Bank Long Term (2023)	530,006.38
22200 · RCEDA Loan Payable	300,000.35
<b>Total Long Term Liabilities</b>	1,239,604.62
<b>Total Liabilities</b>	1,386,423.49
<b>Equity</b>	
31010 · Net Investment in Capital Asset	4,188,757.00
31020 · Restricted for Debt Service	233,447.00
31030 · Unrestricted Net Assets	
31041 · Reserved for Almond Vault Refur	50,000.00
31030 · Unrestricted Net Assets - Other	921,429.76
<b>Total 31030 · Unrestricted Net Assets</b>	971,429.76
32000 · Retained Earnings	(215,657.25)
Net Income	(54,826.46)
<b>Total Equity</b>	5,123,150.05
<b>TOTAL LIABILITIES &amp; EQUITY</b>	<b>6,509,573.54</b>

**Cabazon Water District**  
**Profit & Loss**  
January through February 2016

	Jan 16	Feb 16
<b>Ordinary Income/Expense</b>		
<b>Income</b>		
<b>41000 · Operating Income</b>		
41100 · Base Rate - Water Bills	87,364.01	76,609.11
41220 · Fire Sales - Water Bills	240.00	240.00
41230 · Fire Flow Income	0.00	150.00
41240 · Meter Install and Removal	0.00	0.00
41310 · Penalty Fees - Water Bills	2,654.34	3,725.71
41320 · Lien Reinstatement Fees	0.00	0.00
41330 · New Account Fees - Water Bills	40.00	0.00
41360 · Incident Fee - Water Bills	0.00	0.00
41370 · Returned Check Fees	30.00	30.00
41500 · Stand By Fees - Tax Revenue	71,415.57	0.00
<b>Total 41000 · Operating Income</b>	161,743.92	80,754.82
<b>42000 · Non-Operating Income</b>		
<b>42100 · Property Taxes</b>		
42110 · Ad Valorem - Tax Revenue	21,516.64	0.00
<b>Total 42100 · Property Taxes</b>	21,516.64	0.00
42210 · Cell Tower Lease Income	1,928.24	1,928.24
42310 · Miscellaneous Non-Operating Inc	10.00	0.00
<b>43000 · Interest Income</b>		
43110 · Interest Inc - Gen, Trust, Payr	0.83	1.62
43120 · Interest Income LAIF	622.58	0.00
43140 · Interest Income - Water bills	386.89	260.96
43160 · Interest Income - DWR	0.39	0.42
<b>Total 43000 · Interest Income</b>	1,010.69	263.00
<b>Total 42000 · Non-Operating Income</b>	24,465.57	2,191.24
<b>Total Income</b>	186,209.49	82,946.06
<b>Gross Profit</b>	186,209.49	82,946.06
<b>Expense</b>		
<b>50010 · Payroll - All Expenses</b>		
<b>51000 · Payroll Summary</b>		
51050 · Directors' Fees	600.00	700.00
<b>51100 · Management and Customer Service</b>		
51120 · Customer Accounts	3,138.77	3,343.39
51130 · Admin Assistant	3,502.62	3,774.38
51140 · General Manager	6,341.52	6,341.52
<b>Total 51100 · Management and Customer Service</b>	12,982.91	13,459.29
<b>51200 · Water Operations</b>		
51210 · Meter Reader	1,866.24	1,871.71
<b>Total 51200 · Water Operations</b>	1,866.24	1,871.71
<b>Total 51000 · Payroll Summary</b>	15,449.15	16,031.00
<b>51300 · Payroll - Employee Ben Expense</b>		
51310 · Workers Comp.	1,152.54	1,165.90
51320 · Employee Health Care	2,606.70	2,606.70

**Cabazon Water District**  
**Profit & Loss**  
 January through February 2016

	Jan 16	Feb 16
51330 · Pension	2,696.59	2,788.58
51350 · Union Dues	0.00	0.00
51360 · Aflac Deductions	0.00	46.26
<b>Total 51300 · Payroll - Employee Ben Expense</b>	<b>6,455.83</b>	<b>6,607.44</b>
51400 · Payroll Expenses - Taxes, etc		
51410 · FICA and Medicare	1,160.02	1,211.59
51420 · SUI and ETT	940.14	642.10
<b>Total 51400 · Payroll Expenses - Taxes, etc</b>	<b>2,100.16</b>	<b>1,853.69</b>
<b>Total 50010 · Payroll - All Expenses</b>	<b>24,005.14</b>	<b>24,492.13</b>
52000 · Operational Expenses		
53000 · Facilities, Wells, Trans, Dist		
53110 · Lab Fees	220.00	225.00
53120 · Site Landscaping & Maintenance	45.00	45.00
53160 · Utilities - Wells	8,364.70	3,427.57
53170 · SCADA (no ongoing contract )	26.31	26.49
5318 · Line Mtn & Rep Contractor		
53180 · Line Maint and Repair Cont	1,980.00	0.00
53181 · Line Maint Repair Cont. Emergen (Emergency Work)	620.00	4,785.00
5318RE · Line Mtn & Rep Eq Rent Emerg	0.00	3,920.00
<b>Total 5318 · Line Mtn &amp; Rep Contractor</b>	<b>2,600.00</b>	<b>8,705.00</b>
53190 · Line Maint and Repair Materials	19.50	4,034.58
53210 · Well Maintenance	588.00	0.00
53300 · Security		
53350 · Alarms		
53355 · Alarm Phones	108.62	108.62
<b>Total 53350 · Alarms</b>	<b>108.62</b>	<b>108.62</b>
53390 · Audio Alarm (cont exp xx/xx)	241.12	241.12
53410 · Video Eq Lease (exp xx/xx)	724.00	724.00
<b>Total 53300 · Security</b>	<b>1,073.74</b>	<b>1,073.74</b>
53000 · Facilities, Wells, Trans, Dist - Other	0.00	2,612.95
<b>Total 53000 · Facilities, Wells, Trans, Dist</b>	<b>12,937.25</b>	<b>20,150.33</b>
54000 · Utilities - Office		
54110 · Electricity	794.57	1,171.84
54120 · Gas	124.84	68.97
54130 · Telephone	766.26	774.89
54140 · Sanitation	351.48	351.48
<b>Total 54000 · Utilities - Office</b>	<b>2,037.15</b>	<b>2,367.18</b>
55000 · Office Expenses		
55220 · Fire Alarm System Servicing (Fire Alarm System Servicing: Mc	144.00	0.00
55110 · Water Billing System	968.13	0.00
55120 · Supplies & Equipment	148.28	114.16
55130 · Copier and Supplies	489.25	489.25
55150 · Postage	485.78	0.00
55180 · Computer Services	2,997.00	2,997.00
55200 · Office Storage	500.00	500.00

**Cabazon Water District**  
**Profit & Loss**  
 January through February 2016

	<u>Jan 16</u>	<u>Feb 16</u>
55210 · Air Conditioning Servicing (Air Conditioning Unit Servicing)	350.00	350.00
<b>Total 55000 · Office Expenses</b>	<b>6,082.44</b>	<b>4,450.41</b>
<b>56000 · Support Services</b>		
56300 · Financial Audit (through 20xx)	0.00	580.00
56400 · Accounting (monthly contract)	956.25	1,317.50
56500 · Legal Services		
565-00 · Legal - General	4,428.74	4,316.32
565.01 · Legal - Water	1,568.51	2,773.00
<b>Total 56500 · Legal Services</b>	<b>5,997.25</b>	<b>7,089.32</b>
56600 · Bank Service Charges	137.57	139.20
56700 · Payroll Service	374.55	236.80
56800 · General Liability Insurance	1,711.19	1,711.19
<b>Total 56000 · Support Services</b>	<b>9,176.81</b>	<b>11,074.01</b>
<b>57000 · Training/Travel</b>		
57120 · Travel and Meals	47.33	51.75
<b>Total 57000 · Training/Travel</b>	<b>47.33</b>	<b>51.75</b>
<b>58000 · Other Fees</b>		
58120 · State Water fees	0.00	150.00
<b>Total 58000 · Other Fees</b>	<b>0.00</b>	<b>150.00</b>
<b>59000 · Service Tools &amp; Equipment</b>		
59120 · Vehicle Fuel	415.01	68.46
59150 · Tractor Expenses	0.00	2,008.15
59160 · Backhoe Fuel	0.00	0.00
59170 · Equipment Rental	0.00	238.79
59180 · Service Trucks - Repair and Mtn	261.05	232.03
59190 · Water Ops Cell Phone/ Internet	197.07	0.00
59210 · Water Ops Computer Internet	0.00	0.00
59000 · Service Tools & Equipment - Other	0.00	152.33
<b>Total 59000 · Service Tools &amp; Equipment</b>	<b>873.13</b>	<b>2,699.76</b>
<b>Total 52000 · Operational Expenses</b>	<b>31,154.11</b>	<b>40,943.44</b>
<b>61000 · Non-Operating Expenses</b>		
61150 · Returned Checks	0.00	150.00
61220 · Reconciliation Discrepancies	0.00	(48.94)
61240 · Miscellaneous	45.71	0.00
<b>Total 61000 · Non-Operating Expenses</b>	<b>45.71</b>	<b>101.06</b>
<b>65000 · Depreciation and Amortization</b>		
65110 · Depreciation	22,189.00	22,189.00
<b>Total 65000 · Depreciation and Amortization</b>	<b>22,189.00</b>	<b>22,189.00</b>
<b>Total Expense</b>	<b>77,393.96</b>	<b>87,725.63</b>
<b>Net Ordinary Income</b>	<b>108,815.53</b>	<b>(4,779.57)</b>
<b>Net Income</b>	<b>108,815.53</b>	<b>(4,779.57)</b>

## Cabazon Water District Profit & Loss Budget Performance

February 2016

Ordinary Income/Expense	Feb 16	Budget	Jul '15 - Feb 16	YTD Budget	Annual Budget
<b>Income</b>					
<b>41000 · Operating Income</b>					
41100 · Base Rate - Water Bills	76,609.11	97,333.00	721,340.15	778,664.00	1,168,000.00
41220 · Fire Sales - Water Bills	240.00	240.00	1,920.00	1,920.00	2,880.00
41230 · Fire Flow Income	150.00		150.00		
41240 · Meter Install and Removal	0.00		0.00		
41310 · Penalty Fees - Water Bills	3,725.71	2,750.00	23,062.02	22,000.00	33,000.00
41320 · Lien Reinstatement Fees	0.00		401.07		
41330 · New Account Fees - Water Bills	0.00		875.00		
41360 · Incident Fee - Water Bills	0.00		0.00		
41370 · Returned Check Fees	30.00		270.00		
41500 · Stand By Fees - Tax Revenue	0.00	0.00	71,432.37	70,000.00	100,000.00
<b>Total 41000 · Operating Income</b>	<b>80,754.82</b>	<b>100,323.00</b>	<b>819,450.61</b>	<b>872,584.00</b>	<b>1,303,880.00</b>
<b>42000 · Non-Operating Income</b>					
<b>42100 · Property Taxes</b>					
42110 · Ad Valorem - Tax Revenue	0.00	0.00	25,734.70	32,200.00	46,000.00
42120 · Teeter Settlement Income	0.00	0.00	0.00	0.00	10,000.00
<b>Total 42100 · Property Taxes</b>	<b>0.00</b>	<b>0.00</b>	<b>25,734.70</b>	<b>32,200.00</b>	<b>56,000.00</b>
42210 · Cell Tower Lease Income	1,928.24	1,917.00	15,425.92	15,336.00	23,000.00
42310 · Miscellaneous Non-Operating Inc	0.00		1,780.21		
<b>43000 · Interest Income</b>					
43110 · Interest Inc - Gen, Trust, Payr	1.62		9.88		
43120 · Interest Income LAIF	0.00	158.00	1,163.75	1,264.00	1,900.00
43140 · Interest Income - Water bills	260.96	333.00	2,935.71	2,664.00	4,000.00
43160 · Interest Income - DWR	0.42		3.16		
<b>Total 43000 · Interest Income</b>	<b>263.00</b>	<b>491.00</b>	<b>4,112.50</b>	<b>3,928.00</b>	<b>5,900.00</b>
<b>Total 42000 · Non-Operating Income</b>	<b>2,191.24</b>	<b>2,408.00</b>	<b>47,053.33</b>	<b>51,464.00</b>	<b>84,900.00</b>
<b>Total Income</b>	<b>82,946.06</b>	<b>102,731.00</b>	<b>866,503.94</b>	<b>924,048.00</b>	<b>1,388,780.00</b>
<b>Gross Profit</b>	<b>82,946.06</b>	<b>102,731.00</b>	<b>866,503.94</b>	<b>924,048.00</b>	<b>1,388,780.00</b>
<b>Expense</b>					
<b>50010 · Payroll - All Expenses</b>					
<b>51000 · Payroll Summary</b>					
51050 · Directors' Fees	700.00	1,183.00	6,600.00	9,464.00	14,200.00
<b>51100 · Management and Customer Service</b>					
51120 · Customer Accounts	3,343.39	3,450.00	28,974.80	27,600.00	41,400.00
51130 · Admin Assistant	3,774.38	3,533.00	24,372.11	28,264.00	42,400.00
51140 · General Manager	6,341.52	7,400.00	57,088.91	59,200.00	88,800.00
<b>Total 51100 · Management and Custome</b>	<b>13,459.29</b>	<b>14,383.00</b>	<b>110,435.82</b>	<b>115,064.00</b>	<b>172,600.00</b>
<b>51200 · Water Operations</b>					
51210 · Meter Reader	1,871.71	2,025.00	15,859.46	16,200.00	24,300.00
<b>Total 51200 · Water Operations</b>	<b>1,871.71</b>	<b>2,025.00</b>	<b>15,859.46</b>	<b>16,200.00</b>	<b>24,300.00</b>
<b>Total 51000 · Payroll Summary</b>	<b>16,031.00</b>	<b>17,591.00</b>	<b>132,895.28</b>	<b>140,728.00</b>	<b>211,100.00</b>
51300 · Payroll - Employee Ben Expense					

## Cabazon Water District Profit & Loss Budget Performance

February 2016

	Feb 16	Budget	Jul '15 - Feb 16	YTD Budget	Annual Budget
51310 · Workers Comp.	1,165.90	750.00	11,506.08	6,000.00	9,000.00
51320 · Employee Health Care	2,606.70	2,558.00	20,148.99	20,464.00	30,700.00
51330 · Pension	2,788.58	2,975.00	27,942.80	23,800.00	35,700.00
51350 · Union Dues	0.00		(28.56)		
51360 · Aflac Deductions	46.26		396.74		
<b>Total 51300 · Payroll - Employee Ben Expe</b>	<b>6,607.44</b>	<b>6,283.00</b>	<b>59,966.05</b>	<b>50,264.00</b>	<b>75,400.00</b>
51400 · Payroll Expenses - Taxes, etc					
51410 · FICA and Medicare	1,211.59	1,342.00	10,161.82	10,736.00	16,100.00
51420 · SUI and ETT	642.10	233.00	1,996.09	1,864.00	2,800.00
51430 · Medical Testing	0.00	77.00	635.00	616.00	920.00
<b>Total 51400 · Payroll Expenses - Taxes, etc</b>	<b>1,853.69</b>	<b>1,652.00</b>	<b>12,792.91</b>	<b>13,216.00</b>	<b>19,820.00</b>
<b>Total 50010 · Payroll - All Expenses</b>	<b>24,492.13</b>	<b>25,526.00</b>	<b>205,654.24</b>	<b>204,208.00</b>	<b>306,320.00</b>
52000 · Operational Expenses					
53000 · Facilities, Wells, Trans, Dist					
53110 · Lab Fees	225.00	700.00	6,761.12	5,600.00	8,400.00
53120 · Site Landscaping & Maintenance	45.00	2,000.00	1,286.03	16,000.00	24,000.00
53130 · Meters	0.00	833.00	4,763.23	6,664.00	10,000.00
53140 · Generator Service Contractor	0.00	292.00	0.00	2,336.00	3,500.00
53150 · Median Landscape & Maintenance	0.00	1,916.67	11,385.00	15,333.36	23,000.00
53160 · Utilities - Wells	3,427.57	8,750.00	66,464.40	70,000.00	105,000.00
53170 · SCADA (no ongoing contract )	26.49	400.00	1,234.63	3,200.00	4,800.00
5318 · Line Mtn & Rep Contractor					
53180 · Line Maint and Repair Cont	0.00	12,500.00	47,135.00	100,000.00	150,000.00
53181 · Line Maint Repair Cont. Emerg	4,785.00		84,097.50		
5318RE · Line Mtn & Rep Eq Rent Eme	3,920.00		3,920.00		
<b>Total 5318 · Line Mtn &amp; Rep Contractor</b>	<b>8,705.00</b>	<b>12,500.00</b>	<b>135,152.50</b>	<b>100,000.00</b>	<b>150,000.00</b>
53190 · Line Maint and Repair Materials	4,034.58	5,000.00	21,631.95	40,000.00	60,000.00
53210 · Well Maintenance					
53215 · Chemicals	0.00	525.00	256.26	4,200.00	6,300.00
53210 · Well Maintenance - Other	0.00	1,250.00	5,593.80	10,000.00	15,000.00
<b>Total 53210 · Well Maintenance</b>	<b>0.00</b>	<b>1,775.00</b>	<b>5,850.06</b>	<b>14,200.00</b>	<b>21,300.00</b>
53300 · Security					
53330 · Crime Prevention (PSI & Veriz	0.00		525.30		
53350 · Alarms					
53355 · Alarm Phones	108.62	113.00	862.32	904.00	1,350.00
53350 · Alarms - Other	0.00	46.00	242.00	368.00	550.00
<b>Total 53350 · Alarms</b>	<b>108.62</b>	<b>159.00</b>	<b>1,104.32</b>	<b>1,272.00</b>	<b>1,900.00</b>
53380 · Materials	0.00	42.00	64.00	336.00	500.00
53390 · Audio Alarm (cont exp xx/xx)	241.12	225.00	2,091.96	1,800.00	2,700.00
53410 · Video Eq Lease (exp xx/xx)	724.00	742.00	5,792.00	5,936.00	8,900.00
<b>Total 53300 · Security</b>	<b>1,073.74</b>	<b>1,168.00</b>	<b>9,577.58</b>	<b>9,344.00</b>	<b>14,000.00</b>
53610 · Engineering Services	0.00	2,000.00	29,220.87	16,000.00	24,000.00
53000 · Facilities, Wells, Trans, Dist - Otl	2,612.95		2,612.95		
<b>Total 53000 · Facilities, Wells, Trans, Dist</b>	<b>20,150.33</b>	<b>37,334.67</b>	<b>295,940.32</b>	<b>298,677.36</b>	<b>448,000.00</b>



**Cabazon Water District**  
**Profit & Loss Budget Performance**  
February 2016

	Feb 16	Budget	Jul '15 - Feb 16	YTD Budget	Annual Budget
<b>54000 · Utilities - Office</b>					
54110 · Electricity	1,171.84	1,083.00	9,487.58	8,664.00	13,000.00
54120 · Gas	68.97	75.00	425.69	600.00	900.00
54130 · Telephone	774.89	750.00	6,585.66	6,000.00	9,000.00
54140 · Sanitation	351.48	350.00	2,811.84	2,800.00	4,200.00
<b>Total 54000 · Utilities - Office</b>	<b>2,367.18</b>	<b>2,258.00</b>	<b>19,310.77</b>	<b>18,064.00</b>	<b>27,100.00</b>
<b>55000 · Office Expenses</b>					
55220 · Fire Alarm System Servicing (Fir	0.00		429.50		
55110 · Water Billing System	0.00	208.00	2,265.03	1,664.00	2,500.00
55120 · Supplies & Equipment	114.16	795.00	3,537.47	6,360.00	9,540.00
55130 · Copier and Supplies	489.25	635.00	4,944.53	5,080.00	7,620.00
55140 · Dues & Subscriptions	0.00	83.00	1,092.00	664.00	1,000.00
55150 · Postage	0.00	750.00	3,895.14	6,000.00	9,000.00
55160 · Printing & Publications	0.00	104.00	(251.00)	832.00	1,250.00
55180 · Computer Services	2,997.00	2,997.00	23,999.88	23,976.00	35,964.00
55200 · Office Storage	500.00	500.00	4,000.00	4,000.00	6,000.00
55210 · Air Conditioning Servicing (Air C	350.00	167.00	2,800.00	1,336.00	2,000.00
<b>Total 55000 · Office Expenses</b>	<b>4,450.41</b>	<b>6,239.00</b>	<b>46,712.55</b>	<b>49,912.00</b>	<b>74,874.00</b>
<b>56000 · Support Services</b>					
56200 · Temporary Labor	0.00		1,477.25		
56300 · Financial Audit (through 20xx)	580.00	0.00	18,278.00	18,000.00	21,000.00
56400 · Accounting (monthly contract)	1,317.50	1,800.00	10,933.75	14,400.00	21,600.00
<b>56500 · Legal Services</b>					
565-00 · Legal - General	4,316.32		44,447.51		
565.01 · Legal - Water	2,773.00		13,736.72		
565.02 · Legal - Brown Act, Public Rec	0.00		6,415.50		
565.07 · Legal - Personnel	0.00		6,974.57		
565-13 · Legal - Grant/Loan Funding	0.00		5,917.00		
565-40 · Legal - Fees and Charges	0.00		2,892.10		
56500 · Legal Services - Other	0.00	7,274.00	0.00	58,192.00	87,286.00
<b>Total 56500 · Legal Services</b>	<b>7,089.32</b>	<b>7,274.00</b>	<b>80,383.40</b>	<b>58,192.00</b>	<b>87,286.00</b>
56600 · Bank Service Charges	139.20	200.00	1,144.11	1,600.00	2,400.00
56700 · Payroll Service	236.80	292.00	2,221.35	2,336.00	3,500.00
56800 · General Liability Insurance	1,711.19	1,833.00	13,689.52	14,664.00	22,000.00
56810 · Fixed Asset Software System	0.00		498.33		
<b>Total 56000 · Support Services</b>	<b>11,074.01</b>	<b>11,399.00</b>	<b>128,625.71</b>	<b>109,192.00</b>	<b>157,786.00</b>
<b>57000 · Training/Travel</b>					
57110 · Seminars/Training	0.00	858.00	99.00	6,864.00	10,300.00
57120 · Travel and Meals	51.75	417.00	287.48	3,336.00	5,000.00
<b>Total 57000 · Training/Travel</b>	<b>51.75</b>	<b>1,275.00</b>	<b>386.48</b>	<b>10,200.00</b>	<b>15,300.00</b>
<b>58000 · Other Fees</b>					
58100 · County Lien Release Fees (Fees	0.00		131.00		
58110 · Riverside County Fees	0.00	42.00	352.80	336.00	500.00
58120 · State Water fees	150.00	525.00	4,790.40	4,200.00	6,300.00

**Cabazon Water District**  
**Profit & Loss Budget Performance**  
**February 2016**

	Feb 16	Budget	Jul '15 - Feb 16	YTD Budget	Annual Budget
58130 · Election Fees	0.00	83.00	0.00	664.00	1,000.00
58000 · Other Fees - Other	0.00		467.98		
<b>Total 58000 · Other Fees</b>	<b>150.00</b>	<b>650.00</b>	<b>5,742.18</b>	<b>5,200.00</b>	<b>7,800.00</b>
<b>59000 · Service Tools &amp; Equipment</b>					
59110 · Shop Supplies and Small Tools	0.00	54.00	1,359.28	432.00	650.00
59120 · Vehicle Fuel	68.46	1,250.00	8,526.63	10,000.00	15,000.00
59130 · Employee Uniforms	0.00	92.00	0.00	736.00	1,100.00
59150 · Tractor Expenses	2,008.15	575.00	2,008.15	4,600.00	6,900.00
59160 · Backhoe Fuel	0.00	442.00	863.77	3,536.00	5,300.00
59170 · Equipment Rental	238.79		665.04		
59180 · Service Trucks - Repair and Mtn	232.03	625.00	7,887.82	5,000.00	7,500.00
59190 · Water Ops Cell Phone/ Internet	0.00	183.00	963.16	1,464.00	2,200.00
59210 · Water Ops Computer Internet	0.00	67.00	0.00	536.00	800.00
59220 · Communications	0.00	92.00	0.00	736.00	1,100.00
59000 · Service Tools & Equipment - Otl	152.33		152.33		
<b>Total 59000 · Service Tools &amp; Equipment</b>	<b>2,699.76</b>	<b>3,380.00</b>	<b>22,426.18</b>	<b>27,040.00</b>	<b>40,550.00</b>
<b>Total 52000 · Operational Expenses</b>	<b>40,943.44</b>	<b>62,535.67</b>	<b>519,144.19</b>	<b>518,285.36</b>	<b>771,410.00</b>
<b>61000 · Non-Operating Expenses</b>					
61150 · Returned Checks	150.00		149.99		
61160 · Grant/Loan Processing Fee	0.00	167.00	1,325.00	1,336.00	2,000.00
61170 · DWR Interest on Loans	0.00	1,125.00	3,467.49	9,000.00	13,500.00
61180 · DHPO Interest Expense	0.00	1,292.00	3,983.07	10,336.00	15,500.00
61190 · Bad Debt Expense	0.00	100.00	0.00	800.00	1,200.00
61220 · Reconciliation Discrepancies	(48.94)		(49.18)		
61240 · Miscellaneous	0.00	417.00	9,844.60	3,336.00	5,000.00
61241 · Website Support	0.00	621.00	299.00	4,968.00	7,450.00
61250 · Image Consultant	0.00		0.00	0.00	0.00
<b>Total 61000 · Non-Operating Expenses</b>	<b>101.06</b>	<b>3,722.00</b>	<b>19,019.97</b>	<b>29,776.00</b>	<b>44,650.00</b>
<b>65000 · Depreciation and Amortization</b>					
65110 · Depreciation	22,189.00	22,200.00	177,512.00	177,600.00	266,400.00
<b>Total 65000 · Depreciation and Amortization</b>	<b>22,189.00</b>	<b>22,200.00</b>	<b>177,512.00</b>	<b>177,600.00</b>	<b>266,400.00</b>
<b>Total Expense</b>	<b>87,725.63</b>	<b>113,983.67</b>	<b>921,330.40</b>	<b>929,869.36</b>	<b>1,388,780.00</b>
<b>Net Ordinary Income</b>	<b>(4,779.57)</b>	<b>(11,252.67)</b>	<b>(54,826.46)</b>	<b>(5,821.36)</b>	<b>0.00</b>
<b>Net Income</b>	<b>(4,779.57)</b>	<b>(11,252.67)</b>	<b>(54,826.46)</b>	<b>(5,821.36)</b>	<b>0.00</b>

PRELIMINARY

Cabazon Water District  
Statement of Cash Flows  
Month Ended February 29, 2016

Beginning Balance	<u>174,176.72</u>
Receipts:	
Water Service	95,129.74
Tax Revenue	-
Cell Tower Revenue	1,928.24
Customer Deposits	50.00
Interest Income	1.62
Other	
Total Receipts	<u>97,109.60</u>
Expenditures:	
Paid Bills	53,035.51
Payroll Expenses	17,919.33
Deposit Refunds	50.00
Debt Repayment	-
Other	328.58
Total Expenditures	<u>71,333.42</u>
Net Receipts/(Expenditures)	<u>25,776.18</u>
Ending Cash	<u>199,952.90</u>
Cash Per GL	199,952.90

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RESOLUTION NO. 01-2016

**RESOLUTION OF THE GOVERNING BOARD OF CABAZON WATER DISTRICT DECLARING ITS INTENTION TO ISSUE TAX-EXEMPT OBLIGATIONS TO BE USED TO REIMBURSE THE DISTRICT FOR CERTAIN EXPENDITURES PRIOR TO THE ISSUANCE OF SUCH TAX-EXEMPT BOND OBLIGATIONS**

**RECITALS**

**WHEREAS**, The Cabazon Water District (“District”) desires and intends to finance the construction, acquisition and improvement of certain properties designated as Riverside County Assessor Parcel Numbers 526-022-009 and 526-022-008 and located in Cabazon, Riverside County, California in furtherance of its purposes (the “Project”); and

**WHEREAS**, the District expects to cause the execution, delivery and sale of tax-exempt obligations such as bonds for the purpose of providing financing for all or a portion of the Project in a principal amount of approximately \$ [REDACTED] (the “Obligations”); and

**WHEREAS**, pursuant to Section 1.150-2(d) of the Regulations of the United States Department of the Treasury (the “Regulations”) promulgated under Section 150 of the Internal Revenue Code of 1986, as amended, the District may reimburse the amounts advanced by the District for the Project if not later than 60 days after payment of the original expenditure of an amount advanced by the District, the Board of Directors adopts an official intent to reimburse the expenditure of such advanced amount, and such reimbursement occurs not later than 18 months after the later of the date of the original expenditure is paid or the date the Project is placed in service, but in no event more than three (3) years after the original expenditure is paid; and

**WHEREAS**, the Board of Directors intends that the District shall be reimbursed the amounts advanced by the District from the General Acct. fund of the District for the Project from proceeds of the sale of the Obligations; and

**WHEREAS**, the Board of Directors further intends that the District shall receive reimbursement from the proceeds of the sale of the Obligations for certain expenditures which have been made and will be made prior to the date the Obligations are entered into in connection with the design, construction, acquisition, installation and equipping of the Project which are “preliminary expenditures” as defined in Section 1.150-2(f)(2) of the Regulations.

**NOW, THEREFORE, BE IT HEREBY RESOLVED** by the Board of Directors of the Cabazon Water District as follows:

**Section 1.** The Board of Directors declares that it is the intent of the District, subject to further approval by this Board, that the District will be reimbursed the amounts advanced by the District from the General Acct. fund for the design, construction, acquisition, installation and equipping of the Project from the proceeds of the sale of the Obligations. The maximum principal amount of the Obligations will not exceed \$ [REDACTED].

**Section 2.** The Board of Directors further declares that it is the intent of the District to be reimbursed amounts which have been and will be expended with respect to the design, construction, acquisition, installation and equipping of the Project which are “preliminary expenditures” as defined in Section 1.150-2(f)(2) of the Regulations.

**RESOLUTION NO. 01-2016**

**Section 3.** It is intended that this Resolution shall constitute a declaration of “official intent” within the meaning of Section 1.150-2 of the Regulations.

**Section 4.** The adoption of this Resolution shall not bind the District to proceed with execution and delivery of the Obligations until and unless all other necessary actions and approvals are taken or received in accordance with all applicable laws.

**Section 5.** This Resolution shall take effect immediately upon its adoption.

**Section 6.** The Board Secretary shall certify to the passage and adoption of this resolution and enter it into the book of original resolutions.

**ADOPTED** this 21<sup>st</sup> day of March 2016, by the Cabazon Water District Board of Directors.

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President of the Board of Directors

ATTEST:

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Secretary of the Board of Directors

APPROVED AS TO FORM:

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Best Best & Krieger LLP  
General Counsel