



THREE VALLEYS MUNICIPAL WATER DISTRICT REGULAR BOARD MEETING AMENDED AGENDA

1021 E. Miramar Avenue, Claremont, CA 91711

October 20, 2021 – 8:00 AM

SPECIAL NOTICE OF TELECONFERENCE ACCESSIBILITY

Pursuant to the provisions of Assembly Bill 361, and in response to the COVID-19 outbreak and as a precaution to our Board of Directors, staff and the public, Three Valleys MWD will hold its Board meeting via teleconference. The public's physical attendance at the District is not allowed. The public may participate in the teleconference by registering at the link below:

https://tvmwd.zoom.us/webinar/register/WN_c1i-M5sMTBOTEQYHelafGA

(Dial-in instructions are provided after registering at the link above)

Any member of the public wishing to participate in public comment may do so in any of the following manners: (1) when prompted by the President during the public comment period, (2) by filling out the electronic speaker's card at the following link <https://arcg.is/0z5GqO> prior to the close of public comment, or (3) by sending an email to naguirre@tvmwd.com prior to the close of public comment.

The mission of Three Valleys Municipal Water District is to supplement and enhance local water supplies to meet our region's needs in a reliable and cost-effective manner.

1. CALL TO ORDER KUHN
2. FLAG SALUTE KUHN
3. ROLL CALL AGUIRRE
4. AGENDA REORDER/ADDITIONS [*Government Code Section 54954.2(b)(2)*] KUHN

Additions to the agenda may be considered when two-thirds of the board members present determine a need for immediate action, and the need to act came to the attention of TVMWD after the agenda was posted; this exception required a degree of urgency. If fewer than two-thirds of the board members are present, all must affirm the action to add an item to the agenda. The Board shall call for public comment prior to voting to add any item to the agenda after posting.

5. LEGISLATIVE UPDATE, OCTOBER 2021 HOWIE

Mr. Mike Arnold and Ms. Kristi Foy of Arnold & Associates will provide a year-end legislative update for 2021.

6. PUBLIC COMMENT (*Government Code Section 54954.3*)

KUHN

Opportunity for members of the public to directly address the Board on items of public interest within its jurisdiction. The public may also address the Board on items being considered on this agenda. TVMWD requests that all public speakers complete a speaker's card and provide it to the Executive Assistant.

We request that remarks be limited to three minutes or less. Pursuant to Government Code Section 54954.3, if speaker is utilizing a translator, the total allotted time will be doubled.

7. CONSENT CALENDAR

KUHN

The Board will consider consent calendar items 7.A – 7.L listed below. Consent calendar items are routine in nature and approved by a single motion. Any member of the Board may request that a specific item be pulled from the consent calendar for further discussion.

A. RECEIVE, APPROVE AND FILE MINUTES, SEPTEMBER 2021

- September 15, 2021 – Regular Board Meeting

B. RECEIVE, APPROVE AND FILE FINANCIAL REPORTS AND INVESTMENT UPDATE, SEPTEMBER 2021

- Change in Cash and Cash Equivalents Report
- Consolidated Listing of Investment Portfolio and Investment Report
- YTD District Budget Monthly Status Report
- Warrant List

C. IMPORTED WATER SALES, SEPTEMBER 2021

The Board will review the imported water sales report for September 2021.

D. MIRAMAR OPERATIONS REPORT, SEPTEMBER 2021

The Board will review the Miramar Operations report for September 2021.

E. APPROVE DIRECTOR EXPENSE REPORTS, SEPTEMBER 2021

The Board will consider approval of the September 2021 Director expense reports that include disclosure of per diem requests for meeting attendance and itemization of any expenses incurred by TVMWD.

F. CY 2022 HOLIDAY SCHEDULE

The Board will receive, approve, and file the proposed CY 2022 holiday schedule.

G. CY 2021 REVISED HOLIDAY SCHEDULE

The Board will receive, approve, and file the revised CY 2021 holiday schedule.

H. MODIFIED BOARD MEETING SCHEDULE

The Board will consider cancelling the December 1, 2021 Board of Directors meeting as it conflicts with the ACWA Fall Conference.

I. RESOLUTION NO. 21-10-904 TAX SHARING EXCHANGE COUNTY SANITATION DISTRICT NO. 21, ANNEXATION NO. 21-763

Approval of Resolution No. 21-10-904 signifies acceptance of the tax sharing exchange by County Sanitation District No. 21.

J. RESOLUTION NO. 21-10-905 TAX SHARING EXCHANGE COUNTY SANITATION DISTRICT NO. 21, ANNEXATION NO. 21-766

Approval of Resolution No. 21-10-905 signifies acceptance of the tax sharing exchange by County Sanitation District No. 21.

K. RESOLUTION NO. 21-10-906 CONTINUING REMOTE TELCONFERENCE MEETINGS PURSUANT TO THE PROVISIONS OF ASSEMBLY BILL 361

The Board will consider Resolution No. 21-10-906 authorizing the continuation of remote teleconference meetings pursuant to AB 361.

L. CONSIDER APPROVAL OF SPADRA BASIN GROUNDWATER SUSTAINABILITY AGENCY MONITORING WELL FUNDING REQUEST

The Board will consider allocating funds to the Spadra Basin Groundwater Sustainability Agency for a new monitoring well.

BOARD ACTION REQUIRED 7.A – 7.L

Staff Recommendation: Approve as Presented

8. ACTION AGENDA

LITCHFIELD

The following items on the Action Agenda call for discussion and action by the Board. All items are placed on the agenda so that the Board may discuss and take action on the item if the Board is so inclined.

A. AUDIT AND ANNUAL COMPREHENSIVE FINANCIAL REPORT FOR FISCAL YEAR ENDED JUNE 30, 2021

LINTHICUM

The Board will consider approval of the FY 20/21 audit and ACFR after a presentation from staff and the audit firm.

BOARD ACTION REQUIRED – 8.A

Staff Recommendation: Approve as Presented

B. RESERVE SCHEDULE FOR FISCAL YEAR ENDED JUNE 30, 2021

LINTHICUM

The Board will consider approval of the reserve schedule for FY ended June 30, 2021.

BOARD ACTION REQUIRED – 8.B

Staff Recommendation: Approve as Presented

9. REPORTS LITCHFIELD
- The Executive Leadership Team will provide brief updates on existing matters under their purview and will be available to respond to any questions thereof.
- A. PROJECT SUMMARY UPDATE PERALTA
- The Board will be given an oral update of ongoing District projects.
- B. TVMWD TEAM ACHIEVEMENTS & MILESTONES, OCTOBER 2021 LITCHFIELD
10. DIRECTOR'S/GENERAL MANAGER'S ORAL REPORTS KUHN
- Directors and the Managers may report on activities for meetings to which they are assigned to serve as the representative or alternate of TVMWD, and on other areas of interest.
11. CLOSED SESSION KUHN
- A. CONFERENCE WITH LEGAL COUNSEL – ANTICIPATED LITIGATION
- Significant exposure to litigation pursuant to Government Code Section 54956.9(d)(2)
 - One potential case
- B. CONFERENCE WITH LEGAL COUNSEL – ANTICIPATED LITIGATION
- Initiation of litigation pursuant to Government Code Section 54956.9(d)(4)
 - One potential case
- C. CONFERENCE WITH LEGAL COUNSEL – EXISTING LITIGATION
[Government Code Section 54956.9(d)(1)]
- Name of Case: San Diego County Water Authority v. Metropolitan Water District of Southern California, et al., San Francisco County Superior Court Case No. CPF-10-510830
(Consolidated with Case No. CPF-12-512466)
- Name of Case: San Diego County Water Authority v. Metropolitan Water District of Southern California, et al., San Francisco County Superior Court Case No. CPF-14-514004
(Consolidated with Case Nos. CPF-16-515282 and CPF-18-516389)
12. FUTURE AGENDA ITEMS KUHN
13. ADJOURNMENT AND NEXT MEETING KUHN
- The Board will adjourn to a regular Board Meeting on November 3, 2021 at 8:00 AM.

In compliance with the Americans with Disabilities Act Government Code Section 54954.2(a), if special assistance is needed to participate in this public meeting, please contact the Executive Assistant at (909) 621-5568 at least 24 hours prior to the meeting.

Pursuant to Government Code Section 54957.5, materials related to an item on this agenda submitted after distribution of the agenda packet will be posted on the TVMWD website at www.threevalleys.com.

Three Valleys MWD Board meeting packets and agendas are available for review at www.threevalleys.com.



Board of Directors Staff Report

To: TVMWD Board of Directors
From: Matthew H. Litchfield, General Manager
Date: October 20, 2021
Subject: **Legislative Update – October 2021**

<input type="checkbox"/> For Action	<input type="checkbox"/> Fiscal Impact	\$
<input checked="" type="checkbox"/> Information Only	<input type="checkbox"/> Funds Budgeted:	

Staff Recommendation:

None – Informational Item Only

Discussion:

The legislature went into recess last month and bills that made their way to the Governor’s desk have until Sunday, October 10, to be signed into law or vetoed. California does not institute a “pocket veto”, meaning that any bills before the Governor, that are not formally signed or vetoed, will become law and take effect on January 1, 2022.

This morning, we are pleased to invite back our Sacramento lobbyist team – Mike Arnold and Kristi Foy – from M.J. Arnold & Associates to provide a comprehensive end-of-session update on the first year of the current two-year legislative session. They will also provide the Board with some background on the controversial “gut and amend” process that occasionally finds its way into dormant pieces of legislation.

Finally, we received notification from the Association of California Water Agencies (ACWA) this last week that TVMWD has been recognized as the 2021 Outreach winner for Region 8. Outreach winners further the legislative goals of ACWA and TVMWD thirteen times now has achieved this recognition. The overall winner for the state will be announced at the ACWA Fall Conference on December 2.

Strategic Plan Objective(s):

3.3 – Be accountable and transparent with major decisions

3.5 – Ensure that all the region’s local government policy makers understand TVMWD’s role in the delivery of water.

Attachment(s):

Exhibit A – ACWA 2021 Outreach Winners Memo

Meeting History:

None

KRH

Oct. 12, 2021

Matthew Litchfield
General Manager
Three Valleys Water District

Dear Mr. Litchfield:

Congratulations! Your district is one of the top ACWA 2021 Outreach winners in your region. Your outstanding efforts as part of the Outreach Program have helped ACWA accomplish its legislative goals this year.

Here is a list of the winning districts in each region for the 2021 Outreach Recognition Awards.

Region 1: Hidden Valley Lake Community Services District

Region 2: City of Shasta Lake

Region 3: City of Roseville

Region 4: San Juan Water District

Region 5: Scotts Valley Water District

Region 6: Corcoran Irrigation District

Region 7: Indian Wells Valley Water District

Region 8: Three Valleys Water District

Region 9: Cucamonga Valley Water District

Region 10: Valley Center Municipal Water District

ACWA will acknowledge your district and the other regional winners at the ACWA 2021 Fall Conference & Exhibition at the Pasadena Convention Center, Thursday, Dec. 2 at the General Luncheon. The overall winner will be announced at the luncheon.

Seats for two representatives from your district can be reserved at special tables during the luncheon. **Meal tickets are necessary to attend. If the representatives from your district have not yet purchased meal tickets, please email Teresa Taylor at Teresat@acwa.com.** The regional winners will also be asked to stay after the General Luncheon for photos. Please contact Carolinem@acwa.com no later than Monday, Nov. 1 to confirm who will be attending the conference luncheon.

Thank you for all of your hard work this year on helping advance ACWA's legislative goals!

Sincerely,



Dave Eggerton
ACWA Executive Director

MINUTES
REGULAR BOARD OF DIRECTORS MEETING
THREE VALLEYS MUNICIPAL WATER DISTRICT
VIA TELECONFERENCE

Wednesday, September 15, 2021
8:00 a.m.

I. CALL TO ORDER

The Board meeting was called to order at 8:00 a.m. via teleconference. The presiding officer was President Bob Kuhn.

2. FLAG SALUTE

The flag salute was led by President Kuhn.

3. ROLL CALL

Roll call was taken with a quorum of the Board present.

DIRECTORS PRESENT

Bob Kuhn, President
David De Jesus, Vice President
Carlos Goytia, Secretary
Brian Bowcock, Treasurer
Jody Roberto, Director
Danielle Soto, Director
Mike Ti, Director

STAFF PRESENT

Matt Litchfield, General Manager
Steve Kennedy, Legal Counsel
Dominique Aguiar, Operations Supervisor
Nadia Aguirre, Executive Assistant
Liz Cohn, Senior Financial Analyst
Freeman Ensign, Operations Supervisor
Karen Harberson, Compliance Specialist
Kirk Howie, Chief Administrative Officer
Steve Lang, Chief Operations Officer
James Linthicum, Chief Financial Officer
Kevin Panzer, Assistant Engineer
Robert Peng, I.T. Manager
Ben Peralta, Project Manager
Viviana Robles, Human Resources/Risk Manager
Esther Romero, Accounting Technician
Marissa Turner, Admin./Communications Assistant

Virtual Attendees: Maritza Alvarez, Sacred Places Institute for Indigenous Peoples; Ray Baca, Engineering Contractors' Association; Philip Bogdanoff; Jordan Brandman, BIASC; Sara Catalan, Catalan Consulting; Chris Clarke, National Parks Conservation Association; Tom Coleman, Rowland Water District; Courtney Degener, Cadiz Inc.; Neal Desai, National Parks Conservation Association; Demi Espinoza, National Parks Conservation Association; Kevin Hayakawa, Walnut Valley Water District; Ed Hilden, Walnut Valley Water District; Erik Hitchman, Walnut Valley Water District; Farid I.B., Riverside Public Utilities; Shawn Igoe, City of La Verne; Richard Lambros, Engineering Contractors' Association; Ben Lewis, Golden State Water Company; Michael Lewis, Lewis Associates, LLC; Tony Lima, Rowland Water District; Szu Lu, Rowland Water District; Myra Malner, Rowland Water District; Gabriela Mendez, Center for Community Action and Environmental Justice; Dave Michalko,

Valencia Heights Water Company; Tom Monk, Walnut Valley Water District; John Monsen, Sierra Club; Stephanie Moreno, Water Quality Authority; Chisom Obegolu, City of Glendora; Maricela Rosales, Conservation Lands Foundation; Sherry Shaw, Walnut Valley Water District; C. "Robin" Smith, Sierra Club; Skylar Stephens, San Diego County Water Authority; Jon Switalski, Rebuild SoCal Partnership; Lisa Tarpin, Southern California Group; Brian Teuber, Walnut Valley Water District; DeAndre Valencia, BizFed; Dave Warren, Rowland Water District.

4. AGENDA REORDER/ADDITIONS

No reorder or additions to the agenda were requested.

5. PUBLIC COMMENT

Ray Baca commented on the Cadiz project.

Jon Switalski commented on current drought conditions.

Jordan Brandman commented on water supply.

De'Andre Valencia commented on water supply.

Maricela Rosales commented on the Bonanza Springs study.

Maritza Alvarez commented on the Bonanza Springs study.

C. Robin Smith commented on the Cadiz water mining study.

Gabriela Mendez commented on the Cadiz project.

Chris Clarke commented on the Bonanza Springs study.

Demi Espinoza commented on the Bonanza Springs study.

John Monsen commented on the Bonanza Springs study.

Neal Desai commented on the Bonanza Springs study.

Richard Lambros commented on the Bonanza Springs study.

General Manager Litchfield introduced and welcomed three new team members: Assistant Engineer Kevin Panzer, Human Resources/Risk Manager Viviana Robles, and Administrative/Communications Assistant Marissa Turner. President Kuhn welcomed the new team members to TVMWD.

6. CONSENT CALENDAR

The Board was asked to consider consent calendar items (6.A – 6.I) for the September 15, 2021 Board meeting that included: (6.A) Receive, Approve and File Minutes: June 2, 2021 and June 16, 2021; (6.B) Ratify Financial Reports, June & July 2021; (6.C) Receive, Approve and File Financial Reports and Investment Update, August 2021; (6.D) Imported Water Sales, August 2021; (6.E) Miramar Operations Report, August 2021; (6.F) Ratify Director Expense Reports, June & July 2021; (6.G) Approve Director Expense Reports, August 2021; (6.H) Resolution No. 21-09-900 Commemorating MWD General Manager Jeffrey Kightlinger; (6.I) Resolution No. 21-09-901 Tax Sharing Exchange County Lighting Maintenance District 10006, Annexation of Petition No. 70-1016.

Upon motion and second, President Kuhn called for discussion. There being no discussion, President Kuhn called for a roll call vote.

Moved: Director Soto Second: Director Roberto
 Ayes: Bowcock, De Jesus, Goytia, Kuhn, Roberto, Soto, Ti
 Noes:
 Absent:
 Motion No. 21-09-5328 Approval of Consent Calendar Items 6.A-6.I
 Motion passed 7-0

7. REPORTS

A. Metropolitan Water District Update

Vice President De Jesus reported on the new Metropolitan Water District (MWD) General Manager Adel Hagekhalil. MWD has undergone some position changes and new positions are being created. A new office is being developed to oversee diversity, equity and inclusion and will work with the Shaw Group to resolve employee concerns. Director Soto requested that TVMWD monitor MWD's development of this office for training opportunities that TVMWD can engage in.

Vice President De Jesus is a member of the property utilization team for Palo Verde Irrigation District (PVID). MWD is establishing property purchasing policies. MWD has committed \$6 million to assist PVID community reduce its use of Colorado River water.

MWD is currently focusing on current drought conditions and working with member agencies on water supply.

B. Legislative Update, September 2021

Mr. Kirk Howie provided a legislative update through September 2021. The deadline for the Assembly and Senate to pass bills was September 10, 2021. TVMWD-sponsored bill AB 703 received statewide support; however, it was not heard in committee and became a two-year bill. Staff will continue to work with Assemblymember Blanca Rubio, who authored the bill and meet with her next week. Directors Roberto and Soto will participate in the meeting. AB 361 is another teleconferencing bill that is active and likely to be signed by the Governor in the coming weeks. AB 703 and AB 361 are comparable bills and TVMWD will

continue to work with CSDA on filling in any gaps between the two bills. Mr. Howie also provided a brief update on AB 68 and SB 9.

Redistricting study consultant Best, Best and Krieger will attend the October 6, 2021 Board meeting to review preliminary census results. Two public hearings could potentially be necessary to review any proposed changes to TVMWD's division maps. The deadline for completing the redistricting process for special districts is scheduled for May 2022.

Arnold and Associates will virtually attend the October 20, 2021 Board meeting to provide an update on year end legislation. President Kuhn requested to include an update on the gut and amend bill.

C. Conservation Update, September 2021

Mr. Howie reported on current conservation and water use efficiency efforts. MWD has allocated funding in the amount of \$374,000 to TVMWD for the current two-year cycle from July 2020 to June 2022. All funds have been committed to projects/programs submitted by our member agencies. Director Roberto requested a report highlighting Walnut Valley Water District and Rowland Water District's utilization of funds. General Manager Litchfield advised MWD is increasing conservation programs for member agencies; however, additional funds are not being provided at this time.

D. Geographic Information System Enterprise Expansion Project

A Geographic Information System (GIS) Enterprise Project Request for Proposals was issued August 2021. The project will expand the existing GIS capabilities to an enterprise-wide system, centralize disparate GIS data into a single source of truth relational database, maintain the most up-to-date asset infrastructure data by developing new workflows and applications and provide staff focused training with GIS tools to maximize benefits of an enterprise GIS. Three proposals were received and after evaluation by staff, Miller Spatial Services was selected based on the long-term flexibility and costs. The proposed firm fee is \$51,340 with an average hourly rate of \$102. Director Soto thanked Mr. Peng for his contributions to TVMWD and is glad to hear staff will receive training.

E. Discussion Regarding Board Meeting Protocols

Executive Order N-08-21, which modifies Brown Act provisions required to hold a public meeting, is set to expire on September 30, 2021. AB 361 is expected to be signed into law by the Governor in the coming week. Legal Counsel Kennedy advised TVMWD is already in compliance with public comment under AB 361. Additional requirements are a state of emergency proclaimed, and the state, local officials or Board recommended measures to impose social distancing or imminent health risk to the public. The determination will need to be made every 30 days via resolution. Further discussion is to be had at the October 6, 2021 Board meeting.

Vice President De Jesus requested protocols for Directors to follow if traveling out of state and teleconferencing under the Brown Act and AB 361.

8. ACTION AGENDA

A. Approve Employee Health Care Costs CY 2022

Ms. Viviana Robles discussed employee health care costs for CY 2022. The 2022 employee benefits renewal was finalized, and the premium renewal will generate a \$17,000 calendar year savings. The staff report includes a summary of 2022 rate changes. The retiree medical plan will now include UnitedHealthcare Medicare Advantage PPO plan for retiree medical and prescription drug coverage. A new mental health plan has launched. President Kuhn requested to further look at employee benefit reimbursements.

Upon motion and second, President Kuhn called for discussion. There being no discussion, President Kuhn called for a roll call vote.

Moved: Director Soto Second: Director Goytia
 Ayes: Bowcock, De Jesus, Goytia, Kuhn, Roberto, Soto, Ti
 Noes:
 Absent:
 Motion No. 21-09-5329 Approval of Employee Health Care Costs CY 2022
 Motion passed 7-0

B. Consider Agreement for Operation and Maintenance of the Six Basins Groundwater Project

A draft Agreement for Operation and Maintenance of the Six Basins Groundwater Project was brought to the Board as an informational item in December 2020. General Manager Litchfield worked with Puente Basin Water Agency (PBWA) to finalize the agreement and PBWA approved it August 2021. The agreement will increase PBWA's yield of local supply for their customers and increase TVMWD's yield on Miramar Plant. The agreement demonstrates a cooperative relationship with member agencies. Operations staff will operate and inspect the project and TVMWD is not responsible for maintenance costs and capital investment. Any expenses TVMWD incurs will be reimbursed by PBWA on a monthly basis. Liability to TVMWD is minimal and the drinking water permit will need to be amended. President Kuhn requested to run the agreement through ACWA JPIA. Director Roberto thanked General Manager Litchfield for his work on the agreement.

Upon motion and second, President Kuhn called for discussion. There being no further discussion, President Kuhn called for a roll call vote.

Moved: Director Roberto Second: Director Bowcock
 Ayes: Bowcock, De Jesus, Goytia, Kuhn, Roberto, Soto, Ti
 Noes:
 Absent:
 Motion No. 21-09-5330 Approval of an Agreement for Operation and Maintenance of the Six Basins Groundwater Project
 Motion passed 7-0

C. Ratify Operational Shift Cost Offset Agreement Between Three Valleys MWD and the Metropolitan Water District of Southern California

Mr. James Linthicum briefed the Board on the ratification of the Operational Shift Cost Offset Agreement between TVMWD and MWD. The final State Water Project (SWP) allocation for 2021 was set at only 5 percent. MWD has requested its member agencies to explore possibilities of shifting demands off the State Water Project system and onto Colorado River Supply sources. MWD is picking up the cost difference from SWP water versus Colorado River water as an incentive. The agreement includes TVMWD costs and impact. MWD will pay for the higher costs of taking Colorado River water and will recoup for lost hydroelectric revenue. TVMWD will be made whole for any additional costs that may be incurred.

Upon motion and second, President Kuhn called for discussion. There being no discussion, President Kuhn called for a roll call vote.

Moved: Director Bowcock	Second: Director Ti
Ayes: Bowcock, De Jesus, Goytia, Kuhn, Roberto, Soto, Ti	
Noes:	
Absent:	
Motion No. 21-09-5331 Ratified Operational Shift Cost Offset Agreement between TVMWD & MWD	
Motion passed 7-0	

D. Approve Resolution No. 21-09-902 Supporting Water Supply Alert Conditions

The Board was asked to consider approving Resolution No. 21-09-902 supporting water supply alert conditions. On July 8, 2021, the Governor issued an executive order to voluntarily reduce water use by 15 percent. On August 17, 2021, the MWD Board adopted a resolution declaring a “Condition 2 – Water Supply Alert”. TVMWD’s resolution does not implement the Water Supply Allocation Plan and provides support in the MWD and TVMWD service area

Upon motion and second, President Kuhn called for discussion. There being no discussion, President Kuhn called for a roll call vote.

Moved: Director Ti	Second: Director Soto
Ayes: Bowcock, De Jesus, Goytia, Kuhn, Roberto, Soto, Ti	
Noes:	
Absent:	
Motion No. 21-09-5332 Approval of Resolution No. 21-09-902 Supporting Water Supply Alert Conditions	
Motion passed 7-0	

9. DIRECTORS' / GENERAL MANAGER'S ORAL REPORTS

Director Roberto requested TVMWD adopt a diversity, equity and inclusion plan. Director Roberto also stated Mr. Tom Lindley, former Board Member at Rowland Water District, passed away on September 6, 2021 and asked that his family be kept in prayer.

Director Bowcock reported on the CSDA Conference he attended in Monterey, CA. He was impressed with the meeting sessions and exchange of ideas between General Managers and Directors from different agencies.

The TVMWD office experienced a temporary power outage. Anyone accessing the meeting remotely remained in the meeting.

Legal Counsel Kennedy stated that according to AB 361, if a technological problem occurs the Board must pause the meeting until the issue is resolved.

Vice President De Jesus requested a diversity, equity and inclusion plan sub-committee.

Director Soto commended staff for improvements to the board packet and is glad the flag salute was incorporated back on the agenda.

General Manager Litchfield stated the board agenda, packet and PowerPoint were updated and refreshed. The agenda is hyperlinked directly to staff reports. General Manager Litchfield thanked Executive Assistant Nadia Aguirre for her efforts. Interviews for the Chief Water Resources Officer position will be held September 21, 2021. General Manager Litchfield will be out of the office on October 6, 2021 and Mr. Howie will lead the board meeting.

10. CLOSED SESSION

The Board convened into closed session at 10:40 a.m. to discuss the following items:

A. Conference with Real Property Negotiators (Government Code Section 54956.8)

Property: 613 W. Baseline Rd., Claremont, CA 91711
 District Negotiator: Matthew H. Litchfield, General Manager
 Negotiating Parties: Potential Buyers
 Under Negotiation: Price and Terms of Payment

B. Conference with Legal Counsel – Anticipated Litigation

- Significant exposure to litigation pursuant to Government Code Section 54956.9(d)(2)
- One potential case

C. Conference with Legal Counsel – Existing Litigation [Government Code Section 54956.9(d)(1)]

Name of Case: Chino Basin Municipal Water District v. City of Chino, et al., San Bernardino County Superior Court Case No. RCV RS 51010

D. Conference With Legal Counsel – Existing Litigation [Government Code Section 54956.9(d)(1)]

Name of Case: San Diego County Water Authority v. Metropolitan Water District of Southern California, et al., San Francisco County Superior Court Case No. CPF-10-510830 (Consolidated with Case No. CPF-12-512466)

Name of Case: San Diego County Water Authority v. Metropolitan Water District of Southern California, et al., San Francisco County Superior Court Case No. CPF-14-514004 (Consolidated with Case Nos. CPF-16-515282 and CPF-18-516389)

President Kuhn departed the Board meeting at 11:20 a.m.

The Board reconvened to regular session at 12:36 p.m. Legal Counsel Kennedy advised there was no reportable action

11. FUTURE AGENDA ITEMS

No future agenda items were requested.

12. ADJOURNMENT

Vice President De Jesus adjourned the meeting at 12:36 p.m. to the next regular meeting scheduled for Wednesday, October 6, 2021. The meeting was adjourned in memory of Mr. Lindley and a copy of the minutes will be sent to his family.


Bob Kuhn
President, Board of Directors

Recorded by: Nadia Aguirre
Executive Assistant



Board of Directors Staff Report

To: TVMWD Board of Directors

From: Matthew H. Litchfield, General Manager 

Date: October 20, 2021

Subject: **Change in Cash and Cash Equivalents Report**

<input type="checkbox"/> For Action	<input type="checkbox"/> Fiscal Impact	\$
<input checked="" type="checkbox"/> Information Only	<input type="checkbox"/> Funds Budgeted:	

Staff Recommendation:

No Action Necessary – Informational Item Only

Discussion:

Attached for your review is the Change in Cash and Cash Equivalents Report for the period ending September 30, 2021.

Strategic Plan Objective(s):

3.1 – Utilize and comply with a set of financial policies to maintain TVMWD’s financial health

Attachment(s):

Exhibit A – Change in Cash and Cash Equivalents Report

Meeting History:

None

NA/LC



CHANGE IN CASH AND CASH EQUIVALENTS REPORT

September 1 through September 30, 2021

		<u>CASH</u>	<u>CASH EQUIVALENTS</u>
SUMMARY 09/30/2021			
Petty Cash		6,000.00	
Local Agency Investment Fund			67,059.71
California Asset Management Program(CAMP)			11,582.20
General Checking		1,600,000.00	
Sweep Account		3,008,714.08	
U.S. Bank		5,000.00	
TOTAL CASH IN BANKS & ON HAND		\$ 4,619,714.08	\$ 78,641.91
TOTAL CASH IN BANKS & ON HAND	09/30/21	\$ 4,619,714.08	\$ 78,641.91
TOTAL CASH IN BANKS & ON HAND	08/31/21	\$ 4,220,995.35	\$ 78,641.43
PERIOD INCREASE (DECREASE)		\$ 398,718.73	\$ 0.48
CHANGE IN CASH POSITION DUE TO:			
Water Sales/Charges Revenue		8,554,096.44	
Interest Revenue		448.94	
Subvention/RTS Standby Charge Revenue		-	
Hydroelectric Revenue		11,515.40	
Other Revenue		11,919.53	
Cadiz - Bonanza Springs Study			
Investment Xfer From Chandler Asset Mgt			
LAIF Quarterly Interest			
California Asset Mgmt Program Interest			0.48
Transfer from LAIF			
Transfer to LAIF			
INFLOWS		8,577,980.31	0.48
Expenditures		(8,134,108.63)	
Current Month Outstanding Payables		27,497.86	
Prior Month Cleared Payables		(72,166.21)	
Bank/FSA Svc Fees		(175.00)	
HRA/HSA Payment		(309.60)	
CalPers Unfunded Liability /1959 Survivor Ben			
PARS Pension Trust			
Investment Xfer to Chandler Asset Mgt			
Transfer from LAIF			
Transfer From CAMP			
OUTFLOWS		(8,179,261.58)	-
PERIOD INCREASE (DECREASE)		398,718.73	0.48
		\$ 0.00	\$ 0.00



THREE VALLEYS MUNICIPAL WATER DISTRICT
CONSOLIDATED LISTING OF INVESTMENT PORTFOLIO
 September 30, 2021

ITEM	BOOK YIELD	BOOK VALUE	PAR VALUE	MARKET VALUE
Chandler Asset Management				
ABS - Asset Backed Securities	1.04%	79,158.37	79,164.51	79,203.96
Bonds - Agency	1.61%	830,672.87	827,000.00	845,948.89
Commercial Paper	0.00%	0.00	0.00	0.00
Money Market Fund	0.01%	141,416.09	141,416.09	141,416.09
Supranational	0.97%	59,749.88	60,000.00	59,740.14
US Corporate	2.40%	476,280.56	475,000.00	486,873.75
US Treasury	0.71%	2,702,366.14	2,670,000.00	2,707,072.73
	1.06%	4,289,643.91	4,252,580.60	4,320,255.56
Local Agency Invest Fund TVMWD	0.21%	67,059.71	67,059.71	67,059.71
California Asset Management Program	0.05%	11,582.20	11,582.20	11,582.20
Reserve Fund		\$ 4,368,285.82	\$ 4,331,222.51	\$ 4,398,897.47
Checking (Citizens)	0.55%	1,600,000.00	1,600,000.00	1,600,000.00
Sweep Account (Citizens)	0.10%	3,008,714.08	3,008,714.08	3,008,714.08
Emergency Checking (U.S. Bank)	0.00%	5,000.00	5,000.00	5,000.00
Petty Cash Fund	0.00%	6,000.00	6,000.00	6,000.00
Working Cash		\$ 4,619,714.08	\$ 4,619,714.08	\$ 4,619,714.08
TOTAL PORTFOLIO	0.64%	\$ 8,987,999.90	\$ 8,950,936.59	\$ 9,018,611.55

I certify that this report accurately reflects all investments of Three Valleys Municipal Water District and that all investments and this report are in conformity with Sections 53600 et seq of the California Government Code and the District's annual statement of investment policy (Resolution 20-03-871). The District's investment program herein shown provides sufficient cash flow and liquidity to meet all budgeted expenditures for the next six months.

 MATTHEW H. LITCHFIELD, General Manager/Assistant Treasurer

Three Valleys Municipal Water District - Account #10065

MONTHLY ACCOUNT STATEMENT

SEPTEMBER 1, 2021 THROUGH SEPTEMBER 30, 2021

Chandler Team:

For questions about your account, please call (800) 317-4747,
or contact operations@chandlerasset.com

Custodian

US Bank
Ryan Morris
(503) 464-3685

CHANDLER ASSET MANAGEMENT
chandlerasset.com

Information contained herein is confidential. We urge you to compare this statement to the one you receive from your qualified custodian. Please see Important Disclosures.

PORTFOLIO CHARACTERISTICS

Average Modified Duration	2.63
Average Coupon	1.37%
Average Purchase YTM	1.06%
Average Market YTM	0.52%
Average S&P/Moody Rating	AA+/Aa1
Average Final Maturity	2.76 yrs
Average Life	2.69 yrs

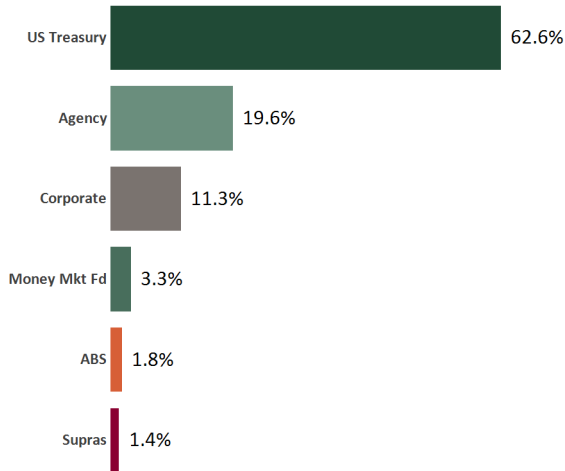
ACCOUNT SUMMARY

	Beg. Values as of 8/31/21	End Values as of 9/30/21
Market Value	4,334,014	4,320,256
Accrued Interest	12,307	12,334
Total Market Value	4,346,321	4,332,589
Income Earned	3,392	3,583
Cont/WD		-539
Par	4,264,232	4,252,581
Book Value	4,286,626	4,289,644
Cost Value	4,289,031	4,292,799

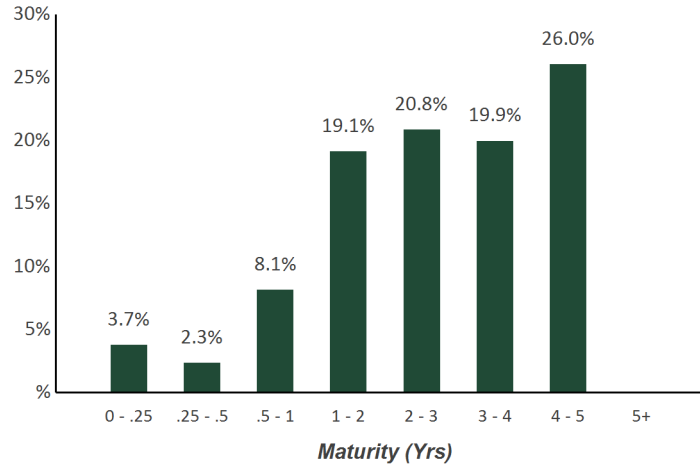
TOP ISSUERS

Government of United States	62.6%
Federal Home Loan Mortgage Corp	5.5%
Federal Home Loan Bank	5.4%
Federal National Mortgage Assoc	5.2%
Federal Farm Credit Bank	3.6%
First American Govt Oblig Fund	3.3%
JP Morgan Chase & Co	1.8%
Paccar Financial	1.7%
Total	89.0%

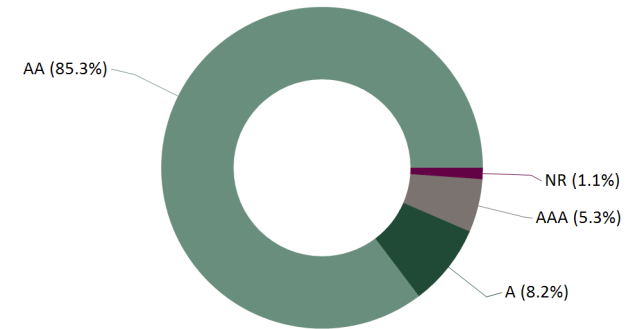
SECTOR ALLOCATION



MATURITY DISTRIBUTION



CREDIT QUALITY (S&P)



PERFORMANCE REVIEW

TOTAL RATE OF RETURN	Annualized									
	1M	3M	YTD	1YR	2YRS	3YRS	5YRS	10YRS	4/30/2009	
Three Valleys Municipal Water District	-0.30%	0.04%	-0.32%	-0.17%	2.40%	3.45%	2.12%	1.80%	2.05%	
ICE BofA 1-5 Yr US Treasury & Agency Index	-0.28%	0.00%	-0.41%	-0.38%	2.06%	3.23%	1.80%	1.46%	1.76%	

Statement of Compliance

As of September 30, 2021



Three Valleys Municipal Water District

Assets managed by Chandler Asset Management are in full compliance with state law and with the District's investment policy.

Category	Standard	Comment
Treasury Issues	No Limitation	Complies
Agency Issues	No Limitation	Complies
Municipal Securities/ Local Agency Bonds	Bonds issued by TVMWD; Issued by local agency within the state of California, including pooled investment accounts sponsored by the state of California, County Treasurers, or Joint Power Agencies	Complies
Supranationals	Issued by IBRD, IFC or IADB only; "AA" rated or higher by a NRSRO; 30% maximum; 10% max per issuer	Complies
Banker's Acceptances	"A" rated or higher by a NRSRO; 40% maximum; 5% max per issuer; 180 days max maturity	Complies
Commercial Paper	"A-1" rated or equivalent by a NRSRO; "A" rated issuer or equivalent by a NRSRO; 25% maximum; 5% max per issuer; 270 days max maturity; Issuer must be organized and operating within the US, have AUM >\$500 mil	Complies
Corporate Medium Term Notes	"A" rated or better by a NRSRO; 30% maximum; 5% max per issuer; Issued by corporations organized and operating within the U.S. or by depository institutions licensed by the U.S.	Complies
Negotiable Certificates of Deposit	30% maximum; 5% max per issuer	Complies
Certificates of Deposits/Time Deposit	Collateralized/ FDIC insured	Complies
Money Market Mutual Funds	"AAA" rated by 2 NRSROs; 20% maximum; 10% per fund	Complies
Mortgage Pass-throughs, CMOs and Asset Backed Securities	"AA" rated or higher by a NRSRO; 20% maximum; 5% max per issuer	Complies
Local Agency Investment Fund - LAIF	Max program limitation	Complies
Repurchase Agreements	102% Collateralized; 1year max maturity	Complies
Reverse Repurchase Agreements	20% maximum; 92 days max maturity	Complies
Prohibited Securities	Inverse floaters; Ranges notes, Interest-only strips from mortgaged backed securities; Zero interest accrual securities	Complies
Max Per Issuer	5% of portfolio per issuer (except U.S. Government, Agencies/GSEs, Supranationals, Money Market Mutual Funds, LAIF,LGIP)	Complies
Maximum maturity	5 years	Complies

Reconciliation Summary

As of September 30, 2021



BOOK VALUE RECONCILIATION		
BEGINNING BOOK VALUE		\$4,286,626.27
Acquisition		
+ Security Purchases	\$515,419.01	
+ Money Market Fund Purchases	\$12,493.50	
+ Money Market Contributions	\$0.00	
+ Security Contributions	\$0.00	
+ Security Transfers	\$0.00	
Total Acquisitions		\$527,912.51
Dispositions		
- Security Sales	\$0.00	
- Money Market Fund Sales	\$517,827.35	
- MMF Withdrawals	\$538.87	
- Security Withdrawals	\$0.00	
- Security Transfers	\$0.00	
- Other Dispositions	\$0.00	
- Maturities	\$0.00	
- Calls	\$0.00	
- Principal Paydowns	\$5,779.04	
Total Dispositions		\$524,145.26
Amortization/Accretion		
+/- Net Accretion	(\$749.61)	
		(\$749.61)
Gain/Loss on Dispositions		
+/- Realized Gain/Loss	\$0.00	
		\$0.00
ENDING BOOK VALUE		\$4,289,643.91

CASH TRANSACTION SUMMARY		
BEGINNING BALANCE		\$647,288.81
Acquisition		
Contributions	\$0.00	
Security Sale Proceeds	\$0.00	
Accrued Interest Received	\$0.00	
Interest Received	\$6,709.61	
Dividend Received	\$4.85	
Principal on Maturities	\$0.00	
Interest on Maturities	\$0.00	
Calls/Redemption (Principal)	\$0.00	
Interest from Calls/Redemption	\$0.00	
Principal Paydown	\$5,779.04	
Total Acquisitions	\$12,493.50	
Dispositions		
Withdrawals	\$538.87	
Security Purchase	\$515,419.01	
Accrued Interest Paid	\$2,408.34	
Total Dispositions	\$518,366.22	
ENDING BOOK VALUE		\$141,416.09

Holdings Report

As of September 30, 2021

CUSIP	Security Description	Par Value/Units	Purchase Date Book Yield	Cost Value Book Value	Mkt Price Mkt YTM	Market Value Accrued Int.	% of Port. Gain/Loss	Moody/S&P Fitch	Maturity Duration
ABS									
47788EAC2	John Deere Owner Trust 2018-B A3 3.08% Due 11/15/2022	3,911.12	07/18/2018 3.10%	3,910.82 3,911.04	100.19 0.18%	3,918.60 5.35	0.09% 7.56	Aaa / NR AAA	1.13 0.07
65479GAD1	Nissan Auto Receivables Trust 2018-B A3 3.06% Due 3/15/2023	15,253.39	07/17/2018 3.08%	15,252.90 15,253.34	100.49 0.41%	15,328.09 20.74	0.35% 74.75	Aaa / AAA NR	1.45 0.18
58769KAD6	Mercedes-Benz Auto Lease Trust 2021- B A3 0.4% Due 11/15/2024	15,000.00	06/22/2021 0.40%	14,998.87 14,998.98	99.98 0.41%	14,996.48 2.67	0.35% (2.50)	NR / AAA AAA	3.13 1.80
09690AAC7	BMW Vehicle Lease Trust 2021-2 A3 0.33% Due 12/26/2024	15,000.00	09/08/2021 0.34%	14,998.45 14,998.48	99.91 0.38%	14,986.13 2.20	0.35% (12.35)	Aaa / NR AAA	3.24 1.77
89240BAC2	Toyota Auto Receivables Owners 2021- A A3 0.26% Due 5/15/2025	15,000.00	02/02/2021 0.27%	14,997.22 14,997.80	99.90 0.34%	14,984.72 1.73	0.35% (13.08)	Aaa / NR AAA	3.62 1.36
47789QAC4	John Deere Owner Trust 2021-B A3 0.52% Due 3/16/2026	15,000.00	07/13/2021 0.52%	14,998.66 14,998.73	99.93 0.55%	14,989.94 3.47	0.35% (8.79)	Aaa / NR AAA	4.46 2.41
Total ABS		79,164.51	1.04%	79,156.92 79,158.37	0.41%	79,203.96 36.16	1.83% 45.59	Aaa / AAA AAA	3.07 1.43

AGENCY									
3130AABG2	FHLB Note 1.875% Due 11/29/2021	20,000.00	12/28/2016 2.10%	19,794.00 19,993.23	100.29 0.09%	20,058.60 127.08	0.47% 65.37	Aaa / AA+ AAA	0.16 0.16
3133EAYP7	FFCB Note 1.95% Due 7/19/2022	100,000.00	07/28/2017 1.92%	100,138.00 100,022.14	101.49 0.09%	101,488.40 390.00	2.35% 1,466.26	Aaa / AA+ AAA	0.80 0.80
3137EAEN5	FHLMC Note 2.75% Due 6/19/2023	100,000.00	09/27/2018 3.03%	98,785.00 99,559.08	104.29 0.25%	104,290.80 779.17	2.43% 4,731.72	Aaa / AA+ AAA	1.72 1.68
313383YJ4	FHLB Note 3.375% Due 9/8/2023	100,000.00	02/26/2019 2.57%	103,413.00 101,458.88	106.03 0.26%	106,027.80 215.63	2.45% 4,568.92	Aaa / AA+ NR	1.94 1.89
3137EAEY1	FHLMC Note 0.125% Due 10/16/2023	30,000.00	10/22/2020 0.26%	29,875.50 29,914.75	99.62 0.31%	29,884.56 17.19	0.69% (30.19)	Aaa / AA+ AAA	2.04 2.04
3133EDBU5	FFCB Note 3.5% Due 12/20/2023	50,000.00	01/16/2019 2.74%	51,743.00 50,785.22	106.86 0.40%	53,429.05 490.97	1.24% 2,643.83	Aaa / AA+ AAA	2.22 2.14
3130A1XJ2	FHLB Note 2.875% Due 6/14/2024	100,000.00	06/18/2019 1.96%	104,323.00 102,341.82	106.45 0.47%	106,452.40 854.51	2.48% 4,110.58	Aaa / AA+ NR	2.71 2.60

Holdings Report

As of September 30, 2021

CUSIP	Security Description	Par Value/Units	Purchase Date Book Yield	Cost Value Book Value	Mkt Price Mkt YTM	Market Value Accrued Int.	% of Port. Gain/Loss	Moody/S&P Fitch	Maturity Duration
AGENCY									
3137EAEP0	FHLMC Note 1.5% Due 2/12/2025	22,000.00	03/24/2020 0.95%	22,571.34 22,393.70	102.85 0.64%	22,626.65 44.92	0.52% 232.95	Aaa / AA+ AAA	3.37 3.28
3135G03U5	FNMA Note 0.625% Due 4/22/2025	100,000.00	04/27/2020 0.67%	99,768.00 99,834.41	99.77 0.69%	99,767.70 276.04	2.31% (66.71)	Aaa / AA+ AAA	3.56 3.51
3137EAEU9	FHLMC Note 0.375% Due 7/21/2025	20,000.00	07/21/2020 0.48%	19,900.40 19,924.15	98.65 0.74%	19,730.06 14.58	0.46% (194.09)	Aaa / AA+ AAA	3.81 3.77
3135G05X7	FNMA Note 0.375% Due 8/25/2025	60,000.00	08/25/2020 0.47%	59,719.20 59,780.78	98.43 0.78%	59,058.66 22.50	1.36% (722.12)	Aaa / AA+ AAA	3.90 3.86
3137EAEX3	FHLMC Note 0.375% Due 9/23/2025	60,000.00	09/23/2020 0.44%	59,819.40 59,856.13	98.34 0.80%	59,001.18 5.00	1.36% (854.95)	Aaa / AA+ AAA	3.98 3.94
3135G06G3	FNMA Note 0.5% Due 11/7/2025	65,000.00	11/09/2020 0.57%	64,767.30 64,808.58	98.67 0.83%	64,133.03 130.00	1.48% (675.55)	Aaa / AA+ AAA	4.11 4.04
Total Agency		827,000.00	1.61%	834,617.14 830,672.87	0.46%	845,948.89 3,367.59	19.60% 15,276.02	Aaa / AA+ AAA	2.57 2.52
CORPORATE									
48128BAB7	JP Morgan Chase & Co Callable Note 1X 1/15/2022 2.972% Due 1/15/2023	75,000.00	10/30/2018 3.73%	72,801.00 74,326.14	100.73 0.45%	75,550.50 470.57	1.75% 1,224.36	A2 / A- AA-	1.29 0.29
808513AT2	Charles Schwab Corp Callable Note Cont 12/25/2022 2.65% Due 1/25/2023	70,000.00	06/01/2018 3.31%	68,014.10 69,436.45	102.90 0.29%	72,032.52 340.08	1.67% 2,596.07	A2 / A A	1.32 1.22
037833AK6	Apple Inc Note 2.4% Due 5/3/2023	70,000.00	11/29/2018 3.49%	66,895.50 68,886.99	103.23 0.36%	72,261.77 690.67	1.68% 3,374.78	Aa1 / AA+ NR	1.59 1.55
69371RP59	Paccar Financial Corp Note 3.4% Due 8/9/2023	70,000.00	09/10/2018 3.37%	70,099.40 70,037.55	105.47 0.44%	73,829.91 343.78	1.71% 3,792.36	A1 / A+ NR	1.86 1.81
24422EVN6	John Deere Capital Corp Note 0.45% Due 1/17/2024	25,000.00	03/01/2021 0.47%	24,982.25 24,985.82	99.97 0.46%	24,992.63 23.13	0.58% 6.81	A2 / A A	2.30 2.28
023135BW5	Amazon.com Inc Note 0.45% Due 5/12/2024	25,000.00	05/10/2021 0.50%	24,963.50 24,968.23	99.77 0.54%	24,942.65 43.44	0.58% (25.58)	A1 / AA AA-	2.62 2.59
79466LAG9	Salesforce.com Inc Callable Note Cont 7/15/2022 0.625% Due 7/15/2024	5,000.00	06/29/2021 0.64%	4,997.45 4,997.64	100.19 0.39%	5,009.29 6.86	0.12% 11.65	A2 / A+ NR	2.79 0.79

CUSIP	Security Description	Par Value/Units	Purchase Date Book Yield	Cost Value Book Value	Mkt Price Mkt YTM	Market Value Accrued Int.	% of Port. Gain/Loss	Moody/S&P Fitch	Maturity Duration
CORPORATE									
06051GHR3	Bank of America Corp Callable Note 1X 3/15/2024 3.458% Due 3/15/2025	55,000.00	05/19/2021 0.75%	59,143.15 58,607.64	106.38 0.83%	58,507.79 84.53	1.35% (99.85)	A2 / A- AA-	3.46 2.37
023135BX3	Amazon.com Inc Callable Note Cont 4/12/2026 1% Due 5/12/2026	25,000.00	05/26/2021 0.97%	25,040.25 25,037.40	99.89 1.02%	24,972.93 96.53	0.58% (64.47)	A1 / AA AA-	4.62 4.40
91324PEC2	United Health Group Inc Callable Note Cont 4/15/2026 1.15% Due 5/15/2026	10,000.00	Various 1.08%	10,031.90 10,029.97	100.03 1.14%	10,002.84 42.16	0.23% (27.13)	A3 / A+ A	4.62 4.39
89236TJK2	Toyota Motor Credit Corp Note 1.125% Due 6/18/2026	35,000.00	06/15/2021 1.13%	34,984.60 34,985.49	99.40 1.26%	34,788.99 112.66	0.81% (196.50)	A1 / A+ A+	4.72 4.56
931142ERO	Wal-Mart Stores Callable Note Cont 08/17/2026 1.05% Due 9/17/2026	10,000.00	09/08/2021 1.09%	9,981.10 9,981.24	99.82 1.09%	9,981.93 4.08	0.23% 0.69	Aa2 / AA AA	4.97 4.74
Total Corporate		475,000.00	2.40%	471,934.20 476,280.56	0.58%	486,873.75 2,258.49	11.29% 10,593.19	A1 / A+ A+	2.38 2.01
MONEY MARKET FUND									
31846V203	First American Govt Obligation Fund Class Y	141,416.09	Various 0.01%	141,416.09 141,416.09	1.00 0.01%	141,416.09 0.00	3.26% 0.00	Aaa / AAA AAA	0.00 0.00
Total Money Market Fund		141,416.09	0.01%	141,416.09 141,416.09	0.01%	141,416.09 0.00	3.26% 0.00	Aaa / AAA AAA	0.00 0.00
SUPRANATIONAL									
4581X0DV7	Inter-American Dev Bank Note 0.875% Due 4/20/2026	60,000.00	04/13/2021 0.97%	59,725.20 59,749.88	99.57 0.97%	59,740.14 234.79	1.38% (9.74)	Aaa / AAA AAA	4.56 4.44
Total Supranational		60,000.00	0.97%	59,725.20 59,749.88	0.97%	59,740.14 234.79	1.38% (9.74)	Aaa / AAA AAA	4.56 4.44
US TREASURY									
912828ZG8	US Treasury Note 0.375% Due 3/31/2022	100,000.00	06/24/2021 0.08%	100,222.66 100,144.45	100.16 0.06%	100,156.20 1.03	2.31% 11.75	Aaa / AA+ AAA	0.50 0.50

Holdings Report

As of September 30, 2021

CUSIP	Security Description	Par Value/Units	Purchase Date Book Yield	Cost Value Book Value	Mkt Price Mkt YTM	Market Value Accrued Int.	% of Port. Gain/Loss	Moody/S&P Fitch	Maturity Duration
US TREASURY									
912828ZR4	US Treasury Note 0.125% Due 5/31/2022	125,000.00	06/22/2021 0.10%	125,034.18 125,024.19	100.03 0.08%	125,039.00 52.51	2.89% 14.81	Aaa / AA+ AAA	0.67 0.67
91282CAG6	US Treasury Note 0.125% Due 8/31/2022	125,000.00	06/23/2021 0.12%	125,014.65 125,011.30	100.02 0.10%	125,029.25 13.38	2.89% 17.95	Aaa / AA+ AAA	0.92 0.92
91282CAX9	US Treasury Note 0.125% Due 11/30/2022	125,000.00	06/22/2021 0.16%	124,941.41 124,952.57	99.98 0.14%	124,980.50 52.51	2.89% 27.93	Aaa / AA+ AAA	1.17 1.16
912828N30	US Treasury Note 2.125% Due 12/31/2022	70,000.00	01/31/2018 2.54%	68,676.56 69,663.79	102.46 0.15%	71,725.36 375.92	1.66% 2,061.57	Aaa / AA+ AAA	1.25 1.23
9128284D9	US Treasury Note 2.5% Due 3/31/2023	100,000.00	Various 1.85%	101,507.03 100,944.05	103.45 0.19%	103,453.10 6.86	2.39% 2,509.05	Aaa / AA+ AAA	1.50 1.48
9128285K2	US Treasury Note 2.875% Due 10/31/2023	125,000.00	09/23/2021 0.29%	131,762.70 131,700.98	105.32 0.31%	131,645.50 1,503.91	3.07% (55.48)	Aaa / AA+ AAA	2.08 2.01
9128285P1	US Treasury Note 2.875% Due 11/30/2023	80,000.00	03/30/2021 0.26%	85,546.88 84,499.01	105.49 0.33%	84,393.76 772.95	1.97% (105.25)	Aaa / AA+ AAA	2.17 2.10
91282CBR1	US Treasury Note 0.25% Due 3/15/2024	125,000.00	09/23/2021 0.39%	124,580.08 124,583.34	99.64 0.40%	124,555.63 13.81	2.88% (27.71)	Aaa / AA+ AAA	2.46 2.45
912828XT2	US Treasury Note 2% Due 5/31/2024	100,000.00	Various 1.08%	102,933.21 102,391.66	104.09 0.45%	104,093.80 672.14	2.42% 1,702.14	Aaa / AA+ AAA	2.67 2.59
912828XX3	US Treasury Note 2% Due 6/30/2024	80,000.00	08/26/2019 1.43%	82,109.38 81,195.99	104.17 0.47%	83,334.40 404.35	1.93% 2,138.41	Aaa / AA+ AAA	2.75 2.67
91282CCT6	US Treasury Note 0.375% Due 8/15/2024	125,000.00	08/25/2021 0.46%	124,687.50 124,697.87	99.63 0.51%	124,531.25 59.87	2.88% (166.62)	Aaa / AA+ AAA	2.88 2.85
9128282Y5	US Treasury Note 2.125% Due 9/30/2024	100,000.00	Various 1.49%	102,482.81 101,841.83	104.74 0.53%	104,738.30 5.84	2.42% 2,896.47	Aaa / AA+ AAA	3.00 2.92
912828YV6	US Treasury Note 1.5% Due 11/30/2024	100,000.00	Various 0.52%	103,511.72 103,053.84	102.90 0.57%	102,902.30 504.10	2.39% (151.54)	Aaa / AA+ AAA	3.17 3.08
912828ZF0	US Treasury Note 0.5% Due 3/31/2025	100,000.00	Various 0.59%	99,630.47 99,676.12	99.42 0.67%	99,418.00 1.37	2.29% (258.12)	Aaa / AA+ AAA	3.50 3.46
912828XB1	US Treasury Note 2.125% Due 5/15/2025	100,000.00	09/29/2021 0.71%	105,039.06 105,035.25	105.07 0.71%	105,070.30 802.65	2.44% 35.05	Aaa / AA+ AAA	3.62 3.47
9128284Z0	US Treasury Note 2.75% Due 8/31/2025	80,000.00	05/26/2021 0.62%	87,162.50 86,578.28	107.58 0.78%	86,065.60 188.40	1.99% (512.68)	Aaa / AA+ AAA	3.92 3.73

Holdings Report

As of September 30, 2021

CUSIP	Security Description	Par Value/Units	Purchase Date Book Yield	Cost Value Book Value	Mkt Price Mkt YTM	Market Value Accrued Int.	% of Port. Gain/Loss	Moody/S&P Fitch	Maturity Duration
US TREASURY									
9128285C0	US Treasury Note 3% Due 9/30/2025	50,000.00	05/27/2021 0.65%	55,027.34 54,627.94	108.67 0.79%	54,335.95 4.12	1.25% (291.99)	Aaa / AA+ AAA	4.00 3.79
91282CAZ4	US Treasury Note 0.375% Due 11/30/2025	100,000.00	Various 0.70%	98,518.75 98,672.81	98.06 0.85%	98,058.60 126.02	2.27% (614.21)	Aaa / AA+ AAA	4.17 4.12
91282CBC4	US Treasury Note 0.375% Due 12/31/2025	85,000.00	Various 0.65%	83,906.44 84,024.83	97.95 0.87%	83,256.82 80.55	1.92% (768.01)	Aaa / AA+ AAA	4.25 4.20
91282CBH3	US Treasury Note 0.375% Due 1/31/2026	100,000.00	Various 0.78%	98,076.64 98,275.24	97.82 0.89%	97,816.40 63.18	2.26% (458.84)	Aaa / AA+ AAA	4.34 4.28
91282CBQ3	US Treasury Note 0.5% Due 2/28/2026	100,000.00	Various 0.82%	98,480.86 98,635.35	98.27 0.90%	98,273.40 42.82	2.27% (361.95)	Aaa / AA+ AAA	4.42 4.35
91282CBT7	US Treasury Note 0.75% Due 3/31/2026	100,000.00	Various 0.85%	99,523.24 99,563.98	99.26 0.92%	99,257.80 2.06	2.29% (306.18)	Aaa / AA+ AAA	4.50 4.41
91282CCF6	US Treasury Note 0.75% Due 5/31/2026	125,000.00	08/25/2021 0.80%	124,702.15 124,708.32	99.12 0.94%	123,901.38 315.06	2.87% (806.94)	Aaa / AA+ AAA	4.67 4.56
91282CCP4	US Treasury Note 0.625% Due 7/31/2026	125,000.00	08/25/2021 0.82%	123,813.48 123,837.21	98.36 0.97%	122,949.25 131.62	2.84% (887.96)	Aaa / AA+ AAA	4.84 4.74
9128282A7	US Treasury Note 1.5% Due 8/15/2026	125,000.00	09/16/2021 0.82%	129,057.62 129,025.94	102.47 0.98%	128,090.88 239.47	2.96% (935.06)	Aaa / AA+ AAA	4.88 4.69
Total US Treasury		2,670,000.00	0.71%	2,705,949.32 2,702,366.14	0.55%	2,707,072.73 6,436.50	62.63% 4,706.59	Aaa / AA+ AAA	2.98 2.91
TOTAL PORTFOLIO		4,252,580.60	1.06%	4,292,798.87 4,289,643.91	0.52%	4,320,255.56 12,333.53	100.00% 30,611.65	Aa1 / AA+ AAA	2.76 2.63
TOTAL MARKET VALUE PLUS ACCRUED						4,332,589.09			

Transaction Ledger

As of September 30, 2021

Transaction Type	Settlement Date	CUSIP	Quantity	Security Description	Price	Acq/Disp Yield	Amount	Interest Pur/Sold	Total Amount	Gain/Loss
ACQUISITIONS										
Purchase	09/01/2021	31846V203	4.85	First American Govt Obligation Fund Class Y	1.000	0.01%	4.85	0.00	4.85	0.00
Purchase	09/08/2021	31846V203	1,687.50	First American Govt Obligation Fund Class Y	1.000	0.01%	1,687.50	0.00	1,687.50	0.00
Purchase	09/15/2021	09690AAC7	15,000.00	BMW Vehicle Lease Trust 2021-2 A3 0.33% Due 12/26/2024	99.990	0.34%	14,998.45	0.00	14,998.45	0.00
Purchase	09/15/2021	31846V203	950.95	First American Govt Obligation Fund Class Y	1.000	0.01%	950.95	0.00	950.95	0.00
Purchase	09/15/2021	31846V203	3.25	First American Govt Obligation Fund Class Y	1.000	0.01%	3.25	0.00	3.25	0.00
Purchase	09/15/2021	31846V203	5.00	First American Govt Obligation Fund Class Y	1.000	0.01%	5.00	0.00	5.00	0.00
Purchase	09/15/2021	31846V203	11.70	First American Govt Obligation Fund Class Y	1.000	0.01%	11.70	0.00	11.70	0.00
Purchase	09/15/2021	31846V203	3,432.72	First American Govt Obligation Fund Class Y	1.000	0.01%	3,432.72	0.00	3,432.72	0.00
Purchase	09/15/2021	31846V203	2,410.03	First American Govt Obligation Fund Class Y	1.000	0.01%	2,410.03	0.00	2,410.03	0.00
Purchase	09/17/2021	9128282A7	125,000.00	US Treasury Note 1.5% Due 8/15/2026	103.246	0.82%	129,057.62	168.14	129,225.76	0.00
Purchase	09/17/2021	931142ER0	10,000.00	Wal-Mart Stores Callable Note Cont 08/17/2026 1.05% Due 9/17/2026	99.811	1.09%	9,981.10	0.00	9,981.10	0.00
Purchase	09/23/2021	31846V203	112.50	First American Govt Obligation Fund Class Y	1.000	0.01%	112.50	0.00	112.50	0.00
Purchase	09/24/2021	9128285K2	125,000.00	US Treasury Note 2.875% Due 10/31/2023	105.410	0.29%	131,762.70	1,435.55	133,198.25	0.00
Purchase	09/24/2021	91282CBR1	125,000.00	US Treasury Note 0.25% Due 3/15/2024	99.664	0.39%	124,580.08	7.77	124,587.85	0.00
Purchase	09/30/2021	31846V203	3,875.00	First American Govt Obligation Fund Class Y	1.000	0.01%	3,875.00	0.00	3,875.00	0.00

Transaction Type	Settlement Date	CUSIP	Quantity	Security Description	Price	Acq/Disp Yield	Amount	Interest Pur/Sold	Total Amount	Gain/Loss
ACQUISITIONS										
Purchase	09/30/2021	912828XB1	100,000.00	US Treasury Note 2.125% Due 5/15/2025	105.039	0.71%	105,039.06	796.88	105,835.94	0.00
Subtotal			512,493.50				527,912.51	2,408.34	530,320.85	0.00
TOTAL ACQUISITIONS			512,493.50				527,912.51	2,408.34	530,320.85	0.00
DISPOSITIONS										
Sale	09/15/2021	31846V203	14,998.45	First American Govt Obligation Fund Class Y	1.000	0.01%	14,998.45	0.00	14,998.45	0.00
Sale	09/17/2021	31846V203	9,981.10	First American Govt Obligation Fund Class Y	1.000	0.01%	9,981.10	0.00	9,981.10	0.00
Sale	09/17/2021	31846V203	129,225.76	First American Govt Obligation Fund Class Y	1.000	0.01%	129,225.76	0.00	129,225.76	0.00
Sale	09/24/2021	31846V203	257,786.10	First American Govt Obligation Fund Class Y	1.000	0.01%	257,786.10	0.00	257,786.10	0.00
Sale	09/30/2021	31846V203	105,835.94	First American Govt Obligation Fund Class Y	1.000	0.01%	105,835.94	0.00	105,835.94	0.00
Subtotal			517,827.35				517,827.35	0.00	517,827.35	0.00
Paydown	09/15/2021	47788EAC2	2,393.85	John Deere Owner Trust 2018-B A3 3.08% Due 11/15/2022	100.000		2,393.85	16.18	2,410.03	0.00
Paydown	09/15/2021	47789QAC4	0.00	John Deere Owner Trust 2021-B A3 0.52% Due 3/16/2026	100.000		0.00	11.70	11.70	0.00
Paydown	09/15/2021	58769KAD6	0.00	Mercedes-Benz Auto Lease Trust 2021- B A3 0.4% Due 11/15/2024	100.000		0.00	5.00	5.00	0.00
Paydown	09/15/2021	65479GAD1	3,385.19	Nissan Auto Receivables Trust 2018-B A3 3.06% Due 3/15/2023	100.000		3,385.19	47.53	3,432.72	0.00

Transaction Type	Settlement Date	CUSIP	Quantity	Security Description	Price	Acq/Disp Yield	Amount	Interest Pur/Sold	Total Amount	Gain/Loss
DISPOSITIONS										
Paydown	09/15/2021	89240BAC2	0.00	Toyota Auto Receivables Owners 2021-A A3 0.26% Due 5/15/2025	100.000		0.00	3.25	3.25	0.00
Subtotal			5,779.04				5,779.04	83.66	5,862.70	0.00
Security Withdrawal	09/03/2021	31846V203	434.70	First American Govt Obligation Fund Class Y	1.000		434.70	0.00	434.70	0.00
Security Withdrawal	09/24/2021	31846V203	104.17	First American Govt Obligation Fund Class Y	1.000		104.17	0.00	104.17	0.00
Subtotal			538.87				538.87	0.00	538.87	0.00
TOTAL DISPOSITIONS			524,145.26				524,145.26	83.66	524,228.92	0.00
OTHER TRANSACTIONS										
Interest	09/08/2021	313383YJ4	100,000.00	FHLB Note 3.375% Due 9/8/2023	0.000		1,687.50	0.00	1,687.50	0.00
Interest	09/15/2021	06051GHR3	55,000.00	Bank of America Corp Callable Note 1X 3/15/2024 3.458% Due 3/15/2025	0.000		950.95	0.00	950.95	0.00
Interest	09/23/2021	3137EAEX3	60,000.00	FHLMC Note 0.375% Due 9/23/2025	0.000		112.50	0.00	112.50	0.00
Interest	09/30/2021	9128282Y5	100,000.00	US Treasury Note 2.125% Due 9/30/2024	0.000		1,062.50	0.00	1,062.50	0.00
Interest	09/30/2021	9128284D9	100,000.00	US Treasury Note 2.5% Due 3/31/2023	0.000		1,250.00	0.00	1,250.00	0.00
Interest	09/30/2021	9128285C0	50,000.00	US Treasury Note 3% Due 9/30/2025	0.000		750.00	0.00	750.00	0.00
Interest	09/30/2021	9128282F0	100,000.00	US Treasury Note 0.5% Due 3/31/2025	0.000		250.00	0.00	250.00	0.00
Interest	09/30/2021	912828ZG8	100,000.00	US Treasury Note 0.375% Due 3/31/2022	0.000		187.50	0.00	187.50	0.00

Transaction Ledger

As of September 30, 2021

Transaction Type	Settlement Date	CUSIP	Quantity	Security Description	Price	Acq/Disp Yield	Amount	Interest Pur/Sold	Total Amount	Gain/Loss
OTHER TRANSACTIONS										
Interest	09/30/2021	91282CBT7	100,000.00	US Treasury Note 0.75% Due 3/31/2026	0.000		375.00	0.00	375.00	0.00
Subtotal			765,000.00				6,625.95	0.00	6,625.95	0.00
Dividend	09/01/2021	31846V203	647,288.81	First American Govt Obligation Fund Class Y	0.000		4.85	0.00	4.85	0.00
Subtotal			647,288.81				4.85	0.00	4.85	0.00
TOTAL OTHER TRANSACTIONS			1,412,288.81				6,630.80	0.00	6,630.80	0.00

Income Earned

As of September 30, 2021

CUSIP	Security Description	Trade Date Settle Date Units	Book Value: Begin Book Value: Acq Book Value: Disp Book Value: End	Prior Accrued Inc. Received Ending Accrued Total Interest	Accr. Of Discount Amort. Of Premium Net Accret/Amort Income Earned	Total Income
FIXED INCOME						
023135BW5	Amazon.com Inc Note 0.45% Due 05/12/2024	05/10/2021 05/12/2021 25,000.00	24,967.23 0.00 0.00 24,968.23	34.06 0.00 43.44 9.38	1.00 0.00 1.00 10.38	10.38
023135BX3	Amazon.com Inc Callable Note Cont 4/12/2026 1% Due 05/12/2026	05/26/2021 05/28/2021 25,000.00	25,038.08 0.00 0.00 25,037.40	75.69 0.00 96.53 20.84	0.00 0.68 (0.68) 20.16	20.16
037833AK6	Apple Inc Note 2.4% Due 05/03/2023	11/29/2018 11/30/2018 70,000.00	68,829.32 0.00 0.00 68,886.99	550.67 0.00 690.67 140.00	57.67 0.00 57.67 197.67	197.67
06051GHR3	Bank of America Corp Callable Note 1X 3/15/2024 3.458% Due 03/15/2025	05/19/2021 05/21/2021 55,000.00	58,728.43 0.00 0.00 58,607.64	876.99 950.95 84.53 158.49	0.00 120.79 (120.79) 37.70	37.70
09690AAC7	BMW Vehicle Lease Trust 2021-2 A3 0.33% Due 12/26/2024	09/08/2021 09/15/2021 15,000.00	0.00 14,998.45 0.00 14,998.48	0.00 0.00 2.20 2.20	0.03 0.00 0.03 2.23	2.23
24422EVN6	John Deere Capital Corp Note 0.45% Due 01/17/2024	03/01/2021 03/04/2021 25,000.00	24,985.31 0.00 0.00 24,985.82	13.75 0.00 23.13 9.38	0.51 0.00 0.51 9.89	9.89
3130A1XJ2	FHLB Note 2.875% Due 06/14/2024	06/18/2019 06/19/2019 100,000.00	102,413.00 0.00 0.00 102,341.82	614.93 0.00 854.51 239.58	0.00 71.18 (71.18) 168.40	168.40
3130AABG2	FHLB Note 1.875% Due 11/29/2021	12/28/2016 12/29/2016 20,000.00	19,989.79 0.00 0.00 19,993.23	95.83 0.00 127.08 31.25	3.44 0.00 3.44 34.69	34.69
313383YJ4	FHLB Note 3.375% Due 09/08/2023	02/26/2019 02/27/2019 100,000.00	101,520.79 0.00 0.00 101,458.88	1,621.88 1,687.50 215.63 281.25	0.00 61.91 (61.91) 219.34	219.34

Income Earned

As of September 30, 2021

CUSIP	Security Description	Trade Date Settle Date Units	Book Value: Begin Book Value: Acq Book Value: Disp Book Value: End	Prior Accrued Inc. Received Ending Accrued Total Interest	Accr. Of Discount Amort. Of Premium Net Accret/Amort Income Earned	Total Income
3133EAYP7	FFCB Note 1.95% Due 07/19/2022	07/28/2017 07/31/2017 100,000.00	100,024.42 0.00 0.00 100,022.14	227.50 0.00 390.00 162.50	0.00 2.28 (2.28) 160.22	160.22
3133EDBU5	FFCB Note 3.5% Due 12/20/2023	01/16/2019 01/17/2019 50,000.00	50,814.30 0.00 0.00 50,785.22	345.14 0.00 490.97 145.83	0.00 29.08 (29.08) 116.75	116.75
3135G03U5	FNMA Note 0.625% Due 04/22/2025	04/27/2020 04/28/2020 100,000.00	99,830.59 0.00 0.00 99,834.41	223.96 0.00 276.04 52.08	3.82 0.00 3.82 55.90	55.90
3135G05X7	FNMA Note 0.375% Due 08/25/2025	08/25/2020 08/27/2020 60,000.00	59,776.16 0.00 0.00 59,780.78	3.75 0.00 22.50 18.75	4.62 0.00 4.62 23.37	23.37
3135G06G3	FNMA Note 0.5% Due 11/07/2025	11/09/2020 11/12/2020 65,000.00	64,804.74 0.00 0.00 64,808.58	102.92 0.00 130.00 27.08	3.84 0.00 3.84 30.92	30.92
3137EAEN5	FHLMC Note 2.75% Due 06/19/2023	09/27/2018 09/28/2018 100,000.00	99,537.95 0.00 0.00 99,559.08	550.00 0.00 779.17 229.17	21.13 0.00 21.13 250.30	250.30
3137EAEP0	FHLMC Note 1.5% Due 02/12/2025	03/24/2020 03/25/2020 22,000.00	22,403.30 0.00 0.00 22,393.70	17.42 0.00 44.92 27.50	0.00 9.60 (9.60) 17.90	17.90
3137EAEU9	FHLMC Note 0.375% Due 07/21/2025	07/21/2020 07/23/2020 20,000.00	19,922.52 0.00 0.00 19,924.15	8.33 0.00 14.58 6.25	1.63 0.00 1.63 7.88	7.88
3137EAEX3	FHLMC Note 0.375% Due 09/23/2025	09/23/2020 09/25/2020 60,000.00	59,853.16 0.00 0.00 59,856.13	98.75 112.50 5.00 18.75	2.97 0.00 2.97 21.72	21.72

CUSIP	Security Description	Trade Date Settle Date Units	Book Value: Begin Book Value: Acq Book Value: Disp Book Value: End	Prior Accrued Inc. Received Ending Accrued Total Interest	Accr. Of Discount Amort. Of Premium Net Accret/Amort Income Earned	Total Income
3137EAEY1	FHLMC Note 0.125% Due 10/16/2023	10/22/2020 10/23/2020 30,000.00	29,911.32 0.00 0.00 29,914.75	14.06 0.00 17.19 3.13	3.43 0.00 3.43 6.56	6.56
4581X0DV7	Inter-American Dev Bank Note 0.875% Due 04/20/2026	04/13/2021 04/20/2021 60,000.00	59,745.37 0.00 0.00 59,749.88	191.04 0.00 234.79 43.75	4.51 0.00 4.51 48.26	48.26
47788EAC2	John Deere Owner Trust 2018-B A3 3.08% Due 11/15/2022	07/18/2018 07/25/2018 3,911.12	6,304.84 0.00 2,393.85 3,911.04	8.63 16.18 5.35 12.90	0.05 0.00 0.05 12.95	12.95
47789QAC4	John Deere Owner Trust 2021-B A3 0.52% Due 03/16/2026	07/13/2021 07/21/2021 15,000.00	14,998.70 0.00 0.00 14,998.73	8.67 11.70 3.47 6.50	0.03 0.00 0.03 6.53	6.53
48128BAB7	JP Morgan Chase & Co Callable Note 1X 1/15/2022 2.972% Due 01/15/2023	10/30/2018 10/31/2018 75,000.00	74,283.21 0.00 0.00 74,326.14	284.82 0.00 470.57 185.75	42.93 0.00 42.93 228.68	228.68
58769KAD6	Mercedes-Benz Auto Lease Trust 2021-B A3 0.4% Due 11/15/2024	06/22/2021 06/29/2021 15,000.00	14,998.95 0.00 0.00 14,998.98	2.67 5.00 2.67 5.00	0.03 0.00 0.03 5.03	5.03
65479GAD1	Nissan Auto Receivables Trust 2018-B A3 3.06% Due 03/15/2023	07/17/2018 07/25/2018 15,253.39	18,638.50 0.00 3,385.19 15,253.34	25.35 47.53 20.74 42.92	0.03 0.00 0.03 42.95	42.95
69371RP59	Paccar Financial Corp Note 3.4% Due 08/09/2023	09/10/2018 09/12/2018 70,000.00	70,039.22 0.00 0.00 70,037.55	145.44 0.00 343.78 198.34	0.00 1.67 (1.67) 196.67	196.67
79466LAG9	Salesforce.com Inc Callable Note Cont 7/15/2022 0.625% Due 07/15/2024	06/29/2021 07/12/2021 5,000.00	4,997.57 0.00 0.00 4,997.64	4.25 0.00 6.86 2.61	0.07 0.00 0.07 2.68	2.68

Income Earned

As of September 30, 2021

CUSIP	Security Description	Trade Date Settle Date Units	Book Value: Begin Book Value: Acq Book Value: Disp Book Value: End	Prior Accrued Inc. Received Ending Accrued Total Interest	Accr. Of Discount Amort. Of Premium Net Accret/Amort Income Earned	Total Income
808513AT2	Charles Schwab Corp Callable Note Cont 12/25/2022 2.65% Due 01/25/2023	06/01/2018 06/05/2018 70,000.00	69,401.30 0.00 0.00 69,436.45	185.50 0.00 340.08 154.58	35.15 0.00 35.15 189.73	189.73
89236TJK2	Toyota Motor Credit Corp Note 1.125% Due 06/18/2026	06/15/2021 06/18/2021 35,000.00	34,985.23 0.00 0.00 34,985.49	79.84 0.00 112.66 32.82	0.26 0.00 0.26 33.08	33.08
89240BAC2	Toyota Auto Receivables Owners 2021-A A3 0.26% Due 05/15/2025	02/02/2021 02/08/2021 15,000.00	14,997.72 0.00 0.00 14,997.80	1.73 3.25 1.73 3.25	0.08 0.00 0.08 3.33	3.33
9128282A7	US Treasury Note 1.5% Due 08/15/2026	09/16/2021 09/17/2021 125,000.00	0.00 129,057.62 0.00 129,025.94	0.00 (168.14) 239.47 71.33	0.00 31.68 (31.68) 39.65	39.65
9128282Y5	US Treasury Note 2.125% Due 09/30/2024	Various Various 100,000.00	101,892.30 0.00 0.00 101,841.83	894.13 1,062.50 5.84 174.21	0.00 50.47 (50.47) 123.74	123.74
9128284D9	US Treasury Note 2.5% Due 03/31/2023	Various Various 100,000.00	100,995.93 0.00 0.00 100,944.05	1,051.91 1,250.00 6.86 204.95	0.00 51.88 (51.88) 153.07	153.07
9128284Z0	US Treasury Note 2.75% Due 08/31/2025	05/26/2021 05/27/2021 80,000.00	86,716.28 0.00 0.00 86,578.28	6.08 0.00 188.40 182.32	0.00 138.00 (138.00) 44.32	44.32
9128285C0	US Treasury Note 3% Due 09/30/2025	05/27/2021 05/28/2021 50,000.00	54,723.04 0.00 0.00 54,627.94	631.15 750.00 4.12 122.97	0.00 95.10 (95.10) 27.87	27.87
9128285K2	US Treasury Note 2.875% Due 10/31/2023	09/23/2021 09/24/2021 125,000.00	0.00 131,762.70 0.00 131,700.98	0.00 (1,435.55) 1,503.91 68.36	0.00 61.72 (61.72) 6.64	6.64

Income Earned

As of September 30, 2021

CUSIP	Security Description	Trade Date Settle Date Units	Book Value: Begin Book Value: Acq Book Value: Disp Book Value: End	Prior Accrued Inc. Received Ending Accrued Total Interest	Accr. Of Discount Amort. Of Premium Net Accret/Amort Income Earned	Total Income
9128285P1	US Treasury Note 2.875% Due 11/30/2023	03/30/2021 03/31/2021 80,000.00	84,669.86 0.00 0.00 84,499.01	584.43 0.00 772.95 188.52	0.00 170.85 (170.85) 17.67	17.67
912828N30	US Treasury Note 2.125% Due 12/31/2022	01/31/2018 01/31/2018 70,000.00	69,641.68 0.00 0.00 69,663.79	254.65 0.00 375.92 121.27	22.11 0.00 22.11 143.38	143.38
912828XB1	US Treasury Note 2.125% Due 05/15/2025	09/29/2021 09/30/2021 100,000.00	0.00 105,039.06 0.00 105,035.25	0.00 (796.88) 802.65 5.77	0.00 3.81 (3.81) 1.96	1.96
912828XT2	US Treasury Note 2% Due 05/31/2024	Various Various 100,000.00	102,465.40 0.00 0.00 102,391.66	508.20 0.00 672.14 163.94	0.00 73.74 (73.74) 90.20	90.20
912828XX3	US Treasury Note 2% Due 06/30/2024	08/26/2019 08/27/2019 80,000.00	81,231.76 0.00 0.00 81,195.99	273.91 0.00 404.35 130.44	0.00 35.77 (35.77) 94.67	94.67
912828YV6	US Treasury Note 1.5% Due 11/30/2024	Various Various 100,000.00	103,133.08 0.00 0.00 103,053.84	381.15 0.00 504.10 122.95	0.00 79.24 (79.24) 43.71	43.71
912828ZF0	US Treasury Note 0.5% Due 03/31/2025	Various Various 100,000.00	99,668.51 0.00 0.00 99,676.12	210.39 250.00 1.37 40.98	7.61 0.00 7.61 48.59	48.59
912828ZG8	US Treasury Note 0.375% Due 03/31/2022	06/24/2021 06/25/2021 100,000.00	100,168.39 0.00 0.00 100,144.45	157.79 187.50 1.03 30.74	0.00 23.94 (23.94) 6.80	6.80
912828ZR4	US Treasury Note 0.125% Due 05/31/2022	06/22/2021 06/23/2021 125,000.00	125,027.18 0.00 0.00 125,024.19	39.70 0.00 52.51 12.81	0.00 2.99 (2.99) 9.82	9.82

Income Earned

As of September 30, 2021

CUSIP	Security Description	Trade Date Settle Date Units	Book Value: Begin Book Value: Acq Book Value: Disp Book Value: End	Prior Accrued Inc. Received Ending Accrued Total Interest	Accr. Of Discount Amort. Of Premium Net Accret/Amort Income Earned	Total Income
91282CAG6	US Treasury Note 0.125% Due 08/31/2022	06/23/2021 06/24/2021 125,000.00	125,012.32 0.00 0.00 125,011.30	0.43 0.00 13.38 12.95	0.00 1.02 (1.02) 11.93	11.93
91282CAX9	US Treasury Note 0.125% Due 11/30/2022	06/22/2021 06/23/2021 125,000.00	124,949.22 0.00 0.00 124,952.57	39.70 0.00 52.51 12.81	3.35 0.00 3.35 16.16	16.16
91282CAZ4	US Treasury Note 0.375% Due 11/30/2025	Various Various 100,000.00	98,646.64 0.00 0.00 98,672.81	95.29 0.00 126.02 30.73	26.20 0.03 26.17 56.90	56.90
91282CBC4	US Treasury Note 0.375% Due 12/31/2025	Various Various 85,000.00	84,005.98 0.00 0.00 84,024.83	54.57 0.00 80.55 25.98	18.85 0.00 18.85 44.83	44.83
91282CBH3	US Treasury Note 0.375% Due 01/31/2026	Various Various 100,000.00	98,242.55 0.00 0.00 98,275.24	32.61 0.00 63.18 30.57	32.69 0.00 32.69 63.26	63.26
91282CBQ3	US Treasury Note 0.5% Due 02/28/2026	Various Various 100,000.00	98,609.94 0.00 0.00 98,635.35	1.38 0.00 42.82 41.44	25.41 0.00 25.41 66.85	66.85
91282CBR1	US Treasury Note 0.25% Due 03/15/2024	09/23/2021 09/24/2021 125,000.00	0.00 124,580.08 0.00 124,583.34	0.00 (7.77) 13.81 6.04	3.26 0.00 3.26 9.30	9.30
91282CBT7	US Treasury Note 0.75% Due 03/31/2026	Various Various 100,000.00	99,556.02 0.00 0.00 99,563.98	315.58 375.00 2.06 61.48	7.96 0.00 7.96 69.44	69.44
91282CCF6	US Treasury Note 0.75% Due 05/31/2026	08/25/2021 08/26/2021 125,000.00	124,703.18 0.00 0.00 124,708.32	238.22 0.00 315.06 76.84	5.14 0.00 5.14 81.98	81.98

Income Earned

As of September 30, 2021

CUSIP	Security Description	Trade Date Settle Date Units	Book Value: Begin Book Value: Acq Book Value: Disp Book Value: End	Prior Accrued Inc. Received Ending Accrued Total Interest	Accr. Of Discount Amort. Of Premium Net Accret/Amort Income Earned	Total Income
91282CCP4	US Treasury Note 0.625% Due 07/31/2026	08/25/2021 08/26/2021 125,000.00	123,817.44 0.00 0.00 123,837.21	67.93 0.00 131.62 63.69	19.77 0.00 19.77 83.46	83.46
91282CCT6	US Treasury Note 0.375% Due 08/15/2024	08/25/2021 08/26/2021 125,000.00	124,689.23 0.00 0.00 124,697.87	21.65 0.00 59.87 38.22	8.64 0.00 8.64 46.86	46.86
91324PEC2	United Health Group Inc Callable Note Cont 4/15/2026 1.15% Due 05/15/2026	Various Various 10,000.00	10,030.51 0.00 0.00 10,029.97	32.58 0.00 42.16 9.58	0.00 0.54 (0.54) 9.04	9.04
931142ERO	Wal-Mart Stores Callable Note Cont 08/17/2026 1.05% Due 09/17/2026	09/08/2021 09/17/2021 10,000.00	0.00 9,981.10 0.00 9,981.24	0.00 0.00 4.08 4.08	0.14 0.00 0.14 4.22	4.22
Total Fixed Income			4,111,164.51	4,327.80	3,578.19	3,578.19
CASH & EQUIVALENT						
31846V203	First American Govt Obligation Fund Class Y	Various Various 141,416.09	647,288.81 12,493.50 518,366.22 141,416.09	0.00 4.85 0.00 4.85	0.00 0.00 0.00 4.85	4.85
Total Cash & Equivalent			141,416.09	4.85	4.85	4.85
TOTAL PORTFOLIO			4,252,580.60	4,332.65	3,583.04	3,583.04

Chandler Asset Management, Inc. ("Chandler") is an SEC registered investment adviser. For additional information about our firm, please see our current disclosures (Form ADV). To obtain a copy of our current disclosures, you may contact your client service representative by calling the number on the front of this statement or you may visit our website at www.chandlerasset.com.

Information contained in this monthly statement is confidential and is provided for informational purposes only and should not be construed as specific investment or legal advice. The information contained herein was obtained from sources believed to be reliable as of the date of this statement, but may become outdated or superseded at any time without notice.

Custody: Your qualified custodian bank maintains control of all assets reflected in this statement and we urge you to compare this statement to the one you receive from your qualified custodian. Chandler does not have any authority to withdraw or deposit funds from/to the custodian account.

Valuation: Prices are provided by IDC, an independent pricing source. In the event IDC does not provide a price or if the price provided is not reflective of fair market value, Chandler will obtain pricing from an alternative approved third party pricing source in accordance with our written valuation policy and procedures. Our valuation procedures are also disclosed in Item 5 of our Form ADV Part 2A.

Performance: Performance results are presented gross-of-advisory fees and represent the client's Total Return. The deduction of advisory fees lowers performance results. These results include the reinvestment of dividends and other earnings. Past performance may not be indicative of future results. Therefore, clients should not assume that future performance of any specific investment or investment strategy will be profitable or equal to past performance levels. All investment strategies have the potential for profit or loss. Economic factors, market conditions or changes in investment strategies, contributions or withdrawals may materially alter the performance and results of your portfolio.

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Index returns assume reinvestment of all distributions. Historical performance results for investment indexes generally do not reflect the deduction of transaction and/or custodial charges or the deduction of an investment management fee, the incurrence of which would have the effect of decreasing historical performance results. It is not possible to invest directly in an index.


Ratings: Ratings information have been provided by Moody's, S&P and Fitch through data feeds we believe to be reliable as of the date of this statement, however we cannot guarantee its accuracy.

Security level ratings for U.S. Agency issued mortgage-backed securities ("MBS") reflect the issuer rating because the securities themselves are not rated. The issuing U.S. Agency guarantees the full and timely payment of both principal and interest and carries a AA+/Aaa/AAA by S&P, Moody's and Fitch respectively.

Benchmark Index	Disclosure
ICE BofA 1-5 Yr US Treasury & Agency Index	The ICE BofA 1-5 Year US Treasury & Agency Index tracks the performance of US dollar denominated US Treasury and nonsubordinated US agency debt issued in the US domestic market. Qualifying securities must have an investment grade rating (based on an average of Moody's, S&P and Fitch). Qualifying securities must have at least one year remaining term to final maturity and less than five years remaining term to final maturity, at least 18 months to maturity at time of issuance, a fixed coupon schedule, and a minimum amount outstanding of \$1 billion for sovereigns and \$250 million for agencies.



Board of Directors Staff Report

To: TVMWD Board of Directors
From: Matthew H. Litchfield, General Manager 
Date: October 20, 2021
Subject: **YTD District Budget Status Report**

<input type="checkbox"/> For Action	<input type="checkbox"/> Fiscal Impact	\$
<input checked="" type="checkbox"/> Information Only	<input type="checkbox"/> Funds Budgeted:	

Staff Recommendation:

No Action Necessary – Informational Item Only

Discussion:

Attached for your review is the YTD District Budget Status Report for the period ending September 30, 2021.

Due to making an upfront annual payment to CalPERS for the Unfunded Accrued Liability in July, **Staff Compensation** YTD actuals are high but as expected. This line item is not expected to exceed budget.

The credit reflected in the **Resources & Planning** line item is due to a refund from MWD for the unused portion of TVMWD's deposit for work performed on a new service connection, PM-27, San Dimas Wash.

Due to the payment schedule for **Membership Dues & Fees**, the YTD actuals are high but as expected. This line item is not expected to exceed budget.

Strategic Plan Objective(s):

3.1 – Utilize and comply with a set of financial policies to maintain TVMWD's financial health

Attachment(s):

Exhibit A – YTD District Budget Status Report

Meeting History:

None


NA/LC

THREE VALLEYS MUNICIPAL WATER DISTRICT				
DISTRICT BUDGET - FISCAL YEAR 2021-2022				
Month Ending September 30, 2021				
	2021-2022 YTD Actual	Annual Budget All Funds	2021-2022 Percent of Budget	2021-2022 Balance Remaining
REVENUES				
OPERATING REVENUES				
Water Sales	23,244,192	62,771,483	37.0%	39,527,291
MWD RTS Standby Charge	38,923	4,076,264	1.0%	4,037,341
MWD Capacity Charge Assessment	382,257	1,636,205	23.4%	1,253,948
TVMWD Fixed Charges	186,414	754,617	24.7%	568,203
Hydroelectric Revenue	13,775	270,000	5.1%	256,225
NON-OPERATING REVENUES				
Property Taxes	69,040	2,362,573	2.9%	2,293,533
Interest Income	18,966	44,864	42.3%	25,898
Pumpback O&M Reimbursement	-	10,000	0.0%	10,000
Grants and Other Revenue	12,841	5,457	235.3%	(7,384)
TOTAL REVENUES	23,966,408	71,931,463	33.3%	47,965,055
EXPENSES				
OPERATING EXPENSES				
MWD Water Purchases	21,274,569	55,438,081	38.4%	34,163,512
MWD RTS Standby Charge	-	4,076,264	0.0%	4,076,264
Staff Compensation	1,327,666	4,726,314	28.1%	3,398,648
MWD Capacity Charge	-	1,636,205	0.0%	1,636,205
Operations and Maintenance	292,315	1,929,750	15.1%	1,637,435
Professional Services	131,178	636,718	20.6%	505,540
Directors Compensation	48,688	320,321	15.2%	271,633
Communication and Conservation Programs	24,254	167,000	14.5%	142,746
Planning & Resources	(6,346)	90,000	-7.1%	96,346
Membership Dues and Fees	63,537	126,956	50.0%	63,419
Hydroelectric Facilities	3,916	30,000	13.1%	26,084
Board Elections	-	-	0.0%	-
NON OPERATING EXPENSES				
Pumpback O&M Expenses	275	10,000	2.8%	9,725
RESERVE EXPENSES				
Reserve Replenishment	-	390,000	0.0%	390,000
CAPITAL INVESTMENT				
Capital Repair & Replacement	2,411	624,000	0.4%	621,589
Capital Investment Program	546	3,535,000	0.0%	3,534,454
TOTAL EXPENSES	23,163,009	73,736,609	31.4%	50,573,600
NET INCOME (LOSS) BEFORE TRANSFERS		(1,805,146)		
TRANSFER FROM/(TO) CAPITAL RESERVES		1,796,427		
TRANSFER IN FROM BOARD ELECTION RESERVES				
TRANSFER IN FROM ENCUMBERED RESERVES				
NET INCOME (LOSS) AFTER TRANSFERS		\$ (8,719)		

***This budget is prepared on a modified cash-basis of accounting, which is a basis of accounting other than generally accepted accounting principles (GAAP).*



Board of Directors Staff Report

To: TVMWD Board of Directors
From: Matthew H. Litchfield, General Manager 
Date: October 20, 2021
Subject: **Warrant List**

<input checked="" type="checkbox"/> For Action	<input checked="" type="checkbox"/> Fiscal Impact	\$ 8,131,608.63
<input type="checkbox"/> Information Only	<input type="checkbox"/> Funds Budgeted:	

Staff Recommendation:

Receive and file the **Warrant List** for the period ending **September 30, 2021**, as presented.

Discussion:

The monthly warrant list is provided for your information.

General checks 51312 through 51366 totaling \$290,856.39 are listed on pages 1 to 2.

MWD July water invoice totaling \$7,574,391.50 is listed on page 2.

Wire transfers for taxing agencies, benefit payments and PERS totaling \$99,941.91 are listed on pages 2 to 3.

Total payroll checks 14272 through 14325 totaling \$166,418.83 are listed on page 3.

Umpqua Bank invoices details are listed on pages 4 to 5.

Strategic Plan Objective(s):

3.1 – Utilize and comply with a set of financial policies to maintain TVMWD’s financial health

Attachment(s):

Exhibit A – Warrant List

Meeting History:

None

NA/LC



THREE VALLEYS MUNICIPAL WATER DISTRICT
Warrant List
September 2021

General Checks 51312 through 51366
Payroll Wire Transfer 3153 through 3168
Payroll Checks 14272 through 14325

Check Number	Vendor	Description	Paid Amount
51312	DE LAGE LANDEN FIN SVCS, INC.	POSTAGE METER LEASING CHARGES 8/15/21 - 9/14/21	135.16
51313	HOSE-MAN, INC	COUPLERS/ADAPTER/GASKETS	93.32
51314	HOWROYD-WRIGHT EMPL AGENCY INC	RECEPTION TEMPORARY STAFF	845.52
51315	P&D VENTURES INC, DBA JAN-PRO CLEANING SYST	JANITORIAL SERVICE - SEPT	210.60
51316	PACIFIC STAR CHEMICAL, LLC	SODIUM HYDROXIDE	6,232.47
51317	SOUTHERN CALIFORNIA EDISON	MIRAMAR/GRAND AVE - AUG	10,295.00
51318	CELL BUSINESS EQUIPMENT	PLOTTER LEASE - SEPT	268.27
51319	GENERAL PUMP COMPANY	PRESSURE-WASH BOOSTER PUMPS	4,501.00
51320	HIGHROAD INFORMATION TECH, LLC	IT SERVICES - SEPT	2,175.00
51321	HOWROYD-WRIGHT EMPL AGENCY INC	RECEPTION TEMPORARY STAFF	1,300.80
51322	JCI JONES CHEMICALS, INC.	CHLORINE	5,798.29
51323	JEFFREY C. SCHENKEL, DBA SOUTH COAST MEDIA SVC	OUTREACH AD	564.00
51324	LINCOLN LIFE, EMPL SVCS(5H-26)	457 DEFRD: SEPTEMBER 5 PAYROLL	9,583.11
51325	LOS ANGELES COUNTY FIRE DEPT	HAZARDOUS MATERIALS/WASTE GENERATOR/CA.ACCIDENTAL RELEASE PROGRAMS PERMIT FEES	13,681.00
51326	MICHAEL J ARNOLD & ASSOC, INC.	LEGISLATIVE CONSULTANT SEPT/AUG EXPENSES	6,084.00
51327	PACIFIC STAR CHEMICAL, LLC	SODIUM HYDROXIDE	6,725.00
51328	PEST OPTIONS INC.	MICE/RATS CONTROL	185.00
51329	SOUTHERN CALIFORNIA EDISON	MIRAMAR/WILLIAMS/FULTON - AUG	454.10
51330	TOM DODSON & ASSOCIATES	SIX BASINS STRATEGIC PLAN PEIR	4,850.00
51331	BRENTAG PACIFIC, INC.	SODIUM HYPOCHLORITE	2,132.31
51332	HOWIE, KIRK	CSDA CONFERENCE EXPENSES	373.80
51333	HOWROYD-WRIGHT EMPL AGENCY INC	RECEPTION TEMPORARY STAFF	1,300.80
51334	IDEAL COMFORT CORP.	AIR CONDITIONING SYSTEM AIR HANDLER REPAIR	360.00
51335	KEMIRA WATER SOLUTIONS, INC.	PAX-XL19	16,596.00
51336	MACLEOD WATTS INC.	OPEB ACTUARIAL VALUATION/GASB 75 REPORTING	5,800.00
51337	SAN ANTONIO WATER COMPANY	WATER AVAILABILITY CHARGE 6/30/21 - 8/29/21	4.00
51338	SOCALGAS	FULTON SERVICE 8/04/21 - 9/02/21	14.30
51339	UMPQUA BANK	UMPQUA BANK INVOICE DETAIL - LAST PAGE	38,828.21
51340	UMPQUA BANK	UMPQUA BANK INVOICE DETAIL - LAST PAGE	16,099.73
51341	WATERWISE CONSULTING, INC.	WALNUT VALLEY WATER DISTRICT VIRTUAL SURVEY PROGRAM - JUL (REIMBURSED BY MWD)	2,900.00
51342	WEX BANK	FUEL 8/01/21-08/31/21	1,859.64
51343	ACWA/JPIA	ACWA EMPLOYEE BENEFITS - OCTOBER 2021	49,224.28



THREE VALLEYS MUNICIPAL WATER DISTRICT
Warrant List
September 2021
General Checks 51312 through 51366
Payroll Wire Transfer 3153 through 3168
Payroll Checks 14272 through 14325

Item 7.B - Exhibit A

Check Number	Vendor	Description	Paid Amount
51344	AFLAC	AFLAC SUPP. INS: SEPTEMBER 2021 (EMPLOYEE REIMBURSED)	898.34
51345	AQUILOGIC, INC.	CADIZ STUDY PLAN 7/1/21- 7/30/21	2,453.00
51346	BRUNICK, MCELHANEY & KENNEDY	LEGAL FEES - AUG	15,816.00
51347	CLAREMONT PRINT & COPY	BUSINESS CARDS - ROBLES/PANZER	190.53
51348	CLS LANDSCAPE MANAGEMENT	LANDSCAPE MAINT - SEPT	2,940.00
51349	DENALI WATER SOLUTIONS, LLC	SLUDGE REMOVAL - AUG	6,563.68
51350	GREEN MEDIA CREATIONS, INC.	REMOTE LEARNING CLASSES HOSTED BY ROWLAND WD - AUG (REIMBURSED BY MWD)	3,250.00
51351	HOWROYD-WRIGHT EMPL AGENCY INC	RECEPTION TEMPORARY STAFF	1,296.48
51352	LINCOLN LIFE, EMPL SVCS(5H-26)	457 DEF RD: SEPTEMBER 19 PAYROLL	9,983.11
51353	LINCOLN LIFE, EMPL SVCS(5H-26)	457 DEF RD: BOARD-SEPTEMBER 2021	4,147.32
51354	PACIFIC STAR CHEMICAL, LLC	SODIUM HYDROXIDE	6,375.30
51355	PEOPLES BANK OF ALABAMA	OIL & FILTER CHANGE/INSPECTION & TIRE ROTATION FOR DISTRICT VEHICLES	118.54
51356	PUBLIC WATER AGENCIES GROUP	EMERGENCY PREPAREDNESS MONTHLY ASSESSMENT	963.75
51357	RELIANCE STANDARD LIFE INS CO.	GROUP LIFE INSURANCE: SEPTEMBER 2021	1,269.49
51358	RELIANCE STANDARD LIFE INS.	ST/LT DISAB: SEPTEMBER 2021	937.42
51359	SOUTHERN CALIFORNIA EDISON	WILLIAMS/FULTON/PM-26/SCADA/PUMPBACK - APR/MAY/JUL/AUG	712.98
51360	SOUTHERN CALIFORNIA EDISON	FULTON - AUG	1,244.33
51361	WATERWISE CONSULTING, INC.	WALNUT VALLEY WATER DISTRICT VIRTUAL SURVEY PROGRAM - AUG (REIMBURSED BY MWD)	1,025.00
51362	JCI JONES CHEMICALS, INC.	CHLORINE	7,440.47
51363	SYNCB/AMAZON	APC UPS BATTERIES/LITHIUM-ION & EXTENDED CAPACITY BATTERY PACKS/OFFICE SUPPLIES	2,007.29
51364	D & H WATER SYSTEMS INC.	SPARE PUMP ROLLER ASSEMBLY	595.28
51365	POMONA WHOLESALE ELECTRIC	ADAPTER/WEATHER TIGHT HUBS/STEEL BLANK COVER/LUBE	78.80
51366	SOUTHERN CALIFORNIA EDISON	MIRAMAR/GRAND AVE - SEPT	11,074.57
TOTAL AMOUNT OF CHECKS LISTED			\$ 290,856.39
12818	METROPOLITAN WATER DISTRICT	JULY 2021 MWD WATER INVOICE	7,574,391.50
TOTAL AMOUNT OF WIRE TRANSFERS			\$ 7,574,391.50
3153	FEDERAL TAX PAYMENT	FED TAX: SEPTEMBER 5 PAYROLL	16,700.13
3154	BASIC PACIFIC	HEALTH SAVINGS ACCT: SEPTEMBER 5 PAYROLL	1,414.16
3155	PUBLIC EMPLOYEES RETIREMENT SY	PERS CONTR: SEPTEMBER 5 PAYROLL	19,132.25
3156	STATE TAX PAYMENT	STATE TAX: SEPTEMBER 5 PAYROLL	6,140.50



THREE VALLEYS MUNICIPAL WATER DISTRICT
Warrant List
September 2021
General Checks 51312 through 51366
Payroll Wire Transfer 3153 through 3168
Payroll Checks 14272 through 14325

Item 7.B - Exhibit A

Check Number	Vendor	Description	Paid Amount
3157	CALPERS-457 PLAN	PERS-457 DEFERRED COMP/EMPL LOAN: SEPTEMBER 5 PAYROLL	3,309.37
3158	LINCOLN FINANCIAL GROUP	401A DEFRD: SEPTEMBER 5 PAYROLL	822.22
3159	FEDERAL TAX PAYMENT	FED TAX: BOARD-SEPTEMBER 2021	1,388.01
3160	BASIC PACIFIC	HEALTH SAVINGS ACCT: BOARD-SEPTEMBER 2021	533.25
3161	STATE TAX PAYMENT	STATE TAX: BOARD-SEPTEMBER 2021	318.84
3162	CALPERS-457 PLAN	PERS-457 DEFERRED COMP: BOARD-SEPTEMBER 2021	990.00
3163	FEDERAL TAX PAYMENT	FED TAX: SEPTEMBER 19 PAYROLL	17,321.71
3164	BASIC PACIFIC	HEALTH SAVINGS ACCT: SEPTEMBER 19 PAYROLL	1,639.16
3165	PUBLIC EMPLOYEES RETIREMENT SY	PERS CONTR: SEPTEMBER 19 PAYROLL	19,958.13
3166	STATE TAX PAYMENT	STATE TAX: SEPTEMBER 19 PAYROLL	6,441.96
3167	CALPERS-457 PLAN	PERS-457 DEFERRED COMP: SEPTEMBER 19 PAYROLL	3,010.00
3168	LINCOLN FINANCIAL GROUP	401A DEFRD: SEPTEMBER 19 PAYROLL	822.22
TOTAL AMOUNT OF PAYROLL WIRE TRANSFERS LISTED			\$ 99,941.91
PAYROLL SUMMARY			
TOTAL AMOUNT OF PAYROLL CHECKS LISTED			\$ 166,418.83
TOTAL September 2021 CASH DISBURSEMENTS			\$ 8,131,608.63



THREE VALLEYS MUNICIPAL WATER DISTRICT
 Warrant List
 September 2021
 Umpqua Bank E-Payables Invoice Detail Check 51339
 Umpqua Bank Credit Cards Invoice Detail Check 51340

Item 7.B - Exhibit A

Check Number	Vendor	Description	Paid Amount
51339	AIRGAS SPECIALTY PRODUCTS	AMMONIA/AMMONIUM HYDROXIDE	3,787.45
51339	ALS GROUP USA, CORP	OUTSIDE LABORATORY TESTING - THM	1,605.00
51339	AT&T MOBILITY LLC	MOBILE WIRELESS SERVICE 8/03/21-9/02/21	201.20
51339	BURLINGTON SAFTY LAB OF CA,INC	GLOVES RETESTED	35.50
51339	CELL BUSINESS EQUIPMENT	POSTAGE MACHINE SEALING FLUID	105.12
51339	CITY OF CLAREMONT	REFUSE PICKUP/STREET SWEEPING - JUL	169.46
51339	CLINICAL LABORATORY OF SB, INC	OUTSIDE LABORATORY TESTING - JUL	3,155.00
51339	DISTRIBUTOR OPERATIONS INC.	UPS BATTERY	51.50
51339	EUROFINS EATON ANALYTICAL	OUTSIDE LABORATORY TESTING - WTP	90.00
51339	GRAINGER	SOLENOID VALVE/JAW COUPLING FOR EXCAVATOR/ANNUAL MEMBERSHIP	581.84
51339	GROUND CONTROL SYSTEMS, INC.	IDIRECT EMERGENCY RESPONDER SERVICES FEE - AUG	279.00
51339	HACH COMPANY	AMMONIA/MONOCHLORAMINE/CHLORINE REAGENT SETS/NITRITE	3,646.52
51339	HD SUPPLY FACILITIES MAINT LTD	AMMONIA/MONOCHLORAMINE/BUFFER SOLUTIONS/STABLICAL TURBIDITY	971.26
51339	IDEXX DISTRIBUTION CORP	VESSELS WITH STANDS	799.81
51339	LANCE, SOLL & LUNGHARD LLP	2021 GOVERNMENT YEAR-END AUDIT	14,500.00
51339	MC MASTER-CARR SUPPLY COMPANY	SOCKET-MOUNT TIMER RELAY/SOCKET/SCREW SET/PADLOCKS/METER SCREW/ROUTING CLAM/TAGS	365.92
51339	POLYDYNE, INC	CLARIFLOC	5,475.38
51339	PREMIER FAMILY MEDICINE ASSOC	PHYSICAL/DRUG SCREEN/LIFT TEST - ROBLES	142.00
51339	TELEPACIFIC COMMUNICATIONS	TELEPHONE/INTERNET SERVICES 7/16/21 - 8/15/21	2,556.68
51339	TIME WARNER CABLE	BROADBAND SERVICES - WILLIAMS/PLANT 2/FULTON 7/09/21 - 8/20/21	259.97
51339	UNDERGROUND SERVICE ALERT	DIGALERT TICKETS - AUG	49.60
TOTAL AMOUNT OF UMPQUA BANK E-PAYABLES SERVICES INVOICE			\$ 38,828.21



THREE VALLEYS MUNICIPAL WATER DISTRICT
 Warrant List
 September 2021
 Umpqua Bank E-Payables Invoice Detail Check 51339
 Umpqua Bank Credit Cards Invoice Detail Check 51340

Item 7.B - Exhibit A

Check Number	Vendor	Description	Paid Amount
51340	ACWA	11/30/21 - 12/02/21 FALL CONFERENCE - BOWCOCK/LITCHFIELD	1,160.00
51340	AMERICA'S TIRE COMPANY	TIRES FOR DISTRICT VEHICLE	793.69
51340	ASCO POWER SERVICES, INC.	GENERATOR MAINTENANCE AGREEMENT	1,377.60
51340	AWWA	7/29/21 - 8/31/21 WESTERN U.S. DROUGHT 3-PART WEBINAR SERIES - GOYTIA	180.00
51340	BACKGROUNDS ONLINE	BACKGROUND CHECK - ROBLES	70.50
51340	BROWN AND CALDWELL	CHIEF WATER RESOURCES OFFICER RECRUITMENT AD	200.00
51340	BROWNS MOBILE AUTO	EOC REPLACEMENT WINDOW	189.00
51340	BY DESIGN ORNAMENTALS	IRON GATES FABRICATION/INSTALLATION DEPOSIT AT WILLIAMS	2,070.00
51340	CA-NV SECTION AWWA	8/24-25/21 WATER TREATMENT/8/26/21 ADAPTING TO LCRR/8/31/21 INFRASTRUCTURE WEBINARS - ENSIGN	300.00
51340	CDW GOVERNMENT LLC	MICROSOFT SURFACE PROS	5,071.75
51340	CLAREMONT CHAMBER OF COMMERCE	8/10/21 VIRTUAL BUSINESS OVER BREAKFAST - BOWCOCK	20.00
51340	CSDA	10/25-27/21 BOARD SECRETARY/CLERK CONFERENCE - AGUIRRE	800.00
51340	IAAP - CITRUS VALLEY CHAPTER	MEMBERSHIP RENEWAL / 9/21/21 VIRTUAL COMMUNICATION SKILLS WEBINAR - AGUIRRE	170.00
51340	MISCELLANEOUS VENDORS	EVENTS REGISTRATIONS & EXPENSES - AUG	3,355.99
51340	NATIONAL NOTARY ASSOCIATION	NOTARY SUPPLIES REIMBURSEMENT	(27.94)
51340	NEOGOV	CHIEF WATER RESOURCES OFFICER RECRUITMENT AD	199.00
51340	QUICK QUACK CAR WASH	DISTRICT VEHICLE CAR WASH MEMBERSHIP	29.99
51340	SHERWOOD FLORIST	CONDOLENCES FLORAL BOUQUET FOR BERNIE STILLIONS	97.95
51340	ZOOM VIDEO COMMUNICATIONS INC.	CLOUD RECORDING	42.20
TOTAL AMOUNT OF UMPQUA BANK CARD SERVICES INVOICE			\$ 16,099.73



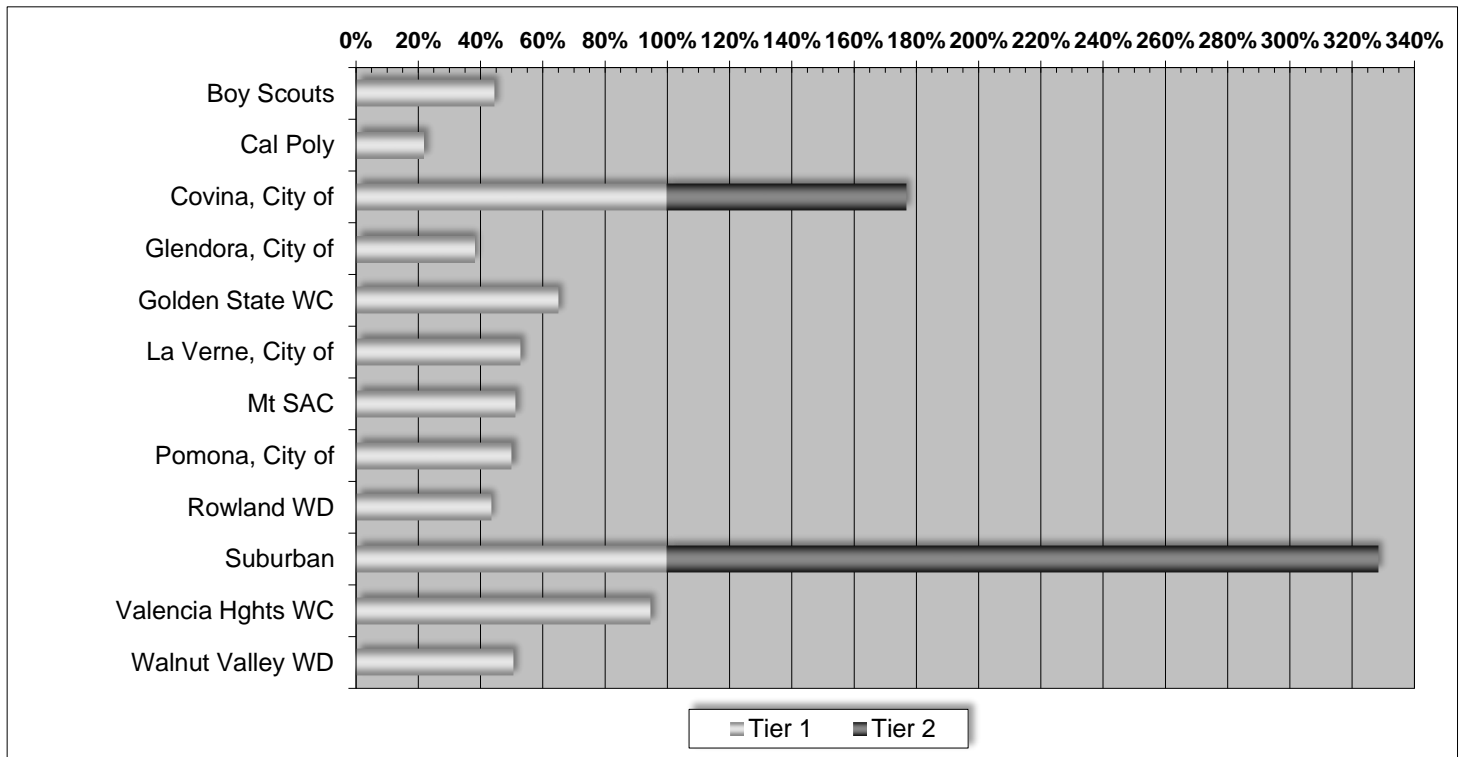
**Tier 1 Balance (in Acre-Feet)
Calendar Year 2021
(through September 2021)**

Agency	Tier 1 Allocation					Balance
		Weymouth	Miramar	CIC	Spreading	
Boy Scouts of America	36	15.8	0.0	0.0	0.0	19.8
Cal Poly Pomona	269	58.3	0.0	0.0	0.0	210.7
Covina, City of *	1,568	157.4	0.0	2,614.3	0.0	-1,203.7
Glendora, City of *	4,101	1,547.2	0.0	0.0	0.0	2,554.1
Golden State Water Company *	15,714	4,974.0	4,933.4	293.8	0.0	5,512.6
La Verne, City of	8,026	0.0	3,946.6	0.0	282.5	3,797.2
Mt San Antonio College	699	357.4	0.0	0.0	0.0	341.6
Pomona, City of *	7,052	2,316.3	1,207.4	0.0	0.0	3,528.6
Rowland Water District *	14,741	4,782.7	1,582.5	0.0	0.0	8,375.7
Suburban Water Systems *	1,961	4,047.1	0.0	2,388.5	0.0	-4,474.6
Three Valleys MWD	NA				0.0	NA
Valencia Heights Water Co *	464	8.4	0.0	430.5	0.0	25.0
Walnut Valley Water District *	26,057	10,183.7	2,935.3	0.0	0.0	12,937.7

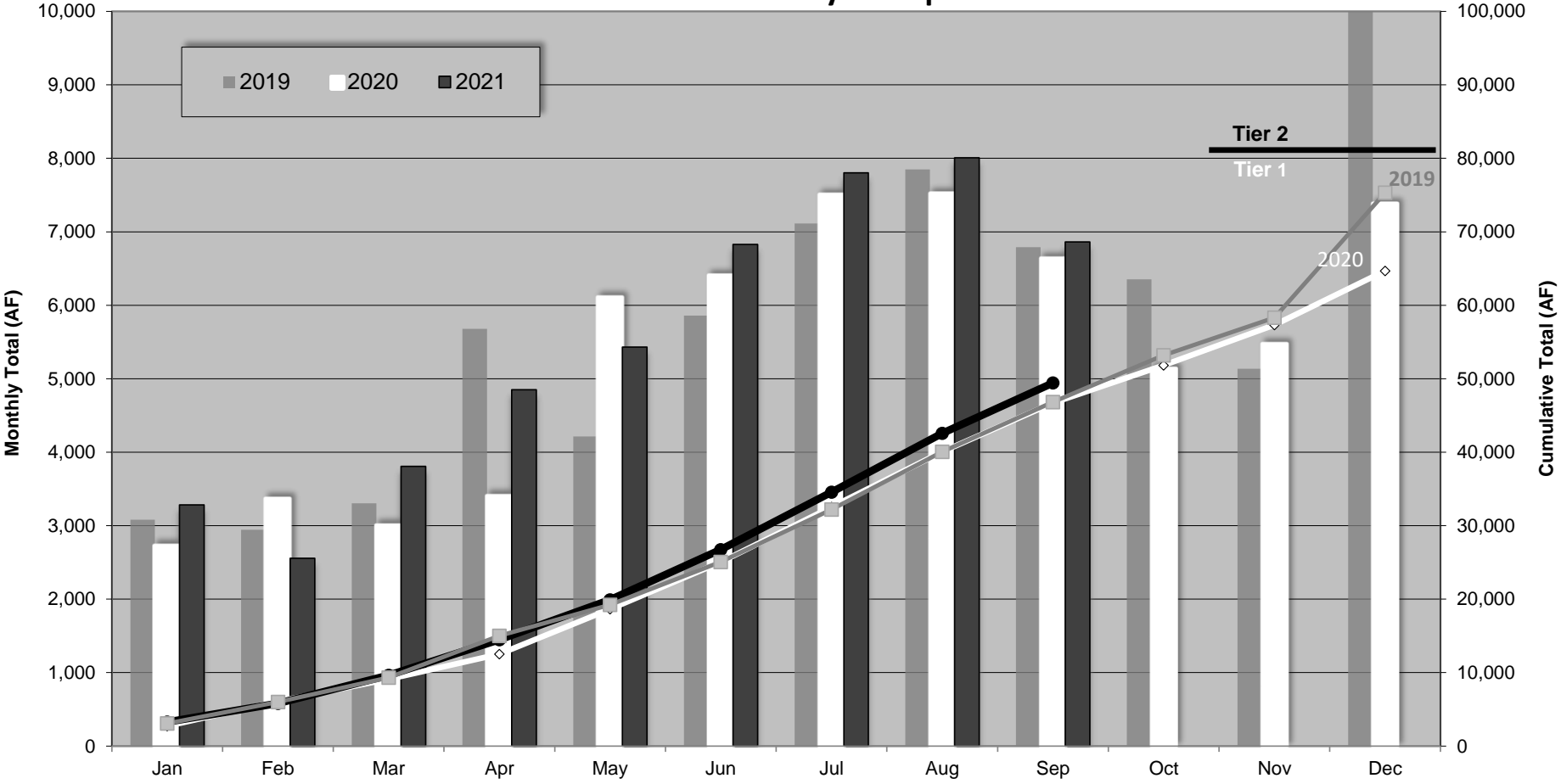
* Deliveries to JWV are assigned to Pomona, RWD, and WVWD.
 Deliveries to BGL are assigned to Suburban, VHWC, GSWC and WVWD.
 Deliveries to CIC are assigned to Covina, Glendora, GSWC, SWS, and VHWC.
 Quantities apportioned to above agencies are preliminary based on available data.

TVMWD Tier 1 Allowable = 80,688
MWD Tier 1 Deliveries = 49,430
TVMWD Tier 1 Balance = 31,258

Overage by Individual Agencies -5,678.3



TVMWD Firm Water Purchases 3-yr Comparison



2021 Firm Water Usage (AF)													
Direct Delivery	3,282.5	2,557.6	3,525.5	4,850.7	5,430.5	6,828.2	7,804.3	8,007.4	6,860.8	0.0	0.0	0.0	49,147.4
Spreading Delivery	0.0	0.0	282.5	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	282.5
Total	3,282.5	2,557.6	3,808.0	4,850.7	5,430.5	6,828.2	7,804.3	8,007.4	6,860.8	0.0	0.0	0.0	49,429.9

**Three Valleys Municipal Water District
Miramar Operations Report**

SEPTEMBER 2021

Water Quality

The treatment plant produced treated water that met or exceeded state and federal drinking water standards.

Water quality data for the month of September (unless otherwise noted)

	Location	Results		Limits	Water Quality Goals
Turbidity	Raw	0.75	NTU	N/A	
Turbidity	Reservoir Effluent	0.05	NTU	0.3	0.04-0.08 NTU
MIB	Lake Silverwood	ND	ng/L	N/A	DWR results as of Oct 6, 2021
Geosmin	Lake Silverwood	ND	ng/L	N/A	DWR results as of Oct 6, 2021
Total Trihalomethanes	Distribution System	38.7-40.7	µg/l	80	Ranges from 4 distribution locations (Jun 2021 results)
Haloacetic Acids	Distribution System	16.2-20.9	µg/l	60	
Nitrate	Reservoir Effluent	0.7	mg/L	10	<2.0 mg/L
Nitrite	Reservoir Effluent	0.011	mg/L	1	<0.008 mg/L
PFAS	Raw	ND	µg/l	N/A	June 2019 results
Total Organic Carbon	RAA Ratio (Running Annual Average)	1.36		1.00	* RAA results should be greater than minimum limit to comply

Reportable violations made to SWRCB:

NONE

*RAA - Running Annual Average

Monthly Plant Production

		Capacity	Monthly %
Potable water produced from Miramar Plant	1611.1 AF	1785.1 AF	90.3%

Monthly Well Production

	Days in service		Same month prior year	Days in service
Well #1	25	21.5 AF	33.7 AF	29
Well #2	29	67.2 AF	78.2 AF	29
Grand Ave Well	28	64.8 AF	106.3 AF	30
Total Monthly Well Production		153.5 AF	218.2 AF	

Monthly Sales

La Verne	554.3 AF	31.4%
GSWC (Claremont)	509.9 AF	28.9%
GSWC (San Dimas)	244.0 AF	13.8%
PWR-JWL	454.6 AF	25.8%
Pomona (Mills)	0.0 AF	0.0%
TVMWD Admin	1.9 AF	0.1%
Total Potable Water Sold	1764.7 AF	100.0%

Year To Date 2021-22

	Actual	Budget	% of Budget
Potable Water Sold from Miramar Plant (92.8%)	5,621.2 AF	6,384.6 AF	88.0%
Total Well Production (7.2%)	434.3 AF	650.0 AF	66.8%
Total Potable Water Sold (Plant & Wells)	6,055.6 AF	7,034.6 AF	86.1%
Average monthly water sold	2,018.5 AF		

Hydroelectric Generation (kWh) FY 2021-22

	Monthly kWh		YTD kWh		% of Budget
	Actual	Budget	Actual	Budget	
Miramar					
Hydro 1	265,218	110,723	982,534	249,126	394.4%
Hydro 2	25	19,217	25	54,448	0.0%
Hydro 3	8,159	38,953	8,159	110,367	7.4%
Williams	110,640	74,356	393,920	223,068	176.6%
Fulton	0	30,940	136,160	69,615	195.6%
	384,042	274,189	1,520,798	706,624	215.2%

Operations/Maintenance Review

Special Activities

- ▶ Operations staff made repairs to the 6th/White electrical line that was damaged by the City of La Verne Parks Dept lawn mower.
- ▶ The contractor was onsite for inspection and repairs to the reservoir covers and liners from damage due to wildlife activity, age and sun exposure.
A new security gate was installed at the Williams Hydro.
- ▶ Operations staff installed an electrical box for the new CL17 analyzer pump.
- ▶ The contractor performed a visual inspection and annual major preventative maintenance to the Onan generator. The technician noted that Operations staff has been overfilling the tank with coolant and asked they no longer fill the tank unless a service light is seen or leave for the technician during inspection.
- ▶ The laboratory RO unit had filters replaced in anticipation of the water suitability test in October.
- ▶ Operations staff replaced the turbidity analyzers for the backwash recovery, Well #2, RAW and CFE.
- ▶ A new polymer alternative for the belt filter press was jar tested and shown to be more efficient than our previous polymer. A test bag was ordered to run a "live trial".

Outages/Repairs

- ▶ None


Unbudgeted Activities

- ▶ None

Other

- ▶ None

Submitted by: _____


Steve Lang
Chief Operations Officer

Name: Brian Bowcock, Division 3

Compensated Meetings



Meeting Date	Meeting / Description	Mileage (assumed as roundtrip unless noted)		Compensation		
		From City	To City	Miles	Mileage \$	
9/1/2021	CSDA conference	La Verne	Monterey	0	\$0.00	\$200.00
Getting together with other water professionals						
9/2/2021	CSDA Conference	La Verne	Monterey	0	\$0.00	\$200.00
Meeting with other water professionals						
9/8/2021	SGV Watermaster meeting	La Verne	Virtual	0	\$0.00	\$200.00
Regular monthly meeting						
9/14/2021	Claremont Chamber of Commerce breakfast meeting	La Verne	Claremont	8	\$4.48	\$200.00
Regular monthly meeting networking with business in town and give an update on the water situation.						
9/15/2021	TVMWD BOD meeting	La Verne	Virtual	0	\$0.00	\$200.00
Regular monthly meeting to discuss issues and projects within the district.						
9/16/2021	Active Claremont	La Verne	Virtual	0	\$0.00	\$200.00
TVMWD General Manager gave a presentation on the water situation and the district to the membership.						
9/20/2021	Citrus College Foundation BOD meeting	La Verne	Glendora	20	\$11.20	\$200.00
Regular meeting of the board to discuss upcoming scholarships and finance of the Foundation.						
9/21/2021	LV Chamber of Commerce	La Verne	La Verne	0	\$0.00	\$200.00
Regular meeting monthly to discuss small business in town and our speaker was the new Fire Chief for La Verne.						
9/22/2021	Six Basin Watermaster	La Verne	Virtual	0	\$0.00	\$200.00
Regular monthly meeting of the BOD. Discussion about the spreading grounds run by PVPA.						
9/24/2021	University La Verne REACH program	La Verne	L.V. University	0	\$0.00	\$200.00
Graduation Ceremony and presentation of recognition awards to the committee. I was presented with 2 certificates 1 from Senator Connie Leyva and 1 from the President of the University. TVMWD is a sponsor of the program. Richard Martinez was the speaker (Supt. of schools in Pomona).						

Approved

Brian Bowcock

Subtotal Meeting Compensation:	\$2,000.00
Mandatory Defered Comp 7.5%	(\$150.00)
Subtotal Mileage Reimbursement	\$15.68
Total	\$1,865.68

Monday, October 4, 2021

Expenses

Brian Bowcock



Meeting Date	Meeting name		
9/21/2021	LV Chamber of Commerce		
Travel Expenses (e.g. Airline Ticket, Train Ticket, Parking)		Meal Expenses	
		\$0.00	\$15.07
Lodging Expenses (e.g. Hotel, Motel)		Miscellaneous Expenses	Total Expenses
\$0.00		\$0.00	\$15.07

Monday, October 4, 2021

Total Reimbursement: \$15.07

The Broken Yolk Cafe - La Verne
2488 Foothill Blvd.

Please Redeem Your Coupon
at Cash Register ONLY.
Thank You For Your Visit!

1024 Francisc

Tbl 63/2 Chk 6947 Gst 0
Sep21'21 09:19AM

MAIN ROOM

1 2 EGGS 10.95
2 EGGS

SUBTOTAL 10.95
TAX 1.12
09:54AM TOTAL DUE 12.07

Download our new BYC REWARDS App
Get 50 points for registering!



The Broken Yolk Cafe - La Verne
2488 Foothill Blvd.

Please Redeem Your Coupon
at Cash Register ONLY.
Thank You For Your Visit!

Date: Sep21'21 10:03AM
Card Type: VISA
Acct #: XXXXXXXXXXXX0128
Card Entry: SWIPED
Trans Type: PURCHASE
Auth Code: 712886
Check: 6947
Table: 63/2
Server: 1024 Francisc

Subtotal: 12.07
TIP 3.00
TOTAL 15.07

SIGNATURE *Ben Bowork*
I AGREE TO PAY THE ABOVE TOTAL
ACCORDING TO MY CARD ISSUER
AGREEMENT!

Name: Brian Bowcock, Division 3



Non-Compensated Meetings

Meeting Date	Meeting / Description	Meeting Location
9/13/2021	Sierra Club	Virtual

Workshop pertaining to the construction of the Delta.

9/16/2021	Citrus Oversight Committee	Citrus College
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Report from the Finance Dept. and the Manager for the construction of all facilities on campus relating to the Bond .

9/16/2021	SGVLCC	Virtual
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Regular meeting to discuss propositions coming out of Sacramento for small businesses.

9/22/2021	ACWA/JPIA Region 8 meeting	virtual
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4 speakers from the water industry talking about the water situation and drought . MWD talked about the recycling project in Carson.

9/23/2021	Le Roy Haynes/David Margaret BOD m	at site
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Discussion of the merging of the 2 agencies and Finances and a report from each Director on staff including projects at both sites.

9/28/2021	SGV Economic Partnership	virtual
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Regular monthly meeting discussion was about can or should businesses require vaccinations

Monday, October 4, 2021

Name: David De Jesus, Division 2

Compensated Meetings



Meeting Date	Meeting / Description	Mileage (assumed as roundtrip unless noted)			Compensation	
		From City	To City	Miles	Mileage \$	\$
9/1/2021	CSDA Annual Conference (day 2)	Walnut	Monterey, CA	0	\$0.00	\$200.00
<p>Attended the Conference and heard presentations on a number of issues related to Special Districts. Including, "The Promise – Becoming Legendary Leaders." Presented by Jason Hewlett.</p>						
9/2/2021	CSDA Annual Conference (day 3)	Walnut	Monterey, CA	0	\$0.00	\$200.00
<p>Audience participation on the various needs and issues being addressed by various Special Districts in the organization. Opportunity to network on the final morning of the conference.</p>						
9/9/2021	Chino Basin Appropriative Committee Meeting	Walnut	Virtual	0	\$0.00	\$200.00
<p>Attended the Chino Basin Appropriative Committee Meeting as the districts voting alternate. The attendees caught up on the summer break activities of Chino Basin with reports from the attorney and the deadlines for several items of interest and the Engineer's report was deferred to the Advisory Committee Meeting and GM provided the Committee and group with updates related to his respective activities.</p>						
9/10/2021	Northern Caucus Group Meeting	Walnut	Virtual	0	\$0.00	\$200.00
<p>Attended the meeting with several directors and managers accompanied by MWD staff and management to discuss issues pertinent to MWD and be provided with updates prior to the committee and board meeting next week.</p>						
9/15/2021	Board Meeting	Walnut	Virtual	0	\$0.00	\$200.00
<p>Provided the board, staff, and attendees with my report as a Director representing the District and its MWD representative.</p>						
9/16/2021	Chino Basin Advisory Committee	Walnut	Virtual	0	\$0.00	\$200.00
<p>Attended the meeting and heard updates and reports that will be recommendations for approval at the Watermaster Board to be held next week.</p>						
9/20/2021	Walnut Valley Board District Meeting	Walnut	Virtual	0	\$0.00	\$200.00
<p>Attended the meeting on line along with GM Litchfield and Directors Roberto and Ti. As usual I offered insights into the MWD activities for the month and the GM provided information from the TVMWD perspective.</p>						
9/22/2021	ACWA Region 8 Webinar	Walnut	Virtual	0	\$0.00	\$200.00
<p>ACWA Region 8 Robust presentation followed by a discussion on the future of the CRA and Lake Mead. Reps from California, Nevada, and Arizona made up the panel that fielded several questions relative to planning, drought contingency planning and the future of the reallocation of the river.</p>						
9/23/2021	Chino Basin Watermaster Meeting	Walnut	Virtual	0	\$0.00	\$200.00
<p>Attended the meeting as the Districts alternate, Representative Kuhn will report on pertinent information. In addition, I heard a report regarding the OBMP Semi-annual status report. The concept of evergreen storage agreements will be presented soon eliminating unnecessary excess work.</p>						
9/27/2021	San Gabriel Valley Water Assoc.	Walnut	Virtual	0	\$0.00	\$200.00
<p>Attended the meeting and provided the group with updates relative to MWD and the GM shared in the report by providing updates relative to Three Valleys.</p>						

Meeting Date	Meeting / Description	Mileage (assumed as roundtrip unless noted)		Compensation	
		From City	To City	Miles	Mileage \$
Approved				Subtotal Meeting Compensation:	\$2,000.00
				Mandatory Deferred Comp 7.5%	(\$150.00)
				Subtotal Mileage Reimbursement	\$0.00
				Total	\$1,850.00

David De Jesus

Tuesday, October 5, 2021

Name: David De Jesus, MWD

Compensated Meetings



Meeting Date	Meeting / Description	Mileage (assumed as roundtrip unless noted)			Compensation	
		From City	To City	Miles	Mileage \$	
9/3/2021	Monthly operational update with Water Systems Manager Brent Yamasaki	Walnut	Virtual	0	\$0.00	\$200.00
I was provided with the latest water supply information and the negotiations with member agencies to shift from State to CRA water supplies. In addition, DWR forecast for the fall was discussed with the possibility of the allocation being established at ZERO and the impacts to supplies and storage throughout the region.						
9/7/2021	San Gabriel Valley MWD Directors Caucus Meeting	Walnut	Monrovia	0	\$0.00	\$200.00
Meeting with Upper/Pasadena/Foothill/San Marino directors with a planned joint managers meeting to discuss the various impacts of the rate refinement was agreed on. In addition discuss regarding the directors retreat and items on the agenda were reviewed.						
9/8/2021	MWD Special Property Utilization Committee Meeting	Walnut	Virtual	0	\$0.00	\$200.00
Telephonic call with Director Record to discuss the coordination of the upcoming PVID vote for directors and led to a meeting that included the pre-established MWD Property Utilization Committee members. A follow-up Zoom meeting was held to meet the potential (3) candidates on the ballot and discuss those candidates' qualifications in detail. The discussions were conducted individually.						
9/13/2021	Committee Meeting Day	Walnut	Virtual	0	\$0.00	\$200.00
Attended committee meetings through the day as the Districts representative to the MWD board, a summary oral report will be provided on pertinent issues.						
9/14/2021	Board Meeting Day	Walnut	Virtual	0	\$0.00	\$200.00
Attended the committee and Board Meeting. An oral report on pertinent matters will be provided to the TVMWD Board.						
9/21/2021	SWRCB Board Meeting followed by the INMA/NCTC Webinar	Walnut	Virtual	0	\$0.00	\$200.00
Issues associated with the illegal taking of water out of the Mojave Desert was discussed and options provided to address the concerns. This meeting was followed by concerns of the growing proliferation of cyber-attacks on critical infrastructure control systems as a result of the expanded use of connected technology in the water industry.						
9/24/2021	IRP Leadership Meeting	Walnut	Virtual	0	\$0.00	\$200.00
Attended the meeting with the assigned IRP leadership to discuss the committee meeting to be held on the following Tuesday. The staff reviewed the presentation with me as I was asked to chair the monthly meeting.						
9/28/2021	Executive Committee Meeting	Walnut	Virtual	0	\$0.00	\$200.00
Attended the meeting as a Vice Chairman as required in support of the Chairperson of the Board. In addition attended several additional committee meetings including a Special Board Meeting to discuss a closed session issue (now publicized as a settlement payment as authorized by court judgement.						
9/29/2021	Board Retreat (Day 1)	Walnut	Temecula	0	\$0.00	\$200.00
Attended the board retreat and under went several group exercises to reveal "type" of personality. In addition, an open discussion ensued to reflect on past decisions.						
9/30/2021	Board Retreat (Day2)	Walnut	Temecula	0	\$0.00	\$200.00
The second day included a candid discussion on current programs and projects like the IRP and in addition a detail ONE WATER drive initiated by the new GM was officially kicked off.						

Approved

David De Jesus

Tuesday, October 5, 2021

Subtotal Meeting Compensation:	\$2,000.00
Mandatory Deferred Comp 7.5%	(\$150.00)
Subtotal Mileage Reimbursement	\$0.00
Total	\$1,850.00

Name: Carlos Goytia, Division 1

Compensated Meetings



Meeting Date	Meeting / Description	Mileage (assumed as roundtrip unless noted)				Compensation
		From City	To City	Miles	Mileage \$	
9/7/2021	Spadra Basin Exec.Committee	Pomona	Virtual	0	\$0.00	\$200.00
attended and participated in committee discussions and deliberations						
9/8/2021	Pomona Basics Needs Action Committee	Pomona	virtual	0	\$0.00	\$200.00
met with Councilmember V.Preciado and local non-profit to organize a basic needs event for community.						
9/9/2021	City of Pomona Event	Pomona	Pomona	8	\$4.48	\$200.00
Community event with local non profit JustUs for Youth and elected officials. guest speakers						
9/11/2021	Inland Valley Water Districts Meeting	Pomona	Riverside	50	\$28.00	\$200.00
met with Directors G.Torres ,C.Hawkins,S.Longville to discuss regional challenges we all face during drought and discuss future collaborations.						
9/13/2021	Project HOPE Ca. /Hope Fest 2021 Meeting	Pomona	Pomona	8	\$4.48	\$200.00
Event Planning for upcoming basic needs community event. Co-Sponsor of event.						
9/15/2021	TVMWD Board of Directors Meeting	Pomona	virtual	0	\$0.00	\$200.00
attended and participated in board deliberations and discussions.						
9/16/2021	SGVCOG GB Meeting	Pomona	virtual	0	\$0.00	\$200.00
attended meeting discussions and deliberations.						
9/20/2021	Pomona City Council Meeting	Pomona	Pomona /Virtual	0	\$0.00	\$200.00
attended as TVMWD Rep.						
9/28/2021	SGVEP Power Lunch Series	Pomona	Virtual	0	\$0.00	\$200.00
attended as guest to hear discourse given by guest speakers on vaccinations.						
9/29/2021	Met with Pomona Councilmembers Preciado and Garcia Districts 2-3	Pomona	Pomona	8	\$4.48	\$200.00
meeting to discuss issues related to our districts and to discuss future collaborations.						

Approved:

Carlos Goytia

Monday, October 11, 2021

Subtotal Meeting Compensation:	\$2,000.00
Mandatory Deferred Comp 7.5%	(\$150.00)
Subtotal Mileage Reimbursement	\$41.44
Total	\$1,891.44

Name: Bob Kuhn, Division 4

Compensated Meetings



Meeting Date	Meeting / Description	Mileage (assumed as roundtrip unless noted)				Compensation
		From City	To City	Miles	Mileage \$	
9/1/2021	CSDA Conference	Glendora	Monterey	0	\$0.00	\$200.00
Attended CSDA conference sessions in Monterey, CA						
9/13/2021	Meeting with Glendora Mayor	Glendora	Glendora	0	\$0.00	\$200.00
Met with Mayor Mike Lewis to discuss water issues in Glendora including the Irwindale Well.						
9/15/2021	TVMWD Board of Directors Meeting	Glendora	Claremont	0	\$0.00	\$200.00
Normal business of the district and received an MWD update						
9/20/2021	SGV Talk Group	Glendora	Virtual	0	\$0.00	\$200.00
Discussed combining the group with the San Bernardino group to make it one meeting						
9/22/2021	GM Meeting	Glendora	Covina	0	\$0.00	\$200.00
Met with the General Manager and Vice President De Jesus and was updated on activities that occurred over the summer.						
9/23/2021	Chino Basin Watermaster Executive Committee	Glendora	Chino Hills	0	\$0.00	\$200.00
A discussion on unifying with the same basic information.						

Approved

Bob Kuhn

Monday, October 11, 2021

Subtotal Meeting Compensation:	\$1,200.00
Mandatory Defered Comp 7.5%	(\$90.00)
Subtotal Mileage Reimbursement	\$0.00
Total	\$1,110.00



Name: Jody Roberto, Division 5

Compensated Meetings

Meeting Date	Meeting / Description	Mileage (assumed as roundtrip unless noted)			Compensation	
		From City	To City	Miles	Mileage \$	
9/1/2021	CSDA Conference	Diamond Bar	Monterey	0	\$0.00	\$200.00

Joined my Three Valleys colleagues in receiving an award for being an outstanding district and attended sessions on leadership and communication.

9/2/2021	CSDA closing and travel day	Diamond Bar	Monterey	0	\$0.00	\$200.00
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Traveled home from the CSDA conference

9/13/2021	San Gabriel Valley Chamber Government Affairs Committee meeting	Diamond Bar	Virtual	0	\$0.00	\$200.00
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Former Senator Bob Huff gave a presentation on the 57/60 confluence project and how the freeway improvements will effect the Diamond Bar Golf Course, which is closed until 2023. The legislative representatives provided updates from their offices.

9/14/2021	Rowland Water District Meeting	Diamond Bar	Virtual	0	\$0.00	\$200.00
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Mike, Kirk and I attended the meeting (Mike in person). RWD had a consultant provide their findings on the water rate study. They went over district finances and need for future rate increase.

9/15/2021	TVMWD Board meeting	Diamond Bar	Claremont	38	\$21.28	\$200.00
-----------	---------------------	-------------	-----------	----	---------	----------

This was our first board meeting after the summer break and we had a full agenda of business to discuss.

9/16/2021	San Gabriel Valley Council of Government meeting	Diamond Bar	Virtual	0	\$0.00	\$200.00
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Demetrius Polyzos gave a presentation on MWD and the drought. Several reports were provided by the committee chairs.

9/20/2021	Walnut Valley Water District Meeting	Diamond Bar	Virtual	0	\$0.00	\$200.00
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Matt provided TVMWD report and informed them that our board had adopted 15% voluntary reduction in water usage. David gave MWD update. The board and staff discussed Puente Basin option 3.

9/22/2021	Six Basins Watermaster Board Meeting	Diamond Bar	Virtual	0	\$0.00	\$200.00
-----------	--------------------------------------	-------------	---------	---	--------	----------

Brian, Matt, James, Ben and I attended. The board decided to continue meeting virtually until January. There was a presentation and discussion on the Strategic Plan Implementation. TVMWD is the lead agency for CEQA and has to certify the programmatic EIR.

Approved

Jody Roberto

Subtotal Meeting Compensation: \$1,600.00

Mandatory Deferred Comp 7.5% (\$120.00)

Subtotal Mileage Reimbursement \$21.28

Total \$1,501.28



Expenses

Jody Roberto

Meeting Date	Meeting name		
9/2/2021	CSDA closing and travel day		
Travel Expenses (e.g. Airline Ticket, Train Ticket, Parking)		Meal Expenses	
		\$191.38	\$0.00
Lodging Expenses (e.g. Hotel, Motel)		Miscellaneous Expenses	Total Expenses
\$0.00		\$0.00	\$191.38

Tuesday, October 5, 2021

Total Reimbursement:**\$191.38**

RECEIPT

Item 7.E

FOX SAN JOSE AIRPORT
1659 AIRPORT BLVD / CAR RENTAL CENTER
SAN JOSE CA 95110

RA# : SJC-546281
Renter : MARY JOLENE ROBERTO
Unit# : TM428997 (Full)
Date/Time Pickup : 08/29/2021 09:18 PM
Date/Time Return : 08/31/2021 11:14 AM
Card # : XXXX-XXXX-XXXX-8248
Deposits: CC \$435.54
Miles free : UNLIMITED MILES
*** CHARGES SUMMARY ***

	Hour(s)	@	\$16.35	
2	Day(s)	@	\$48.78	\$97.56
	Day(s)	@	\$48.78	

EST TOTAL TIME & MILEAGE: 97.56

FUEL CHARGE	@	7.99/gal	0.00
CA TOURISM 3.50%	@	3.50%	3.41
SJC CONC 11.11%	@	11.11%	15.54
CA TAX SJC 9.375%	@	9.375%	14.57

2 VLF	@	\$ 1.15 /Day	\$ 2.30
2 LOREC	@	\$ 20.00 /Day	\$ 40.00
2 CFC	@	\$ 9.00 /Day	\$ 18.00

CREDITS:	\$0.00
TOTAL CHARGES:	\$231.38
RENTER PAYMENTS:	\$191.38
NET DUE FROM RENTER:	\$0.00
NET DUE FROM CO:	\$0.00
REFUNDS:	\$-244.16

Checked in by : MELISSA

This is your receipt.

Closed rental subject to final audit.

Rental Extensions # (323) 593-7489

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www.twitter.com/foxrentacar

www.foxrentacarblogger.com

Name: Jody Roberto, Division 5

Non-Compensated Meetings



Meeting Date	Meeting / Description	Meeting Location
9/7/2021	Spadra Basin Executive Committee Meeting	Virtual
The committee discussed Final Technical Memorandum 5 on Sustainability of Basin Optimization.		
9/20/2021	AB 703 discussion meeting	Virtual
Dani and I joined staff and our Sacramento team to discuss plans to reintroduce AB 703 in January.		
9/24/2021	Assemblywoman Quirk-Silva Breakfast	Virtual
Secretary of State Shirley Weber was the guest speaker at the breakfast meeting. She spoke about Education and Elections.		

Tuesday, October 5, 2021

Meeting Date	Meeting / Description	Mileage (assumed as roundtrip unless noted)				Compensation
		From City	To City	Miles	Mileage \$	
9/15/2021	TVMWD Boar Meeting	Pomona	Virtual	0	\$0.00	\$200.00
I participated in the regularly scheduled board meeting.						
9/20/2021	Internal/Consultant AB 703 Meeting	Pomona	Virtual	0	\$0.00	\$200.00
We discussed the various routes to push AB 703 and it's intent forward next year.						
9/27/2021	Diversity and Inclusion Meeting	Pomona	Virtual	0	\$0.00	\$200.00
I met with Director Roberto and staff. Staff found some training opportunities offered through CSDA. Staff will look at other agency policies to bring forward for us for consideration.						

Approved	Subtotal Meeting Compensation:	\$600.00
	Mandatory Defered Comp 7.5%	(\$45.00)
	Subtotal Mileage Reimbursement	\$0.00
	Total	\$555.00

Danielle Soto
Monday, October 4, 2021



Name: Mike Ti, Division 7

Compensated Meetings

Meeting Date	Meeting / Description	Mileage (assumed as roundtrip unless noted)			Compensation	
		From City	To City	Miles	Mileage \$	
9/1/2021	CSDA Conference Day 3	West Covina	Monterey	0	\$0.00	\$200.00
CSDA Conference Day 3- participated in conference activities and events. Attended breakout sessions.						
9/2/2021	CSDA Conference Day 4	West Covina	Monterey	21	\$11.76	\$200.00
CSDA Conference Day 4 - Participated in conference activities, travel back home.						
9/14/2021	Rowland WD Regular Board Meeting	West Covina	Rowland Heights	12	\$6.72	\$200.00
Rowland WD regular board meeting - heard discussions on water rate study for FY2021/22 through FY2025/26 rates, funding for a retaining wall on district property, and manager updates.						
9/15/2021	Three Valleys MWD Regular Board Meeting	West Covina	Claremont	48	\$26.88	\$200.00
Three Valleys MWD regular board meeting - heard public comments on the Bonanza Springs Study, MWD report by Dir. De Jesus, legislative update, conservation update, approved employee health care cost for 2022, agreement for operation and maintenance of the Six Basin groundwater project, and other agenda items						
9/20/2021	Walnut Valley WD Regular Board Meeting	West Covina	Virtual	0	\$0.00	\$200.00
Walnut Valley WD regular board meeting - heard discussion on import return flow credit for Puente Basin, completing the AMR project, finance and manager reports.						

Approved

Mike Ti

Tuesday, October 5, 2021

Subtotal Meeting Compensation:	\$1,000.00
Mandatory Deferred Comp 7.5%	(\$75.00)
Subtotal Mileage Reimbursement	\$45.36
Total	\$970.36



Expenses

Mike Ti

Meeting Date	Meeting name		
9/2/2021	CSDA Conference Day 4		
Travel Expenses (e.g. Airline Ticket, Train Ticket, Parking)	Meal Expenses		
		\$321.31	\$0.00
Lodging Expenses (e.g. Hotel, Motel)	Miscellaneous Expenses	Total Expenses	
	\$0.00	\$0.00	\$321.31

Tuesday, October 5, 2021

Total Reimbursement: \$321.31

RECEIPT

Item 7.E

FOX SAN JOSE AIRPORT
1659 AIRPORT BLVD / CAR RENTAL CENTER
SAN JOSE CA 95110

RA# : SJC-546332
Renter : MIKE TI
Unit# : AK021959 (3/4)
Date/Time Pickup : 08/30/2021 02:23 PM
Date/Time Return : 09/02/2021 02:15 PM
Card # : XXXX-XXXX-XXXX-
Deposits:
Miles free : UNLIMITED MILES
*** CHARGES SUMMARY ***

	Hour(s)	@ \$6.56	
3	Day(s)	@ \$19.57	\$58.71
	Day(s)	@ \$19.57	

EST TOTAL TIME & MILEAGE: 58.71

PRE-PAID FUEL	@	4.45 /gal	73.87
CA TOURISM 3.50%	@	3.50%	2.05
SJC CONC 11.11%	@	11.11%	26.72
CA TAX SJC 9.375%	@	9.375%	25.05

3 PAC	@	\$ 3.34 /Day	\$ 10.02
3 VLF	@	\$ 1.15 /Day	\$ 3.45
3 GOLPK	@	\$ -3.00 /Day	\$ -18.00
3 LDW 2	@	\$ 17.00 /Day	\$ 51.00
3 RLP	@	\$ 13.99 /Day	\$ 41.97
3 RSA	@	\$ 6.49 /Day	\$ 19.47
3 CFC	@	\$ 9.00 /Day	\$ 27.00

CREDITS:	\$0.00
TOTAL CHARGES:	\$321.31
RENTER PAYMENTS:	\$321.31
NET DUE FROM RENTER:	\$0.00
NET DUE FROM CO:	\$0.00
REFUNDS:	\$0.00

Checked in by : JASON

This is your receipt.

Closed rental subject to final audit.

Rental Extensions # (323) 593-7489

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**Three Valleys MWD
Calendar Year 2022
Proposed Holiday Schedule**

Each calendar year, TVMWD employees receive the benefit of 12 paid holidays. Listed below is the schedule of holidays for the upcoming Calendar Year 2022.

<u>HOLIDAY</u>	<u>DATE RECOGNIZED - 2022</u>
1.) New Year's Day	January 1 (Saturday)
2.) President's Day	February 21 (Monday)
3.) Memorial Day	May 30 (Monday)
4.) Independence Day	July 4 (Monday)
5.) Labor Day	September 5 (Monday)
6.) Veteran's Day	November 11 (Friday)
7.) Thanksgiving	November 24 (Thursday)
8.) Thanksgiving (Day After)	November 25 (Friday)
9.) Christmas Day (Observed)	December 26 (Monday)

TVMWD will also be closed for the holidays between December 25th and December 30th. Employees will receive an equivalent number of holidays based on their normal work schedule during this time period.

Note: Employees who have completed one year of service with TVMWD will be eligible for three (3) additional "floating" holidays to be used on a date of their choosing during 2022. If one of the above holidays is recognized on a regular day off, the employee may take a "floating holiday" in its place, subject to prior approval by a supervisor.



**Three Valleys MWD
Calendar Year 2021
Revised Holiday Schedule**

Each calendar year, TVMWD employees receive the benefit of 12 paid holidays. Listed below is the schedule of holidays for the upcoming Calendar Year 2021.

<u>HOLIDAY</u>	<u>DATE RECOGNIZED - 2021</u>
1.) New Year's Day	January 1 (Friday)
2.) President's Day	February 15 (Monday)
3.) Memorial Day	May 31 (Monday)
4.) Independence Day (Observed)	July 5 (Monday)
5.) Labor Day	September 6 (Monday)
6.) Veteran's Day	November 11 (Thursday)
7.) Thanksgiving	November 25 (Thursday)
8.) Thanksgiving (Day After)	November 26 (Friday)
9.) Christmas Eve	December 24 (Friday)
10.) New Year's Eve	December 31 (Friday)

TVMWD will also be closed for the holidays between December 25th and December 30th. Employees will receive an equivalent number of holidays based on their normal work schedule during this time period.


Note: Employees who have completed one year of service with TVMWD will be eligible for two (2) additional "floating" holidays to be used on a date of their choosing during 2021. If one of the above holidays is recognized on a regular day off, the employee may take a "floating holiday" in its place, subject to prior approval by a supervisor.



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pagination purposes



Board of Directors Staff Report

To: TVMWD Board of Directors
From: Matthew H. Litchfield, General Manager 
Date: October 20, 2021
Subject: **Resolution No. 21-10-904 Tax Sharing Exchange County Sanitation District (CSD) No. 21, Annexation No. 21-763**

<input checked="" type="checkbox"/> For Action	<input type="checkbox"/> Fiscal Impact	<input type="checkbox"/> Funds Budgeted
<input type="checkbox"/> Information Only	<input type="checkbox"/> Cost Estimate:	\$

Requested Action:

Approve the following:

1. Three Valleys Municipal Water District Resolution No. 21-10-904 for CSD Tax Sharing Resolution Annexation No. 21-763; and
2. Direct staff to return the documents back to the CSD with proper documentation.

Alternative Action:

The TVMWD Board may deny the request, upon which the CSD will make this request to the County Board of Supervisors for a final determination.

Discussion:

The applicants for projects have requested annexation of their respective properties to the CSD in order to receive off-site disposal of sewage. The annexation process requires that a resolution for property tax revenue exchange be adopted by all the affected agencies prior to approval.

Listed below is a matrix and description for the pending tax sharing resolutions that require Board approval:

Project No.	TVMWD Current Tax Share	Percent	Adjustments	TVMWD Net Share
The property consists of: Tax Rate Area 02760				
A-21-763	0.004216396	0.4216%	-0.000031343	0.004185053

Upon execution and receipt of the documents, fully conformed copies will be provided back to Three Valleys Municipal Water District.

Strategic Plan Objective(s):

3.3 – Be accountable and transparent with major decisions

Attachment(s):

Exhibit A – Resolution No. 21-10-904

Meeting History:

None

ML/NA

TVMWD RESOLUTION NO. 21-10-904

JOINT RESOLUTION OF THE BOARD OF SUPERVISORS OF THE COUNTY OF LOS ANGELES
ACTING IN BEHALF OF

Los Angeles County General Fund

Los Angeles County Library

Los Angeles County Road District #5

Los Angeles County Consolidated Fire Protection District

Los Angeles County Flood Control

THE BOARD OF DIRECTORS OF COUNTY SANITATION DISTRICT NO. 21 OF LOS ANGELES
COUNTY, AND THE GOVERNING BODIES OF

Three Valleys Municipal Water District

APPROVING AND ACCEPTING NEGOTIATED EXCHANGE OF PROPERTY TAX REVENUES
RESULTING FROM ANNEXATION TO COUNTY SANITATION DISTRICT NO. 21.

"ANNEXATION NO. 763"

WHEREAS, pursuant to Section 99 and 99.01 of the Revenue and Taxation Code, prior to the effective date of any jurisdictional change which will result in a special district providing a new service, the governing bodies of all local agencies that receive an apportionment of the property tax from the area must determine the amount of property tax revenues from the annual tax increment to be exchanged between the affected agencies and approve and accept the negotiated exchange of property tax revenues by resolution; and

WHEREAS, the governing bodies of the agencies signatory hereto have made determinations of the amount of property tax revenues from the annual tax increments to be exchanged as a result of the annexation to County Sanitation District No. 21 entitled *Annexation No. 763*;

NOW, THEREFORE, BE IT RESOLVED AS FOLLOWS:

1. The negotiated exchange of property tax revenues resulting from the annexation of territory to County Sanitation District No. 21 in the annexation entitled *Annexation No. 763* is approved and accepted.

2. For each fiscal year commencing on and after July 1, 2021 or after the effective date of this jurisdictional change, whichever is later, the County Auditor shall transfer to County Sanitation District No. 21 a total of 0.3983081 percent of the annual tax increment attributable to the land area encompassed within *Annexation No. 763* as shown on the attached Worksheet.

3. No additional transfer of property tax revenues shall be made from any other tax agencies to County Sanitation District No. 21 as a result of annexation entitled *Annexation No. 763*.

4. No transfer of property tax increments from properties within a community redevelopment project, which are legally committed to a Community Redevelopment Agency, shall be made during the period that such tax increment is legally committed for repayment of the redevelopment project costs.

5. If at any time after the effective date of this resolution, the calculations used herein to determine initial property tax transfers or the data used to perform those calculations are found to be incorrect thus producing an improper or inaccurate property tax transfer, the property tax transfer shall be recalculated and the corrected transfer shall be implemented for the next fiscal year.

The foregoing resolution was adopted by the Board of Supervisors of the County of Los Angeles, the Board of Directors of County Sanitation District No. 21 of Los Angeles County, and the governing bodies of Three Valleys Municipal Water District, signatory hereto.

THREE VALLEYS MUNICIPAL WATER
DISTRICT

SIGNATURE

ATTEST:

PRINT NAME AND TITLE

Secretary

Date

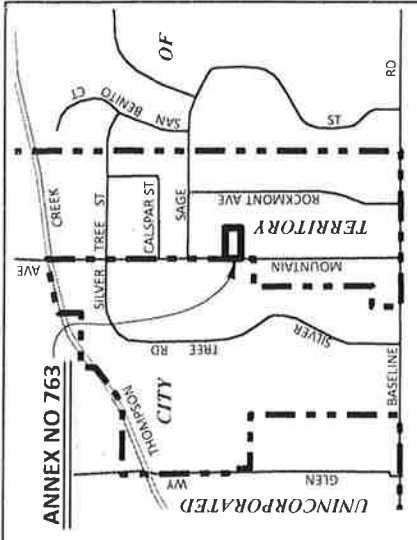
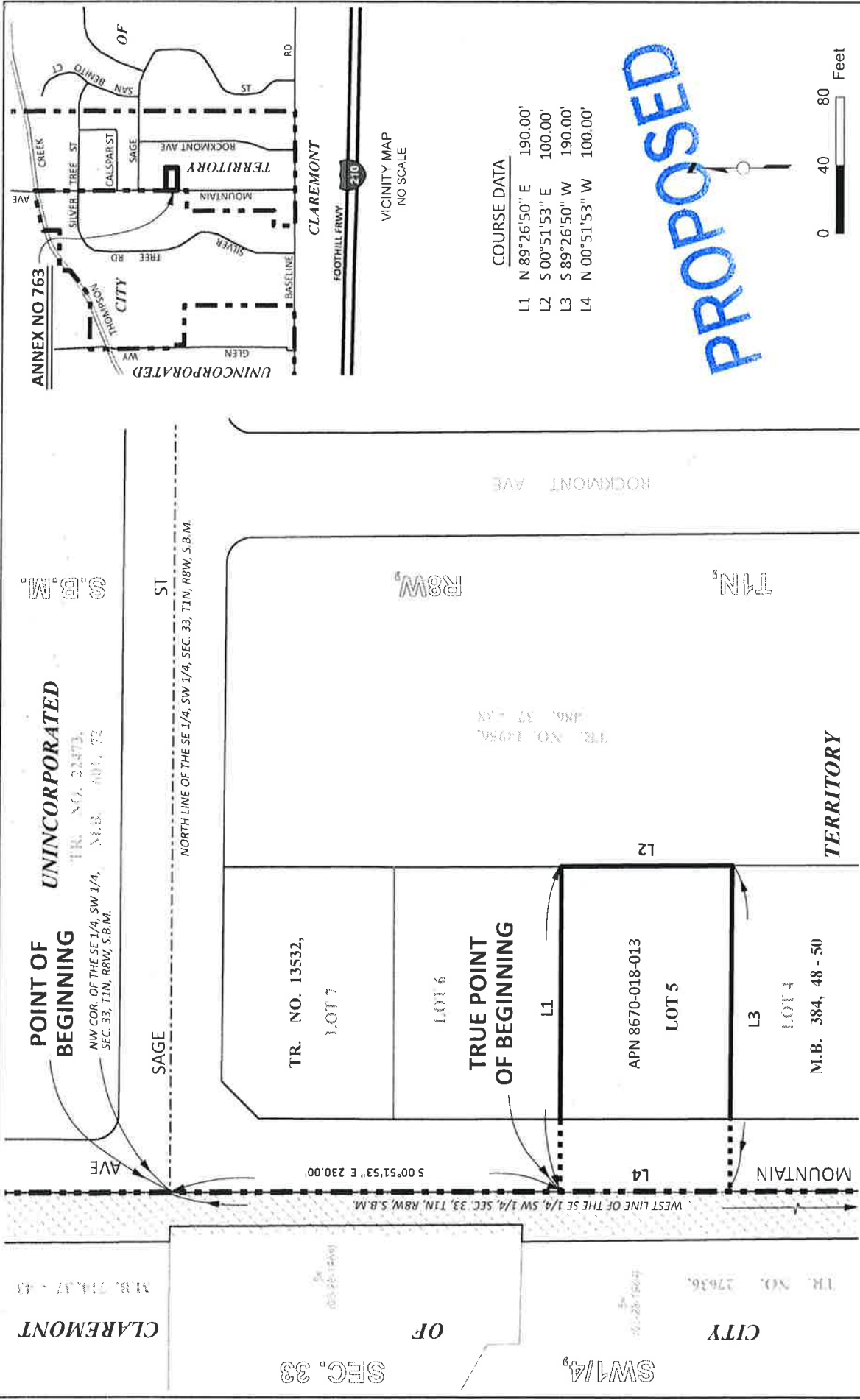
(SIGNED IN COUNTERPART)

ANNEXATION TO: CO.SANITATION DIST.NO 21 DEBT S.
 ACCOUNT NUMBER: 066.80
 TRA: 02760
 EFFECTIVE DATE: 07/01/2021
 ANNEXATION NUMBER: 763
 PROJECT NAME: A-21-763
 DISTRICT SHARE: 0.007433722

ACCOUNT #	TAXING AGENCY	CURRENT TAX SHARE	PERCENT	PROPOSED DIST SHARE	ALLOCATED SHARE	ADJUSTMENTS	NET SHARE
001.05	LOS ANGELES COUNTY GENERAL	0.310991699	31.1001 %	0.007433722	0.002311833	-0.0023365762	0.308625937
001.20	L.A. COUNTY ACCUM CAP OUTLAY	0.000112669	0.0112 %	0.007433722	0.000000837	0.000000000	0.000112669
003.01	L A COUNTY LIBRARY	0.023011376	2.3011 %	0.007433722	0.000171060	-0.000171060	0.022840316
005.25	ROAD DIST # 5	0.005767066	0.5767 %	0.007433722	0.000042870	-0.000042870	0.005724196
007.30	CONSOL. FIRE PRO.DIST.OF L.A.CO.	0.1732231932	17.3231 %	0.007433722	0.001287758	-0.001287758	0.171944174
007.31	L A C FIRE-FFW	0.007142122	0.7142 %	0.007433722	0.000053092	0.000000000	0.007142122
030.10	L.A.CO.FL.CON.DR.IMP.DIST.MAINT.	0.001702697	0.1702 %	0.007433722	0.000012657	-0.000012657	0.001690040
030.70	LA CO FLOOD CONTROL MAINT	0.009635986	0.9635 %	0.007433722	0.000071631	-0.000071631	0.009564355
365.05	THREE VALLEY MWD ORIG AREA	0.004216396	0.4216 %	0.007433722	0.000031343	-0.000031343	0.004185053
400.00	EDUCATIONAL REV AUGMENTATION FD	0.064960336	6.4960 %	0.007433722	0.000482897	EXEMPT	0.064960336
400.01	EDUCATIONAL AUG FD IMPOUND	0.131877650	13.1877 %	0.007433722	0.000980341	EXEMPT	0.131877650
400.15	COUNTY SCHOOL SERVICES	0.001397266	0.1397 %	0.007433722	0.000010386	EXEMPT	0.001397266
400.21	CHILDREN'S INSTIL TUITION FUND	0.002773092	0.2773 %	0.007433722	0.000020614	EXEMPT	0.002773092
791.04	CITRUS COMMUNITY COLLEGE DIST	0.024524975	2.4524 %	0.007433722	0.000182311	EXEMPT	0.024524975
791.20	CHILDREN'S CTR FUND CITRUS C C	0.000639692	0.0639 %	0.007433722	0.000004755	EXEMPT	0.000639692
842.03	CLAREMONT UNIFIED SCHOOL DIST	0.229184385	22.9184 %	0.007433722	0.001703693	EXEMPT	0.229184385
842.06	CO.SCH.SERV.FD.- CLAREMONT	0.007954782	0.7954 %	0.007433722	0.000059133	EXEMPT	0.007954782
842.07	DEV.CTR.HDCPD.MINOR-CLAREMONT	0.000875879	0.0875 %	0.007433722	0.000006511	EXEMPT	0.000875879
**066.80	CO.SANITATION DIST.NO 21 DEBT S.	0.000000000	0.0000 %	0.007433722	0.000000000	0.000000000	0.003983081

PROPERTY TAX TRANSFER RESOLUTION WORKSHEET
FISCAL YEAR 2020-2021

ACCOUNT #	TAXING AGENCY	CURRENT TAX SHARE	PERCENT	PROPOSED DIST SHARE	ALLOCATED SHARE	ADJUSTMENTS	NET SHARE
TOTAL: 1.000000000 100.0000 % 0.007433722 -0.003983081 1.000000000							



VICINITY MAP
NO SCALE

COURSE DATA

L1	N 89°26'50" E	190.00'
L2	S 00°51'53" E	100.00'
L3	S 89°26'50" W	190.00'
L4	N 00°51'53" W	100.00'

PROPOSED



- ANNEX NO. 763 (RECORDING DATE)
- 0.436 ± Acres

Annexation No. 763 shown thus
 Boundary of Sanitation District No. 21 prior to Annexation No. 763 shown thus
 City Boundary
 Prior Annexations shown thus
 Area of Annexation 0.436 ± Acres


COUNTY SANITATION DISTRICT NO. 21
 OF LOS ANGELES COUNTY, CA
 OFFICE OF CHIEF ENGINEER
 ROBERT C. FERRANTE
 CHIEF ENGINEER & GENERAL MANAGER

ANNEXATION NO. 763
 TO
 COUNTY SANITATION DISTRICT NO. 21

LA County Assessor Landbase.
 CAMS Centerline, DPW City boundary
 LA County Sanitation Districts:
 Annexation Layer and District Layer



**Board of Directors
Staff Report**

To: TVMWD Board of Directors
From: Matthew H. Litchfield, General Manager 
Date: October 20, 2021
Subject: **Resolution No. 21-10-905 Tax Sharing Exchange County Sanitation District (CSD) No. 21, Annexation No. 21-766**

<input checked="" type="checkbox"/> For Action	<input type="checkbox"/> Fiscal Impact	<input type="checkbox"/> Funds Budgeted
<input type="checkbox"/> Information Only	<input type="checkbox"/> Cost Estimate:	\$

Requested Action:

Approve the following:

1. Three Valleys Municipal Water District Resolution No. 21-10-905 for CSD Tax Sharing Resolution Annexation No. 21-766; and
2. Direct staff to return the documents back to the CSD with proper documentation.

Alternative Action:

The TVMWD Board may deny the request, upon which the CSD will make this request to the County Board of Supervisors for a final determination.

Discussion:

The applicants for projects have requested annexation of their respective properties to the CSD in order to receive off-site disposal of sewage. The annexation process requires that a resolution for property tax revenue exchange be adopted by all the affected agencies prior to approval.

Listed below is a matrix and description for the pending tax sharing resolutions that require Board approval:

Project No.	TVMWD Current Tax Share	Percent	Adjustments	TVMWD Net Share
The property consists of: Tax Rate Area 12326				
A-21-766	0.004051638	0.4051%	-0.000030118	0.004021520

Upon execution and receipt of the documents, fully conformed copies will be provided back to Three Valleys Municipal Water District.

Strategic Plan Objective(s):

3.3 – Be accountable and transparent with major decisions

Attachment(s):

Exhibit A – Resolution No. 21-10-905

Meeting History:

None

ML/NA

TVMWD RESOLUTION NO. 21-10-905

JOINT RESOLUTION OF THE BOARD OF SUPERVISORS OF THE COUNTY OF LOS ANGELES
ACTING IN BEHALF OF

Los Angeles County General Fund

Los Angeles County Library

Los Angeles County Consolidated Fire Protection District

Los Angeles County Flood Control

THE BOARD OF DIRECTORS OF COUNTY SANITATION DISTRICT NO. 21 OF LOS ANGELES
COUNTY, AND THE GOVERNING BODIES OF

City of Walnut

Three Valleys Municipal Water District

Walnut Valley Water District

Walnut Valley Water District - Improvement District #5

APPROVING AND ACCEPTING NEGOTIATED EXCHANGE OF PROPERTY TAX REVENUES
RESULTING FROM ANNEXATION TO COUNTY SANITATION DISTRICT NO. 21.

"ANNEXATION NO. 766"

WHEREAS, pursuant to Section 99 and 99.01 of the Revenue and Taxation Code, prior to the effective date of any jurisdictional change which will result in a special district providing a new service, the governing bodies of all local agencies that receive an apportionment of the property tax from the area must determine the amount of property tax revenues from the annual tax increment to be exchanged between the affected agencies and approve and accept the negotiated exchange of property tax revenues by resolution; and

WHEREAS, the governing bodies of the agencies signatory hereto have made determinations of the amount of property tax revenues from the annual tax increments to be exchanged as a result of the annexation to County Sanitation District No. 21 entitled *Annexation No. 766*;

NOW, THEREFORE, BE IT RESOLVED AS FOLLOWS:

1. The negotiated exchange of property tax revenues resulting from the annexation of territory to County Sanitation District No. 21 in the annexation entitled *Annexation No. 766* is approved and accepted.
2. For each fiscal year commencing on and after July 1, 2021 or after the effective date of this jurisdictional change, whichever is later, the County Auditor shall transfer to County Sanitation District No. 21 a total of 0.4109569 percent of the annual tax increment attributable to the land area encompassed within *Annexation No. 766* as shown on the attached Worksheet.
3. No additional transfer of property tax revenues shall be made from any other tax agencies to County Sanitation District No. 21 as a result of annexation entitled *Annexation No. 766*.

4. No transfer of property tax increments from properties within a community redevelopment project, which are legally committed to a Community Redevelopment Agency, shall be made during the period that such tax increment is legally committed for repayment of the redevelopment project costs.

5. If at any time after the effective date of this resolution, the calculations used herein to determine initial property tax transfers or the data used to perform those calculations are found to be incorrect thus producing an improper or inaccurate property tax transfer, the property tax transfer shall be recalculated and the corrected transfer shall be implemented for the next fiscal year.

The foregoing resolution was adopted by the Board of Supervisors of the County of Los Angeles, the Board of Directors of County Sanitation District No. 21 of Los Angeles County, and the governing bodies of City of Walnut, Three Valleys Municipal Water District, Walnut Valley Water District, and Walnut Valley Water District - Improvement District #5, signatory hereto.

THREE VALLEYS MUNICIPAL WATER
DISTRICT

SIGNATURE

ATTEST:

PRINT NAME AND TITLE

Secretary

Date

(SIGNED IN COUNTERPART)

ANNEXATION TO: CO.SANITATION DIST.NO 21 DEBT S.
ACCOUNT NUMBER: 065.80
TRA: 12326
EFFECTIVE DATE: 07/01/2021
ANNEXATION NUMBER: 766
PROJECT NAME: A-21-766
DISTRICT SHARE: 0.007433722

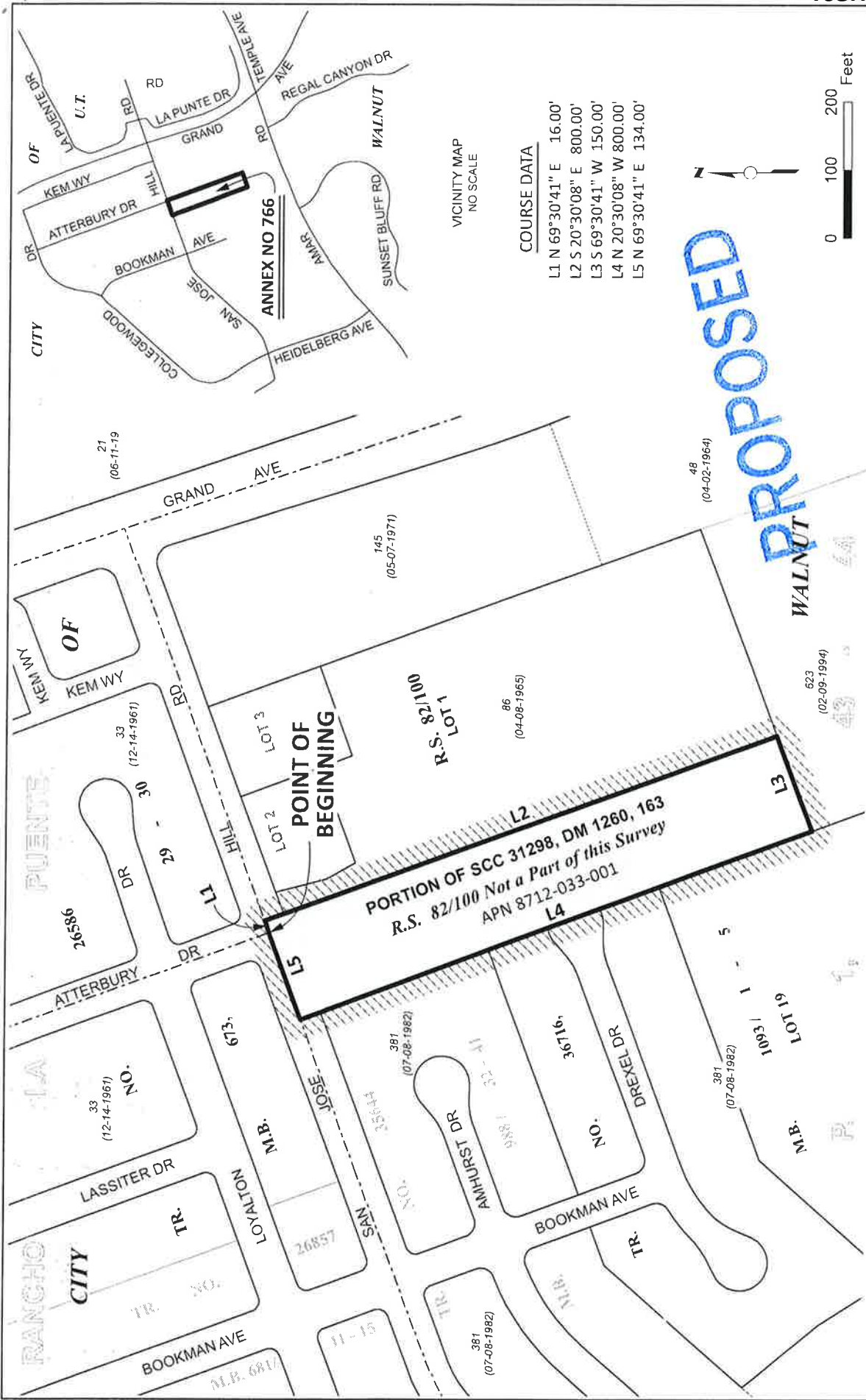
ACCOUNT #	TAXING AGENCY	CURRENT TAX SHARE	PERCENT	PROPOSED DIST SHARE	ALLOCATED SHARE	ADJUSTMENTS	NET SHARE
001.05	LOS ANGELES COUNTY GENERAL	0.302849651	30.2860 %	0.007433722	0.002251309	-0.002302796	0.300546855
001.20	L.A. COUNTY ACCUM CAP OUTLAY	0.000109393	0.0109 %	0.007433722	0.0000000813	0.0000000000	0.000109393
003.01	L A COUNTY LIBRARY	0.022178362	2.2178 %	0.007433722	0.000164867	-0.000164867	0.022013495
007.30	CONSOL. FIRE PRO.DIST.OF L.A.CO.	0.166222386	16.8222 %	0.007433722	0.001250518	-0.001250518	0.166971868
007.31	L A C FIRE-FFW	0.006816821	0.6816 %	0.007433722	0.000050674	0.0000000000	0.006816821
030.10	L.A.CO.FL.CON.DR.IMP.DIST.WAINT.	0.001626085	0.1626 %	0.007433722	0.000012087	-0.000012087	0.001613998
030.70	LA CO FLOOD CONTROL MAINT	0.009202090	0.9202 %	0.007433722	0.000068405	-0.000068405	0.009133685
278.01	CITY-WALNUT IMPROV PROJ RP	0.034929388	3.4929 %	0.007433722	0.000259655	-0.000259655	0.034669733
365.05	THREE VALLEY MWD ORIG AREA	0.004051638	0.4051 %	0.007433722	0.000030118	-0.000030118	0.004021520
370.05	WALNUT VALLEY WATER DISTRICT	0.000717984	0.0717 %	0.007433722	0.000005337	-0.000005337	0.000712647
370.09	WALNUT VALL WT DIST IMP DIST # 5	0.002123641	0.2123 %	0.007433722	0.000015786	-0.000015786	0.002107855
400.00	EDUCATIONAL REV AUGMENTATION FD	0.068475550	6.8475 %	0.007433722	0.000509028	EXEMPT	0.068475550
400.01	EDUCATIONAL AUG FD IMPOUND	0.147665865	14.7665 %	0.007433722	0.001097706	EXEMPT	0.147665865
400.15	COUNTY SCHOOL SERVICES	0.001356872	0.1356 %	0.007433722	0.000010086	EXEMPT	0.001356872
400.21	CHILDREN'S INSTIL TUITION FUND	0.002692874	0.2692 %	0.007433722	0.000020018	EXEMPT	0.002692874
809.04	MT.SAN ANTONIO COMMUNITY COLLEGE	0.029063144	2.9063 %	0.007433722	0.000216047	EXEMPT	0.029063144
809.20	MT SAN ANTONIO CHILDRENS CTR.FD	0.000280516	0.0280 %	0.007433722	0.000002085	EXEMPT	0.000280516
980.03	WALNUT VALLEY UNIF. SCHOOL DIST.	0.189288901	18.9288 %	0.007433722	0.001407121	EXEMPT	0.189288901
980.06	CO.SCH.SERV.FD.-WALNUT VALLEY	0.007522774	0.7522 %	0.007433722	0.000055922	EXEMPT	0.007522774

PROPERTY TAX TRANSFER RESOLUTION WORKSHEET
FISCAL YEAR 2020-2021

AUDITOR ACAPAN03

ANNEXATION NUMBER: 766 PROJECT NAME: A-21-766 TRA: 12326

ACCOUNT #	TAXING AGENCY	CURRENT TAX SHARE	PERCENT	PROPOSED DIST SHARE	ALLOCATED SHARE	ADJUSTMENTS	NET SHARE	
980.07	DEV.CTR.HDCPD.MINOR-WALNUT VY#	0.0000826065	0.0826 %	0.007433722	0.000006140	EXEMPT	0.000826065	
***066.80	CO.SANITATION DIST.NO 21 DEBT S.	0.0000000000	0.0000 %	0.007433722	0.000000000		0.004109569	
TOTAL:							1.0000000000	1.0000000000



COUNTY SANITATION DISTRICT NO. 21
 OF LOS ANGELES COUNTY, CA
 OFFICE OF CHIEF ENGINEER
 ROBERT C. FERRANTE
 CHIEF ENGINEER & GENERAL MANAGER

ANNEXATION NO. 766
 TO
 COUNTY SANITATION DISTRICT NO. 21

Annexation No. 766 shown thus
 Boundary of Sanitation District No. 21 prior
 to Annexation No. 766 shown thus
 Prior Annexations shown thus
 Area of Annexation 2.755 Acres

ANNEX NO.
 (RECORDING DATE)

LA County Assessor: Landbase
 CAMS Centerline: DPW City boundary
 LA County Sanitation Districts:
 Annexation, Layer and District Layer

RESOLUTION NO. 21-10-906**A RESOLUTION OF THE BOARD OF DIRECTORS OF THE THREE VALLEYS MUNICIPAL WATER DISTRICT RE-RATIFYING THE PROCLAMATION OF A STATE OF EMERGENCY BY GOVERNOR NEWSOM, DECLARING THAT LOCAL EMERGENCY CONDITIONS PERSIST, AND RE-AUTHORIZING REMOTE TELECONFERENCE MEETINGS OF THE BOARD OF DIRECTORS AND ITS STANDING COMMITTEES FOR THE PERIOD OCTOBER 21, 2021, TO NOVEMBER 19, 2021, PURSUANT TO BROWN ACT PROVISIONS**

WHEREAS, the Three Valleys Municipal Water District (the “District”) is committed to preserving and nurturing public access and participation in meetings of its Board of Directors; and

WHEREAS, all meetings of the District’s Board of Directors (the “Board”) and its standing committees are open and public, as required by the Ralph M. Brown Act (California Government Code Sections 54950-54963), so that any member of the public may attend, participate, and watch those bodies conduct their business; and

WHEREAS, the Brown Act, in Government Code Section 54953(e), makes provision for remote teleconferencing participation in meetings by members of a legislative body, without compliance with the requirements of Government Code Section 54953(b)(3), subject to the existence of certain conditions; and

WHEREAS, a required condition for application of Government Code Section 54953(e) is that a state of emergency is declared by the Governor pursuant to Government Code Section 8625, proclaiming the existence of conditions of disaster or of extreme peril to the safety of persons and property within the State caused by conditions as described in Government Code Section 8558; and

WHEREAS, a proclamation is made when there is an actual incident, threat of disaster, or extreme peril to the safety of persons and property within the jurisdictions that are within the District’s boundaries, caused by natural, technological, or human-caused disasters; and

WHEREAS, on March 4, 2020, Governor Gavin Newsom proclaimed a state of emergency to exist in California as a result of the threat of COVID-19, and such proclamation has not yet been lifted; and

WHEREAS, it is further required under Government Code Section 54953(e) that state or local officials have imposed or recommended measures to promote social distancing or that the legislative body meeting in person would present imminent risks to the health and safety of attendees; and

WHEREAS, the Board previously adopted Resolution No. 21-10-903 on October 6, 2021, finding that the requisite conditions exist for the Board and its standing committees to

conduct remote teleconference meetings without compliance with Government Code Section 54953(b)(3); and

WHEREAS, as a condition of extending the use of the provisions set forth in Government Code Section 54953(e), the Board must reconsider the circumstances of the state of emergency that exists within the District, and the Board has done so; and

WHEREAS, emergency conditions persist within the District, specifically COVID-19 and its Delta variant remain highly contagious and, therefore, a threat to the health, safety, and well-being of the District's employees, directors, vendors, contractors, customers, visitors, and residents; and

WHEREAS, orders from the Los Angeles County Department of Public Health and regulations from the State of California impose limitations on gatherings and provide guidance on best practices with respect to actions to reduce the spread of COVID-19; and

WHEREAS, the Board does hereby find that a state of emergency continues to exist within the District's service area as a result of the continuing presence of COVID-19, which has caused, and will continue to cause, conditions of imminent risk to attendees of Board meetings, and has resulted in local, State, and federal social distancing orders and related guidance, and which has caused, and will continue to cause, conditions of peril to the safety of persons within the District that are likely to be beyond the control of services, personnel, equipment, and facilities of the District, and the Board desires to re-affirm that a local emergency exists and re-affirm the proclamation of state of emergency by the Governor of the State of California; and

WHEREAS, as a consequence of the local emergency persisting, the Board does hereby find that the Board and all standing committees thereof shall continue to conduct their meetings without compliance with paragraph (3) of subdivision (b) of Government Code Section 54953, as authorized by subdivision (e) of Government Code Section 54953, and that such legislative bodies shall continue to comply with the requirements to provide the public with access to the meetings as prescribed in paragraph (2) of subdivision (e) of Government Code Section 54953; and

WHEREAS, the District will continue to provide proper notice to the public regarding all Board and standing committee meetings in accordance with Government Code Section 54953(e)(2) and shall continue to provide notice to the public of how they may access any such meeting via call-in number and/or internet link.

NOW, THEREFORE, THE BOARD OF DIRECTORS OF THE THREE VALLEYS MUNICIPAL WATER DISTRICT DOES HEREBY RESOLVE AS FOLLOWS:

Section 1. Recitals. The Recitals set forth above are true and correct and are incorporated into this Resolution by this reference.

Section 2. Affirmation that Local Emergency Persists. The Board hereby considers the conditions of the state of emergency within the District and proclaims that a local emergency

persists throughout the District as a result of the continuing presence of COVID-19, which continues to cause conditions of imminent risk to attendees of the District's Board and standing committee meetings, and which have resulted in local, State, and federal social distancing orders and guidance, and that continuing to conduct the District's Board and standing committee meetings virtually will minimize the possible spread COVID-19 and any variant thereof.

Section 3. Re-Ratification of Governor's Proclamation of a State of Emergency. The Board hereby re-ratifies the Governor of the State of California's Proclamation of State of Emergency regarding COVID-19, dated March 4, 2020.

Section 4. Remote Teleconference Meetings. The District's General Manager, or his or her delegee, and the Board and standing committees of the District are hereby authorized and directed to take all actions necessary to carry out the intent and purpose of this Resolution, including but not limited to continuing to conduct open and public meetings in accordance with Government Code Section 54953(e) and other applicable provisions of the Brown Act.

Section 5. Effective Date of Resolution. This Resolution shall take effect immediately upon its adoption and shall be effective until the earlier of (i) the expiration of thirty (30) days from the date this Resolution was adopted, as set forth below, or (ii) such time as the Board adopts a subsequent resolution in accordance with Government Code Section 54953(e)(3) to extend the time during which the Board and standing committees of the District may continue to teleconference without compliance with paragraph (3) of subdivision (b) of Government Code Section 54953.

PASSED AND ADOPTED by the Board of Directors of the Three Valleys Municipal Water District this 20th day of October, 2021, by the following vote:

AYES:

NOES:

ABSENT:

ABSTAIN:

President, Board of Directors


ATTEST:

Secretary, Board of Directors



Board of Directors Staff Report

To: TVMWD Board of Directors

From: Matthew H. Litchfield, General Manager 

Date: October 20, 2021

Subject: **Spadra Basin Groundwater Sustainability Agency (GSA) – Request for Funding Assistance for Construction of a New Monitoring Well**

<input checked="" type="checkbox"/> For Action	<input type="checkbox"/> Fiscal Impact	<input type="checkbox"/> Funds Budgeted
<input type="checkbox"/> Information Only	<input checked="" type="checkbox"/> Cost Estimate:	\$232,000

Staff Recommendation:

Authorize the General Manager to provide funding assistance to the GSA in the amount of \$232,000 for the construction cost of the monitoring well.

Background:

As directed by the Board in June and July of 2019, staff negotiated a purchase and sale agreement with Foremost Corporate, LLC (“Foremost”) to eliminate a 100 ft x 100 ft easement and relocate another similar sized easement to a different location with reduced dimensions of 75 ft x 75 ft at the parcel located at 901 Corporate Center Drive in Pomona. At that time, the Board directed staff to allocate the funds from the sale of the easement for future projects within the Spadra Groundwater Basin in support of the recently formed Spadra Basin Groundwater Sustainability Agency (“GSA”). Walnut Valley Water District and the City of Pomona formed the GSA pursuant to a Memorandum of Agreement in accordance with the Sustainable Groundwater Management Act (“SGMA”) to manage the Spadra Basin’s groundwater resources. The GSA has made great strides in developing a Groundwater Sustainability Plan (“GSP”) for the Spadra Basin.

Discussion:

Exhibit A contains a letter from the GSA requesting funding to help offset the construction cost for a groundwater monitoring well needed to fill in data gaps for the Spadra Basin groundwater model in support of the ongoing development of the GSP. The GSA is respectfully requesting funding in the amount of \$232,000 to offset the construction cost for this monitoring well, equivalent to the funding received as a result of the board’s previous decision to execute the purchase and sale agreement with Foremost.

Strategic Plan Objective(s):

- 1.3 – Maintain diverse and environmentally responsible sources of water supplies and storage
- 2.5 – Increase ability to store water for future use
- 3.3 – Be accountable and transparent with major decisions

Attachment(s):

Exhibit A – Spadra Basin GSA Letter dated August 30, 2021

Meeting History:

Board of Directors Meeting – October 6, 2021, Informational Item

Special Board of Directors Meeting – July 17, 2019 (Open & Closed Session)

Board of Directors Meeting – June 18, 2019 (Open & Closed Session)

NA/ML



August 30, 2021

Mr. Matt Litchfield
Three Valleys Municipal Water District
1021 E. Miramar Avenue
Claremont, CA 91711-2052

Dear Mr. Litchfield,

Thank you for your continued support of the Spadra Basin Groundwater Suitability Agency (GSA) and its efforts in completing its Groundwater Sustainability Plan (GSP).

Pursuant to the Sustainable Groundwater Management Act of 2014, the Walnut Valley Water District (WVWD) and the City of Pomona (Pomona) formed the GSA, and decided to prepare and adopt a GSP with the objectives of maximizing the beneficial use of the Spadra Basin while ensuring long-term sustainability. The original cost estimate, including construction of a new monitoring well, was \$703,000, funded through contributions from WVWD, Pomona, and the Proposition 1 Sustainable Groundwater Planning Grant (\$337,500).

The GSP work plan includes a task to collect additional hydrogeologic information by constructing a new monitoring well. The objective of the new monitoring well is to fill a data gap in the Spadra Basin that was identified when preparing the Spadra Basin hydrogeological model. The revised cost estimate for the new monitoring well is approximately \$370,000, which exceeds the remaining budget amount by \$230,000.

Three Valley's Municipal Water District (TVMWD) had previously set aside funding in the amount of \$232,000, to be used for a future project in the Spadra Basin. On behalf of the GSA, I respectfully request that TVMWD consider allocating those funds to help offset the increased costs associated with constructing the new monitoring well.

Thank you again for your continued support of the Spadra Basin GSA.

Very truly yours,

Spadra Basin Groundwater Sustainability Agency


A handwritten signature in black ink, appearing to read "B. Teuber".

Brian Teuber
Administrative Officer



Board of Directors Staff Report

To: TVMWD Board of Directors

From: Matthew H. Litchfield, General Manager 

Date: October 20, 2021

Subject: **Audit and Annual Comprehensive Financial Report for Fiscal Year Ended June 30, 2021**

<input checked="" type="checkbox"/> For Action	<input type="checkbox"/> Fiscal Impact	\$
<input type="checkbox"/> Information Only	<input type="checkbox"/> Funds Budgeted:	

Staff Recommendation:

The Board will consider approval to receive and file the attached Audit and Annual Comprehensive Financial Report for Fiscal Year Ended June 30, 2021

Discussion:

Attached for Board review and approval is the FY 20/21 Audit and ACFR (Annual Comprehensive Financial Report). The preparation for the audit and compilation of the ACFR required a significant amount of staff time, review and oversight.

TVMWD has received the Certificate of Achievement for Excellence in Financial Reporting presented by the Government Finance Officers Association for 14 consecutive years. The award is presented to government units and public employee retirement systems whose ACFR achieves the highest standards in government accounting and financial reporting. We are confident this ACFR will again qualify for the award.

Also included are the audit communication letter and report on internal controls provided by TVMWD's auditor, LSL CPAs (LSL). A representative from LSL will attend to make a brief presentation and answer any questions.

Strategic Plan Objective(s):

- 3.1 – Utilize and comply with a set of financial policies to maintain TVMWD's financial health
- 3.3 – Be accountable and transparent with major decisions

Attachment(s):

Exhibit A – Audit Communication Letter

Exhibit B – Report on Internal Controls

Exhibit C – ACFR for Fiscal Year Ended June 30, 2021

Meeting History:

None

NA/JL



September 21, 2021

To the Board of Directors
 Three Valleys Municipal Water District
 Claremont, California

We have audited the financial statements of the business-type activities and the aggregate remaining fund information of the Three Valleys Municipal Water District (the District), for the year ended June 30, 2021. Professional standards require that we provide you with information about our responsibilities under generally accepted auditing standards, *Government Auditing Standards* and the Uniform Guidance, as well as certain information related to the planned scope and timing of our audit. We have communicated such information in our letter to you dated March 23, 2021. Professional standards also require that we communicate to you the following information related to our audit.

Significant Audit Findings and Other Issues

Qualitative Aspects of Significant Accounting Practices

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by the District are described in the notes to the financial statements. No new accounting policies were adopted and the application of existing policies was not changed during fiscal year 2020-2021. We noted no transactions entered into by the District during the year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the financial statements in the proper period.

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected. The most sensitive estimate affecting the District's financial statements was:

Management's estimates of its net pension liability and net other post-employment benefits liability based on actuarial valuation specialist assumptions. We evaluated the key factors and assumptions used to develop the net pension liability and net other post-employment benefits liability in determining that they are reasonable in relation to the financial statements taken as a whole.

Certain financial statement disclosures are particularly sensitive because of their significance to financial statement users.

The financial statement disclosures are neutral, consistent, and clear.

Significant Unusual Transactions

Management is responsible for the policies and practices used to account for significant unusual transactions. No significant unusual transactions have occurred during fiscal year 2020-2021.

Difficulties Encountered in Performing the Audit

We encountered no significant difficulties in dealing with management in performing and completing our audit.

Corrected and Uncorrected Misstatements

Professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that are trivial, and communicate them to the appropriate level of management. These differences are described below. In addition, none of the misstatements detected as a result of our audit procedures were material, either individually or in the aggregate, to the financial statements taken as a whole.

<u>Unadjusted Audit Differences</u>	<u>Current Year Over (Under) Revenues and Expenditures/Expenses and Changes in Fund Balance/Equity</u>
<u>Estimated unrecorded replacement benefit fund liability</u>	<u>\$ (71,677)</u>
Cumulative effect (before effect of prior year differences)	<u>(71,677)</u>
Effect of unadjusted audit difference - prior year	<u>-</u>
Cumulative effect (after effect of prior year differences)	<u>\$ (71,677)</u>

Disagreements with Management

For purposes of this letter, a disagreement with management is a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the financial statements or the auditor's report. We are pleased to report that no such disagreements arose during the course of our audit.

Circumstances that Affect the Form and Content of the Auditor's Report

New auditing standards were implemented in fiscal year 2020-2021 related to Statement of Auditing Standards 134, Auditor Reporting and Amendments, Including Amendments Addressing Disclosures in the Audit of Financial Statements. This standard updated the form and content of the financial statement auditor's report. The purpose of the change was to present an easier format for users to understand the results of the audit and management's responsibilities.

Management Representations

We have requested certain representations from management that are included in the management representation letter dated September 21, 2021.

Management Consultations with Other Independent Accountants

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a “second opinion” on certain situations. If a consultation involves application of an accounting principle to the District’s financial statements or a determination of the type of auditor’s opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

Other Audit Findings or Issues Discussed with Management

We generally discuss a variety of matters, including the significant events or transactions that occurred during the year, business conditions affecting the District and business plans and strategies that may affect the risks of material misstatements, the application of accounting principles and auditing standards, with management each year prior to retention as the District’s auditors. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.

Other Matters

We applied certain limited procedures to the management discussion and analysis, the schedule of the plan’s proportionate share of the net pension liability, the schedule of pension plan contributions - California Public Employees Retirement Plan, the schedule of changes in Net OPEB liability and related ratios, the schedule of contributions - OPEB, and the schedule of investment returns – OPEB Trust, which is required supplementary information (RSI) that supplements the basic financial statements. Our procedures consisted of inquiries of management regarding 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 did not audit the RSI and do not express an opinion or provide any assurance on the RSI.

We were not engaged to report on the introductory section or statistical section, which accompany the financial statements but are not RSI. Such information has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

New Accounting Standards

The following new Governmental Accounting Standards Board (GASB) pronouncements were effective for fiscal year 2020-2021 audit:

GASB Statement No. 84, *Fiduciary Activities*.

GASB Statement No. 90, *Majority Equity Interests - an Amendment of GASB Statement Nos. 14 and 61*.

The following Governmental Accounting Standards Board (GASB) pronouncements are effective in the following fiscal year audit and should be reviewed for proper implementation by management:

Fiscal year 2022

GASB Statement No. 87, *Leases*.

GASB Statement No. 89, *Accounting for Interest Cost Incurred before the End of a Construction Period*.

Fiscal year 2023

GASB Statement No. 91, *Conduit Debt Obligations*.

Restriction on Use

This information is intended solely for the use of Board of Directors and management of Three Valleys Municipal Water District and is not intended to be, and should not be, used by anyone other than these specified parties.

Very truly yours,

A handwritten signature in cursive script that reads "Lance, Solt & Lughard, LLP".

Brea, California



INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL
OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE
WITH *GOVERNMENT AUDITING STANDARDS*

To the Board of Directors
Three Valleys Municipal Water District
Claremont, 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 Three Valleys Municipal Water District (the District), as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated September 21, 2021.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the District's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions 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 District'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 financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, 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*.

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.

Lance, Solt & Lingham, LLP

Brea, California
September 21, 2021

**THREE VALLEYS MUNICIPAL WATER DISTRICT
1021 EAST MIRAMAR AVENUE
CLAREMONT, CA 91711**



**ANNUAL COMPREHENSIVE FINANCIAL REPORT
FISCAL YEAR ENDED
JUNE 30, 2021**

The mission of Three Valleys Municipal Water District is to supplement and enhance local water supplies to meet our region's needs in a reliable and cost-effective manner.





Annual Comprehensive Financial Report

Fiscal Year Ended

June 30, 2021

Three Valleys Municipal Water District

1021 East Miramar Avenue

Claremont, CA 91711-2052

General Manager/Chief Engineer

Matthew H. Litchfield, P.E.

Prepared by the Finance Department of

Three Valleys Municipal

Water District

THREE VALLEYS MUNICIPAL WATER DISTRICT

Annual Comprehensive Financial Report Fiscal Year Ending June 30, 2021

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THREE VALLEYS MUNICIPAL WATER DISTRICT

Annual Comprehensive Financial Report Fiscal Year Ending June 30, 2021

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INTRODUCTORY SECTION





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BOARD OF DIRECTORS

Brian Bowcock
David D. De Jesus
Carlos Goytia
Bob Kuhn
Jody Roberto
Danielle Soto
Mike Ti

GENERAL MANAGER/CHIEF ENGINEER

Matthew H. Litchfield, P.E.

September 21, 2021

To the Honorable Board of Directors and Member Agencies:

Introduction

It is our pleasure to submit the Annual Comprehensive Financial Report (ACFR) for Three Valleys Municipal Water District (TVMWD) for the fiscal year (FY) ended June 30, 2021. TVMWD staff, following guidelines set forth by the Governmental Accounting Standards Board (GASB), worked collectively to prepare this financial report. TVMWD is ultimately responsible for both the accuracy of the data and the completeness and fairness of presentation, including all disclosures in this financial report. We believe the data presented is accurate in all material respects. This report is designed in a manner that we believe is necessary to enhance your understanding of TVMWD's financial position and activities.

TVMWD derives its legal power from the Municipal Water District Act of 1911, including the powers of acquisition and construction of water and hydroelectric generating facilities; acquisition and disposal of property; purchase, production, treatment, distribution, and sale of water, wastewater, and storm waters; provision, generation, delivery and sale of hydroelectric power; levying and collection of taxes; issuance of general obligation and improvement bonds; acquisition of water rights; and right of eminent domain.

State law and TVMWD bylaws require an annual audit of financial statements by an independent certified public accountant. The accounting firm of Lance, Soll & Lunghard, LLP conducted TVMWD's annual audit. Their report, providing an unmodified opinion on TVMWD's financial statements, appears in the Financial Section.

Management's discussion and analysis immediately follows the independent auditors' report and provides a narrative introduction, overview, and analysis of the basic financial statements. TVMWD's Management's discussion and analysis complements this letter of transmittal and should be read in conjunction with it.

Agency Profile

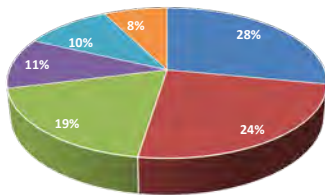
TVMWD is a special district formed by public election in 1950 and is the area's primary source of supplemental water covering the Pomona, Walnut and East San Gabriel Valleys. TVMWD is one of 26 member agencies of the Metropolitan Water District of Southern California (MWD) that is authorized to deliver wholesale water supplies from the Colorado River and Northern California. The region served by TVMWD spans over 133 square miles and serves 13 retail member agencies that in turn serve a population of over 500,000.

TVMWD's operations consist of a conventional surface water treatment plant, a state certified laboratory, three groundwater production wells, five hydroelectric generators, residual solids removal, groundwater recharge pipelines, pump stations, and transmission pipelines. Water is treated at the Miramar Treatment Plant and wholesaled to local agencies by way of several miles of pipeline. TVMWD receives a Tier 1 water supply allotment from MWD of 80,688 AFY.

TVMWD is governed by a seven-member Board of Directors elected by the registered voters residing within TVMWD's boundaries. The Board has a combined 80 years of experience with TVMWD. TVMWD employs a team of 24 staff members who are responsible for administering the day-to-day operations of the facility and implementing strategic objectives and policies set forth by the Board. The average tenure of TVMWD employees is 10 years. This stability provides a tremendous benefit to TVMWD.

Approximately 63% of TVMWD's treated water sales are wholesaled out of MWD's Weymouth Treatment Plant in La Verne. The remaining 37% is treated and sold out of TVMWD's Miramar Treatment Plant in Claremont to the following agencies:

City of La Verne	28%
Golden State Water Company (Claremont)	24%
Walnut Valley Water District	19%
Rowland Water District	11%
Golden State Water Company (San Dimas)	10%
City of Pomona	8%



Local Economy¹

The Covid-19 global pandemic (the pandemic), officially declared by the World Health Organization on March 11, 2020, changed the lives of everyone and negatively impacted economies around the world. Life as we knew it came to a halt as governments acted to try to curb transmission of the deadly virus. As a result, the flow of economic activity was stalled across most industries, global supply chains were disrupted due to factory closures and quarantines, travel restrictions were imposed, and public gatherings were prohibited. All these actions led to a rapid decline in consumer spending, businesses were forced to close their doors, unemployment spiked, a health crisis ensued, and a severe recession occurred.

In late 2020, the first vaccines against the Covid-19 virus began to roll out across the nation. Through the first half of 2021, mass distribution of inoculations progressed and will continue with the goal of reaching herd immunity. The restrictions imposed in early 2020 were slowly lifted in a phased approach with most all restrictions eliminated in California by mid-June 2021, allowing individuals and businesses to resume some sort of normalcy. The economic impacts of the pandemic have been highly variable depending on the segment of the population and economy involved. Economic recovery will be a slow process and may take years for a full recovery, especially for those industries and individuals that have been hit hardest by the pandemic.

Los Angeles County (the County) was at the height of nearly ten years of strong economic growth prior to the pandemic. The unemployment rate had been on a steady decline reaching a low of 4.5% through early 2020. There were strong gains in average wages, GDP growth was a little slow but consistently positive, and the chance for a recession was low.

Since the onset of the pandemic in March 2020, the County has experienced a significant economic decline. Los Angeles Mayor Eric Garcetti initiated the first emergency order for business closures across the County on March 15, 2020, due to rapidly rising infection rates. As with other jurisdictions across the nation, California Governor Gavin Newsom issued a statewide "Stay at Home" order on March 19, 2020, which forced restrictions and closures for businesses, and required individuals to remain confined at home if possible. These mandates created unprecedented job losses and profound changes in consumer patterns. This had a reversing effect on the economic growth that was occurring prior to the pandemic.

The County's population was hard hit by the pandemic with some of the highest reported infection rates with about 1 in every 10 Angelinos having contracted the virus. There have been over 1.2 million confirmed cases and nearly 25 thousand deaths in the County through June 2021. The high infection rate and business restrictions caused dramatic spikes in unemployment. Some of the County's industries that were most impacted include hospitality and tourism, the motion picture and television industry, non-essential retail, personal care services, arts and entertainment, recreation, and commercial aviation.

The County experienced the most intense amount of job losses in March and April 2020 with an estimated 716,000 jobs lost. The County's seasonally adjusted unemployment rate escalated from 4.5% in February 2020 to 21.1% in May 2020. Approximately 45% of the jobs lost in March and April have been recovered between May through December 2020. The County's current unemployment rate as of June 2021 has improved to 10.6%. The region continues to recover jobs in the wake of the pandemic but those industries that faced the most severe restrictions are still trailing behind in the recovery efforts.

The County has a large share of its economic base in industries that were severely impacted by the pandemic. Due to the nature of the pandemic, the County saw sharp declines in demand for non-essential services that required a high degree of face-to-face interaction. The mandated closures and restrictions not only caused unprecedented job loss but also led to dramatic changes in the consumption of goods and services. The Real GDP growth dropped from 3.3% in 2019 to a negative 3.0% in 2020. There is an anticipated growth rebound to 2.8% by late 2021 and a surge to 4.2% in 2022.

The County faced several difficulties that predate the pandemic such as a declining population, housing shortages and income inequality issues which will most likely have worsened since the pandemic. As far as a positive impact for the County, certain

industries did have a greater demand than others over the course of the pandemic such as health care, utilities, construction, transportation of shipped goods, warehousing, and industries that support remote lifestyles. Some of these sectors may experience a continuing economic rebound as a result, while some may pull back somewhat as the general economy restarts. In general, there remains a sense of a built-up demand for more goods and services across the board, and stronger economic outcomes. The extent and duration of the County's high unemployment, economic displacement and business failures will have an impact beyond the end of the pandemic but with the reopening of the County, it is expected that Angelinos will begin adapting and participating in their pre-pandemic activities. The County is expected to once again be a vibrant hub of entertainment, food, culture, and economic activity. Most economists project the strong likelihood of a broad and sustained recovery across the region.

¹ Source: Los Angeles County Economic Development Corporation's 2020 Economic Forecast and Industry Outlook

Industry Outlook

California not only faced the challenges of the pandemic this past year, but also those resulting from the critically dry conditions across the state. California's unpredictable climate change continues to plague the state. The hot and dry weather has not only impacted the state's water supplies, but it has also helped to fuel the destructive wildfires in California. The state only received approximately 50% of average precipitation in the current water year and its major reservoirs are a little over half full. California is now experiencing a second consecutive year of severe drought only a few years after the 2012-2016 drought.

The Department of Water Resources (DWR) announced that the amount of California's Sierra Nevada Snowpack was measured at 59% of the April 1 average, when it is historically at its peak. The mountain snowpack normally provides California with 30% of its freshwater supply. The Southern Sierras were below average for rain and snow while snowpack in the Northern and Central parts of California received 70% of average but less than 50% of average for rain. California is currently tied for the third driest year on record.

One of the main sources where MWD imports water supplies from Northern California to Southern California is the Sacramento and San Joaquin Rivers through the State Water Project (SWP). The SWP is operated and maintained by the California DWR, who allocates water annually to each of the twenty-nine SWP contractors throughout the state. Metropolitan Water District (MWD) is the largest contractor of the SWP, receiving about 50 percent of the supplies. On March 23, 2021, the DWR announced an adjustment to its initial SWP allocation for the water year 2021 due to the statewide drought condition and to preserve existing water supplies. The DWR now expects to only deliver 5% of its requested supplies this year, a reduction from the 10% allocation announced last December. Even with this significantly reduced allocation, the DWR believes that state agencies, water suppliers, and Californians are better prepared than in the past to adapt to the dry conditions we are facing and meet the many challenges ahead.



San Joaquin River Courtesy of American Rivers/jcookfisher

Throughout the pandemic, MWD's focus remained on continuing to provide the safe, reliable water supply Southern California depends on. In their 2020 Urban Water Management Plan (UWMP), MWD demonstrated its ability to meet expected water demands in the region over the next 25 years, even during drought periods. The UWMP focuses on MWD's diverse portfolio of water resources, local projects such as water recycling, storage and groundwater recovery, and short and long-term water transfers. A new state UWMP requirement introduced was to include in the UWMP, a Water Supply Contingency Plan (WSCP) detailing actions MWD would take in response to six worsening water shortage levels. Both the UWMP and WSCP were approved by MWD's board on May 12, 2021.

More than ever, MWD recognizes the importance and need to search for new reliable sources of water as the region continues to deal with persistent drought conditions. One area MWD has placed emphasis on is their Local Resources Program (LRP) which provides financial incentives for member and local agencies to develop new local water supply projects to help reduce demand on imported water and increase water supply reliability throughout Southern California. When MWD integrates these local supply projects into the full system, they are helping to secure reliable water for Southern California while decreasing the burden on their SWP conveyance infrastructure and reduce overall system costs.

On July 14, 2020, MWD's board approved funding up to \$115 million in incentives for two water recycling projects in San Diego County that will ultimately provide about 5.2 billion gallons annually. The San Diego County Water Authority and its project partners will receive funding for these two projects; 1) East County Advanced Water Purification Project that will treat wastewater locally to produce purified water, which will be conveyed to Lake Jennings for later distribution and 2) The Escondido Filtration Reverse Osmosis Facility, owned and operated by the City of Escondido, will treat wastewater for agricultural irrigation. Both projects combined are projected to yield 16,000 acre-feet of water per year.

Another LRP that MWD is investing in is with Santa Monica's Sustainable Water Recycling Project. On May 11, 2021, MWD's board voted to provide the City of Santa Monica with up to \$19.6 million for construction of their recycled and groundwater recovery project that will produce up to 750 million gallons of water a year for the city in an underground facility that will purify one million gallons of wastewater daily before it is injected into the Santa Monica Groundwater Basin for later use. This project is expected to produce 2,300 acre-feet per year of recycled water to groundwater to drinking water, beginning in 2023. Even though the project serves Santa Monica residents, it benefits our entire region since it will reduce some demand on our overall imported water supply and make more water available to other agencies or areas that may need it in future years.

MWD has also partnered with the Sanitation Districts of Los Angeles County in another effort to develop a drought-proof local water supply for Southern Californians. Once constructed, this project could potentially be one of the largest water recycling plants in the nation. On November 20, 2020, MWD's board took a major step forward on the path to developing this new sustainable water source from purified wastewater by approving to begin environmental planning work on the next phase of the recycled water project. That board decision will allow MWD to initiate the necessary environmental planning work, including a Program Environmental Impact Report, engineering and technical studies, and to continue public outreach. The cost for these preliminary efforts is about \$30 million and is expected to take about three years. The MWD board will review the information produced and make a fully informed decision in 2024 whether to build the project. The full-scale plant would produce up to 150 million gallons of purified water daily. This would be enough to serve more than 500,000 homes. The MWD board is considering accelerating the environmental review process and project delivery methods such as design-build to bring the project online sooner.



A primary focus of MWD is ensuring that California moves forward with the next phase of the Delta Conveyance Project which would modernize the increasingly vulnerable infrastructure that delivers our water supplies from the Northern Sierras through the Sacramento-San Joaquin Delta to Southern California. This project will increase the long-term reliability of the SWP and make it more resilient against climate extremes, rising sea levels, and catastrophic earthquakes. MWD's board voted unanimously in December 2020 to fund its share of the environmental planning and pre-construction costs which amounts to approximately \$161 million over the next four years. Under Governor Newsom's administration, the Delta Conveyance Project is proposed as a single-tunnel project with two intakes and a capacity of 6,000 cubic feet-per-second. There are other alternatives still being considered in the planning process as well. MWD believes this next planning phase is critical because it will seek to develop a large system that can capture more of the water runoff from major storms as they occur, move water into storage for use during droughts, and will be more sustainable against earthquakes.

MWD remains diligent in encouraging Southern Californians to maintain their water conservation ethic. This past year MWD implemented two water saving programs that will provide rebates to its customers. The first program is for the purchase of flow-monitoring devices that provide customers real-time data on water usage through phones or tablets. The second is for premium high-efficiency toilets. Additionally, MWD launched a new campaign, "We're California Friendly® Plants", featuring whimsical, animated plant characters who bring to life in a fun way the water saving benefits of planting California friendly plants.

Local Perspective

TVMWD along with its member agencies faced many challenges of the pandemic over the last 15 months. TVMWD followed all the necessary steps to comply with the County's restrictions, implemented safety protocols to protect its workforce, and ensured continued delivery of safe and reliable water to its member agencies and in turn to the communities they serve. The pandemic did not pose a threat to the safety of TVMWD's water supplies since the virus is transmitted person-to-person, not through water according, to the Centers for Disease Control and Prevention.

TVMWD completed and received board approval on June 16, 2021, of their 2020 UWMP and the WSCP, which is mandated by state law to be developed every five years. The long-term regional strategies MWD developed for their 2020 UWMP and WSCP that impact our agency were taken into consideration during preparation of the TVMWD UWMP. TVMWD concluded we have supply capabilities sufficient to meet expected demands from 2020 through 2025 under average year, single dry-year, and multiple dry-year hydrologic conditions. Additionally, TVMWD has comprehensive plans for stages of actions it would undertake to sustain up to 50% reduction in water supplies due to drought or catastrophic events through its own WSCP in coordination with MWD's Water Supply Allocation plan.

TVMWD continues supporting MWD in advancing the Delta Conveyance improvement project to improve California's vulnerable aging water system. TVMWD believes the project is critical to ensure our region can continue to rely on this vital water source for many years to come. TVMWD has been actively participating in meetings and providing valuable input during the preparation process of MWD's Integrated Water Resources Plan. This is another critical effort by MWD to develop a long-term diversified water strategy.



TVMWD actively searches for ways to achieve its mission statement. One strategy is to develop additional groundwater storage capability within the groundwater basins that underlie TVMWD. A third extraction well, the Grand Avenue Well, was put into operation in August 2020 and construction of a fourth extraction well, the MiraGrand Well, will begin later this year with expected completion by mid-2022. These supplies will augment imported water in the Miramar system for delivery to our member agencies, a possibly critical source when normal supply levels are limited or shut down altogether.

Additionally, TVMWD is in the process of evaluating the possibility of adding new MWD spreading connections and pipelines to allow for enhancing our ability to deliver water for groundwater recharge. TVMWD continues working with MWD and our member agencies in an ongoing manner to develop water storage agreements and come up with other means to ensure our service area and region both maintain a reliable and affordable water supply. TVMWD's priorities remain to increase our ability to store and extract water, focus on regional collaborative efforts to bolster water supplies, and continue with organizational improvements. Planning for growth and preserving and strengthening our water supplies for both future generations and for emergencies such as a catastrophic earthquake are at the forefront of TVMWD's goals.

MAJOR INITIATIVES AND PROJECTS

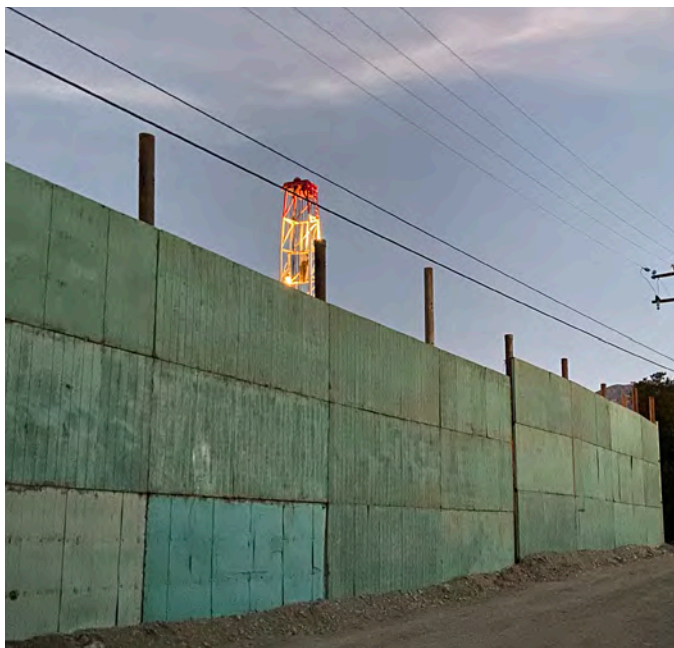
TVMWD began, continued, or completed many projects and programs in FY 2020-2021. These included, but were not limited to:

Grand Avenue Well: Phase 2 (well equipping and pipeline design) construction began in May 2019 and was completed in mid-August 2020, with an initial production of 850 gpm (1,180 AFY). The Grand Avenue Well will enable TVMWD to take advantage of less expensive, local, reliable groundwater resources. In addition, the discharge piping and disinfection points for Wells 1 and 2 were relocated to allow flows to combine with flow from the Grand Avenue Well and enable the wells to meet contact time before reaching the finished water reservoirs thereby eliminating the wells from the Ground Water Rule.



MAJOR INITIATIVES AND PROJECTS

Miragrand Well: Phase 1 (drilling) construction began in August 2020 and was completed in December 2020. Phase 2 (well equipping) design began in June 2020 and was completed in April 2021. Well equipping construction was awarded in mid-June 2021. Actual on-site construction is anticipated to begin in September 2021 and should be complete by early May 2022. The Miragrand Well will be TVMWD's fourth groundwater production well and have an anticipated production of about 600 gpm (825 AFY).



MAJOR INITIATIVES AND PROJECTS

Urban Water Management Plan: Preparation of the 2020 Urban Water Management Plan (UWMP) began in FY 19-20. The UWMP is required by California Water Code and has the intent of planning water supply reliability for the next 25 years. Water agencies evaluate the balance of supply and demand and describe how the agency will meet the needs of its water users. TVMWD partnered with some of its member agencies to create a Regional UWMP and entered into a professional services agreement with Stetson Engineering to complete the plan. The UWMP was approved by the Board in June 2021.

2020 Urban Water Management Plan

Table 6-8 Water Supplies – Actual

Submittal Table 6-8 Wholesale: Water Supplies – Actual

Water Supply	Additional Desalination Water Supply	Volume*	Water Quality Drop Down List	Total Right or Safe Yield* (optional)
Drop down list May use each category multiple times. These are the only water supply categories that will be recognized by the Water Users unless substantial proof.				
Add additional rows as needed:				
Groundwater (not desalinated)	Six Basins	1,200	Drinking Water	
Purchased or Imported Water	MWD	73,354	Drinking Water	
Other	Local Projects	2,169	Drinking Water	
	Total	76,723		0

*Units of measure (AF, CDF, MG) must remain consistent throughout the UWMP as reported in Table 2.8

NOTES:

Well 1 Rehabilitation: Well 1 has not been rehabbed since construction was completed in July 2009. Staff has observed a steady decline in the pumping rate and production of the well during the recent historic drought. Well 1 production did not recover/improve after the drought compared to what was observed for Well 2. As a result, the well underwent rehabilitation to clean the well louvres and casing and perform maintenance on the motor mechanically and chemically. In addition, the well was re-developed and pump testing was conducted to determine a new appropriate pumping rate for installation of a new pump bowl assembly to maximize efficiency of the well. The well rehabilitation was completed in August 2021 and resulted in improving the well pumping rate approximately 30 percent compared to before the well rehab. This will enable TVMWD to continue to take advantage of less expensive, local, reliable groundwater resources.



Relevant Financial Policies

Internal Control Structure

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

Financial Policies

Prior to June 30th each fiscal year, TVMWD adopts an annual appropriated budget for planning, control, and evaluation purposes. The budget includes proposed expenses and the means of financing them. Budgetary control and evaluation are affected by comparisons of actual revenues and expenses with planned revenues and expenses for the period. The Board of Directors approve total budgeted appropriations and any significant amendments to the appropriations throughout the year. Formal budgetary integration is employed as a management control device during the year. The Board of Directors requires the preparation of an annual budget, but TVMWD is not legally required to report on the budget. Encumbrance accounting is used to account for commitments related to unperformed or incomplete contracts for construction and services. Consistent with the State of California Government Code, TVMWD annually adopts an investment policy that is intended to minimize credit and market risks while maintaining a competitive yield on its overall portfolio. TVMWD's cash management system is also designed to forecast revenues and expenditures accurately, and to invest surplus funds to the fullest extent possible. During FY 2020-2021, all funds were invested in accordance with this policy. These investments primarily consisted of United States Government Securities/Instrumentalities.

Long-Term Financial Planning

TVMWD's main expense is for treated and untreated water from MWD. Since MWD is forecasting rate increases in the future of 4% to 5%, TVMWD's rates are expected to mirror those increases. TVMWD's financial forecast is to continue leveraging costs so that TVMWD can offer water at a \$16 discount per acre-feet below MWD for the foreseeable future.

TVMWD will continue to work towards providing a sustainable supply of water by making capital investments to enhance groundwater production capabilities during the next few years. TVMWD will utilize reserves and debt financing if necessary to pay for these projects with as little rate impact as possible. Not only will these projects improve reliability, they will also provide an avenue to decrease dependence upon MWD. Operating expenses would increase slightly with the additional infrastructure but the cost would be justifiable.

TVMWD's strategic plan includes maintaining a reserve of funds in accordance with TVMWD's Reserve Policy. The objective of reserve funds is:

- to balance short-term fluctuations in revenues/expenses without adopting unplanned significant rate increases that could severely impact ratepayers
- to provide a safety net in the event of an emergency
- to minimize external borrowing and interest expense
- to determine the most opportune time to issue debt when necessary

TVMWD's strategic plan also includes a reserve category for unfunded employee pension and OPEB liabilities. TVMWD has gone beyond what is required by establishing irrevocable trusts to accumulate and grow funds to pay these future obligations. A long-term plan for bringing down these liabilities has been established.

Other References

More information is contained in the Management's Discussion and Analysis and the Notes to the Basic Financial Statements found in the Financial Section of the report.

Contact TVMWD

This ACFR is designed to provide a general overview of TVMWD's finances and to demonstrate TVMWD's accountability for the resources it receives. If you have any questions about this report or need additional information, please contact the Finance Department at (909) 621-5568.

Awards and Acknowledgements

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to TVMWD for its ACFR for the fiscal year ended June 30, 2020. This was the fourteenth consecutive year that TVMWD has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized ACFR. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current ACFR continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

TVMWD currently maintains the District of Distinction triennial accreditation by the Special District Leadership Foundation (SDLF) for its sound fiscal management policies and practices in district operations. The SDLF provides an independent audit review of the last three years of a district's operations to ensure prudent fiscal practices. This recognition is further proof of TVMWD's commitment towards developing a fiscally sound operation that is open and transparent.

Preparation of this report was accomplished by the combined efforts of TVMWD staff. We appreciate the dedicated efforts and professionalism that these staff members contribute to the service of TVMWD's customers. The contributions made by Esther Romero, Liz Cohn, and our auditors deserve special recognition. We would also like to thank and recognize the members of the Board of Directors for their continued support in the planning and implementation of TVMWD's fiscal policies.

Respectfully submitted,



Matthew H. Litchfield, P.E.
General Manager/Chief Engineer



James Linthicum, CPA
Chief Finance Officer



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**Three Valleys Municipal Water District
California**

For its Comprehensive Annual
Financial Report
For the Fiscal Year Ended

June 30, 2020

Christopher P. Morrill

Executive Director/CEO



VOTING ELECTORATE

BOARD OF DIRECTORS

GENERAL MANAGER

EXECUTIVE ASSISTANT

HR/RISK MANAGER (PT)

CHIEF OPERATIONS OFFICER

OPERATIONS SUPERVISORS (2)

SHIFT OPERATORS (7)

INST/ELEC SYSTEM OPERATOR

PLANT ASSISTANT (vacant)

APPRENTICES (2) (PT)

CHIEF WTR RESOURCES OFFICER

PROJECT MANAGER

ENGINEERING ASSISTANT

CHIEF ADMINISTRATIVE OFFICER

INFORMATION TECHNOLOGY MANAGER

ADMINISTRATIVE/ COMMUNICATIONS ASSISTANT

CHIEF FINANCE OFFICER

SENIOR FINANCIAL ANALYST

ACCOUNTING TECHNICIAN

Organizational Chart

Matthew Litchfield, P.E.
General Manager

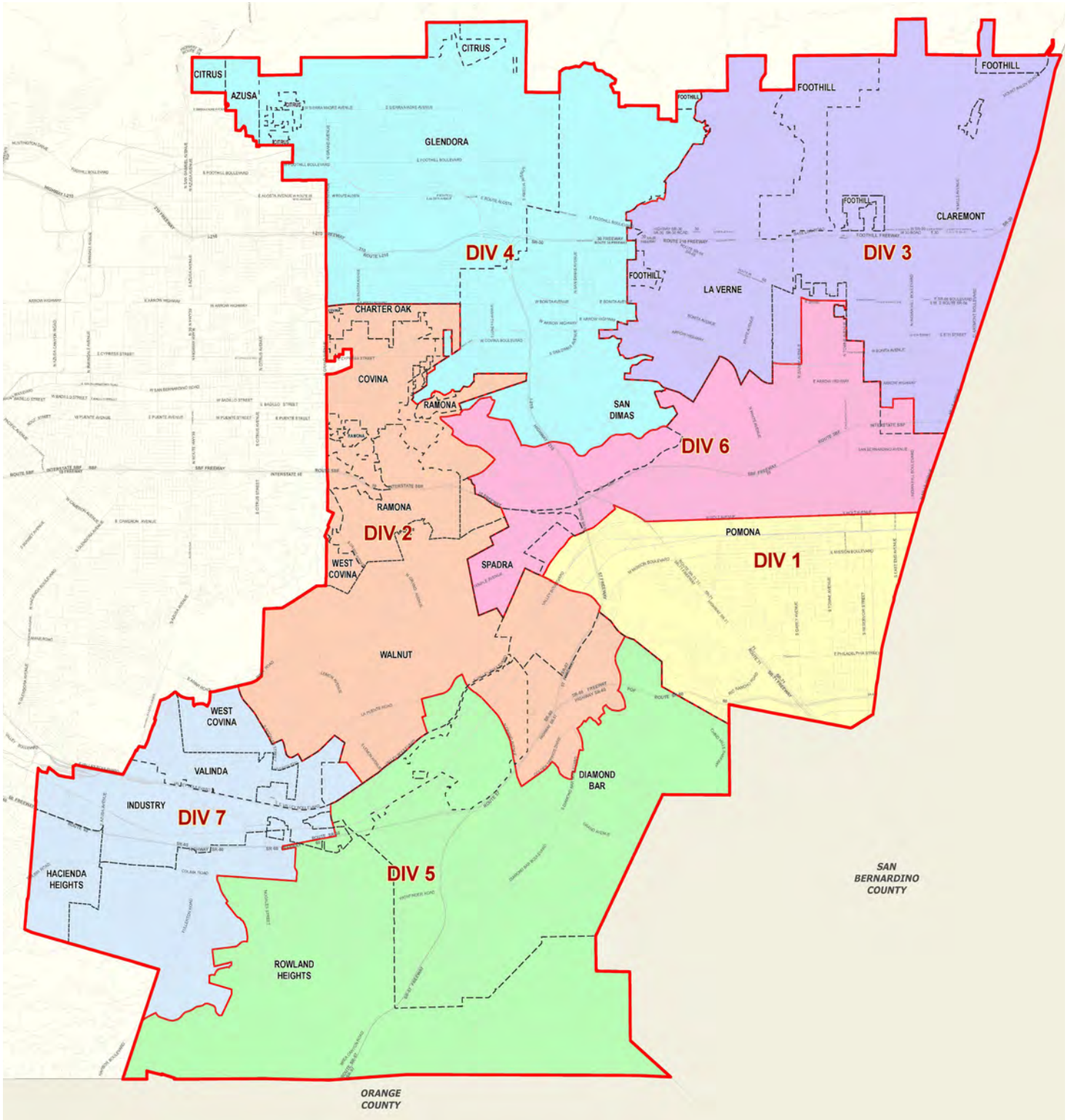
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July 1, 2020

Date



Elective Subdivision Boundary Map



TVMWD Board of Directors



Director Bob Kuhn, President
Division 4
Glendora, San Dimas



Director David De Jesus, Vice President
Division 2
Walnut, Covina, West Covina,
San Dimas



Director Brian Bowcock, Treasurer
Division 3
Claremont, La Verne



Director Danielle Soto
Division 6
Northern Pomona
December 2020 - Present



Director Carlos Goytia, Secretary
Division 1
Southern Pomona



Director Jody Roberto
Division 5
Diamond Bar, City of Industry, Rowland
Heights



Director Mike Ti
Division 7
Rowland Heights, West Covina,
City of Industry, Hacienda Heights
December 2020 - Present



Director John Mendoza
Division 6
Northern Pomona
July 2020 - December 2020



Director Denise Jackman
Division 7
Rowland Heights, West Covina,
City of Industry, Hacienda Heights
July 2020 - December 2020



BOARD REPRESENTATION
(Revised at the January 6, 2021 Board Meeting)

<u>NAME</u>	<u>REPRESENTING</u>	<u>POSITION</u>
Bob Kuhn	Division IV	President
David De Jesus	Division II	Vice President
Brian Bowcock	Division III	Treasurer
Carlos Goytia	Division I	Secretary
Jody Roberto	Division V	Director
Danielle Soto	Division VI	Director
Mike Ti	Division VII	Director

2021 COMMITTEE/REPRESENTATION APPOINTMENTS
(Revised at the January 20, 2021 Board Meeting)

<u>COMMITTEE/BOARD</u>	<u>REPRESENTATIVE</u>	<u>ALTERNATE</u>
ACWA Region 8 Delegate	Director Bowcock	Director Kuhn
ACWA/JPIA Representative	Director Bowcock	Director Kuhn
Chino Basin Watermaster ⁽¹⁾	Director Kuhn	Director De Jesus
City of Pomona	Director Goytia	Director Soto
Main San Gabriel Basin Watermaster	Director Bowcock	Director Soto
MWD Board Representative	Director De Jesus	-----
PWR Joint Water Line Commission	Director Goytia	Director Roberto
Rowland Water District	Director Ti	Director Roberto
San Gabriel Basin WQA ⁽¹⁾⁽²⁾	Director Kuhn	Director Bowcock
San Gabriel Valley Chamber of Commerce	Director Roberto	Director Goytia
San Gabriel Valley Council of Govt's (SGV-COG) ⁽³⁾	Director Goytia	Director Roberto
San Gabriel Valley Economic Partnership (SGVEP)	Director Roberto	Director Kuhn
Six Basins Watermaster ⁽¹⁾	Director Bowcock	Director Roberto
Southern California Water Coalition	Director Bowcock	Director Soto
Walnut Valley Water District	Director De Jesus	Director Roberto
Spadra Basin GSA	Director Goytia	Director Roberto

⁽¹⁾Both the representative and alternate will attend these meetings due to voting requirements.

⁽²⁾Resolution No. 18-09-831 was submitted to the San Gabriel Valley Water Quality Authority to appoint a delegate and alternate to serve for a four year term.

⁽³⁾For CY 2021 TVMWD will be on hiatus.

FINANCIAL SECTION





INDEPENDENT AUDITORS' REPORT

To the Board of Directors
 Three Valleys Municipal Water District
 Claremont, California

Report on the Financial Statements

Opinions

We have audited the accompanying financial statements of the business-type activities and the aggregate remaining fund information of the Three Valleys Municipal Water District (the District), as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the business-type activities and the aggregate remaining fund information of the Three Valleys Municipal Water District as of June 30, 2021, and the respective changes in financial position and cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

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

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





To the Board of Directors
Three Valleys Municipal Water District
Claremont, California

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with the GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users made on the basis of these financial statements.

In performing an audit in accordance with GAAS, we:

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

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

Other Reporting Responsibilities

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, the schedule of the plan's proportionate share of the net pension liability, the schedule of plan contributions – California Public Employees Retirement Plan, the schedule of changes in Net OPEB liability and related ratios, the schedule of contributions - OPEB, and the schedule of investment returns – OPEB Trust on pages 19-22 and 47-51 be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.



To the Board of Directors
Three Valleys Municipal Water District
Claremont, California

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The introductory section and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements. The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated September 21, 2021 on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

A handwritten signature in black ink that reads "Lance, Solt & Loughard, LLP". The signature is written in a cursive, flowing style.

Brea, California
September 21, 2021

**THREE VALLEYS MUNICIPAL WATER DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended June 30, 2021**

This section of TVMWD's annual financial report presents our analysis of TVMWD's financial performance during the fiscal year ended on June 30, 2021. Please read it in conjunction with the basic financial statements that follow this section.

FINANCIAL HIGHLIGHTS

- Accounts receivable and accounts payable increased \$1.4 and \$1 million, respectively, as a result of higher water demands during May and June.
- Treated water sales revenue and the related water purchased increased considerably in 2021. The increase in sales and purchases is evidence of the critically dry conditions across the state.
- Water storage inventory decreased as a result of \$2.3 million of sales.
- Total Nondepreciable Assets decreased \$3.8 million mainly due to the completion of the Grand Avenue Well.
- Total Depreciable Assets increased \$4.3 million primarily due to the completion of the Grand Avenue Well and Building Improvements.
- TVMWD's overall financial position improved slightly, remaining stable and healthy.

OVERVIEW OF THE FINANCIAL STATEMENTS

The discussion and analysis are intended to serve as an introduction to TVMWD's basic financial statements, which are comprised of two components: Basic Financial Statements (pages 24-31) and Notes to the Basic Financial Statements (pages 32-45). This report also includes other supplementary information in addition to the basic financial statements.

Required Financial Statements

The financial statements of TVMWD report information about TVMWD using the accrual basis of accounting; accordingly, all of the current year's revenues and expenses are accounted for regardless of when the cash is received or paid. This accounting treatment is similar to the methods used by private sector companies and aids in answering the question of whether TVMWD, as a whole, has improved or deteriorated as a result of this year's activities.

The Statement of Net Position (pages 24-25) includes all of TVMWD's investments in resources (assets) and the obligations to creditors (liabilities). It also provides the basis for evaluating the capital structure of TVMWD and assessing the liquidity and financial flexibility of TVMWD.

The Statement of Revenues, Expenses and Changes in Net Position (page 27) includes all of the current year revenues and expenses. This statement measures the success of TVMWD's operations over the past year and can be used to determine whether TVMWD has successfully recovered all of its costs through user fees and other charges.

The Statement of Cash Flows (pages 28-29) reports cash receipts, cash payments, and net changes in cash resulting from operations, investing, and financing activities. This statement demonstrates where the cash came from, how the cash was used, and how much the change in cash was during the fiscal year.

The Statement of Fiduciary Net Position (page 30) includes all of TVMWD's OPEB investments in resources (assets).

The Statement of Changes in Fiduciary Net Position (page 31) provides the basis for evaluating the changes in investments and contributions to the OPEB trust.

These statements are one of many different ways to measure TVMWD's financial health or financial position. Over time, increases or decreases in TVMWD's net position are one of the indicators of whether its financial health is improving or deteriorating. You will need to consider other non-financial factors, however, such as changes in TVMWD's property tax base, investment income, grant opportunities, and other operational measures to help assess the overall financial health of TVMWD.

**THREE VALLEYS MUNICIPAL WATER DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended June 30, 2021**

**TABLE A-1
Condensed Statement of Net Position
Fiscal Years 2021 and 2020**

	2021	2020	Dollar Change	Total Percent Change
Current and noncurrent assets				
Cash and cash equivalents	\$ 3,852,001	\$ 1,568,103	\$ 2,283,898	146 %
Accounts receivable	14,511,220	13,076,573	1,434,647	11 %
Interest receivable	10,275	13,779	(3,504)	(25) %
Interest receivable - <i>restricted</i>	-	1	(1)	(100) %
Taxes receivable	82,198	45,387	36,811	81 %
Other receivables	27,016	75,575	(48,559)	(64) %
Loans receivable from employees	5,768	5,989	(221)	(4) %
Prepaid expenses and deposits	98,737	81,005	17,732	22 %
Water storage inventory	6,436,853	8,777,755	(2,340,902)	(27) %
Investments	3,304,442	2,798,896	505,546	18 %
Investments - <i>restricted</i>	885,040	649,070	235,970	36 %
Capital assets				
Net Depreciable assets	29,128,582	24,790,744	4,337,838	17 %
Net Nondepreciable assets	4,157,432	7,914,694	(3,757,262)	(47) %
Total Assets	\$ 62,499,564	\$ 59,797,571	\$ 2,701,993	5 %
Deferred outflows of resources				
Deferred OPEB and pension related items	\$ 1,634,985	\$ 1,410,961	\$ 224,024	16 %
Current liabilities				
Accounts payable	\$ 13,069,476	\$ 12,059,503	\$ 1,009,973	8 %
Accrued payroll	168,232	177,332	(9,100)	(5) %
Accrued compensated absences	155,004	145,920	9,084	6 %
Long-term liabilities				
Accrued compensated absences	436,272	316,812	119,460	38 %
Net pension liability	4,246,130	3,846,454	399,676	10 %
Net OPEB liability	507,145	288,523	218,622	76 %
Total Liabilities	\$ 18,582,259	\$ 16,834,544	\$ 1,747,715	10 %
Deferred inflows of resources				
Deferred OPEB and pension related items	\$ 560,147	\$ 579,262	\$ (19,115)	(3) %
Investment in capital assets	\$ 33,286,014	\$ 32,705,438	\$ 580,576	2 %
Restricted for pensions	885,040	649,072	235,968	36 %
Unrestricted	10,821,089	10,440,216	380,873	4 %
Total Net Position	\$ 44,992,143	\$ 43,794,726	\$ 1,197,416	3 %

As depicted in Table A-1, the following significant changes occurred during FY 2020-2021:

- Accounts receivable and accounts payable increased \$1.4 and \$1 million, respectively, as a result of higher water demands during May and June.
- Water storage inventory decreased as a result of \$2.3 million of sales.
- More information about water storage inventory is presented in Note 1 of the Notes to the Basic Financial Statements for the changes in water storage inventory.

**THREE VALLEYS MUNICIPAL WATER DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended June 30, 2021**

**TABLE A-2
Condensed Statements of Revenues, Expenses and Changes in Net Position
Fiscal Years 2021 and 2020**

	2021	2020	Dollar Change	Total Percent Change
Operating revenues				
Water and hydroelectric sales	\$ 72,718,737	\$ 63,885,142	\$ 8,833,595	14 %
Water use and connection capacity charges	5,847,692	5,402,513	445,179	8 %
Nonoperating revenues				
Property tax revenue	2,858,584	2,625,061	233,523	9 %
Investment income	40,175	341,434	(301,259)	(88) %
Total Revenues	81,465,188	72,254,150	9,211,038	13 %
Operating expenses				
Water purchases	64,978,664	58,056,004	6,922,660	12 %
Water use and connection capacity	5,136,217	4,754,664	381,553	8 %
Water treatment and transmission	3,565,287	3,167,888	397,399	13 %
Administrative expenses	5,055,671	4,444,970	610,701	14 %
Depreciation	1,621,166	1,551,136	70,030	5 %
Nonoperating expenses				
Loss on sale/disposal of assets	62,868	38,360	24,508	64 %
Total Expenses	80,419,873	72,013,022	8,406,851	12 %
Net income (loss) before contributions	1,045,315	241,128	804,187	334 %
Contributions	152,102	218,649	(66,547)	(30) %
Changes in net position	1,197,417	459,777	737,640	160 %
Beginning net position	43,794,726	43,334,949	459,777	1 %
Ending net position	\$ 44,992,143	\$ 43,794,726	\$ 1,197,417	3 %

As depicted in Table A-2, the following significant changes occurred during FY 2020-2021:

- Treated water sales revenue and the related water purchased increased considerably in 2021. The increase in sales and purchases is evidence of the critically dry conditions across the state.

**THREE VALLEYS MUNICIPAL WATER DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended June 30, 2021**

TABLE A-3 Capital Assets Fiscal Years 2021 and 2020				
	2021	2020	Dollar Change	Total Percent Change
Nondepreciable Assets				
Land	\$ 1,633,704	\$ 1,633,704	\$ -	0 %
Water Share	301,000	301,000	-	0 %
Construction in Progress	2,222,728	5,979,990	(3,757,262)	(63) %
Total Nondepreciable Assets	4,157,432	7,914,694	(3,757,262)	(47) %
Depreciable Assets				
Building	8,058,943	7,659,512	399,431	5 %
Furniture, Fixtures, & Equipment	1,129,578	952,854	176,724	19 %
Infrastructure	62,637,005	57,479,567	5,157,438	9 %
Land Improvements	1,448,951	1,310,768	138,183	11 %
Vehicles	608,148	608,148	-	0 %
Total Depreciable Assets	73,882,625	68,010,849	5,871,776	9 %
Less Accumulated Depreciation	(44,754,043)	(43,220,105)	(1,533,938)	4 %
Net Depreciable Assets	29,128,582	24,790,744	4,337,838	17 %
Total Capital Assets, Net	\$ 33,286,014	\$ 32,705,438	\$ 580,576	2 %

As depicted in Table A-3, the following significant changes occurred during FY 2020-2021:

- Total Nondepreciable Assets decreased \$3.8 million mainly due to the completion of the Grand Avenue Well.
- Total Depreciable Assets increased \$4.3 million primarily due to the completion of the Grand Avenue Well and Building Improvements.
- More information about TVMWD's capital assets is presented in Note 3 of the Notes to the Basic Financial Statements.

THREE VALLEYS MUNICIPAL WATER DISTRICT
STATEMENT OF NET POSITION
June 30, 2021

ASSETS

Current assets

Cash and cash equivalents (Note 2)	\$ 3,852,001
Accounts receivable (Note 1)	14,511,220
Interest receivable	10,275
Investments (Note 2)	247,669
Investments - restricted (Note 1)	885,040
Taxes receivable (Note 1)	82,198
Other receivables	27,016
Loans receivable from employees (Note 1)	5,768
Prepaid expenses (Note 1)	71,839
Deposits (Note 1)	17,922
Water storage inventory (Note 1)	6,436,853
Total current assets	<u>26,147,801</u>

Noncurrent assets

Advance dues deposit (Note 1)	8,976
Investments (Note 2)	3,056,773
Capital assets (Note 3)	
Depreciable assets, net	29,128,582
Nondepreciable assets	4,157,432
Total noncurrent assets	<u>36,351,763</u>
TOTAL ASSETS	<u>\$ 62,499,564</u>

DEFERRED OUTFLOWS OF RESOURCES

Deferred pension related items (Note 7)	1,136,515
Deferred OPEB related items (Note 9)	498,470
Total deferred outflows of resources	<u>\$ 1,634,985</u>

See accompanying independent auditors' report and notes to the basic financial statements.

THREE VALLEYS MUNICIPAL WATER DISTRICT
STATEMENT OF NET POSITION (continued)
June 30, 2021

LIABILITIES

Current liabilities

Accounts payable	\$ 13,069,476
Accrued payroll	168,232
Current portion of accrued compensated absences (Note 1)	155,004
Total current liabilities	<u>13,392,712</u>

Noncurrent liabilities

Accrued compensated absences, net of current portion (Note 1)	436,272
Net pension liability (Note 7)	4,246,130
Net OPEB (Note 9)	507,145
Total noncurrent liabilities	<u>5,189,547</u>

TOTAL LIABILITIES

\$ 18,582,259

DEFERRED INFLOWS OF RESOURCES

Deferred pension related items (Note 7)	283,242
Deferred OPEB related items (Note 9)	276,905
Total deferred inflows of resources	<u>\$ 560,147</u>

NET POSITION

Investment in capital assets	33,286,014
Restricted for pensions	885,040
Unrestricted	10,821,089

TOTAL NET POSITION

\$ 44,992,143



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THREE VALLEYS MUNICIPAL WATER DISTRICT
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
For the Year Ended June 30, 2021

OPERATING REVENUES

Water sales - MWD	\$ 49,668,485
Water and hydroelectric sales - Miramar	23,050,252
Water use and connection capacity charges	5,847,692
	<hr/>
Total operating revenues	78,566,429
	<hr/>

OPERATING EXPENSES

Water purchases - MWD	49,953,126
Water purchases - Miramar	15,025,538
Water use and connection capacity	5,136,217
Water treatment and distribution	3,565,287
Administrative expenses	5,055,671
Depreciation	1,621,166
	<hr/>
Total operating expenses	80,357,005
	<hr/>

OPERATING LOSS

(1,790,576)

NONOPERATING REVENUES (EXPENSES)

Property tax revenue	2,858,584
Investment income	40,175
Loss on sale/disposal of assets	(62,868)
	<hr/>
Net nonoperating revenues	2,835,891
	<hr/>

NET INCOME BEFORE CONTRIBUTIONS

1,045,315

CONTRIBUTIONS *(Note 1)*

152,102

CHANGES IN NET POSITION

1,197,417

NET POSITION AT BEGINNING OF YEAR

43,794,726

NET POSITION AT END OF YEAR

\$ 44,992,143

See accompanying independent auditors' report and notes to the basic financial statements.

THREE VALLEYS MUNICIPAL WATER DISTRICT
STATEMENT OF CASH FLOWS
For the Year Ended June 30, 2021

CASH FLOWS FROM OPERATING ACTIVITIES

Cash received from customers	\$ 79,521,243
Cash payments to suppliers of goods or services	(72,002,834)
Cash payments to employees for services	(5,245,940)
Net cash provided by operating activities	<u>2,272,469</u>

CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES

Proceeds from property taxes	<u>2,821,773</u>
Net cash provided by noncapital financing activities	<u>2,821,773</u>

CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES

Proceeds from contributions	152,102
Acquisitions of capital assets	(462,530)
Cost of construction in progress additions	(1,802,080)
Net cash used by capital and related financing activities	<u>(2,112,508)</u>

CASH FLOWS FROM INVESTING ACTIVITIES

Purchases of investments in government securities	(2,218,086)
Proceeds from sales of investments in government securities	1,390,303
Investment income	129,947
Net cash provided by investing activities	<u>\$ (697,836)</u>

See accompanying independent auditors' report and notes to the basic financial statements.

THREE VALLEYS MUNICIPAL WATER DISTRICT
STATEMENT OF CASH FLOWS (continued)
For the Year Ended June 30, 2021

NET INCREASE (DECREASE)

IN CASH AND CASH EQUIVALENTS	\$ 2,283,898
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	1,568,103
CASH AND CASH EQUIVALENTS AT END OF YEAR	<u>\$ 3,852,001</u>

**RECONCILIATION OF INCOME FROM OPERATIONS TO
NET CASH PROVIDED BY OPERATING ACTIVITIES**

Income from operations	\$ (1,790,576)
Adjustments to reconcile income from operations to net cash provided by operating activities:	
Depreciation	1,621,166
Changes in assets and liabilities:	
(Increase) decrease in accounts receivable	(1,434,647)
(Increase) decrease in other receivables	48,559
(Increase) decrease in loans receivable from employees	221
(Increase) decrease in prepaid expenses	(18,511)
(Increase) decrease in deposits	779
(Increase) decrease in water storage inventory	2,340,902
Increase (decrease) in accounts payable	1,009,973
Increase (decrease) in accrued payroll	(9,100)
Increase (decrease) in accrued OPEB liability and related items	37,609
Increase (decrease) in accrued compensated absences	128,544
Increase (decrease) in net pension liability and related items	337,550
Net cash provided by operating activities	<u>\$ 2,272,469</u>

**RECONCILIATION OF CASH AND CASH EQUIVALENTS
TO STATEMENT OF NET POSITION**

Cash and cash equivalents	\$ 3,852,001
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NON-CASH INVESTING, CAPITAL AND FINANCING ACTIVITIES:

Loss on sale/disposal of assets	(62,868)
Changes in fair value of investments	(86,268)

See accompanying independent auditors' report and notes to the basic financial statements.

**THREE VALLEYS MUNICIPAL WATER DISTRICT
OTHER POST EMPLOYMENT BENEFITS PLAN TRUST
STATEMENT OF FIDUCIARY NET POSITION
JUNE 30, 2021**

ASSETS:

Mutual funds (<i>Note 9</i>)	\$ 1,150,585
TOTAL ASSETS	\$ 1,150,585

NET POSITION RESTRICTED FOR OPEB BENEFITS

Restricted for OPEB benefits	\$ 1,150,585
TOTAL NET POSITION RESTRICTED FOR OPEB BENEFITS	\$ 1,150,585

See accompanying independent auditors' report and notes to the basic financial statements.

**THREE VALLEYS MUNICIPAL WATER DISTRICT
OTHER POST EMPLOYMENT BENEFITS PLAN TRUST
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FOR THE YEAR ENDED JUNE 30, 2021**

ADDITIONS:

Employers' contributions	\$ -
Investment Income:	
Interest and dividends	18,526
Net appreciation in fair value of investments	173,522
Less: investment expense	<u>3,614</u>
Net investment income	<u>188,434</u>
TOTAL ADDITIONS	<u>188,434</u>

DEDUCTIONS:

Administrative expenses	<u>2,635</u>
TOTAL DEDUCTIONS	<u>2,635</u>
CHANGE IN NET POSITION	185,799

**NET POSITION RESTRICTED
FOR OPEB BENEFITS:**

BEGINNING OF YEAR	<u>964,786</u>
END OF YEAR	<u><u>\$ 1,150,585</u></u>

See accompanying independent auditors' report and notes to the basic financial statements.

**THREE VALLEYS MUNICIPAL WATER DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2021**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING
POLICIES**

Nature of Organization

TVMWD wholesales potable and non-potable water to its member agencies which include Golden State Water Company, serving Claremont and San Dimas; Rowland Water District; Walnut Valley Water District; the Boy Scouts of America; California State Polytechnic University, Pomona; Mount San Antonio College; Pomona-Walnut-Rowland Joint Water Line; Valencia Heights Water Company; Covina Irrigating Company; Suburban Water Systems; and the cities of Covina, Glendora, La Verne and Pomona.

Basis of Accounting and Financial Statement Presentation

TVMWD uses proprietary fund accounting which is similar to the principles applied to a business in the private sector. TVMWD utilizes the accrual basis of accounting. Revenues, expenses, gains, losses, assets, deferred outflows of resources, liabilities, and deferred inflows of resources resulting from exchange and exchange like transactions are recognized when the exchange takes place. The measurement focus is on determination of net income, net position and cash flows.

TVMWD's basic financial statements are presented in conformance with the provisions of GASB Statement No. 34 "Basic Financial Statements and Management's Discussion and Analysis - For State and Local Governments". GASB Statement No. 34 established standards for external financial reporting for all state and local governmental entities, which includes a statement of net position, statement of revenues, expenses and changes in net position, and statement of cash flows.

The other post-employment benefits plan trust fiduciary fund is reported using the economic resources measurement focus and the accrual basis of accounting.

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Cash and Cash Equivalents

TVMWD's cash and cash equivalents are considered to be cash on hand, demand deposits, and highly liquid investments with a maturity of three months or less from the date of acquisition.

Restricted Investments and Interest Receivable

Amounts shown as restricted are associated with an irrevocable trust established to collect and invest additional funds for TVMWD's pension plan as explained in Note 7.

Accounts Receivable

TVMWD grants unsecured credit to its member agencies. Bad debts are accounted for by the reserve method, which establishes an allowance for doubtful accounts based upon historical losses and a review of past due accounts. All receivables are considered collectible as of June 30, 2021, thus no allowance is reflected on the statement of net position.

Property Taxes

Property tax in California is levied in accordance with Article 13A of the State Constitution at 1% of county-wide assessed valuations. Taxes are collected by Los Angeles County for each fiscal year on taxable real and personal property which is situated within TVMWD as of the preceding January 1. For assessment and collection purposes, property is classified as either secured or unsecured. Taxes receivable at year-end are related to property taxes collected by Los Angeles County which have not been received by TVMWD as of June 30. All taxes receivable are considered collectible as of June 30, 2021, thus no allowance is reflected on the statement of net position.

Loans Receivable from Employees

TVMWD offers interest free loans to full-time employees for the initial purchase and/or upgrades for technology (computers, tablets, smart phones) eligible under the program. TVMWD deems all loans receivable to be collectible.

Prepaid Expenses and Deposits

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

Water Storage Inventory

TVMWD maintains storage of untreated water within Main San Gabriel Basin and Six Basins. This stored water is intended for future benefit of TVMWD and its member agencies. Payments made reflect costs applicable to future accounting periods and are recorded at cost as inventory in the financial statements. Cost is determined using the weighted average method.

	Six Basins		Main San Gabriel Basin	
	Acre-Feet	Amount	Acre-Feet	Amount
Beginning Balance at July 1, 2020	2,926	\$ 471,143	11,411	\$ 8,306,612
Acquired	1,303	286,199	-	-
Used or Sold	(1,972)	(336,596)	(3,146)	(2,290,505)
Ending Balance at June 30, 2021	2,257	\$ 420,746	8,265	\$ 6,016,107

**THREE VALLEYS MUNICIPAL WATER DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2021**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING
POLICIES (continued)**

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 realized or unrealized gains or losses upon the liquidation or sale of investments.

Capital Assets

Capital assets purchased and/or constructed are capitalized at historical cost. TVMWD’s capitalization policy dollar threshold is \$5,000. Depreciation has been provided using the straight-line method over the following useful lives:

Category	Useful Life (years)
Building and Building Improvements	10-40
Infrastructure	5-40
Land Improvements	10-20
Furniture, Fixture and Equipment	3-20
Vehicles	5-10

Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position reports a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until that time.

In addition to liabilities, the statement of financial position reports a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time.

Compensated Absences

TVMWD’s employees earn vacation, sick, compensatory and universal leave in varying amounts depending primarily on length of service. Accumulated vacation, compensatory and universal leave time is accrued at year-end to account for TVMWD’s obligation to the employees for amounts owed. The current portion of accrued compensated absences is based on a rolling 3-year annual average of leave cashed out by the employee. Sick leave can be accumulated without limit. Any unused sick leave is treated as additional service time in the calculation of the employee's retirement plan.

Net Pension Liability

For purposes of measuring the net pension liability, deferred outflows and inflows of resources related to pensions, and pension expense, information about the fiduciary net position and additions to/deductions from the fiduciary net position have been determined on the same basis as they are reported by the California Public Employees’ Retirement System (CalPERS) Financial Office. For this purpose, benefit payments (including refunds of employee contributions) are recognized when currently due and payable in accordance with the benefit terms. Investments are reported at fair value. CalPERS audited financial statements are publicly available reports that can be obtained at CalPERS’ website under Forms and Publications.

Net OPEB Liability

For purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, information about the fiduciary net position and additions to/deductions from the fiduciary net position have been determined on the same basis as they are reported by PARS. For this purpose, benefit payments are recognized when currently due and payable in accordance with the benefit terms. Investments are reported at fair value.

Net Position

Net investment in capital assets - The net investment in capital assets component of net position consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.

Restricted - The restricted component of net position consists of constraints placed on assets used through external constraints imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments or constraints imposed by law through constitutional provisions or enabling legislation.

Unrestricted - The unrestricted component of net position is the net amount of assets, deferred outflows of resources, liabilities, and deferred inflows of resources that are not included in the determination of net investment in capital assets or the restricted components of net position.

Sometimes TVMWD will fund outlays for a particular purpose from both restricted and unrestricted resources. In order to calculate the amounts to report as restricted - net position and unrestricted - net position in the financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is TVMWD’s policy to consider restricted - net position to have been depleted before unrestricted - net position is applied.



**THREE VALLEYS MUNICIPAL WATER DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2021**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING
POLICIES (continued)**

Classification of Revenues and Expenses

As an enterprise (proprietary) fund, TVMWD classifies its revenues and expenses into the following classifications: operating revenues, operating expenses, nonoperating revenues and nonoperating expenses. Operating revenues and expenses are defined as revenues realized by TVMWD in exchange for providing its primary services for water treatment and transmission, hydroelectric sales and water use and connection capacity charges. Non-operating revenues are those derived from the investment of cash reserves and from entities other than customers and other ancillary sources. Non-operating expenses include those related to bond costs and amortization expenses.

Contributions

Contributions are comprised of federal, state, and local grants and of project reimbursements from member agencies. The portion of the grants and reimbursements used for capital purposes are reflected as capital contributions in the statement of revenues, expenses and changes in net position. The funds are reimbursable contributions, whereas TVMWD first pays for the project and then the granting agency reimburses TVMWD for its eligible expenditures.

**NOTE 2 – CASH AND CASH EQUIVALENTS AND
INVESTMENTS**

Deposits

As of June 30, 2021, the carrying amount of TVMWD's cash deposits was \$3,752,733 and the bank balances were \$3,911,564. The bank balances were fully insured and/or collateralized with securities held by the pledging financial institutions in TVMWD's name as discussed below.

The California Government Code requires California banks and savings and loan associations to secure an agency's cash deposits by pledging government securities with a value of 110% of an agency's deposits. California law also allows institutions to secure agency deposits by pledging first trust deed mortgage notes having a value of 150% of an agency's total deposits.

TVMWD's Treasurer may waive the collateral requirement for deposits that are fully insured up to \$250,000 by the Federal Deposit Insurance Corporation. The collateral for deposits in federal and state chartered banks is held in safekeeping by an authorized Agent of Depository recognized by the State of California Department of Banking. The collateral for deposits with savings and loan associations is generally held in safekeeping by the Federal Home Loan Bank in San Francisco, California as an

Agent of Depository. These securities are physically held in an undivided pool for all California public agency depositors. Under Government Code Section 53655, the placement of securities by a bank or savings and loan association with an Agent of Depository has the effect of perfecting the security interest in the name of the local government agency. Accordingly, all collateral held by California Agents of Depository are considered to be held for, and in the name of, the local government agency.

Cash and cash equivalents and investments are presented on the Statement of Net Position as follows as of June 30, 2021:

Type	Fair Value
Cash and cash equivalents	
Cash	\$ 3,752,733
Money Market Funds	20,677
California Asset Management Trust	11,581
Local Agency Investment Fund	<u>67,010</u>
Total cash and cash equivalents	<u>3,852,001</u>
Investments	
US Treasury Notes	1,851,423
Federal Agency Securities	849,149
US Corporate Notes	474,006
Asset Backed Security	69,842
Supranational	60,022
Mutual Funds*	<u>2,035,625</u>
Total investments	<u>5,340,067</u>
Total cash and cash equivalent and investments	<u>\$ 9,192,068</u>

*Mutual Funds consist of funds with irrevocable trusts for pension and OPEB liabilities.

Local Agency Investment Fund

TVMWD 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 TVMWD's investment in this pool is reported in the accompanying financial statements at amounts based on TVMWD's pro-rata share of the fair value provided by LAIF for the entire LAIF portfolio (in relation to the amortized cost of the portfolio.) The balance available for withdrawal is based on the accounting records maintained by LAIF, which are recorded on an amortized cost basis. LAIF is not registered with the SEC and is not rated. Deposits and withdrawals in LAIF are made based on one dollar and not fair value.

California Asset Management Program (CAMP)

TVMWD is a voluntary participant in CAMP, a Joint Powers Authority established in 1989 to provide California public agencies with professional investment services. The CAMP Pool is a permitted investment for all local agencies under California Code Section 53601(p). CAMP is directed by a Board of Trustees which is made up of experienced local government finance directors and treasurers.

**THREE VALLEYS MUNICIPAL WATER DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2021**

NOTE 2 – CASH AND CASH EQUIVALENTS AND INVESTMENTS (continued)

Investments

TVMWD contracts the services of an external investment manager to assist in the management of TVMWD's investment portfolio. The external manager is granted the discretion to purchase and sell investment securities in accordance with TVMWD's investment policy. For security purposes, physical custody of the securities is maintained by a separate banking institution.

TVMWD's investment policy limits certain concentrations of investments. It is empowered by the California Government Code 53601 to invest in a variety of securities. Investment options under the code include the following:

- 1) Direct obligations of the United States Government, its agencies, and instruments to which the full faith and credit of the United States government is pledged, or obligations to the payment of which the full faith and credit of the United States is pledged;
- 2) Certificates of deposit or savings accounts that are either insured or secured with acceptable collateral with in-state financial institutions, and fully insured certificates of deposit or savings accounts in out-of-state financial institutions;
- 3) With certain limitation, negotiable certificates of deposit, prime bankers' acceptances, prime commercial paper, and repurchase agreements with certain limitations;
- 4) Medium term notes (5 years or less) issued by corporations organized and operating with the United States or by depository institutions licensed by the United States or any state and operating within the United States;
- 5) Mutual funds investing in the securities and obligations authorized by TVMWD's investment policy and share in money market mutual funds;
- 6) County, municipal, or school district tax supported debt obligations; bond or revenue anticipation notes; money judgments; or bond or revenue anticipation notes of public trusts whose beneficiary is a county, municipality, or school district;
- 7) Notes or bonds secured by a mortgage or trust deed insured by the Federal Housing Administrator and debentures issued by the Federal Housing Administrator, and obligations of the National Mortgage Association;
- 8) Money market funds regulated by the Securities and Exchange Commission (SEC) in which investments consist of the investments mentioned in points 1, 2, 3, and 4 above.

Funds held in the pension and OPEB trusts are governed by the trust agreements rather than by TVMWD's investment policy.

Investments

TVMWD 's investment policy limits investment maturities to five years or less as a means of managing its exposure to fair value losses arising from increasing rates. As June 30, 2021, TVMWD had the following investment maturities:

Investment Type	Fair Value	Investment Maturities (In Years)		
		Less than 1	1 to 3	3 to 5
Money Market Funds	\$ 20,677	\$ 20,677	\$ -	\$ -
US Treasury Notes	1,851,423	225,240	615,349	1,010,834
Federal Agency Securities	849,149	20,149	504,144	324,856
US Corporate Notes	474,006	-	345,278	128,728
Asset Backed Security	69,842	2,281	37,581	29,980
Supranational	60,022	-	-	60,022
Mutual Funds	2,035,625	2,035,625	-	-
California Asset Management Trust	11,581	11,581	-	-
Local Agency Investment Fund	67,010	67,010	-	-
Total	\$5,439,335	\$2,382,563	\$1,502,352	\$1,554,420

**THREE VALLEYS MUNICIPAL WATER DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2021**

**NOTE 2 – CASH AND CASH EQUIVALENTS AND
INVESTMENTS (continued)**

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 risk is measured by the assignment of a rating by a nationally recognized statistical rating organization (NRSRO's).

State law limits investments in commercial paper and corporate bonds to the top two ratings issued by NRSROs. It is TVMWD's policy to limit its investments in these investment types to rated "A" or better issued by NRSROs, including raters S&P's and Moody's Investors Service. As of June 30, 2021, TVMWD's credit risks, expressed on a percentage basis, were as follows:

**Credit Quality Distribution for Securities
With Credit Exposure as a Percentage of Total Investments**

<u>Investment Type</u>	<u>Moody's Credit Rating</u>	<u>S&P's Credit Rating</u>	<u>% of Investment with Interest Rate Risk</u>
Federal Agency Securities	Aaa	AA+	15.61%
US Corporate Notes	A2	A-	2.48%
US Corporate Notes	A1	A+	2.01%
US Corporate Notes	A2	A	1.79%
US Corporate Notes	Aa1	AA+	1.34%
US Corporate Notes	A1	AA	0.92%
US Corporate Notes	A3	A+	0.18%
Supranational	Aaa	AAA	1.10%
Asset Backed Security	Aaa	NP	0.49%
Asset Backed Security	Aaa	AAA	0.48%
Asset Backed Security	NR	AAA	0.32%
Money Market Fund	Aaa	AAA	0.38%
Mutual Funds	Aaa	AAA	37.42%
California Asset Management Trust	NR	AAAm	0.21%
Local Agency Investment Fund	NR	NR	1.23%

It is not necessary to disclose the credit ratings of obligations of the U.S. government or obligations explicitly guaranteed by the U.S. government, therefore it is not disclosed.

Fair Value Measurements

TVMWD categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

TVMWD has the following recurring fair value measurements as of June 30, 2021:

<u>Investments by Fair Value Level</u>	<u>Totals</u>	<u>Quoted Prices in Active Markets for Identical Assets (Level 1)</u>	<u>Significant Other Observable Inputs (Level 2)</u>	<u>Significant Un- observable Inputs (Level 3)</u>
US Treasury Notes	\$ 1,851,423	\$ -	\$ 1,851,423	\$ -
Federal Agency Securities	849,149	-	849,149	-
US Corporate Notes	474,006	-	474,006	-
Asset Backed Security	69,842	-	69,842	-
Supranational	60,022	-	60,022	-
Mutual Funds	2,035,625	-	2,035,625	-
California Asset Management Trust	11,581	-	11,581	-
Local Agency Investment Fund	67,010	-	67,010	-
Totals	\$5,418,658	\$ -	\$5,418,658	\$ -
Investments Measured at Amortized Cost				
Money Market Fund	20,677			
Total Investments	\$5,439,335			

Securities and mutual funds classified in Level 1 of the fair value hierarchy are valued using priced quoted in active markets for those securities and mutual funds. Corporate bonds classified in Level 2 of the fair value hierarchy are valued using a matrix pricing model. Matrix pricing is used to value securities based on the securities' relationship to benchmark quoted prices. Mortgage-backed securities classified in Level 3 are valued using discounted cash flow techniques.

Concentration of Credit Risk

TVMWD's policy is that assets shall be diversified to eliminate the risk of loss resulting from over concentration of assets in a specific maturity, a specific issuer or a specific class of securities. According to GASB 40, there is potential concentration of credit risk if more than 5% of the entity's investments are with any one issuer. The following investments are considered exposed to concentration of credit risk as shown in the Credit Quality Distribution for Securities Table:

- Federal National Mortgage Association
- Federal Home Loan Mortgage Corporation
- Federal Home Loan Bank
- Government of United States

**THREE VALLEYS MUNICIPAL WATER DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2021**

NOTE 2 – CASH AND CASH EQUIVALENTS AND INVESTMENTS (continued)

Custodial Credit Risk

The custodial credit risk for deposits is the risk that, in the event of failure of a depository financial institution, a government will not be able to recover deposits or will not be able to recover collateral securities that are in the possession of an outside party. The custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to a transaction, a government will not be able to recover the value of investment or collateral securities that are in the possession of an outside agency. TVMWD's policy is to diversify its investments by security type and institution. As of June 30, 2021, none of TVMWD's deposits or investments were exposed to custodial credit risk.

NOTE 3 – CAPITAL ASSETS

A summary of the changes in capital assets for the year ended June 30, 2021 is as follows:

	Beginning Balance 06/30/2020	Additions	Retirements*	Transfers	Ending Balance 06/30/2021
Capital assets, not being depreciated:					
Land	\$ 1,633,704	\$ -	\$ -	\$ -	\$ 1,633,704
Water Share	301,000	-	-	-	301,000
Construction in progress	5,979,990	1,802,080	-	(5,559,342)	2,222,728
Total capital assets, not being depreciated	7,914,694	1,802,080	-	(5,559,342)	4,157,432
Capital assets, being depreciated:					
Building and Building Improvement	7,659,512	68,652	(25,442)	356,221	8,058,943
Furniture, Fixtures, and Equipment	952,854	177,377	(50,483)	49,830	1,129,578
Infrastructure	57,479,567	216,501	(74,171)	5,015,108	62,637,005
Land Improvements	1,310,768	-	-	138,183	1,448,951
Vehicles	608,148	-	-	-	608,148
Total capital assets, being depreciated	68,010,849	462,530	(150,096)	5,559,342	73,882,625
Less accumulated depreciation for:					
Building and Building Improvement	6,680,853	41,940	(6,760)	-	6,716,033
Furniture, Fixture and Equipment	823,312	33,899	(6,297)	-	850,914
Infrastructure	34,060,640	1,471,497	(74,171)	-	35,457,966
Land Improvement	1,251,581	12,070	-	-	1,263,651
Vehicles	403,719	61,760	-	-	465,479
Total accumulated depreciation	43,220,105	1,621,166	(87,228)	-	44,754,043
Total capital assets, being depreciated, net	24,790,744	(1,158,636)	(62,868)	5,559,342	29,128,582
Total capital assets, net	\$ 32,705,438	\$ 643,444	\$ (62,868)	\$ -	\$ 33,286,014

*Replacement of SCADA servers and the backwash recovery structure pump, motor, sluice gates, actuators and valves.

Depreciation expense for the year totaled \$1,621,166.



**THREE VALLEYS MUNICIPAL WATER DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2021**

NOTE 4 – COMMITMENTS AND CONTINGENCIES

Litigation

TVMWD is subject to claims and litigation from outside parties in the ordinary course of operations. After consultation with legal counsel, TVMWD believes the ultimate outcome of such matters, if any, will not materially affect its financial conditions.

Grant Awards

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

Operating Leases

TVMWD leases office equipment under non-cancelable leases. Total costs for such leases were \$29,623 for the year ended June 30, 2021. The future minimum lease payments are as follows:

<u>Year Ending June 30</u>	<u>Amount</u>
2022	32,157
2023	3,438
Total	<u>\$ 64,115</u>

Contracts

TVMWD usually has a variety of agreements with private parties relating to the installation, improvement or modification of water facilities and distribution systems and other TVMWD activities. The financing of such contracts is provided primarily from TVMWD encumbered reserves. TVMWD has committed to approximately \$3,600,735 of open contracts as of June 30, 2021.

The following material construction commitments existed at June 30, 2021:

Project Name	Contract Amount	Expenditures to date as of June 30, 2021	Remaining Commitment
MiraGrand Well	\$3,146,655	\$182,044	\$2,964,611
Bonanza Springs Study	1,002,628	370,751	631,877
Well #1 Rehabilitation	172,091	167,844	4,247



NOTE 5 – POOLED ARRANGEMENTS

TVMWD is a member of the ACWA/JPIA, a risk-pooling, self-insurance authority, created under provisions of California Government Code Sections 6500 et seq. The purpose of ACWA/JPIA is to arrange and administer programs of insurance for the pooling of self-insured losses and to purchase excess insurance coverage. Members of ACWA/JPIA share the costs of professional risk management, claims administration and excess insurance. TVMWD participates in the property, liability and worker's compensation programs of ACWA/JPIA as follows:

Property: Insured up to replacement value. Includes Boiler and Machinery, Mechanical, Electrical and Pressure Equipment, Vehicles, Mobile Equipment and Watercraft. The pooled layer is up to \$100,000 per occurrence and excess insurance coverage up to \$500 million.

General, Auto and Public Officials: The pooled layer is up to \$5 million per occurrence and excess insurance coverage of up to \$55 million.

Workers' Compensation: The pooled layer is up to \$2 million per occurrence and excess insurance coverage up to \$4 million.

Cyber: Financial losses resulting from data breaches and other cyber events. Limit \$3 million per claim up to \$5 million aggregate.

Settlements have not exceeded insurance coverage in each of the past three fiscal years.

NOTE 6 – RELATED PARTY TRANSACTIONS

Covina Irrigating Company (CIC)

TVMWD wholesales potable and non-potable water to its member agencies, one of which is Covina Irrigating Company (CIC). CIC is a wholesale water supplier that provides water to the City of Covina, City of Glendora, Golden State Water Company, Suburban Water Systems, Valencia Heights Water Company and Valley County Water District. The President/CEO of CIC is David De Jesus. Mr. De Jesus is also a voter elected member of the Board of Directors for TVMWD.

TVMWD began selling water to CIC in November 2015. The amount of water sold to CIC for FY 2020-2021 was 6,010 acre-feet. These sales occurred in the same manner as would occur with any TVMWD member agency. TVMWD expects sales to CIC to continue in the future.

TVMWD's rates are set annually for the calendar year and approved by the TVMWD Board of Directors. The rate charged to CIC is the same rate charged to any TVMWD member agency. The rates for 2020 and 2021 were \$755 and \$777, respectively, per acre foot. The pipeline used to deliver water to CIC is owned by San Gabriel Valley Municipal Water District (SGVMWD). SGVMWD charges a fee of \$5 per acre foot, so TVMWD (and ultimately CIC) was also responsible for this fee. For FY 2020-2021, total water sales revenue, capacity charges and fixed

**THREE VALLEYS MUNICIPAL WATER DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2021**

NOTE 6 – RELATED PARTY TRANSACTIONS (Continued)

charges from CIC was \$4,799,111. TVMWD allows its member agencies approximately 45 days to pay for monthly water purchases. As such, TVMWD had receivables outstanding at June 30, 2021 from CIC for May and June 2021 water sales, capacity charges and fixed charges in the amounts of \$1,034,887 and \$457,771, respectively. The receivables were due and paid by CIC in July and August 2021, respectively.

SGV-COG Joint Powers Agreement

On June 9, 2008, TVMWD, San Gabriel Valley Municipal Water District and Upper San Gabriel Valley Municipal Water District entered into a Joint Exercise of Powers Agreement to create the San Gabriel Water District Joint Powers Authority which was required to participate as a single Member on the San Gabriel Valley Council of Governments.

The San Gabriel Valley Council of Governments (the "Council") is a Joint Powers Authority formed pursuant to Chapter 5 of Division 7, Title 1 of the Government Code of the State of California (Sections 6500, et seq.). The purpose of the Council is to provide a means for the Members to engage in regional and cooperative planning and coordination of government services and responsibilities to assist the Members in the conduct of their affairs. In addition, the Council provides a regional organization for the review of federal, state, and/or regional projects and studies which involve the use of federal, state and/or regional funds, in various forms.

The Members of the Council are 30 incorporated cities, the unincorporated communities in Los Angeles County Supervisorial Districts 1, 4, and 5, and 1 seat for the San Gabriel Water District Joint Powers Authority.

As a Member of the Council, TVMWD has limited financial liability as outlined in the Council's Fourth Amended and Restated Joint Exercise of Powers Agreement adopted on December 19, 2017. The debts, liabilities and obligations of the Council are debts, liabilities or obligations of the Council alone. No Member of the Council shall be responsible, directly or indirectly, for any obligation, debt or liability of the Council whatsoever, to the fullest extent allowed by law. No Member of the Council shall be responsible for the debts or liabilities of any other Member solely by reason of membership on the Council. Implementation agreements to provide for the design and/or construction of projects with other Members or other agencies shall provide for indemnification of the individual Members of the Council who are not parties to the contracts. TVMWD has no debt, liabilities or obligations associated with the Council as of June 30, 2021.

NOTE 7 – PENSION PLANS

Plan Descriptions

All qualified permanent, probationary and part-time vested employees are eligible to participate in TVMWD's miscellaneous employee pension plan (the Plan), a cost-sharing multiple employer defined benefit pension plan administered by CalPERS. TVMWD sponsors a plan with two tiers:

- Tier 1 – 2%@55 for employees with CalPERS membership prior to December 31, 2012, and since this date have not had a break in service of greater than six months.
- Tier 2 – 2%@62 for employees new to CalPERS since January 1, 2013 or who have had a break in service of greater than six months.

Benefit provisions under the Plan are established by State statute and TVMWD resolution. CalPERS issues publicly available reports that include a full description of the pension plan regarding benefit provisions, assumptions and membership information that can be found on the CalPERS website (www.calpers.ca.gov).

Benefits Provided

CalPERS provides service retirement and disability benefits, annual cost of living adjustments and death benefits to plan members, who must be public employees and beneficiaries. Benefits are based on years of credited service, equal to one year of full time employment. Members with five years of total service are eligible to retire at age 50 (or 52 for members hired on or after January 1, 2013) with statutorily reduced benefits. All members are eligible for non-duty disability benefits after 10 years of service. The Post-Retirement Death Benefit is a one-time payment made to a retiree's designated survivor or estate upon the retiree's death. The Basic Death Benefit is paid to any member's beneficiary if the member dies while actively employed. An employee's eligible survivor may receive the 1959 Survivor Benefit (level 4) if the member dies while actively employed, is at least age 50 (or 52 for members hired on or after January 1, 2013), and has at least 5 years of credited service.

The cost of living adjustments for the plan are applied as specified by the California Public Employees' Retirement Law (PERL).



**THREE VALLEYS MUNICIPAL WATER DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2021**

NOTE 7 – PENSION PLANS (continued)

The \$560,009 reported as deferred outflows of resources related to contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2022. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pension will be recognized as pension expense as follows:

<u>Measurement Period Ended June 30</u>	<u>Deferred Outflows/ (Inflows) of Resources</u>
2021	\$42,396
2022	109,070
2023	81,299
2024	60,499
2025	-
Remaining	-
Total	<u>\$293,264</u>

Deferred inflows and outflows are recognized in expense systematically over time. The recognition in expense for the net difference between projected and actual earnings on plan investments is 5 years and all other amounts are recognized over expected average remaining service lifetime of 3.8 years.

Actuarial Methods and Assumptions Used to Determine Total Pension Liability

For the measurement period ending June 30, 2020 (the measurement date), the total pension liability was determined by rolling forward the June 30, 2019 total pension liability. Both the June 30, 2019 total pension liability and the June 30, 2020 total pension liability were based on the following actuarial methods and assumptions:

Valuation Date	June 30, 2019
Measurement Date	June 30, 2020
Actuarial Cost Method	Entry Age Normal
Actuarial Assumptions:	
Discount Rate	7.15%
Inflation	2.50%
Payroll Growth	2.75%
Projected Salary Increase	varies by entry age and service
Investment Rate of Return	7.15% ⁽¹⁾
Mortality	⁽²⁾
Post Retirement Benefit Increase	2.50%

⁽¹⁾ Net of pension plan investment expenses, including inflation

⁽²⁾ The mortality table used was developed based on CalPERS' specific data. For more details on this table, please refer to the December 2017 experience study report (based on CalPERS demographic data from 1997 to 2015) that can be found on the CalPERS website.

All other actuarial assumptions used in the June 30, 2019 valuation were based on the results of an actuarial experience study for the fiscal years 1997 to 2015, including updates to salary increase, mortality and retirement rates. The Experience Study report can be obtained at CalPERS' website under Forms and Publications.

Change of Assumptions and Methods

CalPERS implemented a new amortization policy effective June 30, 2019. The policy reduces the actuarial amortization gains and losses from 30 years to 20 years. The new policy does not utilize a five-year ramp-up and ramp-down on UAL bases attributable to assumption changes, non-investment gains and losses and investment gains and losses.

Discount Rate

The discount rate used to measure the total pension liability was 7.15% for the Plan. To determine whether the municipal bond rate should be used in the calculation of a discount rate for the plan, CalPERS stress tested plans that would most likely result in a discount rate that would be different from the actuarially assumed discount rate. Based on the testing, none of the tested plans run out of assets. Therefore, the current 7.15% discount rate is adequate and the use of the municipal bond rate calculation is not necessary. The long term expected discount rate of 7.15% is applied to all plans in the Public Employees Retirement Fund. The stress test results are presented in a detailed report called "GASB Crossover Testing Report" that can be obtained at CalPERS' website under the GASB 68 section.

According to Paragraph 30 of Statement 68, the long-term discount rate should be determined without reduction for pension plan administrative expense. The 7% investment return assumption used in this accounting valuation is net of administrative expenses. Administrative expenses are assumed to be 15 basis points. An investment return excluding administrative expenses would have been 7.15%.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. In determining the long-term expected rate of return, CalPERS took into account both short-term and long-term market return expectations as well as the expected pension fund cash flows. Such cash flows were developed assuming that both members and employers will make their required contributions on time and as scheduled in all future years. Using historical returns of all the funds' asset classes, expected compound (geometric) returns were calculated over the short-term (first 10 years) and the long-term (11+ years) using a building-block approach.

**THREE VALLEYS MUNICIPAL WATER DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2021**

NOTE 7 – PENSION PLANS (continued)

Using the expected nominal returns for both short-term and long-term, the present value of benefits was calculated for each fund. The expected rate of return was set by calculating the single equivalent expected return that arrived at the same present value of benefits for cash flows as the one calculated using both short-term and long-term returns. The expected rate of return was then set equivalent to the single equivalent rate calculated above and rounded down to the nearest one quarter of 1%.

The table below reflects the long-term expected real rate of return by asset class. The rate of return was calculated using the capital market assumptions applied to determine the discount rate and asset allocation. These geometric rates of return are net of administrative expenses.

Asset Class¹	Assumed Asset Allocation	Real Return Years 1-10²	Real Return Years 11+³
Global Equity	50.0%	4.80%	5.98%
Fixed Income	28.0%	1.00%	2.62%
Inflation Assets	0.0%	0.77%	1.81%
Private Equity	8.0%	6.30%	7.23%
Real Estate	13.0%	3.75%	4.93%
Liquidity	1.0%	0.00%	(0.92)%

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

²An expected inflation of 2.00% used for this period.

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

Sensitivity of the Proportionate Share of the Net Pension Liability to Changes in the Discount

The following presents TVMWD's proportionate share of the net pension liability for the Plan, calculated using the discount rate for each tier, as well as what the TVMWD's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1% point lower or 1% point higher than the current rate:

Net Pension Liability		
Discount Rate-1%	Current Discount Rate	Discount Rate+1%
6.15%	7.15%	8.15%
\$ 6,902,712	\$ 4,246,130	\$ 2,051,079

Pension Plan Fiduciary Net Position

Detailed information about the pension plan's fiduciary net position is available in the separately issued CalPERS financial reports. Copies of the CalPERS annual financial report may be obtained from the CalPERS Executive Office, 400 Q Street, Sacramento, CA 95811.

Payable to the Pension Plan

At June 30, 2021, TVMWD reported a payable of \$0 for the outstanding amount of contributions to the pension plan required for the year ended June 30, 2021.

NOTE 8 – DEFERRED COMPENSATION PLANS

457 Deferred Compensation Savings Plan

TVMWD participates in two 457 Deferred Compensation Programs (Programs) administered by Lincoln Financial Services and CalPERS. Both plans qualify as defined contribution pension plans. The purpose is to provide deferred compensation for employees that elect to participate in the Programs. Generally, eligible employees may voluntarily defer receipt of a portion of their salary until termination, retirement, death or unforeseen 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. TVMWD matches employee contributions up to \$4,800 per year. The plan is authorized and may be amended by the Board of Directors. Federal law requires deferred compensation assets to be held in trust for the exclusive benefit of the participants. Accordingly, TVMWD is in compliance with this legislation. Therefore, these assets are not the legal property of TVMWD and are not subject to claims of TVMWD's general creditors. Fair value of all plan assets held in trust by the two TVMWD plans amounted to \$8,433,099 at June 30, 2021.

TVMWD has implemented GASB Statement 32, Accounting for Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans. Since TVMWD has little administrative involvement and does not perform the investing function of this plan, the assets and related liabilities are not shown on the statement of net position.

401(a) Defined Contribution Plan

TVMWD participates in a 401(a) plan (a defined contribution plan), administered by Lincoln Financial Services. The purpose of this plan is to provide an additional option for employees who fully contribute to the 457 Plan. 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. The plan is authorized and may be amended by the Board of Directors.

**THREE VALLEYS MUNICIPAL WATER DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2021**

**NOTE 8 – DEFERRED COMPENSATION PLANS
(continued)**

Accordingly, TVMWD is in compliance with this legislation. Therefore, these assets are not the legal property of TVMWD and are not subject to claims of TVMWD's general creditors. Fair value of all plan assets held in trust by TVMWD plan amounted to \$104,333 at June 30, 2021.

TVMWD has implemented GASB Statement 32, Accounting for Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans. Since TVMWD has little administrative involvement and does not perform the investing function of this plan, the assets and related liabilities are not shown on the statement of net position.

NOTE 9 – OTHER POST EMPLOYMENT BENEFITS

Plan Administration

TVMWD administers the Retiree Benefits Plan—a single-employer defined benefit plan that is used to provide post employment benefits other than pensions (OPEB) for all TVMWD permanent full-time employees.

Management of the TVMWD Retiree Benefits Plan is vested in the Board of Directors (the Board), which consists of seven members elected by the registered voters residing within TVMWD's boundaries.

Plan membership

At June 30, 2021, TVMWD Retiree Benefits Plan membership consisted of the following:

Inactive plan members or beneficiaries currently receiving benefit payments	11
Inactive plan members entitled to but not yet receiving benefit payments	0
Active plan members	23
Total	34

Benefits

TVMWD offers continued medical coverage to employees who retire from TVMWD at age 50 or older with a minimum of 10 years of service. The retired employee may continue medical coverage through either their own personal medical insurance or ACWA/JPIA. For eligible retirees hired prior to January 1, 2005, TVMWD provides 50% (plus an additional 10% for each additional year of service at retirement in excess of 10 years – not to exceed 100%) of the lesser of \$355 per month or the

cost for single medical coverage. For eligible retirees hired on or after January 1, 2005 with 10 years of TVMWD service, TVMWD provides 50% (plus an additional 5% for each additional year of service at retirement in excess of 10 years – not to exceed 100%) of the lesser of \$355 per month or the cost for single medical coverage. For employees retiring on or after January 1, 2015, the monthly benefits cap increased from \$355 to \$600. Employees retiring on or after January 1, 2015 may cover dependents, but the retiree must pay the entire dependents premiums. Retirees must pay the portion of the coverage, if any not covered by their benefits. Employees retiring on or after December 5, 2018, may claim dental and vision premiums in addition to medical premiums, not to exceed the \$600 cap. The dental and vision plans must be obtained by the retirees on their own. This plan is authorized and may be amended by the Board of Directors.

Contributions

The required contribution is based on projected pay-as-you-go financing requirements, with an additional amount to pre-fund benefits as determined annually by the Board. Plan members are not required to contribute to the plan. Any additional amounts for pre-funding are deposited into an irrevocable trust from which funds can only be used to pay for retiree medical coverage. Separate financial statements for the irrevocable trust may be obtained by writing to PARS at 4350 Von Karman Ave., Suite 100 Newport Beach, CA 92660-2043 or by visiting the PARS website at www.pars.org. For the year ended June 30, 2021, TVMWD's average contribution rate was 1.76% of covered-employee payroll.

Investments

TVMWD's policy in regard to the allocation of invested assets is established and may be amended by the Board by a majority vote of its members. It is the policy of the Board to pursue an investment strategy that reduces risk through the prudent diversification of the portfolio across a broad selection of distinct asset classes.

The following was the Board's adopted asset allocation policy as of June 30, 2021:

Asset Class	Target Allocation
Mutual Funds-Equity	50%
Mutual Funds-Fixed Income	45%
Cash and Equivalents	5%
Total	100%

Rate of return

For the year ended June 30, 2021, the annual money-weighted rate of return on investments, net of investment expense, was 3.86%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

**THREE VALLEYS MUNICIPAL WATER DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2021**

**NOTE 9 – OTHER POST EMPLOYMENT BENEFITS
(Continued)**

Net OPEB Liability

The components of the Net OPEB Liability at June 30, 2021 were as follows:

Total OPEB Liability	\$1,657,730
Plan fiduciary net position	<u>(1,150,585)</u>
TVMWD's net OPEB Liability	<u>\$ 507,145</u>
Plan fiduciary net position as a percentage of the total OPEB liability	69%

Deferred outflows and inflows of resources related to OPEB as of June 30, 2021 were:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between actual and expected experience	\$149,188	\$9,171
Changes in assumptions	349,282	178,184
Net differences between projected and actual earnings on OPEB investments	0	89,550
Total	\$498,470	\$276,905

Amounts reported as deferred outflows and inflows will be recognized in OPEB expense as follows:

<u>For the Fiscal Year Ending June 30</u>	<u>Deferred Outflows/ (Inflows) of Resources</u>
2022	\$25,016
2023	24,040
2024	24,354
2025	6,224
2026	78,355
Thereafter	<u>63,576</u>
Total	\$221,565

Deferred inflows and outflows are recognized in expense systematically over time. The recognition in expense for the net difference between projected and actual earnings on plan investments is 5 years and all other amounts are recognized over expected average remaining service lifetime of 6.7 years.

Actuarial assumptions

The total OPEB liability was determined by an actuarial valuation as of April 1, 2021. Update procedures were used to roll forward the total OPEB liability to June 30, 2021. The following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified:

Inflation	2.5%
Salary increases	3.00%, average, including inflation
Investment rate of return	5.3%, net of trust investment and administrative fees. At 6-30-2020 the rate was 6.15%
Healthcare cost trend rates	5.7% in 2022, down to 4% by 2076 in periodic steps of .1

Mortality rates were based on the RP-2014 Employee and Health Annuitant Mortality Tables.

Discount rate

The discount rate used to measure the total OPEB liability was 5.3%. The projection of cash flows used to determine the discount rate assumed that TVMWD's contributions will be made at rates equal to the actuarially determined contribution rates. Based on those assumptions, the OPEB plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on OPEB plan investments was applied to all periods of projected benefit payments to determine the total OPEB liability.

Sensitivity of the net OPEB liability to changes in the discount rate

The following presents the net OPEB liability of TVMWD, as well as what TVMWD's net OPEB liability would be if it were calculated using a discount rate that is 1% point lower (4.3%) or 1% point higher (6.3%) than the current discount rate:

Net OPEB Liability		
1% Decrease 4.3%	Discount Rate 5.3%	1% Increase 6.3%
\$ 683,606	\$ 507,145	\$ 356,083

Sensitivity of the net OPEB liability to changes in the healthcare cost trend rates

The following presents the net OPEB liability of TVMWD, as well as what TVMWD's net OPEB liability would be if it were calculated using healthcare cost trend rates that are 1% point lower (5.7% decreasing to 4.7%) or 1% point higher (5.7% increasing to 6.7%) than the current healthcare cost trend rates:

Net OPEB Liability		
1% Decrease 4.7%	Healthcare Cost Trend Rate 5.7%	1% Increase 6.7%
\$ 416,980	\$ 507,145	\$ 609,587

**THREE VALLEYS MUNICIPAL WATER DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
For the Year Ended June 30, 2021**

NOTE 9 – OTHER POST EMPLOYMENT BENEFITS (Continued)

The long-term expected rate of return of 5.3% on OPEB plan investments was calculated the following way:

1. The expected return of each asset class is determined through a combination of historical rates of returns, valuation projections, and economic expectations. Expected rates of return are provided by Wilshire Associates Incorporated and HighMark proprietary research. Expected rates of return are developed and annually reviewed by HighMark's Asset Allocation Committee.
2. With thirty year forecasts for U.S. Treasuries, Wilshire's ten year forecast for U.S. Treasuries is used as the assumed return for the first ten years of the thirty year period. Over the following twenty years (years 11-thirty) U.S. Treasuries are assumed to return a historical long run (1926-2014) risk premium over inflation. The resulting combination of the assumed return on U.S. Government bonds over the two periods becomes HighMark's thirty year forecast. All other taxable fixed income asset classes are derived from the expected return on U.S. Treasuries plus a credit or term premium consistent with those of the ten year forecasts.
3. With thirty year forecasts for global equity, Wilshire's ten year forecast for global equity is used as the assumed return for the first ten years of the thirty year period. Over the following twenty years (years 11-30) global equities are assumed to return historical long run (1926-2014) risk premiums over cash. The return on cash over this period is derived from the ten and thirty year cash assumptions. The resulting combination of the assumed global equity returns over the two periods becomes HighMark's thirty year forecast.
4. Returns reflect the reinvestment of dividends, interests, and other distributions.
5. An expected return is then calculated by weighting the returns for each asset class according to the exposure as determined by HighMark's current strategic allocation.

RETIREMENT PLANNING





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REQUIRED SUPPLEMENTARY INFORMATION



SCHEDULE 1

Three Valleys Municipal Water District
 Miscellaneous Cost-Sharing Pension Plan
 Schedule of the Plan's Proportionate Share of the Net Pension Liability
 As of June 30, For The Last Ten Fiscal Years ⁽¹⁾

FY	Proportion of the Net Pension Liability/(Asset)	Proportionate Share of the Net Pension Liability/(Asset)	Covered Payroll	Proportionate Share of the Net Pension Liability/(Asset) as a Percentage of Covered Payroll	Proportionate Share of the Fiduciary Net Position as a Percentage of the Plan's Total Pension Liability
2021	0.039025%	\$ 4,246,130	\$ 2,743,774	154.76%	78.73%
2020	0.037537%	\$ 3,846,454	\$ 2,750,395	139.85%	77.98%
2019	0.035826%	\$ 3,452,268	\$ 2,662,296	129.67%	78.94%
2018	0.035482%	\$ 3,518,869	\$ 2,539,815	138.55%	75.38%
2017	0.034127%	\$ 2,953,009	\$ 2,419,392	122.06%	75.87%
2016	0.031250%	\$ 2,145,000	\$ 2,400,313	89.36%	79.82%
2015	0.033104%	\$ 2,059,901	\$ 2,287,837	90.04%	78.40%

Notes to Schedule:

Benefit Changes: None.

⁽¹⁾ Historical information is required only for the measurement periods for which GASB 68 is applicable. Fiscal Year 2015 was the first year of implementation, therefore only seven years are shown.

NOTE: Accounting standard require presentation of 10 years of information. However the information in this schedule is not required to be presented retroactively. Years will be added to this schedule as future data becomes available.

SOURCE: CalPERS GASB 68 Accounting Valuation Report

SCHEDULE 2

Three Valleys Municipal Water District
 Miscellaneous Cost-Sharing Pension Plan
 Schedule of the Plan Contributions - California Public Employees Retirement Plan
 For the Year Ended June 30, 2021⁽¹⁾

FY	Actuarially Determined Contributions	Contributions in Relation to the Actuarially Determined Contributions	Contribution Deficiency (Excess)	Covered Payroll	Contribution as a Percentage of Covered Payroll	Valuation date
2021	\$ 560,009	\$(560,009)	\$ -	\$ 2,891,728	19.366%	6/30/2019
2020	\$ 485,393	\$(485,393)	\$ -	\$ 2,743,774	17.691%	6/30/2018
2019	\$ 426,711	\$(426,711)	\$ -	\$ 2,750,395	15.515%	6/30/2017
2018	\$ 363,282	\$(363,282)	\$ -	\$ 2,662,296	13.645%	6/30/2016
2017	\$ 324,213	\$(324,213)	\$ -	\$ 2,539,815	12.765%	6/30/2015
2016	\$ 286,627	\$(286,627)	\$ -	\$ 2,419,392	11.847%	6/30/2014
2015	\$ 272,007	\$(272,007)	\$ -	\$ 2,400,313	11.332%	6/30/2013

Note to Schedule:

Methods and assumptions used to determine contributions rates:

Actuarial cost method	Entry age normal
Amortization method	Level percentage of payroll and direct rate smoothing
Asset valuation method	Fair value
Inflation	2.50%
Salary increases	varies by entry age and service
Investment rate of return	7.15%
Retirement age	50-63 for 2% @ 55 and 52-67 for 2% @ 62
Mortality	The mortality table used was developed based on CalPERS' specific data. The table includes 15 years of mortality improvements using 90% of scale MP 2016 by Society of Actuaries. For more details on this table, please refer to the December 2017 experience study report.

⁽¹⁾ Historical information is required only for the measurement periods for which GASB 68 is applicable. Fiscal Year 2015 was the first year of implementation, therefore only seven years are shown.

NOTE: Accounting standard require presentation of 10 years of information. However the information in this schedule is not required to be presented retroactively. Years will be added to this schedule as future data becomes available.

SOURCE: CalPERS GASB 68 Accounting Valuation Report

SCHEDULE 3

Three Valleys Municipal Water District
 Schedule of Changes in Net OPEB Liability and Related Ratios
 For the Year Ended June 30, 2021⁽¹⁾

FISCAL YEAR	2021	2020	2019	2018	2017
Total OPEB Liability					
Service cost	\$ 50,376	\$ 48,909	\$ 35,365	\$ 34,335	\$ 22,989
Interest	77,554	73,742	84,221	65,379	63,032
Differences between expected and actual experience	99,602	(13,757)	-	110,332	-
Changes of assumptions	262,184	(267,276)	-	140,935	143,737
Benefit payments	(85,295)	(53,555)	(47,588)	(41,611)	(23,007)
Net changes in total OPEB liability	404,421	(211,937)	71,998	309,370	206,751
Total OPEB liability - beginning	<u>\$1,253,309</u>	<u>\$1,465,246</u>	<u>\$1,393,247</u>	<u>\$1,083,877</u>	<u>\$ 877,126</u>
Total OPEB liability - ending (a)	<u>\$1,657,730</u>	<u>\$1,253,309</u>	<u>\$1,465,245</u>	<u>\$1,393,247</u>	<u>\$1,083,877</u>
Plan fiduciary net position					
Contributions-employer	\$ 85,295	\$ 53,555	\$ 47,588	\$ 41,611	\$ 138,561
Net investment income	185,799	38,250	55,386	45,031	52,341
Benefit payments	(85,295)	(53,555)	(47,588)	(41,611)	(23,007)
Administrative expense	-	(2,353)	(2,212)	(2,158)	(1,157)
Net changes in plan fiduciary net position	185,799	35,897	53,174	42,873	166,738
Plan fiduciary net position-beginning	964,786	928,889	875,715	832,842	666,104
Plan fiduciary net position-ending (b)	<u>\$1,150,585</u>	<u>\$ 964,786</u>	<u>\$ 928,889</u>	<u>\$ 875,715</u>	<u>\$ 832,842</u>
Net OPEB liability	<u>\$ 507,145</u>	<u>\$ 288,523</u>	<u>\$ 536,357</u>	<u>\$ 517,532</u>	<u>\$ 251,035</u>
Plan fiduciary net position as a percentage of the total OPEB liability	69%	77%	63%	63%	77%
Covered-employee payroll	\$2,863,454	\$2,743,774	\$2,750,395	\$2,662,296	\$2,539,815
TVMWD's net OPEB liability as a percentage of covered-employee payroll	17.71%	10.52%	19.50%	19.44%	9.88%

⁽¹⁾ Historical information is required only for the measurement periods for which GASB 75 is applicable. Fiscal Year 2017 was the first year of implementation. Future years' information will be displayed up to 10 years as information becomes available.

Note: Accounting standard require presentation of 10 years of information. However, the information in this schedule is not required to be presented retroactively. Years will be added to this schedule as future data becomes available.

SOURCE: OPEB Actuarial Valuation

SCHEDULE 4

Three Valleys Municipal Water District
 Schedule of Contributions - OPEB
 For the Year Ended June 30, 2021⁽¹⁾

FY	Actuarially Determined Contributions	Contributions in Relation to the Actuarially Determined Contributions	Contribution Deficiency (Excess)	Covered-Employee Payroll	Contribution as a Percentage of Covered-Employee Payroll	Valuation date
2021	\$83,411	\$ (85,295)	\$ (1,884)	\$2,863,454	2.91%	4/1/2021
2020	\$38,993	\$ (48,157)	\$ (9,164)	\$2,743,774	1.42%	7/1/2019
2019	\$47,588	\$ (30,971)	\$ 16,617	\$2,750,395	1.73%	7/1/2017
2018	\$41,611	\$ (27,470)	\$ 14,141	\$2,662,296	1.56%	7/1/2017
2017	\$39,410	\$ (39,410)	\$ -	\$2,539,815	1.55%	7/1/2015

Note to Schedule:

Actuarially determined contribution rates are calculated as of June 30, two years prior to the end of the fiscal year in which contributions are reported.

Methods and assumptions used to determine contributions rates:

Actuarial cost method	Entry age normal
Amortization method	Level percentage of payroll, closed
Amortization period	30 years
Asset valuation method	Fair value
Inflation	2.50%
Healthcare cost trend rates	5.7% in 2022 down to 4% by 2076 in periodic steps of 0.1
Salary increases	3.00% per year
Investment rate of return	5.30%
Retirement age	CalPERS: From 50 to 75
Mortality	CalPERS 2017 Experience Study

⁽¹⁾ Historical information is required only for the measurement periods for which GASB 75 is applicable. Fiscal Year 2017 was the first year of implementation. Future years' information will be displayed up to 10 years as information becomes available.

SOURCE: OPEB July 1, 2019 Actuarial Valuation Report

SCHEDULE 5

Three Valleys Municipal Water District
 Schedule of Investment Returns - OPEB Trust
 Last Ten Fiscal Years⁽¹⁾

Year	Annual Money-Weighted Rate of Return, Net of Investment Expense
2021	19.26%
2020	3.89%
2019	6.07%
2018	6.15%
2017	7.94%

⁽¹⁾ Historical information is required only for the measurement periods for which GASB 75 is applicable. Fiscal Year 2017 was the first year of implementation. Future years' information will be displayed up to 10 years as information becomes available.

Note: Accounting standard require presentation of 10 years of information. However, the information in this schedule is not required to be presented retroactively. Years will be added to this schedule as future data becomes available.

SOURCE: TVMWD - Finance Department

STATISTICAL SECTION



**THREE VALLEYS MUNICIPAL WATER DISTRICT
STATISTICAL SECTION
For the Year Ended June 30, 2021**

This part of TVMWD's ACFR presents detailed information as a context for understanding what the information in the accompanying financial statements and notes to the basic financial statements says about TVMWD's overall financial health.

Contents

Financial Trends

These schedules contain trend information to help the reader understand how TVMWD's financial performance and well-being have changed over time.

Revenue Capacity

These schedules contain information to help the reader assess the factors affecting TVMWD's ability to generate revenues.

Debt Capacity

These schedules present information to help the reader assess the affordability of TVMWD's current levels of outstanding debt and TVMWD's ability to issue additional debt in the future.

Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment within which TVMWD's financial activities take place and to help make comparisons over time and with other agencies.

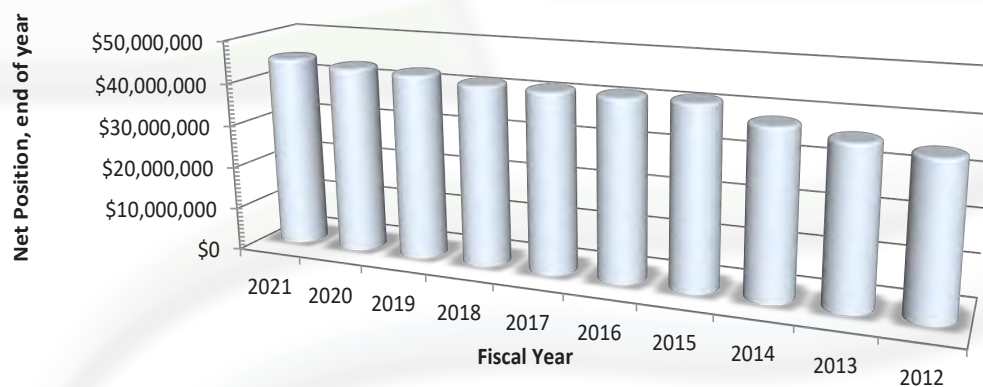
Operating Information

These schedules contain information about TVMWD's operations and resources to help the reader understand how TVMWD's financial information relates to the services TVMWD provides and the activities it performs.

SCHEDULE 1

Three Valleys Municipal Water District
Changes in Net Position
Last Ten Fiscal Years

	FISCAL YEAR									
	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
Operating revenues (see Schedule 3)	\$ 78,566,429	\$ 69,287,655	\$ 67,239,719	\$ 64,251,879	\$ 65,041,248	\$ 55,387,218	\$ 58,657,568	\$ 66,759,939	\$ 59,240,205	\$ 50,665,608
Operating expenses (see Schedule 4)	80,357,005	71,974,662	69,081,691	66,272,700	66,736,601	57,910,157	61,091,237	68,546,823	60,088,682	53,638,803
Total operating income (loss)	(1,790,576)	(2,687,007)	(1,841,972)	(2,020,821)	(1,695,353)	(2,522,939)	(2,433,669)	(1,786,884)	(848,477)	(2,973,195)
Nonoperating revenues (expenses)										
Property tax revenue	2,858,584	2,625,061	2,481,726	2,291,505	2,266,019	2,091,254	2,014,754	1,886,998	1,958,128	1,783,167
Sublease income	-	-	-	-	-	-	5,775,000	821,303	832,593	832,946
Investment income	40,175	341,434	513,710	3,089	25,793	226,747	136,976	236,128	72,974	311,222
Intergovernmental grants revenue	-	-	-	-	-	6,121	46,924	115,962	-	-
Intergovernmental grants expense	-	-	-	-	-	(6,121)	(46,924)	(115,962)	-	-
Interest expense	-	-	-	-	-	-	-	(29,787)	(221,353)	(327,853)
Amortization of deferred bond costs/refunding	-	-	-	-	-	-	-	(195,647)	(183,225)	(221,097)
Reimbursements revenue	-	-	-	-	-	-	-	-	-	-
Gain (loss) on sale of assets	(62,868)	(38,360)	(52,553)	(40,400)	(88,421)	(40,173)	(12,109)	(104,254)	(3,297)	(2,338.71)
Other non-operating revenues (expenses)	-	-	-	-	-	-	-	-	-	-
Total nonoperating revenues (expenses)	2,835,891	2,928,135	2,942,883	2,254,194	2,203,391	2,277,828	7,914,621	2,614,741	2,455,820	2,376,046
Net income before contributions and change in accounting principle	1,045,315	241,128	1,100,911	233,373	508,038	(245,111)	5,480,952	827,857	1,607,343	(597,149)
Contributions	152,102	218,649	98,500	2,000	5,250	111,150	618,666	1,742,423	-	-
Change in net position	1,197,417	459,777	1,199,411	235,373	513,288	(133,961)	6,099,618	2,570,280	1,607,343	(597,149)
Net Position, beginning of year	43,794,726	43,334,949	42,135,538	41,900,165	41,858,315	41,992,276	38,463,002	36,506,223	34,949,375	36,894,832
Prior period adjustment	-	-	-	-	(471,438) ⁵	-	(2,570,344) ⁴	(613,501) ³	(50,495) ²	(1,348,308) ¹
Net Position, end of year, as restated (see Schedule 2)	\$ 44,992,143	\$ 43,794,726	\$ 43,334,949	\$ 42,135,538	\$ 41,900,165	\$ 41,858,315	\$ 41,992,276	\$ 38,463,002	\$ 36,506,223	\$ 34,949,375



¹ Prior Period Adjustment related to removal of prepaid pension asset.

² Prior Period Adjustment related to change in accounting principle.

³ Prior Period Adjustment related to removal of MWD assets.

⁴ Prior Period Adjustment related to GASB 68.

⁵ Prior Period Adjustment related to GASB 75.

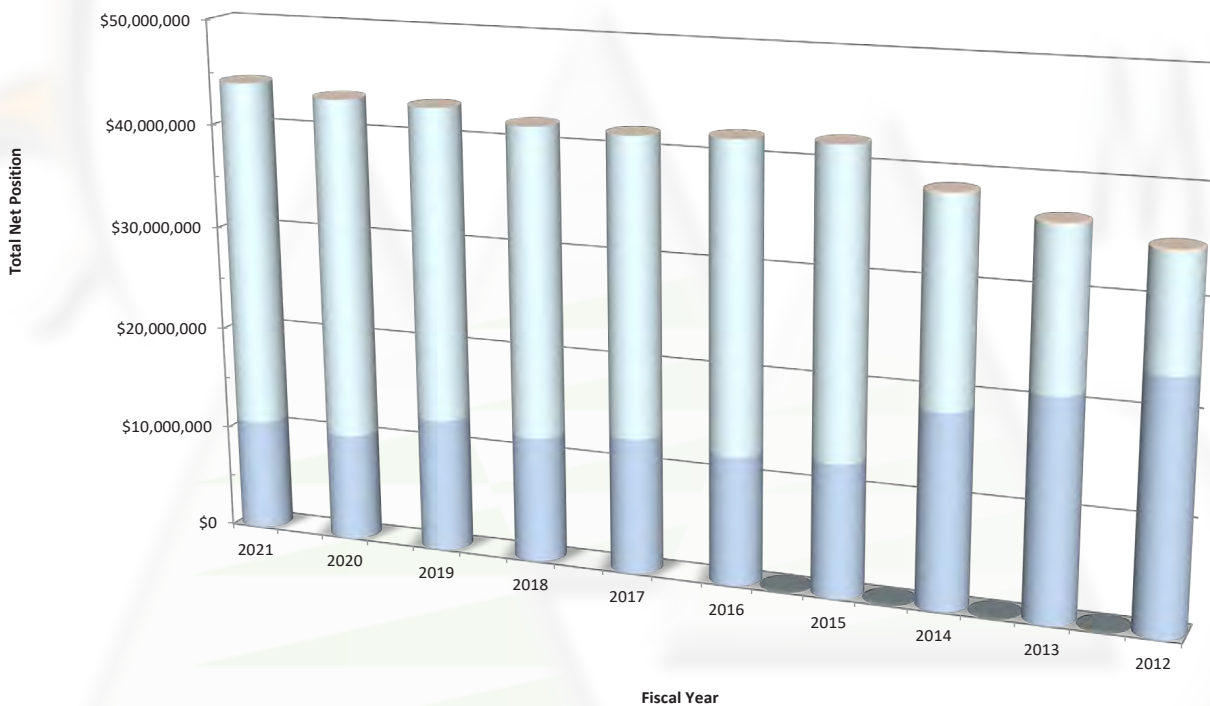
NOTE: Revenues and expenses in prior years may be reclassified to conform to current year presentation.

SOURCE: TVMWD - Finance Department

SCHEDULE 2

Three Valleys Municipal Water District
Components of Net Position
Last Ten Fiscal Years

	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
Net investment in capital assets	\$ 33,286,014	\$ 32,705,438	\$ 29,990,254	\$ 29,558,377	\$ 28,369,643	\$ 29,354,853 ¹	\$ 29,078,712 ¹	\$ 19,483,706 ¹	\$ 15,073,992	\$ 10,791,926
Restricted for debt service	-	-	-	-	-	-	-	225,000	227,163	227,203
Restricted for pensions	885,040	649,072	415,437	341,101	338,096	-	-	-	-	-
Unrestricted	10,821,089	10,440,216	12,929,258	12,236,060	13,192,426	12,503,462	12,913,564	18,754,296	21,205,068	23,930,246
Total Net Position	\$ 44,992,143	\$ 43,794,726	\$ 43,334,949	\$ 42,135,538	\$ 41,900,165	\$ 41,858,315	\$ 41,992,276	\$ 38,463,002	\$ 36,506,223	\$ 34,949,375



¹ Increase due to significant increase in capital assets and construction in progress during fiscal year.

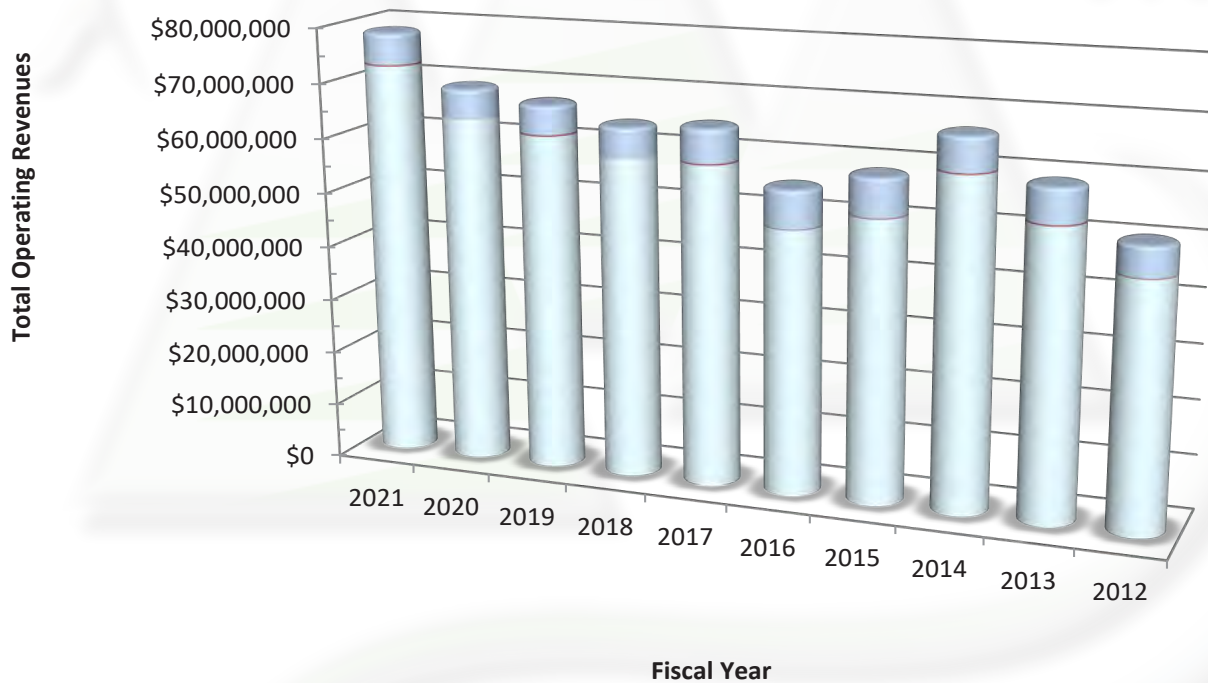
NOTE: Revenues and expenses in prior years may be reclassified to conform to current year presentation.

SOURCE: TVMWD - Finance Department

SCHEDULE 3

Three Valleys Municipal Water District
 Operating Revenues by Source
 Last Ten Fiscal Years

Fiscal Year	Water Sales ¹	Hydroelectric Sales	Water Use and Connection Charges	Total Operating Revenues
2021	\$ 72,508,611	\$ 210,126	\$ 5,847,692	\$ 78,566,429
2020	63,852,311	32,831	5,402,513	69,287,655
2019	61,659,318	215,037	5,365,364	67,239,719
2018	58,728,537	23,870	5,499,472	64,251,879
2017	58,662,799	204,856	6,173,593	65,041,248
2016	48,374,543	98,142	6,914,533	55,387,218
2015	51,527,963	122,614	7,006,991	58,657,568
2014	60,281,711	190,561	6,287,667	66,759,939
2013	52,729,124	196,465	6,314,616	59,240,205
2012	45,097,918	117,593	5,450,097	50,665,608



¹ Water sales will vary depending upon a variety of external factors beyond TVMWD's control such as rainfall, population growth and supply fluctuations.

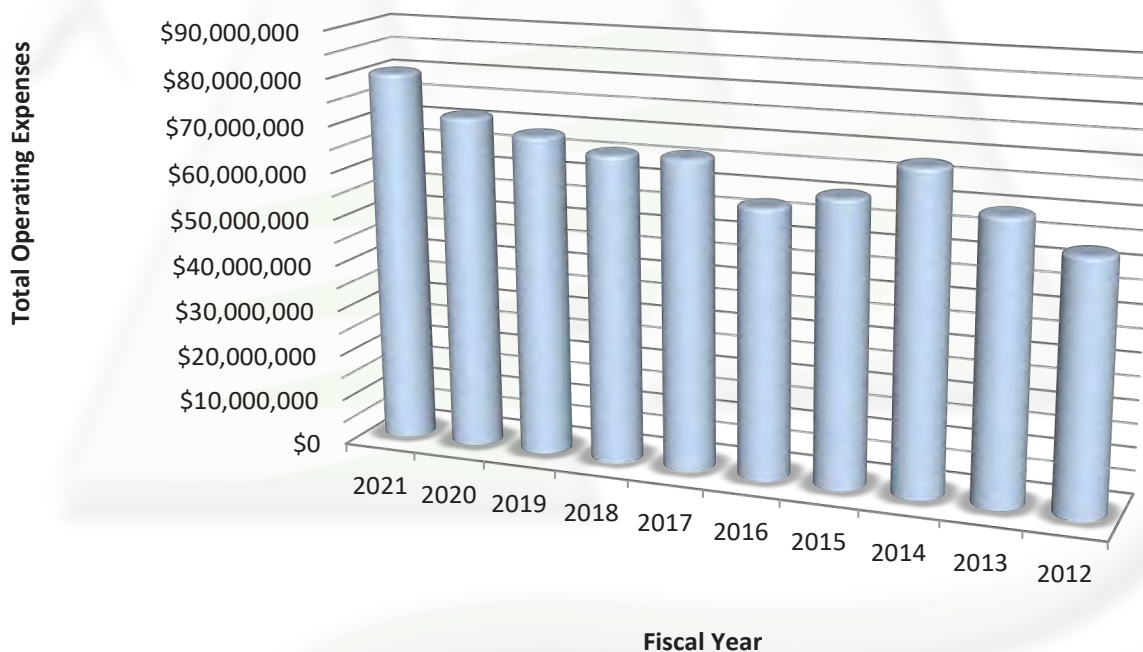
NOTE: Revenues in prior years may be reclassified to conform to current year presentation.

SOURCE: TVMWD - Finance Department

SCHEDULE 4

Three Valleys Municipal Water District
 Operating Expenses by Activity
 Last Ten Fiscal Years

Fiscal Year	Water Purchases ¹	Water Treatment and Distribution	Water Use and Connection	General and Administration	Depreciation	Total Operating Expenses
2021	\$ 64,978,664	\$ 3,565,287	\$ 5,136,217	\$ 5,055,671	\$ 1,621,166	\$ 80,357,005
2020	58,056,004	3,167,888	4,754,664	4,444,970	1,551,136	71,974,662
2019	55,670,169	2,848,109	4,720,544	4,321,058	1,521,811	69,081,691
2018	52,987,129	2,891,079	4,887,541	3,928,897	1,578,054	66,272,700
2017	52,807,504	2,891,120	5,490,812	3,639,407	1,907,758	66,736,601
2016	43,514,064	2,543,649	6,323,886	3,304,582	2,223,976	57,910,157
2015	46,955,630	2,711,483	6,182,531	3,210,145	2,031,448	61,091,237
2014	55,401,389	2,648,714	5,254,027	3,347,977	1,894,716	68,546,823
2013	47,625,454	2,402,677	4,863,177	3,206,754	1,990,620	60,088,682
2012	41,371,120	2,316,509	4,645,695	3,377,341	1,928,138	53,638,803



¹ Water purchases will vary depending upon a variety of external factors beyond TVMWD's control such as rainfall, population growth and supply fluctuations.

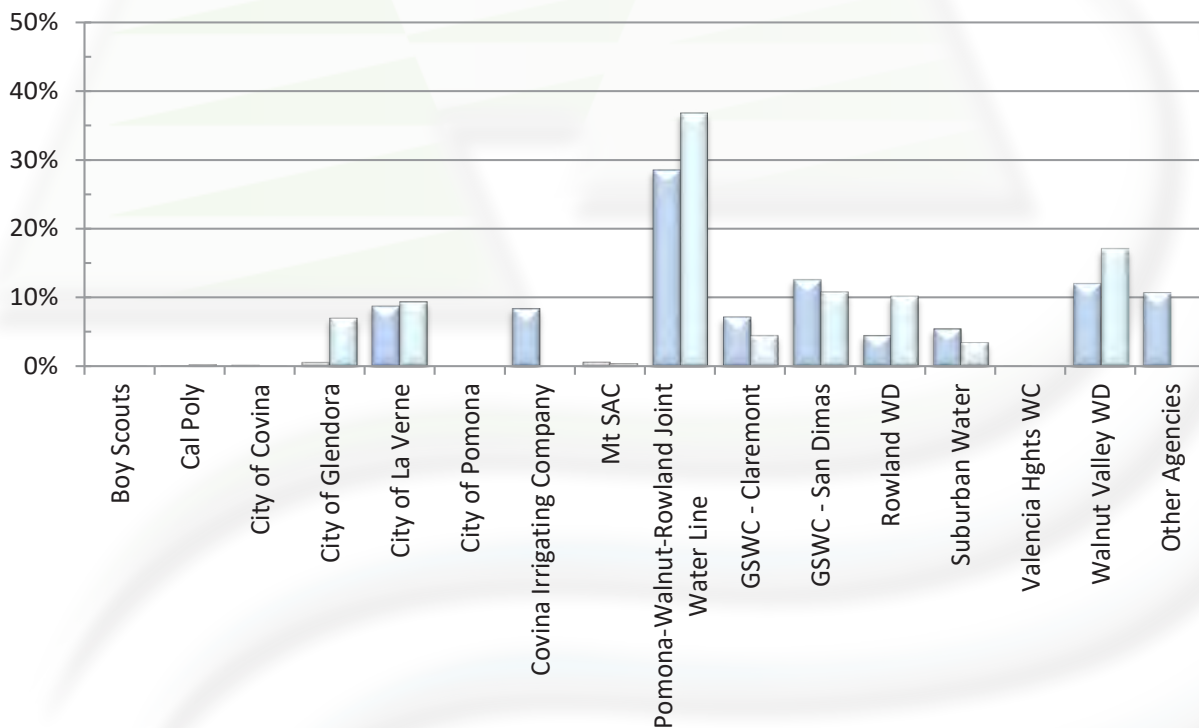
NOTE: Expenses in prior years may be reclassified to conform to current year presentation.

SOURCE: TVMWD - Finance Department

SCHEDULE 5

Three Valleys Municipal Water District
 Principal Water Customers Changes in Past Ten Years
 Current Fiscal Year and Nine Years Ago

Member Agency	Acre-Foot Sold FY 2021	Percentage of total	Acre-Foot Sold FY 2012	Percentage of total
Boy Scouts of America - Firestone Reservation	17	0.02%	21	0.03%
California State Polytechnic University, Pomona	79	0.11%	166	0.28%
City of Covina	151	0.21%	1	0.00%
City of Glendora	417	0.59%	4,228	7.03%
City of La Verne	6,274	8.79%	5,659	9.40%
City of Pomona	-	0.00%	-	0.00%
Covina Irrigating Company	6,010	8.42%	-	0.00%
Mt. San Antonio College	460	0.64%	277	0.46%
Pomona-Walnut-Rowland Joint Water Line	20,368	28.54%	22,090	36.71%
Golden State Water Company - Claremont	5,152	7.22%	2,718	4.52%
Golden State Water Company - San Dimas	9,024	12.64%	6,524	10.84%
Rowland Water District	3,230	4.52%	6,127	10.18%
Suburban Water Systems	3,917	5.49%	2,062	3.43%
Valencia Heights Water Company	9	0.01%	-	0.00%
Walnut Valley Water District	8,621	12.08%	10,306	17.12%
Other Agencies	7,654	10.72%	-	0.00%
	71,383	100.00%	60,179	100.00%

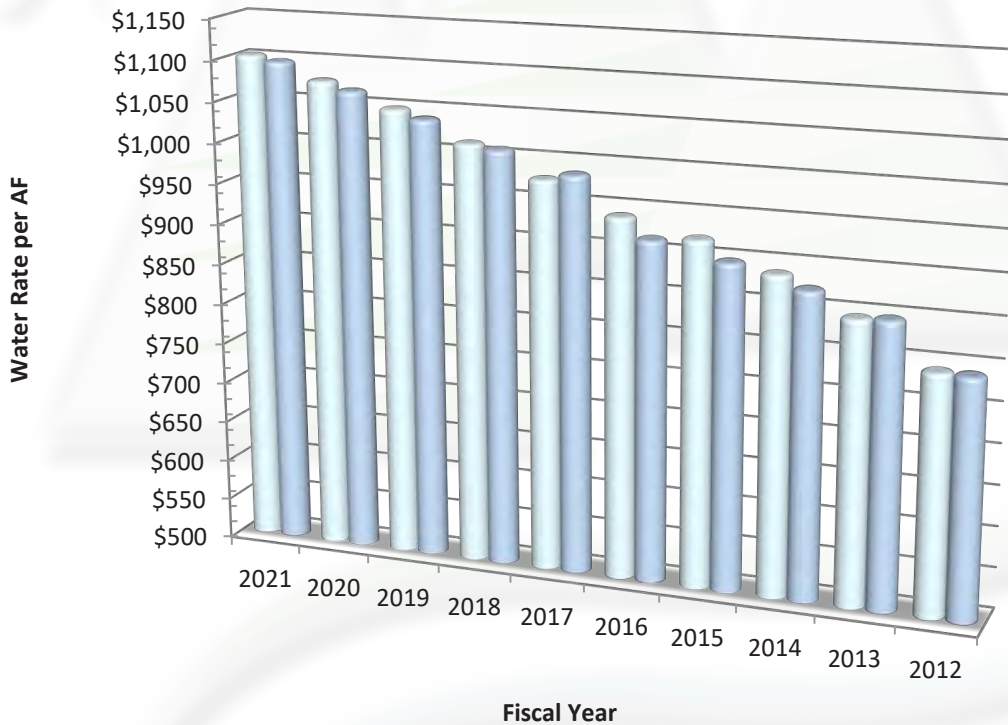


SOURCE: TVMWD - Finance Department

SCHEDULE 6

Three Valleys Municipal Water District
 Water Rates for MWD and TVMWD Water Sold
 Last Ten Calendar Years

Calendar Year	MWD Water Rate	Surcharge / Discount	TVMWD Water Rate
2021	\$ 1,104	\$ (6)	\$ 1,098
2020	\$ 1,078	\$ (10)	\$ 1,068
2019	1,050	(10)	1,040
2018	1,015	(5)	1,010
2017	979	8	987
2016	942	(24)	918
2015	923	(24)	899
2014	890	(15)	875
2013	847	2	849
2012	794	(1)	793



Note: All amounts are per acre foot.

SOURCE: TVMWD - Finance Department

SCHEDULE 7

Three Valleys Municipal Water District
 Standby Charge Assessment Per Equivalent Dwelling Unit (EDU)
 Last Ten Fiscal Years

Fiscal Year	Parcels ¹	EDUs ²	Rate per EDU ³
2021	135,607	186,373	\$19.90
2020	134,850	188,427	\$19.23
2021	134,530	184,693	\$18.79
2018	134,019	184,484	\$18.51
2017	133,986	185,153	\$20.16
2016	133,949	185,144	\$23.09
2015	133,653	182,768	\$25.02
2014	132,918	182,732	\$23.11
2013	133,421	182,902	\$20.46
2012	133,406	182,893	\$18.54



¹ All parcels in service area including residential, commercial, vacant and industrial. Excluded parcels are public streets, right-of-ways, easements and public property.

² EDUs are assigned to each parcel in proportion to the estimated benefit it receives from the availability of water service. A Single Family Residential parcel, the basic unit for calculating the Assessment, is defined as 1.0 EDU. Other land uses are assigned proportional EDUs.

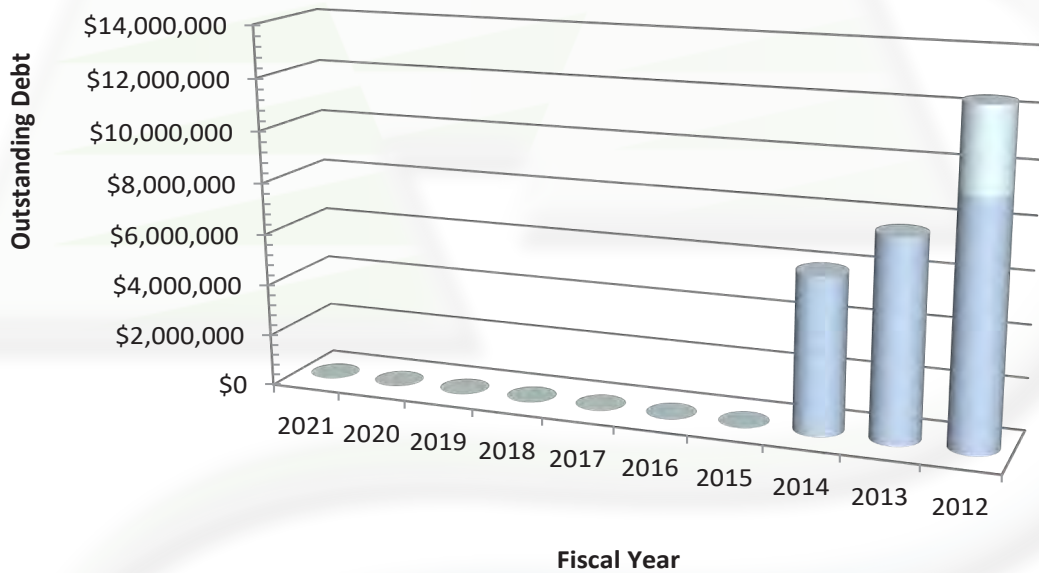
³ MWD imposed a Readiness to Serve (RTS) charge on TVMWD to pay for capital improvements at MWD. TVMWD adopted a Standby Charge to pass the RTS charge through, at cost, to property owners within its service area. In the years prior to FY 06/07, the Standby Charge rate per EDU remained unchanged, even though TVMWD did not collect the full amount of its RTS obligation. In FY 06/07, TVMWD raised the rate per EDU to capture the entire cost of the RTS charge, and eliminated a monthly charge it had imposed on member agencies for the difference.

SOURCE: TVMWD - Finance Department

SCHEDULE 8

Three Valleys Municipal Water District
 Ratio of Outstanding Debt
 Last Ten Fiscal Years

Fiscal Year	Certificates of Participation	Installment Sales Agreement	Per Capita	Outstanding Debt as a Share of Personal Income
2021	\$ -	\$ -	\$ -	0.00%
2020	-	-	-	0.00%
2019	-	-	-	0.00%
2018	-	-	-	0.00%
2017	-	-	-	0.00%
2016	-	-	-	0.00%
2015	-	-	-	0.00%
2014	6,000,000	-	11.81	0.02%
2013	7,654,353	-	15.11	0.03%
2012	9,266,129	3,167,070	24.61	0.05%



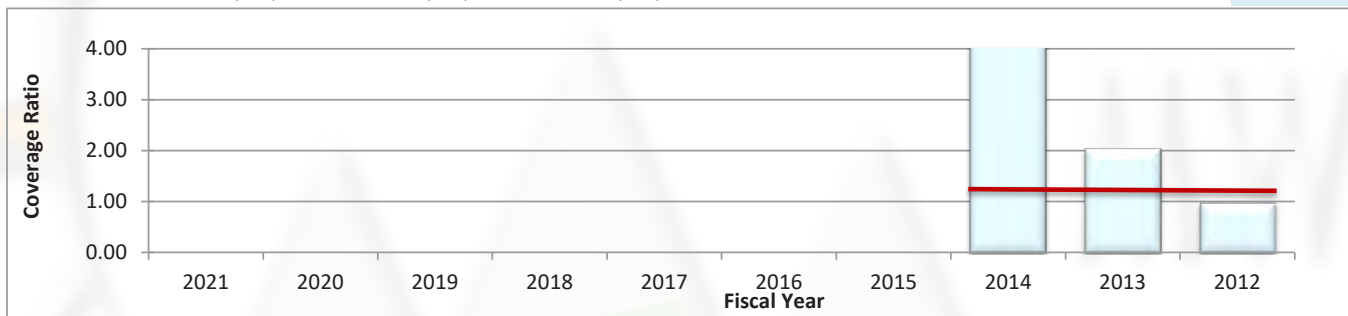
SOURCE: TVMWD - Finance Department

SCHEDULE 9

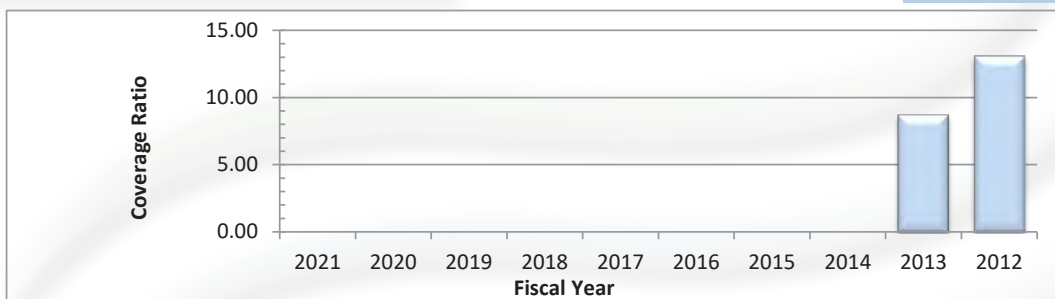
Three Valleys Municipal Water District
Debt Coverage
Last Ten Fiscal Years

2003 COP

Fiscal Year	Revenues ¹	Expenses ²	Net Available Revenue	Debt Service		Total	Coverage Ratio ³
				Principal	Interest		
2021	\$81,402,319	\$78,735,839	\$ 2,666,480	\$ -	\$ -	\$ -	0.00
2020	72,215,790	70,423,525	1,792,265	-	-	-	0.00
2019	70,182,603	67,559,880	2,622,723	-	-	-	0.00
2018	66,505,460	64,694,646	1,810,814	-	-	-	0.00
2017	67,243,154	64,828,844	2,414,310	-	-	-	0.00
2016	57,668,990	55,692,302	1,976,688	-	-	-	0.00
2015	66,619,113	59,059,789	7,559,324	-	-	-	0.00
2014	69,716,076	66,652,107	3,063,969	-	29,787	29,787	102.86
2013	62,100,603	58,098,062	4,002,541	1,850,000	104,599	1,954,599	2.05
2012	53,590,604	51,710,665	1,879,939	1,735,000	166,310	1,901,310	0.99



Fiscal Year	Unencumbered Cash and Cash Equivalents	Debt Service		Total	Coverage Ratio ³
		Principal	Interest		
2021	\$ 3,852,001	\$ -	\$ -	\$ -	
2020	1,568,103	-	-	-	
2019	3,968,050	-	-	-	0.00
2018	1,803,767	-	-	-	0.00
2017	5,068,989	-	-	-	0.00
2016	3,728,324	-	-	-	0.00
2015	2,315,773	-	-	-	0.00
2014	3,509,585	-	-	-	0.00
2013	2,643,326	146,289	156,269	302,558	8.74
2012	3,937,407	139,286	161,543	300,829	13.09



¹ Revenues include operating and non-operating revenues less GSWC interest payments.

² Expenses include operating and non-operating expenses less depreciation, amortization and interest.

³ Bond covenant debt coverage ratio of 1.15 is now 0 because debt has been fully repaid.

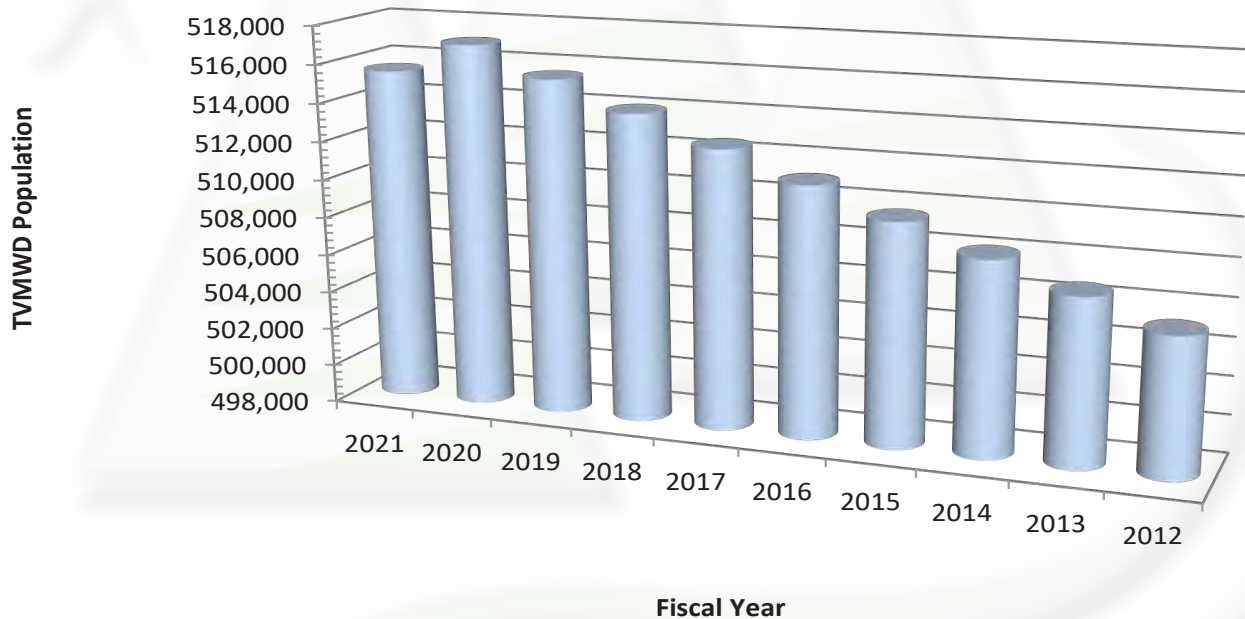
NOTE: Revenues and expenses in prior years may be reclassified to conform to current year presentation.

SOURCE: TVMWD - Finance Department

SCHEDULE 10

Three Valleys Municipal Water District
Demographic and Economic Statistics
Last Ten Fiscal Years

Fiscal Year	TVMWD Population Estimate ¹	County of Los Angeles			
		Unemployment Rate	Population	Personal Income (in thousands)	Personal Income per Capita
2021	515,477	9.3%	10,080,000	620,179,106	60,511
2020	517,066	13.6%	10,382,000	630,904,482	61,557
2019	515,575	4.4%	10,382,000	619,749,000	60,469
2018	514,089	4.6%	10,328,000	602,632,000	58,818
2017	512,607	4.7%	10,278,000	585,515,000	57,168
2016	511,129	5.2%	10,215,000	563,908,000	54,577
2015	509,655	6.6%	10,179,000	549,073,000	53,521
2014	508,186	8.2%	10,125,000	514,517,000	50,730
2013	506,721	9.8%	10,056,400	483,579,000	48,140
2012	505,260	10.9%	9,990,000	486,734,000	48,818



¹ Population estimate is based on TVMWD's population for years 2010 and 2021; the estimate is a percentage of the increase projected for the County of Los Angeles.

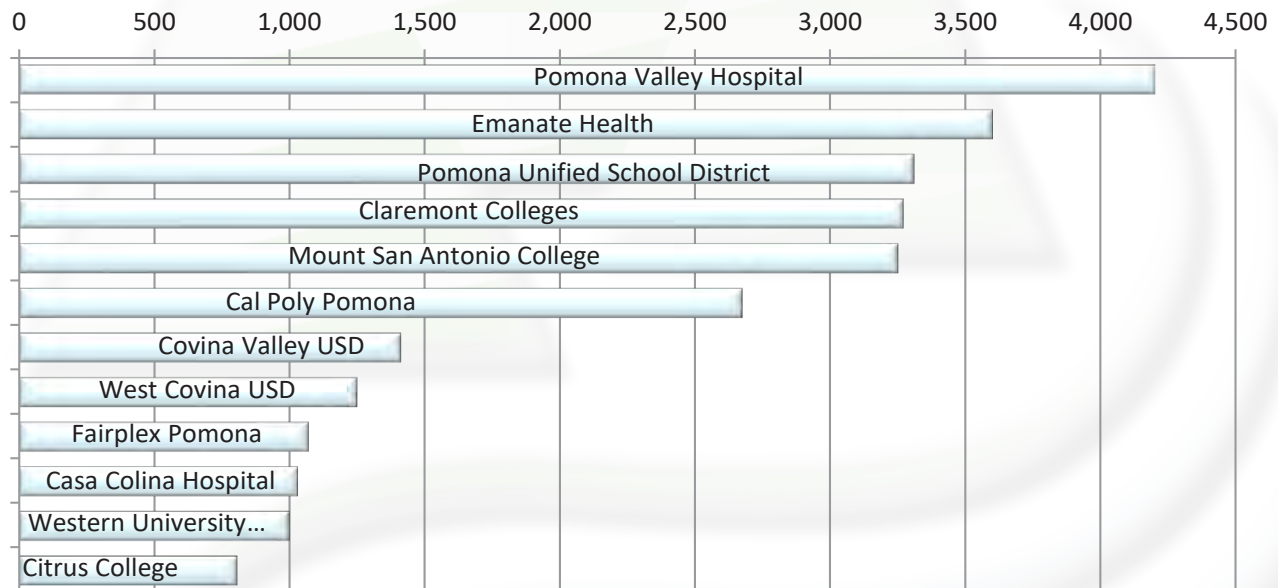
NOTE: Certain economic indicators such as unemployment rate and personal income are not calculated separately for TVMWD. Therefore, TVMWD has chosen to use the County of Los Angeles data, which is representative of the conditions and experiences of TVMWD.

SOURCES: LAEDC 2021 Economic Forecast and Industry Outlook

SCHEDULE 11

Three Valleys Municipal Water District
Principal Employers Changes in Past Ten Years
Calendar Year 2020

Employer	Number of Employees FY 2020	Percentage of Total Employment	Number of Employees FY 2011	Percentage of Total Employment
Pomona Valley Hospital	4,200	2.2%	2,800	1.4%
Emanate Health	3,600	1.8%	3,500	1.8%
Pomona Unified School District	3,310	1.7%	3,076	1.6%
Claremont Colleges	3,270	1.7%	3,000	1.5%
Mount San Antonio College	3,250	1.7%	2,775	1.4%
Cal State Polytechnic University Pomona	2,675	1.4%	2,100	1.1%
Covina Valley Unified School District	1,412	0.7%	1,073	0.6%
West Covina Unified School District	1,251	0.6%	1,492	0.8%
Fairplex Pomona	1,071	0.5%		0.0%
Casa Colina Hospital and Centers	1,031	0.5%		0.0%
Western University of Health Sciences	1,000	0.5%		0.0%
Citrus Community College	807	0.4%	566	0.3%
Lanterman Development Center		0.0%	1,072	0.5%



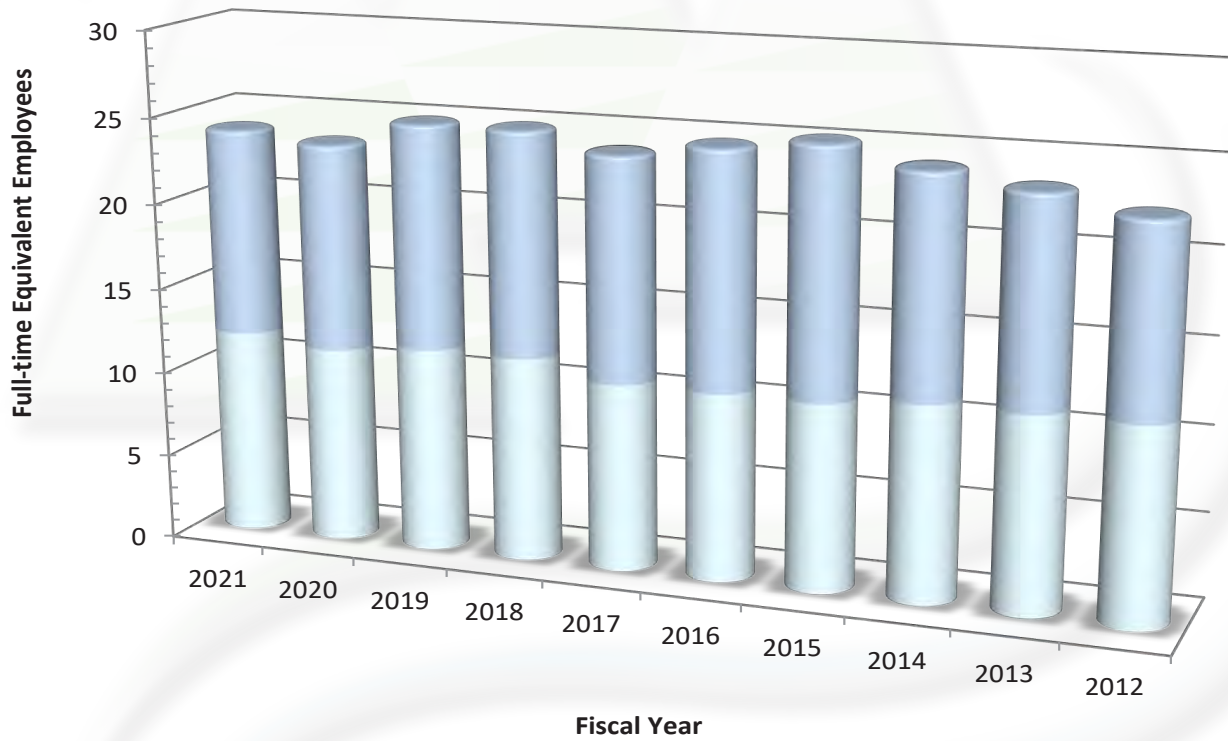
NOTE: The percentage of total employment is based on an estimate of 195,000 jobs in TVMWD's area.

SOURCE: City websites served by TVMWD

SCHEDULE 12

Three Valleys Municipal Water District
 Personnel Trends
 Last Ten Fiscal Years

Fiscal Year	Full-time Equivalent Employees by Department		
	Administration	Operations	TOTAL
2021	12.00	12.00	24.00
2020	11.50	12.00	23.50
2019	12.00	13.00	25.00
2018	12.00	13.00	25.00
2017	11.00	13.00	24.00
2016	11.00	13.75	24.75
2015	11.00	14.33	25.33
2014	11.50	12.75	24.25
2013	11.50	12.00	23.50
2012	11.50	11.00	22.50

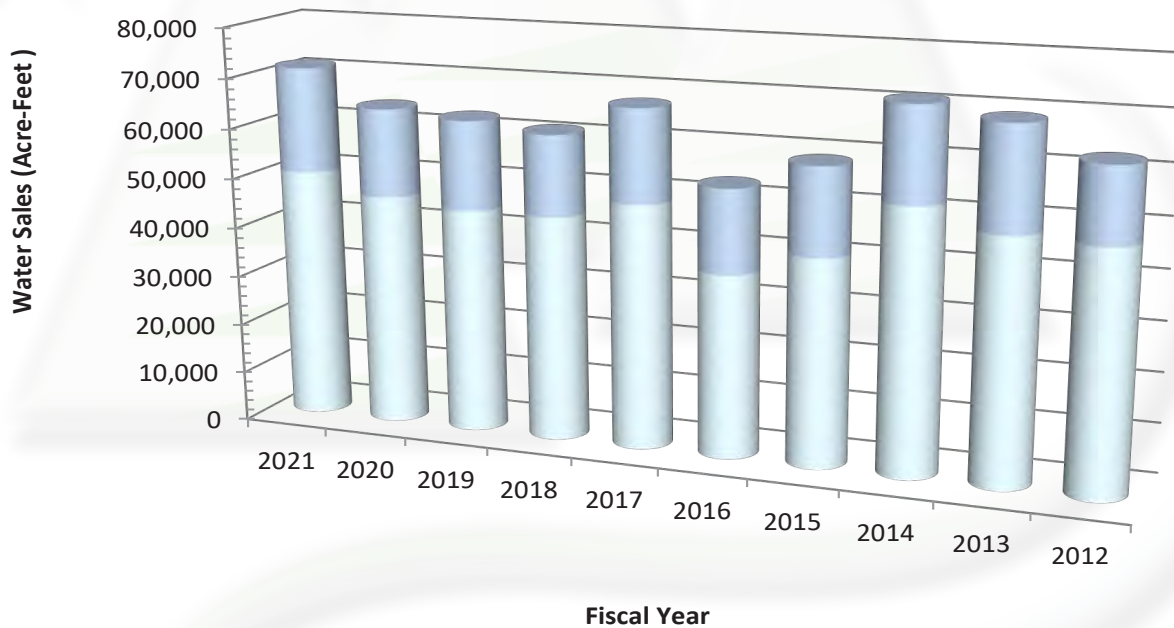


SOURCE: TVMWD - Finance Department

SCHEDULE 13

Three Valleys Municipal Water District
 Water Sales in Acre-Feet
 Last Ten Fiscal Years

Fiscal Year	Total MWD acre-feet sold	Total Miramar acre-feet sold	Total acre-feet sold
2021	50,394	20,989	71,383
2020	46,539	17,660	64,199
2019	45,098	17,865	62,963
2018	45,186	16,191	61,377
2017	49,013	18,591	67,604
2016	36,739	16,710	53,449
2015	41,512	17,458	58,970
2014	52,718	18,791	71,509
2013	48,659	20,508	69,167
2012	47,985	14,870	62,855



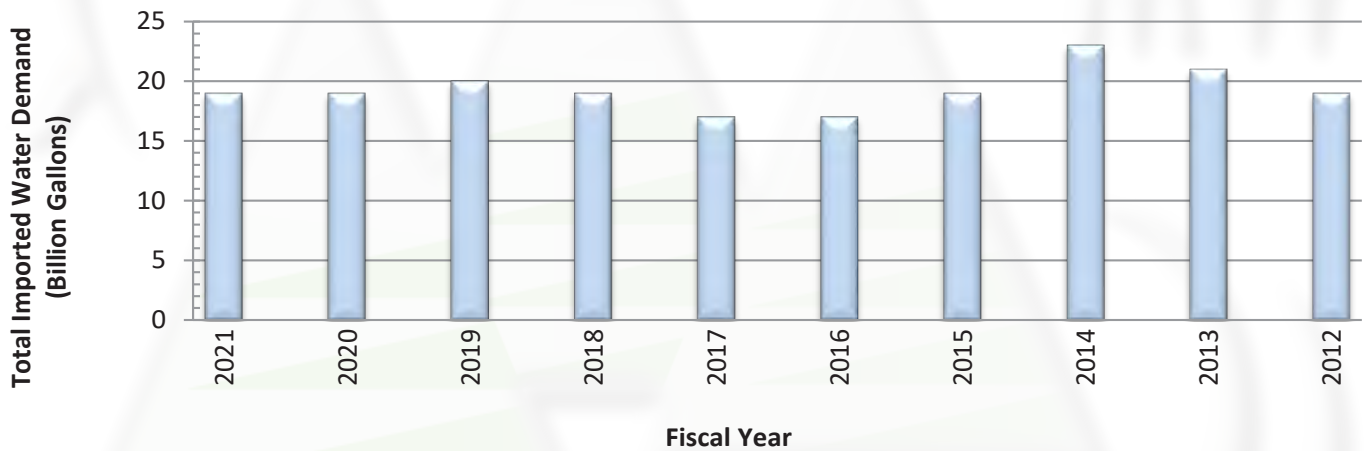
Note: Water Sales will vary depending upon a variety of external factors beyond TVMWD's control such as rainfall, population growth and supply fluctuations.

SOURCE: TVMWD - Finance Department

SCHEDULE 14

Three Valleys Municipal Water District
Miscellaneous Operating Statistics
Last Ten Fiscal Years

	FISCAL YEAR									
	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
TVMWD's SERVICE AREA:										
Number of member agencies	13	13	13	13	13	13	13	13	13	13
Number of cities/communities	16	16	16	16	16	16	16	16	16	16
Approximate Area (in square miles)	133	133	133	133	133	133	133	133	133	133
Number of connections (imported)	20	20	20	20	20	20	20	20	20	20
System capacity										
Imported (Acre-feet)	80,000	80,000	80,000	80,000	80,000	80,000	80,000	80,000	80,000	80,000
Imported (Billion gallons)	26	26	26	26	26	26	26	26	26	26
Water Demand										
Imported (Acre-feet)	58,852	62,998	61,994	59,488	51,660	51,600	57,116	70,061	64,858	59,471
Imported (Billion gallons)	19	19	20	19	17	17	19	23	21	19
Total water demand	58,852	62,998	61,994	59,488	51,660	51,600	57,116	70,061	64,858	59,471



	FISCAL YEAR									
	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
MIRAMAR WATER TREATMENT PLANT AND PIPELINES:										
Length of pipeline (in miles)	10	10	10	10	10	10	10	10	10	10
Annual production (Acre-feet)	19,017	17,660	17,865	16,191	18,591	16,710	17,458	18,791	20,508	14,870
Annual production (billion gallons)	6	5	6	5	6	5	6	6	7	5
Number of connections	13	13	13	13	13	13	12	12	12	12
Hydroelectric Facilities										
Number of generating stations	5	5	5	5	5	5	3	3	3	3

Note: Service area demands are met by MWD and the Miramar Water Treatment Plant and Pipelines.

SOURCE: TVMWD - Finance Department

ACRONYMS AND ABBREVIATIONS

- ACFR – Annual Comprehensive Financial Report
- ACWA/JPIA – Association of California Water Agencies /Joint Power Insurance Authority
- AF – Acre-Feet
- AFY – Acre-Feet per Year
- CalPERS – California Public Employees Retirement System
- DWR – Department of Water Resources
- EDU – Equivalent Dwelling Unit
- FY – Fiscal Year
- GASB – Governmental Accounting Standards Board
- GDP – Gross Domestic Product
- GFOA – Government Finance Officers Association
- GPM – Gallons per Minute
- GSWC – Golden State Water Company
- IRP – Integrated Water Resources Plan
- JWL – Joint Water Line
- LAEDC – Los Angeles County Economic Development Corporation
- LAIF – Local Agency Investment Fund
- MWD – Metropolitan Water District of Southern California
- NRSROs – Nationally Recognized Statistical Rating Organizations
- OPEB – Other Post-Employment Benefits
- PERL – Public Employees’ Retirement Law
- RTS – Readiness-to-Serve
- S&P – Standard & Poor’s
- SDLF – Special District Leadership Foundation
- SEC – Securities and Exchange Commission
- SGV-COG – San Gabriel Valley Council of Governments
- SGVMWD – San Gabriel Valley Municipal Water District
- TVMWD – Three Valleys Municipal Water District
- UWMP – Urban Water Management Plan

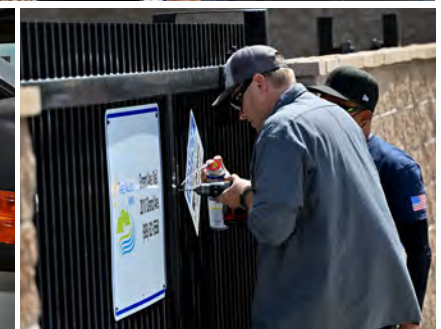


EVENTS AND ACTIVITIES

TREATMENT PLANT VIRTUAL TOUR VIDEO



EARTH DAY ARTICLE



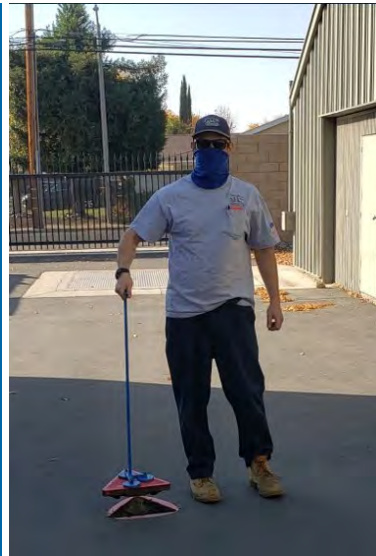
SHUTDOWN



DISTRICTS 2, 4, 5, 6, 7 ADMINISTRATION OF OATH



**Mr. Ryan Sonnenberg
is the recipient of the
JPIA H.R. LaBounty
Safety Award - Fall 2020**



**THREE VALLEYS MUNICIPAL WATER DISTRICT
1021 EAST MIRAMAR AVENUE
CLAREMONT, CALIFORNIA 91711-2052**

**PHONE: (909) 621-5568
FAX: (909) 625-5470**


www.threevalleys.com





Board of Directors Staff Report

To: TVMWD Board of Directors

From: Matthew H. Litchfield, General Manager 

Date: October 20, 2021

Subject: **Reserve Schedule for Fiscal Year Ended June 30, 2021**

<input checked="" type="checkbox"/> For Action	<input type="checkbox"/> Fiscal Impact	\$
<input type="checkbox"/> Information Only	<input type="checkbox"/> Funds Budgeted:	

Staff Recommendation:

Staff recommends board approval of the attached Reserve Schedule for Fiscal Year Ended June 30, 2021

Background:

Attached for Board review is the Reserves Schedule as of June 30, 2021 presented as prescribed by GASB Statement No. 54 *Fund Balance Reporting and Governmental Fund Type Definitions*. GASB 54 presentation is not required, however tracking fund balance in this manner provides greater visibility as to the level of fund balance available for use. GASB 54 establishes fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in governmental funds. The hierarchy of five possible classifications of fund balance is:

- Nonspendable – Amounts that cannot be spent due to form.
- Restricted – Amounts constrained for a specific purpose by external parties, constitutional provision or enabling legislation.
- Committed (Reserved for Encumbrance) – Amounts constrained for a specific purpose by a government using its highest level of decision-making authority.
- Assigned (Board Designated) – Amounts intended for specific purposes.
- Unassigned – The residual fund balance.

The Board has control primarily over Committed, Assigned and Unassigned.

Discussion:

Committed (Reserved for Encumbrance):

The Reserved for Encumbrance category reflects the final reconciliation for all encumbered projects that were completed or are still in progress.

- \$42,585 remains from projects completed or that will not continue on as of June 30, 2021. As has been done in the past, staff is proposing to return those funds to the Capital Asset Reserve category.
- \$307,921 remains from projects that are incomplete as of June 30, 2021. Staff recommends carrying these funds forward to FY 21-22 to finish the projects.

Assigned (Board Designated):

- All categories are within goal limits except Board Elections. Board Elections reserves will be replenished to the lower goal just as we pay for the next elections.
- Total Board Designated and Unassigned reserves are above the \$10 million goal for Emergency reserves. Based on our adopted budget for FY 21-22, this should further improve during this year.
- Lower and upper goal limits are updated annually with the revised strategic plan.

Strategic Plan Objective(s):

3.1 – Utilize and comply with a set of financial policies to maintain TVMWD’s financial health

3.3 – Be accountable and transparent with major decisions

Attachment(s):

Exhibit A – FY 20-21 Final Reserve Schedule

Meeting History:

None

NA/JL

Item 8.B - Exhibit A

TVMWD RESERVES SCHEDULE

FUND BALANCE	June 30, 2020 BALANCE	SOURCES	USES	TRANSFERS	Year End Allocation	June 30, 2021 BALANCE
NONSPENDABLE						
Deposits	\$ 8,976	-	-	-	-	\$ 8,976
Invested in Capital Assets net of related debt	32,705,438	2,264,610	(1,684,034)	-	-	33,286,014
	\$ 32,714,414	\$ 2,264,610	\$ (1,684,034)	\$ -	\$ -	\$ 33,294,990

June 30, 2022
BALANCE

RESERVE GOAL

RESTRICTED						
Restricted for debt service	\$ 649,072	235,968	-	-	-	\$ 885,040
	\$ 649,072	\$ 235,968	\$ -	\$ -	\$ -	\$ 885,040

RESERVED FOR ENCUMBRANCE						
Vehicle Replacement	\$ -	40,000	-	(40,000)	-	\$ -
SCADA Modification & Upgrades	100,170	-	(100,170)	-	-	-
Admin Bldg Improvements	-	66,000	(65,637)	-	(363)	(0)
Bldg Modifications-Bathroom Upgrades	68,072	-	(53,167)	(11,414)	(3,491)	(0)
Filter Aid System Upgrades	30,000	-	-	-	-	30,000
Carpet Replacement	17,952	-	(17,952)	-	-	-
CIP- Well - Grand Ave. Claremont	-	-	(41,414)	41,414	-	(0)
MiraGrand Well	-	1,700,000	(1,563,456)	-	-	136,544
Miramar Plant-Alternative Disinfectn	124,167	-	-	(100,000)	(24,167)	-
Backwash Pond Gate Valves	36,100	-	(36,100)	-	-	-
AWIA Project	20,000	-	(20,000)	-	-	-
Emergency Electrical Upgrades	-	-	(55,470)	75,000	-	19,530
Well #1 Rehabilitation	-	200,000	(183,154)	(5,000)	-	11,847
Emerald Relocation	-	20,000	-	40,000	-	60,000
PM-27 Connection	-	25,000	-	-	-	25,000
PM-29 Connection	-	25,000	-	-	-	25,000
Chemical Area Cover Structures	-	60,000	(45,436)	-	(14,564)	0
	\$ 396,461	\$ 2,136,000	\$ (2,181,956)	\$ -	\$ (42,585)	\$ 307,921

BOARD DESIGNATED						
Board Elections	\$ 121,818	38,182	(364,951)	205,000	195,000	\$ 195,049
Water Management	200,000	-	-	(200,000)	-	-
Water Rate Stabilization	1,353,755	-	-	-	-	1,353,755
Capital Asset R/R	5,509,584	-	-	-	42,585	5,552,169
Opportunity	2,350,000	-	-	-	-	2,350,000
Employee Benefits	378,237	200,000	(200,000)	-	-	378,237
Spadra Basin - Future Groundwater Project	-	232,000	-	-	-	232,000
Emergency	-	-	-	-	-	-
	\$ 9,913,394	\$ 470,182	\$ (564,951)	\$ 5,000	\$ 237,585	\$ 10,061,210

\$ 285,049
-
1,353,755
6,243,978
2,350,000
378,237
-
-
\$ 10,611,019

Lower	Upper
\$ 375,000	\$ 500,000
-	-
1,200,000	1,800,000
4,800,000	10,400,000
2,000,000	3,000,000
-	3,800,000
-	-
\$ 8,375,000	\$ 19,500,000

UNASSIGNED						
General	\$ 121,384	326,599	-	(5,000)	-	\$ 442,983
	\$ 121,384	\$ 326,599	\$ -	\$ (5,000)	\$ -	\$ 442,983

\$ 433,991
\$ 433,991

TOTAL FUND BALANCE	\$ 43,794,725	\$ 44,992,143
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