



PALMDALE WATER DISTRICT

A CENTURY OF SERVICE

BOARD OF DIRECTORS

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DENNIS D. LaMOREAUX
General Manager

ALESHIRE & WYNDER LLP
Attorneys

May 26, 2022

AGENDA FOR A MEETING OF THE FINANCE COMMITTEE OF THE PALMDALE WATER DISTRICT TO BE HELD AT 2029 EAST AVENUE Q, PALMDALE OR VIA TELECONFERENCE

Committee Members: Don Wilson-Chair, Gloria Dizmang

FOR THE PUBLIC: VIA TELECONFERENCE ONLY

DIAL-IN NUMBER: 571-748-4021 ATTENDEE PIN: 398-479-615#

Submit Public Comments at: <https://www.gomeet.com/398-479-615>

TUESDAY, MAY 31, 2022

3:00 p.m.

NOTE: To comply with the Americans with Disabilities Act, to participate in any Board meeting please contact Dawn Deans at 661-947-4111 x1003 at least 48 hours prior to a Board meeting to inform us of your needs and to determine if accommodation is feasible.

Agenda item materials, as well as materials related to agenda items submitted after distribution of the agenda packets, are available for public review at the District's office located at 2029 East Avenue Q, Palmdale (Government Code Section 54957.5). Please call Dawn Deans at 661-947-4111 x1003 for public review of materials.

PUBLIC COMMENT GUIDELINES: The prescribed time limit per speaker is three-minutes. Please refrain from public displays or outbursts such as unsolicited applause, comments, or cheering. Any disruptive activities that substantially interfere with the ability of the District to carry out its meeting will not be permitted, and offenders will be requested to leave the meeting. (PWD Rules and Regulations, Appendix DD, Sec. IV.A.)

Each item on the agenda shall be deemed to include any appropriate motion, resolution, or ordinance to take action on any item.

- 1) Roll call.
- 2) Adoption of agenda.
- 3) Public comments for non-agenda items.
- 4) Action Items: (The public shall have an opportunity to comment on any action item as each item is considered by the Committee prior to action being taken.)



- 4.1) Consideration and possible action on approval of minutes of meeting held April 26, 2022.
- 4.2) Consideration and possible action to recommend the adoption of a resolution authorizing the formation of a Community Facilities District under the Bond Opportunities for Land Development (BOLD) Program. (General Manager LaMoreaux)
- 4.3) Discussion and overview of Cash Flow Statement and Current Cash Balances as of April 2022. (Financial Advisor Egan)
- 4.4) Discussion and overview of Financial Statements, Revenue, and Expense and Departmental Budget Reports for April 2022. (Finance Manager Hoffmeyer)
- 4.5) Discussion and overview of committed contracts issued. (Finance Manager Hoffmeyer)
- 5) Reports.
 - 5.1) Finance Manager Hoffmeyer:
 - a) The effect of COVID-19 event.
 - b) Revenue projections.
 - 5.2) Financial Advisor Egan:
 - a) Debt Service Coverage status.
 - 5.3) Other.
- 6) Board members' requests for future agenda items.
- 7) Date of next Committee meeting.
- 8) Adjournment.



DENNIS D. LaMOREAUX,
General Manager

DDL/dd

**PALMDALE WATER DISTRICT
BOARD MEMORANDUM**

DATE: May 23, 2022 May 31, 2022
TO: FINANCE COMMITTEE **Finance Committee Meeting**
FROM: Mr. Dennis D. LaMoreaux, General Manager
RE: ***AGENDA ITEM NO. 4.2 – CONSIDERATION AND POSSIBLE ACTION TO RECOMMEND THE ADOPTION OF A RESOLUTION AUTHORIZING THE FORMATION OF A COMMUNITY FACILITIES DISTRICT UNDER THE BOND OPPORTUNITIES FOR LAND DEVELOPMENT (BOLD) PROGRAM. (GENERAL MANAGER LaMOREAUX)***

Recommendation:

Staff has no recommendation on this item.

Background:

District policy requires developers to pay all water-related development fees prior to the start of construction.

The District has been contacted by Piper Sandler & Co. requesting the District enter into a Joint Community Facilities Agreement for the formation of a Community Facilities District (CFD) in connection with the Bond Opportunities for Land Development (BOLD) Program. This Program offers financing flexibility for developers for payment of fees within a CFD.

Strategic Plan Initiative/Mission Statement:

This item is under Strategic Initiative No. 5 – Regional Leadership.
This item does not directly relate to the District’s Mission Statement.

Budget:

This item will not affect the budget.

Supporting Documents:

- BOLD Program PowerPoint presentation
- Piper Sandler & Co. draft staff report outlining the BOLD Program and a Joint Community Facilities Agreement
- Piper Sandler & Co. draft resolution
- Piper Sandler & Co. draft California Municipal Finance Authority Joint Community Facilities Agreement

BOND OPPORTUNITIES FOR LAND DEVELOPMENT

BOLD Program



Background Bond Opportunities for Land Development (BOLD)

The BOLD Program

What is the BOLD Program and why is it being offered?

- Bond Opportunities for Land Development (BOLD) is a financing program offered by the California Municipal Financing Authority (CMFA) that allows for the financing of public infrastructure and impact fees for development projects.
- Any public agency can participate in the BOLD program, which offers low-cost, tax-exempt financing for development projects.
- To facilitate the program, Community Facilities Districts (CFDs) will be formed, managed and administered by CMFA, and minimal public agency efforts will be required in the process. The formation of a CFD will not necessitate the issuance of bonds or payment of debt service until a project is ready to issue debt.
- A CFD may be formed for a project with bonds issued at a later time when it best meets the project's development timeline.
- Bonds will be issued at multiple times throughout the year and may include more than one CFD, offering the advantage and option of low-cost, pooled financing



The BOLD Program

Community Facilities District Basics



Under the **BOLD Program**, CMFA will create **Community Facility Districts** to finance eligible improvements and local agency fees.

Eligible improvements are extremely flexible and include:

- Streets and Sidewalks
- Sewer and Water Treatment Capacity
- Water and Sewer Lines
- Flood Control
- Parks
- Open Space
- Street Lighting
- School Facilities

Additionally, the **BOLD Program** allows for the financing of fees, including:

- City and/or County Fees (may require agreement)
- School Fees (requires an agreement with the school district)
- Special District Fees (requires agreement)

The **BOLD Program** also allows for the ongoing funding of services.



The BOLD Program

Local Agency Requirements

- A Local Agency is required to become a Member of CMFA (CMFA Membership is free)
- Local Agency may have a consultant review the financing plan to ensure that it meets with the Local Agency's Goals and Policies
- The Local Agency adopts a Resolution consenting to use BOLD
([Sample Resolutions are available from Jones Hall](#))
- Jones Hall will approve the eligibility of improvements and fees based on consultation with Local Agency
- An acquisition agreement will be executed between the Local Agency and CMFA to reimburse the developer for public improvements and/or fees
- The Local Agency will accept completed improvements and/or fees, and requisition of funds



The BOLD Program

Minimum Requirements to Participate:

- **Minimum size of \$500,000**
- **Required deposit to pay for formation of the CFD**
- **While a CFD can be formed, bond issuance will typically need to meet the following conditions:**
 - Project must have all discretionary development entitlements
 - Tax burden (including all other taxes) cannot exceed 2% of the estimated value of the home
 - Value of the property must be at least 4 times the bond lien and other overlapping debt
 - Project must meet the goals and policies of the local jurisdiction



The BOLD Program

CFD Formation Steps

- Developer submits application for their project to participate in BOLD

An Application for the program is available as a downloadable Word document that can be filled out and submitted to CMFA.

- BOLD team works with applicant and local agencies to determine which facilities and impact fees are eligible to be funded with tax-exempt bond proceeds or, if needed, taxable bonds

Tax-exemption - Fees must be used on eligible capital projects and be expended within 3 years

- Local Agency agrees to approve the project's participation in BOLD

Local Agency does not issue debt or provide ongoing administration and continuing disclosure documents

- Developer provides deposit to CMFA to pay for formation of the CFD

- Special tax consultant drafts the Rate and Method of Apportionment and prepares CFD boundary map

- CFDs are established by CMFA and special taxes are billed in CMFA's name

- Formation proceedings are conducted by CMFA

- Public hearing and landowner vote are conducted by CMFA

- CFDs can be formed in as little as 3 months

The BOLD Program

Bond Issuance Steps

- Once the CFD is formed and special tax is authorized to be levied, Bonds can be issued
- Bonds can be issued shortly after CFD formation or after an extended period of time depending on needs of project and status of development
- Bonds for larger CFDs may be issued on a stand-alone basis
- Most smaller CFDs (in terms of units and amount borrowed) will be issued as part of a Pooled Bond Funding Program – bonds for multiple CFDs issued through a single bond issue
- CMFA authorizes the sale of the bonds and issues bonds upon request
- CMFA approves Bond and disclosure documents
- Bonds are marketed and sold to investors by Piper Sandler
- Financing is closed and funds are delivered to pay infrastructure costs and impact fees

BOLD UPDATE

BOLD Program Status

- **CMFA approves BOLD Funding Program – May 2018**
- **Placer County approves BOLD for all CFDs within the County – Sept. 2018**
 - ✓ Large stand-alone CFD formed for initial project in Placer County– January 2019
 - ✓ Multiple smaller CFDs formed subsequently
 - ✓ Formation of additional stand-alone CFDs currently ongoing
- **Multiple local governments approve use of BOLD – 2019-2021 (see attached maps)**
- **First pooled bond issue – January 2020**
- **Second pooled bond issue – December 2020**
- **Third pooled bond issue - May 2021**
- **Fourth pooled bond issue – December 2021**
- **Two Stand-Alone bond issues – September 2021 and December 2021**
- **Eight transactions planed for 2022**

Developer Projects

Yuba County

- River Oaks South CFD

City of Roseville

- Liberty Village
- Diamond Creek

City of Rocklin

- Sierra Pine
- Granite Bluff
- Rocklin Meadows

City of Elk Grove

- Madeira Meadows
- Milestone
- Mendes

City of Merced

- University Village

Jurupa Area Recreation and Park District

- RC Hobbs
- Emerald Ridge

City of Chula Vista

- Otay Ranch

Town of Truckee

- Coldstream
- Raleys Project
- Truckee Railyard
- Soaring Ranch

Placer County

- Placer Vineyards
- Placer Vineyards Project 19
- Morgan Knolls
- Property 4B
- Property 7
- Property 19
- PV 400
- Bickford Ranch
- Greyhawk III
- Eureka

City of Lincoln

- Twelve Bridges
- Greyson

Sacramento County

- Barrett Ranch East

City of Riverbank

- Crossroads West Specific Plan

City of Modesto

- Tivoli

City of Lancaster

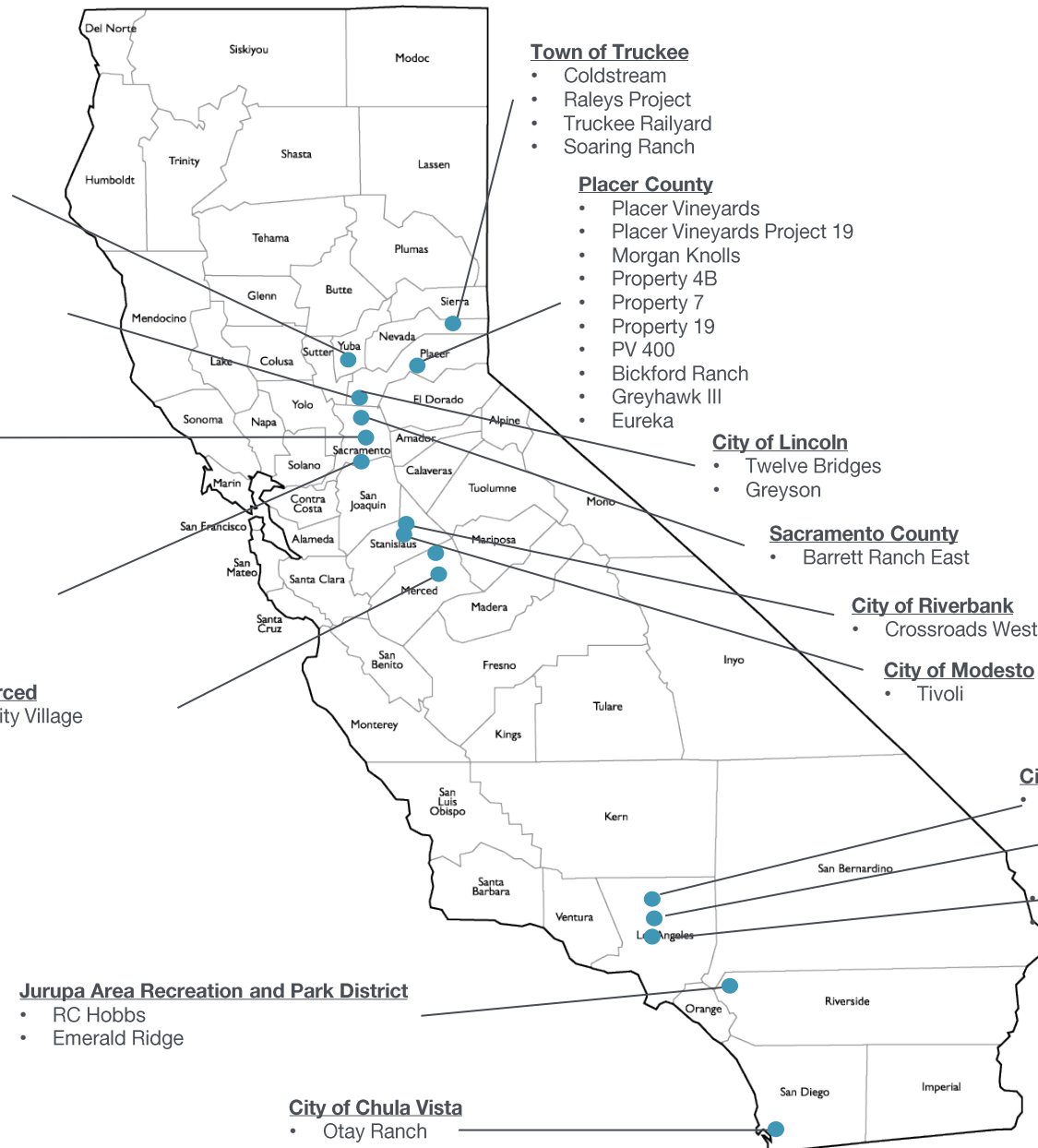
- Pacific Palacio

City of Palmdale

- Creekside Wildflower

Santa Clarita Valley Water District

- Spring Canyon



CFD Formations

Formed CFDs							
CFD Number	CFD Parenthetical	Improvement Area	Project	Developer	Bonds Sold?	Pooled or Stand Alone	Series
CFD No. 2019-1	(County of Placer - Placer Vineyards)	IA No. 1	Property 4B	LDK-AREP	No	Stand Alone	
CFD No. 2019-1	(County of Placer - Placer Vineyards)	IA No. 2	Property 7	West Coast Housing Partners	No	Stand Alone	
CFD No. 2019-1	(County of Placer - Placer Vineyards)	IA No. 3	Property 19	AKT/Lennar	No	Stand Alone	
CFD No. 2019-2	(Town of Truckee - Coldstream)	IA No. 1 to No. 3	Coldstream	Teichert	Yes	Pooled	IA 1 Series 2021A
CFD No. 2019-3	(City of Elk Grove - Milestone)	N/A	Milestone	Taylor Morrison	Yes	Pooled	Series 2020A
CFD No. 2019-4	(City of Roseville - Liberty Village)	N/A	Liberty Village	Taylor Morrison	Yes	Pooled	Series 2020A
CFD No. 2019-5	(City of Roseville - Diamond Creek)	N/A	Diamond Creek	Lennar	Yes	Pooled	Series 2020A
CFD No. 2019-6	(County of Placer - Eureka at Granite Bay)	N/A	Carnelian	Blue Mountain Inc	Yes	Pooled	Series 2020A
CFD No. 2020-1	(City of Rocklin - Sierra Pine)	N/A	Sierra Pine	Lewis Communities	Yes	Pooled	Series 2021C
CFD No. 2020-2	(Town of Truckee – Truckee Railyard)	IA No. 1	Truckee Railyard	Holliday Development	No	Pooled	
CFD No. 2020-3	(City of Elk Grove – Madeira Meadows)	IA No.1	Madeira Meadows	Taylor Morrison	Yes	Pooled	Series 2020B
CFD No. 2020-3	(City of Elk Grove – Madeira Meadows)	IA No.2	Madeira Meadows	Taylor Morrison	Yes	Pooled	Series 2021A
CFD No. 2020-4	(County of Sacramento – Barrett Ranch East)	IA No. 1	Barrett Ranch East	Lennar	Yes	Pooled	Series 2020B
CFD No. 2020-4	(County of Sacramento – Barrett Ranch East)	IA No. 2	Barrett Ranch East	Lennar	Yes	Stand Alone	BRE 2021 Series
CFD No. 2020-5	(City of Rocklin – Granite Bluff)	N/A	Granite Bluff	Lennar	Yes	Pooled	Series 2020B
CFD No. 2020-6	(County of Placer - PV400)	Tax Zone 1	PV 400	Lennar	Yes	Stand Alone	PV400 2021 Series
CFD No. 2020-7	(City of Elk Grove - Mendes)	N/A	Mendes	Reynen & Bardis Construction	Yes	Pooled	Series 2021C
CFD No. 2020-8	(County of Placer – Eureka Grove)	N/A	Eureka Grove	Patterson Family Trust	Yes	Pooled	Series 2021A
CFD No. 2020-10	(City of Lincoln – Twelve Bridges)	N/A	Twelve Bridges	Taylor Morrison	Yes	Pooled	Series 2021A
CFD No. 2021-1	(County of Yuba – River Oaks South)	IA No. 1 -3	River Oaks South	TRI	Yes	Pooled	Series 2021B
CFD No. 2021-2	(City of Rancho Cordova - Douglas 98)	N/A	Douglas 98	Woodside Homes	Yes	Pooled	Series 2021A
CFD No. 2021-3	(Town of Truckee – Soaring Ranch)	N/A	Soaring Ranch		No	Pooled	
CFD No. 2021-4	Jurupa Area Park and Recreation District (Canal Street)	N/A	Canal Street	Sequanota Partners	No	Pooled	
CFD No. 2021-5	(City of Lincoln – Greyson)	N/A	Greyson	Beazer	Yes	Pooled	Series 2021A
CFD No. 2021-6	(West Sacramento - The Rivers)	IA No.1	The Rivers	Richland Communities	No	Pooled	
CFD No. 2021-7	(County of Placer - Auburn Douglas Duets)	N/A	Auburn Douglas Duets	Premier Homes	Yes	Pooled	Series 2021C
CFD No. 2021-8	(City of Lancaster - Pacific Palacio)	N/A	Pacific Palacio	Pacific Communities	No	Pooled	
CFD No. 2021-9	(County of Placer - Bickford Ranch)	N/A	Bickford Ranch	Lennar	No	Stand Alone	
CFD No. 2021-11	(City of Chula Vista - Otay Ranch Village 8 West)	N/A	Otay Ranch Village	Home Fed	No	Stand Alone	
CFD No. 2021-12	(Placer County - The Glen at Granite Bay)	N/A	The Glen at Granite Bay	Blue Mountain Inc	Yes	Pooled	Series 2021C
CFD No. 2021-13	City of Lincoln - Esplanade Turkey Creek	N/A	Turkey Creek	Taylor Morrison	No	Stand Alone	
CFD No. 2021-15	Placer County - Rancho Del Oro	N/A	Rancho Del Oro	Tsakopoulos Investments, LLC	No	Pooled	
CFD No. 2021-16	City of Fairfield - Monte Verde	N/A	Monte Verde	Century Communities	No	Pooled	Series 2022A
CFD No. 2021-17	SCVWA - Spring Canyon	N/A	Spring Canyon	Raintree	No	Stand Alone	
CFD No. 2021-18	JARPD - Montecito Hudson	N/A	Montecito	RC Hobbs	No	Pooled	
CFD No. 2021-19	(City of Rancho Cordova - Douglas 98 Phase 3)	N/A	Douglas 98, Phase 3	Woodside Homes	No	Pooled	Series 2022A

Completed & Projected Issuance

BOLD Issuance	Sale Date	Par Amount	True Interest Cost	CFDs in Pool	Value-to-Lien	Represented Jurisdictions
Series 2020A	Feb 11, 2020	\$7,685,000	3.395%	Four	5.39:1	City of Elk Grove City of Roseville County of Placer
Series 2020B	Oct 21, 2020	\$16,780,000	3.802%	Three	4.70:1	City of Elk Grove City of Roseville County of Placer
Series 2021A And 2021A-T	May 26, 2021	\$22,015,000	3.410% - Tax Exempt 4.471% - Taxable	Six	5.62:1	Town of Truckee City of Elk Grove County of Placer City of Lincoln City of Rancho Cordova
Series 2021B	9/30/2021	\$7,150,000	3.350%	One CFD, three Improvement Areas	5.10:1	Yuba County
Series 2021 (PV 400)	10/21/2021	\$4,450,000	3.326%	One	17.27: 1	County of Placer
Series 2021C	12/2/2021	\$16,245,000	3.472%	Four	6.37: 1	City of Rocklin City of Elk Grove County of Placer
Series 2021 (Barrett Ranch East)	12/7/2021	\$9,110,000	3.390%	One	4.00:1	Sacramento County

Completed & Projected Issuance



CMFA BOLD 2020A

\$7,685,000

Sole Manager

Special Tax
Revenue Bonds

February 2020



CMFA BOLD 2020B

\$16,780,000

Sole Manager

Special Tax
Revenue Bonds

October 2020



CMFA BOLD 2021A and 2021A-T (Taxable)

\$19,220,000 (2021A) and \$2,795,000

(2021A-T)

Sole Manager

Special Tax
Revenue Bonds

May 2021



CMFA BOLD 2021B

\$7,150,000

Sole Manager

Special Tax
Revenue Bonds

September 2021



CMFA BOLD 2021 CFD 2020-6 (PV 400)

\$4,450,000

Sole Manager

Special Tax
Revenue Bonds

September 2021



CMFA BOLD 2021C

\$16,245,000

Sole Manager

Special Tax
Revenue Bonds

December 2021



CMFA CFD 2020-4 (Barrett Ranch East)

\$9,110,000

Sole Manager

Special Tax
Revenue Bonds

December 2021

The BOLD Program

Summary

- **BOLD has been underway for approximately 3 years**

- **Cost-effective and timely alternative to provide CFD financing for smaller projects**
 - Flexibility on special tax rates and structure; no benefit finding required**
 - Ability to fund school fees**

- **Multiple local governments have approved the use of BOLD**

- **Understanding of impact fees that can and cannot be funded with tax-exempt bond proceeds – streamlining the application approval process**

- **Since 2020, approximately \$83.43 million in bonds have been issued for 20 separate projects**
 - **For 2022, a total of 8 transactions are anticipated for a par amount of approximately \$100 million (2 pooled transactions and 6 stand alone transactions).**

- **BOLD team is happy to talk through any project prior to application**

APPENDIX A

The BOLD Financing Team

The BOLD Program

An Introduction to the Financing Team

In creating the BOLD Program, CMFA has brought together a talented team with expertise in development finance



JONES HALL

Bond and Disclosure Counsel

- Draft formation documents
- Draft bond documents
- Prepare disclosure document

Piper Sandler

Banking and Underwriting

- Review Rate & Method of Apportionment
- Structure bonds
- Market and Sell bonds to investors

KGPF

Special Tax Consultant (Southern California)

- Prepare CFD boundary maps
- Prepare Rate & Method of Apportionment
- CFD Administration
- Continuing Disclosure

Goodwin Consulting Group

Special Tax Consultant (Northern California)

- Prepare CFD boundary maps
- Prepare Rate & Method of Apportionment
- CFD Administration
- Continuing Disclosure

The BOLD Program

Jones Hall Credentials

- Jones Hall is a leading California municipal finance law firm
 - 40 years exclusively serving as bond and disclosure counsel
- Leading bond and disclosure counsel for Community Facilities Districts
- Firm assisted in drafting legislation contained in the Mello-Roos law
- Jones Hall works with many of the largest issuers of Mello-Roos bonds
- Since inception of the Mello-Roos law, Jones hall has worked on hundreds of CFDs funding fees and infrastructure for cities, school districts, water districts, counties and other issuers



The BOLD Program

Piper Sandler Credentials

- Piper Sandler is a top underwriter of municipal bonds
 - Ranked #2 in California by number of issues underwritten
 - Piper Sandler consistently ranks as one of the top underwriters of negotiated California land-secured bonds
- Due to our active involvement with California land-secured transactions, our sales force maintains strong relationships with the investors who purchase these types of bonds and is accustomed to marketing these unique credits
- The Piper Sandler Team has extensive experience pooling both CFD financings as well as other types of California municipal transactions
- Dedicated Municipal High Yield Marketing Group that has developed alternative distribution channels for land-secured bonds, most notably high net worth developers and real estate professionals who are comfortable with these types of credits

Negotiated, Long Term California CFD/AD Rankings (by # of Issues)			
Year	Rank	Par (\$ mm)	# of Issues
2013	#2	240.8	14
2014	#2	230.0	9
2015	#2	410.3	16
2016	#2	394.9	11
2017	#2	208.6	15
2018	#2	486.4	23
2019	#2	189.4	22
2020	#2	231.0	19
2021	#2	338.0	34
Total		\$2,729.4	163

Source: SDC/Thomson Reuters.

PIPER | SANDLER

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Piper Sandler is providing the information contained herein for discussion purposes only in anticipation of being engaged to serve as underwriter or placement agent on a future transaction and not as a financial advisor or municipal advisor. In providing the information contained herein, Piper Sandler is not recommending an action to you and the information provided herein is not intended to be and should not be construed as a “recommendation” or “advice” within the meaning of Section 15B of the Securities Exchange Act of 1934. Piper Sandler is not acting as an advisor to you and does not owe a fiduciary duty pursuant to Section 15B of the Exchange Act or under any state law to you with respect to the information and material contained in this communication. As an underwriter or placement agent, Piper Sandler’s primary role is to purchase or arrange for the placement of securities with a view to distribution in an arm’s-length commercial transaction, is acting for its own interests and has financial and other interests that differ from your interests. You should discuss any information and material contained in this communication with any and all internal or external advisors and experts that you deem appropriate before acting on this information or material.

The BOLD Program

Koppel & Gruber Public Finance (KGPF) Credentials

- Koppel & Gruber Public Finance will work with the BOLD Team to help in the formation and administration of Community Facilities Districts
- Koppel & Gruber Public Finance brings over 50 years of combined Community Facilities District formation and administration experience to the BOLD Program
- Koppel & Gruber Public Finance is a leading special tax consulting firm in Southern California, specializing in working with cities, school districts, counties, water districts, park & recreation districts and other public agencies
- Koppel & Gruber Public Finance specializes in Community Facilities District Formation and Administration. They will work with the financing team to create CFD boundary maps and structure the rate and method of apportionment to fit the goals of the project



The BOLD Program

Goodwin Consulting Group, Inc. Credentials

- **Goodwin Consulting Group (GCG) will work with the BOLD team to help in the formation and administration of Community Facilities Districts**
- **GCG principals represent over 100 years of combined experience and are recognized in the industry as experts on CFD financing**
- **GCG is the leading special tax consulting firm in Northern California, known for developing creative solutions to complex financings and facilitating agreement between the public and private sectors**
- **GCG administers CFDs throughout California and designs special tax formulas that protect revenues securing debt service payments, ensure ease of administration, and avoid complaints from homeowners and property owners**
- **GCG principals frequently serve as speakers and instructors at Mello-Roos conferences and courses. Susan Goodwin worked directly with Senator Henry Mello to draft clean-up legislation and has contributed to numerous Mello-Roos clean-up bills**



Team Contacts

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APPENDIX B

California Municipal Finance Authority (CMFA)

The BOLD Program

Who is CMFA?

California Municipal Finance Authority is a statewide financing authority with over 300 members

- CMFA is a statewide joint powers authority whose members are public agencies throughout California
- CMFA's mission is to help support economic development, the creation of affordable housing, and social programs throughout the State of California
- To reach its goals, CMFA has served as a conduit issuer on 650 financings for almost \$15 billion since 2004
 - Currently CMFA is serving as the issuer for a \$1.5 billion financing for Los Angeles World Airports
- Projects financed include affordable housing, higher education, healthcare, social service and others
- In order to support its member communities, CMFA provides 25% of fee revenues to the local jurisdiction and an additional 25% to their local charities
- CMFA's Board is made up of active and retired public officials



The BOLD Program

CMFA Board of Directors

Mr. Robert (Bob) Adams

City Manager (Retired)

Ms. Paula Connors

Manager, Bond Finance, California Infrastructure and Economic Development Bank (Retired)

Mr. Justin McCarthy

Assistant City Manager, City of Palm Desert (Retired)

Ms. Deborah Moreno

Finance Director/City Treasurer, City of Anaheim, CA

Ms. Faye K. Watanabe

Administrative Manager of Public Finance, County of Orange (Retired)

The BOLD Program

Representative Projects Financed through CMFA



Oxford Plaza
\$23,509,800



Westmont College
\$65,000,000



Azusa Pacific University
\$136,685,000



Mater Dei High School
\$25,500,000



Community Medical Center
Over \$550M of total issuances



Chevron
\$250,000,000

SUBJECT: Authorization to Execute and Deliver a Joint Community Facilities Agreement (JCFA) in Connection with the Bond Opportunities for Land Development (BOLD) Program

ACTION REQUESTED

Staff requests that the Board approve a resolution Authorizing Execution and Delivery of a Joint Community Facilities Agreement in Connection with the Bond Opportunities for Land Development (BOLD) Program.

BACKGROUND

The BOLD Program is a program offered by California Municipal Finance Authority (CMFA) to provide its members, and other local agencies in California, with a means to accommodate communities facility district (CFD) formation and financing within their jurisdictions. Formation of each CFD, administration of each CFD and bonding for each CFD is handled by CMFA.

Mello-Roos Districts. The Mello-Roos Community Facilities Act (Government Code 53311 et seq.), pursuant to which the CFDs would be formed and bonds would be issued, offers financing flexibility commonly used by cities, school districts and other local agencies throughout the State to generate funds for the payment of public facilities, including development fees for facilities. Although CFDs would be located within the District's jurisdiction, involvement of the District is flexible and is expected to be minimal. The BOLD Program offers developers the opportunity to finance public infrastructure, as well as impact fees associated with new development, through tax-exempt bonds payable from special taxes levied by CMFA on property within the CFD only, a typical financing method for new home developments in California. As noted above, CMFA is responsible for forming and administering the CFD.

CMFA and its Non-Profit Foundation. The CMFA is a joint powers authority formed to assist local governments, non-profit organizations and businesses by promoting economic, cultural and community development, with the financing of economic development and charitable activities throughout California. To date, over 300 municipalities have become members of CMFA.

The Board of Directors of the California Foundation for Stronger Communities, a California non-profit public benefit corporation (the "Foundation"), acts as the Board of Directors for CMFA. Through its conduit issuance activities, CMFA shares a portion of the issuance fees it receives with its member communities and donates a portion of these issuance fees to the Foundation for the support of local charities. Over \$20 million has been given back to municipalities and worthy California 501c3 non-profits thanks to CMFA fee sharing.

Since its formation in 2004, CMFA has been the issuer of over 900 series of bonds totaling over \$20 Billion.

CMFA Financing Team. The BOLD Program is facilitated through bond professionals chosen by CMFA with specialized expertise in CFD bond issuance and sales – bond counsel, underwriter and other advisors provided as needed, all ranked among the top firms in the field.

District Participation. Bonds are issued through CMFA, with no involvement of the District other than approving the use of the BOLD Program and, prior to actual issuance of bonds, entering into an agreement to acquire the public facilities or fees to be paid for with the bond proceeds (i.e., a “joint community facilities agreement” or “JCFA”). CMFA authorizes and issues the bonds in its name and awards its sale to the bond underwriter (Piper Sandler & Co.) per the underwriter’s credit requirements; CMFA’s financing team provides the bond documentation and the Official Statement through its legal counsel, Jones Hall.

The District is not liable to repay the bonds issued by CMFA or the special taxes imposed on the participating properties and has no contractual relationship with bond owners or the bond trustee.

Upon issuance of the bonds, proceeds are a funding source for direct payment of impact or mitigation fees or to otherwise reimburse developer costs for public facilities associated with new development. Once the bond issuance occurs, bond proceeds are available to be disbursed pursuant to the JCFA between CMFA and the District, the form of which is attached to the Resolution. The proceeds are held by a bond trustee or fiscal agent, and available to be disbursed as directed by the District for use on public capital improvements to be owned by the District.

If the resolution authorizing BOLD Program financing is approved by the Board, the General Manager would have authority to discuss particular requests for BOLD financing with developers within the District’s jurisdiction to ensure sufficient uses of Bond proceeds are available. No further Board action would be required.

RESOLUTION NO. _____

**RESOLUTION AUTHORIZING EXECUTION AND DELIVERY OF A JOINT
COMMUNITY FACILITIES AGREEMENT IN CONNECTION WITH THE BOND
OPPORTUNITIES FOR LAND DEVELOPMENT (BOLD) PROGRAM**

WHEREAS, the California Municipal Finance Authority (the “CMFA”) is a joint exercise of powers authority, the members of which include numerous cities, counties and other local agencies in the State of California (the “State”), including the City of Palmdale; and

WHEREAS, CMFA has established the Bond Opportunities for Land Development Program (the “BOLD Program”) to allow the financing through the levy of special taxes under the Mello-Roos Community Facilities Act of 1982, as amended (the “Act”) of certain public facilities and development impact fees that finance public facilities (together, the “Improvements”) to be owned by local agencies (“Participating Local Agencies”) in the State; and

WHEREAS, the City Council of the City of Palmdale has adopted and approved the use of the BOLD Program with respect to development projects being undertaken in its jurisdiction; and

WHEREAS, under Section 53316.2 of the Act, CMFA may form a community facilities district (a “CFD”) to finance facilities to be owned or operated by a public agency other than CMFA pursuant to a joint community facilities agreement; and

WHEREAS, the Palmdale Water District (the “District”) may be eligible to receive certain impact fees from development within the territory of the CFDs to be formed by CMFA through the BOLD Program; and

WHEREAS, the District desires to enter into a joint community facilities agreement with CMFA in connection with the use by developers of the BOLD Program within the boundaries or service area of the District;

NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of the Palmdale Water District (the “Board”) as follows:

Section 1. The Board hereby approves the execution and delivery of a joint community facilities agreement (the “JCFA”), substantially in the form presented to the Board and attached hereto as **Exhibit A**, with such other changes as the General Manager or a designee (each, an “Authorized Officer”) may deem appropriate or necessary. Each Authorized Officer is authorized and directed to execute and deliver the JCFA, on behalf of the District, as necessary or appropriate in connection with development projects and CFDs formed within the territory of the District, and the Board finds and declares that entrance into the JCFA is beneficial to residents within the District. Each Authorized Officer is hereby further authorized and delegated the ability to approve applications submitted by developers to the BOLD Program and evidence the District’s official intent to reimburse itself for capital projects from tax-exempt bond proceeds issued by CMFA in connection with the BOLD Program.

Section 2. This Resolution shall take effect immediately upon its adoption. The Secretary of the Board is hereby authorized and directed to transmit a certified copy of this resolution to the Secretary of CMFA.

* * * * *

PASSED AND ADOPTED this _____ day of _____, 2022 by the following vote,
to wit:

AYES: Board Members _____

NOES: Board Members _____

ABSENT: Board Members _____

ABSTAIN: Board Members _____

DRAFT

EXHIBIT A

CMFA BOLD PROGRAM

Form of Joint Community Facilities Agreement

[Attach Form of JCFA]

DRAFT

CMFA BOLD PROGRAM

Joint Community Facilities Agreement

This Joint Community Facilities Agreement (this "Agreement"), dated as of _____, 2022, by and between the CALIFORNIA MUNICIPAL FINANCE AUTHORITY, a joint exercise of powers authority duly organized and existing under the Constitution and laws of the state of California (the "CMFA"), and the PALMDALE WATER DISTRICT, a water district duly organized and existing under the laws of the State of California (the "District," and together with CMFA, the "Parties").

WITNESSETH:

WHEREAS, CMFA has conducted, or intends to conduct, proceedings under the Mello-Roos Community Facilities Act of 1982 (California Government Code section 53311 et seq.) (the "Act") to form community facilities districts (each, a "CFD") to finance certain public facilities and development impact fees used for public facilities authorized to be financed under the Act (together, the "CFD Improvements") as part of its Bond Opportunities for Land Development ("BOLD") program;

WHEREAS, the CFD Improvements have or will be described in the resolution of formation for each CFD, including the impact fees payable to the District for public facilities that are set forth on Exhibit A hereto (collectively, the "District Improvements");

WHEREAS, CMFA intends to utilize the proceeds of sale of special tax bonds of the CFDs (the "Bonds") to finance some or all of the CFD Improvements, including the District Improvements;

WHEREAS, under Section 53316.2 of the Act, CMFA may form a CFD to, among other things, finance the District Improvements, provided CMFA and the District enter into a joint community facilities agreement such as this Agreement; and

WHEREAS, the District is willing to cooperate with CMFA in accomplishing the financing of the District Improvements, and to confer upon the CMFA full power to provide financing for the District Improvements in the event that proceeds of special taxes and/or bonds in the CFD become available and are utilized for such purpose;

WHEREAS, this Agreement is made under the authority of Section 53316.2 of the Act; and

WHEREAS, in consideration for the mutual undertakings of the Parties stated herein, the Parties agree as follows:

AGREEMENT:

1. Administration of CFD and Issuance of Bonds by CMFA. CMFA shall administer each CFD, including employing and paying all consultants, annually levying the special tax and paying and administering the Bonds, and complying with all state and federal requirements appertaining to the proceedings establishing the CFD and issuing and using the proceeds of the

Bonds, including the requirements of the United States Internal Revenue Code of 1986, as amended (the "Code"). The District shall have no responsibility for administering any CFD or issuing any Bonds for any CFD.

2. Agreement to Hold and Disburse Available Amounts. CMFA shall hold or cause to be held the special tax and/or Bond proceeds available for the payment of District Improvements ("Available Amounts"). Available Amounts shall be disbursed only in accordance with Section 3 of this Agreement.

3. Disbursements. Available Amounts shall be disbursed pursuant to written requisitions of the District, in substantially the form attached hereto as Exhibit B and executed by the General Manager of the District or a designee (each, an "Authorized Officer"). CMFA and its designees, including any trustee or fiscal agent holding Available Amounts, may conclusively rely on such requisitions for purposes of making such disbursements. All disbursements of Available Amounts to the District shall be made by wire transfer of immediately available funds or by check payable to the District's bank account number at a bank located within the United States on file with CMFA as part of the BOLD program, unless another method of payment is requested in writing by the District.

4. Use of Available Amounts for Public Capital Improvements. The District shall utilize Available Amounts for public capital improvements to be owned by the District. The public capital improvements to be constructed using Available Amounts will be set forth in requisitions submitted by the District in accordance with Section 3 above.

5. Amendments. This Agreement may be amended by a writing signed by the Parties, including to update Exhibit A to reflect additional or different impact fees and public facilities to be financed through the BOLD program.

6. Term of this Agreement. This Agreement shall be in full force and effect from this date to and including its termination by mutual written agreement of the parties hereto. CMFA agrees to terminate this agreement upon request of the District upon delivery to CMFA of an opinion Bond Counsel to the effect that the termination of this Agreement will not adversely affect the exclusion from gross income of interest on the Bonds for federal income tax purposes.

7. Counterparts. This Agreement may be executed in counterparts, each of which shall be deemed an original.

[Signatures on Following Page]

IN WITNESS WHEREOF the Parties have caused this Agreement to be executed by their authorized representatives as of the effective date stated above.

CALIFORNIA MUNICIPAL
FINANCE AUTHORITY

PALMDALE WATER DISTRICT

By: _____
Name: Edward J. Becker
Title: Executive Director

By: _____
Name: Dennis D. LaMoreaux
Title: General Manager

DRAFT

EXHIBIT A

DESCRIPTION OF DISTRICT FEES/IMPROVEMENTS

Any public facilities to be owned and/or operated by the District, including impact fees payable to the District for the construction and/or acquisition of public facilities to be owned and/or operated by the District.

DRAFT

EXHIBIT B

DISBURSEMENT REQUEST FORM

To:

California Municipal Finance Authority
2111 Palomar Airport Road, Suite 320
Carlsbad, California 92011
Email: _____

Re: BOLD Program - Request for Disbursement of Bond Proceeds

The undersigned, a duly authorized officer of the Palmdale Water District (the "District") hereby requests a disbursement from the Project Fund set forth below, and certifies that the amounts of development impact fees and/or capital improvements listed below have been or will be spent by the District as of the date indicated below or within 5 days thereafter:

<u>Subaccount(s)</u>	<u>Amount(s)</u>
[example, CMFA CFD No. 20__ - __, Special Tax Bonds Series 20__, Project Fund]	\$

Total:

Wiring Instructions: _____

The undersigned hereby additionally certifies as follows:

1. These funds have been or will be used to acquire and/or construct capital improvements, and this disbursement is not being made for the purpose of reinvestment.
2. None of the expenditures for which payment is requested have been reimbursed previously from other sources of funds.

3. If the total amount above is greater than the funds held by CMFA on behalf of the District in the Subaccount(s) identified above, CMFA is authorized to amend the amount requested to be equal to the amount of such funds.

4. The amounts being disbursed pursuant to this request are being used to finance or refinance certain public infrastructure and facilities (the "Improvements"). The District will own, and for the entire useful life of such Improvements reasonably expects to own, all of such Improvements. The Improvements consist of the following:

[Describe the improvements]

5. To the extent any of such Improvements are sold to an entity that is not a state or local government, the District will seek the advice and approval of bond counsel to CMFA for the BOLD program prior to any such sale. The District will not allow any of such Improvements to be used (for example, by lease or other contract) in the trade or business of any nongovernmental persons (other than in their roles as members of the general public). All of such Improvements will be used in the performance of essential governmental functions of the District or another state or local government agency. The average expected useful life of such Improvements is at least ____ years. The representations and covenants contained in this paragraph are intended to support the conclusion that the interest paid on the bonds issued to finance the Improvements is excluded from gross income for federal income tax purposes under Section 103 of the Internal Revenue Code of 1986 (the "Code").

Dated: _____

Signature: _____

Print Name: _____

**PALMDALE
WATER DISTRICT
BOARD MEMORANDUM**

DATE: May 26, 2022 May 31, 2022
TO: FINANCE COMMITTEE Committee Meeting
FROM: Mr. Bob Egan, Financial Advisor
RE: *AGENDA ITEM NO. 4.3 – DISCUSSION AND OVERVIEW OF CASH
FLOW STATEMENT AND CURRENT CASH BALANCES AS OF
APRIL 2022. (FINANCIAL ADVISOR EGAN)*

Attached are the Cash Notes, the Investment Funds Report, and the Cash Flow Report as of April 2022. The reports will be reviewed in detail at the Finance Committee meeting.

Enclosures

2022				
March to April 2022 Major account Activity				
acct 11469				
Balance	4/30/2022	4,301,510.95		
Balance	3/31/2022	4,303,063.27		
Decrease		(1,552.32)		
One month activity				
Transfer to 11432		(2,599,000.00)		
Taxes received		2,599,188.41	expected	2,029,960
Interest/Mkt value received		(1,740.73)	YTD expected	3,050,640
Decrease		(1,552.32)	YTD received	3,949,268
Acct 11475				
Balance	4/30/2022	1,451,512.18		
Balance	3/31/2022	1,428,676.80		
Increase		22,835.38		
One month activity				
Interest/Mkt value received		(1,455.62)		
Capital improvements received		24,291.00		
Increase		22,835.38		
Acct 11432				
Balance	4/30/2022	7,040,888.10		
Balance	3/31/2022	4,444,948.09		
Increase		2,595,940.01		
One month activity				
Transfer from 11469		2,599,000.00		
Interest/Mkt value received		(3,059.99)		
Increase		2,595,940.01		
Acct 24016.				
Balance	4/30/2022	574,563.62		
Balance	3/31/2022	574,270.68		
Increase		292.94		
One month activity				
Interest/Mkt value received		292.94		
Increase		292.94		

**PALMDALE WATER DISTRICT
INVESTMENT FUNDS REPORT
April 30, 2022**

		April 2022	March 2022
CASH			
1-00-0103-100	Citizens - Checking	972,865.66	652,442.02
1-00-0103-200	Citizens - Refund	1,176.03	1,440.58
1-00-0103-300	Citizens - Merchant	240,133.86	210,067.38
	Bank Total	1,214,175.55	863,949.98
1-00-0110-000	PETTY CASH	300.00	300.00
1-00-0115-000	CASH ON HAND	5,400.00	5,400.00
	TOTAL CASH	1,219,875.55	869,649.98
INVESTMENTS			
1-00-0135-000	Local Agency Investment Fund	Acct. Total 12,710.58	12,700.57
1-00-0120-000	UBS Money Market Account General (SS 11469)		
	UBS USA Core Savings	98,180.60	1,106,859.88
	UBS RMA Government Portfolio	14,129.54	499.61
	Accrued interest	4,238.92	4,142.62
		116,549.06	1,111,502.11
	US Government Securities		
	CUSIP #	Issuer	Maturity Date
			Rate
			PAR
			Market Value
			Market Value
	912796V22	US Treasury Bill	05/24/2022
			500,000
			499,910.00
	912796U49	US TReas Bill	09/15/2022
			1,000,000
			995,950.00
	91282CAX9	US Treasury Note	11/30/2022
			0.125
			1,000,000
			991,480.00
			2,500,000
			2,487,340.00
			1,492,055.00
	Certificates of Deposit		
		Issuer	Maturity Date
			Rate
			Face Value
	1	Kearny Bank NJ	04/18/2022
			0.200
			-
			249,970.00
	2	Sallie Mae Bank	05/16/2022
			2.550
			100,000
			100,092.00
	3	Bank of China NY B Ny	06/30/2022
			0.250
			77,000
			76,953.03
	4	Bank of India	09/19/2022
			0.450
			250,000
			249,637.50
	5	Goldman Sachs bank	09/29/2022
			0.300
			100,000
			99,767.00
	6	Ally bank Midvale	10/17/2022
			1.850
			80,000
			80,354.40
	7	Goldman Sachs Bank	11/03/2022
			0.150
			150,000
			149,355.00
	8	BMW Bank	11/22/2022
			1.800
			200,000
			200,832.00
	9	UBS AG Stamford	12/02/2022
			0.455
			250,000
			249,047.50
	10	Servisfirst	02/21/2023
			1.600
			242,000
			242,273.46
	11	Safra National	04/28/2023
			1.500
			250,000
			249,310.00
			1,699,000
			1,697,621.89
			1,699,506.16
	Acct. Total		4,301,510.95
1-00-1110-000	UBS Money Market Account Capital (SS 11475)		
	UBS Bank USA Dep acct	96,083.32	71,451.22
	UBS RMA Government Portfolio	3,359.78	2,712.72
		99,443.10	74,163.94
	US Government Securities		
	CUSIP #	Issuer	Maturity Date
			Rate
			PAR
			Market Value
			Market Value
	912796133	US Treasury Bill	02/23/2023
			500,000
			492,855.00
	912828YW4	US Treasury Note	12/15/2022
			1.625
			500,000
			499,905.00
			1,000,000
			992,760.00
			994,570.00
	Certificates of Deposit		
		Issuer	Maturity Date
			Rate
			Face Value
	1	Bank Hapoalim	07/22/2022
			0.250
			109,000
			108,904.08
	2	Medallion Bank	02/06/2023
			1.600
			250,000
			250,405.00
			359,000
			359,309.08
			359,942.86
	Acct. Total		1,451,512.18
1-00-0125-000	UBS Access Account General (SS 11432)		
	UBS Bank USA Dep acct	92,375.66	12,135.35
	UBS RMA Government Portfolio	-	-
	Accrued interest	10,063.08	6,294.72
		102,438.74	18,430.07
	US Government Securities		
	CUSIP #	Issuer	Maturity Date
			Rate
			PAR
			Market Value
			Market Value
	912796V22	US Treasury Bill	05/24/2022
			200,000
			199,964.00
	912828XG0	US Treasury Note	06/30/2022
			2.125
			750,000
			751,777.50
	912803AZ6	US Treasury Bond	08/15/2022
			500,000
			498,485.00
	912796U49	US Treasury Bill	09/15/2022
			1,750,000
			1,742,912.50
	912828YF1	US Treasury Note	09/15/2022
			1.500
			750,000
			750,765.00
	91282CBD2	US Treasury Note	12/31/2022
			0.125
			500,000
			494,670.00
	912828Z86	US Treasury Note	02/15/2023
			1.375
			500,000
			498,030.00
			4,950,000
			4,936,604.00
			3,197,556.50
	Certificates of Deposit		
		Issuer	Maturity Date
			Rate
			Face Value
	1	Mizrahi Tefahot Bank	06/13/2022
			0.200
			250,000
			249,875.00
	2	Bank Hapoalim	06/29/2022
			0.350
			140,000
			139,939.80
	3	Comenity Bank	08/01/2022
			0.350
			240,000
			241,564.80
	4	American Express Cent	08/22/2022
			2.350
			124,000
			124,643.56
	5	Citizens State Bank	08/30/2022
			0.100
			224,000
			223,507.20
	6	Fidelity Bank	09/29/2022
			0.500
			200,000
			199,704.00
	7	State Bank of India	12/09/2022
			0.250
			250,000
			248,640.00
	8	Israeli Discount Bank	12/27/2022
			1.150
			200,000
			199,926.00
	9	Barclays Bank	04/27/2023
			1.150
			200,000
			199,458.00
	10	Toyota Financial	05/01/2023
			1.550
			175,000
			174,587.00
			2,003,000
			2,001,845.36
			1,228,961.52
	Acct. Total		7,040,888.10
	Total Managed Accounts		12,806,621.81
1-00-1121-000	UBS Rate Stabilization Fund (SS 24016) - District Restricted		
	UBS Bank USA Dep acct	7,146.97	7,146.97
	UBS RMA Government Portfolio	-	-
	Accrued interest	1,043.71	468.08
		8,190.68	7,615.05
	Certificates of Deposit		
		Issuer	Maturity Date
			Rate
			Face Value
	1	Bank of China	05/31/2022
			0.100
			77,000
			76,966.12
	2	Beal Bank	08/31/2022
			0.400
			199,000
			198,761.20
	3	Capitol One	09/27/2022
			2.300
			239,000
			240,453.12
	4	Raymond James Bank	11/28/2022
			1.750
			50,000
			50,192.50
			565,000
			566,372.94
			566,655.63
	Acct. Total		574,563.62
	TOTAL CASH AND INVESTMENTS		14,601,060.98
	Increase (Decrease) in Funds		2,967,751.59
1-00-1135-000	2018A Bonds - Project Funds (BNY Mellon)		
	Construction Funds	603,012.93	1,404,164.04
	Issuance Funds	12,521.15	12,520.09
		615,534.08	1,416,684.13
1-00-1137-000	2021A Bonds - Project Funds (BNY Mellon)		
	Construction Funds	8,030,372.32	8,761,278.32
		8,030,372.32	8,761,278.32

**PALMDALE
WATER DISTRICT
BOARD MEMORANDUM**

DATE: May 25, 2022 **May 31, 2022**
TO: FINANCE COMMITTEE **Committee Meeting**
FROM: Dennis J. Hoffmeyer, Finance Manager/CFO
VIA: Mr. Dennis LaMoreaux, General Manager
RE: *AGENDA ITEM 4.4 – DISCUSSION AND OVERVIEW OF FINANCIAL STATEMENTS, REVENUE, AND EXPENSE AND DEPARTMENTAL BUDGET REPORTS FOR APRIL 2022. (FINANCE MANAGER HOFFMEYER)*

Discussion:

Presented here are the Balance Sheet and Profit/Loss Statement for the period ending April 30, 2022. Also included are individual departmental budget reports.

This is the 4th month of the District’s Budget Year 2022. Historical trends for the District have our revenues at 28.0% and expenses are 30.3%. This would typically be 33.3% for traditional budgetary percentages. Currently we are slightly above on both operating revenues and expenses. Please refer to Diagram A for a graphical representation of this information.

Balance Sheet:

- Pages 1 and 2 are the balance sheet for the 3-month period and a graphic presentation of Assets, Liabilities, and Net Position at April 30, 2022.
- The net change for the month-to-month changes was \$183,170 even though there were significant allocation changes. The first is related to the receipt of the April tax assessments from Los Angeles County. This is the second major collection of taxes for the FY2022/23 with the first being last December. The investments show an increase of \$2.6 million and a decrease in accounts receivable – property taxes and assessments of the same. We also had a decrease in restricted cash related to bond payments on two projects with the offset being capital assets – not being depreciated. On the liabilities and net position side, there was no one account contributing to the net changes for the month.

Profit/Loss Statement:

- Page 3 is our consolidated profit and loss statement trending for the four months.
- The District’s operating revenues and expenses are on slightly above historical averages.
- As reported last month, there are three departments (Facilities, Finance, and Information Technology) still running higher in operating expenses. Staff has highlighted two new departments that are now tracking higher than the historical averages as well.
- The source of supply – purchased water continues to be slightly above historical average as well. This will change next month as long as there are no significant amounts of water to be purchased.

Profit/Loss Statement (cont.):

- Staff continues to highlight the capital improvement fees, which are at 300% of the budget amount for the year. While this is non-operating revenue, it will assist in funding capital projects during the year.
- Pages 4 and 5 show the P&L in various graphic forms using major report category totals.

Department indicators

- For the Facilities Department, most of the increased expenses continue to be related to power costs and currently sits at 73.9% of budget for the Electricity – Wells & Boosters and 51.7% for Natural Gas – Wells & Boosters accounts. There are several other accounts that are above historical averages; staff will continue to monitor these accounts and report accordingly during the year.
- The Finance Department higher expenses continue to be the Telecommunications – Office account. As reported in prior months, this started towards the end of 2021. There has been no change on status currently. One contract related to the Leases – Equipment renewal and this account should smooth out over time.
- The Information Technology Department expenses are normal as reported last month. This department continues to renew their annual service contracts for the whole year. This should smooth out as the year progresses.
- New for the month is the Engineering Department, and their increased expenses are related to staff overtime and payroll taxes for inspection related projects. Typically, these costs are recovered from the developers and funds go into the Service Costs Recovered account shown in the operating revenue.
- The Customer Care Department account review shows slightly higher personnel expenses and should not be a concern as the year progresses. The significant contributor is health insurance related and, as stated in the past, the upfront funding of health savings accounts (HSA) for employees contributes to the majority of the overage.

Departments:

- Pages 6 through 16 are detailed individual departmental budgets for your review.

If there is something the Committee or Board would like included in the reports, feel free to make those suggestions, and we will do our best to accommodate them.

Non-Cash Definitions:

Depreciation: This is the spreading of the total expense of a capital asset over the expected life of that asset.

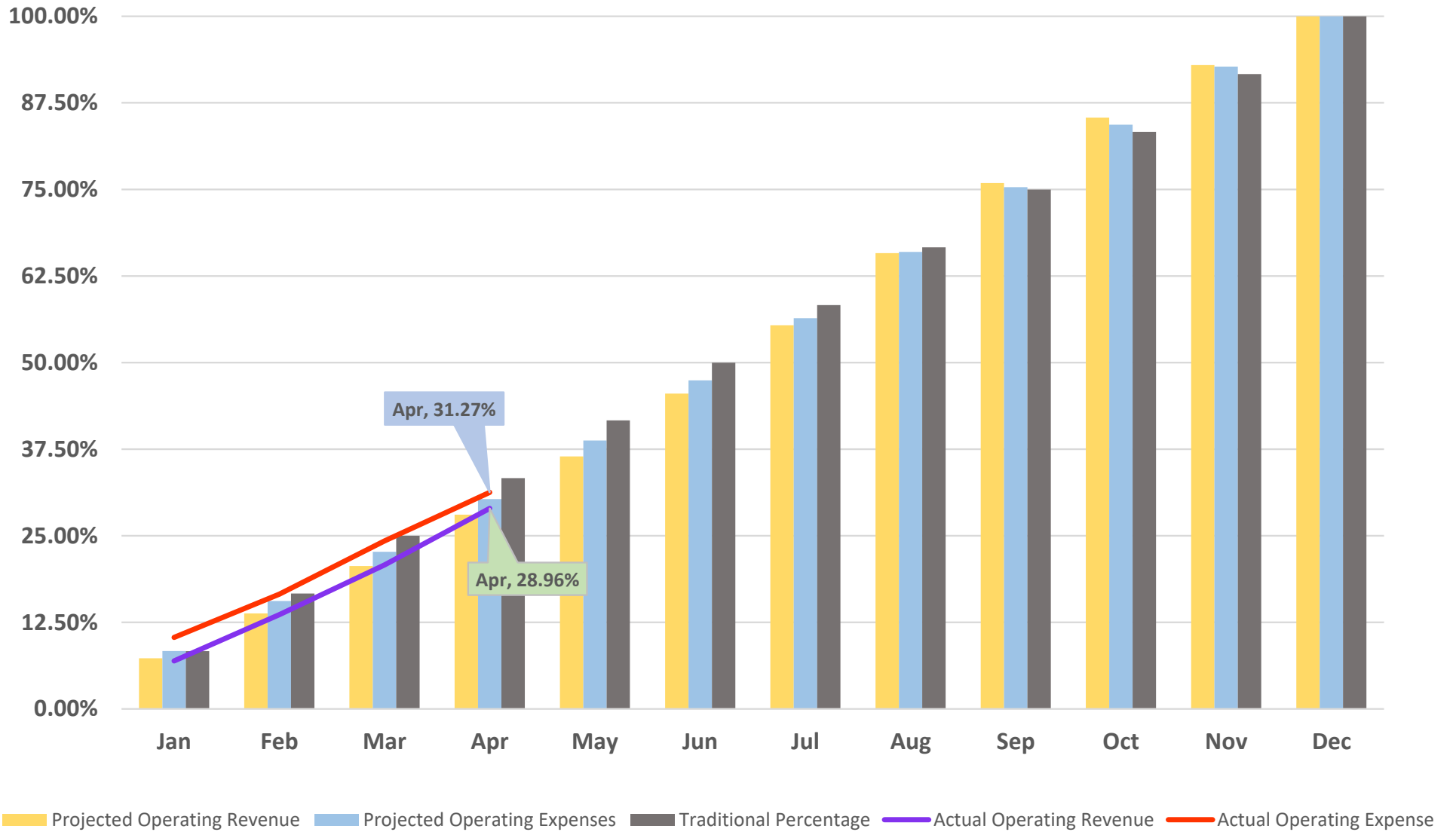
OPEB Accrual Expense: Other Post-Employment Benefits (OPEB) is the recognized annual required contribution to the benefit. The amount is actuarially determined in accordance with the parameters of GASB 45. The amount represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year.

Bad Debt: The uncollectible accounts receivable that has been written off.

Service Cost Construction: The value of material, parts & supplies from inventory used to construct, repair, and maintain our asset infrastructure.

Capitalized Construction: The value of our labor force used to construct our asset infrastructure.

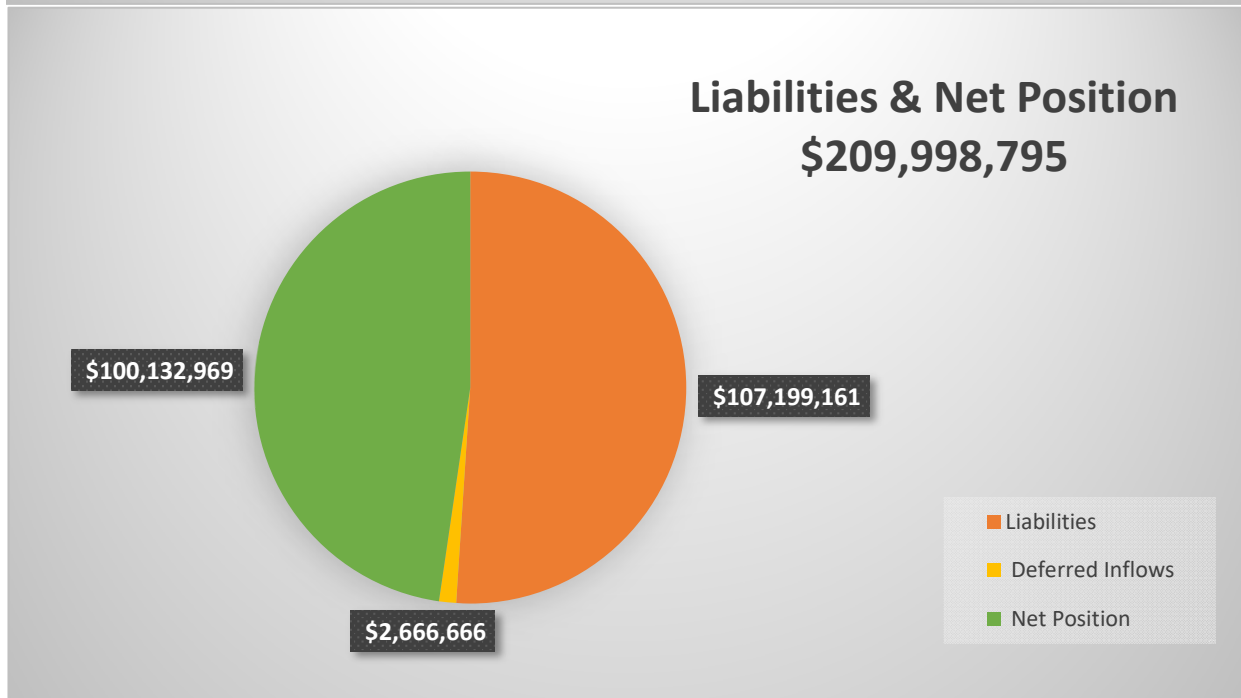
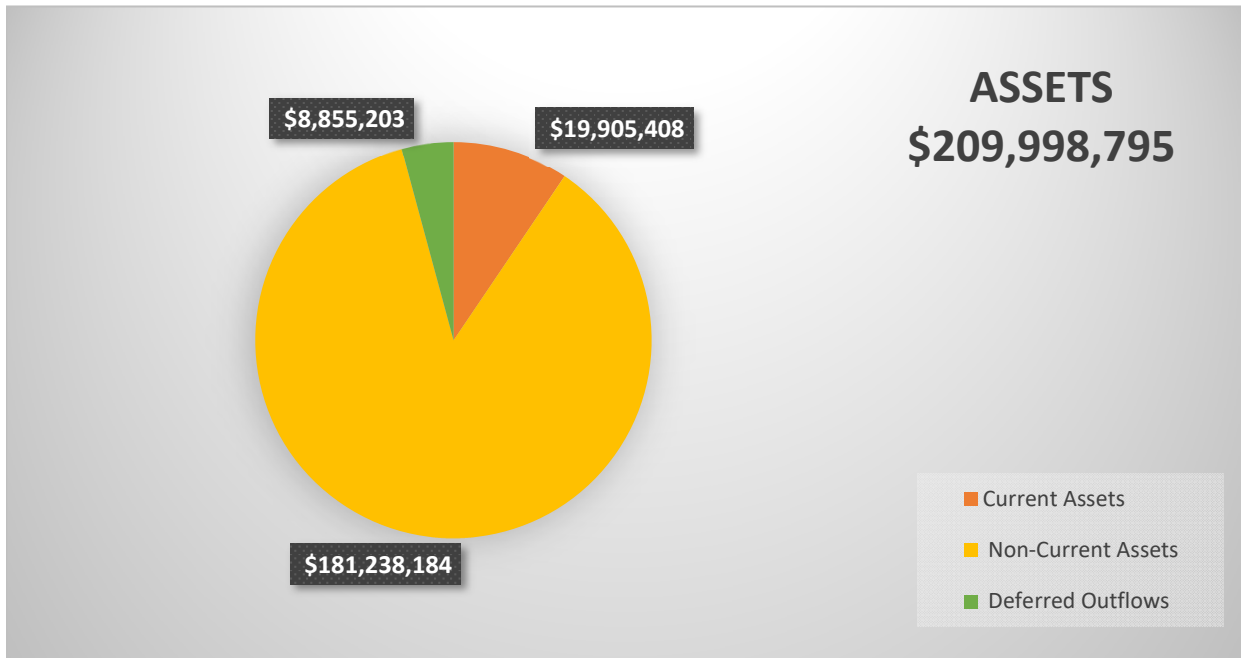
Palmdale Water District Monthly Budgetary Percentages



**Palmdale Water District
Balance Sheet Report**

	January 2022	February 2022	March 2022	April 2022	May 2022	June 2022	July 2022	August 2022	September 2022	October 2022	November 2022	December 2022
ASSETS												
Current Assets:												
Cash and cash equivalents	\$ 817,351	\$ 349,068	\$ 869,650	\$ 1,217,376								
Investments	13,955,381	12,843,634	10,763,659	13,381,185								
Accrued interest receivable	-	-	-	-								
Accounts receivable - water sales and services, net	2,561,766	2,608,119	2,361,636	2,438,801								
Accounts receivable - property taxes and assessments	3,505,701	3,061,987	3,024,194	425,006								
Accounts receivable - other	531,541	532,968	104,760	96,122								
Materials and supplies inventory	1,903,845	1,917,448	1,923,454	1,909,658								
Prepaid items and other deposits	528,624	498,170	467,716	437,260								
Total Current Assets	\$ 23,804,210	\$ 21,811,394	\$ 19,515,069	\$ 19,905,408								
Non-Current Assets:												
Restricted - cash and cash equivalents	\$ 10,973,524	\$ 10,506,889	\$ 10,187,732	\$ 8,655,676								
Investment in Palmdale Recycled Water Authority	2,201,548	2,201,548	2,201,548	2,201,548								
Capital assets - not being depreciated	11,446,548	11,694,857	12,289,033	14,143,249								
Capital assets - being depreciated, net	157,366,566	156,850,934	156,753,983	156,237,712								
Total Non-Current Assets	\$ 181,988,186	\$ 181,254,229	\$ 181,432,296	\$ 181,238,184								
TOTAL ASSETS	\$ 205,792,396	\$ 203,065,623	\$ 200,947,365	\$ 201,143,592								
DEFERRED OUTFLOWS OF RESOURCES:												
Deferred loss on debt defeasance, net	\$ 4,036,073	\$ 4,023,015	\$ 3,461,457	\$ 3,448,400								
Deferred outflows of resources related to pensions	5,406,803	5,406,803	5,406,803	5,406,803								
Total Deferred Outflows of Resources	\$ 9,442,876	\$ 9,429,818	\$ 8,868,260	\$ 8,855,203								
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	\$ 215,235,272	\$ 212,495,441	\$ 209,815,625	\$ 209,998,795								
LIABILITIES AND NET POSITION												
Current Liabilities:												
Accounts payable and accrued expenses	\$ 4,479,270	\$ 1,658,247	\$ 650,468	\$ 693,842								
Customer deposits for water service	2,925,706	2,904,694	2,916,155	2,918,599								
Construction and developer deposits	1,636,733	1,636,733	1,636,733	1,644,733								
Accrued interest payable	749,254	936,568	-	173,478								
Long-term liabilities - due in one year:												
Compensated absences	506,112	506,112	498,198	517,699								
Rate Stabilization Fund	560,000	560,000	560,000	560,000								
Capital lease payable	-	-	-	-								
Loan payable	1,300,396	1,300,396	655,198	655,198								
Revenue bonds payable	1,215,743	1,215,743	1,215,743	1,215,743								
Total Current Liabilities	\$ 13,373,214	\$ 10,718,493	\$ 8,132,495	\$ 8,379,292								
Non-Current Liabilities:												
Long-term liabilities - due in more than one year:												
Compensated absences	\$ 168,704	\$ 168,704	\$ 166,066	\$ 172,566								
Capital lease payable	-	-	-	-								
Loan payable	5,405,985	5,391,950	5,377,915	5,363,880								
Revenue bonds payable	63,684,191	63,684,191	63,684,191	63,684,191								
Net other post employment benefits payable	17,727,900	17,702,460	17,929,506	18,025,460								
Aggregate net pension liability	11,573,771	11,573,771	11,573,771	11,573,771								
Total Non-Current Liabilities	\$ 98,560,551	\$ 98,521,076	\$ 98,731,449	\$ 98,819,868								
Total Liabilities	\$ 111,933,765	\$ 109,239,568	\$ 106,863,944	\$ 107,199,161								
DEFERRED INFLOWS OF RESOURCES:												
Unearned property taxes and assessments	\$ 3,416,667	\$ 2,733,333	\$ 2,050,000	\$ 1,366,667								
Deferred inflows of resources related to pensions	1,299,999	1,299,999	1,299,999	1,299,999								
Total Deferred Inflows of Resources	\$ 4,716,666	\$ 4,033,332	\$ 3,349,999	\$ 2,666,666								
NET POSITION:												
Profit/(Loss) from Operations	\$ (698,913)	\$ (61,214)	\$ 289,970	\$ 829,274								
Restricted for investment in Palmdale Recycled Water Authority	2,201,548	2,205,106	2,205,106	2,205,106								
Unrestricted	97,082,206	97,078,648	97,106,607	97,098,589								
Total Net Position	\$ 98,584,841	\$ 99,222,540	\$ 99,601,682	\$ 100,132,969								
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION	\$ 215,235,272	\$ 212,495,441	\$ 209,815,625	\$ 209,998,795								

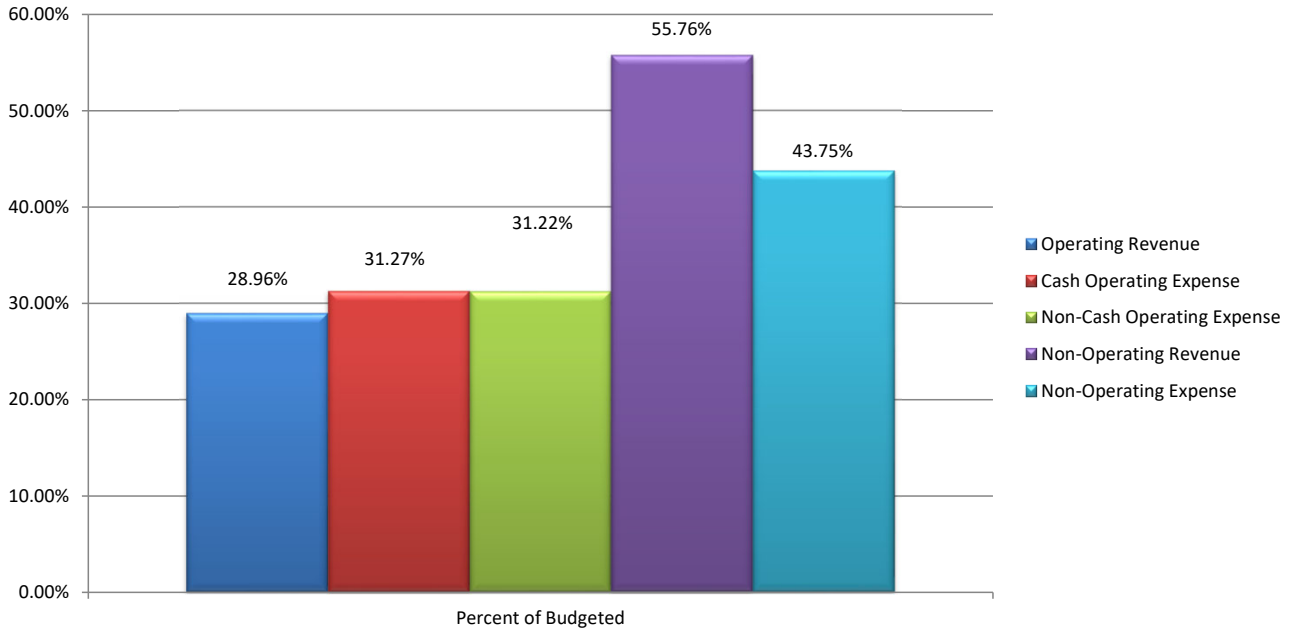
BALANCE SHEET AS OF APRIL 30, 2022



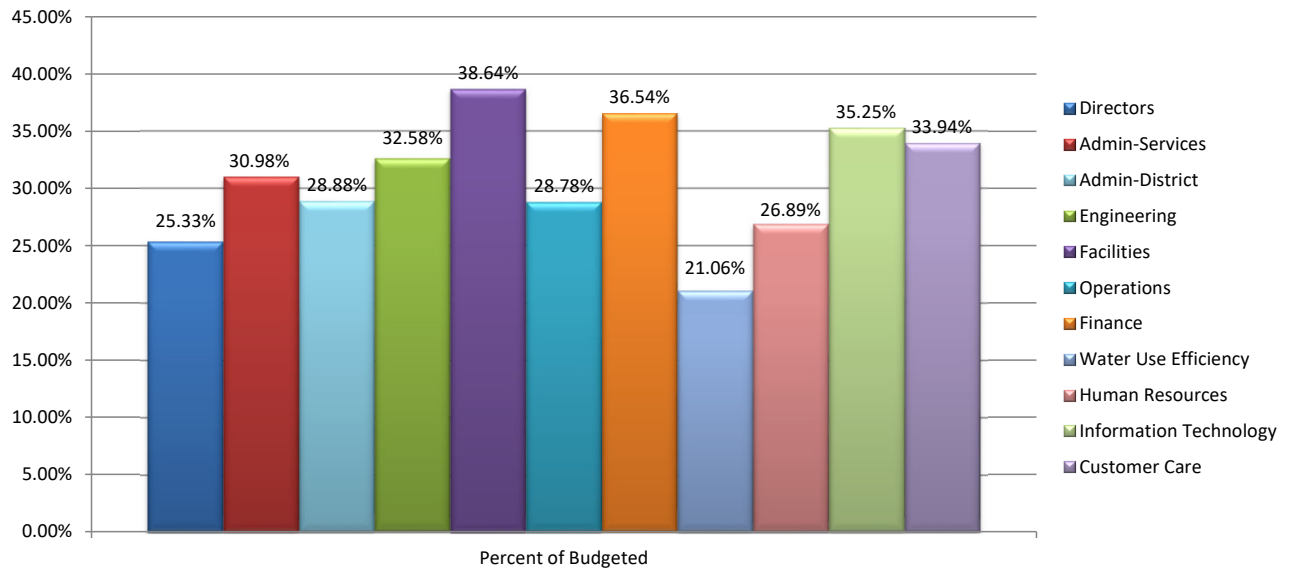
Palmdale Water District
Consolidated Profit and Loss Statement
For the Four Months Ending 4/30/2022

	January	February	March	April	May	June	July	August	September	October	November	December	Year-to-Date	Adjustments	Adjusted Budget	% of Budget
Operating Revenue:																
Wholesale Water	\$ 28,297	\$ 8,323	\$ 24,656	\$ 28,508									\$ 89,785	\$ 500,000	17.96%	
Water Sales	652,212	618,278	700,369	857,668									2,828,527	12,615,350	22.42%	
Meter Fees	1,393,717	1,395,619	1,383,950	1,389,166									5,562,452	16,490,000	33.73%	
Water Quality Fees	36,078	35,010	41,265	50,416									162,768	851,700	19.11%	
Elevation Fees	18,074	18,371	22,249	28,861									87,555	390,550	22.42%	
Other	70,275	48,613	103,741	240,527									463,156	900,000	51.46%	
Total Operating Revenue	\$ 2,198,653	\$ 4,400,444	\$ 2,276,230	\$ 2,595,146	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 9,194,242	\$ -	\$ 31,747,600	28.96%
Cash Operating Expenses:																
Directors	\$ 7,019	\$ 14,476	\$ 12,360	\$ 7,417									\$ 41,271	\$ 162,914	25.33%	
Administration-Services	150,148	154,556	232,203	164,247									701,153	2,263,006	30.98%	
Administration-District	88,115	185,791	255,840	169,367									699,113	2,420,929	28.88%	
Engineering	115,367	126,954	176,106	124,666									543,094	1,667,211	32.58%	
Facilities	620,490	531,752	659,567	613,907									2,425,715	6,278,142	38.64%	
Operations	157,312	206,139	361,014	305,298									1,029,763	3,578,644	28.78%	
Finance	150,924	137,652	188,858	142,673									620,107	1,696,930	36.54%	
Water Use Efficiency	20,213	18,905	26,771	19,791									85,680	406,847	21.06%	
Human Resources	20,015	34,269	41,882	47,870									144,036	535,607	26.89%	
Information Technology	242,304	179,381	132,500	89,481									643,665	1,825,946	35.25%	
Customer Care	116,099	109,834	156,937	110,760									493,629	1,454,576	33.94%	
Source of Supply-Purchased Water	1,005,037	83,300	(21,183)	7,078									1,074,232	3,402,922	31.57%	
Plant Expenditures	57,471	-	-	-									57,471	488,305	11.77%	
Sediment Removal Project	34,095	-	16,536	-									50,631	600,000	8.44%	
GAC Filter Media Replacement	-	-	-	-									-	750,000	0.00%	
Total Cash Operating Expenses	\$ 2,784,608	\$ 4,022,398	\$ 2,239,389	\$ 1,802,553	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 8,609,560	\$ -	\$ 27,531,979	31.27%
Net Cash Operating Profit/(Loss)	\$ (585,956)	\$ 378,046	\$ 36,841	\$ 792,592	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 584,682	\$ -	\$ 4,215,621	13.87%
Non-Cash Operating Expenses:																
Depreciation	\$ 427,878	\$ 427,878	\$ 430,448	\$ 428,516									\$ 1,714,720	\$ 5,050,000	33.95%	
OPEB Accrual Expense	127,710	127,710	127,710	127,710									510,840	1,600,000	31.93%	
Bad Debts	(451)	(78)	(78)	(396)									(1,003)	125,000	-0.80%	
Service Costs Construction	22,751	24,501	53,295	49,132									149,679	150,000	99.79%	
Capitalized Construction	(24,458)	(86,120)	(197,829)	(184,755)									(493,162)	(900,000)	54.80%	
Capital Contributions	-	-	-	-									-	-	-	
Total Non-Cash Operating Expenses	\$ 553,430	\$ 907,438	\$ 413,547	\$ 420,207	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,881,075	\$ -	\$ 6,025,000	31.22%
Net Operating Profit/(Loss)	\$ (1,139,386)	\$ (529,392)	\$ (376,706)	\$ 372,385	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (1,296,393)	\$ -	\$ (1,809,379)	71.65%
Non-Operating Revenues:																
Assessments (Debt Service)	\$ 517,898	\$ 517,898	\$ 517,898	\$ 517,898									\$ 2,071,593	\$ 5,400,000	38.36%	
Assessments (1%)	487,891	165,435	165,435	165,435									984,196	2,200,000	44.74%	
DWR Fixed Charge Recovery	-	-	-	100,283									100,283	175,000	57.30%	
Interest	(6,823)	(5,383)	(11,412)	(5,818)									(29,436)	130,000	-22.64%	
CIF - Infrastructure	10,544	135,000	363,266	15,687									524,497	200,000	262.25%	
CIF - Water Supply	24,102	315,000	776,496	8,604									1,124,202	350,000	321.20%	
Grants - State and Federal	-	3,472	-	-									3,472	75,000	4.63%	
Other	248	0	236	4,578									5,062	50,000	10.12%	
Total Non-Operating Revenues	\$ 1,033,860	\$ 2,943,341	\$ 1,811,918	\$ 806,667	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 4,783,868	\$ -	\$ 8,580,000	55.76%
Non-Operating Expenses:																
Interest on Long-Term Debt	\$ 187,675	\$ 187,675	\$ 736,175	\$ 173,840									\$ 1,285,365	\$ 2,106,446	61.02%	
Deferred Charges-Cost of Issuance	-	-	-	-									-	-	-	
Amortization of SWP	334,019	334,020	334,021	334,022									1,336,083	3,658,084	36.52%	
Change in Investments in PRWA	-	3,558	-	-									3,558	75,000	4.74%	
Water Conservation Programs	11,353	9,205	10,057	2,580									33,195	236,500	14.04%	
Total Non-Operating Expenses	\$ 533,048	\$ 1,614,712	\$ 1,080,254	\$ 510,443	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,658,202	\$ -	\$ 6,076,030	43.75%
Net Earnings	\$ (638,574)	\$ 799,237	\$ 354,959	\$ 668,610	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 829,274	\$ -	\$ 694,591	119.39%

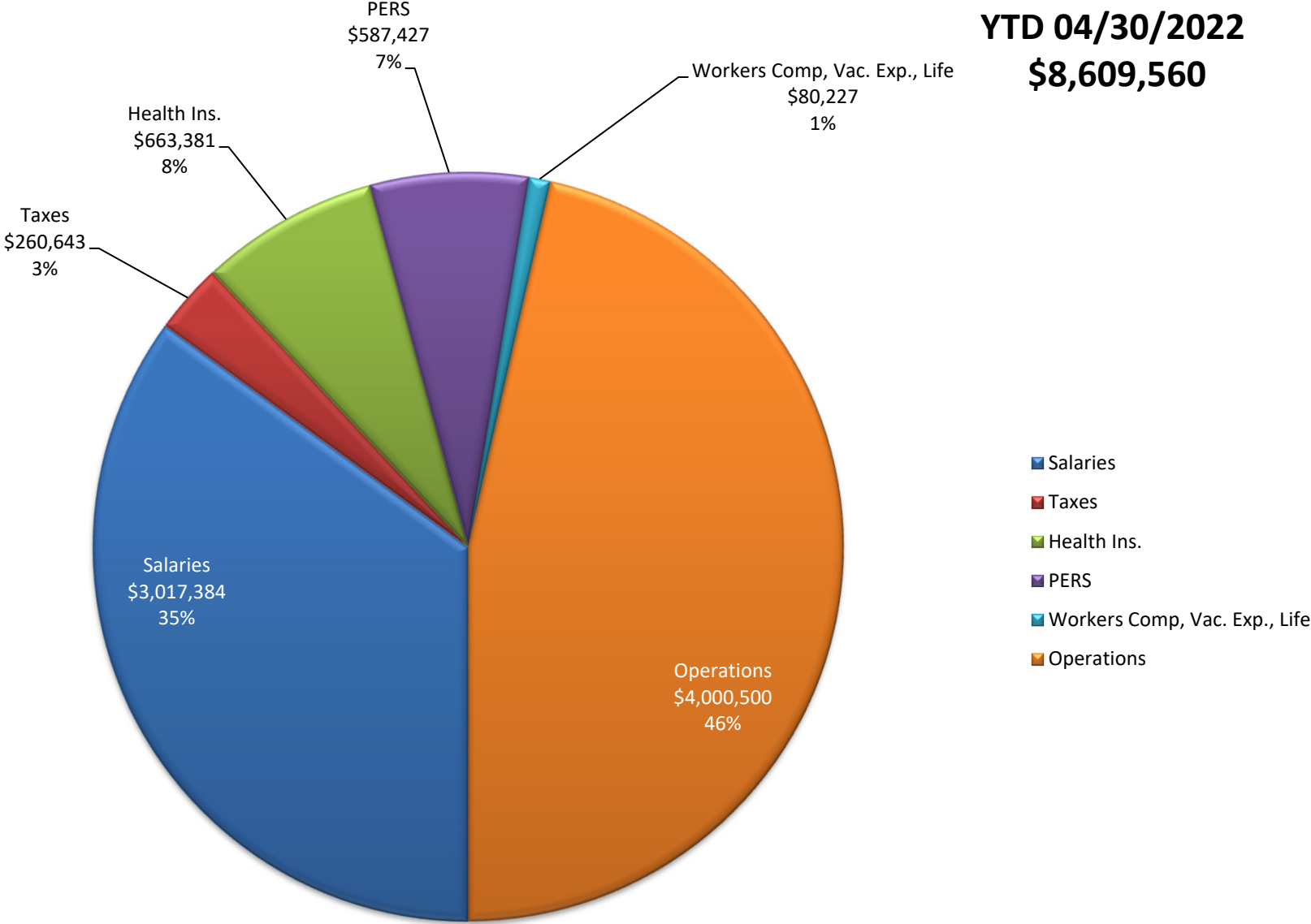
P & L BUDGET vs. ACTUAL



DEPARTMENTAL - BUDGET vs. ACTUAL



**Personnel to Operations Exp
YTD 04/30/2022
\$8,609,560**



**Palmdale Water District
2022 Directors Budget
For the Four Months Ending Saturday, April 30, 2022**

	YTD ACTUAL 2022	ORIGINAL BUDGET 2022	ADJUSTMENTS 2022	ADJUSTED BUDGET REMAINING	PERCENT USED
Personnel Budget:					
1-01-4000-000 Directors Pay	\$ -	\$ -	\$ -	\$ -	
Employee Benefits					
1-01-4005-000 Payroll Taxes	2,407	6,064		3,657	39.69%
1-01-4010-000 Health Insurance - Directors	10,345	51,250		40,905	20.19%
Subtotal (Benefits)	12,752	57,314	-	44,562	22.25%
 Total Personnel Expenses	 \$ 12,752	 \$ 57,314	 \$ -	 \$ 44,562	 22.25%
OPERATING EXPENSES:					
1-01-xxxx-006 Director Share - Dizmang, Gloria	\$ 8,409				
1-01-xxxx-008 Director Share - Mac Laren, Kathy	5,190				
1-01-xxxx-010 Director Share - Dino, Vincent	6,280				
1-01-xxxx-012 Director Share - Wilson, Don	4,450				
1-01-xxxx-013 Director Share - Merino, Amberrose	4,190				
Subtotal Operating Expenses	28,519	105,600	-	77,081	27.01%
 Total O & M Expenses	 \$ 41,271	 \$ 162,914	 \$ -	 \$ 121,643	 25.33%

Palmdale Water District
2022 Administration Services Budget
For the Four Months Ending Saturday, April 30, 2022

	YTD ACTUAL 2022	ORIGINAL BUDGET 2022	ADJUSTMENTS 2022	ADJUSTED BUDGET REMAINING	PERCENT USED
Personnel Budget:					
1-02-4000-000 Salaries	\$ 453,821	\$ 1,437,000		\$ 983,179	31.58%
1-02-4000-100 Overtime	998	6,284		5,286	15.89%
Subtotal (Salaries)	\$ 454,819	\$ 1,443,284	\$ -	\$ 988,465	31.51%
Employee Benefits					
1-02-4005-000 Payroll Taxes	\$ 38,705	\$ 102,000		63,295	37.95%
1-02-4010-000 Health Insurance	66,778	166,500		99,722	40.11%
1-02-4015-000 PERS	44,269	134,500		90,231	32.91%
Subtotal (Benefits)	\$ 149,752	\$ 403,000	\$ -	\$ 253,248	37.16%
Total Personnel Expenses	\$ 604,571	\$ 1,846,284	\$ -	\$ 1,241,713	32.75%
OPERATING EXPENSES:					
1-02-4050-000 Staff Travel	\$ 1,263	\$ 15,888	\$ -	\$ 14,624	7.95%
1-02-4050-100 General Manager Travel	102	5,330		5,228	1.91%
1-02-4060-000 Staff Conferences & Seminars	1,338	6,355		5,017	21.05%
1-02-4060-100 General Manager Conferences & Seminars	1,050	4,203		3,153	24.99%
1-02-4130-000 Bank Charges	63,459	205,000		141,541	30.96%
1-02-4150-000 Accounting Services	-	26,650		26,650	0.00%
1-02-4175-000 Permits	2,981	18,552		15,571	16.07%
1-02-4180-000 Postage	2,908	17,425		14,517	16.69%
1-02-4190-100 Public Relations - Publications	10,574	31,980		21,406	33.06%
1-02-4190-700 Public Affairs - Marketing/Outreach	2,760	41,000		38,240	6.73%
1-02-4190-705 Public Affairs - Drought Outreach	3,648	-		-	0.00%
1-02-4190-710 Public Affairs -Advertising	-	5,125		5,125	0.00%
1-02-4190-720 Public Affairs - Equipment	-	2,520		2,520	0.00%
1-02-4190-730 Public Affairs -Conference/Seminar/Travel	-	3,075		3,075	0.00%
1-02-4190-740 Public Affairs - Consultants	900	2,050		1,150	43.90%
1-02-4190-750 Public Affairs - Membership	335	1,230		895	27.24%
1-02-4200-000 Advertising	-	4,203		4,203	0.00%
1-02-4205-000 Office Supplies	5,264	26,138		20,873	20.14%
Subtotal Operating Expenses	\$ 96,582	\$ 416,722	\$ -	\$ 323,788	23.18%
Total Departmental Expenses	\$ 701,153	\$ 2,263,006	\$ -	\$ 1,565,501	30.98%

Palmdale Water District
2022 Administration District Wide Budget
For the Four Months Ending Saturday, April 30, 2022

	YTD ACTUAL 2022	ORIGINAL BUDGET 2022	ADJUSTMENTS 2022	ADJUSTED BUDGET REMAINING	PERCENT USED
Personnel Budget:					
1-02-5070-001 On-Call	\$ 29,047	\$ 85,000		\$ 55,953	34.17%
Subtotal (Salaries)	\$ 29,047	\$ 85,000	\$ -	\$ 55,953	34.17%
Employee Benefits					
1-02-5070-002 PERS-Unfunded Liability	\$ 296,713	\$ 938,763		642,050	31.61%
1-02-5070-003 Workers Compensation	63,717	280,000		216,283	22.76%
1-02-5070-004 Vacation Benefit Expense	14,643	86,934		72,292	16.84%
1-02-5070-005 Life Insurance	1,867	7,332		5,465	25.46%
Subtotal (Benefits)	\$ 376,939	\$ 1,313,029	\$ -	\$ 936,090	28.71%
Total Personnel Expenses	\$ 405,986	\$ 1,398,029	\$ -	\$ 992,043	29.04%
OPERATING EXPENSES:					
1-02-5070-006 Other Operating	\$ 18,726	\$ 61,500		42,774	30.45%
1-02-5070-007 Consultants	86,922	281,875		194,953	30.84%
1-02-5070-008 Insurance	116,461	266,500		150,039	43.70%
1-02-5070-009 Groundwater Adjudication - Legal	8,192	42,025		33,833	19.49%
1-02-5070-010 Legal Services	30,790	134,275		103,485	22.93%
1-02-5070-011 Memberships/Subscriptions	18,188	169,125		150,937	10.75%
1-02-5070-014 Groundwater Adjudication - Assessment	13,848	67,600		53,752	20.49%
Subtotal Operating Expenses	\$ 293,127	\$ 1,022,900	\$ -	\$ 729,773	28.66%
Total Departmental Expenses	\$ 699,113	\$ 2,420,929	\$ -	\$ 1,721,816	28.88%

Palmdale Water District
2022 Engineering Budget
For the Four Months Ending Saturday, April 30, 2022

	YTD ACTUAL 2022	ORIGINAL BUDGET 2022	ADJUSTMENTS 2022	ADJUSTED BUDGET REMAINING	PERCENT USED
Personnel Budget:					
1-03-4000-000 Salaries	\$ 375,780	\$ 1,180,000	\$ -	\$ 804,220	31.85%
1-03-4000-100 Overtime	11,639	15,711		4,072	74.08%
Subtotal (Salaries)	<u>\$ 387,419</u>	<u>\$ 1,195,711</u>	<u>\$ -</u>	<u>\$ 808,292</u>	<u>32.40%</u>
Employee Benefits					
1-03-4005-000 Payroll Taxes	33,134	91,500		58,366	36.21%
1-03-4010-000 Health Insurance	78,490	208,500		130,010	37.65%
1-03-4015-000 PERS	35,450	112,000		76,550	31.65%
Subtotal (Benefits)	<u>\$ 147,074</u>	<u>\$ 412,000</u>	<u>\$ -</u>	<u>\$ 264,926</u>	<u>35.70%</u>
Total Personnel Expenses	<u><u>\$ 534,493</u></u>	<u><u>\$ 1,607,711</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 1,073,218</u></u>	<u><u>33.25%</u></u>
OPERATING EXPENSES:					
1-03-4050-000 Staff Travel	\$ 1,384	\$ 5,000		3,616	27.67%
1-03-4060-000 Staff Conferences & Seminars	(25)	8,000		8,025	-0.31%
1-03-4060-001 Staff Training - Auto CAD Civil 3D	-	10,000		10,000	0.00%
1-03-4155-000 Contracted Services	2,362	3,000		638	78.73%
1-03-4165-000 Memberships/Subscriptions	1,544	5,000		3,456	30.89%
1-03-4250-000 General Materials & Supplies	336	4,500		4,164	7.46%
1-03-4250-100 Supplies - Plotter Paper/Toner	-	1,000		1,000	0.00%
1-03-8100-100 Computer Software - Maint. & Support	3,000	-		(3,000)	0.00%
Subtotal Operating Expenses	<u>\$ 8,601</u>	<u>\$ 36,500</u>	<u>\$ -</u>	<u>\$ 27,899</u>	<u>23.56%</u>
Total Departmental Expenses	<u><u>\$ 543,094</u></u>	<u><u>\$ 1,644,211</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 1,101,117</u></u>	<u><u>33.03%</u></u>

Palmdale Water District
2021 Facilities Budget
For the Four Months Ending Saturday, April 30, 2022

	YTD ACTUAL 2021	ORIGINAL BUDGET 2021	ADJUSTMENTS 2021	ADJUSTED BUDGET REMAINING	PERCENT USED
Personnel Budget:					
1-04-4000-000 Salaries	\$ 675,300	\$ 2,272,500		\$ 1,597,200	29.72%
1-04-4000-100 Overtime	41,683	150,826		109,142	27.64%
Subtotal (Salaries)	\$ 716,984	\$ 2,423,326	\$ -	\$ 1,706,342	29.59%
Employee Benefits					
1-04-4005-000 Payroll Taxes	63,417	191,250		127,833	33.16%
1-04-4010-000 Health Insurance	203,754	408,500		204,746	49.88%
1-04-4015-000 PERS	66,180	210,750		144,570	31.40%
Subtotal (Benefits)	\$ 333,350	\$ 810,500	\$ -	\$ 477,150	41.13%
Total Personnel Expenses	\$ 1,050,334	\$ 3,233,826	\$ -	\$ 2,183,491	32.48%
OPERATING EXPENSES:					
1-04-4050-000 Staff Travel	\$ -	\$ 6,355		\$ 6,355	0.00%
1-04-4060-000 Staff Conferences & Seminars	-	15,888		15,888	0.00%
1-04-4155-000 Contracted Services	145,157	245,078		99,921	59.23%
1-04-4175-000 Permits-Dams	33,755	43,050		9,295	78.41%
1-04-4215-100 Natural Gas - Wells & Boosters	121,872	235,806		113,934	51.68%
1-04-4215-200 Natural Gas - Buildings	6,032	9,940		3,908	60.69%
1-04-4220-100 Electricity - Wells & Boosters	665,990	901,304		235,315	73.89%
1-04-4220-200 Electricity - Buildings	24,691	99,399		74,707	24.84%
1-04-4225-000 Maint. & Repair - Vehicles	3,239	35,768		32,529	9.06%
1-04-4230-100 Maint. & Rep. Office Building	2,091	27,878		25,787	7.50%
1-04-4230-200 Maint. & Rep. Two Way Radios	180	5,260		5,080	3.42%
1-04-4235-110 Maint. & Rep. Equipment	2,971	13,360		10,390	22.23%
1-04-4235-400 Maint. & Rep. Operations - Wells	21,707	89,041		67,334	24.38%
1-04-4235-405 Maint. & Rep. Operations - Boosters	15,701	55,637		39,936	28.22%
1-04-4235-410 Maint. & Rep. Operations - Shop Bldgs	432	27,352		26,920	1.58%
1-04-4235-415 Maint. & Rep. Operations - Facilities	583	54,704		54,121	1.07%
1-04-4235-420 Maint. & Rep. Operations - Water Lines	108,356	331,380		223,024	32.70%
1-04-4235-425 Maint. & Rep. Operations - Littlerock Dam	14,400	16,306		1,906	88.31%
1-04-4235-435 Maint. & Rep. Operations - Palmdale Canal	6,028	7,364		1,336	81.85%
1-04-4235-440 Maint. & Rep. Operations - Large Meters	745	16,306		15,561	4.57%
1-04-4235-450 Maint. & Rep. Operations - Hypo Generators	4,046	8,311		4,265	48.68%
1-04-4235-455 Maint. & Rep. Operations - Heavy Equipment	13,557	46,288		32,731	29.29%
1-04-4235-460 Maint. & Rep. Operations - Storage Reservoirs	132	5,470		5,339	2.41%
1-04-4235-461 Maint. & Rep. Operations - Air Vac	2,767	5,470		2,703	50.58%
1-04-4235-470 Maint. & Rep. Operations - Meters Exchanges	5,845	163,060		157,215	3.58%
1-04-4300-100 Testing - Regulatory Compliance	-	21,012		21,012	0.00%
1-04-4300-200 Testing - Large Meters	9,055	13,325		4,270	67.95%
1-04-4300-300 Testing - Edison Testing	-	12,300		12,300	0.00%
1-04-6000-000 Waste Disposal	4,504	21,972		17,468	20.50%
1-04-6100-100 Fuel and Lube - Vehicle	55,856	147,268		91,412	37.93%
1-04-6100-200 Fuel and Lube - Machinery	10,250	26,965		16,714	38.01%
1-04-6200-000 Uniforms	6,642	28,218		21,577	23.54%
1-04-6300-100 Supplies - General	21,983	65,507		43,524	33.56%
1-04-6300-300 Supplies - Electrical	-	3,023		3,023	0.00%
1-04-6300-800 Supplies - Construction Materials	4,574	35,273		30,699	12.97%
1-04-6400-000 Tools	8,137	45,452		37,315	17.90%
1-04-7000-100 Leases -Equipment	3,669	15,117		11,448	24.27%
1-04-7000-100 Leases -Vehicles	50,434	143,108		92,673	35.24%
Subtotal Operating Expenses	\$ 1,375,381	\$ 3,044,316	\$ -	\$ 1,668,935	45.18%
Total Departmental Expenses	\$ 2,425,715	\$ 6,278,142	\$ -	\$ 3,852,427	38.64%

Palmdale Water District
2022 Operation Budget
For the Four Months Ending Saturday, April 30, 2022

	YTD ACTUAL 2022	ORIGINAL BUDGET 2022	ADJUSTMENTS 2022	ADJUSTED BUDGET REMAINING	PERCENT USED
Personnel Budget:					
1-05-4000-000 Salaries	\$ 373,457	\$ 1,197,000		\$ 823,543	31.20%
1-05-4000-100 Overtime	43,839	103,693		59,853	42.28%
Subtotal (Salaries)	<u>\$ 417,296</u>	<u>\$ 1,300,693</u>	\$ -	<u>\$ 883,397</u>	<u>32.08%</u>
Employee Benefits					
1-05-4005-000 Payroll Taxes	36,879	95,500		58,621	38.62%
1-05-4010-000 Health Insurance	75,533	160,500		84,967	47.06%
1-05-4015-000 PERS	39,027	122,500		83,473	31.86%
Subtotal (Benefits)	<u>\$ 151,440</u>	<u>\$ 378,500</u>	\$ -	<u>\$ 227,060</u>	<u>40.01%</u>
Total Personnel Expenses	<u><u>\$ 568,736</u></u>	<u><u>\$ 1,679,193</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 1,110,457</u></u>	<u><u>33.87%</u></u>
OPERATING EXPENSES:					
1-05-4050-000 Staff Travel	\$ -	\$ 3,177		\$ 3,177	0.00%
1-05-4060-000 Staff Conferences & Seminars	-	3,177		3,177	0.00%
1-05-4120-100 Training - Lab Equipment	-	5,330		5,330	0.00%
1-05-4155-000 Contracted Services	19,172	105,440		86,268	18.18%
1-05-4175-000 Permits	4,871	83,333		78,462	5.84%
1-05-4215-200 Natural Gas - WTP	1,572	3,348		1,776	46.95%
1-05-4220-200 Electricity - WTP	75,259	224,955		149,696	33.46%
1-05-4230-110 Maint. & Rep. - Office Equipment	1,846	5,576		3,730	33.11%
1-05-4235-110 Maint. & Rep. Operations - Equipment	3,043	22,092		19,049	13.77%
1-05-4235-410 Maint. & Rep. Operations - Shop Bldgs	4,793	6,628		1,835	72.31%
1-05-4235-415 Maint. & Rep. Operations - Facilities	59,995	77,848		17,853	77.07%
1-05-4235-500 Maint. & Rep. Operations - Wind Turbine	-	10,520		10,520	0.00%
1-05-4236-000 Palmdale Lake Management	57,807	136,162		78,355	42.45%
1-05-6000-000 Waste Disposal	883	21,972		21,089	4.02%
1-05-6200-000 Uniforms	4,646	16,125		11,479	28.81%
1-05-6300-100 Supplies - Misc.	4,423	15,319		10,896	28.87%
1-05-6300-600 Supplies - Lab	37,418	75,334		37,916	49.67%
1-05-6300-700 Outside Lab Work	30,733	115,000		84,267	26.72%
1-05-6400-000 Tools	319	6,148		5,829	5.19%
1-05-6500-000 Chemicals	154,250	958,946		804,696	16.09%
1-05-7000-100 Leases -Equipment	-	3,023		3,023	0.00%
Subtotal Operating Expenses	<u>\$ 461,027</u>	<u>\$ 1,899,451</u>	<u>\$ -</u>	<u>\$ 1,438,424</u>	<u>24.27%</u>
Total Departmental Expenses	<u><u>\$ 1,029,763</u></u>	<u><u>\$ 3,578,644</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 2,548,881</u></u>	<u><u>28.78%</u></u>

Palmdale Water District
2022 Finance Budget
For the Four Months Ending Saturday, April 30, 2022

	YTD ACTUAL 2022	ORIGINAL BUDGET 2022	ADJUSTMENTS 2022	ADJUSTED BUDGET REMAINING	PERCENT USED
Personnel Budget:					
1-06-4000-000 Salaries	\$ 348,558	\$ 980,500		\$ 631,942	35.55%
1-06-4000-100 Overtime	1,167	2,095		928	55.71%
Subtotal (Salaries)	<u>\$ 349,725</u>	<u>\$ 982,595</u>	\$ -	<u>\$ 632,870</u>	<u>35.59%</u>
Employee Benefits					
1-06-4005-000 Payroll Taxes	27,947	76,500		48,553	36.53%
1-06-4010-000 Health Insurance	77,288	160,500		83,212	48.15%
1-06-4015-000 PERS	35,192	104,000		68,808	33.84%
Subtotal (Benefits)	<u>\$ 140,427</u>	<u>\$ 341,000</u>	\$ -	<u>\$ 200,573</u>	<u>41.18%</u>
Total Personnel Expenses	<u><u>\$ 490,151</u></u>	<u><u>\$ 1,323,595</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 833,443</u></u>	<u><u>37.03%</u></u>
OPERATING EXPENSES:					
1-06-4050-000 Staff Travel	\$ -	\$ 2,050		\$ 2,050	0.00%
1-06-4060-000 Staff Conferences & Seminars	-	1,538		1,538	0.00%
1-06-4155-000 Contracted Services	(3,000)	12,915		15,915	-23.23%
1-06-4155-100 Contracted Services - Infosend	93,274	290,075		196,801	32.15%
1-06-4165-000 Memberships/Subscriptions	110	513		403	21.46%
1-06-4230-110 Maintenance & Repair - Office Equipment	-	526		526	0.00%
1-06-4250-000 General Material & Supplies	267	2,016		1,749	13.24%
1-06-4260-000 Business Forms	534	1,538		1,004	34.72%
1-06-4270-100 Telecommunication - Office	27,077	32,800		5,723	82.55%
1-06-4270-200 Telecommunication - Cellular Stipend	9,765	26,343		16,578	37.07%
1-06-7000-100 Leases - Equipment	1,929	3,023		1,094	63.80%
Subtotal Operating Expenses	<u>\$ 129,956</u>	<u>\$ 373,335</u>	<u>\$ -</u>	<u>\$ 243,379</u>	<u>34.81%</u>
Total Departmental Expenses	<u><u>\$ 620,107</u></u>	<u><u>\$ 1,696,930</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 1,076,823</u></u>	<u><u>36.54%</u></u>

Palmdale Water District
2022 Water Use Efficiency Budget
For the Four Months Ending Saturday, April 30, 2022

	YTD ACTUAL 2022	ORIGINAL BUDGET 2022	ADJUSTMENTS 2022	ADJUSTED BUDGET REMAINING	PERCENT USED
Personnel Budget:					
1-07-4000-000 Salaries	\$ 57,612	\$ 172,000		\$ 114,388	33.50%
1-07-4000-100 Overtime	93	5,237		5,144	1.78%
Subtotal (Salaries)	<u>\$ 57,705</u>	<u>\$ 177,237</u>		<u>\$ 119,532</u>	<u>32.56%</u>
Employee Benefits					
1-07-4005-000 Payroll Taxes	5,170	14,250		9,080	36.28%
1-07-4010-000 Health Insurance	13,715	41,000		27,285	33.45%
1-07-4015-000 PERS	6,405	19,500		13,095	32.85%
Subtotal (Benefits)	<u>\$ 25,290</u>	<u>\$ 74,750</u>	<u>\$ -</u>	<u>\$ 49,460</u>	<u>33.83%</u>
Total Personnel Expenses	<u><u>\$ 82,996</u></u>	<u><u>\$ 251,987</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 163,848</u></u>	<u><u>32.94%</u></u>
OPERATING EXPENSES:					
1-07-4050-000 Staff Travel	\$ -	\$ 2,665		\$ 2,665	0.00%
1-07-4060-000 Staff Conferences & Seminar	-	3,177		3,177	0.00%
1-07-4190-300 Public Relations - Landscape Workshop/Training	-	5,330		5,330	0.00%
1-07-4190-400 Public Relations - Contests	-	3,177		3,177	0.00%
1-07-4190-500 Public Relations - Education Programs	-	128,125		128,125	0.00%
1-07-4190-900 Public Relations - Other	120	5,330		5,210	2.25%
1-07-6300-100 Supplies - Misc.	2,564	7,055		4,490	36.35%
Subtotal Operating Expenses	<u>\$ 2,684</u>	<u>\$ 154,860</u>	<u>\$ -</u>	<u>\$ 152,175</u>	<u>1.73%</u>
Total Departmental Expenses	<u><u>\$ 85,680</u></u>	<u><u>\$ 406,847</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 316,023</u></u>	<u><u>21.06%</u></u>

Palmdale Water District
2022 Human Resources Budget
For the Four Months Ending Saturday, April 30, 2022

	YTD ACTUAL 2022	ORIGINAL BUDGET 2022	ADJUSTMENTS 2022	ADJUSTED BUDGET REMAINING	PERCENT USED
Personnel Budget:					
1-08-4000-000 Salaries	\$ 78,972	\$ 260,000		\$ 181,028	30.37%
1-08-4000-100 Salaries - Overtime	-	1,047		1,047	0.00%
Subtotal (Salaries)	\$ 78,972	\$ 261,047	\$ -	\$ 181,028	30.25%
Employee Benefits					
1-08-4005-000 Payroll Taxes	7,352	20,500		13,148	35.86%
1-08-4010-000 Health Insurance	4,583	27,500		22,917	16.67%
1-08-4015-000 PERS	7,906	23,500		15,594	33.64%
Subtotal (Benefits)	\$ 19,841	\$ 71,500	\$ -	\$ 51,659	27.75%
Total Personnel Expenses	\$ 98,812	\$ 332,547	\$ -	\$ 232,688	29.71%
OPERATING EXPENSES:					
1-08-4050-000 Staff Travel	\$ 315	\$ 1,538		\$ 1,223	20.46%
1-08-4060-000 Staff Conferences & Seminars	635	1,538		903	41.29%
1-08-4070-000 Employee Expense	18,272	85,000		66,728	21.50%
1-08-4095-000 Employee Recruitment	1,342	3,178		1,836	42.23%
1-08-4100-000 Employee Retention	450	5,330		4,880	8.44%
1-08-4120-100 Training-Safety	1,880	36,900		35,020	5.09%
1-08-4120-200 Training-Speciality	-	15,888		15,888	0.00%
1-08-4121-000 Safety Program	-	1,025		1,025	0.00%
1-08-4165-000 Membership/Subscriptions	306	1,640		1,334	18.66%
1-08-4165-100 HR/Safety Publications	-	1,025		1,025	0.00%
1-08-6300-500 Supplies - Safety	22,023	50,000		27,977	44.05%
Subtotal Operating Expenses	\$ 45,223	\$ 203,062	\$ -	\$ 157,839	22.27%
Total Departmental Expenses	\$ 144,036	\$ 535,609	\$ -	\$ 391,573	26.89%

Palmdale Water District
2022 Information Technology Budget
For the Four Months Ending Saturday, April 30, 2022

	YTD ACTUAL 2022	ORIGINAL BUDGET 2022	ADJUSTMENTS 2022	ADJUSTED BUDGET REMAINING	PERCENT USED
Personnel Budget:					
1-09-4000-000 Salaries	\$ 195,394	\$ 617,500	\$ -	\$ 422,106	31.64%
1-09-4000-100 Overtime	1,851	21,995		20,145	8.41%
Subtotal (Salaries)	\$ 197,245	\$ 639,495	\$ -	\$ 442,250	30.84%
Employee Benefits					
1-09-4005-000 Payroll Taxes	16,980	48,750		31,770	34.83%
1-09-4010-000 Health Insurance	46,150	80,000		33,850	57.69%
1-09-4015-000 PERS	21,767	65,750		43,983	33.11%
Subtotal (Benefits)	\$ 84,897	\$ 194,500	\$ -	\$ 109,603	43.65%
Total Personnel Expenses	\$ 282,142	\$ 833,995	\$ -	\$ 551,853	33.83%
OPERATING EXPENSES:					
1-09-4050-000 Staff Travel	\$ -	\$ 3,178		\$ 3,178	0.00%
1-09-4060-000 Staff Conferences & Seminars	790	10,660		9,870	7.41%
1-09-4155-000 Contracted/Cloud Services	119,747	307,805		188,058	38.90%
1-09-4165-000 Memberships/Subscriptions	1,239	2,665		1,426	46.49%
1-09-4235-445 Maint & Repair - Telemetry	34	5,433		5,398	0.63%
1-09-4270-000 Telecommunications	44,816	122,078		77,262	36.71%
1-09-6300-400 Supplies - Telemetry	31	-		(31)	0.00%
1-09-6450-110 Equipment - GF Signet Flow Meters	-	7,659		7,659	0.00%
1-09-7000-100 Leases - Equipment	17,933	56,437		38,504	31.78%
1-09-8000-100 Computer Equipment - Computers	5,019	45,351		40,332	11.07%
1-09-8000-200 Computer Equipment - Laptops	10,008	45,351		35,343	22.07%
1-09-8000-300 Computer Equipment - Monitors	-	12,094		12,094	0.00%
1-09-8000-500 Computer Equipment - Printer Supplies	-	2,520		2,520	0.00%
1-09-8000-550 Computer Equipment - Telephony	-	3,023		3,023	0.00%
1-09-8000-600 Computer Equipment - Other	4,427	30,234		25,807	14.64%
1-09-8000-650 Computer Equipment - Warranty & Support	4,350	15,117		10,767	28.78%
1-09-8100-100 Computer Software - Maint. and Support	89,542	260,847		171,305	34.33%
1-09-8100-150 Computer Software - Dynamics GP Support	50,683	41,000		(9,683)	123.62%
1-09-8100-200 Computer Software - Software and Upgrades	12,902	20,500		7,597	62.94%
Subtotal Operating Expenses	\$ 361,523	\$ 991,951	\$ -	\$ 630,428	36.45%
Total Departmental Expenses	\$ 643,665	\$ 1,825,946	\$ -	\$ 1,182,281	35.25%

Palmdale Water District
2022 Customer Care Budget
For the Four Months Ending Saturday, April 30, 2022

	YTD ACTUAL 2022	ORIGINAL BUDGET 2022	ADJUSTMENTS 2022	ADJUSTED BUDGET REMAINING	PERCENT USED
Personnel Budget:					
1-10-4000-000 Salaries	\$ 327,673	\$ 1,019,000		\$ 691,327	32.16%
1-10-4000-100 Overtime	499	7,856		7,356	6.36%
Subtotal (Salaries)	<u>\$ 328,172</u>	<u>\$ 1,026,856</u>	\$ -	<u>\$ 698,683</u>	<u>31.96%</u>
Employee Benefits					
1-10-4005-000 Payroll Taxes	28,653	79,500		50,847	36.04%
1-10-4010-000 Health Insurance	97,089	205,000		107,911	47.36%
1-10-4015-000 PERS	34,517	105,000		70,483	32.87%
Subtotal (Benefits)	<u>\$ 160,260</u>	<u>\$ 389,500</u>	\$ -	<u>\$ 229,240</u>	<u>41.14%</u>
Total Personnel Expenses	<u><u>\$ 488,432</u></u>	<u><u>\$ 1,416,356</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 927,924</u></u>	<u><u>34.49%</u></u>
OPERATING EXPENSES:					
1-10-4050-000 Staff Travel	\$ -	\$ 2,050		\$ 2,050	0.00%
1-10-4060-000 Staff Conferences & Seminars	-	3,177		3,177	0.00%
1-10-4155-000 Contracted Services	4,404	26,728		22,324	16.48%
1-10-4230-110 Maintenance & Repair-Office Equipment	-	202		202	0.00%
1-10-4250-000 General Material & Supplies	793	5,039		4,246	15.75%
1-10-4260-000 Business Forms	-	1,025		1,025	0.00%
Subtotal Operating Expenses	<u>\$ 5,197</u>	<u>\$ 38,221</u>	\$ -	<u>\$ 33,023</u>	<u>13.60%</u>
Total Departmental Expenses	<u><u>\$ 493,629</u></u>	<u><u>\$ 1,454,576</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 960,947</u></u>	<u><u>33.94%</u></u>

New and Replacement Capital Projects

Budget Year	Project	Project Title	Project Type	Contractor	Approved Contract Amount	Board / Manager Approval	Payments Approved to Date	Contract Balance	Through Dec. 2021	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	2022 Total	2023 Carryover	
2017	12-400	PRGRRP - Construction of Monitoring Wells / Test Basin	Water Supply	Environmental Const.	427,490	04/26/2017	330,359	97,131	330,359														-	
2017	12-400	PRGRRP - Construction of Monitoring Wells / Test Basin - Auxiliary Items	Water Supply	Various Vendors			35,742	-	35,742														-	
2021	12-606	Spec 1206 - WM Repl in Division and Avenue Q	Replacement Cap.				38,555	-	5,720		16,475		16,360										32,835	
	12-606	Spec 1206 - WM Repl in Division and Avenue Q (Bond Fund)	Replacement Cap.	Toro Enterprises, Inc	2,243,362		1,049,936	1,193,426	-		463,799	248,650	337,487										1,049,936	
2018	18-410	PRV Replacement - 40th ST E (Bypass)	General Project				9,852	-	9,852														-	
2018	18-606	45th ST Tank Site - Altitude Valve Replacement	Replacement Cap.				372	-	372														-	
2018	18-614	LRD - Interior Access Ladder	Replacement Cap.				14,335	-	4,200		10,135												10,135	
2020	20-605	Sierra Hwy Tie-in @ Harold St and Abandonment Plan	Replacement Cap.				6,688	-	4,742	440	1,121		385										1,946	
	20-605	Sierra Hwy Tie-in @ Harold St and Abandonment Plan (Bond Fund)	Replacement Cap.	Christensen Bros	669,886		663,642	6,244	571,980		32,218	59,444											91,662	
2020	20-606	2800 Zone Velocity Deficiency	General Project				720	-	720														-	
2020	20-607	Move PRV Station @ 45th St E	Replacement Cap.				-	-	-														-	
2020	20-608	WM Repl in 17th St E from Ave P4 to Ave P8	Replacement Cap.				-	-	-														-	
2020	20-609	WM Repl in Ave Q6,12th to 16th	Replacement Cap.				4,730	-	4,730														-	
2020	20-610	2950 Zone Booster Station @ 3M Clearwell Site	Replacement Cap.				95,827	-	94,462		1,365												1,365	
2020	20-611	2020 Meter Exchange Program	General Project				49,131	-	49,131														-	
2020	20-615	2020 Soft Start Repl Program	General Project				20,040	-	20,040														-	
2020	20-619	25th ST Booster #3 Rehab	General Project				13,259	-	13,259														-	
2020	20-622	Well 36 Design & Const.	General Project				34,056	-	31,607	825	405	675	544										2,449	
	20-622	Well 36 Design & Const. (Bond Fund - Design)	General Project	Hazen and Sawyer	612,656		227,382	385,274	201,145		22,863	3,375											26,238	
	20-622	Well 36 Design & Const. (Bond Fund - Construction)	General Project	Zim Industries, Inc	2,073,913		723,596	1,350,317	-				723,596										723,596	
2020	20-623	AMI Meter System	General Project				15,000	-	15,000														-	
2020	20-625	WM Repl - 5th ST & Q1 thru Q5					2,000	-	2,000														-	
2020	20-703	Water Conservation Garden Construct @ MOB	General Project				1,640	-	1,640														-	
2021	21-600	2021 Soft Start Replacement Program	Replacement Cap.				13,231	-	13,231														-	
2021	21-601	2021 Booster Building Rehab					15,900	-	15,900														-	
2021	21-602	Repl Brine Storage Tanks - Wells	Replacement Cap.				50,331	-	50,331														-	
2021	21-607	Design 16" WM Ave P Well #8A					1,860	-	1,860														-	
2021	21-608	Sodium Hypo Gen System - Two Wells	Replacement Cap.	Ryan Process, Inc. (DeNora)	116,755		-	-	-		116,755	5,172											-	
2021	21-609	Design WM from 16"to24" Ave S					2,000	-	2,000														-	
2021	21-610	WM Repl E Ave Q10 & 12th St.	Replacement Cap.				2,000	-	2,000														-	
2021	21-613	Palmdale Ditch Conversion	General Project				73,022	-	73,022														-	
2021	21-615	IPS Pump-Check Valve WTP	Replacement Cap.				28,467	-	28,467														-	
2021	21-616	Booster #1 45th St. - Rotating Assembly	Replacement Cap.				21,786	-	-		14,976		6,810										21,786	
2021	21-617	WTP - NaOCL Repl System	Replacement Cap.				-	-	-														-	
2021	21-618	Repair Well #14	General Project				157,026	-	-		157,026												157,026	
2021	21-703	Main Office - Stucco Repair	General Project				18,457	-	10,145	1,790	413		6,109										8,312	
2022	22-607	Well 2A Generator Upgrade	General Project				5,809	-	-				5,809										5,809	
2022	22-608	Sodium Hypo Gen System - Two Wells	Replacement Cap.	Ryan Process, Inc. (DeNora)	116,755		116,755	-	-				116,755										116,755	
2022	22-609	TOC Analyzer	Replacement Cap.	Shimadzu Scientific			51,203	-	-				51,203										51,203	
2022	22-610	Repair Well #8 Pump	General Project				43,199	-	-				43,199										43,199	
2022	22-611	Repair Well #32 Pump	General Project				13,300	-	-				13,300										13,300	
2022	22-612	Service Line Replacement @ 20th and Avenue R (Qty. 4)	General Project	Internal - Crew			29,446	-	-			12,260	17,186										29,446	
2022	22-613	Repair Well #3 Motor	General Project				12,728	-	-				12,728										12,728	
2022	22-700	2022 Large Meter/Vault Repl Program	General Project	Internal - Crew			30,269	-	-		18,307	1,171	10,791										30,269	
							-	-	-														-	
			Sub-Totals:		6,260,817		4,023,652	3,032,392	1,593,658	3,055	855,856	330,747	1,362,262	-	-	-	-	-	-	-	-	-	2,429,994	-

Water Revenue Bond - Series 2018A

Updated: May 25, 2022

Project	Project #	Description	Bond Allocation	Contractual Commitment	Payout to Date	Over/(Under)	Uncommitted Bond \$
LGCS-ASI	04-501	Littlerock Dam - Grade Control Structure (Construction)	\$ 8,160,257	\$ 10,619,601	\$ 10,697,276	\$ (77,675)	\$ (2,537,019)
		Original Contract Amt: \$9,500,808, C.O.1: \$1,118,792.54					
LGCS-ASP	04-501	Littlerock Dam - Grade Control Structure (Monitoring)		1,238,287	1,067,335	170,952	(1,067,335)
WM-STAN	12-606	Spec 1206 - WM Repl Division/Q		2,243,362	1,513,734	729,628	(1,513,734)
		Original Contract Amt: \$2,093,892, C.O.1: \$149,470.02	Bond Shortfall	\$ 114,093			
WTP		Water Treatment Plant Improvements	2,375,000		-	-	
6MG		6 M.G. Reservoir Renovations	1,050,000		-	-	
WMR		Various W.M. Replacements	1,789,612		-	-	
PWD		Design, Engineering and Other Preconstruction Costs	173,000		-	-	
WRB		Bond Issuance Costs	226,303		226,303	-	
ISS		Issuance Funds			(12,092)		
Interest Earned through August 31, 2021						(333,918)	
Totals:			\$ 13,774,172	\$ 14,215,343	\$ 13,158,637	\$ 822,904	\$ (5,118,088)
2018A Water Revenue Bonds - Unallocated Funds:				\$ (441,171)			
2018A Water Revenue Bonds - Remaining Funds to payout:					\$ 615,534		

Requisition No.	Payee	Date Approved	Invoice No.	Project	Payment Amount
	Interest - April 2022		N/A	INT	135.76
44	Toro Enterprises, Inc	Apr 19, 2022	15402A & 15493	WM-STAN	\$ 801,285.81
	Interest - March 2022		N/A	INT	44.81
43	Toro Enterprises, Inc	Mar 24, 2022	15402	WM-STAN	248,649.98
	Interest - February 2022		N/A	INT	54.25
42	Toro Enterprises, Inc	Feb 15, 2022	App No. 1	WM-STAN	463,798.55
	Interest - January 2022		N/A	INT	54.49
41	Aspen Environmental Group	Jan 12, 2022	1116.007-41	LGCS-ASP	1,550.00
	Interest - December 2021		N/A	INT	52.76
40	Aspen Environmental Group	Dec 23, 2021	1116.007-40	LGCS-ASP	6,403.75
	Interest - November 2021		N/A	INT	54.81
	Interest - October 2021		N/A	INT	53.10
39	Aspen Environmental Group	Oct 20, 2021	1116.007-39	LGCS-ASP	9,707.50
39	Aspen Environmental Group	Oct 20, 2021	1116.007-38	LGCS-ASP	5,738.75
	Interest - September 2021		N/A	INT	54.96
	Interest - August 2021		N/A	INT	55.00
38	Aspen Environmental Group	Aug 19, 2021	1116.007-37	LGCS-ASP	4,120.00
37	Aspen Environmental Group	Aug 5, 2021	1116.007-36	LGCS-ASP	5,538.65
	Interest - July 2021		N/A	INT	48.87
36	Aspen Environmental Group	Jul 6, 2021	1116.007-32	LGCS-ASP	24,575.68
36	Aspen Environmental Group	Jul 6, 2021	1116.007-29	LGCS-ASP	6,168.50
35	Aspen Environmental Group	Jul 1, 2021	1116.007-35	LGCS-ASP	5,252.50
	Interest - June 2021		N/A	INT	56.29
	Interest - May 2021		N/A	INT	54.55
34	Aspen Environmental Group	May 13, 2021	1116.007-34	LGCS-ASP	3,557.50
33	Aspen Environmental Group	May 5, 2021	1116.007-33	LGCS-ASP	7,892.94
	Interest - April 2021		N/A	INT	56.38
	Interest - March 2021		N/A	INT	51.10
32	Aspen Environmental Group	Mar 1, 2021	1116.007-31	LGCS-ASP	8,042.16
	Interest - February 2021		N/A	INT	57.28
31	Aspen Environmental Group	Feb 9, 2021	1116.007-28	LGCS-ASP	9,502.23
31	Aspen Environmental Group	Feb 9, 2021	1116.007-27	LGCS-ASP	5,857.58
	Interest - January 2021		N/A	INT	32.97
30	Aspen Environmental Group	Jan 20, 2021	1116.007-30	LGCS-ASP	22,482.97
	Interest - December 2020		N/A	INT	30.56
	Interest - November 2020		N/A	INT	42.73
	Interest - October 2020		N/A	INT	62.73
	Interest - September 2020		N/A	INT	103.31
29	Aspen Environmental Group	Sep 23, 2020	1116.007-26	LGCS-ASP	11,126.30
29	Aspen Environmental Group	Sep 23, 2020	1116.007-25	LGCS-ASP	4,927.94
	Interest - August 2020		N/A	INT	162.31
	Interest - July 2020		N/A	INT	183.75

(Cont.)

Requisition No.	Payee	Date Approved	Invoice No.	Project	Payment Amount
28	Aspen Environmental Group	Jun 4, 2020	1116.007-24	LGCS-ASP	4,424.63
28	Aspen Environmental Group	Jun 4, 2020	1116.007-23	LGCS-ASP	4,374.38
	Interest - June 2020		N/A	INT	224.85
27	Aspen Environmental Group	Jun 4, 2020	1116.007-22	LGCS-ASP	4,265.00
27	Aspen Environmental Group	Jun 4, 2020	1116.007-21	LGCS-ASP	19,843.67
27	Aspen Environmental Group	Jun 4, 2020	1116.007-20	LGCS-ASP	48,831.81
	Interest - May 2020		N/A	INT	420.51
	Interest - April 2020		N/A	INT	1,547.82
	Interest - March 2020		N/A	INT	3,464.69
26	Aspen Environmental Group	Mar 17, 2020	1116.007-19	LGCS-ASP	34,967.79
	Interest - February 2020		N/A	INT	5,385.32
25	ASI Construction LLC	Feb 27, 2020	13	LGCS-ASI	534,863.18
25	Aspen Environmental Group	Feb 27, 2020	1116.008-05	LGCS-ASP	8,792.00
25	Aspen Environmental Group	Feb 27, 2020	1116.007-18	LGCS-ASP	53,544.18
	Interest - January 2020		N/A	INT	7,605.29
24	ASI Construction LLC	Jan 27, 2020	12	LGCS-ASI	1,400,616.68
	Interest - December 2019		N/A	INT	9,036.00
23	ASI Construction LLC	Dec 17, 2019	11	LGCS-ASI	1,261,127.87
22	ASI Construction LLC	Dec 9, 2019	10	LGCS-ASI	1,211,532.61
22	ASI Construction LLC	Dec 9, 2019	09	LGCS-ASI	248,804.00
	Interest - November 2019		N/A	INT	11,914.30
21	Aspen Environmental Group	Oct 31, 2019	1116.008-03	LGCS-ASP	56,104.56
21	Aspen Environmental Group	Oct 31, 2019	1116.007-15	LGCS-ASP	102,968.21
	Interest - October 2019		N/A	INT	14,239.81
20	ASI Construction LLC	Oct 15, 2019	08	LGCS-ASI	1,361,654.50
	Interest - September 2019		N/A	INT	16,527.97
	Interest - August 2019		N/A	INT	18,580.51
19	ASI Construction LLC	Aug 28, 2019	Chng Order 4	LGCS-ASI	1,118,792.54
18	Aspen Environmental Group	Aug 27, 2019	1116.007-13	LGCS-ASP	58,421.77
	Interest - July 2019		N/A	INT	18,017.03
17	Aspen Environmental Group	Jul 30, 2019	1116.007-12	LGCS-ASP	22,237.47
16	Aspen Environmental Group	Jul 1, 2019	1116.007-11	LGCS-ASP	11,059.71
	Interest - June 2019		N/A	INT	18,852.79
	Interest - May 2019		N/A	INT	18,485.68
15	Aspen Environmental Group	May 15, 2019	1116.007-10	LGCS-ASP	6,958.75
	Interest - Apr 2019		N/A	INT	19,042.25
14	Aspen Environmental Group	Apr 22, 2019	1116.007-09	LGCS-ASP	6,938.12
13	Aspen Environmental Group	Apr 1, 2019	1116.008-01	LGCS-ASP	7,731.53
13	Aspen Environmental Group	Apr 1, 2019	1116.007-08	LGCS-ASP	34,790.67
	Interest - Mar 2019		N/A	INT	17,656.62
12	Aspen Environmental Group	Feb 28, 2019	1116.007-07	LGCS-ASP	78,799.25
	Interest - Feb 2019		N/A	INT	20,485.96
11	ASI Construction LLC	Feb 14, 2019	06	LGCS-ASI	338,899.30
	Interest - Jan 2019		N/A	INT	22,085.33
10	Aspen Environmental Group	Jan 29, 2019	1116.007-06	LGCS-ASP	56,529.35
9	ASI Construction LLC	Jan 7, 2019	05	LGCS-ASI	1,494,216.00
8	Aspen Environmental Group	Jan 3, 2019	1116.007-05	LGCS-ASP	67,719.03
	Interest - Dec 2018		N/A	INT	21,673.24
7	ASI Construction LLC	Dec 10, 2018	04	LGCS-ASI	665,631.99
7	Aspen Environmental Group	Dec 10, 2018	1116.007-04	LGCS-ASP	99,711.66
	Interest - Nov 2018		N/A	INT	22,998.40
6	ASI Construction LLC	Nov 7, 2018	03	LGCS-ASI	844,455.00
	Interest - Oct 2018		N/A	INT	20,838.36
5	Aspen Environmental Group	Oct 30, 2018	1116.007-03	LGCS-ASP	56,698.38
4	Aspen Environmental Group	Oct 8, 2018	1116.007-02	LGCS-ASP	51,072.42
3	ASI Construction LLC	Oct 2, 2018	02	LGCS-ASI	156,655.00
	Interest - Sep 2018		N/A	INT	21,047.68
2	ASI Construction LLC	Sep 18, 2018	01	LGCS-ASI	60,027.00
1	Aspen Environmental Group	Sep 12, 2018	1116.007-01	LGCS-ASP	28,105.88
	Interest - Aug 2018		N/A	INT	20,900.39
	Interest - Jul 2018		N/A	INT	1,384.72
	Issuance Costs	Jun 27, 2018	N/A	WRB	\$ 226,302.82

**PALMDALE WATER DISTRICT
BOARD MEMORANDUM**

DATE: May 25, 2022 **May 31, 2022**
TO: Finance Committee **Committee Meeting**
FROM: Dennis J. Hoffmeyer, Finance Manager/CFO
VIA: Mr. Dennis LaMoreaux, General Manager
RE: *AGENDA ITEM 5.1 – REPORTS*

Discussion:

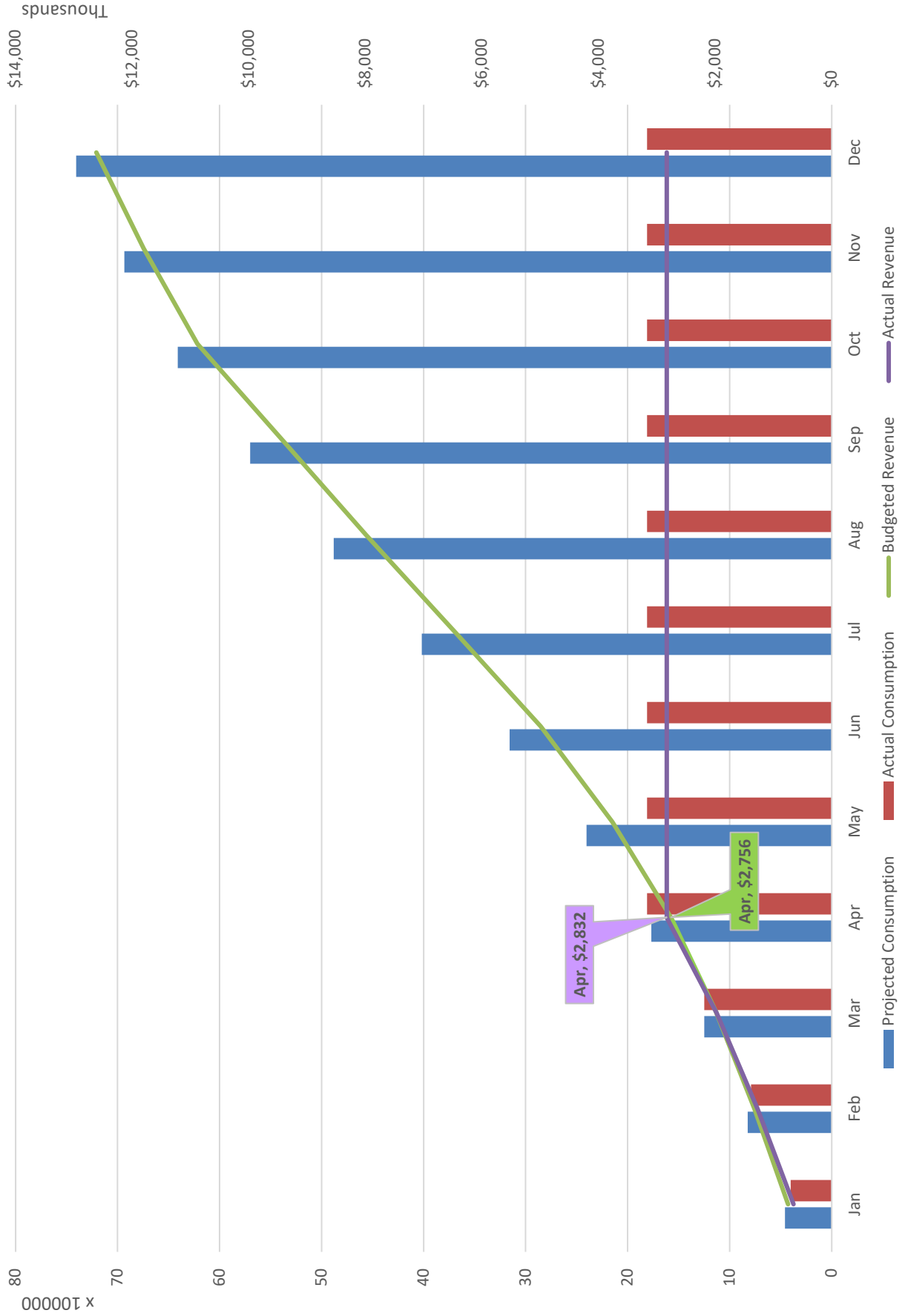
Presented here are financial related items for your review.

- 1. Effects of COVID-19 event.
 - a. The following is a breakdown of single family accounts with a past due balance over 60 days with amounts greater than \$50.00.

	Accounts	Outstanding	Percentage
April 2022	1,186	\$494,876	-35.6%
March 2022	1,469	\$671,119	-0.7%
February 2022	2,082	\$675,812	
April 2021	1,546	\$852,625	

- b. Staff continues efforts to work with the customers and offer payment arrangements to encourage payment on outstanding balances. Currently we have 191 arrangements as of April 30. The amount in arrangement is \$143,738 with \$84,902 already collected and \$58,836 outstanding. As reported last month, staff continues to see broken arrangements, and we may have a solution for this at the end of June from TruePoint, our billing software consultant.
- 2. Revenue Projections (attachment):
 - a. Revenue projections for 2022 based on selling 17,000 AF shows as of April 30, revenue is ahead of projections by approximately \$42 thousand.
- 3. Audit Status:
 - a. Staff is continuing to fulfill requests being made by the auditors. Items that are affecting being behind in completion of the CY2021 audit are as follows:
 - GASB 75 draft actuarial report was delivered on May 24.
 - Additional requirements related to single audit (Grant funding).
 - Completion of Palmdale Recycled Water Authority audit for the District’s 50% share (concurrent audit).
 - Final selection sampling for new year and payroll.

2022 Revenue Projections Based on 17,000 AF



PALMDALE WATER DISTRICT
Debt Service Coverage (\$000s)

	Audited 2018	Audited 2019	Audited 2020	Unaudited 2021	Mar 2021 - Feb 2022	Apr 2021 - Mar 2022	May 2021 - Apr 2022
OPERATING REVENUES							
Rate Stabilization Fund	24,884	25,166	27,653	30,277	30,421	30,634	30,980
			(100)	(100)			
OPERATING EXPENSES							
Gross operating expenses	24,436	25,092	25,282	28,340	28,711	28,675	28,825
Overhead adjustment	(103)	(1,049)	(558)				
SWP Fixed operations and maint	(22)	(23)	(38)	(26)	(24)	(24)	(24)
Non-Cash Related OPEB Expense	(959)	(865)	(1,171)				
Capital portion included above							
TOTAL EXPENSES							
	23,351	23,155	23,516	28,315	28,687	28,651	28,801
NET OPERATING REVENUES							
	1,533	2,010	4,037	1,862	1,734	1,984	2,180
NON-OPERATING REVENUE							
Ad valorem property taxes	2,436	2,508	2,409	2,502	2,557	2,584	2,617
Interest income	292	452	171	121	126	126	125
Capital improvement fees	107	624	1,235	3,369	3,836	4,954	4,969
Other income	121	72	43	454	426	393	315
TOTAL NON-OPERATING INCOME							
	2,956	3,656	3,859	6,446	6,945	8,057	8,026
NET REV AVAILABLE FOR DEBT SERVICE							
	4,489	5,666	7,896	8,308	8,679	10,040	10,206
NET DEBT SERVICE							
1998 Certificates of Participation							
2004A Certificates of Participation							
2012 Issue - Bank of Nevada	1,370	1,373	1,261	1,373	1,373	1,373	1,373
2013A Water Revenue Bond	2,351	2,346	2,346	1,845	1,845	1,845	1,845
2018A Water Revenue Bond	147	569	569	569	569	569	569
2020 Private Placement				279	279	279	279
2020 Water Revenue Refunding Bond				160	160	160	160
2021 Water Revenue Bond							
2021 Water Revenue Refunding Bond	179	179	179	179			
2017 Capital Lease							
2012 Capital Lease							
TOTAL DEBT SERVICE							
	4,047	4,467	4,355	4,406	4,227	4,227	4,227
DEBT SERVICE COVERAGE							
	1.11	1.27	1.81	1.89	2.05	2.38	2.41
NET REV AVAILABLE AFTER D/S							
	443	1,199	3,541	3,902	4,452	5,813	5,978