

**COMMISSIONERS**

ROBERT PARRIS, *Chair*

KATHY MAC LAREN-GOMEZ, *Vice Chair*

LEO THIBAUT, *Treasurer-Auditor*

DON WILSON, *Secretary*

KEITH DYAS, *Commissioner*

BARBARA HOGAN, *Commissioner*

OFFICERS

PETER THOMPSON II, *General Manager*

TOM BARNES, *Resources Manager*

DENNIS HOFFMEYER, *Controller*

DANIELLE HENRY, *Management Analyst*

August 11, 2022

***Agenda for the Regular Meeting of the Commissioners
of the Antelope Valley State Water Contractors Association***

to be held at 2029 East Avenue Q, Palmdale

or via video conference: <https://bit.ly/3IZ5qoK> or

teleconference: (669) 900-6833 Meeting ID: 839 3795 7835#

FOR THE PUBLIC: VIA TELECONFERENCE ONLY

Dial-In Number: (669) 900-6833 Meeting ID: 839 3795 7835#

Thursday, August 18, 2022

6:00 p.m.

NOTE: To comply with the Americans with Disabilities Act, to participate in any Association meeting please contact Danielle Henry at 661-947-4111 x1059 at least 48 hours prior to an Association 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 Palmdale Water District's office located at 2029 E. Ave. Q, Palmdale. Please call Danielle Henry at 661-947-4111 x1059 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 Association to carry out its meeting will not be permitted and offenders will be requested to leave the meeting.

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

- 1) Pledge of Allegiance.
- 2) Roll call.
- 3) Adoption of agenda.
- 4) Public comments for items not on the agenda.

- 5) Consideration and action on minutes of regular meeting held June 9, 2022.
- 6) Payment of bills.
- 7) Consideration and possible action on Resolution No. 2022-3 being a Resolution of the Board of Commissioners of the Antelope Valley State Water Contractors Association Ratifying the Proclamation of a State of Emergency by the Governor Issued March 4, 2020, and Authorizing Remote Teleconference Meetings of the Legislative Bodies of the Antelope Valley State Water Contractors Association for the Period Beginning August 18, 2022 and Ending September 17, 2022 Pursuant to Brown Act Provisions. (General Counsel Trindle/General Manager Thompson II)
- 8) Presentation on Big Rock Creek Joint Groundwater Recharge Project Draft Feasibility Study. (General Manager Thompson II/Mr. Paul Chau, Kennedy Jenks)
- 9) Consideration and possible action on authorization of staff to release received replacement water assessments in accordance with the Replacement Water Plan approved by the Antelope Valley Watermaster. (General Manager Thompson II)
- 10) Consideration and possible action on approval of Resolution No. 2022-4 being a Resolution of the Commissioners of the Antelope Valley State Water Contractors Association Authorizing Completion and Submission of California Fair Political Practices Commission Biennial Notice Regarding the Conflict of Interest and Disclosure Code for the Antelope Valley State Water Contractors Association. (General Counsel Trindle/General Manager Thompson II)
- 11) Consideration and possible action on acceptance and filing of Audit for year ended June 30, 2021. (Controller Hoffmeyer)
- 12) Report of General Manager.
 - a) Status updates:
 - 1) Antelope Valley Watermaster meetings.
 - 2) Antelope Valley and Fremont Basin IRWMP Stakeholder meetings.
 - 3) Mutual Response Agreement for Antelope Valley Agencies.
 - 4) Letter of Support for City of Lancaster's Farm to School Grant Application.
- 13) Report of Controller.
 - a) Update on Revenue, Expenses and Change in Net Position.
- 14) Reports of Commissioners.
- 15) Report of Attorney.
- 16) Commission members' requests for future agenda items.
- 17) Consideration and action on scheduling the next Association meeting October 13, 2022.
- 18) Adjournment.

RESOLUTION NO. 2022-3

A RESOLUTION OF THE BOARD OF COMMISSIONERS OF THE ANTELOPE VALLEY STATE WATER CONTRACTORS ASSOCIATION RATIFYING THE PROCLAMATION OF A STATE OF EMERGENCY BY THE GOVERNOR ISSUED MARCH 4, 2020, AND AUTHORIZING REMOTE TELECONFERENCE MEETINGS OF THE LEGISLATIVE BODIES OF THE ANTELOPE VALLEY STATE WATER CONTRACTORS ASSOCIATION FOR THE PERIOD BEGINNING AUGUST 18, 2022 AND ENDING SEPTEMBER 17, 2022 PURSUANT TO BROWN ACT PROVISIONS.

WHEREAS, the Antelope Valley Water Contractors Association (“AVSCWA”) is committed to preserving and nurturing public access and participation in meetings of the Board of Commissioners; and

WHEREAS, all meetings of AVSCWA’s legislative bodies are open and public, as required by the Ralph M. Brown Act (Cal. Gov. Code 54950 – 54963), so that any member of the public may attend, participate, and watch AVSCWA’s legislative bodies conduct their business; and

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

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

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

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

WHEREAS, such conditions now exist in AVSCWA, specifically, a State of Emergency has been proclaimed by the Governor of the State of California on March 4, 2020 in response to the global outbreak of the novel Coronavirus disease (“COVID-19”); and

WHEREAS, meeting in person would present an imminent risk to the health and safety of attendees due to the continued impact of the COVID-19 pandemic; and

WHEREAS, the Board of Commissioners does hereby find that a State of Emergency has been proclaimed as a result of the threat of COVID-19 and the contagious nature of COVID-19 have caused, and will continue to cause, conditions of peril to the safety of persons within AVSCWA that are likely to be beyond the control of services, personnel, equipment, and facilities of AVSCWA, and desires to ratify the proclamation of state of emergency by the Governor of the State of California; and

WHEREAS, such conditions now exist in AVSCWA, specifically County of Los Angeles Department of Public Health – Order of the Health Officer issued April 21, 2022 and effective April 22, 2022, the State Public Health Officer Order – Beyond the Blueprint last updated June 8, 2022, Beyond the Blueprint for Industry and Business Sectors updated as of May 2, 2022, strongly recommending continued use of face masks while indoors in general, regardless of vaccination status, and requiring the continued use of face masks for indoor settings with higher risks for transmission, due to the evidence of increasing

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transmission of COVID-19 within the County and worldwide, particularly due to the Omicron variant of the virus. Further, County health orders and guidance incorporates a variety of local, state, and federal declarations, proclamations, guidance, and recommendations, including continued social distancing of six (6) feet from others, especially while indoors, and especially while indoors for extended periods of time; and

WHEREAS, as a consequence of the imminent risks to the health and safety of attendees due to the continued impact of the COVID-19 pandemic, the Board of Commissioners does hereby find that the legislative bodies of the AVSCWA shall conduct their meetings without compliance with paragraph (3) of subdivision (b) of Government Code section 54953, as authorized by subdivision (e) of section 54953, and that such legislative bodies shall comply with the requirements to provide the public with access to the meetings as prescribed in paragraph (2) of subdivision (e) of section 54953.

NOW, THEREFORE, THE BOARD OF COMMISSIONERS OF THE ANTELOPE VALLEY STATE WATER CONTRACTORS ASSOCIATION DOES HEREBY RESOLVE AS FOLLOWS:

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

Section 2. Finding of Imminent Risks. The Board hereby finds that meeting in person would present imminent risks to the health and safety of attendees due to the serious and contagious nature of COVID-19.

Section 3. Ratification of Governor's Proclamation of a State of Emergency. The Board hereby ratifies the Governor of the State of California's Proclamation of a State of Emergency, effective as of its issuance date of March 4, 2020.

Section 4. Remote Teleconference Meetings. The staff, General Manager, and legislative bodies of AVSWCA are hereby authorized and directed to take all actions necessary to carry out the intent and purpose of this Resolution including conducting open and public meetings in accordance with Government Code section 54953(e) and other applicable provisions of the Brown Act.

Section 5. Effective Date of Resolution. This Resolution shall take effect immediately upon its adoption and shall be effective until the earlier of (i) September 17, 2022, which is 30 days from the adoption of this Resolution, or (ii) such time the Board of Commissioners adopts a subsequent resolution in accordance with Government Code section 54953(e)(3) to extend the time during which the legislative bodies of the Antelope Valley State Water Contractors Association may continue to teleconference without compliance with paragraph (3) of subdivision (b) of section 54953.

PASSED AND ADOPTED by the Board of Commissioners of the Antelope Valley State Water Contractors Association this 18th day of August, 2022, by the following vote:

AYES:

NOES:

ABSENT:

ABSTAIN:

Robert Parris, Chair

ATTEST:

Don Wilson, Secretary

APPROVED AS TO FORM:

Aleshire & Wynder, LLP, General Counsel

ANTELOPE VALLEY STATE WATER CONTRACTORS ASSOCIATION

COMMISSION MEMORANDUM

DATE: August 5, 2022 **August 18, 2022**
TO: AVSWCA Commissioners **Commission Meeting**
FROM: Mr. Peter Thompson II, General Manager
RE: *AGENDA ITEM NO. 9 – CONSIDERATION AND POSSIBLE ACTION ON AUTHORIZATION OF STAFF TO RELEASE RECEIVED REPLACEMENT WATER ASSESSMENTS FEES IN ACCORDANCE WITH REPLACEMENT WATER PLAN APPROVED BY THE ANTELOPE VALLEY WATERMASTER. (GENERAL MANAGER THOMPSON II)*

Recommendation:

Staff recommends that the Commission authorize staff to release and distribute the fees received from the Antelope Valley Watermaster (Watermaster) in accordance with the approved Replacement Water Plan.

Background:

The Association and the Watermaster entered into an agreement on October 23, 2019 for the purpose of recharging the Antelope Valley Groundwater Basin with imported water and assisting the Watermaster in fulfilling its replacement water objectives. In accordance with this agreement, the Watermaster submitted a request for 1,662.49 acre-feet of replacement water in exchange for the corresponding Replacement Water Assessment (RWA) fees totaling \$1,432,552.94. Association staff worked with staff from the three member agencies to draft a plan for supplying the replacement water to the Watermaster. This plan was submitted and approved by the Watermaster Engineer. The Watermaster Board accepted this Plan at their meeting held on May 25, 2022.

The Plan assigns the replacement water obligations and subsequent funds from RWA fees collected to the agency within which the overpumping occurred. Replacement water obligations and funds for RWA fees resulting from over pumping outside of the Association’s boundaries are divided amongst the agencies in proportion to their State Water Project Table A allocations. The attached plan provides a breakdown of the replacement water provided, the storage locations it will be deducted from, and the RWA provided to the agencies in compensation.

Supporting Documents:

- AV Watermaster Replacement Water Request Letter
- AVSWCA Replacement Water Plan
- Replacement Water Obligation Map



BOARD OF DIRECTORS

Robert Parris – Chair
 AVEK Representative
Kathy MacLaren – Vice-Chair
 Public Water Suppliers Representative
Adam Arika
 LACWW Representative
John Calandri
 Landowner Representative
Derek Yurosek
 Landowner Representative

April 15, 2022

Antelope Valley State Water Contractors Association
 Mr. Pete Thompson, General Manager
 2029 East Avenue Q
 Palmdale, CA 93550

RE: ANTELOPE VALLEY WATERMASTER – REQUEST FOR REPLACEMENT WATER PER AGREEMENT DATED OCTOBER 23, 2019

Dear Mr. Parris:

The Watermaster is required to impose a Replacement Water Assessment (“RWA”) on Groundwater Production by Parties to the Judgment in excess of any Party’s right to produce Groundwater (Judgment ¶ 9.2.). The Watermaster has assessed RWA and collected funds from the following Parties to the Judgment.

Producer	Year Assessed	AF Assessed	\$/AF Assessed	Payment Received	Subarea	In/Out AVSWCA
AV Joint Union High School District	2020	58.63	\$486	\$28,494.18	Central	In
LA Cosepa Church	2017	16.5	\$415	\$6,847.50	South East	In
LA Cosepa Church	2018	27.4	\$415	\$11,371.00	South East	In
LA Cosepa Church	2019	28.3	\$451	\$12,763.30	South East	In
LA Cosepa Church	2020	29.2	\$486	\$14,191.20	South East	In
Phelan Pinon Hills CSD	2016	770.63	\$888	\$684,319.44	South East	Out
Phelan Pinon Hills CSD	2017	385.18	\$896	\$345,121.28	South East	Out
Phelan Pinon Hills CSD	2018	176.83	\$914	\$161,622.62	South East	Out
Phelan Pinon Hills CSD	2019	3.16	\$948	\$2,995.68	South East	Out
Phelan Pinon Hills CSD	2020	166.66	\$989	\$164,826.74	South East	Out

Based on the table above, the Watermaster is submitting a request for **1,662.49 AF** of Replacement Water to be provided by the Antelope Valley State Water Contractors Association (Association). Upon approval of payment, the Watermaster will submit payment in the amount of **\$1,432,552.94** to the Association.

The Watermaster looks forward to conferring with the Association and its member agencies regarding the plan and location where the subject Replacement Water will be recharged utilizing imported water supply.

Very truly yours,



MATTHEW KNUDSON,
Watermaster Administrator

**COMMISSIONERS**

ROBERT PARRIS, *Chair*
 KATHY MAC LAREN-GOMEZ, *Vice Chair*
 LEO THIBAUT, *Treasurer-Auditor*
 DON WILSON, *Secretary*
 KEITH DYAS, *Commissioner*
 BARBARA HOGAN, *Commissioner*

OFFICERS

PETER THOMPSON II, *General Manager*
 TOM BARNES, *Resources Manager*
 DENNIS HOFFMEYER, *Controller*
 DANIELLE HENRY, *Management Analyst*

May 6, 2022

Antelope Valley Watermaster Board
 Attn: Mr. Robert Parris
 P.O. Box 3025
 Quartz Hill, Ca 93586

RE: REPLACEMENT WATER FOR ANTELOPE VALLEY WATERMASTER

Dear Mr. Parris:

The Antelope Valley State Water Contractors Association (Association) is prepared to receive Replacement Water Assessment (RWA) fees from the Watermaster for excess production occurring between 2017 and 2020 from the following Parties to the Judgement:

Producer	Year Assessed	AF Assessed	\$/AF Assessed	Payment Received	Subarea	In/Out AVSWCA
AV Joint Union High School District	2020	58.63	\$486	\$28,494.18	Central	In
LA Cosepa Church	2017	16.5	\$415	\$6,847.50	South East	In
LA Cosepa Church	2018	27.4	\$415	\$11,371.00	South East	In
LA Cosepa Church	2019	28.3	\$451	\$12,763.30	South East	In
LA Cosepa Church	2020	29.2	\$486	\$14,191.20	South East	In
Phelan Pinon Hills CSD	2016	770.63	\$888	\$684,319.44	South East	Out
Phelan Pinon Hills CSD	2017	385.18	\$896	\$345,121.28	South East	Out
Phelan Pinon Hills CSD	2018	176.83	\$914	\$161,622.62	South East	Out
Phelan Pinon Hills CSD	2019	3.16	\$948	\$2,995.68	South East	Out
Phelan Pinon Hills CSD	2020	166.66	\$989	\$164,826.74	South East	Out

Association staff has determined that the excess pumping of AV Joint Union High School District and La Cosepa Church has occurred within the Antelope Valley East Kern Water Agency (AVEK) service area, while the Phelan Pinon Hills CSD pumping occurred outside of the Association's agencies boundaries. The member agencies of the Association have agreed to supply replacement water for excess pumping per the Agreement between the Association and the Watermaster dated October 23, 2019. AVEK will be responsible for 160.03 acre-feet of replacement water for excess pumping that occurred in its service area. The remaining 1,502.46 acre-feet of excess pumping outside of the Association's service area will be split as follows: AVEK 1,291.96 acre-feet,

Palmdale Water District (PWD) 189.99 acre-feet and Littlerock Creek Irrigation District (LCID) 20.51 acre-feet. It is the recommendation of the respective agencies that the replacement water be deducted from previously stored imported water. AVEK has requested that the Watermaster deduct the full 1,451.99 acre-feet from its Westside Water Bank and both PWD and LCID have requested that their portions be deducted from water stored at the State Water Project Recharge site.

Upon Board approval of this plan, summarized in the table below, the Association and its represented agencies authorize the Watermaster Engineer to make the recommended deductions.

Agency Supplying Replacement Water	AF Replaced	Payment to Agency	Recharge Facility	Subarea of Recharge Facility	Deduction/Delivery AVSWCA
Antelope Valley East Kern Water Agency	1,451.99	\$1,242,165.01	Westside Water Bank	Central	Deduction
Palmdale Water District	189.99	\$171,833.17	State Water Recharge Site	South East	Deduction
Littlerock Creek Irrigation District	20.51	\$18,554.76	State Water Recharge Site	South East	Deduction
Totals	1,662.49	\$1,432,552.94			

The Association wishes to note that these RWA fees and replacement water only cover the excess production of Parties who have paid their RWA. A complete accounting of Replacement Water obligations can be found in Appendix E and Appendix B Table B-4 of the Watermaster’s annual report. A map showing the location of the excess pumping and water storage sites has been attached for your information.

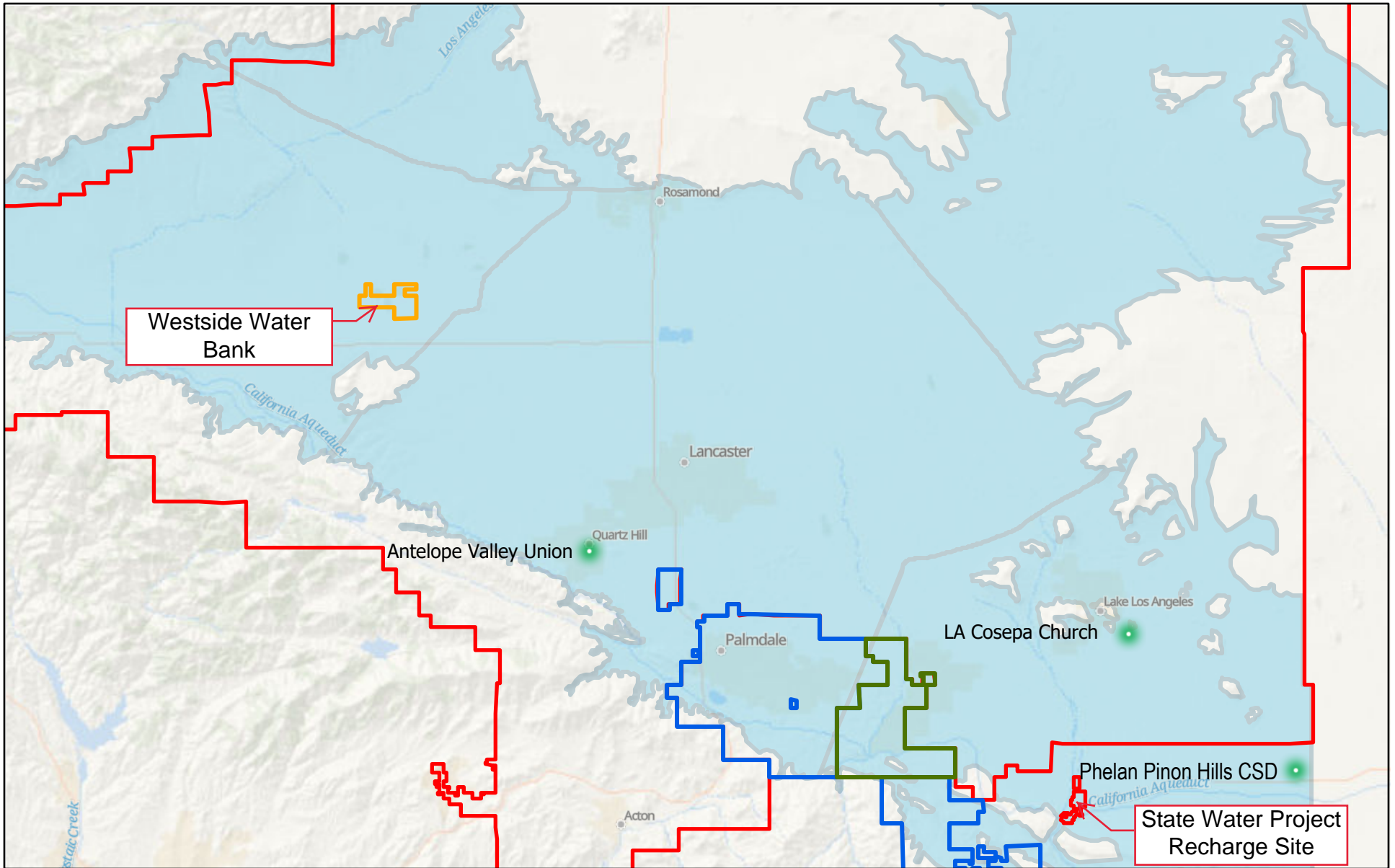
Respectfully,









Peter Thompson II,
 General Manager
 Antelope Valley State Water Contractors Association

PT

Replacement Water Obligations



- | | | |
|---|--|--|
|  LCID Service Area Boundary |  AVEK Service Area Boundary |  Paid Replacement Water Assessments |
|  PWD Service Area Boundary |  AV Watermaster Subareas |  Westside Water Bank |

**ANTELOPE VALLEY
STATE WATER CONTRACTORS ASSOCIATION
COMMISSION MEMORANDUM**

DATE: August 10, 2022 **August 18, 2022**
TO: BOARD OF COMMISSIONERS **Commission Meeting**
FROM: Mr. Peter Thompson II, General Manager
RE: *AGENDA ITEM NO. 10 – CONSIDERATION AND POSSIBLE ACTION ON APPROVAL OF RESOLUTION NO. 2022-4 BEING A RESOLUTION OF THE COMMISSIONERS OF THE ANTELOPE VALLEY STATE WATER CONTRACTORS ASSOCIATION AUTHORIZING COMPLETION AND SUBMISSION OF CALIFORNIA FAIR POLITICAL PRACTICES COMMISSION BIENNIAL NOTICE REGARDING THE CONFLICT OF INTEREST AND DISCLOSURE CODE FOR THE ANTELOPE VALLEY STATE WATER CONTRACTORS ASSOCIATION. (GENERAL COUNSEL TRINDLE/GENERAL MANAGER THOMPSON II)*

Recommendation:

Staff recommends approving Resolution No. 2022-4 Authorizing Completion and Submission of California Fair Political Practices Commission Biennial Notice Regarding the Conflict of Interest and Disclosure Code for the Antelope Valley State Water Contractors Association.

Background:

In 2019, the Board of Commissioners approved Resolution No. 2019-1 Amending the Conflict of Interest and Disclosure Code for the Association adding the position of Resources Manager. The Fair Political Practices Commission requires every local government agency to review its Conflict of Interest Code biennially to determine if any changes are needed. Upon review by staff and legal counsel, it was determined that no changes are needed.

Supporting Documents:

- Resolution No. 2022-4 Resolution of the Commissioners of the Antelope Valley State Water Contractors Association Authorizing Completion and Submission of California Fair Political Practices Commission Biennial Notice Regarding the Conflict of Interest and Disclosure Code for the Antelope Valley State Water Contractors Association
- Resolution No. 2019-1 Resolution of the Commissioners of the Antelope Valley State Water Contractors Association Amending the Conflict of Interest and Disclosure Code for the Antelope Valley State Water Contractors Association
- Fair Political Practices Commission 2022 Multi-County Biennial Notice

RESOLUTION NO. 2022-4

RESOLUTION OF THE COMMISSIONERS OF THE ANTELOPE VALLEY STATE WATER CONTRACTORS ASSOCIATION AUTHORIZING COMPLETION AND SUBMISSION OF CALIFORNIA FAIR POLITICAL PRACTICES COMMISSION BIENNIAL NOTICE REGARDING THE CONFLICT OF INTEREST AND DISCLOSURE CODE FOR THE ANTELOPE VALLEY STATE WATER CONTRACTORS ASSOCIATION

WHEREAS, the Political Reform Act (“Act”), Government Code Section 81000, et seq., requires state and local government agencies to adopt and promulgate conflict of interest codes; and

WHEREAS, under the Act, the Antelope Valley State Water Contractors Association (“Association”) must biennially review the Association’s Conflict of Interest and Disclosure Code (“Code”) and internal organization to determine: (i) whether any position that has been added to the Association constitutes a designated position under the Code; or (ii) whether the duties of any existing position that is currently not a designated position have changed such that the position now constitutes a designated position under the Association’s Code; and

WHEREAS, the Association’s Code was last approved by the Fair Political Practices Commission effective February 19, 2019; and

WHEREAS, in its biennial review of its Code and internal organization, it was determined by the Association that there are no changes to the internal organization of the Association requiring amendment of the Code.

NOW, THEREFORE, BE IT RESOLVED, that the Commissioners of the Antelope Valley State Water Contractors Association do hereby find no revisions are necessary to their Conflict of Interest and Disclosure Code setting forth the disclosure categories and designated positions within the Association and their disclosure obligations as set forth on the attached Exhibit 1.

BE IT FURTHER RESOLVED, the General Manger, or their designee, is authorized to complete, execute, and submit the 2022 Biennial Notice to the Fair Political Practices Commission (FPPC) verifying that amendments to the Code are not required.

PASSED AND ADOPTED at a regular meeting of the Commissioners of the Antelope Valley State Water Contractors Association held on August 18, 2022.

Robert Parris, President

ATTEST:

Don Wilson, Secretary

**CERTIFICATE OF THE SECRETARY OF THE
ANTELOPE VALLEY STATE WATER CONTRACTORS ASSOCIATION**

I, the undersigned, do hereby certify:

1. I am the duly elected and acting Secretary of the Antelope Valley State Water Contractors Association.

2. The foregoing Resolution promulgating the Conflict of Interest and Disclosure Code of the Antelope Valley State Water Contractors Association was adopted at a regular meeting of the Commissioners of the Antelope Valley State Water Contractors Association held on _____, 2022.

IN WITNESS WHEREOF, I have executed the Certificate as Secretary of the Agency the ____ day of _____, 2022.

Commissioner Secretary

RESOLUTION NO. 2019-1

**RESOLUTION OF THE COMMISSIONERS OF THE ANTELOPE VALLEY
STATE WATER CONTRACTORS ASSOCIATION AMENDING THE CONFLICT OF
INTEREST AND DISCLOSURE CODE FOR THE
ANTELOPE VALLEY STATE WATER CONTRACTORS ASSOCIATION**

WHEREAS, the Political Reform Act (“Act”), Government Code Section 81000, et seq., requires state and local government agencies to adopt and promulgate conflict of interest codes; and

WHEREAS, under the Act, the Association must periodically review its internal organization to determine: (i) whether any position that has been added to the Association constitutes a designated position under the Association’s Conflict of Interest and Disclosure Code (“Code”); or (ii) whether the duties of any existing position that is currently not a designated position have changed such that the position now constitutes a designated position under the Association’s Code; and

WHEREAS, the Association’s Code was last approved by the Fair Political Practices Commission effective September 16, 2012; and

WHEREAS, Appendix A of the Association’s Code must be modified to add the positions of Assistant General Manager and Resources Manager on the revised Code attached hereto as “Exhibit 1” incorporated herein by reference; and

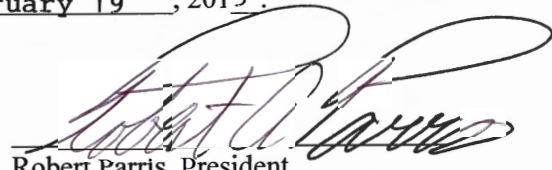
WHEREAS, to meet the requirements of the Act, the Association must amend its Conflict of Interest and Disclosure Code to reflect these changes.

NOW, THEREFORE, BE IT RESOLVED, that the Commissioners of the Antelope Valley State Water Contractors Association do hereby amend their Conflict of Interest and Disclosure Code setting forth the disclosure categories and designated positions within the Association and their disclosure obligations as set forth on the attached Exhibit 1.

BE IT FURTHER RESOLVED, that individuals holding newly-designated positions shall file Statements of Economic Interests – Assuming Office Statements with the Association Secretary or designee, as required under the Association’s Code. All other individuals holding designated positions shall file Statements of Economic Interests as required by law and the Association’s Code. The Association shall retain the originals of all statements filed by its Commissioners and all other designated individuals.


BE IT FURTHER RESOLVED, that a secretariially certified copy of this Resolution, including the attached Conflict of Interest and Disclosure Code of the Antelope Valley State Water Contractors Association, shall be forwarded to the Fair Political Practices Commission (FPPC).

PASSED AND ADOPTED at a regular meeting of the Commissioners of the Antelope Valley State Water Contractors Association held on February 19, 2019.



Robert Parris, President

ATTEST:



Kathy Mac Laren, Secretary

**CERTIFICATE OF THE SECRETARY OF THE
ANTELOPE VALLEY STATE WATER CONTRACTORS ASSOCIATION**

I, the undersigned, do hereby certify:

1. I am the duly elected and acting Secretary of the Antelope Valley State Water Contractors Association.

2. The foregoing Resolution promulgating the Conflict of Interest and Disclosure Code of the Antelope Valley State Water Contractors Association was adopted at a regular meeting of the Commissioners of the Antelope Valley State Water Contractors Association held on February 19, 2019.

IN WITNESS WHEREOF, I have executed the Certificate as Secretary of the Agency the 19 day of February, 2019.


Commissioner Secretary

**CONFLICT-OF-INTEREST CODE FOR THE
ANTELOPE VALLEY STATE WATER CONTRACTORS ASSOCIATION**

The Political Reform Act (Government Code Sections 81000, et seq.) requires state and local government agencies to adopt and promulgate conflict-of-interest codes. The Fair Political Practices Commission has adopted a regulation (2 California Code of Regulations, Section 18730) which contains the terms of a standard conflict-of-interest code, which can be incorporated by reference in an agency's code. After public notice and hearing, it may be amended by the Fair Political Practices Commission to conform to amendments in the Political Reform Act. Therefore, the terms of 2 California Code of Regulations, Section 18730 and any amendments to it duly adopted by the Fair Political Practices Commission are hereby incorporated by reference. This regulation and the attached Appendices, designating positions and establishing disclosure categories, shall constitute the conflict-of-interest code for the **Antelope Valley State Water Contractors Association (Association)**.

Individuals holding designated positions shall file their statements of economic interests with the **Association**, which will make the statements available for public inspection and reproduction. (Gov. Code Sec. 81008.) All statements will be retained by the **Association**.

APPENDIX A
DESIGNATED POSITIONS

Designated Positions	Assigned Disclosure Categories
General Manager	1, 2
Assistant General Manager	1, 2
Resources Manager	1, 2
Controller	1, 2
Attorney	1, 2

Notes: The positions of General Manager, Assistant General Manager, Resources Manager, and Controller may be filled by staff from the Palmdale Water District, the Antelope Valley-East Kern Water Agency or the Littlerock Creek Irrigation District who will periodically act in a staff capacity for the Association. The Attorney position is filled by an outside consultant who acts in a staff capacity.

Consultants/New Positions *

*Consultants/New Positions shall be included in the list of designated positions, and shall disclose pursuant to the broadest disclosure category in the code, subject to the following limitation:

The General Manager may determine in writing that a particular consultant or new position, although a "designated position," is hired to perform a range of duties that is limited in scope and thus is not required to fully comply with the disclosure requirements in this section. Such written determination shall include a description of the consultant's or new position's duties and, based upon that description, a statement of the extent of disclosure requirements. The General Manager's determination is a public record and shall be retained for public inspection in the same manner and location as this conflict-of-interest code. (Gov. Code Sec. 81008).

OFFICIALS WHO MANAGE PUBLIC INVESTMENTS

It has been determined that the positions listed below manage public investments and will file a statement of economic interests pursuant to Government Code Section 87200.

Commissioners and Alternates

An individual holding one of the above listed positions may contact the Fair Political Practices Commission for assistance or written advice regarding their filing obligations if they believe their position has been categorized incorrectly. The Fair Political Practices Commission makes the final determination whether a position is covered by Government Code Section 87200.

**APPENDIX B
DISCLOSURE CATEGORIES**

CATEGORY 1

Investments and business positions in business entities and sources of income (including receipt of loans, gifts, and travel payments) from any source that provides services, supplies, materials or equipment of the type utilized by the Association.

CATEGORY 2

Interests in real property, located in whole or in part within the boundaries of the Association or within two miles of the Association, including any leasehold, beneficial or ownership interest or option to acquire such interest in real property.

2022 Multi-County Agency Biennial Notice

Name of Agency: _____

Mailing Address: _____

Contact Person: _____ Phone No. _____

Email: _____ Alternate Email: _____

Counties within Jurisdiction, or for Charter Schools, Counties in which the School is Chartered:
(if more space is needed, include an attachment):

No. of Employees* _____ No. of Form 700 Filers* _____

**Including board and committee members*

Accurate disclosure is essential to monitor whether officials have conflicts of interest and to help ensure public trust in government. The biennial review examines current programs to ensure that the agency's code includes disclosure by those agency officials who make or participate in making governmental decisions.

Please identify which statement accurately describes your agency's status.

- This agency has reviewed its conflict of interest code. The current code designates all positions which make or participate in making governmental decisions. The designated positions are assigned accurate disclosure categories that relate to the job duties of the respective positions. The code incorporates FPPC regulation 18730 so that all relevant Government Code Sections are referenced.
- This agency has reviewed its conflict of interest code and has determined that an amendment is necessary. An amendment may include the following:
 - New positions which involve the making or participating in the making of decisions which may foreseeably have a material impact on a financial interest
 - Current designated positions need renaming or deletion
 - Statutorily required provisions of the code need to be addressed
 - Disclosure categories need revision

Verification (to be completed if no amendment is required)

This multi-county agency's code accurately designates all positions that make or participate in the making of governmental decisions. The disclosure assigned to those positions accurately requires that all investments, business positions, interests in real property, and sources of income that may foreseeably be affected materially by the decisions made by those holding designated positions are reported. The code includes all other provisions required by Government Code Section 87302.

Signature of Chief Executive Officer

Date

All multi-county agencies must complete and return this notice, including those agencies whose codes are currently under review. Please return this notice no later than **October 3, 2022** to the FPPC at biennialnotice@fppc.ca.gov or 1102 Q Street, Suite 3000, Sacramento, CA 95811.


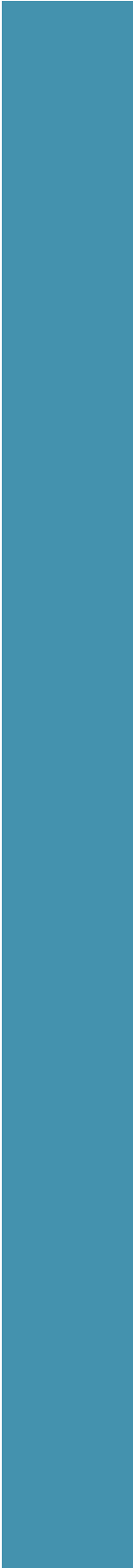
www.fppc.ca.gov
FPPC Advice: advice@fppc.ca.gov (866.275.3772)

**ANTELOPE VALLEY
STATE WATER CONTRACTORS ASSOCIATION
COMMISSION MEMORANDUM**

DATE: August 11, 2022 **August 18, 2022**
TO: AVSWCA Commissioners **Commission Meeting**
FROM: Mr. Dennis Hoffmeyer, Controller
VIA: Mr. Peter Thompson II, General Manager
RE: *AGENDA ITEM NO. 11 – CONSIDERATION AND POSSIBLE ACTION ON
ACCEPTANCE AND FILING OF AUDIT FOR YEAR ENDED JUNE 30, 2021.
(CONTROLLER HOFFMEYER)*

Recommendation:

Staff recommends the acceptance and filing of the audit for year ended June 30, 2021. The Independent Auditors' Report and Financial Statements are attached. This information will be reviewed in detail at the meeting.



**ANTELOPE VALLEY STATE WATER
CONTRACTORS ASSOCIATION
FINANCIAL STATEMENTS
AND
INDEPENDENT AUDITORS' REPORT
For the Fiscal Years Ended
June 30, 2021 and 2020**

NIGRO & NIGRO^{PC}

ANTELOPE VALLEY STATE WATER CONTRACTORS ASSOCIATION

For the Fiscal Years Ended June 30, 2021 and 2020

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Financial Section



INDEPENDENT AUDITORS' REPORT

Governing Board
Antelope Valley State Water Contractors Association
Palmdale, California

Opinion

We have audited the accompanying financial statements of the Antelope Valley State Water Contractors Association (Association) as of and for the years ended June 30, 2021 and 2020, and the related notes to the financial statements, as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Association as of June 30, 2021 and 2020, and the changes in its financial position and cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report.

We are required to be independent of the Association and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

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

Required Supplementary Information

Management has not presented the Management's Discussion and Analysis that accounting principles generally accepted in the United States of America requires to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Our opinion on the basic financial statements is not affected by this missing information.



Murrieta, California
May 31, 2022

ANTELOPE VALLEY STATE WATER CONTRACTORS ASSOCIATION

Balance Sheets

June 30, 2021 and 2020

	<u>2021</u>	<u>2020</u>
ASSETS		
Cash and cash equivalents (Note 2)	\$ 261,595	\$ 264,938
Accounts receivable	-	10,600
Prepaid items	7,521	10,546
Total assets	<u>\$ 269,116</u>	<u>\$ 286,084</u>
LIABILITIES		
Accounts payable	\$ 21,754	\$ 33,969
Total liabilities	<u>21,754</u>	<u>33,969</u>
NET POSITION		
Unrestricted	<u>247,362</u>	<u>252,115</u>
Total net position	<u>247,362</u>	<u>252,115</u>
Total liabilities and net position	<u>\$ 269,116</u>	<u>\$ 286,084</u>

ANTELOPE VALLEY STATE WATER CONTRACTORS ASSOCIATION*Statements of Revenues, Expenses, and Changes in Net Position**For the Fiscal Years Ended June 30, 2021 and 2020*

	<u>2021</u>	<u>2020</u>
Operating Revenues		
Member agency contributions	\$ 68,000	\$ 48,000
Contributions – other	34,171	122,800
Total operating revenues	<u>102,171</u>	<u>170,800</u>
Operating Expenses		
Contracted services	100,923	278,296
General and administrative	6,467	6,307
Total operating expenses	<u>107,390</u>	<u>284,603</u>
Operating loss	<u>(5,219)</u>	<u>(113,803)</u>
Non-Operating Revenues		
Investment earnings	177	305
Other revenue	289	-
Water replacement revenue (Note 3)	453,226	-
Water replacement expense (Note 3)	<u>(453,226)</u>	<u>-</u>
Total non-operating revenues	<u>466</u>	<u>305</u>
Change in net position	(4,753)	(113,498)
Net Position		
Beginning of year	<u>252,115</u>	<u>365,613</u>
End of year	<u>\$ 247,362</u>	<u>\$ 252,115</u>

ANTELOPE VALLEY STATE WATER CONTRACTORS ASSOCIATION

Statements of Cash Flows

For the Fiscal Years Ended June 30, 2021 and 2020

	<u>2021</u>	<u>2020</u>
Cash flows from operating activities:		
Cash received from member agencies	\$ 521,515	\$ 90,200
Cash received from contributions – other	(408,455)	70,000
Cash payments for operating expenses	<u>(116,580)</u>	<u>(328,068)</u>
Net cash used in operating activities	<u>(3,520)</u>	<u>(167,868)</u>
Cash flows from investing activities:		
Investment income	<u>177</u>	<u>305</u>
Net cash provided by investing activities	<u>177</u>	<u>305</u>
Net decrease in cash and cash equivalents	<u>(3,343)</u>	<u>(167,563)</u>
Cash and cash equivalents:		
Beginning of year	<u>264,938</u>	<u>432,501</u>
End of year	<u>\$ 261,595</u>	<u>\$ 264,938</u>
Reconciliation of operating loss to net cash used in operating activities:		
Operating loss	\$ (5,219)	\$ (113,803)
Adjustments to reconcile operating loss to net cash used in operating activities:		
Other revenue	289	-
Water replacement revenue	453,226	-
Water replacement expense	(453,226)	-
(Increase) decrease in accounts receivable	10,600	(10,600)
(Increase) decrease in prepaid items	3,025	(10,000)
Increase (decrease) in accounts payable	<u>(12,215)</u>	<u>(33,465)</u>
Net cash used in operating activities	<u>\$ (3,520)</u>	<u>\$ (167,868)</u>

ANTELOPE VALLEY STATE WATER CONTRACTORS ASSOCIATION

Notes to Financial Statements

June 30, 2021 and 2020

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Organization and Operations of the Reporting Entity

The Antelope Valley State Water Contractors Association (Association) was consolidated on May 26, 1999 as a joint powers authority in an effort to optimize the use of state water resources and protect surface water and groundwater storage within the Antelope Valley. Three public agencies combined to form the Association in serving the Antelope Valley: Antelope Valley – East Kern Water Agency, Littlerock Creek Irrigation District, and Palmdale Water District, which constitutes the member agencies. Each member agency appoints two members to the Governing Board.

Any member of the Association shall have the right to withdraw its membership upon serving prior written notice of intention so to do on the other members at least one hundred twenty (120) days before the close of any fiscal year. Unless sooner revoked, such withdrawal shall become effective upon the expiration of the fiscal year during which such notice was given; provided, however, that no such withdrawal shall release the withdrawing member from any financial obligation theretofore incurred by it hereunder.

Each member of the Association shall be obligated to pay its pro-rata share of the funds required to be appropriated by any approved budget. Approval of any budget by a member shall constitute an agreement of such member to pay said allocation, conditioned only on the approval thereof by each of the other members.

Basis of Accounting and Measurement Focus

The Association reports its activities as an enterprise fund, which is used to account for operations that are financed and operated in a manner similar to a private business enterprise, where the intent of the Association is that the costs of providing services be financed or recovered primarily through user (member) charges, capital grants and similar funding. Revenues and expenses are recognized on the full accrual basis of accounting. Revenues are recognized in the accounting period in which they are earned and expenses are recognized in the period incurred, regardless of when the related cash flows take place.

Financial Reporting

The Association's basic financial statements have been prepared in conformity with accounting principles generally accepted in the United States Board (GAAP), as applied to enterprise funds, The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The Association solely operates as a special-purpose government which means it is only engaged in business-type activities; accordingly, activities are reported in the Association's proprietary fund.

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

Cash and Cash Equivalents

The Association's cash and cash equivalents are considered to be cash on hand and short-term investments with original maturities of three months or less from the date of acquisition

ANTELOPE VALLEY STATE WATER CONTRACTORS ASSOCIATION

Notes to Financial Statements

June 30, 2021 and 2020

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Prepaid Items

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items.

Net Position

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

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

Use of Estimates

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

Member Contributions

Contribution revenue consists of payments from members that are planned to match operating expenses. The activities of the Association consist solely of development and protection of the water supply for the Antelope Valley groundwater basin.

Grants

Grant revenues are recorded when earned on grants that have been approved and funded by the grantor. The grant source is the Safe Drinking Water Grant Fund from the State of California Department of Water Resources.

Member’s Equity

In the event of a member withdrawal, member termination, or dissolution of the Association, any property interest remaining in the Association, following a discharge of all obligations shall be disposed of pursuant to the Joint Powers Agreements as adopted by the Governing Board.

NOTE 2 – CASH AND CASH EQUIVALENTS

Cash and cash equivalents consisted of the following:

Description	2021	2020
Demand deposits with financial institutions	\$ 261,595	\$ 264,938

Demand Deposits

At June 30, 2021 and 2020, the carrying amount of the Association’s demand deposits were \$261,595 and \$432,501, respectively, and the financial institution’s balance was \$264,938, and \$432,501, respectively. With the difference representing outstanding checks, deposits-in-transit and/or other reconciling items.

ANTELOPE VALLEY STATE WATER CONTRACTORS ASSOCIATION

Notes to Financial Statements

June 30, 2021 and 2020

NOTE 2 – CASH AND CASH EQUIVALENTS (continued)

Custodial Credit Risk – Deposits

Custodial credit risk is the risk that in the event of a bank failure, the Association's deposits may not be returned to it. The ROP does not have a policy for custodial credit risk for deposits. Cash balances held in banks are insured up to \$250,000 by the Federal Depository Insurance Corporation (FDIC) and are collateralized by the respective financial institutions. In addition, the *California Government Code* requires that a financial institution secure deposits made by State or local governmental units by pledging securities in an undivided collateral pool held by a depository regulated under State law (unless so waived by the governmental unit). The market value of the pledged securities in the collateral pool must equal at least 110 percent of the total amount deposited by the public agencies. California law also allows financial institutions to secure public deposits by pledging first trust deed mortgage notes having a value of 150 percent of the secured public deposits and letters of credit issued by the Federal Home Loan Bank of San Francisco having a value of 105 percent of the secured deposits.

NOTE 3 – WATER REPLACEMENT ASSESSMENT

On July 7, 2020, the Antelope Valley Watermaster (Watermaster) imposed a Replacement Water Assessment (RWA) fee, per the agreement dated October 23, 2019, for groundwater production on parties in excess of any party's right to produce groundwater. The Watermaster has assessed an RWA and collected funds from the parties in excess for 1,092.11 AF of Replacement Water to be provided by the Association. The Watermaster passed through payments from the parties to the Association in the amount of \$453,226. The Association in turn purchased the required replacement water from Antelope Valley East Kern Water Agency and Littlerock Creek Irrigation District for \$452,043 and \$1,183, respectively, for a total of \$453,226 for the year ended June 30, 2021.

NOTE 4 – RISK MANAGEMENT

The Association has purchased commercial general liability insurance coverage to cover claim contingencies against the Association.

NOTE 5 – COMMITMENTS AND CONTINGENCIES

In the ordinary course of operations, the Association is subject to claims and litigation from outside parties. Nevertheless, after consultation with legal counsel, the Association believes that these actions, when finally, concluded and determined are not likely to have a material adverse effect on the Association's financial position, results of operations, or cash flows.

NOTE 6 – SUBSEQUENT EVENTS

The District has evaluated subsequent events through May 31, 2022, the date which the financial statements were available to be issued.

ANTELOPE VALLEY STATE WATER CONTRACTORS ASSOCIATION COMMISSION MEMORANDUM

DATE: August 9, 2022 **August 18, 2022**
TO: AVSWCA Commissioners **Commission Meeting**
FROM: Mr. Peter Thompson II, General Manager
RE: ***AGENDA ITEM NO. 12 - REPORT OF GENERAL MANAGER***

Report Items:

- **Antelope Valley Water Master Meetings**

- The Watermaster Board has narrowed their search for third-party administrators from seven to three firms. The three firms are: Duke Engineering, Hallmark Group, and Regional Government Services. A selection of one of these firms will be considered at the next Watermaster meeting on August 24th.
- The Watermaster Board approved and filed the 2021 Annual Report with the Department of Water Resources.
- The Watermaster Board received a presentation on AVEK's High Desert Water Bank.
- The Watermaster Board authorized letters of appreciation to the City of Lancaster, City of Palmdale, Board of Supervisors, and the Los Angeles Sheriff's Department for their work in monitoring and taking action against water theft.

- **Antelope Valley and Fremont Basin IRWMP Stakeholder Meetings**

- Association staff continues to work with Woodard and Curran regarding both the DACI and Prop. 1 grant administration.
- An AVIRWM meeting was held on July 13th to discuss projects and timing for Prop. 1 Round 2 grant opportunities. A call for projects was sent out after the meeting and the submitted projects will be discussed at the next AVIRWM meeting to be held on September 14th.
- Three rounds of payments have been received from DWR for the AVIRWM Prop. 1 Grant Projects. Disbursement of the payments to the project proponents is underway by Association staff.

- **Mutual Response Agreement for Antelope Valley Agencies**

- A meeting of the Antelope Valley Mutual Response Agreement (AV MRA) Group was held on July 26th. At this meeting, the AV MRA participants approved a boundary map for the Agreement based on the boundaries of the Association members. The participants also agreed on the development of a tabletop exercise to be scheduled before the next AV MRA meeting.
- The AV MRA Coordinator continues to prepare a sharable assets list.
- Staff rescinded the request for an amendment to the Agreement for reduced liability requirements for mutual water companies. This was due to lack of support and was becoming an impediment to the work the AV MRA Group needed to accomplish its formation.

- **Letter of Support for City of Lancaster's Farm to School Grant Application**

- Staff provided a letter of support for Lancaster's grant application that would create a community kitchen and hydroponic demonstration garden at the AV Fairgrounds. A copy of the letter is attached for review.

Future Agenda Items:

- **Presentation on Status Update of the Delta Conveyance Project.**

- Staff is working to coordinate a presentation on the Delta Conveyance Project at an upcoming Association meeting in 2022.

- **Presentation on Final Feasibility Study for the Big Rock Creek Joint Groundwater Recharge Project.**

- Staff anticipates that the final study will be available at the October or December Association meeting.

**AVSWCA**

Antelope Valley State Water Contractors Association

www.avswca.org**COMMISSIONERS**

ROBERT PARRIS, *Chair*
KATHY MAC LAREN-GOMEZ, *Vice Chair*
LEO THIBAUT, *Treasurer-Auditor*
DON WILSON, *Secretary*
KEITH DYAS, *Commissioner*
BARBARA HOGAN, *Commissioner*

OFFICERS

PETER THOMPSON II, *General Manager*
TOM BARNES, *Resources Manager*
DENNIS HOFFMEYER, *Controller*
DANIELLE HENRY, *Management Analyst*

June 21, 2022

California Department of Food and Agriculture
Office of Public Affairs
1220 N Street, Ste. 214
Sacramento, CA 95814

RE: SUPPORT LETTER - 2022 CA FARM TO SCHOOL PARTNERSHIP GRANT

To Whom it May Concern:

I am pleased to offer this letter of support for the City of Lancaster's 2022 CA Farm to School Partnership Grant for the Antelope Valley Neighborhood Kitchen project. This proposed Project includes the construction of a community kitchen and hydroponic garden at the AV Fair & Event Center. The Project will provide the opportunity for local school districts to conduct field trips to educate and create new and exciting ways to cook and eat healthy foods.

The Antelope Valley State Water Contractors Association (AVSWCA) has a strong history of community outreach at the AV Fair and Event Center for important water related issues. We recognize and appreciate the role this venue has had in serving our community and enthusiastically endorse this grant application. Among the many community-enriching benefits of this Project, we are particularly excited about the hydroponic garden and the emphasis that it will bring in utilizing our water resources in an enhanced and more efficient way.

The AVSWCA supports the City of Lancaster's 2022 CA Farm to School Grant Application for the Antelope Valley Neighborhood Kitchen project.

Sincerely,

PETER THOMPSON II,
General Manager

PT/dh

ANTELOPE VALLEY STATE WATER CONTRACTORS
Balance Sheet
For the One Month Ending 7/31/2022

	<u>YTD</u>
ASSETS	
Cash - General Fund	\$1,640,733.85
Restricted - AVRWMG	184,377.62
Accounts Receivable	40,852.00
Prepaid Insurance (Premium Period 10/1 - 9/30)	363.80
Prepaid Expense	0.00
Total Assets	<u><u>\$1,866,327.27</u></u>
LIABILITIES AND FUND BALANCE	
LIABILITIES	
Accounts Payable	<u>\$1,547,555.17</u>
Total Liabilities	<u>1,547,555.17</u>
FUND BALANCE	
Unassigned	<u>318,772.10</u>
Total Fund Balance	<u>318,772.10</u>
Total Liabilities and Fund Balance	<u><u>\$1,866,327.27</u></u>

ANTELOPE VALLEY STATE WATER CONTRACTORS

Profit & Loss Statement

For the One Month Ending 7/31/2022

	<u>July</u>	<u>YTD</u>
Revenues:		
Contributions - Member Agency	\$30,000.00	\$30,000.00
Contributions - Member Programs (USGS & CASGEM)	36,000.00	36,000.00
Contributions - Member Programs (Financial Analysis PSA)		
Contributions - Member Programs (Big Rock Creek)		
Contributions - Member Programs (AV Fair-Conservation Garden)		
Contributions - Non-Member Programs (USGS)		
Contributions - Others (AVRWMG)		
Contributions - Others (DACI)	16,776.25	16,776.25
Water Sales - Replacement Water Assessments	1,432,552.94	1,432,552.94
Miscellaneous Refund		
Interest Earnings	32.38	32.38
Total Revenue		<u>\$1,515,361.57</u>
Expenditures:		
General Government		
Bank Fees		
Insurance	181.92	181.92
Memberships		
Outreach		
Purchased Water	1,432,552.94	1,432,552.94
Miscellaneous		
		<u>1,432,734.86</u>
Public Resource		
Contract Services - Administration	200.16	200.16
Contract Services - USGS & CASGEM		
Contract Services - AVRWMG		
Contract Services - IRWMP 2013 Update		
Contract Services - DACI		
Contract Services - BIG ROCK CREEK		
Contract Services - FINANCIAL ANALYSIS		
Contract Services - General Projects		
Contract Services - AV Fair Conservation Garden		
Contract Services - Home Show/WaterSmart Expo		
Contract Services - Rural Museum		
Contract Services - Other		
		<u>200.16</u>
Total Expenditures		<u>\$1,432,935.02</u>
Change in Net Position		<u>\$82,426.55</u>
Net Position - Beginning of Year		<u>236,345.55</u>
Net Position - End of Year		<u>\$318,772.10</u>

ANTELOPE VALLEY STATE WATER CONTRACTORS
Balance Sheet
For the Twelve Months Ending 6/30/2022

	<u>YTD</u>
ASSETS	
Cash - General Fund	\$183,011.85
Restricted - AVRWMG	140,052.30
Accounts Receivable	0.00
Prepaid Insurance (Premium Period 10/1 - 9/30)	545.72
Prepaid Expense	0.00
Total Assets	<u><u>\$323,609.87</u></u>
 LIABILITIES AND FUND BALANCE	
LIABILITIES	
Accounts Payable	\$114,802.07
Pass-Through Grant Funding	<u>(\$27,537.75)</u>
Total Liabilities	87,264.32
FUND BALANCE	
Unassigned	<u>236,345.55</u>
Total Fund Balance	236,345.55
Total Liabilities and Fund Balance	<u><u>\$323,609.87</u></u>

ANTELOPE VALLEY STATE WATER CONTRACTORS

Profit & Loss Statement

For the Twelve Months Ending 6/30/2022

	<u>June</u>	<u>YTD</u>
Revenues:		
Contributions - Member Agency		\$30,000.00
Contributions - Member Programs (USGS & CASGEM)		
Contributions - Member Programs (Financial Analysis PSA)		
Contributions - Member Programs (Big Rock Creek)		
Contributions - Member Programs (AV Fair-Conservation Garden)		
Contributions - Non-Member Programs (USGS)		
Contributions - Others (AVRWMG)		153,000.00
Contributions - Others (DACI)		
Water Sales - Replacement Water Assessments		482,808.71
Miscellaneous Refund		
Interest Earnings	34.62	347.87
Total Revenue		<u>\$666,156.58</u>
Expenditures:		
General Government		
Bank Fees		
Insurance	181.92	2,183.00
Memberships		4,265.00
Outreach		300.00
Purchased Water		482,808.71
Miscellaneous		
		<u>489,556.71</u>
Public Resource		
Contract Services - Administration	3,110.07	16,059.58
Contract Services - USGS & CASGEM	54,000.00	105,256.50
Contract Services - AVRWMG	(18,635.00)	
Contract Services - IRWMP 2013 Update	(7,792.00)	6,372.75
Contract Services - DACI	24,257.50	24,257.50
Contract Services - BIG ROCK CREEK	13,688.75	25,669.55
Contract Services - FINANCIAL ANALYSIS		
Contract Services - General Projects		
Contract Services - AV Fair Conservation Garden		
Contract Services - Home Show/WaterSmart Expo		
Contract Services - Rural Museum		10,000.00
Contract Services - Other		
		<u>187,615.88</u>
Total Expenditures		<u>\$677,172.59</u>
Change in Net Position		<u>(\$11,016.01)</u>
Net Position - Beginning of Year		<u>247,361.56</u>
Net Position - End of Year		<u>\$236,345.55</u>