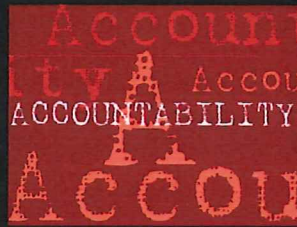


ROWLAND WATER DISTRICT

3021 Fullerton Road
Rowland Heights, CA 91748
(562) 697-1726

RWD BOARD VISION



Our Mission:

*"Bound by our core values -- Accountability, Communication and Teamwork -- we are committed to providing the highest level of service to our customers --
DEDICATED-RELIABLE-OUTSTANDING-PROFESSIONAL SERVICE"*

Board of Directors Regular Meeting
February 9, 2021
5:00 p.m.



AGENDA

Regular Meeting of the Board of Directors
February 9, 2021 -- 5:00 PM

Pursuant to the provisions of Executive Order N-25-20 Issued by Governor Gavin Newsom on March 12, 2020, any Director, and any member of the public who desires to participate in the open session items of this meeting, may Login into <https://us02web.zoom.us/j/8759899861>, Meeting ID: 875 989 9861 or call into the Rowland Water District meeting using the call-in number (669) 900-6833 -- Passcode: 8759899861# without otherwise complying with the Brown Act's teleconference requirements. Any member of the public wishing to make any comments to the Board of Directors may do so by calling in to the call-in number referenced above and being acknowledged by the chair at the appropriate time in the meeting prior to making his or her comment. Materials related to items on this Agenda are available for public review at www.rowlandwater.com/agendas-minutes/.

CALL TO ORDER

PLEDGE OF ALLEGIANCE

ROLL CALL OF DIRECTORS

Anthony J. Lima, Vice President

Szu Pei Lu-Yang

John Bellah

Robert W. Lewis

ADDITION(S) TO THE AGENDA - PUBLIC COMMENT ON NON-AGENDA ITEMS

Any member of the public wishing to address the Board of Directors regarding items not on the Agenda within the subject matter jurisdiction of the Board should do so at this time. With respect to items on the agenda, the Board will receive public comments at the time the item is opened for discussion, prior to any vote or other Board action. A three-minute time limit on remarks is requested.

Any person may make a request for a disability-related modification or accommodation needed for that person to be able to participate in the public meeting by telephoning Rose Perea, Secretary to the Board at (562) 697-1726, or writing to Rowland Water District, at 3021 Fullerton Road, Rowland Heights, CA 91748. Requests must specify the nature of the disability and the type of accommodation requested. A telephone number or other contact information should be included, so that District staff may discuss appropriate arrangements. Anyone requesting a disability-related accommodation should make the request with adequate time prior to the meeting in order for the District to provide the requested accommodation.

Any member of the public wishing to participate in the meeting, who requires a translator to understand or communicate in English, should arrange to bring a translator with them to the meeting.

Materials related to an item on this Agenda submitted after distribution of the Agenda packet are available for public review at the District office, located at 3021 Fullerton Road, Rowland Heights, CA 91748.

Tab 1 CONSENT CALENDAR

All items under the Consent Calendar are considered to be routine matters, status reports, or documents covering previous Board instruction. The items listed on the Consent Calendar will be enacted by one motion, unless separate discussion is requested.

1.1 Approval of the Minutes of Regular Board Meeting held on January 12, 2021

Recommendation: The Board of Directors approve the Minutes as presented.

1.2 Approval of the Minutes of Special Board Meeting held on January 26, 2021

Recommendation: The Board of Directors approve the Minutes as presented.

1.3 Demands on General Fund Account for December 2020

Recommendation: The Board of Directors approve the demands on the general fund account as presented.

1.4 Investment Report for December 2020

Recommendation: The Board of Directors approve the Investment Report as presented.

1.5 Water Purchases for December 2020

For information purposes only.

Next Special Board Meeting:

February 23, 2021, 5:00 p.m.

Next Regular Board Meeting:

March 9, 2021, 5:00 p.m.

Tab 2 ACTION ITEMS

This portion of the Agenda is for items where staff presentations and Board discussions are needed prior to formal Board action.

2.1 Review and Approve Directors' Meeting Reimbursements for January 2020

Recommendation: The Board of Directors approve the Meeting Reimbursements as presented.

2.2 Approve Executive Officer Positions of the Board of Directors

Intentionally left blank. No recommendation provided.

2.3 Approve Board of Directors Committee Assignments as follows:

PWR Joint Water Line Commission, Alternate Representative and Los Angeles County Sheriff's Department Advisory Council

Intentionally left blank. No recommendation provided.

2.4 Review and Approve "Draft" RWD Financial Audit Report for Fiscal Year 2019-2020 Prepared by Nigro & Nigro, PC, Professional Accountancy Corporation

Recommendation: The Board of Directors approve the Draft Financial Audit report as presented.

2.5 Discuss Redevelopment Oversight Board Appointments – County of Los Angeles

No recommendation provided.

2.6 Discuss and Approve Firewall Router Upgrade

Intentionally left blank. Recommendation: The Board of Directors approve the upgrade as discussed.

2.7 Discuss and Approve Proposed Server Reliability System Project

Intentionally left blank. Recommendation: The Board of Directors approve the project as discussed.

2.8 Discuss and Approve Additional Funds for New Storage Building at Corporate Building

Intentionally left blank. Recommendation: The Board of Directors approve the additional funds as discussed.

2.9 Review and Approve Resolution No. 2-2021 Concurring in the Nomination of Randall James Reed to the Executive Committee of the Association of California Water Agencies Joint Powers Insurance Authority (ACWA/JPIA)

Recommendation: The Board of Directors approve Resolution 2-2021 as presented.

Tab 3 PUBLIC RELATIONS (Rose Perea)

3.1 Communications Outreach (CV Strategies)

3.2 Education Update

For information purposes only.

Tab 4 DISCUSSION OF UPCOMING CONFERENCES, WORKSHOPS, OR EVENTS (Including Items that May Have Arisen after the Posting of the Agenda)

- None

Intentionally left blank.

Tab 5 LEGISLATIVE INFORMATION

5.1 Updates on Legislative Issues

Intentionally left blank.

Tab 6 REVIEW OF CORRESPONDENCE

Intentionally left blank.

Tab 7 COMMITTEE REPORTS

7.1 Joint Powers Insurance Authority (Director Lewis/Mr. Coleman)

- JPIA President's Special Recognition Awards for the Liability Program and Property Program

For information purposes only.

There are no tabs for the remainder of the meeting.

7.2 Three Valleys Municipal Water District (Directors Lu-Yang/Lima)

7.3 Association of California Water Agencies (Directors Lewis/Bellah)

7.4 Puente Basin Water Agency (Directors Lima/Lewis)

7.5 Project Ad-Hoc Committee (Directors Lima/Lu-Yang)

- 7.6 **Regional Chamber of Commerce-Government Affairs Committee**
(Directors Bellah/Lewis)
- 7.7 **PWR Joint Water Line Commission** (Directors Lima)
- 7.8 **Sheriff's Community Advisory Council** (Director Lu-Yang)
- 7.9 **Rowland Heights Community Coordinating Council**
(Directors Lu-Yang/Bellah)
- 7.10 **City of Industry Council Meetings** (Directors Bellah/Lewis)

Tab 8 OTHER REPORTS, INFORMATION ITEMS AND COMMENTS

- 8.1 **Finance Report** (Mrs. Malner)
- 8.2 **Operations Report** (Mr. Moisio)
- 8.3 **Personnel Report** (Mr. Coleman)

Tab 9 ATTORNEY'S REPORT (Mr. Joseph Byrne)

Tab 10 CLOSED SESSION

- a. **CONFERENCE WITH LEGAL COUNSEL—EXISTING LITIGATION**
Paragraph (1) of subdivision (d) of Government Code Section 54956.9. Name of Case: Rowland Water District vs. La Habra Heights County Water District, Case No. KC070088.
- b. **Conference with Real Property Negotiator Pursuant to Government Code Section 54956.8**
 - Property: Portion of Property Located at
804 S. Azusa Ave., City of Industry, CA
 - District Negotiator: Tom Coleman, General Manager
 - Negotiating Parties: City of Industry
 - Under Negotiation: Price and Terms

General Manager's and Directors' Comments

Future Agenda Items

Late Business

No action shall be taken on any items not appearing on the posted agenda, except upon a determination by a majority of the Board that an emergency situation exists, or that the need to take action arose after the posting of the agenda.

ADJOURNMENT

President ANTHONY J. LIMA, Presiding

Tab

1.1



Minutes of the Regular Meeting
of the Board of Directors of the Rowland Water District
January 12, 2021 – 5:00 p.m.
Location: District Office

PLEDGE OF ALLEGIANCE

The meeting was called to order by Vice President Anthony J. Lima in memory of President Teresa P. Rios.

ROLL CALL OF DIRECTORS

Vice President Anthony J. Lima
Director Szu Pei Lu-Yang
Director John Bellah
Director Robert W. Lewis

ABSENT:

None.

OTHERS PRESENT:

Joseph P. Byrne, Legal Counsel, Best Best & Krieger
Erin Gilhuly, CV Strategies
Matt Litchfield, Three Valleys Municipal Water District
Kirk Howie, Three Valleys Municipal Water District
Jody Roberto, Director, Three Valleys Municipal Water District
Mike Ti, Director, Three Valleys Municipal Water District

ROWLAND WATER DISTRICT STAFF

Tom Coleman, General Manager
Dave Warren, Assistant General Manager
Rose Perea, Director of Administrative Services
Dusty Moisio, Director of Operations
Myra Malner, Director of Finance
John Poehler, Project Manager

ADDITION(S) TO THE AGENDA

Upon Motion by Director Lewis, seconded by Director Lu-Yang, the Board made a determination that there was a need to take immediate action and the need came to the attention of the District after the posting of the Agenda. The following items were added to the Agenda:

Tab 2.6: Review and Approve DESIGNATION OF SUBRECIPIENT’S AGENT RESOLUTION Hazard Mitigation Grant Program and Pre-Disaster Mitigation Program.

Tab. 2.7: Consider whether to Fill the Vacancy created by the death of Teresa P. Rios, Director of Division 1 of the Rowland Water District by Appointment or by calling an election.

The motion was approved as follows:

Ayes: Directors Lima, Lu-Yang, Bellah and Lewis
Noes: None
Abstain: None
Absent: None

PUBLIC COMMENT ON NON-AGENDA ITEM

None.

TAB 1 – CONSENT CALENDAR

Upon motion by Director Lewis, seconded by Director Lu-Yang, the Consent Calendar was approved as follows:

Ayes: Directors Lima, Lu-Yang, Bellah and Lewis
Noes: None
Abstain: None
Absent: None

The approval of the Consent Calendar included:

1.1

Approval of the Minutes of Regular Board Meeting Held on December 8, 2020

1.2

Demands on General Fund Account for November 2020

1.3

Investment Report for November 2020

1.4

Water Purchases for November 2020

Next Special Board Meeting
Next Regular Board Meeting

January 26, 2021, 5:00 p.m.
February 9, 2021, 5:00 p.m.

Tab 2 – ACTION ITEMS

2.1

Review and Approve Directors’ Meeting Reimbursements for December 2020

Upon motion by Director Lewis, seconded by Director Lu-Yang, the Directors’ Meeting Reimbursement Report was approved as follows:

Ayes: Directors Lima, Lu-Yang, Bellah and Lewis
Noes: None
Abstain: None
Absent: None

2.2

Approve Change in IRS Mileage Rate from \$.575 to \$.56 effective January 1, 2021

After discussion, upon motion by Director Lewis, seconded by Director Lu-Yang, the Board approved the IRS Mileage Rate of \$.56 effective January 1, 2021 as follows:

Ayes: Directors Lima, Lu-Yang, Bellah and Lewis
Noes: None
Abstain: None
Absent: None

2.3

Receive and File Final Puente Basin Water Agency Financial Audit for Fiscal Year Ended June 30, 2020 prepared by Fedak & Brown LLP, Certified Public Accountants

After discussion, a motion was made by Director Lewis seconded by Director Lu-Yang, to receive and file the Puente Basin Water Agency Financial Audit for Fiscal Year Ended June 30, 2020. The motion was approved as follows:

Ayes: Directors Lima, Lu-Yang, Bellah and Lewis
Noes: None
Abstain: None
Absent: None

2.4

Approve Proposal of NBS Government Finance Group (NBS) to Prepare and Complete a Water and Recycled Water Rate Study

After discussion, a motion was made by Director Lewis, seconded by Director Lu-Yang to approve the NBS Proposal to prepare and complete a water and recycled water rate study. The motion was approved as follows:

Ayes: Directors Lima, Lu-Yang, Bellah and Lewis
Noes: None
Abstain: None
Absent: None

2.5

Authorize General Manager to Execute all Agreements, Contracts and Letters In Connection with the Public Water Agencies Group (PWAG) Hazardous Mitigation Grant Program

After discussion a motion was made by Director Lewis, seconded by Director Lu-Yang, to authorize the General Manager to take such official action as may be reasonably necessary to carry out the proposed actions of the grant application and the plan.

The motion was approved as follows:

Ayes: Directors Lima, Lu-Yang, Bellah and Lewis
Noes: None
Abstain: None
Absent: None

2.6

Review and Approve DESIGNATION OF SUBRECIPIENT'S AGENT RESOLUTION Hazard Mitigation Grant Program and Pre-Disaster Mitigation Program.

After discussion a motion was made by Director Lewis, seconded by Director Lu-Yang, to Approve the Resolution. The motion was approved by the following roll call vote:

Ayes:	Directors Lima, Lu-Yang, Bellah and Lewis
Noes:	None
Abstain:	None
Absent:	None

The motion passed with a 4-0 vote.

2.7

Consider whether to Fill the Vacancy created by the death of Teresa P. Rios, Director of Division 1 of the Rowland Water District by Appointment or by calling an election.

After discussion a motion was made by Director Lewis, seconded by Director Lu-Yang, to fill the vacancy in Division 1 of the Rowland Water District by appointment and directing staff to take steps to move forward with that process.

The motion was approved as follows:

Ayes:	Directors Lima, Lu-Yang, Bellah and Lewis
Noes:	None
Abstain:	None
Absent:	None

Action Items at Tab 2.8 through Tab 8 were not discussed due to the passing of President Rios.

2.8

Public Relations (Rose Perea) - No Report

Communications Outreach (CV Strategies)

Education Update

2.9

Discussion of Upcoming Conferences, Workshops, or Events (Including Items that May Have Arisen after the Posting of the Agenda) - No Report

3.1

Updates on Legislative Issues - No Report

TAB 4 REVIEW OF CORRESPONDENCE

TAB 5 COMMITTEE REPORTS No Reports

5.1

Joint Powers Insurance Authority

5.2

Three Valleys Municipal Water District

5.3

Association of California Water Agencies

5.4

Puente Basin Water Agency

5.5

Project Ad-Hoc Committee

5.6

Regional Chamber of Commerce

5.7

PWR Joint Waterline Commission

5.8

Sheriff's Community Advisory Council

5.9

Rowland Heights Community Coordinating Council (RHCCC)

5.10

City of Industry Council Meeting.

TAB 6 OTHER REPORTS, INFORMATION ITEMS AND COMMENTS

6.1

Finance Report No Report

6.2

Operations Report No Report

6.3

Personnel Report No Report

TAB 7 ATTORNEY'S REPORT No Report

TAB 8 CLOSED SESSION - Closed Session Was Not Held

- a. **CONFERENCE WITH LEGAL COUNSEL—EXISTING LITIGATION**
Pursuant to paragraph (1) of subdivision (d) of Government Code Section 54956.9.
Name of Case: Rowland Water District vs. La Habra Heights County Water District, Case No. KC070088
- b. **Conference with Real Property Negotiator Pursuant to Government Code Section 54956.8**
Property: Portion of Property Located at
804 S. Azusa Ave., City of Industry, CA
District Negotiator: Tom Coleman, General Manager
Negotiating Parties: City of Industry
Under Negotiation: Price and Terms

General Manager's and Directors' Comments

General Manager, Tom Coleman, advised the Board that the January 26, 2021, workshop will be conducted to provide an overview of a proposed new server reliability system. The General Manager and members of the Board of Directors shared memories and kind thoughts of President Teresa P. Rios.

Future Agenda Item

- Nomination and Election of Board President and Board Vice President.

Late Business

None.

A motion was made by Director Lewis, seconded by Director Lu-Yang, and unanimously carried to adjourn the meeting. The meeting was adjourned at 5:58 p.m.

ANTHONY J. LIMA
Board Vice President

Attest: _____
TOM COLEMAN
Board Secretary

Tab

1.2



Minutes of the Special Meeting of
the Board of Directors of the Rowland Water District

January 26, 2021 – 5:00 p.m.

Location: District Office

PLEDGE OF ALLEGIANCE

ROLL CALL OF DIRECTORS

President Robert W. Lewis

Director Szu Pei Lu-Yang

Director Anthony J. Lima

Director John Bellah

ABSENT:

None.

OTHERS PRESENT:

Ryan Guiboa, Legal Counsel, Best Best & Krieger

Tara Bravo, CV Strategies

Mike Parra, Highroad Information Technology

Daniel Traboulsi, Highroad Information Technology

ROWLAND WATER DISTRICT STAFF:

Tom Coleman, General Manager

Dave Warren, Assistant General Manager

Rose Perea, Director of Administrative Services

Dusty Moisio, Director of Operations

Myra Malner, Director of Finance

John Poehler, Project Manager

ADDITIONS TO THE AGENDA/PUBLIC COMMENT ON NON-AGENDA ITEMS

None.

COMMENTS:

None.

Tab 1 ACTION ITEMS

1.1

Overview of Proposed Server Reliability System

General Manager, Tom Coleman, introduced Mike Parra and Daniel Traboulsi, Highroad IT, who provided a presentation entitled “The Highroad to Recovery – Protecting Your Data”. The presentation focused on the need to protect the District’s data from cyber and/or disaster threats and the need to back-up and replicate the data both offsite and out of state.

1.2

Discuss Division 1, Board of Directors Vacancy

General Manager, Tom Coleman, provided the Board with information on the process to fill the vacancy for a Director representing Division 1. He has scheduled an Ad Hoc Committee meeting in order to create a timeline in which to fill the vacancy. The Board has sixty (60) days to make an appointment from the day of vacancy which would be March 13, 2021.

1.3 **CLOSED SESSION**

A closed session on the items listed below was not necessary.

- a. **CONFERENCE WITH LEGAL COUNSEL—EXISTING LITIGATION**
Paragraph (1) of subdivision (d) of Government Code Section 54956.9. Name of Case: Rowland Water District vs. La Habra Heights County Water District, Case No. KC070088.
- b. **Conference with Real Property Negotiator Pursuant to Government Code Section 54956.8**
Property: Portion of Property Located at
804 S. Azusa Ave., City of Industry, CA
District Negotiator: Tom Coleman, General Manager
Negotiating Parties: City of Industry
Under Negotiation: Price and Terms

General Manager’s and Directors’ Comments

The General Manager advised the Board that Director Rios’ services will be delayed due to the current Los Angeles County COVID-19 backlog.

Future Agenda Items

- Discuss and approve proposed Server Reliability System Project

Late Business

None.

Next Regular Board Meeting

Next Special Board Meeting

February 9, 2021, 5:00 p.m.

February 23, 2021, 5:00 p.m.

A motion was made by Director Lewis, seconded by Director Lu-Yang, and unanimously carried to adjourn the meeting. The meeting was adjourned at 6:53 p.m.

ANTHONY J. LIMA
Board Vice President

Attest: _____
TOM COLEMAN
Board Secretary

Tab

1.3

Report Criteria:

Report type: GL detail

GL Period	Check Issue Date	Check Number	Vendor Number	Payee	Description	Check Amount
28443						
12/20	12/01/2020	28443	62788	FASTENAL COMPANY	SUPPLIES FOR COVID 19	41.39
Total 28443:						41.39
28444						
12/20	12/01/2020	28444	62730	GENSLER	FURNITURE COORDINATION	400.00
Total 28444:						400.00
28445						
12/20	12/01/2020	28445	62624	HASA INC	CHEMICALS FOR RCS	275.47
12/20	12/01/2020	28445	62624	HASA INC	CHEMICALS FOR RCS	253.72
12/20	12/01/2020	28445	62624	HASA INC	CHEMICALS FOR RCS	210.22
12/20	12/01/2020	28445	62624	HASA INC	CHEMICALS FOR RCS	200.08
12/20	12/01/2020	28445	62624	HASA INC	CHEMICALS FOR RCS	192.83
12/20	12/01/2020	28445	62624	HASA INC	CHEMICALS FOR RCS	287.06
12/20	12/01/2020	28445	62624	HASA INC	CHEMICALS FOR RCS	333.46
12/20	12/01/2020	28445	62624	HASA INC	CHEMICALS FOR RCS	123.23
12/20	12/01/2020	28445	62624	HASA INC	CHEMICALS FOR RCS	229.07
12/20	12/01/2020	28445	62624	HASA INC	CHEMICALS FOR RCS	183.68
12/20	12/01/2020	28445	62624	HASA INC	CHEMICALS FOR RCS	246.47
Total 28445:						2,535.29
28446						
12/20	12/01/2020	28446	379	HIGHROAD INFORMATION TECHNOL	RWD UPS NETWORK CARDS	1,697.50
12/20	12/01/2020	28446	379	HIGHROAD INFORMATION TECHNOL	MANUFACTURER MAINTENANCE FOR SONICWALL	2,000.00
Total 28446:						3,697.50
28447						
12/20	12/01/2020	28447	244	INFOSEND INC	BILLING SERVICE	3,035.70
Total 28447:						3,035.70
28448						
12/20	12/01/2020	28448	62713	JCL TRAFFIC SERVICES	TOOLS & SUPPLIES	1,638.12
Total 28448:						1,638.12
28449						
12/20	12/01/2020	28449	62664	M & J TREE SERVICE	MAINTENANCE FOR NOV-WBS	600.00
Total 28449:						600.00
28450						
12/20	12/01/2020	28450	62448	PARS	GASBY 45 MANAGEMENT FEE	1,084.58
Total 28450:						1,084.58
28451						
12/20	12/01/2020	28451	62771	PUBLIC WATER AGENCIES GROUP	PWAG ASSESSMENT	997.28

GL Period	Check Issue Date	Check Number	Vendor Number	Payee	Description	Check Amount
Total 28451:						997.28
28452						
12/20	12/01/2020	28452	62249	SECURE SITE SOLUTIONS INC	SERVICE VISIT TO REPLACE MISSING WIRELESS	487.31
Total 28452:						487.31
28453						
12/20	12/01/2020	28453	62521	TRIEPEI SMITH & ASSOCIATES	MONTHLY WEBSITE MAINTENANCE	375.00
Total 28453:						375.00
28454						
12/20	12/01/2020	28454	62353	VERIZON	CONFERENCE CALLS	85.44
Total 28454:						85.44
28455						
12/20	12/01/2020	28455	382	W A RASIC CONSTRUCTION CO INC	JOB 20SC93-INSTALL 1" WATER SERVICE-403 RIC	6,828.00
Total 28455:						6,828.00
28456						
12/20	12/03/2020	28456	62789	MY YUMMY TACOS	STAFF LUNCHEON	395.00
Total 28456:						395.00
28457						
12/20	12/08/2020	28457	1000	ACWA JPIA	EMPLOYEE HEALTH BENEFITS	40,403.51
12/20	12/08/2020	28457	1000	ACWA JPIA	EMPLOYEE VISION BENEFITS	537.00
12/20	12/08/2020	28457	1000	ACWA JPIA	EMPLOYEE ASSISTANCE PROGRAM	47.60
12/20	12/08/2020	28457	1000	ACWA JPIA	EMPLOYEE DENTAL BENEFITS	2,461.34
12/20	12/08/2020	28457	1000	ACWA JPIA	RETIREEES HEALTH BENEFITS	18,670.76
12/20	12/08/2020	28457	1000	ACWA JPIA	DIRECTORS HEALTH BENEFITS	10,988.76
Total 28457:						73,108.97
28458						
12/20	12/08/2020	28458	62741	BEE REMOVERS	BEE REMOVAL	120.00
Total 28458:						120.00
28459						
12/20	12/08/2020	28459	62597	BEST BEST & KRIEGER	LEGAL FEES-GENERAL COUNSEL	3,668.00
12/20	12/08/2020	28459	62597	BEST BEST & KRIEGER	LEGAL FEES-LABOR AND EMPLOYMENT	2,270.20
12/20	12/08/2020	28459	62597	BEST BEST & KRIEGER	LEGAL FEES-CELL LEASES AND RELATED ISSUES	2,561.10
12/20	12/08/2020	28459	62597	BEST BEST & KRIEGER	LEGAL FEES-LHHCWD	1,891.50
12/20	12/08/2020	28459	62597	BEST BEST & KRIEGER	LEGAL FEES-GENERAL COUNSEL	2,077.60
12/20	12/08/2020	28459	62597	BEST BEST & KRIEGER	LEGAL FEES-CELL LEASES AND RELATED ISSUES	124.80
12/20	12/08/2020	28459	62597	BEST BEST & KRIEGER	LEGAL FEES-LHHCWD	756.60
Total 28459:						13,349.80
28460						
12/20	12/08/2020	28460	62645	CORE & MAIN LP	Meters for AMI Conversions	14,951.01

GL Period	Check Issue Date	Check Number	Vendor Number	Payee	Description	Check Amount
Total 28460:						14,951.01
28461						
12/20	12/08/2020	28461	33	DUSTIN T MOISIO	TOTAL EXPENSES-GAS	196.04
Total 28461:						196.04
28462						
12/20	12/08/2020	28462	62774	EIDE BAILLY LLP	CONSULTING SERVICES	2,866.75
Total 28462:						2,866.75
28463						
12/20	12/08/2020	28463	2600	HACH COMPANY	WATER QUALITY TESTING SUPPLIES	1,767.63
12/20	12/08/2020	28463	2600	HACH COMPANY	COMPLIANCE EQUIPMENT MAINT	1,964.00
Total 28463:						3,731.63
28464						
12/20	12/08/2020	28464	62624	HASA INC	CHEMICALS FOR RCS	289.96
12/20	12/08/2020	28464	62624	HASA INC	CHEMICALS FOR WBS	434.95
12/20	12/08/2020	28464	62624	HASA INC	CHEMICALS FOR RCS	115.99
12/20	12/08/2020	28464	62624	HASA INC	CHEMICALS FOR RCS	260.97
12/20	12/08/2020	28464	62624	HASA INC	CHEMICALS FOR RCS	217.47
12/20	12/08/2020	28464	62624	HASA INC	CHEMICALS FOR RCS	144.98
Total 28464:						1,464.32
28465						
12/20	12/08/2020	28465	2724	HOME DEPOT CREDIT SERVICES	TOOLS & SUPPLIES	910.89
12/20	12/08/2020	28465	2724	HOME DEPOT CREDIT SERVICES	MAINTENANCE & OPERATION	120.21
12/20	12/08/2020	28465	2724	HOME DEPOT CREDIT SERVICES	SUPPLIES FOR VALVES	95.77
Total 28465:						1,126.87
28466						
12/20	12/08/2020	28466	244	INFOSEND INC	BILLING SERVICE	1,637.18
Total 28466:						1,637.18
28467						
12/20	12/08/2020	28467	62078	MCKINNEY CONSTRUCTION CO INC	REPLACE 2" WATER SERVICE-ANAHEIM PUENTE	45,523.17
Total 28467:						45,523.17
28468						
12/20	12/08/2020	28468	257	MCMaster-CARR SUPPLY CO	SUPPLIES FOR WBS SURGE TANK	40.58
12/20	12/08/2020	28468	257	MCMaster-CARR SUPPLY CO	TOOLS & SUPPLIES	62.46
12/20	12/08/2020	28468	257	MCMaster-CARR SUPPLY CO	SUPPLIES FOR RES	33.94
12/20	12/08/2020	28468	257	MCMaster-CARR SUPPLY CO	TOOLS & SUPPLIES	295.84
Total 28468:						432.82
28469						
12/20	12/08/2020	28469	62789	MY YUMMY TACOS	STAFF LUNCHEON	395.00

GL Period	Check Issue Date	Check Number	Vendor Number	Payee	Description	Check Amount
Total 28469:						395.00
28470						
12/20	12/08/2020	28470	5775	NATIONAL THEATRE FOR CHILDREN	FINAL INVOICE-2020-21 SCHOOL YEAR-DIGITAL W	3,100.00
Total 28470:						3,100.00
28471						
12/20	12/08/2020	28471	5100	PUENTE READY MIX INC	CRUSHER BASE & WASH CON SAND	1,651.96
Total 28471:						1,651.96
28472						
12/20	12/08/2020	28472	62502	S & J SUPPLY COMPANY, INC	SUPPLIES FOR MAINS	300.92
12/20	12/08/2020	28472	62502	S & J SUPPLY COMPANY, INC	SUPPLIES FOR RES	720.52
12/20	12/08/2020	28472	62502	S & J SUPPLY COMPANY, INC	SUPPLIES FOR METERS	1,547.23
12/20	12/08/2020	28472	62502	S & J SUPPLY COMPANY, INC	SUPPLIES FOR VALVE REPLACEMENTS	2,452.62
12/20	12/08/2020	28472	62502	S & J SUPPLY COMPANY, INC	SUPPLIES FOR MAINS	1,287.93
Total 28472:						6,309.22
28473						
12/20	12/08/2020	28473	5900	SOCALGAS	GAS UTILITY BILL	314.48
Total 28473:						314.48
28474						
12/20	12/08/2020	28474	62595	SWRCB ACCOUNTING OFFICE	ANNUAL PERMIT FEE	2,811.00
Total 28474:						2,811.00
28475						
12/20	12/08/2020	28475	6600	THREE VALLEYS MUN WATER DIST	2020 UWMP-STETSON PROFESSIONAL SERVICES	1,501.65
Total 28475:						1,501.65
28476						
12/20	12/10/2020	28476	4750	PWR JT WATER LINE COMMISSION	PM 15 Water Use	462,914.05
12/20	12/10/2020	28476	4750	PWR JT WATER LINE COMMISSION	PM 21 Water Use	184,729.84
12/20	12/10/2020	28476	4750	PWR JT WATER LINE COMMISSION	MWD CAPACITY RESERVATION CHARGE	5,004.63
12/20	12/10/2020	28476	4750	PWR JT WATER LINE COMMISSION	TVMWD CONNECTED CAPACITY CHARGE	1,137.50
12/20	12/10/2020	28476	4750	PWR JT WATER LINE COMMISSION	TVMWD WATER USE CHARGE	1,616.16
Total 28476:						655,402.18
28487						
12/20	12/14/2020	28487	4600	AIRGAS USA LLC	TANK RENTAL	97.40
Total 28487:						97.40
28488						
12/20	12/14/2020	28488	62554	APPLIED TECHNOLOGY GROUP	SCADA BACKBONE	41,846.03
Total 28488:						41,846.03

GL Period	Check Issue Date	Check Number	Vendor Number	Payee	Description	Check Amount
28489						
12/20	12/14/2020	28489	3850	ATHENS SERVICES (MODERN SVC)	TRASH SERVICE	395.35
Total 28489:						395.35
28490						
12/20	12/14/2020	28490	62440	BNY MELLON NA	MANAGEMENT FEES	700.00
Total 28490:						700.00
28491						
12/20	12/14/2020	28491	1476	BUSINESS CARD (VISA)	MISC EXPENSES	371.31
Total 28491:						371.31
28492						
12/20	12/14/2020	28492	403	CASELLE INC	CONTRACT SUPPORT CHARGES	1,884.00
Total 28492:						1,884.00
28493						
12/20	12/14/2020	28493	6966	CINTAS	UNIFORM RENTAL	3,331.17
Total 28493:						3,331.17
28494						
12/20	12/14/2020	28494	62700	CITIZENS TRUST C/O CITIZEN BUSIN	TRUSTEES FEES	1,557.11
Total 28494:						1,557.11
28495						
12/20	12/14/2020	28495	62403	CITY OF INDUSTRY	RENTAL FEES	150.00
Total 28495:						150.00
28496						
12/20	12/14/2020	28496	1900	CLINICAL LAB OF S B	WATER SAMPLES	1,450.00
Total 28496:						1,450.00
28497						
12/20	12/14/2020	28497	62757	CONOR CONSULTING LLC	LEADERSHIP COACHING	2,219.38
Total 28497:						2,219.38
28498						
12/20	12/14/2020	28498	62729	DIG SAFE BOARD	CA STATE FEE	100.15
Total 28498:						100.15
28499						
12/20	12/14/2020	28499	2253	DUKE'S LANDSCAPING INC	GARDENING SERVICE	2,415.00
Total 28499:						2,415.00
28500						
12/20	12/14/2020	28500	62433	EMPLOYEE RELATIONS INC	BACKGROUND VERIFICATION	185.94

GL Period	Check Issue Date	Check Number	Vendor Number	Payee	Description	Check Amount
Total 28500:						185.94
28501						
12/20	12/14/2020	28501	24	ERIC HALL	Reimbursement for amended tax return	75.00
Total 28501:						75.00
28502						
12/20	12/14/2020	28502	62445	EXCEL DOOR & GATE COMPANY	PERFORM SEMI-ANNUAL PREVENTATIVE MAINTENANCE	555.95
12/20	12/14/2020	28502	62445	EXCEL DOOR & GATE COMPANY	PERFORM SEMI ANNUAL PREVENTATIVE MAINTENANCE	745.45
12/20	12/14/2020	28502	62445	EXCEL DOOR & GATE COMPANY	REPLACE DRIVE CHAIN ON EXISTING SINGLE SLIDING	2,224.90
Total 28502:						3,526.30
28503						
12/20	12/14/2020	28503	62788	FASTENAL COMPANY	SUPPLIES FOR COVID 19	248.35
Total 28503:						248.35
28504						
12/20	12/14/2020	28504	2550	FRONTIER	INTERNET ACCESS	803.00
Total 28504:						803.00
28505						
12/20	12/14/2020	28505	2600	HACH COMPANY	WATER QUALITY TESTING SUPPLIES	128.71
Total 28505:						128.71
28506						
12/20	12/14/2020	28506	62624	HASA INC	TANK PUMP OUT/CLEAN OUT-WBS	750.00
12/20	12/14/2020	28506	62624	HASA INC	TANK PUMP OUT/CLEAN OUT	750.00
12/20	12/14/2020	28506	62624	HASA INC	CHEMICALS FOR RCS	289.96
12/20	12/14/2020	28506	62624	HASA INC	CHEMICALS FOR RCS	173.98
12/20	12/14/2020	28506	62624	HASA INC	CHEMICALS FOR WBS	289.96
12/20	12/14/2020	28506	62624	HASA INC	CHEMICALS FOR RCS	297.21
12/20	12/14/2020	28506	62624	HASA INC	CHEMICALS FOR RCS	297.21
Total 28506:						2,848.32
28507						
12/20	12/14/2020	28507	27211	HILL BROS CHEMICAL CO	CHEMICAL FOR RES	783.60
12/20	12/14/2020	28507	27211	HILL BROS CHEMICAL CO	CHEMICAL FOR RES	1,143.60
Total 28507:						1,927.20
28508						
12/20	12/14/2020	28508	244	INFOSEND INC	BILLING SERVICE	23.45
Total 28508:						23.45
28509						
12/20	12/14/2020	28509	62066	JANITORIAL SYSTEMS	MONTHLY JANITORIAL SERVICES	660.00
Total 28509:						660.00

GL Period	Check Issue Date	Check Number	Vendor Number	Payee	Description	Check Amount
28510						
12/20	12/14/2020	28510	189	NOBEL SYSTEMS	GIS SUBSCRIPTION	5,000.00
12/20	12/14/2020	28510	189	NOBEL SYSTEMS	GEOVIEWER METER ROUTES MODULE HOSTING	5,000.00
12/20	12/14/2020	28510	189	NOBEL SYSTEMS	GIS DATA ALIGNMENT PROJECT	21,400.00
Total 28510:						31,400.00
28511						
12/20	12/14/2020	28511	46201	PITNEY BOWES GLOBAL FINANCIAL S	POSTAGE METER-LEASING CHARGE	231.81
Total 28511:						231.81
28512						
12/20	12/14/2020	28512	5000	PUENTE BASIN WATER AGENCY	FEDAK & BROWN AUDIT FYE 6/30/20 -NOV 2020	379.00
12/20	12/14/2020	28512	5000	PUENTE BASIN WATER AGENCY	LEGAL-OCT 2020	240.00
12/20	12/14/2020	28512	5000	PUENTE BASIN WATER AGENCY	LASER-NOV 2020	1,800.00
12/20	12/14/2020	28512	5000	PUENTE BASIN WATER AGENCY	REEB-NOV 2020	1,666.67
12/20	12/14/2020	28512	5000	PUENTE BASIN WATER AGENCY	REEB-DEC 2020	1,666.67
12/20	12/14/2020	28512	5000	PUENTE BASIN WATER AGENCY	WVWD ADMIN COSTS-OCT 2020	844.45
12/20	12/14/2020	28512	5000	PUENTE BASIN WATER AGENCY	DOTY LABOR-NOV 2020	52,799.46
Total 28512:						59,396.25
28513						
12/20	12/14/2020	28513	5740	QUINN COMPANY	TROUBLE SHOOT & DIAGNOSIS-18724 VANTAGE P	636.00
Total 28513:						636.00
28514						
12/20	12/14/2020	28514	62502	S & J SUPPLY COMPANY, INC	SUPPLIES FOR TELEMETRY	1,508.48
Total 28514:						1,508.48
28515						
12/20	12/14/2020	28515	62249	SECURE SITE SOLUTIONS INC	SYSTEM MONITORING, MAINTENANCE-JULY-SEPT	1,842.00
12/20	12/14/2020	28515	62249	SECURE SITE SOLUTIONS INC	GATE REMOTES	367.92
12/20	12/14/2020	28515	62249	SECURE SITE SOLUTIONS INC	HANDSFREE SPEAKER PHONE WITH DIALER	855.38
12/20	12/14/2020	28515	62249	SECURE SITE SOLUTIONS INC	SERVICE VISIT TO PROGRAM THREE REMOTE AP	380.00
Total 28515:						3,445.30
28516						
12/20	12/14/2020	28516	5800	SO CALIFORNIA EDISON	OFFICE & PUMPING POWER	25,229.03
12/20	12/14/2020	28516	5800	SO CALIFORNIA EDISON	OFFICE & PUMPING POWER	2,803.22
Total 28516:						28,032.25
28517						
12/20	12/14/2020	28517	62481	STAPLES BUSINESS CREDIT	OFFICE SUPPLIES	580.73
Total 28517:						580.73
28518						
12/20	12/14/2020	28518	62626	TRI COUNTY PUMP COMPANY	Industry PS1 Pump 2 Mobilization and Inspection	4,720.00
Total 28518:						4,720.00

GL Period	Check Issue Date	Check Number	Vendor Number	Payee	Description	Check Amount
28519						
12/20	12/14/2020	28519	6950	UNDERGROUND SERVICE ALERT	SERVICE ALERT	198.10
Total 28519:						198.10
28520						
12/20	12/14/2020	28520	62665	VERIZON	SCADA ALARM MODEM	21.39
Total 28520:						21.39
28521						
12/20	12/14/2020	28521	62476	VERIZON CONNECT NWF INC	GPS DIAGNOSTICS TRUCK 45	37.42
Total 28521:						37.42
28522						
12/20	12/14/2020	28522	7700	WALNUT VALLEY WATER DISTRICT	RECYCLED WATER	740.41
Total 28522:						740.41
28523						
12/20	12/21/2020	28523	1625	ANTHEM BLUE CROSS	RETIREE HEALTH BENEFITS	1,114.97
Total 28523:						1,114.97
28524						
12/20	12/21/2020	28524	400	AT&T MOBILITY	MOBILE PHONES, IPADS & NEW DEVICES	5,077.61
Total 28524:						5,077.61
28525						
12/20	12/21/2020	28525	62790	C & K TIRE SERVICE	SERVICE TRUCK 7	110.00
Total 28525:						110.00
28526						
12/20	12/21/2020	28526	62309	CITY OF INDUSTRY CITY HALL	RECYCLED WATER SYSTEM	9,646.00
Total 28526:						9,646.00
28527						
12/20	12/21/2020	28527	62645	CORE & MAIN LP	1" Recycled Meters with Allegro	2,625.75
12/20	12/21/2020	28527	62645	CORE & MAIN LP	2" Recycled Meters with Allegro	6,803.00
12/20	12/21/2020	28527	62645	CORE & MAIN LP	1.5" Potable Meters with Allegro	1,575.45
12/20	12/21/2020	28527	62645	CORE & MAIN LP	2" Potable Meters with Allegro	13,606.00
12/20	12/21/2020	28527	62645	CORE & MAIN LP	Tax	2,337.97
Total 28527:						26,948.17
28528						
12/20	12/21/2020	28528	1270	CORELOGIC SOLUTIONS LLC	PROPERTY DATA INFO	100.00
Total 28528:						100.00
28529						
12/20	12/21/2020	28529	2300	FEDERAL EXPRESS	POSTAGE	104.69

GL Period	Check Issue Date	Check Number	Vendor Number	Payee	Description	Check Amount
Total 28529:						104.69
28530						
12/20	12/21/2020	28530	5600	G M SAGER CONSTRUCTION	PROPOSAL-STONER CREEK & CASTLETON	1,487.50
Total 28530:						1,487.50
28531						
12/20	12/21/2020	28531	2600	HACH COMPANY	WATER QUALITY TESTING SUPPLIES	1,372.17
Total 28531:						1,372.17
28532						
12/20	12/21/2020	28532	62624	HASA INC	CHEMICALS FOR RCS	175.43
12/20	12/21/2020	28532	62624	HASA INC	CHEMICALS FOR RCS	231.97
12/20	12/21/2020	28532	62624	HASA INC	CHEMICALS FOR RCS	202.97
12/20	12/21/2020	28532	62624	HASA INC	CHEMICALS FOR RCS	115.99
12/20	12/21/2020	28532	62624	HASA INC	CHEMICALS FOR RCS	478.44
12/20	12/21/2020	28532	62624	HASA INC	CHEMICALS FOR RCS	313.16
12/20	12/21/2020	28532	62624	HASA INC	CHEMICALS FOR RCS	153.88
12/20	12/21/2020	28532	62624	HASA INC	CHEMICALS FOR RCS	263.87
12/20	12/21/2020	28532	62624	HASA INC	CHEMICALS FOR RCS	191.38
12/20	12/21/2020	28532	62624	HASA INC	CHEMICALS FOR RCS	282.71
12/20	12/21/2020	28532	62624	HASA INC	CHEMICALS FOR RCS	191.38
Total 28532:						2,600.98
28533						
12/20	12/21/2020	28533	379	HIGHROAD INFORMATION TECHNOL	MANANGED SERVICES	4,416.67
12/20	12/21/2020	28533	379	HIGHROAD INFORMATION TECHNOL	DATA CENTER	2,557.00
12/20	12/21/2020	28533	379	HIGHROAD INFORMATION TECHNOL	MICROSOFT OFFICE365	1,200.00
Total 28533:						8,173.67
28534						
12/20	12/21/2020	28534	27211	HILL BROS CHEMICAL CO	CHEMICAL FOR PBWA-WBS	1,355.53
Total 28534:						1,355.53
28535						
12/20	12/21/2020	28535	3000	INDUSTRY BUSINESS COUNCIL	MEMBERSHIP DUES	275.00
Total 28535:						275.00
28536						
12/20	12/21/2020	28536	244	INFOSEND INC	BILLING SERVICE	2,104.17
Total 28536:						2,104.17
28537						
12/20	12/21/2020	28537	62703	iWATER INC.	VALVE SERVICE	12,250.00
Total 28537:						12,250.00
28538						
12/20	12/21/2020	28538	3080	J COLON COATINGS INC	RESERVOIR REHABILITATION	128,145.50

GL Period	Check Issue Date	Check Number	Vendor Number	Payee	Description	Check Amount
Total 28538:						128,145.50
28539						
12/20	12/21/2020	28539	62777	J DE SIGIO CONSTRUCTION INC	FUTURE 3 SYSTEM	51,941.25
Total 28539:						51,941.25
28540						
12/20	12/21/2020	28540	62664	M & J TREE SERVICE	COMPLETE CLEAN UP AND HAUL AWAY	1,500.00
Total 28540:						1,500.00
28541						
12/20	12/21/2020	28541	62573	MANAGED MOBILE INC	MAINTENANCE TRUCK 31	436.13
Total 28541:						436.13
28542						
12/20	12/21/2020	28542	257	MCMaster-CARR SUPPLY CO	TOOLS & SUPPLIES	410.26
12/20	12/21/2020	28542	257	MCMaster-CARR SUPPLY CO	TOOLS & SUPPLIES	239.38
12/20	12/21/2020	28542	257	MCMaster-CARR SUPPLY CO	TOOLS & SUPPLIES	73.74
12/20	12/21/2020	28542	257	MCMaster-CARR SUPPLY CO	TOOLS & SUPPLIES	927.58
12/20	12/21/2020	28542	257	MCMaster-CARR SUPPLY CO	TOOLS & SUPPLIES	245.20
12/20	12/21/2020	28542	257	MCMaster-CARR SUPPLY CO	SUPPLIES FOR RES	12.54
Total 28542:						1,908.70
28543						
12/20	12/21/2020	28543	62525	MORROW-MEADOWS CORPORATION	PERFORM PREVENTATIVE MAINTENANCE AS PER	1,100.00
12/20	12/21/2020	28543	62525	MORROW-MEADOWS CORPORATION	TROUBLESHOOT PUMP	1,347.43
Total 28543:						2,447.43
28544						
12/20	12/21/2020	28544	62735	MUTUAL OF OMAHA	LIFE INSURANCE	484.03
12/20	12/21/2020	28544	62735	MUTUAL OF OMAHA	SHORT/LONG TERM DISABILITY	1,215.46
12/20	12/21/2020	28544	62735	MUTUAL OF OMAHA	DIRECTORS LIFE INSURANCE	72.20
Total 28544:						1,771.69
28545						
12/20	12/21/2020	28545	62649	OPARC	PAINTING FIRE HYDRANTS	1,554.00
Total 28545:						1,554.00
28546						
12/20	12/21/2020	28546	62771	PUBLIC WATER AGENCIES GROUP	EMERGENCY PREPAREDNESS-OCT-DEC 2020	4,625.76
Total 28546:						4,625.76
28547						
12/20	12/21/2020	28547	5000	PUENTE BASIN WATER AGENCY	LEASE JAN-JUN 2021	25,750.00
Total 28547:						25,750.00

GL Period	Check Issue Date	Check Number	Vendor Number	Payee	Description	Check Amount
28548						
12/20	12/21/2020	28548	62660	PUENTE HILLS FORD	MAINTENANCE TRUCK 7	657.37
Total 28548:						657.37
28549						
12/20	12/21/2020	28549	385	R AND I HOLDINGS INC	EQUIPMENT REPAIR-LONG DIGGER	75.00
Total 28549:						75.00
28550						
12/20	12/21/2020	28550	62502	S & J SUPPLY COMPANY, INC	SUPPLIES FOR MAINS	1,511.10
12/20	12/21/2020	28550	62502	S & J SUPPLY COMPANY, INC	SUPPLIES FOR MAINS	2,331.42
12/20	12/21/2020	28550	62502	S & J SUPPLY COMPANY, INC	SUPPLIES FOR VALVE REPLACEMENTS	2,436.54
12/20	12/21/2020	28550	62502	S & J SUPPLY COMPANY, INC	SUPPLIES FOR HYDRANTS	1,792.62
12/20	12/21/2020	28550	62502	S & J SUPPLY COMPANY, INC	SUPPLIES FOR SERVICES	1,998.60
12/20	12/21/2020	28550	62502	S & J SUPPLY COMPANY, INC	SUPPLIES FOR SERVICES	938.72
12/20	12/21/2020	28550	62502	S & J SUPPLY COMPANY, INC	SUPPLIES FOR SERVICES	1,384.65
12/20	12/21/2020	28550	62502	S & J SUPPLY COMPANY, INC	SUPPLIES FOR METERS	1,959.62
12/20	12/21/2020	28550	62502	S & J SUPPLY COMPANY, INC	SUPPLIES FOR SERVICES	393.38
12/20	12/21/2020	28550	62502	S & J SUPPLY COMPANY, INC	SUPPLIES FOR VALVE REPLACEMENTS	2,206.76
12/20	12/21/2020	28550	62502	S & J SUPPLY COMPANY, INC	SUPPLIES FOR VALVE REPLACEMENTS	859.12
12/20	12/21/2020	28550	62502	S & J SUPPLY COMPANY, INC	TOOLS & SUPPLIES	618.61
12/20	12/21/2020	28550	62502	S & J SUPPLY COMPANY, INC	SUPPLIES FOR VALVE REPLACEMENTS	1,901.32
12/20	12/21/2020	28550	62502	S & J SUPPLY COMPANY, INC	SUPPLIES FOR VALVE REPLACEMENTS	1,851.15
12/20	12/21/2020	28550	62502	S & J SUPPLY COMPANY, INC	SUPPLIES FOR HYDRANTS	364.86
Total 28550:						22,548.47
28551						
12/20	12/21/2020	28551	62534	SHRED IT USA	SHREDDING SERVICE	113.06
Total 28551:						113.06
28552						
12/20	12/21/2020	28552	3550	SOUTHERN COUNTIES FUELS	CLEAR CARB ULS DIESEL	2,534.87
Total 28552:						2,534.87
28553						
12/20	12/21/2020	28553	62711	TECHNOLOGY SYSTEMS	PROGRAMMING SUPPORT	1,080.00
Total 28553:						1,080.00
28554						
12/20	12/21/2020	28554	6500	THERMALAIR INC	WORK PERFORMED-KITCHEN EXHAUST FAN	1,165.38
12/20	12/21/2020	28554	6500	THERMALAIR INC	QUARTERLY PREVENTATIVE MAINTENANCE	89.75
Total 28554:						1,255.13
28555						
12/20	12/21/2020	28555	2360	USC FCCCHR	MEMBERSHIP RENEWAL	562.25
Total 28555:						562.25
28556						
12/20	12/21/2020	28556	62476	VERIZON CONNECT NWF INC	MONTHLY SERVICE	435.50

GL Period	Check Issue Date	Check Number	Vendor Number	Payee	Description	Check Amount
Total 28556:						435.50
28557						
12/20	12/21/2020	28557	7950	WESTERN WATER WORKS SUPPLY	Jones 4040 Hydrant	4,507.50
12/20	12/21/2020	28557	7950	WESTERN WATER WORKS SUPPLY	TAX	428.21
Total 28557:						4,935.71
28558						
12/20	12/21/2020	28558	62562	WOODARD & CURRAN	AS NEEDED POTABLE WATER SUPPORT SERVICE	890.25
Total 28558:						890.25
28559						
12/20	12/28/2020	28559	62403	CITY OF INDUSTRY	RENTAL FEES	150.00
Total 28559:						150.00
28560						
12/20	12/28/2020	28560	62309	CITY OF INDUSTRY CITY HALL	INDUSTRY RECYCLED WATER O&M 2019-2020 DAT	23,945.20
Total 28560:						23,945.20
28561						
12/20	12/28/2020	28561	62764	CLARIS STRATEGY INC	PROFESSIONAL SERVICES-SEPT	8,915.52
12/20	12/28/2020	28561	62764	CLARIS STRATEGY INC	PROFESSIONAL SERVICES	4,861.08
Total 28561:						13,776.60
28562						
12/20	12/28/2020	28562	62705	COMP	QUICK TEST	43.00
12/20	12/28/2020	28562	62705	COMP	PHYSICAL EXAM	70.00
12/20	12/28/2020	28562	62705	COMP	BAT TEST	38.00
Total 28562:						151.00
28563						
12/20	12/28/2020	28563	62439	CVSTRATEGIES	COMMUNICATION SERVICES	8,345.53
Total 28563:						8,345.53
28564						
12/20	12/28/2020	28564	62774	EIDE BAILLY LLP	CONSULTING SERVICES	257.50
Total 28564:						257.50
28565						
12/20	12/28/2020	28565	2550	FRONTIER	PHONE SERVICE	257.33
Total 28565:						257.33
28566						
12/20	12/28/2020	28566	2690	HARPER & ASSOCIATES ENG.	Engineering services-Res 10	12,610.00
Total 28566:						12,610.00

GL Period	Check Issue Date	Check Number	Vendor Number	Payee	Description	Check Amount
28567						
12/20	12/28/2020	28567	379	HIGHROAD INFORMATION TECHNOL	APC BATTERY PACK	2,400.00
12/20	12/28/2020	28567	379	HIGHROAD INFORMATION TECHNOL	RACKMOUNT POWER DISTRIBUTION UNIT	3,000.00
12/20	12/28/2020	28567	379	HIGHROAD INFORMATION TECHNOL	SHIPPING & TAX	568.00
12/20	12/28/2020	28567	379	HIGHROAD INFORMATION TECHNOL	APC SMART UPS UNIT FOR THE SCADA WORKSTA	1,150.00
12/20	12/28/2020	28567	379	HIGHROAD INFORMATION TECHNOL	MICROSOFT ADVANCED KEYBOARD	229.00
Total 28567:						7,347.00
28568						
12/20	12/28/2020	28568	62435	INDUSTRY PUBLIC UTILITY COMMISSI	PUMPING POWER-PUMPSTATION 2A	3,188.99
Total 28568:						3,188.99
28569						
12/20	12/28/2020	28569	244	INFOSEND INC	BILLING SERVICE	1,349.22
Total 28569:						1,349.22
28570						
12/20	12/28/2020	28570	62608	JOHN ROBINSON CONSULTING, INC	FUTURE 3 SYSTEM ASSESSMENT	900.00
Total 28570:						900.00
28571						
12/20	12/28/2020	28571	62691	LYONS CONSTRUCTION	EXTERIOR STUCCO	13,660.42
Total 28571:						13,660.42
28572						
12/20	12/28/2020	28572	62664	M & J TREE SERVICE	MAINTENANCE FOR DEC-WBS	600.00
Total 28572:						600.00
28573						
12/20	12/28/2020	28573	257	MCMASTER-CARR SUPPLY CO	SUPPLIES FOR PUMPS	46.87
Total 28573:						46.87
28574						
12/20	12/28/2020	28574	62448	PARS	GASBY 45 MANAGEMENT FEE	1,081.85
Total 28574:						1,081.85
28575						
12/20	12/28/2020	28575	3550	SOUTHERN COUNTIES FUELS	REG UL CARB ETHANOL	2,193.20
Total 28575:						2,193.20
28576						
12/20	12/28/2020	28576	2180	SWRCB-DWOCP	D5 RENEWAL-ROBERT LEAMY	105.00
Total 28576:						105.00
28577						
12/20	12/28/2020	28577	62521	TRIEPI SMITH & ASSOCIATES	MONTHLY WEBSITE MAINTENANCE	375.00

GL Period	Check Issue Date	Check Number	Vendor Number	Payee	Description	Check Amount
Total 28577:						375.00
28578						
12/20	12/28/2020	28578	62353	VERIZON	CONFERENCE CALLS	127.50
Total 28578:						127.50
28579						
12/20	12/28/2020	28579	382	W A RASIC CONSTRUCTION CO INC	JOB 19SC80-INSTALL PS2A 10" MAGMETER	49,925.56
Total 28579:						49,925.56
120120						
12/20	12/15/2020	120120	62493	CADWAY INC (CAL DOMESTIC WATER	RTC CHARGE	619.66
12/20	12/15/2020	120120	62493	CADWAY INC (CAL DOMESTIC WATER	WATER CHARGE	57,142.64
Total 120120:						57,762.30
12152020						
12/20	12/15/2020	121520	62558	PUENTE BASIN WATER AGENCY	PM 22/PM 9 CONNECTION	297,651.60
12/20	12/15/2020	121520	62558	PUENTE BASIN WATER AGENCY	TVMWD CONNECTION CAPACITY	1,410.13
12/20	12/15/2020	121520	62558	PUENTE BASIN WATER AGENCY	TVMWD EQUIVALENT SMALL METER	1,810.26
12/20	12/15/2020	121520	62558	PUENTE BASIN WATER AGENCY	TVMWD WATER USE CHARGE	1,905.12
12/20	12/15/2020	121520	62558	PUENTE BASIN WATER AGENCY	MWD CAPACITY CHARGE	8,563.78
Total 12152020:						311,340.89
12282020						
12/20	12/28/2020	122820	1070	AMERICAN EXPRESS	VEHICLE EXPENSE	3,042.20
12/20	12/28/2020	122820	1070	AMERICAN EXPRESS	MISC EXPENSES	6,074.12
12/20	12/28/2020	122820	1070	AMERICAN EXPRESS	MEMBERSHIP DUES	225.00
12/20	12/28/2020	122820	1070	AMERICAN EXPRESS	SERVICE CUTS	3,927.00
12/20	12/28/2020	122820	1070	AMERICAN EXPRESS	PBWA EXPENSE	163.14
12/20	12/28/2020	122820	1070	AMERICAN EXPRESS	HYDRANT EXPENSE	2,541.30
12/20	12/28/2020	122820	1070	AMERICAN EXPRESS	POSTAGE	34.30
12/20	12/28/2020	122820	1070	AMERICAN EXPRESS	CONSERVATION EXPENSE	1,214.00
12/20	12/28/2020	122820	1070	AMERICAN EXPRESS	OFFICE SUPPLIES	68.95
12/20	12/28/2020	122820	1070	AMERICAN EXPRESS	CONFERENCE EXPENSE	375.00
12/20	12/28/2020	122820	1070	AMERICAN EXPRESS	DIRECTV	84.66
12/20	12/28/2020	122820	1070	AMERICAN EXPRESS	SPECTRUM	836.00
12/20	12/28/2020	122820	1070	AMERICAN EXPRESS	FREEDOM VOICE	1,507.86
12/20	12/28/2020	122820	1070	AMERICAN EXPRESS	CENTRAL COMMUNICATIONS	15.54
Total 12282020:						20,109.07
Grand Totals:						1,907,580.53

Summary by General Ledger Account Number

GL Account	Debit	Credit	Proof
11505-0	407,063.86	.00	407,063.86
11507-0	52,799.46	.00	52,799.46
222100	.00	1,907,580.53-	1,907,580.53-

GL Account	Debit	Credit	Proof
51110-0	57,142.64	.00	57,142.64
51310-0	945,295.49	.00	945,295.49
51410-1	3,521.28	.00	3,521.28
51410-2	2,547.63	.00	2,547.63
51410-3	1,810.26	.00	1,810.26
51410-5	13,568.41	.00	13,568.41
51510-0	34,331.61	.00	34,331.61
51610-0	619.66	.00	619.66
51910-0	32,106.79	.00	32,106.79
52210-0	682.87	.00	682.87
52310-0	28,418.02	.00	28,418.02
54209-0	2,447.43	.00	2,447.43
54210-0	7,083.33	.00	7,083.33
54211-0	8,642.35	.00	8,642.35
54212-0	3,506.85	.00	3,506.85
54213-0	767.00	.00	767.00
54214-0	12,345.77	.00	12,345.77
54215-0	11,188.49	.00	11,188.49
54216-0	1,508.48	.00	1,508.48
54217-0	12,731.64	.00	12,731.64
54218-0	4,720.00	.00	4,720.00
54219-0	1,959.67	.00	1,959.67
56210-0	9,207.23	.00	9,207.23
56211-0	4,423.54	.00	4,423.54
56214-0	878.68	.00	878.68
56215-0	1,062.25	.00	1,062.25
56216-0	138.99	.00	138.99
56218-0	10,701.70	.00	10,701.70
56218-1	2,888.10	.00	2,888.10
56218-2	5,623.04	.00	5,623.04
56219-0	11,493.38	.00	11,493.38
56220-0	20,455.17	.00	20,455.17
56221-0	11,445.53	.00	11,445.53
56223-0	375.00	.00	375.00
56226-0	6,200.00	.00	6,200.00
56312-0	22,638.36	.00	22,638.36
56320-0	2,219.38	.00	2,219.38
56411-0	40,403.51	.00	40,403.51
56413-0	2,461.34	.00	2,461.34
56415-0	537.00	.00	537.00
56416-0	484.03	.00	484.03
56417-0	19,785.73	.00	19,785.73
56418-0	1,215.46	.00	1,215.46
56419-0	47.60	.00	47.60
56421-0	11,060.96	.00	11,060.96
56510-0	100.15	.00	100.15
56710-0	172.40	.00	172.40
56811-0	3,124.25	.00	3,124.25
56812-0	7,896.37	.00	7,896.37
57310-0	37,568.50	.00	37,568.50
57312-0	5,422.08	.00	5,422.08
57314-0	9,778.30	.00	9,778.30
57315-0	1,450.00	.00	1,450.00
57319-0	1,214.00	.00	1,214.00
57320-0	105.00	.00	105.00
57321-0	6,230.51	.00	6,230.51
57323-0	1,964.00	.00	1,964.00

GL Account	Debit	Credit	Proof
Grand Totals:	1,907,580.53	1,907,580.53-	.00

Report Criteria:

Report type: GL detail

Report Criteria:
Detail Report

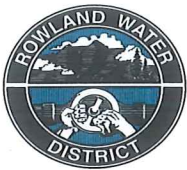
Check Number	Check Issue Date	Payee				
28477	12/14/2020	WEIRAN CAO				
	Sequence	Source	Description	GL Account	Amount	Check Amount
	1		PROJECT REFUND-18516 1/2 MARIMBA	24110-0	866.94	866.94
28478	12/14/2020	LIH SHIOU YUO				
	Sequence	Source	Description	GL Account	Amount	Check Amount
	1	87501-20	DEPOSIT REFUND	22810-0	52.42	52.42
28479	12/14/2020	JUAN WANG				
	Sequence	Source	Description	GL Account	Amount	Check Amount
	1	109002-12	DEPOSIT REFUND	22810-0	140.74	140.74
28480	12/14/2020	YI WANG				
	Sequence	Source	Description	GL Account	Amount	Check Amount
	1	943424-33	DEPOSIT REFUND	22810-0	93.80	93.80
28481	12/14/2020	PAUL SIU ON LEE				
	Sequence	Source	Description	GL Account	Amount	Check Amount
	1	151177-34	DEPOSIT REFUND	22810-0	6.36	
	2	151177-34	CREDIT REFUND	15210-0	228.40	234.76
28482	12/14/2020	TERESA M DADAG				
	Sequence	Source	Description	GL Account	Amount	Check Amount
	1	6763-85	CREDIT REFUND	15210-0	268.56	268.56
28483	12/14/2020	WILEBALDO FELIPE RUIZ				
	Sequence	Source	Description	GL Account	Amount	Check Amount
	1	776536-43	CREDIT REFUND	15210-0	45.78	45.78
28484	12/14/2020	THANG NGUYEN				

Sequence	Source	Description	GL Account	Amount	Check Amount
1	829075-42	CREDIT REFUND	15210-0	97.62	97.62
28485	12/14/2020	YINGJIA ZHOU			
Sequence	Source	Description	GL Account	Amount	Check Amount
1	427825-14	CREDIT REFUND	15210-0	64.68	64.68
28486	12/14/2020	DANIEL LAWSON			
Sequence	Source	Description	GL Account	Amount	Check Amount
1	339722-30	CREDIT REFUND	15210-0	35.72	35.72
28580	12/29/2020	MOHAMAD KHALED BABA			
Sequence	Source	Description	GL Account	Amount	Check Amount
1	791684-62	CREDIT REFUND-2748 SOMERSET	15210-0	87.82	87.82
28581	12/29/2020	DAVID KUOYOU WU ATTN: JOANNE CHOW			
Sequence	Source	Description	GL Account	Amount	Check Amount
1	915058-98	CREDIT REFUND-2121 JELICK AVE	15210-0	90.93	90.93
Grand Totals:					<u>2,079.77</u>

Report Criteria:
Detail Report

Tab

1.4



ROWLAND WATER DISTRICT

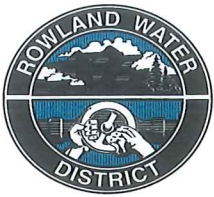
CASH INVESTMENTS

As of December 31, 2020

Description / Type	Term	Shares / Units Held	Purchase Price	Current Price	Maturity Date	Current Yield	Current Value	% of Portfolio
Cash								
Citizens Business Bank							\$ 5,104,548	
Comerica Bank MMIA							\$ 262,671	
Total Cash							\$ 5,367,219	
Comerica Securities CD Placement	Various					2.06%	\$ 734,867	4.85%
Local Agency Investment Fund (LAIF)	N/A					0.54%	\$ 4,104,156	27.10%
Citizens Trust Investments (Union Bank Custodian)								
US Treasury Note - 8P87	5 Year	250,000	99.6331	100.1480	2/28/2021	1.12%	\$ 250,370	1.65%
US Treasury Note - 8S76	5 Year	250,000	100.1839	100.5860	7/31/2021	1.12%	\$ 251,465	1.66%
US Treasury Note - 82F6	5 Year	250,000	99.0589	100.6800	8/31/2021	1.12%	\$ 251,700	1.66%
US Treasury Note - 82P4	5 Year	250,000	100.3750	102.7620	7/31/2022	1.82%	\$ 256,905	1.70%
Fed'l Home Loan Mtg. Corp. - AEC9	3 Year	255,000	96.0775	100.6140	8/12/2021	1.12%	\$ 256,566	1.69%
Fed'l National Mtg. Assn. - 0Q89	4 Year	250,000	100.1410	100.9540	10/7/2021	1.36%	\$ 252,385	1.67%
Fed'l Home Loan Bank - ABG2	4 Year	750,000	99.4438	101.5960	11/29/2021	1.85%	\$ 761,970	5.03%
Fed'l National Mtg. Assn. - 0S38	5 Year	300,000	102.9350	101.9030	1/5/2022	1.96%	\$ 305,709	2.02%
Fed'l Home Loan Bank - 8WG2	4 Year	100,000	99.5286	102.8300	3/11/2022	2.43%	\$ 102,830	0.68%
Fed'l National Mtg. Assn. - 0T45	5 Year	625,000	101.2114	102.2100	4/5/2022	1.83%	\$ 638,813	4.22%
Fed'l Home Loan Bank - 7R49	5 Year	200,000	99.3337	101.6330	4/13/2022	1.46%	\$ 203,266	1.34%
Fed'l Home Loan Bank - 0GJ0	5 Year	250,000	102.0745	103.1290	9/9/2022	1.94%	\$ 257,823	1.70%
Fed'l National Mtg. Assn. - 1BR5	5 Year	125,000	101.0674	103.3670	12/9/2022	1.81%	\$ 129,209	0.85%
Fed'l Home Loan Bank - 0T94	5 Year	505,000	99.2492	104.5800	1/19/2023	2.27%	\$ 528,129	3.49%
Fed'l National Mtg. Assn. - DRG9	5 Year	250,000	100.8232	105.6950	3/10/2023	2.60%	\$ 264,238	1.74%
Fed'l Farm CR Banks - LUJ1	3 Year	300,000	100.0000	100.1420	3/24/2023	1.00%	\$ 300,426	1.98%
Fed'l National Mtg. Assn. - 0U43	5 Year	250,000	99.6518	107.1500	9/12/2023	2.68%	\$ 267,875	1.77%
Fed'l Home Loan Mtg. Corp. - WA48	3 Year	100,000	100.0000	99.9980	12/1/2023	0.40%	\$ 99,998	0.66%
Fed'l Home Loan Mtg. Corp. - WVJ2	4 Year	300,000	100.0000	99.9710	9/30/2024	0.40%	\$ 299,913	1.98%
Fed'l Farm Cr Bks - MFP2	4 Year	500,000	99.9490	100.0200	11/4/2024	0.44%	\$ 500,100	3.30%
Fed'l National Mtg. Assn. - 06M0	4 Year	200,000	100.0000	100.0200	12/16/2024	0.50%	\$ 200,040	1.32%
Fed'l National Mtg. Assn. - 4XZ1	5 Year	200,000	100.0000	100.1100	6/30/2025	0.74%	\$ 200,220	1.32%
Fed'l Home Loan Mtg. Corp. - 4C27	5 Year	350,000	100.0000	100.0960	7/29/2025	0.70%	\$ 350,336	2.31%
United Parcel Service - 2BC9	4 Year	100,000	97.0770	102.6820	5/16/2022	2.29%	\$ 102,682	0.68%
Bank of New York Mellon Corp. - RAE7	5 Year	250,000	99.8060	105.1870	1/29/2023	2.80%	\$ 262,968	1.74%
Paccar Financial Corp. - RP59	3 Year	170,000	105.0550	107.9780	8/9/2023	3.15%	\$ 183,563	1.21%
US Bancorp Mtns. - HHV5	5 Year	200,000	102.1370	108.8630	2/5/2024	3.10%	\$ 217,726	1.44%
Apple Inc. - 3CG3	5 Year	400,000	104.3970	107.5760	2/9/2024	2.79%	\$ 430,304	2.84%
Apple Inc. - 3CU2	5 Year	150,000	103.6730	107.8250	5/11/2024	2.64%	\$ 161,738	1.07%
Paccar Financial Corp. - RQ66	5 Year	500,000	104.7908	104.7700	2/6/2025	1.72%	\$ 523,850	3.46%
Floria Pwr & Lt Co - 1FZ5	5 Year	500,000	109.4742	108.8250	4/1/2025	2.62%	\$ 544,125	3.59%
Apple Inc. - 3DT4	5 Year	200,000	102.4560	102.8370	5/11/2025	1.09%	\$ 205,674	1.36%
Air Prods & Chems Inc. - 8BB1	5 Year	255,000	104.1940	104.2330	10/15/2025	1.44%	\$ 265,794	1.76%
Cash Reserve Account						0.01%	\$ 476,333	3.15%
Total Citizens Trust Investments							\$ 10,305,040	68.05%
Total Investments							\$ 15,144,062	100.00%
Total Cash & Investments							\$ 20,511,282	

Market values determined on last business day of the month. All listed investments comply with the District's Statement of Investment Policy as established in Resolution 2-2007. The District's available cash and investment portfolio provides sufficient cash flow and liquidity to meet all normal obligations for at least a six-month period of time.

NOTE: All interest values show above are based on annual rates of return.



ROWLAND WATER DISTRICT

PROFIT & LOSS

December 2020

	Dec-20	Year-to-Date (YTD)	Budget (Annual)	Under / (Over) Budget	YTD Budget %	Prior YTD
1 OPERATING REVENUE						
2 Water Sales	\$ 969,828	\$ 8,261,512	\$ 15,420,800	\$ 7,159,288	54%	\$ 7,880,102
3 Meter Charges	811,390	5,768,650	11,681,400	5,912,750	49%	5,500,536
4 Customer Fees	9,945	38,683	235,900	197,217	16%	167,818
5 Contract Income	14,911	81,157	181,300	100,143	45%	101,156
6 Construction Invoices	15,965	106,118	170,000	63,882	62%	43,212
7 Capacity Fees	1,049	4,379	44,200	39,821	10%	44,217
8 Flow Tests	1,050	8,750	22,100	13,350	40%	10,850
9 Return Check Fees	360	1,770	7,000	5,230	25%	3,240
10 Uncollectable	-	-	(674,000)	(674,000)	0%	-
11 TOTAL OPERATING REVENUE	1,824,498	14,271,018	27,088,700	12,817,682	53%	13,751,130
12 NON-OPERATING REVENUE						
13 Property Taxes	140,862	155,382	427,800	272,418	36%	199,271
14 Shared Services	800	15,571	26,100	10,529	60%	14,382
15 Interest Income	18,199	121,257	205,200	83,943	59%	235,730
16 Miscellaneous Income	6,421	40,921	25,000	(15,921)	164%	52,841
17 TOTAL NON-OPERATING REVENUE	166,282	333,131	684,100	350,969	49%	502,224
18 TOTAL REVENUES	1,990,780	14,604,149	27,772,800	13,168,651	53%	14,253,354
19 OPERATING EXPENSES						
20 Source of Supply						
21 Water Purchases	823,195	5,652,095	11,124,000	5,471,905	51%	5,391,270
22 Pumping Power	27,219	222,857	298,900	76,043	75%	205,019
23 Fixed Charges	21,757	130,544	297,300	166,756	44%	125,405
24 Chemicals	5,925	40,210	69,100	28,890	58%	36,007
25 Total Source of Supply	878,096	6,045,707	11,789,300	5,743,593	51%	5,757,701
26 Maintenance of Water System	62,355	334,103	742,600	408,497	45%	296,065
27 Service Contracts	42,163	154,324	286,800	132,476	54%	152,787
28 Assessments	39,309	201,512	280,000	78,488	72%	72,976
29 Vehicle Expense	7,892	43,589	112,600	69,011	39%	35,702
30 Tools & Supplies	2,290	28,959	30,600	1,641	95%	10,592
31 Equipment Expense	858	5,844	68,200	62,356	9%	25,759
32 Maintenance & Operations	6,986	49,687	72,300	22,613	69%	18,913
33 Engineering	5,739	143,063	200,000	56,937	72%	50,563
34 Water Tests	2,100	11,250	20,400	9,150	55%	10,457
35 Conservation	1,214	3,347	50,000	46,653	7%	12,509
36 Community Outreach	1,664	76,055	231,800	155,745	33%	117,492
37 TOTAL OPERATING EXPENSES	1,050,665	7,097,440	13,884,600	6,787,160	51%	6,561,517
38 ADMINISTRATIVE EXPENSES						
39 Liability Insurance	-	122,290	104,000	(18,290)	118%	132,475
40 IT Support Services	16,383	74,865	130,000	55,135	58%	111,435
41 IT Licensing	1,200	28,630	140,000	111,370	20%	10,850
42 Director Expense	13,096	77,531	196,800	119,269	39%	80,910



ROWLAND WATER DISTRICT

PROFIT & LOSS

December 2020

	Dec-20	Year-to-Date (YTD)	Budget (Annual)	Under / (Over) Budget	YTD Budget %	Prior YTD
43 Bank / Management Fees	12,151	73,153	152,900	79,747	48%	73,063
44 Legal Fees	6,050	45,575	118,400	72,825	38%	54,077
45 Compliance	3,075	45,812	135,700	89,888	34%	106,247
46 Auditing & Accounting	-	26,974	85,000	58,026	32%	55,402
47 Utility Services	12,167	57,633	105,600	47,967	55%	54,820
48 Dues & Memberships	1,172	38,785	60,000	21,215	65%	37,573
49 Conference & Meetings	375	375	30,000	29,625	1%	26,911
50 Office Expenses	1,245	15,438	30,000	14,562	51%	9,949
51 Seminars/Training	124	4,872	35,000	30,128	14%	33,718
52 Miscellaneous Expense	7,727	39,284	150,000	110,716	26%	61,728
53 TOTAL ADMINISTRATIVE EXPENSES	74,765	651,218	1,473,400	822,182	44%	849,157
54 PERSONNEL EXPENSES						
55 Wages						
56 Operations	61,933	399,090	958,800	559,710	42%	397,488
57 Distribution	80,437	499,433	1,139,100	639,667	44%	436,643
58 Administration	136,373	787,416	1,441,000	653,584	55%	690,315
59 Total Wages	278,743	1,685,939	3,538,900	1,852,961	48%	1,524,446
60 Payroll Taxes	14,210	104,898	246,900	142,002	42%	97,048
61 Workers Compensation	15,825	48,538	67,900	19,362	71%	29,401
62 Unemployment	499	1,464	8,800	7,336	17%	9,178
63 CalPERS	36,317	568,337	874,300	305,963	65%	513,855
64 EE & Retiree Health Insurance	64,635	385,604	842,500	456,896	46%	328,441
65 TOTAL PERSONNEL EXPENSES	695,229	3,254,779	6,999,300	3,744,521	47%	2,712,368
66 TOTAL EXPENSES	1,820,658	11,003,437	22,357,300	11,353,863	49%	10,123,042
67 NET INCOME / (LOSS) - BEFORE DEBT SERVICE & CAPITAL EXPENDITURES	170,122	3,600,711	5,415,500	1,814,789	66%	4,130,312
68 Less: Total Debt Service	(1,751,267)	(1,756,864)	(2,461,600)	(704,736)	71%	(737,963)
69 Less: Capital Expenses (Current Year)	(312,343)	(1,395,077)	(4,008,300)	(2,613,223)	35%	-
70 CASH INCREASE / (DECREASE)	\$ (1,893,488)	\$ 448,770	\$ (1,054,400)	\$ (1,503,170)		\$ 3,392,349

**No assurance is provided on these financial statements. The financial statements do not include a statement of cash flows. Substantially all disclosures required by accounting principles generally accepted in the United States are not included.*



Rowland Water District

Profit & Loss Analysis and Variance Report

December 2020

1. OPERATING REVENUE

2. Water Sales – volumetric water sales revenue from all customer types including residential, commercial, public, industrial, recycled and construction. YTD is high at 54% due to water sales during summer months.
3. Meter Charges – the fixed monthly base rate charged to water customers each month (includes all customer types). YTD is at 49%.
4. Customer Fees – various fees conditionally charged to customers such as penalties, new service connections, reconnections, backflow administration, cross connections, connections and recycled water checks/inspections. These types of fees are unpredictable in nature and can often trend over/under expected budget. The District is currently not charging penalty fees due to COVID-19 circumstances. YTD is at 16%.
5. Contract Income – contains revenues from tower lease contracts, Pomona-Walnut-Rowland Joint Water Line Commission (PWR JWLC) treasurer fees and City of Industry contracts. YTD is currently at 45%.
6. Construction Invoices – water sold on construction invoices and Rowland Water District (RWD) labor sales and reimbursements. The frequency and amounts of these revenues are unknown and can occasionally trend over/under budget due to their unpredictable nature. YTD is at 62% due to labor reimbursements on the Alameda East Corridor project.
7. Capacity Fees – fees imposed on any property or person requesting a new, additional or larger connection to the District's potable water system (fees vary by meter size). These receipts are uncertain and can trend over/under budget due to their unpredictable nature. YTD is at 10%.
8. Flow Tests – fire flow tests performed by District personnel to measure the volume of water available at a specific hydrant (\$350 per test). YTD is at 40%.
9. Return Check Fees – customers are charged a fee when the District is paid with insufficient funds checks and checks are returned by the bank. YTD is currently at 25%.
10. Uncollectable – the District analyzes customer receivables at the end of each year and recognizes an expense equal to the estimated amount of cash that may not be collected. Uncollectable expense will be zero until assessed at year-end. The current year is budgeted conservatively for increased uncollectable accounts due to the COVID-19 pandemic.

11. TOTAL OPERATING REVENUE

12. NON-OPERATING REVENUE



Rowland Water District

Profit & Loss Analysis and Variance Report

December 2020

13. Property Taxes – includes tax contributions from the County of Los Angeles. YTD is at 36% since the bulk of receipts happen between December and May each year and can cause YTD % to trend over/under expected budget %.
14. Shared Services – RWD is paid for extending Executive Director services to Bellflower-Somerset Mutual Water Company (provided by the General Manager of RWD) and accounting services to CalMutuals Joint Powers Risk and Insurance Management Authority (provided by the Director of Finance of RWD). YTD is at 60%.
15. Interest Income – includes interest and dividends received on District investments. YTD is at 59% due to conservative budgeting.
16. Miscellaneous Income – includes income from various sources such as recycling, refunds and unrealized gains or losses on investments. YTD is 164% due to recycled water usage reimbursement from City of Industry.
17. **TOTAL NON-OPERATING REVENUE**
18. **TOTAL REVENUES**
19. **OPERATING EXPENSES**
20. **SOURCE OF SUPPLY**
21. Water Purchases – Includes variable costs of potable water from Three Valleys Municipal Water District (TVMWD) and California Domestic Water Company (CalDomestic), and recycled water purchases from City of Industry and Walnut Valley Water District (WVWD). YTD is at 51%.
22. Pumping Power – the cost of electricity used for pumping water. YTD is high at 75% due to late billing by Southern California Edison.
23. Fixed Charges – includes fixed charges from TVMWD and CalDomestic. YTD is at 44%.
24. Chemicals – the cost of chemicals used to treat water sold to customers. YTD is at 58%.
25. **TOTAL SOURCE OF SUPPLY**
26. Maintenance of Water System – the costs of repairs and maintenance on elements of the District water system such as main lines, services, meters, reservoirs, valves, hydrants, and telemetry system. YTD is at 45%.
27. Service Contracts – includes costs for services such as billing printing and mailing, bulk paper shredding, copier leasing and services, landscaping, janitorial, uniforms, Caselle maintenance and support, and other services. YTD is at 54%.



Rowland Water District

Profit & Loss Analysis and Variance Report

December 2020

28. Assessments – operating costs billed to RWD for their share of the PWR JWLC, which is billed quarterly, and the Puente Basin Water Agency (PBWA), which is billed monthly. YTD can trend over/under budget due to the timing of billing. YTD is currently at 72% due to PBWA annual lease payments and Main San Gabriel Basin Watermaster assessments for water purchased by PBWA from CalDomestic.
29. Vehicle Expense – includes repair and maintenance costs for District vehicles as well as the cost of fuel. YTD can trend over/under budget due to the timing of truck maintenance and fuel purchases. YTD is currently at 39%.
30. Tools & Supplies – small tools and supplies used in the field. YTD can trend over/under budget due to the timing of tools and supplies. YTD is at 95% due to purchase of tools for four new F150 4x2 Supercrew trucks.
31. Equipment Expense – various costs incurred related to District equipment. YTD is at 9%.
32. Maintenance & Operations – various costs incurred for District maintenance and operations not directly related to the water system. YTD can trend over/under budget due to the timing of maintenance and operations. YTD is currently at 69%.
33. Engineering – general engineering costs related to District operations. YTD is high at 72% due to Nobel projects for meter routes module and GIS data alignment.
34. Water Tests – laboratory testing and sampling of District water. YTD is at 55%.
35. Conservation – water conservation programs and efforts. YTD is at 7%.
36. Community Outreach – costs related to public relations and community outreach. YTD is at 33%.
37. **TOTAL OPERATING EXPENSES**
38. **ADMINISTRATIVE EXPENSES**
39. Liability Insurance – coverage through ACWA JPIA for the District insurance package. YTD is at 118% due to timing of insurance bill and budgeting method used.
40. IT Support Services – information technology support services. YTD is at 58% due to IT security maintenance costs.
41. IT Licensing – includes costs for various software licenses. YTD is at 20%.
42. Director Expense – costs for director compensation and benefits. YTD is at 39% of budget due to less meetings during the COVID-19 pandemic.



Rowland Water District

Profit & Loss Analysis and Variance Report

December 2020

- 43. Bank/Management Fees – includes various banking fees, Paymentus fees (for processing customer payments) and investment administrative fees. YTD is currently at 48%.
- 44. Legal Fees – legal costs related to RWD, PBWA and Public Water Agencies Group (PWAG). YTD is at 38%.
- 45. Compliance – includes costs for State Water Resources Control Board (SWRCB) compliance, LA County property taxes, various employee certifications, District permits, and maintenance costs for equipment compliance. YTD is at 34%.
- 46. Auditing & Accounting – includes consulting services for complex accounting matters and annual audit assurance services related to District financial reporting. YTD is at 32%.
- 47. Utility Services – costs related to office electricity, office phones, gas and district cell phones. YTD is at 55%.
- 48. Dues & Memberships – costs for district memberships, dues and subscriptions to various agencies such as the Water Education Foundation, Association of California Water Agencies, Urban Water Institute, California Special Districts Association and American Water Works Association. YTD is at 65% due the timing of these billings.
- 49. Conference & Meetings – conference attendance and meeting expenses. YTD is at 1% of budget due to less conference and meeting costs as District personnel are limited to virtual conferences due to COVID-19 travel circumstances.
- 50. Office Expenses – costs for office supplies, postage, printing and stationery. YTD is at 51%.
- 51. Seminars/Training – employee seminars and training. YTD is at 14% due to decreased employee attendance to seminars and training during the COVID-19 pandemic.
- 52. Miscellaneous Expense – includes costs for travel, books & subscriptions, and miscellaneous general expenses.
- 53. **TOTAL ADMINISTRATIVE EXPENSES**
- 54. **PERSONNEL EXPENSES**
- 55. **WAGES**
- 56. Operations – wages expense (regular, standby, OT) attributable to Operations. YTD is at 42%.
- 57. Distribution – wages expense (regular, standby, OT) attributable to Distribution. YTD is at 44%
- 58. Administration – wages expense (regular) attributable to Administration. YTD is at 55% due to vacation cash outs paid in July and December.



Rowland Water District

Profit & Loss Analysis and Variance Report

December 2020

59. TOTAL WAGES

60. Payroll Taxes – employer payroll taxes paid by the District. YTD is trending at 42%.
61. Workers Compensation – the District is billed quarterly for workers compensation insurance which can occasionally cause this line item to trend over/under expected budget. YTD is at 71%.
62. Unemployment – state unemployment insurance is paid quarterly which can cause this line to occasionally trend over/under expected budget. YTD is at 17%.
63. CalPERS – includes retirement costs for employee pension plans through the California Public Employee Retirement System. Contributions are made on a monthly basis and an annual payment is made at the beginning of each fiscal year for the plan's unfunded accrued liability. YTD is at 65% due to payment timing of the unfunded payment (\$338.6K paid in July 2020).
64. EE & Retiree Health Insurance – includes the cost of health, dental, vision, life and disability insurance for current employees as well as health insurance for retired employees. YTD is at 46%.

65. TOTAL PERSONNEL EXPENSES

66. TOTAL EXPENSES

67. **NET INCOME / (LOSS) BEFORE DEBT SERVICE & CAPITAL EXPENSES** – Financially, the District has performed as expected through November 2020.
68. Less: Total Debt Service – includes interest and principal payments on outstanding District debt as well as related administrative expenses. Interest payments on outstanding debt are made twice per year (December/June) and principal payments occur annually in December.
69. Less: Capital Expenses (Current-Year) – includes expenses related to current-year district projects and capital assets, excluding projects funded by bond proceeds (debt). YTD is at 35%.

70. CASH INCREASE / (DECREASE)

Tab

1.5

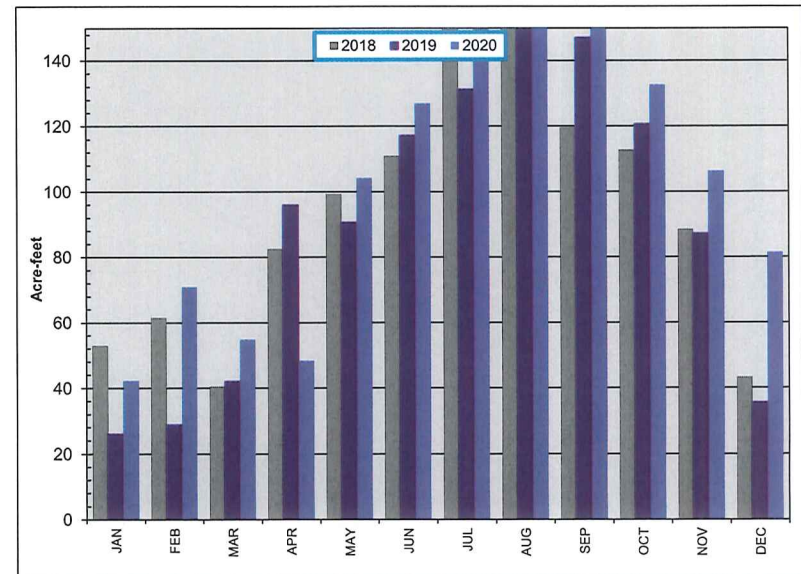
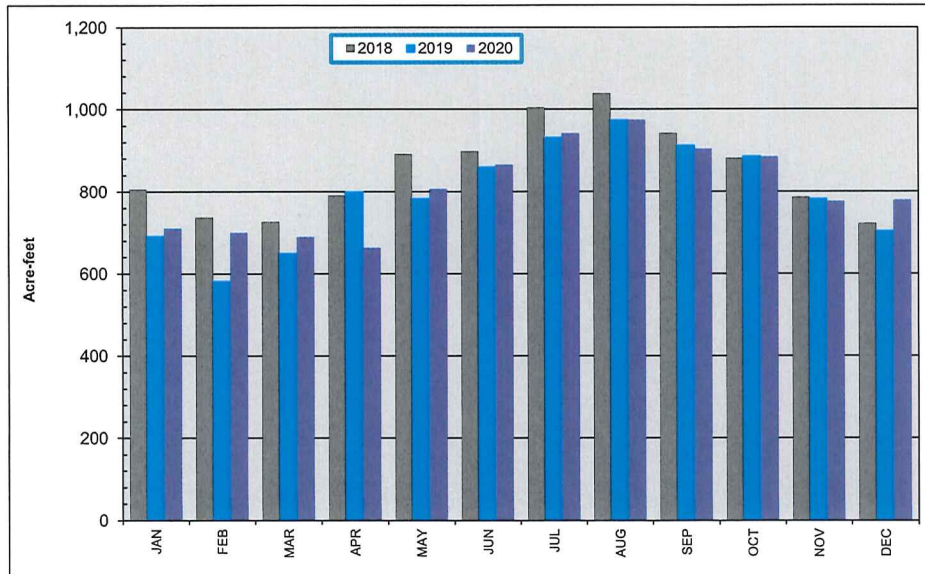


Water Purchases for CY 2020 (Acre-feet)



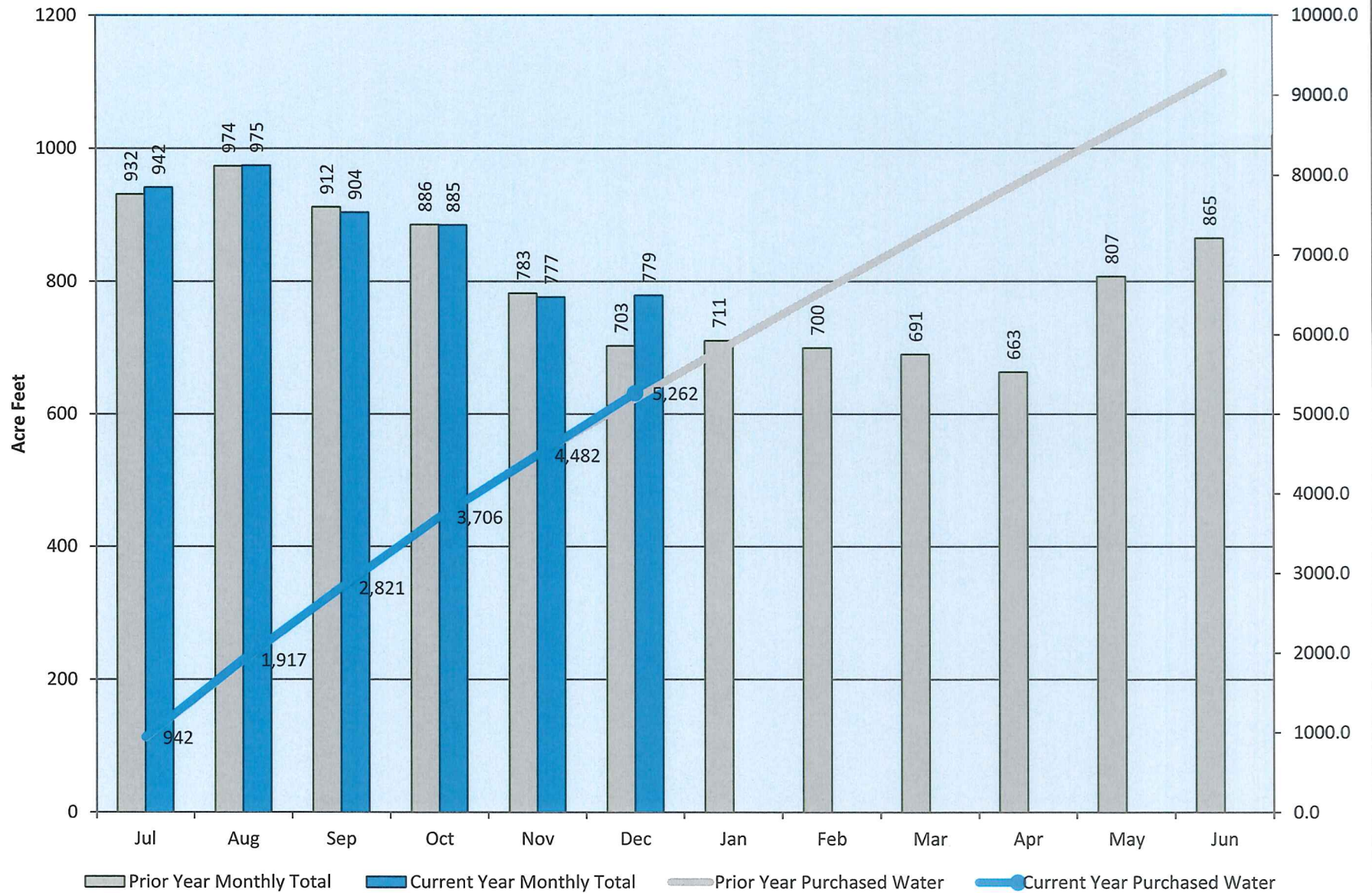
	POTABLE SYSTEM						TOTAL
	WBS	LHH	PM-9	PM-22	JWL		
					PM-15	Miramar	
JAN	177.6	0.0	0.0	166.8	328.8	37.8	711.0
FEB	160.3	0.0	0.0	202.1	229.9	107.6	699.9
MAR	178.7	0.0	0.0	134.4	268.3	109.1	690.5
APR	127.6	0.0	0.0	158.9	294.5	82.4	663.4
MAY	1.6	0.0	0.0	331.2	360.1	114.4	807.3
JUN	0.0	0.0	0.0	375.5	337.9	151.7	865.1
JUL	0.0	0.0	0.0	352.8	447.7	141.3	941.8
AUG	0.0	0.0	0.0	337.4	477.0	160.3	974.7
SEP	0.0	0.0	0.0	278.4	451.7	174.0	904.1
OCT	0.0	0.0	0.0	278.7	433.4	173.0	885.1
NOV	149.0	0.0	0.0	212.6	295.9	119.0	776.5
DEC	120.7	0.0	0.0	258.4	310.5	89.7	779.3
TOTAL	915.5	0.0	0.0	3,087.2	4,235.7	1,460.3	9,698.7

RECYCLED SYSTEM						TOTAL
Well 1	Wet Well	WVWD	Industry	Potable Make-up		
0.0	16.4	1.0	24.8	0.0		42.2
0.0	8.4	1.0	61.5	0.0		70.9
0.0	10.3	0.0	44.5	0.0		54.8
0.0	11.2	0.0	37.1	0.0		48.3
0.0	12.3	2.0	90.0	0.0		104.3
0.0	29.9	2.0	95.0	0.0		126.9
23.3	16.0	2.0	85.0	0.0		126.3
40.4	29.5	2.0	85.1	0.0		157.0
38.9	32.3	2.0	68.8	0.0		142.0
11.7	23.8	1.0	84.4	0.0		120.9
25.1	18.8	1.0	36.4	0.0		81.3
13.1	12.4	1.0	41.8	0.0		68.3
152.5	221.3	15.0	754.4	0.0		1,143.2



Potable Water Purchases For FY 2020-2021

(Acre-feet)



Tab

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JANUARY 2021-DIRECTOR REIMBURSEMENTS

Director	Date of Meeting/Event	Meeting/Event Attended	Reimbursement	No Charge	Additional Comments <i>(Submit expense report if claiming mileage and/or meal reimbursement)</i>
Anthony J. Lima					
	1/12/2021	RWD Board Meetig	\$185.00		
	1/20/2021	Three Valleys Board Meeting	\$185.00		
	1/26/2021	RWD Special Board Meeting	\$185.00		
	1/27/2021	Three Valleys Board Meeting	\$185.00		
	1/28/2021	Project Ad-Hoc Meeting	\$185.00		
		TOTAL PAYMENT	\$925.00		
John Bellah					
	1/11/2021	SGV Chamber Gov Affairs	\$185.00		
	1/12/2021	RWD Board Meeting	\$185.00		
	1/26/2021	RWD Special Board Meeting	\$185.00		
		TOTAL PAYMENT	\$555.00		
Robert W. Lewis					
	1/12/2021	RWD Board Meeting	\$185.00		
	1/18/2021	SGV Chamber Gov Affairs		X	
	1/26/2021	RWD Special Board Meeting	\$185.00		
		TOTAL PAYMENT	\$370.00		
Szu Pei Lu-Yang					
	1/6/2021	Three Valleys Board Meeting	\$185.00		
	1/12/2021	RWD Board Meeting	\$185.00		
	1/20/2021	Three Valleys Board Meeting	\$185.00		
	1/26/2021	RWD Special Board Meeting	\$185.00		
	1/28/2021	Project Ad-Hoc Meeting	\$185.00		
		TOTAL PAYMENT	\$925.00		
		TOTAL PAYMENT	\$0.00		

APPROVED FOR PAYMENT:



Tom Coleman

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ROWLAND WATER DISTRICT
Report to the Board of Directors
For the Fiscal Year Ended
June 30, 2020





NIGRO & NIGRO^{PC}

A PROFESSIONAL ACCOUNTANCY CORPORATION

Board of Directors
Rowland Water District
Rowland Heights, California

We are pleased to present this report related to our audit of the financial statements of the Rowland Water District (District) as of and for the year ended June 30, 2020. This report summarizes certain matters required by professional standards to be communicated to you in your oversight responsibility for the District's financial reporting process.

This report is intended solely for the information and use of the Board of Directors and management and is not intended to be, and should not be, used by anyone other than these specified parties. It will be our pleasure to respond to any questions you have about this report. We appreciate the opportunity to continue to be of service to the District.

Very truly yours,

NIGRO & NIGRO, PC

Murrieta, California
January 31, 2021

ROWLAND WATER DISTRICT
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For the Fiscal Year Ended June 30, 2020

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Required Communications

ROWLANDWATER DISTRICT
Required Communications
For the Fiscal Year Ended June 30, 2020

Generally accepted auditing standards (AU-C 260, *The Auditor's Communication With Those Charged With Governance*) require the auditor to promote effective two-way communication between the auditor and those charged with governance. Consistent with this requirement, the following summarizes our responsibilities regarding the financial statement audit as well as observations arising from our audit that are significant and relevant to your responsibility to oversee the financial reporting process.

Area	Comments
Our Responsibilities with Regard to the Financial Statement Audit	Our responsibilities under auditing standards generally accepted in the United States of America have been described to you in our arrangement letter dated July 1, 2020. Our audit of the financial statements does not relieve management or those charged with governance of their responsibilities, which are also described in that letter.
Overview of the Planned Scope and Timing of the Financial Statement Audit	An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; therefore, our audit involved judgment about the number of transactions and the account-type of areas tested. There were no changes to the planned scope and timing of our audit testwork.
Accounting Policies and Practices	<p>Accounting Policies and Practices Under generally accepted accounting principles, in certain circumstances, management may select among alternative accounting practices. During our audit, no such circumstances were noted.</p> <p>Adoption of, or Change in, Significant Accounting Policies or Their Application Management has the ultimate responsibility for the appropriateness of the accounting policies used by the District. The District did not adopt any significant new accounting policies, nor have there been any changes in existing significant accounting policies during the current period.</p> <p>Significant or Unusual Transactions We did not identify any significant or unusual transactions or significant accounting policies in controversial or emerging areas for which there is a lack of authoritative guidance or consensus.</p> <p>Management's Judgments and Accounting Estimates Accounting estimates are an integral part of the preparation of financial statements and are based upon management's current judgement. No such significant accounting estimates were noted or estimate applications were changed from the previous year.</p>
Audit Adjustments	Audit adjustments are summarized in the attached Summary of Adjusting Journal Entries .
Uncorrected Misstatements	We are not aware of any uncorrected misstatements other than misstatements that are clearly trivial.

ROWLAND WATER DISTRICT
Required Communications
For the Fiscal Year Ended June 30, 2020

Area	Comments
Discussions With Management	We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year prior to retention as the District's auditor. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.
Disagreements With Management	We encountered no disagreements with management over the application of significant accounting principles, the basis for management's judgments on any significant matters, the scope of the audit, or significant disclosures to be included in the financial statements.
Consultations With Other Accountants	We are not aware of any consultations management had with other accountants about accounting or auditing matters.
Significant Issues Discussed With Management	No significant issues arising from the audit were discussed or the subject of correspondence with management.
Significant Difficulties Encountered in Performing the Audit	No significant difficulties were encountered in performing our audit.
Required Supplementary Information	<p>We applied certain limited procedures to the:</p> <ol style="list-style-type: none"> 1. Management's Discussion and Analysis 2. Required Pension Plan Disclosures 3. Required OPEB Plan Disclosures <p>Which are required supplementary information (RSI) that supplements the basic financial statements. Our procedures consisted of inquiries of management regarding the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We did not audit the RSI and do not express an opinion or provide any assurance on the RSI.</p>

ROWLAND WATER DISTRICT*Required Communications**For the Fiscal Year Ended June 30, 2020*

Area	Comments
Supplementary Information	<p>We were engaged to report on the, Supplementary Information:</p> <ol style="list-style-type: none">1. Schedule of Other Operating Expenses2. Schedule of General and Administrative Expenses <p>Which accompanies the financial statements but are not RSI. With respect to this supplementary information, we made certain inquiries of management and evaluated the form, content, and methods of preparing the information to determine that the information complies with accounting principles generally accepted in the United States of America, the method of preparing it has not changed from the prior period, and the information is appropriate and complete in relation to our audit of the financial statements. We compared and reconciled the supplementary information to the underlying accounting records used to prepare the financial statements or to the financial statements themselves.</p>

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

Summary of Adjusting Journal Entries

ROWLAND WATER DISTRICT
Summary of Adjusting Journal Entries
For the Fiscal Year Ended June 30, 2020

Account	Description	Debit	Credit
Adjusting Journal Entries			
Adjusting Journal Entries JE # 1			
To Reclass Retained Earnings from District to Fiduciary Fund Balance			
30130-0	UNAPPROPRIATED FUND BALANCE	684,425.09	
31000-0	FIDUCIARY NET POSITION		684,425.09
Total		684,425.09	684,425.09
Adjusting Journal Entries JE # 2			
To record pension activity			
13901-0	DEFERRED OUTFLOWS - CONTRIB.	67,996.00	
56401-0	PENSION EXPENSE/(INCOME)	429,627.00	
23090-0	NET PENSION LIABILITY		423,413.00
23091-0	DEFERRED INFLOWS - ACTUARIAL		74,210.00
Total		497,623.00	497,623.00
Adjusting Journal Entries JE # 3			
To record OPEB activity			
13902-0	OPEB DEFERRED OUTFLOWS	25,298.00	
13902-1	DOR-OPEB Related	8,967.00	
23092-0	NET OPEB LIABILITY	835,158.00	
56900-0	ANNUAL OPEB COST	103,978.00	
23093-0	OPEB DEFERRED INFLOWS		332,177.00
56900-1	OPEB- Deferred Contributions		641,224.00
Total		973,401.00	973,401.00
Adjusting Journal Entries JE # 4			
To reclassify income RWD labor sales to contract income			
41910-0	RWD LABOR SALES/REIMBURSEMENT	34,800.75	
42380-0	CONTRACT INCOME		34,800.75
Total		34,800.75	34,800.75

ROWLAND WATER DISTRICT
Summary of Adjusting Journal Entries
For the Fiscal Year Ended June 30, 2020

Account	Description	Debit	Credit
Adjusting Journal Entries			
Adjusting Journal Entries JE # 5			
To adjust property tax income			
13850-1	Property Tax Receivable	7,837.75	
49310-0	COUNTY TAX CONTRIBUTIONS	430,546.89	
49314-0	Property Tax - Other	3,736.05	
56215-1	Property Tax Collection Fees	4,440.33	
49311-0	Property Tax - Current		350,877.12
49312-0	Property Tax - Prior		6,568.60
49313-0	Property Tax - Homeowners		1,602.24
49315-0	Penalties charged for Delinquent Tax Payment		1,500.11
49316-0	Pass-through and residual taxes		76,867.61
49510-0	MISCELLANEOUS INCOME		5,263.09
49510-0	MISCELLANEOUS INCOME		3,882.25
Total		446,561.02	446,561.02
Adjusting Journal Entries JE # 6			
To adjust water in storage			
11149-0	WATER IN-STORAGE	18,863.81	
51310-0	WATER PURCHASES - TVMWD		18,492.81
51510-0	WATER PURCHASES-RECYCLED WATER		371.00
Total		18,863.81	18,863.81
Adjusting Journal Entries JE # 7			
To accrue unrecorded AP			
11505-0	CONST IN PROGRESS - INTERNAL	277,709.25	
22211-0	ACCRUED AP (EXPENSES)		277,709.25
Total		277,709.25	277,709.25
	Total All Journal Entries	2,933,383.92	2,933,383.92

**ROWLAND WATER DISTRICT
FINANCIAL STATEMENTS
AND
INDEPENDENT AUDITORS' REPORT
For the Fiscal Year Ended
June 30, 2020
(With Comparative Amounts as of June 30, 2019)**

ROWLAND WATER DISTRICT
For the Fiscal Year Ended June 30, 2020
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Financial Section

INDEPENDENT AUDITORS' REPORT

Board of Directors
Rowland Water District
Rowland Heights, California

Report on the Financial Statements

We have audited the accompanying financial statements of the Rowland Water District (District), which comprise the balance sheet as of June 30, 2020, and the related statement of revenues, expenses and changes in net position and cash flows for the fiscal year then ended, and the related notes to the financial statements, which collectively comprise the District's basic financial statements.

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinion

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

Other Matters*Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, Schedule of the District's Proportionate Share of the Net Pension Liability, Schedule of the District's Contributions to the Defined Benefit Pension Plan, Schedule of Changes in the District's Net OPEB Liability and Related Ratios, Schedule of Contributions – Other Post-Employment Benefits (OPEB) Plan, and OPEB Plan – Schedule of Annual Money-Weighted Rate of Return on Investments be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the District's basic financial statements as a whole. The Schedule of Other Operating Expenses and Schedule of General and Administrative Expenses are presented for purposes of additional analysis and are not a required part of the basic financial statements. The supplementary information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statements as a whole. The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Prior-Year Comparative Information

The financial statements include partial prior-year comparative information. Such information does not include sufficient detail to constitute a presentation in accordance with accounting principles generally accepted in the United States of America. Accordingly, such information should be read in conjunction with the District's financial statements for the year ended June 30, 2019, from which such partial information was derived.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued a separate report dated January 31, 2021, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

Murrieta, California
January 31, 2021

ROWLAND WATER DISTRICT

Management's Discussion and Analysis (Unaudited)

For the Years Ended June 30, 2020 and 2019

Management's Discussion and Analysis (MD&A) offers readers of Rowland Water District's financial statements a narrative overview of the District's financial activities for the year ended June 30, 2020. This MD&A presents financial highlights, an overview of the accompanying financial statements, an analysis of net position and results of operations, a current-to prior year analysis, a discussion on restrictions, commitments and limitations, and a discussion of significant activity involving capital assets and long-term debt. Please read in conjunction with the financial statements, which follow this section.

FINANCIAL HIGHLIGHTS

- In fiscal year 2020, the District's net position increased 5.68%, or \$3,568,294 from the prior year's net position of \$63,129,330 to \$66,715,624, as a result of the year's operations.
- In fiscal year 2020, operating revenues increased by 9.41%, or \$2,268,172 from \$24,083,354 to \$26,351,526, from the prior year, primarily due to increases in residential and business water sales as well as increases in water service charges, new service connections and reimbursements.
- In fiscal year 2020, operating expenses before depreciation expense increased by 7.93% or \$1,425,467 from \$17,969,680 to \$19,395,147, from the prior year, primarily due to increases in costs for source of supply, transmission and distribution, and general and administrative expenses.

REQUIRED FINANCIAL STATEMENTS

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

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

ROWLAND WATER DISTRICT

Management's Discussion and Analysis (Unaudited)

For the Years Ended June 30, 2020 and 2019

FINANCIAL ANALYSIS OF THE DISTRICT

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

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

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

Condensed Balance Sheets

	<u>June 30, 2020</u>	<u>June 30, 2019</u>	<u>Change</u>
Assets:			
Current assets	\$ 16,334,341	\$ 14,307,306	\$ 2,027,035
Non-current assets	34,179,027	33,826,931	352,096
Capital assets, net	<u>63,768,564</u>	<u>60,958,883</u>	<u>2,809,681</u>
Total assets	<u>114,281,932</u>	<u>109,093,120</u>	<u>5,188,812</u>
Deferred outflows of resources	<u>4,818,265</u>	<u>4,863,849</u>	<u>(45,584)</u>
Total assets and deferred outflows of resources	<u>\$ 119,100,197</u>	<u>\$ 113,956,969</u>	<u>\$ 5,143,228</u>
Liabilities:			
Current liabilities	\$ 7,981,067	\$ 5,269,515	\$ 2,711,552
Non-current liabilities	<u>42,661,165</u>	<u>44,222,170</u>	<u>(1,561,005)</u>
Total liabilities	<u>50,642,232</u>	<u>49,491,685</u>	<u>1,150,547</u>
Deferred inflows of resources	<u>1,742,341</u>	<u>1,335,954</u>	<u>406,387</u>
Net position:			
Net investment in capital assets	32,342,768	28,331,863	4,010,905
Unrestricted	<u>34,372,856</u>	<u>34,797,467</u>	<u>(424,611)</u>
Total net position	<u>66,715,624</u>	<u>63,129,330</u>	<u>3,586,294</u>
Total liabilities, deferred outflows of resources and net position	<u>\$ 119,100,197</u>	<u>\$ 113,956,969</u>	<u>\$ 5,143,228</u>

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the District, assets and deferred outflows of resources of the District exceeded liabilities and deferred inflows of resources by \$66,715,624 as of June 30, 2020.

ROWLAND WATER DISTRICT

Management's Discussion and Analysis (Unaudited)

For the Years Ended June 30, 2020 and 2019

FINANCIAL ANALYSIS OF THE DISTRICT (continued)

Condensed Balance Sheets (continued)

By far the largest portion of the District's net position (48% as of June 30, 2020) reflects the District's investment in capital assets (net of accumulated depreciation) less any related debt used to acquire those assets that is still outstanding. The District uses these capital assets to provide services to its customers; consequently, these assets are not available for future spending.

At the end of year 2020, the District showed a positive balance in its unrestricted net position of \$34,372,856 which may be utilized in future years.

Condensed Statements of Revenues, Expenses, and Changes in Net Position

	<u>June 30, 2020</u>	<u>June 30, 2019</u>	<u>Change</u>
Operating revenues	\$ 26,351,526	\$ 24,083,354	\$ 2,268,172
Operating expenses	<u>(19,395,147)</u>	<u>(17,969,680)</u>	<u>(1,425,467)</u>
Operating income before depreciation	6,956,379	6,113,674	842,705
Depreciation expense	<u>(2,805,219)</u>	<u>(2,735,479)</u>	<u>(69,740)</u>
Operating income	4,151,160	3,378,195	772,965
Non-operating revenues(expenses), net	<u>(564,866)</u>	<u>349,852</u>	<u>(914,718)</u>
Change in net position	3,586,294	3,728,047	(141,753)
Net position:			
Beginning of year	<u>63,129,330</u>	<u>59,401,283</u>	<u>3,728,047</u>
End of year	<u>\$ 66,715,624</u>	<u>\$ 63,129,330</u>	<u>\$ 3,586,294</u>

The statement of revenues, expenses and changes in net position shows how the District's net position changed during the fiscal years. In the case of the District, the District's net position increased 5.68%, or \$3,568,294 from the prior year's net position of \$63,129,330 to \$66,715,624, as a result of the year's operations.

ROWLAND WATER DISTRICT
Management's Discussion and Analysis (Unaudited)
For the Years Ended June 30, 2020 and 2019

FINANCIAL ANALYSIS OF THE DISTRICT (continued)

Total Revenues

	<u>June 30, 2020</u>	<u>June 30, 2019</u>	<u>Increase (Decrease)</u>
Operating revenues:			
Water sales	\$ 13,814,524	\$ 13,332,531	\$ 481,993
Water service charges	11,130,851	10,163,250	967,601
New service connections	695,965	99,909	596,056
Reimbursements	429,198	35,239	393,959
Other operating revenues	<u>280,988</u>	<u>452,425</u>	<u>(171,437)</u>
Total operating revenues	<u>26,351,526</u>	<u>24,083,354</u>	<u>2,268,172</u>
Non-operating revenues:			
Property taxes	433,680	371,014	62,666
Investment earnings	583,384	765,942	(182,558)
Rental and contract revenue	219,021	167,152	51,869
Other non-operating revenues	<u>116,263</u>	<u>143,091</u>	<u>(26,828)</u>
Total non-operating revenues	<u>1,352,348</u>	<u>1,447,199</u>	<u>(94,851)</u>
Total revenues	<u>\$ 27,703,874</u>	<u>\$ 25,530,553</u>	<u>\$ 2,173,321</u>

In fiscal year 2020, operating revenues increased by 9.41%, or \$2,268,172 from \$24,083,354 to \$26,351,526, from the prior year, primarily due to increases in residential and business water sales as well as increases in water service charges, new service connections and reimbursements. Also, non-operating revenues decreased by 6.55%, or \$94,851 from \$1,447,199 to \$1,352,348 due to decrease in investment earnings.

ROWLAND WATER DISTRICT
Management's Discussion and Analysis (Unaudited)
For the Years Ended June 30, 2020 and 2019

FINANCIAL ANALYSIS OF THE DISTRICT (continued)

Total Expenses

	<u>June 30, 2020</u>	<u>June 30, 2019</u>	<u>Increase (Decrease)</u>
Operating expenses:			
Source of supply	\$ 10,491,279	\$ 10,184,643	\$ 306,636
Pumping and power	1,134,476	992,677	141,799
Transmission and distribution	1,718,002	1,411,347	306,655
Customer services	85,533	121,818	(36,285)
Other operating expenses	387,859	260,152	127,707
General and administrative	<u>5,577,998</u>	<u>4,999,043</u>	<u>578,955</u>
Total operating expenses	<u>19,395,147</u>	<u>17,969,680</u>	<u>1,425,467</u>
Depreciation expense	<u>2,805,219</u>	<u>2,735,479</u>	<u>69,740</u>
Non-operating expenses:			
Interest expense	1,324,691	1,348,127	(23,436)
Amortization of refunding of long-term debt	147,845	147,845	-
Change in investment in joint-ventures	<u>444,678</u>	<u>(398,625)</u>	<u>843,303</u>
Total non-operating expenses	<u>1,917,214</u>	<u>1,097,347</u>	<u>843,303</u>
Total expenses	<u>\$ 24,117,580</u>	<u>\$ 21,802,506</u>	<u>\$ 2,338,510</u>

In fiscal year 2020, operating expenses before depreciation expense increased by 7.93% or \$1,425,467 from \$17,969,680 to \$19,395,147, from the prior year, primarily due to increases in costs for source of supply, transmission and distribution, and general and administrative expenses.

Capital Assets

	<u>Balance June 30, 2020</u>	<u>Balance June 30, 2019</u>
Capital assets:		
Non-depreciable assets	\$ 4,395,141	\$ 4,698,248
Depreciable assets	95,672,370	93,629,250
Accumulated depreciation	<u>(36,298,947)</u>	<u>(37,368,615)</u>
Total capital assets, net	<u>\$ 63,768,564</u>	<u>\$ 60,958,883</u>

At the end of year 2020, the District's investment in capital assets amounted to \$63,768,564 (net of accumulated depreciation), respectively. Capital asset additions amounted to \$5,614,900 for various projects and equipment. See Note 5 for further information.

ROWLAND WATER DISTRICT

Management's Discussion and Analysis (Unaudited)

For the Years Ended June 30, 2020 and 2019

FINANCIAL ANALYSIS OF THE DISTRICT (continued)

Debt Administration

The long-term debt of the District is summarized below:

Long-term debt:	Balance	Balance
	<u>June 30, 2020</u>	<u>June 30, 2019</u>
Contract and bonds payable	<u>\$ 36,386,229</u>	<u>\$ 37,505,482</u>

Long-term debt decreased by a total of \$1,119,253 for the year ended June 30, 2020. Principal payments were \$1,000,000 and amortization of the debt premiums amounted to \$119,253. See Notes 7 and 8 for further information.

NOTES TO THE BASIC FINANCIAL STATEMENTS

The notes provide additional information that is essential to a full understanding of the data provided in the basic financial statements.

CONDITIONS AFFECTING CURRENT AND FUTURE FINANCIAL POSITION

The District's Board of Directors and management considered many factors when setting the fiscal year 2021, user fees, and charges. A projection is made on the acre feet of water that will be purchased and sold. The District also looks at the increased cost of the Source of Supply. Since the District heavily relies on import water, the costs are directly passed through by Metropolitan Water District and Three Valleys Municipal Water District. Some are fixed costs that do not vary depending upon the amount of water sold. Other expenses are budgeted individually to account for increases in such things as vehicle expenses and insurance coverages. The District's customer base has not changed significantly; therefore, revenue and costs are more easily projected. Questions concerning the information about the economic analysis, revenue and expense assumptions, and other budgetary process parameters utilized in the annual budget preparation can be obtained from the District's Finance Officer.

Global Pandemic

At the end of the first quarter of calendar year 2020, the United States and global economy suffered a major decline due to the impact of the COVID-19 virus. This economic decline may affect the District's operations and investment earnings for the remainder of calendar year 2020 and beyond. However, the potential impact to the District is unknown at this time.

CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT

This financial report is designed to provide the District's funding sources, customers, stakeholders and other interested parties with an overview of the District's financial operations and financial condition. Should the reader have questions regarding the information included in this report or wish to request additional financial information, please contact the District's Director of Finance, 3021 S. Fullerton Rd., Rowland Heights, CA 91748 - (562) 697-1726.

ROWLAND WATER DISTRICT

Balance Sheets

June 30, 2020 (With Comparative Amounts as of June 30, 2019)

<u>ASSETS AND DEFERRED OUTFLOWS OF RESOURCES</u>	<u>2020</u>	<u>2019</u>
Current assets:		
Cash and cash equivalents (Note 2)	\$ 8,904,707	\$ 7,042,548
Accrued interest receivable	60,352	108,413
Accounts receivable, net (Note 3)	2,972,748	3,059,722
Property taxes receivable	7,838	-
Other receivables	461,572	91,964
Inventory – water-in-storage	3,678,271	3,659,407
Inventory – materials and supplies	156,695	263,489
Prepaid expenses	92,158	81,763
Total current assets	16,334,341	14,307,306
Non-current assets:		
Restricted – investments (Note 2 and 7)	4,960,433	4,878,462
Investments (Note 2)	11,337,568	11,420,936
Investments in joint-ventures (Note 4)	17,881,026	17,527,533
Capital assets – not being depreciated (Note 5)	4,395,141	4,698,248
Capital assets – being depreciated, net (Note 5)	59,373,423	56,260,635
Total non-current assets	97,947,591	94,785,814
Total assets	114,281,932	109,093,120
Deferred outflows of resources:		
Deferred amounts related to refunding of long-term debt (Note 8)	2,904,088	3,051,933
Deferred amounts related to net OPEB obligation (Note 9)	650,191	615,926
Deferred amounts related to net pension liability (Note 10)	1,263,986	1,195,990
Total deferred outflows of resources	4,818,265	4,863,849
Total assets and deferred outflows of resources	\$ 119,100,197	\$ 113,956,969
<u>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND NET POSITION</u>		
Current liabilities:		
Accounts payable and accrued expenses	\$ 4,326,667	\$ 2,877,207
Deposits and unearned revenues	2,419,420	1,191,250
Accrued interest payable	113,040	115,782
Long-term liabilities – due within one year:		
Compensated absences (Note 6)	86,940	85,276
Contract payable (Note 7)	475,000	460,000
Bonds payable (Note 8)	560,000	540,000
Total current liabilities	7,981,067	5,269,515
Non-current liabilities:		
Long-term liabilities – due in more than one year:		
Compensated absences (Note 6)	260,820	255,827
Contract payable (Note 7)	17,641,859	18,169,198
Bonds payable (Note 8)	17,709,370	18,336,284
Net OPEB obligation (Note 9)	2,098,483	2,933,641
Net pension liability (Note 10)	4,950,633	4,527,220
Total non-current liabilities	42,661,165	44,222,170
Total liabilities	50,642,232	49,491,685
Deferred inflows of resources:		
Deferred amounts related to net OPEB obligation (Note 9)	1,367,233	1,035,056
Deferred amounts related to net pension liability (Note 10)	375,108	300,898
Total deferred inflows of resources	1,742,341	1,335,954
Net position:		
Net investment in capital assets (Note 11)	32,342,768	28,331,863
Unrestricted	34,372,856	34,797,467
Total net position	66,715,624	63,129,330
Total liabilities, deferred inflows of resources and net position	\$ 119,100,197	\$ 113,956,969

ROWLAND WATER DISTRICT*Statements of Revenues, Expenses and Changes in Net Position**For the Fiscal Year Ended June 30, 2020 (With Comparative Amounts as of June 30, 2019)*

	2020	2019
Operating revenues:		
Water sales	\$ 13,814,524	\$ 13,332,531
Water service charges	11,130,851	10,163,250
New service connections	695,965	99,909
Reimbursements	429,198	35,239
Other operating revenues	280,988	452,425
Total operating revenues	26,351,526	24,083,354
Operating expenses:		
Source of supply	10,491,279	10,184,643
Pumping and power	1,134,476	992,677
Transmission and distribution	1,718,002	1,411,347
Customer services	85,533	121,818
Other operating	387,859	260,152
General and administrative	5,577,998	4,999,043
Total operating expenses	19,395,147	17,969,680
Operating income before depreciation	6,956,379	6,113,674
Depreciation expense	(2,805,219)	(2,735,479)
Operating income	4,151,160	3,378,195
Non-operating revenues(expenses):		
Property taxes	433,680	371,014
Investment earnings	583,384	765,942
Rental and contract revenue	219,021	167,152
Other non-operating revenues	116,263	143,091
Interest expense	(1,324,691)	(1,348,127)
Amortization of refunding of long-term debt	(147,845)	(147,845)
Change in investment in joint-ventures (Note 3)	(444,678)	398,625
Total non-operating revenues(expenses), net	(564,866)	349,852
Change in net position	3,586,294	3,728,047
Net position:		
Beginning of year	63,129,330	59,401,283
End of year	<u>\$ 66,715,624</u>	<u>\$ 63,129,330</u>

ROWLAND WATER DISTRICT*Statements of Cash Flows**For the Fiscal Year Ended June 30, 2020 (With Comparative Amounts as of June 30, 2019)*

	<u>2020</u>	<u>2019</u>
Cash flows from operating activities:		
Cash receipts from customers and others	\$ 27,071,405	\$ 24,604,143
Cash paid to employees for salaries and wages	(2,969,340)	(2,877,318)
Cash paid to vendors and suppliers for materials and services	<u>(14,667,597)</u>	<u>(14,929,936)</u>
Net cash provided by operating activities	<u>9,434,468</u>	<u>6,796,889</u>
Cash flows from non-capital financing activities:		
Proceeds from property taxes	<u>425,842</u>	<u>371,014</u>
Net cash provided by non-capital financing activities	<u>425,842</u>	<u>371,014</u>
Cash flows from capital and related financing activities:		
Acquisition and construction of capital assets	(5,614,900)	(4,265,878)
Principal paid on long-term debt	(1,000,000)	(970,000)
Interest paid on long-term debt	<u>(1,327,433)</u>	<u>(1,475,793)</u>
Net cash used in capital and related financing activities	<u>(7,942,333)</u>	<u>(6,711,671)</u>
Cash flows from investing activities:		
Investment in joint ventures	(231,752)	(1,875,672)
Change in investments	(455,511)	3,039,104
Investment earnings	<u>631,445</u>	<u>483,263</u>
Net cash provided by (used in) investing activities	<u>(55,818)</u>	<u>1,646,695</u>
Net increase in cash and cash equivalents	1,862,159	2,102,927
Cash and cash equivalents:		
Beginning of year	<u>7,042,548</u>	<u>4,939,621</u>
End of year	<u>\$ 8,904,707</u>	<u>\$ 7,042,548</u>

ROWLAND WATER DISTRICT*Statements of Cash Flows (continued)**For the Fiscal Year Ended June 30, 2020 (With Comparative Amounts as of June 30, 2019)*

	<u>2020</u>	<u>2019</u>
Reconciliation of operating income to net cash provided by operating activities:		
Operating income	\$ 4,151,160	\$ 3,378,195
Adjustments to reconcile operating income to net cash provided by operating activities:		
Depreciation	2,805,219	2,735,479
Rental and contract revenue	219,021	167,152
Other non-operating revenues	(444,678)	143,091
Change in assets - (increase)decrease:		
Accounts receivable, net	86,974	277,473
Other receivables	(369,608)	(91,964)
Inventory - water-in-storage	(18,864)	-
Inventory - materials and supplies	106,794	10,354
Prepaid expenses	(10,395)	(36,582)
Change in deferred outflows of resources - (increase)decrease		
Deferred amounts related to net OPEB obligation	(34,265)	(16,774)
Deferred amounts related to net pension liability	(67,996)	150,399
Change in liabilities - increase(decrease):		
Accounts payable and accrued expenses	1,449,460	307,700
Deposits and unearned revenues	1,228,170	25,037
Compensated absences	6,657	(40,589)
Net OPEB obligation	(835,158)	(136,290)
Net pension liability	423,413	(80,494)
Change in deferred inflows of resources - increase(decrease)		
Deferred amounts related to net OPEB obligation	332,177	(151,804)
Deferred amounts related to net pension liability	406,387	156,506
Total adjustments	<u>5,283,308</u>	<u>3,418,694</u>
Net cash provided by operating activities	<u>\$ 9,434,468</u>	<u>\$ 6,796,889</u>

ROWLAND WATER DISTRICT*Statements of Fiduciary Net Position**June 30, 2020 (With Comparative Amounts as of June 30, 2019)*

	Other Post-Employment Benefit (OPEB) Trust Fund	
	2020	2019
<u>ASSETS</u>		
Non-current assets:		
Investments	\$ 4,876,910	\$ 4,290,343
Total assets	4,876,910	4,290,343
<u>LIABILITIES AND NET POSITION</u>		
Net position:		
Held in trust for OPEB benefits	4,876,910	4,290,343
Total net position	\$ 4,876,910	\$ 4,290,343

ROWLAND WATER DISTRICT*Statements of Changes in Fiduciary Net Position**For the Fiscal Year Ended June 30, 2020 (With Comparative Amounts as of June 30, 2019)*

	Other Post-Employment Benefit (OPEB) Trust Fund	
	2020	2019
Additions:		
Employer contributions	\$ 420,000	\$ 420,000
Investment earnings	<u>181,701</u>	<u>276,232</u>
Total additions	<u>601,701</u>	<u>696,232</u>
Deductions		
Administrative expense	<u>15,134</u>	<u>11,806</u>
Total deductions	<u>15,134</u>	<u>11,806</u>
Change in net position	586,567	684,426
Net position:		
Beginning of year	<u>4,290,343</u>	<u>3,605,917</u>
End of year	<u>\$ 4,876,910</u>	<u>\$ 4,290,343</u>

ROWLAND WATER DISTRICT

Notes to Financial Statements

June 30, 2020

NOTE 1 – DESCRIPTION OF ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES

A. Description of Organization

The Rowland Water District (District) was formed by the voters on March 3, 1953 under the County Water District Law, Division 12 Water Code, State of California, to provide a safe and reliable water source to allow the community to transform a cattle raising and farming area into the large urban and industrial area it serves today. The District encompasses a 17.2 square mile area in Southeastern Los Angeles County, which services portions of Rowland Heights, La Puente, Hacienda Heights, City of Industry, and City of West Covina. The service area's population is approximately 60,000.

The criteria used in determining the scope of the financial reporting entity is based on the provisions of Governmental Accounting Standards Board Statement No. 61, The Financial Reporting Entity (GASB Statement No. 61). The District is the primary governmental unit based on the foundation of a separately elected governing board that is elected by the citizens in a general popular election. Component units are legally separate organizations for which the elected officials of the primary government are financially accountable. The District is financially accountable if it appoints a voting majority of the organization's governing body and: 1) It is able to impose its will on that organization, or 2) There is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on, the primary government.

B. Basis of Presentation, Basis of Accounting

The District reports its activities as an enterprise fund, which is used to account for operations that are financed and operated in a manner similar to a private business enterprise, where the intent of the District is that the costs (including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges.

The District's fiduciary activities related to its other post-employment benefit (OPEB) plan are accounted for in a fiduciary fund.

The financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place. Nonexchange transactions, in which the District gives (or receives) value without directly receiving (or giving) equal value in exchange, include property taxes, grants, entitlements, and donations. Revenue from grants, entitlements, and donations is recognized in the year in which all eligibility requirements have been satisfied.

The fiduciary fund financial statements are accounted for using the economic resources measurement focus and accrual basis of accounting. All assets and liabilities (whether current or noncurrent) associated with these activities are included on the statement of fiduciary net position. The statement of changes in fiduciary net position presents increases (additions) and decreases (deductions) in total fiduciary net position. Under the accrual basis of accounting, additions are reported when earned and deductions are recorded when a liability is incurred, regardless of the timing of related cash flows.

Operating revenues are those revenues that are generated from the primary operations of the District. The District reports a measure of operations by presenting the change in net position from operations as operating income in the statement of revenues, expenses, and changes in net position. Operating activities are defined by the District as all activities other than financing and investing activities (interest expense and investment income), grants and subsidies, and other infrequently occurring transactions of a non-operating nature. Operating expenses are those expenses that are essential to the primary operations of the District. All other expenses are reported as non-operating expenses.

NOTE 1 – DESCRIPTION OF ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES (continued)

C. Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources, and Net Position

A. Cash and Cash Equivalents

For purposes of the statement of cash flows, the District considers all highly liquid investments with a maturity of 90 days or less, when purchased, to be cash equivalents. Cash deposits are reported at the carrying amount, which reasonably estimates fair value.

B. Investments

Investments are reported at fair value except for short-term investments, which are reported at cost, which approximates fair value. Cash deposits are reported at carrying amount, which reasonably estimates fair value. Investments in governmental investment pools are reported at fair value based on the fair value per share of the pool's underlying portfolio.

In accordance with fair value measurements, the District categorizes its assets and liabilities measured at fair value into a three-level hierarchy based on the priority of the inputs to the valuation technique used to determine fair value. The fair value hierarchy gives the highest priority to quoted prices in active markets for identical assets or liabilities (Level 1) and the lowest priority to unobservable inputs (Level 3). If the inputs used in the determination of the fair value measurement fall within different levels of the hierarchy, the categorization is based on the lowest level input that is significant to the fair value measurement.

Financial assets and liabilities recorded on the balance sheet are categorized based on the inputs to the valuation techniques as follows:

Level 1 – Inputs that reflect unadjusted quoted prices in active markets for identical investments, such as stocks, corporate and government bonds. The District has the ability to access the holding and quoted prices as of the measurement date.

Level 2 – Inputs, other than quoted prices, that are observable for the asset or liability either directly or indirectly, including inputs from markets that are not considered to be active.

Level 3 – Inputs that are unobservable. Unobservable inputs reflect the District's own assumptions about the factors market participants would use in pricing an investment, and is based on the best information available in the circumstances.

C. Restricted Assets

Amounts shown as restricted assets have been restricted by either bond indentures, external constraints, or laws and regulations of other governments.

D. Receivables and Allowance for Doubtful Accounts

Customer accounts receivable consist of amounts owed by private individuals and organizations for services rendered in the regular course of business operations. Receivables are shown net of allowances for doubtful accounts. Uncollectable accounts are based on prior experience and management's assessment of the collectability of existing accounts.

E. Prepaids

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

ROWLAND WATER DISTRICT
Notes to Financial Statements
June 30, 2020

NOTE 1 – DESCRIPTION OF ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES (continued)

C. Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources, and Net Position (continued)

F. Inventories and Water in Storage

Supply inventories maintained by the District consist primarily of water meters and accessories, water pipes, valves, and various fittings. Inventories are valued at cost using the first-in, first-out method. Water in storage is valued at average cost.

G. Capital Assets

Capital assets are stated at cost or at their estimated fair value at date of donation. It is the District's policy to capitalize assets costing over \$5,000. The provision for depreciation is computed using the straight-line method over the estimated service lives of the capital assets. Estimated service lives for the District's classes of assets are as follows:

<u>Description</u>	<u>Estimated Lives</u>
Transmission and distribution system	15-75 years
Equipment	5-10 years

H. Deferred Outflows/Inflows of Resources

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

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

I. Compensated Absences

The District's personnel policies provide for accumulation of vacation and sick leave (employee benefits). Liabilities for vacation leave are recorded when benefits are earned. Full cash payment for all unused vacation leave is available to employees upon retirement or termination. Also, in accordance with the District's policy, employees may accrue unlimited sick time. Upon attaining 352 hours, the employee may exercise a one-time option to exchange sick leave hours for cash or vacation time. Upon separation, retirement, or death, an employee shall receive, as an additional retirement benefit, an amount equal to 50% of accrued hours for unused sick leave pay for up to 352 hours or 176 hours.

J. Pensions

For purposes of measuring the net pension liability and deferred outflows/inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the District's California Public Employees' Retirement System (CalPERS) plans and addition to/deductions from the Plans' fiduciary net position have been determined on the same basis as they are reported by CalPERS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

NOTE 1 – DESCRIPTION OF ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES (continued)

C. Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources, and Net Position (continued)

J. Pensions (continued)

The following timeframes are used for pension reporting:

Valuation Date June 30, 2018
Measurement Date June 30, 2019
Measurement Period July 1, 2018 to June 30, 2019

Gains and losses related to changes in total pension liability and fiduciary net position are recognized in pension expense systematically over time. The first amortized amounts are recognized in pension expense for the year the gain or loss occurs. The remaining amounts are categorized as deferred outflows and deferred inflows of resources related to pensions and are to be recognized in future pension expense. The amortization period differs depending on the source of the gain or loss. The difference between projected and actual earnings is amortized straight-line over 5 years. All other amounts are amortized straight-line over the average expected remaining service lives of all members that are provided with benefits (active, inactive and retirees) as of the beginning of the measurement period.

K. Postemployment Benefits Other Than Pensions (OPEB)

For purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, information about the fiduciary net position of the District's Retiree Benefits Plan ("the Plan") and additions to/deductions from the Plan's fiduciary net position have been determined on the same basis as they are reported by the Plan. For this purpose, the Plan recognizes benefit payments when due and payable in accordance with the benefit terms. Investments are reported at fair value, except for money market investments which are reported at cost.

The following timeframes are used for OPEB reporting:

Valuation Date June 30, 2019
Measurement Date June 30, 2019
Measurement Period July 1, 2018 to June 30, 2019

L. Net Position

Net position is classified into two components: net investment in capital assets and unrestricted. These classifications are defined as follows:

- **Net investment in capital assets** - This component of net position consists of capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets. If there are significant unspent related debt proceeds at year-end, the portion of the debt attributable to the unspent proceeds are not included in the calculation of net investment in capital assets. Rather, that portion of the debt is included in the same net position component as the unspent proceeds.
- **Unrestricted net position** - This component of net position consists of net position that does not meet the definition of "net investment in capital assets" or "restricted".

ROWLAND WATER DISTRICT
Notes to Financial Statements
June 30, 2020

NOTE 1 – DESCRIPTION OF ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES (continued)

D. Use of Estimates

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

E. Property Taxes

The Los Angeles County Assessor's Office assesses all real and personal property within the County each year. The Los Angeles County Tax Collector's Office bills and collects the District's share of property taxes. The Los Angeles County Auditor-Controller's Office remits current property tax collections to the District throughout the year. Property tax in California is levied in accordance with Article XIII A of the State Constitution at one percent (1%) of countywide assessed valuations. Property taxes receivable at year-end are related to property taxes collected by the Los Angeles County Tax Collector's Office, which have not been credited to the District's cash balance as of June 30.

The property tax calendar is as follows:

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

NOTE 2 – CASH AND INVESTMENTS

Cash and investments were classified in the accompanying financial statements as follows:

<u>Description</u>	<u>June 30, 2020</u>
Cash and cash equivalents	\$ 8,904,707
Restricted – investments	4,960,433
Investments	11,337,568
Investments – fiduciary fund	<u>4,876,910</u>
Total cash and investments	<u>\$ 30,079,618</u>

Cash and investments consisted of the following:

<u>Description</u>	<u>June 30, 2020</u>
Petty cash	\$ 400
Demand deposits held with financial institutions	3,277,693
Investments	<u>26,801,525</u>
Total cash and investments	<u>\$ 30,079,618</u>

ROWLAND WATER DISTRICT

Notes to Financial Statements

June 30, 2020

NOTE 2 – CASH AND INVESTMENTS (continued)

Demand Deposits with Financial Institutions

At June 30, 2020, the carrying amount of the District's demand deposits were \$3,277,693 and the financial institution's balances were \$3,331,637. The net difference represents outstanding checks, deposits-in-transit and/or other reconciling items between the financial institution's balance and the District's balance for each year.

Custodial Credit Risk – Deposits

Custodial credit risk for *deposits* is the risk that in the event of the failure of a depository financial institution the District will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. The custodial credit risk for *investments* is the risk that in the event of the failure of the counterparty (e.g., broker-dealer) to a transaction the District will not be able to recover the value of its investment or collateral securities that are in the possession of another party. The California Government Code and the District's investment policy do not contain legal or policy requirements that would limit the exposure to custodial credit risk for deposits or investments, other than the following provision for deposits. The California Government Code requires that a financial institution secure deposits made by state or local governmental units by pledging securities in an undivided collateral pool held by a depository regulated under state law (unless so waived by the governmental unit). The market value of the pledged securities in the collateral pool must equal at least 110% of the total amount deposited by the public agencies. California law also allows financial institutions to secure District deposits by pledging first trust deed mortgage notes having a value of 150% of the secured public deposits. As of June 30, 2020, the District's deposits were covered by the Federal Deposit Insurance Corporation insurance limits or collateralized as required by California law.

Investments

The District's investments as of June 30, 2020 are presented in the following Investment Table:

Type of Investments	Measurement Input	Credit Rating	Total Fair Value	Maturity		
				12 Months or Less	13 to 24 Months	25 to 120 Months
U.S. treasury obligations	Level 2	N/A	\$ 1,015,713	\$ 251,533	\$ 505,312	\$ 258,868
U.S. government sponsored agency securities	Level 2	A to AAA	7,005,739	1,005,450	2,889,485	3,110,804
Medium-term notes	Level 2	A to AAA	1,350,965	201,250	103,426	1,046,289
Negotiable certificates-of-deposit	Level 2	AAA	993,149	497,159	495,990	-
Local Agency Investment Fund (LAIF)	N/A	N/A	5,626,613	5,626,613	-	-
Money-market mutual funds	N/A	AAA	972,003	972,003	-	-
Held by bond trustee:						
Money-market mutual funds	N/A	AAA	4,960,433	4,960,433	-	-
OPEB trust investments						
PARS trust pool	N/A	N/A	4,876,910	4,876,910	-	-
Total investments			\$ 26,801,525	\$ 18,391,351	\$ 3,994,213	\$ 4,415,961

ROWLAND WATER DISTRICT

Notes to Financial Statements

June 30, 2020

NOTE 2 – CASH AND INVESTMENTS (continued)

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

The table below identifies the investment types that are authorized for the District by the California Government Code (or the District's investment policy, where more restrictive). The table also identifies certain provisions of the California Government Code (or the District's investment policy, where more restrictive) that address interest rate risk, credit risk, and concentration of credit risk. The table does not address investments of debt proceeds held by bond trustees that are governed by the provisions of debt agreements of the District or the investment of funds within the OPEB Trust that are governed by the agreement between the District and the Trustee, rather than the general provisions of the California Government Code or the District's investment policy.

Authorized Investment Type	Maximum Maturity	Maximum Percentage of Portfolio	Maximum Investment in One Issuer
U.S. Treasury Obligations	5-years	None	None
U.S. Government Sponsored Agency Securities	5-years	None	None
State of California Obligations	5-years	None	None
CA Local Agency Obligations	5-years	None	None
Negotiable Certificates of Deposit (Negotiable CD)	5-years	30%	5%
CD Placement Service	5-years	30%	None
Banker's Acceptances	180 days	40%	30%
Reverse Purchase Agreement	92 days	20%	None
Repurchase Agreements	1-year	None	None
Commercial Paper	270 days	25%	10%
Medium- Term Notes	5-years	30%	None
California Local Agency Investment Fund (LAIF)	N/A	None	None
County Pooled Investment Funds	N/A	None	None
Joint Powers Authority Pool	N/A	None	None
Mutual Funds and Money Market Mutual Funds	N/A	20%	10%
Collateralized Bank Deposits	5-years	None	None
Bank/Time Deposits	5-years	None	None

Investments Authorized by Debt Agreements

Investments of debt proceeds held by bond trustees are governed by provisions of the debt agreements, rather than the general provisions of the California Government Code or the District's investment policy. The table below identifies the investment types that are authorized for investments held by bond trustees. The table also identifies certain provisions of these debt agreements that address interest rate risk, credit risk, and concentration of risk.

Authorized Investment Type	Maximum Maturity	Maximum Percentage of Portfolio	Maximum Investment in One Issuer
US Treasury Obligations	None	None	None
US Government Sponsored Agency Securities:	None	None	None
Federal Home Loan Bank	None	None	None
Federal Home Loan Mortgage Corporation	None	None	None
Federal National Mortgage Association	None	None	None
Federal Farm Credit Bank	None	None	None
State and Local Agency Obligations	None	None	None
Banker's Acceptances	1-year	None	None
Medium- Term Notes	3-year	None	None
Commercial Paper	None	None	None
Money Market Mutual Funds	N/A	None	None
Investment Agreements	None	None	None
Certificates of Deposit	None	None	None
Repurchase Agreements	30 days	None	None
Local Agency Investment Fund (LAIF)	None	None	None

NOTE 2 – CASH AND INVESTMENTS (continued)

Disclosures Relating to Interest Rate Risk

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. One of the ways that the District manages its exposure to interest rate risk is by purchasing a combination of shorter term and longer-term investments and by timing cash flows from maturities so that a portion of the portfolio is maturing or coming close to maturity as necessary to provide the cash flow and liquidity needed for operations.

Information about the sensitivity of the fair values of the District's investments to market interest rate fluctuations is provided by in the Investment Table that shows the distribution of the District's investments by maturity as of June 30, 2020.

Disclosures Relating to Credit Risk

Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. Presented in the Investment Table are Standard & Poor's credit ratings for the District's investments as of June 30, 2020. U.S. treasury obligations are not required to be rated and therefore no rating has been assigned.

Concentration of Credit Risk

Investments in any one issuer that represent 5% or more of total District investments are as follows:

<u>Issuer</u>	<u>Amount</u>
U.S. government sponsored agency securities:	
Federal National Mortgage Association	\$ 2,459,823
Federal Home Loan Mortgage Corporation	1,511,202
Federal Home Loan Bank	2,333,462

Fair Value Measurements

The District categorizes its fair value measurement within the fair value hierarchy established by accounting principles generally accepted in the United States of America. The hierarchy is based on the valuation inputs used to measure the fair value of the assets. Level 1 inputs are quoted prices in active markets for identical assets, Level 2 inputs are quoted prices for similar assets in active markets, and Level 3 inputs are significant unobservable inputs. All of the District's investments were assigned a Level 2 input on the Investment Table.

Investment in State Investment Pool

The District is a voluntary participant in the Local Agency Investment Fund (LAIF) that is regulated by California Government Code Section 16429 under the oversight of the Treasurer of the State of California. The fair value of the District's investment in this pool is reported in the accompanying financial statements at amounts based upon the District's pro rata share of the fair value provided by LAIF for the entire LAIF portfolio (in relation to the amortized cost of that portfolio). The balance available for withdrawal is based on the accounting records maintained by LAIF, which are recorded on an amortized cost basis.

ROWLAND WATER DISTRICT

Notes to Financial Statements

June 30, 2020

NOTE 2 – CASH AND INVESTMENTS (continued)

Investments - Other Post-Employment Benefit (OPEB) Trust

The District established a trust account with Public Agency Retirement Services (PARS) to hold assets that are legally restricted for use in administering the District's other post-employment benefit (OPEB) health plan. The OPEB trust's specific cash and investments are managed by a third-party portfolio manager and invested under a pool arrangement using certain investment guidelines offered by PARS and approved by the District.

Those investment guidelines approved by the District are as follows:

Description	Type
Risk Tolerance	Moderate
Time Horizon	Long-term
Income or Liquidity Needs	As requested
Account of Trust Restrictions	None
Unique Needs and Circumstances	None
Investment Objective	Moderate index plus
Strategic Ranges:	0% - 20% Cash
	40% - 60% Fixed Income
	40% - 60% Equity

Acceptable Investments

Authorized Investment Type	
Equity securities	Fixed income mutual funds
Equity mutual funds	Closed end funds
Exchange traded funds (ETFs)	Cash and cash equivalents
Fixed income securities	

Fixed Income Guidelines

The fixed income guidelines consist of (a) the long-term fixed income investments (greater than seven years in maturity) shall constitute no more than 20%, and as little as 0% of the total Plan assets, (b) the intermediate-term fixed income investments (between three and seven years in maturity) shall constitute no more than 60%, nor less than 20% of the total Plan assets, (c) the high-yield portion of the Plan shall constitute no more than 10%, and as little as 0% of the total Plan assets, (d) the convertible bond exposure shall constitute no more than 10%, and as little as 0% of the total Plan assets, and (e) the short-term fixed income investments (between one and three years in maturity) shall constitute no more than 20%, and as little as 0% of the total Plan assets.

Equity Guidelines

The equity guidelines consist of (a) the domestic large capitalization equity investments of the Plan shall constitute no more than 50%, nor less than 20% of the total Plan assets, (b) the domestic mid-capitalization equity investments of the Plan shall constitute no more than 20%, and as little as 0% of the total Plan assets, (c) the domestic small capitalization equity investments of the Plan shall constitute no more than 20%, nor less than 0% of the total Plan assets, (d) the international equity investments of the Plan shall constitute no more than 20%, and as little as 0% of the total Plan assets, and (e) the real estate investments of the Plan shall constitute no more than 10%, and as little as 0% of the total Plan assets.

ROWLAND WATER DISTRICT
Notes to Financial Statements
June 30, 2020

NOTE 3 – ACCOUNTS RECEIVABLE, NET

The balance at June 30, 2020 consists of the following;

<u>Description</u>	<u>June 30, 2020</u>
Accounts receivable	\$ 3,073,097
Allowance for doubtful accounts	<u>(100,349)</u>
Total accounts receivable, net	<u>\$ 2,972,748</u>

NOTE 4 – INVESTMENTS IN JOINT-VENTURES

The balance at June 30, 2020 consists of the following;

<u>Investments in Joint-Ventures</u>	<u>June 30, 2020</u>
Puente Basin Water Agency	\$ 16,980,625
Pomona-Walnut-Rowland Joint Water Line	<u>900,401</u>
Total investments in joint-ventures	<u>\$ 17,881,026</u>

Puente Basin Water Agency

The Puente Basin Water Agency (the Agency) was created in 1971 by the execution of a Joint Powers Agreement (the Agreement) between the Rowland Water District and the Walnut Valley Water District. The Agreement was made pursuant to Article 1, Chapter 5, Division 7, Title 1 of the California Government Code. The Agency was organized for the purpose of protection and utilization of the local, imported, and reclaimed water supply within the Puente Basin. The Agency is governed by a four-member-appointed Board of Commissioners. Each District appoints two members to this board.

Upon dissolution of the Agency, the assets in the possession of the Agency shall be distributed to the members as their interest may appear on the books of the Agency and pursuant to the provisions of Section 6512 of the California Government Code. Complete financial statements for the Agency can be obtained by written request at 271 South Brea Canyon Road, Walnut, California.

The changes in its investment in Puente Basin Water Agency consist of the following as of June 30, 2020:

<u>Description</u>	<u>June 30, 2020</u>
Balance – beginning of year	\$ 16,642,575
Contributions	231,752
Share of net income	<u>106,298</u>
Balance – end of year	<u>\$ 16,980,625</u>

ROWLAND WATER DISTRICT*Notes to Financial Statements**June 30, 2020***NOTE 4 – INVESTMENTS IN JOINT-VENTURES (continued)****Puente Basin Water Agency (continued)**

The following is condensed financial information of the investment in Puente Basin Water Agency as of and for the year ended June 30, 2020, including the participants' approximate percentage shares:

Description	June 30, 2020	District Share
		50%
Total assets	<u>\$ 72,148,224</u>	
Total liabilities	\$ 38,186,974	
Total net position	<u>33,961,250</u>	<u>\$ 16,980,625</u>
Total liabilities and net position	<u>\$ 72,148,224</u>	

Pomona-Walnut-Rowland Joint Water Line Commission

The District is a member of the Pomona-Walnut-Rowland Joint Water Line Commission (Commission). The Commission was formed under the Joint Powers Agreement (the JPA) of 1956 between the City of Pomona, the Walnut Valley Water District (WVWD), and the Rowland Water District (RWD). The JPA's purpose is to acquire, construct, maintain, repair, manage, and operate a water transmission pipeline for the benefit of the members' water supplies. The Commission is governed by a three-member board composed of one appointee from each member agency. Each year, every member agency is charged an assessment for their share of the general and administrative costs of the Commission, which is allocated to each agency on a one-third basis. A budget assessment is collected each fiscal year and each agency pays one-third of the amount of the assessment as well as a capital surcharge for the future replacement of the pipeline. For the year ended June 30, 2020, the District remitted assessments totaling \$48,624 for their share of general and administrative costs and future replacement costs. Upon dissolution of the Commission, the net position will be divided in proportion to the contribution each agency made to the maintenance and operation account during the last prior 12-month period. The District, consequently, has an ongoing financial responsibility in the activities of the Commission. However, the JPA does not explicitly require the measurement of the District's equity interest in the Commission. Complete financial statements for the Commission can be obtained by written request at P.O. Box 508, Walnut, California.

The changes in its investment in the Commission consisted of the following as of June 30, 2020:

Description	June 30, 2020
Balance – beginning of year	\$ 884,958
Share of net income	<u>15,443</u>
Balance – end of year	<u>\$ 900,401</u>

The following is condensed financial information of the investment in Pomona-Walnut-Rowland Joint Water Line Commission as of and for the year ended June 30, 2020, including the participants' approximate percentage shares:

Description	June 30, 2020	Member Share		
		City of Pomona 25.8%	WVWD 45.1%	RWD 29.1%
Total assets	<u>\$ 6,544,223</u>			
Total liabilities	\$ 3,450,061			
Total net position	<u>3,094,162</u>	<u>\$ 798,294</u>	<u>\$ 1,395,467</u>	<u>\$ 900,401</u>
Total liabilities and net position	<u>\$ 6,544,223</u>			

ROWLAND WATER DISTRICT
Notes to Financial Statements
June 30, 2020

NOTE 5 – CAPITAL ASSETS AND DEPRECIATION

Changes in capital assets for the fiscal year ended June 30, 2020, were as follows:

Description	Balance July 1, 2019	Additions	Deletions/ Transfers	Balance June 30, 2020
Non-depreciable assets:				
Land	\$ 261,340	\$ -	\$ -	\$ 261,340
Water rights	5,000	-	-	5,000
Construction-in-process	4,431,908	5,614,680	(5,917,787)	4,128,801
Total non-depreciable assets	4,698,248	5,614,680	(5,917,787)	4,395,141
Depreciable assets:				
Sources of supply	2,158,269	78,037	(126,272)	2,110,034
Pumping	10,692,550	47,551	-	10,740,101
Transmission and distribution system	69,908,935	4,775,587	(3,453,424)	71,231,098
Intangible assets	1,022,551	-	-	1,022,551
Telemetry equipment	1,404,137	-	(185,012)	1,219,125
Office building and equipment	6,837,070	353,809	(3,654)	7,187,225
General plant	536,155	529,513	(702)	1,064,966
Transportation equipment	1,050,736	133,510	(86,976)	1,097,270
Communication equipment	18,847	-	(18,847)	-
Total depreciable assets	93,629,250	5,918,007	(3,874,887)	95,672,370
Accumulated depreciation:				
Sources of supply	(1,196,475)	(82,677)	126,272	(1,152,880)
Pumping	(4,279,809)	(383,803)	-	(4,663,612)
Transmission and distribution system	(27,368,423)	(1,755,175)	3,453,424	(25,670,174)
Intangible assets	(61,353)	(20,451)	-	(81,804)
Telemetry equipment	(1,157,491)	(116,823)	185,012	(1,089,302)
Office building and equipment	(2,290,818)	(328,825)	3,654	(2,615,989)
General plant	(497,844)	(20,228)	702	(517,370)
Transportation equipment	(497,555)	(97,237)	86,976	(507,816)
Communication equipment	(18,847)	-	18,847	-
Total accumulated depreciation	(37,368,615)	(2,805,219)	3,874,887	(36,298,947)
Total depreciable assets, net	56,260,635	3,112,788	-	59,373,423
Total capital assets, net	\$ 60,958,883	\$ 8,727,468	\$ (5,917,787)	\$ 63,768,564

NOTE 6 – COMPENSATED ABSENCES

Summary changes to compensated absences balances for the year ended June 30, 2020, were as follows:

Balance July 1, 2019	Additions	Deletions	Balance June 30, 2020	Due Within One Year	Due in More Than One Year
\$ 341,103	\$ 298,552	\$ (291,895)	\$ 347,760	\$ 86,940	\$ 260,820

ROWLAND WATER DISTRICT
Notes to Financial Statements
June 30, 2020

NOTE 7 – CONTRACT PAYABLE

On November 1, 2012, the Puente Basin Water Agency issued \$19,835,000 in Water Revenue Bonds, 2012 Series A in order to finance the acquisition of certain water system improvements of the District. Proceeds of the bonds, including \$1,570,182 of bond premium, were loaned to the District pursuant to an installment purchase contract entered into concurrently with the bonds' issuance.

The bond premium is being amortized and recognized as interest expense over the life of the debt on a straight-line basis. The installment purchase contract payments mirror the debt service payments on the Water Revenue Bonds, 2012 Series A. Interest is payable semiannually on December 1 and June 1 at rates ranging from 2.00% to 5.00%.

Unspent proceeds from the bonds plus investments earnings on those proceeds total \$4,960,433 and are held on the balance sheet as a restricted investment.

The District's obligation to make installment payments is a special obligation of the District payable solely from the net revenues of the District. The following is a summary of the installment purchase contract for the year ended June 30, 2020:

Description	Balance	Additions	Deductions	Balance	Current Portion	Long-term Portion
	July 1, 2019			June 30, 2020		
2012 Series A Water Revenue Bonds	\$ 17,395,000	\$ -	\$ (460,000)	\$ 16,935,000	\$ 475,000	\$ 16,460,000
2012 Series A Water Revenue Bonds – Premium	1,234,198	-	(52,339)	1,181,859	-	1,181,859
	<u>\$ 18,629,198</u>	<u>\$ -</u>	<u>\$ (512,339)</u>	<u>\$ 18,116,859</u>	<u>\$ 475,000</u>	<u>\$ 17,641,859</u>

Maturities of the installment purchase contract and interest payments subsequent to June 30, 2020, are as follows:

Fiscal Year	Principal	Interest	Total
2021	\$ 475,000	\$ 676,000	\$ 1,151,000
2022	495,000	656,600	1,151,600
2023	515,000	636,400	1,151,400
2024	540,000	615,300	1,155,300
2025	560,000	593,300	1,153,300
2026-2030	3,105,000	2,657,375	5,762,375
2031-2035	3,630,000	2,139,326	5,769,326
2036-2040	4,400,000	1,368,500	5,768,500
2041-2043	3,215,000	246,374	3,461,374
Total	16,935,000	<u>\$ 9,589,175</u>	<u>\$ 26,524,175</u>
Current	<u>(475,000)</u>		
Long-term	<u>\$ 16,460,000</u>		

ROWLAND WATER DISTRICT
Notes to Financial Statements
June 30, 2020

NOTE 8 – BONDS PAYABLE

Water Revenue Refunding Bonds, Series 2014A were issued on September 18, 2014, in the amount of \$20,060,000 to refund \$19,105,000 of outstanding balance on the 2008 Certificates of Participation. The prior obligations were issued to finance certain improvements.

The bonds were issued at a premium of \$1,686,785, which is being amortized over the life of the debt on a straight-line basis.

These bonds mature in various amounts through December 1, 2039. Interest is payable semiannually on December 1 and June 1 at rates ranging from 2.00% to 5.00%. The installment payments on these bonds are secured by a first priority lien on the net revenues of the District. The following is a summary of the changes in Water Revenue Refunding Bonds, Series 2014A for the year ended June 30, 2019:

Description	Balance July 1, 2019	Additions	Deductions	Balance June 30, 2020	Current Portion	Long-term Portion
2014A Series Water Revenue Refunding Bonds	\$ 17,495,000	\$ -	\$ (540,000)	\$ 16,955,000	\$ 560,000	\$ 16,395,000
2014A Series Water Revenue Bonds – Premium	1,381,284	-	(66,914)	1,314,370	-	1,314,370
	<u>\$ 18,876,284</u>	<u>\$ -</u>	<u>\$ (606,914)</u>	<u>\$ 18,269,370</u>	<u>\$ 560,000</u>	<u>\$ 17,709,370</u>

Maturities of the Water Revenue Refunding Bonds, Series 2014A and interest payments subsequent to June 30, 2019, are as follows:

Fiscal Year	Principal	Interest	Total
2021	\$ 560,000	\$ 729,944	\$ 1,289,944
2022	585,000	707,044	1,292,044
2023	610,000	683,144	1,293,144
2024	630,000	658,344	1,288,344
2025	660,000	632,544	1,292,544
2026-2030	3,685,000	2,794,604	6,479,604
2031-2035	4,480,000	2,011,887	6,491,887
2036-2040	5,745,000	747,374	6,492,374
Total	16,955,000	<u>\$ 8,964,885</u>	<u>\$ 25,919,885</u>
Current	<u>(560,000)</u>		
Long-term	<u>\$ 16,395,000</u>		

ROWLAND WATER DISTRICT
Notes to Financial Statements
June 30, 2020

NOTE 9 – OTHER POSTEMPLOYMENT BENEFITS (OPEB)

Summary

The following balances on the balance sheet will be addressed in this footnote as follows:

<u>Description</u>	<u>2020</u>
OPEB related deferred outflows	\$ 650,191
Net other post-employment benefits obligation	2,098,483
OPEB related deferred inflows	1,367,233

A. General Information about the OPEB Plan

Plan description

The District has an agent multiple-employer other post-employment benefit plan that provides medical, dental, and vision coverage to 27 active employees, 10 retired employees, and 7 covered dependents of retirees through the ACWA health program as of the measurement date, June 30, 2019. At retirement, the District provides a contribution for the continuation of these coverage's for eligible retirees. Eligibility for a District contribution requires retirement from the District and under CalPERS on or after age 50 with at least 15 years of continuous service. The District provides 100% of the cost of coverage for the retiree and any covered spouse. Employees hired on or after July 1, 2012, are eligible for a District contribution if retiring from the District and under CalPERS on or after age 62 with at least 15 years of continuous District service. The District provides 100% of the cost of coverage for the retiree only and covered spouse.

An employee may also be eligible for retiree medical, dental, and vision benefits if, at the time of retirement from the District, the employee has at least twenty-five (25) years of service in the water utility industry, has been employed by the District for a minimum continuous period of five (5) years, and has attained a minimum age of fifty (50) years. For purposes of this benefit, "retirement from the District" means the employee's effective retirement date is within 120 days of separation from employment with the District and the employee receive either a service or disability retirement allowance from CalPERS resulting from his or her service to the District.

Funding Policy

The contribution requirements of plan members and the District are established and may be amended by the District and/or the District's Board of Directors. Currently, contributions are not required from plan members. The District has been typically funding this OPEB plan on a pay-as-you-go basis; however, recently contributions have been made to an OPEB Trust.

Contributions

Benefit provisions and contribution requirements are established and may be amended through agreements and memorandums of understanding between the District and its employees. The plan does not require employee contributions. Administrative costs of this plan are financed by the District. For fiscal year ended June 30, 2019, the measurement period, the District's contributions totaling \$605,776 included \$420,000 placed in its PARS OPEB Trust, \$166,692 in current year premium payments, and an implied subsidy of \$19,084.

Accounting for the Plan

The other post-employment benefit trust is prepared using the accrual basis of accounting. Employer contributions to the plan are recognized when due and the employer has made a formal commitment to provide contributions. Benefits are recognized when due and payable in accordance with the terms of each plan.

ROWLAND WATER DISTRICT
Notes to Financial Statements
June 30, 2020

NOTE 9 – OTHER POSTEMPLOYMENT BENEFITS (OPEB)

A. General Information about the OPEB Plan (continued)

Method Used to Value Investments

Investments are reported in the accompanying financial statements at fair value, which is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measure date. Securities for which market quotations are not readily available are valued at their fair value as determined by the custodian with the assistance of a valuation service.

B. Net OPEB Liability

The District's total OPEB liability was measured as of June 30, 2019 and was determined by an actuarial valuation as of June 30, 2019. A summary of the principal assumptions and methods used to determine the total OPEB liability is shown below.

Actuarial Assumptions

The total OPEB liability in the June 30, 2019 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified:

Valuation Date	June 30, 2019
Measurement Date	June 30, 2019
Actuarial Cost Method	Entry age normal, level percentage of payroll
Asset Valuation Method	Market value of assets as of the measurement date
Actuarial Assumptions:	
Discount Rate	
Long-Term Expected	
Rate of Return on Investments	6.50%
Inflation	2.26%
Payroll increases	3.25%
Healthcare Trend Rates	Pre-65 - 8.00% trending down 0.25% annually to 5.0% by 2031 and later Post-65 - 5.50% trending down 0.25% annually to 5.0% by 2021 and later
Morbidity	CalPERS 2013 Study
Mortality	CalPERS 2014 Study
Disability	Not valued
Retirement	2014 CalPERS Public Agency Miscellaneous experience study; 2.5% @ 55 and 2% @ 62
Percent Married	80% of future retirees would enroll a spouse

The long-term expected rate of return on OPEB plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of OPEB plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of the arithmetic real rates of return for each major asset class are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-term Expected Real Rate of Return</u>
PARS moderate investment policy:		
Equity	48.25%	5.65%
Fixed income	45.00%	1.39%
REITs	1.75%	5.06%
Cash	5.00%	0.00%
Total	100.00%	

ROWLAND WATER DISTRICT
Notes to Financial Statements
June 30, 2020

NOTE 9 – OTHER POSTEMPLOYMENT BENEFITS (OPEB) (continued)

B. Net OPEB Liability (continued)

Discount Rate

The discount rate used to measure the total OPEB liability was 6.50%. The projection of cash flows used to determine the discount rate assumed that the City's contributions will be made at rates equal to the actuarially determined contribution rates. Based on those assumptions, the OPEB plan's fiduciary net position was projected to be available to make all projected OPEB payments for current active and inactive employees and beneficiaries. Therefore, the long-term expected rate of return on OPEB plan investments was applied to all periods of projected benefit payments to determine the total OPEB liability.

C. Changes in the Net OPEB Liability

The changes in the total OPEB liability are as follows:

	Increase (Decrease)		
	Total	Plan Fiduciary	Net
	OPEB Liability	Net Position	OPEB Liability
Balance at July 1, 2019 (Measurement date July 1, 2018)	\$ 6,539,557	\$ 3,605,916	\$ 2,933,641
Changes for the year:			
Service cost	124,022	-	124,022
Interest	427,189	-	427,189
Differences in experience	(253,977)	-	(253,977)
Changes in assumption	(262,190)	-	(262,190)
Employer contributions	-	605,776	(605,776)
Net investment income	-	264,426	(264,426)
Benefit payments	(185,776)	(185,776)	-
Net changes	(150,732)	684,426	(835,158)
Balance at June 30, 2020 (Measurement date June 30, 2019)	\$ 6,388,825	\$ 4,290,342	\$ 2,098,483

Changes of Assumptions

In fiscal year 2018-19, the census data from the plans participants was updated, which decreased the total OPEB liability by \$262,190.

Change of Benefit Terms

In fiscal year 2018-19, the measurement period, there were no changes to the actuarial assumptions.

Subsequent Events

There were no subsequent events that would materially affect the results presented in this disclosure.

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate

The following presents the total OPEB liability of the District, as well as what the District's total OPEB liability would be if it were calculated using a discount rate that is 1-percentage point lower (5.50%) or 1 percentage point higher (7.50%) than the current discount rate:

	1% Decrease 5.5%	Discount Rate 6.5%	1% Increase 7.5%
Net OPEB Liability	\$ 3,202,400	\$ 2,098,483	\$ 1,216,975

ROWLAND WATER DISTRICT
Notes to Financial Statements
June 30, 2020

NOTE 9 – OTHER POSTEMPLOYMENT BENEFITS (OPEB) (continued)

C. Changes in the Net OPEB Liability

Sensitivity of the Total OPEB Liability to Changes in Medical Trend Rates

The following presents the total OPEB liability of the District, as well as what the District's total OPEB liability would be if it were calculated using medical trend rates that are 1-percentage point lower:

	Healthcare Cost		
	7.0% Decreasing to 4.0%	8.0% Decreasing to 5.0%	9.0% Decreasing to 6.0%
Net OPEB Liability	\$ 1,127,754	\$ 2,098,483	\$ 3,348,669

D. OPEB Expense and Deferred Outflows/Inflows of Resources Related to OPEB

For the year ended June 30, 2020, the District recognized OPEB expense of \$104,309. At June 30, 2020, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

Account Description	Deferred Outflows of Resources	Deferred Inflows of Resources
OPEB contributions made after the measurement date	\$ 641,224	\$ -
Changes in assumptions	-	(599,058)
Differences between expected and actual experience	8,967	(717,983)
Differences between projected and actual earnings on OPEB plan investments	-	(50,192)
Total Deferred Outflows/(Inflows) of Resources	\$ 650,191	\$ (1,367,233)

The differences between projected and actual earnings on plan investments is amortized over five years. The District reported \$641,224 as deferred outflows of resources related to contributions subsequent to the measurement date will be recognized as a reduction of the total OPEB liability in the year ending June 30, 2020. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized as OPEB expense as follows:

Amortization Period Fiscal Year Ended June 30	Deferred Outflows/(Inflows) of Resources
2021	\$ (199,082)
2022	(199,083)
2023	(179,504)
2024	(180,255)
2025	(176,933)
Thereafter	(423,409)
Total	\$ (1,358,266)

At June 30, 2020, the District had no outstanding amount of contributions to the OPEB plan required for the year ended June 30, 2020.

ROWLAND WATER DISTRICT*Notes to Financial Statements**June 30, 2020*

NOTE 10 – PENSION PLAN**Summary**

The following balances on the balance sheet will be addressed in this footnote as follows:

Description	2020
Pension related deferred outflows	\$ 1,263,986
Net pension liability	4,950,633
Pension related deferred inflows	375,108

Qualified employees are covered under a multiple-employer defined benefit pension plan maintained by agencies of the State of California known as the California Public Employees' Retirement System (CalPERS), or "The Plan".

A. General Information about the Pension Plan**The Plan**

The District has engaged with CalPERS to administer the following pension plans for its employees (members):

	Miscellaneous Plans	
	Classic Tier 1	PEPRA Tier 2
Hire date	Prior to January 1, 2013	On or after January 1, 2013
Benefit formula	2.5% @ 55	2.0% @ 62
Benefit vesting schedule	5-years of service	5-years of service
Benefits payments	monthly for life	monthly for life
Retirement age	50 - 67 & up	52 - 67 & up
Monthly benefits, as a % of eligible compensation	2.0% to 2.7%	1.0% to 2.0%
Required member contribution rates	8.000%	6.250%
Required employer contribution rates – FY 2019	10.609%	6.842%

ROWLAND WATER DISTRICT
Notes to Financial Statements
June 30, 2020

NOTE 10 – PENSION PLAN (continued)

A. General Information about the Pension Plan (continued)

Plan Description

The District contributes to the California Public Employees' Retirement System (CalPERS), a cost-sharing multiple-employer defined benefit pension plan. CalPERS acts as a common investment and administrative agent for participating public entities within the State of California. A full description of the pension plan, benefit provisions, assumptions (for funding, but not accounting purposes), and membership information are listed in the June 30, 2019 Annual Actuarial Valuation Reports. This report and CalPERS' audited financial statements are publicly available reports that can be obtained at CalPERS' website under Forms and Publications.

At June 30, 2019 measurement date, the following members were covered by the benefit terms:

Plan Members	Miscellaneous Plans		Total
	Classic	PEPRA	
	Tier 1	Tier 2	
Active members	18	5	23
Transferred and terminated members	15	4	19
Retired members and beneficiaries	17	-	17
Total plan members	50	9	59

All qualified permanent and probationary employees are eligible to participate in the District's cost-sharing multiple-employer defined benefit pension plans administered by the California Public Employees' Retirement System (CalPERS). Benefit provisions under the Plans are established by state statute and District resolution. CalPERS issues publicly available reports that include a full description of the pension plans regarding benefit provisions, assumptions, and membership information that can be found on the CalPERS website.

Benefits Provided

CalPERS provides service retirement and disability benefits, annual cost of living adjustments, and death benefits to Plan members, who must be public employees and beneficiaries. Benefits are based on years of credited service, equal to one year of full-time employment. Members with five years of total service are eligible to retire at age 50 with statutorily reduced benefits. All members are eligible for nonindustrial disability benefits after five years of service. The death benefit is one of the following the Basic Death Benefit, the 1957 Survivor Benefit, or the Optional Settlement 2W Death Benefit. The cost-of-living adjustments for each Plan are applied as specified by the Public Employees' Retirement Law.

ROWLAND WATER DISTRICT
Notes to Financial Statements
June 30, 2020

NOTE 10 – PENSION PLAN (continued)

A. General Information about the Pension Plan (continued)

Contributions

Section 20814(c) of the California Public Employees' Retirement Law requires that the employer contribution rates for all public employers be determined on an annual basis by the actuary and shall be effective on the July 1 following notice of a change in the rate. Funding contributions for both Plans are determined annually on an actuarial basis as of June 30 by CalPERS. The actuarially determined rate is the estimated amount necessary to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. The District is required to contribute the difference between the actuarially determined rate and the contribution rate of employees.

Contributions for the year ended June 30, 2020, were as follows:

Contribution Type	Miscellaneous Plans		Total
	Classic Tier 1	PEPRA Tier 2	
Contributions – employer	\$ 533,699	\$ 36,861	\$ 570,560

B. Pension Liabilities, Pension Expenses, and Deferred Outflows/Inflows of Resources Related to Pensions (continued)

Proportionate Share of Net Pension Liability and Pension Expense

The District's net pension liability for each Plan is measured as the proportionate share of the net pension liability. The net pension liability of each of the Plans is measured as of June 30, 2019, and the total pension liability for each Plan used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2018, rolled forward to June 30, 2019, using standard update procedures. The District's proportionate share of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plans relative to the projected contributions of all participating employers, actuarially determined.

The following table shows the District's proportionate share of the risk pool collective net pension liability over the measurement period for the Miscellaneous Plan for the fiscal year ended June 30, 2020:

	Percentage Share of Risk Pool		Change Increase/ (Decrease)
	Fiscal Year Ending June 30, 2020	Fiscal Year Ending June 30, 2019	
Measurement Date	June 30, 2019	June 30, 2018	
Percentage of Risk Pool Net Pension Liability	0.123627%	0.120126%	0.003501%
Percentage of Plan Net Pension Liability	0.048313%	0.046981%	0.001332%

The District's proportionate share percentage of the net pension liability for the June 30, 2019, measurement date was as follows:

Plan Type and Balance Descriptions	Plan Total Pension Liability	Plan Fiduciary Net Position	Change in Plan Net Pension Liability
CalPERS – Miscellaneous Plan:			
Balance as of June 30, 2018 (Measurement Date)	\$ 18,708,641	\$ 14,181,421	\$ 4,527,220
Balance as of June 30, 2019 (Measurement Date)	\$ 19,564,998	\$ 14,614,365	\$ 4,950,633
Change in Plan Net Pension Liability	\$ 856,357	\$ 432,944	\$ 423,413

ROWLAND WATER DISTRICT
Notes to Financial Statements
June 30, 2020

NOTE 10 - PENSION PLAN (continued)

B. Pension Liabilities, Pension Expenses, and Deferred Outflows/Inflows of Resources Related to Pensions (continued)

For the year ended June 30, 2019, the District recognized pension expense of \$1,003,460. At June 30, 2019, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

<u>Account Description</u>	<u>Deferred Outflow of Resources</u>	<u>Deferred Inflows of Resources</u>
Pension contributions made after the measurement date	\$ 570,560	\$ -
Difference between actual and proportionate share of employer contributions	-	(178,230)
Adjustment due to differences in proportions	113,514	-
Differences between expected and actual experience	343,843	(26,641)
Differences between projected and actual earnings on pension plan investments	-	(86,552)
Changes in assumptions	236,069	(83,685)
Total Deferred Outflows/(Inflows) of Resources	\$ 1,263,986	\$ (375,108)

The deferred outflows of resources related to pensions resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the subsequent fiscal year. The deferred outflows/(inflows) of resources related to the difference between projected and actual earnings on pension plan investments will be amortized over a closed five-year period. The deferred outflows/(inflows) of resources related to the net change in proportionate share of net pension liability, changes of assumptions, and differences between expected and actual experience in the measurement of the total pension liability will be amortized over the Expected Average Remaining Service Life (EARSL) of all members that are provided benefits (active, inactive, and retirees) as of the beginning of the measurement period. The EARSL for the measurement period is 3.8 years.

An amount of \$570,560 reported as deferred outflows of resources related to contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending June 30, 2021. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized as a reduction to pension expense as follows:

<u>Amortization Period Fiscal Year Ended June 30</u>	<u>Deferred Outflows/(Inflows) of Resources</u>
2021	\$ 322,585
2022	(61,347)
2023	39,590
2024	17,490
Total	\$ 318,318

ROWLAND WATER DISTRICT

Notes to Financial Statements

June 30, 2020

NOTE 10 – PENSION PLAN (continued)

B. Pension Liabilities, Pension Expenses, and Deferred Outflows/Inflows of Resources Related to Pensions (continued)

Actuarial Methods and Assumptions Used to Determine Total Pension Liability

For the measurement period ending June 30, 2019 (the measurement date), the total pension liability was determined by rolling forward the June 30, 2017, total pension liability. The June 30, 2019, total pension liability and the June 30, 2017, total pension liability were based on the following actuarial methods and assumptions:

Actuarial Cost Method	Entry Age Normal in accordance with the requirement of GASB Statement No. 68
Actuarial Assumptions:	
Discount Rate	7.15%
Inflation	2.50%
Salary Increases	Varies by Entry Age and Service
Mortality Rate Table	Derived using CalPERS' Membership Data for all
Post Retirement Benefit Increase	Contract COLA up to 2.50% until Purchasing Power Protection Allowance Floor on Purchasing Power applies, 2.50% thereafter

Long-term Expected Rate of Return

The long-term expected rate of return on pension plan investments was determined using a building-block method in which expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class.

In determining the long-term expected rate of return, CalPERS took into account both short-term and long-term market return expectations as well as the expected pension fund cash flows. Using historical returns of all the funds' asset classes, expected compound (geometric) returns were calculated over the short-term (first 10 years) and the long-term (11+ years) using a building-block approach. Using the expected nominal returns for both short-term and long-term, the present value of benefits was calculated for each fund. The expected rate of return was set by calculating the rounded single equivalent expected return that arrived at the same present value of benefits for cash flows as the one calculated using both short-term and long-term returns. The expected rate of return was then set equal to the single equivalent rate calculated above and adjusted to account for assumed administrative expenses.

The table below reflects long-term expected real rate of return by asset class.

Investment Type	New Strategic Allocation	Real Return Years 1 - 10 ¹	Real Return Years 11+ ²
Global Equity	50.0%	4.80%	5.98%
Fixed Income	28.0%	1.00%	2.62%
Inflation Assets	0.0%	0.77%	1.81%
Private Equity	8.0%	6.30%	7.23%
Real Estate	13.0%	3.75%	4.93%
Liquidity	1.0%	0.00%	-0.92%
	100.0%		

¹ An expected inflation of 2.0% is used for years 1-10.

² An expected inflation of 2.9% is used for years 11+.

ROWLAND WATER DISTRICT
Notes to Financial Statements
June 30, 2020

NOTE 10 – PENSION PLAN (continued)

B. Pension Liabilities, Pension Expenses, and Deferred Outflows/Inflows of Resources Related to Pensions (continued)

Discount Rate

The discount rate used to measure the total pension liability was 7.15%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers will be made at statutorily required rates, actuarially determined. Based on those assumptions, the Plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Subsequent Events

There were no subsequent events that would materially affect the results in this disclosure.

Sensitivity of the Net Pension Liability to Changes in the Discount Rate

The following presents the net pension liability/(asset) of the Plan as of the measurement date, calculated using the discount rate of 7.15%, as well as what the net pension liability would be if it were calculated using a discount rate that is 1 percentage-point lower (6.15%) or 1 percentage-point higher (8.15%) than the current rate:

	Plan's Net Pension Liability/(Asset)		
	Discount Rate	Current	Discount Rate
	- 1%	Discount	+ 1%
Plan Type	6.15%	Rate 7.15%	8.15%
CalPERS – Miscellaneous Plan	7,582,185	\$ 4,950,633	\$ 2,778,473

Pension Plan Fiduciary Net Position

Detailed information about the pension plan's fiduciary net position is available in the separately issued CalPERS financial report and can be obtained from CalPERS' website under Forms and Publications.

C. Payable to the Pension Plans

At June 30, 2020, the District reported no payables for outstanding contributions to the CalPERS pension plan required for the year ended June 30, 2020.

ROWLAND WATER DISTRICT
Notes to Financial Statements
June 30, 2020

NOTE 11 – NET INVESTMENT IN CAPITAL ASSETS

Net investment in capital assets consisted of the following as of June 30:

<u>Description</u>	<u>June 30, 2020</u>
Net investment in capital assets:	
Restricted – investments	\$ 4,960,433
Capital assets – not being depreciated	4,395,141
Capital assets, net – being depreciated	59,373,423
Contract payable – current portion	(475,000)
Bonds payable – current portion	(560,000)
Contract payable – non-current portion	(17,641,859)
Bonds payable – non-current portion	<u>(17,709,370)</u>
Total net investment in capital assets	<u>\$ 32,342,768</u>

NOTE 12 – DEFERRED COMPENSATION SAVINGS PLAN

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

Federal law requires deferred compensation assets to be held in trust for the exclusive benefit of the participants. Accordingly, the District is in compliance with this legislation. Therefore, these assets are not the legal property of the District, and are not subject to claims of the District's general creditors.

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

ROWLAND WATER DISTRICT

Notes to Financial Statements

June 30, 2020

NOTE 13 – RISK MANAGEMENT POOL

The District is a member of the Association of California Water Agencies Joint Powers Insurance Authority (Insurance Authority). The Insurance Authority is a risk-pooling self-insurance authority, created under provisions of California Government Code Sections 6500 et seq. The purpose of the Insurance Authority is to arrange and administer programs of insurance for the pooling of self-insured losses and to purchase excess insurance coverage. Further information about the Insurance Authority is as follows:

A. Entity	ACWA-JPIA
B. Purpose	To pool member contributions and realize the advantages of self-insurance
C. Participants	As of June 30, 2019 – 384 member districts
D. Governing board	Nine representatives employed by members
E. Condensed financial information	September 30, 2019
Audit signed	May 14, 2020
Statement of financial position:	Sept 30, 2019
Total assets	<u>\$ 212,099,851</u>
Deferred outflows	<u>553,790</u>
Total liabilities	<u>112,046,920</u>
Deferred inflows	<u>1,672,219</u>
Net position	<u><u>\$ 98,934,502</u></u>
Statement of revenues, expenses and changes in net position:	
Total revenues	\$ 181,825,144
Total expenses	<u>(169,356,246)</u>
Change in net position	12,468,898
Beginning – net position	<u>86,465,604</u>
Ending – net position	<u><u>\$ 98,934,502</u></u>
F. Member agencies share of year-end financial position	Not Calculated

ROWLAND WATER DISTRICT

Notes to Financial Statements

June 30, 2020

NOTE 13 – RISK MANAGEMENT POOL (continued)

The District participated in the self-insurance programs of the Insurance Authority as follows:

Property Loss - The Insurance Authority has pooled self-insurance up to \$100,000 per occurrence and has purchased excess insurance coverage up to \$500,000,000 (total insurable value of \$48,405,017). The District has a \$2,500 deductible for buildings, personal property and fixed equipment, a \$25,000/\$50,000 deductible for accidental mechanical breakdown, a \$1,000 deductible for mobile equipment, and a \$500 deductible for licensed vehicles.

General Liability - The Insurance Authority has pooled self-insurance up to \$5,000,000 per occurrence and has purchased excess insurance coverage in layers up to of \$60,000,000. This program does not have a deductible.

Auto Liability - The Insurance Authority has pooled self-insurance up to \$5,000,000 per occurrence and has purchased excess insurance coverage in layers up to \$60,000,000. This program does not have a deductible.

Public Officials' Liability - The Insurance Authority has pooled self-insurance up to \$5,000,000 per occurrence and has purchased excess insurance coverage in layers up to \$60,000,000.

Cyber Liability - The Insurance Authority has purchased insurance coverage of \$3,000,000 per occurrence/\$5,000,000 aggregate. This program does not have a deductible.

Crime - The Insurance Authority has pooled self-insurance up to \$100,000 per occurrence. The District has a \$1,000 deductible.

Public Official Bond - The District has purchased a \$200,000 bond to cover the general manager's faithful performance of duty.

Workers' Compensation - The Insurance Authority is self-insured up to \$2,000,000 and excess insurance coverage has been purchased up to the statutory limit for workers' compensation coverage. The Insurance Authority is self-insurance up to \$2,000,000 and has purchased excess insurance coverage of \$2,000,000 for employer's liability coverage.

Underground Storage Tank Pollution Liability - The Insurance Authority is self-insured up to \$500,000 per occurrence and has purchased excess coverage of \$3,000,000. The District has a \$10,000 deductible.

The District pays annual premiums for these coverages. They are subject to retrospective adjustments based on claims expended. The nature and amount of these adjustments cannot be estimated and are charged to expenses as invoiced. There were no instances in the past three years where a settlement exceeded the District's coverage.

Settled claims have not exceeded any of the coverage amounts in any of the last three fiscal years and there were no reductions in the District's insurance coverage during the years ending June 30, 2020, 2019, and 2018. Liabilities are recorded when it is probable that a loss has been incurred and the amount of the loss can be reasonably estimated net of the respective insurance coverage. Liabilities include an amount for claims that have been incurred but not reported (IBNR). There were no IBNR claims payable as of June 30, 2020, 2019, and 2018.

ROWLAND WATER DISTRICT

Notes to Financial Statements

June 30, 2020

NOTE 14 - COMMITMENTS AND CONTINGENCIES (continued)

Water Production Delivery Agreement

The District is party to a water production and delivery agreement dated May 12, 2012, with the La Habra Heights County Water District (La Habra Heights) for the purpose of assisting the District to access water rights in the Central Groundwater Basin of Los Angeles County (Central Basin). The District has acquired pumping rights in the Central Basin but has no facilities to produce water from Central Basin. La Habra Heights has facilities to produce water from the Central Basin and is able to assist the District to produce water, pursuant to the District's water rights, and deliver the water to the District's water distribution system.

Subject to certain limitations as specified in the agreement, La Habra Heights will convey to the District groundwater from the Central Basin. La Habra Heights will bill the District on a monthly basis for water delivery costs. The District will pay La Habra Heights for transporting water, La Habra Heights's direct cost of production, energy costs associated with the delivery of the water to the delivery point, and any other variable cost of production. The District will pay a wheeling charge that is \$50 per acre-foot until the District has amortized its capital costs. After the District has fully amortized its capital cost, the wheeling charge is \$75 per acre-foot. In addition, La Habra Heights will share the cost savings that the District realizes as a result of La Habra Heights pumping and delivering water to the District from the Central Basin instead of the District purchasing water from other sources. This agreement is currently in dispute.

Litigation

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

NOTE 15 - CURRENT AND SUBSEQUENT EVENTS

Global Pandemic

At the end of the first quarter of calendar year 2020, the United States and global economy suffered a major decline due to the impact of the COVID-19 virus. This economic decline may affect the District's operations and investment earnings for the remainder of calendar year 2020 and beyond. However, the potential impact to the District is unknown at this time.

Required Supplementary Information

ROWLAND WATER DISTRICT*Schedule of the District's Proportionate Share of the Net Pension Liability
For the Year Ended June 30, 2020***Last Ten Fiscal Years*****California Public Employees' Retirement System (CalPERS) Miscellaneous Plan**

Measurement Date	District's Proportion of the Net Pension Liability	District's Proportionate Share of the Net Pension Liability	District's Covered Payroll	District's Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll	Plan's Fiduciary Net Position as a Percentage of the Plan's Total Pension Liability
June 30, 2014	0.03764%	\$ 2,341,881	\$ 2,046,157	114.45%	83.35%
June 30, 2015	0.04441%	3,309,528	2,161,937	153.08%	78.38%
June 30, 2016	0.04547%	3,934,518	2,099,673	187.39%	75.20%
June 30, 2017	0.04646%	4,607,714	2,167,973	212.54%	74.47%
June 30, 2018	0.04698%	4,527,220	2,279,335	198.62%	75.80%
June 30, 2019	0.04831%	4,950,633	2,353,585	210.34%	74.70%

Notes to Schedule:**Benefit Changes:**

There were no changes in benefits.

Changes in Assumptions:**From fiscal year June 30, 2015 and June 30, 2016:**

GASB 68, paragraph 68 states that the long-term expected rate of return should be determined net of pension plan investment expense but without reduction for pension plan administrative expense. The discount rate of 7.50% used for the June 30, 2014, measurement date was net of administrative expenses. The discount rate of 7.65% used for the June 30, 2015, measurement date is without reduction of pension plan administrative expense.

From fiscal year June 30, 2016 to June 30, 2017:

There were no changes in assumptions.

From fiscal year June 30, 2017 to June 30, 2018:

The discount rate was reduced from 7.65% to 7.15%.

From fiscal year June 30, 2018 to June 30, 2019:

There were no significant changes in assumptions.

From fiscal year June 30, 2019 to June 30, 2020:

There were no significant changes in assumptions.

*Fiscal year 2014 was the first measurement date year of implementation; therefore, only six years are shown.

ROWLAND WATER DISTRICT*Schedule of the District's Contributions to the Defined Benefit Pension Plan
For the Year Ended June 30, 2020***Last Ten Fiscal Years*****California Public Employees' Retirement System (CalPERS) Miscellaneous Plan**

Fiscal Year	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Deficiency (Excess)	Covered Payroll	Contributions as a Percentage of Covered Payroll
June 30, 2015	\$ 334,790	\$ (334,790)	\$ -	\$ 2,161,937	15.49%
June 30, 2016	337,455	(337,455)	-	2,099,673	16.07%
June 30, 2017	371,209	(371,209)	-	2,167,973	17.12%
June 30, 2018	414,273	(414,273)	-	2,279,335	18.18%
June 30, 2019	483,791	(483,791)	-	2,353,585	20.56%
June 30, 2020	570,560	(570,560)	-	2,135,960	26.71%

Notes to Schedule:

Fiscal Year	Valuation Date	Actuarial Cost Method	Asset Valuation Method	Inflation	Investment Rate of Return
June 30, 2015	June 30, 2012	Entry Age	Market Value	2.75%	7.65%
June 30, 2016	June 30, 2013	Entry Age	Market Value	2.75%	7.65%
June 30, 2017	June 30, 2014	Entry Age	Market Value	2.75%	7.65%
June 30, 2018	June 30, 2015	Entry Age	Market Value	2.75%	7.15%
June 30, 2019	June 30, 2016	Entry Age	Market Value	2.50%	7.15%
June 30, 2020	June 30, 2017	Entry Age	Market Value	2.50%	7.15%

Amortization Method

Level percentage of payroll, closed

Salary Increases

Depending on age, service, and type of employment

Investment Rate of Return

Net of pension plan investment expense, including inflation

Retirement Age

50 years (2%@55 and 2%@60), 52 years (2%@62)

Mortality

Mortality assumptions are based on mortality rates resulting from the most recent CalPERS Experience Study adopted by the CalPERS Board.

*Fiscal year 2015 was the first measurement date year of implementation; therefore, only six years are shown.

ROWLAND WATER DISTRICT

Schedule of Changes in the District's Net OPEB Liability and Related Ratios For the Year Ended June 30, 2020

	Last Ten Fiscal Years*		
Fiscal Year Ended	June 30, 2020	June 30, 2019	June 30, 2018
Measurement Date	June 30, 2019	June 30, 2018	June 30, 2017
Total OPEB liability:			
Service cost	\$ 124,022	\$ 99,230	\$ 121,597
Interest	427,189	394,763	450,304
Changes of assumptions	(262,190)	-	(526,713)
Differences between expected and actual experience	(253,977)	11,333	(710,721)
Changes of benefit terms	-	151,163	-
Benefit payments	(185,776)	(179,152)	(154,372)
Net change in total OPEB liability	(150,732)	477,337	(819,905)
Total OPEB liability - beginning	6,539,557	6,062,220	6,882,125
Total OPEB liability - ending	6,388,825	6,539,557	6,062,220
Plan fiduciary net position:			
Contributions - employer	605,776	599,152	574,372
Net investment income	264,426	203,849	261,561
Administrative expense	-	(10,222)	(850)
Benefit payments	(185,776)	(179,152)	(154,372)
Net change in plan fiduciary net position	684,426	613,627	680,711
Plan fiduciary net position - beginning	3,605,916	2,992,289	2,311,578
Plan fiduciary net position - ending	4,290,342	3,605,916	2,992,289
District's net OPEB liability	\$ 2,098,483	\$ 2,933,641	\$ 3,069,931
Plan fiduciary net position as a percentage of the total OPEB liability	67.15%	55.14%	49.36%
Covered-employee payroll	2,728,686	2,285,510	2,174,023
District's net OPEB liability as a percentage of covered-employee payroll	76.90%	128.36%	141.21%

Notes to Schedule:

Benefit Changes:

Measurement Date June 30, 2017 – There were no changes in benefits
Measurement Date June 30, 2018 – Coverage expanded to spouses for future retirees hired on or after July 1, 2009 if they have 25 years of service, effective fiscal year ending June 30, 2018
Measurement Date June 30, 2019 – There were no changes in benefits

Changes in Assumptions:

Measurement Date June 30, 2017 – Average per capita claims cost was updated to reflect actual 2017 premiums, health care cost trend rate was updated to reflect 2018 industry survey data, and mortality table was updated to reflect most recent CalPERS studies.
Measurement Date June 30, 2018 – There were no changes in benefits
Measurement Date June 30, 2019 – Census data from the plans participants was updated, which decreased the total OPEB liability by \$262,190.

* Fiscal year 2018 was the first year of implementation; therefore, only three years are shown.

ROWLAND WATER DISTRICT

Schedule of Contributions – Other Post-Employment Benefits (OPEB) Plan For the Year Ended June 30, 2020

Fiscal Year Ended	Last Ten Fiscal Years*		
	June 30, 2020	June 30, 2019	June 30, 2018
Actuarially determined contribution	\$ 365,222	\$ 354,481	\$ 343,260
Contributions in relation to the actuarially determined contributions	(641,224)	(605,776)	(599,152)
Contribution deficiency (excess)	\$ (276,002)	\$ (251,295)	\$ (255,892)
Covered payroll	\$ 2,135,960	\$ 2,404,726	\$ 2,285,510
Contributions as a percentage of covered payroll	30.02%	25.19%	26.22%

Notes to Schedule:

Valuation Date	June 30, 2019	June 30, 2017	June 30, 2017
Methods and Assumptions Used to Determine Contribution Rates:			
Actuarial cost method Entry age normal	Entry Age	Entry Age	Entry Age
Amortization method Closed period, level percent of pay	(1)	(1)	(1)
Amortization period	20-years	20-years	20-years
Asset valuation method	Market Value	Market Value	Market Value
Discount rate	6.50%	6.50%	6.50%
Inflation	2.26%	2.26%	2.26%
Payroll increases	3.25%	3.25%	3.25%
Mortality	(2)	(2)	(2)
Morbidity	(3)	(3)	(3)
Disability	Not Valued	Not Valued	Not Valued
Retirement	(4)	(4)	(4)
Percent Married	80%	80%	80%
Healthcare trend rates	(5)	(5)	(5)

(1) Closed period, level percent of pay

(2) CalPERS 2014 Study

(3) CalPERS 2013 Study

(4) CalPERS Public Agency Miscellaneous 2.5% @55 and 2% @62

(5) Pre-65 - 8.00% trending down 0.25% annually to 5.00% in 2031 and later

Post-65 - 5.50% trending down 0.25% annually to 5.00% in 2021 and later

* Fiscal year 2018 was the first year of implementation; therefore, only two years are shown.

ROWLAND WATER DISTRICT***OPEB Plan – Schedule of Annual Money-Weighted Rate of Return on Investments
For the Year Ended June 30, 2020***

Last Ten Fiscal Years*

Fiscal Year Ended	Annual Money-Weighted Rate of Return, Net of Investment Expense
June 30, 2018	6.42%
June 30, 2019	7.29%
June 30, 2020	3.69%

* Fiscal year 2018 was the first year of implementation; therefore, only three years are shown.

Supplementary Information

ROWLAND WATER DISTRICT*Schedule of Other Operating Expenses**For the Year Ended June 30, 2020 (With Comparative Amounts as of June 30, 2019)*

	<u>2020</u>	<u>2019</u>
Other Operating Expenses:		
Certification, fees and permits	\$ 127,308	\$ 92,510
Engineering	88,968	17,990
Maintenance and operations	109,128	57,790
Small tools and supplies	20,627	43,087
Water supply planning and development	21,615	27,915
Water tests	<u>20,213</u>	<u>20,860</u>
Total Other Operating Expenses	<u><u>\$ 387,859</u></u>	<u><u>\$ 260,152</u></u>

ROWLAND WATER DISTRICT*Schedule of General and Administrative Expenses**For the Year Ended June 30, 2020 (With Comparative Amounts as of June 30, 2019)*

	<u>2020</u>	<u>2019</u>
General and Administrative Expenses:		
Salaries and wages	\$ 1,258,249	\$ 1,253,628
Payroll taxes	209,597	190,425
Employee benefits	523,494	467,688
OPEB expenses	68,877	274,982
Pension expenses	1,161,956	869,129
Director's fees and expenses	164,229	155,321
Bank service charges	150,088	133,639
Community outreach	197,022	209,385
Conferences, training and travel	79,472	86,036
Conservation rebate program	33,132	20,254
COVID-19 expenses	88,346	-
Information technology	244,465	282,660
Insurance – liability and workers' compensation	188,236	156,750
Membership fees and dues	45,794	33,256
Miscellaneous	113,675	97,608
Office supplies	28,338	29,870
Professional services	250,123	189,438
Repairs and maintenance	52,568	46,435
Service contracts	277,603	252,110
Taxes, permits and fees	11,270	9,903
Uncollectable accounts	217,455	45,007
Utilities	102,374	107,010
Vehicle expenses	111,635	88,509
Total General and Administrative Expenses	<u>\$ 5,577,998</u>	<u>\$ 4,999,043</u>

Other Independent Auditors' Reports

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

Board of Directors
Rowland Water District
Rowland Heights, California

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of Rowland Water District (District) as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated January 31, 2021.

Internal Control Over Financial Reporting

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

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

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

Compliance and Other Matters

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

Purpose of this Report

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

Murrieta, California
January 31, 2021

Tab

2.5

Rose Perea

From: Tom Coleman
Sent: Wednesday, January 20, 2021 8:23 AM
To: Rose Perea
Subject: FW: Special District Representative -- Redevelopment Oversight Boards

Rose,

Will you please add this item to the February board meeting agenda.

Thank you,

Tom Coleman

General Manager
Rowland Water District
3021 Fullerton Road
Rowland Heights, CA 91748
(562) 697-1726

From: Paul Novak <pnovak@lalafco.org>
Sent: Thursday, January 14, 2021 3:33 PM
To: nwinslow@altadenalibrary.org; dchisam@avek.org; Lancastercem@verizon.net; Michael.Wall@avhospital.org; Leann@avmosquito.org; avrcd@carcd.org; antonio@artesiacementery.com; tom.bakaly@bchd.org; Bernadette.Johnson@bchd.org; frankjh@ecmpeco.com; kevinh@centralbasin.org; mweinbaum@comptoncreekmad.org; dgould@cvwd.com; cjscott@cvwd.com; jchacon@downeyca.org; koblak@fmwd.com; cityhall@goldenvalleymn.gov; tdever@glacvcd.org; info@gvcwd.org; mel@kinneloirrigationdistrict.info; lacanadaid@earthlink.net; Mike@lhhcwd.com; dpedersen@lvmwd.com; lillake@gmx.com; JChaisson@lrcid.com; rsaviskas@lawestvector.org; ocferna@att.net; Letcherj@yahoo.com; ecasteneda@odwd.org; dlamoreaux@palmdalewater.org; pete@palmranchid.com; tbender@pvld.org; cds1@earthlink.net; dmsegrest@gmail.com; creed@qhwd.org; cstevens@rcdsmm.org; Tom Coleman <tcoleman@rowlandwater.com>; info@sgcwg.com; jdever@sgvmosquito.org; dkasamoto@sgvmwd.com; mstone@scvwa.org; rhansen@tvmwd.com; khowie@tvmwd.com; love@usgvmwd.org; cfleming@wvwd.com; rwhitaker@wrld.org; patricks@westbasin.org; SueA@westbasin.org; Mary-AnnR@westbasin.org; westfieldpvp@yahoo.com; wvcwd@verizon.net; wes@uia.net; natalie@wrightwoodcsd.org
Cc: Alisha O'Brien <aobrien@lalafco.org>; Amber De La Torre <adelatorre@lalafco.org>; Adriana Romo <aromo@lalafco.org>
Subject: Special District Representative -- Redevelopment Oversight Boards

MEMORANDUM (via e-mail)

To: General Managers, Independent Special Districts in L.A. County

From: Paul Novak, Executive Officer

Re: Redevelopment Oversight Board Appointments – County of Los Angeles

Date: January 14, 2021

State law designates the Independent Special District Selection Committee (ISDSC) as the appointing authority for special district representation on each of five (5) new RDA Oversight Boards consolidated by law and effective July 1, 2018. As the Executive Officer of LAFCO, I am tasked with conducting the elections for special district representative to serve on the five (5) Redevelopment Agency Oversight Boards ("RDA Oversight Boards" or "Boards") in Los Angeles County, pursuant to Health and Safety Code § 34179 and Government Code § 56332. As you may recall, LAFCO conducted said elections in late 2017 and made the corresponding appointments (one voting member on each of the five RDA Oversight Boards).

Representatives of the Los Angeles County Auditor-Controller (who staff the RDA Oversight Boards) have informed **there are vacancies for the independent special district representative on the Los Angeles County Supervisorial District Nos. 2, 4, and 5 RDA Oversight Boards. Pursuant to my conversations with representatives of the Auditor-Controller's Office, I am starting the process to conduct elections to fill these three (3) vacancies.**

In the absence of an appointment by the ISDSC, and an election conducted by the LAFCO Executive Officer, the appointment is left to the discretion of the Governor. The boundaries of the five (5) Los Angeles County Supervisorial Districts define the boundaries of the five (5) RDA Oversight Boards in Los Angeles County. Appointments of a special district representative to each of the three (3) boards will be by majority vote of the special districts which have territory within the boundaries of each district, as designated on Exhibits "A" and "B" (enclosed). Some special districts are located entirely within one (1) supervisorial district, and will, therefore, participate in only one (1) election. For example, the La Habra Heights County Water District is entirely within the 4th Supervisorial District, and will participate in the election for RDA Oversight Board No. 4. Other districts have territory which falls in more than one supervisorial district, and will, therefore, participate in multiple elections. For example, the Compton Creek Mosquito Abatement District has territory in the 2nd and 4th Supervisorial Districts, and will participate in the election for RDA Oversight Board No. 2 and RDA Oversight Board No. 4.

For each board, I will conduct an election for one (1) voting member. Individuals eligible for these positions must be "members of the legislative body of an independent special district . . . but shall not be members of the legislative body of a city or county." More specifically, a candidate must be a member of a legislative body of an independent special district with territory within the boundary of the particular RDA Oversight Board to which the individual seeks appointment.

Given Pursuant to the provisions of the County of Los Angeles "Safer at Home Order for Control of COVID-19," I plan to conduct the nomination and election by e-mail, pursuant to the following schedule:

Thursday, January 14, 2021 **Start of Nomination Period** (Request for nominations e-mailed to all independent special district general managers, and posted on LAFCO's website)

Friday, February 12, 2021 **End of Nomination Period** (Nominations must be received (e-mail) by LAFCO by 5:00 p.m.)
at 5:00 p.m.

Tuesday, February 16, 2021¹ **Start of Voting Period** (Ballots e-mailed to all independent special district general managers)

Wednesday, March 17, 2021¹ **End of Voting Period** (Ballots must be received by LAFCO by 5:00 p.m.)
at 5:00 p.m.

Thursday, March 18, 2021¹ **Ballots Counted**
Results Announced (e-mailed to all special district general managers and candidates, and posted on LAFCO's website)

¹NOTE: *For any individual vacancy, if there is only one nominee/candidate, no election is required. Should that occur, I will forego the election(s) and immediately announce the appointment. (In the 2017 elections, there was only one candidate for each position, and no elections were required.)*

Should you have any questions or concerns, please do not hesitate to contact Alisha O'Brien (aobrien@lalafco.org) or me (pnovak@lalafco.org).

Thank you.

Attachments:

Attachment "A": List of RDA Oversight Boards (by Independent Special District)

Attachment "B": List of RDA Oversight Boards (by Board No.)

Attachment “A”
List of RDA Oversight Boards (by Independent Special District)

<u>Special District</u>	<u>RDA Oversight Board</u>
Altadena Library District	5
Antelope Valley Cemetery District	5
Antelope Valley-East Kern Water Agency	5
Antelope Valley Health Care District	5
Antelope Valley Mosquito and Vector Control District	5
Antelope Valley Resource Conservation District	5
Artesia Cemetery District	4
Beach Cities Health Care District	4
Bradbury Community Services District	5
Central Basin Municipal Water District	2 and 4
Compton Creek Mosquito Abatement District	2 and 4
Crescenta Valley County Water District	5
Downey Cemetery District	4
Foothill Municipal Water District	5
Golden Valley Municipal Water District	5
Greater Los Angeles County Vector Control District	2, 4, and 5
Green Valley County Water District	5
Kinneloa Irrigation District	5

La Canada Irrigation District	5
La Habra Heights County Water District	4
Las Virgenes Municipal Water District	5
Little Lake Cemetery District	4
Littlerock Creek Irrigation District	5
Los Angeles County West Vector Control District	2 and 4
Los Angeles Harbor Area Cemetery District	4
Miraleste Recreation and Park District	4
Orchard Dale County Water District	4
Palm Ranch Irrigation District	5
Palmdale Water District	5
Palos Verdes Library District	4
Pasadena Glen Community Services District	5
Quartz Hill Water District	5
Resource Conservation District for the Santa Monica Mountains	4 and 5
Ridgecrest Ranchos Recreation and Park District	4
Rowland Water District	4
Santa Clarita Valley Water Agency	5
San Gabriel County Water District	5
San Gabriel Valley Mosquito & Vector Control District	5
San Gabriel Valley Municipal Water District	5

Three Valleys Municipal Water District	4 and 5
Upper San Gabriel Valley Municipal Water District	4 and 5
Walnut Valley Water District	4
Water Replenishment District of Southern California	2 and 4
West Basin Municipal Water District	2 and 4
West Valley County Water District	5
Westfield Recreation and Park District	4
Wrightwood Community Services District	5

Attachment “B”
List of RDA Oversight Boards (by Board No.)

RDA Oversight Board No. 2 (2nd Supervisorial District, Supervisor Holly Mitchell)

Six (6) Agencies:

- Central Basin Municipal Water District
- Compton Creek Mosquito Abatement District
- Greater Los Angeles County Vector Control District
- Los Angeles County West Vector Control District
- Water Replenishment District of Southern California
- West Basin Municipal Water District

RDA Oversight Board No. 4 (4th Supervisorial District, Supervisor Janice Hahn)

Twenty-Two (22) Agencies:

- Artesia Cemetery District
- Beach Cities Health Care District
- Central Basin Municipal Water District
- Compton Creek Mosquito Abatement District
- Downey Cemetery District
- Greater Los Angeles County Vector Control District

La Habra Heights County Water District
Little Lake Cemetery District
Los Angeles County West Vector Control District
Los Angeles Harbor Area Cemetery District
Miraleste Recreation and Park District
Orchard Dale County Water District
Palos Verdes Library District
Resource Conservation District for the Santa Monica Mountains
Ridgecrest Ranchos Recreation and Park District
Rowland Water District
Three Valleys Municipal Water District
Upper San Gabriel Valley Municipal Water District
Walnut Valley Water District
Water Replenishment District of Southern California
West Basin Municipal Water District
Westfield Recreation and Park District

RDA Oversight Board No. 5 (5th Supervisorial District, Supervisor Kathryn Barger)

Twenty-nine (29) Agencies:

Altadena Library District
Antelope Valley Cemetery District
Antelope Valley-East Kern Water Agency
Antelope Valley Health Care District
Antelope Valley Mosquito and Vector Control District
Antelope Valley Resource Conservation District
Bradbury Community Services District
Crescenta Valley County Water District
Foothill Municipal Water District
Golden Valley Municipal Water District
Greater Los Angeles County Vector Control District
Green Valley County Water District
Kinneloa Irrigation District
La Canada Irrigation District
Las Virgenes Municipal Water District
Littlerock Creek Irrigation District
Palm Ranch Irrigation District
Palmdale Water District
Pasadena Glen Community Services District
Quartz Hill Water District
Resource Conservation District for the Santa Monica Mountains
Santa Clarita Valley Water Agency

San Gabriel County Water District
San Gabriel Valley Mosquito & Vector Control District
San Gabriel Valley Municipal Water District
Three Valleys Municipal Water District
Upper San Gabriel Valley Municipal Water District
West Valley County Water District
Wrightwood Community Services District

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RESOLUTION NO. 2-2021

RESOLUTION OF THE BOARD OF DIRECTORS OF THE ROWLAND WATER DISTRICT CONCURRING IN NOMINATION OF RANDALL JAMES REED TO THE EXECUTIVE COMMITTEE OF THE ASSOCIATION OF CALIFORNIA WATER AGENCIES JOINT POWERS INSURANCE AUTHORITY ("ACWA/JPIA")

WHEREAS, the Rowland Water District is a member of the JPIA that participates in all four of its programs: Liability, Property, Workers' Compensation and Employee Benefits; and

WHEREAS, the Bylaws of the JPIA provide that in order for a nomination to be made to JPIA's **Executive Committee**, the member district must place into nomination its member of the JPIA Board of Directors for such open position;

NOW, THEREFORE, BE IT RESOLVED, by the Board of Directors of the Rowland Water District that this District concurs with the nomination of **Randall James Reed** of the Cucamonga Valley Water District to the **Executive Committee** of the JPIA for the election to be held during the JPIA's Spring 2021 Board of Directors' meeting.

BE IT FURTHER RESOLVED, that the JPIA staff is hereby requested, upon receipt of the formal concurrence of three other member districts to affect such nomination.

BE IT FURTHER RESOLVED, that the District Secretary is hereby directed to transmit a certified copy of this Resolution to the JPIA at P. O. Box 619082, Roseville, California 95661-9082, forthwith.

ADOPTED at the regular meeting of the Board of Directors of the Rowland Water District held February 9, 2021, by the following roll call vote:

AYES:
NOES:
ABSENT:
ABSTAIN:

ANTHONY J. LIMA
Board President

ATTEST:

TOM COLEMAN
Board Secretary

I, TOM COLEMAN, Secretary to the Board of Directors of ROWLAND WATER DISTRICT, hereby certify that the foregoing Resolution was introduced at a regular meeting of the Board of Directors of said District, held on February 9, 2021, at which time a quorum was present, and no motion to amend or rescind the above Resolution was made.

ATTEST:

TOM COLEMAN
Secretary to the Board of Directors of
ROWLAND WATER DISTRICT

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Rowland Water District Board Communications Update February 9, 2021

• President Teresa Rios

- Press release issued
- ACWA and local coverage
- Board vacancy communications to follow

[OUR WORK](#) [RESOURCES](#)[HOME](#) / [NEWSROOM](#)

ROWLAND WATER DISTRICT MOURNS THE PASSING OF BOARD OF DIRECTORS PRESIDENT RIOS

BY ROWLAND WATER DISTRICT JAN 15, 2021 MEMBER SUBMITTED NEWS

ROWLAND HEIGHTS – Rowland Water District is saddened to announce the passing of Board of Directors President Teresa P. Rios due to complications related to COVID-19.

President Rios has represented District 1 on the Board of Directors since May 2011, when she was first appointed to finish the term of her late father, Rene Rios. She has served on the District board ever since, most recently winning reelection this past November.




"All of us here at Rowland Water District are shocked and deeply saddened by this tragedy," said Rowland Water District Board of Directors Vice President Anthony Lima. "Her loss will truly be felt throughout our operation and our entire community."

As a resident of West Covina for most of her life, Rios graduated from Nogales

• Rate Relief Education and Outreach

- Press release issued
- Customer direct mail

ATTENTION! WATER RATE RELIEF




Rowland Water District understands how challenging this year has been for our community

Because the COVID-19 pandemic has resulted in job losses and reduced incomes for so many people, we have taken steps to assist customers struggling financially.

Rowland Water District's Board of Directors voted to suspend a previously approved Service Charge increase that was scheduled to take effect on January 1, 2021. As a result, the Service Charge will be frozen at current levels through the end of 2021.

Visit www.RowlandWater.com for more information.



SEE THE SAVINGS

This chart demonstrates how much money customers could save in 2021 as a result of the Service Charge freeze.

CONTACT US

Customer Service: (562) 697-1726
 Rowland Water District
 3012 Fullerton Road, Rowland Heights, CA 91748
 Hours: 8 a.m. to 4:30 p.m.
 Monday – Thursday
 Closed on alternating Fridays

Meter Size	Current Rate	Previously Approved Rate	Monthly Savings	Annual Savings
5/8 inch	\$42.58	\$44.71	(\$2.13)	(\$25.56)
3/4 inch	\$42.58	\$44.71	(\$2.13)	(\$25.56)
1 inch	\$42.58	\$44.71	(\$2.13)	(\$25.56)
1.5 inch	\$201.67	\$211.75	(\$10.08)	(\$120.96)
2 inch	\$320.99	\$337.03	(\$16.04)	(\$192.48)
3 inch	\$639.16	\$671.12	(\$31.96)	(\$383.52)
4 inch	\$997.12	\$1,044.97	(\$47.85)	(\$578.20)
6 inch	\$1,991.43	\$2,091.00	(\$99.57)	(\$1,194.84)
8 inch	\$6,355.02	\$6,343.83	(\$11.19)	(\$134.28)
10 inch	\$3,184.60	\$3,772.77	(\$588.17)	(\$7,058.04)
12 inch	\$10,542.50	\$11,069.62	(\$527.12)	(\$6,325.44)

Visit www.RowlandWater.com for more information.

• Risk & Resiliency & Capital Improvement Plans

- Press releases on capital projects and compliance with American Water Infrastructure Act

1:44

acwa.com

ACWA

HOME / NEWSROOM

ROWLAND WATER DISTRICT IN FULL COMPLIANCE WITH AMERICA'S WATER INFRASTRUCTURE ACT

BY ROWLAND WATER DISTRICT | DEC 30, 2020 | MEMBER SUBMITTED NEWS

ROWLAND HEIGHTS – During this unprecedented time in our state's history, Rowland Water District is assuring its customers that it is in full compliance with America's Water Infrastructure Act (AWIA). Passed by Congress in 2018, the AWIA requires that all community water systems serving populations greater than 3,300 persons must assess the risks to, and resilience of, its system. Rowland Water currently delivers 10 million gallons of safe drinking water to about 58,000 people every day.

"While we can't predict the future, we can certainly work as a team in planning for the consequences of what it may bring," explains Tom Coleman, Rowland Water District General Manager. "The District has

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acwa.com

ACWA

According to the AWIA, each system must prepare or revise, where necessary, an emergency response plan that incorporates the findings of that agency's assessment. This includes plans and procedures that can be implemented, and identification of equipment that can be utilized, in the event of a threat to the community water system's ability to deliver safe drinking water. Currently, the District has 17 potable water storage reservoirs with a 47 million gallon capacity serving the District's daily customer demand.

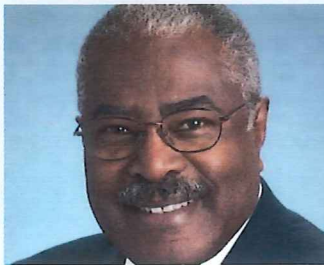
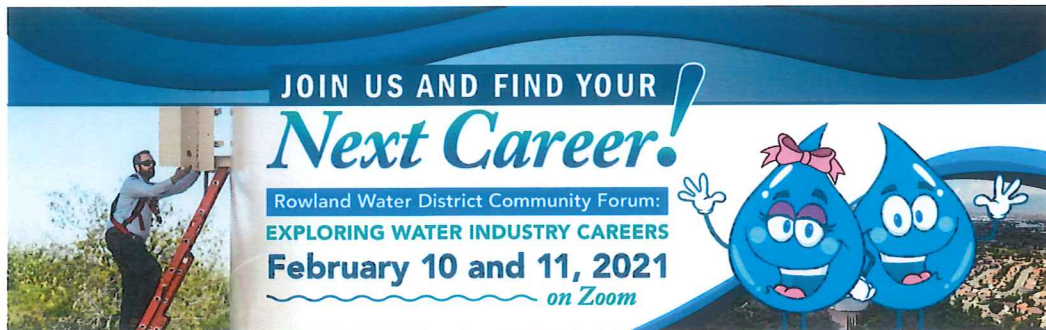
"To whatever extent possible, we will continue to coordinate with local emergency planning committees to develop the most effective strategies to aid in the detection of malevolent acts or natural hazards that threaten the security or resilience of our system," adds Coleman. "As part of our strategic plan we are investing in innovative and failsafe technologies to maintain our resiliency and increase response time during emergencies."

Further supporting its commitment to infrastructure improvements, Rowland Water's Board of Directors also recently approved nearly \$600,000 in additional capital project funding for its 2020/2021 operating budget. The funds will be allocated towards a capital improvement plan that includes replacement of several District pipelines, valves, and meters.

"Replacements such as these are evaluated and prioritized based on the age of the materials, internal and external stressors, and performance, as well as

- **Career Forum**

- Multiple communication and announcements across media vehicles
- Finalizing program and materials
- Finalizing staff videos



JAN 27, 2021 | MEMBER SUBMITTED
NEWS
**HAROLD C. WILLIAMS
ELECTED WEST BASIN
BOARD PRESIDENT**
by West Basin Municipal Water District

CARSON – The West Basin
Municipal Water District board of
directors elected Harold C.
Williams, P.E., MSCE to serve as
[...]

[READ MORE](#)



JAN 26, 2021 | MEMBER SUBMITTED
NEWS
**ROWLAND PROGRAM
ENCOURAGES
STUDENTS TO
CONNECT WITH WATER
LEADERS**
by Rowland Water District

Rowland Water District is pleased
to announce the launch of Career
Pathways, a unique program that
allows area students to [...]

[READ MORE](#)

- **COVID – 19 Communications**

- Continue ongoing support on safe tap water communications
- Stress engagement with District via phone, social media, website updates
- Press releases, sliders and social media

- **Miscellaneous**

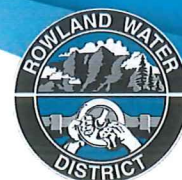
- Video
- Website (sliders and text updated as needed)
- On-Hold Messages

Press Releases

1/30/20	Filling Station	*****	*****	*****
1/31/20	EduBucks	*****	*****	*****
2/3/20	Conservation Campaign	*****	*****	*****
3/18/20	COVID 19	*****	*****	*****
3/18/20	Shut Offs	*****	*****	*****
3/18/20	Hours	*****	*****	*****
4/15/20	COVID Emergency Response	*****	*****	*****
4/24/20	At Home Education Kit	*****	*****	*****
5/13/20	Audit Report	*****	*****	*****
5/15/20	CAPIO Awards/Finalists	*****	*****	*****
5/19/20	Special Districts Week	*****	*****	*****
6/29/20	FY 20/21 Budget	*****	*****	*****
6/26/20	CCR Availability	*****	*****	*****
7/9/20	New Director of Finance	*****	*****	*****
7/23/20	CAPIO Awards	*****	*****	*****
8/20/20	Buckboard Days	*****	*****	*****
9/4/20	Smart Drinking Fountains	*****	*****	*****
9/15/20	Virtual Education Program	*****	*****	*****
9/25/20	Board Appointments	*****	*****	*****
10/5/20	Customer Service Week	*****	*****	*****
10/5/20	Water Professionals Week	*****	*****	*****
10/8/20	Virtual Buckboard Days	*****	*****	*****
11/23/20	Capital Improvement	*****	*****	*****
11/23/20	Rate Relief Education	*****	*****	*****
11/23/20	PWR Audit	*****	*****	
12/21/20	Rick & Resiliency Plan	*****	*****	*****
1/5/21	Poster Contest	*****	*****	*****
1/5/21	Career Forum	*****	*****	*****
1/14/21	Teresa Rios	*****	*****	*****
1/30/21	Edubucks	*****	*****	*****
2/1/21	Board Vacancy	*****	*****	*****

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Community Outreach Update | FEBRUARY 9, 2021 BOARD MEETING

SOCIAL MEDIA: #DiscoverRWD #RowlandConnections #RWDeducation #WaterFacts

The District regularly posts updates on district information, conservation, education, and water-related tips utilizing the national hashtag holiday calendar. These posts are shared on Twitter, Instagram, Facebook, and YouTube when necessary. See below for our social media engagement.

Facebook (January 4, 2021-January 25, 2021)

Measurement	Total
Posts	16
Page Likes	293
Post Reach	546
Post Engagement	53

Facebook Top Performing Post:

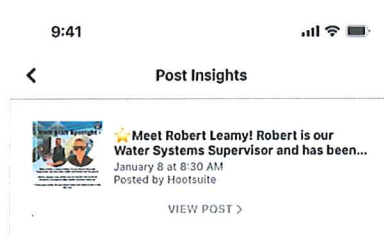
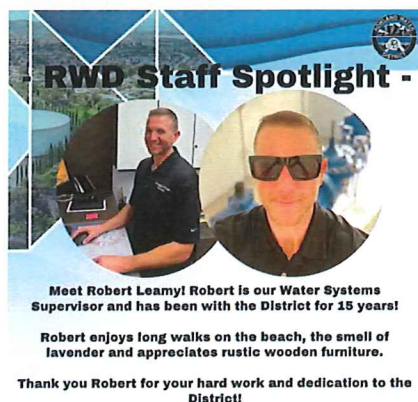


★ Meet Robert Leamy! Robert is our Water Systems Supervisor and has been with #RWD for 15 years! ★

Robert enjoys walks on the beach 🌊, the smell of lavender and appreciates rustic wooden furniture.

Thank you Robert for your hard work and dedication!

#DiscoverRWD #WorkInWater



134
People Reached

6
Engagements

Engagement

Reactions	3 >
Comments	0
Shares	0
Photo Views	1
Other Clicks	2

Negative Feedback

Your post doesn't have any negative feedback. If people hide or report your post, you'll see that info here.

Reported stats may be delayed from what appears on posts.

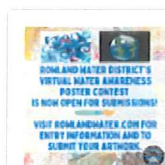
Recommended Actions



Twitter (January 4, 2021-January 25, 2021)

Measurement	Total
Followers	619
New Followers	0
Tweets	19
Tweet Impressions	5,343
Profile Visits	658 (↑ 105%)
Mentions	2

Twitter Top Performing Post:



Rowland Water District @RowlandWater

🎨🖌️ Our Virtual Water Awareness Poster Contest is NOW OPEN!

✅✅ All artwork must be submitted by March 25, 2021 by 3:30 PM.

💻🖥️ For contest rules and guidelines visit:
<https://bit.ly/2LokjJ5>

#DiscoverRWD #WaterArt #RWDeducation
pic.twitter.com/eD5sCXhY1M

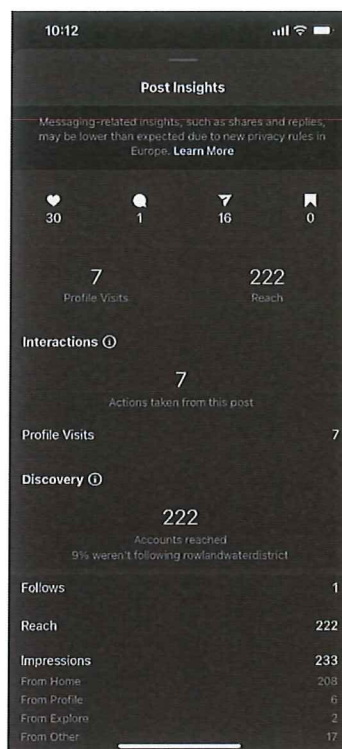
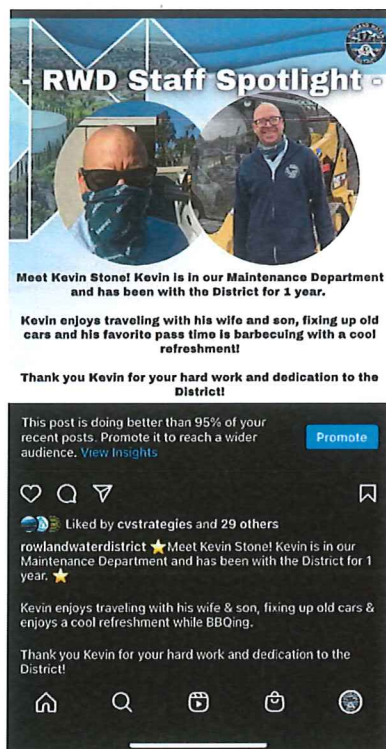
Impressions	291
Total engagements	8
Media engagements	3
Likes	3
Replies	1
Retweets	1



Instagram (January 4, 2021-January 25, 2021)

Measurement	Total
Total Posts	16
Total Followers	931
New Followers	21
Post Engagement	184
Impressions (Total number of times post have been seen)	2,700
Profile Impressions	5,537

Instagram Top Performing Post:





WEBSITE (December 1, 2020-January 4, 2021)

Measurement	Total
Users	2,894
New Users	2,196
Returning Visitor	1,016
Pageviews	10,202

CONSTANT CONTACT-(electronic information sent to customer emails)

Total Active Contacts-9,696

New Contacts- 79

Community Forum- Sent out on January 25, 2021

LANDSCAPE CLASSES:

Metropolitan Water District (MWD) in partnership with Green Gardens Group is offering free virtual workshops for residents in our service area on both California Native Landscaping and Turf Removal. These classes have been marketed to our customers via Constant Contact and on social media platforms.

I have created a "Landscape Series" starting in February 2021. The classes will be as follows (all via Zoom). These classes will be offered FREE for our customers on a first-come, first-serve basis and will be hosted by Green Media Creations Inc. We are getting a good amount of sign-ups for all of the classes.

- February 17th-Edible Gardening
- March 18th- Leak Detection Class (During Fix A Leak Week)
- April 22nd- Composting for a Healthy Garden (On Earth Day)
- May 26th- Landscaping Tips for Fire Prevention



EDUCATION OUTREACH:

- Community Forum
 - Prepping the presentation with CV Strategies and Live Q&A
- Mini Science Challenge- Classes have completed 2 of the challenges so far (Filtration Challenge and At-Home Water Audit)
 - 15 Teachers (4th-6th Grade)
 - 4 Schools (Jellick, Northam, Telesis and Rowland Elementary)
 - **504 TOTAL STUDENTS**
- Poster Contest flyers have been emailed out to teachers and schools and it has also been marketed on our website and social media platforms
- Met with Louis Denver to discuss a partnership with the Youth Activity League (YAL)
 - Will help coordinate field trips, coordinate the logo re-branding and assist with outreach of the program.
- EduBucks Program update- All our teachers that applied for an EduBucks were approved and the congrats letters were sent out in December. The teachers/schools that were awarded are as follows:
 - Lori Wasson-Blandford Elementary School-\$491.77
 - Gilbert Navarro-Jellick Elementary School-\$498.07
 - Ana Dinkins-Blandford Elementary School-\$479.00
- Virtual Treatment Plant Video is completed and has been sent out to the students participating in the Mini Science Challenge.
- Attending bi-weekly MWD education meetings via Zoom
- Attending monthly DWR education meetings via Zoom
- Attended the monthly WEWAC meeting on January 27th via Zoom

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YOUR BEST PROTECTION

ACWA JPIA

P. O. Box 619082
Roseville, CA 95661-9082

phone
916.786.5742
800.231.5742

www.acwajpia.com

President

E.G. "Jerry" Gladbach

Vice President

Tom Cuquet

Chief Executive Officer

Walter "Andy" Sells

Executive Committee

Fred Bockmiller

Tom Cuquet

David Drake

E.G. "Jerry" Gladbach

Brent Hastey

Melody A. McDonald

Randall Reed

J. Bruce Rupp

Pamela Tobin

Core Values

- People
- Service
- Integrity
- Innovation

January 13, 2021

Rowland Water District (R006)
3021 S. Fullerton Road
Rowland Heights, CA 91748

General Manager:

Each year at Fall Conference, the JPIA recognizes members that have a Loss Ratio of 20% or less in either of the Liability, Property, or Workers' Compensation programs (loss ratio = total losses / total premiums).

The members with this distinction receive the **"President's Special Recognition Award"** certificate for each Program that they qualify in.

The JPIA is extremely pleased to present Rowland Water District (R006) with this special recognition and commends the District on the hard work in reducing claims.

Congratulations to you, your staff, Board, and District. Keep up the good work!

The JPIA wishes you the best in 2021.

Sincerely,

E.G. "Jerry" Gladbach
President

Enclosure: President's Special Recognition Award(s)

President's Special Recognition Award

*The President of the
ACWA JPIA
hereby gives Special Recognition to*

Rowland Water District

*for achieving a low ratio of "Paid Claims and Case Reserves" to "Deposit Premiums"
in the Liability Program for the period 10/01/2016 - 09/30/2019
announced at the Board of Directors' Meeting in a Virtual Meeting.*

E. G. "Jerry" Gladbach

E. G. "Jerry" Gladbach, President



December 15, 2020

President's Special Recognition Award

*The President of the
ACWA JPIA
hereby gives Special Recognition to*

Rowland Water District

*for achieving a low ratio of "Paid Claims and Case Reserves" to "Deposit Premiums"
in the Property Program for the period 04/01/2016 - 03/31/2019
announced at the Board of Directors' Meeting in a Virtual Meeting.*

E. G. "Jerry" Gladbach

E. G. "Jerry" Gladbach, President



December 15, 2020