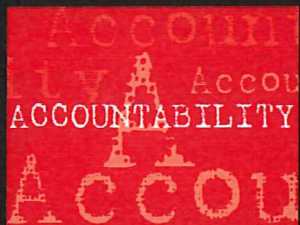
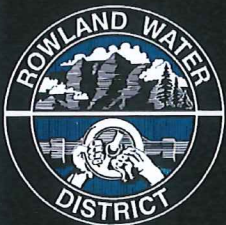


ROWLAND WATER DISTRICT

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
March 9, 2021
5:00 p.m.



AGENDA

Regular Meeting of the Board of Directors
March 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, President

Szu Pei Lu-Yang, Vice President

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 February 9, 2021

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

1.2 Approval of the Minutes of Special Board Meeting held on March 2, 2021

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

1.3 Demands on General Fund Account for January 2021

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

1.4 Investment Report for January 2021

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

1.5 Water Purchases for January 2021

For information purposes only.

Next Special Board Meeting:

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

Next Regular Board Meeting:

April 13, 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 February 2021

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

2.2 Administer Oath of Office to Vanessa Hsu, Division 1 Director

Intentionally left blank. No recommendation provided.

2.3 Adopt Resolution No. 3-2021 Appointing Vanessa Hsu to Fill Vacancy in the office of Director Division I

Recommendation: The Board of Directors approve Resolution 3-2021 as presented.

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

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

2.5 Discuss and approve additional funds in connection with the AMI Conversion Project.
Recommendation: The Board of Directors approve the additional funds for the AMI Conversion Project. Intentionally left blank.

2.6 Discuss AB 703 Teleconferencing Support Letter
No recommendation provided.

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.

There are no tabs for the remainder of the meeting.

Tab 7 COMMITTEE REPORTS

- 7.1 Joint Powers Insurance Authority (Director Lewis/Mr. Coleman)**
- 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
February 9, 2021 – 5:00 p.m.
Location: District Office

PLEDGE OF ALLEGIANCE

ROLL CALL OF DIRECTORS

President Anthony J. Lima
Vice President 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
Kirk Howie, Three Valleys Municipal Water District
Jody Roberto, Director, Three Valleys Municipal Water District
Mike Ti, Director, Three Valleys Municipal Water District
Denise Jackman, Resident
Paul Kaymark, Auditor, Nigro & Nigro, PC, Professional Accountancy Corporation

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

None.

PUBLIC COMMENT ON NON-AGENDA ITEM

None.

TAB 1 – CONSENT CALENDAR

Upon motion by Director Lu-Yang, seconded by Director Lewis, 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 January 12, 2021

1.2

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

1.3

Demands on General Fund Account for December 2020

1.4

Investment Report for December 2020

1.5

Water Purchases for December 2020

Next Special Board Meeting
Next Regular Board Meeting

February 23, 2021, 5:00 p.m.
March 9, 2021, 5:00 p.m.

Tab 2 – ACTION ITEMS

2.1

Review and Approve Directors' Meeting Reimbursements for January 2021

Upon motion by Director Lima, 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 Executive Officer Positions of the Board of Directors

Due to the vacancy caused by virtue of the death of Director Rios, the Board discussed the Executive Officer Positions, and after discussion of the Board Rotation Policy adopted by the Board, upon motion by Director Lewis, seconded by Director Lu-Yang, the Board approved Anthony J. Lima's election to serve as President for calendar year 2021 and Director Szu Pei Lu-Yang's election to serve as Vice President for calendar year 2021. The motion was unanimously approved as follows:

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

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

A motion was made by Director Lewis, seconded by Director Lu-Yang, to confirm the following committee assignments for the 2021 calendar year:

PWR Joint Water Line Commission	Director Lima Director Bellah, Alternate
Los Angeles County Sheriff's Department Advisory Council	Director Lu-Yang No Alternate Nominated at this Time

The motion was unanimously carried as follows:

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

2.4

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

Paul Kaymark, representing the firm of Nigro & Nigro, PC, Professional Accountancy Corporation, reviewed the documents contained in the "Draft" Financial Audit Report and answered questions posed by the Directors. He noted that no difficulties were encountered in completing the audit and an unmodified opinion was provided. Management will provide a representative letter to the auditors. No significant transactions unusual in nature were observed.

Upon motion by Director Bellah, seconded by Director Lewis, the "Draft" RWD Financial Audit Report for Fiscal Year 2019-2020 was approved as follows:

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

2.5

Discuss Redevelopment Oversight Board Appointments – County of Los Angeles

General Manager, Tom Coleman, discussed the Memorandum included in the Board packet regarding Redevelopment Oversight Board Appointments – County of Los Angeles, advising that there are vacancies for the independent special district representative on the Los Angeles County Supervisorial District Nos. 2, 4 and 5 RDA Oversight Boards.

No Action was taken on this item.

2.6

Discuss and Approve Firewall Router Upgrade

After discussion, upon motion by Director Lu-Yang, seconded by Director Bellah, the upgrade to the Firewall Router was unanimously approved in the amount of \$25,000.00, as follows:

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

2.7

Discuss and Approve Proposed Server Reliability System Project

After discussion, upon motion by Director Lewis, seconded by Director Lu-Yang, the proposed Server Reliability System Project was unanimously approved in the amount of \$200,000.00, with on-going annual costs in the amount of \$120,000.00, as follows:

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

2.8

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

After discussion, upon motion by Director Lewis, seconded by Director Lu-Yang, the Board approved additional funds in the amount of \$80,000.00 for the new storage building at the corporate office building site, as follows:

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

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)

A motion was made by Director Lewis, seconded by Director Lu-Yang, to approve Resolution No. 2-2021 Concurring in the nomination of Randall James Reed to the Executive Committee of ACWA/JPIA. The motion was approved by the following roll-call vote:

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

Motion passed by a vote of 4-0.

Tab 3 – PUBLIC RELATIONS

Mrs. Perea provided the following report:

- Brittanie Van De Car is prepping with CV Strategies for the live Q&A on the Community Forum February 10-11, 2021.
- Mini Science Challenge: Students have completed 2 of the challenges so far – Filtration Challenge and At-Home Water Audit. 15 teachers, 4-6th grades, 4 schools (Jellick, Northam, Rowland Elementary, and Telesis Academy K- 8); 504 students.
- Poster Contest flyers have been mailed to teachers and schools and marketed on our website and social media platforms.
- Brittanie and Tom met with Sheriff Louis Denver to discuss a partnership with the Youth Activity League (YAL). They will help coordinate field trips and assist with the outreach program.
- EduBucks Program: Teachers and Schools were awarded as follows: Blandford Elementary \$491.77; Jellick Elementary \$498.07; and Blandford Elementary \$479.00.
- Virtual Treatment Plant Video completed and has been mailed out to the students participating the Mini Science Challenge.

3.1

Communications Outreach (CV Strategies)

Erin Gilhuly, CV Strategies, reported that there was an article on the ACWA website regarding the passing of Director Rios. ACWA also carried a full-page article on the District's Community Forum. CV Strategies is working on Press Releases on the Rate Relief, Edu Bucks, Board Vacancy, and the Community Forum. They are also working on completing the AMI videos.

3.2

Education Update

Provided 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.

Tab 5 – LEGISLATIVE INFORMATION

5.1

Updates on Legislative Issues

General Manager, Tom Coleman, advised the Board that Three Valleys MWD is working with Assemblymember Blanca Rubio, representing California's 48th Assembly District, to maintain the current Brown Act teleconference requirements.

TAB 6 - REVIEW OF CORRESPONDENCE

None.

TAB 7 - COMMITTEE REPORTS

7.1

Joint Powers Insurance Authority

The JPIA President's Special Recognition Awards for the Liability Program and Property Program were provided for information purposes only.

7.2

Three Valleys Municipal Water District

Director Lu-Yang advised that she had nothing to report on her virtual attendance at the January 20, 2021 meeting.

Director Lima reported on his virtual attendance at the January 27, 2021 meeting and advised that an open forum was held on the Cadiz Project and the status of the Bonanza Springs Study.

7.3

Association of California Water Agencies

Nothing to report.

7.4

Puente Basin Water Agency

Director Lewis reported on his virtual attendance at the February 4, 2021 meeting and advised that the annual selection of Commission Officers and Staff was approved. A review of the Second Quarter FY 20-21 Financial statements was provided. Updates on the Pathfinder, Cal Domestic and Pomona Six Basins projects were provided. Director Lima advised that \$2.7 million had been received on the Proposition 84 Grant, the remainder to be received when the project is completed. General Manager, Tom Coleman, provided information on the water held in storage by the Agency.

7.5

Project Ad-Hoc Committee

Director Lu-Yang reported that the committee met to discuss the procedures and timeline in connection with filling the Director vacancy. Mr. Coleman reported that the Notice of Vacancy had been posted in three places in the District, posted on the website and directly mailed to 1840 residents in the Division 1 area. The deadline to submit the application is February 16, 2021. Final applicants will be interviewed at a March 2, 2021, Special Board meeting.

7.6

Regional Chamber of Commerce

Director Bellah reported on his virtual attendance at the February 8, 2021 Government Affairs meeting and advised that the Virtual Water Treatment Plant video had been presented by Three Valleys MWD's treatment operator, Dominic Aguiar.

7.7

PWR Joint Waterline Commission

Nothing to report. The next meeting will be held on February 11, 2021.

7.8

Sheriff's Community Advisory Council

Nothing to report.

7.9

Rowland Heights Community Coordinating Council (RHCCC)

Director Lu-Yang reported on the meeting held on February 8, 2021. Nothing water-related to report.

7.10

City of Industry Council Meeting

Nothing to report.

TAB 8 OTHER REPORTS, INFORMATION ITEMS AND COMMENTS

8.1

Finance Report

Director of Finance, Myra Malner presented a year-to-date Financial Dashboard containing comparative graphs of Revenue and Expense by Category and Consumption by Class through December 2020.

General Manager, Tom Coleman, and Ms. Malner answered questions posed by members of the Board.

8.2

Operations Report

Director of Operations, Dusty Moisio, provided the following updates:

1. Reservoir 10 Rehab: Provided pictures of the construction, and a construction schedule update of the project.
2. Scada Towers Project: Provided pictures of the construction, and a construction schedule update of the project.
3. AMI Update: 9,814 meters have been converted to AMI, with a reading accuracy of 98%.
4. Field Operations Completed Task- The following tasks were completed for the month of January:
 - Water Samples – 152
 - Site Inspections - 87
 - Service Orders Completed - 197
 - Meters Replaced - 114
 - Modules Replaced - 782
 - Dig Alerts – 237
 - Service Lines Repaired- 1
 - System Valves Replaced- 30

8.3

Personnel Report

General Manager, Tom Coleman, advised the Board that three new employees will be joining the District on March 3, 2021. The District's job offer to a new Engineering and Compliance Manager was accepted and job offers to 2 new meter readers were accepted.

TAB 9 - ATTORNEY'S REPORT

Nothing to report.

TAB 10 CLOSED SESSION

A closed session on the matters listed below 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

None.

Future Agenda Item

- Discuss and approve additional funds in connection with the AMI Conversion Project.

Late Business

None.

A motion was made by Director Lu-Yang, seconded by Director Bellah, and unanimously carried to adjourn the meeting. The meeting was adjourned at 7:27 p.m.

ANTHONY J. LIMA
Board President

Attest: _____
TOM COLEMAN
Board Secretary

Tab

1.2



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

March 2, 2021 – 5:00 p.m.

Location: District Office

PLEDGE OF ALLEGIANCE

ROLL CALL OF DIRECTORS

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

ABSENT:

None.

OTHERS PRESENT:

Joseph Byrne, Legal Counsel, Best Best & Krieger
Erin Gilhuly, CV Strategies

ROWLAND WATER DISTRICT STAFF:

Tom Coleman, General Manager
Dave Warren, Assistant General Manager
Rose Perea, Director of Administrative Services
Dusty Moio, Director of Operations
Myra Malner, Director of Finance

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

None.

COMMENTS:

None.

Tab 1 ACTION ITEMS

1.1

Review Credentials of Prospective Candidates to Fill Division 1 Director Vacancy – Interview Candidates

Members of the Board reviewed the credentials of the prospective candidates and interviewed them individually.

1.2

Conduct Vote to Appoint Division 1 Director

After discussion and upon motion by Director Lewis, seconded by Director Bellah, Vanessa Hsu, was appointed to fill the vacancy as Director, Division 1. The motion was approved as follows:

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

1.3 CLOSED SESSION

Closed session was not held in connection with the items listed below.

- 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

General Manager thanked the members of the Board for their participation in the selection process.

Future Agenda Items

- Administer Oath of Office to Vanessa Hsu

Late Business

None.

Next Regular Board Meeting

March 9, 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 6:46 p.m.

ANTHONY J. LIMA
Board 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
10121						
01/21	01/15/2021	10121	62493	CADWAY INC (CAL DOMESTIC WATER	WATER CHARGE	46,402.34
01/21	01/15/2021	10121	62493	CADWAY INC (CAL DOMESTIC WATER	RTC CDWC	619.66
Total 10121:						47,022.00
28303						
01/21	01/21/2021	28303	62624	HASA INC	CHEMICALS FOR RCS	268.22-
01/21	01/21/2021	28303	62624	HASA INC	CHEMICALS FOR RCS	239.22-
01/21	01/21/2021	28303	62624	HASA INC	CHEMICALS FOR RCS	152.23-
01/21	01/21/2021	28303	62624	HASA INC	CHEMICALS FOR RCS	217.47-
01/21	01/21/2021	28303	62624	HASA INC	CHEMICALS FOR RCS	181.23-
Total 28303:						1,058.37-
28322						
01/21	01/21/2021	28322	242	WATEREUSE ASSOCIATION	MEMBERSHIP DUES	2,086.50-
Total 28322:						2,086.50-
28582						
01/21	01/13/2021	28582	62576	ARCADIA RECLAMATION INC	HAULING DIRT	285.00
Total 28582:						285.00
28583						
01/21	01/13/2021	28583	62539	BRKICH CONSTRUCTION	INSTALL 1" SVC-18452 AGUIRO	7,530.00
Total 28583:						7,530.00
28584						
01/21	01/13/2021	28584	1900	CLINICAL LAB OF S B	WATER SAMPLES	2,100.25
Total 28584:						2,100.25
28585						
01/21	01/13/2021	28585	62705	COMP	LIFT TEST	49.00
Total 28585:						49.00
28586						
01/21	01/13/2021	28586	62645	CORE & MAIN LP	AMI CONVERSIONS	20,209.32
01/21	01/13/2021	28586	62645	CORE & MAIN LP	AMI CONVERSIONS	12,650.87
01/21	01/13/2021	28586	62645	CORE & MAIN LP	AMI CONVERSIONS	205,312.50
Total 28586:						238,172.69
28587						
01/21	01/13/2021	28587	62505	D & H WATER SYSTEMS	SUPPLIES FOR RES	693.65
01/21	01/13/2021	28587	62505	D & H WATER SYSTEMS	ROLLER ASSY A3	468.10
Total 28587:						1,161.75

GL Period	Check Issue Date	Check Number	Vendor Number	Payee	Description	Check Amount
28588						
01/21	01/13/2021	28588	2253	DUKE'S LANDSCAPING INC	GARDENING SERVICE	2,415.00
Total 28588:						2,415.00
28589						
01/21	01/13/2021	28589	62039	FAST EDDIE'S TRUCKING	TRUCK HAULING & DUMP	1,250.00
Total 28589:						1,250.00
28590						
01/21	01/13/2021	28590	5600	G M SAGER CONSTRUCTION	CONCRETE	950.00
Total 28590:						950.00
28591						
01/21	01/13/2021	28591	2600	HACH COMPANY	BASIC SUPPORT	1,992.34
Total 28591:						1,992.34
28592						
01/21	01/13/2021	28592	62624	HASA INC	CHEMICALS FOR RCS	130.48
01/21	01/13/2021	28592	62624	HASA INC	CHEMICALS FOR RCS	218.92
01/21	01/13/2021	28592	62624	HASA INC	CHEMICALS FOR RCS	166.73
01/21	01/13/2021	28592	62624	HASA INC	CHEMICALS FOR WBS	521.94
01/21	01/13/2021	28592	62624	HASA INC	CHEMICALS FOR RCS	208.77
01/21	01/13/2021	28592	62624	HASA INC	CHEMICALS FOR RCS	181.23
01/21	01/13/2021	28592	62624	HASA INC	CHEMICALS FOR RCS	195.73
01/21	01/13/2021	28592	62624	HASA INC	CHEMICALS FOR RCS	101.49
Total 28592:						1,725.29
28593						
01/21	01/13/2021	28593	379	HIGHROAD INFORMATION TECHNOL	STANDARD KEYBOARD FOR CASEY HAYES	109.50
Total 28593:						109.50
28594						
01/21	01/13/2021	28594	27211	HILL BROS CHEMICAL CO	CHEMICAL FOR RES	1,143.60
Total 28594:						1,143.60
28595						
01/21	01/13/2021	28595	2724	HOME DEPOT CREDIT SERVICES	TOOLS & SUPPLIES	1,163.50
01/21	01/13/2021	28595	2724	HOME DEPOT CREDIT SERVICES	SUPPLIES FOR HYDRANTS	74.09
01/21	01/13/2021	28595	2724	HOME DEPOT CREDIT SERVICES	SUPPLIES FOR RES	35.48
01/21	01/13/2021	28595	2724	HOME DEPOT CREDIT SERVICES	SUPPLIES FOR MAINS	22.45
01/21	01/13/2021	28595	2724	HOME DEPOT CREDIT SERVICES	VEHICLE EXPENSE	440.52
Total 28595:						1,736.04
28596						
01/21	01/13/2021	28596	244	INFOSEND INC	BILLING SERVICE	76.71
Total 28596:						76.71

GL Period	Check Issue Date	Check Number	Vendor Number	Payee	Description	Check Amount
28597						
01/21	01/13/2021	28597	62066	JANITORIAL SYSTEMS	MONTHLY JANITORIAL SERVICES	660.00
Total 28597:						660.00
28598						
01/21	01/13/2021	28598	62691	LYONS CONSTRUCTION	SCADA NETWORK TOWERS	21,375.00
Total 28598:						21,375.00
28599						
01/21	01/13/2021	28599	62690	MASTER METER	ANNUAL HARMONY RENEWAL OCT 1, 2020-SEPT 3	26,120.48
Total 28599:						26,120.48
28600						
01/21	01/13/2021	28600	62078	MCKINNEY CONSTRUCTION CO INC	WELD NEW SPOOL FOR METER-650 LA SEDA	699.39
01/21	01/13/2021	28600	62078	MCKINNEY CONSTRUCTION CO INC	PHASE 3 VALVE REPLACEMENTS	82,840.95
Total 28600:						83,540.34
28601						
01/21	01/13/2021	28601	257	MCMaster-CARR SUPPLY CO	TOOLS & SUPPLIES	43.88
Total 28601:						43.88
28602						
01/21	01/13/2021	28602	189	NOBEL SYSTEMS	SOFTWARE DEVELOPMENT SERVICES TO UPGRA	6,000.00
Total 28602:						6,000.00
28603						
01/21	01/13/2021	28603	5000	PUENTE BASIN WATER AGENCY	SIERRA WTR GRP 10/31/20	1,389.38
01/21	01/13/2021	28603	5000	PUENTE BASIN WATER AGENCY	REEB-JAN 2021	1,666.67
01/21	01/13/2021	28603	5000	PUENTE BASIN WATER AGENCY	WWWD ADMIN COSTS-NOV 2020	276.55
Total 28603:						3,332.60
28604						
01/21	01/13/2021	28604	5100	PUENTE READY MIX INC	WASH CONCRETE SAND	850.53
Total 28604:						850.53
28605						
01/21	01/13/2021	28605	62502	S & J SUPPLY COMPANY, INC	TOOLS & SUPPLIES	219.00
01/21	01/13/2021	28605	62502	S & J SUPPLY COMPANY, INC	SUPPLIES FOR METERS	821.52
01/21	01/13/2021	28605	62502	S & J SUPPLY COMPANY, INC	SUPPLIES FOR SERVICES	949.37
01/21	01/13/2021	28605	62502	S & J SUPPLY COMPANY, INC	PHASE 3 VALVE REPLACEMENTS	1,192.41
Total 28605:						3,182.30
28606						
01/21	01/13/2021	28606	62743	SOCAL SCADA SOLUTIONS LLC	SCADA BACKBONE	98,950.00
Total 28606:						98,950.00

GL Period	Check Issue Date	Check Number	Vendor Number	Payee	Description	Check Amount
28607						
01/21	01/13/2021	28607	5900	SOCALGAS	GAS UTILITY BILL	364.30
Total 28607:						364.30
28608						
01/21	01/13/2021	28608	62760	THE PLUMBERS CONNECTION INC	INSTALLATION OF DRINKING FOUNTAIN-OFFICE	4,850.00
Total 28608:						4,850.00
28609						
01/21	01/13/2021	28609	6600	THREE VALLEYS MUN WATER DIST	2020 UWMP-STETSON PROFESSIONAL SERVICES	4,250.96
Total 28609:						4,250.96
28610						
01/21	01/13/2021	28610	205	WARREN GRAPHICS	BILL STUFFERS-WATER RELIEF	1,337.58
Total 28610:						1,337.58
28612						
01/21	01/14/2021	28612	62791	CASH	ONE MONTH'S PAYROLL PLUS 10% ALLOWANCE	175,000.00
Total 28612:						175,000.00
28613						
01/21	01/22/2021	28613	62624	HASA INC	CHEMICALS FOR RCS	268.22
01/21	01/22/2021	28613	62624	HASA INC	CHEMICALS FOR RCS	239.22
01/21	01/22/2021	28613	62624	HASA INC	CHEMICALS FOR RCS	152.23
01/21	01/22/2021	28613	62624	HASA INC	CHEMICALS FOR RCS	217.47
01/21	01/22/2021	28613	62624	HASA INC	CHEMICALS FOR RCS	181.23
Total 28613:						1,058.37
28614						
01/21	01/22/2021	28614	242	WATEREUSE ASSOCIATION	MEMBERSHIP DUES	2,086.50
Total 28614:						2,086.50
28618						
01/21	01/25/2021	28618	1050	ACWA JOINT POWERS INSURANCE A	WORKERS' COMP QUARTERLY PREMIUM	15,824.90
Total 28618:						15,824.90
28619						
01/21	01/25/2021	28619	1000	ACWA JPIA	EMPLOYEE HEALTH BENEFITS	40,403.51
01/21	01/25/2021	28619	1000	ACWA JPIA	EMPLOYEE VISION BENEFITS	563.85
01/21	01/25/2021	28619	1000	ACWA JPIA	EMPLOYEE ASSISTANCE PROGRAM	49.98
01/21	01/25/2021	28619	1000	ACWA JPIA	EMPLOYEE DENTAL BENEFITS	2,625.51
01/21	01/25/2021	28619	1000	ACWA JPIA	RETIREE'S HEALTH BENEFITS	18,670.76
01/21	01/25/2021	28619	1000	ACWA JPIA	DIRECTORS HEALTH BENEFITS	10,988.76
Total 28619:						73,302.37
28620						
01/21	01/25/2021	28620	62793	AIMS	PRINTER REPAIRS	318.16

GL Period	Check Issue Date	Check Number	Vendor Number	Payee	Description	Check Amount
Total 28620:						318.16
28621						
01/21	01/25/2021	28621	4600	AIRGAS USA LLC	TANK RENTAL	100.06
Total 28621:						100.06
28622						
01/21	01/25/2021	28622	62622	AKM CONSULTING ENGINEERS	ON SITE RC WATER SVC RETROFITS-FUTURE 3 S	270.00
Total 28622:						270.00
28623						
01/21	01/25/2021	28623	62704	ALEXANDRO ZARAGOZA	TOTAL EXPENSES-BOOT ALLOWANCE	200.40
Total 28623:						200.40
28624						
01/21	01/25/2021	28624	1625	ANTHEM BLUE CROSS	RETIREE HEALTH BENEFITS	1,114.97
Total 28624:						1,114.97
28625						
01/21	01/25/2021	28625	62576	ARCADIA RECLAMATION INC	HAULING DIRT	285.00
Total 28625:						285.00
28626						
01/21	01/25/2021	28626	400	AT&T MOBILITY	MOBILE PHONES, IPADS & NEW DEVICES	5,190.82
Total 28626:						5,190.82
28627						
01/21	01/25/2021	28627	3850	ATHENS SERVICES (MODERN SVC)	TRASH SERVICE	395.35
Total 28627:						395.35
28628						
01/21	01/25/2021	28628	1476	BUSINESS CARD (VISA)	MISC EXPENSES	427.28
Total 28628:						427.28
28629						
01/21	01/25/2021	28629	403	CASELLE INC	CONTRACT SUPPORT CHARGES	1,884.00
Total 28629:						1,884.00
28630						
01/21	01/25/2021	28630	6966	CINTAS	UNIFORM RENTAL	4,074.36
Total 28630:						4,074.36
28631						
01/21	01/25/2021	28631	62700	CITIZENS TRUST C/O CITIZEN BUSIN	TRUSTEES FEES	1,508.70

GL Period	Check Issue Date	Check Number	Vendor Number	Payee	Description	Check Amount
Total 28631:						1,508.70
28632						
01/21	01/25/2021	28632	62403	CITY OF INDUSTRY	RENTAL FEES	150.00
Total 28632:						150.00
28633						
01/21	01/25/2021	28633	62309	CITY OF INDUSTRY CITY HALL	RECYCLED WATER SYSTEM	11,077.00
Total 28633:						11,077.00
28634						
01/21	01/25/2021	28634	62757	CONOR CONSULTING LLC	LEADERSHIP COACHING	3,193.75
Total 28634:						3,193.75
28635						
01/21	01/25/2021	28635	1270	CORELOGIC SOLUTIONS LLC	PROPERTY DATA INFO	100.00
Total 28635:						100.00
28636						
01/21	01/25/2021	28636	62729	DIG SAFE BOARD	CA STATE FEE	100.15
Total 28636:						100.15
28637						
01/21	01/25/2021	28637	33	DUSTIN T MOISIO	TOTAL EXPENSES-GAS	236.22
Total 28637:						236.22
28638						
01/21	01/25/2021	28638	62433	EMPLOYEE RELATIONS INC	BACKGROUND VERIFICATION	194.72
Total 28638:						194.72
28639						
01/21	01/25/2021	28639	62792	ESMERALDA MALNER	MILEAGE REIMBURSEMENT	10.35
01/21	01/25/2021	28639	62792	ESMERALDA MALNER	CSMFO MEMBERSHIP	110.00
01/21	01/25/2021	28639	62792	ESMERALDA MALNER	CPA CONTINUING EDUCATION	124.25
Total 28639:						244.60
28640						
01/21	01/25/2021	28640	2550	FRONTIER	INTERNET ACCESS	818.83
01/21	01/25/2021	28640	2550	FRONTIER	PHONE SERVICE	261.72
Total 28640:						1,080.55
28641						
01/21	01/25/2021	28641	330	FUEL PRO INC	D/O INSPECTION	170.00
Total 28641:						170.00

GL Period	Check Issue Date	Check Number	Vendor Number	Payee	Description	Check Amount
28642						
01/21	01/25/2021	28642	2600	HACH COMPANY	WATER QUALITY TESTING SUPPLIES	2,175.67
01/21	01/25/2021	28642	2600	HACH COMPANY	ASSY CASE WORKSTATION	103.24
Total 28642:						2,278.91
28643						
01/21	01/25/2021	28643	2690	HARPER & ASSOCIATES ENG.	Engineering services-Res 10	12,067.00
Total 28643:						12,067.00
28644						
01/21	01/25/2021	28644	62624	HASA INC	CHEMICALS FOR RCS	144.98
01/21	01/25/2021	28644	62624	HASA INC	CHEMICALS FOR RCS	217.47
01/21	01/25/2021	28644	62624	HASA INC	CHEMICALS FOR RCS	185.58
01/21	01/25/2021	28644	62624	HASA INC	CHEMICALS FOR RCS	104.39
Total 28644:						652.42
28645						
01/21	01/25/2021	28645	62435	INDUSTRY PUBLIC UTILITY COMMISSI	PUMPING POWER-PUMPSTATION 2A	1,845.57
Total 28645:						1,845.57
28646						
01/21	01/25/2021	28646	244	INFOSEND INC	INSERTS-ROWLAND QUARTERLY	325.92
01/21	01/25/2021	28646	244	INFOSEND INC	BILLING SERVICE	2,215.01
01/21	01/25/2021	28646	244	INFOSEND INC	BILLING SERVICE	158.93
Total 28646:						2,699.86
28647						
01/21	01/25/2021	28647	3080	J COLON COATINGS INC	RES RECOATING	116,470.00
Total 28647:						116,470.00
28648						
01/21	01/25/2021	28648	3300	LAGERLOF LLP	MAIN BASIN ANALYSIS	35.00
Total 28648:						35.00
28649						
01/21	01/25/2021	28649	62691	LYONS CONSTRUCTION	SCADA NETWORK TOWERS	142,500.00
Total 28649:						142,500.00
28650						
01/21	01/25/2021	28650	62664	M & J TREE SERVICE	COMPLETE CLEAN UP AND HAUL AWAY AT DISTRI	2,300.00
Total 28650:						2,300.00
28651						
01/21	01/25/2021	28651	62573	MANAGED MOBILE INC	MAINTENANCE TRUCK 29	315.16
01/21	01/25/2021	28651	62573	MANAGED MOBILE INC	MAINTENANCE TRUCK 28	379.34
01/21	01/25/2021	28651	62573	MANAGED MOBILE INC	MAINTENANCE TRUCK 39	315.16
01/21	01/25/2021	28651	62573	MANAGED MOBILE INC	MAINTENANCE BACKHOE TRAILER	204.16

GL Period	Check Issue Date	Check Number	Vendor Number	Payee	Description	Check Amount
Total 28651:						1,213.82
28652						
01/21	01/25/2021	28652	62078	MCKINNEY CONSTRUCTION CO INC	VALVE REPLACEMENT- PHASE 2	68,600.00
01/21	01/25/2021	28652	62078	MCKINNEY CONSTRUCTION CO INC	1" WAER SERVICE LEAK-19206 VALLEY VIEW	6,730.35
01/21	01/25/2021	28652	62078	MCKINNEY CONSTRUCTION CO INC	EMERGENCY LEAK-18557 DANCY ST	9,728.92
01/21	01/25/2021	28652	62078	MCKINNEY CONSTRUCTION CO INC	FIRE HYDRANT REPAIR-788 PHILLIPS	9,677.60
Total 28652:						94,736.87
28653						
01/21	01/25/2021	28653	62181	ONE TOUCH OFFICE TECHNOLOGY	CONTRACT-RICOH/MPC6004EX	596.36
Total 28653:						596.36
28654						
01/21	01/25/2021	28654	62649	OPARC	PAINTING FIRE HYDRANTS	2,046.80
Total 28654:						2,046.80
28655						
01/21	01/25/2021	28655	62630	PEP BOYS	AUTO SUPPLIES	76.64
Total 28655:						76.64
28656						
01/21	01/25/2021	28656	62771	PUBLIC WATER AGENCIES GROUP	MONTHLY ASSESSMENT FOR EMERGENCY PREP	1,541.92
01/21	01/25/2021	28656	62771	PUBLIC WATER AGENCIES GROUP	PWAG ASSESSMENT	875.00
Total 28656:						2,416.92
28657						
01/21	01/25/2021	28657	62660	PUENTE HILLS FORD	MAINTENANCE TRUCKS 1, 2	1,433.33
Total 28657:						1,433.33
28658						
01/21	01/25/2021	28658	5740	QUINN COMPANY	TROUBLE SHOOT ALARM-GENSET	636.00
01/21	01/25/2021	28658	5740	QUINN COMPANY	REPAIR CAT	682.68
Total 28658:						1,318.68
28659						
01/21	01/25/2021	28659	62159	REGISTER-RECORDER/COUNTY CLE	2020 GENERAL ELECTION-COST INCURRED PRIO	221.03
Total 28659:						221.03
28660						
01/21	01/25/2021	28660	62460	RYAN WHITE	TOTAL REIMBURSEMENT-COVID RAPID TEST	175.00
Total 28660:						175.00
28661						
01/21	01/25/2021	28661	62502	S & J SUPPLY COMPANY, INC	SUPPLIES FOR SERVICES	1,191.36

GL Period	Check Issue Date	Check Number	Vendor Number	Payee	Description	Check Amount
Total 28661:						1,191.36
28662						
01/21	01/25/2021	28662	5625	SAN GABRIEL VALLEY WATER ASSN	2021 MEMBERSHIP DUES	100.00
Total 28662:						100.00
28663						
01/21	01/25/2021	28663	62249	SECURE SITE SOLUTIONS INC	SYSTEM MONITORING, MAINTENANCE-JAN-MARC	1,932.00
Total 28663:						1,932.00
28664						
01/21	01/25/2021	28664	62534	SHRED IT USA	SHREDDING SERVICE	113.06
Total 28664:						113.06
28665						
01/21	01/25/2021	28665	3550	SOUTHERN COUNTIES FUELS	REG UL CARB ETHANOL	2,655.59
Total 28665:						2,655.59
28666						
01/21	01/25/2021	28666	62481	STAPLES BUSINESS CREDIT	OFFICE SUPPLIES	698.08
Total 28666:						698.08
28667						
01/21	01/25/2021	28667	6075	STAPLES CREDIT PLAN	OFFICE SUPPLIES	128.85
Total 28667:						128.85
28668						
01/21	01/25/2021	28668	2180	SWRCB-DWOCF	D3 RENEWAL-ANDREW ANTUNEZ	90.00
01/21	01/25/2021	28668	2180	SWRCB-DWOCF	T2 RENEWAL-ANDREW ANTUNEZ	60.00
Total 28668:						150.00
28669						
01/21	01/25/2021	28669	62521	TRIEPI SMITH & ASSOCIATES	MONTHLY WEBSITE MAINTENANCE	375.00
Total 28669:						375.00
28670						
01/21	01/25/2021	28670	6950	UNDERGROUND SERVICE ALERT	SERVICE ALERT	280.60
Total 28670:						280.60
28671						
01/21	01/25/2021	28671	62665	VERIZON	SCADA ALARM MODEM	16.17
Total 28671:						16.17
28672						
01/21	01/25/2021	28672	62476	VERIZON CONNECT NWF INC	MONTHLY SERVICE	404.75

GL Period	Check Issue Date	Check Number	Vendor Number	Payee	Description	Check Amount
Total 28672:						404.75
28673						
01/21	01/25/2021	28673	7700	WALNUT VALLEY WATER DISTRICT	RECYCLED WATER	576.07
Total 28673:						576.07
28674						
01/21	01/25/2021	28674	62562	WOODARD & CURRAN	AS NEEDED POTABLE WATER SUPPORT SERVICE	1,488.25
Total 28674:						1,488.25
28675						
01/21	01/27/2021	28675	2052	LOS ANGELES COUNTY CLERK	NOTARY BOND AND OATH OF OFFICE FILING FEE	43.00
Total 28675:						43.00
728611						
01/21	01/14/2021	728611	4750	PWR JT WATER LINE COMMISSION	PM 15 Water Use	316,035.46
01/21	01/14/2021	728611	4750	PWR JT WATER LINE COMMISSION	PM 21 Water Use	127,098.44
01/21	01/14/2021	728611	4750	PWR JT WATER LINE COMMISSION	MWD CAPACITY RESERVATION CHARGE	5,004.63
01/21	01/14/2021	728611	4750	PWR JT WATER LINE COMMISSION	TVMWD CONNECTED CAPACITY CHARGE	1,137.50
01/21	01/14/2021	728611	4750	PWR JT WATER LINE COMMISSION	TVMWD WATER USE CHARGE	1,616.16
Total 728611:						450,892.19
1152021						
01/21	01/15/2021	115202	6300	STATE OF CALIFORNIA-EDD	UNEMPLOYMENT INSURANCE	498.91
01/21	01/15/2021	115202	62558	PUENTE BASIN WATER AGENCY	PM 22/PM 9 CONNECTION	227,056.80
01/21	01/15/2021	115202	62558	PUENTE BASIN WATER AGENCY	TVMWD CONNECTION CAPACITY	1,410.13
01/21	01/15/2021	115202	62558	PUENTE BASIN WATER AGENCY	TVMWD EQUIVALENT SMALL METER	1,810.26
01/21	01/15/2021	115202	62558	PUENTE BASIN WATER AGENCY	TVMWD WATER USE CHARGE	1,905.12
01/21	01/15/2021	115202	62558	PUENTE BASIN WATER AGENCY	MWD CAPACITY CHARGE	8,563.78
01/21	01/15/2021	115202	62558	PUENTE BASIN WATER AGENCY	MWD LRP CREDIT (SEP & OCT 2020)	6,665.00-
01/21	01/15/2021	115202	62558	PUENTE BASIN WATER AGENCY	ADJUSTMENT FOR CAL DOMESTIC PRODUCTION	79,582.02
Total 1152021:						314,162.02
Grand Totals:						2,019,311.70

Summary by General Ledger Account Number

GL Account	Debit	Credit	Proof
11505-0	796,118.05	.00	796,118.05
222100	9,809.87	2,029,121.57-	2,019,311.70-
51110-0	46,402.34	.00	46,402.34
51310-0	749,772.72	6,665.00-	743,107.72
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	11,653.07	.00	11,653.07
51610-0	619.66	.00	619.66

GL Account	Debit	Credit	Proof
51910-0	1,943.22	.00	1,943.22
52310-0	1,845.57	.00	1,845.57
54210-0	2,122.98	.00	2,122.98
54211-0	20,819.39	.00	20,819.39
54212-0	821.52	.00	821.52
54213-0	729.13	.00	729.13
54215-0	11,798.49	.00	11,798.49
54217-0	4,579.68	1,058.37-	3,521.31
54219-0	468.10	.00	468.10
56210-0	5,851.96	.00	5,851.96
56211-0	1,508.70	.00	1,508.70
56214-0	936.43	.00	936.43
56215-0	2,296.50	2,086.50-	210.00
56217-0	10.35	.00	10.35
56218-0	35.00	.00	35.00
56218-1	1,389.38	.00	1,389.38
56218-2	2,416.92	.00	2,416.92
56219-0	7,047.19	.00	7,047.19
56220-0	375.00	.00	375.00
56221-0	1,663.50	.00	1,663.50
56311-0	15,824.90	.00	15,824.90
56312-0	43,341.76	.00	43,341.76
56320-0	3,318.00	.00	3,318.00
56411-0	40,403.51	.00	40,403.51
56413-0	2,625.51	.00	2,625.51
56414-0	498.91	.00	498.91
56415-0	563.85	.00	563.85
56417-0	19,785.73	.00	19,785.73
56419-0	49.98	.00	49.98
56421-0	10,988.76	.00	10,988.76
56510-0	364.18	.00	364.18
56710-0	986.90	.00	986.90
56812-0	175,997.40	.00	175,997.40
57310-0	5,739.21	.00	5,739.21
57312-0	1,426.38	.00	1,426.38
57314-0	7,786.00	.00	7,786.00
57315-0	2,100.25	.00	2,100.25
57320-0	150.00	.00	150.00
57321-0	2,394.67	.00	2,394.67
57323-0	103.24	.00	103.24
Grand Totals:	2,038,931.44	2,038,931.44-	.00

Report Criteria:

Report type: GL detail

Report Criteria:
Detail Report

Check Number	Check Issue Date	Payee			
28615	01/25/2021	BINGHUI ZHAO			
Sequence	Source	Description	GL Account	Amount	Check Amount
1	246298-71	DEPOSIT REFUND	22810-0	260.51	260.51
28616	01/25/2021	PAVEMENT COATINGS CO			
Sequence	Source	Description	GL Account	Amount	Check Amount
1	9600125-01	DEPOSIT REFUND	22810-0	2,647.17	2,647.17
28617	01/25/2021	MOHAMAD KHALED BABA			
Sequence	Source	Description	GL Account	Amount	Check Amount
1	791684-62	CREDIT REFUND	15210-0	35.52	35.52
Grand Totals:					2,943.20

Tab

1.4



ROWLAND WATER DISTRICT

CASH INVESTMENTS

As of January 31, 2021

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							\$ 4,565	
Total Cash							\$ 5,109,113	
Comerica Securities CD Placement	Various					2.06%	\$ 733,713	4.84%
Local Agency Investment Fund (LAIF)	N/A					0.46%	\$ 4,114,737	27.16%
Citizens Trust Investments (Union Bank Custodian)								
US Treasury Note - 8P87	5 Year	250,000	99.6331	100.0780	2/28/2021	1.12%	\$ 250,195	1.65%
US Treasury Note - 8S76	5 Year	250,000	100.1839	100.5080	7/31/2021	1.12%	\$ 251,270	1.66%
US Treasury Note - 82F6	5 Year	250,000	99.0589	100.5900	8/31/2021	1.12%	\$ 251,475	1.66%
US Treasury Note - 82P4	5 Year	250,000	100.3750	102.6290	7/31/2022	1.83%	\$ 256,573	1.69%
Fed'l Home Loan Mtg. Corp. - AEC9	3 Year	255,000	96.0775	100.5500	8/12/2021	1.12%	\$ 256,403	1.69%
Fed'l National Mtg. Assn. - 0Q89	4 Year	250,000	100.1410	100.8790	10/7/2021	1.36%	\$ 252,198	1.66%
Fed'l Home Loan Bank - ABG2	4 Year	750,000	99.4438	101.4730	11/29/2021	1.85%	\$ 761,048	5.02%
Fed'l National Mtg. Assn. - 0S38	5 Year	300,000	102.9350	101.7640	1/5/2022	1.97%	\$ 305,292	2.01%
Fed'l Home Loan Bank - 8WG2	4 Year	100,000	99.5286	102.6390	3/11/2022	2.44%	\$ 102,639	0.68%
Fed'l National Mtg. Assn. - 0T45	5 Year	625,000	101.2114	102.0950	4/5/2022	1.84%	\$ 638,094	4.21%
Fed'l Home Loan Bank - 7R49	5 Year	200,000	99.3337	101.5500	4/13/2022	1.46%	\$ 203,100	1.34%
Fed'l Home Loan Bank - 0GJ0	5 Year	250,000	102.0745	103.0320	9/9/2022	1.94%	\$ 257,580	1.70%
Fed'l National Mtg. Assn. - 1BR5	5 Year	125,000	101.0674	103.2240	12/9/2022	1.82%	\$ 129,030	0.85%
Fed'l Home Loan Bank - 0T94	5 Year	505,000	99.2492	104.3860	1/19/2023	2.28%	\$ 527,149	3.48%
Fed'l National Mtg. Assn. - DRG9	5 Year	250,000	100.8232	105.5940	3/10/2023	2.60%	\$ 263,985	1.74%
Fed'l Farm CR Banks - LUJ1	3 Year	300,000	100.0000	100.0970	3/24/2023	1.00%	\$ 300,291	1.98%
Fed'l National Mtg. Assn. - 0U43	5 Year	250,000	99.6518	107.0770	9/12/2023	2.68%	\$ 267,693	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 Farm Cr Bks - MLT7	3 Year	200,000	99.9040	99.8940	12/28/2023	0.21%	\$ 199,788	1.32%
Fed'l Home Loan Mtg. Corp. - WVJ2	4 Year	300,000	100.0000	99.9190	9/30/2024	0.40%	\$ 299,757	1.98%
Fed'l Home Loan Banks - KMF0	4 Year	200,000	99.9540	99.8950	10/28/2024	0.30%	\$ 199,790	1.32%
Fed'l Farm Cr Bks - MFP2	4 Year	500,000	99.9490	100.0110	11/4/2024	0.44%	\$ 500,055	3.30%
Fed'l National Mtg. Assn. - 06M0	4 Year	200,000	100.0000	100.0120	12/16/2024	0.50%	\$ 200,024	1.32%
Fed'l National Mtg. Assn. - 4XZ1	5 Year	200,000	100.0000	100.1730	6/30/2025	0.74%	\$ 200,346	1.32%
Fed'l Home Loan Mtg. Corp. - 4C27	5 Year	350,000	100.0000	100.0490	7/29/2025	0.70%	\$ 350,172	2.31%
United Parcel Service - 2BC9	4 Year	100,000	97.0770	102.4840	5/16/2022	2.29%	\$ 102,484	0.68%
Bank of New York Mellon Corp. - RAE7	5 Year	250,000	99.8060	105.0070	1/29/2023	2.81%	\$ 262,518	1.73%
Paccar Financial Corp. - RP59	3 Year	170,000	105.0550	107.5790	8/9/2023	3.16%	\$ 182,884	1.21%
US Bancorp Mtns. - HHV5	5 Year	200,000	102.1370	108.4380	2/5/2024	3.11%	\$ 216,876	1.43%
Apple Inc. - 3CG3	5 Year	400,000	104.3970	107.4640	2/9/2024	2.79%	\$ 429,856	2.84%
Apple Inc. - 3CU2	5 Year	150,000	103.6730	107.5180	5/11/2024	2.65%	\$ 161,277	1.06%
Paccar Financial Corp. - RQ66	5 Year	500,000	104.7908	104.3320	2/6/2025	1.73%	\$ 521,660	3.44%
Floria Pwr & Lt Co - 1FZ5	5 Year	500,000	109.4742	108.5170	4/1/2025	2.63%	\$ 542,585	3.58%
Apple Inc. - 3DT4	5 Year	200,000	102.4560	102.2460	5/11/2025	1.10%	\$ 204,492	1.35%
Air Prods & Chems Inc. - 8BB1	5 Year	255,000	104.1940	103.4690	10/15/2025	1.45%	\$ 263,846	1.74%
Cash Reserve Account						0.01%	\$ 90,518	0.60%
Total Citizens Trust Investments							\$ 10,302,938	68.00%
Total Investments							\$ 15,151,388	100.00%
Total Cash & Investments							\$ 20,260,500	

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

January 2021

	Jan-21	Year-to-Date (YTD)	Budget (Annual)	Under / (Over) Budget	YTD Budget %	Prior YTD
1 OPERATING REVENUE						
2 Water Sales	\$ 1,255,748	\$ 9,517,260	\$ 15,420,800	\$ 5,903,540	62%	\$ 8,726,118
3 Meter Charges	1,110,723	6,879,373	11,681,400	4,802,027	59%	6,613,527
4 Customer Fees	13,258	51,941	235,900	183,959	22%	194,671
5 Contract Income	4,265	85,422	181,300	95,878	47%	116,537
6 Construction Invoices	21,691	127,809	170,000	42,191	75%	54,603
7 Capacity Fees	-	4,379	44,200	39,821	10%	44,217
8 Flow Tests	1,400	10,150	22,100	11,950	46%	13,300
9 Return Check Fees	450	2,220	7,000	4,780	32%	3,600
10 Uncollectable	-	-	(674,000)	(674,000)	0%	-
11 TOTAL OPERATING REVENUE	2,407,536	16,678,554	27,088,700	10,410,146	62%	15,766,573
12 NON-OPERATING REVENUE						
13 Property Taxes	54,078	209,460	427,800	218,340	49%	249,934
14 Shared Services	1,250	16,821	26,100	9,279	64%	16,343
15 Interest Income	16,025	137,282	205,200	67,918	67%	265,217
16 Miscellaneous Income	(13,503)	27,418	25,000	(2,418)	110%	91,045
17 TOTAL NON-OPERATING REVENUE	57,850	390,981	684,100	293,119	57%	622,539
18 TOTAL REVENUES	2,465,386	17,069,535	27,772,800	10,703,265	61%	16,389,112
19 OPERATING EXPENSES						
20 Source of Supply						
21 Water Purchases	686,243	6,338,338	11,124,000	4,785,662	57%	6,094,784
22 Pumping Power	21,933	244,790	298,900	54,110	82%	209,152
23 Fixed Charges	25,119	155,664	297,300	141,636	52%	148,259
24 Chemicals	5,622	45,832	69,100	23,268	66%	43,277
25 Total Source of Supply	738,916	6,784,623	11,789,300	5,004,677	58%	6,495,472
26 Maintenance of Water System	74,305	408,409	742,600	334,191	55%	363,849
27 Service Contracts	19,992	174,316	286,800	112,484	61%	171,833
28 Assessments	8,668	210,180	280,000	69,820	75%	76,733
29 Vehicle Expense	6,513	50,102	112,600	62,498	44%	44,137
30 Tools & Supplies	3,014	31,972	30,600	(1,372)	104%	11,492
31 Equipment Expense	2,174	8,018	68,200	60,182	12%	39,693
32 Maintenance & Operations	6,968	56,655	72,300	15,645	78%	27,055
33 Engineering	33,080	176,143	200,000	23,857	88%	52,993
34 Water Tests	2,580	13,830	20,400	6,570	68%	10,457
35 Conservation	-	3,347	50,000	46,653	7%	24,059
36 Community Outreach	38,753	114,808	231,800	116,992	50%	132,208
37 TOTAL OPERATING EXPENSES	934,962	8,032,403	13,884,600	5,852,197	58%	7,449,979
38 ADMINISTRATIVE EXPENSES						
39 Liability Insurance	-	122,290	104,000	(18,290)	118%	132,475
40 IT Support Services	8,148	83,012	130,000	46,988	64%	121,245
41 IT Licensing	59,273	87,903	140,000	52,097	63%	47,162
42 Director Expense	13,447	90,978	196,800	105,822	46%	97,127



ROWLAND WATER DISTRICT

PROFIT & LOSS

January 2021

	Jan-21	Year-to-Date (YTD)	Budget (Annual)	Under / (Over) Budget	YTD Budget %	Prior YTD
43 Bank / Management Fees	15,292	88,445	152,900	64,455	58%	86,029
44 Legal Fees	19,629	65,204	118,400	53,196	55%	50,598
45 Compliance	42,118	87,930	135,700	47,770	65%	114,771
46 Auditing & Accounting	11,630	38,604	85,000	46,396	45%	55,402
47 Utility Services	12,794	70,427	105,600	35,173	67%	63,130
48 Dues & Memberships	584	39,369	60,000	20,631	66%	43,898
49 Conference & Meetings	-	375	30,000	29,625	1%	29,911
50 Office Expenses	2,113	17,551	30,000	12,449	59%	13,627
51 Seminars/Training	6,080	10,952	35,000	24,048	31%	38,085
52 Miscellaneous Expense	5,883	45,167	150,000	104,833	30%	67,184
53 TOTAL ADMINISTRATIVE EXPENSES	196,991	848,208	1,473,400	625,192	58%	960,644
54 PERSONNEL EXPENSES						
55 Wages						
56 Operations	63,069	462,159	958,800	496,641	48%	461,283
57 Distribution	73,601	573,034	1,139,100	566,066	50%	516,413
58 Administration	121,026	908,443	1,441,000	532,557	63%	786,301
59 Total Wages	257,697	1,943,636	3,538,900	1,595,264	55%	1,763,997
60 Payroll Taxes	19,688	124,586	246,900	122,314	50%	115,606
61 Workers Compensation	-	48,538	67,900	19,362	71%	29,401
62 Unemployment	-	1,464	8,800	7,336	17%	9,178
63 CalPERS	36,351	604,688	874,300	269,612	69%	551,410
64 EE & Retiree Health Insurance	64,829	450,432	842,500	392,068	53%	382,893
65 TOTAL PERSONNEL EXPENSES	663,564	3,918,343	6,999,300	3,080,957	56%	3,097,484
66 TOTAL EXPENSES	1,795,517	12,798,954	22,357,300	9,558,346	57%	11,508,108
67 NET INCOME / (LOSS) - BEFORE DEBT SERVICE & CAPITAL EXPENDITURES	669,869	4,270,581	5,415,500	1,144,919	79%	4,881,004
68 Less: Total Debt Service	(1,035,000)	(1,756,864)	(2,461,600)	(704,736)	71%	(737,963)
69 Less: Capital Expenses (Current Year)	(298,014)	(1,693,091)	(4,313,300)	(2,620,209)	39%	-
70 CASH INCREASE / (DECREASE)	\$ (663,144)	\$ 820,626	\$ (1,359,400)	\$ (2,180,026)		\$ 4,143,042

**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

January 2021

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 62% 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 59%.
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 22%.
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 47%.
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 75% 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 46%.
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 32%.
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

January 2021

13. Property Taxes – includes tax contributions from the County of Los Angeles. YTD is at 49% 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 64%.
15. Interest Income – includes interest and dividends received on District investments. YTD is at 67% 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 110% 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 57%.
22. Pumping Power – the cost of electricity used for pumping water. YTD is high at 82% due to late billing by Southern California Edison.
23. Fixed Charges – includes fixed charges from TVMWD and CalDomestic. YTD is at 52%.
24. Chemicals – the cost of chemicals used to treat water sold to customers. YTD is at 66%.
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 55%.
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 61%.



Rowland Water District

Profit & Loss Analysis and Variance Report

January 2021

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 75% 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 44%.
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 104% 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 12%.
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 78%.
33. Engineering – general engineering costs related to District operations. YTD is high at 88% 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 68%.
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 50%.
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 64% due to IT security maintenance costs.
41. IT Licensing – includes costs for various software licenses. YTD is at 63%.
42. Director Expense – costs for director compensation and benefits. YTD is at 46% of budget due to less meetings during the COVID-19 pandemic.



Rowland Water District

Profit & Loss Analysis and Variance Report

January 2021

43. Bank/Management Fees – includes various banking fees, Paymentus fees (for processing customer payments) and investment administrative fees. YTD is currently at 58%.
44. Legal Fees – legal costs related to RWD, PBWA and Public Water Agencies Group (PWAG). YTD is at 55%.
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 65%.
46. Auditing & Accounting – includes consulting services for complex accounting matters and annual audit assurance services related to District financial reporting. YTD is at 45%.
47. Utility Services – costs related to office electricity, office phones, gas and district cell phones. YTD is at 67%.
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 66% 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 59%.
51. Seminars/Training – employee seminars and training. YTD is at 31% 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 48%.
57. Distribution – wages expense (regular, standby, OT) attributable to Distribution. YTD is at 50%
58. Administration – wages expense (regular) attributable to Administration. YTD is at 63% due to vacation cash outs paid in July and December.



Rowland Water District
Profit & Loss Analysis and Variance Report
January 2021

59. TOTAL WAGES

- 60. Payroll Taxes – employer payroll taxes paid by the District. YTD is trending at 50%.
- 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 69% 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 53%.

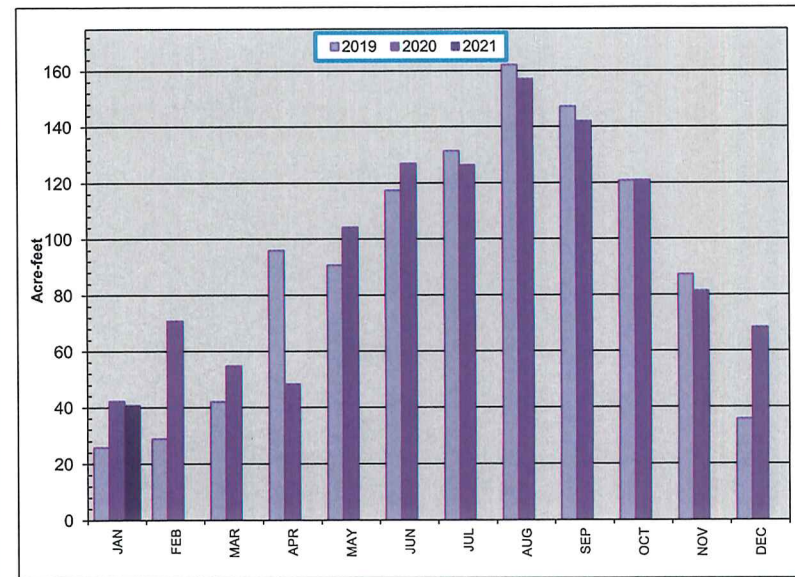
65. TOTAL PERSONNEL EXPENSES

66. TOTAL EXPENSES

- 67. **NET INCOME / (LOSS) BEFORE DEBT SERVICE & CAPITAL EXPENSES** – Financially, the District has performed as expected through January 2021.
- 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 39%.
- 70. **CASH INCREASE / (DECREASE)**

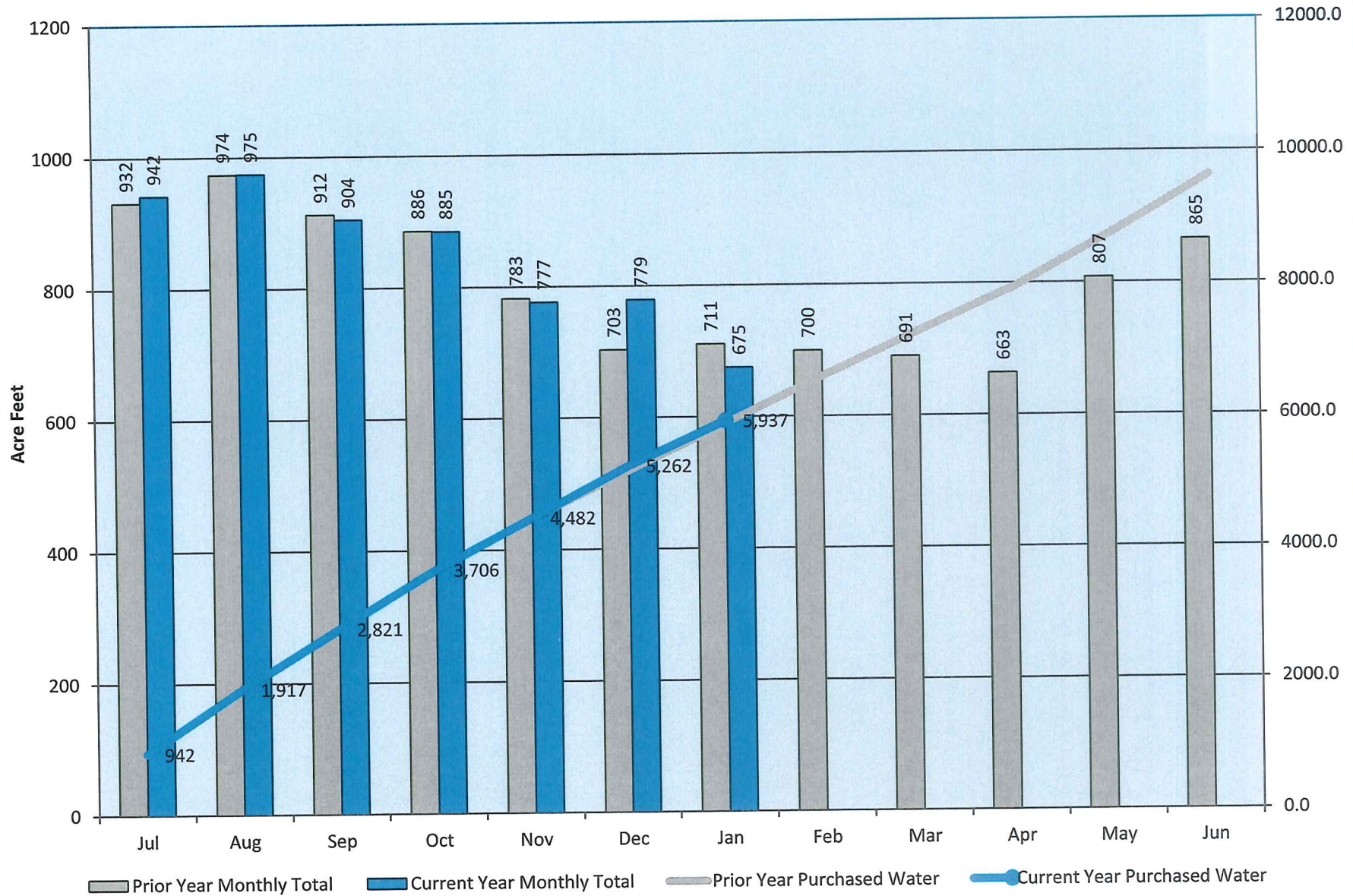
Tab

1.5



Potable Water Purchases For FY 2020-2021

(Acre-feet)



Tab

2.1



FEBRUARY 2021-DIRECTOR REIMBURSEMENTS

Director	Date of Meeting/Event	Meeting/Event Attended	Reimbursement	No Charge	Additional Comments (Submit expense report if claiming mileage and/or meal reimbursement)
Anthony J. Lima					
	2/3/2021	Three Valleys Board Meeting	\$185.00		
	2/4/2021	PBWA Meeting	\$185.00		
	2/9/2021	RWD Board Meeting	\$185.00		
	2/11/2021	PWR Meeting	\$185.00		
	2/16/2021	Project Ad-Hoc Meeting	\$185.00		
	2/17/2021	Three Valleys Board Meeting	\$185.00		
	2/22/2021	Project Ad-Hoc Meeting	\$185.00		
		TOTAL PAYMENT	\$1,295.00		
John Bellah					
	2/8/2021	SGV Chamber Gov Affairs	\$185.00		
	2/8/2021	RHCCC Meeting		X	
	2/9/2021	RWD Board Meeting	\$185.00		
	2/11/2021	City of Industry Council Meeting		X	
	2/11/2021	PWR Meeting	\$185.00		
	2/25/2021	City of Industry Council Meeting		X	
		TOTAL PAYMENT	\$555.00		
Robert W. Lewis					
	2/4/2021	PBWA Meeting	\$185.00		
	2/9/2021	RWD Board Meeting	\$185.00		
		TOTAL PAYMENT	\$370.00		
Szu Pei Lu-Yang					
	2/3/2021	Three Valleys Board Meeting	\$185.00		
	2/8/2021	RHCCC Meeting	\$185.00		
	2/9/2021	RWD Board Meeting	\$185.00		
	2/16/2021	Project Ad-Hoc Meeting	\$185.00		
	2/17/2021	Three Valleys Board Meeting	\$185.00		
	2/22/2021	Project Ad-Hoc Meeting	\$185.00		
		TOTAL PAYMENT	\$1,110.00		
		TOTAL PAYMENT	\$0.00		

APPROVED FOR PAYMENT:

Tom Coleman

Tab

2.2

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Tab

2.3



Resolution No. 3-2021

ROWLAND WATER DISTRICT RESOLUTION OF THE BOARD OF DIRECTORS APPOINTING VANESSA HSU TO FILL THE VACANCY IN THE OFFICE OF DIRECTOR FOR DIVISION 1

WHEREAS, on January 12, 2021, the Board of Directors was notified of the death of Teresa P. Rios, Director for Division 1 of the Rowland Water District, creating a vacancy in the office of Director for Division 1; and,

WHEREAS, notice of the vacancy in the office of Director of the Rowland Water District for Division 1 was given to the county elections official within fifteen days of the date the Board of Directors was notified of the vacancy; and

WHEREAS, the remaining members of the Board of Directors determined to fill the vacancy by appointment of a successor pursuant to Government Code Section 1780, and authorized the posting of a notice of the vacancy in three conspicuous places within the District, stating the Board's intention to fill the vacancy by appointment, which was posted on February 1, 2021; and,

WHEREAS, the Board of Directors caused notice to be sent to each water customer within Division 1 inviting interested voters within Division 1 to submit their qualifications for appointment to fill the vacancy; and

WHEREAS, the Board of Directors has reviewed the qualifications of persons seeking appointment to the office of Director for Division 1 and determined VANESSA HSU is qualified to fill the vacancy as a voter within Division 1;

NOW THEREFORE, be it resolved by the Board of Directors of the Rowland Water District, as follows:

1. VANESSA HSU is hereby appointed to the office of Director of the Rowland Water District for Division 1, to fill the vacancy created by the death of Teresa P. Rios.
2. Director VANESSA HSU shall hold office until the next general district election to be held November 1, 2022, at which time an election shall be

held for Director for Division 1 to serve the remaining term until the regular election for Division 1 to be held in November 2024.

3. The General Manager is directed to submit a certified copy of this Resolution to the County Elections Official to confirm that an appointment has been made by the Board of Directors to fill the vacancy.

ADOPTED at the Special Meeting of the Board of Directors held March 2, 2021, by the following roll call vote:

AYES:

NOES:

ABSTAIN:

ABSENT:

Anthony J. Lima
Board President

ATTEST:

Tom Coleman
Board Secretary

Tab

2.4

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
February 26, 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 Analysis2. Required Pension Plan Disclosures3. 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)**

NIGRO & NIGRO^{PC}

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 February 26, 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 the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

Murrieta, California
February 26, 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	63,768,564	60,958,883	2,809,681
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	42,661,165	44,222,170	(1,561,005)
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	34,372,856	34,797,467	(424,611)
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	280,988	452,425	(171,437)
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	116,263	143,091	(26,828)
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	5,577,998	4,999,043	578,955
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	444,678	(398,625)	843,303
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:

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

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	\$ 66,715,624	\$ 63,129,330

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><u>\$ 8,904,707</u></u>	<u><u>\$ 7,042,548</u></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	<u>4,876,910</u>	<u>4,290,343</u>
 <u>LIABILITIES AND NET POSITION</u>		
Net position:		
Held in trust for OPEB benefits	<u>4,876,910</u>	<u>4,290,343</u>
Total net position	<u>\$ 4,876,910</u>	<u>\$ 4,290,343</u>

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	181,701	276,232
Total additions	601,701	696,232
Deductions		
Administrative expense	15,134	11,806
Total deductions	15,134	11,806
Change in net position	586,567	684,426
Net position:		
Beginning of year	4,290,343	3,605,917
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

1. 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.

2. 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.

3. Restricted Assets

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

4. 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.

5. 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)

6. 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.

7. 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

8. 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.

9. 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.

10. 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)

10. 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.

11. 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

12. 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	4,876,910
Total cash and investments	\$ 30,079,618

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	26,801,525
Total cash and investments	\$ 30,079,618

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

ROWLAND WATER DISTRICT*Notes to Financial Statements**June 30, 2020***NOTE 2 – CASH AND INVESTMENTS (continued)****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

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.

ROWLAND WATER DISTRICT
Notes to Financial Statements
June 30, 2020

NOTE 2 – CASH AND INVESTMENTS (continued)

Concentration of Credit Risk

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

Issuer	Amount
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.

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

ROWLAND WATER DISTRICT
Notes to Financial Statements
June 30, 2020

NOTE 2 – CASH AND INVESTMENTS (continued)

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.

NOTE 3 – ACCOUNTS RECEIVABLE, NET

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

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

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

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	900,401
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	106,298
Balance – end of year	<u>\$ 16,980,625</u>

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:

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

ROWLAND WATER DISTRICT
Notes to Financial Statements
June 30, 2020

NOTE 4 – INVESTMENTS IN JOINT-VENTURES (continued)

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	15,443
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 July 1, 2019	Additions	Deductions	Balance June 30, 2020	Current Portion	Long-term Portion
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.

ROWLAND WATER DISTRICT
Notes to Financial Statements
June 30, 2020

NOTE 9 – OTHER POSTEMPLOYMENT BENEFITS (OPEB)

A. General Information about the OPEB Plan (continued)

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.

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

ROWLAND WATER DISTRICT
Notes to Financial Statements
June 30, 2020

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

B. Net OPEB Liability (continued)

Actuarial Assumptions (continued)

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	<u>100.00%</u>	

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:

	<u>Increase (Decrease)</u>		
	<u>Total</u>	<u>Plan Fiduciary</u>	<u>Net</u>
	<u>OPEB Liability</u>	<u>Net Position</u>	<u>OPEB Liability</u>
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)	<u>\$ 6,388,825</u>	<u>\$ 4,290,342</u>	<u>\$ 2,098,483</u>

ROWLAND WATER DISTRICT
Notes to Financial Statements
June 30, 2020

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

C. Changes in the Net OPEB Liability (continued)

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

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:

	7.0% Decreasing to 4.0%	Healthcare Cost 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)

ROWLAND WATER DISTRICT
Notes to Financial Statements
June 30, 2020

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

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

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.

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".

ROWLAND WATER DISTRICT
Notes to Financial Statements
June 30, 2020

NOTE 10 – PENSION PLAN (continued)

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%

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 Tier 1	PEPRA 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.

ROWLAND WATER DISTRICT*Notes to Financial Statements**June 30, 2020***NOTE 10 – PENSION PLAN (continued)****A. General Information about the Pension Plan (continued)****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.

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**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%

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)

Proportionate Share of Net Pension Liability and Pension Expense (continued)

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

<u>Plan Type and Balance Descriptions</u>	<u>Plan Total Pension Liability</u>	<u>Plan Fiduciary Net Position</u>	<u>Change in Plan Net Pension Liability</u>
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	<u>\$ 856,357</u>	<u>\$ 432,944</u>	<u>\$ 423,413</u>

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	<u>236,069</u>	<u>(83,685)</u>
Total Deferred Outflows/(Inflows) of Resources	<u>\$ 1,263,986</u>	<u>\$ (375,108)</u>

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.

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)

Proportionate Share of Net Pension Liability and Pension Expense (continued)

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:

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

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 Funds.
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.

NOTE 10 – PENSION PLAN (continued)

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

Long-term Expected Rate of Return (continued)

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 - 10¹	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%
	<u>100.0%</u>		

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+.

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

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)

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.

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	(17,709,370)
Total net investment in capital assets	<u><u>\$ 32,342,768</u></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	\$ 212,099,851
Deferred outflows	553,790
Total liabilities	112,046,920
Deferred inflows	1,672,219
Net position	\$ 98,934,502
Statement of revenues, expenses and changes in net position:	
Total revenues	\$ 181,825,144
Total expenses	(169,356,246)
Change in net position	12,468,898
Beginning – net position	86,465,604
Ending – net position	\$ 98,934,502
F. Member agencies share of year-end financial position	Not Calculated

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.

ROWLAND WATER DISTRICT

Notes to Financial Statements

June 30, 2020

NOTE 13 – RISK MANAGEMENT POOL (continued)

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.

NOTE 14 – COMMITMENTS AND CONTINGENCIES

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' 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.

ROWLAND WATER DISTRICT

Notes to Financial Statements

June 30, 2020

NOTE 14 - COMMITMENTS AND CONTINGENCIES (continued)

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)	<u>\$ (276,002)</u>	<u>\$ (251,295)</u>	<u>\$ (255,892)</u>
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*

<u>Fiscal Year Ended</u>	<u>Annual Money-Weighted Rate of Return, Net of Investment Expense</u>
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><u>\$ 5,577,998</u></u>	<u><u>\$ 4,999,043</u></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 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, and have issued our report thereon dated February 26, 2021.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the District's internal control over financial reporting (internal control) as a basis for designing audit procedures 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 financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

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

Nigro & Nigro, PC

Murrieta, California
February 26, 2021

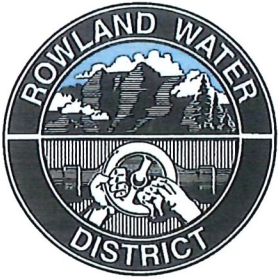
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ROWLAND WATER DISTRICT

BOARD OF DIRECTORS

Robert W. Lewis
President

John E. Bellah
Director

Anthony J. Lima
Director

Teresa P. Rios
Vice President

Szu Pei Lu-Yang
Director

Thomas L. Coleman
General Manager

David Warren
Assistant General Manager

Rosemarie Perea
Director of Administrative Svcs.

March 9, 2021

Assembly Member Blanca Rubio
California State Assembly
State Capitol, Room 5175
P.O. Box 942849
Sacramento, CA 94249-0048

RE: Assembly Bill 703 (Rubio) – Support Assembly Bill 703

Dear Assembly Member Rubio:

Rowland Water District is pleased to support your Assembly Bill 703, related to enhancing public access through teleconferencing in a public meeting setting. Rowland Water District originally supplied water to about 200 ranchers and farmers, and now serves approximately 58,000 residents in the unincorporated portions of Rowland Heights, La Puente, Hacienda Heights, and the cities of Industry and West Covina.

As part of his response to the COVID-19 pandemic, Governor Newsom issued Executive Order N-29-20 in March 2020 to expand public access to meetings of local agencies by suspending some of the restrictions on teleconferencing. Allowing local agencies to utilize teleconferencing for meetings of the legislative body has enhanced public access and increased participation by the public.

When the Governor's Executive Order expires one day, local agencies will again be required to comply with antiquated provisions of existing law which make it much more difficult to hold meetings of the legislative body by teleconference. Current law refers to "teleconference locations" and requires various actions to be taken at "teleconference locations" by local governments wishing to teleconference meetings. Current law does not recognize that a teleconference location is now wherever there is a person with a computer, a tablet, or even a mobile phone.

AB 703 will eliminate the previously existing concept of "teleconference locations" and will revise

March 9, 2021
Page 2

AB 703 also expresses legislative intent to improve and enhance public access to local agency meetings, consistent with the digital age, by allowing broader access through teleconferencing options consistent with the Governors Executive Order.

For these reasons, **Rowland Water District** is pleased to support your Assembly Bill 703 (Rubio). If you have questions about our position or would like to discuss further, you may contact me at **Tom Coleman, General Manager, tcoleman@rowlandwater.com, (562) 697-1726.**

Yours truly,

TOM COLEMAN
General Manager

cc: Assembly Member Phillip Chen, phillip@phillipchen.org
Assembly Member Lisa Calderon, Fax: 562-695-5852
Kirk Howie, Three Valleys Municipal Water District (khowie@tvmwd.com)
Kristi Foy, Mike Arnold & Associates (kfoymjarnold.com)

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Rowland Water District – Board Report

March 9, 2021



Customer Communications

- Rate Relief Bill Insert
- Career Forum
- Board Vacancy



District Outreach

- Career Forum
- Board Vacancy
- Sheriff's Logo



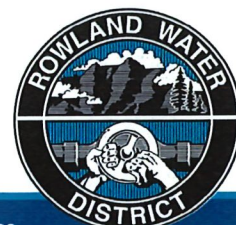
Website Enhancements

- Work in Water!
- Construction Updates
- Chinese New Year
- Virtual Scavenger Hunt



Press Releases/Media

- Career Forum – 2/1
- Edubucks – 2/3
- Committee Assignments – 2/26
- Annual Audit – 3/1





Industry Press

- Risk and Resiliency Plan - ACWA
- Passing of President Rios – ACWA
- Career Forum – ACWA



Video Projects

- Career Forum – Staff Interviews
- Career Forum – Event Video
- AMI – Customer Ease of Use



Covid-19 Support

- Safe tap water communications
- District contact information
- Press releases, sliders, social media

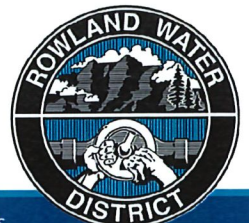


Additional Comments

PFAS - Anticipated changes to PFAS water regulations in California

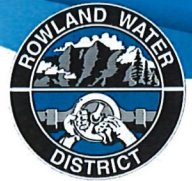
- SWRCB anticipates establishing a public health goal for PFOA/PFAS this spring. This could then lead to the establishment of Maximum Contaminant Levels.
- SWRCB is developing Notification Levels and Response Levels for PFBS (Perfluorobutanesulfonic acid) and plans to discuss these levels in March.
- SWRCB would like to further reduce NL for PFOA and PFOS. Current levels are due to testing limitations. It anticipates lower levels in the future once testing technology improves.
- SWRCB is researching the feasibility of requiring wastewater facilities to treat for PFOS. This would remove it from the environment instead of potentially impacting rivers and aquifers.
- A growing number of water agencies are joining class action lawsuits to recover the costs of PFAS treatment. Better outreach and communication will help ratepayers understand they are currently footing the bill for this additional treatment.

CV Strategies will continue to follow this news and update the Board of Directors as needed.



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Community Outreach Update | MARCH 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 25, 2021-March 1, 2021)

Measurement	Total
Posts	23
Post Reach	721
Post Engagement	55

Facebook Top Performing Post:

9:14

Rowland Water District
Posted by Hootsuite
6d · 🌐

Rowland Water District is excited to welcome Nick Carino to our team! 🌊

Nick is a part of our Water Systems Department and comes to #RWD with almost 4 years of experience and we are excited to have him join the RWD family!

#DiscoverRWD #WorkinWater #RowlandConnections

**RWD NEW HIRE
NICK CARINO**

Nick is a part of our Water Systems Department and will assist with the reliability and quality of the District's water system. Nick comes to Rowland Water District with almost 4 years of experience and we are excited to have him join the RWD family!

Share

218 people reached > Boost Unavailable

Post Insights

Rowland Water District is excited to welcome Nick Carino to our team! 🌊
February 23 at 8:30 AM
Posted by Hootsuite

VIEW POST >

218 People Reached 20 Engagements

Engagement

Reactions 11 >

Comments 0

Shares 2

Photo Views 1

Other Clicks 6

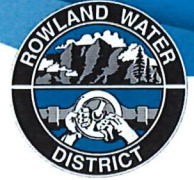
Negative Feedback

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

Pin a Post to the Top of Your Page



Twitter (January 25, 2021-March 1, 2021)

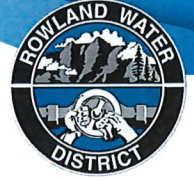
Measurement	Total
Followers	622
New Followers	3
Tweets	26
Tweet Impressions	6,190
Profile Visits	388
Mentions	8

Twitter Top Performing Post:



Rowland Water District @RowlandWater
 Hey High School Seniors! Interested in being awarded \$1,500 towards college? @WEWACsocal's annual Water Scholar Program is now open for applications!
 Visit <https://bit.ly/2M1YwY6> for info & to apply!
 @RowlandSchools @NogalesNobles @GAWilsonHS pic.twitter.com/n8iTYAezMx

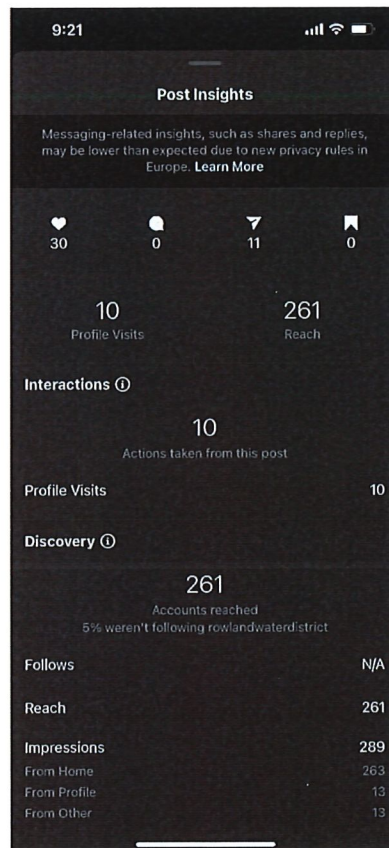
Impressions	368
Total engagements	3
Retweets	1
Likes	1
Profile clicks	1

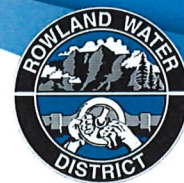


Instagram (January 25, 2021-March 1, 2021)

Measurement	Total
Total Posts	22
Total Followers	972
New Followers	41
Post Engagement	260
Impressions (Total number of times post have been seen)	3,665
Profile Impressions	5,923

Instagram Top Performing Post:





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

Measurement	Total
Users	4,998
New Users	4,235
Returning Visitor	1,779
Pageviews	15,820

CONSTANT CONTACT-(electronic information sent to customer emails)

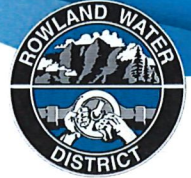
Total Active Contacts-9,675

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.

“Landscape Series” classes will all be 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-16 Participants
- 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:

- Classroom Presentations via Zoom
 - March 15th & March 22nd
 - Blandford Elementary School
 - 1st Grade
 - Water Cycle Bracelet Activity
 - 97 Students
- 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
- Youth Activity League (YAL)
 - First field trip will be March 11th at La Puente Valley's treatment plant
- Attending bi-weekly MWD education meetings via Zoom
- Attending monthly DWR education meetings via Zoom
- Attended the monthly WEWAC meeting on February 24th via Zoom

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