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MEMBERS OF THE PUBLIC WISHING TO SUBMIT WRITTEN COMMENT TO THE COMMITTEE UNDER PUBLIC COMMENT OR ON A SPECIFIC AGENDA ITEM MAY SUBMIT COMMENTS TO OUR DISTRICT SECRETARY BY EMAIL AT TQUINTANAR@RAINBOWMWD.CA.GOV OR BY MAIL TO 3707 OLD HIGHWAY 395, FALLBROOK, CA 92028. ALL WRITTEN COMMENTS RECEIVED **AT LEAST ONE HOUR IN ADVANCE OF THE MEETING** WILL BE READ TO THE COMMITTEE DURING THE APPROPRIATE PORTION OF THE MEETING. THESE PUBLIC COMMENT PROCEDURES SUPERSEDE THE DISTRICT’S STANDARD PUBLIC COMMENT POLICIES AND PROCEDURES TO THE CONTRARY.

BUDGET AND FINANCE COMMITTEE MEETING

RAINBOW MUNICIPAL WATER DISTRICT
Tuesday, February 13, 2024
Budget and Finance Committee Meeting - Time: 1:00 p.m.

District Office	3707 Old Highway 395	Fallbrook, CA 92028
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Notice is hereby given that the Budget and Finance Committee will be holding a regular meeting beginning at 1:00 p.m. on Tuesday, February 13, 2024.

AGENDA

- 1. **CALL TO ORDER**
- 2. **PLEDGE OF ALLEGIANCE**
- 3. **ROLL CALL: Flint Nelson (Chair) _____ Bill Stewart (Vice Chair) _____**
Members: Peter Hensley _____ Patti Townsend-Smith _____
Alternates: Chad Williams _____
- 4. **INSTRUCTIONS TO ALLOW PUBLIC COMMENT ON AGENDA ITEMS FROM THOSE ATTENDING THIS MEETING VIA TELECONFERENCE OR VIDEO CONFERENCE**

CHAIR TO READ ALOUD - *“If at any point, anyone would like to ask a question or make a comment and have joined this meeting with their computer, they can click on the “Raise Hand” button located at the bottom of the screen. We will be alerted that they would like to speak. When called upon, please unmute the microphone and ask the question or make comments in no more than three minutes.*

*Those who have joined by dialing a number on their telephone, will need to press *6 to unmute themselves and then *9 to alert us that they would like to speak.*

A slight pause will also be offered at the conclusion of each agenda item discussion to allow public members an opportunity to make comments or ask questions.”

5. SEATING OF ALTERNATES
6. ADDITIONS/DELETIONS/AMENDMENTS TO THE AGENDA (Government Code §54954.2)
7. PUBLIC COMMENT RELATING TO ITEMS NOT ON THE AGENDA (Limit 3 Minutes)
- *8. APPROVAL OF MINUTES
 - A. January 9, 2024
9. GENERAL MANAGER COMMENTS
10. FINANCE MANAGER COMMENTS
11. COMMITTEE MEMBER COMMENTS
12. APPOINTMENT OF COMMITTEE CHAIRPERSON
- *13. REVIEW OF PROPOSED ADDITION OF INVESTMENT OPTION – CAMP LOCAL GOVERNMENT INVESTMENT POOL
- *14. REVIEW OF PROPOSED CHANGES TO ADMINISTRATIVE CODE – INVESTMENT POLICY
- *15. REVIEW OF PROPOSED CHANGES TO ADMINISTRATIVE CODE – BANK SIGNERS
16. DISCUSSION OF TENTATIVE PLAN FOR BUDGET AND RATE WORKSHOPS FOR MARCH, APRIL, AND MAY 2024
- *17. FY24 MID-YEAR BUDGET REVIEW
- *18. REVIEW OF MONTHLY BOARD FINANCE PACKET
19. LIST OF SUGGESTED AGENDA ITEMS FOR THE NEXT SCHEDULED BUDGET AND FINANCE COMMITTEE MEETING
20. ADJOURNMENT

ATTEST TO POSTING:



Jake Wiley for Julie Johnson
Secretary of the Board

2/8/2024 3:15 PM

Date and Time of Posting
Outside Display Cases

**MINUTES OF THE BUDGET AND FINANCE COMMITTEE MEETING
OF THE RAINBOW MUNICIPAL WATER DISTRICT
JANUARY 9, 2024**

1. CALL TO ORDER: The Budget & Finance Committee meeting of the Rainbow Municipal Water District was called to order on January 9, 2024 by Chairperson Nelson at 1:00 p.m. in the Board Room of the District Office at 3707 Old Highway 395, Fallbrook, CA 92028, Chairperson Nelson presiding.

2. PLEDGE OF ALLEGIANCE

3. ROLL CALL:

Present: Member Nelson, Member Stewart, Alternate Williams

Also Present: General Manager Wiley, District Secretary Quintanar, Interim Finance Manager Poole, Operations Manager Gutierrez, Information Technology Manager Khattab, Construction and Meters Supervisor Lagunas, and Engineering and CIP Manager Williams

Absent: Member Hensley, Member Townsend-Smith

4. INSTRUCTIONS TO ALLOW PUBLIC COMMENT ON AGENDA ITEMS FROM THOSE ATTENDING THIS MEETING VIA TELECONFERENCE OR VIDEO CONFERENCE

There were no members of the public in attendance via teleconference or video conference; therefore, the instructions were not read aloud.

5. SEATING OF ALTERNATES

Alternate Williams was seated.

6. ADDITIONS/DELETIONS/AMENDMENTS TO THE AGENDA (Government Code §54954.2)

Chairperson Nelson requested postponement of Item 14 until February. Mr. Wiley referenced the Administrative Code and responded that the matter can be placed first on the February agenda. No action was taken.

7. PUBLIC COMMENT RELATING TO ITEMS NOT ON THE AGENDA (Limit 3 Minutes)

No members of the public were in attendance.

8. APPROVAL OF MINUTES

A. November 14, 2023

Motion:

To accept the minutes as provided.

Action: Approve, Moved by Member Stewart, Seconded by Member Nelson.

Vote: Motion carried by unanimous roll call vote (summary: Ayes = 3).

Ayes: Member Nelson, Member Stewart, Alternate Member Williams

Absent: Member Hensley, Member Townsend- Smith

9. GENERAL MANAGER COMMENTS

Mr. Wiley announced the departure of Ms. Largent, as she accepted another career opportunity. Human Resources staff worked diligently to hire two individuals. Rick Aragon accepted the offer to fill the Finance manager / Chief Finance Officer role. He comes to us with a wealth of experience and expertise. Our accounting supervisor will be taking some time off also, so we've hired Lauren Warrem as a temporary position to fill the role, for which she is very qualified. Mr. Aragon will join the District January 22, 2024.

Mr. Wiley continued that we are closing the books for December and will get up to speed in February. He also updated the committee about the Division 3 vacancy and efforts to appoint a replacement. He also reported that the San Diego County Water Authority (SDCWA) Settlement Agreement was executed on December 21, 2024, which lays out a clear path toward detachment. Meetings continue and we expect to be done the end of the second quarter and will finalize the capital improvement project in approximately nine months. Mr. Wiley also relayed some of the information gathered regarding financing and the timing of the work ahead.

10. FINANCE MANAGER COMMENTS

There were no comments.

11. COMMITTEE MEMBER COMMENTS

Member Stewart opined that the timing is rolling out pretty well for the capital improvement project related to the detachment from the San Diego County Water Authority Mr. Wiley agreed and added that, for budgeting purposes we plan for the full duration of the project and if a mid-year adjustment saving money needs to be done, that will be a good thing.

12. MID-YEAR BUDGET REPORT

Ms. Poole explained that this is a preview so we can provide Mr. Aragon the opportunity to participate, once he's on board. She referenced the budget report, reflecting the original budget approved was just over \$14M for wastewater, water, and wholesale water. Staff proposed an adjustment increase to \$20.7M. The year-to-date spent for water and wholesale water is \$4.7M, and \$2.4M for wastewater. Mr. Wiley added that this recommended adjustment assumes that we will expend the entire construction contract budget for Pump Station 5 by the end of this fiscal year. Ms. Poole opined that we will not meet the budgeted sales target of 12,700 acre-feet (AF). She expects our final sales to be less than 10,000 AF, based on projections that are reviewed each month.

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Mr. Wiley explained that the drop in sales results in less revenue and also less expenses. We have been conservative with our meter accounts, but this is about capital spending and what effects the reserves. Also, staff will meet this Thursday to look at Capital Projects to find areas where we might cut back and prioritize projects. Clarifying for Chairman Nelson, Ms. Poole explained that the Rainbow Water Quality Improvement line item had a roll over \$518,093 of unexpended funds from the previous fiscal year. Mr. Williams added that this is a County of San Diego project to clean up the stormwater runoff into the basin. This resulted in several utilities, including RMWD, having to relocate some facilities. This is another project allocated and approved in the previous fiscal year, but not completed due to several delays. Thus, the unexpended funds were rolled over into this fiscal year. Chairman Nelson expressed disappointment with the projection for lower water sales for the year, and a concern for the continuous decline of agricultural water sales. Discussion followed regarding continued monitoring and efforts to balance revenues and expenses. This matter will be presented once again in February.

13. ZERO USAGE METER DISCUSSION

Mr. Wiley reported we've replaced 8,000-9,000 meters over the years, and noticed meters seeing decoupling of meters or seeing high, or very low or zero flow. Some component replacements and meter replacements have been made. Issues are being monitored, and the first replacements have been evaluated and the registers are not registering use. The Administrative Code establishes that we will back bill for the average consumption for three months prior, for those we verify as previously registering under. Staff proposed outreach to affected customers and to offer options to pay over time. Information is being double-checked. Mr. Gutierrez explained decoupling, which happens infrequently, but is a result of excess volume of water used which exceeds the meter's capability. Staff are working to solve the issue for revenue protection, and we will continue to look at options such as AMI. A small pilot project is underway to provide data on efficiency and benefit to customers. Mr. Wiley explained that the issue can be complex, as far as billing for the meter size needed. He projected that once fully evaluated, this will affect approximately a few hundred customers. Chairman Nelson encouraged the efforts and expressed the importance of equity for all ratepayers. Staff will continue to evaluate options, make corrections, work with customers to back bill, and upsize meters as legally allowable.

14. APPOINTMENT OR REAPPOINTMENT OF COMMITTEE CHAIRPERSON

This matter was deferred to February 2024.

15. SOFTCHOICE CONTRACT UPDATE

Mr. Khattab presented this matter for information. He explained that the Board has approved this matter, which involves a contract with Softchoice for all our Microsoft products, as well as on-site licensing and cyber security. The County of Riverside has negotiated this contract for the State of California, so there's very little competition with other vendors. The contract is for three years, approximately \$25,827 per year, for a total of \$77,483. Staff solicited competitive bids, and learned that Microsoft does not directly contract with local agencies. The software and services can be purchased online, independently, for a higher price.

16. KYOCERA CONTRACT UPDATE

Mr. Khattab explained this item has also been approved at the Board level. In 2019, we replaced all of our copiers and printers. In an effort to standardize our entire fleet and reduce costs, we requested bids for leasing the printers. We found a lease option that covered four copiers and thirteen printers, for five years, ending this year. Kyocera has renewed the lease and replaced our entire fleet with more modern equipment, at better pricing. The better pricing is correlated to a reduction in printing. The new agreement

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is for five years and the total is \$135,009. The new fleet is all laser printers and all new models, and is already on site.

17. REVIEW OF THE MONTHLY BOARD FINANCE PACKET

Ms. Poole relayed kudos to Customer Service staff, which received more calls but retained the same average hold time. Referencing the Mid-Year Review information in the packet, Chairman Nelson requested clarification be made for consistency that we anticipate reaching our 10,000 acre-foot projection instead of the previous projection of 12,700 acre-feet. He also referenced Attachment D and requested clarification. Ms. Poole confirmed that the budgeted purchases line was added to the report by request, and the variance to the prior year is 19%.

18. LIST OF SUGGESTED AGENDA ITEMS FOR THE NEXT SCHEDULED BUDGET AND FINANCE COMMITTEE MEETING

The Mid-Year Budget information will be presented. Mr. Wiley explained that our rate consultant has added data to our rate model reflecting Eastern MWD's rates and has been working on Eastern MWD's fixed costs, which differ from the San Diego County Water District's fixed fees. Our consultant has been invited to share information at the February meeting. The committee appointment item deferred at this meeting will also be agendaized for consideration.

19. ADJOURNMENT

The meeting was adjourned by Chairman Nelson at 2:30 p.m.

Flint Nelson, Committee Chairperson

Terese Quintanar, District Secretary



BOARD ACTION

BOARD OF DIRECTORS

February 27, 2024

SUBJECT

ADOPTION OF RESOLUTION NO. 24-05 ADDING ACCESS TO THE CALIFORNIA ASSET MANAGEMENT PROGRAM (CAMP) AS AN AUTHORIZED INVESTMENT

BACKGROUND

The California Asset Management Program (CAMP) was created in 1989 when two public agencies formed the California Asset Management Trust (Trust) with the objective of meeting local government investment needs at a reasonable cost. The Trust's activities are directed by a Board of Trustees, all of whom are finance officials of California public agencies. As a result, the Trust is accountable solely to its public agency Shareholders.

Initially, the Trust was formed to assist California public agencies with investing proceeds of tax-exempt bonds and complying with the arbitrage regulations. Responding to the needs of its Shareholders, the Trust was later modified to provide for the investment of operating funds and capital reserves.

The Trust's Cash Reserve Portfolio (Pool) is a short-term portfolio which, in order of priority, seeks to preserve principal, provide daily liquidity and earn a high level of income. The Pool is a long-established short-term investment alternative for California public agencies. In conjunction with the Pool, the Trust offers a variety of cash management tools to assist public agencies in effectively managing their cash. Recently due to the increase in short term interest rates and the Pool's strategy to invest in a weighted average maturity of 60 days or less, it has been earning approximately 5.5%, compared to the LAIF rate of approximately 4.0% and a weighted average maturity of about 210 days. As of end of December 2023, the Pool has over \$17 billion in public agency assets under management.

Some of the key benefits of the Pool, as identified within the Program Guide, are as follows:

- **Safety:** Standard and Poor's (S&P), one of the nationally-recognized statistical rating agencies, reviews the assets of the Pool each week. For the Pool to maintain the S&P "AAAm" rating,¹ the Pool must meet certain credit rating standards and not exceed the average maturity allowed by S&P. In addition, a third-party custodian holds all cash and securities.

¹ Standard & Poor's fund ratings are based on analysis of credit quality, market price exposure, and management. According to Standard & Poor's rating criteria, the AAAM rating signifies excellent safety of invested principal and a superior capacity to maintain a \$1.00 per share net asset value. However, it should be understood that the rating is not a "market" rating nor a recommendation to buy, hold or sell the securities. For a full description on rating methodology, visit [Standard & Poor's website](https://www.standardandpoor.com).

- Daily liquidity: Shareholders may make withdrawals on any business day (same-day if CAMP is notified by 11:00 a.m. Pacific Time), and there is no limit on the number of transactions.
- Competitive yields
- Unlimited investments and withdrawals
- Interest earned daily and credited monthly
- Monthly statements
- For the proceeds of tax-exempt bonds, services to help ensure compliance with the arbitrage requirements of the Internal Revenue Code of the U.S. Department of Treasury for bond proceeds including arbitrage tracking, expenditure tests, annual estimates of rebate liability and rebate calculations on Installment Computation Dates.

CAMP is governed by a seven-member board of California public finance officials. CAMP's Investment Adviser, PFM Asset Management LLC (PFMAM), provides day-to-day portfolio management and program administrative services. PFMAM specializes in providing investment management services to public agencies.

Cost

As with all money market funds, other local government investment pools (LGIPs), and LAIF (the State of California's pooled investment fund), all expenses of the Trust are deducted from the Pool's yield. There are no out-of-pocket expenses for money invested in the Trust.

Investment Policy Compliance

The Board will also consider a proposed revision of Sections 5.03.010 through 5.03.210 of the Administrative Code Chapter 5.03, Investment Policy, at the February 27, 2024, Board meeting. Section 5.03.150 is proposed to be amended to add LGIPs. The CAMP Pool is an authorized LGIP investment per the revised Policy and under the California Government Code Section 6509.7. The Budget & Finance Committee, at its February 13, 2024, meeting will be asked to make a recommendation to the Board to add CAMP as an additional investment option.

DESCRIPTION

This action item is to adopt a Resolution to join other public agencies as a Participant of the California Asset Management Trust, a joint powers authority (JPA), to invest in shares of the Trust, if desired.

POLICY/STRATEGIC PLAN KEY FOCUS AREA

Strategic Focus Area Four: Fiscal Responsibility – An additional investment option will allow a more diversified portfolio and an opportunity to potentially obtain a higher yield for short-term liquidity as compared to other short-term liquidity.

BOARD OPTIONS/FISCAL IMPACTS

Becoming a Shareholder of CAMP would allow the Rainbow Municipal Water District to access professional investment management services in a cost-efficient manner, with the goal of further diversifying its portfolio within the constraints of California Government Code and seeking to protect principal, meet liquidity needs, and enhance investment earnings over time.

ENVIRONMENTAL

N/A

STAFF RECOMMENDATION

Adopt Board Resolution No. 24-05, authorizing the Rainbow Municipal Water District to join with other public agencies as a Participant of the California Asset Management Trust, a joint powers authority (JPA), to invest in shares of the Trust.

Attachment:

1. Board Resolution No. 24-05, authorizing the Rainbow Municipal Water District to join with other public agencies as a Participant of the California Asset Management Trust, a joint powers authority (JPA), to invest in shares of the Trust.



Richard R. Aragon
Chief Financial Officer

February 27, 2024

RESOLUTION NO. 2024-

A RESOLUTION OF THE BOARD OF THE RAINBOW MUNICIPAL WATER DISTRICT, AUTHORIZING THE RAINBOW MUNICIPAL WATER DISTRICT (THE "PUBLIC AGENCY") TO JOIN WITH OTHER PUBLIC AGENCIES AS A PARTICIPANT OF THE CALIFORNIA ASSET MANAGEMENT TRUST AND TO INVEST IN SHARES OF THE TRUST

WHEREAS, Section 6509.7 of Title 1, Division 7, Chapter 5 of the Government Code of the State of California (the "Joint Exercise of Powers Act") provides that, if authorized by their legislative or other governing bodies, two or more public agencies that have the authority to invest funds in their treasuries may, by agreement, jointly exercise that common power;

WHEREAS, under Sections 6500 and 6509.7(b) of the Joint Exercise of Powers Act, a "public agency" includes, but is not limited to, any California county, county board of education, county superintendent of schools, city, public corporation, public district, regional transportation commission, state department or agency, any joint powers authority formed pursuant to the Joint Exercise of Powers Act by public agencies or any nonprofit corporation whose membership is confined to public agencies or public officials;

WHEREAS, public agencies that constitute local agencies, as that term is defined in Sections 53600 of Title 5, Division 2, Part 1, Chapter 4, Article 2 of the Government Code of the State of California (the "California Government Code"), are authorized pursuant to Section 53601(p), to invest all money belonging to, or in the custody of, a local agency not required for its immediate need in shares of beneficial interest issued by a joint powers authority organized pursuant to Section 6509.7 of the California Government Code that invests in the securities and obligations authorized in subdivisions (a) to (q), inclusive, of Government Code Section 53601;

WHEREAS, the California Asset Management Trust (the "Trust") was established, pursuant to and in accordance with the Joint Exercise of Powers Act, by a Declaration of Trust, made as of December 15, 1989, as subsequently amended from time to time (the "Declaration of Trust"), as a vehicle for public agencies to jointly exercise their common power to invest the proceeds of debt issues and Public Agency surplus funds;

WHEREAS, pursuant to and in accordance with the Joint Exercise of Powers Act, the Public Agency desires to join the other public agencies which are or will be Participants of the Trust by adopting and executing the Declaration of Trust, a form which is on file in the office of the Treasurer;

WHEREAS, the Public Agency is a "public agency" as that term is defined in Sections 6500 and 6509.7(b) of the Joint Exercise of Powers Act and a "local agency" as that term is defined in Section 53600 of the California Government Code;

WHEREAS, the Public Agency is otherwise permitted to be a Participant of the Trust and to invest funds in the Trust and in the individual portfolios to be managed by the Investment Adviser to the Trust ("Individual Portfolios"); and

WHEREAS, a program guide describing the Trust and the Individual Portfolios (the "Program Guide") is on file in the office of the Treasurer.

NOW, THEREFORE, BE IT RESOLVED by the Board of the Public Agency as follows:

Section 1. The Public Agency shall join with other public agencies pursuant to and in accordance with the Joint Exercise of Powers Act by executing the Declaration of Trust and

thereby becoming a Participant in the Trust, which Declaration of Trust is hereby approved and adopted. A copy of the Declaration of Trust, which is available in the office of the Treasurer shall be filed with the minutes of the meeting at which this Resolution was adopted. The Board President is hereby authorized to execute, and the Board Secretary is hereby authorized to attest and deliver, the Declaration of Trust.

Section 2. The Public Agency is hereby authorized to purchase shares in the Trust from time to time with available funds of the Public Agency, and to redeem some or all of those shares from time to time as such funds are needed.

Section 3. The Public Agency is hereby authorized to invest available funds of the Public Agency from time to time in one or more Individual Portfolios managed by the Investment Adviser to the Trust and described in the Program Guide.

Section 4. The appropriate officers, agents and employees of the Public Agency are hereby authorized and directed in the name and on behalf of the Public Agency to take all actions and to make and execute any and all certificates, requisitions, agreements, notices, consents, warrants and other documents, and any changes, amendments, modifications, or waivers thereto which they, or any of them, might deem necessary or appropriate in order to accomplish the purposes of this Resolution.

Section 5. This Resolution shall take effect at the earliest date permitted by law.

By: _____
(Name)

(Title)

ATTEST:

By: _____
(Name)

(Title)

(Date)

BOARD OF DIRECTORS

February 27, 2024

SUBJECT

CONSIDERATION OF ADOPTION OF ORDINANCE NO. 24-04 REVISION TO ADMINISTRATIVE CODE CHAPTER 5.03, INVESTMENT POLICY, SECTIONS 5.03.010 THROUGH 5.03.210.

BACKGROUND

Administrative Code (Admin Code) Chapter 5.03, Investment Policy, governs the investment of District funds in detail as determined by the requirements of California law. Section 53607 of the California Government Code authorizes the Board to delegate its authority to the Treasurer for a one-year period to invest or reinvest the funds of the District and to sell or exchange securities purchased. The Board delegates this authority to the Treasurer in Admin Code Section 5.03.070 and which includes an automatic renewal that delegation of authority. The Investment Policy, including the renewal of delegation, is then reviewed annually for any necessary changes or changes directed by the Board.

Proposed Policy Revisions. Changes are proposed to update the Policy, as well as to add some clarifications and minor nits, in accordance with California Government Code.

5.03.010: Provide clarification that there are secondary and third objectives, in addition to the primary objective of safety of principal. Liquidity and Investment return are also important objectives that should be considered when making investments.

5.03.020: Provide clarification that bond proceeds shall be subject to approved bond documents and Treasury restrictions.

5.03.080: Provide clarification that a monthly report of transactions, including purchases, sales, and maturities should be provided to the Board in accordance with California Government Code 53607.

5.03.120: Eliminating that the Treasurer will make exceptions of types of agencies to invest. The Treasurer should only transact business with banks, savings and loan associations, and with broker/dealers, so this statement is not necessary. Provide clarification that broker/dealers must agree to abide by the District's Investment Policy. Provide clarification that if the District contracts with an investment advisor, that the Treasurer may approve a list of the advisor's authorized broker/dealers.

5.03.140: Eliminating that loss of principal will be acceptable, as this appears to create confusion. The District's intent to hold all investments until maturity was addressed previously in the Investment Policy in Section 5.03.030, Investment Policy Prudence.

5.03.150: Eliminate Student Loan Marketing Association (SLMA) securities as these investment securities are not Government Obligations and add Farmer Mac as a strong credit Government Obligation option. Provide clarification for LAIF that there is no percentage limitation due to liquidity. The Local Agency Investment Fund (LAIF) State maximum has been increased up to \$75 million. With the Board Action Item also requested for approval at the February 27, 2024, meeting, is the additional investment option. Local Government Investment Pools (LGIPs) with the highest credit ratings will allow increased portfolio diversification, as well as a potential to earn higher yields on highly liquid funds. Update that bankers' acceptances may not exceed 180 days in accordance with California law. Provide additional information for short-term money market accounts to include additional safety requirements. Update the Investment Type Percentages for proposed changes in this section. Allow for a maximum amount of the highest liquidity options such as cash and money market accounts, if best determined by the Treasurer to keep funds liquid for any upcoming expense obligations. Eliminate passbook savings acct demand deposits, as this is repetitive and can be considered cash funds addressed in the prior line item of the Policy.

5.03.190: Eliminating the Security Swaps securities. Derivatives are highly advised against under Government Finance Officer's Association's best practices due to the risk and uncertainties involved. The District does not have a large portfolio in order to potentially take advantage to outweigh the risks, nor would it be prudent.

5.03.210. Investment Policy Glossary Terms. Minor nits and added items for additional investment terminology.

DESCRIPTION

This action item is to perform the annual review the Investment Policy, as well as approve proposed revisions, in accordance with California law.

POLICY/STRATEGIC PLAN KEY FOCUS AREA

Strategic Focus Area Four: Fiscal Responsibility – The annual delegation of authority to the Treasurer and latest revisions to the Investment Policy will ensure the Treasurer is able to manage the District's excess cash and invest in securities maintaining the highest credit ratings to ensure safety of principal, in accordance with the District's Investment Policy and California law.

BOARD OPTIONS/FISCAL IMPACTS

There is no direct fiscal impact associated with the revisions to the Investment Policy other than the ability to now invest in Local Government Investment Pools like CAMP, which have current yields of approximately 5.5%.

ENVIRONMENTAL

N/A

STAFF RECOMMENDATION

Adopt Board Ordinance No. 24-04 revision of Administrative Code Chapter 5.03, Investment Policy, relating to the investment of funds.

Attachments:

1. Ordinance No. 24-04 Amending Administrative Code Chapter 5.03 (Investment Policy)
2. Red-lined Administrative Code Chapter 5.03, Investment Policy.



Richard R. Aragon
Chief Financial Officer

February 27, 2024

Draft for Committee Review

**Chapter 5.03
INVESTMENT POLICY**

Sections:

- 5.03.010 Investment Policy Purpose**
- 5.03.020 Investment Policy Scope**
- 5.03.030 Investment Policy Prudence**
- 5.03.040 Investment Policy Objectives**
- 5.03.040.01 Investment Policy Safety of Principal**
- 5.03.040.02 Investment Policy Liquidity**
- 5.03.040.03 Investment Policy Yield**
- 5.03.050 Investment Policy Maturity Matrix**
- 5.03.060 Investment Policy Performance Evaluation**
- 5.03.070 Investment Policy Delegation of Authority**
- 5.03.080 Investment Policy Reporting**
- 5.03.090 Investment Policy Ethics and Conflicts of Interest**
- 5.03.100 Investment Policy Safekeeping and Securities**
- 5.03.110 Investment Policy Investments Secured by Full Faith and Credit**
- 5.03.120 Investment Policy Qualified Brokers/Dealers**
- 5.03.130 Investment Policy Collateral Requirements**
- 5.03.140 Investment Policy Risk Tolerance**
- 5.03.150 Investment Policy Authorized Investments**
- 5.03.160 Investment Policy Legislative Changes**
- 5.03.170 Investment Policy Interest Earnings**
- 5.03.180 Investment Policy Limiting Market Value Erosion**
- 5.03.190 Investment Policy Portfolio Management Activity**
- 5.03.200 Investment Policy Review**
- 5.03.210 Investment Policy Glossary Terms**
- 5.03.220 Cash Reserves Policy**
 - 5.03.220.01 Purpose**
 - Operating Reserves**
 - Capital Reserves**
 - Water Capital Projects Reserve (Fund 60) 5.03.220.05**
 - Wastewater Replacement Reserve (Fund 52)**
 - 5.03.220.06 Wastewater Expansion Reserve (Fund 53)**
 - 5.03.220.07 Liability Self Insurance Reserve (03-00-13104)**
 - 5.03.220.08 Debt Service Reserve**
 - 5.03.220.09 New Water Sources Reserve (Fund 26)**
 - 5.03.220.10 Water Rate Stabilization Reserve (Fund 05)**

5.03.010
Investment Policy Purpose

In accordance with and under authority granted by the Board of Directors, the Treasurer for the Rainbow Municipal Water District is responsible for investing the unexpended cash in the District Treasury.

The investment of the funds of the Rainbow Municipal Water District is directed to the goals of safety, liquidity and yield. The authority governing investments for municipal governments is set forth in the California Government Code, Sections 53601 through 53659.

The primary objective of the investment policy of the Rainbow Municipal Water District is **SAFETY OF PRINCIPAL**. The secondary objective shall be to meet the liquidity needs of the Rainbow Municipal Water District. The third objective shall be to achieve an investment return on the funds under control within the parameters of prudent risk management, consistent with the constraints imposed by its safety objective and cash flow considerations. Investments shall be placed in those securities as outlined by type and maturity sector in this document. Effective cash flow management and resulting cash investment practices are recognized as essential to good fiscal management and control. Rainbow Municipal Water District's portfolio shall be designed and managed in a manner responsive to the **PUBLIC TRUST** and consistent with state and local law. Portfolio management requires continual analysis and as a result the balance between the various investments and maturities may change in order to give the Rainbow Municipal Water District the optimum combination of necessary liquidity and optimal yield based on cash flow requirements.

5.03.020 Investment Policy Scope

The Investment Policy applies to all financial assets of the Rainbow Municipal Water District as accounted for in the Annual Audit Report, except for the employee's retirement and deferred compensation funds. Policy statements outlined in this document focus on the Rainbow Municipal Water District's pooled funds, but will also apply to all other funds under the District Treasurer's span of control unless specifically exempted by ~~statue~~ statute or ordinance.

One exception does exist regarding the investment of bond reserve funds. If, in the opinion of the Rainbow Municipal Water District Treasurer, matching the segregated investment portfolio of the bond reserve fund with the maturity schedule of an individual bond issue is prudent given current economic analysis, the investment policy authorizes extending beyond the five--year maturity limitation as outlined in this document. Investment of bond proceeds shall be subject to the conditions and restrictions of bond documents and Treasury regulations related to arbitrage restrictions on tax-exempt bonds.

5.03.030
Investment Policy Prudence

The standard to be used by investment officials shall be that of the "prudent investor rule" (California Government Code 53600.3),—and shall be applied in the context of managing all aspects of the overall portfolio. Investments shall be made with judgment and care, under circumstances then prevailing, which persons of prudence, direction and intelligence, not for speculation, but for investment, considering the probable safety of capital as well as the probable income to be derived.

It is the Rainbow Municipal Water District intent, at the time of purchase, to hold all investments until maturity to ensure the return on all invested principal dollars.

However, it is realized that market prices of securities will vary depending on economic and interest rate conditions at any point in time. It is further recognized that in a well-diversified investment portfolio, occasional measured losses are inevitable due to economic, bond market or individual security credit analysis. These occasional losses must be considered within the context of the overall investment program objectives and the resultant long-term rate of return.

5.03.040
Investment Policy Objectives

5.03.040.01 Safety of Principal

Safety of principal is the foremost objective of the Rainbow Municipal Water District. Each investment transaction shall seek to ensure that capital losses are avoided, whether from securities default, broker-dealer default or erosion of market value. The District shall seek to preserve principal by mitigating the two types of risk, credit risk and market risk.

CREDIT RISK, defined as the risk of loss due to failure of the issuer of a security, shall be mitigated by investing in investment grade securities and by diversifying the investment portfolio so that the failure of any one issuer does not unduly harm the District's capital base and cash flow.

MARKET RISK, defined as market value fluctuations due to overall changes in the general level of interest rates, shall be mitigated by limiting the average maturity of the District's investment portfolio to three years, the maximum maturity of any one security to five years, structuring the portfolio based on historic and current cash flow analysis eliminating the need to sell securities prior to maturity, and avoiding the purchase of long term securities for the sole purpose of short term speculation.

5.03.40.02 Investment Policy Liquidity

Historical cash flow trends are compared to current cash flow requirements on an ongoing basis in an effort to ensure that the District's investment portfolio will remain sufficiently liquid to enable the District to meet all reasonably anticipated operating requirements.

5.03.40.03 Investment Policy Yield

Yield should become a consideration only after the basic requirements of safety and liquidity have been met.

5.03.050
Investment Policy Maturity Matrix

Maturities of Investments will be selected based on liquidity requirements to minimize interest rate risk and maximize earnings. Current and expected yield curve analysis will be monitored and the portfolio will be invested accordingly. The weighted average maturity of the pooled portfolio should not exceed three years and the following suggested percentages of the portfolio should be invested in the following maturity sectors:

<u>Maturity Range</u>	<u>Suggested Percentage</u>
1 day to 180 days	15 to 50%
181 days to 364 days	10 to 50%
1 year to 2 years	10 to 50%
2 years to 3 years	0 to 40%
3 years to 4 years	0 to 40%
4 years to 5 years	0 to 40%
Over 5 years	Board Approval Required

5.03.060

Investment Policy Performance Evaluation

Investment performance is continually monitored and evaluated by the District Treasurer. Investment performance statistics and activity reports are generated on a monthly basis for review. (See **Reporting** section of this Investment Policy).

5.03.070

Investment Policy Delegation of Authority

The ~~investment~~ ~~per this policy~~, of District idle funds is annually delegated to the Treasurer by the Board of Directors who shall thereafter assume full responsibility for those transactions until the delegation of authority is revoked or expires.

All transactions will be reviewed by the Treasurer on a regular basis to assure compliance with this Statement of Investment Policy.

This delegation of investment authority is limited to one year and will be reviewed annually by the Board of Directors through its annual review of the investment policy as whole (California Government Code 53600, et seq).

5.03.080

Investment Policy Reporting

The Treasurer will submit a monthly investment transactions report of purchases, sales, and maturities (California Government Code 53607), and a quarterly investment report (California Government Code 53646) to the Board of Directors. This report will include: type of investment, issuer, date of maturity, par and dollar amount of deposit, rate of interest, statement that there are or are not sufficient funds to meet the next 6 months obligations and a statement indicating compliance or noncompliance with this Statement of Investment Policy (California Government Code 53646 (b), (2) & (3)). Additional items listed will also include average weighted yield, average days to maturity, accrued interest earned during the period and fiscal year to date percent distribution to each type of investment.

5.03.090

Investment Policy Ethics and Conflicts of Interest

Officers and employees involved in the investment process shall refrain from personal business activity that conflicts with proper execution of the investment program, or impairs their ability to make impartial investment decisions. Additionally, the District Treasurer is required to annually file financial disclosures as required by the Fair Political Practices Commission (FPPC). All officers and employees involved in the investment of public funds are required to comply with the District's Conflict of Interest Code.

5.03.100
Investment Policy Safekeeping and Securities

To protect against fraud or embezzlement or losses caused by collapse of an individual securities dealer, all securities owned by the District shall be held in safekeeping by a third party institution, acting as an agent for the District under the terms of a custody agreement or PSA agreement (repurchase agreement collateral). All trades executed by a dealer will settle delivery vs. payment (DVP) through the District's safekeeping agent.

The Treasurer will establish an annual process of independent review by an external audit firm. This review will provide assurances of strong internal controls by reviewing compliance with previously established policies and procedures, the result of this review will be part of the annual audit report to the Board of Directors.

Important internal controls deemed necessary are: control of collusion, separation of duties and administrative controls, separating transaction authority from accounting and record keeping, custodial safekeeping, clear delegation of authority, management review and approval of investment transactions, specific limitation regarding security losses and remedial action, written confirmation of telephone transactions, minimizing the number of authorized investment officials, documentation of transactions and strategies, and code of ethical standards.

5.03.110**Investment Policy Investments Secured By Full Faith and Credit**

The District will require safekeeping documentation of the treasury instrument in an acceptable safekeeping account in the District's name with an acceptable third party trustee. Examples of this type of investment include Treasury Notes and Bills. The Board of Directors of Rainbow Municipal Water District may invest daily surplus monies not required for the immediate necessities of the local agency in accordance with the provisions of California Government Code 5921 and 53600, et seq.

5.03.120

Investment Policy Qualified Brokers/Dealers

The District shall transact business only with banks, savings and loans associations, and with brokers/dealers. ~~The District Treasurer will make exceptions only upon written authorization.~~ Investment staff shall investigate broker/dealers who wish to do business with the District to determine if they are adequately capitalized, and make markets in the securities appropriate to the District's need, and agree to abide by the conditions set forth in the investment policy.

The District Treasurer shall annually send a copy of the current investment policy to all broker/dealers approved to do business with the District. Confirmation of receipt of this policy shall be considered evidence that the dealer understands the District's investment policies and intends to sell the District only appropriate investments authorized by this investment policy. If the District has contracted with investment advisor(s), the Treasurer may approve and use a list of authorized broker/dealers provided by the investment advisor.

5.03.130
Investment Policy Collateral Requirements

Collateral is required for investments in certificates of deposit, repurchase agreements and reverse repurchase agreements. In order to reduce market risk, the collateral level will be at least 102% of market value of principal and accrued interest.

In order to conform with the provisions of the Federal Bankruptcy Code which provides for liquidation of securities held as collateral, the only securities acceptable as collateral shall be certificates of deposit, commercial paper, eligible banker's acceptances, medium term notes or securities that are the direct obligations of, or are fully guaranteed as to principal and interest by, the United States or any agency of the United States.

5.03.140

Investment Policy Risk Tolerance

No individual investment transaction shall be undertaken, which jeopardizes the total capital position of the overall portfolio. The Treasurer shall periodically establish guidelines and strategies to control risks of default, and illiquidity.

Risk will also be managed by subscribing to a portfolio management philosophy that helps to control interest rate risk by investing to a shorter term. ~~Loss of principal will only be acceptable if economic gain can be conclusively demonstrated.~~

Controlling and managing risk is the foremost portfolio management objective. The District strives to maintain an efficient portfolio by providing ~~for~~ the lowest level of risk for a given level of return. This acceptable level of return has been quantified as a return that is consistent with the six-month Treasury bill yield. Any level of return above this measure should be reviewed in order to ensure that such investments meet the criteria previously specified.

5.03.150

Investment Policy Authorized Investments

Investment of District funds is governed by the California Government Code Sections 53600, et seq. Within the context of the limitations, the following investments are authorized as further limited herein:

1. United States Treasury Bills, Bonds, and Notes or those for which the full faith and credit of the United States are pledged for payment of principal and interest. There is no percentage limitation of the portfolio, which can be invested in this category, although a five-year maturity limitation is applicable and can be waived based on a program or specific investment approved by the District.
2. Obligations issued by the Government National Mortgage Association (GNMA), the Federal Farm Credit System (FFCB), the Federal Home Loan Bank Board (FHLB), the Federal National Mortgage Association (FNMA), ~~the Student Loan Marketing Association (SLMA)~~, Federal Home Loan Mortgage Association (FHLMC), Federal Agricultural Mortgage Corporation (Farmer Mac), and the Tennessee Valley Authority (TVA). There is no percentage limitation of the portfolio, which can be invested in this category, although a five-year maturity limitation is applicable, unless waived as described above.
3. Local Agency Investment Fund (LAIF) which is a State of California managed investment pool and operates similarly to a LGIP may be used up to the maximum permitted by California State Law with no percentage limitation of the portfolio. (\$30 million).
- 3.4. Local Government Investment Pools (LGIPs) are investments that consist of shares of beneficial interest issued by a joint powers authority (JPA) organized pursuant to Government Code Section 6509.7 and authorized by Government Code Section 53601(p). The District should only invest in LGIPs that comply with the California Government Code and all relevant sections of this investment policy, are managed to maintain a stable NAV, and LGIP ratings must be in the highest rating category by at least one NRSRO. There is no percentage limitation of the portfolio which can be invested in this category.

Investments detailed in items 4 through 10 are further restricted to the percentage of the cost value of the portfolio in any one-issuer name to a maximum of 15%. The total value invested in any one issuer shall not exceed 5% of the issuer's net worth. Again, a five-year maximum maturity limitation is applicable unless further restricted by this policy.

- 4.5. Bills of exchange or time drafts drawn on and accepted by commercial banks, otherwise known as banker's acceptances. Banker's acceptances purchased may not exceed 180270 days to maturity or 40% of the cost value of the portfolio.
- 5.6. Commercial paper ranked P1 or A when applicable Moody's Investor Services or A1+ by Standard & Poor's, and issued by domestic corporations having assets in excess of \$500,000,000 and having

an "AA" or better rating on its' long-term debentures as provided by Moody's or Standard & Poor's Purchases of eligible commercial paper may not exceed 270 days to maturity nor represent more than 10% of the outstanding paper of the issuing corporation. Purchases of commercial paper may not exceed 15% of the cost value of the portfolio.

- 6-7.** Negotiable Certificates of deposit issued by nationally or state chartered banks or state or federal savings institutions. Purchases of negotiable certificates of deposit may not exceed 30% of total portfolio. A maturity limitation of five years is applicable, unless waived as described above.
- 7-8.** Repurchase agreements that specify terms and conditions may be transacted with banks and broker dealers. The maturity of the repurchase agreements shall not exceed 90 days. The market value of the securities used as collateral for the repurchase agreements shall be monitored by the investment staff and shall not be allowed to fall below 102% of the value of the repurchase agreement. A PSA Master Repurchase Agreement is required between the Rainbow Municipal Water District and the broker/dealer or financial institution for all repurchase agreements transacted, see note below regarding investments which may yield \$0.00.
- 8-9.** Time deposits, non-negotiable and collateralized in accordance with the California Government Code, may be purchased through banks or savings or loan associations. Since time deposits are not liquid, no more than 25% of the investment portfolio may be invested in this investment type.
- 9-10.** Medium-Term Corporate Notes, with a maximum maturity of five years may be purchased. Securities eligible for investment shall be rated "A" or better by Moody's or Standard & Poor's rating services. Purchase of medium-term notes may not exceed 30% of the market value of the portfolio and no more than 15% of the market value of the portfolio may be invested in notes issued by one corporation. Commercial paper holdings should be included when calculating the 15% limitation.
- 10-11.** Various daily cash funds including short-term money market accounts administered for or by trustees, paying agents and custodian banks contracted by the Rainbow Municipal Water District may be purchased as allowed under State of California Government Code. Only funds holding U.S. Treasury or Government agency obligations can be utilized and managed to maintain a stable NAV. The maximum exposure to a single mutual fund shall be 10% of the District's market value of the portfolio. Ratings must be in the highest rating category by at least two NRSROs.

Ineligible investments are those that are not described herein, including but not limited to; common stocks and long term (over five-years in maturity) notes and bonds. The District shall not invest in any instrument, which held to maturity, would yield \$0.00 (California Government Code 53601.6). It is noted that special circumstances arise that necessitate the purchase of securities beyond the five-year limitation. On such occasions, requests must be approved by the Board of Directors of the Rainbow Municipal Water District prior to purchase.

The following summary of maximum percentage limits, by instrument, are established for the Rainbow Municipal Water District total pooled funds portfolio:

<u>Investment Type</u>	<u>Percentage</u>
Repurchase Agreements	0 to 100%
Local Agency Investment Fund (LAIF)	\$30,000,000 per acct. 0 to 100% up to <u>State Maximum</u>
US Treasury Bonds/Notes/Bills	0 to 100%
US Government Agency Obligations	0 to 100%
US Government Agency Callable	0 to 75%
Banker's Acceptance	0 to 40%
Commercial Paper	0 to 15%
Negotiable Certificates of Deposit	0 to 30%
Time Certificates of Deposit	0 to 25%
Medium-Term Corporate Notes	0 to 30%
Cash funds and Money Mkt. Accts.	0 to 100 20%
Passbook savings acct demand deposits	0 to 20%

5.03.160**Investment Policy Legislative Changes**

Any State of California legislative action, that further restricts allowable maturities, investment type or percentage allocations, will be incorporated into the Rainbow Municipal Water District's Investment Policy and supersede any and all previously accepted language.

5.03.170**Investment Policy Interest Earnings**

All moneys earned and collected from investments authorized in this policy shall be allocated monthly to various fund accounts based on the cash balance in each fund as a percentage of the entire pooled portfolio.

5.03.180

Investment Policy Limiting Market Value Erosion

The longer the maturity of securities, the greater their market prices volatility. Therefore, it is the general policy of the Rainbow Municipal Water District to limit the potential effects from erosion in market values by adhering to the following guidelines:

All immediate and anticipated liquidity requirements will be addressed prior to purchasing all investments.

Maturity dates for long-term investments will coincide with significant cash flow requirements where possible, to assist with short term cash requirements at maturity.

All long-term securities will be purchased with the intent to hold all investments to maturity under then prevailing economic conditions. However, economic or market conditions may change, making the District's best interest to sell or trade a security prior to maturity.

5.03.190

Investment Policy Portfolio Management Activity

The investment program shall seek to augment returns consistent with the intent of this policy, identified risk limitations and prudent investment principles. This objective will be achieved by use of the following strategies:

ACTIVE PORTFOLIO MANAGEMENT: Through active fund and cash flow management taking advantage of current economic and interest rate trends, the portfolio yield may be enhanced with limited and measurable increases in risk by extending the weighted maturity of the total portfolio.

PORTFOLIO MATURITY MANAGEMENT: When structuring the maturity composition of the portfolio, the District shall evaluate current and expected interest rate yields and necessary cash flow requirements. It is recognized that in normal market conditions longer maturities produce higher yields. However, the securities with longer maturities also experience greater price fluctuations when the level of interest rates change.

~~**SECURITY SWAPS:** The District may take advantage of security swap opportunities to improve the overall portfolio yield. A swap, which improves the portfolio yield, may be selected even if the transactions result in an accounting loss. Documentation for swaps will be included in the District's permanent investments file documents.~~

5.03.200
Investment Policy Review

The Rainbow Municipal Water District investment policy shall be adopted by resolution of the District Board of Directors on an annual basis (California Government Code 53646(a)). This investment policy shall be reviewed at least annually to ensure its consistency with the overall objectives of preservation of principal, liquidity and yield, and its relevance to current law and financial and economic trends. Any amendments to the policy shall be forwarded to the Board of Directors for approval.

Section 5.03.210 Investment Policy Glossary Terms

Agencies: Federal agency securities and/or Government-sponsored enterprises.

Asked: The price at which securities are offered. (The price at which a firm will sell a security to an investor). See "**Bid**" or "**Offer**".

Average Weighted Yield: The accumulative yield of each security weighted by the security's dollar as compared to the total value of all the securities.

Banker's' Acceptance: A letter of credit is issued in a foreign trade transaction. For example, a U.S. corporation planning to import goods from abroad will ask its bank to issue a letter of credit on behalf of the corporation in favor of the foreign supplier. Upon receipt of this letter and draft, the supplier will ship the goods and present the draft at its bank for discounting. The foreign bank then forwards the draft to its U.S. correspondent. The draft is stamped "accepted" with the U.S. bank incurring an obligation to pay the draft (now a banker's' acceptance) at maturity. Initial maturities range from 30 to 180 days, but the short-term 90-day acceptance is the market standard.

Basis Point: One one-hundredth of a percent (i.e. 0.01%).

Benchmark: A comparative base for measuring the performance or risk tolerance of the investment portfolio. A benchmark should represent a close correlation to the level of risk and the average duration of the portfolio's investments.

Bid: The price offered by a buyer of securities. (When you are selling securities, you ask for a bid). See "**Asked**" or "**Offer**".

Book-entry Securities: Securities that are purchased, sold and held with electronic computer entries rather than transfer of physical certificates.

Broker: A broker brings buyers and sellers together for a commission paid by the initiator of the transaction or by both sides: they do not take a position. In the money market, brokers are active in markets, in which banks buy and sell money, and in inter-dealer markets.

Callable Bonds or Notes: Bonds or Notes may be repurchased at the option of the issuer within a specified period at a specified price. Early redemption of high-coupon bonds and/or notes occurs whenever interest rates subsequently decline (i.e., 30-year GNMA Notes).

Certificate of Deposit (CD): A time deposit with a specific maturity evidenced by a certificate. Large denominations CD's are typically negotiable.

Collateral: Securities, evidence of deposit, or other property, which a borrower pledges to secure repayment of a loan. Also refers to securities pledged by a bank to secure deposits of public monies.

Collateralization: The act of securing or guaranteeing the discharge of an obligation with anything such as stocks or bonds. Securities, evidence of deposit or other property which a borrower pledges to secure repayment of a loan. Repayment of a loan may refer to securities pledged by a bank to secure deposits of public monies.

Commercial Paper: Short term obligations issued by banks, corporations, and other borrowers to investors with temporary idle cash. Such instruments are unsecured and are issued on a discounted basis.

Coupon:

(a.) The annual rate of interest that a bond's issuer promises to pay the bondholder on the bond's face value.

(b.) A certificate attached to a bond evidencing interest due on a payment date.

[Credit Rating: The alphanumeric score which provides an assessment of the credit opinion of one of the Nationally Recognized Statistical Rating Organizations \(NSRSO\) for a particular investment or issuing entity.](#)

Dealer: A dealer, as opposed to a broker, acts as a principal in all transactions, buying and selling for their own account.

Debenture: A bond secured only by the general credit of the issuer.

Delivery-Versus-Payment: Funds are not wire-transferred until the securities are delivered. If the transfer is accomplished through the Fed wire system, the investor is notified before cash is released. If a third-party acts as custodian, funds are released by the custodian or the customer only when delivery is accomplished.

Delivery-Versus-Receipt: Is delivery of securities with an exchange of a signed receipt for the securities.

Derivatives:

(1.) Financial instruments whose return profile is linked to, or derived from, the movement of one or more underlying index or security, and may include a leveraging factor, or

(2.) financial contracts based upon notional amounts whose value is derived from an underlying index or security (interest rates, foreign exchange rates, equities or commodities).

Discount: The difference between the cost price of a security and its maturity when quoted at lower than face value. A security selling below the original offering price shortly after sale also is considered to be at a discount.

Discount Securities: Non-interest-bearing money market instruments that are Bills.

Diversification: Dividing investment funds among a variety of securities offering independent returns.

Duration: A measure of the price volatility of a portfolio that reflects an estimate of the projected increase or decrease in the value of a portfolio based upon a decrease or increase in the interest rates. A duration of 1.0 means that for every 1.0 percent increase in interest rates, the market value of a portfolio would decrease by 1.0 percent.

Federal Credit Agencies: Agencies of the Federal Government set up to supply credit to various classes of institutions and individuals, e.g., S & L's, small business firms, students, farmers, farm cooperatives, and exporters.

Federal Deposit Insurance Corporation (FDIC): A Federal agency that insures bank deposits, currently up to ~~\$250~~250,000 per deposit.

Federal Funds Rate: The rate of interest at which Fed funds are traded. This rate is currently pegged by the Federal Reserve through open-market operations.

Federal Home Loan Banks (FHLB): Government sponsored wholesale banks (currently 12 regional banks) which lend funds and provide correspondent banking services to member commercial banks, thrift institutions, credit unions and insurance companies. The mission of the FHLB's is to liquefy the housing related assets of its members who must purchase stock in their district Bank.

Federal National Mortgage Association (FNMA): FNMA, like GNMA was chartered under the Federal National Mortgage Association Act in 1938. FNMA is a federal corporation working under the auspices of the Department of Housing and Urban Development (HUD). It is the largest single provider of residential mortgage funds in the United States. Fannie Mae, as the corporation is called, is a private stockholder-owned corporation. The corporation's purchases include a variety of adjustable mortgages and second loans, in addition to fixed-rate mortgages. FNMA's securities are also highly liquid and are widely accepted. FNMA assumes and guarantees that all security holders will receive timely payment of principal and interest.

Federal Open Market Committee (FOMC): Consists of seven members of the Federal Reserve Board and five of the twelve Federal Reserve Bank Presidents. The President of the New York Federal Reserve Bank is a permanent member, while the other Presidents serve on a rotating basis. The Committee periodically meets to set Federal Reserve guidelines regarding purchases and sales of Government Securities in the open market as a means of influencing the volume of bank credit and money.

Federal Reserve System: The central bank of the United States created by Congress and consisting of a seven-member Board of Governors in Washington, D.C., and 12 regional Federal Reserve banks and the Federal Open Market Committee. ~~about 5,700 commercial banks that are members of the system.~~

Government National Mortgage Association (GNMA or Ginnie Mae): Securities influencing the volume of bank credit guaranteed by GNMA and issued by mortgage bankers, commercial banks, savings and loan associations, and other institutions. Security holder is protected by full faith and credit of the U.S. Government. Ginnie Mae securities are backed by the FHA, VA or USDA Rural Development mortgages. The term "pass-through" is often used to describe Ginnie Mae's.

Issuer: The entity identified as the counterparty or obligator related to a security trade.

Local Agency Investment Fund (LAIF): This fund was established by California Government Code Section 16429.1 for use by local agencies in California and is managed by the Treasurer of the State of California, who may invest money in the fund in securities prescribed in Government Code Section 16430 or elect to have the money of the fund invested through the State's Surplus

Money Investment Fund.

Liquid Short-term Securities: A security that is instantly negotiable at par value. A checking account, demand deposit, money market funds and state investment pool with check-writing features are very liquid.

Liquidity: A liquid asset is one that can be converted easily and rapidly into cash without a substantial loss of value. In the money market, a security is said to be liquid if the spread between bid and asked prices is narrow and reasonable size can be done at those quotes.

Local Government Investment Pools (LGIPs): The aggregate of all funds from political subdivisions that are placed in the custody of the State Treasurer (LAIF) for investment and reinvestment. These investments consist of shares of beneficial interest issued by a joint powers authority (JPA) organized pursuant to California Government Code Section 6509.7 and authorized by Government Code Section 53601(p).

Market Value: The price that a security can be expected to bring when sold in a given market.

Market-average Rate of Return: The average return on a six-month U.S. Treasury Bill.

Master Repurchase Agreement: A written contract covering all future transactions between the parties to repurchase-reverse repurchase agreements that establishes each party's rights in the transactions. A master agreement will often specify, among other things, the right of the buyer-lender to liquidate the underlying securities in the event of default by the seller-borrower.

Maturity: The date upon which the principal or stated value of an investment becomes due and payable.

Money Market: The market in which short-term debt instruments (bills, commercial paper, banker's acceptances, etc.) are issued and traded.

Money Market Funds: Third party funds that are subject to SEC (Investment Company Act of 1940) regulations that special diversification requirements and 53601).

Mutual Funds: Third party funds that are subject to the investment guidelines as described under California Government Code Section 53601.

Nationally Recognized Statistical Rating Organization (NRSRO): A credit rating agency that issues credit ratings that the U.S. Securities and Exchange Commission (SEC) permits other financial firms to use for certain regulatory purposes.

Offer: The price asked by a seller of securities. (When you are buying securities you ask for an offer). See "**Asked**" and "**Bid**".

Open Market Operations: Purchases and sales of government and certain other securities in the open market by the New York Federal Reserve Bank as directed by the FOMC in order to influence the volume of money and credit in the economy. Purchases affect reserves into the bank system and stimulate growth of money and credit: Sales have most flexible monetary policy tool.

Portfolio: Collection of securities held by an investor.

Primary Dealer: A group of government securities dealers who submit daily reports of market activity and positions, monthly financial statements to the Federal Reserve Bank of New York and are subject to its informal oversight. Primary dealers include Securities and Exchange Commission (SEC)-registered securities broker/dealers, banks and a few unregulated firms.

Prime Self-liquidating Banker's' Acceptance: The banker's' acceptance will be liquidated at maturity from the proceeds of the sale of goods, which distinguishes self-liquidating acceptance

from those used only to finance inventories.

Private Export Funding Corporation: Created by the finance U.S. exports. Interest payments and principal payments are backed by the full faith and credit of the U.S. Government.

Prudent Person Rule: An investment standard established in 1630. It states that a trustee who is investing for another should behave in the same way as a prudent individual of discretion and intelligence who is seeking a reasonable income and preservation of capital (California Government Code 53600.3). In some states the law requires that a fiduciary, such as a trustee, may invest money only in a list of securities selected by the custody state-the so called "legal list". California Government Code 53601 is the "legal list".

Prudent Risk: An investment system in which the investor will invest conservatively to receive a stable income with little risk.

Rate of Return: The yield obtainable on its purchase price or its current market price. This may be the amortized yield to maturity_y on a bond, the current income return.

Repurchase Agreement (RP or REPO): A holder of securities sells these securities to an investor with an agreement to repurchase them at a fixed price on a fixed date. The security "buyer" in effect lends the "seller" money for the period of the agreement, and the terms of the agreement are structured to compensate them for this. Dealers use RP extensively to finance their positions. Exception: When the Fed is said to be doing RP, it is lending money that is, increasing bank reserves.

Safekeeping: A service to customers rendered by custodian banks for a fee whereby securities and valuables of all types and descriptions are segregated and identified by the bank for protection held in the bank's vaults for protection.

Secondary Markets: A market made for the purchase and sale of outstanding issues following the initial distribution.

Securities and Exchange Commission: Agency created by congress to protect investors in securities transactions by administering securities legislation.

SEC Rule 15C3-1: See **UNIFORM NET CAPITAL RULE**.

Structured Notes: Notes issued by Government Sponsored Enterprises (FHLB, FNMA, ~~SLMA~~, etc.) and Corporations that have imbedded options (e.g., call features, step-up coupons, floating rate coupons, derivative-based returns) into their debt structure. Their market performance is impacted by the fluctuation of interest rates, the volatility of the imbedded options and shifts in the shape of the yield curve.

Swap: A shift of assets from one instrument to another and may be done for a variety of reasons, such as to increase yield, lengthen or shorten maturities, to take a profit, or to increase investment quality.

Sweep: A daily transfer of available cash balances from a demand deposit (checking) account to an interest-earning vehicle such as an overnight repurchase agreement.

Treasury Bills: A non-interest-bearing discount security issued by the U.S. Treasury to finance the national debt. Most bills are issued to mature in three months, six months, or one year.

Treasury Bond: Long-term U.S. Treasury securities having initial maturities of more than 10 years.

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Treasury Notes: Medium-term coupon-bearing U.S. Treasury securities issued as direct obligations of the U.S. Government and having initial maturities from two to 10 years.

Uniform Net Capital Rule: Securities and Exchange Commission requirement that member firms as well as nonmember broker-dealers in securities maintain a maximum ratio of indebtedness to liquid capital of 15 to 1; also called net capital rule and net capital ratio. Indebtedness covers all money owed to a firm, including margin loans and commitments to purchase securities, one reason new public issues are spread among members of underwriting syndicates. Liquid capital includes cash and assets easily converted into cash.

Weighted Average Days to Maturity: The accumulative days of each security between the reporting date and maturity of the security weighted by the security's dollar value as compared to the total value of all the securities.

Yield: The rate of annual income return on an investment, expressed as a percentage.

(a.) **INCOME YIELD** is obtained by dividing the current dollar income by the current market price for the security.

(b.) **NET YIELD** or **YIELD TO MATURITY** is the current income yield minus any premium above par or plus any discount from par in purchase price; with the adjustment spread over the period from the date of purchase to the date of maturity of the bond.

Zero Coupon: A bond without current interest coupons sold at a substantial discount from par that provides its return to investors through accretion in value at maturity.



BOARD ACTION

BOARD OF DIRECTORS

February 27, 2024

SUBJECT

CONSIDERATION OF ADOPTION OF ORDINANCE NO. 24-03 REVISION TO ADMINISTRATIVE CODE SECTION 5.01.020, ACCOUNTS PAYABLE SIGNERS

BACKGROUND

Staff reviewed Administrative Code (Admin Code) Section 5.01.020 regarding accounts payable check signing requirements due to the recent need to approve a resolution adding the new Chief Financial Officer and Board Member filling the District 3 vacancy to the authorized bank signers list. In light of this review of current code and practices, staff recommend Admin Code Section 5.01.020 be updated to align with current standard industry practices among other local water districts which allow for checks to be signed at only a staff level, regardless of amount, if the purchases and contracts are properly previously approved at the appropriate level of staff or the Board as determined by the Procurement Policy. This revision would include the provision for any Board member to be able to sign in the place of management staff for one of the two required signatures in the event staff is unavailable and timely payment is required, such as might be the case during an emergency.

The historical practice and current Admin Code Section 5.01.020 require a Board member sign any check over \$50,000, even if the purchase or contract was previously approved by the Board, or is a required payment to cover imported purchase water costs or utility payments. This change is recommended to remove any potential for a delayed payment of appropriately authorized expenses that could incur late penalties or be in breach of payment terms and conditions. As a mitigating control to ensure appropriate oversight of the Board, staff currently provide monthly Board reports which contain a listing of all physical or electronic payments, excepting payroll transactions, and all credit card purchases. Additionally, Admin Code Section 5.02.200 would still require all purchases and contract services over \$50,000 be preapproved by the Board, except in the case of an emergency.

DESCRIPTION

This action item is to revise the Administrative Code Section 5.01.020 – Accounts Payable Signers to conform the check signing requirement to industry current standard practices.

POLICY/STRATEGIC PLAN KEY FOCUS AREA

Strategic Focus Area Four: Fiscal Responsibility

BOARD OPTIONS/FISCAL IMPACTS

There is no direct fiscal impact associated with the proposed revisions to the Admin Code but this action does reduce the risk of untimely payment of obligated expenses and any incurred late fees or penalties.

ENVIRONMENTAL

N/A

STAFF RECOMMENDATION

Adopt Board Ordinance No. 24-03 revision of Administrative Code Chapter 5.01.020 – Accounts Payable Signers.

Attachments:

- 1. Ordinance (24-03) Amending Administrative Code Chapter 5.01.020
- 2. Red-lined Administrative Code Chapter 5.01.020



Richard R. Aragon
Chief Financial Officer

February 27, 2024

Section 5.01.020
Accounts Payable Signers

Accounts payable checks shall require two signatures, either physical or digital. The General Manager or Chief Financial Officer/Finance Manager of the District may authorize checks be printed using digital signatures, or electronic payments such as ACH be issued, if such expenditures were previously approved according to the appropriate staff or Board level per the Administrative Code. Any one member of the Board may sign an accounts payable check in the event manual signatures are necessary should management staff be unavailable and circumstance require timely payment. under \$50,000 shall be signed by members of the management staff, and checks over \$50,000 be signed by one member of management staff and one Board member. Payments may be made by using physical checks, facsimile, digital signature, electronic funds transfer (EFT), wires, or any other method that is secure, efficient, and beneficial to the District's needs. The Budget and Finance Committee will review internal controls and advise the Board on adoption of appropriate policies.

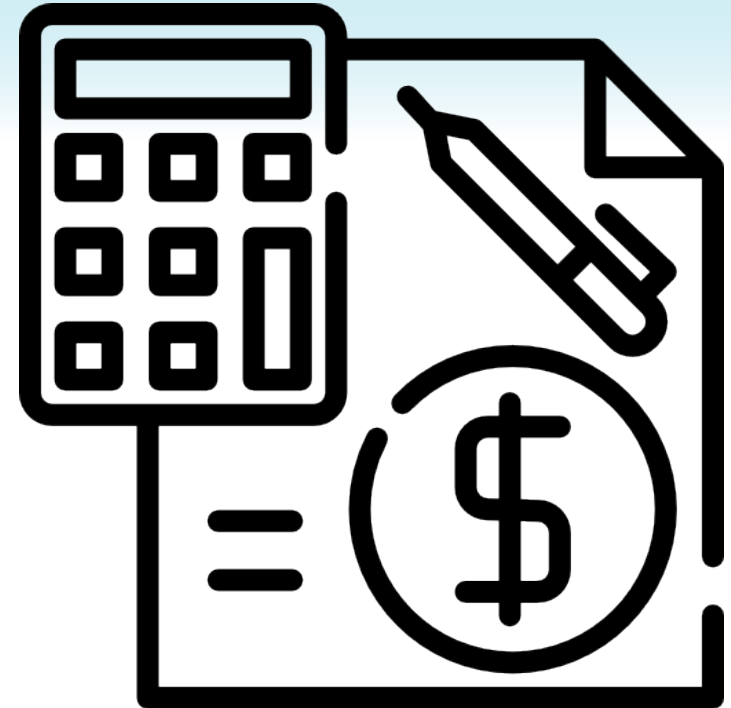
FY24 Mid-Year Budget Review



Operating Budget

Key Changes

- Sales: 12,700 AF -> 10,500 AF
- Operating Revenue Reduction : \$(1,597,152)
 - Purchased Water Cost Reduction: \$(2,889,113)
 - Net Budget Impact: +\$1,291,961
- Operating Expenses Reduction: \$(323,953)
- Total Net Revenue Impact: +\$1,615,914



Operating Budget

Operating Budget Adjustments					
Department	Account Description	FY 24 Proposed Budget Adjustments		Justification	
Operating Revenue:					
Water	Water Sales-SF, MF, CM, IS	\$ (1,824,682)	Decrease	Decreased Quantity of Sales	
Water	Water Sales-Ag. Domestic	(829,073)	Decrease	Decreased Quantity of Sales	
Water	Water Sales- Agriculture	(1,052,134)	Decrease	Decreased Quantity of Sales	
Water	Water Sales-Construction	21,645	Increase	Increased Quantity of Sales	
Water	Water Sales - TSAWR Com	(545,939)	Decrease	Decreased Quantity of Sales	
Water	Water Sales- TSAWR Dom	(368,533)	Decrease	Decreased Quantity of Sales	
Water	O&M Charges-RMWD	3,766,861	Increase	Updated Meter Counts and District Fixed Rate Rate	
Water	O&M Charges-CWA	(765,296)	Decrease	SDCWA Fees were not final at budget time	
Total Revenue Increase (Decrease):		(1,597,152)			
Cost of Water:					
Water	Water Purchases	\$ (2,975,224)	Decrease	Decreased Quantity of Sales	
Water	Ready to Serve Charge	(18,725)	Decrease	SDCWA Fees were not final at budget time	
Water	Infrastructure Access Charge	(19,585)	Decrease	SDCWA Fees were not final at budget time	
Water	Ag Credit-TSAWR	153,449	Increase	SDCWA Fees were not final at budget time	
Water	Customer Service Charge	(8,706)	Decrease	SDCWA Fees were not final at budget time	
Water	Capacity Reservation Charge	(53,957)	Decrease	SDCWA Fees were not final at budget time	
Water	Emergency Storage Charge	6,262	Increase	SDCWA Fees were not final at budget time	
Water	Supply Reliability Charge	27,373	Increase	SDCWA Fees were not final at budget time	
Total Purchased Water Budget Increase (Decrease):		(2,889,113)			

Operating Budget

Expenses:				
Operations	Travel/Conferences/Training	\$ (500)	Decrease	Cut Travel/Training 50%
Construction	Travel/Conferences/Training	(2,500)	Decrease	Cut Travel/Training 50%
Meters	Travel/Conferences/Training	(1,500)	Decrease	Cut Travel/Training 50%
Board of Directors	Travel/Conferences/Training	(17,455)	Decrease	Cut Travel/Training 50%
Garage	Travel/Conferences/Training	(250)	Decrease	Cut Travel/Training 50%
Admin	Travel/Conferences/Training	(8,275)	Decrease	Cut Travel/Training 50%
Human Resources	Travel/Conferences/Training	(2,250)	Decrease	Cut Travel/Training 50%
Risk	Travel/Conferences/Training	(1,000)	Decrease	Cut Travel/Training 50%
Information Technology Computers		(50,000)	Decrease	Department Level Identified Savings
Information Technology Professional Services		(50,000)	Decrease	Department Level Identified Savings
Information Technology Dues & Subscriptions		(47,000)	Decrease	Department Level Identified Savings
Information Technology Travel/Conferences/Training		(3,000)	Decrease	Cut Travel/Training 50%
Public Relations	Professional Services	(20,000)	Decrease	Department Level Identified Savings
Public Relations	Supplies & Services	(15,000)	Decrease	Department Level Identified Savings
Public Relations	Travel/Conferences/Training	(500)	Decrease	Cut Travel/Training 50%
Finance	Travel/Conferences/Training	(7,500)	Decrease	Cut Travel/Training 50%
Customer Service	Travel/Conferences/Training	(500)	Decrease	Cut Travel/Training 50%
Engineering	Regular Salaries	(94,223)	Decrease	Unfilled Engineer Position
Engineering	Travel/Conferences/Training	(2,500)	Decrease	Cut Travel/Training 50%
Total Operating Budget Expense Increase (Decrease)		(323,953)		

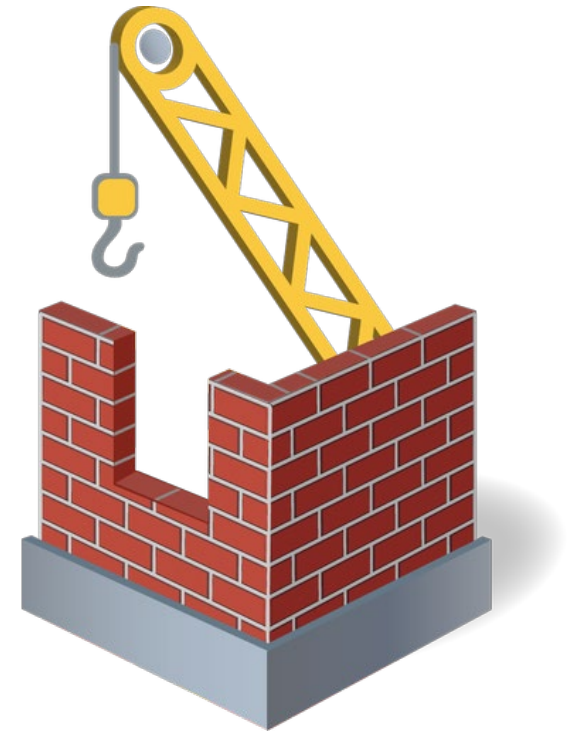
Capital Budget

Key Changes

- Water Capital Increase: \$741,281
- Wholesale Water Efficiency: \$3,577,891
- Wastewater: \$3,680,787

- **Total Capital Budget Increase – (\$7,999,959)**
- Less Net Revenue Increase - +\$1,615,914

- **Total Net Budget Impact- (\$6,384,045)**



Capital Budget

Capital Budget Adjustments

Project #	Project Name	Year 1	(Proposed) Year 1	Increase or (Decrease)
		Approved Budget FY 23/24	Adjusted Budget FY 23/24	
300007	Programatic EIR for Existing Easements	\$ -	\$ 6,000	\$ 6,000
300032	New Roof	-	150,000	150,000
530001	Thoroughbred Lane Lift Station and Pipeline Repair (LS1 Replacement)	5,000,000	8,680,787	3,680,787
600003	San Luis Rey Imported Return Flow Recovery	600,000	225,000	(375,000)
600007	Pressure Reducing Stations	-	25,000	25,000
600009	Isolation Valve Installation Program	-	80,000	80,000
600013	Hutton/Rancho Amigos (Turner)/Dentro Pump Stations	6,000,000	9,577,891	3,577,891
600019	Water System Monitoring Program	25,000	67,403	42,403
600026	Camino Del Rey Waterline Reloaction	25,000	45,000	20,000
600030	Corrosion Prevention Program Development and Implementation	100,000	162,861	62,861
600034	Rice Canyon Tank Transmission PL to I-15/SR76 Corridor	1,500,000	1,487,415	(12,585)
600037	Live Oak Park Road Bridge Replacement	200,000	478,288	278,288
600047	Communitty Power Resiliency Generator Grant (Generator at Sumac, McGee, Gomex)	375,000	738,314	363,314
600058	Electrical Panel Switches	130,000	6,000	(124,000)
600077	Rainbow Water Quality Improvement	-	275,000	275,000
600085	Gird to West Lilac Pipeline Rehabilitation	50,000	-	(50,000)
Total		\$ 14,005,000	\$ 22,004,959	\$ 7,999,959



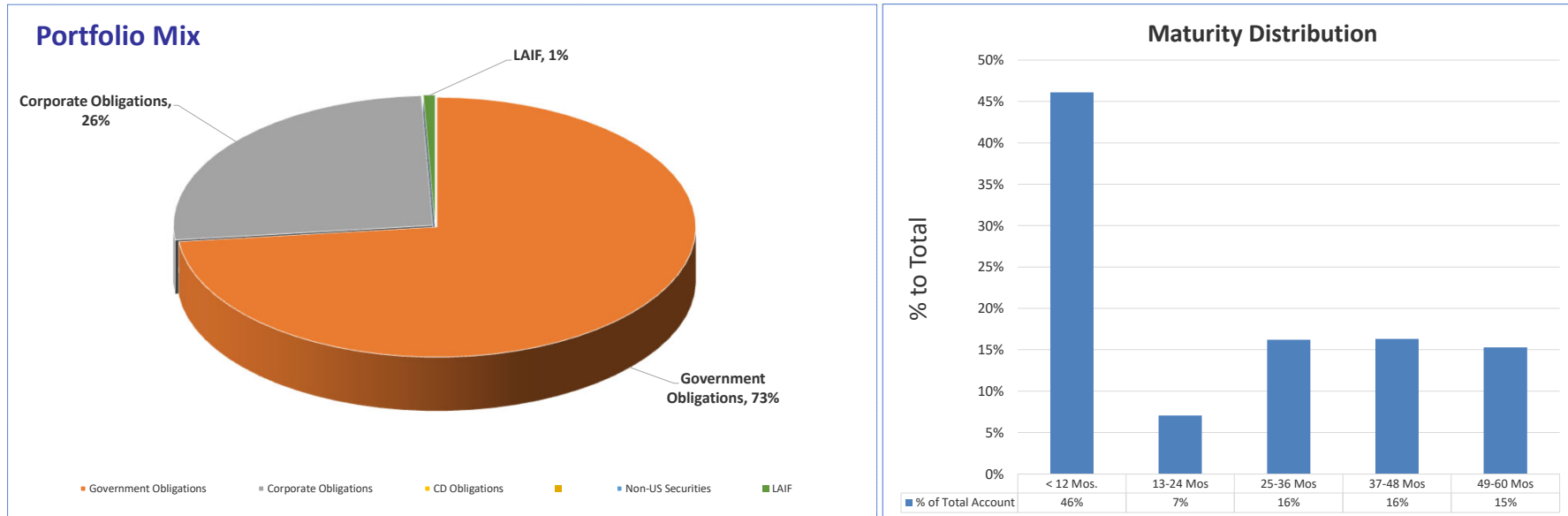
Questions?

Attachments A and B will be provided at a later date.

RAINBOW MUNICIPAL WATER DISTRICT
 TREASURER'S MONTHLY REPORT OF INVESTMENTS
 PORTFOLIO SUMMARY
 1/31/2024



TYPE	ISSUER	CUSIP	Bond		Par Value	Cost Basis	Market Value*	Interest Rate	Yield to Maturity	Semi-Annual Interest	Days to Maturity	Object
			Rating	Date of Maturity								
Money Market Funds	First American Government	31846V567			\$	2,278,725	\$	2,278,725			0	11508
Trust	Willimington Trust	CSCDA 2017-01			\$	50,000	\$	50,000			0	10301
Total Cash & Cash Equivalents					\$	-	\$	2,328,725	\$	2,328,725		
	FEDERAL FARM CR BKS	3133EPRN7	Aaa	07/28/28	\$	515,000	\$	515,000	\$	5.050%	5.010%	\$ 13,004 1640 11508
Callable 10/14/22 1X	FEDERAL HOME LOAN BKS	3130APAM7	Aaa	10/14/26	\$	500,000	\$	497,500	\$	0.900%	0.980%	\$ 2,239 987 11508
Non-Callable	FEDERAL HOME LOAN BKS	3130AQF40	Aaa	12/20/24	\$	500,000	\$	499,710	\$	1.000%	1.030%	\$ 2,499 324 11508
Callable 4/21/23 1X	FEDERAL HOME LOAN BKS STEP UP	3130ARQ61	Aaa	10/21/24	\$	500,000	\$	502,195	\$	2.200%	3.730%	\$ 5,524 264 11508
Callable 7/22/22 QTR	FEDERAL HOME LOAN BKS	3130ARJH5	Aaa	04/22/27	\$	500,000	\$	500,000	\$	3.150%	3.270%	\$ 7,875 1177 11508
	FEDERAL HOME LOAN BKS	3130ARY62	Aaa	05/23/25	\$	600,000	\$	594,210	\$	4.000%	4.030%	\$ 11,884 478 11508
	FEDERAL HOME LOAN BKS	3130AT2T3	Aaa	08/25/27	\$	500,000	\$	503,370	\$	3.350%	4.070%	\$ 8,431 1302 11508
	FEDERAL FARM CR BKS	3130AXW46	Aaa	11/07/28	\$	470,000	\$	472,585	\$	4.800%	4.720%	\$ 11,342 1742 11508
	TENNESSEE VALLEY AUTHORITY	880591ER9	Aaa	09/15/24	\$	500,000	\$	497,780	\$	2.875%	2.920%	\$ 7,156 228 11508
Total Government Obligations					\$	4,585,000	\$	4,582,350	\$	4,497,766		
	JOHN DEERE CAPITAL CORP	24422EXB0	A2	07/14/28	\$	285,000	\$	289,093	\$	4.950%	4.840%	\$ 7,155 1626 11508
	TOYOTA MOTOR CORP	89236TKQ7	A1	01/12/28	\$	400,000	\$	400,000	\$	4.625%	4.590%	\$ 9,250 1442 11508
Callable 05/28/23	JPMORGAN CHASE & CO	48128G3N8	A1	05/28/26	\$	1,000,000	\$	1,000,000	\$	1.200%	1.320%	\$ 6,000 848 11508
Total Corporate Issues					\$	1,685,000	\$	1,689,093	\$	1,602,586		
Total CD Obligations					\$	-	\$	-	\$	-		
Total Non-US Securities					\$	-	\$	-	\$	-		
Subtotal Long Term												
Pooled Investment					\$	6,270,000	\$	8,600,167	\$	8,429,076		
Portfolio Totals	Local Agency Investment Fund (LAIF)**	0.999699687			\$		\$	43,409	\$	43,409		
					\$	8,643,576	\$	8,472,485				



This monthly report accurately reflects all District pooled investments. It is in conformity with the Investment Administrative code section 5.03.080. There no monthly transactions (purchases, sales, or maturities) to report for this month. The District has sufficient cash flow to meet six months of obligations. The District is in compliance with the current Investment Policy and California Government Code.

2/13/2024

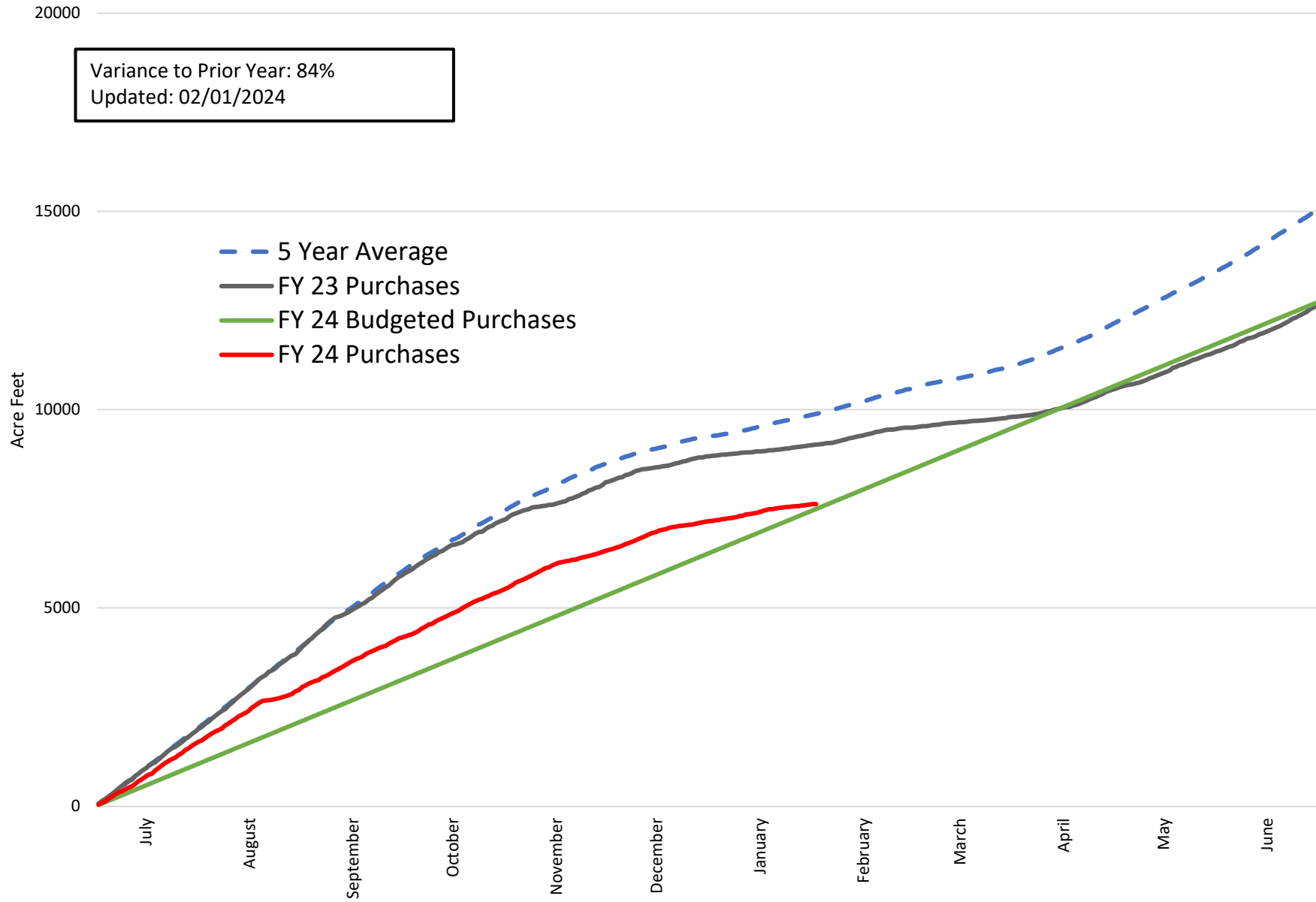
Richard R. Aragon, CFO/Treasurer

*Source of Market Value - US Bank monthly statements

**Source of LAIF FMV - CA State Treasurer Pooled Money Investment Account @ <https://www.treasurer.ca.gov/pmia-laif/reports/valuation.asp>

System Demands Comparison Chart

Variance to Prior Year: 84%
Updated: 02/01/2024



Comparative Water Sales YTD from Prior Years

FISCAL YEAR 2023-2024

Quantity of Meters	User Code	JUL	AUG	SEP	OCT	NOV	DEC	JAN	FEB	MAR	APR	MAY	JUN	Acre Feet
1,186	AD	73,075	98,185	92,075	77,588	82,787	63,826	49,843						1,234
513	AG	88,313	138,196	135,366	96,417	109,805	74,154	52,271						1,594
275	CM	28,891	42,818	38,203	28,504	26,940	18,592	13,775						454
37	CN	2,428	2,729	3,258	2,355	1,644	1,413	2,829						38
21	IS	1,834	2,641	2,376	2,033	2,143	2,276	1,740						35
124	MF	11,239	13,710	15,934	13,516	13,151	13,335	12,101						213
139	PC	43,776	65,411	57,622	52,212	60,741	37,202	26,796						789
300	PD	60,282	87,083	76,700	64,555	68,080	46,098	35,875						1,007
6,234	SF	124,919	158,311	158,813	135,270	132,434	110,734	93,934						2,099
8,829	Total	434,757	609,084	580,347	472,450	497,725	367,630	289,164	-	-	-	-	-	7,464

FISCAL YEAR 2022-2023

Quantity of Meters	User Code	JUL	AUG	SEP	OCT	NOV	DEC	JAN	FEB	MAR	APR	MAY	JUN	Acre Feet
1,186	AD	126,735	108,343	138,717	105,317	80,300	58,695	33,237						1,495
513	AG	190,990	174,397	235,403	155,228	102,380	68,805	35,535						2,210
275	CM	52,026	47,725	62,693	42,811	30,621	18,036	7,791						601
37	CN	13,891	8,870	16,009	8,213	5,318	3,084	2,164						132
21	IS	4,157	3,544	4,402	2,791	2,272	1,558	1,449						46
124	MF	14,020	12,841	16,595	13,322	11,561	11,252	21,606						232
139	PC	86,650	77,010	99,962	77,857	55,755	35,872	13,560						1,025
300	PD	102,297	94,478	121,441	87,843	64,766	43,940	18,597						1,224
6,234	SF	181,808	160,423	198,867	157,915	123,786	102,284	77,578						2,302
8,829	Total	772,574	687,631	894,089	651,297	476,759	343,526	211,517	-	-	-	-	-	9,269

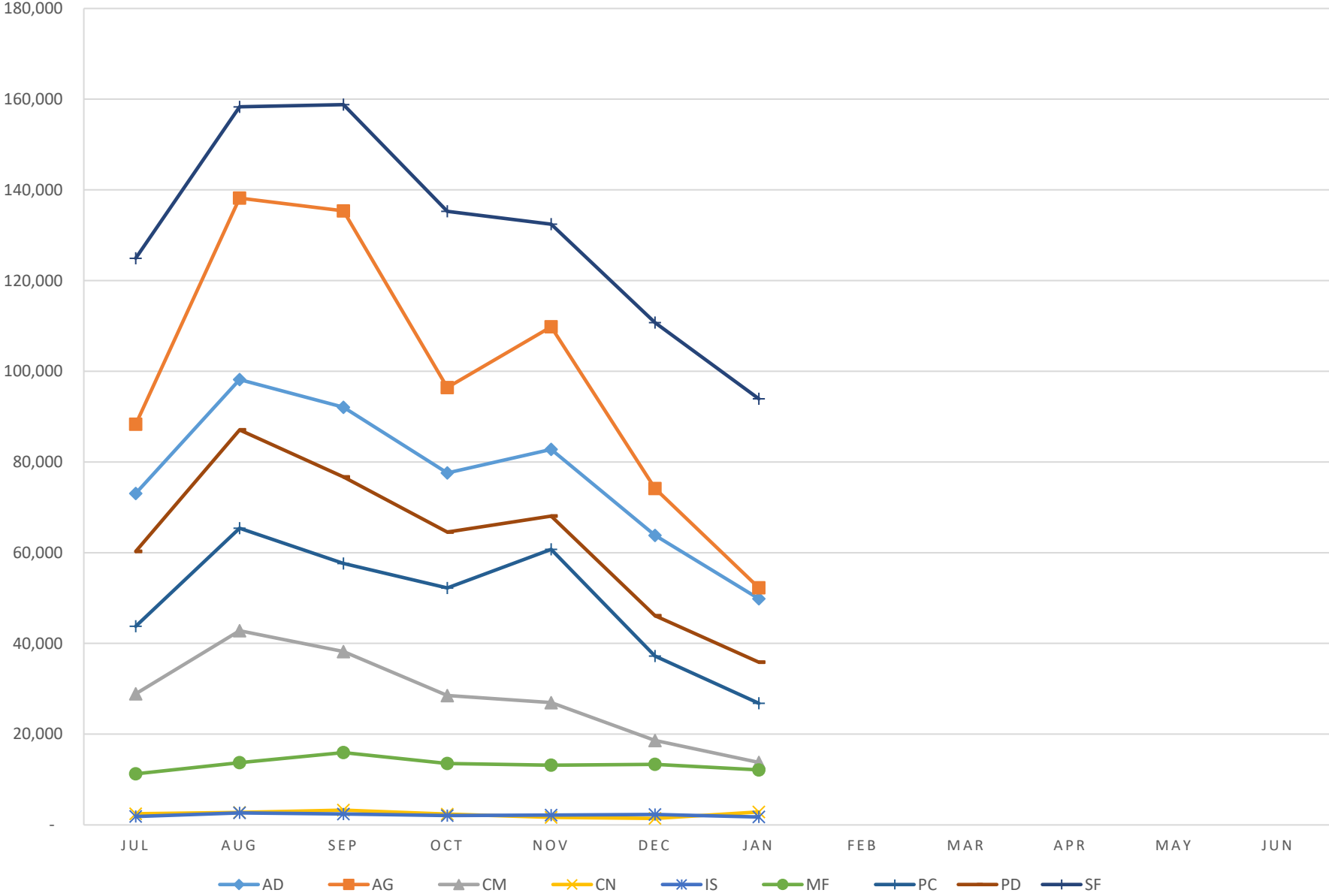
FISCAL YEAR 2021-2022

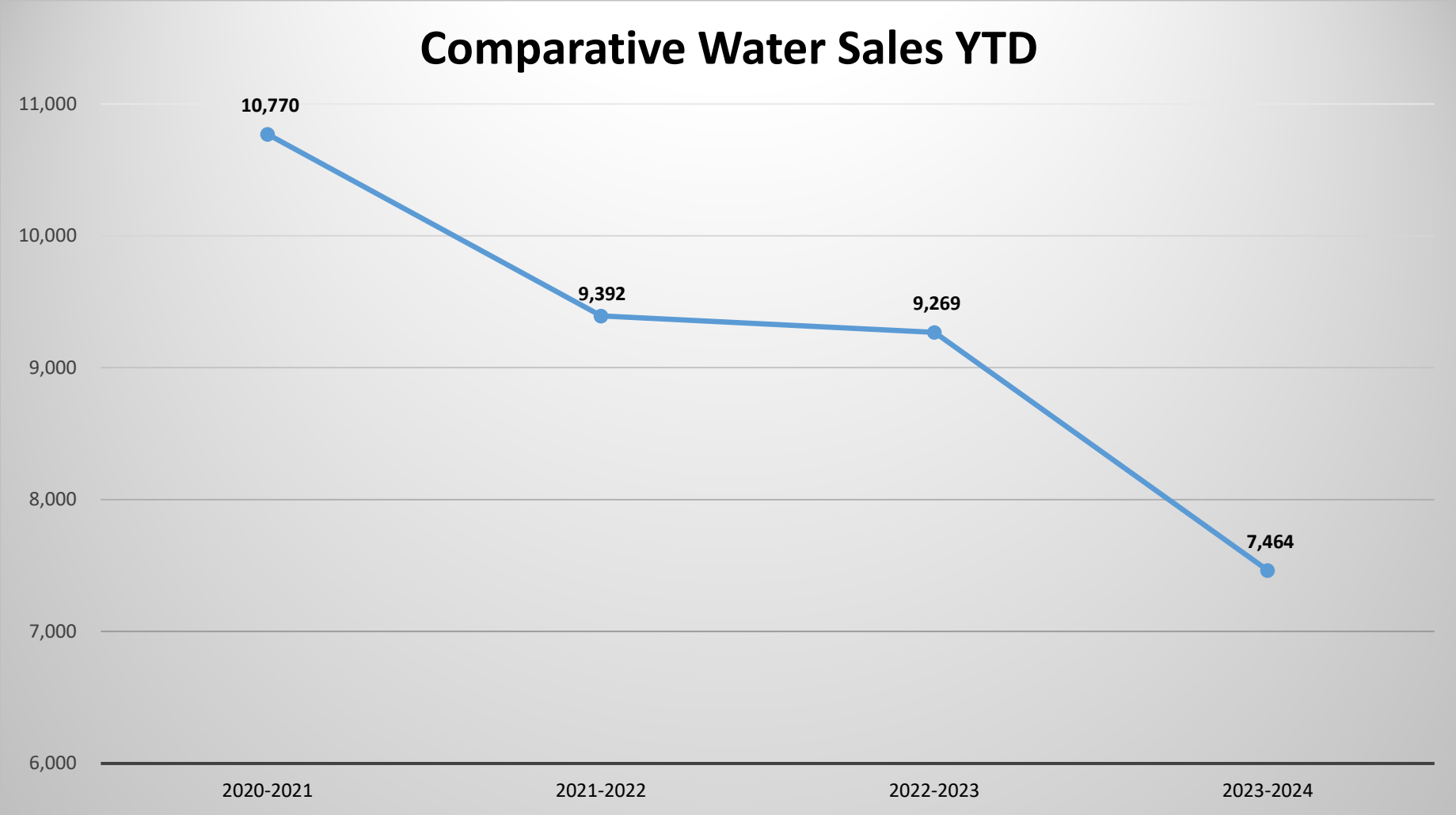
Quantity of Meters	User Code	JUL	AUG	SEP	OCT	NOV	DEC	JAN	FEB	MAR	APR	MAY	JUN	Acre Feet
1,227	AD	49,878	120,877	132,208	105,801	71,840	86,788	38,982						1,392
531	AG	126,020	156,517	188,678	141,035	94,403	113,507	37,037						1,968
276	CM	43,597	45,074	58,754	34,843	22,862	24,113	9,971						549
26	CN	9,809	7,353	8,900	4,999	8,247	7,795	9,526						130
21	IS	4,094	3,585	3,722	2,400	1,528	1,795	1,247						42
121	MF	14,171	12,501	14,634	11,363	10,797	11,216	10,215						195
148	PC	105,195	87,728	98,194	76,152	51,934	66,232	14,314						1,147
313	PD	104,423	101,695	108,445	85,321	56,327	69,973	16,562						1,246
-	SC	54,638	-	-	-	-	-	-						125
-	SD	86,465	-	-	-	-	-	-						198
6,012	SF	186,785	176,948	193,467	155,723	117,189	137,144	77,534						2,399
8675	Total	785,075	712,278	807,002	617,637	435,127	518,563	215,388	-	-	-	-	-	9,392

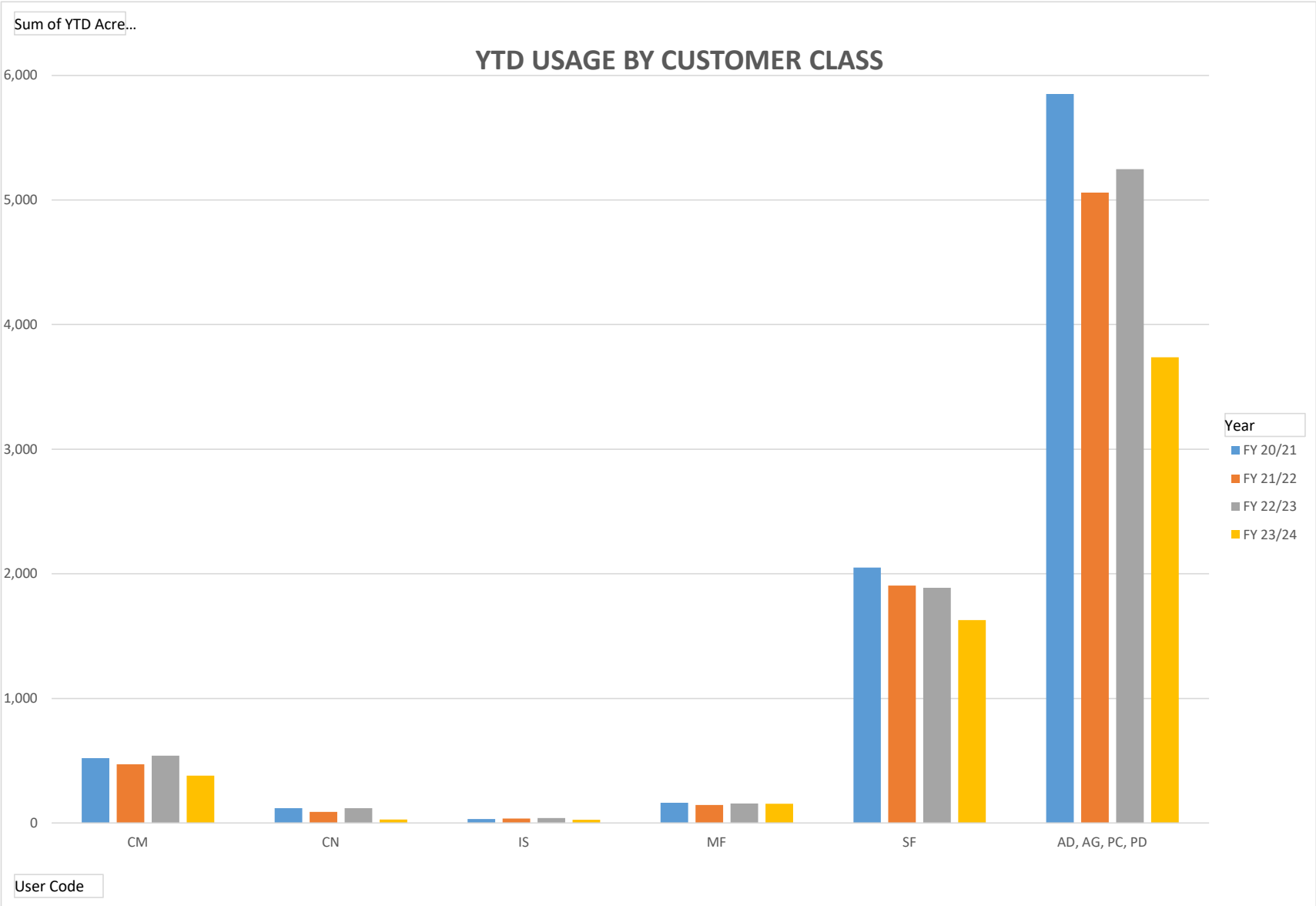
FISCAL YEAR 2020-2021

Quantity of Meters	User Code	JUL	AUG	SEP	OCT	NOV	DEC	JAN	FEB	MAR	APR	MAY	JUN	Acre Feet
549	AD	34,763	39,406	46,230	42,502	34,921	21,626	24,948						561
402	AG	109,886	131,840	137,233	129,675	105,410	64,136	68,514						1,714
271	CM	43,615	49,777	48,946	49,458	35,129	19,261	20,216						612
24	CN	6,330	12,547	10,164	14,057	8,403	5,244	9,069						151
21	IS	2,513	2,972	3,359	3,231	1,698	1,013	1,365						37
114	MF	14,151	14,484	14,090	14,996	12,993	9,384	12,462						212
	PC	-	-	-	-	-	-	-						-
	PD	-	-	-	-	-	-	83						0
319	SC	137,945	133,502	160,919	156,961	123,278	85,624	74,455						2,003
1,012	SD	186,337	204,966	223,721	229,964	179,016	112,667	115,867						2,875
5,851	SF	169,793	186,711	189,918	189,511	157,332	112,083	128,779						2,604
8,563	Total	705,333	776,205	834,580	830,355	658,180	431,038	455,758	-	-	-	-	-	10,770

USAGE BY CUSTOMER CLASS FY 23-24









Check Register December 2023

Description	Bank Transaction Code	Issue Date	Amount
AMERICAN EXPRESS - REWARDS FEE	WIRE	12/06/2023	438.00
US BANK CC - CENTRAL BILL (NOVEMBER STATEMENT)	EFT	12/06/2023	3,192.85
ABBAS SHAHROKH & MICHAEL AMINI	CHECK	12/08/2023	1,825.00
ALTA LANGUAGE SERVICES, INC.	CHECK	12/08/2023	55.00
ANNA NASH	CHECK	12/08/2023	17.19
ARAMARK UNIFORM SERVICES	CHECK	12/08/2023	2,011.28
AT&T	CHECK	12/08/2023	158.38
AT&T LONG DISTANCE	CHECK	12/08/2023	48.43
ATLAS ENGINEERING WEST, INC.	CHECK	12/08/2023	943.00
ATS COMMUNICATIONS	CHECK	12/08/2023	4,275.00
AZUGA, INC.	ACH	12/08/2023	238.95
BLACKROCK FINANCIAL SERVICES	CHECK	12/08/2023	1,602.45
BOOT WORLD, INC	ACH	12/08/2023	1,093.26
BP BATTERY INC.	ACH	12/08/2023	1,327.42
CALIFORNIA SURVEYING & DRAFTING SUPPLY INC	CHECK	12/08/2023	147.62
CHICAGO TITLE COMPANY	CHECK	12/08/2023	523.00
CLEARSTAR, INC.	CHECK	12/08/2023	121.97
COLONIAL LIFE & ACCIDENT INS.	CHECK	12/08/2023	60.71
CORE & MAIN LP	CHECK	12/08/2023	2,357.88
COUNTY OF SAN DIEGO, RCS	CHECK	12/08/2023	1,934.43
DIAMOND ENVIRONMENTAL SERVICES	CHECK	12/08/2023	342.66
EDWARD BRADLEY	CHECK	12/08/2023	103.00
ELSINORE VALLEY MUNICIPAL WATER DISTRICT	CHECK	12/08/2023	392.30
ESAUD LAGUNAS	CHECK	12/08/2023	60.00
EUROSOURCE JANITORIAL SERVICE INC.	ACH	12/08/2023	3,935.00
FALLBROOK AUTO PARTS	CHECK	12/08/2023	402.05

Description	Bank Transaction Code	Issue Date	Amount
FALLBROOK IRRIGATION SUPPLIES	CHECK	12/08/2023	65.94
FALLBROOK PROPANE GAS CO.	CHECK	12/08/2023	60.09
FALLBROOK WASTE AND RECYCLING	CHECK	12/08/2023	524.31
FEDEX	CHECK	12/08/2023	36.07
FERGUSON WATERWORKS #1083	CHECK	12/08/2023	3,246.78
FLUME TECH	CHECK	12/08/2023	704.69
FLYERS ENERGY LLC	ACH	12/08/2023	4,459.35
FREEDOM AUTOMATION, INC.	CHECK	12/08/2023	2,880.00
GARDA CL WEST, INC	CHECK	12/08/2023	1,737.35
HAAKER EQUIPMENT CO.	ACH	12/08/2023	1,640.42
HARBOR FREIGHT	CHECK	12/08/2023	330.22
HAWTHORNE MACHINERY COMPANY	CHECK	12/08/2023	6,140.78
HELIX ENVIRONMENTAL PLANNING INC	ACH	12/08/2023	8,907.60
ICONIX WATERWORKS (US) INC	ACH	12/08/2023	8,556.17
IMPACT DESIGN	CHECK	12/08/2023	3,688.64
INFOR PUBLIC SECTOR, INC.	ACH	12/08/2023	7,763.11
KNOCKOUT PEST CONTROL& TERMITE, INC.	CHECK	12/08/2023	100.00
LIQUID ENVIRONMENTAL SOLUTIONS OF CA, LLC	ACH	12/08/2023	210.00
MFCP INC.	CHECK	12/08/2023	357.15
MODULAR BUILDING CONCEPTS, INC	CHECK	12/08/2023	1,805.88
NUTRIEN AG SOLUTIONS, INC	CHECK	12/08/2023	1,567.61
OMNIS CONSULTING INC.	CHECK	12/08/2023	2,635.00
ORTIZ CORPORATION	CHECK	12/08/2023	1,825.00
PACIFIC PIPELINE SUPPLY	CHECK	12/08/2023	7,139.20
PARKHOUSE TIRE, INC.	ACH	12/08/2023	973.29
PERRAULT CORPORATION	CHECK	12/08/2023	2,958.98
PETERS PAVING & GRADING, INC	ACH	12/08/2023	23,025.00
PITNEY BOWES INC.	CHECK	12/08/2023	739.16
POLLUTION CONTROL DISTRICT COUNTY OF SAN DIEGO, AIR	CHECK	12/08/2023	585.00
PRECISION MOBILE DETAILING	ACH	12/08/2023	399.89
RANCHO HEIGHTS ROAD & MGMT COMMITTEE	CHECK	12/08/2023	1,600.00
RCL CONSTRUCTION	CHECK	12/08/2023	1,825.00
RHO MONSERATE C.C.H.A.	CHECK	12/08/2023	529.73
ROLLIN C BUSH	CHECK	12/08/2023	5,074.25

Description	Bank Transaction Code	Issue Date	Amount
ROTARY CLUB OF BONSALL	CHECK	12/08/2023	1,200.00
SAFETY-KLEEN	ACH	12/08/2023	734.75
SALIZCO INC	CHECK	12/08/2023	3,992.18
SAN DIEGO COUNTY ASSESSOR/RECORDER/CLERK	CHECK	12/08/2023	40.00
SAN DIEGO GAS & ELECTRIC	CHECK	12/08/2023	57,294.96
SCOTT SIMPSON	CHECK	12/08/2023	100.00
SHRED-IT USA LLC	CHECK	12/08/2023	878.90
SOUTHWEST ANSWERING SERVICE, INC.	CHECK	12/08/2023	1,071.00
STATE WATER RESOURCES CONTROL BOARD	CHECK	12/08/2023	4,614.00
STREAMLINE	CHECK	12/08/2023	355.00
SUPERIOR READY MIX	CHECK	12/08/2023	3,383.49
T S INDUSTRIAL SUPPLY	CHECK	12/08/2023	6,462.97
TCN, INC	CHECK	12/08/2023	5.72
TERESA PRICE	CHECK	12/08/2023	1,060.62
TRACY LARGENT	CHECK	12/08/2023	40.80
TRI POINTE HOMES	ACH	12/08/2023	557,225.77
TRI POINTE HOMES - CUSTOMER REFUND	CHECK	12/08/2023	3,665.20
UNDERGROUND SERVICE ALERT	ACH	12/08/2023	254.69
WATERLINE TECHNOLOGIES INC.	CHECK	12/08/2023	28,714.30
WHITE CAP CONSTRUCTION SUPPLY	CHECK	12/08/2023	7,351.18
WILLIAM TRAVIS AHREND	CHECK	12/08/2023	1,077.43
CRAIG O'NEIL	CHECK	12/11/2023	2,395.00
MIGUEL GASCA	CHECK	12/11/2023	151.96
OCCUPATIONAL HEALTH CENTERS OF CA, A MEDICAL CORP	CHECK	12/11/2023	99.00
WILLIAM ZIERING	CHECK	12/11/2023	58,645.16
EDWARD BRADLEY	CHECK	12/13/2023	250.00
AMERICAN EXPRESS - TK (NOVEMBER STATEMENT)	WIRE	12/14/2023	90,494.85
SDCWA WATER PURCHASE- OCTOBER 2023	WIRE	12/14/2023	2,189,830.30
ADP - ADVICE OF DEBIT #648535430	EFT	12/15/2023	1,530.05
WELLS FARGO BANK_ESCROW/BECK & MORRO LN	WIRE	12/19/2023	552,448.93
ACTIVE AUTO COLLISION	CHECK	12/22/2023	3,599.10
ACWA/JPIA	ACH	12/22/2023	275,611.00
ACWA-JPIA	ACH	12/22/2023	98,657.35
AIRGAS USA, LLC	ACH	12/22/2023	343.81

Description	Bank Transaction Code	Issue Date	Amount
ARAMARK UNIFORM SERVICES	CHECK	12/22/2023	641.57
ART'S TRENCH PLATE & KRAIL SERVICE CO, INC.	ACH	12/22/2023	775.00
ASPIRE FINANCIAL SERVICES, LLC	CHECK	12/22/2023	300.00
AT&T	CHECK	12/22/2023	158.21
AT&T	CHECK	12/22/2023	712.61
AT&T LONG DISTANCE	CHECK	12/22/2023	96.86
BABCOCK LABORATORIES, INC	ACH	12/22/2023	802.93
BANNER BANK	CHECK	12/22/2023	17,732.67
BASSETT COMMUNICATIONS, INC	CHECK	12/22/2023	4,839.10
BONSALL PEST CONTROL	CHECK	12/22/2023	210.00
BP BATTERY INC.	ACH	12/22/2023	254.12
CLAUDE HAMILTON	CHECK	12/22/2023	111.35
COLONIAL LIFE & ACCIDENT INS.	CHECK	12/22/2023	60.71
COPY 2 COPY	CHECK	12/22/2023	147.35
CORE & MAIN LP	CHECK	12/22/2023	9,432.43
COUNTY OF S.D. DEPT OF ENVIRONMENTAL HEALTH	CHECK	12/22/2023	574.00
COUNTY OF SAN DIEGO DEPT OF PUBLIC WORKS	CHECK	12/22/2023	2,042.50
CRAIG SHOBE	CHECK	12/22/2023	510.00
DAWN WASHBURN	CHECK	12/22/2023	75.23
DENNIS MENDEZ	CHECK	12/22/2023	220.00
DIAMOND ENVIRONMENTAL SERVICES	CHECK	12/22/2023	483.12
EMANUEL OLIVAS	CHECK	12/22/2023	125.00
FALLBROOK AUTO PARTS	CHECK	12/22/2023	1,007.52
FERGUSON WATERWORKS #1083	CHECK	12/22/2023	21,644.74
FLYERS ENERGY LLC	ACH	12/22/2023	6,481.48
FREEWAY TRAILER SALES	ACH	12/22/2023	154.84
GARDA CL WEST, INC	CHECK	12/22/2023	94.40
GERARDO CANCINO	CHECK	12/22/2023	60.00
HAAKER EQUIPMENT CO.	ACH	12/22/2023	183.04
HELIX ENVIRONMENTAL PLANNING INC	ACH	12/22/2023	1,005.00
HILL BROTHERS CHEMICAL CO.	CHECK	12/22/2023	6,549.11
HOUSTON AND HARRIS	CHECK	12/22/2023	8,418.50
IB CONSULTING, LLC	CHECK	12/22/2023	5,175.00
INFOR PUBLIC SECTOR, INC.	ACH	12/22/2023	154,711.57

Description	Bank Transaction Code	Issue Date	Amount
INFOSEND, INC.	CHECK	12/22/2023	1,865.40
JAMES W FOWLER CO	ACH	12/22/2023	336,920.81
JULIE JOHNSON	CHECK	12/22/2023	605.82
KNOCKOUT PEST CONTROL& TERMITE, INC.	CHECK	12/22/2023	100.00
KYOCERA DOCUMENT SOLUTIONS AMERICA, INC.	CHECK	12/22/2023	14.00
LINCOLN NATIONAL LIFE INSURANCE COMPANY	CHECK	12/22/2023	5,555.30
MICHAEL MACK	CHECK	12/22/2023	336.67
MOBILE MINI, INC	CHECK	12/22/2023	1,261.86
MOBILE MODULAR	CHECK	12/22/2023	4,383.11
MONSERATE PLACE LLC	CHECK	12/22/2023	147.07
O'REILLY AUTO PARTS	CHECK	12/22/2023	314.22
PACIFIC METROLOGY	ACH	12/22/2023	308.00
PACIFIC PIPELINE SUPPLY	CHECK	12/22/2023	1,901.11
PERRAULT CORPORATION	CHECK	12/22/2023	2,710.90
PRECISION MOBILE DETAILING	ACH	12/22/2023	435.89
PRINCIPAL LIFE INSURANCE COMPANY	ACH	12/22/2023	7,902.37
QUALITY CHEVROLET	ACH	12/22/2023	343.39
RIVCOMM, INC.	CHECK	12/22/2023	6,569.92
RT LAWRENCE CORPORATION	ACH	12/22/2023	615.65
RUBEN LOPEZ	CHECK	12/22/2023	108.00
SAN DIEGO GAS & ELECTRIC	CHECK	12/22/2023	53,354.77
SOUTHWEST VALVE & EQUIPMENT	CHECK	12/22/2023	1,826.36
TEMECULA TROPHY CO.	CHECK	12/22/2023	32.08
THE ALCHEMY GROUP INC	CHECK	12/22/2023	42,000.00
TIAA COMMERCIAL FINANCE, INC.	CHECK	12/22/2023	6,273.55
US BANK	ACH	12/22/2023	291.67
VALLEY CONSTRUCTION MANAGEMENT	ACH	12/22/2023	102,492.78
VERIZON WIRELESS	CHECK	12/22/2023	6,654.34
WATER WISE PRO TRAINING LLC	CHECK	12/22/2023	3,600.00
WATERLINE TECHNOLOGIES INC.	CHECK	12/22/2023	13,901.38
WESTERN LANDSCAPE MAINTENANCE PLUS, INC.	ACH	12/22/2023	532.51
WHITE CAP CONSTRUCTION SUPPLY	CHECK	12/22/2023	91.22
WILLIAM J. RASP	CHECK	12/22/2023	1,020.81
ZION BANCORPORATION, NATIONAL ASSOCIATION	CHECK	12/22/2023	44,823.63

Description	Bank Transaction Code	Issue Date	Amount
WEX - ADMIN FEES (NOV 2023)	EFT	12/26/2023	85.00
		TOTAL:	4,980,447.51

Director's Expenses FY 2023-2024

Disbursement Date	Description	Miguel Gasca	Claude Hamilton	Julie Johnson	Michael Mack	Pam Townsend-Smith
07/31/23	WATER AGENCIES ASSOC OF S.D. CSDA, SAN DIEGO CHAPTER CONFERENCES (CSDA, ACWA, etc.) TRAINING COUNCIL OF WATER UTILITIES DIRECTORS' PER DIEMS	\$ 150.00	\$ 150.00	\$ 300.00	\$ 150.00	\$ 150.00
	TRAVEL EXPENSES					
	MILEAGE EXPENSE			\$ 40.61		
	REIMBURSEMENT FROM DIRECTORS					
	Monthly Totals	<u>\$ 150.00</u>	<u>\$ 150.00</u>	<u>\$ 340.61</u>	<u>\$ 150.00</u>	<u>\$ 150.00</u>
08/31/23	WATER AGENCIES ASSOC OF S.D. CSDA, SAN DIEGO CHAPTER CONFERENCES (CSDA, ACWA, etc.) TRAINING COUNCIL OF WATER UTILITIES DIRECTORS' PER DIEMS	\$ 70.00	\$ 70.00	\$ 70.00	\$ 70.00	\$ 70.00
	TRAVEL EXPENSES			\$ 675.00	\$ 675.00	
	MILEAGE EXPENSE				\$ 131.00	\$ 48.47
	REIMBURSEMENT FROM DIRECTORS					
	Monthly Totals	<u>\$ 520.00</u>	<u>\$ 370.00</u>	<u>\$ 3,318.46</u>	<u>\$ 3,484.46</u>	<u>\$ 568.47</u>

**Director's Expenses
FY 2023-2024**

Disbursement Date	Description	Miguel Gasca	Claude Hamilton	Julie Johnson	Michael Mack	Pam Townsend-Smith
09/30/23	WATER AGENCIES ASSOC OF S.D. CSDA,SAN DIEGO CHAPTER CONFERENCES (CSDA, ACWA, etc.) TRAINING COUNCIL OF WATER UTILITIES DIRECTORS' PER DIEMS TRAVEL EXPENSES MILEAGE AND EXPENSES REIMBURSEMENT FROM DIRECTORS	\$ 300.00	\$ 300.00	\$ 300.00	\$ 300.00	\$ 300.00
	Monthly Totals	<u>\$ 300.00</u>	<u>\$ 300.00</u>	<u>\$ 300.00</u>	<u>\$ 300.00</u>	<u>\$ 300.00</u>
10/31/23	WATER AGENCIES ASSOC OF S.D. CSDA,SAN DIEGO CHAPTER CONFERENCES (CSDA, ACWA, etc.) TRAINING COUNCIL OF WATER UTILITIES DIRECTORS' PER DIEMS TRAVEL EXPENSES MILEAGE AND EXPENSES REIMBURSEMENT FROM DIRECTORS				\$ 150.00	
	Monthly Totals	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 150.00</u>	<u>\$ -</u>

**Director's Expenses
FY 2023-2024**

Disbursement Date	Description	Miguel Gasca	Claude Hamilton	Julie Johnson	Michael Mack	Pam Townsend-Smith
11/30/23	WATER AGENCIES ASSOC OF S.D. CSDA,SAN DIEGO CHAPTER CONFERENCES (CSDA, ACWA, etc.) TRAINING COUNCIL OF WATER UTILITIES DIRECTORS' PER DIEMS	\$ 815.00			\$ 815.00	
	TRAVEL EXPENSES	\$ 750.00	\$ 600.00	\$ 600.00	\$ 900.00	
	MILEAGE EXPENSE	\$ 1,570.94	\$ 523.14		\$ 2,131.85	
	REIMBURSEMENT FROM DIRECTORS	\$ 151.96	\$ 111.35	\$ 165.06		
	Monthly Totals	\$ 3,287.90	\$ 1,234.49	\$ 765.06	\$ 3,846.85	\$ -
12/31/23	WATER AGENCIES ASSOC OF S.D. CSDA,SAN DIEGO CHAPTER CONFERENCES (CSDA, ACWA, etc.) TRAINING COUNCIL OF WATER UTILITIES DIRECTORS' PER DIEMS		\$ 150.00	\$ 150.00	\$ 150.00	\$ 150.00
	TRAVEL EXPENSES					
	MILEAGE EXPENSE					
	REIMBURSEMENT FROM DIRECTORS					
	Monthly Totals	\$ -	\$ 150.00	\$ 150.00	\$ 150.00	\$ 150.00

Director's Expenses
FY 2023-2024

2023 Total	Miguel Gasca	Claude Hamilton	Julie Johnson	Michael Mack	Pam Townsend-Smith
WATER AGENCIES ASSOC OF S.D.	\$ -	\$ -	\$ -	\$ -	\$ -
CSDA, SAN DIEGO CHAPTER	\$ 70.00	\$ 70.00	\$ 70.00	\$ 70.00	\$ 70.00
CONFERENCES (CSDA, ACWA, etc.)	\$ 815.00	\$ -	\$ 675.00	\$ 1,490.00	\$ -
TRAINING	\$ -	\$ -	\$ -	\$ -	\$ -
COUNCIL OF WATER UTILITIES	\$ -	\$ -	\$ -	\$ -	\$ -
DIRECTORS' PER DIEMS	\$ 1,650.00	\$ 1,500.00	\$ 2,250.00	\$ 2,550.00	\$ 1,050.00
TRAVEL EXPENSES	\$ 1,570.94	\$ 523.14	\$ 1,673.46	\$ 3,840.31	\$ -
MILEAGE EXPENSE	\$ 151.96	\$ 111.35	\$ 205.67	\$ 131.00	\$ 48.47
REIMBURSEMENT FROM DIRECTORS	\$ -	\$ -	\$ -	\$ -	\$ -
REPORT TOTAL FOR 2023:	\$ 4,257.90	\$ 2,204.49	\$ 4,874.13	\$ 8,081.31	\$ 1,168.47



American Express
December 2023

GL Finance Code	GL Transaction Amount	Description
GL 03 42 56513	139.18	1-800-FLOWERS
GL 01 35 72000	584.30	ADVANCE PRODUCTS
GL 03 44 60100	290.91	AMAZON #111-8175593-9842633
GL 03 44 60100	73.24	AMAZON #112-0724156-0673005
GL 03 44 60100	299.55	AMAZON #112-1224471-7968236
GL 03 44 60100	63.42	AMAZON #112-2860125-1551422
GL 03 44 60100	(294.73)	AMAZON #112-5513972-5561805
GL 03 44 60100	215.49	AMAZON #112-5834388-3493050
GL 03 44 60100	290.91	AMAZON #112-5902547-7376218
GL 03 44 60100	408.36	AMAZON #112-7211493-7565001
GL 03 44 60100	74.29	AMAZON #112-9057084-3666647
GL 03 44 60100	148.70	AMAZON #112-9670636-4441823
GL 03 44 60100	28.75	AMAZON #112-9960110-4373047
GL 02 61 72000	258.96	AMAZON #113-0374394-3847454/PO# 13426
GL 01 31 72000	322.16	AMAZON #113-1441632-9150602
GL 01 34 72000	716.88	AMAZON #113-2514822-7268212/PO# 13417
GL 01 34 72000	264.04	AMAZON #113-3192665-5536216/PO# 13411
GL 03 41 63400	199.88	AMAZON #113-3645805-6313021
GL 03 91 72200	33.38	AMAZON #113-4468969-7315437
GL 01 34 72000	282.72	AMAZON #113-4720294-6029858/PO# 13416
GL 03 41 63400	598.67	AMAZON #113-7293306-9528238
GL 03 41 63400	149.97	AMAZON #113-7293306-9528238
GL 02 61 72000	81.08	AMAZON #113-7456671-9426657
GL 03 41 63401	(27.00)	AMAZON #113-8112645-4061040
GL 03 41 63401	91.09	AMAZON #113-8112645-4061040
GL 03 41 63401	80.80	AMAZON #113-8656366-9334630
GL 03 44 72000	0.54	AMAZON WEB SERVICES

GL Finance Code	GL Transaction Amount	Description
GL 03 44 72000	4.99	APPLE.COM
GL 03 91 75300	72.64	ASPEN PUBLISHING
GL 03 44 72400	98.20	ATLISSIAN
GL 03 44 60100	55.00	AUTHORIZE.NET
GL 03 44 60100	3,132.60	BEST BUY/PO# 13457
GL 03 20 75300	66.38	BOARD MEETING LUNCH
GL 03 41 75300	72.73	BOARD MEETING LUNCH
GL 03 51 56512	119.00	CALCPA
GL 03 44 72000	695.99	CAT5CABLEGUY.COM
GL 03 44 72400	20.00	CORELOGIC
GL 03 44 72400	192.50	CORELOGIC
GL 03 44 72000	147.62	CSCD INC
GL 03 20 75300	490.00	CSDA
GL 03 20 75300	720.00	CSDA
GL 03 43 72000	270.00	CTC-VIS
GL 03 43 72000	8.07	CTC-VIS
GL 01 34 56512	319.00	CWEA
GL 03 44 72000	134.14	DIGI-KEY
GL 03 44 72400	24.00	DIGITAL RIVER
GL 03 44 72400	30.00	DIGITAL RIVER
GL 03 44 72400	87.99	DIRECT TV
GL 01 32 72000	269.00	EJ FLOW TEST - FLOW TEST SUMMARY
GL 03 42 56513	45.00	FAST FIX - DH WATCH REPAIR
GL 03 41 63400	48.25	FRUIT GUYS #192157
GL 03 41 63400	96.50	FRUIT GUYS #193278
GL 03 41 63400	48.25	FRUIT GUYS #194230
GL 03 41 63400	96.50	FRUIT GUYS #194894
GL 03 41 63400	48.25	FRUIT GUYS #195573
GL 03 41 74100	1,255.60	GOTOCONNECT
GL 03 36 63421	405.33	GRAINGER #9880942355/PO# 13356
GL 01 34 72000	1,249.62	GRAINGER #9880942355/PO# 13356
GL 03 43 72500	336.18	GRAINGER #9884582629/PO# 13360
GL 03 43 72500	233.28	GRAINGER #9884582637/PO# 13360
GL 03 43 72500	182.32	GRAINGER #9885470527/PO# 13360

GL Finance Code	GL Transaction Amount	Description
GL 01 32 72000	16.73	GRAINGER #9913150273/PO# 13393
GL 01 34 72000	253.04	GRAINGER #9913150273/PO# 13393
GL 01 33 72000	147.62	GRAINGER #9913150273/PO# 13393
GL 02 61 72000	31.12	GRAINGER #9926489445
GL 01 34 72000	1,666.46	GRAINGER #9933380785/PO# 13436
GL 03 44 72400	3,830.70	HEXNODE/PO# 11978
GL 03 20 75300	523.14	HYATT - BOARD MEMBER HOTEL STAY
GL 03 20 75300	965.12	HYATT - BOARD MEMBER HOTEL STAY
GL 03 20 75300	995.12	HYATT - BOARD MEMBER HOTEL STAY
GL 03 42 75500	335.97	INDEED
GL 03 44 72000	495.00	INTERNATIONAL BRONZE PLAQUE
GL 03 45 72000	210.00	ISTOCK PHOTO
GL 01 34 72000	3,629.39	LEER TRUCK
GL 03 42 75500	169.99	LINKED IN
GL 03 42 75500	61.67	LINKED IN
GL 03 42 75500	516.49	LINKED IN
GL 03 42 75500	515.98	LINKED IN
GL 03 44 72000	538.75	MANY CIRCUIT BREAKERS
GL 03 41 75300	40.95	MEETING LUNCH
GL 03 44 72400	184.96	MICROSOFT
GL 03 42 75500	345.00	NEGOV
GL 03 41 70300	7,739.00	NOSSAMAN #555492
GL 03 91 70300 700029	852.00	NOSSAMAN #555492
GL 60 99 70300 600037	2,414.00	NOSSAMAN #555492
GL 62 99 70300 600013	248.50	NOSSAMAN #555492
GL 03 42 70300	1,136.00	NOSSAMAN #555492
GL 53 99 70300 530001	35.50	NOSSAMAN #555492
GL 03 41 70300	2,297.76	NOSSAMAN #555493
GL 03 41 70300	1,755.00	NOSSAMAN #555494
GL 60 99 70300 600037	6,525.00	NOSSAMAN #555494
GL 62 99 70300 600013	1,080.00	NOSSAMAN #555494
GL 03 42 70300	405.00	NOSSAMAN #555494
GL 53 99 70300 530001	405.00	NOSSAMAN #555494
GL 03 91 70300	990.00	NOSSAMAN #555494

GL Finance Code	GL Transaction Amount	Description
GL 03 41 70300 300024	14,940.40	NOSSAMAN #555495
GL 03 41 70300 300022	806.00	NOSSAMAN #555496
GL 03 41 70300 300024	33,541.86	NOSSAMAN #555497
GL 03 41 70300	7,987.10	NOSSAMAN #556524
GL 03 91 70300	319.50	NOSSAMAN #556524
GL 60 99 70300 600037	284.00	NOSSAMAN #556524
GL 62 99 70300 600013	355.00	NOSSAMAN #556524
GL 03 91 70300 700027	319.50	NOSSAMAN #556524
GL 03 91 70300 700029	142.00	NOSSAMAN #556524
GL 03 41 70300 300020	1,035.00	NOSSAMAN #556525
GL 03 91 70300 300020	4,095.00	NOSSAMAN #556525
GL 62 99 70300 600013	5,580.00	NOSSAMAN #556525
GL 60 99 70300 600037	3,825.00	NOSSAMAN #556525
GL 03 91 70300 700027	2,880.00	NOSSAMAN #556525
GL 03 91 70300 700029	1,890.00	NOSSAMAN #556525
GL 03 41 70300 300024	19,302.00	NOSSAMAN #556526
GL 03 41 70300 300024	80,415.51	NOSSAMAN #556527
GL 03 41 72900	172.95	OFFICE DEPOT #337262555001
GL 03 41 72900	77.71	OFFICE DEPOT #342232025001
GL 03 41 72900	6.45	OFFICE DEPOT #342232025002
GL 03 41 72900	32.79	OFFICE DEPOT #342521138001
GL 03 41 72900	137.15	OFFICE DEPOT #344679384001
GL 03 91 75300	68.39	PIZZA NOVA - LUNCH W/ CONSULTANT
GL 03 41 75300	17.65	PREPASS
GL 03 91 75300	248.00	PRYOR
GL 03 44 72400	10.00	RING
GL 03 42 56513	78.14	SAENA LLC
GL 03 91 72000 700050	31.50	SD COUNTY RECORDER-DOUD QUITCLAIM
GL 01 32 72000	125.47	SMART & FINAL
GL 03 42 56513	36.53	SNAPFISH -DR BOOK
GL 03 42 56513	36.53	SNAPFISH -DW BOOK
GL 03 99 12121	74.35	TLARGENT ACCIDENTAL CHARGE
GL 03 45 72000	1,925.00	TRUE BLUE BRANDING
GL 03 44 72400	20.03	TWILIO

GL Finance Code	GL Transaction Amount	Description
GL 03 44 72400	127.24	WASABI
GL 01 34 75300	1,800.00	WATERWISE PRO
GL 03 36 72000	484.00	WHIP AROUND
GL 01 35 72000	40.25	ZOHO
GL 03 44 72400	325.87	ZOOM
	241,400.30	

Rainbow Municipal Water District
Property spreadsheet

APN	Description of Use	Acreage
1023000800	North Reservoir	4.8
1023001100	U-1 Pump Station	0.14
1023005000	Rainbow Creek Crossing near North Reservoir	0.89
1023005300	Connection 9	0.01
1024300900	Pump Station across PS1 (not in use)	0.12
1025702000	U-1 Tanks	1.08
1026305400	Pump Station #1	0.33
1026602000	Booster Pump Station #4	0.03
1027001600	Pump Station #3	0.67
1071702800	Connection 7	1.60
1071702900	Pala Mesa Tank	10.35
1080206900	Northside Reservoir	9.23
1082210600	Beck Reservoir	27.25
1082210900	Near Beck Reservoir	4.82
1082211000	Near Beck Reservoir	6.23
1082211800	Near Beck Reservoir - Excess Property (not in use)	4.68
1084210600	Rice Canyon Tank	1.00
1084410300	Canonita Tank	2.41
1091410700	Gomez Creek Tank	1.00
1092310900	Rainbow Heights Tank	0.35
1092330300	Rainbow Heights Tank	0.99
1092341000	Rainbow Heights Concrete Tank - used for SCADA	1.74
1093101800	Vallecitos Tank	0.55
1093822800	Magee Tank	1.03
1093912400	Magee Pump Station	0.3
1100721000	Huntley Road Pump Station	0.52
1102203700	Huntley Chlorination Station (not in use)	0.2
1212011000	Morro Tank	0.31
1212011100	Morro Tank	4.85
1212011200	Morro Reservoir	13.01
1213300900	Morro Reservoir	6.79
1250703200	Sumac Reservoir (Not in Use)	1.72
1250902600	Headquarters	7.38
1250903400	Headquarters	4.43
1250903500	Headquarters	3.40
1250903800	Headquarters	17.03
1251002100	Rancho Viejo Lift Station #5	0.05
1252311800	Hutton Tank	1.39
1252312600	Hutton Tank	0.89
1260803100	Via de los Cepillos Easement	0.47
1261708700	Lift Station #2	0.08
1261708900	Lift Station #2	0.12
1263004200	Lift Station #1	0.01
1270710500	Bonsall Reservoir (Not in Use)	6.19
1270710600	Connection 6	0.28
1271512300	Turner Tank	15.12
1721404300	Gopher Canyon Tank	1.84
	<i>Total</i>	167.68

Active Funding Requests

Grant or Loan applications that are in the process or being submitted, or awaiting selection announcement

Program Name & Agency	Status	Funding Requested	Important Dates	Purpose
<p>State and Local Cybersecurity Grant Program (SLCGP)</p> <p>CalOES</p>	<p>10/03/23</p> <p>State plan submitted to CISA in September. Awaiting further work group sessions.</p>	TBD	TBD	To address issues identified in State's Cybersecurity Plan. Funds will be passed down from the state (grantee) to eligible agencies (sub-grantees). Per first committee meeting on 12/16/22, the amount of federal funds allocated for California is not substantial. The type of projects they are looking to fund will be one-off projects that help establish more of an organized approach and framework for addressing cybersecurity projects, as opposed to individual projects.
<p>Regional Conservation Partnership Program</p> <p>USDA Natural Resources Conservation Service</p>	<p>02/21/23 Partners to hold meeting within week</p>	\$368,832	Project Start: 03/01/2023	Evaluation of irrigation system uniformity and efficiency through on-farm irrigation audits. Soil quality limitation improvements on 400 acres will be measured as soil organic matter and soil respiration rates and sequestered carbon.
<p>Regional Resilience Planning Grant Program</p> <p>CA Governor's Office of Planning and Research</p>	<p>Drafting additional scope for multi-agency cooperation section</p>	\$650,000	<p>TBD</p> <p>Awaiting second funding term</p>	The Regional Resilience Grant Program (RRGP) is a new grant program that funds projects led by partnerships that involve multiple jurisdictions working together to address the most significant climate change risks in their regions, especially in communities that are most vulnerable to climate change impacts. These impacts could include but are not limited to wildfires, rising sea levels, droughts, floods, increasing temperatures, and extreme heat events.
<p>Community Partnering Program</p> <p>Metropolitan Water District</p>	<p>10/25/2023</p> <p>Application Submitted</p>	\$2,902	Rolling application process	For supplies for the District-hosted educational field trips for STEM students from Bonsall High School.
<p>Innovative Water Infrastructure Workforce Development Program</p> <p>EPA</p>	<p>In progress</p>	TBD	Due November 17, 2023	For expanding public awareness about job opportunities in the drinking water and wastewater utility sector, and address the workforce needs of drinking water and wastewater utilities. May be achieved by developing and implementing targeted internship, apprenticeship, pre-apprenticeship, and post-secondary bridge programs for priority water utility trades.

Awarded Funding Requests

Approved Grant or Loan applications that are awaiting award or post-award reporting

Program Name	Status	Funding Awarded	Important Dates	Purpose
MWD Conservation Funding San Diego Integrated Regional Water Management	09/17/2023 Funding MOU executed	\$15,000	Expend funds by March 2024	Proposed project will assist HOA for the Terrace at San Luis Rey to conduct a pilot turf replacement project in a 3500 square foot communal space on their property. This pilot project includes irrigation system retrofits and upgrades and the installation of drought efficient landscaping.
Wellness Grant JPIA ACWA	07/12/2023 Award Notification	\$2,000	Expend funds by June 24, 2024	Funds will be used to enhance the well-being of our employees through two key initiatives: providing flu shots and massage canes.
Community Grants Program EPA	07/14/2023 Award Notification	\$1,596,762	Expend funds by September 30, 2024	Funds will be put towards the Thoroughbred Lift Station and Sewer Improvements project, including the replacement and expansion of a critical lift station, two gravity mains, and one force main.
Leadership Program JPIA ACWA	07/25/2023 Award Notification	All costs for selected attendee	TBD	To pay for participation in JPIA's Leadership Essentials for the Water Industry program for our selected attendee.
Wildfire Prevention Grant CalFire	10/02/2023 Grant Agreement signed & returned	\$161,840	Expend funds by March 15, 2029	To pay for vegetation mitigation around District infrastructure.