

SAN GORGONIO PASS WATER AGENCY
1210 Beaumont Ave, Beaumont, CA 92223
Board Finance & Budget Workshop
Agenda
February 23, 2015, at 1:30 p.m.

Teleconference Location: 10213 Overland Trail
Cherry Valley, CA 92223

1. Call to Order, Flag Salute

2. Statement Regarding Teleconferencing

3. Adoption and Adjustment of Agenda

4. Public Comment

Members of the public may address the Board at this time concerning items not on the agenda. To comment on specific agenda items, please complete a speaker's request form and hand it to the Board secretary.

5. New Business (Discussion only)

- A. Ratification of Paid Invoices and Monthly Payroll for January, 2015 by Reviewing Check History Reports in Detail*
- B. Review and Consideration of Pending Legal Invoices for January, 2015*
- C. Review of January, 2015 Bank Reconciliation*
- D. Review of Budget Report for January, 2015*
- E. Review of Miscellaneous Income*
- F. Review of Cash Reconciliation Report for December 31, 2014*
- G. Review of Reserve Allocation Report for December 31, 2014*
- H. Review of Proposed Budget Revision*
- I. Review of Investment Policy*

6. Announcements

- A. San Gorgonio Pass Regional Water Alliance, Technical Committee Meeting February 25, 2015 at 4:30 p.m., Banning City Hall Conference Room
- B. San Gorgonio Pass Regional Water Alliance Meeting, February 25, 2015 at 6:00 p.m., Banning City Hall Council Chambers
- C. Regular Board Meeting, March 2, 2015 at 1:30 p.m.
- D. Engineering Workshop, March 9, 2015 at 1:30 p.m.

7. Adjournment

***Information Included In Agenda Packet**

1. Materials related to an item on this agenda submitted to the Board of Directors after distribution of the agenda packet are available for public inspection in the Agency's office at 1210 Beaumont Ave., Beaumont, CA 92223 during normal business hours. 2. Pursuant to Government Code section 54957.5, non-exempt public records that relate to open session agenda items and are distributed to a majority of the Board less than seventy-two (72) hours prior to the meeting will be available for public inspection at the Agency's office, during regular business hours. When practical, these public records will also be available on the Agency's Internet website, accessible at <http://www.sgpwa.com>. 3. Any person with a disability who requires accommodation in order to participate in this meeting should telephone the Agency (951-845-2577) at least 48 hours prior to the meeting to make a request for a disability-related modification or accommodation.

San Geronimo Pass Water Agency

Check History Report

January 1 through January 31, 2015

ACCOUNTS PAYABLE

Date	Number	Name	Amount
01/05/2015	117278	BDL ALARMS, INC.	78.00
01/05/2015	117279	WASTE MANAGEMENT INLAND EMPIRE	94.37
01/12/2015	117280	ACWA BENEFITS	811.59
01/12/2015	117281	BEST BEST & KRIEGER	15,042.67
01/12/2015	117282	CUSTOM TROPHIES & U-NEEK AWARDS	26.19
01/12/2015	117283	WILLIAM E. DICKSON	245.05
01/12/2015	117284	GOPHER PATROL	48.00
01/12/2015	117285	I. E. RESOURCE CONSERVATION DISTRICT	2,400.00
01/12/2015	117286	JOHN R. JETER	113.00
01/12/2015	117287	ROY McDONALD	1,312.50
01/12/2015	117288	OAK VALLEY PHOTOGRAPHY	112.80
01/12/2015	117289	UNLIMITED SERVICES BUILDING MAINT.	295.00
01/14/2015	117290	SEE PAYROLL CATEGORY, JOHN R. JETER	
01/15/2015	117291	CALPERS RETIREMENT	6,187.48
01/15/2015	117292	FRANCHISE TAX BOARD	196.91
01/20/2015	117293	DAVID TAUSSIG & ASSOCIATES, INC.	10,733.12
01/20/2015	117294	SAN BERNARDINO VALLEY MUNI WATER DISTRICT	4,615.80
01/22/2015	117295	ACWA JPIA	996.00
01/22/2015	117296	ALBERT WEBB ASSOCIATES	9,154.20
01/22/2015	117297	CITROGRAPH PRINTING COMPANY	586.00
01/22/2015	117298	CV STRATEGIES	275.00
01/22/2015	117299	WILLIAM E. DICKSON	119.33
01/22/2015	117300	FEDERAL EXPRESS	66.72
01/22/2015	117301	HEEMSTRA SIGNS	110.00
01/22/2015	117302	INCONTACT, INC.	98.93
01/22/2015	117303	JP NELSON & SONS CONSTRCTN	2,800.00
01/22/2015	117304	MATTHEW PISTILLI LANDSCAPE SERVICES	325.00
01/22/2015	117305	WILLIAM R. MORRIS	278.80
01/22/2015	117306	SOUTHERN CALIFORNIA GAS	215.80
01/22/2015	117307	SOUTHERN CALIFORNIA WATER COMMITTEE	70.00
01/22/2015	117308	LEONARD C. STEPHENSON	618.39
01/22/2015	117309	TAX AND BOOKKEEPING SOLUTIONS	908.75
01/22/2015	117310	VERIZON	1,029.88
01/26/2015	117311	ATKINS NORTH AMERICA, INC.	5,696.25
01/26/2015	117312	AT&T MOBILITY	213.96
01/26/2015	117313	SOUTHERN CALIFORNIA EDISON	169.92
01/26/2015	117314	WELLS FARGO REMITTANCE CENTER	5,060.35
01/30/2015	117315	CALPERS RETIREMENT	6,238.29
01/30/2015	117316	STANDARD INSURANCE COMPANY	461.26
01/15/2015	504808	ELECTRONIC FEDERAL TAX PAYMENT SYSTEM	6,627.48
01/30/2015	508511	ELECTRONIC FEDERAL TAX PAYMENT SYSTEM	6,520.27
01/15/2015	519905	EMPLOYMENT DEVELOPMENT DEPARTMENT	970.24
01/30/2015	520005	EMPLOYMENT DEVELOPMENT DEPARTMENT	986.33
01/13/2015	900095	DEPARTMENT OF WATER RESOURCES	76,969.00
01/31/2015	900096	DEPARTMENT OF WATER RESOURCES	837,471.00
TOTAL ACCOUNTS PAYABLE CHECKS			<u>1,007,349.63</u>

San Geronio Pass Water Agency
Check History Report
 January 1 through January 31, 2015

PAYROLL

CHECKS			
Date	Number	Name	Amount
01/14/2015	117290	JOHN R. JETER	839.41
			839.41

DIRECT DEPOSIT			
Date	Number	Name	Amount
01/14/2015	800983	BLAIR M. BALL	898.05
01/14/2015	800984	JEFFREY W. DAVIS	4,303.16
01/14/2015	800985	WILLIAM E. DICKSON	942.50
01/14/2015	800986	KENNETH M. FALLS	2,597.15
01/14/2015	800987	WILLIAM R. MORRIS	898.05
01/14/2015	800988	CHERYLE M. RASMUSSEN	2,049.38
01/14/2015	800989	LEONARD C. STEPHENSON	224.51
01/14/2015	800990	THOMAS W. TODD, JR.	3,013.22
01/29/2015	800991	BLAIR M. BALL	911.53
01/29/2015	800992	JEFFREY W. DAVIS	4,303.16
01/29/2015	800993	RONALD A. DUNCAN	1,139.41
01/29/2015	800994	KENNETH M. FALLS	2,703.32
01/29/2015	800995	MARY ANN HARVEY-MELLEBY	1,139.41
01/29/2015	800996	WILLIAM R. MORRIS	683.65
01/29/2015	800997	CHERYLE M. RASMUSSEN	2,049.38
01/29/2015	800998	LEONARD C. STEPHENSON	1,139.41
01/29/2015	800999	THOMAS W. TODD, JR.	3,013.22
			32,008.51
			32,847.92

	1,040,197.55
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SAN GORGONIO PASS WATER AGENCY
New Vendors List
January, 2105

Vendor	Address	Expenditure Type
Heemstra Signs	513- B Stuart Street, Redlands, CA 92373	Office
J P Nelson & Sons Construction, Inc.	1577 W. Jacinto View Rd., Banning, CA 92220	Maintenance
Leonard C. Stephenson	1064 Cling Way, Calimesa, CA 92320	Directors

SAN GORGONIO PASS WATER AGENCY

**LEGAL INVOICES
ACCOUNTS PAYABLE INVOICE LISTING**

<u>VENDOR</u>	<u>INVOICE NBR</u>	<u>COMMENT</u>	<u>AMOUNT</u>
BEST, BEST & KRIEGER	150131	LEGAL SERVICES JAN15	10,789.22

TOTAL PENDING INVOICES FOR JANUARY 2015

10,789.22

**SAN GORGONIO PASS WATER AGENCY
BANK RECONCILIATION
January 31, 2015**

BALANCE PER BANK AT 01/31/2015 - CHECKING ACCOUNT 386,265.11

386,265.11

LESS OUTSTANDING CHECKS

CHECK NUMBER	AMOUNT	CHECK NUMBER	AMOUNT
117275	4,000.00	117307	70.00
117287	1,312.50	117312	213.96
117296	9,154.20	117315	6,238.29
117305	278.80	117316	461.26
117306	215.80		
	14,961.30		6,983.51

TOTAL OUTSTANDING CHECKS (21,944.81)

BALANCE PER GENERAL LEDGER 364,320.30

BALANCE PER GENERAL LEDGER AT 12/31/2014 394,324.83

CASH RECEIPTS FOR JANUARY 5,310,193.02

CASH DISBURSEMENTS FOR JANUARY

ACCOUNTS PAYABLE - CHECK HISTORY REPORT	(1,007,349.63)	
NET PAYROLL FOR JANUARY	(32,847.92)	(1,040,197.55)

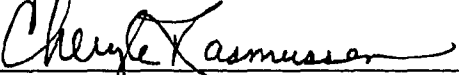
BANK CHARGES -

TRANSFERS FROM WF SAVINGS/LAIF -

TRANSFERS TO WF SAVINGS/LAIF (4,300,000.00)

BALANCE PER GENERAL LEDGER AT 01/31/2015 364,320.30

REPORT PREPARED BY:



 Cheryl Rasmussen

**SAN GORGONIO PASS WATER AGENCY
DEPOSIT RECAP
FOR THE MONTH OF JANUARY 2015**

<u>DATE</u>	<u>RECEIVED FROM</u>	<u>DESCRIPTION</u>	<u>AMOUNT</u>	<u>TOTAL DEPOSIT AMOUNT</u>
DEPOSIT TO CHECKING ACCOUNT				
01/09/15	RIVERSIDE COUNTY	PROPERTY TAXES	197,459.46	197,459.46
01/12/15	RIVERSIDE COUNTY	PROPERTY TAXES	75,402.34	75,402.34
01/14/15	ACWA JPIA	DEDUCTIBLE REPAYMENT	474.16	474.16
01/15/15	RIVERSIDE COUNTY	PROPERTY TAXES	37,851.59	37,851.59
01/15/15	RIVERSIDE COUNTY	PROPERTY TAXES	75,022.31	75,022.31
01/15/15	RIVERSIDE COUNTY	PROPERTY TAXES	10,961.87	10,961.87
01/20/15	BCVWD	WATER SALES	111,267.00	111,267.00
01/20/15	RIVERSIDE COUNTY	PROPERTY TAXES	2,479,169.56	2,479,169.56
01/22/15	RIVERSIDE COUNTY	PROPERTY TAXES	124,060.94	124,060.94
01/22/15	RIVERSIDE COUNTY	PROPERTY TAXES	32,815.15	32,815.15
01/28/15	RIVERSIDE COUNTY	PROPERTY TAXES	2,165,708.64	2,165,708.64
TOTAL FOR JANUARY 2015			5,310,193.02	5,310,193.02

SAN GORGONIO PASS WATER AGENCY
FISCAL YEAR BUDGET 2014-15
BUDGET VS. REVISED BUDGET VS. ACTUAL
FOR THE SEVEN MONTHS ENDING ON JANUARY 31, 2015

	FOR THE FISCAL YEAR JULY 1, 2014 - JUNE 30, 2015				
	ADOPTED BUDGET	REVISIONS TO BUDGET	TOTAL REVISED BUDGET	ACTUAL YTD	REMAINING PERCENT OF BUDGET
GENERAL FUND - INCOME					
INCOME					
WATER SALES	1,800,000		1,800,000	923,728.27	48.68%
TAX REVENUE	1,750,000		1,750,000	1,150,140.44	34.28%
INTEREST	26,000		26,000	15,766.12	39.36%
GRANTS	0		0	0.00	
OTHER (REIMBURSEMENTS, TRANSFERS)	10,000	40,000	50,000	35,163.85	29.67%
TOTAL GENERAL FUND INCOME	3,586,000	40,000	3,626,000	2,124,798.68	41.40%
GENERAL FUND - EXPENSES					
COMMODITY PURCHASE					
PURCHASED WATER	1,700,000		1,700,000	733,910.00	56.83%
TOTAL COMMODITY PURCHASE	1,700,000	0	1,700,000	733,910.00	56.83%
SALARIES AND EMPLOYEE BENEFITS					
SALARIES	404,000		404,000	239,415.63	40.74%
PAYROLL TAXES	36,000		36,000	19,264.90	46.49%
RETIREMENT	315,000	-20,000	295,000	242,238.18	17.89%
OTHER POST-EMPLOYMENT BENEFITS (OPEB)	-20,000		-20,000	10,955.58	154.78%
HEALTH INSURANCE	52,000		52,000	28,204.28	45.76%
DENTAL INSURANCE	6,000		6,000	3,740.56	37.66%
LIFE INSURANCE	1,000		1,000	652.33	34.77%
DISABILITY INSURANCE	3,500		3,500	2,154.70	38.44%
WORKERS COMP INSURANCE	3,700		3,700	1,831.00	50.51%
SGPWA STAFF MISC. MEDICAL	9,400		9,400	5,055.99	46.21%
EMPLOYEE EDUCATION	2,000		2,000	428.00	78.60%
TOTAL SALARIES AND EMPLOYEE BENEFITS	812,600	-20,000	792,600	553,941.15	30.11%

SAN GORGONIO PASS WATER AGENCY
FISCAL YEAR BUDGET 2014-15
BUDGET VS. REVISED BUDGET VS. ACTUAL
FOR THE SEVEN MONTHS ENDING ON JANUARY 31, 2015

	FOR THE FISCAL YEAR JULY 1, 2014 - JUNE 30, 2015				
	ADOPTED BUDGET	REVISIONS TO BUDGET	TOTAL REVISED BUDGET	ACTUAL YTD	REMAINING PERCENT OF BUDGET
GENERAL FUND - EXPENSES					
ADMINISTRATIVE & PROFESSIONAL					
DIRECTOR EXPENDITURES					
DIRECTORS FEES	103,000		103,000	55,302.77	46.31%
DIRECTORS TRAVEL & EDUCATION	20,000		20,000	7,011.35	64.94%
DIRECTORS MISC. MEDICAL	18,000		18,000	5,616.01	68.80%
OFFICE EXPENDITURES					
OFFICE EXPENSE	12,000		12,000	9,408.62	21.59%
POSTAGE	1,200		1,200	1,255.74	-4.65%
TELEPHONE	9,000		9,000	4,727.25	47.48%
UTILITIES	4,500		4,500	2,194.19	51.24%
SERVICE EXPENDITURES					
COMPUTER, WEB SITE AND TELEPHONE SUPPORT & SERVICE	5,000		5,000	472.14	90.56%
GENERAL MANAGER & STAFF TRAVEL	15,000		15,000	8,778.24	41.48%
INSURANCE & BONDS	24,000		24,000	18,998.00	20.84%
ACCOUNTING & AUDITING	21,000		21,000	20,550.00	2.14%
STATE WATER CONTRACT AUDIT	5,000		5,000	4,699.00	6.02%
DUES & ASSESSMENTS	35,000		35,000	30,221.04	13.65%
OUTSIDE PROFESSIONAL SERVICES	2,000		2,000	0.00	100.00%
BANK CHARGES	1,200		1,200	397.86	66.85%
MISCELLANEOUS EXPENSES	900		900	0.00	100.00%
MAINTENANCE & EQUIPMENT EXPENDITURES					
TOOLS PURCHASE & MAINTENANCE	2,000		2,000	819.73	59.01%
VEHICLE REPAIR & MAINTENANCE	11,000		11,000	12,176.13	-10.69%
MAINTENANCE & REPAIRS - BUILDING	12,000		12,000	6,424.53	46.46%
MAINTENANCE & REPAIRS - FIELD	5,000		5,000	3,328.63	33.43%
CONTRACT OPERATIONS AND MAINTENANCE	140,000		140,000	29,595.95	78.86%
COUNTY EXPENDITURES					
LAFCO COST SHARE	3,600		3,600	4,176.11	-16.00%
ELECTION EXPENSE	150,000		150,000	0.00	100.00%
TAX COLLECTION CHARGES	8,000		8,000	4,011.62	49.85%
TOTAL ADMINISTRATIVE & PROFESSIONAL	608,400	0	608,400	230,164.91	62.17%

**SAN GORGONIO PASS WATER AGENCY
FISCAL YEAR BUDGET 2014-15
BUDGET VS. REVISED BUDGET VS. ACTUAL
FOR THE SEVEN MONTHS ENDING ON JANUARY 31, 2015**

	FOR THE FISCAL YEAR JULY 1, 2014 - JUNE 30, 2015				REMAINING PERCENT OF BUDGET
	ADOPTED BUDGET	REVISIONS TO BUDGET	TOTAL REVISED BUDGET	ACTUAL YTD	
GENERAL FUND - EXPENSES					
GENERAL ENGINEERING					
RECHARGE					
B.A.R.F. SERVICE CONNECTION (MT. VIEW CONNEC.)	105,000		105,000	0.00	100.00%
B.A.R.F. POST DESIGN	200,000		200,000	65,355.92	67.32%
STUDIES					
USGS - Agreement #23100	95,000		95,000	0.00	100.00%
VETER RATE NEXUS STUDY	45,000		45,000	0.00	100.00%
VETER RATE FINANCIAL MODELING	20,000		20,000	0.00	100.00%
CAPACITY FEE NEXUS STUDY UPDATE	45,000		45,000	30,252.48	32.77%
SUPPORT - CAPACITY FEE & COOPERATIVE AGREEMENTS	40,000		40,000	32,988.92	17.53%
EMERGING CONTAMINANTS TASK FORCE	5,000		5,000	0.00	100.00%
UPDATED UWMP	50,000		50,000	7,786.40	84.43%
ALTERNATIVE WATER SUPPLY FOR BANNING & BANNING HTS.	0	60,000	60,000	17,266.08	71.22%
OTHER PROJECTS					
CLIMESA BASIN STUDY	44,000		44,000	0.00	100.00%
GENERAL AGENCY - CEQA ANALYSIS AND GIS SERVICES	15,000		15,000	23,328.48	-55.52%
TOTAL GENERAL ENGINEERING	664,000	60,000	724,000	176,978.28	75.56%

SAN GORGONIO PASS WATER AGENCY
FISCAL YEAR BUDGET 2014-15
BUDGET VS. REVISED BUDGET VS. ACTUAL
FOR THE SEVEN MONTHS ENDING ON JANUARY 31, 2015

	FOR THE FISCAL YEAR JULY 1, 2014 - JUNE 30, 2015				
	ADOPTED BUDGET	REVISIONS TO BUDGET	TOTAL REVISED BUDGET	ACTUAL YTD	REMAINING PERCENT OF BUDGET
GENERAL FUND - EXPENSES					
LEGAL SERVICES					
LEGAL SERVICES - GENERAL	175,000		175,000	91,710.81	47.59%
TOTAL LEGAL SERVICES	175,000	0	175,000	91,710.81	47.59%
CONSERVATION & EDUCATION					
SCHOOL EDUCATION PROGRAMS	14,000		14,000	6,400.00	54.29%
A - LT EDUCATION PROGRAMS	5,000		5,000	1,000.00	80.00%
C - ER CONSERVATION, EDUCATION AND PUBLIC RELATIONS	22,000		22,000	9,010.78	59.04%
TOTAL CONSERVATION & EDUCATION	41,000	0	41,000	16,410.78	59.97%
GENERAL FUND CAPITAL EXPENDITURES					
BUILDING	15,000		15,000	0.00	100.00%
FURNITURE & OFFICE EQUIPMENT	5,000		5,000	0.00	100.00%
OTHER EQUIPMENT	0		0	0.00	0.00%
TRANSPORTATION EQUIPMENT	0		0	0.00	0.00%
B.A.R.F. PIPELINE CONSTRUCTION	1,400,000		1,400,000	1,065,872.88	23.87%
TOTAL GENERAL FUND CAPITAL EXPENDITURES	1,420,000	0	1,420,000	1,065,872.88	24.94%
TRANSFERS TO OTHER FUNDS	0	0	0	0.00	
TOTAL GENERAL FUND EXPENSES	5,421,000	40,000	5,461,000	2,868,988.81	47.46%
TRANSFERS FROM RESERVES	1,835,000		1,835,000	1,060,177.00	
TOTAL TRANSFERS FROM RESERVES	1,835,000	0	1,835,000	1,060,177	
GENERAL FUND NET INCOME YEAR TO DATE	0	0	0	315,986.87	

**SAN GORGONIO PASS WATER AGENCY
FISCAL YEAR BUDGET 2014-15
BUDGET VS. REVISED BUDGET VS. ACTUAL
FOR THE SEVEN MONTHS ENDING ON JANUARY 31, 2015**

		FOR THE FISCAL YEAR JULY 1, 2014 - JUNE 30, 2015				
		ADOPTED BUDGET	REVISIONS TO BUDGET	TOTAL REVISED BUDGET	ACTUAL YTD	REMAINING PERCENT OF BUDGET
DEBT SERVICE FUND - INCOME						
INCOME						
	TAX REVENUE	14,419,358		14,419,358	9,952,834.14	30.98%
	INTEREST	60,000		60,000	40,932.16	31.78%
	GRANTS	0		0	0.00	
	OTHER	2,097,576		2,097,576	972,538.00	53.64%
TOTAL DEBT SERVICE FUND INCOME		16,576,934	0	16,576,934	10,966,304.30	33.85%
DEBT SERVICE FUND - EXPENSES						
EXPENSES						
	SALARIES	49,000		49,000	29,761.62	39.26%
	PAYROLL TAXES	4,000		4,000	2,276.76	43.08%
	BENEFITS	60,000		60,000	38,739.63	35.43%
	SWC CONTRACTOR DUES	44,000		44,000	44,662.00	-1.50%
	STATE WATER CONTRACT PAYMENTS	17,149,793		17,149,793	8,991,146.00	47.57%
	PURCHASED WATER	0		0	1,937.00	0.00%
	STATE WATER PROJECT LEGAL SERVICES	0		0	7.36	over
	USGS - Agreement #23100	0		0	0.00	0.00%
	CONTRACT OPERATIONS AND MAINTENANCE	210,000		210,000	37,064.52	82.35%
	SWP ENGINEERING	25,000		25,000	3,088.56	87.65%
	DEBT SERVICE UTILITIES	9,000		9,000	5,298.09	41.13%
	TAX COLLECTION CHARGES	45,000		45,000	22,732.48	49.48%
TOTAL DEBT SERVICE FUND EXPENSES		17,595,793	0	17,595,793	9,176,714.02	47.85%
TRANSFERS FROM RESERVES		1,018,859		1,018,859	0.00	
DEBT SERVICE FUND NET INCOME YEAR TO DATE		0	0	0	1,789,590.28	

SAN GORGONIO PASS WATER AGENCY
 MISCELLANEOUS INCOME
 FY 2014-15 YEAR TO DATE

ITEM	DATE	AMOUNT
OTHER INCOME		
CalPERS Medicare Part D reimbursement	8/12/14	1,636.16
John Jeter, reimbursement for events attended	9/11/14	70.00
Calimesa Chamber of Commerce, canceled event	9/11/14	70.00
ACWA JPIA, truck repair	9/23/14	6,589.70
State Water Proj. Cont. Authority, budget refund	9/30/14	827.00
John Jeter, reimbursement for Pat at ACWA conf.	10/19/14	235.00
ACWA JPIA, truck repair	10/28/14	200.00
Miscellaneous cash income	12/11/14	61.83
ACWA JPIA, truck repair	1/16/15	474.16
		<u>10,163.85</u>
LEASE PAYMENTS		
Specttrum Leasing	7/15/14	1,000.00
Verizon Leasing	10/8/14	24,000.00
		<u>25,000.00</u>
TOTAL ON BUDGET REPORT		<u><u>35,163.85</u></u>

ACCOUNTS RECEIVABLE

Re-classified Income: Contributions from FY13-14		
BCVWD Final Invoice for Turnout	11/18/14	86,355.12

**SAN GORGONIO PASS WATER AGENCY
CASH RECONCILIATION REPORT
FY 2014-15
FOR THE SIX MONTHS ENDING ON DECEMBER 31, 2014**

DEBT SERVICE FUND - RESTRICTED

BEGINNING BALANCE - JULY 1, 2014		
RESERVE FOR STATE WATER PROJECT	32,984,738	
DEBT SERVICE ACTIVITY		
DEBT SERVICE DEPOSITS		
PROPERTY TAX - DEBT SERVICE DEPOSITS	5,181,119	
INTEREST INCOME	29,845	
DWR REFUNDS	972,538	
DEBT SERVICE DISBURSEMENTS	(8,321,917)	
ENDING RESTRICTED FUNDS BALANCE - DEC 31 2014	30,846,323	30,846,323

GENERAL FUND - UNRESTRICTED

BEGINNING BALANCE - JULY 1, 2014		12,104,418
GENERAL FUND ACTIVITY		
GENERAL FUND DEPOSITS		
WATER SALES	812,461	
PROPERTY TAX - GENERAL PURPOSE DEPOSITS	711,180	
INTEREST INCOME	11,454	
OTHER INCOME	121,045	
CHANGE IN RECEIVABLES	338,002	
GENERAL FUND DISBURSEMENTS		
CHANGE IN LIABILITIES	(1,029,908)	
CHANGE IN CAPITAL ASSETS	(1,146,021)	
OPERATING EXPENDITURES	(1,597,561)	
ENDING UNRESTRICTED FUNDS BALANCE - DEC 31 2014	10,325,070	10,325,070

TOTAL CASH - DEC 31 2014

41,171,393

CASH LOCATION - DEC 31 2014

PETTY CASH		100
CASH IN CHECKING ACCOUNTS		394,325
CASH IN WELLS FARGO MONEY MARKET SAVINGS		8,015,235
BANK OF HEMET LOCAL AGENCY MONEY MARKET ACCOUNT		10,496,123
LOCAL AGENCY INVESTMENT FUND		19,265,610
TIME VALUE INVESTMENTS		3,000,000
<u>TOTAL CASH - DEC 31 2014</u>		41,171,393

SAN GORGONIO PASS WATER AGENCY

CASH RECONCILIATION REPORT

FY 2014-15

FOR THE SIX MONTHS ENDING ON DECEMBER 31, 2014

WELLS FARGO MONEY MARKET SAVINGS

<u>INSTITUTION</u>	<u>YIELD RATE</u>	<u>STATEMENT DATE</u>	<u>CURRENT VALUE</u>
Wells Fargo	0.25%	12/31/14	8,015,234.79

BANK OF HEMET LOCAL AGENCY MONEY MARKET ACCOUNT

<u>INSTITUTION</u>	<u>YIELD RATE</u>	<u>STATEMENT DATE</u>	<u>CURRENT VALUE</u>
Bank of Hemet	0.15%	12/31/14	10,496,122.92

LOCAL AGENCY INVESTMENT FUND (LAIF) INFORMATION

<u>INSTITUTION</u>	<u>YIELD RATE</u>	<u>STATEMENT DATE</u>	<u>CURRENT VALUE</u>
State of California - PMIA	0.25%	12/31/14	19,265,610.26

TIME VALUE INVESTMENTS

<u>TYPE OF SECURITY</u>	<u>PURCHASE AMOUNT</u>	<u>YIELD RATE</u>	<u>MATURITY DATE</u>	<u>FACE VALUE</u>
FFCB Callable*	2,000,000	0.95%	03/19/2018	2,000,000
FNMA Callable**	1,000,000	0.63%	11/15/2017	1,000,000
			TOTAL	3,000,000

* Can be redeemed before maturity date.

** Can be redeemed before maturity date; interest rate adjusts upward at various intervals.

CERTIFICATE OF DEPOSIT INFORMATION

<u>INSTITUTION</u>	<u>PURCHASE AMOUNT</u>	<u>YIELD RATE</u>	<u>MATURITY DATE</u>	<u>CURRENT VALUE</u>
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No CDs at this time

TREASURY BILL INFORMATION

<u>CUSIP</u>	<u>MATURITY DATE</u>	<u>TOTAL PAR</u>	<u>ISSUE DATE</u>	<u>PURCHASE PRICE / \$100</u>	<u>YIELD RATE</u>	<u>TERM</u>
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No Treasury Bills at this time

ALL INVESTMENTS LISTED ON THE QUARTERLY CASH RECONCILIATION REPORT AND HELD BY THE GORGONIO PASS WATER AGENCY ARE IN COMPLIANCE WITH THE AGENCY'S STATEMENT OF INVESTMENT POLICY.

THE AGENCY CAN MEET ITS EXPENDITURE REQUIREMENTS FOR THE NEXT SIX MONTHS.

SAN GORGONIO PASS WATER AGENCY

CASH RECONCILIATION REPORT

FY 2014 - 15
BY QUARTER

	SEP 30, 14	DEC 31, 14	MAR 31, 15	JUN 30, 15
<u>DEBT SERVICE FUND - RESTRICTED</u>				
BEGINNING BALANCE - JULY 1, 2014				
RESERVE FOR STATE WATER PROJECT	<u>32,984,738</u>	<u>32,984,738</u>	<u>32,984,738</u>	<u>32,984,738</u>
DEBT SERVICE ACTIVITY				
DEBT SERVICE DEPOSITS				
PROPERTY TAX - D. S. DEPOSITS	1,406,964	5,181,119		
INTEREST INCOME	7,986	29,845		
DWR REFUNDS	-	972,538		
CHANGE IN TAXES RECVBL	-	-		
DEBT SERVICE DISBURSEMENTS	(7,392,978)	(8,321,917)		
<u>ENDING RESTRICTED FUNDS BALANCE</u>	<u>27,006,710</u>	<u>30,846,323</u>	<u>32,984,738</u>	<u>32,984,738</u>
<u>GENERAL FUND - UNRESTRICTED</u>				
BEGINNING BALANCE - JULY 1, 2014	<u>12,104,418</u>	<u>12,104,418</u>	<u>12,104,418</u>	<u>12,104,418</u>
GENERAL FUND ACTIVITY				
GENERAL FUND DEPOSITS				
WATER SALES	425,080	812,461		
PROPERTY TAX - GENERAL DEPOSITS	174,562	711,180		
INTEREST INCOME	2,954	11,454		
OTHER INCOME	9,193	121,045		
CHANGE IN RECEIVABLES	250,876	338,002		
GENERAL FUND DISBURSEMENTS				
CHANGE IN LIABILITIES	(1,019,399)	(1,029,908)		
CHANGE IN CAPITAL ASSETS	(743,902)	(1,146,021)		
OPERATING EXPENDITURES	(703,036)	(1,597,561)		
<u>ENDING UNRESTRICTED FUNDS BALANCE</u>	<u>10,500,746</u>	<u>10,325,070</u>	<u>12,104,418</u>	<u>12,104,418</u>
<u>TOTAL CASH - END OF QUARTER</u>	<u>37,507,456</u>	<u>41,171,393</u>	<u>45,089,156</u>	<u>45,089,156</u>

CASH LOCATION - END OF QUARTER

PETTY CASH	100	100		
CASH IN CHECKING ACCOUNTS	273,992	394,325		
WELLS FARGO MM SAVINGS	4,487,330	8,015,235		
BANK OF HEMET L.A.M.M.A.	10,492,156	10,496,123		
LOCAL AGENCY INVESTMENT FUND	19,253,879	19,265,610		
TIME VALUE INVESTMENTS	3,000,000	3,000,000		
TREASURY BILLS	-			
CDs	-			
<u>TOTAL CASH - END OF QUARTER</u>	<u>37,507,456</u>	<u>41,171,393</u>	<u>-</u>	<u>-</u>

**SAN GORGONIO PASS WATER AGENCY
RESERVE ALLOCATION REPORT
FY 2014-15
FOR THE SIX MONTHS ENDING DECEMBER 31, 2014**

	JUN 30, 14	SEP 30, 14	DEC 31, 14	MAR 31, 15	JUN 30, 15
RESTRICTED					
STATE WATER CONTRACT FUND	32,984,738	27,006,710	30,846,323		
UNRESTRICTED					
OPERATIONS	1,500,000	1,500,000	1,500,000		
NEW INFRASTRUCTURE	3,646,017	3,663,656	1,998,027		
Additions	17,639	-932,752	114,085		
Expenditures		-732,877	-327,300		
Ending Balance	3,663,656	1,998,027	1,784,812	0	0
ADDITIONAL WATER	2,500,000	2,500,000	2,500,000		
Adjustments from Other Sources	1,700,000	1,700,000	1,700,000		
Ratepayer Amount Previous Quarter	1,060,508	1,060,508	1,101,813		
Ratepayer Contribution	0	41,305	25,025		
Rate Stabilization Previous Quarter	380,254	380,254	400,907		
From Excess Rate Stabilization	0	20,653	12,513		
Expenditures					
Ending Balance	5,640,762	5,702,720	5,740,258	0	0
RATE STABILIZATION					
Taxpayer Contribution	0	0	0		
Previous Ratepayer Balance	150,000	150,000	150,000		
Ratepayer Contribution		20,653	12,513		
Excess Contribut.-To Addnl. Water		-20,653	-12,513		
Expenditures					
Ending Balance	150,000	150,000	150,000	0	0
REPLACEMENTS	1,000,000	1,000,000	1,000,000		
UNEXPECTED LEGAL SERVICES	150,000	150,000	150,000		
TOTAL UNRESTRICTED RESERVES	12,104,418	10,500,747	10,325,070	0	0
TOTAL RESERVES	45,089,156	37,507,457	41,171,393	0	0
CASH LOCATION					
Petty Cash	100	100	100		
Checking Accounts	177,245	273,992	394,325		
Wells Fargo M.M. Savings	14,180,355	4,487,330	8,015,235		
Local Agency M M Acct. BofH	10,488,190	10,492,156	10,496,123		
LAIF	19,243,266	19,253,879	19,265,610		
	0				
Treasury Bills	0				
CDs	0				
Time Value Investments	1,000,000	3,000,000	3,000,000		
TOTAL CASH	45,089,156	37,507,457	41,171,393	0	0

SAN GORGONIO PASS WATER AGENCY

Reliability Water Fund

Amounts Paid Through Water Rate Credited to Reserve as of December 31, 2014

Entity	FY2013-14	FY 2014-15 Additions				Total
	Balance	Sep 2014	Dec 2014	Mar 2015	Jun 2015	
City of Banning	162,663.60	4,928.00	2,992.00			170,583.60
Beaumont-Cherry Valley Water District	733,279.80	35,662.00	21,648.00			790,589.80
Yucaipa Valley Water District	19,365.06	704.00	220.00			20,289.06
San Gorgonio Pass Water Agency	145,200.00	11.00	165.00			145,376.00
Total	1,060,508.46	41,305.00	25,025.00			1,126,838.46

SAN GORGONIO PASS WATER AGENCY
FISCAL YEAR JULY 1, 2014 - JUNE 30, 2015
BUDGET REVISIONS FOR BOARD APPROVAL - OPTION #1
DATE OF PROPOSAL: FEBRUARY 23, 12015

	A	B	A+B		C	A+B+C
LINE ITEM	AMOUNT IN ORIGINAL ADOPTED BUDGET	BOARD APPROVED PRIOR BUDGET REVISIONS	REVISED BUDGET BEFORE NEW REVISIONS		CURRENT BUDGET REVISIONS FOR APPROVAL	REVISED BUDGET AFTER CURRENT REVISIONS
GENERAL FUND						
INCOME						
TAX REVENUE	1,750,000	0	1,750,000	+	75,000	1,825,000
OTHER (REIMBURSEMENTS, TRANSFERS)						
Reimbursement for City of Banning and BHMWC	10,000	40,000	50,000	+	70,000	120,000
19 / 24 INCOME TOTALS	1,760,000	40,000	1,800,000		145,000	1,945,000
EXPENSES						
GENERAL ENGINEERING						
URBAN WATER MANAGEMENT PLAN	50,000	0	50,000	-	-20,000	30,000
STUDY - NOTICE OF DETERMINATION + EIR	0	0	0	+	29,000	29,000
STUDY - WHITEWATER FLUME TUNNEL	0	0	0	+	90,000	90,000
STUDY - ENVIRONMENTAL JUSTICE	0	0	0	+	15,000	15,000
GENERAL ENGINEERING TOTALS	50,000	0	50,000		114,000	164,000
GENERAL FUND NET CHANGE					31,000	

SAN GORGONIO PASS WATER AGENCY
FISCAL YEAR JULY 1, 2014 - JUNE 30, 2015
BUDGET REVISIONS FOR BOARD APPROVAL - OPTION #2
DATE OF PROPOSAL: FEBRUARY 23, 12015

LINE ITEM	A AMOUNT IN ORIGINAL ADOPTED BUDGET	B BOARD APPROVED PRIOR BUDGET REVISIONS	A+B REVISED BUDGET BEFORE NEW REVISIONS	C CURRENT BUDGET REVISIONS FOR APPROVAL	A+B+C REVISED BUDGET AFTER CURRENT REVISIONS
GENERAL FUND					
INCOME					
TAX REVENUE	1,750,000	0	1,750,000	+	75,000
OTHER (REIMBURSEMENTS, TRANSFERS) Reimbursement for City of Banning and BHMWC	10,000	40,000	50,000	+	88,000
INCOME TOTALS	1,760,000	40,000	1,800,000		163,000
EXPENSES					
GENERAL ENGINEERING					
URBAN WATER MANAGEMENT PLAN	50,000	0	50,000	-	-20,000
STUDY - NOTICE OF DETERMINATION + EIR	0	0	0	+	58,000
STUDY - WHITEWATER FLUME TUNNEL	0	0	0	+	90,000
STUDY - ENVIRONMENTAL JUSTICE	0	0	0	+	42,000
GENERAL ENGINEERING TOTALS	50,000	0	50,000		170,000
GENERAL FUND NET CHANGE					-7,000

20 / 24

RESOLUTION NO. 2010-02

SAN GORGONIO PASS WATER AGENCY INVESTMENT POLICY AND GUIDELINES RESCINDING RESOLUTION #2009-06

BE IT RESOLVED by the Board of Directors of the San Gorgonio Pass Water Agency (Agency) that the following is the policy and guidelines of the Agency for Investment of funds and that adoption of this Resolution 2010-02 does hereby revise and nullify Resolution 2009-06.

INTRODUCTION

It is the policy of the San Gorgonio Pass Water Agency to invest public funds in a manner which will provide the highest investment return with the maximum security while meeting the daily cash flow demands of the Agency and conforming to all state and local statutes governing the investment of public funds.

The Agency operates its investment program with many federal, state and self-imposed constraints. **IT DOES NOT SPECULATE; IT DOES NOT DEAL IN FUTURES, OPTIONS, DERIVATIVES, SECURITY LOAN AGREEMENTS, OR MARGIN TRADING.**

PURPOSE

This statement is intended to provide a guideline for the prudent investment of cash not required for immediate expenditure, surplus funds and restricted monies, and to outline a policy for maximizing the efficiency of a cash management system.

PRUDENCE

Investments shall be made with judgment and care under circumstances then prevailing, which persons of prudence, discretion and intelligence exercise in the management of their own affairs, not for speculation, but for investment, considering the probable safety of their capital as well as the probable income to be derived.

The prudent-person policy of safety, liquidity, yield, and diversity, in that order, will prevail at all times.

DELEGATION OF AUTHORITY

In accordance with Section 53607 of the Government Code of the State of California, the authority to invest public funds is expressly delegated to the legislative body for subsequent redelegation to the Treasurer.

The Agency has expressly delegated the investment authority of the Agency to the Treasurer and the Assistant Treasurer in Resolution Nos. 1994-09 and 2005-10.

No person may engage in an investment transaction except as provided under the terms of this policy. The Treasurer and Assistant Treasurer shall be responsible for all transactions undertaken and shall establish a system of controls to regulate the activities of subordinates.

Agency funds not required for immediate expenditure may be invested in compliance with the governing provisions of law and as further limited by the Policy established in this resolution as from time to time amended.

ETHICS AND CONFLICTS OF INTEREST

Officers and employees involved in the investment process shall not engage in any personal business activity which could conflict with the proper execution of the Agency's investment program, or which could impair their ability to make impartial investment decisions. Employees and officers shall subordinate their personal investment transactions to those of the Agency, particularly with regard to the time of purchases and sales.

COMPUTATION OF INTEREST

Pursuant to Government Code Section 53645, interest shall be computed and paid by the depository as follows:

- A. For active deposits upon which interest is payable, interest shall be computed on the average daily balance for the calendar quarter.
- B. For inactive deposits, interest shall be computed on a 360-day basis

ACCEPTABLE INVESTMENT INSTRUMENTS

The Agency investment portfolio is limited to investments as specified below:

1. State of California Local Agency Fund (LAIF).
2. United States Treasury Instruments not to exceed two (2) years, purchased directly from the Federal Reserve Bank.