

**SAN GORGONIO PASS WATER AGENCY**  
**1210 Beaumont Ave, Beaumont, CA 92223**  
**Board Finance & Budget Workshop**  
**Water Rate Workshop**  
**Agenda**  
**January 28, 2019 at 1:30 p.m.**

**1. Call to Order, Flag Salute**

**2. Adoption and Adjustment of Agenda**

**3. Public Comment:** Members of the public may address the Board at this time concerning items relating to any matter within the Agency's jurisdiction. To comment on a specific agenda item, please complete a speaker's request form and hand it to the Board secretary. Speakers are requested to keep their comments to no more than five minutes. Under the Brown Act, no action or discussion shall take place on any item not appearing on the agenda, except that the Board or staff may briefly respond to statements made or questions posed for the purpose of directing statements or questions to staff for follow up.

**4. New Business (Discussion and possible recommendations for action at a future regular Board meeting)**

- A. Ratification of Paid Invoices and Monthly Payroll for December, 2018 by Reviewing Check History Reports in Detail\*
- B. Review of Pending Legal Invoices\*
- C. Review of December, 2018 Bank Reconciliation\*
- D. Review of Budget Report for December, 2018\*
- E. Review of Cash Reconciliation Report for December 31, 2018\*
- F. Review of Reserve Allocation Report for December 31, 2018\*
- G. Review of Investment Report for December 31, 2018\*
- H. Discussion of Pre-Paying Debt Service Bond Indebtedness
- I. Review of Information for Setting Water Rates

**5. Announcements**

- A. Canceled: Regular Board Meeting, February 4, 2019, 1:30 pm
- B. Engineering Workshop, February 11, 2019, 1:30 pm
- C. The office will be closed in observance of President's Day, February 18, 2019
- D. Regular Board Meeting, Tuesday, February 19, 2019, 1:30 pm

**6. 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 Gorgonio Pass Water Agency**  
**Check History Report**  
December 1 through December 31, 2018

ACCOUNTS PAYABLE

Date	Number	Name	Amount
12/04/2018	119078	AT&T MOBILITY	190.01
12/04/2018	119079	BDL ALARMS, INC.	78.00
12/04/2018	119080	CONTROL TEMP, INC.	238.44
12/04/2018	119081	SOUTHERN CALIFORNIA EDISON	28.54
12/04/2018	119082	LEONARD C. STEPHENSON	152.27
12/04/2018	119083	THOMAS W. TODD, JR.	1,638.64
12/04/2018	119084	UNLIMITED SERVICES BUILDING MAINT.	295.00
12/04/2018	119085	VALLEY OFFICE EQUIPMENT, INC.	218.49
12/04/2018	119086	WASTE MANAGEMENT INLAND EMPIRE	97.06
12/06/2018	119087	ACWA BENEFITS	866.41
12/06/2018	119088	BEST BEST & KRIEGER	15,250.60
12/06/2018	119089	ERSC	9,117.13
12/06/2018	119090	DAVID L. FENN	114.45
12/06/2018	119091	SAN BERNARDINO VALLEY MUNI WATER DISTRICT	332,514.52
12/06/2018	119092	UNDERGROUND SERVICE ALERT	33.10
12/06/2018	119093	WATER RESOURCES CONSULTING	3,152.75
12/17/2018	119094	ALBERT WEBB ASSOCIATES	36,491.04
12/17/2018	119095	ERNST & YOUNG LLP	532.00
12/17/2018	119096	FRONTIER COMMUNICATIONS	1,267.07
12/17/2018	119097	GOPHER PATROL	51.00
12/17/2018	119098	MATTHEW PISTILLI LANDSCAPE SERVICES	350.00
12/17/2018	119099	NICE-INCONTACT	85.95
12/17/2018	119100	OFFICE SOLUTIONS	367.85
12/17/2018	119101	SOUTHERN CALIFORNIA EDISON	30.82
12/17/2018	119102	SOUTHERN CALIFORNIA GAS	54.09
12/17/2018	119103	STATE WATER CONTRACTORS	923.00
12/17/2018	119104	VOID	0.00
12/18/2018	119105	COMMUNITY BANK	47,721.61
12/18/2018	119106	PRO-CRAFT CONSTRUCTION, INC.	906,710.39
12/18/2018	119107	WELLS FARGO ELITE CREDIT CARD	3,893.59
12/28/2018	119108	STANDARD INSURANCE COMPANY	469.46
12/22/2018	119109	BLAIR M. BALL	293.57
12/22/2018	119110	SOUTHERN CALIFORNIA EDISON	87.54
12/14/2018	558681	EMPLOYMENT DEVELOPMENT DEPARTMENT	1,299.51
12/14/2018	501892	ELECTRONIC FEDERAL TAX PAYMENT SYSTEM	5,813.91
12/28/2018	582242	EMPLOYMENT DEVELOPMENT DEPARTMENT	1,322.74
12/28/2018	582757	EMPLOYMENT DEVELOPMENT DEPARTMENT	5.87
12/28/2018	525512	ELECTRONIC FEDERAL TAX PAYMENT SYSTEM	6,962.44
12/28/2018	586721	ELECTRONIC FEDERAL TAX PAYMENT SYSTEM	12.62
12/08/2018	900214	DEPARTMENT OF WATER RESOURCES	310,192.00
12/14/2018	900215	CALPERS RETIREMENT	6,644.53
12/18/2018	900216	CALPERS HEALTH	8,057.33
12/28/2018	900217	CALPERS RETIREMENT	6,770.55
12/29/2018	900218	DEPARTMENT OF WATER RESOURCES	236,019.00
TOTAL ACCOUNTS PAYABLE CHECKS			1,946,414.89

**San Gorgonio Pass Water Agency**  
**Check History Report**  
December 1 through December 31, 2018

PAYROLL

<u>Date</u>	<u>Number</u>	<u>Name</u>	<u>Amount</u>
12/13/2018	801644	JEFFREY W. DAVIS	4,917.83
12/13/2018	801645	KENNETH M. FALLS	2,688.25
12/13/2018	801646	DAVID L. FENN	959.62
12/13/2018	801647	CHERYLE M. STIFF	2,213.17
12/13/2018	801648	THOMAS W. TODD, JR.	3,463.51
12/27/2018	801649	BLAIR M. BALL	1,199.54
12/27/2018	801650	JEFFREY W. DAVIS	5,485.94
12/27/2018	801651	RONALD A. DUNCAN	1,199.54
12/27/2018	801652	KENNETH M. FALLS	4,356.06
12/27/2018	801653	DAVID L. FENN	239.90
12/27/2018	801654	STEPHEN J. LEHTONEN	1,199.54
12/27/2018	801655	LEONARD C. STEPHENSON	1,199.54
12/27/2018	801656	CHERYLE M. STIFF	2,213.17
12/27/2018	801657	MICHAEL D. THOMPSON	1,199.54
12/27/2018	801658	THOMAS W. TODD, JR.	3,463.51
TOTAL PAYROLL			<u>35,998.66</u>
TOTAL DISBURSEMENTS FOR DECEMBER, 2018			<u><u>1,982,413.55</u></u>

SAN GORGONIO PASS WATER AGENCY  
 New Vendors List  
 January, 2019

Vendor - Name and Address	Expenditure Type
Valley Office Equipment Old: 36-665 Bankside Drive Suite B; Cathedral City, CA 92234 New: 77-588 El Duna Court Suite A; Palm Desert, CA 92211	Office Expense
Community Bank has merged with Citizens Business Bank Old: ATTN: N. Shahmoradian; 460 Sierra Madre Villa Ave.; Pasadena, CA 91107 New: ATTN: Specialty Banking Group; 1010 E. Colorado Blvd 2nd Floor; Pasadena, CA 91106	Pro-Craft, Inc. retention
Sparling Instruments, LLC P O Box 2999; Phoenix, AZ 85062 P O Box 16727; Irvine, CA 92623	Equipment maintenance

**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	181231	LEGAL SERVICES DEC18	5,605.04

TOTAL PENDING INVOICES FOR JANUARY 2019

5,605.04

**SAN GORGONIO PASS WATER AGENCY  
BANK RECONCILIATION  
December 31, 2018**

BALANCE PER BANK AT 12/31/2018 - CHECKING ACCOUNT 144,233.78

LESS OUTSTANDING CHECKS

<u>CHECK NUMBER</u>	<u>AMOUNT</u>	<u>CHECK NUMBER</u>	<u>AMOUNT</u>
119103	923.00	119108	469.46
119104	Void	119109	293.57
	<u>923.00</u>		<u>763.03</u>

TOTAL OUTSTANDING CHECKS -1,686.03

BALANCE PER GENERAL LEDGER 142,547.75

BALANCE PER GENERAL LEDGER AT 11/30/2018 375,062.50

**CASH RECEIPTS FOR DECEMBER** **5,827,911.60**

**CASH DISBURSEMENTS FOR DECEMBER**

ACCOUNTS PAYABLE - CHECK HISTORY REPORT	-1,946,414.89	
PAYROLL TRANSFER - BANK OF HEMET	<u>-38,000.00</u>	
		<u><b>-1,984,414.89</b></u>

BANK CHARGES -11.46

TRANSFER TO LAIF -1,075,000.00

TRANSFER FROM LAIF 1,000,000.00

TRANSFERS TO TVI -5,000,000.00

TRANSFERS FROM TVI 999,000.00

VOIDED CHECK FROM PRIOR MONTH

BALANCE PER GENERAL LEDGER AT 12/31/2018 142,547.75

REPORT PREPARED BY:

  
Cheryl M. Stiff

**SAN GORGONIO PASS WATER AGENCY  
DEPOSIT RECAP  
FOR THE MONTH OF DECEMBER 2018**

<u>DATE</u>	<u>RECEIVED FROM</u>	<u>DESCRIPTION</u>	<u>AMOUNT</u>	<u>TOTAL DEPOSIT AMOUNT</u>
<b>DEPOSIT TO CHECKING ACCOUNT</b>				
12/6/18	CITY OF BANNING	WATER SALES	15,533.00	15,533.00
12/11/18	RIVERSIDE COUNTY	PROPERTY TAXES	54,357.68	54,357.68
12/14/18	BCVWD	WATER SALES	345,530.00	345,530.00
12/18/18	RIVERSIDE COUNTY	PROPERTY TAXES	33,596.46	33,596.46
12/18/18	RIVERSIDE COUNTY	PROPERTY TAXES	5,371,862.43	5,371,862.43
12/27/18	TVI	CD - BOND INTEREST	7,032.03	7,032.03
TOTAL FOR DECEMBER 2018			5,827,911.60	5,827,911.60

**SAN GORGONIO PASS WATER AGENCY  
BUDGET REPORT FY 2018-19  
BUDGET VS. REVISED BUDGET VS. ACTUAL  
FOR THE SIX MONTHS ENDING ON DECEMBER 31, 2018**

FOR THE FISCAL YEAR JULY 1, 2018 - JUNE 30, 2019

	ADOPTED BUDGET	REVISIONS TO BUDGET	TOTAL REVISED BUDGET	ACTUAL YTD	REMAINING PERCENT OF BUDGET
<b>GENERAL FUND - INCOME</b>				Comparison:	50%
<b>INCOME</b>					
WATER SALES	5,600,000		5,600,000	1,912,746.80	65.84%
TAX REVENUE	2,650,000		2,650,000	912,109.97	65.58%
INTEREST	200,000		200,000	196,023.18	1.99%
DESIGNATED REVENUES	1,750,000		1,750,000	0.00	100.00%
CAPACITY FEE	0		0	0.00	
OTHER (REIMBURSEMENTS, TRANSFERS)	29,000		29,000	27,520.90	5.10%
<b>TOTAL GENERAL FUND INCOME</b>	<b>10,229,000</b>	<b>0</b>	<b>10,229,000</b>	<b>3,048,400.85</b>	<b>70.20%</b>
<b>GENERAL FUND - EXPENSES</b>					
<b>COMMODITY PURCHASE</b>					
PURCHASED WATER	6,000,000		6,000,000	1,300,128.23	78.33%
<b>TOTAL COMMODITY PURCHASE</b>	<b>6,000,000</b>	<b>0</b>	<b>6,000,000</b>	<b>1,300,128.23</b>	<b>78.33%</b>
<b>SALARIES AND EMPLOYEE BENEFITS</b>					
SALARIES	470,000		470,000	236,923.00	49.59%
PAYROLL TAXES	41,000		41,000	17,611.60	57.04%
RETIREMENT	312,000		312,000	83,125.35	73.36%
OTHER POST-EMPLOYMENT BENEFITS (OPEB)	22,000		22,000	11,412.27	48.13%
HEALTH INSURANCE	67,000		67,000	37,247.99	44.41%
DENTAL INSURANCE	4,800		4,800	2,810.50	41.45%
LIFE INSURANCE	1,600		1,600	926.30	42.11%
DISABILITY INSURANCE	5,000		5,000	2,442.02	51.16%
WORKERS COMP INSURANCE	3,700		3,700	926.57	74.96%
SGPWA STAFF MISC. MEDICAL	10,000		10,000	3,583.11	64.17%
EMPLOYEE EDUCATION	1,000		1,000	0.00	100.00%
<b>TOTAL SALARIES AND EMPLOYEE BENEFITS</b>	<b>938,100</b>	<b>0</b>	<b>938,100</b>	<b>397,008.71</b>	<b>57.68%</b>



**SAN GORGONIO PASS WATER AGENCY**  
**BUDGET REPORT FY 2018-19**  
**BUDGET VS. REVISED BUDGET VS. ACTUAL**  
**FOR THE SIX MONTHS ENDING ON DECEMBER 31, 2018**

		FOR THE FISCAL YEAR JULY 1, 2018 - JUNE 30, 2019				
		ADOPTED BUDGET	REVISIONS TO BUDGET	TOTAL REVISED BUDGET	ACTUAL YTD	REMAINING PERCENT OF BUDGET
<b>GENERAL FUND - EXPENSES</b>					Comparison:	50%
<b>ADMINISTRATIVE &amp; PROFESSIONAL</b>						
DIRECTOR EXPENDITURES						
	DIRECTOR'S FEES	111,000		111,000	47,020.18	57.64%
	DIRECTOR'S TRAVEL & EDUCATION	15,000		15,000	3,833.34	74.44%
	DIRECTOR'S MISC. MEDICAL	23,000		23,000	6,038.15	73.75%
OFFICE EXPENDITURES						
	OFFICE EXPENSE	22,000		22,000	7,472.67	66.03%
	POSTAGE	600		600	287.74	52.04%
	TELEPHONE	12,000		12,000	4,930.05	58.92%
	UTILITIES	4,000		4,000	1,705.29	57.37%
SERVICE EXPENDITURES						
	COMPUTER, WEB SITE AND PHONE SUPPORT	9,000		9,000	1,659.64	81.56%
	GENERAL MANAGER & STAFF TRAVEL	20,000		20,000	9,994.85	50.03%
	INSURANCE & BONDS	24,000		24,000	19,819.00	17.42%
	ACCOUNTING & AUDITING	21,000		21,000	19,900.00	5.24%
	STATE WATER CONTRACT AUDIT	5,500		5,500	5,315.00	3.36%
	DUES & ASSESSMENTS	31,500		31,500	58,736.17	-86.46%
	T SIDE PROFESSIONAL SERVICES	10,000		10,000	2,846.00	71.54%
	BANK CHARGES	1,500		1,500	422.22	71.85%
	MISCELLANEOUS EXPENSES	500		500	0.00	100.00%
MAINTENANCE & EQUIPMENT EXPENDITURES						
	TOOLS PURCHASE & MAINTENANCE	500		500	0.00	100.00%
	VEHICLE REPAIR & MAINTENANCE	7,000		7,000	916.51	86.91%
	MAINTENANCE & REPAIRS - BUILDING	15,000		15,000	6,612.18	55.92%
	MAINTENANCE & REPAIRS - FIELD	4,000		4,000	147.35	96.32%
	CONTRACT OPERATIONS AND MAINTENANCE	150,000		150,000	24,403.68	83.73%
COUNTY EXPENDITURES						
	LAFCO COST SHARE	7,000		7,000	5,286.99	24.47%
	ELECTION EXPENSE	125,000		125,000	0.00	100.00%
	TAX COLLECTION CHARGES	12,500		12,500	2,249.47	82.00%
<b>TOTAL ADMINISTRATIVE &amp; PROFESSIONAL</b>		<b>631,600</b>	<b>0</b>	<b>631,600</b>	<b>229,596.48</b>	<b>63.65%</b>

**SAN GORGONIO PASS WATER AGENCY  
BUDGET REPORT FY 2018-19  
BUDGET VS. REVISED BUDGET VS. ACTUAL  
FOR THE SIX MONTHS ENDING ON DECEMBER 31, 2018**

81/01

		FOR THE FISCAL YEAR JULY 1, 2018 - JUNE 30, 2019				
		ADOPTED BUDGET	REVISIONS TO BUDGET	TOTAL REVISED BUDGET	ACTUAL YTD	REMAINING PERCENT OF BUDGET
<b>GENERAL FUND - EXPENSES</b>					Comparison:	50%
<b>GENERAL ENGINEERING</b>						
	GRANT WRITER	20,000		20,000	0.00	100.00%
<b>NEW WATER</b>						
	PROGRAMATIC EIR	0		0	0.00	
	UPDATED STUDY ON AVAILABLE SOURCES	7,500		7,500	0.00	100.00%
	SGMA SUPPORT	200,000		200,000	644.35	99.68%
<b>STUDIES</b>						
	USGS	115,000		115,000	45,151.87	60.74%
	WATER RATE NEXUS STUDY	25,000		25,000	19,864.23	20.54%
	WATER RATE FINANCIAL MODELING	12,000		12,000	4,850.00	59.58%
	CAPACITY FEE NEXUS STUDY UPDATE	25,000		25,000	0.00	100.00%
	WHEELING RATE STUDY	10,000		10,000	0.00	100.00%
<b>OTHER PROJECTS</b>						
	BASIN MONITORING TASK FORCE	18,000		18,000	13,712.00	23.82%
	EAST BRANCH MEETINGS	18,000		18,000	6,570.19	63.50%
	GENERAL AGENCY - CEQA AND GIS SERVICES	10,000		10,000	0.00	100.00%
	<b>TOTAL GENERAL ENGINEERING</b>	<b>460,500</b>	<b>0</b>	<b>460,500</b>	<b>90,792.64</b>	<b>80.28%</b>
<b>LEGAL SERVICES</b>						
	LEGAL SERVICES - GENERAL	190,000		190,000	68,251.08	64.08%
	<b>TOTAL LEGAL SERVICES</b>	<b>190,000</b>	<b>0</b>	<b>190,000</b>	<b>68,251.08</b>	<b>64.08%</b>
<b>CONSERVATION &amp; EDUCATION</b>						
	SCHOOL EDUCATION PROGRAMS	14,000		14,000	2,500.00	82.14%
	ADULT EDUCATION PROGRAMS	5,000		5,000	0.00	100.00%
	OTHER CONSERVATION, EDUCATION AND P. R.	35,000		35,000	10,000.00	71.43%
	<b>TOTAL CONSERVATION &amp; EDUCATION</b>	<b>54,000</b>	<b>0</b>	<b>54,000</b>	<b>12,500.00</b>	<b>76.85%</b>

**SAN GORGONIO PASS WATER AGENCY  
BUDGET REPORT FY 2018-19  
BUDGET VS. REVISED BUDGET VS. ACTUAL  
FOR THE SIX MONTHS ENDING ON DECEMBER 31, 2018**

						FOR THE FISCAL YEAR JULY 1, 2018 - JUNE 30, 2019				
						ADOPTED	REVISIONS	TOTAL	ACTUAL	REMAINING
						BUDGET	TO BUDGET	REVISED	YTD	PERCENT
						BUDGET		BUDGET		OF BUDGET
<b>GENERAL FUND - EXPENSES</b>									Comparison:	50%
<b>GENERAL FUND CAPITAL EXPENDITURES</b>										
<b>BUILDING &amp; EQUIPMENT</b>										
						10,000		10,000	0.00	100.00%
						10,000		10,000	0.00	100.00%
						0		0	0.00	
						0		0	0.00	
<b>FIESTA RECHARGE FACILITY</b>										
						450,000		450,000	228,336.77	49.26%
						3,950,000		3,950,000	1,486,980.00	62.35%
						100,000		100,000	0.00	100.00%
						15,000		15,000	0.00	100.00%
						60,000		60,000	0.00	100.00%
						10,000		10,000	0.00	100.00%
						25,000		25,000	10,240.65	59.04%
						295,000		295,000	0.00	100.00%
						30,000		30,000	0.00	100.00%
						0		0	0.00	
						1,020,000		1,020,000	3,747.53	99.63%
						5,975,000	0	5,975,000	1,729,304.95	71.06%
<b>TRANSFERS TO OTHER FUNDS</b>						0		0	0.00	
<b>TOTAL GENERAL FUND EXPENSES</b>						14,249,200	0	14,249,200	3,827,582.09	73.14%
<b>WITHDRAWALS FROM RESERVES</b>						4,575,000		4,575,000		
<b>TOTAL TRANSFERS TO/FROM RESERVES</b>						4,575,000		4,575,000	0.00	
<b>GENERAL FUND NET INCOME YEAR TO DATE</b>						554,800	0	554,800	-779,181.24	

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**SAN GORGONIO PASS WATER AGENCY  
 BUDGET REPORT FY 2018-19  
 BUDGET VS. REVISED BUDGET VS. ACTUAL  
 FOR THE SIX MONTHS ENDING ON DECEMBER 31, 2018**

FOR THE FISCAL YEAR JULY 1, 2018 - JUNE 30, 2019

	ADOPTED BUDGET	REVISIONS TO BUDGET	TOTAL REVISED BUDGET	ACTUAL YTD	REMAINING PERCENT OF BUDGET
<b>DEBT SERVICE FUND - INCOME</b>				Comparison:	50%
<b>INCOME</b>					
TAX REVENUE	23,586,539		23,586,539	5,933,664.98	74.84%
INTEREST	415,000		415,000	394,359.97	4.97%
GRANTS	0		0	0.00	
DWR CREDITS - BOND COVER, OTHER	2,977,993		2,977,993	1,459,773.37	50.98%
<b>TOTAL DEBT SERVICE FUND INCOME</b>	<b>26,979,532</b>	<b>0</b>	<b>26,979,532</b>	<b>7,787,798.32</b>	<b>71.13%</b>
<b>DEBT SERVICE FUND - EXPENSES</b>					
<b>EXPENSES</b>					
SALARIES	58,000		58,000	30,139.00	48.04%
PAYROLL TAXES	4,500		4,500	2,305.71	48.76%
BENEFITS	33,000		33,000	17,678.44	46.43%
SWC CONTRACTOR DUES	75,000		75,000	65,122.00	13.17%
STATE WATER CONTRACT PAYMENTS	19,200,000		19,200,000	10,614,308.00	44.72%
WATER TRANSFERS	2,250,000		2,250,000	2,249,470.50	0.02%
STATE WATER PROJECT LEGAL SERVICES	0		0	105.73	
USGS	0		0	0.00	0.00%
CONTRACT OPERATIONS AND MAINTENANCE	150,000		150,000	24,403.68	83.73%
SWP ENGINEERING	75,000		75,000	226,958.76	-202.61%
DEBT SERVICE UTILITIES	11,000		11,000	5,265.32	52.13%
TAX COLLECTION CHARGES	70,000		70,000	14,516.86	79.26%
<b>TOTAL DEBT SERVICE FUND EXPENSES</b>	<b>21,926,500</b>	<b>0</b>	<b>21,926,500</b>	<b>13,250,274.00</b>	<b>39.57%</b>
<b>TRANSFERS FROM RESERVES</b>	<b>0</b>		<b>0</b>	<b>0.00</b>	
<b>DEBT SERVICE NET INCOME YEAR TO DATE</b>	<b>5,053,032</b>	<b>0</b>	<b>5,053,032</b>	<b>-5,462,475.68</b>	

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**SAN GORGONIO PASS WATER AGENCY  
CASH RECONCILIATION REPORT  
FY 2018-19  
FOR THE SIX MONTHS ENDING ON DECEMBER 31, 2018**

**DEBT SERVICE FUND - RESTRICTED**

BEGINNING BALANCE - JULY 1, 2018		
RESERVE FOR STATE WATER PROJECT	<u>44,426,814</u>	
DEBT SERVICE ACTIVITY		
DEBT SERVICE DEPOSITS		
PROPERTY TAX - DEBT SERVICE DEPOSITS	5,933,665	
INTEREST INCOME	394,360	
DWR REFUNDS	1,459,773	
DEBT SERVICE DISBURSEMENTS	(13,250,274)	
<b>ENDING RESTRICTED FUNDS BALANCE - - - 12/31/18</b>	<u>38,964,338</u>	<u>38,964,338</u>

**GENERAL FUND - UNRESTRICTED**

BEGINNING BALANCE - JULY 1, 2018		
GENERAL FUND ACTIVITY		
GENERAL FUND DEPOSITS		
WATER SALES	1,912,747	
PROPERTY TAX - GENERAL PURPOSE DEPOSITS	912,110	
INTEREST INCOME	196,023	
OTHER INCOME	27,521	
CHANGE IN RECEIVABLES	595,212	
GENERAL FUND DISBURSEMENTS		
CHANGE IN LIABILITIES	(2,107,820)	
CHANGE IN CAPITAL ASSETS	(1,729,305)	
OPERATING EXPENDITURES	(2,097,733)	
<b>ENDING UNRESTRICTED FUNDS BALANCE - - - 12/31/18</b>	<u>16,403,406</u>	<u>16,403,406</u>
<b>TOTAL CASH - - - 12/31/18</b>		<u>55,367,744</u>

**LOCATION OF CASH - - - 12/31/18**

PETTY CASH		100
CASH IN WELLS FARGO CHECKING ACCOUNT		142,548
CASH IN BANK OF HEMET CHECKING ACCOUNT		17,216
BANK OF HEMET LOCAL AGENCY MONEY MARKET ACCOUNT		512,902
LOCAL AGENCY INVESTMENT FUND		11,328,913
CALTRUST		20,327,065
TIME VALUE INVESTMENTS		23,039,000
<b>TOTAL - - - 12/31/18</b>		<u>55,367,744</u>

**SAN GORGONIO PASS WATER AGENCY  
CASH RECONCILIATION REPORT**

FY 2018-19  
BY QUARTER

	SEP 30, 18	DEC 31, 18	MAR 31, 19	JUN 30, 19
<b><u>DEBT SERVICE FUND - RESTRICTED</u></b>				
BEGINNING BALANCE - JULY 1, 2018				
RESERVE FOR STATE WATER PROJECT	44,426,814	44,426,814		
DEBT SERVICE ACTIVITY				
DEBT SERVICE DEPOSITS				
PROPERTY TAX - D. S. DEPOSITS	1,172,878	5,933,665		
INTEREST INCOME	220,596	394,360		
DWR REFUNDS	29,037	1,459,773		
DEBT SERVICE DISBURSEMENTS	(12,252,526)	(13,250,274)		
<b><u>ENDING RESTRICTED FUNDS BALANCE</u></b>	<b><u>33,596,799</u></b>	<b><u>38,964,338</u></b>	<b><u>-</u></b>	<b><u>-</u></b>
<b><u>GENERAL FUND - UNRESTRICTED</u></b>				
BEGINNING BALANCE - JULY 1, 2018	18,694,651	18,694,651		
GENERAL FUND ACTIVITY				
GENERAL FUND DEPOSITS				
WATER SALES	773,291	1,912,747		
PROPERTY TAX - GENERAL DEPOSITS	199,398	912,110		
INTEREST INCOME	94,541	196,023		
OTHER INCOME	27,241	27,521		
CHANGE IN RECEIVABLES	595,212	595,212		
GENERAL FUND DISBURSEMENTS				
CHANGE IN LIABILITIES	(2,096,763)	(2,107,820)		
CHANGE IN CAPITAL ASSETS	(88,730)	(1,729,305)		
OPERATING EXPENDITURES	(744,751)	(2,097,733)		
<b><u>ENDING UNRESTRICTED FUNDS BALANCE</u></b>	<b><u>17,454,091</u></b>	<b><u>16,403,406</u></b>	<b><u>-</u></b>	<b><u>-</u></b>
<b><u>TOTAL CASH - END OF QUARTER</u></b>	<b><u>51,050,890</u></b>	<b><u>55,367,744</u></b>	<b><u>-</u></b>	<b><u>-</u></b>
<b><u>CASH AND INVESTMENTS</u></b>				
PETTY CASH	100	100		
CASH IN W. F. CHECKING ACCOUNT	219,391	142,548		
CASH IN B. OF H. CHECKING ACCOUNT	13,898	17,216		
BANK OF HEMET L A M M A	512,045	512,902		
LOCAL AGENCY INVESTMENT FUND	12,085,157	11,328,913		
CALTRUST	20,212,299	20,327,065		
TIME VALUE INVESTMENTS	18,008,000	23,039,000		
<b><u>TOTAL - END OF QUARTER</u></b>	<b><u>51,050,890</u></b>	<b><u>55,367,744</u></b>	<b><u>-</u></b>	<b><u>-</u></b>

**SAN GORGONIO PASS WATER AGENCY  
RESERVE ALLOCATION REPORT  
FY 2018-19  
FOR THE SIX MONTHS ENDING DECEMBER 31, 2018**

	JUN 30, 18	SEP 30, 18	DEC 31, 18	MAR 31, 19	JUN 30, 19
<b>RESTRICTED</b>					
STATE WATER CONTRACT FUND	44,426,814	33,596,799	38,964,338		
<b>UNRESTRICTED</b>					
OPERATIONS	1,500,000	1,500,000	1,500,000		
NEW INFRASTRUCTURE	11,213,867	11,213,867	10,978,200		
Additions or Adjustments	1,004,893	-235,667			
Expenditures			-1,800,299		
Ending Balance	12,218,760	10,978,200	9,177,901	0	0
ADDITIONAL WATER	2,500,000	2,500,000	3,425,891		
Adjustments from Other Sources	925,891	925,891	749,614		
Ratepayer - Balance Forward	0				
Ratepayer - Current Contribution					
Rate Stabilization - Balance Forward	0				
Excess Rate Stabilization - Current					
Expenditures	0				
Ending Balance	3,425,891	3,425,891	4,175,505	0	0
RATE STABILIZATION					
Taxpayer Contribution	0	0			
Previous Ratepayer Balance	150,000	150,000			
Ratepayer Contribution					
Excess Contribut.-To Addnl. Water					
Expenditures					
Ending Balance	150,000	150,000	150,000	0	0
REPLACEMENTS	1,250,000	1,250,000	1,250,000		
UNEXPECTED LEGAL SERVICES	150,000	150,000	150,000		
<b>TOTAL UNRESTRICTED RESERVES</b>	<b>18,694,651</b>	<b>17,454,091</b>	<b>16,403,406</b>	<b>0</b>	<b>0</b>
<b>TOTAL RESERVES</b>	<b>63,121,465</b>	<b>51,050,890</b>	<b>55,367,744</b>	<b>0</b>	<b>0</b>

**CASH LOCATION**

Petty Cash	100	100	100		
Wells Fargo Checking Account	287,171	219,391	142,548		
Bank of Hemet Checking Account	4,774	13,898	17,216		
Bank of Hemet L A M M A	511,216	512,045	512,902		
LAIF	24,234,434	12,085,157	11,328,913		
CalTRUST	20,107,339	20,212,299	20,327,065		
Time Value Investments	17,961,000	18,008,000	23,039,000		
Wells Fargo M.M. Savings	15,432	0			
<b>TOTAL CASH</b>	<b>63,121,465</b>	<b>51,050,890</b>	<b>55,367,744</b>	<b>0</b>	<b>0</b>

**SAN GORGONIO PASS WATER AGENCY  
INVESTMENT REPORT  
FY 2018-19  
FOR THE SIX MONTHS ENDING ON DECEMBER 31, 2018**

Accounting convention defines Current Assets as assets that can be liquidated within 1 year. By this definition, funds invested in Wells Fargo accounts, Bank of Hemet accounts, LAIF and CalTRUST accounts would all be considered Current Assets, or short-term investments.

The Agency categorizes its investments into three groups: Short-Term (can be liquidated or mature in 1 year); Medium-Term (mature in more than 1 year up to 5 years) and Long-Term (mature after 5 years).

For the purposes of this report, a "Hybrid" category is included for investments that can be liquidated in a year, but whose underlying securities may mature in more than one year. LAIF and CalTRUST both fall into this category.

This report includes a summary of cash and investments, and a detail of investments by category. The summary can be compared to the Cash Reconciliation Report. The detail of investments may differ slightly from the summary, due to rounding differences. This report also includes charts to show graphically the different investment categories, and what they are earning.

**CASH AND INVESTMENT SUMMARY**

**LOCATION - INSTITUTION**

PETTY CASH	100
CASH IN CHECKING ACCOUNTS	159,763
BANK OF HEMET LOCAL AGENCY MONEY MARKET ACCOUNT	512,902
LOCAL AGENCY INVESTMENT FUND	11,328,913
CALTRUST SHORT-TERM	5,198,859
CALTRUST MEDIUM-TERM	15,128,206
TIME VALUE INVESTMENTS	23,039,000
US TREASURY	-
<b>TOTAL</b>	<b>55,367,744</b>

ALL INVESTMENTS LISTED ON THE INVESTMENT REPORT AND HELD BY THE SAN 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.

Thomas W. Ford, Jr.

January 28, 2019



**SAN GORGONIO PASS WATER AGENCY  
INVESTMENT REPORT  
FY 2018-19  
FOR THE SIX MONTHS ENDING ON DECEMBER 31, 2018**

**INVESTMENT DETAIL**

**SHORT-TERM**

INSTITUTION	Account	YIELD RATE	STATEMENT DATE	CURRENT VALUE
Bank of Hemet	Local Agency Money Market	0.65%	12/31/18	512,619.28

**BROKER: TIME VALUE INVESTMENTS T-BILLS**

ISSUER	PURCHASE AMOUNT	YIELD RATE	MATURITY DATE	FACE VALUE	CURRENT VALUE
US Treasury	5,000,378.33	2.30%	3/29/19	5,030,000.00	5,001,832.00

**HYBRID**

INSTITUTION	Account	YIELD RATE	STATEMENT DATE	BOOK VALUE	CURRENT VALUE
State of California	LAIF	2.29%	* 12/31/18	11,328,913.24	11,328,913.24
CalTRUST	Short-Term	2.37%	* 12/31/18	5,198,859.21	5,188,598.98
CalTRUST	Medium-Term	2.22%	* 12/31/18	15,128,206.03	14,946,338.08

\*Average for December, 2018

**MEDIUM-TERM**

**BROKER: TIME VALUE INVESTMENTS BONDS**

ISSUER	TYPE	PURCHASE AMOUNT	YIELD RATE	MATURITY DATE	FACE VALUE	CURRENT VALUE
FFCB	Callable*	999,200	1.12%	2/22/19	1,000,000	998,370.00
FFCB	Callable*	1,001,474	1.02%	7/12/19	1,000,000	991,980.00
FFCB	Callable*	1,000,770	1.38%	3/2/20	1,000,000	986,890.00
FNMA	Callable*	1,050,000	1.40%	11/25/20	1,050,000	1,027,992.00
FHLB	Callable*	1,998,676	2.50%	8/20/21	2,000,000	1,993,380.00
FHLB	Callable*	1,995,298	2.13%	6/29/22	2,050,000	2,012,136.50
TOTALS		8,045,418	1.77%		8,100,000	8,010,748.50

\* Can be redeemed before maturity date.

**BROKER: TIME VALUE INVESTMENTS CDs**

ISSUER	PURCHASE AMOUNT	YIELD RATE	MATURITY DATE	FACE VALUE	CURRENT VALUE
Various banks	9,909,000	2.11%	2-22 months	9,908,000	9,870,514.91

**LONG-TERM**

The Agency has no Long-Term investments at the date of this report.

**PERCENTAGE OF PORTFOLIO**

LAIF	US Treasury	CDs	Bonds	Money Market
20%	9%	18%	14%	36%

**SAN GORGONIO PASS WATER AGENCY  
INVESTMENT REPORT  
FY 2018-19  
FOR THE SIX MONTHS ENDING ON DECEMBER 31, 2018**

