

Since 1918



PALMDALE WATER DISTRICT

2029 East Avenue Q • Palmdale, California 93550 • Telephone (661) 947-4111

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ALESHIRE & WYNDER LLP
Attorneys

November 3, 2016

***Agenda for a Meeting
of the Finance Committee of the Palmdale Water District
Committee Members: Marco Henriquez-Chair, Robert Alvarado
to be held at the District's office at 2029 East Avenue Q, Palmdale***

Monday, November 7, 2016

4:00 p.m.

NOTE: To comply with the Americans with Disabilities Act, to participate in any Board meeting please contact Dawn Deans at 661-947-4111 x1003 at least 48 hours prior to a Board meeting to inform us of your needs and to determine if accommodation is feasible.

Agenda item materials, as well as materials related to agenda items submitted after distribution of the agenda packets, are available for public review at the District's office located at 2029 East Avenue Q, Palmdale (Government Code Section 54957.5). Please call Dawn Deans at 661-947-4111 x1003 for public review of materials.

PUBLIC COMMENT GUIDELINES: The prescribed time limit per speaker is three-minutes. Please refrain from public displays or outbursts such as unsolicited applause, comments, or cheering. Any disruptive activities that substantially interfere with the ability of the District to carry out its meeting will not be permitted and offenders will be requested to leave the meeting. (PWD Rules and Regulations, Appendix DD, Sec. IV.A.)

Each item on the agenda shall be deemed to include any appropriate motion, resolution, or ordinance to take action on any item.

- 1) Roll call.
- 2) Adoption of agenda.
- 3) Public comments.
- 4) Action Items: (The public shall have an opportunity to comment on any action item as each item is considered by the Committee prior to action being taken.)



Providing high quality water to our current and future customers at a reasonable cost.



- 4.1) Consideration and possible action on approval of minutes of regular meeting held October 6, 2016.
- 4.2) Discussion and overview of Cash Flow Statement and Current Cash Balances as of September, 2016. (Financial Advisor Egan)
- 4.3) Discussion and overview of Financial Statements, Revenue, and Expense and Departmental Budget Reports for September, 2016. (Finance Manager Williams)
- 4.4) Discussion and overview of committed contracts issued and water revenue bond projects. (Assistant General Manager Knudson)
- 4.5) Discussion and review of draft 2017 Budget. (Finance Manager Williams)
- 4.6) Consideration and possible action on Resolution No. 16-17 being a Resolution of the Board of Directors of the Palmdale Water District Adopting a Reduced Water Rate Adjustment of 4.25% for each Calendar Year 2017, 2018, and 2019, Amending Appendix C to the Rules and Regulations of the Palmdale Water District, and Establishing Prudent Parameters to Consider Further Water Rate Adjustment Reductions. (Assistant General Manager Knudson/Finance Manager Williams)
- 4.7) Consideration and possible action on Request for Proposals for hiring an outside consultant to determine additional cost reductions for the District. (Chair Henriquez/Finance Manager Williams)
- 5) Information items.
 - 5.1) Status of Debt Service Coverage. (Financial Advisor Egan)
 - 5.2) Status of refunding 2012 Installment Purchase Agreement and a portion of the 2013A Water Revenue Bonds. (Finance Manager Williams)
 - 5.3) Status of staff's efforts to ensure District efficiencies and cost savings. (Committee Member Alvarado/General Manager LaMoreaux)
 - 5.4) Other.
- 6) Board members' requests for future agenda items.
- 7) Adjournment.



DENNIS D. LaMOREAUX,
General Manager

DDL/dd

**PALMDALE
WATER DISTRICT
BOARD MEMORANDUM**

DATE:	November 2, 2016	November 7, 2016
TO:	FINANCE COMMITTEE	Committee Meeting
FROM:	Mr. Bob Egan, Financial Advisor	
RE:	<i>AGENDA ITEM NO. 4.2 – DISCUSSION AND OVERVIEW OF CASH FLOW STATEMENT AND CURRENT CASH BALANCES AS OF SEPTEMBER, 2016.</i>	

Attached is the Investment Funds Report and current cash balance as of September 30, 2016. The reports will be reviewed in detail at the Finance Committee meeting.

**PALMDALE WATER DISTRICT
INVESTMENT FUNDS REPORT
September 30, 2016**

					September 2016	August 2016
CASH						
1-00-0103-100	Citizens - Checking				716,787.25	554,265.49
1-00-0103-200	Citizens - Refund				60.00	-
1-00-0103-300	Citizens - Merchant				66,372.10	83,146.90
				Bank Total	783,219.35	637,412.39
1-00-0110-000	PETTY CASH				300.00	300.00
1-00-0115-000	CASH ON HAND				5,400.00	5,400.00
				TOTAL CASH	788,919.35	643,112.39
INVESTMENTS						
1-00-0135-000	Local Agency Investment Fund			Acct. Total	11,806.40	11,806.40
1-00-0120-000	UBS Money Market Account General (SS 11469)					
	UBS RMA Government Portfolio				749,379.62	3,085,133.18
	UBS Bank USA Dep acct				250,000.00	250,000.00
	Accrued interest				7,005.03	3,887.92
					1,006,384.65	3,339,021.10
US Government Securities						
CUSIP #	Issuer	Maturity Date	Rate	PAR	Market Value	Market Value
912828SJ0	US Treasury Note	02/28/2017	0.87	1,000,000	1,002,100.00	1,001,750.00
				1,000,000	1,002,100.00	1,001,750.00
Certificates of Deposit						
	Issuer	Maturity Date	Rate	Face Value		
1	First Bank PR	11/07/2016	0.80	240,000	240,062.40	240,110.40
2	Compass Bank	02/07/2017	0.95	240,000	240,307.20	240,381.60
3	GE Cap Retail Bank	04/27/2017	1.84	200,000	201,084.00	201,212.00
4	Discover Bank	05/02/2017	1.73	240,000	241,488.00	241,660.80
5	Merrick Bank	06/12/2017	1.00	100,000	100,326.00	100,346.00
6	Level One Bank	06/19/2017	0.65	101,000	101,265.63	101,269.67
7	GE Cap Retail Bank	06/22/2017	1.78	200,000	201,710.00	201,840.00
8	Capitol One Bank	08/14/2017	1.20	240,000	241,065.60	241,051.20
9	Triumph Bank	09/26/2017	0.80	200,000	200,674.00	200,686.00
10	MB Finl Bank	10/26/2017	0.85	200,000	200,180.00	200,158.00
11	Bank United Miami	11/21/2017	1.20	240,000	241,161.60	-
				2,201,000	2,209,324.43	1,968,715.67
				Acct. Total	4,217,809.08	6,309,486.77
1-00-1110-000	UBS Money Market Account Capital (SS 11475)					
	UBS Bank USA Dep acct				234,471.77	234,467.35
	UBS RMA Government Portfolio				-	-
				Acct. Total	234,471.77	234,467.35
1-00-0125-000	UBS Access Account General (SS 11432)					
	UBS Bank USA Dep acct				245,710.30	245,705.99
	UBS RMA Government Portfolio				-	-
	Accrued interest				17,198.06	10,743.55
					262,908.36	256,449.54
US Government Securities						
CUSIP #	Issuer	Maturity Date	Rate	PAR	Market Value	Market Value
912828XF2	US Treasury Note	06/15/2018	1.125	1,000,000	1,006,210.00	1,005,700.00
912828KD1	US Treasury Note	02/15/2019	2.610	1,500,000	1,567,965.00	1,569,375.00
912828P53	US Treasury Note	02/15/2019	0.75	1,000,000	998,090.00	997,270.00
				3,500,000	3,572,265.00	3,572,345.00
Certificates of Deposit						
	Issuer	Maturity Date	Rate	Face Value		
1	Goldman Sachs Bk	11/07/2016	1.00	240,000	240,117.60	240,213.60
2	CIT Bank	11/06/2017	1.60	240,000	240,007.20	240,225.60
3	BMW Bank	11/15/2018	1.96	240,000	245,131.20	245,234.40
4	American Express	04/29/2019	1.44	240,000	243,784.80	243,847.20
5	Synchrony Bank	04/14/2020	1.83	240,000	246,564.00	246,566.40
				1,200,000	1,215,604.80	1,216,087.20
				Acct. Total	5,050,778.16	5,044,881.74
				Total Managed Accounts	9,514,865.41	11,600,642.26
1-00-1121-000	UBS Rate Stabilization Fund (SS 24016) - District Restricted					
	UBS Bank USA Dep acct				250,000.00	250,000.00
	UBS RMA Government Portfolio				230,315.57	230,306.39
				Acct. Total	480,315.57	480,306.39
				GRAND TOTAL CASH AND INVESTMENTS	10,784,100.33	12,724,061.04
				Increase (Decrease) in Funds	(1,939,960.71)	
1-00-1130-000	2013A Bonds - Project Funds (BNY Mellon)					
	Construction Funds				437,188.90	497,545.23

PALMDALE WATER DISTRICT

2016 Cash Flow Report (Based on Jan. 19, 2016 Approved Budget)

2016 Cash Flow Report (Based on Jan. 19, 2016 Approved Budget)														Budget 2017 Carryover Information	
	January	February	March	April	May	June	July	August	September	October	November	December	YTD		
Total Cash Beginning Balance (BUDGET)	12,253,595	11,996,708	12,070,140	9,443,313	11,240,278	11,923,901	11,779,269	10,981,346	11,574,708	9,220,541	9,395,698	9,267,781			
Total Cash Beginning Balance	12,253,595	12,534,672	12,719,333	10,275,232	12,340,454	13,316,414	12,675,338	12,028,366	12,724,061	10,784,100	10,859,119	10,325,202			
Budgeted Water Receipts	1,541,128	1,523,788	1,575,809	1,590,982	1,790,396	1,946,460	2,165,382	2,202,231	2,030,994	1,946,460	1,688,521	1,673,349	21,675,500		
Water Receipts	1,836,145	1,903,857	1,602,349	1,518,640	1,618,564	1,843,912	1,793,757	2,585,375	2,151,151	1,946,460	1,688,521	1,673,349	22,162,079		
DWR Refund (Operational Related)				1,718	28					2,029			3,775		
Other													-		
Total Operating Revenue (BUDGET)													-		
Total Operating Revenue (ACTUAL)	1,836,145	1,903,857	1,602,349	1,520,358	1,618,592	1,843,912	1,793,757	2,585,375	2,151,151	1,948,489	1,688,521	1,673,349	22,165,855		
Total Operating Expenses excl GAC (BUDGET)	(1,237,486)	(1,217,967)	(1,591,629)	(1,550,533)	(1,568,100)	(1,439,060)	(1,770,025)	(1,614,651)	(1,795,266)	(1,449,785)	(1,434,170)	(1,550,028)	(18,218,700)		
GAC (BUDGET)	(362,730)		(190,000)			(190,000)			(190,000)		(190,000)		(1,122,730)		
Operating Expenses excl GAC (ACTUAL)	(1,356,117)	(1,281,496)	(1,961,054)	(1,361,831)	(1,377,208)	(1,883,577)	(1,989,499)	(1,716,208)	(1,699,901)	(1,449,785)	(1,434,170)	(1,550,028)	(19,060,874)		
GAC	(62,730)	(183,290)	(275,135)								(190,000)	(190,000)	(901,154)		
Prepaid Insurance (paid)/refunded		(66,457)											(66,457)		
Total Operating Expense (ACTUAL)	(1,418,847)	(1,531,243)	(2,236,189)	(1,361,831)	(1,377,208)	(1,883,577)	(1,989,499)	(1,716,208)	(1,699,901)	(1,449,785)	(1,624,170)	(1,740,028)	(20,028,486)		
Non-Operating Revenue Expenses:															
Assessments, net (BUDGET)	664,439	253,955	14,289	2,027,090	739,781	11,042	75,342	127,302	-	-	129,251	2,452,512	6,495,000		
Actual/Projected Assessments, net	684,181	313,172	15,308	2,078,805	818,666	12,539	70,859	145,201	-	-	129,251	2,452,512	6,720,493		
RDA Pass-through (Successor Agency)					307,851								307,851		
Interest	3,168	4,991	9,069	8,540	9,385	9,296	9,120	10,254	12,926	2,915	2,915	2,935	85,514		
Market Adjustment	7,983	(12,780)	7,384	(3,392)	(4,736)	19,028	(5,943)	(15,778)	(1,597)				(9,831)		
Grant Re-imbursement						306,915						177,000	483,915		
Capital Improvement Fees							234,459						234,459		
DWR Refund (Capital Related)				98,537	37,228					81,905			217,670		
Other	3,415	26	590	(202)	(33)	89	21,976	324	3	8,330	8,330	8,370	51,218		
Total Non-Operating Revenues (BUDGET)													-		
Total Non-Operating Revenues (ACTUAL)	698,746	305,408	32,351	2,182,288	1,168,361	347,866	330,472	140,001	11,333	93,150	140,496	2,640,817	8,091,290		
Non-Operating Expenses:															
Budgeted Capital Expenditures	(514,999)	(306,567)	(287,878)	(40,796)	(48,676)	(26,296)	(91,743)	(91,743)	(91,743)	(91,743)	(91,744)	(918,263)	(2,602,191)		
Actual/Projected Capital Expenditures	(93,505)	(302,341)	(24,615)	(62,302)	(242,404)	(31,036)	(43,219)	(122,092)	(82,788)	(325,456)	(339,385)	(275,736)	(1,944,879)		
WRB Capital Expenditures	-	-	-	-	-	-	-	-	-	-	-	(444,629)	(444,629)		
Uncommitted Capital Expenditures	-	-	-	-	-	-	-	-	-	-	(208,000)	(280,000)	(488,000)		
SWP Capitalized	(717,495)	(170,388)	(196,069)	(170,390)	(170,390)	(170,390)	(717,492)	(170,390)	(201,804)	(170,388)	(170,388)	(170,388)	(3,195,972)		
Butte County Water Transfer						(726,859)						(726,859)	(1,453,719)		
Bond Payments - Interest			(1,084,814)						(1,076,522)				(2,161,336)		
Principal			(537,114)						(1,020,439)				(1,557,553)		
Capital leases - Go West (2012 Lease)	(17,296)	(17,296)	-	(35,624)	(17,296)	(17,296)	(17,296)	(17,296)	(17,296)	(17,296)	(17,296)	(17,296)	(208,585)		
Capital leases - Wells Fargo (Printer Lease)	(6,672)	(3,336)	-	(7,277)	(3,695)	(3,695)	(3,695)	(3,695)	(3,695)	(3,695)	(3,695)	(3,695)	(46,846)		
Total Non-Operating Expenses (ACTUAL)	(834,969)	(493,362)	(1,842,612)	(275,592)	(433,785)	(949,277)	(781,702)	(313,474)	(2,402,544)	(516,835)	(738,764)	(1,918,603)	(11,501,518)		
Total Cash Ending Balance (BUDGET)	11,996,708	12,070,140	9,443,313	11,240,278	11,923,901	11,779,269	10,981,346	11,574,708	9,220,541	9,395,698	9,267,781	10,300,285			
Total Cash Ending Balance (ACTUAL)	12,534,672	12,719,333	10,275,232	12,340,454	13,316,414	12,675,338	12,028,366	12,724,061	10,784,100	10,859,119	10,325,202	10,980,736			
											Budget	10,300,285			
											Difference	680,451			
Indicates actual expenditures/revenues:															
Indicates anticipated expenditures/revenues:															

PALMDALE WATER DISTRICT BOARD MEMORANDUM

DATE: November 3, 2016
TO: Finance Committee
FROM: Michael Williams, Finance Manager/CFO
VIA: Mr. Dennis LaMoreaux, General Manager
RE: ***AGENDA ITEM 4.3 – DISCUSSION AND OVERVIEW OF FINANCIAL STATEMENTS, REVENUE, AND EXPENSE AND DEPARTMENTAL BUDGET REPORTS FOR SEPTEMBER, 2016***

Discussion:

Presented here are the Balance Sheet and Profit/Loss Statement for the period ending September 30, 2016. Also included are Year-To-Year Comparisons and Month-To-Month Comparisons for both revenue and expense. Finally, I have provided individual departmental budget reports for the month of September, 2016.

This is the ninth month of the District's Budget Year 2016. The target percentage is 75%. Revenues ideally are at or above, and expenditures ideally are below.

Balance Sheet:

- Page 1 is our balance sheet on September 30, 2016.
- The significant change is the reduction in investments. This is the result of our debt payments, principal and interest on loan and bonds.

Profit/Loss Statement:

- Page 3 is our profit/loss statement on September 30, 2016.
- Operating revenue is at 77% of budget.
- Cash operating expense is at 76% of budget.
- Net operating profit for the month of September was \$923K. Net operating profit year to date is at \$1.2MM.
- Drought Surcharge year to date is at \$971K and continues to be an important part in stabilizing revenues during the drought.
- Page 6 is showing the distribution of operating expense between labor and operations. Labor costs continue at 51% of total expenses with salaries making up 35% of that.

Year-To-Year Comparison P&L:

- Page 7 is our comparison of September, 2015 to September, 2016.
- Total operating revenue was up \$316K, or 15%.
- Operating expenditures were down \$28K, or 2%.
- Page 7-1 is our comparison of September, 2014 to September, 2016.
- Total operating revenue was up \$215K, or 10%.

FINANCE COMMITTEE
PALMDALE WATER DISTRICT

VIA: Mr. Dennis LaMoreaux, General Manager

November 3, 2016

- Total operating expenses were down \$334, or 19%.
- Page 8 and 8-1 is a graphic presentation of the water consumption comparison for 2015 and 2014, respectively.
 - Units billed in acre feet for 2015 comparison were up by 329, or 21%.
 - Total revenue per unit sold was down \$0.16, or 5%.
 - Total revenue per connection is up \$11.09, or 16%.
 - Units billed per connection is up 5.33, or 21%.

 - Units billed in acre feet for 2014 comparison were down by 74, or 4%.
 - Total revenue per unit sold is up \$0.37, or 14%.
 - Total revenue per connection was up \$1.47, or 2%.
 - Units billed per connection is down 1.37, or 4%.

Revenue Analysis Year-To-Date:

- Page 9 is our comparison of revenue, year-to-date.
- Operating revenue through September, 2016 is up \$882K, or 5.5%.
- Retail water revenue from all areas are up by \$628K from last year. That's shown by the combined green highlighted area.
- Retail water sales, including the drought surcharge but excluding meter fees, is up \$781K.
- Total revenue is up \$1.4MM. This is due primarily to strong assessment collection, grant funding and drought surcharge.
- Operating revenue is at 77% of budget, last year was at 68% of budget. However, our 2016 revenue budget is \$1.5MM less than 2015.

Expense Analysis Year-To-Date:

- Page 11 is our comparison of expense, year-to-date.
- Cash Operating Expenses through September, 2016 are up \$838K, or 5%, compared to 2015.
- Total Expenses are down \$672K, or 3%.

Departments:

- Pages 14 through 24 are detailed individual departmental budgets for your review.

Non-Cash Definitions:

Depreciation: This is the spreading of the total expense of a capital asset over the expected life of that asset.

OPEB Accrual Expense: Other Post Employment Benefits (OPEB) is the recognized annual required contribution to the benefit. The amount is actuarially determined in accordance with the parameters of GASB 45. The amount represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year.

Bad Debt: The uncollectible accounts receivable that has been written off.

Service Cost Construction: The value of material, parts & supplies from inventory used to construct, repair and maintain our asset infrastructure.

Capitalized Construction: The value of our labor force used to construct our asset infrastructure.

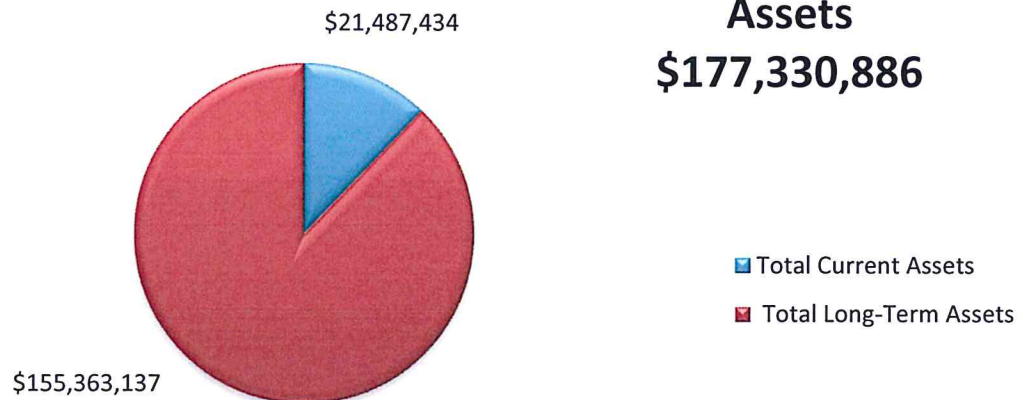
Palmdale Water District
Balance Sheet Report
For the Nine Months Ending 9/30/2016

	<u>September 2016</u>	<u>August 2016</u>
ASSETS		
Current Assets:		
Cash and Cash Equivalents	\$ 788,919	\$ 643,112
Investments	9,514,865	11,600,642
2013A Bonds - Project Funds	437,189	497,545
	<u>\$ 10,740,974</u>	<u>\$ 12,741,300</u>
Receivables:		
Accounts Receivables - Water Sales	\$ 2,216,886	\$ 1,950,202
Accounts Receivables - Miscellaneous	33,277	33,676
Allowance for Uncollected Accounts	(196,113)	(196,113)
	<u>\$ 2,054,050</u>	<u>\$ 1,787,765</u>
Assessments Receivables	\$ 7,719,610	\$ 7,719,610
Meters, Materials and Supplies	711,388	731,196
Prepaid Expenses	261,412	86,347
Total Current Assets	\$ 21,487,434	\$ 23,066,217
Long-Term Assets:		
Property, Plant, and Equipment, net	\$ 109,893,458	\$ 110,198,913
Participation Rights in State Water Project, net	44,319,061	44,314,157
Investment in PRWA	229,923	229,923
2013A Bonds - Insurance & Surety Bond	215,894	216,560
CalPERS Contributions	704,801	704,801
	<u>\$ 155,363,137</u>	<u>\$ 155,664,354</u>
Restricted Cash:		
Rate Stabilization Fund	480,316	480,306
Total Long-Term Assets & Restricted Cash	\$ 155,843,452	\$ 156,144,661
Total Assets	\$ 177,330,886	\$ 179,210,878
LIABILITIES AND DISTRICT EQUITY		
Current Liabilities:		
Current Interest Installment of Long-term Debt	\$ 51	\$ 897,149
Current Principal Installment of Long-term Debt	536,903	1,082,342
Accounts Payable and Accrued Expenses	5,777,851	5,614,820
Deferred Assessments	5,250,000	5,833,333
Total Current Liabilities	\$ 11,564,805	\$ 13,427,644
Long-Term Debt:		
Pension-Related Debt	\$ 9,177,550	\$ 9,177,550
OPEB Liability	12,852,350	12,672,538
2013A Water Revenue Bonds	42,464,210	42,941,460
2012 - Certificates of Participation	8,088,311	8,081,514
2011 - Capital Lease Payable	47,286	47,286
Total Long-Term Liabilities	\$ 72,629,707	\$ 72,920,348
Total Liabilities	\$ 84,194,512	\$ 86,347,992
District Equity		
Revenue from Operations	\$ (1,519,022)	\$ (1,792,511)
Retained Earnings	94,655,397	94,655,397
Total Liabilities and District Equity	\$ 177,330,886	\$ 179,210,878

BALANCE SHEET AS OF SEPTEMBER 30, 2016

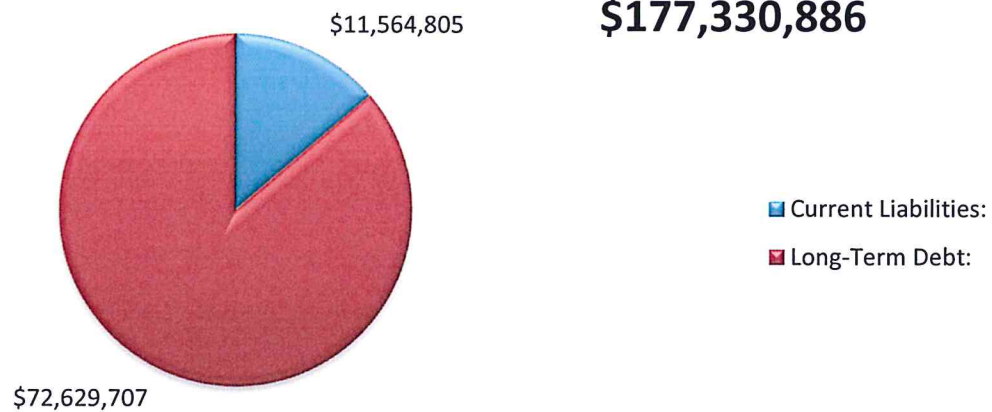
Assets

\$177,330,886



Liability & Equity

\$177,330,886



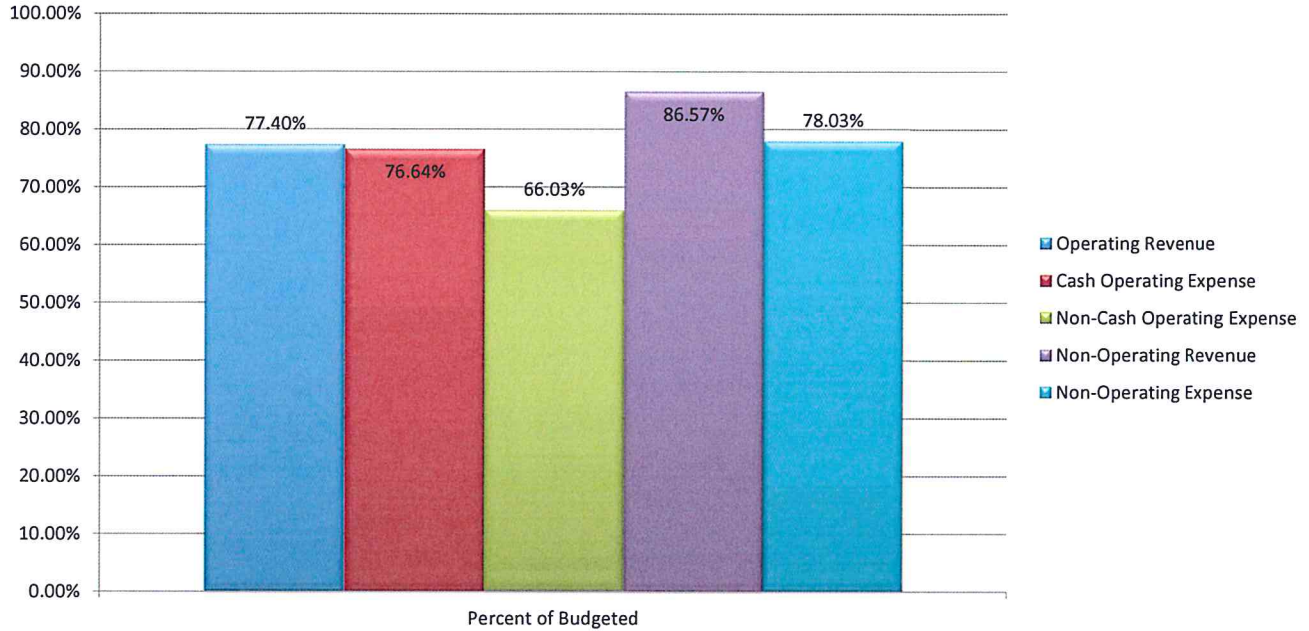
Palmdale Water District
Consolidated Profit and Loss Statement
For the Nine Months Ending 9/30/2016

	Thru August	September	Year-to-Date	Adjustments	Adjusted Budget	% of Budget
Operating Revenue:						
Wholesale Water	\$ 121,876	\$ 121	\$ 121,997		\$ 160,000	76.25%
Water Sales	4,130,650	934,352	5,065,002		7,242,000	69.94%
Meter Fees	8,112,707	1,020,177	9,132,883		12,079,000	75.61%
Water Quality Fees	542,086	105,533	647,619		934,500	69.30%
Elevation Fees	217,461	44,856	262,317		400,000	65.58%
Other (Page 3-1)	499,391	75,774	575,165		860,000	66.88%
Drought Surcharge	765,590	205,444	971,033		-	
Total Operating Revenue	\$ 14,389,760	\$ 2,386,257	\$ 16,776,017	\$ -	\$ 21,675,500	77.40%
Cash Operating Expenses:						
Directors	\$ 103,764	\$ 12,798	\$ 116,562		\$ 145,750	79.97%
Administration-Services	1,073,244	125,140	1,198,383		1,588,750	75.43%
Administration-District	916,327	195,971	1,112,298		1,612,750	68.97%
Engineering	807,014	99,712	906,726		1,279,250	70.88%
Facilities	4,458,610	466,102	4,924,712		6,513,750	75.60%
Operations	1,791,925	187,161	1,979,086		2,449,250	80.80%
Finance	819,448	89,512	908,961		1,168,250	77.81%
Water Conservation	167,179	22,030	189,209		239,250	79.08%
Human Resources	257,406	34,010	291,416		420,350	69.33%
Information Technology	481,409	77,751	559,160		867,750	64.44%
Customer Care	919,355	78,622	997,977		1,386,750	71.97%
Source of Supply-Purchased Water	1,479,882	714	1,480,596		1,725,000	85.83%
Plant Expenditures	323,603	72,840	396,443		-	
GAC Filter Media Replacement	521,064	-	521,064		934,500	55.76%
Total Cash Operating Expenses	\$ 14,120,230	\$ 1,462,363	\$ 15,582,593	\$ -	\$ 20,331,350	76.64%
Net Cash Operating Profit/(Loss)	\$ 269,530	\$ 923,894	\$ 1,193,424	\$ -	\$ 1,344,150	88.79%
Non-Cash Operating Expenses:						
Depreciation	\$ 3,783,289	\$ 454,907	\$ 4,238,196		\$ 7,200,000	58.86%
OPEB Accrual Expense	1,566,881	195,860	1,762,742		2,250,000	78.34%
Bad Debts	70,365	1,547	71,912		50,000	143.82%
Service Costs Construction	90,486	(7,045)	83,441		125,000	66.75%
Capitalized Construction	(427,832)	(32,959)	(460,791)		(1,000,000)	46.08%
Total Non-Cash Operating Expenses	\$ 5,083,189	\$ 612,310	\$ 5,695,499	\$ -	\$ 8,625,000	66.03%
Net Operating Profit/(Loss)	\$ (4,813,659)	\$ 311,584	\$ (4,502,075)	\$ -	\$ (7,280,850)	61.83%
Non-Operating Revenues:						
Assessments (Debt Service)	\$ 3,561,083	\$ 440,417	\$ 4,001,500		\$ 4,670,000	85.69%
Assessments (1%)	1,463,434	142,917	1,606,351		2,025,000	79.33%
DWR Fixed Charge Recovery	191,196	12,154	203,350		200,000	101.68%
Interest	55,589	11,330	66,918		35,000	191.20%
Capital Improvement Fees	234,459	-	234,459		50,000	468.92%
Grants - State and Federal	306,915	-	306,915		485,000	63.28%
Other	146,895	3	146,898		120,000	122.41%
Total Non-Operating Revenues	\$ 5,959,571	\$ 606,820	\$ 6,566,391	\$ -	\$ 7,585,000	86.57%
Non-Operating Expenses:						
Interest on Long-Term Debt	\$ 1,486,665	\$ 184,638	\$ 1,671,302		\$ 2,228,000	75.01%
Amortization of SWP	1,575,180	196,900	1,772,080		2,238,000	79.18%
Change in Investments in PRWA	105,316	-	105,316		-	
Water Conservation Programs	20,833	13,808	34,641		126,500	27.38%
Total Non-Operating Expenses	\$ 3,187,993	\$ 395,346	\$ 3,583,339	\$ -	\$ 4,592,500	78.03%
Net Earnings	\$ (2,042,081)	\$ 523,059	\$ (1,519,022)	\$ -	\$ (4,288,350)	35.42%

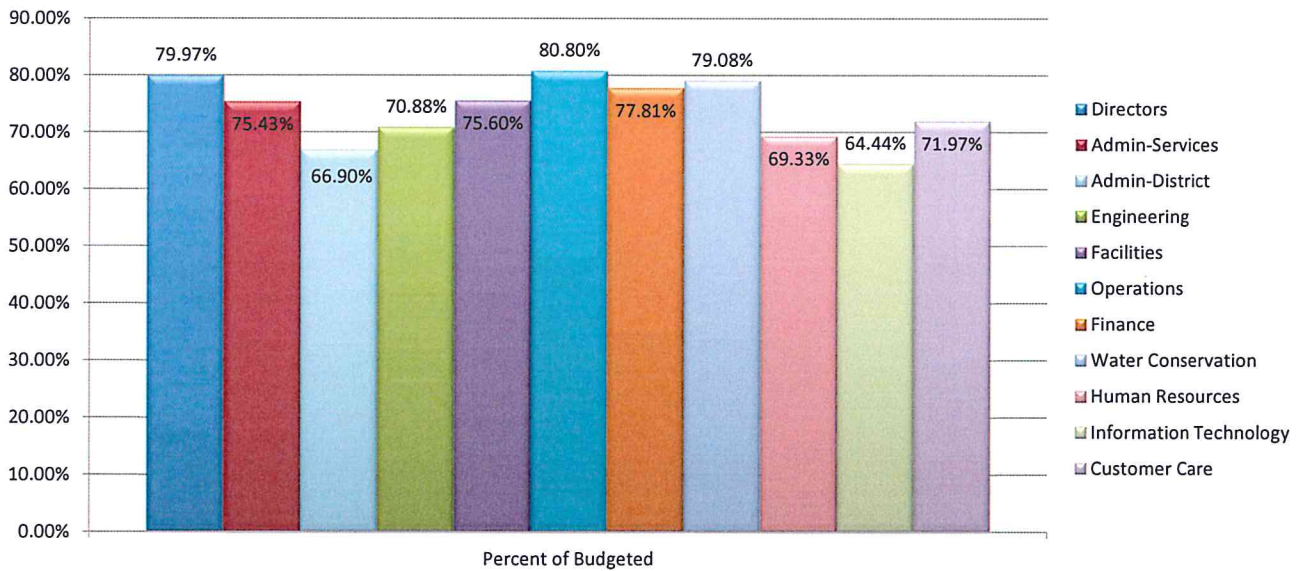
OTHER OPERATING REVENUE

	Current	YTD
Account Setup Charge(\$25)	\$4,150.00	\$35,110.00
Customer Request Turn On/Off(\$15)	\$15.00	\$75.00
Account Setup Charge/CC (\$35)	\$0.00	\$1,085.00
5/8" Meter W/Itron Assembly(\$212)	\$0.00	(\$212.00)
After Hours Service Call	\$0.00	\$620.00
Construction Meter Install(\$250)	\$0.00	\$750.00
Credit Check(\$10)	\$0.00	\$690.00
ERT (87.20)	\$0.00	\$87.20
Grind Down Angle Stop (\$230)	\$230.00	\$0.00
Lock Broken or Missing(\$15)	\$120.00	\$630.00
Miscellaneous Charge	\$35.35	\$967.05
Non-Compliance Fee Backflow(\$50)	\$100.00	\$1,000.00
Pulled Meter Service Charge(\$60)	\$180.00	\$1,140.00
Rejected Payment Notification	\$200.00	\$2,580.00
Repair Angle Stop After Hours(\$600.00)	\$1,200.00	\$1,800.00
Repair Angle Stop(\$440.00)	\$880.00	\$7,040.00
Shut-Off Charge(\$30)	\$4,560.00	\$55,290.00
Shut-Off Notice Fee (\$5)	\$9,870.00	\$79,420.00
Standard Trip Charge(\$15)	\$135.00	\$1,785.00
Waste Water 1st Notice(\$50.00)	\$150.00	\$6,300.00
Waste Water 2nd Notice (\$250.00)	\$0.00	(\$250.00)
Late Fees	\$43,750.94	\$306,001.92
NSF Fee	\$225.00	\$3,750.00

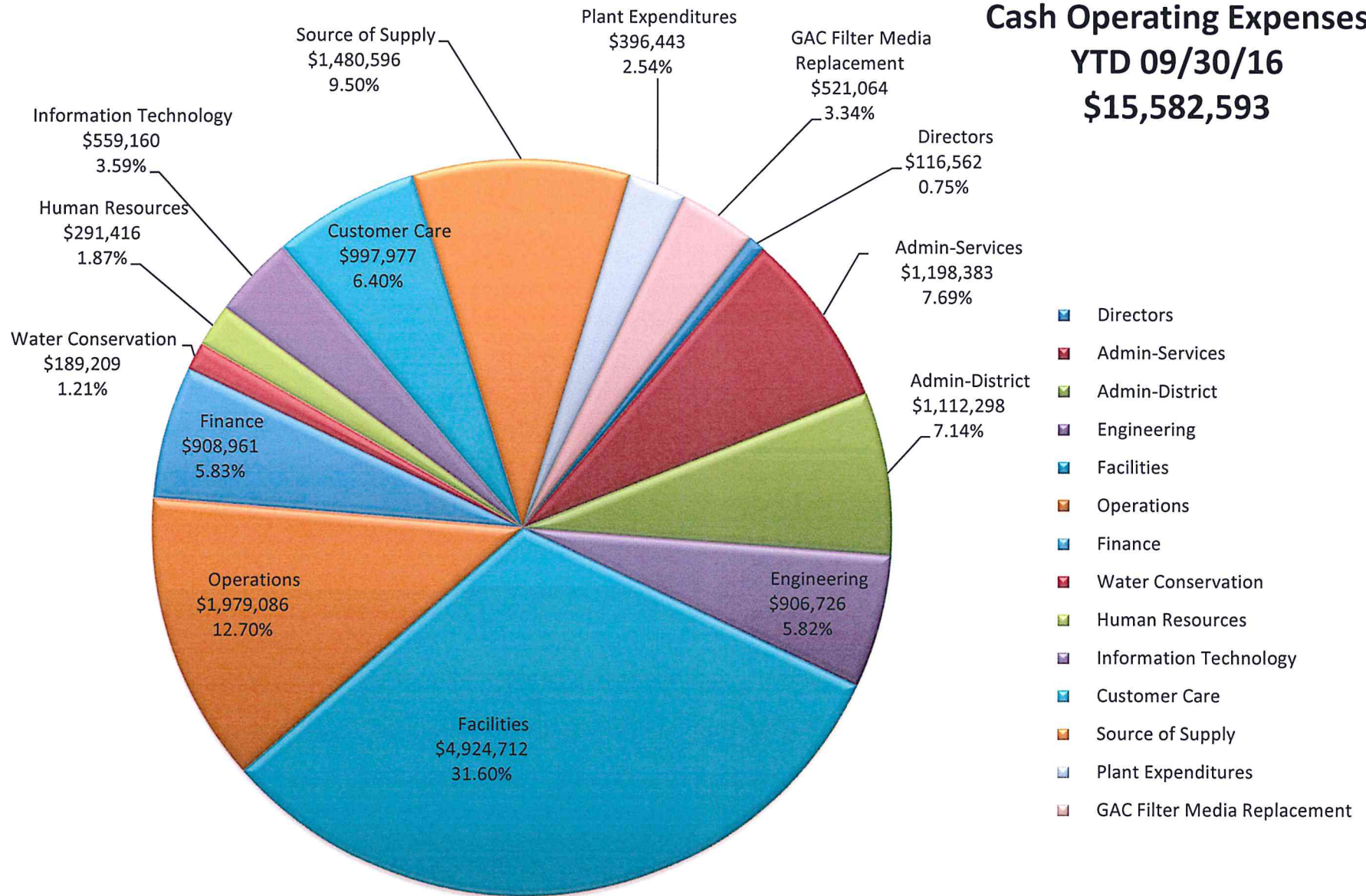
P & L BUDGET vs. ACTUAL



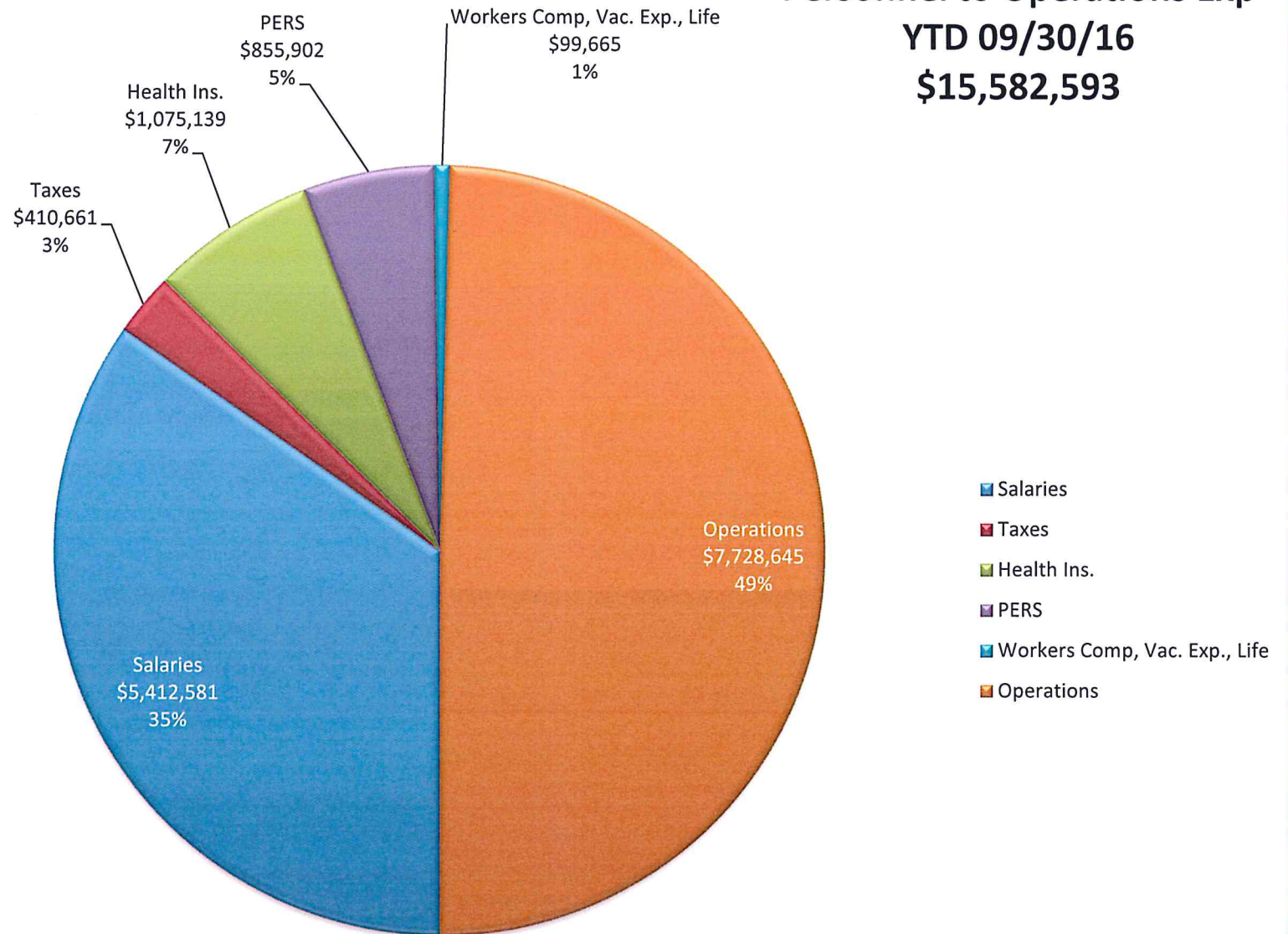
DEPARTMENTAL - BUDGET vs. ACTUAL



Cash Operating Expenses YTD 09/30/16 \$15,582,593



Personnel to Operations Exp
YTD 09/30/16
\$15,582,593



Palmdale Water District
Profit and Loss Statement
Year-To-Year Comparison - September

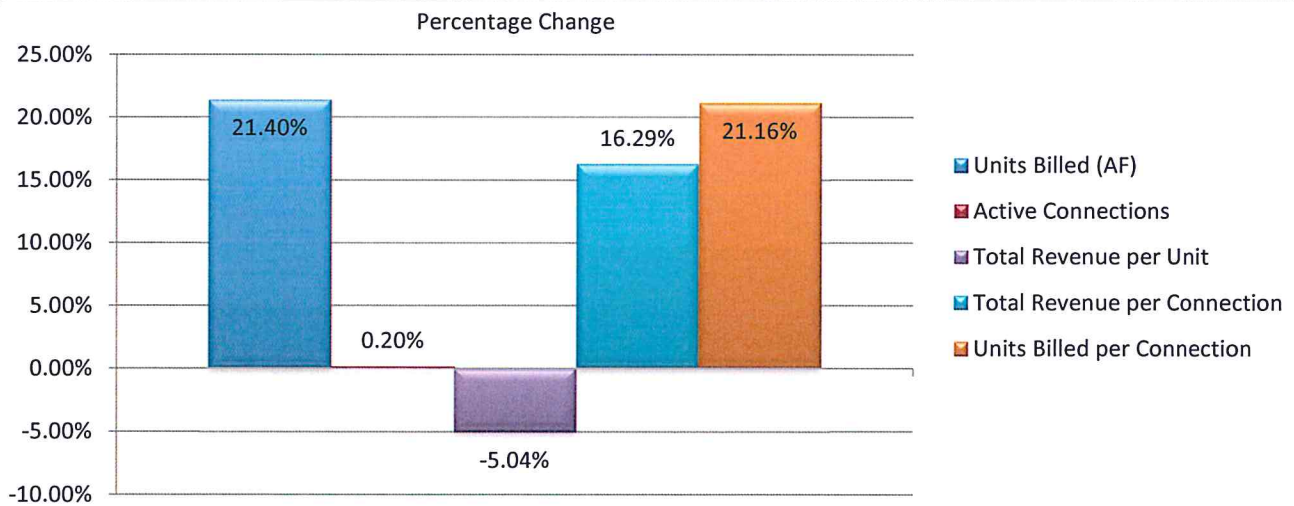
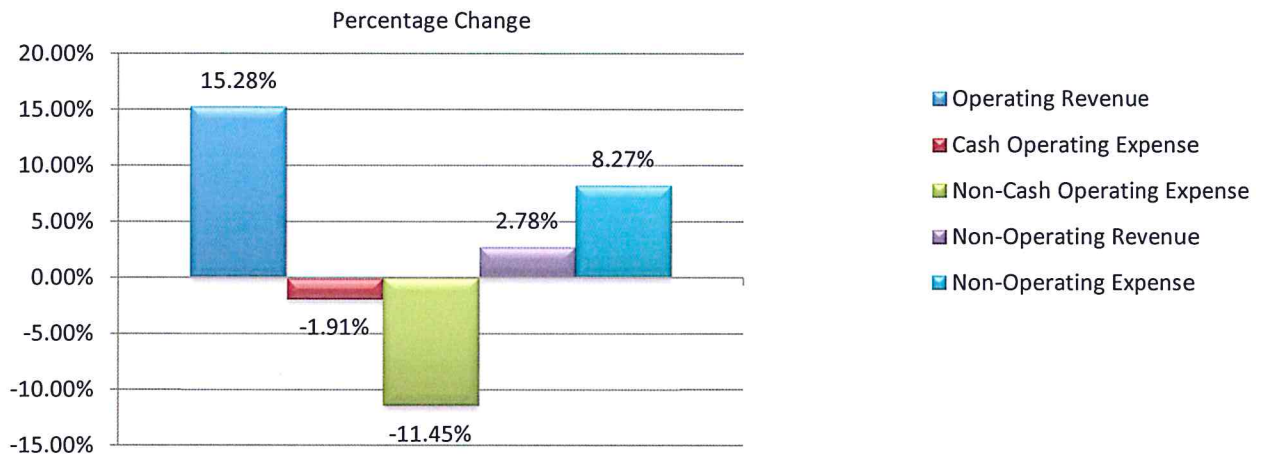
	2015	2016		%		Consumption Comparison		
	September	September	Change	Change		Units Billed	2015	2016
Operating Revenue:							668,669	811,796
Wholesale Water	\$ 32,815	\$ 121	\$ (32,694)	-99.63%	Active		26,544	26,597
Water Sales	671,119	934,352	263,233	39.22%	Vacant		843	808
Meter Fees	969,680	1,020,177	50,497	5.21%				
Water Quality Fees	93,386	105,533	12,148	13.01%				
Elevation Fees	39,543	44,856	5,313	13.44%	Rev/unit	\$	3.10	\$ 2.94
Other	116,865	75,774	(41,091)	-35.16%	Rev/con	\$	68.06	\$ 79.15
Drought Surcharge	146,557	205,444	58,886	40.18%	Unit/con		25.19	30.52
Total Operating Revenue	\$ 2,069,965	\$ 2,386,257	\$ 316,292	15.28%				
Cash Operating Expenses:								
Directors	\$ 8,428	\$ 12,798	\$ 4,370	51.84%				
Administration-Services	251,073	125,140	70,037	27.90%				
Administration-District		195,971						
Engineering	76,356	99,712	23,356	30.59%				
Facilities	522,882	466,102	(56,780)	-10.86%				
Operations	259,970	187,161	(72,809)	-28.01%				
Finance	88,169	89,512	1,344	1.52%				
Water Conservation	35,904	22,030	(13,874)	-38.64%				
Human Resources	27,954	34,010	6,057	21.67%				
Information Technology	45,444	77,751	32,307	71.09%				
Customer Care	104,998	78,622	(26,376)	-25.12%				
Source of Supply-Purchased Water	38,718	714	(38,004)	-98.16%				
Plant Expenditures	30,991	72,840	41,848	135.03%				
GAC Filter Media Replacement	-	-	-					
Total Cash Operating Expenses	\$ 1,490,887	\$ 1,462,363	\$ (28,524)	-1.91%				
Non-Cash Operating Expenses:								
Depreciation	\$ 534,253	\$ 454,907	\$ (79,346)	-14.85%				
OPEB Accrual Expense	183,580	195,860	12,280	6.69%				
Bad Debts	4,461	1,547	(2,914)	-65.32%				
Service Costs Construction	6,643	(7,045)	(13,688)	-206.06%				
Capitalized Construction	(37,430)	(32,959)	4,471	-11.95%				
Total Non-Cash Operating Expenses	\$ 691,507	\$ 612,310	\$ (79,197)	-11.45%				
Net Operating Profit/(Loss)	\$ (112,429)	\$ 311,584	\$ 424,013	-377.14%				
Non-Operating Revenues:								
Assessments (Debt Service)	\$ 443,333	\$ 440,417	\$ (2,917)	-0.66%				
Assessments (1%)	140,000	142,917	2,917	2.08%				
DWR Fixed Charge Recovery	-	12,154	12,154					
Interest	7,088	11,330	4,242	59.85%				
Capital Improvement Fees	-	-	-					
Grants - State and Federal	-	-	-					
Other	13	3	(10)					
Total Non-Operating Revenues	\$ 590,434	\$ 606,820	\$ 16,386	2.78%				
Non-Operating Expenses:								
Interest on Long-Term Debt	\$ 189,148	\$ 184,638	\$ (4,511)	-2.38%				
Amortization of SWP	172,877	196,900	24,023	13.90%				
Change in Investments in PRWA	91	-	(91)					
Water Conservation Programs	3,045	13,808	10,763	353.45%				
Total Non-Operating Expenses	\$ 365,162	\$ 395,346	\$ 30,184	8.27%				
Net Earnings	\$ 112,843	\$ 523,059	\$ 410,215	363.53%				

Palmdale Water District
Profit and Loss Statement
Year-To-Year Comparison-2 Years - September

	2014 September	2016 September	Change	% Change		Consumption Comparison	
					Units Billed	2014	2016
Operating Revenue:						844,099	811,796
Wholesale Water	\$ 38,782	\$ 121	\$ (38,661)	-99.69%	Active	26,470	26,597
Water Sales	851,086	934,352	83,266	9.78%	Vacant	900	808
Meter Fees	945,665	1,020,177	74,512	7.88%			
Water Quality Fees	167,289	105,533	(61,755)	-36.92%			
Elevation Fees	53,171	44,856	(8,315)	-15.64%	Rev/unit	\$ 2.57	\$ 2.94
Other	115,064	75,774	(39,290)	-34.15%	Rev/con	\$ 77.67	\$ 79.15
Drought Surcharge	-	205,444	205,444		Unit/con	31.89	30.52
Total Operating Revenue	\$ 2,171,057	\$ 2,386,257	\$ 215,200	9.91%			
Cash Operating Expenses:							
Directors	\$ 10,042	\$ 12,798	\$ 2,756	27.44%			
Administration-Services	202,108	125,140	119,003	58.88%			
Administration-District	-	195,971					
Engineering	85,110	99,712	14,602	17.16%			
Facilities	325,842	466,102	140,259	43.05%			
Operations	460,704	187,161	(273,543)	-59.38%			
Finance	240,165	89,512	(150,653)	-62.73%			
Water Conservation	18,071	22,030	3,960	21.91%			
Human Resources	16,636	34,010	17,374	104.44%			
Information Technology	39,597	77,751	38,154	96.36%			
Customer Care	-	78,622	78,622				
Source of Supply-Purchased Water	34,361	714	(33,647)	-97.92%			
Plant Expenditures	65,788	72,840	7,051	10.72%			
GAC Filter Media Replacement	298,692	-	(298,692)				
Total Cash Operating Expenses	\$ 1,797,117	\$ 1,462,363	\$ (334,754)	-18.63%			
Non-Cash Operating Expenses:							
Depreciation	\$ 634,237	\$ 454,907	\$ (179,330)	-28.27%			
OPEB Accrual Expense	166,875	195,860	28,985	17.37%			
Bad Debts	6,266	1,547	(4,719)	-75.31%			
Service Costs Construction	8,680	(7,045)	(15,725)	-181.16%			
Capitalized Construction	(154,605)	(32,959)	121,646	-78.68%			
Total Non-Cash Operating Expenses	\$ 661,454	\$ 612,310	\$ (49,144)	-7.43%			
Net Operating Profit/(Loss)	\$ (287,513)	\$ 311,584	\$ 599,098	-208.37%			
Non-Operating Revenues:							
Assessments (Debt Service)	\$ -	\$ 440,417	\$ 440,417	#DIV/0!			
Assessments (1%)	-	142,917	142,917	#DIV/0!			
DWR Fixed Charge Recovery	-	12,154	12,154				
Interest	(4,041)	11,330	15,371	-380.39%			
Capital Improvement Fees	3,370	-	(3,370)				
Grants - State and Federal	-	-					
Other	18,318	3	(18,315)	-99.98%			
Total Non-Operating Revenues	\$ 17,647	\$ 606,820	\$ 589,174	3338.72%			
Non-Operating Expenses:							
Interest on Long-Term Debt	\$ 194,681	\$ 184,638	\$ (10,043)	-5.16%			
Amortization of SWP	159,510	196,900	37,390	23.44%			
Change in Investments in PRWA	-	-	-				
Water Conservation Programs	7,578	13,808	6,230	82.21%			
Total Non-Operating Expenses	\$ 361,769	\$ 395,346	\$ 33,577	9.28%			
Net Earnings	\$ (631,635)	\$ 523,059	\$ 1,154,694	-182.81%			

YEAR-TO-YEAR COMPARISON

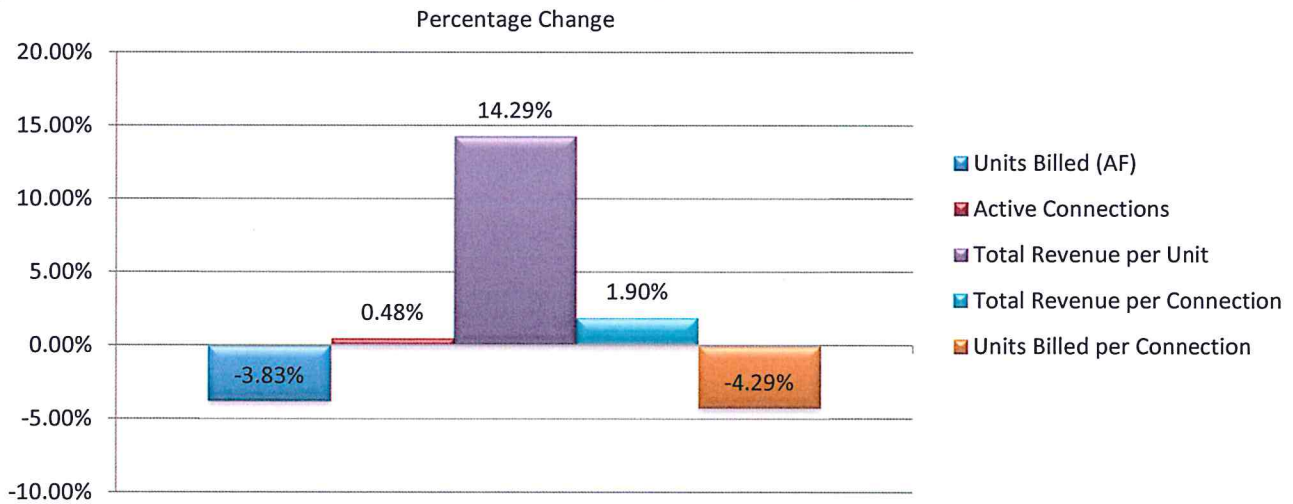
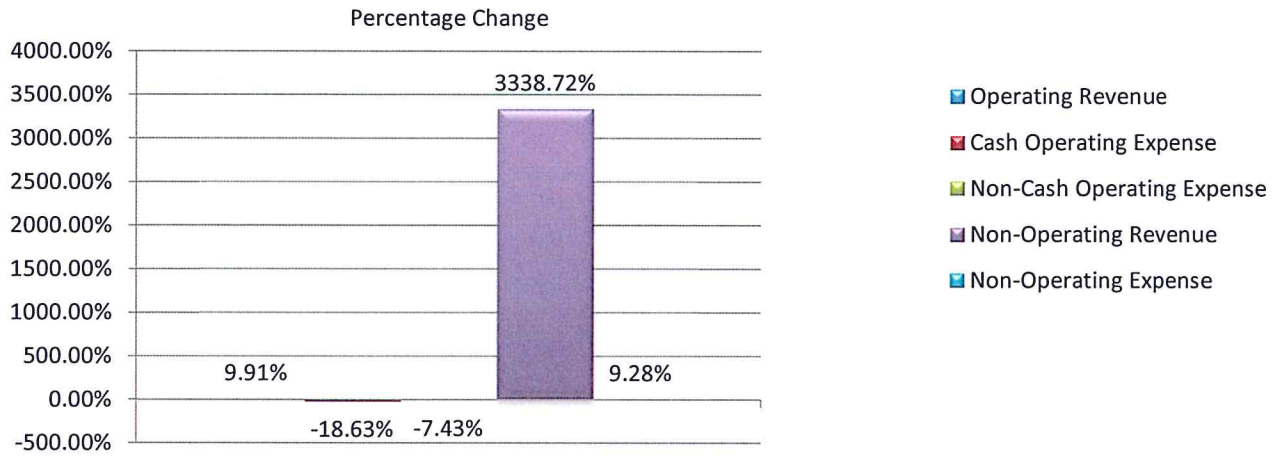
September 2015 -To - September 2016



	2015	2016	Change	
Units Billed (AF)	1,535	1,864	329	21.40%
Active Connections	26,544	26,597	53	0.20%
Non-Active	843	808	-35	-4.15%
Total Revenue per Unit	\$3.10	\$2.94	-\$0.16	-5.04%
Total Revenue per Connection	\$68.06	\$79.15	\$11.09	16.29%
Units Billed per Connection	25.19	30.52	5.33	21.16%

YEAR-TO-YEAR COMPARISON

September 2014 -To - September 2016



	2014	2016	Change	
Units Billed (AF)	1,938	1,864	-74	-3.83%
Active Connections	26,470	26,597	127	0.48%
Non-Active	900	808	-92	-10.22%
Total Revenue per Unit	\$2.57	\$2.94	\$0.37	14.29%
Total Revenue per Connection	\$77.67	\$79.15	\$1.47	1.90%
Units Billed per Connection	31.89	30.52	-1.37	-4.29%

Palmdale Water District
Revenue Analysis
For the Nine Months Ending 9/30/2016

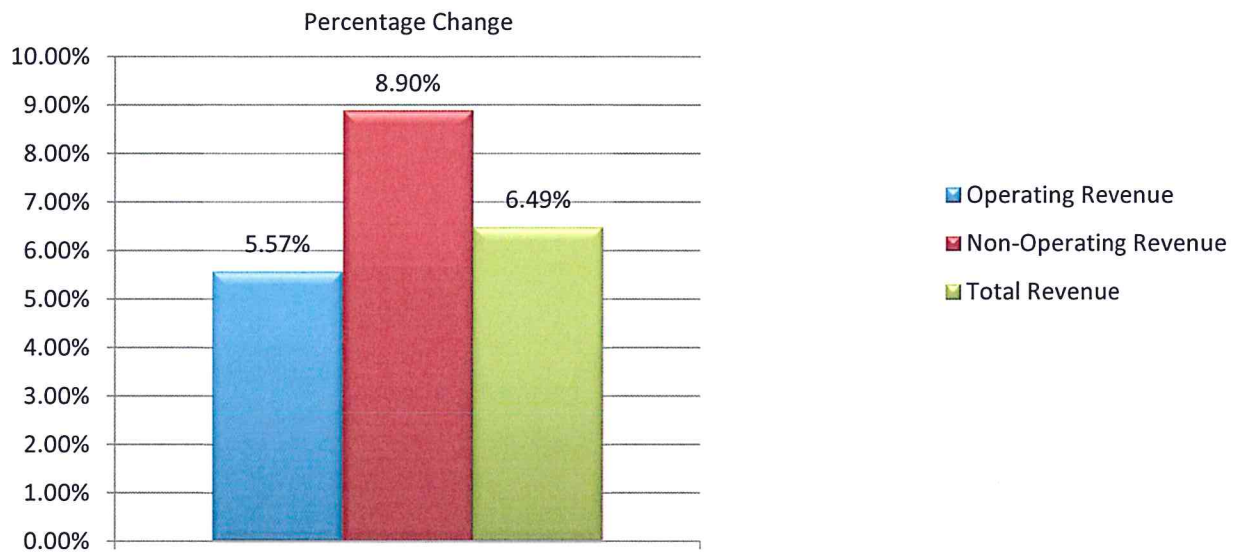
2016						2015 to 2016 Comparison			
	Thru August	September	Year-to-Date	Adjusted Budget	% of Budget	Thru August	September	Year-to-Date	% Change
Operating Revenue:									
Wholesale Water	\$ 121,876	\$ 121	\$ 121,997	\$ 160,000	76.25%	\$ 90,028	\$ (32,694)	\$ 57,334	88.67%
Water Sales	4,130,650	934,352	5,065,002	7,242,000	69.94%	40,901	263,233	304,134	6.39%
Meter Fees	8,112,707	1,020,177	9,132,883	12,079,000	75.61%	337,359	50,497	387,856	4.44%
Water Quality Fees	542,086	105,533	647,619	934,500	69.30%	(52,629)	12,148	(40,481)	-5.88%
Elevation Fees	217,461	44,856	262,317	400,000	65.58%	(27,919)	5,313	(22,606)	-7.93%
Other	499,391	75,774	575,165	860,000	66.88%	(302,953)	(41,091)	(344,044)	-37.43%
Drought Surcharge	765,590	205,444	971,033	-		481,361	58,886	540,248	
Total Water Sales	\$ 14,389,760	\$ 2,386,257	\$ 16,776,017	\$ 21,675,500	77.40%	\$ 566,148	\$ 316,292	\$ 882,440	5.57%
Non-Operating Revenues:									
Assessments (Debt Service)	\$ 3,561,083	\$ 440,417	\$ 4,001,500	\$ 4,670,000	85.69%	\$ 162,926	\$ (2,917)	\$ 160,010	4.17%
Assessments (1%)	1,463,434	142,917	1,606,351	2,025,000	79.33%	72,262	2,917	75,179	4.91%
DWR Fixed Charge Recovery	191,196	12,154	203,350	200,000	101.68%	(62,536)	12,154	(50,382)	-19.86%
Interest	55,589	11,330	66,918	35,000	191.20%	24,298	4,242	28,540	74.37%
Capital Improvement Fees	234,459	-	234,459	50,000	468.92%	(119,433)	-	(119,433)	-33.75%
Grants - State and Federal	306,915	-	306,915	485,000	63.28%	306,915	-	306,915	
Other	146,895	3	146,898	120,000	122.41%	135,699	(10)	135,689	1210.62%
Total Non-Operating Revenues	\$ 5,959,571	\$ 606,820	\$ 6,566,391	\$ 7,585,000	86.57%	\$ 520,133	\$ 16,386	\$ 536,519	8.90%
Total Revenue	\$ 20,349,332	\$ 2,993,077	\$ 23,342,409	\$ 29,260,500	79.77%	\$ 1,086,281	\$ 332,678	\$ 1,418,959	6.49%

781,294

2015					
	Thru August	September	Year-to-Date	Adjusted Budget	% of Budget
Operating Revenue:					
Wholesale Water	\$ 31,848	\$ 32,815	\$ 64,663	\$ 225,000	28.74%
Water Sales	4,089,749	671,119	4,760,868	8,550,500	55.68%
Meter Fees	7,775,347	969,680	8,745,027	11,506,000	76.00%
Water Quality Fees	594,715	93,386	688,100	1,146,500	60.02%
Elevation Fees	245,380	39,543	284,924	525,000	54.27%
Other	802,345	116,865	919,210	1,450,000	63.39%
Drought Surcharge	284,228	146,557	430,785	-	
Total Water Sales	\$ 13,791,764	\$ 2,037,150	\$ 15,828,915	\$ 23,178,000	68.29%
Non-Operating Revenues:					
Assessments (Debt Service)	\$ 3,398,157	\$ 443,333	\$ 3,841,490	\$ 5,100,000	75.32%
Assessments (1%)	1,391,172	140,000	1,531,172	1,950,000	78.52%
DWR Fixed Charge Recovery	253,732	-	253,732	100,000	253.73%
Interest	31,290	7,088	38,378	35,000	109.65%
Capital Improvement Fees	353,892	-	353,892	50,000	707.78%
Grants - State and Federal	-	-	-	-	
Other	11,195	13	11,208	5,000	224.17%
Total Non-Operating Revenues	\$ 5,439,438	\$ 590,434	\$ 6,029,872	\$ 7,240,000	83.29%
Total Revenue	\$ 19,231,203	\$ 2,627,584	\$ 21,858,787	\$ 30,418,000	71.86%

REVENUE COMPARISON YEAR-TO-DATE

September 2015-To-September 2016



Palmdale Water District
Operating Expense Analysis
For the Nine Months Ending 9/30/2016
2016

2015 to 2016 Comparison

	Thru August	September	Year-to-Date	Adjusted Budget	% of Budget	Thru August	September	Year-to-Date	% Change
Cash Operating Expenses:									
Directors	\$ 103,764	\$ 12,798	\$ 116,562	\$ 145,750	79.97%	\$ 9,940	\$ 4,370	\$ 14,310	13.99%
Administration-Services	1,073,244	125,140	1,198,383	1,588,750	75.43%	165,647	70,037	235,684	11.36%
Administration-District	916,327	195,971	1,112,298	1,612,750	68.97%				
Engineering	807,014	99,712	906,726	1,279,250	70.88%	(39,703)	23,356	(16,347)	-1.77%
Facilities	4,458,610	466,102	4,924,712	6,513,750	75.60%	626,033	(56,780)	569,253	13.07%
Operations	1,791,925	187,161	1,979,086	2,449,250	80.80%	134,889	(72,809)	62,080	3.24%
Finance	819,448	89,512	908,961	1,168,250	77.81%	(353,676)	1,344	(352,332)	-27.93%
Water Conservation	167,179	22,030	189,209	239,250	79.08%	(55,734)	(13,874)	(69,608)	-26.89%
Human Resources	257,406	34,010	291,416	420,350	69.33%	(35,962)	6,057	(29,905)	-9.31%
Information Technology	481,409	77,751	559,160	867,750	64.44%	(52,223)	32,307	(19,915)	-3.44%
Customer Care	919,355	78,622	997,977	1,386,750	71.97%	218,073	(26,376)	191,697	23.78%
Source of Supply-Purchased Water	1,479,882	714	1,480,596	1,725,000	85.83%	458,551	(38,004)	420,547	27.67%
Plant Expenditures	323,603	72,840	396,443	-		(134,060)	41,848	(92,211)	-18.87%
GAC Filter Media Replacement	521,064	-	521,064	934,500	55.76%	(74,980)	-	(74,980)	-12.58%
Total Cash Operating Expenses	\$ 14,120,230	\$ 1,462,363	\$ 15,582,593	\$ 20,331,350	76.64%	\$ 866,796	\$ (28,524)	\$ 838,272	5.38%
Non-Cash Operating Expenses:									
Depreciation	\$ 3,783,289	\$ 454,907	\$ 4,238,196	\$ 7,200,000	58.86%	\$ (2,018,295)	\$ (79,346)	\$ (2,097,641)	-33.11%
OPEB Accrual Expense	1,566,881	195,860	1,762,742	2,250,000	78.34%	98,241	12,280	110,522	6.69%
Bad Debts	70,365	1,547	71,912	50,000	143.82%	63,691	(2,914)	60,777	545.86%
Service Costs Construction	90,486	(7,045)	83,441	125,000	66.75%	9,406	(13,688)	(4,282)	-4.88%
Capitalized Construction	(427,832)	(32,959)	(460,791)	(1,000,000)	46.08%	302,504	4,471	306,975	-39.98%
Total Non-Cash Operating Expenses	\$ 5,083,189	\$ 612,310	\$ 5,695,499	\$ 8,625,000	66.03%	\$ (1,544,452)	\$ (79,197)	\$ (1,623,649)	-28.51%
Non-Operating Expenses:									
Interest on Long-Term Debt	\$ 1,486,665	\$ 184,638	\$ 1,671,302	\$ 2,228,000	75.01%	\$ (32,333)	\$ (4,511)	\$ (36,843)	-2.16%
Amortization of SWP	1,575,180	196,900	1,772,080	2,238,000	79.18%	192,164	24,023	216,187	13.89%
Change in Investments in PRWA	105,316	-	105,316	-		91,222	(91)	91,131	642.44%
Water Conservation Programs	20,833	13,808	34,641	126,500	27.38%	(168,753)	10,763	(157,990)	-82.02%
Total Non-Operating Expenses	\$ 3,187,993	\$ 395,346	\$ 3,583,339	\$ 4,592,500	78.03%	\$ 82,300	\$ 30,184	\$ 112,484	3.24%
Total Expenses	\$ 22,391,413	\$ 2,470,018	\$ 24,861,431	\$ 33,548,850	74.11%	\$ (595,356)	\$ (77,537)	\$ (672,893)	-2.64%

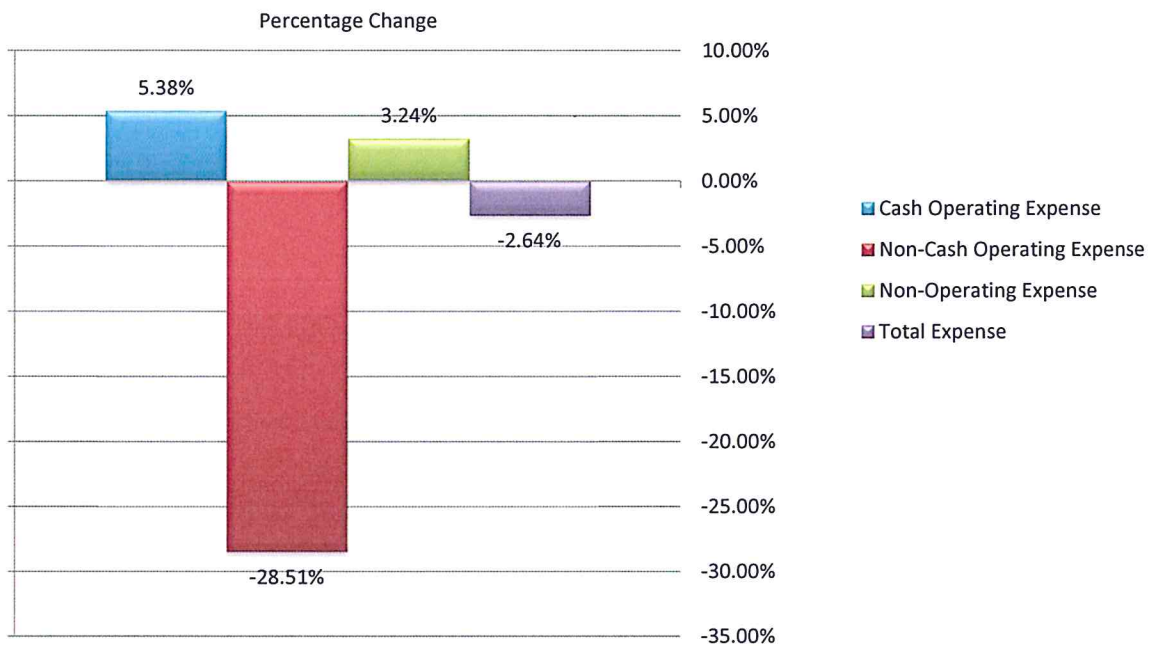
**Palmdale Water District
Operating Expense Analysis
For the Nine Months Ending 9/30/2016
2015**

2015 to 2016 Comparison

	Thru August	September	Year-to-Date	Adjusted Budget	% of Budget
Cash Operating Expenses:					
Directors	\$ 93,823	\$ 8,428	\$ 102,252	\$ 118,500	86.29%
Administration-Services	1,823,923	251,073	2,074,996	2,667,250	77.80%
Administration-District					
Engineering	846,717	76,356	923,073	1,252,750	73.68%
Facilities	3,832,577	522,882	4,355,458	5,998,000	72.62%
Operations	1,657,036	259,970	1,917,006	2,624,000	73.06%
Finance	1,173,124	88,169	1,261,293	2,950,750	42.74%
Water Conservation	222,913	35,904	258,817	284,000	91.13%
Human Resources	293,367	27,954	321,321	326,100	98.53%
Information Technology	533,632	45,444	579,076	782,750	73.98%
Customer Care	701,283	104,998	806,280	-	
Source of Supply-Purchased Water	1,481,085	38,718	1,519,803	2,400,000	63.33%
Water Purchases-Prior Year OAP	(36,045)	-	(36,045)	250,000	-14.42%
Water Recovery	(423,709)	-	(423,709)	(100,000)	423.71%
Plant Expenditures	457,663	30,991	488,654	1,146,500	42.62%
GAC Filter Media Replacement	596,045	-	596,045	1,896,000	31.44%
Total Cash Operating Expenses	\$ 13,253,434	\$ 1,490,887	\$ 14,744,321	\$ 22,596,600	65.25%
Non-Cash Operating Expenses:					
Depreciation	\$ 5,801,584	\$ 534,253	\$ 6,335,838	\$ 6,450,000	98.23%
OPEB Accrual Expense	1,468,640	183,580	1,652,220	2,000,000	82.61%
Bad Debts	6,673	4,461	11,134	100,000	11.13%
Service Costs Construction	81,080	6,643	87,723	125,000	70.18%
Capitalized Construction	(730,336)	(37,430)	(767,767)	(1,000,000)	76.78%
Total Non-Cash Operating Expenses	\$ 6,627,641	\$ 691,507	\$ 7,319,148	\$ 7,675,000	95.36%
Non-Operating Expenses:					
Interest on Long-Term Debt	\$ 1,518,997	\$ 189,148	\$ 1,708,146	\$ 2,111,000	80.92%
Amortization of SWP	1,383,016	172,877	1,555,893	1,679,000	92.67%
Change in Investments in PRWA	14,094	91	14,185	-	
Water Conservation Programs	189,586	3,045	192,631	200,000	96.32%
Total Non-Operating Expenses	\$ 3,105,693	\$ 365,162	\$ 3,470,855	\$ 3,990,000	86.99%
Total Expenses	\$ 22,986,769	\$ 2,547,556	\$ 25,534,324	\$ 34,261,600	74.53%

EXPENSE COMPARISON YEAR-TO-DATE

September 2015-To-September 2016



Palmdale Water District
2016 Directors Budget
For the Nine Months Ending Friday, September 30, 2016

	YTD ACTUAL 2016	ORIGINAL BUDGET 2016	ADJUSTMENTS 2016	ADJUSTED BUDGET REMAINING	PERCENT USED
Personnel Budget:					
1-01-4000-000 Directors Pay	\$ 43,200	\$ 50,000	\$ -	\$ 6,800	86.40%
Employee Benefits					
1-01-4005-000 Payroll Taxes	3,305	5,500		2,195	60.09%
1-01-4010-000 Health Insurance	57,259	76,250		18,991	75.09%
Subtotal (Benefits)	60,564	81,750	-	18,991	74.08%
Total Personnel Expenses	<u>\$ 103,764</u>	<u>\$ 131,750</u>	<u>\$ -</u>	<u>\$ 25,791</u>	<u>78.76%</u>
OPERATING EXPENSES:					
1-01-4050-000 Directors Travel, Seminars & Meetings	12,798	14,000		1,202	91.41%
Subtotal Operating Expenses	12,798	14,000	-	1,202	91.41%
Total O & M Expenses	<u>\$ 116,562</u>	<u>\$ 145,750</u>	<u>\$ -</u>	<u>\$ 26,993</u>	<u>79.97%</u>

**Palmdale Water District
2016 Directors Budget
For The Month Of September 2016**

	<u>2016</u>	<u>2015</u>
Personnel Budget:		
1-01-4000-000 Directors Pay	\$ 5,550	\$ 1,950
Employee Benefits		
1-01-4005-000 Payroll Taxes	448	608
1-01-4010-000 Health Insurance	6,168	4,868
Subtotal (Benefits)	<u>6,616</u>	<u>5,476</u>
Total Personnel Expenses	<u>\$ 12,166</u>	<u>\$ 7,426</u>
OPERATING EXPENSES:		
1-01-4050-000 Directors Travel, Seminars & Meetings	655	1,122
Subtotal Operating Expenses	<u>655</u>	<u>1,122</u>
Total O & M Expenses	<u>\$ 12,821</u>	<u>\$ 8,549</u>

	<u>Directors Pay</u>		<u>Health Ins.</u>	
	<u>2016</u>	<u>2015</u>	<u>2016</u>	<u>2015</u>
Alvarado	1,350	0	1,600	1,591
Dino	1,350	0	1,134	1,125
Dizmang	0	750	0	0
Estes	1,050	1,200	1,591	1,566
Henriquez	900	0	1,257	0
Mac Laren	900	0	587	586
	<u>5,550</u>	<u>1,950</u>	<u>6,168</u>	<u>4,868</u>
	<u>Operating</u>			
	<u>2016</u>	<u>2015</u>		
Alvarado	0	0		
Dino	0	457		
Dizmang	0	40		
Estes	655	0		
Henriquez	0	0		
Mac Laren	0	625		
	<u>655</u>	<u>1,122</u>		

Palmdale Water District
2016 Administration Services Budget
For the Nine Months Ending Friday, September 30, 2016

	YTD ACTUAL 2016	ORIGINAL BUDGET 2016	ADJUSTMENTS 2016	ADJUSTED BUDGET REMAINING	PERCENT USED
Personnel Budget:					
1-02-4000-000 Salaries	\$ 738,692	\$ 982,000		\$ 243,308	75.22%
1-02-4000-100 Overtime	4,644	8,250		3,606	56.29%
Subtotal (Salaries)	\$ 743,336	\$ 990,250	\$ -	\$ 246,914	75.07%
Employee Benefits					
1-02-4005-000 Payroll Taxes	\$ 52,738	\$ 74,000		21,262	71.27%
1-02-4010-000 Health Insurance	102,260	135,000		32,740	75.75%
1-02-4015-000 PERS	79,909	117,500		37,591	68.01%
Subtotal (Benefits)	\$ 234,907	\$ 326,500	\$ -	\$ 91,593	71.95%
Total Personnel Expenses	\$ 978,243	\$ 1,316,750	\$ -	\$ 338,507	74.29%
OPERATING EXPENSES:					
1-02-4050-100 General Manager Travel	\$ 4,621	\$ 5,000		379	92.43%
1-02-4060-100 General Manager Conferences & Seminars	2,150	4,000		1,850	53.75%
1-02-4130-000 Bank Charges	116,938	140,000		23,062	83.53%
1-02-4150-000 Accounting Services	23,619	27,500		3,881	85.89%
1-02-4175-000 Permits	10,300	10,000		(300)	103.00%
1-02-4180-000 Postage	9,456	27,500		18,044	34.39%
1-02-4190-100 Public Relations - Publications	29,642	35,000		5,358	84.69%
1-02-4190-900 Public Relations - Other	2,380	1,000		(1,380)	237.97%
1-02-4200-000 Advertising	1,643	4,000		2,357	41.08%
1-02-4205-000 Office Supplies	14,058	18,000		3,942	78.10%
1-02-4210-000 Office Furniture	5,333	-		(5,333)	0.00%
Subtotal Operating Expenses	\$ 220,140	\$ 272,000	\$ -	\$ 51,860	80.93%
Total Departmental Expenses	\$ 1,198,383	\$ 1,588,750	\$ -	\$ 390,367	75.43%

Palmdale Water District
2016 Administration District Wide Budget
For the Nine Months Ending Friday, September 30, 2016

	YTD ACTUAL 2016	ORIGINAL BUDGET 2016	ADJUSTMENTS 2016	ADJUSTED BUDGET REMAINING	PERCENT USED
Personnel Budget:					
1-02-5070-001 On-Call	\$ 61,186	\$ 95,000		\$ 33,814	64.41%
Subtotal (Salaries)	\$ 61,186	\$ 95,000	\$ -	\$ 33,814	64.41%
Employee Benefits					
1-02-5070-002 PERS-Unfunded Liability	\$ 297,491	\$ 404,750		107,259	73.50%
1-02-5070-003 Workers Compensation	118,158	125,000		6,842	94.53%
1-02-5070-004 Vacation Benefit Expense	(22,988)	35,000		57,988	-65.68%
1-02-5070-005 Life Insurance	4,495	8,000		3,505	56.19%
Subtotal (Benefits)	\$ 397,156	\$ 572,750	\$ -	\$ 175,594	69.34%
Total Personnel Expenses	\$ 458,342	\$ 667,750	\$ -	\$ 209,408	68.64%
OPERATING EXPENSES:					
1-02-5070-006 Other Operating	\$ 16,151	\$ 20,000		3,849	80.76%
1-02-5070-007 Consultants	59,448	160,000		100,552	37.16%
1-02-5070-008 Insurance	222,153	300,000		77,847	74.05%
1-02-5070-009 Groundwater Adjudication	45,575	80,000		34,425	56.97%
1-02-5070-010 Legal Services	117,224	160,000		42,776	73.26%
1-02-5070-011 Memberships/Subscriptions	88,522	150,000		61,478	59.01%
1-02-5070-012 Elections	104,882	75,000		(29,882)	139.84%
Subtotal Operating Expenses	\$ 653,955	\$ 945,000	\$ -	\$ 291,045	69.20%
Total Departmental Expenses	\$ 1,112,298	\$ 1,612,750	\$ -	\$ 500,452	68.97%

Palmdale Water District
2016 Engineering Budget
For the Nine Months Ending Friday, September 30, 2016

	YTD ACTUAL 2016	ORIGINAL BUDGET 2016	ADJUSTMENTS 2016	ADJUSTED BUDGET REMAINING	PERCENT USED
Personnel Budget:					
1-03-4000-000 Salaries	\$ 627,195	\$ 852,000		\$ 224,805	73.61%
1-03-4000-100 Overtime	4,981	6,750		1,769	73.79%
Subtotal (Salaries)	\$ 632,175	\$ 858,750		\$ 226,575	73.62%
Employee Benefits					
1-03-4005-000 Payroll Taxes	48,097	64,000		15,903	75.15%
1-03-4010-000 Health Insurance	118,434	155,000		36,566	76.41%
1-03-4015-000 PERS	67,675	101,000		33,325	67.01%
Subtotal (Benefits)	\$ 234,206	\$ 320,000	\$ -	\$ 85,794	73.19%
Total Personnel Expenses	\$ 866,381	\$ 1,178,750	\$ -	\$ 312,369	73.50%
OPERATING EXPENSES:					
1-03-4155-000 Contracted Services	28,491	64,000		35,509	44.52%
1-03-4165-000 Memberships/Subscriptions	1,786	2,500		715	71.42%
1-03-4250-000 General Materials & Supplies	4,251	3,000		(1,251)	141.71%
1-03-8100-100 Computer Software - Maint. & Support	5,817	31,000		25,183	18.77%
Subtotal Operating Expenses	\$ 40,345	\$ 100,500	\$ -	\$ 60,155	40.14%
Total Departmental Expenses	\$ 906,726	\$ 1,279,250	\$ -	\$ 372,524	70.88%

Palmdale Water District
2016 Facilities Budget
For the Nine Months Ending Friday, September 30, 2016

	YTD ACTUAL 2016	ORIGINAL BUDGET 2016	ADJUSTMENTS 2016	ADJUSTED BUDGET REMAINING	PERCENT USED
Personnel Budget:					
1-04-4000-000 Salaries	\$ 1,506,766	\$ 2,083,750		\$ 576,984	72.31%
1-04-4000-100 Overtime	85,099	90,000		4,901	94.55%
Subtotal (Salaries)	\$ 1,591,865	\$ 2,173,750	\$ -	\$ 581,885	73.23%
Employee Benefits					
1-04-4005-000 Payroll Taxes	123,681	166,500		42,819	74.28%
1-04-4010-000 Health Insurance	338,624	444,500		105,876	76.18%
1-04-4015-000 PERS	157,078	257,500		100,422	61.00%
Subtotal (Benefits)	\$ 619,384	\$ 868,500	\$ -	\$ 249,116	71.32%
Total Personnel Expenses	\$ 2,211,248	\$ 3,042,250	\$ -	\$ 831,002	72.68%
OPERATING EXPENSES:					
1-04-4155-000 Contracted Services	\$ 454,366	\$ 488,000		\$ 33,634	93.11%
1-04-4175-000 Permits-Dams	10,985	50,000		39,015	21.97%
1-04-4215-100 Natural Gas - Wells & Boosters	130,999	225,000		94,001	58.22%
1-04-4215-200 Natural Gas - Buildings	31,928	9,000		(22,928)	354.76%
1-04-4220-100 Electricity - Wells & Boosters	964,429	1,480,000		515,571	65.16%
1-04-4220-200 Electricity - Buildings	57,108	88,000		30,892	64.90%
1-04-4225-000 Maint. & Repair - Vehicles	27,616	35,000		7,384	78.90%
1-04-4230-100 Maint. & Rep. Office Building	24,899	15,000		(9,899)	165.99%
1-04-4230-110 Maint. & Rep. Office Equipment	65	-		(65)	
1-04-4235-110 Maint. & Rep. Equipment	1,250	6,500		5,250	19.22%
1-04-4235-400 Maint. & Rep. Operations - Wells	73,028	75,000		1,972	97.37%
1-04-4235-405 Maint. & Rep. Operations - Boosters	46,153	50,000		3,847	92.31%
1-04-4235-410 Maint. & Rep. Operations - Shop Bldgs	7,396	10,000		2,604	73.96%
1-04-4235-415 Maint. & Rep. Operations - Facilities	21,681	15,000		(6,681)	144.54%
1-04-4235-420 Maint. & Rep. Operations - Water Lines	244,342	225,000		(19,342)	108.60%
1-04-4235-425 Maint. & Rep. Operations - Littlerock Dam	23,134	15,000		(8,134)	154.23%
1-04-4235-430 Maint. & Rep. Operations - Palmdale Dam	795	7,500		6,705	10.60%
1-04-4235-435 Maint. & Rep. Operations - Palmdale Canal	-	10,000		10,000	0.00%
1-04-4235-440 Maint. & Rep. Operations - Large Meters	28,556	10,000		(18,556)	285.56%
1-04-4235-445 Maint. & Rep. Operations - Telemetry	2,933	4,000		1,067	73.32%
1-04-4235-450 Maint. & Rep. Operations - Hypo Generators	757	10,000		9,243	7.57%
1-04-4235-455 Maint. & Rep. Operations - Heavy Equipment	29,135	45,000		15,865	64.75%
1-04-4235-460 Maint. & Rep. Operations - Storage Reservoirs	2,680	5,000		2,320	53.59%
1-04-4235-470 Maint. & Rep. Operations - Meters Exchanges	257,519	225,000		(32,519)	114.45%
1-04-4270-300 Telecommunication - Other	5,047	4,000		(1,047)	126.18%
1-04-4300-200 Testing - Large Meters	15,906	12,500		(3,406)	127.25%
1-04-4300-300 Testing - Edison Testing	5,510	30,000		24,490	18.37%
1-04-6000-000 Waste Disposal	21,615	20,000		(1,615)	108.07%
1-04-6100-100 Fuel and Lube - Vehicle	46,831	105,000		58,169	44.60%
1-04-6100-200 Fuel and Lube - Machinery	13,960	40,000		26,040	34.90%
1-04-6200-000 Uniforms	20,689	22,500		1,811	91.95%
1-04-6300-100 Supplies - General	52,498	47,500		(4,998)	110.52%
1-04-6300-200 Supplies - Hypo Generators	6,094	6,500		406	93.75%
1-04-6300-300 Supplies - Electrical	970	3,000		2,030	32.33%
1-04-6300-400 Supplies - Telemetry	203	5,000		4,797	4.07%
1-04-6300-800 Supplies - Construction Materials	47,201	35,000		(12,201)	134.86%
1-04-6400-000 Tools	22,529	25,000		2,471	90.11%
1-04-7000-100 Leases -Equipment	12,657	12,500		(157)	101.26%
Subtotal Operating Expenses	\$ 2,713,463	\$ 3,471,500	\$ -	\$ 758,037	78.16%
Total Departmental Expenses	\$ 4,924,711	\$ 6,513,750	\$ -	\$ 1,589,039	75.60%

Palmdale Water District
2016 Operation Budget
For the Nine Months Ending Friday, September 30, 2016

	YTD ACTUAL 2016	ORIGINAL BUDGET 2016	ADJUSTMENTS 2016	ADJUSTED BUDGET REMAINING	PERCENT USED
Personnel Budget:					
1-05-4000-000 Salaries	\$ 754,222	\$ 1,012,500		\$ 258,278	74.49%
1-05-4000-100 Overtime	43,676	56,000		12,324	77.99%
Subtotal (Salaries)	\$ 797,898	\$ 1,068,500	\$ -	\$ 270,602	74.67%
Employee Benefits					
1-05-4005-000 Payroll Taxes	61,278	84,500		23,222	72.52%
1-05-4010-000 Health Insurance	141,550	183,500		41,950	77.14%
1-05-4015-000 PERS	84,219	137,750		53,531	61.14%
Subtotal (Benefits)	\$ 287,047	\$ 405,750	\$ -	\$ 118,703	70.74%
Total Personnel Expenses	\$ 1,084,945	\$ 1,474,250	\$ -	\$ 389,305	73.59%
OPERATING EXPENSES:					
1-05-4155-000 Contracted Services	\$ 52,470	\$ 93,500		\$ 41,030	56.12%
1-05-4175-000 Permits	14,015	40,000		25,985	35.04%
1-05-4215-200 Natural Gas - WTP	764	3,000		2,236	25.46%
1-05-4220-200 Electricity - WTP	89,175	125,000		35,825	71.34%
1-05-4230-110 Maint. & Rep. - Office Equipment	126	500		374	25.17%
1-05-4235-110 Maint. & Rep. Operations - Equipment	12,996	11,500		(1,496)	113.01%
1-05-4235-410 Maint. & Rep. Operations - Shop Bldgs	14,161	6,000		(8,161)	236.02%
1-05-4235-415 Maint. & Rep. Operations - Facilities	53,161	45,000		(8,161)	118.14%
1-05-4235-450 Maint. & Rep. Operations - Hypo Generator	64,014	18,000		(46,014)	355.63%
1-05-4235-500 Maint. & Rep. Operations - Wind Turbine	18,893	10,000		(8,893)	188.93%
1-05-6000-000 Waste Disposal	3,822	20,000		16,178	19.11%
1-05-6200-000 Uniforms	10,786	16,000		5,214	67.41%
1-05-6300-100 Supplies - General	12,538	15,000		2,462	83.59%
1-05-6300-600 Supplies - Lab	40,526	40,000		(526)	101.31%
1-05-6300-700 Outside Lab Work	57,175	92,000		34,825	62.15%
1-05-6400-000 Tools	4,033	6,500		2,467	62.04%
1-05-6500-000 Chemicals	445,264	400,000		(45,264)	111.32%
1-05-7000-100 Leases -Equipment	224	3,000		2,776	7.46%
3-05-4300-100 Filter Media Testing/Inspection	-	30,000		30,000	0.00%
Subtotal Operating Expenses	\$ 894,141	\$ 975,000	\$ -	\$ 50,859	91.71%
Total Departmental Expenses	\$ 1,979,086	\$ 2,449,250	\$ -	\$ 440,164	80.80%

Palmdale Water District
2016 Finance Budget
For the Nine Months Ending Friday, September 30, 2016

	YTD ACTUAL 2016	ORIGINAL BUDGET 2016	ADJUSTMENTS 2016	ADJUSTED BUDGET REMAINING	PERCENT USED
Personnel Budget:					
1-06-4000-000 Salaries	\$ 497,411	\$ 670,250		\$ 172,839	74.21%
1-06-4000-100 Overtime	236	3,000		2,764	7.88%
Subtotal (Salaries)	\$ 497,648	\$ 673,250	\$ -	\$ 175,602	73.92%
Employee Benefits					
1-06-4005-000 Payroll Taxes	37,498	49,000		11,502	76.53%
1-06-4010-000 Health Insurance	69,810	83,000		13,190	84.11%
1-06-4015-000 PERS	57,519	87,000		29,481	66.11%
Subtotal (Benefits)	\$ 164,826	\$ 219,000	\$ -	\$ 54,174	75.26%
Total Personnel Expenses	\$ 662,474	\$ 892,250	\$ -	\$ 229,776	74.25%
OPERATING EXPENSES:					
1-06-4155-000 Contracted Services	\$ 3,000	\$ 6,000		\$ 3,000	50.00%
1-06-4155-100 Contracted Services - Infosend	205,411	225,000		19,589	91.29%
1-06-4165-000 Memberships/Subscriptions	220	500		280	44.00%
1-06-4230-110 Maintenance & Repair - Office Equipment	-	500		500	0.00%
1-06-4250-000 General Material & Supplies	321	3,000		2,679	10.69%
1-06-4260-000 Business Forms	2,842	7,500		4,658	37.90%
1-06-4270-100 Telecommunication - Office	17,524	12,000		(5,524)	146.03%
1-06-4270-200 Telecommunication - Cellular Stipend	15,300	18,500		3,200	82.70%
1-06-7000-100 Leases - Equipment	1,869	3,000		1,131	62.31%
Subtotal Operating Expenses	\$ 246,487	\$ 276,000	\$ -	\$ 29,513	89.31%
Total Departmental Expenses	\$ 908,961	\$ 1,168,250	\$ -	\$ 259,289	77.81%

Palmdale Water District
2016 Water Conservation Budget
For the Nine Months Ending Friday, September 30, 2016

YTD ACTUAL	ORIGINAL BUDGET	ADJUSTMENTS	ADJUSTED BUDGET	PERCENT
2016	2016	2016	REMAINING	USED

Personnel Budget:

1-07-4000-000 Salaries	\$ 92,139	\$ 129,000		\$ 36,861	71.43%
1-07-4000-100 Overtime	316	1,000		684	31.56%
Subtotal (Salaries)	\$ 92,455	\$ 130,000		\$ 37,545	71.12%

Employee Benefits

1-07-4005-000 Payroll Taxes	9,438	10,000		562	94.38%
1-07-4010-000 Health Insurance	29,293	38,000		8,707	77.09%
1-07-4015-000 PERS	6,462	17,250		10,788	37.46%
Subtotal (Benefits)	\$ 45,193	\$ 65,250	\$ -	\$ 20,057	69.26%

Total Personnel Expenses

\$ 137,648	\$ 195,250	\$ -	\$ 56,918	70.50%
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OPERATING EXPENSES:

1-07-4190-300 Public Relations - Landscape Workshop/Training	\$ 5,164	\$ 1,000		\$ (4,164)	516.36%
1-07-4190-400 Public Relations - Contests	-	1,000		1,000	0.00%
1-07-4190-500 Public Relations - Education Programs	299	2,500		2,201	11.96%
1-07-4190-700 Public Relations -General Media	38,607	25,000		(13,607)	154.43%
1-07-4190-900 Public Relations - Other	4,735	2,000		(2,735)	236.73%
1-07-4500-000 Drought Enforcement	714	7,500		6,786	9.52%
1-07-6300-100 Supplies - Misc.	2,043	5,000		2,957	40.86%
Subtotal Operating Expenses	\$ 51,561	\$ 44,000	\$ -	\$ (7,561)	117.19%

Total Departmental Expenses

\$ 189,209	\$ 239,250	\$ -	\$ 49,356	79.08%
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Palmdale Water District
2016 Human Resources Budget
For the Nine Months Ending Friday, September 30, 2016

	YTD ACTUAL 2016	ORIGINAL BUDGET 2016	ADJUSTMENTS 2016	ADJUSTED BUDGET REMAINING	PERCENT USED
Personnel Budget:					
1-08-4000-000 Salaries	\$ 84,877	\$ 116,000		31,123	73.17%
1-08-4000-100 Salaries - Overtime	4				
1-08-4000-200 Salaries - Intern Program	29,513	40,000		10,487	73.78%
Subtotal (Salaries)	\$ 114,394	\$ 156,000		\$ 41,610	73.33%
Employee Benefits					
1-08-4005-000 Payroll Taxes	8,796	15,250		6,454	57.68%
1-08-4010-000 Health Insurance	14,310	18,250		3,940	78.41%
1-08-4015-000 PERS	5,321	7,250		1,929	73.39%
Subtotal (Benefits)	\$ 28,427	\$ 40,750	\$ -	\$ 12,323	69.76%
Total Personnel Expenses	\$ 142,821	\$ 196,750	\$ -	\$ 53,934	72.59%
OPERATING EXPENSES:					
1-08-4050-000 Staff Travel	\$ 30,701	\$ 27,500		\$ (3,201)	111.64%
1-08-4060-000 Staff Conferences & Seminars	15,017	25,000		9,983	60.07%
1-08-4070-000 Employee Expense	42,714	60,000		17,286	71.19%
1-08-4090-000 Temporary Staffing	8,686	-		(8,686)	
1-08-4095-000 Employee Recruitment	1,642	3,000		1,358	54.73%
1-08-4100-000 Employee Retention	3,173	20,000		16,827	15.86%
1-08-4105-000 Employee Relations	1,756	3,500		1,744	50.17%
1-08-4110-000 Consultants	3,797	1,000		(2,797)	379.68%
1-08-4120-100 Training-Safety	12,603	35,000		22,397	36.01%
1-08-4120-200 Training-Speciality	10,016	25,000		14,984	40.06%
1-08-4121-000 Safety Program	369	1,000		631	36.88%
1-08-4165-000 Membership/Subscriptions	714	1,600		886	44.63%
1-08-4165-100 HR/Safety Publications	79	1,000		921	7.93%
1-08-6300-500 Supplies - Safety	17,329	20,000		2,671	86.64%
Subtotal Operating Expenses	\$ 148,595	\$ 223,600	\$ -	\$ 75,005	66.46%
Total Departmental Expenses	\$ 291,416	\$ 420,350	\$ -	\$ 128,938	69.33%

Palmdale Water District
2016 Information Technology Budget
For the Nine Months Ending Friday, September 30, 2016

	YTD ACTUAL 2016	ORIGINAL BUDGET 2016	ADJUSTMENTS 2016	ADJUSTED BUDGET REMAINING	PERCENT USED
Personnel Budget:					
1-09-4000-000 Salaries	\$ 169,337	\$ 225,500		\$ 56,163	75.09%
1-09-4000-100 Overtime	1,761	2,500		739	70.45%
Subtotal (Salaries)	\$ 171,098	\$ 228,000		\$ 56,902	75.04%
Employee Benefits					
1-09-4005-000 Payroll Taxes	13,015	16,000		2,985	81.34%
1-09-4010-000 Health Insurance	29,103	38,000		8,897	76.59%
1-09-4015-000 PERS	19,906	29,500		9,594	67.48%
Subtotal (Benefits)	\$ 62,024	\$ 83,500	\$ -	\$ 21,476	74.28%
Total Personnel Expenses	\$ 233,122	\$ 311,500	\$ -	\$ 77,640	74.84%
OPERATING EXPENSES:					
1-09-4155-000 Contracted Services*	\$ 85,889	\$ 121,500	\$ (11,000)	\$ 24,611	77.73%
1-09-4165-000 Memberships/Subscriptions	1,410	2,000		590	70.50%
1-09-4270-000 Telecommunications	60,243	79,250		19,007	76.02%
1-09-8000-100 Computer Equipment - Computers*	15,931	20,000	11,000	15,069	51.39%
1-09-8000-200 Computer Equipment - Laptops	14,349	16,000		1,651	89.68%
1-09-8000-300 Computer Equipment - Monitors	192	2,000		1,808	9.58%
1-09-8000-500 Computer Equipment - Toner Cartridges	83	3,000		2,917	2.77%
1-09-8000-550 Computer Equipment - Telephony	-	2,500		2,500	0.00%
1-09-8000-600 Computer Equipment - Other	16,197	40,000		23,803	40.49%
1-09-8100-100 Computer Software - Maint. and Support	25,171	60,000		34,829	41.95%
1-09-8100-140 Computer Software - Starnik	71,100	130,000		58,900	54.69%
1-09-8100-150 Computer Software - Dynamics GP Support	29,935	60,000		30,065	49.89%
1-09-8100-200 Computer Software - Software and Upgrades	5,539	20,000		14,461	27.70%
Subtotal Operating Expenses	\$ 326,039	\$ 556,250	\$ -	\$ 230,211	58.61%
Total Departmental Expenses	\$ 559,160	\$ 867,750	\$ -	\$ 307,851	64.44%

* Budget adjustments by General Manager per Appendix A

Palmdale Water District
2016 Customer Care Budget
For the Nine Months Ending Friday, September 30, 2016

	YTD ACTUAL 2016	ORIGINAL BUDGET 2016	ADJUSTMENTS 2016	ADJUSTED BUDGET REMAINING	PERCENT USED
Personnel Budget:					
1-10-4000-000 Salaries	\$ 661,601	\$ 929,250		\$ 267,649	71.20%
1-10-4000-100 Overtime	5,725	10,000		4,275	57.25%
Subtotal (Salaries)	\$ 667,326	\$ 939,250	\$ -	\$ 271,924	71.05%
Employee Benefits					
1-10-4005-000 Payroll Taxes	52,816	71,500		18,684	73.87%
1-10-4010-000 Health Insurance	174,497	217,000		42,503	80.41%
1-10-4015-000 PERS	80,322	119,000		38,678	67.50%
Subtotal (Benefits)	\$ 307,634	\$ 407,500	\$ -	\$ 99,866	75.49%
Total Personnel Expenses	\$ 974,961	\$ 1,346,750	\$ -	\$ 371,790	72.39%
OPERATING EXPENSES:					
1-10-4155-000 Contracted Services	\$ 15,922	\$ 22,000		\$ 6,078	72.37%
1-10-4230-110 Maintenance & Repair-Office Equipment	499	500		1	99.84%
1-10-4250-000 General Material & Supplies	6,595	7,500		905	87.94%
1-10-4260-000 Business Forms	-	10,000		10,000	0.00%
Subtotal Operating Expenses	\$ 23,017	\$ 40,000	\$ -	\$ 16,983	57.54%
Total Departmental Expenses	\$ 997,977	\$ 1,386,750	\$ -	\$ 388,773	71.97%

AGENDA ITEM NO. 4.4

Water Revenue Bond - Series 2013A

Updated: October 31, 2016

Project	Work Order	Description	Allocated Based on Bond	Contractual Commitment	Payout to Date	Grant Funds/Operating Budget	Uncommitted Bond \$
Spec. 1204	603-12	Ave. Q - Q-3, Division and Sumac	\$ 725,000	\$ 765,085	\$ 765,085	\$ -	\$ (40,085)
Spec. 1201	606-11	20th, Puerta, Sweetbriar, and 22nd St. E.	\$ 1,450,000	\$ 1,487,261	\$ 1,487,261	\$ -	\$ (37,261)
Spec. 1205	605-12	Frontier, 31st St. E., etc. between Ave. Q and Q-4	\$ 1,200,000	\$ 1,291,539	\$ 1,291,539	\$ 485,000	\$ (91,539)
Spec. 1207	607-12	10th St. E. between Ave. P and Palmdale Blvd.	\$ 1,400,000	\$ 1,327,806	\$ 1,327,806	\$ -	\$ 72,194
LRDSR	501-04	Littlerock Sediment Removal (EIR/EIS/Permits)	\$ 975,000	\$ 869,023	\$ 642,838	\$ -	\$ 105,977
LCGRRP	400-12	Littlerock Recharge and Recovery (Feasibility)	\$ 1,500,000	\$ 769,891	\$ 769,891	\$ -	\$ 730,109
UAR	TBD	Upper Amargosa Recharge (Project Capacity)	\$ 1,250,000	\$ 1,250,000	\$ 129,215	\$ 668,589	\$ -
Spec. 0905	601-09	15th St. E. between Ave. P and Ave. Q (Material)	\$ -	\$ 362,984	\$ 362,984	\$ -	\$ (362,984)
PRGRRP	501-04	Palmdale Regional Recharge and Recovery (Permits)	\$ -	\$ 1,530,000	\$ 1,277,467		\$ (1,530,000)
Totals:			\$ 8,500,000	\$ 9,653,589	\$ 8,054,088	\$ 1,153,589	\$ (1,153,589)

Requisition No.	Payee	Date Approved	Invoice No.	Project	Payment Amount
2	Issuance Costs	Jul 8, 2013	N/A	WRB	\$ 24,815.84
3	BV Construction - Progress Payment #1	Jul 9, 2013	1	Spec. 1204	\$ 98,552.53
4	JT Eng. - Design Progress Payment	Jul 17, 2013	5187	Spec. 1207	\$ 9,108.00
5	BV Construction - Progress Payment #2	Aug 5, 2013	2	Spec. 1204	\$ 145,175.44
6	BV Construction - Progress Payment #3-4	Sep 4, 2013	3 and 4	Spec. 1204	\$ 167,790.43
7	Aspen - EIR/EIS Progress Payment	Sep 30, 2013	1116.002-01	LRDSR	\$ 18,499.60
8	BV Construction - Progress Payment #5	Sep 30, 2013	5	Spec. 1204	\$ 46,862.08
9	BV Construction - Progress Payment #6	Oct 24, 2013	6	Spec. 1204	\$ 51,052.05
10	Aspen - EIR/EIS Progress Payment	Oct 24, 2013	1116.002-02	LRDSR	\$ 8,410.32
11	BV Construction - Progress Payment #7	Nov 7, 2013	7	Spec. 1204	\$ 87,960.50
12	BV Construction - Progress Payment #8	Dec 4, 2013	8	Spec. 1204	\$ 70,650.08
13	Aspen - EIR/EIS Progress Payment	Dec 4, 2013	1116.002-03	LRDSR	\$ 11,054.97
14	Kennedy/Jenks - Progress Payment	Jan 2, 2014	78236	LCGRRP	\$ 24,066.25
14	BV Construction - Progress Payment #1	Jan 2, 2014	1	Spec. 1201	\$ 29,925.00
14	BV Construction - Progress Payment #9	Jan 2, 2014	9	Spec. 1204	\$ 58,787.84
14	Aspen - EIR/EIS Progress Payment	Jan 2, 2014	1116.002-04	LRDSR	\$ 36,178.95
14	JT Eng. - Design Progress Payment	Jan 2, 2014	5200	Spec. 1207	\$ 9,518.00
15	BV Construction - Progress Payment #2 & #3	Jan 21, 2014	2 & 3	Spec. 1201	\$ 114,095.00
16	Aspen - EIR/EIS Progress Payment	Feb 24, 2014	1116.002-05	LRDSR	\$ 4,917.47
16	BV Construction - Progress Payment #4 & #5	Feb 24, 2014	4 & 5	Spec. 1201	\$ 131,743.15
17	BV Construction - Retention Payment	Mar 3, 2014	10	Spec. 1204	\$ 38,254.26
17	Kennedy/Jenks - Progress Payment	Mar 3, 2014	79010 & 80391	LCGRRP	\$ 113,652.66
18	BV Construction - Progress Payment #6	Mar 31, 2014	6	Spec. 1201	\$ 126,834.50
18	Aspen - EIR/EIS Progress Payment	Mar 31, 2014	1116.002-06 and 07	LRDSR	\$ 17,080.04
19	Kennedy/Jenks - Progress Payment	Apr 16, 2014	78236	LCGRRP	\$ 28,228.60
19	BV Construction - Progress Payment #7	Apr 16, 2014	7	Spec. 1201	\$ 252,741.80
20	BV Construction - Progress Payment #8	May 15, 2014	8	Spec. 1201	\$ 69,825.00
20	Aspen - EIR/EIS Progress Payment	May 15, 2014	1116.002-08	LRDSR	\$ 33,388.96
20	Kennedy/Jenks - Progress Payment	May 15, 2014	82422 & 80900	LCGRRP	\$ 135,858.74
21	BV Construction - Progress Payment #9	Jun 4, 2014	9	Spec. 1201	\$ 67,260.00
21	Aspen - EIR/EIS Progress Payment	Jun 4, 2014	1116.002-09	LRDSR	\$ 31,845.93
22	BV Construction - Progress Payment #10	Jun 30, 2014	10	Spec. 1201	\$ 139,498.00
23	Kennedy/Jenks - Progress Payment	Jun 30, 2014	83735	LCGRRP	\$ 30,172.21
23	Aspen - EIR/EIS Progress Payment	Jun 30, 2014	1116.002-10	LRDSR	\$ 10,672.32
24	BV Construction - Progress Payment #11	Jul 21, 2014	11	Spec. 1201	\$ 141,217.50
24	Kennedy/Jenks - Progress Payment	Jul 21, 2014	84147	LCGRRP	\$ 26,431.83
24	Aspen - EIR/EIS Progress Payment	Jul 21, 2014	1116.002-11	LRDSR	\$ 6,274.20

25	BV Construction - Progress Payment #12	Aug 19, 2014	12	Spec. 1201	\$ 84,386.60
25	Aspen - EIR/EIS Progress Payment	Aug 19, 2014	1116.002-12	LRDSR	\$ 11,115.51
26	BV Construction - Progress Payment #13	Sept 10, 2014	13	Spec. 1201	\$ 47,654.85
26	Aspen - EIR/EIS Progress Payment	Sept 10, 2014	1116.002-13	LRDSR	\$ 37,715.30
27	BV Construction - Progress Payment #14	Sept 29, 2014	14	Spec. 1201	\$ 122,741.90
27	PWD - Reimbursement	Sept 29, 2014	N/A	Spec. 0905	\$ 260,611.31
28	Cedro Construction - Progress Payment #1	Oct 14, 2014	1	Spec. 1207	\$ 310,752.41
28	City of Palmdale - Recharge Project	Oct 14, 2014	PWD-2014	UAR	\$ 38,402.47
29	Aspen - EIR/EIS Progress Payment	Oct 23, 2014	1116.002-14	LRDSR	\$ 56,223.72
29	Kennedy/Jenks - Progress Payment	Oct 23, 2014	87036	LCGRRP	\$ 80,732.32
30	BV Construction - Progress Payment #15	Nov 12, 2014	15	Spec. 1201	\$ 84,974.65
30	Aspen - Bio and Cultural Report	Nov 12, 2014	3277.001-01	Spec. 1205	\$ 10,608.08
30	Cedro Construction - Progress Payment #2	Nov 12, 2014	2	Spec. 1207	\$ 195,802.84
31	ANM Construction - Paving	Nov 17, 2014	011115-1	Spec. 0905	\$ 102,373.00
32	Aspen - Bio and Cultural Report	Nov 26, 2014	3277.001-02	Spec. 1205	\$ 1,147.81
32	Aspen - EIR/EIS Progress Payment	Nov 26, 2014	1116.002-15	LRDSR	\$ 76,161.79
33	Kennedy/Jenks - Progress Payment	Dec 29, 2014	88741	LCGRRP	\$ 71,831.14
33	BV Construction - Progress Payment #16 (Retention)	Dec 29, 2014	16 - Retention	Spec. 1201	\$ 74,363.05
33	Aspen - EIR/EIS Progress Payment	Dec 29, 2014	1116.002-16	LRDSR	\$ 6,136.99
34	Cedro Construction - Progress Payment #3	Jan 7, 2015	3	Spec. 1207	\$ 294,189.21
35	BV Construction - Progress Payment #1	Jan 26, 2015	1	Spec. 1205	\$ 152,445.08
35	Aspen - EIR/EIS Progress Payment	Jan 26, 2015	1116.002-17	LRDSR	\$ 13,105.63
36	Kennedy/Jenks - Progress Payment	Feb 2, 2015	89538	LCGRRP	\$ 78,066.17
37	BV Construction - Progress Payments #2 and #3	Feb 19, 2015	2 and 3	Spec. 1205	\$ 195,962.20
37	Aspen - EIR/EIS Progress Payment	Feb 19, 2015	1116.002-18	LRDSR	\$ 8,814.60
38	BV Construction - Progress Payment #4	Mar 9, 2015	4	Spec. 1205	\$ 123,500.00
38	Cedro Construction - Progress Payment #4	Mar 9, 2015	4	Spec. 1207	\$ 70,371.25
39	BV Construction - Progress Payment #5	Mar 31, 2015	5	Spec. 1205	\$ 144,210.00
39	Aspen - EIR/EIS Progress Payment	Mar 31, 2015	1116.002-19	LRDSR	\$ 12,057.52
39	Kennedy/Jenks - Progress Payment	Mar 31, 2015	90983	LCGRRP	\$ 134,407.47
40	Cedro Construction - Progress Payment #5	Apr 13, 2015	5	Spec. 1207	\$ 116,680.99
41	BV Construction - Progress Payment #6	Apr 27, 2015	6	Spec. 1205	\$ 125,003.43
41	Aspen - EIR/EIS Progress Payment	Apr 27, 2015	1116.002-20	LRDSR	\$ 7,540.62
42	Cedro Construction - Progress Payment #6	May 19, 2015	6	Spec. 1207	\$ 103,592.13
43	BV Construction - Progress Payment #7	Jun 8, 2015	7	Spec. 1205	\$ 72,296.90
43	Aspen - Native American Monitoring	Jun 8, 2015	3277.001-03	Spec. 1205	\$ 7,702.52
43	Aspen - EIR/EIS Progress Payment	Jun 8, 2015	1116.002-21	LRDSR	\$ 44,109.14
44	Aspen - EIR/EIS Progress Payment	Jun 23, 2015	1116.002-22	LRDSR	\$ 34,285.59
44	Cedro Construction - Progress Payment #7	Jun 23, 2015	7	Spec. 1207	\$ 60,299.73
45	BV Construction - Progress Payment #8	Jul 15, 2015	8	Spec. 1205	\$ 111,492.00
45	Kennedy/Jenks - Progress Payment	Jul 15, 2015	93555	LCGRRP	\$ 46,443.99
45	Kennedy/Jenks - Progress Payment	Jul 15, 2015	93556	PRGRRP	\$ 251,714.21
46	Aspen - EIR/EIS Progress Payment	Jul 21, 2015	1116.002-23	LRDSR	\$ 16,484.80
46	Aspen - Native American Monitoring	Jul 21, 2015	3277.001-04	Spec. 1205	\$ 4,152.75
46	City of Palmdale - Recharge Project	Jul 21, 2015	PWD-2015	UAR	\$ 54,977.18
47	BV Construction - Progress Payment #9	Aug 11, 2015	9	Spec. 1205	\$ 107,542.76
47	Kennedy/Jenks - Progress Payment	Aug 11, 2015	94435	PRGRRP	\$ 238,422.35
48	Aspen - EIR/EIS Progress Payment	Sept 14, 2015	1116.002-24	LRDSR	\$ 9,024.21
48	Cedro Construction - Final Payment/Retention	Sept 14, 2015	Final Retention	Spec. 1207	\$ 157,491.76
49	Aspen - EIR/EIS Progress Payment	Sept 28, 2015	1116.002-25	LRDSR	\$ 1,034.50
49	Kennedy/Jenks - Progress Payment	Sept 28, 2015	95632	PRGRRP	\$ 190,705.91
50	Aspen - Native American Monitoring	Oct. 12, 2015	3277.001-05	Spec. 1205	\$ 5,581.50
50	BV Construction - Progress Payment #10	Oct. 12, 2015	10	Spec. 1205	\$ 92,241.20
51	Aspen - Native American Monitoring	Nov. 4, 2015	3277.001-06	Spec. 1205	\$ 4,707.50

51	Kennedy/Jenks - Progress Payment	Nov. 4, 2015	96460	PRGRRP	\$ 129,704.49
52	Aspen - Native American Monitoring	Dec. 28, 2015	96461	Spec. 1205	\$ 3,013.50
52	Kennedy/Jenks - Progress Payment	Dec. 28, 2015	97775	PRGRRP	\$ 159,241.36
53	Kennedy/Jenks - Progress Payment	Jan. 21, 2016	98545	PRGRRP	\$ 67,612.54
53	Aspen - EIR/EIS Progress Payment	Jan. 21, 2016	1116.002-25 & 27	LRDSR	\$ 3,751.40
54	BV Construction - Progress Payment #11	Feb. 3, 2016	11	Spec. 1205	\$ 67,200.17
55	BV Construction - Retention Payment	Feb. 23, 2016	Retention	Spec. 1205	\$ 62,731.78
55	Kennedy/Jenks - Progress Payment	Feb. 23, 2016	99318	PRGRRP	\$ 58,537.45
56	Aspen - EIR/EIS Progress Payment	Mar. 28, 2016	1116.003-01	LRDSR	\$ 33,898.64
56	Kennedy/Jenks - Progress Payment	Mar. 28, 2016	99918	PRGRRP	\$ 57,193.72
57	Kennedy/Jenks - Progress Payment	Apr. 19, 2016	100572	PRGRRP	\$ 7,364.72
58	Aspen - EIR/EIS Progress Payment	May 23, 2016	1116.003-02	LRDSR	\$ 5,535.88
58	Kennedy/Jenks - Progress Payment	May 23, 2016	101354	PRGRRP	\$ 26,258.21
59	Aspen - EIR/EIS Progress Payment	Jun 20, 2016	1116.003-03	LRDSR	\$ 37,001.22
59	Kennedy/Jenks - Progress Payment	Jun 20, 2016	102083	PRGRRP	\$ 5,389.60
60	Aspen - EIR/EIS Progress Payment	Jul 21, 2016	1116.003-05 & 05	LRDSR	\$ 43,122.23
60	Kennedy/Jenks - Progress Payment	Jul 21, 2016	103204	PRGRRP	\$ 21,078.38
61	City of Palmdale - Recharge Project	Jul 27, 2016	PWD-2016	UAR	\$ 35,834.85
62	Aspen - EIR/EIS Progress Payment	Sept 6, 2016	1116.003-06	LRDSR	\$ 3,097.87
62	Kennedy/Jenks - Progress Payment	Sept 6, 2016	104354	PRGRRP	\$ 32,202.76
63	Kennedy/Jenks - Progress Payment	Sept 19, 2016	104792	PRGRRP	\$ 25,142.44
64	Aspen - EIR/EIS Progress Payment	Oct. 31, 2016	1116.003-07	LRDSR	\$ 4,298.50
64	Kennedy/Jenks - Progress Payment	Oct. 31, 2016	105451	PRGRRP	\$ 6,899.35

**PALMDALE WATER DISTRICT
RESOLUTION NO. 16-17**

**A RESOLUTION OF THE BOARD OF DIRECTORS OF THE
PALMDALE WATER DISTRICT ADOPTING A REDUCED WATER RATE
ADJUSTMENT OF 4.25% FOR EACH CALENDAR YEAR 2017, 2018, AND 2019,
AMENDING APPENDIX C TO THE RULES AND REGULATIONS OF THE
PALMDALE WATER DISTRICT, AND ESTABLISHING PRUDENT PARAMETERS
TO CONSIDER FURTHER WATER RATE ADJUSTMENT REDUCTIONS**

WHEREAS, the Palmdale Water District (the “District”) is authorized to collect charges and set rates for water service pursuant to the Irrigation District Law, codified at Division 11 of the Water Code, specifically at Sections 22280 through 22284; and

WHEREAS, the Board of Directors of the Palmdale Water District has developed and adopted several water supply and infrastructure plans outlining long range water supply projects to meet the water supply needs of the community’s growing population and the future growth of Palmdale, and long range financial planning to finance these projects is required; and

WHEREAS, the Board of Directors of Palmdale Water District unanimously adopted an updated Strategic Plan in 2016 with Initiative 4 – Financial Health and Stability that includes a goal of sustainable and balanced water rate structure and adjustments; and

WHEREAS, District staff has, and will continue to, search for cost saving measures including the active pursuit of grant funding; and

WHEREAS, the Board of Directors of the Palmdale Water District previously approved a 5-Year Water Rate Plan on September 17, 2014 authorizing annual water rate adjustments up to 5.5% through calendar year 2019; and

WHEREAS, the Board of Directors of the Palmdale Water District approved a reduced water rate adjustment of 2.5% in 2015 and a reduced water rate adjustment of 4.0% in 2016; and

WHEREAS, the Board of Directors of the Palmdale Water District now desires to meet the Strategic goal of sustainable and balanced water rates by providing customers predictable and stable water rate adjustments for each calendar year 2017, 2018, and 2019 to ensure adequate funds to meet current and future water demands; to continue to maintain the Rate Assistance Program, the Internship Program, the Cash for Grass Program and other Rebate Programs; to continue to provide high quality water through innovative treatment technologies; and to construct long range water supply projects, including the Palmdale Regional Groundwater Recharge and Recovery Project and the necessary removal of sediment from Littlerock Reservoir; and

WHEREAS, District staff has completed extensive financial modeling for the next several years that shows water rate adjustments of 4.25% for the years 2017, 2018, and 2019 will accomplish those goals at a reduced amount from the approved 5.5% water rate adjustments; and

WHEREAS, District staff has reviewed the District's water rate adjustment history beginning in 1969 that shows water rate adjustments of 4.25% for the years 2017, 2018, and 2019 will be less than the average annual water rate adjustment of 5.94% between 1969 and 2016; and

WHEREAS, the benefits of the Palmdale Regional Groundwater Recharge and Recovery Project include meeting the water supply needs of the community's growing population and the water supplies required for growth within the City of Palmdale; utilizing local recycled water; diversifying the District's water supply portfolio; maximizing the State Water Project supply and additional State Water Project supplies acquired through water transfer options; preparing to meet water supply needs during a natural disaster; reducing the impact to the District and to its customers from groundwater adjudication and droughts; and being the most cost effective long-term water supply strategy, which can potentially reduce future water rate adjustments; and

WHEREAS, the benefits of the Littlerock Reservoir Sediment Removal Project include maximizing the water supply from Littlerock Reservoir; maintaining this critical and cost effective water resource; diversifying the District's water supply portfolio; and preserving a recreational opportunity for the residents of Palmdale and the Antelope Valley; and

WHEREAS, a better financial position in the years 2018 and 2019 than anticipated in the financial modeling is possible due to reductions in expenses, the receipt of additional grant funding, or other circumstances that may allow further reduction in water rate adjustments; and

WHEREAS, the Board of Directors desires to create clear parameters to monitor and assess the District's financial position for District staff to evaluate and report on; and

WHEREAS, these parameters will be assessed and reported on annually, along with proposed projects and expenditures, to the Board of Directors during annual budget discussions for each calendar year 2018 and 2019; and

WHEREAS, if circumstances allow and a water rate adjustment less than 4.25% is sufficient to meet all District operations, expenses, projects, and current and future water demands, said reduction will be presented to the Board of Directors for consideration; and

WHEREAS, the adoption of this resolution is exempt from the requirements of the California Environmental Quality Act ("CEQA") pursuant to Public Resources Code Section 21080(b)(8) and Section 15273 of the State CEQA Guidelines codified at 14 CCR §15273 because the resolution pertains to the adoption of charges necessary to maintain services within the District's existing service area.

NOW, THEREFORE, BE IT RESOLVED THAT, the Board of Directors does hereby:

- 1) Approve a reduced water rate adjustment of 4.25% for each calendar year 2017, 2018, and 2019, the remaining three years of the previously approved 2014 Water Rate Plan, effective January 1, 2017.
- 2) Revise Appendix "C" of the Palmdale Water District's Rules and Regulations to reflect this reduction.

3) Direct District staff to continue researching cost saving measures, including grants, to lessen future rate increases beyond the 2014 Water Rate Plan.

4) Direct District staff to assess and report on the following parameters using actuals through August 31st and projecting through December 31st of the year as part of the annual budget process for 2018 and 2019. A “Yes” answer from the District staff analysis for any three (3) parameters will allow for the consideration of a reduced water rate adjustment provided the reduced water rate adjustment continues to satisfy the same “Yes” parameters:

a. Do the District’s reserves meet the following end of year target reserve levels while providing a minimum of \$2.5M annually for projects?

2017 - \$10.9M

2018 - \$11.5M

2019 - \$11.8M

b. Can projects be funded at a level that is equal to the year’s depreciation while maintaining a minimum reserve level of \$10.5M?

c. Does the Rate Stabilization Fund match or exceed the planned amounts of \$1,080,000 in 2017, \$1,080,000 in 2018, and \$1,480,000 in 2019?

d. Is the projected Debt Coverage Ratio adequate to meet current bond covenants?

e. Has the District’s bond rating been re-evaluated to AA or higher by either Standard & Poor’s or Fitch rating agencies which are currently A- and A+ respectively?

PASSED AND ADOPTED this _____ day of _____, _____ by the Board of Directors, the governing body of the Palmdale Water District.

PALMDALE WATER DISTRICT

ROBERT ALVARADO, President

ATTEST:

JOE ESTES, Secretary

APPROVED AS TO FORM:

By: _____
Aleshire & Wynder, General Counsel

PALMDALE WATER DISTRICT
Debt Service Coverage (\$000s)

Fiscal Year Ending September 30	Audited 2012	Audited 2013	Audited 2014	Audited 2015	Aug 2015 - Jul 2016	Sep 2015 - Aug 2016	Oct 2015 - Sep 2016
OPERATING REVENUES	22,597	24,125	23,342	21,248	21,712	21,929	22,245
Rate Stabilization Fund		(480)					
	22,597	23,645	23,342	21,248	21,712	21,929	22,245
OPERATING EXPENSES							
Gross operating expenses	22,216	20,665	22,405	20,974	20,077	20,204	19,933
Overhead adjustment	(43)	(217)	(509)	(26)			
SWP Fixed operations and maint	(915)	(720)	(363)	(126)	(127)	(131)	(134)
Non-Cash Related OPEB Expense	(1,565)	(1,455)	(1,786)	(1,828)			
Capital portion included above							
TOTAL EXPENSES	19,693	18,273	19,748	18,994	19,950	20,073	19,799
NET OPERATING REVENUES	2,904	5,372	3,594	2,254	1,762	1,856	2,446
NON-OPERATING REVENUE							
Ad valorem property taxes	1,704	2,573	2,132	2,146	2,215	2,218	2,221
Interest income	25	44	45	43	74	79	88
Capital improvement fees	1,258	245	14	367	463	248	248
Other income	843	421	306	768	364	420	433
TOTAL NON-OPERATING INCOME	3,830	3,284	2,497	3,324	3,116	2,966	2,990
NET REV AVAILABLE FOR DEBT SERVICE	6,734	8,655	6,091	5,578	4,878	4,822	5,436
NET DEBT SERVICE							
1998 Certificates of Participation	1,507						
2004A Certificates of Participation	2,127	1,373	1,373				
2012 Issue - Bank of Nevada				1,372	1,373	1,373	1,373
2013A Water Revenue Bond		2,247	2,344	2,350	2,339	2,339	2,339
2012 Capital Lease		190	190	190	218	218	218
TOTAL DEBT SERVICE	3,634	3,810	3,908	3,912	3,930	3,930	3,930
DEBT SERVICE COVERAGE	1.85	2.27	1.56	1.43	1.24	1.23	1.38
NET REV AVAILABLE AFTER D/S	3,100	4,846	2,183	1,665	948	893	1,506