



PALMDALE WATER DISTRICT

A CENTURY OF SERVICE

August 11, 2021

BOARD OF DIRECTORS

AMBERROSE MERINO

Division 1

DON WILSON

Division 2

GLORIA DIZMANG

Division 3

KATHY MAC LAREN-GOMEZ

Division 4

VINCENT DINO

Division 5

DENNIS D. LaMOREAUX

General Manager

ALESHIRE & WYNDER LLP

Attorneys



AGENDA FOR A MEETING OF THE FINANCE COMMITTEE OF THE PALMDALE WATER DISTRICT TO BE HELD AT 2029 EAST AVENUE Q, PALMDALE OR VIA TELECONFERENCE Committee Members: Don Wilson-Chair, Gloria Dizmang

FOR THE PUBLIC: VIA TELECONFERENCE ONLY
DIAL-IN NUMBER: 571-748-4021 ATTENDEE PIN: 501-097-093#
Submit Public Comments at: <https://www.gomeet.com/501-097-093>

**TUESDAY, AUGUST 17, 2021
1:00 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 for non-agenda items.
- 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.)

- 4.1) Consideration and possible action on approval of minutes of meeting held July 29, 2021.
- 4.2) Discussion and overview of Cash Flow Statement and Current Cash Balances as of July 2021. (Financial Advisor Egan)
- 4.3) Discussion and overview of Financial Statements, Revenue, and Expense and Departmental Budget Reports for July 2021. (Finance Manager Williams)
- 4.4) Discussion and overview of committed contracts issued. (Finance Manager Williams)
- 4.5) Consideration and possible action on a recommendation to approve 2021 Taxable Refunding Outstanding 2013A Water Revenue Term Bonds maturing 2025 through 2028. (\$10.9 million – \$690,000.00 Potential Savings–Non-Budgeted – Finance Manager Williams/Mark Northcross, NHA Advisors)
- 5) Reports.
 - 5.1) Finance Manager Williams:
 - a) The effect of COVID-19 event.
 - b) Revenue projections.
 - 5.2) Financial Advisor Egan:
 - a) Debt Service Coverage status.
- 6) Board members' requests for future agenda items.
- 7) Date of next Committee meeting.
- 8) Adjournment.



DENNIS D. LaMOREAUX,
General Manager

DDL/dd

**PALMDALE
WATER DISTRICT
BOARD MEMORANDUM**

DATE:	August 10, 2021	August 27, 2021
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 JULY 2021. (FINANCIAL ADVISOR EGAN)</i>	

Attached are the Cash Notes, the Investment Funds Report, and the Cash Flow Report as of July 2021. The reports will be reviewed in detail at the Finance Committee meeting.

Enclosure

		<u>2021</u>	
		<u>June to July 2021 Major account Activity</u>	
		<u>acct 11469</u>	
		Balance	7/31/2021 7,352,221.16
		Balance	6/30/2021 7,553,786.25
		Decrease	(201,565.09)
		<u>One month activity</u>	
		Transfer in from 11475	70,400.00
		Transfer in from 11432	88,000.00
		Transfer to Citizens checking	(475,000.00)
		Taxes received	114,557.55
		Interest/Mkt value received	477.36
		Decrease	(201,565.09)
		<u>Acct 11475</u>	
		Balance	7/31/2021 897,397.32
		Balance	6/30/2021 1,667,963.60
		Decrease	(770,566.28)
		<u>One month activity</u>	
		Interest/Mkt value received	(166.28)
		Transfer to 11469	(70,400.00)
		Transfer to Citizens bank	(700,000.00)
		Capital improvements received	0.00
		Decrease	(770,566.28)
		<u>Acct 11432</u>	
		Balance	7/31/2021 2,923,467.35
		Balance	6/30/2021 3,011,468.71
		Decrease	(88,001.36)
		<u>One month activity</u>	
		Transfer to 11469.	(88,000.00)
		Interest/Mkt value received	(1.36)
		Decrease	(88,001.36)
		<u>Acct 24016.</u>	
		Balance	7/31/2021 475,177.09
		Balance	6/30/2021 475,172.40
		Increase	4.69
		<u>One month activity</u>	
		Interest/Mkt value received	4.69
		Increase	4.69

PALMDALE WATER DISTRICT
INVESTMENT FUNDS REPORT
July 31, 2021

						July 2021	June 2021	
CASH								
1-00-0103-100	Citizens - Checking					(39,579.58)	199,314.69	
1-00-0103-200	Citizens - Refund					-	(177.15)	
1-00-0103-300	Citizens - Merchant					178,501.93	165,807.95	
	Bank Total					138,922.35	364,945.49	
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						144,622.35	370,645.49	
INVESTMENTS								
1-00-0135-000	Local Agency Investment Fund					Acct. Total	12,685.54	12,675.19
1-00-0120-000	UBS Money Market Account General (SS 11469)							
	UBS USA Core Savings					195,391.66	195,796.03	
	UBS RMA Government Portfolio					228,843.26	-	
	Accrued interest					27,771.97	25,056.91	
						452,006.89	220,852.94	
US Government Securities								
	CUSIP #	Issuer	Maturity Date	Rate	PAR	Market Value	Market Value	
	912828T67	US Treasury Note	10/31/2021	1.250	500,000	501,465.00	501,980.00	
	912796A90	US Treasury Bill	12/30/2021		2,000,000	1,999,560.00	1,999,440.00	
	9128286H8	US Treasury Note	03/15/2022	2.375	2,000,000	2,028,600.00	2,032,340.00	
	912828176	US Treasury Note	03/31/2022	1.750	1,000,000	1,011,130.00	1,012,420.00	
					5,500,000	5,540,755.00	5,546,180.00	
Certificates of Deposit								
		Issuer	Maturity Date	Rate	Face Value			
	1	First General bank	07/19/2021	2.750		-	200,286.00	
	2	TIAA FSB Florida	07/29/2021	2.000		-	225,353.25	
	3	Capital One Bank	08/17/2021	1.600	50,000	50,035.00	50,093.50	
	4	Bank Hapoalim	08/23/2021	3.000	100,000	100,197.00	100,442.00	
	5	State Bank of Indi	08/30/2021	0.100	240,000	240,012.00	240,021.60	
	6	Ultima Bank	09/28/2021	2.950	100,000	100,476.00	100,709.00	
	7	UBS Bank	09/30/2021	1.700	250,000	250,595.00	250,875.00	
	8	First Seacoast Bank	11/15/2021	0.500	250,000	249,985.00	249,982.50	
	9	Citibank NA	12/21/2021	3.250	87,000	88,107.51	88,345.02	
	10	CIT US	01/21/2022	2.500	176,000	178,069.76	178,453.44	
	11	Sallie Mae Bank	05/16/2022	2.550	100,000	101,982.00	102,192.00	
					1,353,000	1,359,459.27	1,786,753.31	
					Acct. Total	7,352,221.16	7,553,786.25	
1-00-1110-000	UBS Money Market Account Capital (SS 11475)							
	UBS Bank USA Dep acct					(31.68)	770,234.22	
	UBS RMA Government Portfolio					2,922.94	2,050.00	
					2,891.26	772,284.22		
Certificates of Deposit								
		Issuer	Maturity Date	Rate	Face Value			
	1	Business Bank MO	01/20/2022	2.000	154,000	155,406.02	155,666.28	
	2	Franklin Synergy bank	01/31/2022	2.000	247,000	249,383.55	249,820.74	
	3	Synchrony Bank	04/24/2022	2.300	247,000	249,783.69	250,230.76	
	4	First Financial	03/07/2022	0.030	240,000	239,932.80	239,961.60	
					888,000	894,506.06	895,679.38	
					Acct. Total	897,397.32	1,667,963.60	
1-00-0125-000	UBS Access Account General (SS 11432)							
	UBS Bank USA Dep acct					231.69	87,688.36	
	UBS RMA Government Portfolio					-	-	
	Accrued interest					10,045.85	7,837.83	
					10,277.54	95,526.19		
US Government Securities								
	CUSIP #	Issuer	Maturity Date	Rate	PAR	Market Value	Market Value	
	9128284W7	US Treasury Note	08/15/2021	2.750	620,000	620,601.40	622,083.20	
	912796A90	US Treasury Bill	12/30/2021		1,200,000	1,199,736.00	1,199,664.00	
					1,820,000	1,820,337.40	1,821,747.20	
Certificates of Deposit								
		Issuer	Maturity Date	Rate	Face Value			
	1	Safra National	09/09/2021	0.150	62,000	62,007.44	62,012.40	
	2	First Nat'l Bk TX	09/09/2021	0.100	178,000	178,010.68	178,017.80	
	3	Citibank NA	10/26/2021	3.150	163,000	164,237.17	164,656.08	
	4	Luther Burbank	12/10/2021	0.030	224,000	223,973.12	223,979.84	
	5	Morgan Stanley	12/20/2021	1.750	240,000	241,605.60	241,960.80	
	6	Wells Fargo	01/18/2022	3.000	220,000	223,018.40	223,568.40	
					1,087,000	1,092,852.41	1,094,195.32	
					Acct. Total	2,923,467.35	3,011,468.71	
Total Managed Accounts						11,185,771.37	12,245,893.75	
1-00-1121-000	UBS Rate Stabilization Fund (SS 24016) - District Restricted							
	UBS Bank USA Dep acct					10,178.73	10,178.73	
	UBS RMA Government Portfolio					-	-	
	Accrued interest					4,315.15	3,335.79	
					14,493.88	13,514.52		
Certificates of Deposit								
		Issuer	Maturity Date	Rate	Face Value			
	1	Goldman Sachs Bank	08/19/2021	2.550	77,000	77,105.49	77,263.34	
	2	Discover Bank	09/06/2021	3.000	230,000	230,736.00	231,299.50	
	3	Goldman Sachs Bank	11/09/2021	3.000	100,000	100,836.00	101,081.00	
	4	Bank of India	01/12/2022	0.100	52,000	52,005.72	52,014.04	
					459,000	460,683.21	461,657.88	
					Acct. Total	475,177.09	475,172.40	
TOTAL CASH AND INVESTMENTS						11,805,570.81	13,091,711.64	
Increase (Decrease) in Funds						(1,286,140.83)		
1-00-1135-000	2018A Bonds - Project Funds (BNY Mellon)							
	Construction Funds					2,149,249.20	2,185,197.30	
	Issuance Funds					12,517.66	12,517.37	
					2,161,766.86	2,197,714.67		
1-00-1137-000	2021A Bonds - Project Funds (BNY Mellon)							
	Construction Funds					10,000,000.00	-	
	Issuance Funds					7,732.69	-	
					10,007,732.69	-		

PALMDALE WATER DISTRICT														Budget 2021 Carryover Information
2021 Cash Flow Report (Based on Nov. 23, 2020 Approved Budget)														
	January	February	March	April	May	June	July	August	September	October	November	December	YTD	
Total Cash Beginning Balance (BUDGET)	11,749,481	10,956,032	11,073,711	9,199,205	10,989,695	11,414,389	10,746,726	10,169,877	10,356,760	7,864,417	7,941,244	8,067,984		
Total Cash Beginning Balance	11,749,481	10,705,394	10,483,186	8,183,565	10,204,829	12,061,674	13,091,712	11,805,571	11,789,455	9,758,247	9,695,074	9,555,814		
Budgeted Water Receipts	2,122,390	2,057,833	1,962,426	2,180,092	2,300,637	2,484,596	2,774,247	2,846,803	3,014,766	2,815,381	2,432,608	2,417,183	29,408,961	
Water Receipts	2,073,914	2,052,885	2,192,803	2,101,463	2,248,524	2,567,980	2,736,878	2,846,803	3,014,766	2,815,381	2,432,608	2,417,183	29,501,186	
DWR Refund (Operational Related)				1,773		23,103							24,876	
Other													-	
Total Operating Revenue (BUDGET)													-	
Total Operating Revenue (ACTUAL)	2,073,914	2,052,885	2,192,803	2,103,236	2,248,524	2,591,083	2,736,878	2,846,803	3,014,766	2,815,381	2,432,608	2,417,183	29,526,062	
Total Operating Expenses excl GAC (BUDGET)	(2,119,444)	(1,828,796)	(1,794,590)	(1,931,431)	(2,144,777)	(2,198,269)	(2,274,154)	(2,418,458)	(2,372,430)	(2,286,594)	(2,117,409)	(1,847,964)	(25,334,316)	
GAC (BUDGET)			(151,000)		(151,000)	(151,000)	(151,000)			(151,000)		(151,000)	(906,000)	
Operating Expenses excl GAC (ACTUAL)	(2,096,914)	(2,221,923)	(2,281,727)	(1,607,632)	(1,705,168.27)	(2,445,144)	(2,439,178)	(2,290,239)	(2,279,211)	(2,062,375)	(2,063,690)	(1,794,245)	(25,287,446)	
Littlerock Dam - Sediment Removal			(326,118)	(177,477)	(26,505)									
GAC		(107,803)				(72,412)		(151,000)		(151,000)	(151,000)	(151,000)	(784,215)	
Prepaid Insurance (paid)/refunded								(74,500)	(39,500)	(170,500)			(284,500)	
Total Operating Expense (ACTUAL)	(2,096,914)	(2,329,726)	(2,607,845)	(1,785,109)	(1,731,673)	(2,517,556)	(2,439,178)	(2,515,739)	(2,318,711)	(2,383,875)	(2,214,690)	(1,945,245)	(26,356,161)	
Non-Operating Revenue:														
Assessments, net (BUDGET)	686,050	264,605	18,650	2,167,790	745,795	13,325	86,225	134,500	-	-	137,500	2,620,560	6,875,000	
Actual/Projected Assessments, net	674,492	313,497	25,913	2,045,361	779,479	18,309	114,558	134,500	-	-	137,500	2,620,560	6,864,169	
Asset Sale/Unencumbered Money (Taxes)			5,128										5,128	
RDA Pass-through (Successor Agency)	331,676					509,207							840,883	
Interest	10,174	9,268	10,766	7,133	6,500	10,333	13,115	14,583	14,584	14,584	14,584	14,584	140,208	
Market Adjustment	(9,827)	(8,701)	(9,414)	(6,675)	(6,179)	(12,229)	(12,692)						(65,718)	
Grant Re-imbursement									50,000		50,000		100,000	
Capital Improvement Fees - Infrastructure		18,012	14,316	8,498	250,625	473,831							765,283	
Capital Improvement Fees - Water Supply			7,852		545,664	349,734							903,250	
DWR Refund (Capital Related)			30,082	183,245	23,985								237,312	
Other	-	28,340	2,533	-	24,517	-	983	4,000	4,000	4,000	4,000	5,000	77,374	
Total Non-Operating Revenues (BUDGET)													-	
Total Non-Operating Revenues (ACTUAL)	1,006,514	360,416	87,175	2,237,563	1,624,591	1,349,184	115,965	153,083	68,584	18,584	206,084	2,640,144	9,867,888	
Non-Operating Expenses:														
Budgeted Capital Expenditures	(199,044)	(199,044)	(199,044)	(199,044)	(199,044)	(199,044)	(199,044)	(199,044)	(199,044)	(199,044)	(199,044)	(199,044)	(2,388,533)	
Budgeted Capital Expenditures (Committed During Year)													-	
Actual/Projected Capital Expenditures	(359,933)	(57,836)	(80,020)	(286,481)	(36,687)	(55,286)	(87,671)	(251,044)	(250,408)	(264,044)	(314,044)	(345,077)	(2,388,533)	
WRB Capital Expenditures (COP - Amargosa Recharge Proj)	(720,579)												(720,579)	
Const. of Monitoring Wells/Test Basin (Water Supply)													-	
Grade Control Structure (Water Supply)													-	
SWP Capitalized	(829,455)	(232,720)	(232,720)	(232,719)	(232,718)	(232,718)	(829,449)	(232,718)	(232,718)	(232,718)	(232,718)	(232,718)	(3,986,089)	
Investment in PRWA (Suspended Contribution for 2021)													-	
Butte County Water Transfer							(766,050)					(782,084)	(1,548,134)	
Bond Payments - Interest			(1,018,267)						(1,083,369)				(2,101,635)	
Principal			(625,652)						(1,212,851)				(1,838,503)	
Capital leases - Holman Capital (2017 Lease)	(89,477)					(89,477)							(178,953)	
Capital leases - Enterprise FM Trust (Vehicles)	(23,803)	(11,017)	(10,831)	(10,905)	(10,905)	(10,905)	(12,350)	(11,833)	(11,833)	(11,833)	(11,833)	(11,833)	(149,883)	
Capital leases - Wells Fargo (Printers)	(4,354)	(4,210)	(4,265)	(4,321)	(4,286)	(4,286)	(4,286)	(4,667)	(4,667)	(4,667)	(4,667)	(4,667)	(53,342)	
Total Non-Operating Expenses (ACTUAL)	(2,027,601)	(305,783)	(1,971,754)	(534,426)	(284,597)	(392,673)	(1,699,806)	(500,262)	(2,795,846)	(513,262)	(563,262)	(1,376,379)	(12,965,653)	
Total Cash Ending Balance (BUDGET)	10,956,032	11,073,711	9,199,205	10,989,695	11,414,389	10,746,726	10,169,877	10,356,760	7,864,417	7,941,244	8,067,984	9,990,449		
Total Cash Ending Balance (ACTUAL)	10,705,394	10,483,186	8,183,565	10,204,829	12,061,674	13,091,712	11,805,571	11,789,455	9,758,247	9,695,074	9,555,814	11,291,517		
											Budget	9,990,449	Carryover	
											Difference	1,301,068	Adj. Difference	1,301,068
2019 Cash Ending Balance (ACTUAL)	12,059,367	12,115,860	10,269,966	11,324,072	10,909,681	10,781,332	9,476,817	10,391,159	8,066,551	8,518,101	10,068,908	11,749,481		

Indicates actual expenditures/revenues:
Indicates anticipated expenditures/revenues:

PALMDALE WATER DISTRICT BOARD MEMORANDUM

DATE: August 10, 2021 **August 17, 2021**
TO: Finance Committee **Committee Meeting**
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 JULY 2021. (FINANCE MANAGER WILLIAMS)***

Discussion:

Presented here are the Balance Sheet and Profit/Loss Statement for the period ending July 31, 2021. Also included are year-to-date Revenue and Expense Analysis. Finally, I have provided individual Departmental Budget Reports through the month of July 2021.

This is the 7th month of the District's Budget Year 2021. The target percentage is 58.3%. Revenues ideally are at or above, and expenditures ideally are below.

Balance Sheet:

- Pages 1 and 2 is our balance sheet trending for the 7-month period and a graphic presentation of Assets, Liabilities, and Net Position at July 31, 2021.
- The significant change is the increase in property tax receivable and restricted cash. The increases are related to the recognition of property tax and assessments due the District from the County and the receipt of bond proceeds for the 2021A bond series.

Profit/Loss Statement:

- Page 3 is our profit/loss statement trending for the 7-month period.
- Operating revenue is at 56.7% of budget.
- Cash operating expense is at 54% of budget.
- All departmental budgets are at or below the target percentage.
- Revenues have exceeded expenses for the month by \$558K, and year-to-date revenues have exceeded expenditures by \$2.4M.
- Under the category of Non-Operating Revenues, note that CIF Infrastructure and Water Supply is at \$1.6M combined YTD. The budget number of \$600K is surpassed by 278%.
- Pages 4 through 6 is showing the P&L in various graphic forms using major report category totals.
- Page 7 is showing the operating expense distributed between personnel and operation costs. Labor costs are at 53% of total expenses with salaries making up 36% of that.

Revenue Analysis Year-To-Date:

- Page 8 is our comparison of revenue, year-to-date.
- Operating revenue through July 2021 is up \$2.2M, or 15.5%.
- Retail water revenue from all areas is up by \$2.07M from last year. That's shown by the combined green highlighted area.
- Retail water sales, excluding meter fees, is up \$1.3M.
- Total revenue is up \$3.8M, or 20%.
- Operating revenue is at 56.7% of budget, last year was at 52.3% of budget.

Expense Analysis Year-To-Date:

- Page 9 is our comparison of expense, year-to-date.
- Cash Operating Expenses through July 2021 are up \$1.5M, or 10.6%, compared to 2020, Total Expenses are up \$1.4M, or 7%.

Departments:

- Pages 11 through 21 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.

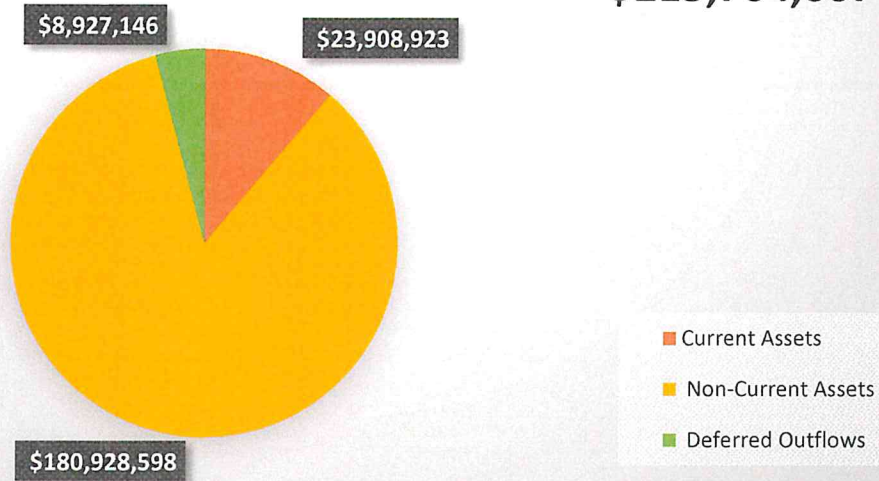
Capitalized Construction: The value of our labor force used to construct our asset infrastructure.

**Palmdale Water District
Balance Sheet Report**

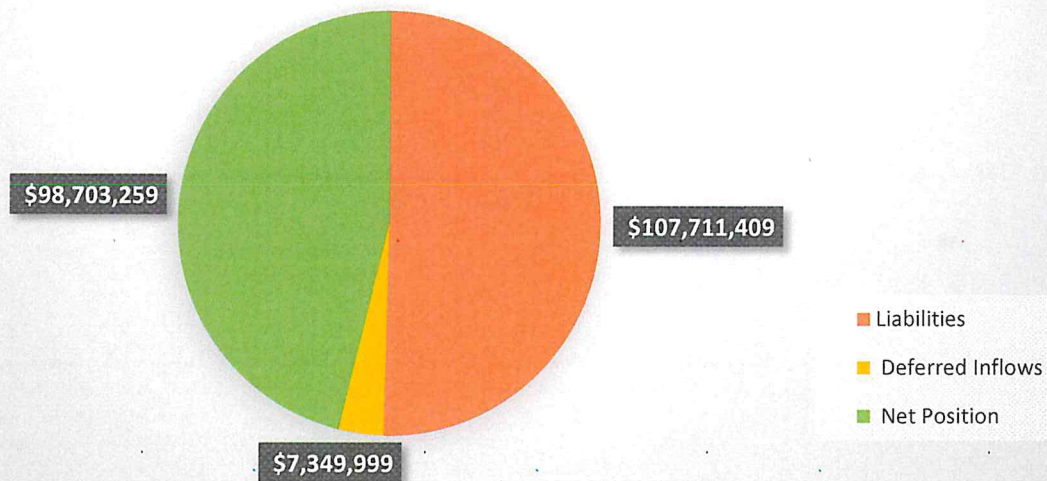
	January 2021	February 2021	March 2021	April 2021	May 2021	June 2021	July 2021	August 2021	September 2021	October 2021	November 2021	December 2021
ASSETS												
Current Assets:												
Cash and cash equivalents	\$ 1,166,119	\$ 611,892	\$ 441,840	\$ 408,843	\$ 689,653	\$ 370,645	\$ 113,973					
Investments	9,539,275	9,871,294	7,741,725	9,795,986	11,372,020	12,721,066	11,660,948					
Accrued interest receivable	-	-	-	-	-	-	-					
Accounts receivable - water sales and services, net	2,417,921	2,393,121	2,319,933	2,454,924	2,829,261	3,023,399	3,255,387					
Accounts receivable - property taxes and assessments	3,666,062	3,352,565	3,326,652	1,281,291	501,812	483,503	6,968,945					
Accounts receivable - other	84,957	83,463	83,463	72,482	72,482	69,431	69,431					
Materials and supplies inventory	1,324,379	1,323,295	1,309,878	1,302,052	1,354,420	1,391,967	1,347,257					
Prepaid items and other deposits	497,063	472,177	447,289	422,400	364,267	339,381	492,981					
Total Current Assets	\$ 18,695,776	\$ 18,107,808	\$ 15,670,780	\$ 15,737,979	\$ 17,183,915	\$ 18,399,392	\$ 23,908,923					
Non-Current Assets:												
Restricted - cash and cash equivalents	\$ 2,243,011	\$ 2,227,709	\$ 2,219,718	\$ 2,219,774	\$ 2,207,428	\$ 2,207,485	\$ 12,179,270					
Investment in Palmdale Recycled Water Authority	1,958,222	1,958,222	1,958,222	1,958,222	1,958,222	1,958,222	2,201,548					
Capital assets - not being depreciated	25,978,998	26,101,866	26,284,807	26,480,564	26,575,365	25,517,267	25,732,963					
Capital assets - being depreciated, net	141,222,926	140,743,973	140,289,793	139,812,737	139,341,686	140,055,351	140,814,818					
Total Non-Current Assets	\$ 171,403,157	\$ 171,031,770	\$ 170,752,539	\$ 170,471,298	\$ 170,082,702	\$ 169,738,325	\$ 180,928,598					
TOTAL ASSETS	\$ 190,098,934	\$ 189,139,579	\$ 186,423,319	\$ 186,209,276	\$ 187,266,616	\$ 188,137,717	\$ 204,837,521					
DEFERRED OUTFLOWS OF RESOURCES:												
Deferred loss on debt defeasance, net	\$ 3,634,579	\$ 3,621,522	\$ 3,608,464	\$ 3,595,406	\$ 3,582,348	\$ 3,569,291	\$ 3,520,343					
Deferred outflows of resources related to pensions	5,406,803	5,406,803	5,406,803	5,406,803	5,406,803	5,406,803	5,406,803					
Total Deferred Outflows of Resources	\$ 9,041,382	\$ 9,028,325	\$ 9,015,267	\$ 9,002,209	\$ 8,989,151	\$ 8,976,094	\$ 8,927,146					
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	\$ 199,140,316	\$ 198,167,903	\$ 195,438,585	\$ 195,211,485	\$ 196,255,768	\$ 197,113,811	\$ 213,764,667					
LIABILITIES AND NET POSITION												
Current Liabilities:												
Accounts payable and accrued expenses	\$ 1,233,999	\$ 965,572	\$ 472,147	\$ 140,405	\$ (79,926)	\$ (24)	\$ 303,281					
Customer deposits for water service	2,992,666	2,992,893	2,991,271	2,978,272	3,020,568	3,032,272	3,007,322					
Construction and developer deposits	1,607,184	1,607,498	1,610,498	1,610,498	1,630,498	1,626,591	1,626,347					
Accrued interest payable	718,954	908,721	40,110	180,562	361,123	541,685	722,246					
Long-term liabilities - due in one year:												
Compensated absences	463,802	486,599	516,896	516,896	516,896	516,896	516,896					
Rate Stabilization Fund	460,000	460,000	460,000	460,000	460,000	460,000	460,000					
Capital lease payable	(89,477)	(89,477)	(89,477)	(89,477)	(89,477)	(89,477)	(3,630)					
Loan payable	1,261,002	1,261,002	635,350	635,350	635,350	635,350	635,350					
Revenue bonds payable	14,932,501	14,932,501	14,932,501	14,932,501	14,932,501	14,932,501	777,501					
Total Current Liabilities	\$ 23,580,632	\$ 23,525,309	\$ 21,569,296	\$ 21,365,007	\$ 21,387,533	\$ 21,655,794	\$ 8,045,313					
Non-Current Liabilities:												
Long-term liabilities - due in more than one year:												
Compensated absences	\$ 154,601	\$ 162,200	\$ 172,299	\$ 172,299	\$ 172,299	\$ 172,299	\$ 172,299					
Capital lease payable	261,137	261,137	261,137	261,137	261,137	261,137	88,250					
Loan payable	5,982,868	5,971,270	5,959,672	5,948,074	5,936,476	5,924,878	6,790,590					
Revenue bonds payable	40,335,604	40,335,604	40,335,604	40,335,604	40,335,604	40,335,604	63,880,604					
Net other post employment benefits payable	16,576,836	16,674,224	16,770,928	16,868,089	16,965,355	17,062,516	17,160,582					
Aggregate net pension liability	11,573,771	11,573,771	11,573,771	11,573,771	11,573,771	11,573,771	11,573,771					
Total Non-Current Liabilities	\$ 74,884,816	\$ 74,978,206	\$ 75,073,411	\$ 75,158,974	\$ 75,244,642	\$ 75,330,205	\$ 99,666,096					
Total Liabilities	\$ 98,465,449	\$ 98,503,515	\$ 96,642,707	\$ 96,523,981	\$ 96,632,176	\$ 96,985,999	\$ 107,711,409					
DEFERRED INFLOWS OF RESOURCES:												
Unearned property taxes and assessments	\$ 2,750,000	\$ 2,200,000	\$ 1,650,000	\$ 1,100,000	\$ 550,000	\$ -	\$ 6,050,000					
Deferred inflows of resources related to pensions	1,299,999	1,299,999	1,299,999	1,299,999	1,299,999	1,299,999	1,299,999					
Total Deferred Inflows of Resources	\$ 4,049,999	\$ 3,499,999	\$ 2,949,999	\$ 2,399,999	\$ 1,849,999	\$ 1,299,999	\$ 7,349,999					
NET POSITION:												
Profit/(Loss) from Operations	\$ 70,947	\$ (389,533)	\$ (708,043)	\$ (299,388)	\$ 1,230,580	\$ 2,284,799	\$ 1,953,169					
Restricted for investment in Palmdale Recycled Water Authority	1,958,222	1,958,346	1,958,720	1,958,778	1,958,778	1,958,778	2,202,104					
Unrestricted	94,595,700	94,595,576	94,595,202	94,628,115	94,584,235	94,584,235	94,547,985					
Total Net Position	\$ 96,624,868	\$ 96,164,389	\$ 95,845,879	\$ 96,287,506	\$ 97,773,593	\$ 98,827,813	\$ 98,703,259					
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION	\$ 199,140,316	\$ 198,167,903	\$ 195,438,585	\$ 195,211,485	\$ 196,255,768	\$ 197,113,811	\$ 213,764,667					

BALANCE SHEET AS OF JULY 31, 2021

ASSETS \$213,764,667



Liabilities & Net Position \$213,764,667

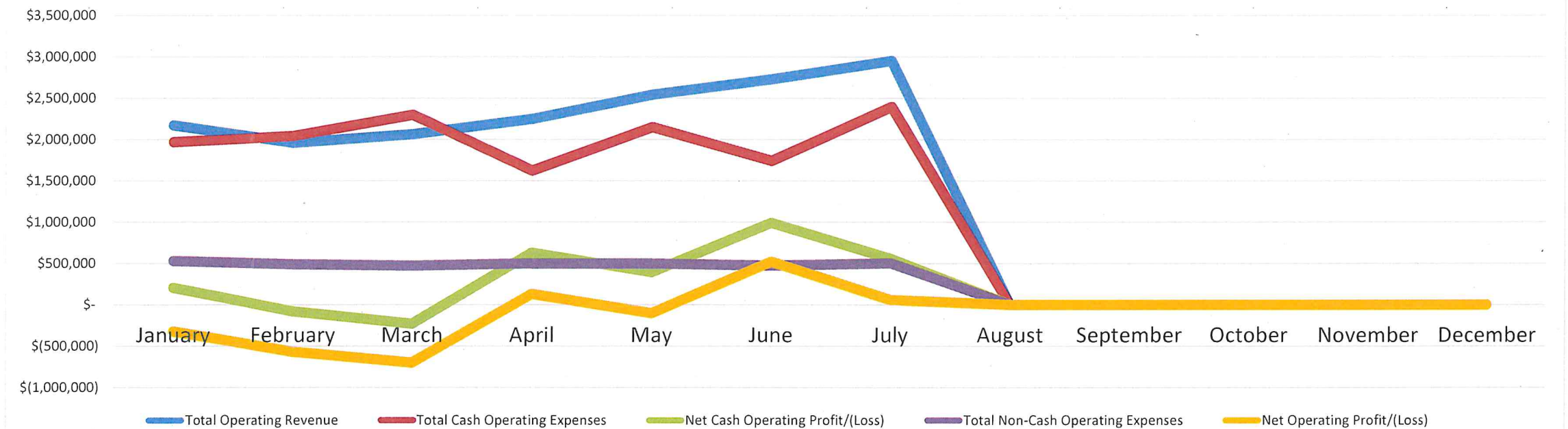


Palmdale Water District
Consolidated Profit and Loss Statement
For the Seven Months Ending 7/31/2021

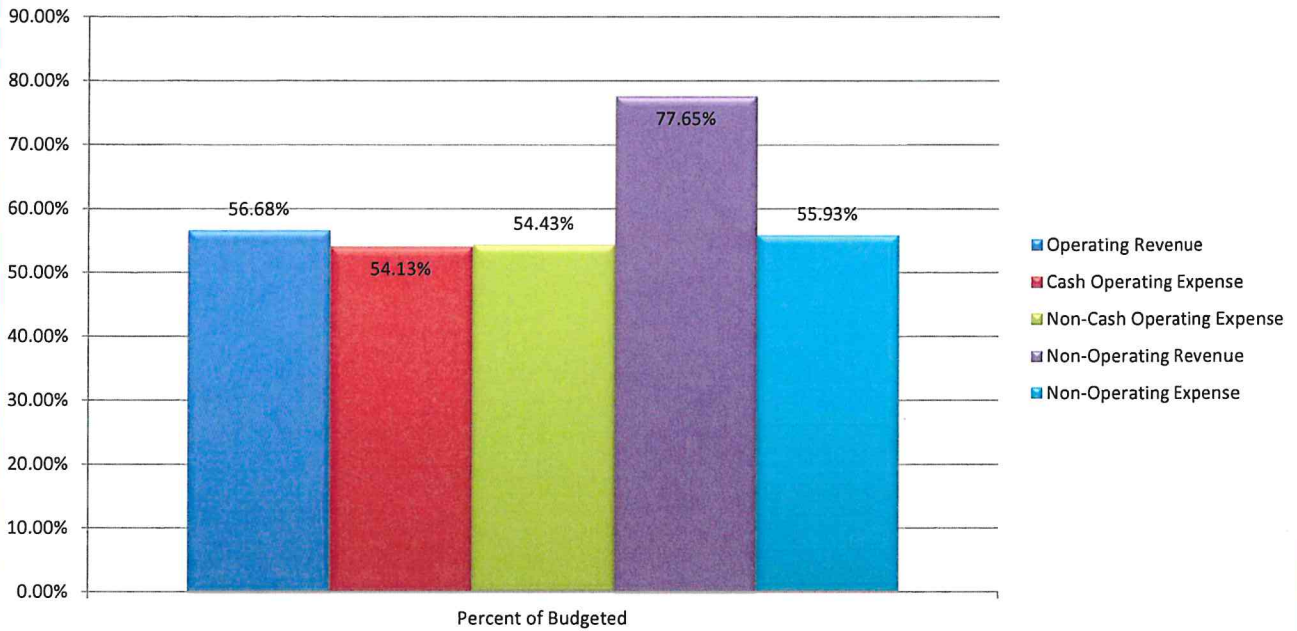
	January	February	March	April	May	June	July	August	September	October	November	December	Year-to-Date	Adjustments	Adjusted Budget	% of Budget
Operating Revenue:																
Wholesale Water	\$ 29,314	\$ 20,187	\$ 10,378	\$ 15,248	\$ 34,075	\$ 60,280	\$ -						\$ 169,482		\$ 400,000	42.37%
Water Sales	759,890	577,935	658,948	785,790	1,016,365	1,245,849	1,509,621						6,554,397		12,114,400	54.10%
Meter Fees	1,261,621	1,264,811	1,267,920	1,266,869	1,269,667	1,253,871	1,252,637						8,837,395		14,865,600	59.45%
Water Quality Fees	43,623	34,830	40,470	49,149	60,500	71,841	81,972						382,385		781,860	48.91%
Elevation Fees	20,960	16,986	20,221	24,459	32,466	39,674	47,163						201,929		366,843	55.05%
Other	57,433	46,099	65,426	107,832	127,751	58,251	60,081						522,873		880,258	59.40%
Total Operating Revenue	\$ 2,172,841	\$ 1,960,846	\$ 2,063,364	\$ 2,249,346	\$ 2,540,824	\$ 2,729,765	\$ 2,951,475	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 16,668,462	\$ -	\$ 29,408,961	56.68%
Cash Operating Expenses:																
Directors	\$ 1,981	\$ 7,185	\$ 13,609	\$ 11,314	\$ 10,491	\$ 12,930	\$ 9,957						\$ 67,467		\$ 147,790	45.65%
Administration-Services	126,365	155,826	216,995	171,821	157,094	171,505	187,377						1,186,983		2,219,350	53.48%
Administration-District	160,443	177,163	260,496	190,007	209,477	233,350	147,936						1,378,873		2,323,316	59.35%
Engineering	88,188	144,647	174,408	117,025	123,479	124,792	173,676						946,216		1,678,000	56.39%
Facilities	528,418	390,647	490,158	460,892	532,149	525,748	704,257						3,632,268		6,164,200	58.93%
Operations	175,105	193,620	330,453	214,751	364,647	226,062	326,557						1,831,195		3,409,900	53.70%
Finance	114,148	126,486	172,542	127,980	121,920	126,654	144,941						934,671		1,720,050	54.34%
Water Use Efficiency	16,594	17,750	24,841	18,124	18,434	17,126	23,320						136,188		390,950	34.84%
Human Resources	26,147	28,873	46,985	35,432	32,305	32,346	35,857						237,945		508,900	46.76%
Information Technology	176,083	162,782	114,085	87,995	105,355	101,817	107,997						856,114		1,739,300	49.22%
Customer Care	79,281	101,631	138,763	97,693	101,495	103,780	112,948						735,591		1,466,700	50.15%
Source of Supply-Purchased Water	305,907	188,140	78,395	77,158	273,606	21,677	417,776						1,362,659		2,400,000	56.78%
Plant Expenditures	60,757	17,367	29,669	10,632	24,137	21,451	-						164,012		565,860	28.98%
Sediment Removal Project	454	328,232	203,982	-	-	20,144	-						552,811		600,000	92.14%
GAC Filter Media Replacement	107,803	-	-	-	72,412	-	-						180,215		906,000	19.89%
Total Cash Operating Expenses	\$ 1,967,674	\$ 2,040,349	\$ 2,295,381	\$ 1,620,823	\$ 2,147,003	\$ 1,739,382	\$ 2,392,598	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 14,203,208	\$ -	\$ 26,240,316	54.13%
Net Cash Operating Profit/(Loss)	\$ 205,168	\$ (79,502)	\$ (232,017)	\$ 628,523	\$ 393,822	\$ 990,383	\$ 558,877	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,465,254	\$ -	\$ 3,168,645	77.80%
Non-Cash Operating Expenses:																
Depreciation	\$ 426,471	\$ 422,812	\$ 420,912	\$ 420,912	\$ 414,905	\$ 439,201	\$ 421,183						\$ 2,966,395		\$ 5,000,000	59.33%
OPEB Accrual Expense	127,710	127,710	127,710	127,710	127,710	127,710	127,710						893,971		1,750,000	51.08%
Bad Debts	1,407	1,052	(627)	5,057	610	434	3,498						11,431		350,000	3.27%
Service Costs Construction	7,647	794	16,880	16,875	15,205	21,443	25,471						104,315		150,000	69.54%
Capitalized Construction	(34,833)	(63,787)	(94,337)	(71,223)	(61,437)	(118,098)	(76,281)						(519,996)		(900,000)	57.78%
Total Non-Cash Operating Expenses	\$ 528,403	\$ 488,580	\$ 470,538	\$ 499,331	\$ 496,993	\$ 470,690	\$ 501,581	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,456,115	\$ -	\$ 6,350,000	54.43%
Net Operating Profit/(Loss)	\$ (323,235)	\$ (568,083)	\$ (702,555)	\$ 129,192	\$ (103,171)	\$ 519,693	\$ 57,297	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (990,861)	\$ -	\$ (3,181,355)	31.15%
Non-Operating Revenues:																
Assessments (Debt Service)	\$ 416,845	\$ 416,845	\$ 416,845	\$ 416,845	\$ 416,845	\$ 416,845	\$ 416,845						\$ 2,917,915		\$ 5,000,000	58.36%
Assessments (1%)	464,828	133,155	138,283	133,155	133,155	642,362	133,155						1,778,093		2,475,000	71.84%
DWR Fixed Charge Recovery	-	-	30,082	183,245	23,985	-	-						237,312		175,000	135.61%
Interest	346	567	1,352	458	321	(1,897)	424						1,571		175,000	0.90%
CIF - Infrastructure	-	18,012	14,316	8,498	250,625	473,831	-						765,283		150,000	510.19%
CIF - Water Supply	-	-	7,852	-	545,664	349,734	-						903,250		450,000	200.72%
Grants - State and Federal	-	-	-	-	-	-	-						-		100,000	0.00%
Other	-	28,340	2,533	-	24,517	-	-						55,390		50,000	110.78%
Total Non-Operating Revenues	\$ 882,020	\$ 596,920	\$ 611,262	\$ 742,201	\$ 1,395,112	\$ 1,880,875	\$ 550,424	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 6,658,814	\$ -	\$ 8,575,000	77.65%
Non-Operating Expenses:																
Interest on Long-Term Debt	\$ 184,429	\$ 184,429	\$ 184,429	\$ 183,247	\$ 183,247	\$ 183,247	\$ 185,683						\$ 1,288,712		\$ 3,001,426	42.94%
Deferred Charges-Cost of Issuance	-	-	-	-	-	-	218,792						218,792		-	-
Amortization of SWP	288,860	288,861	288,862	288,863	288,864	288,865	414,850						2,148,024		3,104,350	69.19%
Change in Investments in PRWA	-	124	374	58	-	-	-						556		300,000	0.19%
Water Conservation Programs	8,016	7,880	7,782	10,669	10,691	8,072	5,588						58,699		236,500	24.82%
Total Non-Operating Expenses	\$ 481,305	\$ 481,295	\$ 481,447	\$ 482,837	\$ 482,802	\$ 480,184	\$ 824,914	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,714,783	\$ -	\$ 6,642,276	55.93%
Net Earnings	\$ 77,480	\$ (452,457)	\$ (572,741)	\$ 388,557	\$ 809,140	\$ 1,920,385	\$ (217,193)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,953,169	\$ -	\$ (1,248,631)	-156.42%

	January	February	March	April	May	June	July	August	September	October	November	December
Total Operating Revenue	\$ 2,172,841	\$ 1,960,846	\$ 2,063,364	\$ 2,249,346	\$ 2,540,824	\$ 2,729,765	\$ 2,951,475	\$ -	\$ -	\$ -	\$ -	\$ -
Total Cash Operating Expenses	\$ 1,967,674	\$ 2,040,349	\$ 2,295,381	\$ 1,620,823	\$ 2,147,003	\$ 1,739,382	\$ 2,392,598	\$ -	\$ -	\$ -	\$ -	\$ -
Net Cash Operating Profit/(Loss)	\$ 205,168	\$ (79,502)	\$ (232,017)	\$ 628,523	\$ 393,822	\$ 990,383	\$ 558,877	\$ -	\$ -	\$ -	\$ -	\$ -
Total Non-Cash Operating Expenses	\$ 528,403	\$ 488,580	\$ 470,538	\$ 499,331	\$ 496,993	\$ 470,690	\$ 501,581	\$ -	\$ -	\$ -	\$ -	\$ -
Net Operating Profit/(Loss)	\$ (323,235)	\$ (568,083)	\$ (702,555)	\$ 129,192	\$ (103,171)	\$ 519,693	\$ 57,297	\$ -	\$ -	\$ -	\$ -	\$ -

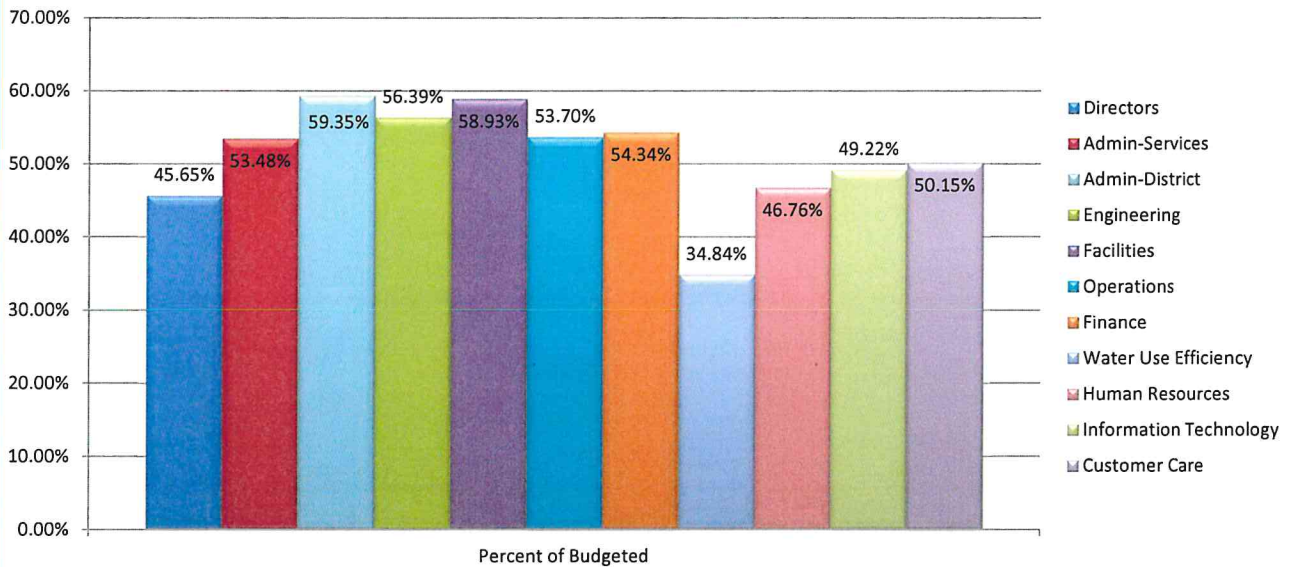
P & L Trending 2021



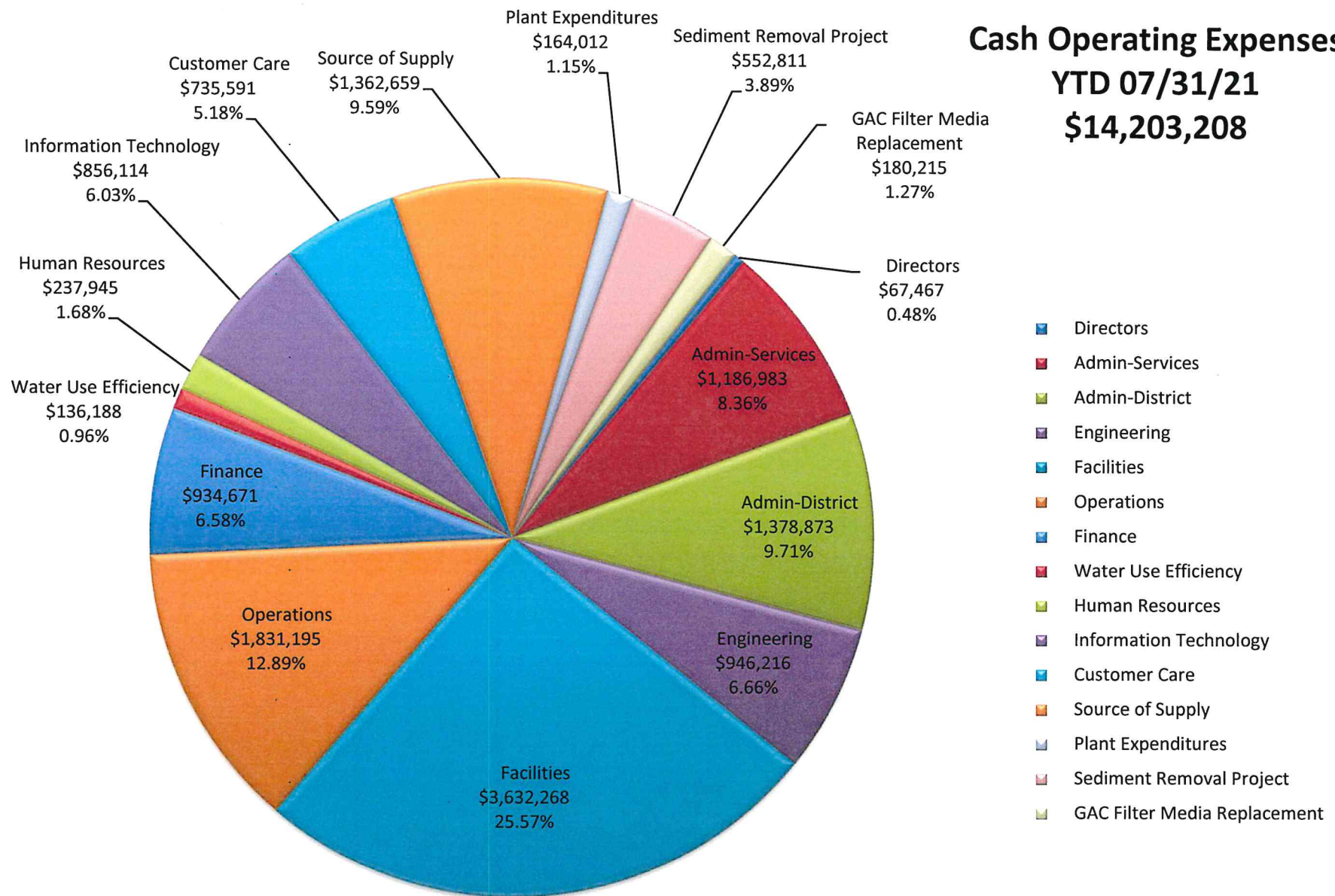
P & L BUDGET vs. ACTUAL



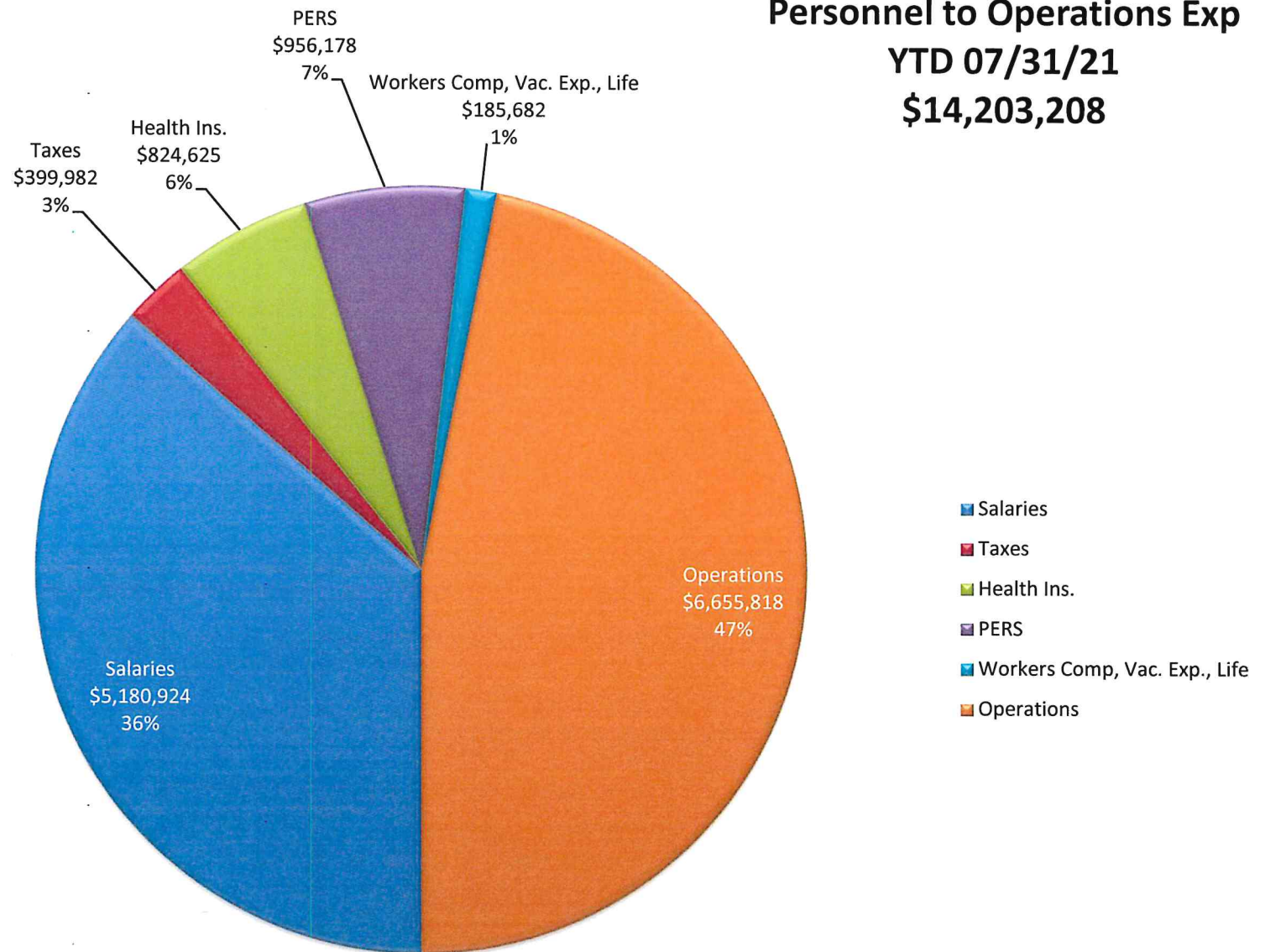
DEPARTMENTAL - BUDGET vs. ACTUAL



Cash Operating Expenses YTD 07/31/21 \$14,203,208



Personnel to Operations Exp
YTD 07/31/21
\$14,203,208



Palmdale Water District
Revenue Analysis
For the Seven Months Ending 7/31/2021
2021

2020 to 2021 Comparison

	Thru June	July	Year-to-Date	Adjusted Budget	% of Budget	July	Year-to-Date	% Change
Operating Revenue:								
Wholesale Water	\$ 169,482	\$ -	\$ 169,482	\$ 400,000	42.37%	\$ (71,425)	\$ 14,888	9.63%
Water Sales	5,044,776	1,509,621	6,554,397	12,114,400	54.10%	288,837	1,298,850	24.71%
Meter Fees	7,584,758	1,252,637	8,837,395	14,865,600	59.45%	98,286	779,677	9.68%
Water Quality Fees	300,413	81,972	382,385	781,860	48.91%	(7,182)	(31,980)	-7.72%
Elevation Fees	154,766	47,163	201,929	366,843	55.05%	6,085	24,472	13.79%
Other	462,792	60,081	522,873	880,258	59.40%	(30,897)	132,041	33.78%
Total Water Sales	\$ 13,716,987	\$ 2,951,475	\$ 16,668,462	\$ 29,408,961	56.68%	\$ 283,705	\$ 2,217,948	15.51%
Non-Operating Revenues:								
Assessments (Debt Service)	\$ 2,501,070	\$ 416,845	\$ 2,917,915	\$ 5,000,000	58.36%	\$ -	\$ 0	0.00%
Assessments (1%)	1,644,938	133,155	1,778,093	2,475,000	71.84%	-	114,963	6.91%
DWR Fixed Charge Recovery	237,312	-	237,312	175,000	135.61%	-	53,357	29.01%
Interest	1,147	424	1,571	175,000	0.90%	(3,733)	(150,592)	-98.97%
CIF - Infrastructure	765,283	-	765,283	150,000	510.19%	-	692,886	957.07%
CIF - Water Supply	903,250	-	903,250	450,000	200.72%	-	903,250	
Grants - State and Federal	-	-	-	100,000	0.00%	-	-	
Other	55,390	-	55,390	50,000	110.78%	-	47,358	589.59%
Total Non-Operating Revenues	\$ 6,108,390	\$ 550,424	\$ 6,658,814	\$ 8,575,000	77.65%	\$ (3,733)	\$ 1,661,222	33.24%
Total Revenue	\$ 19,825,377	\$ 3,501,898	\$ 23,327,275	\$ 37,983,961	61.41%	\$ 279,972	\$ 3,879,169	20.11%

	Thru June	July	Year-to-Date	Adjusted Budget	% of Budget
Operating Revenue:					
Wholesale Water	\$ 83,169	\$ 71,425	\$ 154,594	\$ 295,000	52.40%
Water Sales	4,034,764	1,220,784	5,255,547	10,028,794	52.40%
Meter Fees	6,903,368	1,154,351	8,057,718	14,956,694	53.87%
Water Quality Fees	325,211	89,154	414,365	783,015	52.92%
Elevation Fees	136,378	41,079	177,457	354,450	50.07%
Other	299,854	90,978	390,832	877,625	44.53%
Total Water Sales	\$ 11,699,575	\$ 2,596,345	\$ 14,295,920	\$ 27,295,578	52.37%
Non-Operating Revenues:					
Assessments (Debt Service)	\$ 2,501,070	\$ 416,845	\$ 2,917,915	\$ 4,925,250	59.24%
Assessments (1%)	1,529,975	133,155	1,663,130	2,346,000	70.89%
DWR Fixed Charge Recovery	183,955	-	183,955	175,000	105.12%
Interest	148,007	4,157	152,163	150,000	101.44%
CIF - Infrastructure	72,396	-	72,396	18,750	386.11%
CIF - Water Supply	-	-	-	56,250	0.00%
Grants - State and Federal	-	-	-	100,000	0.00%
Other	8,032	-	8,032	50,000	16.06%
Total Non-Operating Revenues	\$ 4,443,436	\$ 554,157	\$ 4,997,592	\$ 7,821,250	63.90%
Total Revenue	\$ 16,143,010	\$ 3,150,502	\$ 19,293,512	\$ 35,116,828	54.94%

**Palmdale Water District
Operating Expense Analysis
For the Seven Months Ending 7/31/2021**

	2021					2020 to 2021 Comparison		
	Thru June	July	Year-to-Date	Adjusted Budget	% of Budget	July	Year-to-Date	% Change
Cash Operating Expenses:								
Directors	\$ 57,510	\$ 9,957	\$ 67,467	\$ 147,790	45.65%	\$ 1,706	\$ 15,879	30.78%
Administration-Services	999,606	187,377	1,186,983	2,219,350	53.48%	12,654	14,331	1.22%
Administration-District	1,230,938	147,936	1,378,873	2,323,316	59.35%	120,916	105,007	8.24%
Engineering	772,541	173,676	946,216	1,678,000	56.39%	24,689	(3,055)	-0.32%
Facilities	2,928,010	704,257	3,632,268	6,164,200	58.93%	295,725	99,672	2.82%
Operations	1,504,638	326,557	1,831,195	3,409,900	53.70%	69,054	(56,228)	-2.98%
Finance	789,730	144,941	934,671	1,720,050	54.34%	15,301	153,535	19.66%
Water Conservation	112,869	23,320	136,188	390,950	34.84%	(3,603)	(14,176)	-9.43%
Human Resources	202,088	35,857	237,945	508,900	46.76%	2,401	(12,710)	-5.07%
Information Technology	748,116	107,997	856,114	1,739,300	49.22%	22,533	84,428	10.94%
Customer Care	622,643	112,948	735,591	1,466,700	50.15%	(1,713)	(60,153)	-7.56%
Source of Supply-Purchased Water	944,883	417,776	1,362,659	2,400,000	56.78%	414,965	463,157	51.49%
Plant Expenditures	164,012	-	164,012	565,860	28.98%	-	113,662	225.74%
Sediment Removal Project	552,811	-	552,811	600,000	92.14%	-	552,811	
GAC Filter Media Replacement	180,215	-	180,215	906,000	19.89%	-	56,339	45.48%
Total Cash Operating Expenses	\$ 11,810,610	\$ 2,392,598	\$ 14,203,208	\$ 26,240,316	54.13%	\$ 974,628	\$ 1,512,499	10.65%
Non-Cash Operating Expenses:								
Depreciation	\$ 2,545,212	\$ 421,183	\$ 2,966,395	\$ 5,000,000	59.33%	\$ (11,814)	\$ (47,936)	-1.59%
OPEB Accrual Expense	766,260	127,710	893,971	1,750,000	51.08%	-	-	0.00%
Bad Debts	7,933	3,498	11,431	350,000	3.27%	2,987	7,762	211.57%
Service Costs Construction	78,844	25,471	104,315	150,000	69.54%	(23)	(17,077)	-14.07%
Capitalized Construction	(443,715)	(76,281)	(519,996)	(900,000)	57.78%	10,851	193,004	-27.07%
Total Non-Cash Operating Expenses	\$ 2,954,534	\$ 501,581	\$ 3,456,115	\$ 6,350,000	54.43%	\$ 2,001	\$ 135,754	3.93%
Non-Operating Expenses:								
Interest on Long-Term Debt	\$ 1,103,029	\$ 185,683	\$ 1,288,712	\$ 3,001,426	42.94%	\$ (60,293)	\$ (347,353)	-21.23%
Deferred Charges-Cost of Issuance	-	218,792.26	-	-		218,792	(127,252)	-100.00%
Amortization of SWP	1,733,174	414,850	2,148,024	3,104,350	69.19%	176,965	483,222	29.03%
Change in Investments in PRWA	556	-	556	300,000	0.19%	(300,000)	(310,338)	-99.82%
Water Conservation Programs	53,110	5,588	58,699	236,500	24.82%	1,961	18,178	44.86%
Total Non-Operating Expenses	\$ 2,889,869	\$ 824,914	\$ 3,495,991	\$ 6,642,276	52.63%	\$ 37,425	\$ (283,543)	-7.50%
Total Expenses	\$ 17,655,014	\$ 3,719,092	\$ 21,155,314	\$ 39,232,592	53.92%	\$ 1,014,054	\$ 1,364,710	6.90%

**Palmdale Water District
Operating Expense Analysis
For the Seven Months Ending 7/31/2021**

2020 to 2021 Comparison

	2020			Adjusted	% of
	Thru	July	Year-to-Date	Budget	Budget
	June				
Cash Operating Expenses:					
Directors	\$ 43,337	\$ 8,251	\$ 51,588	\$ 144,150	35.79%
Administration-Services	997,929	174,723	1,172,652	2,056,121	57.03%
Administration-District	1,246,847	27,019	1,273,866	2,128,988	59.83%
Engineering	800,285	148,987	949,271	1,635,725	58.03%
Facilities	3,124,064	408,532	3,532,596	6,449,794	54.77%
Operations	1,629,920	257,504	1,887,423	3,248,390	58.10%
Finance	651,496	129,640	781,136	1,346,687	58.00%
Water Conservation	123,442	26,922	150,364	358,682	41.92%
Human Resources	217,199	33,456	250,654	492,512	50.89%
Information Technology	686,221	85,465	771,686	1,229,489	62.76%
Customer Care	681,084	114,660	795,744	1,292,548	61.56%
Source of Supply-Purchased Water	896,691	2,811	899,502	2,321,476	38.75%
Plant Expenditures	50,350	-	50,350	610,556	8.25%
Sediment Removal Project	-	-	-	600,000	
GAC Filter Media Replacement	123,876	-	123,876	783,015	15.82%
Total Cash Operating Expenses	\$ 11,272,740	\$ 1,417,970	\$ 12,690,709	\$ 24,698,133	51.38%
Non-Cash Operating Expenses:					
Depreciation	\$ 2,581,334	\$ 432,997	\$ 3,014,330	\$ 5,050,000	59.69%
OPEB Accrual Expense	766,260	127,710	893,971	1,750,000	51.08%
Bad Debts	3,158	511	3,669	35,000	10.48%
Service Costs Construction	95,898	25,493	121,391	100,000	121.39%
Capitalized Construction	(625,868)	(87,132)	(713,001)	(600,000)	118.83%
Total Non-Cash Operating Expenses	\$ 2,820,782	\$ 499,579	\$ 3,320,361	\$ 6,335,000	52.41%
Non-Operating Expenses:					
Interest on Long-Term Debt	\$ 1,390,088	\$ 245,976	\$ 1,636,065	\$ 2,648,000	61.78%
Deferred Charges-Cost of Issuance	127,252	-	127,252	-	
Amortization of SWP	1,426,917	237,885	1,664,802	2,881,000	57.79%
Change in Investments in PRWA	10,895	300,000	310,895	300,000	103.63%
Water Conservation Programs	36,893	3,628	40,521	236,500	17.13%
Total Non-Operating Expenses	\$ 2,992,045	\$ 787,489	\$ 3,779,534	\$ 6,065,500	62.31%
Total Expenses	\$ 17,085,566	\$ 2,705,038	\$ 19,790,604	\$ 37,098,633	53.35%

Palmdale Water District
2021 Directors Budget
For the Seven Months Ending Saturday, July 31, 2021

YTD ACTUAL 2021	ORIGINAL BUDGET 2021	ADJUSTMENTS 2021	ADJUSTED BUDGET REMAINING	PERCENT USED
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Personnel Budget:

1-01-4000-000 Directors Pay	\$ -	\$ -	\$ -	\$ -	
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Employee Benefits

1-01-4005-000 Payroll Taxes	2,739	5,790		3,051	47.30%
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1-01-4010-000 Health Insurance - Directors	23,578	53,000		29,422	44.49%
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Subtotal (Benefits)	26,317	58,790	-	32,473	44.76%
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Total Personnel Expenses	\$ 26,317	\$ 58,790	\$ -	\$ 32,473	44.76%
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OPERATING EXPENSES:

1-01-xxxx-006 Director Share - Dizmang, Gloria	\$ 8,870				
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1-01-xxxx-008 Director Share - Mac Laren, Kathy	5,725				
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1-01-xxxx-010 Director Share - Dino, Vincent	9,129				
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1-01-xxxx-012 Director Share - Wilson, Don	7,153				
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1-01-xxxx-013 Director Share - Merino, Amberrose	10,273				
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Subtotal Operating Expenses	41,150	89,000	-	47,850	46.24%
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Total O & M Expenses	\$ 67,467	\$ 147,790	\$ -	\$ 80,323	45.65%
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Palmdale Water District
2021 Administration Services Budget
For the Seven Months Ending Saturday, July 31, 2021

YTD ACTUAL	ORIGINAL BUDGET	ADJUSTMENTS	ADJUSTED BUDGET	PERCENT
2021	2021	2021	REMAINING	USED

Personnel Budget:

1-02-4000-000 Salaries	\$ 764,447	\$ 1,392,500		\$ 628,053	54.90%
1-02-4000-100 Overtime	1,771	6,000		4,229	29.52%
Subtotal (Salaries)	\$ 766,218	\$ 1,398,500	\$ -	\$ 632,282	54.79%

Employee Benefits

1-02-4005-000 Payroll Taxes	\$ 56,925	\$ 98,500		41,575	57.79%
1-02-4010-000 Health Insurance	98,374	184,500		86,126	53.32%
1-02-4015-000 PERS	71,761	131,250		59,489	54.68%
Subtotal (Benefits)	\$ 227,060	\$ 414,250	\$ -	\$ 187,190	54.81%

Total Personnel Expenses

\$ 993,278	\$ 1,812,750	\$ -	\$ 819,472	54.79%
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OPERATING EXPENSES:

1-02-4050-000 Staff Travel	\$ -	\$ 15,500	\$ -	\$ 15,500	0.00%
1-02-4050-100 General Manager Travel	130	5,200		5,070	2.50%
1-02-4060-000 Staff Conferences & Seminars	909	6,200		5,291	14.66%
1-02-4060-100 General Manager Conferences & Seminars	1,029	4,100		3,071	25.10%
1-02-4130-000 Bank Charges	113,186	200,000		86,814	56.59%
1-02-4150-000 Accounting Services	19,500	26,000		6,500	75.00%
1-02-4175-000 Permits	14,602	18,100		3,498	80.67%
1-02-4180-000 Postage	7,856	17,000		9,144	46.21%
1-02-4190-100 Public Relations - Publications	11,616	31,200		19,584	37.23%
1-02-4190-700 Public Affairs - Marketing/Outreach	12,153	40,000		27,847	30.38%
1-02-4190-710 Public Affairs -Advertising	-	5,000		5,000	0.00%
1-02-4190-720 Public Affairs - Equipment	-	2,500		2,500	0.00%
1-02-4190-730 Public Affairs -Conference/Seminar/Travel	274	3,000		2,726	9.13%
1-02-4190-740 Public Affairs - Consultants	-	2,000		2,000	0.00%
1-02-4190-750 Public Affairs - Membership	1,050	1,200		150	87.50%
1-02-4200-000 Advertising	396	4,100		3,704	9.67%
1-02-4205-000 Office Supplies	11,004	25,500		14,496	43.15%
Subtotal Operating Expenses	\$ 193,705	\$ 406,600	\$ -	\$ 212,895	47.64%

Total Departmental Expenses

\$ 1,186,983	\$ 2,219,350	\$ -	\$ 1,032,367	53.48%
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Palmdale Water District
2021 Administration District Wide Budget
For the Seven Months Ending Saturday, July 31, 2021

YTD ACTUAL 2021	ORIGINAL BUDGET 2021	ADJUSTMENTS 2021	ADJUSTED BUDGET REMAINING	PERCENT USED
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Personnel Budget:

1-02-5070-001 On-Call	\$ 46,042	\$ 75,000	\$ 28,958	61.39%
Subtotal (Salaries)	\$ 46,042	\$ 75,000	\$ -	61.39%

Employee Benefits

1-02-5070-002 PERS-Unfunded Liability	\$ 480,960	\$ 840,316	359,356	57.24%
1-02-5070-003 Workers Compensation	187,434	296,000	108,566	63.32%
1-02-5070-004 Vacation Benefit Expense	(5,207)	83,000	88,207	-6.27%
1-02-5070-005 Life Insurance	3,455.27	7,000	3,545	49.36%
Subtotal (Benefits)	\$ 666,642	\$ 1,226,316	\$ 559,674	54.36%

Total Personnel Expenses

\$ 712,684	\$ 1,301,316	\$ -	\$ 588,632	54.77%
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OPERATING EXPENSES:

1-02-5070-006 Other Operating	\$ 39,207	\$ 60,000	20,793	65.34%
1-02-5070-007 Consultants	204,674	275,000	70,326	74.43%
1-02-5070-008 Insurance	159,342	260,000	100,658	61.29%
1-02-5070-009 Groundwater Adjudication - Legal	27,738	41,000	13,262	67.65%
1-02-5070-010 Legal Services	84,511	131,000	46,489	64.51%
1-02-5070-011 Memberships/Subscriptions	108,801	165,000	56,199	65.94%
1-02-5070-013 Succession Planning	-	25,000	25,000	0.00%
1-02-5070-014 Groundwater Adjudication - Assessment	41,916	65,000	23,084	64.49%
Subtotal Operating Expenses	\$ 666,189	\$ 1,022,000	\$ 355,811	65.18%

Total Departmental Expenses

\$ 1,378,873	\$ 2,323,316	\$ -	\$ 944,443	59.35%
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Palmdale Water District
2021 Engineering Budget
For the Seven Months Ending Saturday, July 31, 2021

	YTD ACTUAL 2021	ORIGINAL BUDGET 2021	ADJUSTMENTS 2021	ADJUSTED BUDGET REMAINING	PERCENT USED
Personnel Budget:					
1-03-4000-000 Salaries	\$ 686,177	\$ 1,225,750	\$ -	\$ 539,573	55.98%
1-03-4000-100 Overtime	13,962	15,000		1,038	93.08%
Subtotal (Salaries)	\$ 700,139	\$ 1,240,750	\$ -	\$ 540,611	56.43%
Employee Benefits					
1-03-4005-000 Payroll Taxes	53,672	98,000		44,328	54.77%
1-03-4010-000 Health Insurance	110,004	176,500		66,496	62.33%
1-03-4015-000 PERS	60,906	117,750		56,844	51.72%
Subtotal (Benefits)	\$ 224,582	\$ 392,250	\$ -	\$ 167,668	57.25%
Total Personnel Expenses	\$ 924,721	\$ 1,633,000	\$ -	\$ 708,279	56.63%

OPERATING EXPENSES:

1-03-4050-000 Staff Travel	\$ -	\$ 5,000		5,000	0.00%
1-03-4060-000 Staff Conferences & Seminars	3,185	7,500		4,315	42.47%
1-03-4060-001 Staff Training - Auto CAD Civil 3D*	-	10,000	(7,500)	2,500	0.00%
1-03-4155-000 Contracted Services	-	1,500		1,500	0.00%
1-03-4165-000 Memberships/Subscriptions	3,237	3,500		263	92.49%
1-03-4250-000 General Materials & Supplies	3,027	4,000		973	75.68%
1-03-4250-100 Supplies - Plotter Paper/Toner*	54	4,500	(2,000)	2,446	2.18%
1-03-8100-100 Computer Software - Maint. & Support*	11,991	9,000	9,500	6,509	64.82%
Subtotal Operating Expenses	\$ 21,495	\$ 45,000	\$ -	\$ 23,505	47.77%
Total Departmental Expenses	\$ 946,216	\$ 1,678,000	\$ -	\$ 731,784	56.39%

* Budget adjustments by General Manager per Appendix A

Palmdale Water District
2021 Facilities Budget
For the Seven Months Ending Saturday, July 31, 2021

YTD ACTUAL	ORIGINAL BUDGET	ADJUSTMENTS	ADJUSTED BUDGET	PERCENT
2021	2021	2021	REMAINING	USED

Personnel Budget:

1-04-4000-000 Salaries	\$ 1,222,757	\$ 2,248,000		\$ 1,025,243	54.39%
1-04-4000-100 Overtime	92,569	144,000		51,431	64.28%
Subtotal (Salaries)	\$ 1,315,326	\$ 2,392,000	\$ -	\$ 1,076,674	54.99%

Employee Benefits

1-04-4005-000 Payroll Taxes	103,509	189,500		85,991	54.62%
1-04-4010-000 Health Insurance	238,358	445,000		206,642	53.56%
1-04-4015-000 PERS	114,257	214,000		99,743	53.39%
Subtotal (Benefits)	\$ 456,124	\$ 848,500	\$ -	\$ 392,376	53.76%

Total Personnel Expenses

\$ 1,771,450	\$ 3,240,500	\$ -	\$ 1,469,050	54.67%
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OPERATING EXPENSES:

1-04-4050-000 Staff Travel	\$ 37	\$ 6,200		\$ 6,163	0.60%
1-04-4060-000 Staff Conferences & Seminars	50	15,500		15,450	0.32%
1-04-4155-000 Contracted Services	67,469	239,100		171,631	28.22%
1-04-4175-000 Permits-Dams	13,493	42,000		28,507	32.13%
1-04-4215-100 Natural Gas - Wells & Boosters	195,165	225,000		29,835	86.74%
1-04-4215-200 Natural Gas - Buildings	6,621	9,500		2,879	69.69%
1-04-4220-100 Electricity - Wells & Boosters	926,425	860,000		(66,425)	107.72%
1-04-4220-200 Electricity - Buildings	30,470	95,000		64,530	32.07%
1-04-4225-000 Maint. & Repair - Vehicles	18,323	34,000		15,677	53.89%
1-04-4230-100 Maint. & Rep. Office Building	4,640	26,500		21,860	17.51%
1-04-4230-200 Maint. & Rep. Two Way Radios	92	5,000			
1-04-4235-110 Maint. & Rep. Equipment	5,921	12,700		6,779	46.62%
1-04-4235-400 Maint. & Rep. Operations - Wells	37,099	84,500		47,401	43.90%
1-04-4235-405 Maint. & Rep. Operations - Boosters	28,797	52,800		24,003	54.54%
1-04-4235-410 Maint. & Rep. Operations - Shop Bldgs	4,821	26,000		21,179	18.54%
1-04-4235-415 Maint. & Rep. Operations - Facilities	11,479	52,000		40,521	22.07%
1-04-4235-420 Maint. & Rep. Operations - Water Lines	111,789	315,000		203,211	35.49%
1-04-4235-425 Maint. & Rep. Operations - Littlerock Dam	43	15,500		15,457	0.28%
1-04-4235-435 Maint. & Rep. Operations - Palmdale Canal	537	7,000		6,463	7.67%
1-04-4235-440 Maint. & Rep. Operations - Large Meters	4,764	15,500		10,736	30.74%
1-04-4235-450 Maint. & Rep. Operations - Hypo Generators	3,030	7,900		4,870	38.35%
1-04-4235-455 Maint. & Rep. Operations - Heavy Equipment	14,259	44,000		29,741	32.41%
1-04-4235-460 Maint. & Rep. Operations - Storage Reservoirs	1,295	5,200		3,905	24.91%
1-04-4235-461 Maint. & Rep. Operations - Air Vac	3,179	5,200		2,021	61.14%
1-04-4235-470 Maint. & Rep. Operations - Meters Exchanges	54,615	155,000		100,385	35.24%
1-04-4300-100 Testing - Regulatory Compliance	7,975	20,500		12,525	38.90%
1-04-4300-200 Testing - Large Meters	9,760	13,000		3,240	75.08%
1-04-4300-300 Testing - Edison Testing	-	12,000		12,000	0.00%
1-04-6000-000 Waste Disposal	7,992	21,000		13,008	38.06%
1-04-6100-100 Fuel and Lube - Vehicle	84,365	142,000		57,635	59.41%
1-04-6100-200 Fuel and Lube - Machinery	19,346	26,000		6,654	74.41%
1-04-6200-000 Uniforms	10,028	28,000		17,972	35.81%
1-04-6300-100 Supplies - General	32,843	65,000		32,157	50.53%
1-04-6300-300 Supplies - Electrical	-	3,000		3,000	0.00%
1-04-6300-800 Supplies - Construction Materials	19,674	35,000		15,326	56.21%
1-04-6400-000 Tools	18,550	45,100		26,550	41.13%
1-04-7000-100 Leases -Equipment	7,097	15,000		7,903	47.32%
1-04-7000-100 Leases -Vehicles	98,772	142,000		43,228	69.56%
Subtotal Operating Expenses	\$ 1,860,818	\$ 2,923,700	\$ -	\$ 1,057,974	63.65%

Total Departmental Expenses

\$ 3,632,268	\$ 6,164,200	\$ -	\$ 2,527,025	58.93%
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Palmdale Water District
2021 Operation Budget
For the Seven Months Ending Saturday, July 31, 2021

YTD ACTUAL 2021	ORIGINAL BUDGET 2021	ADJUSTMENTS 2021	ADJUSTED BUDGET REMAINING	PERCENT USED
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Personnel Budget:

1-05-4000-000 Salaries	\$ 637,264	\$ 1,154,000	\$ 516,736	55.22%
1-05-4000-100 Overtime	54,003	99,000	44,997	54.55%
Subtotal (Salaries)	\$ 691,267	\$ 1,253,000	\$ -	55.17%

Employee Benefits

1-05-4005-000 Payroll Taxes	54,066	91,000	36,934	59.41%
1-05-4010-000 Health Insurance	91,891	182,000	90,109	50.49%
1-05-4015-000 PERS	62,048	118,500	56,452	52.36%
Subtotal (Benefits)	\$ 208,005	\$ 391,500	\$ -	53.13%

Total Personnel Expenses

\$ 899,272	\$ 1,644,500	\$ -	\$ 745,228	54.68%
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OPERATING EXPENSES:

1-05-4050-000 Staff Travel	\$ -	\$ 3,100	\$ 3,100	0.00%
1-05-4060-000 Staff Conferences & Seminars	-	3,100	3,100	0.00%
1-05-4120-100 Training - Lab Equipment	-	5,200		
1-05-4155-000 Contracted Services	17,433	99,600	82,167	17.50%
1-05-4175-000 Permits	8,712	81,300	72,588	10.72%
1-05-4215-200 Natural Gas - WTP	3,226	3,200	(26)	100.82%
1-05-4220-200 Electricity - WTP	165,444	215,000	49,556	76.95%
1-05-4230-110 Maint. & Rep. - Office Equipment	-	5,300	5,300	0.00%
1-05-4235-110 Maint. & Rep. Operations - Equipment	27,734	21,000	(6,734)	132.06%
1-05-4235-410 Maint. & Rep. Operations - Shop Bldgs	3,972	6,300	2,328	63.04%
1-05-4235-415 Maint. & Rep. Operations - Facilities	100,032	74,000	(26,032)	135.18%
1-05-4235-500 Maint. & Rep. Operations - Wind Turbine	1,209	10,000	8,791	12.09%
1-05-4236-000 Palmdale Lake Management	109,290	130,000	20,710	84.07%
1-05-6000-000 Waste Disposal	27,750	21,000	(6,750)	132.14%
1-05-6200-000 Uniforms	6,963	16,000	9,037	43.52%
1-05-6300-100 Supplies - Misc.	5,059	15,200	10,142	33.28%
1-05-6300-600 Supplies - Lab	47,455	72,000	24,545	65.91%
1-05-6300-700 Outside Lab Work	39,070	60,000	20,930	65.12%
1-05-6400-000 Tools	1,203	6,100	4,897	19.73%
1-05-6500-000 Chemicals	367,371	915,000	547,629	40.15%
1-05-7000-100 Leases -Equipment	-	3,000	3,000	0.00%
Subtotal Operating Expenses	\$ 931,923	\$ 1,765,400	\$ -	52.79%

Total Departmental Expenses

\$ 1,831,195	\$ 3,409,900	\$ -	\$ 1,573,505	53.70%
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Palmdale Water District
2021 Finance Budget
For the Seven Months Ending Saturday, July 31, 2021

	YTD ACTUAL 2021	ORIGINAL BUDGET 2021	ADJUSTMENTS 2021	ADJUSTED BUDGET REMAINING	PERCENT USED
Personnel Budget:					
1-06-4000-000 Salaries	\$ 563,014	\$ 996,500		\$ 433,486	56.50%
1-06-4000-100 Overtime	5,184	2,000		(3,184)	259.19%
Subtotal (Salaries)	\$ 568,198	\$ 998,500	\$ -	\$ 430,302	56.91%
Employee Benefits					
1-06-4005-000 Payroll Taxes	43,683	75,500		31,817	57.86%
1-06-4010-000 Health Insurance	91,040	176,000		84,960	51.73%
1-06-4015-000 PERS	57,407	105,750		48,343	54.29%
Subtotal (Benefits)	\$ 192,129	\$ 357,250	\$ -	\$ 165,121	53.78%
Total Personnel Expenses	\$ 760,327	\$ 1,355,750	\$ -	\$ 595,423	56.08%
OPERATING EXPENSES:					
1-06-4050-000 Staff Travel	\$ -	\$ 2,000		\$ 2,000	0.00%
1-06-4060-000 Staff Conferences & Seminars	329	1,500.00		1,171	21.93%
1-06-4155-000 Contracted Services	13,294	12,600		(694)	105.51%
1-06-4155-100 Contracted Services - Infosend	115,457	283,000		167,543	40.80%
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	-	2,000		2,000	0.00%
1-06-4260-000 Business Forms	175	1,500		1,325	11.67%
1-06-4270-100 Telecommunication - Office	29,249	32,000		2,751	91.40%
1-06-4270-200 Telecommunication - Cellular Stipend	13,725	25,700		11,975	53.40%
1-06-7000-100 Leases - Equipment	1,895	3,000		1,105	63.18%
Subtotal Operating Expenses	\$ 174,344	\$ 364,300	\$ -	\$ 189,956	47.86%
Total Departmental Expenses	\$ 934,671	\$ 1,720,050	\$ -	\$ 785,379	54.34%

Palmdale Water District
2021 Water Use Efficiency Budget
For the Seven Months Ending Saturday, July 31, 2021

	YTD ACTUAL 2021	ORIGINAL BUDGET 2021	ADJUSTMENTS 2021	ADJUSTED BUDGET REMAINING	PERCENT USED
Personnel Budget:					
1-07-4000-000 Salaries	\$ 97,611	\$ 170,500		\$ 72,889	57.25%
1-07-4000-100 Overtime	1,568	5,000		3,432	31.37%
Subtotal (Salaries)	\$ 99,179	\$ 175,500		\$ 76,321	56.51%
Employee Benefits					
1-07-4005-000 Payroll Taxes	8,018	13,750		5,732	58.31%
1-07-4010-000 Health Insurance	17,493	31,000		13,507	56.43%
1-07-4015-000 PERS	10,106	19,500		9,394	51.83%
Subtotal (Benefits)	\$ 35,617	\$ 64,250	\$ -	\$ 28,633	55.44%
Total Personnel Expenses	\$ 134,797	\$ 239,750	\$ -	\$ 101,522	56.22%
OPERATING EXPENSES:					
1-07-4050-000 Staff Travel	\$ -	\$ 2,600		\$ 2,600	0.00%
1-07-4060-000 Staff Conferences & Seminar	-	3,100		3,100	0.00%
1-07-4190-300 Public Relations - Landscape Workshop/Training	252	5,200		4,948	4.84%
1-07-4190-400 Public Relations - Contests	1,140	3,100		1,960	36.77%
1-07-4190-500 Public Relations - Education Programs	-	125,000		125,000	0.00%
1-07-4190-900 Public Relations - Other	-	5,200		5,200	0.00%
1-07-6300-100 Supplies - Misc.	-	7,000		7,000	0.00%
Subtotal Operating Expenses	\$ 1,392	\$ 151,200	\$ -	\$ 149,808	0.92%
Total Departmental Expenses	\$ 136,188	\$ 390,950	\$ -	\$ 251,330	34.84%

Palmdale Water District
2021 Human Resources Budget
For the Seven Months Ending Saturday, July 31, 2021

YTD	ORIGINAL		ADJUSTED	
ACTUAL	BUDGET	ADJUSTMENTS	BUDGET	PERCENT
2021	2021	2021	REMAINING	USED

Personnel Budget:

1-08-4000-000 Salaries	\$ 149,826	\$ 267,250		\$ 117,424	56.06%
1-08-4000-100 Salaries - Overtime	268	1,000		732	26.82%
Subtotal (Salaries)	\$ 150,094	\$ 268,250	\$ -	\$ 117,424	55.95%

Employee Benefits

1-08-4005-000 Payroll Taxes	11,704	20,750		9,046	56.41%
1-08-4010-000 Health Insurance	15,450	31,000		15,550	49.84%
1-08-4015-000 PERS	13,231	24,500		11,269	54.00%
Subtotal (Benefits)	\$ 40,386	\$ 76,250	\$ -	\$ 35,864	52.96%

Total Personnel Expenses

\$ 190,480	\$ 344,500	\$ -	\$ 153,288	55.29%
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OPERATING EXPENSES:

1-08-4050-000 Staff Travel	\$ -	\$ 1,500		\$ 1,500	0.00%
1-08-4060-000 Staff Conferences & Seminars	-	1,500		1,500	0.00%
1-08-4070-000 Employee Expense	31,419	67,500		36,081	46.55%
1-08-4090-000 Temporary Staffing	-	-		-	
1-08-4095-000 Employee Recruitment	1,328	3,100		1,772	42.83%
1-08-4100-000 Employee Retention	517	5,200		4,683	9.94%
1-08-4120-100 Training-Safety	1,380	36,000		34,620	3.83%
1-08-4120-200 Training-Speciality	3,265	15,500		12,235	21.06%
1-08-4121-000 Safety Program	-	1,000		1,000	0.00%
1-08-4165-000 Membership/Subscriptions	2,336	1,600		(736)	146.01%
1-08-4165-100 HR/Safety Publications	-	1,000		1,000	0.00%
1-08-6300-500 Supplies - Safety	7,221	30,500		23,279	23.68%
Subtotal Operating Expenses	\$ 47,465	\$ 164,400	\$ -	\$ 116,935	28.87%

Total Departmental Expenses

\$ 237,945	\$ 508,900	\$ -	\$ 270,955	46.76%
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Palmdale Water District
2021 Information Technology Budget
For the Seven Months Ending Saturday, July 31, 2021

	YTD ACTUAL 2021	ORIGINAL BUDGET 2021	ADJUSTMENTS 2021	ADJUSTED BUDGET REMAINING	PERCENT USED
Personnel Budget:					
1-09-4000-000 Salaries	\$ 320,423	\$ 583,750	\$ -	\$ 263,327	54.89%
1-09-4000-100 Overtime	14,127	21,000		6,873	67.27%
Subtotal (Salaries)	\$ 334,549	\$ 604,750	\$ -	\$ 270,201	55.32%
Employee Benefits					
1-09-4005-000 Payroll Taxes	25,582	46,500		20,918	55.01%
1-09-4010-000 Health Insurance	42,987	94,000		51,013	45.73%
1-09-4015-000 PERS	33,735	46,250		12,515	72.94%
Subtotal (Benefits)	\$ 102,304	\$ 186,750	\$ -	\$ 84,446	54.78%
Total Personnel Expenses	\$ 436,853	\$ 791,500	\$ -	\$ 354,647	55.19%
OPERATING EXPENSES:					
1-09-4050-000 Staff Travel	\$ -	\$ 3,100		\$ 3,100	0.00%
1-09-4060-000 Staff Conferences & Seminars	6,154	10,400		4,246	59.17%
1-09-4155-000 Contracted/Cloud Services	122,322	293,300		170,978	41.71%
1-09-4165-000 Memberships/Subscriptions	399	2,600		2,201	15.34%
1-09-4235-445 Maibt & Repair - Telemetry	3,870	5,300			
1-09-4270-000 Telecommunications	65,533	119,100		53,567	55.02%
1-09-6300-400 Supplies - Telemetry	146	-		(146)	
1-09-6450-110 Equipment - GF Signet Flow Meters	-	7,600			
1-09-7000-100 Leases - Equipment	29,920	56,000			
1-09-8000-100 Computer Equipment - Computers	2,409	45,000		42,591	5.35%
1-09-8000-200 Computer Equipment - Laptops	5,452	45,000		39,548	12.11%
1-09-8000-300 Computer Equipment - Monitors	9,943	12,000		2,057	82.86%
1-09-8000-500 Computer Equipment - Toner Cartridges	125	2,500		2,375	5.01%
1-09-8000-550 Computer Equipment - Telephony	-	3,000		3,000	0.00%
1-09-8000-600 Computer Equipment - Other	10,656	30,000		19,344	35.52%
1-09-8000-650 Computer Equipment - Warranty & Support	3,420	15,000		11,580	22.80%
1-09-8100-100 Computer Software - Maint. and Support	108,445	237,900		129,455	45.58%
1-09-8100-150 Computer Software - Dynamics GP Support	41,616	40,000		(1,616)	104.04%
1-09-8100-200 Computer Software - Software and Upgrades	8,852	20,000		11,148	44.26%
Subtotal Operating Expenses	\$ 419,261	\$ 947,800	\$ -	\$ 493,429	44.24%
Total Departmental Expenses	\$ 856,114	\$ 1,739,300	\$ -	\$ 848,076	49.22%

0.00

Palmdale Water District
2021 Customer Care Budget
For the Seven Months Ending Saturday, July 31, 2021

	YTD ACTUAL 2021	ORIGINAL BUDGET 2021	ADJUSTMENTS 2021	ADJUSTED BUDGET REMAINING	PERCENT USED
Personnel Budget:					
1-10-4000-000 Salaries	\$ 508,064	\$ 1,013,000		\$ 504,936	50.15%
1-10-4000-100 Overtime	1,848	7,500		5,652	24.64%
Subtotal (Salaries)	\$ 509,911	\$ 1,020,500	\$ -	\$ 510,589	49.97%
Employee Benefits					
1-10-4005-000 Payroll Taxes	40,084	80,000		39,916	50.11%
1-10-4010-000 Health Insurance	119,029	233,000		113,971	51.09%
1-10-4015-000 PERS	51,766	96,500		44,734	53.64%
Subtotal (Benefits)	\$ 210,878	\$ 409,500	\$ -	\$ 198,622	51.50%
Total Personnel Expenses	\$ 720,790	\$ 1,430,000	\$ -	\$ 709,210	50.40%
OPERATING EXPENSES:					
1-10-4050-000 Staff Travel	\$ -	\$ 2,000		\$ 2,000	0.00%
1-10-4060-000 Staff Conferences & Seminars	150	3,100		2,950	4.84%
1-10-4155-000 Contracted Services	13,687	25,400		11,713	53.89%
1-10-4230-110 Maintenance & Repair-Office Equipment	-	200		200	0.00%
1-10-4250-000 General Material & Supplies	964	5,000		4,036	19.27%
1-10-4260-000 Business Forms	-	1,000		1,000	0.00%
Subtotal Operating Expenses	\$ 14,801	\$ 36,700	\$ -	\$ 21,899	40.33%
Total Departmental Expenses	\$ 735,591	\$ 1,466,700	\$ -	\$ 731,109	50.15%

Palmdale Water District
2021 Capital Projects - Contractual Commitments and Needs

New and Replacement Capital Projects

Budget Year	Project	Project Title	Project Type	Contractor	Approved Contract Amount	Board / Manager Approval	Payments Approved to Date	Contract Balance	Through Dec. 2020	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	2021 Total	2022 Carryover
2017	12-400	PRGRRP - Construction of Monitoring Wells / Test Basin	Water Supply	Environmental Const.	427,490	04/26/2017	330,359	97,131	330,359													-	
2017	12-400	PRGRRP - Construction of Monitoring Wells / Test Basin - Auxiliary Items	Water Supply	Various Vendors			35,742	-	22,016				13,726									13,726	
2018	15-613	WM Replacement - Avenue V5 (Spec 1504)	Replacement Cap.				208,516	-	188,633	19,883												19,883	
2018	16-602	WM Replacement - Avenue P & 25th ST (Spec 1601)	Replacement Cap.				376,213	-	108,716	235,607	4,802		27,088									267,497	
2018	18-410	PRV Replacement - 40th ST E (Bypass)	General Project				9,852	-	8,410	721		721										1,442	
2018	18-606	45th ST Tank Site - Altitude Valve Replacement	Replacement Cap.				-	-	-													-	
2018	18-615	Install/Construction - Water Fill Station	General Project				24,868	-	23,904		964											964	
2019	19-606	Install 2 Brine Tanks at Well 7/45th St Sites	General Project				41,109	-	40,629						480							480	
2019	19-611B	Spec 1210 - ML Repl P9 - Chg Orders	Replacement Cap.				38,647	-	38,647													-	
2020	20-601	Repair Well #7	General Project				247,708	-	121,347	56,625		11,238	45,184		12,338	976						126,361	
2020	20-605	Sierra Hwy Tie-in @ Harold St and Abandonment Plan	Replacement Cap.				3,147	-	2,490				547			110						657	
2020	20-606	2800 Zone Velocity Deficiency	General Project				720	-	720													-	
2020	20-607	Move PRV Station @ 45th St E	Replacement Cap.				-	-	-													-	
2020	20-608	WM Repl in 17th St E from Ave P4 to Ave P8	Replacement Cap.				-	-	-													-	
2020	20-609	WM Repl in Ave Q6,12th to 16th	Replacement Cap.				1,530	-	1,530													-	
2020	20-610	2950 Zone Booster Station @ 3M Clearwell Site	Replacement Cap.				74,619	-	810	19,954	1,347	5,003	33,012	7,033		7,461						73,809	
2020	20-611	2020 Meter Exchange Program	General Project				44,937	-	7,646		31,618	3,295	2,378									37,291	
2020	20-613	Design & Remodel Dist MO, Crew Rm, New PurchOffice	General Project				499,733	-	497,025		2,708											2,708	
2020	20-615	2020 Soft Start Repl Program	General Project				20,040	-	20,040													-	
2020	20-619	25th ST Booster #3 Rehab	General Project				13,259	-	13,259													-	
2020	20-622	Well 36 Design & Const.	General Project				42,232	-	19,180													23,051	
2020	20-623	AMI Meter System	General Project				15,000	-	-		15,000					7,645	15,406					15,000	
2020	20-624	Emergency Power Connection NOB	General Project				16,153	-	15,763			210	180									390	
2020	20-626	ML Abandonment 25th/Avenue P-P8	General Project				22,444	-						4,589	4,337	13,518						790	
2020	20-703	Water Conservation Garden Construct @ MOB	General Project				1,640	-	850			790										790	
2021	21-416	Fiber Optic Cable Repair	General Project				15,174	-					15,174									15,174	
2021	21-600	2021 Soft Start Replacement Program	Replacement Cap.				11,485	-	-			11,485										11,485	
2021	21-700	2021 Large Mtr/Vault Repl Program	Replacement Cap.				19,965	-	-		1,398	7,136	7,389	1,557	2,485							19,965	
2021	21-703	Main Office - Stucco Repair	General Project				180	-	-						180							180	
Sub-Totals:					427,490		2,115,272	97,131	1,461,975	332,790	57,836	39,878	144,678	13,179	27,465	37,471	-	-	-	-	-	630,853	-

Consulting and Engineering Support

Budget Year	Project	Project Title	Project Type	Contractor	Approved Contract Amount	Board / Manager Approval	Payments Approved to Date	Contract Balance	Through Dec. 2020	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	2021 Total	2022 Carryover
2017	12-400	PRGRRP - CEQA, Permitting, Pre-Design, and Pilot	Water Supply	Kennedy/Jenks	1,627,000	05/12/2016	14,937	1,612,063	-			14,937										14,937	
		Paid by General Fund		Kennedy/Jenks			-	-	-													-	
2017	14-603	Upper Amargosa Recharge Project	Water Supply	City of Palmdale	1,250,000	12/04/2013	1,744,953	(494,953)	1,024,374	720,579												720,579	
2017	04-501	Littlerock Sediment Removal Project (EIR/EIS/Permitting)	Water Supply	Aspen	869,023	09/14/2016	-	869,023	-													-	
		Paid by General Fund		Aspen			209,244	-	207,508	1,736												1,736	
		Paid by 2018A Water Revenue Bonds		Aspen	1,238,287	07/18/2018	1,028,805	209,482	986,829			22,483	8,042		11,450							41,976	
		Paid by 2018A Water Revenue Bonds		ASI	10,619,601	07/18/2018	10,697,276	(77,675)	10,697,276													-	
2017	04-501	Littlerock Sediment Removal (Cost Recovery Agreement)	Permitting	Forest Service	100,000	04/26/2017	-	100,000	-													-	
2019	19-702	SPCC Plan for Water Treatment Plant					3,542	-	3,542													-	
2020	20-405	Well Rehab Consulting Services		Kyle Groundwater	-		57,263	-	34,383	11,680					11,200							22,880	
2020	20-412	Aquisition of Wtr Svc to ASMHP			-		14,900	-	5,900	9,000												9,000	
2020	20-414	ARC Flash Study					34,855	-	24,126	4,727				6,002								10,729	
2020	20-415	Hazard Mitigation Plan		HDR Engineering			55,424	-	-			6,625	14,495	4,630	12,599	17,075						-	
2020	20-420	2020 GIS Enhancements			-		18,453	-	18,453													-	
2020	20-421	Bamboo HR			-		12,520	-	12,520													-	
2021	21-411	2021 Public Website Redesign			-		12,677	-	-					12,677								12,677	
Sub-Totals:					15,703,911		13,904,850	2,217,940	13,014,912	747,722	-	44,045	22,537	23,309	35,250	17,075	-	-	-	-	-	834,514	-

New and Replacement Equipment

Budget Year	Project	Project Title	Project Type	Contractor	Approved Contract Amount	Board / Manager Approval	Payments Approved to Date	Contract Balance	Through Dec. 2020	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	2021 Total	2022 Carryover
2021	21-603	2021 Replacement Water Truck	Replacement Equip	Valew Quality Truck Bodies			106,043	-	-			18,580	83,241	200	4,022							106,043	
2021	21-605	2014 Ford F-250 Truck	Replacement Equip	Divine Auto Mall, LLC			26,707	-	-				26,707									26,707	
2021	21-606	2015 Ford F-550 Super Duty Truck	Replacement Equip	Doaba Motors			33,125	-	-							33,125						-	
2021	21-701	Hydraulic Concrete Breaker	New Equipment	Ditch Witch West			9,110	-	-				9,110									9,110	
2021	21-702	Diaphragm Pump	Replacement Equip	Pump Engineering Company			8,249	-	-				8,249									8,249	
							-	-	-													-	
							-	-	-													-	
							-	-	-													-	
Sub-Totals:							183,234	-	-	-	-	18,580	127,307	200	4,022	33,125	-	-	-	-	-	150,109	-

Palmdale Water District
2021 Capital Projects - Contractual Commitments and Needs

Water Quality Fee Funded Projects

Budget Year	Work Order	Project Title	Project Type	Vendor/Supplier	Approved Contract Amount	Board / Manager Approval	Payments Approved to Date	Contract Balance	Through Dec. 2020	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	2021 Total	2022 Carryover
2021	21-401	GAC Replacements @ WTP	Water Quality	Calgon Carbon	-	07/09/2014	107,803	-			107,803											107,803	
2021	21-401	GAC Replacement @ Underground Booster Station	Water Quality	Evoqua	-	03/10/2017	72,526	-							72,526							72,526	
										-	-	-	-	-	-	-	-	-	-	-	-	-	-
				Sub-Totals:	-		180,329	-	-	-	107,803	-	-	-	72,526	-	-	-	-	-	-	180,329	-

- = Projects that originated from 2013 WRB Funds
- = Project had additional funding paid out by the general fund to complete.
- = Project is now deemed complete with no further expense.
- = Projects paid by 2018 WRB Funds

Project Summary (W/O GAC Included)								Totals	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	2021 Total
Total Approved Contracts to Date								16,131,401													
Total Payments on Approved Contracts to Date								16,203,356													
Total Contract Balance to Date								2,315,071													
Non-Operating Capital Expenditures (Paid)									1,080,512	57,836	102,503	294,523	36,687	66,737	87,671	-	-	-	-	-	1,726,469
Non-Operating Capital Expenditures (Projected)								-	-	-	-	-	-	-	-	-	-	-	-	-	-
Funding Available Through Water Supply Fees								-	-	-	-	-	-	-	-	-	-	-	-	-	-
2019 Funding Through Budgeted Non-Operating Capital Ex.								1,726,469	1,080,512	57,836	102,503	294,523	36,687	66,737	87,671	-	-	-	-	-	1,726,469

Water Revenue Bond - Series 2018A

Updated: August 9, 2021

Project	Project #	Description	Bond Allocation	Contractual Commitment	Payout to Date	Over/(Under)	Uncommitted Bond \$
LGCS-ASI	04-501	Littlerock Dam - Grade Control Structure (Construction)	\$ 8,160,257	\$ 10,619,601	\$ 10,697,276	\$ (77,675)	\$ (2,537,019)
		Original Contract Amt: \$9,500,808, C.O.1: \$1,118,792.54					
LGCS-ASP	04-501	Littlerock Dam - Grade Control Structure (Monitoring)		1,238,287	1,034,277	204,010	(1,034,277)
WTP		Water Treatment Plant Improvements	2,375,000		-	-	
6MG		6 M.G. Reservoir Renovations	1,050,000		-	-	
WMR		Various W.M. Replacements	1,789,612		-	-	
PWD		Design, Engineering and Other Preconstruction Costs	173,000		-	-	
WRB		Bond Issuance Costs	226,303		226,303	-	
ISS		Issuance Funds			(12,092)		
Interest Earned through July 31, 2021					(333,358)		
Totals:			\$ 13,774,172	\$ 11,857,888	\$ 11,612,404	\$ 126,335	\$ (3,571,295)
2018A Water Revenue Bonds - Unallocated Funds:				\$ 1,916,284			
2018A Water Revenue Bonds - Remaining Funds to payout:					\$ 2,161,768		

Requisition No.	Payee	Date Approved	Invoice No.	Project	Payment Amount
	Issuance Costs	Jun 27, 2018	N/A	WRB	\$ 226,302.82
	Interest - Jul 2018		N/A	INT	1,384.72
	Interest - Aug 2018		N/A	INT	20,900.39
1	Aspen Environmental Group	Sep 12, 2018	1116.007-01	LGCS-ASP	28,105.88
2	ASI Construction LLC	Sep 18, 2018	01	LGCS-ASI	60,027.00
	Interest - Sep 2018		N/A	INT	21,047.68
3	ASI Construction LLC	Oct 2, 2018	02	LGCS-ASI	156,655.00
4	Aspen Environmental Group	Oct 8, 2018	1116.007-02	LGCS-ASP	51,072.42
5	Aspen Environmental Group	Oct 30, 2018	1116.007-03	LGCS-ASP	56,698.38
	Interest - Oct 2018		N/A	INT	20,838.36
6	ASI Construction LLC	Nov 7, 2018	03	LGCS-ASI	844,455.00
	Interest - Nov 2018		N/A	INT	22,998.40
7	Aspen Environmental Group	Dec 10, 2018	1116.007-04	LGCS-ASP	99,711.66
7	ASI Construction LLC	Dec 10, 2018	04	LGCS-ASI	665,631.99
	Interest - Dec 2018		N/A	INT	21,673.24
8	Aspen Environmental Group	Jan 3, 2019	1116.007-05	LGCS-ASP	67,719.03
9	ASI Construction LLC	Jan 7, 2019	05	LGCS-ASI	1,494,216.00
10	Aspen Environmental Group	Jan 29, 2019	1116.007-06	LGCS-ASP	56,529.35
	Interest - Jan 2019		N/A	INT	22,085.33
11	ASI Construction LLC	Feb 14, 2019	06	LGCS-ASI	338,899.30
	Interest - Feb 2019		N/A	INT	20,485.96
12	Aspen Environmental Group	Feb 28, 2019	1116.007-07	LGCS-ASP	78,799.25
	Interest - Mar 2019		N/A	INT	17,656.62
13	Aspen Environmental Group	Apr 1, 2019	1116.007-08	LGCS-ASP	34,790.67
13	Aspen Environmental Group	Apr 1, 2019	1116.008-01	LGCS-ASP	7,731.53
14	Aspen Environmental Group	Apr 22, 2019	1116.007-09	LGCS-ASP	6,938.12
	Interest - Apr 2019		N/A	INT	19,042.25
15	Aspen Environmental Group	May 15, 2019	1116.007-10	LGCS-ASP	6,958.75
	Interest - May 2019		N/A	INT	18,485.68
	Interest - June 2019		N/A	INT	18,852.79
16	Aspen Environmental Group	Jul 1, 2019	1116.007-11	LGCS-ASP	11,059.71
17	Aspen Environmental Group	Jul 30, 2019	1116.007-12	LGCS-ASP	22,237.47
	Interest - July 2019		N/A	INT	18,017.03
18	Aspen Environmental Group	Aug 27, 2019	1116.007-13	LGCS-ASP	58,421.77
19	ASI Construction LLC	Aug 28, 2019	Chng Order 4	LGCS-ASI	1,118,792.54
	Interest - August 2019		N/A	INT	18,580.51
	Interest - September 2019		N/A	INT	16,527.97
20	ASI Construction LLC	Oct 15, 2019	08	LGCS-ASI	1,361,654.50
	Interest - October 2019		N/A	INT	14,239.81

(Cont.)

[illegible]

**PALMDALE
WATER DISTRICT
BOARD MEMORANDUM**

DATE: August 10, 2021 **August 17, 2021**
TO: Finance Committee **Committee Meeting**
FROM: Michael Williams, Finance Manager/CFO
VIA: Mr. Dennis LaMoreaux, General Manager
RE: ***AGENDA ITEM 4.5 – CONSIDERATION AND POSSIBLE ACTION ON A RECOMMENDATION TO APPROVE 2021 TAXABLE REFUNDING OUTSTANDING 2013A WATER REVENUE TERM BONDS MATURING 2025 THROUGH 2028. (10.9 MILLION – NON-BUDGETED – FINANCE MANAGER WILLIAMS, MARK NORTHCROSS OF NHA ADVISORS)***

Discussion:

Presented here are the projected savings on interest expense by refunding a portion of the 2013A Revenue Bonds. On page 2, you see the cumulative savings of approximately \$690K. The refunding will be with taxable private placement with Sterling Bank.

Mark Northcross, NHA Advisors, will go over the attached presentation for the Committee's consideration on recommending approval to proceed to the full Board.

Supporting Documents:

- Presentation from NHA Advisors "Potential Partial Refunding of Outstanding 2013 Bonds"



POTENTIAL PARTIAL REFUNDING OF OUTSTANDING 2013 BONDS

A PRESENTATION FOR THE PALMDALE WATER DISTRICT FINANCE COMMITTEE

NHA | ADVISORS
Financial & Policy Strategies.
Delivered.

August 17, 2021

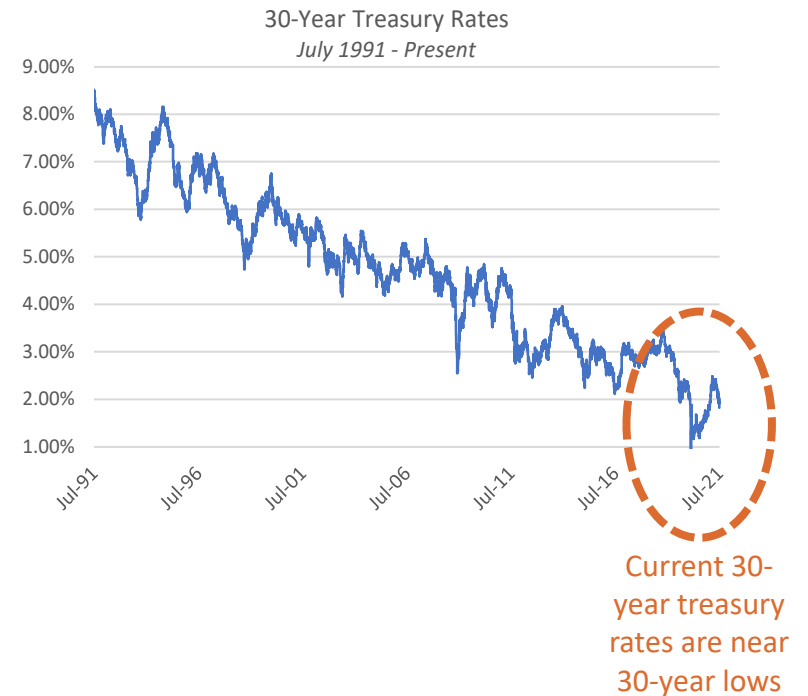
Summary of the Opportunity

- ▶ Current interest rates remain near historic lows; strong investor and bank demand for high quality municipal bonds
- ▶ Sterling Bank has offered a competitive*, taxable** refinancing rate of 1.53% on a portion of the outstanding 2013 Bonds
 - ▶ Specifically refunding the 2025 through 2028 maturities of the 2013 bonds, which have an interest rate of 5.0%
 - ▶ Based on the offered rate, over 6.5% NPV savings (\$98,000 average annual savings through 2028; over \$690,000 cumulative cashflow savings)
 - ▶ Rate can be locked through anticipated closing of September 7th

**NHA has confirmed that the bid from Sterling Bank is the lowest all-in interest rate that can be obtained under current market conditions*

***Because of 10/1/2023 first call option on the outstanding 2013 Bonds, any refinancing done within the next two years will need to be done on a taxable basis to comply with tax law*

Do we need to update this graphic?



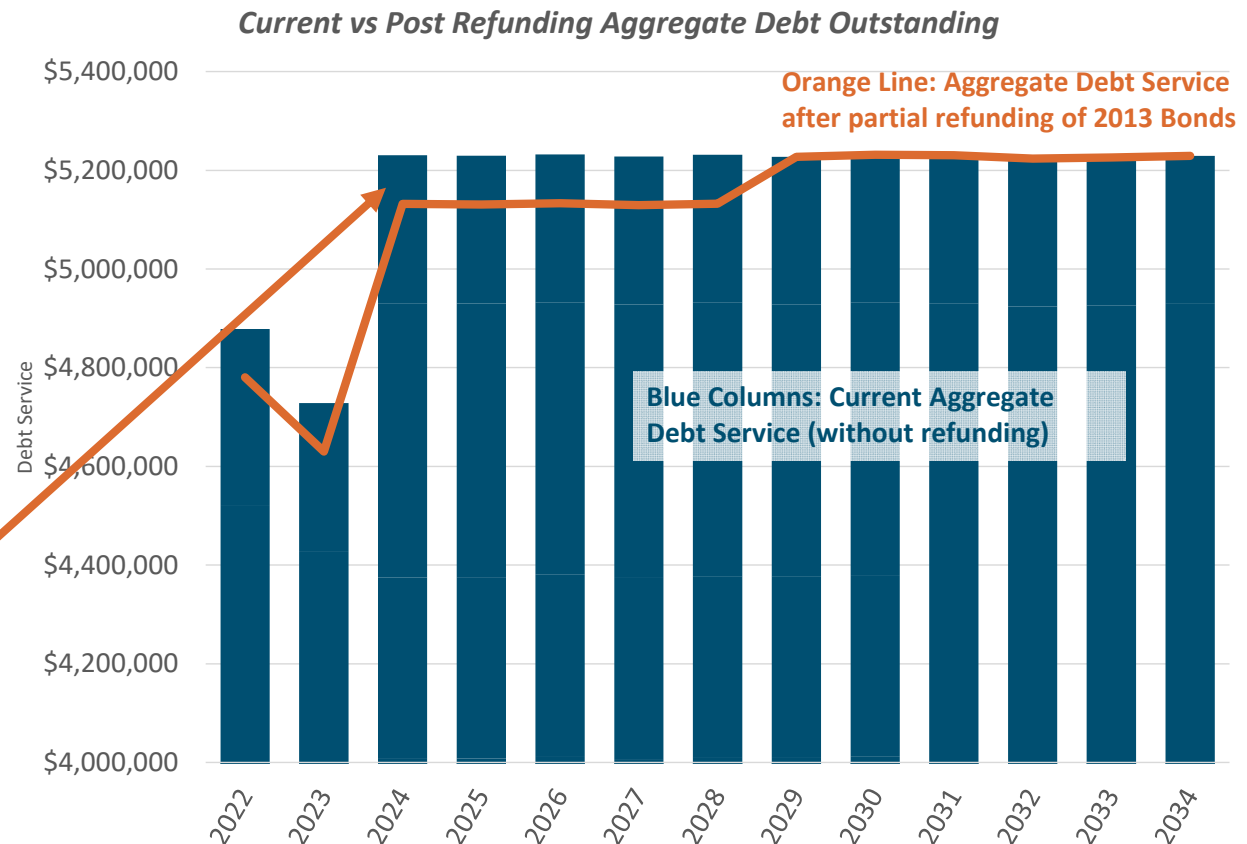
Impact to Aggregate Debt Service

- ▶ Dark Blue bars are current aggregate debt service structure through 2034

- ▶ Incorporates the 2021 Water Bonds that closed earlier in July 2021

- ▶ Orange line represents the aggregate debt service after a refunding of a portion of the outstanding 2013 Bonds

- ▶ Space between top of blue bars and orange line represents approximately \$98,000 annual savings through 2028



Note: Graph shows aggregate debt service through 2034 to focus on the time period affected by this refinancing; District's aggregate debt service extends through 2051; graph includes the anticipated \$10M second series bond financing in 2023

Impact to Near-Term Coverage

- ▶ Projected Debt service coverage projected to improve by 0.05x due to the refunding
- ▶ Approximately 2% improvement in overall coverage

	Current Status Quo Coverage					Estimated Post-Refunding Coverage				
	Projected					Projected				
	2022	2023	2024	2025	2026	2022	2023	2024	2025	2026
Total Operating Revenues	\$32,097,618	\$34,705,625	\$37,524,881	\$38,791,252	\$39,993,781	\$32,097,618	\$34,705,625	\$37,524,881	\$38,791,252	\$39,993,781
Total Operating Expenses	25,111,416	25,939,775	26,794,352	27,659,157	28,532,029	25,111,416	25,939,775	26,794,352	27,659,157	28,532,029
Net Operating Revenues	\$6,986,202	\$8,765,851	\$10,730,529	\$11,132,096	\$11,461,752	\$6,986,202	\$8,765,851	\$10,730,529	\$11,132,096	\$11,461,752
Total Non-Operating Revenues	\$3,038,269	\$3,088,405	\$3,139,543	\$3,191,704	\$3,191,704	\$3,038,269	\$3,088,405	\$3,139,543	\$3,191,704	\$3,191,704
Net Water Revenue Available for Debt Service	\$10,024,471	\$11,854,255	\$13,870,072	\$14,323,799	\$14,653,456	\$10,024,471	\$11,854,255	\$13,870,072	\$14,323,799	\$14,653,456
Debt Service										
2012 Installment Purchase Agreement	\$1,372,329	\$1,373,924	\$ -	\$ -	\$ -	\$1,372,329	\$1,373,924	\$ -	\$ -	\$ -
2013 Water Revenue Bonds	1,377,325	1,372,575	2,878,475	2,878,125	2,882,625	900,825	896,075	2,401,975	191,625	191,625
Capital Leases	89,477	-	-	-	-	89,477	-	-	-	-
2018 Water Revenue Bonds	818,894	821,394	820,794	822,044	822,544	818,894	821,394	820,794	822,044	822,544
2020 Installment Sale Agreement	307,881	307,881	307,881	307,881	307,881	307,881	307,881	307,881	307,881	307,881
2020 Water Revenue Refunding Bonds	553,990	552,727	556,290	554,305	551,894	553,990	552,727	556,290	554,305	551,894
2021 Bonds (\$10mm)	358,837	299,725	299,725	299,725	299,725	358,837	299,725	299,725	299,725	299,725
2021 Refunding Bonds	-	-	-	-	-	378,159	378,304	377,953	2,587,556	2,592,301
2023 Bonds (\$10mm)*	-	-	367,400	367,400	367,400	-	-	367,400	367,400	367,400
Total Debt Service	\$4,878,733	\$4,728,226	\$5,230,565	\$5,229,479	\$5,232,069	\$4,780,392	\$4,630,029	\$5,132,018	\$5,130,535	\$5,133,370
Debt Service Coverage ^{*(8)}	2.05x	2.51x	2.65x	2.74x	2.80x	2.10x	2.56x	2.70x	2.79x	2.85x

Higher Coverage due to \$98,000 lower aggregate debt service

Additional Considerations

- ▶ District's aggregate debt service structure results in elevated debt service through 2034
 - ▶ Future new money borrowings are expected to “wrap around” this structure by using amortizing principal from 2035 onward (i.e. “interest only” through 2034)
 - ▶ 2021 Bonds that closed in July 2021 utilized this structure
- ▶ A refunding of the 2013 Bonds' outstanding 2025-2028 maturities results in approximately \$98,000 of annual cashflow savings through 2028
 - ▶ Results in a benefit of approximately 2% on improved coverage
- ▶ \$98,000 annual savings, assuming a 3.0% rate on new bonds increases additional borrowing capacity due to the savings from the refunding
 - ▶ Maximum debt service period of 2029-2034 remains since there are no anticipated savings from this refunding during that period
 - ▶ It is possible that firm commitment from bank could be renegotiated to provide savings in other years, but there is no commitment for that now

Refunding Pros and Cons

Reasons for Doing this Refunding Now

- ▶ We have a competitive rate in hand now that can be locked to secure over \$98,000 annual savings; future interest rates are uncertain and current rate environment may not continue
- ▶ We have legal documents, an official statement and a rating that are all “fresh” and can easily be adapted to another bond issue
- ▶ The time period through 2028 is part of the District’s highest aggregate combined debt service; providing relief there helps future bonding capacity

Reasons for Waiting

- ▶ The bond market is uncertain. We could go through this exercise and have the market turn against us
- ▶ Taxable advance refunding due to call date in 2023 and negative arbitrage due to 10/1/2023 call date on the 2013 Bonds
- ▶ Refunding in 2 years with tax exempt bonds could yield additional savings **assuming, however**, market rates remain at current historic low levels for the next 2 years

Mitigation Strategy: Sterling Bank has provided a “rate lock” through their term sheet

Anticipated Timing

Timing	Item
August 10th	Formal Bank Credit Approval
August 17th	Bring Opportunity back to Finance Committee for Recommendation
August 23rd	District Board Approval of Financing
August 31st	Close the Partial Refinancing of the 2013 Bonds

**PALMDALE
WATER DISTRICT
BOARD MEMORANDUM**

DATE: August 10, 2021
TO: Finance Committee
FROM: Michael Williams, Finance Manager/CFO
VIA: Mr. Dennis LaMoreaux, General Manager
RE: *AGENDA ITEM 5.1 – REPORTS*

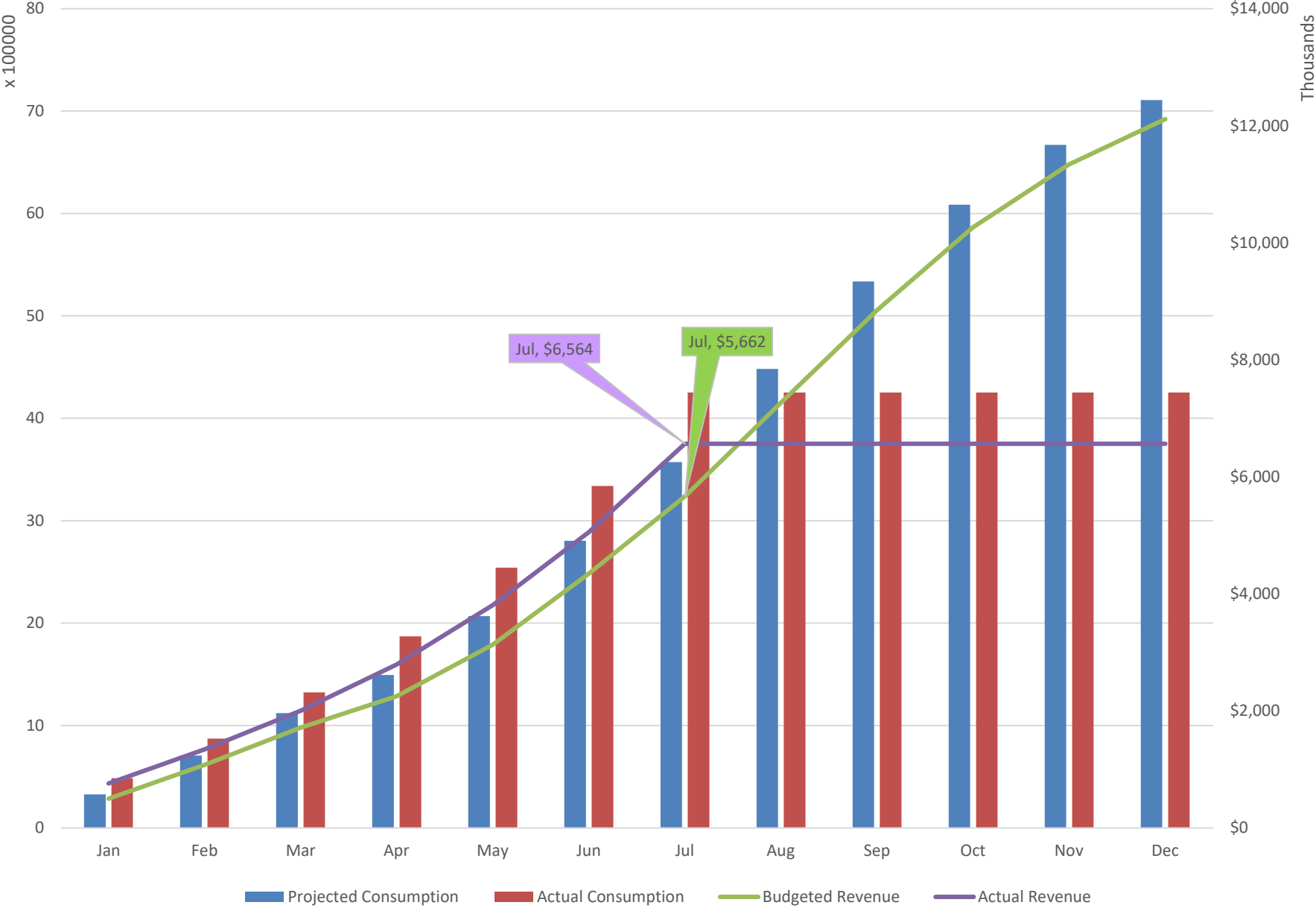
**August 17, 2021
Committee Meeting**

Discussion:

Presented here are financial related items for your review.

1. Effects of COVID-19 event.
 - a. As of July 31, 2021, we have 1,607 single family accounts with past due balance over 60 days with amounts greater than \$50.00. Total outstanding for those accounts at 60+ days \$986,421. At June 30, 2021, there were 1,575 single family accounts same stat with outstanding balance \$919,067. July's total is a 7% increase over June.
At July 31, 2020, there were 869 single family accounts same stat with outstanding balance \$313,404.
 - b. Cash received for the month of July 2021, was \$202,903, or 8% higher than June 2021, and \$656,678, or 32% higher than May 2021, and \$328,682, or 14% higher than July 2020.
2. Revenue Projections (attachment)
 - a. Revenue projections for 2021 based on selling 16,317 AF shows as of July 31st, revenue is ahead of projections by approximately \$902K.

2021 Revenue Projections Based on 16,317 AF



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

Fiscal Year Ending September 30	Audited 2017	Audited 2018	Audited 2019	Audited 2020	May 2020 - Apr 2021	Jun 2020 - May 2021	Jul 2020 - Jun 2021
OPERATING REVENUES	23,693	24,884	25,166	27,653	28,670	29,139	29,361
Rate Stabilization Fund				(100)			
	23,693	24,884	25,166	27,553	28,670	29,139	29,361
OPERATING EXPENSES							
Gross operating expenses	23,054	24,436	25,092	25,282	23,874	24,162	23,679
Overhead adjustment	(46)	(103)	(1,049)	(558)			
SWP Fixed operations and maint	(26)	(22)	(23)	(38)	(36)	(36)	(36)
Non-Cash Related OPEB Expense	(1,384)	(959)	(865)	(1,171)			
Capital portion included above							
TOTAL EXPENSES	21,597	23,351	23,155	23,516	23,838	24,126	23,643
NET OPERATING REVENUES	2,096	1,533	2,010	4,037	4,831	5,013	5,718
NON-OPERATING REVENUE							
Ad valorem property taxes	2,289	2,436	2,508	2,409	2,458	2,458	2,444
Interest income	56	292	452	171	124	119	119
Capital improvement fees	1,021	107	624	1,235	1,272	2,068	2,832
Other income	363	121	72	43	411	459	426
TOTAL NON-OPERATING INCOME	3,730	2,956	3,656	3,859	4,265	5,105	5,820
NET REV AVAILABLE FOR DEBT SERVICE	5,826	4,489	5,666	7,896	9,096	10,118	11,537
NET DEBT SERVICE							
1998 Certificates of Participation							
2004A Certificates of Participation							
2012 Issue - Bank of Nevada	1,373	1,370	1,373	1,261	1,373	1,373	1,373
2013A Water Revenue Bond	2,351	2,351	2,346	2,346	1,845	1,845	1,845
2018A Water Revenue Bond		147	569	569	569	569	569
2020 Private Placement					279	279	279
2020 Water Revenue Refunding Bond					160	160	160
2017 Capital Lease	89	179	179	179	179	179	179
2012 Capital Lease	48						
TOTAL DEBT SERVICE	3,861	4,047	4,467	4,355	4,406	4,406	4,406
DEBT SERVICE COVERAGE	1.51	1.11	1.27	1.81	2.06	2.30	2.62
NET REV AVAILABLE AFTER D/S	1,965	443	1,199	3,541	4,690	5,712	7,131