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November 1, 2021

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Board of Directors
United Water Conservation District

Subject: Fiscal Year 2021-22 First Quarter Financial Reports

Dear Board Members:

Enclosed for your review is the District's FY 2021-22 First Quarter (July 1, 2021, through September 30, 2021) Financial Report. This report represents three months of financial information for District operations (25% of the total fiscal year).

The report focuses primarily on the operating funds of the District and corresponding Capital Improvement Project (CIP) funds:

- General/Water Conservation Fund
 - Recreation and Ranger Activities Sub-fund
- Freeman Fund
- Oxnard/Hueneme Pipeline (OHP) Fund
- Pleasant Valley Pipeline (PVP) Fund
- Pumping Trough Pipeline (PTP) Fund
- State Water Import Fund
- Overhead Fund

Staff provides the Board's Finance and Audit Committee with monthly cash position and pipeline delivery activities reports throughout the fiscal year. Quarterly financial reports are submitted to the Board to provide information on the financial status of the District and to assure the Directors and District customers that staff is operating within the parameters of the annual adopted budget, including any supplemental appropriations. At the end of each fiscal year, an outside certified public accounting firm performs an independent financial audit to test staff's financial reporting accuracy and internal controls. It is staff's responsibility to ensure that the Board has received adequate financial information throughout the year so that there are no surprises, and so that fiscally prudent decisions can be made when the Board is asked to consider approval of budgeted and unbudgeted expenditure requests.

This report compares the revenues and budget appropriations for the fiscal year-to-date with data to provide the Board and District customers a preliminary financial view (subject to audit adjustments at year-end). The following discussion will provide a summary of the District's projected revenues and approved spending plan compared to what actually occurred throughout the first quarter of the fiscal year. It also provides an update on approved and funded capital improvement projects.

Operating Funds

Narrative and graphical analyses are provided by fund (and the Recreation sub-fund) on the pages following the Capital Improvement Program Status.

Capital Improvement Program Status

A one-page summary of the District's current Five-Year Capital Improvement Program appears along with Benchmark Interest Rates as part of Attachment B. As of September 30, 2021, all capital improvement projects (CIP) expenditures are within the total amount appropriated by the Board.

The majority of the CIPs that have been funded are currently underway, either in the planning, design or construction stages of the project.

- *Well Replacement Program (CIP Project # 8000)*
Best Drilling and Pump completed construction and General Pump is slated to install pump and motor in early October.
- *Freeman Diversion Rehabilitation (CIP Project # 8001)*
September 8, 2021 – Board of Directors approved agreement with GEI to develop a supplemental geotechnical investigation program.

September 9, 2021 – Agreement executed with GEI in the amount of \$499,724 which includes a 9% contingency or \$41,403 to be used upon the district's written authorization only).

- *Santa Felicia Dam Outlet Works Rehabilitation (CIP Project # 8002)*
July 23, 2021 – Staff prepared and submitted a Letter of Interest to the U.S. Environmental Protection Agency (EPA) for consideration of the Santa Felicia Dam Safety Improvement Project for the Water Infrastructure Finance and Innovation Act (WIFIA) low interest loan program. The total requested WIFIA loan amount is \$51,693,083, which is 49% of the estimated total project cost of \$105,496,088. The final loan amount will be determined based on the updated estimated project cost if the project is selected for this loan program.

September 21-23, 2021 – Staff held the in-person Board of Consultants (BOC) meeting #5 at the at the District's headquarters.

Staff reviewed the invoices received from GEI Consultants for the design work performed in July, August, and September 2021. The total invoice amounts for Purchase Orders 01042 and 01059 were \$126,862.73, \$32,029.73, and \$15,528.86, respectively. The 30% design phase of the outlet works improvement project was 100% completed, and no additional invoices are expected.

Staff reviewed the invoices received from Catalyst Environmental Solutions Corporation for the work performed in July and September 2021 regarding the new channel design. The total invoice amounts for Purchase Order 01429 were \$30,393.45 and \$15,584.70, respectively.

- *Santa Felicia Dam Probable Maximum Flood Containment (CIP Project # 8003)*
The above updates reported for the Santa Felicia Dam Outlet Works Rehabilitation (CIP Project # 8002) regarding the WIFIA low interest loan, and the BOC meeting No. 5 are also applicable to this project.

Staff reviewed the invoices received from GEI Consultants for the design work performed in July, August, and September 2021. The total invoice amounts for Purchase Orders 01043 and 01060 were \$51,473.00, \$47,956.75, and \$25,258.70, respectively. The supplemental 10% design phase of the spillway improvement project was 100% completed, and no additional invoices are expected.

- *Santa Felicia Dam Sediment Management (CIP Project # 8005)*
August 11, 2021 – Agreement in the amount of \$25,565 executed with Rincon Consultants for permit support services related to the Lake Piru Reservoir Sediment Sampling and Testing Plan.
- *Lower River Invasive Species Control (CIP Project # 8006)*
Currently, there is no update available on this project.
- *Oxnard Hueneme Pipeline Iron and Manganese Treatment (CIP Project # 8007)*
July 1, 2021 –The Calleguas Municipal Water District and grant administrative services consultant, Kennedy/Jenks Consultants (K/J), provided information needed to prepare the first progress report and invoice to the Department of Water Resources (DWR) for the Proposition 1 Integrated Regional Water Management (IRWM) Implementation Grant Program

July 14, 2021 – Staff issued the Notice of Award to GSE Construction Company, Inc. for construction of the El Rio Iron and Manganese Treatment Project Phase 1.

July 26, 2021 – Staff executed an agreement with HDR Engineering, Inc. (HDR) for construction management and inspection services related to the El Rio Iron and Manganese Treatment Plant Phase 1 for a fee of \$701,956 including a ten percent contingency.

July 26, 2021 – Staff executed an agreement with K/J Consultants, Inc. for engineering services during construction related to the El Rio Iron and Manganese Treatment Plant Phase 1 for a fee of \$488,625 (an additional 10% contingency not included in this amount that was authorized by the Board of Directors to be used upon written authorization only).

August 19, 2021 – Staff executed a 16-month Lease Agreement with Mobile Modular Management Corporation for a 12'x 32' construction office trailer with a monthly charge of approximately \$563 per month.

August 26, 2021 – After receiving the documents specified in the Notice of Award (Payment and Performance Bond, Preliminary Construction Schedule, Billing Schedule of Values, etc), Staff executed a Construction Agreement with GSE Construction Inc. for a fee of \$9,342,900.

August 26, 2021 – the USBR issued notice that their Program, Policy and Grants Office determined that additional Federal funding is not allowable on this project due to Financial Assistance Law and Authorizing Legislation that prohibits multiple Federal funding sources to cover the same scope of work. Now that the District has accepted the OLDCC DCIP grant, the District will have to request termination of the USBR's WaterSMART grant in the amount of \$300,000.

August 27, 2021 – The District with the assistance of K/J Consultants submitted a formal grant application to the OLDCC seeking \$4,371,450 in Federal funding.

August 29, 2021 – Staff completed the 1st Quarterly Progress Report and Invoice for the DWR IRWMP Grant. The total invoice was \$1,067,003.11 to serve as local cost match with costs dating back to 2016.

August 30, 2021 – Staff issued Work Directive Change No. 1 to GSE Construction Inc. (GSE) in anticipation of award of the DCIP Grant, Staff has directed GSE to prepare an alternate set of submittals for material and equipment that would satisfy the Buy American Act (BAA) as required by this grant. In addition, the change directive requests that GSE identify the estimated cost and schedule impacts resulting from the sourcing of the American made material that would satisfy the BAA requirements.

September 20, 2021 – Staff issued an Administrative Notice to Proceed to GSE to proceed with all non-ground disturbing activities associated with the project. A Construction Notice to Proceed will be issued upon OLDCC grant administration approval to the District.

September 21, 2021 - The District received notice that the OLDCC approved a federal grant for \$4,230,133 to the District for the project.

September 23, 2021 – District fully executed the OLDCC DCIP grant agreement.

- *Ferro-Rose Recharge (CIP Project # 8018)*
NHC continues to develop the design on the Inverted Siphon and 3 Barrel Culvert.
- *Brackish Water Treatment (CIP Project # 8019)*
August 18, 2021 – District executes an agreement with K/J in the amount of \$101,530 to provide distribution alternatives analysis services.

September 7, 2021 – Staff submitted a concept proposal for an implementation grant in the amount of \$4,225,291 under the Proposition 1 Groundwater Grant Program Round 3 solicitation which is administered by the State Water Resources Control Board. The concept proposal includes the installation of production wells that will serve as an extraction barrier for seawater intrusion and monitoring wells to demonstrate the effectiveness.

- *Rice Ave. Overpass PTP (CIP Project # 8021)*
July 12, 2021 – Maryam Bral and Brian Collins met with the Ventura County Public Works Agency (VCPWA) Staff and the City of Oxnard’s Engineers at the County’s Government Center to discuss the Rice Avenue Grade Separation Project. United provided comments on the 95% design plans and worked with K/J to evaluate the drainage and stormwater design. K/J charges the District for their consulting services, however, in this period there was no payment was requested by K/J.
- *PTP Turnout Metering System (CIP Project # 8022)*
As of September 30, 2021, thirty-three (33) of sixty-one (61) turnouts are installed and operational. Seventeen (17) easement deeds out of forty-one (41) have been signed by property owners and fifteen (15) easement deeds have been recorded. The cost per turnout is currently tracking at approximately \$23,000 per turnout and the estimate budget is \$26,400 per turnout. A total amount of \$446,216.49 has been invoiced to the Department of Water Resources under the Proposition 1 Agriculture Water Use Efficiency Grant with a remaining grant amount of \$188,842.51.
- *Pothole Trailhead (CIP Project # 8023)*
There are currently no updates available for this period.
- *State Water Interconnection Project (CIP Project # 8025)*
Addendum #1 to the certified EIR was adopted by the City Council on July 12, 2021. Addendum #1 includes geotechnical borings within the Santa Clara River riverbed for the purpose of geotechnical investigation and informing the project design and geophysical field exploration to collect data that were not included in the EIR.

The draft Agency Agreement is on hold and might need to be revised to update Casitas’ level of involvement in the project. Design of Calleguas portion of the interconnect has started. Engineering Staff continues to support the City and the City’s consultants who are preparing for geotechnical investigations at Ferro Basin and Santa Clara River riverbed within United’s property.

Since adoption of Addendum #1 to the certified EIR by the City of Ventura Council on July 12, 2021, the City has obtained all applicable permits, including encroachment permit, streambed alteration agreement, Clean Water Act Section 401, and the Nationwide Permit for the geological exploration for three borings within the Santa Clara

River (SCR) riverbed. The purpose of the geotechnical exploration that includes drilling three borings is to collect data that were not included in the EIR to inform the design of the proposed interconnection that will be undercrossing the SCR. The proposed borings are in the District property.

Upon review of the applicable permits, the District allowed the City to proceed with the drilling work on September 20, 2021. A bioresources survey was completed on September 21, 2021, a preconstruction meeting was held by Fugro on September 22, 2021. Fugro, the County of Ventura, the City of Ventura, United and the drilling contractor were in attendance.

The City of Ventura informed United and other project partners on September 28, 2021, that California Water Impact Network (CWIN) had filed a notice of appeal in the project CEQA litigation.

- *Replace El-Rio Trailer Project (CIP Project # 8028)*
There are currently no updates available for this period.
- *Alternative Supply Assurance Pipeline (CIP Project #8030)*
The project is currently on hold.
- *Grand Canal Hydraulic Constraint Removal (CIP Project # 8032)*
September 13, 2021 - Notice of Completion was filed with the County of Ventura. There will be no future update on this project.
- *Lake Piru Campground Electrical Update (CIP Project #8034)*
This project has been placed on hold as it is one part of the Facility Improvement Plan.
- *Oxnard Hueneme System Backup Generator (CIP #8036)*
July 13, 2021 – Staff received FEMA’s approval of the budget increase request. The project was approved for additional grant funding in the amount of \$165,784 (Federal share) that increased the total approved grant amount to \$812,321.

August 5, 2021 – Notification of payment received from Cal OES in the amount of \$65,232.72. The total payments received to date are \$66,690.72.

August 16, 2021 – Staff issued Change Order No. 2 to Oilfield Electric & Motor that extended the project completion date to December 23, 2021. The time extension was issued to accommodate the delay in manufacturing and delivery of the remaining long lead items. This change order does not change the Agreement amount of \$771,000.00.

September 27, 2021 – Staff received a request for an additional fee in amount of \$29,970 from Phoenix Civil Engineering to extend the construction management services during the project additional time extension.

Staff reviewed invoices received from Oilfield Electric & Motor for the work performed during the month of July, August, and September 2021. The invoice amounts for Purchase Order 01438 were \$150,824.37, \$173,244.37, and \$31,825.00, respectively.

Staff reviewed invoices received from Phoenix Civil Engineering for the work performed during the months of August and September 2021. The invoice amounts for Purchase Order 01439 were \$10,371.25 and \$13,325.00, respectively.

Staff reviewed invoices received from Lucci & Associates for the work performed during the months of July and September 2021. The invoice amounts for Purchase Order 01449 were \$1,956.00 and \$2,152.50, respectively.

Staff reviewed invoices received from Earth Systems for the work performed during the months of July and August 2021. The invoice amounts for Purchase Order 01440 were \$2,095.00 and \$2,366.00, respectively.

- *Emergency Power Supply for UWCD Drinking Water Treatment and Supply Facilities Related to CIP Projects # 8033, 8037, 8039)*

On March 12, 2021, the District received a notification of subrecipient allocation from the California Governor's Office of Emergency Services (CalOES) that notified the District the approval of the District's FY 2020-21 Community Power Resiliency allocation in the amount of \$198,612. This allocation that was paid in full covers the fees for procurement of generators and generator connections and ancillaries for three facilities within the District service area, including the Floc Building, Lake Piru Water Treatment Plant, and Santa Paula Communication Tower. The work must be completed by March 2022.

The District issued a purchase order to Quinn on August 6, 2021 in the amount of \$135,000 for the purchase of a 200 kW backup generator, generator connection, control panel and instrumentation. The generator was delivered to the site on October 7, 2021 and installed by Staff. The testing and start up is scheduled for the end of October, early November. The District completed the purchase of a portable 12 kW generator for the floc building. The generator and a switch gear were delivered to the site on October 7, 2021. District Staff is planning to install the equipment in the last week October. A payment of \$28,539.59 was made to Quinn on October 21, 2021. The backup generator for the Lake Piru Water Treatment Plant has been ordered but not received to date.

- *Asset Management System/CMMS System (CIP Project #8041)*
The project will be advanced in calendar year 2022.
- *Recycled Water (CIP Project # 8043)*
The project will be advanced in calendar year 2022.
- *Lake Piru E-Kiosk (CIP Project #8045)*
This project has been foregone with the continued use of the MySites software system.

- *SCADA Hardware Update (CIP Project #8046)*
During the first quarter of FY 2021-22 the hardware has been purchased and this project is currently in progress.
- *Lake Piru Asphalt (CIP Project #8047)*
July 26, 2021 – Agreement in the amount of \$21,850 executed with RRM Design Group for professional services related to the 2021 Lake Piru Master Plan and CUP Update.
- *Condor Improvement Project (CIP Project #8048)*
There are currently no updates available for this period.
- *Lake Piru Entry Kiosk Renovation (CIP Project #8049)*
There are currently no updates available for this period.
- *Security Gate Upgrade (CIP Project #8050)*
There are currently no updates available for this period.
- *Server Replacement (CIP Project #8051)*
During the first quarter of FY 2021-22 the hardware has been purchased and this project is currently in progress.
- *SCADA Continuous Threat Detection System (CIP Project #8052)*
There are currently no updates available for this period.
- *Main Supply Pipeline Sodium Hypochlorite Injection (CIP Project #8053)*
The project will be advanced in calendar year 2022.

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Cash Position and Investments of the District

As of September 30, 2021, the District had a total of \$47M in cash and investments. As noted on the cash position report, some of the District’s resources are readily available for use while other funds have restrictions that limit how they can be used. The District must adhere to any legal, bond or contractual restrictions placed on funds. However, some restrictions are based on Board designations and can be redirected for other uses if the Board so determines.

The District’s cash, cash equivalents and securities held in the various accounts as compared to the prior year are as follows:

	<u>Sept 2021</u>	<u>Sept 2020</u>
Bank of the Sierra	2,049,439	2,415,022
US Bank - 2020 COP Bond Balance	19,006,655	
Petty Cash	3,400	400
County Treasury	1,644	1,444
LAIF Investments	26,164,382	26,209,535
Union Bank - 2001 Revenue Bond Balance		40
Union Bank - 2005 Revenue Bond Balance		116
Union Bank - 2009 COP Bond Reserve Account		654,525
	<u>47,225,520</u>	<u>29,281,082</u>

Approximately \$655K was held by Union Bank as trustee in reserve for future debt payments on the 2009 COP Bonds as of September 30, 2020. This amount has been released with the refinancing of the 2009 COP Bonds into the new 2020 COP Bonds and a reserve is no longer required. The only current restriction is the \$19M for CIP projects in the 2020 COP Bonds. Any restrictions on the remaining \$ 28.2M are listed in this report.

If you have any questions regarding this report on the financial position, please let me know.

Respectfully submitted,



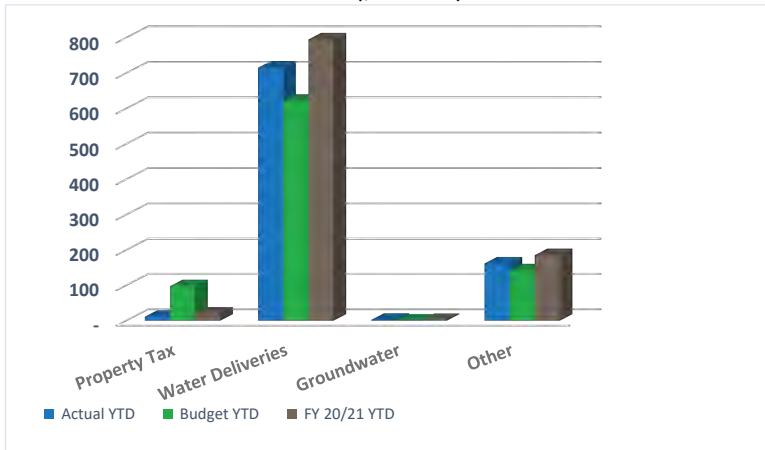
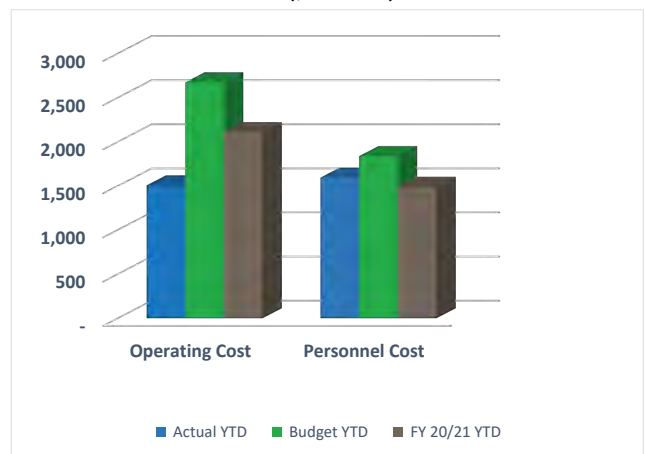
Daryl Smith, Controller

FY 2021-22 First Quarter Financial Review

July 1, 2021 through September 30, 2021

25% of Fiscal Year Completed
General/Water Conservation Fund

in \$ thousands	CY Actuals	CY Revised Budget	Variance	% Variance	PY Actuals	Variance	% Variance
Revenues							
Water Delivery	716	622	93	15%	796	(80)	-10%
Groundwater	2	0	2	0%	2	0	22%
Supplemental Water	0	0	0	0%	0	0	0%
Property Taxes	11	97	(86)	-89%	20	(9)	-44%
Earnings on Investments	10	38	(28)	-73%	(20)	30	-149%
Other	473	335	138	41%	183	290	158%
Transfers in	0	0	0	0%	0	0	0%
Total Revenues	1,212	1,093	120	11%	980	232	24%
Expenses							
Personnel Costs	1,594	1,837	(243)	-13%	1,490	104	7%
Operating Expenditures	1,506	2,674	(1,168)	-44%	2,108	(602)	-29%
Capital Outlay	197	130	68	52%	39	158	400%
Transfers out	2,470	4,406	(1,937)	-44%	499	1,971	395%
Total Expenses	5,767	9,047	(3,280)	-36%	4,137	1,630	39%
Net Surplus / (Shortfall)	(4,554)	(7,954)	3,400	-43%	(3,157)	(1,398)	44%

Revenues
 (\$ thousands)

Expenses
 (\$ thousands)

Revenue Status vs. Budget

- Revenue received through first quarter \$1.2M (\$11%) above Plan primarily due to pipeline deliveries \$93K above Plan. 965 AF more delivered than Plan for three pipelines combined.
- Property taxes \$87K below plan due to property taxes budgeted over 12 months and most property taxes paid begin in December and April.
- Earnings on investments were \$28K under plan due to a GAAP market value adjustment to LAIF in addition to a steep reduction in the rate of return.
- Other Revenue sources \$157K above Plan primarily due to revenue coming from Lake Piru Day Use, Camping, and Boating fees and reservations.

Revenue Status vs. Prior Year

- Q1 Revenue \$232K (24%) higher than PY primarily due to higher Lake Piru Operations revenue, \$288K more than PY. The Lake is providing all revenue and services directly in the current year whereas PMC was handling services previously.
- Offsetting the increase in revenue is lower pipeline deliveries, \$80K less than prior year. 570 AF less delivered than PY for three pipelines combined. Contributing to the variance is lower property taxes \$9K less than PY.



FY 2021-22 First Quarter Financial Review

July 1, 2021 through September 30, 2021

25% of Fiscal Year Completed

General/Water Conservation Fund - Continued

Appropriation/Expenditure Status vs. Budget

- Total Expenditures were \$3.3M (36%) under Plan primarily due to CIP Transfers Out \$1.9M lower than budget.
- Professional Fees \$730K savings from the under-utilized Admin and Finance consulting and legal budget and FERC – Fish Passage and quagga expenditures timing difference of invoices.
- Operating Expenditures \$1.2M under budget primarily due to Principal being budgeted as an expense \$167K but paid directly to liability and an additional \$200K of 2020 Revenue Bond interest offsetting in the 710 fund. Overhead costs \$217K under Plan due to timing differences. Contributing to the variance is a savings in Maintenance, Supplies, and Permits of \$203K due to delay in invoicing and fewer emergencies in the first quarter. Maintenance expenditures is expected to be fully utilized by end of the fiscal year. Savings slightly offset by overrun in Insurance Premiums \$276K.
- Personnel Costs under budget \$243K due to vacant Controls positions in O&M.
- Capital Outlays were \$68K over budget primarily due to the purchase of SLR Excavator and replacement of O&M Saticoy vehicle. The total budget of the vehicles was distributed to twelve months in the system rather than one specific period.

Appropriation/Expenditure Status vs. Prior Year

- Expenditures were \$1.6M (39%) higher than PY, primarily due to transfers out for CIP of \$1.9M in current year for SFD, Ferro Rose and Brackish Water CIP projects. Contributing to the variance is higher Salary expenses \$104K due to COLA increase, additional Rangers hired to support Lake Piru operations and more water staff time spent on water conservation activities compared to PY. Capital Outlays was up \$158K due to SLR excavator and O&M Saticoy replacement vehicle purchase in the current year.
- Operating Expenditures were lower in the current year by \$602K. Professional fees are \$182K lower than PY due to delays in Environmental consulting fees. Principal and interest payments were down \$369K due to bonds 2001, 2005, and 2009 refunded in November 2020; new Revenue Bond payment and interest is being offset in Fund 710 in current year.
- Materials and Supplies \$268K higher than PY primarily due to Insurance premiums increase by \$121K and maintenance costs exceeded PY by \$80K due to Lake Piru operations.

Fund Balance

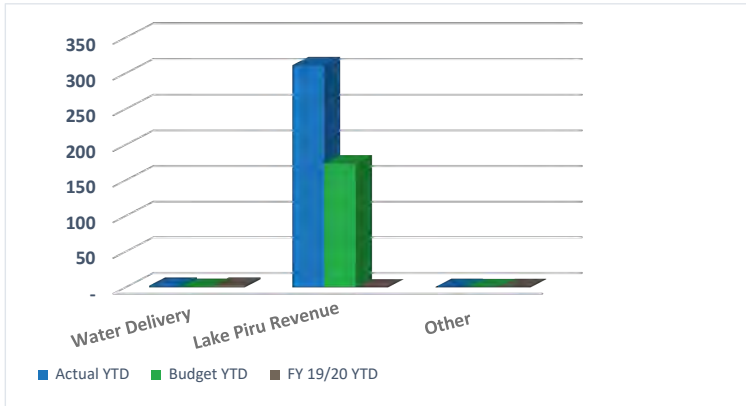
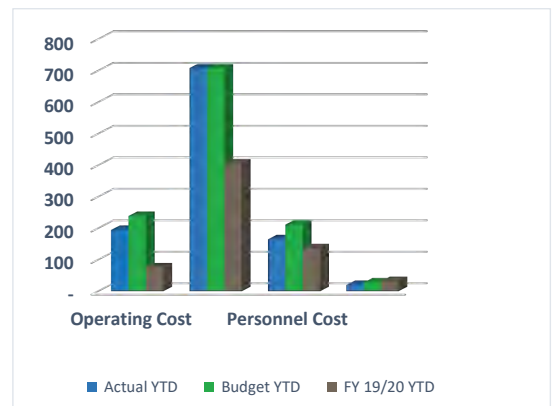
- The projected ending undesignated working capital balance at the end of FY 21-22 is approximately \$6.4M.
- The District's reserve policy requires a \$4 - \$5 million minimum undesignated balance.

FY 2021-22 First Quarter Financial Review

July 1, 2021 through September 30, 2021

25% of Fiscal Year Completed
Recreation Sub-Fund

in \$ thousands	CY Actuals	CY Revised Budget	Variance	% Variance	PY Actuals	Variance	% Variance
Revenues							
Water Delivery	2	1	2	224%	2	(0)	0%
Earnings on Investments	0	0	0	0%	0	0	0%
Lake Piru Revenue	312	174	137		0	312	
Other	1	0	0	85%	1	0	17%
Total Revenues	315	175	139	80%	3	312	10435%
Expenses							
Personnel Costs	165	212	(47)	-22%	136	29	21%
Operating Expenditures	194	239	(44)	-19%	75	119	159%
Capital Outlay	20	28	(8)	-29%	32	(12)	-38%
Transfers out	709	709	0	0%	405	303	75%
Total Expenses	1,087	1,187	(99)	-8%	649	439	68%
Net Surplus / (Shortfall)	(773)	(1,011)	239	-24%	(646)	(127)	20%

Revenues
 (\$ thousands)

Expenses
 (\$ thousands)

Revenue Status vs. Budget

- Revenue received through 1st quarter above Plan Total by \$138K due to higher Day Use, Camping, Boating fees and reservations.

Revenue Status vs. Prior Year

- Q1 Revenue \$312K over PY due to increase in fees and reservations; the District has assumed operations at Lake Piru for the current FY. Lake Piru was closed because of covid restrictions for half of the first quarter in the PY.

Appropriation/Expenditure Status vs. Budget

- Total expenditures \$99K (8%) under budget primarily due to Personnel Costs savings \$47K due to vacant Receptionist position to assist at the Lake. Contributing to the variance is savings in Maintenance and Supplies expense \$27K slightly offset by increase in Insurance premiums \$15K and Small Tools \$10K.

Appropriation/Expenditure Status vs. Prior Year

- Expenditures \$439K (68%) higher than PY.
- Personnel costs (\$29K) higher in current year due to the district hiring part time Rangers to assist with Lake Piru Operations. Operating Expenditures \$119K higher in current year due to Lake Piru being closed for half of the quarter in PY. Maintenance and Tools has increased by \$71K, utilities increased by \$24K.
- Contributing to the variance is CIP Transfers Out \$303K higher than PY for CIP Lake Piru Asphalt, Entry Kiosk Renovation, and Condor Point Improvement Projects.

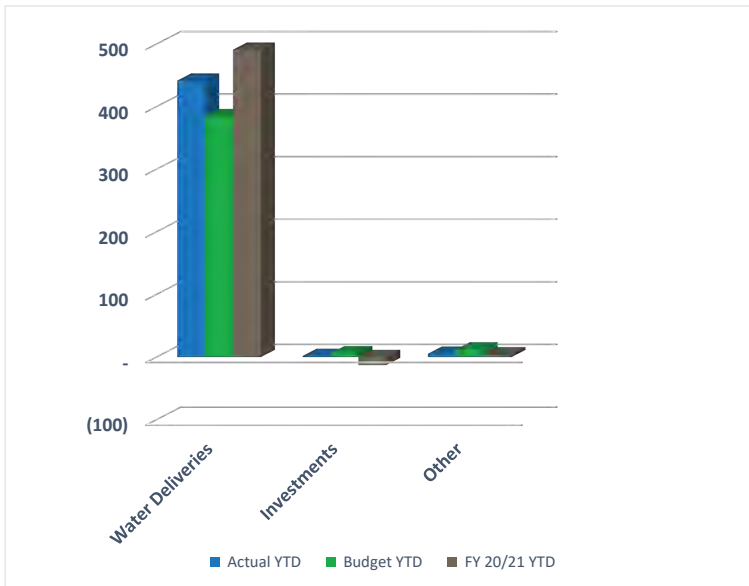


FY 2021-22 First Quarter Financial Review
 July 1, 2021 through September 30, 2021
25% of Fiscal Year Completed

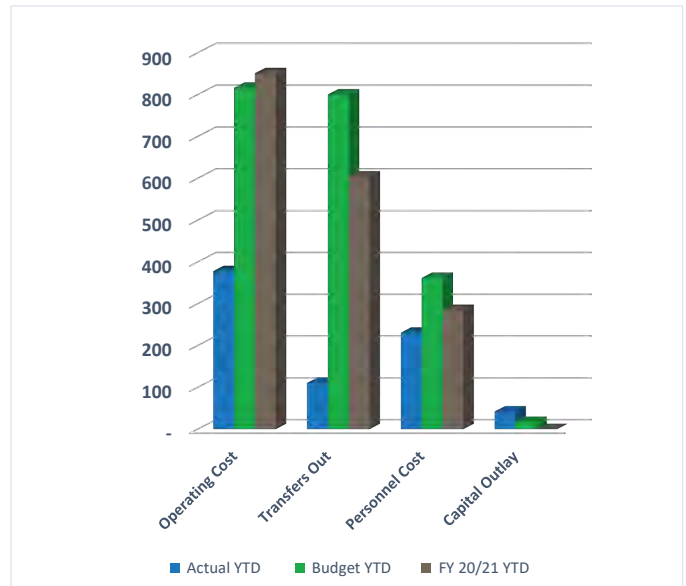
Freeman Diversion Fund (Zone B)

in \$ thousands	CY Actuals	CY Revised Budget	Variance	% Variance	PY Actuals	Variance	% Variance
Revenues							
Water Delivery	442	385	57	15%	491	(49)	-10%
Earnings on Investments	2	6	(4)	-71%	(13)	15	-114%
Other	5	12	(7)	-57%	4	1	24%
Transfers in	0	0	0	0%	0	0	0%
Total Revenues	449	403	46	11%	483	(34)	-7%
Expenses							
Personnel Costs	231	362	(131)	-36%	285	(54)	-19%
Operating Expenditures	378	817	(439)	-54%	851	(473)	-56%
Capital Outlay	42	17	25	0%	0	42	#DIV/0!
Transfers out	111	801	(690)	-86%	605	(494)	-82%
Total Expenses	762	1,996	(1,234)	-62%	1,741	(979)	-56%
Net Surplus / (Shortfall)	(313)	(1,593)	1,280	-80%	(1,259)	946	-75%

Revenues
(\$ thousands)



Expenses
(\$ thousands)



Revenue Status vs. Budget

- Revenue received Q1 \$449K, up \$46K (11%) due to higher pipeline deliveries, which were 967AF over Plan, 5,042AF Actuals vs 4,075 AF Plan; OH Pipeline is 877 of this variance.
- Offsetting the increase are lower earnings on investments (\$4K) due to a GAAP market value adjustment to LAIF.

Revenue Status vs. Prior Year

Current year lower by \$34K (7%). The decrease is primarily due to Pipeline delivery 1,912AF below prior year's deliveries; of which, 1,342AF were through PV.



FY 2021-22 First Quarter Financial Review

July 1, 2021 through September 30, 2021

25% of Fiscal Year Completed

Freeman Diversion Fund (Zone B) - continued

Appropriation/Expenditure Status vs. Budget

- Total expenditures \$1.2M (62%) below Plan. Savings is primarily due to lower CIP Transfer Out \$690K. Interfund loan of \$690K for CIPs expected in July. Salaries and Benefits are also \$131K under budget.
- Contributing to the variance is Operating Expenditures at \$439K lower than budget, this is primarily due to under utilized Environmental Services Legal Fees \$184K. Principal savings of \$113K due to Principle being budgeted as an expense offset by the increased Interest expense on the new 2020 Revenue Bonds (7K). Overhead costs under budget \$65K due to timing difference. Maintenance savings due to Freeman Emergency Funds \$48K not being used in first quarter. Permit \$27K and Misc Expense \$29K expected to be fully utilized by end of the fiscal year. Savings is partially offset by increase in Insurance Premiums \$85K.
- Capital Outlay Costs were also \$25K higher than budget due to the purchase of SLR excavator.

Appropriation/Expenditure Status vs. Prior Year

- Total Expenditures are \$980K (56%) below PY. Decrease largely due to Wishtoyo legal fees \$474K in PY. Overhead costs lower \$28K due to lower Operating Expenditures. Lower transfers-out \$493K in the current year to Freeman CIP projects. No Excavator Rental fees in current year due to the purchase of excavator in September, savings of \$75K. Slightly offsetting decrease are Insurance premiums \$46K in the current fiscal year
- Capital Outlay Costs \$42K higher than PY due to the purchase of SLR excavator.

Fund Balance

- The projected ending undesignated working capital balance at the end of FY 21-22 is approximately \$610K.
- The District's reserve policy requires an undesignated balance of between \$1.5M for this fund, which is not projected to be met.

FY 2021-22 First Quarter Financial Review

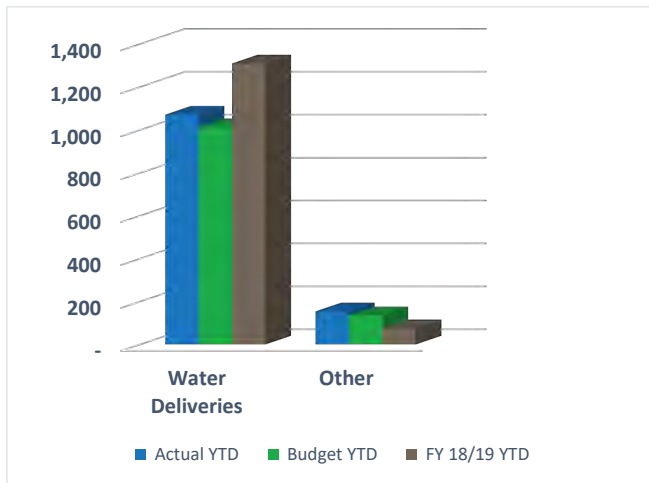
July 1, 2021 through Sept 30, 2021

25% of Fiscal Year Completed

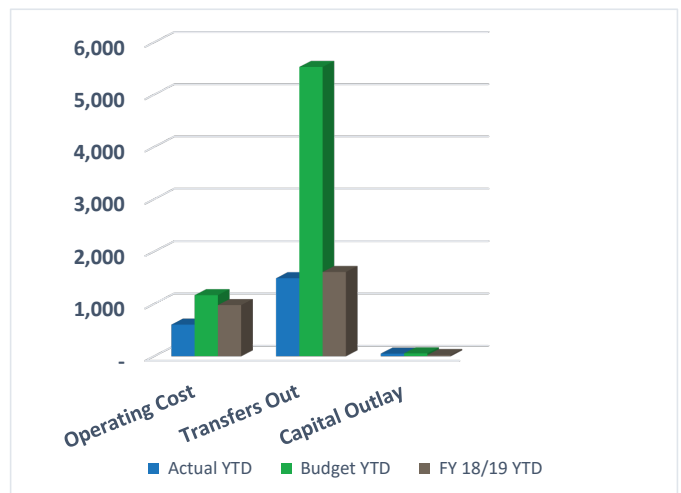
Oxnard Hueneme Pipeline Fund

in \$ thousands	CY Actuals	CY Revised Budget	Variance	% Variance	PY Actuals	Variance	% Variance
Revenues							
Water Delivery	1,071	1,012	59	6%	1,309	(238)	-18%
Earnings on Investments	3	5	(2)	-45%	(13)	16	-121%
Grants	0	237	(237)	-100%	2	(2)	
Other	151	131	20	16%	88	63	71%
Total Revenues	1,225	1,385	(160)	-12%	1,387	(162)	-12%
Expenses							
Personnel Costs	290	267	23	9%	271	19	7%
Operating Expenditures	315	901	(586)	-65%	707	(392)	-55%
Capital Outlay	51	56	(5)	-9%	24	27	110%
Transfers out	1,491	5,531	(4,039)	-73%	1,610	(119)	-7%
Total Expenses	2,147	6,755	(4,608)	-68%	2,612	(465)	-18%
Net Surplus / (Shortfall)	(923)	(5,370)	4,447	-83%	(1,225)	303	-25%

Revenues
(\$ thousands)



Expenses
(\$ thousands)



Revenue Status vs. Budget and vs. Prior Year

- Total Revenue \$160K (12%) under budget primarily due to timing of grant revenue.
- Grants under Plan by \$237. Revenue will not be earned until construction begins later in the current FY.
- Water Delivery Revenue \$59K (6%) higher than Budget; 877 AF (32%) more delivered than Plan. Deliveries less than prior year by \$238K (482 AF). The 17% decrease in variable rates made the dollar revenue decrease much more than the actual delivery decrease.
- Fox Canyon revenues up \$63K over prior year due to higher pumping charges.



FY 2021-22 First Quarter Financial Review

July 1, 2021 through September 30, 2021

25% of Fiscal Year Completed

Oxnard Hueneme Pipeline Fund - continued

Appropriation/Expenditure Status vs. Budget and vs. Prior Year

- Expenses \$4.6M under budget primarily due to transfers out which are \$4M less than budgeted. This is a timing issue as the budgeted amount is front-loaded.
- Electricity \$138K under budget which is a timing issue as billing is a month behind, and \$227K under last year due to increased deliveries FY 20-21.
- Maintenance - S&I under budget by \$45K and Equipment under by \$20K. These are primarily timing issues and staff expects actuals to catch up with budget as year progresses.
- Fox Canyon \$249K under budget due to an extraction fee accrual from FY 20-21 carried over to the current fiscal year and the budget being averaged over 12 months in the current year.
- Principal payment \$94K lower as this was budgeted as an expense budgeted but paid directly to liability.

Fund Balance

The ending working capital balance was approximately \$2.9M, all of which is undesignated. Assuming FY 2021-22 activity is consistent with the approved budget, the projected ending undesignated balance is \$908K, which is \$234K lower than the required \$1.1M fund minimum.

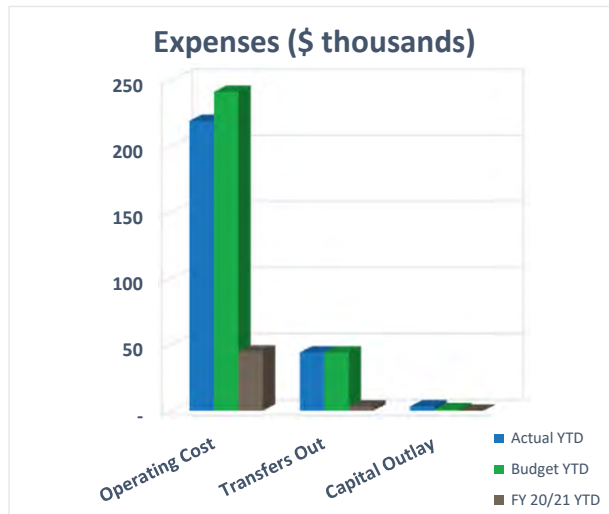
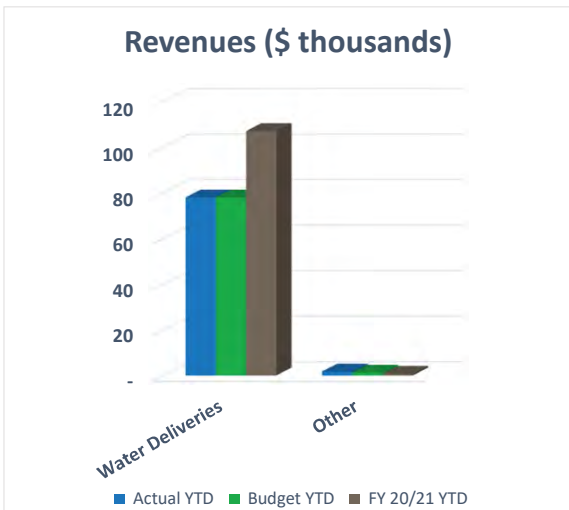
FY 2021-22 First Quarter Financial Review

July 1, 2021 through September 30, 2021

25% of Fiscal Year Completed

Pleasant Valley Pipeline Fund

in \$ thousands	CY Actuals	CY Budget	Variance	% Variance	PY Actuals	Variance	% Variance
Revenues							
Water Delivery	78	78	0	0%	107	(29)	-27%
Earnings on Investments	0	1	(1)	-72%	(1)	2	-115%
Other	2	1	1	43%	1	1	124%
Total Revenues	80	80	(0)	0%	107	(26)	-25%
Expenses							
Personnel Costs	22	24	(2)	-10%	23	(1)	-5%
Operating Expenditures	198	217	(20)	-9%	22	176	796%
Capital Outlay	3	1	2	0%	0	3	
Transfers out	44	44	0	0%	3	41	1310%
Total Expenses	267	286	(20)	-7%	48	219	457%
Net Surplus / (Shortfall)	(186)	(206)	20	-10%	59	(245)	-417%


Revenue Status vs. Budget and vs. Prior Year

- Revenue received through Q1 on target.
- Revenue less than prior year by \$26K primarily due to water delivery revenue down \$29K. No surface water was delivered during Q1, revenue collect is from fixed costs.

Appropriation/Expenditure Status vs. Budget and vs. Prior Year

- Operating expenditures under Budget by \$20K this fiscal year primarily due to maintenance budget not being fully utilized in Q1 and up \$176K from prior year. Increase over PY is due to \$195K spent on PV reservoir maintenance work in Q1.
- Transfers out on target for Q1 at \$44K and higher than PY by \$41K for several CIP Projects including Main Supply Pipeline Sodium Hypochlorite Injection and Server Replacement.

Fund Balance

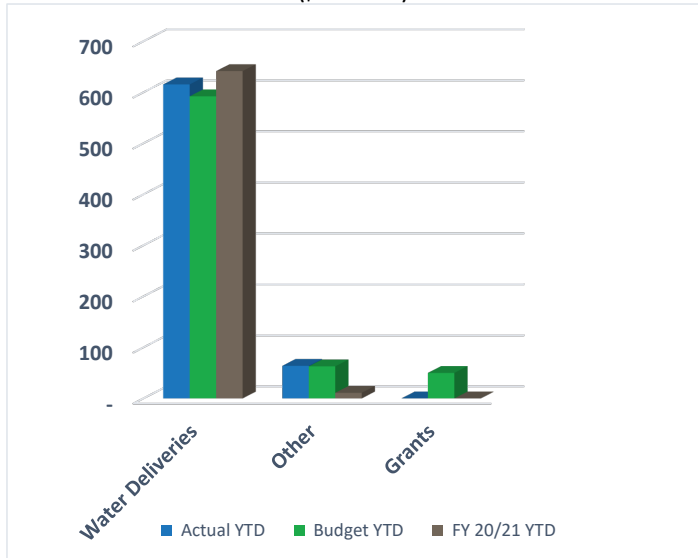
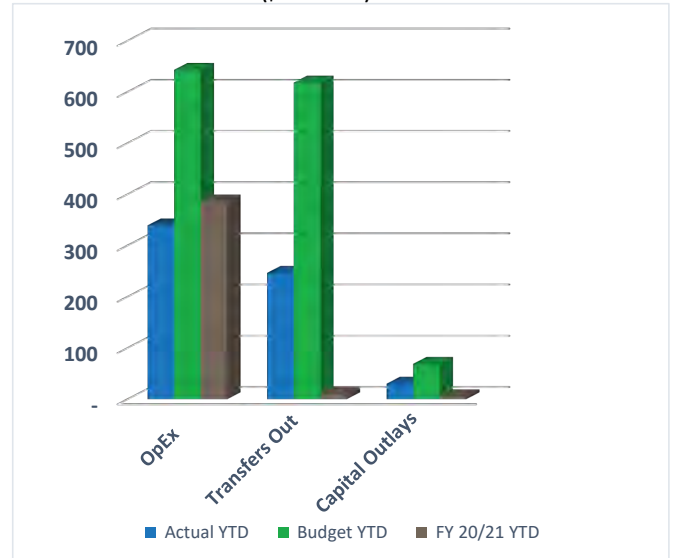
- FY 2020-21 ending working capital was approximately \$602K. A surplus of \$42K is planned for FY 2021-22, resulting in a projected fund balance (net of \$80K of depreciation) of \$695K at year-end .
- The District's calculated reserve policy requires a \$342K undesignated balance for this fund, which is projected to be met.

FY 2021-22 First Quarter Financial Review

July 1, 2021 through September 30, 2021

25% of Fiscal Year Completed
Pumping Trough Pipeline Fund

in \$ thousands	CY Actuals	CY Revised Budget	Variance	% Variance	PY Actuals	Variance	% Variance
Revenues							
Water Delivery	616	592	23	4%	642	(26)	-4%
Earnings on Investments	1	3	(2)	-59%	(3)	4	-133%
Grants	0	50	(50)	-100%	0	0	0%
Other	63	60	3	4%	14	49	340%
Total Revenues	679	705	(26)	-4%	653	27	4%
Expenses							
Personnel Costs	122	130	(9)	-7%	129	(7)	-5%
Operating Expenditures	217	513	(295)	-58%	257	(40)	-16%
Capital Outlay	30	69	(39)	-56%	6	24	429%
Transfers out	246	618	(372)	-60%	11	235	2074%
Total Expenses	616	1,330	(715)	-54%	403	213	53%
Net Surplus / (Shortfall)	64	(625)	689	-110%	250	(186)	-74%

 Revenues
 (\$ thousands)

 Expenses
 (\$ thousands)

Revenue Status vs. Budget

- Revenue received through Q1 is \$679K, down 26K (4%). The Decrease is primarily due to PTP Metering Q1 Grant of \$50K reimbursement that remains to be finalized. Offsetting the decrease is higher water deliveries of \$23K, 46AF more water delivered than Plan.

Revenue Status vs. Prior Year

- Current fiscal year revenues are up \$27K (4%) compared to last fiscal year primarily due to higher pumping charges for Fox Canyon GMA revenue (\$49K). Offsetting the increase is water deliveries of \$26K less water delivered than prior year.



FY 2021-22 First Quarter Financial Review

July 1, 2021 through September 30, 2021

25% of Fiscal Year Completed

Pumping Trough Pipeline Fund - continued

Appropriation/Expenditure Status vs. Budget

- Total expenditures \$616K, \$715K (54%) below Plan primarily due to Transfers Out \$372K to PTP Capital Improvement Projects.
- Contributing to the variance are lower operating expenditures of \$295K. Overhead costs of \$36K are under budget due to timing a difference. Electricity is \$47K under Budget due to timing differences of when SCE reads the meter/bills for the read. Maintenance is \$53K under budget due to emergency funds not being needed in the first quarter as well as less than projected maintenance on corroding PTP turnouts. Maintenance and Supplies are expected to be fully utilized by the end of the year. Fox Canyon expenses are down \$85K due to a delay in billing. Principal payments of \$89K were budgeted to expense but were paid directly to liability. Slightly offsetting the savings is increase in Insurance Premiums of \$46K over budget.
- Capital outlay of \$39K is lower than anticipated due to less than planned PTP isolation valves and VFD replacements.

Appropriation/Expenditure Status vs. Prior Year

- Compared to PY, expenditures are higher by \$213K (53%) primarily due to transfers-out of \$235K for PTP Capital Improvement Projects in current fiscal year.
- Contributing to the variance is Capital outlay of \$24K due to the purchase of the SLR excavator.
- Offsetting the increase is a decrease in operating expenditures of Principal and Interest of \$51K lower than prior year due to refunding of old revenue bonds.

Fund Balance

- The projected ending undesignated working capital balance is approximately \$1.1M which is expected to be met.
- The District's reserve policy requires an undesignated balance of between \$250K and \$300K for this fund.

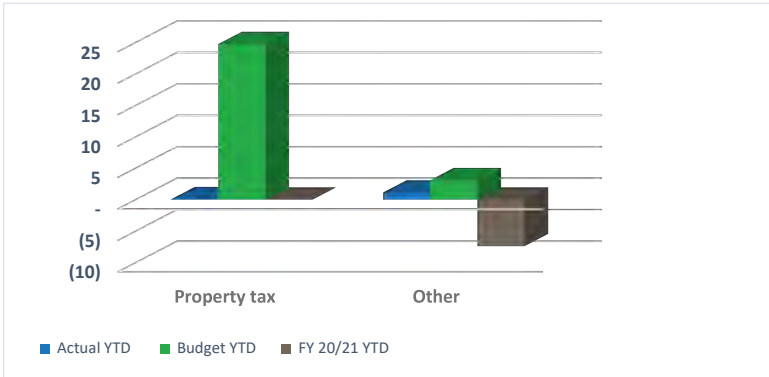


FY 2021-22 First Quarter Financial Review
 July 1, 2021 through Sept 30, 2021
 25% of Fiscal Year Completed

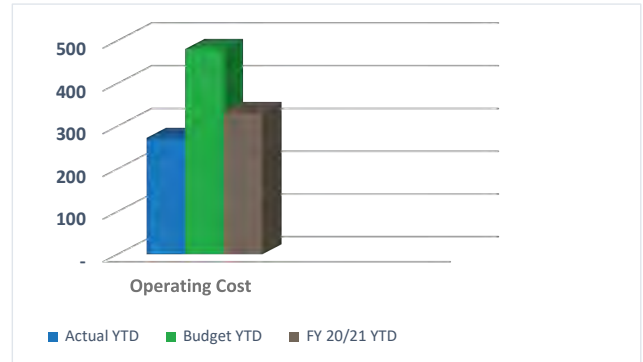
State Water Fund

in \$ thousands	CY Actuals	CY Revised Budget	Variance	% Variance	PY Actuals	Variance	% Variance
Revenues							
Earnings on Investments	1	3	(2)	-63%	(7)	9	-115%
Other	0	25	(25)	-100%	0	0	#DIV/0!
Total Revenues	1	28	(27)	-96%	(7)	9	-116%
Expenses							
Personnel Costs	0	0	0	0%	0	0	0%
Operating Expenditures	272	480	(208)	-43%	333	(61)	-18%
Capital Outlay	0	0	0	0%	0	0	0%
Debt Service	0	0	0	0%	0	0	0%
Transfers out	0	0	0	0%	0	0	0%
Total Expenses	272	480	(208)	-43%	333	(61)	-18%
Net Surplus / (Shortfall)	(271)	(452)	181	-40%	(340)	69	-20%

Revenues
(\$ thousands)



Expenses
(\$ thousands)



Revenue Status vs. Budget and vs. Prior Year

- Revenue received through Q1 \$27K below budget. This is primarily due to property taxes which were budgeted monthly but typically not received prior to December and April based on the due date of the taxes.
- Current year investment earnings \$9K higher than FY 2021 due to a \$15K adjusting GAAP entry the previous year. Investment returns in previous year are \$8K higher due to much lower rate of return on investment this year.

Appropriation/Expenditure Status vs. Budget and vs. Prior Year

- Total expenditures \$208K (43%) lower than budgeted. This is primarily due to variable costs not being consistent throughout the year although the budget is distributed equally.
- Compared to PY, expenditures lower by \$61K (18%). This is primarily due to the September invoice being entered in October.

Fund Balance

- The beginning working capital for FY 21-22 is approximately \$3.6M.
- The District's reserve policy requires a \$2.8M balance for this fund and a \$3.7M reserve maximum. Assuming FY 2021-22 activity is consistent with the approved budget, the projected ending balance is \$3.7M is within the budgeted range.
- The entire fund balance is designated for the fixed and variable costs related to the District's State Water Project allocation of 5,000 AF per year, plus the allowable balance of Table A water that was not purchased in prior years (1,500 AF for FY 20-21).



FY 2021-22 First Quarter Financial Review

July 1, 2021 through September 30, 2021

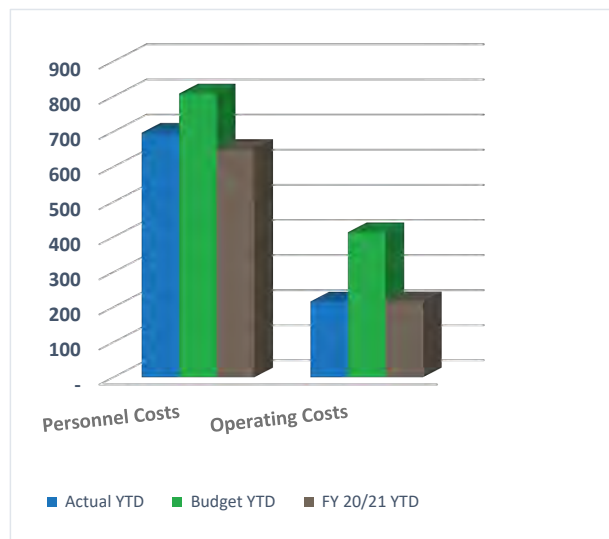
25% of Fiscal Year Completed

Overhead Fund

in \$ thousands	CY Actuals	CY Revised Budget	Variance	% Variance	PY Actuals	Variance	% Variance
Expenses							
Personnel Costs	697	809	(112)	-14%	651	46	7%
Operating Expenditures	216	414	(198)	-48%	218	(1)	-1%
Capital Outlay	0	0	0	0%	0	0	0%
Total Expenses	913	1,222	(309)	-25%	869	45	5%

Expenses

(\$ thousands)



Appropriation/Expenditure Status vs. Budget and vs. Prior Year

- Expenditures under budget by \$309K (25%).
- The largest savings were in Professional Fees, \$163K due to Admin and Financial Advisory consulting under-utilized. Costs for consulting is expected to catch up by the end of the fiscal year. Salaries and Benefits of \$112K are under budget due to budgeted positions in Admin (HR Generalist, Admin Assistant II) that have not been filled. Contributing to the variance is the Retirement Benefit Replacement budget of \$30K expected to be realized before the end of the fiscal year.
- Compared to PY, expenditures are higher by 45K (5%). The variance is primarily from Personnel up by \$46K due to Board Approved 2% Cost of Living Adjustment increase and annual merit increases.

United Water Conservation District

CURRENTLY APPROPRIATED CAPITAL IMPROVEMENT PROJECT PLAN

FY 2021-22 Available Appropriations as of September 30, 2021

Project Description	Fund #	Proj #	1st Budget Year	1st Activity Date	Expected End Year	Class	Total Est Project Cost (000s)	Appropriations			Expended and Encumbered			% of Total Est Project costs spent to date	Remaining Appropriations FY 21-22
								Total Approp Approved thru	Suppl Approp	Total Approp to Date	Total as FY 20-21	Current FY 21-22	Total to date		
								FY 20-21	FY 21-22	Approp to Date	FY 20-21	FY 21-22	to date		
Well Replacement Program Well #18	452	8000	2015-16	08/06/15	2021	I	1,618	1,590,134	27,480	1,617,614	1,190,827	33,031	1,223,857	75.64%	393,757
Freeman Diversion Rehab	421	8001	2009-10	03/23/11	2024	II&IV	126,787	8,965,908	670,960	9,636,868	5,913,497	2,899,049	8,812,546	6.95%	824,322
SFD Outlet Works Rehab		8002	2007-08	04/20/11	2025+	I&II	57,359	5,040,547	1,503,548	6,544,095	4,268,163	337,073	4,605,236	8.03%	1,938,859
SFD PMF Containment		8003	2008-09	06/22/09	2025+	II	49,048	4,913,505	894,207	5,807,712	4,298,702	284,214	4,582,915	9.34%	1,224,797
SFD Sediment Management		8005	2013-14	05/28/14	2022	II	231	94,954	96,371	191,325	64,752	10,686	75,438	32.66%	115,887
Lower River Invasive Species Control	471	8006	2015-16	08/06/15	2023	IV	591	580,300	10,772	591,072	184,575	-	184,575	31.23%	406,497
OHP Iron and Manganese Treatment	451	8007	2015-16	08/06/15	2022	III	12,571	5,179,934	4,442,980	9,622,914	1,220,713	823,349	2,044,062	16.26%	7,578,852
Quagga Decontamination Station		8008	2016-17	06/23/17	2020	II	292	221,974	-	221,974	56,323	-	56,323	19.29%	165,651
Ferro-Rose Recharge		8018	2006-07	03/23/07	2023	III	38,771	1,909,329	256,354	2,165,683	1,230,181	103,584	1,333,766	3.44%	831,917
Brackish Water Treatment		8019	2015-16	07/08/15	2025+	III	196,672	399,756	584,511	984,267	176,744	116,609	293,353	0.15%	690,914
Rice Ave Overpass PTP	471	8021	2016-17	08/17/18	2021	II	86	83,320	2,984	86,304	55,502	22,028	77,531	90.15%	8,773
PTP Turnout Metering System	471	8022	2016-17	03/10/17	2022	I	1,612	1,259,995	352,548	1,612,543	1,022,222	64,522	1,086,743	67.42%	525,800
Pothole Trailhead		8023	2016-17	02/14/17	2021	I	503	502,839	-	502,839	402,552	9,475	412,027	81.91%	90,812
State Water Interconnection Project		8025	2016-17	06/15/17	2022	II	618	308,737	3,846	312,583	193,699	28,419	222,118	35.94%	90,465
El Rio Trailer		8028	2019-20		2022	II	110	110,000	-	110,000	-	-	-	0.00%	110,000
Alternative Supply Alliance Pipeline		8030	2018-19	06/08/18	2021	II	362	361,578	-	361,578	38,156	-	38,156	10.54%	323,422
Grand Canal Modifications		8032	2018-19	06/30/19	2021	II	546	546,065	314	546,379	496,902	69,375	566,278	103.71%	(19,899)
Floc Building Emergency Generator	421	8033	2019-20	05/20/21	2021	II	78	78,416	-	78,416	17	30,000	30,017	38.48%	48,399
Lak Piru Campground Electrical Update		8034	2019-20		2023	I	73	73,424	-	73,424	-	-	-	0.00%	73,424
OH System Emergency Generator	451	8036	2020-21	12/18/20	2021	II	1,144	268,107	875,698	1,143,805	202,510	992,006	1,194,516	104.42%	(50,711)
Piru WTP Emergency Generator		8037	2020-21	05/20/21	2021	II	102	101,527	-	101,527	17	64,000	64,017	62.76%	37,510
Santa Paula Tower Emergency Generator		8039	2019-20	05/20/21	2021	II	66	115,427	-	115,427	17	135,000	135,017	204.57%	(19,590)
Asset Management / CMMS System		8041	2019-20	04/10/20	2022	-	289	112,780	121,235	234,015	11,273	3,236	14,510	5.02%	219,505
Recycled Water GW Replenishment/Reu	421	8042	2020-21	12/04/20	2024	III	2	519,380	-	519,380	1,681	-	1,681	84.06%	517,699
PTP Recycled Water Connection	471	8043	2021-22				2,431		132,826	132,826	-	-	-	0.00%	132,826
Lake Piru e-Kiosk		8045	2020-21		2021	II	106	105,500	-	105,500	-	-	-	0.00%	105,500
SCADA Hardware Update		8046	2020-21	11/20/20	2021	II	801	660,260	140,900	801,160	59,450	63,927	123,376	15.40%	677,784
Lak Piru Asphalt		8047	2021-22			I	237		237,156	237,156	-	21,911	21,911	9.25%	215,245
Condor Point Improvement Project		8048	2021-22	06/30/21			333		332,556	332,556	367	1,239	1,606	0.48%	330,950
Lake Piru Entry Kiosk Renovation		8049	2021-22			I	139		138,946	138,946	-	2,129	2,129	1.53%	136,817
Security Gate Upgrade		8050	2021-22			I	58		58,049	58,049	-	-	-	0.00%	58,049
Server Replacement		8051	2021-22			I	372		372,000	372,000	-	364,318	364,318	97.94%	7,682
SCADA Continuous Threat Detection		8052	2021-22				100		100,000	100,000	-	-	-	0.00%	100,000
Main Supply Pipeline Sodium Hypochlorite		8053	2021-22				281		71,200	71,200	-	-	-	0.00%	71,200
TOTAL AMOUNT PER YEAR							494,389	34,103,696	11,427,441	45,531,137	21,088,841	6,479,180	27,568,021	5.58%	17,963,116
Class I = Infrastructure Repair or Replacement															
Class II = Structural/Hydraulic Improvement (no yield)												\$6,479,180			
Class III = Water Resource Improvement															
Class IV = ESA Improvement															

Current Benchmark Yields		
LAIF	September 30, 2021	0.24%
VC Invest Pool	June 30, 2021	0.31%
3mo Treasury Bills	September 30, 2021	0.04%

