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November 29, 2023

Board of Directors  
United Water Conservation District

**Subject: Fiscal Year-end 2022-2023 Financial Reports**

Dear Board Members:

Enclosed for your review are the District's Fiscal Year-end (FYE) 2022-2023 Financial Reports. These reports represent one year of financial information for District operations and three months of Capital Improvement Project (CIP) updates (April 1 through June 30, 2023).

The report focuses primarily on the operating funds of the District and corresponding 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 Districts' projected revenues and approved spending plan compared to what actually occurred throughout 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 June 30, 2023, all capital improvement projects (CIP) expenditures are within the total amount appropriated by the Board.

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

- *Well Replacement Program (CIP Project # 8000)*  
In this quarter bids were received for the drilling of Well No. 20 were developed and bids were received. A contract was awarded to Bakersfield Well and Pump for the sum of \$849,283. Construction is scheduled to begin next quarter.
  
- *Freeman Diversion Expansion (CIP Project # 8001)*  
In this quarter there were two visits to USBR's Denver test center to view two versions of the Hardened Ramp 1:24 and 1:12 physical models. These visits included staff, consultants, regulators, and attorneys. Trip reports were also delivered to the Federal Court in June to summarize the findings of the visit.

NHC started phase one of the geomorphic analysis of the Santa Clara River in the vicinity of the Freeman Diversion to achieve a better understanding of how the years of drought affected the river.

- *Santa Felicia Dam Outlet Works Rehabilitation (CIP Project # 8002)*
  - During this period the Engineering staff was in the process of selecting a qualified firm to provide construction management and inspection services for the Santa Felicia Dam Outlet Works Improvement Project. Engineering Staff released addenda No. 1 and No. 2 to the Request for Qualification/Proposals (RFQ/P) for construction management and inspection services through BidNet and responded to questions received from prospective proposers. On April 17, Staff completed the review of three (3) proposals received from Black and Veatch Corporation (BV), Delve Underground, and Mott MacDonald. All three proposals were considered responsive. All three firms were interviewed during May 1 and May 3, 2023. Following the Engineering Projects Administration policy, the interview/selection completed its evaluation and selected BV as the most qualified firm on May 8.
  - The Engineering and Operations staff attended the 90% design workshop for the outlet works improvement project during which GEI Consultants (GEI) presented design changes that occurred during the 90% phase and responded to questions and feedback. The 90% design phase of the Outlet Works Improvement Project was completed in June 2023. The technical memoranda, reports, plans, and specifications were submitted to the Federal Energy Regulatory Commission (FERC), California Department of Water Resources, Division of



- Safety of Dams (DSOD), and Board of Consultants (BOC) on June 7 as part of the BOC pre-meeting packet. The 90% design phase was completed on schedule and within the approved budget. The BOC meeting No. 7 was held at the District headquarters on June 21 and 22 to review 90% design documents and receive the BOC recommendations. Following the BOC meeting, a Professional Consulting Services (PCS) agreement with GEI was executed to develop the final design phase, prepare final bid documents, and support the bid phase following the Board approval on May 17.
- Engineering and Environmental Services staff attended bi-weekly permitting progress meetings with Catalyst Environmental Solutions (Catalyst) to discuss FERC license amendment application and NEPA documentation updates.
  - Staff finalized responses to FERC and the National Marine Fisheries Service (NMFS)'s comments on the draft Biological Assessment (BA). The District responses were e-filed to FERC on May 24.
  - Engineering and Environmental Services staff met twice with the FERC and NMFS in April to discuss NMFS comments of the draft BA. Staff prepared Amendment No. 2 to Catalyst's contract to prepare the 60% design of the new release channel connecting the new outlet works with lower Piru Creek.
  - On June 28 and 29, staff conducted an independent security evaluation for the Santa Felicia Dam Safety Improvement Project. The security evaluation was conducted with participation of the Santa Clara Valley Water District's Security Manager and the Joint Regional Intelligence Center (JRIC).
  - On June 19, staff submitted a Letter of Intent (LOI) to the Department of Energy (DOE) Section 247 Hydro Incentives Program requesting \$5M federal funding to cover a portion of the construction costs of the new outlet works. The incentive payment for this program is capped at \$5M per applicant/FERC license.
- *Santa Felicia Dam Probable Maximum Flood Containment (CIP Project # 8003)*

The 60% design efforts of the Spillway Improvement Project continued during this reporting period. Bi-weekly progress meetings with GEI were held to review and discuss the 60% design analyses, plans and drawings, and specifications. As of June 30, the 60% design is 56% complete, on schedule to be completed by November 2023 and within the approved budget.
  - *Santa Felicia Dam Sediment Management (CIP Project # 8005)*

This project includes sediment sampling and estimating the sediment removal from Lake Piru Reservoir to restore the original storage capacity of Santa Felicia Dam partially or fully at the time when the dam was constructed. Sediment samples were collected from four target exploration locations or test pits in the upper areas of the Lake. Representative samples from the test pits were collected and analyzed for typical geotechnical parameters by Earth Systems. The soil stratigraphy and the depth of groundwater if encountered at each test pit were documented. GEI Consultants conducted a simplified analysis for the removal of sediment and estimated the sediment volume above elevation 970 to be removed to be approximately 4.4 million cubic yards or 2,743 acre-feet. The estimated sediment volume below elevation 970 that would not be removed is approximately 16,415 acre-feet. Generally, the sediment is characterized as lacustrine sediment consisting mainly of interbedded strata of sands, silty to clayey sands, and sandy to silty clays, does not contain hazardous substances and can be easily excavated. The excavated sediment could be



hauled to six onsite disposal locations within the District property. Alternatively, the sediment can be hauled to an offsite landfill (i.e., Chiquita Canyon Landfill). The probable cost of the sediment removal from Lake Piru Reservoir for onsite disposal was estimated at approximately \$297 million in 2022. The project, including the initial assessment of sediment removal was completed in September 2022 and the project is currently on hold.

- *Oxnard Hueneme Pipeline Iron and Manganese Treatment Facility (CIP Project # 8007)*  
As of June 2023, construction is approximately ninety-three (93%) complete. During this quarter, weekly coordination meetings were held between Engineering Staff and the District's construction manager (HDR) and weekly construction progress meetings were hosted by HDR and attended by GSE Construction (contractor), Taft Electric (subcontractor), Kennedy Jenks (KJ) Consultants (design engineer) and Engineering and O&M Staff. GSE submitted one (1) submittal package and one (1) Requests for Information (RFIs) that HDR and KJ reviewed and provided responses. Thirty-four (34) Change Orders (COs) have been fully executed to date in the total amount of \$1,167,569.06 which represents 12.5% of the original construction contract amount of \$9,342,900. Four (4) of these COs amount to \$662,910.19 or 7.1% of the original contract amount are directly related to compliance with the Buy American Act (BAA) which is a federal grant requirement (the project was not originally bid with this requirement in place). Start-up and testing activities commenced in May 2023 without filter media or filter drain pumps installed. Construction activities that are still pending are filter media installation, completion of start-up and testing activities, asphalt pavement installation, construction punch list items, and completion of Division of Drinking Water (DDW) and Federal and State grant deliverables.
- *Freeman Conveyance System Upgrade – Freeman to Ferro Recharge Basin (CIP Project # 8018)*  
Design continued for the Three Barrel Culvert Replacement Project and updated 90% design drawings were delivered.
- *Extraction Barrier and Brackish Water Treatment (CIP Project # 8019)*  
During this quarter, weekly internal progress meetings were held between Engineering, Environmental, and Water Resources staff. “Drumbeat” meetings were held monthly with District staff, District's environmental and permitting consultant, and the Navy's environmental staff and Subject Matter Experts (SMEs). District staff also held biweekly meetings with the District's environmental and permitting services consultant (ESA Consultants, or “ESA”) and District's design consultant (Kennedy Jenks Consultants, or “KJ”). On April 19, 2023, the District presented the project to Office of Local Defense Community Cooperation (OLDCC) staff which included a tour of Naval Base Ventura County (NBVC) Point Mugu and meet and greet with NBVC's Commander, Capt. Kimnach III. On May 8, District and ESA staff met with Los Angeles Regional Water Quality Control Board (LA RWQCB) staff to discuss the permitting approach for the Phase 1 discharge facility under the National Pollutant Discharge Elimination System (NPDES).

District and Navy staff jointly developed a draft Memorandum of Agreement (MOA) between the District and the Navy to lay the roles and responsibilities for implementation of the Phase 1 project. The draft MOA has been reviewed by both District and Navy legal counsels. A draft Letter of Request (LOR) that initiates the Navy's real estate process for an outgrant easement for the Phase 1 project was submitted to the Navy.



KJ submitted the draft Technical Memorandum (TM) No. 1 entitled “Discharge Options Evaluation” which included input from ESA on environmental and regulatory considerations. The TM was reviewed by District and Navy staff and revised by KJ. ESA reviewed water quality data related to the Mugu Lagoon and reviewed general NPDES permit requirements. The TM included a recommendation on a proposed discharge alternative. KJ prepared a draft scope of work for surveying and geotechnical needs which were reviewed by District staff. ESA prepared a project description under the California Environmental Quality Act (CEQA). The District solicited and received eight (8) proposals in response to the RFQ/P for “Planning, Design, Construction Oversight, and Related Support Services for up to Twenty (20) Phase 1 Groundwater Monitoring Wells.” KJ submitted the draft TM No. 2 entitled “Pipeline Evaluation for Phase 1 EBB Water Project” which is under review by District staff.

The District responded to information requests from the State Water Resources Control Board (SWRCB) Division of Financial Assistance (DFA) for the grant award of \$8,449,062 that was approved on March 6, 2023, for the Phase 1 project. A grant agreement is pending execution. On June 23, 2023, the District submitted a Fiscal Year 2023 Defense Community Infrastructure Grant application to the OLDCC with the requested Federal funding amount of \$20 million with a 30% local cost match requirement. The District approved contracts to KJ for preparation of the grant application and HDR for preparation of an independent third-party cost estimate. Notification of grant awards are anticipated in September 2023.

- *Rice Ave. Overpass PTP (CIP Project # 8021)*  
During the reporting period, Caltrans filed an eminent domain action against the District. The District attorney visited PTP 4 Well Site on May 17 to develop a better understanding of the District operational and maintenance challenges related to a smaller site footprint as a result of the Rice Avenue Grade Separation Project. A draft declaration related to the Caltrans eminent domain at the PTP 4 Well site was reviewed, signed, and submitted to the legal counsel.
- *PTP Metering Improvement Project (CIP Project # 8022)*  
As of June 2023, construction is 75% complete (45 total meters installed) and utility easement deed acquisition is 82.5% complete (33 total deeds). During this quarter, four (4) meters were installed, and two (2) owner-signed utility easements deeds were obtained. Three (3) utility easement deeds were recorded with the Ventura County Clerk-Recorder Office.
- *State Water Interconnection Pipeline Project (CIP Project # 8025)*  
The draft copy of the Three-party Interagency Agreement (Agreement) was presented as a motion item to the Engineering and Operations Committee Meeting on March 2 and the District Board of Directors who approved the Agreement and authorized the General Manager to execute the final copy of the Agreement on March 8. Ventura Water Commission staff presented the Agreement to the City Council on April 10 requesting the City Council adopt the Agreement. Staff met with Ventura Water Commission staff and the City’s consultant, Stantec, to discuss the location of United’s turnouts from the interconnection on June 6. Staff discussed the proposed turnout on Rose Avenue and proposed an additional blow off in the Ferro recharge basin for flush water discharge.
- *Replace El-Rio Trailer (CIP Project # 8028)* – The project is still in the permitting stage.





- *Lake Piru Campground Electrical System Upgrade (CIP Project # 8034)*  
During the most recent reporting period, a contract with Southern California Edison was approved by the General Manager, authorizing SCE to design the electrical service upgrade for the Olive Grove Campground. This cost was approximately \$3,000.00. There was a budget of \$12,000.00 to cover the cost of the task. No additional work was completed toward this CIP during this reporting period.
  
- *Emergency Power Supply for UWCD Drinking Water Treatment and Supply Facilities related to CIP Projects # 8033, 8037, 8039)*  
Through the FY 20 Community Power Resiliency Allocation Program, backup generators were furnished at three locations, including the Lake Piru Water Treatment Plant, the flocculation building, and the Santa Paula Communication Tower. The project was completed on December 31, 2022, and the project closeout report was submitted to Cal OES who administers the grant funding program on June 11, 2023. Through the program, a grant funding in the amount of \$198,612.00 covered 77.4% of the total project cost of \$256,611.53.
  
- *Asset Management System/CMMS System (CIP Project # 8041)*  
No activities to report during this quarter.
  
- *PTP Recycled Water Connection – Laguna Road Pipeline (CIP Project # 8043)*
  - Staff prepared a Professional Consulting Services (PCS) agreement with Rincon Consultants, Inc. (Rincon) to perform environmental investigations and prepare the Initial Study as part of the CEQA analysis. The PCS agreement was fully executed on May 4.
  - Staff evaluated proposals from Kennedy Jenks, and MKN and Associates, Inc. (MKN) to provide design services and bid support for Phase 1 of the project.
  - Staff selected the lowest proposal and prepared a Professional Consulting Services agreement with MKN to provide design services and bid support for Phase 1 of the project. The scope of project Phase 1 includes the preparation of the final design of the proposed pipeline, bid support for the pipeline construction, and preparation of the 30% design of the proposed booster pump station. The final design and construction of the proposed booster pump station will be included in Phase 2 of the project that will be addressed in the 2024/25 fiscal year or beyond.
  
- *SCADA Hardware Update (CIP Project # 8046)*  
Staff is in the process of installing the updated hardware. The project is approximately 60% complete.
  
- *Lake Piru Recreation Area Pavement Maintenance Program (CIP Project # 8047)*
  - On May 11, the asphalt contractor applied asphalt seal coating at the entire Phase 3 area in front of the park ranger's office and the Marina parking lot. The contractor completed the final items included in the punch list and the project final completion was achieved. The Notice of Completion (NOC) was signed and recorded with the Ventura County Recorder's Office. This project was completed in May of 2023.



- On May 11, staff met with Gordian Group and J&H Engineering (J&H) at the recreation area and discussed the asphalt repair for the Dry Storage parking lot and Oak Lane as part of the 2023 Pavement Maintenance Program. Staff requested a proposal from J&H, and prepared and submitted a Technical Provision and plans for the proposed asphalt repair work.
- On June 6, staff prepared a construction agreement with J&H to perform the asphalt repair work. The work will include repair of approximately 59,000 square feet of the Dry Storage parking lot, and approximately 2,060 square feet of full depth replacement. It also includes asphalt repair of approximately 5,000 square feet of the damaged asphalt concrete pavement on Oak Lane.
  
- *Condor Improvement Project (CIP Project # 8048)*  
The interpretive signage panels for the Condor Point Improvement Project were delivered on March 3, 2023. Recreation Staff installed the signs on March 26, 2023. On June 6, staff executed a Professional Services Agreement with MNS Engineers for design services related to the new swim beach.
  
- *Lake Piru Entry Kiosk Renovation (CIP Project # 8049)* – Project completed summer of 2022.
  
- *Security Gate Upgrade (CIP Project # 8050)*  
The project installation is completed and integrated with the existing security system, resulting in a federated system where each site can be viewed as a stand-alone location or District-wide, depending on the permission level of the user.
  
- *SCADA Continuous Threat Detection System (CIP Project # 8052)*  
The continuous threat detection system project installation, which involved integrating software systems with the district's Supervisory Control and Data Acquisition (SCADA) network, is nearing completion. This integration enables real-time monitoring of the booster plant facility and seamless SCADA communication across all district facilities. As anticipated, the project has pinpointed areas for network architecture improvement, enhancing visibility across all facilities - a crucial step towards our goal of improved operational efficiency. With the deployment phase complete, we've entered the system tuning phase. Our vendor contractors are fine-tuning the application and conducting baseline training on the detection AI, alongside training staff for optimal use and understanding of the new system. The project will reach full completion once this phase concludes.
  
- *Main Supply Pipeline Sodium Hypochlorite Injection (CIP Project # 8053)* – No updates this quarter.
  
- *Lake Piru Campground and Recreation Area Renovations (CIP Project # 8055)*  
This project is ongoing. During fiscal year 2022-2023, the Districts' consultant Stantec completed the draft Lake Piru Facilities Improvement Plan which informed a 10% design. This project is expected to carry over into the 2023-2024 fiscal year where staff plans to utilize this CIP to advance the design to 30%.
  
- *OHP Low-Flow Upgrades (CIP Project # 8056)* – No updates this quarter.



**CASH POSITION AND INVESTMENTS OF THE DISTRICT**

As of June 30, 2023, the District had a total of \$44.6M 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.

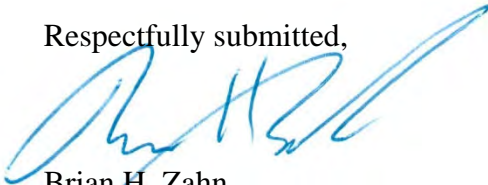
The District’s cash, cash equivalents and securities held in the various accounts as compared to the prior year are as follows:

	<b>Dec-23</b>	<b>Dec-22</b>
Bank of Sierra	\$ 3,631,299	\$ 3,471,308
Citizens Business Bank	\$ 4,910,151	\$ 2,778,457
US Bank - 2020 COP Bond Balance	\$ 6,113,344	\$ 10,203,188
Petty Cash	\$ 4,400	\$ 440
County Treasury	\$ 1,712	\$ 1,712
LAIF Investments	\$ 29,958,313	\$ 27,587,193
<b>Total</b>	<b>\$ 44,619,219</b>	<b>\$ 44,042,298</b>

The only current restriction is the \$6.1M for CIP projects in the 2020 COP Bonds. Any restrictions on the remaining \$38.5M are listed in the Investment report.


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

Respectfully submitted,



Brian H. Zahn  
 Chief Financial Officer



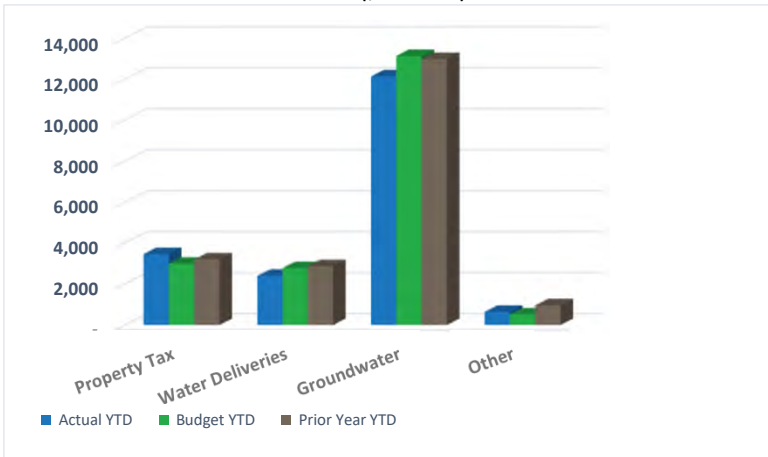


**United Water**  
CONSERVATION DISTRICT  
**FY 2022-23 Fourth Quarter Financial Review**  
July 1, 2022 through June 30, 2023  
*100% of Fiscal Year Completed*

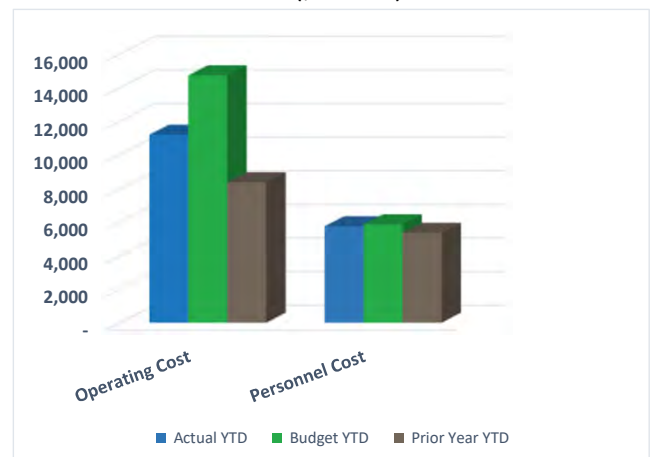
**General/Water Conservation Fund**

in \$ thousands	CY Actuals	CY Revised Budget	Variance	% Variance	PY Actuals	Variance	% Variance
<b>Revenues</b>							
Water Delivery	2,402	2,778	(376)	-14%	2,877	(475)	-17%
Groundwater	12,133	13,133	(999)	-8%	12,986	(852)	-7%
Supplemental Water	0	0	0	0%	0	0	0%
Property Taxes	3,466	2,994	472	16%	3,204	263	8%
Earnings on Investments	447	109	338	311%	71	376	527%
Other	1,709	1,429	280	20%	1,471	238	16%
Transfers in	451	0	451		0	451	
<b>Total Revenues</b>	<b>20,608</b>	<b>20,444</b>	<b>165</b>	<b>1%</b>	<b>20,608</b>	<b>0</b>	<b>0%</b>
<b>Expenses</b>							
Personnel Costs	5,749	5,866	(116)	-2%	5,352	397	7%
Operating Expenditures	11,195	14,727	(3,531)	-24%	8,364	2,831	34%
Capital Outlay	125	314	(189)	-60%	386	(262)	-68%
Transfers out	9,164	8,900	264	3%	4,544	4,620	102%
<b>Total Expenses</b>	<b>26,233</b>	<b>29,806</b>	<b>(3,573)</b>	<b>-12%</b>	<b>18,647</b>	<b>7,585</b>	<b>41%</b>
<b>Net Surplus / (Shortfall)</b>	<b>(5,624)</b>	<b>(9,362)</b>	<b>3,738</b>	<b>-40%</b>	<b>1,961</b>	<b>(7,585)</b>	<b>-387%</b>

**Revenues**  
(\$ thousands)



**Expenses**  
(\$ thousands)



**Revenue Status vs. Budget**

- Revenue received through year end is \$20.6M, \$165K (1%) above Plan. Earnings on Investments \$338K above Plan due to GAAP market value adjustment to LAIF in addition to increase in rate of return. Grant Revenue higher \$210K due to Brackish Water Treatment Grant and SGM Grant. Property Taxes received from County of Ventura \$472K higher than budget.
- The increase in Non-Operating Revenues is offset by Pipeline deliveries \$376K lower than Plan (1,715 AF less delivered for three pipelines combined) and Groundwater billings \$1M under. Lake Piru revenue lower \$62K to budget due to weather related closures.

**Revenue Status vs. Prior Year**

- Revenue of \$20.6M steady with Prior Year.
- Earnings on Investments \$376K higher due to GAAP market value adjustment to LAIF. Grant revenue \$209K over prior year as well as Lake Piru revenue \$349K.
- Pipeline deliveries lower in current year \$475K (1,616 AF less delivered than Prior Year) and Groundwater billings \$852K lower.

## **FY 2022-23 Fourth Quarter Financial Review**

July 1, 2022 through June 30, 2023

100% of Fiscal Year Completed

### **General/Water Conservation Fund - Continued**

#### ***Appropriation/Expenditure Status vs. Budget***

- Total Expenditures were \$26M, \$3.5M (12%) under Plan primarily due to Operating Expenditures \$3.5M under budget. Professional Fees \$903K savings from under-utilized Admin and Finance consulting budget, FERC – Fish Passage and CESA Fisheries timing difference of invoices. Overhead costs \$843K under. Maintenance \$215K under as emergency funds not utilized by year end. Travel \$158K under due to under-utilized out of town or out of state trainings, conferences, and seminars. Savings in Office Expense of \$83K and Miscellaneous \$108K. Principal payments \$608K due to 2020 COP Payments budgeted as expense but paid to liability. Interest expense \$781K due to 2020 COP Payments budgeted in Fund 710 which is the fund used for long term liabilities. Contributing to the variance is Salaries and Benefits \$116K under budget due to vacant Park Ranger Cadet, Field Technician, and Park Ranger Assistants.
- Savings slightly offset by overrun in Insurance Premiums \$212K and Utilities \$21K.

#### ***Appropriation/Expenditure Status vs. Prior Year***

- Expenditures are \$7.5M (41%) higher than Prior Year, primarily due CIP transfers \$4.6M for the Brackish Water Treatment and Lake Piru Renovation Projects. Salaries and Benefits were up \$397K Board Approved 2% COLA increase, annual merit increases, and new Reservations Coordinator position at Lake. Operating expenditures up \$2.8M (34%) primarily due to Professional Fees up \$2.3M.
- Offsetting these increases were lower Capital Outlay expenditures \$262K due to the purchase of the SLR excavator in Prior Year.

#### ***Fund Balance***

The ending undesignated working capital balance at the end of FY 22-23 is \$11M.

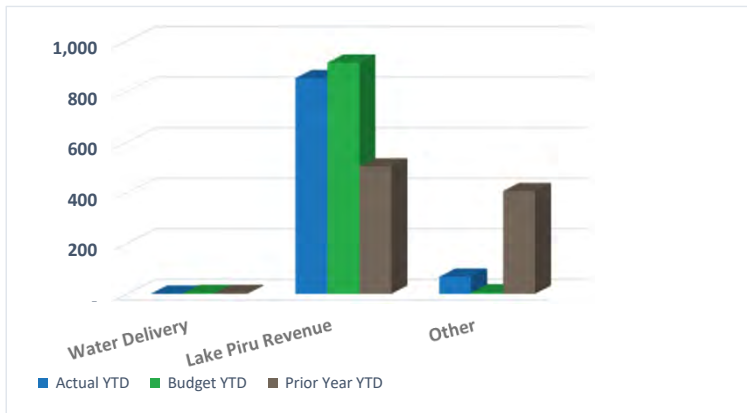
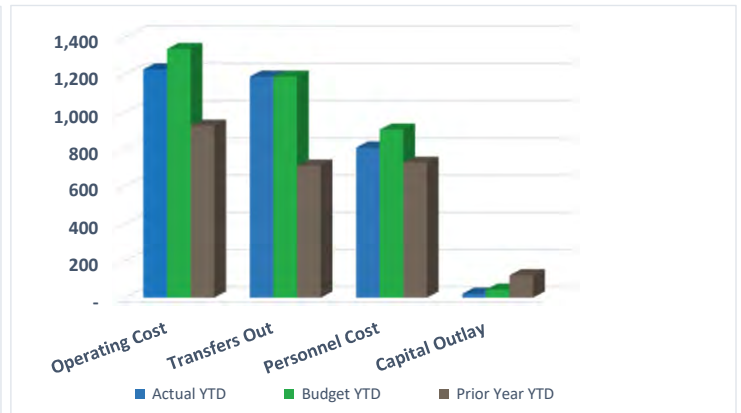
The District's reserve policy requires a \$4 - \$5 million minimum undesignated balance.

**FY 2022-23 Fourth Quarter Financial Review**

July 1, 2022 through June 30, 2023

*100% of Fiscal Year Completed*
**Recreation Sub-Fund**

in \$ thousands	CY Actuals	CY Revised Budget	Variance	% Variance	PY Actuals	Variance	% Variance
<b>Revenues</b>							
Water Delivery	1	3	(2)	-66%	4	(3)	-72%
Earnings on Investments	0	0	0		0	0	
Lake Piru Revenue	853	915	(62)	-7%	504	349	69%
Other	68	5	62	1154%	407	(339)	-83%
<b>Total Revenues</b>	<b>922</b>	<b>923</b>	<b>(1)</b>	<b>0%</b>	<b>914</b>	<b>8</b>	<b>1%</b>
<b>Expenses</b>							
Personnel Costs	805	902	(97)	-11%	724	81	11%
Operating Expenditures	1,225	1,335	(110)	-8%	923	302	33%
Capital Outlay	21	43	(23)	-52%	120	(99)	-83%
Transfers out	1,186	1,186	0	0%	709	478	67%
<b>Total Expenses</b>	<b>3,237</b>	<b>3,466</b>	<b>(229)</b>	<b>-7%</b>	<b>2,476</b>	<b>762</b>	<b>31%</b>
<b>Net Surplus / (Shortfall)</b>	<b>(2,315)</b>	<b>(2,543)</b>	<b>228</b>	<b>-9%</b>	<b>(1,561)</b>	<b>(754)</b>	<b>48%</b>

**Revenues**  
 (\$ thousands)

**Expenses**  
 (\$ thousands)

**Revenue Status vs. Budget**

- Operational Revenue received through year end \$922K, below Budget by \$1K.

**Revenue Status vs. Prior Year**

- Operational Revenue \$8K (1%) up over prior year due to higher day use, concessions, boating and camping revenue in Current Year.

**Appropriation/Expenditure Status vs. Budget**

- Total expenditures of \$3.2M, \$229K (7%) under Budget primarily due to Operating Expenditures \$110K. Professional Fees \$40K under due to under-utilized Marketing and Advertising fees. Also below budget are Office Expense \$11K, Permits \$18K and Maintenance \$63K due to less electrical and instrumental expenses than expected.
- Contributing to the variance is Salaries and Benefits \$97K (11%) due to vacant Park Ranger Cadet and Park Ranger Assistants positions.
- Savings are partially offset by an increase in Insurance Premiums of \$17K and utilities of \$28K primarily over due to electricity costs.

**Appropriation/Expenditure Status vs. Prior Year**

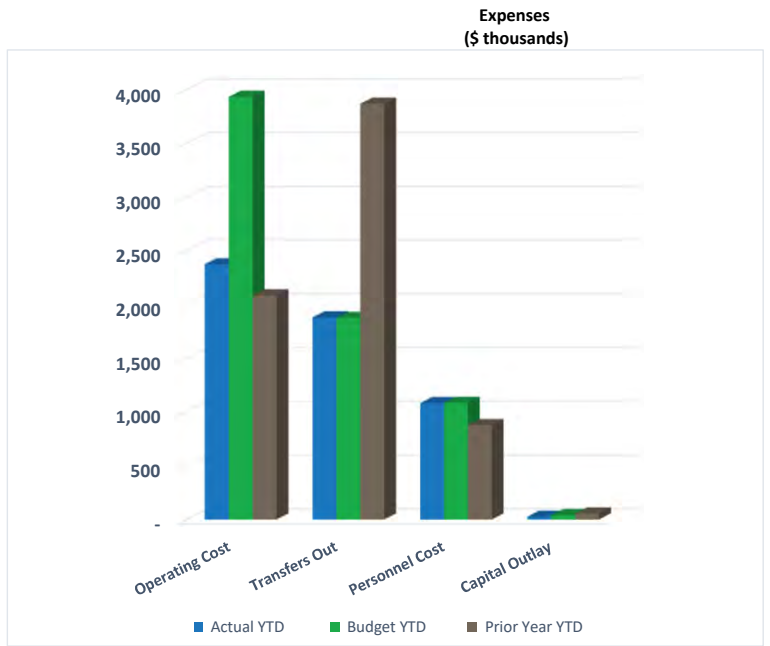
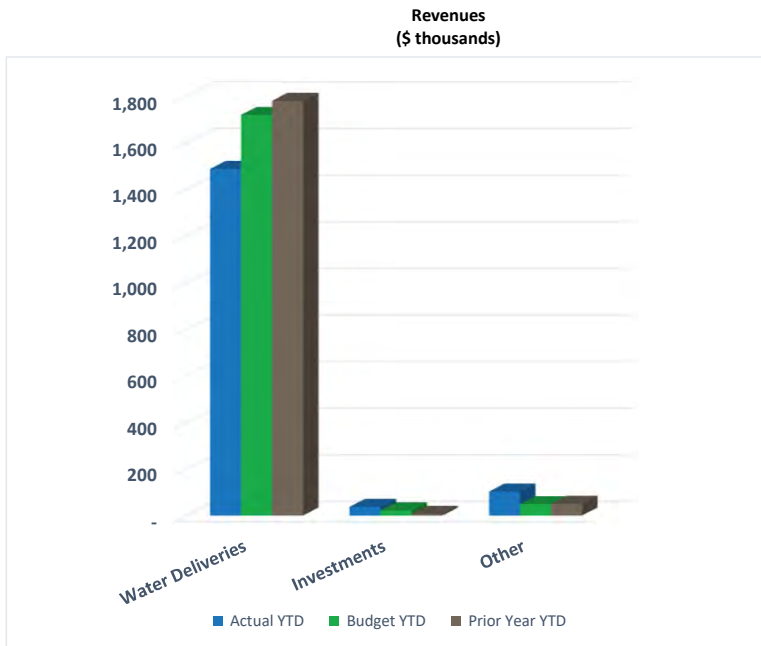
- Expenditures are \$762K (31%) higher than Prior Year primarily due to CIP Transfers Out \$478K over PY for the Lake Piru Campground and Recreation Area Renovations. Operating Expenditures up \$302K primarily due to utility cost increase of \$144K. Contributing to the variance is higher Salaries and Benefits \$81K due to the Board Approved 2% COLA increase and annual merits increases.
- Increase slightly offset by a decrease in Capital Outlay \$99K due to the Side by Side vehicle purchased in Prior Year. Professional fees are also lower \$60K.



**FY 2022-23 Fourth Quarter Financial Review**  
 July 1, 2022 through June 30, 2023  
*100% of Fiscal Year Completed*

**Freeman Diversion Fund (Zone B)**

in \$ thousands	CY Actuals	CY Revised Budget	Variance	% Variance	PY Actuals	Variance	% Variance
<b>Revenues</b>							
Groundwater	3,822	4,001	(179)	-4%	3,792	29	1%
Water Delivery	1,487	1,719	(232)	-13%	1,779	(293)	-16%
Earnings on Investments	37	22	15	68%	7	30	396%
Other	116	49	68	138%	98	18	18%
Transfers in	86	0	86		0	86	
<b>Total Revenues</b>	<b>5,548</b>	<b>5,791</b>	<b>(243)</b>	<b>-4%</b>	<b>5,678</b>	<b>(130)</b>	<b>-2%</b>
<b>Expenses</b>							
Personnel Costs	1,082	1,084	(3)	0%	878	204	23%
Operating Expenditures	2,374	3,933	(1,559)	-40%	2,084	290	14%
Capital Outlay	26	40	(15)	-36%	56	(30)	-54%
Transfers out	1,879	1,873	6	0%	3,869	(1,990)	-51%
<b>Total Expenses</b>	<b>5,360</b>	<b>6,931</b>	<b>(1,571)</b>	<b>-23%</b>	<b>6,886</b>	<b>(1,526)</b>	<b>-22%</b>
<b>Net Surplus / (Shortfall)</b>	<b>187</b>	<b>(1,140)</b>	<b>1,328</b>	<b>-116%</b>	<b>(1,209)</b>	<b>1,396</b>	<b>-115%</b>



**Revenue Status vs. Budget**

- Revenue received through year of \$5.5M, down \$243K (4%) primarily due to lower Pipeline deliveries \$232K (13%) which was 2,307 AF under Plan for OH Pipeline. Groundwater deliveries ended year at \$179K (4%) under plan. Slightly offsetting the decrease are CIP Transfers in of \$86K and late fees of \$52K favorable to plan.

**Revenue Status vs. Prior Year**

- Current Year revenue lower by \$130K (2%). The decrease is predominantly due to lower pipeline deliveries of \$293K (16%) which is 3,374AF less delivered.



## **FY 2022-23 Fourth Quarter Financial Review**

July 1, 2022 through June 30, 2023

*100% of Fiscal Year Completed*

### **Freeman Diversion Fund (Zone B) - continued**

#### ***Appropriation/Expenditure Status vs. Budget***

- Total expenditures at year end are \$5.3M, which is \$1.5M (23%) below Plan. Savings in Operating Expenditures of \$1.5M, largely due to under-utilized Environmental Services Legal Fees of \$765K and Consulting Fees \$365K. Contributing to the variance are Overhead costs \$241K under budget. Maintenance under \$71K due to less than anticipated repairs on structures and Permits \$81K due to sediment management permits not pulled. Principal payments of \$177K under plan for 2020 COP as payments were budgeted as expense but paid directly to liability.
- Savings are partially offset by an increase in Insurance Premiums \$68K and Interest Expenses \$121K due to payments higher than originally allocated amount.

#### ***Appropriation/Expenditure Status vs. Prior Year***

- Total Expenditures are \$1.5M (22%) lower than Prior Year. CIP Transfers Out \$2M greater in prior year due to Freeman Diversion.
- Conversely Operating Expenditures are \$290K (14%) higher primarily due to overhead costs \$102K and maintenance \$72K. Interest expense \$82K higher due to 2020 COP Bond allocated to Freeman in current year. Also, Salaries and Benefits \$204K (23%) higher than PY due to Board approved 2% COLA increase and annual merit increases.

#### ***Fund Balance***

- The projected ending undesignated working capital balance at the end of FY 22-23 is approximately \$2.3M. The District's reserve policy requires a \$1.5M minimum undesignated balance which will be exceeded.

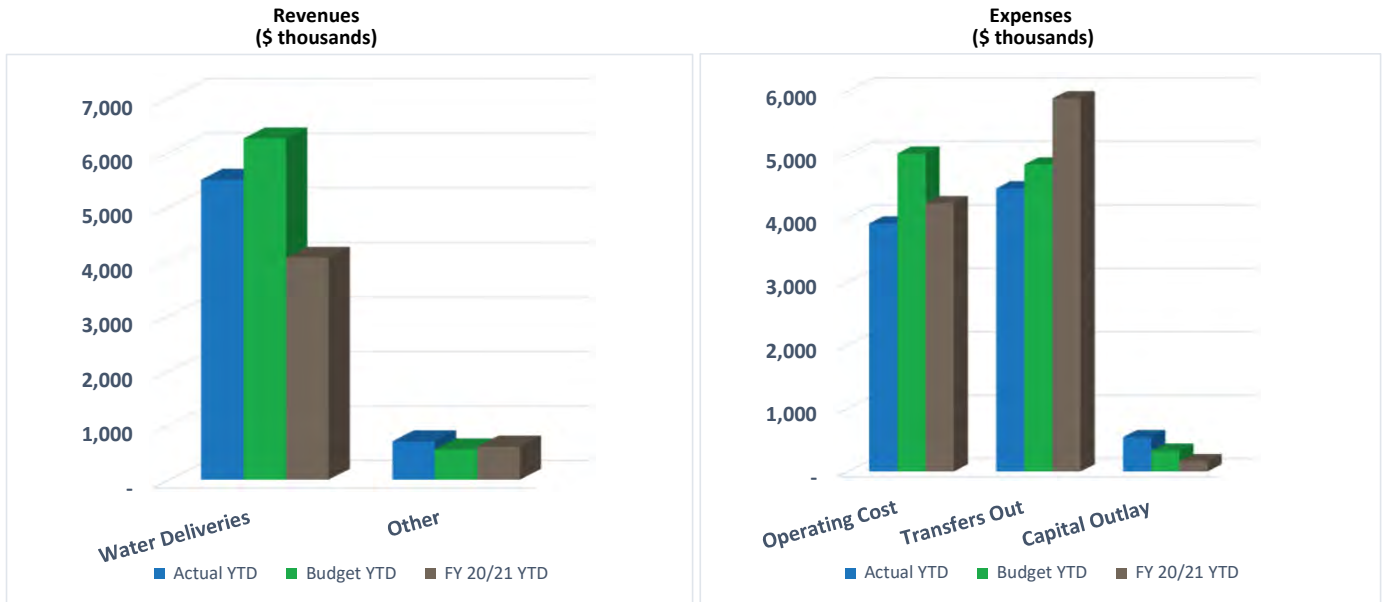


**FY 2022-23 Fourth Quarter Financial Review**  
**July 1, 2022 through June 30, 2023**

*100% of Fiscal Year Completed*

**Oxnard Hueneme Pipeline Fund**

in \$ thousands	CY Actuals	CY Revised Budget	Variance	% Variance	PY Actuals	Variance	% Variance
<b>Revenues</b>							
Water Delivery	5,403	6,255	(852)	-14%	4,069	1,334	33%
Earnings on Investments	88	19	69	361%	17	71	419%
Grants	6,276	7,030	(754)	-11%	1,219	5,057	
Other	614	537	78	14%	590	24	4%
<b>Total Revenues</b>	<b>12,381</b>	<b>13,841</b>	<b>(1,460)</b>	<b>-11%</b>	<b>5,895</b>	<b>6,486</b>	<b>110%</b>
<b>Expenses</b>							
Personnel Costs	942	946	(4)	0%	1,008	(66)	-7%
Operating Expenditures	2,967	4,065	(1,098)	-27%	3,221	(254)	-8%
Capital Outlay	539	324	215	66%	160	379	236%
Transfers out	4,461	4,839	(378)	-8%	5,880	(1,419)	-24%
<b>Total Expenses</b>	<b>8,909</b>	<b>10,175</b>	<b>(1,266)</b>	<b>-12%</b>	<b>10,270</b>	<b>(1,361)</b>	<b>-13%</b>
<b>Net Surplus / (Shortfall)</b>	<b>3,472</b>	<b>3,666</b>	<b>(194)</b>	<b>-5%</b>	<b>(4,374)</b>	<b>7,847</b>	<b>-179%</b>



**Revenue Status vs. Budget and vs. Prior Year**

- Total Revenue \$12.4M (10%) under Budget primarily due to Water Delivery Revenue.
- Water Delivery Revenue \$757K (12%) lower than Budget; 2,270 AF (18%) less delivered than Plan. Deliveries less than prior year by 3,337 AF. However, revenue was up by \$1.4M (34%) compared to the prior fiscal year due to a higher variable rate.
- Fox Canyon revenues were up \$26K (5%) over budget and down \$17K (3%) over the prior year due to the decrease in water deliveries.
- Grant Revenue below Budget by \$754K (10%) as a result of a cancelled \$300K State Grant and timing of the revenue received for a Federal Grant. Both are related to Iron and Manganese Project.
- Compared to the prior year, Grant Revenue \$5.1M over prior year due to multiple grants being completed in FY 2022-23.



**FY 2022-23 Fourth Quarter Financial Review**  
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*100% of Fiscal Year Completed*

**Oxnard Hueneme Pipeline Fund - continued**

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

- Expenses \$1.3M under Budget primarily due to operating expenditures which were \$1.1M less than budgeted.
- Utilities \$189K below Budget due to lower water deliveries and available surface water, which resulted in less electricity used for pumping. Costs are also down \$234K from Prior Year.
- Contractual Services (\$81K), Maintenance (\$96K), and Water Chemicals (\$51K) were also lower than projected. This is due to funds not being needed this fiscal year.
- Overhead Cost were also \$157K under Budget.
- Principal payments \$355K under Plan due to 2020 COP payments budgeted as expense but paid directly to liability.
- Interest Expense under budget by \$197K due to payments lower than originally allocated amount, down \$164K compared to Prior Year due to changes in 2020 COP allocation.
- Slightly offsetting this are higher than expected Fox Canyon Fees (\$52K), Insurance Expense (\$36K), and Capital Outlay Cost (\$215K). Fox Canyon Fees were up due to a rate increase in October 2022, and Capital Outlay costs were up due to an unplanned emergency repair for well #12. Compared to the prior fiscal year, Capital Outlay (\$379K) and Insurance Expense (\$19K) were also up. Capital Outlay higher due to El Rio gas

***Fund Balance***

- The ending undesignated working capital balance is approximately \$1.4M.
- The District's reserve policy requires an undesignated balance of \$1.1M for this fund which will be met for FY 2022-23.



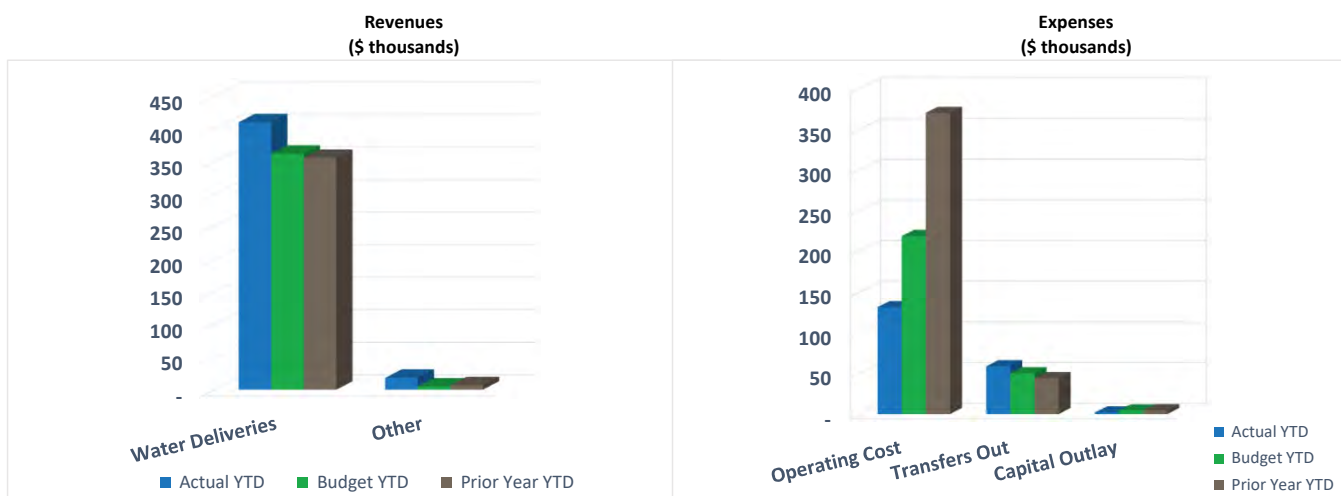
## FY 2022-23 Fourth Quarter Financial Review

July 1, 2022 through June 30, 2023

100% of Fiscal Year Completed

Pleasant Valley Pipeline Fund

in \$ thousands	CY Actuals	CY Budget	Variance	% Variance	PY Actuals	Variance	% Variance
<b>Revenues</b>							
Water Delivery	410	362	48	13%	356	55	15%
Earnings on Investments	10	3	7	224%	2	8	452%
Other	18	5	14	281%	7	11	168%
<b>Total Revenues</b>	<b>438</b>	<b>370</b>	<b>69</b>	<b>19%</b>	<b>364</b>	<b>74</b>	<b>20%</b>
<b>Expenses</b>							
Personnel Costs	58	82	(24)	-29%	75	(18)	-24%
Operating Expenditures	74	137	(63)	-46%	295	(221)	-75%
Capital Outlay	2	5	(3)	0%	5	(3)	-56%
Transfers out	59	50	9	17%	44	15	33%
<b>Total Expenses</b>	<b>192</b>	<b>274</b>	<b>(81)</b>	<b>-30%</b>	<b>419</b>	<b>(227)</b>	<b>-54%</b>
<b>Net Surplus / (Shortfall)</b>	<b>246</b>	<b>96</b>	<b>150</b>	<b>155%</b>	<b>(55)</b>	<b>301</b>	<b>-551%</b>



### Revenue Status vs. Budget and vs. Prior Year

- Revenue received through Q4 over budget by approximately \$69K (19%).
- Water Delivery revenue greater than Budget by \$48K (13%) due to availability of surface water, 878AF more than budgeted water was delivered through year end.
- Revenue has an increase of approximately \$74K (20%) from prior fiscal year primarily due to Water Delivery increase of \$55K (993AF).

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

- Operating Expenditures are under Budget by \$63K (46%) this fiscal year due to maintenance budget not being fully utilized in Q4. Additional variance in Salaries and Benefits \$24K (29%) lower than Budget due to staff spending less time working on Pleasant Valley Pipeline.
- Transfers Out are over budget by \$9K (17%) due to Operating Fund 460 funding the completed/closed CIP Projects in Fund 461.
- Compared to prior year, Operating Expenditures are down \$221K primarily due to PV reservoir maintenance work. Salaries and Benefits are also down \$18K from prior year due to overall less staff at PV Pipeline.

### Fund Balance

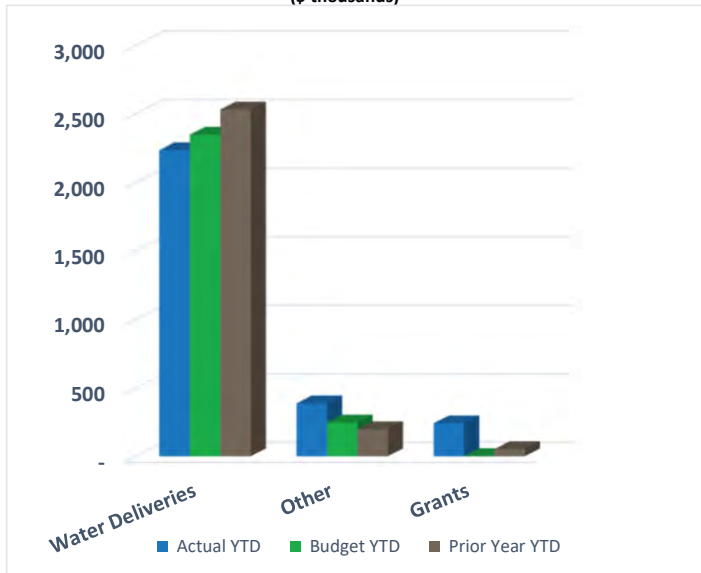
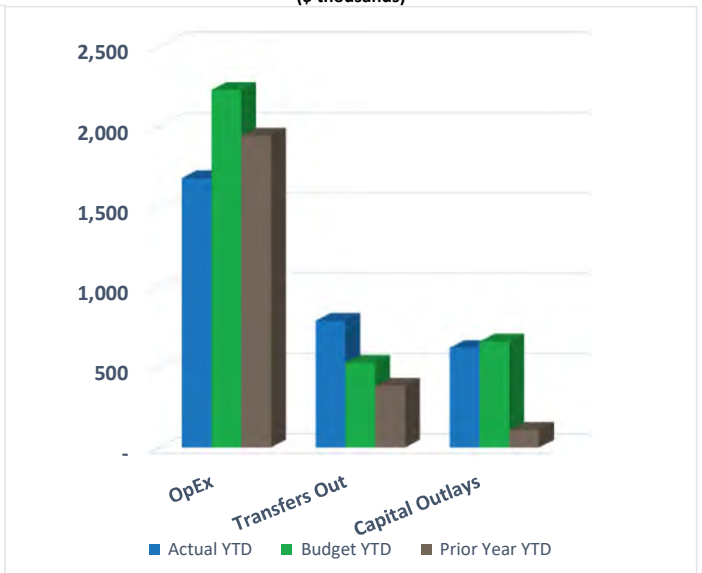
The projected ending undesignated working capital balance at the end of FY 22-23 is approximately \$800K. The District's reserve policy requires a \$326K minimum undesignated balance which was met.

**FY 2022-23 Fourth Quarter Financial Review**

July 1, 2022 through June 30, 2023

*100% of Fiscal Year Completed*
**Pumping Trough Pipeline Fund**

in \$ thousands	CY Actuals	CY Revised Budget	Variance	% Variance	PY Actuals	Variance	% Variance
<b>Revenues</b>							
Water Delivery	2,232	2,345	(113)	-5%	2,528	(296)	-12%
Earnings on Investments	42	9	33	366%	8	34	435%
Grants	239	0	239		52	187	360%
Other	343	238	106	45%	189	154	82%
<b>Total Revenues</b>	<b>2,857</b>	<b>2,592</b>	<b>265</b>	<b>10%</b>	<b>2,777</b>	<b>80</b>	<b>3%</b>
<b>Expenses</b>							
Personnel Costs	351	381	(30)	-8%	398	(47)	-12%
Operating Expenditures	1,325	1,844	(519)	-28%	1,543	(217)	-14%
Capital Outlay	620	660	(40)	-6%	110	510	463%
Transfers out	789	528	261	49%	384	404	105%
<b>Total Expenses</b>	<b>3,085</b>	<b>3,413</b>	<b>(328)</b>	<b>-10%</b>	<b>2,435</b>	<b>649</b>	<b>27%</b>
<b>Net Surplus / (Shortfall)</b>	<b>(228)</b>	<b>(821)</b>	<b>593</b>	<b>-72%</b>	<b>342</b>	<b>(570)</b>	<b>-167%</b>

 Revenues  
 (\$ thousands)

 Expenses  
 (\$ thousands)

**Revenue Status vs. Budget**

- Revenue received through Q4 \$2.8M, up \$265K (10%) over budget. The increase is due to higher LAIF to Market value adjustment \$33K and CIP Transfers In from Closed/Completed projects \$180K. Grants received through year-end of \$239K.
- Offsetting the increase is lower pipeline deliveries \$113K (286AF lower water delivered than Plan).

**Revenue Status vs. Prior Year**

- Revenue received \$80K higher than Prior Year. Increases in earnings on Investments LAIF to Market value (\$34K), Grant Revenue (\$187K) and CIP Transfers in (\$180K).



## **FY 2022-23 Fourth Quarter Financial Review**

July 1, 2022 through June 30, 2023

*100% of Fiscal Year Completed*

### **Pumping Trough Pipeline Fund - continued**

#### ***Appropriation/Expenditure Status vs. Budget***

- Total expenditures through Q4 are \$3M, \$328K (10%) below Budget primarily due to lower Operating Expenditures \$519K (28%). Fox Canyon expenses are down \$55K due to delay in billing. Maintenance is \$88K under budget due to less maintenance completed on structures and improvements in this fiscal year. Principal payments \$135K under due to 2020 COP payments budgeted as expense but paid directly to liability.
- Contributing to the variance is Capital outlay \$40K lower than anticipated due to fewer than planned PTP isolation valves and VFD replacements and overhead costs that were under plan by \$113K.
- Offsetting the savings are transfers out to CIP projects which were \$261K (49%) over plan.

#### ***Appropriation/Expenditure Status vs. Prior Year***

- Compared to last fiscal year, expenditures are higher by \$649K (27%) primarily due to higher CIP Transfers Out \$404K for PTP Recycled Water Connection. Capital Outlay \$510K is also higher in Current Year due to PTP booster replacement, four valve replacements and pump #3 rehabilitation.

#### ***Fund Balance***

- The ending undesignated working capital balance is approximately \$964K.
- The District's reserve policy requires an undesignated balance of \$1M for this fund, leaving a slight shortfall for FY 2022-23.



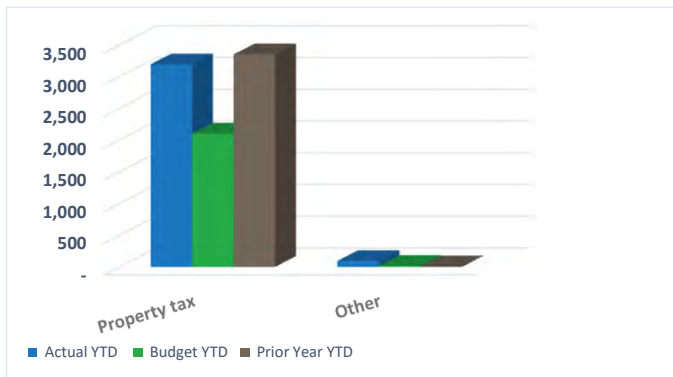


**FY 2022-23 Fourth Quarter Financial Review**  
 July 1, 2022 through June 30, 2023  
*100% of Fiscal Year Completed*

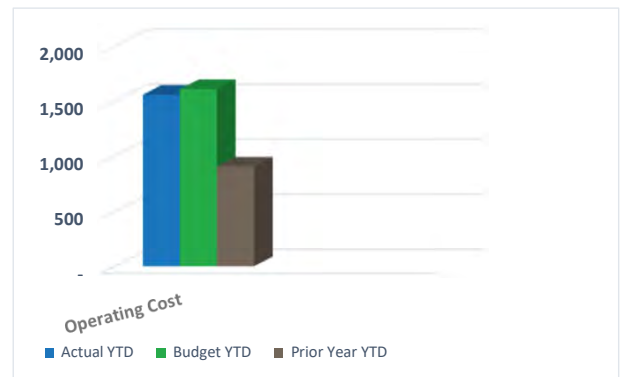
**State Water Fund**

in \$ thousands	CY Actuals	CY Revised Budget	Variance	% Variance	PY Actuals	Variance	% Variance
<b>Revenues</b>							
Earnings on Investments	80	15	65	435%	10	70	664%
Property Taxes	3,205	2,100	1,105	53%	3,349	(143)	-4%
<b>Total Revenues</b>	<b>3,286</b>	<b>2,115</b>	<b>1,171</b>	<b>55%</b>	<b>3,359</b>	<b>(73)</b>	<b>-2%</b>
<b>Expenses</b>							
Personnel Costs	0	0	0	0%	0	0	0%
Operating Expenditures	1,558	1,608	(51)	-3%	904	653	72%
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%
<b>Total Expenses</b>	<b>1,558</b>	<b>1,608</b>	<b>(51)</b>	<b>-3%</b>	<b>904</b>	<b>653</b>	<b>72%</b>
<b>Net Surplus / (Shortfall)</b>	<b>1,728</b>	<b>507</b>	<b>1,222</b>	<b>241%</b>	<b>2,455</b>	<b>(727)</b>	<b>-30%</b>

Revenues  
(\$ thousands)



Expenses  
(\$ thousands)



**Revenue Status vs. Budget and vs. Prior Year**

- Revenue received through year end is above Plan by \$1.1M (55%).
- Property tax revenue is favorable by \$1.1M largely due to higher than budgeted current secured and passthrough taxes . Earnings on investments are also over Plan by \$65K due to GAAP market value adjustment to LAIF in addition to the increase in rate of return.
- Compared to the Prior Year, revenue is down 2% (\$73K) primarily due to lower earnings on property taxes by 4% (\$143K).

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

- Total expenditures of \$1.5M under budget by \$51K (3%) for year end. Operating costs under budget by \$51K primarily due to Variable costs lower than expected.

**Fund Balance**

- The ending undesignated working capital balance for FY 22-23 is approximately \$7.7M. The District's reserve policy requires a minimum fund balance of \$5M, which is exceeded.
- 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 allowable Table A water.

**FY 2022-23 Fourth Quarter Financial Review**

July 1, 2022 through June 30, 2023

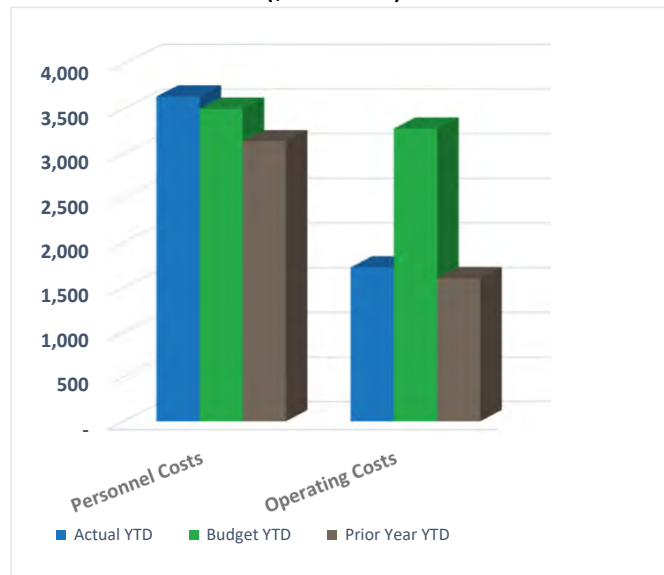
100% of Fiscal Year Completed

**Overhead Fund**

in \$ thousands	CY Actuals	CY Revised Budget	Variance	% Variance	PY Actuals	Variance	% Variance
<b>Expenses</b>							
Personnel Costs	3,636	3,500	136	4%	3,135	501	16%
Operating Expenditures	1,724	3,277	(1,553)	-47%	1,602	122	8%
Capital Outlay	0	40	(40)	0%	0	0	0%
<b>Total Expenses</b>	<b>5,360</b>	<b>6,817</b>	<b>(1,458)</b>	<b>-21%</b>	<b>4,737</b>	<b>623</b>	<b>13%</b>

**Expenses**

(\$ thousands)



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

- Expenditures under budget by \$1.4M (21%).
- The largest savings were in Professional Fees, \$1.1M primarily due to Legal Counsel – Appointed under-utilized. Operating Expenditures overall under budget by 1.5M (47%). Contributing to the variance are Maintenance \$31K under budget due to emergency funds not being needed in Q2. Office Expense of \$267K and Travel \$40K not fully used by the end of the year. Capital Outlay under budget by \$40K due to delay in HQ generator connection project.
- Compared to prior year, total expenditures are higher by \$623K (13%). Slightly offsetting savings were personnel costs over budget by \$501K. Higher personnel costs due in part to Board Approved 2% Cost of Living increase, annual merit increases as well as internal promotions. Materials and Supplies Expense was also \$76K higher than prior year.