

Rogers, Anderson, Malody & Scott, LLP
735 E. Carnegie Drive, Suite 100
San Bernardino, CA 92408

We are providing this letter in connection with your agreed-upon procedures to the Beaumont Basin Watermaster's (the Watermaster) solely to assist the Yucaipa Valley Water District (the District) and the Watermaster in evaluating certain amounts reported in the Watermaster Schedules (Schedules) on the full accrual basis of accounting as of June 30, 2024 and for the year then ended and its compliance with the Rules and Regulations regarding assessments and expenses for the same period.

We confirm, to the best of our knowledge and belief, as of August 7, 2024, the following representations made to you during your engagement:

1. The District, the Watermaster, and its member agencies are responsible for complying with the Rules and Regulations and the Judgment Pursuant to Stipulation Adjudicating Groundwater Rights in the Beaumont Basin. We are also responsible for the amounts recorded as assessments and expenses of the Watermaster.
2. We are responsible for establishing and maintaining effective internal controls over the requirements of the Rules and Regulations and Judgment Pursuant to Stipulation Adjudicating Groundwater Rights in the Beaumont Basin.
3. We have performed an evaluation of the Watermaster's compliance with the Rules and Regulations and the Judgment Pursuant to Stipulation Adjudicating Groundwater Rights in the Beaumont Basin. Based on our evaluation, we have complied with the Rules and Regulations and the Judgment Pursuant to Stipulation Adjudicating Groundwater Rights in the Beaumont Basin.
4. We have agreed to the procedures performed which were provided to us in your letter dated July 10, 2024 and agree they are appropriate for their purpose.
5. We have disclosed to you all known noncompliance, if applicable, with the Rules and Regulations and the Judgment Pursuant to Stipulation Adjudicating Groundwater Rights in the Beaumont Basin.
6. We have provided you with access to all relevant information and access, as applicable, that we believe are relevant to the compliance with the Rules and Regulations and the Judgment Pursuant to Stipulation Adjudicating Groundwater Rights in the Beaumont Basin.
7. There have been no matters contradicting any information provided or communications from regulatory agencies, internal or external auditors, or other independent accountants or consultants regarding possible noncompliance with the Rules and Regulations and the Judgment Pursuant to Stipulation Adjudicating Groundwater Rights in the Beaumont Basin including communications received between July 1, 2023 and August 7, 2024.
8. We have responded fully to all inquiries made to us by you during the engagement.
9. We are not aware of any material misstatements in either of the schedules.

10. Your report is solely for the information and use of the Beaumont Basin Watermaster and its members and is not intended to be and should not be used by anyone other than those specified parties.
11. We understand that your agreed-upon procedures engagement was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants and was designed for the purpose of reporting your findings in regards to the subject matter described above, and that your procedures were limited to those that you considered necessary for that purpose.
12. No material events have occurred subsequent to August 7, 2024 that would require adjustment to or modification of our report issued.

BEAUMONT BASIN WATERMASTER
INDEPENDENT ACCOUNTANT'S REPORT ON APPLYING
AGREED-UPON PROCEDURES
ON THE BEAUMONT BASIN WATERMASTER SCHEDULES

JUNE 30, 2024



ROGERS, ANDERSON, MALODY & SCOTT, LLP
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Independent Accountant's Report

Yucaipa Valley Water District as Treasurer
of the Beaumont Basin Watermaster
Yucaipa, California

We have performed the procedures enumerated below on the Watermaster Schedules (Schedules), attached as Exhibit A and Exhibit B, on the full accrual basis of accounting as of June 30, 2024, and for the year then ended. Yucaipa Valley Water District (the District) management, as treasurer of the Beaumont Basin Watermaster (the Watermaster), is responsible for the Schedules as of June 30, 2024.

MANAGERS / STAFF

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Monica Wysocki, CPA

The Watermaster, the District and its member agencies have agreed to and acknowledged that the procedures performed are appropriate to meet the intended purpose of evaluating certain amounts reported in the Schedules, attached as Exhibit A and Exhibit B, on the full accrual basis of accounting as of June 30, 2024, and for the year then ended and its compliance with the Rules and Regulations regarding assessments and expenses. This report may not be suitable for any other purpose. The Watermaster has agreed to and acknowledged that the procedures performed are appropriate to meet their purposes. The procedures performed may not address all the items of interest to a user of this report and may not meet the needs of all users of this report and, as such, users are responsible for determining whether the procedures performed are appropriate for their purposes.

MEMBERS

American Institute of
Certified Public Accountants

*PCPS The AICPA Alliance
for CPA Firms*

*Governmental Audit
Quality Center*

California Society of
Certified Public Accountants

The procedures and the associated findings are as follows:

1. Procedure

Agree the unrestricted net position, beginning of year amount on the Schedule of Revenues and Expenses (Exhibit B) to the unrestricted net position, end of year amount noted on the trial balance for the fiscal year ended June 30, 2023.

Finding

No exceptions were noted as a result of applying the procedure.



2. Procedure

Agree the cash balance reported on Exhibit A to the bank reconciliation, bank statement and trial balance. Select all of the deposits in transit and outstanding checks and trace their clearing to the subsequent month's bank statement.

Finding

No exceptions were noted as a result of applying the procedure.

3. Procedure

Trace all member agency assessments recorded in the Schedule of Revenues and Expenses (Exhibit B) to the invoices and the bank statements.

Finding

No exceptions were noted as a result of applying the procedure.

4. Procedure

Compare the ending check number for the fiscal year ended June 30, 2023 to the beginning check number for the period beginning on July 1, 2023. Note any breaks in check sequence for the period of July 1, 2023 through June 30, 2024.

Finding

No exceptions were noted as a result of applying the procedure.

5. Procedure

Based on the population of checks issued during July 1, 2023 through June 30, 2024, select all payments and trace the check to supporting invoice noting whether the activity pertains to the Watermaster. Agree the dollar amount and vendor on the invoice to the check for accuracy.

Finding

No exceptions were noted as a result of applying the procedure.

6. Procedure

Obtain the general ledger detail for the period of July 1, 2023 to June 30, 2024. Select all journal entries and trace the transaction to an approved journal entry and documentation supporting the nature and rationale of the journal entry.

Finding

No exceptions were noted as a result of applying the procedure.

We were engaged by the Watermaster, the District, and its member agencies to perform this agreed-upon procedures engagement and conducted our engagement in accordance with attestation standards established by the AICPA. We were not engaged to and did not conduct an examination or review, the objective of which would be the expression of an opinion or conclusion, respectively, on the schedule of assets, liabilities and net position (Exhibit A) and the schedule revenues and expenses (Exhibit B). Accordingly, we do not express such an opinion or conclusion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

We are required to be independent of the Watermaster, the District, and its member agencies and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements related to our agreed-upon procedures engagement.

This report is intended solely for the information and use of the Watermaster, the District, and its member agencies and is not intended to be and should not be used by anyone other than the specified parties.

Rogers, Anderson, Malody & Scott, LLP.

August 7, 2024
San Bernardino, California

**Beaumont Basin Watermaster
Schedule of Assets, Liabilities and Net Position
(Unaudited)
June 30, 2024**

Assets	
Cash and cash equivalents	<u>\$ 60,024</u>
Total assets	<u>60,024</u>
Liabilities	
Accounts payable	<u>-</u>
Net position	
Unrestricted	<u><u>\$ 60,024</u></u>

**Beaumont Basin Watermaster
Schedule of Revenues and Expenses
(Unaudited)
For the year ended June 30, 2024**

Revenues	
Assessments	\$ 197,665
Interest	65
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Total revenues	197,730
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Expenses	
Special projects	
Engineering	375,190
Monitoring and data acquisition	44,768
Administrative	
Meetings and miscellaneous	17,260
Legal and professional	25,066
Bank charges	19
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Total expenses	462,303
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Change in net position	(264,573)
Unrestricted net position, beginning of year	324,597
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Unrestricted net position, end of year	<u>\$ 60,024</u>