



Yucaipa Valley Water District

12770 Second Street, Yucaipa, California 92399 Phone: (909) 797-5117

Notice and Agenda of a Regular Meeting of the Board of Directors

Wednesday, February 15, 2012 at 6:00 p.m.

- I. CALL TO ORDER - Pledge of Allegiance
- II. ROLL CALL
- III. PUBLIC COMMENTS - At this time, members of the public may address the Board of Directors on matters within its jurisdiction. To provide comments on specific agenda items, please complete a speaker's request form and provide the completed form to the Board Secretary prior to the board meeting.
- IV. CONSENT CALENDAR - All matters listed under the Consent Calendar are considered by the Board of Directors to be routine and will be enacted in one motion. There will be no discussion of these items prior to the time the board considers the motion unless members of the board, the administrative staff, or the public request specific items to be discussed and/or removed from the Consent Calendar. The General Manager recommends approval of the following:
 - A. Minutes of Meetings
 - 1. Regular Board Meeting - February 1, 2012
 - 2. Board Workshop - February 7, 2012
 - 3. Board Workshop - February 15, 2012
 - B. Payment of Bills
 - 1. Approve/Ratify Invoices of Board Awarded Contracts
 - 2. Approve General Expenses for January 2011
- V. BOARD REPORTS
 - A. Board Workshop - February 7, 2012
 - B. San Bernardino Valley Municipal Water District Advisory Commission - February 9, 2012
 - C. Board Site Tour and Inspection - February 15, 2012
 - D. Reports by Board Members
- VI. STAFF REPORT

Any person with a disability who requires accommodation in order to participate in this meeting should telephone Chelsie Fogus at (909) 797-5118 at least 48 hours prior to the meeting in order to make a request for a disability-related modification or accommodation.

Materials related to an item on this agenda submitted to the Board of Directors after distribution of the board meeting packet are available for public inspection during normal business hours at the District office located at 12770 Second Street, Yucaipa. Meeting material may also be available on the District's website at www.yvwd.dst.ca.us

VII. DISCUSSION ITEMS

- A. Unaudited Financial Report for the Period Ending January 31, 2012 [\[Director Memorandum No. 12-017 - Page 25 of 78\]](#)

RECOMMENDED ACTION: That the Board receives and files the unaudited financial report as presented.

- B. Adoption of Resolution No. 06-2012 Approving an Investment Policy and Appointment of the General Manager as the District Investment Officer [\[Director Memorandum No. 12-018 - Page 53 of 78\]](#)

RECOMMENDED ACTION: That the Board receives and files the Single Audit Report as presented.

- C. Development Agreement for Tract No. 13375 Located on Oak Glen Road Approximately 1,500 Feet East of Fremont Street, Yucaipa [\[Director Memorandum No. 12-019 - Page 63 of 78\]](#)

RECOMMENDED ACTION: Pending.

VIII. DIRECTORS COMMENTS

IX. CLOSED SESSION

- A. Conference with Real Property negotiator(s) (Government Code 54956.8)
Property: Assessor's Parcel Number: 301-201-29
Agency Negotiator: Joseph Zoba, General Manager
Negotiating Parties: Palmer General Corporation
Under Negotiation: Terms of Payment and Price
- B. Conference with Labor Negotiator (Government Code 54957.6)
District Negotiator: Joseph Zoba, General Manager
Employee Organization: IBEW Local Union 14356 - YVWD Employees Association
- C. Conference with Labor Negotiator (Government Code 54957.6)
District Negotiator: Joseph Zoba, General Manager
Employee Organization: Supervisor Bargaining Unit
- D. Conference with Labor Negotiator (Government Code 54957.6)
District Negotiator: Joseph Zoba, General Manager
Employee Organization: Exempt Employee Bargaining Unit

X. ANNOUNCEMENTS

- A. February 28, 2012 at 4:00 p.m. - Board Workshop
- B. March 7, 2012 at 6:00 p.m. - Regular Board Meeting
- C. March 13, 2012 at 4:00 p.m. - Board Workshop
- D. March 21, 2012 at 6:00 p.m. - Regular Board Meeting
- E. March 27, 2012 at 4:00 p.m. - Board Workshop
- F. April 4, 2012 at 6:00 p.m. - Regular Board Meeting

XI. ADJOURNMENT

CONSENT CALENDAR

MINUTES OF A REGULAR BOARD MEETING

February 1, 2012

Directors Present:

Jay Bogh, President
Ian Cuthbertson, Director
Lonni Granlund, Director
Hank Wochholz, Director

Staff Present:

Joseph Zoba, General Manager
Jack Nelson, Assistant General Manager
Jennifer Ares, Resource Sustainability Manager

Directors Absent:

Bruce Granlund, Vice President

Consulting Staff Present:

David Wysocki, Legal Counsel

Registered Guests and Others Present:

Ray Morris, San Geronio Pass Water Agency
John Jeter, San Geronio Pass Water Agency
Richard Siegmund, Customer

The regular meeting of the Board of Directors of the Yucaipa Valley Water District was called to order by Director Jay Bogh at 6:00 p.m. on Wednesday, February 1, 2012 at the Administrative Office Building, 12770 Second Street, Yucaipa, California.

CALL TO ORDER

Director Jay Bogh led the pledge of allegiance.

FLAG SALUTE

The roll was called and Director Jay Bogh, Director Ian Cuthbertson, Director Lonni Granlund, and Director Hank Wochholz were present. Director Bruce Granlund was absent.

ROLL CALL

Director Jay Bogh welcomed the audience members. Richard Siegmund provided comments regarding the draft Engineering Guidance Manual, plan check fees and plan check reviews. There were no other public comments.

PUBLIC COMMENTS

Director Lonni Granlund moved to approve the consent calendar and Director Hank Wochholz seconded a motion that carried to approve the consent calendar.

CONSENT CALENDAR

A. Minutes of Meetings

1. Regular Board Meeting – January 18, 2012
2. Board Workshop, January 24, 2012

Director Jay Bogh reported on the Association of San Bernardino County Special Districts Meeting held on January 23, 2012.

BOARD REPORTS

Director Hank Wochholz reported on the Yucaipa Valley Water District Board Workshop held on January 24, 2012.

No other board reports were provided.

General Manager Joseph Zoba provided a brief overview of the following topics:

- The District staff has completed the elimination of the R-12.3 Reservoir in Calimesa resulting in increased water pressure for a portion of the community; and
- The District staff received an email message from Ryan Woll, the Assistant Principal from Cathedral City High School complimenting the District's support of the solar boat challenge and the boat building on Saturday, January 28, 2012.

STAFF REPORT

DISCUSSION ITEMS:

Following a brief overview of this agenda item by General Manager Joseph Zoba, Director Hank Wochholz moved and Director Ian Cuthbertson seconded a motion to approve Agreement No. 2012-01. The motion was approved by a 4-0 vote.

DM 12-013
SEWER MAINLINE
REIMBURSEMENT
AGREEMENT FOR THE
COMMERCIAL
DEVELOPMENT LOCATED
ON 5TH STREET, CALIMESA
(APN 411-180-025) - BILL
DICKINSON

Following a brief overview of this agenda item by Resource Sustainability Manager Jennifer Ares, Director Ian Cuthbertson moved and Director Hank Wochholz seconded a motion to adopt Resolution No. 04-2012. The motion was approved by a 4-0 vote.

DM 12-014
ADOPTION OF
RESOLUTION NO. 04-2012
SUPPORTING A REGIONAL
WATER CONSERVATION
GRANT FROM THE
BUREAU OF
RECLAMATION 2012
WATERSMART: WATER
AND ENERGY EFFICIENCY
GRANT PROGRAM

Following a brief overview of this agenda item by General Manager Joseph Zoba, Director Hank Wochholz moved and Director Lonni Granlund seconded a motion to approve the issuance of Task Order No. 14 with Separation Processes, Inc. for a sum not to exceed \$309,383. The motion was approved by a 4-0 vote.

DM 12-015
CONSTRUCTION
MANAGEMENT SERVICES
BY SEPARATION
PROCESSES, INC. FOR
THE CONSTRUCTION OF
THE WOCHHOLZ
IMPROVED SALINITY

EFFLUENT (WISE)
FACILITY

Following a brief overview of this agenda item by General Manager Joseph Zoba, Director Ian Cuthbertson moved and Director Hank Wochholz seconded a motion to adopt Resolution No. 05-2012. The motion was approved by a 4-0 vote.

DM 12-016
APPOINTMENT OF A
REPRESENTATIVE TO THE
REDEVELOPMENT
AGENCY OVERSIGHT
BOARDS FOR THE CITY OF
CALIMESA AND THE CITY
OF YUCAIPA

There were no comments from the Directors.

DIRECTOR COMMENTS

Director Jay Bogh, Director Bruce Granlund, Director Ian Cuthbertson, Director Lonni Granlund, and Director Hank Wochholz were present in closed session with Legal Counsel David Wysocki and General Manager Joseph Zoba.

CLOSED SESSION

The Board Members reconvened out of closed session into open session and Legal Counsel David Wysocki reported that direction was provided to the General Manager but no reportable action was taken in closed session.

Director Jay Bogh directed attention to the announcements located on the board meeting agenda.

ANNOUNCEMENTS

There being no further business, the meeting was adjourned at 6:39 p.m.

Respectfully submitted,

Joseph B. Zoba, Secretary

(Seal)

MINUTES OF A BOARD WORKSHOP

February 7, 2012 at 4:00 P.M.

Directors Present:

Jay Bogh, President
Bruce Granlund, Vice President
Ian Cuthbertson, Director
Lonni Granlund, Director
Hank Wochholz, Director

Staff Present:

Joseph Zoba, General Manager
Jack Nelson, Assistant General Manager
Vicky Elisalda, Controller
John Hull, Public Works Manager
Jennifer Ares, Resource Sustainability Manager
Brent Anton, Engineering Project Integrator
Kevin King, Operations Manager

Directors Absent:

None

Consulting Staff Present:

David Wysocki, Legal Counsel
Patrick Watson, Krieger & Stewart

Registered Guests and Others Present:

Deborah Young-Wisenhunt, Customer
Richard Siegmund, Customer
John Jeter, San Geronio Pass Water Agency
Ray Morris, San Geronio Pass Water Agency
Bill Dickson, San Geronio Pass Water Agency

The items listed below were presented for discussion.

- I. Call to Order - 4:00 p.m.
- II. Public Comments - General Manager Joseph Zoba recognized the members of the Board of Directors, District staff and members of the public in attendance. There were no public comments from the individuals in attendance at the meeting.
- III. Staff Comments - General Manager Joseph Zoba provided a brief overview of the following topics:
 - The Yucaipa Valley Water District will be conducting a workshop tour of the Reservoir R-13.2 site on February 15, 2012 at 4:00 pm.
 - The planned outage of imported water from the State Water Project began on February 1st and will continue until the end of the month. The District is operating primarily from local groundwater wells and surface water sources.
 - The California State Controller's Salary Survey Report is now available for certain special districts. Other special districts will be added to the Controller's website during the first half of the year.
 - A recent feasibility study was completed regarding the raising of the dam on Lake Shasta by 18½ feet. An overview of the proposed project was provided.
 - The District staff provided an overview of the roadway issues associated with Canterbury Court, a private road leading to the Reservoir R-12.2 site from Second Street.

IV. Development Issues

- A. Overview of Plan Check and Inspection Services for New Development [Workshop Memorandum No. 12-024] - In response to public comments made at the regular board meeting on February 1, 2012, Patrick Watson from Krieger & Stewart provided an overview of the plan check and inspection process used by the District. Specific details were provided regarding the water and sewer plan check for Parcel Map 19230 and Tract 15160.
- B. Development Agreement for Tract No. 13375 Located on Oak Glen Road Approximately 1,500 Feet East of Fremont Street, Yucaipa [Workshop Memorandum No. 12-025] - General Manager provided an overview of the development agreement for Tract No. 13375.

V. Capital Improvement Projects

- A. Status Report on the Construction of the Yucaipa Valley Regional Brineline [Workshop Memorandum No. 12-026] - Engineering Manager Brent Anton provided a detailed status report on the construction of the Yucaipa Valley Regional Brineline Project. The highlights of the presentation were the number of locations under construction and the coordination with other local agencies.
- B. Status Report on the Construction of the R-10 Recycled Water Reservoir and Booster Complex [Workshop Memorandum No. 12-027] - Engineering Manager Brent Anton provided an overview of the R-10 Reservoir Project. The project was awarded at the January 4, 2012 board meeting and construction is expected to begin in February 2012.
- C. Status Report on the Construction of the Crow Street Pipeline Facilities [Workshop Memorandum No. 12-028] - Engineering Manager Brent Anton provided an overview of the Crow Street Pipeline Project. This project is expected to begin in Spring/Summer 2012.
- D. Status Report on the Construction of the Recycled Water Booster Facility at the Reservoir R-12.1 Complex [Workshop Memorandum No. 12-029] - Engineering Manager Brent Anton provided an overview of the Recycled Water Booster Facility. This project is expected to be out to bid at the end of February 2012.
- E. Status Report on the Construction of the Wochholz Improved Salinity Effluent (WISE) Project [Workshop Memorandum No. 12-030] - Operations Manager Kevin King provided an overview of the WISE project which will enable the District to desalt the recycled water source at the Wochholz Regional Water Recycling Facility pursuant to Regional Water Quality Control Board requirements.

VI. Administrative Issues

- A. Unaudited Financial Report for the Period Ending on January 31, 2012 [Workshop Memorandum No. 12-031] - Controller Vicky Elisalda provided an overview of the unaudited financial report.
- B. Denial of Claim Related to Lack of Water Pressure at 13058 Fifth Street, Yucaipa [Workshop Memorandum No. 12-032] - Assistant General Manager Jack Nelson provided an overview of the claim. Customer Deborah Young-Wisenhunt provided information to the board regarding the closed valve on the customer side. The board members expressed a consensus to process the claim and directed District staff to resolve the issue with the customer.

VII. Director Comments - There were no comments from the board members.

VIII. Closed Session

- A. Conference with Real Property negotiator(s) (Government Code 54956.8)
Property: Assessor's Parcel Number: 301-201-29
Agency Negotiator: Joseph Zoba, General Manager
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Under Negotiation: Terms of Payment and Price
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Employee Organization: IBEW Local Union 14356 - YVWD Employees Association
- C. Conference with Labor Negotiator (Government Code 54957.6)
District Negotiator: Joseph Zoba, General Manager
Employee Organization: Supervisor Bargaining Unit
- D. Conference with Labor Negotiator (Government Code 54957.6)
District Negotiator: Joseph Zoba, General Manager
Employee Organization: Confidential Employee Bargaining Unit
- E. Conference with Labor Negotiator (Government Code 54957.6)
District Negotiator: Joseph Zoba, General Manager
Employee Organization: Exempt Employee Bargaining Unit

Director Jay Bogh, Director Bruce Granlund, Director Ian Cuthbertson, Director Lonni Granlund, and Director Hank Wochholz were present in closed session with Legal Counsel David Wysocki and General Manager Joseph Zoba.

The Board Members reconvened out of closed session into open session and Legal Counsel David Wysocki reported that direction was provided to the General Manager but no reportable action was taken in closed session.

IX. Adjournment - The meeting was adjourned at 5:48 p.m.

Respectfully submitted,

Joseph B. Zoba, Secretary

(SEAL)

MINUTES OF A BOARD WORKSHOP

February 15, 2012 at 4:00 P.M.

Minutes to be provided at the board meeting on February 15, 2012.

Board Awarded Contracts
Consent Calendar Regular Meeting -February 15, 2012

District Awarded Contracts	Director Memorandum	Job or GL No.	Job Cost Breakdown	Awarded Contract Amount	Prior Payments to Date	Pending Invoice Amount	Total Contract Payments	Remaining Contract Amount	Percent Remaining	Encumbered Funds - Remaining Contract Amount			
										General Operating Expenses	Water Division Funds	Sewer Division Funds	Non-Potable Division Funds
Aklufi & Wysocki - FY 2012 Legal Services	--	*5-06-54107	--	--	\$37,603	\$9,230	\$46,833						
Center Electric	--	03-5-07-51241	--	\$15,900	\$0	\$15,900	\$15,900	\$15,900	0%			\$15,900	
DOB Engineering	10-070	03-5-06-54109		\$44,300	\$30,849	\$0	\$30,849	\$13,451	30%	\$13,451			
Prep of the Discharge Permit Appl for WRWRF										\$82,500			
Delta Partners \$90,000 per year - Legislative Consult (exp 12/13) W/S	09-007	*5-06-54109	--	\$90,000	\$0	\$7,500	\$7,500	\$82,500	92%				
Dudek & Associates	07-080	65-178	\$415,040	\$2,219,831	\$2,116,195	\$9,800	\$2,125,995	\$93,836	4%				\$93,836
Recycle Water Phase II - Non-Potable & Brineline Project - Design (EPA)	07-123		\$34,920										
TO#1, Amendment #1	08-038		\$79,920										
TO#1, Amendment #2	08-088		\$1,267,407										
TO#1, Amendment #3	08-089		\$37,539										
TO#1, Amendment #4	08-089		\$34,865										
TO#1, Amendment #5	09-070		\$50,900										
TO#1, Amendment #6	09-079		\$57,848										
TO#1, Amendment #7	10-005		\$8,840										
TO#1, Amendment #8	10-007		\$4,950										
TO#1, Amendment #9	10-008		\$35,800										
TO#1, Amendment #10	10-037		\$49,760										
TO#1, Amendment #11	10-038	03-7387	\$24,278										
TO#1, Amendment #12	10-084		\$46,764										
TO#1, Amendment #13	11-032		\$71,000										
TO#1, Amendment #16	11-083												
TO#1, Amendment #14													
Design of Crow Street Infrastructure	11-073	65-5181		\$70,008	\$28,995	\$29,745	\$58,740	\$11,268	16%				\$11,268
TO#2, Environmental requirements for SCRAM project	10-064	88-5399		\$3,750	\$3,720	\$0	\$3,720	\$30	1%	\$30			
TO#3 (was TO#1, Amend 15)	11-082	03-7388	\$36,010	\$55,785	\$53,219	\$2,075	\$55,293	\$492	1%			\$492	
TO#3, Amendment #1	12-010	03-7388	\$19,775										
Biological Monitoring During Brineline Construction													
TO#4	11-096	03-7388		\$96,864	\$11,620	\$4,617	\$16,236	\$80,628	83%			\$80,628	
Biological Monitoring During Brineline Construction													
Environmental Services for the BCY Non-Potable Water Ext.	11-018	04-9435		\$53,454	\$47,249	\$2,858	\$50,107	\$3,348	6%				\$3,348
Review & Update local pretreatment limits	09-105	03-5-06-54109		\$30,700	\$24,438	\$0	\$24,438	\$6,263	20%	\$6,263			
Ham Radio Outlet, Inc./Bear Communications													
Emergency Radio Communication Equipment	11-074	0*-5-06-51120		\$19,500	\$11,078	\$0	\$11,078	\$8,422	43%	\$8,422			
Inland Potable Services, Inc.													
Annual Insp Cleaning of Various Facilities	11-101	**5-0*-51003		\$52,838	\$52,838	\$0	\$52,838	\$0	0%	\$0			
Krieger & Stewart	05-083	65-180	\$47,400	\$79,000	\$50,471	\$0	\$50,471	\$28,529	36%				\$28,529
TO#5, Design R-13.4 and H-2 Reservoirs for JP Ranch	05-083	65-179	\$31,600										
60% R-13.4 and 40% H-2													
TO#6, Design of the Recycled Water R-10.3 and Booster Facility	11-036	04-9945	\$233,500	\$691,200	\$232,500	\$19,788	\$252,288	\$438,912	63%				\$438,912
TO#9, Const Mgmt Svcs related to R-10.3 and Booster Facility	12-011		\$457,700										
TO#7, Design of a 24" Recycled Water Pipeline	11-091	04-9435		\$220,800	\$55,847	\$14,943	\$70,790	\$150,010	68%				\$150,010
TO#8, Design of the Recycled Water 12.1 Booster Pump Station	11-102	04-11107		\$178,000	\$6,587	\$54,417	\$61,004	\$116,996	66%				\$116,996

Board Awarded Contracts

District Awarded Contracts										Encumbered Funds - Remaining Contract Amount				
Director Memorandum	Job or GL No.	Job Cost Breakdown	Awarded Contract Amount	Prior Payments to Date	Pending Invoice Amount	Total Contract Payments	Remaining Contract Amount	Percent Remaining	General Operating Expenses	Water Division Funds	Sewer Division Funds	Non-Potable Division Funds	Other Funds	
10-022	04-7386 03-7387 03-7388	\$979,100 	\$2,371,720	\$211,473 \$1,202,852 \$23,396	\$0 \$104,737 \$0	\$211,473 \$1,307,589 \$23,396	\$829,262	35%			\$829,262			
11-067 11-081		\$174,620 \$1,218,000												
--	03-5-02-57031	--	--	\$153,078	\$26,960	\$180,038								
09-008	02-5-06-54109 02-5-06-54109	-- --	-- --	\$35,000 \$250	\$5,000 \$0	\$40,000 \$250								
11-080	03-7388		\$9,350,000	\$3,255,160	\$991,988	\$4,247,147	\$5,102,853	55%		\$5,102,853				
05-125	03-506-54109	\$102,120	\$102,120	\$88,660	\$0	\$88,660	\$13,460	13%	\$13,460					
10-031 11-110	03-7387/03-7388 04-7386	\$90,000 \$89,960		\$93,095 \$49,718	\$7,251 \$7,205	\$100,346 \$56,923	\$19,654 \$3,037	16% 5%		\$19,654		\$3,037		
12-002	04-9945		\$4,177,087	\$0	\$0	\$0	\$4,177,087	100%				\$4,177,087		
09-018	88-3971 (exp)	\$150,852	\$150,852	\$148,526	\$0	\$148,526	\$2,326	2%	\$2,326					
09-085	88-5399(exp)		\$144,940	\$124,567	\$0	\$124,567	\$20,373	14%	\$20,373					
09-086 10-050 11-046 11-090	88-5396 (exp) TO#13, Amendment #1 CAD Design for WISE project TO#13, Amendment #2 CAD Design for WISE project TO#13, Amendment #3 CAD Design for WISE project	\$32,500 \$78,132 \$50,000 \$218,371	\$379,003	\$306,735	\$51,270	\$358,005	\$20,998	6%	\$20,998					
12-015	03-11718		\$309,383	\$0	\$0	\$309,383	\$309,383	100%		\$309,383				
	04-5-01-54019	--		\$0	\$1,323	\$0								
12-007	03-5-02-51003		\$118,115	\$0	\$0	\$0	\$118,115	100%		\$118,115				
08-079	*-5-06-54108	\$32,745	\$32,745	\$32,745	\$0	\$32,745	\$0	0%	\$0					
10-060	65-1138		\$10,634	\$8,159	\$0	\$8,159	\$2,475	23%	\$2,475					
GRAND TOTALS									\$170,296	\$0	\$6,476,286	\$4,994,494	\$28,529	
									\$170,296	\$0	\$11,470,780	\$4,994,494	\$28,529	

Approval of General Expenses January 2012 (Check Register Attached)

Check Register - January 2012

<u>Check Date</u>	<u>Check Number</u>	<u>Name</u>	<u>Check Amount</u>
01/03/2012	14119	Ameripride Uniform Services	450.01
01/03/2012	14120	Fedex	29.69
01/03/2012	14121	House Of Quality, Parts Plus	3,322.22
01/03/2012	14122	VOID CHECK	0.00
01/03/2012	14123	Kelly Services, Inc.	469.60
01/03/2012	14124	Konica Minolta Business Soluti	303.76
01/03/2012	14125	South Coast A.Q.M.D.	1,136.38
01/03/2012	14126	The Gas Company	457.91
01/03/2012	14127	Verizon	932.23
01/03/2012	14128	Auto Care Clinic	6,557.41
01/03/2012	14129	Calolympic Glove & Safety Co.,	372.08
01/03/2012	14130	Center Electric	6,901.02
01/03/2012	14131	Fisher Scientific Co.	1,545.68
01/03/2012	14132	Grainger	1,158.09
01/03/2012	14133	Graybar Electric Co., Inc.	71.99
01/03/2012	14134	Inland Water Works Supply Co.	11,904.01
01/03/2012	14135	JR Freeman Co. Inc.	169.52
01/03/2012	14136	Merit Oil Company	1,660.68
01/03/2012	14137	Microflex Corp #774353	968.80
01/03/2012	14138	Nagem, Inc.	4,824.44
01/03/2012	14139	NCL Of Wisconsin Inc	295.68
01/03/2012	14140	Oily's Automotive Service & Re	588.00
01/03/2012	14141	Pro-Pipe & Supply, Inc.	12.00
01/03/2012	14142	R & R Anderson Trucking	1,020.32
01/03/2012	14143	Test America Laboratories, Inc	255.00
01/03/2012	14144	Addiction Medicine Consultants	49.50
01/03/2012	14145	Matthew Flordelis	50.00
01/09/2012	14146	American Water Works Assoc.	1,770.00
01/09/2012	14147	Rodd Greene	370.21
01/09/2012	14148	UnitedHealthcare of California	38,056.79
01/09/2012	14149	Gregory N. Godwin	198.72
01/09/2012	14150	Standard Insurance Company	2,221.36
01/09/2012	14151	US Healthworks Medical Group,	226.91
01/09/2012	14152	Western Dental Services, Inc.	314.33
01/09/2012	14153	Anthem Blue Cross L and H	338.00
01/09/2012	14154	Standard Insurance Company	2,755.25
01/09/2012	14155	Standard Insurance Vision Plan	415.60
01/09/2012	14156	MetLife Small Business Center	122.58
01/09/2012	14157	AWWA CA-NV (Rancho Cucamonga)	190.00
01/09/2012	14158	CA-OCP HEALTH SERVICES	60.00
01/09/2012	14159	National Notary Association	275.00
01/09/2012	14160	Ralph C. Casas	42.00
01/09/2012	14161	Ameripride Uniform Services	443.65
01/09/2012	14162	Applied Best Practices, LLC	58.50
01/09/2012	14163	Central Communications	271.35
01/09/2012	14164	Steve Hines No.1, LLC	8,027.00
01/09/2012	14165	Crown Ace Hardware - Yucaipa	524.43
01/09/2012	14166	First American Data Tree, LLC	50.00
01/09/2012	14167	Fedex	60.53
01/09/2012	14168	InfoSend, Inc.	5,111.45
01/09/2012	14169	Jean's Flower Basket	70.04
01/09/2012	14170	Kelly Services, Inc.	469.60
01/09/2012	14171	Konica Minolta Business Soluti	25.00
01/09/2012	14172	Krieger & Stewart	12,964.99
01/09/2012	14173	Leroy's Landscape Services	2,955.00

Check Register - January 2012

<u>Check Date</u>	<u>Check Number</u>	<u>Name</u>	<u>Check Amount</u>
01/09/2012	14174	NAPA Genuine Parts Company	188.54
01/09/2012	14175	NetComp Technologies, Inc.	675.00
01/09/2012	14176	Sims Welding & Supply Co., Inc	158.45
01/09/2012	14177	The Counseling Team Internatio	660.00
01/09/2012	14178	The Gas Company	606.12
01/09/2012	14179	Underground Service Alert Of S	130.50
01/09/2012	14180	George F. Siddle	115.25
01/09/2012	14181	Verizon	683.08
01/09/2012	14182	Yucaipa Disposal, Inc.	1,262.31
01/09/2012	14183	Auto Care Clinic	499.55
01/09/2012	14184	Brenntag Pacific, Inc	12,967.71
01/09/2012	14185	Jeannte Wisdom	15,025.00
01/09/2012	14186	Cal's Auto Repair & Towing	40.00
01/09/2012	14187	Case Dealer Holding Co., LLC	48.54
01/09/2012	14188	Cemex Inc. USA	1,298.81
01/09/2012	14189	Victor James Valenti	8,074.68
01/09/2012	14190	Environmental Systems Research	23,822.29
01/09/2012	14191	Graybar Electric Co., Inc.	13.68
01/09/2012	14192	Hach Company	1,532.66
01/09/2012	14193	Hemet Valley Tool & Supply	363.72
01/09/2012	14194	Hewlett-Packard Co.-Public Sec	3,942.14
01/09/2012	14195	Inland Water Works Supply Co.	154.79
01/09/2012	14196	Innerline Engineering	5,075.00
01/09/2012	14197	James John Brothers	15,253.55
01/09/2012	14198	JR Freeman Co. Inc.	253.51
01/09/2012	14199	Leroy's Landscape Services	1,385.00
01/09/2012	14200	Matich Corp	2,048.59
01/09/2012	14201	Merit Oil Company	2,854.50
01/09/2012	14202	Mark Miller	186.00
01/09/2012	14203	Nagem, Inc.	3,909.96
01/09/2012	14204	Optics Planet, Inc.	339.98
01/09/2012	14205	Q Versa, LLC	8,378.19
01/09/2012	14206	PowerPlan	100.95
01/09/2012	14207	Red Alert Special Couriers	1,075.42
01/09/2012	14208	Rosemount Analytical, Inc.	589.55
01/09/2012	14209	SB & Riv Counties Fire Equipme	347.70
01/09/2012	14210	Schaner's WasteWater Prod., In	2,470.46
01/09/2012	14211	Donald Kent Stone	480.00
01/13/2012	14212	PAYROLL CHECK	2,105.55
01/13/2012	14213	PAYROLL CHECK	297.53
01/13/2012	14214	CA-PERS 457 Deferred Comp	13,674.64
01/13/2012	14215	Public Employees' Retirement S	26,612.52
01/13/2012	14216	Hong Nelson	125.00
01/13/2012	14217	Katherine Kostelecky	500.00
01/13/2012	14218	United Student Aid Funds, Inc.	168.43
01/13/2012	14219	IBEW Local 1436	345.00
01/13/2012	14220	Franchise Tax Board	150.00
01/17/2012	14221	San Bdno. Valley Muni. Water D	649,379.60
01/17/2012	14222	ADS, LLC	58,828.66
01/17/2012	14223	Aklufi & Wysocki	6,792.50
01/17/2012	14224	California Bank & Trust	102,525.60
01/17/2012	14225	Delta Partners, LLC	7,500.00
01/17/2012	14226	Dudek & Associates, Inc	57,830.26
01/17/2012	14227	Inland Potable Services, Inc.	33,340.00
01/17/2012	14228	Krieger & Stewart	110,574.09

Check Register - January 2012

<u>Check Date</u>	<u>Check Number</u>	<u>Name</u>	<u>Check Amount</u>
01/17/2012	14229	One Stop Landscape Supply Inc	27,084.00
01/17/2012	14230	Platinum Advisors, LLC	5,000.00
01/17/2012	14231	RMC Water and Environment	11,405.00
01/17/2012	14232	Separation Processes, Inc.	68,754.35
01/17/2012	14233	W.A. Rasic Construction Co., I	922,730.41
01/17/2012	14234	ADS, LLC	2,634.00
01/17/2012	14235	Ameripride Uniform Services	432.21
01/17/2012	14236	Corelogic Information Solution	300.00
01/17/2012	14237	Coverall North America, Inc.	1,021.00
01/17/2012	14238	Environmental Systems Research	500.00
01/17/2012	14239	Kelly Services, Inc.	399.16
01/17/2012	14240	Matthew Bender & Co., Inc.	151.86
01/17/2012	14241	NetComp Technologies, Inc.	1,493.72
01/17/2012	14242	Southern CA Emergency Medicine	75.00
01/17/2012	14243	Association of San Bernardino	175.00
01/17/2012	14244	Troy Alarm, Inc.	201.00
01/17/2012	14245	UPS Store#1504/ Mail Boxes Etc	19.06
01/17/2012	14246	Verizon	1,165.07
01/17/2012	14247	Vision Internet Providers, Inc	90.45
01/17/2012	14248	Bernell Hydraulics, Inc.	141.04
01/17/2012	14249	Brenntag Pacific, Inc	6,321.64
01/17/2012	14250	David Sunden	1,530.35
01/17/2012	14251	Edward S Babcock & Sons, Inc.	1,365.00
01/17/2012	14252	Fastenal Company	106.09
01/17/2012	14253	G&G Environmental Compliance, I	7,484.16
01/17/2012	14254	Grainger	147.08
01/17/2012	14255	Hach Company	452.16
01/17/2012	14256	Industrial Fabricators	420.00
01/17/2012	14257	J.L. Wingert Co.	2,325.53
01/17/2012	14258	KAD Paving Company	640.00
01/17/2012	14259	Harold J. Cossette	5,715.06
01/17/2012	14260	Merit Oil Company	1,991.68
01/17/2012	14261	Safeguard Business Systems Inc	458.04
01/17/2012	14262	The Lab Depot, Inc.	126.00
01/17/2012	14263	Edward S Babcock & Sons, Inc.	358.00
01/17/2012	14264	San Gorgonio Pass Water Agency	2,595.60
01/18/2012	14265	RIAD, MAMDOUH	21.65
01/23/2012	14266	Ameripride Uniform Services	433.01
01/23/2012	14267	AT&T Mobility	2,034.19
01/23/2012	14268	Fedex	55.09
01/23/2012	14269	Incode Division-Tyler Technolo	350.00
01/23/2012	14270	InfoSend, Inc.	3,435.21
01/23/2012	14271	Kelly Services, Inc.	368.59
01/23/2012	14272	NetComp Technologies, Inc.	2,141.81
01/23/2012	14273	Northrop Gruman-IS	2,731.00
01/23/2012	14274	SB CNTY-Land Use	115.00
01/23/2012	14275	Separation Processes, Inc.	2,227.50
01/23/2012	14276	Association of San Bernardino	200.00
01/23/2012	14277	Tattletale Portable Alarm Syst	1,974.00
01/23/2012	14278	Tokay Software	270.00
01/23/2012	14279	U.S. Postal Service	2,000.00
01/23/2012	14280	Verizon	161.72
01/23/2012	14281	Auto Care Clinic	1,546.36
01/23/2012	14282	BofA Credit Card	34.46
01/23/2012	14283	Bernell Hydraulics, Inc.	881.65

Check Register - January 2012

<u>Check Date</u>	<u>Check Number</u>	<u>Name</u>	<u>Check Amount</u>
01/23/2012	14284	Brenntag Pacific, Inc	8,702.76
01/23/2012	14285	Cal's Auto Repair & Towing	100.00
01/23/2012	14286	Calolympic Glove & Safety Co.,	681.46
01/23/2012	14287	Clinical Laboratory of San Ber	1,263.00
01/23/2012	14288	VOID CHECK	0.00
01/23/2012	14289	Fastenal Company	369.31
01/23/2012	14290	Grainger	836.95
01/23/2012	14291	Hach Company	474.04
01/23/2012	14292	Inland Water Works Supply Co.	1,805.69
01/23/2012	14293	Innerline Engineering	4,350.00
01/23/2012	14294	Implant Sales LLC	62.94
01/23/2012	14295	Jon's Flags & Poles	400.83
01/23/2012	14296	JR Freeman Co. Inc.	240.22
01/23/2012	14297	KV'S Paint & Decorating Center	242.17
01/23/2012	14298	Leroy's Landscape Services	580.00
01/23/2012	14299	Merit Oil Company	2,725.02
01/23/2012	14300	Mark Miller	439.00
01/23/2012	14301	MCP Industries	1,742.94
01/23/2012	14302	Nagem, Inc.	6,097.28
01/23/2012	14303	NCL Of Wisconsin Inc	45.88
01/23/2012	14304	Oily's Automotive Service & Re	1,202.07
01/23/2012	14305	P & R Paper Supply Co., Inc.	252.91
01/23/2012	14306	Radioshack Corp.	20.45
01/23/2012	14307	Red Alert Special Couriers	1,373.68
01/23/2012	14308	RF Valves, Inc.	522.81
01/23/2012	14309	Roquet Paving Inc	14,710.00
01/23/2012	14310	VOID CHECK	0.00
01/23/2012	14311	Siemens Industry, Inc.	1,142.62
01/23/2012	14312	Smart & Final Stores, LLC	244.04
01/23/2012	14313	Southwest Concrete Products	733.56
01/23/2012	14314	Test America Laboratories, Inc	1,080.00
01/23/2012	14315	The Lab Depot, Inc.	153.78
01/23/2012	14316	HD Supply Facilities Maintenanc	1,250.93
01/23/2012	14317	BofA Credit Card	1,305.64
01/23/2012	14318	San Bernardino County Flood Co	1,977.00
01/27/2012	14319	PAYROLL CHECK	1,886.27
01/27/2012	14320	CA-PERS 457 Deferred Comp	10,980.10
01/27/2012	14321	Public Employees' Retirement S	26,800.75
01/27/2012	14322	Hong Nelson	125.00
01/27/2012	14323	Katherine Kostelecky	500.00
01/27/2012	14324	United Student Aid Funds, Inc.	168.43
01/27/2012	14325	Franchise Tax Board	150.00
01/30/2012	14326	AWWA CA-NV (Rancho Cucamonga)	45.00
01/30/2012	14327	CA-OCP HEALTH SERVICES	70.00
01/30/2012	14328	State Water Resources Control	95.00
01/30/2012	14329	Ralph C. Casas	35.00
01/30/2012	14330	Ameripride Uniform Services	454.04
01/30/2012	14331	BofA Credit Card	683.01
01/30/2012	14332	InfoSend, Inc.	1,773.51
01/30/2012	14333	Kelly Services, Inc.	451.82
01/30/2012	14334	Konica Minolta Business Soluti	348.93
01/30/2012	14335	San Bernardino County Flood Co	22,605.00
01/30/2012	14336	Verizon	2,122.62
01/30/2012	14337	All American Sewer Tools	3,499.96
01/30/2012	14338	Bernell Hydraulics, Inc.	84.41

Check Register - January 2012

<u>Check Date</u>	<u>Check Number</u>	<u>Name</u>	<u>Check Amount</u>
01/30/2012	14339	Brenntag Pacific, Inc	3,209.33
01/30/2012	14340	Calolympic Glove & Safety Co.,	46.60
01/30/2012	14341	Evergreen Oil, Inc.	213.75
01/30/2012	14342	Fastenal Company	527.48
01/30/2012	14343	Frost Company	16,058.00
01/30/2012	14344	Grainger	605.12
01/30/2012	14345	Graybar Electric Co., Inc.	248.67
01/30/2012	14346	Alan L. Grubel Automotive Inc.	403.63
01/30/2012	14347	Inland Water Works Supply Co.	934.03
01/30/2012	14348	JR Freeman Co. Inc.	1,093.38
01/30/2012	14349	King Lee Chemical, Co.	9,799.86
01/30/2012	14350	MBC Applied Environmental Scie	1,200.00
01/30/2012	14351	Merit Oil Company	1,857.39
01/30/2012	14352	Nagem, Inc.	2,325.00
01/30/2012	14353	Oily's Automotive Service & Re	585.00
01/30/2012	14354	P & R Paper Supply Co., Inc.	363.02
01/30/2012	14355	Pacific States Cast Iron Pipe	75,646.09
01/30/2012	14356	Pall Advanced Separations Syst	23.71
01/30/2012	14357	Polydyne Inc.	2,602.16
01/30/2012	14358	R & R Anderson Trucking	1,012.87
01/30/2012	14359	Utility Services Associates LL	10,477.00
01/30/2012	14360	American Family Life Assurance	2,843.01
01/30/2012	14361	AWWA CA-NV (Rancho Cucamonga)	175.00
01/30/2012	14362	Boot Barn #4	150.00
01/30/2012	14363	CWEA/SSCSC	270.00
01/30/2012	14364	YVWD-Petty Cash	125.20
01/30/2012	14365	Gregory N. Godwin	198.72
01/30/2012	14366	Watereuse Association	850.00
01/30/2012	14367	SeaBright Insurance Company	12,237.00
01/30/2012	14368	SkillPath Seminars	199.00
January 2012 Check Register Total			2,684,732.68

BOARD REPORTS



Yucaipa Valley Water District

Notice and Agenda of a Board Workshop

Tuesday, February 7, 2012 at 4:00 p.m.

MEETING LOCATION: District Administration Building
12770 Second Street, Yucaipa

MEMBERS OF THE BOARD: Director Ian Cuthbertson, Division 1
Director Bruce Granlund, Division 2
Director Jay Bogh, Division 3
Director Lonni Granlund, Division 4
Director Hank Wochholz, Division 5

I. Call to Order

II. Public Comments At this time, members of the public may address the Board of Directors on matters within its jurisdiction; however, no action or significant discussion may take place on any item not on the meeting agenda.

III. Staff Report

IV. Development Issues

- A. Overview of Plan Check and Inspection Services for New Development
[\[Workshop Memorandum No. 12-024 - Page 5 of 67\]](#)
- B. Development Agreement for Tract No. 13375 Located on Oak Glen Road
Approximately 1,500 Feet East of Fremont Street, Yucaipa [\[Workshop Memorandum No. 12-025 - Page 6 of 67\]](#)

V. Capital Improvement Projects

- A. Status Report on the Construction of the Yucaipa Valley Regional Brineline
[\[Workshop Memorandum No. 12-026 - Page 21 of 67\]](#)
- B. Status Report on the Construction of the R-10 Recycled Water Reservoir and
Booster Complex [\[Workshop Memorandum No. 12-027 - Page 26 of 67\]](#)
- C. Status Report on the Construction of the Crow Street Pipeline Facilities [\[Workshop Memorandum No. 12-028 - Page 28 of 67\]](#)
- D. Status Report on the Construction of the Recycled Water Booster Facility at the
Reservoir R-12.1 Complex [\[Workshop Memorandum No. 12-029 - Page 29 of 67\]](#)

Any person with a disability who requires accommodation in order to participate in this meeting should telephone Erin Anton at (909) 797-5117, at least 48 hours prior to the meeting in order to make a request for a disability-related modification or accommodation.

Materials related to an item on this agenda submitted to the Board of Directors after distribution of the workshop packet are available for public inspection during normal business hours at the District office located at 12770 Second Street, Yucaipa. Meeting material is also be available on the District's website at www.yvwd.dst.ca.us

- E. Status Report on the Construction of the Wochholz Improved Salinity Effluent (WISE) Project [[Workshop Memorandum No. 12-030 - Page 30 of 67](#)]

VI. Administrative Issues

- A. Unaudited Financial Report for the Period Ending on January 31, 2012 [[Workshop Memorandum No. 12-031 - Page 33 of 67](#)]
- B. Denial of Claim Related to Lack of Water Pressure at 13058 Fifth Street, Yucaipa [[Workshop Memorandum No. 12-032 - Page 63 of 67](#)]

VII. Director Comments

VIII. Closed Session

- A. Conference with Real Property negotiator(s) (Government Code 54956.8)
Property: Assessor's Parcel Number: 301-201-29
Agency Negotiator: Joseph Zoba, General Manager
Negotiating Parties: Palmer General Corporation
Under Negotiation: Terms of Payment and Price
- B. Conference with Labor Negotiator (Government Code 54957.6)
District Negotiator: Joseph Zoba, General Manager
Employee Organization: IBEW Local Union 14356 - YVWD Employees Association
- C. Conference with Labor Negotiator (Government Code 54957.6)
District Negotiator: Joseph Zoba, General Manager
Employee Organization: Supervisor Bargaining Unit
- D. Conference with Labor Negotiator (Government Code 54957.6)
District Negotiator: Joseph Zoba, General Manager
Employee Organization: Exempt Employee Bargaining Unit

IX. Adjournment



SAN BERNARDINO VALLEY MUNICIPAL WATER DISTRICT
380 E. Vanderbilt Way, San Bernardino, CA 92408

MEETING OF THE ADVISORY COMMISSION ON WATER POLICY

NOTICE AND AGENDA

7:00 p.m. Thursday, February 9, 2012

CALL TO ORDER/FLAG SALUTE

1. PUBLIC COMMENT

Any person may address the Commission on matters within its jurisdiction.

2. APPROVAL OF MINUTES

A. November 10, 2011, Advisory Commission Meeting (Page 2)

3. PRESENTATIONS

- A. Association of California Water Agencies Groundwater Policy
- B. 2012 Regional Water Management Plan
- C. Update on Seven Oaks Dam Water Conservation and Water Quality Studies

4. FUTURE BUSINESS

A. Identify Items for Future Agendas

5. ADJOURNMENT

Mission Statement

“It shall be the function of the Commission to study and make recommendations to the Board on matters of water policy for the District. The Commission shall study such matters of water policy as are submitted to it by the Board for Consideration and may study such other matters of water policy as the Commission deems appropriate.” SBVMWD Ordinance No. 61, July 6, 1987.

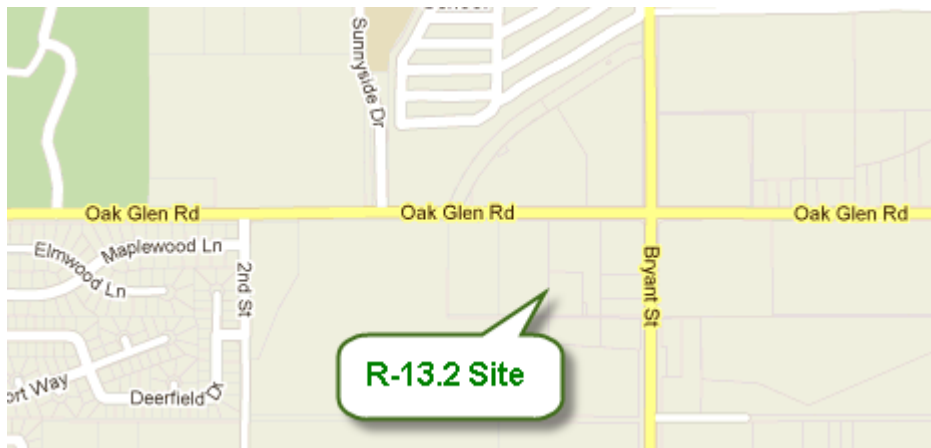


Yucaipa Valley Water District

Notice and Agenda of a Board Workshop Site Tour and Inspection of the Reservoir R-13.2

Wednesday, February 15, 2012 at 4:00 p.m.

Reservoir R-13.2, 35200 Oak Glen Road, Yucaipa



-
- I. Call to Order
 - II. **Public Comments:** At this time, members of the public may address the Board of Directors on matters within its jurisdiction; however, no action or significant discussion may take place on any item not on the agenda. To provide comments on specific agenda items, please complete a speaker's request form and provide that form to the Board Secretary prior to the commencement of the Board meeting.
 - III. Staff Comments
 - IV. Inspection of Reservoir and Proposed Rehabilitation Activities
 - V. Director Comments
 - VI. Adjournment

Any person with a disability who requires accommodation in order to participate in this meeting should telephone Erin Anton at (909) 797-5117, at least 48 hours prior to the meeting in order to make a request for a disability-related modification or accommodation.

STAFF REPORT

DISCUSSION ITEMS



Director Memorandum 12-017

Date: February 15, 2012

Prepared By: Vicky Elisalda, Controller
Peggy Little, Administrative Supervisor

Subject: Unaudited Financial Report for the Period Ending on January 31, 2012

Recommendation: That the Board receives and files the unaudited financial report as presented.

The following unaudited financial report has been prepared by the Administrative Department for your review. The report has been divided into six sections to clearly disseminate information pertaining to the financial status of the District. Please remember that the following financial information has not been audited.

Cash Fund Balance Report

The Cash Fund Balance Report provides a summary of how the total amount of funds maintained by financial institutions is distributed throughout the enterprise and non-enterprise funds of the District. A summary of the report is as follows:

Fund Source	Operating Funds	Restricted Funds	Total Funds
Water Division	\$819,334.98	\$5,699,684.73	\$6,519,019.71
Sewer Division	(\$3,426,967.71)	\$6,535,540.14	\$3,108,572.43
Recycled Water Division	<u>(\$2,233,967.61)</u>	<u>\$687,106.80</u>	<u>(\$1,546,860.81)</u>
Total	(\$4,841,600.34)	\$12,922,331.67	\$8,080,731.33

Most of the funds reflected in the Cash Fund Balance Report are designated for specific purposes and are therefore restricted, either by law or by District policy.

Check Register

The check register lists each check processed during the month of January 2012. The District processed 250 checks during the month of January for a total sum of \$2,684,732.68. All checks are reviewed by District staff for accuracy and completeness, and usually signed by the General Manager and one Director, but may be signed by two Directors.

The Controller will make any check, invoice or supporting documentation available for review to any board member upon request.

Financial Account Information

The District currently deposits all revenue received into the Deposit Checking account. The General Checking account is used as a sole processing account for all District checks and electronic payroll. The Investment Checking account is used for the purchase and redemption of US treasury notes and bills and for the transfer of LAIF funds. The US treasury notes and bills are booked at cost.

The LAIF investment account is a pooled money account administered by the State of California. Additional information on the LAIF account is provided below in the investment summary report.

Investment Summary

The investment summary report illustrates the District's investments in US treasury notes and bills in addition to the investments held by the Local Agency Investment Fund or LAIF. The yields for the treasury notes and bills are provided for each individual transaction. The historical annual yield for funds invested with LAIF is also provided.

Separate pooled money investment reports prepared by the State of California are maintained by the District and available for review.

Monthly Revenue Allocation

During the month of January 2012 the District received a sum total of \$2,093,359.66 in revenues from the following categories:

- A total of \$1,584,940.21 was received from 15,597 customers for utility bill payments. This is the total amount of utility bill payments received from water, sewer and recycled services.
- A total of \$942.50 was received for construction meter deposits, customer deposits and internet fee payments.
- A total of \$372,490.23 was received from miscellaneous water related activities (other than utility bill charges). This total includes \$37,085.24 for Riverside property taxes, \$266,271.03 for San Bernardino property taxes and \$44,736.91 from the City of Calimesa for RDA Pass-thru funds.
- A total of \$134,986.72 was received from miscellaneous sewer related activities (other than utility bill charges). This total includes a rebate from SCE in the amount of \$134,986.72 for WWTP savings by design.
- A total of \$0.00 was received from miscellaneous recycled related activities (other than utility bill charges).
- The District received Prop 50 draw #9 in the amount of \$301,761.61 on January 4th.
- The District received ARRA draw #18 in the amount of \$381,447.00 on January 20th.
- The District received EPA draw #18 in the amount of \$42,985.80 on January 31st.

Fiscal Year 2012 Budget Status

The revenue and expense budget status for the 2012 Fiscal Year is provided for your review.

**Summary of Revenue Budget
As of January 31, 2012 (54% of Budget Cycle)**

<u>Division</u>	<u>Budget Amount</u>	<u>Current Month</u>	<u>Year-To-Date</u>	<u>Percentage</u>
Water	12,503,170	999,586	6,720,350	53.7
Sewer	10,908,600	995,716	6,140,517	56.3
Recycled Water	265,250	16,482	228,248	86.1
District Revenue	23,677,020	2,011,784	13,089,115	55.3

**Summary of Water Budget
As of January 31, 2012 (54% of Budget Cycle)**

<u>Department</u>	<u>Budget Amount</u>	<u>Current Month</u>	<u>Year-To-Date</u>	<u>Percentage</u>
Water Resources	4,359,935	184,530	2,445,909	56.1
Public works	2,147,165	118,719	1,014,658	47.3
Administration	3,028,695	195,984	1,508,093	49.8
Long Term Debt	2,932,375	0	1,934,813	66.0
Asset Acquisition	35,000	0	39,222	112.1
TOTAL	12,503,170	499,233	6,942,695	55.5

**Summary of Sewer Budget
As of January 31, 2012 (54% of Budget Cycle)**

<u>Department</u>	<u>Budget Amount</u>	<u>Current Month</u>	<u>Year-To-Date</u>	<u>Percentage</u>
Treatment	3,413,225	148,181	1,698,760	49.8
Administration	3,724,350	258,694	2,203,343	59.2
Environmental Control	824,775	56,037	416,796	50.5
Long Term Debt	2,946,250	0	2,923,669	99.2
Asset Acquisition	0	0	58,829	0.0
TOTAL	10,908,600	462,912	7,301,397	66.9

**Summary of Recycled Water Budget
As of January 31, 2012 (54% of Budget Cycle)**

<u>Department</u>	<u>Budget Amount</u>	<u>Current Month</u>	<u>Year-To-Date</u>	<u>Percentage</u>
Administration	265,250	7,830	63,887	24.1
TOTAL	265,250	7,830	63,887	24.1
District Expenses	23,677,020	969,975	14,307,979	60.4

Investment Policy Disclosure

The District is currently compliant with the portfolio of its Investment Policy and State Law.

The District is using Sandy Gage with Merrill Lynch Wealth Management (Bank of America Corporation) for Treasury investments. The District expects to meet its expenditure requirements for the next six months.

Questions or Comments

If you have any questions about a particular budget account, please do not hesitate to contact the Controller directly. If you need additional information, the members of the Administrative Department would be happy to provide you with any detailed information you may desire.

Cash Fund Balance Report - January 2012

Water Division	GL#	Balance
Project Fund - Encumbered	02-10215	\$ 720,977.22
ID 1 Construction Funds	02-10216	\$ 293,145.85
ID 2 Construction Funds	02-10217	\$ 80,409.31
Depreciation Reserves	02-10310	\$ 2,470,497.43
Infrastructure Reserves	02-10311	\$ 232,130.00
Sustainability Fund	02-10313	\$ 126,097.92
Rate Stabilization Fund	02-10314	\$ 493,209.14
Imported Water Fund - MUNI	02-10315	\$ (769,366.00)
Imported Water Fund - SGPWA	02-10316	\$ 274,429.13
FCC - Debt Service YVRWFF Phase I	02-10401	\$ 35,316.56
FCC - Future YVRWFF Phase II & III	02-10403	\$ 120,342.55
FCC - Recycled System	02-10410	\$ 186,161.84
FCC - Booster Pumping Plants	02-10411	\$ 203,084.62
FCC - Pipeline Facilities	02-10412	\$ 452,288.20
FCC - Water Storage Reservoirs	02-10413	\$ 780,960.96
Operating Funds:	--	--
Checking Account	02-11001	\$ 30,000.00
LAIF	02-11019	\$ 6,636,123.21
Savings	02-11020	\$ (5,846,788.23)
Total Water Division		\$ 6,519,019.71

Sewer Division	GL#	Balance
Project Fund - Encumbered	03-10215	\$ 751,424.20
Depreciation Reserves	03-10310	\$ 2,908,230.31
Infrastructure Reserves	03-10311	\$ 458,675.00
Rate Stabilization Fund	03-10314	\$ 1,464,313.38
FCC - Debt Service WWTP Expansion & Upgrade	03-10405	\$ 52,619.99
FCC - Future WWTP Expansion	03-10407	\$ 274,457.32
FCC - Sewer Interceptors	03-10415	\$ 136,814.51
FCC - Lift Stations	03-10416	\$ 67,513.56
FCC - Effluent Disposal Facilities	03-10417	\$ 88,937.96
FCC - Salt Mitigation Facilities	03-10418	\$ 332,553.91
Operating Funds:	--	--
Savings	03-11020	\$ (3,426,967.71)
Total Wastewater Division		\$ 3,108,572.43

Recycled Water Division	GL#	Balance
Depreciation Reserves	04-10310	\$ 480,638.00
Infrastructure Reserves	04-10311	\$ 30,870.00
FCC - Recycled System	04-10410	\$ 14,948.78
FCC - Booster Pumping Plants	04-10411	\$ 16,085.99
FCC - Pipeline Facilities	04-10412	\$ 80,051.54
FCC - Water Storage Reservoirs	04-10413	\$ 64,512.49
Operating Funds:	--	--
Savings	04-11020	\$ (2,233,967.61)
Total Recycled Water Division		\$ (1,546,860.81)

DISTRICT TOTAL \$ 8,080,731.33

Future Obligations	Due Date	Amount
2004A Bond Payment - Water Division	02/23/2012	\$ 997,562.50
SBVMWD - SARI Pipeline Capacity (FINAL Payment)	06/01/2012	\$ 19,710.00
2004A Bond Payment - Water Division	08/27/2012	\$ 1,952,562.50
SRF Payment - Sewer Division	09/10/2012	\$ 2,923,688.75

Check Register - January 2012

<u>Check Date</u>	<u>Check Number</u>	<u>Name</u>	<u>Check Amount</u>
01/03/2012	14119	Ameripride Uniform Services	450.01
01/03/2012	14120	Fedex	29.69
01/03/2012	14121	House Of Quality, Parts Plus	3,322.22
01/03/2012	14122	VOID CHECK	0.00
01/03/2012	14123	Kelly Services, Inc.	469.60
01/03/2012	14124	Konica Minolta Business Soluti	303.76
01/03/2012	14125	South Coast A.Q.M.D.	1,136.38
01/03/2012	14126	The Gas Company	457.91
01/03/2012	14127	Verizon	932.23
01/03/2012	14128	Auto Care Clinic	6,557.41
01/03/2012	14129	Calolympic Glove & Safety Co.,	372.08
01/03/2012	14130	Center Electric	6,901.02
01/03/2012	14131	Fisher Scientific Co.	1,545.68
01/03/2012	14132	Grainger	1,158.09
01/03/2012	14133	Graybar Electric Co., Inc.	71.99
01/03/2012	14134	Inland Water Works Supply Co.	11,904.01
01/03/2012	14135	JR Freeman Co. Inc.	169.52
01/03/2012	14136	Merit Oil Company	1,660.68
01/03/2012	14137	Microflex Corp #774353	968.80
01/03/2012	14138	Nagem, Inc.	4,824.44
01/03/2012	14139	NCL Of Wisconsin Inc	295.68
01/03/2012	14140	Oily's Automotive Service & Re	588.00
01/03/2012	14141	Pro-Pipe & Supply, Inc.	12.00
01/03/2012	14142	R & R Anderson Trucking	1,020.32
01/03/2012	14143	Test America Laboratories, Inc	255.00
01/03/2012	14144	Addiction Medicine Consultants	49.50
01/03/2012	14145	Matthew Flordelis	50.00
01/09/2012	14146	American Water Works Assoc.	1,770.00
01/09/2012	14147	Rodd Greene	370.21
01/09/2012	14148	UnitedHealthcare of California	38,056.79
01/09/2012	14149	Gregory N. Godwin	198.72
01/09/2012	14150	Standard Insurance Company	2,221.36
01/09/2012	14151	US Healthworks Medical Group,	226.91
01/09/2012	14152	Western Dental Services, Inc.	314.33
01/09/2012	14153	Anthem Blue Cross L and H	338.00
01/09/2012	14154	Standard Insurance Company	2,755.25
01/09/2012	14155	Standard Insurance Vision Plan	415.60
01/09/2012	14156	MetLife Small Business Center	122.58
01/09/2012	14157	AWWA CA-NV (Rancho Cucamonga)	190.00
01/09/2012	14158	CA-OCP HEALTH SERVICES	60.00
01/09/2012	14159	National Notary Association	275.00
01/09/2012	14160	Ralph C. Casas	42.00
01/09/2012	14161	Ameripride Uniform Services	443.65
01/09/2012	14162	Applied Best Practices, LLC	58.50
01/09/2012	14163	Central Communications	271.35
01/09/2012	14164	Steve Hines No.1, LLC	8,027.00
01/09/2012	14165	Crown Ace Hardware - Yucaipa	524.43
01/09/2012	14166	First American Data Tree, LLC	50.00
01/09/2012	14167	Fedex	60.53
01/09/2012	14168	InfoSend, Inc.	5,111.45
01/09/2012	14169	Jean's Flower Basket	70.04
01/09/2012	14170	Kelly Services, Inc.	469.60
01/09/2012	14171	Konica Minolta Business Soluti	25.00
01/09/2012	14172	Krieger & Stewart	12,964.99
01/09/2012	14173	Leroy's Landscape Services	2,955.00

Check Register - January 2012

<u>Check Date</u>	<u>Check Number</u>	<u>Name</u>	<u>Check Amount</u>
01/09/2012	14174	NAPA Genuine Parts Company	188.54
01/09/2012	14175	NetComp Technologies, Inc.	675.00
01/09/2012	14176	Sims Welding & Supply Co., Inc	158.45
01/09/2012	14177	The Counseling Team Internatio	660.00
01/09/2012	14178	The Gas Company	606.12
01/09/2012	14179	Underground Service Alert Of S	130.50
01/09/2012	14180	George F. Siddle	115.25
01/09/2012	14181	Verizon	683.08
01/09/2012	14182	Yucaipa Disposal, Inc.	1,262.31
01/09/2012	14183	Auto Care Clinic	499.55
01/09/2012	14184	Brenntag Pacific, Inc	12,967.71
01/09/2012	14185	Jeanntte Wisdom	15,025.00
01/09/2012	14186	Cal's Auto Repair & Towing	40.00
01/09/2012	14187	Case Dealer Holding Co., LLC	48.54
01/09/2012	14188	Cemex Inc. USA	1,298.81
01/09/2012	14189	Victor James Valenti	8,074.68
01/09/2012	14190	Environmental Systems Research	23,822.29
01/09/2012	14191	Graybar Electric Co., Inc.	13.68
01/09/2012	14192	Hach Company	1,532.66
01/09/2012	14193	Hemet Valley Tool & Supply	363.72
01/09/2012	14194	Hewlett-Packard Co.-Public Sec	3,942.14
01/09/2012	14195	Inland Water Works Supply Co.	154.79
01/09/2012	14196	Innerline Engineering	5,075.00
01/09/2012	14197	James John Brothers	15,253.55
01/09/2012	14198	JR Freeman Co. Inc.	253.51
01/09/2012	14199	Leroy's Landscape Services	1,385.00
01/09/2012	14200	Matich Corp	2,048.59
01/09/2012	14201	Merit Oil Company	2,854.50
01/09/2012	14202	Mark Miller	186.00
01/09/2012	14203	Nagem, Inc.	3,909.96
01/09/2012	14204	Optics Planet, Inc.	339.98
01/09/2012	14205	Q Versa, LLC	8,378.19
01/09/2012	14206	PowerPlan	100.95
01/09/2012	14207	Red Alert Special Couriers	1,075.42
01/09/2012	14208	Rosemount Analytical, Inc.	589.55
01/09/2012	14209	SB & Riv Counties Fire Equipme	347.70
01/09/2012	14210	Schaner's WasteWater Prod., In	2,470.46
01/09/2012	14211	Donald Kent Stone	480.00
01/13/2012	14212	PAYROLL CHECK	2,105.55
01/13/2012	14213	PAYROLL CHECK	297.53
01/13/2012	14214	CA-PERS 457 Deferred Comp	13,674.64
01/13/2012	14215	Public Employees' Retirement S	26,612.52
01/13/2012	14216	Hong Nelson	125.00
01/13/2012	14217	Katherine Kostelecky	500.00
01/13/2012	14218	United Student Aid Funds, Inc.	168.43
01/13/2012	14219	IBEW Local 1436	345.00
01/13/2012	14220	Franchise Tax Board	150.00
01/17/2012	14221	San Bdn. Valley Muni. Water D	649,379.60
01/17/2012	14222	ADS, LLC	58,828.66
01/17/2012	14223	Aklufi & Wysocki	6,792.50
01/17/2012	14224	California Bank & Trust	102,525.60
01/17/2012	14225	Delta Partners, LLC	7,500.00
01/17/2012	14226	Dudek & Associates, Inc	57,830.26
01/17/2012	14227	Inland Potable Services, Inc.	33,340.00
01/17/2012	14228	Krieger & Stewart	110,574.09

Check Register - January 2012

<u>Check Date</u>	<u>Check Number</u>	<u>Name</u>	<u>Check Amount</u>
01/17/2012	14229	One Stop Landscape Supply Inc	27,084.00
01/17/2012	14230	Platinum Advisors, LLC	5,000.00
01/17/2012	14231	RMC Water and Environment	11,405.00
01/17/2012	14232	Separation Processes, Inc.	68,754.35
01/17/2012	14233	W.A. Rasic Construction Co., I	922,730.41
01/17/2012	14234	ADS, LLC	2,634.00
01/17/2012	14235	Ameripride Uniform Services	432.21
01/17/2012	14236	Corelogic Information Solution	300.00
01/17/2012	14237	Coverall North America, Inc.	1,021.00
01/17/2012	14238	Environmental Systems Research	500.00
01/17/2012	14239	Kelly Services, Inc.	399.16
01/17/2012	14240	Matthew Bender & Co., Inc.	151.86
01/17/2012	14241	NetComp Technologies, Inc.	1,493.72
01/17/2012	14242	Southern CA Emergency Medicine	75.00
01/17/2012	14243	Association of San Bernardino	175.00
01/17/2012	14244	Troy Alarm, Inc.	201.00
01/17/2012	14245	UPS Store#1504/ Mail Boxes Etc	19.06
01/17/2012	14246	Verizon	1,165.07
01/17/2012	14247	Vision Internet Providers, Inc	90.45
01/17/2012	14248	Bernell Hydraulics, Inc.	141.04
01/17/2012	14249	Brenntag Pacific, Inc	6,321.64
01/17/2012	14250	David Sunden	1,530.35
01/17/2012	14251	Edward S Babcock & Sons, Inc.	1,365.00
01/17/2012	14252	Fastenal Company	106.09
01/17/2012	14253	G&G Environmental Compliance, I	7,484.16
01/17/2012	14254	Grainger	147.08
01/17/2012	14255	Hach Company	452.16
01/17/2012	14256	Industrial Fabricators	420.00
01/17/2012	14257	J.L. Wingert Co.	2,325.53
01/17/2012	14258	KAD Paving Company	640.00
01/17/2012	14259	Harold J. Cossette	5,715.06
01/17/2012	14260	Merit Oil Company	1,991.68
01/17/2012	14261	Safeguard Business Systems Inc	458.04
01/17/2012	14262	The Lab Depot, Inc.	126.00
01/17/2012	14263	Edward S Babcock & Sons, Inc.	358.00
01/17/2012	14264	San Gorgonio Pass Water Agency	2,595.60
01/18/2012	14265	RIAD, MAMDOUH	21.65
01/23/2012	14266	Ameripride Uniform Services	433.01
01/23/2012	14267	AT&T Mobility	2,034.19
01/23/2012	14268	Fedex	55.09
01/23/2012	14269	Incode Division-Tyler Technolo	350.00
01/23/2012	14270	InfoSend, Inc.	3,435.21
01/23/2012	14271	Kelly Services, Inc.	368.59
01/23/2012	14272	NetComp Technologies, Inc.	2,141.81
01/23/2012	14273	Northrop Gruman-IS	2,731.00
01/23/2012	14274	SB CNTY-Land Use	115.00
01/23/2012	14275	Separation Processes, Inc.	2,227.50
01/23/2012	14276	Association of San Bernardino	200.00
01/23/2012	14277	Tattletale Portable Alarm Syst	1,974.00
01/23/2012	14278	Tokay Software	270.00
01/23/2012	14279	U.S. Postal Service	2,000.00
01/23/2012	14280	Verizon	161.72
01/23/2012	14281	Auto Care Clinic	1,546.36
01/23/2012	14282	BofA Credit Card	34.46
01/23/2012	14283	Bernell Hydraulics, Inc.	881.65

Check Register - January 2012

<u>Check Date</u>	<u>Check Number</u>	<u>Name</u>	<u>Check Amount</u>
01/23/2012	14284	Brenntag Pacific, Inc	8,702.76
01/23/2012	14285	Cal's Auto Repair & Towing	100.00
01/23/2012	14286	Calolympic Glove & Safety Co.,	681.46
01/23/2012	14287	Clinical Laboratory of San Ber	1,263.00
01/23/2012	14288	VOID CHECK	0.00
01/23/2012	14289	Fastenal Company	369.31
01/23/2012	14290	Grainger	836.95
01/23/2012	14291	Hach Company	474.04
01/23/2012	14292	Inland Water Works Supply Co.	1,805.69
01/23/2012	14293	Innerline Engineering	4,350.00
01/23/2012	14294	Inplant Sales LLC	62.94
01/23/2012	14295	Jon's Flags & Poles	400.83
01/23/2012	14296	JR Freeman Co. Inc.	240.22
01/23/2012	14297	KV'S Paint & Decorating Center	242.17
01/23/2012	14298	Leroy's Landscape Services	580.00
01/23/2012	14299	Merit Oil Company	2,725.02
01/23/2012	14300	Mark Miller	439.00
01/23/2012	14301	MCP Industries	1,742.94
01/23/2012	14302	Nagem, Inc.	6,097.28
01/23/2012	14303	NCL Of Wisconsin Inc	45.88
01/23/2012	14304	Oily's Automotive Service & Re	1,202.07
01/23/2012	14305	P & R Paper Supply Co., Inc.	252.91
01/23/2012	14306	Radioshack Corp.	20.45
01/23/2012	14307	Red Alert Special Couriers	1,373.68
01/23/2012	14308	RF Valves, Inc.	522.81
01/23/2012	14309	Roquet Paving Inc	14,710.00
01/23/2012	14310	VOID CHECK	0.00
01/23/2012	14311	Siemens Industry, Inc.	1,142.62
01/23/2012	14312	Smart & Final Stores, LLC	244.04
01/23/2012	14313	Southwest Concrete Products	733.56
01/23/2012	14314	Test America Laboratories, Inc	1,080.00
01/23/2012	14315	The Lab Depot, Inc.	153.78
01/23/2012	14316	HD Supply Facilities Maintenanc	1,250.93
01/23/2012	14317	BofA Credit Card	1,305.64
01/23/2012	14318	San Bernardino County Flood Co	1,977.00
01/27/2012	14319	PAYROLL CHECK	1,886.27
01/27/2012	14320	CA-PERS 457 Deferred Comp	10,980.10
01/27/2012	14321	Public Employees' Retirement S	26,800.75
01/27/2012	14322	Hong Nelson	125.00
01/27/2012	14323	Katherine Kostelecky	500.00
01/27/2012	14324	United Student Aid Funds, Inc.	168.43
01/27/2012	14325	Franchise Tax Board	150.00
01/30/2012	14326	AWWA CA-NV (Rancho Cucamonga)	45.00
01/30/2012	14327	CA-OCP HEALTH SERVICES	70.00
01/30/2012	14328	State Water Resources Control	95.00
01/30/2012	14329	Ralph C. Casas	35.00
01/30/2012	14330	Ameripride Uniform Services	454.04
01/30/2012	14331	BofA Credit Card	683.01
01/30/2012	14332	InfoSend, Inc.	1,773.51
01/30/2012	14333	Kelly Services, Inc.	451.82
01/30/2012	14334	Konica Minolta Business Soluti	348.93
01/30/2012	14335	San Bernardino County Flood Co	22,605.00
01/30/2012	14336	Verizon	2,122.62
01/30/2012	14337	All American Sewer Tools	3,499.96
01/30/2012	14338	Bernell Hydraulics, Inc.	84.41

Check Register - January 2012

<u>Check Date</u>	<u>Check Number</u>	<u>Name</u>	<u>Check Amount</u>
01/30/2012	14339	Brenntag Pacific, Inc	3,209.33
01/30/2012	14340	Calolympic Glove & Safety Co.,	46.60
01/30/2012	14341	Evergreen Oil, Inc.	213.75
01/30/2012	14342	Fastenal Company	527.48
01/30/2012	14343	Frost Company	16,058.00
01/30/2012	14344	Grainger	605.12
01/30/2012	14345	Graybar Electric Co., Inc.	248.67
01/30/2012	14346	Alan L. Grubel Automotive Inc.	403.63
01/30/2012	14347	Inland Water Works Supply Co.	934.03
01/30/2012	14348	JR Freeman Co. Inc.	1,093.38
01/30/2012	14349	King Lee Chemical, Co.	9,799.86
01/30/2012	14350	MBC Applied Environmental Scie	1,200.00
01/30/2012	14351	Merit Oil Company	1,857.39
01/30/2012	14352	Nagem, Inc.	2,325.00
01/30/2012	14353	Oily's Automotive Service & Re	585.00
01/30/2012	14354	P & R Paper Supply Co., Inc.	363.02
01/30/2012	14355	Pacific States Cast Iron Pipe	75,646.09
01/30/2012	14356	Pall Advanced Separations Syst	23.71
01/30/2012	14357	Polydyne Inc.	2,602.16
01/30/2012	14358	R & R Anderson Trucking	1,012.87
01/30/2012	14359	Utility Services Associates LL	10,477.00
01/30/2012	14360	American Family Life Assurance	2,843.01
01/30/2012	14361	AWWA CA-NV (Rancho Cucamonga)	175.00
01/30/2012	14362	Boot Barn #4	150.00
01/30/2012	14363	CWEA/SSCSC	270.00
01/30/2012	14364	YVWD-Petty Cash	125.20
01/30/2012	14365	Gregory N. Godwin	198.72
01/30/2012	14366	Watereuse Association	850.00
01/30/2012	14367	SeaBright Insurance Company	12,237.00
01/30/2012	14368	SkillPath Seminars	199.00
January 2012 Check Register Total			2,684,732.68

Financial Account Information - January 2012

DATE	DESCRIPTION	Deposit Checking	General Checking	Investment Checking	Treasuries at cost	LAIF Invest. Fund	TOTAL ACTIVITY
12/31/2011	bal forward	510,345.41	30,000.00	76,101.90	1,700,678.16	5,933,500.93	8,250,626.40
12/31	rev retained in MM				(978.97)		(978.97)
01/03/2012	Deposit	71,042.84					71,042.84
	Fraud return -CC	(101.14)					(101.14)
	Credit Card-12/30	75.93					75.93
	Credit Card-1/3	4,003.75					4,003.75
	Electronic	18,104.34					18,104.34
	Website-1/3	2,092.56					2,092.56
	Website-1/4	274.78					274.78
	ETS Fees	(757.22)					(757.22)
	ETS Fees	(722.64)					(722.64)
	ACH pmts	29,941.12					29,941.12
	Cks#14119-14145		(45,506.02)				(45,506.02)
	TRF#1063-AP	(45,506.02)	45,506.02				0.00
01/04/2012	Deposit	78,836.18					78,836.18
	Credit Card-1/3	1,011.64					1,011.64
	Credit Card-1/4	7,012.82					7,012.82
	Electronic	31,722.76					31,722.76
	Website-1/4	1,613.81					1,613.81
	Website-1/5	393.82					393.82
01/05/2012	Deposit	32,906.72					32,906.72
1/4	Prop 50 - Invoice #9		301,761.61				301,761.61
	TRF#1064-Prop 50 inv #9	301,761.61	(301,761.61)				0.00
	TRF#1065	(700,000.00)		700,000.00			0.00
	TRF#1066			(700,000.00)		700,000.00	0.00
	Credit Card-1/4	429.84					429.84
	Credit Card-1/5	1,338.73					1,338.73
	Electronic	15,328.94					15,328.94
	Website-1/5	2,565.94					2,565.94
	Website-1/6	612.01					612.01
01/06/2012	Deposit	43,920.33					43,920.33
	Credit Card-1/5	124.70					124.70
	Credit Card-1/6	1,662.31					1,662.31
	Electronic	12,930.67					12,930.67
	Website-1/6	1,529.23					1,529.23
	Website-1/7	1,540.46					1,540.46
	Website-1/8	1,213.00					1,213.00
	Website-1/9	358.60					358.60
01/09/2012	Deposit	92,014.59					92,014.59
	Credit Card-1/6	218.38					218.38
	Credit Card-1/9	4,116.06					4,116.06
	Electronic	15,551.93					15,551.93
	Website-1/9	1,004.57					1,004.57
	Website-1/10	447.80					447.80
01/10/2012	Deposit	50,308.88					50,308.88
	Deposit-M/C	9,257.85					9,257.85
	Credit Card-1/9	437.01					437.01
	Credit Card-1/10	2,163.20					2,163.20
	Electronic	14,104.27					14,104.27
	Website-1/10	1,379.85					1,379.85
	Website-1/11	63.94					63.94
	ACH pmts	44,433.14					44,433.14
01/11/2012	Deposit	32,393.20					32,393.20
MC dep	SCE Rebate-sav by design	134,986.72					134,986.72

Financial Account Information - January 2012

DATE	DESCRIPTION	Deposit Checking	General Checking	Investment Checking	Treasuries at cost	LAIF Invest. Fund	TOTAL ACTIVITY
12/31/2011	bal forward	510,345.41	30,000.00	76,101.90	1,700,678.16	5,933,500.93	8,250,626.40
MC dep	Calimesa Pass Trus FY 10-11	44,736.91					44,736.91
	Credit Card-1/10	540.40					540.40
	Credit Card-1/11	3,156.15					3,156.15
	Electronic	8,534.67					8,534.67
	Website-1/11	1,847.77					1,847.77
01/13/12-PR	Federal Taxes		(36,364.86)				(36,364.86)
01/13/12-PR	State Taxes		(6,356.63)				(6,356.63)
01/13/12-PR	ING 457		(7,530.61)				(7,530.61)
01/13/12-PR	PR Direct Deposit		(100,472.63)				(100,472.63)
	Cks#14146-14220		(239,378.14)				(239,378.14)
	TRF#1067-AP&PR	(390,102.87)	390,102.87				0.00
01/12/2012	Deposit	46,091.56					46,091.56
	Credit Card-1/12	2,072.52					2,072.52
	Electronic	9,079.79					9,079.79
	Website-1/12	1,033.60					1,033.60
	Website-1/13	449.93					449.93
01/13/2012	Deposit	40,308.32					40,308.32
	Deposit-SB taxes	233,597.00					233,597.00
	Deposit-SB taxes	15,290.19					15,290.19
	Deposit-Riv taxes	714.89					714.89
	Credit Card-1/12	574.92					574.92
	Credit Card-1/13	3,147.63					3,147.63
	Electronic	15,683.26					15,683.26
	Website-1/13	977.85					977.85
	Website-1/14	6,488.60					6,488.60
	Website-1/15	704.57					704.57
	Website-1/16	1,091.10					1,091.10
	Website-1/17	323.17					323.17
	LAIF Quarterly Interest					2,622.28	2,622.28
01/17/2012	Deposit	74,312.40					74,312.40
	Credit Card-1/13	850.14					850.14
	Credit Card-1/17	5,009.09					5,009.09
	Electronic	14,143.17					14,143.17
	Website-1/17	1,945.35					1,945.35
	Website-1/18	479.16					479.16
	ACH pmts	37,740.02					37,740.02
	Quarterly Analysis Charge			(6,983.38)			(6,983.38)
01/18/2012	Deposit	77,279.38					77,279.38
	Credit Card-1/17	774.49					774.49
	Credit Card-1/18	4,353.67					4,353.67
	Electronic	22,570.32					22,570.32
	Website-1/18	1,561.31					1,561.31
	Website-1/19	176.12					176.12
	Cks#14221-14265		(2,102,601.08)				(2,102,601.08)
1/20	TRF#1068-treas maturity			1,200,000.00			1,200,000.00
	TRF#1069-Inv Ck to Dep Ck	1,200,000.00		(1,200,000.00)			0.00
	TRF#1070-AP	(2,102,601.08)	2,102,601.08				0.00
01/19/2012	Deposit	55,400.16					55,400.16
	Credit Card-1/18	1,892.51					1,892.51
	Credit Card-1/19	1,208.20					1,208.20
	Electronic	11,511.12					11,511.12
	Website-1/19	850.94					850.94
	Website-1/20	228.65					228.65

Financial Account Information - January 2012

DATE	DESCRIPTION	Deposit Checking	General Checking	Investment Checking	Treasuries at cost	LAIF Invest. Fund	TOTAL ACTIVITY
12/31/2011	bal forward	510,345.41	30,000.00	76,101.90	1,700,678.16	5,933,500.93	8,250,626.40
01/20/2012	Deposit	18,033.27					18,033.27
	Credit Card-1/20	745.89					745.89
	Electronic	15,141.00					15,141.00
	Website-1/20	1,545.70					1,545.70
	Website-1/21	639.96					639.96
	Website-1/22	1,364.10					1,364.10
	Website-1/23	309.66					309.66
	ACH pmts	20,933.38					20,933.38
1/20	ARRA -Draw #18		381,447.00				381,447.00
	TRF#1071-ARRA Draw #18	381,447.00	(381,447.00)				0.00
01/23/2012	Deposit	52,656.01					52,656.01
	Credit Card-1/20	399.17					399.17
	Credit Card-1/23	2,478.26					2,478.26
	Electronic	14,879.21					14,879.21
	Website-1/23	1,282.18					1,282.18
	Website-1/24	269.87					269.87
01/24/2012	Deposit	29,375.78					29,375.78
	Credit Card-1/23	204.53					204.53
	Credit Card-1/24	1,404.92					1,404.92
	Electronic	15,918.70					15,918.70
	Website-1/24	1,377.14					1,377.14
	Website-1/25	191.60					191.60
01/25/2012	Deposit	31,586.67					31,586.67
	Deposit-Riv Taxes	496.64					496.64
	Credit Card-1/24	543.24					543.24
	Credit Card-1/25	6,346.86					6,346.86
	Electronic	8,413.51					8,413.51
	Website-1/25	1,344.73					1,344.73
	Website-1/26	188.84					188.84
01/27/12-PR	Federal Taxes		(35,756.93)				(35,756.93)
01/27/12-PR	State Taxes		(6,310.13)				(6,310.13)
01/27/12-PR	ING 457		(7,048.53)				(7,048.53)
01/27/12-PR	PR Direct Deposit		(99,335.99)				(99,335.99)
	Cks#14266-14325		(118,797.94)				(118,797.94)
	TRF#1072-AP&PR	(267,249.52)	267,249.52				0.00
01/26/2012	Deposit	24,113.56					24,113.56
	Credit Card-1/25	1,034.52					1,034.52
	Credit Card-1/26	2,596.57					2,596.57
	Electronic	10,918.86					10,918.86
	Website-1/26	1,126.88					1,126.88
	Website-1/27	815.11					815.11
01/27/2012	Deposit	42,994.17					42,994.17
	Credit Card-1/26	101.75					101.75
	Credit Card-1/27	1,071.49					1,071.49
	Electronic	6,694.41					6,694.41
	Website-1/27	1,714.55					1,714.55
	Website-1/28	1,007.79					1,007.79
	Website-1/29	870.68					870.68
	Website-1/30	218.89					218.89
	ACH pmts	53,598.29					53,598.29

Financial Account Information - January 2012

DATE	DESCRIPTION	Deposit Checking	General Checking	Investment Checking	Treasuries at cost	LAIF Invest. Fund	TOTAL ACTIVITY
12/31/2011	bal forward	510,345.41	30,000.00	76,101.90	1,700,678.16	5,933,500.93	8,250,626.40
01/30/2012	Deposit	46,756.18					46,756.18
	Credit Card-1/27	1,135.72					1,135.72
	Credit Card-1/30	1,699.31					1,699.31
	Electronic	6,500.03					6,500.03
	Website-1/30	981.59					981.59
	Website-1/31	91.24					91.24
	Website-1/31	397.76					397.76
01/31/2012	Deposit	50,217.19					50,217.19
	Deposit-M/C	15,139.20					15,139.20
	Deposit-Riv Taxes	32,749.41					32,749.41
	Deposit-Riv Taxes	3,124.30					3,124.30
	Deposit-SB taxes	20,916.78					20,916.78
	Credit Card-1/30	174.04					174.04
	Credit Card-1/31	1,610.71					1,610.71
	Electronic	20,246.64					20,246.64
	Website-1/31	1,084.22					1,084.22
	Website-2/1	721.60					721.60
	1/26-void ck#14288, 1/23		98.82				98.82
	Cks#14326-14368		(178,548.32)				(178,548.32)
	TRF#1073-AP	(178,449.50)	178,449.50				0.00
	EPA Pay Request #18		42,985.80				42,985.80
	TRF#1074-EPA #18	42,985.80	(42,985.80)				0.00
	January '12 NSF's	(1,233.68)					(1,233.68)
1/19	Cusip #912795Y62 Maturity				(1,699,699.19)		(1,699,699.19)
1/23	Cusip #912795Y96 purchase				500,918.48		500,918.48
1/31	retained in MM				60.49		60.49
	TOTALS	844,510.63	30,000.00	69,118.52	500,978.97	6,636,123.21	8,080,731.33

Investment Summary - January 2012

U.S. TREASURIES						
Quantity	Description	Cusip	Maturity Date	Yield	Cost of Purchase	Market Value
501,000	US Treasury Bill	912795xxx	August 23, 2012	0.028%	500,918.48	500,744.49
501,000	Total Values				500,918.48	500,744.49

Money Market Account Activity-Beginning Balance	978.97
1/31/12 - Dividend/Interest	0.00
1/19/12 - Cusip # 912795Y62 Interest	300.81
Income	300.81
1/20/2012 Intra-Bank Transfers to/from Investment Checking	(1,200,000.00)
Fund Transfers	(1,200,000.00)
1/19/12 - Cusip # 912795Y62 Maturity	1,699,699.19
Redemptions	1,699,699.19
Cusip Purchase	(500,918.48)
Purchases	(500,918.48)
Ending Balance - Money Market	60.49
US Treasury Securities Investment Principal	500,918.48
Total Assets	500,978.97

Investment Summary - January 2012

LOCAL AGENCY INVESTMENT FUND

PERIOD	TOTAL WITHDRAWAL AMOUNT	TOTAL DEPOSIT AMOUNT	ACCRUED INTEREST (QUARTERLY)	ENDING BALANCE
July 31, 2011	\$0.00	\$0.00	\$39.05	\$32,944.00
August 31, 2011	\$0.00	\$2,000,000.00	\$0.00	\$2,032,944.00
September 30, 2011	(\$2,000,000.00)	\$1,300,000.00	\$0.00	\$1,332,944.00
October 31, 2011	\$0.00	\$800,000.00	\$556.93	\$2,133,500.93
November 30, 2011	(\$1,000,000.00)	\$700,000.00	\$0.00	\$1,833,500.93
December 31, 2011	(\$300,000.00)	\$4,400,000.00	\$0.00	\$5,933,500.93
January 31, 2012	\$0.00	\$700,000.00	\$2,622.28	\$6,636,123.21
February 29, 2012	\$0.00	\$0.00	\$0.00	\$6,636,123.21
March 31, 2012	\$0.00	\$0.00	\$0.00	\$6,636,123.21
April 30, 2012	\$0.00	\$0.00	\$0.00	\$6,636,123.21
May 31, 2012	\$0.00	\$0.00	\$0.00	\$6,636,123.21
June 30, 2012	\$0.00	\$0.00	\$0.00	\$6,636,123.21

L.A.I.F. INCOME SUMMARY

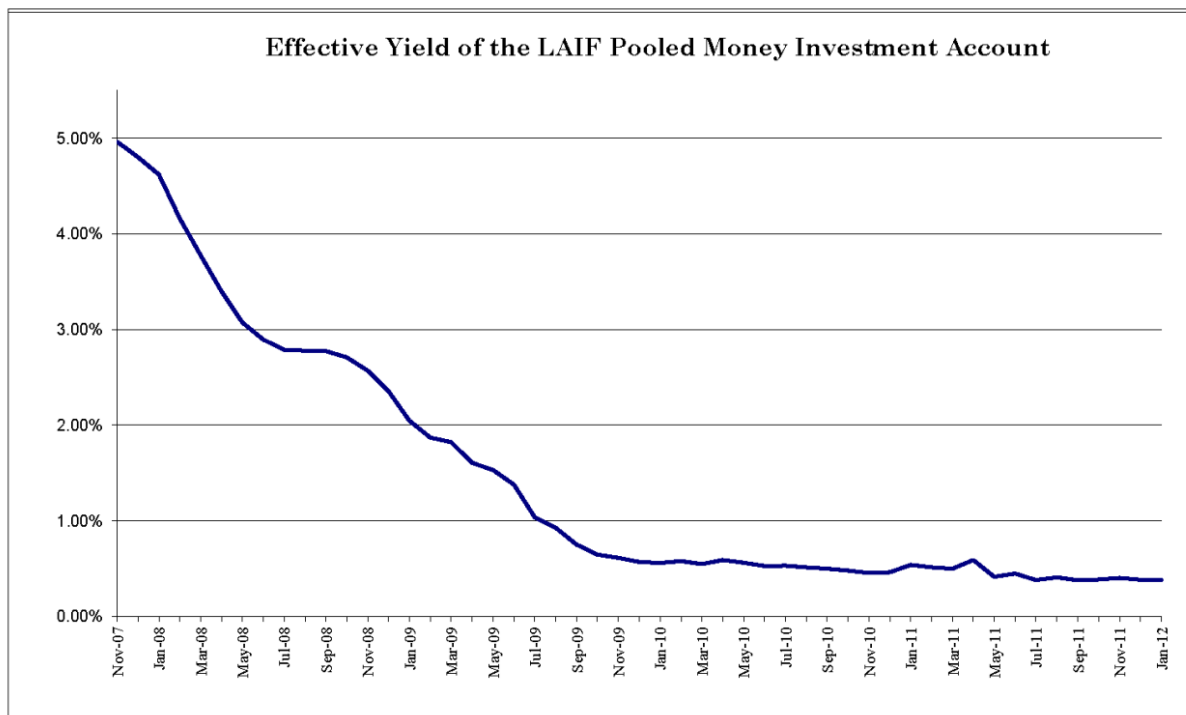
CURRENT QUARTER

FY YEAR-TO-DATE

INCOME RECEIVED

\$2,622.28

\$3,218.26



Monthly Revenue Allocation - January 2012

DATE	DESCRIPTION	QTY	DEPOSIT CHECKING DEPOSITS	AR Mail & Counter	AR Payment Centers	AR Credit Card	AR Electronic Rapid Pay	AR Web Site	AR ACH Auto Pay	AR TOTAL	AR Water Fees & Deposits	Water Allocation	Sewer Allocation	Recycled Allocation	RECAP TOTAL
01/03/2012	Mail & Counter	711	71,042.84	71,042.84						71,042.84					71,042.84
	Fraud - CC		(101.14)	(101.14)						(101.14)					(101.14)
	Credit Cards	33	4,079.68			4,079.68				4,079.68					4,079.68
	Electronic	225	18,104.34				18,104.34			18,104.34					18,104.34
	Website	25	2,367.34					2,323.59		2,323.59	43.75				2,367.34
	ACH payment	347	29,941.12						29,941.12	29,941.12					29,941.12
01/04/2012	Mail & Counter	814	78,836.18	78,836.18						78,836.18					78,836.18
	Credit Cards	48	8,024.46			8,024.46				8,024.46					8,024.46
	Electronic	453	31,722.76				31,722.76			31,722.76					31,722.76
	Website	22	2,007.63					1,969.13		1,969.13	38.50				2,007.63
01/05/2012	Mail & Counter	358	32,906.72	32,906.72						32,906.72					32,906.72
	Credit Cards	14	1,768.57			1,768.57				1,768.57					1,768.57
	Electronic	227	15,328.94				15,328.94			15,328.94					15,328.94
	Website	26	3,177.95					3,132.45		3,132.45	45.50				3,177.95
01/06/2012	Mail & Counter	315	43,920.33	43,920.33						43,920.33					43,920.33
	Credit Cards	19	1,787.01			1,787.01				1,787.01					1,787.01
	Electronic	186	12,930.67				12,930.67			12,930.67					12,930.67
	Website-42 fees	43	4,641.29					4,567.79		4,567.79	73.50				4,641.29
01/09/2012	Mail & Counter	609	92,014.59	92,014.59						92,014.59					92,014.59
	Credit Cards	40	4,334.44			4,334.44				4,334.44					4,334.44
	Electronic	186	15,551.93				15,551.93			15,551.93					15,551.93
	Website-15 fees	16	1,452.37					1,426.12		1,426.12	26.25				1,452.37
01/10/2012	Mail & Counter	380	50,308.88	50,308.88						50,308.88					50,308.88
	Deposit-M/C		9,257.85							9,257.85		9,257.85			9,257.85
	Credit Cards	24	2,600.21			2,600.21				2,600.21					2,600.21
	Electronic	219	14,104.27				14,104.27			14,104.27					14,104.27
	Website-13 fees	14	1,443.79					1,421.04		1,421.04	22.75				1,443.79
	ACH payment	456	44,433.14						44,433.14	44,433.14					44,433.14
01/11/2012	Mail & Counter	297	32,393.20	32,393.20						32,393.20					32,393.20
	Deposit-SCE rebate		134,986.72							134,986.72		134,986.72			134,986.72
	Dep-Calimisa pass thru	8	44,736.91							44,736.91		44,736.91			44,736.91
	Credit Cards		3,696.55			3,696.55				3,696.55					3,696.55
	Electronic	126	8,534.67				8,534.67			8,534.67					8,534.67
	Website	15	1,847.77					1,821.52		1,821.52	26.25				1,847.77
01/12/2012	Mail & Counter	300	46,091.56	46,091.56						46,091.56					46,091.56
	Credit Cards	16	2,072.52			2,072.52				2,072.52					2,072.52
	Electronic	130	9,079.79				9,079.79			9,079.79					9,079.79
	Website	16	1,483.53					1,455.53		1,455.53	28.00				1,483.53
01/13/2012	Mail & Counter	284	40,308.32	40,308.32						40,308.32					40,308.32
	Deposit-SB Taxes		233,597.00							233,597.00		230,064.06			233,597.00
	Deposit-SB Taxes		15,290.19							15,290.19		15,290.19			15,290.19
	Deposit-Riv Taxes		714.89							714.89		714.89			714.89
	Credit Cards	29	3,722.55			3,722.55				3,722.55					3,722.55
	Electronic	212	15,683.26				15,683.26			15,683.26					15,683.26
	Website	45	9,585.29					9,506.54		9,506.54	78.75				9,585.29
01/17/2012	Mail & Counter	749	74,312.40	74,312.40						74,312.40					74,312.40
	Credit Cards	40	5,859.23			5,859.23				5,859.23					5,859.23
	Electronic	205	14,143.17				14,143.17			14,143.17					14,143.17
	Website	27	2,424.51					2,377.26		2,377.26	47.25				2,424.51
	ACH payment	451	37,740.02						37,740.02	37,740.02					37,740.02
01/18/2012	Mail & Counter	650	77,279.38	77,279.38						77,279.38					77,279.38
	Credit Cards	44	5,128.16			5,128.16				5,128.16					5,128.16
	Electronic	325	22,570.32				22,570.32			22,570.32					22,570.32
	Website	19	1,737.43					1,704.18		1,704.18	33.25				1,737.43

Monthly Revenue Allocation - January 2012

DATE	DESCRIPTION	QTY	DEPOSIT CHECKING	AR Mail & Counter	AR Payment Centers	AR Credit Card	AR Electronic Rapid Pay	AR Web Site	AR ACH Auto Pay	AR TOTAL	AR Water Fees & Deposits	Water Allocation	Sewer Allocation	Recycled Allocation	RECAP TOTAL
01/19/2012	Mail & Counter	242	55,400.16	55,400.16						55,400.16					55,400.16
	Credit Cards	19	3,100.71			3,100.71				3,100.71					3,100.71
	Electronic	150	11,511.12				11,511.12			11,511.12					11,511.12
	Website	12	1,079.59					1,058.59		1,058.59	21.00				1,079.59
01/20/2012	Mail & Counter	254	18,033.27	18,033.27						18,033.27					18,033.27
	Credit Cards	10	745.89			745.89				745.89					745.89
	Electronic	206	15,141.00				15,141.00			15,141.00					15,141.00
	Website	45	3,859.42					3,780.67		3,780.67	78.75				3,859.42
	ACH payment	451	20,933.38						20,933.38	20,933.38					20,933.38
01/23/2012	Mail & Counter	495	52,656.01	52,656.01						52,656.01					52,656.01
	Credit Cards	29	2,877.43			2,877.43				2,877.43					2,877.43
	Electronic	202	14,879.21				14,879.21			14,879.21					14,879.21
	Website	19	1,552.05					1,518.80		1,518.80	33.25				1,552.05
01/24/2012	Mail & Counter	380	29,375.78	29,375.78						29,375.78					29,375.78
	Credit Cards	15	1,609.45			1,609.45				1,609.45					1,609.45
	Electronic	219	15,918.70				15,918.70			15,918.70					15,918.70
	Website	19	1,568.74					1,535.49		1,535.49	33.25				1,568.74
01/25/2012	Mail & Counter	374	31,586.67	31,586.67						31,586.67					31,586.67
	Deposit-Riv taxes		496.64							0.00		496.64			496.64
	Credit Cards	46	6,890.10			6,890.10				6,890.10					6,890.10
	Electronic	114	8,413.51				8,413.51			8,413.51					8,413.51
	Website	14	1,533.57					1,509.07		1,509.07	24.50				1,533.57
01/26/2012	Mail & Counter	235	24,113.56	24,113.56						24,113.56					24,113.56
	Credit Cards	24	3,631.09			3,631.09				3,631.09					3,631.09
	Electronic	77	10,918.86				10,918.86			10,918.86					10,918.86
	Website	20	1,941.99					1,906.99		1,906.99	35.00				1,941.99
01/27/2012	Mail & Counter	214	42,994.17	42,994.17						42,994.17					42,994.17
	Credit Cards	14	1,173.24			1,173.24				1,173.24					1,173.24
	Electronic	78	6,694.41				6,694.41			6,694.41					6,694.41
	Website	45	3,811.91					3,733.16		3,733.16	78.75				3,811.91
	ACH payment	497	53,598.29						53,598.29	53,598.29					53,598.29
01/30/2012	Mail & Counter	440	46,756.18	46,756.18						46,756.18					46,756.18
	Credit Cards	26	2,835.03			2,835.03				2,835.03					2,835.03
	Electronic	95	6,500.03				6,500.03			6,500.03					6,500.03
	Website	13	1,470.59					1,447.84		1,447.84	22.75				1,470.59
01/31/2012	Mail & Counter	408	50,217.19	50,217.19						50,217.19					50,217.19
	Deposit-M/C		15,139.20							0.00		15,139.20			15,139.20
	Deposit-Riv Taxes		32,749.41							0.00		32,749.41			32,749.41
	Deposit-Riv Taxes		3,124.30							0.00		3,124.30			3,124.30
	Deposit-SB Taxes		20,916.78							0.00		20,916.78			20,916.78
	Credit Cards	14	1,784.75			1,784.75				1,784.75					1,784.75
	Electronic	266	20,246.64				20,246.64			20,246.64					20,246.64
	Website	18	1,805.82					1,774.32		1,774.32	31.50				1,805.82
Jan-12	Utility Pmt Cntr-445			(34,766.69)						0.00					0.00
	Jan 12 NSF's			(1,233.68)						(1,233.68)					(1,233.68)
Prop 50 #9	\$301,761.61 (1/4)									0.00					0.00
ARRA #18	\$381,447.00 (1/20)									0.00					0.00
EPA #18	\$42,985.80 (1/31)									0.00					0.00
TOTALS		15,597	2,093,359.66	957,858.82	34,766.69	67,721.07	287,977.60	49,970.08	186,645.95	1,584,940.21	942.50	372,490.23	134,986.72	0.00	2,093,359.66

TOTAL # AR PAYMENTS 15,597
PERCENT OF TOTAL RECEIVED 100%

FY 2012 - Water Revenue

ACCOUNT#	DESCRIPTION	BUDGET	July '11	Aug '11	Sept '11	Oct '11	Nov '11	Dec '11	Jan '12	Year to Date	Percentage YTD
02-40010	Sales - Water	6,000,000	168,794	697,030	933,812	615,247	460,874	339,522	360,335	3,575,613	59.59%
02-40011	Sales - Construction Water	31,000	902	2,180	2,638	3,292	1,221	472	653	11,359	36.84%
02-40012	Sales - Imported Water (SGPWA)	200,000	21,022	21,415	27,470	17,633	13,322	10,486	11,347	122,695	61.35%
02-40013	Sales - Imported Water (MUNI)	800,000	8,600	94,133	122,242	84,945	65,675	49,122	52,153	476,870	59.61%
02-40014	Sales Disc.-Multi Units Usage Chrg.	(130,000)	(3,463)	(12,533)	(17,059)	(11,220)	(9,659)	(9,897)	(10,509)	(74,340)	57.18%
02-40015	Water Wholesale Revenue	60,000	3,677	3,540	3,421	3,276	2,777	23,263	0	39,955	66.59%
02-40016	Service Establishment Fee	100	0	0	0	50	0	25	0	75	75.00%
02-41000	Service Demand Charges	2,300,000	44,953	161,798	193,294	192,752	193,100	193,212	193,214	1,172,322	50.97%
02-41001	Fire Service Standby Fees	15,000	502	1,310	1,500	1,526	1,331	1,549	1,328	9,044	60.29%
02-41003	Construction Service Charge	10,000	138	612	812	697	651	656	518	4,083	40.83%
02-41005	Sales Disc.-Multi Units Service Chrg.	(92,000)	(2,194)	(7,488)	(8,941)	(8,941)	(8,941)	(8,941)	(8,941)	(54,385)	59.11%
02-41010	Unauthorized Use of Water Charge	1,500	750	0	0	0	0	0	0	750	50.00%
02-41110	Meter/Lateral Installation	2,500	0	1,125	0	3,375	0	0	0	4,500	180.00%
02-41112	Fire Flow Measurements & Reports	1,900	150	75	225	150	225	75	0	900	47.37%
02-41113	Disconnect/Reconnect Fees	100,000	10,195	10,685	10,840	11,400	12,470	8,785	10,865	75,220	75.22%
02-41121	Delinquent Payment Charges	125,000	12,245	16,051	13,005	20,118	15,417	10,192	8,016	95,044	76.04%
02-41124	Bad Debt	0	0	0	0	0	0	0	0	0	
02-42123	Management & Accounting Fees	733,170	61,092	61,098	61,098	61,098	61,098	61,098	61,098	427,680	58.33%
02-43010	Interest Earned	10,000	69	25	232	581	25	556	1,537	3,026	30.26%
02-43110	Property Tax - Unsecured	100,000	0	0	0	5,882	0	42,312	9	48,203	48.20%
02-43120	Property Tax - Secured	2,050,000	0	0	0	0	0	423,213	247,412	670,625	32.71%
02-43130	Tax Collection - Prior	60,000	0	0	0	5,854	0	2,797	1,517	10,169	16.95%
02-43140	Other Taxes (including homeowners)	90,000	0	0	0	0	0	9,204	66,967	76,171	84.63%
02-49150	Revenue - Misc. Non-Operating	35,000	2,060	10,251	2,168	2,086	2,335	3,805	2,068	24,773	70.78%
	WATER OPERATING REVENUE	12,503,170	329,491	1,061,287	1,346,758	1,009,801	811,921	1,161,505	999,586	6,720,350	53.75%
02-82002	Grants (FEMA)	0	0	0	1,940	0	1,155	0	0	3,095	
02-89901	Facility Capacity Charges	0	0	0	0	130,087	0	0	0	130,087	
02-89902	Sustainability	0	0	0	0	10,453	0	0	0	10,453	
	TOTAL WATER REVENUE	12,503,170	329,491	1,061,287	1,348,698	1,150,340	813,076	1,161,505	999,586	6,863,985	

FY 2012 - Sewer Revenue

ACCOUNT#	DESCRIPTION	BUDGET	July '11	Aug '11	Sept '11	Oct '11	Nov '11	Dec '11	Jan '12	Year to Date	Percentage YTD
03-40016	Sales - Establish Service Fee	100	0	0	0	0	0	0	0	0	0.00%
03-41000	Sales - Sewer Charges	10,425,000	275,183	854,191	894,608	871,186	870,979	873,133	865,089	5,504,370	52.80%
03-41005	Sales Disc-Multi Units Service Chrg.	(200,000)	(5,633)	(16,671)	(17,075)	(17,038)	(17,006)	(17,027)	(17,001)	(107,451)	53.73%
03-41110	Meter/Lateral Installation	1,000	0	0	0	0	0	0	0	0	0.00%
03-41121	Penalty Late Charges	130,000	11,154	12,060	8,279	12,923	13,546	10,664	11,329	79,956	61.50%
03-41124	Bad Debt	0	0	0	0	0	0	0	0	0	0
03-42122	Revenue - other operating	1,000	0	180	0	360	0	0	0	540	54.00%
03-43010	Interest Earned	10,000	0	191	0	0	0	0	1,311	1,502	15.02%
03-43110	Property Tax - Unsecured	50,000	0	0	0	0	0	50,000	0	50,000	100.00%
03-43120	Property Tax - Secured	450,000	0	0	0	0	0	450,000	0	450,000	100.00%
03-43130	Tax Collection - Prior	15,000	0	0	0	0	0	7,500	0	7,500	50.00%
03-43140	Other Taxes (including homeowners)	1,500	0	0	0	0	0	1,500	0	1,500	100.00%
03-49150	Misc. Non-Oper Revenue	25,000	0	0	0	0	0	17,614	134,987	152,601	610.40%
	SEWER OPERATING REVENUE	10,908,600	280,704	849,951	885,813	867,431	867,518	1,393,385	995,716	6,140,517	56.29%
03-82003	Grants - ARRA	0	0	0	55,243	0	261,650	245,984	381,447	944,324	
03-82004	Grants - Prop 50	0	0	0	0	0	0	0	301,762	301,762	
03-89901	Facility Capacity Charges	0	0	0	0	157,839	0	0	0	157,839	
8990540016	Contrib Capital-Infrastructure	0	0	0	0	0	0	0	0	0	
	TOTAL SEWER REVENUE	10,908,600	280,704	849,951	941,056	1,025,270	1,129,168	1,639,369	1,678,924	7,544,442	

FY 2012 - Recycled Water Revenue

ACCOUNT#	Description	BUDGET	July '11	Aug '11	Sept '11	Oct '11	Nov '11	Dec '11	Jan '12	Year to Date	Percentage YTD
04-40010	Sales - Recycled Water	220,000	12,326	44,736	59,761	36,218	20,351	9,687	13,124	196,204	89.18%
04-40011	Sales - Construction Water	2,500	6	21	224	289	55	4	3	602	24.07%
04-41000	Sales - Service Demand Chrg.	27,500	694	1,756	3,182	3,158	3,056	3,019	3,136	18,001	65.46%
04-41003	Const. Water Minimum Chrg.	4,000	28	193	269	285	262	221	193	1,451	36.28%
04-41121	Penalty - Late Charge	500	22	11	8	8	6	8	27	91	18.13%
04-43010	Interest Earned	50	0	0	0	0	0	0	0	0	0.00%
04-43110	Property Tax - Unsecured	500	0	0	0	0	0	500	0	500	100.00%
04-43120	Property Tax - Secured	10,000	0	0	0	0	0	10,000	0	10,000	100.00%
04-43130	Property Tax - Prior	100	0	0	0	0	0	100	0	100	100.00%
04-43140	Other Taxes (including homeowners)	100	0	0	0	0	0	100	0	100	100.00%
04-49150	Misc. Non-Operating Revenue	0	0	0	0	0	600	600	0	1,200	100.00%
	RECYCLED WATER OPERATING REVENUE	265,250	13,076	46,717	63,444	39,958	24,331	24,240	16,482	228,248	86.05%
04-82001	Grants-EPA #XP989384-01	0	0	0	0	0	0	0	0	0	
04-89901	Facility Capacity Charges	0	0	0	0	0	0	19,521	0	19,521	
	TOTAL RECYCLED WATER REVENUE	265,250	13,076	46,717	63,444	39,958	24,331	43,761	16,482	247,769	

FY 2012 - Water Expenses

ACCOUNT#	DESCRIPTION	BUDGET	July '11	Aug '11	Sept '11	Oct '11	Nov '11	Dec '11	Jan '12	Year to Date	Percentage YTD
02-5-01-50010	Labor-Water Resources	635,700	43,996	44,031	47,436	45,530	44,599	69,321	46,986	341,897	53.78%
02-5-01-50011	Labor Credit	0	0	0	0	0	0	0	0	0	
02-5-01-50013	Benefits-FICA	48,630	3,629	3,657	3,921	3,781	3,698	5,422	3,912	28,020	57.62%
02-5-01-50014	Benefits-Life Insurance	3,420	250	256	256	255	258	249	256	1,779	52.02%
02-5-01-50016	Benefits-HealthDefrd Comp	90,175	7,981	8,920	8,920	8,920	8,800	9,870	8,973	62,385	69.18%
02-5-01-50017	Benefits-Disability Insurance	7,650	804	811	858	824	771	960	752	5,780	75.56%
02-5-01-50019	Benefits-Workers Compensation	33,700	3,500	0	0	1,618	1,855	5,579	2,021	14,573	43.24%
02-5-01-50021	Benefits-PERS	44,500	2,522	2,901	2,957	2,961	2,775	4,384	3,025	21,525	48.37%
02-5-01-50022	Benefits-PERS-Employer	85,885	4,910	5,599	5,707	5,714	5,355	8,461	5,839	41,586	48.42%
02-5-01-50023	Benefits-Uniforms	2,850	178	156	321	226	130	155	131	1,297	45.51%
02-5-01-50024	Benefits-Vacation & Sick Pay	20,000	616	277	577	389	416	982	655	3,912	19.56%
02-5-01-50025	Benefits-Boot Allowance	1,425	450	0	150	150	0	0	0	750	52.63%
02-5-01-51003	R&M - Structures	200,000	9,669	6,028	45,300	8,015	18,014	46,963	9,423	143,411	71.71%
02-5-01-51011	R&M - CLA Valves	15,000	0	0	0	4,941	36	2,586	0	7,563	50.42%
02-5-01-51140	General Supplies & Expenses	2,000	0	208	128	688	0	587	0	1,610	80.52%
02-5-01-51210	Utilities - Power Purchases	1,500,000	50,795	178,242	128,870	207,098	98,481	58,177	0	721,863	48.11%
02-5-01-51211	Utilities - Electricity & Fuel	4,000	0	370	491	433	348	336	0	1,978	49.44%
02-5-01-51316	Imported Water Purchases	1,000,000	97,331	108,640	106,403	81,407	80,188	81,214	70,000	625,184	62.52%
02-5-01-54019	Licenses & Permits	25,000	0	0	25,403	0	1,249	1,969	60	28,681	114.73%
02-5-01-54110	Laboratory Services	90,000	0	4,250	5,432	1,975	2,767	4,093	3,708	22,225	24.69%
02-5-01-57040	YVRWFF Operating Expense	550,000	33,071	76,526	72,629	49,532	58,869	50,672	28,790	370,089	67.29%
	WATER RESOURCE TOTALS	4,359,935	259,701	440,871	455,760	424,457	328,609	351,981	184,530	2,445,909	56.10%
02-5-03-50010	Labor-Public Works	945,340	56,697	63,119	60,315	65,074	66,775	89,724	60,861	462,565	48.93%
02-5-03-50011	Labor Credit	0	0	(720)	(3,344)	0	(1,068)	(18,977)	(7,543)	(31,653)	
02-5-03-50013	Benefits-FICA	72,320	4,617	5,156	4,973	5,376	5,499	7,377	5,051	38,050	52.61%
02-5-03-50014	Benefits-Life Insurance	6,160	416	424	424	424	426	420	365	2,899	47.06%
02-5-03-50016	Benefits-HealthDefrd Comp	162,315	13,305	15,404	15,340	16,276	16,357	17,161	13,323	107,167	66.02%
02-5-03-50017	Benefits-Disability Insurance	11,345	1,603	1,149	1,120	1,184	1,202	1,398	964	8,620	75.98%
02-5-03-50019	Benefits-Workers Compensation	50,100	4,062	153	0	1,618	3,849	4,970	3,403	18,055	36.04%
02-5-03-50021	Benefits-PERS	66,175	3,493	3,846	3,930	4,086	3,983	5,585	3,880	28,803	43.53%
02-5-03-50022	Benefits-PERS-Employer	127,715	6,808	7,423	7,585	7,885	7,687	10,779	7,489	55,656	43.58%
02-5-03-50023	Benefits-Uniforms	20,000	380	371	442	283	357	441	388	2,661	13.31%
02-5-03-50024	Benefits-Vacation & Sick Pay	5,130	0	0	193	387	193	387	387	1,546	30.14%
02-5-03-50025	Benefits-Boot Allowance	2,565	0	0	289	424	500	327	199	1,739	67.82%
02-5-03-51001	R & M - Vehicles & Equipment	170,000	11,295	13,722	9,925	16,065	10,345	21,434	20,581	103,368	60.80%
02-5-03-51011	R&M - Valves	10,000	0	0	0	571	689	(4,364)	(2,553)	(5,658)	-56.58%
02-5-03-51020	R&M - Pipelines	275,000	10,480	17,754	21,847	34,406	18,455	20,237	13,622	136,801	49.75%
02-5-03-51021	R&M - Service Lines	125,000	7,127	14,421	5,290	18,658	6,969	6,306	1,812	60,583	48.47%
02-5-03-51022	R&M - Fire Hydrants	25,000	91	(102)	(1,826)	2,385	3,500	2,544	(2,212)	4,379	17.52%
02-5-03-51030	R&M - Water Meters	70,000	1,839	1,614	5,184	12,682	6,317	1,686	1,385	30,706	43.87%
02-5-03-51092	Equipment Credits	0	0	(241)	(1,672)	0	(391)	(6,696)	(2,682)	(11,882)	
02-5-03-51140	General Supplies & Expenses	3,000	13	0	38	0	0	0	0	51	1.69%
	PUBLIC WORKS TOTALS	2,147,165	122,227	143,492	130,055	187,784	151,644	160,737	118,719	1,014,658	47.26%

FY 2012 - Water Expenses

ACCOUNT#	DESCRIPTION	BUDGET	July '11	Aug '11	Sept '11	Oct '11	Nov '11	Dec '11	Jan '12	Year to Date	Percentage YTD
02-5-06-50010	Labor-Administration	745,830	41,091	46,406	46,363	46,412	46,402	70,749	46,523	343,946	46.12%
02-5-06-50011	Labor Credit	0	0	0	0	0	0	(157)	0	(157)	
02-5-06-50012	Director Fees	15,000	0	1,094	1,155	1,641	1,337	1,580	1,276	8,084	53.89%
02-5-06-50013	Benefits-FICA	57,050	3,153	3,522	3,526	3,574	3,496	4,886	4,089	26,246	46.01%
02-5-06-50014	Benefits-Life Insurance	3,640	284	291	290	290	290	283	290	2,018	55.44%
02-5-06-50016	Benefits-Health/Defrd Comp	95,870	9,599	12,127	12,127	12,272	12,227	13,984	12,523	84,958	88.51%
02-5-06-50017	Benefits-Disability Insurance	8,950	127	730	731	701	675	747	732	4,444	49.65%
02-5-06-50019	Benefits-Workers Compensation	39,530	1,800	0	0	1,618	572	1,735	588	6,312	15.97%
02-5-06-50021	Benefits-PERS	52,200	2,781	3,204	3,204	3,208	3,208	4,820	3,225	23,651	45.31%
02-5-06-50022	Benefits PERS Employer	138,550	5,420	6,184	6,184	6,192	6,192	9,303	6,224	45,699	32.98%
02-5-06-50023	Uniforms	3,030	118	114	264	206	114	142	114	1,071	35.35%
02-5-06-50024	Benefits-Vacation & Sick Pay	15,000	861	599	639	713	705	1,312	1,119	5,948	39.65%
02-5-06-50025	Benefits-Boots	1,515	0	150	0	296	0	0	0	446	29.43%
02-5-06-51003	R&M - Structures	20,000	1,130	890	5,452	(1,157)	1,157	(660)	7,790	14,602	73.01%
02-5-06-51091	Expense Credits (overhead)	0	0	(85)	(1,143)	0	(148)	(5,979)	(1,799)	(9,154)	
02-5-06-51120	Safety Equipment/Supplies	25,000	2,500	4,862	969	1,448	931	1,385	343	12,439	49.75%
02-5-06-51125	Petroleum Products	110,000	8,762	13,095	8,098	14,427	7,166	8,254	6,043	65,845	59.86%
02-5-06-51130	Office Supplies & Expenses	40,000	4,889	2,317	8,146	4,296	985	1,231	1,830	23,695	59.24%
02-5-06-51140	General Supplies & Expenses	30,000	34	668	143	4,579	1,775	441	4,488	12,128	40.43%
02-5-06-51211	Utilities - Electricity	26,000	102	3,444	3,323	3,178	1,886	1,640	0	13,572	52.20%
02-5-06-51213	Utilities - Natural Gas	5,000	37	37	40	81	328	591	0	1,115	22.29%
02-5-06-54002	Dues & Subscriptions	10,000	0	95	167	2,291	913	1,096	1,498	6,059	60.59%
02-5-06-54005	Computer Expenses	75,000	3,240	4,886	7,686	2,430	9,710	12,854	2,284	43,091	57.45%
02-5-06-54010	Postage	6,500	191	126	75	94	276	143	2,298	3,201	49.25%
02-5-06-54011	Printing & Publications	20,000	3,487	2,219	93	73	0	0	0	5,872	29.36%
02-5-06-54012	Education & Training	30,000	175	1,235	557	487	399	1,012	0	3,865	12.88%
02-5-06-54013	Utility Billing Expenses	135,000	10,965	11,114	11,330	11,364	10,557	10,432	7,039	72,800	53.93%
02-5-06-54014	Public Relations	25,000	128	662	444	1,062	0	150	0	2,445	9.78%
02-5-06-54015	Rents & Leases	3,500	402	197	400	197	197	0	204	1,596	45.60%
02-5-06-54016	Travel Related Expenses	7,500	15	44	18	18	39	27	35	195	2.60%
02-5-06-54017	Certifications & Renewals	6,000	180	155	125	365	755	130	50	1,760	29.33%
02-5-06-54020	Meeting Related Expenses	4,000	7	265	613	180	184	342	738	2,329	58.24%
02-5-06-54024	Utilities - Waste Disposal	2,500	159	159	159	159	159	159	0	952	38.07%
02-5-06-54025	Utilities - Telephone	35,000	2,431	2,577	2,249	2,265	2,621	2,483	1,445	16,072	45.92%
02-5-06-54104	Contractual Services	70,000	16,941	2,175	5,186	2,774	2,285	2,547	8,080	39,987	57.12%
02-5-06-54107	Legal	45,000	3,268	4,706	2,391	2,833	4,095	3,283	0	20,574	45.72%
02-5-06-54108	Audit & Accounting	16,000	5,000	0	9,750	1,123	0	0	0	15,873	99.20%
02-5-06-54109	Professional Fees	100,000	17,133	12,607	10,412	5,229	8,597	6,342	2,500	62,820	62.82%
02-5-06-55500	Depreciation Reserves	375,095	31,257	31,258	31,258	31,258	31,258	31,258	31,258	218,805	58.33%
02-5-06-56001	Infrastructure Replacement Insurance	397,935	33,164	33,161	33,161	33,161	33,161	33,161	33,161	232,130	58.33%
02-5-06-57030	Regulatory Compliance	120,000	10,730	9,734	9,324	9,324	9,324	9,324	9,324	67,083	55.90%
02-5-06-57096	Beaumont Basin Watermaster	95,000	213	0	0	0	0	0	0	213	0.22%
02-5-06-57100	County Tax Collector Fees	10,000	0	0	0	0	0	0	0	0	0.00%
02-5-06-57199	Suspense	7,500	0	164	207	30	3,203	2,491	675	3,567	47.56%
	ADMINISTRATION TOTALS	3,028,695	221,771	217,187	225,117	207,487	207,028	233,521	195,984	1,508,093	49.79%

FY 2012 - Water Expenses

ACCOUNT#	DESCRIPTION	BUDGET	July '11	Aug '11	Sept '11	Oct '11	Nov '11	Dec '11	Jan '12	Year to Date	Percentage YTD
02-5-40-57001	Asset Acq. - Water Resources	0	0	0	0	0	0	0	0	0	
02-5-40-57003	Asset Acq. - Public works	0	0	0	0	0	0	0	0	0	
02-5-40-57006	Asset Acq. - Administration	35,000	0	23,451	0	0	0	15,771	0	39,222	112.06%
02-5-40-57201	Debt Srv-Series 2004A Princ.(25009)	920,000	0	920,000	0	0	0	0	0	920,000	100.00%
02-5-40-57402	Interest-Long-Term Debt Bonds	2,012,375	0	1,014,813	0	0	0	0	0	1,014,813	50.43%
	40 - Debt & Capital Outlay	2,967,375	0	1,958,263	0	0	0	15,771	0	1,974,034	66.52%
	TOTAL WATER EXPENSES	12,503,170	603,699	2,759,813	810,931	819,728	687,280	762,010	499,233	6,942,695	55.53%

FY 2012 - Sewer Expenses

ACCOUNT#	DESCRIPTION	BUDGET	July '11	Aug '11	Sept '11	Oct '11	Nov '11	Dec '11	Jan '12	Year to Date	Percentage YTD
03-5-02-50010	Labor-WW Treatment	899,200	52,605	61,482	63,413	62,694	68,527	97,602	65,426	471,748	52.46%
03-5-02-50013	Benefits-Fica	68,800	4,352	5,160	5,292	5,265	5,710	7,807	5,411	38,997	56.68%
03-5-02-50014	Benefits-Life Insurance	4,500	334	341	341	340	343	334	341	2,373	52.73%
03-5-02-50016	Benefits-HealthDefrd Comp	118,650	10,288	12,693	12,693	12,693	12,573	14,438	12,773	88,152	74.30%
03-5-02-50017	Benefits-Disability Insurance	10,800	999	1,130	1,156	1,140	1,169	1,374	1,029	7,995	74.03%
03-5-02-50019	Benefits-Workers Compensation	47,700	3,500	0	0	1,618	3,148	1,831	3,195	13,292	27.87%
03-5-02-50021	Benefits-PERS	62,950	3,538	4,135	4,190	4,194	4,224	6,313	4,259	30,854	49.01%
03-5-02-50022	Benefits-PERS Employer	121,500	6,895	7,980	8,088	8,095	8,153	12,184	8,220	59,614	49.07%
03-5-02-50023	Benefits-Uniforms	3,750	297	340	360	288	284	349	286	2,204	58.76%
03-5-02-50024	Benefits-Vacation & Sick Pay	15,000	576	323	384	468	552	828	365	3,496	23.31%
03-5-02-50025	Benefits-Boot Allowance	1,875	150	104	0	150	164	150	150	868	46.29%
03-5-02-51003	R&M - Structures	200,000	14,747	3,968	4,696	10,915	16,898	13,765	17,029	82,017	41.01%
03-5-02-51010	R&M - Automation Control	85,000	0	3,272	1,820	9,893	5,218	3,352	8,675	32,228	37.92%
03-5-02-51106	Chemicals	600,000	21,103	69,542	41,330	42,631	55,120	32,675	15,352	277,763	46.29%
03-5-02-51111	Propane	2,500	0	3,053	0	0	3,144	0	0	6,197	247.88%
03-5-02-51115	Laboratory Supplies	30,000	744	2,411	2,912	2,557	(309)	1,824	804	10,942	36.47%
03-5-02-51140	General Supplies & Expenses	1,000	0	93	54	0	0	0	0	147	14.73%
03-5-02-51210	Utilities - Power Purchases	690,000	38,790	74,567	72,931	64,793	50,918	51,274	0	353,274	51.20%
03-5-02-54110	Laboratory Services	120,000	3,264	10,757	6,828	11,994	7,719	7,810	4,869	53,241	44.37%
03-5-02-57031	Sludge Disposal	300,000	25,052	24,416	25,550	24,028	26,949	27,084	0	153,078	51.03%
03-5-02-57033	Brine Disposal	30,000	0	0	0	10,290	0	0	0	10,290	34.30%
	TREATMENT TOTALS	3,413,225	187,233	285,766	252,037	274,046	270,504	280,994	148,181	1,698,760	49.77%

FY 2012 Sewer Expenses

ACCOUNT#	DESCRIPTION	BUDGET	July '11	Aug '11	Sept '11	Oct '11	Nov '11	Dec '11	Jan '12	Year to Date	Percentage YTD
03-5-06-50010	Labor-Administration	708,050	35,644	42,774	42,732	42,781	42,771	65,302	42,891	314,895	44.47%
03-5-06-50012	Directors Fees	15,000	0	1,094	1,155	1,641	1,337	1,580	1,276	8,084	53.89%
03-5-06-50013	Benefits-Fica	54,170	2,702	3,228	3,233	3,280	3,203	4,438	3,794	23,878	44.08%
03-5-06-50014	Benefits-Life Insurance	3,500	285	291	290	290	290	284	290	2,021	57.75%
03-5-06-50016	Benefits-Health\Defrd Comp	92,075	9,229	11,989	11,969	12,114	12,069	13,598	12,348	83,295	90.46%
03-5-06-50017	Benefits-Disability Insurance	8,500	604	684	685	655	629	716	694	4,667	54.91%
03-5-06-50019	Benefits-Workers Compensation	37,530	3,200	0	0	1,618	2,286	2,438	2,187	11,729	31.25%
03-5-06-50021	Benefits-PERS	49,570	2,564	2,950	2,950	2,954	2,954	4,439	2,971	21,782	43.94%
03-5-06-50022	Benefits PERS Employer	95,660	4,996	5,693	5,693	5,701	5,701	8,567	5,733	42,086	44.00%
03-5-06-50023	Benefits-Uniforms	2,910	88	86	107	86	91	127	91	677	23.26%
03-5-06-50024	Benefits-Vacation & Sick Pay	10,000	861	599	639	713	705	1,312	1,119	5,948	59.48%
03-5-06-50025	Benefits-Boot Allowance	1,455	0	0	0	0	0	0	0	0	0.00%
03-5-06-51120	Safety Equipment/Supplies	7,500	0	4,734	969	82	0	0	348	6,133	81.78%
03-5-06-51125	Petroleum Products	17,500	1,000	1,000	1,000	1,279	3,132	(729)	1,864	8,546	48.83%
03-5-06-51130	Office Supplies	5,000	0	592	584	43	157	0	80	1,456	29.13%
03-5-06-51140	General Supplies & Expenses	7,500	0	129	0	3,772	1,700	42	3,843	9,485	126.47%
03-5-06-54002	Dues & Subscriptions	10,000	0	225	251	2,555	1,226	858	2,342	7,456	74.56%
03-5-06-54003	Management & Admin Services	733,170	61,092	61,098	61,098	61,098	61,098	61,098	61,098	427,680	58.33%
03-5-06-54005	Computer Expenses	70,000	3,105	3,021	3,169	1,138	4,202	18,900	1,744	35,280	50.40%
03-5-06-54011	Printing & Publications	7,500	3,487	2,219	93	73	0	0	0	5,872	78.30%
03-5-06-54012	Education & Training	20,000	175	1,425	175	175	200	175	0	2,325	11.62%
03-5-06-54014	Public Relations	8,000	128	662	107	1,007	0	0	0	1,903	23.79%
03-5-06-54016	Travel Related Expenses	8,500	0	212	840	93	2,240	72	73	3,530	41.53%
03-5-06-54017	Certifications & Renewals	5,500	0	365	0	0	480	0	855	1,700	30.91%
03-5-06-54019	Licenses & Permits	42,500	0	0	4,109	0	39,787	0	1,977	45,873	107.94%
03-5-06-54020	Meeting Related Expenses	2,500	0	204	603	151	137	368	775	2,239	89.57%
03-5-06-54024	Utilities - Waste Disposal	12,500	959	945	945	945	945	945	0	5,685	45.48%
03-5-06-54025	Utilities - Telephone	16,500	1,507	1,507	1,508	1,514	1,543	1,853	956	10,389	62.97%
03-5-06-54030	Drinking Water	1,000	56	112	49	56	98	35	77	483	48.30%
03-5-06-54104	Contractual Services	30,000	11,427	984	1,437	1,230	1,103	1,228	4,646	22,056	73.52%
03-5-06-54107	Legal	45,000	3,625	5,161	1,676	2,865	5,785	3,510	0	22,621	50.27%
03-5-06-54108	Audit & Accounting	16,000	5,000	0	9,750	1,123	0	0	0	15,873	99.20%
03-5-06-54109	Professional Fees	300,000	43,403	22,638	49,485	58,099	88,108	4,767	2,500	268,998	89.67%
03-5-06-55500	Depreciation Reserves	327,260	27,268	27,272	27,272	27,272	27,272	27,272	27,272	190,900	58.33%
	Infrastructure Replacement	786,300	65,525	65,525	65,525	65,525	65,525	65,525	65,525	458,675	58.33%
03-5-06-56001	Insurance	115,000	9,321	9,734	9,324	9,324	9,324	9,324	9,324	65,675	57.11%
03-5-06-57030	Regulatory Compliance	50,000	21,447	0	0	42,000	0	0	0	63,447	126.89%
03-5-06-57100	County Tax Collection Fees	1,200	0	0	0	0	0	0	0	0	0.00%
	ADMINISTRATION TOTALS	3,724,350	318,697	279,135	309,423	353,251	386,099	298,045	258,694	2,203,343	59.16%

FY 2012 - Sewer Expenses

ACCOUNT#	DESCRIPTION	BUDGET	July '11	Aug '11	Sept '11	Oct '11	Nov '11	Dec '11	Jan '12	Year to Date	Percentage YTD
03-5-07-50010	Labor-Environmental Control	213,570	13,239	14,750	14,588	14,418	14,389	23,212	14,660	109,256	51.16%
03-5-07-50011	Labor Credit	0	0	0	0	0	0	(302)	0	(302)	
03-5-07-50013	Benefits-Fica	16,340	1,069	1,153	1,141	1,128	1,125	1,852	1,147	8,615	52.73%
03-5-07-50014	Benefits-Life Insurance	1,400	83	85	85	85	85	83	85	592	42.31%
03-5-07-50016	Benefits-Health/Defrd Comp	37,020	3,271	3,423	3,423	3,423	3,423	3,980	3,458	24,403	65.92%
03-5-07-50017	Benefits-Disability Insurance	2,565	234	253	251	249	248	368	222	1,824	71.11%
03-5-07-50019	Benefits-Workers Compensation	11,320	2,000	0	0	1,618	1,050	1,728	1,070	7,466	65.95%
03-5-07-50021	Benefits-PERS	14,950	744	870	870	870	870	1,305	870	6,397	42.79%
03-5-07-50022	Benefits-PERS Employer	28,855	1,449	1,679	1,679	1,679	1,679	2,518	1,679	12,360	42.83%
03-5-07-50023	Benefits-Uniforms	1,170	108	114	133	104	104	130	105	796	68.03%
03-5-07-50024	Benefits-Vacation & Sick Pay	6,000	0	0	0	0	0	0	0	0	0.00%
03-5-07-50025	Benefits-Boot Allowance	585	300	0	0	0	0	0	0	300	51.28%
03-5-07-51003	R&M - Structures	320,000	13,408	47,833	15,229	30,860	16,612	16,783	24,246	164,969	51.55%
03-5-07-51140	General Supplies & Expenses	1,000	0	0	0	0	709	0	650	1,358	135.83%
03-5-07-51241	Lift Station #1	70,000	3,206	8,303	3,762	11,643	2,928	2,415	3	32,261	46.09%
03-5-07-51242	Lift Station #2	12,000	402	681	648	1,576	822	763	0	4,892	40.76%
03-5-07-51243	Lift Station #3	7,500	90	72	489	236	261	0	0	1,148	15.31%
03-5-07-51244	Lift Station #4	20,000	387	936	0	1,874	1,107	1,050	0	5,355	26.77%
03-5-07-51245	Lift Station #5	5,000	0	94	99	98	87	77	0	455	9.10%
03-5-07-51248	Lift Station #8	3,000	0	49	51	50	48	43	0	240	8.01%
03-5-07-54109	Professional Fees	50,000	0	0	0	8,065	7,384	11,119	7,484	34,053	68.11%
03-5-07-54110	Laboratory Services	2,500	0	0	0	0	0	0	358	358	14.32%
	ENVIRONMENTAL CONTROL TOTAL	824,775	39,990	80,294	42,447	77,976	52,930	67,123	56,037	416,796	50.53%
03-5-40-57002	Asset Acq. - Treatment		0	0	0	0	0	0	0	0	
03-5-40-57006	Asset Acq. - Administration		0	0	0	0	0	0	0	0	
03-5-40-57007	Asset Acq. - Environmental Control		0	0	0	0	0	58,829	0	58,829	
03-5-40-57009	Plant Support (03-13105 Sari Line)	19,710	0	0	0	0	0	0	0	0	0.00%
03-5-40-57202	Debt Service - Principal	1,909,500	0	0	1,907,783	0	0	0	0	1,907,783	99.91%
03-5-40-57403	Debt Service - Interest	1,017,040	0	0	1,015,886	0	0	0	0	1,015,886	99.89%
	Debt & Capital Outlay	2,946,250	0	0	2,923,669	0	0	58,829	0	2,982,497	101.23%
	TOTAL SEWER EXPENSES	10,908,600	545,920	645,195	3,527,576	705,272	709,532	704,991	462,912	7,301,397	66.93%

FY 2012 - Recycled Water Expenses

ACCOUNT#	Description	BUDGET	July '11	Aug '11	Sept '11	Oct '11	Nov '11	Dec '11	Jan '12	Year to Date	Percentage YTD
04-5-06-50010	Labor-Recycled Water	76,900	0	0	0	0	0	0	0	0	0.00%
04-5-06-50012	Director Fees	2,500	0	0	0	0	0	0	0	0	0.00%
04-5-06-50013	Benefits-FICA	6,655	0	0	0	0	0	0	0	0	0.00%
04-5-06-50014	Benefits-Life Insurance	440	0	0	0	0	0	0	0	0	0.00%
04-5-06-50016	Benefits-Health & Def Comp	8,890	370	370	370	370	370	370	370	2,591	29.15%
04-5-06-50017	Benefits-Disability Insurance	1,085	0	0	0	0	0	0	0	0	0.00%
04-5-06-50019	Benefits-Workers Compensation	4,610	0	0	0	0	0	0	0	0	0.00%
04-5-06-50021	Benefits-PERS Employee	6,090	0	0	0	0	0	0	0	0	0.00%
04-5-06-50022	Benefits-PERS Employer	9,250	0	0	0	0	0	0	0	0	0.00%
04-5-06-50023	Benefits-Uniforms	360	0	0	0	0	0	0	0	0	0.00%
04-5-06-50024	Benefits-Vacation & Sick Pay	1,250	0	0	0	0	0	0	0	0	0.00%
04-5-06-50025	Benefits-Boots	150	0	0	0	0	0	0	0	0	0.00%
04-5-06-51003	R & M-Structures	25,000	500	0	0	378	0	6,668	0	7,546	30.18%
04-5-06-51020	R & M-Pipelines	5,000	0	0	0	0	0	0	0	0	0.00%
04-5-06-51021	R & M-Service Lines	5,000	0	0	0	0	0	0	0	0	0.00%
04-5-06-51022	R & M-Fire Hydrants	1,000	0	0	0	0	0	0	0	0	0.00%
04-5-06-51030	R & M-Meters	500	0	0	0	0	0	0	0	0	0.00%
04-5-06-51140	General Supplies & Expenses	250	0	0	0	0	0	0	0	0	0.00%
04-5-06-54002	Dues & Subscriptions	750	0	0	0	0	0	0	748	748	99.67%
04-5-06-54005	Computer Expense	1,000	0	0	1,167	1,711	0	0	0	2,878	287.79%
04-5-06-54011	Printing & Publications	250	0	0	0	0	0	0	0	0	0.00%
04-5-06-54012	Education & Training	2,500	0	0	0	1,200	0	1,420	0	2,620	104.80%
04-5-06-54014	Public Relations	5,000	128	662	312	984	0	0	0	2,085	41.71%
04-5-06-54016	Travel Related Expenses	1,500	0	0	0	664	0	0	0	664	44.26%
04-5-06-54017	Certifications & Renewals	250	0	0	0	0	0	0	0	0	0.00%
04-5-06-54019	Licenses & Permits	2,500	0	0	0	0	0	0	0	0	0.00%
04-5-06-54020	Meeting Related Expenses	500	0	0	0	0	133	177	35	344	68.88%
04-5-06-54025	Telephone	500	60	55	55	58	55	0	0	282	56.46%
04-5-06-54010	Contractual Services	1,750	0	0	0	0	0	0	1,605	1,605	91.71%
04-5-06-54107	Legal	2,000	0	0	0	0	0	0	0	0	0.00%
04-5-06-54109	Professional Fees	10,000	791	723	299	3,757	1,449	0	0	7,019	70.19%
04-5-06-54110	Laboratory Services	1,000	0	0	0	0	0	0	0	0	0.00%
04-5-06-55500	Depreciation	7,900	662	662	662	662	662	662	662	4,634	58.66%
	Infrastructure Replacement	52,920	4,410	4,410	4,410	4,410	4,410	4,410	4,410	30,870	58.33%
04-5-06-57030	Regulatory Compliance	20,000	0	0	0	0	0	0	0	0	0.00%
	TOTAL RECYCLED WATER EXPENSES	265,250	6,921	6,882	7,274	14,194	7,080	13,707	7,830	63,887	24.09%



Director Memorandum 12-018

Date: February 15, 2012

Prepared By: Vicky Elisalda, Controller

Subject: Adoption of Resolution No. 06-2012 Approving an Investment Policy and Appointment of the General Manager as the District Investment Officer

Recommendation: That the Board adopts Resolution No. 06-2012 as presented.

The attached investment policy has been prepared pursuant to statutory provisions of the Government Code established to direct the deposit, investment and reporting of public funds. While the policy was recently adopted on January 18, 2012 as Director Memorandum 12-009, a subsequent resolution was inadvertently assigned the same number. This memorandum will resolve the issue by reassigning a new resolution number to the investment policy.

The attached policy was presented and discussed at the board workshop on January 10, 2012.

RESOLUTION NO. 06-2012**A RESOLUTION OF THE YUCAIPA VALLEY WATER DISTRICT
APPROVING AN INVESTMENT POLICY AND APPOINTING
THE GENERAL MANAGER AS THE DISTRICT INVESTMENT OFFICER**

WHEREAS, California Government Code, Section 53646, requires the annual adoption of an investment policy.

NOW, THEREFORE, the Yucaipa Valley Water District hereby resolves as follows:

Section 1: Adoption of Investment Policy.

Pursuant to Government Code 53600 et seq., the “Yucaipa Valley Water District Statement of Investment Policy” is hereby approved as attached hereto and incorporated herein by this reference.

Section 2: Appointment of Investment Officer.

The General Manager of the District is hereby appointed as the District’s Investment Officer and is authorized and directed to do all things necessary to implement the Investment Policy.

PASSED, APPROVED and ADOPTED this 15th day of February 2012.

YUCAIPA VALLEY WATER DISTRICT

ATTEST:

Jay Bogh, President Board of Directors

Joseph B. Zoba, General Manager

STATE OF CALIFORNIA
COUNTY OF RIVERSIDE
AND SAN BERNARDINO

I, Joseph B. Zoba, Secretary of the Board of Directors of the Yucaipa Valley Water District, California, do hereby certify that the foregoing resolution being Resolution No. 06-2012 was duly passed, approved and adopted by said Board, approved and signed by the President, and attested by the Secretary at the Regular Meeting held on the 15th day of February 2012, and that the same was passed and adopted by the following vote:

AYES:

NOES:

ABSTAIN:

ABSENT:

Joseph B. Zoba, Secretary of the
Yucaipa Valley Water District and
of the Board of Directors

(Seal)



STATEMENT OF INVESTMENT POLICY

February 15, 2012

INTRODUCTION

The purpose of this policy is to provide broad guidelines to the District Investment Officer, who is charged with the responsibility for the investment of funds for the District. All investments by the District shall be governed by State law and by this policy.

The District Investment Officer is responsible for administering the District's investments. In furtherance of this responsibility, the District Investment Officer shall issue and administer detailed Investment Instructions which may change periodically and which will implement this Investment Policy. The investment of bond proceeds will be further restricted by the provisions of relevant bond documents.

POLICY GUIDELINES

1) Prudence

The standard of prudence to be used by the District Investment Officer shall be the "prudent person" standard and shall be applied in the context of managing an overall portfolio. All persons investing, reinvesting, purchasing, acquiring, exchanging, selling, and managing public funds shall act with care, skill, prudence and diligence in order to safeguard the principal amount of the investments and maintain the liquidity needs of the District.

2) Objectives

The primary objectives, in priority order, of the District's investment activities shall be:

- A. Safety of Principal. The investments shall be undertaken in a manner that seeks to ensure preservation of capital in the portfolio.
- B. Liquidity. The investment portfolio will remain sufficiently liquid to enable the District to meet its cash flow requirements.
- C. Return on Investment. The investment portfolio shall be designed with the objective of attaining a market rate of return on its investments consistent with the constraints imposed by its safety objective and cash flow requirements.

3) Delegation of Authority

The management and oversight responsibility for the investment program is hereby delegated to the District Investment Officer who shall monitor and review all investments for consistency with this investment policy. No person may engage in an investment transaction except as provided under the limits of this policy. The District Investment Officer shall maintain investment instructions for internal and external management of investments consistent with State

Government Code requirements. The District may contract for the use of investment manager services subject to all other provisions of this Investment Policy. The District Investment Officer shall maintain a list of authorized broker/dealers and financial institutions that are approved for investment purposes, and it shall be the policy of the District to purchase securities only from those authorized institutions or firms.

4) Investment Oversight Committee

There is hereby established an Investment Oversight Committee, which shall consist of the Investment Officer, the District's Controller and two members of the Board of Directors who are also members of the Board's Finance Committee.

It shall be the responsibility of the Committee to:

- A. Review changes in investment practices of the Investment Officer for compliance with the Investment Policy and investment transaction instructions and procedures;
- B. Review the District's monthly Unaudited Financial Report for adherence to this Investment Policy and investment instructions and procedures in the event that said Report is not presented at a workshop of the Board; and
- C. Advise the Board of Directors of any deviations from an Investment Policy or any investment instructions or procedures which are deemed imprudent.

To maintain full financial transparency of the District's operations, an unaudited financial report will be provided monthly to all members of the Board of Directors at a workshop meeting prior to being presented at a board meeting. The presentation of the monthly financial report shall be the preferred mechanism to be used to provide all financial information to the entire Board instead of just the members of the Investment Oversight Committee.

5) Ethics and Conflict of Interest

Officers and employees involved in the investment process shall refrain from personal business activities that could conflict with proper execution of the investment program, or which could impair their ability to make impartial decisions. Officers and employees involved in the investment process shall abide by the District's Conflict of Interest Code, California Government Code, Section 1090 and the California Political Reform Act.

6) Authorized and Acceptable Investments

Government Code, Section 53601 sets forth the eligible investments for the District. All investments purchased for the District shall be delivered, either by book entry or physical delivery, to the District's third party custodian. All investments of the District shall have the Yucaipa Valley Water District as registered owner.

- A. As to the District's surplus funds generally (excluding funds from bond proceeds), the District's Investment Officer is authorized to invest such funds as follows:
 - 1. Local Agency Investment Fund - The District Investment Officer may invest in the Local Agency Investment Fund (LAIF) established by the State Treasurer for the benefit of local agencies. There is no minimum investment period and the minimum transaction is \$5,000, in multiples of \$1,000 above that, with a maximum of \$30 million for any agency. The

LAIF offers high liquidity because deposits can be converted to cash in 24 hours and no interest is lost. All interest is distributed to those agencies participating on a proportionate share.

2. Passbook Savings Accounts and Demand Deposit Accounts - For purposes of this policy, passbook savings accounts and demand deposit accounts and bank money-market accounts shall be considered appropriate investments. The District may earn interest on idle funds in such accounts at a federally-insured institution.
 3. United States Government Securities - U.S. Treasury Bills, Notes, Bonds and Certificates of Indebtedness, or those for which the full faith and credit of the United States are pledged for payment of principal and interest and are not subject to any limitations. Since this investment category is considered to be extremely safe and liquid, there is no limitation as to the percentage of the District's portfolio that can be invested in these types of investments.
- B. As to the District's bond proceeds, and subject to the Board's approval, such proceeds may be invested by the District Investment Officer in the following investments authorized under California Government Code, Sections 53601, 53635 and 53635.2:
1. United States Treasury notes, bonds, bills or certificates of indebtedness or other obligations for which the full faith and credit of the United States are pledged for the payment of principal and interest;
 2. Federal agency or United States government-sponsored enterprise obligations, participations, or other instruments, including those issued by or fully guaranteed as to principal and interest by federal agencies or United States government-sponsored enterprises. Certain short-term obligations of agencies or instrumentalities of the United States Government may be backed only by the issuing agency or instrumentality and may not be backed by the full faith and credit of the United States Government. For example, securities issued by the Federal Home Loan Banks and the Freddie Mac are supported only by the credit of the agency or instrumentality that issued them, and not by the United States Government, and securities issued by the Federal Farm Credit System and the Fannie Mae are supported by the agency's or instrumentality's right to borrow money from the U.S. Treasury under certain circumstances;
 3. Registered state warrants or treasury notes or bonds of this state, including bonds payable solely out of the revenues from a revenue-producing property owned, controlled, or operated by this state or by a department, board, agency, or authority of this state.
 4. Bonds, notes, warrants, or other evidences of indebtedness of any local agency within this state, including bonds payable solely out of the revenues from a revenue-producing property owned, controlled or operated by the local agency, or by a department, board, agency, or authority of the local agency.

5. Bankers acceptances (otherwise known as bills of exchange or time drafts) that are drawn on and accepted by a commercial bank which are eligible for purchase by the Federal Reserve System. Such banker's acceptances may not exceed 180 days maturity. No more than forty percent (40%) of the District's money may be invested in such banker's acceptances. No more than thirty percent (30%) of the District's money may be invested in the banker's acceptances of any one commercial bank. The commercial bank shall have the highest short-term letter and numerical rating as provided by Moody's Investors Service, Inc. ("Moody's") or Standard & Poor's Rating Agency ("Standard & Poor's");
6. Commercial paper of "prime" quality of the highest ranking or of the highest letter and number rating as provided for by a nationally recognized statistical-rating organization (NRSRO). The entity that issues the commercial paper shall meet all of the following conditions in either paragraph (a) or paragraph (b):
 - (a) The entity is organized and operating in the United States as a general corporation, and has total assets in excess of \$500 million, and has debt other than commercial paper, if any, that is rated "A" or higher by a NRSRO.
 - (b) The entity is organized within the United States as a special purpose corporation, trust, or limited liability company, has a program wide credit enhancements including, but not limited to, over collateralization, letters of credit or surety bond, and has commercial paper that is rated "A-1" or higher, or the equivalent by an NRSRO.

Commercial paper shall have a maximum maturity of 270 days or less. The District may invest no more than twenty-five percent (25%) of its money in such commercial paper. The District may purchase no more than ten percent (10%) of the outstanding commercial paper of any single issuer;

7. Repurchase agreements with respect to securities described in paragraphs (i) and (ii) above provided that the term of any such repurchase agreement shall be one year or less. A repurchase agreement means a purchase of securities by the District pursuant to an agreement by which the seller will repurchase the securities on or before a specific date at an agreed upon price, thereby establishing the yield during the District's holding period. The yield established for the repurchase agreement is determined by current short-term rates and may be more or less than the interest rate on the underlying securities. The securities underlying a repurchase agreement is, in effect, collateral under the agreement and the securities shall be (otherwise known as bills of exchange or time drafts) delivered to the District by book entry, physical delivery or by third-party custodial agreement. At the time a repurchase agreement is made, the underlying securities shall be valued at one hundred and two percent (102%) or greater of the repurchase price. If an agreement is in effect for more than one day, and, in the

event their value drops below one hundred and two percent (102%) of the repurchase price, the seller to the repurchase agreement shall provide additional securities or money within one business day so that the value of the collateral is not less than one hundred and two percent (102%) of the repurchase price. At the expiration of each agreement, the District receives payment of the repurchase price as a condition for the transfer of the underlying securities back to the Seller;

8. Negotiable certificates of deposit issued by a nationally or state-chartered bank or a state or federal savings association (as defined in Section 5102 of the California Financial Code) a state or federal credit union, or by a state-licensed branch of a foreign bank. Purchases of negotiable certificates of deposit may not exceed thirty percent (30%) of the District's money which may be invested pursuant to this section. The District is prohibited from investing the District's funds, or funds in the custody of the District, in negotiable certificates of deposit issued by a state or federal credit union if a member of the District's Board of Directors, or any person with investment decision making authority with the District, also serves on the Board of Directors, or any committee appointed by the Board of Directors, or the credit committee or the supervisory committee of the state or federal credit union issuing the negotiable certificates of deposit.
9. Shares of beneficial interest issued by diversified management companies (also known as mutual fund companies) that invest in the securities and obligations as authorized by Government Code, Section 53601(a) to (j), (m) and (n) and that comply with investment restrictions contained in Government Code, Section 53630, et. seq. However, a county or party to a reverse repurchase agreement or securities lending agreement is not required to be a primary dealer of the Federal Reserve Bank of New York if the diversified management company's board of directors finds that the counterparty presents a minimal risk of default, and the value of the securities underlying a repurchase agreement or securities lending agreement may be 100% of the sales price of the securities are marked to market daily. The diversified management company in this section shall have attained the highest ranking or the highest letter and numerical ranking provided by not less than 2 NRSROs. The purchase price of shares of beneficial interest shall not include any commission or load that the company may charge and shall not exceed twenty percent (20%) of the District's money that may be invested pursuant to this Statement of Investment Policy. No more than ten percent (10%) of the District's money may be invested in shares of any one mutual fund referenced in this paragraph (ix);
10. Shares of beneficial interest issued by diversified management companies that are money market funds registered with the Securities and Exchange Commission under the Investment Company Act of 1940 (15 U.S.C. Sec. 80(a-l et seq.). The diversified management company shall have attained the highest ranking or the highest letter in numerical ranking provided by no less than 2 NRSROs. The purchase price of shares of beneficial interest shall not include any commission or load that

the companies may charge and shall not exceed twenty percent (20%) of the District's money that may be invested pursuant to this Statement of Investment Policy.

7) Nondiscrimination

Investments shall not knowingly be made in any institution that practices or supports directly or indirectly through its actions discrimination on the basis of race, religion, color, creed, national or ethnic origin, age, gender, or physical disability.

8) Maximum Maturity

Investment maturities shall be based on a review of cash flow forecasts. Maturities will be scheduled so as to permit the District to meet all projected obligations. No investment shall be made in any security, other than a security underlying a repurchase or reverse repurchase agreement that at the time of the investment has a term remaining to maturity in excess of five years.

9) Ineligible Investments

Any security type or structure not specifically approved by this policy and investment instructions is specifically prohibited. Security types that are thereby prohibited to be purchased include, but are not limited to:

- A. Complex derivative structures such as range notes, inverse floaters, or any other complex variable rate or structure note.
- B. Interest-only strips that are derived from a pool of mortgages, or any security that could result in zero interest accrual if held to maturity.

10) Sales Prior to Maturity

Sales prior to maturity are permitted. It is also recognized that in a changing interest rate environment, it may be financially advantageous to sell investments at a book value loss in order to reinvest in a more profitable security.

11) Reporting

The District Investment Officer shall render to the Board of Directors a monthly report which shall include the following information for investments:

- Distribution of funds within all financial accounts maintained by the District;¹
- Summary of investments including the types of investments, maturity date, yield, costs and market value;²
- Detailed money market investment account activity associated with the purchase of U.S. Treasuries;²
- The current balance, accrued interest and historical effective yield of funds managed by the Local Agency Investment Fund (LAIF).²

¹ This report component is contained within the monthly Unaudited Financial Report.

² This report component is contained within the Investment Summary of the monthly Unaudited Financial Report.

The monthly report shall also:

- A. State compliance of the portfolio to this Investment Policy and State law, or state the manner in which the portfolio is not in compliance.
- B. Include a description of any of the District's funds, investments or programs that are under management of contracted parties, including lending programs.
- C. Include a statement denoting the ability of the District to meet its expenditure requirements of the next six months, or provide an explanation as to why sufficient money shall, or may, not be available.

The District Investment Officer shall annually render to the Board of Directors a Statement of Investment Policy, which the Board of Directors shall consider at a public meeting.

12) Interest Allocation

The District Investment Officer shall allocate interest pursuant to an Interest Allocation Schedule. A list of funds eligible to receive interest shall be maintained by the District Investment Officer.



Director Memorandum 12-019

Date: February 15, 2012

Prepared By: Joseph Zoba, General Manager

Subject: Development Agreement for Tract No. 13375 Located on Oak Glen Road
Approximately 1,500 Feet East of Fremont Street, Yucaipa

Recommendation: Pending.

Attached is a copy of a draft development agreement for the construction of nine homes located on Oak Glen Road. An overview of the proposed agreement was provided at the board workshop on February 7, 2012.

The District staff met with the developer on Thursday, February 9th to discuss minor modifications to the agreement. Based on this meeting, the District staff will be modifying the agreement to address the issue of individual lot sales and the timing of the map recordation. An updated agreement is expected to be distributed prior to the board meeting.

AGREEMENT NO. 02-2011

AGREEMENT TO PROVIDE WATER AND SEWER SERVICE TO THE PRIVATE DEVELOPMENT OF TRACT NO. 13375

This Agreement is made and effective this 15th Day of February, 2012, by and between the YUCAIPA VALLEY WATER DISTRICT, a public agency ("DISTRICT") and Richard Siegmund, ("DEVELOPER"). Each is sometimes referred to herein as a "Party" and jointly as the "Parties".

Contact information for the parties is as follows:

DISTRICT:

Yucaipa Valley Water District
12770 Second Street
Post Office Box 730
Yucaipa, California 92399-0730
Attn: Joseph B. Zoba, General Manager
Telephone: (909) 797-5119
Facsimile: (909) 797-6381

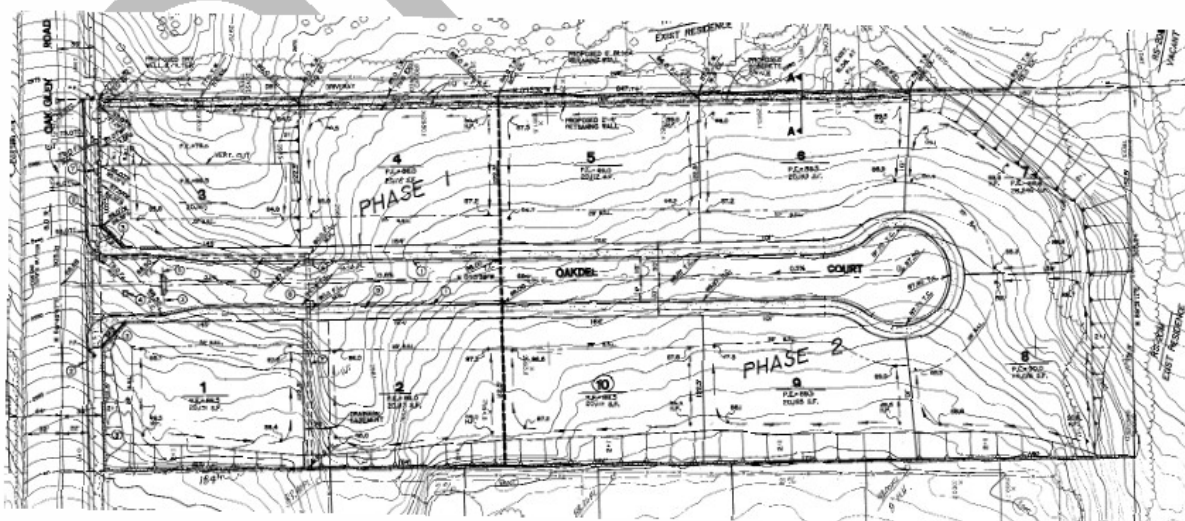
DEVELOPER:

Richard Siegmund
Post Office Box 968
Yucaipa, California 92399
Attn: Richard Siegmund
Telephone: (951) 538-1525
Facsimile: (951) _____

PROJECT OVERVIEW

This project involves the development of nine residential lots, each lot is greater than 20,000 square feet in size. The project is located on Oak Glen Road, approximately 1,500 feet east of Fremont Street in the City of Yucaipa.

The Yucaipa Valley Water District has been involved in the review and planning of this project since the mid-1980's. The District has assigned a project file P-65-67 to the proposed development.



WHEREAS, DEVELOPER desires to develop its property situated within the service area of the DISTRICT, and

WHEREAS, DEVELOPER proposes to develop the DEVELOPER's Property in the manner generally proposed and in accordance with the currently approved maps and construction drawings reviewed by the Yucaipa Valley Water District at this time, and

WHEREAS, DEVELOPER desires to obtain water (as used herein, "water" includes recycled water where applicable) and sewer service from the DISTRICT for its development in accordance with the DISTRICT's Rules, Regulations and Policies; and

WHEREAS, it is the purpose of this Agreement to set forth the terms and conditions by which the DISTRICT will provide water and sewer service to the DEVELOPER's Property.

AGREEMENT

NOW, THEREFORE, in consideration of the mutual promises and covenants contained herein, the DEVELOPER and the DISTRICT agree as follows:

PART A: THE FACILITIES

1. General Description.

a. The DEVELOPER proposes to develop its Property as provided on the approved development construction drawings approved by the DISTRICT which includes potable and recycled water and sewer facilities necessary to serve the development. Prior to receiving service, easements for all water and sewer facilities within the Project shall be secured for DISTRICT related utilities.

b. Ownership, Operation and Maintenance: Once constructed and accepted by the DISTRICT, title to the facilities (and associated right-of-way) shall be conveyed by the DEVELOPER to the DISTRICT, and the DISTRICT shall operate and maintain the facilities and shall provide water and sewer service to the DEVELOPER's Property in accordance with the DISTRICT's rules and regulations and the provisions of this Agreement.

PART B: DESIGN AND CONSTRUCTION

2. Licensed Professionals. All work, labor and services performed and provided in connection with the preparation of real property and right-of-way surveys and descriptions, the preparation of construction specifications, plans and drawings, and the construction of all facilities, shall be performed by, or under the direction of, professionals appropriately licensed by the State of California and in good standing. In the event the DISTRICT reasonably determines, in its sole discretion, that additional licensed professionals are required in order to satisfy the obligations of the DEVELOPER hereunder, the DEVELOPER shall promptly retain such professionals at its sole cost and expense.

3. Plan Acceptance; Facility Acceptance.

a. The DISTRICT shall promptly review and respond to all plans and specifications ("Plans") related to the construction of the facilities. Upon its final review and approval of the plans, the DISTRICT shall sign the construction drawings ("Plan Acceptance") indicating such approval. Plans are subject to an annual review by the District and modifications may be made by the DISTRICT to conform to revised and/or improved construction standards.

b. The DEVELOPER shall not permit, or suffer to permit, the construction of any Facility without having first obtained Plan Acceptance. In the event the DEVELOPER fails or refuses to obtain the DISTRICT's Plan Acceptance, the DISTRICT may refuse, in its sole discretion and without liability to the DEVELOPER, to issue its Facility Acceptance (as that term is defined below) as to such Facility when completed.

c. The DEVELOPER shall not deviate from any approved plans and/or specifications without the DISTRICT's prior written approval.

d. All construction work shall be inspected on a timely basis by DISTRICT personnel and/or by DISTRICT's consultants at the sole cost of the DEVELOPER. The DEVELOPER acknowledges that the inspector(s) shall have the authority to require that any and all unacceptable materials, workmanship, construction and/or installation not in conformance with either (i) the Plans subject to a Plan Acceptance (as modified by any later Plan Acceptances), or (ii) standard practices, qualities and standards in the industry, as reasonably determined by the DISTRICT, shall be replaced, repaired or corrected at DEVELOPER's sole cost and expense.

e. In the event the DEVELOPER's contractor proposes to work overtime and beyond normal business hours, the DEVELOPER shall obtain the DISTRICT's approval at least 24 hours in advance so that inspection services may be appropriately scheduled. The DEVELOPER shall be solely responsible for paying all costs and expenses associated with such inspection services.

f. The DISTRICT shall promptly upon request of DEVELOPER, cause the final inspection of a Facility which DEVELOPER indicates is completed. If the DISTRICT finds such Facilities to have been completed in conformance with the Plans for which a Plan Acceptance has been issued, then DISTRICT shall promptly issue to DEVELOPER its letter ("Facility Acceptance") indicating satisfactory completion of the Facility and DISTRICT's acceptance thereof. Neither inspection nor issuance of the Facility Acceptance shall constitute a waiver by DISTRICT of any claims it might have against DEVELOPER for any defects in the work performed, the materials provided, or the Facility constructed, to the extent such represents a deviation from the Plans approved by the DISTRICT pursuant to the Plan Acceptance.

4. Project Coordination and Designation of DEVELOPER's Representative.

a. The DEVELOPER shall be solely responsible for coordinating the provision of all work, labor, material and services associated with the planning, design and construction of the water and sewer Facilities required for the DEVELOPER's project. The DEVELOPER shall be solely responsible for compliance with all applicable federal, state

and local safety rules and regulations, and shall conduct periodic safety conferences as required by law and common sense.

b. Prior to proceeding with any Facility construction, the DEVELOPER shall schedule and conduct a preconstruction conference with the DISTRICT's General Manager and the DISTRICT Engineer and/or their designees or agents. In the event the DEVELOPER fails or refuses to conduct any such conference, the DISTRICT may refuse, in its sole discretion, to accept the Facilities constructed by the DEVELOPER.

c. The DISTRICT and the DEVELOPER hereby designate the individual identified on page 1 of this Agreement as the person who shall have the authority to represent the DISTRICT and DEVELOPER in matters concerning this Agreement. In order to ensure maximum continuity and coordination, the DISTRICT and DEVELOPER agree not to arbitrarily remove or replace the authorized representative, but in the event of a substitution, the substituting Party shall promptly advise the other Party of such substitution, in writing.

5. DISTRICT's Right to Complete Facilities. The DISTRICT is hereby granted the unqualified right to complete, at DEVELOPER's sole cost and expense, all or any portion of the water and sewer Facilities constructed hereunder in the event the work is abandoned (as defined herein) and such abandonment constitutes a threat to the public's health, safety or welfare.

6. Construction of Connections to DISTRICT Facilities. Unless otherwise agreed to in writing by the DISTRICT, the DISTRICT shall furnish all labor, materials and equipment necessary to construct and install connections between the DEVELOPER's Facilities and the DISTRICT's water, recycled water, and sewer systems. All costs and expenses associated therewith shall be paid by the DEVELOPER.

7. Compliance With Law and DISTRICT Regulations. The DEVELOPER hereby agrees that all Facilities shall be planned, designed and constructed in accordance with all applicable laws, rules, regulations and policies in effect at the time of construction. The DEVELOPER shall strictly comply with all applicable law, rules and regulations, concerning the provision of services, materials and the payment of wages. The DEVELOPER shall keep fully informed of and obey all laws, rules and regulations, and shall indemnify the DISTRICT against any liability arising from DEVELOPER's violation of any such law, rule or regulation.

8. DEVELOPER's Warranties. The DEVELOPER shall unconditionally guaranty, for a period of one year following the DISTRICT's Facility Acceptance thereof, any and all materials and workmanship, at the DEVELOPER's sole cost and expense. The provision of temporary water service through any of the DEVELOPER's Facilities, prior to DISTRICT's acceptance of same, shall not nullify nor diminish the DEVELOPER's warranty obligation, nor shall the DEVELOPER's warranty obligation be voided if the DISTRICT determines, in its sole discretion, to make any emergency repairs necessary to protect the public's health, safety or welfare or to ensure continuity of water or sewer service. The DISTRICT shall notify DEVELOPER of such emergency repairs.

9. Testing and Disinfection. Upon approval by the DISTRICT, the DEVELOPER, at its sole cost and expense, shall undertake and satisfactorily complete a testing program for all Facilities prior to acceptance by the DISTRICT, and to disinfect all water Facilities in accordance with the DISTRICT's procedures and other applicable laws, rules and regulations.

10. Bond Requirements. The DEVELOPER shall provide to the DISTRICT, in a form satisfactory to the DISTRICT, the following bonds:

a. A Performance and Warranty Bond. A performance bond issued by a corporate surety or sureties licensed and permitted to do business by and within the State of California in an amount not less than one hundred percent (100%) of any and all construction work to be conducted or performed under this Agreement. A warranty bond issued by a corporate surety or sureties licensed and permitted to do business by and within the State of California in an amount not less than one hundred percent (100%) of the total cost of any and all construction performed hereunder, insuring against any and all defects in the Facilities constructed hereunder, for a period of not less than one full year after the date of acceptance thereof by the DISTRICT.

b. A Labor and Materials Payment Bond issued by a corporate surety or sureties licensed and permitted to do business by and within the State of California in an amount not less than one hundred percent (100%) of the total cost of any and all construction performed hereunder per California Civil Code Sections 3247 and 3248(a).

c. Miscellaneous Bond Requirements. All bonds required by this Section 10 shall be provided to the DISTRICT within sixty (60) days of the date that this Agreement was approved by the DISTRICT's Board of Directors. All bonds required by this section are subject to the approval as to form and content by the General Manager and DISTRICT's Legal Counsel. All bonds required by this section shall be provided by a surety that is an "admitted" surety insurer authorized to transact surety insurance in California, with assets exceeding its liabilities in the amount equal to or in excess of the amount of the bonds, and each bond shall not be in excess of ten percent (10%) of the surety insurer's assets. The bond shall be duly executed and shall meet all of the requirements of Section 995.660 of the Code of Civil Procedure.

PART C: TITLE TO FACILITIES; OPERATION

11. Title to Facilities and Right-of-Way.

a. Provided that the DEVELOPER's Facilities are designed and constructed as required hereunder and the DISTRICT proposes to issue its Facility Acceptance, the DEVELOPER shall, concurrently with the DISTRICT's Facility Acceptance, convey ownership title to all Facilities (and right-of-way, if applicable) to the DISTRICT, free and clear of any and all liens and encumbrances except those that are expressly agreed to by the DISTRICT. The DISTRICT may require fee title or an easement, depending upon the location of the Facility through action by the Board of Directors. Upon conveyance of title, the DISTRICT shall assume the responsibility of operating and maintaining the Facilities, subject to the DEVELOPER's warranty as provided herein. The DEVELOPER acknowledges and agrees that the DISTRICT shall not be obligated to operate and maintain the Facilities and to provide service to and through them until all applicable conditions hereunder are satisfied and title to the Facilities has been conveyed and delivered to the DISTRICT in recordable form.

b. A form for the *Grant of Easement and Rights-of-Way* and *Bill of Sale of the Facilities* is available from the District upon request.

12. Risk of Loss. Until such time as acceptance thereof by the DISTRICT, and until good and marketable title to the easements, rights-of-way and Facilities are conveyed and delivered to the DISTRICT in recordable form, the DEVELOPER shall be solely and completely responsible for any and all losses and/or damage of every kind or nature to the easements, rights-of-way and Facilities.

13. Conditions Precedent to the Provision of Water and Sewer Service. Unless the DISTRICT otherwise agrees in writing, the DISTRICT shall not be obligated to provide any water and/or sewer service to the DEVELOPER's project or any part thereof, including model homes, until after all of the appropriate obligations imposed upon the DEVELOPER have been fulfilled including, without limitation, conveyance to the DISTRICT of the right-of-way and Facilities associated with the requested service. Upon acceptance of the right-of-way and appurtenant Facilities and upon such other terms and conditions as may be reasonable, the DISTRICT shall provide the service requested and assume the responsibility for operating and maintaining the affected Facilities. Service provided by the DISTRICT shall be in accordance with its rules and regulations and shall be comparable in quality of service to that provided all similarly situated customers.

PART D: FEES AND CREDITS

14. DEVELOPER's Fees, Charges, Costs and Expenses. The DEVELOPER shall be solely responsible for the payment to the DISTRICT of all fees, charges, costs and expenses related to this development.

a. DEVELOPER Trust Account Deposit: The DEVELOPER shall deposit with the DISTRICT, to be held in a trust account administered by the DISTRICT, the sum of 10% of the construction costs as a deposit prior to receiving grading/building permits for the Project. The DEVELOPER acknowledges and hereby agrees that the DISTRICT is authorized, from time-to-time, to reimburse itself from the funds on deposit. The District shall provide a monthly accounting of how funds were disbursed. The DEVELOPER further agrees to periodically and promptly replenish, upon a billing issued therefore by the DISTRICT, the trust fund in order to maintain a minimum amount as specified by the DISTRICT. Should any unexpended funds remain in the trust account upon termination of this Agreement, then such funds shall be reimbursed to the DEVELOPER.

b. Current Fees and Charges: In the event of a change in the DISTRICT's schedule of fees and charges, such change shall automatically be incorporated into this Agreement as though set forth in full. Unless otherwise agreed to in writing by the DISTRICT, the DEVELOPER shall pay, when due, the then-current amount of the applicable fee or charge.

15. DISTRICT Financial Participation; Credits. The DISTRICT may agree to participate in certain facilities for this Project. Any participation or financial contribution to construct the water and wastewater infrastructure associated with this project is contained in Part G - Special Conditions of this Agreement.

PART E: PERMITS AND DOCUMENTATION

16. Permits, Licenses and CEQA Documentation. The DEVELOPER shall be solely responsible for securing and paying for all permits and licenses necessary to develop its project. The DEVELOPER shall be solely responsible for complying with the California Environmental Quality Act under the auspices of the City and/or County within which the Property is situated. However, upon request, the DEVELOPER shall furnish to the DISTRICT all relevant environmental documentation and information. The DEVELOPER, at its sole cost and expense, shall be solely responsible for defending against any and all legal challenges to the DEVELOPER'S entitlements including permits, licenses and CEQA documents.

17. Documents Furnished by the DEVELOPER. The DEVELOPER shall furnish to the DISTRICT project documentation as required by the District specified below, within the time periods specified. Each and every document submittal shall consist of a fully executed original or certified copy (in recordable form, if applicable) and four copies.

Document(s)	Due Date
Certification of Streets to Rough Grade	Prior to Construction
Field Engineering Surveys ("Cut Sheets")	Prior to Construction
Liability Insurance Certificate(s)	Prior to Construction
Performance Bond	Prior to Construction
Labor and Materials Bond	Prior to Construction
Warranty Bond	Prior to Construction
City/County Encroachment Permits and Conditions	Prior to Construction
Soil Compaction Tests	Prior to Acceptance
Grant of Easements and Rights-of-Way	Prior to Acceptance
Bill of Sale	Prior to Acceptance
List of Approved Street Addresses and Assessor Parcel Numbers	Prior to Setting Meter
Notice of High/Low Water Pressure	Prior to Setting Meter
Notice of Water Pumping Facility	Prior to Construction
Mechanic's Lien Releases	Upon Request of District

NOTE: The DEVELOPER hereby acknowledges and agrees that the foregoing list is not intended to be exclusive; therefore, the DISTRICT reserves the right to request, from time-to-time, additional documents or documentation or not require certain documents listed above.

PART F: INSURANCE AND INDEMNIFICATION

18. Indemnification and Hold Harmless. The DEVELOPER and the DISTRICT agree that the DISTRICT should, to the extent permitted by law, be fully protected from any loss, injury, damage, claim, lawsuit, cost, expense, attorneys' fees, litigation costs, defense costs, court costs or any other costs arising out of or in any way related to the performance by DEVELOPER of this Agreement. Accordingly, the provisions of this indemnity provision are intended by the parties to be interpreted and construed to provide the fullest protection possible under the law to the DISTRICT, except for liability attributable to the DISTRICT's active negligence. DEVELOPER acknowledges that the DISTRICT would not enter into this Agreement in the absence of this commitment from the DEVELOPER to indemnify and protect the DISTRICT as set forth here.

Therefore, the DEVELOPER shall defend, indemnify and hold harmless the DISTRICT, its employees, agents and officials, from any liability, claims, suits, actions, arbitration proceedings, administrative proceedings, regulatory proceedings, losses, expenses or costs of any kind,

whether actual, alleged or threatened, actual attorneys' fees incurred by the DISTRICT, court costs, interest, defense costs including expert witness fees and any other costs or expenses of any kind whatsoever without restriction or limitation incurred in relation to, as a consequence of or arising out of or in any way attributable actually, allegedly or impliedly, in whole or in part in the performance by DEVELOPER of this Agreement. All obligations under this provision are to be paid by the DEVELOPER as incurred by the DISTRICT.

19. Insurance. The DEVELOPER agrees to provide insurance in accordance with the requirements set forth here throughout the term of this Agreement. If the DEVELOPER uses existing coverage to comply with these requirements and that coverage does not meet the requirements set forth herein, the DEVELOPER agrees to amend, supplement or endorse the existing coverage to do so. The following coverages will be provided by the DEVELOPER and maintained on behalf of the DISTRICT and in accordance with the requirements set forth herein.

a. Commercial General Liability Insurance (Primary) shall be provided on ISO-CGL Form No. CG 00 01 10 93. Policy limits shall be no less than \$1,000,000 per occurrence for all coverages and \$2,000,000 general aggregate. The DISTRICT and its officials, employees and agents shall be added as additional insureds using ISO Form CG 20 10 10 93. Coverage shall apply on a primary non-contributing basis in relation to any other insurance or self-insurance, primary or excess, available to the DISTRICT or any employee or agent of the DISTRICT. Coverage shall not be limited to the vicarious liability or supervisory role of any additional insured. Coverage shall contain no contractors' limitation endorsement. There shall be no endorsement or modification limiting the scope of coverage for liability arising from explosion, collapse, or underground property damage.

b. Umbrella Liability Insurance (over Primary) shall apply to bodily injury/property damage, personal injury/advertising injury, at a minimum, and shall include a "drop down" provision providing primary coverage above a maximum \$25,000 self-insured retention for liability not covered by primary policies but covered by the umbrella policy. Coverage shall be following form to any underlying coverage. Coverage shall be provided on a "pay on behalf" basis, with defense costs payable in addition to policy limits. There shall be no cross-liability exclusion and no contractor's limitation endorsement. Policy limits shall be not less than \$2,000,000 per occurrence and in the aggregate, above any limits required in the underlying policies. The policy shall have starting and ending dates concurrent with the underlying coverages.

c. Workers' Compensation/Employer's Liability shall provide workers' compensation statutory benefits as required by law. Employer's liability limits shall be no less than \$1,000,000 per accident or disease. Employer's liability coverage shall be scheduled under any umbrella policy described above. Unless otherwise agreed, this policy shall be endorsed to waive any right of subrogation as respects the DISTRICT, its employees or agents.

d. The DEVELOPER and the DISTRICT further agree as follows:

i. All insurance coverage provided pursuant to this Agreement shall not prohibit the DEVELOPER, and the DEVELOPER's employees or agents, from waiving the right of subrogation prior to a loss. The DEVELOPER waives its right of subrogation against the DISTRICT.

ii. Unless otherwise approved by the DISTRICT in writing, the DEVELOPER's insurance shall be written by insurers authorized to do business in the State of California and with a minimum "Best's" Insurance Guide rating of "A:VII". Self-insurance will not be considered to comply with these insurance specifications.

iii. The DEVELOPER agrees to provide evidence of the insurance required herein, satisfactory to the DISTRICT, consisting of certificate(s) of insurance evidencing all of the coverages required and an additional insured endorsement to the DEVELOPER's general liability and umbrella liability policies. Certificate(s) are to reflect that the insurer will provide 30 days notice of any cancellation of coverage. The DEVELOPER agrees to require its insurer to modify such certificate(s) to delete any exculpatory wording stating that failure of the insurer to mail written notice of cancellation imposes no obligation, and to delete the word "endeavor" with regard to any notice provisions. The DEVELOPER agrees to provide complete certified copies of policies to the DISTRICT within 10 days of the DISTRICT's request for such copies.

iv. In the event of any loss that is not insured due to the failure of the DEVELOPER to comply with these requirements, the DEVELOPER agrees to be responsible for any all losses, claims, suits, damages, defense obligations and liability of any kind attributed to the DISTRICT, or the DISTRICT's officials, employees and agents as a result of such failure.

v. The DEVELOPER agrees not to attempt to avoid its defense and indemnity obligations to the DISTRICT and its employees, agents and officials by using as defense the DEVELOPER's statutory immunity under workers' compensation and similar statutes.

PART G: SPECIAL CONDITIONS

20. The following conditions, being contained herein, will be required by the District in order to receive water, recycled water and sewer service for the Project.

a. Potable Water Related Facilities: An existing potable water pipelines currently exist within the boundary of Tract No. 13375 and shall be extended north within the development to serve the individual lots pursuant to Yucaipa Valley Water District rules and regulations as well as all current applicable standards for dual plumbed homes and fire sprinkler service.

b. Sewer Related Facilities: An existing sewer mainline currently exists within the boundary of Tract No. 13375 and shall be extended north within the development to serve the individual lots pursuant to Yucaipa Valley Water District rules and regulations.

c. Recycled Water Related Facilities: The existing home on Lot 1 and entrance feature for the development was constructed prior to the installation of any recycled water infrastructure. Due to the current progress of the development, a recycled water pipeline will not be required to be installed to provide service to lots within Tract No. 13375. However, Lots 2, 4, 5, 6, 7, 8, 9, and 10 will be required to have a second water meter for irrigation purposes and dedicated for the use of recycled water in the future.

The recycled water meter shall be identified as such and connected to the potable water mainline until a recycled water pipeline is constructed within the Development by the District.

d. The DEVELOPER shall pay all water, wastewater, and recycled water development impact fees based on the fee in effect at the time prior to receiving building permits. In the event of individual lot sales, the DEVELOPER shall provide written notification to the buyer of each lot about the required payment of development impact fees and recycled water use requirements.

f. The DEVELOPER shall be responsible for the payment of all invoices related to the Project. Any outstanding invoice amount is required to be paid prior to starting service to any individual lot within the tract boundary.

PART H: MISCELLANEOUS

21. Term and Termination of Agreement.

a. Unless extended by mutual agreement of the parties in writing, this Agreement shall terminate at 5:00 p.m., on the day before the sixth (6th) anniversary date of this Agreement; provided, however, that this Agreement shall automatically terminate, without further liability to either party, as follows:

i. If the Project related trust account maintains a negative fund balance for greater than 30 days, or if the DEVELOPER fails or refuses to make a trust account deposit sufficient to cure a negative account balance; or

ii. Within 6 months of the effective date of this Agreement, if the initial construction contemplated hereunder has not commenced within such time; or

iii. Immediately, upon abandonment or bankruptcy by the DEVELOPER of the DEVELOPER's project and/or the work hereunder; or

iv. Within 45 days of the date of the issuance of a Notice of Default by the DISTRICT to the DEVELOPER in the event the DEVELOPER fails or refuses to perform, keep or observe any of the terms, conditions or covenants set forth in this Agreement.

b. Any termination of this Agreement shall not be construed as a waiver of any claim the DISTRICT may have against the DEVELOPER or that the DEVELOPER may have against the DISTRICT.

c. In the event of termination, and in order to counteract any threat to the public's health, safety or welfare, the DISTRICT shall have the right, without liability to the DEVELOPER, to complete, at the DEVELOPER's non-reimbursable expense, all or a portion of the Facilities constructed pursuant to this Agreement.

d. Notwithstanding the foregoing, the Indemnification clauses contained herein shall survive the termination of this Agreement:

22. Status of the Parties. This Agreement is not intended to create, and nothing herein contained shall be construed to create, an association, a trust, a joint venture, a partnership or other entity of any kind, or to constitute either party as the agent, employee or partner of the other.

23. Amendment; Assignment.

a. Amendment. This Agreement may be amended, from time-to-time, by mutual agreement of the DISTRICT and the DEVELOPER, in writing signed by both parties. The DISTRICT and the DEVELOPER further agree that to the extent this Agreement does not address all aspects of the DEVELOPER's phased Project, the parties shall meet and confer and negotiate in good faith, and execute a written amendment or supplement to this Agreement.

b. Assignment. This Agreement shall not be assigned, whether in whole or in part, by the DEVELOPER without the prior written consent of the DISTRICT, which consent may be withheld in the event that the DISTRICT determines, in its sole discretion, that the assignee is not financially capable of assuming the obligations of the assignor under this Agreement. This Agreement shall bind the parties hereto and their respective successors and assigns.

24. Force Majeure. If either the DISTRICT or the DEVELOPER is delayed, hindered or prevented from performing any term of this Agreement by any cause beyond either party's control including, without limitation, any strike, walkout, prohibitions imposed by law, rules or regulations, riot, war, act of God or the default of the other party, then such performance may be excused or the time of performance tolled during the period of delay.

25. Incorporation of Prior Agreements. This Agreement contains all of the agreements of the parties with respect to any matter covered or mentioned in this Agreement, and no prior agreement or understanding pertaining to any such matter shall be effective for any purpose.

26. Waiver. No waiver by either party of any provisions of this Agreement shall be deemed to be a waiver of any other provision hereof or of any subsequent breach by either party of the same or any other provisions.

27. Severance. If any provision of this Agreement is determined to be void by any court of competent jurisdiction then such determination shall not affect any other provision of this Agreement provided that the purpose of this Agreement is not frustrated.

28. DISTRICT's Disclaimer. Utilizing fees and Facilities provided to the DISTRICT by the DEVELOPER, the DISTRICT will supply potable water, recycled water, and wastewater collection and treatment services to the DEVELOPER's Property and development thereon. However, the DISTRICT shall not be obligated to utilize public funds to subsidize the DEVELOPER's Project. The DISTRICT shall not be obligated to provide water or recycled water service in the event supplies are inadequate or nonexistent, except in accordance with its rules and regulations.

29. Preparation of This Agreement. This Agreement shall not be construed against the party preparing it, but shall be construed as if both parties prepared it.

30. Arbitration.

a. Any dispute as to the construction, interpretation or implementation of this Agreement, or any rights or obligations hereunder, shall be submitted to binding arbitration. Arbitration shall be conducted by the Judicial Arbitration and Mediation Services, Inc./Endispute, or its successor, or any other neutral, impartial arbitration service that the parties mutually agree upon in accordance with its rules in effect at the time of the commencement of the arbitration proceeding, and as set forth in this Paragraph. The arbitrator chosen must decide each and every dispute in accordance with the laws of the State of California, and all other applicable laws. The arbitrator's decision and award are subject to judicial review by a Superior Court of competent venue and jurisdiction for material errors of fact or law. Upon a showing of good cause the arbitrator may permit limited discovery in the arbitration proceeding. Unless the parties enter into a written stipulation to the contrary, prior to the appointment of the arbitrator, all disputes shall first be submitted to non-binding mediation, conducted by the Judicial Arbitration and Mediation Services, Inc./Endispute, or its successor, or any other neutral, impartial mediation service that the parties mutually agree upon in accordance with its rules for such mediation.

b. Provided, however, that after first commencing binding arbitration under subparagraph a., if a Party desires a temporary or permanent remedy which JAMS is not legally capable of providing and a state court of general jurisdiction is so capable, then that Party may elect to pursue such remedy through the state court system, but such election shall result in the entire matter being transferred to such court for all purposes and the arbitration action terminated.

[SIGNATURES TO FOLLOW ON NEXT PAGE]

IN WITNESS WHEREOF, the parties have executed is Agreement to be effective on the day and year first above written.

YUCAIPA VALLEY WATER DISTRICT

Dated: _____

By: _____

Print Name

Print Title

DEVELOPER

Dated: _____

By: _____

Print Name

Print Title

DRAFT

DIRECTOR COMMENTS

ANNOUNCEMENTS