



DESCANSO COMMUNITY WATER DISTRICT

September 20, 2022

POSTED:

NOTICE

A Regular Meeting of the Board of Directors of the Descanso Community Water District (DCWD) has been called for:

Tuesday, September 20th, 2022, 7:00 pm

Descanso Town Hall, Viejas Grade Blvd., Descanso, CA

AGENDA

1. **CALL TO ORDER, PLEDGE OF ALLEGIANCE.**
2. **ROLL CALL.**
3. **APPROVAL OF AGENDA.**
4. **PUBLIC COMMENT:** An opportunity for the public to comment on any topic that is within the jurisdiction of the Board and not on this agenda. No Board action is authorized for items not on this agenda. The total amount of time allocated for public comment may be limited, and each speaker may be limited to no more than 3 minutes (Brown Act, Section 54954.3).
5. **APPROVAL OF THE MINUTES:** The Board will review the draft minutes from the following meetings and take appropriate action:
 - Regular Meeting held on August 2, 2022.
6. **FINANCIAL REPORT:** The District's accountant will present the financial report to the Board. The Board will consider approval and take appropriate action. Final Acceptance for Viejas Boulevard Pipeline Improvements
7. **APPROVAL OF PURCHASE OF LAPTOP FOR DCWD BILLING PROGRAM:** The board will discuss the purchase of a laptop for the DCWD billing program and take appropriate action.
8. **GENERAL MANAGER'S REPORT:** The GM will provide a report for activities occurring since the last meeting.
 - A. Engineering and Project Status Report.
 - B. GM Report.
 - C. Q&A.
9. **DCWD BOARD OF DIRECTORS NEWSLETTER:** The Board will discuss a draft outline of the DCWD Board of Directors Newsletter and take appropriate action.
10. **OTHER ITEMS DIRECTLY RELATED TO THE ABOVE-DESCRIBED MATTERS AS MAY BE BROUGHT BEFORE THE BOARD OF DIRECTORS**
11. **MOTION TO ADJOURN**

Board of Directors		
<p>Maureen Phillips</p> <p>President</p> <p>(619) 445-6042</p>	<p>Gary Sanner</p> <p>Vice President</p> <p>(619) 672-4843</p>	<p>Lee Johnson</p> <p>Financial Officer</p> <p>(619) 445-4122</p>
<p>Vacancy</p>	<p>Vacancy</p>	<p>Dan DeMoss</p> <p>General Manager</p> <p>(916) 616-7761</p>

NOTE: Arrangements will be made for handicapped accessibility as required. Please contact the District by calling (855) 224-6981 (7 days a week-24/7). The next regular meeting of the Descanso Community Water District Board of Directors will be held on December 20, 2022.

Item 1

CALL TO ORDER, PLEDGE OF ALLEGIANCE

Item 2

ROLL CALL:

1. Lee Johnson
2. Dan DeMoss
4. Gary Sanner
5. Maureen Phillips

Item 3

APPROVAL OF AGENDA:

The Board will review and discuss any last-minute revisions to the posted agenda.

Notes:

Item 4

PUBLIC COMMENT:

An opportunity for the public to comment on any topic that is within the jurisdiction of the Board and not on this agenda. No board action is authorized for items not on this agenda. The total amount of time allocated for public comment may be limited and each speaker may be limited to no more than 3 minutes (Brown Act Section 54854.3).

Notes:

Minutes

A Meeting of the Board of Directors of the Descanso Community Water District (DCWD) has been called for:

***Tuesday, August 2nd, 2022, 7:00 pm
Descanso Town Hall, Viejas Grade Blvd., Descanso, CA***

1. **CALL TO ORDER, PLEDGE OF ALLEGIANCE:** The meeting was called to order by President Phillips at 7:04 PM.
2. **ROLL CALL:** Members present were Phillips, Sanner and Johnson. Dan DeMoss with CRWA. SUSP/DCWD Operations Manager Travis Creamer and SUSP/DCWD Billing Specialist Cierra Boykin.
3. **APPROVAL OF AGENDA:** The agenda was approved unanimously. A motion was given by Sanner and second by Johnson, all were in favor.
4. **PUBLIC COMMENT:** No comments were made from the public.
5. **APPROVAL OF THE MINUTES OF THE MARCH 2022, MEETING:** Sanner asked that his contact number on the Board of Directors list be changed. A motion was given by Johnson and a second by Sanner, all were in favor.
6. **FINANCIAL REPORT:** Jason Kaminsky was unable to make the meeting, so DeMoss briefly went over the financial reports with the board. A motion was given by Johnson and a second by Sanner, all were in favor.
7. **PROPOSED FY 2022/2023 BUDGET:** DeMoss went over the proposed budget. Phillips asked about the treatment chemicals etc., DeMoss answered her questions and discussed the price increases. A motion was given by Sanner and a second by Johnson, all were in favor.
8. **ACCOUNTING SERVICES ENGAGEMENT RENEWAL:** Phillips briefly went over the renewal as well as the price increase. The accounting services renewal was approved unanimously. A motion was given by Sanner and a second by Johnson, all were in favor.

9. **AUDIT SERVICES AGREEMENT:** The audit services were approved to be renewed at the last meeting; they are just awaiting signature. Phillips and Boykin will schedule a time to meet at the office and sign the papers. No vote needed.
10. **AMENDMENT NO. 5 TO TASK ORDER NO. 8 WITH NV5- WELL AND TREATMENT FACILITY DESIGN:** DeMoss went over the task order as well as price changes. Phillips had questions regarding why the fee had raised to \$73,800 and DeMoss gave an explanation. It was requested that Boykin email James Owens asking him to further explain the charges for Task 3C so the board could get a better understanding on why there are charges for “Well 6 Improvements” when that well is meant to be abandoned/destroyed. A motion was given by Johnson and a second by Sanner, all were in favor.
11. **AMENDMENT NO. 2 TO TASK ORDER NO. 11 WITH NV5- CLOMR:** DeMoss went over Task Order No. 2 as well as the charges. A motion was given by Johnson and a second by Sanner, all were in favor.
12. **AMENDMENT NO. 3 TO MASTER SERVICES AGREEMENT WITH NV5:** Phillips went over the NV5 rate increase as well as proposed the idea of her writing a letter to NV5 regarding the delay in the project. DeMoss suggested looking into another engineering company after the current project is finished. No vote needed.
13. **GENERAL MANAGERS REPORT:** DeMoss went over item 13A, and Creamer went over the General Manager’s report. The three month look ahead is currently the same as last meeting’s. DeMoss asked how we are doing on parts, to which Creamer replied that inventory is good. No vote needed.
14. **DCWD BOARD OF DIRECTOR’S NEWSLETTER:** A newsletter is not needed at this time.
15. **SUCH OTHER ITEMS DIRECTLY RELATED TO THE ABOVE-DESCRIBED MATTERS AS MAY BE BROUGHT BEFORE THE BOARD OF DIRECTORS:** Phillips asked that information regarding the upcoming Board Member Election be posted to the website. Phillips also brought up that Sanner’s term will come to an end in January 2023, so they planned to go to the registrar of voters to re-instate his position since Sanner would like to re-run. No vote needed.
16. **MOTION TO ADJOURN:** A motion was given by Johnson and a second by Sanner to adjourn the meeting at 7:45 PM.

Board of Directors		
Maureen Phillips President (619) 445-6042	Gary Sanner Vice President (619) 672-4843	Lee Johnson Finance Officer (619) 445-4122
	Vacant Director	Dan DeMoss General Manager (916) 616-7761

Item 6

FINANCIAL REPORT:

The District's accountant will present the financial report to the Board. The Board will consider approval and take appropriate action.

Notes:

Descanso Community Water District
Statement of Net Position
As of June 30, 2022

	Jun 30, 22
ASSETS	
Current Assets	
Checking/Savings	
Cash and Cash Equivalents	
Cash	
General Fund7573-Cal Bank	
Installment Fund-USDA Series 21	48,184
Reserve Fund-USDA Series 2021	6,436
Depr Reserve-USDA Series 2021	5,734
General Fund7573-Cal Bank - Other	280,626
Total General Fund7573-Cal Bank	340,980
Checking7680-Cal Bank	19,342
Emgncy/Cap ImproveFund-Cal Bank	490,155
Installment Fund - US Bank	7
Reserve Fund - US Bank	37,019
Deposits In Transit	
Cash	732
Total Deposits In Transit	732
Total Cash	888,235
Total Cash and Cash Equivalents	888,235
Total Checking/Savings	888,235
Accounts Receivable	
Customer Accounts Receivable	
Customer Accounts Receivable	
Customer Prepayments	-1,946
Customer Accounts Receivable - Other	219,817
Total Customer Accounts Receivable	217,871
Total Customer Accounts Receivable	217,871
Allowance for Doubtful Accounts	-3,181
Total Accounts Receivable	214,690
Other Current Assets	
Security Deposits	
Town Hall	100
Office 28857B Old Hwy 80	450
County of San Diego	1,160
Total Security Deposits	1,710
Materials and Supplies	
Plant Material	29,788
Total Materials and Supplies	29,788
Prepayments	
G&A	249
Taxes/Fees	149
Total Prepayments	398
Total Other Current Assets	31,896
Total Current Assets	1,134,821

Descanso Community Water District
Statement of Net Position
As of June 30, 2022

	Jun 30, 22
Fixed Assets	
Utility Plant-At Original Cost	
Utility plant-original cost	
Land & Ld Rights-TD	152,779
Struct & Improv-Pump	7,764
Pumping Struct & Improvement	4,139
Pumping Struct & Improvements	9,419
Wells & Springs	
Well #1	11,463
Well #5	92,804
Well #6	31,078
Total Wells & Springs	135,345
Dist Res & Standpipes	6,250
Dist. Res & Standpipes	279,803
T & D Mains-4" and less	3,635
T & D Mains-6"-8"	2,134,478
T & D Mains -12"	194,866
Services	36,108
Meters	51,594
Hydrants	13,171
Other T&D Plant	44,931
Fencing	5,200
Other P/E - Eng Evaluation	11,148
Power Operated Equipment	854
Tools/Shop/Garage Equip	1,875
Miscellaneous Equipment	24,920
Total Utility plant-original cost	3,118,279
Total Utility Plant-At Original Cost	3,118,279
Accumulated Depreciation	
Utility Plant-Acc Depr	-943,570
Total Accumulated Depreciation	-943,570
Total Fixed Assets	2,174,709
Other Assets	
Uncapitalized Fixed Assets -WIP	
Easement Acquisition (405-190-3)	
Task 13 (\$7690)	7,551
Total Easement Acquisition (405-190-3)	7,551
Well #5-Fe/Mn Plant	
Task 04 (\$29945)	25,808
Task 06 (\$56990)	56,990
Task 08 (\$232209)	205,408
Task 09 (\$151.5K)	96,087
Task 11 (\$14512)	14,122
Well #5-Fe/Mn Plant - Other	42,352
Total Well #5-Fe/Mn Plant	440,767

Descanso Community Water District
Statement of Net Position
As of June 30, 2022

	<u>Jun 30, 22</u>
Well #6-Fe/Mn Plant	
Task 04 (\$29945)	25,808
Task 06 (\$56990)	56,990
Task 08 (\$232209)	205,408
Task 09 (\$151.5K)	96,087
Task 11 (\$14512)	14,122
Well #6-Fe/Mn Plant - Other	42,352
Total Well #6-Fe/Mn Plant	<u>440,767</u>
Uncapitalized Fixed Assets -WIP - Other	3,328
Total Uncapitalized Fixed Assets -WIP	<u>892,413</u>
Total Other Assets	892,413
TOTAL ASSETS	<u><u>4,201,943</u></u>
LIABILITIES & EQUITY	
Liabilities	
Current Liabilities	
Accounts Payable	
Accts Pay - General	51,917
Total Accounts Payable	<u>51,917</u>
Other Current Liabilities	
Current Portion of LTD	
Loan Payable - Union Bank of Ca	17,000
Loan Payable - SD County	4,185
USDA Series 2021A Short Term	23,000
USDA Series 2021B Short Term	6,000
Total Current Portion of LTD	<u>50,185</u>
Interest Accrued	
Int Accr-LTD-Outside	23,100
Total Interest Accrued	<u>23,100</u>
Total Other Current Liabilities	<u>73,285</u>
Total Current Liabilities	<u>125,202</u>
Long Term Liabilities	
Long-Term Debt	
Loan Payable - UBOC 4/2038	377,236
Loan Payable-SD County 1/2041	103,997
USDA Series 2021A Long Term	1,469,000
USDA Series 2021B Long Term	44,000
Loan Costs USDA Series 2021	-19,051
Total Long-Term Debt	<u>1,975,182</u>
Total Long Term Liabilities	<u>1,975,182</u>
Total Liabilities	<u>2,100,384</u>
Equity	
Previous Net Position	1,568,520
Net Income	533,040
Total Equity	<u>2,101,560</u>
TOTAL LIABILITIES & EQUITY	<u><u>4,201,944</u></u>

Descanso Community Water District
Statement of Revenues, Expenses, & Change in Net Position
 April through June 2022

	<u>Apr 22</u>	<u>Budget</u>	<u>\$ Over Budget</u>	<u>% of Budget</u>	<u>May 22</u>	<u>Budget</u>	<u>\$ Over Budget</u>	<u>% of Budget</u>
Ordinary Income/Expense								
Income								
Operating Revenues	41,352	41,084	268	101%	42,584	43,723	-1,139	97%
Total Income	41,352	41,084	268	101%	42,584	43,723	-1,139	97%
Gross Profit	41,352	41,084	268	101%	42,584	43,723	-1,139	97%
Expense								
Operating Expenses	846	971	-125	87%	982	1,046	-64	94%
Water Treatment	0	1,891	-1,891	0%	520	620	-100	84%
Repairs and Maintenance	1,855	2,512	-657	74%	617	2,511	-1,894	25%
Transmission & Distribution	25,707	25,919	-212	99%	25,707	25,919	-212	99%
Depreciation	5,869	9,951	-4,082	59%	5,869	9,951	-4,082	59%
General & Administrative	2,511	10,269	-7,758	24%	3,817	3,920	-103	97%
Total Expense	36,788	51,513	-14,725	71%	37,512	43,967	-6,455	85%
Net Ordinary Income	4,564	-10,429	14,993	-44%	5,072	-244	5,316	-2,079%
Other Income/Expense								
Other Income								
Treatment Plant Project Charge	7,639	7,639	0	100%	7,639	7,639	0	100%
Viejas Grade Project Charge	1,581	1,581	0	100%	1,581	1,581	0	100%
Supp Debt Charge	4,505	4,504	1	100%	4,505	4,505	0	100%
Interest Income	18	15	3	120%	23	15	8	153%
Total Other Income	13,743	13,739	4	100%	13,748	13,740	8	100%
Other Expense								
Interest Expense	4,671	4,659	12	100%	4,671	4,659	12	100%
Total Other Expense	4,671	4,659	12	100%	4,671	4,659	12	100%
Net Other Income	9,072	9,080	-8	100%	9,077	9,081	-4	100%
Net Income	<u>13,636</u>	<u>-1,349</u>	<u>14,985</u>	<u>-1,011%</u>	<u>14,149</u>	<u>8,837</u>	<u>5,312</u>	<u>160%</u>

Descanso Community Water District
Statement of Revenues, Expenses, & Change in Net Position
 April through June 2022

					TOTAL			
	Jun 22	Budget	\$ Over Budget	% of Budget	Apr - Jun 22	Budget	\$ Over Budget	% of Budget
Ordinary Income/Expense								
Income								
Operating Revenues	43,861	43,720	141	100%	127,797	128,527	-730	99%
Total Income	43,861	43,720	141	100%	127,797	128,527	-730	99%
Gross Profit	43,861	43,720	141	100%	127,797	128,527	-730	99%
Expense								
Operating Expenses	1,886	1,302	584	145%	3,714	3,319	395	112%
Water Treatment	140	2,037	-1,897	7%	660	4,548	-3,888	15%
Repairs and Maintenance	969	2,512	-1,543	39%	3,441	7,535	-4,094	46%
Transmission & Distribution	25,707	25,918	-211	99%	77,121	77,756	-635	99%
Depreciation	5,869	9,951	-4,082	59%	17,607	29,853	-12,246	59%
General & Administrative	9,146	4,021	5,125	227%	15,474	18,210	-2,736	85%
Total Expense	43,717	45,741	-2,024	96%	118,017	141,221	-23,204	84%
Net Ordinary Income	144	-2,021	2,165	-7%	9,780	-12,694	22,474	-77%
Other Income/Expense								
Other Income								
Treatment Plant Project Charge	7,639	7,638	1	100%	22,917	22,916	1	100%
Viejas Grade Project Charge	1,581	1,582	-1	100%	4,743	4,744	-1	100%
Supp Debt Charge	4,505	4,504	1	100%	13,515	13,513	2	100%
Interest Income	41	15	26	273%	82	45	37	182%
Total Other Income	13,766	13,739	27	100%	41,257	41,218	39	100%
Other Expense								
Interest Expense	4,671	4,659	12	100%	14,013	13,977	36	100%
Total Other Expense	4,671	4,659	12	100%	14,013	13,977	36	100%
Net Other Income	9,095	9,080	15	100%	27,244	27,241	3	100%
Net Income	9,239	7,059	2,180	131%	37,024	14,547	22,477	255%

Descanso Community Water District
Statement of Revenues, Expenses, & Change in Net Position
 July 2021 through June 2022

	<u>Jul 21</u>	<u>Budget</u>	<u>\$ Over Budget</u>	<u>% of Budget</u>	<u>Aug 21</u>	<u>Budget</u>	<u>\$ Over Budget</u>	<u>% of Budget</u>
Ordinary Income/Expense								
Income								
Operating Revenues	49,387	45,787	3,600	108%	46,713	45,787	926	102%
Total Income	49,387	45,787	3,600	108%	46,713	45,787	926	102%
Gross Profit	49,387	45,787	3,600	108%	46,713	45,787	926	102%
Expense								
Operating Expenses	1,737	1,365	372	127%	1,663	1,404	259	118%
Water Treatment	6,643	1,813	4,830	366%	375	1,967	-1,592	19%
Repairs and Maintenance	1,260	2,506	-1,246	50%	3,450	2,506	944	138%
Transmission & Distribution	24,713	25,919	-1,206	95%	24,768	25,919	-1,151	96%
Depreciation	6,134	3,548	2,586	173%	6,132	3,547	2,585	173%
General & Administrative	3,070	4,900	-1,830	63%	2,410	3,919	-1,509	61%
Total Expense	43,557	40,051	3,506	109%	38,798	39,262	-464	99%
Net Ordinary Income	5,830	5,736	94	102%	7,915	6,525	1,390	121%
Other Income/Expense								
Other Income								
Treatment Plant Project Charge	7,590	7,639	-49	99%	7,615	7,639	-24	100%
Viejas Grade Project Charge	1,571	1,581	-10	99%	1,576	1,581	-5	100%
Supp Debt Charge	4,476	4,505	-29	99%	4,490	4,504	-14	100%
Interest Income	7	15	-8	47%	13	15	-2	87%
Grant Funds	380,772				0			
Total Other Income	394,416	13,740	380,676	2,871%	13,694	13,739	-45	100%
Other Expense								
Interest Expense	6,685	4,734	1,951	141%	4,346	4,734	-388	92%
Total Other Expense	6,685	4,734	1,951	141%	4,346	4,734	-388	92%
Net Other Income	387,731	9,006	378,725	4,305%	9,348	9,005	343	104%
Net Income	<u>393,561</u>	<u>14,742</u>	<u>378,819</u>	<u>2,670%</u>	<u>17,263</u>	<u>15,530</u>	<u>1,733</u>	<u>111%</u>

Descanso Community Water District
Statement of Revenues, Expenses, & Change in Net Position
 July 2021 through June 2022

	<u>Sep 21</u>	<u>Budget</u>	<u>\$ Over Budget</u>	<u>% of Budget</u>	<u>Oct 21</u>	<u>Budget</u>	<u>\$ Over Budget</u>	<u>% of Budget</u>
Ordinary Income/Expense								
Income								
Operating Revenues	45,159	44,785	374	101%	42,064	44,728	-2,664	94%
Total Income	45,159	44,785	374	101%	42,064	44,728	-2,664	94%
Gross Profit	45,159	44,785	374	101%	42,064	44,728	-2,664	94%
Expense								
Operating Expenses	1,954	1,124	830	174%	1,171	1,171	0	100%
Water Treatment	0	707	-707	0%	185	1,843	-1,658	10%
Repairs and Maintenance	599	2,506	-1,907	24%	2,023	2,512	-489	81%
Transmission & Distribution	24,712	25,919	-1,207	95%	24,712	25,918	-1,206	95%
Depreciation	5,881	3,296	2,585	178%	5,869	3,284	2,585	179%
General & Administrative	2,495	6,615	-4,120	38%	4,656	5,357	-701	87%
Total Expense	35,641	40,167	-4,526	89%	38,616	40,085	-1,469	96%
Net Ordinary Income	9,518	4,618	4,900	206%	3,448	4,643	-1,195	74%
Other Income/Expense								
Other Income								
Treatment Plant Project Charge	7,639	7,639	0	100%	7,615	7,638	-23	100%
Viejas Grade Project Charge	1,581	1,582	-1	100%	1,576	1,581	-5	100%
Supp Debt Charge	4,505	4,505	0	100%	4,490	4,504	-14	100%
Interest Income	12	15	-3	80%	12	15	-3	80%
Grant Funds	0				0			
Total Other Income	13,737	13,741	-4	100%	13,693	13,738	-45	100%
Other Expense								
Interest Expense	4,346	4,734	-388	92%	4,309	4,702	-393	92%
Total Other Expense	4,346	4,734	-388	92%	4,309	4,702	-393	92%
Net Other Income	9,391	9,007	384	104%	9,384	9,036	348	104%
Net Income	<u>18,909</u>	<u>13,625</u>	<u>5,284</u>	<u>139%</u>	<u>12,832</u>	<u>13,679</u>	<u>-847</u>	<u>94%</u>

Descanso Community Water District
Statement of Revenues, Expenses, & Change in Net Position
 July 2021 through June 2022

	<u>Nov 21</u>	<u>Budget</u>	<u>\$ Over Budget</u>	<u>% of Budget</u>	<u>Dec 21</u>	<u>Budget</u>	<u>\$ Over Budget</u>	<u>% of Budget</u>
Ordinary Income/Expense								
Income								
Operating Revenues	41,312	41,567	-255	99%	41,460	42,358	-898	98%
Total Income	41,312	41,567	-255	99%	41,460	42,358	-898	98%
Gross Profit	41,312	41,567	-255	99%	41,460	42,358	-898	98%
Expense								
Operating Expenses	1,440	1,427	13	101%	774	913	-139	85%
Water Treatment	1,080	652	428	166%	7,567	1,960	5,607	386%
Repairs and Maintenance	319	2,511	-2,192	13%	627	2,511	-1,884	25%
Transmission & Distribution	24,712	25,919	-1,207	95%	24,712	25,919	-1,207	95%
Depreciation	5,869	3,284	2,585	179%	5,869	3,284	2,585	179%
General & Administrative	2,608	3,920	-1,312	67%	5,305	4,021	1,284	132%
Total Expense	36,028	37,713	-1,685	96%	44,854	38,608	6,246	116%
Net Ordinary Income	5,284	3,854	1,430	137%	-3,394	3,750	-7,144	-91%
Other Income/Expense								
Other Income								
Treatment Plant Project Charge	7,639	7,639	0	100%	7,639	7,639	0	100%
Viejas Grade Project Charge	1,581	1,581	0	100%	1,581	1,582	-1	100%
Supp Debt Charge	4,505	4,505	0	100%	4,505	4,504	1	100%
Interest Income	13	15	-2	87%	13	15	-2	87%
Grant Funds	0				0			
Total Other Income	13,738	13,740	-2	100%	13,738	13,740	-2	100%
Other Expense								
Interest Expense	4,314	4,702	-388	92%	4,314	4,702	-388	92%
Total Other Expense	4,314	4,702	-388	92%	4,314	4,702	-388	92%
Net Other Income	9,424	9,038	386	104%	9,424	9,038	386	104%
Net Income	<u>14,708</u>	<u>12,892</u>	<u>1,816</u>	<u>114%</u>	<u>6,030</u>	<u>12,788</u>	<u>-6,758</u>	<u>47%</u>

Descanso Community Water District
Statement of Revenues, Expenses, & Change in Net Position
 July 2021 through June 2022

	<u>Jan 22</u>	<u>Budget</u>	<u>\$ Over Budget</u>	<u>% of Budget</u>	<u>Feb 22</u>	<u>Budget</u>	<u>\$ Over Budget</u>	<u>% of Budget</u>
Ordinary Income/Expense								
Income								
Operating Revenues	40,440	41,540	-1,100	97%	41,043	41,537	-494	99%
Total Income	40,440	41,540	-1,100	97%	41,043	41,537	-494	99%
Gross Profit	40,440	41,540	-1,100	97%	41,043	41,537	-494	99%
Expense								
Operating Expenses	841	978	-137	86%	824	885	-61	93%
Water Treatment	140	546	-406	26%	380	588	-208	65%
Repairs and Maintenance	889	2,511	-1,622	35%	487	2,512	-2,025	19%
Transmission & Distribution	31,678	25,919	5,759	122%	25,707	25,918	-211	99%
Depreciation	5,869	9,951	-4,082	59%	5,869	9,951	-4,082	59%
General & Administrative	2,392	5,118	-2,726	47%	2,887	3,920	-1,033	74%
Total Expense	41,809	45,023	-3,214	93%	36,154	43,774	-7,620	83%
Net Ordinary Income	-1,369	-3,483	2,114	39%	4,889	-2,237	7,126	-219%
Other Income/Expense								
Other Income								
Treatment Plant Project Charge	7,639	7,639	0	100%	7,639	7,638	1	100%
Viejas Grade Project Charge	1,581	1,581	0	100%	1,581	1,581	0	100%
Supp Debt Charge	4,505	4,505	0	100%	4,505	4,504	1	100%
Interest Income	13	15	-2	87%	12	15	-3	80%
Grant Funds	0				0			
Total Other Income	13,738	13,740	-2	100%	13,737	13,738	-1	100%
Other Expense								
Interest Expense	2,154	4,691	-2,537	46%	4,703	4,691	12	100%
Total Other Expense	2,154	4,691	-2,537	46%	4,703	4,691	12	100%
Net Other Income	11,584	9,049	2,535	128%	9,034	9,047	-13	100%
Net Income	<u>10,215</u>	<u>5,566</u>	<u>4,649</u>	<u>184%</u>	<u>13,923</u>	<u>6,810</u>	<u>7,113</u>	<u>204%</u>

Descanso Community Water District
Statement of Revenues, Expenses, & Change in Net Position
 July 2021 through June 2022

	<u>Mar 22</u>	<u>Budget</u>	<u>\$ Over Budget</u>	<u>% of Budget</u>	<u>Apr 22</u>	<u>Budget</u>	<u>\$ Over Budget</u>	<u>% of Budget</u>
Ordinary Income/Expense								
Income								
Operating Revenues	41,145	41,084	61	100%	41,352	41,084	268	101%
Total Income	41,145	41,084	61	100%	41,352	41,084	268	101%
Gross Profit	41,145	41,084	61	100%	41,352	41,084	268	101%
Expense								
Operating Expenses	843	1,014	-171	83%	846	971	-125	87%
Water Treatment	265	636	-371	42%	0	1,891	-1,891	0%
Repairs and Maintenance	834	2,511	-1,677	33%	1,855	2,512	-657	74%
Transmission & Distribution	25,707	25,919	-212	99%	25,707	25,919	-212	99%
Depreciation	5,869	9,951	-4,082	59%	5,869	9,951	-4,082	59%
General & Administrative	8,088	5,515	2,573	147%	2,511	10,269	-7,758	24%
Total Expense	41,606	45,546	-3,940	91%	36,788	51,513	-14,725	71%
Net Ordinary Income	-461	-4,462	4,001	10%	4,564	-10,429	14,993	-44%
Other Income/Expense								
Other Income								
Treatment Plant Project Charge	7,639	7,639	0	100%	7,639	7,639	0	100%
Viejas Grade Project Charge	1,581	1,582	-1	100%	1,581	1,581	0	100%
Supp Debt Charge	4,505	4,505	0	100%	4,505	4,504	1	100%
Interest Income	14	15	-1	93%	18	15	3	120%
Grant Funds	0				0			
Total Other Income	13,739	13,741	-2	100%	13,743	13,739	4	100%
Other Expense								
Interest Expense	4,703	4,691	12	100%	4,671	4,659	12	100%
Total Other Expense	4,703	4,691	12	100%	4,671	4,659	12	100%
Net Other Income	9,036	9,050	-14	100%	9,072	9,080	-8	100%
Net Income	<u>8,575</u>	<u>4,588</u>	<u>3,987</u>	<u>187%</u>	<u>13,636</u>	<u>-1,349</u>	<u>14,985</u>	<u>-1,011%</u>

Descanso Community Water District
Statement of Revenues, Expenses, & Change in Net Position
 July 2021 through June 2022

	<u>May 22</u>	<u>Budget</u>	<u>\$ Over Budget</u>	<u>% of Budget</u>	<u>Jun 22</u>	<u>Budget</u>	<u>\$ Over Budget</u>	<u>% of Budget</u>
Ordinary Income/Expense								
Income								
Operating Revenues	42,584	43,723	-1,139	97%	43,861	43,720	141	100%
Total Income	42,584	43,723	-1,139	97%	43,861	43,720	141	100%
Gross Profit	42,584	43,723	-1,139	97%	43,861	43,720	141	100%
Expense								
Operating Expenses	982	1,046	-64	94%	1,886	1,302	584	145%
Water Treatment	520	620	-100	84%	140	2,037	-1,897	7%
Repairs and Maintenance	617	2,511	-1,894	25%	969	2,512	-1,543	39%
Transmission & Distribution	25,707	25,919	-212	99%	25,707	25,918	-211	99%
Depreciation	5,869	9,951	-4,082	59%	5,869	9,951	-4,082	59%
General & Administrative	3,817	3,920	-103	97%	9,146	4,021	5,125	227%
Total Expense	37,512	43,967	-6,455	85%	43,717	45,741	-2,024	96%
Net Ordinary Income	5,072	-244	5,316	-2,079%	144	-2,021	2,165	-7%
Other Income/Expense								
Other Income								
Treatment Plant Project Charge	7,639	7,639	0	100%	7,639	7,638	1	100%
Viejas Grade Project Charge	1,581	1,581	0	100%	1,581	1,582	-1	100%
Supp Debt Charge	4,505	4,505	0	100%	4,505	4,504	1	100%
Interest Income	23	15	8	153%	41	15	26	273%
Grant Funds	0				0			
Total Other Income	13,748	13,740	8	100%	13,766	13,739	27	100%
Other Expense								
Interest Expense	4,671	4,659	12	100%	4,671	4,659	12	100%
Total Other Expense	4,671	4,659	12	100%	4,671	4,659	12	100%
Net Other Income	9,077	9,081	-4	100%	9,095	9,080	15	100%
Net Income	<u>14,149</u>	<u>8,837</u>	<u>5,312</u>	<u>160%</u>	<u>9,239</u>	<u>7,059</u>	<u>2,180</u>	<u>131%</u>

Descanso Community Water District
Statement of Revenues, Expenses, & Change in Net Position
July 2021 through June 2022

	TOTAL			
	Jul '21 - Jun 22	Budget	\$ Over Budget	% of Budget
Ordinary Income/Expense				
Income				
Operating Revenues	516,520	517,700	-1,180	100%
Total Income	<u>516,520</u>	<u>517,700</u>	<u>-1,180</u>	<u>100%</u>
Gross Profit	516,520	517,700	-1,180	100%
Expense				
Operating Expenses	14,961	13,600	1,361	110%
Water Treatment	17,295	15,260	2,035	113%
Repairs and Maintenance	13,929	30,121	-16,192	46%
Transmission & Distribution	308,542	311,025	-2,483	99%
Depreciation	70,968	79,949	-8,981	89%
General & Administrative	49,385	61,495	-12,110	80%
Total Expense	<u>475,080</u>	<u>511,450</u>	<u>-36,370</u>	<u>93%</u>
Net Ordinary Income	41,440	6,250	35,190	663%
Other Income/Expense				
Other Income				
Treatment Plant Project Charge	91,571	91,665	-94	100%
Viejas Grade Project Charge	18,952	18,976	-24	100%
Supp Debt Charge	54,001	54,054	-53	100%
Interest Income	191	180	11	106%
Grant Funds	380,772			
Total Other Income	<u>545,487</u>	<u>164,875</u>	<u>380,612</u>	<u>331%</u>
Other Expense				
Interest Expense	53,887	56,358	-2,471	96%
Total Other Expense	<u>53,887</u>	<u>56,358</u>	<u>-2,471</u>	<u>96%</u>
Net Other Income	491,600	108,517	383,083	453%
Net Income	<u><u>533,040</u></u>	<u><u>114,767</u></u>	<u><u>418,273</u></u>	<u><u>464%</u></u>

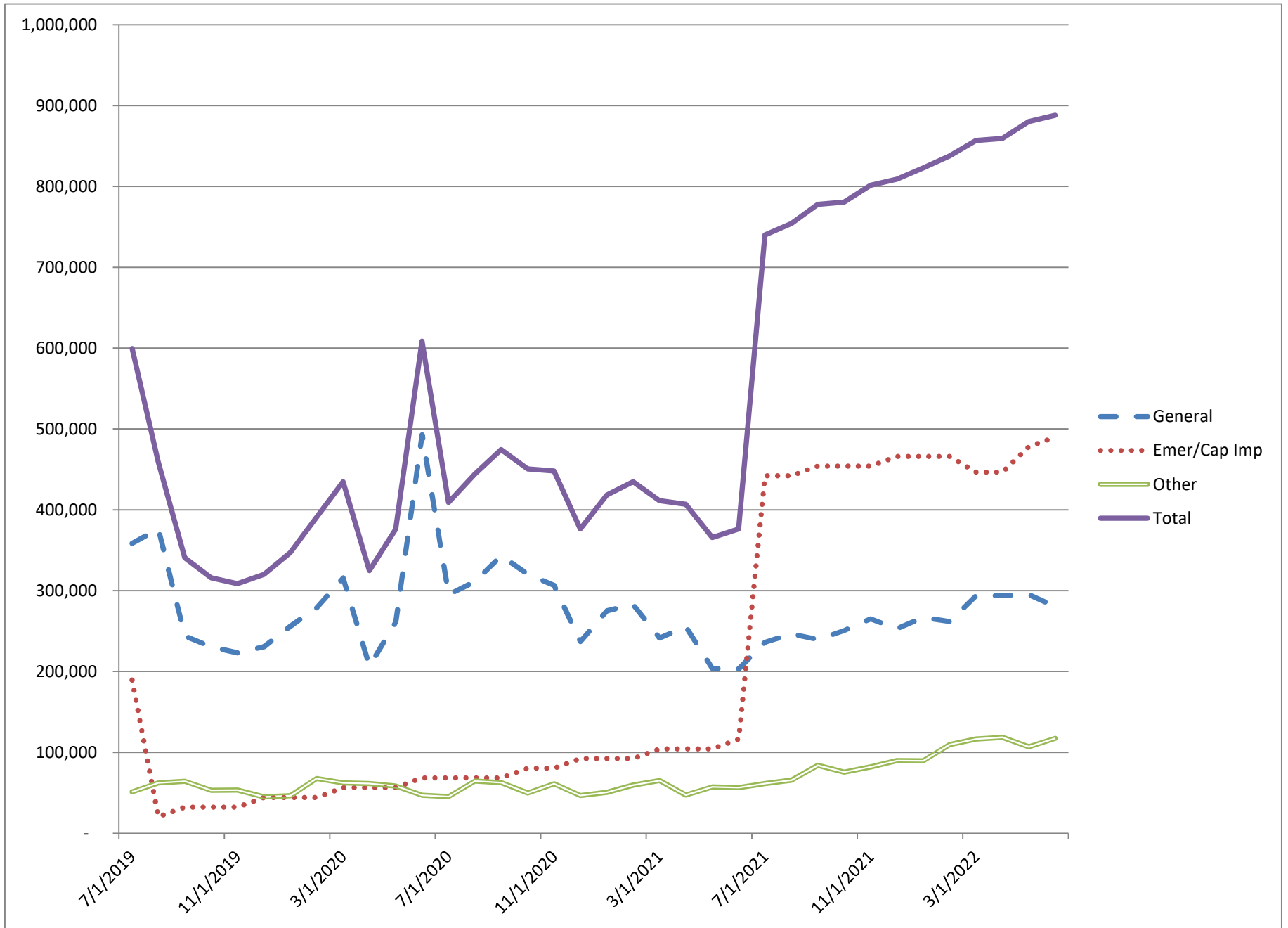
Descanso Community Water District
Statement of Cash Flows
 April through June 2022

	Apr - Jun 22
OPERATING ACTIVITIES	
Net Income	37,023
Adjustments to reconcile Net Income to net cash provided by operations:	
Customer Accounts Receivable:Customer Accounts Receivable	-14,129
Customer Accounts Receivable:Customer Accounts Receivable:Customer Prepayments	-549
Allowance for Doubtful Accounts	600
Materials and Supplies:Plant Material	-200
Prepayments:G&A	83
Prepayments:Taxes/Fees	250
Accts Pay - General	-5,009
Accts Pay - Accrued	-375
Interest Accrued:Int Accr-LTD-Outside	4,333
Net cash provided by Operating Activities	22,028
INVESTING ACTIVITIES	
Accumulated Depreciation:Utility Plant-Acc Depr	17,606
Uncapitalized Fixed Assets -WIP	-276
Net cash provided by Investing Activities	17,330
FINANCING ACTIVITIES	
Current Portion of LTD:Loan Payable - Union Bank of Ca	-8,200
Long-Term Debt:Loan Costs USDA Series 2021	122
Net cash provided by Financing Activities	-8,078
Net cash increase for period	31,280
Cash at beginning of period	856,954
Cash at end of period	888,234

Descanso Community Water District
Statement of Cash Flows
July 2021 through June 2022

	Jul '21 - Jun 22
OPERATING ACTIVITIES	
Net Income	533,040
Adjustments to reconcile Net Income to net cash provided by operations:	
Customer Accounts Receivable:Customer Accounts Receivable	-45,769
Customer Accounts Receivable:Customer Accounts Receivable:Customer Prepayments	-878
Allowance for Doubtful Accounts	2,400
Materials and Supplies:Plant Material	-200
Prepayments:G&A	-7
Prepayments:Taxes/Fees	-7
Security Deposits:Town Hall	-100
Accts Pay - General	-57,646
Interest Accrued:Int Accr-LTD-Outside	16,375
CoBank Bridge Loan (\$1.492M)	-1,492,000
Current Portion of LTD:USDA Series 2021A Short Term	23,000
Current Portion of LTD:USDA Series 2021B Short Term	6,000
Net cash provided by Operating Activities	-1,015,793
INVESTING ACTIVITIES	
Utility Plant-At Original Cost:Utility plant-original cost:T & D Mains-6"-8"	-1,794,183
Utility Plant-At Original Cost:Utility plant-original cost:T & D Mains- 6"-8"	104,049
Utility Plant-At Original Cost:Utility plant-original cost:T & D Mains -6"-8"	548,970
Accumulated Depreciation:Utility Plant-Acc Depr	70,965
Uncapitalized Fixed Assets -WIP	-1,480
Uncapitalized Fixed Assets -WIP:Well #5-Fe/Mn Plant:Task 08 (\$232209)	-11,844
Uncapitalized Fixed Assets -WIP:Well #6-Fe/Mn Plant:Task 08 (\$232209)	-11,844
Debt and Preferred Stock Expense:Loan Costs	11,052
Uncapitalized Fixed Assets -WIP:Fe/Mn Pipeline	12,450
Uncapitalized Fixed Assets -WIP:Fe/Mn Pipeline:Main Contractor (\$1.147M)	1,098,022
Uncapitalized Fixed Assets -WIP:Fe/Mn Pipeline:Task 12 (\$34670)	30,693
Uncapitalized Fixed Assets -WIP:Well #5-Fe/Mn Plant:Task 09 (\$151.5K)	-802
Uncapitalized Fixed Assets -WIP:Well #5-Fe/Mn Plant:Task 11 (\$14512)	-561
Uncapitalized Fixed Assets -WIP:Well #6-Fe/Mn Plant:Task 09 (\$151.5K)	-802
Uncapitalized Fixed Assets -WIP:Well #6-Fe/Mn Plant:Task 11 (\$14512)	-561
Net cash provided by Investing Activities	54,122
FINANCING ACTIVITIES	
Current Portion of LTD:Loan Payable - Union Bank of Ca	800
Current Portion of LTD:Loan Payable - SD County	134
Long-Term Debt:Loan Payable - UBOC 4/2038	-17,000
Long-Term Debt:Loan Payable-SD County 1/2041	-4,185
Long-Term Debt:USDA Series 2021A Long Term	1,469,000
Long-Term Debt:USDA Series 2021B Long Term	44,000
Long-Term Debt:Loan Costs USDA Series 2021	-19,051
Net cash provided by Financing Activities	1,473,699
Net cash increase for period	512,028
Cash at beginning of period	376,206
Cash at end of period	888,234

DCWD Cash Flow Balances



Unaudited - No assurance is provided on these financial statements

DCWD OPERATIONS REPORT

September 20th 2022

SUMMARY

- Normal day to day operations of the district
- Several call outs for Leaks
- Cameron attending apprentice classes
- Annual inventory completed
- Annual EAR Complete
- Annual CCR Complete

3 MONTH LOOK AHEAD

- Well #6 rehab out to bid/completion
- Office?
- Treatment plant building out to bid
- Meter/meter box changeouts
- Back Flow Testing

Item 10

SUCH OTHER ITEMS DIRECTLY RELATED TO THE ABOVE-DESCRIBED MATTERS AS MAY BE BROUGHT BEFORE THE BOARD OF DIRECTORS.

Notes:
