



Calaveras County Water District Quarterly Financial Report

Fiscal Year 2009-10 First Quarter

October 28, 2009

Prepared by the Finance Department

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EXECUTIVE SUMMARY

The Quarterly Financial Report is a financial and management report showing the relationship between budgeted and actual revenues, expenditures and encumbrances on a quarterly basis. The report is an analysis of the financial status of the District's major funds for the first quarter of Fiscal Year (FY) 2009-10, covering the three month period from July 1, 2009 through September 30, 2009. The report provides an analysis of each fund's actual revenues, expenditures and fund balance as compared to the FY 2009-10 budget. Please refer to the Appendices for detailed schedules of the District's key funds for the period ending September 30, 2009, including cumulative fund balances from prior years. The document includes an analysis of the unaudited revenue and expenditure activity for the District's:

- Operating Fund
- Outstanding Debt
- Expansion Funds
- Capital Improvement Program
- Investment Portfolio
- Interest Reserve Fund

CURRENT FINANCIAL CONDITION

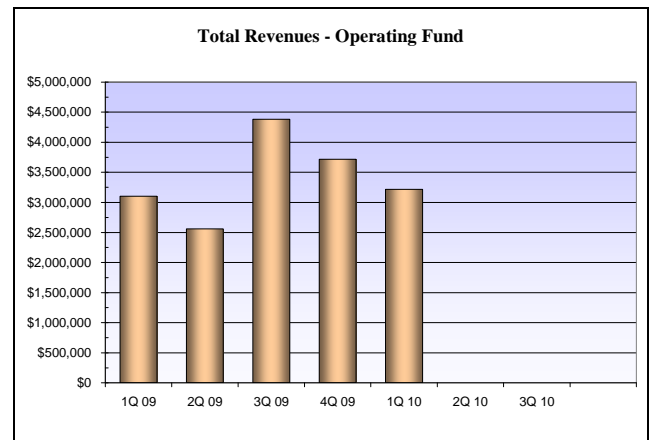
Despite the recent recession and the State budget crisis, the District's financial condition remains sound as of September 30, 2009. This condition can be attributed to aggressive measures taken by the District in response to the economic downturn. These efforts started with the implementation of cost cutting measures early in the 2008-09 fiscal year, and continued with the adoption of a balanced fiscal year 2009-10 budget.

The 2008-09 fiscal year cost reduction effort, along with an increase in one-time revenues, enabled the District to reduce its 2008-09 budgeted operating deficit of \$1.4 million to an actual deficit of \$800,000. This effort was extremely important as it not only reduced the year-end transfer from the Interest Reserve Fund to the Operating Fund by \$600,000, it ensured the interest reserve balance remained above the limit as adopted by the Board of Directors. This preservation of capital is critical to the District's ongoing effort to withstand the continued effects of the economic downturn and the

and State's own budget crisis. Confirmation of the District's efforts came when the State's recent suspension of Proposition 1A (2004), which required the District to absorb the State's borrowing of eight percent (8%) of the FY 2009-10 property tax revenues, took place without requiring further cuts to the District's operating budget.

OPERATING FUND REVENUE

The Operating Fund is the District's main fund. For financial reporting purposes this fund contains both water and wastewater operations. Revenues in this fund are further delineated by operating revenues and non-operating revenues. Although budgeted as part of the Operating Fund, Debt Service and its corresponding funding will be presented in a separate section. After three months of operations, total unaudited Operating Fund revenues were \$3,217,307, or 23.5% of budget (Appendix A). Last year at this time, \$2,999,999 or 23.3% of the total annual revenue estimate had been received.



Operating Revenues:

- Water Rate revenues were \$1,971,480 or 30.8% of budget through September 30, 2009. Compared to last year at September 30, 2008 water rate revenue is up \$74,340 or 3.9%. This increase is due in part to the monthly base rate increase effective July 1, 2009. The residential base rate increased from \$29.00 per month to \$32.50 per month. There was no increase in the consumptive rate.



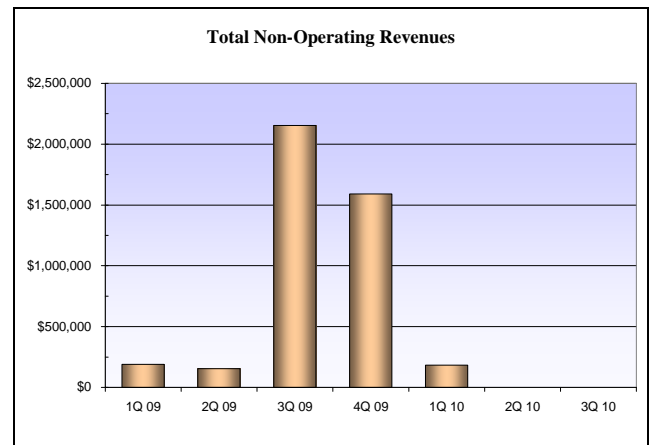
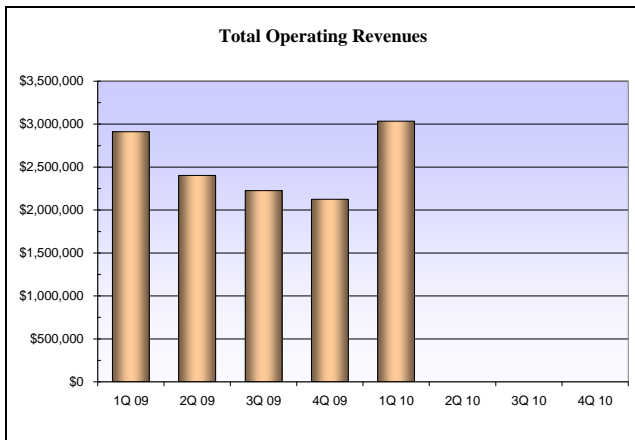
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- Wastewater Rate revenues were \$920,680 or 28.5% of budget through September 30, 2009. Compared to last year at September 30, 2008 wastewater rate revenue has increased 8.5%, or \$72,039. The revenue increase is attributed to the increase in the monthly residential base rate, effective July 1, 2009. Rates were increased from \$54.00 per month to \$58.50 per month.
- Other Operating revenues totaled \$142,508 through September 30, 2009, or 21.8% of budget. This is a 14.0% decrease compared to the first quarter of 2008, or -\$23,264. Other Operating revenues include account establishment fees, delinquent account fees, inspection fees, plan check fees, backflow certification fees, repairs and reimbursements, developer reimbursements, and wholesale, irrigation and hydrant sales.

- Grant revenues are collected in arrears. The \$32,000 in grant revenue budgeted in FY 2009-10 is currently on hold until the District decides whether or not to proceed with the project. If the project is canceled; the corresponding budgeted expenditures will not be incurred.
- Other Non-Operating revenues were at 27.3% of budget, or \$173,126, a decrease of 3.3% over prior year. Non-Operating revenues are comprised of power sales, both North Folk and New Hogan, cellular tower rental fees, interest earned on loan-receivables, and other district reimbursements.



Non-Operating Revenues:

- Property tax revenues are distributed in January, May and August, with August's distribution accrued in the prior fiscal year. The District will not receive a property tax distribution until the third quarter of the fiscal year.
- Stand-By fees are also distributed in January, May and August. The District will not receive stand-by fee revenue until the third and fourth quarters of the fiscal year.
- Investment income ended the quarter at 31.7% of budget, or \$9,514. Compared to the prior year, revenues decreased slightly by \$1,114, or 10.5%. Declining yields in the market have contributed greatly to the drop in investment income.

OPERATING FUND EXPENDITURES

The FY 2009-10 Operating expenditure budget includes approximately \$7,677,319 in salaries and benefits, \$5,036,800 for services and supplies, and \$332,000 for capital outlay and projects. At the end of the first quarter it is expected that on average, 25% of the allocated budget has been expended.

Through the end of the first quarter, Operating Fund unaudited expenditures were at 22.7% of budget. In total, expenditures decreased 3.1%, or \$95,443, from FY 2008-09 (See Appendix B). This decrease is largely due to the cost reduction program implemented as part of the 2009-10 fiscal year budget process, with savings in both salaries and benefits, and services and supplies.



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Operating Fund Expenditures - By Category

	Budget FY 2009-10	Actual Sep 30, 2009	Percent of	
			Budget	Total Exp
Salaries and Benefits	\$ 7,677,319	\$ 1,756,103	22.9%	59.2%
Services and Supplies	5,036,800	1,041,534	20.7%	35.1%
Capital Outlay	332,000	170,305	51.3%	5.7%
Total Expenditures	\$ 13,046,119	\$ 2,967,942	22.7%	100.0%

- Salaries and Benefits expenditures are \$1,756,103 or 22.9% of budget through September 30, 2009. Compared to the first quarter of FY 2008-09, salaries and benefits have decreased by \$107,743 or -5.8%. The decrease is a result of current vacancies and the reduction in force that decreased the number of funded positions from 71 to 67. This reduction occurred in June 2009 and was part of the FY 2009-10 budget process.
- Services and Supplies expenditures are 20.7% of budget, or \$1,041,534. Compared to last year at September 30, 2008 service and supplies expenditures have decreased by 10.1%, or \$116,891. Even though overall expenditures are less than 25%, there are four line items that require attention and continued monitoring:
 - Recruiting – Budgeted in Administration, year to date expenditures are \$3,327, or 118.8% of a \$2,800 budget. Human Resources has processed three recruitments, with at least one more, the General Manager’s position, to be completed this fiscal year.
 - Bad Debt Expense – Part of the Finance Department, currently \$27,343; or 45.6% of a \$60,000 budget. After only \$6,010 of bad debt expense incurred in the first two months, \$21,333 was recorded in September. Foreclosures and the economy are still having a negative effect on collections. The District will continue to monitor these expenditures to see if September expenses were a one-time event or a trend.
 - Chemicals – Expended as part of Utility Services operations. Currently \$85,635 out of a \$275,000 budget, or 31.1%. The District will continue to monitor this activity.

- Laboratory Services – Utilities budgeted \$200,000 for laboratory services in FY 2009-10. Current expenditures are \$66,409, or 33.2% of budget. These expenditures will be monitored for the balance of the fiscal year.
- Outside Legal Services – Included in the Administrative and Water Resources budget, Outside Legal Service covers general counsel, human resources, water rights, and other legal needs as required. The District has no in-house legal counsel. The combined budget for the District is \$262,000. To date legal expenditures total \$28,905, or 11.0% of budget. Compared to last fiscal year legal costs have decreased \$33,676, or -53.8%. However it must be noted that there is only one month of fees in the total for 2009-10 whereas two months are included in the 2008-09 amount. Payment of legal fees often lag 1-2 months from the date of actual work.
- Capital Outlay – Includes the purchase of capital equipment, vehicles, and capital maintenance projects that are not part of the Capital Improvement Program (CIP). The \$332,000 FY 2009-10 capital outlay budget is as follows:

Operating Fund Expenditures - Capital Outlay

	Budget FY 2009-10	Actual Sep 30, 2009	Percent of	
			Budget	Total Exp
VOIP Telephone System	\$ 52,000	\$ -	0.0%	0.0%
SCADA Upgrades	80,000	1,500	1.9%	0.9%
Electrical Panels	50,000	-	0.0%	0.0%
Pressure Relief Valves	50,000	-	0.0%	0.0%
Pump Station Upgrade, SCADA, & Warehouse	100,000	36,485	36.5%	21.4%
JL Training Center	-	289	0.0%	0.2%
Pumper Truck *	-	132,031	0.0%	77.5%
Total Expenditures	\$ 332,000	\$ 170,305	51.3%	100.0%

* Ordered in FY 2008-09, delivered to District in FY 2009-10

The purchase of the pumper truck for Utilities was included in the FY 2008-09 budget and ordered in the 2008-09 fiscal year. However the truck was delivered after the end of the fiscal year and was thus recorded as a FY 2009-10 expenditure. A mid-year budget adjustment increasing the capital outlay budget will have to be approved so that funding will



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be available for the balance of the FY 2009-10 budgeted capital outlay purchases and projects.

Each department is responsible for monitoring and adhering to their adopted budget. These budgets include salaries and benefits, services and supplies, and when appropriate, capital outlay. Currently, only Administration is above the 25% first quarter average. This is due in part to the annual insurance premiums being paid “in full” in the first quarter.

Operating Fund Expenditures - By Department

	Budget	Actual	Percent of	
	FY 2009-10	Sep 30, 2009	Budget	Total Exp
Board of Directors	\$ 181,668	\$ 28,317	15.6%	1.0%
Administration	1,337,421	382,546	28.6%	12.9%
Engineering/Tech Svcs	1,007,104	188,588	18.7%	6.4%
Finance/Customer Svc	964,266	213,731	22.2%	7.2%
Utilities	8,455,647	2,000,525	23.7%	67.4%
Water Resources	634,513	82,031	12.9%	2.8%
Non-Departmental	465,500	71,204	15.3%	2.4%
Total Expenditures	\$ 13,046,119	\$ 2,966,942	22.7%	100.0%

Non-Departmental is a new department in 2009-10, and includes the budgets for costs and services that are not related to any one department, but benefit the entire District. The program includes the budget for payment of current retirees’ health insurance benefits (\$345,500), Federal and State dam administration fees, and debt service. Debt Service is included in the operating budget (\$2,122,183); however for reporting purposes the debt service quarterly data is presented in a separate section.

The District’s Annual Required Contribution (ARC) under GASB 45 is \$865,060. This includes the “pay-as-you-go” portion for current retirees, and the prefunding portion for current employees’ future retiree health costs. The prefunding portion of approximately \$520,000 was not included the 2009-10 budget, nor is the budget for the 2008-09 funding deficiency (\$34,991). The funds for prefunding are available in the Interest Reserve Fund and staff will be proposing a budget adjustment at mid-year.

OUTSTANDING DEBT

As authorized by State Water Code, the District can use debt financing for purposes that promote public

health and safety. The District generally incurs long-term debt to finance projects or purchase assets, and build the infrastructure required to provide water and wastewater services to a rapidly growing community. Long term debt can also be used to comply with mandated governmental health and safety standards and regulations. The debt is backed by the full faith and credit of the District and by rates, connection fees and property taxes.

The District has used various debt financing instruments to help meet these challenges, including those listed below. At the end of the first quarter of FY 2009-10, the District had approximately \$13 million of outstanding debt. Debt Service is budgeted in Non-Departmental and totals \$2,122,183. This includes \$1,510,756 in principal and \$511,121 in interest. It also includes \$100,306 of new debt service associated with the upcoming CIP, the West Point Distribution System. First quarter debt service payments of \$1,660,157, or 78.2% of budget, include the principal payment (\$1,400,000) and approximately half the interest payment (\$260,157) for the 2004 Enterprise Refunding Revenue Bonds.

The District’s long term debt includes:

- 2004 Enterprise Refunding Revenue Bonds (matures 2018) – Outstanding balance as of July 1, 2009 is \$13,285,000. Debt service for 2009-10 is \$1,902,814, including \$1,400,000 for principal and \$502,814 for interest.
- Vallecito Sewer Loan (matures 2012) – a California State Water Resources Control Board loan with a balance of \$25,023. The debt service payment is \$7,761. This includes a principal payment of \$7,003 and interest of \$758.
- West Point Water Treatment Facilities Loan (matures 2041) – A USDA loan with an outstanding balance of \$91,230. The FY 2009-10 debt service of \$5,435 includes principal of \$1,330 and interest of \$4,105.
- Vehicle Equipment Loan (matures 2012) – A loan for the purchase of a Kenworth truck. The outstanding balance as of July 1, 2009 is \$85,941. The 2009-10 loan payment is \$30,866, including a principal payment of \$27,423 and interest of \$3,443.



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- U.S. Bureau of Reclamation Note (matures 2025) – New Hogan Dam. The outstanding balance is \$970,024, requiring annual payments of \$69,732. Loan terms are principal only through 2010, with no interest incurred. Any unpaid balance in 2010 will begin to bear 4.5% interest. The District has chosen to make annual payments of \$75,000 to reduce the outstanding balance and to smooth payments once interest is charged.

A complete list of the District’s outstanding debt is included in Appendix D.

EXPANSION FUNDS

The District has ten designated service areas, four water and six wastewater. Each service area has an associated expansion fund that is used to accumulate revenues, such as capacity charges, and uses those funds to finance CIP projects and to pay for any applicable debt service. Three water expansion funds and one wastewater fund contribute to the annual debt service payments for the 2004 Enterprise Refunding Revenue Bonds, which mature in 2018.

For these expansion funds, debt service is the first priority. If the fund’s current balance plus projected capacity charge revenues are not sufficient to pay for all future debt service obligations, no capital projects will be financed by the fund. A financial analysis of each expansion fund is performed as part of the development the annual CIP budget.

As of September 30, 2009, the Jenny Lind Water Expansion Fund (Fund 364) shows a severe deficiency in its funding level. The Jenny Lind service area would need approximately 330 new connections over the next nine years (an average of 37 connections per year) to generate enough capacity charge revenues to fund the approximate \$2.9 million in remaining debt service obligation. Any shortfall in this fund will have to be backfilled by a loan from reserves until such time that loan can be repaid.

The Ebbetts Pass Water Expansion Fund (Fund 354) currently shows a projected deficit of \$618,000 in 2018. However, this projection excludes any future investment and capacity fee revenue that will be earned over the next nine years. Staff estimates that that either of these revenues will be adequate to make

the fund whole, especially since this fund received approximately \$150,000 in investment income in FY 2008-09, and would only need capacity fees equivalent to 55 new connections, or an average of 6 per year. Although there has only been one new connection in the Ebbetts Pass service area this year, there were eleven new connections in FY 2008-09.

All other expansion funds have adequate reserves and revenue streams to fulfill the debt service obligation through maturity (2018). However, until additional connections and the related capacity fee revenues are received, no additional capital projects can be financed from these funds. The near-term outlook for additional capacity revenues is not promising as new home construction in the service areas has come to a virtual standstill.

For the first three months of the fiscal year, there have been 10 new connections, 6 for water service and 4 for wastewater service. The FY 2009-10 budget estimated 20 new connections for the year, 10 each for water and wastewater. Last year at this time there were 18 water connections and 14 wastewater connections. For this fiscal year the 4 new wastewater connections and 4 of the water connections were in the Copper Cove service area, while there was one new water connection in the Ebbetts Pass and West Point service areas.

New Connections

	Actual Sep 30, 2008	Actual Sep 30, 2009	Budget FY 2009-10	Percent of Budget
Water				
Copper Cove	5	4	5	80.0%
Ebbetts Pass	2	1	-	100.0%
Jenny Lind	11	-	5	0.0%
West Point	-	1	-	100.0%
Total Water	18	6	10	60.0%
Wastewater				
Copper Cove	3	4	5	80.0%
La Contenta	11	-	5	0.0%
Total Wastewater	14	4	10	40.0%
Total - All	32	10	20	50.0%

The District also maintains an Administrative Building Fund (Fund 104) for the construction of a new Administration and Maintenance facility. Revenues for this fund are derived from rental income, a percentage of the capacity fees collected, and investment income. The Administrative Building Fund earned \$8,483 in income during the first



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quarter, and has an estimated balance of \$896,475.

A complete list of the District's expansion funds and their status as of September 30, 2009 is included in Appendix E.

CAPITAL IMPROVEMENT PROGRAM (CIP)

This section presents a summary of all CIP projects adopted with the passage of the FY 2009-10 budget. Capital improvements are projects that contribute to providing essential water and wastewater services to the District's customers. The CIP section of the annual District budget has detailed information about CIP projects and funding sources. Some funds may only be used for specific types of projects, and there is a backlog of projects with no funding at all.

At the end of the first quarter of FY 2009-10, the District's twenty-one budgeted projects had a remaining total project cost of \$24,836,387. During the current quarter, progress was made on the following projects:

Water:

- West Point Water Treatment Plant Clearwell
- West Point Downtown Distribution System
- Ebbetts Pass Hunters Water Treatment Plant Surge Tank
- Copper Cove Transmission Main

Wastewater:

- Forest Meadows Wastewater Treatment Plant Expansion – Phase I
- La Contenta Wastewater Treatment Plant Discharge Permit
- Copper Cove Wastewater Treatment Plant Expansion Design
- Copper Cove Pond 6 Expansion

The complete list of CIP projects, including an expenditure and cash flow summary, a listing of open purchase orders and encumbrances by project, is included in Appendix F.

INVESTMENT PORTFOLIO

Section 7.18 of the District's *Annual Investment Policy* requires the Finance Director to submit a quarterly investment report to the Board of Directors.

The investment report for the first quarter of FY 2009-10 is attached and made part of Appendix G.

As of September 30, 2009 the District's investment portfolio had a market value of \$22,705,927. The District has investments in the Local Agency Investment Fund (LAIF), Wells Fargo, Umpqua Bank, and Municipal and Corporate Bonds.

Per Section 7.15 of the policy, no investment may be made with maturity greater than five (5) years. The weighted average final maturity of the District's portfolio shall at no time exceed two (2) years. For the first quarter, the Weighted Average Maturity was 163 days.

Also per policy, the District's Authorized Investment List (Appendix C) sets guidelines and limits on the types of investments the District can purchase. For the quarter ending September 30, 2009, the District was in compliance for all types of investments except Certificate of Deposits (CD'S). The limit in place as of September 30 was 20% of the entire portfolio. However, the actual percentage was slightly higher. This was a result of decreasing portfolio balance and need to find acceptable yields with maximum safety. The District's *Investment Policy* was amended on October 14, 2009 and the limit for CD's was increased to 40%.

The investment portfolio does include a Lehman Brothers Holdings Medium Term Note, maturing November 10, 2009. The investment amount is \$1,404,195. But due to Lehman Brothers bankruptcy filing in September 2008, the market value is listed as \$242,250. The District has filed a claim with the Federal Bankruptcy Court in New York. However resolution of that case is not expected this fiscal year. The District is working with other local government agencies and representatives in Congress to get the Secretary of the Treasury to release already approved Troubled Asset Relief Program (TARP) funds to local governments harmed by the Lehman Brothers bankruptcy. That effort is still pending.

INTEREST RESERVE FUND

As per the District's Reserve Policies, as stated in the *Budget and Fiscal Policies*:



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“The District will establish, dedicate and maintain, as appropriate, reserves annually to meet known and estimated future obligations.”

The Reserve Policy established criteria for five reserves:

- Operating Reserves
- Contingency/Emergency Reserves
- Asset Recovery Rate Reserve
- Debt Service Reserve
- Rate Stabilization Reserve

Although established by policy, the District has not yet funded the Contingency/Emergency Reserves, the Asset Recovery Rate Reserve, and the Rate Stabilization Reserve. The Debt Service Reserve is funded in part by restricting fund balance in those expansion funds required to fund debt service (see Expansion Fund section).

The District has established and funded three Operating Reserves, one each in the Water and Wastewater Operating Funds, and one in the Interest Reserve Fund (Fund 108). The reserve level for the Water and Wastewater Operating Funds has been set at \$500,000 each. The Interest Reserve Fund’s 90 Day Operating Reserve has been set at \$4 million.

Each of these reserve limits were met or exceeded at the beginning of the 2009-10 fiscal year. As cash flow fluctuates throughout the year, individual reserves may at some point be either above or below guidelines. However, the initial FY 2009-10 budget as well as current projections estimate these reserves to be at or above thresholds by fiscal year-end.

In addition to these reserves the District’s Board of Directors established four other reserve accounts within the Interest Reserve Fund (Fund 108). These reserves and their targets are as follows:

- Water Rights (\$3 million)
- CIP Cash Flow Reserve (\$2 million)
- Special Projects (15% of Property Tax Revenues)
- GASB 45/Retiree Health (\$500,000)

The Special Projects Reserve is funded from the District’s Property Tax revenues, scheduled at 15% of total property tax receipts in FY 2009-10. This amount increases by an additional 5% each year until

FY 2011-12 when 25% of all property taxes will be allocated to the reserve fund.

The projected fiscal year 2009-10 contribution to the Special Projects Reserve of \$450,000 may be reduced by approximately \$250,000 as a result of the State’s suspension of Proposition 1A (2004). The State’s “borrowing” of eight percent (8%) of the District’s FY 2009-10 property tax revenues will come from this reserve. However, if the District is successful in its participation in the California Communities Proposition 1A Securitization program, it could receive its entire property tax allocation in this fiscal year instead of waiting until 2013 when the State is obligated to payoff the “loan.”

The GASB 45/Retiree Health reserve will be depleted by the end of this fiscal year. Originally set at \$1 million, these funds were designated to assist funding the first two years of the District’s Retiree Health program (FY 2008-09 and FY 2009-10). Starting in FY 2010-11, all funding of this program will be included in the operating budget.

The Interest Reserve Fund summary is included in Appendix H.

Appendix

APPENDIX A

Calaveras County Water District

**Calaveras County Water District
Revenue Summary - Operating Fund
Quarter Ending September 30, 2009**

REVENUES	Revenue through		Variance		Budget FY 2009-10	Percent of 09-10 Budget
	09/30/2008	09/30/2009	FY 2009 vs. 2010	Percent Change		
Operating Revenue						
Water Sales	1,897,140	1,971,480	74,340	3.9%	6,406,959	30.8%
Wastewater Sales	848,641	920,680	72,039	8.5%	3,230,766	28.5%
Other Operating						
Account Establishment Fees	13,766	17,505	3,739	27.2%	45,000	38.9%
Delinquent Account Fees	62,845	60,795	(2,050)	-3.3%	250,000	24.3%
Repairs/Reimbursements	6,186	5,455	(731)	-11.8%	26,000	21.0%
Install Water Meter	5,972	1,711	(4,261)	-71.4%	13,000	13.2%
Other Installation Charges	-	157	157	100.0%	3,600	4.4%
Inspection Fees	5,239	4,459	(779)	-14.9%	25,000	17.8%
Plan Check Fee	4,338	2,743	(1,595)	-36.8%	10,200	26.9%
Backflow Certification	-	-	-	0.0%	15,000	0.0%
Copies	105	100	(5)	-4.8%	725	13.8%
Miscellaneous Operating	64	(102)	(166)	-259.4%	7,000	-1.5%
Wholesale/Irrigation/Hydrant Sales	67,426	49,683	(17,743)	-26.3%	200,000	24.8%
Developer Reimbursements	6,236	-	(6,236)	-100.0%	20,000	0.0%
Rental Income per Schedule	3,165	4,850	1,685	53.2%	6,736	72.0%
Other	500	-	(500)	-100.0%	33,000	0.0%
Total Other Operating	175,842	147,356	(28,486)	-16.2%	655,261	22.5%
Total Operating Revenue	2,921,623	3,039,516	117,893	4.0%	10,292,986	29.53%
Non-Operating Revenue						
Stand-By Fees*	-	-	-	0.0%	130,000	0.00%
Property Taxes *	-	-	-	0.0%	2,550,000	0.00%
Investment Income	10,628	9,514	(1,114)	-10.5%	30,000	31.71%
Grant Revenue	-	-	-	0.0%	32,000	0.00%
Other Non-Operating						
Power Sales, North Fork	117,654	113,157	(4,497)	-3.8%	466,464	24.26%
Power Sales, New Hogan (net)	31,555	38,380	6,825	21.6%	75,000	51.17%
Interest on Loans Receivable	-	-	-	0.0%	2,515	0.00%
Bear Valley Contract	-	-	-	0.0%	30,000	0.00%
Rentals, Cellular Towers	-	2,601	2,601	100.0%	25,200	10.32%
Other District Reimbursements	19,721	14,139	(5,581)	-28.3%	35,000	40.40%
Total Other Non-Operating	168,930	168,278	(652)	-0.4%	634,179	26.5%
Total Non-Operating Revenue	179,558	177,792	(1,766)	-1.0%	3,376,179	5.27%
Operating Transfers In	-	-	-	0.0%	1,499,885	0.00%
Total Revenues - Operating Fund	3,101,181	3,217,308	116,127	3.7%	15,169,050	21.21%

*Distributed in Jan 2010, May 2010, and Aug 2010

APPENDIX B

Calaveras County Water District

**Calaveras County Water District
Expenditure Summary - Operating Fund
Quarter Ending September 30, 2009**

25% of Year Elapsed

EXPENDITURES	Expenditures through		Variance			
	09/30/2008	09/30/2009	FY 2009 vs. 2010	Percent Change	Budget FY 2009-10	Percent of 09-10 Budget
Salaries and Benefits						
Salaries/Wages	1,116,356	1,092,375	(23,981)	-2.1%	4,670,901	23.4%
Overtime	58,998	29,217	(29,781)	-50.5%	182,661	16.0%
Benefits	678,916	622,295	(56,621)	-8.3%	2,735,357	22.8%
Medical/Dental Reimbursement	9,578	12,214	2,636	27.5%	88,400	13.8%
Total Salaries and Benefits	1,863,848	1,756,101	(107,747)	-5.8%	7,677,319	22.9%
Services and Supplies						
Utilities	133,475	169,143	35,668	26.7%	821,970	20.6%
Materials & Supplies	179,819	157,021	(22,798)	-12.7%	877,820	17.9%
Safety Materials & Supplies	-	4,208	4,208	4208.0%	30,000	14.0%
Administrative Technology	51,394	1,544	(49,850)	-97.0%	33,920	4.6%
Chemicals	46,266	85,635	39,369	85.1%	275,000	31.1%
Outside Services/Repairs	145,322	63,981	(81,341)	-56.0%	380,900	16.8%
Service Maintenance Contracts	1,688	26,091	24,403	1445.7%	47,300	55.2%
Drug & Alcohol Testing	1,647	20	(1,627)	-98.8%	4,800	0.4%
Building Repairs	-	-	-	0.0%	3,400	0.0%
Recruiting	2,453	3,327	874	35.6%	2,800	118.8%
Claims/Damages	9,130	-	(9,130)	-100.0%	7,500	0.0%
Computer Licenses and Maint Agreeeme	-	-	-	0.0%	24,630	0.0%
Janitorial Services	2,910	2,925	15	0.5%	15,200	19.2%
Laboratory Services	31,186	66,409	35,223	112.9%	200,000	33.2%
Outside Legal Fees	62,581	28,905	(33,676)	-53.8%	262,000	11.0%
Accounting/Auditing	-	-	-	0.0%	32,000	0.0%
Advertising/Publicity	1,063	62	(1,001)	-94.2%	2,800	2.2%
Professional Services	38,482	20,439	(18,043)	-46.9%	270,510	7.6%
Vehicles & Equipment	97,827	70,037	(27,790)	-28.4%	345,000	20.3%
Forms and Supplies	1,931	2,499	568	29.4%	11,100	22.5%
Postage	5,251	5,360	109	2.1%	23,000	23.3%
Publications and Subscriptions	4,047	3,837	(210)	-5.2%	13,420	28.6%
Dues and Memberships	2,834	2,373	(461)	-16.3%	40,030	5.9%
Printing	-	-	-	0.0%	2,500	0.0%
Training, Conferences and Travel	24,975	4,945	(20,030)	-80.2%	53,300	9.3%
Other Travel Costs	3,575	3,114	(461)	-12.9%	31,700	9.8%
Hogan Payment-Purchased Power	-	-	-	0.0%	105,000	0.0%
Purchased Water	-	-	-	0.0%	5,000	0.0%
Retired Employee Costs	70,858	59,918	(10,940)	-15.4%	345,500	17.3%
Bad Debt Expense	28,732	27,343	(1,389)	-4.8%	60,000	45.6%
Unemployment Insurance	-	-	-	0.0%	25,000	0.0%
Insurance	124,204	203,272	79,068	63.7%	218,000	93.2%
Fed, State & County Wtr/Swr Fees	2,586	908	(1,678)	-64.9%	125,000	0.7%
Federal Dam & Admin Fees	12,006	11,286	(720)	-6.0%	15,000	75.2%
State Water Right Fees	-	-	-	0.0%	35,000	0.0%
Mandated Plans	25,856	-	(25,856)	-100.0%	10,000	0.0%
Strategic Plans/Updates.	42,432	-	(42,432)	-100.0%	206,300	0.0%
Water Conservation	-	2,022	2,022	2022.0%	55,000	3.7%
Misc. Operating/Maint. Exp.	2,527	12,409	9,882	391.1%	15,200	81.6%
Agent Fees	2,000	2,000	-	0.0%	4,200	47.6%
Total Services and Supplies	1,159,057	1,041,033	(118,024)	-10.2%	5,036,800	20.7%
Total - Operations	3,022,905	2,797,134	(225,771)	-7.5%	12,714,119	22.0%

APPENDIX B

Calaveras County Water District

Calaveras County Water District
 Expenditure Summary - Operating Fund
 Quarter Ending September 30, 2009

25% of Year Elapsed

EXPENDITURES	Expenditures through		Variance			
	09/30/2008	09/30/2009	FY 2009 vs. 2010	Percent Change	Budget FY 2009-10	Percent of 09-10 Budget
Capital Outlay						
Equipment	40,114	132,031	91,917	229.1%	52,000	253.91%
Projects	-	38,274	38,274	38274.0%	280,000	13.67%
Total Capital Outlay	40,114	170,305	130,191	324.6%	332,000	51.3%
Total Operations & Capital Outlay	3,063,019	2,967,439	(95,580)	-3.1%	13,046,119	22.7%
Debt Service						
Interest - Revenue Bonds	277,344	260,157	(17,187)	-6.2%	502,814	51.74%
Principal - Revenue Bonds	1,375,000	1,400,000	25,000	1.8%	1,400,000	100.00%
Interest - USDA (301)	-	-	-	0.0%	4,105	0.00%
Principal - USDA (301)	-	-	-	0.0%	1,330	0.00%
Interest - SWRCB (531)	-	-	-	0.0%	758	0.00%
Principal - SWRCB (531)	-	-	-	0.0%	7,003	0.00%
Interest - Lease Purchase, Kenworth	-	-	-	0.0%	3,443	0.00%
Principal - Lease Purchase, Kenworth	-	-	-	0.0%	27,423	0.00%
Principal - New Hogan	-	-	-	0.0%	75,000	0.00%
New Debt Service - West Point	-	-	-	0.0%	100,306	0.00%
Total Debt Service	1,652,344	1,660,157	7,813	0.5%	2,122,183	78.23%
Total Operations & Debt Service	4,715,363	4,627,596	(87,767)	-1.9%	15,168,302	30.5%

APPENDIX C

Calaveras County Water District

Calaveras County Water District
 Revenue and Expense Statement - Operating Fund
 Quarter Ending September 30, 2009

25% of Year Elapsed

REVENUES	FY 2008-09	FY 2009-10	FY 2009 vs. 2010	Budget FY 2009-10	VARIANCE	
	As of 09/30/2008	As of 09/30/2009			FY 2009-10	
					\$	%
Operating Revenue						
Water Sales	\$ 1,897,140	\$ 1,971,480	\$ 74,340	\$ 6,406,959	\$ (4,435,479)	30.8%
Wastewater Sales	848,641	920,680	72,039	3,230,766	(2,310,086)	28.5%
Other Operating	175,842	147,356	(28,486)	655,261	(507,905)	22.5%
Non-Operating Revenue					-	
Stand-By Fees*	-	-	-	130,000	(130,000)	0.0%
Property Taxes *	-	-	-	2,550,000	(2,550,000)	0.0%
Investment Income	10,628	9,514	(1,114)	30,000	(20,486)	31.7%
Grant Revenue	-	-	-	32,000	(32,000)	0.0%
Other Non-Operating	168,930	168,278	(652)	634,179	(465,901)	26.5%
Operating Transfers In	-	-	-	1,499,885	(1,499,885)	0.0%
Total Revenues	3,101,181	3,217,308	116,127	15,169,050	(11,951,742)	21.2%
EXPENDITURES						
Salaries and Benefits	1,863,848	1,756,101	(107,747)	7,677,319	(5,921,218)	22.9%
Services and Supplies	1,159,057	1,041,033	(118,024)	5,036,800	(3,995,767)	20.7%
Capital Outlay	40,114	170,305	130,191	332,000	(161,695)	51.3%
Debt Service	1,652,344	1,660,157	7,813	2,122,183	(462,026)	78.2%
Total Expenditures	4,715,363	4,627,596	(87,767)	15,168,302	(10,540,706)	30.5%
DEFICIENCY OF REVENUES OVER EXPENDITURES	(1,614,182)	(1,410,288)	203,894	748		
FUND BALANCE, JULY 1						
As Previously Reported	1,000,000	1,000,000	-	1,000,000		
Prior Period Adjustment	-	-	-	-		
As Restated	1,000,000	1,000,000	-	1,000,000		
FUND BALANCE	(614,182)	(410,288)	203,894	1,000,748		
RESTRICTED FUND BALANCE	-	-	-	-		
UNRESTRICTED FUND BALANCE	(614,182)	(410,288)	203,894	1,000,748		

*Distributed in Jan 2010, May 2010, and Aug 2010

APPENDIX D

Calaveras County Water District

Calaveras County Water District
 Outstanding Debt
 Quarter Ending September 30, 2009

25% of Year Elapsed

	Original Issue Amount	Balance As of 06/30/2009	Principal Retirement	Projected Balance 06/30/2010	Variance	
					Expenditures through 09/30/2009	Percent of 09-10 Budget
Summary of Debt Position						
Enterprise Funding Revenue Bond	\$ 19,625,000	\$ 13,285,000	\$ 1,400,000	\$ 11,885,000	\$ 1,400,000	100.0%
Vallecito Sewer Bond	105,515	25,023	7,003	18,020	-	0.0%
West Point Water Treatment Facilities Loan	100,000	91,230	1,330	89,900	-	0.0%
Equipment Loan	188,573	85,941	27,423	58,518	-	0.0%
U.S. Bureau of Reclamation	2,414,154	970,204	69,732	900,472	-	0.0%
Total	22,433,242	14,457,398	1,505,488	12,951,910	1,400,000	93.0%

Debt Service Requirements

Year Ending June 30,	Principal	Interest	Total
2010	\$ 1,505,488	\$ 511,120	\$ 2,016,608
2011	1,541,965	470,619	2,012,584
2012	1,583,506	410,678	1,994,184
2013	1,629,621	331,657	1,961,278
2014 - 2018	7,702,335	680,391	8,382,726
2019 - 2023	353,426	16,365	369,791
2024 - 2028	13,471	13,704	27,175
2029 - 2033	16,788	10,387	27,175
2034 - 2038	20,920	6,255	27,175
2039 - 2041	14,878	1,355	16,233
	\$ 14,382,398	\$ 2,452,531	\$ 16,834,929

APPENDIX E

Calaveras County Water District

**Calaveras County Water District
Cash Availability Summary - Water Expansion Funds
Quarter Ending September 30, 2009**

25% of Year Elapsed

REVENUES	Water CIP 120/121	WPW Expansion Fund 304	EPW Expansion Fund 354	JLW Expansion Fund 364	CCW Expansion Fund 374
Balance as of July 1, 2009	(150,656)	525,067	4,508,497	470,078	3,450,818
Revenues					
Investment Income	-	3,710	30,518	2,767	23,157
Capacity Fee Revenue	-	10,336	11,151	4,405	46,215
Other Revenue	494	2	-	-	3,333
Total Revenues	494	14,048	41,669	7,172	72,705
Expenditures					
Disbursements	265,904	-	-	-	-
Transfers Out (Debt Service)	-	-	493,196	347,039	226,020
Total Expenditures	265,904	-	493,196	347,039	226,020
Balance as of September 1, 2009	(416,066)	539,115	4,056,970	130,210	3,297,504
Project Commitments					
11016 WP WTP Clearwell*	-	-	-	-	-
11053 WP Distribution System*	-	-	-	-	-
11036 EP/Reach 1 Transmission Line	-	-	144,700	-	-
11043 EP Techite Line Replacement	-	-	5,000	-	-
11057 EP Hunters Surge Tank	-	-	320,000	-	-
11068R JL WTP Flood Protection**	-	-	-	232,000	-
11035 CC C Tank Trans Line	-	-	-	-	1,500,000
11051 CC Clearwell Improvement	-	-	-	-	100,000
11065 W Co GW Monitoring*	-	-	-	-	-
11064C CC Master Plan Update	-	-	-	-	32,000
11064E EP Master Plan Update	-	-	50,000	-	-
11066 Pipeline Replacement***	-	-	-	-	-
Total Project Commitments	-	-	519,700	232,000	1,632,000
Balance after Project Commitments	(416,066)	539,115	3,537,270	(101,790)	1,665,504
Debt Service Obligation					
FY 2009-10	-	-	72,088	50,725	33,037
FY 2010-11 through FY 2017-18	-	-	4,082,970	2,872,997	1,871,131
Total Debt Service Obligations	-	-	4,155,058	2,923,722	1,904,168
Estimated Unrestricted Cash	(416,066)	539,115	(617,788)	(3,025,512)	(238,664)

* Designated as Outside Funding

** Designated with Partial Outside Funding

*** Funded from Reserves

APPENDIX E

Calaveras County Water District

Calaveras County Water District
Cash Availability Summary - Wastewater Expansion Funds
Quarter Ending September 30, 2009

25% of Year Elapsed

	Wastewater CIP Fund 130	FMS Expansion Fund 524	VAS Expansion Fund 534	ARS Expansion Fund 544	LCS Expansion Fund 564	CCS Expansion Fund 584	WPS Expansion Fund 624
REVENUES							
Balance as of July 1, 2009	-	532,786	1,253,482	693,151	882,172	799,204	651,514
Revenues							
Investment Income	-	160	3,033	4,885	10,369	8,264	4,392
Capacity Fee Revenue	-	-	-	-	-	42,323	-
Other Revenue	-	-	-	-	-	-	-
Total Revenues	-	160	3,033	4,885	10,369	50,586	4,392
Expenditures							
Disbursements	185,078	-	-	-	-	1,765	-
Transfers Out (Debt Service)	-	-	-	-	-	46,049	-
Total Expenditures	185,078	-	-	-	-	47,814	-
Balance as of September 1, 2009	(185,078)	532,945	1,256,515	698,036	892,542	801,976	655,906
Project Commitments							
15044 FM WWTP Phase 1 Expansion	-	50,000	-	-	-	-	-
15063 AR WWTP Improvements	-	-	-	208,000	-	-	-
15056 LC WWTP Discharge Permit	-	-	-	-	50,000	-	-
15047 CCS Pond 6 Expansion	-	-	-	-	-	164,000	-
15059C CC Wastewater Master Plan	-	-	-	-	-	16,000	-
15059L LC Wastewater Master Plan	-	-	-	-	15,000	-	-
15060 Pipeline Replacement*	-	-	-	-	-	-	-
15060H LC Huckleberry LS*	-	-	-	-	-	-	-
Total Project Commitments	-	50,000	-	208,000	65,000	180,000	-
Balance after Project Commitments	(185,078)	482,945	1,256,515	490,036	827,542	621,976	655,906
Debt Service Obligation							
FY 2009-10	-	-	-	-	-	6,731	-
FY 2010-11 through FY 2017-18	-	-	-	-	-	381,956	-
Total Debt Service Obligations	-	-	-	-	-	388,687	-
Estimated Unrestricted Cash	(185,078)	482,945	1,256,515	490,036	827,542	233,289	655,906

* Funded from Reserves

APPENDIX F

Calaveras County Water District

Calaveras County Water District

Capital Improvement Program Cash Flow/Expenditure Summary

Quarter Ending September 30, 2009

25% of Year Elapsed

Project Number	Project Description	Total Project Cost	FY 09-10 Cash Flow	Prior Years Expenditures	FY 09-10 Expenditures	Encumbrances	Remaining Cash Flow FY 09-10	Remaining Total Proj Cost
Fund 120 - Water Projects								
West Point								
11016	West Point WTP Clearwell	\$ 1,700,000	\$ 460,000	\$ 65,359	\$ 82,921	\$ 110,234	\$ 377,079	\$ 1,441,487
11053	WP Downtown Distribution System	4,290,000	65,000	85,297	1,262	688	63,738	4,202,753
sub-total West Point Projects		5,990,000	525,000	150,656	84,183	110,922	440,817	5,644,240
Ebbetts Pass								
11036	EP/Reach 1 Transmission Main Replacement	2,845,000	144,700	16,290	-	-	144,700	2,828,710
11043	EPW Techite Line Replacement	728,000	5,000	561	-	-	5,000	727,439
11057	EP Hunters WTP Surge Tank*	626,000	320,000	127,305	172,525	272,395	147,475	53,775
sub-total Ebbetts Pass Projects		4,199,000	469,700	144,156	172,525	272,395	297,175	3,609,924
Jenny Lind								
11068R	JL Water Treatment Plant/Flood Protection	832,000	832,000	64,712	-	1,078	832,000	766,210
sub-total Jenny Lind Projects		832,000	832,000	64,712	-	1,078	832,000	766,210
Copper Cove								
11035	CC C-Tank Transmission Main	1,500,000	1,500,000	664,154	10,618	78,621	1,489,382	746,607
11051	CC Clearwell Improvements	930,000	100,000	-	-	-	100,000	930,000
sub-total Copper Cove Projects		2,430,000	1,600,000	664,154	10,618	78,621	1,589,382	1,676,607
Other Water Projects								
11065	West County GW Monitoring	345,000	345,000	-	-	-	345,000	345,000
11064C	Master Plans Update - Copper Cove	50,000	32,000	6,759	-	-	32,000	43,241
11064E	Master Plans Update - Ebbetts Pass	50,000	50,000	-	-	-	50,000	50,000
11066	Pipeline Replacement Program	5,000,000	66,000	221,982	-	8,336	66,000	4,769,682
sub-total Other Projects		5,445,000	493,000	228,741	-	8,336	493,000	5,207,923
Total Fund 120 - Water Projects		\$ 18,896,000	\$ 3,919,700	\$ 1,252,418	\$ 267,326	\$ 471,352	\$ 3,652,374	\$ 16,904,904
* Total Project Cost increased by \$120K; resolution 2009-48 to be funded by Ebbetts Pass expansion fund.								

APPENDIX F

Calaveras County Water District

Calaveras County Water District

Capital Improvement Program Cash Flow/Expenditure Summary

Quarter Ending September 30, 2009

25% of Year Elapsed

Project Number	Project Description	Total Project Cost	FY 09-10 Cash Flow	Prior Years Expenditures	FY 09-10 Expenditures	Encumbrances	Remaining Cash Flow FY 09-10	Remaining Total Proj Cost
Fund 130 - Sewer Projects								
Forest Meadows								
15044	FMWWTP Phase 1 Expansion	\$ 2,845,000	\$ 50,000	\$ 184,984	\$ 26,247	\$ 37,359	\$ 23,753	\$ 2,596,411
sub-total Forest Meadows Projects		2,845,000	50,000	184,984	26,247	37,359	23,753	2,596,411
Arnold								
15063	AR WWTP Improvements	208,000	208,000	-	-	-	208,000	208,000
sub-total Arnold Projects		208,000	208,000	-	-	-	208,000	208,000
La Contenta								
15056	LC WWTP Discharge Permit	100,000	50,000	49,838	15,452	1,026	34,548	33,683
sub-total La Contenta Projects		100,000	50,000	49,838	15,452	1,026	34,548	33,683
Copper Cove								
15034	CC WWTP Expansion Design**	-	-	-	127,129	103,673	(127,129)	-
15047	CCS Pond 6 Expansion	306,000	164,000	172,053	16,235	6,190	147,765	111,522
sub-total Copper Cove Projects		306,000	164,000	172,053	143,364	109,863	20,636	111,522
Other Sewer Projects								
15059C	Copper Cove Wastewater Master Plan	75,000	16,000	39,726	-	-	16,000	35,274
15059L	La Contenta Wastewater Master Plan	143,000	15,000	19,022	-	-	15,000	123,978
15060	Pipeline Replacement Program	5,000,000	92,954	174,645	-	2,740	92,954	4,822,615
15060H	LC Huckleberry LS	-	57,046	-	183	57,045	56,863	-
sub-total Other Projects		5,218,000	181,000	233,393	183	59,785	180,817	4,981,867
Total Fund 130 - Sewer Projects		\$ 8,677,000	\$ 653,000	\$ 640,268	\$ 185,245	\$ 208,033	\$ 467,755	\$ 7,931,483
** No budget for Project 15034 in FY 09-10								
Total Project Management		\$ 27,573,000	\$ 4,572,700	\$ 1,892,686	\$ 452,571	\$ 679,385	\$ 4,120,129	\$ 24,836,387

APPENDIX G

Calaveras County Water District

**Calaveras County Water District
Quarterly Report On Investments
Quarter Ending September 30, 2009**

Investment Cost	Market Value	Coupon Rate	Date Invested	Date of Maturity	Days to Maturity	% of Portfolio	Invested with	
\$ 5,664,360	\$ 5,664,360	0.620%	Open	Open	1	24.01%	Local Agency Investment Fund	
259,704	259,704	0.010%	Open	Open	1	1.10%	Wells Fargo Money Market	
1,336,138	1,336,138	1.390%	June 14, 2007	Open	1	5.66%	Umpqua Bank Money Market	
2,000,000	2,000,000	1.750%	August 13, 2009	February 11, 2010	134	8.48%	Umpqua Bank CDARS Program	
2,000,000	2,000,000	1.500%	September 3, 2009	March 4, 2010	155	8.48%	Umpqua Bank CDARS Program	
1,500,000	1,500,000	2.750%	September 12, 2009	March 12, 2010	163	6.36%	Umpqua Bank CDARS Program	
1,404,195	242,250	3.950%	May 5, 2008	November 10, 2009	41	5.95%	Lehman Bros Hldgs Med Term Note CUSIP 52517PXT3	
1,691,424	1,788,660	0.000%	March 25, 2008	December 1, 2009	62	7.17%	Alameda Co Pension Oblig Bond CUSIP 011112AQ2	
1,533,060	1,539,960	4.850%	December 12, 2007	January 15, 2010	107	6.50%	Solano County CA Pension Oblig CUSIP 83413QAC3	
1,140,000	1,180,299	4.361%	August 14, 2008	April 1, 2011	548	4.83%	Fresno CA JT Pwrs Auth CUSIP 358184LT4	
1,679,889	1,728,152	4.390%	October 24, 2007	May 1, 2011	578	7.12%	San Francisco CA Airport CUSIP 79765AC46	
1,866,641	1,944,505	3.860%	February 28, 2008	July 1, 2011	639	7.91%	Southern CA Public Power Auth CUSIP 842471CD4	
1,166,238	1,169,380	5.200%	May 5, 2008	July 1, 2012	1,005	4.94%	Sacramento Cnty CA Airport Ser C CUSIP 786107JS2	
352,518	352,518	(Trustees funds from page 2)					1.49%	
<u>\$ 23,594,168</u>	<u>\$ 22,705,927</u>					<u>100.00%</u>		

I certify that all of the investments reported herein are in accordance with the District's Financial Management Policy 7, "Investment Policy Guidelines", the law and other contractual agreements. I further certify the investments reported herein provide for the ability of the District to meet cash flow needs as specified in Financial Management Policy 7.

Jeffrey L. Meyer, Finance Director

APPENDIX G

Calaveras County Water District

**Calaveras County Water District
Quarterly Report On Investments
Quarter Ending September 30, 2009**

Trusteed Funds:

<u>Cost</u>	<u>Market Value</u>	<u>Percent Yield</u>	<u>Date Invested</u>	<u>Date of Maturity</u>	<u>Days to Maturity</u>	<u>Percent of Portfolio</u>	<u>Trustee</u>	<u>INVESTED FOR</u>
\$ 39,746	\$ 39,746	0.05%	Mar 03, 98	Open	1	11.27%	USBank	AD604-Federated Treasury Obligations
<u>312,773</u>	<u>312,773</u>	0.00%	Aug 16, 06	Open	1	<u>88.73%</u>	USBank	2006 Saddle Creek Ltd, Reserve
<u>\$ 352,518</u>	<u>\$ 352,518</u>					<u>100.00%</u>		

<u>Maturity Analysis</u>	<u>Maturity Time Frames</u>	<u>Weighted Average Maturity</u> (The average life in days following the last day of the month)
\$ 7,260,202	LAIF/Money Market	
2,030,910	Scheduled Maturities in 2009	
7,039,960	Scheduled Maturities in 2010	
4,852,956	Scheduled Maturities in 2011	
<u>1,169,380</u>	Scheduled Maturities in 2012	
\$ 22,353,408	Total	
<u>352,518</u>	Trustees Investments	
\$ 22,705,927	Total Investments	
		<u>163</u>
		<u>0.45</u>
		<u>1</u>
\$ 554,638	Checking Account Balance	
<u>600</u>	Petty Cash + Change Fund	
\$ 23,261,165	Total Cash & Investments	

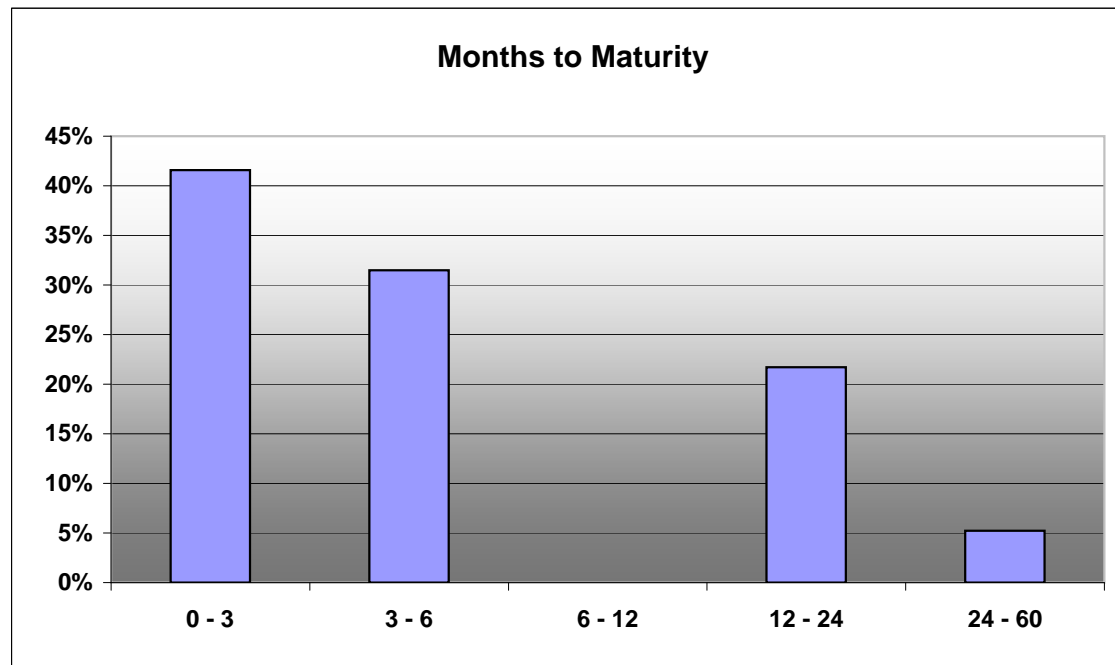
APPENDIX G

Calaveras County Water District

Calaveras County Water District

Monthly Maturity Distribution (Market Value)

Quarter Ending September 30, 2009



Months to Maturity	Maturity Distribution	Market Value
0 - 3	42%	\$ 9,291,112
3 - 6	31%	7,039,960
6 - 12	0%	-
12 - 24	22%	4,852,956
24 - 60	5%	1,169,380

Months to maturity chart includes LAIF balance of \$5,664,360 as of August 31, 2009.

APPENDIX G

Calaveras County Water District

Calaveras County Water District

Portfolio Summary

Quarter Ending September 30, 2009

Investments	Par Value	Market Value	Book Value	Percent of Portfolio	Days to Maturity	Yield to Maturity
California Local District Bonds	9,190,000	9,350,956	9,077,252	39%	512	4.78%
Medium Term Notes	1,425,000	242,250	1,404,195	6%	41	5.49%
Local Agency Investment Fund (LAIF)	5,664,360	5,664,360	5,664,360	24%	234	0.68%
Money Market Funds	259,704	259,704	259,704	1%	5	0.003%
Collateralized Demand Bank Deposits	1,336,138	1,336,138	1,336,138	6%	2	1.39%
Collateralized Certificates of Deposit (CDARS)	5,500,000	5,500,000	5,500,000	24%	150	1.93%
Total Investments	23,375,202	22,353,408	23,241,650	100%		
Ending Accrued Interest		144,477	144,477			
Total Investments & Accrued Interest:	23,375,202	22,497,885	23,386,126			

APPENDIX G

Calaveras County Water District

Calaveras County Water District
Investment Compliance Checklist
Quarter Ending September 30, 2009

California Government Code Section	Investment Category	Maximum Maturity	Authorized Investment Limits (Percent of Portfolio)	Percentage Held in Portfolio	Credit Rating Limits	Compliance
53601(d)	California Local District Bonds	5 years	50%	39%	AA	Yes
53601(j)	Medium Term Notes	5 years	30%	6%	A	Yes
53601(k)	Money Market Funds	None	20%	1%	AAA	Yes
53601(m)	Collateralized Bank Deposits	5 years	20%	6%	n/a	Yes
16429.1	Local Agency Investment Fund (LAIF)	None	*	24%	n/a	Yes
53651	Non Negotiable Certificates of Deposit	5 years	20%	24%	n/a	No
				100%		

*LAIF currently allows a maximum of \$40 million per account.

APPENDIX H

Calaveras County Water District

**Calaveras County Water District
Cash Balance Summary - Interest Reserve Fund
Quarter Ending September 30, 2009**

	Interest Reserve Fund 108
	<hr/>
Beginning Balance per General Ledger as of July 1, 2009	\$ 9,419,880
Revenues	
Investment Income	69,136
Property Tax	-
Other Revenue	-
Total Revenues	<hr/> 69,136
Expenditures	
Disbursements	-
Transfers Out	-
Total Expenditures	<hr/> -
Balance as of September 1, 2009	\$ 9,489,016

<u>Recommended Reserve Allocations for Interest Reserve Fund</u>	
Emergency /90 Day Operating Reserve	\$ 4,000,000
Reserve for Water Rights Projects	3,000,000
CIP Cash Flow Reserve	1,500,000
Reserve for Special Projects	486,650
Reserve for GASB 45 (Post Employment Retirement Benefits)	502,366
Total Recommended Reserve Allocation	<hr/><hr/>\$ 9,489,016