



Calaveras County Water District Quarterly Financial Report

Fiscal Year 2009-10 Third Quarter

April 28, 2010

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 third quarter of Fiscal Year (FY) 2009-10, covering the nine month period from July 1, 2009 through March 31, 2010. 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 March 31, 2010, 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

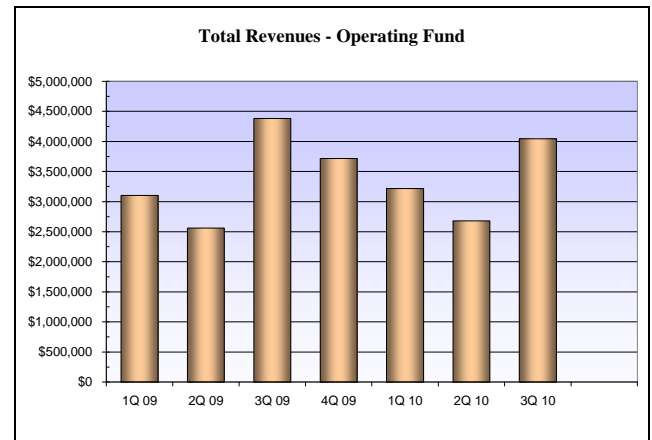
Although "experts" continue to declare that the "great" recession has ended, state and local economic activity is still trails the rest of the nation. The State budget crisis continues, and although sales tax revenues show some signs of improvement, foreclosures continue and recovery of the housing market is still months or even years away. One of the most telling indicators of lagging economic activity is that personal income in California declined 2.5% in 2009, the largest decline since 1938.

Despite the State's woes, the District's financial condition remains sound. Aggressive measures taken by the District in preparing the FY 2009-10 budget are now paying off. 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.

The FY 2009-10 year-to-date numbers indicate the District is generally in-line with its budget and on track to end the year under budget. Total revenues for the Operating Fund are 73.9% of budget, while total operating expenditures are 72.7% of budget. Cost savings due to vacancies and the PERS Health Insurance premium holiday has enabled the District to shift resources and cover unexpected costs, including the purchase of replacement vehicles not in the original while still staying under 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 nine months of operations, total unaudited Operating Fund revenues were \$8,087,795 or 78.6% of budget (Appendix A). Last year at this time, \$7,558,792 or 80.1% of the total annual revenue estimate had been realized.



Operating Revenues:

- Water rate revenues were \$4,986,662 or 77.8% of budget through March 31, 2010. Compared to last year at March 31, 2009 water rate revenue is up \$315,114 or 6.7%. 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.



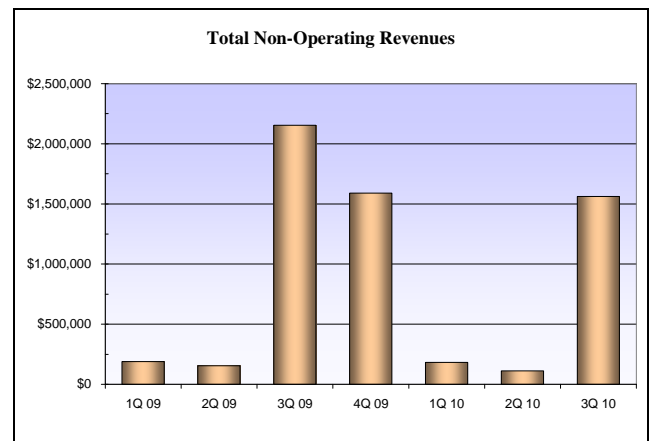
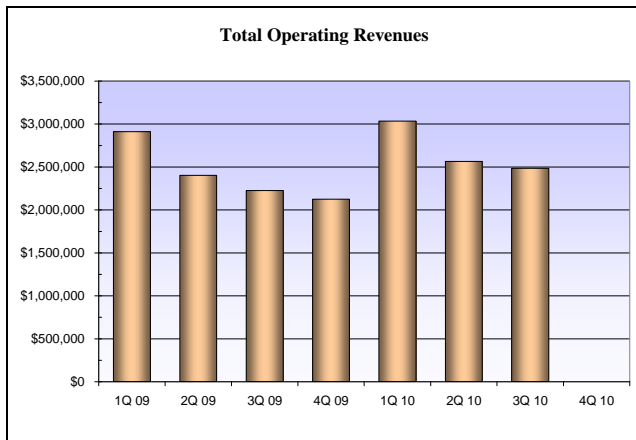
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- Wastewater rate revenues were \$2,700,800 or 83.6% of budget through March 31, 2010. Compared to last year at March 31, 2009 wastewater rate revenue has increased 9.3%, or \$229,198. The revenue increase is attributed to the increase in the monthly residential base rate, effective July 1, 2009. Rates were increased from \$54.00 per month to \$58.50 per month.
- Other Operating revenues totaled \$400,333 through March 31, 2010, or 61.1% of budget. This is a 3.7% decrease compared to the first quarter of 2008, or -\$15,309. 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 \$107,129 collected in Grant Revenues represents a final payment from FEMA for the 2006 Flood claim plus a reimbursement received through March 2010 for the West Point Clearwell project.
- Other Non-Operating revenues were at 63.9% of budget, or \$405,468, a decrease of 12.8% 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 the August distribution accrued in the prior fiscal year. The District received a property tax distribution at the end of January 2010.
- Stand-By fees are also distributed in January, May and August. The District also received stand-by fee revenue distribution at the end of January 2010.
- Investment income ended the quarter at 77.9% of budget, or \$23,376. Compared to the prior year, revenues have increased by \$9,166, or 64.5%. Slightly higher yields in the market have contributed to the increase in investment income.

OPERATING FUND EXPENDITURES

The FY 2009-10 Operating expenditure budget includes \$7,502,069 in salaries and benefits, \$5,593,169 for services and supplies, and \$521,031 for capital outlay and projects. At the end of the third quarter it is expected that on average, 75.0% of the allocated budget would be expended.

Through the end of the third quarter, Operating Fund unaudited expenditures were at 69.2% of budget. In total, expenditures decreased by 4.8%, or -\$474,370, 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. The District also benefited from a one-time reduction in Health Insurance premiums as PERS Medical adjusted its reserves by offering a two month insurance premium holiday in November and December.



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Operating Fund Expenditures - By Category

	Budget FY 2009-10	Actual Mar 31, 2010	Percent of	
			Budget	Total Exp
Salaries and Benefits	\$ 7,502,069	\$ 5,181,119	69.1%	55.0%
Services and Supplies	5,593,169	3,900,791	69.7%	41.4%
Capital Outlay	521,031	342,497	65.7%	3.6%
Total Expenditures	\$ 13,616,269	\$ 9,424,407	69.2%	100.0%

- Salaries and Benefits expenditures are \$5,181,123 or 69.1% of budget through March 31, 2010. Compared to the third quarter of FY 2008-09, salaries and benefits have decreased by \$264,546 or -4.9%. The decrease is a result of current vacancies, the PERS holiday, 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 69.7% of budget, or \$3,900,788. Compared to last year at March 31, 2009 service and supplies expenditures have decreased by 0.2%, or \$7,010. Even though overall expenditures are less than 70%, there are five line items that require attention and continued monitoring:
 - Recruiting – Budgeted in Administration, year to date expenditures are \$13,816. This line item budget was increased with the mid-year budget review to appropriate funds for the General Manager recruitment.
 - Bad Debt Expense – Part of the Finance Department, currently \$106,654; or 177.8% of a \$60,000 budget. Foreclosures and the economy are still having a negative effect on collections and we do not see a change in the foreseeable future. At the current rate, we estimate an additional \$36,000 in Bad Debt Expense during the remainder of the fiscal year, or more than double the budgeted amount, or \$143,000.
 - Chemicals – Expended as part of Utility Services operations. Currently \$300,148 against a \$275,000 budget, or 109.1%. Some chemical purchases will be inventoried for use in subsequent years. The District will continue to monitor this activity.

- Laboratory Services – Utilities budgeted \$200,000 for laboratory services in FY 2009-10. Current expenditures are \$171,872, or 85.9% of budget. These expenditures will be monitored for the balance of the fiscal year.
- Outside Legal Services – The District has no in-house legal counsel. Outside Legal Services are budgeted in the Administrative and Water Resources departments and cover general counsel, human resources, water rights, and other legal needs as required. The District’s combined budget is \$262,000. To date legal expenditures total \$116,375, or 44.4% of budget. Compared to last fiscal year legal costs have decreased \$128,214, or -52.4%. However it must be noted that there are only seven months of fees in the total for 2009-10 whereas nine months are included in the 2008-09 amount. Payment of legal fees lags 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 \$521,031 FY 2009-10 capital outlay budget is as follows:

Operating Fund Expenditures - Capital Outlay

	Budget FY 2009-10	Actual Mar 31, 2010	Percent of	
			Budget	Total Exp
VOIP Telephone System	\$ 52,000	\$ 51,280	98.6%	15.0%
SCADA Upgrades	80,000	23,236	29.0%	6.8%
Electrical Panels	21,000	21,299	101.4%	6.2%
Pressure Relief Valves	37,000	-	0.0%	0.0%
JLWTP "A" Tank Pump	29,731	-	0.0%	0.0%
Pump Station Upgrade,	86,269	86,269	100.0%	25.2%
Pickup Trucks	83,000	27,842	33.5%	8.1%
Pumper Truck *	132,031	132,031	100.0%	38.6%
Total Expenditures	\$ 521,031	\$ 341,957	65.6%	100.0%

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

The purchase of a Utilities’ pumper truck was included in the FY 2008-09 budget but delivered and recorded in FY 2009-10. This transaction required a mid-year budget adjustment that increased the Utilities’ capital outlay budget by \$132,031. Utilities also submitted \$83,000 of budget transfers in the third quarter for the purchase of pickup trucks. These transfers did not increase Utilities’ overall budget.



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Each department is responsible for monitoring and adhering to its adopted budget. These budgets include salaries and benefits, services and supplies, and when appropriate, capital outlay. Currently, only Finance/Customer Service is above the 75% third quarter average. This is due predominantly to the increase in bad debt write-off expensed.

Operating Fund Expenditures - By Department

	Budget FY 2009-10	Actual Mar 31, 2010	Percent of	
			Budget	Total Exp
Board of Directors	\$ 182,468	\$ 114,611	62.8%	1.2%
Administration	1,337,421	998,893	74.7%	10.6%
Engineering/Tech Svcs	925,073	474,666	51.3%	5.0%
Finance/Customer Svc	964,266	739,482	76.7%	7.8%
Utilities	8,587,678	6,122,989	71.3%	65.0%
Water Resources	633,713	243,845	38.5%	2.6%
Non-Departmental	985,650	729,921	74.1%	7.7%
Total Expenditures	\$ 13,616,269	\$ 9,424,407	69.2%	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 GASB 45 Retiree health insurance benefits (\$865,650), Federal and State dam administration fees, and debt service. Debt Service is included in the operating budget (\$2,021,876); 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 \$865,650. This includes the "pay-as-you-go" portion for current retirees, and the prefunding portion for current employees' future retiree health costs. The mid-year budget was adjusted to include the prefunding portion of approximately \$520,150; however a FY 2008-09 funding deficiency (\$34,991) is not included.

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 third quarter of FY 2009-10, the District had approximately \$13 million of outstanding debt. Debt Service is budgeted in Non-Departmental and totals \$2,021,876. This includes \$1,510,756 in principal and \$511,121 in interest. Year-to-date debt service payments of \$1,926,008, or 95.0% of budget, include the principal and interest payments of \$1,902,814 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.
- 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



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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 of the annual CIP budget.

As of March 31, 2010, 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 \$535,000 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 nine months of the fiscal year, there have been 18 new connections, 12 for water service and 6 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 24 water connections and 17 wastewater connections. For this fiscal year there are five new water connections in the Copper Cove service area, three in Ebbetts Pass and two each in the Jenny Lind and West Point Service Areas. The six new wastewater connections include five in Copper Cove and one in the La Contenta service area.

New Connections

	Actual Mar 31, 2009	Actual Mar 31, 2010	Budget FY 2009-10	Percent of Budget
Water				
Copper Cove	7	5	5	100.0%
Ebbetts Pass	4	3	-	300.0%
Jenny Lind	13	2	5	40.0%
West Point	-	2	-	200.0%
Total Water	24	12	10	120.0%
Wastewater				
Copper Cove	5	5	5	100.0%
La Contenta	12	1	5	20.0%
Total Water	17	6	10	60.0%
Total - All	41	18	20	90.0%

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 \$27,413 in income through the third quarter, and has an estimated balance of \$914,975.

A complete list of the District's expansion funds and their status as of March 31, 2010 is included in Appendix E.



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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 third quarter of FY 2009-10, the District's twenty-one budgeted projects had a remaining total project cost of \$23,498,402. During the current quarter, progress was made on the following projects:

Water:

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

Wastewater:

- Forest Meadows Wastewater Treatment Plant Expansion – Phase I
- Arnold Wastewater Treatment Plant Improvements
- La Contenta Wastewater Treatment Plant Discharge Permit
- Copper Cove Wastewater Treatment Plant Expansion Design
- Copper Cove Pond 6 Expansion
- La Contenta Huckleberry Lift Station

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 at the end of the third quarter of FY 2009-10 is attached and made part of Appendix G.

As of March 31, 2010 the District's investment portfolio had a market value of \$22,831,969. 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 second quarter, the Weighted Average Maturity was 187 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 March 31, 2010, the District was in compliance for all types of investments.

The investment portfolio includes a Lehman Brothers Holdings Medium Term Note (\$1,404,195), which had a maturity date of November 10, 2009. But due to Lehman Brothers bankruptcy filing in September 2008, the market value is listed as \$331,313. 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*:

"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



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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 will 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. The District was not able to participate in the California Communities Proposition 1A Securitization program, therefore it will 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 was depleted at the end of the third quarter. 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). The District increased its FY 2009-10 Operating Budget during the Mid-Year Review by \$520,150 for the pre-funding portion of GASB 45 and those funds were transferred from the - GASB 45/Retiree Health Reserve in the Interest Reserve Fund (Fund 108). Starting in FY 2010-11, the full 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 March 31, 2010**

75% of Year Elapsed

REVENUES	Revenue through		Variance		Budget FY 2009-10	Percent of 09-10 Budget
	03/31/2009	03/31/2010	FY 2009 vs. 2010	Percent Change		
Operating Revenue						
Water Sales	4,671,548	4,986,662	315,114	6.7%	6,406,959	77.8%
Wastewater Sales	2,471,602	2,700,800	229,198	9.3%	3,230,766	83.6%
Other Operating						
Account Establishment Fees	29,864	36,397	6,533	21.9%	45,000	80.9%
Delinquent Account Fees	187,961	184,106	(3,855)	-2.1%	250,000	73.6%
Repairs/Reimbursements	21,793	19,942	(1,851)	-8.5%	26,000	76.7%
Install Water Meter	8,264	5,169	(3,095)	-37.5%	13,000	39.8%
Other Installation Charges	2,229	157	(2,072)	-93.0%	3,600	4.4%
Inspection Fees	19,533	18,631	(902)	-4.6%	25,000	74.5%
Plan Check Fee	7,880	3,533	(4,347)	-55.2%	10,200	34.6%
Backflow Certification	8,470	1,925	(6,545)	-77.3%	15,000	12.8%
Copies	438	154	(284)	-64.8%	725	21.3%
Miscellaneous Operating	-	-	-		7,000	0.0%
Wholesale/Irrigation/Hydrant Sales	113,181	105,235	(7,946)	-7.0%	200,000	52.6%
Developer Reimbursements	2,069	5,022	2,953	142.8%	20,000	25.1%
Rental Income per Schedule	13,461	19,562	6,101	45.3%	6,736	290.4%
Other	500	500	-	0.0%	33,000	1.5%
Total Other Operating	415,642	400,333	(15,309)	-3.7%	655,261	61.1%
Total Operating Revenue	7,558,792	8,087,795	529,003	7.0%	10,292,986	78.6%
Non-Operating Revenue						
Stand-By Fees*	82,755	72,402	(10,353)	-12.5%	130,000	55.7%
Property Taxes *	1,685,039	1,244,099	(440,940)	-26.2%	2,550,000	48.8%
Investment Income	14,210	23,376	9,166	64.5%	30,000	77.9%
Grant Revenue	235,993	107,129	(128,864)	-54.6%	32,000	334.8%
Other Non-Operating						
Power Sales, North Fork	353,655	341,891	(11,764)	-3.3%	466,464	73.3%
Power Sales, New Hogan (net)	59,556	32,934	(26,622)	-44.7%	75,000	43.9%
Interest on Loans Receivable	3,252	2,398	(854)	-26.3%	2,515	95.4%
Wallace CSD Contract	-	7,058	7,058	100.0%	30,000	23.5%
Rentals Cell Towers/Other	-	4,301	4,301	100.0%	25,200	17.1%
Gain on Sale of Assets	23,179	-	(23,179)	-100.0%	-	0.0%
Other District Reimbursements	25,263	16,885	(8,378)	-33.2%	35,000	48.2%
Total Other Non-Operating	464,906	405,468	(59,438)	-12.8%	634,179	63.9%
Total Non-Operating Revenue	2,482,903	1,852,474	(630,429)	-25.4%	3,376,179	54.9%
Operating Transfers In	1,301,836	1,274,885	(26,951)	-2.1%	2,070,035	61.6%
Total Revenues - Operating Fund	11,343,531	11,215,154	(128,377)	-1.1%	15,739,200	71.3%

*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 March 31, 2010**

75% of Year Elapsed

EXPENDITURES	Expenditures through		Variance			
	03/31/2009	03/31/2010	FY 2009 vs. 2010	Percent Change	Budget FY 2009-10	Percent of 09-10 Budget
Salaries and Benefits						
Salaries/Wages	3,282,255	3,286,712	4,457	0.1%	4,530,651	72.5%
Overtime	132,110	85,126	(46,984)	-35.6%	182,661	46.6%
Benefits	1,992,753	1,767,620	(225,133)	-11.3%	2,700,357	65.5%
Medical/Dental Reimbursement	38,551	41,665	3,114	8.1%	88,400	47.1%
Total Salaries and Benefits	5,445,669	5,181,123	(264,546)	-4.9%	7,502,069	69.1%
Services and Supplies						
Utilities	422,118	570,412	148,294	35.1%	821,970	69.4%
Materials & Supplies	693,210	584,727	(108,483)	-15.6%	855,820	68.3%
Safety Materials & Supplies	-	15,240	15,240	15240.0%	30,000	50.8%
Administrative Technology	59,073	12,361	(46,712)	-79.1%	33,920	36.4%
Chemicals	194,371	300,148	105,777	54.4%	275,000	109.1%
Outside Services/Repairs	527,858	227,605	(300,253)	-56.9%	380,900	59.8%
Service Maintenance Contracts	35,631	35,922	291	0.8%	47,300	75.9%
Drug & Alcohol Testing	2,970	1,613	(1,357)	-45.7%	4,800	33.6%
Building Repairs	-	7,439	7,439	7439.0%	3,400	218.8%
Recruiting	2,717	13,816	11,099	408.5%	33,280	41.5%
Claims/Damages	1,600	(14,176)	(15,776)	-986.0%	7,500	-189.0%
Computer Licenses and Maint Agreements	-	13,515	13,515	13515.0%	24,630	54.9%
Janitorial Services	8,760	8,775	15	0.2%	15,200	57.7%
Laboratory Services	124,173	171,872	47,699	38.4%	200,000	85.9%
Outside Legal Fees	244,589	116,375	(128,214)	-52.4%	262,000	44.4%
Accounting/Auditing	32,000	32,000	-	0.0%	32,000	100.0%
Advertising/Publicity	1,170	95	(1,075)	-91.9%	2,800	3.4%
Professional Services	139,874	125,000	(14,874)	-10.6%	298,249	41.9%
Vehicles & Equipment	324,446	240,130	(84,316)	-26.0%	345,000	69.6%
Forms and Supplies	6,022	3,925	(2,097)	-34.8%	11,100	35.4%
Postage	14,312	14,324	12	0.1%	23,000	62.3%
Publications and Subscriptions	7,239	8,175	936	12.9%	13,420	60.9%
Dues and Memberships	39,983	49,432	9,449	23.6%	40,030	123.5%
Printing	1,434	1,216	(218)	-15.2%	2,500	48.6%
Training, Conferences and Travel	58,968	28,031	(30,937)	-52.5%	52,500	53.4%
Other Travel Costs	17,035	15,499	(1,536)	-9.0%	32,500	47.7%
Hogan Payment-Purchased Power	-	-	-	0.0%	105,000	0.0%
Purchased Water	-	4,401	4,401	4401.0%	5,000	88.0%
Retired Employee Costs	242,549	718,634	476,085	196.3%	865,650	83.0%
Bad Debt Expense	96,813	106,654	9,841	10.2%	60,000	177.8%
Unemployment Insurance	24,752	25,691	939	3.8%	25,000	102.8%
Insurance	169,260	251,766	82,506	48.7%	218,000	115.5%
Fed, State & County Wtr/Swr Fees	117,747	122,784	5,037	4.3%	125,000	98.2%
Federal Dam & Admin Fees	12,790	11,286	(1,504)	-11.8%	15,000	75.2%
State Water Right Fees	14,355	11,233	(3,122)	-21.7%	35,000	32.1%
Mandated Plans	68,045	-	(68,045)	-100.0%	10,000	0.0%
Strategic Plans/Updates.	171,486	31,829	(139,657)	-81.4%	206,300	15.4%
Water Conservation	13,874	5,663	(8,211)	-59.2%	55,000	10.3%
Misc. Operating/Maint. Exp.	12,374	23,176	10,802	87.3%	15,200	152.5%
Agent Fees	4,200	4,200	-	0.0%	4,200	100.0%
Total Services and Supplies	3,907,798	3,900,788	(7,010)	-0.2%	5,593,169	69.7%
Total - Operations	9,353,467	9,081,911	(271,556)	-2.9%	13,095,238	69.4%

Capital Outlay

APPENDIX B

Calaveras County Water District

Calaveras County Water District
 Expenditure Summary - Operating Fund
 Quarter Ending March 31, 2010

75% of Year Elapsed

EXPENDITURES	Expenditures through		Variance			
	03/31/2009	03/31/2010	FY 2009 vs. 2010	Percent Change	Budget FY 2009-10	Percent of 09-10 Budget
Equipment	87,278	211,693	124,415	142.6%	267,031	79.28%
Projects	458,033	130,804	(327,229)	-71.4%	254,000	51.50%
Total Capital Outlay	545,311	342,497	(202,814)	-37.2%	521,031	65.7%
Total Operations & Capital Outlay	9,898,778	9,424,408	(474,370)	-4.8%	13,616,269	69.2%
Debt Service						
Interest - Revenue Bonds	537,501	502,814	(34,687)	-6.5%	502,814	100.00%
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)	964	758	(206)	-21.4%	758	100.00%
Principal - SWRCB (531)	6,797	7,003	206	3.0%	7,003	100.00%
Interest - Lease Purchase, Kenworth	2,441	1,869	(572)	-23.4%	3,443	54.28%
Principal - Lease Purchase, Kenworth	12,993	13,564	571	4.4%	27,423	49.46%
Principal - New Hogan	-	-	-	0.0%	75,000	0.00%
New Debt Service - West Point	-	-	-	0.0%	100,306	0.00%
Total Debt Service	1,935,695	1,926,008	(9,687)	-0.5%	2,122,183	90.76%
Total Operations & Debt Service	11,834,473	11,350,416	(484,057)	-4.1%	15,738,452	72.1%

APPENDIX C

Calaveras County Water District

Calaveras County Water District
 Revenue and Expense Statement - Operating Fund
 Quarter Ending March 31, 2010

75% of Year Elapsed

REVENUES	FY 2008-09	FY 2009-10	FY 2009 vs. 2010	Budget FY 2009-10	VARIANCE	
	As of 03/31/2009	As of 03/31/2010			FY 2009-10	
					\$	%
Operating Revenue						
Water Sales	\$ 4,671,548	\$ 4,986,662	\$ 315,114	\$ 6,406,959	\$ (1,420,297)	77.8%
Wastewater Sales	2,471,602	2,700,800	229,198	3,230,766	(529,966)	83.6%
Other Operating	399,175	382,153	(17,022)	655,261	(273,108)	58.3%
Non-Operating Revenue						
Stand-By Fees *	82,755	72,402	(10,353)	130,000	(57,598)	55.7%
Property Taxes *	1,685,039	1,244,099	(440,940)	2,550,000	(1,305,901)	48.8%
Investment Income	14,210	23,376	9,166	30,000	(6,624)	77.9%
Grant Revenue	235,993	107,129	(128,864)	32,000	75,129	334.8%
Other Non-Operating	481,373	423,648	(57,725)	634,179	(210,531)	66.8%
Operating Transfers In	1,301,836	1,274,885	(26,951)	2,070,035	(795,150)	61.6%
Total Revenues	11,343,531	11,215,154	(128,377)	15,739,200	(4,524,046)	71.3%
EXPENDITURES						
Salaries and Benefits	5,445,669	5,181,123	(264,546)	7,502,069	(2,320,946)	69.1%
Services and Supplies	3,907,798	3,900,788	(7,010)	5,593,169	(1,692,381)	69.7%
Capital Outlay	545,311	342,497	(202,814)	521,031	(178,534)	65.7%
Debt Service	1,935,695	1,926,008	(9,687)	2,122,183	(196,175)	90.8%
Total Expenditures	11,834,473	11,350,416	(484,057)	15,738,452	(4,388,035)	72.1%
DEFICIENCY OF REVENUES OVER EXPENDITURES	(490,942)	(135,262)	355,680	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	509,058	864,738	355,680	1,000,748		
RESTRICTED FUND BALANCE	-	-	-	-		
UNRESTRICTED FUND BALANCE	509,058	864,738	355,680	1,000,748		

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

** Per policy, the District strives to maintain reserves of \$500,000 in both the Water and Wastewater Operating Funds

APPENDIX D

Calaveras County Water District

**Calaveras County Water District
Outstanding Debt
Quarter Ending March 31, 2010**

75% of Year Elapsed

	Original Issue Amount	Balance As of 06/30/2009	Principal Retirement	Projected Balance 06/30/2010	Variance	
					Expenditures through 03/31/2010	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	7,003	100.0%
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	13,564	49.5%
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	1,420,567	94.4%

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 March 31, 2010**

75% 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	-	11,822	91,715	4,921	72,789
Capacity Fee Revenue	-	20,079	33,453	22,683	58,791
Other Revenue	494	-	-	-	-
Total Revenues	494	31,901	125,168	27,603	131,580
Expenditures					
Disbursements	683,318	-	-	-	1,955
Transfers Out (Debt Service)	-	-	565,284	397,764	259,056
Total Expenditures	683,318	-	565,284	397,764	261,011
Balance as of March 31, 2010	(833,480)	556,968	4,068,381	99,917	3,321,387
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	(833,480)	556,968	3,548,681	(132,083)	1,689,387
Debt Service Obligation					
FY 2009-10	-	-	-	-	-
FY 2010-11 through FY 2017-18	-	-	4,082,970	2,872,997	1,871,131
Total Debt Service Obligations	-	-	4,082,970	2,872,997	1,871,131
Estimated Unrestricted Cash	(833,480)	556,968	(534,289)	(3,005,080)	(181,744)

* 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 March 31, 2010

75% 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	-	8,171	21,921	15,378	23,906	20,421	14,251
Capacity Fee Revenue	-	-	-	-	10,707	51,728	-
Other Revenue	-	-	-	-	-	-	-
Total Revenues	-	8,171	21,921	15,378	34,612	72,148	14,251
Expenditures							
Disbursements	322,249	-	-	-	-	1,765	-
Transfers Out (Debt Service)	-	-	-	-	-	52,780	-
Total Expenditures	322,249	-	-	-	-	54,545	-
Balance as of March 31, 2010	(322,249)	540,956	1,275,403	708,529	916,784	816,807	665,766
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*	-	-	-	-	-	-	-
Prior Commitment La Contenta Sewer	-	-	-	-	126,524	-	-
Total Project Commitments	-	50,000	-	208,000	191,524	180,000	-
Balance after Project Commitments	(322,249)	490,956	1,275,403	500,529	725,260	636,807	665,766
Debt Service Obligation							
FY 2009-10	-	-	-	-	-	-	-
FY 2010-11 through FY 2017-18	-	-	-	-	-	381,225	-
Total Debt Service Obligations	-	-	-	-	-	381,225	-
Estimated Unrestricted Cash	(322,249)	490,956	1,275,403	500,529	725,260	255,582	665,766

* Funded from Reserves

APPENDIX F

Calaveras County Water District

Calaveras County Water District

Capital Improvement Program Cash Flow/Expenditure Summary

Quarter Ending March 31, 2010

75% 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	\$ 286,802	\$ 1,178,533	\$ 173,198	\$ 169,306
11053	WP Downtown Distribution System	4,290,000	65,000	85,297	3,693	688	61,307	4,200,322
sub-total West Point Projects		5,990,000	525,000	150,656	290,495	1,179,221	234,505	4,369,628
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	413,597	32,740	(93,597)	52,358
sub-total Ebbetts Pass Projects		4,199,000	469,700	144,156	413,597	32,740	56,103	3,608,507
Jenny Lind								
11068R	JL Water Treatment Plant/Flood Protection	832,000	832,000	64,712	183	1,078	831,817	766,027
sub-total Jenny Lind Projects		832,000	832,000	64,712	183	1,078	831,817	766,027
Copper Cove								
11035	CC C-Tank Transmission Main	1,500,000	1,500,000	664,154	11,281	55,256	1,488,719	769,309
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	11,281	55,256	1,588,719	1,699,309
Other Water Projects								
11065	West County GW Monitoring	345,000	345,000	-	3,144	596	341,856	341,260
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	3,425	-	62,575	4,774,593
sub-total Other Projects		5,445,000	493,000	228,741	6,569	596	486,431	5,209,094
Total Fund 120 - Water Projects		\$ 18,896,000	\$ 3,919,700	\$ 1,252,418	\$ 722,125	\$ 1,268,891	\$ 3,197,575	\$ 15,652,566
* 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 March 31, 2010

75% 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	\$ 41,607	\$ 21,999	\$ 8,393	\$ 2,596,410
sub-total Forest Meadows Projects		2,845,000	50,000	184,984	41,607	21,999	8,393	2,596,410
Arnold								
15063	AR WWTP Improvements	208,000	208,000	-	5,483	-	202,517	202,517
sub-total Arnold Projects		208,000	208,000	-	5,483	-	202,517	202,517
La Contenta								
15056	LC WWTP Discharge Permit	100,000	50,000	49,838	21,892	9,562	28,108	18,708
sub-total La Contenta Projects		100,000	50,000	49,838	21,892	9,562	28,108	18,708
Copper Cove								
15034	CC WWTP Expansion Design**	-	-	-	216,958	-	(216,958)	-
15047	CCS Pond 6 Expansion	306,000	164,000	172,053	27,284	5,164	136,716	101,499
sub-total Copper Cove Projects		306,000	164,000	172,053	244,242	5,164	(80,242)	101,499
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	1,689	56,218	91,265	4,767,448
15060H	LC Huckleberry LS	-	57,046	-	57,228	3,778	(182)	-
sub-total Other Projects		5,218,000	181,000	233,393	58,917	59,996	122,083	4,926,700
Total Fund 130 - Sewer Projects		\$ 8,677,000	\$ 653,000	\$ 640,268	\$ 372,141	\$ 96,721	\$ 280,859	\$ 7,845,834
** No budget for Project 15034 in FY 09-10								
Total Project Management		\$ 27,573,000	\$ 4,572,700	\$ 1,892,686	\$ 1,094,266	\$ 1,365,612	\$ 3,478,434	\$ 23,498,400

APPENDIX G

Calaveras County Water District

**Calaveras County Water District
Quarterly Report on Investments
Quarter Ending March 31, 2010**

Investment Cost	Market Value	Coupon Rate	Date Invested	Date of Maturity	Days to Maturity	% of Portfolio	Invested with	
\$ 5,488,235	\$ 5,488,235	0.550%	Open	Open	1	23.09%	Local Agency Investment Fund	
255,027	255,027	0.010%	Open	Open	1	1.07%	Wells Fargo Money Market	
4,411,988	4,411,988	1.510%	June 14, 2007	Open	1	18.57%	Umpqua Bank Money Market	
2,000,000	2,000,000	1.500%	February 11, 2010	February 10, 2011	316	8.42%	Umpqua Bank CDARS Program	
2,000,000	2,000,000	1.250%	March 4, 2010	September 2, 2010	155	8.42%	Umpqua Bank CDARS Program	
2,000,000	2,000,000	1.350%	December 17, 2009	December 16, 2010	260	8.42%	Umpqua Bank CDARS Program	
1,404,195	331,313	3.950%	May 5, 2008	November 10, 2009	DEF	5.91%	Lehman Bros Hldgs Med Term Note CUSIP 52517PXT3	
1,140,000	1,175,237	4.361%	August 14, 2008	April 1, 2011	366	4.80%	Fresno CA JT Pwrs Auth CUSIP 358184LT4	
1,679,889	1,744,183	4.390%	October 24, 2007	May 1, 2011	396	7.07%	San Francisco CA Airport CUSIP 79765AC46	
1,866,641	1,903,400	3.860%	February 28, 2008	July 1, 2011	457	7.85%	Southern CA Public Power Auth CUSIP 842471CD4	
1,166,238	1,170,061	5.200%	May 5, 2008	July 1, 2012	823	4.91%	Sacramento Cnty CA Airport Ser C CUSIP 786107JS2	
352,525	352,525	(Trustees funds from page 2)					1.48%	
<u>\$ 23,764,738</u>	<u>\$ 22,831,969</u>					<u>100.01%</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 March 31, 2010**

Trusteed Funds:

Cost	Market Value	Percent Yield	Date Invested	Date of Maturity	Days to Maturity	Percent of Portfolio	Trustee	INVESTED FOR
\$ 39,753	\$ 39,753	0.05%	Mar 03, 98	Open	1	11.28%	USBank	AD604-Federated Treasury Obligations
<u>312,773</u>	<u>312,773</u>	0.00%	Aug 16, 06	Open	1	<u>88.72%</u>	USBank	2006 Saddle Creek Ltd, Reserve
<u>\$ 352,526</u>	<u>\$ 352,526</u>					<u>100.00%</u>		

Maturity Analysis	Maturity Time Frames	Weighted Average Maturity (The average life in days following the last day of the month)
\$ 10,155,249	LAIF/Money Market	
331,313	Maturity in Default	
4,000,000	Scheduled Maturities in 2010	
6,822,821	Scheduled Maturities in 2011	
<u>1,170,061</u>	Scheduled Maturities in 2012	
\$ 22,479,444	Total	
<u>352,526</u>	Trustees Investments	
\$ 22,831,970	Total Investments	
		<u>187</u>
		<u>0.51</u>
		<u>1</u>
\$ 532,695	Checking Account Balance	
<u>600</u>	Petty Cash + Change Fund	
\$ 23,365,265	Total Cash & Investments	

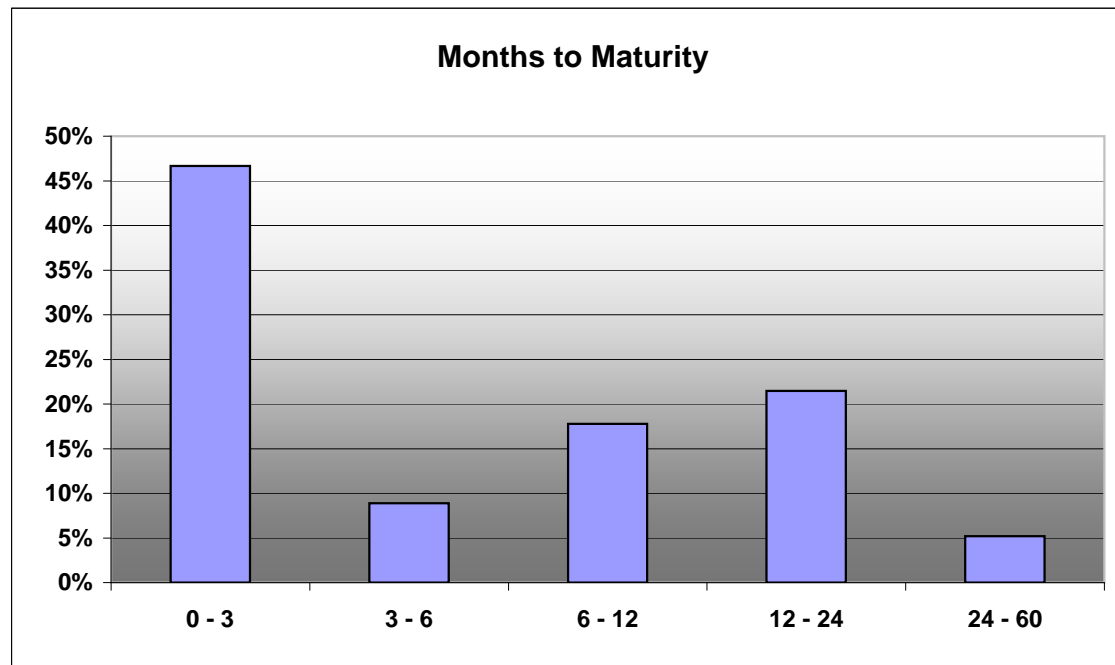
APPENDIX G

Calaveras County Water District

Calaveras County Water District

Monthly Maturity Distribution (Market Value)

Quarter Ending March 31, 2010



Months to Maturity	Maturity Distribution	Market Value
0 - 3	47%	\$ 10,486,562
3 - 6	9%	2,000,000
6 - 12	18%	4,000,000
12 - 24	21%	4,822,821
24 - 60	5%	1,170,061

Months to maturity chart includes Lehman Bros defaulted bond of \$331,313 as of 3/31/10.

APPENDIX G

Calaveras County Water District

Calaveras County Water District

Portfolio Summary

Quarter Ending March 31, 2010

Investments	Par Value	Market Value	Book Value	Percent of Portfolio	Days to Maturity	Yield to Maturity
California Local District Bonds	5,860,000	5,992,882	5,852,768	25%	533	4.47%
Medium Term Notes	1,425,000	331,313	1,404,195	6%	Default	5.49%
Local Agency Investment Fund (LAIF)	5,488,235	5,488,235	5,488,235	23%	213	0.55%
Money Market Funds	255,027	255,027	255,027	1%	5	0.003%
Collateralized Demand Bank Deposits	4,411,988	4,411,988	4,411,988	19%	2	1.51%
Collateralized Certificates of Deposit (CDARS)	6,000,000	6,000,000	6,000,000	26%	244	1.37%
Total Investments	23,440,250	22,479,445	23,412,213	100%		
Ending Accrued Interest		91,483	91,483			
Total Investments & Accrued Interest:	23,440,250	22,570,928	23,503,696			

APPENDIX G

Calaveras County Water District

**Calaveras County Water District
Investment Compliance Checklist
Quarter Ending March 31, 2010**

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%	25%	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%	19%	n/a	Yes
16429.1	Local Agency Investment Fund (LAIF)	None	*	23%	n/a	Yes
53651	Non Negotiable Certificates of Deposit	5 years	40%	26%	n/a	Yes
				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 March 31, 2010**

	Interest Reserve Fund 108
	<hr/>
Beginning Balance per General Ledger as of July 1, 2009	\$ 9,419,880
Revenues	
Investment Income	212,261
Property Tax Revenue (prior year disbursement)	25,285
Property Tax Revenue (15% of FY 09-10 disbursement)	219,547
Total Revenues	<hr/> 457,093
Expenditures	
Disbursements	-
Transfers Out	570,150
Total Expenditures	<hr/> 570,150
Balance as of March 31, 2010	<u><u>\$ 9,306,823</u></u>

<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	656,198
Reserve for GASB 45 (Post Employment Retirement Benefits)	-
Investment Income (unallocated)	150,625
Total Recommended Reserve Allocation	<u><u>\$ 9,306,823</u></u>