

June Lake Public Utility District
P O Box 99
June Lake, CA 93529
Office 760-648-7778 Fax 760-648-6801

THERE WILL BE A REGULAR MEETING OF THE BOARD OF DIRECTORS OF THE JUNE LAKE PUBLIC UTILITY DISTRICT ON SATURDAY, SEPTEMBER 4, 2024, AT 5:30PM AT 2380 HWY 158, JUNE LAKE, CA. FOR THE FOLLOWING AGENDA:

OPEN MEETING

Pledge of Allegiance

ADDITIONS TO AGENDA

[Government Code Section 54954.2(b)(2)] Additions to the agenda may be considered when two-thirds of the board members present determine a need for immediate action, and the need to act came to the attention of JLPUD after the agenda was posted; this exception requires a degree of urgency. If fewer than two-thirds of the board members are present, all must affirm the action to add an item to the agenda. The Board shall call for public comment prior to voting to add any item to the agenda after posting.

PUBLIC COMMENT

Speakers should give their name, affiliation if any and the subject they wish to comment on. Comments are limited to three (3) minutes. Discussions will not occur at this time. Topics should be of interest to the District. Any person may address the Board at this time upon any subject within the jurisdiction of the JLPUD; however, any matter that requires action will be referred to Staff for report and action at a subsequent Board meeting.

CONSENT CALENDAR

Check Register for August 2024

ESCB – Checking Balance - \$228,659.90

A/R Past Due - \$2712.41 (120 Days) – August 2024

King Statements – June 2024

Revenue Budget vs Actual Report – August 2024

Expenditure Budget vs Actual Report – August 2024

ESCB Credit Card Statements – August 2024

APPROVAL OF MINUTES

Approval of minutes from the Regular Meeting of August 2024

OLD BUSINESS

NEW BUSINESS

1. Review/Accept FYE 2022 Audit
2. Discuss/adopt Board Policies and Procedures

ONGOING UPDATE'S

1. Solar Panels at the WWTP
2. Rate Study

DIRECTOR'S/COMMITTEE MEMBER REPORT

O&M SUPERINTENDENT'S REPORT

MANAGER'S REPORT

EXECUTIVE (Closed) SESSION]

1. Public Employee, Performance Evaluation
Pursuant to Government Code Section 54954.5(e)

Position: General Manager

ADJOURNMENT

Note: at any time during a regular session, the Board may adjourn to a closed session to consider litigation, personnel matters, or to discuss with legal counsel matters within the attorney-client privilege. Authority: Government Code Section 11126(a)(d)(q). In compliance with the Americans with Disabilities Act if you need special assistance to participate in this meeting, please contact the Clerk of the Board at (760) 648-7778. Notification 48 hours prior to the meeting will enable the District to make reasonable arrangements to ensure accessibility to this meeting (28 CFR 13, 102-35, 104 ADA Title II) Any public record, relating to an open session agenda item that is distributed within 72 hours prior to the meeting is available for public inspection at the District's office, 2380 Hwy 158, June Lake, CA 93529.
8/29/24

CONSENT CALENDAR

CHECK REGISTER – AUGUST 2024

ESCB CHECKING ACCOUNT BALANCE – \$228,659.90

PAST DUE A/R (120 DAYS) - \$2,539.18

KING STATEMENT – JULY 2024

REVENUE BUDGET vs ACTUALS (water/sewer) – AUG 2024

EXPENDITURE BUDGET vs ACTUAL REPORT (Water/Sewer) – AUG 2024

ESCB VISA CARD STATEMENTS – JULY 2024

Statement for the Period July 1, 2024 to July 31, 2024

JUNE LAKE PUBLIC UTILITY DISTRICT - Corporation
Account Number: A4B-574244



Securities offered through Cambridge Investment Research, Inc. Member FINRA/SIPC.
Advisory services through Cambridge Investment Research Advisors, Inc., a Registered Investment Adviser. Cambridge and King Capital Advisors are not affiliated.

Account Overview

CHANGE IN ACCOUNT VALUE	Current Period	Year-to-Date
BEGINNING VALUE	\$1,225,751.19	\$1,196,989.54
Additions and Withdrawals	\$0.00	\$0.00
Misc. & Corporate Actions	\$0.00	\$0.00
Income	\$2,187.18	\$30,048.63
Taxes, Fees and Expenses	\$0.00	\$0.00
Change in Value	\$6,718.67	\$7,618.87
ENDING VALUE (AS OF 07/31/24)	\$1,234,657.04	\$1,234,657.04
Total Accrued Interest	\$7,998.80	
Ending Value with Accrued Interest	\$1,242,655.84	

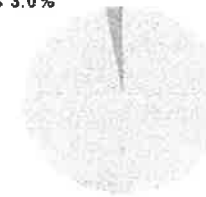
Refer to Miscellaneous Footnotes for more information on Change in Value.

INCOME	Current Period	Year-to-Date
TAXABLE		
Taxable Dividends	\$143.02	\$529.97
Taxable Interest	\$2,044.16	\$29,518.66
TOTAL TAXABLE	\$2,187.18	\$30,048.63
TOTAL INCOME	\$2,187.18	\$30,048.63

Taxable income is determined based on information available to NFS at the time the statement was prepared, and is subject to change. Final information on taxation of interest and dividends is available on Form 1099-Div, which is mailed in February of the subsequent year.

ACCOUNT ALLOCATION

Bank Deposits 0.2%
Money Markets 3.0%



CDs 96.8%

	Percent	Prior Period	Current Period
Money Markets	3.0 %	\$0.00	\$36,143.02
Bank Deposits	0.2	\$36,890.90	\$2,931.56
CDs	96.8	\$1,188,860.29	\$1,195,582.46
TOTAL	100.0 %	\$1,225,751.19	\$1,234,657.04

Account Allocation shows the percentage that each asset class represents of your total account value. Account Allocation for equities, fixed income, and other categories may include mutual funds and may be net of short positions. NFS has made assumptions concerning how certain mutual funds are allocated. Closed-end mutual funds and Exchange Traded Products (ETPs) listed on an exchange may be included in the equity allocation. The chart may not reflect your actual portfolio allocation. Consult your broker/dealer prior to making investment decisions.

JUNE LAKE PUBLIC UTILITY DISTRICT
Statement of Revenue Budget vs Actuals
For the Accounting Period: 8 / 24

Fund	Account	Received			Revenue	
		Current Month	Received YTD	Estimated Revenue	To Be Received	% Received
10 SEWER						
4100 TAXES						
	4110 Property Tax & Assmt Cur Secured	7,044.38	7,044.38	451,735.00	444,690.62	2 %
	4120 Property Tax & Assmt Cur Unsecured	939.50	939.50	57,159.00	56,219.50	2 %
	Account Group Total:	7,983.88	7,983.88	508,894.00	500,910.12	2 %
4300 CHARGES FOR SERVICES						
	4310 User Service Charge	-40.64	49,066.68	504,748.00	455,679.32	10 %
	4330 Delinquent User Chgs	-8.02	460.64	6,035.00	5,574.36	8 %
	4332 Other Serv Chgs	0.00	1,640.58	13,620.00	11,979.42	12 %
	Account Group Total:	-48.66	51,169.90	524,403.00	473,233.10	10 %
4600 LEASES, INTEREST and LATE CHARGES						
	4610 Interest From Investments	0.00	0.00	42,652.00	42,652.00	0 %
	4611 Interest Gain/Loss from Market Value	0.00	0.00	23,124.00	23,124.00	0 %
	4620 Cell Tower Lease SBA	0.00	1,210.00	12,803.00	11,593.00	9 %
	Account Group Total:	0.00	1,210.00	78,579.00	77,369.00	2 %
4700 FEES						
	4705 Returned Check Fee	0.00	0.00	123.00	123.00	0 %
	4710 Inspection Fees	0.00	0.00	432.00	432.00	0 %
	4720 Connection Fees	0.00	0.00	28,709.00	28,709.00	0 %
	4730 Tapping Fee	0.00	0.00	2,036.00	2,036.00	0 %
	Account Group Total:	0.00	0.00	31,300.00	31,300.00	0 %
	Fund Total:	7,935.22	60,363.78	1,143,176.00	1,082,812.22	5 %
20 WATER						
4100 TAXES						
	4110 Property Tax & Assmt Cur Secured	7,044.39	7,044.39	451,735.00	444,690.61	2 %
	4120 Property Tax & Assmt Cur Unsecured	939.51	939.51	57,159.00	56,219.49	2 %
	Account Group Total:	7,983.90	7,983.90	508,894.00	500,910.10	2 %
4300 CHARGES FOR SERVICES						
	4310 User Service Charge	-11,081.44	60,003.05	469,731.00	409,727.95	13 %
	4315 Water Sales - Other	0.00	0.00	14,730.00	14,730.00	0 %
	4332 Other Serv Chgs	0.00	622.03	3,110.00	2,487.97	20 %
	Account Group Total:	-11,081.44	60,625.08	487,571.00	426,945.92	12 %
4600 LEASES, INTEREST and LATE CHARGES						
	4610 Interest From Investments	0.00	0.00	10,112.00	10,112.00	0 %
	Account Group Total:	0.00	0.00	10,112.00	10,112.00	0 %
4700 FEES						
	4705 Returned Check Fee	0.00	0.00	123.00	123.00	0 %
	4710 Inspection Fees	0.00	0.00	430.00	430.00	0 %
	4720 Connection Fees	0.00	0.00	14,205.00	14,205.00	0 %
	4730 Tapping Fee	0.00	0.00	3,158.00	3,158.00	0 %
	4735 Reconnection Fee	0.00	100.00	200.00	200.00	33 %

08/28/24
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JUNE LAKE PUBLIC UTILITY DISTRICT
Statement of Revenue Budget vs Actuals
For the Accounting Period: 8 / 24

Page: 2 of 2
Report ID: B110C

Fund	Account	Received Current Month	Received YTD	Estimated Revenue	Revenue To Be Received	% Received
20	WATER					
4740	Other Oper Revenues	0.00	0.00	625.00	625.00	0 %
4750	Fixture Costs	0.00	0.00	1,584.00	1,584.00	0 %
	Account Group Total:	0.00	100.00	20,425.00	20,325.00	0 %
	Fund Total:	-3,097.54	68,708.98	1,027,002.00	958,293.02	7 %
	Grand Total:	4,837.68	129,072.76	2,170,178.00	2,041,105.24	6 %

Fund Account	Object	Committed Current Month	Committed YTD	Original Appropriation	Current Appropriation	Available Appropriation	% Committed
10	SEWER						
5300	SEWER						
5310	Sewer Collection						
110	Salaries	2,447.73	6,402.60	70,000.00	70,000.00	63,597.40	9%
210	Supplies	15.32	15.32	8,000.00	8,000.00	7,984.68	0%
310	Contractual Services	2,814.31	2,814.31	170,000.00	170,000.00	167,185.69	2%
320	Utilities	3,340.30	6,463.68	30,000.00	30,000.00	23,536.32	22%
	Account Total:	8,617.66	15,695.91	278,000.00	278,000.00	262,304.09	6%
5330	Sewer Treatment						
110	Salaries	4,339.35	8,857.63	75,200.00	75,200.00	66,342.37	12%
210	Supplies	10,836.41	12,320.64	10,500.00	10,500.00	-1,820.64	117%
310	Contractual Services	5,093.08	5,126.16	5,000.00	5,000.00	-126.16	103%
320	Utilities	7,393.79	7,393.79	65,000.00	65,000.00	57,606.21	11%
	Account Total:	27,662.63	33,698.22	155,700.00	155,700.00	122,001.78	22%
5340	Mosquito						
110	Salaries	1,828.20	2,445.95	7,700.00	7,700.00	5,254.05	32%
210	Supplies	0.00	0.00	1,000.00	1,000.00	1,000.00	0%
310	Contractual Services	250.00	250.00	1,700.00	1,700.00	1,450.00	15%
	Account Total:	2,078.20	2,695.95	10,400.00	10,400.00	7,704.05	26%
	Account Group Total:	38,358.49	52,090.08	444,100.00	444,100.00	392,009.92	12%
6100	Administrative and General						
6100	Administrative and General						
110	Salaries	11,074.64	21,746.08	134,457.00	134,457.00	112,710.92	16%
111	Directors Fees	350.00	650.00	2,200.00	2,200.00	1,550.00	30%
112	Vac/Hol/SL	8,894.45	15,924.25	61,000.00	61,000.00	45,075.75	26%
113	Travel, Meetings & Mileage	0.00	0.00	3,700.00	3,700.00	3,700.00	0%
120	PERS Emplr Contribution	2,997.09	5,800.54	30,000.00	30,000.00	24,199.46	19%
121	CalPers Unfunded Liability	0.00	0.00	37,000.00	37,000.00	37,000.00	0%
130	Health Insurance	6,578.04	12,598.55	60,000.00	60,000.00	47,401.45	21%
131	Dental/Vision Insurance	230.68	230.68	1,500.00	1,500.00	1,269.32	15%
132	LTD & Life Ins	0.00	199.56	3,000.00	3,000.00	2,800.44	7%
140	State Compensation	0.00	16,956.36	20,700.00	20,700.00	3,743.64	82%
150	Employer Social Security	21.70	40.30	600.00	600.00	559.70	7%
151	Employer Medicare	428.86	838.26	4,700.00	4,700.00	3,861.74	18%
220	Gas, Oil & Fuel	1,289.15	1,289.15	12,000.00	12,000.00	10,710.85	11%
225	Maintenance, Vehicle & Contractual	154.51	154.51	3,305.00	3,305.00	3,150.49	5%
240	Office Expenses	29.99	135.83	6,300.00	6,300.00	6,164.17	2%
250	Communication	1,217.91	1,837.87	13,600.00	13,600.00	11,762.13	14%
270	Sm Tools & Supplies	551.81	588.86	2,400.00	2,400.00	1,811.14	25%
310	Contractual Services	290.75	608.33	5,000.00	5,000.00	4,391.67	12%
320	Utilities	5.99	5.99	480.00	480.00	474.01	1%
330	Publication & Notices	262.50	262.50	0.00	0.00	-262.50	0%
340	Dues, Subsc & Fees	649.83	1,955.31	39,000.00	39,000.00	37,044.69	5%
350	Professional Svcs	3,792.95	3,792.95	40,000.00	40,000.00	36,207.05	9%
355	Propterty Tax Admin Fee	0.00	0.00	8,600.00	8,600.00	8,600.00	0%
360	Gen'l Insurance	0.00	18,755.45	18,000.00	18,000.00	-755.45	104%
380	Rents & Leases	350.00	700.00	3,800.00	3,800.00	3,100.00	18%
705	Capital Equipment - Vehicles	0.00	0.00	30,000.00	30,000.00	30,000.00	0%

JUNE LAKE PUBLIC UTILITY DISTRICT
Statement of Expenditure - Budget vs. Actual Report
For the Accounting Period: 8 / 24

Fund Account	Object	Committed Current Month	Committed YTD	Original Appropriation	Current Appropriation	Available Appropriation	% Committed
10	SEWER						
	Account Total:	39,170.85	105,071.33	541,342.00	541,342.00	436,270.67	19%
	Account Group Total:	39,170.85	105,071.33	541,342.00	541,342.00	436,270.67	19%
6300	USFS						
6310	USFS MAINT						
110	Salaries	609.17	1,717.17	3,700.00	3,700.00	1,982.83	46%
	Account Total:	609.17	1,717.17	3,700.00	3,700.00	1,982.83	46%
	Account Group Total:	609.17	1,717.17	3,700.00	3,700.00	1,982.83	46%
	Fund Total:	78,138.51	158,878.58	989,142.00	989,142.00	830,263.42	16%
20	WATER						
5400	WATER						
5420	Pumping						
320	Utilities	1,271.94	3,305.17	33,000.00	33,000.00	29,694.83	10%
	Account Total:	1,271.94	3,305.17	33,000.00	33,000.00	29,694.83	10%
5430	Water Treatment						
110	Salaries	7,106.95	13,585.99	100,500.00	100,500.00	86,914.01	14%
210	Supplies	0.00	60.00	30,000.00	30,000.00	29,940.00	0%
310	Contractual Services	3,411.29	3,960.37	20,000.00	20,000.00	16,039.63	20%
320	Utilities	1,170.70	2,062.45	25,538.00	25,538.00	23,475.55	8%
	Account Total:	11,688.94	19,668.81	176,038.00	176,038.00	156,369.19	11%
5440	Transmission and Distribution						
110	Salaries	1,968.73	4,252.60	29,000.00	29,000.00	24,747.40	15%
210	Supplies	14.56	14.56	8,000.00	8,000.00	7,985.44	0%
310	Contractual Services	0.00	8,661.47	20,000.00	20,000.00	11,338.53	43%
706	Capital Equipment - Other	0.00	0.00	6,000.00	6,000.00	6,000.00	0%
	Account Total:	1,983.29	12,928.63	63,000.00	63,000.00	50,071.37	21%
5450	Meter						
110	Salaries	880.52	2,417.85	10,000.00	10,000.00	7,582.15	24%
210	Supplies	0.00	529.70	40,000.00	40,000.00	39,470.30	1%
	Account Total:	880.52	2,947.55	50,000.00	50,000.00	47,052.45	6%
	Account Group Total:	15,824.69	38,850.16	322,038.00	322,038.00	283,187.84	12%
6100	Administrative and General						
6100	Administrative and General						
110	Salaries	10,755.64	21,029.09	120,000.00	120,000.00	98,970.91	18%
111	Directors Fees	350.00	650.00	2,100.00	2,100.00	1,450.00	31%
112	Vac/Hol/SL	539.49	1,284.87	13,000.00	13,000.00	11,715.13	10%
113	Travel, Meetings & Mileage	0.00	0.00	4,300.00	4,300.00	4,300.00	0%
120	PERS Emplr Contribution	1,800.28	3,767.14	21,830.00	21,830.00	18,062.86	17%
121	CalPers Unfunded Liability	0.00	0.00	60,000.00	60,000.00	60,000.00	0%
130	Health Insurance	5,791.12	10,639.77	45,000.00	45,000.00	34,360.23	24%
131	Dental/Vision Insurance	230.69	230.69	4,000.00	4,000.00	3,769.31	6%
132	LTD & Life Ins	0.00	199.55	2,900.00	2,900.00	2,700.45	7%

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JUNE LAKE PUBLIC UTILITY DISTRICT
Statement of Expenditure - Budget vs. Actual Report
For the Accounting Period: 8 / 24

Page: 3 of 3
Report ID: B100C

Fund Account	Object	Committed Current Month	Committed YTD	Original Appropriation	Current Appropriation	Available Appropriation	% Committed
20 WATER							
140	State Compensation	0.00	16,956.35	21,000.00	21,000.00	4,043.65	81%
150	Employer Social Security	21.70	40.30	3,000.00	3,000.00	2,959.70	1%
151	Employer Medicare	313.75	627.76	3,800.00	3,800.00	3,172.24	17%
220	Gas, Oil & Fuel	1,289.14	1,289.14	11,500.00	11,500.00	10,210.86	11%
225	Maintenance, Vehicle & Contractual	154.51	154.51	4,000.00	4,000.00	3,845.49	4%
240	Office Expenses	29.98	135.82	6,500.00	6,500.00	6,364.18	2%
250	Communication	1,308.22	2,062.49	15,000.00	15,000.00	12,937.51	14%
270	Sm Tools & Supplies	551.78	588.83	3,500.00	3,500.00	2,911.17	17%
310	Contractual Services	290.75	608.33	20,000.00	20,000.00	19,391.67	3%
320	Utilities	6.00	6.00	354.00	354.00	348.00	2%
330	Publication & Notices	262.50	262.50	0.00	0.00	-262.50	0%
340	Dues, Subsc & Fees	374.84	1,923.01	25,000.00	25,000.00	23,076.99	8%
350	Professional Svcs	3,792.95	3,792.95	20,000.00	20,000.00	16,207.05	19%
355	Propterty Tax Admin Fee	0.00	0.00	9,000.00	9,000.00	9,000.00	0%
360	Gen'l Insurance	0.00	18,755.45	18,000.00	18,000.00	-755.45	104%
380	Rents & Leases	350.00	700.00	4,000.00	4,000.00	3,300.00	18%
705	Capital Equipment - Vehicles	0.00	0.00	30,000.00	30,000.00	30,000.00	0%
	Account Total:	28,213.34	85,704.55	467,784.00	467,784.00	382,079.45	18%
	Account Group Total:	28,213.34	85,704.55	467,784.00	467,784.00	382,079.45	18%
	Fund Total:	44,038.03	124,554.71	789,822.00	789,822.00	665,267.29	16%
	Grand Total:	122,176.54	283,433.29	1,778,964.00	1,778,964.00	1,495,530.71	16%



Rewards Bonus Points Available **77,452**

Account Summary

Billing Cycle		08/01/2024
Days In Billing Cycle		31
Previous Balance		\$2,711.13
Purchases	+	\$793.65
Cash	+	\$0.00
Balance Transfers	+	\$0.00
Special	+	\$0.00
Credits	-	\$0.00
Payments	-	\$2,711.13-
Other Charges	+	\$0.00
Finance Charges	+	\$0.00
NEW BALANCE		\$793.65

Credit Summary

Total Credit Line	\$12,500.00
Available Credit Line	\$11,706.35
Available Cash	\$1,000.00
Amount Over Credit Line	\$0.00
Amount Past Due	\$0.00
Disputed Amount	\$0.00

Account Inquiries

- Call us at: (800) 883-0131
Lost or Stolen Card: (800) 883-0131
- Go to MyCardStatement.com
- Write us at PO BOX 105666, ATLANTA, GA 30348-5666

Payment Summary

NEW BALANCE	\$793.65
MINIMUM PAYMENT	\$793.65
PAYMENT DUE DATE	08/26/2024

NOTE: Grace period to avoid a finance charge on purchases, pay entire new balance by payment due date. Finance charge accrues on cash advances until paid and will be billed on your next statement.

Cardholder Account Summary

Trans Date	Post Date	Plan Name	Reference Number	Description	Amount
07/05	07/07	PBUS01	24492154187719887031391	ADOBE *ADOBE 408-536-6000 CA	\$19.99
07/16	07/17		74009774199001208501374	PAYMENT - THANK YOU	\$2,711.13-
07/18	07/18	PBUS01	24204294200000900538027	MSFT * E0700T21SW 800-6427676 WA	\$12.50
07/17	07/18	PBUS01	24430994199031842346298	MSFT * E0700T1ZES MSBILL.INFO WA	\$86.00
07/25	07/26	PBUS01	24692164207100853101919	Blink amzn.com/bill WA	\$100.00
07/27	07/28	PBUS01	24036294209742420289970	ADOBE *ADOBE 408-536-6000 CA	\$19.99
07/28	07/29	PBUS01	24036294210742598454320	ADOBE *ADOBE 408-536-6000 CA	\$19.99
07/28	07/29	PBUS01	24692164210103706410029	B2B Prime*RV2ZH7BV2 Amzn.com/bill WA	\$535.18

PLEASE DETACH COUPON AND RETURN PAYMENT USING THE ENCLOSED ENVELOPE - ALLOW UP TO 7 DAYS FOR RECEIPT

TCM BANK NA
 PO BOX 105666
 ATLANTA GA 30348-5666

Account Number
 ####-####-####-4604

Check box to indicate name/address change on back of this coupon

AMOUNT OF PAYMENT ENCLOSED

Closing Date	New Balance	Total Minimum Payment Due	Payment Due Date
08/01/24	\$793.65	\$793.65	08/26/24

\$

JULI BALDWIN
 JUNE LAKE PUBLIC UTILITY
 PO BOX 99
 JUNE LAKE CA 93529-0099

MAKE CHECK PAYABLE TO:



VISA
 PO BOX 6818
 CAROL STREAM IL 60197-6818



Rewards™	Bonus Points Available 33,988
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Account Summary

Billing Cycle		08/01/2024
Days In Billing Cycle		31
Previous Balance		\$92.09
Purchases	+	\$597.63
Cash	+	\$0.00
Balance Transfers	+	\$0.00
Special	+	\$0.00
Credits	-	\$0.00
Payments	-	\$92.09
Other Charges	+	\$0.00
Finance Charges	+	\$0.00
NEW BALANCE		\$597.63

Credit Summary

Total Credit Line	\$12,500.00
Available Credit Line	\$11,902.37
Available Cash	\$0.00
Amount Over Credit Line	\$0.00
Amount Past Due	\$0.00
Disputed Amount	\$0.00

Account Inquiries

- Call us at: (800) 883-0131
Lost or Stolen Card: (800) 883-0131
- Go to MyCardStatement.com
- Write us at PO BOX 105666, ATLANTA, GA 30348-5666

Payment Summary

NEW BALANCE	\$597.63
MINIMUM PAYMENT	\$597.63
PAYMENT DUE DATE	08/26/2024

NOTE: Grace period to avoid a finance charge on purchases, pay entire new balance by payment due date. Finance charge accrues on cash advances until paid and will be billed on your next statement.

Cardholder Account Summary

Trans Date	Post Date	Plan Name	Reference Number	Description	Amount
07/08	07/09	PBUS01	2400077419100000033570	DODGE CONSTRUCTION NET HTTPSWWW.CONS MA	\$525.00
07/15	07/16	PBUS01	24692164197102243392135	AMAZON MKTPL*RS72D8AZ0 Amzn.com/bill WA	\$26.76
07/16	07/17		74009774199001208501390	PAYMENT - THANK YOU	\$92.09
07/22	07/23	PBUS01	24692164204108628486799	AMAZON MKTPL*RJ0CV9E61 Amzn.com/bill WA	\$14.56
07/27	07/28	PBUS01	24011344209000068744786	ZOOM.US 888-799-9666 WWW.ZOOM.US CA	\$15.99
07/30	07/31	PBUS01	24692164212105323012656	AMZN Mktpl US*RV2JV9RU2 Amzn.com/bill WA	\$15.32

cRewards Bonus Points Information as of 07/31/2024

Rewards™	Beginning Balance	Points Earned	Points Adjusted	Points Redeemed	Ending Balance
	33,405	583	0	0	33,988

PLEASE DETACH COUPON AND RETURN PAYMENT USING THE ENCLOSED ENVELOPE - ALLOW UP TO 7 DAYS FOR RECEIPT

TCM BANK NA
 PO BOX 105666
 ATLANTA GA 30348-5666

Account Number
 #####-7037

Check box to indicate name/address change on back of this coupon

AMOUNT OF PAYMENT ENCLOSED

Closing Date	New Balance	Total Minimum Payment Due	Payment Due Date
08/01/24	\$597.63	\$597.63	08/26/24

\$

TODD KIDWELL
 JUNE LAKE PUBLIC UTILITY
 PO BOX 99
 JUNE LAKE CA 93529-0099

MAKE CHECK PAYABLE TO:



VISA
 PO BOX 6818
 CAROL STREAM IL 60197-6818

MINUTES OF THE REGULAR MEETING OF THE BOARD OF DIRECTORS
JUNE LAKE PUBLIC UTILITY DISTRICT

President Hallum called the regular meeting of August 14, 2024, of the Board of Directors of the June Lake Public Utility District (JLPUD) to order at 5:31 p.m.

Pledge of Allegiance

A. ROLL CALL

Directors Present:	Hallum, Fogg, Logan & Hunt
Staff Present:	General Manager Kidwell, Secretary Morgan
Staff absent:	Superintendent Blaisdell, Director Walsh

B. ADDITIONS TO AGENDA – GM Kidwell added Closed Session, 54957.6, Salaries, Legislative Body of Local Agencies; Salaries, Salary Schedules or Fringe Benefits; Mandatory Subjects.

C. PUBLIC COMMENT

D. CONSENT CALENDAR

Board action: to accept Consent Calendar as written.

Motion by: Director Hunt
Seconded by: Director Logan
Motion: passed unanimously

E. APPROVAL OF MINUTES

1. Board action: to approve Regular Minutes from July 13, 2024, as written.

Motion by: Director Hunt
Seconded by: Director Logan
Motion: passed unanimously

F. OLD BUSINESS - None

G. NEW BUSINESS

1. Board action to Accept Resolution No. 2024-06, The Requesting County Elections to Conduct the Election, Requesting Consolidation of the Election and Specifications of the Election Order.

Motion by: Director Hunt
Seconded by: Director Logan
Motion: passed unanimously

H. ONGOING PROJECT UPDATES

1. Solar Panels at WWTP: Pam Bold will attend the September Board meeting and provide a solar presentation for the WWTP proposed project.

2. Rate Study: No new information has been requested and is very close to being completed.

I. DIRECTOR'S/COMMITTEE REPORT

Finance Committee: None
Personnel Committee: None
Treasurer: None

J. O&M SUPERINTENDENT REPORT -No report

K. MANAGER REPORT

1. Completed work on Union Negotiations.
2. Continued work with Specialized Utilities Program (SUSP) on our rate study that is underway.
3. Worked with Fedak & Brown and Mr. Martinez (CPA) on our 2022 audit. The 2022 audit is now complete. We are now working on FY 2023 and expect that to be completed in August 2024 and ready for review in September.
4. High Sierra Energy (Pam Bold) has requested to attend the September board meeting to discuss the proposed WWTP Solar Project.
5. We have continued to increase our Mosquito Abatement efforts. Director Hunt says Field Staff should learn the biology of mosquitos to better understand mosquito abatement.
6. Continued to work with Sancon to plan for our continued Sewer Slip Line Project for 2024. Slip Lining will start mid-September. Once completed we should be at 60%-70% completed on the slip lining.
7. Scheduled inspection of our water tanks. This is scheduled for fall to late fall. Director Hunt says there are "No Hazardous" signs/placards on the Water plants. GM Kidwell says he will get the appropriate hazardous placards and post them.
8. Worked with Director Hunt on a new Policy and Procedures manual. They are working on sections at a time.
9. Received confirmation that our new Vector truck is scheduled to be completed in September 2024. This truck should arrive the first week of September. Currently only one employee has a Class B license and is qualified to drive the truck. All employees will be trained in how to operate the Vector truck and all its functions. The Vector truck will be stored at the WWTP.

L. Closed Open Session at 6:03 pm (Director Hunt, Director Logan)

M. Open Executive Session at 6:03 pm (Director Logan, Director Fogg)

N. Close Executive Session at 6:18 pm (Director Logan, Director Fogg)

O. Opened Open Session at 6:18 pm (Director Logan, Director Fogg)

P. Executive Session report: Discussion only.

Next meeting scheduled for Wednesday September 4, 2024, at 5:30 pm.

Q. ADJOURNMENT

There being no further business, it was moved, seconded, and unanimously passed to adjourn at 6:18 pm (Director Logan, Director Fogg).

Respectfully Submitted,



Heather Morgan
Ex-Officio Secretary



**June Lake Public Utility District
Annual Financial Report
For the Fiscal Years Ended
June 30, 2022 and 2021**



June Lake Public Utility District

Board of Directors as of June 30, 2022

Name	Title	Elected/ Appointed	Current Term
Jerry Hallum	President	Appointed	11/2024
Barbara Miller	Director	Elected	11/2022
Sarah Minich	Director	Appointed	11/2022
Bill Hunt	Director	Appointed	11/2022
Justin Walsh	Director	Appointed	11/2024

**June Lake Public Utility District
Todd M. Kidwell, General Manager
2380 Highway 158
June Lake, California 93529
(760) 648-7778**

June Lake Public Utility District
Annual Financial Report
For the Fiscal Years Ended June 30, 2022 and 2021

**June Lake Public Utility District
Annual Financial Report
For the Fiscal Years Ended June 30, 2022 and 2021**

Table of Contents

	<u>Page No.</u>
Table of Contents	i
Financial Section	
Independent Auditor’s Report	1-3
Management’s Discussion and Analysis	4-8
Basic Financial Statements:	
Statements of Net Position	9-10
Statements of Revenues, Expenses, and Changes in Net Position	11
Statements of Cash Flows	12-13
Notes to the Basic Financial Statements	14-37
Required Supplementary Information	
Schedules of the District’s Proportionate Share of the Net Pension Liability	38-39
Schedules of Pension Plan Contributions	40
Supplemental Information	
Combining Schedules of Net Position, June 30, 2022	41-42
Combining Schedules of Revenues, Expenses and Changes in Net Position, June 30, 2022	43
Combining Schedules of Net Position, June 30, 2021	44-45
Combining Schedules of Revenues, Expenses and Changes in Net Position, June 30, 2021	46
Report on Internal Controls and Compliance	
Independent Auditor’s Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on the Audits of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	47-48

Financial Section



Christopher J. Brown, CPA, CGMA
Jonathan Abadesco, CPA
Jeffrey Palmer

C.J. Brown & Company CPAs

An Accountancy Corporation

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10805 Holder Street, Suite 150
Cypress, California 90630
(657) 214-2307

Riverside Office:
5051 Canyon Crest Drive, Suite 203
Riverside, California 92507
(657) 214-2307

Independent Auditor's Report

Board of Directors
June Lake Public Utility District
June Lake, California

Report on the Financial Statements

We have audited the accompanying financial statements of the business-type activities, and each major fund of June Lake Public Utility District (District) as of and for the years ended June 30, 2022 and 2021, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the business-type activities, and each major fund of June Lake Public Utility District, as of June 30, 2022 and 2021, and the respective changes in financial position, and, where applicable, cash flows thereof, for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audits in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, and the State Controller's Minimum Audit Requirements for California Special Districts. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the District, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Independent Auditor's Report, continued

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

- exercise professional judgment and maintain professional skepticism throughout the audit.
- identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, no such opinion is expressed.
- evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Emphasis of Matter

As discussed in Note 9 to the financial statements, the District has adopted the provisions of GASB Statement No. 87 – Leases. As a result, the District has restated its net position to reflect the effects of the change in accounting policy. Our opinion is not modified with respect to this matter.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 4 through 8, and the required supplementary information on pages 38 through 40, be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context.

Independent Auditor's Report, continued

Required Supplementary Information, continued

We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audits were conducted for the purpose of forming an opinion on the financial statements that collectively comprise the District's basic financial statements. The Combining Schedules of Net Position, and the Combining Schedules of Revenues, Expenses, and Changes in Net Position (supplemental information schedules) are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The supplemental information schedules on pages 41 through 46 are the responsibility of management and were derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audits of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplemental information schedules are fairly stated in all material respects in relation to the basic financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated July 13, 2024, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance. This report can be found on pages 47 and 48.

C.J. Brown & Company, CPAs

C.J. Brown & Company, CPAs
Cypress, California
July 13, 2024

June Lake Public Utility District
Management's Discussion and Analysis
For the Fiscal Years Ended June 30, 2022 and 2021

The following Management's Discussion and Analysis (MD&A) of activities and financial performance of the June Lake Public Utility District (District) provides an introduction to the financial statements of the District for the fiscal year ended June 30, 2022. We encourage readers to consider the information presented here in conjunction with the basic financial statements and related notes, which follow this section.

Financial Highlights

- The District's net position decreased 2.07% or \$125,808 to \$5,965,853. In fiscal year 2021, net position increased 2.05% or \$122,266 to \$6,091,661.
- Total revenues decreased 0.03% or \$615 to \$1,918,288. Total operating revenues increased 1.69% or \$19,080 to \$1,148,802. Total non-operating revenues decreased 2.50% or \$19,695 to \$769,486.
- In fiscal year 2021, total revenues increased 9.59% or \$167,875 to \$1,918,903. Total operating revenues increased 14.57% or \$143,693 to \$1,129,722. Total non-operating revenues increased 3.16% or \$24,182 to \$789,181.
- Total expenses increased 13.77% or \$247,459 to \$2,044,096. Total operating expenses increased 17.56% or \$249,874 to \$1,672,585.
- In fiscal year 2021, total expenses increased 0.86% or \$15,375 to \$1,796,637. Total operating expenses increased 2.05% or \$28,544 to \$1,422,711. Total non-operating expenses decreased 100% or \$15,211 to \$0.

Required Financial Statements

This annual report consists of a series of financial statements. The Statement of Net Position, Statement of Revenues, Expenses, and Changes in Net Position, and Statement of Cash Flows provide information about the activities and performance of the District using accounting methods similar to those used by private sector companies.

The Statement of Net Position includes all of the District's investments in resources (assets), deferred outflows of resources, the obligations to creditors (liabilities), and deferred inflows of resources. They also provide the basis for computing a rate of return, evaluating the capital structure of the District, and assessing the liquidity and financial flexibility of the District. All of the year's revenues and expenses are accounted for in the Statement of Revenues, Expenses, and Changes in Net Position. This statement measures the success of the District's operations over the past year and can be used to determine if the District has successfully recovered all of its costs through its rates and other charges. This statement can also be used to evaluate profitability and credit worthiness. The final required financial statement is the Statement of Cash Flows, which provide information about the District's cash receipts and cash payments during the reporting period. The Statement of Cash Flows reports cash receipts, cash payments, and net changes in cash resulting from operations, investing, non-capital financing, and capital and related financing activities, as well as providing answers to questions such as: where did cash come from, what was cash used for, and what was the change in cash balance during the reporting period.

June Lake Public Utility District
Management's Discussion and Analysis, continued
For the Fiscal Years Ended June 30, 2022 and 2021

Financial Analysis of the District

One of the most important questions asked about the District's finances is, "Is the District better off or worse off as a result of this year's activities?" The Statement of Net Position and the Statement of Revenues, Expenses, and Changes in Net Position report information about the District in a way that helps answer this question. These statements include all assets, deferred outflows, liabilities, and deferred inflows using the *accrual basis of accounting*, which is similar to the accounting used by most private sector companies. All of the current year's revenues and expenses are taken into account regardless of when the cash is received or paid.

These statements report the District's *net position* and changes in them. One can think of the District's net position (the difference between assets and deferred outflows, and liabilities and deferred inflows), as one way to measure the District's financial health or *financial position*. Over time, *increases or decreases* in the District's net position is one indicator of whether its *financial health* is improving or deteriorating. However, one will need to consider other non-financial factors such as changes in economic conditions, population growth, zoning, and new or changed government legislation, such as changes in Federal and State water quality standards.

Notes to the Basic Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the basic financial statements. The notes to the basic financial statements can be found on pages 14 through 37.

Statements of Net Position

A summary of the statements of net position is as follows:

	Condensed Statements of Net Position				
	<u>2022</u>	<u>2021</u>	<u>Change</u>	<u>2020</u>	<u>Change</u>
Assets:					
Current assets	\$ 2,930,273	2,817,163	113,110	1,857,215	959,948
Non-current assets	1,753,449	1,442,907	310,542	1,835,030	(392,123)
Capital assets, net	3,689,959	4,005,367	(315,408)	4,376,551	(371,184)
Total assets	<u>8,373,681</u>	<u>8,265,437</u>	<u>108,244</u>	<u>8,068,796</u>	<u>196,641</u>
Deferred outflows of resources	<u>279,128</u>	<u>296,311</u>	<u>(17,183)</u>	<u>274,149</u>	<u>22,162</u>
Liabilities:					
Current liabilities	353,522	345,461	8,061	325,397	20,064
Non-current liabilities	933,199	1,477,231	(544,032)	1,376,323	100,908
Total liabilities	<u>1,286,721</u>	<u>1,822,692</u>	<u>(535,971)</u>	<u>1,701,720</u>	<u>120,972</u>
Deferred inflows of resources	<u>1,400,235</u>	<u>647,395</u>	<u>752,840</u>	<u>671,830</u>	<u>(24,435)</u>
Net position:					
Net investment in capital assets	3,689,959	4,005,367	(315,408)	4,376,551	(371,184)
Restricted	2,499,842	2,525,861	(26,019)	1,585,687	940,174
Unrestricted (deficit)	(223,948)	(439,567)	215,619	7,157	(446,724)
Total net position	<u>\$ 5,965,853</u>	<u>6,091,661</u>	<u>(125,808)</u>	<u>5,969,395</u>	<u>122,266</u>

June Lake Public Utility District
Management's Discussion and Analysis, continued
For the Fiscal Years Ended June 30, 2022 and 2021

Statements of Net Position, continued

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the District, assets and deferred outflows of resources of the District exceeded liabilities and deferred inflows of resources by \$5,965,853 and \$6,091,661 as of June 30, 2022 and 2021, respectively. Compared to prior year, net position of the District decreased by 2.03% or \$123,671. The District's total net position is made up of three components: (1) net investment in capital assets, (2) restricted net position, and (3) unrestricted net position.

By far the largest portion of the District's net position (61.85% and 65.75% as of June 30, 2022 and 2021, respectively) A portion of the District's net position reflects the District's investment in capital assets (net of accumulated depreciation) less any related debt used to acquire those assets that is still outstanding. The District uses these capital assets to provide services to customers within the District's service area; consequently, these assets are *not* available for future spending. At the end of fiscal year 2022, and 2021, the District showed a deficit in its unrestricted net position of \$223,948 and \$439,567, respectively. See note 7 for further discussion.

Statement of Revenues, Expenses, and Changes in Net Position

A summary of the statements of revenues, expenses, and changes in net position is as follows:

Condensed Statements of Revenues, Expenses, and Changes in Net Position

	<u>2022</u>	<u>2021</u>	<u>Change</u>	<u>2020</u>	<u>Change</u>
Revenues:					
Operating revenues	\$ 1,148,802	1,129,722	19,080	986,029	143,693
Non-operating revenues	769,486	789,181	(19,695)	764,999	24,182
Total revenues	<u>1,918,288</u>	<u>1,918,903</u>	<u>(615)</u>	<u>1,751,028</u>	<u>167,875</u>
Expenses:					
Operating expenses	1,672,585	1,422,711	249,874	1,394,167	28,544
Non-operating expenses	35,385	-	35,385	15,211	(15,211)
Depreciation	336,126	373,926	(37,800)	371,884	2,042
Total expenses	<u>2,044,096</u>	<u>1,796,637</u>	<u>247,459</u>	<u>1,781,262</u>	<u>15,375</u>
Changes in net position	(125,808)	122,266	(248,074)	(30,234)	152,500
Net position, beginning of year, as previously stated	6,091,661	5,969,395	122,266	6,059,106	(89,711)
Prior period adjustment (note 8)	-	-	-	(59,477)	59,477
Net position, beginning of year as restated	<u>6,091,661</u>	<u>5,969,395</u>	<u>122,266</u>	<u>5,999,629</u>	<u>(30,234)</u>
Net position, end of year	<u>\$ 5,965,853</u>	<u>6,091,661</u>	<u>(125,808)</u>	<u>5,969,395</u>	<u>122,266</u>

The statement of revenues, expenses, and changes in net position shows how the District's net position changed during the fiscal years.

A closer examination of the sources of changes in net position reveals that the District's net position decreased 2.07% or \$125,808 from \$6,091,661 to \$5,965,853, primarily due to a decrease in ongoing operations.

June Lake Public Utility District
Management's Discussion and Analysis, continued
For the Fiscal Years Ended June 30, 2022 and 2021

Statement of Revenues, Expenses, and Changes in Net Position, continued

In fiscal year 2021, the District's net position increased 2.05% or \$122,266 from \$5,969,395 to \$6,091,661, primarily due to an increase in ongoing operations. Please see Note 7 for further discussion.

The District's total revenues decreased 0.03% or \$615 to \$1,918,288.

Operating revenues increased 1.69% or \$19,080 to \$1,148,802, due primarily to increases of \$9,601, and \$9,479 in charges for services - sewer, and charges for services - water, respectively. Non-operating revenues decreased 2.50% or \$19,695 to \$769,486, due primarily to a decrease in investment earnings.

In fiscal year 2021, total revenues increased 9.59% or \$167,875 to \$1,918,903.

In fiscal year 2021, operating revenues increased 14.57% or \$143,693 to \$1,129,722, due primarily to increases of \$94,636 and \$49,057 in charges for services - water, and charges for services - sewer, respectively. In fiscal year 2021, non-operating revenues increased 3.16% or \$24,182 to \$789,181, due primarily to an increase in miscellaneous revenues.

The District's total expenses increased 13.77% or \$247,459 to \$2,044,096.

Operating expenses increased 17.56% or \$249,874 to \$1,672,585, due primarily to increases of \$263,333, \$53,173, \$22,095, \$12,000, and \$6,979 in salaries and benefits, small tools and supplies, maintenance and repairs, utilities, and office expenses, respectively; which were offset by a decrease of \$109,595 in professional services.

In fiscal year 2021, total expenses increased 0.86% or \$15,375 to \$1,796,637.

In fiscal year 2021, operating expenses increased 2.05% or \$28,544 to \$1,422,711, due primarily to increases of \$11,169, \$9,378 and \$8,059 in professional services, utilities, and dues and subscriptions, respectively. In fiscal year 2021, non-operating expenses decreased 100% or \$15,211 due to a decrease in interest expense.

Capital Asset Administration

At the end of fiscal year 2022 and 2021, the District's investment in capital assets amounted to \$3,689,959, and \$4,005,367 (net of accumulated depreciation), respectively. These investment in capital assets include the water facility, sewer facility, water general plant and sewer general plant.

Changes in capital assets for 2022, were as follows:

	<u>Balance 2021</u>	<u>Additions/ Transfers</u>	<u>Deletions/ Transfers</u>	<u>Balance 2022</u>
Non-depreciable assets	\$ 37,430	-	-	37,430
Depreciable assets	14,893,875	20,718	-	14,914,593
Accumulated depreciation	<u>(10,925,938)</u>	<u>(336,126)</u>	-	<u>(11,262,064)</u>
Total capital assets, net	<u>\$ 4,005,367</u>	<u>(315,408)</u>	-	<u>3,689,959</u>

June Lake Public Utility District
Management's Discussion and Analysis, continued
For the Fiscal Years Ended June 30, 2022 and 2021

Capital Asset Administration

Changes in capital assets for 2021, were as follows:

	<u>Balance 2020</u>	<u>Additions/ Transfers</u>	<u>Deletions/ Transfers</u>	<u>Balance 2021</u>
Non-depreciable assets	\$ 37,430	-	-	37,430
Depreciable assets	14,891,133	2,742	-	14,893,875
Accumulated depreciation	<u>(10,552,012)</u>	<u>(373,926)</u>	-	<u>(10,925,938)</u>
Total capital assets, net	<u>\$ 4,376,551</u>	<u>(371,184)</u>	-	<u>4,005,367</u>

Please see Note 4 for further discussion.

Conditions Affecting Current Financial Position

The COVID-19 outbreak in the United States has caused business disruption through labor shortages and business closings. While the disruption is currently expected to be temporary, there is considerable uncertainty around the duration of the disruption. However, the related financial impact on the Cooperative cannot be estimated at this time.

Management does not foresee any conditions which could have a significant impact on the District's current financial position, net position, or operating results in terms of past, present, and future.

Requests for Information

This financial report is designed to provide the District's funding sources, customers, stakeholders, and other interested parties with an overview of the District's financial operations and financial condition. Should the reader have questions regarding the information included in this report or wish to request additional financial information, please contact the District's General Manager at 2380 Highway 158, June Lake, California 93529.

Basic Financial Statements

June Lake Public Utility District
Statements of Net Position
June 30, 2022 and 2021

	2022	2021
Current assets:		
Cash and cash equivalents (note 2)	\$ 302,619	161,788
Cash and cash equivalents – restricted (note 2)	2,499,842	2,525,861
Accounts receivable - water	62,405	67,116
Accounts receivable - sewer	45,213	47,378
Lease receivable - current (note 3)	2,137	1,065
Property tax receivable	11,496	9,794
Accrued interest receivable	4,741	1,806
Other current assets	1,820	2,355
Total current assets	2,930,273	2,817,163
Non-current assets:		
Investments (note 2)	1,149,932	837,253
Lease receivable - non-current (note 3)	603,517	605,654
Capital assets, not being depreciated (note 4)	37,430	37,430
Capital assets, being depreciated, net (note 4)	3,652,529	3,967,937
Total non-current assets	5,443,408	5,448,274
Total assets	8,373,681	8,265,437
Deferred outflows of resources:		
Deferred pension outflows (note 6)	279,128	296,311
Total deferred outflows of resources	\$ 279,128	296,311

Continued on next page

See accompanying notes to the basic financial statements

June Lake Public Utility District
Statements of Net Position, continued
June 30, 2022 and 2021

	2022	2021
Current liabilities:		
Accounts payable and accrued expenses	\$ 55,182	43,205
Accrued wages and related payables	23,360	20,249
Customer advances and deposits	259,780	259,780
Long-term liabilities – due within one year:		
Compensated absences (note 5)	15,200	22,227
Total current liabilities	353,522	345,461
Non-current liabilities:		
Long-term liabilities – due in more than one year:		
Compensated absences (note 5)	45,600	66,681
Net pension liability (note 6)	887,599	1,410,550
Total non-current liabilities	933,199	1,477,231
Total liabilities	1,286,721	1,822,692
Deferred inflows of resources:		
Deferred pension inflows (note 6)	840,221	74,937
Deferred lease inflows (note 3)	560,014	572,458
Total deferred inflows of resources	1,400,235	647,395
Net position: (note 7)		
Net investment in capital assets	3,689,959	4,005,367
Restricted	2,499,842	2,525,861
Unrestricted	(223,948)	(439,567)
Total net position	\$ 5,965,853	6,091,661

See accompanying notes to the basic financial statements

June Lake Public Utility District
Statements of Revenues, Expenses, and Changes in Net Position
For the Fiscal Years Ended June 30, 2022 and 2021

	<u>2022</u>	<u>2021</u>
Operating revenues:		
Charges for services - sewer	\$ 553,504	543,903
Charges for services - water	595,298	585,819
Total operating revenues	<u>1,148,802</u>	<u>1,129,722</u>
Operating expenses:		
Salaries and benefits	1,107,506	844,173
Professional services	153,420	263,015
Utilities	105,368	93,368
Small tools and supplies	117,851	64,678
Dues and subscriptions	63,854	67,286
Communication and travel	43,576	36,749
Insurance	27,558	29,064
Maintenance and repairs	36,069	13,974
Office expenses	17,383	10,404
Total operating expenses	<u>1,672,585</u>	<u>1,422,711</u>
Operating loss before depreciation	(523,783)	(292,989)
Depreciation	(336,126)	(373,926)
Operating loss	<u>(859,909)</u>	<u>(666,915)</u>
Non-operating revenue(expense):		
Property taxes	735,765	719,661
Cell tower income	12,445	12,445
Interest revenue - leases	12,134	12,155
Investment earnings	(35,385)	7,947
Miscellaneous revenues	9,142	36,973
Total non-operating revenues, net	<u>734,101</u>	<u>789,181</u>
Changes in net position	(125,808)	122,266
Net position, beginning of year	<u>6,091,661</u>	<u>5,969,395</u>
Net position, end of year	<u>\$ 5,965,853</u>	<u>6,091,661</u>

See accompanying notes to the basic financial statements

June Lake Public Utility District
Statements of Cash Flows
For the Fiscal Years Ended June 30, 2022 and 2021

	<u>2022</u>	<u>2021</u>
Cash flows from operating activities:		
Receipts from customers for charges for services	\$ 1,168,190	1,123,939
Payments to employees for salaries	(1,132,503)	(845,967)
Payments to vendors for materials and services	<u>(305,563)</u>	<u>(508,536)</u>
Net cash used in operating activities	<u>(269,876)</u>	<u>(230,564)</u>
Cash flows from non-capital financing activities:		
Proceeds from property taxes	734,063	722,975
Proceeds from cell tower income	13,200	13,200
Proceeds from miscellaneous revenues	<u>9,142</u>	<u>36,973</u>
Net cash provided by non-capital financing activities	<u>756,405</u>	<u>773,148</u>
Cash flows from capital and related financing activities:		
Acquisition and construction of capital assets	(20,718)	(2,742)
Principal paid on long-term debt	<u>-</u>	<u>-</u>
Net cash used in capital and related financing activities	<u>(20,718)</u>	<u>(2,742)</u>
Cash flows from investing activities:		
Purchase of investments	(312,679)	391,058
Interest earnings	<u>(38,320)</u>	<u>10,672</u>
Net cash (used in) provided by investing activities	<u>(350,999)</u>	<u>401,730</u>
Net increase in cash and cash equivalents	114,812	941,572
Cash and cash equivalents, beginning of year	<u>2,687,649</u>	<u>1,746,077</u>
Cash and cash equivalents, end of year	<u>\$ 2,802,461</u>	<u>2,687,649</u>
Reconciliation of cash and cash equivalents to statement of net position:		
Cash and cash equivalents	\$ 302,619	161,788
Cash and cash equivalents – restricted	<u>2,499,842</u>	<u>2,525,861</u>
Total cash and cash equivalents	<u>\$ 2,802,461</u>	<u>2,687,649</u>

Continued on next page

See accompanying notes to the basic financial statements

June Lake Public Utility District
Statement of Cash Flows, continued
For the Fiscal Years Ended June 30, 2022 and 2021

	<u>2022</u>	<u>2021</u>
Reconciliation of operating loss to net cash used in operating activities:		
Operating loss	\$ <u>(859,909)</u>	<u>(666,915)</u>
Adjustments to reconcile operating loss to net cash used in operating activities:		
Depreciation	336,126	373,926
Change in assets, deferred outflows of resources, liabilities, and deferred inflows of resources:		
(Increase) decrease in assets:		
Accounts receivable	6,876	(24,890)
Other current assets	535	495
(Increase) decrease deferred outflows of resources:		
Deferred pension outflows	17,183	(22,162)
Increase (decrease) in liabilities:		
Accounts payable and accrued expenses	11,977	9,470
Accrued wages and related payables	3,111	2,534
Customer advances and deposits	-	9,142
Compensated absences	(28,108)	(4,328)
Net pension liability	(522,951)	104,154
Increase (decrease) deferred inflows of resources::		
Deferred pension inflows	<u>765,284</u>	<u>(11,990)</u>
Total adjustments	<u>590,033</u>	<u>436,351</u>
Net cash used in operating activities	<u>\$ (269,876)</u>	<u>(230,564)</u>

See accompanying notes to the basic financial statements

June Lake Public Utility District
Notes to the Financial Statements
For the Fiscal Years Ended June 30, 2022 and 2021

(1) Reporting Entity and Summary of Significant Accounting Policies

A. Organization and Operations of the Reporting Entity

The June Lake Public Utility District (District) was setup to provide water distribution and sewage disposal services for the residents and businesses of the June Lake area in 1947. The District's treatment facilities were constructed in 1972. The District acquired the Down-Canyon water systems from Williams Tract County Water District in April of 1990. The District is governed by a five-member Board of Directors who serves overlapping four-year terms.

For financial reporting purposes, the June Lake PUD's reporting entity includes the "primary government" and its "component units." The primary government includes all funds, departments, agencies, and those authorities that are considered an integral part of the District's activities. Component units are legally separate organizations for which the District's elected officials are financially accountable. The District's component unit has a June 30 year-end.

The June Lake Public Financing Authority (the "Authority") is a joint exercise of powers authority established pursuant to that certain Joint Exercise of Powers Agreement dated as of March 2, 2001, by and between the District and the Auburn Valley Community Services District. The Agreement was entered in to pursuant to the provision of Articles 1 through 4, Chapter 5, Division 7, Title 1 of the Government Code of the State of California, commencing with §6500. The Authority is a separate entity constituting a public instrumentality of the State of California and was formed for the public purpose of assisting the District in financing capital projects. The Authority is governed by a five (5) member board of directors that is the Board of Directors of the District (the "Board"). Since the Authority provides financing services solely to the District, these financial transactions are reported as part of the primary government using the blended method.

The criteria used in determining the scope of the financial reporting entity is based on the provisions of Governmental Accounting Standards Board Statement No. 61, The Financial Reporting Entity. The District is the primary governmental unit based on the foundation of a separately elected governing board that is elected by the citizens in a general popular election. Component units are legally separate organizations for which the elected officials of the primary government are financially accountable. The District is financially accountable if it appoints a voting majority of the organization's governing body and: 1) It is able to impose its will on that organization, or 2) There is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on, the primary government.

B. Basis of Accounting and Measurement Focus

The District reports its activities as an enterprise fund, which is used to account for operations that are financed and operated in a manner similar to a private business enterprise, where the intent of the District is that the costs of providing water to its service area on a continuing basis be financed or recovered primarily through user charges (water sales), capital grants, and similar funding. Revenues and expenses are recognized on the full accrual basis of accounting. Revenues are recognized in the accounting period in which they are earned and expenses are recognized in the period incurred, regardless of when the related cash flows take place.

Operating revenues and expenses, such as sewer and water fees, result from exchange transactions associated with the principal activity of the District. Exchange transactions are those in which each party receives and gives up essentially equal values. Non-operating revenues, such as property taxes and investment income, result from non-exchange transactions, which the District gives (receives) value without directly receiving (giving) value in exchange.

The District recognizes revenue from water and sewer service charges based on cycle billings performed every month. The District accrues revenues with respect to water and sewer service sold, but not billed, at the end of a fiscal period.

June Lake Public Utility District
Notes to the Financial Statements, continued
For the Fiscal Years Ended June 30, 2022 and 2021

(1) Reporting Entity and Summary of Significant Accounting Policies, continued

C. Financial Reporting

The District's basic financial statements have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP), as applied to enterprise funds. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The District solely operates as a special-purpose government which means it is only engaged in business-type activities; accordingly, activities are reported in the District's proprietary fund.

The District has adopted the following GASB pronouncements in the current year:

In June 2017, the GASB issued Statement No. 87 – *Leases*. The objective of this Statement is to better meet the information needs of financial statement users by improving accounting and financial reporting for leases by governments. This Statement increases the usefulness of governments' financial statements by requiring recognition of certain lease assets and liabilities for leases that previously were classified as operating leases and recognized as inflows of resources or outflows of resources based on the payment provisions of the contract. It establishes a single model for lease accounting based on the foundational principle that leases are financings of the right to use an underlying asset. Under this Statement, a lessee is required to recognize a lease liability and an intangible right-to-use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources, thereby enhancing the relevance and consistency of information about governments' leasing activities.

In June 2018, the GASB issued Statement No. 89 – *Accounting for Interest Cost incurred Before the End of a Construction Period*. The objectives of this Statement are (1) to enhance the relevance and comparability of information about capital assets and the cost of borrowing for a reporting period and (2) to simplify accounting for interest cost incurred before the end of a construction period.

This Statement establishes accounting requirements for interest cost incurred before the end of a construction period. Such interest cost includes all interest that previously was accounted for in accordance with the requirements of paragraphs 5–22 of Statement No. 62, *Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements*, which are superseded by this Statement. This Statement requires that interest cost incurred before the end of a construction period be recognized as an expense in the period in which the cost is incurred for financial statements prepared using the economic resources measurement focus. As a result, interest cost incurred before the end of a construction period will not be included in the historical cost of a capital asset reported in a business-type activity or enterprise fund.

This Statement also reiterates that in financial statements prepared using the current financial resources measurement focus, interest cost incurred before the end of a construction period should be recognized as an expenditure on a basis consistent with governmental fund accounting principles.

In January 2020, the GASB issued Statement No. 92 – *Omnibus 2020*. The objectives of this Statement are to enhance comparability in accounting and financial reporting and to improve the consistency of authoritative literature by addressing practice issues that have been identified during implementation and application of certain GASB Statements.

June Lake Public Utility District
Notes to the Financial Statements, continued
For the Fiscal Years Ended June 30, 2022 and 2021

(1) Reporting Entity and Summary of Significant Accounting Policies, continued

C. Financial Reporting, continued

In March 2020, the GASB issued Statement No. 93 – *Replacement of Interbank Offered Rates*. The objective of this Statement is to address accounting and financial reporting implications that result from the replacement of an IBOR. This Statement achieves that objective by: (1) Providing exceptions for certain hedging derivative instruments to the hedge accounting termination provisions when an IBOR is replaced as the reference rate of the hedging derivative instrument’s variable payment; (2) Clarifying the hedge accounting termination provisions when a hedged item is amended to replace the reference rate; (3) Clarifying that the uncertainty related to the continued availability of IBORs does not, by itself, affect the assessment of whether the occurrence of a hedged expected transaction is probable; (4) Removing LIBOR as an appropriate benchmark interest rate for the qualitative evaluation of the effectiveness of an interest rate swap; (5) Identifying a Secured Overnight Financing Rate and the Effective Federal Funds Rate as appropriate benchmark interest rates for the qualitative evaluation of the effectiveness of an interest rate swap; (6) Clarifying the definition of reference rate, as it is used in Statement 53, as amended; and (7) Providing an exception to the lease modifications guidance in Statement 87, as amended, for certain lease contracts that are amended solely to replace an IBOR as the rate upon which variable payments depend.

In October 2021, the GASB issued Statement No. 98 – *The Annual Comprehensive Financial Report*. This Statement establishes the term annual comprehensive financial report and its acronym ACFR. That new term and acronym replace instances of comprehensive annual financial report and its acronym in generally accepted accounting principles for state and local governments.

This Statement was developed in response to concerns raised by stakeholders that the common pronunciation of the acronym for comprehensive annual financial report sounds like a profoundly objectionable racial slur.

D. Assets, Deferred Outflows, Liabilities, Deferred Inflows, and Net Position

1. Use of Estimates

The preparation of the basic financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets, deferred outflows of resources, liabilities, and deferred inflows of resources; and disclosures of contingent assets, deferred outflows of resources, liabilities, and deferred inflows of resources at the date of the financial statements and the reported changes in net position during the reporting period. Actual results could differ from those estimates.

2. Uncertainty

The COVID-19 outbreak in the United States has caused business disruption through labor shortages and business closings. While the disruption is currently expected to be temporary, there is considerable uncertainty around the duration of the closings. However, the related financial impact on the District cannot be estimated at this time.

3. Cash and Cash Equivalents

Substantially all of the District’s cash is invested in interest bearing accounts. The District considers all highly liquid investments with a maturity of three months or less to be cash equivalents.

4. Investments

The District has adopted an investment policy directing the General Manager to deposit and invest funds in financial institutions in accordance with California Government Code section 53635. The investment policy applies to all financial assets and investment activities of the District.

June Lake Public Utility District
Notes to the Financial Statements, continued
For the Fiscal Years Ended June 30, 2022 and 2021

(1) Reporting Entity and Summary of Significant Accounting Policies, continued

D. Assets, Deferred Outflows, Liabilities, Deferred Inflows, and Net Position, continued

4. Investments, continued

Changes in fair value that occur during a fiscal year are recognized as investment income reported for that fiscal year. Investment income includes interest earnings, changes in fair value, and any gains or losses realized upon the liquidation or sale of investments.

5. Fair Value Measurement

The District categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles.

The hierarchy is based on valuation inputs used to measure the fair value of assets as follows:

- **Level 1** – Valuation is based on quoted prices in active markets for identical assets.
- **Level 2** – Valuation is based on directly observable and indirectly observable inputs. These inputs are derived principally from or corroborated by observable market data through correlation or market-corroborated inputs. The concept of market-corroborated inputs incorporates observable market data such as interest rates and yield curves that are observable at commonly quoted intervals.
- **Level 3** – Valuation is based on unobservable inputs where assumptions are made based on factors such as prepayment rates, probability of default, loss severity, and other assumptions that are internally generated and cannot be observed in the market.

6. Accounts Receivable and Allowance for Uncollectible Accounts

The District extends credit to customers in the normal course of operations. When management deems customer accounts uncollectible, the District uses the allowance method for the reservation and write-off of those accounts.

7. Lease receivable

Lease receivable are measured at the present value of payments expected to be received during the lease term.

8. Property Taxes and Assessments

Property taxes attach an enforceable lien on property as of January 1, each year. Secured property taxes are levied on July 1, and are payable in two installments, on December 10 and April 10. The County of Mono Assessor's Office assesses all real and personal property within the County each year. The County of Mono Tax Collector's Office bills and collects the District's share of property taxes. The County of Mono Treasurer's Office remits current and delinquent property tax collections to the District throughout the year. Property tax in California is levied in accordance with Article 13A of the State Constitution at one percent (1%) of countywide assessed valuations.

Property taxes receivable at year-end are related to property taxes collected by the County of Mono, which have not been credited to the District's cash balance as of June 30. The property tax calendar is as follows:

Lien date	March 1
Levy date	July 1
Due dates	November 1 and March 1
Collection dates	December 10 and April 10

June Lake Public Utility District
Notes to the Financial Statements, continued
For the Fiscal Years Ended June 30, 2022 and 2021

(1) Reporting Entity and Summary of Significant Accounting Policies, continued

D. Assets, Deferred Outflows, Liabilities, Deferred Inflows, and Net Position, continued

9. Capital Assets

Capital assets acquired and/or constructed are capitalized at historical cost. District policy has set the capitalization threshold for reporting capital assets at \$1,000. Donated assets are recorded at estimated fair market value at the date of donation. Upon retirement or other disposition of capital assets, the cost and related accumulated depreciation are removed from the respective balances and any gains or losses are recognized. Depreciation is recorded on a straight-line basis over the estimated useful lives of 5 to 40 years.

10. Deferred Outflows of Resources

Deferred outflows of resources represent the consumption of resources applicable to future periods.

11. Compensated Absences

The District's policy is to permit employees to accumulate earned comprehensive leave up to four hundred and fifty hours. Upon termination of employment, employees are paid all unused comprehensive leave.

12. Deferred Inflows of Resources

Deferred inflows of resources represent the acquisition of resources applicable to future periods.

13. Pensions

For the purpose of measuring net pension liability, deferred outflows/inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the District's California Public Employees' Retirement System (CalPERS) plans (Plans) and addition to/deduction from the Plans' fiduciary net position have been determined on the same basis as they are reported by CalPERS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value. GASB 68 requires that the reported results must pertain to liability and asset information within certain defined timeframes. For fiscal year 2020, the following timeframes are used:

- Valuation Date: June 30, 2020 and 2019
- Measurement Date: June 30, 2021 and 2020
- Measurement Period: July 1, 2019 to June 30, 2020; and July 1, 2020 to June 30, 2021

14. Sewer and Water Sales

The District recognizes sewer and water service charges based on cycle billings rendered to customers each month.

15. Net Position

The District follows the financial reporting requirements of the GASB and reports net position under the following classifications:

- *Net investment in capital assets* – consists of capital assets, net of accumulated depreciation, and reduced by any debt outstanding against the acquisition, construction, or improvement of those assets. Deferred outflows of resources and deferred inflows of resources that are attributable to the acquisition, construction, or improvement of those assets or related debt, are included in this component of net position.

June Lake Public Utility District
Notes to the Financial Statements, continued
For the Fiscal Years Ended June 30, 2022 and 2021

(1) Reporting Entity and Summary of Significant Accounting Policies, continued

D. Assets, Deferred Outflows, Liabilities, Deferred Inflows, and Net Position, continued

15. Net Position, continued

- *Restricted component of net position* – consists of assets that have restrictions placed upon their use by external constraints imposed either by creditors (debt covenants), grantors, contributors, or laws and regulations of other governments or constraints imposed by law through enabling legislation.
- *Unrestricted component of net position* – the net amount of the assets, deferred outflows of resources, liabilities, and deferred inflows of resources that are not included in the determination of the net investment in capital assets or restricted components of net position.

(2) Cash and Cash Equivalents

Cash and investments as of June 30, are classified in the accompanying financial statements as follows:

	2022	2021
Cash and cash equivalents	\$ 302,619	161,788
Cash and cash equivalents - restricted	2,499,842	2,525,861
Investments	1,149,932	837,253
Total	\$ 3,952,393	3,524,902

Cash and investments as of June 30, consist of the following:

	2022	2021
Deposits with bank	\$ 302,619	161,788
Investments	3,649,774	3,363,114
Total	\$ 3,952,393	3,524,902

As of June 30, the District's authorized deposit had the following maturities:

	2022	2021
Deposits in California Local Agency Investment Fund (LAIF)	311 days	291 days

Investments Authorized by the California Government Code and the District's Investment Policy

The following table identifies the investment types that are authorized by the District in accordance with the California Government Code (or the District's investment policy, where more restrictive). The table also identifies certain provisions of the California Government Code (or the District's investment policy, where more restrictive) that address interest rate risk, credit risk, and concentration of credit risk.

June Lake Public Utility District
Notes to the Financial Statements, continued
For the Fiscal Years Ended June 30, 2022 and 2021

(2) Cash and Cash Equivalents, continued

Investments Authorized by the California Government Code and the District's Investment Policy, continued

This table does not address investments of debt proceeds held by bond trustees that are governed by the provisions of debt agreements of the District; rather, the table addresses the general provisions of the California Government Code or the District's investment policy.

<u>Authorized Investment Type</u>	<u>Maximum Maturity</u>	<u>Maximum Percentage of Portfolio</u>	<u>Maximum Investment in One Issuer</u>
Local Agency Investment Fund (LAIF)	N/A	None	None
Money market mutual funds	N/A	20%	None
U.S. Treasury Bills	5 years	None	None
Certificates of Deposit	5 years	30%	10%
U.S. Government Sponsored Obligations	5 years	None	None
Medium Term Corporate Notes	5 years or less	30%	None
Supranational Obligations	5 years or less	30%	None

Custodial Credit Risk

The custodial credit risk for *deposits* is the risk that, in the event of failure of a depository financial institution, a government will not be able to recover its deposits, or will not be able to recover collateral securities that are in the possession of an outside party.

The custodial credit risk for *investments* is the risk that, in the event of failure of the counterparty (e.g., broker-dealer) to a transaction, a government will not be able to recover the value of its investment or collateral securities that are in the possession of another party. With respect to investments, custodial credit risk generally applies only to direct investments in marketable securities. Custodial credit risk does not apply to a local government's indirect investment in securities through the use of mutual funds or government investment pools (such as LAIF).

The California Government Code and the District's investment policy do not contain legal and policy requirements that would limit the exposure to custodial credit risk for deposits or investments, other than the following provisions for deposits: The California Government Code requires that a financial institution secure deposits made by state or local governmental units by pledging securities in an undivided collateral pool held by a depository regulated under state law (unless so waived by the governmental unit). The market value of the pledged securities in the collateral pool must equal at least 110% of the total amount deposited by the public agencies. As of June 30, 2022, bank balances are federally insured up to \$250,000. The remaining balance is collateralized in accordance with the Code; however, the collateralized securities are not held in the District's name.

Investment in State Investment Pool

The District is a voluntary participant in the Local Agency Investment Fund (LAIF) that is regulated by the California Government Code under the oversight of the Treasurer of the State of California. The fair value of the District's investment in this pool is reported in the accompanying financial statements at amounts based upon the District's pro-rata share of the fair value provided by LAIF for the entire LAIF portfolio (in relation to the amortized cost of that portfolio). The balance available for withdrawal is based on the accounting records maintained by LAIF, which are recorded on an amortized cost basis.

June Lake Public Utility District
Notes to the Financial Statements, continued
For the Fiscal Years Ended June 30, 2022 and 2021

(2) Cash and Cash Equivalents, continued

Investment in State Investment Pool, continued

The District's deposit and withdrawal restrictions and limitations are as follows:

- Same day transaction processing occurs for orders received before 10:00 a.m.
- Next day transactions processing occurs for orders received after 10:00 a.m.
- Maximum limit of 15 transactions (combination of deposits and withdrawals) per month.
- Minimum transaction amount requirement of \$5,000, in increments of \$1,000.
- Withdrawals of \$10,000,000 or more require 24 hours advance.
- Prior to funds transfer, an authorized person must call LAIF to do a verbal transaction.

Interest Rate Risk

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment the greater the sensitivity of its fair value to changes in market interest rates. One of the ways that the District can manage its exposure to interest rate risk is by purchasing a combination of shorter term and longer term investments and by timing cash flows from maturities so that a portion of the portfolio matures or comes close to maturity evenly over time as necessary to provide for cash flow requirements and liquidity needed for operations.

As of June 30, 2022, the District investments are scheduled to mature as follows:

<u>Investment Type</u>	<u>Amount</u>	<u>Remaining Maturity</u>		
		<u>12 Months or Less</u>	<u>13 to 24 Months</u>	<u>25 to 60 Months</u>
Local Agency Investment Fund	\$ 2,499,842	2,499,842	-	-
Money market deposit account	6,468	6,468	-	-
Certificate of deposit	1,143,464	453,588	392,975	296,901
Total	3,649,774	2,959,898	392,975	296,901

As of June 30, 2021, the District investments are scheduled to mature as follows:

<u>Investment Type</u>	<u>Amount</u>	<u>Remaining Maturity</u>		
		<u>12 Months or Less</u>	<u>More than 12 Months</u>	<u>25 to 60 Months</u>
Local Agency Investment Fund	\$ 2,525,861	2,525,861	-	-
Money market deposit account	3,453	3,453	-	-
Certificate of deposit	833,800	512,002	321,798	-
Total	3,363,114	3,041,316	321,798	-

Credit Risk

Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. Presented below is the minimum rating required by the California Government Code (where applicable), the District's investment policy, or debt agreements, and the actual rating as of the years ended for each investment type.

June Lake Public Utility District
Notes to the Financial Statements, continued
For the Fiscal Years Ended June 30, 2022 and 2021

(2) Cash and Cash Equivalents, continued

Credit Risk, continued

Credit ratings as of June 30, 2022, were as follows:

<u>Investment Type</u>	<u>Amount</u>	<u>Minimum Legal Rating</u>	<u>Recognized Statistical Rating</u>
Local Agency Investment Fund	\$ 2,499,842	N/A	N/A
Money market deposit account	6,468	N/A	N/A
Certificate of deposit	<u>1,143,464</u>	N/A	N/A
Total	<u>3,649,774</u>		

Credit ratings as of June 30, 2021, were as follows:

<u>Investment Type</u>	<u>Amount</u>	<u>Minimum Legal Rating</u>	<u>Recognized Statistical Rating</u>
Local Agency Investment Fund	\$ 2,525,861	N/A	N/A
Money market deposit account	3,453	N/A	N/A
Certificate of deposit	<u>833,800</u>	N/A	N/A
Total	<u>3,363,114</u>		

Concentration of Credit Risk

The District's investment policy contains no limitations on the amount that can be invested in any one issuer beyond that stipulated by the California Government Code. There were no investments in any one issuer (other than for external investment pools) that represent 5% or more of total District's investments at June 30, 2022 and 2021.

Fair Value Measurement

As of June 30, 2022, investment measured at fair value on a non-recurring and non-recurring basis, are as follows:

<u>Investment Type</u>	<u>Total</u>	<u>Fair Value Measurements Using</u>		
		<u>Quoted Prices in Active Markets for Identical Assets (Level 1)</u>	<u>Significant Other Observable Inputs (Level 2)</u>	<u>Significant Unobservable Inputs (Level 3)</u>
Certificates-of-deposit	\$ 1,143,464	-	1,143,464	-
	1,143,464	-	1,143,464	-
Investments measured at amortized cost:				
Local Agency Investment Fund (LAIF)	2,499,842			
Money market deposit account	<u>6,468</u>			
Total	<u>\$ 3,649,774</u>			

June Lake Public Utility District
Notes to the Financial Statements, continued
For the Fiscal Years Ended June 30, 2022 and 2021

(2) Cash and Cash Equivalents, continued

Fair Value Measurement, continued

As of June 30, 2021, investment measured at fair value on a non-recurring and non-recurring basis, are as follows:

<u>Investment Type</u>	<u>Total</u>	<u>Fair Value Measurements Using</u>		
		<u>Quoted Prices in Active Markets for Identical Assets (Level 1)</u>	<u>Significant Other Observable Inputs (Level 2)</u>	<u>Significant Unobservable Inputs (Level 3)</u>
Certificates-of-deposit	\$ 833,800	-	833,800	-
	833,800	-	833,800	-
Investments measured at amortized cost:				
Local Agency Investment Fund (LAIF)	2,525,861			
Money market deposit account	3,453			
Total	\$ 3,363,114			

(3) Lease Receivable

The changes in lease receivable for 2022, were as follows:

	<u>Balance 2021</u>	<u>Additions/ Transfers</u>	<u>Principal Payments</u>	<u>Balance 2022</u>
Lease receivable:				
Cell tower lease	\$ 606,719	-	(1,065)	605,654
Total lease receivable	606,719	-	(1,065)	605,654
Current portion	(1,065)			(2,137)
Non-current portion	\$ 605,654			603,517

The changes in lease receivable for 2021, were as follows:

	<u>Balance 2020</u>	<u>Additions/ Transfers</u>	<u>Principal Payments</u>	<u>Balance 2021</u>
Lease receivable:				
Cell tower lease	\$ 607,764	-	(1,045)	606,719
Total lease receivable	607,764	-	(1,045)	606,719
Current portion	(1,045)			(1,065)
Non-current portion	\$ 606,719			605,654

June Lake Public Utility District
Notes to the Financial Statements, continued
For the Fiscal Years Ended June 30, 2022 and 2021

(3) Lease Receivable, continued

SBA Towers IV, LLC

On December 18, 2012, the District entered into a lease agreement with SBA Towers IV, LLC (Company). The Company has agreed to lease the land from the District. The terms of the agreement require the Company to pay the District a basic annual rent (rent) of \$12,000 in equal \$1,000 monthly installments on the first day of each calendar month commencing on January 1, 2013. Per the agreement, the final lease term end date is December 19, 2068.

Beginning December 19, 2018, the current monthly rental fee will be increased by 10%. During the fiscal year ended June 30, 2022, the District received total rental payments in the amount of \$13,200.

Following the implementation of GASB Statement No. 87, the District recorded a lease receivable and a deferred inflow at present value using a discount rate of 2%. The deferred inflow is amortized on a straight-line basis over the term of the lease. As of June 30, 2022, the balance of lease receivable and deferred lease inflows amounted to \$605,654, and \$560,014, respectively.

Principal and interest requirements to maturity are as follows:

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2023	\$ 2,137	12,113	14,250
2024	2,180	12,070	14,250
2025	2,223	12,027	14,250
2026	2,268	11,982	14,250
2027	2,313	11,937	14,250
2028-2032	21,239	58,621	79,860
2033-2037	31,762	56,084	87,846
2038-2042	44,211	52,420	96,631
2043-2047	58,870	47,424	106,294
2048-2052	76,060	40,863	116,923
2053-2057	96,146	32,469	128,615
2058-2062	119,539	21,938	141,477
2063-2067	146,706	8,919	155,625
Total	605,654	378,867	984,521
Current	(2,137)		
Non-current	\$ 603,517		

June Lake Public Utility District
Notes to the Financial Statements, continued
For the Fiscal Years Ended June 30, 2022 and 2021

(4) Capital Assets

The changes in capital assets for 2022, were as follows:

	<u>Balance 2021</u>	<u>Additions/ Transfers</u>	<u>Deletions/ Transfers</u>	<u>Balance 2022</u>
Non-depreciable assets:				
Land and land development	\$ 37,430	-	-	37,430
Total non-depreciable assets	<u>37,430</u>	<u>-</u>	<u>-</u>	<u>37,430</u>
Depreciable assets:				
Sewage facility	\$ 5,343,748	-	-	5,343,748
Water facility	8,596,463	-	-	8,596,463
Sewage general plant	417,221	12,871	-	430,092
Water general plant	<u>536,443</u>	<u>7,847</u>	<u>-</u>	<u>544,290</u>
Total depreciable assets	<u>14,893,875</u>	<u>20,718</u>	<u>-</u>	<u>14,914,593</u>
Accumulated depreciation:				
Sewage facility	(5,161,633)	(79,116)	-	(5,240,749)
Water facility	(5,093,546)	(212,785)	-	(5,306,331)
Sewage general plant	(355,842)	(11,417)	-	(367,259)
Water general plant	<u>(314,917)</u>	<u>(32,808)</u>	<u>-</u>	<u>(347,725)</u>
Total accumulated depreciation	<u>(10,925,938)</u>	<u>(336,126)</u>	<u>-</u>	<u>(11,262,064)</u>
Total depreciable assets, net	<u>3,967,937</u>	<u>(315,408)</u>	<u>-</u>	<u>3,652,529</u>
Total capital assets, net	<u>\$ 4,005,367</u>			<u>3,689,959</u>

Major capital assets additions during the year include improvements to the District's sewage and water general plant.

June Lake Public Utility District
Notes to the Financial Statements, continued
For the Fiscal Years Ended June 30, 2022 and 2021

(4) Capital Assets, continued

The changes in capital assets for 2021, were as follows:

	<u>Balance 2020</u>	<u>Additions/ Transfers</u>	<u>Deletions/ Transfers</u>	<u>Balance 2021</u>
Non-depreciable assets:				
Land	\$ 37,430	-	-	37,430
Total non-depreciable assets	<u>37,430</u>	<u>-</u>	<u>-</u>	<u>37,430</u>
Depreciable assets:				
Sewage facility	\$ 5,343,748	-	-	5,343,748
Water facility	8,713,579	-	(117,116)	8,596,463
Sewage general plant	414,479	2,742	-	417,221
Water general plant	419,327	-	117,116	536,443
Total depreciable assets	<u>14,891,133</u>	<u>2,742</u>	<u>-</u>	<u>14,893,875</u>
Accumulated depreciation:				
Sewage facility	(5,045,867)	(115,766)	-	(5,161,633)
Water facility	(4,997,879)	(212,783)	117,116	(5,093,546)
Sewage general plant	(346,717)	(9,125)	-	(355,842)
Water general plant	(161,549)	(36,252)	(117,116)	(314,917)
Total accumulated depreciation	<u>(10,552,012)</u>	<u>(373,926)</u>	<u>-</u>	<u>(10,925,938)</u>
Total depreciable assets, net	<u>4,339,121</u>	<u>(371,184)</u>	<u>-</u>	<u>3,967,937</u>
Total capital assets, net	<u>\$ 4,376,551</u>			<u>4,005,367</u>

Major capital assets additions during the year include improvements to the District's water general plant.

(5) Compensated Absences

The changes in compensated absences balance in 2022, were as follows:

	<u>Balance 2021</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance 2022</u>	<u>Due Within One Year</u>	<u>Due in More Than One Year</u>
\$	88,908	53,922	(82,030)	60,800	15,200	45,600

The changes in compensated absences balance in 2021, were as follows:

	<u>Balance 2020</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance 2021</u>	<u>Due Within One Year</u>	<u>Due in More Than One Year</u>
\$	93,236	46,686	(51,014)	88,908	22,227	66,681

June Lake Public Utility District
Notes to the Financial Statements, continued
For the Fiscal Years Ended June 30, 2022 and 2021

(6) Defined Benefit Pension Plan

Plan Description

All qualified permanent and probationary employees are eligible to participate in the Public Agency Cost-Sharing Multiple-Employer Defined Pension Plan (Plan or PERF C) administered by the California Public Employees' Retirement System (CalPERS). The Plan consists of a miscellaneous risk pool and a safety risk pool, which are comprised of individual employer miscellaneous and safety plans, respectively. Benefit provisions under the Plan are established by State statute and the District's resolution. CalPERS issues publicly available reports that include a full description of the pension plan regarding benefit provisions, assumptions, and membership information that can be found on the CalPERS website or may be obtained from their executive office at 400 P Street, Sacramento, California 95814.

Benefits Provided

CalPERS provides service retirement and disability benefits, annual cost of living adjustments, and death benefits to plan members, who must be public employees and beneficiaries. Benefits are based on years of credited service, equal to one year of full-time employment. Members with five years of total service are eligible to retire at age 50 with statutorily reduced benefits. All members are eligible for non-duty disability benefits after 10 years of service. The death benefit is one of the following: the Basic Death Benefit, the 1957 Survivor Benefit, or the Optional Settlement 2W Death Benefit. Cost of living adjustments for each plan are applied as specified by the Public Employees' Retirement Law. On September 12, 2012, the California Governor signed the California Public Employees' Pension Reform Act of 2013 (PEPRA) into law. PEPRA took effect on January 1, 2013. The new legislation closed the District's CalPERS 2.7% at 55 Risk Pool Retirement Plan to new employee entrants effective December 31, 2012. All employees hired after January 1, 2013, are eligible for the District's CalPERS 2.0% at 62 Retirement Plan under PEPRA.

The District participates in the Plan's miscellaneous risk pool. The provisions and benefits for the Plan's miscellaneous pool in effect as June 30, 2022 and 2021, are summarized as follows:

	<u>2022</u>		<u>2021</u>	
	<u>New Classic</u>	<u>PEPRA</u>	<u>New Classic</u>	<u>PEPRA</u>
Hire date	Prior to December 31, 2012	On or after January 1, 2013	Prior to December 31, 2012	On or after January 1, 2013
Benefit formula	2.7% @ 55	2.0% @ 62	2.7% @ 55	2.0% @ 62
Benefit vesting schedule	5 years of service		5 years of service	
Benefit payments	monthly for life		monthly for life	
Retirement age	50 - 55	52 - 67	50 - 55	52 - 67
Monthly benefits, as a % of eligible compensation	2.00%	2.00%	2.00%	2.00%
Required employee contribution rates	7.96%	6.75%	7.954%	6.75%
Required employer contribution rates	13.35%	7.59%	12.514%	6.985%

June Lake Public Utility District
Notes to the Financial Statements, continued
For the Fiscal Years Ended June 30, 2022 and 2021

(6) Defined Benefit Pension Plan, continued

Contributions

Section 20814(c) of the California Public Employees' Retirement Law requires that employer contribution rates for all public employers be determined on an annual basis by an actuary and shall be effective on July 1, following notice of a change in rates. Funding contributions for the Plan are determined annually on an actuarial basis as of June 30, by CalPERS. The actuarially determined rate is the estimated amount necessary to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. The District is required to contribute the difference between the actuarially determined rate and the contribution rate of employees.

For the years ended June 30, 2022 and 2021, contribution recognized as part of pension expense for the Plan were as follows:

	2022	2021
Contribution - employer	\$ 159,387	145,192

Net Pension Liability

As of the fiscal year ended June 30, 2022 and 2021, the District reported net pension liabilities for its proportionate share of the net pension liability of the Plan as follows:

	2022	2021
Proportionate share of net pension liability	\$ 887,599	1,410,550

The District's net pension liability for the Plan is measured as the proportionate share of the net pension liability for the miscellaneous risk pool. As of June 30, 2022 and 2021, the net pension liability of the Plan is measured as of June 30, 2021 and 2020 (the measurement dates). The total pension liability for the Plan's miscellaneous risk pool used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2020 and 2019 (the valuation dates), rolled forward to June 30, 2021 and 2020, using standard update procedures.

The District's proportion of the net pension liability was based on a projection of the District's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. The District's changes in proportionate share of the net pension liability for the Plan's miscellaneous risk pool as of the measurement date June 30, 2021 and 2020, were as follows:

	Proportionate Share
Proportion – June 30, 2020	0.01296 %
Proportion – June 30, 2021	0.01641
Change in proportion	0.00345 %

June Lake Public Utility District
Notes to the Financial Statements, continued
For the Fiscal Years Ended June 30, 2022 and 2021

(6) Defined Benefit Pension Plan, continued

Deferred Pension Outflows(Inflows) of Resources

For the year ended June 30, 2022 and 2021, the District recognized pension expense of \$418,903, and \$215,194.

As of the fiscal year ended June 30, 2022, the District reported deferred outflows of resources and deferred inflows of resources related to pension from the following sources:

<u>Description</u>	<u>2022</u>		<u>2021</u>	
	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Pension contributions subsequent to the measurement date	\$ 159,387	-	145,192	-
Differences between actual and expected experience	99,535	-	72,690	-
Changes in assumptions	-	-	-	(10,061)
Differences between projected and actual investment earnings	-	(774,827)	41,903	-
Differences between employer's contribution and proportionate share of contribution	-	(53,019)	-	(64,876)
Change in employer's proportion	20,206	(12,375)	36,526	-
Total	<u>\$ 279,128</u>	<u>(840,221)</u>	<u>296,311</u>	<u>(74,937)</u>

As of June 30, 2022 and 2021, the District reported \$159,387 and \$145,192, as deferred outflows of resources related to contributions subsequent to the measurement date, respectively. Pension contributions subsequent to the measurement date for the year ended June 30, 2022, will be recognized as a reduction of the net pension liability for the year ended June 30, 2023 and 2022, respectively.

As of June 30, 2022 and 2021, other amounts reported as deferred outflows of resources and deferred inflows of resources related to pension will be recognized as pension expense as follows:

<u>Fiscal Year Ending June 30,</u>	<u>Deferred Net Outflows(Inflows) of Resources</u>
2023	\$ (160,280)
2024	(166,246)
2025	(179,832)
2026	(214,122)

June Lake Public Utility District
Notes to the Financial Statements, continued
For the Fiscal Years Ended June 30, 2022 and 2021

(6) Defined Benefit Pension Plan, continued

Actuarial Assumptions

The total pension liabilities in the June 30, 2020 and 2019, actuarial valuation report was determined using the following actuarial assumptions:

Valuation Date	June 30, 2020 and 2019
Measurement Date	June 30, 2021 and 2020
Actuarial cost method	Entry Age Normal in accordance with the requirements of GASB Statement No. 68

Actuarial assumptions:

Discount rate	7.15%
Inflation	2.50%
Salary increases	Varies by Entry Age and Service
Mortality Rate Table*	Derived using CalPERS' Membership Data for all Fur.
Period upon which actuarial Experience Survey assumptions were based	1997-2015
Post Retirement Benefit	Contract COLA up to 2.50% until Purchasing Power Protection applies, 2.50% thereafter

* The mortality table was developed based on CalPERS specific data. The table includes 15 years of mortality improvement using the Society of Actuaries 90 percent of scale MP 2016. For more details on this table, please refer to the December 2017, experience study report (based on CalPERS demographic data from 1997 to 2015) available online on the CalPERS website.

Discount Rate

The discount rate used to measure the total pension liability as of June 30, 2022 and 2021, for the PERF C was 7.15%. This discount rate is not adjusted for administrative expenses.

The PERF C fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return for those pension plan's investments were applied to all periods of projected benefit payments to determine the total pension liability.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class.

In determining the long-term expected rate of return, CalPERS took into account both short-term and long-term market return expectations as well as the expected pension fund cash flows. Using historical and forecasted information for all funds' asset classes, expected compound (geometric) returns were calculated over the short term (first 10 years) and the long term (11+ years) using a building-block approach. Using the expected nominal returns for both short term and long term, the present value of benefits was calculated for each fund. The expected rate of return was set by calculating the rounded single equivalent expected return that arrived at the same present value of benefits for cash flows as the one calculated using both short-term and long-term returns. The expected rate of return was then set equal to the single equivalent rate calculated above and adjusted to account for assumed administrative expenses.

June Lake Public Utility District
Notes to the Financial Statements, continued
For the Fiscal Years Ended June 30, 2022 and 2021

(6) Defined Benefit Pension Plan, continued

Discount Rate, continued

The table below reflects long-term expected real rates of return by asset class. The rates of return were calculated using the capital market assumptions applied to determine the discount rate.

<u>Asset Class</u>	<u>New Strategic Allocation</u>	<u>Real Return Years 1-10</u>	<u>Real Return Year 11+</u>
Global Equity	50.00 %	4.80 %	5.93
Global Fixed Income	28.00	1.00	2.62
Inflation Sensitive	-	0.77	1.81
Private Equity	8.00	6.30	7.23
Real Asset	13.00	3.75	4.93
Liquidity	1.00	-	(0.92)
Total	<u>100.0 %</u>		

Sensitivity of the Proportionate Share of Net Pension Liability to Changes in the Discount Rate

The following table presents the District's proportionate share of the net pension liability for the Plan calculated using the discount rate, as well as what the District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is one percentage point lower or one-percentage point higher than the current rate.

As of June 30, 2022, the District's net pension liability at the current discount rate, using a discount rate that is one-percentage point lower, and using a discount rate that is one-percentage point higher, are as follows:

	<u>Discount Rate - 1%</u>	<u>Current Discount Rate</u>	<u>Discount Rate + 1%</u>
	<u>6.15%</u>	<u>7.15%</u>	<u>8.15%</u>
District's net pension liability	\$ <u>1,590,605</u>	<u>887,599</u>	<u>306,434</u>

Sensitivity of the Proportionate Share of Net Pension Liability to Changes in the Discount Rate, continued

As of June 30, 2021, the District's net pension liability at the current discount rate, using a discount rate that is one-percentage point lower, and using a discount rate that is one-percentage point higher, are as follows:

	<u>Discount Rate - 1%</u>	<u>Current Discount Rate</u>	<u>Discount Rate + 1%</u>
	<u>6.15%</u>	<u>7.15%</u>	<u>8.15%</u>
District's net pension liability	\$ <u>2,104,217</u>	<u>1,410,550</u>	<u>837,394</u>

Pension Plan Fiduciary Net Position

Detailed information about the pension plan's fiduciary net position is available in separately issued CalPERS financial reports. See pages 38 through 40 for the Required Supplementary Information.

June Lake Public Utility District
Notes to the Financial Statements, continued
For the Fiscal Years Ended June 30, 2022 and 2021

(7) Net Position

Calculation of net position as of June 30, were as follows:

	2022	2021
Net investment in capital assets:		
Capital assets, not being depreciated	\$ 37,430	37,430
Capital assets, being depreciated, net	3,652,529	3,967,937
Total net investment in capital assets	3,689,959	4,005,367
Restricted:		
Cash and cash equivalents with fiscal agent	2,499,842	2,525,861
Total restricted net position	2,499,842	2,525,861
Unrestricted:		
Unrestricted net position	(223,948)	(439,567)
Total net position	\$ 5,965,853	6,091,661

(8) Prior Period Adjustment

In 2022, the District implemented GASB Statement No. 87, Leases. The nature, justification, and an explanation of the change are included in note 1.C. As a result of the implementation, the District recognized the lease receivables and deferred inflows of resources in the amount of \$607,764, and \$584,903, respectively and recorded prior period adjustments of \$22,861, to establish beginning balances at July 1, 2019.

In fiscal year 2020, the District determined that the deferred pension outflows account was overstated by \$82,338. As a result, the District recorded a prior period adjustment to net position in the amount of \$82,338 at July 1, 2019.

The adjustment to net position is as follows:

The adjustment to net position is as follows:

Net position at July 1, 2019, as previously stated	\$ 6,059,106	
Adjustment to net position:		
Effect of adjustment to deferred pension outflows	(82,338)	
Effect of adjustment to lease receivable	607,764	
Effect of adjustment to deferred lease inflows	(584,903)	
Net position at July 1, 2019, as restated	\$ 5,999,629	

June Lake Public Utility District
Notes to the Financial Statements, continued
For the Fiscal Years Ended June 30, 2022 and 2021

(9) Risk Management

The District is exposed to various risks of loss related to torts, theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The District is insured for a variety of potential exposures. The following is a summary of the insurance policies carried by the District as of June 30, 2022:

- Property and mobile equipment: \$1,000,000,000 per occurrence.
- Boiler & Machinery: \$100,000,000 per occurrence.
- Workers' Compensation: \$5,000,000 per occurrence.
- Auto Liability: \$2,500,000 per occurrence.
- Pollution: \$2,000,000 per occurrence.
- General Liability: Various.

(10) Governmental Accounting Standards Board Statements Issued, Not Yet Effective

The Governmental Accounting Standards Board (GASB) has issued several pronouncements prior to the issue date, that have effective dates that may impact future financial presentations.

Governmental Accounting Standards Board Statement No. 91

In May 2019, the GASB issued Statement No. 91 – *Conduit Debt Obligations*. The primary objectives of this Statement are to provide a single method of reporting conduit debt obligations by issuers and eliminate diversity in practice associated with (1) commitments extended by issuers, (2) arrangements associated with conduit debt obligations, and (3) related note disclosures. This Statement achieves those objectives by clarifying the existing definition of a conduit debt obligation; establishing that a conduit debt obligation is not a liability of the issuer; establishing standards for accounting and financial reporting of additional commitments and voluntary commitments extended by issuers and arrangements associated with conduit debt obligations; and improving required note disclosures.

This Statement requires issuers to disclose general information about their conduit debt obligations, organized by type of commitment, including the aggregate outstanding principal amount of the issuers' conduit debt obligations and a description of each type of commitment. Issuers that recognize liabilities related to supporting the debt service of conduit debt obligations also should disclose information about the amount recognized and how the liabilities changed during the reporting period.

The requirements of this Statement were effective for reporting periods beginning after December 15, 2020; however, in light of the COVID-19 pandemic, the effective date has been postponed by one year. Earlier application is encouraged.

Governmental Accounting Standards Board Statement No. 94

In March 2020, the GASB issued Statement No. 94 – *Public-Private and Public-Public Partnerships and Availability Payment Arrangements*. The primary objective of this Statement is to improve financial reporting by addressing issues related to public-private and public-public partnership arrangements (PPPs). As used in this Statement, a PPP is an arrangement in which a government (the transferor) contracts with an operator (a governmental or nongovernmental entity) to provide public services by conveying control of the right to operate or use a nonfinancial asset, such as infrastructure or other capital asset (the underlying PPP asset), for a period of time in an exchange or exchange-like transaction.

June Lake Public Utility District
Notes to the Financial Statements, continued
For the Fiscal Years Ended June 30, 2022 and 2021

(10) Governmental Accounting Standards Board Statements Issued, Not Yet Effective, continued

Governmental Accounting Standards Board Statement No. 94, continued

Some PPPs meet the definition of a service concession arrangement (SCA), which the Board defines in this Statement as a PPP in which (1) the operator collects and is compensated by fees from third parties; (2) the transferor determines or has the ability to modify or approve which services the operator is required to provide, to whom the operator is required to provide the services, and the prices or rates that can be charged for the services; and (3) the transferor is entitled to significant residual interest in the service utility of the underlying PPP asset at the end of the arrangement.

This Statement also provides guidance for accounting and financial reporting for availability payment arrangements (APAs). As defined in this Statement, an APA is an arrangement in which a government compensates an operator for services that may include designing, constructing, financing, maintaining, or operating an underlying nonfinancial asset for a period of time in an exchange or exchange-like transaction.

The requirements of this Statement are effective for fiscal years beginning after June 15, 2022, and all reporting periods thereafter. Earlier application is encouraged.

Governmental Accounting Standards Board Statement No. 96

In May 2020, the GASB issued Statement No. 96 – *Subscription-Based Information Technology Arrangements*. This Statement provides guidance on the accounting and financial reporting for subscription-based information technology arrangements (SBITAs) for government end users (governments). This Statement (1) defines a SBITA; (2) establishes that a SBITA results in a right-to-use subscription asset—an intangible asset—and a corresponding subscription liability; (3) provides the capitalization criteria for outlays other than subscription payments, including implementation costs of a SBITA; and (4) requires note disclosures regarding a SBITA. To the extent relevant, the standards for SBITAs are based on the standards established in Statement No. 87, Leases, as amended.

The requirements of this Statement are effective for fiscal years beginning after June 15, 2022, and all reporting periods thereafter. Earlier application is encouraged.

Governmental Accounting Standards Board Statement No. 97

In June 2020, the GASB issued Statement No. 97 – *Certain Component Unit Criteria, and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans—an amendment of GASB Statements No. 41 and No. 84, and a supersession of GASB Statement No. 32*. The primary objectives of this Statement are to (1) increase consistency and comparability related to the reporting of fiduciary component units in circumstances in which a potential component unit does not have a governing board and the primary government performs the duties that a governing board typically would perform; (2) mitigate costs associated with the reporting of certain defined contribution pension plans, defined contribution other postemployment benefit (OPEB) plans, and employee benefit plans other than pension plans or OPEB plans (other employee benefit plans) as fiduciary component units in fiduciary fund financial statements; and (3) enhance the relevance, consistency, and comparability of the accounting and financial reporting for Internal Revenue Code (IRC) Section 457 deferred compensation plans (Section 457 plans) that meet the definition of a pension plan and for benefits provided through those plans.

June Lake Public Utility District
Notes to the Financial Statements, continued
For the Fiscal Years Ended June 30, 2022 and 2021

(10) Governmental Accounting Standards Board Statements Issued, Not Yet Effective, continued

Governmental Accounting Standards Board Statement No. 97, continued

The requirements of this Statement that (1) exempt primary governments that perform the duties that a governing board typically performs from treating the absence of a governing board the same as the appointment of a voting majority of a governing board in determining whether they are financially accountable for defined contribution pension plans, defined contribution OPEB plans, or other employee benefit plans and (2) limit the applicability of the financial burden criterion in paragraph 7 of Statement 84 to defined benefit pension plans and defined benefit OPEB plans that are administered through trusts that meet the criteria in paragraph 3 of Statement 67 or paragraph 3 of Statement 74, respectively, are effective immediately. The requirements of this Statement that are related to the accounting and financial reporting for Section 457 plans are effective for fiscal years beginning after June 15, 2021. For purposes of determining whether a primary government is financially accountable for a potential component unit, the requirements of this Statement that provide that for all other arrangements, the absence of a governing board be treated the same as the appointment of a voting majority of a governing board if the primary government performs the duties that a governing board typically would perform, are effective for reporting periods beginning after June 15, 2021. Earlier application of those requirements is encouraged and permitted by requirement as specified within this Statement. The Board considered the effective dates for the requirements of this Statement in light of the COVID-19 pandemic and in concert with Statement No. 95, Postponement of the Effective Dates of Certain Authoritative Guidance.

Governmental Accounting Standards Board Statement No. 99

In April 2022, the GASB issued Statement No. 99 – *Omnibus 2022*. The objectives of this Statement are to enhance comparability in accounting and financial reporting and to improve the consistency of authoritative literature by addressing (1) practice issues that have been identified during implementation and application of certain GASB Statements and (2) accounting and financial reporting for financial guarantees.

The requirements of this Statement will enhance comparability in the application of accounting and financial reporting requirements and will improve the consistency of authoritative literature. Consistent authoritative literature enables governments and other stakeholders to locate and apply the correct accounting and financial reporting provisions, which improves the consistency with which such provisions are applied. The comparability of financial statements also will improve as a result of this Statement. Better consistency and comparability improve the usefulness of information for users of state and local government financial statements.

The requirements of this Statement are effective for fiscal years beginning after June 15, 2023, and all reporting periods thereafter. Earlier application is encouraged.

Governmental Accounting Standards Board Statement No. 100

In June 2022, the GASB issued Statement No. 100 – *Accounting Changes and Error Corrections – An Amendment of GASB Statement No. 62*. The primary objective of this Statement is to enhance accounting and financial reporting requirements for accounting changes and error corrections to provide more understandable, reliable, relevant, consistent, and comparable information for making decisions or assessing accountability.

June Lake Public Utility District
Notes to the Financial Statements, continued
For the Fiscal Years Ended June 30, 2022 and 2021

(10) Governmental Accounting Standards Board Statements Issued, Not Yet Effective, continued

Governmental Accounting Standards Board Statement No. 100, continued

This Statement defines accounting changes as changes in accounting principles, changes in accounting estimates, and changes to or within the financial reporting entity and describes the transactions or other events that constitute those changes. As part of those descriptions, for (1) certain changes in accounting principles and (2) certain changes in accounting estimates that result from a change in measurement methodology, a new principle or methodology should be justified on the basis that it is preferable to the principle or methodology used before the change. That preferability should be based on the qualitative characteristics of financial reporting—understandability, reliability, relevance, timeliness, consistency, and comparability. This Statement also addresses corrections of errors in previously issued financial statements.

The requirements of this Statement will improve the clarity of the accounting and financial reporting requirements for accounting changes and error corrections, which will result in greater consistency in application in practice. In turn, more understandable, reliable, relevant, consistent, and comparable information will be provided to financial statement users for making decisions or assessing accountability. In addition, the display and note disclosure requirements will result in more consistent, decision useful, understandable, and comprehensive information for users about accounting changes and error corrections.

The requirements of this Statement are effective for accounting changes and error corrections made in fiscal years beginning after June 15, 2023, and all reporting periods thereafter. Earlier application is encouraged.

Governmental Accounting Standards Board Statement No. 101

In June 2022, the GASB issued Statement No. 101 – *Compensated Absences*. The objective of this Statement is to better meet the information needs of financial statement users by updating the recognition and measurement guidance for compensated absences. That objective is achieved by aligning the recognition and measurement guidance under a unified model and by amending certain previously required disclosures.

This Statement requires that liabilities for compensated absences be recognized for (1) leave that has not been used and (2) leave that has been used but not yet paid in cash or settled through noncash means. A liability should be recognized for leave that has not been used if (a) the leave is attributable to services already rendered, (b) the leave accumulates, and (c) the leave is more likely than not to be used for time off or otherwise paid in cash or settled through noncash means. Leave is attributable to services already rendered when an employee has performed the services required to earn the leave. Leave that accumulates is carried forward from the reporting period in which it is earned to a future reporting period during which it may be used for time off or otherwise paid or settled. In estimating the leave that is more likely than not to be used or otherwise paid or settled, a government should consider relevant factors such as employment policies related to compensated absences and historical information about the use or payment of compensated absences. However, leave that is more likely than not to be settled through conversion to defined benefit postemployment benefits should not be included in a liability for compensated absences.

The requirements of this Statement are effective for fiscal years beginning after December 15, 2023, and all reporting periods thereafter. Earlier application is encouraged.

June Lake Public Utility District
Notes to the Financial Statements, continued
For the Fiscal Years Ended June 30, 2022 and 2021

(11) Commitments and Contingencies

Litigation

In the ordinary course of operations, the District is subject to claims and litigation from outside parties. After consultation with legal counsel, the District believes the ultimate outcome of such matters, if any, will not materially affect its financial condition.

(12) Subsequent Events

Events occurring after June 30, 2022, have been evaluated for possible adjustment to the financial statements or disclosure as of July 13, 2024, which is the date the financial statements were available to be issued.

Required Supplementary Information

June Lake Public Utility District
Schedules of the District's Proportionate Share of the Net Pension Liability
As of June 30, 2022
Last Ten Years*

Defined Benefit Plan

Description	Measurement Dates							
	06/30/21	06/30/20	06/30/19	06/30/18	06/30/17	06/30/16	06/30/15	06/30/14
District's proportion of the net pension liability	0.01641%	0.01296%	0.01275%	0.01243%	0.01228%	0.01313%	0.01877%	0.01840%
District's proportionate share of the net pension liability	\$ 887,599	1,410,550	1,306,396	1,198,188	1,217,879	1,135,765	1,288,472	1,116,702
District's covered payroll	\$ 486,725	430,782	431,876	469,854	343,565	435,532	450,335	434,759
District's proportionate share of the net pension liability as a percentage of its covered payroll	182.36%	327.44%	302.49%	255.01%	354.48%	260.78%	286.11%	256.86%
Plan's proportionate share of fiduciary net position as a percentage of total pension liability	88.29%	75.10%	75.26%	75.26%	73.31%	74.06%	78.40%	79.82%

Notes to the Schedules of the District's Proportionate Share of Net Pension Liability

Changes in Benefit Terms

Public agencies can make changes to their plan provisions, and such changes occur on an ongoing basis. A summary of the plan provisions that were used for a specific plan can be found in the plan's annual valuation report.

Change in Assumptions and Methods

In fiscal year 2021, there were no changes to actuarial assumptions or methods.

The CalPERS Board of Administration adopted a new amortization policy effective with the June 30, 2019, actuarial valuation. The new policy shortens the period over which actuarial gains and losses are amortized from 30 years to 20 years with the payments computed as a level dollar amount. In addition, the new policy does not utilize a five-year ramp-up and ramp-down on UAL bases attributable to assumption

changes and non-investment gains/losses. The new policy also does not utilize a five-year ramp-down on investment gains/losses. These changes will apply only to new UAL bases established on or after June 30, 2019. In fiscal year 2020, no changes have occurred to the actuarial assumptions in relation to financial reporting.

In fiscal year 2020, CalPERS implemented a new actuarial valuation software system for the June 30, 2018 valuation. This new system has refined and improved calculation methodology.

June Lake Public Utility District
Schedules of the District's Proportionate Share of the Net Pension Liability, continued
As of June 30, 2022
Last Ten Years*

Notes to the Schedules of the District's Proportionate Share of Net Pension Liability, continued

Changes in Assumptions and Methods, continued

In December 2017, the CalPERS Board adopted new mortality assumptions for plans participating in the PERF. The new mortality table was developed from the December 2017 experience study and includes 15 years of projected ongoing mortality improvement using 90% of scale MP 2016 published by the Society of Actuaries. The inflation assumption is reduced from 2.75% to 2.50%. The assumptions for individual salary increases and overall payroll growth are reduced from 3.00% to 2.75%. These changes will be implemented in two steps commencing in the June 30, 2017 funding valuation. However, for financial reporting purposes, these assumption changes are fully reflected in the results for fiscal year 2018.

In fiscal year 2017, the financial reporting discount rate for the PERF C was lowered from 7.65% to 7.15%. In December 2016, the CalPERS Board approved lowering the funding discount rate used in the PERF C from 7.50% to 7.00%, which is to be phased in over a three-year period (7.50% to 7.375%, 7.375% to 7.25%, and 7.25% to 7.00%) beginning with the June 30, 2016, valuation reports. The funding discount rate includes a 15 basis-point reduction for administrative expenses, and the remaining decrease is consistent with the change in the financial reporting discount rate.

In fiscal year 2015, the financial reporting discount rate was increased from 7.50% to 7.65% resulting from eliminating the 15 basis-point reduction for administrative expenses. The funding discount rate remained at 7.50% during this period, and remained adjusted for administrative expenses.

* The Cooperative has presented information for those years for which information is available until a full 10- year trend is compiled.

**June Lake Public Utility District
Schedules of Pension Plan Contributions
As of June 30, 2022
Last Ten Years***

Description	Fiscal Years Ended							
	06/30/22	06/30/21	06/30/20	06/30/19	06/30/18	06/30/17	06/30/16	06/30/15
Actuarially determined contribution	\$ 159,387	145,192	123,647	108,693	95,442	86,633	156,318	148,840
Contributions in relation to the actuarially determined contribution	(159,387)	(145,192)	(123,647)	(108,693)	(95,442)	(86,633)	(156,318)	(148,840)
Contribution deficiency(excess)	\$ -	-	-	-	-	-	-	-
District's covered payroll	\$ 489,781	486,725	430,782	431,876	469,854	343,565	435,532	450,335
Contribution's as a percentage of covered payroll	32.54%	29.83%	28.70%	25.17%	20.31%	25.22%	35.89%	33.05%

Notes to the Schedules of Pension Plan Contributions

* The District has presented information for those years for which information is available until a full 10-year trend is compiled.

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Supplemental Information

**June Lake Public Utilities District
Combining Schedule of Net Position
June 30, 2022**

	<u>Sewer Fund</u>	<u>Water Fund</u>	<u>Total</u>
Current assets:			
Cash and cash equivalents	\$ 6,645	295,974	302,619
Cash and cash equivalents – restricted	1,622,042	877,800	2,499,842
Accounts receivable - water	-	62,405	62,405
Accounts receivable - sewer	45,213	-	45,213
Lease receivable - current	2,137	-	2,137
Property tax receivable	5,748	5,748	11,496
Accrued interest receivable	3,076	1,665	4,741
Other current assets	257	1,563	1,820
Total current assets	<u>1,685,118</u>	<u>1,245,155</u>	<u>2,930,273</u>
Non-current assets:			
Investments	1,149,932	-	1,149,932
Lease receivable - non-current	603,517	-	603,517
Capital assets, not being depreciated	37,430	-	37,430
Capital assets, being depreciated, net	165,832	3,486,697	3,652,529
Total non-current assets	<u>1,956,711</u>	<u>3,486,697</u>	<u>5,443,408</u>
Total assets	<u>3,641,829</u>	<u>4,731,852</u>	<u>8,373,681</u>
Deferred outflows of resources:			
Deferred pension outflows	139,564	139,564	279,128
Total deferred outflows of resources	<u>\$ 139,564</u>	<u>139,564</u>	<u>279,128</u>

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June Lake Public Utilities District
Combining Schedule of Net Position, continued
June 30, 2022

	<u>Sewer Fund</u>	<u>Water Fund</u>	<u>Total</u>
Current liabilities:	\$		
Accounts payable and accrued expenses	31,989	23,193	55,182
Accrued wages and related payables	12,303	11,057	23,360
Customer advances and deposits	259,780	-	259,780
Long-term liabilities – due within one year:			
Compensated absences	7,600	7,600	15,200
Total current liabilities	<u>311,672</u>	<u>41,850</u>	<u>353,522</u>
Non-current liabilities:			
Long-term liabilities – due in more than one year:			
Compensated absences	22,800	22,800	45,600
Net pension liability	443,799	443,800	887,599
Total non-current liabilities	<u>466,599</u>	<u>466,600</u>	<u>933,199</u>
Total liabilities	<u>778,271</u>	<u>508,450</u>	<u>1,286,721</u>
Deferred inflows of resources:			
Deferred pension inflows	420,110	420,111	840,221
Deferred lease inflows	560,014	-	560,014
Total deferred inflows of resources	<u>980,124</u>	<u>420,111</u>	<u>1,400,235</u>
Net position:			
Net investment in capital assets	203,262	3,486,697	3,689,959
Restricted	1,622,042	877,800	2,499,842
Unrestricted	197,694	(421,642)	(223,948)
Total net position	<u>\$ 2,022,998</u>	<u>3,942,855</u>	<u>5,965,853</u>

June Lake Public Utilities District
Combining Schedule of Revenues, Expenses and Changes in Net Position
For the Fiscal Year Ended June 30, 2022

	<u>Sewer Fund</u>	<u>Water Fund</u>	<u>Total</u>
Operating revenues:			
Charges for services - sewer	\$ 553,504	-	553,504
Charges for services - water	-	595,298	595,298
Total operating revenues	<u>553,504</u>	<u>595,298</u>	<u>1,148,802</u>
Operating expenses:			
Salaries and benefits	599,276	508,230	1,107,506
Professional services	62,258	91,162	153,420
Utilities	65,140	40,228	105,368
Small tools and supplies	49,807	68,044	117,851
Dues and subscriptions	41,024	22,830	63,854
Communication and travel	21,607	21,969	43,576
Insurance	13,779	13,779	27,558
Maintenance and repairs	24,009	12,060	36,069
Office expenses	7,778	9,605	17,383
Total operating expenses	<u>884,678</u>	<u>787,907</u>	<u>1,672,585</u>
Operating loss before depreciation	(331,174)	(192,609)	(523,783)
Depreciation	(90,535)	(245,591)	(336,126)
Operating loss	<u>(421,709)</u>	<u>(438,200)</u>	<u>(859,909)</u>
Non-operating revenue(expense)			
Property taxes	367,883	367,882	735,765
Cell tower income	12,445	-	12,445
Interest revenue - leases	12,134	-	12,134
Investment earnings	(26,934)	(8,451)	(35,385)
Miscellaneous revenues	9,142	-	9,142
Total non-operating revenues, net	<u>374,670</u>	<u>359,431</u>	<u>734,101</u>
Changes in net position	<u>(47,039)</u>	<u>(78,769)</u>	<u>(125,808)</u>
Net position, beginning of year	<u>2,070,037</u>	<u>4,021,624</u>	<u>6,091,661</u>
Net position, end of year	<u>\$ 2,022,998</u>	<u>3,942,855</u>	<u>5,965,853</u>

**June Lake Public Utilities District
Combining Schedule of Net Position
June 30, 2021**

	<u>Sewer Fund</u>	<u>Water Fund</u>	<u>Total</u>
Current assets:			
Cash and cash equivalents	\$ 9,657	152,131	161,788
Cash and cash equivalents – restricted	1,788,439	737,422	2,525,861
Accounts receivable - water	-	67,116	67,116
Accounts receivable - sewer	47,378	-	47,378
Lease receivable - current	1,065	-	1,065
Property tax receivable	4,897	4,897	9,794
Accrued interest receivable	1,310	496	1,806
Other current assets	712	1,643	2,355
Total current assets	<u>1,853,458</u>	<u>963,705</u>	<u>2,817,163</u>
Non-current assets:			
Investments	837,253	-	837,253
Lease receivable - non-current	605,654	-	605,654
Capital assets, not being depreciated	37,430	-	37,430
Capital assets, being depreciated, net	243,494	3,724,443	3,967,937
Total non-current assets	<u>1,723,831</u>	<u>3,724,443</u>	<u>5,448,274</u>
Total assets	<u>3,577,289</u>	<u>4,688,148</u>	<u>8,265,437</u>
Deferred outflows of resources:			
Deferred pension outflows	148,155	148,156	296,311
Total deferred outflows of resources	<u>\$ 148,155</u>	<u>148,156</u>	<u>296,311</u>

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June Lake Public Utilities District
Combining Schedule of Net Position, continued
June 30, 2021

	<u>Sewer Fund</u>	<u>Water Fund</u>	<u>Total</u>
Current liabilities:	\$		
Accounts payable and accrued expenses	23,526	19,679	43,205
Accrued wages and related payables	12,447	7,802	20,249
Customer advances and deposits	259,780	-	259,780
Long-term liabilities – due within one year:			
Compensated absences	<u>11,113</u>	<u>11,114</u>	<u>22,227</u>
Total current liabilities	<u>306,866</u>	<u>38,595</u>	<u>345,461</u>
Non-current liabilities:			
Long-term liabilities – due in more than one year:			
Compensated absences	33,340	33,341	66,681
Net pension liability	<u>705,275</u>	<u>705,275</u>	<u>1,410,550</u>
Total non-current liabilities	<u>738,615</u>	<u>738,616</u>	<u>1,477,231</u>
Total liabilities	<u>1,045,481</u>	<u>777,211</u>	<u>1,822,692</u>
Deferred inflows of resources:			
Deferred pension inflows	37,468	37,469	74,937
Deferred lease inflows	<u>572,458</u>	<u>-</u>	<u>572,458</u>
Total deferred inflows of resources	<u>609,926</u>	<u>37,469</u>	<u>647,395</u>
Net position:			
Net investment in capital assets	280,924	3,724,443	4,005,367
Restricted	1,788,439	737,422	2,525,861
Unrestricted	<u>674</u>	<u>(440,241)</u>	<u>(439,567)</u>
Total net position	<u>\$ 2,070,037</u>	<u>4,021,624</u>	<u>6,091,661</u>

June Lake Public Utilities District
Combining Schedule of Revenues, Expenses and Changes in Net Position
For the Fiscal Year Ended June 30, 2021

	<u>Sewer Fund</u>	<u>Water Fund</u>	<u>Total</u>
Operating revenues:			
Charges for services - sewer	\$ 543,903	-	543,903
Charges for services - water	-	585,819	585,819
Total operating revenues	<u>543,903</u>	<u>585,819</u>	<u>1,129,722</u>
Operating expenses:			
Salaries and benefits	468,875	375,298	844,173
Professional services	130,900	132,115	263,015
Utilities	58,462	34,906	93,368
Small tools and supplies	22,336	42,342	64,678
Dues and subscriptions	39,181	28,105	67,286
Communication and travel	17,844	18,905	36,749
Insurance	14,532	14,532	29,064
Maintenance and repairs	8,662	5,312	13,974
Office expenses	5,202	5,202	10,404
Total operating expenses	<u>765,994</u>	<u>656,717</u>	<u>1,422,711</u>
Operating loss before depreciation	(222,091)	(70,898)	(292,989)
Depreciation	(124,891)	(249,035)	(373,926)
Operating loss	<u>(346,982)</u>	<u>(319,933)</u>	<u>(666,915)</u>
Non-operating revenue(expense)			
Property taxes	364,213	355,448	719,661
Cell tower income	12,445	-	12,445
Interest revenue - leases	12,155	-	12,155
Investment earnings	7,507	440	7,947
Miscellaneous revenues	36,973	-	36,973
Total non-operating revenues, net	<u>433,293</u>	<u>355,888</u>	<u>789,181</u>
Changes in net position	<u>86,311</u>	<u>35,955</u>	<u>122,266</u>
Net position, beginning of year, as restated	<u>1,983,726</u>	<u>3,985,669</u>	<u>5,969,395</u>
Net position, end of year	<u>\$ 2,070,037</u>	<u>4,021,624</u>	<u>6,091,661</u>

Report on Internal Controls and Compliance



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**Independent Auditor's Report on Internal Controls Over Financial Reporting
And on Compliance and Other Matters Based on the Audit of Financial Statements
Performed in Accordance with *Government Auditing Standards***

Board of Directors
June Lake Public Utility District
June Lake, California

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the June Lake Public Utility District (District), as of and for the year June 30, 2022 and 2021, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated July 13, 2024.

Internal Control Over Financial Reporting

In planning and performing our audits of the financial statements, we considered the District's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we do not express an opinion on the effectiveness of the District's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audits we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the District's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audits and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

**Independent Auditor's Report on Internal Controls Over Financial Reporting
And on Compliance and Other Matters Based on an Audit of Financial Statements
Performed in Accordance with *Government Auditing Standards*, (continued)**

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance, and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

C.J. Brown & Company, CPAs

C.J. Brown & Company, CPAs
Cypress, California
July 13, 2024



SECTION 1000 **GENERAL**

- Policy 1000 Adoption/Amendment of Policies
- Policy 1005 Association Memberships
- Policy 1010 Basis of Authority
- Policy 1015 Board Secretary
- Policy 1020 Board/Staff Communication
- Policy 1025 Claims Against the District
- Policy 1030 Code of Ethics
- Policy 1035 Conflict of Interest
- Policy 1040 Correspondence to the Board
- Policy 1045 Legal Counsel and Auditor
- Policy 1050 Overview of the General Manager's Role
- Policy 1055 Legislative Advocacy
- Policy 1060 Digital Signature

SECTION 2000 **ADMINISTRATION**

Section 2100 Financial Management

- Policy 2100 Accounts Receivable Policy
- Policy 2105 Asset Protection and Fraud in the Workplace
- Policy 2110 Budget Preparation
- Policy 2115 Credit Card Use
- Policy 2120 Employment of Outside Contractors and Consultants
- Policy 2125 Expense Authorization
- Policy 2130 Investment of District Funds
- Policy 2135 Purchasing
- Policy 2140 Receiving/Depositing Remittances
- Policy 2145 Records Retention
- Policy 2150 Reserve Policy
- Policy 2155 Debt Management
- Policy 2160 Internal Controls
- Policy 2165 Procurement Procedures for Federal Awards

Section 2200 Inventory & Property Management

- Policy 2200 Disposal Surplus Property or Equipment
- Policy 2205 District Electronic Resources Policy and Procedures
- Policy 2210 Use/rental of District Facility
- Policy 2215 Naming of District Parks and Facilities
- Policy 2220 Flag Display



Section 2300 Risk Management

- Policy 2300 Emergency Preparedness
- Policy 2305 Emergency Response Guideline for Hostile or Violent Incidents
- Policy 2310 Workers' Compensation

Section 2400 Communications & Technology

- Policy 2400 Customer Relations
- Policy 2405 Press Relations
- Policy 2410 Public Complaints
- Policy 2415 Social Media Use
- Policy 2420 Web Page
- Policy 2425 California Public Records Act Response Procedures
- Policy 2430 Electronic Document Retention
- Policy 2435 Unmanned Aerial System Use

SECTION 3000 PERSONNEL

Section 3100 Employment Practices

- Policy 3100 Accommodations for Disability
- Policy 3102 Demotion – Nondisciplinary
- Policy 3104 Disciplinary Action
- Policy 3106 Driver Training and Record Review
- Policy 3108 Drug and Alcohol Testing
- Policy 3110 Employee Information/Emergency Data
- Policy 3112 Employee Promotion
- Policy 3114 Employee Records
- Policy 3116 Employee Status
- Policy 3118 Equal Opportunity
- Policy 3120 Grievance Procedure
- Policy 3122 Hours of Work and Overtime
- Policy 3124 Letters of Recommendation
- Policy 3126 Nepotism
- Policy 3128 Payroll Deductions for Salaried Employees
- Policy 3130 Performance Evaluation
- Policy 3134 Recruitment and Hiring
- Policy 3136 Separation from District Employment
- Policy 3138 Temporary Reclassifications
- Policy 3140 Unlawful Harassment
- Policy 3141 Inclusive Workplace



Policy 3142	Whistleblowing
Policy 3144	Telecommuting (exempt employee)
Policy 3146	Lactation Accommodation
Policy 3148	Termination
Policy 3150	Volunteer Policy
Section 3200	Standards of Conduct
Policy 3200	Dress Code and Personal Standards
Policy 3205	Housekeeping
Policy 3210	Outside Employment
Policy 3215	Receipt of Gifts
Policy 3220	Uniforms and Protective Clothing
Section 3300	Communications
Policy 3300	Internet, E-Mail and Electronic Communications
Policy 3305	Cell Phone and Wireless Communication Device Policy
Section 3400	Compensation & Benefits
Policy 3400	Authorized Leave
Policy 3405	Bereavement Leave
Policy 3410	Catastrophic Time Bank
Policy 3415	Compensation
Policy 3420	Educational Assistance
Policy 3425	Family and Medical Leave
Policy 3427	California Family Rights Act Leave
Policy 3430	Holidays
Policy 3435	Jury Duty
Policy 3440	Leave for Crime Victims and Family Members
Policy 3445	Military Leave
Policy 3450	Pregnancy Disability Leave
Policy 3455	Rest & Meal Periods
Policy 3460	Sick Leave
Policy 3465	Time Keeping/Time Records
Policy 3470	Time off for Children – School Activities
Policy 3475	Time off to Vote
Policy 3480	Unauthorized Voluntary Absence
Policy 3485	Use of Make up Time
Policy 3490	Vacations
Policy 3495	Workers' Compensation Leave
Policy 3497	Longevity



Policy 3499 Reimbursement

Section 3500 Health, Safety & Security

Policy 3500 Employee Assistance During Response to Emergency Situations
Policy 3505 Health and Welfare Benefits
Policy 3510 Illness and Injury Prevention Program
Policy 3515 Smoke-free Workplace
Policy 3520 Substance Abuse
Policy 3525 Workplace Violence Prevention

Section 4000 BOARD

Section 4100 Board of Directors

Policy 4100 Attendance at Meetings
Policy 4105 Committees of the Board of Directors
Policy 4110 Duties of Board President
Policy 4115 Ethics Training
Policy 4120 Members of the Board of Directors
Policy 4125 Training, Education and Conferences

Section 4200 Board Meetings

Policy 4200 Board Actions and Decisions
Policy 4205 Board Meeting Agenda
Policy 4210 Board Meeting Conduct
Policy 4215 Brown Act Compliance – Open Meeting Requirements
Policy 4220 Minutes of Board Meetings
Policy 4225 Review of Administrative Decisions
Policy 4230 Rules of Order for Conduct of Board and Committee Meetings
Policy 4235 Types of Board Meetings
Policy 4240 Board Member Teleconferencing



POLICY TITLE: Adoption/Amendment of Policies
POLICY NUMBER: 1000

1000.1 Consideration by the Board of Directors to adopt a new policy or to amend an existing policy may be initiated by any Director or the General Manager. The proposed adoption or amendment shall be initiated by a Director or the General Manager by submitting a written draft of the proposed new or amended policy to the Board Chairperson and the General Manager, which may be submitted in person or by any communication method approved by the District, and requesting that the item be included for consideration on the agenda of the next appropriate regular meeting of the Board of Directors. Any member of the Board may place an item on a future agenda by making a formal request to the General Manager at a meeting of the Board. The General Manager will place Board items on a future Board agenda when reasonable, based on the staff time and research necessary to prepare the item for Board consideration.

1000.2 Adoption of a new policy or amendment of an existing policy shall be accomplished at a regular meeting of the Board of Directors in accordance with the District's state statutes regarding the constitution of a majority vote.

1000.3 Copies of the proposed new or amended policy shall be included in the agenda-information packet for any meeting in which they are scheduled for consideration (listed on the agenda). A copy of the proposed new or amended policy(ies) shall be made available to each Director for review at least 72 hours, per the Brown Act, prior to any meeting at which the policy(ies) are to be considered.



POLICY TITLE: Accommodations for Disability
POLICY NUMBER: 3100

3100.1 The employment related provisions of the Fair Employment and Housing Act ("FEHA") and the Americans with Disabilities Act ("ADA") apply to all employees and job applicants seeking employment with the District. Under the ADA, a qualified individual with a disability is an individual who, with or without reasonable accommodation, can perform the essential functions of the position in which the individual is employed.

3100.2 The District will attempt to provide reasonable accommodation for known physical or mental disabilities if a job applicant or employee is otherwise qualified, unless undue hardship related to the necessity of business operations would result, in accordance with federal or state law. An applicant or employee who requires accommodation in order to perform the essential functions of the job should inform the General Manager, or his or her supervisor, to request an evaluation of such an accommodation. The District will participate in the interactive process with the employee in order to determine whether or not a reasonable accommodation, which does not present undue hardship to the District, exists.

Employee or applicant should contact his or her supervisor, Human Resources Manager, or the General Manager for further information.



POLICY TITLE: Demotion – Non-disciplinary
POLICY NUMBER: 3102

3102.1 The General Manager may demote an employee, with the written consent of the employee, to a vacant position in lieu of layoff, provided the employee possesses the desired qualifications for the position to which he/she is assigned.

3102.2 At least five working days before a non-disciplinary demotion becomes effective, written notice of the action shall be provided to the employee and the payroll department.

3102.3 The General Manager shall provide the employee with written job duties within five working days of starting the new position and a written performance review within six months. The employee shall be subject to a probationary period, generally a six month period. In the event that the employee does not perform satisfactorily within the probationary period, the General Manager shall have the discretion of extending the employee's probationary period or terminating the employee.



POLICY TITLE: Driver Training and Record Review
POLICY NUMBER: 3106

3106.1 Purpose. The purpose of this policy is to reduce the frequency and severity of vehicle-related accidents and losses by: (a) applying uniform criteria in evaluating the acceptability of driver-record information of individuals driving District vehicles or while on District business; (b) establishing disciplinary procedures for different types of driving violations.

3106.2 Scope. This policy applies to all regular, part-time, and temporary District employees and volunteers who drive on behalf of the District. Directors are encouraged to provide their license information, but cannot be required to do so in accordance with State law.

3106.3 Implementation. [DISTRICT NAME] shall participate in the Department of Motor Vehicles (DMV) Employer Pull Notice Program (a.k.a.: "Pull Program"). Records for anyone operating vehicles on District business shall be requested from DMV: (a) every six months; and, (b) immediately in the event of new activity (e.g., moving violation, accident, address change, etc.). Employees who have terminated employment will be deleted from the program.

3106.4 Review Criteria. Information that will be generated during the record review will include: (a) type of license; (b) expiration date; (c) endorsements; (d) DMV action suspensions, revocations, and penal code violations; and, (d) Vehicle Code violations.

3106.5 Disciplinary Procedures:

- a) A driver will immediately attend a qualified defensive driver training course (State of California Defensive Driver Training, National Safety Council Defensive Driver Training, etc.) if:
 - 1) They earn two points within 36 months of report date; or,
 - 2) They receive any moving violation in a District vehicle within 36 months of report date; or,
 - 3) They are involved in an accident within 36 months of report date.
- b) A driver will be placed on a 12-month driving probation if they earn three to five points within 36 months of report date. Additional point violations within this probation period will affect a 120-day suspension of District driving privileges. If their job routinely involves driving a vehicle and if having driving privileges suspended would impose a hardship on normal District operations, they will be terminated from employment.
- c) A driver will be suspended from District driving privileges for 120 days if:
 - 1) They earn four or more points within 24 months of report date; or,
 - 2) They earn six or more points within 36 months of report date; or,
 - 3) They receive a citation for DUI, reckless driving, or speed contest on personal time within 36 months of report date; or,
 - 4) If they are involved in two chargeable (resulting in a point violation) accidents within 24 months of report date. If their job routinely involves driving a vehicle and if having driving privileges suspended would impose a hardship on normal District operations, they will be terminated from employment.



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- d) A driver will be permanently suspended of District driving privileges if:
 - 1) They receive a citation for DUI, reckless driving, or speed contest during District business within 36 months of report date; or, They receive two citations for DUI, two citations for reckless driving, or two citations for speed contest on personal time within 12 months of report date. If their job routinely involves driving a vehicle and if having driving privileges suspended would impose a hardship on normal District operations, permanent suspension of driving privileges will result in termination of employment.
 - e) Occasionally, it may be brought to the District's attention that an employee is exposing it to undue liability through poor driving techniques and habits. All such complaints will be investigated and acted upon accordingly.

3106.6 Defensive Driver Training. All drivers shall attend an approved defensive driver-training course at least once every four years or more often as specified in Disciplinary Procedures, above. Directors are encouraged to attend courses, but cannot be required to do so in accordance with State law.



POLICY TITLE: Attendance at Meetings

POLICY NUMBER: 4100

4100.1 Members of the Board of Directors are expected to and shall attend all regular and special meetings of the Board unless there is good cause for absence.

To be counted as present for any meeting, Board Members must be present for the duration of the meeting.

Good cause for absence, including late arrivals or early departures, includes temporary illness or other unavoidable circumstances of which the President of the Board is notified prior to the meeting. Good cause also includes Board authorized meeting absences such as attendance at a conference directly related to the functions and interests of the District or at the meeting of another public agency in order to participate in an official capacity.

A Board Member who will be absent for good cause may notify the President by electronic transmission (email), telephone communication, or letter. The President shall notify the General Manager and the Board of all absences that are excused for good cause. The minutes shall indicate whether an absence was excused.

A vacancy shall occur if a Board Member is absent from three (3) consecutive regular meetings without good cause, except as otherwise provided for by law or as authorized by the Board.



POLICY TITLE: Committees of the Board of Directors
POLICY NUMBER: 4105

4105.1 Temporary Advisory Committees:

The Board President shall appoint any such temporary advisory committees as may be deemed necessary or advisable by the President or the Board. The purpose of a temporary advisory committee and the time allowed to accomplish that purpose shall be outlined at the time of appointment. A temporary advisory committee shall be considered dissolved when its purpose has been accomplished or when the timeframe for its existence has expired, whichever occurs first.

4105.1.1 A temporary advisory committee shall be comprised solely of members of the Board, and shall consist of less than a majority of Board Members.

4105.1.2 A temporary advisory committee may make recommendations to the Board. The Board may not delegate any decision-making power to a temporary advisory committee.

4105.1.3 A temporary advisory committee shall meet on an as needed basis and shall not have a meeting schedule fixed by charter, ordinance, resolution, or formal action of the Board.

4105.2 Standing Committees:

The following shall be standing committees of the Board: Planning Committee; Policy Committee; Personnel Committee; Finance Committee; and Public Relations Committee. The Board President shall appoint and publicly announce the members of the standing committees for the ensuing year no later than the Board's regular meeting in January. Standing committees may be assigned to review District functions, activities, and operations pertaining to their designated concerns, as specified below. Said assignment may be made by the Board President, a majority vote of the Board, or on their own initiative. Any recommendations from standing committees shall be submitted to the Board via a written or oral report. All meetings of standing committees are subject to the requirements of all applicable open meeting laws, including but not limited to the Brown Act.

4105.2.1 The Planning Committee shall be concerned with the formulation of plans for arranging, realizing, and/or achieving District goals.

4105.2.2 The Policy Committee shall be concerned with proposed ordinances, resolutions, and District policies, except those pertaining specifically to personnel.

4105.2.3 The Personnel Committee shall be concerned with the functions, activities, operations, compensation, and welfare of District staff.

4105.2.4 The Finance Committee shall be concerned with the financial management of the District, including the preparation of an annual budget and major expenditures.



4105.2.5 The Public Relations Committee shall be concerned with assuring that information regarding the affairs of the District is adequately and appropriately communicated to its constituents and the public at large.



POLICY TITLE: Duties of the Board President
POLICY NUMBER: 4110

4110.1 Presiding Officer:

The President of the Board of Directors shall serve as the presiding officer at all Board meetings.

In the absence or disability of the President, the Vice President of the Board of Directors shall serve as the presiding officer over all meetings of the Board. If the President and Vice President of the Board are both absent or disabled, the remaining members present shall select one of themselves to act as temporary presiding officer of the meeting.

The presiding officer shall have the same rights as the other members of the Board in voting, introducing motions, resolutions and ordinances, and any discussion of questions that follow said actions. The presiding officer may move, second, debate, and vote from the chair.

4110.2 Duties Regarding Meetings:

The President shall preside over and conduct all meetings of the Board of Directors, shall carry out the resolution and orders of the Board of Directors, and shall exercise such other powers and perform such other duties as the Board of Directors shall prescribe including, but not limited to, the following:

- a) Call the meeting to order at the appointed time;
- b) Announce the business to come before the Board in its proper order;
- c) Enforce the Board's policies in relation to the order of business and the conduct of meetings;
- d) Recognize persons who desire to speak, and protect the speaker who has the floor from disturbance or interference;
- e) Explain what the effect of a motion would be if it is not clear to every member;
- f) Restrict discussion to the question when a motion is before the Board;
- g) Rule on parliamentary procedure;
- h) Put motions to a vote, and state clearly the results of the vote; and
- i) Preserve order and decorum.

4110.3 Responsibilities:

Responsibilities of the President include, but are not limited to, the following:

- a) Sign all instruments, act, and carry out stated requirements and the will of the Board;
- b) Sign the minutes of the Board meeting following their approval;
- c) Appoint and disband all committees, subject to Board ratification;
- d) Call such meetings of the Board as he/she may deem necessary, giving notice as prescribed by law;
- e) Coordinate the preparation of meeting agendas with the General Manager;
- f) Confer with the General Manager or designee on crucial matters which may occur between Board of Directors meetings;
- g) Be responsible for the orderly conduct of all Board meetings;



- h) Be the spokesperson for the Board; and
- i) Perform other duties as authorized by the Board.

In the absence or disability of the President, the alternate presiding officer may temporarily carry out these responsibilities until such time as the President is able to resume his or her responsibilities.

The President of the Board of Directors shall serve as the presiding officer at all Board meetings.

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POLICY TITLE: Board Actions and Decisions
POLICY NUMBER: 4200

4200.1 Actions by the Board of Directors include but are not limited to the following:

4200.1.1 Adoption or rejection of regulations or policies;

4200.1.2 Adoption or rejection of a resolution;

4200.1.3 Adoption or rejection of an ordinance;

4200.1.4 Approval or rejection of any contract or expenditure;

4200.1.5 Approval or rejection of any proposal which commits District funds or facilities, including employment and dismissal of personnel; and,

4200.1.6 Approval or disapproval of matters that require or may require the District or its employees to take action and/or provide services.

4200.2 Action can only be taken by the vote of the majority of the Board of Directors. Three (3) Directors [if five-member Board, four if seven-member Board] represent a quorum for the conduct of business.

4200.2.1 A Board member abstaining in a vote is considered as absent for that vote. A Board member abstaining due to a conflict of interest does not count towards a quorum.

4200.2.1.1 Example. If three of five Directors are present at a meeting, a quorum exists and business can be conducted unless the abstention is due to a conflict of interest. However, if one Director abstains on a particular action and the other two cast "aye" votes, no action is taken because a "majority of the Board" did not vote in favor of the action.

4200.2.1.2 Example. If an action is proposed requiring a two-thirds vote and two Directors abstain, the proposed action cannot be approved because four of the five Directors would have to vote in favor of the action.

4200.2.1.3 Example. If a vacancy exists on the Board and a vote is taken to appoint an individual to fill said vacancy, three Directors must vote in favor of the appointment for it to be approved. If two of the four Directors present abstain, the appointment is not approved.



4200.3 The Board may give directions that are not formal action. Such directions do not require formal procedural process. Such directions include the Board's directives and instructions to the General Manager.

4200.3.1 The President shall determine by consensus a Board directive and shall state it for clarification. Should any two Directors challenge the statement of the President, a voice vote may be requested.

4200.3.2 A formal motion may be made to place a disputed directive on a future agenda for Board consideration, or to take some other action (such as refer the matter to the General Manager for review and recommendation, etc.).

4200.3.3 Informal action by the Board is still Board action and shall only occur regarding matters that appear on the agenda for the Board meeting during which said informal action is taken.

4200.3.4 Nothing in this policy prevents the Board from providing direction to the General Manager in response to public comments or under Board member or General Manager comments, as allowed under the Brown Act. No vote or action shall be taken.



4205.4 Agenda posting. Agendas for regular meetings shall be posted 72 hours in advance of the meeting and agendas for special meetings shall be posted 24 hours in advance of the meeting. The posting must occur in a place that is freely accessible to the public and on the District's website. A touch screen electronic kiosk may take the place of the paper posting. The internet posting shall occur on the District's primary website homepage through a prominent, direct link to the current agenda. The agenda shall also be accessible in an open format.

4205.5 Agenda packages. When distributing agenda packages and other materials to members of the Board of Directors, those materials should be provided to all Board members at the same time. Agenda packages, except for closed session materials, should also be made available to the public once distributed to the Board.

4205.5.1 When a closed session item is agendized on the grounds of anticipated litigation based on either: (1) a written threat of litigation; (2) an oral threat received outside of the public meeting setting; or (3) an issue of potential litigation where the facts and circumstances giving rise to the closed session are known to the potential plaintiff, a copy of the written record must be included in the agenda package or public announcement of same.

4205.6 Public comment.

4205.6.1 For regular meetings the Board shall provide the public with an opportunity to address not only any item on the agenda but any item within the subject matter jurisdiction of the District.

4205.6.2 For special meetings, the Board shall provide the public with an opportunity to address any item on the agenda.

4205.6.3 The Board may not prohibit public criticism, but shall control the order of the proceedings, including placing reasonable time limits on public comment.

4205.6.4 The Board may not require members of the public to give names or sign a register as a condition of attendance or speaking.

4205.6.5 The Board may require public comment specific to items on the agenda be made at the time when the agenda item is considered.

4205.7 Closed sessions. The Board may conduct a closed session during a noticed meeting for certain matters, as identified on the agenda, where it is necessary to conduct business in private. Major reasons for permissible closed sessions, as authorized by the Brown Act, include real property transactions, labor negotiations, and pending litigation. The Board shall allow public comment on any closed session item before going into closed session.



4205.8 Items not on the agenda. The Board shall not discuss or take action on any item that does not appear on the posted agenda except that the Board may act on items not on the agenda to address emergency situations, subsequent need items, and hold-over items from a continued previous meeting held within the prior five days. The Board may also respond to public comments and make announcements.



POLICY TITLE: Board Meeting Agenda
POLICY NUMBER: 4205

4205.1 Agenda preparation. The General Manager, in cooperation with the Board President, shall prepare an agenda for each regular and special meeting of the Board of Directors in accordance with the Brown Act. Any Director may contact the General Manager and request an item to be placed on the agenda no later than 5:00 P.M. on the day that is 48 hours prior to the closing of the agenda for the next meeting date.

4205.2 Public requests. Any member of the public may request that a matter directly related to District business be placed on the agenda of a regularly scheduled meeting of the Board of Directors, subject to the following conditions:

4205.2.1 The request must be in writing and be submitted to the General Manager [or other responsible managing employee] together with supporting documents and information, if any, at least seven business days prior to the date of the meeting.

4205.2.2 The General Manager shall be the sole judge of whether the public request is or is not a "matter directly related to District business."

4205.2.3 The General Manager shall determine the timing of when the item will be placed on the agenda.

4205.2.4 The public member requesting the agenda item may appeal the General Manager's decision at the next regular meeting of the Board of Directors. Any Director may request that the item be placed on the agenda of the Board's next regular meeting.

4205.2.5 No matter which is legally a proper subject for consideration by the Board in closed session will be accepted under this policy.

4205.2.6 The Board of Directors may place limitations on the total time to be devoted to a public request issue at any meeting, and may limit the time allowed for any one person to speak on the issue at the meeting.

4205.3 Agenda descriptions. All Board agendas shall include a clear and unambiguous description of each item on the agenda to be discussed, including closed session items. The General Manager shall ensure that the description gives notice to the public of the essential nature of business to be considered.



POLICY TITLE: Board Meeting Conduct
POLICY NUMBER: 4210

4210.1 Rules of order. Meetings of the Board of Directors shall be conducted by the President in a manner consistent with the policies of the District. Policy No. 4230, "Rules of Order for Board and Committee Meetings," shall be used as a general guideline for meeting protocol.

4210.2 Agenda timing. All Board meetings shall commence at the time stated on the agenda and shall be guided by same. The placement of an item on the agenda shall not be deemed a requirement that the items proceed in any particular order. The Board President, with concurrence of a majority of the Board, may alter the order in which agenda items shall be considered for discussion and/or action by the Board.

4210.3 Conduct of meetings. The following concepts shall be applied to Board meetings:

4210.3.1 The meetings shall be conducted in an open and fair manner.

4210.3.2 Members of the public shall be given ample opportunity to participate in the meetings.

4210.3.3 Due process principles shall apply to quasi-judicial proceedings, or as otherwise required by law.

4210.3.4 The meetings shall proceed in a manner that enables the Board to consider problems to be solved and make wise decisions intended to solve the problems.

4210.3.5 The Board may receive, consider and take any needed action with respect to reports of accomplishment of District operations.

4210.3.6 Noticed public hearings shall be conducted in an orderly fashion, with the Board President establishing the order of the proceedings.

4210.3.7 The Board may weigh and determine the credibility of evidence and public comment.

4210.4 Public comment. Public comment on items on the agenda, and general public comment at a regular Board meeting for matters within the jurisdiction of the Board of Directors, shall be as followed:

4210.4.1 Five minutes may be allotted to each speaker and a maximum of 20 minutes to each subject matter.

4210.4.2 The Board president may allow additional time per speaker and/or per subject when



necessary for a full and fair proceeding.

4210.4.3 No disruptive conduct shall be permitted at any Board meeting. Persistence in disruptive conduct shall be grounds for summary termination, by the Board President, of that person's privilege of address.

4210.4.4 The Board may require public comment specific to items on the agenda be made at the time when the agenda item is considered.

4210.5 Disruption of meetings. Willful disruption of any of the meetings of the Board of Directors shall not be permitted. If the President finds that there is willful disruption of any meeting of the Board, he/she may do the following:

4210.5.1 Notify the disrupting individual or group to immediately stop the conduct or they will be asked to leave the meeting if the behavior continues.

4210.5.2 If the behavior continues after notice, order the disrupting individuals out of the room and conduct the Board's business without them present.

4210.5.3 In cases of extreme disruption, clear the room of all members of the public, and conduct the Board's business without them present.

4210.5.4 Duly accredited representatives of the news media, whom the President finds not to have participated in the disruption, shall be permitted to remain in the meeting.

4210.5.5 In some circumstances, an advance restrictive order may be obtained in order to place limitations on an individual's attendance at public meetings when there is a credible threat of violence from that person.

Superintendent Board Report

September 2024

1- SAFETY

- a. Provided safety gear to employees.

2- Operations

a. Water System

- i. Clark is running within regulation.
- ii. Did major road repair to water plant roads after large storm washed them out.
- iii. Water sampling done twice a month.

b. Distribution and Collection System

- i. We had one sanitary sewer overflow.
- ii. Annual totals are: 3 main breaks, 3 confirmed leaks, and 1 SSO's.
- iii. Built and painted new ladder/step for oh ridge 1 access, installed in oh ridge 1.
- iv. Continued mosquito abatement.
- v. Water meter tap and sewer install at 38 Texas st.
- vi. Contractor at 19 Willow st hit 12" sewer interceptor when digging for sewer tap. We immediately called out MCWD for assistance with another vactor truck. Our orange vactor was brought in so we could pump into it. Fire department contacted to help with sand bags. We also brought in whatever noodles we could to help with containment. A temporary repair was made with bubble sheet(hard black plastic). Conspec contracted top do repairs. State and local agencies notified by Todd and Mamadou.

Rented another vactor from Chuck Vallar construction, also had D&S on standby with 3000 gallon tanker. Rented another vactor from Haaker for our piece of mind.

c. Wastewater System

- i. WWTP is operating normally.
- ii. Burned milk crates for bar grate(rag/stick removal) at wasteplant.
- iii. Finished weeding and turning over dirt in wasting beds at wasteplant, leveled out and swept.
- iv. Continued to pull weeds at wasteplant
- v. Finished wastewater quarterly sampling and monthly sampling.

Managers Report

September 2024

- 1) Drafted our updated Vision & Dental Resolution to replace the prior resolution (84-3) adopted in 1984.
- 2) Conferenced with the analyst from Robert D. Niehaus, Inc., regarding our rate study.
- 3) Continued working with Fedak & Brown and Mr. Martinez (CPA) on our 2023 audit.
- 4) High Sierra Energy (Pam Bold), has requested to extend to the October board meeting to discuss the proposed WWTP Solar Project.
- 5) Completed necessary reports surrounding the sewer line break 8-20-24 on Willow Ave. Helped Superintendent to work with contractors during and to completion of the repair work. Worked with homeowners effected. Met with County Environmental Health Director.
- 6) Coordinated mapping for our slip line project. Sancon is still on schedule to begin the project in September. This will put us at approximately 60% of our goal to slip line the Down Canyon and Village sewer lines. Having them address some of our manholes needing repair.
- 7) Consulted with Cla-Val to put together a plan to address the water pressures in the upper Clark tract. Working with them to obtain additional valving.
- 8) Continued work with Director Hunt on a new Policy and Procedures manual.
- 9) We did not receive any additional bids for the Portable Generator and Transfer Station project. Eldridge Electric is moving forward on the project and the work is expected to be completed by October 2024. Submitted quarterly reports for the awarded grant funding for this project.
- 10) Set up educational and training events for the field staff for wastewater treatment.
- 11) Ordered hazardous material placards for plant locations (for chlorine, propane, petroleum products, etc).
- 12) Worked with BB&K on Edison easement request and proposed surveillance policy.
- 13) Consulted with VC3 to have assessments done with regard to District cybersecurity.