

AGENDA

EAST ORANGE COUNTY WATER DISTRICT
(EOCWD)

Thursday, January 17, 2013

5:00 p.m.

1. **Call Meeting to Order and Pledge of Allegiance – President VanderWerff**
2. **Public Communications to the Board**
3. **Addition of Items Arising After Posting of Agenda Requiring Immediate Action**
(Requires 2/3 vote or unanimous vote if less than 2/3 of members are present)
4. **General Manager's Report (Exhibit "A")**

Recommended Motion: "THAT THE GENERAL MANAGER'S REPORT BE RECEIVED AND FILED"

5. **Approval of Minutes of December 20, 2012 Meeting (Exhibit "B")**
6. **Operation, Management and Construction Matters**

A. Vista Panorama hydrant replacements (Exhibit "C")

Recommended Motion: "APPROVE THE ADDITION OF \$20,000 TO THE 2012/13 RETAIL ZONE CAPITAL BUDGET FOR THE VISTA PANORAMA HYDRANT UPGRADE PROJECT AND AUTHORIZE TRANSFERS OF \$10,000, EACH, FROM ACCOUNT NOS. 5342-0002-2 AND 8975-0002-2, TO ACCOUNT NO. 7913-1112-2 TO FUND THE PROJECT"

B. Wholesale and retail water usage report (Exhibit "D")

7. **Financial Matters**

A. Approval of schedules of disbursements (Exhibit "E")

Recommended Motion: "THAT THE SCHEDULES OF DISBURSEMENTS BE APPROVED"

- B. Report on investments/ ratification of investment activity (Exhibit "F")

Recommended Motion: "THAT THE SCHEDULES OF INVESTMENTS BE RATIFIED AND APPROVED"

- C. Receipt and filing of financial statements (November 30) – (Exhibit "G")

Recommended Motion: "THAT THE FINANCIAL STATEMENTS BE RECEIVED AND FILED"

- D. Annual review of investment policy and delegation of authority to effect investment transactions (Exhibit "H")

Recommended Motion: "THAT RESOLUTION NO. ____ BE ADOPTED, ENTITLED: 'RESOLUTION OF THE BOARD OF DIRECTORS OF THE EAST ORANGE COUNTY WATER DISTRICT APPROVING INVESTMENT POLICY AND AUTHORIZING THE TREASURER TO INVEST FUNDS'"

- E. Account signature authorizations – update authorizations (Exhibit "I")

Recommended Motion: "THAT RESOLUTION NO. ____ BE ADOPTED, ENTITLED: 'RESOLUTION OF THE BOARD OF DIRECTORS OF THE EAST ORANGE COUNTY WATER DISTRICT AUTHORIZING SIGNATURES FOR ALL ACCOUNTS, AUTHORIZING SELECTION OF DEPOSITORIES, AND RESCINDING PRIOR RESOLUTION'"

Recommended Motion: "THAT RESOLUTION NO. ____ BE ADOPTED, ENTITLED: 'RESOLUTION OF THE BOARD OF DIRECTORS OF THE EAST ORANGE COUNTY WATER DISTRICT REGARDING DESIGNATION OF OFFICERS AUTHORIZED TO ORDER SALE, ASSIGNMENT, TRANSFER, AND/OR DELIVERY OF DISTRICT INVESTMENT SECURITIES (RAYMOND JAMES FINANCIAL SERVICES, INC., ACCOUNT, AND RESCINDING PRIOR RESOLUTION)"

Recommended Motion: "THAT RESOLUTION NO. ____ BE ADOPTED, ENTITLED: 'RESOLUTION OF THE BOARD OF DIRECTORS OF THE EAST ORANGE COUNTY WATER DISTRICT REGARDING DESIGNATION OF OFFICERS AUTHORIZED TO ORDER DEPOSIT AND WITHDRAWAL OF DISTRICT FUNDS IN AND FROM THE LOCAL AGENCY INVESTMENT FUND'"

8. Miscellaneous Matters

- A. Resolution of appreciation – Supervisor Bill Campbell (Exhibit "J")

Recommended Motion: "THAT RESOLUTION NO. ____ BE ADOPTED, ENTITLED: 'RESOLUTION OF THE EAST ORANGE COUNTY WATER DISTRICT BOARD OF DIRECTORS EXPRESSING APPRECIATION, COMMEMORATING AND INVITING

PUBLIC ATTENTION TO THE OUTSTANDING SERVICES RENDERED BY
SUPERVISOR BILL CAMPBELL, BOARD OF SUPERVISORS, COUNTY OF
ORANGE, THIRD DISTRICT

- B. Authorization of conference attendance (Exhibit "K")
 - (1) Water Policy Forum
- C. Reports from committees and representatives to organizations
- D. Directors' reports on meetings attended
- E. Update conflict of interest code (Exhibit "L")

Recommended Motion: "THAT RESOLUTION NO. ____ BE ADOPTED, ENTITLED:
'RESOLUTION OF THE BOARD OF DIRECTORS OF THE EAST ORANGE COUNTY
WATER DISTRICT ADOPTING A CONFLICT OF INTEREST CODE WHICH
SUPERSEDES ALL PRIOR CONFLICT OF INTEREST CODES AND AMENDMENTS
PREVIOUSLY ADOPTED)'"

- F. Change to next meeting date (Exhibit "M")

Recommended Motion: [adjourn meeting to selected date]

9. Informational Items

- 1. Committee appointments (Exhibit "1")

10. Adjournment

The scheduled date of the next Regular Meeting of the Board of Directors is **February 21, 2013**, at 5:00 p.m., in the offices of the East Orange County Water District, 185 N. McPherson Road, Orange, California.

Availability of agenda materials: Agenda exhibits and other writings that are disclosable public records distributed to all or a majority of the members of the East Orange County Water District Board of Directors in connection with a matter subject to discussion or consideration at an open meeting of the Board are available for public inspection in the District's office, 185 N. McPherson Road, Orange, California ("District Office"). If such writings are distributed to members of the Board less than 72 hours prior to the meeting, they will be available at the reception desk of the District Office during business hours at the same time as they are distributed to the Board

members, except that if such writings are distributed less than one hour prior to, or during, the meeting, they will be available in the meeting room of the District Office.

Disability-related accommodations: The East Orange County Water District Board of Directors meeting room is wheelchair accessible. If you require any special disability-related accommodations (e.g., access to an amplified sound system, etc.) please contact Denise Dobson in the District Office at (714) 538-5815 during business hours at least seventy-two (72) hours prior to the scheduled meeting. This agenda can be obtained in alternative format upon written request to Denise Dobson in the District Office, at least seventy-two (72) hours prior to the scheduled meeting.

EAST ORANGE COUNTY WATER DISTRICT GENERAL MANAGER'S REPORT

January 2013

The following report is a summary of the District's activities over the past month.

GENERAL MATTERS

Reviewed correspondence, conferred with customers regarding billing issues and vendors/other interested parties regarding business with the District, and met with staff members regarding daily activities and on-going projects.

WHOLESALE ZONE

1) Peters Canyon (6 MG) Reservoir Status Update

Security System – All electrical wire, fiber optic cable, and Cat 6 Cable runs are complete. iFiber Optix will be installing and testing the connectors for the fiber optic cable and cat 6 cables during the week of January 14-18. Cameras and infrared lights are also installed.

Storm Damage Repair – As mentioned at the last Board meeting, the slope repair and curbing work is complete. Staff was hoping to have some clear, semi-warm weather to allow the contractor to complete the slurry seal work finishing this project, unfortunately, that did not occur. Assuming that there is no rain and daytime temperature rise above 60 degrees, the contractor is scheduled to complete the slurry work by January 17th.

Staff met with a Landscape Designer last month who specializes in California Native Plants to review a planting program for the repaired area, as well as for all of the reservoirs to enhance slope stabilization, minimize landscape maintenance and reduce wildfire hazards. We will be following up with the Operations, Planning & Personnel Committee regarding planting plans.

RETAIL ZONE

1) Well / Booster Station Operations

East Well – Tri County Pump has submitted all bonding and insurance documents to District counsel and received approval. A contract will be executed and a Notice to Proceed issued on January 14th; the contractor has indicated he will be onsite to begin work by Tuesday, January 15th.

Stoller 150hp Booster Pump Motor – Delta Motor Company rebuilt the 150hp motor and reinstalled it. A bump test was performed on the motor and it was determined that there was also an issue with the main breaker to the motor. The breaker was replaced and the issue was resolved. In order to determine the overall cause of the motor failure, staff retained the services of an electrical engineer, Allen Randall of AEComm. In his report, he indicated that the motor failed for unknown reasons, but indicated that staff should consult with SCE regarding the possibility of a transient power incident (surge) that could have damage the breaker and the motor; staff subsequently filed a claim with SCE to initiate review of the incident. He also reviewed the electrical facilities at Stoller and recommended installation of a surge suppressor to guard against any possible line surges from Southern California

Edison. The surge suppressor has been ordered and will be installed next week; it is expected to last 20 to 30 years.

Stoller 75hp Pump – Upon routine inspection, staff determined that one of the end bearings on the 75hp pump at the Stoller Pump Station in need of replacement. Three contractors were asked to submit quotes to inspect the rotating element, replace both bearings, packing, and reinstall. Tri County Pump was the low bidder at \$3,110.00. Staff will coordinate with the contractor to perform the work next week.

2) Retail Zone Fire Pump

The District's Superintendent met with Harvey Gobas and Dennis Phinney of PSOMAS and performed a site visit to Daniger Road to determine the best location for the new portable fire pump. Staff has identified a location at the top of Daniger Road within a fenced area where there is available open space. This open area is believed to be owned by the Rocking Horse Ridge Association, however, it appears that EOCWD's 1911 Blanket Easement may encompass this area. Further investigation will be performed to ensure that appropriate steps are taken to ensure the legal right to locate the equipment in this area.

Because the location site is in a sloped area, a small retaining wall will be required in addition to the concrete slab it will be placed on. Psomas will be surveying the area the week of December 17 and will be initiating design work for grading, concrete, masonry and piping work for the pump installation. Design work is expected to be complete by the end of January with bids obtained by the first week of February; award of contract would be expected by the February Board Meeting.

3) System Leaks – None to Report

4) Operational Activities

- Installation of 6 MG reservoir security system – finish installing cabling and hardware
- Covered easterly slope at 6 MG with plastic during rains
- Potholed at top of Daniger to locate existing mainline for survey work
- Set sand bags on Old Crawford Canyon Rd. / Newport to protect pipeline
- Took 2005 Chevrolet service truck in for new tires and brakes
- Smogged 2003 Ford F-250 service truck
- Drained, cleaned, filled, and tested Stoller reservoir
- Work Order – set door tag at 12672 Charmaine
- Work Order – Checked read at 19652 County Lane
- Work Order – set meter box at 12643 Panorama View
- Work Order – removed hydrant meter from 12643 Panorama View
- Work Order – final read at 13246 Old Foothill and 12912 View Ridge
- Work Order – Water Quality Complaint at 12132 Baja Panorama – filter problem
- Constructed office wall in Board room
- Met with Delta motors to re-install 150hp motor (Superintendent)
- Met with Electrician to replace wiring from panel to motor and breaker (Superintendent)
- Completed Quarterly Disinfection Byproduct report and monthly report to CDPH (Superintendent)
- Updated water quality sampling schedule (Superintendent)
- Sent out quote requests for 75hp pump repair (Superintendent)

Daily Tasks

- Attend daily staff meeting with General Manager (Superintendent only)
- Performed well rounds and reservoir rounds
- Performed general administrative, clerical and supervisory tasks
- Obtain price quotes for miscellaneous parts
- Picked up parts from various vendors, Home Depot
- Review incoming USA tickets to verify if there is a conflict.

Weekly Tasks

- Attend weekly safety meetings (All field staff)
- Performed weekly water quality sampling
- Measure static and pumping water levels in wells.
- Performed USA locations
- Responded to utility requests from the County and city of Orange
- Picked up water quality supplies and changed reagent bottles
- Cleanup, organize and restock service trucks
- Cleanup and organized shop
- Vehicle maintenance

Monthly Tasks

- Attend monthly staff meeting with General Manager (all employees)
- Attend committee meetings – Operations and Engineering (Superintendent)
- Prepared monthly CDPH water quality reports
- Prepared monthly CRWQCB report for well discharge
- Performed dead-end flushing
- Read WZ meters
- Check WZ meter data; assist with preparation of WZ Billing
- Delivered Board agenda packages
- Participated in WEROC radio test

MISCELLANEOUS ITEMS

1) Meetings

District Board Members and/or Staff attended the following meetings: January 8th Operations, Planning & Personnel Committee Meeting; January 9th Groundwater Producer's Meeting; January 9th Poseidon Meeting

A. Operations, Planning and Personnel Committee (January 8, 2013)

Meeting Summary: 1) East Well Rehabilitation Plan – Staff has been working with Tri-County Pump to get their bonding and insurance documents submitted and reviewed by District Counsel; some delays have occurred on the part of the contract because of the holidays. 2) Temporary Fire Pump Status – Superintendent Mendzer met with Psomas to identify a site for the pump. Psomas has surveyed the site and is working with staff to determine if it is located within the Blanket Easement; design work for the pad, retaining

wall and security fencing is proceeding parallel with this effort. 3) Stoller Pump Station Electrical Issue – The results of the AECOM Electrical Engineer's investigation into the motor failure were presented, but they were inconclusive as to the cause of the failure. Staff filed a claim with SCE to begin the process of tracking if a power surge could have caused the failure. 4) Vista Panorama Hydrant Upgrade Project – Staff noted that as part of the October OCFA meeting, the District agreed to replace 4 wharf-head hydrants with dry barrel hydrants; the cost of the replacement is estimated at \$20,000. The Committee approved the request and recommended its approval by the Board. 5) Side-Hill Booster Station Back-up Power Project – Delays have been experienced in the siting of the backup power supply due to the reluctance to grant an easement without receiving monetary compensation, on the part of the homeowner upon whose property (the preferred location) the power supply would be located. Staff secured agreement from the owner of the property with the secondarily preferred site and will work with them to obtain a dedicated easement. 6) Security System/ Storm Damage Repair Status: The remaining project element, slurry sealing of the asphalt surfaces, is behind schedule due to weather delays; barring further weather delays, slurry sealing should be completed by 1/18/13. 7) Staff consulted with a Native Landscape Designer to obtain recommendations for replanting the slope with plants that are fire resistant while being drought tolerant and supportive of the slope; all District sites, including the McPherson site, were included in the assessment; a written report with recommendations will be produced. 8) OC-70 Backup Power Agreement – Staff has concerns regarding the open-ended nature of the agreement contains risk that the cost could well exceed the estimated budget for the project by 100%; staff will talk with MWDOC regarding recommendations to limit the cost. 9) Administration Building Rehabilitation Project – Staff reported that termite damage was reported after inspection by a licensed extermination company; spot treatment may be an option to eradicate the pests. Staff also reported that a new storage area was constructed at the end of the Board Room with the objective of providing an area to house records and minimize the sound impacts from the air conditioning unit. 10) Conflict of Interest Filing – Request from Clerk of the Board to File Electronically – District Secretary Arneson and General Manager Ohlund met with representatives from the Clerk's office to discuss electronic filing of Form 700; they noted that as of January 1st it will now be legal for all Board Members and management staff to file electronically. The Committee recommended approval to the Board. 11) Stoller Cleaning and Coating Inspection – Staff emptied Stoller Reservoir to perform its annual inspection and cleaning. The coating was in excellent condition, however staff did find more sand than expected. Samples were taken and are being analyzed; results will be presented at the Engineering Committee Meeting. 12) Performance Review – Part-Time Office Assistant – The performance of the Office Assistant was reviewed; based on her excellent performance, the Committee approved a salary increase of \$1.00/hr to \$13.00/hr.

B. Groundwater Producers Meeting (January 9, 2013)

Meeting Summary: 1) Update on Potential Anaheim Land Purchase – OCWD is commencing environmental review of a potential recharge property in Anaheim; representatives from Anaheim noted that the majority of the District's recharge sites are in Anaheim and that this represents substantial lost revenue to them and encourage the siting of further recharge sites in other jurisdictions. 2) Potential BPP Policy – Staff will be recommending that the OCWD District Board adopt a BPP Policy that sets a goal of a 75% BPP. The policy wouldn't require a 75% BPP, but would formalize the District's policy to maximize all opportunities to increase groundwater recharge and production. 3) FY 13-14 BPP and RA projections – Staff is projecting a 70% BPP (it is currently 68%)

and an RA between \$266 and \$282/AF. 4) FY 13-14 Budget Preparation – Staff anticipates having the draft budget to their Board by March 6th and then to the GWP's by March 13th. 5) Possible OCWD Act Change – OCWD has been advised of a potential judicial ruling that finds they don't have the authority to recover the costs of any investigation they perform into groundwater contamination issues such as the ones they are currently pursuing in North Orange County. The District is weighing their options, including pursuing modification of their Act in the Legislature. 6) Possible Future Coastal Pumping Transfer Program – There is a severe salt water contamination area by the Alamitos Barrier area; OCWD is considering requesting inland agencies (Anaheim, Fullerton) to pump more, and coastal agencies (Huntington Beach, Seal Beach) to pump less (costs would be equalized between all agencies). 7) Draft Annexation Information – OCWD staff handed out an 82-page summary of annexation information for review; they will provide a detailed presentation at the February meeting.

C. Poseidon Meeting (January 9, 2013)

Meeting Summary (Poseidon not present at meeting): 1) Technical, Legal & Financial Help/Advice Needed During 2013 – MWDOC staff reviewed the professional services they anticipate needing to assist with the review of the Poseidon proposal: Financial, legal, water quality, public information. While MWDOC staff can provide some support, the majority of these service would be contracted for. 2) Funding Options for Item #1 - MWDOC staff also noted that Poseidon has changed their position on reimbursing for these services – they are declining to do so going forward. Attendees to the meeting were surveyed on their position regarding this change; approximately 2/3 indicated that it may be appropriate for interested parties to put up some funding to evaluate the proposal, the remainder indicated that Poseidon had approached MWDOC with the project, tied up the site and the permits so that no one else could provide this service, and were now the only game in town – they felt that Poseidon should be required to put a substantial amount of funds into an escrow account that could be used by the agencies to evaluate the Poseidon proposal without having to obtain Poseidon's approval. MWDOC staff indicated that they would bring that information to Poseidon. 3) Schedule – Poseidon is asking for the submission of letters of intent (non-binding) by the end of May, with the completion of a Water Purchase Agreement by the end of the year. 4) Workgroup Confidentiality – Poseidon has requested that all of the participating agencies submit the confidentiality agreement, but even with the agreement, decline to provide detailed financial information at this point in the negotiating process. Attendees indicated that it's difficult to determine their interest in the product without the price. A meeting with Poseidon representatives will be held on January 24th.

Water Availability Request

No requests were received during this reporting period for the Retail Zone.

MINUTES OF THE REGULAR MEETING
OF THE BOARD OF DIRECTORS OF
EAST ORANGE COUNTY WATER DISTRICT

November 15, 2012

1. Call to Order. A Regular Meeting of the Board of Directors of the East Orange County Water District was called to order by WILLIAM VANDERWERFF, President of the Board of Directors, at 5:05 p.m. on Thursday, November 15, 2012, in the offices of the East Orange County Water District, 185 N. McPherson Road, Orange, California. JOAN ARNESON, Secretary, recorded the minutes of the meeting.

The following Directors were present: RICHARD BARRETT, RICHARD BELL, DOUGLAS CHAPMAN, JOHN DULEBOHN and WILLIAM VANDERWERFF.

Also present were:

LISA OHLUND General Manager

JOAN ARNESON District Secretary and Legal Counsel

ROB HANFORD Golden State Water Company

2. Public Communications to the Board. Mr. HANFORD said public outreach would be occurring in the near future on Golden State Water Company's proposed Peacock Hill reservoir project. Ms. OHLUND offered any assistance the District could provide.

3. Items Arising After Posting of Agenda. None.

4. General Manager's Report. Director BARRETT requested clarification on the item regarding Global Tap. Ms. OHLUND said this was an initiative to provide free water bottle filling stations and provide education to address the perception created by bottled water that there is something wrong with the public water supply. MWDOC will be coming back with more information and seeking interest of its agencies in sponsoring some of the stations. Director DULEBOHN questioned the item regarding a OC Financing Officers presentation on rate impact mitigation reserves. Ms. OHLUND responded that some agencies use undesignated reserves for this purpose. Director BARRETT asked for further explanation of the item relating to PERS, and Ms. OHLUND said EOCWD is in a relatively good position but is pooled with agencies with greater unfunded liability. Those agencies will eventually be charged their share, but PERS will pay all retirees in the meantime.

ACTION TAKEN:

Upon a motion duly made, seconded and carried unanimously, the General Manager's Report was received and filed.

5. Minutes.**ACTION TAKEN:**

Upon a motion duly made, seconded and carried unanimously, the minutes of the meeting of October 18, 2012, were approved as submitted.

6. Operation, Management and Construction Matters.

A. Revised Rules and Regulations For Retail Water Service. Ms. OHLUND handed out copies of forms that will accompany the rules and regulations. Director BELL suggested changes to the rules and regulations text regarding meter sizes. Following discussion it was the consensus that language regarding the assignment of meter sizes by the Fire Authority be deleted as it may not apply to older meters, and that language be added to the meter downsizing request form cautioning that the District does not, by approving a downsizing, assume obligation for the adequacy of the new size.

ACTION TAKEN:

Upon a motion duly made, seconded and carried unanimously, Resolution No. 710 was adopted, entitled: "Resolution of the Board of Directors of the East Orange County Water District Adopting Revised Rules and Regulations for Water Service, Governing the Retail Distribution of Water."

Corrections were made in the proposed resolution to adopt non-water delivery charges, to insert the more common term "CCF" in lieu of hundred cubic feet.

ACTION TAKEN:

Upon a motion duly made, seconded and carried unanimously, Resolution No. 711 was adopted, entitled: "Resolution of the Board of Directors of the East Orange County Water District Adopting Changes to Non-Water Delivery Charges for Retail Service."

B. Engineering Services – Design of Installation of Engine-Driven Pump. Ms. OHLUND responded to questions regarding the emergency use of the pump and AQMD requirements.

ACTION TAKEN:

Upon a motion duly made, seconded and carried unanimously, the Psomas proposal for engineering services for installation of engine-driven pump was accepted and the transfer of

\$87,500 from Account Nos. 7913-110c-2, 7913-111c-2 and 7913-103c-2 to fund the services and the purchase and installation of the pump was approved.

C. Water Demand Status Report. Ms. OHLUND said a change in the District's use of imported water will be seen as the well rehabilitation proceeds in January.

7. Financial Matters.

A. Schedule of Disbursements. Schedules of disbursements in the following amounts were presented: \$1,267,043.89 from Wholesale and Retail Operating Funds, \$0 from the Chapman Avenue Account (closed), \$2,640.40 for directors' payroll, and \$56,578.81 for employees' payroll. On behalf of the Finance Committee, Director CHAPMAN recommended approval.

ACTION TAKEN:

Upon a motion duly made, seconded and carried unanimously, the schedules of disbursements were approved as submitted.

B. Investment Activity. President VANDERWERFF reported that the ad hoc Investment Committee had met a number of times and that, working with the District's adviser, a rate of about three times the LAIF rate has been achieved. Ms. OHLUND noted that the next maturing CD increment will be reinvested with a shorter term to reduce the average maturity per the District policy, and will have a rate closer to LAIF. On behalf of the Finance Committee, Director CHAPMAN recommended approval of the investment schedules.

ACTION TAKEN:

Upon a motion duly made, seconded and carried unanimously, the schedules of investments were ratified and approved.

C. Financial Statements (September 30). Ms. OHLUND handed out a corrected sheet, explaining that the correction does not affect the totals. On behalf of the Finance Committee, Director CHAPMAN recommended receipt and filing of the financial statements.

ACTION TAKEN:

Upon a motion duly made, seconded and carried unanimously, the financial statements were received and filed.

8. Miscellaneous Matters.

A. Conference Attendance – MWDOC Elected Officials Forum. Ms. OHLUND said previously Director CHAPMAN and President VANDERWERFF attended the forum.

ACTION TAKEN:

Upon a motion duly made, seconded and carried unanimously, President VanderWerff and Vice President Chapman were authorized as the District's representatives to attend the MWDOC elected official forum.

B. YLWD Case Status Report. Ms. ARNESON discussed the settlement reported in regard to the cases relating to the homes burned in the Freeway Complex Fire, as well as additional amounts sought to be recovered from the district's insurance carrier.

C. Reports from Committees and Representatives to Organizations. None.

D. Directors' Reports on Meetings Attended. None.

9. Informational Items. None.

10. Adjournment.

ACTION TAKEN:

Upon a motion duly made, seconded and carried unanimously, the meeting was adjourned at 6:40 p.m., the next regular meeting date and time being Thursday, December 20, 2012, at 5:00 p.m., to be held in the Offices of the East Orange County Water District, 185 N. McPherson Road, Orange, California.

Respectfully submitted,



Joan C. Arneson

MEMO

TO: BOARD OF DIRECTORS
FROM: GENERAL MANAGER
SUBJECT: VISTA PANORAMA HYDRANT REPLACEMENT
DATE: JANUARY 11, 2013

Background

As reported at the October Board Meeting, staff and President VanderWerff met with representatives of the Orange County Fire Authority to discuss fire fighting issues related to the Vista Panorama area. One of the items discussed and agreed upon was replacement of four (4) wharf-head hydrants with dry-barrel hydrants.

The cost of a dry-barrel hydrant, valves, extensions and flanges is approximately \$3,500; additionally, each hydrant requires couplings and an isolation valve installed that will increase the cost of each hydrant to an \$4,500 each. The total cost of the project is estimated at between \$18,000 - \$20,000 (this is equipment only; the labor will be supplied by District staff). Funding for the project will be derived as follows: \$10,000 will be transferred from Account No. 5342-0002-2, Hydrant Maintenance to create Account No. 7913-1112-2 Vista Panorama Hydrant Upgrade Project; and additional \$10,000 will be transferred from Account No. 8975-0002-2 Retail Zone Contingency Fund to Account No. 7913-1112-2 Vista Panorama Hydrant Upgrade Project.

Recommendation

The Board authorize the addition of the Vista Panorama Hydrant Upgrade Project to the FY 12/13 Retail Zone Capital Improvement Project Budget, authorize a \$20,000 budget for the Project and further authorize the transfer of \$10,000 from Account #5342-0002-2 and \$10,000 from Account No. 8975-0002-2 to Account No. 7913-1112-2.



MEMO

TO: BOARD OF DIRECTORS
FROM: GENERAL MANAGER
SUBJECT: WHOLESALE AND RETAIL ZONE WATER DEMANDS – DECEMBER 2012
DATE: JANUARY 11, 2012

Wholesale Zone Water Demands

Attached is a graphical representation of the Wholesale Zone water demand through December 31, 2012. Total water sales for the month of December totaled 151.40 AF; total year-to-date sales are 2,994 AF. This is a 34 AF or 29% increase in demand over December, 2012.

Retail Zone Water Demands

Also attached are graphs depicting the Retail Zone's water demand. As shown in Figure 1, total demand for the month of December was 42 AF; this is 15 AF or 26% below our average of the last 4 years. Figure 2 shows that after an increase in demand in October/November, demand is now tracking slightly lower than FY 11-12 demand, but still slightly higher than the lowest demand in recent history: FY 10-11.

Wholesale Zone Water Demand

Total Monthly Sales for November 2012 = 151.40 AF
Total YTD Sales for July - November 2013= 2,993.99 (AF)

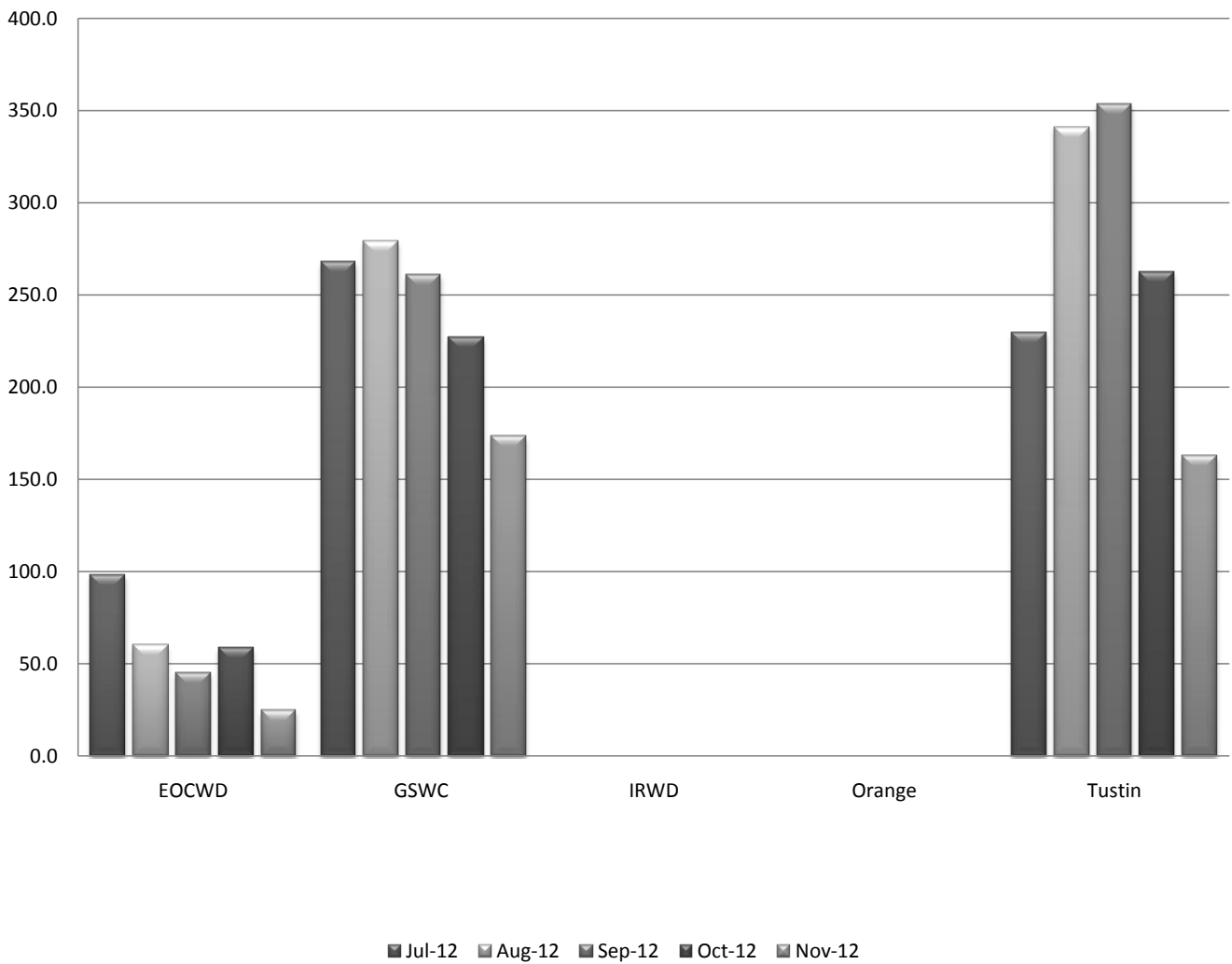


Fig. 1

Monthly Retail Water Usage: FY 12-13 "Retail" Water [1] versus Average

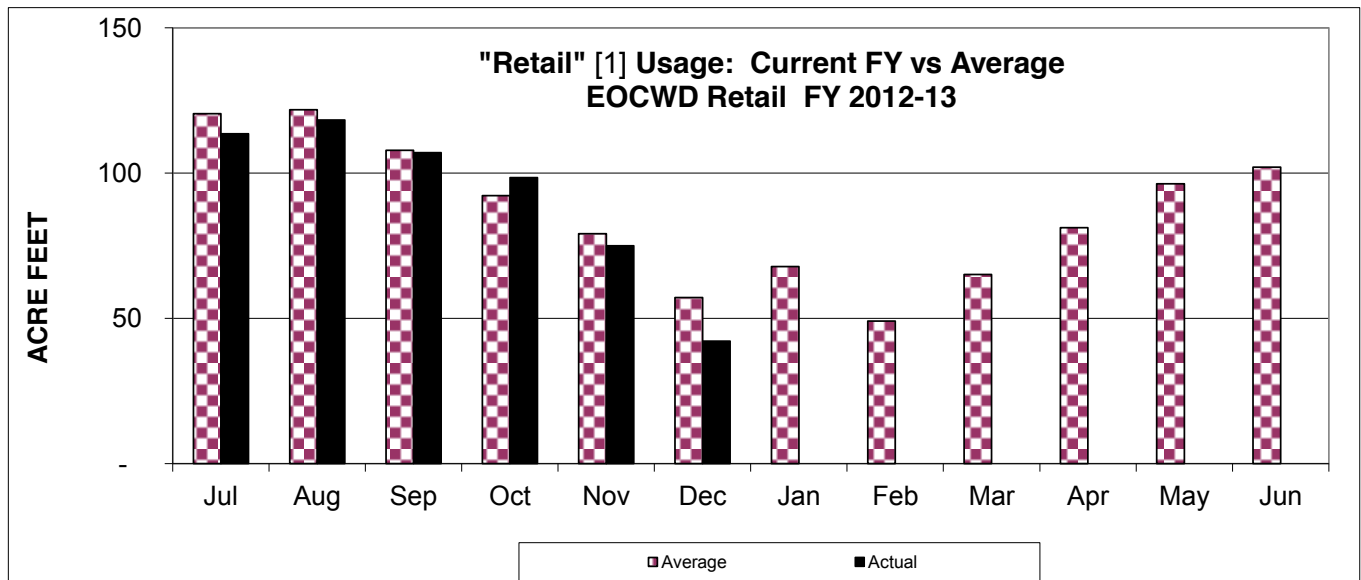
Retail Agency: **EOCWD Retail Zone**

*Preliminary
numbers subject to change*

	Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	Total
2008-09 Usage	127	127	114	108	96	57	91	46	83	101	103	100	1,152
2009-10 Usage	123	124	112	97	86	55	52	35	59	74	96	110	1,021
2010-11 Usage	112	118	109	76	73	49	58	55	54	78	92	98	970
2011-12 Usage	120	119	98	88	63	68	70	60	65	72	95	100	1,017
Average Usage	120	122	108	92	79	57	68	49	65	81	96	102	1,040

Current Year "Retail" [1] Usage, by Source

MET water purch.	-	-	-	-	-	-	-	-	-	-	-	-	-
plus CUP-IN	-	-	-	-	-	-	-	-	-	-	-	-	-
MET purch. via EO Whole:	98.1	60.0	45.0	58.5	24.4	23.3	-	-	-	-	-	-	309.3
subtract In-Lieu	-	-	-	-	-	-	-	-	-	-	-	-	-
MET sold to	-	-	-	-	-	-	-	-	-	-	-	-	-
MET Total	98	60	45	59	24	23	-	-	-	-	-	-	309
OCWD Pumped GW	15.4	58.3	62.0	40.0	50.6	18.9	-	-	-	-	-	-	245.2
OCWD In-Lieu	-	-	-	-	-	-	-	-	-	-	-	-	-
other:	-	-	-	-	-	-	-	-	-	-	-	-	-
other:	-	-	-	-	-	-	-	-	-	-	-	-	-
Local Total	15	58	62	40	51	19	-	-	-	-	-	-	245
"Retail" [1] Usage 12-13	114	118	107	99	75	42	-	-	-	-	-	-	555
Current FY vs Average	-6%	-3%	-1%	+7%	-5%	-26%	-	-	-	-	-	-	-



[1] "Retail" usage includes MET water and Local water but **excludes recycled water**.

Fig. 2

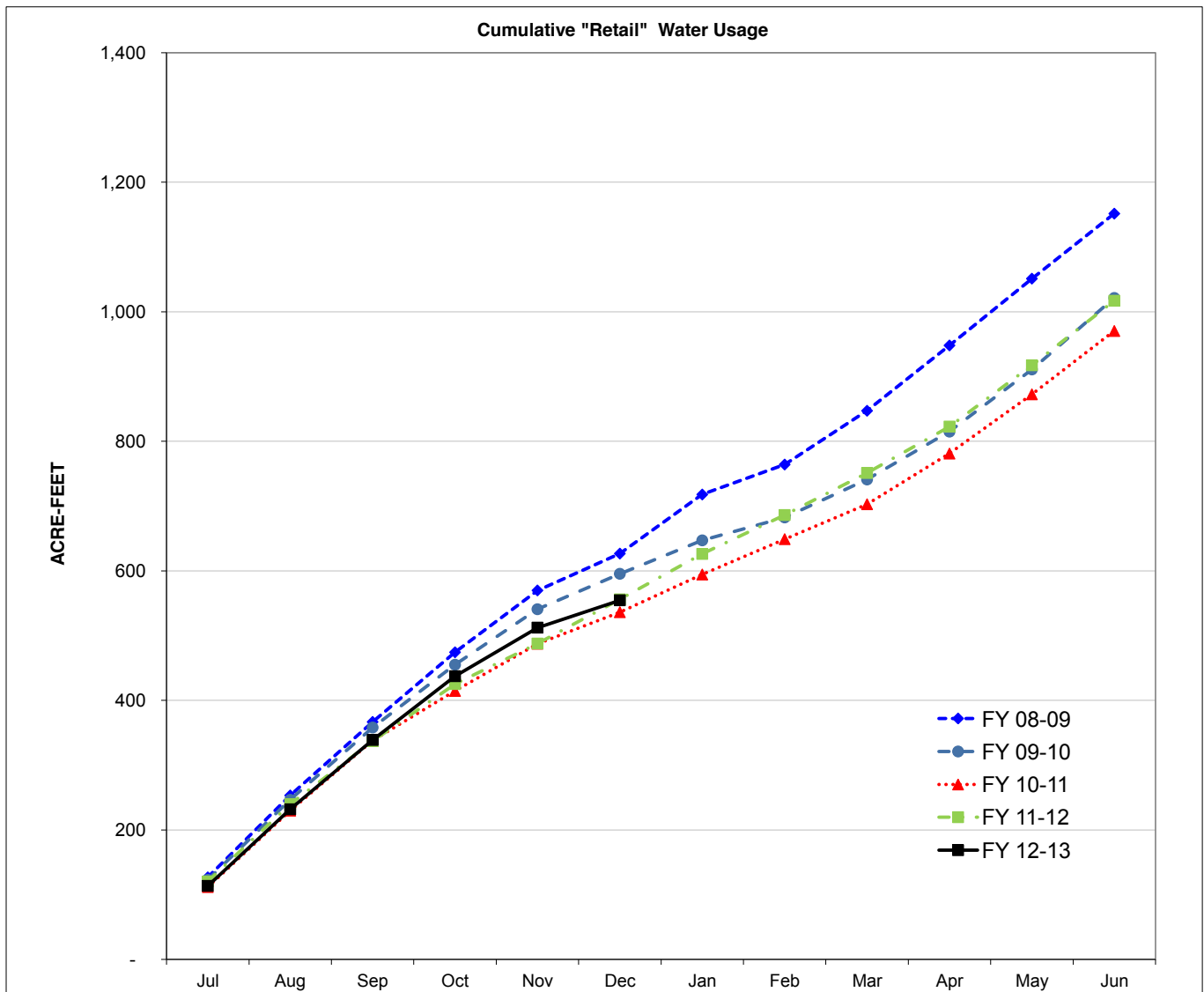
Cumulative Monthly "Retail Water" [1] Demand In Current and Previous Fiscal Years

cumulative through the end of the last month shown

EOCWD Retail Zone

	Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun
FY 08-09	127	253	367	474	570	627	718	764	847	948	1,051	1,152
FY 09-10	123	246	358	455	541	595	647	682	741	815	911	1,021
FY 10-11	112	230	338	415	487	536	594	649	703	781	873	970
FY 11-12	120	240	337	425	488	556	626	686	751	823	917	1,017
FY 12-13	114	232	339	437	512	555						

*Preliminary
numbers subject to change*



[1] "Retail" usage includes MET water and Local water (excluding recycled water).

EAST ORANGE COUNTY WATER DISTRICT

**DISBURSEMENT SUMMARY
JANUARY 17, 2013**

WHOLESALE AND RETAIL BILLS	\$386,578.21
CHAPMAN AVENUE ACCOUNT (ACCOUNT CLOSED)	\$0.00
DIRECTOR'S PAYROLL (12/20/2012 PAYROLL)	\$3,074.39
EMPLOYEE'S PAYROLL (12/12/12 + 12//26/2012)	\$39,315.87
DISBURSEMENT TOTAL	<u><u>\$428,968.47</u></u>

**TRANSFER SUMMARY
JANUARY 17, 2013**

TRANSFERS	\$ 1,030,601.00
TRANSFER TOTAL	<u><u>\$1,030,601.00</u></u>

NOTE: THE EXPLANATION OF FUNDS TRANSFERRED IS SHOWN ON THE FUNDS TRANSFERRED SHEET ATTACHED.

Check History Report
Sorted By Check Number
Activity From: 12/12/2012 to 1/11/2013

EAST ORANGE COUNTY WATER DIST (EOC)

Bank Code: A CHECKING- CA BANK & TRUST

Check Number	Check Date	Vendor Number	Name	Check Amount	Check Type
007977	12/20/2012	A034150	ACWA-JPIA (EMP INSURANCE)	8,914.56	Auto
007978	12/20/2012	A464075	AMERICAN GEOTECHNICAL	365.00	Auto
007979	12/20/2012	A724082	AT&T	517.80	Auto
007980	12/20/2012	C002110	CA BANK & TRUST	6,403.16	Auto
007981	12/20/2012	C647974	CR&R INC.	49.12	Auto
007982	12/20/2012	H004494	HACH COMPANY	227.10	Auto
007983	12/20/2012	O284291	LISA OHLUND	438.74	Auto
007984	12/20/2012	S178859	SERRANO WATER DISTRICT	3,114.36	Auto
007985	12/20/2012	S563332	SOUTHERN CALIFORNIA EDISON	269.12	Auto
007986	12/20/2012	A495584	ANAHEIM WHEEL & TIRE	723.00	Manual
007987	1/11/2013	A034150	ACWA-JPIA (EMP INSURANCE)	8,914.56	Auto
007988	1/11/2013	A034159	ACWA- WORKERS COMP	3,005.00	Auto
007989	1/11/2013	A435319	ALLCOM	170.00	Auto
007990	1/11/2013	A463944	AMERICAN CAPITAL ENT., INC	49.06	Auto
007991	1/11/2013	A724082	AT&T	307.40	Auto
007992	1/11/2013	A724083	AT&T	109.91	Auto
007993	1/11/2013	B565648	BOWIE ARNESON WILES & GIANNONE	4,462.50	Auto
007994	1/11/2013	C647974	CR&R INC.	49.12	Auto
007995	1/11/2013	CUST RZ	BRANDON OGDEN	889.33	Auto
007996	1/11/2013	CUST RZ	BRANDON OGDEN	317.20	Auto
007996	1/11/2013	CUST RZ	BRANDON OGDEN	317.20	Reversal
007997	1/11/2013	D535633	DENISE DOBSON	37.19	Auto
007998	1/11/2013	F157570	CHARLES Z FEDAK & CO	574.00	Auto
007999	1/11/2013	G173578	GEOLOGIC ASSOCIATES	6,349.35	Auto
008000	1/11/2013	G647638	GRAINGER	364.87	Auto
008001	1/11/2013	H004494	HACH COMPANY	390.28	Auto
008002	1/11/2013	H550882	HOME DEPOT CREDIT SERVICES	1,239.03	Auto
008003	1/11/2013	H555841	NICOLE HOPP	105.12	Auto
008004	1/11/2013	I202900	IFIBER OPTIX	2,574.46	Auto
008005	1/11/2013	I522422	INSTANT LUBE, INC.	57.59	Auto
008006	1/11/2013	I690327	ISDOC	200.00	Auto
008007	1/11/2013	K026049	MAIN GRAPHICS	2,148.32	Auto
008008	1/11/2013	L27612	LASER IMAGE PLUS	172.35	Auto
008009	1/11/2013	M028769	MATRIX COMPUTER SERVICE	190.00	Auto
008010	1/11/2013	M188342	MEYERS / NAVE	5,966.99	Auto
008011	1/11/2013	M842327	MWDOC	313,255.30	Auto
008012	1/11/2013	O647908	ORANGE COUNTY SANDBAGGER, INC	215.50	Auto
008013	1/11/2013	P025940	PARADISE DRINKING WATERS	72.35	Auto
008014	1/11/2013	R667738	G O RODRIGUEZ TRUCKING, INC	445.50	Auto
008015	1/11/2013	S077326	SC FUELS	852.84	Auto
008016	1/11/2013	S178859	SERRANO WATER DISTRICT	2,434.05	Auto
008017	1/11/2013	S563332	SOUTHERN CALIFORNIA EDISON	5,505.66	Auto
008018	1/11/2013	S730160	STEVEN ANDREWS ENGINEERING	1,370.00	Auto
008019	1/11/2013	T002605	TAB ANSWER NETWORK	31.25	Auto
008020	1/11/2013	T764656	TRUESDAIL LABORATORIES, INC	2,200.50	Auto
008021	1/11/2013	U499787	UNDERGROUND SERVICE ALERT	40.50	Auto
008022	1/11/2013	V178373	VERIZON WIRELESS	444.03	Auto
008023	1/11/2013	X178697	XEROX CORPORATION	45.14	Auto
008024	1/11/2013	CUST RZ	BEST FAMILY CHILD CARE	317.20	Manual
Bank A Total:				386,578.21	
Report Total:				386,578.21	

EAST ORANGE COUNTY WATER DISTRICT
CALIFORNIA BANK & TRUST
Prior Month's Checks To Ratify
DIRECTORS' PAYROLL*
JANUARY 17, 2013

***PAYMENT FOR BOARD AND COMMITTEE MEETINGS IN THE MONTH OF
NOVEMBER 2012***

DATE	CHECK NO	AMOUNT	PAYABLE TO
12/20/12	570	\$163.36	RICHARD BARRETT
12/20/12	571	\$396.74	RICHARD BELL
12/20/12	572	\$280.05	DOUGLAS CHAPMAN
12/20/12	573	\$824.79	JOHN DULEBOHN
12/20/12	574	\$816.24	WILLIAM VANDER WERFF
		<u>\$2,481.18</u>	TOTAL PAYROLL CHECKS

PAYROLL TAXES, ADP CHARGE, AND PERS EFT
(PERS TRANSFERRED WITH EMPLOYEE PAYROLL)

12/20/2012	\$316.00	ADP TAXES
12/20/2012	\$87.92	ADP CHARGE
12/20/2012	\$189.29	PERS ELECTRONIC FUNDS TRANSFER
	<u>\$593.21</u>	TOTAL CHARGES & TRANSFER
	<u>\$3,074.39</u>	GRAND TOTAL PAYROLL

*Note: Payroll is processed by ADP (Automatic Data Processing)

EAST ORANGE COUNTY WATER DISTRICT
CALIFORNIA BANK & TRUST
Prior Month's Checks To Ratify
EMPLOYEES' PAYROLL*
JANUARY 17, 2013

	CHECK DATE	CHECK AMOUNT	PAYABLE TO
AUTO DEPOSIT	12/12/2012	\$ 1,398.63	DENISE DOBSON
AUTO DEPOSIT	12/12/2012	\$ 400.00	DENISE DOBSON- SAVINGS
AUTO DEPOSIT	12/12/2012	\$ 1,873.37	RANDY DUNN
AUTO DEPOSIT	12/12/2012	\$ 1,862.49	JERRY MENDZER
AUTO DEPOSIT	12/12/2012	\$ 840.79	JERRY MENDZER - SICK LEAVE PAYOFF
AUTO DEPOSIT	12/12/2012	\$ 1,673.40	LISA OHLUND
AUTO DEPOSIT	12/12/2012	\$ 1,181.66	LISA OHLUND - SICK LEAVE PAYOFF
AUTO DEPOSIT	12/12/2012	\$ 1,551.51	MATTHEW PLUMMER
AUTO DEPOSIT	12/12/2012	\$ 320.55	MATTHEW PLUMMER - SICK LEAVE PAYOFF
AUTO DEPOSIT	12/12/2012	\$ 422.96	NICOLE HOPP
CK # 138	12/12/2012	\$ 1,049.82	EVERETT MC KEEHAN
			STATE OF CALIFORNIA FRANCHISE
CK # 139	12/12/2012	\$ 40.00	TAX BOARD - WAGE GARNISHMENT
AUTO DEPOSIT	12/26/2012	\$ 1,398.62	DENISE DOBSON
AUTO DEPOSIT	12/26/2012	\$ 400.00	DENISE DOBSON- SAVINGS
AUTO DEPOSIT	12/26/2012	\$ 2,243.60	RANDY DUNN
AUTO DEPOSIT	12/26/2012	\$ 1,881.06	JERRY MENDZER
AUTO DEPOSIT	12/26/2012	\$ 239.57	LISA OHLUND
AUTO DEPOSIT	12/26/2012	\$ 1,261.18	MATTHEW PLUMMER
AUTO DEPOSIT	12/26/2012	\$ 525.41	NICOLE HOPP - TEMP

<u>\$ 20,564.62</u>	TOTAL PAYROLL CHECKS
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PAYROLL TAXES, ADP CHARGES, AND PERS EFT

12/12/2012	\$5,929.59	ADP TAXES
12/12/2012	\$2,168.91	PERS ELECTRONIC FUNDS TRANSFER
12/12/2012	\$1,200.00	CAL PERS 457 - ING BANK
12/12/2012	\$99.88	ADP CHARGE
12/26/2012	\$4,575.85	ADP TAXES
12/26/2012	\$1,990.30	PERS ELECTRONIC FUNDS TRANSFER
12/26/2012	\$2,700.00	CAL PERS 457 - ING BANK
12/26/2012	\$86.72	ADP CHARGE & ADJUSTMENT

PAYROLL 12/12/2012	PAYROLL 12/26/2012
\$12,615.18	\$7,949.44
\$9,398.38	\$9,352.87
\$22,013.56	\$17,302.31

<u>\$18,751.25</u>	TOTAL TRANSFERS
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<u>\$39,315.87</u>	GRAND TOTAL PAYROLL
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*Note: Payroll is processed by ADP (Automatic Data Processing)

FUNDS TRANSFERRED BETWEEN ACCOUNTS
JANUARY 17, 2013

<u>DATE PAID</u>	<u>TRANSFER NO</u>	<u>AMOUNT</u>	<u>FROM</u>	<u>TO</u>	<u>REASON FOR FUND TRANSFER</u>
12/12/2012	T8	\$ 375,000.00	LAIF	CB&T CHECKING	BILLS FOR CONSIDERATION & PARTIAL FUNDS TO RAYMOND JAMES
12/21/2012	T9	\$ 30,307.85	CB&T MONEY MARKET	CB&T CHECKING	EXCESS OVER \$30,000 IN MONEY MARKET TO CHECKING
1/9/2013	T10	\$ 500,000.00	CB&T CHECKING	RAYMOND JAMES	INVESTMENT
1/11/2013	T11	\$ 125,293.15	CB&T MONEY MARKET	CB&T CHECKING	LOWERS MONEY MARKET FUND TO \$30,000
		<u>\$ 1,030,601.00</u>			GRAND TOTAL



Treasurer's Report

January 14, 2013

Board of Directors
East Orange County Water District

DIRECTORS

Richard E. Barrett
Richard B. Bell
Douglass S. Davert
John Dulebohn
William Vanderwerff

Lisa Ohlund
General Manager

The accompanying information contained in Schedule 1, Distribution of Investment Activity for the month December 2012, and Schedule 2, Investment Portfolio, as of December 31, 2012 (which are presented only for supplementary analysis purposes) have been prepared by management who is responsible for their integrity and objectivity. These schedules have not been compiled, reviewed or audited by outside accountants.

East Orange County Water District maintains a system of internal accounting control designed to provide reasonable assurance that assets are safeguarded and that transactions are properly executed, recorded and summarized to produce reliable records and reports.

To the best of management's knowledge and belief, the schedules and related information were prepared in conformity with generally accepted accounting principles, and are based on recorded transactions and management's best estimates and judgments.

Carl R. Schoonover

Carl R. Schoonover
Treasurer

185 N Mc Pherson Road
Orange, CA 92869-3720

www.eocwd.com

Ph: (714) 538-5815
Fax: (714) 538-0334

EAST ORANGE COUNTY WATER DISTRICT
SCHEDULE 1 - INVESTMENT ACTIVITY
DECEMBER 31, 2012

	SECURITY TYPE	BOOK VALUE
BEGINNING BALANCES DECEMBER 1, 2012		
LOCAL AGENCY INVESTMENT FUND	DEMAND LAIF	4,786,284
MORGAN STANLEY SMITH BARNEY-MM	DEMAND MONEY MARKET	0
RAYMOND JAMES-CDs	DEMAND BROKERAGE	1,000,021
DUE TO FROM OTHER FUNDS	DUE TO/FROM	0
US TREASURY OBLIGATIONS	US TREASURY	0
Total		5,786,305
ACTIVITY		
ADDITIONS		
DEPOSIT TO MORGAN STANLEY SMITH BARNEY	DEMAND MM	0
DEPOSIT TO LAIF-FROM CHECKING	DEMAND LAIF	0
DEPOSIT TO LAIF-INTEREST	DEMAND LAIF	0
DEPOSIT TO RAYMOND JAMES-FROM CHECKING	DEMAND BROKERAGE	0
DEPOSIT TO RAYMOND JAMES-INTEREST	DEMAND BROKERAGE	4
SOLD MS LS US TREAS	MUTUAL FUND	0
TRANSFERS BETWEEN FUNDS	DUE TO/FROM	0
REDUCTIONS		
TRANSFER FROM LAIF TO CHECKING	DEMAND LAIF	(375,000)
TRANSFERS BETWEEN FUNDS	DUE TO/FROM	0
TRANSFERS TO CHECKING	DEMAND MM	
TRANSFER TO RAYMOND JAMES	DEMAND MM	0
SOLD US TREASURY BOND	US TREASURY BOND/NOTE	0
MATURITY OF US TREASURY NOTE	US TREASURY NOTE	0
PURCHASE US TREASURY BOND FED STRIP	TREASURY BOND	0
ENDING BALANCES DECEMBER 31, 2012		
LOCAL AGENCY INVESTMENT FUND	DEMAND LAIF	4,411,284
MORGAN STANLEY SMITH BARNEY-MM	DEMAND MONEY MARKET	0
RAYMOND JAMES-CDs and CASH	CERTIFICATES OF DEPOSIT	1,000,025
DUE TO FROM OTHER FUNDS	DUE TO/FROM	0
US TREASURY OBLIGATIONS	US TREASURY	0
TOTAL		5,411,309

**EAST ORANGE COUNTY WATER DISTRICT
SCHEDULE 2 - INVESTMENT PORTFOLIO
DECEMBER 31, 2012**

NAME	SECURITY TYPE AND NUMBER	PURCHASE DATE	MATURITY DATE	INTERI		MARKET VALUE	PURCHASE PRICE	PREMIUM OR (DISCOUNT)	ACCRUED INTEREST	FACE VALUE	% TO PORTFOLIO
				STATED	YIELD						
LAIF	DEMAND	N/A	N/A	0.326%	0.326%	4,411,284	4,411,284	0	0	4,411,284	81.59%
MS SB	MONEY MARKET	N/A	N/A	0.000%	0.000%	0	0	0	0	0	0.00%
RJ-CD	ALLY BANK	12/05/12	12/05/14	0.750%	0.750%	199,958	200,000	0	0	200,000	3.70%
RJ-CD	AMERICAN EXPRESS	10/25/12	01/26/15	0.850%	0.850%	99,835	100,000	0	0	100,000	1.85%
RJ-CD	AMERICAN EXPRESS	10/25/12	07/27/15	1.000%	1.000%	99,815	100,000	0	0	100,000	1.85%
RJ-CD	BMW BANK OF N AMERICA	11/19/12	11/12/15	2.000%	2.000%	102,881	102,937	2,898	38	100,000	1.85%
RJ-CD	DISCOVER BANK	10/17/12	10/17/16	1.200%	1.200%	100,003	100,000	0	0	100,000	1.85%
RJ-CD	GE CAPITAL RETAIL BANK	11/19/12	11/09/16	1.350%	1.350%	100,001	100,536	499	37	100,000	1.85%
RJ-CD	GE MONEY BANK	10/25/12	08/31/17	1.650%	1.650%	99,919	100,998	754	244	100,000	1.85%
RJ-CD	GOLDMAN SACHS BANK	10/11/12	10/03/17	1.550%	1.550%	100,334	99,977	-11	34	100,000	1.85%
RJ	CASH	N/A	N/A	0.000%	0.000%	95,576	95,576			95,576	1.77%
					0.471%	\$5,409,606	\$5,411,309	\$4,142	\$354	\$5,406,861	100.00%

* Monthly adjustments to interest income should be made to amortize accrued interest and premiums/discounts to face value at maturity.

LAIF=LOCAL AGENCY INVESTMENT FUND
MS SB=MORGAN STANLEY SMITH BARNEY
RJ=RAYMOND JAMES

CERTIFICAT

I CERTIFY THAT (1) ALL INVESTMENT ACTIONS EXECUTED SINCE THE LAST REPORT HAVE BEEN MADE IN FULL COMPLIANCE WITH THE DISTRICT'S INVESTMENT POLICY AND,(2) THE DISTRICT WILL MEET ITS EXPENDITURE OBLIGATIONS FOR THE NEXT SIX MONTHS AS REQUIRED BY CALIFORNIA GOVERNMENT CODE SECTIONS 53646(b)(2) AND (3), RESPECTIVELY.

Carl R. Schoonover

CARL R. SCHOONOVER, TREASURER

WHOLESALE ZONE

EAST ORANGE COUNTY WATER DISTRICT
2012-2013 STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS
MONTH: NOVEMBER 2012

REVENUE	MONTHLY ACTUAL REVENUE	YTD ACTUAL REVENUE	ANNUAL 2012-13 BUDGET	BUDGET \$ OVER (UNDER)	PERCENT OF BUDGET
DESCRIPTION					
OPERATING REVENUE:					
WATER SALES	287,588.30	3,503,015.28	2,616,994.00	886,021.28	133.86%
MWDOC CONNECTION FEES	38,286.26	193,689.29	466,600.00	(272,910.71)	41.51%
REIMBURSED EXP-IRWD	1,829.65	8,789.90	19,040.00	(10,250.10)	46.17%
OTHER CHARGES	234.75	1,138.75	280.00	858.75	406.70%
TOTAL OPERATING REVENUE:	327,938.96	3,706,633.22	3,102,914.00	603,719.22	
NON-OPERATING REVENUES (EXPENSES):					
PROPERTY TAXES	95,169.55	113,465.36	609,500.00	(496,034.64)	18.62%
RENTAL INCOME - CELLULAR ANTENNAS	3,614.63	35,564.87	94,000.00	(58,435.13)	37.83%
INTEREST & INVESTMENT EARNINGS	11.25	91.78	1,900.00	(1,849.42)	4.83%
NOTE RECEIVABLE - AMP	-	35,598.00	40,500.00	(4,902.00)	87.90%
MISCELLANEOUS INCOME	50.00	252.19	500.00	(247.81)	50.44%
MARKET VALUE ADJUSTMENT ON INVESTMENTS	-	-	-	-	0.00%
TOTAL NON-OPERATING REVENUES, NET	98,845.43	184,972.20	746,400.00	(561,469.00)	
NET OPERATING INCOME	426,784.39	3,891,605.42	3,849,314.00	42,250.22	

EXPENSES	MONTHLY ACTUAL REVENUE	YTD ACTUAL REVENUE	ANNUAL 2012-13 BUDGET	BUDGET \$ OVER (UNDER)	PERCENT OF BUDGET
DESCRIPTION					
OPERATING EXPENSE:					
SOURCE OF SUPPLY	287,509.11	3,503,256.99	2,616,994.00	(886,262.99)	133.87%
PIPELINE CAPACITY LEASE	39,452.94	196,657.82	479,600.00	282,942.18	41.00%
ENERGY	155.82	741.86	2,500.00	1,758.14	29.67%
OPERATIONS & MAINTENANCE	19,218.39	128,617.29	378,060.00	249,442.71	34.02%
GENERAL & ADMINISTRATIVE	12,031.03	50,752.33	236,660.00	185,907.67	21.45%
TRANSFER TO CAPITAL PROJECTS EXPENSE	11,250.00	56,250.00	135,000.00	78,750.00	41.67%
DEPRECIATION & AMORTIZATION	-	-	-	-	0.00%
TOTAL OPERATING EXPENSE	369,617.29	3,936,276.29	3,848,814.00	(87,462.29)	
NET INCOME FROM OPERATIONS	57,167.10	(44,670.87)	500.00	(45,212.07)	
PRIOR YEARS EXPENSES	-	(37,456.94)	500.00	37,956.94	
NET INCOME (LOSS)	57,167.10	(7,213.93)	-	(7,255.13)	

12/13/2012

Wholesale Zone

Variance Report

Account Number	Account Name	Income(I) Expense (E)	Amount	Percent Received/ Spent	Comments
<u>November 2012</u>					
<u>New</u>					
5313-0001-1	SMALL TOOLS	E	1,153.94	48.08%	Purchased Pipe Cutter & Chain Extension
5467-0001-1	WAGES	E	74,386.20	59.60%	Budgeted Split 33/67. YTD Split 46/54.
5610-0009-1	MCPHERSON FAX	E	92.12	46.06%	Utility Rate Increase, Researching other options.
5610-0010-1	MCPHERSON INTERNET	E	214.03	45.06%	Utility Rate Increase, Researching other options.
5610-0015-1	MCPHERSON OFFICE PHONES	E	596.92	47.75%	Utility Rate Increase, Researching other options.
5650-0052-1	INSURANCE-EMP FIDELITY BOND	E	94.80	47.40%	Rate Increase
5680-0085-1	UTILITIES- OFFICE- ELECT & WTR	E	1,268.71	48.80%	Utility Rate Increase, Consumption Researching other options.

Capital Projects

Ongoing

4110-001-1	WATER SALES	I	3,503,015.28	133.86%	City of Tustin over-estimated In-Lieu taken.
5130-0043-1	EOCF #2 NONINTERR OC 43	E	595,936.59	75.91%	City of Tustin over-estimated In-Lieu taken.
5130-0048-1	EOCF #2 NONINTERR OC 48	E	1,008,779.28	192.74%	City of Tustin over-estimated In-Lieu taken.
5130-0070-1	WATER PURCHASED AMP	E	1,897,913.12	145.05%	City of Tustin over-estimated In-Lieu taken.
5607-0001-1	DISTRICT WEBSITE	E	642.86	85.71%	Prepaid Expense
5614-0001-1	TRAVEL- CONF/SEMINARS	E	1,547.04	51.57%	Includes: MWDOC Water Policy Forum (GM & Board), Urban Water Institute Conf. (GM), AWWA Fall Conference (Superintendent), Safety Fest (Crew), AGWT CA Well Seminar (GM), ACWA Conf. (GM)

12/13/2012

Wholesale Zone**Variance Report**

Account Number	Account Name	Income(I) Expense (E)	Amount	Percent Received/ Spent	Comments
5618-0031-1	DUES & MEMBERSHIPS- AWWA	E	243.67	97.47%	Prepaid Expense
5639-0001-1	OUTSIDE SERVICES	E	1,620.69	70.46%	Includes 2 New Employee Physicals & 1 Work Release Exam.
5640-0001-1	AUDITING	E	6,081.22	71.54%	June 30, 2012 Audit. Work completed prior to December 30. Should be no charges 2nd half of the year
5648-0001-1	LAFCO	E	7,480.48	57.54%	Prepaid Expense
<u>Capital Projects</u>					
7912-105-1	SECURITY SYSTEM AT PETERS CANYON RESERVOIR	E	32,348.68	154.04%	
7912-109-1	METERING IMPROVEMENT FOR WZ BILLING	E	38,717.57	120.99%	Purchased non-budgeted meter for 6 MG Reservoir
7913-204-1	MOBILE ENGINE DRIVE PUMP	E	15,799.21		Not Budgeted for 2012/13 Fiscal Year

EAST ORANGE COUNTY WATER DISTRICT

FOR WHOLESALE
MONTH: NOVEMBER 2012

REVENUE

ACCOUNT	DESCRIPTION	MONTHLY ACTUAL REVENUE	YTD ACTUAL REVENUE	ANNUAL 2012-13 BUDGET	BUDGET \$ OVER (UNDER)	PERCENT OF BUDGET
4110-0001-1	WATER SALES	287,588.30	3,503,015.28	2,616,994.00	886,021.28	133.86%
4111-0001-1	METER CHARGE-WS	219.75	1,123.75	250.00	873.75	449.50%
4112-0001-1	LATE CHARGE	15.00	15.00	30.00	(15.00)	50.00%
4130-0001-1	RETAIL SERVICE CONNECTIONS	12,540.09	62,700.45	157,100.00	(94,399.55)	39.91%
4131-0001-1	READINESS TO SERVE	15,556.30	80,039.49	193,500.00	(113,460.51)	41.36%
4133-0001-1	MET-MWDOC CAPACITY CHARGE	10,189.87	50,949.35	116,000.00	(65,050.65)	43.92%
4160-0060-1	REIMBURSED EXP- IRWD	1,829.65	8,789.90	19,040.00	(10,250.10)	46.17%
4160-0065-1	REFUNDS	-	-	-	-	0.00%
	Total OPERATING REVENUE:	327,938.96	3,706,633.22	3,102,914.00	603,719.22	
NON OPERATING INCOME						
4914-0001-1	INTEREST INCOME-RAYMOND JAMES	10.41	20.60	-	(20.60)	0.00%
4915-0001-1	INTEREST INCOME-WS	0.84	5.09	-	5.09	0.00%
4916-0001-1	INTEREST-MORGAN STANLEY-OP	-	8.90	100.00	(91.10)	8.90%
4916-0957-1	INTEREST-MORGAN STANLEY- CONT	-	0.10	50.00	(49.90)	0.20%
4917-0001-1	INTEREST- LAIF- OP	-	11.71	100.00	(88.29)	11.71%
4917-0957-1	INTEREST-LAIF-CONT.	-	45.38	-	45.38	0.00%
4918-0001-1	INTEREST-US TREASURY BOND	-	-	200.00	(200.00)	0.00%
4918-0957-1	INTEREST US TREASURY BOND	-	-	-	-	0.00%
4922-0001-1	INTEREST INCOME-CTY OF ORANGE	-	-	50.00	(50.00)	0.00%
4923-0001-1	INTEREST INCOME-ACWA	-	-	1,400.00	(1,400.00)	0.00%
4930-0030-1	TAXES SECURED	77,603.55	77,603.55	575,000.00	(497,396.45)	13.50%
4930-0031-1	TAXES UNSECURED	-	13,421.03	15,000.00	(1,578.97)	89.47%
4930-0032-1	TAXES SUPPLEMENTAL ROLL	2,536.24	3,611.28	5,000.00	(1,388.72)	72.23%
4930-0040-1	TAXES PRIOR YEARS	285.33	4,085.07	15,000.00	(10,914.93)	27.23%
4930-0052-1	TAXES HOMEOWNER'S SUBVENTION	-	-	4,000.00	(4,000.00)	0.00%
4930-0054-1	TAXES PUBLIC UTILITY	-	-	10,000.00	(10,000.00)	0.00%
4930-0055-1	TAXES TUSTIN RDA	14,744.43	14,744.43	-	14,744.43	0.00%
4930-0056-1	TAXES MISC	-	-	500.00	(500.00)	0.00%
4930-0057-1	TAXES ACCRUED	-	-	(15,000.00)	15,000.00	0.00%
4930-0058-1	STATE TAXES CONFISCATED	-	-	-	-	0.00%
4930-0059-1	PROCEEDS IN-LIEU TAXES	-	-	-	-	0.00%
4975-0001-1	RENT INCOME- AT&T	-	17,491.72	50,000.00	(32,508.28)	34.98%
4977-0001-1	RENT INCOME- CROWN CASTLE	3,614.63	18,073.15	44,000.00	(25,926.85)	41.08%
4980-0001-1	AMP SALE INSTALLMENTS	-	35,598.00	40,500.00	(4,902.00)	87.90%
4990-0001-1	MISCELLANEOUS INCOME	50.00	252.19	500.00	(247.81)	50.44%
	Total NON OPERATING INCOME:	98,845.43	184,972.20	746,400.00	(561,469.00)	
	Total OPERATING REVENUE	426,784.39	3,891,605.42	3,849,314.00	42,250.22	
	NET OPERATING INCOME:	426,784.39	3,891,605.42	3,849,314.00	42,250.22	

EXPENSES

ACCOUNT	DESCRIPTION	MONTHLY ACTUAL EXPENSES	YTD ACTUAL EXPENSES	ANNUAL 2012-13 BUDGET	BUDGET \$ (OVER) UNDER	PERCENT OF BUDGET
5130-0043-1	EOCF #2 NONINTERR OC 43	17,630.28	595,936.59	785,098.00	189,161.41	75.91%
5130-0048-1	EOCF #2 NONINTERR OC 48	2,473.03	1,008,779.28	523,399.00	(485,380.28)	192.74%
5130-0070-1	WATER PURCHASED AMP	267,405.80	1,897,913.12	1,308,497.00	(589,416.12)	145.05%
5138-0001-1	WATER PURCHASED	-	-	-	-	0.00%
5139-0001-1	WATER PURCHASED IN-LIEU	-	628.00	-	(628.00)	0.00%
5141-0001-1	WATER PURCHASED-IN LIEU CREDIT	-	-	-	-	0.00%

EAST ORANGE COUNTY WATER DISTRICT

FOR WHOLESALE
MONTH: NOVEMBER 2012

ACCOUNT	DESCRIPTION	MONTHLY ACTUAL EXPENSES	YTD ACTUAL EXPENSES	ANNUAL 2012-13 BUDGET	BUDGET \$ (OVER) UNDER	PERCENT OF BUDGET
5149-0001-1	AMP_FAP LEASE EXPENSE	1,166.67	5,833.31	13,000.00	7,166.69	44.87%
5161-0001-1	MET-MWDOC READINESS TO SERVE	15,556.31	74,916.67	193,500.00	118,583.33	38.72%
5163-0001-1	MET-MWDOC CAPACITY FEES	10,189.88	50,949.40	116,000.00	65,050.60	43.92%
5164-0001-1	MWDOC RETAIL SERVICE CONNECT	12,540.08	64,958.44	157,100.00	92,141.56	41.35%
5219-0001-1	UTILITY- SCADA RTU	155.82	741.86	2,500.00	1,758.14	29.67%
5313-0001-1	SMALL TOOLS	249.74	1,153.94	2,400.00	1,246.06	48.08%
5320-0001-1	GASOLINE, OIL & DIES-WS	(380.69)	-	-	-	0.00%
5320-0022-1	GASOLINE, OIL & DIESEL FUEL	1,238.01	1,750.56	8,600.00	6,849.44	20.36%
5324-0001-1	REGULATORY PERMITS	-	896.28	5,000.00	4,103.72	17.93%
5326-0001-1	NPDS PERMIT	-	-	-	-	0.00%
5327-0001-1	PROF SERV WATER QUAL. CONTROL	1,520.92	8,493.92	26,000.00	17,506.08	32.67%
5338-0001-1	SCADA REPAIR/UPGRADE	-	137.80	12,000.00	11,862.20	1.15%
5339-0001-1	OPERATIONS REPORTING SOFTWARE	-	551.25	1,500.00	948.75	36.75%
5343-0001-1	METER PURCHASE/REPAIR	-	1,175.49	15,000.00	13,824.51	7.84%
5345-0001-1	PRESSURE REGULATORS R&M	-	-	3,000.00	3,000.00	0.00%
5350-0035-1	R/M- MAINS	-	336.19	10,000.00	9,663.81	3.36%
5350-0039-1	DAMAGE REPAIR- CAL EMA	-	-	-	-	0.00%
5350-0041-1	SERVICE CONNECTIONS R&M	-	-	1,000.00	1,000.00	0.00%
5350-0051-1	RESERVOIRS R&M	-	459.51	10,000.00	9,540.49	4.60%
5350-0052-1	R/M- VAULTS	-	-	10,000.00	10,000.00	0.00%
5350-0402-1	R/M- CATHODIC PROTECTION	132.19	619.61	15,000.00	14,380.39	4.13%
5357-0001-1	MAINTAIN & OPERATE EOCF#2	(4,451.69)	11,684.82	45,000.00	33,315.18	25.97%
5358-0001-1	METER TESTING	-	-	3,000.00	3,000.00	0.00%
5359-0001-1	SAC LINE R&M	155.33	776.69	2,000.00	1,223.31	38.83%
5365-0001-1	EQUIPMENT RENTAL	-	-	200.00	200.00	0.00%
5370-0070-1	BACKHOE R&M	58.45	58.45	2,000.00	1,941.55	2.92%
5370-0071-1	VEHICLES R&M	-	638.76	2,500.00	1,861.24	25.55%
5370-0080-1	BUILDING/GROUNDS R&M	-	178.76	3,500.00	3,321.24	5.11%
5467-0001-1	WAGES	16,123.01	74,386.20	124,800.00	50,413.80	59.60%
5469-0069-1	PAYROLL TAXES- FICA & MEDICARE	1,728.24	4,494.38	11,960.00	7,465.62	37.58%
5469-0083-1	RETIREMENT- PERS	1,054.26	7,810.56	24,000.00	16,189.44	32.54%
5480-0070-1	PAYROLL TAXES- SUI & ETT	391.32	164.75	650.00	485.25	25.35%
5480-0072-1	HEALTH & ACCIDENT INSURANCE	994.76	9,559.12	28,000.00	18,440.88	34.14%
5480-0075-1	DENTAL INSURANCE	91.39	808.57	2,000.00	1,191.43	40.43%
5480-0076-1	VISION INSURANCE	16.00	153.65	550.00	396.35	27.94%
5480-0080-1	LIFE INSURANCE	16.01	118.48	400.00	281.52	29.62%
5480-0082-1	WORKER'S COMP INSURANCE	224.20	1,700.24	6,000.00	4,299.76	28.34%
5486-0001-1	UNIFORMS	56.94	509.31	2,000.00	1,490.69	25.47%
5607-0001-1	DISTRICT WEBSITE	-	642.86	750.00	107.14	85.71%
5610-0009-1	MCPHERSON FAX	18.37	92.12	200.00	107.88	46.06%
5610-0010-1	MCPHERSON INTERNET	43.81	214.03	475.00	260.97	45.06%
5610-0015-1	MCPHERSON OFFICE PHONES	132.35	596.92	1,250.00	653.08	47.75%
5610-0016-1	ANSWERING SERVICE	15.63	78.35	240.00	161.65	32.65%
5610-0017-1	PHONE CIRCUITS TO CTRL EQUIP	397.09	1,801.14	4,100.00	2,298.86	43.93%
5610-0019-1	CELLPHONES	90.02	353.39	1,600.00	1,246.61	22.09%
5610-0020-1	UNDERGROUND SERVICE ALERT	23.25	106.50	400.00	293.50	26.63%
5611-0001-1	TRAINING/SCHOOLS	-	166.60	1,000.00	833.40	16.66%
5613-0001-1	CONSERVATION EDUCATION	-	-	25,000.00	25,000.00	0.00%
5614-0001-1	TRAVEL- CONF/SEMINARS	19.98	1,547.04	3,000.00	1,452.96	51.57%
5616-0001-1	MILEAGE	(38.85)	66.40	200.00	133.60	33.20%
5618-0029-1	DUES & MEMBERSHIP- ACWA	1,265.78	1,265.78	2,750.00	1,484.22	46.03%
5618-0030-1	DUES & MEMBERSHIPS- OCWA	-	-	75.00	75.00	0.00%
5618-0031-1	DUES & MEMBERSHIPS- AWWA	-	243.67	250.00	6.33	97.47%

EAST ORANGE COUNTY WATER DISTRICT

FOR WHOLESALE
MONTH: NOVEMBER 2012

ACCOUNT	DESCRIPTION	MONTHLY ACTUAL EXPENSES	YTD ACTUAL EXPENSES	ANNUAL 2012-13 BUDGET	BUDGET \$ (OVER) UNDER	PERCENT OF BUDGET
5618-0032-1	DUES & MEMBERSHIP- FCA	-	-	20.00	20.00	0.00%
5618-0033-1	DUES & MEMBERSHIP- CSDA	-	1,286.00	-	(1,286.00)	0.00%
5618-0037-1	DUES- ISDOC/URBAN WTR	250.00	267.00	900.00	633.00	29.67%
5619-0001-1	MISCELLANEOUS EXP	-	-	500.00	500.00	0.00%
5620-0021-1	DIRECTOR- R. BARRETT	150.00	475.00	2,500.00	2,025.00	19.00%
5620-0022-1	DIRECTOR- W. VANDERWERFF	462.50	1,725.00	4,000.00	2,275.00	43.13%
5620-0023-1	DIRECTOR- D. CHAPMAN	150.00	600.00	3,600.00	3,000.00	16.67%
5620-0024-1	DIRECTOR- J. DULEBOHN	150.00	600.00	3,600.00	3,000.00	16.67%
5620-0026-1	DIRECTOR- R. BELL	212.50	887.50	3,600.00	2,712.50	24.65%
5620-0027-1	DIRECTOR- D. DAVERT	-	-	-	-	0.00%
5621-0001-1	BOARD MEETING EXPENSE	17.40	245.78	1,000.00	754.22	24.58%
5632-0001-1	POSTAGE	22.75	196.46	750.00	553.54	26.19%
5633-0001-1	OFFICE SUPPLY/FURN/SMALL EQUIP	116.48	1,226.46	7,000.00	5,773.54	17.52%
5634-0001-1	PUBLICATIONS & LEGAL NOTICES	-	-	500.00	500.00	0.00%
5635-0001-1	COPIER CONTRACT	16.72	69.98	400.00	330.02	17.50%
5638-0001-1	BANK CHARGES	-	595.12	3,200.00	2,604.88	18.60%
5639-0001-1	OUTSIDE SERVICES	641.92	1,620.69	2,300.00	679.31	70.46%
5640-0001-1	AUDITING	1,012.30	6,081.22	8,500.00	2,418.78	71.54%
5641-0001-1	TAX COLLECTION FEES	208.88	251.94	2,000.00	1,748.06	12.60%
5644-0001-1	TREASURER	-	403.13	10,000.00	9,596.87	4.03%
5644-0003-1	ACCOUNTING- SERRANO	2,964.99	6,245.52	20,000.00	13,754.48	31.23%
5645-0001-1	LEGAL	2,067.11	4,371.60	18,000.00	13,628.40	24.29%
5646-0001-1	COMPUTER CONSULTING	-	190.00	2,500.00	2,310.00	7.60%
5647-0001-1	ENGINEERING-WS	-	1,808.74	25,000.00	23,191.26	7.23%
5648-0001-1	LAFCO	-	7,480.48	13,000.00	5,519.52	57.54%
5650-0050-1	INSURANCE-AUTO & GEN LIABILITY	834.51	3,984.18	14,500.00	10,515.82	27.48%
5650-0051-1	INSURANCE-PROPERTY	193.08	965.40	3,000.00	2,034.60	32.18%
5650-0052-1	INSURANCE-EMP. FIDELITY BOND	18.96	94.80	200.00	105.20	47.40%
5670-0072-1	OFFICE EQUIPMENT R&M	-	-	300.00	300.00	0.00%
5680-0083-1	UTILITIES-DUMPSTER	24.56	249.87	1,400.00	1,150.13	17.85%
5680-0084-1	UTILITIES- THE GAS CO.- OFFICE	-	-	-	-	0.00%
5680-0085-1	UTILITIES- OFFICE- ELECT & WTR	363.24	1,268.71	2,600.00	1,331.29	48.80%
5686-0001-1	SECURITY	185.70	185.70	500.00	314.30	37.14%
5689-0001-1	ELECTION EXPENSE	-	201.25	40,000.00	39,798.75	0.50%
8910-0001-1	DEPRECIATION EXP.	-	-	-	-	0.00%
8955-0001-1	TRANS. TO WRCI-CAPITAL PROJECT	-	-	-	-	0.00%
8961-0001-1	TRANS TO CAPITAL PROJECTS	11,250.00	56,250.00	135,000.00	78,750.00	41.67%
9011-0001-1	MARKET VALUE ADJUST-INVESTMENT	-	-	-	-	0.00%
9011-0957-1	MARKET VALUE ADJUST-INVESTMENT	-	-	-	-	0.00%
	Total EXPENSES:	369,617.29	3,936,276.29	3,848,814.00	(87,462.29)	
	NET INCOME FROM OPERATIONS:	57,167.10	(44,670.87)	500.00	(45,212.07)	
	OTHER INCOME AND EXPENSE					
9510-0001-1	PRIOR YEARS (INCOME) EXPENSE	-	(37,456.94)	500.00	(37,956.94)	0.00%
	Total OTHER INCOME AND EXPENSE	-	(37,456.94)	500.00	(37,956.94)	0.00%
	EARNINGS BEFORE INCOME TAX:	57,167.10	(7,213.93)	-	(7,255.13)	
	Net Income (Loss):	57,167.10	(7,213.93)	-	(7,255.13)	

WHOLESALE ZONE CAPITAL PROJECTS

EAST ORANGE COUNTY WATER DISTRICT
2012-2013 STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS
MONTH: NOVEMBER 2012

REVENUE	MONTHLY ACTUAL REVENUE	YTD ACTUAL REVENUE	ANNUAL 2012-13 BUDGET	BUDGET \$ OVER (UNDER)	PERCENT OF BUDGET
DESCRIPTION					
FUNDS PROVIDED BY RESERVE			383,000.00	(383,000.00)	0.00%
CAPITAL PROJECTS REVENUE					
CONNECTION FEES	863.75	55,985.25	20,000.00	35,985.25	279.93%
INTEREST EARNINGS	-	3,868.88	10,000.00	(6,131.12)	38.69%
INTEREST RECEIVABLE- AMP SALE	-	34.06	10,000.00	(9,965.94)	0.34%
TRANSFER FROM OPERATING EXPENSES	11,250.00	56,250.00	135,000.00	(78,750.00)	41.67%
REIMBURSEMENT FOR STORM DAMAGE REPAIRS	-	-	20,000.00	(20,000.00)	0.00%
REIMBURSEMENT FOR SECURITY UPGRADES	-	-	60,000.00	(60,000.00)	0.00%
NET OPERATING INCOME	12,113.75	116,138.19	638,000.00	(521,861.81)	

EXPENSES	MONTHLY ACTUAL REVENUE	YTD ACTUAL REVENUE	ANNUAL 2012-13 BUDGET	BUDGET \$ OVER (UNDER)	PERCENT OF BUDGET
DESCRIPTION					
CAPITAL PROJECTS EXPENSES					
METAL FLASHING AT PETERS CANYON RESERVOIR	-	-	11,000.00	11,000.00	0.00%
6 MG ISOLATION VALVE CHANGEOUT	-	-	8,000.00	8,000.00	0.00%
BETTERMENT & REPLACEMENT PLAN	3,138.53	3,138.53	75,000.00	71,861.47	4.18%
SECURITY SYSTEM AT PETERS CANYON RESERVOIR	6,968.45	32,348.68	21,000.00	(11,348.68)	154.04%
ELECTRICAL MODIFICATION FOR BACKUP GENERATOR	-	-	31,000.00	31,000.00	0.00%
BACKUP GENERATOR AT OC70 PUMP STATION	-	-	101,000.00	101,000.00	0.00%
METERING IMPROVEMENT FOR WZ BILLING	77.00	38,717.57	32,000.00	(6,717.57)	120.99%
PIPELINE INSPECTION	-	-	26,000.00	26,000.00	0.00%
FEASIBILITY & ENV. REVIEW	-	5,554.50	50,000.00	44,445.50	11.11%
6 MG RESERVOIR - ROOF REPAIRS	-	3,395.00	76,000.00	72,605.00	4.47%
6 MG RESERVOIR - SLOPE REPAIRS/ASPHALT/CURB	695.47	2,263.90	61,000.00	58,736.10	3.71%
6 MG RESERVOIR- LANDSCAPE/V-DITCH	170.26	170.26	26,000.00	25,829.74	0.65%
ANDES & NEWPORT RESERVOIRS-SLURRY SEAL	-	-	32,000.00	32,000.00	0.00%
MCPHERSON OFFICE/YARD IMPROVEMENTS	-	-	11,000.00	11,000.00	0.00%
11.5 MG RESERVOIR CATHODIC PROTECTION SYSTEM	-	-	36,000.00	36,000.00	0.00%
CATHODIC PROTECTION PIPELINES	-	-	21,000.00	21,000.00	0.00%
USED VEHICLE TO SUPPLEMENT FLEET	-	-	15,000.00	15,000.00	0.00%
MOBILE ENGINE DRIVEN PUMP	-	15,799.21	-	(15,799.21)	100.00%
CAPITALIZED ACCOUNTING COST	-	-	5,000.00	5,000.00	0.00%
TOTAL OPERATING EXPENSE	11,049.71	101,387.65	638,000.00	536,612.35	
NET INCOME FROM OPERATIONS	1,064.04	14,750.54	-	14,750.54	
PRIOR YEARS EXPENSES	-	-	-	-	
NET INCOME (LOSS)	1,064.04	14,750.54	-	14,750.54	

12/13/2012

REVENUE

ACCOUNT	DESCRIPTION	MONTHLY ACTUAL REVENUE	YTD ACTUAL REVENUE	ANNUAL 2012-13 BUDGET	BUDGET \$ OVER (UNDER)	PERCENT OF BUDGET
	FUNDED BY RESERVES	-	-	383,000.00	(383,000.00)	
4113-0001-1	CONNECTION FEES	863.75	55,985.25	20,000.00	35,985.25	279.93%
4916-0953-1	INTEREST-MORGAN STANLEY-CAP	-	16.25	50.00	(33.75)	32.50%
4917-0953-1	INTEREST-LAIF-CAP	-	3,852.63	9,850.00	(5,997.37)	39.11%
4918-0953-1	INTEREST-US TREASURY BOND	-	-	100.00	(100.00)	0.00%
4925-0001-1	INTEREST INCOME-AMP SALE	-	34.06	10,000.00	(9,965.94)	0.34%
4991-0010-1	REIMBURSEMENT- STORM DAMAGE	-	-	20,000.00	(20,000.00)	0.00%
4991-0011-1	REIMBURSEMENT-SECURITY UPGRAD	-	-	60,000.00	(60,000.00)	0.00%
4993-0953-1	TRANSFER FROM WS OPERATIONS	11,250.00	56,250.00	135,000.00	(78,750.00)	41.67%
	Total NON OPERATING INCOME:	12,113.75	116,138.19	638,000.00	(521,861.81)	
	Total OPERATING REVENUE	12,113.75	116,138.19	638,000.00	(521,861.81)	
	NET OPERATING INCOME:	12,113.75	116,138.19	638,000.00	(521,861.81)	

EXPENSES

ACCOUNT	DESCRIPTION	MONTHLY ACTUAL EXPENSES	YTD ACTUAL EXPENSES	ANNUAL 2012-13 BUDGET	BUDGET \$ (OVER) UNDER	PERCENT OF BUDGET
7900-100C-1	WZ CAPITALIZED ACCOUNTING COST	-	-	5,000.00	5,000.00	0.00%
7912-102C-1	METAL FLASHING @ 6 MG RESERV.- CONST	-	-	10,000.00	10,000.00	0.00%
7912-102L-1	METAL FLASHING @ 6 MG RESERV.- LABOR	-	-	1,000.00	1,000.00	0.00%
7912-103C-1	6 MG ISOLATION VALVE CHANGEOUT- CONST	-	-	8,000.00	8,000.00	0.00%
7912-105C-1	6 MG SECURITY SYSTEM- CONST	2,007.29	18,689.42	20,000.00	1,310.58	93.45%
7912-105L-1	6 MG SECURITY SYSTEM- LABOR	4,961.16	13,659.26	1,000.00	(12,659.26)	1365.93%
7912-1060-1	6 MG SECURITY GATE @ JAMBOREE- CONST	-	-	-	-	0.00%
7912-106L-1	6 MG SECURITY GATE @ JAMBOREE- LABOR	-	-	-	-	0.00%
7912-107C-1	BACKUP GENERATOR OC70 PUMP- CONST	-	-	85,000.00	85,000.00	0.00%
7912-107E-1	BACKUP GENERATOR OC70 PUMP- ENG	-	-	15,000.00	15,000.00	0.00%
7912-107L-1	BACKUP GENERATOR OC70 PUMP- LABOR	-	-	1,000.00	1,000.00	0.00%
7912-108C-1	BACKUP GENERATOR ELECTRIC MOD- CONST	-	-	15,000.00	15,000.00	0.00%
7912-108E-1	BACKUP GENERATOR ELECTRIC MOD- ENG	-	-	15,000.00	15,000.00	0.00%
7912-108L-1	BACKUP GENERATOR ELECTRIC MOD- LABOR	-	-	1,000.00	1,000.00	0.00%
7912-109C-1	WZ METER REPLACEMENT- CONSTR.	77.00	38,674.13	30,000.00	(8,674.13)	128.91%
7912-109E-1	WZ METER REPLACEMENT- ENG	-	-	1,000.00	1,000.00	0.00%
7912-109L-1	WZ METER REPLACEMENT- LABOR	-	43.44	1,000.00	956.56	4.34%
7912-110E-1	PIPELINE INSPECTION- ENG	-	-	25,000.00	25,000.00	0.00%
7912-110L-1	PIPELINE INSPECTION- LABOR	-	-	1,000.00	1,000.00	0.00%
7912-201E-1	BETTERMENT & REPLACEMENT PLAN- ENG	3,024.70	3,024.70	75,000.00	71,975.30	4.03%
7912-201L-1	BETTERMENT & REPLACEMENT PLAN- LABOR	113.83	113.83	-	(113.83)	0.00%
7913-101E-1	FEASIBILITY & ENV. REV.-TREATMENT PLANT-ENG.	-	5,554.50	50,000.00	44,445.50	11.11%
7913-102C-1	6MG RESERVOIR ROOF REPAIRS- CONTS.	-	-	50,000.00	50,000.00	0.00%
7913-102E-1	6 MG RESERVOIR ROOF REPAIRS-ENG.	-	3,395.00	25,000.00	21,605.00	13.58%
7913-102L-1	6MG RESERVOIR ROOF REPAIRS- LABOR	-	-	1,000.00	1,000.00	0.00%
7913-103C-1	6 MG RESERVOIR- SLOPE/ASPHALT/CURB-CONTS.	-	-	50,000.00	50,000.00	0.00%
7913-103E-1	6 MG RESERVOIR- SLOPE/ASPHALT/CURB-ENG.	549.53	1,569.53	10,000.00	8,430.47	15.70%
7913-103L-1	6 MG RESERVOIR- SLOPE/ASPHALT/CURB-LABOR	145.94	694.37	1,000.00	305.63	69.44%
7913-104C-1	6MG RESERVOIR-LANDSCAPE/V-DITCH-CONST.	-	-	20,000.00	20,000.00	0.00%
7913-104E-1	6MG RESERVOIR-LANDSCAPE/V-DITCH-ENG.	-	-	5,000.00	5,000.00	0.00%
7913-104L-1	6MG RESERVOIR-LANDSCAPE/V-DITCH-LABOR	170.26	170.26	1,000.00	829.74	17.03%

EAST ORANGE COUNTY WATER DISTRICT

FOR WHOLESALE
MONTH: NOVEMBER 2012

ACCOUNT	DESCRIPTION	MONTHLY ACTUAL EXPENSES	YTD ACTUAL EXPENSES	ANNUAL 2012-13 BUDGET	BUDGET \$ (OVER) UNDER	PERCENT OF BUDGET
7913-105C-1	ANDES&NEWPORT RESERVOIRS-SLURRY-CONST	-	-	30,000.00	30,000.00	0.00%
7913-105L-1	ANDES&NEWPORT RESERVOIRS-SLURRY-LABOR	-	-	2,000.00	2,000.00	0.00%
7913-106C-1	CATHODIC PROTECTION-PIPELINES-CONST.	-	-	15,000.00	15,000.00	0.00%
7913-106E-1	CATHODIC PROTECTION-PIPELINES-ENG.	-	-	5,000.00	5,000.00	0.00%
7913-106L-1	CATHODIC PROTECTION-PIPELINES-LABOR	-	-	1,000.00	1,000.00	0.00%
7913-201C-1	MCPHERSON OFFICE/YARD IMPROVE-CONST.	-	-	10,000.00	10,000.00	0.00%
7913-201L-1	MCPHERSON OFFICE/YARD IMPROVE-LABOR	-	-	1,000.00	1,000.00	0.00%
7913-202C-1	11.5MG RESERVOIR CATHODIC PROTECTION SYS-CONST.	-	-	25,000.00	25,000.00	0.00%
7913-202E-1	11.5MG RESERVOIR CATHODIC PROTECTION SYS-ENG	-	-	10,000.00	10,000.00	0.00%
7913-202L-1	11.5MG RESERVOIR CATHODIC PROTECTION SYS-LABOR	-	-	1,000.00	1,000.00	0.00%
7913-203C-1	USED VEHICLE TO SUPPLEMENT FLEET	-	-	15,000.00	15,000.00	0.00%
7913-204C-1	MOBILE ENGINE DRIVEN PUMP	-	15,750.00	-	(15,750.00)	0.00%
7913-204L-1	MOBILE ENGINE DRIVEN PUMP	-	49.21	-	(49.21)	
	Total EXPENSES:	11,049.71	101,387.65	638,000.00	536,612.35	
	NET INCOME FROM OPERATIONS:	1,064.04	14,750.54	-	14,750.54	
	EARNINGS BEFORE INCOME TAX:	1,064.04	14,750.54	-	14,750.54	
	Net Income (Loss):	1,064.04	14,750.54	-	14,750.54	

RETAIL ZONE

EAST ORANGE COUNTY WATER DISTRICT
2012-2013 STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS
MONTH: NOVEMBER 2012

REVENUE	MONTHLY ACTUAL REVENUE	YTD ACTUAL REVENUE	ANNUAL 2012-13 BUDGET	BUDGET \$ OVER (UNDER)	PERCENT OF BUDGET
DESCRIPTION					
OPERATING REVENUE:					
WATER SALES	-	371,141.42	972,000.00	(600,858.58)	38.18%
METER CHARGE	-	102,079.49	355,000.00	(252,920.51)	28.75%
OTHER CHARGES	-	4,433.54	9,250.00	(4,816.46)	47.93%
TOTAL OPERATING REVENUE:	-	477,654.45	1,336,250.00	(858,595.55)	
NON-OPERATING REVENUES (EXPENSES):					
PROPERTY TAXES	53,539.16	63,925.47	342,200.00	(278,274.53)	18.68%
INTEREST & INVESTMENT EARNINGS	2.42	34.54	850.00	(815.46)	4.06%
MISCELLANEOUS INCOME	-	27.19	500.00	(472.81)	5.44%
MARKET VALUE ADJUSTMENT ON INVESTMENTS	-	-	-	-	0.00%
DISPOSAL OF ASSET GAIN (LOSS)	-	-	-	-	0.00%
TOTAL NON-OPERATING REVENUES, NET	53,541.58	63,987.20	343,550.00	(279,562.80)	
NET OPERATING INCOME	53,541.58	541,641.65	1,679,800.00	(1,138,158.35)	

EXPENSES	MONTHLY ACTUAL REVENUE	YTD ACTUAL REVENUE	ANNUAL 2012-13 BUDGET	BUDGET \$ OVER (UNDER)	PERCENT OF BUDGET
DESCRIPTION					
OPERATING EXPENSE:					
SOURCE OF SUPPLY	32,351.96	226,704.19	311,600.00	84,895.81	72.75%
PIPELINE CAPACITY LEASE	3,853.41	77,470.91	229,270.00	151,799.09	33.79%
ENERGY	3,452.53	19,606.77	116,935.00	97,328.23	16.77%
OPERATIONS & MAINTENANCE	35,086.99	179,482.45	560,770.00	381,287.55	32.01%
GENERAL & ADMINISTRATIVE	13,402.97	52,806.86	215,195.00	162,388.14	24.54%
TRANSFER TO CAPITAL PROJECTS EXPENSE	12,335.83	61,679.27	148,030.00	86,350.73	41.67%
RETAIL OPERATIONS CONTINGENCY FUND	-	-	50,000.00	50,000.00	0.00%
FUNDED TO/BY RESERVE	-	-	50,000.00	50,000.00	0.00%
DEPRECIATION & AMORTIZATION	-	-	-	-	0.00%
TOTAL OPERATING EXPENSE	100,483.69	617,750.45	1,681,800.00	1,064,049.55	
NET INCOME FROM OPERATIONS	(46,942.11)	(76,108.80)	(2,000.00)	(74,108.80)	
PRIOR YEARS EXPENSES	-	-	2,000.00	(2,000.00)	
NET INCOME (LOSS)	(46,942.11)	(76,108.80)	-	(76,108.80)	

12/13/2012

Retail Zone
Variance Report

Account Number	Account Name	Income(I) Expense (E)	Amount	Percent Received/ Spent	Comments
<u>November 2012</u>					
<u>New</u>					
5161-0002-2	MET-MWDOC READINESS TO SERVE	E	11,670.41	50.74%	Price Increase.
5350-0035-2	R/M MAINS	E	16,207.45	65.09%	Unscheduled Valve Replacement on Winwood & 3 Main breaks.
5480-0070-2	PAYROLL TAXES- SUI & ETT	E	266.19	53.24%	Budgeted Split 57/43. YTD Split 38/62.
5610-0015-2	MCPHERSON OFFICE PHONES	E	596.90	47.37%	Utility Rate Increase, Researching other options.

Capital Projects

Ongoing

5130-0070-2	WATER PURCHASED	E	249,135.02	79.95%	With the credit for In-Lieu water water purchased is at 72.8% R/M to well & pump necessitated importing water.
5486-0002-2	UNIFORMS	E	988.53	58.15%	Negotiated a significate discount after the price increase. Expect to end year under budget.
5607-0002-2	DISTRICT WEBSITE	E	857.14	85.71%	Prepaid Expense
5610-0009-2	MCPHERSON FAX	E	92.13	57.58%	Budget needs adjusted because of allocation change

12/13/2012

Retail Zone
Variance Report

Account Number	Account Name	Income(I) Expense (E)	Amount	Percent Received/ Spent	Comments
5614-0002-2	TRAVEL- CONF/SEMINARS	E	1,561.69	62.47%	Includes: MWDOC Water Policy Forum (GM & Board), Urban Water Institute Conf. (GM), AWWA Fall Conference (Superintendent), Safety Fest (Crew), AGWT CA Well Seminar (GM), ACWA Conf. (GM)
5618-0031-2	DUES & MEMBERSHIPS- AWWA	E	169.33	96.76%	Prepaid Expense
5634-0002-2	PUBLICATION & LEGAL NOTICES	E	853.06	56.87%	Includes inserts for August & October billings
5640-0002-2	AUDITING	E	5,392.78	67.41%	June 30, 2012 Audit. Work completed prior to December 30. Should be no charges 2nd half of the year
5648-0002-2	LAFCO	E	1,642.06	54.74%	Prepaid Expense
5650-0050-2	INSURANCE-AUTO & GEN LIABILITY	E	2,768.66	65.92%	The split between Wholesale & Retail was corrected to be the same as the last years asset split (59/41). Budget was set up with a 77/24 split.
<u>Capital Projects</u>					
7913-204-2	MOBILE ENGINE DRIVE PUMP	E	15,799.21		Not Budgeted for 2012/13 Fiscal Year

REVENUE

ACCOUNT	DESCRIPTION	MONTHLY ACTUAL REVENUE	YTD ACTUAL REVENUE	ANNUAL 2012-13 BUDGET	BUDGET \$ OVER (UNDER)	PERCENT OF BUDGET
4110-0002-2	WATER SALES	-	371,141.42	972,000.00	(600,858.58)	38.18%
4111-0002-2	METER CHARGE	-	102,079.49	355,000.00	(252,920.51)	28.75%
4112-0002-2	LATE CHARGE	-	3,870.00	9,000.00	(5,130.00)	43.00%
4115-0002-2	RETURNED CHECK CHARGE	-	300.00	500.00	(200.00)	60.00%
4116-0002-2	TURN OFF CHARGE	-	220.00	1,000.00	(780.00)	22.00%
4117-0002-2	OTHER CHARGES	-	43.54	750.00	(706.46)	5.81%
4118-0002-2	UNCOLLECTIBLE ACCOUNTS	-	-	(5,000.00)	5,000.00	0.00%
4121-0002-2	TURN ON NEW SERVICE	-	-	1,000.00	(1,000.00)	0.00%
4160-0065-2	REFUNDS	-	-	2,000.00	(2,000.00)	0.00%
4166-0002-2	SERVICE UPGRADE FEE	-	-	-	-	0.00%
Total OPERATING REVENUE:		-	477,654.45	1,336,250.00	(858,595.55)	
4915-0002-2	INTEREST INCOME-MM	-	0.66	500.00	(499.34)	0.13%
4916-0002-2	INTEREST-MORGAN STANLEY-OP	2.42	4.12	50.00	(45.88)	8.24%
4917-0002-2	INTEREST-LAIF-OP	-	29.76	150.00	(120.24)	19.84%
4918-0002-2	INTEREST- US TREASURY BOND	-	-	100.00	(100.00)	0.00%
4922-0002-2	INTEREST INCOME-CTY OF ORANGE	-	-	50.00	(50.00)	0.00%
4930-0030-2	TAXES SECURED	43,999.33	43,999.33	316,500.00	(272,500.67)	13.90%
4930-0031-2	TAXES UNSECURED	-	7,618.94	15,500.00	(7,881.06)	49.15%
4930-0032-2	TAXES SUPPLEMENTAL ROLL	1,438.53	2,048.82	5,100.00	(3,051.18)	40.17%
4930-0040-2	TAXES PRIOR YEARS	161.99	2,319.07	4,000.00	(1,680.93)	57.98%
4930-0052-2	TAXES HOMEOWNER'S SUBVENTION	-	-	1,000.00	(1,000.00)	0.00%
4930-0054-2	TAXES PUBLIC UTILITY	-	-	5,000.00	(5,000.00)	0.00%
4930-0055-2	TAXES TUSTIN RDA	7,939.31	7,939.31	-	7,939.31	0.00%
4930-0056-2	TAXES MISC	-	-	100.00	(100.00)	0.00%
4930-0057-2	TAXES ACCRUED	-	-	(5,000.00)	5,000.00	0.00%
4930-0058-2	STATE TAXES CONFISCATED	-	-	-	-	0.00%
4930-0059-2	PROCEEDS IN-LIEU TAXES	-	-	-	-	0.00%
4990-0002-2	MISCELLANEOUS INCOME	-	27.19	500.00	(472.81)	5.44%
Total NON OPERATING INCOME:		53,541.58	63,987.20	343,550.00	(279,562.80)	
Total OPERATING REVENUE		53,541.58	541,641.65	1,679,800.00	(1,138,158.35)	
NET OPERATING INCOME:		53,541.58	541,641.65	1,679,800.00	(1,138,158.35)	

EXPENSES

ACCOUNT	DESCRIPTION	MONTHLY ACTUAL EXPENSES	YTD ACTUAL EXPENSES	ANNUAL 2012-13 BUDGET	BUDGET \$ (OVER) UNDER	PERCENT OF BUDGET
5130-0070-2	WATER PURCHASED	19,489.40	249,135.02	311,600.00	62,464.98	79.95%
5139-0002-2	WATER PURCHASED IN-LIEU	-	-	-	-	0.00%
5141-0002-2	WATER PURCHASED IN LIEU CREDIT	-	(22,430.83)	-	22,430.83	0.00%
5146-0002-2	OCWD- REPLENISH ASSESSMENT	12,862.56	57,487.50	183,000.00	125,512.50	31.41%
5161-0002-2	MET-MWDOC READINESS TO SERVE	2,190.81	11,670.41	23,000.00	11,329.59	50.74%
5163-0002-2	MET-MWDOC CAPICITY FEES	932.16	4,660.80	15,000.00	10,339.20	31.07%
5164-0002-2	MWDOC RETAIL SERVICE CONNECT	730.44	3,652.20	8,270.00	4,617.80	44.16%
5206-0002-2	UTILITY STOLLER RESERVOIR	-	9,540.39	50,850.00	41,309.61	18.76%
5212-0002-2	UTILITY VISTA PANORAMA BOOSTER	326.75	1,658.19	6,500.00	4,841.81	25.51%
5216-0002-2	ULILITIES- WELLS- EAST/WEST	3,125.78	8,408.19	59,585.00	51,176.81	14.11%

EAST ORANGE COUNTY WATER DISTRICT

FOR RETAIL
MONTH: NOVEMBER 2012

ACCOUNT	DESCRIPTION	MONTHLY ACTUAL EXPENSES	YTD ACTUAL EXPENSES	ANNUAL 2012-13 BUDGET	BUDGET \$ (OVER) UNDER	PERCENT OF BUDGET
5313-0002-2	SMALL TOOLS	249.72	1,296.63	3,000.00	1,703.37	43.22%
5320-0002-2	GASOLINE, OIL & DIES-RZ	(738.98)	-	-	-	0.00%
5320-0022-2	GASOLINE, OIL & DIESEL FUEL	1,499.24	2,494.19	8,800.00	6,305.81	28.34%
5324-0002-2	REGULATORY PERMITS	-	850.34	2,500.00	1,649.66	34.01%
5326-0002-2	NPDS PERMIT	-	1,943.00	-	(1,943.00)	0.00%
5327-0002-2	PROF SERV WATER QUAL. CONTROL	1,244.90	7,065.11	19,500.00	12,434.89	36.23%
5328-0002-2	CHLORINE GENERATOR/SALT PURCH	-	-	2,650.00	2,650.00	0.00%
5329-0002-2	WEST WELL MAINTENANCE	-	361.98	3,200.00	2,838.02	11.31%
5330-0002-2	EAST WELL MAINTENANCE	-	596.97	3,200.00	2,603.03	18.66%
5331-0002-2	STOLLER RESERVOIR/BOOSTER R&M	-	466.20	6,300.00	5,833.80	7.40%
5332-0002-2	VISTA PANORAMA BOOSTER R&M	-	603.67	4,200.00	3,596.33	14.37%
5333-0002-2	R&M VISTA PANORAMA RESERVOIR	-	-	5,200.00	5,200.00	0.00%
5334-0002-2	CHLORINE GENERATOR	368.47	1,163.26	3,150.00	1,986.74	36.93%
5338-0002-2	SCADA REPAIR/UPGRADE	-	80.93	2,100.00	2,019.07	3.85%
5339-0002-2	OPERATIONS REPORTING SOFTWARE	-	323.75	3,400.00	3,076.25	9.52%
5342-0002-2	HYDRANT REPAIR & REPLACEMENTS	-	46.64	16,100.00	16,053.36	0.29%
5343-0002-2	METER PURCHASE REPAIR	-	-	9,200.00	9,200.00	0.00%
5345-0002-2	PRV- R & M	-	-	1,075.00	1,075.00	0.00%
5350-0035-2	R/M- MAINS	8,982.64	16,207.45	24,900.00	8,692.55	65.09%
5350-0039-2	DAMAGE REPAIR- CAL EMA	-	-	-	-	0.00%
5350-0041-2	SERVICE LATERALS R&M	2,146.25	2,678.26	21,525.00	18,846.74	12.44%
5350-0051-2	RESERVOIRS R&M	-	80.77	4,300.00	4,219.23	1.88%
5350-0052-2	R/M- VAULTS	-	-	1,500.00	1,500.00	0.00%
5350-0402-2	R/M- CATHODIC PROTECTION	-	-	5,500.00	5,500.00	0.00%
5358-0002-2	METER TESTING	-	-	1,550.00	1,550.00	0.00%
5365-0002-2	EQUIPMENT RENTAL	-	-	210.00	210.00	0.00%
5370-0070-2	BACKHOE R&M	58.45	58.45	3,000.00	2,941.55	1.95%
5370-0071-2	VEHICLES R&M	-	638.75	3,000.00	2,361.25	21.29%
5370-0080-2	BUILDING/GROUNDS R&M	-	178.76	4,000.00	3,821.24	4.47%
5467-0002-2	WAGES	11,066.49	86,532.96	258,794.00	172,261.04	33.44%
5469-0069-2	PAYROLL TAXES- FICA & MEDICARE	1,700.84	9,405.86	21,216.00	11,810.14	44.33%
5469-0083-2	RETIREMENT- PERS	2,794.38	15,968.92	44,000.00	28,031.08	36.29%
5480-0070-2	PAYROLL TAXES- SUI & ETT	50.77	266.19	500.00	233.81	53.24%
5480-0072-2	HEALTH & ACCIDENT INSURANCE	4,487.77	22,333.98	52,000.00	29,666.02	42.95%
5480-0075-2	DENTAL INSURANCE	372.02	1,852.36	4,500.00	2,647.64	41.16%
5480-0076-2	VISION INSURANCE	72.12	358.95	1,200.00	841.05	29.91%
5480-0080-2	LIFE INSURANCE	52.84	255.97	800.00	544.03	32.00%
5480-0082-2	WORKER'S COMP INSURANCE	568.56	4,383.62	13,000.00	8,616.38	33.72%
5486-0002-2	UNIFORMS	110.51	988.53	1,700.00	711.47	58.15%
5607-0002-2	DISTRICT WEBSITE	-	857.14	1,000.00	142.86	85.71%
5610-0009-2	MCPHERSON FAX	18.37	92.13	160.00	67.87	57.58%
5610-0010-2	MCPHERSON INTERNET	43.81	214.00	525.00	311.00	40.76%
5610-0015-2	MCPHERSON OFFICE PHONES	132.35	596.90	1,260.00	663.10	47.37%
5610-0016-2	ANSWERING SERVICE	15.62	78.30	260.00	181.70	30.12%
5610-0017-2	PHONE CIRCUITS TO CTRL EQUIP	233.19	1,057.65	3,080.00	2,022.35	34.34%
5610-0019-2	CELLPHONES	90.01	353.38	1,550.00	1,196.62	22.80%
5610-0020-2	UNDERGROUND SERVICE ALERT	23.25	106.50	400.00	293.50	26.63%
5611-0002-2	TRAINING/SCHOOLS	-	323.40	1,500.00	1,176.60	21.56%
5613-0002-2	CONSERVATION EDUCATION	-	-	4,000.00	4,000.00	0.00%
5614-0002-2	TRAVEL-CONF/SEMINARS	19.98	1,561.69	2,500.00	938.31	62.47%
5616-0002-2	MILEAGE	38.85	138.20	500.00	361.80	27.64%
5618-0029-2	DUES & MEMBERSHIPS- ACWA	1,265.78	1,265.78	3,500.00	2,234.22	36.17%

EAST ORANGE COUNTY WATER DISTRICT

FOR RETAIL
MONTH: NOVEMBER 2012

ACCOUNT	DESCRIPTION	MONTHLY ACTUAL EXPENSES	YTD ACTUAL EXPENSES	ANNUAL 2012-13 BUDGET	BUDGET \$ (OVER) UNDER	PERCENT OF BUDGET
5618-0030-2	DUES & MEMBERSHIPS- OCWA	-	-	75.00	75.00	0.00%
5618-0031-2	DUES & MEMBERSHIPS- AWWA	-	169.33	175.00	5.67	96.76%
5618-0032-2	DUES & MEMBERSHIP- FCA	-	-	10.00	10.00	0.00%
5618-0033-2	DUES & MEMBERSHIP-CSDA	-	1,286.00	4,000.00	2,714.00	32.15%
5618-0037-2	DUES- ISDOC/URBAN WTR	250.00	267.00	900.00	633.00	29.67%
5619-0002-2	MISCELLANEOUS EXP	-	-	500.00	500.00	0.00%
5620-0021-2	DIRECTOR- R. BARRETT	150.00	475.00	2,500.00	2,025.00	19.00%
5620-0022-2	DIRECTOR- W. VANDERWERFF	462.50	1,725.00	4,000.00	2,275.00	43.13%
5620-0023-2	DIRECTOR- D. CHAPMAN	150.00	600.00	3,600.00	3,000.00	16.67%
5620-0024-2	DIRECTOR- J. DULEBOHN	150.00	600.00	3,600.00	3,000.00	16.67%
5620-0026-2	DIRECTOR- R. BELL	212.50	887.50	3,600.00	2,712.50	24.65%
5620-0027-1	DIRECTOR- D. DAVERT	-	-	-	-	0.00%
5621-0002-2	BOARD MEETING EXPENSE	17.39	245.71	1,000.00	754.29	24.57%
5632-0002-2	POSTAGE	80.80	1,666.03	6,000.00	4,333.97	27.77%
5633-0002-2	OFFICE SUPPLY/FURN/SMALL EQUIP	116.48	1,226.41	4,600.00	3,373.59	26.66%
5634-0002-2	PUBLICATIONS & LEGAL NOTICES	-	853.06	1,500.00	646.94	56.87%
5635-0002-2	COPIER CONTRACT	16.71	69.96	550.00	480.04	12.72%
5636-0002-2	VERSATERM CONTRACT (RZ BILLS)	-	-	5,000.00	5,000.00	0.00%
5638-0002-2	BANK CHARGES	868.21	1,238.16	3,500.00	2,261.84	35.38%
5639-0002-2	OUTSIDE SERVICES	811.90	1,620.65	6,400.00	4,779.35	25.32%
5640-0002-2	AUDITING	897.70	5,392.78	8,000.00	2,607.22	67.41%
5641-0002-2	TAX COLLECTION FEES	118.43	142.88	2,200.00	2,057.12	6.49%
5642-0002-2	COMPUTER BILLING (RZ BILLS)	-	1,928.02	5,000.00	3,071.98	38.56%
5644-0002-2	TREASURER	-	403.12	10,000.00	9,596.88	4.03%
5644-0003-2	ACCOUNTING- SERRANO	2,964.99	6,245.51	23,000.00	16,754.49	27.15%
5645-0002-2	LEGAL	2,739.59	4,939.05	20,000.00	15,060.95	24.70%
5646-0002-2	COMPUTER CONSULTING	-	-	5,000.00	5,000.00	0.00%
5647-0002-2	ENGINEERING-RZ	213.81	7,176.74	45,000.00	37,823.26	15.95%
5648-0002-2	LAFCO	-	1,642.06	3,000.00	1,357.94	54.74%
5650-0050-2	INSURANCE-AUTO & GEN LIABILITY	579.91	2,768.66	4,200.00	1,431.34	65.92%
5650-0051-2	INSURANCE-PROPERTY	134.17	670.85	1,500.00	829.15	44.72%
5650-0052-2	INSURANCE-EMP. FIDELITY BOND	13.19	65.95	150.00	84.05	43.97%
5670-0072-2	OFFICE EQUIPMENT R&M	-	-	300.00	300.00	0.00%
5680-0083-2	UTILITIES-DUMPSTER	24.56	200.74	1,100.00	899.26	18.25%
5680-0084-2	UTILITIES- THE GAS CO.- OFFICE	-	-	-	-	0.00%
5680-0085-2	UTILITIES- OFFICE- ELECT & WTR	363.22	1,268.67	4,000.00	2,731.33	31.72%
5686-0002-2	SECURITY	185.70	185.70	1,000.00	814.30	18.57%
5689-0002-2	ELECTION EXPENSE	-	201.25	10,000.00	9,798.75	2.01%
5912-0002-2	INTEREST EXPENSE DWR	-	-	-	-	0.00%
8900-0002-2	DISPOSAL OF ASSET GAIN (LOSS)	-	-	-	-	0.00%
8910-0002-2	DEPRECIATION EXP.	-	-	-	-	0.00%
8920-0959-2	PRIOR YEAR ADJUSTMENTS	-	-	-	-	0.00%
8960-0002-2	TRANS TO CAPITAL PROJECT AF	-	-	-	-	0.00%
8961-0002-2	TRANS TO CAPITAL PROJECTS	12,335.83	61,679.27	148,030.00	86,350.73	41.67%
8975-0002-2	RZ- CONTINGENCY FUND	-	-	50,000.00	50,000.00	0.00%
8981-0002-2	FUNDED TO/BY RESERVE-RZ	-	-	50,000.00	50,000.00	0.00%
9011-0002-2	MARKET VALUE ADJUST-INVESTMENT	-	-	-	-	0.00%
TOTAL OPERATING EXPENSES:		100,483.69	617,750.45	1,681,800.00	1,064,049.55	
NET INCOME FROM OPERATIONS:		(46,942.11)	(76,108.80)	(2,000.00)	(74,108.80)	

EAST ORANGE COUNTY WATER DISTRICT

FOR RETAIL
MONTH: NOVEMBER 2012

ACCOUNT	DESCRIPTION	MONTHLY ACTUAL EXPENSES	YTD ACTUAL EXPENSES	ANNUAL 2012-13 BUDGET	BUDGET \$ (OVER) UNDER	PERCENT OF BUDGET
OTHER INCOME AND EXPENSE						
9510-0002-2	PRIOR YEARS EXPENSE	-	-	2,000.00	(2,000.00)	0.00%
9510-0959-2	PRIOR YEARS EXPENSE	-	-	-	-	0.00%
Total OTHER INCOME AND EXPENSES		-	-	2,000.00	(2,000.00)	
EARNINGS BEFORE INCOME TAX:		(46,942.11)	(76,108.80)	-	(76,108.80)	
Net Income (Loss):		(46,942.11)	(76,108.80)	-	(76,108.80)	

RETAIL ZONE CAPITAL PROJECTS

EAST ORANGE COUNTY WATER DISTRICT
2012-2013 STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS
MONTH: NOVEMBER 2012

REVENUE	MONTHLY ACTUAL REVENUE	YTD ACTUAL REVENUE	ANNUAL 2012-13 BUDGET	BUDGET \$ OVER (UNDER)	PERCENT OF BUDGET
DESCRIPTION					
FUNDS PROVIDED BY RESERVE	-	-	(580.00)	580.00	0.00%
CAPITAL PROJECTS REVENUE					
CAPITAL PROJECTS FEES	-	82,952.37	252,000.00	(169,047.63)	32.92%
CONNECTION FEES	-	142.50	-	142.50	0.00%
INTEREST EARNINGS	-	108.75	50.00	58.75	217.50%
TRANSFER FROM OPERATING EXPENSES	12,335.83	61,679.27	148,030.00	(86,350.73)	41.67%
FUNDS BORROWED FROM WHOLESALE ZONE				-	0.00%
NET OPERATING INCOME	12,335.83	144,882.89	399,500.00	(254,617.11)	

EXPENSES	MONTHLY ACTUAL REVENUE	YTD ACTUAL REVENUE	ANNUAL 2012-13 BUDGET	BUDGET \$ OVER (UNDER)	PERCENT OF BUDGET
DESCRIPTION					
CAPITAL PROJECTS EXPENSES					
BETTERMENT & REPLACEMENT PLAN	2,720.37	2,720.37	70,000.00	67,279.63	3.89%
VIEW RIDGE MODIFICATION	-	-	30,500.00	30,500.00	0.00%
STOLLER RESERVOIR- 75 hp BOOSTER PUMP REPLACEMENT	-	-	15,250.00	15,250.00	0.00%
VP VAULT PIPING/METER UPGRADE 6" TO 8"	-	-	20,250.00	20,250.00	0.00%
VISTA PANORAMA RESERVOIR REPAIR	-	-	50,500.00	50,500.00	0.00%
VP PUMP REBUILD	-	-	5,250.00	5,250.00	0.00%
CATHODIC PROTECTION	-	-	25,500.00	25,500.00	0.00%
VALVE RAISING	-	-	15,250.00	15,250.00	0.00%
VALVE REPLACEMENTS	-	-	15,500.00	15,500.00	0.00%
McPHERSON OFFICE/YARD IMPROVEMENTS	-	-	10,500.00	10,500.00	0.00%
USED VEHICLE TO SUPPLEMENT FLEET	-	-	15,000.00	15,000.00	0.00%
MOBILE ENGINE DRIVEN PUMP	-	15,799.21	-	(15,799.21)	100.00%
ALLOWANCE FOR SYSTEM RELOCATION	-	-	12,000.00	12,000.00	0.00%
BACKUP GENERATOR FOR VP BOOSTER	6,842.84	19,924.95	80,250.00	60,325.05	24.83%
6" MAG METERS FOR STOLLER PRVS	-	-	12,750.00	12,750.00	0.00%
EAST WELL UPGRADE/REPLACE	-	-	20,000.00	20,000.00	0.00%
CAPITALIZED ACCOUNTING COSTS	-	-	1,000.00	1,000.00	0.00%
TOTAL OPERATING EXPENSE	9,563.21	38,444.53	399,500.00	361,055.47	
NET INCOME FROM OPERATIONS	2,772.62	106,438.36	-	106,438.36	
PRIOR YEARS EXPENSES	-	-	-	-	
NET INCOME (LOSS)	2,772.62	106,438.36	-	106,438.36	

12/13/2012

EAST ORANGE COUNTY WATER DISTRICT

FOR RETAIL
MONTH: NOVEMBER 2012

REVENUE

ACCOUNT	DESCRIPTION	MONTHLY ACTUAL REVENUE	YTD ACTUAL REVENUE	ANNUAL 2012-13 BUDGET	BUDGET \$ OVER (UNDER)	PERCENT OF BUDGET
	FUNDED BY RESERVES	-	-	(580.00)	580.00	
4109-0002-2	WATER SALES-CAPITAL PROJECTS	-	82,952.37	252,000.00	(169,047.63)	0.00%
4113-0002-2	CONNECTION FEES	-	142.50	-	142.50	0.00%
4916-0959-2	INTEREST-MORGAN STANLEY-CAP	-	-	-	-	0.00%
4917-0959-2	INTEREST-LAIF-CAP	-	108.75	50.00	58.75	0.00%
4918-0959-2	INTEREST US TREASURY BOND	-	-	-	-	0.00%
4994-0959-2	TRANSFER IN CAPITAL PROJECTS	12,335.83	61,679.27	148,030.00	(86,350.73)	0.00%
	Total NON OPERATING INCOME:	12,335.83	144,882.89	399,500.00	(254,617.11)	
	Total OPERATING REVENUE	12,335.83	144,882.89	399,500.00	(254,617.11)	
	NET OPERATING INCOME:	12,335.83	144,882.89	399,500.00	(254,617.11)	

EXPENSES

ACCOUNT	DESCRIPTION	MONTHLY ACTUAL EXPENSES	YTD ACTUAL EXPENSES	ANNUAL 2012-13 BUDGET	BUDGET \$ (OVER) UNDER	PERCENT OF BUDGET
7900-100C-2	RZ CAPITALIZED ACCOUNTING COST	-	-	1,000.00	1,000.00	0.00%
7912-201E-2	BETTERMENT & REPLACEMENT PLAN	2,615.30	2,615.30	70,000.00	67,384.70	3.74%
7912-201L-2	BETTERMENT & REPLACEMENT PLAN	105.07	105.07	-	(105.07)	0.00%
7913-201C-2	MCPHERSON OFFICE/YARD IMPROVE-CONST.	-	-	10,000.00	10,000.00	0.00%
7913-201L-2	MCPHERSON OFFICE/YARD IMPROVE-LABOR	-	-	500.00	500.00	0.00%
7913-203C-2	USED VEHICLE TO SUPPLEMENT FLEET	-	-	15,000.00	15,000.00	0.00%
7913-204C-2	MOBILE ENGINE DRIVEN PUMP	-	15,750.00	-	(15,750.00)	0.00%
7913-204L-2	MOBILE ENGINE DRIVEN PUMP	-	49.21	-	(49.21)	0.00%
7913-501C-2	VIEW RIDGE MODIFICATION-CONST.	-	-	15,000.00	15,000.00	0.00%
7913-501E-2	VIEW RIDGE MODIFICATION-ENG.	-	-	15,000.00	15,000.00	0.00%
7913-501L-2	VIEW RIDGE MODIFICATION-LABOR	-	-	500.00	500.00	0.00%
7913-502C-2	STOLLER RESERVOIR- BOOSTER PUMP REPLACE-CONST.	-	-	10,000.00	10,000.00	0.00%
7913-502E-2	STOLLER RESERVOIR- BOOSTER PUMP REPLACE-ENG.	-	-	5,000.00	5,000.00	0.00%
7913-502L-2	STOLLER RESERVOIR- BOOSTER PUMP REPLACE-LABOR	-	-	250.00	250.00	0.00%
7913-503C-2	VP VAULT PIPING/METER UPGRADE-CONST.	-	-	15,000.00	15,000.00	0.00%
7913-503E-2	VP VAULT PIPING/METER UPGRADE-ENG.	-	-	5,000.00	5,000.00	0.00%
7913-503L-2	VP VAULT PIPING/METER UPGRADE-LABOR	-	-	250.00	250.00	0.00%
7913-504C-2	VISTA PANORAMA RESERVOIR REPAIR-CONST.	-	-	45,000.00	45,000.00	0.00%
7913-504E-2	VISTA PANORAMA RESERVOIR REPAIR-ENG.	-	-	5,000.00	5,000.00	0.00%
7913-504L-2	VISTA PANORAMA RESERVOIR REPAIR-LABOR	-	-	500.00	500.00	0.00%
7913-505C-2	VP PUMP REBUILD-CONST.	-	-	5,000.00	5,000.00	0.00%
7913-505L-2	VP PUMP REBUILD-LABOR	-	-	250.00	250.00	0.00%
7913-506C-2	CATHODIC PROTECTIONS-CONST.	-	-	20,000.00	20,000.00	0.00%
7913-506E-2	CATHODIC PROTECTION-ENG.	-	-	5,000.00	5,000.00	0.00%
7913-506L-2	CATHODIC PROTECTION-LABOR	-	-	500.00	500.00	0.00%
7913-507C-2	VALVE RAISING-CRAWFORD CANYON-CONST.	-	-	10,000.00	10,000.00	0.00%
7913-507E-2	VALVE RAISING-CRAWFORD CANYON-ENG.	-	-	5,000.00	5,000.00	0.00%
7913-507L-2	VALVE RAISING-CRAWFORD CANYON-LABOR	-	-	250.00	250.00	0.00%
7913-508C-2	VALVE REPLACEMENTS- SYSTEM CONST.	-	-	15,000.00	15,000.00	0.00%
7913-508L-2	VALVE REPLACEMENTS- SYSTEM LABOR	-	-	500.00	500.00	0.00%

EAST ORANGE COUNTY WATER DISTRICT

FOR RETAIL
MONTH: NOVEMBER 2012

ACCOUNT	DESCRIPTION	MONTHLY ACTUAL EXPENSES	YTD ACTUAL EXPENSES	ANNUAL 2012-13 BUDGET	BUDGET \$ (OVER) UNDER	PERCENT OF BUDGET
7913-509C-2	ALLOW FOR SYSTEM RELOCATION-CONST.	-	-	10,000.00	10,000.00	0.00%
7913-509E-2	ALLOW FOR SYSTEM RELOCATION-ENG.	-	-	2,000.00	2,000.00	0.00%
7913-510C-2	BACKUP GENERATOR FOR VP BOOSTER-CONST.	6,721.22	18,281.29	75,000.00	56,718.71	24.38%
7913-510E-2	BACKUP GENERATOR FOR VP BOOSTER-ENG.	-	-	5,000.00	5,000.00	0.00%
7913-510L-2	BACKUP GENERATOR FOR VP BOOSTER-LABOR	121.62	1,643.66	250.00	(1,393.66)	657.46%
7913-511C-2	6" MAG METERS @ STOLLER PRVS-CONST.	-	-	12,500.00	12,500.00	0.00%
7913-511L-2	6" MAG METERS @ STOLLER PRVS-LABOR	-	-	250.00	250.00	0.00%
7914-505E-2	EAST WELL UPGRADE/REPLACE-ENG.	-	-	20,000.00	20,000.00	0.00%
TOTAL OPERATING EXPENSES:		9,563.21	38,444.53	399,500.00	361,055.47	
NET INCOME FROM OPERATIONS:		2,772.62	106,438.36	-	106,438.36	
Net Income (Loss):		2,772.62	106,438.36	-	106,438.36	

MEMO

TO: BOARD OF DIRECTORS
FROM: GENERAL MANAGER
SUBJECT: ANNUAL INVESTMENT POLICY REVIEW
DATE: JANUARY 11, 2013

Background

The District's Investment Policy requires that the Policy be reviewed annually, and that after such review, the Policy (and any changes if desired) be submitted to the Board for approval. The current Investment Policy was adopted on January 26, 2012 via Resolution 701 (attached).

During the Investment Committee's five-month review of the District's investment program last year, the Investment Policy was given an in-depth prior to interviewing investment firms, and then again by the District Treasurer, District Secretary and General Manager prior to placement of funds with Raymond James. During this review, it was determined that a clarification is needed under the "Collateralization" section of the Policy, to explain that "non-negotiable" Certificates of Deposits that are issued in excess (principal and interest) of the FDIC insurance ceiling of \$250,000, require collateralization with U.S. Treasury obligations. Attached to this memorandum is a revised copy of the Investment Policy with this recommended clarification.

Recommendation

The Board approve Resolution No. ____ amending the Investment Policy by clarifying the type and amount of Certificates of Deposit that require collateralization by U.S. Treasury obligations.

INVESTMENT POLICY

It shall be the policy of the East Orange County Water District to invest funds in a manner which will provide the highest investment return with the maximum security, while meeting the daily cash flow demands of the district and conforming to all statutes governing the investment of East Orange County Water District funds.

SCOPE OF POLICY

This Investment Policy ("Policy") applies to all financial assets of the District. These funds are accounted for in the annual district audited financial statements and include:

1. Operating Funds, Retail and Wholesale
2. Replacement and Capital Improvement (Construction) Funds, Retail and Wholesale
3. Emergency/Contingency Fund, Wholesale and Retail

Funds in the deferred compensation plan are not included, since they are held in trust and not invested under this authority.

PRUDENCE

Investments shall be made with judgment and care under circumstances then prevailing, which persons of prudence, discretion and intelligence exercise in the management of their own affairs; not for speculation, but for investment, considering the probable safety of their capital as well as the probable income to be derived. The standard of prudence to be used by investment officials shall be the "prudent investor" standard (California Government Code Section 53600.3) and shall be applied in the context of managing an overall portfolio. Investment officers, acting in accordance with written procedures and the Policy, and when exercising due diligence, shall be relieved of personal responsibility for an individual security's credit risk or market price changes, provided that deviations from expectations are reported in a timely fashion and appropriate action is taken to control adverse developments.

OBJECTIVES

As specified in California Government Code Section 53600.3, when investing, reinvesting, purchasing, acquiring, exchanging, selling and managing public funds, the primary objectives, in priority order, of the investment activities shall be:

1. Safety: Safety of principal is the foremost objective of the Policy. Investments of the District shall be undertaken in a manner that seeks to ensure the preservation of capital in the overall portfolio. To attain this objective, diversification is required in order that potential losses on individual securities do not exceed the income generated from the remainder of the portfolio.
2. Liquidity: The investment portfolio will remain sufficiently liquid to enable the District to meet all operating requirements which might be reasonably anticipated.
3. Return on Investments. The investment portfolio shall be designed with the objective of attaining a market rate of return throughout budgetary and economic cycles, taking into account the investment risk constraints and the cash flow characteristics of the portfolio.

DELEGATION OF AUTHORITY

Authority to manage the Policy is derived from California Government Code Section 53600.3, *et. seq.* Management responsibility for the Policy is hereby delegated to the treasurer/fiscal officer within the parameters (investment types, maturities, type of issuers, percentages of portfolio or particular District fund or dollar amount limitations) set from time to time by the Board of Directors. No person may engage in as investment transaction except as provided under the terms of this Policy. The Board of Directors shall be responsible for all transactions undertaken and shall establish a system of controls to regulate the activities of subordinate officials. Under the provisions of California Government Code Section 53600.3, the Board of Directors and the treasurer/fiscal officer are trustees and fiduciaries subject to the prudent investor standard.

ETHICS AND CONFLICTS OF INTEREST

The Board of Directors, Finance Committee members, and all officers and employees involved in the investment process shall fully comply with the District's Conflict of Interest Code in the execution of this policy.

AUTHORIZED FINANCIAL INSTITUTIONS AND DEALER

The treasurer/fiscal officer will maintain a list of financial institutions, selected on the basis of credit worthiness, financial strength, experience and minimal capitalization authorized to provide investment services. In addition, a list will also be maintained of approved security broker/dealers selected by credit worthiness who are authorized to provide investment and financial advisory services in the State of California. No public deposit shall be made except in a qualified public depository as established by state laws.

For brokers/dealers of government securities and other investments, the Board of Directors, Finance Committee, or treasurer/fiscal officer shall select only broker/dealers who are licensed and in good standing with the California Department of Securities, the Securities and Exchange Commission, the National Association of Securities Dealers or other applicable self-regulatory organizations.

Before engaging in investment transactions with a broker/dealer, the Board of Directors or Treasurer/Fiscal Officer shall have received from said firm a signed Certification Form, This form shall attest that the individual responsible for the District's account with that firm has reviewed the District's Policy and that the firm understands the policy and intends to present investment recommendations and transactions to the District that are appropriate under the terms and conditions of the Policy.

AUTHORIZED AND SUITABLE INVESTMENTS

Permitted investments: District funds may be invested as authorized by, and subject to the limitations and special conditions of California Government Code Section 53601 *et. seq.*

Prohibited Investments: Under the provisions of California Government Code Section 53601.6 the District shall not invest any funds covered by this Policy in inverse floaters, range notes, interest-only strips derived from mortgage pools or any investment that may result in a zero interest accrual if held to maturity.

COLLATERALIZATION

All non-negotiable certificates of deposit, issued in excess (principal and interest) of the FDIC insurance limit, must be collateralized by U.S. Treasury obligations. Collateral must be held by a third party trustee and valued on a monthly basis. The percentage of collateralization on repurchase and reverse repurchase agreements will adhere to the amount required under California Government Code Section 53601(j)(2).

SAFEKEEPING AND CUSTODY

All security transactions entered into by the District shall be conducted on a delivery-versus-payment (DVP) basis. All securities purchased or acquired shall be delivered to the District by book entry, physical delivery or by third party custodial agreement as required by California Government Code Section 53601.

DIVERSIFICATION

The District will diversify its investments by security type and institution. It is the policy of the District to diversify its investment portfolio. Assets shall be diversified to eliminate the risk of loss resulting from over concentration of assets in a specific maturity, a specific issuer or a specific class of securities. Diversification strategies shall be determined and revised periodically. In establishing specific diversification strategies, the following general policies and constraints shall apply:

1. Portfolio maturities shall be matched versus liabilities to avoid undue concentration in a specific maturity sector.
2. Maturities selected shall provide for stability of income and liquidity.
3. Disbursement and payroll dates shall be covered through maturities investments, marketable U.S. Treasury Bills or other cash equivalent instruments such as money market mutual funds.

REPORTING

In accordance with California Government Code Section 53646(b)(1), the treasurer/fiscal officer may submit to each member of the Board a monthly investment report. The report shall include a complete description of the portfolio, the type of investments, the issuers, maturity dates, par values and current market values of each component of the portfolio, including funds managed for the District by third party contracted managers, if applicable. The report will also include the source of the portfolio valuation. The report must also include a certification that (1) all investment actions executed since the last report have been made in full compliance with the Policy and, (2) the District will meet its expenditure obligations for the next six months as required by California Government Code Sections 53646(b)(2) and (3), respectively. The treasurer/fiscal officer shall maintain a complete and timely record of all investment transactions.

INVESTMENT POLICY ADOPTION

The Policy shall be adopted by resolution of the Board of Directors. The Policy shall be reviewed on an annual basis, and modifications must be approved by the Board of Directors.

MEMO

TO: BOARD OF DIRECTORS
FROM: GENERAL MANAGER
SUBJECT: GENERAL SIGNATURE AUTHORIZATION
DATE: JANUARY 11, 2013

BACKGROUND

The District, as part of its internal accounting controls, requires a Board Member's signature on any disbursement – District check or transfer between accounts – to authorize the transaction. With the election of Director Davert, the District Resolution that contains the general authorization for signatory authority requires updating to include him.

Attached is a resolution that adds Director Davert to the California Bank & Trust Checking and Savings Account signatory authority, as well as to the Raymond James account, and removes former Director Chapman. Additionally, Director Dulebohn has been added as a signatory on the Local Agency Investment Fund (LAIF) account and Director Chapman has been removed.

RECOMMENDATION

The Board approve Resolution No. ____ amending and updating the District's general signature authorizations to remove Director Chapman from the California Bank & Trust, LAIF and Raymond James accounts, and add Director Davert to the California Bank & Trust and Raymond James accounts and Director Dulebohn to the LAIF account.



MEMO

TO: BOARD OF DIRECTORS
FROM: GENERAL MANAGER
SUBJECT: RESOLUTION OF APPRECIATION – SUPERVISOR BILL CAMPBELL
DATE: JANUARY 11, 2013

BACKGROUND

Supervisor Bill Campbell has faithfully executed his duties as Orange County's Third District Supervisor for 10 years commencing January, 2003 and ending January 2013. During this time, District Board Members and staff have interacted with Supervisor Campbell and his staff on many occasions and were always accorded courteous and respectful service and attention to our issues, as well assistance with navigating the labyrinth that County Government can sometimes appear to be. It is fitting that his and his staff's excellent service be recognized with the attached resolution of appreciation. Staff will have the resolution framed and presented to him.

RECOMMENDATION

The Board approve the attached resolution of appreciation recognizing the service of Supervisor Bill Campbell.

**A RESOLUTION OF THE
EAST ORANGE COUNTY WATER DISTRICT
BOARD OF DIRECTORS
EXPRESSING APPRECIATION, COMMEMORATING AND INVITING
PUBLIC ATTENTION TO THE OUTSTANDING SERVICES RENDERED BY
SUPERVISOR BILL CAMPBELL**

BOARD OF SUPERVISORS, COUNTY OF ORANGE, THIRD DISTRICT

WHEREAS, in January 2003, BILL CAMPBELL was elected to the Board of Supervisors of the County of Orange and concluded his service in January 2013; and

WHEREAS, SUPERVISOR CAMPBELL has been elected by his peers to serve in many capacities including Chairman of the Board,

WHEREAS, SUPERVISOR CAMPBELL was appointed to represent the County on numerous Boards and Commissions including the Local Agency Formation Commission (LAFCO); and

WHEREAS, SUPERVISOR CAMPBELL worked with LAFCO and District staff to complete a Municipal Service Review for the unincorporated East Orange area; and

WHEREAS, SUPERVISOR CAMPBELL assisted with the receipt of a \$62-million federal appropriation to continue construction on the raising the Prado Dam which will benefit the District's groundwater supply; and

WHEREAS, SUPERVISOR CAMPBELL implemented the emergency mass notification system, AlertOC, that was expanded to incorporate the District's emergency notification needs; and

WHEREAS, SUPERVISOR CAMPBELL approved the acceptance of Baja Panorama, Menuda Panorama, Media Panorama and Circula Panorama into the County Road System leading to improvements to an unimproved portion of Baja Panorama that now protects an important main District water line and increases emergency response capabilities to the Baja Panorama area; and

WHEREAS, during his ten-year of service as a Supervisor and officer of the County, SUPERVISOR CAMPBELL rendered dedicated, professional, and outstanding services to the benefit of the District, the County, and the public he served;

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF DIRECTORS OF THE EAST ORANGE COUNTY WATER DISTRICT as follows:

1. Full measure of appreciation is hereby expressed and acknowledged for the effective and beneficial services rendered by BILL CAMPBELL during his tenure as Third District Supervisor;
2. Public attention is hereby called and directed to the exemplary services rendered by BILL CAMPBELL during his served term of office; and
3. This Resolution shall be maintained in the permanent records of the District in recognition of BILL CAMPBELL'S outstanding performance of duty.

Adopted this 17th day of January, 2013.

Chairman

ATTEST:

Secretary

MEMO

TO: BOARD OF DIRECTORS
FROM: GENERAL MANAGER
SUBJECT: MWDOC WATER POLICY FORUM & DINNER
DATE: JANUARY 11, 2013

BACKGROUND

The Municipal Water District of Orange County (MWDOC), which supplies us with imported water via the Metropolitan Water District of Southern California (MET), sponsors two water policy forums (held in a dinner format at a local hotel). The first forum of the year is scheduled for Wednesday, January 23, 2013 commencing at 5:30 p.m.

The keynote speaker will be State Senator Michael J. Rubio. Senator Rubio will discuss key statewide issues affecting water including the Bay Delta Conservation Plan, efforts to reform CEQA, the implementation of the air emissions "Cap-and-Trade" program and the status of the 2014 Water Bond.

Reservations are due by Friday, January 18th.

RECOMMENDATION

The Board consider attendance at the MWDOC Water Policy Forum on January 23, 2013 in Costa Mesa and advise staff as to whom will attend.

From: Municipal Water District of Orange County [jessica@mwdoc.ccsend.com] on behalf of Municipal Water District of Orange County [jouwerkerk@mwdoc.com]
Sent: Monday, January 07, 2013 2:31 PM
To: lohlund@eocwd.com
Subject: Sen. Michael J. Rubio to Keynote Jan. 23 Water Policy Dinner- Register now!

Having trouble viewing this email? [Click here](#)



MWDOC Water Policy Forum & Dinner

Wednesday, January 23, 2013

2013: A Pivotal Year for California Water

Implementing the State's Vision for a Reliable Water Future

featuring:

Hon. Michael J. Rubio

California State Senator, 16th District (Bakersfield)
Chairman of the Senate Environmental Quality Committee

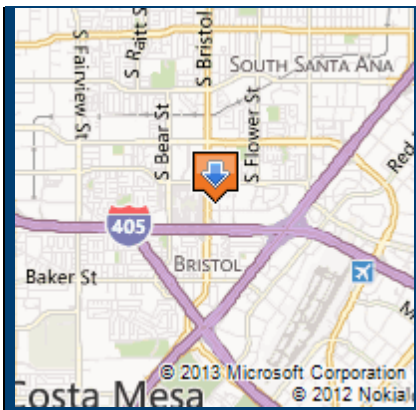
Where:

Westin South Coast Plaza Hotel
Grand Ballroom
686 Anton Blvd.
Costa Mesa, CA 92626

Dear Lisa,

You are cordially invited to attend the January 23, 2013 Water Policy Forum & Dinner featuring State Senator Michael J. Rubio. During his keynote address, Senator Rubio will discuss the key issues affecting California water in 2013, including the Bay Delta Conservation Plan, efforts to reform the California Environmental Quality Act (CEQA), implementation of the 'Cap-and-Trade' program, and the status of the 2014 water bond.

The event will begin at 5:30 p.m. (please note the earlier start time) with a pre-dinner reception in honor of Jim Blake, former Director of the Metropolitan Water District of Southern California



Driving Directions

When:

Wednesday, January 23, 2013

5:30 PM to 8:00 PM PDT

Add to my calendar

Stay Connected with MWDOC:



For more information on MWDOC programs, events and activities, please visit:

www.mwdoc.com

(representing City of Fullerton). At 6:30 p.m. dinner and the keynote presentation will begin in the Grand Ballroom.

[Register Now!](#)

Guests who register for this event by Friday, January 18 will receive the early registration fee of \$75 per person.* This fee includes the pre-dinner reception (cash bar), three-course dinner (choice of entrée), and self-parking. Online registration and payment options are available through the link above.

Table sponsorships are also available (until Friday, January 18) for \$750. This includes a reserved table for 10 with your organization's name and logo displayed. To reserve a table, please contact **Tiffany Baca** at (714) 593-5013.

*Please note that the registration fee will increase to \$85 per person after January 18. Cancellations made after this date, and event no-shows, will be fully charged.

We look forward to seeing you at the January 23rd Water Policy Forum & Dinner!

Sincerely,

Jeffery M. Thomas
Board President
Municipal Water District of Orange County
(714) 963-3058

[Forward email](#)



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Municipal Water District of Orange County | 18700 Ward Street | Fountain Valley | CA | 92708

No virus found in this message.

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Version: 2013.0.2805 / Virus Database: 2637/5976 - Release Date: 12/21/12

Internal Virus Database is out of date.

MEMO

TO: BOARD OF DIRECTORS
FROM: GENERAL MANAGER
SUBJECT: CONFLICT OF INTEREST POLICY – REQUEST BY THE ORANGE COUNTY CLERK OF THE BOARD FOR ELECTRONIC FILING
DATE: JANUARY 11, 2013

BACKGROUND

The Fair Political Practices Commission (FPPC) adopted California Administrative Code Title 2, Section 18109 *et seq.* requiring the adoption of a Conflict of Interest Code. Starting with Resolution 298 in 1982, and continuing through the most recent amendment adopted in 2004 (Resolution 626), the District has adopted a Conflict of Interest Code that complies with these requirements.

On November 26th, District Secretary Arneson and General Manager Ohlund met with representatives from the Orange County Clerk of the Board of Supervisors who requested that the District consider becoming a participant in the County of Orange's program that allows the filing of financial disclosure statements on-line with the Clerk of the Board. Up until January 1, 2013, certain public officials – known as "87200 filers" – could not file electronically (Note: "87200 filers include "public officials who manage investments, including District Board Members, the District Treasurer and the General Manager). During the past year, the California Legislature took action to remove this limitation, allowing 87200 filers to file electronically.

Staff recommends that the Board approve the attached resolution amending the District's Conflict of Interest Code to allow electronic filing of financial disclosure statements with the Clerk of the Board of Supervisors. It is important to note that electronic filing is voluntary and not mandatory; paper filing will remain an acceptable means of filing Form 700.

RECOMMENDATION

The Board approve Resolution No. ____ amending the District's Conflict of Interest Code to allow electronic filing of financial disclosure statements by all filers.

MEMO

TO: BOARD OF DIRECTORS
FROM: GENERAL MANAGER
SUBJECT: REQUEST TO CHANGE DATE OF FEBRUARY BOARD MEETING
DATE: JANUARY 11, 2013

BACKGROUND

General Manager Ohlund is a Board Member for the Urban Water Institute and a member of their conference planning committee; she is moderating a panel entitled "The Water/Energy Nexus; the Necessity of an Integrated Fuels Portfolio."

Unfortunately, the UWI Spring Conference is set for Wednesday, January 20 – Friday, January 22 and the February Board Meeting falls on Thursday, February 21st. General Manager Ohlund requests that the Board consider moving the Board Meeting to Tuesday, February 20th at 5:00 p.m. to assist with the scheduling conflict.

In a related issue, General Manager Ohlund was elected Vice-Chairman of the UWI at their November 27, 2012 Annual Board Meeting.

RECOMMENDATION

The Board approve moving the regularly scheduled 5:00 p.m. meeting on Thursday, February 21, 2013 Board Meeting to Tuesday, February 19, 2013 at 5:00 p.m. and direct the Secretary to post a notice of the changed meeting date.

MEMO

TO: BOARD OF DIRECTORS
FROM: GENERAL MANAGER
SUBJECT: COMMITTEE APPOINTMENTS
DATE: JANUARY 11, 2013

Background

Board President Bill VanderWerff has made the committee appointments pursuant to the attached listing.

Recommendation

This is an information item only; no action is necessary.