

AGENDA
NOTICE OF REGULAR MEETING

TIME: 7:00pm

DATE: December 16, 2021

Location: Quartz Hill Water District

5034 W Avenue L or online

<https://us02web.zoom.us/j/84267001473>

Meeting ID: 842 6700 1473

16699009128,,84267001473#

Our Mission is to be a responsible overseer of the resources, assets and natural environments entrusted to us in order to provide a high-quality water supply that is resilient, reliable, and supplied at a fair and equitable rate.

1. CALL TO ORDER

2. ROLL CALL

3. PLEDGE OF ALLEGIANCE

4. ADOPTION OF AGENDA

Members of the public shall have an opportunity to comment on each agenda item as the Board is considering it, prior to action being taken.

5. PUBLIC COMMENT

6. DISCUSSION ITEMS

None requested.

7. ACTION ITEMS

Matters listed under this item are considered routine and non-controversial and will be acted upon in one motion in the order listed below. There will be no separate discussion on these items unless requested by a Member of the Board or the public prior to the time the Board approves the items.

A. CONSENT CALENDAR

1. Consideration and possible approval of the November 18, 2021, Minutes of the Regular Meeting of the Board of Directors.

and

2. Consideration and possible approval of the check register.

CORE VALUES

VISION • RESPECT • INTEGRITY • EXCELLENCE • LEGACY

B. AUTHORIZATION FOR STAFF TO ATTEND CONFERENCES, MEETINGS, SEMINARS AND TRAINING SESSIONS AS FOLLOWS:

1. Consideration and possible approval of three field staff attendance at Cla-Val Training, in Costa Mesa, exact dates to be determined between January and March.

C. AUTHORIZATION FOR MEMBERS OF THE BOARD TO ATTEND CONFERENCES, MEETINGS, SEMINARS AND TRAINING SESSIONS AS FOLLOWS:

None requested.

D. ACTION CALENDAR

1. Consideration and possible action to approve Resolution 21-1216A CHANGE THE START TIME AND DAY FOR REGULAR MONTHLY BOARD MEETINGS.
2. Consideration and possible action to adopt Resolution 21-1216B amending the Policies, Procedures, Rules, and Regulations section 11.08 COLLECTION BY SUIT OF BY CLAIM OF LIEN, to add OR COLLECTION AGENCY.
3. Consideration and possible action to approve the AGREEMENT BY AND BETWEEN ANTELOPE VALLEY-EAST KERN WATER AGENCY (“AVEK”), LOS ANGELES COUNTY WATERWORKS DISTRICT NO. 40 (“DISTRICT”) PROVIDING FOR THE WHEELING OF AVEK WATER THROUGH DISTRICT’S TRANSMISSION SYSTEM IN ORDER TO PROVIDE WATER SERVICE TO QUARTZ HILL.
4. Consideration and possible action appoint Officer of the Board of Directors for 2022.

8. INFORMATION ITEMS (Written reports included)

A. STAFF REPORTS

1. Report by Assistant General Manager
Brent Byrne
2. Report by General Manager
Chad Reed

B. REPORT BY DIRECTORS

Director Mercy will report on the Special Districts Association of Northern Los Angeles County meeting of December 15, 2021.

C. REPORT BY ATTORNEY

To be presented during closed session.

9. DIRECTOR REQUESTS FOR FUTURE AGENDA ITEMS

10. CLOSED SESSION

A. Conference with Legal Counsel

1. Existing Litigation (Paragraph (1) of subdivision (d) of Section 54956.9)
 - a. Diamond Farming/Bolthouse Farms Case/LA County
2. Anticipated Litigation
Significant exposure to litigation pursuant to paragraph (2) or (3) of subdivision (d) of Section 54956.9
 - a. Agreement KWHW:JHH.mh 12-10-59-6 of February 4, 1959.

B. Public Employee Performance/Discipline/Dismissal/Release

11. PUBLIC REPORT ON ACTION TAKEN IN CLOSED SESSION

12. ADJOURNMENT

In accordance with the Americans with Disabilities Act of 1990, if requested, this agenda will be made available in an appropriate alternative format to persons with a disability. If you need disability-related modification or accommodation to attend or participate in this meeting, including auxiliary aids or services, please call Debi Pizzo at (661) 943-3170, or inquire at Quartz Hill Water District's office, at least 48 hours prior to the meeting.

MINUTES of the REGULAR MEETING

TIME: 7:00pm

DATE: Thursday, November 18, 2021

Location: Quartz Hill Water District

5034 W Avenue L or online

<https://us02web.zoom.us/j/82574928789?pwd=RINsSUpHNDJLcmRhU1o4Z1dESEJ6QT09>

Meeting ID: 825 7492 8789 Passcode: Water

Call +16699009128,,82574928789#

Our Mission is to be a responsible overseer of the resources, assets and natural environments entrusted to us in order to provide a high-quality water supply that is resilient, reliable and supplied at a fair and equitable rate.

1. CALL TO ORDER THE REGULAR MEETING OF THE BOARD OF DIRECTORS

President Flick calls the meeting to order at 7:00 p.m.

2. ROLL CALL

President Allen G. Flick, Sr., Director Drew Mercy, Director Holtz, Director Lance Pierson, Board Secretary Debi Pizzo, Assistant General Manager Brent Byrne, General Manager Chad Reed, and Brad Weeks of Charlton Weeks LLP.

Absent: Vice President Sheldon Carter

Staff in Attendance: None

Members of the Public in Attendance or online: Jim Krieger, Chris Brown with Fedak & Brown, on zoom call Ahmad Ghaderi.

3. PLEDGE OF ALLEGIANCE

4. ADOPTION OF AGENDA

With no request for amendments, the agenda is adopted by assent.

5. PUBLIC COMMENT (MEETING OPEN TO THE PUBLIC)

None

6. DISCUSSION ITEM

None requested

7. ACTION ITEMS

A. CONSENT CALENDAR

1. Consideration and possible approval of the November 18, 2021, Minutes of the Regular Meeting of the Board of Directors.

and

2. Consideration and possible approval of the check register.

With no request for amendment, the consent calendar is approved by assent.

B. AUTHORIZATION FOR STAFF TO ATTEND CONFERENCES, MEETINGS, SEMINARS AND TRAINING SESSIONS AS FOLLOWS:

and

C. AUTHORIZATION FOR MEMBERS OF THE BOARD TO ATTEND CONFERENCES, MEETINGS, SEMINARS AND TRAINING SESSIONS AS FOLLOWS:

None requested.

D. ACTION CALENDAR

1. Consideration and possible action to approve a Will Serve Letter for Commercial Development, Tentative Tract Map 14581 (50th St W & L-10 West Side) for Rooknipoor Car Wash.

On motion by Director Mercy, and second by Director Pierson, the motion to approve the Will Serve Letter is unanimously approved.

2. Consideration and possible action to approve FY2021 Financial Statements audited by Fedak & Brown.

On motion by Director Holtz, and second by Director Pierson, the Board unanimously approved the Audited Financial Statements FY2021.

3. Consideration and possible action to approve amended Mutual Response Agreement Antelope Valley Agencies, with Resolution 21-0916A, previously adopted September 16, 2021.

On motion by Director Mercy, and second by Director Pierson, the Board unanimously reapproves Resolution 21-0916A, with the one word change in the Mutual Response Agreement Antelope Valley Agencies, by unanimous vote.

4. Consideration and possible action to approve bid for tank inspection and cleaning
On motion by Director Pierson, and second by Director Holtz, the Board unanimously approved bid from Diving Services.

5. Consideration and possible action to move to Stage 2 of the Water Shortage Contingency Plan.
On motion by Director Mercy, and second by Director Holtz, the Board directs management to move to Stage 2 of the Water Shortage Contingency Plan.

6. Consideration and possible action to approve up to \$45000 towards the purchase of a used reach forklift.

On motion by Director Mercy, and second by Director Holtz, the Board unanimously approved a reach forklift purchase not to exceed \$45000.

8. INFORMATION ITEMS (Written reports included)

A. STAFF REPORTS

1. Report by Assistant General Manager
Brent Byrne
2. Report by General Manger
Chad Reed

B. REPORT BY DIRECTORS

Director Mercy attended another meeting of the Special District Association of Northern Los Angeles County. They have adopted Bylaws and set the next meeting.

C. REPORT BY ATTORNEY

None presented.

9. DIRECTOR REQUESTS FOR FUTURE AGENDA ITEMS

Action item to change the time of the Regular Board Meetings

10. CLOSED SESSION

A. Conference with Legal Counsel

1. Existing Litigation (Paragraph (1) of subdivision (d) of Section 54956.9)
 - a. Diamond Farming/Bolthouse Farms Case/LA County
2. Anticipated Litigation Significant exposure to litigation pursuant to paragraph (2) or (3) of subdivision (d) of Section 54956.9
 - a. Agreement KWHW:JHH.mh 12-10-59-6 of February 4, 1959.

B. Public Employee Performance/Discipline/Dismissal/Release

11. PUBLIC REPORT ON ACTION TAKEN IN CLOSED SESSION

No closed session to report on.

12. ADJOURNMENT

President Flick called for any other business. When none was presented, the meeting adjourned at 9:20 p.m.

Allen G. Flick, Sr., President

Attested: _____
Debi Pizzo, Board Secretary

Quartz Hill Water District
Check/Voucher Register
From 11/1/2021 Through 11/30/2021

<u>Document Date</u>	<u>Document Number</u>	<u>Payee</u>	<u>Document Amount</u>
11/18/2021	3032	BRENDY SOLEDAD-ALVARENGA	17.69
11/18/2021	3033	BRYAN BLACKWELL	16.71
11/18/2021	3034	MARIA F BUSTOS	87.12
11/18/2021	3035	CALIFORNIA PROFESSIONAL ENGINEERING, INC	1,064.30
11/18/2021	3036	ANTHONY CHATA	14.65
11/18/2021	3037	STEFANIE D'AGOSTINO	489.39
11/18/2021	3038	TERRY ERICKSON	4.72
11/18/2021	3039	ERIN M MORSE	8.57
11/18/2021	3040	WILSON MORRIS	2.20
11/18/2021	3041	AARON OAKDEN	123.87
11/18/2021	3042	DIANA WELCH	20.06
11/18/2021	3043	KIM RHOTEN	41.31
11/18/2021	3044	TERRY RICHARDS	134.58
11/18/2021	3045	CATHRINE L SIMNOWSKI	49.96
11/18/2021	3046	CRISTEL STORDAHL	40.50
11/18/2021	3047	JOHN SULLIVAN	12.61
11/18/2021	3048	PAUL TREMLIN	36.02
Report Total			2,164.26

Quartz Hill Water District
 Check/Voucher Register - CHECK REGISTER
 From 11/1/2021 Through 11/30/2021

<u>Document Date</u>	<u>Check Number</u>	<u>Payee</u>	<u>Check Amount</u>	<u>Spoiled</u>
11/18/2021	13536	ACWA JOINT POWERS INSURANCE AUTHORITY	25,847.94	No
11/18/2021	13537	AFSCME LOCAL 1902	501.24	No
11/18/2021	13538	Antelope Valley East Kern Water Agency	85,678.60	No
11/18/2021	13539	Antelope Valley East Kern Water Agency	63,261.45	No
11/18/2021	13540	Antelope Valley East Kern Water Agency	92.00	No
11/18/2021	13541	DataProse, Inc.	4,260.54	No
11/18/2021	13542	EIDE BAILLY LLP	7,000.00	No
11/18/2021	13543	LAYNE CHRISTENSEN COMPANY	5,849.91	No
11/18/2021	13544	Master Meter Systems	8,919.68	No
11/18/2021	13545	Michael K. Nunley & Associates, INC.	45.00	No
11/18/2021	13546	ROBERT D. NIEHAUS, INC	230.80	No
11/18/2021	13547	PUBLIC WATER AGENCIES GROUP	963.75	No
11/18/2021	13548	RBC Inc	3,425.40	No
11/18/2021	13548	RBC Inc	1,732.50	No
11/18/2021	13548	RBC Inc	2,587.20	No
11/18/2021	13549	Tesco Controls, Inc	10,500.00	No
Report Total			220,896.01	

Quartz Hill Water District
Cash Journal - Check Register
From 11/1/2021 Through 11/30/2021

1030 - Cash In
Bank (California
Bank & Trust)

Document Number	Effective Date	Transaction Description	Name	Journal Vouchers
01	11/1/2021	EDD 11.01.21 CA STATE UNEMPLOYMENT (EMPLOYER)		100.77
01	11/1/2021	EDD 11.01.21 SUTA PAYROLL TAXES		6.72
02	11/1/2021	BANKCARD USA-1015 NEW ACC DEPOSITS-NOV 2021		177.16
03	11/1/2021	SCE Power Well 14 (09.14 TO 10.13.21) SCE		401.66
04	11/1/2021	BANKCARD USA-GENERAL-NOV 2021		5,007.31
05	11/2/2021	AUTH.NET 1015 OCT TRANS-BATCHES NOV-FEE		14.70
06	11/2/2021	AUTH.NET GENERAL OCT TRANS-BATCHES NOV-FEE		300.50
07	11/2/2021	SCE Power (Opp Center) 0914 TO 10.13.21		1,380.37
08	11/9/2021	EDD 11.04.21 SIT PAYROLL TAXES		1,581.42
08	11/9/2021	EDD 11.04.21 SDI PAYROLL TAXES		348.21
09	11/9/2021	LINCOLN 11.04.21 PAYROLL		1,976.69
10	11/9/2021	CALPERS-PEPRA 11.04.21 PAYROLL		2,129.31
11	11/9/2021	CALPERS-CLASSIC 11.04.21 PAYROLL		5,054.75
12	11/10/2021	IRS 11.04.21 SOCIAL SECURITY-TAXES PAYROLL		4,320.90
12	11/10/2021	IRS 11.04.21 FIT PAYABLE-TAXES PAYROLL		4,310.40
12	11/10/2021	IRS 11.04.21 MEDICARE-TAXES PAYROLL		1,249.34
13	11/10/2021	SCE Power Multi (Ave M Pump) 08.31 to 09.30.21 SCE		175.37
14	11/10/2021	SCE Power Multi (well 5A) 09.01 to 10.03.21 SCE		4,683.18
14	11/10/2021	SCE Power Multi (Well 06) 09.28 to 10.27.21		4,151.02
14	11/10/2021	SCE Power Multi (Well 08) 09.28 to 10.27.21 SCE		2,045.40
14	11/10/2021	SCE Power Multi (well 5A) 09.01 to 10.03.21		1,937.99
14	11/10/2021	SCE Power Multi (Well 12) 09.28 to 10.27.21 SCE		1,840.12
14	11/10/2021	SCE Power Multi (Well 08) 08.27 to 09.27.21		1,323.29
14	11/10/2021	SCE Power Multi (Well 17) 09.14 to 10.13.21 SCE		1,182.15
14	11/10/2021	SCE Power Multi (Cal Prop) 09.01 to 10.03.21		830.32
14	11/10/2021	SCE Power Multi (Well 15) 09.29 to 10.28.21		761.58
14	11/10/2021	SCE Power Multi (Well 12) 08.27 to 09.27.21		645.90
14	11/10/2021	SCE Power Multi (Well 17) 09.14 to 10.13.21		496.76
14	11/10/2021	SCE Power Multi (Tanks on Hill) 09.01 to 10.03.21 SCE		121.88
14	11/10/2021	SCE Power Multi (Ave M Pump) 08.31 to 09.30.21		118.85
14	11/10/2021	SCE Power Multi (Forecast Pump) 09.23 to 10.24.21 SCE		114.40
14	11/10/2021	SCE Power Multi (Tanks on Hill) 09.01 to 10.03.21		81.22
14	11/10/2021	SCE Power Multi (turn out 50th) 09.01 to 10.03.21		33.16
14	11/10/2021	SCE Power Multi (M4 and 50th) 09.01 to 10.03.21 SCE		30.55
14	11/10/2021	SCE Power Multi (turn out 70th) 09.01 to 10.03.21 SCE		27.47
14	11/10/2021	SCE Power Multi (Forecast Pump) 09.23 to 10.24.21		19.24
14	11/10/2021	SCE Power Multi (turn out 70th) 09.01 to 10.03.21		8.78
14	11/10/2021	SCE Power Multi (M4 and 50th) 09.01 to 10.03.21		3.18
14	11/10/2021	SCE Power Multi (M4 and 50th) 08.03 to 08.31.21		2.18
15	11/16/2021	SCE Power Well 7 (09.28 to 10.27.21) SCE		1,535.64
16	11/16/2021	SCE Power Well 9 (09.28 to 10.27.21) SCE		1,547.42
17	11/19/2021	LINCOLN 11.18.21 PAYROLL		2,044.45
18	11/19/2021	CALPERS-PEPRA 11.18.21 PAYROLL		2,143.91
19	11/19/2021	CALPERS-CLASSIC 11.18.21 PAYROLL		5,048.04
20	11/22/2021	Cal Bank and Trust Analysis (Bank Fees) Oct 2021		2,343.20
21	11/23/2021	EDD 11.18.21 SIT PAYROLL TAXES		1,631.09

Quartz Hill Water District
Cash Journal - Check Register
From 11/1/2021 Through 11/30/2021

Document Number	Effective Date	Transaction Description	Name	Journal Vouchers
21	11/23/2021	EDD 11.18.21 SDI PAYROLL TAXES		350.65
22	11/23/2021	SO CAL GAS (OPERATIONS CENTER) 09.28 to 10.28.21		17.19
23	11/24/2021	IRS 11.18.21 FIT PAYABLE-TAXES PAYROLL		4,376.31
23	11/24/2021	IRS 11.18.21 SOCIAL SECURITY-TAXES PAYROLL		4,346.22
23	11/24/2021	IRS 11.18.21 MEDICARE-TAXES PAYROLL		<u>1,255.26</u>
			Report Total	75,633.58

Employee Training for Cla-Val class 2022

Class fee \$275/person

CVU-101 is an excellent choice for individuals who are new to the industry or as a refresher course for experienced Operators

About this event

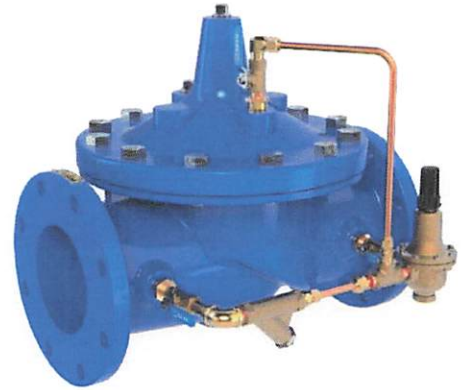
Developed specifically for Waterworks System Operations and Maintenance personnel, CVU-101 is an excellent choice for individuals who are new to the industry or as a refresher course for experienced Operators and Maintenance Personnel. This class focuses on basic valve operation along with hands-on training for various applications. **This course qualifies for 13 contact hours.**

Training Topics:

Maintenance, Repair, and Troubleshooting

- 90 Series Pressure Reducing Valves
- 50 Series Pressure Sustaining/Relief Valves
- 210 Series Altitude Valves
- 136 Series Solenoid Control Valves
- 124 Series Float Control Valves

This is a two-day course and includes lunches.



CLA-VAL UNIVERSITY

CVU-101
SCHEDULE-AT-A-GLANCE
+ details and tips

DAY 1

- 7:30 a.m. SHARP - Arrive Factory: Training Begins
- 3:30 p.m. Day 1 Training ends

DAY 2

- 7:00 a.m. SHARP
- 7:15 a.m. SHARP - Factory Tour Begins
- 3:30 p.m. Day 2 Training ends

IMPORTANT REMINDERS:

- Dress is business casual.
- Please wear closed-toe shoes.
- Refreshments for morning break and catered lunch to be provided by Cla-Val on Day 1 & 2

CVU See reverse side for map

CVU – where knowledge flows



RESOLUTION 21-1216A

**RESOLUTION TO CHANGE THE START TIME
AND DAY FOR REGULAR MONTHLY BOARD MEETINGS**

WHEREAS, the Board of Directors at QHWD have requested the start time for the public Board Meeting at Quartz Hill Water District to start at an alternate time and day, and

WHEREAS, the Board of Directors believe more public will be able to attend and stay for the duration of the meeting.

NOW, THEREFORE BE IT RESOLVED, that the Board of Directors of Quartz Hill Water District change the start time for Regular Board Meeting for Quartz Hill Water District to _____pm on the _____ of the month.

ADOPTED by the Board of the Quartz Hill Water District at a regular meeting held on the 16th day of December 2021, by the following vote:

AYES:

NOES:

ABSTAIN:

ABSENT:

President Allen G. Flick, Sr.

ATTEST:

Secretary Debi Pizzo



RESOLUTION 21-1216B

RESOLUTION TO AMEND POLICIES, PROCEDURES, RULES AND REGULATIONS 11.08 TO COLLECTION BY ASSIGNMENT TO A COLLECTION AGENCY TO PURSUE ON OUR BEHALF, BY SUIT, OR BY CLAIM OF LIEN to add OR COLLECTION AGENCY.

WHEREAS, water Code Section 31701.5 authorizes the Board of Directors to authorize placement of a lien on a property for unpaid charges and fees, and

WHEREAS, when the balance is below a certain threshold it is unlikely to see a LIEN or SUIT filed, and

WHEREAS, adding the option of a Collection Agency we expand the policy to include another avenue to recover outstanding funds, and

WHEREAS, uncollected revenue fall on other account holders.

NOW THEREFORE, the Board of Directors of Quartz Hill Water District resolves to **AMEND POLICIES, PROCEDURES, RULES AND REGULATIONS 11.08 TO COLLECTION BY ASSIGNMENT TO A COLLECTION AGENCY TO PURSUE ON OUR BEHALF, BY SUIT, OR BY CLAIM OF LIEN.**

ADOPTED by the Board of the Quartz Hill Water District at a regular meeting held on the 16th day of December 2021, by the following vote:

AYES:
NOES:
ABSTAIN:
ABSENT:

President Allen G. Flick, Sr.

ATTEST:

Secretary Debi Pizzo

STAFF REPORT

December 2021

To: President Flick and Board of Directors

From: Debi Pizzo

Subject: Policies, Procedures, Rules and Regulations

Article 11.08 Collection by Suit or by Claim of Lien

Recommendation:

Accept amended Policies, Procedures, Rules and Regulations to allow accounts to be sent to a Collection Agency for pursuit of outstanding balances.

Fiscal Impact:

Potential recovery of up to 70% of delinquencies on closed accounts and future delinquent accounts.

Background:

Currently, QHWD only opens water service for the Title Holder of a property. Historically, when delinquent customers were about to have their water shut off, they would make payment. In January 2020, SB998 went into effect but the full ramifications were not realized, because of the Pandemic hold on shutting off water.

Potential future increase of delinquent accounts:

The greatest potential for increased delinquencies is that if a customer is about to have their water shut off for nonpayment BEFORE THE WATER GOES OFF a renter may complete an application and open an account for service without having to pay the previous balance.

They will have to pay the new account deposit, and meet all other criteria for opening service, but instead of their Proof of Ownership, they must provide a copy of their Lease or Rental Agreement.

Without collecting these funds, the burden falls to all other rate payers through the budget.

Attachment: Existing policy

requesting such action shall pay such fees and costs as may be incurred by the District or as may be established by the Board.

11.06: ACCEPTANCE OF GRANT DEEDS AND EASEMENTS

The Manager is authorized and directed by the Board to accept and consent to the recording of grant deeds and grants of easements to the District.

11.07: RELOCATION ASSISTANCE LAW

The District has adopted rules and regulations implementing payments and administering relocation assistance as mandated by state law, and incorporates those rules and regulations herein. The District Rules and Regulations Implementing the Relocation Assistance Law are attached hereto as Appendix H.

11.08: COLLECTION BY SUIT OR BY CLAIM OF LIEN

A. Suit and Attorney's Fees: All unpaid rates and charges and penalties herein provided may be collected by suit. Defendant shall pay reasonable attorney's fees and all costs of suit in the event suit is instituted by the District to collect any rates or charges.

B. Claim of Lien: Unpaid charges for water or other services may, at the discretion of the District, be secured by filing in the Office of the County Recorder of any county, a certificate specifying the amount of such charges, and the name and address of the person liable therefore.

ARTICLE 12: ANNEXATION TO THE DISTRICT

The following conditions pertain to annexation of land, upon approval by the Board of the proposed annexation and compliance with statutory provisions prior thereto:

12.01: CHARGES FOR ANNEXATION

The owners of land hereafter annexed to the District shall pay all costs incurred by the District in conjunction with the annexation, including attorney's fees, in addition to any other charges imposed by law, and shall also pay any assessments levied by the District since its inception, which would have been levied against the property to be annexed had it been within the District boundaries at the time of the assessment, and which the District is authorized by law to impose.

Policy
POL-11.08

Effective Date:12-17-2021
Approved by Resolution 21-1216B

Replaces Policy 11.08

SUBJECT: COLLECTION OF UNPAID BALANCES

POL-11.08 COLLECTION BY ASSIGNMENT TO A COLLECTION AGENCY TO PURSUE BALANCE ON OUR BEHALF, BY SUIT, OR BY CLAIM OF LIEN.

Accounts that have an outstanding unpaid bill, which remains unpaid for 60 days may be subject to the any of the following at the discretion of the District.

1. Assignment to a Collection Agency to pursue the outstanding balance on our behalf.
2. Suit and Attorney's Fees: All unpaid rates, charges and penalties may be collected by suit. Defendant shall pay reasonable attorney's fees and all costs of suit in the event suit is initiated by the District to collect any rates or charges.
3. Claim of Lien: Unpaid charges for water and other services may, at the discretion of the District, be secured by filing a lien in the Office of the County Recorder of any county, a certificate specifying the amount of such charges, and the name and address of the person liable.



AGREEMENT BY AND BETWEEN ANTELOPE VALLEY-EAST KERN WATER AGENCY (“AVEK”), LOS ANGELES COUNTY WATERWORKS DISTRICT NO. 40 (“DISTRICT”) AND QUARTZ HILL WATER DISTRICT (“QUARTZ HILL”) PROVIDING FOR THE WHEELING OF AVEK WATER THROUGH DISTRICT’S TRANSMISSION SYSTEM IN ORDER TO PROVIDE WATER SERVICE TO QUARTZ HILL

A. Recitals.

(i) During years when adequate supplies are not available to Quartz Hill (i.e., during dry years and interruptions in service) Quartz Hill requires access to a supplemental source of water.

(ii) Quartz Hill has requested AVEK to provide supplemental service to Quartz Hill.

(iii) AVEK has the ability to deliver the supplemental imported water supply to Quartz Hill directly through AVEK’s Quartz Hill Water Treatment Plant (“QHWTP”), but desires to supply Quartz Hill recovered stored imported water supplies due to the low allocation of AVEK’s Table A supply.

(iv) AVEK and Quartz Hill request DISTRICT allow AVEK to wheel water through DISTRICT’s transmission system.

(iv) DISTRICT agrees to assist AVEK and Quartz Hill to move water (hereafter “wheel” or “wheeling”) through DISTRICT’s transmission system solely until such time there is sufficient Table A supplies or the completion of AVEK’s SNIP Phase II Project, to the extent that such transmission of water will not interfere with DISTRICT’s operation, or ability to provide services to DISTRICT’s customers or to address water quality concerns or issues.

(iii) This Agreement contains the terms upon which the water wheeling agreement provided for herein will occur.

B. Agreement.

NOW, THEREFORE, the parties hereto agree as follows:

1. Commencing effective upon execution of this agreement and continuing until the earlier of: (a) sufficient imported water supplies are available to AVEK as determined solely by AVEK utilizing reasonable discretion; (b) termination by DISTRICT as set forth in Paragraph 7 below; or (c) when AVEK is able to deliver water to Quartz Hill through infrastructure provided by the SNIP Phase II Project, DISTRICT shall permit AVEK to wheel water through DISTRICT’s transmission system in order to deliver water to Quartz Hill. When the need for such wheeling occurs, Quartz Hill’s staff shall

simultaneously request in writing to the designated staff person at both AVEK and DISTRICT that wheeling begin. The request shall specify the total expected amount of water, peak flow and the dates when the service is required. Upon approval of this Agreement by all parties hereto, the General Manager of each party shall inform the other two parties of the designated staff person selected to implement this Agreement and the contact information for that designated staff person.

2. Quartz Hill will have no more than maximum of 1500 gallons per minute continuously available from AVEK pursuant to this Agreement. In no event, however, will deliveries exceed an average of 6.6 acre feet per day during any two month period.

3. The water wheeled pursuant to this Agreement will be recovered from stored imported water and will be delivered by AVEK to DISTRICT through an existing connection at 80th Street West and Avenue H. That water then will be transmitted through to DISTRICT's system and then be delivered to Quartz Hill at a primary Quartz Hill turnout at 47th Street West and Avenue K.

4. Quartz Hill will pay all costs of the necessity to cause the water delivered at the primary turnout to be lifted up two pressure zones for its use. AVEK will reduce Quartz Hill's bill by \$100.00 per acre-foot for water delivered to Quartz Hill at the Avenue K and 47th Street West turnout.. Quartz Hill's obligation to pay costs to lift the water shall survive termination of this Agreement.

5. AVEK will read the two meters at the two turnouts (80th Street West and Avenue H, and 47th Street West and Avenue K) to be used and will bill DISTRICT and Quartz Hill based on the amount ultimately used for beneficial use by each entity. AVEK will provide all of that water at AVEK's M&I rate in effect when any of such water is delivered. That water service also shall be in accord with and governed by AVEK's Rules and Regulations in effect when such water is delivered. Quartz Hill shall install new meter at 45th Street West and Avenue K and ensure meter readings are accurate. Any inaccuracy or ambiguity in meter readings shall be construed against AVEK and Quartz Hill.

6. By allowing AVEK and Quartz Hill to use DISTRICT's transmission system to wheel water from AVEK to Quartz Hill, the Parties acknowledge that the DISTRICT is not: (a) agreeing to pay any money owed by Quartz Hill to AVEK; (b) agreeing to accept delivery of water not requested by either DISTRICT or Quartz Hill; and/or (c) guaranteeing the quality of the water wheeled and delivered.

7. DISTRICT may terminate this Agreement at any time, with or without cause, by giving notice in writing to AVEK and Quartz Hill at least 5 calendar days before the termination. In lieu of terminating this Agreement, DISTRICT may temporarily and unilaterally suspend the wheeling of water to Quartz Hill at any time and for any duration if DISTRICT determines in its sole discretion that wheeling of water would: (a)

negatively impact its operation, services, or customers; (b) impact in any way DISTRICT's ability to meet the water needs of its customers; or (c) impact DISTRICT's ability to address water quality issues or concerns. DISTRICT's request to temporarily suspend the wheeling of water shall be effective immediately.

8. Quartz Hill, its successors and assigns, and AVEK, its successors and assigns (collectively, the "Indemnitors"), shall jointly and severally hold harmless, defend and indemnify DISTRICT, its officials, employees, agents, members, successors and assigns (all of which are herein referred to as the "DISTRICT Indemnified Parties") from and against all liabilities, obligations, claims, damages, losses, actions, judgments, suits, costs and expenses, including but not limited to reasonable attorneys' fees (collectively, "Damages"), which may be imposed on, incurred by, or asserted against DISTRICT Indemnified Parties as a result of wheeling of water to Quartz Hill using DISTRICT's transmission system. Notwithstanding the foregoing, in no event shall the Indemnitors be liable to indemnify a DISTRICT Indemnified Party for any Damages resulting from the negligence or willful misconduct of a DISTRICT Indemnified Party. This indemnification shall survive termination of the Agreement.

9. Nothing in this Agreement alters or modifies any existing agreement(s) between DISTRICT and AVEK or shall be used by any Party as precedent for any future agreement.

10. The Parties understand that DISTRICT and Quartz Hill will generate return flow credits based on the amount delivered to both parties by AVEK hereunder. AVEK will report the amount of water so delivered to the Watermaster managing the Antelope Valley Groundwater Basin to provide for the calculation of return flow credits as AVEK currently does each year for its customers who are entitled to return flows. Nothing in this Agreement alters the Parties' right to Produce Imported Water Return Flows as set forth in the judgement in the action entitled Antelope Valley Groundwater Cases (Judicial Council Coordination Proceeding No. 4408; Santa Clara County Case No. 1-05-CV-049053).

IN WITNESS WHEREOF, the parties hereto have executed this Agreement on the dates stated below.

Dated: _____

ANTELOPE VALLEY-EAST KERN WATER AGENCY

By: _____

Dated: _____

QUARTZ HILL WATER DISTRICT

By: _____

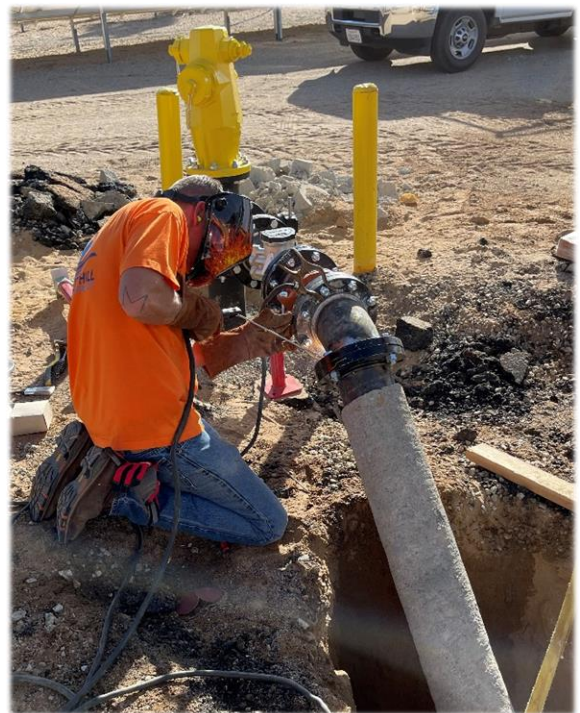
Dated: _____

LOS ANGELES COUNTY WATERWORK DISTRICT NO.
40

By: _____

1. Quartz Hill Water District and Los Angeles County Water Works Interties

- a. The plumbing for the intertie is **complete** and ready to operate. District staff completed the installation without any issues and did a professional install. This was also a good project for newer staff to gain training opportunities. An initial test run resulted in approximately 1500 gallons per minute capacity served from LACWW to QHWD.
- b. Management has been working with LACWW and AVEK staff to finalize the document needed between all parties to ensure each entity is made whole.



CORE VALUES

VISION • RESPECT • INTEGRITY • EXCELLENCE • LEGACY

2. Well 8

The next phase which will include wire brushing of the louvered section (screen), bailing out the extra sediment and gravel, and a video inspection has been approved through the emergency directives provided by the Board President at the time of the incident. This Well provides essential water production for the customers of the District and staff understands the criticalness to get this Well back online. The cost for this phase is \$8,600. Please see attached approved quote. These prices are consistent with typical maintenance performed by Bakersfield Well and Pump or competitors. Management reviewed these numbers to ensure completeness.



operating cost to a minimum which help stabilize/reduce rates.



3. Leaks

Field staff continues to replace leaking service lines promptly, minimizing loss water and the interruption of an essential service to customers. After business hours leaks have been frequent and responded to swiftly by field staff. These savings keep



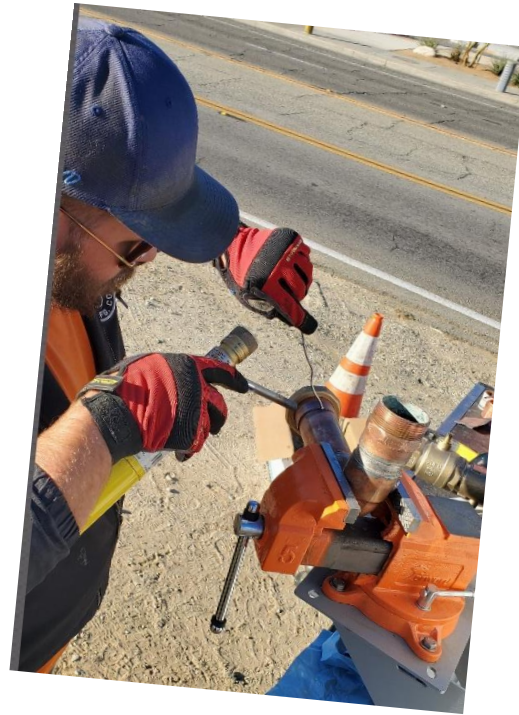
4. Mainline Valve replacement

QHWD Field crews are replacing mainline valves ranging in size from 6"-12", which have failed to operate due to age. Failed valves create water quality issues along with the inability to isolate certain sections of mainline. The inability to isolate specific sections of mainlines result in the field crews having to involve further streets and mainline, resulting in unnecessary interruptions for customers and extra loss water for flushing.



5. Backflow devices

Serviceman Mr. Zollinger (pictured below) is replacing a District backflow device. These devices are required by the State Water Board for irrigation and commercial accounts to prevent the possibility of "backflow" (a condition where a loss of pressure in the distribution system could pull unwanted contaminants from the customer side of the meter back into the distribution system). Nice job!



6. Water Levels

Monthly monitoring of the district owned ground water levels continues. These levels are currently stable and on par with historical averages. Proactive ground water management is a priority of the district commitment to preserving long term reliable sources.

7. Water Availability

Monitoring of State water supply, ground water supply, conservation cutbacks, and other available water resources continue to be a priority of management. It appears we are in for some challenging times ahead with the little rain fall California has had this past year.

Thank you,

Brent Byrne

Assistant General Manager



Bakersfield Well & Pump Co.
7212 Fruitvale Avenue
Bakersfield, CA 93308

To: Quartz Hill Water District
421141 50th St. West
Quartz Hill, CA 93536
Attn: Chad / Brent
Ph: (661) 810-0381

Quote
12/8/2021

Proposal

PO #

Job Description: Brush & Bail Well @ Well # 8

Item #	Bid Item Description	Qty	Units	Unit Bid Price	Qty This Period	Period Total	Qty to Date	Total to Date
1	Mob / Demob	1	EA	\$ 1,500.00	1	\$ 1,500.00	1	\$ 1,500.00
2	Scratch and Bail	16	HRS	\$ 350.00	16	\$ 5,600.00	16	\$ 5,600.00
3	Video Well	1	EA	\$ 1,500.00	1	\$ 1,500.00	1	\$ 1,500.00

TOTALS

\$ 8,600.00

\$ 8,600.00

Prepared By:

Kirik McKindley

12/8/21
Date

Approved By:

Chad Reed / Brent Byrne

12/8/2021
Date

	Total To Date
Amount Earned	\$ 8,600.00
Amount Retained @ 10%	
Previous Billing(s)	
Total Due	\$ 8,600.00

Dear Directors,

Merry Christmas and I hope you all have a wonderful holiday and New Year. With the Department of Water Resources releasing 0% Table A (No Allocation) and focusing on Health and Safety water (<https://water.ca.gov/News/News-Releases/2021/Dec-21/SWP-December-Allocation>), the Water supply and availability will be our largest concern facing QHWD for 2022 and 2023. Since the Governors drought declaration on October 19th, no new information has come directly from the Governor’s office.

The intertie that will allow us to receive water from the Antelope Valley East Kern West Water Bank (Water Bank) is completed and has been flow tested. At this time, we are only waiting on all of the Boards/Supervisors to adopt the wheeling agreement. The complete breakdown of the intertie and ramifications are detailed below in the “Water Supply” section.

Updates on Well 8 status and project are included in the Special Projects sections of this report.

Arrearages Update

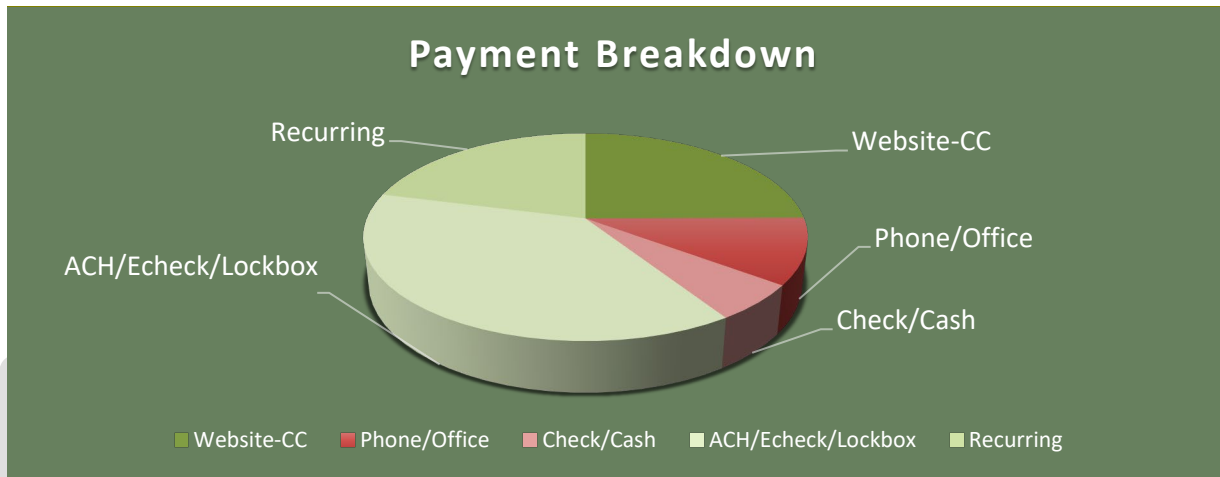
After filling out the Arrearages survey in August the State developed the rules for the distribution of the monies and requested more information. The rest of the requested information was gathered, and the staff went account by account to remove all paid customers and then submitted the final request. Upon submission of the report the Water Board staff informed us that they were 4-5 weeks behind in processing arrearages payments. Final payment amounts are included in the table below after all data was validated and customers that paid were removed.

Description	Quantity
Qualified Residential Accounts in the report	124
Total Reimbursable monies from these customers	\$48,225.56
Reimbursable Administrative Cost	\$1,446.77
Total Payment Request	\$49,672.33

COVID-19 Update

- No new cases with staff
- Covid-19 Prevention Protocol has stayed consistent over the past few weeks.

- The following graphic and table have been prepared to show how foot traffic and payment methods are tracking for the year. Only the red pieces of the pie are customers that either came into the office, called, or used the parking lot drop box.



Method	Quantity	Percent	Total \$ Amounts	Per Transaction \$ Amount
Website-CC	29,458.00	25%	\$ 2,992,365.77	\$ 101.58
Phone/Office CC	11,300.00	10%	\$ 1,182,882.62	\$ 104.68
Check/Cash	7,768.00	7%	\$ 1,085,474.00	\$ 139.74
ACH/Echeck/Lockbox	45,182.00	38%	\$ 5,153,381.73	\$ 114.06
Recurring	25,225.00	21%	\$ 2,076,373.44	\$ 82.31

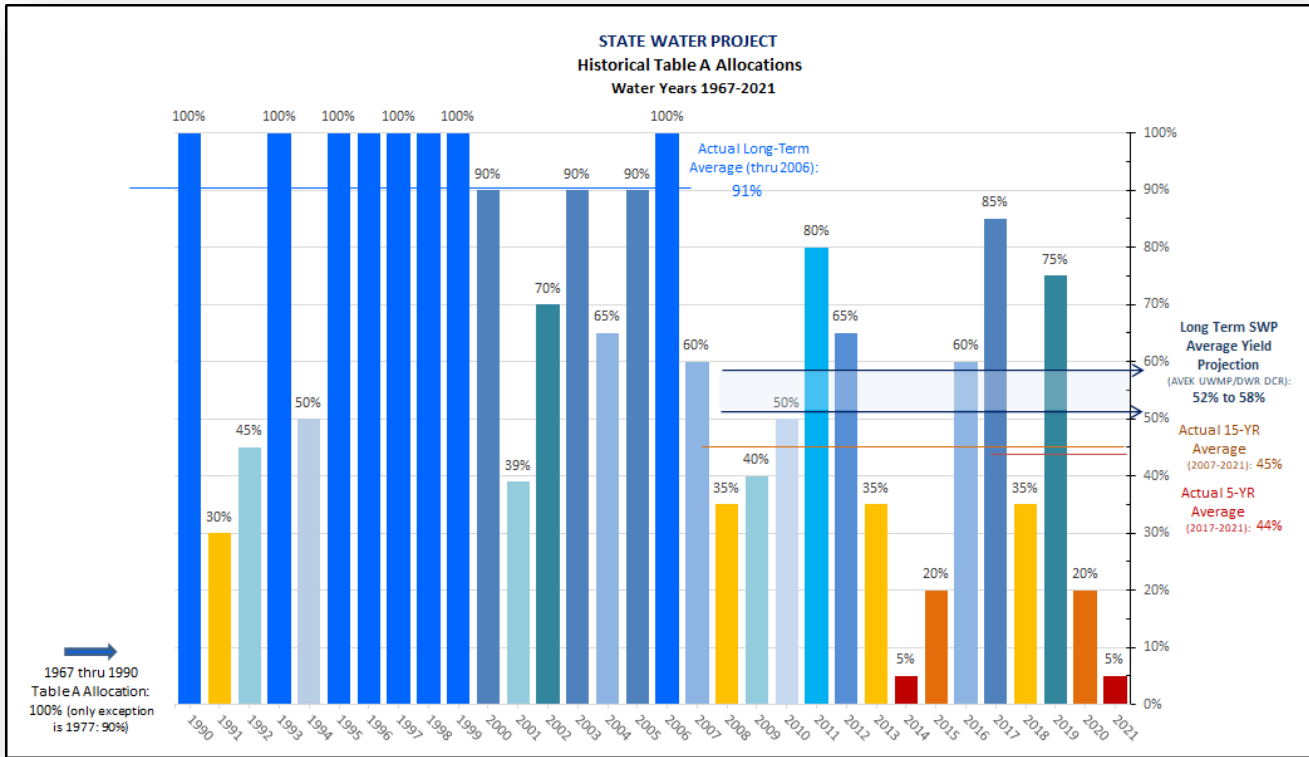
Special Projects

Well 8

Patches for the Well have been installed and we are currently waiting on materials to re-equip the Well. The approved emergency bid was included in AGM report. Slated to be installed TBA

American Water Infrastructure Act (AWIA)

The Emergency Response Plan will be submitted on the 27th of December.



Water Supply

Allocations/Drought

Reliability of water and AV Resilience

Figure 1 Historical Table A Allocations, provided by AVEK staff showing the changes in reliability since 2006 environmental decisions

The availability of State Water Project has varied greatly over the nearly 50 years it has been available. During the first 34 years reliability was nearly 100% with only one year not being 100%. However, starting to 2006 the reliability vastly changed with a series of court ordered changes commonly referred to as the “environmental decisions” or Delta Smelt protection orders that occurred during 2006. As shown in the table above, this single act has taken the reliability from high 80% to 52-58% and has continued to fall for the past decade. Fortunately,

AVEK reacted quickly and started procuring land to create the valley's first valley wide water bank. The water bank has acted like a shock absorber on a car and smoothed out the large variations from year to year. The water bank does this by banking water during wet years and recovering it during dry years. AVEK has stored nearly 70K acft of water in the AV basin for this drought. The purchased water is spread over the ground and allowed to percolate through the soil column to the water table. Once in the aquifer the water is effectively stored with no Evapotranspiration (ET) loss and simply waits till it is needed. Once the water is needed, AVEK can recover this water through a series of wells along the East side of the bank. Since this water bank is on 140th West, several miles of transmission mains were constructed and still need to be constructed to return this water to the customer in Lancaster and Palmdale. These transmission mains have a dual purpose. The first was already stated, move the water from the bank to the end customers. The second purpose is much more complex and extremely important to the basin and ensures compliance with the adjudication.

During phase three of the trial the judge ruled that there was continuity between the subbasins however, these subbasins were connected to form the entire basin. Since these basins exhibited continuity if one basin was over drafted it would affect the other basin, so the physical stipulation (Settlement Agreement) states that the Watermaster can stop pumping in specific basins to safeguard the entire basin. Historically, (last 20 years) the Lancaster Subbasin has been over drafted, and many have feared that the Watermaster could potentially stop pumping in this subbasin, this is where all of our wells are located. The wells that are associated with this waterbank are in a different subbasin. If additional wells were installed along the transmission route this would spread out the impact on any specific subbasin and avoid the extremely problematic solution of stopping pumping in the Lancaster Subbasin. QHWD has spent considerable resources in the past trying to locate land that has sufficient supplies of water for well production, however with this transmission line and our turnout on this line many more miles of transmission mains have been made available to QHWD as a resource. AVEK's proposal suggests that all additional wells will be installed with a cost sharing approach to supply additional supplemental water to the Valley residents.

What is SNIP Phase II

In the previous section, the transmission lines that were referenced were the South North intertie Project (SNIP). Since this project was so large it was split into two parts, phase I and phase II. Phase I of this project was completed nearly a decade ago where piping and a booster station were installed from the Westside Water Bank to the Rosamond water treatment plant.

However, due to rising cost the phase II portion of this project was put on hold. As we all know this drought has required AVEK to perform operations in a non-traditional method and serve water from the Westside Water Bank in-lieu of serving water from the California aqueduct.

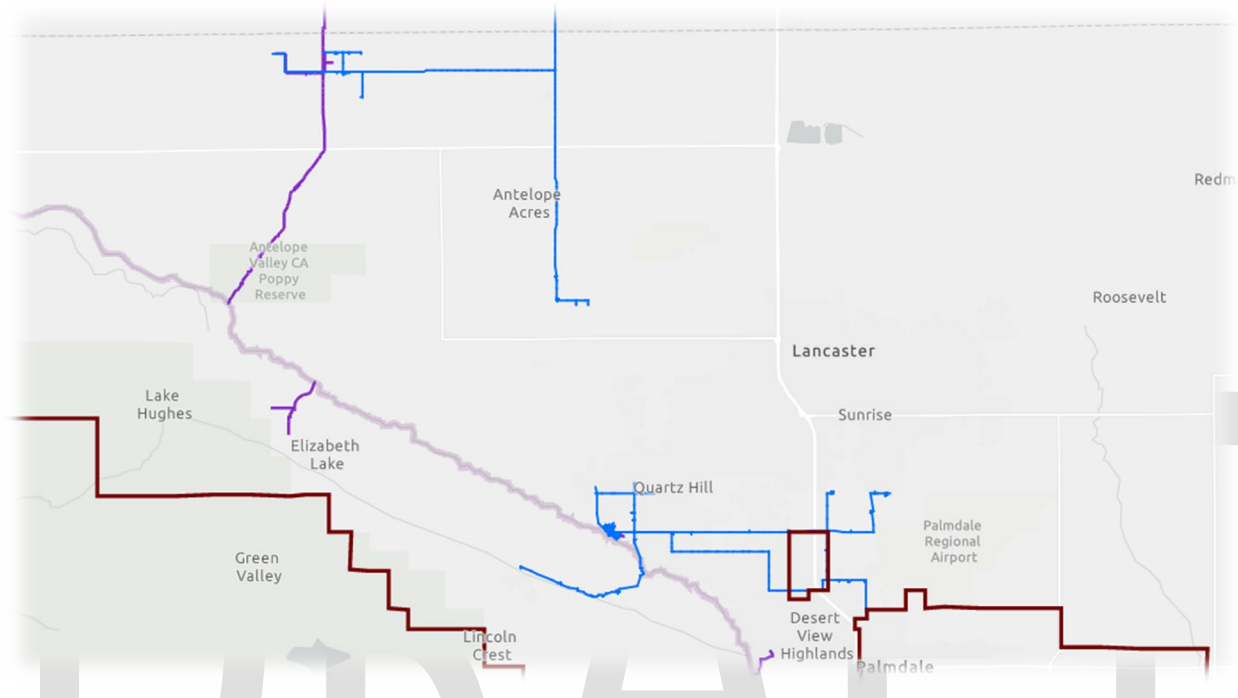


Figure 2 Diagram provided by AVEK highlighted in red the path of the Phase II SNIP

The phase II project is slated to cost AVEK approximately \$50 million to construct the nearly 8.5 miles of pipe (Shown in red above) and booster station that will be able to boost water over 400' to the Quartz Hill Treatment Plant. Once this is complete the Westside Water Bank will be able to serve water directly to QHWD and most of their customers along the south side of the Valley. Till this project is complete QHWD cannot receive water directly from the Westside Water Bank. Instead QHWD is forced to be dependent on LACWWD40 to wheel a portion of this water to QHWD.

Stage II and interties

REPRINTED FROM LAST MONTH

As noted above, the Governor has issued a statewide drought with voluntary reduction. The State of Emergency would naturally make QHWD staff look at the Water Shortage Contingency Plan (Plan) and determine the appropriate Stage of Drought. However, this proclamation left the 15% reduction voluntary. As we know, the plan's stage 2 requirements are "Reserve production capability of 20% above the maximum daily demand representing "Slightly Restricted" water supply conditions with "Mandatory compliance" with water savings measures". Since the plan calls for "mandatory compliance" and the proclamation is voluntary, this would normally take this out of consideration. However, we know we need to

conserve water due to the abnormally low Table A allocations. Since this is a political decision, we will leave it for the Board of Directors. Just to ensure we understand the ramifications of Stage 2, the following parameters are associated with Stage 2:

- Bill staffers will be distributed to all shareholders that inform of the Stage 2 status and mandatory water shortage response actions. The Stage 2 water shortage response actions will be included in the newsletter and posted on the District’s website (Page 169 of Urban Water Management Plan).
- Landscape – Restrict or prohibit runoff from landscape irrigation (Page 162 Urban Water Management Plan)
- No Fiscal Impact (Page 171 Urban Water Management Plan)

QHWD staff has continued to meet with both AVEK and District 40 about the upcoming year and the potential zero Table A allocation (water coming down the aqueduct associated with the State Water project). Since there is plenty of water in the AVEK Westside Water Bank (approximately 140th West), QHWD staff has continued to exam all potential ways to receive this water due to the critical missing piece addressed above (Phase II SNIP). To work around this problem, QHWD has worked with District 40 to wheel (move) water through their system and

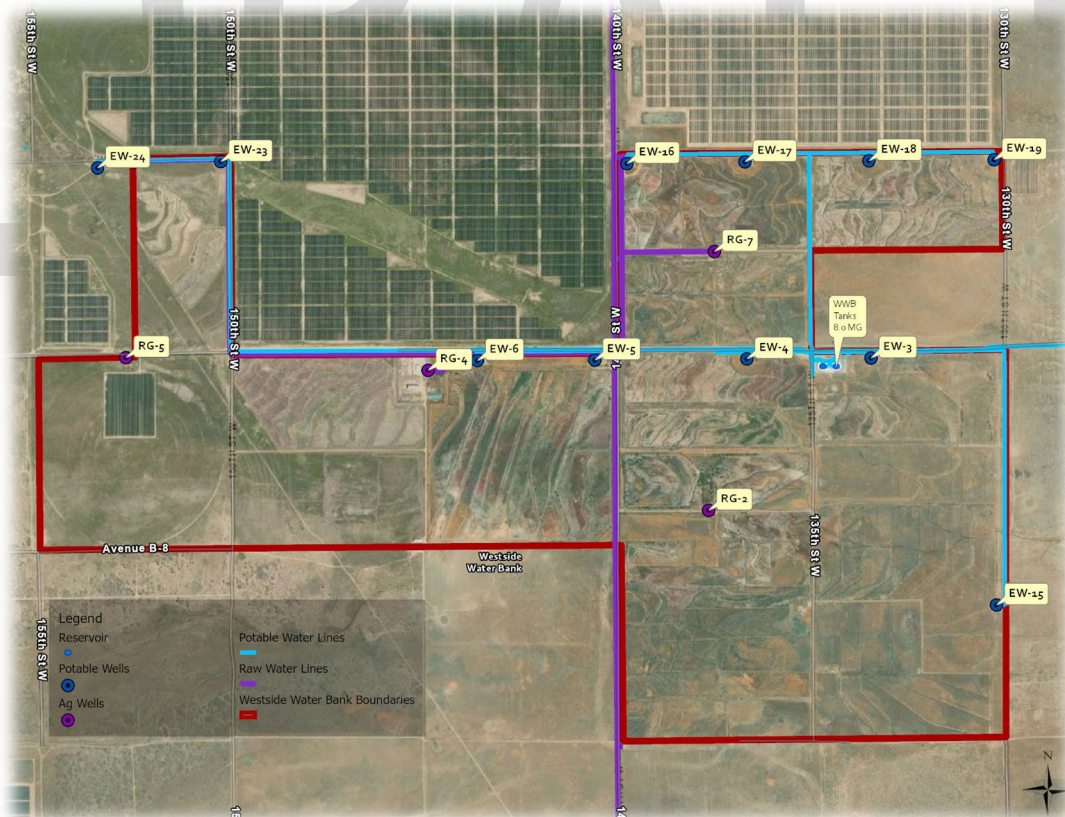


Figure 3 Map of AVEK Westside Water Bank

deliver it to our system through district interties. We were told that AVEK and District 40 should have the agreement approved by the Board/Supervisor on January 11th, if this comes to be we will be ready to receive water on the 12th.

Current Water Situation

The Governor's office and Water Boards are continuing to meet to assess the quantity of water that will be delivered under the "Health and Safety" title. Again, this is a new term, typically we would refer to this water as tier 1 indoor water allotment. Since nothing is official yet, we can only speculate on the quantities of this water we have heard rumors that it should be around 20K acft; however, a normal year of demands for AVEK is 45-50K acft . AVEK staff is still telling us that the shortfall will be addressed by the water AVEK has banked in the AVEK Westside Water Bank over the past few years (QHWD banked water has not been discussed yet).

AVEK staff has continued to indicate that they are going to pay for all materials for the two interties, QHWD forwarded the invoices to AVEK and is currently awaiting reimbursement.

As reported last month, QHWD's water portfolio includes water banked in the AVEK Westside Water Bank, owned and operated by AVEK. Another aspect of the water portfolio is the surplus entitlement banked over the last several years in the AV basin through the Watermaster. Currently, it is too early to make a final game plan. However, QHWD will notice AVEK during the fall of this year of the potential to recover our water parked in the far west side of the basin, if we believe the shortfall will affect our customers.

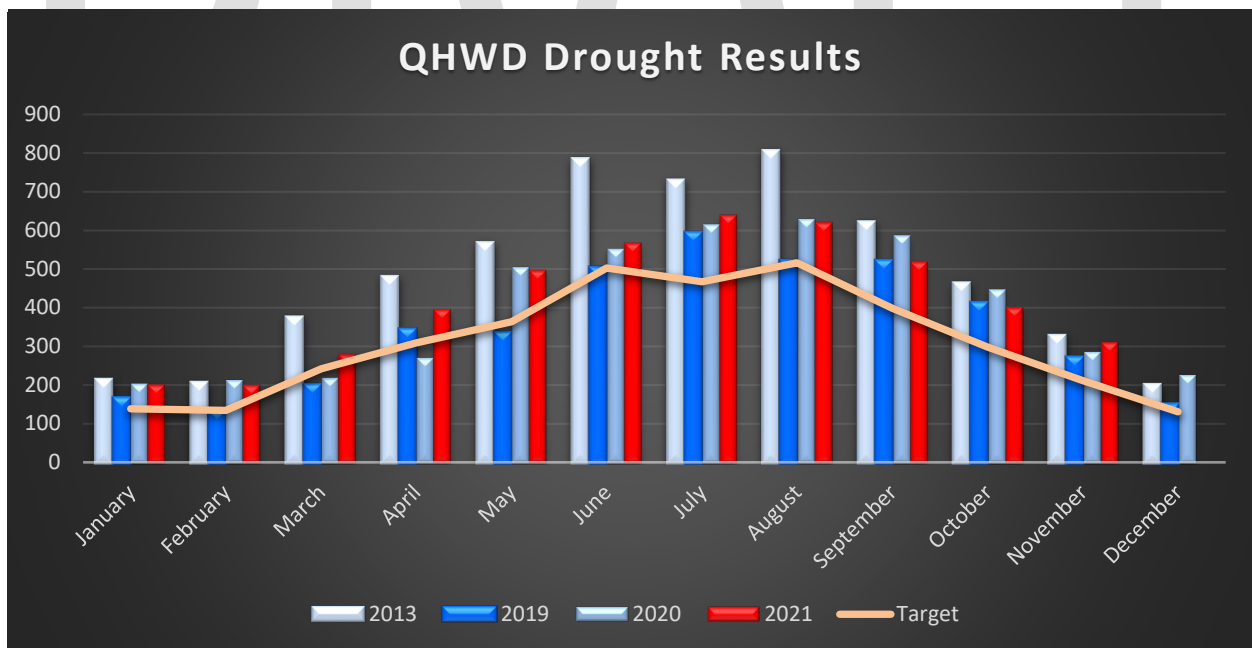
As shown in figure 9 below, State Water Project reservoirs are still tracking significantly lower than average for this time of the year. The demand for October 2021 was slightly lower than the 2013 baseline and higher than last year detailed in the table below. The demand was 3.4mgd for November and 4.2mgd for October.

- R-GPCD for 2013 Jan 109.8 R-GPCD
- R-GPCD for 2020 Nov 150.6 R-GPCD
- R-GPCD for 2021 Nov 163.4 R-GPCD

Month	Monthly usage 18/19	Usage '13	R-GCPD	R-GCPD '13	% Diff
November	287.91	330.87	150.58	173.0	13%
December	227.54	204.19	115.17	103.3	-11%
January	202.89	217.01	102.69	109.8	7%
February	201.89	209.75	109.23	113.5	4%
March	280.86	377.9	142.15	191.3	26%
April	396.5	482.39	207.37	252.3	18%
May	497.81	598.62	251.96	303.0	17%
June	567.94	785.26	297.04	410.7	28%
July	640.3	730.52	324.08	369.7	12%
August	621.18	806.49	314.40	408.2	23%
September	519.82	622.96	271.87	325.8	17%
October	401.83	465.66	203.38	235.7	14%
November	312.44	330.87	163.41	173.0	6%
Total	8430.61	5831.62	207.49	248.62	14%

Drought Report

Residential



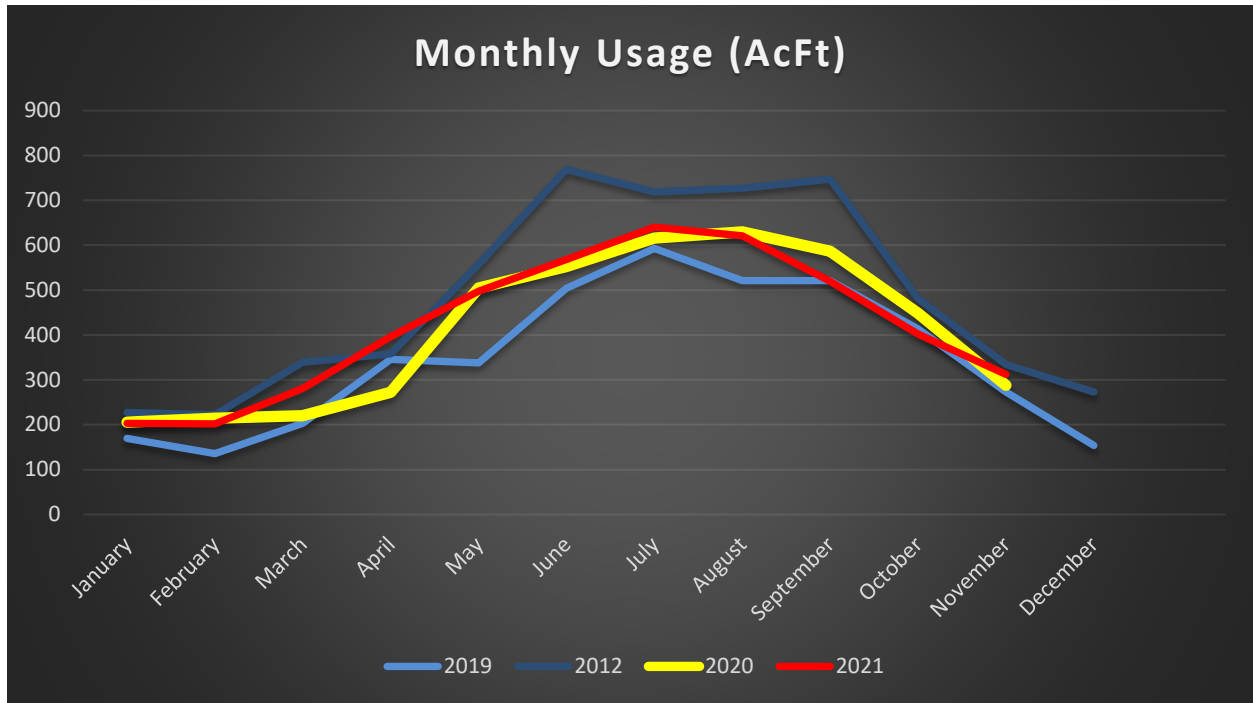


Figure 3 QHWD Year over year data produced from well meter reads and SCADA reads for state water imported.

Average monthly residential gallons per capita daily (R-GPCD)

Region Type

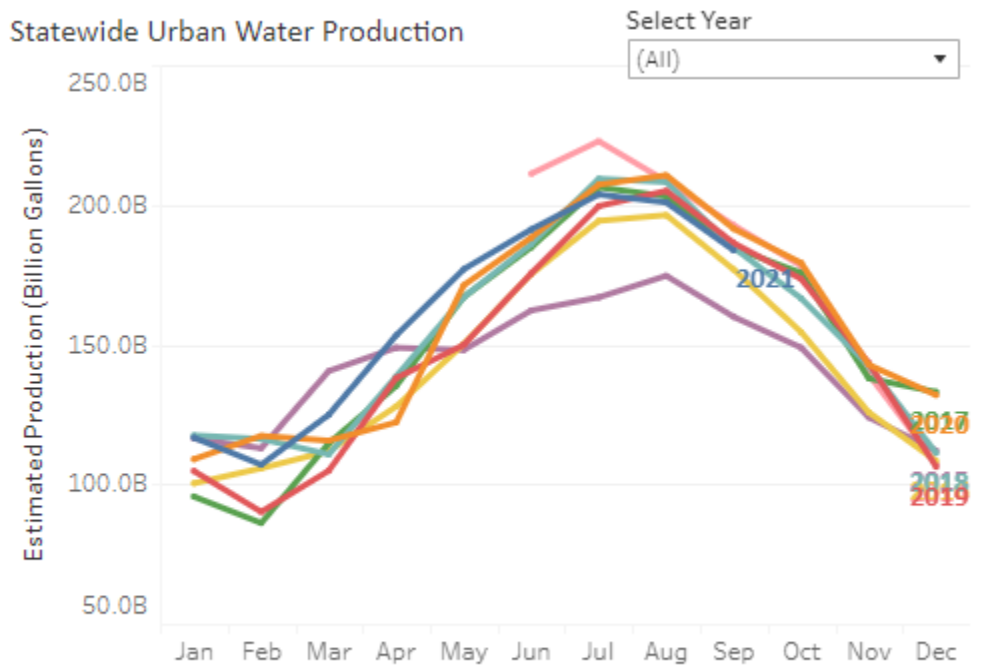
Hydrologic Region

Select Month

September

Region	2014	2015	2016	2017	2018	2019	2020	2021
Central Coast	89	75	77	81	81	84	87	85
Colorado River	185	162	182	187	198	193	211	214
North Coast	84	73	82	85	77	85	88	71
North Lahontan	127	113	128	115	132	119	134	125
Sacramento River	163	142	162	175	151	156	172	163
San Francisco Bay	84	71	78	86	81	83	84	77
San Joaquin River	156	123	131	141	144	143	147	140
South Coast	111	88	95	98	99	98	105	100
South Lahontan	158	130	147	148	142	141	156	147
Tulare Lake	179	149	176	177	175	178	175	172
Statewide	117	96	105	110	107	108	115	109

Figure 4 Show the Statewide Average Gallons per Capita Daily, Graphic Taken from: https://www.waterboards.ca.gov/water_issues/programs/conservation_portal/conservation_reporting.html



Estimated total production is obtained by substituting the most recent corresponding monthly total production into missing reports.

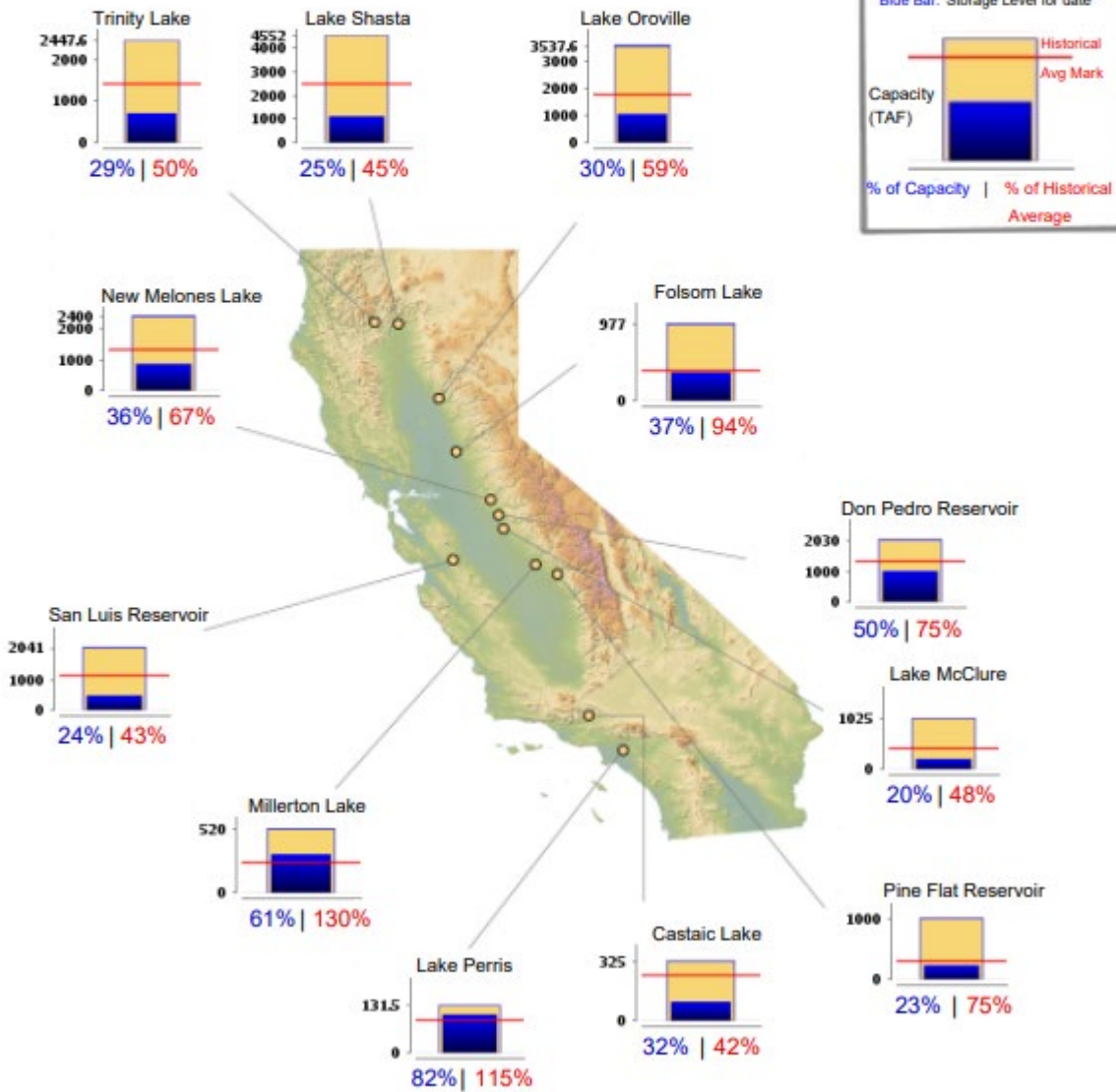
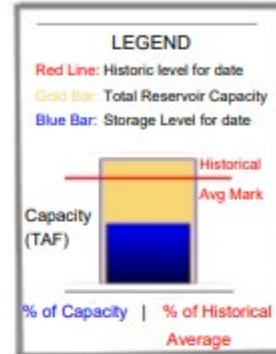
Figure 5 Water produced throughout the State has been slowly creeping back up to historical norms, with the District tracking close to 20% reduction over the past year compared to 2013. (graphic taken from: https://www.waterboards.ca.gov/water_issues/programs/conservation_portal/conservation_reporting.html)



CURRENT RESERVOIR CONDITIONS

SELECTED WATER SUPPLY RESERVOIRS

Midnight: December 8, 2021



Income/Expense Report

Monthly Budget and Expenditures

After the first quarter of FY 22 the revenues are tracking normally. During the month of October, the revenues are anticipated to be \$505,116 and the total budgeted revenue for the year is \$6,486,440.

The expenses for the month of October were higher than normal due to the Bond payment hitting this month however they were on par when this is considered.

The capital improvements projects are proceeding on budget and the ancillary projects associated with the capital improvement are also tracking on budget.

(During previous BOD meeting the BOD has authorized the GM to move monies among different categories within the budget, if the bottom line does not change.)

Quartz Hill Water District
Statement of Revenues and Expenditures
From 10/1/2021 Through 10/31/2021

	<u>Current Month</u>	<u>Year to Date</u>	<u>Budget</u>	Remaining
Revenues	505,116.27	2,624,401.85	6,486,440.00	(3,862,038.15)
Expenses	624,275.97	2,194,449.88	4,571,372.96	2,376,923.08
Net Income (Loss) Subtotal	<u>(119,159.70)</u>	<u>429,951.97</u>	<u>1,915,067.04</u>	(1,485,115.07)
Professional Services-Other	17,730.80	39,800.79	75,000.00	35,199.21
Non-Cash Operating Expenses	75,624.95	302,936.18	1,100,395.00	797,458.82
Net Income (Loss) Total	<u><u>(212,515.45)</u></u>	<u><u>87,215.00</u></u>	<u><u>739,672.04</u></u>	(652,457.04)

FY '21 Financial Tracking



Quartz Hill Water District
Statement of Revenues and Expenditures
From 10/1/2021 Through 10/31/2021

	<u>Current Month</u>	<u>Year to Date</u>	<u>YTD Budget - Original</u>	<u>YTD Budget Variance - Original</u>
Revenues				
Residential Service	168,369.22	673,289.59	2,042,896.00	(1,369,606.41)
Residential Usage	267,827.67	1,514,320.90	2,733,063.00	(1,218,742.10)
Non-Residential Services	12,482.01	49,659.77	151,141.00	(101,481.23)
Non-Residential Usage	48,515.92	304,712.55	599,129.00	(294,416.45)
Revenue				
Revenue-Construction	0.00	20,088.00	0.00	20,088.00
Revenue-Plan Check	0.00	5,512.50	0.00	5,512.50
Revenue-Water Bank	0.00	0.00	13,526.00	(13,526.00)
Gain/Loss on Fixed Asset Disposal	0.00	0.00	110,810.00	(110,810.00)
Gain/Loss on Investments	(11,754.37)	(39,604.81)	222,005.00	(261,609.81)
Dividend Revenues	75.68	302.99	2,143.00	(1,840.01)
Interest Revenues	4,527.09	2,826.70	0.00	2,826.70
Rents & Leases	3,540.81	12,708.49	73,655.00	(60,946.51)
Taxes & Assessments	0.00	13,700.37	456,829.00	(443,128.63)
Revenue-Will Serve Letter	0.00	500.00	3,009.00	(2,509.00)
Revenue-Returned Check Fee	40.00	240.00	0.00	240.00
Revenue-Capacity Charge	0.00	29,418.00	0.00	29,418.00
Revenue-Miscellaneous	500.00	2,047.08	0.00	2,047.08
Revenue-Late Charges	10,712.24	32,199.72	41,094.00	(8,894.28)
Revenue-Clean & Show	0.00	100.00	200.00	(100.00)
Revenue-Fire Flow	200.00	700.00	1,300.00	(600.00)
Revenue-Set/Pick Up Hydrant Meter	30.00	90.00	180.00	(90.00)
Revenue-Lock Cut/Missing	0.00	0.00	1,250.00	(1,250.00)
Revenue-Disconnection-Shut Off	50.00	50.00	33,000.00	(32,950.00)
Revenue-New Meter	0.00	1,540.00	1,210.00	330.00
Total Revenue	<u>7,921.45</u>	<u>82,419.04</u>	<u>960,211.00</u>	<u>(877,791.96)</u>
Total Revenues	<u>505,116.27</u>	<u>2,624,401.85</u>	<u>6,486,440.00</u>	<u>(3,862,038.15)</u>
Expenses				
Water Purchase AVEK	148,940.05	817,098.80	1,795,917.00	978,818.20
Water Purchase-Los Angeles County	0.00	2,124.80	4,801.00	2,676.20
Fuel Expense-Trucks	2,730.34	11,979.14	23,382.00	11,402.86
Fuel Expense-Equipment	160.43	564.72	2,011.00	1,446.28
Water Quality	412.00	5,182.50	41,069.00	35,886.50
Water Quality Chemical Purchases	3,281.18	13,138.32	32,473.00	19,334.68
Power	26,283.51	166,526.21	226,935.00	60,408.79
Small Tool Purchases	1,093.50	5,728.15	9,477.00	3,748.85
Repairs & Maintenance-System	33,274.44	155,432.61	235,833.00	80,400.39
Repairs & Maintenance-Operations Center	1,139.65	6,174.53	15,887.00	9,712.47
Repairs & Maintenance-Equipment	40.00	4,296.47	27,278.00	22,981.53
Repairs & Maintenance-Trucks	1,086.95	2,893.06	12,843.00	9,949.94
Repairs & Maintenance-Small Tools	0.00	91.74	347.00	255.26
Equipment Rental	0.00	0.00	1,201.00	1,201.00
Safety Supplies	855.10	2,472.56	11,831.00	9,358.44
Safety Training/Compliance	0.00	0.00	999.00	999.00
Director Expenses	155.46	682.19	0.00	(682.19)
Wages	86,042.86	326,776.74	997,836.00	671,059.26
Payroll Tax Expense	5,553.25	22,533.06	69,651.00	47,117.94
Uniform Allowance	0.00	1,225.00	0.00	(1,225.00)
Pension Expense	12,921.68	92,871.57	179,166.00	86,294.43
Bank Fees	7,884.28	30,295.64	83,976.00	53,680.36

Quartz Hill Water District
Statement of Revenues and Expenditures
From 10/1/2021 Through 10/31/2021

	Current Month	Year to Date	YTD Budget - Original	YTD Budget Variance - Original
Interest Expense	193,156.25	194,614.86	20,195.00	(174,419.86)
Dues & Subscriptions	30,113.43	85,883.18	132,168.00	46,284.82
Education/Seminars/Training	190.00	425.00	1,431.00	1,006.00
Insurance-General Liability & Autos	29,943.00	37,438.25	31,330.00	(6,108.25)
Insurance-Property	0.00	8,131.54	14,630.00	6,498.46
Insurance-Employees	20,629.22	82,548.01	191,809.00	109,260.99
Insurance-Director	11.49	988.80	5,000.00	4,011.20
Insurance-Retiree	4,840.45	20,130.46	70,000.00	49,869.54
Insurance-Workers Compensation	0.00	6,655.99	25,000.00	18,344.01
Computer Expense	1,552.00	10,456.70	20,000.00	9,543.30
Office Expense	5,894.71	28,593.26	85,000.00	56,406.74
Postage	2,884.26	14,121.25	35,000.00	20,878.75
Utilities	18.62	8,668.12	18,000.00	9,331.88
Pension Expense-Unfunded Liability	0.00	0.00	25,344.00	25,344.00
Travel/Meals/Parking/Mileage	130.37	704.43	8,000.00	7,295.57
Trash Removal	116.31	602.74	1,500.00	897.26
Telephone	1,593.52	3,619.81	13,000.00	9,380.19
Public Relations	512.66	1,833.74	7,000.00	5,166.26
Accounting	0.00	6,145.00	15,000.00	8,855.00
Legal Services	780.00	3,166.75	40,000.00	36,833.25
Legal Fees-Adjudication	0.00	3,154.00	30,000.00	26,846.00
Licenses & Permits	0.00	0.00	1,000.00	1,000.00
Security Expense	0.00	750.00	800.00	50.00
None Budget-Board Approved	0.00	3,698.18	0.00	(3,698.18)
Medical Expense	55.00	4,032.00	500.00	(3,532.00)
Rebates-/Purchases - Conservation	0.00	0.00	252.96	252.96
Uniforms	0.00	0.00	6,500.00	6,500.00
Total Expenses	<u>624,275.97</u>	<u>2,194,449.88</u>	<u>4,571,372.96</u>	2,376,923.08
Net Income (Loss) Subtotal	<u>(119,159.70)</u>	<u>429,951.97</u>	<u>1,915,067.04</u>	(1,485,115.07)
Professional Services-Other				
	<u>17,730.80</u>	<u>39,800.79</u>	<u>75,000.00</u>	35,199.21
Total Professional Services-Other	<u>17,730.80</u>	<u>39,800.79</u>	<u>75,000.00</u>	35,199.21
Non-Cash Operating Expenses				
Depreciation	75,624.95	302,936.18	920,000.00	617,063.82
OPEB Expense	0.00	0.00	180,395.00	180,395.00
Total Non-Cash Operating Expenses	<u>75,624.95</u>	<u>302,936.18</u>	<u>1,100,395.00</u>	797,458.82
Net Income (Loss) Total	<u>(212,515.45)</u>	<u>87,215.00</u>	<u>739,672.04</u>	(652,457.04)