

**MEETING OF THE
BOARD OF DIRECTORS OF THE
MUNICIPAL WATER DISTRICT OF ORANGE COUNTY**
Jointly with the
ADMINISTRATION & FINANCE COMMITTEE
April 9, 2014, 8:30 a.m.
MWDOC Conference Room 101

Committee:

Director Thomas, Chairman
Director J. Finnegan
Director Osborne

Staff: R. Hunter, K. Seckel, C. Harris,
K. Davanaugh, H. Chumpitazi,
J. Stalvey

Ex Officio Member: L. Dick

MWDOC Committee meetings are noticed and held as joint meetings of the Committee and the entire Board of Directors and all members of the Board of Directors may attend and participate in the discussion. Each Committee has designated Committee members, and other members of the Board are designated alternate committee members. If less than a quorum of the full Board is in attendance, the Board meeting will be adjourned for lack of a quorum and the meeting will proceed as a meeting of the Committee with those Committee members and alternate members in attendance acting as the Committee.

PUBLIC COMMENTS - Public comments on agenda items and items under the jurisdiction of the Committee should be made at this time.

ITEMS RECEIVED TOO LATE TO BE AGENDIZED - Determine there is a need to take immediate action on item(s) and that the need for action came to the attention of the District subsequent to the posting of the Agenda. (Requires a unanimous vote of the Committee)

ITEMS DISTRIBUTED TO THE BOARD LESS THAN 72 HOURS PRIOR TO MEETING --

Pursuant to Government Code section 54957.5, non-exempt public records that relate to open session agenda items and are distributed to a majority of the Board less than seventy-two (72) hours prior to the meeting will be available for public inspection in the lobby of the District's business office located at 18700 Ward Street, Fountain Valley, California 92708, during regular business hours. When practical, these public records will also be made available on the District's Internet Web site, accessible at <http://www.mwdoc.com>.

PROPOSED BOARD CONSENT CALENDAR ITEMS-ACTION

1. TREASURER'S REPORT
 - a. Revenue/Cash Receipt Report – March 2014
 - b. Disbursement Approval Report for the month of April 2014
 - c. Disbursement Ratification Report for the month of March 2014
 - d. GM Approved Disbursement Report for the month of March 2014
 - e. Water Use Efficiency Projects Cash Flow – March 31, 2014
 - f. Consolidated Summary of Cash and Investment – February 2014
 - g. OPEB Trust Fund monthly statement – to be emailed separately

2. FINANCIAL REPORT - Combined Financial Statements and Budget Comparative for the period ending February 28, 2014

ACTION ITEMS

3. NOMINATIONS/ELECTION OF REGULAR SPECIAL DISTRICT AND ALTERNATE SPECIAL DISTRICT MEMBER OF THE LOCAL AGENCY FORMATION COMMISSION (LAFCO)

DISCUSSION ITEMS

4. FY 2014/15 BUDGET REVIEW (2nd DRAFT)
5. APPLICATION FOR CSDA'S DISTRICT TRANSPARENCY CERTIFICATE OF EXCELLENCE

INFORMATION ITEMS – (THE FOLLOWING ITEMS ARE FOR INFORMATIONAL PURPOSES ONLY – BACKGROUND INFORMATION IS INCLUDED IN THE PACKET. DISCUSSION IS NOT NECESSARY UNLESS REQUESTED BY A DIRECTOR.)

6. STATUS UPDATE REGARDING IMPLEMENTATION OF THE SETTLEMENT AGREEMENT BETWEEN MWDOC AND ITS MEMBER AGENCIES – Oral Report
7. MONTHLY WATER USAGE DATA, TIER 2 PROJECTION & WATER SUPPLY INFORMATION
8. DEPARTMENT ACTIVITIES REPORTS
 - a. Administration
 - b. Finance and Information Technology

OTHER ITEMS

9. REVIEW ISSUES REGARDING DISTRICT ORGANIZATION, PERSONNEL MATTERS, EMPLOYEE BENEFITS FINANCE AND INSURANCE

ADJOURNMENT

NOTE: At the discretion of the Committee, all items appearing on this agenda, whether or not expressly listed for action, may be deliberated, and may be subject to action by the Committee. On those items designated for Board action, the Committee reviews the items and makes a recommendation for final action to the full Board of Directors; final action will be taken by the Board of Directors. Agendas for Committee and Board meetings may be obtained from the District Secretary. Members of the public are advised that the Board consideration process includes consideration of each agenda item by one or more Committees indicated on the Board Action Sheet. Attendance at Committee meetings and the Board meeting considering an item consequently is advised.

Accommodations for the Disabled. Any person may make a request for a disability-related modification or accommodation needed for that person to be able to participate in the public meeting by telephoning Maribeth Goldsby, District Secretary, at (714) 963-3058, or writing to Municipal Water District of Orange County at P.O. Box 20895, Fountain Valley, CA 92728.

Requests must specify the nature of the disability and the type of accommodation requested. A telephone number or other contact information should be included so that District staff may discuss appropriate arrangements. Persons requesting a disability-related accommodation should make the request with adequate time before the meeting for the District to provide the requested accommodation.

Municipal Water District of Orange County
REVENUE / CASH RECEIPT REPORT
March 2014

WATER REVENUES

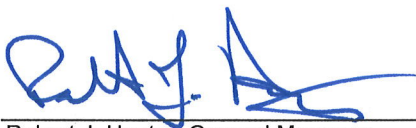
| Date | From | Description | Amount |
|-----------------------|------------------------------------|--------------------------------|-------------------------|
| 03/03/14 | City of La Palma | January 2014 Water deliveries | 5,734.52 |
| 03/04/14 | City of Seal Beach | January 2014 Water deliveries | 10,049.93 |
| 03/04/14 | City of Newport Beach | January 2014 Water deliveries | 231,792.11 |
| 03/06/14 | East Orange County Water District | January 2014 Water deliveries | 516,593.93 |
| 03/06/14 | City of Fountain Valley | January 2014 Water deliveries | 313,748.42 |
| 03/06/14 | Serrano Water District | January 2014 Water deliveries | 180,589.95 |
| 03/07/14 | Trabuco Canyon Water District | January 2014 Water deliveries | 15,599.48 |
| 03/07/14 | City of Brea | January 2014 Water deliveries | 223,213.91 |
| 03/07/14 | City of San Clemente | January 2014 Water deliveries | 678,339.35 |
| 03/10/14 | Santa Margarita Water District | January 2014 Water deliveries | 1,720,597.52 |
| 03/10/14 | City of San Juan Capistrano | January 2014 Water deliveries | 337,888.13 |
| 03/12/14 | City of Westminster | January 2014 Water deliveries | 343,049.88 |
| 03/13/14 | El Toro Water District | January 2014 Water deliveries | 744,968.81 |
| 03/13/14 | Yorba Linda Water District | January 2014 Water deliveries | 682,067.11 |
| 03/13/14 | City of Orange | January 2014 Water deliveries | 455,823.41 |
| 03/13/14 | Mesa Water | January 2014 Water deliveries | 8,933.89 |
| 03/13/14 | Santiago Aqueduct Commission | January 2014 Water deliveries | 166,799.88 |
| 03/14/14 | Laguna Beach County Water District | January 2014 Water deliveries | 297,727.47 |
| 03/14/14 | Orange County Water District | January 2014 Water deliveries | 2,171,874.78 |
| 03/14/14 | Irvine Ranch Water District | January 2014 Water deliveries | 1,210,463.85 |
| 03/14/14 | Moulton Niguel Water District | January 2014 Water deliveries | 2,221,047.86 |
| 03/14/14 | Golden State Water Company | January 2014 Water deliveries | 384,730.67 |
| 03/17/14 | City of La Habra | February 2014 Water deliveries | 15,806.87 |
| 03/19/14 | Trabuco Canyon Water District | February 2014 Water deliveries | 15,599.48 |
| 03/21/14 | City of Huntington Beach | February 2014 Water deliveries | 467,729.54 |
| 03/24/14 | City of Garden Grove | February 2014 Water deliveries | 164,935.94 |
| 03/28/14 | City of Buena Park | February 2014 Water deliveries | 170,618.75 |
| 03/28/14 | City of Brea | February 2014 Water deliveries | 185,161.45 |
| 03/31/14 | City of Seal Beach | February 2014 Water deliveries | 10,049.93 |
| 03/31/14 | South Coast Water District | February 2014 Water deliveries | 336,058.88 |
| TOTAL REVENUES | | | \$ 14,287,595.70 |

Municipal Water District of Orange County
REVENUE / CASH RECEIPT REPORT
March 2014

MISCELLANEOUS REVENUES

| Date | From | Description | Amount |
|-------------|-----------------------------------|--|---------------|
| 03/04/14 | City of Seal Beach | 2/6/14 Water policy dinner registration | 85.00 |
| 03/31/14 | Paypal | 5/16/14 OC Water Summit registrations | 927.56 |
| 03/04/14 | Black & Veatch | 5/16/14 OC Water Summit sponsorship | 1,600.00 |
| 03/06/14 | Orange County Sanitation District | 5/16/14 OC Water Summit sponsorship | 2,000.00 |
| 03/14/14 | Rutan & Tucker | 5/16/14 OC Water Summit sponsorship | 120.00 |
| 03/31/14 | Aleshire & Wynder | 5/16/14 OC Water Summit sponsorship | 1,600.00 |
| 03/13/14 | American Diabetes Association | ISDOC registrations | 17.00 |
| 03/04/14 | Stan Sprague | March 2014 Retiree medical premium | 259.97 |
| 03/12/14 | Susan Hunt | April 2014 COBRA medical premium | 669.19 |
| 03/19/14 | Stan Sprague | April 2014 Retiree medical premium | 259.97 |
| 03/07/14 | Christina Fuller | Movie tickets | 30.00 |
| 03/12/14 | Laura Loewen | Movie tickets | 16.00 |
| 03/17/14 | City of La Habra | Additional FY 13-14 Choice School program | 1,029.60 |
| 03/04/14 | City of Seal Beach | Additional FY 13-14 Choice School program | 477.36 |
| 03/07/14 | City of Tustin | Deposit for Plancheck & Inspection of OC-58 Demolition | 20,000.00 |
| 03/13/14 | Bureau of Reclamation | Apr-Sep 2013 WUE Master Plan report no. 4 | 30,253.50 |
| 03/04/14 | City of Newport Beach | December 2013 Smart Timers rebate program | 75.00 |
| 03/10/14 | Mesa Water | December 2013 Smart Timers rebate program | 150.00 |
| 03/07/14 | City of San Clemente | January 2014 Smart Timers rebate program | 150.00 |
| 03/12/14 | Irvine Ranch Water District | January 2014 Smart Timers rebate program | 382.94 |
| 03/13/14 | El Toro Water District | January 2014 Smart Timers rebate program | 75.00 |
| 03/14/14 | City of Fullerton | January 2014 Smart Timers rebate program | 69.00 |
| 03/17/14 | Mesa Water | January 2014 Smart Timers rebate program | 225.00 |
| 03/21/14 | 2 Checks | January 2014 Smart Timers rebate program | 144.00 |
| 03/31/14 | Moulton Niguel Water District | January 2014 Smart Timers rebate program | 150.00 |
| 03/07/14 | City of Garden Grove | January 2014 Smart Timers & Turf Removal rebate program | 180.00 |
| 03/07/14 | City of Orange | January 2014 Smart Timers & Turf Removal rebate program | 285.00 |
| 03/17/14 | Santa Margarita Water District | January 2014 Smart Timers & Turf Removal rebate program | 560.68 |
| 03/10/14 | Golden State Water Company | January 2014 Turf Removal rebate program | 210.00 |
| 03/12/14 | Irvine Ranch Water District | January 2014 Turf Removal rebate program | 2,293.00 |
| 03/28/14 | City of San Juan Capistrano | January 2014 Turf Removal rebate program | 210.00 |
| 03/03/14 | 2 Checks | January 2014 So Cal Watersmart Residential rebate program | 4,981.00 |
| 03/12/14 | Irvine Ranch Water District | January 2014 So Cal Watersmart Residential rebate program | 31,855.30 |
| 03/17/14 | Santa Margarita Water District | January 2014 So Cal Watersmart Residential rebate program | 4,580.20 |
| 03/31/14 | Golden State Water Company | February 2014 So Cal Watersmart Residential rebate program | 1,441.00 |
| 03/14/14 | Irvine Ranch Water District | January 2014 Landscape Performance Certification program | 750.00 |
| 03/14/14 | Department of Water Resources | Jan 2008 - June 2013 Hotel Water Use Reduction program retention | 74,156.40 |
| 03/31/14 | Santa Ana Police Department | Oct-Dec 2013 Water Trailers grant | 165,766.00 |

TOTAL MISCELLANEOUS REVENUES \$ 348,034.67
TOTAL REVENUES \$ 14,635,630.37



Robert J. Hunter, General Manager



Hilary Chumplitazi, Deputy Treasurer

**Municipal Water District of Orange County
Disbursement Approval Report
For the month of April 2014**

| <i>Invoice#</i> | <i>Vendor / Description</i> | <i>Amount to Pay</i> |
|---------------------------|--|----------------------|
| Core Expenditures: | | |
| | Richard Ackerman | |
| 1030 | March 2014 Legal consulting on water policy issues | 3,350.00 |
| | *** Total *** | 3,350.00 |
| | ACWA | |
| INV000113 | Employment advertisement for Governmental Affairs Manager position | 400.00 |
| | *** Total *** | 400.00 |
| | ACWA Joint Powers | |
| FA-0264338-14 | 4/1/14- 4/1/15 Annual fidelity insurance premium | 1,936.00 |
| JAN-MAR14 | January-March 2014 Workers' Compensation insurance | 4,630.00 |
| | *** Total *** | 6,566.00 |
| | Aleshire & Wynder LLP | |
| 27542 | February 2014 Legal services | 1,485.00 |
| | *** Total *** | 1,485.00 |
| | Best Best and Krieger LLP | |
| 55401-FEB14 | February 2014 Legal services | 20,201.60 |
| | *** Total *** | 20,201.60 |
| | CDW Government | |
| KP35170 | 1 Waste toner bottle & 2 black toners for Ricoh printer | 136.08 |
| KS02430 | 1 Waste toner bottle for Ricoh printer | 23.76 |
| | *** Total *** | 159.84 |
| | Finley & Cook PLLC | |
| SI0001282 | 5/22/14 - 5/21/15 Annual support for Financial system | 11,892.80 |
| | *** Total *** | 11,892.80 |
| | FoodCraft Coffee & Refreshment | |
| 514030031 | 2/28/14 Coffee & tea supplies | 300.86 |
| | *** Total *** | 300.86 |
| | City of Fountain Valley | |
| SUMMERFEST2014 | Registration for Fountain Valley Summerfest from June 26-29, 2014 | 137.00 |
| | *** Total *** | 137.00 |
| | Fry's Electronics | |
| 20151345 | 3/26/14 Computer supplies | 212.42 |
| 20160569 | 3/31/14 Computer supplies | 116.58 |
| | *** Total *** | 329.00 |

**Municipal Water District of Orange County
Disbursement Approval Report
For the month of April 2014**

| <i>Invoice#</i> | <i>Vendor / Description</i> | <i>Amount to Pay</i> |
|-----------------|---|----------------------|
| | Ronald R. Gastelum | |
| 040114 | March 2014 Strategic assistance on MET issues | 7,500.00 |
| | *** Total *** | 7,500.00 |
| | James C. Barker, PC | |
| 105-0314 | March 2014 Federal legislative advocacy services | 7,000.00 |
| | *** Total *** | 7,000.00 |
| | Immersiv Media, Inc. | |
| MWDOC 2013-008 | January-March 2014 Website hosting and maintenance service | 525.00 |
| | *** Total *** | 525.00 |
| | Independent Special Districts of OC | |
| 031214 | Reimburse ISDOC for 1/30/14 meeting registration payment from American Diabetes Association | 17.00 |
| | *** Total *** | 17.00 |
| | Lewis Consulting Group, LLC | |
| 1321 | March 2014 Professional services | 3,625.00 |
| | *** Total *** | 3,625.00 |
| | Edward G. Means III | |
| MWDOC-1017 | March 2014 Support on MET issues & strategic guidance to engineering department | 4,500.00 |
| | *** Total *** | 4,500.00 |
| | Metropolitan Water District | |
| 2/24/14 | Additional deposit for OC-33 project construction inspection, start-up, as-builts & close-out | 60,200.00 |
| | *** Total *** | 60,200.00 |
| | Norco Delivery Services | |
| 587921 | 3/14/14 Delivery charges for Board packets | 133.23 |
| | *** Total *** | 133.23 |
| | Petty Cash | |
| 033114 | March-April 2014 Petty Cash reimbursement | 263.43 |
| | | 263.43 |
| | Office Solutions | |
| I-00585930 | 1500 Sheets of letterhead printed | 448.20 |
| I-00597947 | 3/27/14 Office supplies | 590.18 |
| | *** Total *** | 1,038.38 |

**Municipal Water District of Orange County
Disbursement Approval Report
For the month of April 2014**

| <i>Invoice#</i> | <i>Vendor / Description</i> | <i>Amount to Pay</i> |
|-----------------|--|----------------------|
| | County of Orange | |
| PW103129 | 2013-2014 Cost share for South Orange County Watershed Management Area | 5,144.23 |
| | *** Total *** | 5,144.23 |
| | Orange County Fast Print | |
| 49238 | 500 Business cards for R. Bell | 54.00 |
| | *** Total *** | 54.00 |
| | Orange County Water District | |
| 13702 | February 2014 Office expense & postage | 9,226.78 |
| | *** Total *** | 9,226.78 |
| | Patricia Kennedy Inc. | |
| 5457 | April 2014 Plant maintenance | 214.00 |
| | *** Total *** | 214.00 |
| | Staples Advantage | |
| 8029058908 | 3/8/14 Office supplies | 56.62 |
| | *** Total *** | 56.62 |
| | System One Business Products | |
| 0069955-IN | Binding machine supplies | 188.43 |
| | *** Total *** | 188.43 |
| | Top Hat | |
| 88700 | 3/27/14 Lunch for Managers' meeting | 395.28 |
| | *** Total *** | 395.28 |
| | Townsend Public Affairs, Inc. | |
| 10045 | March 2014 State and Federal legislative advocacy services | 7,500.00 |
| | *** Total *** | 7,500.00 |
| | Tustin Irvine Medical Group | |
| 726938 | 3/10/14 New hire pre-employment exam | 160.00 |
| | *** Total *** | 160.00 |
| | Union Bank, N.A. | |
| 857092 | December 2013-February 2014 Custodial bank services | 625.00 |
| | *** Total *** | 625.00 |
| | Pauline D. Wennerstrom | |
| 032514 | April-June 2014 Retiree medical premium | 846.45 |
| | *** Total *** | 846.45 |
| | Total Core Expenditures | 154,034.93 |

**Municipal Water District of Orange County
Disbursement Approval Report
For the month of April 2014**

| <i>Invoice#</i> | <i>Vendor / Description</i> | <i>Amount to Pay</i> |
|----------------------------------|--|----------------------|
| Choice Expenditures: | | |
| | Discovery Science Center | |
| 22814MWDOCA | September 2013-January 2014 School program catch-up billing for rate change effective September 2013 | 1,836.66 |
| 022814MWDOC | February 2014 School program | 36,981.08 |
| | *** Total *** | 38,817.74 |
| | Total Choice Expenditures | <hr/> 38,817.74 |
| Other Funds Expenditures: | | |
| | AquaFicient Consulting | |
| 02-058 | February 2014 Landscape Performance Certification program funded by IRWD & MET | 1,500.00 |
| | *** Total *** | 1,500.00 |
| | ConserVision Consulting, LLC | |
| LPCP-216 | February 2014 Consulting services for Landscape Performance Certification program | 7,062.75 |
| | *** Total *** | 7,062.75 |
| | Hotel Program | |
| Y607951 | Hilton Hotel - Hotel program rebate for installation of 200 HETs | 20,000.00 |
| | *** Total *** | 20,000.00 |
| | Irvine Ranch Water District | |
| IRWD-001-14 | July 2013-January 2014 Activity for Multi-Family Direct Install program | 46,350.00 |
| | *** Total *** | 46,350.00 |
| | Laguna Beach County Water District | |
| 031014 | 9/21/13-3/1/14 Activity for Residential WBIC & Rotating Nozzle installation program | 15,828.00 |
| 1000011496 | March 2014 Activity for Smartscape Expo Smart Timer rebate program | 11,520.00 |
| | *** Total *** | 27,348.00 |
| | City of Newport Beach | |
| 24397 | February 2014 Activity for Residential WBIC & Rotating Nozzle installation program | 6,592.00 |
| | *** Total *** | 6,592.00 |
| | Regents of the University of California at Irvine | |
| 033114 | Incentive payment for Industrial Process Water Use Reduction program | 20,310.00 |
| | *** Total *** | 20,310.00 |

Municipal Water District of Orange County
Disbursement Approval Report
For the month of April 2014

| <i>Invoice#</i> | <i>Vendor / Description</i> | <i>Amount to Pay</i> |
|-----------------|--|------------------------|
| | <i>Turf Removal Program</i> | |
| TR4-GSWC-004 | J. Hadeen | 1,094.00 |
| TR4-GSWC-009 | G. Rafelson | 316.00 |
| TR4-GSWC-011 | L. Hart | 676.00 |
| TR4-HB-013 | S. Mitchell | 805.00 |
| TR4-HB-014 | V. Noon | 703.00 |
| TR4-IRWD-034 | M. Last | 382.50 |
| TR4-IRWD-044 | R. Sarlitt | 612.00 |
| TR4-LB-002 | P. Stampfel | 2,634.00 |
| TR4-SOCO-010 | S. & L. Atkinson | 880.00 |
| TR4-SOCO-011 | D. DePierro | 967.00 |
| | *** Total *** | 9,069.50 |
| | <i>URS</i> | |
| 5826749 | February 2014 Professional services for Industrial Process Water Use Reduction program | 2,765.00 |
| | *** Total *** | 2,765.00 |
| | <i>WaterWise Consulting, Inc.</i> | |
| 3087 | March 2014 Professional services for Hotel program | 2,050.00 |
| | *** Total *** | 2,050.00 |
| | <i>Total Other Funds Expenditures</i> | <hr/> 143,047.25 |
| | <i>Total Expenditures</i> | <hr/> <hr/> 335,899.92 |

**Municipal Water District of Orange County
Disbursement Ratification Report
For the month of March 2014**

| Check # | Date | Vendor # Invoice/CM # | Name / Description | Net Amount |
|---------------------------|-------------|----------------------------------|--|----------------------|
| Core Expenditures: | | | | |
| 125639 | 3/5/14 | TIMEWA 5210-MAR14 | Time Warner Cable March 2014 Telephone and internet expense ***Total *** | 929.44 929.44 |
| 125642 | 3/14/14 | ACKEEX/ACKERCO 022814 | Linda Ackerman February 2014 Business expense | 78.40 |
| 125643 | | FEB2014 | February 2014 MET Director's compensation ***Total *** | 2,443.30 2,521.70 |
| 125648 | 3/14/14 | CLARKW 022814 | Wayne Clark February 2014 Business expense ***Total *** | 84.00 84.00 |
| 125650 | 3/14/14 | DELAGE 40291495 | De Lage Landen Public Finance March 2014 Copier lease ***Total *** | 509.00 509.00 |
| 125652 | 3/14/14 | CHUMPI 022814 | Hilary Chumpitazi February 2014 Business expense ***Total *** | 79.51 79.51 |
| 125653 | 3/14/14 | IRONMO KCA4571 | Iron Mountain March 2014 Storage/retrieval of archived documents ***Total *** | 454.38 454.38 |
| 125655 | 3/14/14 | JACOBI 022814 | Lee Jacobi February 2014 Business expense ***Total *** | 21.84 21.84 |
| 125659 | 3/14/14 | LYONKE 022814 | Keith Lyon February 2014 Business expense ***Total *** | 30.68 30.68 |
| 125665 | 3/14/14 | TIMEWA 3564-MAR14 | Time Warner Cable March 2014 Telephone expense for 4 analog fax lines ***Total *** | 127.28 127.28 |
| 125684 | 3/14/14 | USBANK FEB2014 | U.S. Bank 1/22/14-2/24/14 Cal Card charges ***Total *** (See attached sheet for details) | 8,661.52 8,661.52 |

**Municipal Water District of Orange County
Disbursement Ratification Report
For the month of March 2014**

| Check # | Date | Vendor # Invoice/CM # | Name / Description | Net Amount |
|---------------------------------|----------------|----------------------------------|---|-------------------|
| 125685 | 3/14/14 | VERIZO | Verizon Wireless | |
| | | 9720651500 | February 2014 4G Mobile broadband unlimited service | 38.01 |
| | | | ***Total *** | 38.01 |
| 125686 | 3/14/14 | OSBORN | Wayne S. Osborne | |
| | | 022814 | February 2014 Business expense | 150.72 |
| | | | ***Total *** | 150.72 |
| ACH000843 | 3/14/14 | BARBCO | Brett Barbre | |
| | | FEB2014 | February 2014 MET Director's compensation | 2,443.30 |
| | | | ***Total *** | 2,443.30 |
| | 3/14/14 | DICKCO/DICKEX | Larry Dick | |
| ACH000848 | | FEB2014 | February 2014 MET Director's compensation | 2,443.30 |
| ACH000849 | | 022814 | February 2014 Business expense | 137.20 |
| | | | ***Total *** | 2,580.50 |
| ACH000854 | 3/14/14 | FRAZIE | Leah Frazier | |
| | | 022814 | February 2014 Business expense | 16.24 |
| | | | ***Total *** | 16.24 |
| ACH000855 | 3/14/14 | HINMAN | Susan Hinman | |
| | | 022814 | February 2014 Business expense | 319.55 |
| | | | ***Total *** | 319.55 |
| ACH000875 | 3/14/14 | THOMAS | Jeffery Thomas | |
| | | 022814 | February 2014 Business expense | 81.80 |
| | | | ***Total *** | 81.80 |
| 125688 | 3/31/14 | BACATI | Tiffany Baca | |
| | | 031114 | March 2014 Business expense | 78.00 |
| | | | ***Total *** | 78.00 |
| 125689 | 3/31/14 | C3OFFI | C3 Office Solutions LLC | |
| | | INV24650 | March 2014 Copier maintenance | 234.43 |
| | | | ***Total *** | 234.43 |
| 125697 | 3/31/14 | SECKEL | Karl Seckel | |
| | | 022814 | September 2013-February 2014 Business expense | 230.01 |
| | | | ***Total *** | 230.01 |
| ACH000880 | 3/31/14 | OUWERK | Jessica H. Ouwerkerk | |
| | | 022814 | January-February 2014 Business expense | 354.79 |
| | | | ***Total *** | 354.79 |
| Total Core Disbursements | | | | 19,946.70 |

**Municipal Water District of Orange County
Disbursement Ratification Report
For the month of March 2014**

| Check # | Date | Vendor # Invoice/CM # | Name / Description | Net Amount |
|----------------------------------|-------------|--|---|--------------------------------------|
| Choice Expenditures: | | | | |
| 125684 | 3/14/14 | USBANK FEB2014 | U.S. Bank 1/22/14-2/24/14 Cal Card charges | 364.11 |
| | | | ***Total *** | 364.11 |
| | | | (See attached sheet for details) | |
| | | | Total Choice Disbursements | 364.11 |
| Other Funds Expenditures: | | | | |
| 125636 | 3/5/14 | ATTEOC 4492-FEB14 8200-FEB14 0532-FEB14 | AT&T February 2014 S. EOC telephone expense February 2014 N. EOC telephone expense February 2014 N. EOC dedicated phone line ***Total *** | 242.74 178.69 122.51 543.94 |
| 125638 | 3/5/14 | SPRINT 320982721-114 | Sprint February 2014 WEROC cell phone expense ***Total *** | 41.80 41.80 |
| WIRE-140328 | 3/28/14 | METWAT 7924 | Metropolitan Water District January 2014 Water deliveries ***Total *** | 14,075,368.02 14,075,368.02 |
| 125691 | 3/31/14 | CATALI 0009848 | Catalina Island Conservancy March 2014 WEROC radio repeater site lease ***Total *** | 1,484.32 1,484.32 |
| 125696 | 3/31/14 | SDG&E 7768-MAR14 | SDG&E 2/19/14-3/20/14 Electrical service for Doheny Ocean Desal project ***Total *** | 121.36 121.36 |
| 125698 | 3/31/14 | SANTAM JAN14 | Santa Margarita Water District January 2014 SCP Operation surcharge ***Total *** | 19,383.78 19,383.78 |

**Municipal Water District of Orange County
Disbursement Ratification Report
For the month of March 2014**

| <i>Check #</i> | <i>Date</i> | <i>Vendor # Invoice/CM #</i> | <i>Name / Description</i> | <i>Net Amount</i> |
|----------------|-------------|----------------------------------|---|----------------------|
| 125699 | 3/31/14 | SPRINT 320982721-115 | Sprint March 2014 WEROC cell phone expense | 41.80 |
| | | | ***Total *** | 41.80 |
| | | | Total Other Funds Disbursements | 14,096,985.02 |
| | | | Total Disbursements | 14,117,295.83 |

Robert J. Hunter, General Manager

Hilary Chumpitazi, Deputy Treasurer

Cal Card Statement Detail
Statement Date: February 24, 2014
Payment Date: March 14, 2014

| Date | Description | Amount |
|---------------------------|--|-----------------------|
| <u>Karl's Card</u> | | |
| 01/22/14 | 2 Minute books for Board meetings | \$ 210.06 |
| 01/22/14 | Photo credits for Home Certification program report | 196.79 |
| 01/23/14 | Flowers for former Director | 66.93 |
| 01/25/14 | FedEx delivery charges for Best Best & Krieger on Jan. 22, 2014 | 16.52 |
| 01/28/14 | FedEx delivery charges for Best Best & Krieger on Jan. 24, 2014 | 50.22 |
| 01/28/14 | Urban Water Institute Spring Water conference in Palm Springs, CA from Feb. 19-21, 2014 - Registration for Director Osborne | 200.00 |
| 01/29/14 | ACWA Spring conference in Monterey, CA from May 6-9, 2014 - Registration for Director Hinman | 695.00 |
| 01/29/14 | Computer components for emergency offsite network | 628.56 |
| 01/30/14 | Flowers for staff member | 71.79 |
| 01/31/14 | Domain name registration & SSL certificates for California Sprinkler Adjustment Notification System program | 167.32 |
| 02/01/14 | FedEx delivery charges on Jan. 29, 2014 for returned delivery | 11.24 |
| 02/05/14 | 2/8/14 - 2/7/15 Annual maintenance & support for Sage software | 445.12 |
| 02/05/14 | Legislative activities in Washington, DC from Feb.12-14, 2014 - Airfare for R. Hunter | 763.00 ¹ |
| 02/06/14 | 6 Toner cartridges | 492.16 |
| 02/06/14 | Lunch for O.C. MET Caucus on Feb. 6, 2014 | 314.17 |
| 02/06/14 | California Urban Water Conservation Council meeting in Sacramento, CA from Feb. 25-27, 2014 - Airfare for J. Berg | 300.00 |
| 02/10/14 | ACWA DC2014 conference in Washington, DC from Feb. 25-27, 2014 - Airfare for R. Hunter | 1,528.00 ² |
| 02/11/14 | UPS delivery charges to DWR & US Environmental Protection Agency on Feb. 3, 2014 | 23.07 |
| 02/12/14 | Urban Water Institute Spring Water conference in Palm Springs, CA from Feb. 19-21, 2014 - Refund for registration cancellation for Director Hinman | (150.00) |
| 02/12/14 | Urban Water Institute Spring Water conference in Palm Springs, CA from Feb. 19-21, 2014 - Registration for R. Hunter | 200.00 |
| 02/12/14 | Urban Water Institute Spring Water conference in Palm Springs, CA from Feb. 19-21, 2014 - Accommodations deposit for R. Hunter | 177.82 |
| 02/15/14 | Urban Water Institute Spring Water conference in Palm Springs, CA from Feb. 19-21, 2014 - Refund for accommodations cancellation for Director Hinman | (166.71) |
| 02/17/14 | Office supplies | 33.31 |
| 02/18/14 | UPS delivery charges for Board & Committee packets on Jan. 14, 2014 | 65.36 |
| 02/18/14 | ACWA DC2014 conference in Washington, DC from Feb. 25-27, 2014 - Airfare for D. Burke | 1,104.00 |
| 02/20/14 | Legislative activities in Sacramento, CA from Mar. 5-6, 2014 - Airfare for Director Barbre | 472.00 ³ |
| 02/20/14 | Legislative activities in Sacramento, CA from Mar. 5-6, 2014 - Airfare for D. Burke | 376.00 |

Cal Card Statement Detail
Statement Date: February 24, 2014
Payment Date: March 14, 2014

| Date | Description | Amount |
|----------|---|--------------------|
| 02/21/14 | Urban Water Institute Spring Water conference in Palm Springs, CA from Feb. 19-21, 2014 - Accommodations for Director Osborne | 262.30 |
| | Total | \$ 8,554.03 |

- 1 Trip was canceled, airfare available for future travel
- 2 Received a \$78.00 refund from change in flight
- 3 Director Barbre to reimburse MWD OC \$96.00

Cal Card Statement Detail
Statement Date: February 24, 2014
Payment Date: March 14, 2014

| <u>Date</u> | <u>Description</u> | <u>Amount</u> |
|--------------------------|---|--------------------------------|
| <u>Rob's Card</u> | | |
| 1/23/14-2/24/14 | Meals for R. Hunter's meetings on various dates | \$ 471.60 |
| Total | | <u><u>\$ 471.60</u></u> |

Municipal Water District of Orange County
GM Approved Disbursement Report ⁽¹⁾
For the month of March 2014

| <i>Check #</i> | <i>Date</i> | <i>Vendor # Invoice/CM #</i> | <i>Name / Description</i> | <i>Net Amount</i> |
|----------------------------------|-------------|----------------------------------|--|----------------------|
| Core Expenditures: | | | | |
| 125692 | 3/31/14 | BRINKC 030614 | Cynthia Brink 2/27/14 & 3/6/14 Atrium landscaping maintenance | 137.50 |
| | | | ***Total *** | 137.50 |
| | | | Total Core Disbursements | <u>137.50</u> |
| Choice Expenditures: | | | | |
| | | | Total Choice Disbursements | <u>0.00</u> |
| Other Funds Expenditures: | | | | |
| | | | Total Other Funds Disbursements | <u>0.00</u> |
| | | | Total Disbursements | <u><u>137.50</u></u> |



Robert J. Hunter, General Manager



Hilary Chumpitazi, Deputy Treasurer

(1) For disbursements that did not make the cut-off of previous month's Disbursement Approval report.
Disbursements are approved by GM for payment and need A & F Committee ratification.

**Municipal Water District of Orange County
WATER USE EFFICIENCY PROJECTS**

Cash Flow as of 3/31/14

| Cash - Beginning Balance | | | | | | | | | | | | | |
|---|-----------------|-----------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|-----------------|
| | Jul 2013 | Aug 2013 | Sep 2013 | Oct 2013 | Nov 2013 | Dec 2013 | Jan 2014 | Feb 2014 | Mar 2014 | Apr 2014 | May 2014 | Jun 2014 | TOTALS |
| \$ | (204,195.07) | \$ (120,906.78) | \$ 153,254.44 | \$ 203,884.71 | \$ 194,437.45 | \$ 86,512.97 | \$ 298,487.84 | \$ 269,698.65 | \$ 215,800.74 | \$ 292,392.01 | \$ 292,392.01 | \$ 292,392.01 | |
| REVENUES: | | | | | | | | | | | | | |
| BUREC | | | | | | 129,236.42 | | | 30,253.50 | | | | \$ 159,489.92 |
| City of Anaheim, Brea, Buena Park | | 75.00 | | | | 75.00 | 561.00 | 1,335.00 | 75.00 | | | | \$ 2,121.00 |
| City of Fountain Valley, Fullerton | | | | 84.96 | | | 9.96 | 5.48 | 69.00 | | | | \$ 169.40 |
| City of Garden Grove, Huntington Beach | 75.00 | 105.00 | 224.28 | 394.96 | | 75.00 | | 197.90 | 180.00 | | | | \$ 1,252.14 |
| City of La Palma, La Habra, Newport Bch | | | 9.96 | 150.00 | 150.00 | | | 9.96 | 75.00 | | | | \$ 394.92 |
| City of Santa Ana, San Clemente | 300.00 | 75.00 | 220.91 | | 75.00 | | | 330.00 | 150.00 | | | | \$ 1,150.91 |
| City of San Juan Capistrano | 105.00 | 315.00 | | 241.92 | | | | 168.72 | 210.00 | | | | \$ 1,040.64 |
| City of Tustin, Westminster | 315.00 | 285.00 | 75.00 | 70.91 | 87.25 | 150.00 | | 150.00 | 69.00 | | | | \$ 1,202.16 |
| City of Orange, CUWCC | 945.00 | 7,842.25 | 554.85 | 324.96 | | 180.00 | 3,145.66 | 69.00 | 285.00 | | | | \$ 10,201.06 |
| Department of Water Resources | 6,502.95 | | 91,318.70 | 11,804.40 | | | | | 74,156.40 | | | | \$ 186,928.11 |
| East Orange County Water District | | | | | | | | | | | | | \$ - |
| El Toro Water District | 7,198.83 | | 2,743.20 | 2,796.39 | 4,569.99 | | 500.00 | 1,311.00 | 2,061.00 | | | | \$ 21,180.41 |
| Golden State Water Company | 525.00 | | 892.84 | 1,039.99 | 210.00 | 2,622.94 | 105.00 | 1,293.72 | 4,646.00 | | | | \$ 11,335.49 |
| Irvine Ranch Water District | 55,800.00 | | 1,500.00 | 43,514.14 | 2,250.00 | 750.00 | 66,856.99 | 18,660.00 | 35,281.24 | | | | \$ 224,612.37 |
| Laguna Beach County Water District | | | 9.96 | | | 75.00 | | 889.00 | | | | | \$ 973.96 |
| Mesa Water District | 654.96 | | 75.00 | | | 75.00 | | | 375.00 | | | | \$ 1,179.96 |
| Metropolitan Water District | 116,677.96 | 292,381.42 | 722.05 | 5,372.28 | 22,225.79 | 158,856.54 | | 2,441.39 | | | | | \$ 598,677.43 |
| Moulton Niguel Water District, NRCS | 234.96 | 75.00 | 491.97 | | | 361.55 | 375.00 | 594.00 | 150.00 | | | | \$ 2,282.48 |
| MWDOC | | | | 54,000.00 | | | | 7,600.00 | | | | | \$ 61,600.00 |
| Santa Margarita Water District | 300.00 | 534.96 | 1,106.21 | 6,402.99 | 246.99 | 3,333.94 | 1,258.00 | 3,610.00 | 5,140.88 | | | | \$ 21,933.97 |
| Serrano Water District | | | | | | | | | | | | | \$ - |
| South Coast Water District | | 143.00 | | | | | | 144.00 | | | | | \$ 287.00 |
| State Water Resources Control Board | | 127,400.00 | | | | | | | | | | | \$ 127,400.00 |
| Yorba Linda Water District | | 75.00 | | 159.98 | | | 75.00 | 84.96 | | | | | \$ 394.94 |
| Trabuco Canyon Water District | | | | | | | | | | | | | \$ - |
| Miscellaneous Revenues | | | | | | | | | | | | | |
| Interest Revenue | 1.20 | | | | | | 121.52 | | | | | | 122.72 |
| Total Revenues | 189,635.86 | 429,306.63 | 99,944.93 | 126,357.88 | 29,815.02 | 295,791.39 | 73,008.13 | 38,894.13 | 153,177.02 | - | - | - | \$ 1,435,930.99 |
| EXPENDITURES: | | | | | | | | | | | | | |
| Alliance for WUE, A&N Technical | 11,070.00 | 3,295.00 | 2,170.00 | 1,143.50 | | | | | | | | | 17,678.50 |
| Aquaficient, ABG Mktg. | 1,500.00 | 1,500.00 | 1,500.00 | 1,500.00 | 1,500.00 | 1,500.00 | 1,500.00 | 1,500.00 | 1,500.00 | | | | 13,500.00 |
| Bridgecreek landscape, Boeing | | | | | | | 37,924.96 | | | | | | 37,924.96 |
| CA Lndscape Contractor, Chang's Lndscp | | | | | | | | | | | | | - |
| Conservation Consulting, LLC, Earthco | 7,659.00 | 7,105.50 | 6,858.00 | 7,818.75 | 7,326.00 | 7,175.25 | 7,029.00 | 6,132.00 | 7,211.25 | | | | 64,314.75 |
| City of Buena Park, City of Newport Bch | 54,622.00 | 31,700.00 | | | 95,532.00 | 16,632.00 | | 15,002.00 | | | | | 213,488.00 |
| City of San Clemente, San Juan Cap | | 105.00 | | | | | | | | | | | 105.00 |
| City of Tustin, City of Westminster | | 210.00 | | 439.50 | | | | | | | | | 649.50 |
| EOCWD, El Toro WD, Fountain Valley | | | | | | | | | | | | | - |
| Eco friendly landscape, EIS | | 8,850.00 | | | | | | 7,200.00 | 6,450.00 | | | | 22,500.00 |
| Federal Express, Glen's Landscaping | | | | | | | | | | | | | - |
| Garden Grove, Hotel Prog part, IRWD | | | | | 6,350.00 | | | | | | | | 6,350.00 |
| Mesa, MESA, MNWD | | | | 8,060.72 | | | 24,066.44 | | 17,935.77 | | | | 50,062.93 |
| Moulton RCD, Oakley, Paradise Designs | 10,398.07 | 8,684.21 | 7,246.00 | 22,135.63 | 21,301.33 | | | 8,883.94 | 22,015.61 | | | | 100,664.79 |
| Ranalis Fin Consultants, Santa Rosa | | | | | | | | | | | | | - |
| SCWD, SCWD, Survey Gizmo, Smartlimer | | | | 3,115.02 | | | 675.00 | | 270.62 | | | | 4,060.64 |
| Terra Firma, Turf Removal, URS Corp | 16,118.50 | 90,345.70 | 21,493.77 | 84,789.00 | 23,521.50 | 29,412.00 | 23,781.92 | 54,074.10 | 19,952.50 | | | | 363,488.99 |
| Water Landscaping, Waterwise Consult | 4,980.00 | 3,350.00 | 2,050.00 | 1,700.00 | 3,510.00 | | 6,820.00 | | 1,250.00 | | | | 23,660.00 |
| Yorba | | | | | | | | | | | | | - |
| Miscellaneous Expenses | | | | | | | | | | | | | |
| Interest Expense | | | | 41.86 | | | | | | | | | 41.86 |
| Salary & Benefit | | | 7,996.89 | 5,061.16 | | 7,795.94 | | | | | | | 20,853.99 |
| Total Expenditures | 106,347.57 | 155,145.41 | 49,314.66 | 135,805.14 | 137,739.50 | 83,816.52 | 101,797.32 | 92,792.04 | 76,585.75 | - | - | - | \$ 939,343.91 |
| Cash - Ending Balance | \$ (120,906.78) | \$ 153,254.44 | \$ 203,884.71 | \$ 194,437.45 | \$ 86,512.97 | \$ 298,487.84 | \$ 269,698.65 | \$ 215,800.74 | \$ 292,392.01 | \$ 292,392.01 | \$ 292,392.01 | \$ 292,392.01 | |



Municipal Water District of Orange County Consolidated Summary of Cash and Investment

February 28, 2014

Street Address:

18700 Ward Street
Fountain Valley, California 92708

Mailing Address:

P.O. Box 20895
Fountain Valley, CA 92728-0895

(714) 963-3058

Fax: (714) 964-9389

www.mwdoc.com

Joan C. Finnegan
President

Jeffery M. Thomas
Vice President

Brett R. Barbre
Director

Larry D. Dick
Director

Wayne A. Clark
Director

Susan Hinman
Director

Wayne Osborne
Director

Robert J. Hunter
General Manager

MEMBER AGENCIES

City of Brea
City of Buena Park
East Orange County Water District
El Toro Water District
Emerald Bay Service District
City of Fountain Valley
City of Garden Grove
Golden State Water Co.
City of Huntington Beach
Irvine Ranch Water District
Laguna Beach County Water District
City of La Habra
City of La Palma
Mesa Water District
Moulton Niguel Water District
City of Newport Beach
City of Orange
Orange County Water District
City of San Clemente
City of San Juan Capistrano
Santa Margarita Water District
City of Seal Beach
Serrano Water District
South Coast Water District
Trabuco Canyon Water District
City of Tustin
City of Westminster
Yorba Linda Water District

District investments and cash balances are held in various funds designated for certain purposes as follows:

| Fund | Book Value | % of Portfolio |
|-------------------------------------|--------------------|----------------|
| Designated Reserves | | |
| General Operations | \$1,687,565 | 18.17% |
| Grant & Project Cash Flow | 1,000,000 | 10.77% |
| Building Repair | 239,491 | 2.58% |
| Total Designated Reserves | 2,927,056 | 31.52% |
| General Fund | 3,452,935 | 37.19% |
| Water Fund | 2,465,635 | 26.55% |
| Conservation Fund | 215,801 | 2.32% |
| Desalination Feasibility Study Fund | 326,048 | 3.51% |
| WEROC Fund | 93,433 | 1.01% |
| Water Trailers Grant | (198,918) | -2.14% |
| Trustee Activities | 3,632 | 0.04% |
| Total | \$9,285,622 | 100.00% |

The funds are invested as follows:

| Term of Investment | % of Portfolio | Book Value | Market Value |
|---------------------------|----------------|--------------------|--------------------|
| Cash | 10.29% | \$955,411 | \$955,411 |
| Short-term investment | | | |
| • LAIF | 41.61% | \$3,864,180 | \$3,864,180 |
| • OCIP | 25.43% | 2,361,460 | 2,361,460 |
| Long-term investment | | | |
| • Misc. Securities | 21.59% | 2,004,571 | 2,078,215 |
| • Certificates of Deposit | 1.08% | 100,000 | 99,545 |
| Total | 100.00% | \$9,285,622 | \$9,358,811 |

The average number of days to maturity/call as of February 28, 2014 equaled 141 and the average yield to maturity is 1.012%. During the month, the District's average daily balance was \$15,226,608.04. Funds were invested in Federal Agency Issues, Certificates of Deposit, Negotiable CD's, Miscellaneous Securities, the Local Agency Investment Funds (LAIF) and the Orange County Investment Pool (OCIP) during the month of February 2014.

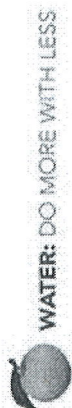
The \$73,189 difference between the book value and the market value on February 28, 2014 represents the exchange difference if all investments had been liquidated on that date. Since it is the District's practice to "buy and hold" investments until maturity, the market values are a point of reference, not an indication of actual loss or gain. There are no current plans or cash flow requirements identified in the near future that would require the sale of these securities prior to maturity.

Robert J. Hunter
General Manager

Hilary Chumpitazi
Deputy Treasurer

MUNICIPAL WATER DISTRICT OF ORANGE COUNTY

Portfolio Management - Portfolio Summary February 28, 2014



| 2/28/2014 | Par Value | Market Value | Book Value | % of Portfolio | Days to Mat/Call | YTM @ Cost |
|-----------------------------------|---------------------|---------------------|---------------------|----------------|------------------|--------------|
| Certificates of Deposit - Bank | 100,000.00 | 99,545.00 | 100,000.00 | 1.20 | 1060 | 1.050 |
| Local Agency Investment Funds | 3,864,179.44 | 3,864,179.44 | 3,864,179.44 | 46.41 | 1 | 0.236 |
| Miscellaneous Securities - Coupon | 2,000,000.00 | 2,078,215.00 | 2,004,571.31 | 24.02 | 533 | 3.346 |
| Orange County Investment Pool | 2,361,460.10 | 2,361,460.10 | 2,361,460.10 | 28.36 | 1 | 0.304 |
| Total Investments | 8,325,639.54 | 8,403,399.54 | 8,330,210.85 | 100.00% | 141 | 1.012 |

| | | | | | | |
|-----------------------------------|---------------------|---------------------|---------------------|--|------------|--------------|
| Cash | | | | | | |
| Passbook Checking | 955,411.19 | 955,411.19 | 955,411.19 | | 1 | 0.00 |
| Total Cash and Investments | 9,281,050.73 | 9,358,810.73 | 9,285,622.04 | | 141 | 1.012 |

| | | |
|--------------------------|------------------------------|----------------------------|
| Total Earnings | Month Ending February | Fiscal Year to Date |
| Current Year | 7,531.60 | 73,980.81 |
| Average Daily Balance | 15,226,608.04 | |
| Effective Rate of Return | 1.012% | |

We certify that this report reflects the cash and investments of the Municipal Water District of Orange County and is in conformity with the Government Code requirements and the District Investment Policy and Guidelines in effect at the time of investment. The Investment Program herein shown provides sufficient cash flow liquidity to meet the next six month's estimated expenditure. The source for the market values are from Union Bank

Robert J. Hunter 3.26.14

Robert J. Hunter, General Manager Date

Hilary Chumpitazi 03/24/2014

Hilary Chumpitazi, Deputy Treasurer Date

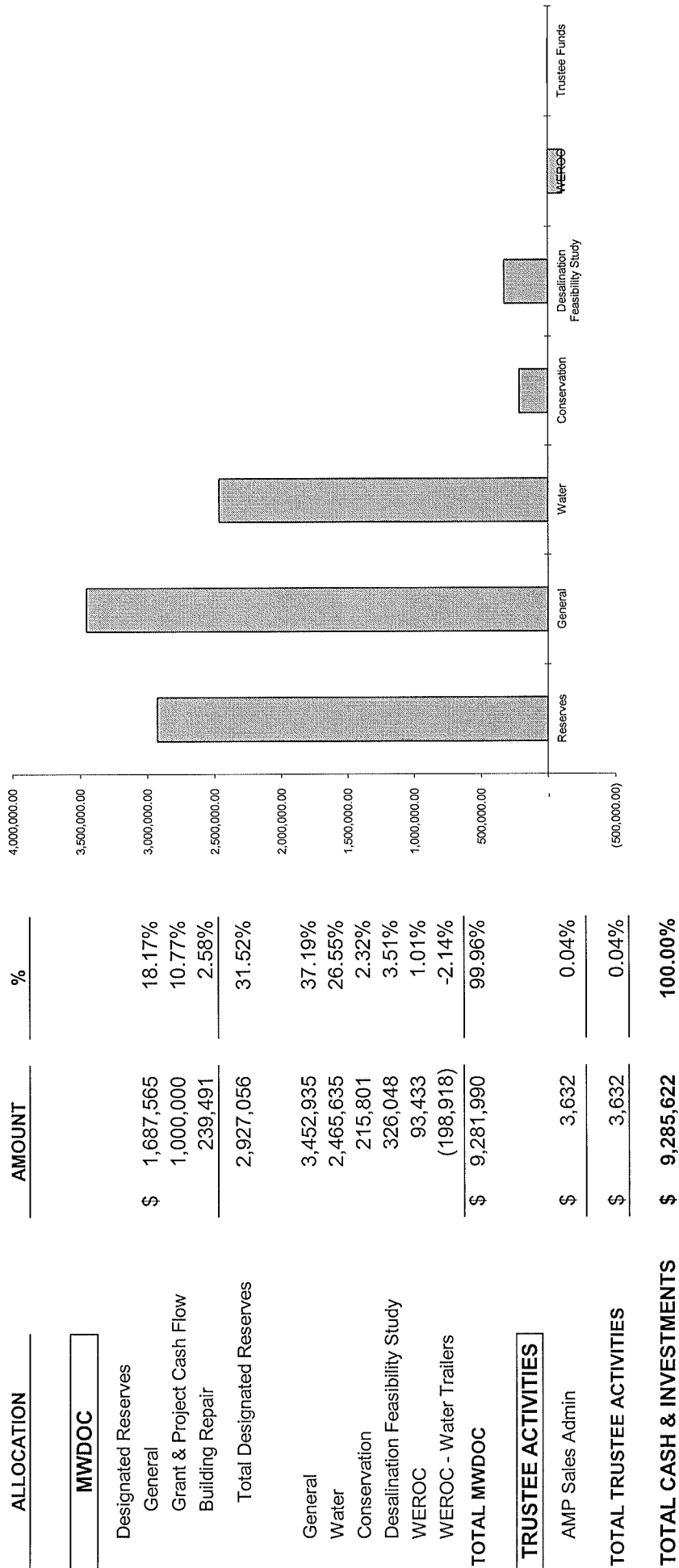
MUNICIPAL WATER DISTRICT OF ORANGE COUNTY
Portfolio Management
Long-Term Portfolio Details - Investments
February 28, 2014

| Issuer | CUSIP/Ticker | Settlement Date | Par Value | Market Value | Book Value | Coupon Rate | YTM @ Cost | Days To Call/Maturity | Maturity Date |
|--|--------------|-----------------|---------------------|---------------------|---------------------|--------------|--------------|-----------------------|---------------|
| Certificate of Deposit - Bank | | | | | | | | | |
| Goldman Sachs Bank | 38143A4T9 | 1/23/2013 | 100,000.00 | 99,545.00 | 100,000.00 | 1.050 | 1.050 | 1060 | 1/23/2017 |
| Sub Total | | | 100,000.00 | 99,545.00 | 100,000.00 | 1.050 | 1.050 | 1060 | |
| Miscellaneous Securities - Coupon | | | | | | | | | |
| Bank of America | 06051GED7 | 10/14/2010 | 250,000.00 | 260,537.50 | 252,430.73 | 3.700 | 3.000 | 550 | 9/1/2015 |
| JPMorgan Chase | 46625HHR4 | 11/23/2010 | 250,000.00 | 258,917.50 | 252,155.02 | 3.400 | 2.700 | 481 | 6/24/2015 |
| MetLife Global | 59217GAD1 | 2/25/2011 | 500,000.00 | 522,855.00 | 501,014.77 | 3.125 | 3.007 | 682 | 1/11/2016 |
| Morgan Stanley | 61747YCT0 | 3/9/2011 | 500,000.00 | 520,975.00 | 499,549.74 | 3.450 | 3.508 | 612 | 11/2/2015 |
| UBS Financial Services | 90261XFY3 | 6/10/2010 | 500,000.00 | 514,930.00 | 499,421.05 | 3.875 | 4.020 | 321 | 1/15/2015 |
| Sub Total | | | 2,000,000.00 | 2,078,215.00 | 2,004,571.31 | 3.500 | 3.346 | 533 | |
| Total Investments | | | 2,100,000.00 | 2,177,760.00 | 2,104,571.31 | 3.383 | 3.237 | 558 | |
| Total Earnings | | | | | | | | | |
| Current Year | | | 5,110.80 | | 45,621.97 | | | | |

MUNICIPAL WATER DISTRICT OF ORANGE COUNTY
Portfolio Management
Short-Term Portfolio Details - Cash and Investments
February 28, 2014

| Investments | CUSIP/Ticker | Settlement Date | Par Value | Market Value | Book Value | Coupon Rate | YTM @ Cost | Days To Call/Maturity | Maturity Date |
|--------------------------------------|--------------|-----------------|---------------------|---------------------|---------------------|--------------|--------------|-----------------------|---------------|
| Local Agency Investment Funds | | | | | | | | | |
| LAIF LGIP | LAIF | 6/30/2010 | 3,864,179.44 | 3,864,179.44 | 3,864,179.44 | 0.236 | 0.236 | 1 | N/A |
| Sub Total | | | 3,864,179.44 | 3,864,179.44 | 3,864,179.44 | 0.236 | 0.236 | 1 | |
| Orange County Investment Pool | | | | | | | | | |
| County of Orange LGIP | OCIP | 6/29/2005 | 2,361,460.10 | 2,361,460.10 | 2,361,460.10 | 0.304 | 0.304 | 1 | N/A |
| Sub Total | | | 2,361,460.10 | 2,361,460.10 | 2,361,460.10 | 0.304 | 0.304 | 1 | |
| Total Investments | | | 6,225,639.54 | 6,225,639.54 | 6,225,639.54 | 0.262 | 0.262 | | |
| Passbook Checking | | | | | | | | | |
| Bank of America Cash | CASH0547 | 7/1/2011 | 954,911.19 | 954,911.19 | 954,911.19 | 0.000 | 0.000 | 1 | N/A |
| Petty Cash Cash | CASH | 7/1/2011 | 500.00 | 500.00 | 500.00 | 0.000 | 0.000 | 1 | N/A |
| Total Cash | | | 955,411.19 | 955,411.19 | 955,411.19 | 0.000 | 0.000 | 1 | |
| Total Cash and Investments | | | 7,181,050.73 | 7,181,050.73 | 7,181,050.73 | 0.262 | 0.262 | 1 | |
| Total Earnings | | | | | | | | | |
| Current Year | | | 2,420.80 | | Fiscal Year To Date | | | | |
| | | | | | | | | | 28,358.84 |

**Municipal Water District of Orange County
Cash and Investments at February 28, 2014**



MUNICIPAL WATER DISTRICT OF ORANGE COUNTY
COMBINED FINANCIAL STATEMENTS
AND
BUDGET COMPARATIVE
JULY 1, 2013 THRU FEBRUARY 28, 2014

**Municipal Water District of Orange County
Combined Balance Sheet
As of February 28, 2014**

| <u>ASSETS</u> | Amount |
|---|--------------------------------------|
| Cash in Bank | 955,411.19 |
| Investments | 8,330,210.85 |
| Accounts Receivable | 27,360,800.13 |
| Accounts Receivable - Other | 248,297.90 |
| Accrued Interest Receivable | 21,513.52 |
| Prepays/Deposits | 322,821.27 |
| Leasehold Improvements | 2,796,412.08 |
| Furniture, Fixtures & Equipment | 536,387.64 |
| Less: Accum Depreciation | (2,373,794.77) |
| TOTAL ASSETS | <u><u>\$38,198,059.81</u></u> |
| <u>LIABILITIES AND FUND BALANCES</u> | |
| Liabilities | |
| Accounts Payable | 28,340,290.40 |
| Accrued Salaries and Benefits Payable | 303,742.64 |
| Other Liabilities | 464,502.18 |
| Other post employment benefits (OPEB) liabilities | 31,956.00 |
| Unearned Revenue | 1,178,596.43 |
| Total Liabilities | <u><u>30,319,087.65</u></u> |
| Fund Balances | |
| Restricted Fund Balances | |
| Water Fund - T2C | 1,011,090.28 |
| Water Fund - CC | 90,343.03 |
| Total Restricted Fund Balances | <u><u>1,101,433.31</u></u> |
| Unrestricted Fund Balances | |
| Designated Reserves | |
| General Operations | 1,655,608.61 |
| Grant & Project Cash Flow | 1,000,000.00 |
| Building Repair | 239,491.00 |
| Total Designated Reserves | <u><u>2,895,099.61</u></u> |
| GENERAL FUND | 1,270,445.12 |
| WEROC | 49,543.25 |
| Total Unrestricted Fund Balances | <u><u>4,215,087.98</u></u> |
| Excess Revenue over Expenditures | |
| Operating Fund | 2,569,915.85 |
| Other Funds | (7,464.98) |
| Total Fund Balance | <u><u>7,878,972.16</u></u> |
| TOTAL LIABILITIES AND FUND BALANCES | <u><u>\$38,198,059.81</u></u> |

Municipal Water District of Orange County
Revenues and Expenditures Budget Comparative Report
General Fund
From July 2013 thru February 2014

| | Month to Date | Year to Date | Annual Budget | % Used | Encumbrance | Budget Remaining |
|--------------------------|----------------------|---------------------|--------------------------|---------------|--------------------|-----------------------------|
| <u>REVENUES</u> | | | | | | |
| Retail Connection Charge | 0.00 | 5,129,804.40 | 5,121,824.00 | 100.16% | 0.00 | (7,980.40) |
| Water Increment | <u>33,746.21</u> | <u>538,633.15</u> | <u>709,840.00</u> | <u>75.88%</u> | <u>0.00</u> | <u>171,206.85</u> |
| Water rate revenues | 33,746.21 | 5,668,437.55 | 5,831,664.00 | 97.20% | 0.00 | 163,226.45 |
| Interest Revenue | <u>7,234.48</u> | <u>71,845.81</u> | <u>138,000.00</u> | <u>52.06%</u> | <u>0.00</u> | <u>66,154.19</u> |
| Subtotal | 40,980.69 | 5,740,283.36 | 5,969,664.00 | 96.16% | 0.00 | 229,380.64 |
| Choice Programs | 3,271.74 | 914,702.18 | 907,846.00 | 100.76% | 0.00 | (6,856.18) |
| Miscellaneous Income | 99.71 | 1,908.88 | 3,000.00 | 63.63% | 0.00 | 1,091.12 |
| School Contracts | <u>18,033.62</u> | <u>51,301.45</u> | <u>70,000.00</u> | <u>73.29%</u> | <u>0.00</u> | <u>18,698.55</u> |
| Subtotal | <u>21,405.07</u> | <u>967,912.51</u> | <u>980,846.00</u> | <u>98.68%</u> | <u>0.00</u> | <u>12,933.49</u> |
| TOTAL REVENUES | <u>62,385.76</u> | <u>6,708,195.87</u> | <u>6,950,510.00</u> | <u>96.51%</u> | <u>0.00</u> | <u>242,314.13</u> |

Municipal Water District of Orange County
Revenues and Expenditures Budget Comparative Report
General Fund
From July 2013 thru February 2014

| | Month to Date | Year to Date | Annual Budget | % Used | Encumbrance | Budget Remaining |
|------------------------------------|---------------------|---------------------|---------------------|---------------|-------------------|---------------------|
| <u>EXPENSES</u> | | | | | | |
| Salaries & Wages | 205,844.73 | 1,881,857.08 | 2,848,711.00 | 66.06% | 0.00 | 966,853.92 |
| Salaries & Wages - Grant Recovery | 0.00 | (16,142.60) | (20,851.00) | 77.42% | 0.00 | (4,708.40) |
| Directors' Compensation | 15,392.79 | 114,860.06 | 200,357.00 | 57.33% | 0.00 | 85,496.94 |
| MWD Representation | 7,329.90 | 54,183.91 | 114,490.00 | 47.33% | 0.00 | 60,306.09 |
| Employee Benefits | 69,141.17 | 544,117.51 | 962,227.00 | 56.55% | 0.00 | 418,109.49 |
| OPEB Annual Contribution | 0.00 | 0.00 | 111,112.00 | 0.00% | 0.00 | 111,112.00 |
| Employee Benefits - Grant Recovery | 0.00 | (4,711.39) | 0.00 | 0.00% | 0.00 | 4,711.39 |
| Director's Benefits | 8,455.06 | 56,769.22 | 87,592.00 | 64.81% | 0.00 | 30,822.78 |
| Health Ins \$'s for Retirees | 3,446.93 | 33,554.23 | 44,463.00 | 75.47% | 0.00 | 10,908.77 |
| Training Expense | 0.00 | 1,639.00 | 14,200.00 | 11.54% | 0.00 | 12,561.00 |
| Tuition Reimbursement | 0.00 | 3,728.60 | 6,000.00 | 62.14% | 0.00 | 2,271.40 |
| Personnel Expenses | 309,610.58 | 2,669,855.62 | 4,368,301.00 | 61.12% | 0.00 | 1,697,403.47 |
| Engineering Expense | 4,500.00 | 43,500.00 | 170,000.00 | 25.59% | 18,000.00 | 108,500.00 |
| Legal Expense | 21,686.60 | 243,960.67 | 304,500.00 | 80.12% | 27,280.83 | 33,258.50 |
| Audit Expense | 0.00 | 17,900.00 | 23,000.00 | 77.83% | 0.00 | 5,100.00 |
| Professional Services | 82,182.66 | 435,203.00 | 797,913.00 | 54.54% | 201,948.26 | 160,761.74 |
| Professional Fees | 108,369.26 | 740,563.67 | 1,295,413.00 | 57.17% | 247,229.09 | 307,620.24 |
| Conference-Staff | 230.00 | 5,060.00 | 12,520.00 | 40.42% | 0.00 | 7,460.00 |
| Conference-Directors | 745.00 | 3,058.00 | 7,960.00 | 38.42% | 0.00 | 4,902.00 |
| Travel & Accom.-Staff | 4,348.67 | 12,862.09 | 28,360.00 | 45.35% | 0.00 | 15,497.91 |
| Travel & Accom.-Directors | 600.71 | 7,048.14 | 15,950.00 | 44.19% | 0.00 | 8,901.86 |
| Travel & Conference | 5,924.38 | 28,028.23 | 64,790.00 | 43.26% | 0.00 | 36,761.77 |
| Membership/Sponsorship | 0.00 | 74,775.70 | 88,087.00 | 84.89% | 0.00 | 13,311.30 |
| CDR Support | 0.00 | 29,969.25 | 39,140.00 | 76.57% | 9,989.75 | (819.00) |
| Dues & Memberships | 0.00 | 104,744.95 | 127,227.00 | 82.33% | 9,989.75 | 12,492.30 |
| Business Expense | 464.42 | 4,219.65 | 7,000.00 | 60.28% | 0.00 | 2,780.35 |
| Maintenance Office | 9,245.71 | 62,428.24 | 104,880.00 | 59.52% | 27,667.39 | 14,784.37 |
| Building Repair & Maintenance | 247.85 | 5,933.26 | 0.00 | 0.00% | 5,789.79 | (11,723.05) |
| Storage Rental & Equipment Lease | 1,111.39 | 9,741.01 | 14,309.00 | 68.08% | 4,566.99 | 1.00 |
| Office Supplies | 3,322.32 | 17,915.16 | 24,000.00 | 74.65% | 1,139.16 | 4,945.68 |
| Postage/Mail Delivery | 854.99 | 7,436.34 | 15,100.00 | 49.25% | 2,406.56 | 5,257.10 |
| Subscriptions & Books | 0.00 | 493.62 | 2,400.00 | 20.57% | 0.00 | 1,906.38 |
| Reproduction Expense | 30.00 | 9,245.89 | 68,587.00 | 13.48% | 9,828.45 | 49,512.66 |
| Maintenance-Computers | 673.14 | 2,016.44 | 7,500.00 | 26.89% | 716.98 | 4,766.58 |
| Software Purchase | 0.00 | 1,769.94 | 9,500.00 | 18.63% | 631.95 | 7,098.11 |
| Software Support | 10,000.00 | 19,015.14 | 54,400.00 | 34.95% | 0.00 | 35,384.86 |
| Automotive Expense | 1,169.06 | 8,771.13 | 14,300.00 | 61.34% | 0.00 | 5,528.87 |
| Toll Road Charges | 196.85 | 898.55 | 1,290.00 | 69.66% | 0.00 | 391.45 |
| Insurance Expense | 7,094.68 | 67,228.44 | 96,000.00 | 70.03% | 0.00 | 28,771.56 |
| Utilities - Telephone | 1,166.37 | 9,604.09 | 16,900.00 | 56.83% | 0.00 | 7,295.91 |
| Bank Fees | 870.10 | 7,188.50 | 10,560.00 | 68.07% | 0.00 | 3,371.50 |
| Miscellaneous Expense | 3,478.42 | 33,259.51 | 80,550.00 | 41.29% | 2,844.74 | 44,445.75 |
| MWDOC's Contrb. To WEROC | 9,068.00 | 72,548.00 | 108,820.00 | 66.67% | 0.00 | 36,272.00 |
| Depreciation Expense | 2,942.02 | 23,535.92 | 0.00 | 0.00% | 0.00 | (23,535.92) |
| Other Expenses | 51,935.32 | 363,248.83 | 636,096.00 | 57.11% | 55,592.01 | 217,255.16 |
| Building Repair & Maintenance | 189,598.80 | 216,837.00 | 315,000.00 | 68.84% | 4,450.00 | 93,713.00 |
| Capital Acquisition | (175.00) | 15,001.72 | 23,500.00 | 63.84% | 0.00 | 8,498.28 |
| TOTAL EXPENSES | 665,263.34 | 4,138,280.02 | 6,830,327.00 | 60.59% | 317,260.85 | 2,374,786.13 |
| NET INCOME (LOSS) | (602,877.58) | 2,569,915.85 | 120,183.00 | | | |

Municipal Water District of Orange County
Revenues and Expenditures Budget Comparative Report
Water Fund
From July 2013 thru February 2014

| | Month to Date | Year to Date | Annual Budget | % Used | Budget Remaining |
|--|----------------------|------------------------|------------------------|---------------|----------------------|
| <u>WATER REVENUES</u> | | | | | |
| Water Sales | 12,185,483.90 | 114,893,390.70 | 145,306,842.00 | 79.07% | 30,413,451.30 |
| Readiness to Serve Charge | 1,162,223.88 | 7,638,699.84 | 10,293,552.00 | 74.21% | 2,654,852.16 |
| Capacity Charge CCF | 304,941.67 | 2,176,283.36 | 3,132,800.00 | 69.47% | 956,516.64 |
| SCP Surcharge | 18,136.74 | 219,278.59 | 354,112.00 | 61.92% | 134,833.41 |
| Interest | <u>245.53</u> | <u>1,943.26</u> | <u>4,630.00</u> | <u>41.97%</u> | <u>2,686.74</u> |
| TOTAL WATER REVENUES | <u>13,671,031.72</u> | <u>124,929,595.75</u> | <u>159,091,936.00</u> | <u>78.53%</u> | <u>34,162,340.25</u> |
| <u>WATER PURCHASES</u> | | | | | |
| Water Sales | 12,185,483.90 | 114,893,390.70 | 145,306,842.00 | 79.07% | 30,413,451.30 |
| Readiness to Serve Charge | 1,162,223.88 | 7,638,699.84 | 10,293,552.00 | 74.21% | 2,654,852.16 |
| Capacity Charge CCF | 304,941.67 | 2,176,283.36 | 3,132,800.00 | 69.47% | 956,516.64 |
| SCP Surcharge | <u>18,136.74</u> | <u>219,278.59</u> | <u>354,112.00</u> | <u>61.92%</u> | <u>134,833.41</u> |
| TOTAL WATER PURCHASES | <u>13,670,786.19</u> | <u>124,927,652.49</u> | <u>159,087,306.00</u> | <u>78.53%</u> | <u>34,159,653.51</u> |
| EXCESS OF REVENUE OVER EXPENDITURES | <u><u>245.53</u></u> | <u><u>1,943.26</u></u> | <u><u>4,630.00</u></u> | | |

Municipal Water District of Orange County
WUE Revenues and Expenditures (Actuals vs Budget)
From July 2013 thru February 2014

| | Year to Date Actual | Annual Budget | % Used |
|--|------------------------|------------------|---------|
| Landscape Performance Certification | | | |
| Revenues | 109,792.84 | 116,000.00 | 94.65% |
| Expenses | 65,736.25 | 107,000.00 | 61.44% |
| Excess of Revenues over Expenditures | 44,056.59 | 0.00 | |
| SmarTimer Program | | | |
| Revenues | 44,817.74 | 125,200.00 | 35.80% |
| Expenses | 53,934.54 | 125,200.00 | 43.08% |
| Excess of Revenues over Expenditures | (9,116.80) | 0.00 | |
| Industrial Water Use Reduction | | | |
| Revenues | 11,047.50 | 113,478.00 | 9.74% |
| Expenses | 59,032.39 | 113,478.00 | 52.02% |
| Excess of Revenues over Expenditures | (47,984.89) | 0.00 | |
| Rotating Nozzles Rebate | | | |
| Revenues | 127,523.32 | 0.00 | 0.00% |
| Expenses | 127,632.06 | 0.00 | 0.00% |
| Excess of Revenues over Expenditures | (108.74) | 0.00 | |
| Hotel Water Use Reduction Program | | | |
| Revenues | 7,100.00 | 189,484.00 | 3.75% |
| Expenses | 26,741.45 | 189,484.00 | 14.11% |
| Excess of Revenues over Expenditures | (19,641.45) | 0.00 | |
| ULFT Rebate Program | | | |
| Revenues | 45,516.70 | 40,000.00 | 113.79% |
| Expenses | 39,831.46 | 40,000.00 | 99.58% |
| Excess of Revenues over Expenditures | 5,685.24 | 0.00 | |
| HECW Rebate Program | | | |
| Revenues | 200,994.26 | 380,000.00 | 52.89% |
| Expenses | 173,996.28 | 380,000.00 | 45.79% |
| Excess of Revenues over Expenditures | 26,997.98 | 0.00 | |
| CII Rebate Program | | | |
| Revenues | 46,494.00 | 0.00 | 0.00% |
| Expenses | 46,350.00 | 0.00 | 0.00% |
| Excess of Revenues over Expenditures | 144.00 | 0.00 | |
| Large Landscape Survey | | | |
| Revenues | 41,084.19 | 21,600.00 | 190.20% |
| Expenses | 58,584.13 | 21,600.00 | 271.22% |
| Excess of Revenues over Expenditures | (17,499.94) | 0.00 | |
| Indoor-Outdoor Survey | | | |
| Revenues | 2,380.35 | 12,150.00 | 19.59% |
| Expenses | 0.00 | 12,150.00 | 0.00% |
| Excess of Revenues over Expenditures | 2,380.35 | 0.00 | |
| Turf Removal Program | | | |
| Revenues | 254,294.99 | 105,000.00 | 242.19% |
| Expenses | 297,239.58 | 105,000.00 | 283.09% |
| Excess of Revenues over Expenditures | (42,944.59) | 0.00 | |

Municipal Water District of Orange County
WUE & Other Funds Revenues and Expenditures (Actuals vs Budget)
From July 2013 thru February 2014

| | Year to Date Actual | Annual Budget | % Used |
|--------------------------------------|------------------------|------------------|---------|
| WUE Master Plan | | | |
| Revenues | 3,313.50 | 0.00 | 0.00% |
| Expenses | 3,330.11 | 0.00 | 0.00% |
| Excess of Revenues over Expenditures | (16.61) | 0.00 | |
| WEROC | | | |
| Revenues | 179,746.03 | 213,577.00 | 84.16% |
| Expenses | 137,585.50 | 213,577.00 | 64.42% |
| Excess of Revenues over Expenditures | 42,160.53 | 0.00 | |
| WEROC Water Trailers | | | |
| Revenues | 464,150.00 | 0.00 | 0.00% |
| Expenses | 464,150.00 | 0.00 | 0.00% |
| Excess of Revenues over Expenditures | 0.00 | 0.00 | |
| WUE Projects | | | |
| Revenues | 894,359.39 | 1,102,912.00 | 81.09% |
| Expenses | 952,408.25 | 1,093,912.00 | 87.06% |
| Excess of Revenues over Expenditures | (58,048.86) | 9,000.00 | |
| RPOI Distributions | | | |
| Revenues | 4,447,821.66 | 1,619,665.00 | 274.61% |
| Expenses | 4,447,821.66 | 1,619,665.00 | 274.61% |
| Excess of Revenues over Expenditures | 0.00 | 0.00 | |
| Ocean Desalination | | | |
| Revenues | 56,326.05 | 115,459.00 | 48.78% |
| Expenses | 56,326.05 | 115,459.00 | 48.78% |
| Excess of Revenues over Expenditures | 0.00 | 0.00 | |



ACTION ITEM

April 16, 2014

TO: Board of Directors

FROM: Administration & Finance Committee
(Directors Thomas, Osborne, Finnegan)

Robert Hunter, General Manager

**SUBJECT: NOMINATIONS/ELECTION OF REGULAR SPECIAL DISTRICT AND
ALTERNATE SPECIAL DISTRICT MEMBER OF THE LOCAL AGENCY
FORMATION COMMISSION (LAFCO)**

STAFF RECOMMENDATION

Staff recommends the Board of Directors: Review and discuss potential nominations to LAFCO and direct staff to submit nominations to LAFCO by the April 18, 2014 deadline.

COMMITTEE RECOMMENDATION

To be determined.

SUMMARY

The terms of office for OC LAFCO's Regular Special District member (currently John Withers) and Alternate Special District Member (currently Jim Fisler) will expire on June 30, 2014.

LAFCO is currently seeking nominations to fill these positions, and the deadline for nominations is 3:00 p.m. on April 18, 2014; note that nominations from the floor will not be accepted. Please note that the terms for these positions are 4 years. Attached are the nomination papers.

At this time, the MWDOC Board may choose to nominate one of the MWDOC Board members to these positions (applications are due April 18th), or may choose to support the incumbents. Attached are letters from John Withers and Jim Fisler requesting support from MWDOC.

| | |
|---|------------------|
| Budgeted (Y/N): | Budgeted amount: |
| Action item amount: | Line item: |
| Fiscal Impact (explain if unbudgeted): | |



March 3, 2014

Joan Finnegan
Presiding Officer
Municipal Water District of Orange County
18700 Ward Street
Fountain Valley, CA 92708-6930

CHAIR
JOE CARCHIO
Councilmember
City of Huntington Beach

VICE CHAIR
PAT BATES
Supervisor
5th District

CHERYL BROTHERS
Councilmember
City of Fountain Valley

JOHN MOORLACH
Supervisor
2nd District

CHARLEY WILSON
Director
Santa Margarita
Water District

SUSAN WILSON
Representative of
General Public

JOHN WITHERS
Director
Irvine Ranch Water District

ALTERNATE
JAMES FISLER
Director
Mesa Water District

ALTERNATE
DEREK J. MCGREGOR
Representative of
General Public

ALTERNATE
TODD SPITZER
Supervisor
3rd District

ALTERNATE
VACANT
Councilmember

CAROLYN EMERY
Executive Officer

RE: Nomination Period for Orange County LAFCO Special District Seats Election

Dear Ms. Finnegan,

The terms of office for OC LAFCO's Regular Special District Member (currently held by John Withers, IRWD) and Alternate Special District Member (currently held by James Fislser, Mesa WD) expire on June 30, 2014. The election process for special district seats are governed by Government Code Section 56332 and the Special Districts Selection Committee By-Laws. A timeline of key election events and responsibilities is outline in the Table below:

| DATE | EVENT |
|--|---|
| March 3, 2014 | LAFCO Executive Officer sends nomination forms by email to independent special district presiding officers, special district general managers, and LAFCO chair. |
| April 18, 2014 (3 PM) | Deadline for submitting nominations for regular and alternate special district members to LAFCO.* |
| April 21 – 25, 2014 | LAFCO develops ballot form. |
| April 25, 2014 | Ballots and "Declaration of Qualification to Vote Forms" emailed to all special district presiding officers. |
| June 13, 2014 (3 PM) | Ballots and declarations due to LAFCO. |
| June 16, 2014 | LAFCO staff (or designee) tabulates ballots and announces results. |
| July 9, 2014 | Oath of office administered (Commission Hearing). |
| * Pursuant to Government Code §56332 (c)(1), if only one candidate is nominated for a vacant seat, that candidate shall be deemed selected, with no further proceedings. | |

Nomination Period for OC LAFCO Special District Seat Election
March 3, 2013

In accordance with Government Code Section 56332 and the Special District Selection Committee By-Laws, the nomination period for the upcoming expired terms is **March 3rd through April 18, 2014**. If your district chooses to nominate a candidate for one or both seats, the presiding officer must complete the enclosed nomination form(s) and return to the LAFCO Executive Officer by **3:00 p.m. on Friday, April 18, 2014**. Nomination forms may be returned by email to cemery@oclafo.org or mailed to the LAFCO offices at 12 Civic Center Plaza, Room 235, Santa Ana, CA 92701. Should you have any questions regarding the election process, please contact me or our Commission Clerk, Cheryl-Carter Benjamin at (714) 834-2556.

Sincerely,



Carolyn Emery
Executive Officer

Attachments:

- O. 2014 Nomination Form – Regular Special District Member
- P. 2014 Nomination Form – Alternate Special District Member

cc: Chair, OC LAFCO
Special District General Managers

2014 NOMINATION FORM

Candidate for the Local Agency Formation Commission (LAFCO)

CANDIDATE INFORMATION FOR **REGULAR** SPECIAL DISTRICT MEMBER:

NAME: _____

TITLE: _____

DISTRICT: _____

☐ Check box if resume or statement of qualifications is attached.

SPECIAL DISTRICT SELECTION COMMITTEE MEMBER SUBMITTING NOMINATION

(Must be the presiding officer or a designated alternate board member.)

NAME: _____ DATE: _____

SIGNATURE: _____

TITLE: _____

DISTRICT: _____

A resume or other supplemental information about the candidate may be included and will be distributed with the election ballots. All completed nomination forms and any supplemental information must be returned to Orange County LAFCO by:

1. Email at: cemery@oclafco.org or
2. Mail at: Orange County LAFCO
12 Civic Center Plaza, Room 235
Santa Ana, CA 92701; or
3. Fax at: (714) 834-2643, Attn: Carolyn Emery

All forms and supplemental information must be received by LAFCO prior to 3:00 p.m. on Friday, April 18, 2014. Nomination forms or candidate information received after that deadline will not be considered.

2014 NOMINATION FORM

Candidate for the Local Agency Formation Commission (LAFCO)

CANDIDATE INFORMATION FOR **ALTERNATE** SPECIAL DISTRICT MEMBER:

NAME: _____

TITLE: _____

DISTRICT: _____

☐ Check box if resume or statement of qualifications is attached.

SPECIAL DISTRICT SELECTION COMMITTEE MEMBER SUBMITTING NOMINATION

(Must be the presiding officer or a designated alternate board member.)

NAME: _____ DATE: _____

SIGNATURE: _____

TITLE: _____

DISTRICT: _____

A resume or other supplemental information about the candidate may be included and will be distributed with the election ballots. All completed nomination forms and any supplemental information must be returned to Orange County LAFCO by:

1. Email at: cemery@oclafco.org or
2. Mail at: Orange County LAFCO
12 Civic Center Plaza, Room 235
Santa Ana, CA 92701; or
3. Fax at: (714) 834-2643, Attn: Carolyn Emery

All forms and supplemental information must be received by LAFCO prior to 3:00 p.m. on Friday, April 18, 2014. Nomination forms or candidate information received after that deadline will not be considered.



RECEIVED

MAR 19 2014

MWD OF OC

IRVINE RANCH WATER DISTRICT

15600 Sand Canyon Avenue • P.O. Box 57000 • Irvine, California 92619-7000 • (949) 453-5300 • www.inwd.com

March 17, 2014

The Honorable Joan Finnegan
Municipal Water District of Orange County
18700 Ward Street
Fountain Valley, California 92708

RE: Request for Support of the Re-election of John Withers of the Irvine Ranch Water District and Orange County Sanitation District to the Orange County Local Agency Formation Commission Regular Special Districts Seat

Dear President Finnegan:

On April 25, 2014, the Orange County Special Districts Selection Committee ballots will be mailed out for the election of the Regular and Alternate Special Districts Members of the Orange County Local Agency Formation Commission (LAFCO). I have had the privilege of holding the regular member seat since 1994, and am honored to be the longest serving commissioner on the Commission. The purpose of this letter is to respectfully request your support of my re-election as your LAFCO Regular Special Districts Member.

LAFCO plays a critical role in ensuring the highest quality of local government services for the public. In Orange County, LAFCO has been instrumental in serving residents by facilitating constructive changes in governmental structure and boundaries, resolving intergovernmental issues, fostering orderly development and governance, and promoting the efficient delivery of services. LAFCO also serves as a public resource by providing a structure for sharing information among governmental agencies and citizens in Orange County.

Over the last four years of my current term, I have worked diligently to represent and protect the interests of special districts like yours. I have a detailed understanding of the importance and value provided by special districts. Because of my extensive experience, I have developed solid working relationships with other LAFCO Commissioners and, illustrative of this fact, have received the endorsements of LAFCO Chairman Joe Carchio and Vice Chair Patricia Bates. These relationships, developed over a long period of time, are critical to the advocacy efforts of special districts. I am accessible and represent *all* special districts throughout the county. My decisions, which always consider your input, are based on sound policy considerations and not the whims of political forces.

Over my 20 years on LAFCO, I have consistently advocated for LAFCO programs that produce more effective and efficient operations, increase meaningful service for special districts and cities in Orange County, and reduce LAFCO's expenditures. I have brought nearly 25 years of

Irvine Ranch Water District

March 17, 2014

Page 2

professional and governmental experience to the Orange County LAFCO Board, have been a diligent advocate for all special districts, and have ensured that each district is heard and represented as an important stakeholder. Additionally, I have regularly reported and updated the ISDCO Executive Committee and WACO on LAFCO activities.

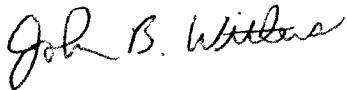
I am running for re-election to the Regular Special District Member seat because I believe that my substantial experience in city, special district and County government, and detailed understanding of the focused services and value special districts provide to the community, can benefit special districts. Additionally, I believe that all special districts in Orange County will continue to benefit from my representation, experience, relationships with other commissioners and my approach to stewardship. For your reference, I have attached a brief list of some of my accomplishments at LAFCO.

In closing, please know that if I am re-elected I will continue to provide excellent representation for residents of Orange County in your district, and respectfully request your vote for my re-election to LAFCO.

If you or your staff would like to discuss this request with me, I can be reached at (949) 861-1250. Also, if you believe it would be beneficial for you and your colleagues to hear from me regarding my qualifications and interests in serving on LAFCO, I would look forward to the opportunity to make such a presentation at one of your upcoming Board meetings or other appropriate setting.

Thank you in advance for your consideration of my candidacy.

Sincerely,

A handwritten signature in cursive script that reads "John B. Withers".

John Withers
Director, Irvine Ranch Water District
Director, Orange County Sanitation District

Enclosure:

Commissioner John Withers

LAFCO Regular Special Districts Member

John Withers has represented ALL special districts on LAFCO since May 1994.

John Withers has served on the Irvine Ranch Water District (IRWD) Board of Directors since 1989. Over his twenty-four years of service, he has served as President of the Board, in a number of officer capacities, and currently serves on the Engineering and Operations and Asset Management Committees as well as on various ad hoc committees. He also represents IRWD on the Board of Directors of the Orange County Sanitation District.

Since 1994, Commissioner Withers has served as Commissioner to the Orange County Local Agency Formation Commission (LAFCO) representing Orange County Special Districts. During his term of service, he has served as LAFCO Chairman, Vice Chairman, and as a member of the LAFCO Executive Committee. He has also served two consecutive years on the CALAFCO Executive Board, and is currently the longest serving OC LAFCO Commissioner. Commissioner Withers has provided twenty years of unmatched professional experience to the LAFCO Board and has been successful in representing special districts. His LAFCO accomplishments include:

Accomplishments of Commissioner Withers

- ***2013-2018 Municipal Service Review Updates:*** Urged the Commission to complete the third round of state-mandated Municipal Service Reviews using a stakeholder approach to ensure that the benefits and services provided by special districts are understood and considered in order to enhance service provision countywide.
- ***Communications:*** Increased transparency, communication and open access to all special district board and city council members by developing and supporting the GRC White Paper in order to provide guidance on various organizational and restricting options to save costs, enhancement of LAFCO's website, and more frequent meetings and presentations with councils and boards to inform them of the Commission's activities.
- ***Budget Management:*** Reduced LAFCO budget expenditures in FY 2012-2013 from previous years, and worked to keep budget increases in FY 2013-2014 at a minimum, resulting in only a 0.33% increase; worked to keep the LAFCO budget apportionments for special districts and cities low; and selected an independent CPA firm to conduct financial audits to review LAFCO's revenue and expenditures to provide more transparency of the LAFCO's operations to funding agencies and the public.
- ***LAFCO Analysis and Studies/Island Annexations:*** Encouraged LAFCO to meet with each Orange County special district and city to discuss the 2013 re-adoption of Spheres of Influence; completed reorganization of the Los Angeles/Orange County boundary; began review of the Orange County Water District's annexation request; completed a number of annexations to special districts including the Yorba Linda Water District, Costa Mesa Sanitary District, and Mesa Water District; completed an update of the LAFCO webpage on Spheres of Influence and Islands; and completed a report documenting the service success stories of special districts.

***Vote for John Withers for the Orange County LAFCO
Regular Special Districts Seat.***

Maribeth Goldsby

From: Larry Dick [no
Sent: Wednesday, A
To: Robert Hunter
Subject: Fw: lafco elect
Attachments: LAFCO Stat
Notifications 2014 Flier.docx

for our information

----- Forwarded Message -----

From: Jim Fisler <j.fisler@sbcglobal.net>
To: ldick@mwdoc.com
Sent: Wednesday, April 2, 2014 10:55 AM
Subject: lafco elections

Good Morning Larry,
Attached is my flyer for re election as LAFCO Special District "alternate" seat. I would hope you and your Board would consider voting for me for re election. Thank You for your consideration.

Regards,

Jim Fisler
Real Estate Consultant
Torelli Realty
Tel. 714.423.4351
<http://www.jimfisler.com>
<mailto:jim@jimfisler.com>
DRE License 01392810

Re-Elect James R. Fisler LAFCO Special Districts Alternate Member

James R. Fisler - President Mesa Water District



James (Jim) R. Fisler was appointed to the Mesa Water District (Mesa Water®) Board of Directors in August 2009, elected in 2010 and re-elected in 2012, and is currently the Board President.

In addition to serving as President of Mesa Water District and being LAFCO's incumbent Special District's Alternate member, James Fisler currently is serving on the ACWA Local Government Committee, Finance Advisory Committee for the City of Costa Mesa, is a Board member of the Costa Mesa Friends of the Libraries, and is a Board member of the Costa Mesa Senior Center. Previously, James Fisler served as a Parks and Recreation Commissioner for the City of Costa Mesa and as a Planning Commissioner for the City of Costa Mesa and is a graduate of the Costa Mesa Citizens Police Academy.

Since March 2010, President Fisler has also served as President of the Mesa Water District Improvement Corporation, a California non-profit public benefit corporation formed to assist Mesa Water in financing specific improvements to the District's water system. Previously for Mesa Water, President Fisler served on the District's Engineering & Operations, Finance, Executive, IT Ad Hoc, and Public Information Committees.

After attending LAFCO meetings for over a year as Mesa Water District's liaison to LAFCO, President Fisler developed an interest in serving on the commission and was elected in 2011 to the Local Agency Formation Commission of Orange County (OC LAFCO) as special district alternate. Additionally he serves as Mesa Water District liaison with the Independent Special Districts of Orange County (ISDOC).

James Fisler is committed to LAFCO's mission of fostering orderly development and governance, promoting the efficient delivery of services, facilitating constructive changes in governmental structure and boundaries, and serving as a resource for local governments and citizens and would be honored to receive your vote and continue to serve as the Special District Alternate to OCLAFCO.



DISCUSSION ITEM

April 9, 2014

TO: Board of Directors

FROM: **Administration & Finance Committee**
(Directors Thomas, Osborne, Finnegan)

Robert J. Hunter, General Manager

SUBJECT: FY 2014/15 BUDGET REVIEW (2nd DRAFT)

STAFF RECOMMENDATION

It is recommended that the Board of Directors discuss the issues raised by our Member Agencies and provide policy direction to the General Manager regarding revisions to the proposed budget.

COMMITTEE RECOMMENDATION

Committee recommends (To be determined at Committee Meeting)

DETAILED REPORT

Staff prepared the first draft of its budget for 2014-15 consistent with the Settlement Agreement from 2011, including a determination of what efforts will be CORE and what efforts will be CHOICE for the coming year. Several discussions on the budget have been held to date:

- Administration & Finance Committee on March 12
- SOC Meeting on March 25
- Manager's Meeting on March 27
- SMWD Board meeting on April 2
- Elected Officials meeting on April 3

| | | | |
|---|---------------------|------------|-----------|
| Budgeted (Y/N): NA | Budgeted amount: NA | Core _x_ | Choice __ |
| Action item amount: NA | | Line item: | |
| Fiscal Impact (explain if unbudgeted): | | | |

The following general comments and observations are summarized from the discussions:

- In general, there were very few comments about the proposed activities or costs in the budget. While there are some questions about specific memberships or staffing proposals, the consensus opinion was in support of the proposed budget activities, expenses, rates and revenues.
- The primary focus of the discussions were on CORE and CHOICE proposals.
 - The following were consistently supported under the category of CORE:
 - ✓ Seeking funding for local projects in Orange County, from MET or other sources
 - ✓ Water Reliability Planning, including the evaluation of various projects
 - ✓ The MET Foundational Action Funding and Grant Programs
 - ✓ Seeking LRP funding and other terms and conditions from MET
 - ✓ Generically helping to make decisions on Ocean Desalination investments in Orange County
 - ✓ Pursuing conjunctive use in Orange County
 - ✓ Working with MET on conveyance of alternative sources of water in the EOCF#2
- It was suggested that the Second Lower Cross Feeder (SLCF) project be completed by the end of the current fiscal year. The efforts include conducting one last “participants” meeting and filing the final report. Subsequent activities would be continued as CORE functions related to reliability or conjunctive use.
- A number of agencies indicated they did not support the following projects as being CORE for the coming year:
 - Second Lower Cross Feeder
 - Doheny Desal
 - Poseidon Desal
- The SMWD Board submitted specific written comments as included in the attached letter.
- Under the Settlement Agreement, activities can be established as CORE, CHOICE, or both, and can be moved between categories. The Agreement identifies the budget process as the mechanism to discuss and decide the assignment of categories.

Options for MWDOC’s Budget for 2014-15

Based on the discussions to date, staff has outlined several options below on moving forward with our budget document and our activities for the coming year.

1. Eliminate SLCF from the budget (fits with options below) with the understanding that if issues carryover with this project, they would fall under MWDOC’s general category of water reliability planning.

2. Leave Doheny and Poseidon as CORE with the understanding of the type of work to be completed in the upcoming Budget year.
3. Change Doheny and Poseidon to CHOICE with the understanding of the type of work to be completed in the upcoming Budget year and with the specific understanding that MWDOC can utilize staff time to help with both of these projects beyond seeking funding and approvals from MET for the LRP funding.
4. Change Doheny and Poseidon to CHOICE and develop a NEW CORE category called Ocean Desalination that includes the type of work to be completed in the upcoming Budget year for Doheny and Poseidon and with the specific understanding that MWDOC can utilize staff time to help with both of these projects beyond seeking funding and approvals from MET under the CORE category of Ocean Desalination.
5. Identify that Doheny and Poseidon have certain elements in both CORE and CHOICE for the coming year and so they can be budgeted in both categories.



Santa Margarita Water District

MEMORANDUM

DATE: April 3, 2014

TO: Municipal Water District of Orange County (MWDOC) Board of Directors

FROM: Santa Margarita Water District (SMWD) Board of Directors

SUBJECT: MWDOC Fiscal Year (FY) 2014-2015 Fiscal Budget

DISCUSSION

The SMWD Board of Directors thanks the MWDOC Board of Directors for the opportunity to offer comments regarding the draft of MWDOC's budget for FY 2014-15. We also would like to thank Rob Hunter, Karl Seckel and their staff for conducting a thorough outreach program with the MWDOC member agencies to solicit and receive comments on your budget. We appreciated that Directors Hinman and Thomas attended and were actively engaged in the discussions at our South County Group meeting and that Mr. Hunter and Mr. Seckel met several times with the same group and the staffs of the member agencies to discuss the budget. We look forward to further discussions as MWDOC considers and revises the budget.

At its April 2, 2014 Board meeting, the District unanimously endorsed the priorities and comments on the MWDOC budget as submitted by the South County agencies. Those comments are as follows:

Recommended MWDOC Priorities

- Effective MWD Representation for Orange County
 - Pump local water into MWD System
 - Provide analysis on the 10-year MWD forecast
 - Review water quality objectives
- Provide Assistance with Additional Water Supply/Storage
 - Review conjunctive use
 - Support new supply projects
- Water Use Efficiency Program
 - Continue strong local, state and federal grant funding programs
- Provide Choice Communication Programs
- Support for WEROC

Recommended Budget Revisions

- Broad efforts and not specific projects should be core services
 - Second Lower Cross Feeder, Doheny and Poseidon should remain choice
 - Support for reliability, review of economics and funding applications are considered core activities
- Review and refine WEROC
- Discuss MWDOC's scope of work for reliability projects with the member agencies
- Discuss MWDOC's scope of work for its communication plan with the member agencies
- Discuss MWDOC's scope of work for its engineering projects with the member agencies
- Review various memberships and conferences

In addition, Santa Margarita Water District is requesting MWDOC consider the following in its budget review:

1. Consider developing an alternative water supply initiative matrix and key benchmarks for project financing, economics and approvals for the following:
 - a. Desalination
 - b. Imported Water from Fenner Valley
 - c. Indirect/direct Reuse
 - d. Water Banking
2. Review the MWDOC financial functions
 - a. Based on the goals and proposed initiatives, does the proposed organization provide a financial business partner for senior staff to rely on for in-depth analysis?

Attached for your consideration, as the MWDOC Board considers proposed budget revisions, is a redlined version of the budget which incorporates the suggested revisions from the District. Thank you for your consideration.

Revised Budget Recommendations - A & F Committee

The Administration & Finance Committee has received comments from member agencies including a summary of South County Agencies' discussion points and comments from a meeting with member agency managers. In consideration of these comments and in the spirit of the Settlement Agreement, we recommend adoption of the budget as recommended by staff with the following exceptions.

1. Amend page 9 and 10 of the staff report (per attached Exhibit A) to clarify that:
 - A Conjunctive Use planning initiative is a CORE activity of MWDOC
 - No additional projects are added to the list of CORE functions of MWDOC.
2. Accept South County priorities for budget implementation (Exhibit B).

EXHIBIT A

10. ~~In addition to the regular CORE functions, it is being recommended that the Doheny Desal be supported this year as a Core Program as all of the activities funded for this budget year are funded under MET's Foundational Actions Program. It is also being recommended that the Poseidon Huntington Beach Project be covered as Core for this coming year as the bulk of activities on the local side of things involves seeking approval from MET of LRP funding. In addition, A Conjunctive use planning initiative replaces the Second Lower Cross Feeder Project ~~is also recommended~~ as a recommended Core function. Our ~~as the~~ plan is to change the focus of activities from project specific to a planning initiative that will study various options for this project to one of conjunctive-use with the OCWD groundwater basin.~~
11. As was done last year, a reminder to the Board that a request for this year's budget was to consider the Memberships outlined in the Budget (Exhibit D) as being approved with approval of the budget. Therefore, each individual membership will NOT be brought to the Board for approval. Any NEW memberships would be brought to the Board for consideration.
12. The Board also requested that the budget approval include Board and Staff attendance at "standard conferences". Staff is recommending that the standard conferences be those included on Exhibit F as being approved with the approval of the budget. Therefore, each individual conference will NOT be brought to the Board for approval. Any NEW conferences would be brought to the Board for consideration.
13. Approval of the budget includes authorization for staff to utilize only the budgeted professional services as marked by a checkmark in Exhibit J (all other professional services will be brought to a Committee and/or the Board in accordance with the Administrative Code).

COMMITTEE RECOMMENDATION

Committee recommends (To be determined at Committee Meeting)

DETAILED REPORT

As staff moves forward in 2014-15 in the budget process, the following key items are discussed below:

1. MWDOC Budget Principles
2. Budget Input from Member Agencies
3. MWDOC Key Initiatives
4. Core/Choice Programs
5. Reserves including OPEB Liability
6. Water Rates and Charges

EXHIBIT A

- This effort would utilize work already completed in Orange County by MWDOC, OCWD, Irvine Ranch Water District, and work now underway by Moulton Niguel Water District. Building off of these other studies means this plan can be completed in a timely and cost-effective manner.

4. Core/Choice Programs for 2014-15

The Choice Programs for fiscal year 2014-15 are as follows:

- Water Use Efficiency
- School Program
- NEW Program - Implementation of Value of Water Communications Program, coming in the fall of 2014.

~~Three efforts that were deemed to be CHOICE programs in prior years will be included under the CORE programs for this year.~~

- ~~• Doheny-Desai Project - Work for the coming year is being managed between South Coast Water District and Laguna Beach County Water District. MWDOC staff will provide management of the funds to be received by this project similar to other MET grant funded projects including the San Juan Basin Authority Project. MWDOC Technical Staff will be responsible for drafting and reviewing several sections of the report to be prepared and will be compensated by the local agencies in the amount of \$37,000 for this work. Other than that, the project will remain as a Core activity.~~
- Second Lower Cross Feeder Project - With OCWD's concurrence, this project is being converted to a conjunctive use project for development of a collaborative project between OCWD and the South County area. As such, MWDOC views this type of arrangement as a Core element in Orange County and will proceed as such.
- ~~• Poseidon Huntington Beach Project - The primary emphasis of this project for the coming year will be the processing of the project as part of MET's LRP program, which MWDOC would do for any project being developed in the County and hence it is being considered as Core for this coming year.~~
- ~~Both the~~ Conjunctive Use Project and ~~the Poseidon Project~~ other initiatives will likely involve transport of locally produced water via a MET pipeline or a pipeline in which MET owns capacity or has the responsibility for water quality provisions. One of MWDOC's key goals for the coming year is to work with MET staff on the terms and conditions for conveyance of local supplies in these types of facilities. Development of this concept in a manner that works both for MET and the local agencies opens up several options in Orange County and hence is further support that these projects be considered as Core for this coming year.

SOC Suggested MWDOC Budget Priorities for FY 2014-15

Effective MET Representation for Orange County

- Coordinate with member agencies in developing positions for issues at MET
- Represent member agencies interests with regards to:
 - Enhanced systems
 - Supply reliability opportunities
 - Increase funding for the Local Resource Program (\$250/AF increase to \$500/AF)
 - Water Use Efficiency Program
 - Short/Long Range Financial Planning/Implementation
 - MET's Water Supply/Shortage Allocation Policy
 - MET's 10-Year Water Supply Purchase Order Policy
 - MET's pilot program for recycled water retrofit – continued support after funds run out

Additional Water Supply / Storage

- Expand conjunctive use storage for emergency purposes
- Funding for recycled water projects, including seasonal storage projects and onsite improvements
- Implement cost-effective recycled water projects, which will reduce the regions dependence on imported water
- Expand water storage programs
- Develop a policy with MET and other key stakeholders, to promote the purchase, delivery and storage of MET system water at storage programs that are operated by MET member agencies

Water Use Efficiency Program

- Acquire local, state, and federal funding to expand Water Use Efficiency / conservation efforts
- MWDOC to continue to administer the Turf Removal Program
- Increase turf removal rebates

Other Items

- Break out MWDOC's Communication Plan to be CORE versus CHOICE
- Coordinate meter testing with MET along the AMP and the EOCF#2 and implement a regular testing program
- Continued support for WEROC
 - Secure funding for emergency response related programs
 - Assist agencies where applicable, i.e. emergency generator quick-connects



First Draft (3/6/2014)
Annual Budget for Fiscal Year 2014-15

MWDOC's mission is:

To provide reliable, high-quality supplies from MWD and other sources to meet present and future needs, at an equitable and economical cost, and to promote water use efficiency for all of Orange County

Exhibit A2
SUMMARY OF REVENUES AND EXPENSES BY LINE ITEMS
CORE FUND

| | FY 2013-2014 ADOPTED BUDGET | FY 2013-2014 PROJECTED ACTUALS | VARIANCE ACTUALS TO BUDGET | FY 2014-2015 PROPOSED BUDGET | VARIANCE TO PROJECTED ACTUALS | VARIANCE TO FY 2013-2014 BUDGET |
|--|-----------------------------------|--------------------------------------|----------------------------------|------------------------------------|-------------------------------------|---------------------------------------|
| OPERATING EXPENSES: | | | | | | |
| Salaries & Wages | \$ 2,524,013 | \$ 2,363,897 | \$ (160,116) | \$ 2,479,944 ¹ | \$ 116,047 | \$ (44,069) |
| less for Recovery from Grants | \$ - | \$ - | \$ - | \$ - | - | 0 |
| Employee Benefits | 848,848 | 702,346 | (146,502) | 797,742 ² | 95,396 | (51,106) |
| Director Compensation | 200,357 | 170,322 | (30,035) | 210,342 | 40,020 | 9,985 |
| Director Benefits | 87,592 | 87,063 | (530) | 93,148 | 6,085 | 5,556 |
| MWD Representation | 114,490 | 97,028 | (17,462) | 120,197 | 23,169 | 5,707 |
| OPEB Annual Contribution | 111,112 | 112,165 | 1,053 | 133,331 | 21,166 | 22,219 |
| Overhead Reimbursement | (139,513) | (134,844) | 4,669 | (139,240) | (4,396) | 273 |
| Health Insurance Coverage for Retirees | 44,463 | 43,410 | (1,053) | 50,244 | 6,834 | 5,781 |
| Audit Expense | 23,000 | 17,900 | (5,100) | 23,000 | 5,100 | 0 |
| Automotive & Toll Road Expenses | 15,590 | 13,486 | (2,104) | 14,550 | 1,064 | (1,040) |
| Conference Expense - Staff | 12,520 | 9,885 | (2,635) | 13,925 | 4,040 | 1,405 |
| Conference Expense - Directors | 7,960 | 4,680 | (3,280) | 9,800 | 5,120 | 1,840 |
| Engineering Expense | 170,000 | 170,000 | - | 355,000 | 185,000 | 185,000 |
| Insurance Expense | 96,000 | 95,999 | (1) | 97,000 | 1,001 | 1,000 |
| Legal Expense - General | 304,500 | 391,414 | 86,914 | 329,000 | (62,414) | 24,500 |
| Maintenance Expense | 104,880 | 99,750 | (5,130) | 118,768 | 19,018 | 13,888 |
| Membership / Sponsorship | 88,087 | 86,742 | (1,345) | 102,637 | 15,895 | 14,550 |
| CDR Participation | 39,140 | 39,140 | - | 39,961 | 821 | 821 |
| Miscellaneous Expense | 78,610 | 70,874 | (7,736) | 71,150 | 276 | (7,460) |
| Postage / Mail Delivery | 15,100 | 10,175 | (4,925) | 11,100 | 925 | (4,000) |
| Professional Fees | 492,102 | 514,337 | 22,235 | 463,700 | (50,637) | (28,402) |
| Rents & Leases | 14,308 | 14,697 | 389 | 16,708 | 2,011 | 2,400 |
| Outside Printing, Subscription & Books | 53,487 | 44,737 | (8,750) | 51,725 | 6,988 | (1,762) |
| Office Supplies | 24,000 | 22,583 | (1,417) | 24,288 | 1,705 | 288 |
| Building Repair & Maintenance | - | 15,443 | 15,443 | 10,800 | (4,643) | 10,800 |
| Computer Maintenance | 7,500 | 5,742 | (1,758) | 6,500 | 758 | (1,000) |
| Business Expense | 7,000 | 6,224 | (776) | 7,000 | 776 | - |
| Software Support & Expense | 63,900 | 62,285 | (1,615) | 51,384 | (10,901) | (12,516) |
| Computers and Equipment | - | - | - | 9,300 | 9,300 | 9,300 |
| Telecommunications Expense | 16,900 | 15,172 | (1,728) | 16,900 | 1,728 | - |
| Temporary Help Expense | - | - | - | - | - | - |
| Training Expense | 14,200 | 8,061 | (6,139) | 18,000 | 9,939 | 3,800 |
| Tuition Reimbursement | 6,000 | 4,469 | (1,531) | 6,000 | 1,531 | - |

Exhibit A2
SUMMARY OF REVENUES AND EXPENSES BY LINE ITEMS
CORE FUND

| | FY 2013-2014 ADOPTED BUDGET | FY 2013-2014 PROJECTED ACTUALS | VARIANCE ACTUALS TO BUDGET | FY 2014-2015 PROPOSED BUDGET | VARIANCE TO PROJECTED ACTUALS | VARIANCE TO FY 2013-2014 BUDGET |
|--|-----------------------------------|--------------------------------------|----------------------------------|------------------------------------|-------------------------------------|---------------------------------------|
| OPERATING EXPENSES: continued | | | | | | |
| Travel & Accommodations - Staff | 28,360 | 22,574 | (5,786) | 38,300 | 15,726 | 9,940 |
| Travel & Accommodations - Directors | 15,950 | 12,785 | (3,165) | 32,300 | 19,515 | 16,350 |
| MWDOC's Contribution to WEROC | 108,820 | 108,820 | - | 128,508 | 19,688 | 19,688 |
| Capital Acquisition (excluding building) | 23,500 | 23,292 | (208) | - | (23,292) | (23,500) |
| NORMAL OPERATING EXPENSES | \$ 5,622,776 | \$ 5,332,653 | \$ (290,122) | \$ 5,813,012 | \$ 480,358 | \$ 190,236 |
| Building Repair & Maintenance | \$ 315,000 | \$ 238,596 | \$ (76,404) | \$ 168,000 | \$ (70,596) | \$ (147,000) |
| Election Expense | - | - | - | 444,000 | 444,000 | 444,000 |
| TOTAL EXPENSES | \$ 5,937,776 | \$ 5,571,249 | \$ (366,526) | \$ 6,425,012 | \$ 853,762 | \$ 487,236 |

| | | | | | | |
|------------------------|---------------------|---------------------|------------------|---------------------|-------------------|-------------------|
| REVENUES: | | | | | | |
| Retail Meter Charge | \$ 5,121,824 | \$ 5,121,824 | \$ - | \$ 6,256,517 | \$ 1,134,692 | \$ 1,134,692 |
| Water Increment Charge | 709,839 | 730,467 | 20,628 | 124,277 | (606,190) | (585,562) |
| Interest Revenue | 138,000 | 132,000 | (6,000) | 138,000 | 6,000 | 0 |
| Miscellaneous Income | - | 3,000 | 3,000 | 3,000 | - | 0 |
| School Contracts | - | - | - | - | - | 0 |
| Inter Fund In | - | - | - | - | - | 0 |
| TOTAL REVENUES | \$ 5,969,663 | \$ 5,987,291 | \$ 17,628 | \$ 6,521,794 | \$ 534,502 | \$ 552,130 |

| | | | | | | |
|--|------------------|-------------------|-------------------|------------------|---------------------|--|
| EFFECT ON RESERVES: | | | | | | |
| TOTAL CONTRIBUTION (DRAW) FROM RESERVES | \$ 31,888 | \$ 416,042 | \$ 384,154 | \$ 96,782 | \$ (319,260) | |

- 1 Total Salaries & Wages includes \$46,135 for intern support
- 2 Total Benefits includes \$5,293 for intern support

Exhibit A3
SUMMARY OF REVENUES AND EXPENSES BY LINE ITEMS
CHOICE FUNDS

| | FY 2013-2014 ADOPTED BUDGET | FY 2013-2014 PROJECTED ACTUALS | VARIANCE ACTUALS TO BUDGET | FY 2014-2015 PROPOSED BUDGET | VARIANCE TO PROJECTED ACTUALS | VARIANCE TO FY 2013-2014 BUDGET |
|--|-----------------------------------|--------------------------------------|----------------------------------|------------------------------------|-------------------------------------|---------------------------------------|
| OPERATING EXPENSES: | | | | | | |
| Salaries & Wages | \$ 390,163 | \$ 402,637 | \$ 12,474 | \$ 386,270 ¹ | \$ (16,366) | \$ (3,892) |
| less for Recovery from Grants | \$ (20,851) | \$ (22,194) | \$ (1,343) | \$ (16,437) | 5,757 | 4,414 |
| Employee Benefits | 133,211 | 130,091 | (3,120) | 130,763 ² | 672 | (2,448) |
| Director Compensation | - | - | - | - | - | - |
| Director Benefits | - | - | - | - | - | - |
| MWD Representation | - | - | - | - | - | - |
| OPEB Annual Contribution | - | - | - | - | - | - |
| Overhead Reimbursement | 139,513 | 134,844 | (4,669) | 139,240 | 4,396 | (272) |
| Health Insurance Coverage for Retirees | - | - | - | - | - | - |
| Audit Expense | - | - | - | - | - | - |
| Automotive & Toll Road Expenses | - | - | - | - | - | - |
| Conference Expense - Staff | - | - | - | - | - | - |
| Conference Expense - Directors | - | - | - | - | - | - |
| Engineering Expense | - | - | - | - | - | - |
| Insurance Expense | - | - | - | - | - | - |
| Legal Expense - General | - | - | - | - | - | - |
| Maintenance Expense | - | - | - | - | - | - |
| Membership / Sponsorship | - | - | - | - | - | - |
| CDR Participation | - | - | - | - | - | - |
| Miscellaneous Expense | 12,500 | 7,502 | (4,998) | 49,250 | 41,748 | 36,750 |
| Postage / Mail Delivery | - | - | - | - | - | - |
| Professional Fees | 327,000 | 305,741 | (21,259) | 517,500 | 211,759 | 190,500 |
| Rents & Leases | - | - | - | - | - | - |
| Outside Printing, Subscription & Books | 17,500 | 17,500 | - | 40,500 | 23,000 | 23,000 |
| Office Supplies | - | - | - | - | - | - |
| Computer Maintenance | - | - | - | - | - | - |
| Software Support & Expense | - | - | - | - | - | - |
| Telecommunications Expense | - | - | - | - | - | - |
| Computers and Equipment | - | - | - | - | - | - |
| Temporary Help Expense | - | - | - | - | - | - |
| Training Expense | - | - | - | - | - | - |
| Tuition Reimbursement | - | - | - | - | - | - |

Exhibit A3
SUMMARY OF REVENUES AND EXPENSES BY LINE ITEMS
CHOICE FUNDS

| | FY 2013-2014 ADOPTED BUDGET | FY 2013-2014 PROJECTED ACTUALS | VARIANCE ACTUALS TO BUDGET | FY 2014-2015 PROPOSED BUDGET | VARIANCE TO PROJECTED ACTUALS | VARIANCE TO FY 2013-2014 BUDGET |
|--|-----------------------------------|--------------------------------------|----------------------------------|------------------------------------|-------------------------------------|---------------------------------------|
| OPERATING EXPENSES: continued | - | - | | - | | |
| Travel & Accommodations - Staff | - | - | - | - | - | - |
| Travel & Accommodations - Directors | - | - | - | - | - | - |
| Capital Acquisition (excluding building) | - | - | | - | - | - |
| TOTAL EXPENSES | \$ 999,035 | \$ 976,120 | \$ (22,915) | \$ 1,247,087 | \$ 270,966 | \$ 248,051 |

| | | | | | | |
|-----------------------|-------------------|-------------------|-------------------|---------------------|-------------------|-------------------|
| REVENUES: | | | | | | |
| Choice Revenue | 977,847 | 976,121 | (1,726) | 1,247,086 | 270,965 | 269,240 |
| TOTAL REVENUES | \$ 977,847 | \$ 976,121 | \$ (1,726) | \$ 1,247,086 | \$ 270,965 | \$ 269,240 |

Staff only for South Orange Coastal Ocean Desal

① Total Salaries & Wages includes \$27,060 for intern support

② Total Benefits includes \$3,210 for intern support

Exhibit A4
SUMMARY OF REVENUES AND EXPENSES BY LINE ITEMS
CONSOLIDATED

| | FY 2013-2014 ADOPTED BUDGET | FY 2013-2014 PROJECTED ACTUALS | VARIANCE ACTUALS TO BUDGET | FY 2014-2015 PROPOSED BUDGET | VARIANCE TO PROJECTED ACTUALS | VARIANCE TO FY 2013-2014 BUDGET |
|--|-----------------------------------|--------------------------------------|----------------------------------|------------------------------------|-------------------------------------|---------------------------------------|
| OPERATING EXPENSES: | | | | | | |
| Salaries & Wages | \$ 2,914,176 | \$ 2,766,534 | \$ (147,642) | \$ 2,866,214 ¹ | \$ 99,681 | \$ (47,961) |
| less for Recovery from Grants | \$ (20,851) | \$ (22,194) | \$ (1,343) | \$ (16,437) | 5,757 | 4,414 |
| Employee Benefits | 982,059 | 832,437 | (149,622) | 928,505 ² | 96,068 | (53,554) |
| Director Compensation | 200,357 | 170,322 | (30,035) | 210,342 | 40,020 | 9,985 |
| Director Benefits | 87,592 | 87,063 | (530) | 93,148 | 6,085 | 5,556 |
| MWD Representation | 114,490 | 97,028 | (17,462) | 120,197 | 23,169 | 5,707 |
| OPEB Annual Contribution | 111,112 | 112,165 | 1,053 | 133,331 | 21,166 | 22,219 |
| Overhead Reimbursement | (0) | - | 0 | - | - | 0 |
| Health Insurance Coverage for Retirees | 44,463 | 43,410 | (1,053) | 50,244 | 6,834 | 5,781 |
| Audit Expense | 23,000 | 17,900 | (5,100) | 23,000 | 5,100 | 0 |
| Automotive & Toll Road Expenses | 15,590 | 13,486 | (2,104) | 14,550 | 1,064 | (1,040) |
| Conference Expense - Staff | 12,520 | 9,885 | (2,635) | 13,925 | 4,040 | 1,405 |
| Conference Expense - Directors | 7,960 | 4,680 | (3,280) | 9,800 | 5,120 | 1,840 |
| Engineering Expense | 170,000 | 170,000 | - | 355,000 | 185,000 | 185,000 |
| Insurance Expense | 96,000 | 95,999 | (1) | 97,000 | 1,001 | 1,000 |
| Legal Expense - General | 304,500 | 391,414 | 86,914 | 329,000 | (62,414) | 24,500 |
| Maintenance Expense | 104,880 | 99,750 | (5,130) | 118,768 | 19,018 | 13,888 |
| Membership / Sponsorship | 88,087 | 86,742 | (1,345) | 102,637 | 15,895 | 14,550 |
| CDR Participation | 39,140 | 39,140 | - | 39,961 | 821 | 821 |
| Miscellaneous Expense | 91,110 | 78,376 | (12,734) | 120,400 | 42,024 | 29,290 |
| Postage / Mail Delivery | 15,100 | 10,175 | (4,925) | 11,100 | 925 | (4,000) |
| Professional Fees | 819,102 | 820,078 | 976 | 981,200 | 161,122 | 162,098 |
| Rents & Leases | 14,308 | 14,697 | 389 | 16,708 | 2,011 | 2,400 |
| Outside Printing, Subscription & Books | 70,987 | 62,237 | (8,750) | 92,225 | 29,988 | 21,238 |
| Office Supplies | 24,000 | 22,583 | (1,417) | 24,288 | 1,705 | 288 |
| Building Repair & Maintenance | - | 15,443 | 15,443 | 10,800 | (4,643) | 10,800 |
| Computer Maintenance | 7,500 | 5,742 | (1,758) | 6,500 | 758 | (1,000) |
| Business Expense | 7,000 | 6,224 | (776) | 7,000 | 776 | - |
| Software Support & Expense | 63,900 | 62,285 | (1,615) | 51,384 | (10,901) | (12,516) |
| Computers and Equipment | - | - | - | 9,300 | 9,300 | 9,300 |
| Telecommunications Expense | 16,900 | 15,172 | (1,728) | 16,900 | 1,728 | - |
| Temporary Help Expense | - | - | - | - | - | - |
| Training Expense | 14,200 | 8,061 | (6,139) | 18,000 | 9,939 | 3,800 |
| Tuition Reimbursement | 6,000 | 4,469 | (1,531) | 6,000 | 1,531 | - |

Exhibit A4
SUMMARY OF REVENUES AND EXPENSES BY LINE ITEMS
CONSOLIDATED

| | FY 2013-2014 ADOPTED BUDGET | FY 2013-2014 PROJECTED ACTUALS | VARIANCE ACTUALS TO BUDGET | FY 2014-2015 PROPOSED BUDGET | VARIANCE TO PROJECTED ACTUALS | VARIANCE TO FY 2013-2014 BUDGET |
|--|-----------------------------------|--------------------------------------|----------------------------------|------------------------------------|-------------------------------------|---------------------------------------|
| OPERATING EXPENSES: continued | - | - | | - | | |
| Travel & Accommodations - Staff | 28,360 | 22,574 | (5,786) | 38,300 | 15,726 | 9,940 |
| Travel & Accommodations - Directors | 15,950 | 12,785 | (3,165) | 32,300 | 19,515 | 16,350 |
| MWDOC's Contribution to WEROC | 108,820 | 108,820 | - | 128,508 | 19,688 | 19,688 |
| MWDOC's Contribution to Desalination | - | - | - | - | - | - |
| Expenses billed to AMP, WFC | - | - | - | - | - | - |
| Election Expense | - | - | - | - | - | - |
| Capital Acquisition (excluding building) | 23,500 | 23,292 | (208) | - | (23,292) | (23,500) |
| NORMAL OPERATING EXPENSES | \$ 6,621,811 | \$ 6,308,774 | \$ (313,037) | \$ 7,060,098 | \$ 751,325 | \$ 438,287 |
| Building Repair & Maintenance | \$ 315,000 | \$ 238,596 | \$ (76,404) | \$ 168,000 | \$ (70,596) | \$ (147,000) |
| Election Expense | - | - | - | 444,000 | 444,000 | 444,000 |
| TOTAL EXPENSES | \$ 6,936,811 | \$ 6,547,370 | \$ (389,441) | \$ 7,672,098 | \$ 1,124,729 | \$ 735,287 |

| | | | | | | |
|-------------------------|---------------------|---------------------|------------------|---------------------|-------------------|-------------------|
| REVENUES: | | | | | | |
| Retail Meter Charge | \$ 5,121,824 | \$ 5,121,824 | \$ - | \$ 6,256,517 | \$ 1,134,692 | \$ 1,134,692 |
| Water Increment Charge | 709,839 | 730,467 | 20,628 | 124,277 | (606,190) | (585,562) |
| Interest Revenue | 138,000 | 132,000 | (6,000) | 138,000 | 6,000 | 0 |
| Miscellaneous Income | - | 3,000 | 3,000 | 3,000 | - | 3,000 |
| School Contracts - Core | - | - | - | - | - | 0 |
| Inter Fund In | - | - | - | - | - | 0 |
| Choice Revenue | 977,847 | 976,121 | (1,726) | 1,247,086 | 270,965 | 269,240 |
| TOTAL REVENUES | \$ 6,947,510 | \$ 6,963,412 | \$ 15,902 | \$ 7,768,880 | \$ 805,468 | \$ 821,370 |

| | | | | | | |
|--|------------------|-------------------|-------------------|------------------|---------------------|--|
| EFFECT ON RESERVES: | | | | | | |
| TOTAL CONTRIBUTION (DRAW) FROM RESERVES | \$ 10,699 | \$ 416,043 | \$ 405,344 | \$ 96,782 | \$ (319,261) | |

1 Total Salaries & Wages includes \$73,195 for intern support

2 Total Benefits includes \$8,503 for intern support

2 Total Benefits assumes a Calpers contribution for full time employees of 15.522% for legacy classic employees, 11.522% for classic employees and 6.25% for PEPRA Calpers employees. A further assumption is that medical, dental and vision insurance rates will increase by 8% for calendar year 2015.

Exhibit A5
SUMMARY OF REVENUES AND EXPENSES BY LINE ITEMS
WATER FUND

| | FY 2013-2014 ADOPTED BUDGET | FY 2013-2014 PROJECTED ACTUALS | VARIANCE ACTUALS TO BUDGET | FY 2014-2015 PROPOSED BUDGET | VARIANCE TO PROJECTED ACTUALS | VARIANCE TO FY 2013-2014 BUDGET |
|---------------------------------|-----------------------------------|--------------------------------------|----------------------------------|------------------------------------|-------------------------------------|---------------------------------------|
| Water Revenues | | | | | | |
| Water Sales | \$ 145,306,842 | \$ 180,403,810 | \$ 35,096,968 | \$ 163,874,103 | \$ (16,529,707) | \$ 18,567,261 |
| Readiness-To-Serve Charge | 10,293,552 | 12,287,593 | 1,994,041 | 13,946,682 | 1,659,089 | 3,653,130 |
| Capacity Charge | 3,132,800 | 3,396,050 | 263,250 | 3,659,300 | 263,250 | 526,500 |
| Tier 2 Contingency | - | - | - | - | - | - |
| Interest Revenue - CC | 380 | 380 | - | | (380) | (380) |
| Interest Revenue - Tier 2 Cont. | 4,250 | 4,275 | 25 | 4,275 | - | 25 |
| SCP Operation Surcharge | 354,112 | 360,000 | 5,888 | 361,200 | 1,200 | 7,088 |
| TOTAL WATER REVENUES | \$ 159,091,936 | \$ 196,452,108 | \$ 37,360,172 | \$ 181,845,560 | \$ (14,606,548) | \$ 22,753,624 |
| Water Expenses | | | | | | |
| Water Purchases | \$ 145,306,842 | \$ 180,403,810 | \$ 35,096,968 | \$ 163,874,103 | \$ (16,529,707) | \$ 18,567,261 |
| Readiness-To-Serve Charge | 10,293,552 | 12,287,593 | 1,994,041 | 13,946,682 | 1,659,089 | 3,653,130 |
| Capacity Charge | 3,132,800 | 3,396,050 | 263,250 | 3,659,300 | 263,250 | 526,500 |
| Tier 2 Surcharge | - | - | - | - | - | - |
| SCP Operation Surcharge | 354,112 | 360,000 | 5,888 | 361,200 | 1,200 | 7,088 |
| TOTAL WATER EXPENSES | \$ 159,087,306 | \$ 196,447,453 | \$ 37,360,147 | \$ 181,841,285 | \$ (14,606,168) | \$ 22,753,979 |
| Changes to Fund Balance: | | | | | | |
| Capacity Charge | \$ 380 | \$ 380 | \$ - | \$ - | \$ (380) | \$ (380) |
| Tier 2 Contingency | \$ 4,250 | \$ 4,275 | \$ 25 | \$ 4,275 | \$ - | \$ 25 |

Exhibit B
Expenditures by Program

| Cost Center | PROGRAM | FY 2013-2014 BUDGET FTE | FY 2014-2015 BUDGET FTE | FY 2013-2014 BUDGET | FY 2013-2014 PROJECTED ACTUALS | FY 2014-2015 PROPOSED BUDGET |
|--------------------------------|--|-------------------------------|-------------------------------|------------------------|--------------------------------------|------------------------------------|
| 11 | Administrative - Board | 1.91 | 1.94 | \$ 1,098,823 | \$ 1,129,603 | \$ 1,144,695 |
| 12 | Administrative - General | 2.61 | 2.48 | 392,648 | 391,479 | 364,859 |
| 13 | Personnel / Staff Development | 1.27 | 1.30 | 209,432 | 197,712 | 265,832 |
| 19 | Overhead | 3.55 | 3.26 | 811,695 | 761,152 | 827,382 |
| 21 | Planning & Resource Development | 2.79 | 2.72 | 616,983 | 571,410 | 675,164 |
| 22 | Research Participation | 0.00 | 0.00 | 39,140 | 39,140 | 39,961 |
| 23 | Met Issues and Special Projects | 3.98 | 4.70 | 629,170 | 622,655 | 823,211 |
| 31 | Governmental Affairs | 0.86 | 1.37 | 384,001 | 366,638 | 487,710 |
| 35 | Policy Development | 0.26 | 0.26 | 53,941 | 60,101 | 58,313 |
| 32 | Public Affairs | 2.72 | 2.28 | 536,434 | 476,211 | 356,670 |
| 41 | Finance | 3.92 | 3.30 | 512,831 | 400,387 | 463,790 |
| 45 | Information Technology | 1.07 | 0.99 | 228,858 | 207,344 | 176,917 |
| 25 | MWDOC's Contribution to WEROC ^[1] | 1.80 | 2.00 | 108,820 | 108,820 | 128,508 |
| CORE TOTAL | | 26.74 | 26.61 | \$ 5,622,776 | \$ 5,332,653 | \$ 5,813,012 |
| 62 | Water Use Efficiency Program | 4.92 | 4.75 | 683,599 | 697,503 | 785,805 |
| 63 | School Programs | 0.12 | 0.12 | 267,871 | 239,135 | 275,109 |
| 67 | Value of Water | 0.00 | 0.00 | - | - | 148,250 |
| 64 | Dana Point Desal | 0.32 | 0.14 | - | 4,246 | 37,922 |
| 65 | Poseidon Desal | 0.19 | 0.00 | 47,565 | 35,237 | - |
| CHOICE TOTAL | | 5.55 | 5.02 | \$ 999,035 | \$ 976,120 | \$ 1,247,087 |
| CORE & CHOICE TOTAL | | 32.29 | 31.63 | \$ 6,621,811 | \$ 6,308,774 | \$ 7,060,098 |
| Includes: | Full-time employees | 27.00 | 26.00 | | | |
| | WEROC Full-time employee | 1.00 | 2.00 | | | |
| | Part-time employees | 2.02 | 1.36 | | | |
| | Interns | 2.27 | 2.27 | | | |

[1] FTE accounts for WEROC, Manager Kelly Hubbard and 1 full time employee. Total cost of WEROC is allocated among MWDOC, OCWD, OCSD, Anaheim, Santa Ana, Fullerton, and South Orange County Wastewater Authority. Dollars shown are MWDOC's share only.

**Municipal Water District of Orange County
2014-2015 FISCAL MASTER PLAN PROJECTIONS**

(in thousands)

| | Projected ACTUALS FY13-14 | BUDGET FY14-15 | FY15-16 | FY16-17 | FY17-18 | FY18-19 | FY19-20 |
|--|---------------------------------|-------------------|----------|----------|----------|----------|----------|
| Beginning Designated Reserve Balance - MWDOC | \$2,909 | \$ 3,325 | \$ 3,422 | \$ 3,735 | \$ 3,477 | \$ 3,785 | \$ 3,624 |
| Adjusted Reserve Balance | 2,909 | 3,325 | 3,422 | 3,735 | 3,477 | 3,785 | 3,624 |
| Revenues | | | | | | | |
| Water Rate Revenues: | | | | | | | |
| Retail Meter Fees | 5,122 | 6,257 | 6,329 | 6,452 | 6,617 | 6,781 | 6,943 |
| Water Rate Increment | 730 | 124 | - | - | - | - | - |
| Subtotal | 5,852 | 6,381 | 6,329 | 6,452 | 6,617 | 6,781 | 6,943 |
| Other Revenues: | | | | | | | |
| Choice Revenues | 976 | 1,247 | 1,278 | 1,310 | 1,343 | 1,377 | 1,411 |
| Interest Earnings | 132 | 138 | 113 | 118 | 138 | 166 | 187 |
| Misc./Reimbursements | 3 | 3 | 5 | 5 | 5 | 5 | 5 |
| Subtotal | 1,111 | 1,388 | 1,397 | 1,433 | 1,486 | 1,548 | 1,603 |
| Total Revenues | 6,963 | 7,769 | 7,726 | 7,885 | 8,103 | 8,329 | 8,547 |
| Expenses | | | | | | | |
| Core Expenses | 5,309 | 5,813 | 6,014 | 6,221 | 6,432 | 6,649 | 6,815 |
| Choice Expenses | 976 | 1,247 | 1,278 | 1,310 | 1,343 | 1,377 | 1,411 |
| Capital Acquisitions (not including building) | 23 | - | 20 | 20 | 20 | 20 | 20 |
| Total Expenses w/o Building & Election | 6,309 | 7,060 | 7,313 | 7,551 | 7,795 | 8,046 | 8,246 |
| Revenue Over Expenses w/o Building & Election | 655 | 709 | 413 | 334 | 308 | 283 | 300 |
| Annual Election Reserve Contribution | 228 | 260 | 260 | 260 | 260 | 260 | 260 |
| Annual Election Expense | - | 444 | | 592 | | 444 | |
| Election Reserve Balance | 228 | 44 | 304 | - | 260 | 76 | 336 |
| Annual Building Reserve Contribution | 350 | 407 | 100 | - | - | - | - |
| Annual Building Expense | 239 | 168 | 100 | - | - | | |
| Building Reserve Balance | 111 | 350 | 350 | 350 | 350 | 350 | 350 |
| Effects on General Reserves | | | | | | | |
| General Reserves Contribution (Draw) | 77 | 42 | 53 | 46 | 48 | 23 | 40 |
| Ending General Fund & Cash Flow Reserves | \$ 2,986 | \$ 3,028 | \$ 3,081 | \$ 3,127 | \$ 3,175 | \$ 3,198 | \$ 3,239 |
| MWDOC Water Rates | | | | | | | |
| Water Sales in Acre Feet | 224,759 | 207,128 | 198,656 | 197,252 | 202,611 | 210,819 | 198,403 |
| Total Retail Meters | 609,741 | 613,384 | 614,475 | 617,440 | 621,355 | 624,960 | 625,510 |
| OCWD BPP % | 70% | 72% | 75% | 75% | 75% | 75% | 75% |
| Increment Rate | \$ 3.25 | \$ 0.60 | \$ - | \$ - | \$ - | \$ - | \$ - |
| Connection Charge | \$ 8.40 | \$ 10.20 | \$ 10.30 | \$ 10.45 | \$ 10.65 | \$ 10.85 | \$ 11.10 |
| Fixed Charge % | | 94% | 100% | 100% | 100% | 100% | 100% |

1 Assumptions for FMP:

Inflation factor: 2.50% per year
 Rate of return on Investment of portfolio: 1.25% per year

Working Capital and Interest Revenue Projections

| | FY14-15 | FY15-16 | FY16-17 | FY17-18 | FY18-19 |
|---|---------|---------|---------|---------|---------|
| Working Capital: | | | | | |
| Designated Reserve Fund | 3,422 | 3,735 | 3,477 | 3,785 | 3,624 |
| General Fund Float | 1,000 | 1,000 | 1,000 | 1,000 | 1,000 |
| WUE use of fund | (200) | (200) | (200) | (200) | (200) |
| Water Payment Float | 4,850 | 4,875 | 4,900 | 4,925 | 4,950 |
| Average Working Capital | 9,072 | 9,410 | 9,177 | 9,510 | 9,374 |
| Interest rate | 1.25% | 1.25% | 1.50% | 1.75% | 2.00% |
| Interest Revenue Projections: | | | | | |
| Interest income - General | 113 | 118 | 138 | 166 | 187 |
| Total Interest Revenue Projections | 113 | 118 | 138 | 166 | 187 |

Total Core Expenses

| | | FY 2013-2014 BUDGET | FY 2013-2014 PROJECTED ACTUALS | FY 2014-2015 PROPOSED BUDGET |
|------|--|------------------------|--------------------------------------|------------------------------------|
| 6010 | Salaries & Wages - Admin | 2,524,013 | 2,363,897 | 2,479,944 |
| | S & W Reimb. DSC or Recov from Grants | - | - | - |
| 6090 | Directors Compensation - MWDOC | 200,357 | 170,322 | 210,342 |
| 6095 | Directors Compensation - MWD | 114,490 | 97,028 | 120,197 |
| 6105 | Benefits - Admin | 848,848 | 702,346 | 797,742 |
| | OPEB Annual Contribution | 111,112 | 112,165 | 133,331 |
| | Overhead Reimbursement | (139,513) | (134,844) | (139,240) |
| 6115 | Benefits - Directors | 87,592 | 87,063 | 93,148 |
| 6120 | Health Insurance Coverage for Retirees | 44,463 | 43,410 | 50,244 |
| 6205 | Training | 14,200 | 8,061 | 18,000 |
| 6210 | Tuition Reimbursement | 6,000 | 4,469 | 6,000 |
| 6220 | Temporary Help | - | - | - |
| 7010 | Engineering - Outside Services | 170,000 | 170,000 | 355,000 |
| 7020 | Legal - General | 304,500 | 391,414 | 329,000 |
| 7030 | Audit | 23,000 | 17,900 | 23,000 |
| 7040 | Other Professional Fees | 492,102 | 514,337 | 463,700 |
| 7047 | Prof Service-Grant Recovery | - | - | - |
| 7110 | Conference - Employee | 12,520 | 9,885 | 13,925 |
| 7115 | Conference - Directors | 7,960 | 4,680 | 9,800 |
| 7150 | Travel & Accommodations - Employee | 28,360 | 22,574 | 38,300 |
| 7155 | Travel & Accommodations - Director | 15,950 | 12,785 | 32,300 |
| 7210 | Membership / Sponsorship | 88,087 | 86,742 | 102,637 |
| 7250 | CDR Participation | 39,140 | 39,140 | 39,961 |
| 7305 | Business Expense | 7,000 | 6,224 | 7,000 |
| 7310 | Office Maintenance | 104,880 | 99,750 | 118,768 |
| 7315 | Building Repair & Maintenance | - | 15,443 | 10,800 |
| 7320 | Rents & Leases | 14,308 | 14,697 | 16,708 |
| 7330 | Office Supplies | 24,000 | 22,583 | 24,288 |
| 7340 | Postal / Mail Delivery | 15,100 | 10,175 | 11,100 |
| 7350 | Subscriptions / Books | 2,400 | 1,035 | 1,600 |
| 7360 | Reproduction Expense | 51,087 | 43,702 | 50,125 |
| 7410 | Computer & Peripherals Maint | 7,500 | 5,742 | 6,500 |
| 7430 | Software Purchase | 9,500 | 8,270 | 22,515 |
| 7440 | Software Support | 54,400 | 54,015 | 28,869 |
| 7450 | Software Development | - | - | - |
| 7510 | Site Maintenance | - | - | - |
| 7540 | Computers and Equipment | - | - | 9,300 |
| 7580 | Maintenance Expense | - | - | - |
| 7610 | Automotive / Mileage | 14,300 | 12,267 | 13,300 |
| 7615 | Toll Road Charges | 1,290 | 1,219 | 1,250 |
| 7620 | Insurance Expense | 96,000 | 95,999 | 97,000 |
| 7640 | Utilities - Telephone | 16,900 | 15,172 | 16,900 |
| 7650 | Bank Fees | 10,560 | 10,530 | 10,700 |
| 7670 | Miscellaneous Expenses | 68,050 | 60,344 | 60,450 |
| 8410 | Overhead Reimbursement | - | - | - |
| 8610 | Depreciation Expense | - | - | - |
| 8810 | Capital Acquisition | 23,500 | 23,292 | - |
| | Total Expenditure | 5,513,956 | 5,223,833 | 5,684,504 |

| | | | |
|-------------------------------|------------------|------------------|------------------|
| MWDOC's Contribution to WEROC | 108,820 | 108,820 | 128,508 |
| MWDOC's Election Expense | - | - | 444,000 |
| MWDOC's Building Expense | 315,000 | 238,596 | 168,000 |
| | <u>5,937,776</u> | <u>5,571,249</u> | <u>6,425,012</u> |

Total Choice Revenue and Expense

| | | FY 2013-2014 BUDGET | FY 2013-2014 PROJECTED ACTUALS | FY 2014-2015 PROPOSED BUDGET |
|------|---------------------------|------------------------|--------------------------------------|------------------------------------|
| | Choice Revenue | 907,847 | 907,847 | 1,177,086 |
| 4205 | School Contracts | 70,000 | 70,000 | 70,000 |
| 4705 | Prior Year Carry Over | - | - | - |
| | | - | - | - |
| | Choice billing over/under | - | (1,726) | - |
| | | - | - | - |
| | | - | - | - |
| | | - | - | - |
| | | - | - | - |
| | Total Revenue | 977,847 | 976,121 | 1,247,086 |

| | | FY 2013-2014 BUDGET | FY 2013-2014 PROJECTED ACTUALS | FY 2014-2015 PROPOSED BUDGET |
|------|--|------------------------|--------------------------------------|------------------------------------|
| 6010 | Salaries & Wages - Admin | 390,163 | 402,637 | 386,270 |
| | S & W Reimb. DSC or Recov from Grants | (20,851) | (22,194) | (16,437) |
| 6090 | Directors Compensation - MWDOC | - | - | - |
| 6095 | Directors Compensation - MWD | - | - | - |
| 6105 | Benefits - Admin | 133,211 | 130,091 | 130,763 |
| | OPEB Annual Contribution | - | - | - |
| | Overhead Reimbursement | 139,513 | 134,844 | 139,240 |
| 6115 | Benefits - Directors | - | - | - |
| 6120 | Health Insurance Coverage for Retirees | - | - | - |
| 6205 | Training | - | - | - |
| 6210 | Tuition Reimbursement | - | - | - |
| 6220 | Temporary Help | - | - | - |
| 7010 | Engineering - Outside Services | - | - | - |
| 7020 | Legal - General | - | - | - |
| 7030 | Audit | - | - | - |
| 7040 | Other Professional Fees | 99,000 | 98,929 | 283,500 |
| | Other Professional Fees - DSC | 228,000 | 206,812 | 234,000 |
| 7110 | Conference - Employee | - | - | - |
| 7115 | Conference - Directors | - | - | - |
| 7150 | Travel & Accommodations - Employee | - | - | - |
| 7155 | Travel & Accommodations - Director | - | - | - |
| 7210 | Membership / Sponsorship | - | - | - |
| 7250 | CDR Participation | - | - | - |
| 7310 | Office Maintenance | - | - | - |
| 7320 | Rents & Leases | - | - | - |
| 7330 | Office Supplies | - | - | - |
| 7340 | Postal / Mail Delivery | - | - | - |
| 7350 | Subscriptions / Books | - | - | - |
| 7360 | Reproduction Expense | 17,500 | 17,500 | 40,500 |
| 7410 | Computer & Peripherals Maint | - | - | - |
| 7430 | Software Purchase | - | - | - |
| 7440 | Software Support | - | - | - |
| 7450 | Software Development | - | - | - |
| 7510 | Site Maintenance | - | - | - |
| 7540 | Computers and Equipment | - | - | - |
| 7580 | Maintenance Expense | - | - | - |
| 7610 | Automotive / Mileage | - | - | - |
| 7615 | Toll Road Charges | - | - | - |
| 7620 | Insurance Expense | - | - | - |
| 7640 | Utilities - Telephone | - | - | - |
| 7650 | Bank Fees | - | - | - |
| 7670 | Miscellaneous Expenses | 12,500 | 7,502 | 49,250 |
| 8410 | Overhead Reimbursement | - | - | - |
| 8610 | Depreciation Expense | - | - | - |
| 8710 | Election Expenses | - | - | - |
| 8810 | Capital Acquisition | - | - | - |
| | Total Expenditure | 999,035 | 976,120 | 1,247,087 |

Total Core and Choice Expenses

| | | FY 2013-2014 BUDGET | FY 2013-2014 PROJECTED ACTUALS | FY 2014-2015 PROPOSED BUDGET |
|------|--|------------------------|--------------------------------------|------------------------------------|
| 6010 | Salaries & Wages - Admin | 2,914,176 | 2,766,534 | 2,866,214 |
| | S & W Reimb. DSC or Recov from Grants | (20,851) | (22,194) | (16,437) |
| 6090 | Directors Compensation - MWDOC | 200,357 | 170,322 | 210,342 |
| 6095 | Directors Compensation - MWD | 114,490 | 97,028 | 120,197 |
| 6105 | Benefits - Admin | 982,059 | 832,437 | 928,505 |
| | OPEB Annual Contribution | 111,112 | 112,165 | 133,331 |
| | Overhead Reimbursement | (0) | - | - |
| 6115 | Benefits - Directors | 87,592 | 87,063 | 93,148 |
| 6120 | Health Insurance Coverage for Retirees | 44,463 | 43,410 | 50,244 |
| 6205 | Training | 14,200 | 8,061 | 18,000 |
| 6210 | Tuition Reimbursement | 6,000 | 4,469 | 6,000 |
| 6220 | Temporary Help | - | - | - |
| 7010 | Engineering - Outside Services | 170,000 | 170,000 | 355,000 |
| 7020 | Legal - General | 304,500 | 391,414 | 329,000 |
| 7030 | Audit | 23,000 | 17,900 | 23,000 |
| 7040 | Other Professional Fees | 591,102 | 613,266 | 747,200 |
| | Other Professional Fees - DSC | 228,000 | 206,812 | 234,000 |
| 7047 | Prof Service-Grant Recovery | - | - | - |
| 7110 | Conference - Employee | 12,520 | 9,885 | 13,925 |
| 7115 | Conference - Directors | 7,960 | 4,680 | 9,800 |
| 7150 | Travel & Accommodations - Employee | 28,360 | 22,574 | 38,300 |
| 7155 | Travel & Accommodations - Director | 15,950 | 12,785 | 32,300 |
| 7210 | Membership / Sponsorship | 88,087 | 86,742 | 102,637 |
| 7250 | CDR Participation | 39,140 | 39,140 | 39,961 |
| 7305 | Business Expense | 7,000 | 6,224 | 7,000 |
| 7310 | Office Maintenance | 104,880 | 99,750 | 118,768 |
| 7315 | Building Repair & Maintenance | - | 15,443 | 10,800 |
| 7320 | Rents & Leases | 14,308 | 14,697 | 16,708 |
| 7330 | Office Supplies | 24,000 | 22,583 | 24,288 |
| 7340 | Postal / Mail Delivery | 15,100 | 10,175 | 11,100 |
| 7350 | Subscriptions / Books | 2,400 | 1,035 | 1,600 |
| 7360 | Reproduction Expense | 68,587 | 61,202 | 90,625 |
| 7410 | Computer & Peripherals Maint | 7,500 | 5,742 | 6,500 |
| 7430 | Software Purchase | 9,500 | 8,270 | 22,515 |
| 7440 | Software Support | 54,400 | 54,015 | 28,869 |
| 7450 | Software Development | - | - | - |
| 7510 | Site Maintenance | - | - | - |
| 7540 | Computers and Equipment | - | - | 9,300 |
| 7580 | Maintenance Expense | - | - | - |
| 7610 | Automotive / Mileage | 14,300 | 12,267 | 13,300 |
| 7615 | Toll Road Charges | 1,290 | 1,219 | 1,250 |
| 7620 | Insurance Expense | 96,000 | 95,999 | 97,000 |
| 7640 | Utilities - Telephone | 16,900 | 15,172 | 16,900 |
| 7650 | Bank Fees | 10,560 | 10,530 | 10,700 |
| 7670 | Miscellaneous Expenses | 80,550 | 67,846 | 109,700 |
| 8410 | Overhead Reimbursement | - | - | - |
| 8610 | Depreciation Expense | - | - | - |
| 8810 | Capital Acquisition | 23,500 | 23,292 | - |
| | Total Expenditure | 6,512,991 | 6,199,954 | 6,931,590 |

| | | | |
|-------------------------------|------------------|------------------|------------------|
| MWDOC's Contribution to WEROC | 108,820 | 108,820 | 128,508 |
| MWDOC's Election Expense | - | - | 444,000 |
| MWDOC's Building Expense | 315,000 | 238,596 | 168,000 |
| | <u>6,936,811</u> | <u>6,547,370</u> | <u>7,672,098</u> |

Administrative - Board

11

| | | FY 2013-2014 BUDGET | FY 2013-2014 PROJECTED ACTUALS | FY 2014-2015 PROPOSED BUDGET |
|------|----------------------------|------------------------|--------------------------------------|------------------------------------|
| 4020 | Water Increment | | | |
| 4050 | Retail Connection Charge | | | |
| 4105 | Interest Revenue | | | |
| 4550 | Interest From Leases - SAC | | | |
| 4205 | School Contracts | | | |
| 4220 | Delinquent Payment Penalty | | | |
| 4240 | Miscellaneous Income | | | |
| 4410 | DWR Grants | | | |
| 4805 | Inter Fund In | | | |
| | Total Revenue | - | - | - |

| | | FY 2013-2014 BUDGET | FY 2013-2014 PROJECTED ACTUALS | FY 2014-2015 PROPOSED BUDGET |
|------|--|------------------------|--------------------------------------|------------------------------------|
| 6010 | Salaries & Wages - Admin | 251,767 | 258,921 | 240,829 |
| 6090 | Directors Compensation - MWDOC | 200,357 | 170,322 | 210,342 |
| 6095 | Directors Compensation - MWD | 114,490 | 97,028 | 120,197 |
| 6105 | Benefits - Admin | 80,657 | 70,197 | 73,779 |
| 6115 | Benefits - Directors | 87,592 | 87,063 | 93,148 |
| 6120 | Health Insurance Coverage for Retirees | | | |
| 6205 | Training | | | |
| 6210 | Tuition Reimbursement | | | |
| 6220 | Temporary Help | | | |
| 7010 | Engineering - Outside Services | | | |
| 7020 | Legal - General | 299,000 | 386,009 | 320,000 |
| 7030 | Audit | | | |
| 7040 | Other Professional Fees | | | |
| 7110 | Conference - Employee | | | |
| 7115 | Conference - Directors | 7,960 | 4,680 | 9,800 |
| 7150 | Travel & Accommodations - Employee | | | |
| 7155 | Travel & Accommodations - Director | 15,950 | 12,785 | 32,300 |
| 7210 | Membership / Sponsorship | 25,000 | 24,339 | 25,000 |
| 7250 | CDR Participation | | | |
| 7310 | Office Maintenance | | | |
| 7320 | Rents & Leases | | | |
| 7330 | Office Supplies | | | |
| 7340 | Postal / Mail Delivery | 4,600 | 4,300 | 4,600 |
| 7350 | Subscriptions / Books | | | |
| 7360 | Reproduction Expense | | | |
| 7410 | Computer & Peripherals Maint | | | |
| 7430 | Software Purchase | | | |
| 7440 | Software Support | | | |
| 7450 | Software Development | | | |
| 7510 | Site Maintenance | | | |
| 7540 | Computers and Equipment | | | |
| 7580 | Maintenance Expense | | | |
| 7610 | Automotive / Mileage | 9,300 | 9,040 | 9,500 |
| 7615 | Toll Road Charges | 650 | 719 | 700 |
| 7620 | Insurance Expense | | | |
| 7640 | Utilities - Telephone | | | |
| 7650 | Bank Fees | | | |
| 7670 | Miscellaneous Expenses | 1,500 | 4,201 | 4,500 |
| 8410 | Overhead Reimbursement | | | |
| 8610 | Depreciation Expense | | | |
| 8810 | Capital Acquisition | | | |
| | Total Expenditure | 1,098,823 | 1,129,603 | 1,144,695 |

1,2 Based on 5% increase from Jan to June 2015.

| | | |
|---|----------------------|-------------------|
| 3 | Best, Best & Krieger | \$ 300,000 |
| | Aleshire & Wynder | \$ 20,000 |
| | | <u>\$ 320,000</u> |

4 See Exhibit F.

5 LAFCO Annual Assessment
See Exhibit D.

6 Misc board expenses (supplies)

| | | |
|---|----------------------|-------------------|
| 7 | Best, Best & Krieger | \$ 346,009 |
| | Aleshire & Wynder | \$ 40,000 |
| | | <u>\$ 386,009</u> |

MWDOC's Election Expense

| | |
|------------------|------------------|
| | 444,000 |
| 1,098,823 | 1,129,603 |
| <u>1,542,823</u> | <u>1,573,603</u> |

Administrative - General

12

| | | FY 2013-2014 BUDGET | FY 2013-2014 PROJECTED ACTUALS | FY 2014-2015 PROPOSED BUDGET | |
|------|--|------------------------|--------------------------------------|------------------------------------|---|
| 6010 | Salaries & Wages - Admin | 218,861 | 239,107 | 182,667 | |
| 6090 | Directors Compensation - MWDOC | | | | |
| 6095 | Directors Compensation - MWD | | | | |
| 6105 | Benefits - Admin | 66,740 | 58,984 | 52,240 | |
| 6115 | Benefits - Directors | | | | |
| 6120 | Health Insurance Coverage for Retirees | | | | |
| 6205 | Training | | | | |
| 6210 | Tuition Reimbursement | | | | |
| 6220 | Temporary Help | | | | |
| 7010 | Engineering - Outside Services | | | | |
| 7020 | Legal - General | | | | |
| 7030 | Audit | | | | |
| 7040 | Other Professional Fees | | | | |
| 7110 | Conference - Employee | 12,520 | 9,885 | 13,925 | 1 |
| 7115 | Conference - Directors | | | | |
| 7150 | Travel & Accommodations - Employee | 28,360 | 22,574 | 38,300 | 1 |
| 7155 | Travel & Accommodations - Director | | | | |
| 7210 | Membership / Sponsorship | 49,527 | 48,843 | 63,577 | 2 |
| 7250 | CDR Participation | | | | |
| 7305 | Business Expense | 7,000 | 6,224 | 7,000 | |
| 7310 | Office Maintenance | | | | |
| 7320 | Rents & Leases | | | | |
| 7330 | Office Supplies | | | | |
| 7340 | Postal / Mail Delivery | | | | |
| 7350 | Subscriptions / Books | 2,400 | 1,035 | 1,600 | |
| 7360 | Reproduction Expense | | | | |
| 7410 | Computer & Peripherals Maint | | | | |
| 7430 | Software Purchase | | | | |
| 7440 | Software Support | | | | |
| 7450 | Software Development | | | | |
| 7510 | Site Maintenance | | | | |
| 7540 | Computers and Equipment | | | | |
| 7580 | Maintenance Expense | | | | |
| 7610 | Automotive / Mileage | 5,000 | 3,227 | 3,800 | |
| 7615 | Toll Road Charges | 640 | 500 | 550 | |
| 7620 | Insurance Expense | | | | |
| 7640 | Utilities - Telephone | | | | |
| 7650 | Bank Fees | | | | |
| 7670 | Miscellaneous Expenses | 1,600 | 1,100 | 1,200 | |
| 8410 | Overhead Reimbursement | | | | |
| 8610 | Depreciation Expense | | | | |
| 8710 | Election Expenses | | | | |
| 8810 | Capital Acquisition | | | | |
| | Total Expenditure | 392,648 | 391,479 | 364,859 | |

1 See Exhibit E.

2 See Exhibit D.

Personnel / Staff Development

13

| | | FY 2013-2014 BUDGET | FY 2013-2014 PROJECTED ACTUALS | FY 2014-2015 PROPOSED BUDGET |
|------|--|------------------------|--------------------------------------|------------------------------------|
| 6010 | Salaries & Wages - Admin | 123,722 | 120,410 | 143,920 |
| 6090 | Directors Compensation - MWDOC | | | |
| 6095 | Directors Compensation - MWD | | | |
| 6105 | Benefits - Admin | 41,960 | 41,435 | 45,913 |
| 6115 | Benefits - Directors | | | |
| 6120 | Health Insurance Coverage for Retirees | | | |
| 6205 | Training | 14,200 | 8,061 | 18,000 |
| 6210 | Tuition Reimbursement | 6,000 | 4,469 | 6,000 |
| 6220 | Temporary Help | | | |
| 7010 | Engineering - Outside Services | | | |
| 7020 | Legal - General | 5,500 | 5,405 | 9,000 |
| 7030 | Audit | | | |
| 7040 | Other Professional Fees | 10,000 | 7,500 | 35,000 |
| 7110 | Conference - Employee | | | |
| 7115 | Conference - Directors | | | |
| 7150 | Travel & Accommodations - Employee | | | |
| 7155 | Travel & Accommodations - Director | | | |
| 7210 | Membership / Sponsorship | | | |
| 7250 | CDR Participation | | | |
| 7310 | Office Maintenance | | | |
| 7320 | Rents & Leases | | | |
| 7330 | Office Supplies | | | |
| 7340 | Postal / Mail Delivery | | | |
| 7350 | Subscriptions / Books | | | |
| 7360 | Reproduction Expense | | | |
| 7410 | Computer & Peripherals Maint | | | |
| 7430 | Software Purchase | | | |
| 7440 | Software Support | | | |
| 7450 | Software Development | | | |
| 7510 | Site Maintenance | | | |
| 7540 | Computers and Equipment | | | |
| 7580 | Maintenance Expense | | | |
| 7610 | Automotive / Mileage | | | |
| 7615 | Toll Road Charges | | | |
| 7620 | Insurance Expense | | | |
| 7640 | Utilities - Telephone | | | |
| 7650 | Bank Fees | | | |
| 7670 | Miscellaneous Expenses | 8,050 | 10,432 | 8,000 |
| 8410 | Overhead Reimbursement | | | |
| 8610 | Depreciation Expense | | | |
| 8710 | Election Expenses | | | |
| 8810 | Capital Acquisition | | | |
| | Total Expenditure | 209,432 | 197,712 | 265,832 |

| | |
|--|--|
| 1 • Staff Technical Training & Leadership Development Training | \$ 18,000 |
| 2 Best, Best & Krieger Demsey, Filliger & Associates | \$ 6,000 \$ 3,000 \$ 9,000 |
| 3 • Semi-annual Review of Deferred Comp and pension investment composition. • Salary & Benefit Benchmark Study | \$ 15,000 \$ 20,000 \$ 35,000 |
| 4 • Employee Recognition program • Employee Background Checks • Team Building, Lunch meetings • Holiday Lunch • OCWD Health Fair • Employee Flu Shots | \$ 2,800 \$ 1,200 \$ 1,400 \$ 1,800 \$ 250 \$ 550 \$ 8,000 |

Overhead
19

| | | FY 2013-2014 BUDGET | FY 2013-2014 PROJECTED ACTUALS | FY 2014-2015 PROPOSED BUDGET |
|------|--|------------------------|--------------------------------------|------------------------------------|
| 6010 | Salaries & Wages - Admin | 376,064 | 343,165 | 345,903 |
| 6090 | Directors Compensation - MWDOC | | | |
| 6095 | Directors Compensation - MWD | | | |
| 6105 | Benefits - Admin | 123,719 | 95,844 | 111,680 |
| | OPEB Annual Contribution | 111,112 | 112,165 | 133,331 |
| | Overhead Reimbursement from Choice | (139,513) | (134,844) | (139,240) |
| 6115 | Benefits - Directors | | | |
| 6120 | Health Insurance Coverage for Retirees | 44,463 | 43,410 | 50,244 |
| 6205 | Training | | | |
| 6210 | Tuition Reimbursement | | | |
| 6220 | Temporary Help | | | |
| 7010 | Engineering - Outside Services | | | |
| 7020 | Legal - General | | | |
| 7030 | Audit | | | |
| 7040 | Other Professional Fees | 10,602 | 9,922 | 10,100 |
| 7110 | Conference - Employee | | | |
| 7115 | Conference - Directors | | | |
| 7150 | Travel & Accommodations - Employee | | | |
| 7250 | CDR Participation | | | |
| 7310 | Office Maintenance | 104,880 | 99,750 | 118,768 |
| 7315 | Building Repair & Maintenance | | 15,443 | 10,800 |
| 7320 | Rents & Leases | 14,308 | 14,697 | 16,708 |
| 7330 | Office Supplies | 24,000 | 22,583 | 24,288 |
| 7340 | Postal / Mail Delivery | 8,000 | 5,375 | 6,000 |
| 7350 | Subscriptions / Books | | | |
| 7360 | Reproduction Expense | 3,900 | 7,827 | 5,400 |
| 7410 | Computer & Peripherals Maint | | | |
| 7430 | Software Purchase | | | |
| 7440 | Software Support | | | 2,300 |
| 7450 | Software Development | | | |
| 7510 | Site Maintenance | | | |
| 7540 | Computers and Equipment | | | |
| 7580 | Maintenance Expense | | | |
| 7610 | Automotive / Mileage | | | |
| 7615 | Toll Road Charges | | | |
| 7620 | Insurance Expense | 96,000 | 95,999 | 97,000 |
| 7640 | Utilities - Telephone | 16,900 | 15,172 | 16,900 |
| 7650 | Bank Fees | 10,560 | 10,530 | 10,700 |
| 7670 | Miscellaneous Expenses | 6,700 | 4,114 | 6,500 |
| 8410 | Overhead Reimbursement | | | |
| 8610 | Depreciation Expense | | | |
| 8710 | Election Expenses | | | |
| 8810 | Capital Acquisition | | | |
| | Total Expenditure | 811,695 | 761,152 | 827,382 |

| | | | |
|---|--|----|---------|
| 1 | <u>Retirees:</u> | | |
| | • 8 Retirees | \$ | 50,244 |
| 2 | • Pension Plan administration by Dissinger Associates | \$ | 3,400 |
| | • Cafeteria Plan Wameworks | \$ | 2,400 |
| | • ECS Records Management maintenance and support | \$ | 3,800 |
| | • Blytheco HR Maint | \$ | 500 |
| | | | 10,100 |
| 3 | • Site maintenance and receptionist from OCWD | \$ | 107,200 |
| | • Plant Maintenance | \$ | 2,700 |
| | • Copier machine maint. | \$ | 3,268 |
| | • Landscape Atrium Maint | \$ | 1,800 |
| | • Binding Machine Renewal | \$ | 600 |
| | • Phone Maintenance | \$ | 3,200 |
| | | \$ | 118,768 |
| 4 | • Iron Mountain | \$ | 9,600 |
| | • Copier machine lease | \$ | 6,108 |
| | • El Toro Water District (South EOC site) | \$ | 1,000 |
| | | \$ | 16,708 |
| 5 | • Chillers, Boilers, new EMS, Board Room MWDOC @ 36% | \$ | 168,000 |
| 6 | • ABRA HR module upgrade | \$ | 2,300 |

| | | | |
|--------------------------|-----------|---------|---------|
| MWDOC's Building Expense | 315,000 | 238,596 | 168,000 |
| | 1,126,695 | 999,748 | 995,382 |

Planning Resource Development
21

| | | FY 2013-2014 BUDGET | FY 2013-2014 PROJECTED ACTUALS | FY 2014-2015 PROPOSED BUDGET |
|------|--|------------------------|--------------------------------------|------------------------------------|
| 6010 | Salaries & Wages - Admin | 382,129 | 350,975 | 395,062 |
| 6012 | Salaries & Wages - Reimb. from Grants | - | | - |
| 6090 | Directors Compensation - MWDOC | | | |
| 6095 | Directors Compensation - MWD | | | |
| 6105 | Benefits - Admin | 127,853 | 114,939 | 133,102 |
| 6115 | Benefits - Directors | | | |
| 6120 | Health Insurance Coverage for Retirees | | | |
| 6205 | Training | | | |
| 6210 | Tuition Reimbursement | | | |
| 6220 | Temporary Help | | | |
| 7010 | Engineering - Outside Services | 100,000 | 100,000 | 140,000 |
| 7020 | Legal - General | | | |
| 7030 | Audit | | | |
| 7040 | Other Professional Fees | | | |
| 7110 | Conference - Employee | | | |
| 7115 | Conference - Directors | | | |
| 7150 | Travel & Accommodations - Employee | | | |
| 7155 | Travel & Accommodations - Director | | | |
| 7210 | Membership / Sponsorship | | | |
| 7250 | CDR Participation | | | |
| 7310 | Office Maintenance | | | |
| 7320 | Rents & Leases | | | |
| 7330 | Office Supplies | | | |
| 7340 | Postal / Mail Delivery | | | |
| 7350 | Subscriptions / Books | | | |
| 7360 | Reproduction Expense | | | |
| 7410 | Computer & Peripherals Maint | | | |
| 7430 | Software Purchase | | | |
| 7440 | Software Support | | | |
| 7450 | Software Development | | | |
| 7510 | Site Maintenance | | | |
| 7540 | Computers and Equipment | | | |
| 7580 | Maintenance Expense | | | |
| 7610 | Automotive / Mileage | | | |
| 7615 | Toll Road Charges | | | |
| 7620 | Insurance Expense | | | |
| 7640 | Utilities - Telephone | | | |
| 7650 | Bank Fees | | | |
| 7670 | Miscellaneous Expenses | 7,000 | 5,497 | 7,000 |
| 8410 | Overhead Reimbursement | | | |
| 8610 | Depreciation Expense | | | |
| 8710 | Election Expenses | | | |
| 8810 | Capital Acquisition | | | |
| | Total Expenditure | 616,983 | 571,410 | 675,164 |

1 Includes general consulting, reliability of MET, conjunctive use, climate change and value of being reliable.

Research Participation
22

| | | FY 2013-2014 BUDGET | FY 2013-2014 PROJECTED ACTUALS | FY 2014-2015 PROPOSED BUDGET |
|------|--|------------------------|--------------------------------------|------------------------------------|
| 6010 | Salaries & Wages - Admin | | | |
| 6090 | Directors Compensation - MWDOC | | | |
| 6095 | Directors Compensation - MWD | | | |
| 6105 | Benefits - Admin | | | |
| 6115 | Benefits - Directors | | | |
| 6120 | Health Insurance Coverage for Retirees | | | |
| 6205 | Training | | | |
| 6210 | Tuition Reimbursement | | | |
| 6220 | Temporary Help | | | |
| 7010 | Engineering - Outside Services | | | |
| 7020 | Legal - General | | | |
| 7030 | Audit | | | |
| 7040 | Other Professional Fees | | | |
| 7110 | Conference - Employee | | | |
| 7115 | Conference - Directors | | | |
| 7150 | Travel & Accommodations - Employee | | | |
| 7155 | Travel & Accommodations - Director | | | |
| 7210 | Membership / Sponsorship | | | |
| 7250 | CDR Participation | 39,140 | 39,140 | 39,961 |
| 7310 | Office Maintenance | | | |
| 7320 | Rents & Leases | | | |
| 7330 | Office Supplies | | | |
| 7340 | Postal / Mail Delivery | | | |
| 7350 | Subscriptions / Books | | | |
| 7360 | Reproduction Expense | | | |
| 7410 | Computer & Peripherals Maint | | | |
| 7430 | Software Purchase | | | |
| 7440 | Software Support | | | |
| 7450 | Software Development | | | |
| 7510 | Site Maintenance | | | |
| 7540 | Computers and Equipment | | | |
| 7580 | Maintenance Expense | | | |
| 7610 | Automotive / Mileage | | | |
| 7615 | Toll Road Charges | | | |
| 7620 | Insurance Expense | | | |
| 7640 | Utilities - Telephone | | | |
| 7650 | Bank Fees | | | |
| 7670 | Miscellaneous Expenses | | | |
| 8410 | Overhead Reimbursement | | | |
| 8610 | Depreciation Expense | | | |
| 8710 | Election Expenses | | | |
| 8810 | Capital Acquisition | | | |
| | Total Expenditure | 39,140 | 39,140 | 39,961 |

1 Center for Demographic Research at
Cal State University Fullerton \$ 39,961

Met Issues and Special Projects
23

| | | FY 2013-2014 BUDGET | FY 2013-2014 PROJECTED ACTUALS | FY 2014-2015 PROPOSED BUDGET | |
|------|--|------------------------|--------------------------------------|------------------------------------|---|
| 6010 | Salaries & Wages - Admin | 413,670 | 419,131 | 458,724 | 1 |
| 6090 | Directors Compensation - MWDOC | | | | |
| 6095 | Directors Compensation - MWD | | | | |
| 6105 | Benefits - Admin | 145,500 | 133,524 | 149,487 | |
| 6115 | Benefits - Directors | | | | |
| 6120 | Health Insurance Coverage for Retirees | | | | |
| 6205 | Training | | | | |
| 6210 | Tuition Reimbursement | | | | |
| 6220 | Temporary Help | | | | |
| 7010 | Engineering - Outside Services | 70,000 | 70,000 | 215,000 | 2 |
| 7020 | Legal - General | | | | |
| 7030 | Audit | | | | |
| 7040 | Other Professional Fees | | | | |
| 7045 | Other Professional Fees - MET | | | | |
| 7110 | Conference - Employee | | | | |
| 7115 | Conference - Directors | | | | |
| 7150 | Travel & Accommodations - Employee | | | | |
| 7155 | Travel & Accommodations - Director | | | | |
| 7210 | Membership / Sponsorship | | | | |
| 7250 | CDR Participation | | | | |
| 7310 | Office Maintenance | | | | |
| 7320 | Rents & Leases | | | | |
| 7330 | Office Supplies | | | | |
| 7340 | Postal / Mail Delivery | | | | |
| 7350 | Subscriptions / Books | | | | |
| 7360 | Reproduction Expense | - | - | - | |
| 7410 | Computer & Peripherals Maint | | | | |
| 7430 | Software Purchase | | | | |
| 7440 | Software Support | | | | |
| 7450 | Software Development | | | | |
| 7510 | Site Maintenance | | | | |
| 7540 | Computers and Equipment | | | | |
| 7580 | Maintenance Expense | | | | |
| 7610 | Automotive / Mileage | | | | |
| 7615 | Toll Road Charges | | | | |
| 7620 | Insurance Expense | | | | |
| 7640 | Utilities - Telephone | | | | |
| 7650 | Bank Fees | | | | |
| 7670 | Miscellaneous Expenses | | | | |
| 8410 | Overhead Reimbursement | | | | |
| 8610 | Depreciation Expense | | | | |
| 8710 | Election Expenses | | | | |
| 8810 | Capital Acquisition | | | | |
| | Total Expenditure | 629,170 | 622,655 | 823,211 | |

- 1 Admin Staff hours & costs moved from 11 (40%), 12 (20%) to 23 to provide a better estimate of the costs of MET Activities.
- 2 Includes funding for local project decision-making, MET advocacy, MET workgroup and start of UWMP

Government Affairs
31

| | | FY 2013-2014 BUDGET | FY 2013-2014 PROJECTED ACTUALS | FY 2014-2015 PROPOSED BUDGET |
|------|--|------------------------|--------------------------------------|------------------------------------|
| 6010 | Salaries & Wages - Admin | 77,115 | 65,323 | 145,559 |
| 6090 | Directors Compensation - MWDOC | | | |
| 6095 | Directors Compensation - MWD | | | |
| 6105 | Benefits - Admin | 36,386 | 5,315 | 45,351 |
| 6115 | Benefits - Directors | | | |
| 6120 | Health Insurance Coverage for Retirees | | | |
| 6205 | Training | | | |
| 6210 | Tuition Reimbursement | | | |
| 6220 | Temporary Help | | | |
| 7010 | Engineering - Outside Services | | | |
| 7020 | Legal - General | | | |
| 7030 | Audit | | | |
| 7040 | Other Professional Fees | 254,000 | 290,000 | 280,000 |
| 7110 | Conference - Employee | | | |
| 7115 | Conference - Directors | | | |
| 7150 | Travel & Accommodations - Employee | | | |
| 7155 | Travel & Accommodations - Director | | | |
| 7210 | Membership / Sponsorship | | | |
| 7250 | CDR Participation | | | |
| 7310 | Office Maintenance | | | |
| 7320 | Rents & Leases | | | |
| 7330 | Office Supplies | | | |
| 7340 | Postal / Mail Delivery | | | |
| 7350 | Subscriptions / Books | | | |
| 7360 | Reproduction Expense | 6,000 | - | - |
| 7410 | Computer & Peripherals Maint | | | |
| 7430 | Software Purchase | | | |
| 7440 | Software Support | | | |
| 7450 | Software Development | | | |
| 7510 | Site Maintenance | | | |
| 7540 | Computers and Equipment | | | |
| 7580 | Maintenance Expense | | | |
| 7610 | Automotive / Mileage | | | |
| 7615 | Toll Road Charges | | | |
| 7620 | Insurance Expense | | | |
| 7640 | Utilities - Telephone | | | |
| 7650 | Bank Fees | | | |
| 7670 | Miscellaneous Expenses | 10,500 | 6,000 | 16,800 |
| 8410 | Overhead Reimbursement | | | |
| 8610 | Depreciation Expense | | | |
| 8710 | Election Expenses | | | |
| 8810 | Capital Acquisition | | | |
| | Total Expenditure | 384,001 | 366,638 | 487,710 |

1 • Townsend \$ 90,000
• Barker \$ 96,000
• Ackerman \$ 36,000
• Lewis Consulting \$ 48,000
• Travel & Misc expenses \$ 10,000
\$ 280,000

2 • State & Federal Legislative Tracking \$ 3,500
• Legislative Outreach & Briefings \$ 7,000
• Water Policy Dinners \$ 6,300
\$ 16,800

3 • Townsend \$ 117,000
• Barker \$ 84,000
• Travel/Miscellaneous \$ 5,000
• Lewis Consulting \$ 48,000
• Nossaman/Ackerman \$ 36,000
\$ 290,000

Public Affairs
32

| | | FY 2013-2014 BUDGET | FY 2013-2014 PROJECTED ACTUALS | FY 2014-2015 PROPOSED BUDGET | |
|------|--|------------------------|--------------------------------------|------------------------------------|---|
| 6010 | Salaries & Wages - Admin | 192,083 | 156,270 | 166,876 | |
| | Salaries & Wages - Reimb. from Grants | | | | |
| 6090 | Directors Compensation - MWDOC | | | | |
| 6095 | Directors Compensation - MWD | | | | |
| 6105 | Benefits - Admin | 59,664 | 51,152 | 51,204 | |
| 6115 | Benefits - Directors | | | | |
| 6120 | Health Insurance Coverage for Retirees | | | | |
| 6205 | Training | | | | |
| 6210 | Tuition Reimbursement | | | | |
| 6220 | Temporary Help | | | | |
| 7010 | Engineering - Outside Services | | | | |
| 7020 | Legal - General | | | | |
| 7030 | Audit | | | | |
| 7040 | Other Professional Fees | 212,500 | 204,415 | 65,600 | 1 |
| 7047 | Prof Service-Grant Recovery | | | | |
| 7110 | Conference - Employee | | | | |
| 7115 | Conference - Directors | | | | |
| 7150 | Travel & Accommodations - Employee | | | | |
| 7155 | Travel & Accommodations - Director | | | | |
| 7210 | Membership / Sponsorship | | | | |
| 7250 | CDR Participation | | | | |
| 7310 | Office Maintenance | | | | |
| 7320 | Rents & Leases | | | | |
| 7330 | Office Supplies | | | | |
| 7340 | Postal / Mail Delivery | 2,500 | 500 | 500 | |
| 7350 | Subscriptions / Books | | | | |
| 7360 | Reproduction Expense | 41,187 | 35,875 | 44,725 | 2 |
| 7410 | Computer & Peripherals Maint | | | | |
| 7430 | Software Purchase | | | 15,515 | 4 |
| 7440 | Software Support | | | | |
| 7450 | Software Development | | | | |
| 7510 | Site Maintenance | | | | |
| 7540 | Computers and Equipment | | | | |
| 7580 | Maintenance Expense | | | | |
| 7610 | Automotive / Mileage | | | | |
| 7615 | Toll Road Charges | | | | |
| 7620 | Insurance Expense | | | | |
| 7640 | Utilities - Telephone | | | | |
| 7650 | Bank Fees | | | | |
| 7670 | Miscellaneous Expenses | 28,500 | 28,000 | 12,250 | 3 |
| 8410 | Overhead Reimbursement | | | | |
| 8610 | Depreciation Expense | | | | |
| 8710 | Election Expenses | | | | |
| 8810 | Capital Acquisition | | | | |
| | Total Expenditure | 536,434 | 476,211 | 356,670 | |

| | | |
|---|---------------------------------|-----------|
| 1 | Public Affairs Activities: | |
| | • Resolutions | \$ 5,000 |
| | • Member Agency Workshops PAW | \$ 5,000 |
| | • Consumer Confidence Reports | \$ 31,000 |
| | • Website Hosting & Maintenance | \$ 7,500 |
| | • Event Registration Fees | \$ 3,500 |
| | • PAW meeting materials | \$ 2,600 |
| | Subtotal | 54,600 |

| | | |
|--|---------------------------------|------------------|
| | Communications Plan Activities: | |
| | • Outreach | \$ 7,500 |
| | • Marketing Materials | \$ 3,500 |
| | Subtotal | \$ 11,000 |
| | | <u>\$ 65,600</u> |

| | | |
|---|--------------------------|------------------|
| 2 | • Briefing Papers | \$ 2,500 |
| | • Name Badges | \$ 1,850 |
| | • Attire & Promo items | \$ 1,500 |
| | • Folders 1000@\$4.25 | \$ 4,250 |
| | • Thumb Drives 1000@9.75 | \$ 9,750 |
| | • Brochures 1500 @ 3.25 | \$ 4,875 |
| | • Awards and Events | \$ 7,500 |
| | • Promotional Items | \$ 12,500 |
| | | <u>\$ 44,725</u> |

| | | |
|---|---|------------------|
| 3 | • On Site Printer for events | \$ 750 |
| | • Children's Water Festival Sponsorship | \$ 3,500 |
| | • Industry Events | \$ 3,500 |
| | • Event Display Materials | \$ 2,500 |
| | • Speaker Recognition | \$ 1,500 |
| | • Microphone | \$ 500 |
| | | <u>\$ 12,250</u> |

| | | |
|---|--------------------------------|------------------|
| 4 | • Illustrator - Creative Suite | \$ 4,620 |
| | • Smartdraw | \$ 2,145 |
| | • ACT | \$ 7,500 |
| | • Prezi | \$ 1,250 |
| | | <u>\$ 15,515</u> |

**Water Use Efficiency
Policy Development (Core)**
35

| | | FY 2013-2014 BUDGET | FY 2013-2014 PROJECTED ACTUALS | FY 2014-2015 PROPOSED BUDGET |
|------|---|------------------------|--------------------------------------|------------------------------------|
| 6010 | Salaries & Wages - Admin | 30,115 | 30,151 | 34,719 |
| 6010 | Salaries & Wages - Recovery from Grants | | | |
| 6090 | Directors Compensation - MWDOC | | | |
| 6095 | Directors Compensation - MWD | | | |
| 6105 | Benefits - Admin | 10,265 | 16,390 | 9,534 |
| 6115 | Benefits - Directors | | | |
| 6120 | Health Insurance Coverage for Retirees | | | |
| 6205 | Training | | | |
| 6210 | Tuition Reimbursement | | | |
| 6220 | Temporary Help | | | |
| 7010 | Engineering - Outside Services | | | |
| 7020 | Legal - General | | | |
| 7030 | Audit | | | |
| 7040 | Other Professional Fees | | | |
| 7110 | Conference - Employee | | | |
| 7115 | Conference - Directors | | | |
| 7150 | Travel & Accommodations - Employee | | | |
| 7155 | Travel & Accommodations - Director | | | |
| 7210 | Membership / Sponsorship | 13,560 | 13,560 | 14,060 |
| 7250 | CDR Participation | | | |
| 7310 | Office Maintenance | | | |
| 7320 | Rents & Leases | | | |
| 7330 | Office Supplies | | | |
| 7340 | Postal / Mail Delivery | | | |
| 7350 | Subscriptions / Books | | | |
| 7360 | Reproduction Expense | | | |
| 7410 | Computer & Peripherals Maint | | | |
| 7430 | Software Purchase | | | |
| 7440 | Software Support | | | |
| 7450 | Software Development | | | |
| 7510 | Site Maintenance | | | |
| 7540 | Computers and Equipment | | | |
| 7580 | Maintenance Expense | | | |
| 7610 | Automotive / Mileage | | | |
| 7615 | Toll Road Charges | | | |
| 7620 | Insurance Expense | | | |
| 7640 | Utilities - Telephone | | | |
| 7650 | Bank Fees | | | |
| 7670 | Miscellaneous Expenses | | | |
| 8410 | Overhead Reimbursement | | | |
| 8610 | Depreciation Expense | | | |
| 8710 | Election Expenses | | | |
| 8810 | Capital Acquisition | | | |
| | Total Expenditure | 53,941 | 60,101 | 58,313 |

| | |
|---|------------------|
| 1 • CUWCC Dues | \$ 7,810 |
| • South O.C. Watershed Mngmt Area Dues | 5,750 |
| • OC CLCA | 500 |
| | <u>\$ 14,060</u> |

General Finance
41

| | | FY 2013-2014 BUDGET | FY 2013-2014 PROJECTED ACTUALS | FY 2014-2015 PROPOSED BUDGET |
|------|--|------------------------|--------------------------------------|------------------------------------|
| 6010 | Salaries & Wages - Admin | 364,463 | 297,061 | 275,116 |
| 6090 | Directors Compensation - MWDOC | | | |
| 6095 | Directors Compensation - MWD | | | |
| 6105 | Benefits - Admin | 119,368 | 80,426 | 89,675 |
| 6115 | Benefits - Directors | | | |
| 6120 | Health Insurance Coverage for Retirees | | | |
| 6205 | Training | | | |
| 6210 | Tuition Reimbursement | | | |
| 6220 | Temporary Help | | | |
| 7010 | Engineering - Outside Services | | | |
| 7020 | Legal - General | | | |
| 7030 | Audit | 23,000 | 17,900 | 23,000 |
| 7040 | Other Professional Fees | 3,000 | 2,500 | 73,000 |
| 7110 | Conference - Employee | | | |
| 7115 | Conference - Directors | | | |
| 7150 | Travel & Accommodations - Employee | | | |
| 7155 | Travel & Accommodations - Director | | | |
| 7210 | Membership / Sponsorship | | | |
| 7250 | CDR Participation | | | |
| 7310 | Office Maintenance | | | |
| 7320 | Rents & Leases | | | |
| 7330 | Office Supplies | | | |
| 7340 | Postal / Mail Delivery | | | |
| 7350 | Subscriptions / Books | | | |
| 7360 | Reproduction Expense | | | |
| 7410 | Computer & Peripherals Maint | | | |
| 7430 | Software Purchase | | | |
| 7440 | Software Support | | | 2,000 |
| 7450 | Software Development | | | |
| 7510 | Site Maintenance | | | |
| 7540 | Computers and Equipment | | | |
| 7580 | Maintenance Expense | | | |
| 7610 | Automotive / Mileage | | | |
| 7615 | Toll Road Charges | | | |
| 7620 | Insurance Expense | | | |
| 7640 | Utilities - Telephone | | | |
| 7650 | Bank Fees | | | |
| 7670 | Miscellaneous Expenses | 1,000 | 500 | 1,000 |
| 8410 | Overhead Reimbursement | | | |
| 8610 | Depreciation Expense | | | |
| 8710 | Election Expenses | | | |
| 8810 | Capital Acquisition | 2,000 | 2,000 | |
| | Total Expenditure | 512,831 | 400,387 | 463,790 |

1 • Custodial Bank fees \$ 3,000
 • Accounting Consulting \$ 20,000
 • Project Financial Consulting \$ 50,000
 \$ 73,000

2 Financial Management System software
 reporting & customized improvements

Information Technology
45

| | | FY 2013-2014 BUDGET | FY 2013-2014 PROJECTED ACTUALS | FY 2014-2015 PROPOSED BUDGET | |
|------|--|------------------------|--------------------------------------|------------------------------------|---|
| 6010 | Salaries & Wages - Admin | 94,023 | 83,383 | 90,570 | |
| 6090 | Directors Compensation - MWDOC | | | | |
| 6095 | Directors Compensation - MWD | | | | |
| 6105 | Benefits - Admin | 36,735 | 34,142 | 35,778 | |
| 6115 | Benefits - Directors | | | | |
| 6120 | Health Insurance Coverage for Retirees | | | | |
| 6205 | Training | | | | |
| 6210 | Tuition Reimbursement | | | | |
| 6220 | Temporary Help | | | | |
| 7010 | Engineering - Outside Services | | | | 1 • Management Information System |
| 7020 | Legal - General | | | | Consultant Support |
| 7030 | Audit | | | | |
| 7040 | Other Professional Fees | 2,000 | - | - | 1 |
| 7110 | Conference - Employee | | | | |
| 7115 | Conference - Directors | | | | |
| 7150 | Travel & Accommodations - Employee | | | | 2 • Misc repairs, maint & components |
| 7155 | Travel & Accommodations - Director | | | | |
| 7210 | Membership / Sponsorship | | | | |
| 7250 | CDR Participation | | | | |
| 7310 | Office Maintenance | | | | 3 • Misc software upgrades and License |
| 7320 | Rents & Leases | | | | |
| 7330 | Office Supplies | | | | |
| 7340 | Postal / Mail Delivery | | | | 4 • Investment software usage cost \$ 2,340 |
| 7350 | Subscriptions / Books | | | | • Financial Management System \$ 18,481 |
| 7360 | Reproduction Expense | | | | • Cisco Smartnet support \$ 790 |
| 7410 | Computer & Peripherals Maint | 7,500 | 5,742 | 6,500 | • Misc NAV development \$ 2,000 |
| 7430 | Software Purchase | 9,500 | 8,270 | 7,000 | • Jet Reports support \$ 958 |
| 7440 | Software Support | 54,400 | 54,015 | 24,569 | \$ 24,569 |
| 7450 | Software Development | | | | |
| 7510 | Site Maintenance | | | | |
| 7540 | Computers and Equipment | | | 9,300 | 5 • 4 desktop computers \$ 2,800 |
| 7580 | Maintenance Expense | | | | • 3 Laptops \$ 3,000 |
| 7610 | Automotive / Mileage | | | | • Portable Projector \$ 500 |
| 7615 | Toll Road Charges | | | | • Miscellaneous hardware \$ 3,000 |
| 7620 | Insurance Expense | | | | \$ 9,300 |
| 7640 | Utilities - Telephone | | | | |
| 7650 | Bank Fees | | | | |
| 7670 | Miscellaneous Expenses | 3,200 | 500 | 3,200 | |
| 8410 | Overhead Reimbursement | | | | |
| 8610 | Depreciation Expense | | | | |
| 8710 | Election Expenses | | | | |
| 8810 | Capital Acquisition | 21,500 | 21,292 | | |
| | Total Expenditure | 228,858 | 207,344 | 176,917 | |

**Water Use Efficiency
(choice)
62**

| | | FY 2013-2014 BUDGET | FY 2013-2014 PROJECTED ACTUALS | FY 2014-2015 PROPOSED BUDGET |
|------|---------------------------|------------------------|--------------------------------------|------------------------------------|
| 4215 | Choice Revenue | 683,599 | 683,599 | 785,805 |
| 4705 | Prior Year Carry over | | | |
| | Choice billing over/under | | 13,904 | |
| | | | | |
| | | | | |
| | | | | |
| | Total Revenue | 683,599 | 697,503 | 785,805 |

Choice billing over/under reflects revenue overage or shortfall to be reconciled with participating member agencies. Final charges will be revised by August 2014 to reflect the new budget year charges plus/minus prior year over/under.

| | | FY 2013-2014 BUDGET | FY 2013-2014 PROJECTED ACTUALS | FY 2014-2015 PROPOSED BUDGET |
|------|---|------------------------|--------------------------------------|------------------------------------|
| 6010 | Salaries & Wages - Admin | 353,414 | 371,391 | 354,468 |
| 6012 | Salaries & Wages - Recovery from Grants | (20,851) | (22,194) | (16,437) |
| 6090 | Directors Compensation - MWDOC | | | |
| 6095 | Directors Compensation - MWD | | | |
| 6105 | Benefits - Admin | 121,594 | 120,749 | 120,651 |
| | Overhead Reimbursement | 125,442 | 123,627 | 127,122 |
| 6115 | Benefits - Directors | | | |
| 6120 | Health Insurance Coverage for Retirees | | | |
| 6205 | Training | | | |
| 6210 | Tuition Reimbursement | | | |
| 6220 | Temporary Help | | | |
| 7010 | Engineering - Outside Services | | | |
| 7020 | Legal - General | | | |
| 7030 | Audit | | | |
| 7040 | Other Professional Fees | 99,000 | 98,929 | 195,000 |
| 7110 | Conference - Employee | | | |
| 7115 | Conference - Directors | | | |
| 7150 | Travel & Accommodations - Employee | | | |
| 7155 | Travel & Accommodations - Director | | | |
| 7210 | Membership / Sponsorship | | | |
| 7240 | AAWWARF Participation | | | |
| 7250 | CDR Participation | | | |
| 7310 | Office Maintenance | | | |
| 7320 | Rents & Leases | - | | - |
| 7330 | Office Supplies | | | |
| 7340 | Postal / Mail Delivery | | | |
| 7350 | Subscriptions / Books | | | |
| 7360 | Reproduction Expense | | | |
| 7410 | Computer & Peripherals Maint | | | |
| 7430 | Software Purchase | | | |
| 7440 | Software Support | | | |
| 7450 | Software Development | | | |
| 7510 | Site Maintenance | | | |
| 7540 | Computers and Equipment | | | |
| 7580 | Maintenance Expense | | | |
| 7610 | Automotive / Mileage | | | |
| 7615 | Toll Road Charges | | | |
| 7620 | Insurance Expense | | | |
| 7640 | Utilities - Telephone | | | |
| 7650 | Bank Fees | | | |
| 7670 | Miscellaneous Expenses | 5,000 | 5,002 | 5,000 |
| 8410 | Overhead Reimbursement | | | |
| 8610 | Depreciation Expense | | | |
| 8710 | Election Expenses | | | |
| 8810 | Capital Acquisition | | | |
| | Total Expenditure | 683,599 | 697,503 | 785,805 |

1 Recovery from WUE Grants for some Salaries and Benefits:

| | |
|-------------------------------------|------------------|
| • CII Large Landscape Program | \$ 2,437 |
| • Comprehensive Landscape Water Use | \$ 12,000 |
| • CII Large Landscape North County | \$ 2,000 |
| | <u>\$ 16,437</u> |

| | |
|---|-------------------|
| 2 • Project Audit | \$ 5,000 |
| • Marketing of WUE programs | \$ 40,000 |
| • Water Smart Landscape | \$ 55,000 |
| • California Sprinkler Adjustment Program | \$ 35,000 |
| • Landscape Design Assistance Program | \$ 35,000 |
| • Landscape Ordinance Plan Review | \$ 25,000 |
| | <u>\$ 195,000</u> |

**School Program
(choice)
63**

| | | FY 2013-2014 BUDGET | FY 2013-2014 PROJECTED ACTUALS | FY 2014-2015 PROPOSED BUDGET |
|------|---------------------------|------------------------|--------------------------------------|------------------------------------|
| 4215 | Choice Revenue | 176,682 | 176,683 | 205,109 |
| 4205 | School Contracts | 70,000 | 70,000 | 70,000 |
| 4705 | Prior Year Carry over | | | |
| | Choice billing over/under | | (7,548) | |
| | | | | |
| | | | | |
| | | | | |
| | | | | |
| | Total Revenue | 246,682 | 239,135 | 275,109 |

Choice billing over/under reflects revenue overage or shortfall to be reconciled with participating member agencies. Final charges will be revised by August 2014 to reflect the new budget year charges plus/minus prior year over/under.

| | | FY 2013-2014 BUDGET | FY 2013-2014 PROJECTED ACTUALS | FY 2014-2015 PROPOSED BUDGET |
|------|--|------------------------|--------------------------------------|------------------------------------|
| 6010 | Salaries & Wages - Admin | 8,753 | 7,432 | 9,482 |
| 6010 | Sal & Wages - Reimb. from DSC & Grants | | - | |
| 6090 | Directors Compensation - MWDOC | | | |
| 6095 | Directors Compensation - MWD | | | |
| 6105 | Benefits - Admin | 2,784 | 2,327 | 2,990 |
| | Overhead Reimbursement | 3,334 | 2,563 | 3,638 |
| 6115 | Benefits - Directors | | | |
| 6120 | Health Insurance Coverage for Retirees | | | |
| 6205 | Training | | | |
| 6210 | Tuition Reimbursement | | | |
| 6220 | Temporary Help | | | |
| 7010 | Engineering - Outside Services | | | |
| 7020 | Legal - General | | | |
| 7030 | Audit | | | |
| 7040 | Other Professional Fees | | | |
| 7040 | Other Professional Fees - DSC | 228,000 | 206,812 | 234,000 |
| 7110 | Conference - Employee | | | |
| 7115 | Conference - Directors | | | |
| 7150 | Travel & Accommodations - Employee | | | |
| 7155 | Travel & Accommodations - Director | | | |
| 7210 | Membership / Sponsorship | | | |
| 7250 | CDR Participation | | | |
| 7310 | Office Maintenance | | | |
| 7320 | Rents & Leases | | | |
| 7330 | Office Supplies | | | |
| 7340 | Postal / Mail Delivery | | | |
| 7350 | Subscriptions / Books | | | |
| 7360 | Reproduction Expense | 17,500 | 17,500 | 17,500 |
| 7410 | Computer & Peripherals Maint | | | |
| 7430 | Software Purchase | | | |
| 7440 | Software Support | | | |
| 7450 | Software Development | | | |
| 7510 | Site Maintenance | | | |
| 7540 | Computers and Equipment | | | |
| 7580 | Maintenance Expense | | | |
| 7610 | Automotive / Mileage | | | |
| 7615 | Toll Road Charges | | | |
| 7620 | Insurance Expense | | | |
| 7640 | Utilities - Telephone | | | |
| 7650 | Bank Fees | | | |
| 7670 | Miscellaneous Expenses | 7,500 | 2,500 | 7,500 |
| 8410 | Overhead Reimbursement | | | |
| 8610 | Depreciation Expense | | | |
| 8710 | Election Expenses | | | |
| 8810 | Capital Acquisition | | | |
| | Total Expenditure | 267,871 | 239,135 | 275,109 |

- 1 • Assemblies; FY14-15
Goal is 75,000 students

- 2 • School books and other printings

- 3 • Demonstration supplies including new Ricki Pencils and Stickers for education presentation

South Orange Coastal Ocean Desal
(choice)
64

| | | FY 2013-2014 BUDGET | FY 2013-2014 PROJECTED ACTUALS | FY 2014-2015 PROPOSED BUDGET |
|------|---------------------------|------------------------|--------------------------------------|------------------------------------|
| 4215 | Choice Revenue | 0 | 0 | 37,922 |
| 4705 | Prior Year Carry over | | | |
| | Choice billing over/under | | 4,246 | |
| | | | | |
| | | | | |
| | | | | |
| | | | | |
| | Total Revenue | 0 | 4,246 | 37,922 |

Choice billing over/under reflects revenue overage or shortfall to be reconciled with participating member agencies. Final charges will be revised by August 2014 to reflect the new budget year charges plus/minus prior year over/under.

| | | FY 2013-2014 BUDGET | FY 2013-2014 PROJECTED ACTUALS | FY 2014-2015 PROPOSED BUDGET |
|------|--|------------------------|--------------------------------------|------------------------------------|
| 6010 | Salaries & Wages - Admin | | 2,561 | 22,320 |
| | Salaries & Wages - Reimb. from Grants | | | |
| 6090 | Directors Compensation - MWDOC | | | |
| 6095 | Directors Compensation - MWD | | | |
| 6105 | Benefits - Admin | | 807 | 7,121 |
| | Overhead Reimbursement | | 878 | 8,480 |
| 6115 | Benefits - Directors | | | |
| 6120 | Health Insurance Coverage for Retirees | | | |
| 6205 | Training | | | |
| 6210 | Tuition Reimbursement | | | |
| 6220 | Temporary Help | | | |
| 7010 | Engineering - Outside Services | | | |
| 7020 | Legal - General | | | |
| 7030 | Audit | | | |
| 7040 | Other Professional Fees | | | |
| 7110 | Conference - Employee | | | |
| 7115 | Conference - Directors | | | |
| 7150 | Travel & Accommodations - Employee | | | |
| 7155 | Travel & Accommodations - Director | | | |
| 7210 | Membership / Sponsorship | | | |
| 7250 | CDR Participation | | | |
| 7310 | Office Maintenance | | | |
| 7320 | Rents & Leases | | | |
| 7330 | Office Supplies | | | |
| 7340 | Postal / Mail Delivery | | | |
| 7350 | Subscriptions / Books | | | |
| 7360 | Reproduction Expense | | | |
| 7410 | Computer & Peripherals Maint | | | |
| 7430 | Software Purchase | | | |
| 7440 | Software Support | | | |
| 7450 | Software Development | | | |
| 7510 | Site Maintenance | | | |
| 7540 | Computers and Equipment | | | |
| 7580 | Maintenance Expense | | | |
| 7610 | Automotive / Mileage | | | |
| 7615 | Toll Road Charges | | | |
| 7620 | Insurance Expense | | | |
| 7640 | Utilities - Telephone | | | |
| 7650 | Bank Fees | | | |
| 7670 | Miscellaneous Expenses | | | |
| 8410 | Overhead Reimbursement | | | |
| 8610 | Depreciation Expense | | | |
| 8710 | Election Expenses | | | |
| 8810 | Capital Acquisition | | | |
| | Total Expenditure | - | 4,246 | 37,922 |

ONLY STAFF RELATED COSTS
SHOWN

Costs shown are minimal effort and
could increase

**Poseidon Desal
(choice)
65**

| | | FY 2013-2014 BUDGET | FY 2013-2014 PROJECTED ACTUALS | FY 2014-2015 PROPOSED BUDGET |
|------|---------------------------|------------------------|--------------------------------------|------------------------------------|
| 4215 | Choice Revenue | 47,565 | 47,565 | - |
| 4705 | Prior Year Carry over | | | |
| | Choice billing over/under | | (12,328) | |
| | | | | |
| | | | | |
| | | | | |
| | | | | |
| | Total Revenue | 47,565 | 35,237 | - |

Choice billing over/under reflects revenue overage or shortfall to be reconciled with participating member agencies. Final charges will be revised by August 2014 to reflect the new budget year charges plus/minus prior year over/under.

| | | FY 2013-2014 BUDGET | FY 2013-2014 PROJECTED ACTUALS | FY 2014-2015 PROPOSED BUDGET |
|------|--|------------------------|--------------------------------------|------------------------------------|
| 6010 | Salaries & Wages - Admin | 27,996 | 21,253 | - |
| 6090 | Directors Compensation - MWDOC | | | |
| 6095 | Directors Compensation - MWD | | | |
| 6105 | Benefits - Admin | 8,833 | 6,209 | - |
| | Overhead Reimbursement | 10,737 | 7,775 | - |
| 6115 | Benefits - Directors | | | |
| 6120 | Health Insurance Coverage for Retirees | | | |
| 6205 | Training | | | |
| 6210 | Tuition Reimbursement | | | |
| 6220 | Temporary Help | | | |
| 7010 | Engineering - Outside Services | | | |
| 7020 | Legal - General | | | |
| 7030 | Audit | | | |
| 7040 | Other Professional Fees | | | |
| 7110 | Conference - Employee | | | |
| 7115 | Conference - Directors | | | |
| 7150 | Travel & Accomodations - Employee | | | |
| 7155 | Travel & Accomodations - Director | | | |
| 7210 | Membership / Sponsorship | | | |
| 7250 | CDR Participation | | | |
| 7310 | Office Maintenance | | | |
| 7320 | Rents & Leases | | | |
| 7330 | Office Supplies | | | |
| 7340 | Postal / Mail Delivery | | | |
| 7350 | Subscriptions / Books | | | |
| 7360 | Reproduction Expense | | | |
| 7410 | Computer & Peripherals Maint | | | |
| 7430 | Software Purchase | | | |
| 7440 | Software Support | | | |
| 7450 | Software Development | | | |
| 7510 | Site Maintenance | | | |
| 7540 | Computers and Equipment | | | |
| 7580 | Maintenance Expense | | | |
| 7610 | Automotive / Mileage | | | |
| 7615 | Toll Road Charges | | | |
| 7620 | Insurance Expense | | | |
| 7640 | Utilities - Telephone | | | |
| 7650 | Bank Fees | | | |
| 7670 | Miscellaneous Expenses | | | |
| 8410 | Overhead Reimbursement | | | |
| 8610 | Depreciation Expense | | | |
| 8710 | Election Expenses | | | |
| 8810 | Capital Acquisition | | | |
| | Total Expenditure | 47,565 | 35,237 | - |

ONLY STAFF RELATED COSTS
SHOWN

Costs shown are minimal effort and
could increase

**Value of Water
(choice)
67**

| | | FY 2013-2014 BUDGET | FY 2013-2014 PROJECTED ACTUALS | FY 2014-2015 PROPOSED BUDGET |
|------|----------------------|------------------------|--------------------------------------|------------------------------------|
| 4215 | Choice Revenue | | | 148,250 |
| | | | | |
| | | | | |
| | | | | |
| | | | | |
| | | | | |
| | | | | |
| | | | | |
| | Total Revenue | - | - | 148,250 |

| | | FY 2013-2014 BUDGET | FY 2013-2014 PROJECTED ACTUALS | FY 2014-2015 PROPOSED BUDGET |
|------|--|------------------------|--------------------------------------|------------------------------------|
| 6010 | Salaries & Wages - Admin | | - | - |
| 6090 | Directors Compensation - MWDOC | | | |
| 6095 | Directors Compensation - MWD | | | |
| 6105 | Benefits - Admin | | - | - |
| | Overhead Reimbursement | | | - |
| 6115 | Benefits - Directors | | | |
| 6120 | Health Insurance Coverage for Retirees | | | |
| 6205 | Training | | | |
| 6210 | Tuition Reimbursement | | | |
| 6220 | Temporary Help | | | |
| 7010 | Engineering - Outside Services | | | |
| 7020 | Legal - General | | | |
| 7030 | Audit | | | |
| 7040 | Other Professional Fees | | | 88,500 |
| 7110 | Conference - Employee | | | |
| 7115 | Conference - Directors | | | |
| 7150 | Travel & Accomodations - Employee | | | |
| 7155 | Travel & Accomodations - Director | | | |
| 7210 | Membership / Sponsorship | | | |
| 7250 | CDR Participation | | | |
| 7310 | Office Maintenance | | | |
| 7320 | Rents & Leases | | | |
| 7330 | Office Supplies | | | |
| 7340 | Postal / Mail Delivery | | | |
| 7350 | Subscriptions / Books | | | |
| 7360 | Reproduction Expense | | | 23,000 |
| 7410 | Computer & Peripherals Maint | | | |
| 7430 | Software Purchase | | | |
| 7440 | Software Support | | | |
| 7450 | Software Development | | | |
| 7510 | Site Maintenance | | | |
| 7540 | Computers and Equipment | | | |
| 7580 | Maintenance Expense | | | |
| 7610 | Automotive / Mileage | | | |
| 7615 | Toll Road Charges | | | |
| 7620 | Insurance Expense | | | |
| 7640 | Utilities - Telephone | | | |
| 7650 | Bank Fees | | | |
| 7670 | Miscellaneous Expenses | | | 36,750 |
| 8410 | Overhead Reimbursement | | | |
| 8610 | Depreciation Expense | | | |
| 8710 | Election Expenses | | | |
| 8810 | Capital Acquisition | | | |
| | Total Expenditure | - | - | 148,250 |

- 1 • Outreach
 - Temporary In-House Staffing
 - Gas Station Pump Video Adds
 - Bus Shelter Adds
 - Public Service Announcements
 - Website Development (Microsite)
 - Mobile Application Development
- 2 • Printed Marketing Materials
 - Water Bill Inserts
- 3 • Regional Advertising
 - Digital and Social Media Marketing
 - Event Booth Materials
 - Promotional Items (for events)

**WEROC
25**

| | | FY 2013-2014 BUDGET | FY 2013-2014 PROJECTED ACTUALS | FY 2014-2015 PROPOSED BUDGET |
|------|-----------------------|------------------------|--------------------------------------|------------------------------------|
| 4320 | Revenues from MWDOC | 108,820 | 108,820 | 128,508 |
| 4210 | WEROC Contracts | 104,907 | 104,907 | 126,973 |
| 4705 | Prior Years Carryover | (150) | (7,307) | (0) |
| 4205 | | | | |
| 4230 | Reimbursements | | | |
| 4240 | | | | |
| 4410 | | | | |
| 4805 | | | | |
| | Total Revenue | 213,577 | 206,420 | 255,481 |

| | |
|-------------------------|-------------------|
| 6 • OCSD | \$ 24,015 |
| • SOCWA | \$ 9,708 |
| • OCWD | \$ 64,126 |
| • 3 Cities -- \$9,708ea | \$ 29,124 |
| | <u>\$ 126,973</u> |

| | | FY 2013-2014 BUDGET | FY 2013-2014 PROJECTED ACTUALS | FY 2014-2015 PROPOSED BUDGET |
|------|---|------------------------|--------------------------------------|------------------------------------|
| 6010 | Salaries & Wages - Admin | 122,899 | 119,220 | 141,062 |
| 6012 | Salaries & Wages - Recovery from Grants | | | |
| 6090 | Directors Compensation - MWDOC | | | |
| 6095 | Directors Compensation - MWD | | | |
| 6105 | Benefits - Admin | 43,408 | 42,027 | 55,813 |
| 6115 | Benefits - Directors | | | |
| 6120 | Health Insurance Coverage for Retirees | | | |
| 6205 | Training | | | |
| 6210 | Tuition Reimbursement | | | |
| 6220 | Temporary Help | | | |
| 7010 | Engineering - Outside Services | | | |
| 7020 | Legal - General | | | |
| 7030 | Audit | | | |
| 7040 | Other Professional Fees | 1,000 | 4,610 | 3,000 |
| 7110 | Conference - Employee | 1,500 | 200 | 1,800 |
| 7115 | Conference - Directors | | | |
| 7150 | Travel & Accomodations - Employee | 3,000 | 200 | 3,500 |
| 7155 | Travel & Accomodations - Director | | | |
| 7210 | Membership / Sponsorship | 230 | 200 | 205 |
| 7250 | CDR Participation | | | |
| 7310 | Office Maintenance | | | |
| 7320 | Rents & Leases | 16,560 | 17,133 | 18,183 |
| 7330 | Office & Radio Supplies | 1,000 | 1,000 | 1,000 |
| 7340 | Postal / Mail Delivery | | | |
| 7350 | Subscriptions / Books | | | |
| 7360 | Reproduction Expense | 200 | 200 | 200 |
| 7410 | Computer & Peripherals Maint | 3,730 | 1,000 | 4,642 |
| 7430 | Software Purchase | | | |
| 7440 | Software Support | | | |
| 7450 | Software Development | | | |
| 7510 | Site Maintenance | 850 | 735 | 850 |
| 7540 | Computers and Equipment | | | |
| 7580 | Maintenance Expense | 2,000 | 4,000 | 2,000 |
| 7581 | Maintenance - Radios | 1,000 | 4,860 | 1,000 |
| 7582 | Maintenance - Miscellaneous | 3,000 | 2,000 | 3,000 |
| 7610 | Automotive / Mileage | 600 | 447 | 600 |
| 7615 | Toll Road Charges | 100 | 127 | 125 |
| 7620 | Insurance Expense | 1,500 | 250 | 1,500 |
| 7640 | Utilities - Telephone | 10,000 | 7,211 | 10,000 |
| 7650 | Bank Fees | | | |
| 7670 | Miscellaneous Expenses | 750 | 750 | 1,000 |
| 7671 | Miscellaneous Training | 250 | 250 | 1,000 |
| 8410 | Overhead Reimbursement | | | |
| 8610 | Depreciation Expense | | | |
| 8710 | Election Expenses | | | |
| 8810 | Capital Acquisition | | | |
| | Total Expenditure | 213,577 | 206,420 | 250,481 |

1 Catalina Repeater (6% increase)

2 Janitorial services for 2 EOCs.

| | |
|----------------|-----------------|
| 3 • Generators | \$ 2,000 |
| • OA radios | \$ 1,000 |
| • Misc | \$ 3,000 |
| | <u>\$ 6,000</u> |

4 Land-line and cellular phones, and DSL

5 • WEROC Staff & Agencies trainings

Sinking Fund (generator/radio)

| | |
|---------|----------------|
| | 5,000 |
| 213,577 | 206,420 |
| | <u>255,481</u> |

AMP Proceeds Agreement Administration
61

| | | FY 2013-2014 BUDGET | FY 2013-2014 PROJECTED ACTUALS | FY 2014-2015 PROPOSED BUDGET |
|------|-----------------------------------|------------------------|--------------------------------------|------------------------------------|
| 4020 | Interest Revenue | - | | - |
| 4050 | O & M Maintenance Deposit | - | - | - |
| 4230 | Reimbursement and Carryover Funds | 5,000 | 7,369 | |
| 4680 | Miscellaneous Income | - | | - |
| 4205 | | | | |
| 4220 | | | | |
| 4240 | | | | |
| 4410 | | | | |
| 4805 | | | | |
| | Total Revenue | 5,000 | 7,369 | - |

Participating Member agencies will be billed annually per the AMP sales admin agreement to cover legal and audit expenses until the RPOI ends in 2016

| | | FY 2013-2014 BUDGET | FY 2013-2014 PROJECTED ACTUALS | FY 2014-2015 PROPOSED BUDGET |
|------|--|------------------------|--------------------------------------|------------------------------------|
| 6010 | Salaries & Wages - Admin | - | 895 | - |
| 6090 | Directors Compensation - MWDOC | | | |
| 6095 | Directors Compensation - MWD | | | |
| 6105 | Benefits - Admin | | 216 | |
| 6115 | Benefits - Directors | | | |
| 6120 | Health Insurance Coverage for Retirees | - | - | - |
| 6205 | Training | | | |
| 6210 | Tuition Reimbursement | | | |
| 6220 | Temporary Help | | | |
| 7010 | Engineering - Outside Services | | | |
| 7020 | Legal - General | 2,500 | 3,259 | |
| 7030 | Audit | 2,500 | 3,000 | |
| 7040 | Other Professional Fees | | | |
| 7110 | Conference - Employee | | | |
| 7115 | Conference - Directors | | | |
| 7150 | Travel & Accommodations - Employee | | | |
| 7155 | Travel & Accommodations - Director | | | |
| 7210 | Membership / Sponsorship | | | |
| 7250 | CDR Participation | | | |
| 7310 | Office Maintenance | | | |
| 7320 | Rents & Leases | | | |
| 7330 | Office Supplies | | | |
| 7340 | Postal / Mail Delivery | | | |
| 7350 | Subscriptions / Books | | | |
| 7360 | Reproduction Expense | | | |
| 7410 | Computer & Peripherals Maint | | | |
| 7430 | Software Purchase | | | |
| 7440 | Software Support | | | |
| 7450 | Software Development | | | |
| 7510 | Site Maintenance | | | |
| 7540 | Computers and Equipment | | | |
| 7580 | Maintenance Expense | | | |
| 7610 | Automotive / Mileage | | | |
| 7615 | Toll Road Charges | | | |
| 7620 | Insurance Expense | | | |
| 7640 | Utilities - Telephone | | | |
| 7650 | Bank Fees | | | |
| 7670 | Miscellaneous Expenses | | | |
| 8410 | Overhead Reimbursement | | | |
| 8610 | Depreciation Expense | | | |
| 8710 | Election Expenses | | | |
| 8810 | Capital Acquisition | | | |
| | Total Expenditure | 5,000 | 7,369 | - |

Exhibit D

MUNICIPAL WATER DISTRICT OF ORANGE COUNTY Proposed District Participation Costs Fiscal Year 2014-2015

| | Budget | Projected | Budget | Approval included in |
|--|------------------|------------------|------------------|----------------------|
| | FY 2013-2014 | FY 2013-2014 | FY 2014-2015 | Budget Approval |
| | | Actuals | | |
| Required Participation or Service | | | | |
| LAFCO | \$ 25,000 | \$ 24,339 | \$ 25,000 | √ |
| Subtotal Cost Center 11 | 25,000 | 24,339 | 25,000 | |
| Association. of Calif. Water Agencies (ACWA) | 15,620 | 15,631 | 15,631 | √ |
| Federal Affairs | | | | |
| Local Government | | | | |
| Water Management | | | | |
| Joint Powers Ins. Auth. | | | | |
| eCivis, LLC - Grants Locator | 3,900 | 3,900 | 3,900 | √ |
| Santiago Aqueduct Commission | 3,906 | 3,906 | 3,906 | √ |
| Subtotal Cost Center 12 | 23,426 | 23,437 | 23,437 | |
| CA Urban Water Conservation Council Dues | 7,810 | 7,810 | 7,810 | √ |
| South OC Watershed Management Area Dues | 5,750 | 5,750 | 5,750 | √ |
| Subtotal Cost Center 35 | 13,560 | 13,560 | 13,560 | |
| Subtotal - Required Participation or Service | \$ 61,986 | \$ 61,336 | \$ 61,997 | |
| Elective Participation | | | | |
| Association of California Cities- Orange County (ACCOC) | \$ 5,000 | \$ 5,000 | \$ 10,000 | √ |
| American Water Works Association (AWWA) | 1,550 | 1,476 | 1,550 | √ |
| Association of Public Treasurers (APT) | 145 | 145 | 145 | √ |
| CA Chamber of Commerce (HR California) | 499 | 449 | 499 | √ |
| CALDESAL | 5,000 | 5,000 | 5,000 | √ |
| California Municipal Treasurers Association (CMTA) | 155 | 155 | 155 | √ |
| California Society of Municipal Finance Officers (CSMFO) | 125 | 125 | 125 | √ |
| CA Special Districts Assn. (CSDA) | 5,225 | 5,294 | 5,294 | √ |
| Children's Education Foundation of Orange County "Gift of History" | | | 1,500 | √ New |
| Chinese American Chamber of Commerce | | | 1,150 | √ New |
| Colorado River Water Users Assn. (CRWUA) | 100 | 40 | 100 | √ |
| Fillipino Chamber of Commerce | | | 250 | √ New |
| Government Finance Officers Association (GFOA) | 165 | 165 | 165 | √ |
| Indep. Special Districts of Or. Co. (ISDOC) | 200 | 200 | 200 | √ |
| Korean Chamber of Commerce | | | 100 | √ New |
| Latino Business Association | | | 250 | √ New |
| League of Women Voters - 4 Orange County Chapters | | | 500 | √ New |
| National Ground Water Association | - | - | | |
| Municipal Information Systems Association of California (MISAC) | - | - | | |
| International Personnel Management Association | 105 | 105 | 105 | √ |
| National Water Resources Assn., Mun. Caucus | 500 | 500 | 500 | √ |
| Orange County Business Council (OC Chamber) | 1,500 | 1,500 | 1,500 | √ |
| Orange County Coast Keepers | | | 100 | √ New |
| Orange County Employmnt Rltns Consortium (Liebert, Cassidy & Whit | 2,994 | 2,894 | 2,994 | √ |
| Orange County Public Affairs Association | 150 | 150 | 150 | √ |
| Orange County Water Association (OCWA) | 200 | 200 | 200 | √ |
| Public Agency Risk Managers Association (PARMA) | 100 | 100 | 100 | √ |
| Public Relations Society of America/O.C. | 300 | 300 | 300 | √ |
| Society of Human Resources Management (SHRM) | 160 | 180 | 180 | √ |
| South Orange County Chamber of Commerce | | | 5,000 | √ New |
| Southern California Water Committee | 850 | 850 | 850 | √ |
| Surfrider Foundation | | | 100 | √ New |
| Vietnamese Chamber of Commerce | | | 500 | √ New |
| Water Education Foundation | 578 | 578 | 578 | √ |
| Subtotal Cost Center 12 | 25,601 | 25,406 | 40,140 | |

Exhibit D

MUNICIPAL WATER DISTRICT OF ORANGE COUNTY Proposed District Participation Costs Fiscal Year 2014-2015

| Required Participation or Service | Budget | Projected | Budget | Approval included in |
|--|------------------|-------------------------|-------------------|----------------------|
| | FY 2013-2014 | FY 2013-2014 Actuals | FY 2014-2015 | |
| OC Chapter-Calif. Landscape Contractors Assoc. | | | 500 | √ New |
| Subtotal Cost Center 35 | | | 500 | |
| Subtotal - Elective Participation | \$ 25,601 | \$ 25,406 | \$ 40,640 | |
| InfraGard | \$ 55 | \$ 55 | \$ 55 | √ |
| California Emergency Services Association | 175 | 145 | 150 | √ |
| WEROC Program Total | 230 | 200 | 205 | |
| GRAND TOTAL | \$ 87,817 | \$ 86,942 | \$ 102,842 | |

New or Increased Memberships for 2014-15

| Association | Budget | Projected | Budget | Approval included in |
|--|--------------|-------------------------|------------------|----------------------|
| | FY 2013-2014 | FY 2013-2014 Actuals | FY 2014-2015 | |
| Association of California Cities- Orange County (ACCOC) | \$ 5,000 | \$ 5,000 | \$ 10,000 | √ Increased |
| Children's Education Foundation of Orange County "Gift of History" | | | 1,500 | √ New |
| Chinese American Chamber of Commerce | | | 1,150 | √ New |
| Fillipino Chamber of Commerce | | | 250 | √ New |
| Korean Chamber of Commerce | | | 100 | √ New |
| Latino Business Association | | | 250 | √ New |
| League of Women Voters - 4 Orange County Chapters | | | 500 | √ New |
| Orange County Coast Keepers | | | 100 | √ New |
| OC Chapter-Calif. Landscape Contractors Assoc. | | | 500 | √ New |
| South Orange County Chamber of Commerce | | | 5,000 | √ New |
| Surfrider Foundation | | | 100 | √ New |
| Vietnamese Chamber of Commerce | | | 500 | √ New |
| Total of New or Increased Memberships | | | \$ 14,950 | |

Exhibit E

MUNICIPAL WATER DISTRICT OF ORANGE COUNTY Summary of Proposed Staff Registration & Travel Budget ⁽¹⁾ Fiscal Year 2014-2015

| Conference / Meeting | Registration | Travel ⁽¹⁾ | Approval included in Budget Approval |
|---|------------------|-----------------------|---|
| ACWA - DC Conference (2 staff) | \$ 1,200 | \$ 3,800 | ✓ |
| - Fall Conference (3 staff) | 1,650 | 2,000 | ✓ |
| - Spring Conference (3 staff) | 1,650 | 4,200 | ✓ |
| - Legislative Symposium (2 staff) | 500 | 1,000 | ✓ |
| ACWA Region 10 (2 Staff) | 150 | 200 | New |
| AWWA Fall Conference (1 staff) | 475 | 1,500 | ✓ |
| AWWA Spring Conference (1 staff) | 475 | 1,000 | ✓ |
| Bond Buyers Conference (1 Staff) | 100 | 800 | ✓ |
| California Dept. of Health Svcs Certif Stakeholder Mtg. (2 Trips) | | 800 | ✓ |
| California Dept. of Water Resources (USC & ITP) (1 staff) | | 500 | ✓ |
| Calif. Soc. of Mun. Finance Officers (2 staff) | 200 | 400 | ✓ |
| Cal Desal Conference (2 staff) | 500 | 400 | ✓ |
| CRWUA - Fall (3 staff) | 1,275 | 1,500 | ✓ |
| CSDA Annual Conference (1 staff) | 300 | 200 | ✓ |
| CUWCC Board Plenary & Committee Meetings (9 meetings) | | 3,600 | ✓ |
| Gov. Finance Officers Assoc. Seminar (1 staff) | 300 | 600 | ✓ |
| Information Technology Seminar (3 staff) | 600 | 1,200 | ✓ |
| Irrigation Association Annual Conference (1 staff) | 300 | 900 | ✓ |
| Liebert Cassidy & Whitmore Employment Law Conference (2 Staff) | 950 | - | ✓ |
| NWRA Legislative DC Trip (1 staff) | 600 | 1,500 | New |
| Sacramento Legislative Advocacy (4 trips) | | 1,600 | ✓ |
| Municipal Treasurer's Association Conference (2 staff) | 600 | | ✓ |
| Urban Water Institute (2x) | | 600 | ✓ |
| Washington Legislative Advocacy (5 trips) | | 7,500 | ✓ |
| Water Smart Innovations (1 Staff) | 300 | 500 | ✓ |
| Miscellaneous* | 1,800 | 2,000 | ✓ |
| General Fund Total ** | \$ 13,925 | \$ 38,300 | |
| AWWA Security Congress (1 WEROC staff) | 600 | 1,500 | ✓ |
| California Emergency Services Association (2 WEROC staff) | 1,200 | 2,000 | ✓ |
| WEROC Program Total | \$ 1,800 | \$ 3,500 | |
| PROPOSED GENERAL FUND BUDGET | \$ 13,925 | \$ 38,300 | |

* Includes OCWA lunch meetings, ISDOC, OCBC, SCWC, League of Cities, Misc. Assoc/Committee meetings and related business meeting expenses.

** Excludes automotive mileage.

(1) Includes all modes of travel (except automotive mileage), room accommodations, meals, and related misc. expenses.

Exhibit F

MUNICIPAL WATER DISTRICT OF ORANGE COUNTY Summary of Proposed Board Registration & Travel Budget Fiscal Year 2014-2015

| Conference | Registration | Travel ⁽¹⁾ | Approval included in Budget Approval |
|---|---------------------|------------------------------|---|
| ACWA DC Conference (2 Directors) | \$ 1,200 | \$ 3,800 | New |
| ACWA Fall Conference (3 Directors) | \$ 1,650 | \$ 2,000 | ✓ |
| ACWA Spring Conference (3 Directors) | \$ 1,650 | \$ 4,200 | ✓ |
| ACWA Legislative Symposium (2 Directors) | \$ 500 | \$ 1,000 | New |
| ACWA Region 10 (2 Directors) | \$ 150 | \$ 200 | ✓ |
| Bond Buyers Conference (2 Directors) | \$ 200 | \$ 1,600 | ✓ |
| CRWUA Fall Conf (2 Directors) | \$ 850 | \$ 1,000 | ✓ |
| CSDA Annual Conference (1 Director) | \$ 300 | \$ 200 | New |
| NWRA Fall Conference (1 Director) | \$ 550 | \$ 1,200 | New |
| NWRA Summer Conference (1 Director) | \$ 550 | \$ 1,200 | New |
| NWRA Legislative DC Trip (2 Directors) | \$ 1,200 | \$ 3,000 | New |
| Sacramento Legislative Advocacy (8 Trips) | | \$ 3,200 | New |
| Washington DC Legislative Advocacy (5 trips) | | \$ 7,500 | ✓ |
| Urban Water Institute (2 Directors) | | \$ 600 | ✓ |
| Miscellaneous* | \$ 1,000 | \$ 1,600 | ✓ |
| TOTAL ** | \$ 9,800 | \$ 32,300 | |
| PROPOSED GENERAL FUND BUDGET | \$ 9,800 | \$ 32,300 | |

* Includes OCWA lunch meetings, ISDOC, OCBC, SCWC, League of Cities, Misc. Assoc/Committee meetings and related business meeting expenses.

** Excludes automotive mileage.

(1) Includes all modes of travel (except automotive mileage), room accommodations, meals, and related misc. expenses.

Exhibit J
Professional / Special Services Authorized
Core Fund

| Department | Consultant | Service | Budget FY 13-14 | Budget FY 14-15 | Approval included in Budget Approval |
|---|---|--|--------------------|--------------------|---|
| Engineering Expenses | | | | | |
| Planning & Operation (21) | (To be determined) | Various Engineering/Technical Services | 100,000 | 140,000 | √ |
| Met Issues & Special Projects (23) | Ed Means Consulting | Consulting on MET issues | 62,500 | 60,000 | √ |
| | Ron Gastelum Consulting | | 7,500 | 10,000 | √ |
| | (To be determined) | Urban Water Management Plan | | 65,000 | √ |
| | (To be determined) | Decision Making OC Investments | | 80,000 | √ |
| Total Engineering Expenses | | | 170,000 | 355,000 | |
| Legal Expenses | | | | | |
| Administration (11 & 13) | Best, Best & Krieger | General Legal Counsel Services | 229,000 | 300,000 | √ |
| | | | - | | |
| | Aleshire & Wynder | Legal Counsel Services Regarding San Diego County Water Authority | 70,000 | 20,000 | √ |
| | Demsey, Filliger & Associates, LLC | OPEB Actuarial | | 3,000 | √ |
| | Best, Best & Krieger | Legal Service regarding Pension Plan, Deferred Compensation, Risk Management, Personnel Issues | 5,500 | 6,000 | √ |
| Total Legal Expenses | | | 304,500 | 329,000 | |
| Audit Expenses | | | | | |
| Finance (41) | Vavrinek, Trine, Day & Co., LLP | Annual Financial Audit and Federal Single Audit | 23,000 | 23,000 | √ |
| Training | | | | | |
| Administration (13) | TBD/Cal State University Fullerton Leadership | Staff Development/Training/indiv. Employee training | 14,200 | 18,000 | √ |
| Professional Fees | | | | | |
| Administration (12 & 13 & 19) | *Dissinger Associates | Pension Plan Administration | 3,000 | 3,400 | √ |
| | *Arnerich & Associates | Evaluate fund portfolio on a semi annual basis for 401 and 457 Plan | 10,000 | 15,000 | √ |
| | *Wage Works | Cafeteria Plan Administration | 2,000 | 2,400 | √ |
| | Blytheco | HR Maintenance | 350 | 500 | √ |
| | (To be determined) | Salary and Benefit Benchmark study | | 20,000 | √ |
| | (To be determined) | EAP | 1,452 | | √ |
| | ECS, Inc. | Info. Management Professional Services | 3,800 | 3,800 | √ |
| Governmental Affairs (31) | Townsend Public Affairs | State Legislative Advocate | 120,000 | 90,000 | √ |
| | James C. Barker | Federal Legislative Advocate | 42,000 | 96,000 | √ |
| | Lewis Consulting | County Issues Consulting | 48,000 | 48,000 | √ |
| | Ackerman | Legal and Regulatory | 36,000 | 36,000 | √ |
| | (To be determined) | Miscellaneous | 8,000 | 10,000 | √ |
| Public Affairs (32) | Stetson Engineers | Consumer Confidence Report (CCR) Technical Water Quality Advisor | 31,000 | 31,000 | √ |
| | (To be determined) | Public Outreach | 66,365 | 7,500 | √ |
| | (To be determined) | Collateral materials update and resolutions | 5,000 | 5,000 | √ |
| | (To be determined) | Event Registration Fees | 5,000 | 3,500 | √ |
| | (To be determined) | PAW Meeting Materials | 22,500 | 2,600 | √ |
| | (To be determined) | Client Agency Workshops for PAW | 12,335 | 5,000 | √ |
| | (To be determined) | Marketing Materials | | 3,500 | √ |
| | (To be determined) | Project WET/Focus Groups | 66,100 | | |
| | (To be determined) | Website updates and Maintenance | 4,200 | 7,500 | √ |
| Finance & IT (41 & 45) | McClure Consulting | MIS consultant fees | 2,000 | - | √ |
| | *Union Bank | Custodial Bank fees | 3,000 | 3,000 | √ |
| | (To be determined) | Accounting Consulting | | 20,000 | √ |
| | (To be determined) | Project Financial Consulting | | 50,000 | √ |
| Total Professional Fees | | | 492,102 | 463,700 | |

Exhibit J
Professional / Special Services Authorized
Trustee Activities

| Department | Consultant | Service | Budget FY 13-14 | Budget FY 14-15 | Approval included in Budget Approval |
|------------------------------------|----------------------|-------------------------------|--------------------|--------------------|---|
| Legal Expenses | | | | | |
| AMP Administration (61) | Best, Best & Krieger | AMP Administration, 1996 COPS | 2,500 | Closed | √ |
| Audit Expenses | | | | | |
| AMP Administration (61) | (To be determined) | Annual Audit | 2,500 | Closed | √ |

* Upon approval of the budget by the Board, staff is authorized to use these professional services. All other professional services will be brought before the Committees and Board pursuant to the procedures set out in Chapter 8, Contracts section of the MWDOC Administrative Code.

Exhibit J1
Professional / Special Services Authorized
Choice Funds

| Department | Consultant | Service | Budget FY 13-14 | Budget FY 14-15 | Approval included in Budget Approval |
|--------------------------------------|--------------------------------|--|--------------------|--------------------|---|
| Professional Fees | | | | | |
| Water Use Efficiency (62) | *ConserVision Consulting, LLC | Water Smart Landscape | 54,000 | 55,000 | √ |
| | (To be determined) | Printing of marketing materials for all WUE programs | 40,000 | 40,000 | √ |
| | Enterprise Information Systems | California Sprinkler Adjustment Program | | 35,000 | √ |
| | (To be determined) | Landscape Design Assistance Program | | 35,000 | √ |
| | Gilbert & Associates | Project Audit | 5,000 | 5,000 | √ |
| Value of Water (67) | (To be determined) | Landscape Ordinance Plan Review | | 25,000 | √ |
| | (To be determined) | Outreach | | 25,000 | √ |
| | (To be determined) | Temporary In-House Staffing | | 20,000 | √ |
| | (To be determined) | Gas Station Pump Video Adds | | 12,000 | √ |
| | (To be determined) | Bus Shelter Adds | | 12,500 | √ |
| | (To be determined) | Public Service Announcements | | 8,000 | √ |
| | (To be determined) | Website Development | | 3,500 | √ |
| | (To be determined) | Mobile Application Development | | 7,500 | √ |
| | | | | | |
| School Program (63) | Discovery Science Center | Assemblies | 228,000 | 234,000 | √ |
| Total Professional Fees | | | 327,000 | 517,500 | |

* Upon approval of the budget by the Board, staff is authorized to use these professional services. All other professional services will be brought before the Committees and Board pursuant to the procedures set out in Chapter 8, Contracts section of the MWDOC Administrative Code.

Municipal Water District of Orange County
Fiscal Year 2013-2014 Consolidated Budget Summary

DRAFT #6

| | General Fund | Water Fund | Water Use Efficiency | WEROC | AMP Proceeds Agreement Administration | RPO ^[1] | Phase III Desalinization | Total with Inter-Fund Transfers | Less Inter-Fund Transfers ^[2] | Consolidated Budget Total |
|---|------------------|--------------------------------|----------------------|----------------|---------------------------------------|--------------------|--------------------------|---------------------------------|--|---------------------------|
| Revenues: | | | | | | | | | | |
| Water Sales | | \$ 159,087,306 | | | | | | \$ 159,087,306 | | \$ 159,087,306 |
| Retail Meter Charge | 5,121,824 | | | | | | | 5,121,824 | | 5,121,824 |
| Water Increment Charge | 709,839 | | | | | | | 709,839 | | 709,839 |
| Interest Revenue | 138,000 | 4,630 | | | | | | 142,630 | | 142,630 |
| MWDOC's Contribution | | | 49,000 | | | | | 157,820 | (157,820) | - |
| Outside Fundings | - | | 2,326,244 | | | | | 4,055,816 | | 4,055,816 |
| Carryover Funds | | | | 104,907 | 5,000 | | 115,459 | 115,309 | | 115,309 |
| Choice Revenue | 977,847 | | | (150) | | | | 1,110,259 | | 1,110,259 |
| Miscellaneous Income | | | | | | | | 3,000 | | 3,000 |
| Total Revenues | 6,947,510 | 159,091,936 | 2,375,244 | 213,577 | 5,000 | 1,619,665 | 115,459 | 170,503,803 | (157,820) | 170,345,983 |
| Expenses: | | | | | | | | | | |
| Water Purchases | | 159,087,306 | | | | | | 159,087,306 | | 159,087,306 |
| Salaries & Wages | 2,914,176 | | | 122,899 | | | | 3,037,075 | | 3,037,075 |
| less S & W Reimb. DSC or Recov from Grants | (20,851) | | | | | | | (20,851) | | (20,851) |
| Employee Benefits | 1,093,170 | | | 43,408 | | | | 1,136,579 | | 1,136,579 |
| Engineering Expense | 170,000 | | | | | | | 170,000 | | 170,000 |
| Professional Fees | 797,913 | | | 1,000 | | | 115,459 | 3,310,805 | (49,000) | 3,261,805 |
| Election Expense (annualized) | | | 2,375,244 | | | | | - | | - |
| Legal Expense - General | 304,500 | | | | 2,500 | | | 307,000 | | 307,000 |
| Maintenance Expense | 104,880 | | | 3,850 | | | | 108,730 | | 108,730 |
| Insurance Expense | 96,000 | | | 1,500 | | | | 97,500 | | 97,500 |
| Membership / Sponsorship | 88,087 | | | 230 | | | | 88,317 | | 88,317 |
| Director Compensation | 200,357 | | | | | | | 200,357 | | 200,357 |
| MWDOC Contribution to WEROC | 108,820 | | | | | | | 108,820 | (108,820) | - |
| MWDOC Contribution to Desalinization | | | | | | | | - | | - |
| RPOI Distribution to Member Agencies | | | | | | 1,619,665 | | 1,619,665 | | 1,619,665 |
| Others: | | | | | | | | | | |
| MWD Representation | 114,490 | | | | | | | 114,490 | | 114,490 |
| Director Benefits | 87,592 | | | | | | | 87,592 | | 87,592 |
| Health Insurance Coverage for Retirees | 44,463 | | | | | | | 44,463 | | 44,463 |
| Audit Expense | 23,000 | | | | 2,500 | | | 25,500 | | 25,500 |
| Automotive & Toll Road Expenses | 15,590 | | | 700 | | | | 16,290 | | 16,290 |
| Conference Expense - Staff | 12,520 | | | 1,500 | | | | 14,020 | | 14,020 |
| Conference Expense - Directors | 7,960 | | | | | | | 7,960 | | 7,960 |
| CDR Participation | 39,140 | | | | | | | 39,140 | | 39,140 |
| Business Expense | 7,000 | | | | | | | 7,000 | | 7,000 |
| Miscellaneous Expense | 91,110 | | | 4,000 | | | | 95,110 | | 95,110 |
| Postage / Mail Delivery | 15,100 | | | | | | | 15,100 | | 15,100 |
| Rents & Leases | 14,308 | | | 16,560 | | | | 30,868 | | 30,868 |
| Outside Printing, Subscription & Books | 70,987 | | | 200 | | | | 71,187 | | 71,187 |
| Office Supplies | 24,000 | | | 1,000 | | | | 25,000 | | 25,000 |
| Computer Maintenance | 7,500 | | | 3,730 | | | | 11,230 | | 11,230 |
| Software Support & Expense | 63,900 | | | | | | | 63,900 | | 63,900 |
| Computers and Equipment | | | | 10,000 | | | | 26,900 | | 26,900 |
| Telecommunications Expense | 16,900 | | | | | | | - | | - |
| Temporary Help Expense | | | | | | | | 14,200 | | 14,200 |
| Tuition Reimbursement | 14,200 | | | | | | | 6,000 | | 6,000 |
| Travel & Accommodations - Staff | 6,000 | | | | | | | 31,360 | | 31,360 |
| Travel & Accommodations - Directors | 28,360 | | | 3,000 | | | | 15,950 | | 15,950 |
| MWDOC Building Expense | 15,950 | | | | | | | 315,000 | | 315,000 |
| WEROC Sinking Fund Expense (generator & radios) | 315,000 | | | | | | | | | |
| Capital Acquisition | 23,500 | | | | | | | 23,500 | | 23,500 |
| Total Expenses | 6,915,622 | 159,087,306 | 2,375,244 | 213,577 | 5,000 | 1,619,665 | 115,459 | 170,353,962 | (157,820) | 170,195,243 |
| EFFECT ON RESERVES / FUND BALANCE | \$ 31,888 | \$ 4,630 ^[3] | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 150,741 | \$ - | \$ 150,740 |

1 Revised Percentage Of Investment (RPOI) - distribution of installment AMP sales proceeds from bond participants.

2 Adjustment for MWDOC's contributions to other funds.

3 Net change to restricted reserves for interest revenue.

Municipal Water District of Orange County
Fiscal Year 2014-2015 Consolidated Budget Summary

| | General Fund | Water Fund | Water Use Efficiency | WEROC | RPO ^[1] | Total with Inter-Fund Transfers | Less Inter-Fund Transfers ^[2] | Consolidated Budget Total |
|---|------------------|-------------------------------|----------------------|----------------|--------------------|---------------------------------|--|---------------------------|
| Revenues: | | | | | | | | |
| Water Sales | | \$ 181,841,285 | | | | \$ 181,841,285 | | \$ 181,841,285 |
| Retail Meter Charge | 6,256,517 | | | | | 6,256,517 | | 6,256,517 |
| Water Increment Charge | 124,277 | | | | | 124,277 | | 124,277 |
| Interest Revenue | 138,000 | 4,275 | | | | 142,275 | | 142,275 |
| MWDOC's Contribution | | | 49,000 | 128,508 | | 177,508 | (177,508) | - |
| Outside Fundings | - | | 3,681,332 | 126,973 | 4,921 | 3,813,226 | | 3,813,226 |
| Carryover Funds | | | | (0) | | (0) | | (0) |
| Choice Revenue | 1,247,086 | | | | | 1,247,086 | | 1,247,086 |
| Miscellaneous Income | 3,000 | | | | | 3,000 | | 3,000 |
| Total Revenues | 7,768,880 | 181,845,560 | 3,730,332 | 255,481 | 4,921 | 193,605,173 | (177,508) | 193,427,665 |
| Expenses: | | | | | | | | |
| Water Purchases | | 181,841,285 | | | | 181,841,285 | | 181,841,285 |
| Salaries & Wages | 2,866,214 | | | 141,062 | | 3,007,277 | | 3,007,277 |
| less S & W Reimb. DSC or Recov from Grants | (16,437) | | | | | (16,437) | | (16,437) |
| Employee Benefits | 1,061,836 | | | 55,813 | | 1,117,650 | | 1,117,650 |
| Engineering Expense | 355,000 | | | | | 355,000 | | 355,000 |
| Professional Fees | 981,200 | | | | | 981,200 | | 981,200 |
| Election Expense (annualized) | 444,000 | | 3,730,332 | 3,000 | | 4,714,532 | (49,000) | 4,665,532 |
| Legal Expense - General | 329,000 | | | - | | 329,000 | | 329,000 |
| Maintenance Expense | 129,568 | | | 3,850 | | 133,418 | | 133,418 |
| Insurance Expense | 97,000 | | | 1,500 | | 98,500 | | 98,500 |
| Membership / Sponsorship | 102,637 | | | 205 | | 102,842 | | 102,842 |
| Director Compensation | 210,342 | | | | | 210,342 | | 210,342 |
| MWDOC Contribution to WEROC | | | | | 4,921 | | | |
| MWDOC Contribution to Desalination | | | | | | 128,508 | (128,508) | - |
| RPOI Distribution to Member Agencies | 128,508 | | | | | | | |
| Others: | | | | | | | | |
| MWD Representation | 120,197 | | | | | 120,197 | | 120,197 |
| Director Benefits | 93,148 | | | | | 93,148 | | 93,148 |
| Health Insurance Coverage for Retirees | 50,244 | | | | | 50,244 | | 50,244 |
| Audit Expense | 23,000 | | | | | 23,000 | | 23,000 |
| Automotive & Toll Road Expenses | 14,550 | | | 725 | | 15,275 | | 15,275 |
| Conference Expense - Staff | 13,925 | | | 1,800 | | 15,725 | | 15,725 |
| Conference Expense - Directors | 9,800 | | | | | 9,800 | | 9,800 |
| CDR Participation | 39,961 | | | | | 39,961 | | 39,961 |
| Business Expense | 7,000 | | | | | 7,000 | | 7,000 |
| Miscellaneous Expense | 120,400 | | | 5,000 | | 125,400 | | 125,400 |
| Postage / Mail Delivery | 11,100 | | | | | 11,100 | | 11,100 |
| Rents & Leases | 16,708 | | | 18,183 | | 34,891 | | 34,891 |
| Outside Printing, Subscription & Books | 92,225 | | | 200 | | 92,425 | | 92,425 |
| Office Supplies | 24,288 | | | 1,000 | | 25,288 | | 25,288 |
| Computer Maintenance | 6,500 | | | 4,642 | | 11,142 | | 11,142 |
| Software Support & Expense | 51,384 | | | | | 51,384 | | 51,384 |
| Computers and Equipment | 9,300 | | | - | | 9,300 | | 9,300 |
| Telecommunications Expense | 16,900 | | | 10,000 | | 26,900 | | 26,900 |
| Temporary Help Expense | - | | | | | - | | - |
| Training Expense | 18,000 | | | | | 18,000 | | 18,000 |
| Tuition Reimbursement | 6,000 | | | | | 6,000 | | 6,000 |
| Travel & Accommodations - Staff | 38,300 | | | 3,500 | | 41,800 | | 41,800 |
| Travel & Accommodations - Directors | 32,300 | | | | | 32,300 | | 32,300 |
| MWDOC Building Expense | 168,000 | | | | | 168,000 | | 168,000 |
| WEROC Sinking Fund Expense (generator & radios) | | | | 5,000 | | 5,000 | | 5,000 |
| Capital Acquisition | - | | | | | - | | - |
| Total Expenses | 7,672,098 | 181,841,285 | 3,730,332 | 255,481 | 4,921 | 193,504,117 | (177,508) | 193,326,610 |
| EFFECT ON RESERVES / FUND BALANCE | \$ 96,782 | \$ 4,275^[3] | \$ - | \$ - | \$ - | \$ 101,056 | \$ - | \$ 101,055 |

1 Revised Percentage Of Investment (RPOI) - distribution of installment AMP sales proceeds from bond participants.

2 Adjustment for MWDOC's contributions to other funds.

3 Net change to restricted reserves for interest revenue.



DISCUSSION ITEM

April 9, 2014

**TO: Administration & Finance Committee
(Directors Thomas, Osborne, Finnegan)**

FROM: Rob Hunter, General Manager

Staff Contact: Maribeth Goldsby

SUBJECT: APPLICATION FOR CSDA's "DISTRICT TRANSPARENCY CERTIFICATE OF EXCELLENCE"

STAFF RECOMMENDATION

Staff recommends the Committee review, discuss and make a recommendation on whether to pursue either the District Transparency Certificate of Excellence.

COMMITTEE RECOMMENDATION

Committee recommends (To be determined at Committee Meeting)

DETAILED REPORT

Staff was asked to review the various awards/certificates offered by the California Special Districts Association (CSDA), through the Special District Leadership Foundation, to determine whether MWDOC meets any of the requirements and could be eligible to receive an award.

In August, the PAL Committee reviewed this item and recommended the District pursue to the "District Transparency Certificate of Excellence", once MWDOC's Open Government Portal is released on MWDOC's website.

While MWDOC has most of the information requested, and much of the information is currently posted on the District's Open Government portal, there are a couple of items that staff does not presently have, and may take some time to develop -- if the Committee so desires. For example, the District does not currently report the annual disclosure of board member, or employee reimbursements for individual charges over \$100 for services or products; this information is to be made available for public inspection (individual charge includes, but is not limited to one meal, lodging for one day, or transportation).

| | | | |
|---|------------------|---------|-----------|
| Budgeted (Y/N): | Budgeted amount: | Core __ | Choice __ |
| Action item amount: | Line item: | | |
| Fiscal Impact (explain if unbudgeted): | | | |

Attached is the checklist that CSDA provides for obtaining the certificate. All of the blacked out bullets indicate the District meets the requirements, those that are not blacked out are still open for development.

Staff is seeking input as to whether further work should be done to meet all the requirements, as well as whether to solicit concurrence through the Community Transparency Review.



SHOWCASE YOUR DISTRICT'S COMMITMENT TO TRANSPARENCY

District Transparency Certificate of Excellence

Purpose

To promote transparency in the operations and governance of special districts to the public/ constituents and provide special districts with an opportunity to showcase their efforts in transparency.

Duration

2 Years

Application Cost

FREE

District Receives

- Certificate for display (covering 2 years)
- Press release template
- Recognition on the SDLF website
- Letter to legislators within the district's boundaries announcing the achievement
- Recognition in CA Special District magazine and the CSDA eNews

Basic Requirements

CURRENT ETHICSTRAINING FOR ALL BOARD MEMBERS (*Government Code Section 53235*)

- ☒ Provide copies of training certificates along with date completed

COMPLIANCE WITH THE RALPH M. BROWN ACT (*Government Code Section 54950 et. al*)

- ☒ Provide copy of current policy related to Brown Act compliance
- ☒ Provide copy of a current meeting agenda (including opportunity for public comment)

ADOPTION OF POLICY RELATED TO HANDLING PUBLIC RECORDS ACT REQUESTS

- ☒ Provide copy of current policy

ADOPTION OF REIMBURSEMENT POLICY, IF DISTRICT PROVIDES ANY REIMBURSEMENT OF ACTUAL AND NECESSARY EXPENSES (*Government Code Section 53232.2 (b)*)

- ☒ Provide copy of current policy

ANNUAL DISCLOSURE OF BOARD MEMBER OR EMPLOYEE REIMBURSEMENTS FOR INDIVIDUAL CHARGES OVER \$100 FOR SERVICES OR PRODUCTS. THIS INFORMATION IS TO BE MADE AVAILABLE FOR PUBLIC INSPECTION. "INDIVIDUAL CHARGE" INCLUDES, BUT IS NOT LIMITED TO: ONE MEAL, LODGING FOR ONE DAY, OR TRANSPORTATION. (*Government Code Section 53065.5*)

- ☐ Provide copy of the most recent document and how it is accessible.

TIMELY FILING OF STATE CONTROLLER'S SPECIAL DISTRICTS FINANCIAL TRANSACTIONS REPORT - INCLUDES COMPENSATION DISCLOSURE. (*Government Code Section 53891*)

- ☒ Provide copy of most recent filing
- SDLF staff will verify that district is not listed on the State Controller's 'non-compliance list'*

CONDUCT ANNUAL AUDITS (*Government Code Section 26909 and 12410.6*)

- ☒ Provide copy of most recent audit and management letter and a description of how/where documents were made available to the public

OTHER POLICIES – HAVE CURRENT POLICIES ADDRESSING THE FOLLOWING AREAS

Provide copies of each:

- ☒ Conflict of Interest
- ☒ Code of Ethics/Values/Norms or Board Conduct
- ☒ Financial Reserves Policy

Website Requirements

MAINTAIN A DISTRICT WEBSITE WITH THE FOLLOWING ITEMS REQUIRED. *(provide website link)*

Required items available to the public:

- ☒ Names of Board Members and their terms of office
- ☒ Name of general manager and key staff along with contact information
- ☒ Election procedure and deadlines
- ☒ Board meeting schedule (Regular meeting agendas must be posted 72 hours in advance pursuant to *Government Code Section 54954.2 (a)(1) and Government Code Section 54956 (a)*)
- ☒ District's mission statement
- ☒ Description of district's services/functions and service area
- ☒ Authorizing statute/Enabling Act (Principle Act or Special Act)
- ☒ Current District budget
- ☒ Most recent financial audit
- ☒ Archive of Board meeting minutes for at least the last 6 months
- ☒ List of compensation of Board Members and Staff and/or link to State Controller's webpage with the data

ADDITIONAL ITEMS – *website also must include at least 4 of the following items:*

- ☒ Post Board Member ethics training certificates
- ☒ Picture, biography and e-mail address of board members
- ☐ Last (3) years of audits
- ☒ Reimbursement and Compensation Policy
- ☒ Financial Reserves Policy
- ☐ Online/downloadable public records act request form
- ☐ Audio or video recordings of board meetings
- ☒ Map of district boundaries/service area
- ☐ Link to California Special Districts Association mapping program
- ☐ Most recent Municipal Service Review (MSR) and Sphere of Influence (SOI) studies (full document or link to document on another site)

Outreach/Best Practices Requirements

(Must complete at least 2 of the following items)

REGULAR DISTRICT NEWSLETTER OR COMMUNICATION (PRINTED AND/OR ELECTRONIC) THAT KEEPS THE PUBLIC, CONSTITUENTS AND ELECTED OFFICIALS UP-TO-DATE ON DISTRICT ACTIVITIES *(at least twice annually)*

- ☒ Provide copy of most recent communication and short description on the frequency of the communication, how it's distributed and to whom.

COMMUNITY NOTIFICATION THROUGH PRESS RELEASE TO LOCAL MEDIA OUTLET ANNOUNCING UPCOMING FILING DEADLINE FOR ELECTION AND PROCESS FOR SEEKING A POSITION ON THE DISTRICT BOARD, PRIOR TO THAT ELECTION (OR PRIOR TO THE MOST RECENT DEADLINE FOR CONSIDERATION OF NEW APPOINTMENTS FOR THOSE DISTRICTS WITH BOARD MEMBERS APPOINTED TO FIXED-TERMS).

- ☐ Provide copy of the press release (and the printed article if available)

COMPLETE SALARY COMPARISON/BENCHMARKING FOR DISTRICT STAFF POSITIONS USING A REPUTABLE SALARY SURVEY (AT LEAST EVERY 5 YEARS)

- ☐ Provide brief description of the survey and process used as well as the general results

SPECIAL COMMUNITY ENGAGEMENT PROJECT

Designed and completed a special project promoting community engagement with the district (potential projects may be broad in nature or focus on specific issues such as rate-setting, recycled water, identifying community needs, etc.)

- ☒ Submit an overview of the community engagement project reviewing the process undertaken and results achieved

HOLD ANNUAL INFORMATIONAL PUBLIC BUDGET HEARINGS THAT ENGAGE THE PUBLIC (OUTREACH, WORKSHOPS, ETC.) PRIOR TO ADOPTING THE BUDGET

- ☒ Provide copy of most recent public budget hearing notice and agenda.

COMMUNITY TRANSPARENCY REVIEW

The district would be required to obtain a completed overview checklist from at least 2 of the following individuals (the district may choose to conduct the overview with these individuals simultaneously or separately):

- ☐ Chair of the County Civil Grand Jury
- ☐ Editor of a reputable local print newspaper (only one may count toward requirement)
- ☐ LAFCO Executive Officer
- ☐ County Auditor-Controller
- ☐ Local Legislator (only one may count toward requirement)
- ☐ Executive Director or President of local Chamber of Commerce
- ☐ General Manager of a peer agency (special district, city or county)
- ☐ Provide proof of completion signed by individuals completing Community Transparency Review



SHOWCASE YOUR DISTRICT'S COMMITMENT TO TRANSPARENCY

District Transparency Certificate of Excellence

Submit Application

Submit this application along with all required documentation to:

SPECIAL DISTRICT LEADERSHIP FOUNDATION

1112 I Street, Suite 200

Sacramento, CA 95814

Phone: 916-231-2939 • Fax: 916-442-7889

| | | |
|--|-------------------------------|-------------------|
| DISTRICT: Municipal Water District of Orange County | | |
| MAILING ADDRESS: P.O. Box 20895 | | |
| CITY: Fountain Valley | STATE: CA | ZIP: 92728 |
| CONTACT NAME: Maribeth Goldsby | | |
| CONTACT TITLE: Board Secretary | | |
| PHONE: 714/593-5006 | FAX: 714/964-9389 | |
| EMAIL: mgoldsby@mwdoc.com | WEBSITE: www.mwdoc.com | |
| ASSEMBLY MEMBER(S)*: | | |
| SENATOR*: | | |
| LOCAL NEWSPAPER(S): | | |
| I CERTIFY THAT THE INFORMATION SUBMITTED IS ACCURATE AND COMPLETE TO THE BEST OF MY KNOWLEDGE. | | SIGNATURE: |



INFORMATION ITEM

April 9, 2014

TO: **Administration & Finance Committee**
(Directors Thomas, Osborne, Finnegan)

FROM: Robert Hunter, General Manager

Staff Contact: Lee Jacobi

SUBJECT: Monthly Water Usage Data, Tier 2 Projection, and Water Supply Info.

STAFF RECOMMENDATION

Staff recommends the Administration & Finance Committee receive and file this information.

COMMITTEE RECOMMENDATION

Committee recommends (To be determined at Committee Meeting)

REPORT

The attached figures show the recent trend of water consumption in Orange County (OC), an estimate of Tier 2 volume for MWDOC, and selected water supply information.

Fig. 1 OC Water Usage, Monthly by Supply Groundwater was the main supply in February.

Fig. 2 OC Water Usage, Monthly, Comparison to Previous Years Water usage in February 2014 was above average compared to the previous four Februaries. This is consistent with dry weather this February.

Fig. 3 Historical OC Water Consumption OC water consumption of about 601,000 AF in FY 2012-13 was up about 5% from FY 2011-12 but still below the long-term average of 630,000 AF/yr. Although OC population has increased 20% over the past two decades, water usage has not increased on average. A long-term decrease in per-capita water usage is attributed mostly to Water Use Efficiency (water conservation) efforts.

Fig. 4 MWDOC "Firm" Water Purchases, 2014 "Firm" water above the Tier 1 limit will be charged at the higher Tier 2 rate. Our current projection of Tier 2 purchases is zero in 2014.

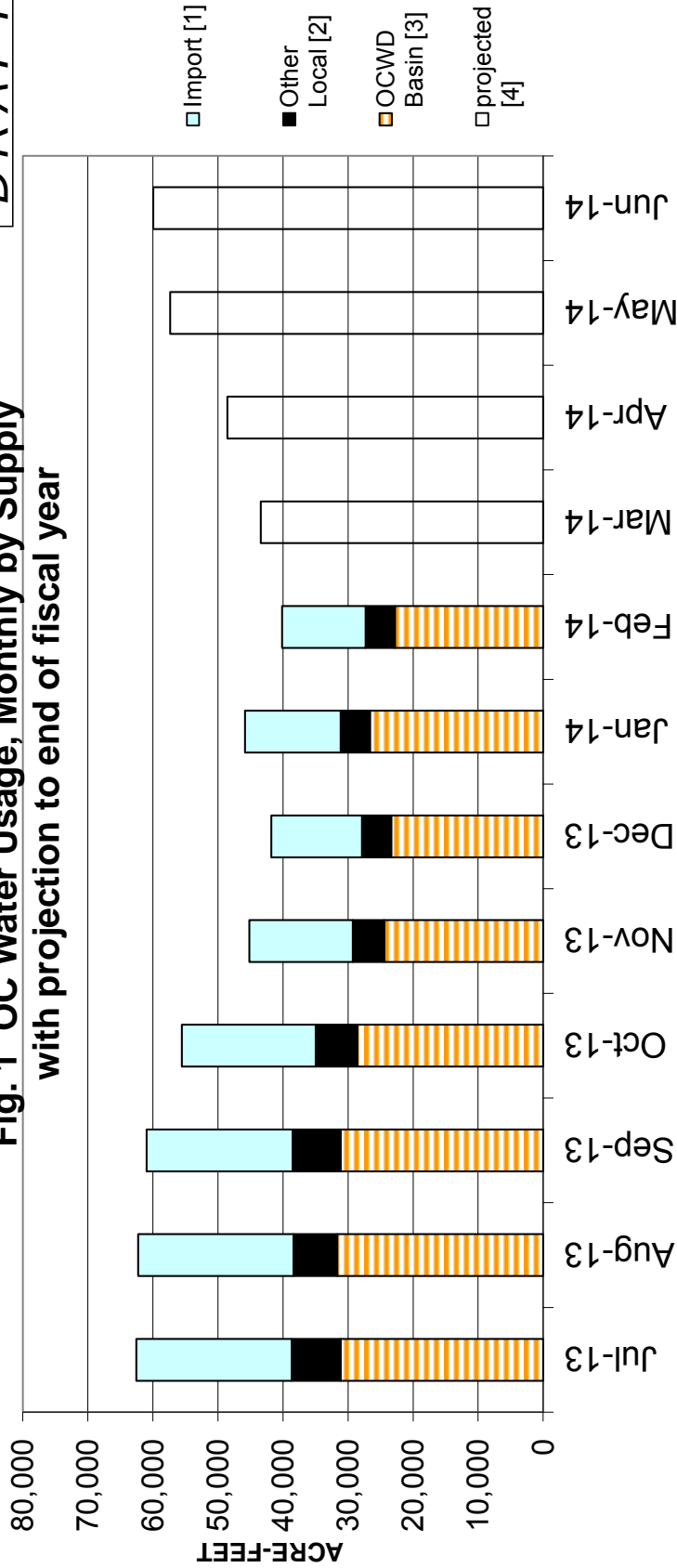
| | | | |
|--|----------------------|---------------|------------------|
| Budgeted (Y/N): N | Budgeted amount: N/A | Core <u>X</u> | Choice <u> </u> |
| Action item amount: N/A | Line item: | | |
| Fiscal Impact (explain if unbudgeted): | | | |

Water Supply Information Includes data on: Rainfall in OC; the OCWD Basin overdraft; Northern California and Colorado River Basin hydrologic data; the State Water Project (SWP) Allocation, and regional storage volumes. The data has implications for the magnitude of supplies from the three watersheds that are the principal sources of water for OC. Note that a hydrologic year is Oct. 1st through Sept. 30th.

- Orange County's accumulated rainfall in October through March was about a third of the average for this period. This continues the impact of the previous two hydrologic years' below-normal rainfall in reducing those local supplies that are derived from local runoff.
- Northern California accumulated precipitation in October through March was around half of normal for this period. This follows two below-average hydrologic years. The Northern California snowpack was only 22% of normal. The Governor declared a Drought Emergency, and the State reduced the State Water Project Contractors Table A Allocation to 0% at the end of February. This percentage may be increased a little, but it appears certain that there will be less State Project water deliveries to MET and the other Contractors than in previous years.
- Colorado River Basin accumulated precipitation in October through March was about average for this period, while the snowpack was 112% of average. However, this follows two below-average hydrologic years, and this watershed is in a long-term drought. Lake Mead and Lake Powell combined have about 60% of their average storage volume for this time of year. If Lake Mead's level falls below a "trigger" limit, then a shortage will be declared by the US Bureau of Reclamation (USBR), impacting Colorado River water deliveries for the Lower Basin states. The USBR predicts that the "trigger" limit could be reached as early as 2015.

DRAFT

Fig. 1 OC Water Usage, Monthly by Supply
with projection to end of fiscal year

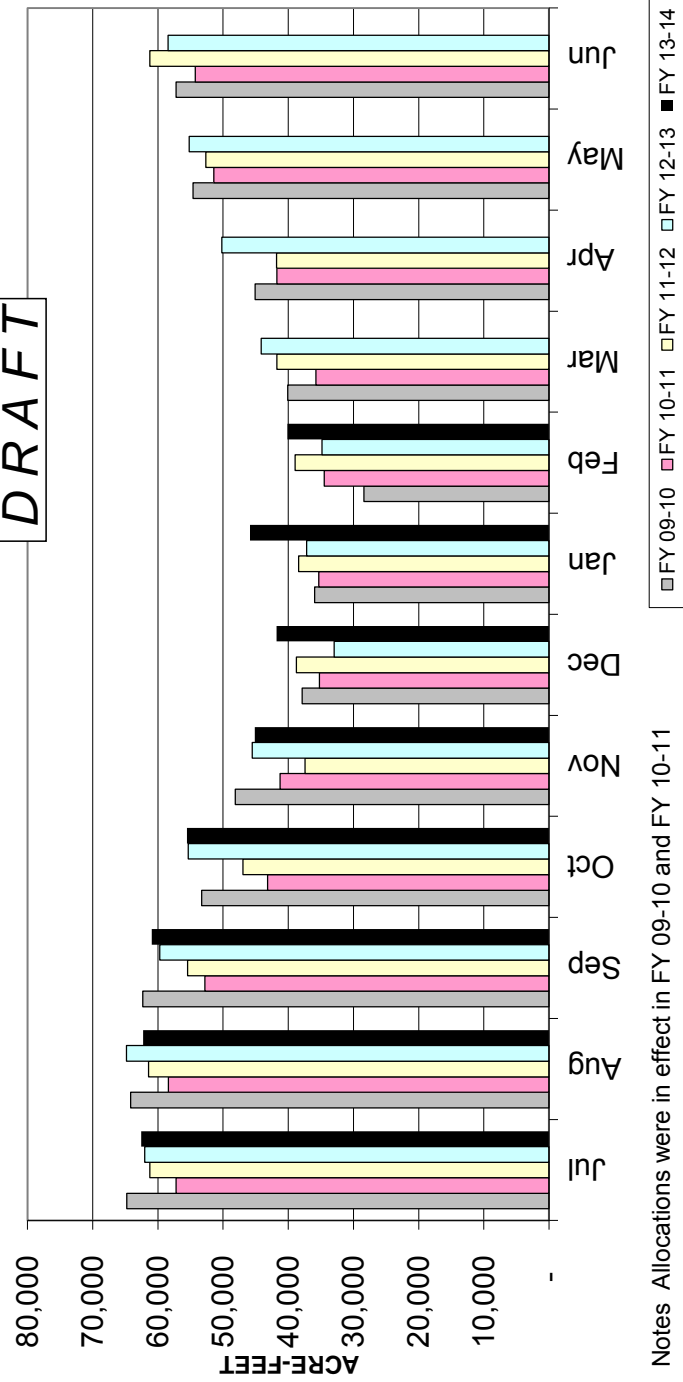


Note: values shown include some estimation and are subject to change.

- [1] Imported water for consumptive use. Includes "In-Lieu" deliveries and CUP water extraction. Excludes "Direct Replenishment" deliveries of spreading water, "Barrier Replenishment" deliveries, and deliveries into Irvine Lake.
- [2] Other local includes recycled water, local basin water, Irvine Lake water extraction, and Cal Domestic deliveries. Excludes recycled water used for Barrier recharge. Numbers are estimates until data collection is completed.
- [3] GW for consumptive use only. Excludes In-Lieu water deliveries and CUP water extraction that are counted with Import. BPP in FY '13-14 is 70%.
- [4] MWDOC's estimate of monthly demand is based on the projected FY 13-14 "Retail" water demand and historical monthly demand patterns.

Fig. 2A OC Monthly Water Usage [1]: Comparison to Last 4 Fiscal Years

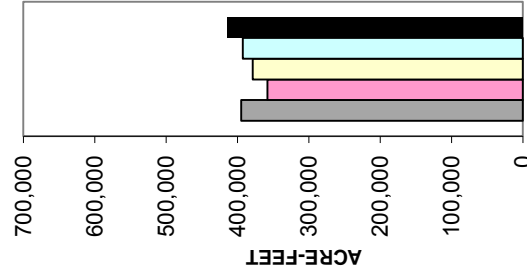
DRAFT



Notes: Allocations were in effect in FY 09-10 and FY 10-11

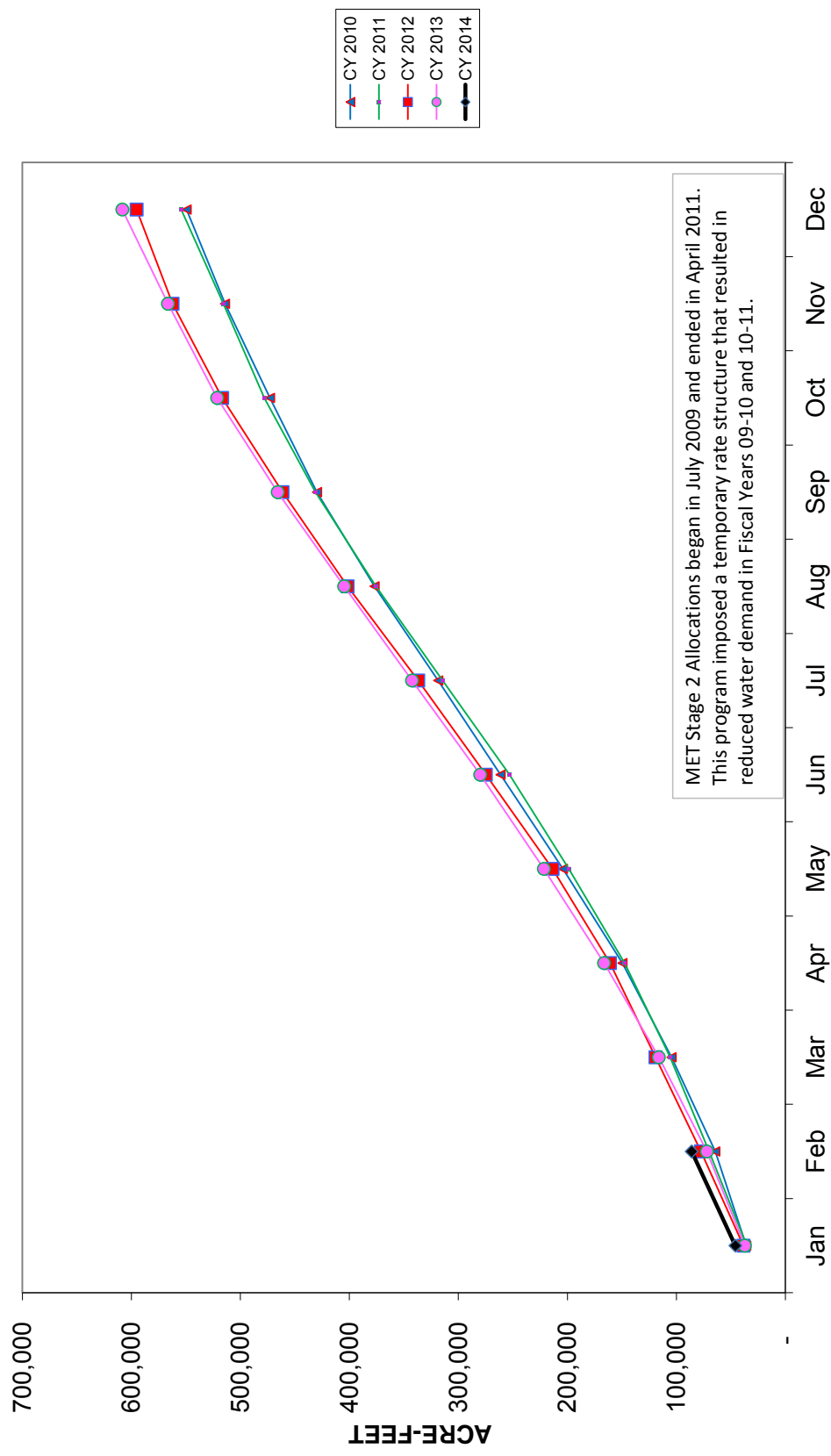
[1] Sum of Imported water for consumptive use (includes "In-Lieu" deliveries; excludes "Direct Replenishment" and "Barrier Replenishment") and Local water for consumptive use (includes recycled and non-potable water; excludes GWRS production, groundwater pumped to waste, and waste brine from water treatment projects.) Recent months numbers include some estimation.

partial-year
subtotals

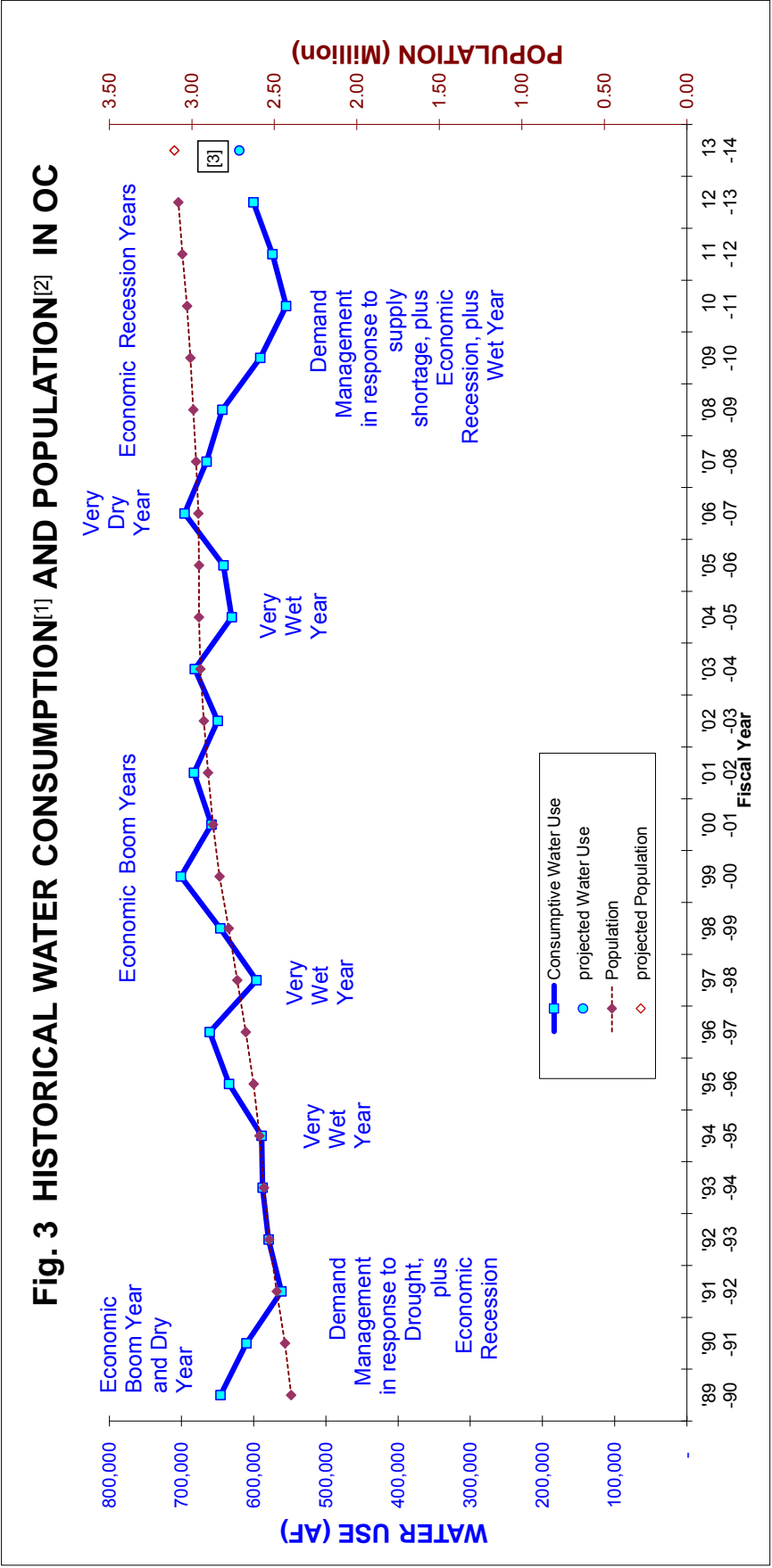


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Fig. 2B Orange County Cumulative Monthly Consumptive Water Usage [1]:
present year compared to last 4 calendar years



[1] Sum of Imported water for consumptive use (includes "In-Lieu" deliveries; excludes "Direct Replenishment" and "Barrier Replenishment") and Local water for consumptive use (includes recycled and non-potable water; excludes GWRS production and waste brine from water quality pumping projects).



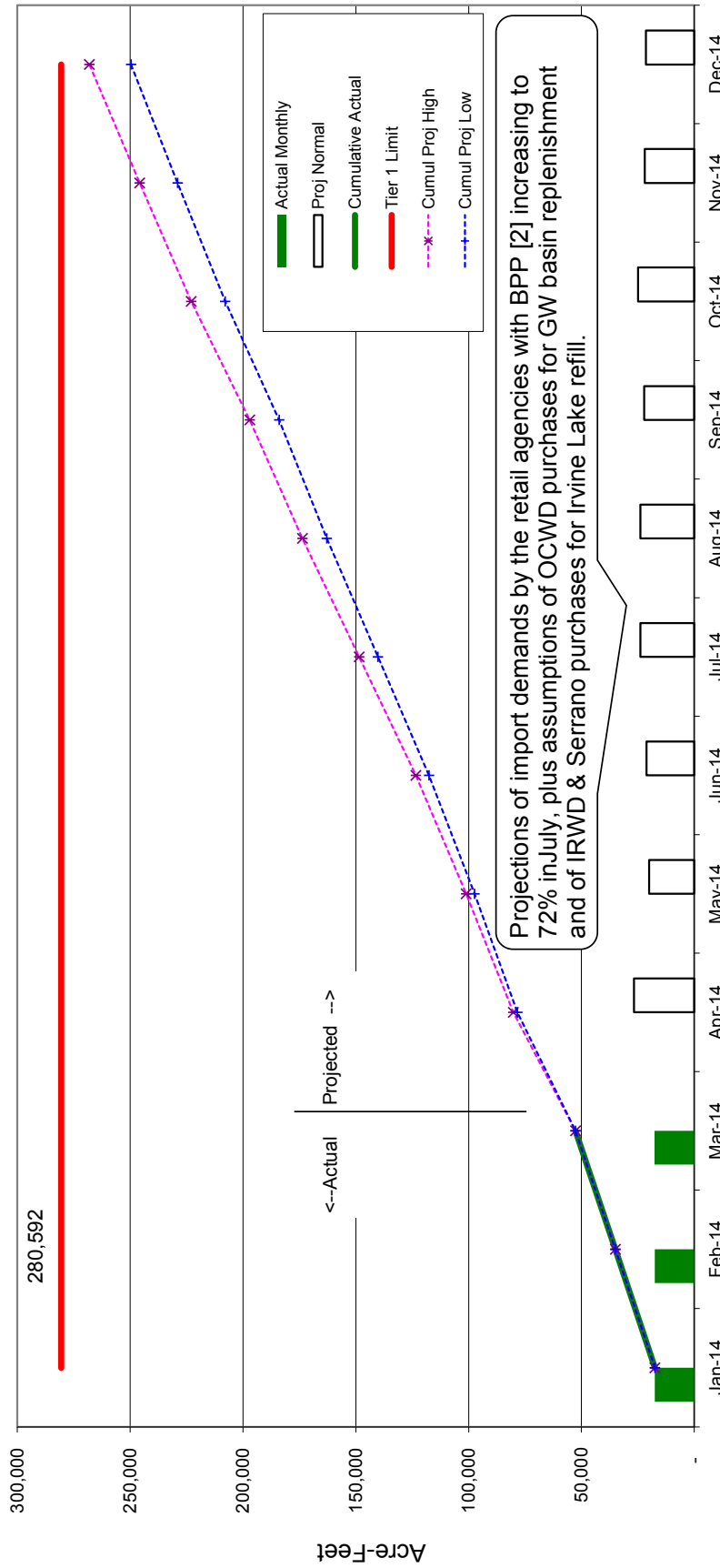
[1] Consumption includes potable, recycled and non-potable usage; excludes Barrier water and Spreading water. The most recent data involve some estimation and are subject to change.

[2] Population estimates in the 2000s decade were revised by the State Dept. of Finance to reflect the 2010 Census counts.

[3] Projection of FY 13-14 water use estimated by MWDOC based on partial-year data.
 Projection of FY 13-14 population estimated by MWDOC continues historical trend.

Fig. 4 MWDOC's Firm Water Purchases in CY 2014

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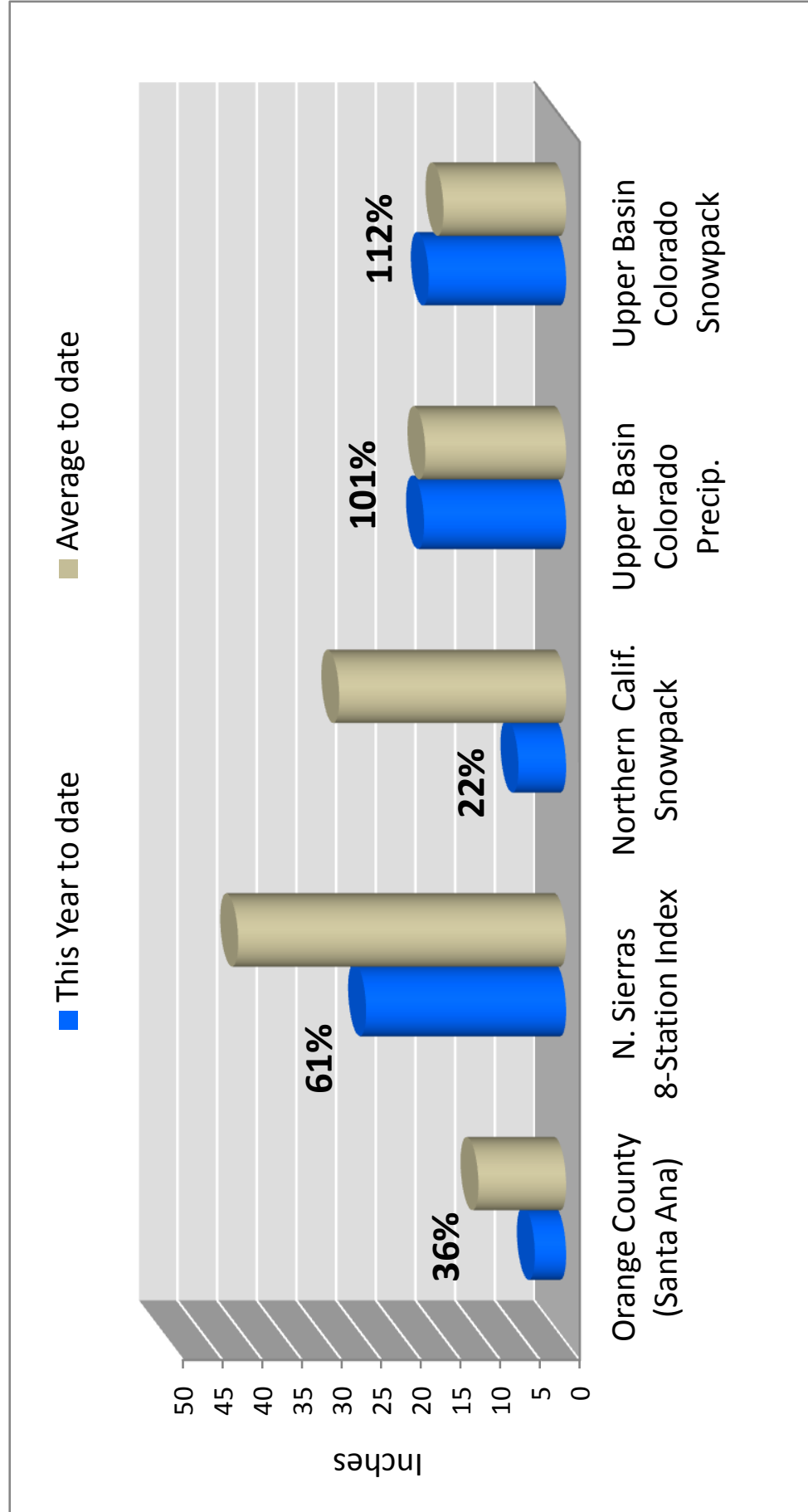
Notes

1. "Firm" includes Full Service (both Treated and Untreated) and Barrier water.
2. Basin Pumping Percentage (BPP) is the percentage of a retail water agency's total water demand that they are limited to pump from the OCWD-managed groundwater basin. BPP pertains to Basin agencies only. For example, if a Basin agency's total demand is 10,000 AF/yr and OCWD sets the BPP at 72%, then the agency is limited to 7,200 AF of groundwater that year. There may be certain exceptions and/or adjustments to that simple calculation. OCWD sets the BPP for the Basin agencies, usually as of July 1st. Import demands for Jan.-Jun. were with BPP of 70% for Basin agencies; for Jul.-Dec. they are projected with BPP of 72%.

Accumulated Precipitation

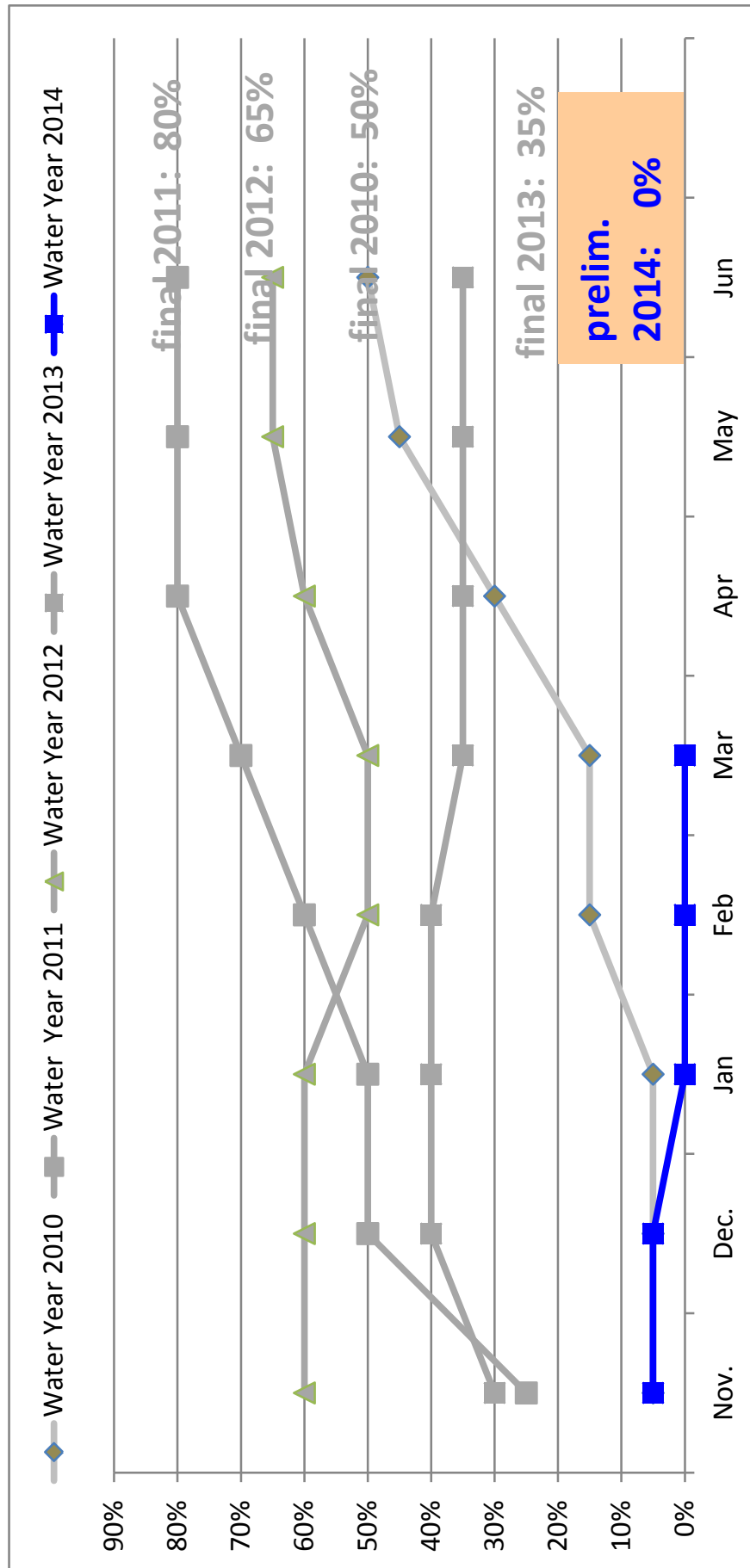
for the Oct.-Sep. water year, through Mar-2014

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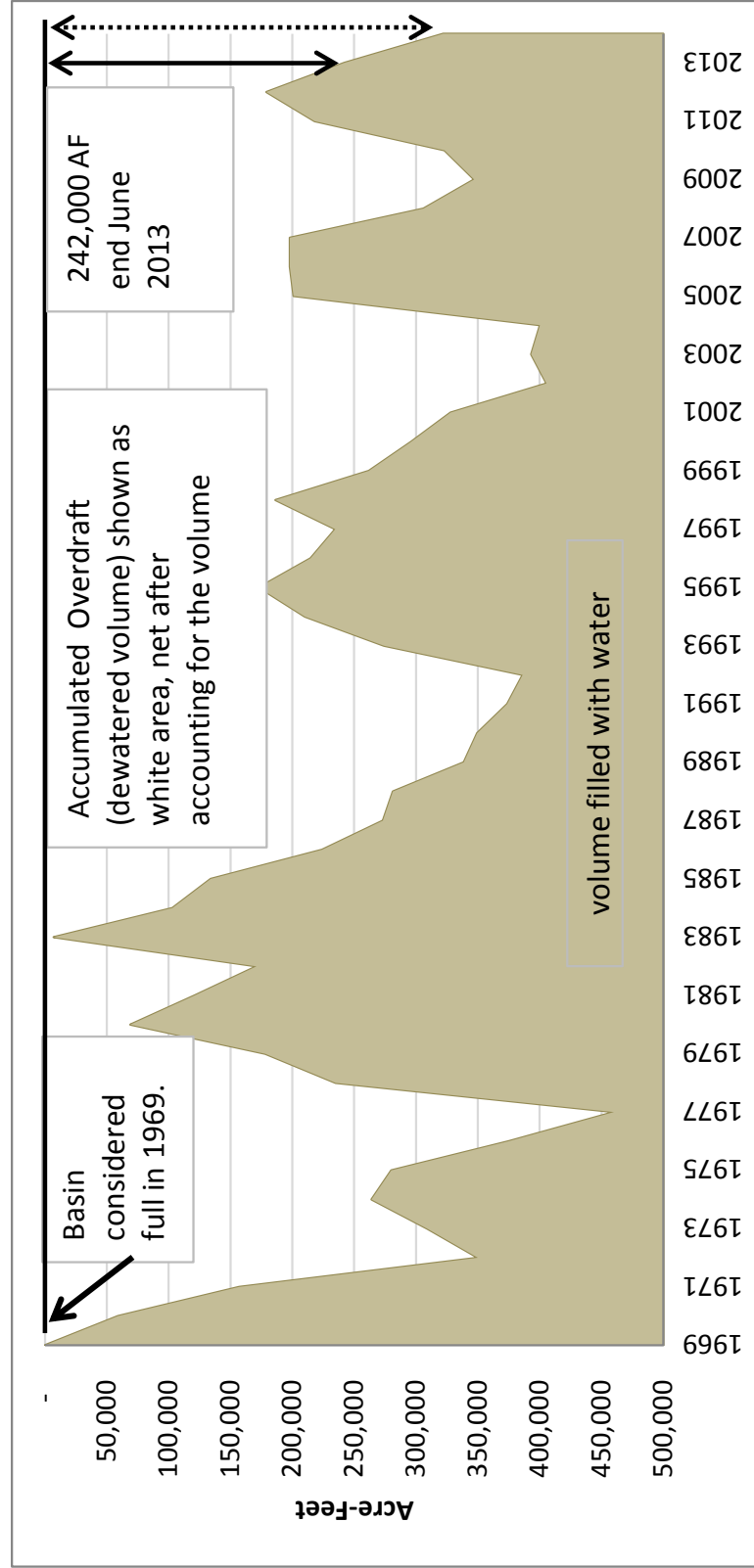
SWP Table A Allocation

for State Water Project Contractors



OCWD Basin Accumulated Overdraft

Annual, 1969 to present



values as of June 30th

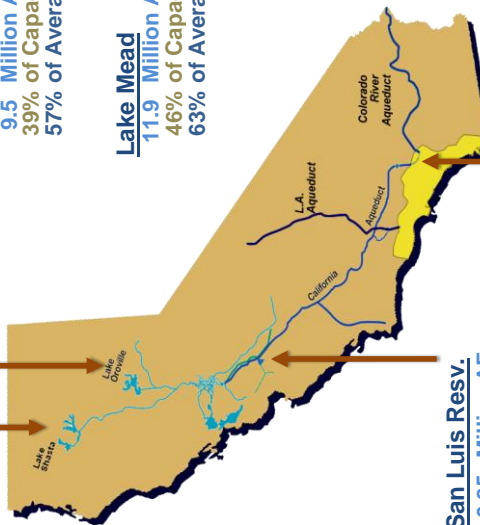
source: OCWD

California, Colorado R., and MET Reservoir Storage

as of end of March 2014

Lake Oroville
1.70 Million AF
48% of Capacity
63% of Average

Lake Shasta
2.176 Million AF
48% of Capacity
59% of Average

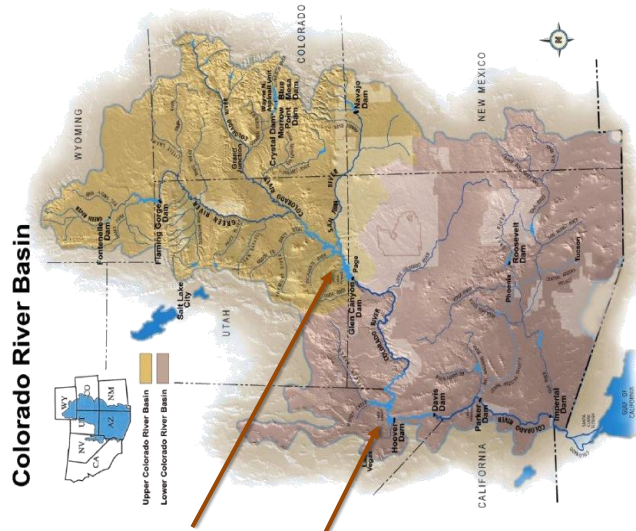


Lake Powell
9.5 Million AF
39% of Capacity
57% of Average

Lake Mead
11.9 Million AF
46% of Capacity
63% of Average

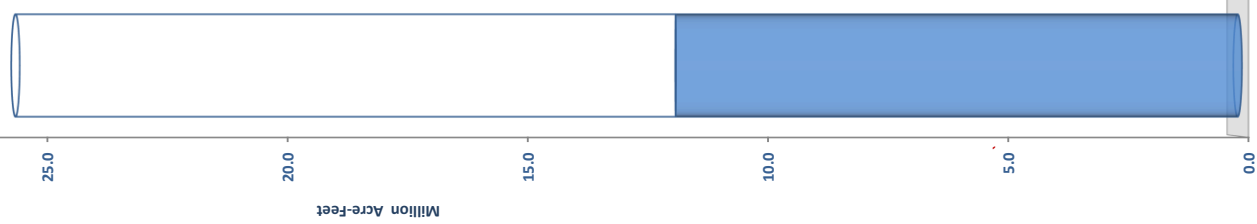
Diamond Valley Lake
0.57 Million AF
70% of Capacity

San Luis Resv.
0.85 Million AF
42% of Capacity

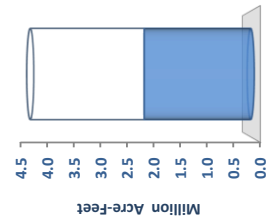


Lake Mead

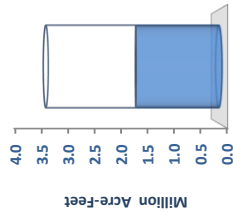
Lake Powell



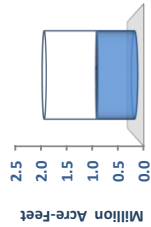
Lake Shasta



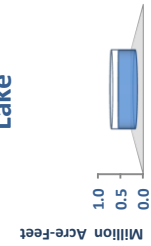
Lake Oroville



San Luis Resv.

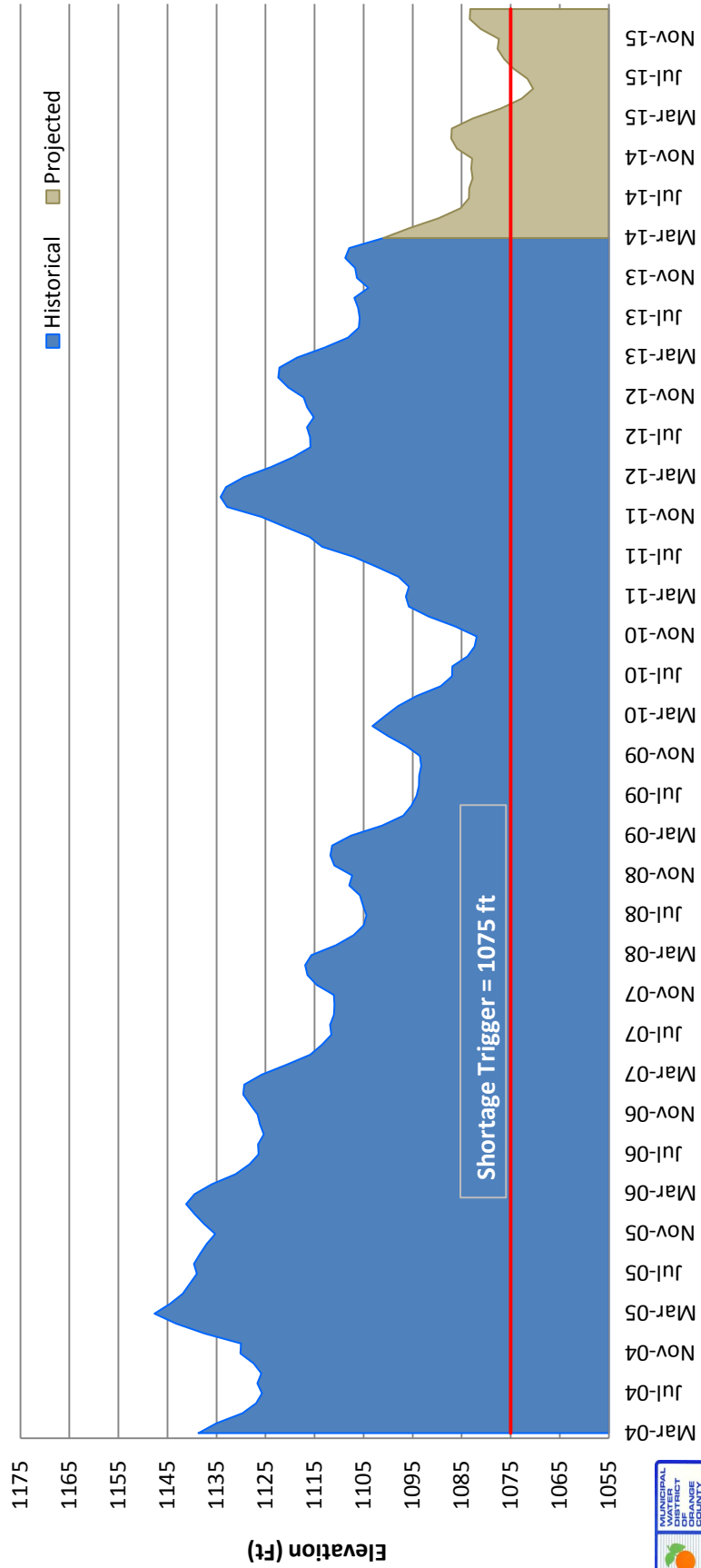


Diamond Valley Lake



Lake Mead Levels: Historical and Projected

projection per USBR 24-Month Study



**Administration Activities Report
March 7, 2014 to April 3, 2014**

| Activity | Summary |
|--|---|
| Administration/Board | <ul style="list-style-type: none"> • Pat prepared the purchase requisitions for the many travel reservations made last period- legislative initiatives in DC; ACWA DC; UWI; CUWCC; Water Reuse Conference and an ACWA Sacramento reception. • Pat assisted Public Affairs with coordination and planning for the annual preparation of Consumer Confidence Reports (CCRs). • Pat scheduled individual meetings with our member agencies and our consultant to review their CCR info. • Pat and Catherine worked with the Constant Contact database to manage rsvps for the Elected Officials Forum. • Maribeth has been scheduling meetings for Rob Hunter. • Maribeth coordinated the package for CSDA's District Transparency Excellence Award. • Maribeth has been working with the accounting department on a few Public Records Requests. • Maribeth has been organizing the upcoming Elected Officials Forum. • Maribeth coordinated the filing of all District Form 700's. • Maribeth has been assisting Rob/Karl with various write ups and follow-up for the Committees and Board. |
| MWDOC/OCWD Joint Administration | <ul style="list-style-type: none"> • No new information to report. |
| Property/Liability/Workers Compensation Insurance | <ul style="list-style-type: none"> • Katie is working with three firms to obtain quotes to conduct an independent risk analysis on the appropriate level of Liability Insurance coverage. Once the analysis is performed and completed staff will return with information. • Cathy and Katie are evaluating the Worker's Compensation quotes from ACWA/JPIA and the Special District's Risk Management Authority and will return to the Committee with a recommendation in May. |
| Records Management | <ul style="list-style-type: none"> • Sarah continues to enter new documents into the system as well as scan hard copy documents into the system. She also continues to purge and shred documents in accordance with the retention schedule. • Sarah coordinated with Maribeth on responding to a subpoena for records and provided assistance with other records requests. |
| Office HVAC System | <ul style="list-style-type: none"> • Staff is coordinating with ACCO on the inspection and findings of the troubleshooting work for potential leaks in the duct system. |
| CalPERS | No new information to report. |
| Review of 401 and 457 Plan | No new information to report. |

| Activity | Summary |
|--------------------------------|---|
| Investment Funds | |
| Recruitment /Departures | <ul style="list-style-type: none"> • Louay Toma started his temporary part-time assignment as WEROC Program Assistant on March 19th. • Recruitment activities continue for a Water Use Efficiency Intern due to anticipated departure of a current intern during summer 2014. • Staff has been recruiting for the Government Affairs Manager position. The posting for the position will close on April 7th. To date, 44 responses and/or applications have been received. • Grace Pester, Office Assistant will be leaving the District as of April 17th. Grace has secured a regular full-time position. Staff is evaluating workloads and distribution of assignments in preparing for the recruitment process to fill the vacancy. |
| Agency Requests | <p>The following information was requested:</p> <ul style="list-style-type: none"> • El Toro Water District requested COLA/Merit information. • Santa Margarita Water District requested copies of job descriptions for our Water Use Efficiency Job series. • Provided information to Irvine Ranch Water District regarding car allowance policy and amounts. |
| Projects and Activities | <ul style="list-style-type: none"> • Pay structure adjustment survey-- In accordance with the Personnel Manual Policy, staff initiated a survey to determine agency COLA's and Merits for 2014/15. Staff is completing the information in preparation for the annual pay structure adjustment. • MWDOC Staff Meeting was held on March 27th at which time the following items were discussed: <ul style="list-style-type: none"> ○ Passing of Col. Jack Foley ○ Budget Update ○ Merit Pool ○ Personnel Issues - Gov. Affairs Recruitment, Finance Position and Performance Evaluations ○ Consolidation Update ○ Drought/BDCP/State Water Bond ○ 6-month Observations ○ WEROC - Anthrax and AutoPaks • Katie is researching Met's purchasing program and if there are any efficiencies and cost savings in participating. • Cathy is completing the COLA/Merit Survey in preparation for the annual pay structure adjustment. • Cathy is researching Retiree Health Benefits to determine whether offering a buyout would reduce the District's OPEB Liability. |



INFORMATION ITEM

April 9, 2014

TO: Administration & Finance Committee
(Directors Thomas, Barbre, Osborne)

FROM: Robert J. Hunter, General Manager Staff Contact: Jeff Stalvey

SUBJECT: Finance and IT Pending Items Report

SUMMARY

The following list details the status of special projects that are in-progress or to be completed during FY 2013-14.

| Description | % of Completion | Estimated Completion date | Status |
|---|-----------------|---------------------------|-------------|
| <u>Finance</u> | | | |
| Further Implementation of WUE Landscape Programs Database and Web Site. | On-going | On-going | In Progress |
| Upgrade Serenic ERP Software from version 5 to version 7 | 25% | 5-30-14 | In Progress |
| Preparation of documents for FY14-15 budget process. | 80% | 6-30-14 | In Progress |

| | | | |
|---|----------|----------|------------------------------|
| | | | |
| <u>Information Technology</u> | | | |
| Network security protection for the District from Cyber threats, intruders/hackers, and viruses/malwares/spam e-mail attacks. | On-going | On-going | Continuous system monitoring |
| Upgrade existing Windows Server Operating Systems from 2003 and 2008 versions to 2012 version (software upgrade). | 60% | 6-30-14 | In Progress |
| Purchase and upgrade 4 Desktop computers. | 50% | 4-30-14 | In Progress |
| Purchase and upgrade District Record Management Database Server (hardware and software). | 20% | 6-30-14 | In Progress |
| Purchase and upgrade Finance database Server (hardware and software) to run new version of Serenic application (64-bit). | 60% | 6-30-14 | In Progress |
| Upgrade District Firewall (Software upgrade) | 100% | 3-31-14 | Completed |

| FY 2013-14 Completed Special Tasks | | | |
|---|-----------------|---------------------------|-----------|
| Description | % of Completion | Estimated Completion date | Status |
| <u>Information Technology</u> | | | |
| Upgrade and maintain Disaster Recovery Plan for the District (software and hardware). Install, configure and deploy new Disaster Recovery Server (hardware and software) for Finance Department at the South EOC. | 100% | 09-31-13 | Completed |
| Purchase and upgrade Overhead projector for Conference room 102. | 100% | 10-31-13 | Completed |
| Purchase and upgrade Primary Domain Network Server to Windows Server 2012 64-bit (hardware and software). | 100% | 1-31-14 | Completed |
| Purchase and upgrade MS Office 2007 to 2013 version (5 licenses). | 100% | 12-31-13 | Completed |
| | | | |
| <u>Finance</u> | | | |
| Preparation of documents for FY13-14 budget process. | 100% | 06-30-13 | Completed |
| State Tax filing for Water Facilities | 100% | 11-30-13 | Completed |
| State Controller Report preparation | 100% | 11-30-13 | Completed |
| Government Compensation in California report | 100% | 11-30-13 | Completed |
| Annual financial audit conducted by Vavrinek, Trine, Day & Company | 100% | 1-31-14 | Completed |

| | | | |
|--|-------------|---------|-----------|
| Preparation of Audited Financial Statement Report | 100% | 1-31-14 | Completed |
| Implementation of WUE Landscape Programs Database for inspection agencies. | 100% | 6-30-14 | Completed |