



moulton niguel water district

FINANCE & INFORMATION TECHNOLOGY

BOARD OF DIRECTORS' MEETING

MOULTON NIGUEL WATER DISTRICT

27500 La Paz Road, Laguna Niguel

February 15, 2017

8:30 AM

Approximate Meeting Time: 4 Hours

1. CALL MEETING TO ORDER
2. APPROVE THE MINUTES OF THE JANUARY 18, 2017 FINANCE AND INFORMATION TECHNOLOGY BOARD OF DIRECTORS' MEETING
3. PUBLIC COMMENTS
Persons wishing to address the Board of Directors on matters not listed on the Agenda may do so at this time. "Request To Be Heard" forms are available at the entrance to the Board Room. Comments are limited to five minutes unless further time is granted by the Presiding Officer. Submit form to the Recording Secretary prior to the beginning of the meeting.

Those wishing to address the Board of Directors on any item listed on the Agenda should submit a "Request To Be Heard" form to the Recording Secretary before the Presiding Officer announces that agenda item. Your name will be called to speak at that time.

PRESENTATION ITEMS

4. Financial Overview

INFORMATION ITEMS

5. Monthly Financial Report
 - a. Summary of Financial Results
 - b. Budget Comparison Report
 - c. Statement of Net Position
 - d. Restricted Cash and Investments with Fiscal Agent
 - e. Net Position
 - f. Summary of Disbursements January 2017

6. Future Agenda Items (Any items added under this section are for discussion at future meetings only)
7. Late Items (Appropriate Findings to be Made)
 - a. Need to take immediate action; and
 - b. Need for action came to District's attention after Agenda Posting. [Requires 2/3 vote (5 members) or unanimous vote if less than 2/3 are present]

CLOSED SESSION

8. CONFERENCE WITH LEGAL COUNSEL - ANTICIPATED LITIGATION

Significant exposure to litigation and initiation of litigation pursuant to paragraphs (2) and (4) of subdivision (d) of Government Code Section 54956.9

One potential case

9. CONFERENCE WITH REAL PROPERTY NEGOTIATORS

Pursuant to Government Code Section: 54956.8

Property: Real Estate related to City of San Juan Capistrano's Water and Sewer Systems

Agency Negotiator: Joone Lopez - Moulton Niguel Water District

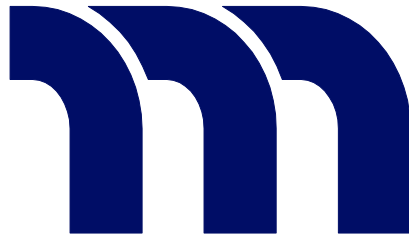
Negotiating Parties: Moulton Niguel Water District and City of San Juan Capistrano

Under Negotiation: Terms for Proposed Acquisition of Property

ADJOURNMENT

The Board of Directors' Meeting Room is wheelchair accessible. If you require any special disability related accommodations (i.e., access to an amplified sound system, etc.), please contact the Moulton Niguel Water District Secretary's office at (949) 831-2500 at least forty-eight (48) hours prior to the scheduled meeting. This agenda can be obtained in alternate format upon written request to the Moulton Niguel Water District Secretary at least forty-eight (48) hours prior to the scheduled meeting.

Agenda exhibits and other writings that are disclosable public records distributed to all, or a majority of, the members of the Moulton Niguel Water District Board of Directors in connection with a matter subject to discussion or consideration at an open meeting of the Board of Directors are available for public inspection at the District Office, 27500 La Paz Road, Laguna Niguel, CA ("District Office"). If such writings are distributed to members of the Board less than seventy-two (72) hours prior to the meeting, they will be available in the reception area of the District Office at the same time as they are distributed except that, if such writings are distributed immediately prior to, or during the meeting, they will be available in the Board meeting room and on the District website at www.mnwd.com.



moulton niguel water district

DRAFT

MINUTES OF THE REGULAR MEETING OF THE FINANCE & INFORMATION TECHNOLOGY BOARD OF DIRECTORS OF THE MOULTON NIGUEL WATER DISTRICT

January 18, 2017

A Regular Meeting of the Finance & Information Technology Board of Directors of the Moulton Niguel Water District was held at the District offices, 27500 La Paz Road, Laguna Niguel, California, at 8:30 AM on January 18, 2017. There were present and participating:

DIRECTORS

Duane Cave	Director
Scott Colton	Vice President
Richard Fiore	Director
Donald Froelich	President
Gary Kurtz	Director
Larry Lizotte	Director
Brian Probolsky	Vice President/Chair (arrived at 8:52 a.m.)

Also present and participating were:

STAFF MEMBERS, LEGAL COUNSEL, AND MEMBERS OF THE PUBLIC

Joone Lopez	General Manager
Matt Collings	Assistant General Manager
Marc Serna	Director of Engineering & Operations
Gina Hillary	Director of Human Resources
Paige Gulck	Board Secretary
Tim Bonita	Recording Secretary
Trevor Agrelius	MNWD
Johnathan Cruz	MNWD
Medha Patel	MNWD
Lindsey Stuvick	MNWD
Carole Wayman-Piascik	MNWD

#2.

1. CALL MEETING TO ORDER

The meeting was called to order by Richard Fiore at 8:30 a.m.

2. PUBLIC COMMENTS

None.

DISCUSSION ITEMS

3. Rebate Applications for Turf Removal

Lindsey Stuvick provided information on the rebate applications. Staff recommends that the Board of Directors consider the rebate applications for the identified projects without a limitation on the maximum allowable acreage for the project and direct staff accordingly. Discussion ensued regarding the applications.

INFORMATION ITEMS

4. Monthly Financial Report

Brian Probolsky arrived at 8:52 a.m. Trevor Agrelius presented the Monthly Financial Report.

5. Communications and Outreach Report

Medha Patel provided the Communications and Outreach Report. Key topics covered during the report included monthly newsletters, social media, community involvement, and outreach activities.

6. Website Update

Medha Patel provided an update on the development of the new website.

7. Water Usage Update

Lindsey Stuvick provided the Water Usage Update. The District achieved 16% reduction for December 2016.

8. Future Agenda Items (Any items added under this section are for discussion at future meetings only)

None.

9. Late Items (Appropriate Findings to be Made)

Staff has none.

ADJOURNMENT

The meeting was adjourned at 10:07 a.m.

Respectfully submitted,

Tim Bonita
Recording Secretary

DRAFT

MOULTON NIGUEL WATER DISTRICT
Summary of Financial Results
February 15, 2017

Unaudited results of operations for the six months ended December 31, 2016, are summarized below.

Total operating revenues were \$31.7 million through December 2016, which is tracking at 56% of the budget. Total operating expenses were \$32.0 million through the month of December, which amounted to 46% of the approved budget. Total Net Income for the six months ended is at \$4.3 million. The District has received \$14.0 million in property taxes thus far, amounting to 52% of the budgeted amount.

Investment income is at (\$1.9) million for the year, which has been impacted by an unrealized loss (change in market value) of (\$2.6) million. Excluding the market fluctuations, the District has realized gains of \$0.8 million. At this point at December 31, 2015, the District had realized gains of \$0.9 million, indicating the consistency of the District's investment strategy.

The District currently has \$5.9 million available in the Water Efficiency Fund for new projects, rebate applications or additional programs. The remaining fund balance takes into account \$2.1 million in water efficiency program commitments already approved by the Board.

The District's total cash balance has decreased by approximately \$10 million since June 30, 2016, however, the District has spent a planned \$20 million on CIP and Debt Service payments. The contrast between the \$20 million spent on those activities and the \$10 million decrease in cash demonstrates the effective planning and cash management the District has implemented.

All District fiscal agent reserves are properly funded and meet the reserve requirements in the bond indentures.

The Board has established a target reserve level of \$64.8 million, and the District currently holds \$69.8 million in reserves.

Moulton Niguel Water District
All Funds - Budget Comparison Report
Six Months Ended December 31, 2016

	Description	Fiscal Year to Date Actuals	Prior Fiscal Year to Date Actuals	Current Year Approved Budget	Current Year Budget Balance	% of Actuals to Budget
ALL FUNDS						
<u>Operating Revenues</u>						
	Water Sales	\$ 14,152,266	\$ 13,255,525	\$ 28,338,290	\$ 14,186,024	50%
	Recycled Water Sales	2,983,966	2,671,927	5,489,814	2,505,848	54%
	Sewer Sales	9,843,733	9,225,340	18,911,865	9,068,132	52%
	Water Efficiency	4,506,050	2,427,998	3,303,844	(1,202,206)	136%
	Other Operating Income	206,853	664,435	491,585	284,732	42%
A	Total Operating Revenue	31,692,868	28,245,223	56,535,398	24,842,530	56%
<u>Operating Expenses</u>						
	Salaries	5,578,269	5,034,529	11,950,943	6,372,674	47%
	PERs Employer Contributions	764,652	717,843	1,564,665	800,013	49%
	Defined Contribution 401A	84,401	83,700	281,004	196,603	30%
	Educational Courses	12,552	9,857	54,080	41,528	23%
	Travel & Meetings	99,326	88,480	278,020	178,694	36%
	Recruitment & Employee Relations	14,109	11,556	78,397	64,288	18%
	General Services	163,386	145,553	394,750	231,364	41%
	Annual Audit	18,423	35,720	53,000	34,577	35%
	Member Agencies O&M	196,884	456,963	692,228	495,344	28%
	Dues & Memberships	41,384	59,038	101,745	60,361	41%
	Election Expenses	-	-	83,000	83,000	0%
	Consulting Services	840,936	581,808	2,615,400	1,774,464	32%
	Equipment Rental	6,817	32,819	69,000	62,183	10%
	District Fuel	99,908	103,371	340,000	240,092	29%
	Insurance - District	182,597	201,248	443,170	260,573	41%
	Insurance - Personnel	156,390	183,967	480,546	324,156	33%
	Insurance - Benefits	1,211,155	1,219,426	3,106,144	1,894,989	39%
	Legal Services - Personnel	11,305	-	50,000	38,695	23%
	Legal Services - General ¹	90,016	80,367	430,000	339,984	21%
	District Office Supplies	266,247	431,308	853,750	587,503	31%
	District Operating Supplies	204,340	167,396	390,450	186,110	52%
	Repairs & Maintenance - Equipment	331,927	347,367	628,769	296,842	53%
	Repairs & Maintenance - Facilities	1,402,496	965,362	3,447,205	2,044,709	41%
	Safety Program & Compliance Requirements	133,266	92,074	191,650	58,384	70%
	Wastewater Treatment	4,570,970	4,398,903	9,480,876	4,909,906	48%
	Special Outside Assessments	25,276	24,292	240,000	214,724	11%
	Utilities	1,048,842	1,034,481	2,373,260	1,324,418	44%
	Water Purchases	13,278,598	12,528,561	25,826,808	12,548,210	51%
	Meter / Vault Purchases	51,909	159,519	615,000	563,091	8%
	Water Efficiency	739,521	1,489,101	2,898,457	2,158,936	26%
	Other Operating Expenses ²	350,343	5,976	-	(350,343)	n/a
B	Total Operating Expenses	31,976,245	30,690,584	70,012,317	38,386,415	46%
A-B	Operating Income (Loss)	(283,377)	(2,445,361)	(13,476,919)	(13,543,885)	2%
<u>Non-Operating Revenues (Expenses)</u>						
	Property Tax Revenue	14,002,496	13,359,284	27,069,573	13,067,077	52%
	Investment Income ³	(1,899,161)	610,359	2,348,860	4,248,021	-81%
	Property Lease Income	879,678	874,681	1,569,878	690,200	56%
	Interest Expense	(2,645,901)	(2,821,201)	(5,466,157)	(2,820,256)	48%
	Misc. Non-Operating Income	2,761,038	3,636,512	3,718,464	957,426	74%
	Capacity fees	204,012	243,294	468,818	264,806	44%
C	Total Non-Operating Revenue (Expenses)	13,302,161	15,902,928	29,240,618	15,938,457	45%
A-B+C	Change in All Funds	\$ 13,018,784	\$ 13,457,568	\$ 15,763,699	\$ 2,394,572	
<u>Other Non Cash Expenses</u>						
	Depreciation	8,750,895	8,512,438	-	(8,750,895)	n/a
D	Total Change in Net Position	\$ 4,267,889	\$ 4,945,129	\$ 15,763,699	\$ 11,145,467	

Note: Totals may not sum due to rounding.

1. Detail of Legal Services - General can be found on the next page.

2. The District performed an inventory inspection and removed approximately \$200k of obsolete equipment and supplies.

3. Investment income is comprised of realized income of \$750,820 and unrealized income of (\$2,649,981).

#5.b.

Moulton Niguel Water District
All Funds - Budget Comparison Report
Six Months Ended December 31, 2016
Legal Services - General

Firm	Water Use			Total
	General ⁴	Efficiency ⁴	Capital ⁵	
Best Best & Krieger LLP	\$ 77,880	\$ 10,496	\$ 5,093	\$ 93,469
Budget Amount	420,000	10,000	-	430,000
Budget Balance	\$ 342,120	\$ (496)	\$ (5,093)	\$ 336,531

Note: Totals may not sum due to rounding.

4. Legal Services - General on the previous page is made up of the General balance of \$77,880 and the \$10,496 Water Use Efficiency balance, for a total of \$90,016.

5. Capital legal services represent legal services rendered during construction and are capitalized by the District as part of the project. Each project budgets for legal expenses separately and are not included as part of this schedule.

Moulton Niguel Water District
General Fund - Budget Comparison Report
Six Months Ended December 31, 2016

	Description	Approved Budget	Fiscal Year to Date Actuals	Budget Balance	% of Actuals to Budget
GENERAL FUND					
Operating Revenues					
	Water Sales	\$ 28,338,290	\$ 14,152,266	\$ 14,186,024	50%
	Recycled Water Sales	5,489,814	2,983,966	2,505,848	54%
	Sewer Sales	18,911,865	9,843,733	9,068,132	52%
	Other Operating Income	491,585	206,853	284,732	42%
A	Total Operating Revenue	53,231,554	27,186,818	26,044,736	51%
Operating Expenses					
	Salaries	11,181,396	5,206,887	5,974,509	47%
	PERs Employer Contributions	1,480,783	722,043	758,740	49%
	Defined Contribution 401A	267,655	79,067	188,588	30%
	Educational Courses	51,580	11,168	40,412	22%
	Travel & Meetings	253,320	93,055	160,265	37%
	Recruitment & Employee Relations	78,397	14,109	64,288	18%
	General Services	394,750	163,386	231,364	41%
	Annual Audit	53,000	18,423	34,577	35%
	Member Agencies O&M	692,228	196,884	495,344	28%
	Dues & Memberships	101,245	41,384	59,861	41%
	Election Expenses	83,000	-	83,000	0%
	Consulting Services	1,315,400	513,799	801,601	39%
	Equipment Rental	69,000	6,817	62,183	10%
	District Fuel	340,000	99,908	240,092	29%
	Insurance - District	443,170	182,597	260,573	41%
	Insurance - Personnel	460,266	148,915	311,351	32%
	Insurance - Benefits	2,924,922	1,131,561	1,793,361	39%
	Legal Services - Personnel	50,000	11,305	38,695	23%
	Legal Services - General	420,000	79,520	340,480	19%
	District Office Supplies	473,250	226,448	246,802	48%
	District Operating Supplies	390,450	204,340	186,110	52%
	Repairs & Maintenance - Equipment	626,269	331,705	294,564	53%
	Repairs & Maintenance - Facilities	3,447,205	1,402,496	2,044,709	41%
	Safety Program & Compliance Requirements	191,650	131,889	59,761	69%
	Wastewater Treatment	9,480,876	4,570,970	4,909,906	48%
	Special Outside Assessments	240,000	25,276	214,724	11%
	Utilities	2,373,260	1,048,842	1,324,418	44%
	Water Purchases	25,826,808	13,278,598	12,548,210	51%
	Meter / Vault Purchases	615,000	51,909	563,091	8%
	Other Operating Expenses	-	350,343	(350,343)	n/a
B	Total Operating Expenses	64,324,880	29,993,301	34,331,579	47%
A-B	Operating Income (Loss)	(11,093,326)	(2,806,483)	(8,286,843)	25%
Non-Operating Revenues (Expenses)					
	Property Tax Revenue	27,069,573	14,002,496	13,067,077	52%
	Investment Income	2,242,424	(934,177)	3,176,601	-42%
	Property Lease Income	1,569,878	879,678	690,200	56%
	Misc. Non-Operating Income (Expense)	3,718,464	60,606	3,657,858	2%
C	Total Non-Operating Revenue (Expenses)	34,600,339	14,008,602	20,591,737	40%
A-B+C	Change in General Fund	\$ 23,507,013	\$ 11,202,119	\$ 12,304,894	45%
Other Non Cash Expenses					
	Depreciation	-	8,750,895	(8,750,895)	n/a
D	Total Change in Net Position	\$ 23,507,013	\$ 2,451,224	\$ 3,553,998	\$ 8,750,896

Note: Totals may not sum due to rounding.

#5.b.

Moulton Niguel Water District
Water Efficiency Fund - Budget Comparison Report
Six Months Ended December 31, 2016

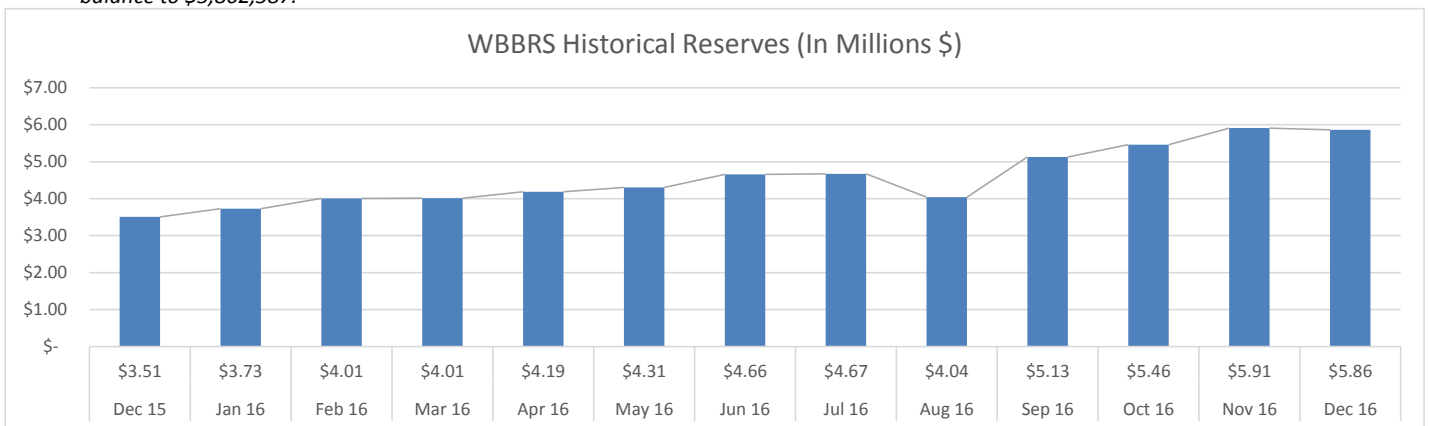
Description		Approved Budget	Fiscal Year to Date Actuals	Budget Balance	% of Actuals to Budget
WATER EFFICIENCY FUND					
Projected Operating Revenue					
	Water Efficiency	\$ 3,303,844	\$ 4,506,050	\$ (1,202,206)	136%
A	Projected Total Operating Revenue	3,303,844	4,506,050	(1,202,206)	136%
Projected Operating Expenses					
	Labor	1,068,280	506,394	561,886	47%
	Educational Courses	2,500	1,384	1,116	55%
	Travel & Meetings	24,700	6,271	18,429	25%
	Dues & Memberships	500	-	500	0%
	Consulting Services	1,300,000	327,137	972,863	25%
	Legal Services	10,000	10,496	(496)	105%
	Conservation supplies	380,500	39,799	340,701	10%
	Repairs and Maintenance - Equipment	2,500	222	2,278	9%
	Safety Program & Compliance Requirements	-	1,377	(1,377)	n/a
	Water Efficiency	2,898,457	739,521	2,158,936	26%
B	Projected Total Operating Expenses	5,687,437	1,632,601	4,054,836	29%
A-B	Projected Operating Income (Loss)	(2,383,593)	2,873,449	(5,257,042)	-121%
Projected Non-Operating Revenue					
	Demand offset fees	-	7,898	(7,898)	n/a
C	Investment Income	106,436	(95,782)	202,218	-90%
	Projected Total Non-Operating Revenue	106,436	(87,884)	194,320	-83%
A-B+C	Projected Change in Water Efficiency Fund	\$ (2,277,157)	\$ 2,785,564	\$ (5,062,721)	

Note: Totals may not sum due to rounding.

Water Efficiency Available Net Position¹

Description	Approved Budget	Fiscal Year to Date Actuals	Budget Balance
Fund Net Position, Beginning of Year	\$ 5,158,320	\$ 5,158,320	\$ 5,158,320
Projected Change in Water Efficiency Fund	(2,277,157)	2,785,564	(5,062,721)
Project Commitments		(2,081,297)	
Fund Net Position, Six Months Ended December 31, 2016	\$ 2,881,163	\$ 5,862,587	

1. In addition to realized expenditures, there is approximately \$2,081,297 in project commitments, reducing the available WBBRS reserve balance to \$5,862,587.



MOULTON NIGUEL WATER DISTRICT
STATEMENT OF NET POSITION

	(Unaudited)	
	December 31, 2016	June 30, 2016
CURRENT ASSETS:		
Cash and investments	\$ 31,831,436	\$ 21,149,580
Restricted cash and investments with fiscal agent	7,853,450	8,086,043
Accounts receivables:		
Water and sanitation charges	2,922,105	4,023,360
Taxes and acreage assessments	-	255,190
Grant Reimbursements	24,500	1,771,918
Other accounts receivable	161,023	347,088
Interest receivable	526,946	589,339
AMP receivable	-	656
Inventory	975,057	1,322,755
Prepaid expenses	1,354,162	566,095
	45,648,679	38,112,024
NONCURRENT ASSETS:		
Investments	89,686,423	109,982,071
Retrofit loans receivable	547,054	561,582
Capital assets, net of accumulated depreciation	336,948,520	344,747,326
Capital assets not being depreciated:		
Land	1,091,910	1,091,910
Construction in progress	55,675,209	45,135,106
	483,949,116	501,517,995
TOTAL ASSETS	529,597,795	539,630,019
DEFERRED OUTFLOW OF RESOURCES:		
Deferred Charges on Refunding	767,669	937,158
Deferred Items related to Pension	1,419,676	1,419,676
	2,187,345	2,356,834
TOTAL ASSETS AND DEFERRED OUTFLOW OF RESOURCES \$	531,785,140	\$ 541,986,853

MOULTON NIGUEL WATER DISTRICT
STATEMENT OF NET POSITION

	(Unaudited)	
	December 31, 2016	June 30, 2016
CURRENT LIABILITIES:		
Accounts payable	\$ 4,987,411	\$ 9,107,383
Interest payable	1,691,400	1,880,732
Unearned Revenue	-	45,572
Compensated absences	609,666	618,807
Current portion of long-term debt:		
Bonds payable	1,275,000	6,060,000
Loans Payable	2,027,347	1,994,998
Certificates of participation	1,925,000	1,855,000
	12,515,825	21,562,492
 LONG-TERM LIABILITIES		
Compensated absences	203,222	206,269
Long-term debt:		
Bonds payable	15,095,000	16,370,000
Loans payable	6,829,554	8,693,015
Certificates of participation	60,000,000	61,925,000
Net Pension Liability	12,934,337	12,934,337
	95,062,113	100,128,621
Bond Discount/Premium	2,253,000	2,609,427
	109,830,938	124,300,540
 DEFERRED INFLOW OF RESOURCES:		
Deferred Items related to Pension	3,530,389	3,530,389
	3,530,389	3,530,389
 NET POSITION:		
Net investment in capital assets	305,078,407	292,404,060
Restricted for capital projects	214,509	2,632,947
Unrestricted	113,130,897	119,118,917
	418,423,813	414,155,924
 TOTAL LIABILITIES, DEFERRED INFLOW OF RESOURCES, AND NET POSITION	\$ 531,785,140	\$ 541,986,853

Note: Totals may not sum due to rounding.

**MOULTON NIGUEL WATER DISTRICT
RESTRICTED CASH AND INVESTMENTS WITH FISCAL AGENT
As of December 31, 2016**

	Reserve Requirement	(Unaudited) Balance 12/31/2016	Over (Under) Requirement	Balance 6/30/2016
<u>Restricted Cash and Investments:</u>				
2009 COPS Trust Reserve	\$ 6,000,000	\$ 6,056,388	\$ 56,388	\$ 6,033,813
2009 COPS Installment	-	39	39	39
2010 Installment Payment	-	179,383	179,383	264,609
2010 COPS Trust Reserves	192,500	377,986	185,486	555,767
2014 Consolidated Ref Bonds	-	120	120	4
2015 Refunding Bonds	-	6	6	8
2015 Refunding Reserve	1,226,500	1,239,528	13,028	1,231,804
Total Restricted Trust Accounts	\$ 7,419,000	\$ 7,853,450	\$ 434,450	\$ 8,086,043

Note: Totals may not sum due to rounding.

MOULTON NIGUEL WATER DISTRICT
NET POSITION
As of December 31, 2016

	Reserve Policy Target	(Unaudited) Balance		Balance 6/30/2016
		12/31/2016	Net Change	
Adopted Reserve Targets ¹				
Designated for Self Insurance Reserve	\$ 250,000	\$ 250,984	\$ (3,775)	\$ 254,759
Designated for Rate Stabilization	13,250,000	13,463,112	(194,372)	13,657,484
Designated for Emergency Reserves	35,510,000	35,510,000	-	35,510,000
Designated for Operating Reserves ²	15,820,000	20,569,338	(5,747,782)	26,317,120
Total Adopted Reserve Targets	\$ 64,830,000	\$ 69,793,433	\$ (5,945,930)	\$ 75,739,363
	FY 16/17 Capital Budget ³			
Designated for FY 16-17 Capital Projects				
Designated for Replacement and Refurbishment	\$ 27,144,426	\$ 21,845,972	\$ 12,116,207	\$ 9,729,765
Designated for Water Supply Reliability	8,861,074	4,435,364	4,435,364	-
Designated for Planning and Construction	9,613,031	9,112,243	(19,379,226)	28,491,469
Total Designated for FY 16-17 Capital Projects	\$ 45,618,531	\$ 35,393,579	\$ (2,827,655)	\$ 38,221,234
Other amounts				
Designated for Water Efficiency (WBBRS) ⁴		\$ 7,943,884	\$ 2,785,564	\$ 5,158,320
Restricted for Capital Facilities (Projects)		214,509	(2,418,438)	2,632,947
Net Investment in Capital Assets ⁵		305,078,407	12,674,347	292,404,060
Total Other amounts		\$ 313,236,801	\$ 13,041,474	\$ 300,195,327
Total Net Position		\$ 418,423,813	\$ 4,267,889	\$ 414,155,924

Note: Totals may not sum due to rounding.

1. Board designated balances represent available cash in that fund.

2. General Operating Reserves include the unrestricted, undesignated balance, and other general District accrued cash flows. This amount includes the remaining total cash balance of \$27,529,377.

3. FY 16-17 Budget also includes \$950,990 for capital expenses in Fund 6, bringing the total CIP budget to \$46,569,520.

4. In addition to realized expenditures, there is approximately \$2,081,297 in project commitments, reducing the available WBBRS reserve balance to \$5,862,587.

5. Net Investment in Capital Assets calculated as follows:

Total capital assets	\$ 393,715,638
Less capital related debt	(89,404,901)
Add deferred charges related to debt	767,669
Total Net Investment in Capital Assets	\$ 305,078,407

**MOULTON NIGUEL WATER DISTRICT
SUMMARY OF DISBURSEMENTS
FOR THE MONTH OF JANUARY 2017**

Summary of Disbursements in January 2017:

General Fund Disbursements		6,280,435
<u>Restricted Fund Disbursements:</u>		
Water Efficiency Fund	348,063	
Replacement & Refurbishment Fund	2,035,251	
Planning & Construction Fund	161,324	
2010 COPS ('93 Refunding)	1,500	2,546,138
Total Disbursements for all Funds		\$ 8,826,573

Detail of Major Expenditures in January 2017:

1. South Orange County Wastewater Authority (SOCWA)		
FY 16/17 Q3 O&M Budget Deposits	2,085,311	
FY 16/17 Q3 Capital Project Billings	1,618,937	
FY 15/16 Use Audit Adjustment	299,605	4,003,853
2. Municipal Water District of Orange County (MWDOC)		
November Water Purchases 1905.5 AF	1,794,981	
November Readiness To Serve	134,906	
October Turf, Nozzles, and Smart Timer Rebates	83,370	
November Capacity Charge	38,599	
November SoCal WaterSmart Residential Rebates	11,600	
November SCP Operation Surcharge	9,866	
October Reclaimed Rebate 602.9 AF	(92,847)	1,980,474
3. Paulus Engineering, Inc.		
C# 2015002 Valve Replacements, progress payment #4	269,194	
Emergency Removal & Replacement Mainlines	175,510	444,704
4. J. Colon Coatings, Inc.		
C# 2015004 Crown Valley RW Reservoir, progress payment #2		220,679
5. Ware Malcomb		
C# 2014015 District Headquarters, professional service payment		134,187
6. South Coast Water District (SCWD)/Joint Regional Water Supply System (JRWSS)		
FY 16/17 Q3 O&M Charges	112,509	
FY 16/17 Capital Project Costs	15,339	127,848

