

**REGULAR MEETING OF THE FINANCE COMMITTEE
OF THE BOARD OF DIRECTORS
WATER REPLENISHMENT DISTRICT OF SOUTHERN CALIFORNIA
12621 E. 166th STREET, CERRITOS, CALIFORNIA 90703
9:30 A.M., TUESDAY, JULY 13, 2004**

AGENDA

EACH ITEM ON THE AGENDA, NO MATTER HOW DESCRIBED, SHALL BE DEEMED TO INCLUDE ANY APPROPRIATE MOTION, WHETHER TO ADOPT A MINUTE MOTION, RESOLUTION, PAYMENT OF ANY BILL, APPROVAL OF ANY MATTER OR ACTION, OR ANY OTHER ACTION. ITEMS LISTED AS "FOR INFORMATION" MAY ALSO BE THE SUBJECT OF AN "ACTION" TAKEN BY THE BOARD OR A COMMITTEE AT THE SAME MEETING.

I. DETERMINATION OF A QUORUM

II. PUBLIC COMMENT

**III. MINUTES OF THE REGULAR FINANCE COMMITTEE MEETING OF
JUNE 7, 2004**

Recommendation: That the Committee approve the minutes as submitted.

IV. DEMANDS AND CONTRACTS

Recommendation: That the Committee approve the Demands for submittal to the Board of Directors.

V. FINANCIAL STATEMENTS FOR THE PERIOD ENDED MAY 31, 2004

Recommendation: That the Committee approve the Financial Statements for submittal to the Board of Directors.

VI. INVESTMENT REPORT FOR THE PERIOD ENDED MAY 31, 2004

Recommendation: That the Committee approve the Investment Report for submittal to the Board of Directors.

VII. STATE AUDIT UPDATE

Recommendation: For information.

VIII. DEBT FINANCING UPDATE

Recommendation: For information.

IX. WRD BUILDING UPDATE

Recommendation: For information.

X. REIMBURSABLE EXPENSES

Recommendation: For discussion.

XI. DIRECTORS EXPENSES

Recommendation: That the Committee approve Directors' Expenses for submittal to the Board of Directors.

XII. ADJOURNMENT

Posted by Abigail C. Andom, Deputy Secretary, July 8, 2004.

MINUTES OF JUNE 7, 2004
A REGULAR MEETING OF THE FINANCE COMMITTEE
OF THE BOARD OF DIRECTORS
WATER REPLENISHMENT DISTRICT OF SOUTHERN CALIFORNIA
12621 E. 166th STREET, CERRITOS, CALIFORNIA 90703

A meeting of the Finance Committee of the Board of Directors of the Water Replenishment District of Southern California was held on June 7, 2004 at 8:35 a.m. at the District office, 12621 E. 166th Street, Cerritos, California. Director Robert Goldsworthy called the meeting to order and presided thereover and Deputy Secretary Abigail C. Andom recorded the minutes.

I. DETERMINATION OF A QUORUM

Attendees at the meeting were as follows:

Committee: Directors Robert Goldsworthy and Pat Acosta
Staff: Robb Whitaker, Mario Garcia, Scott Ota, and Laura Doud

II. PUBLIC COMMENT

None.

III. MINUTES OF THE REGULAR FINANCE COMMITTEE MEETING OF MAY 11, 2004

The minutes were approved as submitted.

IV. DEMANDS AND CONTRACTS

The Committee sought clarification on check numbers 16166, 16184, 16189, 16258, 16203, 16222, 16209, 16247, 16243, and 16270.

Discussion followed on certain contracts. The Committee recommended that a form be developed to evaluate the need and level of service of District legislative advocates. The Committee also requested that the External Affairs Committee provide some assistance and guidance in the development of the evaluation form.

The Committee approved the demands and recommended that they be submitted to the Board for approval.

V. FINANCIAL STATEMENTS FOR THE PERIOD ENDED APRIL 30, 2004

Chief Financial Officer Scott Ota gave an overview of the balance sheet and income statements. Some highlights included an increase in Cash due to a corresponding decrease in the amount of purchased imported spreading and injection water. On the revenue side, there was a slight increase in the Water Replenishment Assessment account due to the increased pumping as the summer months approach. On the expense side, there was a decrease in the water purchases due to a disruption of water delivery to the spreading grounds as the San Gabriel Watermaster

was using the water channels that the District uses for water delivery. The District also received \$85,000 more in property taxes this month than in the prior month.

The Committee approved the financial statements and recommended that they be submitted to the Board for approval.

VI. INVESTMENT REPORT FOR THE PERIOD ENDED APRIL 30, 2004

Mr. Ota noted that cash and investments total about \$10.7 million.

The Committee recommended that the Investment Report be placed on the Board agenda for approval.

VII. DIRECTORS EXPENSES

Discussion followed on reimbursable expenses. The Committee requested that staff review and provide the Committee with the guidelines for reimbursable expenses at its next meeting.

Directors' expenses were reviewed and the Committee recommended that this item be submitted to the Board for approval.

VIII. MEMBERS' PRIVILEGE – DIRECTORS REPORTS, INQUIRIES, AND DIRECTIONS TO STAFF

Mr. Ota announced that Senior Accountant Katie Nickel has resigned to move to an employment closer to her home. He introduced the new senior accountant Rollie Pronuevo. Mr. Ota also informed the Committee that the Ad Hoc Bond Finance Committee will be held tomorrow, June 8, 2:30 p.m.

Director Acosta stated that she would like the financial advisors to provide an update on the process of the bond financing, the numbers involved, the timing of opportunities, the risks, and availability of the best rate possible. She asked that an update be provided at a Board meeting.

IX. ADJOURNMENT

With no further business for the Committee, the meeting was adjourned at 10:16 a.m.

Chairperson

ATTEST:

Director



MEMORANDUM

ITEM NO. IV

Prepared by: Binhyen Bui
Reviewed by: Scott M. Ota

DATE: JULY 13, 2004
TO: FINANCE COMMITTEE
FROM: ROBB WHITAKER
SUBJECT: DEMANDS AND CONTRACTS

SUMMARY

At the request of the Finance Committee, the following items are attached:

- 1. The demands list for the period May 28th, 2004 – June 30, 2004
- 2. The demands sorted by vendor with an additional column showing fiscal year-to-date payments
- 3. A list of contracts under \$25,000
- 4. A list of contracts over \$25,000

Demands Summary

| | |
|--------------------|------------------------|
| Replenishment Fund | \$ 2,338,426.21 |
| Clean Water Fund | <u>141,467.84</u> |
| | <u>\$ 2,479,894.05</u> |

STAFF RECOMMENDATION

That the Committee approve the Demands for submittal to the Board of Directors.

July 21st, 2004

Board of Directors
Water Replenishment District of Southern California

Submitted herewith for action by the Board of Directors are the following demands for the period ending June 30th, 2004.

| Check # | Payee | Description | Total | Replenishment Clean Water | |
|---------|------------------------------|---------------------------|------------|---------------------------|----------|
| | | | | Fund | Fund |
| 16318 | ALBERT ROBLES | DIRECTOR COMPENSATION | 6,557.51 | 6,229.64 | 327.87 |
| DD | NORM RYAN | DIRECTOR COMPENSATION | 4,198.06 | 3,988.17 | 209.89 |
| DD | PATRICIA ACOSTA | DIRECTOR COMPENSATION | 2,560.76 | 2,432.73 | 128.03 |
| DD | ROBERT W. GOLDSWORTHY | DIRECTOR COMPENSATION | 1,945.59 | 1,848.31 | 97.28 |
| DD | WILLARD H. MURRAY, JR. | DIRECTOR COMPENSATION | 1,329.77 | 1,263.28 | 66.49 |
| DD | AFSCME LOCAL 1902 UNION | PAYROLL DEDUCTION PAYMENT | 721.98 | 631.72 | 90.26 |
| DD | AFSCME LOCAL 1902 UNION | PAYROLL DEDUCTION PAYMENT | 721.98 | 611.80 | 110.18 |
| 16285 | CALPERS LT CARE | PAYROLL DEDUCTION PAYMENT | 220.42 | 209.41 | 11.01 |
| 16350 | CALPERS LT CARE | PAYROLL DEDUCTION PAYMENT | 220.42 | 209.41 | 11.01 |
| 16396 | CALPERS LT CARE | PAYROLL DEDUCTION PAYMENT | 303.03 | 287.89 | 15.14 |
| DD | EDD | STATE TAX PAYMENT | 3,859.14 | 3,483.29 | 375.85 |
| DD | EDD | STATE TAX PAYMENT | 4,044.53 | 3,588.36 | 456.17 |
| DD | PRUDENTIAL INS. CO. | DEFERRED COMP | 8,259.42 | 7,232.22 | 1,027.20 |
| DD | PRUDENTIAL INS. CO. | DEFERRED COMP | 14,833.84 | 12,265.65 | 2,568.19 |
| DD | PRUDENTIAL INS. CO. | DIR DEFERRED COMP | 2,402.83 | 2,282.68 | 120.15 |
| DD | EMPLOYEE PAYROLL | SALARY EXPENSE | 66,121.12 | 59,490.27 | 6,630.85 |
| DD | EMPLOYEE PAYROLL | SALARY EXPENSE | 73,026.30 | 65,011.85 | 8,014.45 |
| DD | IRS | FEDERAL TAX PAYMENT | 24,864.39 | 22,293.02 | 2,571.37 |
| DD | IRS | FEDERAL TAX PAYMENT | 25,339.60 | 22,277.19 | 3,062.41 |
| DD | PERS | PERS PAYMENT | 18,404.49 | 16,433.62 | 1,970.87 |
| DD | PERS | PERS PAYMENT | 18,016.95 | 15,676.37 | 2,340.58 |
| DD | PERS | DIRECTORS' PERS PYMT | 717.01 | 681.15 | 35.86 |
| DD | PARS | PARS PAYMENT | 1,930.27 | 1,833.75 | 96.52 |
| DD | CENTRAL BASIN MWD | 02/04 WATER PURCHASE | 641,499.00 | 641,499.00 | - |
| DD | WEST BASIN MWD | 02/04 WATER PURCHASE | 861,689.66 | 861,690.44 | (0.78) |
| 16283 | AIRGAS WEST, INC. | 02A: HAZADOUS MATERIAL | 65.74 | - | 65.74 |
| 16284 | ANDI SPORKIN | CONSULTANT SERVICE | 7,000.00 | 6,650.00 | 350.00 |
| 16286 | CDW GOVERNMENT, INC. | COMPUTER SUPPLIES | 336.86 | 320.02 | 16.84 |
| 16287 | CBWA | MEETING EXP - WM | 20.00 | 19.00 | 1.00 |
| 16288 | COUNTY SANITATION DIST. 2 | 03/04 WATER PURCH - SJC | 56,280.26 | 56,280.26 | - |
| 16289 | DELL ACCOUNT | 11A: COMPUTER - BC | 5,475.31 | 5,475.31 | - |
| 16290 | EARTHLINK INC. | INTERNET SERVICES | 23.95 | 22.75 | 1.20 |
| 16291 | ELSIE E. BAKONIS | MEDICAL REIMB - EB | 381.00 | 361.95 | 19.05 |
| 16292 | F & M BANK | DIRECTORS' CC CHARGES | 619.79 | 588.81 | 30.98 |
| 16293 | GENERAL ALARM SERVICES | 06/04 ALARM SERVICE | 60.00 | 57.00 | 3.00 |
| 16294 | GEOTECH ENVIRONMENT | 11C: SUPPLIES & EQUIP. | 1,614.28 | 1,614.28 | - |
| 16295 | GEOTECHNICAL SERVICES | 11A: MAINT. PARTS | 219.48 | 219.48 | - |
| 16296 | IN-SITU INC. | 11A: REPAIR CABLE | 225.40 | 225.40 | - |
| 16297 | NETSOLUTIONS | 4/15-5/14/04 PHONE CHARGE | 17.52 | 16.64 | 0.88 |
| 16298 | I.S. BLUEPRINT | 12S: PRINTING FEE | 297.09 | - | 297.09 |
| 16299 | LEAGUE OF CALIFORNIA CITIES | EXHIBIT SPACE | 1,000.00 | 950.00 | 50.00 |
| 16300 | LOS ANGELES TIMES | DAILY NEWSPAPER | 42.00 | 39.90 | 2.10 |
| 16301 | MCI TELECOMMUNICATIONS | 01A: PHONE CHARGE | 12.95 | 12.95 | - |
| 16302 | MCI WORLDCOM | 02A: PHONE CHRG | 28.64 | - | 28.64 |
| 16303 | McMASTER-CARR | 11A: MISC TOOLS | 1,452.39 | 1,452.39 | - |
| 16304 | BEST SOFTWARE, INC. | 04/05 MIP MAINT. | 2,005.34 | 1,905.07 | 100.27 |
| 16305 | OCCUPATIONAL SAFETY TRAINING | CPR TRAINING | 961.50 | 913.43 | 48.07 |
| 16306 | PSOMAS & ASSOCIATES | 30A: 04/04 PROF. SERVICES | 353.30 | 353.30 | - |
| 16307 | PURCHASE POWER | POSTAGE RESET | 1,015.00 | 964.25 | 50.75 |
| 16308 | SOUTH BAY LATINO CHAMBER | CHAMBER MEMBERSHIP | 500.00 | 475.00 | 25.00 |

| Check # | Payee | Description | Total | Replenishment Clean Water | |
|---------|-----------------------------|---------------------------------|------------|---------------------------|-----------|
| | | | | Fund | Fund |
| 16309 | SUMMIT BUSINESS PRODUCTS | OFFICE SUPPLIES | 280.42 | 266.40 | 14.02 |
| 16310 | THOMSON WEST | SUBSCRIPTION | 86.60 | 82.27 | 4.33 |
| 16311 | VOID | VOID | - | - | - |
| 16312 | VERIZON CALIFORNIA | PHONE CHARGE | 144.43 | 137.21 | 7.22 |
| 16313 | VERIZON MESSAGING SERVICES | 6/04-8/04 PAGERS | 503.49 | 478.31 | 25.18 |
| 16314 | WATEREUSE ASSOCIATION | 06A: NDMA RESEARCH PROJ. | 40,000.00 | - | 40,000.00 |
| 16315 | WESTON BENSHOOF | 01A: 04/04 LEGAL SERVICES | 21,227.71 | 19,120.14 | 2,107.57 |
| 16316 | XO CORPORATION | PHONE CHRGR THRU 5/14/04 | 366.44 | 348.12 | 18.32 |
| 16317 | SEE PAYROLL | SEE PAYROLL | - | - | - |
| 16319 | U.S. POSTAL SERVICE | POSTAGE USAGE | 400.00 | 380.00 | 20.00 |
| 16320 | AIRGAS WEST, INC. | 02A: HAZADOUS MATERIAL | 29.20 | - | 29.20 |
| 16321 | ALLEN'S PRESS CLIPPING | 05/04 CLIPPINGS | 245.88 | 233.58 | 12.30 |
| 16322 | AWWA | REGISTRATION FEE - AR | 895.00 | 850.25 | 44.75 |
| 16323 | CITY OF LONG BEACH | 01A: 05/04 WATER USAGE | 158.99 | 158.99 | - |
| 16324 | COLE-PARMER INSTRUMENT | 11A: REPLACEMENT PARTS | 217.61 | 217.61 | - |
| 16325 | EMCA CLERK | POSTAGE USAGE | 35.70 | 33.92 | 1.78 |
| 16326 | GEOTECH ENVIRONMENTAL | 11A: PUMP REPAIR PARTS | 232.50 | 232.50 | - |
| 16327 | SOUTH MED. GROUP | MEDICAL TEST-SP | 50.00 | 47.50 | 2.50 |
| 16328 | JOSHUACASEY | 11A: TRAINING - TK & MK | 280.00 | 280.00 | - |
| 16329 | LIEBERT, CASSIDY & WHITMORE | FLSA WORKSHOP-PW | 100.00 | 95.00 | 5.00 |
| 16330 | LONG BEACH, CITY OF | 04/04 WATER PURCH. | 95,978.70 | 95,978.70 | - |
| 16331 | METROPOLITAN NEWS CO. | 12S: BID ADVERTISEMENT | 154.00 | - | 154.00 |
| 16332 | CURTIS EARNEST | 04/04 LEGISLATIVE SERVICES | 20,000.00 | 19,000.00 | 1,000.00 |
| 16333 | MWH LAB | 04/04 LAB CHARGES | 19,917.50 | 19,629.50 | 288.00 |
| 16334 | NALEO EDUCATIONAL FUND | REGISTRATION FEE - PA | 400.00 | 380.00 | 20.00 |
| 16335 | NORWALK PRINTING SERVICE | OFFICE SUPPLIES | 1,341.72 | 1,274.63 | 67.09 |
| 16336 | PITNEY BOWES | 07/04-09/04 METER RENTAL | 119.90 | 113.90 | 6.00 |
| 16337 | PLATINUM ADVISORS | 03/04 CONSULTING FEES | 9,890.34 | 9,395.82 | 494.52 |
| 16338 | ROSE & KINDEL | 05/04 LEGISLATIVE SRVC | 10,537.29 | 10,010.43 | 526.86 |
| 16339 | SBC LOCAL SERVICES | 02A: PHONE CHARGE | 105.39 | - | 105.39 |
| 16340 | EDISON | 01A:05/04 ENERGY USAGE | 22,795.31 | 3,245.04 | 19,550.27 |
| 16341 | VERIZON CALIFORNIA | 01A: PHONE CHARGE | 197.35 | 197.35 | - |
| 16342 | WASTE MANAGEMENT | 01A: 06/04 WASTE MGMT | 124.41 | 124.41 | - |
| 16343 | WILL & CARLSON, INC. | 05/04 LEGISLATIVE SRVC | 7,564.35 | 7,186.13 | 378.22 |
| 16344 | INTERNATIONAL CITY ESCROW | ESCROW DEPOSIT - BLDG | 150,000.00 | 142,500.00 | 7,500.00 |
| 16345 | VOID | VOID | - | - | - |
| 16347 | VOID | VOID | - | - | - |
| 16348 | INTERIOR PLANT DESIGN | 01A: PLANT CLEANUP | 1,640.00 | 1,633.75 | 6.25 |
| 16351 | CERRELL ASSOCIATES | 05/04 PUBLIC RELATIONS | 12,202.59 | 11,592.46 | 610.13 |
| 16352 | CHEVRON | 11A: FUEL CHARGE | 135.29 | 135.29 | - |
| 16353 | CITY NEWS SERVICE | NEWS STORY | 54.00 | 51.30 | 2.70 |
| 16354 | ECO RESOURCES, Inc. | 02A: CHEMICAL SUPPLIES | 9,624.03 | - | 9,624.03 |
| 16355 | FEDEX | TRANSPORTATION CHRGR | 237.47 | 228.57 | 8.90 |
| 16356 | MWH LAB | 05/04 LAB CHARGES | 71,500.00 | 71,284.00 | 216.00 |
| 16357 | NORWALK PRINTING | BUSINESS CARDS - RP | 59.54 | 56.57 | 2.97 |
| 16358 | SEPARATION PROCESSES | 01A: 05/04 CONSULTING SRVC | 2,617.50 | 2,617.50 | - |
| 16359 | SIZZLER RESTAURANT | GRNDWTR TOUR EXPENSE | 530.92 | 504.37 | 26.55 |
| 16360 | SPECIAL DISTRICT INSTITUTE | SEMINAR REGISTRATION - AY | 1,605.00 | 1,524.75 | 80.25 |
| 16361 | UNION 76 | FUEL CHARGE | 217.82 | 207.92 | 9.90 |
| 16362 | VERIO | 06/04 INTERNET SERVICE | 1,087.00 | 1,032.65 | 54.35 |
| 16363 | VERIZON WIRELESS | 05/04 CELL PHONE CHRGS | 995.34 | 945.58 | 49.76 |
| 16366 | NALEO EDUCATIONAL FUND | REGISTRATION FEE - AR | 500.00 | 475.00 | 25.00 |
| 16368 | ACWA | 07/04 EAP PREMIUM | 108.48 | 101.99 | 6.49 |
| 16369 | ACWA SERVICES CORP. | 07/04 MED/DEN/LIFE PREMIUM | 28,860.72 | 27,158.82 | 1,701.90 |
| 16370 | APEX BUILDING MAINT. | 06/04 JANITORIAL SERVICES | 695.00 | 660.25 | 34.75 |
| 16371 | CDW GOVERNMENT, INC. | COMPUTER SUPPLIES | 167.94 | 159.54 | 8.40 |
| 16372 | CERRITOS MINI STORAGE | 07/04 STORAGE RENT | 485.00 | 455.90 | 29.10 |
| 16373 | COUNTY SANITATION DIST. 2 | 02A: 07/04 BRINE PIPELINE LEASE | 3,664.00 | - | 3,664.00 |
| 16374 | DANNY L. GLASGOW | MEDICAL REIMB. | 442.45 | 420.32 | 22.13 |
| 16375 | EARTHLINK INC. | 06/04 INTERNET SERVICES | 23.95 | 22.76 | 1.19 |
| 16376 | ESRI | ESRI TRAINING-WN | 850.00 | 595.00 | 255.00 |
| 16377 | FISHER SCIENTIFIC CO, LLC | 01A: TESTING PARTS | 230.51 | 230.51 | - |
| 16378 | INLAND EMPIRE | BUS FOR GRNDWTR TOUR | 543.25 | 516.09 | 27.16 |
| 16379 | INTERIOR PLANT DESIGN | 01A: PLANT INSTALLMENT | 1,000.00 | 1,000.00 | - |
| 16380 | NETSOLUTIONS | 5/15-6/14/04 PHONE CHARGES | 17.24 | 16.38 | 0.86 |
| 16381 | L.A.COUNTY TAX COLLECTOR | 03/04 PROPERTY TAX - PARTIAL | 27.00 | 25.65 | 1.35 |
| 16382 | MARTIN E WHELAN, JR. | 07/04 MEDICAL PREMIUM | 745.68 | 700.94 | 44.74 |
| 16383 | MCI TELECOMMUNICATIONS | 01A: PHONE CHARGES | 12.48 | 12.48 | - |

| Check # | Payee | Description | Total | Replenishment Clean Water | |
|---|----------------------------|-----------------------------|---------------------|---------------------------|-------------------|
| | | | | Fund | Fund |
| 16384 | EDISON | 06/04 ENERGY USAGE | 1,771.04 | 1,682.49 | 88.55 |
| 16385 | STAPLES CREDIT PLAN | OFFICE SUPPLIES | 132.82 | 126.17 | 6.65 |
| 16386 | CITY OF TORRANCE | 02A: 07/04 PLANT SITE RENT | 2,840.22 | - | 2,840.22 |
| 16387 | VERIZON CALIFORNIA | PHONE CHARGES | 144.53 | 137.30 | 7.23 |
| 16388 | WATER EDUCATION FOUNDATION | 2004 MEMBERSHIP DUES | 250.00 | 237.50 | 12.50 |
| 16389 | WBWA | QTRLY DINNER MEETING | 100.00 | 95.00 | 5.00 |
| 16390 | XEROX CORPORATION | 06/04 COPIER - 1ST FLOOR | 1,430.72 | 1,359.19 | 71.53 |
| 16391 | XO CORPORATION | PHONE CHARGES THRU 6/14/04 | 336.31 | 319.49 | 16.82 |
| 16392 | SEE PAYROLL | SEE PAYROLL | - | - | - |
| 16393 | AMERICAN MAINT. SUPPLY | OFFICE SUPPLIES | 88.88 | 84.43 | 4.45 |
| 16394 | BELTRAN & MEDINA | 05/04 GENERAL LEGAL FEE | 7,548.63 | 7,171.20 | 377.43 |
| 16395 | CALIFORNIA WATER SERVICE | 05/20/04-06/18/04 WTR USAGE | 35.99 | 34.19 | 1.80 |
| 16397 | ECO RESOURCES, Inc. | 02A: 06/04 O & M | 14,457.48 | - | 14,457.48 |
| 16398 | VOID | VOID | - | - | - |
| 16399 | NORWALK PRINTING SERVICE | BUSINESS CARDS-AR | 70.36 | 66.85 | 3.51 |
| 16400 | QUILL | OFFICE SUPPLIES | 308.84 | 293.40 | 15.44 |
| 16401 | STANDARD INSURANCE CO. | 07/04-STD/LTD PREMIUM | 1,673.77 | 1,573.35 | 100.42 |
| 16402 | TRES ES, LLC | 04/04-05/04 CONSULTING FEE | 20,000.00 | 19,000.00 | 1,000.00 |
| 16403 | WESTON BENSHOOF | 01A:05/04 LEGAL SERVICE | 19,306.12 | 17,188.26 | 2,117.86 |
| 16404 | L.A.COUNTY TAX COLLECTOR | 03/04 PROPERTY TAX | 342.04 | 324.93 | 17.11 |
| Total Demands for May 28th, 2004 to June 30th, 2004. | | | 2,479,894.05 | 2,338,426.21 | 141,467.84 |

Robb Whitaker, P.E., General Manager

Water Replenishment District of Southern California
Demands List - Current and YTD By Vendor

| <u>Payee</u> | <u>Description</u> | <u>Current Demands</u> | <u>YTD Demands</u> |
|---------------------------|---------------------------------|------------------------|--------------------|
| PAYROLL | BENEFIT/DEDUCTION/REIMBURSEMEN | 66,752.64 | 731,184.71 |
| PAYROLL | PAYROLL | 139,147.42 | 1,583,233.39 |
| PAYROLL | TAXES | 58,107.66 | 682,159.44 |
| ALBERT ROBLES | DIRECTORS COMPENSATION | 6,557.51 | 54,730.61 |
| NORM RYAN | DIRECTORS COMPENSATION | 4,198.06 | 45,378.45 |
| PATRICIA ACOSTA | DIRECTORS COMPENSATION | 2,560.76 | 27,584.59 |
| ROBERT W. GOLDSWORTHY | DIRECTORS COMPENSATION | 1,945.59 | 29,894.07 |
| WILLARD H. MURRAY, JR. | DIRECTORS COMPENSATION | 1,329.77 | 24,233.81 |
| CENTRAL BASIN MWD | 02/04 WATER PURCHASE | 641,499.00 | 3,630,773.84 |
| ACWA | 07/04 EAP PREMIUM | 108.48 | 1,259.09 |
| ACWA SERVICES CORP. | 07/04 MED/DEN/LIFE PREMIUM | 28,860.72 | 314,986.10 |
| AIRGAS WEST, INC. | 02A: HAZADOUS MATERIAL | 29.20 | 1,207.10 |
| AIRGAS WEST, INC. | 02A: HAZADOUS MATERIAL | 65.74 | 1,272.84 |
| ALLEN'S PRESS CLIPPING | 05/04 CLIPPINGS | 245.88 | 2,860.16 |
| AMERICAN MAINT. SUPPLY | OFFICE SUPPLIES | 88.88 | 552.69 |
| ANDI SPORKIN | CONSULTANT SERVICE | 7,000.00 | 7,000.00 |
| APEX BUILDING MAINT. | 06/04 JANITORIAL SERVICES | 695.00 | 9,120.00 |
| AWWA | REGISTRATION FEE - AR | 895.00 | 3,035.00 |
| BELTRAN & MEDINA | 05/04 GENERAL LEGAL FEE | 7,548.63 | 439,300.85 |
| BEST SOFTWARE, INC. | 04/05 MIP MAINT. | 2,005.34 | 2,005.34 |
| CALIFORNIA WATER SERVICE | 05/20/04-06/18/04 WTR USAGE | 35.99 | 340.71 |
| CBWA | MEETING EXP - WM | 20.00 | 290.00 |
| CDW GOVERNMENT, INC. | COMPUTER SUPPLIES | 167.94 | 37,102.73 |
| CDW GOVERNMENT, INC. | COMPUTER SUPPLIES | 336.86 | 37,439.59 |
| CERRELL ASSOCIATES | 05/04 PUBLIC RELATIONS | 12,202.59 | 36,303.32 |
| CERRITOS MINI STORAGE | 07/04 STORAGE RENT | 485.00 | 5,820.00 |
| CHEVRON | 11A: FUEL CHARGE | 135.29 | 973.53 |
| CITY NEWS SERVICE | NEWS STORY | 54.00 | 54.00 |
| CITY OF LONG BEACH | 01A: 05/04 WATER USAGE | 158.99 | 1,344.31 |
| CITY OF TORRANCE | 02A: 07/04 PLANT SITE RENT | 2,840.22 | 60,677.32 |
| COLE-PARMER INSTRUMENT | 11A: REPLACEMENT PARTS | 217.61 | 217.61 |
| COUNTY SANITATION DIST. 2 | 02A: 07/04 BRINE PIPELINE LEASE | 3,664.00 | 565,740.50 |
| COUNTY SANITATION DIST. 2 | 03/04 WATER PURCH - SJC | 56,280.26 | 622,020.76 |
| CURTIS EARNEST | 04/04 LEGISLATIVE SERVICES | 20,000.00 | 58,710.00 |
| DANNY L. GLASGOW | MEDICAL REIMB. | 442.45 | 1,747.75 |
| DELL ACCOUNT | 11A: COMPUTER - BC | 5,475.31 | 59,966.83 |
| EARTHLINK INC. | 06/04 INTERNET SERVICES | 23.95 | 263.45 |
| EARTHLINK INC. | INTERNET SERVICES | 23.95 | 287.40 |
| ECO RESOURCES, Inc. | 02A: 06/04 O & M | 14,457.48 | 268,217.64 |
| ECO RESOURCES, Inc. | 02A: CHEMICAL SUPPLIES | 9,624.03 | 277,841.67 |
| EDISON | 01A:05/04 ENERGY USAGE | 22,795.31 | 303,792.72 |
| EDISON | 06/04 ENERGY USAGE | 1,771.04 | 305,563.76 |
| ELSIE E. BAKONIS | MEDICAL REIMB - EB | 381.00 | 1,058.56 |
| EMCA CLERK | POSTAGE USAGE | 35.70 | 137.10 |
| ESRI | ESRI TRAINING-WN | 850.00 | 12,601.92 |
| F & M BANK | DIRECTORS' CC CHARGES | 619.79 | 13,068.60 |
| FEDEX | TRANSPORTATION CHRG | 237.47 | 4,455.49 |
| FISHER SCIENTIFIC CO, LLC | 01A:TESTING PARTS | 230.51 | 230.51 |
| GENERAL ALARM SERVICES | 06/04 ALARM SERVICE | 60.00 | 952.94 |
| GEOTECH ENVIRONMENT | 11C: SUPPLIES & EQUIP. | 1,614.28 | 6,230.25 |
| GEOTECH ENVIRONMENT | 11A: PUMP REPAIR PARTS | 232.50 | 6,462.75 |

Water Replenishment District of Southern California
 Demands List - Current and YTD By Vendor

| <u>Payee</u> | <u>Description</u> | <u>Current Demands</u> | <u>YTD Demands</u> |
|------------------------------|------------------------------|------------------------|--------------------|
| GEOTECHNICAL SERVICES | 11A: MAINT. PARTS | 219.48 | 219.48 |
| I.S. BLUEPRINT | 12S: PRINTING FEE | 297.09 | 1,406.10 |
| INLAND EMPIRE | BUS FOR GRNDWTR TOUR | 543.25 | 3,207.50 |
| IN-SITU INC. | 11A: REPAIR CABLE | 225.40 | 6,916.02 |
| INTERIOR PLANT DESIGN | 01A: PLANT CLEANUP | 1,640.00 | 3,537.61 |
| INTERIOR PLANT DESIGN | 01A: PLANT INSTALLMENT | 1,000.00 | 4,537.61 |
| INTERNATIONAL CITY ESCROW | ESCROW DEPOSIT - BLDG | 150,000.00 | 150,000.00 |
| JOSHUACASEY | 11A: TRAINING - TK & MK | 280.00 | 280.00 |
| L.A.COUNTY TAX COLLECTOR | 03/04 PROPERTY TAX | 342.04 | 651.33 |
| L.A.COUNTY TAX COLLECTOR | 03/04 PROPERTY TAX - PARTIAL | 27.00 | 678.33 |
| LEAGUE OF CALIFORNIA CITIES | EXHIBIT SPACE | 1,000.00 | 1,000.00 |
| LIEBERT, CASSIDY & WHITMORE | FLSA WORKSHOP-PW | 100.00 | 600.00 |
| LONG BEACH, CITY OF | 04/04 WATER PURCH. | 95,978.70 | 1,795,643.11 |
| LOS ANGELES TIMES | DAILY NEWSPAPER | 42.00 | 4,483.68 |
| MARTIN E WHELAN. JR. | 07/04 MEDICAL PREMIUM | 745.68 | 13,858.96 |
| MCI TELECOMMUNICATIONS | 01A: PHONE CHARGE | 12.95 | 263.61 |
| MCI TELECOMMUNICATIONS | 01A: PHONE CHARGES | 12.48 | 276.09 |
| MCI WORLDCOM | 02A: PHONE CHRГ | 28.64 | 877.24 |
| McMASTER-CARR | 11A: MISC TOOLS | 1,452.39 | 12,136.56 |
| METROPOLITAN NEWS CO. | 12S: BID ADVERTISEMENT | 154.00 | 1,729.19 |
| MWH LAB | 04/04 LAB CHARGES | 19,917.50 | 448,547.50 |
| MWH LAB | 05/04 LAB CHARGES | 71,500.00 | 520,047.50 |
| NALEO EDUCATIONAL FUND | REGISTRATION FEE - AR | 500.00 | 500.00 |
| NALEO EDUCATIONAL FUND | REGISTRATION FEE - PA | 400.00 | 900.00 |
| NETSOLUTIONS | 4/15-5/14/04 PHONE CHARGE | 17.52 | 1,040.43 |
| NETSOLUTIONS | 5/15-6/14/04 PHONE CHARGE | 17.24 | 1,057.67 |
| NORWALK PRINTING | BUSINESS CARDS - RP | 59.54 | 4,505.98 |
| NORWALK PRINTING | BUSINESS CARDS-AR | 70.36 | 4,576.34 |
| NORWALK PRINTING | OFFICE SUPPLIES | 1,341.72 | 5,918.06 |
| OCCUPATIONAL SAFETY TRAINING | CPR TRAINING | 961.50 | 961.50 |
| PITNEY BOWES | 07/04-09/04 METER RENTAL | 119.90 | 7,822.49 |
| PLATINUM ADVISORS | 03/04 CONSULTING FEES | 9,890.34 | 39,920.56 |
| PSOMAS & ASSOCIATES | 30A: 04/04 PROF. SERVICES | 353.30 | 158,886.78 |
| PURCHASE POWER | POSTAGE RESET | 1,015.00 | 5,117.45 |
| QUILL | OFFICE SUPPLIES | 308.84 | 308.84 |
| ROSE & KINDEL | 05/04 LEGISLATIVE SRVC | 10,537.29 | 123,584.95 |
| SBC LOCAL SERVICES | 02A: PHONE CHARGE | 105.39 | 1,046.99 |
| SEPARATION PROCESSES | 01A: 05/04 CONSULTING SRVC | 2,617.50 | 82,885.84 |
| SIZZLER RESTAURANT | GRNDWTR TOUR EXPENSE | 530.92 | 1,082.26 |
| SOUTH BAY LATINO CHAMBER | CHAMBER MEMBERSHIP | 500.00 | 1,500.00 |
| HEALTHFIRST-SOUTH MED. GROUP | MEDICAL TEST-SP | 50.00 | 125.00 |
| SPECIAL DISTRICT INSTITUTE | SEMINAR REGISTRATION - AY | 1,605.00 | 2,365.00 |
| STANDARD INSURANCE CO. | 07/04-STD/LTD PREMIUM | 1,673.77 | 20,959.58 |
| STAPLES CREDIT PLAN | OFFICE SUPPLIES | 132.82 | 11,624.53 |
| SUMMIT BUSINESS PRODUCTS | OFFICE SUPPLIES | 280.42 | 18,271.00 |
| THOMSON WEST | SUBSCRIPTION | 86.60 | 86.60 |
| TRES ES, LLC | 04/04-05/04 CONSULTING FEE | 20,000.00 | 20,000.00 |
| U.S. POSTAL SERVICE | POSTAGE USAGE | 400.00 | 400.00 |
| UNION 76 | FUEL CHARGE | 217.82 | 1,056.38 |
| VERIO | 06/04 INTERNET SERVICE | 1,087.00 | 13,044.00 |
| VERIZON CALIFORNIA | 01A: PHONE CHARGE | 197.35 | 11,603.44 |

Water Replenishment District of Southern California
Demands List - Current and YTD By Vendor

| <u>Payee</u> | <u>Description</u> | <u>Current Demands</u> | <u>YTD Demands</u> |
|----------------------------|----------------------------|------------------------|----------------------|
| VERIZON CALIFORNIA | PHONE CHARGE | 144.43 | 11,747.87 |
| VERIZON CALIFORNIA | PHONE CHARGES | 144.53 | 11,892.40 |
| VERIZON MESSAGING SERVICES | 6/04-8/04 PAGERS | 503.49 | 2,077.82 |
| VERIZON WIRELESS | 05/04 CELL PHONE CHRGS | 995.34 | 10,098.41 |
| WASTE MANAGEMENT | 01A: 06/04 WASTE MGMT | 124.41 | 741.65 |
| WATER EDUCATION FOUNDATION | 2004 MEMBERSHIP DUES | 250.00 | 277.50 |
| WATEREUSE ASSOCIATION | 06A: NDMA RESEARCH PROJ. | 40,000.00 | 46,575.00 |
| WBWA | QTRLY DINNER MEETING | 100.00 | 550.00 |
| WEST BASIN MWD | 02/04 WATER PURCHASE | 861,689.66 | 11,381,525.60 |
| WESTON BENSHOOF | 01A: 04/04 LEGAL SERVICES | 21,227.71 | 429,889.92 |
| WESTON BENSHOOF | 01A:05/04 LEGAL SERVICE | 19,306.12 | 449,196.04 |
| WILL & CARLSON, INC. | 05/04 LEGISLATIVE SRVC | 7,564.35 | 39,293.94 |
| XEROX CORPORATION | 06/04 COPIER - 1ST FLOOR | 1,430.72 | 13,480.03 |
| XO CORPORATION | PHONE CHARGES THRU 6/14/04 | 336.31 | 3,392.38 |
| XO CORPORATION | PHONE CHRG THRU 5/14/04 | 366.44 | 3,758.82 |
| TOTAL BY VENDOR | | 2,479,894.05 | 26,198,232.27 |

WRD Active Contracts Under \$25K

| Company Name | Type | Scope of Contract | Contract Amount | Balance Remaining |
|--|------------------------|---|-----------------|-------------------|
| ACWA/JPIA | Contract Service | Workers Compensation Program | \$0.00 | |
| Andi Sporkin | Contract Service | Public Relations consultant addressing three main areas. First, Internal public relations structure, operations and resources,. Second, External relations, including media relations and communications with constituencies. Third, develop system of identifying, evaluating and handling crisis, and managing emerging potential issues. The assignment will be for three months, effective May, 2004. | \$24,900.00 | \$17,900.00 |
| Apex Building Maintenance, Inc. | Contract Service | Provide janitorial service for the district office building. Monthly charge of \$695/mo plus reimbursement for expendable supplies. | \$9,500.00 | \$34.00 |
| California Water Service | Promissory of Service | WRD has agreed to fund the Wellhead Treatment of CWS Well 43-01 relating to design, construction, installation, operation and decommissioning of the wellhead to treat volatile organic compounds from water extracted. This contract was awarded to US Filter for construction. To be paid to US Filter. | \$0.00 | \$0.00 |
| Central Basin M.W.D. | Bldg/Land/Equip. Lease | Lease real property owned by CBMWD for the purpose of installation, operation and maintenance of portable carbon treatment units. Terms are for 10 years at \$1/yr. | \$10.00 | \$10.00 |
| Central Basin Municipal Water District \$0.00 | | Other Memo stating the intent of CBMWD and Long Beach Water District to transfer responsibility for CenB-44 Connection from CBMWD to LBWD effective Jan 1, 2003. | | \$0.00 |
| Cerritos Mini Storage | Bldg/Land/Equip. Lease | Rental of two(2) storage units. Month to month lease. 2002 monthly rental is 221/mo per unit. Effective 8/1/03 rate per month has been increased to \$242.00 | \$5,799.00 | \$0.00 |
| City of Commerce | MOU | WRD shall finance design and install a granular activated carbon water treatment system, including all necessary piping, pumps and related improvements at the Project Well No. 4 to remove all VOCs from groundwater extracted and the City of Commerce shall thereafter operate the Project so as to produce treated groundwater in accordance with the terms of this Agreement. WRD budget for performing the permitting, design and construction obligation is \$300,000. | \$0.00 | \$0.00 |

| Company Name | Type | Scope of Contract | Contract Amount | Balance Remaining |
|--|------------------------|--|------------------------|--------------------------|
| County of Los Angeles Dept of Public Works | Bldg/Land/Equip. Lease | Monthly lease of the Rio Hondo Spreading Grounds northerly of Washington Boulevard in the City of Montebello Rent is \$50/mo or \$600/yr commencing on October 1, 1998. A month-to-month contract with 30 day notice of cancellation by each party. | \$2,400.00 | \$0.00 |
| County of Los Angeles Dept of Public Works | Bldg/Land/Equip. Lease | Monthly lease of the San Gabriel River, located south of Willow Street, in the City of Long Beach. The first year rent prepaid for the amount of \$4,250.11. Commencing with the second year rent is \$600/yr (March 1st, 2002.) A month-to-month contract with 30 day notice of cancellation by each party. | \$4,850.11 | \$0.00 |
| County of Los Angeles Dept of Public Works | Bldg/Land/Equip. Lease | Monthly lease of the San Gabriel Coastal Basin Spreading Ground, Pico Rivera at \$50/mo or \$600/yr commencing on August 1, 1997. A month-to-month contract with 30 day notice of cancellation by each party. | \$6,000.00 | \$600.00 |
| County Sanitation District of LA | Contract Service | Interim Agreement was entered upon on 04/01/1975 in anticipation of the original agreement expiration. Sanitation District, WRD and Flood Control agree to the sale, spreading and purchase of reclaimed water from Sanitation Districts Whittier Plant. Sanitation delivers to Flood Control for spreading approx. 10Million gallons of reclaimed water per day or such additional quantities as may be available. Flood Control agrees to spread the reclaimed water for recharge to the underground water basin for WRD. WRD agrees to pay \$7/af for all reclaimed water. Sanitation District measures and record amount of water, Flood Control Certifies and WRD is invoiced | \$24,977.00 | |
| County Sanitation District of LA CountyOther | | Non-exclusive easement and Right of Way - Lots 43 & 44 Tract 10548. Long Beach Reclamation Plant. | \$0.00 | \$0.00 |
| County Sanitation District of LA CountyOther | | Boundary Changes of Districts Annexation 53 to County Sanitation District 5. | \$0.00 | \$0.00 |
| Dryden, Franklin | Contract Service | Professional services to obtain permit to start operations of the LFWWTF. | \$12,500.00 | \$3,750.00 |
| Employees Association of the WRD American Federation of State, County | MOU | Union Representation of WRD employees | \$0.00 | |
| Farmers & Merchants Bank | Other | Electronic payroll services (direct deposit agreement). | \$0.00 | \$0.00 |
| Farmers & Merchants Bank | Other | On-line internet banking agreement. | \$0.00 | \$0.00 |
| Freeman Investigative Group, Inc. | Contract Service | Provide executive and entry-level background investigations, threat assesment and mitigation, confidential investigation and security and law enforcement consulting on an as-needed basis. | \$24,999.00 | \$10,867.75 |

| Company Name | Type | Scope of Contract | Contract Amount | Balance Remaining |
|---|------------------|---|------------------------|--------------------------|
| GEI Consultants, Inc./ Navigant Consulting Inc. | Contract Service | Consulting services relating to Central & West Coast Basin management given on an as needed basis for issues stated: 1. Whittier Narrows contamination cleanup by EPA 2. Potential increase of water conservation pool behind Whittier Narrows dam to reduce loss of storm water to ocean, 3. Conjunctive use planning & projects WRD is considering, 4. Investigate incorporation of portion of Central Basin currently not in WRD's boundary | \$24,000.00 | \$6,327.02 |
| General Alarm Services, Inc. | Contract Service | Alarm services for building. \$4,328.29 for alarm and installation. Monthly maintenance and service fee of \$65. Balance on PO is the balance of fiscal year budgeted maintenance and service fees. | \$4,328.29 | \$1,107.06 |
| Gregg Drilling & Testing, Inc. | Contract Service | Contractor to furnish all labor, material, equipment, supplies, incidentals, temporary facilities & utilities required to perform miscellaneous wellhead repairs. | \$24,999.00 | \$22,484.00 |
| Innovative Engineering, Inc. | Contract Service | Consultant will provide: replacement of level transmitter in Clearwell, flowmeter and ph meter installation on sump pump discharge pipe, replacement of level switch in Clearwell, instrumentation calibration and repair. Term effective Aug 21, 2003 to March 30, 2004. | \$24,977.00 | \$17,756.56 |
| Interior Plant Design | Contract Service | Plant care and maintenance. Annual Contract for \$125/mo. Amendment No. 1 - added to scope of services the performance of certain professional landscaping services at the Leo J. Vander Lans Water Treatment Facility. Agreement extended to additional one year, expiring December 31, 2005. Proposal included an additional one-time charge for clean-up at the site, materials and labor for the landscaping, replacement of dead and missing landscape plants. Monthly maintenance fee of \$500.00. | \$14,197.61 | \$6,674.25 |
| Long Beach, City of | Grant/Revenue | Second Amendment to Agreement #120 (1st Amend #125) for Groundwater Banking. Long Beach may store up to 13K AF of "Net Stored Water", or "in-lieu storage or combination thereof. Storage by injection is the direct delivery of Stored Water through the new ASR wells. | \$0.00 | \$0.00 |
| Long Beach, City of | Other | City of Long Beach with water supplied by MWD will place up to 13,000AF of "net stored water" into available subsurface storage space in the Central Basin. At any given year Long Beach may extract up to 4,333AF of Stored Water. City of Long Beach in cooperation with WRD will construct ASR wells in connection with this project. The term of the agreement is 25 years, effective January 10th, 2002. | \$0.00 | \$0.00 |
| Long Beach, City of | Other | City of Long Beach grant of Right of Entry to WRD for the purpose of taking core samples and developing the bore holes into two groundwater monitoring wells. The wells under a separate contract were constructed by U.S. Geological Survey(USGS). The rights are granted at no cost, however WRD shall provide at no cost to the city copies of all sampling data, analyses and reports relating to the wells and the sampling program. | \$0.00 | \$0.00 |

| Company Name | Type | Scope of Contract | Contract Amount | Balance Remaining |
|---|-----------------------|--|------------------------|--------------------------|
| Long Beach, City of | Other | Amendment to the groundwater banking contract, Agreement #125. Long Beach will modify and utilize LB existing well system to place water purchased by WRD into the Central Basin. WRD will pay Long Beach for costs associated with the placement of WRD water into the Central Basin and extraction & delivery of water into the Alamitos Barrier. Cost not to exceed 10% of prevailing per AF rate of MWD water. | \$0.00 | \$0.00 |
| Long Beach, City of | Other | City of Long Beach to construct a pipeline underneath property owned by WRD. The pipeline will be used for the sole purpose of transporting reclaimed water on an easement granted in this agreement for the LJVWTF. | \$0.00 | \$0.00 |
| Long Beach, City of | Other | Copies of Easement for Leo J. Vander Lans Treatment Facility. | \$0.00 | \$0.00 |
| Los Angeles County Flood Control District & USEPA | Contract Service | As an interim measure, LACFC District, WRD and USEPA have agreed to conserve treated water from USEPA's Whittier Narrows Operable Unit in the Central Groundwater Basin by discharging the water through LACFCD's Rio Hondo spreading grounds. This interim agreement is for 12 months. USEPA intends to eventually treat the Reclaimed Water to a potable drinking water and be able to supply a third party utility(Purveyor) under a permit by the State of California's Departement of Health Services. USEPA anticipate that the Purveyor will be able to accept the treated water within approximately twelve months. Several provisions are outlined in the contract to be adhered to in order to execute the contract. | \$0.00 | \$0.00 |
| Los Angeles County Flood Control District, Orange County Water District | Contract Service | WRD agrees to deliver reclaimed water to the Barrier pursuant to the terms of the Agreement. The LACFCD agrees to take and inject reclaimed water into the Barrier pursuant to the terms and conditions of the Agreement. OCWD agrees to permit the use of recycled water as an alternative source of supply to the Barrier and also pay for its share of the costs of the recycled water. Commence date is August 5th and contract terminates 10 years after the start of water delivery. | \$0.00 | |
| Los Angeles Departement of Water & Power | Other | Quitclaim Deed, Quitclaim Bill of Sale and Quitclaim Assignment of two new production wells constructed by Global Pump and financed by WRD for LADWP. | \$0.00 | \$0.00 |
| Norwalk, City of | Contract Service | Wellhead Treatment Agreement between the City of Norwalk and WRD for the design, installation, operation and maintenance of a wellhead treatment facility for the removal of volatiles from the groundwater produced from the Project Well No. 8. | \$0.00 | \$0.00 |
| Norwalk, City of | Promissory of Service | WRD will or cause the project to prepare the design, construction and installation of a granulated active carbon treatment system on Norwalk Well #8 in the City of Norwalk. The apparatus will remove Volatiles from water extracted from Central Groundwater. The City of Norwalk will operated and maintain the apparatus after construction. | \$0.00 | \$0.00 |

| Company Name | Type | Scope of Contract | Contract Amount | Balance Remaining |
|-----------------------------------|-----------------------|---|------------------------|--------------------------|
| Phase II Systems/PARS | Contract Service | Public Agency Retirement System (PARS) retirement Plan | \$0.00 | |
| Prudential Financial | Contract Service | 401(a) Money Purchase Plan. Amended with employer match contributions Of \$.50 to \$1.00 for participant's contribution. Amendment signed April 4, 2004. | \$0.00 | |
| Shields Consulting Group | Contract Service | Prepare & file cost claims for State mandated cost reimbursement. Also train district staff on mandated cost reimbursement program. Cost is 10% of claims prepared & submitted (this amount will be reimbursed by the State). Invoiced & payable only when reimbursement funds have been received from the State Controller's Office. | \$15,479.00 | \$15,479.00 |
| Southern California Water Company | Promissory of Service | WRD will design, construct, install and own a granular active carbon treatment system on the project well for the removal of VOC's from groundwater obtained at the well. SCWC will operate the system. Gage Well #1 & 2 | \$0.00 | \$0.00 |
| Southern California Water Company | Promissory of Service | WRD will design, construct, install and own a granular active carbon treatment system on the project well for the removal of VOC's from groundwater obtained at the well. SCWC will operate the system. The project cost for WRD \$259,000. Hoffman Well #2. | \$0.00 | \$0.00 |
| SummitWest Consulting, Inc. | Contract Service | Consultant shall provide hands-on training for the District's accounting software system (MIP). Training shall be provided in-house, using the District's accounting database, which will allow the consultant to customize and tailor instruction to the specific needs of staff, including but not limited to: general ledger, accounts payable, accounts receivable, payroll, purchase orders, encumbrances, financial reporting, administration, and utility upgrades. Consultant shall also prepare a Procedures Manual regarding the District's accounting software system (MIP). | \$6,685.00 | \$3,872.50 |
| Test/Rite | Contract Service | Labor, services, tools, equipment, supplies and transporation required to conduct tests on 85 groundwater production well meters | \$15,000.00 | 15,000.00 |
| Verio | | 2002-03 budget allocation: T-1 internet service. | \$13,044.00 | \$0.00 |
| Verizon Wireless | Contract Service | Wireless service provider for the District. Plans vary by individuals according to historical usage. Two year plan. | \$0.00 | \$0.00 |

| Company Name | Type | Scope of Contract | Contract Amount | Balance Remaining |
|---|------------------|---|-----------------|-------------------|
| West Basin Municipal Water District (WBMWD) | MOU | MOU - parties shall cooperate with each other and use their best efforts to secure MWD's agreement to sell imported water to WBMWD for injection into the Barrier at a rate that is significantly less than MWD's rate for non-interruptible water sold at Tier One rates. If MWD agrees to such a Barrier Rate, then WBMWD shall sell such imported water to WRD at the Barrier Rate, plus all applicable surcharges which includes MWD's readiness to serve charge and WBMWD's administrative surcharge. WBMWD shall use its best efforts to expeditiously secure all permits for, and thereafter construct, the Phase IV Expansion treatment processes for all recycled water provided by WBMWD to WRD for groundwater recharge. | \$0.00 | \$0.00 |
| Whelan, Martin E. Jr. | Contract Service | WRD provides Mr. Whelan and his wife medical insurance coverage or payment for medical insurance coverage up to \$800/mo plus reimbursement for qualified medical expenses up to \$2000 annually. | \$14,000.00 | \$0.00 |

WRD Active Contracts Over \$25K

| Company Name | Type | Scope of Contract | Contract Amount | Balance Remaining |
|--|------------------|---|-----------------|-------------------|
| AMS Response | Contract Service | Design, printing, production and mailing of quarterly newsletters FY02/03 | \$117,306.40 | \$16,880.49 |
| Beltran & Medina: Attorney at Law | Contract Service | Attorney to provide legal counsel and representation for district. The attorneys will take reasonable steps to inform the district of the progress in matters and respond to district inquiries. Sixty days prior to end of a fiscal year, the district will evaluate the quality, cost and benefit of services. Administration committee of the board will review the evaluation and report to the Board. The Board can terminate, change, amend the contract. The contract is billed based on hourly rates as predetermined in the contract. The Dollar value stated is the budgeted amount for the Fiscal Year 03-04 based on historical data. | \$464,585.22 | \$96,942.44 |
| California Department of Transportation | Other | A portion of the California State I-105 Freeway in Norwalk-Paramount-Downey area is constructed approx. 30 feet below ground surface and is periodically threatened by groundwater levels in the Central Basin. To protect the substructure of the I-105 from damage, Caltrans owns and operates a series of wells that extract groundwater from beneath the freeway and release that water into the Los Angeles River for drainage to the Pacific Ocean. Furthermore the extracted groundwater contains elevated level of VOCs that exceed drinking water standards. Caltran operates a treatment facility to treat the water before releasing to the river. WRD levies a replenishment assessment on the extracted water which Caltran pays under protest. The preferred engineering solution for ensuring that the groundwater extracted is restored to the underground would likely involve pipeline delivery of the treated water for re-injection at the Dominquez Gap Seawater Intrusion Barrier Wells. WRD is responsible for obtaining further technical and enviromental studies, any regulatory permits, easments, right of way, approvals necessary to develop and construct the Pipeline Project. Caltrans is responsible for completing an economic analysis regarding the costs to develop, permit and construct the project. WRD Board shall consider the request by Caltrans for an exemption from the Replenishment assessment on or before the date the Board reviews the CEQA Review. Within 30 days from April 2nd, 2003 (the effective date of this contract) Caltrans will pay to WRD eight million dollars in one lump sum. The funds shall be used solely by WRD to pay the cost necessary to develop, permit, and construct the Proposed Project and any well deepening conducted by WRD and to pay the Replenishment Assessment levied against Caltran until such time that the Caltran exemption is granted by WRD board and the said extractions are returned to the underground. WRD shall provide Caltran every 180 days with a written accounting of the type and amount of cost incurred in the Project. | \$8,000,000.00 | \$8,000,000.00 |

| Company Name | Type | Scope of Contract | Contract Amount | Balance Remaining |
|---|------------------------|---|-----------------|-------------------|
| Camp, Dresser & McKee | Contract Service | Design and engineering services for Leo J. Vander Lans Water Treatment Facility. This project will substitute approximately 50% of the imported water. In conjunction with P.O.No.100196. The original contract is \$789,780.00 with 6 additional amendments total of \$198,733.00. CDM will serve as project manager, perform survey & geotechnical services, prepare preliminary design, document the contract, perform other services during bidding and construction. | \$789,780.00 | \$14,994.27 |
| Central Basin M.W.D. | Other | CBMWD a member agency of the Metropolitan Water District of So. Ca. agrees to pass through subsidy paid by MWDSC to WRD for water produced by the Leo J. Vander Lans Water Treatment Facility. WRD will design, construct, own, operate & maintain the facility. This pass through will offset the cost of treatment. WRD will pay to CBMWD \$14.00 per acre foot for the duration of this agreement to mitigate revenue impacts to the Central Basin caused by the Project. The maximum allowed subsidy will not exceed 3025 acre feet per year. (Note:current rate as of 2002 is max 250/af.) Maximum Subsidy of \$756,250, less deduction of 14.00/af for loss of revenue to CB. | \$713,900.00 | \$713,900.00 |
| Central Basin M.W.D. | Other | Central Basin to expend trust funds to purchase property for the construction of the Leo J. VanderLans WTF in the City of Long Beach. The project shall be in use within five (5) years of the date of acquisition of the property. If the property is not used for the project within the five years, the property will be sold by WRD and proceeds from the sale refunded to the Trust Fund of CBMWD. If construction of project is eminent, the requirement for WRD to sell may be extended or waived at the discretion of CBMWD. WRD shall provide annual written progress reports on the construction of the project for five (5) years. | \$1,020,000.00 | \$0.00 |
| Cerrell Associates, Inc. | Contract Service | Public Affairs, Ascertainment, Strategic Plan Development, Strategic Plan Implementation | \$110,000.00 | \$85,899.27 |
| City of Los Angeles Department of Water | Contract Service | Reclaimed water will be purchased by WRD from the City of Los Angeles Department of Water & Power. The City of Los Angeles will take the water and inject into the Dominguez Gap Barrier Project for WRD. Ten year contract, rate reviewed at fifth year interval. WRD may purchase maximum 5000AF annually @ \$431/AF. The County will annually request reimbursement for maintenance associated with the use of reclaimed water facilities up to a maximum of \$500,000. | \$2,655,000.00 | \$2,655,000.00 |
| County Sanitation District of LA | Contract Service | Joint Agreement for purchase of water from Whittier Narrows Plant and San Jose Reclamation Plant. Interim Agreement was entered upon on 04/01/1975 in anticipation of the original agreement expiration for the Whittier Plant. The Dollar value stated is the budgeted amount for the Fiscal Year 03-04. | \$600,240.00 | \$196,747.19 |
| County Sanitation District of LA County | Bldg/Land/Equip. Lease | Discharge Pipeline connection lease 3664/mo for Goldsworthy Desalter. Loan amount is \$190,442.37 @ 11.4% interest, 72 payments. | \$263,811.29 | \$84,602.48 |
| County Sanitation Districts of LA | | Connection fee for Wastewater Discharge Permit, #15842 Surcharge account #2055475 | \$212,442.37 | \$81,912.96 |

| Company Name | Type | Scope of Contract | Contract Amount | Balance Remaining |
|--|------------------|--|-----------------|-------------------|
| Don Howard Engineers | Contract Service | Provide professional services for design, inspection, and construction management for Wellhead Treatment Facilities: Norwalk #8, Commerce #4L, and SCWC Converse. Not to exceed 153,865 for direct labor and direct expense reimbursement. | \$153,865.00 | \$29,635.00 |
| ECO Resources | Contract Service | Operation & maintenance of Goldsworthy Desalter. Year 10/01-09/02 \$290,356.56; Year 10/02-09/03 Est. 290,000. | \$580,356.56 | \$35,193.88 |
| Fieldman, Rolapp & Associates | Contract Service | Financial advisory services to be performed in connection with the CIP for the purpose of debt structuring and management. Consultant shall assist the District as needed in identifying and procuring special financial related services that may be needed for any debt issue relating to the project. Negotiated Sale of Debt Fee \$45,000; other services billed at hourly rates. | \$45,000.00 | \$26,731.98 |
| Komex-H2O Science, Inc. | Contract Service | Phase II: hydrogeologic investigation of chromium, northern area of Central Basin, Los Angeles County, CA. Amendment #2 to Phase I- Contract #104 | \$117,481.00 | \$72,930.05 |
| Long Beach, City of | Contract Service | Amending Lease & Water Purchase Agreement relating to the LJVWTF dated June 30, 1999. Upon completion of the Leo J. Vander Lans Water Treatment Facility, the City of Long Beach agree to operate & maintain the facility at an annual rent of \$1,382,600/yr(115216.67/mo). The contract will commence on the later of the following dates: (i) the date upon which WRD delivers possession of the Facility to Long Beach, (ii) the date which all permits and approvals to operate have been received. A six year agreement with option to extend for four consecutive periods of five years. The operating cost includes monitoring, engineering, administration and legal costs. Replacement of capital items <25,000 shall be covered by WRD. WRD will purchase from City of Long Beach water produce at the Facility for injection at the Barrier | \$8,295,600.00 | \$8,295,600.00 |
| Los Angeles & San Gabriel Rivers | Contract Service | Contribution to Phase II of Water Augmentation Study. Demonstration studies of groundwater recharge of stormwater. Four other partners are also contributing equally for the study; LADWP, County PW, Regional WQCB and MWD. Total study cost is \$3M, WRD portion is \$75K payable over three years @ \$25K per year starting in 2002. | \$75,000.00 | \$25,000.00 |
| Main San Gabriel Basin Watermaster, WRD, | Contract Service | Amendment to the Water Production Agreement of June 2002 which will expire on May 31,2003. The Amendment will extend the terms of the above mentioned contract an additional year until May 31, 2004 subject to the following conditions: (A) USEPA may discharge water extracted from the intermediate zone wells and Well EW 4-3 and treat as part of the WNOU Project into the Zone-1-Ditch for conservation in the Central Basin as needed and only until DHS issues a water supply permit for delivery of treated water to local purveyor. Discharge shall not take place after Sept. 2003. (B) USEPA may discharge the extracted water into Legg Lake and Whittier Narrows Nature Center Lakes as needed and only until DHS issues a water supply permit for delivery of treated water to local purveyors. Discharged water shall not exceed 300 acre feet. Current rate per af is \$246.65. | \$73,995.00 | \$73,995.00 |

| Company Name | Type | Scope of Contract | Contract Amount | Balance Remaining |
|-------------------------------|------------------|--|-----------------|-------------------|
| Millennium Advocates/Earnest | Contract Service | Agreement for District legislative advocacy and governmental relations services. Coordinate team strategy for addressing WRD interests, monitor state legislative process for proposed legislation that could impact WRD, develop relationship with appropriate commissions to ensure WRD projects are included in federal funding, monitor potential state funding sources, provide access to legislators and committees, and work with ACWA and other special districts to ensure compatibility with WRD interests. One year contract effective 12/17/03, 20K/yr. In January 5, 2004, Earnest Governmental Relations changed its legal status from that of a sole proprietorship to a California Business corporation under the name of Millenium Advocates, Inc. This First Amendment was effective January 5, 2004. | \$120,000.00 | \$71,290.00 |
| MWH Laboratories | Contract Service | Provide analytical laboratory services and groundwater monitoring related to testing for all relevant projects. Three year contract with annual amount of \$678,324 based on fees presented in proposal. | \$1,356,468.00 | \$316,851.00 |
| Pacific Hydrotech Corporation | Contract Service | Complete furnishing and installation and construction of a Granular Activated Carbon Treatment System at the Norwalk Well No. 8 | \$441,790.00 | \$101,840.90 |
| PK Contractors | Contract Service | Provide construction for the Leo Vander Lans Water Treatment Facility. Contract amount \$11,732K with 5% contingency. Change Order #1 \$344,903; Change Order #2 \$31,836. | \$11,732,000.00 | \$122,405.96 |
| Platinum Advisors | Contract Service | District's federal legislative advocate in Washington D.C. Service Provider will provide assistance on the area of governmental relations and legislative advocacy. | \$90,000.00 | \$56,079.44 |
| Psomas & Associates | Contract Service | Amendment to 3/15/02 Agreement #166 for Alamos Physical Barrier Project Study. Phase I and II of the project. Analyze geotechnical & hydrogeology data to select a preferred alignment for the DSM barrier and location of rubber dam, refine preliminary cost estimates, preliminary design, prepare enviromental documentation & permitting. | \$379,517.00 | \$2,187.32 |
| Rose and Kindel | Contract Service | Agreement for District legislative and governmental relations services. Registered lobbyist representing the District on state legislative and administrative matters. Provide assistance to District with respect to public affairs, implementation of State audit reports, district plans, programs and policy initiatives and advice on local and regional governmental relations. One year term effective 12/17/2003 @\$120k/yr plus out-of-pocket expenses. | \$120,000.00 | \$72,415.05 |
| Separation Processes, Inc. | Contract Service | Design, develop and provide start-up supervision and assistance for the reverse osmosis system for the Goldsworthy Desalter. The purpose of the project is to reduce the salinity of the groundwater and restore the acquirer as a source of drinking water through the combination of chemical and reverse osmosis treatment processes. | \$360,000.00 | \$80,407.14 |

| Company Name | Type | Scope of Contract | Contract Amount | Balance Remaining |
|---|------------------------|---|---------------------|---------------------|
| Separation Processes, Contract Service Inc. | | Design, develop and provide start-up supervision and assistance for an advanced water treatment plant that employs both microfiltration and reverse osmosis. LJVWTF will substitute 50% of the imported water currently used as a source of barrier injection water with recycled water. In conjunction with PO no. 100200 with CDM. Original Contract Amount \$454,718; Change order amendment #1 on 02/15/01 for \$2,590; Change order amendment #2 on 10/20/03 for \$35,000. | \$492,308.00 | \$10,967.34 |
| Signal Hill, City of | Contract Service | Loan for building wellhead treatment facilities for Signal Hill Wells 7 & 8. The water pumped from the site is currently affected by manganese & iron at levels exceeding the allowable levels. Ten year terms at zero interest rate. The City will own and operate the treatment facility. | \$870,000.00 | \$114,049.99 |
| Teaman, Ramirez & Smith Inc. | Contract Service | To perform and file necessary reports for year-end audit of the District in accordance with District Water Code. Cost is \$18,000 for 2002, \$18,500 for 2003, \$19,000 for 2004. Contingency increase maximum at 10%. | \$55,500.00 | \$17,200.00 |
| Torrance, City of | Bldg/Land/Equip. Lease | City of Torrance leases a portion of their maintenance yard to WRD for the Goldsworthy Desalter. The lease is at \$2,500/mo for 20 years with an extension option for an additional 15 years, for a maximum of 35 years. | \$600,000.00 | \$427,958.68 |
| New Tres Es, LLC | Contract Service | Assist in strategic planning in the areas of conjunctive use, use of recycled water, local government working relationships. Work will also include relationships with appropriate agencies regarding action levels; matters relating to the Bureau of State Audits, educate the Legislature and its staff on WRD's role in Southern California water management. No services shall be provided that require the Provider to register as a lobbyist for the District. | \$126,000.00 | \$106,000.00 |
| U.S. Department of Interior(Bureau of | Grant/Revenue | Modification No. 013, Cooperative Agreement No. 00-FC-30-0008, Alamitos Barrier Recycled Water Project. Modification No. 013 extends the completion date to December 31, 2003 and increases the total cost. | \$1,200,000.00 | \$142,368.67 |
| U.S. Department of the Interior (Bureau of | Grant/Revenue | Modification No. 003 of Cooperative Agreement No. 00-FC-30-0008, LJVWTF Project. Grant issued by the USBR for the construction of the project equivalent to 25% of total project costs (WRD contributes 75% of the costs related to the development & administration of the grant). | \$1,680,000.00 | |
| U.S. Department of the Interior (USGS) | Contract Service | Joint funding of water resources investigation to study the fate & transport of MS2 & PRD-1 during artificial recharge with recycled water. USGS portion is \$101,000, WRD \$147,000. | \$147,000.00 | \$30,750.00 |
| U.S. Filter Westates (Westates Carbon- | Contract Service | Agreement for the design and construction of a Granular Activated Carbon Groundwater Treatment System for well owned by California Water Services. Project 12B. | \$150,909.00 | \$9,957.01 |

| Company Name | Type | Scope of Contract | Contract Amount | Balance Remaining |
|---|------------------------|---|-----------------|-------------------|
| Union Development | Bldg/Land/Equip. Lease | Office building lease extension for five years. Property at 12621 E. 166th Street, Cerritos. Lease is for \$9,249.45/mo, predicated upon the agreed per square foot rent of \$1.05/sq.ft./mo. A second option to renew the lease is applicable granted that WRD negotiate the rental terms at least 8 months prior to the expiration of this current extension which will be approx. 6/30/2005. The District is to provide written notice to Union Development Company of the District's intent to exercise the second option at least 210 days prior to expiration of the lease, approx. 08/03/2005. | \$554,967.00 | \$194,097.58 |
| United States Department of Interior | Contract Service | Joint Funding Agreement (JFA) covering the study of Joint Funding Agreement covering seawater intrusion in the Dominguez Gap area of the West Coast Basin, covering the period 11/1/03 to 10/31/04. USGS contributes \$62,500 and WRD contributes \$125,000. | \$125,000.00 | |
| University of California Regents (University of | Contract Service | San Gabriel Spreading Area Tracer Research Study conducted by the University to determine groundwater transit times from the spreading area to selected monitoring and production wells. Contract stipulates advance quarterly payment unless WRD requests an invoice in a letter. WRD has requested invoices. The grant is given as a cost reimbursement up to \$73,255. | \$73,255.00 | \$8,219.95 |
| West Basin Municipal Water District | Contract Service | The Agreement for supply of recycled water is effective January 27, 2003 between WRD and WBMWD. This Agreement terminates the 1998 Agreement by mutual consent of the parties; any money owed by WRD for water delivered under the 1998 Agreement shall be paid to WBMWD within 60 calendar days of the effective date of this Agreement; until WBMWD completes the construction of the Recycling Facility Expansion and obtains all necessary governmental approvals and permit, WBMWD shall deliver to WRD and WRD shall purchase from WBMWD 7500 AF of recycled water on an annual basis or a lesser amount that this authorized by their Regional Board Permit; within 60 days from completion of construction and permitting and upon WBMWD's receipt of all necessary permit and approvals for injection of recycled water into the Barriers in a blend with non-recycled water of 75% to 25%, WBMWD shall deliver to WRD and WRD shall purchase 12,500 AF of recycled water on an annual basis or a lesser amount that is authorized by their Regional Board permit. WRD shall pay \$430/AF of recycled water until the Recycling Plant is completed. Upon completion of the Recycling Facility, WRD shall pay \$470/AF of recycled water. | \$3,225,000.00 | \$3,225,000.00 |
| West Basin Municipal Water District | Contract Service | A five year contract effective 01/01/2003 to purchase imported water at Tier 1 annual maximum (16,560AF), the purchase commitment is 55,200AF at the Tier 1 rate (510AF). WRD agrees to pay the undeliverable balance of the purchase commitment if at the end of the year WRD had purchased less than the commitment level. The rates could change from time to time. First Amendment to this Purchase Agreement - added paragraphs 5 and 6 of the Purchase Agreement entitled "Commitments". Agreement signed 5/27/03. Amount of contract is annualized based on the current fiscal budgeted purchased water. | \$11,285,352.00 | \$1,299,030.57 |

| Company Name | Type | Scope of Contract | Contract Amount | Balance Remaining |
|--|------------------|--|-----------------|-------------------|
| Weston, Benshoof, Rochefort, Rubalcava & | Contract Service | Second Modification to Attorney-Fee Contract effective 07/16/2003. First modification is the change in the hourly rates. Change from \$185/hr to \$200/hr for associates; from \$245/hr to \$275 for partners; for litigation matters rates changed from \$230/hr to \$260/hr. Furthermore, when both lead counsel attend the district board meeting their hourly rate shall be reduced by 50% for time spend at the meeting. Second modification states that "The attorneys may incur out-of-pocket-costs and expenses in performing legal services under this agreement." The third modification replaces the first modification in respect to the evaluation of the counsel contract. The board (not district staff) will begin an evaluation of counsel atleast 50 days (not 60 days) prior to end of fiscal year. At end of evaluation the board decide wether it is necessary to circulate a request for proposals for the position of District Counsel. The fourth amendment is a change of address for the Counsel. The fifth changes the effective date to April 9th, 2003. The sixth and seven eliminates old rate schedule and updates assignment of responsibility between the two firms. Same contract applies to Beltran and Medina. | \$471,999.78 | \$114,900.67 |
| Will and Carlson | Contract Service | District's federal legislative advocate in Washington D.C. Service Provider will provide assistance on the area of governmental relations and legislative advocacy. | \$90,000.00 | \$56,706.06 |
| Xerox | Contract Service | A 60 month lease for 1st Floor digital network copier. Include maintenance and supplies. | \$47,259.00 | \$18,045.28 |



MEMORANDUM

ITEM NO. V

Prepared by: Scott M. Ota

Reviewed by:

DATE: JULY 13, 2004

TO: FINANCE COMMITTEE

FROM: ROBB WHITAKER, GENERAL MANAGER

SUBJECT: FINANCIAL STATEMENTS FOR THE PERIOD ENDED MAY 31, 2004

The attached unaudited financial statements include the Statement of Net Assets (balance sheet) at May 31, 2004 and the Statement of Revenues, Expenditures and Changes in Net Assets (income statement) for the month ended May 31, 2004.

Statement of Net Assets

Cash and Accounts Receivable – In May, there was a decrease in cash of about \$475,000 and a corresponding increase in accounts receivable of about \$560,000. This is simply due to a timing difference in collecting our receivables. The majority of the remaining difference is due to a \$54,000 decrease in Interest Receivable.

Interest Receivable – The decrease in this account is due to the District receiving an accrued interest payment on one of its investments.

Statement of Revenues, Expenditures and Changes in Net Assets

Water Replenishment Assessment – This account increased by about \$425,000 due to the expected increase in pumping due to the summer months.

Cost of Water – The increase of about \$300,000 in spreading water costs from the prior month is due to the restoring of the water delivery to the spreading grounds. In the prior month, the San Gabriel Valley Watermaster was using the water channels which disrupted the delivery of our water from the Central Basin MWD.

Professional Fees – There was an increase of \$53,000 in professional fees which was due to increased laboratory fees.

Property Taxes – In April, the District received \$85,000 more in property tax revenue than normal. In May, the taxes are back to normal levels.

STAFF RECOMMENDATION

That the Committee approve the Financial Statements for submittal to the Board of Directors.

Water Replenishment District of Southern California
Statement of Net Assets
May 31, 2004

| | Replenishment Fund | Clean Water Fund | Total |
|---|-----------------------|---------------------|-------------------|
| Assets | | | |
| Current Assets | | | |
| Cash and Cash Equivalents | 6,843,882 | 623,708 | 7,467,590 |
| Investments | 1,977,529 | 875,036 | 2,852,565 |
| Accounts Receivable | 5,330,550 | 426,527 | 5,757,077 |
| Deposits Receivable | 5,145 | 328 | 5,473 |
| Interest Receivable | 78,574 | 14,979 | 93,553 |
| Prepaid Expenses | 40,521 | 1,579 | 42,100 |
| Total Current Assets | 14,276,201 | 1,942,157 | 16,218,358 |
| Noncurrent Assets | | | |
| Notes Receivable, Noncurrent | - | 680,355 | 680,355 |
| Plant & Equipment | 23,749,834 | 18,047,974 | 41,797,808 |
| Land | - | 1,644,753 | 1,644,753 |
| Construction-In-Progress | 3,152,031 | 1,034,556 | 4,186,587 |
| Accumulated Depreciation | (2,416,613) | (2,411,743) | (4,828,356) |
| Total Noncurrent Assets | 24,485,252 | 18,995,895 | 43,481,147 |
| Total Assets | 38,761,453 | 20,938,052 | 59,699,505 |
| Liabilities | | | |
| Current Liabilities | | | |
| Accounts Payable | 5,123,259 | 112,709 | 5,235,968 |
| Accrued Payroll | 36 | (36) | 0 |
| Accrued Employee Benefits | 8,278 | 799 | 9,077 |
| Deferred Compensation | 1,522 | 80 | 1,602 |
| Total Current Liabilities | 5,133,095 | 113,552 | 5,246,647 |
| Noncurrent Liabilities | | | |
| Compensated Absences | 165,040 | 24,682 | 189,722 |
| Total Noncurrent Liabilities | 165,040 | 24,682 | 189,722 |
| Total Liabilities | 5,298,135 | 138,234 | 5,436,369 |
| Net Assets | | | |
| Invested in Capital Assets | 24,485,252 | 18,315,540 | 42,800,792 |
| Unrestricted | 8,978,066 | 2,484,278 | 11,462,344 |
| Total Net Assets | 33,463,318 | 20,799,818 | 54,263,136 |
| Total Liabilities & Net Assets | 38,761,453 | 20,938,052 | 59,699,505 |

Water Replenishment District of Southern California
Statement of Revenues, Expenditures and Changes in Net Assets
For the Month of May 2004

| | Replenishment Fund | Clean Water Fund | Total |
|---|-----------------------|---------------------|--------------|
| Revenues | | | |
| Operating Revenues | | | |
| Water Replenishment Assessments | \$ 2,337,991 | \$ 153,690 | \$ 2,491,681 |
| MWD Desalter Subsidy | 43,475 | 2,775 | 46,250 |
| Desalter Revenue | 69,823 | - | 69,823 |
| Total Operating Revenues | 2,451,290 | 156,465 | 2,607,755 |
| Operating Expenses | | | |
| Cost of Water | | | |
| Spreading | \$ 913,709 | \$ - | \$ 913,709 |
| Injected | 861,684 | - | 861,684 |
| Connection Fees | 209,812 | - | 209,812 |
| Total Cost of Water | \$ 1,985,206 | \$ - | \$ 1,985,206 |
| General & Administrative | | | |
| Salaries, Taxes & Benefits | \$ 283,561 | \$ 24,056 | \$ 307,617 |
| Conference & Travel | 8,487 | 432 | 8,919 |
| Office Expenses | 17,252 | 1,577 | 18,829 |
| Utilities | 8,518 | 19,936 | 28,454 |
| Rents & Leases | 11,221 | 7,095 | 18,315 |
| Repairs & Maintenance | 1,368 | 44 | 1,412 |
| Material & Equipment | 9,898 | 9,727 | 19,624 |
| General Liability Insurance | 3,009 | 715 | 3,724 |
| Professional Fees | 162,188 | 19,169 | 181,357 |
| Other General & Administrative | (53) | (3) | (56) |
| Total General & Administrative | \$ 505,450 | \$ 82,746 | \$ 588,196 |
| Depreciation | 79,140 | 62,035 | 141,175 |
| Total Operating Expenses | \$ 2,569,795 | \$ 144,781 | \$ 2,714,576 |
| Operating Income (Loss) | \$ (118,506) | \$ 11,684 | \$ (106,822) |
| Non-Operating Revenues (Expenses) | | | |
| Revenues | | | |
| Property Taxes | \$ 37,439 | \$ 1,970 | \$ 39,409 |
| Investment Earnings | 8,320 | 851 | 9,172 |
| Miscellaneous | - | 50 | 50 |
| Total Non-Operating Revenues (Expenses) | \$ 45,759 | \$ 2,872 | \$ 48,631 |
| Income (Loss) Before Contributions | \$ (72,747) | \$ 14,556 | \$ (58,191) |
| Contributions | | | |
| Capital Contributions- USBR Grant | \$ - | \$ - | \$ - |
| Change in Net Assets | \$ (72,747) | \$ 14,556 | \$ (58,191) |



MEMORANDUM

ITEM NO. VI

Prepared by: Scott M. Ota

Reviewed by:

DATE: JULY 13, 2004
TO: FINANCE COMMITTEE
FROM: ROBB WHITAKER, GENERAL MANAGER
SUBJECT: INVESTMENT REPORT FOR THE PERIOD ENDED MAY 31, 2004

SUMMARY

Cash and Investments

| | |
|--|----------------------|
| Local Area Investment Fund (LAIF) | \$ 4,535,771 |
| Los Angeles County Treasurer's Pool (LACPIF) | 231,628 |
| Union Bank of California – Investments | 2,852,563 |
| Farmers and Merchants – Checking | <u>2,700,192</u> |
| Total Cash and Investments | <u>\$ 10,320,154</u> |

Investment Earnings

| | | |
|--|-------------|------------------|
| Local Area Investment Fund (LAIF) | 1.43% | \$ 5,139 |
| Los Angeles County Treasurer's Pool (LACPIF) | 1.38% | 271 |
| Union Bank of California – Investments | 5.17% | 12,580 |
| Farmers and Merchants – Checking | .70% - .90% | <u>1,431</u> |
| Total Investment Earnings | | <u>\$ 19,421</u> |

STAFF RECOMMENDATION

That the Committee approve the Investment Report for submittal to the Board of Directors.

**Water Replenishment District of Southern California
Investment Report
May 31, 2004**

| <u>Replenishment Fund</u> | <u>LAIF Activity</u> | <u>LACPIF Activity</u> | <u>UBOC Activity</u> | <u>Checking</u> | |
|------------------------------|--------------------------|----------------------------|--------------------------|--------------------|--|
| BALANCE 5/1/04 | \$4,017,295 | \$164,111 | \$2,651,121 | | |
| INTEREST RECEIVED/REINVESTED | | 123 | 68,718 | | |
| REALIZED GAIN/(LOSS) | | | (235) | | |
| UNREALIZED GAIN/(LOSS) | | | (9,503) | | |
| DEPOSITS/PURCHASES/FEES | - | | (166) | | |
| TRANSFER IN/(OUT) | | | - | | |
| BALANCE 5/31/04 | \$4,017,295 | \$164,234 | \$2,709,935 | \$2,664,447 | |

| <u>Clean Water Fund</u> | <u>LAIF Activity</u> | <u>LACPIF Activity</u> | <u>UBOC Activity</u> | <u>Checking</u> | |
|------------------------------|--------------------------|----------------------------|--------------------------|-----------------|--|
| BALANCE 5/1/04 | \$518,476 | \$67,347 | \$139,533 | | |
| INTEREST RECEIVED/REINVESTED | | 47 | 3,617 | | |
| REALIZED GAIN/(LOSS) | | | (12) | | |
| UNREALIZED GAIN/(LOSS) | | | (500) | | |
| DEPOSITS/PURCHASES/FEES | | | (10) | | |
| TRANSFER IN/(OUT) | | | | | |
| BALANCE 5/31/04 | \$518,476 | \$67,394 | \$142,628 | \$35,744 | |

| | <u>LAIF</u> | <u>LACPIF</u> | <u>UBOC</u> | <u>Checking</u> | <u>Total</u> |
|--------------------------------------|-------------|---------------|-------------|-----------------|--------------|
| BALANCE 5/31/04 | \$4,535,771 | \$231,628 | \$2,852,563 | \$2,700,192 | \$10,320,154 |
| CURRENT YIELD | 1.43% | 1.38% | 5.17% | .70% - .90% | |
| INTEREST EARNED FISCAL YTD | \$51,465 | \$2,573 | \$20,015 | \$18,584 | \$92,636 |
| GAINS/(LOSSES) REALIZED FISCAL YTD | | | | | \$0 |
| GAINS/(LOSSES) UNREALIZED FISCAL YTD | | | | | \$0 |

NOTES: Percent of investments in corporate bonds = 0.0%

I HEREBY CERTIFY THAT ALL INVESTMENT ACTIONS EXECUTED SINCE THE LAST REPORT HAVE BEEN MADE IN FULL COMPLIANCE WITH THE INVESTMENT POLICY. AS TREASURER OF THE WATER REPLENISHMENT DISTRICT OF SOUTHERN CALIFORNIA, I HEREBY CERTIFY THAT SUFFICIENT INVESTMENT LIQUIDITY AND ANTICIPATED REVENUE ARE AVAILABLE TO MEET ESTIMATED EXPENDITURES FOR THE NEXT SIX MONTHS.

The checking balance is swept daily into repurchase agreements that are collateralized as required by CA Govt. Code 53601; the current yield on repurchase agreements changes daily. LAIF interest is received quarterly while LACPIF & UBOC interest is received monthly.

ROBERT W. GOLDSWORTHY, TREASURER

DATE

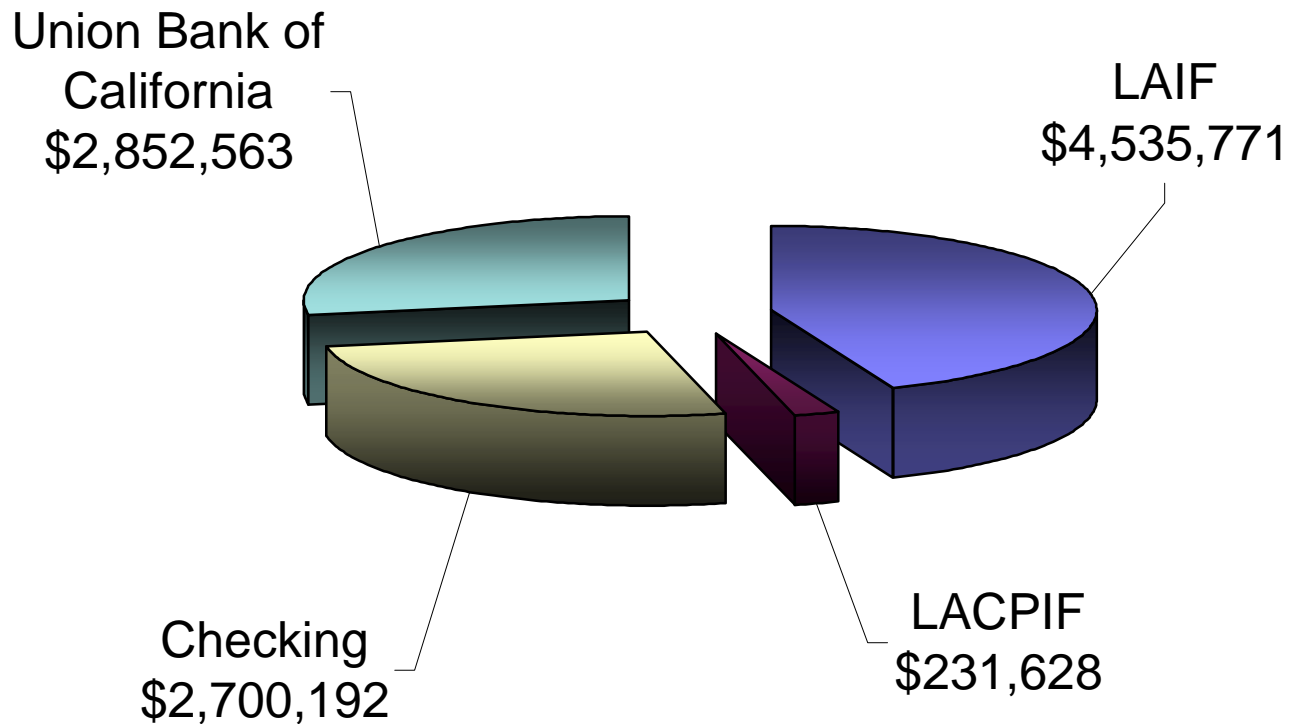
**Water Replenishment District of Southern California
Investment Report
May 31, 2004**

Statement Of Investments Held By Union Bank Of California

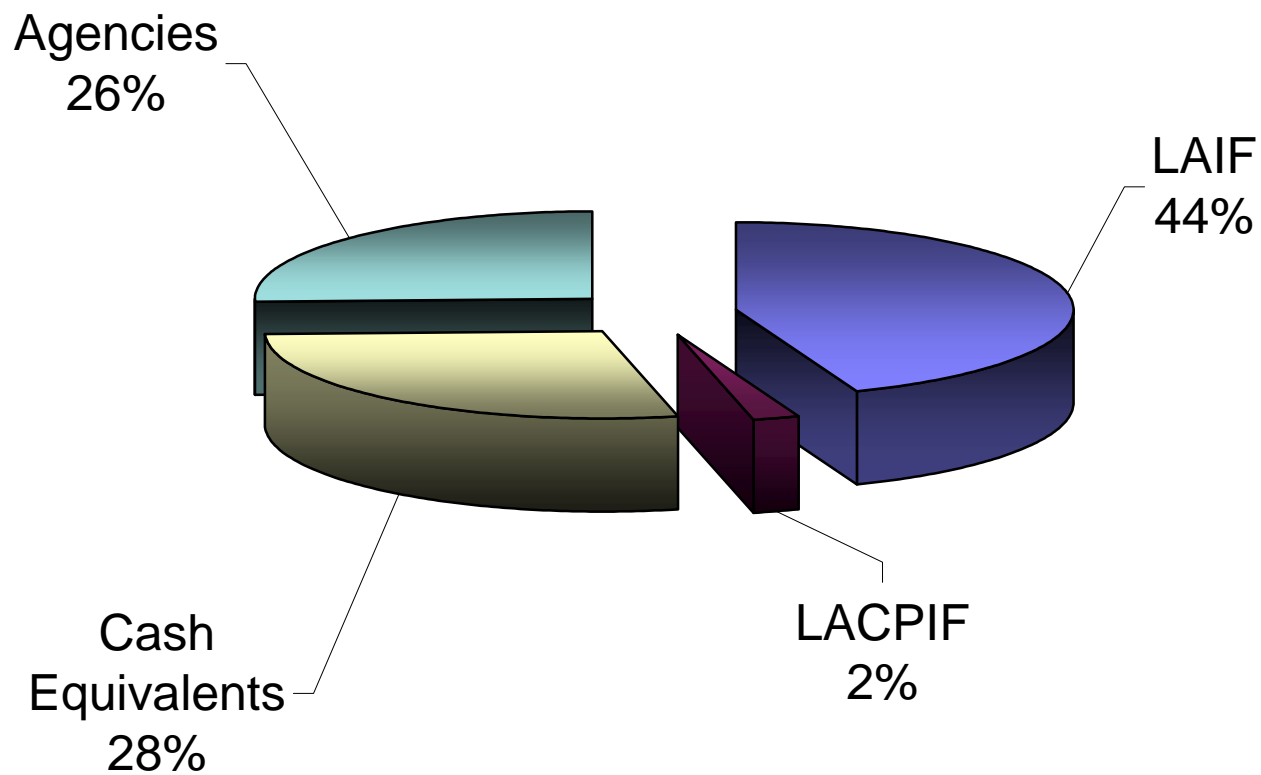
| <u>PURCHASE DATE</u> | <u>PAR VALUE</u> | <u>CUSIP</u> | <u>SECURITY DESCRIPTION</u> | <u>COUPON RATE</u> | <u>MATURITY DATE</u> | <u>CURRENT MARKET VALUE *</u> | <u>ACCRUED INTEREST</u> | <u>ORIGINAL PURCHASE COST</u> | <u>YIELD TO MATURITY</u> |
|---|---------------------|--------------|-----------------------------|--------------------|----------------------|-------------------------------|-------------------------|-------------------------------|--------------------------|
| CASH AND CASH EQUIVALENTS | | | | | | | | | |
| | \$ 330,562 | | MONEY MARKET | | | \$ 330,562 | \$ - | \$ 168,337 | 0.60% |
| U.S. GOVERNMENT AND AGENCY OBLIGATIONS | | | | | | | | | |
| 1/18/2000 | \$ 3,450,000 | 9128275S7 | U.S. TREASURY NOTE | 5.875% | 11/15/04 | \$ 2,499,760 | \$ 60,303 | \$ 2,400,617 | 5.76% |
| 2/22/1999 | \$ 17,922 | 31371F4J8 | FNMA PASS THROUGH | 7.500% | 7/1/04 | \$ 22,242 | \$ - | \$ 30,018 | 7.36% |
| | \$ 3,798,484 | | | | | \$ 2,852,564 | \$ 60,303 | \$ 2,598,972 | 5.17% |

* MARKET VALUES ARE OBTAINED FROM BANK STATEMENT

Water Replenishment District Cash & Investments as of May 31, 2004



Water Replenishment District Investment Type Breakdown as of May 31, 2004





MEMORANDUM

ITEM NO. VII

Prepared by: Laura Doud

Reviewed by: Scott Ota

DATE: JULY 13, 2004
TO: FINANCE COMMITTEE
FROM: ROBB WHITAKER, GENERAL MANAGER
SUBJECT: STATE AUDIT UPDATE

SUMMARY

In preparation for our 60-day written response to the State Auditor, staff would like to discuss with the Committee the recommendations and a plan for implementation.

FISCAL IMPACT

None.

STAFF RECOMMENDATION

For information.



MEMORANDUM

ITEM NO. VIII

Prepared by: Scott M. Ota

Reviewed by:

DATE: JULY 13, 2004
TO: FINANCE COMMITTEE
FROM: ROBB WHITAKER, GENERAL MANAGER
SUBJECT: DEBT FINANCING UPDATE

SUMMARY

The District is working with a team of professionals in putting together a debt financing package to fund the District's capital improvement projects over the next several years. Staff will give highlights of the financing process to the Finance Committee with an evaluation of the financing team's performance thus far.

FISCAL IMPACT

None.

STAFF RECOMMENDATION

For information.



MEMORANDUM

ITEM NO. IX

Prepared by: Scott M. Ota

Reviewed by:

DATE: JULY 13, 2004
TO: FINANCE COMMITTEE
FROM: ROBB WHITAKER, GENERAL MANAGER
SUBJECT: WRD BUILDING UPDATE

SUMMARY

The District is currently in escrow on a new administrative building at 4040 Paramount Blvd. The Finance Department is working on obtaining a standard financing from one of several banking institutions for 50% of the cost the property. The District plans on funding the other 50% from reserves. The staff would like to give an update on the process of obtaining the financing.

FISCAL IMPACT

None.

STAFF RECOMMENDATION

For information.



MEMORANDUM

ITEM NO. X

Prepared by: Scott M. Ota

Reviewed by:

DATE: JULY 13, 2004

TO: FINANCE COMMITTEE

FROM: ROBB WHITAKER, GENERAL MANAGER

SUBJECT: REIMBURSABLE EXPENSES

SUMMARY

Background

Section 13.2 of the District's Administrative Code gives the definition of reimbursable expenses. The State Auditor stated in chapter 3 of their June 2004 audit report, that "The District could also provide better guidance on procurement, particularly for purchases that seem excessive or not the best use of the District's funds..." At the last Finance Committee meeting, the Committee stated that they would like to discuss reimbursable Director's expenses and how to best handle payment and approval.

Staff Guidelines

The District staff prepares a detailed accounting of all expenses submitted for reimbursement and approval.

- This accounting includes all original receipts with an explanation of the expense.
- All meals and entertainment reimbursements include original receipts with a list of the attendees and the business purpose of the meeting.
- In accordance with the Administrative Code, travel reimbursements outside the State require the Board's approval before the Finance Department will reimburse the expense.

Staff will give the Finance Committee a detailed briefing on the items relating to Director's expenses at the July 13th Finance Committee meeting.

FISCAL IMPACT

None.

STAFF RECOMMENDATION

For discussion.