

SEELEY COUNTY WATER DISTRICT

1898 West Main Street (P.O. Box 161) Seeley, CA 92273

Telephone: 760.352.6612 Facsimile: 760.352.0589



Board President: Patrick Harris

Board Members: Jason Grima, Keith Baird, Victor Ibarra, Esteban Jaramillo

REGULAR MEETING

Date: December 11, 2017, MONDAY
Where: SCWD Office, 1898 W. Main Street, Seeley CA 92273
Time: 6:30 PM

1. Call to Order
 - a. Pledge of Allegiance
 - b. Quorum - Roll Call
2. Discussion of the Agenda
 - a. Items to be pulled from the Action Calendar.
 - b. Items to be pulled from the Discussion Calendar.
 - c. Emergency Items to be added.
 - d. Approval of the agenda.
3. Board Member Reports / Announcements.

DISCUSSION/ACTION CALENDAR SECTION 1

4. Discussion and Action to nominate and appoint Seeley County Water District Board President and Vice President for a term starting December 11, 2017, and ending on December 10, 2018.
5. Discussion and Action to nominate and appoint Seeley County Water District Director to the seat vacated by Director Jaramillo, the term is a (4) four years starting December 11, 2017, and ending on December 10, 2021.
6. Oath of Office and Certificate of Appointment for President and Vice President
7. Oath of Office and Certificate of Appointment for new Director

PUBLIC COMMENT

This is the opportunity for the members of the public to address the board on any matter within the Board's jurisdiction. Any action taken as a result of public comment shall be limited to direction to staff. State your name for the record prior to providing your comments. Please address the board as a whole, through the chairman. Individuals will be given (3) minutes to address the board. Public comments will be limited to a maximum of 21 minutes. The public will be allowed to comment on specific items on the agenda after board discussion.

DISCUSSION CALENDAR

8. Engineer's Report: The Holt Group, Juny Marmolejo
9. Secretary Report
 - a. Financial Reports
 - b. Financial Audit Draft - Request for Directive from the Board to authorize AGM for authority to sign letter of representation after review and comments are concluded and received.
 - c. Miscellaneous/Correspondence
 - d. Payroll summary
10. Chief Operators Report
 - a. Accomplished Tasks
 - b. Water Treatment Plant Reports and Laboratory Results
 - c. Waste Water Treatment Plant Reports and Laboratory
 - d. Dumper Station
 - e. Violations
 - d. Sensus meter readers and programming

CONSENT CALENDAR

Any consent item can be removed from the consent list by request of the board or any member of the public for consideration separately.

11. Demands (Accounts Payable)
12. Approval of Minutes: REGULAR MEETING November 13, 2017
13. Authorize 4 Administrative days for the President of the Board for the month of December 2017.
14. Approval of the purchase of Sodium Hypochlorite for Water Treatment Plant from Brenntag Co. for a total cost not to exceed in the amount of **\$1,145.12** (tax and freight included).
15. Approval of purchase of routine office supplies (paper, stamps and cleaning supplies for office (envelopes, copy paper, toner for printers and copier, toilet paper, paper towels, eight rolls of postage stamps, cleaning liquid, trash liners/bags, dish soap, bathroom cleaner,

disposable water/coffee cups) not to exceed **\$750.00** {Sparkllets drinking water service **\$47.10**} [**\$392** for stamps alone].

<p style="text-align: center;">DISCUSSION/ACTION CALENDAR SECTION II</p>
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16. Discussion/Action to approve **Resolution 12112017-01** of the Seeley County Water District Confirming Action approving Agreement with The Holt Group taken by the Board of Directors at its special meeting of October 25, 2017

17. Discussion/Action seeking approval of the board to accept Independent Auditor's Report from Mr. George Woo, CPA of the Financial Audit report for the fiscal year ended June 30, 2017

18. Discussion/Action of customer who paid for roto roter services for a plugged 4" line, customer is requesting reimbursement in the amount of **\$76.50**.

19. Discussion/Action to approve agreement with JHK (John H. Kemp) Consulting, Professional Services for (6) months, to be paid at **\$25** per hour for services rendered. Agreement starting February 2018 and Ending August 2018.

20. Discussion/Action to approve agreement with Pam Hammond Administrative Consulting, Professional Services for (6) months, to be paid at **\$25** per hour for services rendered, (total paid up to date by the District \$600.92), Agreement starting January 2018 and Ending July 2018.

21. Discussion/Action seeking approval of the board for reimbursement to Aaron Garcia, for Grade III Wastewater Treatment Plant Operator examination fee. Total reimbursement not to exceed in the amount of **\$350.00**

22. Discussion/Action seeking approval of the board for reimbursement to Aaron Garcia, for T3 Licensing Certificate. Total reimbursement not to exceed in the amount of **\$90.00**

23. Discussion/Action to approve increase of hourly pay by **2.5%**, pursuant to the MOU for all hourly employees covered thereunder, effective retroactively December 1, 2017.

24. Discussion/Action to approve the purchase from Romtec Utilites for a set of 2 flapper check valves for the influent pump station at the waste plant (*this expense may be added to the SRF application for reimbursement). Total purchase not to exceed in the amount of **\$500**

25. Discussion/Action to approve the purchase of spare and replacement of PH Probes from HACH for the water and wastewater plant. Total not to exceed in the amount of **\$1200.39**

26. Discussion/Action to approve the purchase of Lifting assembly for influent lift station muffin monster removal at the wastewater, purchase from JWC environmental (*this

expense may be added to the SRF application for reimbursement). Total not to exceed in the amount of **\$1,200**

27. Discussion/Action to approve replacement of turbidity meter current analyzer was lost due to water damage with USA BlueBook. Quote is for meter, calibration kit, and cuvettes. Also purchase of more chlorine test reagent. Total not to exceed in the amount of **\$1,500.70**

28. Discussion/Action to approve quotes from Applied Water Science Solutions for the repair of 3 backflow prevention devices that failed initial testing, quotes include parts and labor. Fee schedule below.

Item #A – Backflow located at wastewater plant, DCV 2” Wilkins, SN 1726233 **\$707.85**

Item #B – Backflow located at wastewater plant, RP 4” Ames, SN 1266569 **\$451.52**

Item #C – Backflow Located at wastewater plant, RP 1.5” Watts, SN A 02365 **\$398.25**

Item #D - Backflow Located at Potable Water Plant, DCV 1# Febco, SN A47316 **\$507.85**

Total proposed amount not to exceed in the amount of **\$2,065.47**

29. Discussion/Action seeking approval of the board to pay Liquivision Technology for cleaning and inspection of tank #1 and #2. Additional cost in invoice (doubled) vs. contract as that the job took 2 days to complete due to additional sand/plastic chips removal (amount of \$4600 previously approved at the Sept 11th Board Meeting). Total not to exceed in the amount of **\$4,150.00**

30. Discussion/Action seeking approval of the board to accept quote from LiquiVision Technology for Removal of 18” accumulated sediment from the floor of the west tank. The effluent will be disposed of at the districts direction. A final and comprehensive inspection will be performed documenting the conditions of the entire structure and recorded on DVD. Other conditions that may affect the cost of the quote are the following points.

- Charges for time delays due to incorrect information provided by SCWD **\$200** per hour. *(how much sediment there is or if unforeseen repairs are needed)*
- For coating repair in steel tanks LiquiVision charges **\$550** per hour and **\$35** per tube of Manus or epoxy.
- If dechlorination is required SCWD will be charged at **\$15** per hour
- If Filtration is required SCWD will be charged at **\$200** per bag. Unless specified LVT does not remove the bags they become the district’s responsibility to dispose of.

Total cost of the removal may exceed the amount quoted of **\$5000.00** if conditions pointed above, apply during the inspection of the west tank.

31. Discussion/Action to approve the purchase from JWC Environmental for a replacement cutter cartridge for muffin monster grinder at influent lift station repair project, life expectancy 3-5 years. Total price not to exceed in the amount of **\$12,277**

32. Discussion and Action seeking board approval to pursue the purchase of a new work truck or used truck, total amount received from insurance co. \$8784.38, this is the value for totaled 2006 Chevy Colorado, the board previously approved the purchase price of \$25,513 for a used 2017 Chevy Colorado with (1) year warranty. However dealer did not

include doc fee, sales tax, DMV fees, smog abatement fee, CA tire fee, and electronic filing fee. Total out the door purchase price including all the fees not to exceed in the amount of **\$27,681.38**, a difference of **\$1886.00** dollars more.

33. Discussion/Action to approve the purchase of 3 float switches for influent lift station repair project from USA BlueBook Total not to exceed in the amount of **\$400.00**

CLOSED SESSION:

34. Conference with Real Property Negotiators

Property: 1826 W. Park Street, and Parcel Number 051-192-001

Agency Negotiator: District Legal Counsel

Negotiating Parties: County of Imperial, Ms. Robin Hodgkin's Interim, and CEO.

Under Negotiation: Price and Terms of Lapsed Lease Agreement and related issue

35. Conference with Labor Negotiators (54957.6)

Agency designated representatives: Directors Baird, and Director Harris

Employee organization: Teamsters

36. Conference with Labor Negotiators (54957.6)

Agency designated representatives: Directors Baird, Grima, Jaramillo and Harris

Unrepresentative employee: Gustavo Pantoja, Assit Mgr; Aaron Garcia, Ops Mgr;

Miriam Rosales, AGM

OTHER ITEMS

Next regular meeting: MONDAY, January 15, 2017 at 6:30 P.M.

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GENERAL MANAGER REPORT FOR SCWD BOARD MEETING

For: Regular Board Meeting

Date: December 11, 2017

- a. Financial Reports
- b. Miscellaneous/Correspondence

Accomplished Tasks/Events

- c **12/7 - (DAC) County Grant 335K:** *Grant funding has been approved. These are the project studies SCWD pursued: Water Distribution System Study, WWTP Collection System, Study and Sewer and Water Master Plan. (no eta on when fund will be awarded)*
- c **12/4 – Ad-Hoc Committee met (Re: Lapsed County Agreement)** Directors Patrick Harris and Keith Baird together with Legal Counsel, Dennis Morita and AGM, Miriam Rosales *(Previous notice: Ms. Robin Hodgkin's, the Interim CEO for the County, advised lapsed agreement should be ready for review by SCWD on Monday October 9 2017)*
- c **11/21 – CDBG Colonia's Allocation grant,** SCWD Director Mr. Patrick Harris, presented letter and signatures from Seeley residents before the Board of Supervisors at its public meeting 11/21. SCWD requested for consideration of a grant for its water pipeline improvement proposal for about one (1) mile of pipeline
- c **11/28 –** We were notified by the County about a last minute request from the State for the CDBG application, which was not previously noted during the special meeting of Oct 25, 2017. A resolution was needed to be part of the 2017 application, however we were unable to secure a quorum to approve resolution. **11/30 –** Instead, Mr. Morita provided a letter stating that approval of professional services with the Holt Group was approved by way of motion rather than resolution and is any less binding.
- c **11/30 – COYNE DEVELOPMENT UPDATE:** On 11/29 Coyne Development per email formally requested from the County Building and Planning Department the approval of the Consultant HDR per their proposed date of 11/3/17. The planner in charge of this project is David Black from The County Building and Planning Department. (Mr. Coyne is proposing building approximately 403 houses)
- c **12/7 – No reply or correspondence from Mr. Ibarra.** (I sent a follow-up email requesting a reply) A letter previously received from Mr. Ibarra requesting a formal leave of absence starting Sept/2017 through December/2018. Lineman training is (6) months and Mr. Ibarra is unsure if he'll be returning to California.

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- c **12/7** – A meeting is set for Monday, January 8, 2018. Time: 10am. Hazen and Sawyer Overview of Prop 1 IRWM DAC Planning Grant Projects and how SCWD may be helped.

12/7 - Westerra Continues with design of the future Solar Facilities at SCWD
Final agreement Dated 10/31

- c **12/7** – IID Local Entity release of funds update. Accounting is setting up SCWD profile in IID's accounting system. A check may be sent by end of next week, or the following week. Local Entity will disburse fund to SCWD, on the following schedule:

1. First Disbursement: 50% of approved funds: \$75,000 – disbursed up front after the final acceptance of grant agreement;
2. Second disbursement: 40% of approved funds: \$60,000 – disbursed up front after submission of all required reports and documentation verifying expenditure of 90% of funds from the first disbursement;
3. Final disbursement: 10% of approved funds: \$15,000 – disbursed as a reimbursement after submission of all required reports and documentation verifying expenditure of 100% of project funds and completion of 100% of milestones.

- c **12/1** – Ocotillo Wind Imperial Valley Fund grant opportunity for parks. Application submitted December 1, 2017. Grant Fund Amount available to applicants if approved by committee, 10,000.00. Deadline to submit application. December 1, 2017

11/28 – Kimley-Horn will start on Master Plan and Construction phases of the project, the first IID Local Entity disbursement of \$75,000 is enough to cover this phase, they will also start the survey of the park soon.

11/30 – TTHM Water Improvement Project continues, email updates to all board members and key staff. Currently waiting on equipment

11/6 – The Holt Group submitted "Payment Request" to USDA for reimbursement to SCWD, approximately \$45,000 plus Admin fees to be submitted at a later time.

9/2017- Gary Thornburg, accepted to be a Lead Union Steward and Nadia Rosas is the alternate. Both have received training in their respective duties as stewards. A General Overview of a Steward: An employee may request either of the stewards to be present (or not be present) in meetings with management that will lead or may lead to discipline. Stewards are to be familiar with the Collective Bargaining Agreement. They are to take notes of what is discussed in discipline meeting and clarify any violations of the Agreement. They cannot make any decisions on behalf of the membership or the Union.

Payroll Summary Report

Nov 03, 2017

CHECK DATE	NAME	NET AMOUNT	TOTAL HOURS
11/03/2017	Garcia, Jr., Aaron	\$1,493.28	80.00
11/03/2017	McHone, Allen A.	\$432.77	42.35
11/03/2017	Medrano, Jonan	\$687.54	64.85
11/03/2017	Obeso, Nancy L.	\$980.24	80.83
11/03/2017	Pantoja, Gustavo	\$1,296.67	80.00
11/03/2017	Rosales, Miriam A.	\$1,597.70	80.00
11/03/2017	Rosas, Nadia	\$779.09	69.45
11/03/2017	Thornburg, Gary L.	\$1,195.52	81.87
Totals		\$8,462.81	579.35

Payroll Summary Report**Nov 17, 2017**

CHECK DATE	NAME	NET AMOUNT	TOTAL HOURS
11/17/2017	Garcia, Jr., Aaron	\$1,493.29	80.00
11/17/2017	McHone, Allen A.	\$375.26	36.53
11/17/2017	Medrano, Jonan	\$205.58	18.55
11/17/2017	Obeso, Nancy L.	\$982.26	80.97
11/17/2017	Pantoja, Gustavo	\$1,296.67	80.00
11/17/2017	Ramirez, Amado	\$521.36	40.19
11/17/2017	Rosales, Miriam A.	\$1,597.69	80.00
11/17/2017	Rosas, Nadia	\$900.15	80.40
11/17/2017	Thornburg, Gary L.	\$1,267.13	84.57
Totals		\$8,639.39	581.21

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12/5/2017

Accomplished Tasks:

- Routine system operations and maintenance
 - WWTP Clemson ponds receive CuSO_4 dosages two times weekly
 - Dead ends in distribution system continue to receive weekly flushing
 - Work on changing out water meters and meter boxes stopped.
- Unplugged Clemson Pond 1 to 2
- Finished work at the Influent lift station (floats/pump). There were many issues present including undocumented add-ons but lift station is now operating as designed
- Still waiting for clarifier parts delivery. Found filter media inside clarifier but have found nothing broken
- Tank cleaning and inspection was completed over a two day period. Approximately 3" "normal" sediment was removed as well as "difficult" sediment that was charged hourly. Tank is in good condition and company recommends 2-3 year cleaning/inspections. Additional quote for removal of 18" sand and anthracite in tank 2 will be sent for review/discussion
- Repaired leak at dump station eye wash
- All trucks received routine maintenance
- Both generators had their automatic engine exercisers inspected and reset
- Crew has begun working on alleys

November Waste Plant Lab Results

1 effluent bacti sample is out of compliance for fecal coliform. Will be reported as 2 violations: one for instantaneous maximum (500 mpn/100ml vs 400 mpn/100ml max. allowable). Second violation for "more than 10% of fecal coliform samples exceeding max. allowable"

Date	BOD (65 mg/l max)	TSS (73 mg/l max)	Bacti (Pass/Fail)	Cyanide (4.3 ug/l)	Zinc (163 ug/l)	Bis(2-ethylhexyl)Phtalate (5.9 ug/l)
11.6.2017	-----	-----	Pass	N/D	20 ug/l	Pending lab results
11.8.2017	13.44	21				
11.13.2017	-----	-----	Pass			
11.16.2017	14.29	18				
11.20.2017	-----	-----	Pass			
11.20.2017	Pending Lab	Pending Lab				
11.27..2017	-----	-----	Pass			
11.30..2017	Pending lab	Pending lab				
11.28..2017	-----	-----	2 violations			

November Water/Distribution Lab Results

TTHM Violation: 110 ug/l

November Monthly Spending Report

Operations and Maintenance Department

Date	Vendor	Amount Spent	Item Description	Reason
11.3.2017	Lowe's	\$159.73	Various	-----
			20 keyed alike	
11.3.2017	Taylor Security	\$172.00	locks	-----
11.3.2017	Ferguson	\$170.35	Various	-----
11.7.2017	O'Reilly	\$28.64	Door Handle	Truck 1 repair
11.7.2017	Lowe's	\$136.54	Zip ties, Lime	Supplies
11.8.2017	RM Tires	\$499.38	2 tires	Backhoe tires
	NTU			
11.8.2017	Technologies	\$11,319	Coagulant	WTP chemicals
11.9.2017	Amazon	\$22.28	12 picture frames	Frames to post staff licenses
11.13.2017	PepBoys	\$53.27	Truck 5	Truck maintenance
11.14.2017	PepBoys	\$59.91	Truck 4	Truck maintenance
11.15.2017	PepBoys	\$28.38	Truck 1	Truck maintenance
11.17.2017	PepBoys	\$283.72	Truck 2	Truck maintenance
11.20.2017	Lowe's	\$8.01	steel rope clamps	supplies
11.28.2017	Empire Cat	412.56	Inspection repair	Generator services

\$1,535.39 of \$2000 Emergency Funds Spent (pending bill from Greg Bently for services performed repairing influent lift station)

\$13,353.77 total money spent

November 2017(Dumpers)

Total Gallon Per Month

3A Sanitation Services	0	\$0.00
8A Packing	0	\$0.00
Manzanos Harvesting Inc.,	0	\$0.00
Alpha Site Logistics	22,850	2,056.50
Diamond Enironmental	3,600	\$324.00
El Don	1,500	\$135.00
Galeekos Inc,	0	\$0.00
J & H Rent-A-Can	16,200	\$1,458.00
Twins Sanitation Services	0	\$0.00
JJL Harvesting	0	\$0.00
JosMar Packing, Inc.	600	\$54.00
Loris Sanitation Services	21,575	\$1,941.75
Olam Spices&Veget.Ingred.,	0	\$0.00
Perc Water Corp,(Ancon)	0	\$0.00
Prime Ag. Sanitation	0	\$0.00
Prime Ag. Services	4,600	\$414.00
QT Sanitation	8,400	\$756.00
Roto Rooter	22,800	\$2,052.00
RS Harvesting	600.00	\$54.00

Item 10 (d.)

S & S Harvesting		
Sharps Sanitation	31,200	\$2,808.00
Star Sanitation	13,700	\$1,233.00
Glamis Rentals	1,500	\$135.00
JJ Harvesting	0	\$0.00
Bernie's Septic	0	\$0.00
Safety Harvest/Prime Sanitator	0	\$0.00
Perez&Ramirez	1,800	\$162.00
Total	150,925	\$13,583.25

December 11, 2017

VENDOR	AMOUNT	PURPOSE
Patrick Harris		Regular Board Meeting: \$100 12/11/17; [Special Meeting \$75 10/25/17 previously owed] Pre-Approved 4 Admin Days @ 11/13/17 BM {11/14 Mtg w/Mgmt \$100 ; County Board of Supervisor Public Meeting 11/21/17 \$100, 12/4 Ad-Hoc Lapsed Agreement \$100, 12/4 THG-CDBG \$100
Jason Grima	\$575.00	
Victor Ibarra	\$100.00	Regular Board Meeting: \$100 12/11/17, [Special Meeting Absent \$0 10/25/17]
Keith Baird	\$0.00	Regular Board Meeting: \$0 12/11/17 - [Special Meeting: \$0 10/25/17 - Absent]
Esteban Jaramillo	\$175.00	Regular Board Meeting: \$100 12/11/17, [Special Meeting \$75 10/25/17 to be paid at 12/11 BM]
Dennis H. Morita	\$175.00	Regular Board Meeting: \$100 12/11/17, [Special Meeting \$75 10/25/17 to be paid at 12/11 BM]
US Postal Service	\$1,290.00	Invoice 2140 10/1, 10/4, 10/5, 10/8, 10/9, 10/10, 10/11, 10/16, 10/20, 10/25, 10/31
John H Kemp, JHK Consulting	\$196.00	Four (4) rolls of stamps for Postal Service #December
Pamela R. Hammond	\$4,000.00	Invoice for Water/Waste Invoice Date 12/6/17: Water 11/10/17-12/9/2017 \$2000 , Waste 11/10/17-12/9/2017 \$2000
ATS Laboratories	\$687.50	Invoice 0005 12/6 Services 9/5, 11/7, 11/15-11/17, 11/17, 11/20-12/5, 11/20, 11/27, 11/29, 12/4, 12/5, 12/6
ATS Laboratories	\$4,106.00	9021 10/20 1186 , 19474 11/09 \$150 , 9068 11/13 \$1186 ., 19523 11/16 \$150 ., 19576 11/28 \$150 ., 19606 11/28 \$272 ., 19597 11/28 \$300 ., 19618 11/29 \$150 ., 19629 11/30 \$150 ., 19624 11/30 \$140 ., 19643 12/4 \$272 .,
A&R Construction	\$877.00	Inv 19549 11/27 \$195 , 19566 11/27 \$232.00 19598 11/28 150.00 19599 11/28 300.00
Brenntag	\$77,700.00	Invoice 1579 10/31/17 Job#2017-77 (TTHM removal water project) contract: \$253,000.00
California Special Districts Association	\$1,192.14	Invoice BPI 791433 Date 12/01/17 Customer #186694 (approved) sodium hypoc
Dig Alert	\$1,122.00	Member ID: 1838 2018 CSDA Membership Renewal
Empire CAT	\$14.95	Invoice 1120170647 Member Code: SEC01 (dig alert tickets) \$4.95 (monthly database maintenance fee) \$10.00
Ferguson Enterprises, INC	\$825.12	Proforma# 3084724 Client #2201753 11/29 (generator lost program)Water \$412.56 And Waste \$412.56
George Woo, CPA	\$174.57	Invoice 5356421 Customer#18142 (NOVEF) (Supplies)
Lowes	\$2,500.00	12/1/17 statement for Professional Services (2nd progress for audit of financial statements fical yr ended 6/30/17)
The Holt Group	\$304.29	Acct 9800 640995 1 (various tools, duplicate keys, staples, hooks)
The Holt Group	\$337.50	Invoice No 17-10-050 Re: Grant Assistance THG Project No. 1186-003 (services rendered for the month of October)
The Holt Group	\$727.50	Invoice No 17-11-051 Re: Service Area Plan THG Project No 1186.009P (services rendered for the month of October)
The Holt Group	\$27,000.00	Invoice No 17-10-014 Re: Professional Engineer Services for Water Pipeline Improvement Project
The Holt Group	\$5,000.00	Invoice No 17-10-006 Re: Water Treatment Plant TTHM Improvement project THG Project NO: 1189.007
IID	\$600.00	Account 3001108 Invoice Date 11/8/2017 Canal, Gate & Field (water)
Imperial County Air Pollution Control District	\$186.00	Permit#596 (open burn) issued 1/1/2018-12/31/2018
Imperial County Air Pollution Control District	\$186.00	Permit#3553 (combustion) issued 1/1/2018-12/31/2018
Imperial County Air Pollution Control District	\$186.00	Permit#3922 (Combustion) issue 1/1/2018-12/31/2018
Imperial County Air Pollution Control District	\$186.00	Permit#596 (open burn) issued 1/1/2018-12/31/2018

Union Bank	\$264.98	Account#8195 Statement 10/28-11/27 10/30, Seeley Mkt \$52.93 FUEL WWD, 11/14 Taylor Security Lock \$172, 11/19 Amazon \$22.28 Supplies: WWD, Late fee/int : \$17.77 WWD: Fees
Union Bank	\$296.29	Account#8203 Statement 10/28-11/27; 11/16 Lloyd Miller (The Desert Review) \$144 WWD-Advertising, [10/29 MyFax \$10, 11/6 Intuit Payroll \$51, 11/18 QB online \$65] Total \$126 WWD Dues/Subscriptions, Late fee/int : \$26.29 WWD: Fees
USA BlueBook	\$48.15	Invoice 358434 9/5/2017 Tubing Black Polyethylene
Verizon	\$1,676.01	Invoice 9797020563 10/27-11/26 (mifi, flip cell phones & smart phones, office internet)
State Water Resources Control Board	\$2,088.00	Invoice WD-0128191 Facility ID: 7SSO11515 annual permit fees sections
State Water Resources Control Board	\$2,791.00	Invoice WD-0126725 Facility ID: 7A130111013 annual permit fees
Sellers Petroleum	\$331.86	Reference # CL93523-in 11/30/17 (card total miles: 107.346)
State Compensation Insurance Fund	\$1,083.25	Policy 255086-17 premium 12/6-1/6/18
Sparkletts	\$220.41	Invoice 16774788 112617 Acct 7355809 5 gal bottles,
360 Business Products	\$320.96	Invoice OE-32462-1 11/8/17 \$40.24, OE-32338-1 11/3/17 \$280.72
Pryor Learning Solutions	\$249.00	Invoice 22971040 Miriam Rosales (understanding financial statements, date of training 12/18/17)
Pryor Learning Solutions	\$249.00	Invoice 22971041 Aaron Garcia (understanding financial statements, date of training 12/18/17)
NTU Technologies, Inc	\$11,417.00	Invoice 10088 P.o. No#11.8.2017pp (propac 9890, 1,500 gal. coagulant)
Gustavo Pantoja	\$6.98	Reimbursement 11/22 Purchase of rice to save electronic equipment at waste plant
Nancy Obeso	\$50.83	Reimbursement 11/14, 11/17, 11/28, 12/01, 12/05, trip t/bank & bookkeeper & Wal-Mart
Total	\$151,517.29	

RM Tires

\$504.92 Invoice 2408905 9/18 (Approved 9/11/2017 #20) Do not make check.

Above demands approved by the Board at the December 11, 2017

Patrick Harris, President of the Board

Administrative General Manager Secretary of the Board

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REGULAR MEETING

Date: November 13, 2017, MONDAY

Where: SCWD Office, 1898 W. Main Street, Seeley CA 92273

Time: 6:30 PM

1. Call to Order
 - a. Pledge of Allegiance

Pledge of Allegiance was led by Director Grima

- b. Quorum - Roll Call

Director 1	Jason Grima
Director 2	Victor Ibarra - Absent
Director 3	Keith Baird
Director 4	Patrick Harris
Director 5	Esteban Jaramillo Late 6:33

Also Present:

Admin General Mgr. /Secretary of the Board Miriam Rosales, Maintenance Manager Aaron Garcia, Assistant Maintenance Manager Gustavo Pantoja, General Counsel Dennis Morita, Chief Operator John Kemp. No other members of the public

2. Discussion of the Agenda
 - a. Items to be pulled from the Action Calendar.
 - b. Items to be pulled from the Discussion Calendar.
 - c. Emergency Items to be added.
 - d. Approval of the agenda.

Director Grima made a motion to approve the Agenda. Seconded by Director Baird. Discussion of the Board and Public followed. The motion carried with all members voting in the affirmative.

3. Board Member Reports / Announcements.

Item 12

PUBLIC COMMENT

This is the opportunity for the members of the public to address the board on any matter within the Board's jurisdiction. Any action taken as a result of public comment shall be limited to direction to staff. State your name for the record prior to providing your comments. Please address the board as a whole, through the chairman. Individuals will be given (3) minutes to address the board. Public comments will be limited to a maximum of 21 minutes. The public will be allowed to comment on specific items on the agenda after board discussion.

No Public Comments at this time

DISCUSSION CALENDAR

4. Engineer's Report: The Holt Group, Juny Marmolejo

Todd Richardson, reporting on progress of TTHM Water Improvement Project with contractors A&R Construction.

Water Distribution design progressing and moving on time to be submitted to SCWD, Friday, Nov 17, 2017 deadline. SCWD to submit to ICED

Director Grima made a motion to approve Engineer's Report. Seconded by Director Baird. Discussion of the Board and Public followed the motion carried with all members voting in the affirmative.

5. Secretary Report

- a. Financial Reports
- b. Miscellaneous/Correspondence
- c. Payroll summary

Director Harris made a motion to approve Secretary Report. Seconded by Director Jaramillo. Discussion of the Board and Public followed. The motion carried with all members voting in the affirmative.

6. Chief Operators Report

- a. Accomplished Tasks
- b. Water Treatment Plant Reports and Laboratory Results
- c. Waste Water Treatment Plant Reports and Laboratory
- d. Dumper Station
- e. Violations
- d. Sensus meter readers and programming

Director Grima made a motion to approve Operator's Report. Aaron Garcia gave his Accomplished Monthly Report. Seconded by Director Baird. Discussion of the Board and Public followed. The motion carried with all members voting in the affirmative.

CONSENT CALENDAR

Any consent item can be removed from the consent list by request of the board or any member of the public for consideration separately.

7. Demands (Accounts Payable)
8. Approval of Minutes: REGULAR MEETING **October 13, 2017**
SPECIAL MEETING **October 25, 2017**
9. Authorize 4 Administrative days for the President of the Board for the month of **November 2017**.
10. Approval of the purchase of Sodium Hypochlorite for Water Treatment Plant from Brenntag Co. for a total cost of **\$1,145.12** (tax and freight included).
11. Approval of purchase of routine office supplies (paper, stamps and cleaning supplies for office (envelopes, copy paper, toner for printers and copier, toilet paper, paper towels, eight rolls of postage stamps, cleaning liquid, trash liners/bags, dish soap, bathroom cleaner, disposable water/coffee cups) not to exceed **\$750.00** {Sparkllets drinking water service **\$47.10**} [**\$392** for stamps alone].

Director Grima made a motion to approve all items 7 through 11 under the consent calendar. Seconded by Director Baird. Discussion of the Board and Public followed. The motion carried with all members voting in the affirmative.

ACTION CALENDAR

12. Discussion/Action to approve Ad-Hoc committee for review of terms and conditions of lapsed agreement with the County, together with legal counsel, committee to dissolve after finalization of agreement.

Director Jaramillo made a motion to approve Ad-Hoc committee Directors Harris and Director Baird to form the committee. Seconded by Director Grima. Discussion of the Board and Public followed. The motion was carried with all members voting in the affirmative.

13. Discussion/Action to approve one of the following quotes for required annual inspection (and repair if needed) of four Seeley CWD owned backflow prevention devices. Costs associated with repairs

Quote A: Hector Orozco \$50/per device = \$200 total

Quote B: Manuel Sanchez \$150 total equivalent to \$37.50 per device

Quote C: Rod Gaddis \$65/per device = \$260 total

Quote D: Manuel Zamora \$50/per device = \$200 total

Director Baird made a motion to approve Quote B inspection for backflow. Seconded by Director Grima. Discussion of the Board and Public followed. The motion was carried with all members voting in the affirmative.

14. Discussion and possible action seeking board approval to pursue purchase of a new work truck or used truck, total amount of **\$8784.38**, received by insurance for totaled 2006 Chevy Colorado. A total of (3) truck options.

Option A: USED 2015 \$28,250 Toyota Tacoma Pre-Runner mileage 48,055

Option B: USED 2017 \$32,890 Chevy Silverado 1500 mileage 736

Option C: NEW 2017 \$N/A Chevy Silverado 1500 mileage 434

Director Harris made a motion to amend and approve the 2017 Chevy Colorado not included under the options, quote was received late. Seconded by Director Baird. Discussion of the Board and Public followed. The motion was taken to a roll call vote. The motion passed with all members voting in the affirmative. Ayes: Directors Grima, Jaramillo, Baird and Harris Noes- Absent: Director Ibarra

Director 1	Jason Grima	Yes
Director 2	Victor Ibarra	Absent
Director 3	Keith Baird	Yes
Director 4	Esteban Jaramillo	Yes
Director 5	Patrick Harris	Yes

15. Discussion/Action seeking pre-approval for General Manager, Miriam Rosales and Operations Manager Aaron Garcia to attend training "Understanding Financial Statements" for (1) day in San Diego, on December 18, 2017, total class fee of \$498, total roundtrip miles per employee 208 paid at \$.53.5 total \$222.56. Mileage and registration not to exceed in the amount of **\$720.56**

Director Grima made a motion to approve training. Seconded by Director Baird. Discussion of the Board and Public followed. The motion was carried with all members voting in the affirmative.

16. Discussion/Action seeking approval to arrange for an employee appreciation luncheon for the upcoming Christmas Holiday in December, and for General Manager Miriam Rosales, to purchase food and party favors. Total not to exceed in the amount of **\$500**

Director Baird made a motion to approve item 16. Seconded by Director Grima. Discussion of the Board and Public followed. The motion was carried with all members voting in the affirmative.

17. Discussion/Action proposal to seek approval for transportation and disposal of 1250 tons of dried bio solids, from Republic Services and Dispatch Transportation Quote A, or from Synagro Quote B.

QuoteA: Disposal at Republic landfill, approximately 52 truckloads by Dispatch Transportation. Total amount not to exceed in the amount of **\$61,000.00**

QuoteB: SYNAGRO to dispose a total of 1250 tons of dried bio-solids. Total not to exceed in the amount of **\$71,250.00**

Director Grima made a motion to table item 17 till February and has a report ready to present to the board. Seconded by Director Baird. Discussion of the Board and Public followed. The motion was carried with all members voting in the affirmative.

18. Discussion/Action to approve mileage reimbursement to Gustavo Pantoja for travel to and from Coachella Water Board Meeting total roundtrip miles 195 paid at \$ 53.5 cents, reason for NPDES Permit. Total reimbursement not to exceed in the amount of \$104.33
Director Jaramillo made a motion to approve reimbursement. Seconded by Director Grima. Discussion of the Board and Public followed. The motion carried with all members voting in the affirmative.

Board moves into closed session: 7:16pm

CLOSED SESSION:

19. Conference with Real Property Negotiators
Property: 1826 W. Park Street, and Parcel Number 051-192-001
Agency Negotiator: District Legal Counsel
Negotiating Parties: County of Imperial, Ms. Robin Hodgkin's Interim, and CEO.
Under Negotiation: Price and Terms of Lapsed Lease Agreement and related issues
20. Conference with Legal Counsel
Anticipated Litigation – Significant exposure to Litigation (54956.9(d) (2)
1 potential cases).
21. Conference with Legal Counsel –Anticipated Litigation
Initiation of litigation pursuant to paragraph (4) of subdivision (d) of Section
54956.9: (1) potential case.

OTHER ITEMS

Nothing to report out of closed session

Director Grima made a motion to adjourn. Seconded by Director Baird. Discussion of the Board and Public followed. Seconded by Director Baird. The motion carried with all members voting in the affirmative.

Meeting Adjourned at 7:35

Next regular meeting: MONDAY, December 11, 2017 at 6:30 P.M



Board President



Secretary

SEELEY COUNTY WATER DISTRICT

1898 West Main Street (P.O. Box 161) Seeley, CA 92273
Telephone: 760.352.6612 Facsimile: 760.352.0589



Board President: Patrick Harris

Board Members: Jason Grima, Victor Ibarra, Keith Baird, Esteban Jaramillo

December 11, 2017

RESOLUTION 12112017-1

RESOLUTION OF THE SEELEY COUNTY WATER DISTRICT CONFIRMING ACTION TAKEN BY THE BOARD OF DIRECTORS AT ITS MEETING OF OCTOBER 25, 2017

RECITALS

- A. Seeley County Water District ("District") is within the Seeley Colonia boundaries.
- B. District has an aging water delivery system, inadequate fire hydrant locations and dead-end pipelines which potentially contribute to violations of the District's potable water permit.
- C. In or about September 26, 2017, the County of Imperial has advised the District of a CDBG Colonias set aside grant that, if awarded, could address the conditions set forth herein.
- D. During its special meeting of October 25, 2017, the District authorized and approved an agreement "(Agreement)" for professional engineering services with the Holt Group for a water pipeline project ("Project"). It is understood that the Agreement is a required component of the grant application ("Application").

Now, therefore, be it resolved as follows:

- 1. This purpose of this resolution is to confirm, approve and ratify the action taken by the District on October 25, 2017, to approve the Agreement with the Holt Group for the Project.
- 2. District will provide any required documentation to the County of Imperial necessary for the submittal of a CDBG grant application for the Colonia set-aside.

Passed and adopted this 11th day of December , 2017, by the following vote:

Ayes: Directors _____ Nays: Directors _____

Absent: Directors _____

The undersigned Miriam Rosales, Secretary of the Board heretofore named, does hereby attest and certify that the foregoing is a true and full copy of a Resolution of the Governing Board of Directors adopted at a meeting on the date mentioned above, and that said resolution has not been altered, amended or repealed.

December 11, 2017

Date

Attest:

Miriam Rosales, Board Secretary

Board President, Patrick Harris

Board of Directors

Patrick Harris –President
Jason Grima, Member
Keith Baird, Member
Victor Ibarra, Member
Esteban Jaramillo, Member

District Seal

This institution is an equal opportunity provider and employer.

SEELEY COUNTY WATER DISTRICT
FINANCIAL STATEMENTS
WITH
INDEPENDENT AUDITOR'S REPORT

AS OF AND
FOR THE FISCAL YEAR ENDED
JUNE 30, 2017

DRAFT COPY
PRELIMINARY & TENTATIVE
FOR DISCUSSION PURPOSES ONLY

12/6/17

Item 17

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FOR DISCUSSION PURPOSES ONLY

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Seeley County Water District
Seeley, California

I have audited the accompanying financial statements of the Seeley County Water District (the "District") as of June 30, 2017 and the related notes to the financial statements, which collectively compromise the financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

My responsibility is to express an opinion on these financial statements based on my audit. I conducted the audit in accordance with auditing standards generally accepted in the United States of America and the State Controller's minimum audit requirements for California Special District. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly I express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

Opinion

In my opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Seeley County Water District as of June 30, 2017, and the changes in financial position and cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America as well as accounting systems prescribed by the State Controller's Office and state regulations governing special districts.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 3 through 7 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. I have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to my inquiries, the basic financial statements, and other knowledge I obtained during my audit of the basic financial statements. I do not express an opinion or provide any assurance on the information because the limited procedures do not provide me with sufficient evidence to express an opinion or provide any assurance.

Other Information

My audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the financial statements as a whole. The supplementary schedules on pages 21 through 24 are presented for purposes of additional analysis and is not a required part of the financial statements. The information is the responsibility of management and was derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In my opinion, the information is fairly stated, in all material respects, in relation to the financial statements taken as a whole.

February 15, 2017

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FOR DISCUSSION PURPOSES ONLY

SEELEY COUNTY WATER DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2017

DRAFT

The following section of the annual financial report of the Seeley County Water District (the District) includes an overview and analysis of the District's financial position and activities for the years ended June 30, 2017 and 2016. This discussion and analysis, as well as the basic financial statements which it accompanies, is the responsibility of the management of the District.

Introduction to the Basic Financial Statements

This annual report consists of a series of financial statements, prepared in accordance with generally accepted accounting principles; such report has been designed to improve the usefulness of the report to the primary users of these basic financial statements.

The District presents its basic financial statements using the economic resources measurement to focus and accrual basis of accounting. As a Business-Type Activity, the District's basic financial statements include a Statement of Net Assets; a Statement of Revenues, Expenses, and Changes in Net Assets; and a Statement of Cash Flows. Notes to the basic financial statements and this section support these statements. All sections must be considered together to obtain a complete understanding of the financial position and results of operations of the District.

Statements of Net Assets – The Statements of Net Assets include all assets and liabilities of the District, with the difference between the two reported as net assets. Assets and liabilities are reported at their book value, on an accrual basis, as of June 30, 2017, and 2016. These statements also identify major categories of restrictions on the District's net assets.

Statements of Revenues, Expenses, and Changes in Net Assets – The Statements of Revenues, Expenses, and Changes in Net Assets present the revenues earned and expenses incurred by the District during the years ended June 30, 2017, and 2016, on the accrual basis of accounting.

Statement of Cash Flows – The Statements of Cash Flows present the changes in the District's cash and investments for the years ended June 30, 2017 and 2016. Such statements are summarized by operating, capital, and noncapital financing and investing activities. The statements of cash flows have been prepared using the direct method of reporting cash flows and, therefore, present gross, rather than net amounts, for each respective year's activities.

SEELEY COUNTY WATER DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2017

DRAFT

Condensed Financial Position Information:

The following condensed financial information provided an overview of the District's financial position for the fiscal years ended June 30, 2017 and June 30, 2016.

	<u>2017</u>	<u>2016</u>
Assets:		
Utility plant, net	\$ 7,371,377	\$ 8,382,344
Other assets	<u>573,411</u>	<u>556,224</u>
Total assets	<u>\$ 7,944,788</u>	<u>\$ 8,938,568</u>
Liabilities:		
Long-term liabilities	\$ 193,791	\$ 216,014
Other liabilities	<u>112,062</u>	<u>47,881</u>
Total liabilities	<u>305,853</u>	<u>263,895</u>
Net position:		
Net Investment in Capital Assets	\$ 7,172,844	\$ 8,166,330
Restricted	3,400	3,400
Unrestricted	<u>462,691</u>	<u>504,943</u>
Total net position	<u>\$ 7,638,935</u>	<u>\$ 8,674,673</u>

(a) Net Position

Net position, the difference between assets and liabilities, decreased \$ 85,616 during the fiscal year ended June 30, 2017 and decreased \$ 150,238 for the fiscal year ended June 30, 2016.

(b) Utility Plant

Net utility plant, which is comprised of property, plant and equipment increased \$ 230,462, the amount of equipment and capital outlay for the year, and decreased \$ 291,307, the current year depreciation expense. In addition, a prior period of adjustment was recorded to remove construction in progress of \$ 950,122 that was abandoned (see Note 6). The net decrease in net utility plant was \$ 1,010,967. See Note 2 of Notes to Financial Statements for more detailed information regarding the District's property, plant and equipment.

SEELEY COUNTY WATER DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2017

DRAFT

(c) Other Assets

Other assets consists of cash, investments, and accounts receivable.

(d) Long-Term Liabilities

Long-term debt decreased \$ 22,223 due to scheduled repayment of notes payable and loan payable.

(e) Other Liabilities

Other liabilities consists of accounts payable, payroll taxes payable, accrued compensated absences payable, and customer deposits.

SEELEY COUNTY WATER DISTRICT
MANAGEMENT'S DISCUSSION ANALYSIS
June 30, 2017

DRAFT

Summary of Operations and Changes in Net Position

The District's net position during the fiscal year ended June 30, 2017 decreased \$ 85,616 and decreased \$ 150,238 during the fiscal year ended June 30, 2016. The tables below summarize the District's fiscal year 2017 and 2016 activity:

	<u>2017</u>	<u>2016</u>
Operating revenues:		
Charges for services	\$ <u>906,959</u>	\$ <u>844,366</u>
Operating expenses:		
Operation and maintenance	697,715	720,350
Depreciation	<u>291,307</u>	<u>272,130</u>
Total operating expenses	<u>989,022</u>	<u>992,480</u>
Operating income (loss)	<u>(82,063)</u>	<u>(148,114)</u>
Non-operating revenues (expenses):		
Interest income	1,475	3,449
Property taxes	2,405	2,397
Interest expense	<u>(7,433)</u>	<u>(7,970)</u>
Total non-operating revenues (expenses)	<u>(3,553)</u>	<u>(2,124)</u>
Increase (decrease) in net position	(85,616)	(150,238)
Total net position, beginning of year, as previously reported	<u>8,674,673</u>	<u>8,824,911</u>
Prior Period Adjustment (Note 6)	(950,122)	-0-
Total net position, beginning of year - restated	<u>7,724,551</u>	<u>-0-</u>
Total net position, end of year	<u>\$7,638,935</u>	<u>\$ 8,674,673</u>

SEELEY COUNTY WATER DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2017

DRAFT

(a) Operating Revenues

In fiscal year 2017 operating revenues increased 7%.

(b) Operating Expenses

Operating expenses consists of salaries, administrative expenses and operations and maintenance costs. During the year, operating expenses (including depreciation) decreased \$ 3,458. There was an increase in wages paid during the current fiscal year.

(c) Non-operating Revenues and Expenses

Non-operating revenues and expenses consist of interest income, property taxes, and interest expense.

Utility Plant and Debt Administration

(a) Utility Plant: Net utility plant is comprised of the water treatment plant, the wastewater treatment plant, land and buildings. Equipment consists of vehicles, tools and equipment, office furniture, and computer equipment.

(b) Long-Term Debt: See Note 4 of notes to financial statements for more detailed information regarding the District's long-term debt.

Request for information

This financial report is designed to provide a general overview of the Seeley County Water District's finances for all those with an interest in districts finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Office Manager, Seeley County Water District, 1898 W. Main St., Seeley, California 92273.

SEELEY COUNTY WATER DISTRICT
STATEMENT OF NET POSITION
As of June 30, 2017

DRAFT

ASSETS

Current Assets:

Cash	\$ 472,686
Accounts receivable, net of allowance for uncollectible	81,591
Stock - Principal Financial Group	15,734

Total current assets 570,011

Cash restricted for debt service, USDA 3,400

Capital Assets

Capital Assets, Not being depreciated	186,470
Capital assets, Net of Depreciation	7,184,907

Total 7,371,377

Total Assets \$ 7,944,788

LIABILITIES AND NET POSITION

Current Liabilities:

Accounts payable	\$ 64,348
Customer deposits	26,398
Compensated absences	16,574
Current portion of long-term debt	4,742

Total current liabilities 112,062

Long-term debt:

Note payable- USDA	36,764
Note payable- USDA	161,769
Less: current portion	(4,742)

Total long-term debt 193,791

Total Liabilities 305,853

Net position:

Net Investment in Capital Assets	7,172,844
Restricted for debt service, USDA	3,400
Unrestricted	462,691

Total Net Position \$ 7,638,935

The accompanying notes are an integral part of these financial statements.

DRAFT

SEELEY COUNTY WATER DISTRICT
STATEMENT OF REVENUES AND EXPENSES
For The Year Ended June 30, 2017

Operating Revenues:

Charges for services	\$ 907,128
----------------------	------------

Operating Expenses:

Admin - other	38
Advertising	4,685
Alert Service Expense	39
Bad Debts	15,200
Bank Charges	1,284
Business Insurance	15,041
Contract Labor	4,484
Depreciation	291,307
Director Fees	7,900
Dues & Subscriptions	9,276
Employee Insurance	27,607
Employee Relations	276
Fees - Permits/Certifications/Fines	13,011
Fuel	6,393
General Fund Expenses	6,219
Lab Testing	41,727
Legal & Professional Fees	42,670
Miscellaneous	500
Office Expense	3,895
Other Expense	376
Payroll Expense	222,735
Permits Fees - Burn/Air Pollution	183
Postage & Freight	3,344
Professional & Special Services	60,287
Repair & Maintenance	37,140
Source - Purchased Water	1,160
Supplies	50,035
Telephone Expense	7,466
Transport & Travel	497
Tuition	1,132
Uniforms	6,128
Utilities	90,582
Vacation & Sick Pay Expense	16,574

Total operating expenses	989,191
--------------------------	---------

Operating income (loss)	(82,063)
-------------------------	----------

Non-operating revenues (expenses):

Property taxes	2,405
Interest income	1,475
Interest expense	(7,433)

Total non-operating revenues (expenses)	(3,553)
---	---------

Increase (decrease) in net position	\$ (85,616)
-------------------------------------	-------------

The accompanying notes are an integral part of these statements.

SEELEY COUNTY WATER DISTRICT
STATEMENT OF CHANGES IN NET POSITION
For The Year Ended June 30, 2017

DRAFT

Balance, beginning of year - as previously reported	\$ 8,674,673
Prior year adjustment (Note 6)	<u>(950,122)</u>
Balance, beginning of year - restated	7,724,551
Increase (decrease) in net position	<u>(85,616)</u>
Balance, end of year	<u><u>\$ 7,638,935</u></u>

The accompanying notes are an integral part of these financial statements.

SEELEY COUNTY WATER DISTRICT
Statement of Cash Flows
For The Fiscal Year Ended June 30, 2017

DRAFT

Cash flows from operating activities:

Cash received from customers and users	938,721
Cash paid to employees for services	(222,735)
Cash paid to suppliers of goods and services	<u>(418,710)</u>
Net cash provided (used) by operating activities	<u>297,276</u>

Cash flows from non capital financing activities:

Cash received from property taxes	<u>2,405</u>
Net cash provided (used) by non-capital financing activities	<u>2,405</u>

Cash flows from capital and related financing activities:

Acquisition of capital assets	(230,462)
Principal paid on debt	(17,481)
Interest paid on debt	<u>(7,433)</u>
Net cash provided (used) by capital and related financing activities	<u>(255,376)</u>

Cash flows from investing activities:

Interest Income	<u>1,475</u>
Net increase (decrease) in cash and cash equivalents	45,780
Cash at beginning of year	<u>430,306</u>
Cash at end of year	<u>\$ 476,086</u>

Reconciliation of operating income to
Net cash from operating activities

Operating income (loss)	<u>\$ (82,063)</u>
Adjustments to reconcile net loss to net cash used in operating activities:	
Depreciation	291,307
Increase in accounts receivable	28,593
Increase/(decrease) in accounts payable	39,865
Increase/(decrease) in customer deposits	3,000
Increase in compensated absences payable	<u>16,574</u>
Total adjustments	<u>379,339</u>
Net cash used in operating activities	<u>\$ 297,276</u>

The accompanying notes are an integral part of these financial statements.

SEELEY COUNTY WATER DISTRICT
NOTES TO FINANCIAL STATEMENTS
June 30, 2017

DRAFT

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Organization – The Seeley County Water District (the "District") was formed on July 28, 1960 under the State of California Water Code.

The District is governed by a Board of Directors consisting of five members who are elected or appointed for four year terms. The District is responsible for providing water and sewer services within its geographic boundaries.

The financial statements consist only of the funds of the District. The District has no oversight responsibility for any other governmental entity since no other entities are considered to be controlled or dependent on the District.

1. Measurement Focus, Basis of Accounting and Financial Statements Presentation:

"Measurement focus" is a term used to describe which transactions are recorded within the various financial statements. "Basis of accounting" refers to when transaction are recorded regardless of the measurement focus applied. The accompanying financial statements are reported using the "economic resources measurement focus," and the "accrual basis of accounting." Accordingly, all assets and liabilities (whether current or noncurrent) are included on the Statements of Net Position. The Statements of Revenues, Expenses, and Changes in Net Position present increases (revenues) and decreases (expenses) in total net position. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows.

Operating revenues, such as water and wastewater service charges, result from exchange transactions associated with the principal activity of the District. Exchange transactions are those in which each party receives and gives up essentially equal values. Nonoperating revenues, such as grant funding and investment income, result from non-exchange transactions, in which, the District gives (receives) value without directly receiving (giving) value in exchange.

The District reports its activities as an enterprise fund, which is used to account for operations that are financed and operated in a manner similar to a private business enterprise, where the intent of the District is that the costs of providing water services to its customers on a continuing basis be financed or recovered

SEELEY COUNTY WATER DISTRICT
NOTES TO FINANCIAL STATEMENTS (Continued)
June 30, 2017

DRAFT

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

primarily through user charges (water and wastewater service charges), capital grants and similar funding.

The basic financial statements of the Seeley County Water District have been prepared in conformity with accounting principles generally accepted in the United States of America. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for governmental accounting financial reporting purposes.

Net Position of the District is classified into three components: (1) net investment in capital assets, (2) restricted net position, and (3) unrestricted net position. These classifications are defined as follows:

Net Investment in Capital Assets

This component of Net Position consists of capital assets, net of accumulated depreciation and reduced by the outstanding balances of notes or borrowing that are attributable to the acquisition of the asset, construction, or improvement of those assets. If there are significant unspent related debt proceeds at year-end, the portion of the debt attributable to the unspent proceeds are not included in the calculation of net investment in capital assets.

Restricted Net Position

This component of Net Position consists of Net Position with constrained use through external constraints imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments or constraints imposed by law through constitutional provisions or enabling legislation.

Unrestricted Net Position

This component of Net Position consists of Net Position that does not meet the definition of "net investment in capital assets" or "restricted Net Position".

When both restricted and unrestricted resources are available for use, it is the District's practice to use restricted resources first, then unrestricted resources as they are needed.

SEELEY COUNTY WATER DISTRICT
NOTES TO FINANCIAL STATEMENTS (Continued)
June 30, 2017

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Deferred Outflows / Inflows of Resources

In addition to assets, the Statements of Net Position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of Net Position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The District does not have any type of these items as of June 30, 2017.

In addition to liabilities, the Statements of Net Position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and will not be recognized as an inflow of resources (revenue) until that time. The District does not have any type of these items as of June 30, 2017.

Accounts Receivable:

The District has made no provision for uncollectible receivables as all accounts are considered to be collectible as of June 30, 2017.

Restricted Assets:

Certain assets of the District are restricted in use by debt covenant and, accordingly are shown as restricted assets on the accompanying Statements of Net Position. The District used restricted resources, prior to using unrestricted resources, to pay expenditures meeting the criteria imposed on the use of restricted resources by a third party.

Capital Assets:

Capital assets acquired and /or constructed are capitalized at historical cost. District policy has set the capitalization threshold for reporting capital assets at \$ 500 if they have an expected useful life of more than one year. Donated assets are recorded at estimated fair market value at the date of donation. Upon retirement or other disposition of capital assets, the cost and related accumulated depreciation are removed from the respective balances and any gains or losses are recognized. Depreciation is recorded on a straight-line basis over the estimated useful lives of the assets as follows:

Buildings	30 years
Tools and Equipment	5 to 7 years

SEELEY COUNTY WATER DISTRICT
NOTES TO FINANCIAL STATEMENTS (Continued)
June 30, 2017

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Property Taxes:

Property tax in California is levied in accordance with Article XIII A of the State Constitution at one percent of county-wide assessed valuations. This one percent is allocated pursuant to state law to the appropriate units of local government. The District's property tax calendar for the fiscal year ended June 30, 2017, was as follows:

Lien date	January 1
Levy date	July 1
Due date:	
First installment	November 1
Second installment	February 1
Delinquent date:	
First installment	December 10
Second installment	April 10

Budgetary Policies:

The District adopts an annual budget for planning, control, and evaluation purposes. Budgetary control and evaluation are affected by comparisons of actual revenues and expenses with planned revenues and expenses for the period.

Budget – The District prepares and adopts a budget each year.

Cash and Cash Equivalents:

For the purposes of the statement of cash flows, cash and cash equivalents have been defined as demand deposits.

Income Taxes:

The District is a political subdivision of the State of California and, as such, is exempt from federal and state income taxes.

Use of Estimates:

In preparing financial statements in conformity with U.S. generally accepted accounting principles, management is required to make estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amount of revenues and expenses during the reporting period. Actual results could differ from those estimates. These estimates include useful lives of property, plant and equipment for depreciation purposes.

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SEELEY COUNTY WATER DISTRICT
NOTES TO FINANCIAL STATEMENTS (Continued)
June 30, 2017

NOTE 2: PROPERTY PLANT AND EQUIPMENT

The following are the components of property, plant and equipment:

	Balance as of July 1, 2016	Additions (Retirements)	Prior Period Adjustment (Note 6)	Balance as of June 30, 2017
WATER FUND:				
Non-depreciable Assets:				
Land	\$ 125,347	\$ -0-	\$ -0-	\$ 125,347
Depreciable Assets:				
Equipment	\$ 202,878	\$ 151,031	\$ -0-	\$ 353,707
Improvements	49,677	-0-	-0-	49,677
Office Equipment	9,260	-0-	-0-	9,260
Water Plant	2,947,885	-0-	-0-	2,947,885
Vehicles	70,144	-0-	-0-	70,144
Water System improvements	3,707,748	-0-	-0-	3,707,748
Other	4,519	-0-	-0-	4,519
Total Water Fund	\$ 6,892,909	\$ 151,031	\$ -0-	\$ 7,143,940
Less accumulated depreciation	(2,016,923)	(185,536)	-0-	(2,202,459)
Total Depreciable Assets, Net	4,975,986	(34,505)	-0-	4,941,481
Total Capital Assets, Net	\$ 5,101,333	\$ (34,505)	\$ -0-	\$ 5,066,828
SEWER FUND:				
Non-depreciable Assets:				
Construction in progress	\$ 950,122	\$ 61,123	\$ (950,122)	\$ 61,123
Depreciable Assets:				
Structures and Improvements	8,643	-0-	-0-	8,643
Other	25,221	-0-	-0-	25,221
Office Equipment	8,092	-0-	-0-	8,092
Sewer Plant	1,449,336	-0-	-0-	1,449,336
Equipment	164,695	18,308	-0-	183,003
Vehicles	36,678	-0-	-0-	36,678
Lift Station	1,239,289	-0-	-0-	1,239,289
Pond Liner Project	681,421	-0-	-0-	681,421
Total Sewer Fund	\$ 3,613,375	\$ 18,308	\$ -0-	\$ 3,631,683
Less accumulated depreciation	(1,282,486)	(105,771)	-0-	(1,388,257)
Total Depreciable Assets, Net	2,330,889	(87,463)	-0-	2,243,426
Total Capital Assets, Net	\$ 3,281,011	\$ (26,340)	\$ (950,122)	\$ 2,304,549
GENERAL FUND:				
Other	48,077	-0-	-0-	48,077
Less accumulated depreciation	(48,077)	-0-	-0-	(48,077)
Total Depreciable Assets, Net	-0-	-0-	-0-	-0-
Total Depreciable Assets	10,654,381	169,339	-0-	10,823,700
Less accumulated depreciation	(3,347,486)	(291,307)	-0-	(3,638,793)
Total Depreciable Assets, Net	7,306,875	(121,968)	-0-	7,184,907
Total Capital Assets, Net	\$ 8,382,344	\$ (60,845)	\$ (950,122)	\$ 7,371,377

SEELEY COUNTY WATER DISTRICT
NOTES TO FINANCIAL STATEMENTS (Continued)
June 30, 2017

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NOTE 3: CASH

The District's cash deposits as of June 30, 2017 were either entirely insured by appropriate federal depository insurance or collateralized with collateral held by the pledging financial institution's trust department or agent in the District's name in accordance with provisions of the California Government Code. The carrying amount, and bank balance of the District's deposits at June 30, 2017 is as follows:

	<u>Carrying Amount</u>	<u>Bank Balance</u>
Insured	\$ 475,586	\$ 486,536
Collateralized	<u>-0-</u>	<u>-0-</u>
Total cash deposits	<u>\$ 475,586</u>	<u>\$ 486,536</u>

Investments are categorized by the level of custodial risk assumed by the District. The risk categories are defined as follows:

Category 1: includes investments that are insured or registered or for which the securities are held by the District or its agent in the District's name. As of June 30, 2017 the balance of funds in this category was \$ 475,586.

Category 2: includes uninsured and unregistered investments for which the securities are held by the counterparty's trust department or agent in the District's name.

Category 3: includes uninsured or unregistered investments for which the securities are held by the counterparty, or by its trust department or agent, but not in the District's name.

A summary of cash balances as of June 30, 2017 is as follows:

Cash in bank	\$ 475,586
Petty Cash	<u>500</u>
Total Cash	<u>\$ 476,086</u>
Cash	\$ 472,686
Restricted cash	<u>3,400</u>
Total Cash	<u>\$ 476,086</u>

SEELEY COUNTY WATER DISTRICT
NOTES TO FINANCIAL STATEMENTS
June 30, 2017

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NOTE 4: NOTES PAYABLE

	<u>Current Portion</u>	<u>Long-Term Portion</u>	<u>Total</u>
Loan payable to the United States Department of Agriculture, secured by the district's levy and collection of assessments or use charges as may be necessary to operate and maintain the plant and meet the payments, payable in annual payments of \$ 2,354 including interest at adjusted rate of 4.375% per annum on the unpaid balance. The original amount of the loan was \$ 44,100. The loan matures on May 6, 2044.	<u>\$ 746</u>	<u>\$ 36,018</u>	<u>\$ 36,764</u>

Principal payments due on loan payable for fiscal years ending June 30 are as follows:

<u>Year ending June 30,</u>	<u>Principal Amount</u>	<u>Interest Amount</u>	<u>Total Debt Service</u>
2018	\$ 746	\$ 1,608	\$ 2,354
2019	778	1,576	2,354
2020	812	1,542	2,354
2021	849	1,505	2,354
2022	885	1,469	2,354
2023-2027	5,040	6,730	11,770
2028-2032	6,244	5,526	11,770
2033-2037	7,735	4,035	11,770
2038-2042	9,581	2,189	11,770
2043-2044	<u>4,094</u>	<u>263</u>	<u>4,357</u>
Total	<u>\$ 36,764</u>	<u>\$ 26,443</u>	<u>\$ 63,207</u>

SEELEY COUNTY WATER DISTRICT
NOTES TO FINANCIAL STATEMENTS
June 30, 2017

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NOTE 4: NOTES PAYABLE (continued)

	<u>Current Portion</u>	<u>Long-Term Portion</u>	<u>Total</u>
Loan payable to the United States Department of Agriculture, secured by the district's levy and collection of assessments or use charges as may be necessary to operate and maintain the plant and meet the payments, payable in annual payments of \$ 8,040 including interest of 2.5% per annum on the unpaid balance. The original amount of the loan was \$ 200,000.			
The loan matures on June 16, 2046.	<u>\$ 3,996</u>	<u>\$ 157,773</u>	<u>\$ 161,769</u>

Principal payments due on loan payable for fiscal years ending June 30 are as follows:

<u>Year ending June 30,</u>	<u>Principal Amount</u>	<u>Interest Amount</u>	<u>Total Debt Service</u>
2018	\$ 3,996	\$ 4,044	\$ 8,040
2019	4,096	3,944	8,040
2020	4,198	3,842	8,040
2021	4,303	3,737	8,040
2022	4,411	3,629	8,040
2023-2027	23,763	16,437	40,200
2028-2032	26,886	13,314	40,200
2033-2037	30,419	9,781	40,200
2038-2042	34,416	5,784	40,200
2043-2046	<u>25,281</u>	<u>6,879</u>	<u>32,160</u>
Total	<u>\$ 161,769</u>	<u>\$ 71,391</u>	<u>\$ 233,160</u>

SEELEY COUNTY WATER DISTRICT
NOTES TO FINANCIAL STATEMENTS
June 30, 2017

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NOTE 4: NOTES PAYABLE (continued)

The combined aggregate maturity of all long-term debt obligations is detailed as of June 30, 2017 by fiscal year of maturity as follows:

Year ending June 30,	Combined		
	Principal Amount	Interest Amount	Total Debt Service
2018	\$ 4,742	\$ 5,652	\$ 10,394
2019	4,874	5,520	10,394
2020	5,010	5,384	10,394
2021	5,152	5,242	10,394
2022	5,296	5,098	10,394
2023-2027	28,803	23,167	51,970
2028-2032	33,130	18,840	51,970
2033-2037	38,154	13,816	51,970
2038-2042	43,997	7,973	51,970
2043-2046	<u>29,375</u>	<u>7,142</u>	<u>36,517</u>
Total	<u>\$ 198,533</u>	<u>\$ 97,834</u>	<u>\$ 296,367</u>

A summary of the District's Long-Term debt is as follows:

	Balance June 30, 2016	Additions	Retirements	Balance June 30, 2017
Loan Payable - USDA	\$ 37,478	\$ -0-	\$ (714)	\$ 36,764
Loan Payable - USDA	165,667	-0-	(3,898)	161,769
Note Payable - Smith Family	<u>12,869</u>	<u>-0-</u>	<u>(12,869)</u>	<u>-0-</u>
	<u>\$ 216,014</u>	<u>\$ -0-</u>	<u>\$ (17,481)</u>	<u>\$ 198,533</u>

NOTE 5. COMPENSATED ABSENCES

Upon completion of twelve calendar months of continuous service, all salaried employees who work on a full time basis are granted vacation time of ten days per year. The District records and includes vacation & sick time expense in the period it is accumulated. As of June 30, 2017, the amount of vacation & sick time expense which has been accumulated but not used was \$ 16,574.

NOTE 6. PRIOR PERIOD ADJUSTMENT

A prior period of adjustment was recorded in the sewer fund in order to remove construction in progress of \$ 950,122 that was abandoned several years ago.

SUPPLEMENTARY INFORMATION

SEELEY COUNTY WATER DISTRICT
STATEMENT OF NET POSITION -WATER FUND AND WASTEWATER FUND
As of June 30, 2017

DRAFT

ASSETS

	Water Fund	Wastewater Fund Sewer Fund	Dumper Fund
Current Assets:			
Cash in bank	\$ (113,890)	\$ 523,859	\$ 106,596
Accounts receivable, net of allowance for uncollectible	16,318	48,955	16,318
Stock Investment	7,867	7,867	-0-
Total current assets	(89,705)	580,681	122,914
Cash in bank, restricted for debt service	400	3,000	-0-
Capital assets, not being depreciated	125,347	61,123	-0-
Capital Assets, Net of Accumulated Depreciation	4,941,481	2,243,426	-0-
Total Capital Assets	5,066,828	2,304,549	-0-
Total Assets	<u>\$ 4,977,523</u>	<u>\$ 2,888,230</u>	<u>\$ 122,914</u>
<u>LIABILITIES AND NET POSITION</u>			
Current Liabilities:			
Accounts payable	\$ 12,870	\$ 38,608	\$ 12,870
Customer deposits	26,398	-0-	-0-
Compensated absences	3,315	9,944	3,315
Current portion of long-term debt	3,996	746	-0-
Total current liabilities	46,579	49,298	16,185
Long-term debt:			
Loans payable, net of current portion	157,773	36,018	-0-
Total long-term debt	157,773	36,018	-0-
Total Liabilities	<u>204,352</u>	<u>85,316</u>	<u>16,185</u>
Net position:			
Net Investment in Capital Assets	4,905,059	2,267,785	-0-
Restricted	400	3,000	-0-
Unrestricted	(132,288)	532,129	106,729
Total Net Position	<u>\$ 4,773,171</u>	<u>\$ 2,802,914</u>	<u>\$ 106,729</u>

The accompanying independent auditor's report regarding this supplementary schedule.

SEELEY COUNTY WATER DISTRICT
STATEMENT OF REVENUES AND EXPENDITURES BY FUND
For The Year Ended June 30, 2017

DRAFT

	General Fund	Water Fund	Wastewater Fund		Combined
			Sewer Fund	Dumper Fund	
Operating Revenues:					
Charges for services	\$ 1,092	\$ 367,932	\$ 420,205	\$ 117,899	\$ 907,128
Operating Expenses:					
Admin - other	38	-0-	-0-	-0-	38
Advertising	-0-	1,899	2,689	97	4,685
Alert Service Expense	-0-	22	13	3	39
Bad Debts	-0-	6,080	9,120	-0-	15,200
Bank Charges	450	242	348	244	1,284
Business Insurance	-0-	5,124	7,686	2,230	15,041
Contract Labor	-0-	1,593	2,722	169	4,484
Depreciation	-0-	185,536	105,771	-0-	291,307
Director Fees	-0-	3,006	4,334	560	7,900
Dues & Subscriptions	-0-	3,512	5,208	557	9,276
Employee Insurance	-0-	10,978	15,495	1,134	27,607
Employee Relations	-0-	110	166	-0-	276
Fees - Permits/Certifications/Fines	-0-	8,667	4,344	-0-	13,011
Fuel	-0-	2,605	3,282	506	6,393
General Fund Expenses	4,647	712	854	6	6,219
Lab Testing	-0-	6,709	35,018	-0-	41,727
Legal & Professional Fees	-0-	20,597	20,583	1,491	42,670
Miscellaneous	-0-	500	-0-	-0-	500
Office Expense	3,306	249	330	10	3,895
Other Expense	-0-	376	-0-	-0-	376
Payroll Expense	-0-	89,094	133,641	-0-	222,735
Permits Fees - Burn/Air Pollution	-0-	73	110	-0-	183
Postage & Freight	-0-	1,332	1,882	129	3,344
Professional & Special Services	-0-	28,952	29,841	1,493	60,287
Repair & Maintenance	-0-	29,678	6,569	893	37,140
Source - Purchased Water	-0-	1,160	-0-	-0-	1,160
Supplies	-0-	35,903	13,183	949	50,035
Telephone Expense	-0-	2,675	4,500	291	7,466
Transport & Travel	-0-	185	258	53	497
Tuition	-0-	561	493	78	1,132
Uncategorized Expenses	-0-	583	(583)	-0-	-0-
Uniforms	-0-	2,482	3,346	301	6,128
Utilities	561	49,221	40,735	66	90,582
Vacation & Sick Pay Expense	-0-	6,630	9,944	-0-	16,574
Total operating expenses	9,003	507,047	461,879	11,262	989,191
Operating income (loss)	(7,911)	(139,115)	(41,674)	106,637	(82,063)
Non-operating revenues (expenses):					
Property taxes	2,405	-0-	-0-	-0-	2,405
Interest revenue	1,378	-0-	-0-	97	1,475
Interest expense	(10)	(5,515)	(1,903)	(5)	(7,433)
Total non-operating revenues (expenses)	3,773	(5,515)	(1,903)	92	(3,553)
Change in net position - Increase (decrease)	\$ (4,138)	\$ (144,630)	\$ (43,577)	\$ 106,729	\$ (85,616)

The accompanying independent auditor's report regarding this supplementary schedule.

SEELEY COUNTY WATER DISTRICT
STATEMENT OF REVENUES AND EXPENDITURES BY FUND
For The Year Ended June 30, 2017

DRAFT

	General Fund	Water Fund	Wastewater Fund		Combined
			Sewer Fund	Dumper Fund	
Net Position, as previously reported	(39,741)	4,917,801	3,796,613	-0-	8,674,673
Prior Period Adjustment (Note 6)	<u>-0-</u>	<u>-0-</u>	<u>(950,122)</u>	<u>-0-</u>	<u>(950,122)</u>
Net Position - Restated	<u>(39,741)</u>	<u>4,917,801</u>	<u>2,846,491</u>	<u>-0-</u>	<u>7,724,551</u>
Net Position, End of Year	<u>\$ (43,879)</u>	<u>\$ 4,773,171</u>	<u>\$ 2,802,914</u>	<u>\$ 106,729</u>	<u>\$ 7,638,935</u>

The accompanying independent auditor's report regarding this supplementary schedule.

SEELEY COUNTY WATER DISTRICT
STATEMENT OF CASH FLOWS - BY FUND
For The Year Ended June 30, 2017

DRAFT

	General Fund	Water Fund	Wastewater Fund		
			Sewer Fund	Dumper Fund	Combined
Cash flows from operating activities:					
Cash received from customers and users	\$ 1,092	\$ 398,688	\$ 437,360	\$ 101,581	\$ 938,721
Cash paid to employees for services	-	(89,094)	(133,641)	-0-	(222,735)
Cash paid to suppliers of goods and services	(9,003)	(226,025)	(188,605)	4,923	(418,710)
Net cash provided (used) by operating activities	(7,911)	83,569	115,114	106,504	297,276
Cash flows from non capital financing activities:					
Cash received from property taxes	2,405	-0-	-0-	-0-	2,405
Net cash provided (used) by non-capital financing activities	2,405	-0-	-0-	-0-	2,405
Cash flows from capital and related financing activities:					
Acquisition of capital assets	-0-	(151,031)	(79,431)	-0-	(230,462)
Principal paid on debt	-0-	(16,767)	(714)	-0-	(17,481)
Interest paid on debt	(10)	(5,515)	(1,903)	(5)	(7,433)
Net cash provided (used) by capital and related financing activities	(10)	(173,313)	(82,048)	(5)	(255,376)
Cash flows from investing activities:					
Interest Income	1,378	-0-	-0-	97	1,475
Net increase (decrease) in cash and cash equivalents	(4,138)	(89,744)	33,066	106,596	45,780
Cash at beginning of year	(39,741)	(23,746)	493,793	-0-	430,306
Cash at end of year	<u>\$ (43,879)</u>	<u>\$ (113,490)</u>	<u>\$ 526,859</u>	<u>\$ 106,596</u>	<u>\$ 476,086</u>