

# POMONA-WALNUT-ROWLAND JOINT WATER LINE COMMISSION

## AGENDA FOR REGULAR QUARTERLY MEETING Thursday, October 13, 2022, 4:00 PM

Pursuant to the provisions of Government Code Section 54953(e), as amended by AB 361, any Commissioner and any member of the public who desires to participate in the open session items of this meeting may do so by accessing the Webex link below without otherwise complying with the Brown Act's teleconference requirements.

<https://walnutvalley.webex.com/join/bmeeting>  
(Computer and Telephone Audio Accessible)

Any member of the public wishing to make any comments to the Commission may do so by accessing the above-referenced link where they may select the option to join via webcam or teleconference. The meeting Chair will acknowledge such individual(s) at the appropriate time in the meeting prior to making his or her comment. Members of the public will be disconnected from the meeting prior to the Closed Session.

*NOTE: To comply with the Americans with Disabilities Act, if you need special assistance to participate in any Commission meeting, please contact the Administrative Officer's office at least 4 hours prior to a Commission meeting to inform the Agency of your needs and to determine if accommodation is feasible. Each item on the agenda shall be deemed to include any appropriate motion, resolution, or ordinance, to take action on any item.*

The agenda packet is available for public review at <https://www.wvwd.com/pomona-walnut-rowland-joint-water-line/>.

1. Flag Salute

2. Roll Call: Ms. Kwong \_\_\_\_\_ Mr. Preciado \_\_\_\_\_ Mr. Lima \_\_\_\_\_  
Mr. Hilden \_\_\_\_\_ Mr. Nolte \_\_\_\_\_ Mr. Bellah \_\_\_\_\_

3. Public Comment

At this time, the public shall have an opportunity to comment on any non-agenda item relevant to the jurisdiction of the Commission. Reasonable time limits on each topic and on each speaker are imposed in accordance with Commission policy.

4. Late Business, if any

No action shall be taken on any items not appearing on the posted Agenda except upon a determination by a majority of the Commission that an emergency situation exists, or upon a determination by a two-thirds vote of the Commission that there is a need to take immediate action and that the need to take action arose after the posting of the Agenda.

5. [Consider Adoption of Resolution No. 112 - Authorizing Remote Teleconference Meetings for the Period of October 13, 2022 to November 11, 2022](#)

Monk

A. Discussion

B. Action Taken

- |  |                  |        |
|--|------------------|--------|
| 6. <a href="#">Adopt Final Audit</a>   |                  | Malner |
| A. Discussion  | B. Action Taken  |        |
| 7. <a href="#">Approval of Minutes for Meeting Held June 9, 2022</a>   |                  | Monk   |
| A. Discussion  | B. Action Taken  |        |
| 8. <a href="#">Biennial Review of Conflict of Interest Code</a>  |                  | Monk   |
| A. Discussion  | B. Action Taken  |        |
| 9. <a href="#">Consider Adoption of Resolution No. 113 Establishing Volunteer Personnel Coverage Under Workers' Compensation</a> |                  | Monk   |
| A. Discussion  | B. Action Taken  |        |
| 10. <a href="#">2023 Calendar/Meeting Schedule</a>   |                  | Monk   |
| A. Discussion  | B. Action Taken  |        |
| 11. <a href="#">Approval of Warrants and Charges Paid June 2022 through September 2022</a>                                       |                  | Malner |
| A. Discussion  | B. Action Taken  |        |
| 12. Communications   |                  | Monk   |
| 13. Approval of Financial Reports  |                  | Malner |
| A. <a href="#">Balance Sheet ending June 30, 2022</a>  |                  |        |
| B. <a href="#">Statement of Income &amp; Expenses for the Period Ending June 30, 2022</a>  |                  |        |
| C. <a href="#">Investment Report for the Period Ending May - August 2022</a>   |                  |        |
| (1) Discussion   | (2) Action Taken |        |
| 14. Three Valleys Municipal Water District   |                  | Monk   |
| 15. Administrative Report  |                  | Monk   |
| 16. <a href="#">Operations Report</a>  |                  | Monk   |
| 17. <a href="#">Water Use Reports for May through August 2022</a>  |                  | Malner |
| A. Discussion  | B. Action Taken  |        |
| 18. Commissioners Questions and Comments   |                  |        |
| 19. Commission Members and Staff Will Be Given an Opportunity to Request and Suggest Subjects for Discussion at a Future Meeting |                  |        |
| 20. Adjournment  |                  |        |

**RESOLUTION NO. 112**

**A RESOLUTION OF THE COMMISSION OF THE POMONA-WALNUT-ROWLAND JOINT WATER LINE COMMISSION PROCLAIMING A STATE OF EMERGENCY PERSISTS, RE-RATIFYING THE PROCLAMATION OF A STATE OF EMERGENCY BY GOVERNOR GAVIN NEWSOM, AND RE-AUTHORIZING REMOTE TELECONFERENCE MEETINGS OF THE COMMISSION OF THE POMONA-WALNUT-ROWLAND JOINT WATER LINE COMMISSION FOR THE PERIOD OCTOBER 13, 2022 TO NOVEMBER 11, 2022 PURSUANT TO BROWN ACT PROVISIONS.**

**WHEREAS**, the Pomona-Walnut-Rowland Joint Water Line Commission (the “Agency”) is committed to preserving and nurturing public access and participation in its Commission’s meetings; and

**WHEREAS**, all meetings of the Agency’s Commission are open and public, as required by the Ralph M. Brown Act (California Government Code Sections 54950 – 54963), so that any member of the public may attend, participate, and watch those bodies conduct their business; and

**WHEREAS**, the Brown Act, in Government Code Section 54953(e), makes provision for remote teleconferencing participation in meetings by members of a legislative body, without compliance with the requirements of Government Code Section 54953(b)(3), subject to the existence of certain conditions; and

**WHEREAS**, a required condition for application of Section 54953(e) is that a state of emergency is declared by the Governor pursuant to Government Code Section 8625, proclaiming the existence of conditions of disaster or of extreme peril to the safety of persons and property within the state caused by conditions as described in Government Code Section 8558; and

**WHEREAS**, a proclamation is made when there is an actual incident, threat of disaster, or extreme peril to the safety of persons and property within the jurisdictions that are within the Agency’s boundaries, caused by natural, technological or human-caused disasters; and

**WHEREAS**, it is further required that state or local officials have imposed or recommended measures to promote social distancing, or, the legislative body meeting in person would present imminent risks to the health and safety of attendees; and

**WHEREAS**, the Agency’s Commission previously adopted a Resolution, Resolution No. 106 on October 14, 2021 finding that the requisite conditions exist for the Agency’s Commission to conduct remote teleconference meetings without compliance with paragraph (3) of subdivision (b) of Section 54953; and

**WHEREAS**, as a condition of extending the use of the provisions found in Section 54953(e), the Agency’s Commission must reconsider the circumstances of the state of emergency that exists in the Agency, and the Commission has done so; and

**WHEREAS**, emergency conditions persist in the Agency, specifically, COVID-19, and its Delta variant, remain highly contagious and, therefore, a threat to the health, safety and well-being of the Agency’s employees, directors, vendors, contractors, customers and residents; and

**WHEREAS**, orders from the Los Angeles County Department of Public Health and regulations from the State of California impose limitations on gatherings and provide guidance on best practices with respect to actions to reduce the spread of COVID-19; and

**WHEREAS**, the Agency’s Commission does hereby find that a state of emergency continues to exist within the Agency’s service area as a result of the continuing presence of COVID-19 and resulting local, state and federal orders and guidance, which has caused, and will continue to cause, conditions of peril to the safety

of persons within the Agency that are likely to be beyond the control of services, personnel, equipment, and facilities of the Agency, and the Commissioners desires to affirm a local emergency exists and re-ratify the proclamation of state of emergency by the Governor of the State of California; and

**WHEREAS**, as a consequence of the local emergency persisting, the Commission does hereby find that the Agency shall continue to conduct their meetings without compliance with paragraph (3) of subdivision (b) of Government Code Section 54953, as authorized by subdivision (e) of Section 54953, and that such legislative bodies shall continue to comply with the requirements to provide the public with access to the meetings as prescribed in paragraph (2) of subdivision (e) of Section 54953; and

**WHEREAS**, the Agency will continue to provide proper notice to the public regarding all Agency Commission meetings, in accordance with Government Code Section 54953(e)(2)(A) and shall provide notice to the public of how they may access any such meeting via call-in number and/or internet link.

**NOW, THEREFORE, THE COMMISSION OF THE POMONA-WALNUT-ROWLAND JOINT WATER LINE COMMISSION DOES HEREBY RESOLVE AS FOLLOWS:**

Section 1. Recitals. The Recitals set forth above are true and correct and are incorporated into this Resolution by this reference.

Section 2. Affirmation that Local Emergency Persists. The Commission hereby considers the conditions of the state of emergency in the Agency and proclaims that a local emergency now exists throughout the Agency, and that conducting Agency Commission meetings virtually will minimize the possible spread COVID-19 and any variant thereof.

Section 3. Ratification of Governor's Proclamation of a State of Emergency. The Commission hereby ratifies the Governor of the State of California's Proclamation of State of Emergency regarding COVID-19, dated March 4, 2020.

Section 4. Remote Teleconference Meetings. The Agency's Administrative Officer, or his or her delegee, and the Agency's Commission are hereby authorized and directed to take all actions necessary to carry out the intent and purpose of this Resolution including, continuing to conduct open and public meetings in accordance with Government Code section 54953(e) and other applicable provisions of the Brown Act

Section 5. Effective Date of Resolution. This Resolution shall take effect immediately upon its adoption and shall be effective until the earlier of (i) the expiration of thirty (30) days from the date this Resolution was adopted, as set forth below, or (ii) such time as the Commission adopts a subsequent resolution in accordance with Government Code section 54953(e)(3) to extend the time during which the Agency's Commission may continue to teleconference without compliance with paragraph (3) of subdivision (b) of section 54953.

**PASSED AND ADOPTED by the Commission of the Pomona-Walnut-Rowland Joint Water Line Commission this 13th day of October, 2022, by the following roll call vote:**

AYES:  
NOES:  
ABSENT:  
ABSTAIN:

\_\_\_\_\_  
President

ATTEST:

\_\_\_\_\_  
Secretary

# POMONA-WALNUT-ROWLAND JOINT WATER LINE COMMISSION

271 South Brea Canyon Road  
Walnut, California 91789-3002  
(909) 595-1268 • (626) 964-6551 • FAX (909) 594-9532

## MEMORANDUM

**TO:** Commissioners Kwong, Lima and Preciado      **DATE:** October 13, 2022  
**FROM:** Myra Malner, Treasurer  
**RE:** Adopt Final Audit

Attached is a copy of the final audit for fiscal year 2021-22 as prepared by Fedak & Brown, LLP. If there are no requested changes at this time, it is recommended that the Commission adopt the final audit. Upon approval of the final audit, a copy will be forwarded to each member agency for their file.



**Pomona-Walnut-Rowland  
Joint Water Line Commission**

**Annual Financial Report**

**For the Fiscal Years Ended June 30, 2022 and 2021**



### **Board of Commissioners as of June 30, 2022**

<u>Name</u>	<u>Title</u>	<u>Elected/ Appointed</u>
Scarlett Kwong	Commissioner	Appointed
Anthony J. Lima	Commissioner	Appointed
Victor Preciado	Commissioner	Appointed
Edwin Hilden	Alternate	Appointed
John Bellah	Alternate	Appointed
John Nolte	Alternate	Appointed

**Pomona-Walnut-Rowland Joint Water Line Commission  
Tom Monk, Administrative Officer  
3021 Fullerton Road  
Rowland Heights, California 91748  
(562) 697-1726 – [www.rowlandwater.com](http://www.rowlandwater.com)**

**Pomona-Walnut-Rowland  
Joint Water Line Commission**

**Annual Financial Report**

**For the Fiscal Years Ended June 30, 2022 and 2021**



**Pomona-Walnut-Rowland Joint Water Line Commission**  
**Annual Financial Report**  
**For the Fiscal Years Ended June 30, 2022 and 2021**

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# **Financial Section**



## **Independent Auditor's Report**

Board of Commissioners  
Pomona-Walnut-Rowland Joint Water Line Commission  
Rowland Heights, California

### **Report on the Audit of the Financial Statements**

#### ***Opinion***

We have audited the accompanying financial statements of the Pomona-Walnut-Rowland Joint Water Line Commission (Commission), as of and for the years ended June 30, 2022 and 2021, and the related statements of revenues, expenses, and changes in net position for the years then ended, and the related notes to the financial statements, which collectively comprise the Commission's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the business-type activities, as of June 30, 2022 and 2021, and the respective changes in financial position, and, where applicable, cash flows thereof for the years then ended in accordance with accounting principles generally accepted in the United States of America.

#### ***Basis for Opinion***

We conducted our audits in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards (Government Auditing Standards)*, issued by the Comptroller General of the United States and the State Controller's Minimum Audit Requirements for California Special Districts. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audits of the Financial Statements section of our report. We are required to be independent of the Commission and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

#### ***Responsibilities of Management for the Financial Statements***

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Commission's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

## Independent Auditor's Report, continued

### *Auditor's Responsibilities for the Audits of the Financial Statements*

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audits.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audits 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 Project's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Project's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audits, significant audit findings, and certain internal control-related matters that we identified during the audits.

## Independent Auditor's Report, continued

### *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 4 through 11 be presented to supplement the basic financial statements. Such information is the responsibility of management and, 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. We 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 our inquiries, the basic financial statements, and other knowledge we obtained during our audits of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

#### ***Supplementary Information***

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Commission's basic financial statements. The other supplemental information on pages 28 through 31 is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the other supplementary information is fairly stated in all material respects in relation to the basic financial statements as a whole.

#### ***Other Reporting Required by Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated October 13, 2022, on our consideration of the Commission's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Commission's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Commission's internal control over financial reporting and compliance. This report can be found on pages 32 and 33.

**Fedak & Brown LLP**  
Cypress, California  
October 13, 2022

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**Pomona-Walnut-Rowland Joint Water Line Commission**  
*Management's Discussion and Analysis*  
**For the Fiscal Years Ended June 30, 2022 and 2021**

The following Management's Discussion and Analysis (MD&A) of activities and financial performance of the Pomona-Walnut-Rowland Joint Water Line Commission (Commission) provides an introduction to the financial statements of the Commission for the fiscal years ended June 30, 2022 and 2021. We encourage readers to consider the information presented here with additional information that we have furnished in the accompanying basic financial statements and related notes, which follow this section.

**Financial Highlights**

- The Commission's net position increased 0.36% or \$11,085 to \$3,123,930. In 2021, the Commission's net position increased 0.60% or \$18,683 to \$3,112,845.
- The Commission's operating revenues decreased 5.68% or \$1,278,056 to \$21,206,417. In 2021, the Commission's operating revenues increased 22.41% or \$4,115,617 to \$22,484,473.
- The Commission's non-operating revenues decreased 18.13% or \$469 to \$2,118. In 2021, the Commission's non-operating revenues decreased 91.73% or \$28,687 to \$2,587.
- The Commission's operating expenses decreased 5.72% or \$1,285,030 to \$21,199,084. In 2021, the Commission's operating expenses increased 22.44% or \$4,121,283 to \$22,484,114.
- The Commission's non-operating expenses increased to \$13,509. In 2021, there were no non-operating expenses.
- There were no changes in capital contributions for the fiscal years ended June 30, 2022 and 2021.

**Required Financial Statements**

This annual report consists of a series of financial statements. The Statements of Net Position, Statements of Revenues, Expenses, and Changes in Net Position, and Statements of Cash Flows provide information about the activities and performance of the Commission using accounting methods similar to those used by private sector companies.

The Statements of Net Position include all of the Commission's investments in resources (assets), deferred outflows of resources, obligations to creditors (liabilities), and deferred inflows of resources. It also provides the basis for evaluating the results of operations, evaluating the capital structure of the Commission, and assessing the liquidity and financial flexibility of the Commission. All of the current year's revenues and expenses are accounted for in the Statements of Revenues, Expenses, and Changes in Net Position. These statements measure the success of the Commission's operations over the past year and can be used to determine if the Commission has successfully recovered all of its costs through its water sales and other charges to its member agencies. In addition to tracking cost recovery performance, these statements can also be used to evaluate the results of operations and creditworthiness. The final required financial statements are the Statements of Cash Flows, which provide information about the Commission's cash receipts and cash payments during the reporting period. The Statements of Cash Flows report cash receipts, cash payments, and net changes in cash resulting from operations, investing, non-capital financing, and capital and related financing activities, and provides answers to such questions as where did cash come from, what was cash used for, and what was the change in cash balance during the reporting period.



**Pomona-Walnut-Rowland Joint Water Line Commission**  
**Management's Discussion and Analysis, continued**  
**For the Fiscal Years Ended June 30, 2022 and 2021**

**Financial Analysis of the Commission**

One of the most important questions asked about the Commission's finances is, "Is the Commission better off or worse off as a result of this year's activities?" The Statements of Net Position and the Statements of Revenues, Expenses, and Changes in Net Position report information about the Commission in a way that helps answer this question. These statements include all assets, deferred outflows of resources, liabilities, and deferred inflows of resources using the *accrual basis of accounting*, which is similar to the accounting method used by most private sector companies. All of the current year's revenues and expenses are taken into account regardless of when the cash is received or paid.

These two statements report the Commission's *net position* and changes in them. You can think of the Commission's net position – the difference between assets and deferred outflows of resources less liabilities and deferred inflows of resources – as one way to measure the Commission's financial health, or *financial position*. Over time, *increases or decreases* in the Commission's net position are one indicator of whether its *financial health* is improving or deteriorating. However, one will need to consider other non-financial factors such as changes in economic conditions, population growth, zoning, and new or changed government legislation.

**Notes to the Basic Financial Statements**

The notes to the basic financial statements provide additional information that is essential to a full understanding of the data provided in the basic financial statements. The notes to the basic financial statements can be found on pages 15 through 27.

**Statements of Net Position**

	<b>Condensed Statements of Net Position</b>				
	<u>2022</u>	<u>2021</u>	<u>Change</u>	<u>2020</u>	<u>Change</u>
<b>Assets:</b>					
Current assets	\$ 4,221,592	4,905,237	(683,645)	4,826,925	78,312
Restricted assets	846,366	803,043	43,323	759,720	43,323
Capital assets, net	<u>1,447,551</u>	<u>1,475,731</u>	<u>(28,180)</u>	<u>1,409,192</u>	<u>66,539</u>
<b>Total assets</b>	<u>6,515,509</u>	<u>7,184,011</u>	<u>(668,502)</u>	<u>6,995,837</u>	<u>188,174</u>
<b>Liabilities:</b>					
Current liabilities	<u>3,391,579</u>	<u>4,071,166</u>	<u>(679,587)</u>	<u>3,901,675</u>	<u>169,491</u>
<b>Total liabilities</b>	<u>3,391,579</u>	<u>4,071,166</u>	<u>(679,587)</u>	<u>3,901,675</u>	<u>169,491</u>
<b>Net position:</b>					
Net investment in capital assets	1,447,551	1,475,731	(28,180)	1,409,192	66,539
Restricted for capital asset repairs and replacement	846,366	803,043	43,323	759,720	43,323
Unrestricted	<u>830,013</u>	<u>834,071</u>	<u>(4,058)</u>	<u>925,250</u>	<u>(91,179)</u>
<b>Total net position</b>	<u>\$ 3,123,930</u>	<u>3,112,845</u>	<u>11,085</u>	<u>3,094,162</u>	<u>18,683</u>

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the Commission, assets exceeded liabilities by \$3,123,930 and \$3,112,845, as of June 30, 2022 and 2021, respectively.

The Commission's total net position is made up of three components: (1) net investment in capital assets, (2) restricted net position and (2) unrestricted net position.

**Pomona-Walnut-Rowland Joint Water Line Commission**  
**Management's Discussion and Analysis, continued**  
**For the Fiscal Years Ended June 30, 2022 and 2021**

**Statements of Net Position, continued**

By far the largest portion of the Commission's net position (46% and 47% as of June 30, 2022 and 2021, respectively) reflects the Commission's net investment in capital assets (net of accumulated depreciation) less any related debt used to acquire those assets that is still outstanding. The Commission uses these capital assets to provide services to its member agencies; consequently, these assets are not available for future spending.

At the end of fiscal years 2022 and 2021, the Commission showed a positive balance in its unrestricted net position of \$830,013 and \$834,071, respectively, which may be utilized in future years.

**Statements of Revenues, Expenses, and Changes in Net Position**

**Condensed Statements of Revenues, Expenses, and Changes in Net Position**

	<u>2022</u>	<u>2021</u>	<u>Change</u>	<u>2020</u>	<u>Change</u>
<b>Revenues:</b>					
Operating revenues	\$ 21,206,417	22,484,473	(1,278,056)	18,368,856	4,115,617
Non-operating revenue	2,118	2,587	(469)	31,274	(28,687)
<b>Total revenues</b>	<u>21,208,535</u>	<u>22,487,060</u>	<u>(1,278,525)</u>	<u>18,400,130</u>	<u>4,086,930</u>
<b>Expenses:</b>					
Operating expenses	21,199,084	22,484,114	(1,285,030)	18,362,831	4,121,283
Non-operating expense	13,509	-	13,509	-	-
Depreciation	28,180	27,586	594	27,552	34
<b>Total expenses</b>	<u>21,240,773</u>	<u>22,511,700</u>	<u>(1,270,927)</u>	<u>18,390,383</u>	<u>4,121,317</u>
<b>Net (loss) income before capital contributions</b>	<u>(32,238)</u>	<u>(24,640)</u>	<u>(7,598)</u>	<u>9,747</u>	<u>(34,387)</u>
<b>Capital contributions:</b>					
Surcharges	43,323	43,323	-	43,323	-
<b>Total capital contributions</b>	<u>43,323</u>	<u>43,323</u>	<u>-</u>	<u>43,323</u>	<u>-</u>
<b>Change in net position</b>	11,085	18,683	(7,598)	53,070	(34,387)
<b>Net position, beginning of period</b>	<u>3,112,845</u>	<u>3,094,162</u>	<u>18,683</u>	<u>3,041,092</u>	<u>53,070</u>
<b>Net position, end of period</b>	<u>\$ 3,123,930</u>	<u>3,112,845</u>	<u>11,085</u>	<u>3,094,162</u>	<u>18,683</u>

The Statement of Revenues, Expenses, and Changes in Net Position show how the Commission's net position changed during the fiscal years. In 2022, net position increased 0.36% or \$11,085 to \$3,123,930, due to \$43,323 in capital contributions in the current year, offset by a net loss of \$32,238 from ongoing operations. In 2021, net position increased 0.60% or \$18,683 to \$3,112,845, due to \$43,323 in capital contributions in the current year, offset by a net loss of \$24,640 from ongoing operations.

A closer examination of net position reveals that:

In 2022, total revenues decreased 5.69% or \$1,278,525 to \$21,208,535. Operating revenues decreased 5.68% or \$1,278,056 to \$21,206,417, due to a decrease of \$1,278,056 in water sales to member agencies.

In 2021, total revenues increased 22.21% or \$4,086,930 to \$22,487,060. Operating revenues increased 22.41% or \$4,115,617 to \$22,484,473, primarily due to an increase of \$4,113,052 in water sales to member agencies.

**Pomona-Walnut-Rowland Joint Water Line Commission**  
**Management's Discussion and Analysis, continued**  
**For the Fiscal Years Ended June 30, 2022 and 2021**

**Statements of Revenues, Expenses and Changes in Net Position, continued**

In 2022, non-operating revenues decreased 18.13% or \$469 to \$2,118, primarily due to a decrease of \$1,197 in investment income.

In 2021, non-operating revenues decreased 91.73% or \$28,687 to \$2,587, primarily due to a decrease of \$29,460 in investment income.

In 2022, total expenses decreased 5.65% or \$1,270,927 to \$21,240,773. Operating expenses decreased 5.72% or \$1,285,030 to \$21,199,084, primarily due to decreases of \$1,278,056 in water purchases and \$7,371 in maintenance costs.

In 2021, total expenses increased 22.41% or \$4,121,317 to \$22,511,700. Operating expenses increased 22.44% or \$4,121,283 to \$22,484,114, primarily due to increases of \$4,113,052 in water purchases and \$6,706 in maintenance costs.

In 2022, non-operating expenses increased 100.00% to \$13,509, due to an increase of \$13,509 in unrealized loss on investments, net of investment income due to the effect of fair market value adjustments at year-end.

In 2021, there were no non-operating expenses.

In 2022, depreciation expense increased 2.15% or \$594 to \$28,180 due to the maturation of existing depreciable assets.

In 2021, depreciation expense increased 0.12% or \$34 to \$27,586 due to the maturation of existing depreciable assets.

As of June 30, 2022 and 2021, total capital contributions were \$43,323, respectively.

<b>Budget vs. Actual - 2022</b>				
	<u>2022 Budget</u>	<u>2022 Actual</u>	<u>Dollar Change</u>	<u>Percent Change</u>
<b>Revenues:</b>				
Operating revenues	\$ 20,622,307	21,206,417	584,110	2.83%
Non-operating revenues	12,750	2,118	(10,632)	-83.39%
<b>Total revenues</b>	<u>20,635,057</u>	<u>21,208,535</u>	<u>573,478</u>	<u>2.78%</u>
<b>Expenses:</b>				
Operating expenses (incl. depr.)	21,072,307	21,227,264	154,957	-0.74%
Non-operating expense	-	13,509	13,509	100.00%
<b>Total expenses</b>	<u>21,072,307</u>	<u>21,240,773</u>	<u>168,466</u>	<u>-0.80%</u>
<b>Net loss before capital contributions</b>	<u>(437,250)</u>	<u>(32,238)</u>	<u>405,012</u>	<u>92.63%</u>
<b>Capital contributions:</b>				
Surcharges	43,323	43,323	-	-
<b>Total capital contributions</b>	<u>43,323</u>	<u>43,323</u>	<u>-</u>	<u>-</u>
<b>Change in net position</b>	<u>(393,927)</u>	<u>11,085</u>	<u>405,012</u>	<u>102.81%</u>

**Pomona-Walnut-Rowland Joint Water Line Commission**  
**Management's Discussion and Analysis, continued**  
**For the Fiscal Years Ended June 30, 2022 and 2021**

**Statements of Revenues, Expenses, and Changes in Net Position, continued**

	<b>Budget vs. Actual - 2021</b>			
	<u><b>2021 Budget</b></u>	<u><b>2021 Actual</b></u>	<u><b>Dollar Change</b></u>	<u><b>Percent Change</b></u>
<b>Revenues:</b>				
Operating revenues	\$ 20,054,782	22,484,473	2,429,691	12.12%
Non-operating revenues	<u>12,750</u>	<u>2,587</u>	<u>(10,163)</u>	<u>-79.71%</u>
<b>Total revenues</b>	<u>20,067,532</u>	<u>22,487,060</u>	<u>2,419,528</u>	<u>12.06%</u>
<b>Expenses:</b>				
Operating expenses (incl. depr.)	<u>20,504,782</u>	<u>22,511,700</u>	<u>2,006,918</u>	<u>-9.79%</u>
<b>Total expenses</b>	<u>20,504,782</u>	<u>22,511,700</u>	<u>2,006,918</u>	<u>-9.79%</u>
<b>Net loss before capital contributions</b>	<u>(437,250)</u>	<u>(24,640)</u>	<u>412,610</u>	<u>94.36%</u>
<b>Capital contributions:</b>				
Surcharges	<u>43,323</u>	<u>43,323</u>	<u>-</u>	<u>-</u>
<b>Total capital contributions</b>	<u>43,323</u>	<u>43,323</u>	<u>-</u>	<u>-</u>
<b>Change in net position</b>	<u><u>(393,927)</u></u>	<u><u>18,683</u></u>	<u><u>412,610</u></u>	<u><u>104.74%</u></u>

The majority of operating revenue is derived from water sales to member agencies. The Commission predicts water sales by using a three-year rolling average. This is calculated by estimating how many acre-feet of water will be purchased from the Three Valleys Municipal Water District at the prevailing Tier I and Tier II water rates. As in previous years, these assumptions do not include any special programs offered by the Commission in the efforts to promote water conservation.

In fiscal year 2021-2022, the Commission estimated 18,050 acre-feet of Tier I water purchases at an average rate of \$1,110 per acre-foot. The Commission actually purchased 18,658 acre-feet of Tier I water.

In fiscal year 2020-2021, the Commission estimated 18,066 acre-feet of Tier I water purchases at an average rate of \$1,080 per acre-foot. The Commission actually purchased 20,368 acre-feet of Tier I water.

**Capital Asset Administration**

Changes in capital assets for 2022, were as follows:

	<u><b>Balance 2021</b></u>	<u><b>Additions</b></u>	<u><b>Deletions/ Transfers</b></u>	<u><b>Balance 2022</b></u>
<b>Capital assets:</b>				
Depreciable assets	\$ 2,470,480	-	-	2,470,480
Accumulated depreciation	<u>(994,749)</u>	<u>(28,180)</u>	<u>-</u>	<u>(1,022,929)</u>
<b>Total capital assets</b>	<u><u>\$ 1,475,731</u></u>	<u><u>(28,180)</u></u>	<u><u>-</u></u>	<u><u>1,447,551</u></u>

**Pomona-Walnut-Rowland Joint Water Line Commission**  
**Management's Discussion and Analysis, continued**  
**For the Fiscal Years Ended June 30, 2022 and 2021**

**Capital Asset Administration**

Changes in capital assets for 2021, were as follows:

	<u>Balance 2020</u>	<u>Additions</u>	<u>Deletions/ Transfers</u>	<u>Balance 2021</u>
Capital assets:				
Depreciable assets	\$ 2,376,355	94,125	-	2,470,480
Accumulated depreciation	<u>(967,163)</u>	<u>(27,586)</u>	<u>-</u>	<u>(994,749)</u>
Total capital assets	<u>\$ 1,409,192</u>	<u>66,539</u>	<u>-</u>	<u>1,475,731</u>

At the end of fiscal year 2022 and 2021, the Commission's capital assets amounted to \$1,447,551 and \$1,475,731 (net of accumulated depreciation), respectively. These capital assets include pipelines and improvements, service connections, and telemetry systems. See note 3 to the basic financial statements for further detailed information on the Commission's capital assets.

**Economic Factors and Next Year's Budget and Rates**

**Fiscal Year 2022 Actual vs. Fiscal Year 2023 Budget**

	<u>2022 Actual</u>	<u>2023 Budget</u>	<u>Dollar Change</u>	<u>Percent Change</u>
<b>Revenues:</b>				
Operating revenues	\$ 21,206,417	20,648,994	(557,423)	-2.63%
Non-operating revenues	<u>2,118</u>	<u>7,000</u>	<u>4,882</u>	<u>230.50%</u>
<b>Total revenues</b>	<u>21,208,535</u>	<u>20,655,994</u>	<u>(552,541)</u>	<u>-2.61%</u>
<b>Expenses:</b>				
Operating expenses (incl. depr.)	21,227,264	21,098,994	128,270	0.60%
Non-operating expense	<u>13,509</u>	<u>-</u>	<u>(13,509)</u>	<u>-100.00%</u>
<b>Total expenses</b>	<u>21,240,773</u>	<u>21,098,994</u>	<u>141,779</u>	<u>0.67%</u>
<b>Net loss before     capital contributions</b>	<u>(32,238)</u>	<u>(443,000)</u>	<u>(410,762)</u>	<u>-1274.15%</u>
<b>Capital contributions:</b>				
Surcharges	<u>43,323</u>	<u>43,323</u>	<u>-</u>	<u>-</u>
<b>Total capital contributions</b>	<u>43,323</u>	<u>43,323</u>	<u>-</u>	<u>-</u>
<b>Change in net position</b>	11,085	(399,677)	(410,762)	3705.57%
<b>Net position, beginning of period</b>	<u>3,112,845</u>	<u>3,123,930</u>	<u>11,085</u>	<u>0.36%</u>
<b>Net position, end of period</b>	<u>\$ 3,123,930</u>	<u>2,724,253</u>	<u>(399,677)</u>	<u>-12.79%</u>

**Pomona-Walnut-Rowland Joint Water Line Commission**  
**Management's Discussion and Analysis, continued**  
**For the Fiscal Years Ended June 30, 2022 and 2021**

**Economic Factors and Next Year's Budget and Rates, continued**

**Fiscal Year 2021 Actual vs. Fiscal Year 2022 Budget**

	<u>2021 Actual</u>	<u>2022 Budget</u>	<u>Dollar Change</u>	<u>Percent Change</u>
<b>Revenues:</b>				
Operating revenues	\$ 22,484,473	20,622,307	(1,862,166)	-8.28%
Non-operating revenues	2,587	12,750	10,163	392.85%
<b>Total revenues</b>	<u>22,487,060</u>	<u>20,635,057</u>	<u>(1,852,003)</u>	<u>-8.24%</u>
<b>Expenses:</b>				
Operating expenses (incl. depr.)	22,511,700	21,072,307	1,439,393	6.39%
<b>Total expenses</b>	<u>22,511,700</u>	<u>21,072,307</u>	<u>1,439,393</u>	<u>6.39%</u>
<b>Net loss before capital contributions</b>	<u>(24,640)</u>	<u>(437,250)</u>	<u>(412,610)</u>	<u>1674.55%</u>
<b>Capital contributions:</b>				
Surcharges	43,323	43,323	-	-
<b>Total capital contributions</b>	<u>43,323</u>	<u>43,323</u>	<u>-</u>	<u>-</u>
<b>Change in net position</b>	18,683	(393,927)	(412,610)	-2208.48%
<b>Net position, beginning of period</b>	<u>3,094,162</u>	<u>3,112,845</u>	<u>18,683</u>	<u>0.60%</u>
<b>Net position, end of period</b>	<u>\$ 3,112,845</u>	<u>2,718,918</u>	<u>(393,927)</u>	<u>-12.65%</u>

The Commission's Board of Commissioners and Administrative Officer consider several factors when setting the fiscal year budget. One factor is the water sales projection that each agency gives. This is taken into consideration along with historical water use numbers in setting future years operating revenues. As in previous years, the majority of operating revenues are directly offset by operating expenses. This is due to the correlation between water sales and purchased water costs.

In fiscal years 2021-2022 and 2020-2021, the Commission factored in actual costs when looking at administrative expenses. This was determined by looking at actual time and/or material cost in all matters directly relating to the Joint Water Line. As in previous years, the last factor is the funding of depreciation and replacement of the water line.

In fiscal years 2021-2022 and 2020-2021, an amount equal to \$43,323 of the \$18,683 change in ending net position, shown in the table above, is/was projected to be transferred to reserves for depreciation and replacement, respectively.

**Conditions Affecting Current Financial Position**

The COVID-19 pandemic in the United States has caused business disruption through labor shortages and business closings. While the disruption is currently expected to be temporary, there is considerable uncertainty around the duration of the disruption. Consequently, the related financial impact on the Commission and the duration cannot be estimated at this time.

Management is unaware of any other conditions, which could have a significant impact on the Commission's current financial position, net position, or operating results in terms of past, present, and future.

**Pomona-Walnut-Rowland Joint Water Line Commission**  
*Management's Discussion and Analysis, continued*  
**For the Fiscal Years Ended June 30, 2022 and 2021**

**Requests for Information**

This financial report is designed to provide the Commission's present users, including funding sources, customers, stakeholders, and other interested parties with a general overview of the Commission's finances and to demonstrate the Commission's accountability with an overview of the Commission's financial operations and financial condition. Should the reader have questions regarding the information included in this report or wish to request additional financial information, please contact Myra Malner, Commission Treasurer, at Rowland Water District, 3021 Fullerton Road, Rowland Heights, California, 91748 or (562) 697-1726.

# **Basic Financial Statements**



**Pomona-Walnut-Rowland Joint Water Line Commission**  
**Statements of Net Position**  
**June 30, 2022 and 2021**

	<b>2022</b>	<b>2021</b>
<b>Current assets:</b>		
Cash and cash equivalents (note 2)	\$ 820,191	911,999
Accrued interest receivable	2,775	1,207
Accounts receivable	3,397,168	3,990,124
Prepaid expenses	1,458	1,907
<b>Total current assets</b>	4,221,592	4,905,237
<b>Restricted Assets</b>		
Cash and cash equivalents (note 2)	835,535	792,212
Accounts receivable	10,831	10,831
<b>Total restricted assets</b>	846,366	803,043
<b>Non-current assets:</b>		
Capital assets – being depreciated, net (note 3)	1,447,551	1,475,731
<b>Total non-current assets</b>	1,447,551	1,475,731
<b>Total assets</b>	6,515,509	7,184,011
<b>Current liabilities:</b>		
Accounts payable	3,391,579	4,071,166
<b>Total current liabilities</b>	3,391,579	4,071,166
<b>Total liabilities</b>	3,391,579	4,071,166
<b>Net position (note 4):</b>		
Net investment in capital assets	1,447,551	1,475,731
Restricted for capital asset repairs and replacement	846,366	803,043
Unrestricted	830,013	834,071
<b>Total net position</b>	\$ 3,123,930	3,112,845

See accompanying notes to the basic financial statements

**Pomona-Walnut-Rowland Joint Water Line Commission**  
**Statements of Revenues, Expenses, and Changes in Net Position**  
**For the Fiscal Years Ended June 30, 2022 and 2021**

	<b>2022</b>	<b>2021</b>
<b>Operating revenues:</b>		
Water sales to member agencies	\$ 21,106,617	22,384,673
Member agency assessments	99,800	99,800
<b>Total operating revenues</b>	<b>21,206,417</b>	<b>22,484,473</b>
<b>Operating expenses:</b>		
Water purchases	21,106,617	22,384,673
Maintenance	13,315	20,686
General and administrative	64,200	64,200
Insurance expense	2,183	2,183
Legal fees	815	215
Auditing	7,154	6,912
Other	4,800	5,245
<b>Total operating expenses</b>	<b>21,199,084</b>	<b>22,484,114</b>
<b>Operating income before depreciation</b>	<b>7,333</b>	<b>359</b>
Depreciation	(28,180)	(27,586)
<b>Operating loss</b>	<b>(20,847)</b>	<b>(27,227)</b>
<b>Non-operating revenue (expense), net:</b>		
Investment income	-	1,197
Unrealized loss on investments, net	(13,509)	-
Other non-operating revenue	2,118	1,390
<b>Total non-operating revenue (expense), net</b>	<b>(11,391)</b>	<b>2,587</b>
<b>Net loss before capital contributions</b>	<b>(32,238)</b>	<b>(24,640)</b>
<b>Capital contributions:</b>		
Surcharges	43,323	43,323
<b>Total capital contributions</b>	<b>43,323</b>	<b>43,323</b>
<b>Changes in net position</b>	<b>11,085</b>	<b>18,683</b>
<b>Net position, beginning of period</b>	<b>3,112,845</b>	<b>3,094,162</b>
<b>Net position, end of period</b>	<b>\$ 3,123,930</b>	<b>3,112,845</b>

See accompanying notes to the basic financial statements

**Pomona-Walnut-Rowland Joint Water Line Commission**  
**Statements of Cash Flows**  
**For the Fiscal Years Ended June 30, 2022 and 2021**

	<u>2022</u>	<u>2021</u>
<b>Cash flows from operating activities:</b>		
Cash received from member agencies	\$ 21,799,373	21,969,810
Cash paid to vendors and suppliers for materials and services	<u>(21,878,222)</u>	<u>(22,314,623)</u>
<b>Net cash used in operating activities</b>	<u>(78,849)</u>	<u>(344,813)</u>
<b>Cash flows from capital and related financing activities:</b>		
Acquisition and construction of capital assets	-	(94,125)
Capital surcharge	<u>43,323</u>	<u>43,323</u>
<b>Net cash provided by (used in) capital and related financing activities</b>	<u>43,323</u>	<u>(50,802)</u>
<b>Cash flows from investing activities:</b>		
Investment income	<u>(12,959)</u>	<u>6,728</u>
<b>Net cash (used in) provided by investing activities</b>	<u>(12,959)</u>	<u>6,728</u>
<b>Net decrease in cash and cash equivalents</b>	(48,485)	(388,887)
<b>Cash and cash equivalents – beginning of year</b>	<u>1,704,211</u>	<u>2,093,098</u>
<b>Cash and cash equivalents – end of year</b>	<u>\$ 1,655,726</u>	<u>1,704,211</u>
<b>Reconciliation of cash and cash equivalents to statement of financial position:</b>		
Cash and cash equivalents	\$ 820,191	911,999
Cash and cash equivalents – restricted	<u>835,535</u>	<u>792,212</u>
<b>Total cash and cash equivalents</b>	<u>\$ 1,655,726</u>	<u>1,704,211</u>
<b>Reconciliation of operating loss to net cash provided by operating activities:</b>		
Operating loss	\$ <u>(20,847)</u>	<u>(27,227)</u>
<b>Adjustments to reconcile operating loss to net cash used in operating activities:</b>		
Depreciation	28,180	27,586
<b>Change in assets and liabilities:</b>		
Increase in assets:		
Accounts receivable	592,956	(514,663)
Prepaid expenses	449	-
Increase in liabilities:		
Accounts payable	<u>(679,587)</u>	<u>169,491</u>
<b>Total adjustments</b>	<u>(58,002)</u>	<u>(317,586)</u>
<b>Net cash used in operating activities</b>	<u>\$ (78,849)</u>	<u>(344,813)</u>

See accompanying notes to the basic financial statements

**Pomona-Walnut-Rowland Joint Water Line Commission**  
**Notes to the Financial Statements**  
**For the Fiscal Years Ended June 30, 2022 and 2021**

**(1) Reporting Entity and Summary of Significant Accounting Policies**

**A. Organization and Operations of the Reporting Entity**

The Pomona-Walnut-Rowland Joint Water Line Commission (Commission) was formed under the Joint Powers Agreement of 1956 between the City of Pomona, Walnut Valley Water District, and Rowland Water District (the Agreement) for the purpose of acquiring, constructing, maintaining, repairing, managing, operating, and controlling a water transmission pipeline for the benefit of the member agencies. The original agreement was for a term of fifty years and has resulted in substantial cost savings for each of its member agencies. On December 21, 2006, the Agreement was amended, restated, and renewed and will continue to be enforced for twenty years from this date, with three, ten-year extensions allowable upon written consent of each of the member agencies.

The Commission purchases water for resale to the member agencies at a price sufficient to provide reserve funds for emergencies. Member agencies are billed for the cost of maintenance and operations of the pipeline.

**B. Basis of Accounting and Measurement Focus**

The Commission 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 Commission is that the cost of providing water to its member agencies on a continuing basis be financed or recovered primarily through water sales, capital contributions and similar funding. Revenues and expenses are recognized on the full accrual basis of accounting. Revenues are recognized in the accounting period in which they are earned, and expenses are recognized in the period incurred, regardless of when the related cash flows take place.

Operating revenues and expenses, such as water sales and water purchases, result from exchange transactions associated with the principal activity of the Commission. Exchange transactions are those in which each party receives and gives up essentially equal value. Management, administration, and depreciation expenses are also considered operating expenses. Other revenues and expenses not included in the above categories are reported as non-operating revenues and expenses. Non-operating revenues and expenses, such as grant funding, investment income and interest expense, result from non-exchange transactions, in which the Commission gives (receives) value without directly (giving) value in exchange.

**C. Financial Reporting**

The Commission's basic financial statements have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP), as applied to enterprise funds. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The Commission solely operates as a special-purpose government which means it is only engaged in business-type activities; accordingly, activities are reported in the Commission's proprietary fund.

**Pomona-Walnut-Rowland Joint Water Line Commission**  
**Notes to the Financial Statements, continued**  
**For the Fiscal Years Ended June 30, 2022 and 2021**

**C. Financial Reporting, continued**

The Commission has adopted the following GASB pronouncements in the current year:

*Governmental Accounting Standards Board Statement No. 87*

In June 2017, the GASB issued Statement No. 87 – *Leases*. The objective of this Statement is to better meet the information needs of financial statement users by improving accounting and financial reporting for leases by governments. This Statement increases the usefulness of governments’ financial statements by requiring recognition of certain lease assets and liabilities for leases that previously were classified as operating leases and recognized as inflows of resources or outflows of resources based on the payment provisions of the contract. It establishes a single model for lease accounting based on the foundational principle that leases are financings of the right to use an underlying asset. Under this Statement, a lessee is required to recognize a lease liability and an intangible right-to-use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources, thereby enhancing the relevance and consistency of information about governments’ leasing activities.

The requirements of this Statement were effective for reporting periods beginning after December 15, 2019; however, in light of the COVID-19 pandemic, the effective date has been postponed by 18 months. Earlier application is encouraged.

*Governmental Accounting Standards Board Statement No. 89*

In June 2018, the GASB issued Statement No. 89 – *Accounting for Interest Cost incurred Before the End of a Construction Period*. The objectives of this Statement are (1) to enhance the relevance and comparability of information about capital assets and the cost of borrowing for a reporting period and (2) to simplify accounting for interest cost incurred before the end of a construction period.

This Statement establishes accounting requirements for interest cost incurred before the end of a construction period. Such interest cost includes all interest that previously was accounted for in accordance with the requirements of paragraphs 5–22 of Statement No. 62, *Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements*, which are superseded by this Statement. This Statement requires that interest cost incurred before the end of a construction period be recognized as an expense in the period in which the cost is incurred for financial statements prepared using the economic resources measurement focus. As a result, interest cost incurred before the end of a construction period will not be included in the historical cost of a capital asset reported in a business-type activity or enterprise fund.

This Statement also reiterates that in financial statements prepared using the current financial resources measurement focus, interest cost incurred before the end of a construction period should be recognized as an expenditure on a basis consistent with governmental fund accounting principles.

**D. Assets, Deferred Outflows, Liabilities, Deferred Inflows, and Net Position**

**1. Use of Estimates**

The preparation of the basic financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the reported changes in net position during the reporting period. Actual results could differ from those estimates.

**2. Uncertainty**

The COVID-19 outbreak in the United States has caused business disruption through labor shortages and business closings. While the disruption is currently expected to be temporary, there is considerable uncertainty around its duration. Consequently, the related financial impact on the Commission and the duration cannot be estimated at this time.

**Pomona-Walnut-Rowland Joint Water Line Commission**  
**Notes to the Financial Statements, continued**  
**For the Fiscal Years Ended June 30, 2022 and 2021**

**(1) Reporting Entity and Summary of Significant Accounting Policies, continued**

**D. Assets, Deferred Outflows, Liabilities, Deferred Inflows, and Net Position, continued**

**3. Cash and Cash Equivalents**

Substantially all of the Commission's cash is invested in interest bearing accounts. The Commission considers all highly liquid investments with a maturity of three months or less to be cash equivalents.

**4. Investments and Investment Policy**

The Commission's investment policy authorizes investments in certificates-of-deposit and the California Local Agency Investment Fund (LAIF). The Commission's investment policy does contain specific provisions intended to limit its exposure to interest rate risk, credit risk, custodial risk, and concentration of credit risk.

Changes in fair value that occur during a fiscal year are recognized as investment income reported for that fiscal year. Investment income includes interest earnings, changes in fair value, and any gains or losses realized upon the liquidation or sale of investments.

**5. Fair Value Measurements**

The Commission categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles.

The hierarchy is based on valuation inputs used to measure the fair value of the asset, as follows:

- **Level 1** – Valuation level is based on quoted prices in active markets for identical assets.
- **Level 2** – Valuation level is based on directly observable and indirectly observable inputs. These inputs are derived principally from or corroborated by observable market data through correlation or market-corroborated inputs. The concept of market-corroborated inputs incorporates observable market data such as interest rates and yield curves that are observable at commonly quoted intervals.
- **Level 3** – Valuation level is based on unobservable inputs where assumptions are made based on factors such as prepayment rates, probability of defaults, loss severity and other assumptions that are internally generated and cannot be observed in the market.

**6. Restricted Assets**

Restricted assets are financial resources generated for a specific purpose such as capital projects. These assets are for the benefit of a specified purpose and, as such, are legally or contractually restricted by an external third-party agreement.

The Commission's restricted assets are the accumulation of capital surcharges assessed to each member agency. These funds are restricted for major repairs and replacement of water.

**7. Accounts Receivable and Allowance for Uncollectible Accounts**

The Commission extends credit to customers in the normal course of operations. When management deems customer accounts uncollectible, the Commission uses the allowance method for the reservation and write-off of those accounts. As of June 30, 2022 and 2021, there is no allowance for uncollectible accounts as management believes all accounts will be collected.

**8. Prepaid Expenses**

Certain payments to vendors reflect costs or deposits applicable to future accounting periods and are recorded as prepaid items in the basic financial statements.

**Pomona-Walnut-Rowland Joint Water Line Commission**  
**Notes to the Financial Statements, continued**  
**For the Fiscal Years Ended June 30, 2022 and 2021**

**(1) Reporting Entity and Summary of Significant Accounting Policies, continued**

**D. Assets, Deferred Outflows, Liabilities, Deferred Inflows, and Net Position**

**9. Capital Assets**

Capital assets acquired and/or constructed are capitalized at historical cost. Commission policy has set the capitalization threshold for reporting capital assets at \$5,000. Donated assets are recorded at acquisition value at the date of the donation. Capital assets received in service concession arrangements are reported at acquisition value. 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:

- Pipelines and improvements – 150 years
- Service connections – 150 years
- Telemetry systems – 10 years
- Valve replacements – 50 years

**10. Net Position**

The financial statements utilize a net position presentation. Net position is categorized as follows:

- **Net Investment in Capital Assets** – Consists of capital assets, net of accumulated depreciation and amortization, and reduced by outstanding balances of any debt, or other long-term borrowings that are attributable to the acquisition, construction, or improvement of those assets.
- **Restricted** – Consists of assets that have restrictions placed upon their use by external constraints imposed either by creditors (debt covenants), grantors, contributors, or laws and regulations of other governments, or constraints imposed by law through enabling legislation.
- **Unrestricted** – Consists of the net amount of assets, deferred outflows of resources, liabilities, and deferred inflows of resources that are not included in the determination of the net investment in capital assets or restricted components of net position.

**11. Water Sales and Services**

Water sales are billed on a monthly cyclical basis and recognize the respective revenues when they are earned.

**12. Capital Contributions**

Capital contributions represent cash contributed to the Commission by member agencies for the cost of maintenance and operations of the pipeline.

**13. Budgetary Policies**

The Commission adopts an annual non-appropriated 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. Encumbrance accounting is not used to account for commitments related to unperformed contracts for construction and services.

**Pomona-Walnut-Rowland Joint Water Line Commission**  
**Notes to the Financial Statements, continued**  
**For the Fiscal Years Ended June 30, 2022 and 2021**

**(2) Cash and Cash Equivalents**

Cash and cash equivalents as of June 30 are classified in the accompanying financial statements as follows:

	<u>2022</u>	<u>2021</u>
Cash and cash equivalents	\$ 820,191	911,999
Cash and cash equivalents – restricted	<u>835,535</u>	<u>792,212</u>
Total cash and cash equivalents	<u>\$ 1,655,726</u>	<u>1,704,211</u>

Cash and cash equivalents as of June 30 consist of the following:

	<u>2022</u>	<u>2021</u>
Deposits with financial institutions	\$ 192,724	226,132
Deposits in		
Local Agency Investment Fund (LAIF)	<u>1,463,002</u>	<u>1,478,079</u>
Total cash and cash equivalents	<u>\$ 1,655,726</u>	<u>1,704,211</u>

As of June 30, the Commission's authorized deposits had the following maturities:

	<u>2022</u>	<u>2021</u>
Deposits in		
Local Agency Investment Fund (LAIF)	<u>311 days</u>	<u>291 days</u>

***Investments Authorized by the California Government Code and the Commission's Investment Policy***

The table below identifies the investment types that are authorized by the Commission in accordance with the California Government Code (or the Commission's investment policy, where more restrictive). The table also identifies certain provisions of the California Government Code (or the Commission's investment policy, where more restrictive) that address interest rate risk, credit risk, and concentration of credit risk.

<u>Authorized Investment Type</u>	<u>Maximum Maturity</u>	<u>Maximum Percentage Of Portfolio</u>	<u>Maximum Investment in One Issuer</u>
Local Agency Bonds	5 years	None	None
U.S. Treasury Obligations	5 years	None	None
State Obligations - CA and Others	5 years	None	None
CA Local Agency Obligations	5 years	None	None
U.S. Agency Obligations	5 years	None	None
Negotiable Certificates of Deposit	5 years	30%	None
Collateralize Bank Deposits	5 years	None	None
Corporate debt - Short and Long Term	5 years	None	None
Commercial Paper - Pooled Funds	270 days	40% of the	
Commercial Paper - Non-Pooled Funds	270 days	District's	10%
Repurchase agreements	1 year	None	None
Local Agency Investment Fund (LAIF)	N/A	None	None



**Pomona-Walnut-Rowland Joint Water Line Commission**  
**Notes to the Financial Statements, continued**  
**For the Fiscal Years Ended June 30, 2022 and 2021**

**(2) Cash and Cash Equivalents, continued**

***Investment in State Investment Pool***

The Commission is a voluntary participant in the Local Agency Investment Fund (LAIF) that is regulated by the California Government Code Section 16429 and is under the management of the Treasurer of the State of California with oversight provided by the Local Agency Investment Advisory Board. The fair value of the Commission's investment in this pool is reported in the accompanying financial statements at amounts based upon the Commission's pro-rata share of the fair value provided by LAIF for the entire LAIF portfolio (in relation to the amortized cost of that portfolio). The balance available for withdrawal is based on the accounting records maintained by LAIF, which are recorded on an amortized cost basis. Bank balances are secured by the pledging of a pool of eligible securities to collateralize the Commission's deposits with the bank in accordance with the Code.

The pool portfolio is invested in a manner that meets the maturity, quality, diversification and liquidity requirements set forth by GASB 79 for external investment pools that elect to measure, for financial reporting purposes, investments at amortized cost. LAIF does not have any legally binding guarantees of share values. LAIF does not impose liquidity fees or redemption gates on participant withdrawals.

***Interest Rate Risk***

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. The longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. One of the ways that the Commission manages its exposure to interest rate risk is by purchasing a combination of shorter term and longer-term investments and by timing cash flows from maturities so that a portion of the portfolio matures, or comes close to maturity evenly over time, as necessary to provide requirements for cash flow and liquidity needed for operations.

***Custodial Credit Risk***

Custodial credit risk for *deposits* is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover its deposits, or will not be able to recover collateral securities that are in the possession of an outside party. The custodial credit risk for *investments* is the risk that, in the event of the failure of the counterparty (e.g., broker-dealer) to a transaction, a government will not be able to recover the value of its investment or collateral securities that are in the possession of another party.

With respect to investments, custodial credit risk generally applies only to direct investments in marketable securities. Custodial credit risk does not apply to a local government's indirect investment in securities through the use of mutual funds or government investment pools (such as LAIF).

The California Government Code and the Commission's investment policy do not contain legal or policy requirements that would limit the exposure to custodial credit risk for deposits or investments, other than the following provision for deposits: The California Government Code requires that a financial institution secure deposits made by state or local governmental units by pledging securities in an undivided collateral pool held by a depository regulated under state law (unless so waived by the governmental unit). The market value of the pledged securities in the collateral pool must equal at least 110% of the total amount deposited by the public agencies. California law also allows financial institutions to secure Commission deposits by pledging first trust deed mortgage notes having a value of 150% of the secured public deposits. Of the bank balances, up to \$250,000 is federally insured and the remaining balance is collateralized in accordance with the Code; however, the collateralized securities are not held in the Commission's name.

**Pomona-Walnut-Rowland Joint Water Line Commission**  
**Notes to the Financial Statements, continued**  
**For the Fiscal Years Ended June 30, 2022 and 2021**

**(2) Cash and Cash Equivalents, continued**

***Credit Risk***

Credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization.

***Concentration of Credit Risk***

The Commission's investment policy contains various limitations on the amounts that can be invested in any one governmental agency or non-governmental issuer as stipulated by the California Government Code. The Commission's deposit portfolio with governmental agencies, LAIF, is 88% and 87% as of June 30, 2022 and 2021, respectively, of the Commission's total depository and investment portfolio. There were no investments in any one non-governmental issuer that represent 5% or more of the Commission's total investments.

**(3) Capital Assets**

Changes in capital assets for the year ended June 30, 2022, were as follows:

	<u>Balance 2021</u>	<u>Additions</u>	<u>Deletions/ Transfers</u>	<u>Balance 2022</u>
Depreciable assets:				
Pipeline and improvements	\$ 2,281,203	-	-	2,281,203
Service connections	85,277	-	-	85,277
Telemetry system	104,000	-	-	104,000
Total depreciable assets	<u>2,470,480</u>	<u>-</u>	<u>-</u>	<u>2,470,480</u>
Accumulated depreciation:				
Pipeline and improvements	(892,983)	(17,211)	-	(910,194)
Service connections	(36,973)	(569)	-	(37,542)
Telemetry system	(64,793)	(10,400)	-	(75,193)
Total accumulated depreciation	<u>(994,749)</u>	<u>(28,180)</u>	<u>-</u>	<u>(1,022,929)</u>
Total depreciable assets, net	<u>\$ 1,475,731</u>	<u>(28,180)</u>	<u>-</u>	<u>1,447,551</u>

Changes in capital assets for the year ended June 30, 2021, were as follows:

	<u>Balance 2020</u>	<u>Additions</u>	<u>Deletions/ Transfers</u>	<u>Balance 2021</u>
Depreciable assets:				
Pipeline and improvements	\$ 2,187,078	94,125	-	2,281,203
Service connections	85,277	-	-	85,277
Telemetry system	104,000	-	-	104,000
Total depreciable assets	<u>2,376,355</u>	<u>94,125</u>	<u>-</u>	<u>2,470,480</u>
Accumulated depreciation:				
Pipeline and improvements	(876,366)	(16,617)	-	(892,983)
Service connections	(36,404)	(569)	-	(36,973)
Telemetry system	(54,393)	(10,400)	-	(64,793)
Total accumulated depreciation	<u>(967,163)</u>	<u>(27,586)</u>	<u>-</u>	<u>(994,749)</u>
Total depreciable assets, net	<u>\$ 1,409,192</u>	<u>66,539</u>	<u>-</u>	<u>1,475,731</u>

**Pomona-Walnut-Rowland Joint Water Line Commission**  
**Notes to the Financial Statements, continued**  
**For the Fiscal Years Ended June 30, 2022 and 2021**

**(3) Capital Assets, continued**

For the fiscal years ending June 30, 2022 and 2021, the Commission had \$0 and \$94,125 in capital asset additions, respectively.

**(4) Net Position**

Calculation of net position as of June 30, were as follows:

	<b>2022</b>	<b>2021</b>
<b>Net investment in capital assets:</b>		
Capital assets, net	\$ 1,447,551	1,475,731
<b>Restricted:</b>		
Capital asset repairs and replacement	846,366	803,043
<b>Unrestricted:</b>	830,013	834,071
<b>Total net position</b>	\$ 3,123,930	3,112,845

**(5) Risk Management**

The Commission is exposed to various risks of loss related to torts, theft of, damage to and destruction of assets; errors and omissions; and natural disasters. The Commission is a member of the Association of California Water Agencies/Joint Powers Insurance Authority (ACWA/JPIA), an intergovernmental risk sharing joint powers authority created to provide self-insurance programs for California water agencies. The purpose of the ACWA/JPIA is to arrange and administer programs of self-insured losses and to purchase excess insurance coverage.

On June 30, 2022, the Commission participated in the liability and property programs of the ACWA/JPIA as follows:

- General and auto liability, public officials and employees' errors and omissions: Total risk financing self-insurance limits of \$5,000,000, combined single limit at \$5,000,000 per occurrence. The JPIA purchases additional excess coverage layers up to \$55 million per occurrence total for general, auto and public officials' liability, which increases the limits on the insurance coverage noted above.
- Cyber Liability coverage is included for all Agencies participating in the Liability Program. It protects the Commission from risks relating to information technology infrastructure and activities by first and third parties. The limit is \$3,000,000 per loss/\$5,000,000 program annual aggregate.

Settled claims have not exceeded any of the coverage amounts in any of the last three fiscal years and there were no reductions in the Commission's insurance coverage during the fiscal years ended June 30, 2022, 2021, and 2020. Liabilities are recorded when it is probable that a loss has been incurred and the amount of the loss can be reasonably estimated net of the respective insurance coverage. Liabilities include an amount for claims that have been incurred but not reported (IBNR). There was no IBNR claims payable as of June 30, 2022, 2021, and 2020.

**Pomona-Walnut-Rowland Joint Water Line Commission**  
**Notes to the Financial Statements, continued**  
**For the Fiscal Years Ended June 30, 2022 and 2021**

**(6) Governmental Accounting Standards Board Statements Issued, Not Yet Effective**

The Governmental Accounting Standards Board (GASB) has issued several pronouncements prior to June 30, 2022, that has effective dates that may impact future financial presentations.

The following pronouncement implementation dates have been delayed one year due to the COVID-19 pandemic.

***Governmental Accounting Standards Board Statement No. 91***

In May 2019, the GASB issued Statement No. 91 – *Conduit Debt Obligations*. The primary objectives of this Statement are to provide a single method of reporting conduit debt obligations by issuers and eliminate diversity in practice associated with (1) commitments extended by issuers, (2) arrangements associated with conduit debt obligations, and (3) related note disclosures. This Statement achieves those objectives by clarifying the existing definition of a conduit debt obligation; establishing that a conduit debt obligation is not a liability of the issuer; establishing standards for accounting and financial reporting of additional commitments and voluntary commitments extended by issuers and arrangements associated with conduit debt obligations; and improving required note disclosures.

This Statement also addresses arrangements—often characterized as leases—that are associated with conduit debt obligations. In those arrangements, capital assets are constructed or acquired with the proceeds of a conduit debt obligation and used by third-party obligors in the course of their activities. Payments from third-party obligors are intended to cover and coincide with debt service payments. During those arrangements, issuers retain the titles to the capital assets. Those titles may or may not pass to the obligors at the end of the arrangements.

This Statement requires issuers to disclose general information about their conduit debt obligations, organized by type of commitment, including the aggregate outstanding principal amount of the issuers' conduit debt obligations and a description of each type of commitment. Issuers that recognize liabilities related to supporting the debt service of conduit debt obligations also should disclose information about the amount recognized and how the liabilities changed during the reporting period.

The requirements of this Statement were effective for reporting periods beginning after December 15, 2020; however, in light of the COVID-19 pandemic, the effective date has been postponed by one year. Earlier application is encouraged.

***Governmental Accounting Standards Board Statement No. 92***

In January 2020, the GASB issued Statement No. 92 – *Omnibus 2020*. The objectives of this Statement are to enhance comparability in accounting and financial reporting and to improve the consistency of authoritative literature by addressing practice issues that have been identified during implementation and application of certain GASB Statements.

The requirements of this Statement were as follows: (1) The requirements related to the effective date of Statement 87 and Implementation Guide 2019-3, reinsurance recoveries, and terminology used to refer to derivative instruments are effective upon issuance; (2) The requirements related to intra-entity transfers of assets and those related to the applicability of Statements 73 and 74 are effective for fiscal years beginning after June 15, 2020; (3) The requirements related to application of Statement 84 to postemployment benefit arrangements and those related to nonrecurring fair value measurements of assets or liabilities are effective for reporting periods beginning after June 15, 2020; and (4) The requirements related to the measurement of liabilities (and assets, if any) associated with AROs in a government acquisition are effective for government acquisitions occurring in reporting periods beginning after June 15, 2020; however, in light of the COVID-19 pandemic, the effective date has been postponed by one year. Earlier application is encouraged and is permitted by topic.

**Pomona-Walnut-Rowland Joint Water Line Commission**  
**Notes to the Financial Statements, continued**  
**For the Fiscal Years Ended June 30, 2022 and 2021**

**(6) Governmental Accounting Standards Board Statements Issued, Not Yet Effective, continued**

***Governmental Accounting Standards Board Statement No. 93***

In March 2020, the GASB issued Statement No. 93 – *Replacement of Interbank Offered Rates*. The objective of this Statement is to address accounting and financial reporting implications that result from the replacement of an IBOR. This Statement achieves that objective by: (1) Providing exceptions for certain hedging derivative instruments to the hedge accounting termination provisions when an IBOR is replaced as the reference rate of the hedging derivative instrument’s variable payment; (2) Clarifying the hedge accounting termination provisions when a hedged item is amended to replace the reference rate; (3) Clarifying that the uncertainty related to the continued availability of IBORs does not, by itself, affect the assessment of whether the occurrence of a hedged expected transaction is probable; (4) Removing LIBOR as an appropriate benchmark interest rate for the qualitative evaluation of the effectiveness of an interest rate swap; (5) Identifying a Secured Overnight Financing Rate and the Effective Federal Funds Rate as appropriate benchmark interest rates for the qualitative evaluation of the effectiveness of an interest rate swap; (6) Clarifying the definition of reference rate, as it is used in Statement 53, as amended; and (7) Providing an exception to the lease modifications guidance in Statement 87, as amended, for certain lease contracts that are amended solely to replace an IBOR as the rate upon which variable payments depend.

The requirements of this Statement were effective as follows: (1) The removal of LIBOR as an appropriate benchmark interest rate is effective for reporting periods ending after December 31, 2021; and (2) All other requirements of this Statement are effective for reporting periods beginning after June 15, 2020; however, in light of the COVID-19 pandemic, the effective dates have been postponed by one year. Earlier application is encouraged.

***Governmental Accounting Standards Board Statement No. 94***

In March 2020, the GASB issued Statement No. 94 – *Public-Private and Public-Public Partnerships and Availability Payment Arrangements*. The primary objective of this Statement is to improve financial reporting by addressing issues related to public-private and public-public partnership arrangements (PPPs). As used in this Statement, a PPP is an arrangement in which a government (the transferor) contracts with an operator (a governmental or nongovernmental entity) to provide public services by conveying control of the right to operate or use a nonfinancial asset, such as infrastructure or other capital asset (the underlying PPP asset), for a period of time in an exchange or exchange-like transaction. Some PPPs meet the definition of a service concession arrangement (SCA), which the Board defines in this Statement as a PPP in which (1) the operator collects and is compensated by fees from third parties; (2) the transferor determines or has the ability to modify or approve which services the operator is required to provide, to whom the operator is required to provide the services, and the prices or rates that can be charged for the services; and (3) the transferor is entitled to significant residual interest in the service utility of the underlying PPP asset at the end of the arrangement.

This Statement also provides guidance for accounting and financial reporting for availability payment arrangements (APAs). As defined in this Statement, an APA is an arrangement in which a government compensates an operator for services that may include designing, constructing, financing, maintaining, or operating an underlying nonfinancial asset for a period of time in an exchange or exchange-like transaction.

The requirements of this Statement are effective for fiscal years beginning after June 15, 2022, and all reporting periods thereafter. Earlier application is encouraged.

**Pomona-Walnut-Rowland Joint Water Line Commission**  
**Notes to the Financial Statements, continued**  
**For the Fiscal Years Ended June 30, 2022 and 2021**

**(6) Governmental Accounting Standards Board Statements Issued, Not Yet Effective, continued**

***Governmental Accounting Standards Board Statement No. 96***

In May 2020, the GASB issued Statement No. 96 – *Subscription-Based Information Technology Arrangements*. This Statement provides guidance on the accounting and financial reporting for subscription-based information technology arrangements (SBITAs) for government end users (governments). This Statement (1) defines a SBITA; (2) establishes that a SBITA results in a right-to-use subscription asset—an intangible asset—and a corresponding subscription liability; (3) provides the capitalization criteria for outlays other than subscription payments, including implementation costs of a SBITA; and (4) requires note disclosures regarding a SBITA. To the extent relevant, the standards for SBITAs are based on the standards established in Statement No. 87, Leases, as amended.

The requirements of this Statement are effective for fiscal years beginning after June 15, 2022, and all reporting periods thereafter. Earlier application is encouraged.

***Governmental Accounting Standards Board Statement No. 97***

In June 2020, the GASB issued Statement No. 97 – *Certain Component Unit Criteria, and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans—an amendment of GASB Statements No. 41 and No. 84, and a supersession of GASB Statement No. 32*. The primary objectives of this Statement are to (1) increase consistency and comparability related to the reporting of fiduciary component units in circumstances in which a potential component unit does not have a governing board and the primary government performs the duties that a governing board typically would perform; (2) mitigate costs associated with the reporting of certain defined contribution pension plans, defined contribution other postemployment benefit (OPEB) plans, and employee benefit plans other than pension plans or OPEB plans (other employee benefit plans) as fiduciary component units in fiduciary fund financial statements; and (3) enhance the relevance, consistency, and comparability of the accounting and financial reporting for Internal Revenue Code (IRC) Section 457 deferred compensation plans (Section 457 plans) that meet the definition of a pension plan and for benefits provided through those plans.

The requirements of this Statement that (1) exempt primary governments that perform the duties that a governing board typically performs from treating the absence of a governing board the same as the appointment of a voting majority of a governing board in determining whether they are financially accountable for defined contribution pension plans, defined contribution OPEB plans, or other employee benefit plans and (2) limit the applicability of the financial burden criterion in paragraph 7 of Statement 84 to defined benefit pension plans and defined benefit OPEB plans that are administered through trusts that meet the criteria in paragraph 3 of Statement 67 or paragraph 3 of Statement 74, respectively, are effective immediately. The requirements of this Statement that are related to the accounting and financial reporting for Section 457 plans are effective for fiscal years beginning after June 15, 2021. For purposes of determining whether a primary government is financially accountable for a potential component unit, the requirements of this Statement that provide that for all other arrangements, the absence of a governing board be treated the same as the appointment of a voting majority of a governing board if the primary government performs the duties that a governing board typically would perform, are effective for reporting periods beginning after June 15, 2021. Earlier application of those requirements is encouraged and permitted by requirement as specified within this Statement. The Board considered the effective dates for the requirements of this Statement in light of the COVID-19 pandemic and in concert with Statement No. 95, Postponement of the Effective Dates of Certain Authoritative Guidance.

**Pomona-Walnut-Rowland Joint Water Line Commission**  
**Notes to the Financial Statements, continued**  
**For the Fiscal Years Ended June 30, 2022 and 2021**

**(6) Governmental Accounting Standards Board Statements Issued, Not Yet Effective, continued**

***Governmental Accounting Standards Board Statement No. 98***

In October 2021, the GASB issued Statement No. 98 – *The Annual Comprehensive Financial Report*. This Statement establishes the term annual comprehensive financial report and its acronym ACFR. That new term and acronym replace instances of comprehensive annual financial report and its acronym in generally accepted accounting principles for state and local governments.

This Statement was developed in response to concerns raised by stakeholders that the common pronunciation of the acronym for comprehensive annual financial report sounds like a profoundly objectionable racial slur. This Statement’s introduction of the new term is founded on a commitment to promoting inclusiveness.

The requirements of this Statement are effective for fiscal years ending after December 15, 2021. Earlier application is encouraged.

***Governmental Accounting Standards Board Statement No. 99***

In April 2022, the GASB issued Statement No. 99 – *Omnibus 2022*. The objectives of this Statement are to enhance comparability in accounting and financial reporting and to improve the consistency of authoritative literature by addressing (1) practice issues that have been identified during implementation and application of certain GASB Statements and (2) accounting and financial reporting for financial guarantees.

The requirements of this Statement will enhance comparability in the application of accounting and financial reporting requirements and will improve the consistency of authoritative literature. Consistent authoritative literature enables governments and other stakeholders to locate and apply the correct accounting and financial reporting provisions, which improves the consistency with which such provisions are applied. The comparability of financial statements also will improve as a result of this Statement. Better consistency and comparability improve the usefulness of information for users of state and local government financial statements.

The requirements of this Statement are effective for fiscal years beginning after June 15, 2023, and all reporting periods thereafter. Earlier application is encouraged.

***Governmental Accounting Standards Board Statement No. 100***

In June 2022, the GASB issued Statement No. 100 – *Accounting Changes and Error Corrections – An Amendment of GASB Statement No. 62*. The primary objective of this Statement is to enhance accounting and financial reporting requirements for accounting changes and error corrections to provide more understandable, reliable, relevant, consistent, and comparable information for making decisions or assessing accountability.

This Statement defines accounting changes as changes in accounting principles, changes in accounting estimates, and changes to or within the financial reporting entity and describes the transactions or other events that constitute those changes. As part of those descriptions, for (1) certain changes in accounting principles and (2) certain changes in accounting estimates that result from a change in measurement methodology, a new principle or methodology should be justified on the basis that it is preferable to the principle or methodology used before the change. That preferability should be based on the qualitative characteristics of financial reporting—understandability, reliability, relevance, timeliness, consistency, and comparability. This Statement also addresses corrections of errors in previously issued financial statements.

**Pomona-Walnut-Rowland Joint Water Line Commission**  
**Notes to the Financial Statements, continued**  
**For the Fiscal Years Ended June 30, 2022 and 2021**

**(6) Governmental Accounting Standards Board Statements Issued, Not Yet Effective, continued**

***Governmental Accounting Standards Board Statement No. 100, continued***

The requirements of this Statement will improve the clarity of the accounting and financial reporting requirements for accounting changes and error corrections, which will result in greater consistency in application in practice. In turn, more understandable, reliable, relevant, consistent, and comparable information will be provided to financial statement users for making decisions or assessing accountability. In addition, the display and note disclosure requirements will result in more consistent, decision useful, understandable, and comprehensive information for users about accounting changes and error corrections.

The requirements of this Statement are effective for accounting changes and error corrections made in fiscal years beginning after June 15, 2023, and all reporting periods thereafter. Earlier application is encouraged.

***Governmental Accounting Standards Board Statement No. 101***

In June 2022, the GASB issued Statement No. 101 – *Compensated Absences*. The objective of this Statement is to better meet the information needs of financial statement users by updating the recognition and measurement guidance for compensated absences. That objective is achieved by aligning the recognition and measurement guidance under a unified model and by amending certain previously required disclosures.

This Statement requires that liabilities for compensated absences be recognized for (1) leave that has not been used and (2) leave that has been used but not yet paid in cash or settled through noncash means. A liability should be recognized for leave that has not been used if (a) the leave is attributable to services already rendered, (b) the leave accumulates, and (c) the leave is more likely than not to be used for time off or otherwise paid in cash or settled through noncash means. Leave is attributable to services already rendered when an employee has performed the services required to earn the leave. Leave that accumulates is carried forward from the reporting period in which it is earned to a future reporting period during which it may be used for time off or otherwise paid or settled. In estimating the leave that is more likely than not to be used or otherwise paid or settled, a government should consider relevant factors such as employment policies related to compensated absences and historical information about the use or payment of compensated absences. However, leave that is more likely than not to be settled through conversion to defined benefit postemployment benefits should not be included in a liability for compensated absences.

The requirements of this Statement are effective for fiscal years beginning after December 15, 2023, and all reporting periods thereafter. Earlier application is encouraged.

**(7) Commitments and Contingencies**

***Litigation***

In the ordinary course of operations, the Commission is subject to claims and litigation from outside parties. After consultation with legal counsel, the Commission believes the ultimate outcome of such matters, if any, will not materially affect its financial condition.

**(8) Subsequent Events**

Events occurring after June 30, 2022, have been evaluated for possible adjustment to the financial statements or disclosure as of October 13, 2022, which is the date the financial statements were available to be issued.



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# **Supplementary Information**



**Pomona-Walnut-Rowland Joint Water Line Commission**  
**Combining Schedule of Revenues, Expenses, and Changes in Net Position**  
**For the Fiscal Year Ended June 30, 2022**

	<u>Water Operations</u>	<u>General and Administrative</u>	<u>Total</u>
<b>Operating revenues:</b>			
Water sales to member agencies	\$ 21,106,617	-	21,106,617
Member agency assessments	-	99,800	99,800
<b>Total operating revenues</b>	<u>21,106,617</u>	<u>99,800</u>	<u>21,206,417</u>
<b>Operating expenses:</b>			
Water purchases	21,106,617	-	21,106,617
Maintenance	13,315	-	13,315
General and administrative	-	64,200	64,200
Insurance expense	-	2,183	2,183
Legal fees	-	815	815
Auditing	-	7,154	7,154
Other	-	4,800	4,800
<b>Total operating expenses</b>	<u>21,119,932</u>	<u>79,152</u>	<u>21,199,084</u>
<b>Operating (loss) income before depreciation</b>	(13,315)	20,648	7,333
Depreciation	(28,180)	-	(28,180)
<b>Operating (loss) income</b>	<u>(41,495)</u>	<u>20,648</u>	<u>(20,847)</u>
<b>Non-operating revenue (expense), net:</b>			
Unrealized loss on investments, net	(13,509)	-	(13,509)
Other non-operating revenue	2,118	-	2,118
<b>Total non-operating revenue (expense), net</b>	<u>(11,391)</u>	<u>-</u>	<u>(11,391)</u>
<b>Net (loss) income before capital contributions</b>	<u>(52,886)</u>	<u>20,648</u>	<u>(32,238)</u>
<b>Capital contributions:</b>			
Surcharges	43,323	-	43,323
<b>Total capital contributions</b>	<u>43,323</u>	<u>-</u>	<u>43,323</u>
<b>Changes in net position</b>	(9,563)	20,648	11,085
<b>Net position, beginning of period</b>	<u>2,917,113</u>	<u>195,732</u>	<u>3,112,845</u>
<b>Net position, end of period</b>	<u>\$ 2,907,550</u>	<u>216,380</u>	<u>3,123,930</u>

**Pomona-Walnut-Rowland Joint Water Line Commission**  
**Combining Schedule of Revenues, Expenses, and Changes in Net Position**  
**For the Fiscal Year Ended June 30, 2021**

	<u>Water Operations</u>	<u>General and Administrative</u>	<u>Total</u>
<b>Operating revenues:</b>			
Water sales to member agencies	\$ 22,384,673	-	22,384,673
Member agency assessments	-	99,800	99,800
<b>Total operating revenues</b>	<u>22,384,673</u>	<u>99,800</u>	<u>22,484,473</u>
<b>Operating expenses:</b>			
Water purchases	22,384,673	-	22,384,673
Maintenance	20,686	-	20,686
General and administrative	-	64,200	64,200
Insurance expense	-	2,183	2,183
Legal fees	-	215	215
Auditing	-	6,912	6,912
Other	-	5,245	5,245
<b>Total operating expenses</b>	<u>22,405,359</u>	<u>78,755</u>	<u>22,484,114</u>
<b>Operating (loss) income before depreciation</b>	(20,686)	21,045	359
Depreciation	<u>(27,586)</u>	-	<u>(27,586)</u>
<b>Operating (loss) income</b>	<u>(48,272)</u>	<u>21,045</u>	<u>(27,227)</u>
<b>Non-operating revenue:</b>			
Investment income	1,197	-	1,197
Other non-operating revenue	1,390	-	1,390
<b>Total non-operating revenues</b>	<u>2,587</u>	<u>-</u>	<u>2,587</u>
<b>Net (loss) income before capital contributions</b>	<u>(45,685)</u>	<u>21,045</u>	<u>(24,640)</u>
<b>Capital contributions:</b>			
Surcharges	<u>43,323</u>	-	<u>43,323</u>
<b>Total capital contributions</b>	<u>43,323</u>	<u>-</u>	<u>43,323</u>
<b>Changes in net position</b>	(2,362)	21,045	18,683
<b>Net position, beginning of period</b>	<u>2,919,475</u>	<u>174,687</u>	<u>3,094,162</u>
<b>Net position, end of period</b>	<u>\$ 2,917,113</u>	<u>195,732</u>	<u>3,112,845</u>

**Pomona-Walnut-Rowland Joint Water Line Commission**  
**Schedule of Assets Invested in Capital Assets by Member Agency**  
**For the Fiscal Year Ended June 30, 2022**

	<b>City of Pomona</b>	<b>Walnut Valley Water District</b>	<b>Rowland Water District</b>	<b>Total</b>
Pipeline section A-B	\$ 276,438	151,474	106,031	533,943
Pipeline section B-D	188,719	150,958	94,359	434,036
Pipeline section D-F	-	621,096	386,002	1,007,098
Pipeline relocation	129,970	105,948	70,208	306,126
Telemetry system	-	60,320	43,680	104,000
Service connections	66,374	8,455	10,448	85,277
Total capital assets	\$ <u>661,501</u>	<u>1,098,251</u>	<u>710,728</u>	<u>2,470,480</u>

\* This schedule does not include accumulated depreciation

**Pomona-Walnut-Rowland Joint Water Line Commission**  
**Schedule of Assets Invested in Capital Assets by Member Agency**  
**For the Fiscal Year Ended June 30, 2021**

	<b>City of Pomona</b>	<b>Walnut Valley Water District</b>	<b>Rowland Water District</b>	<b>Total</b>
Pipeline section A-B	\$ 276,438	151,474	106,031	533,943
Pipeline section B-D	188,719	150,958	94,359	434,036
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Total capital assets	\$ <u>661,501</u>	<u>1,098,251</u>	<u>710,728</u>	<u>2,470,480</u>

\* This schedule does not include accumulated depreciation

# **Report on Internal Controls and Compliance**





**Independent Auditor’s Report on Internal Controls Over Financial Reporting  
and on Compliance and Other Matters Based on an Audit of Financial Statements  
Performed in Accordance with *Government Auditing Standards***

Board of Commissioners  
Pomona-Walnut-Rowland Joint Water Line Commission  
Rowland Heights, California

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the Pomona-Walnut-Rowland Joint Water Line Commission (Commission) as of and for the fiscal years ended June 30, 2022 and 2021, and the related notes to the financial statements, which collectively comprises the Commission’s basic financial statements, and have issued our report thereon dated October 13, 2022.

**Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the Commission’s internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Commission’s internal control. Accordingly, we do not express an opinion on the effectiveness of the Commission’s internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity’s financial statements will not be prevented or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

**Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the Commission’s financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

**Independent Auditor's Report on Internal Controls Over Financial Reporting  
and on Compliance and Other Matters Based on an Audit of Financial Statements  
Performed in Accordance with *Government Auditing Standards*, (continued)**

**Purpose of this Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Commission's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Commission's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

**Fedak & Brown LLP**  
Cypress, California  
October 13, 2022

**MINUTES OF THE SEVEN HUNDRED AND NINETY FOURTH MEETING OF THE  
POMONA-WALNUT-ROWLAND JOINT WATER LINE COMMISSION**

**June 9, 2022**

Meeting conducted via

Webex at: <https://walnutvalley.webex.com/meet/bmeeting>

**PRESENT:**

Commissioner Scarlett Kwong  
Commissioner Tony Lima  
Commissioner Victor Preciado  
Alternate Commissioner Bellah

**STAFF PRESENT:**

Tom Monk, Administrative Officer  
Myra Malner, Treasurer  
Carmen Fleming, Secretary

The meeting was called to order at 4:03 p.m. with President Preciado presiding.

In attendance: Member agency representative Mr. Tom Coleman, Ms. Gabby Sanchez, and Mr. Dusty Moiso, of Rowland Water District; and Ms. Sherry Shaw, Mr. Jared Macias, Mr. Josh Byerrum, and Mr. Erik Hitchman, of Walnut Valley Water District; and Ms. Jody Roberto, and Mr. Carlos Goytia, Directors at Three Valleys Municipal Water District; and Mr. Chris Diggs, City of Pomona.

**Item 3: Public Comment**

- ◆ There was no public comment at this time.

**Item 4: Late Business**

- ◆ There was no late business to be brought before the Commission at this time.

**Item 5: Consider Adoption of Subsequent Resolution No. 111 Authorizing Remote Teleconference Meetings for the Period of June 9, 2022 to July 8, 2022**

*Upon consideration thereof, it was moved by Commissioner Lima, seconded by Commissioner Kwong and unanimously carried (3-0), to adopt Resolution No. 111 authorizing teleconference meetings for the period of June 9, 2022 to July 8, 2022. A roll call vote was then taken:*

*Yes: Kwong, Lima, Preciado*

*Noes: None*

*Motion Passed (3-0)*

**Commissioner Preciado indicated that the motion was  
approved by a 3-0 vote roll call vote**

**Item 6: Approval of Minutes for Meeting Held February 10, 2022**

- ◆ The Commission was asked to approve the meeting minutes for the previous Commission meeting held February 10, 2022.

***Upon consideration thereof, it was moved by Commissioner Kwong, seconded by Commissioner Lima and carried (3-0), to approve the minutes of the February 10, 2022. A roll call vote was then taken:***

*Yes: Kwong, Lima, Preciado  
Noes: None  
Motion Passed (3-0)*

**Commissioner Preciado indicated that the motion was approved by a 3-0 vote roll call vote**

**Item 7: Approval of Warrants and Charges Paid February 2022 through May 2022**

- ◆ The Commission was provided with a List of Warrants and Charges for February through May 2022.

***Upon consideration thereof, it was moved by Commissioner Lima, seconded by Commissioner Kwong and carried (3-0), to receive and file the Warrants and Charges for February through May 2022. A roll call vote was then taken:***

*Yes: Kwong, Lima, Preciado  
Noes: None  
Motion Passed (3-0)*

**Commissioner Preciado indicated that the motion was approved by a 3-0 vote roll call vote**

**Item 8: Communications**

- ◆ Mr. Monk did not have any Communication matters to report.

**Item 9: Approval of Financial Reports**

- ◆ Ms. Malner noted the Balance Sheet, the Statement of Income & Expenses, and the Cash & Investment Portfolio Summary as provided and requested they be received and filed.

***Upon consideration thereof, it was moved by Commissioner Lima, seconded by Commissioner Kwong and unanimously carried (3-0), to receive and file the Balance Sheet ending March 31, 2022, the Statement of Income & Expenses as of quarter ending March 31, 2022, and Cash & Investment Portfolio Summary as of quarter ending March 31, 2022. A roll call vote was then taken:***

*Yes: Kwong, Lima, Preciado  
Noes: None  
Motion Passed (3-0)*

**Commissioner Preciado indicated that the motion was approved by a 3-0 vote roll call vote**

**Item 10: Approval of Proposed Budget for Fiscal Year 2022-23**

- ◆ Mr. Byerrum discussed the details of the proposed budget for Fiscal Year 2022-23, after which he requested approval of the proposed budget by the Commission.

***Upon consideration thereof, it was moved by Commissioner Kwong, seconded by Commissioner Lima and unanimously carried (3-0), to approve the budget for Fiscal Year 2022-23 as presented. A roll call vote was then taken:***

*Yes: Kwong, Lima, Preciado  
Noes: None  
Motion Passed (3-0)*

**Commissioner Preciado indicated that the motion was approved by a 3-0 vote roll call vote**

**Item 11: Three Valleys Municipal Water District**

- ◆ TVMWD staff noted that there was no report.

**Item 12: Administrative Report**

- ◆ Mr. Monk did not have any administrative matters to report at this time.

**Item 13: Operations Report**

- ◆ The Commission was provided with the Operations Report for the period of January through April 2022.

**Item 14: Water Use Reports for January through April 2022**

- ◆ The Commission was asked to receive and file the Water Usage Reports for January through April 2022, as presented.

***Upon consideration thereof, it was moved by Commissioner Lima, seconded by Commissioner Kwong and unanimously carried (3-0), to receive and file the Water Use Reports for January through April 2022. A roll call vote was then taken:***

*Yes: Kwong, Lima, Preciado  
Noes: None  
Motion Passed (3-0)*

**Commissioner Preciado indicated that the motion was approved by a 3-0 vote roll call vote**

**Item 15: Commissioners Questions and Comments**

- ◆ There were no Commissioner questions or comments at this time.

**Item 16: Subjects for Discussion at Future Meetings**

- ◆ There were no items requested for discussion at future meetings.

**Item 17: Adjournment at 4:20 p.m.**

***There being no further business to discuss, by common consensus the Commission meeting was adjourned. The next Commission meeting to be held October 13, 2022.***

# 2022 BIENNIAL REVIEW CERTIFICATION FORM

Submit now or no later than October 3, 2022

Name of Agency: Pomona-Walnut-Rowland Joint Water Line Commission  
Name of Agency Head: Tom Monk  
Mailing Address: 271 S. Brea Canyon Road  
City: Walnut State: CA Zip Code: 91789  
Agency Code Officer: Carmen Fleming Office Phone No.: 909-595-1268  
E-Mail Address: cfleming@wwwd.com

*Accurate disclosure is essential to monitor whether officials have conflicts of interest and to help ensure public trust in government. The biennial review examines current programs to ensure that the agency's code includes disclosure by those agency officials who make or participate in making governmental decisions.*


**This agency has reviewed its conflict of interest code and has determined that (check one box):**

- 1. AN AMENDMENT IS REQUIRED** (Check all that apply. You have 90 days to submit your changes):
- Include new positions
  - Revise disclosure categories
  - Revise the titles of existing positions
  - Delete titles of positions that have been abolished and/or positions that no longer make or participate in making governmental decisions
  - Other (describe) \_\_\_\_\_
- 2. THE CODE CHANGES HAVE BEEN SUBMITTED AND ARE IN THE PROCESS OF ADOPTION BY THE COUNTY.**
- 3. NO AMENDMENT IS REQUIRED.**

**If your code has not been amended in more than five years, amendments may be necessary.**

**Verification (to be completed if no amendment is required)**

*This agency's conflict of interest code accurately designates all positions that make or participate in the making of governmental decisions. The disclosure categories assigned to those positions accurately require the disclosure of all investments, business positions, interests in real property, and sources of income that may foreseeably be affected materially by the decisions made by those holding designated positions. The code includes all other provisions required by Government Code Section 87302.*

  
\_\_\_\_\_  
Signature of Agency Head or Designee

9/20/2022  
\_\_\_\_\_  
Date

**All agencies must complete and return this notice even if no amendment is required, and regardless of how recently your code was approved or amended. Please submit this notice no later than Monday, October 3, 2022 to COICODES-Desk@bos.lacounty.gov**

**PLEASE DO NOT RETURN THIS FORM TO THE FPPC**

Conflict of Interest Code  
of the

**POMONA-WALNUT-ROWLAND JOINT WATER LINE COMMISSION**

Incorporation of FPPC Regulation 18730 (2 California Code of Regulations, Section 18730) by Reference

The Political Reform Act (Government Code Section 81000, *et seq.*) requires state and local government agencies to adopt and promulgate conflict of interest codes. The Fair Political Practices Commission has adopted a regulation (2 Cal. Code of Regs. 18730), which contains the terms of a standard conflict of interest code. After public notice and hearing, it may be amended by the Fair Political Practices Commission to conform to amendments in the Political Reform Act. Therefore, the terms of 2 California Code of Regulations Section 18730, and any amendments to it duly adopted by the Fair Political Practices Commission, are hereby incorporated into the conflict of interest code of this agency by reference. This regulation and the attached Appendices (or Exhibits) designating officials and employees and establishing economic disclosure categories shall constitute the conflict of interest code of this agency.

Place of Filing of Statements of Economic Interests

All officials and employees required to submit a statement of economic interests shall file their statements with the agency head, or his or her designee. The agency shall make and retain a copy of all statements filed by its Board Members, Governing Board Members, Alternate Board Members, as appropriate, and its agency head (Agency/Department Head, Executive Officer or Chief Executive Officer, Superintendent, or Director), and forward the originals of such statement to the Executive Office of the Board of Supervisors of Los Angeles County.

The agency shall retain the originals of statements for all other Designated Positions named in the agency's conflict of interest code. All retained statements, original or copied, shall be available for public inspection and reproduction (Gov. Code Section 81008).



# POMONA-WALNUT-ROWLAND JOINT WATER LINE COMMISSION

## EXHIBIT "A"

### CATEGORY 1

Persons in this category shall disclose all interest in real property within the jurisdiction. Real property shall be deemed to be within the jurisdiction if the property or any part of it is located within or not more than two miles outside the boundaries of the jurisdiction or within two miles of any land owned or used by the agency.

Persons are not required to disclose property used primarily as their residence or for personal recreational purposes.

### CATEGORY 2

Persons in this category shall disclose all investments and business positions.

### CATEGORY 3

Persons in this category shall disclose all income and business positions.

### CATEGORY 4

Persons in this category shall disclose all business positions, investments in, or income (including gifts and loans) received from business entities that manufacture, provide or sell service and/or supplies of a type utilized by the agency and associated with the job assignment of designated positions assigned to this disclosure category.

### CATEGORY 5

Individuals who perform under contract the duties of any designated position shall be required to file Statements of Economic Interests disclosing reportable interest in the categories assigned to that designated position.

In addition, individuals who, under contract, participate in decisions which affect financial interests by providing information, advice, recommendation or counsel to the agency which could affect financial interest shall be required to file Statements of Economic Interests, unless they fall within the Political Reform Act's exceptions to the definition of consultant. The level of disclosure shall be as determined by the executive officer (or head) of the agency.

**POMONA-WALNUT-ROWLAND JOINT WATER LINE COMMISSION**

**EXHIBIT "B"**

<u>Designated Positions</u>	<u>Disclosure Categories</u>
Commissioners	1, 2, 3
Alternate Commissioners	1, 2, 3
Administrative Officer	1, 2, 3
Treasurer	1, 2, 3
Consultant	5

**EFFECTIVE: APRIL 5, 2006**

**RESOLUTION NO. 113**

**VOLUNTEER PERSONNEL  
WORKERS' COMPENSATION INSURANCE**

**WHEREAS**, this Commission desires to provide Workers' Compensation Insurance benefits for persons authorized by the Agency to perform volunteer services for the Agency, and

**WHEREAS**, the Legislature of the State of California has provided through legislation (Labor Code Section 3363.5) authorization for the inclusion of such coverage in the Agency's workers' compensation insurance policy.

**NOW, THEREFORE, BE IT RESOLVED**, that the Board of Commissioners of the Pomona-Walnut-Rowland Joint Water Line Commission hereby adopts the policy that an unpaid person authorized to perform volunteer service for the Agency shall be deemed to be an employee of the Agency for the purposes of Workers' Compensation Insurance benefits provided for by law for any injury or illness sustained by them while engaged in the performance of services for the Agency under its direction and control.

**PASSED AND ADOPTED** at a regular meeting of the Board of Commissioners of Pomona-Walnut-Rowland Joint Water Line Commission, held this 13<sup>th</sup> day of October, 2022, by the following roll call vote:

AYES:  
NOES:  
ABSENT:

\_\_\_\_\_  
Chairman

ATTEST:

\_\_\_\_\_  
Secretary

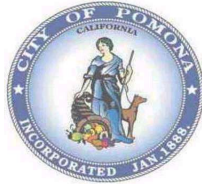
**POMONA-WALNUT-ROWLAND  
JOINT WATER LINE COMMISSION**

271 South Brea Canyon Road  
Walnut, California 91789-3002  
(909) 595-1268 • (626) 964-6551 • FAX (909) 594-9532

**MEMORANDUM**

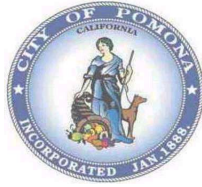
**TO:** Commissioners Kwong, Lima and Preciado      **DATE:** October 13, 2022  
**FROM:** Tom Monk, Administrative Officer  
**RE:** 2023 Calendar/Meeting Schedule

Attached for your information is the 2023 P-W-R Meeting Calendar denoting three regularly scheduled meetings on February 9, June 8, and October 12.



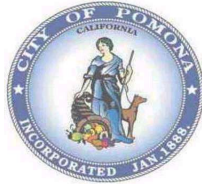
**POMONA-WALNUT-ROWLAND JOINT WATER LINE COMMISSION**  
**LIST OF WARRANTS & CHARGES**  
**JUNE 2022**

Check No.	Payee	Inv. Date	Description	Amount
11852	Caselle, Inc.	6/1/2022	Contract Support and Maint. for 7/1/22 to 7/31/22	\$ 126.00
<b>Total</b>				<b>\$ 126.00</b>
11853	Fedak & Brown LLP	5/31/2022	Progress Billing on 6/30/22 Audit	\$ 700.00
<b>Total</b>				<b>\$ 700.00</b>
EFT	Three Valleys Municipal Water District	4/30/2022	PM-15A	\$ 855,393.00
		4/30/2022	PM-21	\$ 612,411.80
		4/30/2022	LRP Credit (City of Pomona)	\$ (8,280.00)
		4/30/2022	TVMWD Capacity	\$ 6,757.84
		4/30/2022	TVMWD Water Use	\$ 6,492.69
		4/30/2022	MWD Capacity	\$ 29,813.50
<b>Total</b>				<b>\$ 1,502,588.83</b>
<b>Total Expenditures</b>				<b>\$ 1,503,414.83</b>



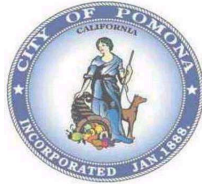
**POMONA-WALNUT-ROWLAND JOINT WATER LINE COMMISSION**  
**LIST OF WARRANTS & CHARGES**  
**JULY 2022**

Check No.	Payee	Inv. Date	Description	Amount
11854	Rowland Water District	6/30/2022	Treasurer Fees	\$ 2,550.00
<b>Total</b>				<b>\$ 2,550.00</b>
11855	Fedak & Brown LLP	6/30/2022	Progress Billing on 6/30/22 Audit	\$ 1,011.00
<b>Total</b>				<b>\$ 1,011.00</b>
11856	Caselle, Inc.	7/1/2022	Contract Support and Maint. for 8/1/22 to 8/31/22	\$ 126.00
<b>Total</b>				<b>\$ 126.00</b>
EFT	Three Valleys Municipal Water District	5/31/2022	PM-15A	\$ 98,499.80
		5/31/2022	PM-15B	\$ 1,411,342.10
		5/31/2022	PM-21	\$ 18,370.10
		5/31/2022	LRP Credit (City of Pomona)	\$ (7,860.00)
		5/31/2022	TVMWD Capacity	\$ 6,757.84
		5/31/2022	TVMWD Water Use	\$ 6,492.69
		5/31/2022	MWD Capacity	\$ 29,813.50
<b>Total</b>				<b>\$ 1,563,416.03</b>
<b>Total Expenditures</b>				<b>\$ 1,567,103.03</b>



**POMONA-WALNUT-ROWLAND JOINT WATER LINE COMMISSION**  
**LIST OF WARRANTS & CHARGES**  
**AUGUST 2022**

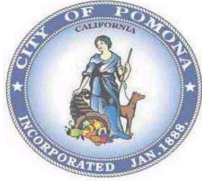
Check No.	Payee	Inv. Date	Description	Amount
11857	Caselle, Inc.	8/1/2022	Contract Support and Maint. for 9/1/22 to 9/30/22	\$ 126.00
<b>Total</b>				<b>\$ 126.00</b>
11858	Fedak & Brown LLP	8/15/2022	Progress Billing on 6/30/22 Audit	\$ 2,211.00
<b>Total</b>				<b>\$ 2,211.00</b>
11859	Walnut Valley Water District	6/30/2022	Administrative, Ops, Secretary	\$ 13,500.00
		6/30/2022	USA Markups	\$ 1,960.00
		6/30/2022	Mileage	\$ 69.26
		6/30/2022	Water Quality Testing	\$ 270.00
<b>Total</b>				<b>\$ 15,799.26</b>
EFT	Three Valleys Municipal Water District	6/30/2022	PM-15B	\$ 1,773,109.10
		6/30/2022	LRP Credit (City of Pomona)	\$ (7,370.00)
		6/30/2022	TVMWD Capacity	\$ 6,757.84
		6/30/2022	TVMWD Water Use	\$ 6,492.69
		6/30/2022	MWD Capacity	\$ 29,813.50
<b>Total</b>				<b>\$ 1,808,803.13</b>
<b>Total Expenditures</b>				<b>\$ 1,826,939.39</b>



**POMONA-WALNUT-ROWLAND JOINT WATER LINE COMMISSION**  
**LIST OF WARRANTS & CHARGES**  
**SEPTEMBER 2022**

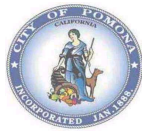
Check No.	Payee	Inv. Date	Description	Amount
11860	ACWA JPIA	8/15/2022	Cyber Liability Coverage from 7/1/22 to 6/30/23	\$ 112.50
<b>Total</b>				<b>\$ 112.50</b>
11861	Caselle, Inc.	9/1/2022	Contract Support and Maint. for 10/1/22 to 10/31/22	\$ 126.00
<b>Total</b>				<b>\$ 126.00</b>
EFT	Three Valleys Municipal Water District	7/31/2022	PM-15B	\$ 2,114,590.10
		7/31/2022	TVMWD Capacity	\$ 6,757.84
		7/31/2022	TVMWD Water Use	\$ 6,492.69
		7/31/2022	MWD Capacity	\$ 29,813.50
<b>Total</b>				<b>\$ 2,157,654.13</b>
<b>Total Expenditures</b>				<b>\$ 2,157,892.63</b>





**POMONA-WALNUT-ROWLAND JWLC**  
**BALANCE SHEET**  
**JUNE 2022**

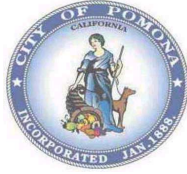
<b>1 Assets</b>		
<b>2 Cash &amp; Investments</b>		
3 Citizens Business Bank	\$	192,724
4 LAIF		1,482,083
5 LAIF - Fair Market Value		(19,081)
<b>6 Total Cash &amp; Investments</b>		<b>1,655,726</b>
<b>7 Other Current Assets</b>		
8 Accounts Receivable - Water Sales		3,408,000
9 Interest Receivable		2,775
10 Prepaid Expenses		1,458
<b>11 Total Other Current Assets</b>		<b>3,412,233</b>
<b>12 Fixed Assets</b>		
13 Pipeline		2,281,203
14 Service Connections		85,277
15 Telemetry System		104,000
16 Accumulated Depreciation		(1,022,929)
<b>17 Total Fixed Assets</b>		<b>1,447,551</b>
<b>18 Total Assets</b>	<b>\$</b>	<b>6,515,509</b>
<b>19 Liabilities &amp; Fund Balance</b>		
<b>20 Current Liabilities</b>		
21 Accounts Payable	\$	3,391,579
<b>22 Total Current Liabilities</b>		<b>3,391,579</b>
<b>23 Fund Balance</b>		
24 Net Investment in Fixed Assets		1,354,019
25 Unappropriated Surplus		810,370
26 Retained Earnings		948,456
27 Net Income		11,085
<b>28 Total Fund Balance</b>		<b>3,123,930</b>
<b>29 Total Liabilities &amp; Fund Balance</b>	<b>\$</b>	<b>6,515,509</b>



**POMONA-WALNUT-ROWLAND JWLC**  
**STATEMENT OF INCOME & EXPENSES**  
**For The Period Ending June 30, 2022**

	<b>JUNE 2022 YTD</b>	<b>ANNUAL BUDGET</b>	<b>\$ DIFFERENCE</b>	<b>% OF BUDGET</b>
<b>1 Income</b>				
2 Water Sales				
3 MWD PM-15	14,812,824	11,815,578	(2,997,246)	125%
4 TVMWD PM-21	5,800,786	8,214,703	2,413,917	71%
5 Total Water Sales	20,613,611	20,030,281	(583,330)	103%
6 Fixed Charges				
7 MWD CRC Charge	340,140	340,140	0	100%
8 TVMWD Connected Capacity	77,449	77,050	(399)	101%
9 TVMWD Water Use Charge	75,418	75,036	(382)	101%
10 Total Fixed Charges	493,007	492,226	(781)	100%
11 Depr. & Replacement				
12 Depreciation Charge	18,989	18,989	-	100%
13 Replacement Charge	24,334	24,334	-	100%
14 Total Depr. & Replacement	43,323	43,323	-	100%
15 Admin. Budget Assessment	99,800	99,800	(0)	100%
16 Interest Income	5,695	12,750	7,055	45%
17 Other Income	2,118	-	(2,118)	0%
<b>18 Total Income</b>	<b>\$ 21,238,349</b>	<b>\$ 20,678,380</b>	<b>\$ (559,969)</b>	<b>103%</b>
<b>19 Expenses</b>				
20 Water Purchases				
21 MWD PM-15	14,812,824	11,815,578	(2,997,246)	125%
22 TVMWD PM-21	5,800,786	8,214,703	2,413,917	71%
23 Total Water Purchases	20,613,611	20,030,281	(583,330)	103%
24 Fixed Charges				
25 MWD Capacity Charge	340,140	340,140	0	100%
26 TVMWD Connected Capacity	77,449	77,050	(399)	101%
27 TVMWD Water Use Charge	75,418	75,036	(382)	101%
28 Total Fixed Charges	493,007	492,226	(781)	100%
29 Equipment & Line Maintenance	13,315	18,000	4,685	74%
30 Contract Services				
31 WVWD	54,000	54,000	-	100%
32 RWD	10,200	10,200	-	100%
33 Total Contract Services	64,200	64,200	-	100%
34 Administrative				
35 Legal	815	5,000	4,185	16%
36 Insurance	2,183	2,200	17	99%
37 Audit & Bookkeeping	7,154	5,500	(1,654)	130%
38 Other Admin Costs / Supplies	2,526	2,900	374	87%
39 ACWA Dues	2,274	2,000	(274)	114%
40 Total Administrative	14,952	17,600	2,648	85%
41 Project Development	-	450,000	450,000	0%
<b>42 Total Expenses</b>	<b>\$ 21,227,264</b>	<b>\$ 21,072,307</b>	<b>\$ (154,957)</b>	<b>101%</b>
<b>43 Net Income</b>	<b>\$ 11,085</b>	<b>\$ (393,927)</b>	<b>\$ (405,012)</b>	<b>-3%</b>

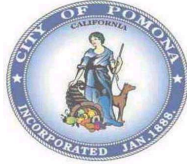
*No assurance is provided on these financial statements. The financial statements do not include a statement of cash flows. Substantially all disclosures required by accounting principles generally accepted in the United States are not included.*



**POMONA-WALNUT-ROWLAND JWLC**  
**INVESTMENT REPORT**  
*For The Period Ending May 31, 2022*

Account Type	Issuer	Par Value	Market Value	Coupon Rate	Effective Yield	Accrued Interest Current Quarter*	Interest Deposited Fiscal YTD	Total Accrued & Deposited Interest Fiscal YTD	% of Portfolio
Investment Account	Local Agency Investment Fund	\$ 1,482,083	\$ 1,465,415	0.68%	0.68%	\$ -	\$ 2,920	\$ 2,920	88.33%
Checking	Citizens Business Bank	\$ 193,550	\$ 193,550	0.00%	0.00%	N/A	N/A	N/A	11.67%
<b>Total Cash &amp; Investments</b>		<b>\$ 1,675,633</b>	<b>\$ 1,658,965</b>	<b>0.60%</b>	<b>0.60%</b>	<b>\$ -</b>	<b>\$ 2,920</b>	<b>\$ 2,920</b>	<b>100.00%</b>
				<i>Weighted Average %</i>					

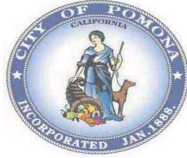
*All investments listed in this report comply with the Commission's Statement of Investment Policy. The Commission's cash balances and investment portfolio provides sufficient cash flow and liquidity to meet all normal obligations, excluding the purchase of water, for at least a six month period of time. All investment interest values shown above are based on annual rates of return.*



**POMONA-WALNUT-ROWLAND JWLC**  
**INVESTMENT REPORT**  
*For The Period Ending June 30, 2022*

Account Type	Issuer	Par Value	Market Value	Coupon Rate	Effective Yield	Accrued Interest Current Quarter*	Interest Deposited Fiscal YTD	Total Accrued & Deposited Interest Fiscal YTD	% of Portfolio
Investment Account	Local Agency Investment Fund	\$ 1,482,083	\$ 1,465,415	0.86%	0.86%	\$ 2,775	\$ 2,920	\$ 5,695	88.38%
Checking	Citizens Business Bank	\$ 192,724	\$ 192,724	0.00%	0.00%	N/A	N/A	N/A	11.62%
<b>Total Cash &amp; Investments</b>		<b>\$ 1,674,807</b>	<b>\$ 1,658,139</b>	<b>0.76%</b>	<b>0.76%</b>	<b>\$ 2,775</b>	<b>\$ 2,920</b>	<b>\$ 5,695</b>	<b>100.00%</b>
					<i>Weighted Average %</i>				

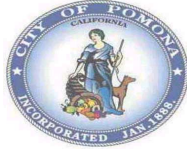
*All investments listed in this report comply with the Commission's Statement of Investment Policy. The Commission's cash balances and investment portfolio provides sufficient cash flow and liquidity to meet all normal obligations, excluding the purchase of water, for at least a six month period of time. All investment interest values shown above are based on annual rates of return.*



**POMONA-WALNUT-ROWLAND JWLC**  
**INVESTMENT REPORT**  
*For The Period Ending July 31, 2022*

Account Type	Issuer	Par Value	Market Value	Coupon Rate	Effective Yield	Accrued Interest Current Quarter*	Interest Deposited Fiscal YTD	Total Accrued & Deposited Interest Fiscal YTD	% of Portfolio
Investment Account	Local Agency Investment Fund	\$ 1,484,858	\$ 1,465,741	1.09%	1.09%	\$ -	\$ 2,775	\$ 2,775	88.58%
Checking	Citizens Business Bank	\$ 189,037	\$ 189,037	0.00%	0.00%	N/A	N/A	N/A	11.42%
<b>Total Cash &amp; Investments</b>		<b>\$ 1,673,895</b>	<b>\$ 1,654,778</b>	<b>0.97%</b>	<b>0.97%</b>	<b>\$ -</b>	<b>\$ 2,775</b>	<b>\$ 2,775</b>	<b>100.00%</b>
					<i>Weighted Average %</i>				

*All investments listed in this report comply with the Commission's Statement of Investment Policy. The Commission's cash balances and investment portfolio provides sufficient cash flow and liquidity to meet all normal obligations, excluding the purchase of water, for at least a six month period of time. All investment interest values shown above are based on annual rates of return.*



**POMONA-WALNUT-ROWLAND JWLC**  
**INVESTMENT REPORT**  
*For The Period Ending August 31, 2022*

Account Type	Issuer	Par Value	Market Value	Coupon Rate	Effective Yield	Accrued Interest Current Quarter*	Interest Deposited Fiscal YTD	Total Accrued & Deposited Interest Fiscal YTD	% of Portfolio
Investment Account	Local Agency Investment Fund	\$ 1,484,858	\$ 1,465,741	1.28%	1.28%	\$ -	\$ 2,775	\$ 2,775	62.28%
Checking	Citizens Business Bank	\$ 887,707	\$ 887,707	0.00%	0.00%	N/A	N/A	N/A	37.72%
<b>Total Cash &amp; Investments</b>		<b>\$ 2,372,564</b>	<b>\$ 2,353,447</b>	<b>0.80%</b>	<b>0.80%</b>	<b>\$ -</b>	<b>\$ 2,775</b>	<b>\$ 2,775</b>	<b>100.00%</b>
					<i>Weighted Average %</i>				

*All investments listed in this report comply with the Commission's Statement of Investment Policy. The Commission's cash balances and investment portfolio provides sufficient cash flow and liquidity to meet all normal obligations, excluding the purchase of water, for at least a six month period of time. All investment interest values shown above are based on annual rates of return.*

# POMONA-WALNUT-ROWLAND JOINT WATER LINE COMMISSION

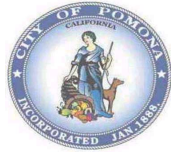
271 South Brea Canyon Road  
Walnut, California 91789-3002  
(909) 595-1268 • (626) 964-6551 • FAX (909) 594-9532

## MEMORANDUM

**TO:** Commissioners Kwong, Lima, and Preciado      **DATE:** October 13, 2022  
**FROM:** Tom Monk, Administrative Officer  
**SUBJECT:** Joint Water Line Operations Report for June 2022- - September 2022

Inspection Report: During the four-month period ending on September 30, 2022, all paved portions of the JWL were driven weekly and visually checked for leaks, vandalism, and other potential problems. Additionally, the cross-country sections of the line were walked and nothing unusual was found. Routine maintenance was performed as needed.

Meter Testing: On July 7, 2022, staff tested and calibrated the JWL meters. All meters tested within the established parameters.



## POMONA-WALNUT-ROWLAND JOINT WATER LINE COMMISSION

### WATER USE DISTRIBUTION & BILLING

MAY 2022

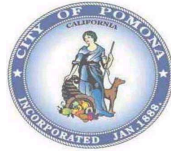
CONSUMPTION PER AGENCY (Per PWR Meter Reads)		
	Water Consumption (Acre-feet)	Allocation %
Pomona	175.551	13.038%
Walnut	609.135	45.239%
Rowland	561.793	41.723%
LaVerne	-	0.000%
<b>TOTAL</b>	<b>1,346.479</b>	<b>100.000%</b>

WATER PRODUCTION (ACTUAL)		
	Water Consumption (Acre-feet)	Allocation %
MWD	1,339.70	98.798%
TVMWD	16.30	1.202%
LaVerne	-	0.000%
Total	1,356.000	100.000%
PWR	1,346.479	
Difference	9.521	

CALCULATION OF AGENCY WATER CONSUMPTION (Water consumption billed to each agency based on amount of water purchased from MWD & TVMWD)							
Connection / Description	Billing Difference Allocation (Acre-feet)	Adj. Agency Consumption (Acre-Feet)	Adj. Agency Consumption for Billing (Rounded)	Water Purchased - MWD	Water Purchased - TVMWD	Water Purchased - LaVERNE WELL	Total Water Purchased (Acre-feet)
				98.798%	1.202%	0.000%	100.000%
Pomona	175.551	1.241	176.792	174.7	2.1	-	176.8
Walnut	609.135	4.307	613.442	613.4	7.4	-	613.4
Rowland	561.793	3.972	565.765	565.8	6.8	-	565.8
LaVerne	-	-	-	-	-	-	-
<b>TOTAL</b>	<b>1,346.479</b>	<b>9.521</b>	<b>1,356.000</b>	<b>1,339.7</b>	<b>16.3</b>	<b>-</b>	<b>1,356.0</b>

BILLING CHARGES PER AGENCY											
		MWD PM-15	TVMWD PM-21	MWD Capacity Reservation	TVMWD Connected Capacity	TVMWD Water Use Charge	Depreciation	Replacement	Admin Budget Assessment	MWD LRP Rebate Program	Billing Total
<b>City of Pomona</b>	Cons. (AF)	174.7	2.1							78.6	
	Allocation %			29.17%	52.00%	22.43%	25.00%	25.00%	33.33%		
	Billing Rate	\$ 1,127.00	\$ 1,127.00	\$ 29,813.50	\$ 6,757.84	\$ 6,492.69	\$ -	\$ -	\$ -	\$ (100.00)	
	<b>Total</b>	\$ 196,849.90	\$ 2,395.05	\$ 8,696.60	\$ 3,514.08	\$ 1,456.31	\$ -	\$ -	\$ -	\$ (7,860.00)	\$ 205,051.94
<b>Walnut Valley Water District</b>	Cons. (AF)	606.1	7.4							-	
	Allocation %			45.83%	28.00%	48.74%	25.00%	25.00%	33.33%		
	Billing Rate	\$ 1,127.00	\$ 1,127.00	\$ 29,813.50	\$ 6,757.84	\$ 6,492.69	\$ -	\$ -	\$ -	\$ (100.00)	
	<b>Total</b>	\$ 683,038.91	\$ 8,310.47	\$ 13,663.53	\$ 1,892.20	\$ 3,164.54	\$ -	\$ -	\$ -	\$ -	\$ 710,069.65
<b>Rowland Water District</b>	Cons. (AF)	559.0	6.8							-	
	Allocation %			25.00%	20.00%	28.83%	25.00%	25.00%	33.33%		
	Billing Rate	\$ 1,127.00	\$ 1,127.00	\$ 29,813.50	\$ 6,757.84	\$ 6,492.69	\$ -	\$ -	\$ -	\$ (100.00)	
	<b>Total</b>	\$ 629,953.07	\$ 7,664.58	\$ 7,453.38	\$ 1,351.57	\$ 1,871.84	\$ -	\$ -	\$ -	\$ -	\$ 648,294.44
<b>City of LaVerne</b>	Cons. (AF)	-	-							-	
	Allocation %			0.00%	0.00%	0.00%	0.00%	0.00%	0.00%		
	Billing Rate	\$ 1,127.00	\$ 1,127.00	\$ 29,813.50	\$ 6,757.84	\$ 6,492.69	\$ -	\$ -	\$ -	\$ (100.00)	
	<b>Total</b>	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<b>Total (A.F.)</b>		<b>1,339.7</b>	<b>16.3</b>								<b>1,356.0</b>
<b>Total (\$)</b>		<b>\$ 1,509,841.88</b>	<b>\$ 18,370.10</b>	<b>\$ 29,813.51</b>	<b>\$ 6,757.85</b>	<b>\$ 6,492.69</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ (7,860.00)</b>	<b>\$ 1,563,416.03</b>





## POMONA-WALNUT-ROWLAND JOINT WATER LINE COMMISSION

### WATER USE DISTRIBUTION & BILLING

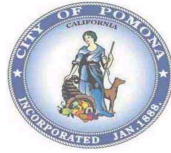
JUNE 2022

CONSUMPTION PER AGENCY (Per PWR Meter Reads)		
	Water Consumption (Acre-feet)	Allocation %
Pomona	428.604	27.175%
Walnut	589.219	37.358%
Rowland	559.382	35.467%
LaVerne	-	0.000%
<b>TOTAL</b>	<b>1,577.205</b>	<b>100.000%</b>

WATER PRODUCTION (ACTUAL)		
	Water Consumption (Acre-feet)	Allocation %
MWD	1,573.30	100.000%
TVMWD	-	0.000%
LaVerne	-	0.000%
<b>Total</b>	<b>1,573.300</b>	<b>100.000%</b>
PWR	<b>1,577.205</b>	
Difference	<b>(3.905)</b>	

CALCULATION OF AGENCY WATER CONSUMPTION (Water consumption billed to each agency based on amount of water purchased from MWD & TVMWD)							
Connection / Description	Billing Difference Allocation (Acre-feet)	Adj. Agency Consumption (Acre-Feet)	Adj. Agency Consumption for Billing (Rounded)	Water Purchased - MWD	Water Purchased - TVMWD	Water Purchased - LaVERNE WELL	Total Water Purchased (Acre-feet)
				100.000%	0.000%	0.000%	100.000%
Pomona	428.604	(1.061)	427.543	427.5	427.5	-	427.5
Walnut	589.219	(1.459)	587.760	587.8	587.8	-	587.8
Rowland	559.382	(1.385)	557.997	558.0	558.0	-	558.0
LaVerne	-	-	-	-	-	-	-
<b>TOTAL</b>	<b>1,577.205</b>	<b>(3.905)</b>	<b>1,573.300</b>	<b>1,573.3</b>	<b>1,573.3</b>	<b>-</b>	<b>1,573.3</b>

BILLING CHARGES PER AGENCY											
		MWD PM-15	TVMWD PM-21	MWD Capacity Reservation	TVMWD Connected Capacity	TVMWD Water Use Charge	Depreciation	Replacement	Admin Budget Assessment	MWD LRP Rebate Program	Billing Total
City of Pomona	Cons. (AF)	427.5	-							73.7	
	Allocation %			29.17%	52.00%	22.43%	25.00%	25.00%	33.33%		
	Billing Rate	\$ 1,127.00	\$ 1,127.00	\$ 29,813.50	\$ 6,757.84	\$ 6,492.69	\$ 5,699.00	\$ 4,592.00	\$ 24,950.00	\$ (100.00)	
	<b>Total</b>	\$ 481,840.76	\$ -	\$ 8,696.60	\$ 3,514.08	\$ 1,456.31	\$ 1,424.75	\$ 1,148.00	\$ 8,316.67	\$ (7,370.00)	\$ 499,027.17
Walnut Valley Water District	Cons. (AF)	587.8	-							-	
	Allocation %			45.83%	28.00%	48.74%	25.00%	25.00%	33.33%		
	Billing Rate	\$ 1,127.00	\$ 1,127.00	\$ 29,813.50	\$ 6,757.84	\$ 6,492.69	\$ 7,734.00	\$ 12,102.00	\$ 24,950.00	\$ (100.00)	
	<b>Total</b>	\$ 662,405.69	\$ -	\$ 13,663.53	\$ 1,892.20	\$ 3,164.54	\$ 1,933.50	\$ 3,025.50	\$ 8,316.67	\$ -	\$ 694,401.63
Rowland Water District	Cons. (AF)	558.0	-							-	
	Allocation %			25.00%	20.00%	28.83%	25.00%	25.00%	33.33%		
	Billing Rate	\$ 1,127.00	\$ 1,127.00	\$ 29,813.50	\$ 6,757.84	\$ 6,492.69	\$ 5,556.00	\$ 7,640.00	\$ 24,950.00	\$ (100.00)	
	<b>Total</b>	\$ 628,862.63	\$ -	\$ 7,453.38	\$ 1,351.57	\$ 1,871.84	\$ 1,389.00	\$ 1,910.00	\$ 8,316.67	\$ -	\$ 651,155.09
City of LaVerne	Cons. (AF)	-	-							-	
	Allocation %			0.00%	0.00%	0.00%	0.00%	0.00%	0.00%		
	Billing Rate	\$ 1,127.00	\$ 1,127.00	\$ 29,813.50	\$ 6,757.84	\$ 6,492.69	\$ -	\$ -	\$ -	\$ (100.00)	
	<b>Total</b>	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<b>Total (A.F.)</b>		<b>1,573.3</b>	<b>-</b>								<b>1,573.3</b>
<b>Total (\$)</b>		<b>\$ 1,773,109.08</b>	<b>\$ -</b>	<b>\$ 29,813.51</b>	<b>\$ 6,757.85</b>	<b>\$ 6,492.69</b>	<b>\$ 4,747.25</b>	<b>\$ 6,083.50</b>	<b>\$ 24,950.00</b>	<b>\$ (7,370.00)</b>	<b>\$ 1,844,583.88</b>



## POMONA-WALNUT-ROWLAND JOINT WATER LINE COMMISSION

### WATER USE DISTRIBUTION & BILLING

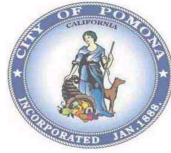
JULY 2022

CONSUMPTION PER AGENCY (Per PWR Meter Reads)		
	Water Consumption (Acre-feet)	Allocation %
Pomona	593.113	31.544%
Walnut	706.912	37.596%
Rowland	580.276	30.861%
LaVerne	-	0.000%
<b>TOTAL</b>	<b>1,880.301</b>	<b>100.000%</b>

WATER PRODUCTION (ACTUAL)		
	Water Consumption (Acre-feet)	Allocation %
MWD	1,876.30	100.000%
TVMWD	-	0.000%
LaVerne	-	0.000%
Total	1,876.300	100.000%
PWR	<b>1,880.301</b>	
Difference	<b>(4.001)</b>	

CALCULATION OF AGENCY WATER CONSUMPTION (Water consumption billed to each agency based on amount of water purchased from MWD & TVMWD)							
Connection / Description	Billing Difference Allocation (Acre-feet)	Adj. Agency Consumption (Acre-Feet)	Adj. Agency Consumption for Billing (Rounded)	Water Purchased - MWD	Water Purchased - TVMWD	Water Purchased - LaVERNE WELL	Total Water Purchased (Acre-feet)
				100.000%	0.000%	0.000%	100.000%
Pomona	593.113	(1.262)	591.851	591.9	-	-	591.9
Walnut	706.912	(1.504)	705.408	705.4	-	-	705.4
Rowland	580.276	(1.235)	579.041	579.0	-	-	579.0
LaVerne	-	-	-	-	-	-	-
<b>TOTAL</b>	<b>1,880.301</b>	<b>(4.001)</b>	<b>1,876.300</b>	<b>1,876.3</b>	-	-	<b>1,876.3</b>

BILLING CHARGES PER AGENCY											
		MWD PM-15	TVMWD PM-21	MWD Capacity Reservation	TVMWD Connected Capacity	TVMWD Water Use Charge	Depreciation	Replacement	Admin Budget Assessment	MWD LRP Rebate Program	Billing Total
City of Pomona	Cons. (AF)	591.9	-								
	Allocation %			30.43%	52.00%	21.91%	25.00%	25.00%	33.33%		
	Billing Rate	\$ 1,127.00	\$ 1,127.00	\$ 29,813.50	\$ 6,757.84	\$ 6,492.69				\$ (100.00)	
	<b>Total</b>	\$ 667,016.01	\$ -	\$ 9,072.25	\$ 3,514.08	\$ 1,422.55	\$ -	\$ -	\$ -	\$ -	\$ -
Walnut Valley Water District	Cons. (AF)	705.4	-								
	Allocation %			43.48%	28.00%	49.48%	25.00%	25.00%	33.33%		
	Billing Rate	\$ 1,127.00	\$ 1,127.00	\$ 29,813.50	\$ 6,757.84	\$ 6,492.69				\$ (100.00)	
	<b>Total</b>	\$ 794,994.59	\$ -	\$ 12,962.91	\$ 1,892.20	\$ 3,212.58	\$ -	\$ -	\$ -	\$ -	\$ -
Rowland Water District	Cons. (AF)	579.0	-								
	Allocation %			26.09%	20.00%	28.61%	25.00%	25.00%	33.33%		
	Billing Rate	\$ 1,127.00	\$ 1,127.00	\$ 29,813.50	\$ 6,757.84	\$ 6,492.69				\$ (100.00)	
	<b>Total</b>	\$ 652,579.49	\$ -	\$ 7,778.34	\$ 1,351.57	\$ 1,857.56	\$ -	\$ -	\$ -	\$ -	\$ -
City of LaVerne	Cons. (AF)	-	-								
	Allocation %			0.00%	0.00%	0.00%	0.00%	0.00%	0.00%		
	Billing Rate	\$ 1,127.00	\$ 1,127.00	\$ 29,813.50	\$ 6,757.84	\$ 6,492.69	\$ -	\$ -	\$ -	\$ (100.00)	
	<b>Total</b>	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<b>Total (A.F.)</b>		<b>1,876.3</b>	<b>-</b>								<b>1,876.3</b>
<b>Total (\$)</b>		\$ 2,114,590.09	\$ -	\$ 29,813.50	\$ 6,757.85	\$ 6,492.69	\$ -	\$ -	\$ -	\$ -	\$ 2,157,654.13



## POMONA-WALNUT-ROWLAND JOINT WATER LINE COMMISSION

### WATER USE DISTRIBUTION & BILLING

AUGUST 2022

CONSUMPTION PER AGENCY (Per PWR Meter Reads)		
	Water Consumption (Acre-feet)	Allocation %
Pomona	718.297	36.909%
Walnut	643.489	33.065%
Rowland	584.334	30.026%
LaVerne	-	0.000%
<b>TOTAL</b>	<b>1,946.120</b>	<b>100.000%</b>

WATER PRODUCTION (ACTUAL)		
	Water Consumption (Acre-feet)	Allocation %
MWD	1,954.90	100.000%
TVMWD	-	0.000%
LaVerne	-	0.000%
Total	1,954.900	100.000%
PWR	1,946.120	
Difference	8.780	

CALCULATION OF AGENCY WATER CONSUMPTION (Water consumption billed to each agency based on amount of water purchased from MWD & TVMWD)							
Connection / Description	Billing Difference Allocation (Acre-feet)	Adj. Agency Consumption (Acre-Feet)	Adj. Agency Consumption for Billing (Rounded)	Water Purchased - MWD	Water Purchased - TVMWD	Water Purchased - LaVERNE WELL	Total Water Purchased (Acre-feet)
				100.000%	0.000%	0.000%	100.000%
Pomona	718.297	3.241	721.538	721.5	-	-	721.5
Walnut	643.489	2.903	646.392	646.4	-	-	646.4
Rowland	584.334	2.636	586.970	587.0	-	-	587.0
LaVerne	-	-	-	-	-	-	-
<b>TOTAL</b>	<b>1,946.120</b>	<b>8.780</b>	<b>1,954.900</b>	<b>1,954.9</b>	<b>-</b>	<b>-</b>	<b>1,954.9</b>

BILLING CHARGES PER AGENCY											
		MWD PM-15	TVMWD PM-21	MWD Capacity Reservation	TVMWD Connected Capacity	TVMWD Water Use Charge	Depreciation	Replacement	Admin Budget Assessment	MWD LRP Rebate Program	Billing Total
City of Pomona	Cons. (AF)	721.5	-								
	Allocation %			30.43%	52.00%	21.91%	25.00%	25.00%	33.33%		
	Billing Rate	\$ 1,127.00	\$ 1,127.00	\$ 29,813.50	\$ 6,757.84	\$ 6,492.69				\$ (100.00)	
	<b>Total</b>	\$ 813,172.90	\$ -	\$ 9,072.25	\$ 3,514.08	\$ 1,422.55	\$ -	\$ -	\$ -	\$ -	\$ -
Walnut Valley Water District	Cons. (AF)	646.4	-								
	Allocation %			43.48%	28.00%	49.48%	25.00%	25.00%	33.33%		
	Billing Rate	\$ 1,127.00	\$ 1,127.00	\$ 29,813.50	\$ 6,757.84	\$ 6,492.69				\$ (100.00)	
	<b>Total</b>	\$ 728,483.93	\$ -	\$ 12,962.91	\$ 1,892.20	\$ 3,212.58	\$ -	\$ -	\$ -	\$ -	\$ -
Rowland Water District	Cons. (AF)	587.0	-								
	Allocation %			26.09%	20.00%	28.61%	25.00%	25.00%	33.33%		
	Billing Rate	\$ 1,127.00	\$ 1,127.00	\$ 29,813.50	\$ 6,757.84	\$ 6,492.69				\$ (100.00)	
	<b>Total</b>	\$ 661,515.46	\$ -	\$ 7,778.34	\$ 1,351.57	\$ 1,857.56	\$ -	\$ -	\$ -	\$ -	\$ -
City of LaVerne	Cons. (AF)	-	-								
	Allocation %			0.00%	0.00%	0.00%	0.00%	0.00%	0.00%		
	Billing Rate	\$ 1,127.00	\$ 1,127.00	\$ 29,813.50	\$ 6,757.84	\$ 6,492.69	\$ -	\$ -	\$ -	\$ (100.00)	
	<b>Total</b>	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<b>Total (A.F.)</b>		<b>1,954.9</b>	<b>-</b>								<b>1,954.9</b>
<b>Total (\$)</b>		<b>\$ 2,203,172.29</b>	<b>\$ -</b>	<b>\$ 29,813.50</b>	<b>\$ 6,757.85</b>	<b>\$ 6,492.69</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 2,246,236.33</b>