

FORESTHILL PUBLIC UTILITY DISTRICT

AGENDA

Regular Business Meeting of the
FORESTHILL PUBLIC UTILITY DISTRICT BOARD OF DIRECTORS
Foresthill Elementary School, 24750 Main Street, Foresthill, CA 95631
www.foresthillpud.com

Pursuant to Government Code section 54953(b), Treasurer Mark Bell will be participating in the meeting remotely. The teleconference location is Space 9, 201 3rd Avenue, Bovill, Idaho. Treasurer Bell will participate in the meeting via telephone or Zoom Meeting (depending on internet availability).

Wednesday	October 9, 2024	4:00 P.M.
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A. CALL TO ORDER: 4:00 PM

B. OPEN SESSION - ROLL CALL:

_____ President Ron Thompson
_____ Vice President Jane Stahler
_____ Treasurer Mark Bell
_____ Director Roger Pruett
_____ Director Peter Kappelhof

C. PUBLIC COMMENT:

- Members of the public may provide comments to the Board on items not on the agenda. We welcome and encourage your comments as the Board takes them into consideration in our deliberations.
- Speakers are limited to a maximum of three minutes.
- The Board may not respond to, discuss, or engage in any type of dialog regarding any public comment; however, the President may direct questions to staff for a later response or future consideration by the Board.
- Appropriate and respectful language and behavior is vital to the functioning of a public meeting. We ask the Board, staff, and members of the public to speak courteously and respectfully. Therefore, the Board prohibits disruptive behavior.

D. CLOSED SESSION:

1. Conference with real property negotiators (Gov't Code Section 54956.8). Property: Up to 2,000 acre feet of stored Sugar Pine Reservoir water; District Negotiators: Jane Stahler and Henry N. White; Negotiating Parties: Prospective water users in the American River Basin, Central Valley or elsewhere in the federal Central Valley Project or State Water Project service areas, including but not limited to; U.S. Bureau of Reclamation, City of Folsom, City of Sacramento, Carmichael Water District, San Juan Water District, Sacramento Suburban Water District, San Luis and Delta-Mendota Water Authority and member agencies (e.g. Westlands Water District), State Water Contractors and member agencies (e.g. Santa Clara Valley Water District); Under Negotiation: Price and terms of payment for the sale of surplus stored water from Sugar Pine Reservoir.

2. Conference with legal counsel – significant exposure to litigation – (Government Code section 54956.9(d)(2) and (e)(2)) (2 cases)
3. Conference with labor negotiators pursuant to Government Code Section 54957.6 – unrepresented employee: General Manager

E. OPEN SESSION - ROLL CALL (Starting at 6:00 PM):

_____ President Ron Thompson
 _____ Vice President Jane Stahler
 _____ Treasurer Mark Bell
 _____ Director Roger Pruett
 _____ Director Peter Kappelhof

F. PLEDGE OF ALLEGIANCE

G. ANNOUNCEMENT FROM CLOSED SESSION:

H. PUBLIC COMMENT:

- Members of the public may provide comments to the Board on items not on the agenda. We welcome and encourage your comments as the Board takes them into consideration in our deliberations.
- Speakers are limited to a maximum of three minutes.
- The Board may not respond to, discuss, or engage in any type of dialog regarding any public comment; however, the President may direct questions to staff for a later response or future consideration by the Board.
- Appropriate and respectful language and behavior is vital to the functioning of a public meeting. We ask the Board, staff, and members of the public to speak courteously and respectfully. Therefore, the Board prohibits disruptive behavior.

I. CONSENT AGENDA: All items listed under the Consent Agenda are routine in nature and may be approved by one motion.

1. Approval of July 10, 2024, and August 14, 2024 Regular Board Meeting minutes.
2. Receive and file combined preliminary financial reports for July and August 2024.

J. ACTION ITEMS:

1. Approve Foresthill Public Utility District General Manager Employment Agreement
Recommended action: Approve employment agreement
Public comment:
2. Presentation of the Annual Financial Report with the Independent Auditor’s Report for fiscal year ending June 30, 2023
Recommended action: Receive and file the Annual Financial Report for fiscal year ending June 30, 2023
Public comment:
3. Approve proposal dated September 27, 2024, from CSI Metrics to provide professional services associated with providing a Supervisory Control and Data Acquisition system (SCADA) for the Foresthill Water Treatment Plant for an amount not exceeding \$40,000.

Recommended action: Approve the proposal and direct staff to execute an appropriate agreement not exceeding \$40,000

Public Comment:

4. Vice President Stahler's request for agenda item: *"Approve a General Manager Report format and standard monthly requested information."*

Recommended action: *"Discuss and Approve a General Manager's Report format and content."*

Public comment:

5. Vice President Stahler's request for agenda item: *"Information is critical to District decisions. The organization and access to information provides the opportunity to better understand District issues. In many organizations, a "Portal" is created where an organization's information can be accessed by designated members of the organization."*

Recommended action: *"Discuss and recommend future action to address the design and creation of a FPUD information 'Portal'."*

Public comment:

K. DISCUSSION ITEMS:

1. General Manager Report
2. Remarks/reports by Directors

L. ADJOURNMENT

In accordance with Government Code Section 54954.2(a) this notice and agenda were posted in the district's front window at the Foresthill Public Utility District office, 24540 Main Street, Foresthill, CA 95631 on or before 4:30 PM., October 2, 2024.

In compliance with the Americans with Disabilities Act, if you need special assistance to participate in this meeting, please contact the General Manager at (530)367-2511. Notification 48 hours prior to the meeting will enable the district to make reasonable arrangements to ensure accessibility to this meeting.

Henry N. White, General Manager

FORESTHILL PUBLIC UTILITY DISTRICT

MINUTES

Item I 1

Regular Business Meeting of the
FORESTHILL PUBLIC UTILITY DISTRICT BOARD OF DIRECTORS
Foresthill Elementary School, 24750 Main Street, Foresthill, CA 95631
www.foresthillpud.com

Wednesday	July 10, 2024	3:00 P.M.
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A. CALL TO ORDER: 3:00 PM *President Thompson called the meeting to order at 3:08 PM.*

B. OPEN SESSION - ROLL CALL:

_____ President Ron Thompson	<i>Present</i>
_____ Vice President Jane Stahler	<i>Present</i>
_____ Treasurer Mark Bell	<i>Present</i>
_____ Director Roger Pruett	<i>Present</i>
_____ Director Peter Kappelhof	<i>Present</i>

Henry N. White, General Manager and Vance Piggott, District Counsel were in attendance.

C. PUBLIC COMMENT:

- Members of the public may provide comments to the Board on items not on the agenda. We welcome and encourage your comments as the Board takes them into consideration in our deliberations.
- Speakers are limited to a maximum of three minutes.
- The Board may not respond to, discuss, or engage in any type of dialog regarding any public comment; however, the President may direct questions to staff for a later response or future consideration by the Board.
- Appropriate and respectful language and behavior is vital to the functioning of a public meeting. We ask the Board, staff, and members of the public to speak courteously and respectfully. Therefore, the Board prohibits disruptive behavior.

The Board received public comments and those comments will be taken into consideration.

D. CLOSED SESSION: *The Board went into closed session at 3:10 PM.*

1. Conference with real property negotiators (Gov't Code Section 54956.8). Property: Up to 2,000 acre feet of stored Sugar Pine Reservoir water; District Negotiators: Jane Stahler and Henry N. White; Negotiating Parties: Prospective water users in the American River Basin, Central Valley or elsewhere in the federal Central Valley Project or State Water Project service areas, including but not limited to; U.S. Bureau of Reclamation, City of Folsom, City of Sacramento, Carmichael Water District, San Juan Water District, Sacramento Suburban Water District, San Luis and Delta-Mendota Water Authority and member agencies (e.g. Westlands Water District), State Water Contractors and member agencies (e.g. Santa Clara Valley Water District); Under Negotiation: Price and terms of payment for the sale of surplus stored water from Sugar Pine Reservoir.

2. Conference with legal counsel – significant exposure to litigation – (Government Code section 54956.9(d)(2) and (e)(2)) (1 case)
3. Public employee performance evaluation and appointment – General Manager – (Government Code section 54957)

E. OPEN SESSION - ROLL CALL (Starting at 6:00 PM): *President Thompson called the meeting to order at 6:04 PM.*

_____ President Ron Thompson	<i>Present</i>
_____ Vice President Jane Stahler	<i>Absent</i>
_____ Treasurer Mark Bell	<i>Present</i>
_____ Director Roger Pruett	<i>Present</i>
_____ Director Peter Kappelhof	<i>Present</i>

Henry N. White, General Manager and Vance Piggott, District Counsel were in attendance.

F. PLEDGE OF ALLEGIANCE *Treasurer Bell led the Pledge of Allegiance.*

G. ANNOUNCEMENT FROM CLOSED SESSION: *The announcement from closed session was made by Vance Piggott after Item K of the agenda.*

H. PUBLIC COMMENT:

- Members of the public may provide comments to the Board on items not on the agenda. We welcome and encourage your comments as the Board takes them into consideration in our deliberations.
- Speakers are limited to a maximum of three minutes.
- The Board may not respond to, discuss, or engage in any type of dialog regarding any public comment; however, the President may direct questions to staff for a later response or future consideration by the Board.
- Appropriate and respectful language and behavior is vital to the functioning of a public meeting. We ask the Board, staff, and members of the public to speak courteously and respectfully. Therefore, the Board prohibits disruptive behavior.

The Board received public comments and those comments will be taken into consideration.

I. CONSENT AGENDA: All items listed under the Consent Agenda are routine in nature and may be approved by one motion.

1. Approval of June 13, 2024, Regular Board Meeting minutes.
2. Receive and file combined financial reports for May 2024.

Board Action: *Treasurer Bell made a motion to approve the Consent Agenda item 2. The motion was seconded by Director Kappelhof and passed unanimously (4-0).*

Board Action: *President Thompson asked Treasurer Bell to read the minutes. The minutes were read by Treasurer Bell. Treasurer Bell made a motion to approve the June 13, 2024 regular board minutes. The motion was seconded by Director Pruett and carried unanimously (4-0).*

J. ACTION ITEMS:

1. Staff received an email request from President Thompon for an agenda item on July 2, 2024. The request is unedited and included here [sic]:

- *I wih to discuss some finance items. List as " Finances "*

example: " Financial Discussion " (unquote)

Ron Thompson (President)

Board Action: None. President Thompson handed out a current authorized signers sheet from Wells Fargo Bank. President Thompson made a motion to place the President, Vice President and Treasurer on the Wells Fargo Bank Checking Account. Counsel Piggott advised the Board that the agenda item was not worded to take action on the item and action would not comply with the Brown Act. The motion died for lack of a second.

2. Staff received an email request from Vice President Stahler for an agenda item on July 2, 2024. The request is unedited and included here [sic]:

Agenda Item I: Request that the GM provide a spreadsheet to all Directors by July 15, 2024. The that includes the following from 2014 to 2024 on all past and current employees, including the general manager.

- a. Column to include -Employee Name and District title (Operator I, etc.) and wage when hired with hire date.***
- b. Column with changes to employee title, and wages.***
- c. Column to include benefit totals for each of the 10 years.***
- d. Column to include hourly wage, yearly amount for overtime, and yearly amount for "other" totals. The GM provides all of this information yearly to the State Controller's Office.***
- e. Column to include current individual employees with names and titles and the amount of their wages and benefits with a 10% wage increase.***
- f. Column to include current individual employees with names and titles (including the GM) and the total amount of the retroactive wages (back to January 2024) based on their 10% raise.***
- g. List all current and past employee names (including the GM), job titles, the CalPERS percentage provided by this district, and age for retirement to collect benefits. (example- 3% at 60).***

This list of information will provide a starting point for a discussion of subsequent employee compensation. All this information is available in various CA state documents or in the District's files. We need a single document. Information provided at our May 9, 2024 meeting did not provide enough information to make the best decision for our District and therefore for our Ratepayers. This is a Director request and as such in accordance with District Policy is required.

Agenda Item 2 - Minutes, according to the Brown Act and Policy 4050(60) should include information to comply with the following – "underlying factors necessary to ensure an adequate record for subsequent review." The minutes should include the relevance that the motion(s) will have on the District.

Recommended Action: Discuss and Direct the Clerk accordingly.

Agenda Item 3 -In items 5040 - 14, 15, and 16 - The policies states that “Actions and Decisions by the Board of Directors include but are not limited to the following:

**5040.14 – Approval or rejection of any contract or expenditure. (Example – LSL – The Board did not receive the proposal by LSL.)
Recommended Action: Discuss and direct staff accordingly.**

**5040.15 – Approval or rejection of any proposal which commits District funds or facilities including employment and dismissal of personnel, (Employees were hired without the Board’s knowledge.
Recommended Action: Discuss and direct staff accordingly.**

**5040.16 – “Approval or disapproval of matters that require or may require the District or its employee to take action and/or provide services.” (How does the GM provide the Board with this information? When is the GM required to bring these matters to the Board?)
Recommended Action: Discuss and direct staff accordingly.**

Agenda item 4: Dates provided to the Board for the completion of the Capital Implementation Plan. The document needs to include the following:

Each CIP “project” needs to be defined in detail, not just a title.

Each CIP “project” needs estimated cost(s).

Each CIP “project” needs personnel listed that will be required.

Each CIP “project” needs a listing of outside contractor services.

Each CIP “project” needs an estimated cost of contractor(s) services.

Each CIP “project” needs a list of any & all materials needed & their estimated cost.

Each CIP project needs to have an approximate start and end date for completion.

The District CIP needs to include all proposed projects for the last 10 years with beginning and completion dates or justification for incompleteness.

Each CIP “project” that was not completed needs an accounting of funds allocated, but not utilized.

Recommended Action: Discuss and direct staff accordingly.

Board Action: President Thompson read the items requested by Vice President Stahler. Treasurer Bell made a motion to delay the items until the next regular board meeting where Vice President Stahler can attend. The motion was seconded by President Thompson and carried unanimously (4-0).

K. DISCUSSION ITEMS:

1. General Manager Report - Written report was submitted via the Board Packet.
2. Remarks/reports by Directors – A verbal report was made by Treasurer Bell.

At 7:04 PM, Counsel Vance Piggott reported that no reportable action was taken during closed session (See item G above)

L. ADJOURNMENT

Board Action: *Treasurer Bell made a motion to adjourn the meeting at 7:05 PM. The motion was seconded by Director Pruett and carried unanimously (4-0).*

Submitted by:

Attest:

Ron Thompson, Board President

Mark Bell, Clerk and Ex-Officio Secretary

FORESTHILL PUBLIC UTILITY DISTRICT

MINUTES

Item I 1

Regular Business Meeting of the
FORESTHILL PUBLIC UTILITY DISTRICT BOARD OF DIRECTORS
Foresthill Elementary School, 24750 Main Street, Foresthill, CA 95631
www.foresthillpud.com

Wednesday	August 14, 2024	4:00 P.M.
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A. CALL TO ORDER: 4:00 PM *President Thompson called the meeting to order at 4:00 PM.*

B. OPEN SESSION - ROLL CALL:

_____ President Ron Thompson	<i>Present</i>
_____ Vice President Jane Stahler	<i>Present</i>
_____ Treasurer Mark Bell	<i>Present</i>
_____ Director Roger Pruett	<i>Present</i>
_____ Director Peter Kappelhof	<i>Present</i>

Henry N. White, General Manager, Eric Robinson, District Counsel and Vance Piggott, District Counsel were in attendance.

C. PUBLIC COMMENT:

- Members of the public may provide comments to the Board on items not on the agenda. We welcome and encourage your comments as the Board takes them into consideration in our deliberations.
- Speakers are limited to a maximum of three minutes.
- The Board may not respond to, discuss, or engage in any type of dialog regarding any public comment; however, the President may direct questions to staff for a later response or future consideration by the Board.
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Public comment period was made available. No comments were offered. No public in attendance.

D. CLOSED SESSION: *The Board went into closed session at 4:01 PM.*

1. Conference with real property negotiators (Gov't Code Section 54956.8). Property: Up to 2,000 acre feet of stored Sugar Pine Reservoir water; District Negotiators: Jane Stahler and Henry N. White; Negotiating Parties: Prospective water users in the American River Basin, Central Valley or elsewhere in the federal Central Valley Project or State Water Project service areas, including but not limited to; U.S. Bureau of Reclamation, City of Folsom, City of Sacramento, Carmichael Water District, San Juan Water District, Sacramento Suburban Water District, San Luis and Delta-Mendota Water Authority and member agencies (e.g. Westlands Water District), State Water Contractors and member

agencies (e.g. Santa Clara Valley Water District); Under Negotiation: Price and terms of payment for the sale of surplus stored water from Sugar Pine Reservoir.

2. Conference with legal counsel – significant exposure to litigation – (Government Code section 54956.9(d)(2) and (e)(2)) (2 cases)
3. Public employee performance evaluation and appointment – General Manager – (Government Code section 54957)

E. OPEN SESSION - ROLL CALL (Starting at 6:00 PM): *President Thompson called the meeting to order at 6:11 PM.*

_____ President Ron Thompson	<i>Present</i>
_____ Vice President Jane Stahler	<i>Present</i>
_____ Treasurer Mark Bell	<i>Present</i>
_____ Director Roger Pruett	<i>Present</i>
_____ Director Peter Kappelhof	<i>Present</i>

Henry N. White, General Manager, Eric Robinson, District Counsel, Vance Piggott, District Counsel and 26 members of the public were in attendance.

F. PLEDGE OF ALLEGIANCE *Director Pruett led the Pledge of Allegiance.*

G. ANNOUNCEMENT FROM CLOSED SESSION: *Eric Robinson reported that during closed session the board discussed the potential to participate in a class action suit against Pacific Gas and Electric Company to recover damages due to the 2022 Mosquito Fire. The Board decided that due to the limited possible recovery that the district will not participate in a class action suit.*

Eric Robinson reported that the district is conducting an internal investigation into the behavior of two directors in regard to allegations submitted by employees of the district.

H. PUBLIC COMMENT:

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- Appropriate and respectful language and behavior is vital to the functioning of a public meeting. We ask the Board, staff, and members of the public to speak courteously and respectfully. Therefore, the Board prohibits disruptive behavior.

The Board received public comments, and those comments will be taken into consideration.

I. CONSENT AGENDA: All items listed under the Consent Agenda are routine in nature and may be approved by one motion.

1. Approval of June 13, 2024, Regular Board Meeting minutes.
2. Receive and file combined preliminary financial reports for June 2024.

Board Action: Director Kappelhof made a motion to approve the Consent Agenda. The motion was seconded by Director Pruett and carried unanimously (5-0).

J. ACTION ITEMS: President Thompson announced that he would hear Action Item 13 first, Action Item 12 second and then items 1 through 11 consecutively.

1. Approve Resolution 2024-04 – Adopting Fiscal Year 2024/2025 Operating Budget.

Recommended action: Approve Resolution 2024-04

Public comment:

This item was heard after item #12 at 7:39 PM

Board Action: Director Kappelhof made a motion to approve Resolution 2024-04 adopting the Fiscal Year 2024/2025 Operating Budget. The motion was seconded by Director Pruett and carried unanimously (5-0).

2. Approve the 2024-2029 Capital Improvement Plan dated 5/23/2024.

Recommended action: Approve the 2024-2029 Capital Improvement Plan.

Public comment:

This item was heard after item #1 at 7:54 PM.

Board Action: Treasurer Bell made a motion to approve the 2023-2029 Capital Improvement Plan dated May 23, 2024, subject to the condition that any CIP project be brought back to the board for approval prior to a decision to construct it and that the board at that time will complete any review or determination required under the California Environmental Quality Act before project construction may begin. The motion was seconded by Director Kappelhof and carried unanimously (5-0).

3. Authorize and direct the General Manager to post a California Environmental Quality Act Notice of Exemption for the temporary transfer of up to 2,000 acre-feet of stored water from Sugar Pine Reservoir.

Recommended action: Authorize and direct the posting of a Notice of Exemption.

Public Comment:

This item was heard after item #2 at 7:59 PM.

Board Action: Treasurer Bell made a motion to direct the General Manager to post a California Environmental Quality Act Notice of Exemption for the temporary transfer of up to 2,000 acre-feet of stored water from Sugar Pine Reservoir. The motion was seconded by Director Pruett and carried unanimously (5-0).

4. Approve the purchase of Itron Mobile Collection Equipment, related equipment, and an annual subscription for mobile radio and walk by meter reading equipment for an amount not to exceed \$60,000.

Recommended action: Approve the purchase of meter reading equipment.

Public comment:

This item was heard after item #3 at 8:05 PM.

Board Action: Director Kappelhof made a motion to authorize the purchase of Itron Mobile Collection Equipment, related equipment, and an annual subscription for mobile radio and walk by meter reading equipment for an amount not to exceed \$60,000. The motion was seconded by Director Pruett and carried unanimously (5-0).

5. Approve an extension to the General Manager's employment contract - Amendment #6 extending the agreement through December 31, 2029 and confirming compensation approved by the Board of Directors on May 9, 2024.

Recommended action: Approve Amendment #6 extending the employment agreement through December 31, 2029 and confirming compensation.

Public comment:

This item was heard after item #4 at 8:11 PM.

Board Action: *The Board announced that Treasurer Bell, Director Kappelhof and Vance Piggott, District Counsel will negotiate an extension of the employment contract with the General Manager.*

6. President Thompson's request to revise Board Policy #5020.

Recommended action: Agree on a revision and direct staff accordingly.

Public comment:

This item was heard after item #5 at 8:12 PM.

Board Action: *Treasurer Bell made a motion to approve a revision to Policy #5020 that was developed during the board meeting. The motion was seconded by Director Pruett and carried unanimously (5-0).*

7. Vice President Stahler's request for multiple reports on staff details including such items like job tenure, job titles, wages and benefits received for 10 years including most recent COLA, wage rates by employee, retroactive pay based on recent COLA and list of all current and active employees with job titles, CalPERS percentage and age of retirement for benefit collection.

Recommended action: Discuss and direct staff accordingly.

Public comment:

This item was heard after item #6 at 8:27 PM.

Board Action: *None*

8. Vice President Stahler's request to address board meeting minutes.

Recommended action: Discuss and direct staff accordingly.

Public comment:

This item was heard after item #7 at 8:30 PM.

Board Action: *None*

9. Vice President Stahler's request to discuss Policy 5040.

Recommended action: Discuss and direct staff accordingly.

Public comment:

This item was heard after item #8 at 8:31 PM.

Board Action: *None*

10. Vice President Stahler's request to discuss the Capital Improvement Plan.

Recommended action: Discuss and direct staff accordingly.

Public comment:

This item was heard after item #9 at 8:35 PM.

Board Action: None

11. Vice President Stahler's request for an audit update.

Recommended action: Discuss and direct staff accordingly.

Public comment:

This item was heard after item #10 at 8:36 PM.

Board Action: None

12. President Thompson's request to discuss district bank accounts and consider adding board members as authorizing agents.

Recommended action: Discuss and direct staff accordingly.

Public comment:

This item was heard after item #13 at 7:24 PM.

Board Action: None

13. President Thompson's request to discuss progress of water rights permit extension and the impact of radial gates.

Recommended action: Discuss and direct staff accordingly.

Public comment:

This item was heard first on the agenda at 6:26 PM.

Board Action: None

K. DISCUSSION ITEMS:

1. General Manager Report *A written report was circulated to the board and public.*

2. Remarks/reports by Directors - *A verbal report was made by Treasurer Bell.*

L. ADJOURNMENT *Direct Director Kappelhof or Pruett made a motion to adjourn the meeting at 8:46 PM. The motion was seconded by Director Kappelhof and carried unanimously (5-0).*

Submitted by:

Attest:

Ron Thompson, Board President

Mark Bell, Clerk and Ex-Officio Secretary

Foresthill Public Utility District
Statement of Net Position
As of July 31, 2024*

Item I 2

	Jul 31, 2024
ASSETS	
Current Assets	
Checking/Savings	
10110 · Cash on Hand	250
10120 · Wells Fargo Checking	446,005
10510 · Local Agency Investment Fund	322,543
10512 · Umpqua Savings account	7,026
10519 · Wells Fargo Adv - Money Mrkt	25,361
10520 · Wells Fargo Adv - Face Value	5,610,000
	6,411,185
Total Checking/Savings	6,411,185
Accounts Receivable**	307,251
Other Current Assets	263,868
	6,982,304
Total Current Assets	6,982,304
Fixed Assets	10,754,729
Other Assets	443,735
	18,180,767
TOTAL ASSETS	18,180,767
LIABILITIES & NET POSITION	
Liabilities	
Current Liabilities	232,842
Long Term Liabilities	538,462
	771,304
Total Liabilities	771,304
Net Position	17,409,463
	18,180,767
TOTAL LIABILITIES & NET POSITION	18,180,767

*July financials are preliminary numbers as FY 24 is still being closed for accuracy in preparation for the audit later in the year.
**Includes, in part, June 2024 Placer Co taxes received in August 2024.

Foresthill Public Utility District
Profit & Loss Budget vs. Actual
July 2024

	<u>Jul 24*</u>	<u>Budget**</u>	<u>\$ Over Budget</u>
Ordinary Income/Expense			
Income			
41100 · Consumption Billed	82,940	45,000	37,940
41150 · Base rate - Residential	161,747	150,000	11,747
41200 · Base rate - Commercial	18,799	16,667	2,132
42300 · Meter Installation	-	500	(500)
49200 · Interest - LAIF	3,599	2,412	1,187
49220 · Portfolio Income	66,356	5,417	60,939
49251 · Interest - Umpqua Bank	-	-	-
49300 · Property Tax Revenues***	-	10,417	(10,417)
49520 · Service Charges & Reconnect	420	1,250	(830)
49930 · Grant Income	-	3,333	(3,333)
Total Income	<u>333,861</u>	<u>234,996</u>	<u>98,865</u>
Gross Profit	333,861	234,996	98,865
Expense			
51000 · Wages & Salaries	64,220	64,500	(280)
52000 · Taxes & Benefits	63,772	61,491	2,281
53000 · Materials & Supplies	18,702	11,667	7,035
54000 · Equipment costs	3,102	6,167	(3,065)
55000 · Contracted services	5,143	19,500	(14,357)
55001 · Professional Fees	38,592	18,667	19,925
56000 · Resource development	4,969	5,833	(864)
57000 · Utilities	4,285	6,333	(2,048)
58000 · Regulatory and General	6,762	10,500	(3,738)
61000 · Capital Activities	-	35,583	(35,583)
62400 · Depreciation Expense****	-	-	-
Total Expense	<u>209,547</u>	<u>240,241</u>	<u>(30,694)</u>
Net Ordinary Income	<u>124,314</u>	<u>(5,245)</u>	<u>129,559</u>
Net Income	<u><u>124,314</u></u>	<u><u>(5,245)</u></u>	<u><u>129,559</u></u>

*July financials are preliminary numbers as FY 24 is still being closed for accuracy in preparation for the audit later this year.

**Uses FY 24 budget pending FY 25 budget numbers.

***July property tax revenues not yet received from Placer County.

****Pending FY 24 year end adjustments for capital asset additions/deletions. Will post after FYE 24 capital asset adjustments for audit are finalized.

Foresthill Public Utility District
Profit & Loss Budget vs. Actual
July 2024

	<u>Jul 24*</u>	<u>Budget**</u>	<u>\$ Over Budget</u>
Administration	90,522	64,116	86,924
Capital Expenditures	-	35,583	-
Customer Service	24,718	33,083	24,718
Distribution	32,539	44,250	32,539
Pumping	1,028	2,708	1,028
Regulatory Compliance	15,572	26,333	15,572
Source of Supply	-	3,334	-
Treatment	45,167	30,833	45,167
ZZSP Dbt Svc	-	-	-
Depreciation***	-	-	-
TOTAL	<u><u>209,546</u></u>	<u><u>240,240</u></u>	<u><u>205,948</u></u>

*July financials are preliminary numbers as FY 24 is still being closed for accuracy in preparation for the audit later this year.

**Uses FY 24 budget pending FY 25 budget numbers.

***Pending FY 24 year end adjustments for capital asset additions/deletions. Will post after FYE 24 capital asset adjustments for audit are finalized.

Fund Balances

	<u>7/1/2024*</u>	<u>Received</u>	<u>Paid Out</u>	<u>Transfers</u>	<u>Balance</u>
General Fund - unspendable***	11,109,706				11,109,706
General Fund - unrestricted***	3,792,937	333,861	209,547		3,917,251
Operating reserves	1,150,830				1,150,830
Debt service reserves	204,676				204,676
Capital reserves	427,000				427,000
Emergency reserves	600,000				600,000
Total Fund balances	<u><u>17,285,149</u></u>	<u><u>333,861</u></u>	<u><u>209,547</u></u>	<u><u>0</u></u>	<u><u>17,409,463</u></u>

*July financials are preliminary numbers as FY 24 is still being closed for accuracy in preparation for the audit later this year.

** This budget includes Debt Service.

***7/1/23 balances used pending FYE 24 adjustments for audit.

Foresthill Public Utility District
Cash Disbursements Register
July 2024

<u>Date</u>	<u>Num</u>	<u>Name</u>	<u>Memo</u>	<u>Paid Amount</u>
Jul 24				
07/02/2024	33988	Brenntag Pacific, Inc.	Lime for WTP	-2,215.25
07/02/2024	33989	Economy Pest Control	HQ Pest Control. Acct #1285...	-79.00
07/02/2024	33990	Local Agency Formation Commission	Annual Fees	-3,382.55
07/02/2024	33991	Thatcher Company, Inc.	chlorine	-6,489.29
07/02/2024	33992	Vision Quest Information Solutions, Inc.	IT Service Aug 2024	-1,563.00
07/02/2024	ACH 07...	Wells Fargo Bank	Authnet Gateway monthly bil...	-71.30
07/03/2024	ACH 07...	CalPERS	Classic contribution Paydate ...	-2,980.62
07/03/2024	ACH 07...	CalPERS	PR 070524 PEPRA contribut...	-1,680.86
07/03/2024	ACH 07...	ADP	PR 070524 ADP Wage Pay	-19,570.35
07/03/2024	ACH 07...	ADP	PR 070324 Taxes	-10,064.54
07/09/2024	33996	Bureau of Reclamation	USBR Sugar Pine Fee- June...	-3,144.79
07/09/2024	33993	Cranmer Engineering, Inc.	Water Quality	-556.50
07/09/2024	33994	Foresthill Valero	June Fuel	-856.58
07/09/2024	33999	Grant Hardware, Inc.	June Supplies	-205.05
07/09/2024	34000	Home Depot Credit Services	Supplies	-103.70
07/09/2024	33997	Inland Business Systems	Copier Costs - inv date 06/2...	-1,290.13
07/09/2024	33998	Meter, Valve & Control	Meter Endpoints (ERT)	-2,804.34
07/09/2024	33995	Recology Auburn Placer	June refuse HQ & WTP	-75.50
07/09/2024	34004	Sebastian	June telephone. Acct# 0000...	-533.55
07/09/2024	34003	Sierra Mini Mart, Inc.	Fuel June 2024	-570.10
07/09/2024	34002	West Landscape Maintenance	Park Landscape Maintenanc...	-126.00
07/09/2024	34001	Worton's Foresthill Grocery	Supplies	-36.36
07/11/2024	ACH 07...	CalPERS	PR 070524 457B	-1,775.00
07/11/2024	ACH 07...	CalPERS	CalPERS 24-25 Unfunded Li...	-20,394.00
07/12/2024	ACH 07...	ADP	Payroll service fee 070524	-165.68
07/16/2024	34005	Ferguson Enterprises Inc.	cust #414764. Supplies	-716.37
07/16/2024	34006	LSL CPAs & Assoc.	June 2024 accounting assist...	-27,762.50
07/17/2024	ACH 07...	American Messaging	Pager July	-11.58
07/18/2024	ACH 07...	ADP	PR 071924 ADP Wage Pay	-19,154.89
07/18/2024	ACH 07...	ADP	PR 071924 Taxes	-10,177.14
07/18/2024	ACH 07...	CalPERS	PR 071924 PEPRA contribut...	-1,693.75
07/18/2024	ACH 07...	CalPERS	Classic contribution Paydate ...	-2,980.62
07/18/2024	ACH 07...	CalPERS	PR 071924 457B	-1,775.00
07/19/2024	ACH 07...	ADP	Q2 Taxes	-56.82
07/24/2024	34007	Ferguson Enterprises Inc.	cust #414764. Supplies	-678.47
07/24/2024	34008	Foresthill Garage, Inc.	vehicle maintenance	-440.78
07/24/2024	34009	Humana Insurance Co	Aug Retiree health insurance	-716.12
07/24/2024	34010	Keenan & Associates	EE medical insurance Aug 24	-17,300.60
07/24/2024	34011	Kronick, Moskovitz, et al	Legal Services- Client #0122...	-829.80
07/24/2024	34012	Kurt Reed	Health Insurance July 2024	-273.00
07/24/2024	34013	Mutual of Omaha	EE life insurance Aug 2024	-390.82
07/24/2024	34014	NTU Technologies, Inc.	Polymer	-3,322.20
07/24/2024	34015	Pacific Gas & Electric	June power WTP & pump st...	-2,757.57
07/24/2024	34016	Pape Machinery Exchange	Repair backhoe.Inv 117041 l...	-1,234.81
07/24/2024	34017	Placer County , Personnel	Aug 24 Dental Insurance	-618.38
07/24/2024	34018	Placer County Air Pollution Control Dist	Air Pollution Control Taxes	-959.48
07/24/2024	34019	Robert Middleton	40 hr comp time pay	-1,999.52
07/24/2024	34020	Sierra Safety Company	Supplies	-118.60
07/24/2024	34021	Underground Service Alert	USA membership (required)	-1,824.34
07/24/2024	34022	United Healthcare	Aug retiree health insurance	-243.20
07/24/2024	34023	Verizon Wireless	phone/maps Jun 07 24 - July...	-38.01
07/24/2024	34024	Vision Service Plan - (CA)	EE vision insurance Aug 202...	-115.14
07/26/2024	ACH 07...	ADP	Payroll service fee 071924	-165.68
07/30/2024	34025	Auburn Area Answering Service	Answering Service- Aug 2024	-129.95
07/30/2024	34026	Economy Pest Control	HQ Pest Control. Acct #1285...	-79.00
07/30/2024	34027	Pacific Gas & Electric	June power HQ, Indian Ln w...	-739.28
07/30/2024	34028	Rogers, Anderson, Malody & Scott (R...	Auditing Services through 6/...	-10,000.00
07/30/2024	34029	Underground Service Alert	USA membership (required)	-579.89
07/30/2024	34030	Wells Fargo Bank	supplies	-638.52
07/30/2024	ACH 07...	MidAmerica Admin & Ret Solutions, Inc.	retiree insurance	-670.00
Jul 24				-191,925.87

Foresthill Public Utility District
Investment Policy Compliance
with Government Code Standards, and the Foresthill PUD Investment Plan Standards
As of July 31, 2024

Current Portfolio Balance: \$ 6,404,463

Ca Government Code Section 53601	Govt Code Maximum %	District Maximum %	District Actual %	Complies
Bonds issued by the District		100.00%	0.00%	Yes
Federal Treasury notes, bonds, bills	100.00%	100.00%	0.00%	Yes
State/local agency bonds, etc	100.00%	100.00%	48.64%	Yes
Federal Agency Bonds	100.00%	100.00%	7.53%	Yes
Negotiable certificates of Deposit	30.00%	30.00%	25.76%	Yes
Local Agencies Investment Fund	100.00%	100.00%	5.04%	Yes
Medium Term Corporate Notes	30.00%	30.00%	4.74%	Yes
Money Market Funds	15.00%	15.00%	0.40%	Yes
Collateralized bank deposits	100.00%	100.00%	7.89%	Yes
Shares of Beneficial Interest	20.00%	15.00%	0.00%	Yes
Mortgage pass through security bonds	20.00%	20.00%	0.00%	Yes
Total			100.00%	

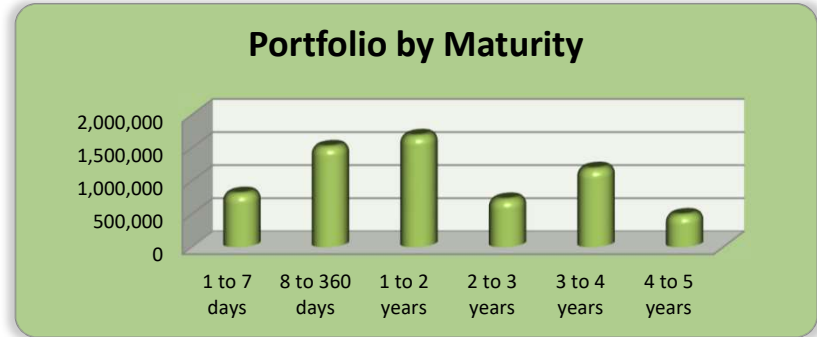
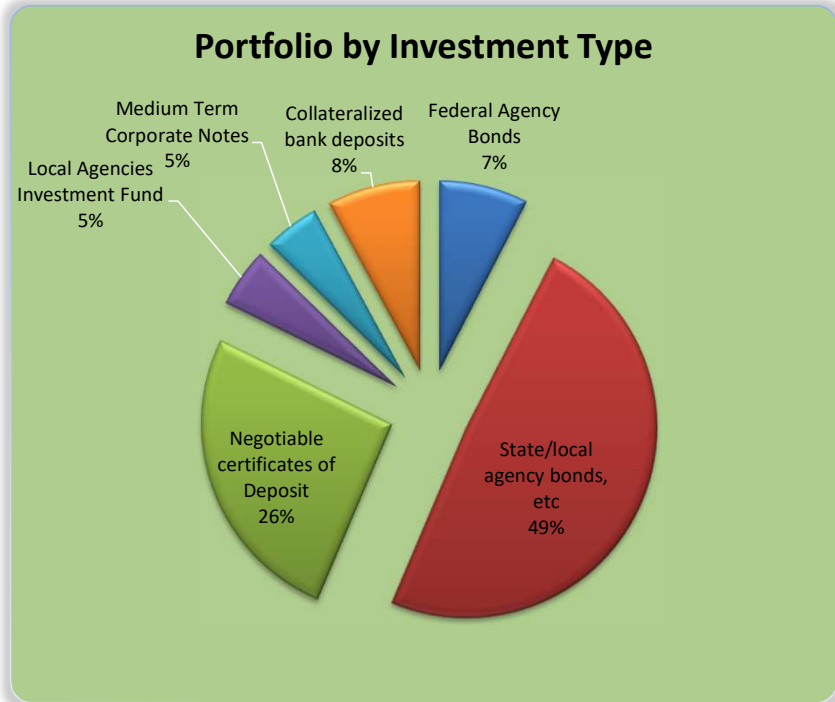
Balance by Maturity	Actual %	Actual \$
Range		
1 to 7 days	13%	809,386
8 to 360 days	24%	1,516,935
1 to 2 years	26%	1,683,496
2 to 3 years	11%	721,416
3 to 4 years	19%	1,186,462
4 to 5 years	8%	486,768
Over 5 years	0%	-
		6,404,463

Foresthill PUD
Quality Analysis Report
7/31/2024

Cusip	Rating	NAME	RATE	Trade Date	Settlement Date	Maturity Date	Units	Discount or Premium	Book Value	Market Value
Cash Accounts										
	N/R	Wells Fargo Checking	0.100%				454,455.97		454,455.97	454,455.97
	N/R	Umpqua Bank Savings	0.010%				7,025.55		7,025.55	7,025.55
	N/R	Local Agency Investment Fund	4.516%				322,543.09		322,543.09	322,543.09
Government Bonds										
3130ASH44	AA+	Fed Home Loan Bank	4.700%	7/31/2023	8/2/2023	6/30/2027	100,000.00	(853.00)	99,147.00	99,472.00
3130ASH44	AA+	Fed Home Loan Bank	4.700%	11/8/2023	11/9/2023	6/30/2027	135,000.00	(756.00)	134,244.00	134,287.20
3133EP3B9	AA+	Fed Farm Credit Bank	4.125%	2/20/2024		2/13/2029	150,000.00	(257.00)	149,743.00	151,041.00
3133EP5U5		Fed Farm Credit Bank	4.125%	4/2/2024	4/4/2024	3/20/2029	100,000.00	(562.00)	99,438.00	100,620.00
Municipal Bonds										
032556EZ1	AA+	Anaheim CA HSG	1.725%	6/25/2021	6/29/2021	10/1/2025	25,000.00	228.00	25,228.00	24,112.75
032556GQ9	AA+	Anaheim CA HSG	1.791%	4/27/2020	4/29/2020	10/1/2024	30,000.00	-	30,000.00	29,826.60
046558EU2	AA3	Atascadero CA USD	0.849%	3/4/2021	3/8/2021	8/1/2025	10,000.00	-	10,000.00	9,603.80
088006KA8	AA+	Beverly Hills CA Pub Fin Auth	1.147%	3/28/2022	3/30/2022	6/1/2026	95,000.00	(2,926.00)	92,074.00	89,190.75
130179HD9	A	California EFA	3.863%	8/25/2021	8/25/2021	4/1/2025	10,000.00	113.00	10,113.00	9,896.30
13048VLK2	A1	California Muni Finance Authority	2.055%	7/9/2020	7/13/2020	10/1/2024	25,000.00	-	25,000.00	24,862.75
13048VLK2	A1	California Muni Finance Authority San Die	2.148%	1/27/2021	1/29/2021	10/1/2025	50,000.00	682.00	50,682.00	48,363.50
13063DMA3	AA-	State of CA General Obligation Bond	2.650%	6/16/2021	6/18/2021	4/1/2026	10,000.00	258.00	10,258.00	9,689.70
13067WRC8	AAA	California State DWR	0.790%	2/23/2022	2/25/2022	12/1/2025	35,000.00	(596.00)	34,404.00	33,211.50
13077CT95	AA-	California State University	3.506%	3/4/2021	3/8/2021	11/1/2025	10,000.00	160.00	10,160.00	9,831.80
13077DKF8	AA-	California State University	2.001%	11/17/2022	11/21/2022	10/1/2027	50,000.00	(4,135.00)	45,865.00	46,267.50
13077DKG6	AA-	California State University	2.084%	2/20/2024		11/1/2028	150,000.00	(12,745.00)	137,255.00	136,852.50
139702BJ2	AA	Capistrano CA USD	2.500%	4/30/2020	5/4/2020	12/1/2024	15,000.00	-	15,000.00	14,944.05
14574AAC8	AA-	Carson CA	1.823%	6/25/2021	6/29/2021	1/15/2025	25,000.00	173.00	25,173.00	24,617.25
157411TL3	AA-	Chaffey CA USD	2.375%	6/16/2021	6/18/2021	8/1/2025	35,000.00	565.00	35,565.00	34,148.10
206849FV8	AA3	Conejo Vly CA USD	1.049%	10/30/2020	11/19/2020	8/1/2024	50,000.00	-	50,000.00	50,000.00
212204LK5	AA1	Contra Costa CA CCD	0.800%	11/19/2021	11/23/2021	8/1/2024	70,000.00	-	70,000.00	70,000.00
223077AJ7	AA-	Covina CA Wastewater Dist	2.606%	12/14/2022	12/16/2022	10/1/2027	50,000.00	(2,980.00)	47,020.00	47,259.00
341271AE4	AA	Florida State Board	1.705%	11/17/2022	11/21/2022	7/1/2027	50,000.00	(4,150.00)	45,850.00	46,183.00
420507CL7	AA	Hawthorne, CA	3.150%	12/9/2020	12/11/2020	8/1/2024	10,000.00	-	10,000.00	10,000.00
420507CM5	AA	Hawthorne, CA	3.250%	9/16/2020	9/18/2020	8/1/2025	15,000.00	-	15,000.00	14,724.45
451443F34	AA	Idaho Bldg Auth	2.365%	8/31/2020	9/2/2020	9/1/2025	50,000.00	746.00	50,746.00	48,674.50
45571LCU9	A+	Indio, CA	3.350%	8/25/2021	8/25/2021	11/1/2024	15,000.00	-	15,000.00	14,925.75
482092E22	AA+	Jarupa CA CSD	6.347%	1/11/2021	1/13/2021	9/1/2025	25,000.00	1,290.00	26,290.00	25,172.75
54148TAR7	AA	Loma Linda CA	2.750%	8/25/2021	8/25/2021	8/1/2025	10,000.00	151.00	10,151.00	9,759.60
542411GT4	AA	Long Beach CA	3.800%	12/9/2020	12/11/2020	8/1/2024	10,000.00	-	10,000.00	10,000.00
544290JH3	AA+	Los Altos CA USD	1.000%	2/23/2022	2/25/2022	10/1/2024	55,000.00	(14.00)	54,986.00	54,599.60
54465AHS4	AA-	Los Angeles Cnty/West Covina	3.125%	12/9/2020	12/11/2020	9/1/2024	10,000.00	-	10,000.00	9,981.00
56052FFF7	AA+	Maine State Housing Fin	2.389%	6/29/2020	7/1/2020	11/15/2024	25,000.00	20.00	25,020.00	24,804.25
56781RJH1	AAA	Marin CA CCD	3.045%	3/22/2023	3/24/2023	8/1/2024	50,000.00	-	50,000.00	50,000.00
57604TAB2	AA+	Mass Trans Housing	5.203%	8/26/2020	8/28/2020	6/1/2025	10,000.00	288.00	10,288.00	9,972.10
60636UJV2	AAA	Missouri Env Impt Res Auth	1.349%	2/9/2022	2/11/2022	7/1/2026	25,000.00	(388.00)	24,612.00	23,513.25
611583BT1	AA	Monrovia CA	3.750%	8/25/2021	8/25/2021	5/1/2025	10,000.00	68.00	10,068.00	9,889.80
612414EC2	AA+	Monterey CA Reg Waste	1.360%	2/7/2022	2/9/2022	4/1/2025	75,000.00	(120.00)	74,880.00	73,273.50
61741GAD2	AA	Morgan Hill CA	0.961%	5/25/2022	5/27/2022	9/1/2025	140,000.00	(3,510.00)	136,490.00	133,791.00
677765GW3	AA+	Ohlone CA Cmty Coll	1.975%	3/4/2021	3/8/2021	8/1/2025	10,000.00	-	10,000.00	9,710.50
683042AJ4	AA	Ontario CA Airport	2.898%	8/25/2021	8/25/2021	5/15/2025	15,000.00	98.00	15,098.00	14,763.00
68442CCZ7	AAA	Orange Cnty CA Water Dist	2.225%	12/14/2022	12/16/2022	8/15/2026	50,000.00	(2,303.00)	47,697.00	47,741.00
689729JT3	AA-	Orcutt CA USD	1.350%	12/14/2022	12/16/2022	2/1/2027	50,000.00	(3,780.00)	46,220.00	46,292.50
6966674G6	AA	Palm Springs CA	0.854%	11/17/2022	11/21/2022	8/1/2024	50,000.00	-	50,000.00	50,000.00
697364EC7	AA+	Palo Alto Cap Imp Proj	3.690%	6/12/2024	6/13/2024	11/1/2027	125,000.00	(4,251.00)	120,749.00	121,506.25
697511FV0	AA	Palomar CA CCD	1.313%	12/14/2022	12/16/2022	8/1/2027	50,000.00	(3,907.00)	46,093.00	45,780.00
713575TE8	AA-	Peralta Comm Coll Dist	6.909%	1/22/2021	1/26/2021	8/1/2025	10,000.00	561.00	10,561.00	10,090.30
74138FAW9	AA	Perris, CA Redevel	2.340%	11/18/2019	12/3/2019	10/1/2024	140,000.00	28.00	140,028.00	139,304.20
725837AZ1	A	Pixley, CA USD	1.227%	9/3/2021	9/16/2021	8/1/2026	45,000.00	151.00	45,151.00	42,093.00
752147HJ0	AA	Rancho Sanitago CA CCD	0.734%	4/6/2022	4/8/2022	9/1/2025	40,000.00	(180.00)	39,820.00	38,272.40
77735AAE7	AA	Rosedale Rio Bravo CA	1.217%	9/11/2020	10/6/2020	1/1/2025	45,000.00	-	45,000.00	44,284.50
77781RCR2	AA	Roseville, CA Elec Sys	1.111%	3/23/2021	3/25/2021	2/1/2026	35,000.00	-	35,000.00	33,175.80
777865BD7	AA	Roseville, CA	2.620%	1/27/2021	1/29/2021	9/1/2025	20,000.00	346.00	20,346.00	19,447.60
786091AF5	AA	Sacramento Cnty, CA Pen Ob	6.625%	8/26/2020	8/28/2020	8/1/2024	20,000.00	667.00	20,667.00	20,000.00
79727LBS7	AA-	San Diego CA Convention Cent	1.677%	3/4/2021	3/8/2021	4/15/2025	40,000.00	100.00	40,100.00	39,005.60
797299MP6	AA-	San Diego CA Pub Fac Fing	1.812%	1/3/2023	1/5/2023	10/15/2026	40,000.00	(2,424.00)	37,576.00	37,689.20
797669ZK7	AA+	San Francisco CA BART Dist	2.208%	1/27/2021	1/29/2021	7/1/2025	55,000.00	750.00	55,750.00	53,611.25
79771FFQ5	AA-	San Francisco CA PUC	0.843%	3/16/2021	3/18/2021	11/1/2025	25,000.00	-	24,973.75	23,797.25
798136XU6	A-	San Jose Airport	1.209%	3/25/2021	4/7/2021	3/1/2025	50,000.00	-	50,000.00	48,878.50
798136XV4	A-	San Jose Airport	1.359%	3/25/2021	4/7/2021	3/1/2026	50,000.00	-	50,000.00	47,320.50
79876CBD9	AA-	San Marcos, CA	3.866%	12/20/2019	12/24/2019	10/1/2024	25,000.00	10.00	25,010.00	24,939.75
799055QW1	AAA	San Mateo Foster City	1.919%	7/6/2023	7/8/2023	8/1/2027	55,000.00	(4,608.00)	50,392.00	51,507.50
801546QU9	AAA	Santa Clara County CA	2.000%	2/7/2022	2/9/2022	8/1/2024	230,000.00	-	230,000.00	230,000.00
81888TAH6	AA	Shafter, CA	3.250%	6/4/2020	6/8/2020	11/1/2024	25,000.00	121.00	25,121.00	24,858.00
81888TAJ2	AA	Shafter, CA	3.375%	2/5/2021	2/7/2021	11/1/2025	25,000.00	552.00	25,552.00	24,422.25
835376AR5	AA-	Somis, CA USD	1.344%	8/6/2020	8/10/2020	8/1/2025	10,000.00	-	10,000.00	9,787.60
835376955	AA-	Somis, CA USD	1.344%	6/5/2024	6/6/2024	8/1/2024	5,000.00	-	5,000.00	5,000.00
835569GU2	AA	Sonoma County CA	2.539%	11/17/2022	11/21/2022	8/1/2027	40,000.00	(2,292.00)	37,708.00	37,935.60
845389JK2	AA-	Southwestern CCD	1.347%	12/14/2022	12/16/2022	8/1/2027	50,000.00	(3,891.00)	46,109.00	45,867.50

Foresthill PUD
Quality Analysis Report
7/31/2024

Cusip	Rating	NAME	RATE	Trade Date	Settlement Date	Maturity Date	Units	Discount or Premium	Book Value	Market Value
Cash Accounts										
	N/R	Wells Fargo Checking	0.100%				454,455.97		454,455.97	454,455.97
	N/R	Umpqua Bank Savings	0.010%				7,025.55		7,025.55	7,025.55
	N/R	Local Agency Investment Fund	4.516%				322,543.09		322,543.09	322,543.09
Government Bonds										
91412GE27	AA	University of CA	2.587%	3/28/2022	3/30/2022	5/15/2026	40,000.00	(240.00)	39,760.00	38,576.00
91412GXB6	AA	University of CA	3.159%	2/23/2022	2/25/2022	5/15/2025	20,000.00	-	20,000.00	19,716.20
91412GXQ3	AA	University of CA	3.359%	9/16/2020	9/18/2020	5/15/2025	15,000.00	297.00	15,297.00	14,804.40
91412HFM0	AA	University of CA	0.933%	6/16/2021	6/18/2021	5/15/2025	40,000.00	12.00	40,012.00	38,753.20
91857RBF9	A+	Vacaville CA	2.956%	9/3/2021	9/8/2021	9/1/2026	15,000.00	531.00	15,531.00	14,447.70
933002AC1	AA+	Walnut valley CA	0.962%	3/28/2022	3/30/2022	6/1/2026	45,000.00	(1,548.00)	43,452.00	42,178.95
95236PGC8	A+	West Covina CA	2.318%	3/26/2021	3/30/2021	8/1/2025	85,000.00	-	85,000.00	82,635.30
95332RDJ5	AA+	West Hollywood Pub fin Auth	1.800%	3/28/2022	3/30/2022	4/1/2026	25,000.00	(377.00)	24,623.00	23,837.25
955627CS1	AA-	West Sac Flood Ctl	2.451%	11/8/2023	11/10/2023	9/1/2027	100,000.00	(7,474.00)	92,526.00	94,057.00
956134AQ3	A+	West Stanislaus CA IRR	1.280%	1/22/2021	1/26/2021	1/1/2026	30,000.00	-	30,000.00	28,477.20
Negotiable Certificates of Deposit										
05600XCP3	CD	BMO Harris Bank	1.000%	3/23/2021	4/13/2021	4/13/2026	100,000.00		100,000.00	94,136.00
066519QT9	CD	BankUnited	0.950%	3/23/2021	3/31/2021	3/31/2026	100,000.00		100,000.00	94,153.00
2546732B1	CD	Discover Bank	4.900%	11/17/2022	11/30/2022	11/30/2027	250,000.00		250,000.00	253,915.00
38149MXU2	CD	Goldman Sachs Bank	1.000%	7/27/2021	8/4/2021	8/4/2026	250,000.00		250,000.00	233,342.50
61690U3L2	CD	Morgan Stanley Bank	4.900%	3/17/2023	3/23/2023	3/23/2028	250,000.00		250,000.00	254,625.00
61768EAQ6	CD	Morgan Stanley Pvt Bank	1.800%	2/13/2020	2/20/2020	2/20/2025	50,000.00		50,000.00	49,126.00
61768ERA3	CD	Morgan Stanley Pvt Bank	4.900%	3/17/2023	3/23/2023	3/23/2028	200,000.00		200,000.00	203,700.00
795451AB9	CD	Sallie Mae Bank	1.000%	7/19/2021	7/21/2021	7/21/2026	200,000.00		200,000.00	186,806.00
856285SK8	CD	State Bank of India	2.000%	1/14/2020	1/22/2020	1/22/2025	50,000.00		50,000.00	49,267.50
856285VE8	CD	State Bank of India	0.900%	3/23/2021	3/25/2021	3/25/2026	100,000.00		100,000.00	94,146.00
90348JN48	CD	UBS Bank	0.750%	6/16/2021	6/23/2021	6/23/2026	100,000.00		100,000.00	93,135.00
Corporate Securities										
037833BY5	AA1	Apple Inc	3.250%	3/23/2021	3/25/2021	2/23/2026	100,000.00	2,748.00	102,748.00	98,023.00
09290DAA9		Blackrock Funding	4.700%	4/2/2024	4/4/2024	3/14/2029	100,000.00	332.00	100,332.00	101,085.00
166764BW9	AA-	Chevron Corp	1.554%	3/4/2021	3/8/2021	5/11/2025	100,000.00	716.00	100,716.00	97,387.00
	N/R	Wells Fargo Advisors Money Market	0.027%				25,361.17		25,361.17	25,361.17
Total Portfolio							5,635,361.17	(58,505.00)	5,576,829.92	5,480,135.52
Accrued Portfolio Interest							43,608.45		43,608.45	43,608.45
Portfolio and Cash Accounts								(58,505.00)	6,404,462.98	6,307,768.58



Foresthill Public Utility District
Statement of Net Position
 August 31, 2024

Item 1 2

	Aug 31, 24
ASSETS	
Current Assets	
Checking/Savings	
10110 · Cash on Hand	250
10120 · Wells Fargo Checking	393,917
10510 · Local Agency Investment Fund	322,543
10512 · Umpqua Savings account	7,026
10519 · Wells Fargo Adv - Money Mrkt	8,126
10520 · Wells Fargo Adv - Face Value	5,670,000
	6,401,862
Total Checking/Savings	6,401,862
Accounts Receivable	315,912
Other Current Assets	252,906
	6,970,680
Total Current Assets	6,970,680
Fixed Assets	10,800,576
Other Assets	582,682
	18,353,938
TOTAL ASSETS	18,353,938
LIABILITIES & NET POSITION	
Liabilities	
Current Liabilities	
Other Current Liabilities	135,169
	135,169
Total Current Liabilities	135,169
Long Term Liabilities	1,100,948
	1,236,117
Total Liabilities	1,236,117
Net Position	17,117,822
	18,353,938
TOTAL LIABILITIES & NET POSITION	18,353,938

Foresthill Public Utility District
Profit & Loss Budget vs. Actual
July through August 2024

	<u>Jul - Aug 24*</u>	<u>Budget</u>	<u>\$ Over Budget</u>
Ordinary Income/Expense			
Income			
41100 · Consumption Billed	169,781	91,000	78,781
41150 · Base rate - Residential	326,456	342,450	(15,994)
41200 · Base rate - Commercial	39,246	38,050	1,196
42300 · Meter Installation	750	333	417
49200 · Interest - LAIF	3,599	0	3,599
49210 · Interest - Taxes	0	0	0
49220 · Portfolio Income***	115,000	12,500	102,500
49251 · Interest - Umpqua Bank	0	0	0
49300 · Property Tax Revenues****	0	21,667	(21,667)
49520 · Service Charges & Reconnect	12,204	3,333	8,871
49930 · Grant Income	0	7,500	(7,500)
Total Income	<u>667,036</u>	<u>516,833</u>	<u>150,203</u>
Gross Profit	667,036	516,833	150,203
Expense			
51000 · Wages & Salaries	160,665	135,167	25,498
52000 · Taxes & Benefits	118,598	68,533	50,065
53000 · Materials & Supplies	31,540	22,500	9,040
54000 · Equipment costs	9,607	9,500	107
55000 · Contracted services	10,890	25,500	(14,610)
55001 · Professional Fees	75,379	37,333	38,046
56000 · Resource development	9,076	12,167	(3,091)
57000 · Utilities	10,047	12,833	(2,786)
58000 · Regulatory and General	21,147	35,000	(13,853)
61000 · Capital Activities	51,952	71,167	(19,215)
62400 · Depreciation Expense**	0	0	0
Total Expense	<u>498,901</u>	<u>429,700</u>	<u>69,201</u>
Net Ordinary Income	<u>168,135</u>	<u>87,133</u>	<u>81,002</u>
Net Income	<u><u>168,135</u></u>	<u><u>87,133</u></u>	<u><u>81,002</u></u>

*Jul-Aug financials are preliminary numbers as FY 24 is still being closed for accuracy in preparation for the audit later this year.

**Pending FY 24 year end adjustments for capital asset additions/deletions. Will post after YE 24 capital asset adjustments for audit are finalized.

***In part due to unrealized gains associated with market fluctuations.

****Jul & Aug property tax revenues received in September.

Foresthill Public Utility District
Profit & Loss Budget vs. Actual
July through August 2024

	<u>Jul - Aug 24*</u>	<u>Budget</u>	<u>\$ Over Budget</u>
Administration	173,723	89,833	83,890
Capital Expenditures	51,952	71,167	(19,215)
Customer Service	60,195	59,333	862
Distribution	77,246	89,333	(12,087)
Pumping	2,397	4,033	(1,636)
Regulatory Compliance	40,037	50,667	(10,630)
Source of Supply	1,456	4,167	(2,711)
Treatment	91,895	61,167	30,728
Depreciation**	0	0	0
TOTAL	<u>498,901</u>	<u>429,700</u>	<u>69,201</u>

*Jul-Aug financials are preliminary numbers as FY 24 is still being closed for accuracy in preparation for the audit later this year.

**Pending FY 24 year end adjustments for capital asset additions/deletions. Will post after YE 24 capital asset adjustments for audit are finalized.

Fund Balances

	<u>7/1/2024*</u>	<u>Received</u>	<u>Paid Out</u>	<u>Transfers</u>	<u>Balance</u>
General Fund - unspendable***	11,109,706			51,952	11,161,658
General Fund - unrestricted	3,457,475	667,036	446,949	(103,904)	3,573,658
Operating reserves	1,150,830				1,150,830
Debt service reserves**	204,676				204,676
Capital reserves****	427,000		51,952	51,952	427,000
Emergency reserves	600,000				600,000
Total Fund balances	<u>16,949,687</u>	<u>667,036</u>	<u>498,901</u>	<u>0</u>	<u>17,117,822</u>

*July financials are preliminary numbers as FY 24 is still being closed for accuracy in preparation for the audit later this year.

** This budget includes Debt Service.

***7/1/23 balances used pending FY 24 YE adjustments for audit.

****Pending FY 24 year end adjustments for capital asset additions/deletions. Will post after YE 24 capital asset adjustments for audit are finalized.

Foresthill Public Utility District
Cash Disbursements Register
August 2024

Date	Num	Name	Memo	Paid Amount
Aug 24				
08/01/2024	ACH 080124	ADP	PR 080224 ADP Wage Pay	-20,945.76
08/01/2024	ACH 080124	ADP	PR 080224 Taxes	-11,381.40
08/01/2024	ACH 080124	CalPERS	Classic contribution Paydate 08-02-2024	-2,831.06
08/01/2024	ACH 080124	CalPERS	PR 080124 PEPRA contribution	-1,593.26
08/01/2024	ACH 080124	CalPERS	PR 080224 457B	-1,775.00
08/02/2024	ACH 080224	Wells Fargo Bank	Authnet Gateway monthly billing	-120.90
08/06/2024	34031	Badger Meter	Meters. Cust #24047. Order #1265228	-1,143.70
08/06/2024	34032	Bureau of Reclamation	VOID: USBR Sugar Pine Fee- July 2024	0.00
08/06/2024	34033	Gold Rush Chevrolet	truck leak repair. acct #6103	-3,627.21
08/06/2024	34034	Grainger	Acct #839681434. supplies	-156.37
08/06/2024	34035	Inland Business Systems	copier costs - inv date 07/30/2024	-1.88
08/06/2024	34036	Milliman, Inc.	OPEB actuarial alternate costs	-3,150.00
08/06/2024	34037	Pace Supply Corp.	supplies. cust #29996-00.	-747.53
08/06/2024	34038	Sebastian	July telephone. Acct# 00008712-7	-525.03
08/06/2024	34039	Sierra Safety Company	Supplies	-181.99
08/06/2024	34040	Vision Quest Information Solutions, Inc.	IT Service Sep 2024, Dell Optiplex tower, UPS Gold	-3,841.86
08/06/2024	34041	West Landscape Maintenance	Park Landscape Maintenance July 2024	-126.00
08/06/2024	ACH 080624	Bureau of Reclamation	USBR Sugar Pine Fee- July 2024	-4,106.42
08/09/2024	ACH 080924	ADP	Payroll service fee 080224	-165.68
08/13/2024	34042	Cranmer Engineering, Inc.	Water Quality	-620.00
08/13/2024	34043	Dan Chancellor Backhoe	Sand for maintenance	-900.00
08/13/2024	34044	Foresthill Garage, Inc.	Vehicle Maintenance	-3,317.08
08/13/2024	34045	Foresthill Valero	July Fuel	-1,034.72
08/13/2024	34046	Grant Hardware, Inc.	July Supplies	-228.31
08/13/2024	34047	Horne LLP dba CA LIHWAP	LIHWAP reimb for 04302024	-198.23
08/13/2024	34048	Recology Auburn Placer	July refuse HQ & WTP	-78.08
08/13/2024	34049	Sierra Mini Mart, Inc.	Fuel July 2024	-318.36
08/13/2024	34050	Umpqua Bank	Water bond principal and interest payment	-68,435.20
08/13/2024	34051	USA Blue Book	supplies	-677.34
08/13/2024	34054	Winner Chevrolet	2024 Chevy Silverado Sale, PO 719281	-43,282.69
08/13/2024	34053	Worton's Foresthill Grocery	Supplies	-114.42
08/15/2024	ACH 081524	ADP	PR 081624 ADP Wage Pay	-20,051.25
08/15/2024	ACH 081524	ADP	PR 081624 Taxes	-10,820.46
08/15/2024	ACH 081524	CalPERS	Classic contribution Paydate 08-16-2024	-2,980.62
08/15/2024	ACH 081524	CalPERS	PR 081624 PEPRA contribution	-1,725.96
08/16/2024	ACH 081624	CalPERS	PR 081624 457B	-1,775.00
08/19/2024	ACH 081924	American Messaging	Pager Aug	-11.74
08/20/2024	34055	Badger Meter	Meters. Cust #24047. Order #1265228	-1,609.77
08/20/2024	34056	Briana Yates	Refund: Service 6134 Green Rdige Dr	-10.51
08/20/2024	34057	Connie Smith	Refund: Service 5116 Cold Springs Dr	-80.02
08/20/2024	34058	Dalorus Palmer	Refund: Service 24245 Foresthill Rd	-22.98
08/20/2024	34059	Eloise Poole	Refund: Service 5111 Bella Vista Cr	-178.59
08/20/2024	34060	Gary & Linda Geiger	Refund: Service 20857 Birchwood Dr	-5.04
08/20/2024	34061	Haley Baker	Refund: Service 5191 Happy Pines Dr	-9.40
08/20/2024	34062	Humana Insurance Co	Sep retiree health insurance	-716.12
08/20/2024	34063	Infosend	Utility Billing- July 2024	-1,493.48
08/20/2024	34064	Jeffrey & Laura Staples	Refund: Service 6342 Green Ridge Dr	-75.22
08/20/2024	34065	Joshua McCool	Refund: Service 19491 Foresthill Rd	-14.58
08/20/2024	34066	Keenan & Associates	EE medical insurance Sep 24	-17,300.60
08/20/2024	34067	Kurt Reed	Health Insurance Aug 2024	-273.00
08/20/2024	34068	Leon Homes	Refund: Service 6342 Green Ridge Dr	-17.28
08/20/2024	34069	Lindsay Stroud	Refund: Service 24301 Foresthill Rd	-122.57
08/20/2024	34070	LSL CPAs & Assoc.	July 2024 accounting assistance (month end & year	-20,612.50
08/20/2024	34071	Madison Blumenstein & Colt Caruso	Refund: Service 20495 Bellwood Ct	-1.05
08/20/2024	34072	McCormick Townsley	Service 20694 Cedar View Dr	-67.86
08/20/2024	34073	Melissa Tron	Refund: Service 20055 Redwood Ct	-29.03
08/20/2024	34074	Napa Auto Parts	supplies- acct # 8802929	-79.29

Foresthill Public Utility District
Cash Disbursements Register
August 2024

<u>Date</u>	<u>Num</u>	<u>Name</u>	<u>Memo</u>	<u>Paid Amount</u>
08/20/2024	34075	Pacific Gas & Electric	July power Pump station & WTP	-2,747.10
08/20/2024	34076	Placer County , Personnel	Sep 24 Dental Insurance	-618.38
08/20/2024	34077	Richard & April Pierce	Refund: Service 6059 Green Leaf Ln	-98.39
08/20/2024	34078	Robin Mahoney	VOID: Service 6064 Green Leaf Ln	0.00
08/20/2024	34079	Rod Sheppard	Refund: Service 6105 McKeon Ponderosa Way	-17.12
08/20/2024	34080	Sierra Safety Company	Supplies	-118.60
08/20/2024	34081	Steve Bloise	Refund: Service 5792 Arrowhead Dr	-77.60
08/20/2024	34082	United Healthcare	Sept retiree med care	-243.20
08/20/2024	34083	Verizon Wireless	phone/maps Jul 07 24 - Aug 06 24	-38.01
08/20/2024	34084	Vision Service Plan - (CA)	EE vision insurance Sep 2024- Client ID 30064591	-115.14
08/20/2024	34085	Wells Fargo Bank	supplies	-1,308.74
08/20/2024	34086	White Bear Construction	Refund: Service 24750 Main St	-1,200.00
08/20/2024	34087	Robin Mahoney	VOID: Refund Service 6064 Green Leaf Ln	0.00
08/20/2024	34088	Robin Mahoney	Refund Service 6064 Green Leaf Ln	-88.30
08/20/2024	ACH 082024	CalPERS	GASB 68 report fees	-700.00
08/23/2024	ACH 082324	ADP	Payroll service fee 081624	-165.68
08/27/2024	34089	Auburn Area Answering Service	Answering Service- Sep 2024	-154.33
08/27/2024	34090	Badger Meter	Meters. Cust #24047. Order #1265228	-1,269.77
08/27/2024	34091	Economy Pest Control	HQ Pest Control. Acct #128503	-79.00
08/27/2024	34092	Hach Company	turbidimeter	-3,835.80
08/27/2024	34093	Kronick, Moskovitz, et al	Legal Services- Client #012257	-13,024.52
08/27/2024	34094	Mutual of Omaha	EE life insurance Sep 2024	-390.82
08/27/2024	34095	Pace Supply Corp.	supplies. cust #29996-00.	-51.48
08/27/2024	34096	Pacific Gas & Electric	Aug power HQ, Indian Ln well, Sugar Pine Dam, Toc	-2,042.70
08/27/2024	34097	Prospect Communications, Inc.	phone	-165.00
08/27/2024	34098	Robert Middleton	40 hr comp time pay	-1,999.53
08/27/2024	34099	Thatcher Company, Inc.	chlorine	-5,148.86
08/27/2024	34100	Wright Heating & Air Conditioning	repair HQ AC	-165.00
08/29/2024	ACH 082924	ADP	PR 083024 ADP Wage Pay	-17,965.87
08/29/2024	ACH 082924	ADP	PR 083024 Taxes	-9,830.48
08/30/2024	ACH 083024	CalPERS	PR 083024 457B	-1,775.00
08/30/2024	ACH 083024	CalPERS	PR 083024 PEPRA contribution	-1,706.63
08/30/2024	ACH 083024	CalPERS	Classic contribution Paydate 08-30-2024	-2,980.62
				-325,831.07

Aug 24

Foresthill Public Utility District
Investment Policy Compliance
with Government Code Standards, and the Foresthill PUD Investment Plan Standards
As of August 31, 2024

Current Portfolio Balance: \$ 6,372,179

Ca Government Code Section 53601	Govt Code Maximum %	District Maximum %	District Actual %	Complies
Bonds issued by the District		100.00%	0.00%	Yes
Federal Treasury notes, bonds, bills	100.00%	100.00%	0.00%	Yes
State/local agency bonds, etc	100.00%	100.00%	46.28%	Yes
Federal Agency Bonds	100.00%	100.00%	10.71%	Yes
Negotiable certificates of Deposit	30.00%	30.00%	25.89%	Yes
Local Agencies Investment Fund	100.00%	100.00%	5.06%	Yes
Medium Term Corporate Notes	30.00%	30.00%	4.76%	Yes
Money Market Funds	15.00%	15.00%	0.13%	Yes
Collateralized bank deposits	100.00%	100.00%	7.17%	Yes
Shares of Beneficial Interest	20.00%	15.00%	0.00%	Yes
Mortgage pass through security bonds	20.00%	20.00%	0.00%	Yes
Total			100.00%	

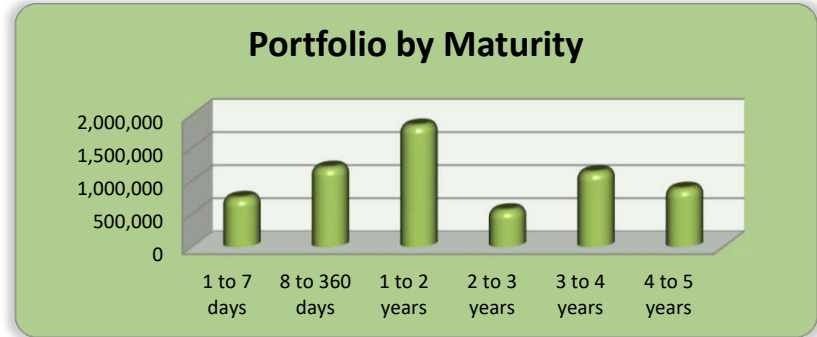
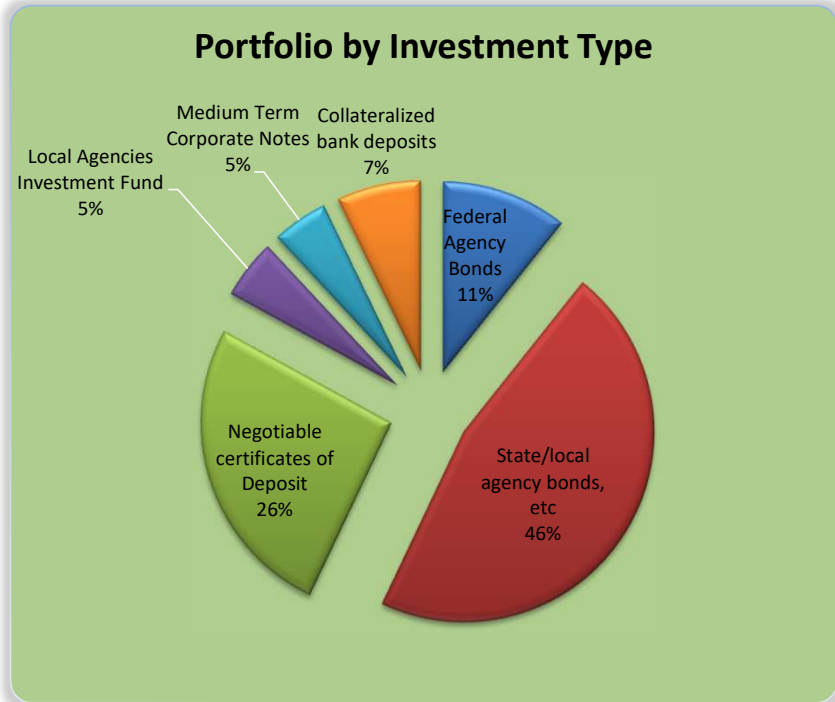
Balance by Maturity	Actual %	Actual \$
Range		
1 to 7 days	12%	747,118
8 to 360 days	19%	1,203,713
1 to 2 years	29%	1,840,274
2 to 3 years	9%	559,759
3 to 4 years	18%	1,136,305
4 to 5 years	14%	885,010
Over 5 years	0%	-
		6,372,179

Foresthill PUD
Quality Analysis Report
8/31/2024

Cusip	Rating	NAME	RATE	Trade Date	Settlement Date	Maturity Date	Units	Discount or Premium	Book Value	Market Value
Cash Accounts										
	N/R	Wells Fargo Checking	0.100%				409,423.01		409,423.01	409,423.01
	N/R	Umpqua Bank Savings	0.010%				7,025.61		7,025.61	7,025.61
	N/R	Local Agency Investment Fund	4.579%				322,543.09		322,543.09	322,543.09
Government Bonds										
3130ASH44	AA+	Fed Home Loan Bank	4.700%	7/31/2023	8/2/2023	6/30/2027	100,000.00	(829.00)	99,171.00	99,656.00
3130ASH44	AA+	Fed Home Loan Bank	4.700%	11/8/2023	11/9/2023	6/30/2027	135,000.00	(735.00)	134,265.00	134,535.60
3133EP3B9	AA+	Fed Farm Credit Bank	4.125%	2/20/2024	2/21/2024	2/13/2029	150,000.00	(252.00)	149,748.00	152,290.50
3133EP5U5	AA+	Fed Farm Credit Bank	4.125%	4/2/2024	4/4/2024	3/20/2029	100,000.00	(552.00)	99,448.00	101,459.00
3134HACV3	AA+	Fed Home Loan Mtg Corp	4.300%	8/7/2024	8/13/2024	8/7/2029	200,000.00	(443.82)	199,556.18	197,836.00
Municipal Bonds										
032556EZ1	AA+	Anaheim CA HSG	1.725%	6/25/2021	6/29/2021	10/1/2025	25,000.00	213.00	25,213.00	24,229.50
032556GQ9	AA+	Anaheim CA HSG	1.791%	4/27/2020	4/29/2020	10/1/2024	30,000.00	-	30,000.00	29,925.30
046558EU2	AA3	Atascadero CA USD	0.849%	3/4/2021	3/8/2021	8/1/2025	10,000.00	-	10,000.00	9,663.30
088006KA8	AA+	Beverly Hills CA Pub Fin Auth	1.147%	3/28/2022	3/30/2022	6/1/2026	95,000.00	(2,793.00)	92,207.00	89,869.05
130179HD9	A	California EFA	3.863%	8/25/2021	8/25/2021	4/1/2025	10,000.00	92.00	10,092.00	9,918.10
13048VLJ5	A1	California Muni Finance Authority	2.055%	7/9/2020	7/13/2020	10/1/2024	25,000.00	-	25,000.00	24,937.00
13048VLK2	A1	California Muni Finance Authority San Die	2.148%	1/27/2021	1/29/2021	10/1/2025	50,000.00	631.00	50,631.00	48,607.50
13063DMA3	AA-	State of CA General Obligation Bond	2.650%	6/16/2021	6/18/2021	4/1/2026	10,000.00	243.00	10,243.00	9,757.10
13067WRC8	AAA	California State DWR	0.790%	2/23/2022	2/25/2022	12/1/2025	35,000.00	(566.00)	34,434.00	33,433.40
13077CT95	AA-	California State University	3.506%	3/4/2021	3/8/2021	11/1/2025	10,000.00	135.00	10,135.00	9,886.80
13077DKF8	AA-	California State University	2.001%	11/17/2022	11/21/2022	11/1/2027	50,000.00	(4,029.00)	45,971.00	46,852.50
13077DKG6	AA-	California State University	2.084%	2/20/2024	2/21/2024	11/1/2028	150,000.00	(12,506.00)	137,494.00	138,339.00
139702BJ2	AA	Capistrano CA USD	2.500%	4/30/2020	5/4/2020	12/1/2024	15,000.00	-	15,000.00	14,975.70
14574AAC8	AA-	Carson CA	1.823%	6/25/2021	6/29/2021	1/15/2025	25,000.00	162.00	25,162.00	24,658.00
157411TL3	AA-	Chaffey CA USD	2.375%	6/16/2021	6/18/2021	8/1/2025	35,000.00	521.00	35,521.00	34,310.50
223077AJ7	AA-	Covina CA Wastewater Dist	2.606%	12/14/2022	12/16/2022	10/1/2027	50,000.00	(2,900.00)	47,100.00	47,680.50
292521GR6	AA+	Encinitas Pub Fing Auth	1.460%	8/13/2024	8/14/2024	10/1/2027	100,000.00	(7,806.21)	92,193.79	91,951.00
341271AE4	AA	Florida State Board	1.705%	11/17/2022	11/21/2022	7/1/2027	50,000.00	(4,025.00)	45,975.00	46,480.00
420507CM5	AA	Hawthorne, CA	3.250%	9/16/2020	9/18/2020	8/1/2025	15,000.00	-	15,000.00	14,786.10
451443F34	AA	Idaho Bldg Auth	2.365%	8/31/2020	9/2/2020	9/1/2025	50,000.00	686.00	50,686.00	48,906.00
45571LCU9	A+	Indio, CA	3.350%	8/25/2021	8/25/2021	11/1/2024	15,000.00	-	15,000.00	14,958.75
482092EZ2	AA+	Jarupa CA CSD	6.347%	1/11/2021	1/13/2021	9/1/2025	25,000.00	1,180.00	26,180.00	25,246.75
54148TAR7	AA	Loma Linda CA	2.750%	8/25/2021	8/25/2021	8/1/2025	10,000.00	137.00	10,137.00	9,805.60
544290JH3	AA+	Los Altos CA USD	1.000%	2/23/2022	2/25/2022	10/1/2024	55,000.00	-	55,000.00	54,819.05
54465AHS4	AA-	Los Angeles Cnty/West Covina	3.125%	12/9/2020	12/11/2020	9/1/2024	10,000.00	-	10,000.00	10,000.00
56052FFF7	AA+	Maine State Housing Fin	2.389%	6/29/2020	7/1/2020	11/15/2024	25,000.00	-	25,000.00	24,877.50
57563RQH5	AA	Mass EDL Fing Auth	3.455%	8/13/2024	8/14/2024	7/1/2028	55,000.00	(17,545.75)	37,454.25	52,706.50
57604TAB2	AA+	Mass Trans Housing	5.203%	8/26/2020	8/28/2020	6/1/2025	10,000.00	253.00	10,253.00	9,995.60
60636UJV2	AAA	Missouri Env Impt Res Auth	1.349%	2/9/2022	2/11/2022	7/1/2026	25,000.00	(368.00)	24,632.00	23,691.50
611583BT1	AA	Monrovia CA	3.750%	8/25/2021	8/25/2021	5/1/2025	10,000.00	43.00	10,043.00	9,921.40
612414EC2	AA+	Monterey CA Reg Waste	1.360%	2/7/2022	2/9/2022	4/1/2025	75,000.00	(99.00)	74,901.00	73,622.25
61741GAD2	AA	Morgan Hill CA	0.961%	5/25/2022	5/27/2022	9/1/2025	140,000.00	(3,260.00)	136,740.00	134,625.40
677765GW3	AA+	Ohlone CA Cmty Coll	1.975%	3/4/2021	3/8/2021	8/1/2025	10,000.00	-	10,000.00	9,762.50
683042AJ4	AA	Ontario CA Airport	2.898%	8/25/2021	8/25/2021	5/15/2025	15,000.00	73.00	15,073.00	14,818.80
68442CCZ7	AAA	Orange Cnty CA Water Dist	2.225%	12/14/2022	12/16/2022	8/15/2026	50,000.00	(2,208.00)	47,792.00	48,089.00
689729JT3	AA-	Orcutt CA USD	1.350%	12/14/2022	12/16/2022	2/1/2027	50,000.00	(3,653.00)	46,347.00	46,715.00
697364EC7	AA+	Palo Alto Cap Imp Proj	3.690%	6/12/2024	6/13/2024	11/1/2027	125,000.00	(4,142.00)	120,858.00	122,491.25
697511FV0	AA	Palomar CA CCD	1.313%	12/14/2022	12/16/2022	8/1/2027	50,000.00	(3,749.00)	46,251.00	46,224.00
713575TE8	AA-	Peralta Comm Coll Dist	6.909%	1/22/2021	1/26/2021	8/1/2025	10,000.00	513.00	10,513.00	10,111.60
74138FAW9	AA	Perris, CA Redev	2.340%	11/18/2019	12/3/2019	10/1/2024	140,000.00	12.00	140,012.00	139,704.60
725837AZ1	A	Pixley, CA USD	1.227%	9/3/2021	9/16/2021	8/1/2026	45,000.00	144.00	45,144.00	42,429.15
752147HJ0	AA	Rancho Sanitago CA CCD	0.734%	4/6/2022	4/8/2022	9/1/2025	40,000.00	(81.00)	39,919.00	38,508.00
77735AAE7	AA	Rosedale Rio Bravo CA	1.217%	9/11/2020	10/6/2020	1/1/2025	45,000.00	-	45,000.00	44,475.75
77781RCR2	AA	Roseville, CA Elec Sys	1.111%	3/23/2021	3/25/2021	2/1/2026	35,000.00	-	35,000.00	33,400.85
777865BD7	AA	Roseville, CA	2.620%	1/27/2021	1/29/2021	9/1/2025	20,000.00	321.00	20,321.00	19,541.00
79727LBS7	AA-	San Diego CA Convenion Cent	1.677%	3/4/2021	3/8/2021	4/15/2025	40,000.00	82.00	40,082.00	39,198.00
797299MP6	AA-	San Diego CA Pub Fac Fing	1.812%	1/3/2023	1/5/2023	10/1/2026	40,000.00	(2,324.00)	37,676.00	38,000.80
797669ZK7	AA+	San Francisco CA BART Dist	2.208%	1/27/2021	1/29/2021	7/1/2025	55,000.00	691.00	55,691.00	53,869.75
79771FFQ5	AA-	San Francisco CA PUC	0.843%	3/16/2021	3/18/2021	11/1/2025	25,000.00	-	24,973.75	23,951.25
798136XU6	A-	San Jose Airport	1.209%	3/25/2021	4/7/2021	3/1/2025	50,000.00	-	50,000.00	49,058.00
798136XV4	A-	San Jose Airport	1.359%	3/25/2021	4/7/2021	3/1/2026	50,000.00	-	50,000.00	47,787.50
79876CBD9	AA-	San Marcos, CA	3.866%	12/20/2019	12/24/2019	10/1/2024	25,000.00	-	25,000.00	24,976.25
799055QW1	AAA	San Mateo Foster City	1.919%	7/6/2023	7/8/2023	8/1/2027	55,000.00	(4,480.00)	50,520.00	51,968.95
80169PES8	AA+	Santa Clarita Pub Fing Auth	2.067%	8/13/2024	8/14/2024	6/1/2029	200,000.00	(1,561.72)	198,438.28	181,688.00
81888TAH6	AA	Shafter, CA	3.250%	6/4/2020	6/8/2020	11/1/2024	25,000.00	89.00	25,089.00	24,919.25
81888TAJ2	AA	Shafter, CA	3.375%	2/5/2021	2/7/2021	11/1/2025	25,000.00	510.00	25,510.00	24,534.00
835376AR5	AA-	Somis, CA USD	1.344%	8/6/2020	8/10/2020	8/1/2025	10,000.00	-	10,000.00	9,668.20
835569GU2	AA	Sonoma County CA	2.539%	11/17/2022	11/21/2022	8/1/2027	40,000.00	(2,222.00)	37,778.00	38,259.20
845389JK2	AA-	Southwestern CCD	1.347%	12/14/2022	12/16/2022	8/1/2027	50,000.00	(3,735.00)	46,265.00	46,309.50
91412GE27	AA	University of CA	2.587%	3/28/2022	3/30/2022	5/15/2026	40,000.00	(227.00)	39,773.00	38,903.20
91412GXB6	AA	University of CA	3.159%	2/23/2022	2/25/2022	5/15/2025	20,000.00	-	20,000.00	19,767.00
91412GXQ3	AA	University of CA	3.359%	9/16/2020	9/18/2020	5/15/2025	15,000.00	267.00	15,267.00	14,845.50
91412HFM0	AA	University of CA	0.933%	6/16/2021	6/18/2021	5/15/2025	40,000.00	2.00	40,002.00	38,926.80
91857RBF9	A+	Vacaville CA	2.956%	9/3/2021	9/8/2021	9/1/2026	15,000.00	511.00	15,511.00	14,551.65

Foresthill PUD
Quality Analysis Report
8/31/2024

Cusip	Rating	NAME	RATE	Trade Date	Settlement Date	Maturity Date	Units	Discount or Premium	Book Value	Market Value
Cash Accounts										
N/R		Wells Fargo Checking	0.100%				409,423.01		409,423.01	409,423.01
N/R		Umpqua Bank Savings	0.010%				7,025.61		7,025.61	7,025.61
N/R		Local Agency Investment Fund	4.579%				322,543.09		322,543.09	322,543.09
Government Bonds										
933002AC1	AA+	Walnut valley CA	0.962%	3/28/2022	3/30/2022	6/1/2026	45,000.00	(1,476.00)	43,524.00	42,503.40
95236PGC8	A+	West Covina CA	2.318%	3/26/2021	3/30/2021	8/1/2025	85,000.00	-	85,000.00	83,054.35
95332RDJ5	AA+	West Hollywood Pub fin Auth	1.800%	3/28/2022	3/30/2022	4/1/2026	25,000.00	(352.00)	24,648.00	23,994.75
955627CS1	AA-	West Sac Flood Ctl	2.451%	11/8/2023	11/10/2023	9/1/2027	100,000.00	(7,272.00)	92,728.00	94,905.00
956134AQ3	A+	West Stanislaus CA IRR	1.280%	1/22/2021	1/26/2021	1/1/2026	30,000.00	-	30,000.00	28,666.50
Negotiable Certificates of Deposit										
05600XCP3	CD	BMO Harris Bank	1.000%	3/23/2021	4/13/2021	4/13/2026	100,000.00		100,000.00	95,075.00
066519QT9	CD	BankUnited	0.950%	3/23/2021	3/31/2021	3/31/2026	100,000.00		100,000.00	95,071.00
2546732B1	CD	Discover Bank	4.900%	11/17/2022	11/30/2022	11/30/2027	250,000.00		250,000.00	257,520.00
38149MXU2	CD	Goldman Sachs Bank	1.000%	7/27/2021	8/4/2021	8/4/2026	250,000.00		250,000.00	235,970.00
61690U3L2	CD	Morgan Stanley Bank	4.900%	3/17/2023	3/23/2023	3/23/2028	250,000.00		250,000.00	258,342.50
61768EAQ6	CD	Morgan Stanley Pvt Bank	1.800%	2/13/2020	2/20/2020	2/20/2025	50,000.00		50,000.00	49,311.50
61768ERA3	CD	Morgan Stanley Pvt Bank	4.900%	3/17/2023	3/23/2023	3/23/2028	200,000.00		200,000.00	206,674.00
795451AB9	CD	Sallie Mae Bank	1.000%	7/19/2021	7/21/2021	7/21/2026	200,000.00		200,000.00	188,940.00
856285SK8	CD	State Bank of India	2.000%	1/14/2020	1/22/2020	1/22/2025	50,000.00		50,000.00	49,441.50
856285VE8	CD	State Bank of India	0.900%	3/23/2021	3/25/2021	3/25/2026	100,000.00		100,000.00	95,061.00
90348JN48	CD	UBS Bank	0.750%	6/16/2021	6/23/2021	6/23/2026	100,000.00		100,000.00	94,183.00
Corporate Securities										
037833BY5	AA1	Apple Inc	3.250%	3/23/2021	3/25/2021	2/23/2026	100,000.00	2,568.00	102,568.00	98,631.00
09290DAA9		Blackrock Funding	4.700%	4/2/2024	4/4/2024	3/14/2029	100,000.00	326.00	100,326.00	102,246.00
166764BW9	AA-	Chevron Corp	1.554%	3/4/2021	3/8/2021	5/11/2025	100,000.00	662.00	100,662.00	97,762.00
N/R		Wells Fargo Advisors Money Market	0.027%				8,126.39		8,126.39	8,126.39
Total Portfolio							5,678,126.39	(85,125.50)	5,592,974.64	5,532,146.94
Accrued Portfolio Interest							40,212.51		40,212.51	40,212.51
Portfolio and Cash Accounts								(85,125.50)	6,372,178.86	6,311,351.16



FORESTHILL PUBLIC UTILITY DISTRICT
GENERAL MANAGER EMPLOYMENT AGREEMENT

This General Manager Employment Agreement ("Agreement") is made and entered into on _____, by and between the **Foresthill Public Utility District** ("District") and **Henry (Hank) N. White** ("Employee"). This Agreement shall supersede all prior employment agreements between the District and Employee.

AGREEMENT

1. DUTIES.

1.1 The District hereby employs Employee as General Manager to perform the functions and duties specified in the laws of the State of California, Ordinances, Resolutions and the Policy Handbook of the District, and to perform such other duties and functions as the Board of Directors (the "Board") shall from time-to-time assign.

1.1.1 Full Energy and Skill. Employee shall perform the duties of the District General Manager and shall be available at all reasonable times to the extent required to perform the duties of his position. Although it is generally understood that the normal business hours of the District are from 8:00 a.m. to 4:30 p.m. (excluding Saturday, Sunday and holidays), Employee and the District agree, because of Employee's responsibility as General Manager, that Employee shall not be designated to work specific assigned hours each day, but shall be available at all reasonable times to the extent required to perform the duties of the General Manager, unless on approved vacation leave, sick leave, administrative leave or other approved leave. Thus, based on the requirements of his management position, Employee shall not be entitled to receive overtime. The General Manager position is an exempt position.

1.1.2 Conflict. Employee shall not engage in any employment, activity, consulting service, or other enterprise for compensation or otherwise, which is actually in conflict with, inimical to, or which interferes with the performance of his duties as District General Manager. Employee acknowledges that he is subject to the various conflict of interest requirements found in the California Government Code and state and local policies and regulations. The expenditure of reasonable amounts of time not in conflict with the District's needs and interests for educational, charitable, community and professional activities shall not be deemed a breach of this Agreement and shall not require prior consent.

1.1.3 Permission Required for Outside Activities. Employee shall not engage in any employment, activity, consulting service or other enterprise for compensation or otherwise, without the express, written consent of the District Board. Employee's activities as a landlord or as an executor of an estate shall not be subject to the limitations of this section.

1.1.4 Professional Activities. During his appointment as District General Manager, Employee may, with the consent of the District Board, attend and/or participate in professional activities, including, but not limited to, meetings, conferences and other events conducted or sponsored by, for example and without limitation, the California Special Districts

Association and the Association of California Water Agencies, Mountain counties Water Resources Association and Rural Communities Assistance Corporation.

2. TERM OF AGREEMENT.

The term of the Agreement shall be from the date of full execution through December 31, 2029; unless sooner terminated or otherwise extended, as provided for in the Agreement and as may be mutually agreed upon between District and Employee.

3. COMPENSATION AND BENEFITS.

3.1 Salary. Effective upon full execution of this Agreement, the District agrees to pay Employee for services rendered at a rate of \$189,251.03 per year, payable bi-monthly, in accordance with standard payroll processing of the District.

As approved by the Board of Directors on May 9, 2024, the District agrees to provide employee a Cost-of-Living Adjustment (“COLA”) to Employee's salary equal to the Social Security Cost-of-Living Adjustment, but not less than 3% effective the first pay period in January 2025 and the first pay period in January 2026.

All salary shall be subject to all necessary withholdings and deductions for Social Security, income taxes, retirement or other approved deductions. The District Board may consider adjustments in Employee’s salary as the District Board deems warranted based on performance and achievement of results by the Employee.

3.2 Administrative Leave. Employee shall be granted twenty (20) paid administrative leave days per year. The accrual of the entire twenty (20) days of administrative leave shall occur on the first day of employment and the annual anniversary date of that first day of employment thereafter. Accrual of Administrative Leave shall not exceed 40 days unless approved by the Board. Upon separation of employment, if Employee has administrative leave remaining, Employee will be compensated at Employee's rate of pay at the time of separation for any unused hours remaining.

3.3 Cost of Living. During the term of this Agreement, Employee may receive a periodic cost of living increase as determined by the Board in its sole discretion.

3.4 Benefits. In addition to the salary referred to above, the District shall provide the following benefits package:

Vacation: Employee shall accrue vacation at the rate of 7.69 hours per two week pay period. The amount of vacation can be increased by the Board of Directors based on additional years of service. Vacation accrual for Employee shall not exceed 1,040 hours unless approved by the Board of Directors. Upon Separation of employment, if Employee has vacation time remaining, Employee will be compensated at Employee's rate of pay at the time of separation for any unused hours remaining.

Holidays- 13 holidays per year.

Paid Sick Leave - 96 hours per year accrued on a bi-monthly basis. Upon separation

of employment, the Employee shall be compensated at Employee' s rate of pay at the time of separation for any unused sick leave. The Employee may elect to use sick leave pursuant to California Public Employee Retirement rules at retirement.

Retirement. Employee will participate in California Public Employees Retirement System in the 3% @ 60 plan and the District agrees to pay employee's full eight percent (8%) contribution. The District also participates in Social Security.

Health Insurance. The District offers a selection of health insurance plans to its employees. If Employee enrolls in one of these plans, the District will pay 80% of the premium for the plan selected by the Employee for Employee and Family.

Vision Insurance. If Employee enrolls in the District's vision insurance plan, the District will pay 80% of the premium for the plan selected by the Employee for Employee and Family.

Dental Insurance. District pays the full premium for Employee and family._

Life Insurance. The District will offer a of life insurance plan in an amount equal to Employee's annual salary. The District will pay 80% of the life insurance premium.

Cell Phone-The District shall pay \$60 per month stipend to cover the cost of a cell phone plan.

4. MOTOR VEHICLE.

The District shall provide Employee with a vehicle for use on District business at no cost to Employee. Vehicle shall be stored at or about District Offices when not in use and shall not be used for purposes of commuting to and from work.

5. TERMINATION.

5.1 In the event Employee terminates this Agreement by (i) written voluntary resignation, (ii) death, or (iii) disability rendering Employee unable to perform the essential function of his job before the expiration of the employment term or any renewal(s) thereof, neither Employee nor Employee's estate or heirs shall be entitled to any severance pay, or as otherwise provided in Section 6 herein. In the event Employee voluntarily resigns, Employee shall give the District at least ninety (90) days advance written notice, unless the parties agree otherwise. Employee, or in the event of death, Employee's estate or heirs, shall be paid for any earned salary and any in lieu payments for accumulated benefits or leaves to which Employee was entitled as of the effective date of termination, or date of death.

5.2 The District reserves the right to terminate this Agreement for cause. Termination for cause is defined as follows: termination because of Employee's; (i) failure or inability to perform the duties required by the position; (ii) breach of fiduciary duty; (iii) material breach of any term of this Agreement; (iv) willful or negligent violation of law, or. Any such termination "for cause" under this section shall be by a four-fifths (4/5ths) majority vote of all

of the members of the Board. If this Agreement is terminated for cause, Employee is not entitled to any severance pay.

5.3 The General Manager shall not be removed from office, nor shall notice of removal be determined, during or within a period of ninety (90) days after any district election held at which a member of the Board of Directors is elected. The purpose of this provision is to allow any newly elected member to the Board of Directors to observe the actions and ability of the General Manager in his performance prior to making any decisions regarding his continued employment with the District.

5.4 In the event written notice of intent to resign from, or terminate, the employment relationship is not given by either party ninety (90) calendar days prior to the termination date as set forth in Section 2 herein, this Agreement shall be automatically renewed and extended upon the same terms and conditions as provided herein, or as may be amended from time to time, for an additional, successive employment period of three (3) years. This Agreement, and amendments thereto, shall continue thereafter for successive three (3) year periods unless either party gives ninety (90) days prior written notice to the other party that the party does not wish to renew or extend this Agreement, and amendments thereto, for an additional three (3) year period.”

6. EMPLOYMENT TERMINATION AND SEVERANCE PAY.

6.1 Should the District Board terminate this Agreement for reasons other than "for cause," as defined in Section 5.2 above, the Employee shall be entitled to severance pay equal to six (6) months' salary (plus any in lieu payment for accumulated accrued benefits and leaves). As a condition to receipt of this severance payment, Employee agrees that he will execute a release agreement in an agreeable form presented to him by the District at the time of his termination without cause. Termination of this Agreement for reasons other than "for cause" shall require the affirmative vote of at least four-fifths (4/5ths) majority vote of all of the members of the Board of Directors.

7. PERFORMANCE EVALUATION.

7.1 Employee shall be evaluated at times, and at intervals, determined by the District Board in its sole discretion. Nothing in this provision shall be construed to require the District to grant the Employee pay increases based upon the performance standards, if any, mentioned above, nor to limit in any manner the discretion of the District to grant or not grant pay increases.

7.2 The Board shall schedule annually a meeting of the Board to establish performance goals and objectives which the Board wishes the Employee to address or achieve each fiscal year. The Board may, at its discretion, establish a committee to meet with the Employee to establish and review these performance goals and objectives.

8. REIMBURSEMENT.

The District shall reimburse Employee for reasonable expenses necessarily incurred by Employee in the performance of his duties on behalf of the District. Such reimbursement shall be in the form of either cash reimbursement, based upon proper expense vouchers, or in the

alternative, the utilization of a credit card or other similar deferred payment program. Such reimbursement shall be subject to subsequent approval by the District Board. The District Board approval shall not be unreasonably withheld.

9. LICENSING OF EMPLOYEE AND HIS PROFESSIONAL OBLIGATIONS.

Employee shall at all times during the term of this Agreement be licensed as necessary to perform his job. If Employee knows that an actual or apparent agent of the District acts or intends, or refuses, to act in a manner that is likely to be a violation of law reasonably imputable to the District, Employee shall take such actions as are necessary to protect the lawful interests of the District.

10. BONDING, DEFENSE AND INDEMNIFICATION.

10.1 The District shall bear the full cost of any fidelity or other bonds required of Employee under any law or ordinance.

10.2 To the extent permitted by law, the District shall defend, indemnify and hold harmless Employee from any suit, demand, claim or cause of action (collectively "proceeding") brought against him by any third-party or parties for acts or omissions arising from the performance of his official duties, including, but not limited to, claims of negligence or professional malpractice.

10.3 The District retains the authority to settle or compromise any proceeding brought against Employee when, in the sole discretion of the District, such settlement or compromise is in the best interest of the District.

11. OTHER TERMS.

The District, in consultation with Employee, shall fix any other terms and conditions of employment as the District may determine from time-to-time relating to Employee's performance as District General Manager, provided such terms and conditions are not inconsistent with, or in conflict with, the provisions of this Agreement, District Ordinances or Resolutions or any other law. No such terms and conditions shall be binding upon the parties to this Agreement unless and until they are reduced to writing and signed by both parties. Neither party may rely upon such terms and conditions without such an executed writing.

12. NOTICES.

Notices pursuant to this Agreement shall be in writing given by deposit in the custody of the United States Postal Service, postage prepaid, addressed as follows:

If to District:	Foresthill Public Utility District P.O. Box 266 Foresthill, CA 95631 Attn: President, Board of Directors
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If to Employee:	Henry (Hank) N. White 2488 Buffalo Hill Road
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Alternatively, notices required pursuant to this Agreement may be personally served in the same manner as is applicable to the civil judicial process. Notice shall be deemed given as of the date of personal service or as of the date of deposit of such written notice in the course of transmission in the United States Postal Service.

13. GENERAL PROVISIONS.

13.1 The text herein shall constitute the entire agreement between the parties and supersedes any and all other writings, documents, correspondence, agreements or understandings, either oral or in writing, between the parties hereto, with respect to the employment of Employee by the District. Each party to this Agreement acknowledges that no representation, inducements, promises or agreements, orally or otherwise, have been made by any party, or anyone acting on behalf of any party that are not embodied herein, and that no other agreement, statement or promise not contained in this Agreement shall be valid or binding on either party.

13.2 Consistent with other terms herein, this Agreement shall be binding upon and inure to the benefit of Employee's heirs at law and executors.

13.3 If any provision, or any portion thereof, contained in this Agreement is held unconstitutional, invalid or unenforceable, the remainder of this Agreement, or portion thereof, shall be deemed severable, shall not be affected, and shall remain in full force and effect.

13.4 Any modification of this Agreement will be effective only if it is in writing and signed by both Employee and the District.

13.5 This Agreement shall be governed by the laws of the State of California. The venue for any and all litigation arising from this Agreement shall be in the Superior Court located in Placer County or Federal Courts located in Sacramento, California.

13.6 This Agreement may be modified or amended, or any of its provisions waived, only by a subsequent written agreement executed by each of the parties. The parties agree that this requirement for written modifications cannot be waived and any attempted waiver shall be void.

13.7 Employee and the District agree and acknowledge that the provisions of this Agreement have been arrived at through negotiation, and that each party has had a full and fair opportunity to revise the provisions of this Agreement and to have such provisions reviewed by legal counsel, and that both parties agree that they either have had the provisions of this Agreement reviewed by legal counsel or have voluntarily chosen not to do so. The parties agree any ambiguities in construing or interpreting this Agreement shall not be resolved against the drafting party. The titles of the various sections are merely informational and shall not be construed as a substantive portion of this Agreement.

13.8 Employee acknowledges and agrees that this Agreement is for the rendering of

professional services to the District and that it may not be assigned to any person, firm, or entity, in whole or in part.

By their signatures below, the District and Employee agree to the terms set forth above.

EMPLOYEE:

BY: _____
Henry N. White, General Manager

Date: _____

DISTRICT: Foresthill Public Utility District

BY: _____
Board of Directors

Date: _____

ATTEST:

BY: _____
Amber Borba, Administrative Assistant

Item J 2



**FORESTHILL PUBLIC UTILITY DISTRICT
ANNUAL FINANCIAL REPORT
with
Independent Auditor's Report Thereon
JUNE 30, 2023**

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FORESTHILL PUBLIC UTILITY DISTRICT

District Officials

District Board of Directors

Ron Thompson	President
Jane Stahler	Vice President
Mark Bell	Treasurer
Roger Pruet	Director
Peter Kappelhof	Director

Other District Officials

Henry White	General Manager
-------------	-----------------

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ROGERS, ANDERSON, MALODY & SCOTT, LLP
CERTIFIED PUBLIC ACCOUNTANTS, SINCE 1948

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San Bernardino, CA 92408
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Independent Auditor's Report

To the Board of Directors
Foresthill Public Utility District
Foresthill, California

PARTNERS

Scott W. Manno, CPA, CGMA
Leena Shanbhag, CPA, MST, CGMA
Bradferd A. Welebir, CPA, MBA, CGMA
Jenny W. Liu, CPA, MST
Gardenya Duran, CPA, CGMA
Brianna Schultz, CPA, CGMA
Brenda L. Odle, CPA, MST (Partner Emeritus)
Terry P. Shea, CPA (Partner Emeritus)

MANAGERS / STAFF

Seong-Hyea Lee, CPA, MBA
Evelyn Morentin-Barcena, CPA
Veronica Hernandez, CPA
Laura Arvizu, CPA
John Maldonado, CPA, MSA
Julia Rodriguez Fuentes, CPA, MSA
Demi Hite, CPA
Jeffrey McKennan, CPA
Monica Wysocki, CPA

MEMBERS

American Institute of
Certified Public Accountants

*PCPS The AICPA Alliance
for CPA Firms*

*Governmental Audit
Quality Center*

California Society of
Certified Public Accountants

Opinions

We have audited the accompanying financial statements of the governmental activities, business-type activities, and each major fund of Foresthill Public Utility District (District) as of and for the year-ended June 30, 2023, and the related notes to the basic financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, business-type activities, and each major fund of the District as of June 30, 2023, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended, in conformity with accounting principles generally accepted in the United States of America and the State Controller's *Minimum Audit Requirements for California Special Districts*.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) 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 Audit of the Financial Statements section of our report. We are required to be independent of the District, 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 opinions.

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 District'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.

Auditor's Responsibilities for the Audit 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 opinions. 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 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, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- 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 audit 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 District'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 District'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 audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the required supplementary information, as listed in the table of contents, 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 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 audit 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.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the budget to actual-enterprise fund, schedule of operating expense-enterprise fund and debt covenant ratios but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Rogers, Anderson, Malody & Scott, LLP.

San Bernardino, California
October 3, 2024

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Foresthill Public Utility District

Management's Discussion and Analysis
For the year ended June 30, 2023

This section of the Foresthill Public Utility District (District) annual financial report presents a narrative overview and analysis of the District's financial activities for the fiscal year ended June 30, 2023. We encourage readers to consider the information presented here in conjunction with the transmittal letter in the Introductory Section and with the basic financial statements and related notes, which follow this section.

Financial Highlights

- The District's government-wide net position increased 9.95% or \$1,322,383 to \$14,612,521 in fiscal year 2023 due primarily to grant income of \$1,201,900.
- In 2023, the District's Enterprise Fund's total charges for services increased 1.99% or \$53,326 to \$2,728,614.
- In 2023, the District's Enterprise Fund's operating expenses increased by 57.96% or \$1,034,913 compared to the prior year. This was caused by a large actuarial adjustment in unfunded pension liability and OPEB. The amount was a net increase in expenses of \$883,847. Excluding pension and OPEB, costs increased by 6.88% or \$151,893.

Overview of the Financial Statements

The financial section of this report consists of the following parts:

- Independent Auditor's Report;
- Management's Discussion and Analysis (this section);
- Basic Financial Statements:
 - Government-Wide Financial Statements;
 - Fund Financial Statements; and
 - Notes to Financial Statements
- Required Supplementary Information
- Supplemental Information

The basic financial statements include two kinds of statements that present different views of the District.

Government-wide Financial Statements

The government-wide financial statements are designed to provide readers with a broad overview of the District's finances, in a manner similar to a private-sector business.

The Statement of Net Position presents information on all of the District's assets and liabilities, with the difference between the two reported as "net position." Over time, increases or decreases in net position may serve as a useful indicator of the District's financial improvement or deterioration.

Foresthill Public Utility District

Management's Discussion and Analysis
For the year ended June 30, 2023

The Statement of Activities presents information showing how the government's net position changed during the past year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows (accrual basis of accounting). Thus, revenues and expenses are reported in this statement for some items that will result in cash flows in future fiscal periods (e.g., earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of the District that are principally supported by taxes and intergovernmental revenue – “governmental activities” from other functions that are intended to recover all or a significant portion of their costs through users fees and charges – “business-type activities.” The governmental activities of the Foresthill Public Utility District includes debt service for the improvement bonds. The business-type activity of the District's is the water system.

Fund Financial Statements

A “fund” is a group of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the District can be divided into two categories:

- Governmental Funds; and
- Proprietary Funds

Governmental funds are used to account for essentially the same functions reported as “governmental activities” in the government-wide financial statements. However, unlike those statements, the focus in these statements is on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. This information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The District has only one governmental fund: Assessment District No. 2 Debt Service Fund. Proprietary funds are generally used to account for services for which the District charges customers. Proprietary funds provide the same type of information as shown in the government-wide financial statements, only in more detail. The District maintains one type of proprietary fund, an enterprise fund, as described below.

Enterprise funds are used to report the same functions as presented as business-type activities in the government-wide financial statements. The District uses an enterprise fund to account for water operations.

Foresthill Public Utility District

Management's Discussion and Analysis
For the year ended June 30, 2023

Notes to the Basic Financial Statements

The Notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the basic financial statements can be found on pages as listed in the table of contents of this report.

Required Supplementary Information

The required supplementary information regarding the funding progress of the District's pension and OPEB plans can be found as listed in the table of contents of this report.

Supplemental Information

These schedules are for additional analyses for the District Enterprise Fund and can be found as listed in the table of contents of this report.

Government-wide Financial Analysis

Analysis of Net Position

With the consolidation of government-wide net position into one statement and other changes such as the exclusion of fiduciary funds, net position may now serve as a useful indicator of a government's financial position. For the District, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$14.61 million. The summary of net position is as follows as of June 30, 2023 and 2022:

	2023	2022	FY 2023 \$ Change	FY 2023 % Change
Assets:				
Current assets	\$ 6,385,069	\$ 6,691,340	\$ (306,271)	-4.58%
Other non-current assets	997,636	1,159,670	(162,034)	-13.97%
Capital assets, net	11,208,739	9,448,273	1,760,466	18.63%
Total Assets	18,591,444	17,299,283	1,292,161	7.47%
Deferred Outflows of Resources:				
Pension related	529,683	396,874	132,809	33.46%
Liabilities:				
Current liabilities	767,847	894,934	(127,087)	-14.20%
Long-term liabilities	2,759,973	2,441,679	318,294	13.04%
Total Liabilities	3,527,820	3,336,613	191,207	5.73%
Deferred Inflows of Resources:				
Pension related	-	9,311	(9,311)	-100.00%
Special assessments	980,786	1,060,095	(79,309)	-7.48%
Total Deferred inflows of Resources	980,786	1,069,406	(88,620)	-8.29%
Net Position:				
Net investment in capital assets	10,297,521	8,495,518	1,802,003	21.21%
Restricted	2,399,356	1,934,478	464,878	24.03%
Unrestricted	1,915,644	2,860,142	(944,498)	-33.02%
Total Net Position	\$ 14,612,521	\$ 13,290,138	\$ 1,322,383	9.95%

Foresthill Public Utility District

Management's Discussion and Analysis For the year ended June 30, 2023

- Total net position increased by \$1,322,383 from 2022 to 2023.
- \$10,297,521 (net of related debt) is invested in capital assets (e.g., land, buildings, other improvements, construction in progress, and equipment) less any outstanding related debt used to acquire these assets. The District uses these capital assets to provide services to the community; consequently, these assets are not available for future spending.
- \$2,399,356 (16.42%) in net position is restricted and represents resources that are subject to restrictions either by enabling legislation or externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments. The detail of this amount can be found in Note 1 to the financial statements.
- The remaining unrestricted net position for 2023 is \$1,915,644, while in 2022 it was a net position of \$2,860,142.

Changes in Net Position

The following table reflects the change in net position for Governmental and Business-type Activities for the years ended June 30, 2023 and 2022:

	2023	2022	FY 2023 \$ Change	FY 2023 % Change
Program Revenues:				
Charges for services				
Sales of water	\$ 2,700,614	\$ 2,641,456	\$ 59,158	2.24%
Water service related fees	28,000	33,832	(5,832)	-17.24%
Operating grants and contributions				
Grant income	1,201,900	67,274	1,134,626	1686.57%
Total Program Revenues	3,930,514	2,742,562	1,187,952	43.32%
Program Expenses:				
Source of supply	23,667	38,679	(15,012)	-38.81%
Pumping	24,970	22,661	2,309	10.19%
Water treatment	450,476	366,847	83,629	22.80%
Transmission and distribution	476,905	343,419	133,486	38.87%
Customer service	332,316	472,331	(140,015)	-29.64%
Regulatory compliance	276,293	257,023	19,270	7.50%
Administration and general	386,355	316,094	70,261	22.23%
Pension and OPEB	463,061	(420,786)	883,847	210.05%
Depreciation and amortization	387,251	390,112	(2,861)	-0.73%
Interest expense	82,106	91,223	(9,117)	-9.99%
Total Program Expenses	2,903,400	1,877,603	1,025,797	54.63%
General Revenues:				
Interest income (loss)	37,892	(206,203)	244,095	118.38%
Assessments received	84,271	80,958	3,313	4.09%
Property taxes	130,970	106,926	24,044	22.49%
Capital facility fees	42,136	158,010	(115,874)	-73.33%
Reimbursements	-	49,439	(49,439)	-100.00%
Other revenue	-	2,440	(2,440)	-100.00%
Total General Revenues	295,269	191,570	103,699	54.13%
Change in Net Position	1,322,383	1,056,529	265,854	25.16%
Net Position, beginning of year	13,290,138	12,233,609	1,056,529	8.64%
Net Position, end of year	\$ 14,612,521	\$ 13,290,138	\$ 1,322,383	9.95%

Foresthill Public Utility District

Management's Discussion and Analysis For the year ended June 30, 2023

Governmental Activities changed the District's net position by \$29,265. Business-type Activities changed the District's net position as follows:

Increase in capital assets, net of related debt	\$ 1,802,003
Increase in reserve for capital activities	301,678
Decrease in reserve for repairs and replacements	(496,866)
Increase in reserve for debt services	43,216
Increase in reserve for emergencies	600,000
Increase in unrestricted reserves	<u>(956,913)</u>
Change in net position	<u>\$ 1,293,118</u>

Such increases in net position are vital to the District as capital projects must be "saved up" for. During the fiscal year, the District continued with a pipeline replacement project will ultimately cost \$2,196,000. Additional projects are planned and will be completed as the necessary reserves are accumulated.

Revenues

The Governmental Activities total revenues were \$84,574 and Business-type Activity revenues were \$4,141,209 for the year ended June 30, 2023. For Business-type Activities this represented a total increase of \$1,290,522 from 2022. Program revenues include charges for services and grants and contributions. Program revenues provided approximately \$3,930,514 for business-type activities. The primary reason for the increase in program revenues is due to grant funds received and spent during the current year. General revenues include, among other things, taxes, assessments, and intergovernmental revenues. General revenues provided \$210,695. The majority of general revenues came from property taxes, capital facility fees, and investment earnings.

Expenses

Expenses for the District totaled \$2,903,400 for the fiscal year ended June 30, 2023. Governmental Activities incurred \$55,309 in expenses and Business-type Activities incurred \$2,848,091 in expenses during the year, an increase of 56.52%. The increase is primarily due to the pension/OPEB adjustment which was a net increase of \$883,847. Business-type activity expenses were funded by program revenues.

Financial Analysis of the District's Funds

The Foresthill Public Utility District uses fund accounting to segregate accounts for specific activities or objectives, including demonstrating finance-related legal compliance.

Foresthill Public Utility District

Management's Discussion and Analysis
For the year ended June 30, 2023

Governmental Funds

The focus of the District's governmental funds is to provide information on near-term inflows, outflows, and balances of resources that are available to provide services and capital project construction. In particular, unreserved fund balance may serve as a useful measure of a government's net spendable resources.

At the end of fiscal year 2022-23, the District's governmental fund reported restricted fund balance of \$16,850 for debt service and a deficit of \$293,083 in unassigned fund balance.

Capital Asset and Debt Administration

Capital Assets

The capital assets are reported as follows:

	<u>2023</u>	<u>2022</u>
Capital assets, not being depreciated		
Land	\$ 36,568	\$ 36,568
Construction in progress	2,275,884	161,352
Intangible assets, net	<u>1,039,833</u>	<u>1,089,619</u>
Total assets not being depreciated	<u>3,352,285</u>	<u>1,287,539</u>
Depreciable capital assets		
Assets at cost:		
Source of supply	3,016,487	3,016,487
Pumping plant	31,286	31,286
Water treatment	1,538,065	1,532,142
Transmission and distribution	11,313,280	11,289,923
General plant	<u>498,023</u>	<u>498,023</u>
Total assets at cost	<u>16,397,141</u>	<u>16,367,861</u>
Less accumulated depreciation	<u>(8,540,687)</u>	<u>(8,207,127)</u>
Capital Assets, Net	<u>\$ 11,208,739</u>	<u>\$ 9,448,273</u>

The District's investment in capital assets, before the related debt, for its governmental and business-type activities as of June 30, 2023, was \$11,208,739 (net of accumulated depreciation). This investment in capital assets includes land, buildings, improvements other than buildings, and equipment. The District's investment in capital assets, before the related debt, had a net increase of \$1,760,466 primarily due to the pipeline replacement project. For government-wide financial statement presentation, all depreciable capital assets are depreciated from the acquisition date over their useful lives on a straight-line basis. More information on capital assets can be found in Note 3 of the notes to the basic financial statements.

Foresthill Public Utility District

Management's Discussion and Analysis
For the year ended June 30, 2023

Debt Administration

At the end of FY 2022-23, the District had long-term liabilities of \$1,629,500 and \$812,179 for governmental activities and business-type activities, respectively. Additional information about the District's long-term obligations can be found in Note 5 in the notes to the basic financial statements.

Government Activities:	<u>2023</u>	<u>2022</u>
<i>Assessment District No. 2 Debt Service Fund:</i>		
2017 Water Revenue bonds	\$ 674,900	\$ 738,500
2017 Limited Obligation Refunding bonds	954,600	1,005,300
Total Assessment District	<u>1,629,500</u>	<u>1,743,800</u>
Business-Type Activities:		
<i>District Enterprise Fund:</i>		
2014 Water loan agreement	812,179	952,755
Total Enterprise Fund	<u>812,179</u>	<u>952,755</u>
Total Long-Term Debt	<u>\$ 2,441,679</u>	<u>\$ 2,696,555</u>

Going Forward

The District's Adopted Budget for Fiscal year 2023-24 reflects a continued commitment to both operational improvements and long-term sustainability. Although the revenues seen during the Fiscal Year 2022-23 are not expected at the same levels this year, primarily due to one-time grant revenues of \$1.2 million from the Placer County Water Agency for the Foresthill Road/Sierra View Lane capital project, which involved replacing 6,000 linear feet of pipeline and the addition of several new fire hydrants to protect the community. For Fiscal Year 2023-24, the District is focused on maintaining fiscal stability through conservative revenue and expense management, including a 1% increase in rates effective July 2023 to help offset increasing expenses. The water transfer market remains uncertain, but the District will continue to explore opportunities for transfers and grants to provide funding for important infrastructure projects to serve the community.

In terms of infrastructure, work continues constructing and maintaining critical infrastructure systems. Although capital projects investment slowed due to staffing challenges, including the retirement of a significant majority of crew and a tragic accident involving the District's sole accountant. Despite this, key projects were completed, such as the telemetry system replacement at Sugar Pine Dam and a Settlement and Deflection Survey submitted to regulators. The Foresthill Road Pipeline replacement, delayed by the Mosquito Fire, was completed in October 2023, with successful negotiations with the County, saving \$250,000 in paving restoration costs.

Foresthill Public Utility District

Management's Discussion and Analysis
For the year ended June 30, 2023

The 2023-24 budget includes a cost-of-living adjustment for staff, aimed at improving the District's ability to recruit and retain qualified personnel, which is important following the recent retirements in key field positions. Additional expenses which have increased are accounting and auditing services following the loss of the Finance Manager, with the role being filled by external contractors, and resulting in additional funds necessary for contracted financial services to ensure continued financial management and reporting. Lastly, rising costs in insurance and vehicle fuel have been accounted for, and management will work to keep those expenses within reasonable limits despite external economic conditions.

Looking ahead, the District remains focused on diversifying its revenue sources, investing in infrastructure, and improving operational efficiency, while staying responsive to changing economic conditions.

Requests for Information

This financial report is designed to provide the District's funding sources, customers, stakeholders, and other interested parties with an overview of the District'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 the District at 24540 Main Street, Foresthill, California, or call (530) 367-2511.



BASIC FINANCIAL STATEMENTS

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FORESTHILL PUBLIC UTILITY DISTRICT

Statement of Net Position June 30, 2023

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>
ASSETS			
Current assets:			
Cash and cash equivalents	\$ -	\$ 719,000	\$ 719,000
Investments	-	4,949,315	4,949,315
Accounts receivable:			
Accounts receivable, net	-	473,233	473,233
Taxes receivable	-	12,597	12,597
Interest receivable	-	32,243	32,243
Prepaid expenses	-	144,415	144,415
Internal balances	(278,510)	278,510	-
Inventory - materials and supplies	-	54,266	54,266
	<u>(278,510)</u>	<u>6,663,579</u>	<u>6,385,069</u>
Total current assets			
	<u>(278,510)</u>	<u>6,663,579</u>	<u>6,385,069</u>
Noncurrent assets:			
Capital assets, net	-	11,208,739	11,208,739
Assessment receivable	980,786	-	980,786
Restricted cash and cash equivalents	16,850	-	16,850
	<u>997,636</u>	<u>11,208,739</u>	<u>12,206,375</u>
Total noncurrent assets			
	<u>997,636</u>	<u>11,208,739</u>	<u>12,206,375</u>
Total assets	<u>719,126</u>	<u>17,872,318</u>	<u>18,591,444</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred outflows - pension related	-	529,683	529,683
	<u>-</u>	<u>529,683</u>	<u>529,683</u>
LIABILITIES			
Current liabilities:			
Accounts payable	-	54,941	54,941
Accrued salaries and benefits	-	21,500	21,500
Accrued interest payable	14,573	3,993	18,566
Retainage payable	-	99,039	99,039
Customer deposits payable	-	58,718	58,718
Compensated absences liability	-	250,164	250,164
Long-term liabilities, due within one year	118,100	146,819	264,919
	<u>132,673</u>	<u>635,174</u>	<u>767,847</u>
Total current liabilities			
	<u>132,673</u>	<u>635,174</u>	<u>767,847</u>
Long-term liabilities:			
Net other post-employment benefits payable	-	80,270	80,270
Net pension liability	-	502,943	502,943
Long-term debt, net current	1,511,400	665,360	2,176,760
	<u>1,511,400</u>	<u>1,248,573</u>	<u>2,759,973</u>
Total long-term liabilities			
	<u>1,511,400</u>	<u>1,248,573</u>	<u>2,759,973</u>
Total liabilities	<u>1,644,073</u>	<u>1,883,747</u>	<u>3,527,820</u>
DEFERRED INFLOWS OF RESOURCES			
Special assessments to be collected	980,786	-	980,786
	<u>980,786</u>	<u>-</u>	<u>980,786</u>
Total deferred inflows of resources	<u>980,786</u>	<u>-</u>	<u>980,786</u>
NET POSITION (DEFICIT)			
Net investment in capital assets	-	10,297,521	10,297,521
Restricted	16,850	2,382,506	2,399,356
Unrestricted	(1,922,583)	3,838,227	1,915,644
	<u>(1,905,733)</u>	<u>16,518,254</u>	<u>14,612,521</u>
Total net position	<u>\$ (1,905,733)</u>	<u>\$ 16,518,254</u>	<u>\$ 14,612,521</u>

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

FORESTHILL PUBLIC UTILITY DISTRICT

Balance Sheet - Governmental Fund
Assessment District No. 2 Debt Service Fund
June 30, 2023

ASSETS

Restricted cash and investments	\$ 16,850
Total assets	<u>\$ 16,850</u>

LIABILITIES AND FUND BALANCE

LIABILITIES

Interest payable	\$ 14,573
Due to other funds	<u>278,510</u>
Total liabilities	<u>293,083</u>

FUND BALANCE (DEFICIT)

Restricted for debt service	16,850
Unassigned	<u>(293,083)</u>
Total fund balances	<u>(276,233)</u>
Total liabilities and fund balance	<u>\$ 16,850</u>

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

FORESTHILL PUBLIC UTILITY DISTRICT

Reconciliation of the Balance Sheet of Governmental Fund to the Government-wide
Statement of Net Position
June 30, 2023

Fund balance (deficit) of governmental fund \$ (276,233)

Amounts reported for governmental activities in the statement of net position are different because:

Long-term amounts not due are available in the current period and, accordingly, are not reported in the governmental funds balance sheet:

Assessment receivable 980,786

Long-term liabilities are not due and payable in the current period and, accordingly, are not reported as governmental funds balance sheet:

Bonds payable (2,610,286)

Net position (deficit) of governmental activities \$ (1,905,733)

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

FORESTHILL PUBLIC UTILITY DISTRICT

Statement of Revenues, Expenditures, and Changes in Fund balance – Governmental Fund
Assessment District No. 2 Debt Service Fund
For the year ended June 30, 2023

REVENUES

Interest income	\$ 303
Assessments revenue	<u>84,271</u>
Total revenues	<u>84,574</u>

EXPENDITURES

Professional services	827
Debt Service:	
Interest expenses	54,482
Principal payments	<u>114,300</u>
Total expenditures	<u>169,609</u>

Excess (Deficiency) of Revenues Over (Under) Expenditures (85,035)

FUND BALANCE (DEFICIT)

Beginning of year	<u>(191,198)</u>
End of year	<u>\$ (276,233)</u>

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

FORESTHILL PUBLIC UTILITY DISTRICT

Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balance of
the Governmental Fund to the Government-wide Statement of Activities
For the year ended June 30, 2023

Net change in fund balance - total governmental fund \$ (85,035)

Amounts reported for governmental activities in the statement of activities are
different because:

Repayment of principal is an expenditure in the governmental funds, but in the
Statement of Net Position the repayment reduces long-term liabilities:

Repayment of principal 114,300

Change in net position of governmental activities \$ 29,265

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

FORESTHILL PUBLIC UTILITY DISTRICT

Statement of Net Position – District Enterprise Fund June 30, 2023

ASSETS

Current assets:

Cash and cash equivalents	\$	719,000
Investments		4,949,315
Receivables, net:		
Accounts receivable		473,233
Taxes receivable		12,597
Interest receivable		32,243
Prepaid expenses		144,415
Due from other funds		278,510
Inventory-materials and supplies		54,266
Total current assets		<u>6,663,579</u>

Noncurrent assets:

Capital assets, net of accumulated depreciation		<u>11,208,739</u>
Total noncurrent assets		<u>11,208,739</u>
Total assets		<u>17,872,318</u>

DEFERRED OUTFLOWS OF RESOURCES

Deferred outflows - pension related		<u>529,683</u>
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LIABILITIES

Current liabilities:

Accounts payable		54,941
Accrued salaries and benefits		21,500
Retainage payable		99,039
Accrued interest payable		3,993
Customer deposits payable		58,718
Compensated absences liability		250,164
Long-term debt, due within one year		146,819
Total current liabilities		<u>635,174</u>

Noncurrent liabilities:

Net other post-employment benefits payable		80,270
Net pension liability		502,943
Long-term liabilities		665,360
Total noncurrent liabilities		<u>1,248,573</u>
Total liabilities		<u>1,883,747</u>

NET POSITION

Net investment in capital assets		10,297,521
Restricted		2,382,506
Unrestricted		3,838,227
Total net position	\$	<u>16,518,254</u>

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

FORESTHILL PUBLIC UTILITY DISTRICT

Statement of Revenues, Expenses, and Changes in Net Position
District Enterprise Fund
For the year ended June 30, 2023

OPERATING REVENUES

Sales of water	\$ 2,700,614
Water service related fees	<u>28,000</u>
Total operating revenues	<u>2,728,614</u>

OPERATING EXPENSES

Source of supply	23,667
Pumping	24,970
Water treatment	450,476
Transmission and distribution	476,905
Customer service	332,316
Regulatory compliance	276,293
Administration and general	386,355
Pension and OPEB	462,234
Depreciation and amortization	<u>387,251</u>
Total operating expenses	<u>2,820,467</u>
Operating income	<u>(91,853)</u>

NONOPERATING REVENUES (EXPENSES)

Grant income	1,201,900
Investment income	37,589
Property taxes	130,970
Capital facility fees	42,136
Interest expense	<u>(27,624)</u>
Total nonoperating revenues (expenses)	<u>1,384,971</u>
Change in net position	1,293,118

NET POSITION

Beginning of year	<u>15,225,136</u>
End of year	<u>\$ 16,518,254</u>

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

FORESTHILL PUBLIC UTILITY DISTRICTStatement of Cash Flows - District Enterprise Fund
For the year ended June 30, 2023

(Continued)

CASH FLOWS FROM OPERATING ACTIVITIES

Cash receipts from customers and users	\$ 2,710,219
Cash paid to suppliers	(2,151,095)
Cash paid to employees and for related benefits	<u>(9,692)</u>

Net cash provided by operating activities 549,432

CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES

Interfund borrowings	(85,338)
Property tax receipts	<u>118,373</u>

Net cash provided by noncapital financing activities 33,035

CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES

Purchases of capital assets	(2,048,677)
Interest paid	(28,930)
Payments on long-term, debt	(140,576)
Receipts from capital facility fees	42,136
Grants	<u>1,201,900</u>

Net cash (used for) capital and related financing activities (974,147)

CASH FLOWS FROM INVESTING ACTIVITIES

Interest and net investment gains (losses)	<u>30,529</u>
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Net cash provided by investing activities 30,529

Net change in cash and cash equivalents (361,151)

CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR 6,029,466

CASH AND CASH EQUIVALENTS, END OF YEAR \$ 5,668,315

Reconciliation to the Statement of Net Position

Cash and cash equivalents	\$ 719,000
Investments	<u>4,949,315</u>

Total cash and cash equivalents \$ 5,668,315

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

FORESTHILL PUBLIC UTILITY DISTRICT

Statement of Cash Flows - District Enterprise Fund
For the year ended June 30, 2023

(Concluded)

**RECONCILIATION OF OPERATING INCOME (LOSS) TO
NET CASH PROVIDED BY OPERATING ACTIVITIES**

Operating income (loss)	\$ (91,853)
Adjustments to reconcile operating income to net cash provided by operating activities	
Depreciation and amortization	387,251
Accounts receivable	(18,395)
Inventory-materials and supplies	(7,405)
Prepaid Expenses	(9,424)
Accounts payable	(163,734)
Accrued salaries	1,104
Deposits payable	450
Compensated absences	20,955
Pension/OPEB related	430,483
	<hr/>
Net cash provided by operating activities	<u>\$ 549,432</u>

SCHEDULE OF NONCASH CAPITAL AND RELATED FINANCING ACTIVITIES

Purchase of capital assets in retainage payable	<u>\$ 99,039</u>
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The accompanying notes are an integral part of these financial statements.

FORESTHILL PUBLIC UTILITY DISTRICT

Notes to the Basic Financial Statements
For the year ended June 30, 2023

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The basic financial statements of Foresthill Public Utility District (the “District”) have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body of establishing governmental accounting and financial reporting principles. As allowed by the GASB, the District has elected to apply to its proprietary activities Financial Accounting Standards Board Statements and Interpretations, Accounting principles Board Opinions, and Accounting Research Bulletins of the Committee of Accounting Procedures issued after November 30, 1989 where not in conflict with GASB pronouncements. The more significant of the District’s accounting policies are described below.

The Reporting Entity

The Foresthill Public Utility District (the District) was formed in 1950 and operates under The Public Utility District Act (The Act). The Act confers upon the District the rights and powers to fix rates and charges for commodities or services furnished, to incur indebtedness and issue bonds or other obligations, and, under certain circumstances, to levy and collect ad valorem property taxes. The District is governed by a five-member Board of Directors elected by the voters within the District.

Basis of Presentation

Basis of Presentation – Government-wide Financial Statements: The government-wide financial statements (i.e., the statement of net position and statement of activities) report information on all of the nonfiduciary activities of the primary government and its component units. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges to external parties.

Separate financial statements are provided for the Assessment District No. 2 Debt Service governmental fund and District Enterprise proprietary fund.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Certain indirect costs are included in the program expenses of most business-type activities. Program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment, and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

FORESTHILL PUBLIC UTILITY DISTRICT

Notes to the Basic Financial Statements
For the year ended June 30, 2023

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Basis of Presentation (continued)

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund financial statements. Under this method, revenues are recorded when earned and expenses are recorded at the time liabilities are incurred. Grant revenue is recognized when program expenditures are incurred in accordance with program guidelines. When such funds are received they are recorded as deferred revenues until earned. Earned but unbilled water services are accrued as revenue.

Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenues when all eligibility requirements are met.

Basis of Presentation – Fund Financial Statements: The accounts of the District are organized on the basis of funds. A fund is a separate self-balancing set of accounts. Each fund was established for the purpose of accounting for specific activities in accordance with applicable regulations, restrictions, or limitations. Separate financial statements are provided for governmental funds and proprietary funds.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. For this purpose, the District considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures are generally recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, and claims and judgments, are recorded only when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds.

Property taxes and interest associated with the current fiscal period are all considered to be susceptible to accrual and have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the government.

The District reports the following governmental fund:

Assessment District No. 2 Debt Service Fund – To account for revenues and expenditures associated with the Assessment District No. 2 bonds.

FORESTHILL PUBLIC UTILITY DISTRICT

Notes to the Basic Financial Statements
For the year ended June 30, 2023

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Basis of Presentation (continued)

The District reports the following enterprise fund:

District Enterprise Fund – The District Enterprise Fund is used to account for all revenues and expenses for operation maintenance and capital improvement funding of the Foresthill Public Utility District facilities.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the District's enterprise funds are charges to customers for sales and services. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

Property Taxes

The District receives property taxes from Placer County. Property taxes receivable are recorded in the fiscal year for which the tax is levied based on the property's assessed value. They become a lien on the first day of the year they are levied. Secured property tax is levied on July 1 and due in two installments, on November 1 and March 1. They become delinquent on December 10 and April 10, respectively. Unsecured property taxes are due on July 1, and become delinquent on August 31. The District elected to receive the property taxes from the County under the Teeter Bill Program. Under this program, the District receives 100% of the levied property taxes in periodic payments, with the County assuming responsibility for delinquencies.

Inventories

Inventories have been valued at the lower of cost (first-in, first-out) or market. Inventories consist of materials and supplies.

Cash and Cash Equivalents

For purposes of the statement of cash flows, the District considers all highly liquid debt investments purchased with a maturity of three months or less to be cash equivalents, including restricted assets, along with all pooled deposits and investments in the Local Agency Investment Fund, which are available upon demand.

FORESTHILL PUBLIC UTILITY DISTRICT

Notes to the Basic Financial Statements
For the year ended June 30, 2023

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Investments

Investments, including LAIF, are stated at fair value, which represents the quoted or stated market value. Investments that are not traded on a market, such as investments in external pools, are valued based on stated fair value as represented by the external pool. Investments are within the State statutes and the District's investment policy.

Receivables and Payables

Property and utility user taxes related to the current fiscal year are accrued as revenue and accounts receivable and are considered available if received within 60 days of year end. Federal and state grants are considered receivable and accrued as revenue when reimbursable costs are incurred under the accrual basis of accounting in the government-wide statement of Net Position. The amount recognized as revenue under the modified accrual basis is limited to the amount that is deemed measurable and collectible.

Activity between funds that is representative of lending/borrowing arrangements outstanding at the end of the fiscal year is referred to as either "due to/from other funds" (i.e., the current portion of interfund loans). Any residual balances outstanding between the governmental activities and business-type activities are reported in the governmentwide financial statements as "internal balances."

The District estimates the amount of uncollectible receivables based on prior experience and history. There was no allowance for doubtful accounts as of June 30, 2023.

Capital Assets

Capital assets, which include land, ponds, buildings and improvements, machinery and equipment, and vehicles are reported in the applicable business-type activities column in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of more than \$2,500 and an estimated useful life in excess of one year. Such assets are recorded at historical cost if purchased or constructed. Donated capital assets are recorded at the estimated fair market value at the date of donation. For certain assets, estimated historical costs are used.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

Depreciation is calculated by the straight-line method over the estimated useful lives of the respective assets that range from five to forty years.

FORESTHILL PUBLIC UTILITY DISTRICT

Notes to the Basic Financial Statements
For the year ended June 30, 2023

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Capital Assets (continued)

It is the District's policy to capitalize all land and equipment with a cost of \$2,500 or more. Costs of assets sold or retired (and related amounts of accumulated depreciation) are eliminated from the accounts in the year of sale or retirement and the resulting gain or loss is included in the operating statement of the related fund. In governmental funds, the sale of general capital assets is included in the statement of revenues, expenditures, and changes in fund balances as proceeds from sale.

Compensated Absences

Vested or accumulated vacation leave and compensation time that is expected to be liquidated with expendable available resources is reported as a current liability. Accumulated sick leave is vested upon age sixty.

Budget and Budgetary Accounting

The Board of Directors annually adopts an operating budget. The operating budgets are prepared on the accrual basis to match the operating statements.

Restricted Assets

Certain proceeds of the District's long-term debt are classified as restricted assets on the balance sheet because their use is limited by applicable bond covenants. The "reserve" account is used to report resources set aside to make up potential future deficiencies in the bond's debt service.

Unavailable and Unearned Revenues

Unavailable revenues in governmental funds arise when a potential revenue does not meet both the "measurable" and "available" criteria for recognition in the current period. Unearned revenues arise when resources are received by the District before it has legal claim to them (i.e., when grant monies are received prior to the incurrence of qualifying expenditures).

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period. Actual results may differ from those estimates.

FORESTHILL PUBLIC UTILITY DISTRICT

Notes to the Basic Financial Statements
 For the year ended June 30, 2023

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Long-term Obligations

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-activities, or proprietary fund type statement of Net Position. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the straight-line method. Bonds payable are reported net of the applicable bond premium or discount. Issuance costs are reported as deferred charges and are amortized over the life of the related debt.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as issuance costs, during the current period. The face amount of the debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, even if withheld from the actual net proceeds received, are reported as debt service expenditures.

Net Position

The government-wide financial statements utilize a Net Position presentation. Net Position are categorized as invested capital assets (net of related debt), restricted and unrestricted.

Net investment in capital assets – This category groups all capital assets into one component of Net Position. Accumulated depreciation and the outstanding balances of debt that are attributable to the acquisition, construction, or improvement of these assets reduce the balance in this category.

Restricted net position – This category presents external restrictions imposed by creditors, grantors, contributors, laws, or regulations of other governments, and restrictions imposed by law through constitutional provisions or enabling legislation. As of June 30, 2023, the restricted net position for Business-type Activities consisted of the following:

Fund Type	Amount	Action
District Enterprise Fund:		
Capital reserve	\$ 427,000	Imposed by Resolution 2021-07
Emergency reserve	600,000	Imposed by Resolution 2021-07
Repairs and replacement reserve	1,150,830	Imposed by Resolution 2021-07
Debt service reserve	<u>204,676</u>	Imposed by Resolution 2021-07
 Total Restricted	 <u>\$ 2,382,506</u>	

FORESTHILL PUBLIC UTILITY DISTRICT

Notes to the Basic Financial Statements
For the year ended June 30, 2023

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Net Position (continued)

As of June 30, 2023, the restricted net position for Governmental Activities \$16,850 (see Fund Balance below).

Unrestricted net position – This category represents Net Position of the District not restricted for any project or other purpose.

In the government-wide financial statements, when both restricted and unrestricted resources are available for use, it is the government’s policy to use restricted resources first, then unrestricted resources as they are needed.

Fund Balance

In accordance with generally accepted accounting principles, the District classifies its governmental fund balance as follows:

Restricted – amounts constrained to specific purposes by their providers (such as grantors, bondholders, and higher levels of government), through constitutional provisions or by enabling legislation. The restricted fund balance is comprised of the following:

Fund Type	Amount	Action
Assessment District No. 2		
Debt Service Fund:		
Restricted for debt service	\$ 16,850	Imposed by debt agreement

Unassigned – include the residual amounts that have not been restricted, committed, or assigned to specific purposes in the Debt Service Fund, and deficit fund balances in any other funds, if applicable.

The District uses restricted or committed amounts to be spent first when both restricted and unrestricted fund balance is available unless there are legal documents or contracts that prohibit doing this, such as a grant agreement requiring dollar for dollar spending. Additionally, the District would first use committed, then assigned, and lastly unassigned amounts of unrestricted fund balance when expenditures are made.

The District does not have a formal minimum fund balance policy.

New Accounting Pronouncements

The District adopted the provisions of GASB Statement No. 96 (GASB 96), *Subscription Based IT Arrangement’s*. No significant impact as a result of adoption.

FORESTHILL PUBLIC UTILITY DISTRICT

Notes to the Basic Financial Statements
For the year ended June 30, 2023

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Deferred Outflows/Inflows of Resources

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net assets that applies to a future period(s) and so will not be recognized as an outflow of resources (expenses/expenditure) until then.

In addition to liabilities, the statement of net position and the balance sheet will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net assets that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time.

Pension Plan

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Plan and additions to/deductions from the Plan's fiduciary net position have been determined on the same basis. For this purpose, benefit payments (including refunds of employee contributions) are recognized when currently due and payable in accordance with the benefit terms. Investments are reported at fair value.

Generally accepted accounting principles requires that the reported results must pertain to liability and asset information within certain defined timeframes. For this report, the following timeframes are used.

Valuation Date (VD) June 30, 2021

Measurement Date (MD) June 30, 2022

Measurement Period (MP) July 1, 2021 to June 30, 2022

NOTE 2 – CASH AND INVESTMENTS

Investments

California statutes authorizes the District to invest in a variety of credit instruments as provided for in the California Government Code Section 53600, Chapter 4 – Financial Affairs. The Government Code allows investments in obligations of the U.S. Treasury, agencies, and instrumentalities, commercial paper rated A-1 by Standard & Poor's or P-1 by Moody's, bankers' acceptance, repurchase agreements, medium-term corporate notes, mutual funds, and the State Treasurer's Local Agency Investment Fund (LAIF).

FORESTHILL PUBLIC UTILITY DISTRICT

Notes to the Basic Financial Statements
For the year ended June 30, 2023

NOTE 2 – CASH AND INVESTMENTS (CONTINUED)

Cash and investments as of June 30, 2023 are classified in the accompanying financial statements as follows:

	Governmental Activities	Business-Type Activities	Totals
Cash and cash equivalents	\$ -	\$ 719,000	\$ 719,000
Investments	-	4,949,315	4,949,315
Restricted cash and cash equivalents	16,850	-	16,850
	<u>16,850</u>	<u>-</u>	<u>16,850</u>
Total cash and investments	<u>\$ 16,850</u>	<u>\$ 5,668,315</u>	<u>\$ 5,685,165</u>

Cash and investments at fair value as of June 30, 2023 consist of the following:

Cash on hand	\$ 250
Investments with the Local Agency Investment Fund	307,230
Investments	4,949,315
Deposits with financial institutions	<u>411,520</u>
Total cash and investments	<u>5,668,315</u>
Restricted cash	
Cash pooled with other government	<u>16,850</u>
Total restricted cash	<u>16,850</u>
Total cash and investments	<u>\$ 5,685,165</u>

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FORESTHILL PUBLIC UTILITY DISTRICT

Notes to the Basic Financial Statements
For the year ended June 30, 2023

NOTE 2 – CASH AND INVESTMENTS (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. Presented below are the District’s investment policy and actual ratings of the investments as of June 30, 2023:

Credit Risk	Type of Investment					Total
	Local Agency Investment Fund	Municipal Bonds	Taxable Municipal Bonds	Corporate Bonds	Certificates of Deposit	
A+	\$ -	\$ -	\$ 195,240	\$ 45,290	\$ -	\$ 240,530
A	-	15,190	101,208	-	-	116,398
A-	-	-	-	179,087	-	179,087
AAA	-	29,621	380,342	-	-	409,963
AA-	-	-	663,901	93,702	-	757,603
AA	-	59,718	1,037,930	-	-	1,097,648
AA+	-	-	470,495	96,303	-	566,798
No Rating	307,230	-	-	-	1,581,288	1,888,518
Totals	\$ 307,230	\$ 104,529	\$ 2,849,116	\$ 414,382	\$ 1,581,288	\$ 5,256,545

Concentration of Credit Risk

The investment policy of the District limits the amount that can be invested in any one issuer to the lesser of the amount stipulated by the California Government Code or 50% of total investments, with the exception of U.S. Treasury obligations, U.S. Agency Securities, and LAIF. As of June 30, 2023, the District had no individual investment that exceeded 5% of its total investments.

Custodial Credit Risk

Custodial credit risk is the risk that, in the event of the failure of a depository financial institution or for amounts held with fiscal agents, the District will not be able to recover its deposits or will not be able to recover collateral securities that are in possession of an outside party such as a broker-dealer. The California Government Code and the District’s investment policy do not contain legal or policy requirements that would limit the exposure to custodial credit risk for deposits, 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 local amount deposited by the public agencies. California law also allows financial institutions to secure public agency deposits by pledging first trust deed mortgage notes having a value of 150% of the secured public deposits.

FORESTHILL PUBLIC UTILITY DISTRICT

Notes to the Basic Financial Statements
For the year ended June 30, 2023

NOTE 2 – CASH AND INVESTMENTS (CONTINUED)

Custodial Credit Risk (Continued)

As of June 30, 2023, the bank balances of the District's deposits were insured up to \$250,000 was covered by federal depository insurance. The cash pooled with the county totaled \$16,580.

Interest Rate Risk

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates.

Information about the sensitivity of the fair values of the District's investments (including investments held by bond trustee) to market interest rate fluctuations is provided by the following table that shows the distribution of the District's investments by maturity:

Type	Total	Remaining Maturity (In Months)				
		12 Months or Less	13-23 Months	24-36 Months	37-48 Months	49-60 Months
Local Agency Investment Fund	\$ 307,230	\$ 307,230	\$ -	\$ -	\$ -	\$ -
Held in Brokerage Account:						
Municipal bonds	104,529	74,561	29,968	-	-	-
Taxable municipal bonds	2,849,116	277,009	1,165,952	946,840	203,268	256,047
Corporate bonds	414,382	-	93,702	273,278	-	47,402
Certificates of deposits	1,581,288	49,992	183,287	177,310	481,793	688,906
Total	\$ 5,256,545	\$ 708,792	\$ 1,472,909	\$ 1,397,428	\$ 685,061	\$ 992,355

Investments by Fair Value Level

In accordance with generally accepted accounting principles, the District's investments in its brokerage account are categorized into the following fair value categories:

Level 1 inputs – quoted prices (unadjusted) in active markets for identical assets or liabilities that the District can access at the year end.

Level 2 inputs – Inputs other than quoted prices included within Level 1 that are observable for an asset or liability, either directly or indirectly.

Level 3 inputs – Unobservable inputs for an asset or liability.

FORESTHILL PUBLIC UTILITY DISTRICT

Notes to the Basic Financial Statements
For the year ended June 30, 2023

NOTE 2 – CASH AND INVESTMENTS (CONTINUED)

Investments by Fair Value Level (continued)

Fair value can be determined using the market approach, cost approach, and income approach. The District’s brokerage investments are valued with the market approach by using the available quoted market prices at year end. LAIF is not subject to the fair value hierarchy.

Type	Total	Fair Value Measurement Using		
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Municipal bonds	\$ 104,529	\$ 104,529	\$ -	\$ -
Taxable municipal bonds	2,849,116	2,849,116	-	-
Corporate bonds	414,382	414,382	-	-
Certificates of deposits	1,581,288	1,581,288	-	-
Total Investments by Fair Value Level	<u>\$ 4,949,315</u>	<u>\$ 4,949,315</u>	<u>\$ -</u>	<u>\$ -</u>

Investment in LAIF

The District maintains an investment in the State of California Local Agency Investment Fund (LAIF), managed by the State Treasurer. This fund is not registered with the Securities and Exchange Commission as an investment company, but is required to invest according to California Government Code. Participants in the pool include voluntary and involuntary participants, such as special districts and school districts for which there are legal provisions regarding their investments. The Local Investment Advisory Board (Board) has oversight responsibility for LAIF. The Board consists of five members as designated by State Statute. LAIF is stated at amortized cost, which approximates fair value. The LAIF is a special fund of the California State Treasury through which local governments may pool investments.

Copies of LAIF’s annual financial report and other information may be obtained from LAIF at 915 Capitol Mall, Room 110, Sacramento, CA 95814 or at its website www.treasurer.ca.gov/pmia-laif/. The fair value of the District’s investment in this pool is reported in the accompanying financial statements at amounts based upon the District’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.

The balance available for withdrawal is based on the accounting records maintained by LAIF, which is recorded on an amortized costs basis. LAIF is not rated. LAIF has a minimum \$5,000 transaction amount in increments of \$1,000 with a maximum of 15 transactions (combination of deposits and withdrawals) per month. LAIF requires a one-day prior notice for deposits and withdrawals of \$10 million or more.

FORESTHILL PUBLIC UTILITY DISTRICT

Notes to the Basic Financial Statements
For the year ended June 30, 2023

NOTE 3 – CAPITAL ASSETS

The changes in capital assets for the business-type activities for the fiscal year ended June 30, 2023 are as follows:

	Beginning balance	Additions	Retirements	Reclass	Ending balance
Capital assets, not being depreciated					
Land	\$ 36,568	\$ -	\$ -	\$ -	\$ 36,568
Construction in progress	161,352	2,114,532	-	-	2,275,884
Intangible assets, net	1,089,619	3,904	(53,690)	-	1,039,833
Total assets not being depreciated	1,287,539	2,118,436	(53,690)	-	3,352,285
Depreciable capital assets					
Assets at cost:					
Source of supply	3,016,487	-	-	-	3,016,487
Pumping plant	31,286	-	-	-	31,286
Water treatment	1,532,142	5,923	-	-	1,538,065
Transmission and distribution	11,289,923	23,357	-	-	11,313,280
General plant	498,023	-	-	-	498,023
Total assets at cost	16,367,861	29,280	-	-	16,397,141
Accumulated depreciation					
Source of supply	(1,151,003)	(68,954)	-	-	(1,219,957)
Pumping plant	(24,403)	(344)	-	-	(24,747)
Water treatment	(1,210,893)	(25,127)	-	-	(1,236,020)
Transmission and distribution	(5,352,838)	(232,568)	-	-	(5,585,406)
General plant	(467,990)	(6,567)	-	-	(474,557)
Total accumulated depreciation	(8,207,127)	(333,560)	-	-	(8,540,687)
Net depreciable assets	8,160,734	(304,280)	-	-	7,856,454
Total capital assets, net	\$ 9,448,273	\$ 1,814,156	\$ (53,690)	\$ -	\$ 11,208,739

The District recorded depreciation of \$333,560 and amortization of \$53,690 as part of the program expense.

NOTE 4 – COMPENSATED ABSENCES

The District provides vacation time which accrues based upon years of service. Vacation is paid for accumulated time upon termination subject to an accumulated maximum of 2 years accrual.

	Years of Service		
	0-4	5-14	>14
Vacation time	10 days	15 days	20 days

The District also provides sick time to employees which accrue at a rate of one day per month with a maximum accrual of 80 days.

FORESTHILL PUBLIC UTILITY DISTRICT

Notes to the Basic Financial Statements
For the year ended June 30, 2023

NOTE 5 – LONG-TERM DEBT

The long-term debt activity for the fiscal year ended June 30, 2023 is as follows:

	Beginning balance	Additions	Payments	Ending balance	Current Portion
Governmental Activities:					
<i>Assessment District No. 2 Debt Service Fund:</i>					
2017 Water Revenue Refunding Obligation	\$ 738,500	\$ -	\$ (63,600)	\$ 674,900	\$ 65,700
2017 Limited Obligation Refunding Bonds	1,005,300	-	(50,700)	954,600	52,400
Total Governmental	1,743,800	-	(114,300)	1,629,500	118,100
Business-type Activities:					
<i>District Enterprise Fund - direct borrowing:</i>					
2014 Water loan agreement	952,755	-	(140,576)	812,179	146,819
Total Business-Type	952,755	-	(140,576)	812,179	146,819
Total long-term debt	\$ 2,696,555	\$ -	\$ (254,876)	\$ 2,441,679	\$ 264,919

Governmental Activities:

\$1,190,200 – 2017 Limited Obligation Refunding Bonds: On August 9, 2017, the District issued the 2017 Limited Obligation Refunding Bonds for the refunding of limited obligation improvement bonds. Principal payments ranging from \$42,300 to \$78,700 are due annually beginning September 2, 2018 through 2037 with interest at 3.20% per annum payable, semi-annually on March 2 and September 2.

\$1,037,500 – 2017 Water Revenue Refunding Loan Obligation: On August 9, 2017, the District issued the 2017 Water Revenue Refunding Loan Obligation for the refunding of limited obligation improvement bonds. Principal payments ranging from \$28,100 to \$85,400 are due semi-annually beginning November 1, 2017 through 2031 with interest at 3.20% per annum, payable semi-annually on May 1 and November 1.

Business-Type Activities:

\$2,081,149 Water Loan – direct borrowing: Dated August 1, 2014 to repay the Series 2003QQ Certificates of Participation that were issued on October 30, 2003 for the finance of the acquisition of water facilities, improvement, and water rights. The note is secured by a pledge of the net revenues of the District’s. Interest rate accrues at 3.25% per annum with semi-annual principal payments from \$56,881 to \$168,516 through November 1, 2028. The District maintains a Trustee reserve fund equal to the maximum annual installment payable. Interest and principal are payable on May 1 and November 1 of each year.

FORESTHILL PUBLIC UTILITY DISTRICT

Notes to the Basic Financial Statements
For the year ended June 30, 2023

NOTE 5 – LONG-TERM DEBT (CONTINUED)

The future annual maturities of long-term borrowings as of June 30, 2023 are as follows:

Year Ending June 30:	Governmental Activities			Business-type Activities	
	2017 Limited Obligation Bonds	2017 Water Revenue Bonds	Total	Series 2014 Water Loan	Total
2024	\$ 82,109	\$ 86,772	\$ 168,881	\$ 169,696	\$ 169,696
2025	82,006	86,752	168,758	166,164	166,164
2026	82,050	86,765	168,815	167,239	167,239
2027	82,035	86,907	168,942	167,789	167,789
2028	81,865	86,771	168,636	167,813	167,813
2029-2033	409,024	347,506	756,530	44,158	44,158
2034-2037	375,700	-	375,700	-	-
	<u>1,194,789</u>	<u>781,473</u>	<u>1,976,262</u>	<u>882,859</u>	<u>882,859</u>
Less Interest	<u>(240,189)</u>	<u>(106,573)</u>	<u>(346,762)</u>	<u>(70,680)</u>	<u>(70,680)</u>
	954,600	674,900	1,629,500	812,179	812,179
Due within one year	<u>(52,400)</u>	<u>(65,700)</u>	<u>(118,100)</u>	<u>(146,819)</u>	<u>(146,819)</u>
Totals	<u>\$ 902,200</u>	<u>\$ 609,200</u>	<u>\$ 1,511,400</u>	<u>\$ 665,360</u>	<u>\$ 665,360</u>

NOTE 6 – DEFINED BENEFIT PENSION PLAN

CalPERS Miscellaneous Pension Plan

General Information

Plan Description

All qualified permanent and probationary employees are eligible to participate in the Public Agency Cost-Sharing Multiple-Employer Defined Benefit Pension Plan (Plan or PERF C) administered by the California Public Employees’ Retirement System (CalPERS.) The Plan consists of a miscellaneous pool and a safety pool (also referred to as “risk pools”), which are comprised of individual employer miscellaneous and safety rate plans, respectively. Plan assets may be used to pay benefits for any employer rate plan of the safety and miscellaneous pools. Accordingly, rate plans within the safety or miscellaneous pools are not separate plans under generally accepted accounting principles. Individual employers may sponsor more than one rate plan in the miscellaneous or safety risk pools. The District participates in one rate plan (miscellaneous). Benefit provisions under the Plan are established by State statute and District resolution. CalPERS issues publicly available reports that include a full description of the pension plan regarding benefit provisions, assumptions and membership information that can be found on the CalPERS’ website, at www.calpers.ca.gov.

FORESTHILL PUBLIC UTILITY DISTRICT

Notes to the Basic Financial Statements
 For the year ended June 30, 2023

NOTE 6 – DEFINED BENEFIT PENSION PLAN (CONTINUED)

Benefits Provided

CalPERS provides service retirement and disability benefits, annual cost of living adjustments and death benefits to plan members, who must be public employees and beneficiaries. Benefits are based on years of credited service, equal to one year of full-time employment. Members with five years of total service are eligible to retire at age 50 with statutorily reduced benefits. All members are eligible for non-duty disability benefits after 5 years of service. The death benefit is one of the following: the Basic Death Benefit, the 1957 Survivor Benefit, or the Optional Settlement 2W Death Benefit. The cost-of-living adjustments for each plan are applied as specified by the Public Employees’ Retirement Law.

The Plan operates under the provisions of the California Public Employees’ Retirement Law (PERL), the California Public Employees’ Pension Reform Act of 2013 (PEPRA), and the regulations, procedures and policies adopted by the CalPERS Board of Administration. The Plan’s authority to establish and amend the benefit terms are set by the PERL and PEPRA, and may be amended by the California state legislature and in some cases require approval by the CalPERS Board.

The Plan’s provisions and benefits in effect as of June 30, 2023 are summarized as follows:

	<u>Miscellaneous</u> Prior to January 1, 2013	<u>Miscellaneous PEPRA</u> On or after January 1, 2013
Hire date		
Benefit formula	3% @ 60	2% @ 62
Benefit vesting schedule	5 years service	5 years service
Benefit payments	monthly for life	monthly for life
Retirement age	50 - 67	52 - 67
Monthly benefits, as a % of eligible compensation	2.0% to 3.0%	1.0% to 2.5%
Required employer contribution rates	14.53%	7.47%

Contributions

Section 20814(c) of the California Public Employees’ Retirement Law (PERL) requires that the employer contribution rates for all public employers are determined on an annual basis by the actuary and shall be effective on the July 1 following notice of a change in the rate. The total plan contributions are determined through CalPERS’ annual actuarial valuation process. The actuarially determined rate is the estimated amount necessary to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. The employer is required to contribute the difference between the actuarially determined rate and the contribution rate of employees. Employer contribution rates may change if plan contracts are amended. Payments made by the employer to satisfy contribution requirements that are identified by the pension plan terms as plan member contribution requirements are classified as plan member contributions.

FORESTHILL PUBLIC UTILITY DISTRICT

Notes to the Basic Financial Statements
For the year ended June 30, 2023

NOTE 6 – DEFINED BENEFIT PENSION PLAN (CONTINUED)

Contributions (continued)

Employer Contributions to the Plan for the fiscal year ended June 30, 2023 were \$112,623. The actual employer payments of \$202,299 made to CalPERS by the District during the measurement period ended June 30, 2022 differed from the District's proportionate share of the employer's contributions of \$179,636 by \$22,663, which is being amortized over the expected average remaining service lifetime in the Public Agency Cost-Sharing Multiple Employer Plan.

Net Pension Liability

The District's net pension liability for the Plan is measured as the total pension liability, less the pension plan's fiduciary net position. The net pension liability of the Plan is measured as of June 30, 2022, using an annual actuarial valuation as of June 30, 2021 rolled forward to June 30, 2022 using standard update procedures.

Actuarial Methods and Assumptions Used to Determine Total Pension Liability

The collective total pension liability for the June 30, 2022 measurement period was determined by an actuarial valuation as of June 30, 2021, with update procedures used to roll forward the total pension liability to June 30, 2022. The collective total pension liability was based on the following assumptions:

Valuation Date	June 30, 2021
Measurement Date	June 30, 2022
Actuarial Cost Method	Entry Age Actuarial Cost Method
Asset Valuation Method	Fair value of assets
Actuarial Assumptions:	
Discount Rate	6.90%
Inflation	2.30%
Salary Increases	Varies by Entry Age and Service
Mortality Rate Table ⁽¹⁾	Derived using CalPERS' membership data for all funds
Post Retirement Benefit Increase	The lesser of contract COLA or 2.30% until Purchasing Power Protection Allowance floor on purchasing power applies, 2.30% thereafter.

⁽¹⁾ The mortality table used was developed based on CalPERS-specific data. The probabilities of mortality are based on the 2021 CalPERS Experience Study for the period from 2001 to 2019. Pre-retirement and Post-retirement mortality rates include generational mortality improvement using 80% of Scale MP-2020 published by the Society of Actuaries. For more details on this table, please refer to the CalPERS Experience Study and Review of Actuarial Assumptions report from November 2021 that can be found on the CalPERS website.

FORESTHILL PUBLIC UTILITY DISTRICT

Notes to the Basic Financial Statements
For the year ended June 30, 2023

NOTE 6 – DEFINED BENEFIT PENSION PLAN (CONTINUED)

Long-term Expected Rate of Return

The long-term expected rate of return on pension plan investments was determined using a building-block method in which expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class.

In determining the long-term expected rate of return, CalPERS took into account both short-term and long-term market return expectations. Using historical returns of all of the funds' asset classes, expected compound (geometric) returns were calculated over the next 20 years using a building-block approach. The expected rate of return was then adjusted to account for assumed administrative expenses of 10 Basis points.

The expected real rates of return by asset class are as follows:

Asset Class	Assumed Asset Allocation	Real Return ^{1,2}
Global equity - cap-weighted	30.00%	4.54%
Global equity - non-cap-weighted	12.00%	3.84%
Private equity	13.00%	7.28%
Treasury	5.00%	0.27%
Mortgage-backed securities	5.00%	0.50%
Investment grade corporates	10.00%	1.56%
High yield	5.00%	2.27%
Emerging market debt	5.00%	2.48%
Private debt	5.00%	3.57%
Real assets	15.00%	3.21%
Leverage	(5.00%)	(0.59%)

¹ An expected inflation of 2.30% used for this period.

² Figures are based on the 2021 Asset Liability Management study.

Change of Assumptions

Effective with the June 30, 2021, valuation date (2022 measurement date), the accounting discount rate was reduced from 7.15% to 6.90%. In determining the long-term expected rate of return, CalPERS took into account long-term market return expectations as well as the expected pension fund cash flows. Projected returns for all asset classes are estimated, combined with risk estimates, and are used to project compound (geometric) returns over the long term. The discount rate used to discount liabilities was informed by the long-term projected portfolio return. In addition, demographic assumptions and the inflation rate assumption were changed in accordance with the 2021 CalPERS Experience Study and Review of Actuarial Assumptions.

FORESTHILL PUBLIC UTILITY DISTRICT

Notes to the Basic Financial Statements
For the year ended June 30, 2023

NOTE 6 – DEFINED BENEFIT PENSION PLAN (CONTINUED)

Discount Rate

The discount rate used to measure the total pension liability for PERF C was 6.90%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers will be made at statutorily required rates, actuarially determined. Based on those assumptions, the Plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Subsequent Events

On July 12, 2021, CalPERS reported a preliminary 21.3% net return on investments for fiscal year 2020-21. Based on the thresholds specified in CalPERS Funding Risk Mitigation policy, the excess return of 14.3% prescribes a reduction in investment volatility that corresponds to a reduction in the discount rate used for funding purposes of 0.20%, from 7.00% to 6.80%. Since CalPERS was in the final stages of the four-year Asset Liability Management (ALM) cycle, the board elected to defer any changes to the asset allocation until the ALM process concluded, and the board could make its final decision on the asset allocation in November 2021.

On November 17, 2021, the board adopted a new strategic asset allocation. The new asset allocation along with the new capital market assumptions, economic assumptions and administrative expense assumption support a discount rate of 6.90% (net of investment expense but without a reduction for administrative expense) for financial reporting purposes. This includes a reduction in the price inflation assumption from 2.50% to 2.30% as recommended in the November 2021 CalPERS Experience Study and Review of Actuarial Assumptions. This study also recommended modifications to retirement rates, termination rates, mortality rates and rates of salary increases that were adopted by the board. These new assumptions will be reflected in the GASB 68 accounting valuation reports for the June 30, 2022, measurement date.

Pension Plan Fiduciary Net Position

Information about the pension plan's assets, deferred outflows of resources, liabilities, deferred inflows of resources, and fiduciary net position are presented in CalPERS' audited financial statements, which are publicly available reports that can be obtained at CalPERS' website, at www.calpers.ca.gov. The plan's fiduciary net position and additions to/deductions from the plan's fiduciary net position have been determined on the same basis used by the pension plan, which is the economic resources measurement focus and the accrual basis of accounting. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan. Investments are reported at fair value.

FORESTHILL PUBLIC UTILITY DISTRICT

Notes to the Basic Financial Statements
For the year ended June 30, 2023

NOTE 6 – DEFINED BENEFIT PENSION PLAN (CONTINUED)

Proportionate Share of Net Pension Liability

The following table shows the District’s proportionate share of the Plan’s net pension liability over the measurement period.

	Increase (Decrease)		
	Proportionate Share of Total Pension Liability	Proportionate Share of Fiduciary Net Position	Proportionate Share of Net Pension Liability
Balance at: 6/30/2021 (VD)	\$ 3,457,868	\$ 3,540,896	\$ (83,028)
Balance at: 6/30/2022 (MD)	3,966,087	3,463,144	502,943
Net Changes during 2021-22	<u>\$ 508,219</u>	<u>\$ (77,752)</u>	<u>\$ 585,971</u>

Valuation date (VD, Measurement date (MD))

The District’s proportion of the net pension liability was determined by CalPERS using the output from the Actuarial Valuation System and the fiduciary net position, as provided in the CalPERS Public Agency Cost-Sharing Allocation Methodology Report, which is a publicly available report that can be obtained at CalPERS’ website, at www.calpers.ca.gov. The District’s proportionate share of the net pension liability for the miscellaneous Plan as of the June 30, 2021 and 2022 measurement dates was as follows:

Proportionate Share - June 30, 2021	-0.00437%
Proportionate Share - June 30, 2022	0.01075%
Change - Increase (Decrease)	0.01512%

Sensitivity of the Proportionate Share of the Net Pension Liability to Changes in the Discount Rate

The following presents the District’s proportionate share of the net pension liability of the Plan as of the measurement date, calculated using the discount rate of 6.9 percent, as well as what the net pension liability would be if it were calculated using a discount rate that is 1 percentage-point lower (5.9 percent) or 1 percentage-point higher (7.9 percent) than the current rate:

	Discount Rate		
	1% Decrease 5.90%	Discount Rate 6.90%	1% Increase 7.90%
Plan’s Net Pension Liability/(Asset)	<u>\$ 1,043,592</u>	<u>\$ 502,943</u>	<u>\$ 58,123</u>

FORESTHILL PUBLIC UTILITY DISTRICT

Notes to the Basic Financial Statements
For the year ended June 30, 2023

NOTE 6 – DEFINED BENEFIT PENSION PLAN (CONTINUED)

Amortization of Deferred Outflows and Deferred Inflows of Resources

Under generally accepted accounting principles, gains and losses related to changes in total pension liability and fiduciary net position are recognized in pension expense systematically over time.

The first amortized amounts are recognized in pension expense for the year the gain or loss occurs. The remaining amounts are categorized as deferred outflows and deferred inflows of resources related to pensions and are to be recognized in future pension expense.

The amortization period differs depending on the source of the gain or loss:

Net difference between projected and actual earnings on pension plan investments	5-year straight-line amortization
All other amounts	Straight-line amortization over the expected average remaining service lives (EARSL) of all members that are provided with benefits (active, inactive and retired) as of the beginning of the measurement period

The expected average remaining service lifetime (EARSL) is calculated by dividing the total future service years by the total number of plan participants (active, inactive, and retired) in the Public Agency Cost-Sharing Multiple-Employer Plan (PERF C).

The EARSL for PERF C for the measurement period ending June 30, 2022 is 3.7 years, which was obtained by dividing the total service years of 574,665 (the sum of remaining service lifetimes of the active employees) by 153,587 (the total number of participants: active, inactive, and retired) in PERF C. Inactive employees and retirees have remaining service lifetimes equal to 0. Total future service is based on the members' probability of decrementing due to an event other than receiving a cash refund.

Pension Expense and Deferred Outflows and Deferred Inflows of Resources Related to Pensions

As of the start of the measurement period (July 1, 2021), the District's net pension liability/(asset) was (\$83,027). For the measurement period ending June 30, 2022 (the measurement date), the District incurred a pension expense of \$556,474.

FORESTHILL PUBLIC UTILITY DISTRICT

Notes to the Basic Financial Statements
For the year ended June 30, 2023

NOTE 6 – DEFINED BENEFIT PENSION PLAN (CONTINUED)

As of June 30, 2023, the District has deferred outflows and deferred inflows of resources related to pensions as follows:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between Expected and Actual Experience	\$ 3,335	\$ -
Differences between Employer's Contributions and Proportionate Share of Contributions	30,542	-
Changes of Assumptions	51,537	-
Net difference between projected and actual earnings on pension plan investments	92,126	-
Change in Employer's proportion	239,520	-
Pension Contributions Made Subsequent to Measurement Date	112,623	-
Totals	\$ 529,683	\$ -

The amounts above are net of outflows and inflows recognized in the 2021-22 measurement period expense. Contributions subsequent to the measurement date of \$112,623 reported with deferred outflows of resources will be recognized as a reduction of the net pension liability in the upcoming fiscal year. Other amounts reported as deferred outflows and deferred inflows of resources related to pensions will be recognized in future pension expense as follows:

Fiscal year ending June:	Deferred Outflows/(Inflows) of Resources
2024	\$ 157,141
2025	130,932
2026	72,639
2027	56,348
Thereafter	-
Total	\$ 417,060

Payable to the Pension Plan

As of June 30, 2023, the District reported a payable of \$-0- for the outstanding amount of contributions to the pension plan required for the year then ended.

FORESTHILL PUBLIC UTILITY DISTRICT

Notes to the Basic Financial Statements
For the year ended June 30, 2023

NOTE 7 – OTHER POST-EMPLOYMENT BENEFITS (OPEB)

Plan Description

The District offers medical, dental, or other health benefits to eligible retirees and their eligible dependents. The contribution requirements of the plan members and the District are established and may be amended by the District. The plan does not issue stand-alone financial reports.

Under the current health plan, the District pays for coverage of the retiree and their eligible dependents. To be eligible, employees must have completed 15 or more years of full-time continuous employment at the District and retire from the District. The District has fewer than 100 plan members and has elected to use the alternative measurement method. The assumptions and methods used are based on past history and experience.

Net OPEB liability

The District's net OPEB liability was measured as of June 30, 2023 and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of June 30, 2023. Standard actuarial update procedures were used to project/discount from valuation to measurement dates.

Contributions

Under the alternative method, the District does not have annual required contribution and makes contributions to the plan based on the availability of funds and with board approval.

Actuarial assumptions

The total OPEB liability was determined using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified:

Salary increases	2.00%
Healthcare cost trend rate	4.7% to 4.2% for the next 10 years
Discount rate	6.76%

Generally accepted accounting principles requires a discount rate that reflects the following:

- a) The long-term expected rate of return on OPEB plan investments – to the extent that the OPEB plan's fiduciary net position (if any) is projected to be sufficient to make projected benefit payments and assets are expected to be invested using a strategy to achieve that return;
- b) A yield or index rate for 20-year, tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher – to the extent that the conditions in (a) are not met.

FORESTHILL PUBLIC UTILITY DISTRICT

Notes to the Basic Financial Statements
For the year ended June 30, 2023

NOTE 7 – OTHER POST-EMPLOYMENT BENEFITS (OPEB) (CONTINUED)

To determine a resulting single (blended) rate, the amount of the plan’s projected fiduciary net position (if any) and the amount of projected benefit payments is compared in each period of projected benefit payments. The discount rate used to measure the District’s Total OPEB liability is based on these requirements.

Sensitivity of the District’s Net OPEB Liability to Changes in the Discount Rate

The following presents the net OPEB liability, as well as what the net OPEB liability would be if it were calculated using a discount rate that is 1- percentage point lower (5.76%) or 1- percentage-point higher (7.76%) than the current discount rate:

	1% Decrease 5.76%	Discount Rate 6.76%	1% Increase 7.76%
Net OPEB liability	<u>\$ 115,380</u>	<u>\$ 80,270</u>	<u>\$ 50,218</u>

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend.

Sensitivity of the District’s Net OPEB Liability to Changes in the Healthcare Cost Trend Rates

The following presents the net OPEB liability, as well as what the net OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower or 1- percentage-point higher than the current healthcare cost trend rates:

	1% Decrease	Trend Rate Current Rate	1% Increase
Net OPEB liability	<u>\$ 61,024</u>	<u>\$ 80,270</u>	<u>\$ 100,553</u>

Participants

The number of members participating in the plan as of June 30, 2023 were as follows:

<u>Participants</u>	
Active	8
Transferred	-
Separated	-
Retired	3
Total	<u>11</u>

FORESTHILL PUBLIC UTILITY DISTRICT

Notes to the Basic Financial Statements
For the year ended June 30, 2023

NOTE 7 – OTHER POST-EMPLOYMENT BENEFITS (OPEB) (CONTINUED)

Changes in the OPEB liability

The table below shows the changes in the total OPEB liability, the Plan Fiduciary Net Position, and the net OPEB liability during the measurement period ending on June 30, 2023 for the District:

	Total OPEB Liability (a)	Plan Fiduciary Net Position (b)	Net OPEB Liability (Asset) (c) = (a) - (b)
Balance at June 30, 2022	\$ 317,351	\$ 223,713	\$ 93,638
Changes recognized for the service period:			
Service cost	7,545	-	7,545
Interest on total OPEB liability	18,453	-	18,453
Changes of assumptions	(30,591)	-	(30,591)
Actuarial gains/losses	28,385	-	28,385
Administrative costs	-	(193)	193
Net investment income	-	14,451	(14,451)
Employer contributions	-	22,902	(22,902)
Benefit payments	(22,902)	(22,902)	-
Net changes	890	14,258	(13,368)
Balance at June 30, 2023	<u>\$ 318,241</u>	<u>\$ 237,971</u>	<u>\$ 80,270</u>

The OPEB expense recognized by the District for the fiscal year ended June 30, 2023 was \$9,534 and is made up of the following:

Description	Amount
Service cost	\$ 7,545
Interest on total OPEB liability	18,453
Administrative expenses	193
Expected return on investments	(14,451)
Actuarial gains/losses	28,385
changes in assumptions	(30,591)
OPEB expense	<u>\$ 9,534</u>

Changes in assumptions

The discount rate went from 5.88% to 6.76%

FORESTHILL PUBLIC UTILITY DISTRICT

Notes to the Basic Financial Statements
For the year ended June 30, 2023

NOTE 7 – OTHER POST-EMPLOYMENT BENEFITS (OPEB) (CONTINUED)

The expected rates of return by asset class are as follows:

<u>Asset class</u>	<u>Target allocation</u>	<u>Target returns</u>
Global equity	49%	5%
Fixed income	23%	5%
TIPS	5%	3%
REITS	20%	5%
Commodities	3%	3%
Cash	0%	2%
	<u>100%</u>	

NOTE 8 – INTERFUND TRANSACTIONS

Interfund balances for operations as of June 30, 2023 were as follows:

<u>Fund</u>	<u>Due to Other Funds</u>	<u>Due from Other Funds</u>
Governmental Activities:		
Assessment District No. 2 Debt Service Fund	\$ 278,510	\$ -
Business-Type Activities:		
District Enterprise Fund	-	<u>278,510</u>
Total	<u>\$ 278,510</u>	<u>\$ 278,510</u>

The balances represent the net amount owed to the District for the net accumulation of cash received from assessments and debt service payments by the District on behalf of the Assessment District No. 2.

NOTE 9 – RISK OF LOSS

Foresthill Public Utility District is exposed to various risks of loss related to theft of, damage to, and destruction of assets; and injuries to employees. The District uses the Special District Risk Management Authority for insurance coverage. During the 2023 fiscal year, the District purchased property, mobile equipment, general and auto liability, and workers compensation coverage to provide for these risks with liability limits ranging from \$500,000 (public official) to \$1,000,000,000 (property). There have been no significant reductions in coverage from coverage in the prior year and there have not been any settlements that have exceeded the coverage in the past three years.

FORESTHILL PUBLIC UTILITY DISTRICT

Notes to the Basic Financial Statements
For the year ended June 30, 2023

NOTE 10 – SECTION 457 PLAN

The District adopted a California PERS Section 457 Deferred Compensation Plan. The District does not contribute to this plan. All contributions and administrative fees are paid by the employees.

NOTE 11 – CONTINGENCIES

The District is currently engaged in ongoing litigation in which the outcome is unknown as of the date of these financial statements.

NOTE 12 – SUBSEQUENT EVENTS

Management has evaluated subsequent events through October 3, 2024, the date these June 30, 2023 financial statements were available to be issued.

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REQUIRED SUPPLEMENTARY INFORMATION

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FORESTHILL PUBLIC UTILITY DISTRICT

Schedule of the Proportionate Share of the Net Pension
Liability and Related Ratios as of the Measurement Date – Pension
For the Last 10 Years*

Measurement Date	Employer's Proportion of the Collective Net Pension Liability ¹	Employer's Proportionate Share of the Collective Net Pension Liability	Covered Payroll	Employer's Proportionate Share of the Collective Net Pension Liability as a percentage of the Covered Payroll	Pension Plan's Fiduciary Net Position as a percentage of the Total Pension Liability
6/30/2015	0.00455%	\$ 312,182	\$ 433,752	71.97%	82.11%
6/30/2016	0.00490%	423,882	452,791	93.62%	78.82%
6/30/2017	0.00502%	497,381	618,627	80.40%	77.37%
6/30/2018	0.00263%	253,597	587,967	43.13%	89.46%
6/30/2019	0.00282%	289,321	618,369	46.79%	89.23%
6/30/2020	0.00319%	346,644	600,226	57.75%	89.23%
6/30/2021	-0.00154%	(83,028)	657,975	-12.62%	86.49%
6/30/2022	0.00435%	502,943	668,899	75.19%	87.32%

* Measurement date 6/30/2014 (fiscal year 2015) was the first year of implementation. Additional years will be presented as

¹ Proportion of the net pension liability represents the plan's proportion of PERF C, which includes both the Miscellaneous and Safety Risk Pools excluding the 1959 Survivors Risk Pool.

FORESTHILL PUBLIC UTILITY DISTRICT

Schedule of the Plan Contributions – Pension For the Last 10 Years*

Fiscal Year	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Deficiency (Excess)	Covered Payroll	Contributions as a Percentage of Covered Payroll
6/30/2015	\$ 70,162	\$ (70,162)	\$ -	\$ 491,742	14.27%
6/30/2016	51,584	(51,584)	-	469,596	10.98%
6/30/2017	51,584	(51,584)	-	469,596	10.98%
6/30/2018	367,590	(150,945)	216,645	587,967	62.52%
6/30/2019	153,526	(132,377)	21,149	618,369	24.83%
6/30/2020	145,864	(145,864)	-	600,226	24.30%
6/30/2021	158,566	(158,566)	-	657,975	24.10%
6/30/2022	202,299	(202,299)	-	668,899	30.24%
6/30/2023	112,623	(112,623)	-	616,343	18.27%

* Measurement date 6/30/2014 (fiscal year 2015) was the first year of implementation. Additional years will be presented as information becomes available.

Notes to Schedule:

Changes in Benefit Terms: There were no changes to benefit terms that applied to all members of the Public Agency Pool. Additionally, the figures above do not include any liability impact that may have resulted from Golden Handshakes that occurred after the June 30, 2021 valuation date, unless the liability impact is deemed to be material to the Public

Changes in Assumptions: Effective with the June 30, 2021 valuation date (2022 measurement date), the accounting discount rate was reduced from 7.15% to 6.90%. In determining the long-term expected rate of return, CalPERS took into account long-term market return expectations as well as the expected pension fund cash flows. Projected returns for all asset classes are estimated, combined with risk estimates, and are used to project compound (geometric) returns over the long term. The discount rate used to discount liabilities was informed by the long-term projected portfolio return. In addition, demographic assumptions and the inflation rate assumption were changed in accordance with the 2021 CalPERS Experience Study and Review of Actuarial Assumptions. There were no assumption changes for 2021. For 2020, the Plan adopted a new amortization policy effective with the 2019 actuarial valuation. The new amortization policy shortens the period over which actuarial gains and losses are amortized from 30 years to 20 years with the payments computed as a level dollar amount. In addition, the new policy does not utilize a five-year ramp-up and ramp-down on UAL bases attributable to assumption changes and non-investment gains/losses. The new policy also does not utilize a five-year ramp-down on investment gains/losses. These changes apply only to new UAL bases established on or after June 30, 2019. There were no changes in assumptions in 2019. In 2018, demographic assumptions and inflation rate were changed in accordance to the CalPERS Experience Study and Review of Actuarial Assumptions December 2017. There were no changes in the discount rate in 2019. In 2017, the accounting discount rate was reduced from 7.65% to 7.15%. In 2016, there were no changes in the discount rate. In 2015, amounts reported reflect an adjustment of the discount rate from 7.5% (net of administrative expense) to 7.65% (without a reduction for pension plan administrative expense). In 2014, amounts reported were based on the 7.5% discount rate.

FORESTHILL PUBLIC UTILITY DISTRICT

Schedule of Changes in the Net OPEB Liability and Related Ratios as of the Measurement Date – OPEB For the Last 10 Years*

Measurement Period	2023	2022	2021	2020	2019
Total OPEB Liability					
Service cost	\$ 7,545	\$ 5,270	\$ 5,270	\$ -	\$ 25,512
Interest on total OPEB liability	18,453	22,232	17,279	5,952	8,495
Changes in assumptions	(30,591)	26,167	55,662	14,643	7,581
Actuarial gains/losses	28,385	-	-	-	-
Benefit payments	(22,902)	(17,559)	(15,087)	(13,899)	(9,000)
Net change in Total OPEB Liability	<u>890</u>	<u>36,110</u>	<u>63,124</u>	<u>6,696</u>	<u>32,588</u>
Total OPEB Liability, beginning	<u>317,351</u>	<u>281,241</u>	<u>218,117</u>	<u>211,421</u>	<u>178,833</u>
Total OPEB Liability, ending (a)	<u>318,241</u>	<u>317,351</u>	<u>281,241</u>	<u>218,117</u>	<u>211,421</u>
Plan Fiduciary Net Position					
Contribution - employer	22,902	17,557	15,087	13,900	49,000
Net investment income	14,451	(34,481)	55,819	6,933	9,299
Benefit payments	(22,902)	(17,559)	(15,087)	(13,899)	(9,000)
Administrative costs	(193)	(216)	(197)	(98)	-
Net change in Plan Fiduciary Net Position	<u>14,258</u>	<u>(34,699)</u>	<u>55,622</u>	<u>6,836</u>	<u>49,299</u>
Plan Fiduciary Net Position, beginning	<u>223,713</u>	<u>258,412</u>	<u>202,790</u>	<u>195,954</u>	<u>146,655</u>
Plan Fiduciary Net Position, ending (b)	<u>237,971</u>	<u>223,713</u>	<u>258,412</u>	<u>202,790</u>	<u>195,954</u>
Net OPEB Liability, ending (a) - (b)	<u>\$ 80,270</u>	<u>\$ 93,638</u>	<u>\$ 22,829</u>	<u>\$ 15,327</u>	<u>\$ 15,467</u>
Plan fiduciary net position as a percentage of the total OPEB liability	74.78%	70.49%	91.88%	92.97%	92.68%

Notes to schedule:

Changes Since the Prior Valuation:

The discount rate of 6.76% was used in the valuation. The interest rate used in the prior valuation was 5.88%.

** Information not available.

* Historical information is required only for measurement periods for which GASB 75 is applicable. Future years' information will be Fiscal year 2017-18 was the first year of implementation.

FORESTHILL PUBLIC UTILITY DISTRICT

Schedule of Plan Contributions – OPEB For the Last 10 Years*

Fiscal Year	Actuarially Determined Contribution	Contributions in Relation to the Actuarially Determined Contribution	Contribution Deficiency (Excess)	Covered Employee Payroll	Contributions as a Percentage of Covered Payroll
6/30/2019	\$ 9,000	\$ 49,000	\$ (40,000)	\$ 655,692	1.37%
6/30/2020	13,900	13,900	-	679,951	2.04%
6/30/2021	15,087	15,087	-	689,246	2.19%
6/30/2022	17,559	17,557	2	721,310	2.43%
6/30/2023	22,902	22,902	-	682,867	3.35%

Valuation date used 6/30/2023

Actuarial cost method	Entry age normal
Amortization method	Level % of payroll
Amortization period	20 years closed
Asset valuation method	Fair Value
Inflation	2.00%
Healthcare cost trend rates	4.80%
Salary increases	2.00%
Investment rate of return	6.76%
Mortality	Pub-2010 Public Retirement Plans Mortality Tables

*Historical information is required only for measurement periods for which GASB 75 is applicable. Future years' information will be displayed up to 10 years as information becomes available.



OTHER INFORMATION

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FORESTHILL PUBLIC UTILITY DISTRICT

Budgetary Comparison Schedule – District Enterprise Fund For the year ended June 30, 2023

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Operating Revenues				
Sales of water	\$ 2,500,000	\$ 2,500,000	\$ 2,700,614	\$ 200,614
Water service related fees	31,000	31,000	28,000	(3,000)
Total operating revenues	2,531,000	2,531,000	2,728,614	197,614
Operating Expenses				
Source of supply	45,713	45,713	23,667	(22,046)
Pumping	44,086	44,086	24,970	(19,116)
Water treatment	394,707	394,707	450,476	55,769
Transmission and distribution	366,396	366,396	476,905	110,509
Customer service	504,206	504,206	332,316	(171,890)
Regulatory compliance	308,236	308,236	276,293	(31,943)
Administration and general	304,994	304,994	386,355	81,361
Pension and OPEB	-	-	462,234	462,234
Depreciation and amortization	-	-	387,251	387,251
Total operating expenses	1,968,338	1,968,338	2,820,467	(852,129)
Operating income	562,662	562,662	(91,853)	(654,515)
Non-Operating Revenues (Expenses)				
Grant income	1,500,000	1,500,000	1,201,900	(298,100)
Interest income	50,000	50,000	37,589	(12,411)
Property taxes	118,000	118,000	130,970	12,970
Capital facility fees	-	-	42,136	42,136
Interest expense	-	-	(27,624)	(27,624)
Total non-operating revenues (expenses)	1,668,000	1,668,000	1,384,971	(283,029)
Change in Net Position	\$ 2,230,662	\$ 2,230,662	\$ 1,293,118	\$ (937,544)

FORESTHILL PUBLIC UTILITY DISTRICT

Schedule of Operating Expenses – District Enterprise Fund For the year ended June 30, 2023

Source of Supply

Supervision and labor	\$	14,399
Materials and supplies		646
Contracted services		410
Utilities		5,784
Other		2,428
Total source of supply		<u>23,667</u>

Pumping

Supervision and labor		5,234
Materials and supplies		1,127
Maintenance		-
Power		11,970
Propane		6,639
Total pumping		<u>24,970</u>

Water Treatment

Supervision and labor		312,113
Materials and supplies		14,686
Maintenance		6,831
Contract services		51,313
Chemical and Analysis		37,307
Power		22,844
Propane		5,073
Other		309
Total water treatment		<u>450,476</u>

Transmission and Distribution

Supervision and labor		332,781
Materials and supplies		59,811
Maintenance		12,157
Contract services		46,001
Vehicle expenses		24,245
Propane		286
Utilities		1,590
Other		34
Total transmission and distribution		<u>476,905</u>

FORESTHILL PUBLIC UTILITY DISTRICT

Schedule of Operating Expenses – District Enterprise Fund For the year ended June 30, 2023

Customer Service

Supervision and labor	261,558
Materials and supplies	5,112
Maintenance	151
Vehicle expenses	6,530
Contract services	37,134
Power	952
Utilities	8,700
Other expenses	12,179

Total customer service 332,316

Regulatory Compliance

Supervision and labor	60,288
Materials and supplies	1,115
Maintenance	2,685
Contract services	153,327
Restoration fee	22,776
Training and seminars	3,539
State Department of Health Services	15,252
Other expenses	17,311

Total regulatory compliance 276,293

Administrative and General

Supervision and labor	148,072
Materials and supplies	5,775
Maintenance	15,976
Vehicle expenses	172
Contract services	79,014
Power	2,408
Propane	1,839
Utilities	683
Insurance	102,183
Other expenses	30,233

Total administrative and general 386,355

Pension and OPEB

Pension and OPEB	<u>462,234</u>
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Total pension and OPEB 462,234

Total Operating Expenses Before Depreciation and Amortization 2,433,216

Depreciation and amortization	<u>387,251</u>
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Total Operating Expenses \$ 2,820,467

FORESTHILL PUBLIC UTILITY DISTRICT

Debt Covenant Ratio
For the year ended June 30, 2023

Total operating revenues	\$	2,728,614
Total outstanding debt		812,179
Revenue to outstanding debt ratio		336%

To: Board of Directors
From: Henry N. White
Date: October 3, 2024
Subject: Requesting approval of proposal for phases 1 and 2 for a Supervisory Control and Data Acquisition system for the water treatment plant

Recommendation: Approve the proposal to complete phases 1 and 2 for a Supervisory Control and Data Acquisition (SCADA) system for the Foresthill water treatment plant

Background: The Foresthill Water Treatment Plant is a 3 million gallon per day direct filtration plant constructed in 1982. Control of plant operations remains 1980's technology, is cumbersome and labor intensive. Technology is available to improve control of the operation of the plant and improve resiliency of operation during emergency operations.

Phase 1 and 2 of the project are the backbone of the SCADA system. Completion of these phases will provide the hardware and software for the project and improve the existing plant operation alarm system. Phases 3 through 5 will complete the system and provide complete remote monitoring of plant operations

Overview of the Project Phases

Phase 1 and 2: Foundation of SCADA System

- **Objective:** Establish the basic hardware and software framework for modernizing plant operations.
- **Key Enhancements:**
 - Upgrade existing alarm systems to improve real-time response capabilities.

- Implement user-friendly interfaces for operators to monitor systems more effectively.
- Streamline operational processes to reduce labor intensity and increase productivity.

Phases 3 to 5: Comprehensive Monitoring and Control

- **Objective:** Complete the SCADA system to enable full remote monitoring and control.
- **Key Enhancements:**
 - Remote access to critical plant operations, allowing for quicker decision-making.
 - Integration of advanced analytics to predict maintenance needs and optimize performance.
 - Enhanced security measures to protect against cyber threats and ensure operational integrity.

Benefits of the Upgrades

1. Operational Efficiency:

- Automation reduces the manual workload on staff, allowing them to focus on more strategic tasks.
- Real-time data access leads to quicker responses to issues, minimizing downtime.

2. Emergency Resilience:

- Improved monitoring and control systems enhance the plant's ability to respond to emergencies, ensuring continued water quality and supply.
- Predictive analytics can identify potential failures before they occur, further enhancing resiliency.

3. Regulatory Compliance:

- Upgraded technology helps ensure compliance with current water quality regulations, avoiding potential fines and ensuring public health.

4. **Cost Savings:**

- Reduced labor costs and improved operational efficiency can lead to significant long-term savings.

5. **Environmental Impact:**

- More efficient processes can lead to reduced energy consumption and waste, supporting sustainability goals.

Next Steps

- **Stakeholder Engagement:** Gather feedback from plant operators and stakeholders to ensure the system meets all operational needs.
- **Vendor Selection:** Identify and partner with technology providers that can deliver the required hardware and software solutions.
- **Implementation Timeline:** Develop a clear timeline for the completion of each phase to ensure project milestones are met.
- **Training Programs:** Plan for comprehensive training for staff on the new systems to maximize the benefits of the upgrades.

Financial Implications: The 2024 - 2029 Capital Improvement Plan budget allocated \$100,000 for a treatment plant SCADA project. Funds for the project are available for this much needed upgrade.

By following this structured approach, the Foresthill Water Treatment Plant can transition into a modern facility equipped to meet current and future demands while ensuring safe and reliable water treatment operations.

Attachments:

Proposal for Phase 1 and 2 of the treatment plant SCADA system.



Item J 3

DATE: September 27, 2024
ATTN: Vince Longley
JOB NAME: Foresthill PUD WTP SCADA Project

Dear Vince,

Thank you for the opportunity for CSI Metrics, LLC, to provide our professional services in installation of a new SCADA system. Below you will find a detailed accounting of hardware and programming services that would be required to procure and develop a SCADA system at your district.

I broke the quote into 2 phases:

- 1) Phase 1: New SCADA Computer/Software + tasks
- 2) Phase 2: Instrumentation to SCADA/ Alarm Dialer Modifications

Please review the following cost outline on page 2 for detailed cost information.

Upon request, we can refer the district to a local electrician that we can use to coordinate any electrical changes.

If you have any questions, please do not hesitate to contact me!

Sincerely,

Tim Cooper

CEO / Sr. Controls Engineer

CSI Metrics, LLC

916.990.7195



Project Cost Outline:

FORETHILL PUD, WTP: SCADA COMPUTER INSTALLATION

Phase 1: SCADA Computer / Software	Qty	Unit Cost	Cost
Computer Hardware:			
Dell Computer	1	\$3,645.07	\$4,738.59
Dell Monitor, 27"	1	\$229.00	\$297.70
External SSD, 4TB	1	\$299.99	\$389.99
Ignition SCADA Software:			
Vision 8.1, 1-Client Basic (500 tag)	1	\$3,310.00	\$4,303.00
Alarm Notification Module	1	\$2,245.00	\$2,918.50
SMS Notification Module	1	\$945.00	\$1,228.50
Reporting Module	1	\$830.00	\$1,079.00
BasicCare Support Plan	1	\$1,172.80	\$1,524.64
Support Software:			
Acronis Backup	1	\$100.00	\$130.00
Real VNC (Remote access)- annual subscription	1	\$45.00	\$58.50
Antivirus/Maleware: Webroot, 5 seat	1	\$150.00	\$195.00
Hardware/Software Sub-Total:			\$16,863.42
Software Tasks:	Hrs	Rate	Cost
Ignition Software Installation	8	\$210.00	\$1,680.00
Support Software installation	8	\$210.00	\$1,680.00
Base SCADA screens (Overview, Trends, Alarm Setpoints/Status)	24	\$210.00	\$5,040.00
Alarm Notification Configuration/Testing* (Need additional info on Network/ SMS Server access)	8	\$210.00	\$1,680.00
Site Visit for Installation/ Testing	8	\$210.00	\$1,680.00
Software Task Sub-Total:	56		\$11,760.00
Phase 1: Total =			\$28,623.42



Phase 2:Instrumentation to SCADA	Qty	Unit Cost	Cost
Alarm Dialer Modifications (move to PLC Outputs)	16	\$210.00	\$3,360.00
PLC: Move 3 Finished Water Analytics	8	\$210.00	\$1,680.00
SCADA: Add FW Analytics to Overview and Trends	8	\$210.00	\$1,680.00
Software Sub-total:	32		\$6,720.00
Phase 2: Total =			\$6,720.00
Contingency (10%)			\$3,500.00
PHASE 1 & 2 PROJECT TOTAL:			\$38,843.42

* Need more Network Information. Need to evaluate if there is existing firewall. Also, need info if there is a SMS server at district.

J. Stahler Agenda Items for the August 9, 2024 FPUD Public Meeting:

1. Approve a General Manger Report format and standard monthly requested information.

Recommend Action: Discuss and Approve a General Manager’s Report format and content.

Definition: A technology portal is a web-based platform that provides a centralized location for users to access information, services, and resources from multiple sources. Portals can be used to integrate data from internal and external sources and present users with a standard interface for accessing many different resources.

2. Information is critical to District decisions. The organization and access to information provides the opportunity to better understand District issues. In many organizations, a “Portal” is created where an organization’s information can be accessed by designated members of the organization

Recommend Action: Discuss and recommend future action to address the design and creation of a FPUD information ‘Portal’.

To: Board of Directors
From: Henry N. White
Date: October 2, 2024
Subject: General Manager's Report

Topics of General Interest:

1. **Audit Update** -A Request for Proposals for Audit Services was released on February 1, 2024. Foresthill received one proposal by the February 29 deadline. The Finance Committee met March 11, 2024, and reviewed the proposal. The proposal was determined to have complied with the request for proposals requirements including license requirements, experience, qualifications, and independence. On March 14, 2024, the Board of Directors approved the Finance Committee recommendation to execute a contract with Rogers, Anderson, Malody & Scott to conduct the audit. Foresthill hosted a kick-off meeting on April 24 to start the audit. Field work commenced June 10, 2024. Field work concluded in August 2024 and the draft document was completed in early October. The final report is expected to be available October 3, 2024.
2. **2024 Intent to Transfer submitted** - The 2024 Intent to Transfer was submitted to the Department of Water Resources on January 11, 2024. The potential transfer would consist of transferring 2,000 Acre Feet of water stored in Sugar Pine Reservoir during the months of June through September. Significant precipitation in February has increased state and federal water supply allocations which will increase difficulty in securing a transfer. The State Water Resources Control Board released storage and conveyance agreement templates on March 12, 2024. The transfer window closed October 1, 2024 and Foresthill was unable to transfer any water in 2024.
3. **Safety meeting update** - Staff held a safety meeting on August 20, 2024. The topic of the training was Fire Extinguisher safety and training on use. Staff learned proper use of fire extinguishers and proper fire extinguisher classifications. This training is qualified for continuing education requirements for the California Division of Drinking Water operator certification program.

4. **Safety meeting update** - Staff held a safety meeting on September 23, 2024. The topic of the safety meeting was how to avoid slips, trips and falls.
5. **August 28, 2024 Leak on Green Ridge Drive** - Customer call to after hours call center at 6:32 PM. I was paged at 6:48 PM. Operator on-site at 6:52 pm. Repairs complete at 2 AM. Staff reported to a leak at 6151 Green Ridge Drive at 6:48 pm. They repaired a leak in a 4" distribution line by installing a repair coupler. Water service was restored and the site cleaned up by 2 AM on August 29, 2024.
6. **Submittal of documents required by CA Division of Drinking Water** - Staff submitted a revised Bacteriological Sampling Site Plan to the Division of Drinking Water on September 4, 2024.
7. **Todd Valley Treated Water Storage Tank** - Staff held a kickoff meeting for the Todd Valley Storage Tank on September 5, 2024.
8. **Foresthill Forum** - Staff attended the Foresthill Forum on September 9, 2024, and gave a presentation on the need to extend the water right permit for Sugar Pine and to preserve the opportunity to install radial gates at the dam.
9. **Updated documents to CA Division of Drinking Water (DDW)** - Staff submitted an updated Stage 2 Disinfection Byproduct Monitoring Plan to the DDW on September 11, 2024. Staff submitted an updated Emergency Response Plan to DDW on September 16, 2024.