

LAKE ARROWHEAD COMMUNITY SERVICES DISTRICT

MEMORANDUM

DATE: May 23, 2023

TO: **BOARD OF DIRECTORS**
Lake Arrowhead Community Services District

FROM: **JOHN O'BRIEN, Finance Manager**
CATHERINE CERRI, General Manager

SUBJECT: **FISCAL YEAR 2022-23 FINANCIAL STATEMENTS AND CASH AND INVESTMENT REPORT FOR THE QUARTER ENDED MARCH 31, 2023**

A. RECOMMENDATION

This is an information item only.

B. REASON FOR RECOMMENDATION

This is an information item only.

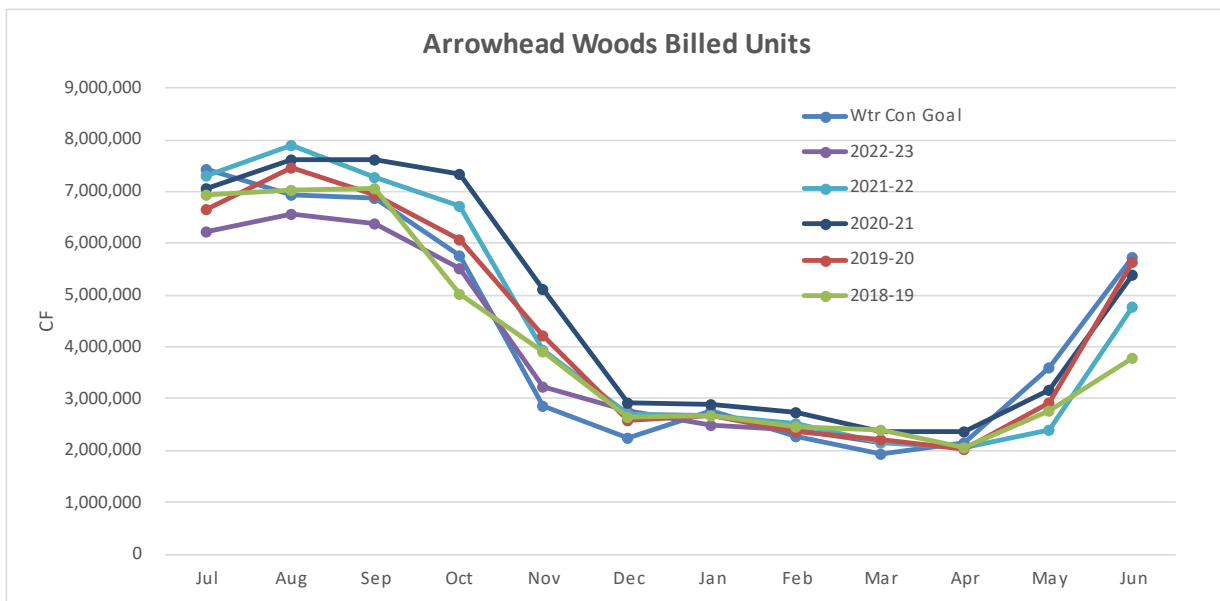
C. BACKGROUND INFORMATION

Quarterly reports are presented to the Board of Directors (Board) to provide the most current information on the financial activities of the Lake Arrowhead Community Services District (District) from which to base decisions. Additionally, per the District's Investment Policy, and as encouraged by California Government Code Section 53646, the Treasurer/Finance Manager, or his/her designee, shall submit to each member of the Board a quarterly investment report. This report includes the year-to-date financial statements and cash and investment report through the third quarter of fiscal year 2022-23, covering the period through March 31, 2023.

Summary of Significant Items – Financial Statements

Districtwide operating revenue as of March 31, 2023, of \$11.0 million, was approximately 1% lower as compared to the same period last year. Additional detail is below:

- Water operating revenue was \$152,000 or 3% lower as compared to the same period last year. As compared to budget, water operating revenue was 11% or \$626,000 lower primarily due to reduced consumption.
- Wastewater operating revenue was essentially flat as compared to the same period last year. As compared to current year budget, wastewater operating revenue was down 4% or \$214,000.
- Deer Lodge Park operating revenue was up 3% when compared to the same period last year and was 7% or \$10,000 below budget due to reduced consumption.
- Rimforest operating revenue was 30% or \$53,000 higher as compared to the same period last year and was 17% or \$46,000 below budget due to reduced consumption.



Consumption as of March 31, 2023, is as follows:

- Water billed units were 3.9% below the water conservation goal 2013 and reflected a decrease of 12.8% in consumption as compared to the same period last year.
- Deer Lodge Park year-to-date billed units were 13.7% lower as compared to the same period last year.
- Rimforest year-to-date billed units were .4% lower as compared to the same period last year.

Operating Expenses through March 2023

Expense	FYTD 2022-23	PYTD 2021-22	PY Var	PY var %	YTD Bgt	Bgt Var	Bgt Var %
Wages	3,767,810	3,602,255	165,555	5%	3,860,568	(92,758)	-2%
Health Ins	825,692	831,113	(5,421)	-1%	770,049	55,643	7%
Retirement	742,715	761,656	(18,941)	-2%	688,383	54,332	8%
FICA	279,737	269,648	10,089	4%	282,528	(2,791)	-1%
Employer Ins	30,124	81,800	(51,675)	-63%	120,537	(90,413)	-75%
Training	113,804	107,060	6,744	6%	138,546	(24,742)	-18%
Supplies	153,573	147,488	6,085	4%	213,255	(59,682)	-28%
Equipment	497,059	402,439	94,620	24%	716,598	(219,539)	-31%
Fleet	99,247	84,509	14,738	17%	161,046	(61,799)	-38%
Chemicals	232,839	173,927	58,912	34%	251,109	(18,270)	-7%
Meters	20,637	46,296	(25,659)	-55%	97,236	(76,599)	-79%
Liability Ins	282,466	217,268	65,199	30%	259,848	22,618	9%
Outside Services	542,450	525,913	16,537	3%	750,960	(208,510)	-28%
IT Services	252,198	192,576	59,622	31%	305,892	(53,694)	-18%
Legal	52,400	53,944	(1,544)	-3%	155,133	(102,733)	-66%
Electric	572,619	534,961	37,658	7%	515,214	57,405	11%
Utilities	354,714	323,263	31,451	10%	367,587	(12,873)	-4%
Permits	138,136	123,056	15,080	12%	126,765	11,371	9%
Other	16,133	15,144	989	7%	22,941	(6,808)	-30%
Subtotal	8,974,354	8,494,315	480,040	6%	9,804,195	(829,841)	-8%
Water Purchase	143,737	84,104	59,632	71%	449,002	(305,265)	-68%
Grand Total	9,118,091	8,578,419	539,672	6%	10,253,197	(1,135,106)	-11%

Overall operating expenses as of March 31, 2023, were approximately 6% higher as compared to the prior year and 11% below budget. Significant increases as compared to budget include increases in chemicals, electricity, health insurance and retirement costs. The District has seen significant decreases in wages and FICA due to recent employee turnover. Employer insurance was also significantly lower due to a large rebate from last year's experience.

The District did not purchase any water from CLAWA for Arrowhead Woods in the third quarter. The District has a balance of \$1.9 million for water that was prepaid to CLAWA. Also, in the first quarter, Deer Lodge Park purchased 2.91 acre-feet and Rimforest purchased 12.70 acre-feet from CLAWA.

Summary of Significant Items – Cash and Investment Report

All District investment activities and all components of the investment portfolio for the period comply, in all respects, with the District's Investment Policy. As of March 31, 2023, the District's market value of cash and investments totaled \$47.1 million and are allocated to the following accounts:

- Checking Account - \$5.0 million or 10.7% of portfolio allocation
- Local Agency Investment Fund (LAIF) – \$19.9 million or 42.3% of portfolio allocation
- Corporate Bonds - \$7.3 million or 15.5% of portfolio allocation
- Government Agencies - \$8.0 million or 16.8% of portfolio allocation
- Negotiable CDs - \$6.9 million or 14.7% of portfolio allocation

The majority of District funds are held in LAIF which has a current rate of 2.83%. All investments held by the District outside of LAIF have stated rates of .75% to 6.25%. The District's interest income was 340% or \$456,000 higher as compared to the same time in the prior year due to the District investing in instruments taking advantage of the increased interest rate environment.

D. FISCAL IMPACT

This is an information item only.

E. ENVIRONMENTAL IMPACT

This is an information item only.

F. ATTACHMENTS

- Q3 2022-23 Statement of Revenues, Expenses and Changes in Net Position
- Q3 2022-23 Statement of Net Position
- Q3 2022-23 Cash Flow Statement
- Q3 2022-23 Cash and Investment Report

Lake Arrowhead Community Services District
Preliminary Combining Statement of Net Position as of March

31, 2023

Assets	Water	Wastewater	DLP	Rimforest	Total
Current Assets:					
Pooled Cash and Investments	10,215,432	23,655,262	145,901	29,171	34,045,767
Restricted Cash and Investments	11,056,303	1,733,417	437,355	-	13,227,075
Accounts Receivable	469,115	1,475,777	10,526	33,197	1,988,616
Restricted Accounts Receivable	31,876	-	-	-	31,876
Tax Roll Receivable	-	699,737	-	-	699,737
Interest Receivable	52,864	98,177	-	-	151,041
Unbilled Accounts Receivable	-	-	-	-	-
Other Receivables & Deposits	36,548	115,299	-	-	151,847
Parts Inventory	242,406	111,535	-	-	353,942
Prepaid Expenses	188,960	215,752	1,177	2,354	408,243
Prepaid Water	1,880,051	-	-	-	1,880,051
Interfund Receivable	1,556,252	-	-	-	1,556,252
Total Current Assets	25,729,807	28,104,957	594,960	64,723	54,494,446
Capital Assets:					
Fixed Assets	63,010,634	86,015,594	2,019,488	476,984	151,522,699
Accumulated Depreciation	(28,320,800)	(43,854,774)	(981,852)	(123,266)	(73,280,692)
Intangible Asset	1,000,000	-	-	-	1,000,000
Accum Amortization of Intangible	(128,788)	-	-	-	(128,788)
Construction in Progress	3,786,282	8,082,227	51,364	8,555	11,928,429
Net Capital Assets	39,347,327	50,243,047	1,089,001	362,273	91,041,648
Total Assets	65,077,135	78,348,003	1,683,960	426,996	145,536,094
Deferred Outflows	2,558,919	3,325,112	52,045	68,094	6,004,170
Liabilities					
Current Liabilities:					
Accounts Payable	8,093	(7,278)	4,965	9,976	15,756
Accrued Payroll and Benefits	473	-	-	-	473
Compensated Absences	287,537	454,544	-	-	742,081
Deferred Revenue	-	556,357	-	-	556,357
Deposits & Retentions	91,819	160,020	-	-	251,838
Interest Payable	109,905	213,345	-	-	323,250
Bonds Payable	-	-	-	-	-
Interfund Payable	684,751	871,501	-	-	1,556,252
Total Current Liabilities	1,182,578	2,248,488	4,965	9,976	3,446,008
Non-Current Liabilities:					
Compensated Absences	116,210	177,312	-	-	293,523
Net Pension Liability	578,910	649,902	15,018	19,649	1,263,479
Bonds Payable	5,370,300	10,424,700	-	-	15,795,000
Bond Premium	776,996	1,508,286	-	-	2,285,282
Net Non-Current Liabilities	6,842,416	12,760,201	15,018	19,649	19,637,284
Total Liabilities	8,024,994	15,008,690	19,983	29,625	23,083,291
Deferred Inflows	1,164,908	1,422,736	30,219	39,538	2,657,401
Net Position					
Restricted	12,968,229	1,733,417	437,355	-	15,139,001
Unrestricted	11,500,896	23,689,926	159,447	63,654	35,413,923
Capital Assets	33,977,027	39,818,347	1,089,001	362,273	75,246,648
Total Net Position	58,446,152	65,241,690	1,685,803	425,927	125,799,572
Liabilities, Deferrals & Net Position	67,636,054	81,673,115	1,736,005	495,090	151,540,265
Beginning net position	58,089,388	63,203,902	1,699,235	375,381	123,367,906
Change in Net Position (NI)	356,765	2,037,789	(13,432)	50,546	2,431,667
Ending net position	58,446,153	65,241,691	1,685,803	425,927	125,799,573

Lake Arrowhead Community Services District

Fiscal Year 2022-23

Statement of Revenues, Expenses and Changes in Net Position and Fund Balances

	Water						
	MAR - 23 YTD	MAR -22 YTD	PY Var	%	YTD Budget	Bgt Var	%
Charges for Services	5,011,856	5,185,180	(173,324)	-3%	5,626,717	(614,861)	-11%
Other Op Income	144,479	123,188	21,291	17%	155,466	(10,987)	-7%
Total Revenue	5,156,335	5,308,368	(152,033)	-3%	5,782,183	(625,848)	-11%
Operations	1,599,092	1,368,752	230,340	17%	1,534,293	64,799	4%
Water Purchases	58,949	16,032	42,917	268%	371,583	(312,634)	-84%
Field Operations	716,817	773,721	(56,904)	-7%	773,973	(57,156)	-7%
Physical Plant	121,887	94,201	27,686	29%	148,302	(26,415)	-18%
Administration	1,099,560	1,168,614	(69,053)	-6%	1,309,725	(210,165)	-16%
Engineering	126,481	99,162	27,319	28%	92,448	34,033	37%
Water Conservation	163,729	188,044	(24,315)	-13%	188,010	(24,281)	-13%
Total Op Expense	3,886,515	3,708,526	177,990	5%	4,418,334	(531,819)	-12%
Net Operating Income	1,269,819	1,599,842	(330,023)	-21%	1,363,849	(94,030)	-7%
SWF or Prop Taxes	19,980	34,680	(14,700)	-42%	-	19,980	100%
Connection Fees	123,669	170,673	(47,004)	-28%	26,253	97,416	371%
Contributed Capital	-	-	-	100%	-	-	100%
Interest Income	267,558	63,932	203,626	319%	126,891	140,667	111%
Interest Expense	(167,726)	(176,205)	8,479	5%	(185,427)	17,701	10%
Depreciation	(1,181,991)	(1,203,681)	21,690	2%	(1,172,106)	(9,885)	-1%
Amortization	10,353	10,353	-	0%	10,359	(6)	0%
Other Expense	(1,207)	(1,105)	(102)	-9%	(1,206)	(1)	0%
Other Income	16,308	53,998	(37,690)	100%	3,321	12,987	391%
Total Non-Op Income	(913,055)	(1,047,354)	134,300	13%	(1,191,915)	278,860	23%
Net Income	356,765	552,488	(195,724)	-35%	171,934	184,831	108%
Beginning Net Position	58,089,388	55,895,058	2,194,330	4%	58,089,388	-	0%
Change in Net Position	356,765	552,488	(195,724)	-35%	171,934	184,831	108%
Ending Net Position	58,446,153	56,447,546	1,998,606	4%	58,261,322	184,831	0%

Fund Balances	Water						
	MAR - 23 YTD	MAR -22 YTD	PY Var	%	FY 22/23 Bgt	Bgt Var	%
-00 Operating Fund	3,483,031	3,263,127	219,904	7%	1,484,000	1,999,031	135%
-10 Capital Improvemnt	5,048,265	5,043,182	5,083	0%	2,417,948	2,630,317	109%
-20 Rate Stabilztn Fund	1,684,137	1,436,332	247,804	17%	1,663,000	21,137	1%
Total Pooled Cash	10,215,432	9,742,641	472,791	5%	5,564,948	4,650,484	84%
-50 New Facilities Fund	205,309	234,474	(29,166)	-12%	269,474	(64,165)	-24%
160 Supplemental Wtr Assessment Districts	10,850,994	11,293,689	(442,695)	-4%	9,627,729	1,223,265	13%
	-	-	-	100%	-	-	100%
Total Restricted Cash	11,056,303	11,528,163	(471,860)	-4%	9,897,203	1,159,100	12%
Total Cash	21,271,735	21,270,804	931	0%	15,462,151	5,809,584	38%

Lake Arrowhead Community Services District

Fiscal Year 2022-23

Statement of Revenues, Expenses and Changes in Net Position and Fund Balances

	Wastewater						
	MAR - 23 YTD	MAR -22 YTD	PY Var	%	YTD Budget	Bgt Var	%
Charges for Services	5,448,066	5,459,301	(11,235)	0%	5,669,925	(221,859)	-4%
Other Op Income	92,490	99,511	(7,021)	-7%	84,951	7,539	9%
Total Revenue	5,540,556	5,558,812	(18,256)	0%	5,754,876	(214,320)	-4%
Operations	2,181,277	2,024,542	156,736	8%	2,388,906	(207,629)	-9%
Water Purchases	-	-	-	0%	-	-	0%
Field Operations	910,412	881,595	28,817	3%	1,126,917	(216,505)	-19%
Physical Plant	222,048	176,423	45,625	26%	280,170	(58,122)	-21%
Administration	1,362,371	1,337,857	24,515	2%	1,500,813	(138,442)	-9%
Engineering	249,739	159,406	90,334	57%	150,930	98,809	65%
Water Conservation	-	-	-	0%	-	-	0%
Total Op Expense	4,925,848	4,579,821	346,026	8%	5,447,736	(521,888)	-10%
Net Operating Income	614,708	978,991	(364,283)	-37%	307,140	307,568	100%
SWF or Prop Taxes	2,764,203	2,511,654	252,548	10%	2,275,675	488,528	21%
Connection Fees	77,652	115,675	(38,023)	-33%	13,167	64,485	490%
Contributed Capital	-	-	-	100%	-	-	100%
Interest Income	314,381	68,152	246,229	361%	105,231	209,150	199%
Interest Expense	(325,586)	(342,045)	16,459	5%	(349,083)	23,497	7%
Depreciation	(1,588,460)	(1,545,961)	(42,499)	-3%	(1,730,610)	142,150	8%
Amortization	20,098	20,098	-	0%	20,097	1	0%
Other Expense	(2,343)	(2,145)	(198)	-9%	(5,364)	3,021	56%
Other Income	163,137	1,099,468	(936,331)	-85%	67,668	95,469	141%
Total Non-Op Income	1,423,081	1,924,896	(501,815)	-26%	396,781	1,026,300	259%
Net Income	2,037,789	2,903,886	(866,098)	-30%	703,921	1,333,868	189%
Beginning Net Position	63,203,902	57,417,365	5,786,537	10%	63,203,902	-	0%
Change in Net Position	2,037,789	2,903,886	(866,098)	-30%	703,921	1,333,868	189%
Ending Net Position	65,241,691	60,321,251	4,920,439	8%	63,907,823	1,333,868	2%

Fund Balances	Wastewater						
	MAR - 23 YTD	MAR -22 YTD	PY Var	%	FY 22/23 Bgt	Bgt Var	%
-00 Operating Fund	4,346,344	5,162,935	(816,592)	-16%	1,816,000	2,530,344	139%
-10 Capital Improvemnt	17,647,076	15,611,873	2,035,203	13%	436,532	17,210,544	3943%
-20 Rate Stabilztn Fund	1,661,842	1,589,799	72,043	5%	1,651,874	9,968	1%
Total Pooled Cash	23,655,262	22,364,608	1,290,654	6%	3,904,406	19,750,856	506%
-50 New Facilities Fund	102,540	131,246	(28,705)	-22%	149,108	(46,568)	-31%
160 Supplemental Wtr	-	-	-	100%	-	-	100%
Assessment Districts	1,630,874	1,606,565	24,309	2%	1,619,446	11,428	1%
Total Restricted Cash	1,733,417	1,737,812	(4,395)	0%	1,768,554	(35,137)	-2%
Total Cash	25,388,679	24,102,420	1,286,259	5%	5,672,960	19,715,719	348%

Lake Arrowhead Community Services District

Fiscal Year 2022-23

Statement of Revenues, Expenses and Changes in Net Position and Fund Balances

Deer Lodge Park							
	MAR - 23 YTD	MAR -22 YTD	PY Var	%	YTD Budget	Bgt Var	%
Charges for Services	122,534	121,315	1,219	1%	137,422	(14,888)	-11%
Other Op Income	9,163	6,944	2,219	32%	4,500	4,663	104%
Total Revenue	131,697	128,258	3,438	3%	141,922	(10,225)	-7%
Operations	51,833	42,010	9,823	23%	70,641	(18,808)	-27%
Water Purchases	30,436	25,377	5,058	20%	30,730	(294)	-1%
Field Operations	19,915	17,530	2,384	14%	24,570	(4,655)	-19%
Physical Plant	2,368	1,754	614	35%	2,889	(521)	-18%
Administration	27,946	33,346	(5,400)	-16%	33,066	(5,120)	-15%
Engineering	3,405	2,644	761	29%	2,520	885	35%
Water Conservation	-	-	-	0%	-	-	0%
Total Op Expense	135,903	122,662	13,241	11%	164,416	(28,513)	-17%
Net Operating Income	(4,206)	5,596	(9,803)	-175%	(22,494)	18,288	81%
SWF or Prop Taxes	-	-	-	0%	-	-	0%
Connection Fees	15,579	15,579	-	0%	-	15,579	0%
Contributed Capital	-	-	-	0%	-	-	0%
Interest Income	7,205	1,791	5,414	302%	3,942	3,263	83%
Interest Expense	-	-	-	0%	-	-	100%
Depreciation	(32,226)	(32,226)	-	0%	(32,229)	3	0%
Amortization	-	-	-	0%	-	-	0%
Other Expense	-	-	-	0%	-	-	0%
Other Income	216	49	167	100%	-	216	100%
Total Non-Op Income	(9,226)	(14,807)	5,581	38%	(28,287)	19,061	67%
Net Income	(13,432)	(9,210)	(4,222)	-46%	(50,781)	37,349	74%
Beginning Net Position	1,699,235	1,664,931	34,304	2%	1,699,235	-	0%
Change in Net Position	(13,432)	(9,210)	(4,222)	-46%	(50,781)	37,349	74%
Ending Net Position	1,685,803	1,655,721	30,082	2%	1,648,454	37,349	2%

Deer Lodge Park							
Fund Balances	MAR - 23 YTD	MAR -22 YTD	PY Var	%	FY 22/23 Bgt	Bgt Var	%
-00 Operating Fund	84,895	67,249	17,645	26%	54,000	30,895	57%
-10 Capital Improvemnt	33,436	69,279	(35,842)	-52%	67,588	(34,152)	-51%
-20 Rate Stabilztn Fund	27,570	27,151	419	2%	38,017	(10,447)	-27%
Total Pooled Cash	145,901	163,679	(17,777)	-11%	159,605	(13,704)	-9%
-50 New Facilities Fund	30,875	29,825	1,050	4%	29,919	956	3%
160 Supplemental Wtr	-	-	-	100%	-	-	100%
Assessment Districts	406,480	400,427	6,053	2%	63,669	342,811	538%
Total Restricted Cash	437,355	430,251	7,103	2%	93,588	343,767	367%
Total Cash	583,256	593,930	(10,674)	-2%	253,193	330,063	130%

Lake Arrowhead Community Services District

Fiscal Year 2022-23

Statement of Revenues, Expenses and Changes in Net Position and Fund Balances

	Rimforest						
	MAR - 23 YTD	MAR -22 YTD	PY Var	%	YTD Budget	Bgt Var	%
Charges for Services	223,558	175,893	47,665	27%	272,600	(49,042)	-18%
Other Op Income	8,000	2,323	5,677	244%	5,022	2,978	59%
Total Revenue	231,558	178,216	53,342	30%	277,622	(46,064)	-17%
Operations	26,936	28,433	(1,496)	-5%	34,038	(7,102)	-21%
Water Purchases	54,352	42,695	11,657	27%	46,689	7,663	16%
Field Operations	25,233	33,312	(8,079)	-24%	36,810	(11,577)	-31%
Physical Plant	4,567	3,279	1,288	39%	1,989	2,578	130%
Administration	52,308	54,765	(2,457)	-4%	60,435	(8,127)	-13%
Engineering	6,429	4,926	1,504	31%	5,085	1,344	26%
Water Conservation	-	-	-	0%	-	-	0%
Total Op Expense	169,825	167,410	2,415	1%	185,046	(15,221)	-8%
Net Operating Income	61,733	10,806	50,927	471%	92,576	(30,843)	-33%
SWF or Prop Taxes	-	-	-	0%	-	-	0%
Connection Fees	-	-	-	0%	-	-	0%
Contributed Capital	-	-	-	0%	-	-	0%
Interest Income	306	-	306	100%	495	(189)	-38%
Interest Expense	-	(1,213)	1,213	100%	-	-	100%
Depreciation	(11,925)	(11,925)	-	0%	(11,925)	0	0%
Amortization	-	-	-	0%	-	-	0%
Other Expense	-	-	-	0%	(54)	54	0%
Other Income	431	98	333	0%	-	431	100%
Total Non-Op Income	(11,187)	(13,039)	1,852	14%	(11,484)	297	3%
Net Income	50,546	(2,233)	52,779	2363%	81,092	(30,546)	-38%
Beginning Net Position	375,381	340,041	35,340	10%	375,381	-	0%
Change in Net Position	50,546	(2,233)	52,779	2363%	81,092	(30,546)	-38%
Ending Net Position	425,927	337,808	88,119	26%	456,473	(30,546)	-7%

	Rimforest						
	MAR - 23 YTD	MAR -22 YTD	PY Var	%	FY 22/23 Bgt	Bgt Var	%
Fund Balances							
-00 Operating Fund	37,064	(46,740)	83,803	179%	62,000	(24,936)	-40%
-10 Capital Improvemnt	(7,893)	4,814	(12,706)	-264%	-	(7,893)	100%
-20 Rate Stabilztn Fund	-	-	-	100%	-	-	100%
Total Pooled Cash	29,171	(41,926)	71,097	170%	62,000	(32,829)	-53%
-50 New Facilities Fund	-	-	-	100%	-	-	100%
160 Supplemental Wtr	-	-	-	100%	-	-	100%
Assessment Districts	-	-	-	100%	-	-	100%
Total Restricted Cash	-	-	-	100%	-	-	100%
Total Cash	29,171	(41,926)	71,097	170%	62,000	(32,829)	-53%

Lake Arrowhead Community Services District

Fiscal Year 2022-23

Statement of Revenues, Expenses and Changes in Net Position and Fund Balances

	LACSD Total						
	MAR - 23 YTD	MAR -22 YTD	PY Var	%	YTD Budget	Bgt Var	%
Charges for Services	10,806,013	10,941,688	(135,675)	-1%	11,706,664	(900,651)	-8%
Other Op Income	254,131	231,966	22,165	10%	249,939	4,192	2%
Total Revenue	11,060,145	11,173,654	(113,510)	-1%	11,956,603	(896,458)	-7%
Operations	3,859,139	3,463,736	395,402	11%	4,027,878	(168,739)	-4%
Water Purchases	143,737	84,104	59,632	71%	449,002	(305,265)	-68%
Field Operations	1,672,376	1,706,159	(33,783)	-2%	1,962,270	(289,894)	-15%
Physical Plant	350,870	275,657	75,213	27%	433,350	(82,480)	-19%
Administration	2,542,185	2,594,581	(52,396)	-2%	2,904,039	(361,854)	-12%
Engineering	386,055	266,138	119,917	45%	250,983	135,072	54%
Water Conservation	163,729	188,044	(24,315)	-13%	188,010	(24,281)	-13%
Total Op Expense	9,118,091	8,578,419	539,672	6%	10,215,532	(1,097,441)	-11%
Net Operating Income	1,942,054	2,595,235	(653,182)	-25%	1,741,071	200,983	12%
SWF or Prop Taxes	2,784,183	2,546,335	237,848	9%	2,275,675	508,508	22%
Connection Fees	216,900	301,927	(85,027)	-28%	39,420	177,480	450%
Contributed Capital	-	-	-	100%	-	-	100%
Interest Income	589,451	133,875	455,576	340%	236,559	352,892	149%
Interest Expense	(493,312)	(519,463)	26,150	5%	(534,510)	41,198	8%
Depreciation	(2,814,601)	(2,793,792)	(20,809)	-1%	(2,946,870)	132,269	4%
Amortization	30,451	30,451	-	0%	30,456	(5)	0%
Other Expense	(3,550)	(3,250)	(300)	-9%	(6,624)	3,074	46%
Other Income	180,092	1,153,612	(973,521)	-84%	70,989	109,103	154%
Total Non-Op Income	489,613	849,696	(360,083)	-42%	(834,905)	1,324,518	159%
Net Income	2,431,667	3,444,931	(1,013,264)	-29%	906,166	1,525,501	168%
Beginning Net Position	123,367,906	115,317,395	8,050,511	7%	123,367,906	-	0%
Change in Net Position	2,431,667	3,444,931	(1,013,264)	-29%	906,166	1,525,501	168%
Ending Net Position	125,799,573	118,762,326	7,037,247	6%	124,274,072	1,525,501	1%
	LACSD Total						
Fund Balances	MAR - 23 YTD	MAR -22 YTD	PY Var	%	FY 22/23 Bgt	Bgt Var	%
-00 Operating Fund	7,951,333	8,446,572	(495,239)	-6%	3,416,000	4,535,333	133%
-10 Capital Improvemnt	22,720,885	20,729,148	1,991,737	10%	2,922,068	19,798,817	678%
-20 Rate Stabilztn Fund	3,373,549	3,053,282	320,267	10%	3,352,891	20,658	1%
Total Pooled Cash	34,045,767	32,229,002	1,816,765	6%	9,690,959	24,354,808	251%
-50 New Facilities Fund	338,724	395,544	(56,820)	-14%	448,501	(109,777)	-24%
160 Supplemental Wtr	10,850,994	11,293,689	(442,695)	-4%	9,627,729	1,223,265	13%
Assessment Districts	2,037,353	2,006,991	30,362	2%	1,683,115	354,238	21%
Total Restricted Cash	13,227,075	13,696,227	(469,152)	-3%	11,759,345	1,467,730	12%
Total Cash	47,272,842	45,925,229	1,347,613	3%	21,450,304	25,822,538	120%

Lake Arrowhead Community Services District Cash Flow Statement

Preliminary Fiscal Year 2021-22

	<u>Water</u>	<u>Wastewater</u>	<u>DLP</u>	<u>RF</u>	<u>YTD 2019-20</u>
Change in Net Position (Net Income)	356,765	2,037,789	(13,432)	50,546	2,431,667
Depreciation & Amortization	1,154,856	1,535,354	32,226	11,925	2,734,361
Asset Disposal	-	-	-	-	-
Net Cash from Income Statement	<u>1,511,620</u>	<u>3,573,143</u>	<u>18,794</u>	<u>62,470</u>	<u>5,166,027</u>
Customer Accounts Receivable	785,114	93,280	22,606	19,365	920,365
Other Receivables	(88)	700	-	-	612
Prepaid Expenses	(84,603)	(157,119)	-	-	(241,722)
Prepaid Water	-	-	-	-	-
Accounts Payable	(239,130)	(438,136)	(484)	(6,138)	(683,888)
Net Pension Liability	-	-	-	-	-
Accrued Liabilities	(144,312)	232,323	(3,271)	(4,174)	80,565
Deposits & Retentions	26,713	(47,504)	-	-	(20,791)
Parts Inventory	-	-	-	-	-
Total Sources (Uses) of Cash	<u>343,693</u>	<u>(316,457)</u>	<u>18,851</u>	<u>9,053</u>	<u>55,140</u>
Net Cash Flow from Operating Activities	1,855,314	3,256,686	37,645	71,523	5,221,168
CASH FLOW FROM FINANCING ACTIVITIES:					
Additions to Fixed Assets	(52,300)	(197,622)	-	-	(249,922)
Construction in Progress	(1,530,567)	(1,638,951)	(51,364)	-	(3,220,883)
Bond Principal	(265,361)	(515,113)	-	-	(780,475)
Contributions to Financing Activities	25,508	49,516	-	-	-
SRF Loan & Notes Payable	-	-	-	-	-
Interfund Payable/Receivable	-	-	-	-	-
Interest Payable	52,084	101,104	-	-	153,187
Net Cash Flow from Financing Activities	<u>(1,770,637)</u>	<u>(2,201,066)</u>	<u>(51,364)</u>	<u>-</u>	<u>(4,098,091)</u>
CASH FLOW FROM INVESTING ACTIVITIES:					
Interest Receivable	(28,709)	(53,318)	-	-	(82,027)
Net Cash Flow from Investing Activities	<u>(28,709)</u>	<u>(53,318)</u>	<u>-</u>	<u>-</u>	<u>(82,027)</u>
Net Increase (Decrease) in Cash	55,967	1,002,302	(13,720)	71,523	1,116,073
Cash at Beginning of Period	21,215,768	24,386,377	596,976	(42,352)	46,156,769
Cash and Equivalents at End of Period	<u>21,271,735</u>	<u>25,388,679</u>	<u>583,256</u>	<u>29,171</u>	<u>47,272,842</u>



Lake Arrowhead Community Services District
Cash and Investment Report
as of March 31, 2023

Summary of Portfolio Assets

Category	Book Value	Adj Book Value	Market Value	Percent of Portfolio	Current Quarterly Yield
Checking Account	5,031,562	5,031,562	5,031,562	10.7%	0.00%
LAIF	19,875,433	19,875,433	19,875,433	42.2%	2.83%
Corporate Bonds	7,750,000	7,750,000	7,299,205	15.5%	3.77%
Gov't Agencies	7,960,000	7,960,000	7,960,495	16.9%	4.16%
Negotiable CDs	7,250,000	7,250,000	6,966,713	14.8%	3.24%
Total Cash & Investments	47,866,995	47,866,995	47,133,408	100.0%	2.97%

Summary of Portfolio Liquidity

Category	Book Value	Percent of Portfolio	Market Value	Percent of Portfolio	Par Value	Percent of Portfolio
On Demand	24,906,995	52.0%	24,906,995	52.8%	24,906,995	52.0%
Within 2022-23	500,000	1.0%	498,920	1.1%	500,000	1.0%
Within 2023-24	2,750,000	5.7%	2,716,925	5.8%	2,750,000	5.7%
Within 2024-25	7,710,000	16.1%	7,673,970	16.3%	7,710,000	16.1%
Within 2025-26	5,500,000	11.5%	4,972,953	10.6%	5,500,000	11.5%
Within 2026-27	2,000,000	4.2%	1,887,271	4.0%	2,000,000	4.2%
Within 2027-28	4,500,000	9.4%	4,476,374	9.5%	4,500,000	9.4%
Total	47,866,995	100.0%	47,133,408	100.0%	47,866,995	100.0%



Lake Arrowhead Community Services District
Portfolio Details
as of March 31, 2023

Type	Issuer	CUSIP	Purchase Date	Maturity Date	Par Value	Market Value	Book Value	Stated Rate
Checking Account	Union Bank				\$ 5,031,562	\$ 5,031,562	\$ 5,031,562	
LAIF	LAIF				\$ 19,875,433	\$ 19,875,433	\$ 19,875,433	2.83%
Negotiable CD	Mainstreet Bank	56065GAE8	4/26/2019	4/26/2023	\$ 250,000	\$ 249,577	\$ 250,000	2.55%
Negotiable CD	Citibank National Association	17312QL98	5/23/2018	5/23/2023	\$ 250,000	\$ 249,343	\$ 250,000	3.20%
Negotiable CD	Medallion Bank	58404DEL1	6/11/2019	12/11/2023	\$ 250,000	\$ 245,335	\$ 250,000	2.40%
Negotiable CD	Morgan Stanley Private Bank	61760AYR4	4/11/2019	4/11/2024	\$ 250,000	\$ 244,285	\$ 250,000	2.80%
Negotiable CD	Comenity Capital Bank	20033AU38	4/15/2019	4/15/2024	\$ 250,000	\$ 244,173	\$ 250,000	2.80%
Negotiable CD	Celtic Bank	15118RUV7	4/17/2020	4/17/2024	\$ 250,000	\$ 240,582	\$ 250,000	2.80%
Negotiable CD	Morgan Stanley NA Bank	61690UHB9	6/6/2019	6/6/2024	\$ 250,000	\$ 243,225	\$ 250,000	2.70%
Negotiable CD	Valley Strong Credit Union	920133AN5	2/10/2023	2/10/2025	\$ 250,000	\$ 250,093	\$ 250,000	5.10%
Negotiable CD	First National Bank of Omaha	332135KK7	2/18/2023	2/18/2025	\$ 250,000	\$ 248,125	\$ 250,000	4.55%
Negotiable CD	Nicolet National Bank	654062LB2	12/28/2021	3/28/2025	\$ 250,000	\$ 245,965	\$ 250,000	4.10%
Negotiable CD	Ally Bank	02007GSW4	6/9/2022	6/9/2025	\$ 250,000	\$ 238,990	\$ 250,000	2.80%
Negotiable CD	Hardin County Bank	412022DA0	10/18/2021	8/18/2025	\$ 250,000	\$ 229,627	\$ 250,000	1.30%
Negotiable CD	Farmers & Merchants Bank	307811EZ8	9/29/2022	9/29/2025	\$ 250,000	\$ 243,110	\$ 250,000	3.75%
Negotiable CD	Guthrie County State Bank	40341PBH0	9/29/2022	9/29/2025	\$ 250,000	\$ 244,617	\$ 250,000	4.00%
Negotiable CD	Signature Bank of New York	82669GET7	9/29/2022	9/29/2025	\$ 250,000	\$ 244,900	\$ 250,000	4.05%
Negotiable CD	First National Bank McGregor	32112UEC1	9/30/2022	9/30/2025	\$ 250,000	\$ 243,105	\$ 250,000	3.75%
Negotiable CD	Legacy Bank and Trust	52470QCA0	9/30/2022	9/30/2025	\$ 250,000	\$ 244,573	\$ 250,000	4.00%
Negotiable CD	American Express National Bank	02589AE24	10/6/2022	10/6/2025	\$ 250,000	\$ 246,933	\$ 250,000	4.40%
Negotiable CD	City National Bank of Los Angeles	178180GU3	1/12/2023	1/12/2026	\$ 250,000	\$ 246,375	\$ 250,000	4.35%
Negotiable CD	First Fed Bank City FLA	32022WCH7	3/31/2023	3/31/2026	\$ 250,000	\$ 250,203	\$ 250,000	5.50%
Negotiable CD	Toyota Financial Services	89235MLE9	7/29/2021	7/29/2026	\$ 250,000	\$ 219,925	\$ 250,000	0.95%
Negotiable CD	UBS Salt Lake City	90348JS92	9/9/2021	9/9/2026	\$ 250,000	\$ 218,727	\$ 250,000	0.95%
Negotiable CD	Live Oak Bank	538036SV7	10/19/2021	10/19/2026	\$ 250,000	\$ 217,382	\$ 250,000	0.90%
Negotiable CD	State Bank India Chicago	856283U95	10/19/2021	10/19/2026	\$ 250,000	\$ 219,698	\$ 250,000	1.15%
Negotiable CD	Capital One	14042RQS3	4/20/2022	4/20/2027	\$ 250,000	\$ 230,782	\$ 250,000	2.80%
Negotiable CD	Decorah Bank and Trust	243594AR9	9/23/2022	9/23/2027	\$ 250,000	\$ 238,115	\$ 250,000	3.70%
Negotiable CD	First Financial Bank USA Dakota	32022RTL1	10/1/2022	10/1/2027	\$ 250,000	\$ 238,085	\$ 250,000	3.70%
Negotiable CD	Synchrony Bank	87165EX77	10/7/2022	10/7/2027	\$ 250,000	\$ 244,680	\$ 250,000	4.35%
Negotiable CD	Discover Bank	254673V37	10/12/2022	10/12/2027	\$ 250,000	\$ 246,183	\$ 250,000	4.50%
Gov't Agency	Federal Home Loan Bank Services	3130AUXN9	2/15/2023	2/15/2024	\$ 1,500,000	\$ 1,499,325	\$ 1,500,000	5.00%
Gov't Agency	United States Treasury	91282CFN6	2/28/2023	9/30/2024	\$ 2,960,000	\$ 2,956,655	\$ 2,960,000	4.25%
Gov't Agency	Federal National Mortgage Assn	3135GAF71	2/27/2023	11/27/2024	\$ 3,500,000	\$ 3,504,515	\$ 3,500,000	5.10%
Corporate Bond	Citigroup Inc.	17298CKV9	12/8/2020	12/8/2025	\$ 1,000,000	\$ 819,440	\$ 1,000,000	1.00%
Corporate Bond	JPMorgan Chase & Co.	48128G4B3	12/22/2020	12/22/2025	\$ 1,000,000	\$ 866,420	\$ 1,000,000	0.75%



Lake Arrowhead Community Services District
Portfolio Details - continued
as of March 31, 2023

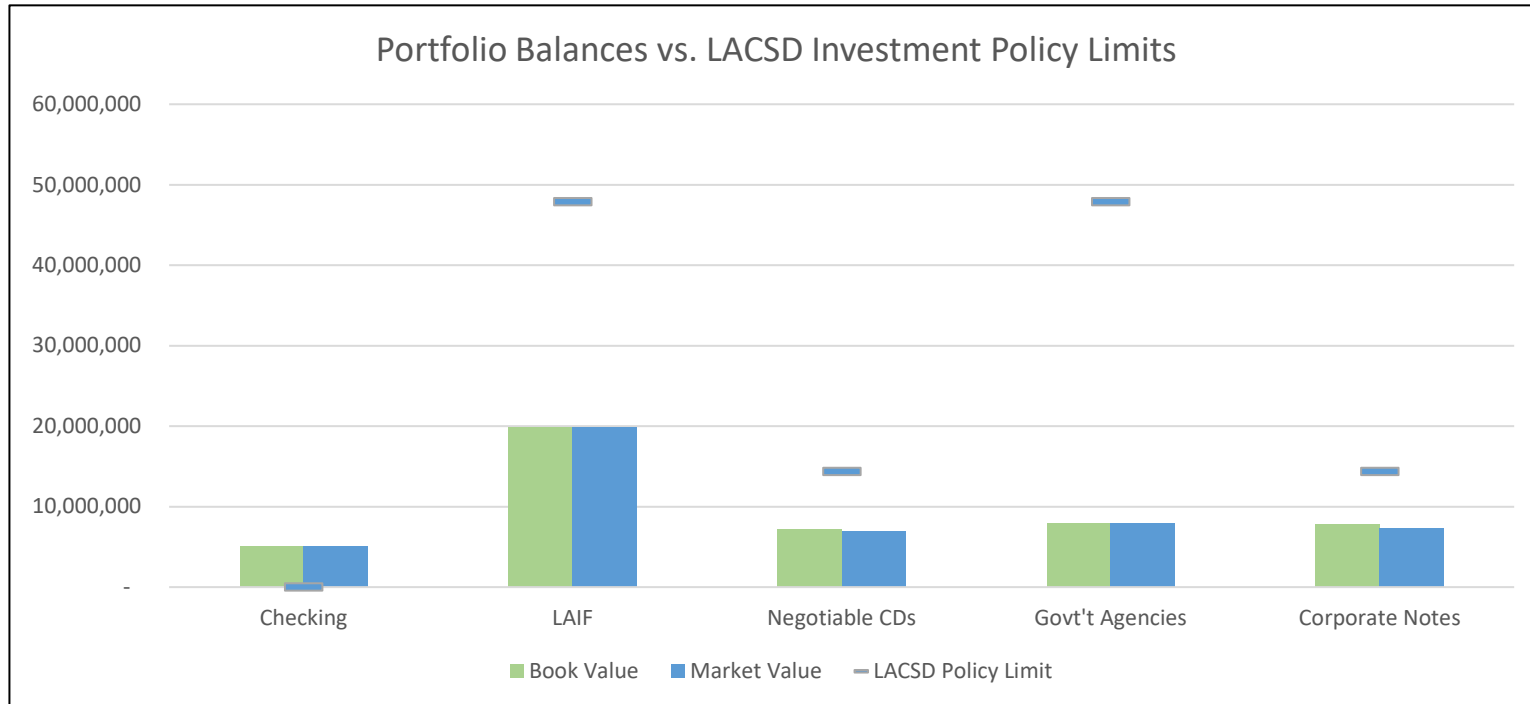
Type	Issuer	CUSIP	Purchase Date	Maturity Date	Par Value	Market Value	Book Value	Stated Rate
Corporate Bond	TD Bank Services	89114TK84	3/16/2021	3/16/2026	\$ 1,000,000	\$ 884,625	\$ 1,000,000	1.05%
Corporate Bond	Barclay's Bank	06748XSF9	9/29/2022	9/26/2026	\$ 1,000,000	\$ 981,294	\$ 1,000,000	4.50%
Corporate Bond	Goldman Sachs	38150APH2	10/5/2022	10/5/2027	\$ 1,000,000	\$ 984,990	\$ 1,000,000	6.25%
Corporate Bond	Bank of America	06048WZ29	10/20/2022	10/20/2027	\$ 750,000	\$ 750,000	\$ 750,000	6.00%
Corporate Bond	Royal Bank Canada	78014RKF6	1/18/2023	1/18/2028	\$ 1,000,000	\$ 1,006,596	\$ 1,000,000	5.45%
Corporate Bond	Morgan Stanley Fin Srv LLC	61766YMT5	1/20/2023	1/20/2028	\$ 1,000,000	\$ 1,005,840	\$ 1,000,000	5.15%



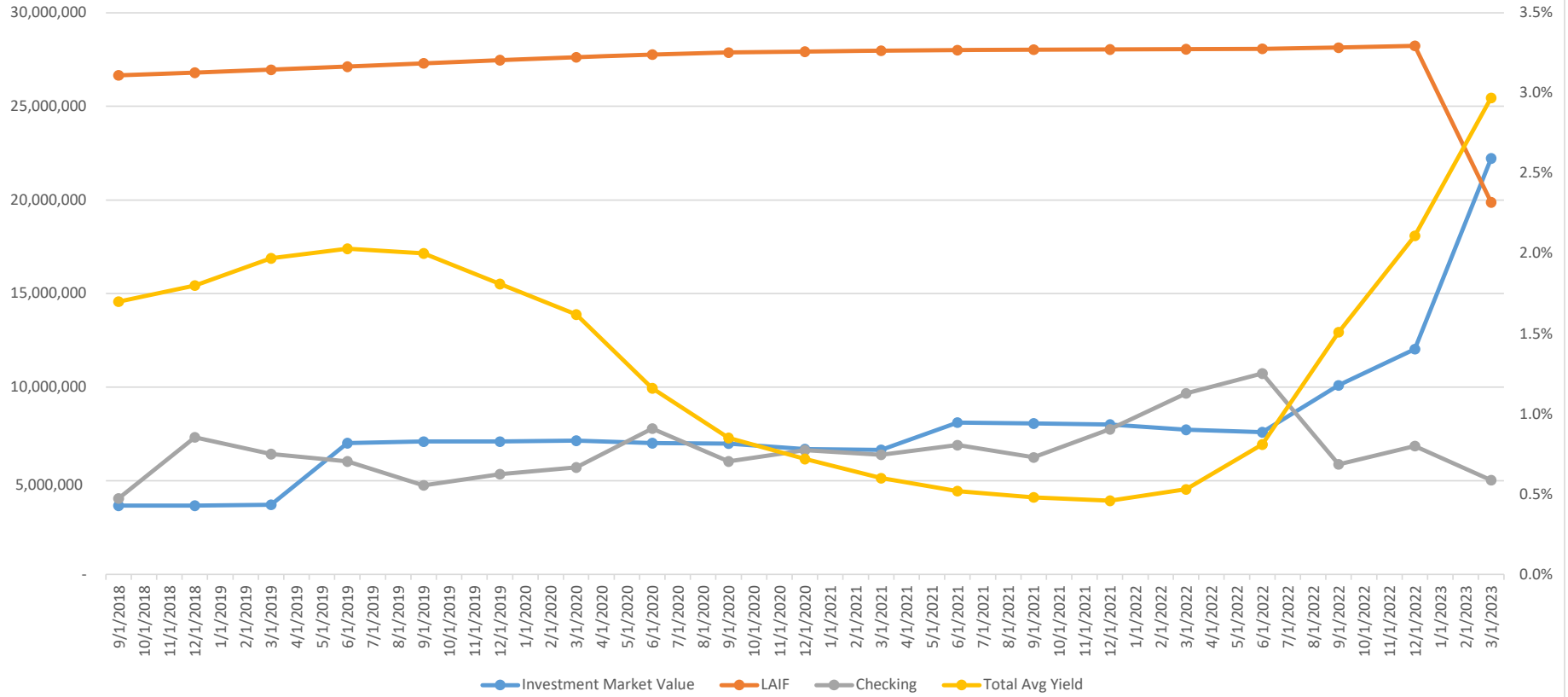
Lake Arrowhead Community Services District Investment Policy Compliance Report

as of March 31, 2023

Investment Type	Book Value	Market Value	LACSD Policy Limit	Description of Limit
Checking	5,031,562	5,031,562	None	None
LAIF	19,875,433	19,875,433	47,866,995	Up to 100% of portfolio
Negotiable CDs	7,250,000	6,966,713	14,360,099	Up to 30% of portfolio
Gov't Agencies	7,960,000	7,960,495	47,866,995	Up to 100% of portfolio
Corporate Notes	7,750,000	7,299,205	14,360,099	Up to 30% of portfolio
Total Portfolio	47,866,995	47,133,408		



5 Year Balance and Yield History



Market Rates

