

**LAKE ARROWHEAD COMMUNITY SERVICES DISTRICT**

**MEMORANDUM**

**DATE:** November 8, 2022

**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 SEPTEMBER 30, 2022**

**A. RECOMMENDATION**

This is an information item only.

**B. REASON FOR RECOMMENDATION**

This is an information item only.

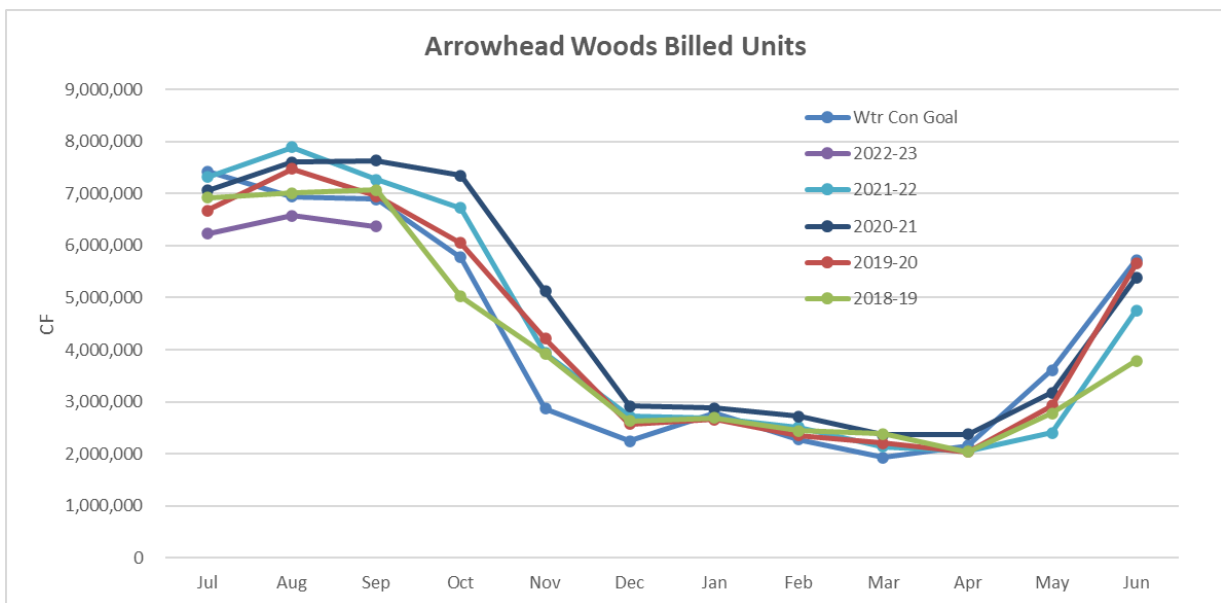
**C. BACKGROUND INFORMATION**

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 first quarter of fiscal year 2022-23, covering the period through September 30, 2022.

Summary of Significant Items – Financial Statements

Districtwide operating revenue as of September 30, 2022, of \$3.4 million, was approximately 6% lower as compared to the same period last year. Additional detail is below:

- Water operating revenue was \$1,720,000 or 9% lower as compared to the same period last year. As compared to budget, water operating revenue was 3% or \$47,000 lower primarily due to reduced consumption.
- Wastewater operating revenue was 4% or \$62,000 lower as compared to the same period last year. As compared to current year budget, wastewater operating revenue was down 6%.
- Deer Lodge Park operating revenue was down 9% when compared to the same period last year and was 8% or \$3,200 below budget.
- Rimforest operating revenue was 25% or \$13,800 higher as compared to the same period last year and was 9% or \$6,700 below budget.



Consumption as of September 30, 2022, is as follows:

- Water billed units were 10.9% below the water conservation goal 2013 and reflected a decrease of 14.7% in consumption as compared to the same period last year.
- Deer Lodge Park year-to-date billed units were 12% lower as compared to the same period last year.
- Rimforest year-to-date billed units were 3.8% lower as compared to the same period last year.

**Operating Expenses through September 2022**

Expense	FYTD 2022-23	PYTD 2021-22	PY Var	PY var %	YTD Bgt	Bgt Var	Bgt Var %
Wages	1,044,774	1,046,948	(2,174)	0%	1,248,301	(203,527)	-16%
Health Ins	269,736	280,829	(11,093)	-4%	269,683	53	0%
Retirement	247,469	261,381	(13,911)	-5%	242,461	5,008	2%
FICA	78,362	78,301	61	0%	94,176	(15,814)	-17%
Employer Ins	4,169	27,435	(23,266)	-85%	40,179	(36,010)	-90%
Training	42,340	50,695	(8,355)	-16%	46,182	(3,842)	-8%
Supplies	66,220	57,579	8,640	15%	71,085	(4,865)	-7%
Equipment	193,914	100,864	93,050	92%	238,866	(44,952)	-19%
Fleet	45,572	22,981	22,591	98%	53,682	(8,110)	-15%
Chemicals	115,600	55,171	60,429	110%	83,703	31,897	38%
Meters	2,564	28,740	(26,176)	-91%	32,412	(29,848)	-92%
Liability Ins	83,147	66,010	17,137	26%	86,616	(3,469)	-4%
Outside Services	112,379	130,518	(18,140)	-14%	250,320	(137,941)	-55%
IT Services	79,182	53,361	25,821	48%	101,964	(22,782)	-22%
Legal	27,346	4,095	23,250	568%	51,711	(24,365)	-47%
Electric	159,238	180,209	(20,970)	-12%	171,738	(12,500)	-7%
Utilities	101,150	101,995	(845)	-1%	122,529	(21,379)	-17%
Permits	19,480	16,619	2,862	17%	42,255	(22,775)	-54%
Other	1,130	1,001	129	13%	7,647	(6,517)	-85%
Subtotal	2,693,773	2,564,731	129,042	5%	3,255,510	(561,737)	-17%
Water Purchase	100,630	52,821	47,808	91%	148,650	(48,021)	-32%
Grand Total	2,794,402	2,617,552	176,850	7%	3,404,160	(609,758)	-18%

Overall operating expenses as of September 30, 2022, were approximately 7% higher as compared to the prior year and 18% below budget. Significant increases as compared to budget include increases in chemicals, due to inflationary pressures. The District has seen significant decreases in wages and FICA due to recent employee turnover. Employer insurance was also lower in the first quarter due to a large rebate from last year's experience.

The District did not purchase any water from CLAWA for Arrowhead Woods in the first quarter. The District has a balance of \$1.8 million for water that was prepaid to CLAWA. Also, in the first quarter, Deer Lodge Park purchased 10.94 acre-feet and Rimforest purchased 11.99 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 September 30, 2022, the District's market value of cash and investments totaled \$44.1 million and are allocated to the following accounts:

- Checking Account - \$5.9 million or 13.3% of portfolio allocation
- Local Agency Investment Fund (LAIF) – \$28.1 million or 63.8% of portfolio allocation
- Corporate Bonds - \$3.6 million or 8.1% of portfolio allocation
- Negotiable CDs - \$6.5 million or 14.8% of portfolio allocation

The majority of District funds are held in LAIF which has a current rate of 1.51%. All investments held by the District outside of LAIF have stated rates of .75% to 4.5%. The District's interest income was 242% or \$72,000 higher as compared to the same time in the prior year due to the District investing in instruments to take advantage of the increasing interest rate environment.

**D. FISCAL IMPACT**

This is an information item only.

**E. ENVIRONMENTAL IMPACT**

This is an information item only.

**F. ATTACHMENTS**

- Q3 2021-22 Statement of Revenues, Expenses and Changes in Net Position
- Q3 2021-22 Statement of Net Position
- Q3 2021-22 Cash Flow Statement
- Q3 2021-22 Cash and Investment Report

**Lake Arrowhead Community Services District**  
**Preliminary Combining Statement of Net Position as of September**  
**30, 2022**

<b>Assets</b>	<b>Water</b>	<b>Wastewater</b>	<b>DLP</b>	<b>Rimforest</b>	<b>Total</b>
<b>Current Assets:</b>					
Pooled Cash and Investments	9,563,344	21,160,207	125,909	(19,379)	30,830,082
Restricted Cash and Investments	11,270,757	1,638,023	417,287	-	13,326,067
Accounts Receivable	657,750	1,552,273	14,554	32,491	2,257,068
Restricted Accounts Receivable	34,776	-	-	-	34,776
Tax Roll Receivable	-	1,680,674	-	-	1,680,674
Interest Receivable	33,503	62,220	-	-	95,724
Unbilled Accounts Receivable	-	-	-	-	-
Other Receivables & Deposits	37,363	115,774	-	-	153,137
Parts Inventory	242,406	111,535	-	-	353,942
Prepaid Expenses	251,498	331,893	1,177	2,354	586,922
Prepaid Water	1,880,051	-	-	-	1,880,051
Interfund Receivable	1,556,252	-	-	-	1,556,252
<b>Total Current Assets</b>	<b>25,527,701</b>	<b>26,652,601</b>	<b>558,928</b>	<b>15,466</b>	<b>52,754,695</b>
<b>Capital Assets:</b>					
Fixed Assets	62,950,758	85,851,463	2,019,488	476,984	151,298,693
Accumulated Depreciation	(27,557,309)	(42,814,943)	(960,368)	(115,316)	(71,447,935)
Intangible Asset	1,000,000	-	-	-	1,000,000
Accum Amortization of Intangible	(123,737)	-	-	-	(123,737)
Construction in Progress	3,067,293	7,085,000	51,364	8,555	10,212,212
<b>Net Capital Assets</b>	<b>39,337,005</b>	<b>50,121,520</b>	<b>1,110,485</b>	<b>370,223</b>	<b>90,939,233</b>
<b>Total Assets</b>	<b>64,864,706</b>	<b>76,774,121</b>	<b>1,669,413</b>	<b>385,689</b>	<b>143,693,928</b>
Deferred Outflows	2,575,925	3,358,122	52,045	68,094	6,054,186
<b>Liabilities</b>					
<b>Current Liabilities:</b>					
Accounts Payable	(181,049)	(507,776)	5,114	6,574	(677,138)
Accrued Payroll and Benefits	472	-	-	-	472
Compensated Absences	287,537	454,544	-	-	742,081
Deferred Revenue	-	1,327,186	-	-	1,327,186
Deposits & Retentions	95,730	233,613	-	-	329,343
Interest Payable	115,643	224,483	-	-	340,125
SRF Loan & Notes Payable	-	-	-	-	-
Bonds Payable	229,500	445,500	-	-	675,000
Interfund Payable	684,751	871,501	-	-	1,556,252
<b>Total Current Liabilities</b>	<b>1,232,583</b>	<b>3,049,051</b>	<b>5,114</b>	<b>6,574</b>	<b>4,293,321</b>
<b>Non-Current Liabilities:</b>					
Compensated Absences	116,210	177,312	-	-	293,523
Net Pension Liability	578,910	649,902	15,018	19,649	1,263,479
SRF Loan & Notes Payable	-	-	-	-	-
Bonds Payable	5,370,300	10,424,700	-	-	15,795,000
Bond Premium	800,904	1,554,695	-	-	2,355,599
<b>Net Non-Current Liabilities</b>	<b>6,866,324</b>	<b>12,806,610</b>	<b>15,018</b>	<b>19,649</b>	<b>19,707,600</b>
<b>Total Liabilities</b>	<b>8,098,907</b>	<b>15,855,661</b>	<b>20,131</b>	<b>26,223</b>	<b>24,000,921</b>
Deferred Inflows	1,164,908	1,422,736	30,219	39,538	2,657,401
<b>Net Position</b>					
Restricted	13,185,584	1,638,023	417,287	-	15,240,894
Unrestricted	11,254,027	21,964,504	143,335	17,799	33,379,665
Capital Assets	33,737,205	39,251,320	1,110,485	370,223	74,469,233
<b>Total Net Position</b>	<b>58,176,816</b>	<b>62,853,847</b>	<b>1,671,107</b>	<b>388,022</b>	<b>123,089,792</b>
<b>Liabilities, Deferrals &amp; Net Position</b>	<b>67,440,631</b>	<b>80,132,243</b>	<b>1,721,457</b>	<b>453,783</b>	<b>149,748,115</b>
<b>Beginning net position</b>	<b>58,089,388</b>	<b>63,203,902</b>	<b>1,699,235</b>	<b>375,381</b>	<b>123,367,906</b>
Change in Net Position (NI)	87,428	(350,055)	(28,129)	12,641	(278,113)
<b>Ending net position</b>	<b>58,176,816</b>	<b>62,853,847</b>	<b>1,671,106</b>	<b>388,022</b>	<b>123,089,793</b>

# Lake Arrowhead Community Services District

Fiscal Year 2022-23

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

	Water						
	SEP - 22 YTD	SEP -21 YTD	PY Var	%	YTD Budget	Bgt Var	%
Charges for Services	1,670,102	1,845,404	(175,302)	-9%	1,714,605	(44,503)	-3%
Other Op Income	49,815	54,246	(4,431)	-8%	51,822	(2,007)	-4%
<b>Total Revenue</b>	<b>1,719,917</b>	<b>1,899,650</b>	<b>(179,733)</b>	<b>-9%</b>	<b>1,766,427</b>	<b>(46,510)</b>	<b>-3%</b>
Operations	530,504	430,440	100,064	23%	511,431	19,073	4%
Water Purchases	58,949	15,976	42,973	269%	123,861	(64,912)	-52%
Field Operations	229,184	245,301	(16,117)	-7%	257,991	(28,807)	-11%
Physical Plant	33,971	28,793	5,178	18%	49,434	(15,463)	-31%
Administration	335,026	355,411	(20,384)	-6%	436,575	(101,549)	-23%
Engineering	38,134	32,377	5,757	18%	30,816	7,318	24%
Water Conservation	39,140	47,556	(8,416)	-18%	62,670	(23,530)	-38%
<b>Total Op Expense</b>	<b>1,264,908</b>	<b>1,155,852</b>	<b>109,055</b>	<b>9%</b>	<b>1,472,778</b>	<b>(207,870)</b>	<b>-14%</b>
<b>Net Operating Income</b>	<b>455,010</b>	<b>743,798</b>	<b>(288,788)</b>	<b>-39%</b>	<b>293,649</b>	<b>161,361</b>	<b>55%</b>
SWF or Prop Taxes	3,996	18,734	(14,737)	-79%	-	3,996	100%
Connection Fees	26,341	82,381	(56,040)	-68%	8,751	17,590	201%
Contributed Capital	-	-	-	100%	-	-	100%
Interest Income	48,248	14,882	33,366	224%	42,297	5,951	14%
Interest Expense	(57,821)	(60,563)	2,741	5%	(61,809)	3,988	6%
Depreciation	(393,889)	(403,151)	9,261	2%	(390,702)	(3,187)	-1%
Amortization	3,451	3,451	-	0%	3,453	(2)	0%
Other Expense	-	-	-	100%	(402)		
Other Income	2,093	3,244	(1,151)	100%	1,107	986	89%
<b>Total Non-Op Income</b>	<b>(367,581)</b>	<b>(341,022)</b>	<b>(26,559)</b>	<b>-8%</b>	<b>(397,305)</b>	<b>29,322</b>	<b>7%</b>
<b>Net Income</b>	<b>87,428</b>	<b>402,776</b>	<b>(315,347)</b>	<b>-78%</b>	<b>(103,656)</b>	<b>190,682</b>	<b>184%</b>
Beginning Net Position	58,089,388	55,895,058	2,194,330	4%	58,089,388	-	0%
Change in Net Position	87,428	402,776	(315,347)	-78%	(103,656)	191,084	184%
Ending Net Position	58,176,816	56,297,834	1,878,983	3%	57,985,732	191,084	0%

Fund Balances	Water						
	SEP - 22 YTD	SEP -21 YTD	PY Var	%	FY 22/23 Bgt	Bgt Var	%
-00 Operating Fund	2,156,899	2,397,784	(240,885)	-10%	1,484,000	672,899	45%
-10 Capital Improvemnt	5,739,588	5,270,918	468,670	9%	2,417,948	3,321,640	137%
-20 Rate Stabilztn Fund	1,666,857	1,433,007	233,850	16%	1,663,000	3,857	0%
<b>Total Pooled Cash</b>	<b>9,563,344</b>	<b>9,101,708</b>	<b>461,636</b>	<b>5%</b>	<b>5,564,948</b>	<b>3,998,396</b>	<b>72%</b>
-50 New Facilities Fund	105,886	145,692	(39,806)	-27%	269,474	(163,588)	-61%
160 Supplemental Wtr Assessment Districts	11,164,871	11,929,329	(764,458)	-6%	9,627,729	1,537,142	16%
Total Restricted Cash	-	-	-	100%	-	-	100%
<b>Total Restricted Cash</b>	<b>11,270,757</b>	<b>12,075,021</b>	<b>(804,264)</b>	<b>-7%</b>	<b>9,897,203</b>	<b>1,373,554</b>	<b>14%</b>
<b>Total Cash</b>	<b>20,834,101</b>	<b>21,176,729</b>	<b>(342,628)</b>	<b>-2%</b>	<b>15,462,151</b>	<b>5,371,950</b>	<b>35%</b>

# Lake Arrowhead Community Services District

Fiscal Year 2022-23

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

	Wastewater						
	SEP - 22 YTD	SEP -21 YTD	PY Var	%	YTD Budget	Bgt Var	%
Charges for Services	1,572,808	1,630,373	(57,565)	-4%	1,674,286	(101,478)	-6%
Other Op Income	27,616	31,632	(4,016)	-13%	28,317	(701)	-2%
<b>Total Revenue</b>	<b>1,600,424</b>	<b>1,662,005</b>	<b>(61,582)</b>	<b>-4%</b>	<b>1,702,603</b>	<b>(102,179)</b>	<b>-6%</b>
Operations	603,213	583,436	19,777	3%	796,302	(193,089)	-24%
Water Purchases	-	-	-	0%	-	-	0%
Field Operations	265,002	254,548	10,454	4%	375,639	(110,637)	-29%
Physical Plant	80,294	55,438	24,856	45%	93,390	(13,096)	-14%
Administration	413,382	411,797	1,585	0%	500,271	(86,889)	-17%
Engineering	61,669	52,096	9,573	18%	50,310	11,359	23%
Water Conservation	-	-	-	0%	-	-	0%
<b>Total Op Expense</b>	<b>1,423,561</b>	<b>1,357,315</b>	<b>66,245</b>	<b>5%</b>	<b>1,815,912</b>	<b>(392,351)</b>	<b>-22%</b>
<b>Net Operating Income</b>	<b>176,863</b>	<b>304,690</b>	<b>(127,827)</b>	<b>-42%</b>	<b>(113,309)</b>	<b>290,172</b>	<b>256%</b>
SWF or Prop Taxes	-	-	-	100%	-	-	100%
Connection Fees	-	46,651	(46,651)	-100%	4,389	(4,389)	-100%
Contributed Capital	-	-	-	100%	-	-	100%
Interest Income	52,811	14,574	38,237	262%	37,557	15,254	41%
Interest Expense	(112,241)	(117,563)	5,321	5%	(116,361)	4,120	4%
Depreciation	(528,802)	(512,137)	(16,665)	-3%	(576,870)	48,068	8%
Amortization	6,699	6,699	-	0%	6,699	0	0%
Other Expense	-	-	-	100%	(1,788)	-	-
Other Income	54,615	43,716	10,899	25%	20,076	34,539	172%
<b>Total Non-Op Income</b>	<b>(526,918)</b>	<b>(518,059)</b>	<b>(8,859)</b>	<b>-2%</b>	<b>(626,298)</b>	<b>97,592</b>	<b>16%</b>
<b>Net Income</b>	<b>(350,055)</b>	<b>(213,369)</b>	<b>(136,686)</b>	<b>-64%</b>	<b>(739,607)</b>	<b>387,764</b>	<b>52%</b>
Beginning Net Position	63,203,902	57,417,365	5,786,537	10%	63,203,902	-	0%
Change in Net Position	(350,055)	(213,369)	(136,686)	-64%	(739,607)	389,552	53%
Ending Net Position	62,853,847	57,203,996	5,649,851	10%	62,464,295	389,552	1%

Fund Balances	Wastewater						
	SEP - 22 YTD	SEP -21 YTD	PY Var	%	FY 22/23 Bgt	Bgt Var	%
-00 Operating Fund	932,828	1,013,967	(81,138)	-8%	1,816,000	(883,172)	-49%
-10 Capital Improvemnt	18,582,573	16,465,032	2,117,542	13%	436,532	18,146,041	4157%
-20 Rate Stabilztn Fund	1,644,806	1,586,114	58,692	4%	1,651,874	(7,068)	0%
<b>Total Pooled Cash</b>	<b>21,160,207</b>	<b>19,065,112</b>	<b>2,095,095</b>	<b>11%</b>	<b>3,904,406</b>	<b>17,255,801</b>	<b>442%</b>
-50 New Facilities Fund	23,900	61,937	(38,037)	-61%	149,108	(125,208)	-84%
160 Supplemental Wtr	-	-	-	100%	-	-	100%
Assessment Districts	1,614,122	1,602,843	11,280	1%	1,619,446	(5,324)	0%
<b>Total Restricted Cash</b>	<b>1,638,023</b>	<b>1,664,780</b>	<b>(26,757)</b>	<b>-2%</b>	<b>1,768,554</b>	<b>(130,531)</b>	<b>-7%</b>
<b>Total Cash</b>	<b>22,798,231</b>	<b>20,729,892</b>	<b>2,068,338</b>	<b>10%</b>	<b>5,672,960</b>	<b>17,125,271</b>	<b>302%</b>

# Lake Arrowhead Community Services District

Fiscal Year 2022-23

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

	Deer Lodge Park						
	SEP - 22 YTD	SEP -21 YTD	PY Var	%	YTD Budget	Bgt Var	%
Charges for Services	33,952	34,024	(72)	0%	37,530	(3,578)	-10%
Other Op Income	1,831	5,334	(3,504)	-66%	1,500	331	22%
<b>Total Revenue</b>	<b>35,783</b>	<b>39,359</b>	<b>(3,576)</b>	<b>-9%</b>	<b>39,030</b>	<b>(3,247)</b>	<b>-8%</b>
Operations	17,143	12,712	4,431	35%	23,547	(6,404)	-27%
Water Purchases	23,454	19,863	3,591	18%	9,225	14,229	154%
Field Operations	3,582	6,320	(2,738)	-43%	8,190	(4,608)	-56%
Physical Plant	669	477	192	40%	963	(294)	-31%
Administration	8,586	9,449	(862)	-9%	11,022	(2,436)	-22%
Engineering	1,032	852	180	21%	840	192	23%
Water Conservation	-	-	-	0%	-	-	0%
<b>Total Op Expense</b>	<b>54,467</b>	<b>49,672</b>	<b>4,794</b>	<b>10%</b>	<b>53,787</b>	<b>680</b>	<b>1%</b>
<b>Net Operating Income</b>	<b>(18,684)</b>	<b>(10,314)</b>	<b>(8,370)</b>	<b>-81%</b>	<b>(14,757)</b>	<b>(3,927)</b>	<b>-27%</b>
SWF or Prop Taxes	-	-	-	0%	-	-	0%
Connection Fees	-	15,579	(15,579)	0%	-	-	0%
Contributed Capital	-	-	-	0%	-	-	0%
Interest Income	1,248	415	833	201%	1,314	(66)	-5%
Interest Expense	-	-	-	0%	-	-	100%
Depreciation	(10,742)	(10,742)	-	0%	(10,743)	1	0%
Amortization	-	-	-	0%	-	-	0%
Other Expense	-	-	-	-	-	-	-
Other Income	49	49	0	100%	3,000	(2,951)	-98%
<b>Total Non-Op Income</b>	<b>(9,445)</b>	<b>5,301</b>	<b>(14,746)</b>	<b>-278%</b>	<b>(6,429)</b>	<b>(3,016)</b>	<b>-47%</b>
<b>Net Income</b>	<b>(28,129)</b>	<b>(5,013)</b>	<b>(23,116)</b>	<b>-461%</b>	<b>(21,186)</b>	<b>(6,943)</b>	<b>-33%</b>
Beginning Net Position	1,699,235	1,664,931	34,304	2%	1,699,235	-	0%
Change in Net Position	(28,129)	(5,013)	(23,116)	-461%	(21,186)	(6,943)	-33%
Ending Net Position	1,671,106	1,659,918	11,188	1%	1,678,049	(6,943)	0%

Fund Balances	Deer Lodge Park						
	SEP - 22 YTD	SEP -21 YTD	PY Var	%	FY 22/23 Bgt	Bgt Var	%
-00 Operating Fund	65,536	67,667	(2,131)	-3%	54,000	11,536	21%
-10 Capital Improvemnt	33,095	69,117	(36,021)	-52%	67,588	(34,493)	-51%
-20 Rate Stabilztn Fund	27,278	27,089	190	1%	38,017	(10,739)	-28%
<b>Total Pooled Cash</b>	<b>125,909</b>	<b>163,873</b>	<b>(37,963)</b>	<b>-23%</b>	<b>159,605</b>	<b>(33,696)</b>	<b>-21%</b>
-50 New Facilities Fund	14,976	29,756	(14,781)	-50%	29,919	(14,943)	-50%
160 Supplemental Wtr	-	-	-	100%	-	-	100%
Assessment Districts	402,311	399,499	2,812	1%	63,669	338,642	532%
<b>Total Restricted Cash</b>	<b>417,287</b>	<b>429,255</b>	<b>(11,968)</b>	<b>-3%</b>	<b>93,588</b>	<b>323,699</b>	<b>346%</b>
<b>Total Cash</b>	<b>543,196</b>	<b>593,128</b>	<b>(49,931)</b>	<b>-8%</b>	<b>253,193</b>	<b>290,003</b>	<b>115%</b>



# Lake Arrowhead Community Services District

Fiscal Year 2022-23

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

	Rimforest						
	SEP - 22 YTD	SEP -21 YTD	PY Var	%	YTD Budget	Bgt Var	%
Charges for Services	65,465	52,938	12,526	24%	72,935	(7,470)	-10%
Other Op Income	2,521	1,290	1,231	95%	1,674	847	51%
<b>Total Revenue</b>	<b>67,985</b>	<b>54,228</b>	<b>13,757</b>	<b>25%</b>	<b>74,609</b>	<b>(6,624)</b>	<b>-9%</b>
Operations	7,194	7,205	(11)	0%	11,346	(4,152)	-37%
Water Purchases	18,226	16,982	1,244	7%	15,564	2,662	17%
Field Operations	6,634	10,672	(4,038)	-38%	12,270	(5,636)	-46%
Physical Plant	1,339	953	386	40%	663	676	102%
Administration	16,124	17,331	(1,208)	-7%	20,145	(4,021)	-20%
Engineering	1,950	1,568	382	24%	1,695	255	15%
Water Conservation	-	-	-	0%	-	-	0%
<b>Total Op Expense</b>	<b>51,467</b>	<b>54,712</b>	<b>(3,245)</b>	<b>-6%</b>	<b>61,683</b>	<b>(10,216)</b>	<b>-17%</b>
<b>Net Operating Income</b>	<b>16,518</b>	<b>(484)</b>	<b>17,002</b>	<b>3513%</b>	<b>12,926</b>	<b>3,592</b>	<b>28%</b>
SWF or Prop Taxes	-	-	-	0%	-	-	0%
Connection Fees	-	-	-	0%	-	-	0%
Contributed Capital	-	-	-	0%	-	-	0%
Interest Income	-	-	-	100%	165	(165)	-100%
Interest Expense	-	(643)	643	100%	-	-	100%
Depreciation	(3,975)	(3,975)	-	0%	(3,975)	0	0%
Amortization	-	-	-	0%	-	-	0%
Other Expense	-	-	-	-	(18)	-	-
Other Income	98	98	-	0%	9,000	(8,902)	-99%
<b>Total Non-Op Income</b>	<b>(3,877)</b>	<b>(4,520)</b>	<b>643</b>	<b>14%</b>	<b>5,172</b>	<b>(9,067)</b>	<b>-175%</b>
<b>Net Income</b>	<b>12,641</b>	<b>(5,004)</b>	<b>17,646</b>	<b>353%</b>	<b>18,098</b>	<b>(5,475)</b>	<b>-30%</b>
Beginning Net Position	375,381	340,041	35,340	10%	375,381	-	0%
Change in Net Position	12,641	(5,004)	17,646	353%	18,098	(5,457)	-30%
Ending Net Position	388,022	335,037	52,986	16%	393,479	(5,457)	-1%

Fund Balances	Rimforest						
	SEP - 22 YTD	SEP -21 YTD	PY Var	%	FY 22/23 Bgt	Bgt Var	%
-00 Operating Fund	(11,487)	(4,664)	(6,823)	-146%	62,000	(73,487)	-119%
-10 Capital Improvemnt	(7,893)	4,581	(12,474)	-272%	-	(7,893)	100%
-20 Rate Stabilztn Fund	-	-	-	100%	-	-	100%
<b>Total Pooled Cash</b>	<b>(19,379)</b>	<b>(82)</b>	<b>(19,297)</b>	<b>-23410%</b>	<b>62,000</b>	<b>(81,379)</b>	<b>-131%</b>
-50 New Facilities Fund	-	-	-	100%	-	-	100%
160 Supplemental Wtr	-	-	-	100%	-	-	100%
Assessment Districts	-	-	-	100%	-	-	100%
<b>Total Restricted Cash</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>100%</b>	<b>-</b>	<b>-</b>	<b>100%</b>
<b>Total Cash</b>	<b>(19,379)</b>	<b>(82)</b>	<b>(19,297)</b>	<b>-23410%</b>	<b>62,000</b>	<b>(81,379)</b>	<b>-131%</b>

# Lake Arrowhead Community Services District

Fiscal Year 2022-23

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

	LACSD Total						
	SEP - 22 YTD	SEP -21 YTD	PY Var	%	YTD Budget	Bgt Var	%
Charges for Services	3,342,327	3,562,740	(220,413)	-6%	3,499,356	(157,029)	-4%
Other Op Income	81,783	92,503	(10,720)	-12%	83,313	(1,530)	-2%
<b>Total Revenue</b>	<b>3,424,110</b>	<b>3,655,243</b>	<b>(231,133)</b>	<b>-6%</b>	<b>3,582,669</b>	<b>(158,559)</b>	<b>-4%</b>
Operations	1,158,054	1,033,793	124,260	12%	1,342,626	(184,572)	-14%
Water Purchases	100,630	52,821	47,808	91%	148,650	(48,021)	-32%
Field Operations	504,402	516,840	(12,438)	-2%	654,090	(149,688)	-23%
Physical Plant	116,273	85,660	30,612	36%	144,450	(28,177)	-20%
Administration	773,118	793,988	(20,870)	-3%	968,013	(194,895)	-20%
Engineering	102,786	86,893	15,893	18%	83,661	19,125	23%
Water Conservation	39,140	47,556	(8,416)	-18%	62,670	(23,530)	-38%
<b>Total Op Expense</b>	<b>2,794,402</b>	<b>2,617,552</b>	<b>176,850</b>	<b>7%</b>	<b>3,404,160</b>	<b>(609,758)</b>	<b>-18%</b>
<b>Net Operating Income</b>	<b>629,708</b>	<b>1,037,691</b>	<b>(407,983)</b>	<b>-39%</b>	<b>178,509</b>	<b>451,199</b>	<b>253%</b>
SWF or Prop Taxes	3,996	18,734	(14,737)	-79%	-	3,996	100%
Connection Fees	26,341	144,611	(118,270)	-82%	13,140	13,201	100%
Contributed Capital	-	-	-	100%	-	-	100%
Interest Income	102,307	29,871	72,436	242%	81,333	20,974	26%
Interest Expense	(170,062)	(178,768)	8,706	5%	(178,170)	8,108	5%
Depreciation	(937,408)	(930,004)	(7,404)	-1%	(982,290)	44,882	5%
Amortization	10,150	10,150	-	0%	10,152	(2)	0%
Other Expense	-	-	-	100%	(2,208)	-	-
Other Income	56,855	47,106	9,749	21%	33,183	23,672	71%
<b>Total Non-Op Income</b>	<b>(907,821)</b>	<b>(858,301)</b>	<b>(49,520)</b>	<b>-6%</b>	<b>(1,024,860)</b>	<b>114,831</b>	<b>11%</b>
<b>Net Income</b>	<b>(278,113)</b>	<b>179,390</b>	<b>(457,503)</b>	<b>-255%</b>	<b>(846,351)</b>	<b>566,030</b>	<b>67%</b>
Beginning Net Position	123,367,906	115,317,395	8,050,511	7%	123,367,906	-	0%
Change in Net Position	(278,113)	179,390	(457,503)	-255%	(846,351)	568,238	67%
Ending Net Position	123,089,793	115,496,785	7,593,008	7%	122,521,555	568,238	0%

Fund Balances	LACSD Total						
	SEP - 22 YTD	SEP -21 YTD	PY Var	%	FY 22/23 Bgt	Bgt Var	%
-00 Operating Fund	3,143,777	3,474,754	(330,977)	-10%	3,416,000	(272,223)	-8%
-10 Capital Improvemnt	24,347,364	21,809,647	2,537,717	12%	2,922,068	21,425,296	733%
-20 Rate Stabilztn Fund	3,338,941	3,046,209	292,732	10%	3,352,891	(13,950)	0%
<b>Total Pooled Cash</b>	<b>30,830,082</b>	<b>28,330,611</b>	<b>2,499,471</b>	<b>9%</b>	<b>9,690,959</b>	<b>21,139,123</b>	<b>218%</b>
-50 New Facilities Fund	144,762	237,386	(92,624)	-39%	448,501	(303,739)	-68%
160 Supplemental Wtr	11,164,871	11,929,329	(764,458)	-6%	9,627,729	1,537,142	16%
Assessment Districts	2,016,434	2,002,341	14,092	1%	1,683,115	333,319	20%
<b>Total Restricted Cash</b>	<b>13,326,067</b>	<b>14,169,056</b>	<b>(842,989)</b>	<b>-6%</b>	<b>11,759,345</b>	<b>1,566,722</b>	<b>13%</b>
<b>Total Cash</b>	<b>44,156,149</b>	<b>42,499,667</b>	<b>1,656,482</b>	<b>4%</b>	<b>21,450,304</b>	<b>22,705,845</b>	<b>106%</b>

# 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>
<b>Change in Net Position (Net Income)</b>	87,428	(350,055)	(28,129)	12,641	(278,113)
Depreciation & Amortization	391,364	495,523	10,742	3,975	901,604
Asset Disposal	-	-	-	-	-
<b>Net Cash from Income Statement</b>	<u>478,792</u>	<u>145,468</u>	<u>(17,387)</u>	<u>16,616</u>	<u>623,490</u>
Customer Accounts Receivable	593,578	(964,153)	18,578	20,072	(331,925)
Other Receivables	(904)	225	-	-	(679)
Prepaid Expenses	(147,140)	(273,261)	-	-	(420,401)
Prepaid Water	-	-	-	-	-
Accounts Payable	(428,272)	(938,634)	(336)	(9,541)	(1,376,783)
Net Pension Liability	-	-	-	-	-
Accrued Liabilities	(144,314)	1,003,152	(3,271)	(4,174)	851,393
Deposits & Retentions	30,624	26,089	-	-	56,714
Parts Inventory	-	-	-	-	-
<b>Total Sources (Uses) of Cash</b>	<u>(96,427)</u>	<u>(1,146,581)</u>	<u>14,972</u>	<u>6,356</u>	<u>(1,221,680)</u>
<b>Net Cash Flow from Operating Activities</b>	<b>382,365</b>	<b>(1,001,113)</b>	<b>(2,415)</b>	<b>22,973</b>	<b>(598,190)</b>
<b>CASH FLOW FROM FINANCING ACTIVITIES:</b>					
Additions to Fixed Assets	2,525	(33,491)	-	-	(30,966)
Construction in Progress	(811,579)	(641,723)	(51,364)	-	(1,504,667)
Bond Principal	(11,954)	(23,204)	-	-	(35,158)
Contributions to Financing Activities	8,503	16,505	-	-	-
SRF Loan & Notes Payable	-	-	-	-	-
Interfund Payable/Receivable	-	-	-	-	-
Interest Payable	57,821	112,241	-	-	170,062
<b>Net Cash Flow from Financing Activities</b>	<u>(754,683)</u>	<u>(569,672)</u>	<u>(51,364)</u>	<u>-</u>	<u>(1,400,728)</u>
<b>CASH FLOW FROM INVESTING ACTIVITIES:</b>					
Interest Receivable	(9,348)	(17,361)	-	-	(26,710)
<b>Net Cash Flow from Investing Activities</b>	<u>(9,348)</u>	<u>(17,361)</u>	<u>-</u>	<u>-</u>	<u>(26,710)</u>
<b>Net Increase (Decrease) in Cash</b>	(381,667)	(1,588,147)	(53,779)	22,973	(2,000,620)
Cash at Beginning of Period	<u>21,215,768</u>	<u>24,386,377</u>	<u>596,976</u>	<u>(42,352)</u>	<u>46,156,769</u>
<b>Cash and Equivalents at End of Period</b>	<u>20,834,101</u>	<u>22,798,231</u>	<u>543,196</u>	<u>(19,379)</u>	<u>44,156,149</u>



**Lake Arrowhead Community Services District**  
**Cash and Investment Report**  
*as of September 30, 2022*

**Summary of Portfolio Assets**

Category	Book Value	Adj Book Value	Market Value	Percent of Portfolio	Current Quarterly Yield
Checking Account	5,885,123	5,885,123	5,885,123	13.3%	0.00%
LAIF	28,132,247	28,132,247	28,132,247	63.8%	1.51%
Corporate Bonds	4,000,000	4,000,000	3,590,615	8.1%	1.83%
Negotiable CDs	6,750,000	6,750,000	6,516,410	14.8%	2.66%
<b>Total Cash &amp; Investments</b>	<b>44,767,370</b>	<b>44,767,370</b>	<b>44,124,395</b>	<b>100.0%</b>	<b>1.51%</b>

**Summary of Portfolio Liquidity**

Category	Book Value	Percent of Portfolio	Market Value	Percent of Portfolio	Par Value	Percent of Portfolio
On Demand	34,017,370	76.0%	34,017,370	77.1%	34,017,370	76.0%
Within 2022-23	2,000,000	4.5%	1,991,920	4.5%	2,000,000	4.5%
Within 2023-24	1,250,000	2.8%	1,217,393	2.8%	1,250,000	2.8%
Within 2024-25	750,000	1.7%	718,417	1.6%	750,000	1.7%
Within 2025-26	4,750,000	10.6%	4,266,494	9.7%	4,750,000	10.6%
Within 2026-27	2,000,000	4.5%	1,912,801	4.3%	2,000,000	4.5%
<b>Total</b>	<b>44,767,370</b>	<b>100.0%</b>	<b>44,124,395</b>	<b>100.0%</b>	<b>44,767,370</b>	<b>100.0%</b>



**Lake Arrowhead Community Services District**  
**Portfolio Details**  
**as of September 30, 2022**

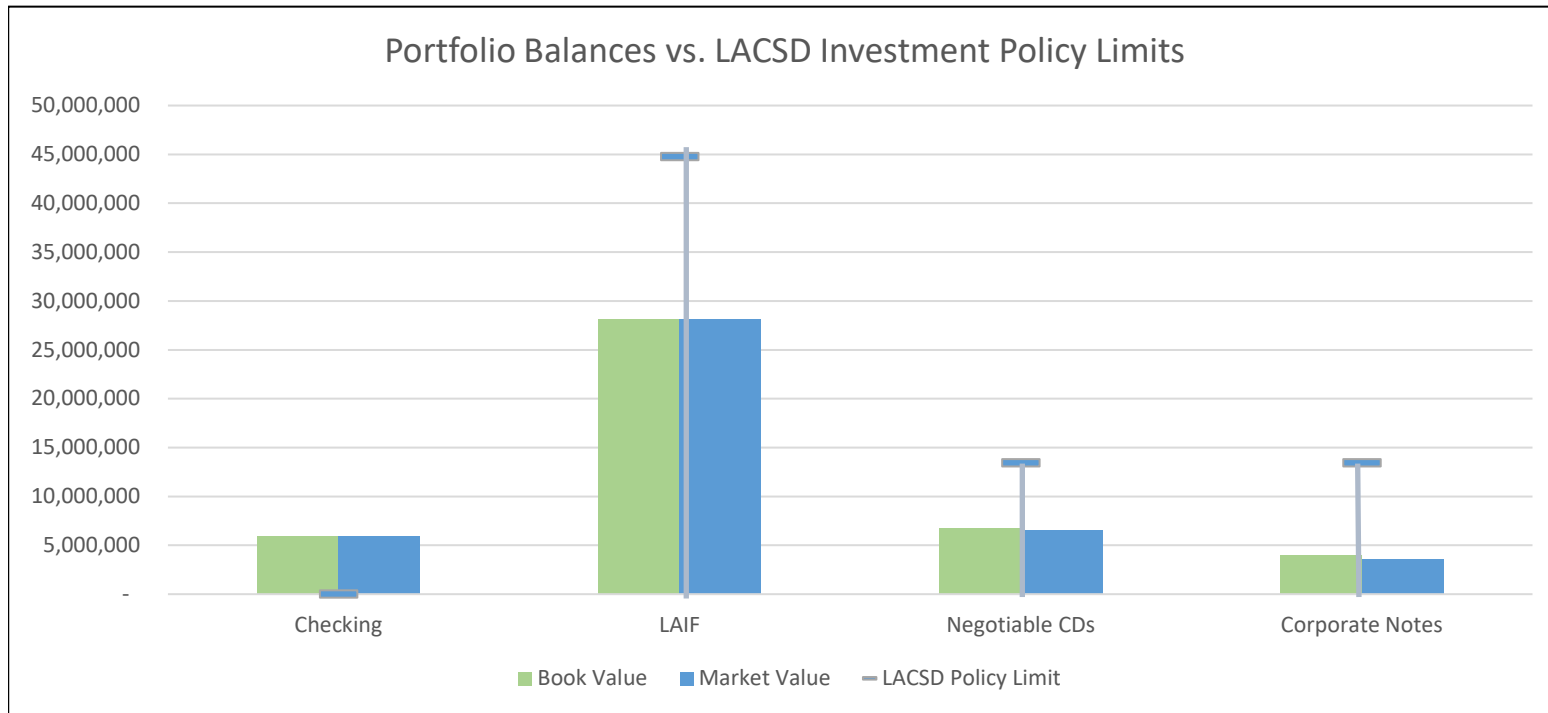
Type	Issuer	CUSIP	Purchase Date	Maturity Date	Par Value	Market Value	Book Value	Stated Rate
Checking Account	Union Bank				\$ 5,885,123	\$ 5,885,123	\$ 5,885,123	
LAIF	LAIF				\$ 28,132,247	\$ 28,132,247	\$ 28,132,247	1.51%
Negotiable CD	TIAA Bank	87270LBY8	4/17/2019	10/17/2022	\$ 250,000	\$ 249,965	\$ 250,000	2.65%
Negotiable CD	Eaglebank	27002YEJ1	4/18/2019	10/18/2022	\$ 250,000	\$ 249,955	\$ 250,000	2.55%
Negotiable CD	Great Southern Bank	39120VSK1	6/28/2019	12/28/2022	\$ 250,000	\$ 249,820	\$ 250,000	2.38%
Negotiable CD	Sallie Mae Bank	795450K53	2/8/2018	2/8/2023	\$ 250,000	\$ 249,158	\$ 250,000	2.65%
Negotiable CD	Goldman Sachs	38148PXW2	2/14/2018	2/14/2023	\$ 250,000	\$ 249,130	\$ 250,000	2.70%
Negotiable CD	BMW Bank North America	05580AWA8	3/31/2020	3/31/2023	\$ 250,000	\$ 246,962	\$ 250,000	1.45%
Negotiable CD	Mainstreet Bank	56065GAE8	4/26/2019	4/26/2023	\$ 250,000	\$ 248,080	\$ 250,000	2.55%
Negotiable CD	Citibank National Association	17312QL98	5/23/2018	5/23/2023	\$ 250,000	\$ 248,850	\$ 250,000	3.20%
Negotiable CD	Medallion Bank	58404DEL1	6/11/2019	12/11/2023	\$ 250,000	\$ 244,813	\$ 250,000	2.40%
Negotiable CD	Morgan Stanley Private Bank	61760AYR4	4/11/2019	4/11/2024	\$ 250,000	\$ 244,755	\$ 250,000	2.80%
Negotiable CD	Comenity Capital Bank	20033AU38	4/15/2019	4/15/2024	\$ 250,000	\$ 244,670	\$ 250,000	2.80%
Negotiable CD	Celtic Bank	15118RUV7	4/17/2020	4/17/2024	\$ 250,000	\$ 239,415	\$ 250,000	2.80%
Negotiable CD	Morgan Stanley NA Bank	61690UHB9	6/6/2019	6/6/2024	\$ 250,000	\$ 243,740	\$ 250,000	2.70%
Negotiable CD	Nicolet National Bank	654062LB2	12/28/2021	3/28/2025	\$ 250,000	\$ 248,675	\$ 250,000	4.10%
Negotiable CD	Ally Bank	02007GSW4	6/9/2022	6/9/2025	\$ 250,000	\$ 240,332	\$ 250,000	2.80%
Negotiable CD	Hardin County Bank	412022DA0	10/18/2021	8/18/2025	\$ 250,000	\$ 229,410	\$ 250,000	1.30%
Negotiable CD	Farmers & Merchants Bank	307811EZ8	9/29/2022	9/29/2025	\$ 250,000	\$ 245,792	\$ 250,000	3.75%
Negotiable CD	Guthrie County State Bank	40341PBH0	9/29/2022	9/29/2025	\$ 250,000	\$ 247,580	\$ 250,000	4.00%
Negotiable CD	Signature Bank of New York	82669GET7	9/29/2022	9/29/2025	\$ 250,000	\$ 247,913	\$ 250,000	4.05%
Negotiable CD	First National Bank McGregor	32112UEC1	9/30/2022	9/30/2025	\$ 250,000	\$ 245,788	\$ 250,000	3.75%
Negotiable CD	Legacy Bank and Trust	52470QCA0	9/30/2022	9/30/2025	\$ 250,000	\$ 247,542	\$ 250,000	4.00%
Negotiable CD	Toyota Financial Services	89235MLE9	7/29/2021	7/29/2026	\$ 250,000	\$ 220,262	\$ 250,000	0.95%
Negotiable CD	UBS Salt Lake City	90348JS92	9/9/2021	9/9/2026	\$ 250,000	\$ 219,263	\$ 250,000	0.95%
Negotiable CD	Live Oak Bank	538036SV7	10/19/2021	10/19/2026	\$ 250,000	\$ 217,968	\$ 250,000	0.90%
Negotiable CD	State Bank India Chicago	856283U95	10/19/2021	10/19/2026	\$ 250,000	\$ 220,527	\$ 250,000	1.15%
Negotiable CD	Capital One	14042RQS3	4/20/2022	4/20/2027	\$ 250,000	\$ 233,665	\$ 250,000	2.80%
Negotiable CD	Decorah Bank and Trust	243594AR9	9/23/2022	9/23/2027	\$ 250,000	\$ 242,380	\$ 250,000	3.70%
Corporate Bond	Citigroup Inc.	17298CKV9	12/8/2020	12/8/2025	\$ 1,000,000	\$ 856,290	\$ 1,000,000	1.00%
Corporate Bond	JPMorgan Chase & Co.	48128G4B3	12/22/2020	12/22/2025	\$ 1,000,000	\$ 877,660	\$ 1,000,000	0.75%
Corporate Bond	TD Bank Services	89114TK84	3/16/2021	3/16/2026	\$ 1,000,000	\$ 858,404	\$ 1,000,000	1.05%
Corporate Bond	Barclay's Bank	06748XSF9	9/29/2022	9/26/2026	\$ 1,000,000	\$ 998,261	\$ 1,000,000	4.50%



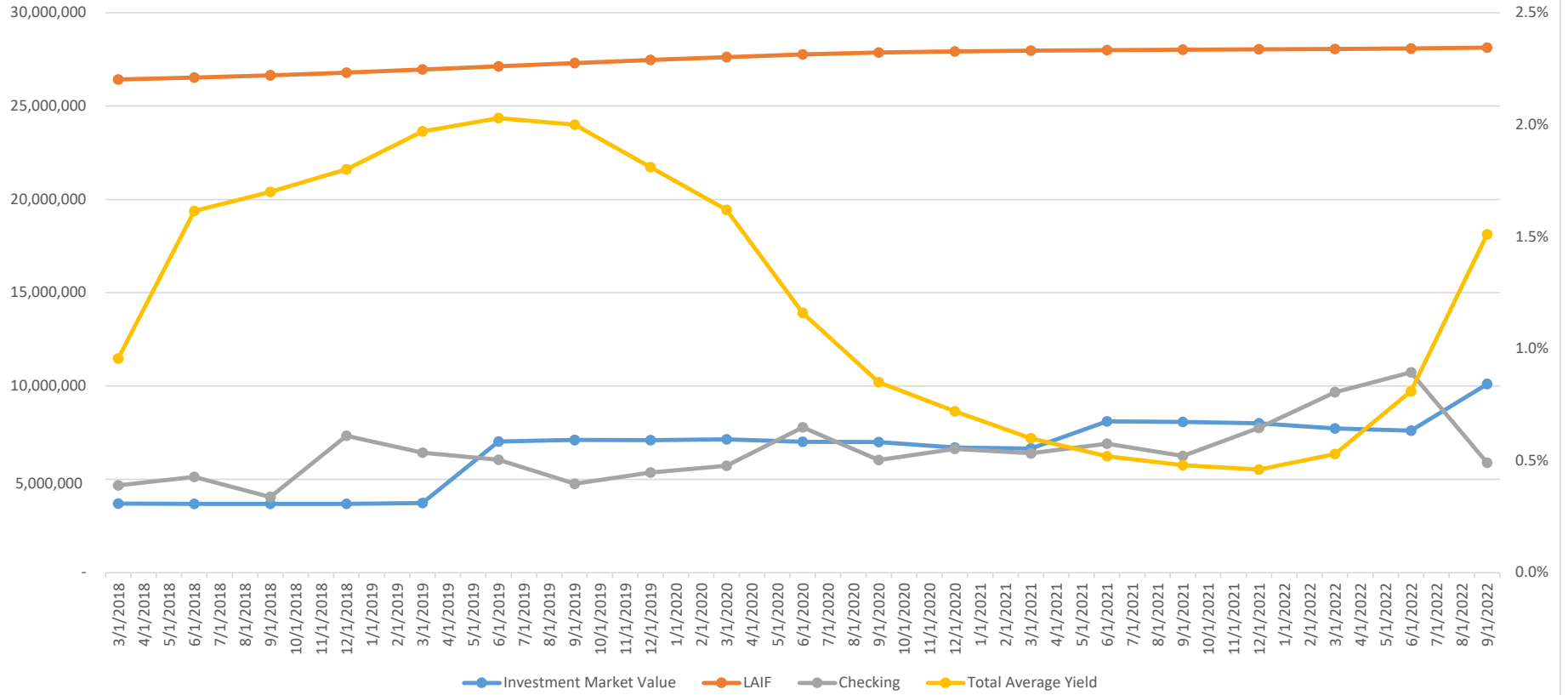
## Lake Arrowhead Community Services District Investment Policy Compliance Report

as of September 30, 2022

Investment Type	Book Value	Market Value	LACSD Policy Limit	Description of Limit
Checking	5,885,123	5,885,123	None	None
LAIF	28,132,247	28,132,247	44,767,370	Up to 100% of portfolio
Negotiable CDs	6,750,000	6,516,410	13,430,211	Up to 30% of portfolio
Corporate Notes	4,000,000	3,590,615	13,430,211	Up to 30% of portfolio
<b>Total Portfolio</b>	<b>44,767,370</b>	<b>44,124,395</b>		



### 5 Year Balance and Yield History



Market Rates

