

LAKE ARROWHEAD COMMUNITY SERVICES DISTRICT

MEMORANDUM

DATE: May 24, 2022

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

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

SUBJECT: **FISCAL YEAR 2021-22 FINANCIAL STATEMENTS AND CASH AND INVESTMENT REPORT FOR THE QUARTER ENDED MARCH 31, 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 third quarter of fiscal year 2021-22, covering the period through March 31, 2022.

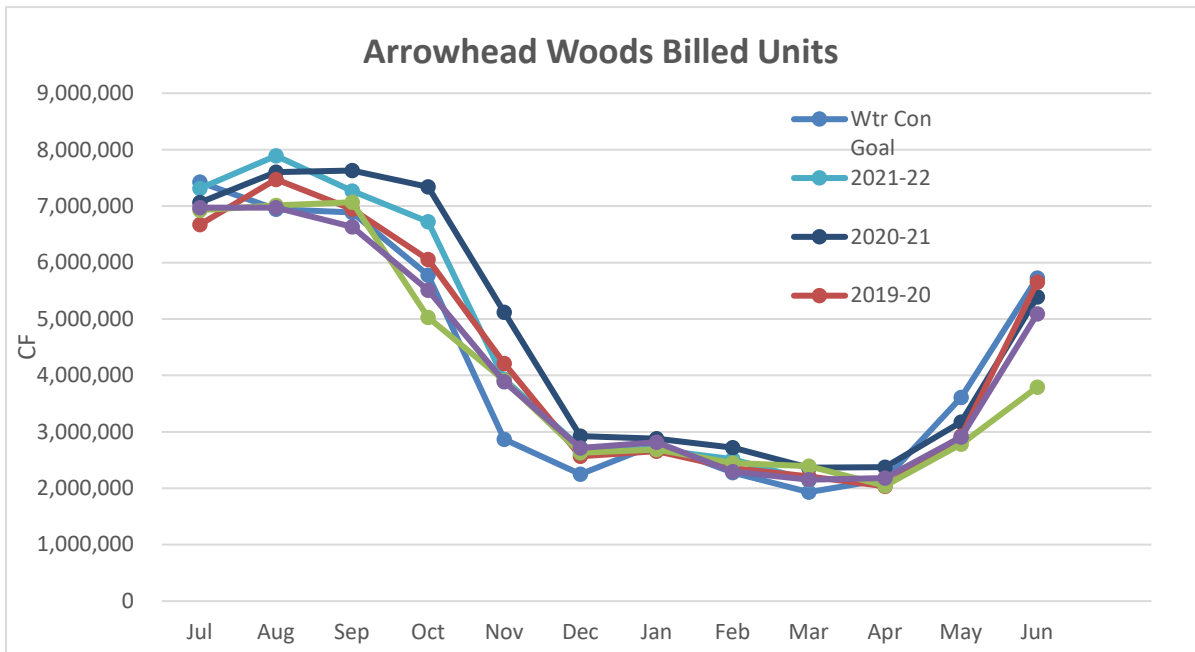
Summary of Significant Items – Financial Statements

Districtwide operating revenue as of March 31, 2022, of \$11.2 million, was essentially flat as compared to the same period last year. Additional detail is below:

- Water operating revenue was \$5,308,000 or 1% lower as compared to the same period last year. As compared to budget, water operating revenue was

7% or \$361,000 higher primarily due to actual consumption exceeding budget estimates.

- Wastewater operating revenue was 1% or \$48,000 higher as compared to the same period last year. As compared to current year budget, wastewater operating revenue was essentially flat.
- Deer Lodge Park operating revenue was down 3% when compared to the same period last year and was 12% or \$14,000 above budget.
- Rimforest operating revenue was 7% or \$12,700 lower as compared to the same period last year and was 7% or \$12,700 below to budget.



Consumption as of March 31, 2022, is as follows:

- Water billed units were 9.4% higher than the water conservation goal 2013 but reflected a decrease of 5.4% in consumption as compared to the same period last year.
- Deer Lodge Park year-to-date billed units were .4% higher as compared to the same period last year.
- Rimforest year-to-date billed units were 7.2% lower as compared to the same period last year.

Operating Expenses through March 2022

Expense	FYTD 2021-22	PYTD 2020-21	PY Var	PY var %	YTD Bgt	Bgt Var	Bgt Var %
Wages	3,602,255	3,486,043	116,212	3%	3,840,075	(237,820)	-6%
Health Ins	831,113	841,476	(10,364)	-1%	1,007,190	(176,077)	-17%
Retirement	761,656	793,069	(31,413)	-4%	903,537	(141,881)	-16%
FICA	269,648	250,986	18,662	7%	263,925	5,723	2%
Employer Ins	81,800	72,220	9,580	13%	104,373	(22,573)	-22%
Training	107,060	99,867	7,193	7%	108,153	(1,093)	-1%
Supplies	147,488	156,397	(8,909)	-6%	196,461	(48,973)	-25%
Equipment	402,439	478,427	(75,988)	-16%	663,813	(261,374)	-39%
Fleet	84,509	54,969	29,540	54%	133,821	(49,312)	-37%
Chemicals	173,927	119,307	54,620	46%	159,813	14,114	9%
Meters	46,296	11,722	34,574	295%	94,860	(48,564)	-51%
Liability Ins	217,268	201,510	15,758	8%	177,309	39,959	23%
Outside Services	525,913	617,022	(91,108)	-15%	740,385	(214,472)	-29%
IT Services	192,576	158,927	33,650	21%	278,883	(86,307)	-31%
Legal	53,944	59,136	(5,192)	-9%	154,440	(100,496)	-65%
Electric	534,961	533,286	1,675	0%	495,189	39,772	8%
Utilities	323,263	401,783	(78,520)	-20%	336,294	(13,031)	-4%
Permits	123,056	108,765	14,291	13%	111,105	11,951	11%
Other	15,144	32,422	(17,278)	-53%	22,689	(7,545)	-33%
Subtotal	8,494,315	8,477,333	16,982	0%	9,792,315	(1,298,000)	-13%
Water Purchase	84,104	127,326	(43,222)	-34%	413,604	(329,500)	-80%
Grand Total	8,578,419	8,604,659	(26,240)	0%	10,205,919	(1,627,500)	-16%

Overall operating expenses as of March 31, 2022, were approximately equal to the prior year and 13% below budget. Significant increases as compared to budget include increases in insurances, chemicals and permits.

The District did not purchase any water from CLAWA for Arrowhead Woods in the third quarter. The District has a balance of \$2.3 million for water that was prepaid to CLAWA. Also, in the third quarter, Deer Lodge Park purchased 1.92 acre-feet and Rimforest purchased 9.54 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, 2022, the District’s market value of cash and investments totaled \$45.5 million and are allocated to the following accounts:

- Checking Account - \$9.7 million or 21.3% of portfolio allocation
- Local Agency Investment Fund (LAIF) – \$28.0 million or 61.6% of portfolio allocation
- Corporate Bonds - \$2.8 million or 6.1% of portfolio allocation
- Negotiable CDs - \$4.9 million or 10.9% of portfolio allocation

The majority of District funds are held in LAIF which has a current rate of .37%. All investments held by the District outside of LAIF have stated rates of .75% to 3.2%. The District’s interest income was 38% or \$84,000 lower as compared to

the same time in the prior year due to continued low interest rates and higher yielding investments being called prior to maturity.

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 March 31, 2022

Assets	Water	Wastewater	DLP	Rimforest	Total
Current Assets:					
Pooled Cash and Investments	9,742,641	22,364,608	163,679	(41,926)	32,229,002
Restricted Cash and Investments	11,528,163	1,737,812	430,251	-	13,696,227
Accounts Receivable	444,180	1,617,708	9,328	23,294	2,094,510
Restricted Accounts Receivable	36,668	-	-	-	36,668
Tax Roll Receivable	-	704,830	-	-	704,830
Interest Receivable	7,739	14,372	-	-	22,110
Unbilled Accounts Receivable	-	-	-	-	-
Other Receivables & Deposits	44,022	925	-	-	44,947
Parts Inventory	224,791	37,790	-	-	262,581
Prepaid Expenses	197,735	216,441	1,356	2,712	418,243
Prepaid Water	2,313,794	-	-	-	2,313,794
Interfund Receivable	1,880,220	-	-	-	1,880,220
Total Current Assets	26,419,952	26,694,486	604,614	(15,920)	53,703,133
Capital Assets:					
Fixed Assets	62,625,392	84,914,349	2,019,488	476,984	150,036,212
Accumulated Depreciation	(26,772,095)	(41,800,311)	(938,884)	(107,366)	(69,618,657)
Intangible Asset	1,000,000	-	-	-	1,000,000
Accum Amortization of Intangible	(118,687)	-	-	-	(118,687)
Construction in Progress	1,862,911	5,912,857	-	662	7,776,430
Net Capital Assets	38,597,520	49,026,894	1,080,604	370,280	89,075,299
Total Assets	65,017,472	75,721,380	1,685,219	354,360	142,778,432
Deferred Outflows	2,537,130	3,436,051	43,343	43,343	6,059,868
Liabilities					
Current Liabilities:					
Accounts Payable	(17,080)	131,860	2,789	6,845	124,414
Accrued Payroll and Benefits	470	-	-	-	470
Compensated Absences	286,502	452,622	-	-	739,124
Deferred Revenue	-	689,181	-	-	689,181
Deposits & Retentions	60,423	193,952	-	-	254,375
Interest Payable	115,643	224,483	-	-	340,125
SRF Loan & Notes Payable	-	-	-	-	-
Bonds Payable	-	-	-	-	-
Interfund Payable	827,297	1,052,923	-	-	1,880,220
Total Current Liabilities	1,273,254	2,745,021	2,789	6,845	4,027,910
Non-Current Liabilities:					
Compensated Absences	120,920	186,060	-	-	306,980
Net Pension Liability	2,791,074	3,008,087	59,002	42,002	5,900,165
SRF Loan & Notes Payable	-	-	-	-	-
Bonds Payable	5,599,800	10,870,200	-	-	16,470,000
Bond Premium	824,811	1,601,104	-	-	2,425,915
Net Non-Current Liabilities	9,336,606	15,665,451	59,002	42,002	25,103,060
Total Liabilities	10,609,860	18,410,473	61,791	48,847	29,130,970
Deferred Inflows - Pension	497,197	585,581	11,049	11,049	1,104,875
Net Position					
Restricted	13,878,625	1,737,812	430,251	-	16,046,688
Unrestricted	9,571,201	20,266,872	144,867	(32,472)	29,950,467
Capital Assets	32,997,720	38,156,694	1,080,604	370,280	72,605,299
Total Net Position	56,447,545	60,161,379	1,655,722	337,808	118,602,455
Liabilities, Deferrals & Net Position	67,554,602	79,157,432	1,728,562	397,704	148,838,300
Beginning net position	55,895,058	57,417,365	1,664,931	340,041	115,317,395
Change in Net Position (NI)	552,488	2,744,014	(9,210)	(2,233)	3,285,059
Ending net position	56,447,546	60,161,379	1,655,721	337,808	118,602,454

Lake Arrowhead Community Services District

Preliminary Fiscal Year 2021-22

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

	Water						
	MAR - 22 YTD	MAR -21 YTD	PY Var	%	YTD Budget	Bgt Var	%
Charges for Services	5,185,180	5,189,715	(4,535)	0%	4,803,307	381,873	8%
Other Op Income	123,188	155,792	(32,604)	-21%	144,270	(21,082)	-15%
Total Revenue	5,308,368	5,345,507	(37,139)	-1%	4,947,577	360,791	7%
Operations	1,368,752	1,387,410	(18,658)	-1%	1,507,770	(139,018)	-9%
Water Purchases	16,032	57,244	(41,212)	-72%	347,274	(331,242)	-95%
Field Operations	773,721	676,858	96,863	14%	774,198	(477)	0%
Physical Plant	94,201	82,414	11,786	14%	146,637	(52,436)	-36%
Administration	1,168,614	1,204,763	(36,149)	-3%	1,375,065	(206,451)	-15%
Engineering	99,162	125,818	(26,656)	-21%	94,140	5,022	5%
Water Conservation	188,044	178,316	9,727	5%	231,984	(43,940)	-19%
Total Op Expense	3,708,526	3,712,824	(4,298)	0%	4,477,068	(768,542)	-17%
Net Operating Income	1,599,842	1,632,684	(32,841)	-2%	470,509	1,129,333	240%
SWF or Prop Taxes	34,680	27,731	6,949	25%	-	34,680	100%
Connection Fees	170,673	153,623	17,050	11%	37,503	133,170	355%
Contributed Capital	-	-	-	100%	-	-	100%
Interest Income	63,932	105,755	(41,822)	-40%	162,081	(98,149)	-61%
Interest Expense	(176,205)	(184,323)	8,118	4%	(202,698)	26,493	13%
Depreciation	(1,203,681)	(1,206,954)	3,273	0%	(1,222,578)	18,897	2%
Amortization	10,353	10,353	-	0%	10,359	(6)	0%
Other Expense	(1,105)	(1,104)	(1)	0%	(1,206)		
Other Income	53,998	465	53,532	100%	4,554	49,444	1086%
Total Non-Op Income	(1,047,354)	(1,094,452)	47,098	4%	(1,211,985)	164,530	14%
Net Income	552,488	538,231	14,257	3%	(741,476)	1,293,863	174%
Beginning Net Position	55,895,058	55,089,180	805,878	1%	55,895,058	-	0%
Change in Net Position	552,488	538,231	14,257	3%	(741,476)	1,293,964	175%
Ending Net Position	56,447,546	55,627,411	820,135	1%	55,153,582	1,293,964	2%

Fund Balances	Water						
	MAR - 22 YTD	MAR -21 YTD	PY Var	%	FY 20/21 Bgt	Bgt Var	%
-00 Operating Fund	3,263,127	3,250,358	12,769	0%	1,359,783	1,903,344	140%
-10 Capital Improvemnt	5,043,182	3,465,664	1,577,518	46%	202,656	4,840,526	2389%
-20 Rate Stabilztn Fund	1,436,332	1,363,530	72,803	5%	1,116,951	319,381	29%
Total Pooled Cash	9,742,641	8,079,551	1,663,090	21%	2,679,390	7,063,251	264%
-50 New Facilities Fund	234,474	200,342	34,132	17%	211,318	23,156	11%
160 Supplemental Wtr	11,293,689	12,192,515	(898,826)	-7%	9,417,571	1,876,118	20%
161, 270 Debt Reserve	-	-	-	100%	-	-	100%
271 Bond Proceeds	-	-	-	100%	-	-	100%
Assessment Districts	-	-	-	100%	-	-	100%
Total Restricted Cash	11,528,163	12,392,857	(864,694)	-7%	9,628,889	1,899,274	20%
Total Cash	21,270,804	20,472,409	798,396	4%	12,308,279	8,962,525	73%

Lake Arrowhead Community Services District

Preliminary Fiscal Year 2021-22

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

	Wastewater						
	MAR - 22 YTD	MAR -21 YTD	PY Var	%	YTD Budget	Bgt Var	%
Charges for Services	5,459,301	5,422,940	36,361	1%	5,473,821	(14,520)	0%
Other Op Income	99,511	87,758	11,753	13%	87,750	11,761	13%
Total Revenue	5,558,812	5,510,698	48,114	1%	5,561,571	(2,759)	0%
Operations	2,024,542	2,044,004	(19,463)	-1%	2,309,832	(285,291)	-12%
Water Purchases	-	-	-	0%	-	-	0%
Field Operations	881,595	883,108	(1,513)	0%	1,119,726	(238,131)	-21%
Physical Plant	176,423	159,076	17,347	11%	270,468	(94,045)	-35%
Administration	1,337,857	1,316,059	21,798	2%	1,532,385	(194,528)	-13%
Engineering	159,406	204,783	(45,378)	-22%	155,916	3,490	2%
Water Conservation	-	-	-	0%	-	-	0%
Total Op Expense	4,579,821	4,607,030	(27,209)	-1%	5,388,327	(808,506)	-15%
Net Operating Income	978,991	903,668	75,323	8%	173,244	805,747	465%
SWF or Prop Taxes	2,511,654	2,198,548	313,106	14%	2,168,483	343,171	16%
Connection Fees	115,675	86,280	29,395	34%	18,747	96,928	517%
Contributed Capital	-	-	-	100%	-	-	100%
Interest Income	68,152	108,586	(40,434)	-37%	135,975	(67,823)	-50%
Interest Expense	(342,045)	(357,803)	15,758	4%	(376,677)	34,632	9%
Depreciation	(1,545,961)	(1,471,397)	(74,564)	-5%	(1,404,000)	(141,961)	-10%
Amortization	20,098	20,098	-	0%	20,097	1	0%
Other Expense	(2,145)	(2,146)	1	0%	(5,364)		
Other Income	939,596	126,375	813,221	643%	96,261	843,335	876%
Total Non-Op Income	1,765,024	708,541	1,056,482	149%	653,522	1,108,283	170%
Net Income	2,744,014	1,612,209	1,131,805	70%	826,766	1,914,029	232%
Beginning Net Position	57,417,365	52,509,207	4,908,158	9%	57,417,365	-	0%
Change in Net Position	2,744,014	1,612,209	1,131,805	70%	826,766	1,917,248	232%
Ending Net Position	60,161,379	54,121,416	6,039,963	11%	58,244,131	1,917,248	3%

Fund Balances	Wastewater						
	MAR - 22 YTD	MAR -21 YTD	PY Var	%	FY 20/21 Bgt	Bgt Var	%
-00 Operating Fund	5,162,935	2,745,078	2,417,857	88%	1,750,049	3,412,886	195%
-10 Capital Improvemnt	15,611,873	14,235,237	1,376,636	10%	3,982,374	11,629,499	292%
-20 Rate Stabilztn Fund	1,589,799	1,566,219	23,580	2%	1,917,207	(327,408)	-17%
Total Pooled Cash	22,364,608	18,546,534	3,818,073	21%	7,649,630	14,714,978	192%
-50 New Facilities Fund	131,246	99,770	31,476	32%	57,251	73,995	129%
160 Supplemental Wtr	-	-	-	100%	-	-	100%
161, 270 Debt Reserve	-	-	-	100%	-	-	100%
271 Bond Proceeds	2	2	0	2%	-	2	100%
Assessment Districts	1,606,565	1,598,740	7,825	0%	1,482,599	123,966	8%
Total Restricted Cash	1,737,812	1,698,512	39,301	2%	1,539,850	197,962	13%
Total Cash	24,102,420	20,245,046	3,857,374	19%	9,189,480	14,912,940	162%

Lake Arrowhead Community Services District

Preliminary Fiscal Year 2021-22

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

	Deer Lodge Park						
	MAR - 22 YTD	MAR -21 YTD	PY Var	%	YTD Budget	Bgt Var	%
Charges for Services	121,315	123,518	(2,203)	-2%	109,621	11,694	11%
Other Op Income	6,944	8,168	(1,224)	-15%	4,500	2,444	54%
Total Revenue	128,258	131,685	(3,427)	-3%	114,121	14,137	12%
Operations	42,010	40,297	1,713	4%	68,490	(26,480)	-39%
Water Purchases	25,377	23,960	1,417	6%	22,698	2,679	12%
Field Operations	17,530	15,331	2,200	14%	19,080	(1,550)	-8%
Physical Plant	1,754	1,391	363	26%	2,817	(1,063)	-38%
Administration	33,346	30,613	2,733	9%	34,749	(1,403)	-4%
Engineering	2,644	3,383	(739)	-22%	2,556	88	3%
Water Conservation	-	-	-	0%	-	-	0%
Total Op Expense	122,662	114,975	7,687	7%	150,390	(27,728)	-18%
Net Operating Income	5,596	16,710	(11,114)	-67%	(36,269)	41,865	115%
SWF or Prop Taxes	-	-	-	0%	-	-	0%
Connection Fees	15,579	15,579	-	0%	-	15,579	0%
Contributed Capital	-	-	-	0%	-	-	0%
Interest Income	1,791	3,000	(1,209)	-40%	5,031	(3,240)	-64%
Interest Expense	-	-	-	0%	-	-	100%
Depreciation	(32,226)	(32,226)	-	0%	(31,500)	(726)	-2%
Amortization	-	-	-	0%	-	-	0%
Other Expense	-	-	-	-	-	-	-
Other Income	49	0	49	100%	-	49	100%
Total Non-Op Income	(14,807)	(13,647)	(1,160)	-9%	(26,469)	11,662	44%
Net Income	(9,210)	3,064	(12,274)	-401%	(62,738)	53,528	85%
Beginning Net Position	1,664,931	1,653,056	11,875	1%	1,664,931	-	0%
Change in Net Position	(9,210)	3,064	(12,274)	-401%	(62,738)	53,528	85%
Ending Net Position	1,655,721	1,656,120	(399)	0%	1,602,193	53,528	3%

Fund Balances	Deer Lodge Park						
	MAR - 22 YTD	MAR -21 YTD	PY Var	%	FY 20/21 Bgt	Bgt Var	%
-00 Operating Fund	67,249	71,554	(4,304)	-6%	24,359	42,890	176%
-10 Capital Improvemnt	69,279	54,808	14,470	26%	-	69,279	100%
-20 Rate Stabilztn Fund	27,151	27,023	128	0%	26,775	376	1%
Total Pooled Cash	163,679	153,385	10,294	7%	51,134	112,545	220%
-50 New Facilities Fund	29,825	28,257	1,568	6%	24,948	4,877	20%
160 Supplemental Wtr	-	-	-	100%	-	-	100%
161, 270 Debt Reserve	-	-	-	100%	-	-	100%
271 Bond Proceeds	-	-	-	100%	-	-	100%
Assessment Districts	400,427	398,473	1,954	0%	166,615	233,812	140%
Total Restricted Cash	430,251	426,729	3,522	1%	191,563	238,688	125%
Total Cash	593,930	580,114	13,816	2%	242,697	351,233	145%

Lake Arrowhead Community Services District

Preliminary Fiscal Year 2021-22

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

	Rimforest						
	MAR - 22 YTD	MAR -21 YTD	PY Var	%	YTD Budget	Bgt Var	%
Charges for Services	175,893	185,653	(9,760)	-5%	183,163	(7,270)	-4%
Other Op Income	2,323	5,184	(2,862)	-55%	7,722	(5,399)	-70%
Total Revenue	178,216	190,837	(12,621)	-7%	190,885	(12,669)	-7%
Operations	28,433	23,210	5,223	23%	32,319	(3,886)	-12%
Water Purchases	42,695	46,122	(3,427)	-7%	43,632	(937)	-2%
Field Operations	33,312	33,944	(632)	-2%	37,188	(3,876)	-10%
Physical Plant	3,279	2,791	488	17%	2,313	966	42%
Administration	54,765	55,697	(932)	-2%	61,929	(7,164)	-12%
Engineering	4,926	6,350	(1,424)	-22%	5,292	(366)	-7%
Water Conservation	-	-	-	0%	-	-	0%
Total Op Expense	167,410	168,114	(704)	0%	182,673	(15,263)	-8%
Net Operating Income	10,806	22,723	(11,917)	-52%	8,212	2,594	32%
SWF or Prop Taxes	-	-	-	0%	-	-	0%
Connection Fees	-	-	-	0%	-	-	0%
Contributed Capital	-	-	-	0%	-	-	0%
Interest Income	-	62	(62)	-100%	630	(630)	-100%
Interest Expense	(1,213)	(3,996)	2,784	70%	(918)	(295)	-32%
Depreciation	(11,925)	(11,925)	-	0%	(11,925)	0	0%
Amortization	-	-	-	0%	-	-	0%
Other Expense	-	-	-	-	(54)	-	-
Other Income	98	0	98	0%	-	98	100%
Total Non-Op Income	(13,039)	(15,859)	2,820	18%	(12,267)	(826)	-7%
Net Income	(2,233)	6,864	(9,098)	-133%	(4,055)	1,768	44%
Beginning Net Position	340,041	279,268	60,773	22%	340,041	-	0%
Change in Net Position	(2,233)	6,864	(9,098)	-133%	(4,055)	1,822	45%
Ending Net Position	337,808	286,132	51,675	18%	335,986	1,822	1%

Fund Balances	Rimforest						
	MAR - 22 YTD	MAR -21 YTD	PY Var	%	FY 20/21 Bgt	Bgt Var	%
-00 Operating Fund	(46,740)	(28,024)	(18,715)	-67%	-	(46,740)	100%
-10 Capital Improvemnt	4,814	30,977	(26,163)	-84%	6,286	(1,472)	-23%
-20 Rate Stabilztn Fund	-	-	-	100%	-	-	100%
Total Pooled Cash	(41,926)	2,952	(44,878)	-1520%	6,286	(48,212)	-767%
-50 New Facilities Fund	-	-	-	100%	-	-	100%
160 Supplemental Wtr	-	-	-	100%	-	-	100%
161, 270 Debt Reserve	-	-	-	100%	-	-	100%
271 Bond Proceeds	-	-	-	100%	-	-	100%
Assessment Districts	-	-	-	100%	-	-	100%
Total Restricted Cash	-	-	-	100%	-	-	100%
Total Cash	(41,926)	2,952	(44,878)	-1520%	6,286	(48,212)	-767%

Lake Arrowhead Community Services District

Preliminary Fiscal Year 2021-22

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

	LACSD Total						
	MAR - 22 YTD	MAR -21 YTD	PY Var	%	YTD Budget	Bgt Var	%
Charges for Services	10,941,688	10,921,825	19,863	0%	10,569,912	371,776	4%
Other Op Income	231,966	256,903	(24,937)	-10%	244,242	(12,276)	-5%
Total Revenue	11,173,654	11,178,727	(5,073)	0%	10,814,154	359,500	3%
Operations	3,463,736	3,494,922	(31,185)	-1%	3,918,411	(454,675)	-12%
Water Purchases	84,104	127,326	(43,222)	-34%	413,604	(329,500)	-80%
Field Operations	1,706,159	1,609,241	96,918	6%	1,950,192	(244,033)	-13%
Physical Plant	275,657	245,672	29,984	12%	422,235	(146,578)	-35%
Administration	2,594,581	2,607,131	(12,550)	0%	3,004,128	(409,547)	-14%
Engineering	266,138	340,333	(74,196)	-22%	257,904	8,234	3%
Water Conservation	188,044	178,316	9,727	5%	231,984	(43,940)	-19%
Total Op Expense	8,578,419	8,602,942	(24,523)	0%	10,198,458	(1,620,039)	-16%
Net Operating Income	2,595,235	2,575,785	19,450	1%	615,696	1,979,539	322%
SWF or Prop Taxes	2,546,335	2,226,279	320,055	14%	2,168,483	377,852	17%
Connection Fees	301,927	255,482	46,445	18%	56,250	245,677	437%
Contributed Capital	-	-	-	100%	-	-	100%
Interest Income	133,875	217,403	(83,527)	-38%	303,717	(169,842)	-56%
Interest Expense	(519,463)	(546,121)	26,659	5%	(580,293)	60,831	10%
Depreciation	(2,793,792)	(2,722,501)	(71,291)	-3%	(2,670,003)	(123,789)	-5%
Amortization	30,451	30,451	-	0%	30,456	(5)	0%
Other Expense	(3,250)	(3,250)	-	0%	(6,624)		
Other Income	993,740	126,841	866,899	683%	100,815	892,925	886%
Total Non-Op Income	689,824	(415,416)	1,105,240	266%	(597,199)	1,283,649	215%
Net Income	3,285,059	2,160,369	1,124,690	52%	18,497	3,263,188	17642%
Beginning Net Position	115,317,395	109,530,711	5,786,684	5%	115,317,395	-	0%
Change in Net Position	3,285,059	2,160,369	1,124,690	52%	18,497	3,266,562	17660%
Ending Net Position	118,602,454	111,691,080	6,911,374	6%	115,335,892	3,266,562	3%

Fund Balances	LACSD Total						
	MAR - 22 YTD	MAR -21 YTD	PY Var	%	FY 20/21 Bgt	Bgt Var	%
-00 Operating Fund	8,446,572	6,038,965	2,407,607	40%	3,134,191	5,312,381	169%
-10 Capital Improvemnt	20,729,148	17,786,687	2,942,461	17%	4,191,316	16,537,832	395%
-20 Rate Stabilztn Fund	3,053,282	2,956,771	96,511	3%	3,060,933	(7,651)	0%
Total Pooled Cash	32,229,002	26,782,422	5,446,580	20%	10,386,440	21,842,562	210%
-50 New Facilities Fund	395,544	328,369	67,176	20%	293,517	102,027	35%
160 Supplemental Wtr	11,293,689	12,192,515	(898,826)	-7%	9,417,571	1,876,118	20%
161, 270 Debt Reserve	-	-	-	100%	-	-	100%
271 Bond Proceeds	2	2	0	2%	-	2	100%
Assessment Districts	2,006,991	1,997,212	9,779	0%	1,649,214	357,777	22%
Total Restricted Cash	13,696,227	14,518,098	(821,871)	-6%	11,360,302	2,335,925	21%
Total Cash	45,925,229	41,300,521	4,624,708	11%	21,746,742	24,178,487	111%

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)	552,488	2,744,014	(9,210)	(2,233)	3,285,059
Depreciation & Amortization	1,038,052	1,536,933	32,226	11,925	2,619,136
Asset Disposal	-	-	-	-	-
Net Cash from Income Statement	<u>1,590,541</u>	<u>4,280,947</u>	<u>23,016</u>	<u>9,691</u>	<u>5,904,195</u>
Customer Accounts Receivable	863,598	820,504	23,217	24,816	1,732,134
Other Receivables	(7,634)	2,550	20	40	(5,024)
Prepaid Expenses	(101,173)	(187,893)	-	-	(289,066)
Prepaid Water	-	-	-	-	-
Accounts Payable	(167,136)	(13,984)	(2,602)	(1,402)	(185,124)
Net Pension Liability	(629,000)	(1,020,000)	(17,000)	(34,000)	(1,700,000)
Accrued Liabilities	(141,973)	247,930	(3,012)	(3,759)	99,187
Deposits & Retentions	18,513	(194,913)	-	-	(176,400)
Parts Inventory	-	-	-	-	-
Total Sources (Uses) of Cash	<u>(164,804)</u>	<u>(345,806)</u>	<u>624</u>	<u>(14,305)</u>	<u>(524,292)</u>
Net Cash Flow from Operating Activities	1,425,736	3,935,141	23,640	(4,614)	5,379,903
CASH FLOW FROM FINANCING ACTIVITIES:					
Additions to Fixed Assets	149,349	(256,931)	-	-	(107,582)
Construction in Progress	(856,785)	(1,062,550)	-	233	(1,919,102)
Bond Principal	(255,161)	(495,313)	-	-	(750,475)
Contributions to Financing Activities	25,508	49,516	-	-	-
SRF Loan & Notes Payable	-	-	-	(42,125)	(42,125)
Interfund Payable/Receivable	-	-	-	-	-
Interest Payable	55,080	106,920	-	-	162,000
Net Cash Flow from Financing Activities	(882,010)	(1,658,358)	-	(41,893)	(2,657,285)
CASH FLOW FROM INVESTING ACTIVITIES:					
Interest Receivable	6,647	12,344	-	-	18,991
Net Cash Flow from Investing Activities	6,647	12,344	-	-	18,991
Net Increase (Decrease) in Cash	550,373	2,289,127	23,640	(46,507)	2,816,633
Cash at Beginning of Period	20,720,431	21,813,293	570,291	4,581	43,108,596
Cash and Equivalents at End of Period	<u>21,270,804</u>	<u>24,102,420</u>	<u>593,930</u>	<u>(41,926)</u>	<u>45,925,229</u>



Lake Arrowhead Community Services District
Cash and Investment Report
as of March 31, 2022

Summary of Portfolio Assets

Category	Book Value	Adj Book Value	Market Value	Percent of Portfolio	Current Quarterly Yield
Checking Account	9,670,153	9,670,153	9,670,153	21.3%	0.00%
LAIF	28,057,566	28,057,566	28,057,566	61.6%	0.37%
Corporate Bonds	3,000,000	3,000,000	2,776,840	6.1%	0.93%
Negotiable CDs	5,000,000	5,000,000	4,949,607	10.9%	2.19%
Total Cash & Investments	45,727,719	45,727,719	45,454,166	100.0%	0.53%

Summary of Portfolio Liquidity

Category	Book Value	Percent of Portfolio	Market Value	Percent of Portfolio	Par Value	Percent of Portfolio
On Demand	37,727,719	82.5%	37,727,719	83.0%	37,727,719	82.5%
Within 2021-22	1,750,000	3.8%	1,762,392	3.9%	1,750,000	3.8%
Within 2022-23	1,000,000	2.2%	1,010,773	2.2%	1,000,000	2.2%
Within 2023-24	1,000,000	2.2%	1,005,462	2.2%	1,000,000	2.2%
Within 2024-25	3,250,000	7.1%	3,016,570	6.6%	3,250,000	7.1%
Within 2025-26	1,000,000	2.2%	931,250	2.0%	1,000,000	2.2%
Total	45,727,719	100.0%	45,454,166	100.0%	45,727,719	100.0%



Lake Arrowhead Community Services District
Portfolio Details
as of March 31, 2022

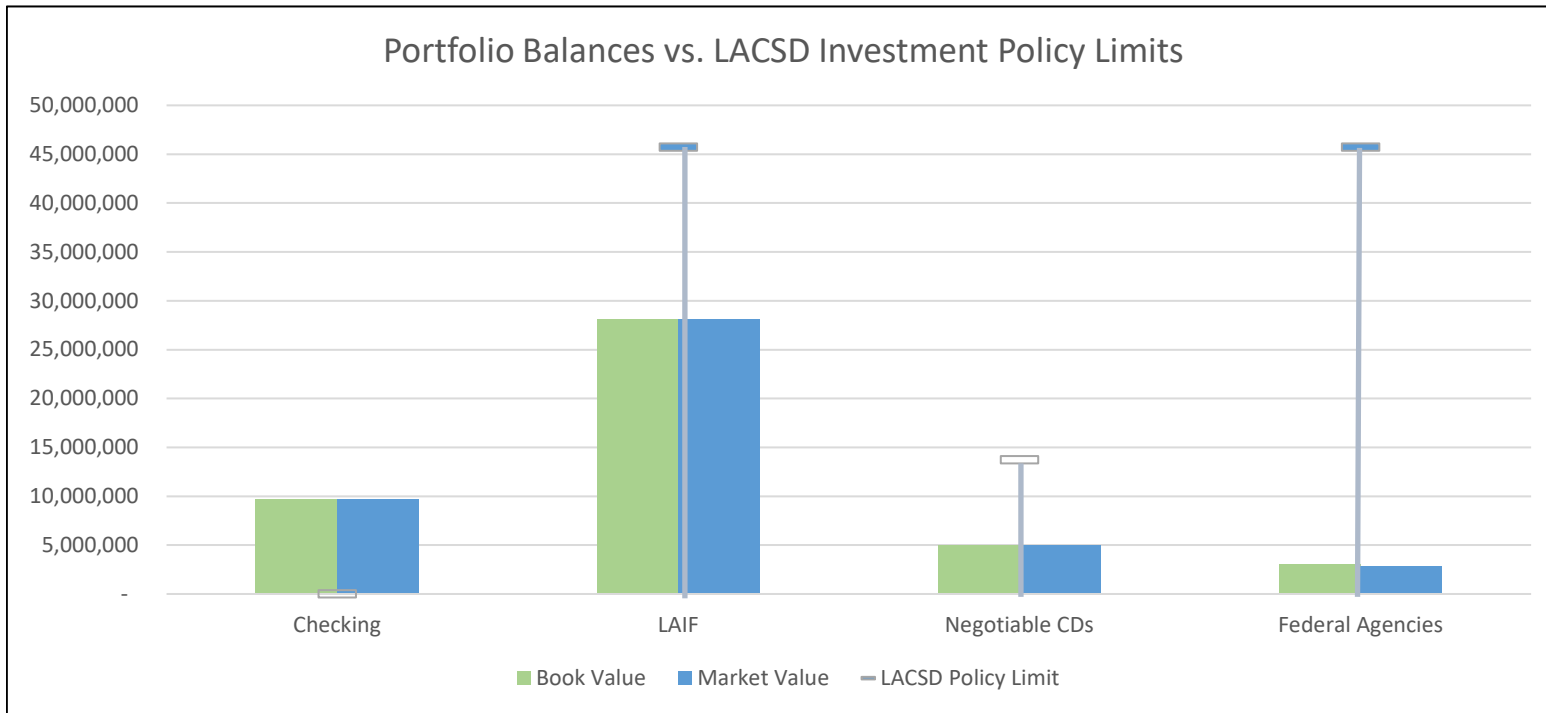
Type	Issuer	CUSIP	Purchase Date	Maturity Date	Par Value	Market Value	Book Value	Stated Rate
Checking Account	Union Bank				\$ 9,670,153	\$ 9,670,153	\$ 9,670,153	
LAIF	LAIF				\$ 28,057,566	\$ 28,057,566	\$ 28,057,566	0.37%
Negotiable CD	Merrick Bank	59013J7H6	4/18/2019	4/18/2022	\$ 250,000	\$ 250,250	\$ 250,000	2.45%
Negotiable CD	Ally Bank	02007GKC6	6/6/2019	6/6/2022	\$ 250,000	\$ 250,953	\$ 250,000	2.50%
Negotiable CD	TIAA Bank	87270LBY8	4/17/2019	10/17/2022	\$ 250,000	\$ 252,410	\$ 250,000	2.65%
Negotiable CD	Eaglebank	27002YEJ1	4/18/2019	10/18/2022	\$ 250,000	\$ 252,287	\$ 250,000	2.55%
Negotiable CD	Great Southern Bank	39120VSK1	6/28/2019	12/28/2022	\$ 250,000	\$ 249,800	\$ 250,000	2.38%
Negotiable CD	Sallie Mae Bank	795450K53	2/8/2018	2/8/2023	\$ 250,000	\$ 253,285	\$ 250,000	2.65%
Negotiable CD	Goldman Sachs	38148PXW2	2/14/2018	2/14/2023	\$ 250,000	\$ 253,407	\$ 250,000	2.70%
Negotiable CD	BMW Bank North America	05580AWA8	3/31/2020	3/31/2023	\$ 250,000	\$ 250,375	\$ 250,000	1.45%
Negotiable CD	Mainstreet Bank	56065GAE8	4/26/2019	4/26/2023	\$ 250,000	\$ 253,168	\$ 250,000	2.55%
Negotiable CD	Citibank National Association	17312QL98	5/23/2018	5/23/2023	\$ 250,000	\$ 255,045	\$ 250,000	3.20%
Negotiable CD	Medallion Bank	58404DEL1	6/11/2019	12/11/2023	\$ 250,000	\$ 252,185	\$ 250,000	2.40%
Negotiable CD	Morgan Stanley Private Bank	61760AYR4	4/11/2019	4/11/2024	\$ 250,000	\$ 253,272	\$ 250,000	2.80%
Negotiable CD	Comenity Capital Bank	20033AU38	4/15/2019	4/15/2024	\$ 250,000	\$ 253,280	\$ 250,000	2.80%
Negotiable CD	Celtic Bank	15118RUV7	4/17/2020	4/17/2024	\$ 250,000	\$ 246,275	\$ 250,000	2.80%
Negotiable CD	Morgan Stanley NA Bank	61690UHB9	6/6/2019	6/6/2024	\$ 250,000	\$ 252,635	\$ 250,000	2.70%
Negotiable CD	Hardin County Bank	412022DA0	10/18/2021	8/18/2025	\$ 250,000	\$ 239,730	\$ 250,000	1.30%
Negotiable CD	Toyota Financial Services	89235MLE9	7/29/2021	7/29/2026	\$ 250,000	\$ 233,035	\$ 250,000	0.95%
Negotiable CD	UBS Salt Lake City	90348JS92	9/9/2021	9/9/2026	\$ 250,000	\$ 232,490	\$ 250,000	0.95%
Negotiable CD	Live Oak Bank	538036SV7	10/19/2021	10/19/2026	\$ 250,000	\$ 231,480	\$ 250,000	0.90%
Negotiable CD	State Bank India Chicago	856283U95	10/19/2021	10/19/2026	\$ 250,000	\$ 234,245	\$ 250,000	1.15%
Corporate Bond	Citigroup Inc.	17298CKV9	12/8/2020	12/8/2025	\$ 1,000,000	\$ 910,290	\$ 1,000,000	1.00%
Corporate Bond	JPMorgan Chase & Co.	48128G4B3	12/22/2020	12/22/2025	\$ 1,000,000	\$ 929,220	\$ 1,000,000	0.75%
Corporate Bond	TD Bank Services	89114TK84	3/16/2021	3/16/2026	\$ 1,000,000	\$ 937,330	\$ 1,000,000	1.05%



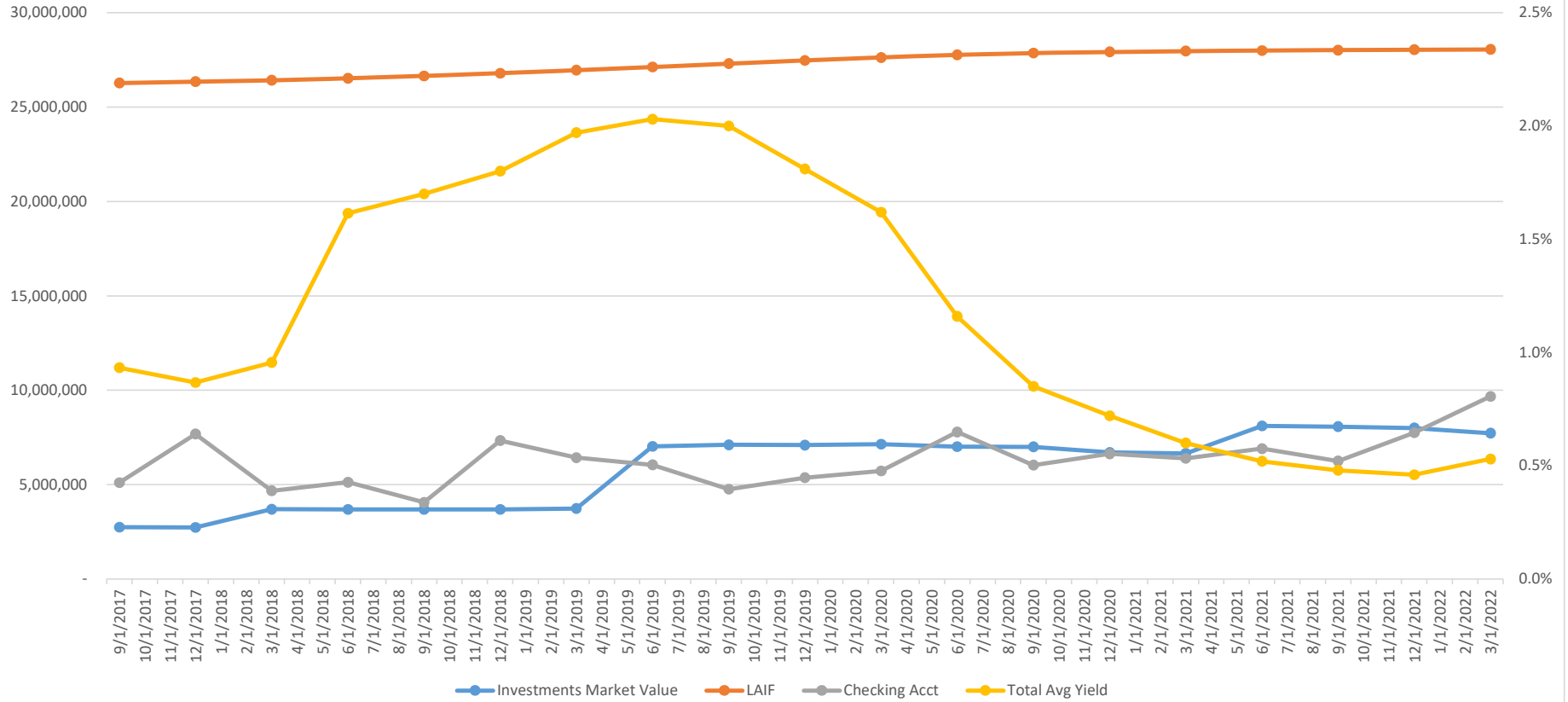
Lake Arrowhead Community Services District Investment Policy Compliance Report

as of March 31, 2022

Investment Type	Book Value	Market Value	LACSD Policy Limit	Description of Limit
Checking	9,670,153	9,670,153	None	None
LAIF	28,057,566	28,057,566	45,727,719	Up to 100% of portfolio
Negotiable CDs	5,000,000	4,949,607	13,718,316	Up to 30% of portfolio
Federal Agencies	3,000,000	2,776,840	45,727,719	Up to 100% of portfolio
Total Portfolio	45,727,719	45,454,166		



5 Year Balance and Yield History



Market Rates

