

**A REGULAR MEETING OF THE BOARD OF DIRECTORS
OF THE TWENTYNINE PALMS WATER DISTRICT
72401 HATCH ROAD, TWENTYNINE PALMS, CA 92277**

February 27, 2019 / 6:00 P.M.

AGENDA

This meeting may be viewed on the District's website at www.29palmswater.net

Next Resolution #19-04
Next Ordinance #98

Call to Order and Roll Call

Pledge of Allegiance

Additions/Deletions to the Agenda

Public Comments

Please complete a "Request to be Heard" form prior to the start of the meeting. The public may address the Board for 3 minutes on District-related matters. Government Code prohibits the Board from taking action on matters that are not on the agenda. However, the Board may refer matters for future consideration.

1. Discussion of State Water Board Planning Loan
2. Consent Calendar

Matters under the Consent Calendar are to be considered routine and will be enacted in a single motion. There will be no separate discussion of these items unless the Board, staff or the public requests specific items be removed for separate discussion and action before the Board votes on the motion to adopt.

 - Minutes of the Regular Meeting held on January 23, 2019
 - Audit List(s)
3. Items Removed from the Consent Calendar for Discussion or Separate Action
4. Management Reports
 - 4.1 Maintenance
 - 4.2 Water Quality
 - 4.3 Finance
 - 4.4 General Manager
5. Future Agenda Items and Staff Tasks/Directors' Comments and Reports

6. Adjournment

The Board reserves the right to discuss only or take action on any item on the agenda.

Notice of agenda was posted on or before 4:00 p.m., February 22, 2019.



Ray Kolisz, General Manager

Upon request, this Agenda will be made available in appropriate alternative formats to persons with disabilities, as required by Section 202 of the Americans with Disabilities Act of 1990. Any person with a disability who requires a modification or accommodation in order to participate in a meeting should direct such request to Cindy Fowlkes at (760) 367-7546 at least 48 hours before the meeting, if possible.

Pursuant to Government Code Section 54957.5, any writing that: (1) is a public record; (2) relates to an agenda item for an open session of a regular meeting of the Board of Directors; and (3) is distributed less than 72 hours prior to that meeting, will be made available for public inspection at the time the writing is distributed to the Board of Directors. Any such writing will be available for public inspection at the District offices located at 72401 Hatch Road, Twentynine Palms, CA 92277. In addition, any such writing may also be posted on the District's website.

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TWENTYNINE PALMS WATER DISTRICT
72401 HATCH ROAD, TWENTYNINE PALMS, CA 92277-2935
760.367.7546 PHONE 760.367.6612 FAX

TO:	BOARD OF DIRECTORS
DATE:	FEBRUARY 27, 2019
FROM:	RAY KOLISZ, GENERAL MANAGER
SUBJECT:	DISCUSSION OF STATE WATER RESOURCES CONTROL BOARD PLANNING LOAN

BACKGROUND AND DISCUSSION

In October of 2015 the District submitted a grant application to the Drinking Water State Revolving Fund (DWSRF) for a Potable Groundwater Management Project (Project) for planning and engineering. The Project scope included several tasks to include the planning and engineering of Well TP-2, the secondary source well for the fluoride plant, hexavalent chromium evaluation and treatment feasibility, and work related to exploring production wells in the Dale Valley Basin. The application identified the potential costs of these tasks was \$1.8M.

In December of 2018 the District was notified that we were not eligible for grants due to eligibility criteria of the District. The State informed the District that in lieu of grant funding a low interest loan was being offered for the Project. Terms of the loan would be as follows:

- Maximum funding amount \$1,800,000
- Interest rate 1.8%
- Eligible start date February 6, 2018 (possible reimbursement of District funds spent after this date)
- Work completion date January 1, 2022 (any District funds spent on the Project can be included up until this date)
- Final repayment date of loan is January 1, 2027

Due to the delayed response of the State on the application the District has started the process of engineering the TP-2 project with Engineering Resources. When the engineering is complete the District would be ready to move to the construction process of the well. (Currently the District is pursuing construction grant funding for Well TP-2 through the Mojave Water Integrated Regional Water Management Plan).

Also, as the Board is aware the Hexavalent Chromium (Cr6) Maximum Contaminant Level (MCL) was rescinded by the State after the courts ruled that the established MCL failed to meet the economic feasibility requirements. At this time there is no MCL

established for Cr6 so any planning or pilot testing is difficult to accomplish without set goals of a MCL.

The District has submitted a letter requesting an extension to further review the proposed agreement to determine the benefit of this planning loan and reconsider if it would be advantageous at this time.

RECOMMENDATION

This item is for discussion purposes only and no action is needed at this time.

Attachments: Loan Agreement Exhibit A, B and B.RS
 Letter to State Water Board



EDMUND G. BROWN JR.
GOVERNOR



MATTHEW RODRIGUEZ
SECRETARY FOR
ENVIRONMENTAL PROTECTION

State Water Resources Control Board

December 21, 2018

Twentynine Palms Water District
Attn: Ray Kolisz – General Manager
72401 Hatch Road
Twentynine Palms, CA 92277

Agreement Number: D17-02087
Project Number: 3610049-005P

Enclosed is your Agreement for your approval and signature. This Agreement cannot be considered binding by either party until executed by the State Water Resources Control Board (State Water Board).

If you are in agreement with all terms and conditions of the Agreement, please sign and date **two (2) signature** pages; return only the two (2 signature pages – it is not necessary to send the entire Agreement - **no later than thirty (30) calendar days from the date of this letter to:**

Overnight Mail

David Bruglia
State Water Resources Control Board
Division of Financial Assistance
1001 I Street, 16th Floor
Sacramento, CA 95814

US Mail

David Bruglia
State Water Resources Control Board
Division of Financial Assistance
P. O. Box 944212
Sacramento, CA 94244-2120

In order for the Funding Agreement to be executed by the State Water Board, the following items **must also be returned with the signed signature pages:**

1. Opinion of General Counsel.

Be aware that all projects receiving funding must comply with all applicable implementing guidelines and regulations adopted by California Department of Industrial Relations (DIR), regarding state prevailing wage requirements. You must contact DIR for guidance on how to comply. Information can be found at: <http://www.dir.ca.gov/lcp.asp>.

Mr. Bruglia may be contacted at (916) 449-5640 or David.Bruglia@waterboards.ca.gov

Once the Agreement is signed by both parties, we will forward an executed copy to you for your records.

Enclosures



TWENTYNINE PALMS WATER DISTRICT

AND

CALIFORNIA STATE WATER RESOURCES CONTROL BOARD



PLANNING LOAN

PUBLIC WATER SYSTEM IMPROVEMENT PLANNING

POTABLE GROUNDWATER MANAGEMENT PROJECT

PROJECT NO. 3610049-005P

FISCAL AGREEMENT NO. SWRCB0000000000D170208700

AMOUNT: \$1,800,000.00

ELIGIBLE START DATE: FEBRUARY 6, 2018

WORK COMPLETION DATE: JANUARY 1, 2022

FINAL DISBURSEMENT REQUEST DATE: JULY 1, 2022

FINAL REPAYMENT DATE: JANUARY 1, 2027

RECORDS RETENTION END DATE: JANUARY 1, 2058

WHEREAS,

1. The State Water Board is authorized to provide financial assistance under this Agreement pursuant to the following:
 - Section 1452 of the federal Safe Drinking Water Act (42 USC § 300j-12) (Federal Act)
 - Chapter 4.5 of Part 12 of Division 104 of the California Health and Safety Code (State Act)
2. The Recipient has applied to the State Water Board for financial assistance for the Planning described in Exhibit A of this Agreement and the State Water Board has selected the application for financial assistance.
3. The Recipient acknowledges its obligations to satisfy each of the terms of this Agreement, including its Obligation to pay Loan Repayments, which Obligation will be secured by Net Revenues, as defined herein.

NOW, THEREFORE, in consideration of the premises, mutual representations, covenants and agreements in this Agreement, the State Water Board and the Recipient, each binding itself, its successors and assigns, do mutually promise, covenant, and agree as follows:

1. Definitions.

Unless otherwise specified, each capitalized term used in this Agreement has the following meaning:

"Additional Payments" means the Additional Payments described in Exhibit B of this Agreement.

"Agreement" means this Planning Loan, including all exhibits and attachments hereto.

"Authorized Representative" means the duly appointed representative of the Recipient as set forth in the certified original of the Recipient's authorizing resolution that designates the authorized representative by title.

"Days" means calendar days unless otherwise expressly indicated.

"Debt Service" means, as of any date, with respect to outstanding System Obligations and, in the case of the additional debt tests in section 10 of this Agreement, any System Obligations that are proposed to be outstanding, the aggregate amount of principal and interest scheduled to become due (either at maturity or by mandatory redemption), calculated with the following assumptions:

- (a) Principal payments (unless a different subdivision of this definition applies for purposes of determining principal maturities or amortization) are made in accordance with any amortization schedule published for such principal, including any minimum sinking fund payments;
- (b) Interest on a variable rate System Obligation that is not subject to a swap agreement and that is issued or will be issued as a tax-exempt obligation under federal law, is the average of the SIFMA Municipal Swap Index, or its successor index, during the 24 months preceding the date of such calculation;
- (c) Interest on a variable rate System Obligation that is not subject to a swap agreement and that is issued or will be issued as a taxable obligation under federal law, is the average of LIBOR, or its successor index, during the 24 months preceding the date of such calculation;

- (d) Interest on a variable rate System Obligation that is subject to a swap agreement is the fixed swap rate or cap strike rate, as appropriate, if the variable rate has been swapped to a fixed rate or capped pursuant to an interest rate cap agreement or similar agreement;
- (e) Interest on a fixed rate System Obligation that is subject to a swap agreement such that all or a portion of the interest has been swapped to a variable rate shall be treated as variable rate debt under subdivisions (b) or (c) of this definition of Debt Service;
- (f) Payments of principal and interest on a System Obligation are excluded from the calculation of Debt Service to the extent such payments are to be paid from amounts then currently on deposit with a trustee or other fiduciary and restricted for the defeasance of such System Obligations;
- (g) If 25% or more of the principal of a System Obligation is not due until its final stated maturity, then principal and interest on that System Obligation may be projected to amortize over the lesser of 30 years or the useful life of the financed asset, and interest may be calculated according to subdivisions (b)-(e) of this definition of Debt Service, as appropriate.

"Disbursement Period" means the period during which Planning Funds may be disbursed.

"District Office" means District Office of the Division of Drinking Water of the State Water Resources Control Board.

"Division" means the Division of Financial Assistance of the State Water Board or any other segment of the State Water Board authorized to administer the SRF and Prop 1.

"Division of Drinking Water" means the Division of Drinking Water of the State Water Board.

"DWSRF" means the Drinking Water State Revolving Fund.

"Eligible Start Date" means the date set forth in Exhibit B, establishing the date on or after which Planning Costs may be incurred and eligible for reimbursement hereunder.

"End of Funding Period" means the date, as determined by the Division, that the Planning is complete to the reasonable satisfaction of the Division and is the last date on which Planning Costs may be incurred. Work occurring after End of Funding Period is not eligible for reimbursement under this Agreement.

"Enterprise Fund" means the enterprise fund of the Recipient in which Revenues are deposited.

"Event of Default" means the occurrence of any of the following events: (a) the failure of the Recipient to pay principal or interest or any fee or any other amount when due to be paid or performed under the terms of this Agreement, and such failure to pay continuing after the applicable grace period, (b) any representation or warranty made by the Recipient under this Agreement proves to be incorrect in any material respect, (c) the Recipient's failure to observe or perform any financial covenant, condition, or agreement contained in this Agreement, (d) the failure of the Recipient to perform any other covenant or condition under this Agreement and such failure shall remain unremedied for a period of 2 days for requirements under section 6 of this Agreement, and 30 days with respect to other requirements, covenants, or conditions, unless expressly waived by the Division, (e) the failure of the Recipient to keep in full force and effect its legal existence and any rights, licenses, permit, or privileges to conduct its business, or the occurrence of any material restraint on Recipient's business by a government agency or by court order, (f) initiations of proceedings seeking liquidation, reorganization, or other relief with respect to the Recipient or its debts, or for the appointment of a receiver, trustee, custodian or conservator with Respect to the Recipient or any part of its assets, or similar event, (g) the failure of the Recipient to make any payment with respect to any System Obligation, when such becomes due and payable, and such

failure continuing or anticipated to continue beyond any applicable grace period, (h) any event or condition occurs that results in the acceleration of any System Obligation, or of such System Obligation becoming due prior to its scheduled maturity or that enables or permits (with or without the giving of notice, the lapse of time or both) the holder or holders of any System Obligation or any trustee or agent on its or their behalf to cause any System Obligation to become due, or to require the prepayment, repurchase, redemption or defeasance thereof, prior to its scheduled maturity, (i) any event that results in a material impairment in the perfection or priority of the State Water Board's security interest, (j) initiation of litigation related to the Revenues, the System, or the Planning, which could materially affect the repayment of the Obligation, the continued operation of the System, or the completion of the Planning, or (k) a material adverse change in the business, operations, or condition (financial or otherwise) of Recipient.

"Final Disbursement Request Date" means the date established in Exhibit B, after which date, no further Planning Funds disbursements may be requested.

"Final Repayment Date" is the date by which all principal and accrued interest due under this Agreement is to be paid in full to the State Water Board and is specified in Exhibit B and Exhibit B-RS.

"Fiscal Year" means the period of twelve (12) months terminating on June 30 of any year, or any other annual period selected and designated by the Recipient as its Fiscal Year in accordance with applicable law.

"Force Account" means the use of the Recipient's own employees or resources for the Planning.

"GAAP" means generally accepted accounting principles, the uniform accounting and reporting procedures set forth in publications of the American Institute of Certified Public Accountants or its successor, or by any other generally accepted authority on such procedures, and includes, as applicable, the standards set forth by the Governmental Accounting Standards Board or its successor.

"Listed Event" means, so long as the Recipient has outstanding any System Obligation subject to Rule 15c2-12, any of the events required to be reported pursuant to Rule 15c2-12(b)(5).

"Loan Repayments" means repayments due and payable by the Recipient to the State Water Board under this Agreement, the amounts of which are set forth as Exhibit B.RS hereto.

"Material Event" means the failure of the Recipient to observe or perform any covenant in this Agreement, and any of the following occurrences: (a) revenue shortfalls that could materially affect the repayment of the Obligation, or failure to meet any debt coverage test in section 10 of this Agreement; (b) unscheduled draws on the Reserve fund, if any, or unscheduled draws on the Enterprise Fund reflecting financial difficulties; (c) substitution of liquidity providers, or their failure to perform; (d) adverse findings by the Division of Drinking Water; (e) litigation related to the Revenues, the System, or the Planning, whether pending or anticipated; (f) any false warranty or representation made by the Recipient relevant to this Agreement; (g) loss, theft, damage, or impairment to the Revenues or the System; (h) seizure of, or levy on any collateral securing this Agreement; (i) dissolution or cessation of operations by Recipient, termination of Recipient's existence, insolvency of Recipient, or filing of a voluntary or involuntary bankruptcy petition by or on behalf of Recipient; (j) any event set forth in section 6 of this Agreement.

"Maximum Annual Debt Service" means the maximum amount of Debt Service due on System Obligations in any Fiscal Year during the period commencing with the Fiscal Year for which such calculation is made and terminating with the last Fiscal Year in which Debt Service for any System Obligations will become due.

"Net Revenues" means, for any Fiscal Year, all Revenues received by the Recipient less the Operations and Maintenance Costs for such Fiscal Year.

"Obligation" means the obligation of the Recipient to make Loan Repayments and Additional Payments as provided herein.

"Operations and Maintenance Costs" means the reasonable and necessary costs paid or incurred by the Recipient for maintaining and operating the System, determined in accordance with GAAP, including all reasonable expenses of management and repair and all other expenses necessary to maintain and preserve the System in good repair and working order, and including all reasonable and necessary administrative costs of the Recipient that are charged directly or apportioned to the operation of the System, such as salaries and wages of employees, overhead, taxes (if any), the cost of permits, licenses, and charges to operate the System and insurance premiums; but excluding, in all cases depreciation, replacement, and obsolescence charges or reserves therefor and amortization of intangibles.

"Party Contact" means, for the Recipient, the Authorized Representative of the Recipient or any designee of the Authorized Representative, and, for the State Water Board, the Project Manager.

"Planning" means the Planning as described in Exhibit A and in the documents incorporated by reference.

"Planning Costs" means the incurred costs of the Recipient which are eligible for financial assistance under this Agreement, which are allowable costs as defined under the Policy, and which are reasonable, necessary and allocable by the Recipient to the Planning under GAAP, plus capitalized interest.

"Planning Funds" means funds disbursed by the State Water Board to the Recipient for purposes of this Agreement.

"Policy" means the State Water Board's "Policy for Implementing the Drinking Water State Revolving Fund," as amended from time to time.

"Project Director" means an employee of the Recipient designated by the Authorized Representative to be responsible for the overall management of the administrative and technical aspects of the executed Agreement. The Project Director is set forth in section 2 of this Agreement.

"Project Manager" means the person designated by the State Water Board to manage performance of this Agreement. The Project Manager is set forth in section 2 of this agreement.

"Recipient" means Twentynine Palms Water District.

"Records Retention End Date" means the last date that the Recipient is obligated to maintain records pursuant to Exhibit C of this Agreement.

"Reserve Fund" means the reserve fund required pursuant to section 10 of this Agreement.

"Revenues" means, for each Fiscal Year, all gross income and revenue received or receivable by the Recipient from the ownership or operation of the System, determined in accordance with GAAP, including all rates, fees, and charges (including connection fees and charges) as received by the Recipient for the services of the System, and all other income and revenue howsoever derived by the Recipient from the ownership or operation of the System or arising from the System, including all income from the deposit or investment of any money in the Enterprise Fund or any rate stabilization fund of the Recipient or held on the Recipient's behalf, and any refundable deposits made to establish credit, and advances or contributions in aid of construction.

"Rule 15c2-12(b)(5)" means Rule 15c2-12(b)(5) promulgated by the Securities and Exchange Commission pursuant to the Securities Exchange Act of 1934, as amended.

"SRF" means the Drinking Water State Revolving Fund.

“State” means State of California.

“State Water Board” means the State Water Resources Control Board.

“System” means all drinking water collection, transport, treatment, storage, and delivery facilities, including land and easements thereof, owned by the Recipient, including all properties, structures, or works hereafter acquired and constructed by the Recipient and determined to be a part of the System, together with all additions, betterments, extensions, or improvements to such facilities, properties, structures, or works, or any part thereof hereafter acquired and constructed.

“System Obligation” means any obligation of the Recipient payable from the Revenues, including but not limited to this Obligation and obligations reflected in Exhibit F and such additional obligations as may hereafter be issued in accordance with the provisions of such obligations and this Agreement.

“Work Completion” means the Recipient’s submittal of all work set forth under Exhibit A for review and approval by the Division. The Division may require corrective work to be performed. Any work occurring after the Work Completion Date will not be reimbursed under this Agreement.

“Work Completion Date” means the date set forth in Exhibit A that is the last date on which Planning Costs may be incurred under this Agreement.

“Year” means calendar year unless otherwise expressly indicated.

2. Party Contacts.

The Party Contacts during the term of this Agreement are:

State Water Board	Recipient
Section:	
Name: Marques Tamanaha, Project Manager	Name: Ray Kolisz, Project Director
Address: 1001 I Street, 16 th Floor	Address: 72401 Hatch Road
City, State, Zip: Sacramento, CA 95814	City, State, Zip: Twentynine Palms, CA 92277
Phone: (916) 449-5645	Phone: (706) 367-7546
Fax:	Fax:
Email: marques.tamanaha@waterboards.ca.gov	Email: rkolisz@29palmswater.org

The Recipient may change its Project Director upon written notice to the Project Manager, which notice shall be accompanied by authorization from the Recipient’s Authorized Representative. The State Water Board will notify the Project Director of any changes to its Party Contacts.

3. Exhibits and Appendices Incorporated.

The following exhibits and appendices to this Agreement, including any amendments and supplements hereto, are hereby incorporated herein and made a part of this Agreement:

- EXHIBIT A – SCOPE OF WORK
- EXHIBIT B – FUNDING PROVISIONS
- EXHIBIT B.RS – LOAN REPAYMENT SCHEDULE
- EXHIBIT C – STANDARD TERMS AND CONDITIONS
- EXHIBIT D – SPECIAL CONDITIONS
- EXHIBIT E – FEDERAL TERMS AND CONDITIONS
- EXHIBIT F – SCHEDULE OF SYSTEM OBLIGATIONS

Additionally, the following documents are incorporated by reference:

(a) The Recipient's Scope of Work dated September 24, 2017.

4. Recipient Representations and Commitments.

The Recipient represents, warrants, and commits to the following as of the Eligible Start Date and continuing thereafter for the term of this Agreement:

- (a) **General Commitments.** The Recipient accepts and agrees to comply with all terms, provisions, conditions, and commitments of this Agreement, including all incorporated documents, and to fulfill all assurances, declarations, representations, and commitments made by the Recipient in its application, accompanying documents, and communications filed in support of its request for financial assistance and throughout the term of this Agreement.
- (b) **Authorization and Validity.** The execution and delivery of this Agreement, including all incorporated documents, has been duly authorized by the Recipient. Upon execution by both parties, this Agreement constitutes a valid and binding obligation of the Recipient, enforceable in accordance with its terms, except as such enforcement may be limited by law.
- (c) **No Violations.** The execution, delivery, and performance by Recipient of this Agreement, including all incorporated documents, do not violate any provision of any law or regulation in effect as of the date set forth on the first page hereof, or result in any breach or default under any contract, obligation, indenture, or other instrument to which Recipient is a party or by which Recipient is bound as of the date set forth on the first page hereof.
- (d) **No Litigation.** There are no pending or, to Recipient's knowledge, threatened actions, claims, investigations, suits, or proceedings before any governmental authority, court, or administrative agency which materially affect the financial condition or operations of the Recipient, the System, the Revenues, and/or the Planning.
- (e) **Solvency and Insurance.** None of the transactions contemplated by this Agreement will be or have been made with an actual intent to hinder, delay, or defraud any present or future creditors of Recipient. As of the date set forth on the first page hereof, Recipient is solvent and will not be rendered insolvent by the transactions contemplated by this Agreement. Recipient is able to pay its debts as they become due. Recipient maintains sufficient insurance coverage considering the scope of this Agreement, including, for example but not necessarily limited to, general liability, automobile liability, workers compensation and employers liability, professional liability.
- (f) **Legal Status and Eligibility.** Recipient is duly organized and existing and in good standing under the laws of the State of California, and will remain so during the term of this Agreement. Recipient shall at all times maintain its current legal existence and preserve and keep in full force and effect its legal rights and authority. Recipient shall maintain its eligibility for funding under this Agreement for the term of this Agreement.
- (g) **Financial Statements and Continuing Disclosure.** The financial statements of Recipient previously delivered to the State Water Board as of the date(s) set forth in such financial statements: (a) are materially complete and correct; (b) present fairly the financial condition of the Recipient; and (c) have been prepared in accordance with GAAP. Since the date(s) of such financial statements, there has been no material adverse change in the financial condition of the Recipient, nor have any assets or properties reflected on such financial statements been sold, transferred, assigned, mortgaged, pledged or encumbered, except as previously disclosed in writing by Recipient and approved in writing by the State Water Board. The Recipient is current in its continuing disclosure obligations associated with its material debt.

- (h) Good Standing. The Recipient is currently in compliance with the state requirements set forth in Exhibit C and the federal requirements set forth in Exhibit E. Within the preceding ten years, the Recipient has not failed to demonstrate compliance with previous state audit disallowances.

5. Work Completion.

The Recipient shall expeditiously proceed with and complete the Planning in accordance with this Agreement.

6. Notice.

- (a) The Recipient shall notify the Division in writing within five (5) working days of the occurrence of the following:
 - (1) Material defaults on this Obligation;
 - (2) Unscheduled draws on debt service reserves held for this Obligation, if any, reflecting financial difficulties;
 - (3) Bankruptcy, insolvency, receivership or similar event of the Recipient;
 - (4) Actions taken pursuant to state law in anticipation of filing for bankruptcy;
 - (5) Listed Events, Material Events or Events of Default, except as set forth in subdivisions (b) or (c) of this section;
 - (6) Change of ownership of the System or change of management or service contracts, if any, for operation of the System; or
- (b) The Recipient shall notify the Division in writing within 10 working days of the following:
 - (1) Material defaults on System Obligations, other than this Obligation;
 - (2) Unscheduled draws on debt service reserves held for System Obligations, other than this Obligation, if any, reflecting financial difficulties;
 - (3) Unscheduled draws on credit enhancements on System Obligations, if any, reflecting financial difficulties
 - (4) Substitution of credit or liquidity providers, if any or their failure to perform;
 - (5) Any litigation pending or threatened against Recipient regarding its continued technical, managerial or financial capacity to operate its System or its continued existence, circulation of a petition to challenge rates, consideration of dissolution, or disincorporation, or any other material threat to the Recipient's Revenues;
 - (6) Adverse tax opinions, the issuance by the Internal Revenue Service or proposed or final determinations of taxability, Notices of Proposed Issue (IRS Form 5701-TEB) or other material notices of determinations with respect to the tax status of any tax-exempt bonds;
 - (7) Rating changes on outstanding System Obligations, if any; or
 - (8) Issuance of additional parity obligations.
- (c) The Recipient shall notify the Division promptly of the following:

- (1) Any proposed change in scope of the Planning. Most changes will require an amendment to this Agreement;
- (2) Cessation of work on the Planning where such cessation of work is expected to or does extend for a period of thirty (30) days or more;
- (3) Any circumstance, combination of circumstances, or condition, which is expected to or does delay Work Completion for a period of ninety (90) days or more beyond the estimated date previously provided to the Division;
- (4) The Recipient shall notify the Division within 24 hours of any discovery of any potential tribal cultural resource and/or archeological or historical resource. Notice shall be addressed to the Deputy Director of the Division and contact via phone at (916) 327-9978 or email to DrinkingWaterSRF@waterboards.ca.gov. Should a potential tribal cultural resource and/or archeological or historical resource be discovered during construction, the Recipient shall ensure that all work in the area of the find will cease until a qualified archeologist has evaluated the situation and made recommendations regarding preservation of the resource, and the Division has determined what actions should be taken to protect and preserve the resource. The Recipient shall implement appropriate actions as directed by the Division;
- (5) Discovery of any unexpected endangered or threatened species, as defined in the federal Endangered Species Act. Should a federally protected species be unexpectedly encountered during construction, the Recipient shall promptly notify the Division. This notification is in addition to the Recipient's obligations under the federal Endangered Species Act;
- (6) Any monitoring activities such that the State Water Board Division of Drinking Water and/or Regional Water Quality Control Board staff may observe and document such activities;
- (7) Any public or media event publicizing the accomplishments and/or results of this Agreement and provide the opportunity for attendance and participation by state representatives with at least ten (10) working days' notice to the Division; or
- (8) Work Completion.

7. Findings and Challenge

Upon consideration of a voter initiative to reduce Revenues, the Recipient shall make a finding regarding the effect of such a reduction on the Recipient's ability to satisfy the rate covenant set forth in section 10 of this Agreement. The Recipient shall make its findings available to the public and shall request, if necessary, the authorization of the Recipient's decision-maker or decision-making body to file litigation to challenge any such initiative that it finds will render it unable to satisfy the rate covenant set forth in section 10 hereof and its obligation to operate and maintain the System for its useful life. The Recipient shall diligently pursue and bear any and all costs related to such challenge. The Recipient shall notify and regularly update the State Water Board regarding the status of any such challenge.

8. Obligation Absolute.

The obligation of the Recipient to make the Loan Repayments and other payments required to be made by it under this Agreement, from Net Revenues and/or other amounts legally available to the Recipient therefor, is absolute and unconditional, and until such time as the Loan Repayments and Additional Payments have been paid in full, the Recipient shall not discontinue or suspend any Loan Repayments or other payments required to be made by it hereunder when due, whether or not the System or any part thereof is operating or operable or has been completed, or its use is suspended, interfered with, reduced or curtailed or terminated in whole or in part, and such Loan Repayments and other payments shall not

be subject to reduction whether by offset or otherwise and shall not be conditional upon the performance or nonperformance by any party of any agreement for any cause whatsoever.

9. No Obligation of the State; State Budget Act Contingency.

Any obligation of the State Water Board herein contained shall not be an obligation, debt, or liability of the State and any such obligation shall be payable solely out of the moneys appropriated by the State Legislature to the State Water Board from the special fund associated with this Agreement.

If the Budget Act of the current year and/or any subsequent years covered under this Agreement does not appropriate sufficient funds for the program, this Agreement shall be of no force and effect. This provision shall be construed as a condition precedent to the obligation of the State Water Board to make any payments under this Agreement. In this event, the State shall have no liability to pay any funds whatsoever to Recipient or to furnish any other considerations under this Agreement and Recipient shall not be obligated to perform any provisions of this Agreement. Nothing in this Agreement shall be construed to provide the Recipient with a right of priority for payment over any other recipient.

If this Agreement's funding for any Fiscal Year is reduced or deleted by the Budget Act, by Executive Order, or by order of the Department of Finance, the State shall have the option to either cancel this Agreement with no liability occurring to the State, or offer an Agreement amendment to the Recipient to reflect the reduced amount.

10. Pledge; Rates, Fees and Charges; Additional Debt.

- (a) Establishment of Enterprise Fund. In order to carry out its Material Obligations, the Recipient agrees and covenants that it shall establish and maintain or shall have established and maintained the Enterprise Fund. All Revenues received shall be deposited when and as received in trust in the Enterprise Fund.
- (b) Pledge of Net Revenues, Enterprise Fund, and Reserve Fund. The Obligation hereunder shall be secured by a lien on and pledge of the Enterprise Fund, Net Revenues, and any Reserve Fund specified in subdivision (f) in priority as specified in Exhibit F (senior, parity, or subordinate). The Recipient hereby pledges and grants such lien on and pledge of the Enterprise Fund, Net Revenues, and any Reserve Fund specified in subdivision (f) to secure the Obligation, including payment of Loan Repayments and Additional Payments hereunder. The Net Revenues in the Enterprise Fund, shall be subject to the lien of such pledge without any physical delivery thereof or further act, and the lien of such pledge shall be valid and binding as against all parties having claims of any kind in tort, contract, or otherwise against the Recipient.
- (c) Application and Purpose of the Enterprise Fund. Subject to the provisions of any outstanding Material Obligation, money on deposit in the Enterprise Fund shall be applied and used first, to pay Operations and Maintenance Costs, and thereafter, all amounts due and payable with respect to the Material Obligations. After making all payments hereinabove required to be made in each Fiscal Year, the Recipient may expend in such Fiscal Year any remaining money in the Enterprise Fund for any lawful purpose of the Recipient, including payment of subordinate debt.
- (d) Rates, Fees, and Charges. The Recipient shall, to the extent permitted by law, fix, prescribe and collect rates, fees and charges for the System during each Fiscal Year which are reasonable, fair, and nondiscriminatory and which will be sufficient to generate Revenues in the amounts necessary to cover Operations and Maintenance Costs, and shall ensure that Net Revenues are equal to at least 110% of the Maximum Annual Debt Service.

The Recipient may make adjustments from time to time in such fees and charges and may make such classification thereof as it deems necessary, but shall not reduce the rates, fees and

charges then in effect unless the Net Revenues from such reduced rates, fees, and charges will at all times be sufficient to meet the requirements of this section.

(e) Additional Debt Test.

(1) Additional Senior Debt. The Recipient's future debt that is secured by Revenues pledged herein may not be senior to this Obligation, except where the new senior obligation refunds or refinances a senior obligation with the same lien position as the existing senior obligation, the new senior obligation has the same or earlier repayment term as the refunded senior debt, the new senior debt service is the same or lower than the existing debt service, and the new senior debt will not diminish the Recipient's ability to repay its SRF obligations.

(2) Additional Parity or Subordinate Debt. The Recipient may issue additional parity or subordinate debt only if:

(A) Net Revenues in the most recent Fiscal Year, excluding transfers from a rate stabilization fund, if any, meet the ratio for rate covenants set forth in subdivision (d) of this section with respect to all outstanding and proposed additional obligations;

(B) The Recipient is in compliance with any reserve fund requirement of this Obligation.

(C) The Recipient's non-subordinate debt is rated "A," or higher, by at least two of the nationally recognized rating agencies.

(f) Reserve Fund

[Reserved.]

(g) The Recipient shall not make any pledge of or place any lien on Revenues and shall not make any pledge of or place any lien on Net Revenues except as otherwise provided or permitted by this Agreement.

IN WITNESS WHEREOF, this Agreement has been executed by the parties hereto.

TWENTYNINE PALMS WATER DISTRICT:

By: _____

Name: Ray Kolisz

Title: General Manager

Date: _____

STATE WATER RESOURCES CONTROL BOARD:

By: _____

Name: Leslie Laudon

Title: Deputy Director
Division of Financial Assistance

Date: _____

EXHIBIT A – SCOPE OF WORK

A-1. Completion Dates.

The Work Completion Date is established as January 1, 2022. The Recipient shall deliver any request for extension of the Work Completion date no less than 90 days prior to the Work Completion date. The Division will not unreasonably deny such a timely request, but the Division may deny requests received after this time.

A-2. Purpose.

The planning funded by this agreement is related to the possible construction project known as the Potable Groundwater Management Project. The Recipient's receipt of funding under this Agreement is not a commitment to and does not obligate the State Water Board to provide funding for any eventual construction project.

A-3. Scope of Work.

The Recipient agrees to do the following:

ITEM	DESCRIPTIONS
1	<p>Project Evaluation and Pre-Design Engineering</p> <p>1.1 Evaluate water quality data to identify necessary treatment alternatives for hexavalent chromium (Cr6) and fluoride-impacted groundwater.</p> <ul style="list-style-type: none"> • Review water quality data to help characterize well-specific water quality. Use results to identify water treatment and/or blending alternatives needed to meet water quality and consequently system water demands. • Develop evaluation criteria and cost- and non-cost factors to evaluate and compare alternatives. • Document evaluation criteria and results in the form of a technical memo or similar. <p>1.2 Ensure SB 385 Compliance</p> <ul style="list-style-type: none"> • In accordance with SB 385, the Recipient will submit a Notice of Intent (NOI) and will prepare and submit a Hexavalent Chromium Compliance Plan. Evaluation results from Item 1.1 will inform the Compliance Plan. <p>ITEM 1 SUBMITTAL Documentation summarizing alternatives evaluation criteria and results for Cr6-impacted groundwater; Documentation summarizing alternatives evaluation criteria and results for fluoride-impacted groundwater; Notice of Intent; Cr6 Compliance Plan</p>
2	<p>Hydrogeological/Geotechnical and Site Surveying</p> <p>2.1 Conduct Well-siting survey to address fluoride-impacted groundwater.</p> <ul style="list-style-type: none"> • Identify potential well locations for fluoride water treatment facilities. • Drill geotechnical borings to assess soil conditions. • Conduct land surveys based on results. <p>2.2 Conduct Well-siting surveys to address Cr6-impacted groundwater. (Option 1)</p> <ul style="list-style-type: none"> • Identify potential locations for test wells to address Cr6-impacted groundwater followed by geotechnical borings to assess soil conditions. • Conduct land surveys based on results. • Contingent upon the State Water Board's final decision of the Cr6 Maximum Contaminant Level (MCL) – Recipient will perform this sub task only if the

	<p>established MCL necessitates additional treatment to address Cr6 in the groundwater.</p> <p>2.3 Conduct Well-siting surveys for groundwater production wells in the Dale Basin. (Option 2)</p> <ul style="list-style-type: none"> • Identify potential locations for production test wells in the Dale Basin. • Conduct a geotechnical investigation and land surveys, as necessary based on results. • Contingent upon the State Water Board's final decision of the Cr6 MCL – Recipient may perform this sub task if the established MCL does not necessitate additional treatment to address Cr6 in the groundwater. <p>ITEM 2 SUBMITTAL Well-siting results for Item 2.1; Geotechnical report produced for Item 2.1; Well-siting results for Item 2.2 (as applicable); Geotechnical report produced for Item 2.2 (as applicable); Well-siting results for Item 2.3 (as applicable); Geotechnical report produced for Item 2.3 (as applicable)</p>
3	<p>Drilling of Test Wells</p>
	<p>3.1 Drill Test Wells to address fluoride-impacted groundwater.</p> <ul style="list-style-type: none"> • Identify locations and target depths for test wells. • Prepare test well plans and specifications. • Perform water quality sampling at test wells and aquifer pumping tests, as necessary. <p>3.2 Drill Test Wells to address Cr6-impacted groundwater (Option 1)</p> <ul style="list-style-type: none"> • Identify locations and target depths for test wells. • Prepare test well plans and specifications. • Perform water quality sampling at test wells and aquifer pumping tests, as necessary. • Evaluate vertical zones contributing Cr6. • Contingent upon the State Water Board's final decision of the Cr6 MCL – Recipient will perform this sub task only if the established MCL necessitates additional treatment to address Cr6 in the groundwater. <p>3.3 Drill Test Wells for Dale Basin groundwater production (Option 2)</p> <ul style="list-style-type: none"> • Identify locations and target depths for test wells in the Dale Basin. • Prepare test well plans and specifications. • Perform water quality sampling at test wells and aquifer pumping tests, as necessary. • Contingent upon the State Water Board's final decision of the Cr6 MCL – Recipient may perform this sub task if the established MCL does not necessitate additional treatment to address Cr6 in the groundwater. <p>ITEM 3 SUBMITTAL Test well plans and specifications for each test well; Test well drilling results for Item 3.1; Test well drilling results for Item 3.2 (as applicable); Test well drilling results for Item 3.3 (as applicable)</p>
4	<p>Water Treatment Pilot Study</p>
	<p>4.1 Select and conduct pilot study.</p> <ul style="list-style-type: none"> • Prepare a pilot study protocol. • Select a technology vendor to perform necessary water treatment pilot studies. • Evaluate interaction between Cr6 and fluoride. • Evaluate operational constraints and considerations for potential Cr6 treatment systems as needed.

	<ul style="list-style-type: none"> • Document pilot study results. <p>ITEM 4 SUBMITTAL Pilot study protocol; Pilot study results</p>
5	<p>Engineering Report</p> <p>5.1 Prepare engineering report.</p> <ul style="list-style-type: none"> • Based on results from Items 1-4, prepare an engineering report which documents technical evaluations, alternatives evaluated, selection of preferred alternative and proposed construction project, opinion of probable construction costs and operation costs. <p>ITEM 5 SUBMITTAL Final Engineering Report</p>
6	<p>CEQA/NEPA</p> <p>6.1 Prepare CEQA document.</p> <ul style="list-style-type: none"> • Prepare the necessary CEQA document and follow necessary requirements for public review, based on the final proposed project. A Mitigated Negative Declaration (MND) or Negative Declaration is anticipated for this project. <p>ITEM 6 SUBMITTAL Final MND (or other CEQA document, as applicable); Copy of Notice of Determination</p>
7	<p>Technical Managerial Financial (TMF) Assessment</p> <p>7.1 Conduct TMF assessment</p> <p>ITEM 7 SUBMITTAL TMF assessment</p>
8	<p>Design of Proposed Facilities</p> <p>8.1 Develop Plans and Specifications.</p> <ul style="list-style-type: none"> • Prepare design plans and specifications for proposed facilities, determined based on results from Items 1-5. Potential facilities may include additional wells, pumps and system connections, Cr6 treatment or blending facilities, and/or additional fluoride treatment facilities. <p>8.2 Prepare opinion of construction cost.</p> <ul style="list-style-type: none"> • Prepare an opinion of construction cost. <p>ITEM 8 SUBMITTAL Final Plans and Specifications; Documentation of construction cost opinion</p>
9	<p>Permitting</p> <p>9.1 Secure necessary permits for construction, along with the Division of Drinking Water permit amendment.</p> <p>ITEM 9 SUBMITTAL Copies of applicable permits</p>

10	Miscellaneous Items to Proceed to Construction
	10.1 Conduct land purchase or easement cost assessment. <ul style="list-style-type: none"> • Identify costs of necessary land purchase or easements, based on the proposed project. ITEM 10 SUBMITTAL Summary of land purchase or easement costs identified

A-4. Disclosure.

The Recipient shall include the following disclosure statement in any document, written report, or brochure prepared in whole or in part pursuant to this Agreement:

“Funding has been provided in full or in part through an agreement with the State Water Resources Control Board. California’s Drinking Water State Revolving Fund is capitalized through a variety of funding sources, including grants from the United States Environmental Protection Agency and state bond proceeds. The contents of this document do not necessarily reflect the views and policies of the foregoing, nor does mention of trade names or commercial products constitute endorsement or recommendation for use.”

A-5. Reporting.

- (a) Status Reports. The Recipient agrees to expeditiously provide status reports pursuant to the schedule(s) in Exhibit A and/or Exhibit B and no less frequently than quarterly, starting with execution of this Agreement. Such reports shall accompany any disbursement request and shall be a condition precedent to any disbursement. At a minimum the reports will contain the following information: a summary of progress to date including a description of progress since the last report, percent complete, percent invoiced, and percent schedule elapsed; a description of compliance with environmental requirements, if any; any problems encountered, proposed resolution, schedule for resolution, and status of previous problem resolutions.
- (b) As Needed Information or Reports. The Recipient agrees to provide expeditiously, during the term of this Agreement, any reports, data, and information as reasonably required by the Division, including but not limited to material necessary or appropriate for evaluation of the funding program or to fulfill any reporting requirements of the state or federal government.
- (c) [Reserved.]

A-6. Planning Schedule.

The dates in the “Estimated Due Date” column of this Schedule may be adjusted as necessary during the Disbursement Period with Project Manager approval. However, all work or submittals must be achieved with relevant submittals approved by the Division, and the final invoice submitted, prior to the Final Disbursement Request Date set forth in Exhibit B.

ITEM	DESCRIPTION OF WORK OR SUBMITTAL	CRITICAL DUE DATE	ESTIMATED DUE DATE
EXHIBIT A – SCOPE OF WORK			
1	Project Evaluation and Pre-Design Engineering 1.1 Documentation summarizing alternatives evaluation criteria and results for Cr6-impacted groundwater 1.2 Documentation summarizing alternatives evaluation criteria and results for fluoride-impacted groundwater 1.3 Notice of Intent 1.4 Cr6 Compliance Plan	N/A	February 1, 2019 February 1, 2019 February 1, 2019 February 1, 2019
2	Hydrogeological/Geotechnical and Site Surveying 2.1 Well-siting results for Item 2.1 2.2 Geotechnical report produced for Item 2.1 2.3 Summary of well-siting results for Item 2.2 (as applicable) 2.4 Geotechnical report produced for Item 2.2 (as applicable) 2.5 Well-siting results for Item 2.3 (as applicable) 2.6 Geotechnical report produced for Item 2.3 (as applicable)	N/A	May 1, 2019 May 1, 2019 TBD* TBD* TBD* TBD*
3	Drilling of Test Wells 3.1 Test well plans and specifications 3.2 Test well drilling results for Item 3.1 3.3 Test well drilling results for Item 3.2 (as applicable) 3.4 Test well drilling results for Item 3.3 (as applicable)	N/A	July 1, 2019 November 1, 2019 TBD* TBD*
4	Water Treatment Pilot Study 4.1 Pilot study protocol 4.2 Pilot study results	N/A	November 1, 2019 February 1, 2020
5	Engineering Report 5.1 Final Engineering Report	N/A	March 1, 2020
6	CEQA/NEPA 6.1 Final MND (or other CEQA document, as applicable) 6.2 Copy of Notice of Determination	N/A	May 1, 2020 May 1, 2020
7	TMF Assessment 7.1 TMF assessment	N/A	July 1, 2020
8	Design of Proposed Facilities 8.1 Final Plans and Specifications 8.2 Documentation of construction cost opinion	N/A	March 1, 2021 March 1, 2021
9	Permitting (construction, DDW, etc.) 9.1 Copies of applicable permits	N/A	May 1, 2021

10	Miscellaneous Items to Proceed to Construction 10.1 Summary of land purchase or easement costs identified	N/A	July 1, 2021
	Status Reports	Quarterly	
	Work Completion Date	January 1, 2022	
EXHIBIT B – FUNDING PROVISIONS			
	Disbursement requests and Status Reports	Quarterly	
	Final Disbursement Request	July 1, 2022	

*Completion of these tasks is contingent upon final Cr6 MCL decision

EXHIBIT B – FUNDING PROVISIONS

B-1. Planning Funding.

- (a) Subject to the terms of this Agreement, the State Water Board agrees to provide Planning Funds in the amount of up to one million eight hundred thousand dollars and no cents (\$1,800,000.00).
- (b) Of the amount set forth in paragraph (a), the estimated amount of principal that will be due to the State Water Board under this Agreement is one million eight hundred thousand dollars and no cents (\$1,800,000.00).
- (c) The Recipient agrees to repay all Planning Funds according to the schedule in Exhibit B.RS at an interest rate of one point eight percent (1.8%) per annum.

B-2. Match Funds.

[Reserved.]

B-3. Estimated Reasonable Planning Cost.

The estimated reasonable cost of the total Planning is two million two hundred ten thousand dollars and no cents (\$2,210,000.00).

B-4. Funding Dates.

- (a) The term of this agreement is from the Eligible Start Date of this Agreement to the Final Repayment Date, which is January 1, 2027. THE RECIPIENT UNDERSTANDS THAT, REGARDLESS OF ANY INTENTION TO REFINANCE, THE TERMS OF THIS AGREEMENT, INCLUDING REPAYMENT OBLIGATIONS, SHALL BE ENFORCED UNLESS AND UNTIL THIS AGREEMENT IS AMENDED TO REFLECT ANY SUCH REFINANCING.
- (b) The Eligible Start Date is February 6, 2018. Otherwise eligible costs incurred prior to this date will not be reimbursed.
- (c) The Final Disbursement Request Date is July 1, 2022. The Deputy Director of the Division may extend this date for good cause. Extensions may require an amendment to this Agreement. All disbursement requests must be submitted to the Division such that they are received prior to this date. Late disbursement requests will not be honored and remaining amounts will be deobligated.

B-5. Funding Conditions and Exclusions.

- (a) This Agreement reflects Planning funding only. If the Recipient desires construction funding, the Recipient must complete the planning process, apply for construction funding, and execute an construction funding agreement. Costs associated with the construction phase of the possible eventual construction project are not eligible for reimbursement under this Agreement.
- (b) The State Water Board's disbursement of funds hereunder is contingent on the Recipient's compliance with the terms and conditions of this Agreement.
- (c) A draft copy of the Planning documents acceptable to the Division shall be submitted to the Division prior to disbursement beyond 70% of the Planning Funds. Final Planning documents shall be submitted, acceptable to the Division, prior to disbursement beyond 90% of the Planning Funds.

B-6. Budget Summary

TYPE OF WORK	PLANNING FUNDS
Project Evaluation and Pre-Design Engineering 1.1 Evaluate water quality data to identify necessary treatment alternatives for hexavalent chromium (Cr6) and fluoride-impacted groundwater. 1.2 SB 385 Compliance	\$50,000.00 \$50,000.00
Hydrogeological/Geotechnical and Site Surveying 2.1 Well-siting surveys to address fluoride-impacted groundwater. 2.2 Well-siting surveys to address Cr6-impacted groundwater. (Option 1) 2.3 Well-siting surveys for groundwater production wells in the Dale Basin. (Option 2)	\$150,000.00 \$150,000.00 ¹
Drilling of Test Wells 3.1 Test Wells to address fluoride-impacted groundwater. 3.2 Test Wells to address Cr6-impacted groundwater (Option 1) 3.3 Test Wells for Dale Basin groundwater production (Option 2)	\$250,000.00 \$250,000.00 ¹
Water Treatment Pilot Study 4.1 Select and conduct pilot study.	\$300,000.00
Engineering Report 5.1 Prepare engineering report.	\$150,000.00
CEQA/NEPA 6.1 Prepare CEQA document.	\$35,000.00 ²
TMF Assessment	\$35,000.00
Design of Proposed Facilities 8.1 Plans and Specifications. 8.2 Opinion of construction cost.	\$175,000.00 \$25,000.00
Permitting (construction, DDW, etc.)	\$75,000.00
Miscellaneous Items to Proceed to Construction 10.1 Land purchase or easement cost assessment.	\$105,000.00
TOTAL	\$1,800,000.00

Notes:

¹ Costs are estimated to be incurred for either Option 1 or Option 2, but not both options.

² This cost estimate includes a contingency for the case that extensive CEQA analyses are required.

B-7. Budget Flexibility.

Funds may be shifted between line items as approved by the Project Manager. The sum of adjusted line items shall not exceed the total budget amount.

B-8. Amounts Payable by the Recipient.

- (a) Loan Repayments. Interest will accrue beginning with each disbursement. The Recipient shall repay interest semi-annually, by January 1 and July 1 of each year, until one year after Work Completion. The Recipient shall repay principal semi-annually, by January 1 and July 1 of each

year, beginning no later than one year after Work Completion, with full repayment of all principal and interest by the Final Repayment Date, which is January 1, 2027.

Loan Repayments are amortized over the repayment term with equal semi-annual payments. The remaining balance is the previous balance, plus subsequent disbursements, plus the accrued interest on both, less the Loan Repayment. Loan Repayment calculations will be made beginning one (1) year after Work Completion. Exhibit B.RS is a repayment schedule based on the provisions of this article and an estimated disbursement schedule. Actual repayments will be based on actual disbursements.

Upon Work Completion and submission of necessary reports by the Recipient, the Division will prepare an appropriate payment schedule and supply the same to the Recipient. The Division may amend this schedule as necessary to accurately reflect amounts due under this Agreement. The Division will prepare any necessary amendments to the payment schedule and send them to the Recipient.

The Recipient agrees to make each Loan Repayment on or before the due date therefor. A ten (10) day grace period will be allowed, after which time a penalty in the amount of costs incurred to the State Water Board will be assessed for late payment. These costs may include, but are not limited to, lost interest earnings, staff time, bond debt service default penalties, if any, and other costs incurred. For purposes of penalty assessment, payment will be deemed to have been made if payment is deposited in the U.S. Mail within the grace period with postage prepaid and properly addressed. Any penalties assessed will not be added to the assistance amount balance, but will be treated as a separate account and obligation of the Recipient. The interest penalty will be assessed from the payment due date.

The Recipient as a whole is obligated to make all payments required by this Agreement to the State Water Board, notwithstanding any individual default by its constituents or others in the payment to the Recipient of fees, charges, taxes, assessments, tolls or other charges ("Charges") levied or imposed by the Recipient. The Recipient shall provide for the punctual payment to the State Water Board of all amounts which become due under this Agreement and which are received from constituents or others in the payment to the Recipient. In the event of failure, neglect or refusal of any officer of the Recipient to levy or cause to be levied any Charge to provide payment by the Recipient under this Agreement, to enforce or to collect such Charge, or to pay over to the State Water Board any money collected on account of such Charge necessary to satisfy any amount due under this Agreement, the State Water Board may take such action in a court of competent jurisdiction as it deems necessary to compel the performance of all duties relating to the imposition or levying and collection of any of such Charges and the payment of the money collected therefrom to the State Water Board. Action taken pursuant hereto shall not deprive the State Water Board of, or limit the application of, any other remedy provided by law or by this Agreement.

Each Loan Repayment shall be paid in lawful money of the United States of America by check or other acceptable form of payment set forth at www.waterboards.ca.gov/make_a_payment.

The Recipient agrees that it shall not be entitled to interest earned on undisbursed funds. Upon execution of this Agreement, the State Water Board shall encumber an amount equal to the Obligation. The Recipient hereby agrees to pay Loan Repayments and Additional Payments from Net Revenues and/or other amounts legally available to the Recipient therefor. Interest on any funds disbursed to the Recipient shall begin to accrue as of the date of each disbursement.

- (b) **Planning Costs.** The Recipient agrees to pay any and all costs connected with the Planning including, without limitation, any and all Planning Costs. If the Planning Funds are not sufficient to pay the Planning Costs in full, the Recipient shall nonetheless complete the Planning and pay

that portion of the Planning Costs in excess of available Planning Funds, and shall not be entitled to any reimbursement therefor from the State Water Board.

- (c) **Additional Payments.** In addition to the Loan Repayments required to be made by the Recipient, the Recipient shall also pay to the State Water Board the reasonable extraordinary fees and expenses of the State Water Board, and of any assignee of the State Water Board's right, title, and interest in and to this Agreement, in connection with this Agreement, including all expenses and fees of accountants, trustees, staff, consultants, contractors, costs, insurance premiums and all other extraordinary costs reasonably incurred by the State Water Board or assignee of the State Water Board.

Additional Payments may be billed to the Recipient by the State Water Board from time to time, together with a statement executed by a duly authorized representative of the State Water Board, stating that the amounts billed pursuant to this section have been incurred by the State Water Board or its assignee for one or more of the above items and a copy of the invoice or statement for the amount so incurred or paid. Amounts so billed shall be paid by the Recipient within thirty (30) days after receipt of the bill by the Recipient.

- (d) The Recipient may not prepay any portion of the principal and interest due under this Agreement without the written consent of the Deputy Director of the Division.

B-9. Disbursement of Planning Funds; Availability of Planning Funds.

- (a) The State Water Board's obligation to disburse Planning Funds is contingent upon the availability of sufficient funds to permit the disbursements provided for herein. If sufficient funds are not available for any reason, including but not limited to failure of the federal or State government to appropriate funds necessary for disbursement of Planning Funds, the State Water Board shall not be obligated to make any disbursements to the Recipient under this Agreement. This provision shall be construed as a condition precedent to the obligation of the State Water Board to make any disbursements under this Agreement. Nothing in this Agreement shall be construed to provide the Recipient with a right of priority for disbursement over any other recipient. If any disbursements due the Recipient under this Agreement are deferred because sufficient funds are unavailable, it is the intention of the State Water Board that such disbursement will be made to the Recipient when sufficient funds do become available, but this intention is not binding. If this Agreement's funding for any fiscal year is reduced or deleted by the Budget Act, by Executive Order, or by order of the Department of Finance, the State shall have the option to either cancel this Agreement with no liability occurring to the State, or offer an amendment to the Recipient to reflect the reduced amount.

- (b) Except as may be otherwise provided in this Agreement, disbursement of Planning Funds will be made as follows:

- (1) Upon execution and delivery of this Agreement, the Recipient may request disbursement for eligible Planning Costs as specified in this Exhibit from the Planning Funds through submission to the State Water Board of the Disbursement Request Form 260, or any amendment thereto, duly completed and executed.
- (2) Requests must be complete and executed by the Recipient. Planning Costs incurred prior to the Eligible Start Date of this Agreement will not be funded. The Recipient must submit a disbursement request for costs incurred prior to the date this Agreement is executed by the State Water Board no later than ninety (90) days after this Agreement is executed by the State Water Board. Late disbursement requests may not be honored.
- (3) Additional Planning Funds must be requested monthly and will be promptly disbursed to the Recipient upon receipt of Disbursement Request Form 260, or any amendment thereto, duly

completed and executed by the Recipient for incurred costs consistent with this Agreement, along with receipt of status reports due. Late disbursement requests may not be honored.

- (4) The Recipient agrees that it will not request disbursement for any Planning Cost until such cost has been incurred and is currently due and payable by the Recipient, although the actual payment of such cost by the Recipient is not required as a condition of disbursement request. Supporting documentation (e.g., receipts) must be submitted with each disbursement request. The amount requested for administration costs must include a calculation formula (i.e., hours or days worked times the hourly or daily rate = total amount claimed). Disbursement of Planning Funds will be made only after receipt of a complete, adequately supported, properly documented and accurately addressed disbursement request.
- (5) The Recipient will not seek reimbursement of any Planning Costs that have been reimbursed from other funding sources.
- (6) Recipient shall spend Planning Funds within 30 days of receipt. Any interest earned on Planning Funds shall be reported to the State Water Board and will either be required to be returned to the State Water Board or deducted from future disbursements. In the event that the Recipient fails to disburse Planning Funds to contractors or vendors within thirty (30) days from receipt of the funds, the Recipient shall immediately return such funds to the State Water Board. Interest shall accrue on such funds from the date of disbursement through the date of mailing of funds to the State Water Board. If the Recipient held such funds in interest-bearing accounts, any interest earned on the funds shall also be due to the State Water Board.
- (7) Recipient shall request its final disbursement no later than the Final Disbursement Request Date specified herein unless prior approval is granted by the Division. If the Recipient fails to do so, then the undisbursed balance of this Agreement will be deobligated.
- (8) The Recipient agrees that it will not request a disbursement unless that cost is allowable, reasonable, and allocable.
- (9) Notwithstanding any other provision of this Agreement, no disbursement shall be required at any time or in any manner that is in violation of or in conflict with federal or state laws, policies, or regulations.
- (10) The Recipient agrees that it shall not be entitled to interest earned on undisbursed planning funds.
- (11) The Recipient agrees that any costs of the Planning not funded through this Agreement shall be expended prior to disbursements under this Agreement, except where those costs are funded by other State or federal agencies, in which case funds may be drawn on a pro-rata basis.
- (12) Any reimbursement for necessary travel and per diem shall be at rates not to exceed those set by the California Department of Human Resources. These rates may be found at <http://www.calhr.ca.gov/employees/Pages/travel-reimbursements.aspx>. Reimbursement will be at the State travel and per diem amounts that are current as of the date costs are incurred by the Recipient. No travel outside the State of California shall be reimbursed unless prior written authorization is obtained from the Division.
- (13) The Recipient must include a certified original of the authorizing resolution designating the Authorized Representative by title with the first disbursement request, and any other documents or requests required or allowed under this Agreement.

B-10. Withholding of Disbursements and Material Violations.

- (a) Notwithstanding any other provision of this Agreement, the Recipient agrees that the State Water Board may retain an amount equal to ten percent (10%) of the Planning Funds until all Planning work has been completed to the satisfaction of the Division.
- (b) The State Water Board may withhold all or any portion of the funds provided for by this Agreement in the event that:
 - (1) The Recipient has materially violated, or threatens to materially violate, any term, provision, condition, or commitment of this Agreement; or
 - (2) The Recipient fails to maintain reasonable progress.
- (c) For the purposes of this Agreement, the terms "material violation" or "threat of material violation" include, but are not limited to:
 - (1) Placement on the ballot of an initiative or referendum to reduce Revenues;
 - (2) Passage of such an initiative or referendum;
 - (3) Successful challenges by ratepayer(s) to the process used by Recipient to set, dedicate, or otherwise secure Revenues; or
 - (4) Any other action or lack of action that may be construed by the Division as a material violation or threat thereof.

B-11. Remaining Balance.

In the event the Recipient does not request all of the funds encumbered under this Agreement, any remaining funds revert to the State.

B-12. Fraud and Misuse of Public Funds.

All requests for disbursement submitted shall be accurate and signed under penalty of perjury. Any and all costs submitted pursuant to this Agreement shall only be for the tasks set forth herein. The Recipient shall not submit any invoice containing costs that are ineligible or have been reimbursed from other funding sources unless required and specifically noted as such (i.e., match costs). Any eligible costs for which the Recipient is seeking reimbursement shall not be reimbursed from any other source. Double or multiple billing for time, services, or any other eligible cost is illegal and constitutes fraud. Any suspected occurrences of fraud, forgery, embezzlement, theft, or any other misuse of public funds may result in suspension of disbursements of Planning Funds and/or termination of this Agreement requiring the repayment of all funds disbursed hereunder. Additionally, the Deputy Director of the Division may request an audit and refer the matter to the Attorney General's Office or the appropriate district attorney's office for criminal prosecution or the imposition of civil liability. (Civ. Code, §§ 1572-1573; Pen. Code, §§ 470, 489-490.)

EXHIBIT B.RS –LOAN REPAYMENT SCHEDULE

See the attached preliminary Loan Repayment Schedule. The final Loan Repayment Schedule will be forwarded to the Recipient after all disbursements have been paid and Planning has been completed.

California DWSRF Payment Schedule

Project No. 3610049-005P - Twentynine Palms Water District

Principal is paid over: **5 Years**
Interest rate: **1.80000%**

Agreement: SWRCB0000000000D170208700 - based on Actual + Projected Disbursements

Potable Groundwater Management Project

Ref Num	Due Date	Date Received	Principal Payment	Interest Rate%	Interest Payment	Total P and I Payment	Total Payment	Ending Balance	CPI Interest
1	1/1/2019		0.00	1.800	181.08	181.08	181.08	216,000.00	0.00
2	7/1/2019		0.00	1.800	6,036.16	6,036.16	6,036.16	936,000.00	0.00
3	1/1/2020		0.00	1.800	10,629.57	10,629.57	10,629.57	1,464,000.00	0.00
4	7/1/2020		0.00	1.800	15,593.42	15,593.42	15,593.42	1,800,000.00	0.00
5	1/1/2021		0.00	1.800	16,333.15	16,333.15	16,333.15	1,800,000.00	0.00
6	7/1/2021		0.00	1.800	16,066.85	16,066.85	16,066.85	1,800,000.00	0.00
7	1/1/2022		0.00	1.800	16,333.15	16,333.15	16,333.15	1,800,000.00	0.00
8	7/1/2022		172,949.02	1.800	16,066.85	189,015.87	189,015.87	1,627,050.98	0.00
9	1/1/2023		174,372.41	1.800	14,643.46	189,015.87	189,015.87	1,452,678.57	0.00
10	7/1/2023		175,941.76	1.800	13,074.11	189,015.87	189,015.87	1,276,736.81	0.00
11	1/1/2024		177,525.24	1.800	11,490.63	189,015.87	189,015.87	1,099,211.57	0.00
12	7/1/2024		179,122.97	1.800	9,892.90	189,015.87	189,015.87	920,088.60	0.00
13	1/1/2025		180,735.07	1.800	8,280.80	189,015.87	189,015.87	739,353.53	0.00
14	7/1/2025		182,361.69	1.800	6,654.18	189,015.87	189,015.87	556,991.84	0.00
15	1/1/2026		184,002.94	1.800	5,012.93	189,015.87	189,015.87	372,988.90	0.00
16	7/1/2026		185,658.97	1.800	3,356.90	189,015.87	189,015.87	187,329.93	0.00
17	1/1/2027		187,329.93	1.800	1,685.97	189,015.90	189,015.90	0.00	0.00
						1,971,332.11	1,971,332.11		0.00
			1,800,000.00						



TWENTYNINE PALMS WATER DISTRICT

February 18, 2019

Mr. Marques Tamanaha, P.E.
State Water Resource Control Board – Division of Financial Assistance
1001 I Street, 16th Floor
Sacramento, CA 95814

Dear Mr. Tamanaha,

Thank you for reaching out to the District regarding the status of the District's Drinking Water State Revolving Fund (DWSRF) draft funding agreement (D17-02087; Project 3610049-005P). The District would like to request a letter of extension, delaying the District's execution of the loan agreement. As we discussed, it has been a little over three years since the District submitted its funding application to the DWSRF for our Potable Groundwater Management Project which aims to address hexavalent chromium and fluoride impacting the District's groundwater. During that period of time the Maximum Contaminant Level (MCL) for hexavalent chromium was rescinded, leaving many water purveyors, including the District, reevaluating plans on how and when to implement appropriate treatment. Additionally, in recognition of the fluoride variance granted to the District ending in 2023, the District is moving forward with adding a redundancy well at its fluoride treatment plant. Design will be completed in March, and construction is anticipated in the fall. In light of these circumstances, the District would like to reevaluate the project as currently described in the draft funding agreement, and revisit the scope, budget, and schedule.

Additionally, the District understands that it is not eligible for grant funding through the DWSRF, and therefore the funding to be provided is a low interest loan. Given the District's desire to fund a regional AMR program with potential loan funding, the District would like to take time to evaluate the benefit of a planning loan, and reconsider what level of debt it is willing to accrue and when.

Therefore, the District is requesting an extension of time of six (6) months to more carefully consider these changes. We appreciate the thoughtful consideration of our application and situation as it relates to the draft funding agreement.

Sincerely,

Ray Kolisz
General Manager

cc: Joaquin Esquivel, SWRCB Chair
David Bruglia, SWRCB Financial Assistance Contracts Unit

2

**MINUTES OF A REGULAR MEETING OF THE BOARD OF DIRECTORS
OF THE TWENTYNINE PALMS WATER DISTRICT
72401 HATCH ROAD, TWENTYNINE PALMS, CA 92277**

January 23, 2019 / 6:00 P.M.

Call to Order and Roll Call

President Giannini called the meeting to order at 6:00 p.m., 72401 Hatch Road, Twentynine Palms, California. Those responding to roll call were Directors Bob Coghill, Carol Giannini, Suzi Horn, Randy Leazer, and Sam Moore. Also present were General Manager Ray Kolisz, Operations Superintendent Mike Minatrea, Maintenance Superintendent Matt Shragge, Financial Consultant Cindy Byerrum, and District Secretary Cindy Fowlkes.

Pledge of Allegiance

Director Leazer led the pledge.

Additions/Deletions to the Agenda

Director Giannini requested Agenda items #4 and #5 be moved after Management Reports.

Public Comments

There were none.

1. Consideration of Resolution 19-01 Adopting Annual Statement of Investment Policy
Staff recommends approving the annual investment policy, outlining criteria for investments and authorizing the District to invest funds.

Director Moore, made a motion to approve Resolution 19-01 adopting an Annual Statement of Investment policy, seconded by Director Coghill, and approved by the following roll call vote:

Ayes:	Directors Coghill, Horn, Leazer, Moore, and Giannini
Noes:	None
Abstain:	None
Absent:	None

2. AMI/AMR Discussion and Funding Options
Staff is seeking guidance from the Board to continue with the AMI/AMR project and preferred funding choices. Ms. Byerrum confirmed with Holman Capital Corporation that there would be a 3% penalty for the AMR loan if paid off prior to 10 years. She was able to negotiate the waiving of the \$10,000 origination fee.

Ed Vallerand, of Twentynine Palms, spoke in favor of the project, suggested locking in an interest rate, not leasing equipment, and looking into leak detection equipment as a possible alternative.

Director Moore, made a motion to move forward with financing the \$1.5 AMR project at 3.9% over 10 years with Holman Capital Corporation and revisit AMI financing at a later time, seconded by Director Coghill, and approved by the following roll call vote:

Ayes:	Directors Coghill, Horn, Leazer, Moore, and Giannini
Noes:	None
Abstain:	None
Absent:	None

3. Consider Resolution 19-03 Adopting a Memorandum of Understanding with the California Association of Mutual Water Companies.

Staff recommends approving the resolution. Adan Ortega provided the Board with an update on the California Association of Mutual Water Companies' financial pledges and provided an update on water tax legislation and possible funding.

Director Moore, made a motion to approve Resolution 19-03 adopting a Memorandum of Understanding with the California Association of Mutual Water Companies, seconded by Director Horn, and approved by the following roll call vote:

Ayes: Directors Coghill, Horn, Leazer, Moore, and Giannini
Noes: None
Abstain: None
Absent: None

4. Moved after Management Reports.

5. Moved after Management Reports.

6. Consent Calendar

- Minutes of a Regular Meeting held on December 19, 2018
- Audit List

Director Moore, moved to approve the Minutes, seconded by Director Coghill, and approved unanimously. The December Audit List will be presented at the February Board meeting.

7. Items Removed from the Consent Calendar for Discussion or Separate Action

None

8. Management Reports

8.1 Maintenance

Matt Shragge reported that the District responded to 24 Underground Service Alerts, had 1 water main leak, 2 water meter leaks, 0 service line leaks, 1 fire hydrant repair, performed 1 customer pressure check, replaced 18 meters, replaced 5 customer gate valves, and installed 1 new service. 0 water waste inquiries were received. 224 work orders were performed during the month.

8.2 Water Quality

Mike Minatrea reported Water production was down 2.49% as compared to the same month in 2013. 38 routine and 8 special water samples were taken. All samples tested negative for Colilert. 55,000,000 gallons of water was produced in December.

8.3 Finance

Ms. Byerrum reported that the District is trending higher with revenue and as expected with expenses. The District currently has \$7 million in reserves. Funding the AMR project along with other slated capital improvement projects would bring reserves down to the minimal amount allowed by the Reserve policy, \$4 million. This is an acceptable amount but not recommended given the size of the District.

8.4 General Manager

Mr. Kolisz informed the Board that the total water savings of the District did not rank high enough for state grant funding, nor will it due to the small size of the District.

4. Accept Director Moore's Resignation from the Board of Directors and Consider Process to Fill Vacancy

Staff recommends the Board accept the letter of resignation, post a Notice of Vacancy, and fill the vacancy at the March 27, 2019 Board of Directors Meeting.

Director Horn made a motion to accept the resignation of Director Moore and move forward with filling the Board vacancy as recommended, seconded by Director Leazer, and approved unanimously.

5. Recognizing Kerron "Sam" Moore for Public Service as a Director of the Twentynine Palms Water District

Mr. Moore was recognized for his distinguished public service as the Director of the Twentynine Palms Water District. Mr. Moore served as a Director for nineteen years, providing valuable leadership for the Twentynine Palms Water District and to the Twentynine Palms Fire Department.

Director Coghill made a motion to Adopt Resolution 19-02 recognizing Kerron "Sam" Moore for distinguished public service as a Director and Officer of the Twentynine Palms Water District, seconded by Director Horn and approved unanimously with Director Moore abstaining.

Ray Kolisz presented Director Moore with a commemorative gavel for his nineteen years of service to the Twentynine Palms Water District and community.

9. Future Agenda Items and Staff Tasks/Directors' Comments and Reports

Director Moore thanked the Twentynine Palms Water District ratepayers for letting him serve and represent them for nineteen years. Staff and the Board was thanked for their hard work and reminded that there is still more work to be done.

10. Adjournment

On motion by Director Moore, seconded by Director Leazer, and approved by the Board, the meeting was adjourned at: 7:38 p.m.

Carol Giannini, President
Board of Directors

Attest:

Ray Kolisz, Board Secretary
Twentynine Palms Water District

Twentynine Palms Water District

Check Date Range: 12/1/2018 thru 12/31/2018

Ck No	Ck Date	Payable To	Ck Amt	Ck Detail	GL Acct No	Description
11824	12/03/2018	Ortega Strategies Group	5,816.49	5,816.49	100-600-0000-5350	Consulting/October 2018
11825	12/12/2018	Jeff Arwick	750.00	750.00	100-150-0000-5406	Provide and install 3 New Emergency Light Packs for Treatment PI
11826	12/12/2018	Accela, Inc. #774375	1,564.00	1,564.00	100-600-0000-5408	Web Payments with Online-Bills.com Nov. 2018
11827	12/12/2018	ACWA/JPIA	36,978.85	31,024.93	100-310-0000-5140	Health Benefits January 2019
				2,083.70	100-310-0000-5141	Health Benefits January 2019
				430.28	100-310-0000-5142	Health Benefits January 2019
				1,719.97	100-310-0000-5144	Health Benefits January 2019
				1,719.97	100-600-0000-5399	Health Benefits January 2019
11828	12/12/2018	Customer Refund	28.48	28.48	100-000-0000-2000	Refund Check
11829	12/12/2018	Customer Refund	16.40	16.40	100-000-0000-2000	Refund Check
11830	12/12/2018	Autozone Inc.	96.71	35.55	100-130-0000-5222	Veh. #74 Floor Mats
				7.31	100-130-0000-5222	Veh. #74 Fuseholder
				53.85	100-130-0000-5220	Shop Supplies-Wire
11831	12/12/2018	Customer Refund	53.88	53.88	100-000-0000-2000	Refund Check
11832	12/12/2018	Best Best & Krieger	2,322.00	2,214.00	100-600-0000-5403	Professional Services - Nov. 2018
				108.00	100-600-0000-5403	Professional Services - Nov. 2018
11833	12/12/2018	Benjamin D. Brewer	3,757.40	3,757.40	100-875-0000-6001	Install New AC Units (Treatment Plant) (CIP Energy Efficiency P
11834	12/12/2018	Brithinee Electric	4,730.54	4,730.54	100-120-0000-5406	Rebuild 150HP Motor North Cactus Booster
11835	12/12/2018	Customer Refund	75.00	75.00	100-000-0000-2000	Refund Check
11836	12/12/2018	Builders Supply - 29 Palms	31.40	18.89	100-150-0000-5220	Gorilla Tape, Contractor Bags (Invoice # 23692)
				5.70	100-150-0000-5220	White Spray Paint (Invoice # 23724)
				6.81	100-130-0000-5220	Shop Supplies-Decals
11837	12/12/2018	Burrtec Waste & Recycling Svcs	207.80	141.62	100-600-0000-5406	Hatch
				66.18	100-150-0000-5406	Amboy
11838	12/12/2018	Customer Refund	11.22	11.22	100-000-0000-2000	Refund Check
11839	12/12/2018	Centro Print Solutions	82.05	82.05	100-600-0000-5301	Tax Forms
11840	12/12/2018	Customer Refund	23.96	23.96	100-000-0000-2000	Refund Check
11841	12/12/2018	City of Twentynine Palms	318.00	159.00	100-130-0000-5303	Permit Fee #465 (Saddle Horn/Diamond Bar Main like leak)
				159.00	100-130-0000-5303	Permit Fee #473 (4034 Adobe Road Main like leak)
11842	12/12/2018	Dangelo	1,038.97	1,038.97	100-000-0000-1499	Tap saddle 6" X 6" H-619 AC

Twentynine Palms Water District

Check Date Range: 12/1/2018 thru 12/31/2018

11843	12/12/2018	Customer Refund	25.52	25.52	100-000-0000-2000	Refund Check
11844	12/12/2018	Desert Hardware	221.34	12.76	100-150-0000-5220	Paint and Primer (Invoice # 32365)
				58.72	100-150-0000-5220	Misc. PVC (Invoice # 32336)
				8.59	100-150-0000-5220	Supplies
				139.06	100-150-0000-5220	Supplies
				2.21	100-150-0000-5220	s/c
11845	12/12/2018	Customer Refund	32.43	32.43	100-000-0000-2000	AR Refund
11846	12/12/2018	Customer Refund	23.06	23.06	100-000-0000-2000	Refund Check
11847	12/12/2018	Dive/Corr Inc.	7,250.00	7,250.00	100-130-0000-5406	Underwater Inspection of Five (5) Stel Water Storage Reservoirs
11848	12/12/2018	Dit Solutions Inc.	1,205.40	1,205.40	100-600-0000-5303	Autodesk Infrastructure Design Renewal
11849	12/12/2018	Customer Refund	46.40	46.40	100-000-0000-2000	Refund Check
11850	12/12/2018	Customer Refund	75.00	75.00	100-000-0000-2000	Refund Check
11851	12/12/2018	Customer Refund	45.01	45.01	100-000-0000-2000	Refund Check
11852	12/12/2018	Customer Refund	2.66	2.66	100-000-0000-2000	Refund Check
11853	12/12/2018	Frontier Communications	159.07	159.07	100-150-0000-5203	Amboy
11854	12/12/2018	Customer Refund	15.49	15.49	100-000-0000-2000	Refund Check
11855	12/12/2018	Customer Refund	48.53	48.53	100-000-0000-2000	Refund Check
11856	12/12/2018	Customer Refund	2.34	2.34	100-000-0000-2000	Refund Check
11857	12/12/2018	Customer Refund	13.82	13.82	100-000-0000-2000	Refund Check
11858	12/12/2018	Customer Refund	14.79	14.79	100-000-0000-2000	Refund Check
11859	12/12/2018	Customer Refund	25.61	25.61	100-000-0000-2000	Refund Check
11860	12/12/2018	Customer Refund	35.92	35.92	100-000-0000-2000	Refund Check
11861	12/12/2018	Inland Water Works	13,388.15	1,822.74	100-000-0000-1499	6" X 6" Mueller H619 Tapping slv
				711.15	100-000-0000-1499	2" Brass Gate Valve
				22.14	100-130-0000-5220	1" Galvanized Coupling
				307.09	100-850-0000-6001	Itron Reading Hardware and Software (Computer Technology Replace
				9,616.69	100-850-0000-6001	Zenner ETR with Itron CC
				838.30	100-000-0000-1499	Full circle Clamp OD range 18.00-19.20
				70.04	100-130-0000-5220	1" Sch 40 PVC pipe
11862	12/12/2018	Customer Refund	48.86	48.86	100-000-0000-2000	Refund Check
11863	12/12/2018	Konica Minolta Premier	163.77	163.77	100-600-0000-5223	12/01/2018 - 12/31/2018
11864	12/12/2018	Customer Refund	62.01	62.01	100-000-0000-2000	Refund Check

Twentynine Palms Water District

Check Date Range: 12/1/2018 thru 12/31/2018

11865	12/12/2018	Mark Roberts	900.00	900.00	100-800-0000-6001	Hydrogeologic Review
11866	12/12/2018	Customer Refund	8.38	8.38	100-000-0000-2000	Refund Check
11867	12/12/2018	Customer Refund	75.00	75.00	100-000-0000-2000	Refund Check
11868	12/12/2018	Mcmaster-Carr Supply Co.	122.43	106.55	100-825-0000-6001	PVC 1/2" Valves (Pilot Study CIP Well#11-B)
				15.88	100-150-0000-5220	3" PVC Straight Connector (Pond #1 FreeBoard Stick)
11869	12/12/2018	Merit Oil Company	8,219.09	5,710.67	100-000-0000-1401	2300 Gallon of Unleaded 87
				2,080.34	100-000-0000-1401	800 Gallon of Clear Diesel #2
				27.00	100-000-0000-1401	Fuel Surcharge
				401.08	100-000-0000-1401	Fuel Surcharge
11870	12/12/2018	Napa Auto Parts	1,094.10	5.42	100-130-0000-5222	Veh. #17 Brake Parts.
				2.46	100-130-0000-5220	Shop Supplies-Air Brake Fitting.
				641.21	100-130-0000-5222	Trailer Brake Controllers
				181.45	100-130-0000-5222	Veh. #74-Pintle Hook Parts.
				263.56	100-130-0000-5222	Veh. #72-Chain Binders.
11871	12/12/2018	Office Supplies Plus Inc.	35.46	35.46	100-130-0000-5406	Sent office Scada equipment to Byrd
11872	12/12/2018	Customer Refund	31.32	31.32	100-000-0000-2000	Refund Check
11873	12/12/2018	Art Parker	300.00	300.00	100-120-0000-5406	Installed North Cactus Booster Motor
11874	12/12/2018	Customer Refund	24.65	24.65	100-000-0000-2000	Refund Check
11875	12/12/2018	Pitney Bowes	458.85	458.85	100-600-0000-5223	Lease Invoice #3102657212 Contract #7260789001
11876	12/12/2018	Prudential Overall Supply	674.98	78.21	100-130-0000-5253	Uniforms
				212.13	100-130-0000-5253	Uniforms
				94.75	100-130-0000-5253	Uniforms
				69.98	100-130-0000-5253	Uniforms
				78.46	100-130-0000-5253	Uniforms
				141.45	100-130-0000-5253	Uniforms
11877	12/12/2018	Customer Refund	72.95	72.95	100-000-0000-2000	Refund Check
11878	12/12/2018	Customer Refund	15.48	15.48	100-000-0000-2000	Refund Check
11879	12/12/2018	Customer Refund	50.52	44.60	100-000-0000-2000	Refund Check
				5.92	100-000-0000-2000	Refund Check
11880	12/12/2018	S.C.E.	24,514.23	34.70	100-110-0000-5201	Well 4
				2,504.50	100-110-0000-5201	Well 17
				1,053.49	100-600-0000-5201	Hatch

Twentynine Palms Water District

Check Date Range: 12/1/2018 thru 12/31/2018

				1,073.31	100-600-0000-5201	Well 6, 12
				49.36	100-110-0000-5201	Well 9, Booster 6A, 6B
				34.05	100-110-0000-5201	Michel's
				11,805.19	100-110-0000-5201	Well TP-1
				306.73	100-110-0000-5201	Well 15
				1,109.59	100-120-0000-5201	Booster H1N, H2S
				283.74	100-110-0000-5201	Well 15
				727.26	100-110-0000-5201	Well 1
				4,502.99	100-110-0000-5201	Booster TP-1
				1,029.32	100-110-0000-5201	Well 16
11881	12/12/2018	Satmodo LLC	149.66	149.66	100-600-0000-5203	Iridium Monthly Minute Plans
11882	12/12/2018	Customer Refund	10.60	10.60	100-000-0000-2000	Refund Check
11883	12/12/2018	Bob Stephenson	125.00	125.00	100-610-0000-5350	Video Recording Board Meeting Nov.2018
11884	12/12/2018	Customer Refund	28.23	28.23	100-000-0000-2000	Refund Check
11885	12/12/2018	Swrcb Accounting Office	24,502.00	24,502.00	100-110-0000-5303	Annual Permit Fee
11886	12/12/2018	Swrcb Accounting Office	2,286.00	2,286.00	100-110-0000-5303	Annual Permit Fee
11887	12/12/2018	SWRCB-DWOCP	60.00	60.00	100-130-0000-5242	Treatment 2/Frechette
11888	12/12/2018	Customer Refund	14.77	14.77	100-000-0000-2000	Refund Check
11889	12/12/2018	Underground Service Alert	104.05	104.05	100-130-0000-5406	57 new tickets
11890	12/12/2018	United Cerebral Palsy Assoc.	328.88	328.88	100-160-0000-5406	Mail Production
11891	12/12/2018	Van Dyke Corp.	250.00	250.00	100-130-0000-5406	Transport Excavator
11892	12/12/2018	Customer Refund	18.03	18.03	100-000-0000-2000	Refund Check
11893	12/12/2018	Customer Refund	37.11	37.11	100-000-0000-2000	Refund Check
11894	12/19/2018	Carol Giannini	116.63	116.63	100-610-0000-5330	Mileage
11895	12/19/2018	Mcmaster-Carr Supply Co.	161.16	161.16	100-130-0000-5220	Light Bulb LU 400/ ECO / NC
11896	12/19/2018	Pacific Western Bank	1,327.01	555.64	100-130-0000-5222	Charges
				66.17	100-600-0000-5301	Charges
				106.58	100-110-0000-5225	Charges
				489.96	100-610-0000-5330	Charges
				14.58	100-600-0000-5301	Charges
				94.08	100-600-0000-5330	Charges
11897	12/26/2018	Ansafone Contact Centers	156.51	156.51	100-160-0000-5406	Answering Service

Twentynine Palms Water District

Check Date Range: 12/1/2018 thru 12/31/2018

11898	12/26/2018	Autozone Inc.	36.47	11.29	100-130-0000-5220	Shop Supplies
				5.38	100-130-0000-5222	Veh. #17-Cooling System Sealant
				9.04	100-130-0000-5220	Shop Supplies-Light Bulbs.
				10.76	100-130-0000-5222	Veh. #17-Radiator cap
11899	12/26/2018	Babcock Laboratories Inc.	6,310.00	6,310.00	100-875-0000-6001	UCMR-4 Sampling. Two Rounds. Nov-2018. May-2019.
11900	12/26/2018	Beyond Software Solutions	540.00	540.00	100-600-0000-5406	IT Services
11901	12/26/2018	Customer Refund	38.58	38.58	100-000-0000-2000	Refund Check
11902	12/26/2018	Customer Refund	164.72	164.72	100-000-0000-2000	Refund Check
11903	12/26/2018	Builders Supply - 29 Palms	4.29	4.29	100-130-0000-5222	Veh. #5-Brass Air Fitting.
11904	12/26/2018	Customer Refund	8.84	8.84	100-000-0000-2000	Refund Check
11905	12/26/2018	Calpers	280.44	280.44	100-310-0000-5162	Replacement Benefit Contribution
11906	12/26/2018	Cdw Government	801.90	783.25	100-875-0000-6001	Dell OptiPlex 3060 - SFF - Core i5 8500 3 GHz - 8 GB - 256 GB Mf
				18.65	100-875-0000-6001	Tripp Lite Displayport to VGA Adaptor Converter Active DP to VGA
11907	12/26/2018	Centurylink Business Services	37.86	37.86	100-600-0000-5203	Hatch
11908	12/26/2018	Customer Refund	20.26	20.26	100-000-0000-2000	Refund Check
11909	12/26/2018	Clinical Lab of San Bern.	1,442.00	1,442.00	100-140-0000-5405	Water Samples Nov 2018
11910	12/26/2018	Core & Main LP	1,015.01	1,015.01	100-000-0000-1499	6x6 MJ tapping sleeve for ac
11911	12/26/2018	County Of San Bernardino	198.38	26.35	100-150-0000-5406	Recycled Treatment Plant cardboard bins
				172.03	100-150-0000-5406	Treatment Plant Waste
11912	12/26/2018	D & E Construction Inc.	2,100.00	2,100.00	100-850-0000-6001	Inspection Of Pond #1 Estimate 2Day Three Technicians with Equip
11913	12/26/2018	Customer Refund	42.37	42.37	100-000-0000-2000	Refund Check
11914	12/26/2018	Desert Hardware	56.09	11.01	100-150-0000-5220	Misc. Pvc (Treatment Plant)
				45.08	100-150-0000-5220	Filter Housing(Treatment Plant)
11915	12/26/2018	Desert Pacific Exterminators	160.00	160.00	100-130-0000-5406	Service
11916	12/26/2018	Customer Refund	16.88	16.88	100-000-0000-2000	Refund Check
11917	12/26/2018	Engineering Resources	7,437.50	7,410.00	100-825-0000-6001	Professional Services
				27.50	100-825-0000-6001	Professional Services
11918	12/26/2018	Customer Refund	69.08	69.08	100-000-0000-2000	Refund Check
11919	12/26/2018	Customer Refund	65.00	65.00	100-600-0000-5330	Reimbursement/Treatment 2 exam fee
11920	12/26/2018	Frontier Communications	144.88	144.88	100-600-0000-5203	Hatch
11921	12/26/2018	Customer Refund	19.02	19.02	100-000-0000-2000	Refund Check
11922	12/26/2018	Customer Refund	26.52	26.52	100-000-0000-2000	Refund Check

Twentynine Palms Water District

Check Date Range: 12/1/2018 thru 12/31/2018

11923	12/26/2018	GMC Electrical Inc.	2,500.00	2,500.00	100-110-0000-5406	Annual Cathodic Protection System Service Agreement
11924	12/26/2018	Customer Refund	12.49	12.49	100-000-0000-2000	Refund Check
11925	12/26/2018	Hi-Grade Materials Co.	171.78	171.78	100-130-0000-5406	O&M Waste
11926	12/26/2018	Customer Refund	24.69	24.69	100-000-0000-2000	Refund Check
11927	12/26/2018	Home Depot Credit Services	152.71	100.71	100-150-0000-5220	Supplies
				153.14	100-130-0000-5220	Supplies
				(153.14)	100-130-0000-5220	Supplies
				52.00	100-130-0000-5220	Supplies
11928	12/26/2018	Inland Water Works	4,820.20	876.01	100-000-0000-1499	2" k SOFT COPPER 20' LENGHTS
				768.26	100-000-0000-1499	6" FLG X FLG gate valve
				1,530.05	100-000-0000-1499	6" FLG X PO gate valve
				452.55	100-000-0000-1499	6" Hymax coupling
				77.58	100-000-0000-1499	2" galvi 90 elbow
				94.28	100-130-0000-5220	6" ring gasket 1/16
				1,021.47	100-120-0000-5220	Micro Switch
11929	12/26/2018	Customer Refund	71.71	71.71	100-000-0000-2000	Refund Check
11930	12/26/2018	Kennedy/Jenks Consultants	1,742.50	842.50	100-825-0000-6001	Professional Services
				900.00	100-600-0000-5412	Professional Services
11931	12/26/2018	Customer Refund	59.30	59.30	100-000-0000-2000	Refund Check
11932	12/26/2018	Konica Minolta Premier	333.94	333.94	100-600-0000-5223	12/01/2018 - 12/31/2018
11933	12/26/2018	Legend Pump & Well Service	462.50	462.50	100-120-0000-5406	Repair North Cactus Booster Mechanical Seal
11934	12/26/2018	Customer Refund	19.98	19.98	100-000-0000-2000	Refund Check
11935	12/26/2018	Mark Speer Automotive	25.00	25.00	100-130-0000-5407	Veh. #23-Tire Repair.
11936	12/26/2018	Customer Refund	50.83	50.83	100-000-0000-2000	Refund Check
11937	12/26/2018	Mcmaster-Carr Supply Co.	881.84	195.21	100-150-0000-5220	Misc 2" parts (Treatment Plant Low F pump)
				15.88	100-150-0000-5220	Misc Pvc pipe
				519.51	100-150-0000-5220	Desiccant, Filter Element , Replacement (Treatment Plant)
				71.84	100-130-0000-5220	66" Asbestos waste bags
				79.40	100-130-0000-5220	76" Asbestos waste bags
11938	12/26/2018	Minolta Business Systems	135.35	135.35	100-600-0000-5223	10/23/2018 - 11/22/2018
11939	12/26/2018	Napa Auto Parts	113.07	83.17	100-130-0000-5220	Shop Supplies-Blow gun & air gauge
				27.95	100-130-0000-5222	Veh. #75-Reducer sleeve.

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				26.09	100-130-0000-5222	Veh. #17-Volt meter.
				(24.14)	100-130-0000-5222	Veh. #17-Lights
11940	12/26/2018	O'Reilly Automotive Inc.	123.88	123.88	100-130-0000-5220	Shop Supplies-Filters.
11941	12/26/2018	Office Depot Business Account	3,997.35	3,997.35	100-875-0000-6001	Office Furniture
11942	12/26/2018	Office Supplies Plus Inc.	39.20	39.20	100-150-0000-5406	Fed Ex Service
11943	12/26/2018	Customer Refund	26.52	26.52	100-000-0000-2000	Refund Check
11944	12/26/2018	Palm Springs Motors Inc.	455.71	320.90	100-130-0000-5220	Shop Supplies-Filters.
				32.78	100-130-0000-5222	Veh. #21-Door Stop
				102.03	100-130-0000-5222	Veh. #15 Air Bag Switch.
11945	12/26/2018	Art Parker	300.00	300.00	100-120-0000-5406	Pulled P-4 Motor T.P
11946	12/26/2018	Customer Refund	18.12	18.12	100-000-0000-2000	Refund Check
11947	12/26/2018	Platinum Consulting Group	12,000.00	6,000.00	100-600-0000-5401	Monthly Retainer - Sept. 2018
				6,000.00	100-600-0000-5401	Monthly Retainer Nov 2018
11948	12/26/2018	Customer Refund	48.37	48.37	100-000-0000-2000	Refund Check
11949	12/26/2018	Pro Security Systems	432.00	144.00	100-130-0000-5406	Quarterly Monitoring
				144.00	100-600-0000-5406	Quarterly Monitoring
				144.00	100-150-0000-5406	Quarterly Monitoring
11950	12/26/2018	Prudential Overall Supply	963.01	106.49	100-130-0000-5253	Uniforms
				245.62	100-130-0000-5253	Uniforms
				78.22	100-130-0000-5253	Uniforms
				313.05	100-130-0000-5253	Uniforms
				141.41	100-130-0000-5253	Uniforms
				78.22	100-130-0000-5253	Uniforms
11951	12/26/2018	Customer Refund	23.27	23.27	100-000-0000-2000	Refund Check
11952	12/26/2018	Customer Refund	47.72	47.72	100-000-0000-2000	Refund Check
11953	12/26/2018	Customer Refund	59.30	59.30	100-000-0000-2000	Refund Check
11954	12/26/2018	S.C.E.	8,140.61	49.39	100-110-0000-5201	Well 9, Booster 6A, 6B
				1,192.86	100-110-0000-5201	Well 6, 12
				779.75	100-120-0000-5201	Booster 11A, 11B
				271.90	100-110-0000-5201	Well 15
				937.44	100-120-0000-5201	Booster Sullivan
				1,361.27	100-120-0000-5201	Booster Lupine

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Check Date Range: 12/1/2018 thru 12/31/2018

				1,847.29	100-120-0000-5201	Well 14
				826.50	100-120-0000-5201	Booster Two Mile
				44.50	100-120-0000-5201	D.H. Resv. & Hydro
				782.98	100-110-0000-5201	Well 11
				46.73	100-110-0000-5201	Donnell Hill
11955	12/26/2018	S.R. Building Inc.	7,900.00	7,900.00	100-130-0000-5406	Set Forms, Place and finish curb, gutter, and sidewalk with 3200
11956	12/26/2018	San Bernardino County	6.00	6.00	100-130-0000-5301	Monthly Assessor parcel map revisions Dec. 2018
11957	12/26/2018	Shoplet.Com	372.58	372.58	100-600-0000-5301	Office Supplies
11958	12/26/2018	Spectrum Business	289.97	139.98	100-600-0000-5203	La Luna
				149.99	100-150-0000-5203	Joe Davis
11959	12/26/2018	Customer Refund	75.00	75.00	100-000-0000-2000	Refund Check
11960	12/26/2018	Customer Refund	30.53	30.53	100-000-0000-2000	Refund Check
11961	12/26/2018	Customer Refund	53.30	53.30	100-000-0000-2000	Refund Check
11962	12/26/2018	SWRCB-DWOCP	70.00	70.00	100-130-0000-5242	Distribution Grade 1/Siedschlag
11963	12/26/2018	SWRCB-DWOCP	70.00	70.00	100-130-0000-5242	Distribution Grade 1/McCool
11964	12/26/2018	Customer Refund	44.42	44.42	100-000-0000-2000	Refund Check
11965	12/26/2018	Customer Refund	35.48	35.48	100-000-0000-2000	Refund Check
11966	12/26/2018	TPX Communications	720.63	720.63	100-600-0000-5203	Hatch
11967	12/26/2018	Vagabond Welding Supply	34.80	34.80	100-130-0000-5220	Shop Supplies-Vise Grip Clamp.
11968	12/26/2018	Customer Refund	50.83	50.83	100-000-0000-2000	Refund Check
11969	12/26/2018	Customer Refund	38.99	38.99	100-000-0000-2000	Refund Check
11970	12/26/2018	Customer Refund	42.21	42.21	100-000-0000-2000	Refund Check
11971	12/26/2018	Customer Refund	34.57	34.57	100-000-0000-2000	Refund Check
11972	12/26/2018	Customer Refund	36.30	36.30	100-000-0000-2000	Refund Check
			Total	\$216,276.06		

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Check Date Range: 1/1/2019 thru 1/31/2019

Ck No	Ck Date	Payable To	Ck Amt	Ck Detail	GL Acct No	Description
11973	01/09/2019	Accela, Inc. #774375	1,691.00	1,691.00	100-600-0000-5408	Web Payments with Online-Bills.com Dec 2018
11974	01/09/2019	Ansafone Contact Centers	422.11	422.11	100-160-0000-5406	Answering Service
11975	01/09/2019	Autozone Inc.	87.40	15.07	100-130-0000-5220	Shop Supplies-Trailer Wiring Adapter.
				36.59	100-130-0000-5220	Shop Supplies-Battery Cleaner.
				21.54	100-130-0000-5220	Shop Supplies-Mechanics Gloves.
				14.20	100-130-0000-5220	Shop Supplies-Brake Fluid.
11976	01/09/2019	Customer Refund	632.00	632.00	100-000-0000-2000	AR Refund
11977	01/09/2019	Best Best & Krieger	972.00	972.00	100-600-0000-5403	Professional Services Dec 2018
11978	01/09/2019	Beyond Software Solutions	1,000.00	1,000.00	100-600-0000-5406	Annual Support & Maintenance for Work Order Software
11979	01/09/2019	Bluetarp Financial Inc.	707.94	31.98	100-130-0000-5222	Veh. #4B Generator Tarp.
				166.98	100-130-0000-5220	Shop Supplies-Stand
				508.98	100-130-0000-5222	Veh. #5 Air Hose Reel.
11980	01/09/2019	Customer Refund	36.81	36.81	100-000-0000-2000	Refund Check
11981	01/09/2019	Brithinee Electric	12,829.06	12,829.06	100-150-0000-5406	Rebuild P-4 Treatment Plant Finished Water Res Booster Pump. (So
11982	01/09/2019	Builders Supply - 29 Palms	97.57	44.92	100-130-0000-5220	Misc Pvc Pipe (Invoice#24267)
				7.29	100-130-0000-5220	1.88" blue masking tape
				15.42	100-130-0000-5220	35 "x 140' builder paper
				29.94	100-130-0000-5220	Misc Pipe Insulation (Invoice#24258)
11983	01/09/2019	Customer Refund	48.37	48.37	100-000-0000-2000	Refund Check
11984	01/09/2019	Burrtec Waste & Recycling Svcs	207.80	66.18	100-150-0000-5406	Amboy.
				141.62	100-600-0000-5406	Hatch
11985	01/09/2019	Byrd Industrial Electron	6,962.81	6,962.81	100-110-0000-5225	Spare PLC Equipment SCADAPack 32, Cables
11986	01/09/2019	Customer Refund	28.57	28.57	100-000-0000-2000	Refund Check
11987	01/09/2019	Cdw Government	1,961.17	138.60	100-875-0000-6001	Logitech Wireless Combo MK520 Keyboard and Mouse Set. Mfg: 920-
				1,526.18	100-875-0000-6001	Dell Wyse 5010-DTS-G-T48E 1.4 GHz - 2 GB-8 GB Mfg: 9MKV0_CDW P
				195.17	100-600-0000-5301	Black Box CAT6, 550-MHZ Solid Bulk Cable 4-Pair, 1000' Mfg. Par
				1.02	100-600-0000-5301	Black Box 1-Port Surface Mount Box for RJ45 CAT5e CAT6 Keystone
				11.78	100-600-0000-5301	Black Box Keystone - Network coupler - White Mfg. Part: FM590
				88.42	100-600-0000-5301	NETGEAR 8-Port Gigabit Ethernet Unmanaged Switch, 4xPoE (GS30
11988	01/09/2019	Customer Refund	33.17	33.17	100-000-0000-2000	Refund Check

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11989	01/09/2019	Chem-Tech International Inc.	6,415.60	6,415.60	100-150-0000-5211	Load of Acid (Treatment Plant)
11990	01/09/2019	Customer Refund	66.70	66.70	100-000-0000-2000	Refund Check
11991	01/09/2019	Customer Refund	32.35	32.35	100-000-0000-2000	Refund Check
11992	01/09/2019	Customer Refund	18.31	18.31	100-000-0000-2000	Refund Check
11993	01/09/2019	Customer Refund	67.93	67.93	100-000-0000-2000	Refund Check
11994	01/09/2019	Customer Refund	33.74	33.74	100-000-0000-2000	Refund Check
11995	01/09/2019	Desert Hardware	7.00	7.00	100-130-0000-5220	Roll of sand paper 1.5 x 10 yd
11996	01/09/2019	Customer Refund	24.28	24.28	100-000-0000-2000	Refund Check
11997	01/09/2019	Customer Refund	24.29	24.29	100-000-0000-2000	Refund Check
11998	01/09/2019	Customer Refund	20.42	20.42	100-000-0000-2000	Refund Check
11999	01/09/2019	Customer Refund	51.41	51.41	100-000-0000-2000	Refund Check
12000	01/09/2019	Customer Refund	44.59	44.59	100-000-0000-2000	Refund Check
12001	01/09/2019	Customer Refund	3.67	3.67	100-000-0000-2000	Refund Check
12002	01/09/2019	Customer Refund	65.00	65.00	100-600-0000-5330	Reimbursement/Treatment 2 exam fee
12003	01/09/2019	Customer Refund	47.87	47.87	100-000-0000-2000	Refund Check
12004	01/09/2019	Customer Refund	18.37	18.37	100-000-0000-2000	Refund Check
12005	01/09/2019	Customer Refund	26.91	26.91	100-000-0000-2000	Refund Check
12006	01/09/2019	Customer Refund	25.68	25.68	100-000-0000-2000	Refund Check
12007	01/09/2019	Customer Refund	26.84	26.84	100-000-0000-2000	Refund Check
12008	01/09/2019	Customer Refund	36.61	36.61	100-000-0000-2000	Refund Check
12009	01/09/2019	Customer Refund	69.66	69.66	100-000-0000-2000	Refund Check
12010	01/09/2019	Customer Refund	75.00	75.00	100-000-0000-2000	Refund Check
12011	01/09/2019	Customer Refund	47.39	47.39	100-000-0000-2000	Refund Check
12012	01/09/2019	Ingersoll Rand Company/Industrial	552.68	552.68	100-150-0000-5221	T.P. Air Comp. Service Parts.
12013	01/09/2019	Inland Water Works	1,738.01	863.08	100-000-0000-1499	Meter box complete flush cover "water"
				874.93	100-000-0000-1499	1" K soft copper tube
12014	01/09/2019	Customer Refund	75.00	75.00	100-000-0000-2000	Refund Check
12015	01/09/2019	Konica Minolta Premier	155.97	155.97	100-150-0000-5223	Amboy
12016	01/09/2019	Legend Pump & Well Service	1,224.00	1,224.00	100-120-0000-5406	Mechanical Seal Repair P-4 250Hp (Treatment Plant South Booster
12017	01/09/2019	Customer Refund	75.00	75.00	100-000-0000-2000	Refund Check
12018	01/09/2019	Customer Refund	41.95	41.95	100-000-0000-2000	Refund Check
12019	01/09/2019	Customer Refund	19.36	19.36	100-000-0000-2000	Refund Check

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12020	01/09/2019	Customer Refund	48.08	48.08	100-000-0000-2000	Refund Check
12021	01/09/2019	Customer Refund	34.56	34.56	100-000-0000-2000	Refund Check
12022	01/09/2019	Mccall's Meter Sales & Service	617.23	617.23	100-120-0000-5406	Repair Treatment Plant 10" Flow Meter Serial#: 11-03542
12023	01/09/2019	Customer Refund	54.29	54.29	100-000-0000-2000	Refund Check
12024	01/09/2019	Customer Refund	48.53	48.53	100-000-0000-2000	Refund Check
12025	01/09/2019	Minolta Business Systems	88.89	88.89	100-600-0000-5223	11/23/2018 - 12/22/2018
12026	01/09/2019	Customer Refund	113.45	113.45	100-000-0000-2000	Refund Check
12027	01/09/2019	Napa Auto Parts	401.00	271.86	100-130-0000-5220	Shop Supplies-Floor Jack
				21.73	100-130-0000-5222	Veh. #37-Mud Flaps
				107.41	100-130-0000-5222	Veh. #71-Hub Odometer
12028	01/09/2019	O'Reilly Automotive Inc.	413.40	413.40	100-130-0000-5222	Veh. #37 Batteries.
12029	01/09/2019	Ortega Strategies Group	11,023.08	5,975.48	100-600-0000-5350	Consulting Dec 2018
				5,047.60	100-600-0000-5350	Consulting Nov 2018
12030	01/09/2019	Palm Springs Motors Inc.	165.47	74.69	100-130-0000-5222	Veh. #4B-Air Filter
				90.78	100-130-0000-5222	Veh. #4B-Fuel Filter/Oil Filter.
12031	01/09/2019	Art Parker	300.00	300.00	100-120-0000-5406	Set P-4 Motor Treatment Plant
12032	01/09/2019	Customer Refund	17.96	17.96	100-000-0000-2000	Refund Check
12033	01/09/2019	Customer Refund	18.30	18.30	100-000-0000-2000	Refund Check
12034	01/09/2019	Customer Refund	14.93	14.93	100-000-0000-2000	Refund Check
12035	01/09/2019	Customer Refund	12.47	12.47	100-000-0000-2000	Refund Check
12036	01/09/2019	Prudential Overall Supply	219.62	141.41	100-130-0000-5253	Uniforms
				78.21	100-130-0000-5253	Uniforms
12037	01/09/2019	Customer Refund	8.27	8.27	100-000-0000-2000	Refund Check
12038	01/09/2019	Customer Refund	51.41	51.41	100-000-0000-2000	Refund Check
12039	01/09/2019	S.C.E.	17,966.68	1,007.23	100-600-0000-5201	Hatch
				36.60	100-600-0000-5201	Well 4
				972.28	100-110-0000-5201	Well 16
				3,355.68	100-110-0000-5201	Well 17
				64.07	100-110-0000-5201	Donnell
				1,122.08	100-120-0000-5201	Booster H1N, H2S
				11,375.33	100-110-0000-5201	Well TP-1
				33.41	100-110-0000-5201	Michel's Road

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12040	01/09/2019	Customer Refund	35.71	35.71	100-000-0000-2000	Refund Check
12041	01/09/2019	Satmodo LLC	149.66	149.66	100-600-0000-5203	Iridium Monthly Minute Plans
12042	01/09/2019	Susan L. Simmons	1,425.00	1,425.00	100-600-0000-5406	Janitorial Services Jan 2019
12043	01/09/2019	Southern Calif. Gas Co.	140.33	140.33	100-600-0000-5202	Hatch
12044	01/09/2019	Bob Stephenson	125.00	125.00	100-610-0000-5350	Video Recording Board Meeting
12045	01/09/2019	Customer Refund	33.66	33.66	100-000-0000-2000	Refund Check
12046	01/09/2019	Sturdivan Emergency Management Consulting	1,200.00	1,200.00	100-600-0000-5406	Three Mi-comm user licenses
12047	01/09/2019	Swrcb Accounting Office	13,344.00	13,344.00	100-110-0000-5303	Water System Fees for 7/1/2018 - 6/30/2019
12048	01/09/2019	SWRCB-DWOCP	60.00	60.00	100-130-0000-5242	T2 Renewal/Shragge
12049	01/09/2019	Customer Refund	53.96	53.96	100-000-0000-2000	Refund Check
12050	01/09/2019	Customer Refund	10.68	10.68	100-000-0000-2000	Refund Check
12051	01/09/2019	Customer Refund	2.47	2.47	100-000-0000-2000	Refund Check
12052	01/09/2019	Customer Refund	14.93	14.93	100-000-0000-2000	Refund Check
12053	01/09/2019	Customer Refund	25.19	25.19	100-000-0000-2000	Refund Check
12054	01/09/2019	Customer Refund	629.16	629.16	100-000-0000-2000	AR Refund
12055	01/09/2019	Underground Service Alert	51.25	51.25	100-130-0000-5406	25 New Tickets
12056	01/09/2019	Union Bank	2,782.42	192.00	100-600-0000-5301	Charges
				(16.76)	100-600-0000-5301	Credit
				23.91	100-150-0000-5220	Charges
				299.33	100-130-0000-5222	Charges
				16.76	100-600-0000-5301	Charges
				120.91	100-600-0000-5203	Charges
				(169.71)	100-600-0000-5409	Credit
				169.71	100-600-0000-5409	Charges
				58.46	100-600-0000-5301	Charges
				67.00	100-600-0000-5301	Charges
				185.24	100-150-0000-5220	Charges
				67.00	100-600-0000-5301	Charges
				18.52	100-600-0000-5301	Charges
				13.60	100-600-0000-5301	Charges
				17.33	100-600-0000-5301	Charges
	17.35	100-600-0000-5301	Charges			

Twentynine Palms Water District

Check Date Range: 1/1/2019 thru 1/31/2019

49.52	100-600-0000-5301	Charges
18.42	100-150-0000-5220	Charges
53.77	100-600-0000-5301	Charges
334.32	100-825-0000-6001	Charges
67.00	100-600-0000-5301	Charges
(16.76)	100-600-0000-5301	Credit
16.76	100-600-0000-5301	Charges
(199.00)	100-600-0000-5301	Credit
1,282.77	100-600-0000-5301	Charges
67.00	100-600-0000-5301	Charges
67.00	100-600-0000-5301	Charges
15.87	100-600-0000-5301	Charges
144.00	100-600-0000-5301	Charges
96.00	100-600-0000-5406	Charges
67.00	100-600-0000-5301	Charges
21.33	100-150-0000-5220	Charges
20.00	100-600-0000-5330	Charges
20.00	100-600-0000-5330	Charges
117.96	100-600-0000-5330	Charges
30.71	100-600-0000-5330	Charges
18.00	100-610-0000-5330	Charges
(67.00)	100-600-0000-5301	Credit
(67.00)	100-600-0000-5301	Credit
(67.00)	100-600-0000-5301	Credit
(67.00)	100-600-0000-5301	Credit
(67.00)	100-600-0000-5301	Credit
(67.00)	100-600-0000-5301	Credit
(67.00)	100-600-0000-5301	Credit
(117.96)	100-600-0000-5330	Credit
(79.00)	100-600-0000-5301	Credit
(20.35)	100-600-0000-5301	Credit
(60.00)	100-600-0000-5301	Credit
(18.03)	100-600-0000-5301	Credit

Twentynine Palms Water District

Check Date Range: 1/1/2019 thru 1/31/2019

				79.00	100-600-0000-5301	Charges
				199.00	100-600-0000-5301	Charges
				145.79	100-600-0000-5301	Charges
				(38.35)	100-600-0000-5301	Charges
				(199.00)	100-600-0000-5301	Credit
				(79.00)	100-600-0000-5301	Credit
12057	01/09/2019	United Cerebral Palsy Assoc.	252.51	252.51	100-160-0000-5406	Mail Production Services
12058	01/09/2019	Usa Blue Book	905.87	103.92	100-150-0000-5220	MidKnight Powder-Free Nitrile Gloves (Invoice # 768711)
				801.95	100-150-0000-5220	Fluoride Standard 10ppm/1ppm (Invoice # 776960)
12059	01/09/2019	Verizon Wireless	413.87	413.87	100-600-0000-5203	Wireless
12060	01/09/2019	Versatel	237.50	237.50	100-600-0000-5406	Labor Remote Support
12061	01/09/2019	Customer Refund	13.24	13.24	100-000-0000-2000	Refund Check
12062	01/09/2019	Customer Refund	62.26	62.26	100-000-0000-2000	Refund Check
12063	01/09/2019	Customer Refund	75.00	75.00	100-000-0000-2000	Refund Check
12064	01/23/2019	Jeff Arwick	500.00	325.00	100-110-0000-5406	Quarterly Wells, Booster Testing AMP, VOLTS
				175.00	100-150-0000-5406	Connect South Booster P-4 Motor.
12065	01/23/2019	Ace	309.94	309.94	100-130-0000-5407	Veh. #10-Starter Rebuild.
12066	01/23/2019	ACWA/JPIA	34,612.66	28,827.97	100-310-0000-5140	Health Benefits February 2019
				1,930.91	100-310-0000-5141	Health Benefits February 2019
				413.84	100-310-0000-5142	Health Benefits February 2019
				1,719.97	100-600-0000-5399	Health Benefits February 2019
				1,719.97	100-310-0000-5144	Health Benefits February 2019
12067	01/23/2019	Customer Refund	44.76	44.76	100-000-0000-2000	Refund Check
12068	01/23/2019	Autozone Inc.	380.45	35.55	100-130-0000-5222	Veh. #75 Floor Mats
				7.31	100-130-0000-5222	Veh. #75 Fuse Holders
				24.29	100-130-0000-5220	Shop Supplies-Fuses
				24.77	100-130-0000-5222	Veh. #10-Starter Relay
				262.73	100-130-0000-5222	Veh. #10-Batteries
				25.80	100-130-0000-5220	Shop Supplies-Windshield Washer Fluid.
12069	01/23/2019	Customer Refund	23.80	23.80	100-000-0000-2000	Refund Check
12070	01/23/2019	Customer Refund	63.82	63.82	100-000-0000-2000	Refund Check
12071	01/23/2019	Customer Refund	65.96	65.96	100-000-0000-2000	Refund Check

Twentynine Palms Water District

Check Date Range: 1/1/2019 thru 1/31/2019

12072	01/23/2019	Customer Refund	35.47	35.47	100-000-0000-2000	Refund Check
12073	01/23/2019	Builders Supply - 29 Palms	92.61	12.92	100-130-0000-5220	3 pk flood bulb
				25.84	100-130-0000-5220	3 pk spot bulb
				43.09	100-130-0000-5220	Shop Supplies-Broom
				10.76	100-130-0000-5220	Shop Supplies-Hole Saw Bit
12074	01/23/2019	Byrd Industrial Electron	600.00	600.00	100-110-0000-5406	Repair and Test, Radios, Modems.
12075	01/23/2019	California Dept. of Tax & Fee Admin.	791.00	791.00	100-600-0000-5408	2018 Use Tax
12076	01/23/2019	Centurylink Business Services	35.62	35.62	100-600-0000-5203	Hatch
12077	01/23/2019	Chem-Tech International Inc.	11,379.48	11,379.48	100-150-0000-5211	Sodium Hydroxide Load of Caustic (Treatment Plant)
12078	01/23/2019	Clinical Lab of San Bern.	1,830.50	1,830.50	100-140-0000-5405	Water Samples
12079	01/23/2019	Customer Refund	51.99	51.99	100-000-0000-2000	Refund Check
12080	01/23/2019	Desert Hardware	22.27	16.01	100-130-0000-5220	Shop Supplies-Duct Tape.
				6.26	100-130-0000-5220	Schedule 80 nipple 1/2"
12081	01/23/2019	East Valley Water District	400.00	400.00	100-600-0000-5303	Membership Dues
12082	01/23/2019	Frontier Communications	301.30	156.44	100-150-0000-5203	Plant
				144.86	100-600-0000-5203	Hatch
12083	01/23/2019	Customer Refund	60.54	60.54	100-000-0000-2000	Refund Check
12084	01/23/2019	Christopher Grabow	1,847.10	600.00	100-600-0000-5406	Replace new Gas valve(Main Office)
				1,247.10	100-875-0000-6001	Honeywell WiFi Thermostat Installed at 6 Locations
12085	01/23/2019	Customer Refund	8.24	8.24	100-000-0000-2000	Refund Check
12086	01/23/2019	Home Depot Credit Services	367.91	367.91	100-150-0000-5220	Solar Salt (Treatment Plant)
12087	01/23/2019	Customer Refund	27.70	27.70	100-000-0000-2000	Refund Check
12088	01/23/2019	Inland Water Works	4,965.23	253.21	100-130-0000-5220	Shop Supplies-Repair Parts for Tapper.
				4,712.02	100-000-0000-1499	5/8 x 3/4 zenner meters direct read
12089	01/23/2019	Customer Refund	18.02	18.02	100-000-0000-2000	Refund Check
12090	01/23/2019	Customer Refund	21.90	21.90	100-000-0000-2000	Refund Check
12091	01/23/2019	Kennedy/Jenks Consultants	3,467.50	2,587.50	100-600-0000-5412	Professional Services
				880.00	100-825-0000-6001	Professional Services
12092	01/23/2019	Konica Minolta Premier	349.85	349.85	100-600-0000-5223	01/01/2019 - 01/31/2019
12093	01/23/2019	Customer Refund	75.00	58.79	100-000-0000-2000	Refund Check
				16.21	100-000-0000-2000	Refund Check
12094	01/23/2019	Customer Refund	8.69	8.69	100-000-0000-2000	Refund Check

Twentynine Palms Water District

Check Date Range: 1/1/2019 thru 1/31/2019

12095	01/23/2019	Customer Refund	30.58	30.58	100-000-0000-2000	Refund Check
12096	01/23/2019	Customer Refund	51.99	51.99	100-000-0000-2000	Refund Check
12097	01/23/2019	Customer Refund	51.09	51.09	100-000-0000-2000	Refund Check
12098	01/23/2019	Mark Speer Automotive	89.95	89.95	100-130-0000-5407	Veh. #16-Front End Alignment
12099	01/23/2019	Customer Refund	93.34	93.34	100-000-0000-2000	Refund Check
12100	01/23/2019	Customer Refund	63.41	63.41	100-000-0000-2000	Refund Check
12101	01/23/2019	Mcmaster-Carr Supply Co.	698.83	74.47	100-130-0000-5222	Veh. #4B-Body Parts
				624.36	100-130-0000-5222	Veh. #4B-Body Parts
12102	01/23/2019	Napa Auto Parts	157.29	15.06	100-130-0000-5222	Veh. #39-Fuel Cap.
				18.07	100-130-0000-5222	Veh. #71-Mounting Bracket.
				54.80	100-130-0000-5220	Shop Supplies-Socket Set.
				69.36	100-130-0000-5220	Shop Supplies-Pliers.
12103	01/23/2019	Customer Refund	36.70	36.70	100-000-0000-2000	Refund Check
12104	01/23/2019	Customer Refund	65.96	65.96	100-000-0000-2000	Refund Check
12105	01/23/2019	Customer Refund	19.84	19.84	100-000-0000-2000	Refund Check
12106	01/23/2019	Palm Springs Motors Inc.	148.15	148.15	100-130-0000-5222	Veh. #39-Brake Parts.
12107	01/23/2019	Customer Refund	7.40	7.40	100-000-0000-2000	Refund Check
12108	01/23/2019	Platinum Consulting Group	6,000.00	6,000.00	100-600-0000-5401	Monthly Retainer Dec 2018
12109	01/23/2019	Prudential Overall Supply	697.45	315.77	100-130-0000-5253	Uniforms
				78.21	100-130-0000-5253	Uniforms
				222.43	100-130-0000-5253	Uniforms
				81.04	100-130-0000-5253	Uniforms
12110	01/23/2019	S.C.E.	14,481.04	3,381.73	100-120-0000-5201	Booster TP-1
				748.43	100-120-0000-5201	Booster 11A, 11B
				810.44	100-110-0000-5201	Well 1
				1,825.11	100-110-0000-5201	Well 14
				1,152.93	100-150-0000-5201	Plant
				1,103.24	100-150-0000-5201	Plant
				939.26	100-120-0000-5201	Booster Two Mile
				718.53	100-110-0000-5201	Well 11
				49.19	100-120-0000-5201	D.H. Resv. & Hydro
				269.88	100-110-0000-5201	Well 15

Twentynine Palms Water District

Check Date Range: 1/1/2019 thru 1/31/2019

				918.96	100-120-0000-5201	Booster Sullivan
				1,290.01	100-120-0000-5201	Booster Lupine
				1,273.33	100-110-0000-5201	Well 6, 12
12111	01/23/2019	Safety Compliance Company	300.00	300.00	100-130-0000-5406	Safety Meeting
12112	01/23/2019	Safety-Kleen Systems Inc.	394.55	394.55	100-130-0000-5406	Parts Washer Service.
12113	01/23/2019	San Bernardino County	23.00	23.00	100-130-0000-5301	Monthly Assessor parcel map revisions
12114	01/23/2019	Shoplet.Com	391.39	270.81	100-600-0000-5301	Office Supplies
				120.58	100-600-0000-5301	Office Supplies
12115	01/23/2019	Spectrum Business	149.99	149.99	100-150-0000-5203	Joe Davis
12116	01/23/2019	Sturdivan Emergency Management Consulting	2,560.00	2,560.00	100-600-0000-5406	Emergency Response Exercise & Training
12117	01/23/2019	TPX Communications	720.70	720.70	100-600-0000-5203	Hatch
12118	01/23/2019	Usa Blue Book	78.51	78.51	100-130-0000-5220	Shop Supplies-Particulate Filters
12119	01/23/2019	Vagabond Welding Supply	50.68	50.68	100-130-0000-5222	Veh. #4B-Body Parts
12120	01/23/2019	Vwr Scientific Products Corp.	864.35	864.35	100-150-0000-5220	BFFR TSAB II SUPPLY (Treatment Plant)
12121	01/23/2019	Customer Refund	24.04	24.04	100-000-0000-2000	Refund Check
12122	01/23/2019	Customer Refund	1,409.54	1,409.54	100-000-0000-2000	Refund Check
12123	01/23/2019	Customer Refund	3.24	3.24	100-000-0000-2000	Refund Check
12124	01/23/2019	Customer Refund	30.78	30.78	100-000-0000-2000	Refund Check
12125	01/23/2019	Customer Refund	49.44	49.44	100-000-0000-2000	Refund Check
12126	01/25/2019	Beyond Software Solutions	720.00	720.00	100-600-0000-5406	IT Services
12127	01/25/2019	Pacific Western Bank	4,853.36	1,490.00	100-875-0000-6001	Charges
				440.42	100-130-0000-5228	Charges
				489.36	100-825-0000-6001	Charges
				851.69	100-825-0000-6001	Charges
				489.96	100-610-0000-5330	Charges
				(94.08)	100-610-0000-5330	Charges
				20.01	100-600-0000-5330	Charges
				49.05	100-130-0000-5220	Charges
				184.85	100-130-0000-5220	Charges
				(184.85)	100-130-0000-5220	Charges
				120.08	100-600-0000-5301	Charges
10.00	100-600-0000-5330	Charges				

Twentynine Palms Water District

Check Date Range: 1/1/2019 thru 1/31/2019

				399.95	100-130-0000-5226	Charges
				526.35	100-150-0000-5221	Charges
				60.57	100-130-0000-5220	Charges
12128	01/25/2019	U.S. Postal Service	150.00	150.00	100-600-0000-5302	Postage Due
12129	01/25/2019	Union Bank	789.43	158.75	100-130-0000-5228	Charges
				20.50	100-130-0000-5226	Charges
				139.80	100-600-0000-5406	Charges
				55.98	100-130-0000-5228	Charges
				24.99	100-600-0000-5301	Charges
				199.00	100-600-0000-5406	Charges
				18.48	100-130-0000-5220	Charges
				96.00	100-600-0000-5406	Charges
				30.00	100-600-0000-5408	Charges
				45.93	100-600-0000-5408	Charges
			Total	\$191,525.99		

4

4.1

TWENTYNINE PALMS WATER DISTRICT
72401 Hatch Road/P. O. Box 1735
Twentynine Palms, CA 92277-1000
PHONE (760) 367-7546 FAX (760) 367-6612

TO: Board of Directors
FROM: Matt Shragge, Maintenance Superintendent
DATE: February 19, 2019
SUBJECT: Management Report

A. The Operations and Maintenance Department performed the following tasks during the month of January 2019:

1. Responded to 22 Underground Service Alerts
2. Responded to and repaired
 - a. 0 water main leaks
 - b. 0 water meter leaks
 - c. 0 service line leaks
 - d. 3 fire hydrant repairs/maintenance
3. Installed 1 new service
4. Replaced 6 customer gate valves
5. Performed 2 leak audits
6. Painted 10 fire hydrants
7. Performed 5 customer pressure checks
8. Replaced 12 water meters
9. Tested and exercised emergency generators
10. Sounded wells for January
11. 0 water waste inquiries were reported

B. The following customer service tasks were performed:

1. 205 work orders were generated from reading meters
2. 38 work orders were generated from billing variance list
3. 309 work orders were generated for turn on or turn off
4. 546 termination notices were distributed
5. 48 non-pay turn offs were performed
6. 112 extensions were granted
7. 12 extensions were shut off for non-payment
8. 2 payment schedules have been granted
9. 0 payment schedules failed, total outstanding \$0
10. 14 customer requests and 5 inquiries were logged and investigated

C. Valve and Hydrant Maintenance Update

	Valves Exercised (Began 07/18)	Dead Ends Flushed (Began 7/18)
Current Month	168	29
Year to Date	* 858	131

*Triennial cycle

4.2

TWENTYNINE PALMS WATER DISTRICT
72401 Hatch Road/P. O. Box 1735
Twentynine Palms, CA 92277-1000
PHONE (760) 367-7546 FAX (760) 367-6612

TO: Board of Directors

FROM: Mike Minatrea, Treatment/Production Superintendent

DATE: February 14, 2019

SUBJECT: Management Report

1. ENGINEERING

A. No items to report.

2. WATER QUALITY

A. Chlorine Levels: Average levels maintained in the storage and distribution system ranged from a low of 0.19 mg/L to a high of 0.30 mg/L. Chlorination point (the point where chlorine is introduced into the distribution system) averages ranged from 0.27 mg/L to 0.57 mg/L.

B. Bacteria Samples: A total of 47 routine bacteria samples were collected at test points for the storage and distribution system during this past month. In addition 6 special bacteria samples were collected. All routine and special samples indicated ABSENT for Colilert.

C. Fluoride Samples: A total of 15 fluoride samples were collected at established test points for the storage and distribution system, and 6 fluoride samples were taken from potable water production wells. Fluoride levels in the distribution system ranged from a low of .89 mg/L to a high of 1.7 mg/L. Fluoride measurements collected at the wells ranged from a low of 0.31 to a high of 1.8 mg/L.

*Current fluoride variance of 3.0 mg/L expires in 2023.

D. General Physical: A total of 11 general physical samples were collected from established locations as a part of routine testing requirements. Levels reported for color are <3.0, 1 for threshold odor and <0.1 – 0.2 for turbidity.

TWENTYNINE PALMS WATER DISTRICT
Water Production Report
FY 2018/2019

Groundwater Source

	Mesquite Springs Basin	Fortynine Palms Basin	Eastern Basin	Indian Cove Basin	Total Produced	Total Prior Yr	%Increase Decrease prior year	%Increase Decrease from 2013	New Service	Active Account	Prior Year	%Increase (Decrease)	Main Leaks
July	140.59	77.374	32.165	24.176	274.305	292.785	-6.31%	-11.50%	3				1
August	161.772	56.956	37.467	24.471	280.666	269.139	4.28%	-3.95%	5	7,776	7,703	0.93%	1
Sept.	132.623	53.667	33.600	24.591	244.481	232.006	5.37%	0.11%	0				1
October	131.134	45.084	22.702	14.670	213.590	213.888	-0.14%	1.06%	4	N/A	N/A		0
Nov.	109.264	45.486	11.048	11.581	177.379	189.941	-6.61%	-5.19%	2				1
Dec.	85.796	58.458	11.053	13.503	168.810	175.841	-3.99%	2.49%	1	7,660	7,660	0.00%	1
Jan.	118.915	29.388	5.993	6.166	160.462	167.824	-4.38%	-15.60%	1				0
Feb.					0.000								
March					0.000								
April					0.000								
May					0.000								
June					0.000								
Totals	880.094	366.413	154.028	119.158	1519.693	1541.424	-1.41%		16				5

Production Totals Expressed in Acre Feet

NOTE: Year to Date Mesquite Springs Basin regeneration production of **12.86** acre feet = **1.44%** treatment loss.

Total Connections in District = 8,114

4.3

TWENTYNINE PALMS WATER DEPARTMENT

FINANCIAL REPORT

For The Month Of

Dec 2018

***PRELIMINARY -SUBJECT TO YEAR-END
AND AUDIT ADJUSTMENTS***

**TWENTYNINE PALMS WATER DEPARTMENT
STATEMENT OF INVESTMENTS AND RESERVES
For the Period Ending December 31, 2018
(Unaudited)**

<u>Operating Funds & Internal Reserves:</u>	<u>Prior Balance</u>	<u>Deposits</u>	<u>Disbursements</u>	<u>Current Balance</u>	<u>Market</u>
Operating Funds - LAIF	\$ 5,586,355	\$ 300,000	\$ (1,985)	\$ 5,884,370	\$ 5,878,786
Election Fund Reserve - LAIF	20,925	-	-	20,925	20,905
Internal Operating Reserve - LAIF	169,353	-	-	169,353	169,192
Capital Funds for Primary Infrastructure - LAIF	77,157	1,625	-	78,782	78,707
Capital Funds for Secondary Infrastructure - LAIF	60,351	360	-	60,711	60,653
Total Investments	\$ 5,914,139	\$ 301,985	\$ (1,985)	\$ 6,214,139	\$ 6,208,243

CERTIFICATION

I certify that (1) all investment actions executed since the last report have been made in full compliance with the District's Investment Policy and, (2) the District will meet its expenditure obligations for the next six months as required by California Government Code Sections 53646(b)(2) and (3), respectively.

Cindy Byerrum, CPA
Contract CPA

*** Market values are adjusted on this report on a quarterly basis and recorded in the District's financials statements at the end of the fiscal year*

**Twentynine Palms Water Department
Statement of Revenues and Expenses
For the Period Ending December 31, 2018
(Unaudited)**

	Dec 2018	Nov 2018	YTD	Budget	YTD 50%	Prior YTD
1 Operating Revenues	\$ 321,160	\$ 334,036	\$ 2,294,667	\$ 4,212,800	54%	\$ 2,165,082
2 Non-Operating Revenues	66,590	65,264	387,170	704,700	55%	353,454
Total Revenue Available to						
3 Fund Operations & Capital/R&R	387,750	399,300	2,681,837	4,917,500	55%	2,518,536
4 Operating Expenses	327,842	290,629	1,906,892	3,962,500	48%	1,713,956
5 Non-Operating Expenses	24,909	24,909	149,454	298,700	50%	98,144
Net Revenues Available to Fund						
6 Capital Related Expenditures	34,999	83,762	625,490	656,300	95%	706,436

No assurance is provided on these financial statements.

The financial statements do not include a statement of cash flows.

Substantially all disclosures required by accounting principles generally accepted in the United States are not included.

**Twentynine Palms Water Department
Detail Statement of Revenues and Expenses
For the Period Ending December 31, 2018
(Unaudited)**

	Dec 2018	Nov 2018	YTD	Budget	YTD 50%	Prior YTD
1 Operating Revenues						
2 Water Sales	\$ 208,669	\$ 219,192	\$ 1,602,748	\$ 2,861,200	56%	\$ 1,525,105
3 RTS	101,625	102,357	613,069	1,242,500	49%	573,418
4 Other Operating Revenue	10,866	12,486	78,850	109,100	72%	66,559
5 Total Operating Revenues	321,160	334,036	2,294,667	4,212,800	54%	2,165,081.84
6 Non-Operating Revenues						
7 Capital Impact Fees	1,985	2,380	16,985	-	0%	2,725
8 Water Availability Assessment	49,258	49,258	295,550	591,100	50%	295,550
9 Interest Revenue	0	-	34,466	73,700	47%	22,195
10 Other Penalties	1,156	13,440	17,678	34,900	51%	26,768
11 Reimbursed Expenses	39	10	7,099	5,000	142%	12,305
12 Other Non-Operating Revenue	14,151	175	15,391	-	0%	(6,089)
13 Total Non-Operating Revenues	66,590	65,264	387,170	704,700	55%	353,454
14 Total Revenues	387,750	399,300	2,681,837	4,917,500	55%	2,518,536
15 Operating Expenditures						
16 Source of Supply						
17 Labor & Benefits	994	1,390	8,992	8,600	105%	2,510
18 Direct Expenses	52,661	22,611	164,304	325,200	51%	132,048
19 Total Source of Supply	53,655	24,001	173,296	333,800	52%	134,558
20 Pumping						
21 Labor & Benefits	603	1,112	2,504	4,900	51%	2,552
22 Direct Expenses	17,872	10,573	74,995	117,900	64%	67,228
23 Total Pumping	18,475	11,685	77,499	122,800	63%	69,780
24 Transmission & Distribution						
25 Labor & Benefits	77,074	75,933	450,889	1,121,100	40%	370,944
26 Direct Expenses	28,054	33,253	175,098	265,400	66%	122,316
27 Total Transmission & Distribution	105,128	109,186	625,987	1,386,500	45%	493,260
28 Treatment Wells						
29 Labor & Benefits	4,214	4,510	28,284	48,400	58%	20,726
30 Direct Expenses	-	2,643	13,440	31,900	42%	11,380
31 Total Treatment Wells	4,214	7,153	41,724	80,300	52%	32,106
32 Treatment Facility						
33 Labor & Benefits	16,879	20,612	125,411	224,800	56%	92,590
34 Direct Expenses	11,597	22,030	164,449	382,600	43%	220,278
35 Total Treatment Facility	28,476	42,642	289,860	607,400	48%	312,868
36 Customer Accounts						
37 Labor & Benefits	17,724	18,437	121,188	197,700	61%	96,029
38 Direct Expenses	831	2,146	14,710	55,400	27%	11,113
39 Total Customer Accounts	18,555	20,583	135,898	253,100	54%	107,142
40 General Administration						

**Twentynine Palms Water Department
Detail Statement of Revenues and Expenses
For the Period Ending December 31, 2018
(Unaudited)**

	Dec 2018	Nov 2018	YTD	Budget	YTD 50%	Prior YTD
41 Outside Services	14,814	18,528	152,097	293,700	52%	175,366
42 Direct Expenses	26,474	17,640	133,070	313,900	42%	130,863
43 Total General Admin.	43,008	36,167	286,887	607,600	47%	306,302
44 Employee Salaries						
45 Direct Labor	102,154	106,388	673,307	1,357,200	50%	561,860
46 Less Transfer to Operations	79,489	83,896	517,260	1,057,400	49%	417,616
47 Total General & Admin. Salaries	22,665	22,492	156,047	299,800	52%	144,244
48 Employee Benefits						
48 Health Benefits	11,841	11,032	73,215	166,600	44%	64,189
49 Vacation / Sick Payouts	18,699	4,072	25,382	45,700	56%	20,605
50 Retirement Expenses	1,419	567	11,198	28,900	39%	17,516
51 Total Employee Benefits	31,959	15,671	109,795	241,200	46%	102,310
52 Board of Directors						
53 Directors' Fees	1,025	1,025	4,525	15,000	30%	5,875
54 Direct Expenses	683	24	5,374	15,000	36%	5,510
55 Total Board of Directors	1,708	1,049	9,899	30,000	33%	11,385
56 Total Operating Expenditures	327,842	290,629	1,906,892	3,962,500	48%	1,713,956
57 Non-Operating Expenditures						
58 Unfunded PERS	9,909	9,909	59,454	118,700	50%	46,944
59 Unfunded OPEB Liability	15,000	15,000	90,000	180,000	50%	51,200
60 Total Non-Operating Expenditures	24,909	24,909	149,454	298,700	50%	98,144
61 Total Expenditures	352,752	315,538	2,056,346	4,261,200	48%	1,812,100
Net Revenues Available to Fund Capital						
62 Related Expenditures	34,999	83,762	625,490	656,300	95%	706,436

No assurance is provided on these financial statements.

The financial statements do not include a statement of cash flows.

Substantially all disclosures required by accounting principles generally accepted in the United States are not included.

**Twentynine Palms Water Department
Special Revenue Fund
For the Period Ending December 31, 2018
(Unaudited)**

	<u>Dec 2018</u>	<u>Nov 2018</u>	<u>YTD</u>	<u>Budget</u>	<u>YTD 50%</u>	<u>Prior YTD</u>
1 Tower Revenues	\$ 9,333.65	\$ 9,333.65	\$ 65,258.28	\$ 131,100.00	50%	\$ 64,954.74
2 Less Transfers Out to Fire	\$ -	\$ -	\$ -	\$ -	N/A	\$ -
3 Less Transfers Out To Water	\$ (6,000.32)	\$ (6,000.32)	\$ (45,258.30)	\$ (91,100.00)	50%	\$ (44,954.76)
4 Transfer to PARS Trust	\$ (3,333.33)	\$ (3,333.33)	\$ (19,999.98)	\$ (40,000.00)	50%	\$ (19,999.98)
Ending Balance	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>		<u>\$ -</u>

Twentynine Palms Water Department
Carryover CIP/Current CIP and R&M/Capital Outlay
For the Period Ending December 31, 2018
(Unaudited)

Carryover Capital Approved in Previous Years	Budget FY 18/19	Current Year Expenditures	Remaining Budget / (Over Budget)
District Projects			
1 GW Mgmt. Plan & Urban Water Mgmt. Plan	\$ 45,000	\$ -	\$ 45,000
2 Treatment Feasibility & Exploration Costs	150,000	12,157	137,843
3 Salt Nutrient Monitoring Wells	100,000	-	100,000
4 Asset Management Plan	100,000	-	100,000
5 USGS Study	100,000	-	100,000
6 Total Carryover Capital Approved in Previous Years	495,000	12,157	482,843
7 Capital Improvement Plan			
8 Chromium VI and Flouride for Well 11B	500,000	-	500,000
9 Fluoride Variance (Expiring) - TP-2, W12, W16	1,200,000	7,410	1,192,590
10 Well 11-B	-	60,325	(60,325)
11 Total Capital Improvement Plan	1,700,000	67,735	1,632,265
12 Repairs, Rehabilitation, & Maintenance			
13 Plant 6 Electrical and Well Upgrade	75,000	21,337	53,663
14 Emergency Repairs, Unspecified	50,000	7,954	42,046
15 Repiping/Distribution System Upgrades	50,000	25,772	24,228
16 Reservoir Recoating / Cathodic Protection	20,000	-	20,000
17 Meter Replacement Program	50,000	34,895	15,105
18 Well Rehabilitation	75,000	45,796	29,204
19 Fluoride Plant Instrumentation\Coating	10,000	-	10,000
20 Treated Water Reservoir Coating	50,000	-	50,000
21 Total Repairs & Maintenance	380,000	135,755	244,245
22 Capital Outlay			
23 Vehicle/Equipment Replacements	175,000	161,399	13,601
24 Computer/Technology Replacements	30,000	25,434	4,566
25 GIS	25,000	3,000	22,000
26 Administrative Building\Office Remodel	75,000	17,541	57,459
27 Fencing Upgrade	20,000	10,850	9,150
28 Energy Efficiency Projects	150,000	-	150,000
29 One-Time Existing Conditions Sampling Event	13,500	6,310	7,190
30 Total Capital Outlay	488,500	224,534	263,966
31 TOTAL	\$ 3,063,500	\$ 440,181	\$ 2,623,319

4.4

**NO
MATERIAL
PROVIDED**