



## OFFICERS

JOHN A. ARNOLD  
President

DAVID DEPAOLI  
Vice-President

MARV ROWE  
Assessor-Collector

P.O. Box 908 / 315 E. Lindmore Avenue  
Lindsay, CA 93247

MICHAEL D. HAGMAN  
General Manager

## DIRECTORS

Division 1 – Mike Brownfield  
Division 2 – Scott Reynolds  
Division 3 – Ed Milanesio  
Division 4 – David DePaoli  
Division 5 – John Arnold

# NOTICE AND AGENDA OF THE LINDMORE IRRIGATION DISTRICT

## BOARD OF DIRECTORS MEETING

**Tuesday – October 8, 2019 - 2:00 p.m.**  
**315 East Lindmore Avenue Lindsay, CA 93247**

Public Participation –Members of the Public may directly address the Board of Directors on any item of interest to the public within the Board's subject matter jurisdiction before or during the Board's consideration of the item. Request to keep comments to a maximum of five minutes. (If assistance is required—please contact the office prior to the meeting so that arrangements can be made.)

A person with a qualifying disability under the Americans with Disabilities Act of 1990 may request the District provide a disability- related modification or accommodation in order to participate in any public meeting of the District. Such assistance includes appropriate alternate formats for the agendas and agenda packets used for any public meetings of the District. Requests for such assistance and for agendas and agenda packets shall be made in person, by telephone, facsimile, or written correspondence to the Lindmore Irrigation District office at least 48 hours before a public District meeting.

## AGENDA

### 1. Roll Call and acknowledgement of visitors

### 2. Approval of the Agenda

### 3. Public Comment

### 4. Minutes –Review and consider adoption of the August 13, 2019 Board Meeting minutes.

### 5. Prior/New Action Items

#### A. Address Pending/Standing Board actions/discussions/directions:

- Report: Operation and Maintenance Report – Action may be taken to address the policy needs of O&M including additional purchases, labor, or service contracts, etc.
- Water Supply Report – Action may be taken to modify allocation, discuss water purchases, water transfers, in district water management/development opportunities, and any other matter relative to water supply needs in the District
- District Improvement Projects (generally a report, however action may be taken to approve contracts, expend dollars and add to the project efforts)
- Status of WaterSMART Grant submittal and Update on 93.2E Modernization
- Water Recharge 2019 – Report
- Recharge Basin Development – Update and Direction
- Personnel Policies and Employment Agreement (Berglund/Mauritson)
- Job Descriptions – Board to review developed job descriptions
- EKGSA Agreement

- B. **HEARING:** Unpaid FY2019 Assessments and Unpaid FY2018 Water Bills (Board to consider directing staff to place property liens on property that has not paid the FY2019 Assessments or for FY2018 Water Bills outstanding) – ***Affected property owners can petition the Board***
- C. **HEARING:** General Manager Proposed Fiscal Year 2020 Annual Budget and Multi-Year Capital Plan (Board to consider adoption of budget for FY2020) – ***Public can address the Board on budget items and budget in total. Budget will affect the setting of the FY2020 Assessments.***
- D. **BOARD OF EQUALIZATION:** Board will sit as an Equalization Board to review the adopted budget and consider setting a land-based assessment equivalent to, or less than, the rate passed by a vote of the District membership and set in resolution November 16, 2017
  - Public Hearing on land-Based Assessment
  - Consider approval of Land-Based Assessment
- E. **New Action Items**
  - Lindmore ID Year End Maintenance and March 1 Start Up Date.
  - Miscellaneous Administrative Items (Action to give direction to staff may occur)
- F. **Review of Accounts Payable Listing - consider ratifying payments made to pay the bills since prior Board action on payments.**
- G. **Financial Reports and Issues**
  - Treasurer's Cash Report – September 30, 2019
  - Investment Analysis/Report of Investments
  - Affidavit of Reconciliation – September 30, 2019
  - Financial reports for the months ending September 30, 2019
- 6. **Report and Discussion on Meetings Attended or other Water Related Business Report**
  - Friant Water Authority Report (Brownfield, Hagman)
  - Friant Power Authority Report (Arnold, Hagman)
  - East Kaweah GSA Report (Milanesio, Hagman)
  - Temperance Flat MOU (Hagman)
  - Reports on Other Meetings Attended
  - Review upcoming Meetings Calendar (Arnold)

7. **Closed Session:**

CONFERENCE WITH LEGAL COUNSEL - EXISTING LITIGATION

[Government Code Section 54956.9(d)(1)] City of Fresno, et al. v. United States of America, Court of Federal Claims, Case No. 16-1276L

CONFERENCE WITH LEGAL COUNSEL – POTENTIAL LITIGATION:

[Government Code Section 54956.9 (d) (2)] - Number of Potential Cases: One

CONFERENCE WITH LABOR NEGOTIATOR

Rachele Berglund – International Brotherhood of Electrical Workers (AFL-CIO) [Government Code Section 54957.6]

**RETURN TO OPEN SESSION – REPORTABLE ACTION**

- 8. **Correspondence**
  - Miscellaneous pertinent information
- 10. **Other items to be discussed pursuant to Government Code Section 54954.2 (Relating to items not appearing on posted agenda - no action to be taken)**
- 11. **Adjournment**

# LINDMORE IRRIGATION DISTRICT

## MINUTES OF THE BOARD MEETING

September 10, 2019

### Roll Call and Acknowledgement of Visitors

President Arnold called the meeting to order @ 2:00 p.m.

Directors Present: Arnold, DePaoli, Milanesio, Reynolds

Directors Absent: Brownfield

Others present: Hagman (GM), Bennett (Senior Analyst), Mauritson (Counsel), Steve Milanesio (Landowner)

### Approval of the Agenda

The agenda for the meeting was presented and the following action was taken:

**Motion: To approve the agenda for September 10, 2019 as provided – 1<sup>st</sup> DePaoli and 2<sup>nd</sup> Reynolds – Motion passed by unanimous vote of those present**

### Public Comment

No Public comment provided.

### Minutes

The minutes were presented for the August 13, 2019 Regular Board meeting. After some discussion, the following action was taken:

**Motion: To approve the minutes of the August 13, 2019 Regular Board meeting – 1<sup>st</sup> Milanesio and 2<sup>nd</sup> DePaoli – Motion passed by unanimous vote of those present**

### Prior/New Action Items

#### **A. Report on Prior Board actions/discussions**

*Operation and Maintenance Report:* Hagman reported on staff operations and maintenance efforts.

*Water Supply Report:* Hagman provided the monthly report. Hagman noted a substantial variance from Friant's delivery report and the District's billing. Hagman noted this is likely due to staff not collecting the running meters. It will likely catch up in the next few months.

*District Improvement Projects:* Hagman presented the status of the currently approved engineering activities in the District (Groundwater Recharge, City of Lindsay Exchanges and JB Rehabilitation projects).

*Status of WaterSMART grant:* Hagman reported nothing new on the grant since last month.

*Recharge Policy:* Regarding the development of a District Policy on this subject, Counsel Mauritson is reworking the policy and recommending Lindmore ID use the current one and adopt the new, revised policy before next water season.

*Water Recharge 2019:* Hagman reported that there were 13 growers who signed agreements on the water and only four used the program in August. Hagman noted that he doesn't have the total for the program yet because there is an error on the Sun Pacific (largest program) readings. Sun Pacific and Staff had not been netting their activities. Therefore, the amount of program water is highly overstated.

*Mini Recharge Basin:* Hagman and District Engineer Monreal are working with the County and Regional Water Quality Control Board on what is needed for these projects to be implemented. In addition, Counsel Mauritson is developing a legal brief on what may be required per CEQA or NEPA.

*Personnel Policies and Procedures:* Counsel Mauritson continues to work with Special Counsel Berglund.

*Job Descriptions:* Hagman noted that he does not have job descriptions developed yet and noted it would likely be in the late Fall. This is due to the workload and the employee that was designated to complete the job descriptions has taken another position out of state.

*Recharge Reservoir Name:* Hagman noted he will have this activity in place by the end of March 2020.

*EKGSA Agreement:* EKGSA Board of Directors approved the agreement for Lindmore ID to share employee resources. EKGSA expects approximately 2.0 FTE's as a condition of the agreement along with some annual meetings and an understanding of what LID will be providing.

## **B. New Action Items**

*Draft Fiscal Year 2020 Annual Budget (Board to review draft budget and direct staff and set a Budget Hearing date – Staff recommending October 8, 2019):* Hagman provided his initial FY2020 Budget in "Draft". He explained the additional staffing and some of the variances between current/historical budgets and the FY2020 draft budget. He explained that the Board needs to set a hearing date to review the budget before the public, take comments and consider adoption. Additionally, Hagman explained that an adopted FY2020 budget will be the basis of the FY2020 Assessment that the Board will also consider adopting at a future Board of Equalization hearing. After some discussion, the following action was taken:

**Motion: To set a FY2020 Budget Hearing Date for October 8, 2019 – 1<sup>st</sup> Reynolds and 2<sup>nd</sup> DePaoli – Motion passed by unanimous vote of those present**

*Set Board of Equalization date (Board to consider staff recommendation to hold BOE on October 8, 2019):* Hagman reported that the District assessment is typically approved in October and mailed out in November giving landowners time to meet the December 20 assessment payment deadline. As such he is recommending the Board set a Board of Equalization date. After some discussion, the following action was taken:

**Motion: To set the Board of Equalization Date for October 8, 2019 – 1<sup>st</sup> DePaoli and 2<sup>nd</sup> Milanesio – Motion passed by unanimous vote of those present**

*Set Hearing date for directing staff to file liens on FY2019 Unpaid Assessments, and FY2018 Water bills (Board to consider Staff recommendation to set a hearing of unpaid bills placing them in lien against associated property, Staff recommendation if October 8, 2019):* Hagman informed the Board that there is a substantial increase in the amount of unpaid assessments. The dollar amount is higher than in previous years because the rate is much higher. However, this year the number of acres not being paid is nearly twice as high as in previous years. Hagman noted that the Board should set a hearing date to take objections from landowners for the assessment. After some discussion, the following action was taken:

**Motion: To set a Hearing Date for filing of liens for October 8, 2019 – 1<sup>st</sup> DePaoli and 2<sup>nd</sup> Reynolds – Motion passed by unanimous vote of those present**

*Review Past Due Grower Account:* Hagman reported that staff made a recording error on a lien which resulted in a \$4,000 loss of revenue to the District. The Board asked Hagman how this error will be avoided in the future. Hagman noted that all releases from liens will be approved by him prior to it occurring.

*Miscellaneous Administrative Items:* None were provided.

C. Review accounts payable listing and request by staff that the Board ratify the payments made to pay the bills:

**Motion: To ratify the payments made to pay the bills as follows: A/P Checks (#13692 – 13721) August 14, 2019 to September 10, 2019 in the amount of \$310,051.34, and payroll for August 2019 in the amount of \$79,908.94 for a total disbursement of \$389,960.28. - 1<sup>st</sup> DePaoli and 2<sup>nd</sup> Milanesio - Motion passed by unanimous vote of those present**

#### **D. Financial Reports**

Bennett presented the financial statements and reports and answered questions.

#### **Reports and Discussion on meetings attended or other water related business reports:**

*Administrative Report:* GM Hagman noted he had nothing to report.

*FWA Issues* –GM Hagman reported open session items of the FWA.

*Friant Power Authority (FPA)* – President Arnold/GM Hagman reported

*East Kaweah Groundwater Sustainability Agency (EKGSa)* – Director Milanesio/GM Hagman reported on EKGSa activities.

*Report on Other Meetings/Issues:* GM Hagman reported on meetings related to the District, water issues, and or the Friant/CVP.

*Meetings Attended/to Attend:* Meetings were covered.

#### **Closed Session:**

- **CONFERENCE WITH LEGAL COUNSEL - EXISTING LITIGATION**  
[Government Code Section 54956.9(d)(1)] City of Fresno, et al. v. United States of America, Court of Federal Claims, Case No. 16-1276L
- **CONFERENCE WITH LEGAL COUNSEL – POTENTIAL LITIGATION**  
Government Code Section 54956.9 (d) (2)] - Number of Potential Cases: One
- **CONFERENCE WITH LABOR NEGOTIATOR**  
Michael Hagman – International Brotherhood of Electrical Workers (AFL-CIO) [Government Code Section 54957.6]

President Arnold called the Board to closed session at 3:35 pm and out at 4:20 pm. The Board announced that General Manager Hagman will be relieved of the responsibility of Labor Negotiator and that Rachele Berglund will be appointed the District's Labor Negotiator. In addition, the Board appointed Hagman as an advisor to Berglund.

**Correspondence Report:**

None

**Other Items to be Discussed per 54954.2 (Items not appearing on the Agenda)**

No other items were discussed.

**Adjourn**

There being no further business to come before the Board, President Arnold asked for a motion to adjourn: Motion to adjourn (DePaoli/Milanesio) carried by unanimous vote of those present. Meeting was adjourned at 4:25 pm.

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Michael D. Hagman  
District Secretary

# LINDMORE IRRIGATION DISTRICT

## WATER REPORT

Board Meeting - October 8, 2019

### Water Delivery Report September 2019

<u>Available Water and Allocation</u>			
Declared Class 1 =	100.00%	33,000	33,000
Declared Class 2 =	0.00%	22,000	-
Millerton Carryover =	100.00%	725	725
Uncontrolled Class 2 =	100.00%	19,762	19,762
Pumped (Wells)	0.00%	-	60
URF Tier 1	100.00%	4,816	4,816
URF Tier 2	100.00%	61	61
Recaptured Water (SLR)	100.00%	-	-
Exchange (SLR to Millerton)	100.00%	-	-
Trans In (C2/C1 Exchange)	100.00%	2,750	2,750
Trans Out (C2/C1 Exchange)	100.00%	(5,500)	(5,500)
Available Supply			<u>55,674</u>
		Assessed Acres	25,160
		Allocation Available per acre	2.21
		Board Allocation	1.30 + UcS
		<b>Recommendation</b>	<b>1.30 + UcS</b>

### 2018 Season (Re-cap)

<u>Month</u>	<u>U.S.B.R.</u>	<u>Pumped</u>	<u>Sub Total</u>	<u>Deliv. Per Dist Meters</u>	<u>Quantity Variance</u>	<u>Percent Variance</u>
March	1,157	60	1,217	868	(349)	-28.64%
April	3,763	-	3,763	3,325	(438)	-11.64%
May	4,254	-	4,254	4,273	19	0.45%
June	8,271	-	8,271	8,361	90	1.09%
July	9,474	-	9,474	8,664	(810)	-8.55%
August	9,103	-	9,103	9,372	269	2.96%
September	6,690	-	6,690	6,618	(72)	-1.08%
October	-	-	-	-	-	-
November	-	-	-	-	-	-
<b>Total</b>	<b>42,712</b>	<b>60</b>	<b>42,772</b>	<b>41,482</b>	<b>(1,290)</b>	<b>-3.02%</b>

Total Contract Water Available	55,614
Less USBR Metered	<u>(42,712)</u>
<b>Total Water Remaining</b>	<b>12,902</b>

Available till end of year: **0.495**

<b>Transfers:</b>	
Trans Out - C2 LSID Apr	(1,603)
Trans Out - C2 LSID May	(1,829)
Trans Out - C2 LSID June	(1,600)
Trans Out - C1 LSID July	(468)
Trans In - C1 LSID	2,750
	-
<b>Net Transfer In/(Out)</b>	<b>(2,750)</b>

<u>Year to Date Variance Analysis</u>	
Diff to date	1,290
System Charge	(88)
Mitigating Ponds	(491)
Well Recharge	(71)
In Transit	<u>(75)</u>
Op Losses =	565
<b>OP Variance</b>	<b>1.32%</b>

<b>Metered Recharge (Ireton)</b>	
Prior Months	1903.85
Current Month	<u>328.51</u>
<b>Year to Date</b>	<b>2232.36</b>

# LINDMORE IRRIGATION DISTRICT

## 2019 RECHARGE PROGRAM

### SCHEDULE OF DELIVERIES

October 4, 2019

				<b>Total</b>	<b>Logged</b>
SUNP	135050 R	88.4-3.3N-3.0N	1 - 1st	347.57	312.81
FLSENT	144800 R	88.4-4.8S-0.5E	1 - 1st	10.66	9.59
GOOD	150700 R	88.4-5.3S-0.2W	1 - 1st	15.57	14.01
MABS	301300 R	90.4-0.8SE-0.7N 4"	3 - 5th	-	-
BRAM	321700 R	90.4-2.3N-1.15S	3 - 5th	3.00	2.70
RESC	321700 R	90.4-2.3N-1.15S	3 - 5th	3.00	2.70
MAURIT	335300 R	90.4-3.8S-1.3N	3 - 5th	129.95	116.96
AGRIP	511100 R	93.2W-1.4N-0.2W	5 - 10th W	9.41	8.47
OWEN	857800 R	93.2E-0.1S-1.6S-0.3E-0.15S	8-10th E	2.40	2.16
				<b>521.56</b>	<b>469.40</b>



# Lindmore Irrigation District

FY 2020 Major Budget Variance Items

	FY2019 Budget	FY2020 Budget	Difference	Reason
<b>Cost of Sales</b>				
USBR Costs	\$ 1,656,381	\$ 1,478,494	\$ (177,887)	Reduction of Friant Surcharge. Two very wet, two average and one dry.
FWA Operations	375,000	625,000	250,000	Canal Fix and Cost of business
FWA General Member	200,000	125,000	(75,000)	Reduced budget and more participants
Exchange Contractor Costs	550,000	575,000	25,000	Cost of business
Water - Legal	50,000	30,000	(20,000)	Anticipation of settling effort
Other	264,500	248,500	(16,000)	Cost of business, reduced interest cost
<b>Net Change - Cost of Sales</b>			<b>\$ (13,887)</b>	
<b>OM&amp;A Expenses</b>				
Pumping - Maint/Struct/Impr	\$ 240,000	\$ 25,000	\$ (215,000)	Modernization Project Completion in FY2019
Capital Improvement Grant	97,000	-	(97,000)	Modernization Project Completion in FY2019 - Grant
Pumping - Telecom	27,500	2,500	(25,000)	Modernization Project Completion in FY2019 - Grant
Salaries	753,150	940,016	186,866	Two new positions (engineer, analyst), impact of negotiated increases
Retirement	60,166	74,472	14,306	New benefitted position (engineer), impact of negotiated increases
Health Insurance	85,538	128,008	42,470	Changed Participation (\$33,500), Premium increase 10% (\$8,900)
Other Labor	69,787	84,605	14,818	Two new positions (engineer, analyst), premium increase (Dental, Vision, Life) 11%
SGMA Plan	75,000	-	(75,000)	Plan development complete
Safety Compliance	15,000	5,000	(10,000)	IIPP Developed, now implementing
Other	668,900	724,900	56,000	IIPP Developed, now implementing
<b>Net Change - OM&amp;A</b>			<b>\$ (107,540)</b>	
<b>Net Change - Expenditures</b>			<b>\$ (121,428)</b>	
<b>Revenues</b>				
Operating Revenue	\$ 4,275,026	\$ 3,989,580	\$ (285,446)	Water Revenue and Assessment
Service to Other Govts	157,500	350,000	192,500	Increased compensation for additional services
Power Revenues	775,000	825,000	50,000	Increased reliability in QLPP revenues
USBR Grant	75,000	-	(75,000)	Grant effort completed
Interest	210,500	217,500	7,000	Higher Fund Balance, lower interest revenue
<b>Net Change - Revenues</b>			<b>\$ (110,947)</b>	
<b>Budgeted Net Income Change</b>			<b>\$ (10,481)</b>	

**Lindmore Irrigation District**  
**FY2020 Proposed Draft Budget**  
**With Prior Year Comparisons**

	<b>FY2017 Audited Actual</b>	<b>FY2018 Audited Actual</b>	<b>FY2019 Estimated YE</b>	<b>FY2019 Approved Budget</b>	<b>FY2020 Proposed Budget</b>
<b>Operating Revenue</b>					
Water Sales - Irrigation	3,281,389	1,656,980	2,033,595	1,795,889	1,542,722
Penalties on Delinquent Accts	9,119	4,488	2,531	5,000	5,000
Em Call Outs/Fines Charge	75	1,000	502	500	1,000
Stand-By Revenues	637,166	0	0	0	0
Assessment Revenues	0	2,409,624	2,462,902	2,469,637	2,425,858
Stand-By Chg Penalty Revenue	12,392	14,929	19,860	4,000	15,000
<b>Total Revenues</b>	<b>3,940,141</b>	<b>4,087,021</b>	<b>4,519,390</b>	<b>4,275,026</b>	<b>3,989,580</b>
<b>Cost of Sales</b>					
Irrigation Water	955,192	1,285,790	720,460	1,044,000	890,087
T.P.U.D. Charges (Water)	14,982	12,023	13,783	9,840	9,950
M&I Water Used	0	0	-	2,002	2,023
CVPIA Restoration Fee	510,785	420,430	490,020	370,946	363,767
Transfer In Water Expense	4,300	102,400	193,757	0	0
Friant Surcharge	349,573	280,525	304,265	229,593	132,666
FWA O&M Costs	335,395	340,323	359,720	375,000	625,000
Exchange Contractor Costs	266,808	458,699	552,631	550,000	575,000
SWRCB Fees	46,219	48,586	47,500	47,500	50,000
Water Quality Monitoring	0	0	-	1,000	1,000
Water Legal Exp	34,034	50,246	22,202	50,000	30,000
General Member - FWA	161,846	157,142	162,775	200,000	125,000
Water Mgmt Plan	9,977	0	-	1,000	1,000
USBR Penalties/Other Charges	0	112,692	7,678	0	80,000
Debt Service 2010A Bond (Interest)	216,763	208,000	198,822	210,000	191,500
Water Engineering	5,155	4,045	-	5,000	5,000
<b>Total Cost of Sales</b>	<b>2,911,030</b>	<b>3,480,900</b>	<b>3,073,613</b>	<b>3,095,880</b>	<b>3,081,994</b>
<b>Gross Profit</b>	<b>1,029,111</b>	<b>606,120</b>	<b>1,445,777</b>	<b>1,179,146</b>	<b>907,586</b>

# Lindmore Irrigation District

FY2020 Proposed Draft Budget  
With Prior Year Comparisons

	FY2017 Audited Actual	FY2018 Audited Actual	FY2019 Estimated YE	FY2019 Approved Budget	FY2020 Proposed Budget
<b>OM&amp;A Expenses</b>					
FPA Legal Fees	0	0	0	0	0
Pumping-Power	68,845	62,513	75,000	60,000	62,500
Pumping-Tele/Communic	29,158	17,675	27,500	27,500	2,500
Pumping - Maint/Struct/Impr	34,811	15,267	257,000	240,000	25,000
O&M Salary Costs	306,098	317,076	318,000	308,748	330,159
O&M OT/PT Labor Cost	34,777	30,496	34,600	25,000	35,000
Trans/Dist of Mat/Supply	0	4,435	3,500	12,500	12,500
Trans Electronic Techn	0	0	800	2,500	2,500
Stenciling	0	0	0	500	500
Power (non-pumping)	5,859	4,803	4,500	7,500	7,500
Meter Rep Supply/Services	6,647	7,138	21,000	7,500	25,000
Valve Rep - Supply/Service	3,536	2,991	12,500	12,500	25,000
Moss Screen - Repair Sup/Serv	0	39,267	0	2,500	5,500
Pipe Line Repair - Sup/Serv	160,191	22,747	177,500	47,500	50,000
Above Surf Repair - Sup/Serv	146	30,396	60,000	5,000	5,000
Reservoir Repair - Sup/Serv	0	0	1,000	2,500	2,500
Misc - Sup/Serv	0	0	0	0	0
Admin/General Salary Costs	87,200	179,359	200,450	180,014	330,439
Admin OT/PT Labor Cost	44,041	10,351	0	0	0
General Manager	191,904	194,565	196,170	196,170	200,292
General Manager (GSA)	0	42,000	43,218	43,218	44,126
Director Per Diem	8,600	6,000	7,500	7,500	7,500
Travel Expense	4,374	2,042	2,500	2,500	2,500
Legal Exp - General	11,565	2,895	17,000	18,000	18,000
Auditing Costs	8,400	11,400	11,750	11,750	11,750
Communication	8,134	7,962	8,000	8,000	8,500
Utilities - Office	8,520	7,987	7,400	8,000	8,000
Supplies - Office	7,997	9,467	9,500	9,500	10,000
Pstge/Printing - Office	8,646	7,549	9,750	8,500	10,000
Dues/Subscriptions/Contr	15,302	9,568	14,500	12,500	15,000
Legal Advertisement	25	277	1,000	400	400

# Lindmore Irrigation District

## FY2020 Proposed Draft Budget With Prior Year Comparisons

	FY2017 Audited Actual	FY2018 Audited Actual	FY2019 Estimated YE	FY2019 Approved Budget	FY2020 Proposed Budget
Record Assessment Expense	505	171	500	500	500
Misc Office Expense	2,088	1,115	2,967	0	0
Payroll Service Expense	1,239	1,467	1,620	1,500	1,750
Computer Supplies/Services	20,525	16,796	22,500	14,000	15,000
Bank Charges	308	458	200	500	500
Bond Costs	1,500	1,500	0	0	0
Prop/Liab Insurance	30,901	35,574	34,500	37,500	37,500
State Comp Insurance Exp	14,531	33,158	27,500	27,500	30,000
Accrued Leave Expense	0	0	10,000	10,000	10,000
Social Security Expense	47,443	52,434	50,000	50,687	62,450
Health Insurance Exp	100,510	123,407	85,750	85,538	128,008
Retirement Contribution Exp	45,278	57,096	57,000	60,166	74,472
Dental Insurance Exp	4,959	4,910	4,600	5,500	7,150
Vision Insurance Exp	816	892	900	1,200	1,925
Life Insurance Expense	1,793	2,028	2,200	2,400	3,080
Office Building Maintenance	78	0	2,500	7,500	5,000
Grounds	0	8,100	1,000	2,500	2,500
Office Furniture Exp	0	0	0	2,500	2,500
Auto Maintenance Exp	10,180	26,199	16,500	18,000	15,000
Radio Exp	0	0	0	0	0
Small Tool Exp	1,565	1,764	3,250	3,500	3,500
Shop & Maint Equip Rep Exp	4,833	2,557	4,000	5,000	5,000
Misc Exp	16	0	25	0	0
Shop Bldg Maint	113	0	8,250	3,500	3,500
Fuel and Oil	27,858	36,981	43,741	30,000	35,000
Backhoe & Diesel	1,536	2,375	3,500	2,750	3,500
Misc Shop Exp	177	0	0	0	0
Engineering - General	73,139	640	200	5,000	5,000
Engineering - System	70,973	366	17,500	5,000	12,500
Engineering - Ground Water	7,858	12,645	5,000	0	0
Engineering - City of Lindsay	0	0	0	0	0
Engineering - Prop 218	32,034	0	0	0	0

# Lindmore Irrigation District

## FY2020 Proposed Draft Budget

### With Prior Year Comparisons

	FY2017 Audited Actual	FY2018 Audited Actual	FY2019 Estimated YE	FY2019 Approved Budget	FY2020 Proposed Budget
Engineering - Temp Flat Study	35,000	0	0	0	0
Recharge - Ireton Pond	181,308	101,880	4,000	0	0
Recharge - Drywell	0	5,906	0	0	0
SGMA - Governance	17,777	28,571	35,500	30,000	31,500
SGMA - Plan	45,618	130,012	75,000	75,000	0
SGMA Implementation	0	0	0	0	0
Safety Compliance	0	0	5,000	15,000	5,000
Well Measurement Supplies	0	0	250	500	500
Crop Report	0	0	250	250	250
Easement	4,151	3,985	5,000	750	750
Depreciation Expense - System	136,858	136,858	155,000	155,000	155,000
Depreciation Expense - Other	38,766	67,984	68,500	68,500	68,500
Cap Imp - 93.2E Plant Modernization	0	0	97,000	97,000	0
Uncollectable Lien Expense	10,335	911	2,600	0	0
<b>OM&amp;A Total</b>	<b>2,027,346</b>	<b>1,944,963</b>	<b>2,375,441</b>	<b>2,092,041</b>	<b>1,984,501</b>
<b>OM&amp;A Variance From Prior Year</b>	<b>0.0000%</b>	<b>-4.064%</b>	<b>17.170%</b>		<b>-5.140%</b>
<b>Non-Operating Revenue</b>					
Interest Revenue - NFS	34,476	88,286	112,000	100,000	105,000
Recognize adj to FMV	(17,745)	(124,423)	100,000	0	0
Interest Revenue - Misc	10,695	14,658	30,000	5,500	7,500
Interest on Unpaid Lien	2,373	1,519	5,000	5,000	5,000
Water Sales (Other Dist)	0	724,300	0	0	0
Other Misc Revenue	471,120	119,001	355,769	100,000	100,000
USBR Grant	0	0	75,000	75,000	0
Service to other Governments	55,200	150,000	157,500	157,500	350,000
Gain or Loss on Fix Assets	0	0	0	0	0
FPA Power Revenue	2,093,877	1,543,087	1,800,000	775,000	825,000
<b>Total Non-Operating Revenue</b>	<b>2,649,996</b>	<b>2,516,427</b>	<b>2,635,269</b>	<b>1,218,001</b>	<b>1,392,500</b>

# Lindmore Irrigation District

FY2020 Proposed Draft Budget  
With Prior Year Comparisons

	FY2017 Audited Actual	FY2018 Audited Actual	FY2019 Estimated YE	FY2019 Approved Budget	FY2020 Proposed Budget
Net Income/(Loss)	<u>1,651,762</u>	<u>1,177,584</u>	<u>1,705,605</u>	<u>305,106</u>	<u>315,586</u>
Bond Principal Payment					<u>315,000</u>

# Lindmore Irrigation District

## DRAFT RECOMMENDED SOURCES OF FUNDS FY2020 BUDGET

### Fixed Expenditures

FWA O&M Costs	625,000
Exchange Contractor Costs	575,000
SWRCB Fees	50,000
Water Quality Monitoring	1,000
Water Gen Member (FWUA/FWA)	125,000
Water Mgmt Plan	1,000
Debt Service 2010A Bond (Interest)	191,500
Debt Service 2010A Bond (Principal)	315,000
General Manager	244,418
Director Per Diem	7,500
Auditing Costs	11,750
Communication	8,500
Utilities - Office	8,000
Dues/Subscriptions/Contr	15,000
Prop/Liab Insurance	37,500
Office Building Maintenance	5,000
Grounds	2,500
Shop Bldg Maint	3,500
SGMA - Governance	31,500
SGMA - Plan	-
SGMA Implementation	-
Safety Compliance	5,000
Well Measurement Supplies	500
Crop Report	250
Easement	750
Depreciation Expense - System	155,000
Depreciation Expense - Other	68,500
<i>Move to Water Rate</i>	<u>(62,811)</u>
<b>Total Fixed Costs</b>	<b>2,425,858</b>

## RATE ESTABLISHMENT

25,115 Acres to Pay  
96.59 Maximum Rate  
2,425,858 Maximum Allowable Revenue

# Lindmore Irrigation District

## DRAFT RECOMMENDED SOURCES OF FUNDS FY2020 BUDGET

### Variable Expenditures

FPA Legal Fees	-
Irrigation Water	890,087
T.P.U.D. Charges (Water)	9,950
M&I Water Used	2,023
CVPIA Restoration Fee	363,767
Transfer In Water Expense	-
Friant Surcharge	132,666
Water Legal Exp	30,000
USBR Penalties/Other Charges	80,000
Water-Engineering	5,000
Pumping-Power	62,500
Pumping-Tele/Communic	2,500
Pumping - Maint/Struct/Impr	25,000
O&M Salary Costs	330,159
O&M OT/PT Labor Cost	35,000
Trans/Dist of Mat/Supply	12,500
Trans Electronic Techn	2,500
Stenciling	500
Power (non-pumping)	7,500
Meter Rep Supply/Services	25,000
Valve Rep - Supply/Service	25,000
Moss Screen - Repair Sup/Serv	5,500
Pipe Line Repair - Sup/Serv	50,000
Above Surf Repair - Sup/Serv	5,000
Reservoir Repair - Sup/Serv	2,500
Misc - Sup/Serv	-
Admin/General Salary Costs	330,439
Admin OT/PT Labor Cost	-
Travel Expense	2,500
Legal Exp - General	18,000
Supplies - Office	10,000
Pstge/Pinting - Office	10,000
Legal Advertisement	400
Record Assessment Expense	500
Misc Office Expense	-
Payroll Service Expense	1,750
Computer Supplies/Services	15,000
Bank Charges	500
Bond Costs	-
State Comp Insurance Exp	30,000
Accrued Leave Expense	10,000
Social Security Expense	62,450
Health Insurance Exp	128,008
Retirement Contribution Exp	74,472
Dental Insurance Exp	7,150
Vision Insurance Exp	1,925
Life Insurance Expense	3,080
Office Furniture Exp	2,500



# Lindmore Irrigation District

## DRAFT RECOMMENDED SOURCES OF FUNDS FY2020 BUDGET

Auto Maintenance Exp	15,000
Radio Exp	-
Small Tool Exp	3,500
Shop & Maint Equip Rep Exp	5,000
Misc Exp	-
Fuel and Oil	35,000
Backhoe & Diesel	3,500
Misc Shop Exp	-
Engineering - General	5,000
Engineering - System	12,500
Engineering - Ground Water	-
Engineering - City of Lindsay	-
Uncollectable Lien Expense	
From Fixed Costs	<u>62,811</u>
<b>Total Variable Expenditures</b>	<b>2,955,636</b>
<b>Total All Expenditures</b>	<b>5,381,494</b>

### Revenues

#### *Toll Revenue*

Water Sales - Irrigation	1,542,722
Penalties on Delinquent Accts	20,000
Em Call Outs/Fines Charge	<u>1,000</u>
<b>Total Toll Revenue</b>	<b>1,563,722</b>

#### *Non-Operating Revenue*

Interest Revenue - NFS	105,000
Recognize adj to FMV	-
Interest Revenue - Misc	7,500
Interest on Unpaid Lien	5,000
Other Misc Revenue	100,000
Grant Revenue	-
Service to Other Gov	350,000
Gain or Loss on Fix Assets	-
FPA Power Revenue	<u>825,000</u>
<b>Total Non-Operating Revenue</b>	<b>1,392,500</b>

# Lindmore Irrigation District

FY 2020 Water Revenue, Costs, and Rate  
Based on Water Year Types

	Dry Year (60%)			Avg Year			Wet Year (120%)		
	Water	Rate	Budget	Water	Rate	Budget	Water	Rate	Budget
<b>Operating Revenue</b>									
Irrigation Non-Pumped	17,595	68.25	1,200,859	29,325	45.25	1,326,956	35,190	34.52	1,214,759
Irrigation Pumped	2,199	78.25	172,101	3,666	55.25	202,526	4,399	44.52	195,832
M&I Pumped/Non-Pumped	106	98.25	10,372	176	75.25	13,240	211	54.52	11,511
Assessment Revenue			2,425,858			2,425,858			2,425,858
Miscellaneous Operating Revenue			21,000			21,000			21,000
<b>Total Operating Revenue</b>			3,830,190			3,989,580			3,868,960
<b>Total Non-Operating Revenue</b>	<b>19,900</b>		<b>992,500</b>	<b>33,167</b>		<b>1,392,500</b>	<b>39,800</b>		<b>1,792,500</b>
			<b>\$ 4,822,690</b>			<b>\$ 5,382,080</b>			<b>\$ 5,661,460</b>
<b>Costs</b>									
Ag Water Costs	19,794	26.98	534,052	32,991	26.98	890,087	39,589	26.98	1,068,104
M&I Water Costs	106	11.50	1,214	176	11.50	2,023	211	11.50	2,428
Restoration Fund	19,794	10.91	215,957	32,991	10.91	359,928	39,589	10.91	431,913
Restoration Fund (M&I)	106	21.82	2,304	176	21.82	3,839	211	21.82	4,607
Friant Surcharge	19,900	4.00	79,600	33,167	4.00	132,666	39,800	4.00	159,200
TPUD	19,900	0.30	5,970	33,167	0.30	9,950	39,800	0.30	11,940
Debt Service	19,900	25.45	506,500	33,167	15.27	506,500	39,800	12.73	506,500
Other Water Costs	19,900	74.98	1,492,000	33,167	44.99	1,492,000	39,800	37.49	1,492,000
District AO&M	19,900	99.72	1,984,501	33,167	59.83	1,984,501	39,800	49.86	1,984,501
<b>Composite Rate Per Acre Foot</b>	<b>19,900</b>	<b>242.32</b>	<b>\$ 4,822,097</b>	<b>33,167</b>	<b>\$ 162</b>	<b>\$ 5,381,494</b>	<b>39,800</b>	<b>\$ 142</b>	<b>\$ 5,661,193</b>
<b>Profit/(loss) with these assumptions</b>			<b>\$ 593</b>			<b>\$ 586</b>			<b>\$ 267</b>

# Lindmore Irrigation District

## Treasurer's Cash Report September 30, 2019

October 2, 2019

<b>Beginning Cash *</b>	<i>August 31, 2019</i>	<b>4,842,098.24</b>
 <b>Deposits</b>		
Bank of the Sierra Checking	841,131.80	
Wells Fargo Bond Res.	3,045.73	
LAIF	-	
NFS (Cantella)	547,027.84	
<b>Total Deposits</b>		<b>1,391,205.37</b>
 <b>Withdrawals</b>		
Bank of the Sierra Checking	(543,368.69)	
Wells Fargo Bond Reserve	-	
LAIF	-	
NFS (Cantella)	(545,643.98)	
<b>Total Withdrawals</b>		<b>(1,089,012.67)</b>
 <b>Net Increase/(reduction)</b>		 <b>302,192.70</b>
 <b>Ending Cash Balance</b>	 <i>September 30, 2019</i>	 <b>5,144,290.94</b>

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**Balance by Account:**

Bof Sierra General Checking	1,079,865.59	
Wells Fargo Bond Reserve	538,040.85	
LAIF	194,249.43	
NFS (Cantella at Face Value)	3,331,585.07	
Petty Cash	550.00	
<b>Ending Cash Balance</b>	<i>September 30, 2019</i>	<b>5,144,290.94</b>

\* Beginning cash may be adjusted compared to prior Board meeting report

**FOR MANAGEMENT PURPOSES ONLY**

# Lindmore Irrigation District

Investment Comparative Analysis LID vs LAIF

October 2, 2019

	Managed LID	LAIF
0-6 mos.	830,495.85	65.80%
6 m. > 1 yr	-	18.50%
1 yr > 2 yr	305,000.00	13.30%
2 yr > 3 yr	625,000.00	2.40%
3 yr > 4 yr	1,520,000.00	0.00%
4 yr > 5 yr	880,000.00	0.00%
<b>Total</b>	<b>4,160,495.85</b>	<b>100.00%</b>
<b>LAIF</b>		
Daily Yield LID Invested	2.250%	
Difference	3.402%	
	1.152%	

Benchmark Comparison LAIF vs District	
<b>LID Managed Investments</b>	\$ 4,160,495.85
Daily Yield Investments	3.402%
Est Investment Payments	<b>\$141,551</b>
<b>LAIF Investments</b>	\$ 4,160,495.85
Annualized Rate of Return	2.250%
Est Investment Payments	<b>\$93,611</b>
<b>Annualized difference:</b>	<b>\$47,940</b>

PORTFOLIO STATISTICS			
Investment Type	Dollars	%age	State Code Limit
Agency (Back by Govt Agency)	\$ -	0.00%	None
Corporate (Not Insured)	2,600,000.00	49.35%	None
Certificates of Deposit (FDIC Insured)	730,000.00	13.86%	None
Money (NFS - Not Insured)	125,806.42	2.39%	None
LAIF (Mostly Insured or Backed)	194,249.43	3.69%	None
Banks (FDIC Insured)	510,440.00	9.69%	None
Operating Cash (Banks FDIC)	1,108,016.44	21.03%	None
<b>Total</b>	<b>5,268,512.29</b>	<b>100.00%</b>	
<b>Annualized ROR:</b>			
ROR All Cash			2.483%
ROR Invested Assets			3.402%
ROR LAIF			2.250%
<b>Days to Maturity</b>			
LID Managed			788.05
LAIF Managed			183.00



# LINDMORE IRRIGATION DISTRICT

## MEMORANDUM TO THE BOARD

**TO:** Board of Directors  
**FROM:** Kathryn Bennett  
**DATE:** October 2, 2019  
**SUBJECT:** Affidavit of Reconciliation

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I inspected and reconciled the cash accounts of the Lindmore Irrigation District. The Lindmore Irrigation District maintains five cash/investment accounts. For the month of **September 2019**, the district had the following accounts open and with balances:

*Working Accounts –*

- General Checking (Bank of the Sierra)
- LAIF Investments
- National Financial Services (Cantella – Securities)
- Wells Fargo Bond Accounts

During my reconciliation, I have found the following:

*Working Accounts –*

- No Variances.

After my reconciliation and inspection of the books, it is my opinion that the cash registers reflect the cash activity of the Lindmore Irrigation District. Lindmore staff allowed me full access to the cash registers and ledgers of the District. The actual reconciling documents are stored in the District vault and can be viewed or copied upon request.

  
\_\_\_\_\_  
Kathryn Bennett

**Lindmore Irrigation District**  
**Income Statement**  
**Compared with Budget**  
**For the Nine Months Ending September 30, 2019**

	Current Month Actual	Year to Date Actual	Annual Budget	% of Annual Budget
<b>Revenues</b>				
Water Sales - Irrigation	\$ 351,411.44	\$ 1,722,006.45	1,795,889.00	95.9%
Water Sales-Out of District	0.00	0.00	0.00	0.0%
Penalties on Delinquent Accts	490.53	2,121.61	5,000.00	42.4%
Em Call Outs/Fines Charge	50.00	401.74	500.00	80.3%
Stand-By Charge Revenues	0.00	2,462,901.67	2,469,638.00	99.7%
Stand-By Chg Penalty Revenue	0.00	5,859.52	4,000.00	146.5%
2018 WaterSmart Grant	0.00	0.00	75,000.00	0.0%
Interest Revenue - NFS	9,448.04	85,253.11	100,000.00	85.3%
Recognize adj to FMV	(6,360.26)	116,762.26	0.00	0.0%
Interest Revenue - Misc	3,045.73	24,957.31	5,500.00	453.8%
Adjustment to FMV Bond Reserve	0.00	0.00	0.00	0.0%
Interest on Unpaid Lien	0.00	0.00	5,000.00	0.0%
Other Misc Revenue	71.84	5,840.83	100,000.00	5.8%
Misc Rentals	0.00	0.00	0.00	0.0%
Gain or Loss on Fix Assets	0.00	0.00	0.00	0.0%
Reimburse - EKGSA	12,916.67	116,250.03	157,500.00	73.8%
FPA Power Revenue	320,291.39	1,689,474.80	775,000.00	218.0%
<b>Total Revenues</b>	<b>691,365.38</b>	<b>6,231,829.33</b>	<b>5,493,027.00</b>	<b>113.4%</b>
<b>Cost of Sales</b>				
Irrigation Water	0.00	460,298.81	1,044,000.00	44.1%
T.P.U.D. Charges (Water)	198.50	10,367.00	9,840.00	105.4%
Full Cost 205(a)(3)	0.00	0.00	0.00	0.0%
M&I Water Used	0.00	0.00	2,001.00	0.0%
CVPIA Restoration Fee	0.00	360,303.85	370,946.00	97.1%
Transfer In Water Expense	0.00	193,757.49	0.00	0.0%
Friant Surcharge	0.00	237,265.00	229,593.00	103.3%
FWA O&M Costs	29,965.00	269,685.00	375,000.00	71.9%
Exch Cont O&M Cost	22,753.58	502,884.26	550,000.00	91.4%
SWRCB Fees	0.00	0.00	47,500.00	0.0%
Water Quality Monitoring	0.00	0.00	1,000.00	0.0%

**Lindmore Irrigation District  
Income Statement  
Compared with Budget**

**For the Nine Months Ending September 30, 2019**

	<b>Current Month Actual</b>	<b>Year to Date Actual</b>	<b>Annual Budget</b>	<b>% of Annual Budget</b>
Water Legal	97.18	9,799.21	50,000.00	19.6%
Water FWA - Gen Member	0.00	131,775.33	200,000.00	65.9%
Water Mgmt Plan	0.00	0.00	1,000.00	0.0%
USBR Penalties/Other Charges	0.00	7,677.75	0.00	0.0%
Debt Service 2010A Bond	0.00	118,321.88	210,000.00	56.3%
Water-Engineering	0.00	0.00	5,000.00	0.0%
<b>Total Cost of Sales</b>	<b>53,014.26</b>	<b>2,302,135.58</b>	<b>3,095,880.00</b>	<b>74.4%</b>
<b>Gross Profit</b>	<b>638,351.12</b>	<b>3,929,693.75</b>	<b>2,397,147.00</b>	<b>163.9%</b>
<b>Expenses</b>				
FPA Legal Fees	0.00	0.00	0.00	0.00
Pumping-Power	0.00	51,079.24	60,000.00	85.1%
Pumping-Tele/Communic	398.42	15,173.21	27,500.00	55.2%
Pumping - Maint/Struct/Impr	149,079.89	149,114.83	240,000.00	62.1%
O&M Salary Costs	26,790.11	235,229.19	308,748.00	76.2%
O&M OT/PT Labor Cost	4,490.14	27,126.72	25,000.00	108.5%
Trans/Dist of Mat/Supply	0.00	0.00	12,500.00	0.0%
Trans Electronic Techn	0.00	0.00	2,500.00	0.0%
Stenciling	0.00	0.00	500.00	0.0%
Power (non-pumping)	0.00	2,972.57	7,500.00	39.6%
Meter Rep Supply/Services	2,791.56	20,721.62	7,500.00	276.3% TechnoFlo Systems
Valve Rep - Supply/Service	2,504.65	9,543.53	12,500.00	76.3%
Moss Screen - Repair Sup/Serv	0.00	0.00	2,500.00	0.0%
Pipe Line Repair - Sup/Serv	5,881.62	142,293.50	47,500.00	299.6% Vollmer
Above Surf Repair - Sup/Serv	17,674.46	17,674.46	5,000.00	353.5% Samli Eng-5th Ave JB
Reservoir Repair - Sup/Serv	0.00	29.58	2,500.00	1.2%
Misc - Sup/Serv	0.00	0.00	0.00	0.0%
Admin/General Salary Costs	13,450.28	147,083.56	180,014.00	81.7%
Admin OT/PT Labor Cost	0.00	0.00	10,000.00	0.0%
General Manager (Lindmore)	16,283.92	146,555.28	196,170.00	74.7%
General Manager (GSA)	3,587.50	32,287.50	43,218.00	74.7%
Director Per Diem	0.00	3,800.00	7,500.00	50.7%



**Lindmore Irrigation District  
Income Statement  
Compared with Budget  
For the Nine Months Ending September 30, 2019**

	Current Month		Year to Date		Annual		% of Annual Budget
	Actual		Actual		Budget		
Travel Expense	69.98		1,903.34		2,500.00		76.1%
Legal Exp - General	1,835.00		8,737.50		18,000.00		48.5%
Auditing Costs	0.00		0.00		11,750.00		0.0%
Communication	561.09		6,763.76		8,000.00		84.5%
Utilities - Office	218.98		5,092.23		8,000.00		63.7%
Supplies - Office	1,404.80		9,926.05		9,500.00		104.5%
Pstge/Pinting - Office	739.28		8,765.92		8,500.00		103.1%
Dues/Subscriptions/Contr	0.00		13,912.78		12,500.00		111.3%
Legal Advertisement	0.00		443.65		400.00		110.9%
Record Assessment Expense	0.00		176.00		500.00		35.2%
Misc Office Expense	0.00		2,967.29		0.00		0.0%
Payroll Service Expense	102.40		1,181.85		1,500.00		78.8%
Computer Supplies/Services	831.88		19,977.95		14,000.00		142.7%
Bank Charges	11.30		124.10		500.00		24.8%
Bond Costs	0.00		0.00		0.00		0.0%
Prop/Liab Insurance	0.00		34,346.00		37,500.00		91.6%
Workers' Comp Insurance Exp	4,069.56		22,588.85		27,500.00		82.1%
Fidelity Bonds	0.00		0.00		0.00		0.0%
Social Security Expense	3,765.85		42,699.52		50,687.00		84.2%
Health Insurance Exp	8,418.36		70,056.72		92,899.00		75.4%
Retirement Contribution Exp	4,338.89		40,733.46		60,166.00		67.7%
Dental Insurance Exp	377.20		3,459.85		5,500.00		62.9%
Vision Insurance Exp	72.10		661.51		1,200.00		55.1%
Life Insurance Expense	179.49		1,656.91		2,400.00		69.0%
Office Building Maintenance	0.00		183.06		7,500.00		2.4%
Grounds	0.00		0.00		2,500.00		0.0%
Office Furniture Exp	0.00		0.00		2,500.00		0.0%
Auto Maintenance Exp	1,202.62		15,197.58		18,000.00		84.4%
Radio Exp	0.00		0.00		0.00		0.0%
Small Tool Exp	14.13		2,452.77		3,500.00		70.1%
Shop & Maint Equip Rep Exp	143.47		2,819.10		5,000.00		56.4%
Misc Exp	0.00		25.36		0.00		0.0%
Shop Bldg Maint	0.00		7,452.93		3,500.00		212.9%
Fuel and Oil	3,719.96		32,610.52		30,000.00		108.7%

**Lindmore Irrigation District  
Income Statement  
Compared with Budget  
For the Nine Months Ending September 30, 2019**

	Current Month Actual	Year to Date Actual	Annual Budget	% of Annual Budget
Backhoe & Diesel	0.00	2,528.17	2,750.00	91.9%
Misc Shop Exp	0.00	0.00	0.00	0.0%
Engineering - General	0.00	200.15	5,000.00	4.0%
Engineering - System	0.00	12,615.74	5,000.00	252.3% P&P JB
Engineering - Groundwater	0.00	4,567.06	0.00	0.0%
Engineering- w/City of Lindsay	0.00	0.00	0.00	0.0%
Engineering - Prop 218	0.00	0.00	0.00	0.0%
Engineering - Temp Flat Study	0.00	0.00	0.00	0.0%
Recharge - Ireton Pond	0.00	2,127.65	0.00	0.0%
Recharge - Drywell	0.00	0.00	0.00	0.0%
SGMA - Governance	0.00	23,571.42	30,000.00	78.6%
SGMA - Plan	0.00	37,635.03	75,000.00	50.2%
SGMA - Implementation	0.00	0.00	0.00	0.0%
Safety Compliance	0.00	3,165.32	15,000.00	21.1%
Well Measurement Supplies	0.00	0.00	500.00	0.0%
Crop Report	0.00	0.00	250.00	0.0%
Easement	788.87	4,659.50	750.00	621.3% chemicals/mowing
Depreciation Expense - System	0.00	0.00	155,000.00	0.0%
Depreciation Expense - Other	0.00	0.00	68,500.00	0.0%
Office Building Construction	0.00	0.00	0.00	0.0%
Capital Purchase - FPA QLPP	0.00	0.00	0.00	0.0%
93.2E Modernization (Grant)	0.00	0.00	97,000.00	0.0%
Uncollectable Lien Expense	2,281.00	2,281.00	0.00	0.0%
<b>Total Expenses</b>	<b>278,078.76</b>	<b>1,450,952.39</b>	<b>2,099,402.00</b>	<b>69.1%</b>
<b>Net Income</b>	<b>\$ 360,272.36 \$</b>	<b>\$ 2,478,741.36 \$</b>	<b>297,745.00</b>	<b>832.5%</b>

**Lindmore Irrigation District**  
**Balance Sheet**  
**September 30, 2019**

**ASSETS**

**Current Assets**

Sierra Checking #0302190470	\$ 1,079,865.59
Wells Fargo Bank Bond Reserve	538,040.85
Petty Cash	550.00
LAIF 90-54-016 (02010)	194,249.43
Securities - NFS A7T-514144	3,331,585.07
Adjustment to FMV	124,221.35
Bond Res. Capital Appreciation	(8,694.40)
H2O Sales Receivable	354,118.57
Stand-by Receivable	38,613.28
Misc Accts Receivable	12,916.67
Liens - Amount Sold	16,086.70
Liens - Accumulated Int Due	3,728.17
Pre-Paid Water - USBR	260,159.50
Pre-Paid Ins & Misc	24,963.80
Interest Accrued - NFS	25,206.31
Interest Accrued-Bond Res	<u>4,416.90</u>

**Total Current Assets** **6,000,027.79**

**Property and Equipment**

Property/Land/Easements	463,003.40
Distribution System	7,177,406.31
Furniture/Fixtures/Computers	184,123.59
Equipment	188,400.12
Vehicles/Trailers/Other	318,423.43
Buildings/Grounds	470,093.97
Accumulated Depreciation	<u>(6,054,297.96)</u>

**Total Property and Equipment** **2,747,152.86**

**Other Assets**

Perpetual Right to Water	7,076,835.00
Inv in Friant Power Authority	5,128,876.02
Inv in USJRWPA	<u>29,108.18</u>

**Total Other Assets** **12,234,819.20**

**Total Assets** **\$ 20,981,999.85**

**Lindmore Irrigation District  
Balance Sheet  
September 30, 2019**

**LIABILITIES AND CAPITAL**

**Current Liabilities**

Accounts Payable	\$ 24,925.97
Account Due - Keller	43,883.57
Employee Accruals Payable	84,312.41
Customer Project	18,850.20
Emp Health Ins Deductions	<u>84.66</u>

**Total Current Liabilities** **172,056.81**

**Long-Term Liabilities**

Series 2010A Bond	<u>4,285,000.00</u>
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**Total Long-Term Liabilities** **4,285,000.00**

**Total Liabilities** **4,457,056.81**

**Capital**

Inv In Utility Plant	2,810,231.81
Inv in Property	159,368.43
FB - Unappropriated	3,116,315.39
FB -Operating	1,053,334.42
FB -Water Purchases	1,500,000.00
FB -EOM&R Dist System	3,881,712.01
FB - Unemp Res	25,000.00
FB - Multi Lia Ins (Deduct.)	50,000.00
FB - Power Dev Reserve	800,000.00
FB - Reserve for SLDMWA/FWA	500,000.00
FB - Vehicle Replacement Reser	150,239.62
Net Income	<u>2,478,741.36</u>

**Total Capital** **16,524,943.04**

**Total Liabilities & Capital** **\$ 20,981,999.85**

# LINDMORE IRRIGATION DISTRICT

## MEMORANDUM TO THE BOARD

**TO:** Board of Directors

**FROM:** Michael D. Hagman, General Manager

**DATE:** October 5, 2019

**SUBJECT:** Manager's Report for the October 8, 2019 Regular Board Meeting

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### PRIOR ITEMS

#### *Operations and Maintenance:*

- As of the date of this memo, we don't have any laterals down.

*Water Supply Report:* The USBR has made no adjustments to the allocation since the last Board meeting. Deliveries in September were slightly higher than expected (6,690 AF versus scheduled 6,250 AF). Currently, the District has 12,902 AF of Class 1 water remaining in Millerton. I estimate the District will use about 6,000 AF between now and the end of the season (November 25<sup>th</sup>). That will leave nearly 7,000 AF of carryover. I have received a call from Stone Corral ID (SCID) to see if we were willing to sell them some Class 1 supply to use for this year. If the Board is good with that, an acre foot of Class 1 water costs the District \$40 AF from the USBR. There is minimal paperwork involved. SCID is likely not in a position to exchange supply (give them some now for water in the future). So, it will be a sale. SCID is in the EKGSA and thus it helps the EKGSA for them to deliver surface supply and not groundwater.

#### *District Improvement Projects:*

Groundwater Recharge – Deliverable includes developing a map of the District rating recharge zones, recharge site identification, design of recharge basins, etc. (Engineering Budget: \$77,500; Spent \$57,027) Board abandoned large recharge basin effort and changed direction to Ireton Pond and Micro-basins. **No activity**

JB Rehab – Design and supervision on all the District's JBs (Engineering Budget: \$354,000, Spent \$122,024). Working on 5<sup>th</sup> Avenue's JB#6 replacement and box refresh. **No other cost activity**

City of Lindsay – Project was to study opportunities for recharge and exchanges between the City and the District. City remains interested. We are waiting on SGMA information to develop this activity. **No activity**

### *WaterSMART Grant and 93.2E Modernization*

We have begun receiving parts/materials for the Modernization. Once the project is complete, the grant will reimburse the District based on \$75,000 (less the environmental study cost).

### *Recharge Policy*

We will have discussion on it at the meeting.

### *2019 Water Recharge – Report*

Attached is a copy of the current total program. There is an overstatement for Sun Pacific as district staff and Sun Pacific staff did not record the net. Sun Pacific's total needs to be adjusted and Jason is working on that.

### *Recharge Basin Development*

The Board authorized \$25,000 for a well to be installed for recharge. Questions exist on the "public" requirements for this program. Calvin is working with the State RWQCB. A district grower has privately installed a 36" well 100 feet deep and sealed it 50 feet. Their initial run was done with their farm line (about 1000 gallons per minute) and they never filled the well. In other words, it is taking at least 1000 gallons a minute. However, they are developing a natural particulate filter based on Lindmore's conceptual design. Once they have that and have connected the well to their water supply, we will do a run and I will be part of that inauguration.

### *Personnel Policies and Procedures*

Legal Counsel was tasked with engaging Special Counsel (Rachele Berglund) to assist in several Human Resource related issues. Counsel will provide an update on that effort.

### *Job Descriptions – Report*

These are likely going to be developed after the heaviest part of the season.

### *Shared Resources Agreement – Update and Direction*

The EKGSA Board is expecting approximately 2.00 FTE's in the District budget that will focus on the EKGSA issues. In the FY2020 Proposed Budget, I am recommending the hiring of an engineer and a flexible analyst. Between those two individuals, Kathy, me and Marv, we will easily meet the intent of the agreement. The EKGSA would also like to establish an AdHoc committee consisting of one or two LID Board members and one or two EKGSA Board members that will meet a couple times a year to evaluate how the shared resource agreement is doing with relation to meeting the individual agency objectives. I will work directly with District Legal Counsel Mauritsen and EKGSA Legal Counsel Hughes to formulate the agreement. The Budget also proposes annual total compensation to the District of \$350,000.

## *Recharge Basin Name - Report*

Staff will be developing everything and have it ready for next February.

### **HEARINGS**

**Liens:** Your hearing will take landowner comments regarding staff's recommendations to lien property for unpaid FY2019 Assessments and unpaid FY2018 water bills. Attached is the current (as of October 3, 2019) list. There are likely some that will pay before the hearing. However, the balance this year is high in terms of dollars but about 50% increase in the acreage that is not paying. After taking comments, Staff will recommend all the unpaid bills to be placed as liens against the originating property.

**FY2020 Budget:** Board to open a hearing and take comments regarding the GM's proposed FY2020 budget. After closing the hearing, the Board will consider adopting the proposed budget. GM's Proposed FY2020 Budget – \$5,381,494 budget. Variance analysis attached.

### **BOARD OF EQUALIZATION**

**Setting the FY2020 Assessment:** The Board can assess landowners in the District based on the 2017 Proposition 218 election wherein the voters approved assigning fixed costs to their land. In addition, voters approved "fixed costs" that can be collected on the land based on what was expected in 2017 to occur in the future. Per the voter approved rates, FY2020 is capped at \$96.59 per acre. The proposed budget exceeds that number, so \$62,811 of the allowable fixed costs will have to be assigned to the water bills. Staff will ask the Board to set the rate at the approved maximum and direct staff to generate the assessment bills and mail them to landowners.

### **NEW ACTION ITEMS**

**Lindmore ID Year End Maintenance and March 1 Start Up Date:** Board to discuss the annual maintenance period (end of November through the end of February) and consider shortening it so that water can be delivered to growers sooner.