

NORTH YUBA WATER DISTRICT

Zoom

Board Meeting Friday June 24, 2022

@ 3:30pm

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GARY HAWTHORNE
President
Division 3

DOUG NEILSON
Vice President
Division 1

Chris Cross
Division 2



DONALD FORGUSON
Director
Division 4

GINGER HUGHES
Director
Division 5

JEFF MAUPIN
General Manager

AGENDA

REGULAR MEETING OF THE BOARD OF DIRECTORS OF THE NORTH YUBA WATER DISTRICT

3:30 PM ♦ FRIDAY ♦ JUNE 24, 2022

NOTICE: IN ACCORDANCE WITH GOVERNMENT CODE SECTION 54953(e) AS AMENDED BY AB 361, THIS MEETING WILL BE CONDUCTED BY TELECONFERENCE.

THIS MEETING WILL NOT BE PHYSICALLY OPEN TO THE PUBLIC. ALL MEMBERS OF THE PUBLIC MAY PARTICIPATE IN THE MEETING VIA VIDEOCONFERENCE AT

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AND WILL BE GIVEN THE OPPORTUNITY TO PROVIDE PUBLIC COMMENT.

- A. CALL TO ORDER/ROLL CALL
- B. PLEDGE OF ALLEGIANCE
- C. OPPORTUNITY FOR PUBLIC COMMENT ON AGENDIZED ITEMS

As provided under Government Code section 54954.3, subdivision (a), during a Regular Meeting any member of the public may address the Board concerning any item on the agenda or any other issue within the jurisdiction of the District. Any member of the public wishing to make comment on an agenda item shall identify the agenda item they intend to address. Public comment is limited to no more than two (2) minutes per person, twenty (20) minutes total for all speakers.

In compliance with the Americans with Disabilities Act, if you are a disabled person and you need a disability-related modification or accommodation to participate in this meeting, please contact North Yuba Water District office staff at 530-675-2567 or fax 530-675-0462. Requests must be made as early as possible and at least one-full business day before the start of the meeting.

NOTE: ALL PUBLIC PARTICIPANTS WILL BE MUTED UPON ENTRY INTO THE MEETING AND WILL ONLY BE UNMUTED TO ALLOW THEIR COMMENT. TO PROVIDE PUBLIC COMMENT VIA VIDEO CONFERENCING CLICK ON THE "RAISE HAND." TO PROVIDE PUBLIC COMMENT BY TELECONFERENCE PRESS *9.

ACTION ITEMS

D. CONSENT ITEMS

1. Approval of **Minutes for Regular Board Meeting of May 27, 2022**
2. Approval of **Payroll for the Month of May 2022: \$ 37,617.41**
3. Approval of **Bills for the Month of May 2022: \$ 225,929.60**
4. **Warrant # 52-37257, fund # 642, payable to North Yuba Water District, in the amount of \$200,000.00 for Services / Supplies**

E. FINANCIAL MANAGER’S REPORT

1. Review of Cash on Hand and Income Statements for the period ending May 31, 2022.

F. ANNUAL AUDIT REPORT for 2020/2021

John Blomberg of Blomberg & Griffin will present the Financial Statements and Independent Auditor’s Report for 2020/2021.

G. BUDGET 2022-23

H. RESOLUTION NO. 22-768C

Authorizing remote teleconference meetings in accordance with California Government Code section 54953(e), as amended by AB 361.

I. RESOLUTION NO. 22-770

Review and Consider Approval of Agreement for Sale of Bulk Water (Woodleaf Younglife) and Find that the Agreement is Exempt from the California Environmental Quality Act

DISCUSSION/REPORTS

J. GENERAL MANAGER’S REPORT

Operations Memorandum

K. DISCUSSION OF THE NORTH YUBA WATER DISTRICT BOARD OF DIRECTORS REVISING THE REGULAR MEETING SCHEDULE

L. DIRECTORS INPUT

Directors may make brief announcements or reports for the purpose of providing information to the public or staff, or to schedule a matter for a future meeting. The Board cannot take action on any matter not on the agenda and will refrain from entering into discussion that would constitute action, direction or policy, until the matter is placed on the agenda of a properly publicized and convened Board meeting.

1. Consideration of agenda items for the next meeting. Items must be requested in accordance with the District’s *POLICY FOR AGENDIZING ITEMS FOR BOARD MEETINGS*.

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M. ADJOURNMENT

MINUTES
BOARD MEETING OF THE BOARD OF DIRECTORS OF THE
NORTH YUBA WATER DISTRICT
Held at the District Office – Through Zoom
8691 LaPorte Road, Brownsville
Friday, May 27, 2022

NOTICE: THIS MEETING WILL BE HELD IN ACCORDANCE WITH EXECUTIVE ORDER N-29-20, ISSUED BY CALIFORNIA GOVERNOR GAVIN NEWSOM ON MARCH 17, 2020, THE RALPH M. BROWN ACT (CALIFORNIA GOVERNMENT CODE SECTION 54950, ET SEQ.), AND THE FEDERAL AMERICANS WITH DISABILITIES ACT. THIS MEETING WILL NOT BE PHYSICALLY OPEN TO THE PUBLIC. ALL MEMBERS OF THE PUBLIC MAY PARTICIPATE IN THE MEETING VIA VIDEO CONFERENCE AT Join Zoom

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AND WILL BE GIVEN THE OPPORTUNITY TO PROVIDE PUBLIC COMMENT

A. ROLL CALL

President Gary Hawthorne called the meeting to order at 3:30PM at the District Office in Brownsville, CA.

NAME	PRESENT	ABSENT	VISITORS INCLUDING:
PRESIDENT	Gary Hawthorne		Dr. Flohr, Charles Sharp, Donna Carson, Marieke Furner, Dr. Rulik Perla, Karen Legit, Chrystal Martin, Terry Brown, Yolanda De La Cruz, Mr. Brueggeman
VICE PRESIDENT	Doug Neilson		
DIRECTORS:	Ginger Hughes		
DIRECTORS:	Chris Cross		
DIRECTORS:	Donald Forguson		
GENERAL MANAGER	Jeff Maupin		
ATTORNEY	Ms. Aackermann, Janeth		

B. PLEDGE OF ALLEGIANCE: The Pledge of Allegiance was led by Director Forguson .

ACTION ITEMS

C. PUBLIC COMMENT: President Hawthorne read the rules of public comment. Opportunity for public comment on any item on the agenda or any other items within the jurisdiction of the district board. However, no action may be taken by the Board on topics or matters presented during this **PUBLIC INPUT** agenda.

PUBLIC COMMENT:

Members of the public commented on the state of the permits, \$880,000 in legal fees, Fellowship of Friends water and six current lawsuits. A member of the public referenced a letter from the archives regarding 2004 water flow, the South Feather offer to provide water, refusal of help by the board, the possibility of getting water delivered from an outside source, and the importance of water.

D. CONSENT ITEMS:

1. Approval of Minutes for Special Board Meeting April 20, 2022
2. Approval of Minutes for Regular Board Meeting April 22, 2022
3. Approval of Payroll for the Month of April - \$36,592.11
4. Approval of Bills for the Month of April: \$195,338.86
5. Warrant # 52037255, fund #640, payable to North Yuba Water District, in the amount of \$200,000.00 for Services/Supplies
Warrant # 52-37256, fund # 640, payable to North Yuba Water District, in the amount of \$100,000.00 for Bills and Payroll

Director Forguson made a motion to accept items 1-5 of the consent items. Vice President Neilson seconded the motion.

The motion passed with a unanimous vote with.

E. FINANCIAL MANAGER'S REPORT

1. Review of Cash on Hand and Income Statements for the period ending

Financial Manager Heidi Naether reviewed Cash on Hand and Income Statements for the period ending April 30, 2022. Total cash on hand in all accounts including reserves was \$3,762,374.71. Total income for the fiscal year to date (July 01, 2021 – April 30, 2022) was \$1,422,437.96. Total expenses were \$1,512,035.05, leaving a net revenue over expenses in the minus of \$89,597.09. Expenses out of Reserves totaled \$924,780.56.

Director Hughes made a motion for the Board to accept the Financial Manager's report as presented. Director Forguson seconded the motion.

The motion passed with a unanimous vote.

F. RESOLUTION NO. 22-7688

Authorizing remote teleconference meetings in accordance with California Government Code section 54953(e), as amended by AB 361.

Director Forguson made a motion for the Board to accept Resolution No. 22-7688 Vice President Neilson seconded the motion.

Director Forguson discussed the resolution being in sync with the regular meeting and not having to have an additional special meeting to approve the remote teleconference meetings. General Manager Maupin clarified with District Legal Counsel that if the time is longer than 30 days there will have to be a special meeting within the 30 day time frame.

The motion passed with a unanimous vote.

DISCUSSION/REPORTS

G. GENERAL MANAGERS REPORT

May 27, 2022, Board Meeting Minutes

1. Operations Memorandum

There was no discussion on the Operations Memorandum.

H. DIRECTORS INPUT

Directors may make brief announcements or reports for the purpose of providing information to the public or staff, or to schedule a matter for a future meeting. The Board cannot take action on any matter not on the agenda and will refrain from entering into discussion that would constitute action, direction or policy, until the matter is placed on the agenda of a properly publicized and convened board meeting.

1. Consideration of agenda items for the next meeting. Items must be requested in accordance with the District's POLICY FOR AGENDIZING ITEMS FOR **BOARD MEETINGS**.

Vice President Nielson commented on the email that was sent to board members regarding water flow and capacity and the 2004 water flow chart that was referenced. General Manager Maupin also discussed the 2004 season which was a very wet season and confirmed that Dry Creek was in the lead which needs to happen to have a full irrigation season.

Director Forguson would like to move the board meetings away from Friday evenings or afternoons and get it back during the week. All board members agreed to add to the next meeting's agenda for discussion.

I. CLOSED SESSION:

Conference with Legal Counsel: existing litigation (6 cases) - pursuant to Government Code Section 54956.9, subdivision (d), paragraph (1).

Names of cases:

Gideon Beinstock, et al. v. North Yuba Water District Agency [sic], Yuba County, Superior Court Case No. CVPT21-00515;

Fellowship of Friends v. North Yuba Water District, et al., Yuba County Superior Court Case No. CVPT22-00246;

Marieka Furnee, et al. v. North Yuba Water District, Yuba County Superior Court Case No. CVPT21-00436;

Charles Sharp, et al. v. North Yuba Water District, Yuba County Superior Court Case No. CVPT20-00386;

North Yuba Water District v. South Feather Water and Power Agency, Sutter County Superior Court Case No. CVCS21-0001857; and

South Feather Water and Power Agency v. North Yuba Water Agency, Sutter County Superior Court Case No. CVCS21-0002073

The Board entered closed session at 4:06 P.M.

The Board entered back into general session with no reportable actions to taken.

J. ADJOURNMENT

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The meeting was adjourned at 4:53 P.M.

Respectfully Submitted,

Catherine L. Fonseca, Recording Secretary

**North Yuba Water District
Monthly Net Payroll Report**

TOTAL MONTHLY NET PAYROLL FOR THE MONTH OF MAY, 2022

TOTAL MAY, 2022 \$ 36,617.41

North Yuba Water District Monthly Check Listing May 2022

	Type	Date	Num	Name	Amount
1000A · Cash - GC Seperate Accounts					
Paypal					
PayPal Fees	Check	05/31/2022	FEES	PayPal	-104.30
Total Paypal					-104.30
11007 · River Valley Bank Checking					
Phone Service	Bill Pmt -Check	05/02/2022	25246	CALNET3	-238.60
Water Testing	Bill Pmt -Check	05/02/2022	25247	Cranmer Engineering Inc	-985.00
Polaris Off Road DMV Fees	Bill Pmt -Check	05/02/2022	25248	DMV Renewal	-54.00
Alarm Service	Bill Pmt -Check	05/02/2022	25249	Golden Bear Alarms	-87.00
Copier Maintenance Agreement	Bill Pmt -Check	05/02/2022	25250	Inland Business Machines Inc.	-18.06
Employee Retirement Fund	Bill Pmt -Check	05/02/2022	25251	LIU of NA Nat'l Pension Fund	-3,595.00
Electricity	Bill Pmt -Check	05/02/2022	25252	Pacific Gas & Electric	-3,459.01
Caulk, Tape, Knob, Sensor, Lightbulb, Red Granite, Foam, LED Lite Rect, Paint, Nails, Blades, Goggles, Coverall, Quarter Round, SL Hex Tapcon, COVR White Dove, Tray Liner, Dynaflex, Carbide Radios, Wallplate, Plug, W/P BX, Outlet Tester, GFCI ST, REC GFCI, Battery, Plywood, Screw's, Chaulk Line Reel, Silicone, Liquid Nails, Painting Kit, Brushes, Wire, Foam Filter Sleeve, Black Top, Ext Pole, Nozzle, Slyde King, Bond Beam Block, Stepping stones, Redimix Concrete, Cement, Nails, Nail Gun, Gloves, Black Poly Sheeting, Lock Nut, Hex Bolt, Lock Washer, STPL, Doorstop, Trash Bags, Sealer					
	Bill Pmt -Check	05/02/2022	25253	Ray's General Hardware	-3,291.10
WTP Chemicals	Bill Pmt -Check	05/02/2022	25254	SCP DISTRIBUTORS LLC	-2,713.61
Safety Shirts, Vests	Bill Pmt -Check	05/02/2022	25255	Sierra Embroidery Works	-1,415.35
Annual Water Tank Service	Bill Pmt -Check	05/02/2022	25256	Two Brothers Cathodic Services, Inc.	-850.00
Minutes	Bill Pmt -Check	05/02/2022	25257	Fonseca, Catherine L.	-400.00
Credit Card Fees	Check	05/02/2022	GLOBEX	Merchant Services	-149.29
Direct Deposit Fees	Liability Check	05/04/2022	DirD	QuickBooks Payroll Service	-19.25
Employee Retirement Fund	Liability Check	05/05/2022	25271	ICMA-457	-775.25
Employee Paid Insurance	Liability Check	05/05/2022	25272	AFLAC	-263.84
Health Insurance	Bill Pmt -Check	05/05/2022	25273	ACWA/Jt Powers Ins Authority	-14,847.86
Cellphone Service	Bill Pmt -Check	05/05/2022	25274	VERIZON WIRELESS	-209.28

North Yuba Water District Monthly Check Listing May 2022

	Type	Date	Num	Name	Amount
Copier Lease	Bill Pmt -Check	05/05/2022	25275	Wells Fargo Vendor Financial Services, LL	-204.90
State Payroll Taxes	Liability Check	05/06/2022	E-pay	EDD	-963.49
Federal Payroll Taxes	Liability Check	05/06/2022	E-pay	United States Treasury	-5,911.41
Alarm Permit	Bill Pmt -Check	05/06/2022	25276	Butte Country Sheriff's Office	-39.00
Computer support and maintenance	Bill Pmt -Check	05/06/2022	25277	Gilmore Computer Services LLC	-1,858.48
Water Right Support	Bill Pmt -Check	05/06/2022	25278	MBK Engineers	-210.00
Public Outreach	Bill Pmt -Check	05/06/2022	25279	Smart Marketing & Printing	-5,000.00
Domestic Customer Deposit Refund	Check	05/09/2022	25280	Goelz, Tony	-102.83
Advertising for Bids for Tanks	Bill Pmt -Check	05/10/2022	25281	Appeal Democrat	-892.00
Pest Control Service	Bill Pmt -Check	05/10/2022	25282	CAL KING PEST CONTROL	-137.00
Trash Pick-up	Bill Pmt -Check	05/10/2022	25284	Recology - Yuba Sutter	-63.98
Cellphone Service	Bill Pmt -Check	05/10/2022	25285	VERIZON WIRELESS	-70.68
Legal	Bill Pmt -Check	05/16/2022	25286	BoutinJones Inc	-3,938.75
Phone Service	Bill Pmt -Check	05/16/2022	25287	CALNET3	-512.69
Digital Path, Adobe, Siriusxm, Meals, Pergo Floor, Go Daddy Email, Safety Cloth, Adapters, Sound System, Teamviewer Software, Occupancy Sign, Copies	Bill Pmt -Check	05/16/2022	25288	Mechanics Bank	-1,940.22
Vision Insurance	Bill Pmt -Check	05/16/2022	25289	MesVision	-153.00
Water Rights Review	Bill Pmt -Check	05/16/2022	25290	PROVOST&PRITCHARD	-11,861.80
Fuel, Diesel	Bill Pmt -Check	05/16/2022	25291	Ramos Oil Company Inc.	-2,668.85
Direct Deposit Fees	Liability Check	05/18/2022	DirD	QuickBooks Payroll Service	-15.75
Employee Paid Union Dues	Liability Check	05/19/2022	25300	UPEC	-339.50
Employee Retirement Fund	Liability Check	05/19/2022	25302	ICMA-457	-775.25
State Payroll Taxes	Liability Check	05/20/2022	E-pay	EDD	-900.32
Federal Payroll Taxes	Liability Check	05/20/2022	E-pay	United States Treasury	-5,577.45
Legal	Bill Pmt -Check	05/23/2022	25303	BoutinJones Inc	-9,912.00
Oregon Peak Rent	Bill Pmt -Check	05/23/2022	25304	EIP Holdings II, LLC	-463.00
Dental Insurance	Bill Pmt -Check	05/23/2022	25305	Premier Access Insurance Co.	-1,045.46
Postage	Bill Pmt -Check	05/23/2022	25306	Reserve Account	-500.00
Reimburse for Baseboard for Office	Bill Pmt -Check	05/23/2022	25307	Reynoso, Tony.	-1,228.80
Minutes	Bill Pmt -Check	05/26/2022	25310	Fonseca, Catherine L.	-400.00
New Phone/Messaging System	Bill Pmt -Check	05/26/2022	25311	THE PHONE SMITH, INC.	-1,737.00

North Yuba Water District Monthly Check Listing May 2022

	<u>Type</u>	<u>Date</u>	<u>Num</u>	<u>Name</u>	<u>Amount</u>
Calls, Meetings	Bill Pmt -Check	05/31/2022	25313	NORTHSTAR	-170.00
Legal	Bill Pmt -Check	05/31/2022	25312	Somach Simmons & Dunn	-132,860.19
Total 11007 · River Valley Bank Checking					<u>-225,825.30</u>
Total 1000A · Cash - GC Seperate Accounts					<u>-225,929.60</u>
TOTAL					<u>-225,929.60</u>

Check 25283 VOID

North Yuba Water District
Profit & Loss Budget Performance
 July 2021 - May 2022

	<u>Jul '21 - May 22</u>	<u>YTD Budget</u>	<u>\$ Over Budget</u>	<u>% of Budget</u>	<u>Annual Budget</u>
Ordinary Income/Expense					
Income					
4000A · Irrigation	0.00	12,692.77	-12,692.77	0.0%	18,961.49
4050A · Domestic	256,625.14	251,039.02	5,586.12	102.23%	273,604.73
4100.10 · Power Revenue SFPP	531,750.00	531,750.00	0.00	100.0%	709,000.00
4150.10 · Younglife-Water Sales	0.00	2,161.00	-2,161.00	0.0%	2,161.00
4200.10 · Yuba City-Water Sales	398,430.00	390,600.00	7,830.00	102.01%	390,600.00
4215.13 · Other Revenue	13,164.73	443.91	12,720.82	2,965.63%	500.00
4250.10 · Taxes - General	139,100.67	107,772.33	31,328.34	129.07%	203,235.97
4250D · Taxes - Domestic	41,650.73	59,036.60	-17,385.87	70.55%	63,694.91
4250I · Taxes - Irrigation	51,839.73	87,516.41	-35,676.68	59.23%	95,689.32
4300A · Interest	15,392.59	25,994.65	-10,602.06	59.21%	40,000.00
Total Income	<u>1,447,953.59</u>	<u>1,469,006.69</u>	<u>-21,053.10</u>	<u>98.57%</u>	<u>1,797,447.42</u>
Gross Profit	1,447,953.59	1,469,006.69	-21,053.10	98.57%	1,797,447.42
Expense					
5050.69 · 2005 Agreement SFWP/NYWD	288,254.39	281,141.33	7,113.06	102.53%	346,300.00
5100.00 · WTP	248,942.92	230,731.83	18,211.09	107.89%	249,600.85
5200.00 · T&D Irrigation	34,878.85	106,712.98	-71,834.13	32.69%	129,097.53
5251 · T&D Domestic	159,563.89	180,145.17	-20,581.28	88.58%	197,474.69
5400 · Board of Dir	12,653.24	12,406.01	247.23	101.99%	14,039.31
5500 · Admin	571,877.54	526,752.57	45,124.97	108.57%	569,292.94
5500U · Admin-Utilities	28,337.70	24,056.12	4,281.58	117.8%	26,000.00
5600R · Regulator Driven	126,465.63	136,093.67	-9,628.04	92.93%	140,544.31
5700 · General	131,652.44	115,400.93	16,251.51	114.08%	127,174.46
5700F · Fuel	19,825.53	33,790.98	-13,965.45	58.67%	35,000.00
5800 · OSHA/Safety	5,731.77	14,469.81	-8,738.04	39.61%	14,469.81
Total Expense	<u>1,628,183.90</u>	<u>1,661,701.40</u>	<u>-33,517.50</u>	<u>97.98%</u>	<u>1,848,993.90</u>
Net Ordinary Income	<u>-180,230.31</u>	<u>-192,694.71</u>	<u>12,464.40</u>	<u>93.53%</u>	<u>-51,546.48</u>
Net Income	<u>-180,230.31</u>	<u>-192,694.71</u>	<u>12,464.40</u>	<u>93.53%</u>	<u>-51,546.48</u>

North Yuba Water District

Cash In Accounts prior Month Comparison

May 2022 compared to April 2022

	05/31/2022	04/30/2022	
	Amount	Amount	Increase/Decrease
Mechanics Bank Checking	\$0.00	\$0.00	\$0.00
River Valley Bank Checking	\$12,001.63	\$244,317.65	(\$232,316.02)
Savings Money Market Account (River Valley Bank)	\$111,497.79	\$111,490.21	\$7.58
PayPal Account	\$2,138.80	\$1,488.43	\$650.37
Petty & Register Cash	\$830.00	\$830.00	\$0.00
YC Treas Fund #637 (Gen Dist)	\$281,091.00	\$281,091.00	\$0.00
YC Treas Fund #641 (ID #1)	\$303,205.36	\$303,205.36	\$0.00
YC Treas Fund #642 (ID #2)	\$306,858.56	\$306,858.56	\$0.00
YC Treas Fund #639 (Fac Fee Domestic)	\$7,466.24	\$7,466.24	\$0.00
YC Treas Fund #640 (Savings)	\$1,101,411.60	\$1,101,411.60	\$0.00
YC Treas Fund #644 (Equip Res)	\$3,040.15	\$3,040.15	\$0.00
YC Treas Fund #646 (ID #6)	\$11,545.91	\$11,545.91	\$0.00
YC Treas Fund #647 (Annex Irr)	\$11.46	\$11.46	\$0.00
YC Treas Fund #648 (Annex Dom)	\$89.44	\$89.44	\$0.00
YC Treas Fund #649 (Off Equip Res)	\$5,553.13	\$5,553.13	\$0.00
YC Treas Fund #650 (Reserve)	\$881,808.42	\$881,808.42	\$0.00
YC Treas Fund #393 (Trmt Plnt)	\$2,775.14	\$2,775.14	\$0.00
Total Cash on Hand	\$3,031,324.63	\$3,262,982.70	(\$231,658.07)
Reserve Accounts			
Reserve Savings Money Market (River Valley Bank)	\$96,323.52	\$96,317.79	\$5.73
CIP Money Market Account (River Valley Bank)	\$184,265.18	\$184,252.66	\$12.52
Total in Reserve	\$280,588.70	\$280,570.45	\$18.25
Total in All Accounts not including FT Tank and YC Water Sale Account	\$3,311,913.33	\$3,543,553.15	(\$231,639.82)
FT Tank Money Market Account (River Valley Bank)	\$109,142.89	\$109,135.47	\$7.42
YC Water sale Account (River Valley Bank)	\$109,693.54	\$109,686.09	\$7.45
Total in All Accounts	\$3,530,749.76	\$3,762,374.71	(\$231,624.95)

**North Yuba Water District
Statement of Cash Flows
May 2022**

May 22

OPERATING ACTIVITIES	
Net Income	-90,633.22
Adjustments to reconcile Net Income to net cash provided by operations:	
1200A · Accounts Receivable:1200.50 · Accounts Receivable Module	-140.00
A/R:A/R Domestic Water	5,333.66
1400.03 · Prepaid Worker's Comp Insurance	1,401.45
2000.00 · Accounts Payable	-25,303.70
Payroll Liabilities	0.80
2150.30 · PR Tax WH-SUTA	16.80
2250.10 · Deposits-Customers	128.00
Net cash provided by Operating Activities	-109,196.21
Expenses from Reserves	
Public Outreach	-5,000.00
Additional Legal	-104,602.33
Water Rights Review	-11,861.80
Office Maintenance	-964.61
Net expenses from Reserves	-122,428.74
Net cash increase for period	-231,624.95
Cash at beginning of period	3,762,374.71
Cash at end of period	3,530,749.76

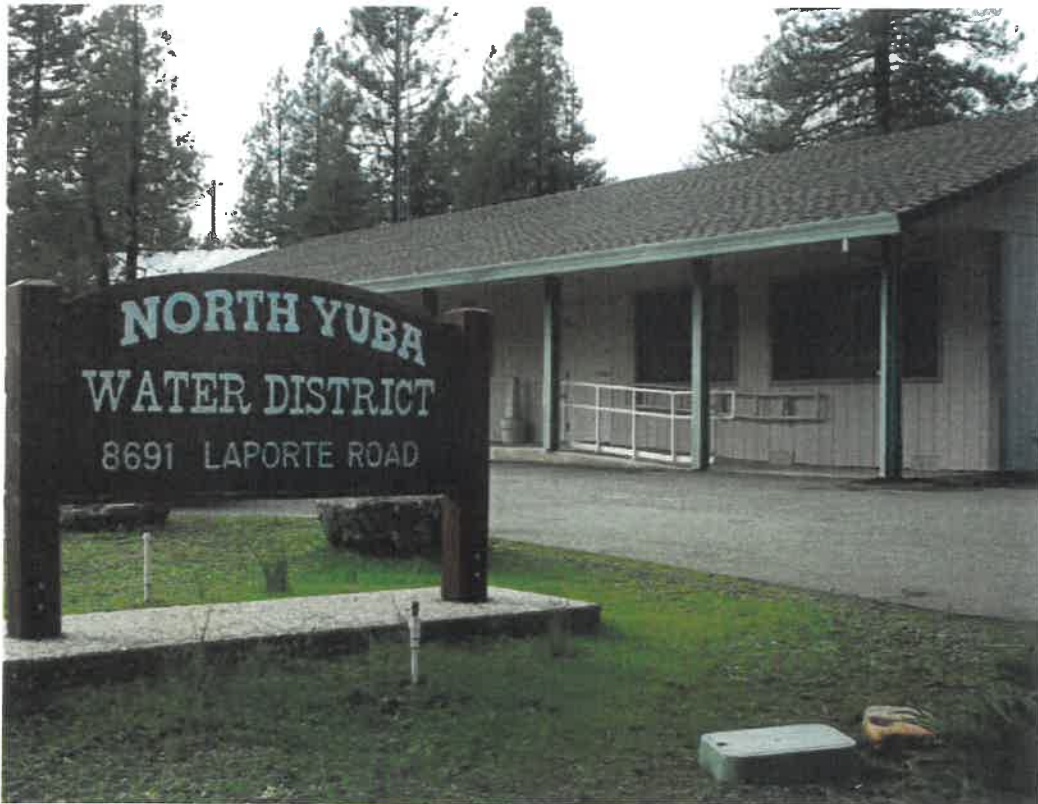
North Yuba Water District

2021-22 EXPENSES OUT OF RESERVES (July 2021 - May 2022)

<u>MEMO</u>	<u>DATE</u>	<u>AMOUNT</u>
Public Outreach	July 2021 - May 2022	\$48,116.26
Additional Legal	July 2021 - May 2022	\$880,854.95
Water Rights Review	July 2021 - May 2022	\$73,037.07
Wash Rack at Shop	July 2021 - May 2022	\$12,252.76
WTP Retaining Wall	July 2021 - May 2022	\$14,500.00
Office Maintenance	July 2021 - May 2022	\$17,556.26
Tank Liners	July 2021 - May 2022	\$892.00
	TOTAL	<u><u>\$1,047,209.30</u></u>

NORTH YUBA WATER DISTRICT
FINANCIAL STATEMENTS AND
INDEPENDENT AUDITOR'S REPORT

June 30, 2021 and 2020



NORTH YUBA WATER DISTRICT

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NORTH YUBA WATER DISTRICT
Management Discussion and Analysis
June 30, 2021 and 2020

Our discussion and analysis of the North Yuba Water District's financial performance provides an overview of the District's financial activities for the years ended June 30, 2021 and 2020. Please, read it in conjunction with the District's basic financial statements, which begin on page 7.

Basic Financial Statements

The District's basic financial statements include four components:

- Statement of Net Position
- Statement of Revenues, Expenses, Changes in Net Position
- Statement of Cash Flows
- Notes to the Financial Statements

The balance sheet includes all of the District's assets and liabilities, with the difference between the two reported as net position.

The balance sheet provides the basis for evaluating the capital structure of the District and assessing its liquidity and financial flexibility.

The statement of revenues, expenses and changes in net position presents information which shows how the District's net position changed during each year. All of the year's revenues and expenses are recorded when the underlying transaction occurs, regardless of the timing of the related cash flows. The statement of revenues, expenses, and changes in net position measures the success of the District's operations during the year and determine whether the District has recovered its costs through user fees and other charges.

The statement of cash flows provides information regarding the District's cash receipts and cash disbursements during the year. This statement reports cash activity in four categories:

- Operating
- Noncapital Financing
- Capital Financing and Related Financing
- Investing

The statement of cash flows differentiates from the statement of revenues, expenses and changes in net position by accounting for transactions that result in cash receipts and cash disbursements. The notes to the financial statements provide a description of the accounting policies used to prepare the financial statements and present material disclosures required by generally accepted accounting principles that are not otherwise present in the financial statements.

NORTH YUBA WATER DISTRICT
Management Discussion and Analysis
June 30, 2021 and 2020

Financial Highlights

FY2021 - During the year ended June 30, 2021, the District's net position decreased by \$393,728 or 3.74%. The District's operating revenues decreased by \$34,885 or 2.28%, and operating expenses increased by \$419,424 or 21.59%. Non-operating revenues were \$475,046.

FY2020 - During the year ended June 30, 2020, the District's net position increased by \$79,617 or 0.76%. The District's operating revenues decreased by \$1,381,980 or 47.49%, and operating expenses increased by \$125,241 or 6.89%. Non-operating revenues were \$494,082.

Financial Analysis of the District

FY2021 - the District's net position decreased by \$393,728 from \$10,513,604 to \$10,119,876. Net position invested in capital assets, less accumulated depreciation, increased by \$111,404.

FY2020 - the District's net position increased by \$79,617 from \$10,433,987 to \$10,513,604. Net position invested in capital assets, less accumulated depreciation, decreased by \$28,340.

STATEMENT OF NET POSITION

	<u>2021</u>	<u>2020</u>	<u>Dollar Change</u>	<u>Percent Change</u>
Current Assets	\$ 3,351,496	\$ 3,772,520	\$ (421,024)	-11.16%
Capital Assets-Net	5,521,776	5,410,372	111,404	2.06%
Restricted Assets	1,409,440	1,457,978	(48,538)	-3.33%
Total Assets	\$ 10,282,712	\$ 10,640,870	\$ (358,158)	-3.37%
Liabilities	\$ 162,836	\$ 127,266	\$ 35,570	27.95%
Total Liabilities	162,836	127,266	35,570	27.95%
Invested in Capital Assets, Net of Related Debt	5,521,776	5,410,372	111,404	2.06%
Restricted	1,409,440	1,457,978	(48,538)	-3.33%
Unrestricted	3,188,660	3,645,254	(456,594)	-12.53%
Total Net Position	10,119,876	10,513,604	(393,728)	-3.74%
Total Liabilities and Net Position	\$ 10,282,712	\$ 10,640,870	\$ (358,158)	-3.37%

NORTH YUBA WATER DISTRICT
Management Discussion and Analysis
June 30, 2021 and 2020

Financial Analysis of the District (Continued)

Statement of Revenues, Expenses, and Changes in Net Position

	<u>2021</u>	<u>2020</u>	<u>Dollar Change</u>	<u>Percent Change</u>
Revenue				
Operating Income	\$ 1,492,923	\$ 1,527,808	\$ (34,885)	-2.28%
Non-Operating Income	475,046	494,082	(19,036)	-3.85%
 Total Revenue	 <u>1,967,969</u>	 <u>2,021,890</u>	 <u>(53,921)</u>	 <u>-2.67%</u>
 Operating Expenses				
Water Supply, Treatment, Distribution	957,600	888,745	68,855	7.75%
Administration Expenses	1,170,011	813,585	356,426	43.81%
Depreciation	234,086	239,943	(5,857)	-2.44%
 Total Expenses	 <u>2,361,697</u>	 <u>1,942,273</u>	 <u>419,424</u>	 <u>21.59%</u>
 Changes in Net Position	 <u>(393,728)</u>	 <u>79,617</u>	 <u>(473,345)</u>	 <u>-594.53%</u>
 Net Position- Beginning of Year	 <u>10,513,604</u>	 <u>10,433,987</u>	 <u>79,617</u>	 <u>0.76%</u>
 Net Position- End of Year	 <u>\$ 10,119,876</u>	 <u>\$ 10,513,604</u>	 <u>\$ (393,728)</u>	 <u>-3.74%</u>

Capital Assets

June 30, 2021 - The District invested in capital assets; net of accumulated depreciation was \$5,521,776. The District purchased \$345,488 of capital assets during fiscal year end June 30, 2021. The depreciation expense was \$234,086. Capital assets, net of accumulated depreciation was increased by \$111,404 due to capital purchase exceeding depreciation expense.

June 30, 2020 - The District invested in capital assets; net of accumulated depreciation was \$5,410,372. The District purchased \$211,605 of capital assets during fiscal year end June 30, 2020. The depreciation expense was \$239,943. Capital assets, net of accumulated depreciation was decreased by \$28,340 due to depreciation exceeding capital purchase.

Capital Debt

As of and for the fiscal years ended June 30, 2021, and 2020, the District did not have any capital debts.

NORTH YUBA WATER DISTRICT
Management Discussion and Analysis
June 30, 2021 and 2020

Economic Factors

FY2021 - The District incurred operating loss of \$868,774 and a total loss of \$393,728 during fiscal year 2021. Operating income for fiscal year 2021 decreased primarily from the irrigation revenues. The operating loss of \$868,774 was reduced by the non-operating income of \$475,046. The total net loss for the fiscal year ended June 30, 2021 was \$393,728.

FY2020 - The District incurred a \$414,465 operating loss during fiscal year 2020. Operating income for fiscal year 2020 decreased primarily from power revenues. Power revenue varies significantly from year-to-year dependent upon hydrological and other factors. The District had a positive change of \$79,617 in net position for fiscal year 2020 is due to non-operating income of \$494,082.

Contacting the District's Financial Management

This financial report is designed to provide our citizens, taxpayers, customers, investors, and creditors with a general overview of the District's accountability for the financial resources it manages and the stewardship of the facilities it maintains. If you have any questions regarding this report or need additional financial information, please contact North Yuba Water District, P.O. Box 299, Brownsville, CA 95919



Blomberg & Griffin Accountancy Corporation
Certified Public Accountant

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
North Yuba Water District
Brownsville, CA

Report on the Financial Statements

We have audited the accompanying financial statements of North Yuba Water District as of and for the years ended June 30, 2021 and 2020 and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the *State Controller's Minimum Audit Requirements for California Special Districts*. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the North Yuba Water District, as of June 30, 2021 and 2020 and the respective changes in financial position, and, where applicable, cash flows thereof for the years then ended in accordance with accounting principles generally accepted in the United States of America

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 1 to 4 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Blomberg & Griffin A.C.

Blomberg & Griffin A.C.

Stockton, CA

January 06, 2022

NORTH YUBA WATER DISTRICT

Statement of Net Position

June 30, 2021 and 2020

ASSETS

	<u>2021</u>	<u>2020</u>
CURRENT ASSETS		
Cash in Bank	\$ 319,550	\$ 182,127
Cash in County	2,966,453	3,519,835
Accounts Receivable (net allowance of -0-):	35,452	31,460
Inventory	26,332	31,859
Prepaid Expenses	<u>3,709</u>	<u>7,239</u>
Total Current Assets	<u>3,351,496</u>	<u>3,772,520</u>
CAPITAL ASSETS		
Land	207,662	142,037
Property and Equipment	9,757,802	8,878,988
Less Accumulated Depreciation	<u>(4,829,412)</u>	<u>(4,595,326)</u>
Net Property and Equipment	<u>5,136,052</u>	<u>4,425,699</u>
Construction in Progress	9,833	608,782
Land for Future Use	<u>375,891</u>	<u>375,891</u>
Total Capital Assets - Net	<u>5,521,776</u>	<u>5,410,372</u>
Restricted Assets:		
Cash with County	908,569	897,512
Tank Project - Cash	109,063	108,991
Capital Improvement Project	184,130	184,008
Saving Money Market	111,416	111,335
Reserve - Savings	96,262	96,211
YC Water Sales	<u>-</u>	<u>59,921</u>
Total Restricted Assets	<u>1,409,440</u>	<u>1,457,978</u>
TOTAL ASSETS	<u>\$ 10,282,712</u>	<u>\$ 10,640,870</u>
	LIABILITIES AND NET POSITION	
CURRENT LIABILITIES		
Accounts Payable	\$ 70,979	\$ 39,531
Compensated Absences	40,254	39,905
Customer Deposits	<u>51,603</u>	<u>47,830</u>
Total Current Liabilities	<u>162,836</u>	<u>127,266</u>
Total Liabilities	<u>162,836</u>	<u>127,266</u>
NET POSITION		
Invested in Capital Assets, Net of Related Debt	5,521,776	5,410,372
Restricted	1,409,440	1,457,978
Unrestricted	<u>3,188,660</u>	<u>3,645,254</u>
Total Net Position	<u>10,119,876</u>	<u>10,513,604</u>
TOTAL LIABILITIES AND NET POSITION	<u>\$ 10,282,712</u>	<u>\$ 10,640,870</u>

See accompanying notes to the financial statements

NORTH YUBA WATER DISTRICT
Statement of Revenues, Expenses, and Changes in Net Position
For the Years Ended June 30, 2021 and 2020

	2021	2020
OPERATING REVENUES		
Irrigation	\$ -	\$ 37,466
Domestic	275,153	241,602
Power Revenue	709,000	709,000
Resale	392,761	381,240
Grants and Other Revenues	116,009	158,500
Total Operating Revenues	1,492,923	1,527,808
OPERATING EXPENSES		
Source of Supply	382,340	285,267
Water Treatment	220,110	195,925
Transmission & Distribution	355,150	407,553
Administrative & General	1,170,011	813,585
Depreciation	234,086	239,943
Total Operating Expenses	2,361,697	1,942,273
Net Income (Loss) from Operations	(868,774)	(414,465)
NON-OPERATING REVENUES (EXPENSES)		
Tax Revenue	422,834	404,485
Interest Income	52,212	89,597
Total Non-Operating Income	475,046	494,082
Changes in Net Position	(393,728)	79,617
Net Position - Beginning of Year	10,513,604	10,433,987
NET POSITION - END OF YEAR	\$ 10,119,876	\$ 10,513,604

See accompanying notes to the financial statements

NORTH YUBA WATER DISTRICT
Statement of Cash Flows
For the Years Ended June 30, 2021 and 2020

	<u>2021</u>	<u>2020</u>
CASH FLOWS FROM OPERATING ACTIVITIES:		
Cash Receipts from Customers	\$ 1,492,704	\$ 1,527,586
Cash Payments to Suppliers	(917,095)	(916,372)
Cash Payments to Administrative & General	<u>(1,169,662)</u>	<u>(818,504)</u>
Net Cash Provided (Used) by Operating Activities	<u>(594,053)</u>	<u>(207,290)</u>
CASH FLOWS FROM NON-CAPITAL ACTIVITIES:		
Receipts from Taxes, Assessments, and Nonoperating Revenue Less Other Nonoperating Expenses	<u>422,834</u>	<u>404,485</u>
Net Cash Provided (Used) by Non-Capital Activities	<u>422,834</u>	<u>404,485</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:		
Purchase of Capital Assets/Adjustment in Capital Asset	<u>(345,488)</u>	<u>(211,605)</u>
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>(345,488)</u>	<u>(211,605)</u>
CASH FLOWS FROM INVESTING ACTIVITIES:		
Interest Income	<u>52,212</u>	<u>89,597</u>
Net Cash Provided (Used) by Investing Activities	<u>52,212</u>	<u>89,597</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(464,495)	75,187
CASH - BEGINNING OF YEAR	<u>5,159,938</u>	<u>5,084,751</u>
CASH - END OF YEAR	<u><u>\$ 4,695,443</u></u>	<u><u>\$ 5,159,938</u></u>
RECONCILIATION OF OPERATING LOSS TO NET CASH PROVIDED BY OPERATING ACTIVITIES:		
Net Operating Income (Loss)	\$ (868,774)	\$ (414,465)
Adjustments to Reconcile Operating Loss to Net Cash Provided by Operating Activities:		
Depreciation	234,086	239,943
Change in Assets and Liabilities:		
Accounts Receivable	(3,992)	(3,486)
Inventory	5,527	(3,125)
Prepaid Expenses and Other Current Assets	3,530	(2,117)
Accounts Payable	31,448	(22,385)
Deposits	3,773	3,264
Accrued Expenses and Other Liabilities	<u>349</u>	<u>(4,919)</u>
Net Cash Provided by (used for) Operating Activities	<u><u>\$ (594,053)</u></u>	<u><u>\$ (207,290)</u></u>

See accompanying notes to the financial statements

NORTH YUBA WATER DISTRICT

Notes to Financial Statements

June 30, 2021 and 2020

1. Organization:

The North Yuba Water District (the "District") was formed on July 22, 1952 under California law for the purpose of providing domestic (treated) and irrigation (untreated) water service within the District boundaries. The earlier years of the District's existence were spent resolving water rights disputes against the Oroville-Wyandotte Irrigation District. A lengthy series of hearings resulted in State Decisions D-838 and D-907 and culminated with the March 8, 1958 and December 9, 1959 Agreements with OWID. The 1959 agreement was amended in 1965 and then superseded in 2005 by the NYWD/SFWPA agreement discussed in item 9 below.

There are five improvement Districts within the North Yuba Water District. Improvement District #1 was formed on March 25, 1964 for the irrigation service area. Improvement District #2 was formed on September 10, 1966 for the domestic service area. Improvement District #3 was formed on April 30, 1968 for the Forbestown water distribution system. Improvement District #5 was formed on July 19, 1974 for the New York House Road water distribution system. Improvement District #6 was formed on February 3, 1979 for the Rackerby water distribution system. At this time, the District serves domestic water to approximately 770 active services in or near the communities of Brownsville, Challenge, Forbestown, and Rackerby, and serves irrigation water to 110 active services in the Dobbins-Oregon House area.

The North Yuba Water District is governed by a five-member Board of Directors, elected by division, who set District policy. Subject to the Board's direction, the overall operation and administration of the District is conducted under the authority of the General Manager/Secretary.

2. Summary of Significant Accounting Policies:

The accounting policies of North Yuba Water District conform to generally accepted accounting principles applicable to enterprise funds. The District applies all relevant Governmental Accounting Standards Board (GASB) pronouncements.

Fund Accounting

The District is an enterprise fund. All operations are accounted as an enterprise fund.

Enterprise Fund – The enterprise fund is used to account for water operations that are financed and operated in a manner similar to private business enterprises. The intent of the District is that the costs (expenses, including depreciation) of providing goods and services to the general public on a continuing basis be financed or recovered primarily through user charges.

NORTH YUBA WATER DISTRICT
Notes to Financial Statements
June 30, 2021 and 2020

2. Summary of Significant Accounting Policies (continued):

Basis of Accounting

The basis of accounting refers to when revenues and expenses are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of measurement made, regardless of the measurement focus applied.

The District's books and accounts are based upon the Uniform System of Accounts for Public Utilities as prescribed by the Division of Local Government Fiscal Affairs of the State of California. The records are maintained, and the accompanying financial statements are presented on the accrual basis of accounting.

Operating revenues and expenses, such as water sales along with water purchases, result from exchange transactions associated with the principal activity of the District. Exchange transactions are those in which each party receives and gives up essentially equal values. Management, administration, and depreciation expenses are also considered operating expenses. Other revenues and expenses not included in the above categories are reported as non-operating revenues and expenses. Non-operating revenues and expenses, such as grant funding, investment income, and interest expense, result from non-exchange transactions, in which, the District gives (receives) value without directly receiving (giving) value in exchange.

Inventories

Inventories have been valued at the lower of cost (first in, first out) or market.

Depreciation

Utility, plant, and equipment are recorded on the basis of purchase cost. Assets acquired by contributions are recorded at estimated cost or fair market value at the date of acquisition.

Depreciation is calculated by the straight-line method over the estimated useful lives of 3 to 50 years.

Interest Capitalization

Interest costs are charged to construction projects during the period of construction.

Statement of Cash Flows

All highly liquid investments with a maturity of three months or less when purchased, are considered to be cash equivalents.

NORTH YUBA WATER DISTRICT
Notes to Financial Statements
June 30, 2021 and 2020

2. Summary of Significant Accounting Policies (continued):

Compensated Absences

Vested or accumulated vacation leave, comp. time, and sick pay that is expected to be liquidated with expendable available financial resources is reported as a current liability.

Budget and Budgetary Accounting

The Board of Directors annually adopts an operating budget. The operating budget is prepared on the accrual basis to match the operating statements.

Tax Revenue

Property tax revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. The District considers property tax revenues to be available if they are collected within 60 days of the end of the current fiscal period.

Cash

The District holds its cash in the County of Yuba Treasury. The County maintains a cash and investment pool and allocates interest to the various funds based upon the average monthly cash balances. The funds held by the County can be withdrawn on demand. Information regarding categorization of investments can be found in the County of Yuba statements. The District also maintains an interest-bearing account with a local bank.

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period. Actual results may differ from those estimates.

NORTH YUBA WATER DISTRICT
Notes to Financial Statements
June 30, 2021 and 2020

3. Cash:

At year-end June 30, 2021 the carrying amount of the District's deposits was \$820,421. All of the bank balances were covered by Federal Depository Insurance and collateral held in the pledging bank's trust department. At year-end June 30, 2020 the carrying amount was \$742,593.

At year-end June 30, 2021 cash with a carrying amount of \$3,875,022 was held by Yuba County in the District's name. At year-end June 30, 2020 the amount was \$4,417,347.

	Balance June 30, 2021	Balance June 30, 2020
Petty Cash	\$ 830	\$ 830
Cash in Checking - Unrestricted	318,720	181,297
- Restricted - Tank	293,193	292,999
- Restricted - YC Water	-	59,921
Cash with County - Unrestricted	2,966,453	3,519,835
- Restricted	908,569	897,512
Cash In Savings - Reserve	207,678	207,546
Total	\$ 4,695,443	\$ 5,159,940

NORTH YUBA WATER DISTRICT
Notes to Financial Statements
June 30, 2021 and 2020

4. Restricted County Cash:

Cash held in reserve with the County of Yuba on June 30, pursuant to the requirements of the District's loan and bond indebtedness agreements is:

	2021	2020
Safe Drinking Water Contract	\$ -	\$ 2,730
Rackerby Improvement Loan	-	11,359
	-	14,089
Balance at June 30, 2021 and 2020 in reserve accounts which were established by the Board of Directors for facility fees associated with the upgrade and expansion of the domestic and irrigation systems	7,436	7,345
Restricted balances that were created by annexation fees	100	99
Board of Directors designated reserve for capital improvement.	895,502	870,514
Board of Directors designated reserve for office equipment replacement	5,531	5,463
	\$ 908,569	\$ 897,510

5. Accounts Receivable:

Trade accounts receivable consists of the following on June 30:

	2021		2020	
	Total Accounts	Amount	Total Accounts	Amount
0 - 30	506	\$ 15,846	496	\$ 18,213
30 - 60	98	4,016	74	3,606
60 - 90	62	2,917	40	1,767
Over 90 Days	59	12,673	41	7,874
	725	\$ 35,452	651	\$ 31,460

NORTH YUBA WATER DISTRICT
Notes to Financial Statements
June 30, 2021 and 2020

6. Capital Assets:

Changes in capital assets for the years ended June 30, 2021 and 2020 are as follows:

	<u>Balance, July 1, 2019</u>	<u>2020 Additions</u>	<u>Balance June 30, 2020</u>	<u>2021 Additions</u>	<u>Balance, June 30, 2021</u>
Organizational Costs	\$ 4,510	\$ -	\$ 4,510	\$ -	\$ 4,510
Water Rights	138,841	-	138,841	-	138,841
Land	142,037	-	142,037	65,625	207,662
Property Held for Future Use	375,891	-	375,891	-	375,891
Source of Supply plant	73,805	-	73,805	-	73,805
Pumping Plant	63,526	-	63,526	-	63,526
Water Treatment Plant	2,334,413	26,892	2,361,305	170	2,361,475
Transportation and Distribution System	4,562,426	-	4,562,426	835,429	5,397,855
General Plant and Equipment	1,674,578	-	1,674,578	43,212	1,717,790
Construction in Progress	424,068	184,714	608,782	(598,949)	9,833
Total Capital Assets	<u>\$ 9,794,095</u>	<u>\$ 211,606</u>	<u>\$ 10,005,701</u>	<u>\$ 345,487</u>	<u>\$ 10,351,188</u>

7. Accounts Payable:

Accounts payable for the fiscal years ended June 30, 2021, and 2020 are as follows:

	<u>2021</u>	<u>2020</u>
Accounts Payable	<u>\$ 70,979</u>	<u>\$ 39,531</u>
Total Accounts Payable	<u>\$ 70,979</u>	<u>\$ 39,531</u>

8. Compensated Absences:

Compensated absences for the fiscal years ended June 30, 2021, and 2020 are as follows:

	<u>2021</u>	<u>2020</u>
Compensated Absences	<u>\$ 40,254</u>	<u>\$ 39,905</u>
Total Compensated Absences	<u>\$ 40,254</u>	<u>\$ 39,905</u>

NORTH YUBA WATER DISTRICT

Notes to Financial Statements

June 30, 2021 and 2020

9. Retirement Plan:

On July 1, 1995 the District entered into a pension plan with Laborers' International Union of North America, National Pension Fund. The District pays \$1.60 for every regular hour worked (173.5 average per month) for all full-time permanent employees into the fund.

The District has a deferred compensation plan which is in compliance with Internal Revenue Code Section 457. The District contributes the difference of 10% (which includes applicable payroll taxes) of the employee's base wages minus the amount paid into the pension plan for each employee. Contributions are made on a voluntary basis by the plan participants. No employee may contribute over 25% of yearly base salary or \$7,500 per year, whichever is the lesser amount (this includes the amount that the District contributes). The maximum amount is increased to \$15,000 for the last three years before the participant attains normal retirement age.

10. South Feather Power Project (SFPP):

On May 27, 2005 the District (NYWD) entered into a new agreement with South Feather Water and Power Agency (SFWPA), which superseded the 1959 agreement with OWID that is discussed in item 1 above. The 2005 agreement was amended in 2010 and 2013.

Details of the 2005 agreement, as amended include the following:

- A. NYWD may continue to receive 3,700 af/yr. from the SFPP at SF-14 at no cost.
- B. After June 30, 2010, NYWD also may receive up to 4,500 acre-feet per year of water at SF-14. NYWD will pay the SFPP Joint Facilities Operating Account for the value of any lost generation at the Woodleaf and Forbestown Powerhouses associated with this water.
- C. After June 30, 2010, NYWD also may receive up to 15,500 af/yr. of additional water at SF- 14. NYWD will pay the SFPP Joint Facilities Operating Account for the value of any lost generation at the Woodleaf, Forbestown and Kelly Ridge Powerhouses associated with such water.
- D. If curtailments in deliveries of water from the SFPP to SFWPA and NYWD for consumptive uses ever are necessary, then such curtailments will be made to SFWPA and NYWD in equal percentages of the demands of SFWPA and NYWD for water for consumptive uses.

Disposition of net SFPP power revenues after 2010

- A. SFPP net power revenues will be divided and paid on or before April 15 of each year, one half to SFWPA's general account and the other half to NYWD's general account.

NORTH YUBA WATER DISTRICT
Notes to Financial Statements
June 30, 2021 and 2020

10. South Feather Power Project (SFPP) (continued):

- B. SFWPA's costs of obtaining the new FERC license will be post-2010 SFPP Joint Facilities costs that will be paid from the SFPP Joint Facilities Operating Account before net power revenues are calculated. Such repayment will be made by uniform payments spread over the first 5 year after 2010.

- C. A SFPP Contingent Reserve Account of \$15,000,000 was established in 2011. At least \$709,000 of net power revenues will be distributed to SFWPA and \$709,000 will be distributed to NYWD each year, except in very dry years when there are no net power revenues.

New SFPP Facilities

- A. If SFWPA decides to construct any new power-generation facilities as part of the SFPP, and if NYWD decides to participate in such new facilities, then the costs of such facilities will be financed or paid through the SFPP Joint Facilities Operating Account, and all power revenues from, or associated with such facilities will be paid into the SFPP Joint Facilities Operating Account.

- B. SFWPA will own the Sly Creek Powerhouse as a separate facility and SFWPA will be solely responsible for the powerhouse's operation, maintenance, repairs and replacements, unless NYWD decides to "buy in" to this facility.

Forbestown Pipeline and Forbestown Ditch

- A. SFWPA transferred to NYWD, on January 1, 2011, all of SFWPA's interests in the Upper Forbestown Ditch (including all of SFWPA's water rights in Oroleve Creek). This transfer did not include any part of the Forbestown Ditch below Gauge WD-6, and NYWD did not have any obligation to serve any of SFWPA's Forbestown Ditch customers. After this transfer, NYWD is obligated to convey up to 11 cfs and 3,720 af/yr. of water from SF-14 through the Upper Forbestown Ditch to SFWPA at WD-6, for SFWPA then to convey rest of the Forbestown Ditch to its customers. SFWPA is not being responsible for any Upper Forbestown Ditch conveyance losses, and all Upper Forbestown Ditch conveyance losses will be subtracted from NYWD's water. NYWD may construct a pipeline or pipelines to replace some, or all reaches of the Upper Forbestown Ditch

11. Risk of Loss:

North Yuba Water District is exposed to various risks of loss related to theft of, damage to, and destruction of assets, and injuries to employees. During the 2021 fiscal year, the District purchased certain commercial insurance coverages to provide for these risks.

NORTH YUBA WATER DISTRICT
Notes to Financial Statements
June 30, 2021 and 2020

12. Net Position:

Net Position at June 30, Consist of

	2021	2020
Investment in Capital		
Assets	\$ 5,521,776	\$ 5,410,372
Restricted Reserves:		
WPT Loan	-	108,991
County Accounts	908,569	897,512
Capital Improvements	293,193	184,008
Money Market-Savings	111,416	111,335
Reserve-Savings	96,262	96,211
YC Water Sales	-	59,921
Total Restricted Reserves	1,409,440	1,457,978
Unrestricted	3,188,660	3,645,254
Total Net Position	\$ 10,119,876	\$ 10,513,604

13. Subsequent Events:

Management has evaluated subsequent events through February 22, 2022, the date these June 30, 2021 financial statements were available to be issued.

NORTH YUBA WATER DISTRICT

PRINCIPAL OFFICIALS

Board of Directors:

Gary Hawthorne

President

Doug Neilson

Vice President

John Brueggeman

Ginger Hughes

Donald Forguson

Staff:

Jeffrey Maupin

Manager/Secretary
to the Board

Heidi Naether

Finance Manager

RESOLUTION NO. 22-768C

A RESOLUTION OF THE BOARD OF DIRECTORS OF NORTH YUBA WATER DISTRICT AUTHORIZING REMOTE TELECONFERENCE MEETINGS IN ACCORDANCE WITH GOVERNMENT CODE SECTION 54953(e)

WHEREAS, North Yuba Water District (District) recognizes the importance of transparency and clear communication in government, and is committed to full compliance with the letter and spirit of the Ralph M. Brown Act (Gov. Code, §§ 54950 – 54963) (hereinafter “Brown Act”); and

WHEREAS, all meetings of the District’s Board of Directors are open and public, as required by the Brown Act, so that any member of the public may attend and participate; and

WHEREAS, the Brown Act (Gov. Code, § 54953, subd. (e)), allows members of a legislative body to participate in meetings remotely, without compliance with the requirements of Government Code section 54953, subdivision (b)(3), if a state of emergency is proclaimed pursuant to Government Code section 8625 and state or local officials have imposed or recommended measures to promote social distancing, or meeting in person presents imminent risk to the health and safety of attendees; and

WHEREAS, on March 4, 2020, Governor Gavin Newsom proclaimed a State of Emergency to exist in the State of California as a result of the threat of COVID-19 (Proclamation); and

WHEREAS, on September 16, 2021, the Governor signed AB 361 authorizing, among other things, that during a proclaimed state of emergency local agencies may continue meeting remotely under modified Brown Act requirements until January 1, 2024, or until the Governor rescinds the Proclamation, whichever comes first; and

WHEREAS, the District wishes to authorize remote teleconference meetings pursuant to Government Code section 54953, subdivision (e).

NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of North Yuba Water District as follows:

1. The Recitals set forth above are true and correct and are incorporated into this Resolution by this reference.
2. The Board of Directors does hereby find that the Proclamation has not been rescinded.
3. The Board of Directors does hereby find that, given the Governor’s continuing Proclamation, conditions exist posing imminent risk to the health and safety of Board members and those who personally attend Board meetings.
4. The General Manager and staff are hereby authorized and directed to take all actions necessary to carry out the intent and purpose of this Resolution, including conducting

open and public meetings in accordance with Government Code section 54953, subdivision (e), and other applicable provisions of the Brown Act.

5. This Resolution shall take effect immediately upon its adoption, and shall be effective until the earlier of (a) July 24, 2022, or (b) such time as the Board of Directors adopts a subsequent resolution in accordance with Government Code section 54953, subdivision (e)(3), to extend the time during which the North Yuba Water District Board of Directors may continue to meet remotely without compliance with the requirements of Government Code section 54953, subdivision (b)(3).

PASSED, APPROVED, AND ADOPTED at a regular meeting of the Board of Directors of North Yuba Water District on June 24, 2022, by the following vote:

AYES:

NOES:

ABSENT:

ABSTAIN:

Gary Hawthorne
President, Board of Directors
North Yuba Water District

ATTEST:

Jeff Maupin
Secretary, Board of Directors
North Yuba Water District

**RESOLUTION OF THE BOARD OF DIRECTORS OF THE
NORTH YUBA WATER DISTRICT APPROVING AND ADOPTING
AGREEMENT FOR SALE OF BULK WATER TO WOODLEAF
YOUNGLIFE CAMPAIGN**

RESOLUTION NO. 22-770

WHEREAS, North Yuba Water District (District) is a County Water District formed under Division 12 of the Water Code; and

WHEREAS, District’s Board of Directors (Board) is authorized to enter into agreements for the sale of water under Water Code section 35425; and

WHEREAS, the Board believes it is in the best interest of the District, to enter into the referenced Agreement for Sale of Bulk Water (Agreement) with Woodleaf Younglife Campaign; and

WHEREAS, in accordance with the above-referenced Water Code section, the Board desires to adopt the attached Agreement;

NOW, THEREFORE, THE BOARD OF DIRECTORS OF NORTH YUBA WATER DISTRICT HEREBY RESOLVES AS FOLLOWS:

SECTION 1. Approval of Agreement. The Board hereby approves the contract titled “Agreement for Sale of Bulk Water” attached hereto as “Exhibit A” and incorporated herein by reference.

SECTION 2. Effective Date. This Resolution shall become effective immediately upon its adoption.

PASSED, APPROVED, AND ADOPTED by the Board of Directors of the North Yuba Water District at a regular meeting held this 24th of June 2022 by the following vote:

AYES:

NOES:

ABSTAIN:

ABSENT:

By: _____
President

ATTEST:

By: _____
District Secretary

AGREEMENT FOR SALE OF BULK WATER

2022 - North Yuba Water District and Woodleaf Younglife

The North Yuba Water District, hereinafter referred to as “DISTRICT” and Woodleaf Younglife Campaign, hereinafter referred to as “CONTRACTOR”, do hereby agree to the provisions established herein for the delivery of and payment for water furnished to CONTRACTOR.

Said delivery shall be subject to all applicable rules, regulations, and policies of DISTRICT except as otherwise specifically provided herein:

1. The point of delivery of water shall be at the end of the open canal otherwise known as the Forbestown Ditch, in the Northwest 1/4 of Section 9, T.19 N., R.7 E., MDB & M. at the point at which the canal enters the Woodleaf Siphon.
2. All conveyance facilities from said point of delivery to the actual place of use shall be considered to be the property of CONTRACTOR and all costs of installation, replacement, maintenance, and repair of such facilities shall be the responsibility of CONTRACTOR.
3. Water is delivered hereunder through a miner's inch box which shall be set and adjusted as approved by DISTRICT.
4. The total amount of water contemplated to be delivered hereunder is 21 acre feet, and shall be available between June 1 and September 30, 2022, subject to availability, including potential curtailments or other limitations, and will be limited to those periods when flows of water are present in the Forbestown Ditch as necessary to meet other purposes of DISTRICT.

During periods when water is available as aforesaid, delivery shall be considered to be on a continuous flow basis at a flow not exceeding 4.0 miner’s inches (0.089 cubic feet per second (CFS)) as requested by CONTRACTOR.

The DISTRICT agrees to refund CONTRACTOR for periods when water is unavailable.

5. Service Charges-
 - a. An Initial Service Charge of \$75.00 shall be required at the beginning of each season to cover the cost of checking and/or adjusting the measuring device.
 - b. CONTRACTOR may request adjustments in flow below the maximum 4.0 miner’s inches (0.089 cfs) or inspection of the measuring device at any time. However, each such occurrence shall be subject to a service charge of \$75.00.

6. In the event of adjustments in volume, the charges for the remainder of the season shall be adjusted by calculating the total volume projected to the end of the contract term, and applying the appropriate revised unit cost for the adjusted flow. If applicable, any refunds then due shall be made promptly.
7. The unit rate to be paid by CONTRACTOR shall be \$534 per Miner's Inch.
8. Charges for delivery of water shall be due and payable within three business days of execution of this Agreement.
9. CONTRACTOR shall assure ingress and egress to DISTRICT for purposes of fulfilling its functions under this Agreement.
10. This Agreement is effective upon execution and through September 30, 2022.
11. The individual signing this Agreement on behalf of APPLICANT hereby certifies authorization to do so.
12. CONTRACTOR shall indemnify DISTRICT for any costs incurred by DISTRICT and its elected and appointed officials, employees, attorneys, officers, and agents (collectively referred to herein as "DISTRICT") in defending any lawsuit brought against DISTRICT under the California Environmental Quality Act (CEQA), or any other cause of action, arising out of DISTRICT's approval or implementation of the AGREEMENT (Action). CONTRACTOR shall reimburse DISTRICT for any costs, including, but not limited to, attorneys' fees, consultants' costs, and litigation expenses incurred by DISTRICT in defending any Action under CEQA arising out of or relating to DISTRICT's approval of the AGREEMENT, including any judgment or award entered or made in a CEQA Action against DISTRICT for reasonable attorneys' fees, costs, damages, or injunctive relief arising out of the DISTRICT's approval of the Agreement and incurred after the effective date of this AGREEMENT. In the event an action is filed against DISTRICT and it alleges causes of action or claims unrelated to the District's approval of this AGREEMENT (e.g., actions taken on independent projects), CONTRACTOR's indemnification shall not extend to those unrelated causes of action or claims and CONTRACTOR's indemnification shall be proportionally limited to the causes of action or claims arising out of or related to this AGREEMENT. CONTRACTOR shall not be liable for any costs or fees incurred by DISTRICT's defense of any current or ongoing litigation arising out of DISTRICT's approval or implementation of any prior water deliveries or agreements between CONTRACTOR and the DISTRICT. CONTRACTOR shall further indemnify DISTRICT for any third-party claims arising out of this AGREEMENT, including but not limited to death, personal injury, or tangible property damage that results from the APPLICANT's negligence. If required to indemnify, DISTRICT shall be free to choose and retain counsel subject to consent of CONTRACTOR, which consent shall not be unreasonably withheld.

Further, DISTRICT and CONTRACTOR agree to cooperate in the defense of any claim or cause of action.

FOR THE WOODLEAF YOUNGLIFE CAMPAIGN:

Property Manager

Date

FOR THE NORTH YUBA WATER DISTRICT:

Gary Hawthorne /President of the Board

Date

Jeffrey Maupin
Secretary of Record / General Manager

Date



Memorandum

Date: June 21st, 2022

To: Jeff Maupin

From: Operations

Subject: Monthly work production/ Schedule of Maintenance review

The following is an overview of the work performed this month by operations staff.

Transmission:

1. Forbestown ditch is now in its summer cycle delivering water to the treatment plant and south feather. AS of today's date, the Forbestown ditch is prepared to operate at full capacity. The ditch is being patrolled; trash racks cleaned, fallen trees removed, and the ditch cleaned and repaired as needed.

Distribution:

1. Domestic meter reads for Brownsville and Rackerby were completed on time.
2. There was 1 service line leak for the last month. Job # 642 located at 8215 La Porte Rd.
3. There were 0 main line leaks for the last month.
4. There was a service line replacement due to PG&E subcontractors falling trees on the line. Job # 641 located at 18828 Challenge Cutoff Rd.
5. In the last 2 weeks the district has been receiving water quality complaints for taste and odor issues. It is believed the reason for this is PG&E subcontractors falling trees over our main lines, possibly knocking debris lose which is causing the problem. As of today's date, June 20, 2022, we will be flushing main lines and lateral lines in the affected areas.
6. All blow offs were inspected, no problems were found.
7. All air releases were inspected, no problems were found.

Water Treatment Plant:

1. The treatment plant is operating normal at this time. There have been no major issues for the last month.

Backflow:

1. All backflows are current, there were 0 backflow tests required within the last 4 weeks.

Regulators:

1. All CDPH (Cal. Dept. of Public Health) and NPDES (Nat. Pollution Discharge Elimination System) tests and samples were taken and performed on time. These include 3 bacteriological distribution samples for the CDPH, which came back as non-detect.

DOH Canal:

1. As of June 15th 2022, there has been 31,010 feet of weed abatement completed on 01. There has been 13,430 feet of weed abatement completed on 02. There has been 44,566 feet of weed abatement completed on 03. Maintenance to the canals is ongoing.

Schedule of Maintenance:

1. The SOM (schedule of maintenance) for the treatment plant, regulators (local, state and federal), DOH canal and the UFC were completed for the previous month. All regulatory (local, state and federal) reports for the current month were completed or are in process.