

POSTED July 10, 2015

Regular Meeting
Water Operations
19001 Huntington Street
Huntington Beach, California
Wednesday, July 15, 2015
4:00 P.M.

AGENDA WEST ORANGE COUNTY WATER BOARD

MEETING ASSISTANCE NOTICE – AMERICANS WITH DISABILITIES ACT

In accordance with the Americans with Disabilities Act the following services are available to members of our community who require special assistance to participate in West Orange County Water Board meetings. If you require special assistance, 48-hour prior notification will enable the board to make reasonable arrangements. To make arrangements for an assisted listening device (ALD) for the hearing impaired, American Sign Language interpreters, a reader during the meeting and/or large print agendas, please contact the Secretary's Office at (714) 375-5160.

LATE COMMUNICATION

Staff and members of the public have the opportunity to submit information related to an agenda item following distribution of the agenda packet to the West Orange County Water Board. This information is identified as "Late Communication" and is assembled into a packet by the Secretary on the day of the West Orange County Board meeting. The Brown (Open Meetings) Act requires that copies of Late Communication be made available to the public immediately upon distribution of material to a majority of the West Orange County Water Board. Communication received by any individual at the meeting will be made available to the public in the Secretary's Office the following morning.

CALL MEETING TO ORDER

PLEDGE OF ALLEGIANCE

ROLL CALL: Beard, Diep, Hardy, Miller, Sullivan

PUBLIC COMMENTS

1. MINUTES

RECOMMENDATION: Motion to approve and adopt minutes of the April 15, 2015, Regular Meeting as prepared and mailed by the Secretary.

2. FUND REPORT & RATIFY BILLS – Chris Davis

RECOMMENDATION: Motion to approve and file Maintenance and Operation Fund Reports as prepared by the Fiscal Agent for the West Orange County Water Board and ratify bills as approved for payment by the Manager and paid by the City of Huntington Beach, Fiscal Agent for West Orange County Water Board.

3. TREASURER'S REPORT AS PREPARED BY CITY TREASURER – Alisa Cutchen

RECOMMENDATION: Receive and File.

4. PROPOSED FISCAL YEAR 15-16 BUDGET – Chris Davis

RECOMMENDATION: Adopt the Fiscal Year 2015-2016 budget.

5. ANNUAL AUDIT – Chris Davis

RECOMMENDATION: Receive and File

6. OPERATIONS & MAINTENANCE REPORT – Jay Kleinheinz

RECOMMENDATION: Receive and File.

7. MANAGEMENT AND ENGINEERING REPORT – Brian Ragland

RECOMMENDATION: Receive and File.

8. COMMENTS, QUESTIONS OR CONCERNS FROM DIRECTORS

9. ADJOURNMENT

The next meeting will be a regular meeting held on October 21, 2015 at 4:00 p.m. at THE UTILITIES YARD ADMINISTRATION BUILDING, 19001 Huntington Street, Huntington Beach, California.

MINUTES OF APRIL 15, 2015 MEETING

MINUTES OF THE WEST ORANGE COUNTY WATER BOARD

Regular Meeting
Public Works Utilities Yard
Administration Building
19001 Huntington Street
Huntington Beach, California
Wednesday, April 15, 2015

The Regular Meeting of the West Orange County Water Board was called to order by Chair Hardy at the City of Huntington Beach Public Works Utilities Yard, Administration Building, 19001 Huntington Street, Huntington Beach, California on Wednesday, April 15, 2015 at 4:02 p.m.

Members Present: Director Beard – City of Garden Grove
Director Diep – City of Westminster
Director Hardy – City of Huntington Beach
Director Miller – City of Seal Beach
Director Sullivan – City of Huntington Beach

Members Absent: None

Others Present: Sean Crumby – City of Seal Beach
Cel Pasillas – City of Garden Grove
Brian Ragland – City of Huntington Beach
Andrew Ferrigno – City of Huntington Beach
Jay Kleinheinz – City of Huntington Beach
Chris Davis – City of Huntington Beach

PUBLIC COMMENTS

None.

LATE COMMUNICATION – WOCWB LAIF MARKET VALUATION

1. MINUTES

On a motion by Director Diep, and seconded by Director Beard, the Board voted to receive and file the Minutes of January 2015.

Motion approved 5-0

2. FUND REPORT & RATIFY BILLS

On a motion by Director Diep, and seconded by Director Beard, the Board moved to approve and file the fund report and approved the ratification of bills for payment by the Manager and paid by the City of Huntington Beach, Fiscal Agent for the West Orange County Water Board.

Motion approved 5-0

3. TREASURER'S REPORT AS PREPARED BY THE CITY TREASURER

The Treasurer's report was moved to the July 2015 meeting due to the absence of Treasurer Cutchen.

4. PROPOSED FISCAL YEAR 2015-16 BUDGET

Chris Davis presented the proposed WOCWB budget for Fiscal Year 2015/16. The budget must be approved by each member agency before being formally adopted by the Board. On a motion by Director Sullivan and seconded by Director Miller, the Board moved to present the budget to their respective agencies as prepared by staff.

Motion approved 5-0

5. OPERATIONS & MAINTENANCE REPORT

Jay Kleinheinz reported that all maintenance is on schedule and up to date and provided the status of current flows at this time.

On a motion by Director Miller, and seconded by Director Beard, the Board moved to receive and file the Operations and Maintenance Report.

Motion approved 5-0.

6. MANAGEMENT AND ENGINEERING REPORT

Brian Ragland reported on the status of the Poseidon Ocean Desalination Project's Ocean Intake Independent Scientific and Technical Advisory (ISTAP) panel Phase 2 Report. The kick off meeting for the second phase study to further evaluate the two infiltration gallery options was held on February 18, 2015. The panel announced that the subsurface "surf zone" intake facility would no longer be a consideration and that the "off shore" intake facility would be the only facility to undergo further consideration that would include consideration of costs and environmental issues pertaining to the construction, operation and maintenance of the facility. The study should be completed in late spring/early summer.

Mr. Ragland also reported that the first meeting of the OCWD's Poseidon Desalination Citizen's Advisory Committee meeting was held on March 26 and that the OCWD Board wants the committee to focus on the Term Sheet and not get distracted on other issues related to the Poseidon project. Members expressed concerns on the short time line and the possibility of extending the

deadline a few weeks. At the second meeting on April 9, the term sheet was reviewed page by page with OCWD staff and legal counsel on hand to answer any questions. A third meeting is currently scheduled to be held on April 23.

Mr. Ragland also reported that during the January 2015 OCWD Board meeting, OCWD staff was directed to begin negotiating a term sheet with Poseidon to purchase the 56,000 acre-feet per year of water that the facility would produce. At the March 18 OCWD Board meeting, the draft term sheet was presented to the public and the Board, and the Board directed staff to work with the Citizen's Advisory Committee for their review and comments. Many of the terms included in the term sheet (which are non-binding) were presented to the WOCWB and discussed.

Mr. Ragland asked Andrew Ferrigno, Senior Civil Engineer for the City of Huntington Beach, to discuss ongoing meetings with OCTA concerning the impacts of the OCTA widening of the I-405 Freeway on the WOCWB facilities. Mr. Ferrigno reported that the OCTA and the WOCWB still have not definitively determined occupancy rights for the WOCWB 33-inch pipeline crossing the I-405 Freeway at Westminster Boulevard. Mr. Ferrigno reported that the potential relocation cost for this pipeline could range in the \$2 million to \$3 million range for WOCWB should it be determined that the WOCWB lacks occupancY rights that predate the I-405 Freeway adoption date.

7. COMMENTS, QUESTIONS OR CONCERNS FROM DIRECTORS

None

8. ADJOURNMENT

Chair Hardy adjourned the Regular Meeting of the West Orange County Water Board to the next Regular Meeting scheduled for July 15 at 4:00 p.m. at the Utilities Yard Administration Building, 19001 Huntington Street, Huntington Beach, California.

WEST ORANGE COUNTY WATER BOARD

Secretary

ATTEST: _____
Jill Hardy, Chair

FUND REPORT AND RATIFY BILLS

West Orange County Water Board
Expense Summary for July 15, 2015, Regular Board Meeting

Electricity		<u>Amount</u>
March 2015 Edison Charges		\$343.62
April 2015 Edison Charges		\$334.57
May 2015 Edison Charges		\$345.80
	subtotal	<u>\$1,023.99</u>
 Repairs and Maintenance		
Inventory Charges 04/1/15 to 06/30/15		\$228.10
Labor		\$3,074.10
Equipment Charges		\$2,202.59
	subtotal	<u>\$5,504.79</u>
 Directors - April Meeting		
Beard, Diep, Hardy, Miller, Sullivan		\$500.00
	subtotal	<u>\$500.00</u>
 Total		 <u>\$7,028.78</u>

Distribution	<u>Percentage</u>	<u>Amount</u>
Garden Grove	4.20%	\$295.21
Huntington Beach	56.10%	\$3,943.15
Seal Beach	14.30%	\$1,005.12
Westminster	25.40%	\$1,785.31
Total		<u>\$7,028.78</u>



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P.O. Box 300
Rosemead, CA
91772-0001
www.sce.com

Your electricity bill

WESTERN ORANGE CO WATER BOARD / Page 3 of 18

For billing and service inquiries call 1-800-990-7788,
Mon - Fri 7 a.m. to 7 p.m. and Saturday 8 a.m. to 5 p.m.
For emergency services call 24 hrs a day, 7 days a week

Customer account 2-21-891-9520
KEN DILLS
PO BOX 190
HUNTINGTON BEACH, CA
92648-0190

Date bill prepared: May 8 '15

Your account summary

Amount of your last bill
Payment we received on Apr 27 '15 - thank you
Balance forward
Your new charges

OP/OD/OJ/OW #	13792
Supplier #	18029
Order Co #	508
Account #	50885101.61200
Approved	<i>Ch O</i>
Batch #	

\$ Total amount you owe by May 27 '15

Summary of your billing detail

Service account	Service address	Billing period	Your rate	New charges
3-000-6276-98	BOLSA/NEWLAND MIDWAY CITY, CA	Apr 6 '15 to May 6 '15	TOU-GS-1-A	\$30.61
3-002-6702-34	WS SPGDALE/SO PE RR HUNTINGTON BEACH, CA	Apr 6 '15 to May 6 '15	TOU-GS-1-A	\$51.20
3-003-5176-40	DALE N/O KATELLA STANTON, CA	Apr 6 '15 to May 6 '15	TOU-GS-1-A	\$53.43
3-003-5426-86	8462 STANFORD AVE WTR GARDEN GROVE, CA	Apr 6 '15 to May 6 '15	TOU-GS-1-A	\$25.08
3-003-5454-54	8502 KATELLA GARDEN GROVE, CA	Apr 6 '15 to May 6 '15	TOU-GS-1-A	\$40.88
3-003-5464-49	CHAPMAN/KNOTT GARDEN GROVE, CA	Apr 6 '15 to May 6 '15	TOU-GS-1-A	\$71.07
3-003-5550-78	SPRINGDALE/WESTMINSTER WESTMINSTER, CA	Apr 6 '15 to May 6 '15	TOU-GS-1-A	\$62.30
				\$334.57

Please return the payment stub below with your payment and make your check payable to Southern California Edison.
If you want to pay in person, call 1-800-747-8908 for locations, or you can pay online at www.sce.com.

(14-574) Tear here

Tear here



Customer account 2-21-891-9520
Please write this number on your check. Make your
check payable to Southern California Edison.

Amount due by May 27 '15 **\$334.57**

Amount enclosed \$

STMT 05082015 P4

WESTERN ORANGE CO WATER BOARD
% HUNTINGTON BEACH WATER DIV
PO BOX 190
HUNTINGTON BEACH, CA 92648-0190

P.O. BOX 300
ROSEMEAD, CA 91772-0001

21 891 9520 00000052 0000000000000033457000033457



Go paperless at www.sce.com/ebilling. It's fast, easy and secure.

Your electricity bill

P.O. Box 300
Rosemead, CA
91772-0001
www.sce.com

WESTERN ORANGE CO WATER BOARD / Page 3 of 20

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Mon - Fri 7 a.m. to 7 p.m. and Saturday 8 a.m. to 5 p.m.
For emergency services call 24 hrs a day, 7 days a week

Customer account 2-21-891-9520
KEN DILLS
PO BOX 190
HUNTINGTON BEACH, CA
92648-0190

Date bill prepared: Jun 9 '15

Your account summary

Amount of your last bill
Payment we received on Jun 01 '15 - thank you
Balance forward
Your new charges
Late payment charge

CP/OD/OJ/OW #	13792
Supplier #	18029
Account #	309
2-50.00 3-way	
\$343.12 it #	50885101.61200
\$2.68	Ch
\$345.80	Batch#

Total amount you owe by Jun 29 '15

Summary of your billing detail

Service account	Service address	Billing period	Your rate	New charges
3-000-6276-98	BOLSA/NEWLAND MIDWAY CITY, CA	May 6 '15 to Jun 5 '15	TOU-GS-1-A	\$30.94
3-002-6702-34	WS SPGDALE/SO PE RR HUNTINGTON BEACH, CA	May 6 '15 to Jun 5 '15	TOU-GS-1-A	\$51.42
3-003-5176-40	DALE N/O KATELLA STANTON, CA	May 6 '15 to Jun 5 '15	TOU-GS-1-A	\$53.59
3-003-5426-86	8462 STANFORD AVE WTR GARDEN GROVE, CA	May 6 '15 to Jun 5 '15	TOU-GS-1-A	\$25.08
3-003-5454-54	8502 KATELLA GARDEN GROVE, CA	May 6 '15 to Jun 5 '15	TOU-GS-1-A	\$46.91
3-003-5464-49	CHAPMAN/KNOTT GARDEN GROVE, CA	May 6 '15 to Jun 5 '15	TOU-GS-1-A	\$72.10
3-003-5550-78	SPRINGDALE/WESTMINSTER WESTMINSTER, CA	May 6 '15 to Jun 5 '15	TOU-GS-1-A	\$63.08
				\$343.12

Please return the payment stub below with your payment and make your check payable to Southern California Edison.
If you want to pay in person, call 1-800-747-8908 for locations, or you can pay online at www.sce.com.

(14-574) Tear here

Tear here



Customer account 2-21-891-9520
Please write this number on your check. Make your
check payable to Southern California Edison.

Amount due by Jun 29 '15 **\$345.80**

Amount enclosed \$

STMT 06092015 P4

WESTERN ORANGE CO WATER BOARD
% HUNTINGTON BEACH WATER DIV
PO BOX 190
HUNTINGTON BEACH, CA 92648-0190

P.O. BOX 300
ROSEMEAD, CA 91772-0001

21 891 9520 00000058 00000000000000345800000034580



Work Order Charges Summary

Report Range: From 04/01/2015 To 6/30/2015

Program/Category	WO ID	WO Description	WO Count	Labor Hours	Labor Charges	Equip. Charges	Materials Charges	Total
508-WOCWB			4	65	\$3,074.10	\$2,202.59	\$228.10	\$5,504.79
Miscellaneous (50885101.64620)			1	8	\$413.22	\$87.12		\$500.34
WO: 130043		WOCWB OT	1	8	\$413.22	\$87.12		\$500.34
Other Cont Svcs (50885101.69505)			3	57	\$2,660.88	\$2,115.47	\$228.10	\$5,004.45
WO: 130183		WOCWB Maintenance	1				\$228.10	\$228.10
WO: 130193		WOCWB - DK OC-9 Inst. & Controls	1	8	\$417.32	\$349.68		\$767.00
WO: 148019		WOCWB	1	49	\$2,243.56	\$1,765.79		\$4,009.35

Labor Charges \$3,074.10
 Equipment Charges \$2,202.59
 Total Charges \$5,276.69

STATEMENT

WEST ORANGE COUNTY WATER BOARD
CITY HALL
2000 MAIN STREET
HUNTINGTON BEACH, CALIFORNIA

Services for the month of April 2015

\$100.00

*I certify that the above is true and just and that
payment therefore has not been received and that
services performed were performed for the benefit of
the Board.*

Date: April 15, 2015



Signature

Kris Beard
CITY OF GARDEN GROVE

50885101.75410	\$56.1000
50885101.75420	\$4.2000
50885101.75430	\$14.3000
50885101.75440	\$25.4000
	\$100.0000

34129

STATEMENT

WEST ORANGE COUNTY WATER BOARD
CITY HALL
2000 MAIN STREET
HUNTINGTON BEACH, CALIFORNIA

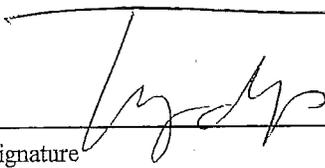
Services for the month of April 2015

\$100.00

*I certify that the above is true and just and that
payment therefore has not been received and that
services performed were performed for the benefit of
the Board.*

Date: April 15, 2015

Signature


Tyler Diep
CITY OF WESTMINSTER

50885101.75410	\$56.1000
50885101.75420	\$4.2000
50885101.75430	\$14.3000
50885101.75440	\$25.4000
	\$100.0000
94466	

STATEMENT

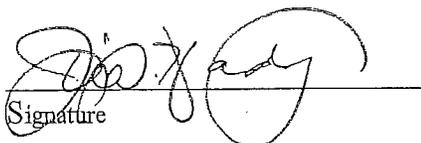
WEST ORANGE COUNTY WATER BOARD
CITY HALL
2000 MAIN STREET
HUNTINGTON BEACH, CALIFORNIA

Services for the month of April 2015

\$100.00

*I certify that the above is true and just and that
payment therefore has not been received and that
services performed were performed for the benefit of
the Board.*

Date: April 15, 2015


Signature

Jill Hardy
CITY OF HUNTINGTON BEACH

50885101.75410	\$56.1000
50885101.75420	\$4.2000
50885101.75430	\$14.3000
50885101.75440	\$25.4000
	\$100.0000

17893

STATEMENT

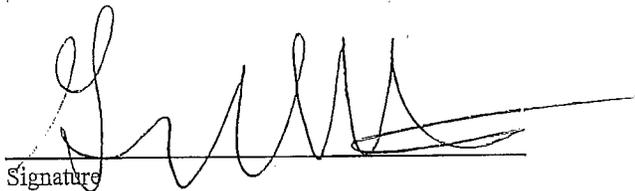
WEST ORANGE COUNTY WATER BOARD
CITY HALL
2000 MAIN STREET
HUNTINGTON BEACH, CALIFORNIA

Services for the month of April 2015

\$100.00

*I certify that the above is true and just and that
payment therefore has not been received and that
services performed were performed for the benefit of
the Board.*

Date: April 15, 2015


Signature

Gary Miller
CITY OF SEAL BEACH

50885101.75410	\$56.1000
50885101.75420	\$4.2000
50885101.75430	\$14.3000
50885101.75440	\$25.4000
	\$100.0000
63470	

STATEMENT

WEST ORANGE COUNTY WATER BOARD
CITY HALL
2000 MAIN STREET
HUNTINGTON BEACH, CALIFORNIA

Services for the month of April 2015

\$100.00

*I certify that the above is true and just and that
payment therefore has not been received and that
services performed were performed for the benefit of
the Board.*

Date: April 15, 2015

Signature


Dave Sullivan
CITY OF HUNTINGTON BEACH

50885101.75410	\$56.1000
50885101.75420	\$4.2000
50885101.75430	\$14.3000
50885101.75440	\$25.4000
	\$100.0000
53655	

WEST ORANGE COUNTY WATER BOARD
FUND REPORT THROUGH JUNE 2015

EXPENDITURES OCTOBER 2014 TO JUNE 2015	Budget	Expended	Funds Available
<u>OPERATING EXPENSE</u>			
Utilities Expenses, Electricity	\$4,500	\$2,766	\$1,734
Repair and Maintenance Expense	\$72,500	\$16,058	\$56,442
Audit Fees	\$5,000	\$4,990	\$10
Contractual Services, Legal	\$5,000	\$306	\$4,694
Meeting, Board Members	\$2,000	\$700	\$1,300
Liability Ins., Transmission Lines	\$8,000	\$9,324	(\$1,324)
Other Contract Services	\$2,000	\$1,100	\$900
		\$0	
Total Operating Expense	\$99,000	\$35,244	\$63,756
<u>CAPITAL COSTS</u>	\$75,000		\$75,000
EXPENDITURE SUMMARY	\$174,000	\$35,244	\$138,756
	Budget	Received	To Receive
REVENUE SUMMARY	\$201,718	\$201,718	

TREASURER'S REPORT AS PREPARED BY THE CITY TREASURER



CITY OF HUNTINGTON BEACH
INTERDEPARTMENTAL COMMUNICATION
OFFICE OF THE CITY TREASURER

TO: West Orange County Water Board (WOCWB) c/o Chris Davis

FROM: Alisa Cutchen, City Treasurer

DATE: April 8, 2015

SUBJECT: WEST ORANGE COUNTY WATER BOARD (WOCWB) - QUARTERLY
INVESTMENT REPORT - APRIL 15, 2015 MEETING

Enclosed are the Investment Reports for January, February and March 2015.

Please distribute to the WOCWB Board Members and place these items on the next WOCWB agenda. We are missing the March 2015 LAIF Market Value Report, as it is not yet available. If this report becomes available prior to the WOCWB meeting date of April 15, 2015, Linda Wine will send you a copy as a late item.

cc: Laurie Hill
Joyce M. Zacks



City of Huntington Beach
2000 Main St.
Huntington Beach, CA

**West Orange County Water Board
Portfolio Management
Portfolio Summary
January 31, 2015**

Investments	Par Value	Market Value	Book Value	% of Portfolio	Term	Days to Maturity	YTM 360 Equiv.	YTM 365 Equiv.
Local Agency Investment Funds	188,476.36	188,476.36	188,476.36	98.29	1	1	0.258	0.262
Passbook/Checking Accounts - UBOC	3,283.78	3,283.78	3,283.78	1.71	1	1	0.049	0.050
	191,760.14	191,760.14	191,760.14	100.00%	1	1	0.255	0.258

Investments

	January 31	Month Ending	Fiscal Year To Date	Fiscal Year Ending
Total Earnings			180.02	
Current Year	44.05		160.00	480.00
Current Budget	40.00		240.00	720.00
Last Year Actual	60.00			
Average Daily Balance		228,618.42	250,471.40	
Effective Rate of Return		0.23%	0.21%	

I certify that this report accurately reflects all WOCWB investments and is in conformity with all State laws and the investment policy statement filed with the WOCWB Board of Directors on January 14, 2014. A copy of this policy is available in the office of WOCWB. The investment program herein shown provides sufficient cash flow liquidity to meet the next six months budgeted expenditures.

4-8-15

Allsa Cutchen, Treasurer

West Orange County Water Board
 Portfolio Management
 Portfolio Details - Investments
 January 31, 2015

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	S&P	YTM 365 Maturity	Maturity Date
Local Agency Investment Funds											
	100	Local Agency Investment Fund			188,476.36	188,476.36	188,476.36	0.262		0.262	1
		Subtotal and Average	197,448.33		188,476.36	188,476.36	188,476.36	0.262		0.262	1
Passbook/Checking Accounts - UBOC											
	101	Union Bank of California			3,283.78	3,283.78	3,283.78	0.050		0.050	1
		Subtotal and Average	31,170.09		3,283.78	3,283.78	3,283.78	0.050		0.050	1
		Total and Average	228,618.42		191,760.14	191,760.14	191,760.14			0.258	1

Portfolio WOCW
 AC
 PM (PRF_PM2) 7.3.0
 Report Ver. 7.3.3b

West Orange County Water Board
 Portfolio Management
 Activity By Type

January 1, 2015 through January 31, 2015

CUSIP	Investment #	Issuer	Stated Rate	Transaction Date	Purchases or Deposits	Redemptions or Withdrawals	Balance
Local Agency Investment Funds (Monthly Summary)							
SYS100	100	Local Agency Investment Fund	0.262		133.50	20,000.00	
		Subtotal			133.50	20,000.00	183,476.36
Passbook/Checking Accounts - UBOC (Monthly Summary)							
SYS101	101	Union Bank of California	0.050		20,001.25	76,300.79	
		Subtotal			20,001.25	76,300.79	3,283.78
		Total			20,134.75	96,300.79	191,760.14

West Orange County Water Board
 Portfolio Management
 Activity Summary
 January 2014 through January 2015

Month End	Year	Number of Securities	Average Balance	Yield to Maturity		Managed Pool Rate	Number of Investments Purchased	Number of Investments Redeemed	Average Term	Average Days to Maturity
				360 Equivalent	365 Equivalent					
January 2014	2014	2	248,941.62	0.209	0.212	0.244	0	0	1	1
February 2014	2014	2	264,722.25	0.188	0.191	0.236	0	0	1	1
March 2014	2014	2	274,891.00	0.188	0.191	0.236	0	0	1	1
April 2014	2014	2	274,956.90	0.186	0.188	0.233	0	0	1	1
May 2014	2014	2	262,738.39	0.190	0.192	0.228	0	0	1	1
June 2014	2014	2	260,378.39	0.190	0.192	0.228	0	0	1	1
July 2014	2014	2	260,441.35	0.202	0.205	0.244	0	0	1	1
August 2014	2014	2	260,493.64	0.215	0.218	0.260	0	0	1	1
September 2014	2014	2	228,814.58	0.248	0.251	0.260	0	0	1	1
October 2014	2014	2	251,170.27	0.214	0.217	0.261	0	0	1	1
November 2014	2014	2	277,700.02	0.192	0.195	0.261	0	0	1	1
December 2014	2014	2	284,952.63	0.216	0.219	0.267	0	0	1	1
January 2015	2015	2	228,618.42	0.255	0.258	0.262	0	0	1	1
Average		2	259,867.14	0.207%	0.210%	0.248	0	0	1	1

Portfolio WOCW
 AC
 PM (PRF_PIM) 7.3.0.
 Report Ver. 7.3.3b

West Orange County Water Board
Portfolio Management
Interest Earnings Summary
January 31, 2015

	January 31 Month Ending	Fiscal Year To Date
CD/Coupon/Discount Investments:		
Interest Collected	0.00	0.00
Plus Accrued Interest at End of Period	0.00	0.00
Less Accrued Interest at Beginning of Period	(0.00)	(0.00)
Less Accrued Interest at Purchase During Period	(0.00)	(0.00)
Interest Earned during Period	0.00	0.00
Adjusted by Premiums and Discounts	0.00	0.00
Adjusted by Capital Gains or Losses	0.00	0.00
Earnings during Periods	0.00	0.00
Pass Through Securities:		
Interest Collected	0.00	0.00
Plus Accrued Interest at End of Period	0.00	0.00
Less Accrued Interest at Beginning of Period	(0.00)	(0.00)
Less Accrued Interest at Purchase During Period	(0.00)	(0.00)
Interest Earned during Period	0.00	0.00
Adjusted by Premiums and Discounts	0.00	0.00
Adjusted by Capital Gains or Losses	0.00	0.00
Earnings during Periods	0.00	0.00
Cash/Checking Accounts:		
Interest Collected	134.75	263.20
Plus Accrued Interest at End of Period	-3,307.96	-3,307.96
Less Accrued Interest at Beginning of Period	(-3,217.26)	(-3,224.78)
Interest Earned during Period	44.05	180.02
Total Interest Earned during Period	44.05	180.02
Total Adjustments from Premiums and Discounts	0.00	0.00
Total Capital Gains or Losses	0.00	0.00
Total Earnings during Period	44.05	180.02

Portfolio WOCW
AC
PM (PRF_PME) 7.3.0
Report Ver: 7.3.3b



State of California
Pooled Money Investment Account
Market Valuation
1/31/2015

Description	Carrying Cost Plus		Accrued Interest
	Accrued Interest	Purch.	
		Fair Value	
United States Treasury:			
Bills	\$ 10,936,611,669.26	\$ 10,945,395,500.00	NA
Notes	\$ 18,014,588,200.77	\$ 18,046,655,000.00	\$ 19,820,671.50
Federal Agency:			
SBA	\$ 595,672,192.43	\$ 590,548,124.79	\$ 531,041.68
MBS-REMICs	\$ 100,382,176.58	\$ 107,074,639.51	\$ 477,927.06
Debentures	\$ 1,961,911,663.14	\$ 1,962,180,350.00	\$ 4,784,800.52
Debentures FR	\$ -	\$ -	\$ -
Discount Notes	\$ 1,499,367,340.26	\$ 1,499,647,500.00	NA
GNMA	\$ -	\$ -	\$ -
Supranational Debentures	\$ 450,246,568.19	\$ 451,066,000.00	\$ 1,003,908.00
CDs and YCDs FR	\$ -	\$ -	\$ -
Bank Notes	\$ 600,000,000.00	\$ 599,886,059.19	\$ 337,861.12
CDs and YCDs	\$ 11,450,044,948.50	\$ 11,445,870,400.34	\$ 5,453,840.25
Commercial Paper	\$ 6,793,416,931.11	\$ 6,794,457,472.18	NA
Corporate:			
Bonds FR	\$ -	\$ -	\$ -
Bonds	\$ -	\$ -	\$ -
Repurchase Agreements	\$ -	\$ -	\$ -
Reverse Repurchase	\$ -	\$ -	\$ -
Time Deposits	\$ 5,118,740,000.00	\$ 5,118,740,000.00	NA
AB 55 & GF Loans	\$ 2,938,218,523.59	\$ 2,938,218,523.59	NA
TOTAL	\$ 60,459,200,213.83	\$ 60,499,739,569.60	\$ 32,410,050.13

Fair Value Including Accrued Interest \$ 60,532,149,619.73

Repurchase Agreements, Time Deposits, AB 55 & General Fund loans, and Reverse Repurchase agreements are carried at portfolio book value (carrying cost).



City of Huntington Beach
2000 Main St.
Huntington Beach, CA

**West Orange County Water Board
Portfolio Management
Portfolio Summary
February 28, 2015**

Investments	Par Value	Market Value	Book Value	% of Portfolio	Term	Days to Maturity	YTM 360 Equiv.	YTM 365 Equiv.
Local Agency Investment Funds	188,476.36	188,476.36	188,476.36	96.29	1	1	0.262	0.266
Passbook/Checking Accounts - UBOC	3,283.89	3,283.89	3,283.89	1.71	1	1	0.049	0.050
Investments	191,760.25	191,760.25	191,760.25	100.00%	1	1	0.259	0.262

	February 28	Month Ending	Fiscal Year To Date	Fiscal Year Ending
Total Earnings			218.61	
Current Year		38.59	200.00	480.00
Current Budget		40.00	300.00	720.00
Last Year Actual		60.00	247,730.24	
Average Daily Balance		191,760.15		
Effective Rate of Return		0.26%	0.21%	

I certify that this report accurately reflects all WOCWB investments and is in conformity with all State laws and the investment policy statement filed with the WOCWB Board of Directors on January 14, 2014. A copy of this policy is available in the office of WOCWB. The investment program herein shown provides sufficient cash flow liquidity to meet the next six months' budgeted expenditures.

Alisa Cutcher 4-8-15
Alisa Cutcher, Treasurer

Portfolio WOCWB
AC
PM (PRF_PMT) 7.3.0
Report Ver. 7.3.3b

Reporting period 02/01/2015-02/28/2015

Run Date: 04/07/2015 - 10:08

West Orange County Water Board
 Portfolio Management
 Portfolio Details - Investments
 February 28, 2015

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	S&P	YTM 365	Days to Maturity
		Local Agency Investment Fund									
	100	Local Agency Investment Fund	188,476.36		188,476.36	188,476.36	188,476.36	0.266		0.266	1
		Subtotal and Average	188,476.36		188,476.36	188,476.36	188,476.36	0.266		0.266	1
		Passbook/Checking Accounts - UBOC									
	101	Union Bank of California	3,283.89		3,283.89	3,283.89	3,283.89	-0.050		0.050	1
		Subtotal and Average	3,283.79		3,283.89	3,283.89	3,283.89	0.050		0.050	1
		Total and Average	191,760.15		191,760.25	191,760.25	191,760.25	0.262		0.262	1

West Orange County Water Board
 Portfolio Management

Activity By Type

February 1, 2015 through February 28, 2015

CUSIP	Investment #	Issuer	Stated Rate	Transaction Date	Purchases or Deposits	Redemptions or Withdrawals	Balance
Local Agency Investment Funds (Monthly Summary)							
		Subtotal					188,476.36
Passbook/Checking Accounts - UBOC (Monthly Summary)							
SYS101	101	Union Bank of California	0.050		0.11	0.00	3,293.85
		Subtotal			0.11	0.00	191,760.25
		Total			0.11	0.00	

West Orange County Water Board
 Portfolio Management
 Activity Summary
 February 2014 through February 2015

Month End	Year	Number of Securities	Average Balance	Yield to Maturity		Managed Pool Rate	Number of Investments Purchased	Number of Investments Redeemed	Average Term	Days to Maturity	Average
				350 Equivalent	365 Equivalent						
February 2014	2014	2	264,722.25	0.188	0.191	0.236	0	0	1	1	1
March 2014	2014	2	274,891.00	0.188	0.191	0.236	0	0	1	1	1
April 2014	2014	2	274,956.90	0.186	0.188	0.233	0	0	1	1	1
May 2014	2014	2	262,738.39	0.190	0.192	0.228	0	0	1	1	1
June 2014	2014	2	260,378.39	0.190	0.192	0.228	0	0	1	1	1
July 2014	2014	2	260,441.35	0.202	0.206	0.244	0	0	1	1	1
August 2014	2014	2	260,493.64	0.215	0.218	0.260	0	0	1	1	1
September 2014	2014	2	228,814.58	0.248	0.251	0.260	0	0	1	1	1
October 2014	2014	2	251,170.27	0.214	0.217	0.261	0	0	1	1	1
November 2014	2014	2	277,700.02	0.192	0.195	0.261	0	0	1	1	1
December 2014	2014	2	264,952.63	0.216	0.219	0.267	0	0	1	1	1
January 2015	2015	2	228,618.42	0.255	0.258	0.262	0	0	1	1	1
February 2015	2015	2	191,760.15	0.259	0.262	0.266	0	0	1	1	1
Average		2	255,876.54	0.211%	0.214%	0.249	0	0	1	1	1

Portfolio WOCW
 AC
 PM (PRE_PM4) 7.3.0
 Report Ver. 7.3.3b

West Orange County Water Board
 Portfolio Management
 Interest Earnings Summary
 February 28, 2015

	February 28 Month Ending	Fiscal Year To Date
CD/Coupon/Discount Investments:		
Interest Collected	0.00	0.00
Plus Accrued Interest at End of Period	0.00	0.00
Less Accrued Interest at Beginning of Period	(0.00)	(0.00)
Less Accrued Interest at Purchase During Period	(0.00)	(0.00)
Interest Earned during Period	0.00	0.00
Adjusted by Premiums and Discounts	0.00	0.00
Adjusted by Capital Gains or Losses	0.00	0.00
Earnings during Periods	0.00	0.00
Pass Through Securities:		
Interest Collected	0.00	0.00
Plus Accrued Interest at End of Period	0.00	0.00
Less Accrued Interest at Beginning of Period	(0.00)	(0.00)
Less Accrued Interest at Purchase During Period	(0.00)	(0.00)
Interest Earned during Period	0.00	0.00
Adjusted by Premiums and Discounts	0.00	0.00
Adjusted by Capital Gains or Losses	0.00	0.00
Earnings during Periods	0.00	0.00
Cash/Checking Accounts:		
Interest Collected	0.11	263.31
Plus Accrued Interest at End of Period	-3,269.48	-3,269.48
Less Accrued Interest at Beginning of Period	(-3,307.96)	(-3,224.78)
Interest Earned during Period	38.59	218.61
Total Interest Earned during Period	38.59	218.61
Total Adjustments from Premiums and Discounts	0.00	0.00
Total Capital Gains or Losses	0.00	0.00
Total Earnings during Period	38.59	218.61

Portfolio WOCW
 AC
 PN (PRF PMS) 7.3.0
 Report Ver. 7.3.3b



State of California
Pooled Money Investment Account
Market Valuation
2/28/2015

Description	Carrying Cost Plus		Fair Value	Accrued Interest
	Accrued Interest	Purch.		
United States Treasury:				
Bills	\$ 10,236,556,460.97		\$ 10,244,072,000.00	NA
Notes	\$ 18,764,204,456.73		\$ 18,775,634,000.00	\$ 17,408,015.50
Federal Agency:				
SBA	\$ 589,698,806.51		\$ 584,595,567.73	\$ 524,642.66
MBS-REMICs	\$ 97,794,794.33		\$ 104,020,812.14	\$ 465,357.08
Debentures	\$ 1,811,915,704.95		\$ 1,810,622,650.00	\$ 5,914,550.79
Debentures FR	\$ -		\$ -	\$ -
Discount Notes	\$ 1,898,340,201.35		\$ 1,898,741,000.00	NA
GNMA	\$ -		\$ -	\$ -
Supranational Debentures	\$ 450,246,568.19		\$ 450,073,000.00	\$ 1,060,784.00
CDs and YCDs FR	\$ -		\$ -	\$ -
Bank Notes	\$ 500,000,000.00		\$ 499,885,917.59	\$ 243,388.89
CDs and YCDs	\$ 9,450,046,920.49		\$ 9,446,134,604.62	\$ 5,666,423.63
Commercial Paper	\$ 5,343,365,278.35		\$ 5,343,828,196.65	
Corporate:				
Bonds FR	\$ -		\$ -	\$ -
Bonds	\$ -		\$ -	\$ -
Repurchase Agreements	\$ -		\$ -	\$ -
Reverse Repurchase	\$ -		\$ -	\$ -
Time Deposits	\$ 5,266,540,000.00		\$ 5,266,540,000.00	NA
AB 55 & GF Loans	\$ 3,263,089,523.59		\$ 3,263,089,523.59	NA
TOTAL	\$ 57,671,788,716.46		\$ 57,687,237,272.32	\$ 31,283,162.55

Fair Value Including Accrued Interest \$ 57,718,520,434.87

Repurchase Agreements; Time Deposits, AB 55 & General Fund loans, and Reverse Repurchase agreements are carried at portfolio book value (carrying cost).



City of Huntington Beach
2000 Main St.
Huntington Beach, CA

**West Orange County Water Board
Portfolio Management
Portfolio Summary
March 31, 2015**

Investments:	Par Value	Market Value	Book Value	% of Portfolio	Term	Days to Maturity	YTM 360 Equiv.	YTM 365 Equiv.
Local Agency Investment Funds	188,476.36	188,476.36	188,476.36	98.29	1	1	0.262	0.266
Passbook/Checking Accounts - UBOC	3,284.02	3,284.02	3,284.02	1.71	1	1	0.049	0.050
	191,760.38	191,760.38	191,760.38	100.00%	1	1	0.259	0.262

Investments:

	March 31	Month Ending	Fiscal Year To Date	Fiscal Year Ending
Total Earnings:				
Current Year	42.72		261.33	
Current Budget	40.00		240.00	480.00
Last Year Actual	60.00		360.00	720.00
Average Daily Balance	191,760.25		238,196.89	
Effective Rate of Return	0.26%		0.22%	

I certify that this report accurately reflects all WOCWB investments and is in conformity with all State laws and the investment policy statement filed with the WOCWB Board of Directors on January 14, 2014. A copy of this policy is available in the office of WOCWB. The investment program herein shown provides sufficient cash flow liquidity to meet the next six months' budgeted expenditures.

Handwritten signature
4-8-15

Alisa Cutchent, Treasurer

Reporting period 03/01/2015-03/31/2015

Run Date: 04/07/2015 - 10:07

Portfolio WOCWB
AC
PM (PRF PM1) 7.3.0
Report Ver. 7.3.0b

West Orange County Water Board
 Portfolio Management
 Portfolio Details - Investments
 March 31, 2015

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	S&P	YTM 365	Days to Maturity	Maturity Date
Local Agency Investment Funds												
	100	Local Agency Investment Fund			188,476.36	188,476.36	188,476.36	0.266		0.266	1	
SYS100		Subtotal and Average	188,476.36		188,476.36	188,476.36	188,476.36	0.266		0.266	1	
Passbook/Checking Accounts - UBOC												
	101	Union Bank of California			3,284.02	3,284.02	3,284.02	0.050		0.050	1	
SYS101		Subtotal and Average	3,283.89		3,284.02	3,284.02	3,284.02	0.050		0.050	1	
		Total and Average	191,760.25		191,760.38	191,760.38	191,760.38	0.262		0.262	1	

Portfolio WOCW
 AC
 PM (PRF_PM2) 7.3.0
 Report Ver. 7.3.3b

West Orange County Water Board
 Portfolio Management
 Activity By Type

March 1, 2015 through March 31, 2015

CUSIP	Investment #	Issuer	Stated Rate	Transaction Date	Purchases or Deposits	Redemptions or Withdrawals	Balance
Local Agency Investment Funds (Monthly Summary)							
		Subtotal					188,476.38
Passbook/Checking Accounts - UBOC (Monthly Summary)							
SYS101	101	Union Bank of California	0.050		0.13	0.00	
		Subtotal			0.13	0.00	3,284.02
		Total			0.13	0.00	191,760.38

West Orange County Water Board
 Portfolio Management
 Activity Summary
 March 2014 through March 2015

Month End	Year	Number of Securities	Average Balance	Yield to Maturity		Managed Pool Rate	Number of Investments Purchased	Number of Investments Redeemed	Average Term	Average Days to Maturity
				360 Equivalent	365 Equivalent					
March 2014	2014	2	274,891.00	0.188	0.191	0.236	0	0	1	1
April 2014	2014	2	274,956.90	0.186	0.188	0.233	0	0	1	1
May 2014	2014	2	262,738.39	0.190	0.192	0.228	0	0	1	1
June 2014	2014	2	260,378.39	0.190	0.192	0.228	0	0	1	1
July 2014	2014	2	260,441.35	0.202	0.205	0.244	0	0	1	1
August 2014	2014	2	260,493.64	0.215	0.218	0.260	0	0	1	1
September 2014	2014	2	228,814.58	0.248	0.251	0.260	0	0	1	1
October 2014	2014	2	251,170.27	0.214	0.217	0.261	0	0	1	1
November 2014	2014	2	277,700.02	0.192	0.195	0.261	0	0	1	1
December 2014	2014	2	284,982.63	0.216	0.219	0.267	0	0	1	1
January 2015	2015	2	228,618.42	0.255	0.258	0.262	0	0	1	1
February 2015	2015	2	191,760.15	0.259	0.262	0.266	0	0	1	1
March 2015	2015	2	191,760.25	0.259	0.262	0.266	0	0	1	1
Average		2	250,231.88	0.216%	0.219%	0.252	0	0	1	1

Portfolio WOCW
 AC
 PM (PRF_PMA) 7.3.0
 Report Ver. 7.3.3b

**West Orange County Water Board
Portfolio Management
Interest Earnings Summary
March 31, 2015**

	March 31 Month Ending	Fiscal Year To Date
CD/Coupon/Discount Investments:		
Interest Collected	0.00	0.00
Plus Accrued Interest at End of Period	0.00	0.00
Less Accrued Interest at Beginning of Period	(0.00)	(0.00)
Less Accrued Interest at Purchase During Period	(0.00)	(0.00)
Interest Earned during Period	0.00	0.00
Adjusted by Premiums and Discounts	0.00	0.00
Adjusted by Capital Gains or Losses	0.00	0.00
Earnings during Periods	0.00	0.00
Pass Through Securities:		
Interest Collected	0.00	0.00
Plus Accrued Interest at End of Period	0.00	0.00
Less Accrued Interest at Beginning of Period	(0.00)	(0.00)
Less Accrued Interest at Purchase During Period	(0.00)	(0.00)
Interest Earned during Period	0.00	0.00
Adjusted by Premiums and Discounts	0.00	0.00
Adjusted by Capital Gains or Losses	0.00	0.00
Earnings during Periods	0.00	0.00
Cash/Checking Accounts:		
Interest Collected	0.13	263.44
Plus Accrued Interest at End of Period	-3,226.89	-3,226.89
Less Accrued Interest at Beginning of Period	(-3,269.48)	(-3,224.78)
Interest Earned during Period	42.72	261.33
Total Interest Earned during Period	42.72	261.33
Total Adjustments from Premiums and Discounts	0.00	0.00
Total Capital Gains or Losses	0.00	0.00
Total Earnings during Period	42.72	261.33



CITY OF HUNTINGTON BEACH
INTERDEPARTMENTAL COMMUNICATION
OFFICE OF THE CITY TREASURER

TO: West Orange County Water Board (WOCWB) c/o Chris Davis

FROM: Alisa Cutchen, City Treasurer

DATE: July 7, 2015

**SUBJECT: WEST ORANGE COUNTY WATER BOARD (WOCWB) - QUARTERLY
INVESTMENT REPORT – JULY 15, 2015 MEETING**

Enclosed are the Investment Reports for April, May and June 2015.

Please distribute to the WOCWB Board Members and place these items on the next WOCWB agenda. We are missing the June 2015 LAIF Market Value Report, as it is not yet available. If this report becomes available prior to the WOCWB meeting date of July 15, 2015, Linda Wine will send you a copy as a late item.

cc: Joyce M. Zacks

West Orange County Water Board

Treasurer's Report

Period Beginning: April 1, 2015

Period Ending: June 30, 2015

Prepared by: Alisa Cutchen, CCMT, CPFIM
City Treasurer, City of Huntington Beach



Portfolio Overview:

<u>Investment Type</u>	<u>Market Value</u>	<u>% of Portfolio</u>	<u>YTM 365-day</u>
Local Agency Investment Fund (LAIF)	188,599	50.5%	0.299%
Union Bank Account	185,060	49.5%	0.05%
Totals	\$373,659	100%	0.176%

As of June 30, 2015, the market value of the investment portfolio was \$373,659. The portfolio is invested in only those investments allowable by State regulations and WOCWB's Investment Policy. Such investments are purchased to meet the portfolio objectives (in the following absolute order of importance): safety of principal, maintenance of sufficient operating liquidity, and return on investment based on the market rates of investments available at the time of purchase.

Currently, funds are invested in the State of California's Local Agency Investment Fund (LAIF) and a Business Money Market account with Union Bank of California. LAIF offers local agencies the opportunity to participate in a major portfolio with immediate liquidity managed by the State Treasurer's Office (please see <http://www.treasurer.ca.gov/pmia-laif> for more information).

Portfolio Earnings and Performance:

Earnings generated by the portfolio are derived from interest earnings from LAIF and Union Bank. The following depicts the LAIF average monthly effective yields over the past 12 months:

LAIF Monthly Rates 2014-15:

<u>June</u>	<u>July</u>	<u>August</u>	<u>September</u>	<u>October</u>	<u>November</u>
0.228%	0.244%	0.260%	0.260%	0.261%	0.261%
<u>December</u>	<u>January</u>	<u>February</u>	<u>March</u>	<u>April</u>	<u>May</u>
0.267%	0.262%	0.266%	0.266%	0.283%	0.290%

Total investment income for the quarter ending June 30, 2015 was \$152.45. The LAIF rate continues to be at historic lows, in accordance with the corresponding historically low investment rate environment.

Per the Investment policy, the investment portfolio shall be designed with the objective of obtaining a market rate of return throughout budgetary and economic cycles, commensurate with the investment risk constraints and the cash flow needs. The benchmark for determining market yields is the monthly average return of the 6-month constant maturity Treasury ("6 month CMT"). This is used solely as a reference tool, and does not imply that the Treasurer will add additional risk to the portfolio in order to attain or exceed the benchmark.

The monthly effective rate of return of the portfolio for June, 2015 was 0.19%, with a fiscal year-to-date return of 0.22%. This compares favorably to the 6-month CMT benchmark (as established in the Investment Policy Statement) of 0.11% for June, 2015. Again, the portfolio yield overall continues to remain very low, as expected, due to the historically low interest rates. It is anticipated that the portfolio yield will remain at these low levels for some time.

Compliance:

The portfolio is in conformity with all State laws and the 2015 Statement of Investment Policy as adopted by the WOCWB Board of Directors. The investment program herein shown provides sufficient cash flow liquidity to meet the next six month's obligations.



City of Huntington Beach
2000 Main St.
Huntington Beach,

**West Orange County Water Board
Portfolio Management
Portfolio Summary
April 30, 2015**

Investments	Par Value	Market Value	Book Value	% of Portfolio	Term	Days to Maturity	YTM 360 Equiv.	YTM 365 Equiv.
Local Agency Investment Funds	186,599.23	186,599.23	186,599.23	71.52	1	1	0.279	0.283
Passbook/Checking Accounts - UBOC	75,116.78	75,116.78	75,116.78	28.48	1	1	0.049	0.050
	263,716.01	263,716.01	263,716.01	100.00%	1	1	0.214	0.217

Investments

Total Earnings	April 30 Month Ending	Fiscal Year To Date	Fiscal Year Ending
Current Year	46.88	306.98	
Current Budget	40.00	280.00	480.00
Last Year Actual	60.00	420.00	720.00
Average Daily Balance	213,375.47	234,684.42	
Effective Rate of Return	0.27%	0.23%	

I certify that this report accurately reflects all WOCWB investments and is in conformity with all State laws and the investment policy statement filed with the WOCWB Board of Directors on January 14, 2014. A copy of this policy is available in the office of WOCWB. The investment program herein shown provides sufficient cash flow liquidity to meet the next six month's budgeted expenditures.

[Signature]
Alicia Cutchen, Treasurer

Reporting period 04/01/2015-04/30/2015
Run Date: 07/06/2015 - 13:50

Portfolio WOCW
AC
PM (PRE_PM1) 7.3.0
Report Ver. 7.3.3b

West Orange County Water Board
 Portfolio Management
 Portfolio Details - Investments
 April 30, 2015

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	S&P	YTM - Days to 365 Maturity	Maturity Date
Local Agency Investment Funds											
	100	Local Agency Investment Fund	188,541.89		188,599.23	188,599.23	188,599.23	0.283		0.283	1
		Subtotal and Average			188,599.23	188,599.23	188,599.23	0.283		0.283	1
Passbook/Checking Accounts - UBOC											
	101	Union Bank of California	24,833.58		75,116.78	75,116.78	75,116.78	0.050		0.050	1
		Subtotal and Average			75,116.78	75,116.78	75,116.78	0.050		0.050	1
		Total and Average	213,375.47		263,716.01	263,716.01	263,716.01	0.217		0.217	1

Portfolio WOCW
 AC
 PM (PRF_PM42) 7.3.0
 Report Ver. 7.3.3b

West Orange County Water Board
 Portfolio Management

Activity By Type
 April 1, 2015 through April 30, 2015

CUSIP	Investment #	Issuer	Stated Rate	Transaction Date	Purchases or Deposits	Redemptions or Withdrawals	Balance
Local Agency Investment Funds (Monthly Summary)							
SYS100	100	Local Agency Investment Fund	0.283		122.87	0.00	
		Subtotal			122.87	0.00	188,659.23
Passbook/Checking Accounts - UBOC (Monthly Summary)							
SYS101	101	Union Bank of California	0.050		71,832.76	0.00	
		Subtotal			71,832.76	0.00	75,116.78
		Total			71,955.63	0.00	263,716.01

West Orange County Water Board
 Portfolio Management
 Activity Summary
 April 2014 through April 2015

Month End	Year	Number of Securities	Yield to Maturity		Managed Pool Rate	Number of Investments Purchased	Number of Investments Redeemed	Average Term	Average Days to Maturity
			360 Equivalent	365 Equivalent					
April	2014	2	0.186	0.188	0.233	0	0	1	1
May	2014	2	0.190	0.192	0.228	0	0	1	1
June	2014	2	0.190	0.192	0.228	0	0	1	1
July	2014	2	0.202	0.205	0.244	0	0	1	1
August	2014	2	0.215	0.218	0.260	0	0	1	1
September	2014	2	0.248	0.251	0.260	0	0	1	1
October	2014	2	0.214	0.217	0.261	0	0	1	1
November	2014	2	0.192	0.195	0.261	0	0	1	1
December	2014	2	0.216	0.219	0.267	0	0	1	1
January	2015	2	0.255	0.258	0.262	0	0	1	1
February	2015	2	0.259	0.262	0.266	0	0	1	1
March	2015	2	0.259	0.262	0.266	0	0	1	1
April	2015	2	0.214	0.217	0.283	0	0	1	1
Average		2	0.218%	0.221%	0.255	0	0	1	1

Portfolio WOCW
 AC
 PM (PRF_PM4) 7.3.0
 Report Ver. 7.3.3b

West Orange County Water Board
 Portfolio Management
 Interest Earnings Summary
 April 30, 2015

	April 30 Month Ending	Fiscal Year To Date
CD/Coupon/Discount Investments:		
Interest Collected	0.00	0.00
Plus Accrued Interest at End of Period	0.00	0.00
Less Accrued Interest at Beginning of Period	(0.00)	(0.00)
Less Accrued Interest at Purchase During Period	(0.00)	(0.00)
Interest Earned during Period	0.00	0.00
Adjusted by Premiums and Discounts	0.00	0.00
Adjusted by Capital Gains or Losses	0.00	0.00
Earnings during Periods	0.00	0.00
Pass Through Securities:		
Interest Collected	0.00	0.00
Plus Accrued Interest at End of Period	0.00	0.00
Less Accrued Interest at Beginning of Period	(0.00)	(0.00)
Less Accrued Interest at Purchase During Period	(0.00)	(0.00)
Interest Earned during Period	0.00	0.00
Adjusted by Premiums and Discounts	0.00	0.00
Adjusted by Capital Gains or Losses	0.00	0.00
Earnings during Periods	0.00	0.00
Cash/Checking Accounts:		
Interest Collected	123.89	387.33
Plus Accrued Interest at End of Period	-3,305.13	-3,305.13
Less Accrued Interest at Beginning of Period	(-3,228.12)	(-3,224.78)
Interest Earned during Period	46.88	306.98
Total Interest Earned during Period	46.88	306.98
Total Adjustments from Premiums and Discounts	0.00	0.00
Total Capital Gains or Losses	0.00	0.00
Total Earnings during Period	46.88	306.98



State of California
Pooled Money Investment Account
Market Valuation
4/30/2015

Description	Carrying Cost Plus		Fair Value	Accrued Interest
	Accrued Interest	Purch.		
United States Treasury:				
Bills	\$ 11,733,359,499.10		\$ 11,743,461,000.00	NA
Notes	\$ 20,420,040,737.92		\$ 20,435,301,000.00	\$ 32,150,882.00
Federal Agency:				
SBA	\$ 579,255,766.99		\$ 574,223,498.02	\$ 514,311.68
MBS-REMICs	\$ 93,829,582.71		\$ 100,409,699.04	\$ 446,304.38
Debentures	\$ 1,834,442,729.67		\$ 1,834,344,600.00	\$ 2,549,467.27
Debentures FR	\$ -		\$ -	\$ -
Discount Notes	\$ 4,493,250,395.77		\$ 4,494,182,000.00	NA
GNMA	\$ -		\$ -	\$ -
Supranational Debentures	\$ 450,189,038.36		\$ 450,618,000.00	\$ 425,533.00
CDs and YCDs FR	\$ -		\$ -	\$ -
Bank Notes	\$ 600,000,000.00		\$ 599,847,418.61	\$ 281,499.99
CDs and YCDs	\$ 14,600,056,150.54		\$ 14,595,254,256.88	\$ 7,367,375.00
Commercial Paper	\$ 7,396,496,277.80		\$ 7,396,682,000.01	NA
Corporate:				
Bonds FR	\$ -		\$ -	\$ -
Bonds	\$ -		\$ -	\$ -
Repurchase Agreements	\$ 100,000,000.00		\$ 100,000,000.00	NA
Reverse Repurchase	\$ -		\$ -	\$ -
Time Deposits	\$ 5,236,540,000.00		\$ 5,236,540,000.00	NA
AB 55 & GF Loans	\$ 353,958,755.13		\$ 353,958,755.13	NA
TOTAL	\$ 67,891,418,933.99		\$ 67,914,822,227.69	\$ 43,735,373.32

Fair Value Including Accrued Interest \$ 67,958,557,601.01

Repurchase Agreements, Time Deposits, AB 55 & General Fund loans, and Reverse Repurchase agreements are carried at portfolio book value (carrying cost).



**West Orange County Water Board
Portfolio Management
Portfolio Summary
May 31, 2015**

City of Huntington Beach
2000 Main St.
Huntington Beach,

Investments	Par Value	Market Value	Book Value	% of Portfolio	Term	Days to Maturity	YTM 360 Equiv.	YTM 365 Equiv.
Local Agency Investment Funds	188,599.23	188,599.23	188,599.23	71.52	1	1	0.266	0.290
Passbook/Checking Accounts - UBOC	75,119.80	75,119.80	75,119.80	28.48	1	1	0.049	0.050
Investments	263,719.03	263,719.03	263,719.03	100.00%	1	1	0.219	0.222

Fiscal Year Ending

	May 31 Month Ending	Fiscal Year To Date	Fiscal Year Ending
Total Earnings	52.97	359.95	
Current Year	40.00	320.00	480.00
Current Budget	60.00	480.00	720.00
Last Year Actual			
Average Daily Balance	263,716.11	238,388.05	
Effective Rate of Return	0.24%	0.23%	

I certify that this report accurately reflects all WOCWB investments and is in conformity with all State laws and the investment policy statement filed with the WOCWB Board of Directors on January 14, 2014. A copy of this policy is available in the office of WOCWB. The investment program herein shown provides sufficient cash flow liquidity to meet the next six month's budgeted expenditures.

Alice Clutchen 7.7.15

Alice Clutchen, Treasurer

Reporting period 05/01/2015-05/31/2015

Run Date: 07/06/2015 - 13:51

Portfolio WOCW
AC
PM (PRF PM1) 7.3.0
Report Ver. 7.3.3b

West Orange County Water Board
 Portfolio Management
 Portfolio Details - Investments
 May 31, 2015

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	S&P	YTM 365	Days to Maturity	Maturity Date
Local Agency Investment Funds												
	100	Local Agency Investment Fund	188,599.23		188,599.23	188,599.23	188,599.23	0.280		0.290	1	
		Subtotal and Average	188,599.23		188,599.23	188,599.23	188,599.23			0.290	1	
Passbook/Checking Accounts - UBOC												
	101	Union Bank of California	75,119.80		75,119.80	75,119.80	75,119.80	0.050		0.050	1	
		Subtotal and Average	75,119.88		75,119.80	75,119.80	75,119.80			0.050	1	
		Total and Average	263,716.11		263,719.03	263,719.03	263,719.03			0.222	1	

Portfolio WOCW
 AC
 PM (PRF_PM2) 7.3.0
 Report Ver. 7.3.3b

West Orange County Water Board
 Portfolio Management
 Activity By Type
 May 1, 2015 through May 31, 2015

CUSIP	Investment #	Issuer	Stated Rate	Transaction Date	Purchases or Deposits	Redemptions or Withdrawals	Balance
Local Agency Investment Funds (Monthly Summary)							
Subtotal							
Passbook/Checking Accounts - UBOC (Monthly Summary)							
SYS101	101	Union Bank of California	0.050		3.02	0.00	
		Subtotal			3.02	0.00	75,119.80
		Total			3.02	0.00	263,719.03
							188,599.23

West Orange County Water Board
 Portfolio Management
 Activity Summary
 May 2014 through May 2015

Month End	Year	Number of Securities	Yield to Maturity		Average Balance	Managed Pool Rate	Number of Investments Purchased	Number of Investments Redeemed	Average Term	Average Days to Maturity
			360 Equivalent	365 Equivalent						
May	2014	2	0.190	0.192	262,738.39	0.228	0	0	1	1
June	2014	2	0.190	0.192	260,378.39	0.228	0	0	1	1
July	2014	2	0.202	0.205	260,441.35	0.244	0	0	1	1
August	2014	2	0.215	0.218	260,493.64	0.260	0	0	1	1
September	2014	2	0.248	0.251	228,814.58	0.260	0	0	1	1
October	2014	2	0.214	0.217	251,170.27	0.261	0	0	1	1
November	2014	2	0.192	0.195	277,700.02	0.261	0	0	1	1
December	2014	2	0.216	0.219	284,952.63	0.267	0	0	1	1
January	2015	2	0.255	0.258	228,618.42	0.262	0	0	1	1
February	2015	2	0.259	0.262	191,760.15	0.266	0	0	1	1
March	2015	2	0.259	0.262	191,760.25	0.266	0	0	1	1
April	2015	2	0.214	0.217	213,375.47	0.283	0	0	1	1
May	2015	2	0.219	0.222	263,716.11	0.290	0	0	1	1
Average		2	0.221%	0.224%	244,691.82	0.260	0	0	1	1

West Orange County Water Board
 Portfolio Management
 Interest Earnings Summary
 May 31, 2015

	May 31 Month Ending	Fiscal Year To Date
CD/Coupon/Discount Investments:		
Interest Collected	0.00	0.00
Plus Accrued Interest at End of Period	0.00	0.00
Less Accrued Interest at Beginning of Period	(0.00)	(0.00)
Less Accrued Interest at Purchase During Period	(0.00)	(0.00)
Interest Earned during Period	0.00	0.00
Adjusted by Premiums and Discounts	0.00	0.00
Adjusted by Capital Gains or Losses	0.00	0.00
Earnings during Periods	0.00	0.00
Pass Through Securities:		
Interest Collected	0.00	0.00
Plus Accrued Interest at End of Period	0.00	0.00
Less Accrued Interest at Beginning of Period	(0.00)	(0.00)
Less Accrued Interest at Purchase During Period	(0.00)	(0.00)
Interest Earned during Period	0.00	0.00
Adjusted by Premiums and Discounts	0.00	0.00
Adjusted by Capital Gains or Losses	0.00	0.00
Earnings during Periods	0.00	0.00
Cash/Checking Accounts:		
Interest Collected	3.02	390.35
Plus Accrued Interest at End of Period	-3,255.18	-3,255.18
Less Accrued Interest at Beginning of Period	(-3,305.13)	(-3,224.78)
Interest Earned during Period	52.97	359.95
Total Interest Earned during Period	52.97	359.95
Total Adjustments from Premiums and Discounts	0.00	0.00
Total Capital Gains or Losses	0.00	0.00
Total Earnings during Period	52.97	359.95



West Orange County Water Board
Portfolio Management
Portfolio Summary
June 30, 2015

City of Huntington Beach
 2000 Main St.
 Huntington Beach,

Investments	Par Value	Market Value	Book Value	% of Portfolio	Term	Days to Maturity	YTM 360 Equiv.	YTM 365 Equiv.
Local Agency Investment Funds	188,599.23	188,599.23	188,599.23	50.47	1	1	0.295	0.299
Passbook/Checking Accounts - UBOC	185,059.78	185,059.78	185,059.78	49.53	1	1	0.049	0.050
	373,659.01	373,659.01	373,659.01	100.00%	1	1	0.173	0.175

Investments

Total Earnings	June 30 Month Ending	Fiscal Year To Date	Fiscal Year Ending
Current Year	52.60	412.55	
Current Budget	40.00	360.00	480.00
Last Year Actual	60.00	540.00	720.00
Average Daily Balance	340,672.67	249,628.12	
Effective Rate of Return	0.19%	0.22%	

I certify that this report accurately reflects all WOCWB investments and is in conformity with all State laws and the investment policy statement filed with the WOCWB Board of Directors on January 14, 2014. A copy of this policy is available in the office of WOCWB. The investment program herein shown provides sufficient cash flow liquidity to meet the next six month's budgeted expenditures.

Alisa Cutchen 7-7-15

Alisa Cutchen, Treasurer

West Orange County Water Board
 Portfolio Management
 Portfolio Details - Investments
 June 30, 2015

CUSIP	Investment #	Issuer	Average Balance	Purchase Date	Par Value	Market Value	Book Value	Stated Rate	S&P	YTM 365	Days to Maturity	Maturity Date
Local Agency Investment Funds												
SYS100	100	Local Agency Investment Fund	188,599.23		188,599.23	188,599.23	188,599.23	0.299		0.299	1	
		Subtotal and Average	188,599.23		188,599.23	188,599.23	188,599.23	0.299		0.299	1	
Passbook/Checking Accounts - UBOC												
SYS101	101	Union Bank of California	152,073.44		185,059.78	185,059.78	185,059.78	0.050		0.050	1	
		Subtotal and Average	152,073.44		185,059.78	185,059.78	185,059.78	0.050		0.050	1	
		Total and Average	340,672.67		373,659.01	373,659.01	373,659.01	0.176		0.176	1	

Portfolio WOCW
 AC
 PM (PRF_PMC) 7.3.0

West Orange County Water Board
 Portfolio Management
 Activity By Type
 June 1, 2015 through June 30, 2015

CUSIP	Investment #	Issuer	Stated Rate	Transaction Date	Purchases or Deposits	Redemptions or Withdrawals	Balance
Local Agency Investment Funds (Monthly Summary)							
Subtotal							
Passbook/Checking Accounts - UBEOC (Monthly Summary)							
SYS101	101	Union Bank of California	0.050		109,939.98	0.00	
		Subtotal			109,939.98	0.00	185,059.78
		Total			109,939.98	0.00	373,659.01
							188,599.23

West Orange County Water Board
 Portfolio Management
 Activity Summary
 June 2014 through June 2015

Month End	Year	Number of Securities	Average Balance	Yield to Maturity		Managed Pool Rate	Number of Investments Purchased	Number of Investments Redeemed	Average Term	Average Days to Maturity
				360 Equivalent	365 Equivalent					
June 2014	2	260,378.39	0.190	0.192	0.228	0	0	1	1	
July 2014	2	260,441.35	0.202	0.205	0.244	0	0	1	1	
August 2014	2	260,493.64	0.215	0.218	0.260	0	0	1	1	
September 2014	2	228,814.58	0.248	0.251	0.260	0	0	1	1	
October 2014	2	251,170.27	0.214	0.217	0.261	0	0	1	1	
November 2014	2	277,700.02	0.192	0.195	0.261	0	0	1	1	
December 2014	2	284,952.63	0.216	0.219	0.267	0	0	1	1	
January 2015	2	228,618.42	0.255	0.258	0.262	0	0	1	1	
February 2015	2	191,760.15	0.259	0.262	0.266	0	0	1	1	
March 2015	2	191,760.25	0.259	0.262	0.266	0	0	1	1	
April 2015	2	213,375.47	0.214	0.217	0.283	0	0	1	1	
May 2015	2	263,716.11	0.219	0.222	0.290	0	0	1	1	
June 2015	2	340,672.67	0.173	0.176	0.299	0	0	1	1	
Average	2	250,565.19	0.220%	0.223%	0.265	0	0	1	1	

West Orange County Water Board
 Portfolio Management
 Interest Earnings Summary
 June 30, 2015

	June 30 Month Ending	Fiscal Year To Date
CD/Coupon/Discount Investments:		
Interest Collected	0.00	0.00
Plus Accrued Interest at End of Period	0.00	0.00
Less Accrued Interest at Beginning of Period	(0.00)	(0.00)
Less Accrued Interest at Purchase During Period	(0.00)	(0.00)
Interest Earned during Period	0.00	0.00
Adjusted by Premiums and Discounts	0.00	0.00
Adjusted by Capital Gains or Losses	0.00	0.00
Earnings during Periods	0.00	0.00
Pass Through Securities:		
Interest Collected	0.00	0.00
Plus Accrued Interest at End of Period	0.00	0.00
Less Accrued Interest at Beginning of Period	(0.00)	(0.00)
Less Accrued Interest at Purchase During Period	(0.00)	(0.00)
Interest Earned during Period	0.00	0.00
Adjusted by Premiums and Discounts	0.00	0.00
Adjusted by Capital Gains or Losses	0.00	0.00
Earnings during Periods	0.00	0.00
Cash/Checking Accounts:		
Interest Collected	6.52	396.87
Plus Accrued Interest at End of Period	-3,209.10	-3,209.10
Less Accrued Interest at Beginning of Period	(-3,255.18)	(-3,224.78)
Interest Earned during Period	52.60	412.55
Total Interest Earned during Period	52.60	412.55
Total Adjustments from Premiums and Discounts	0.00	0.00
Total Capital Gains or Losses	0.00	0.00
Total Earnings during Period	52.60	412.55

PROPOSED FISCAL YEAR 2015-16 BUDGET

WEST ORANGE COUNTY WATER BOARD
 PROPOSED FISCAL YEAR 2015-16 BUDGET

Account Description	FY 13-14 Actual	FY 14-15 Approved	FY 15-16 Proposed
OPERATING EXPENSES			
Electricity	\$4,385	\$4,500	\$4,500
Contracts for Repairs and Maintenance	\$58,057	\$72,500	\$60,000
Auditing	\$4,990	\$5,000	\$5,000
Attorney Fees	\$441	\$5,000	\$3,000
Other Contract Services	\$1,817	\$2,000	\$2,000
OC-9 and OC-35 Replacement Evaluation	\$0	\$0	\$40,000
General/Liability Insurance	\$8,996	\$8,000	\$9,000
Board Stipend Expense	\$1,800	\$2,500	\$2,500
OPERATING EXPENSES	\$80,486	\$99,500	\$126,000
CAPITAL EXPENDITURES			
Valve and Air-vac Replacement	\$75,731	\$0	\$0
Relocation of Vault at OC-9	\$0	\$75,000	\$30,000
I-405 Widening Facilities Relocation	\$0	\$0	\$40,000
CAPITAL EXPENDITURES	\$75,731	\$75,000	\$70,000
TOTAL PROPOSED BUDGET	\$156,217	\$174,500	\$196,000

Expenditures

**FISCAL YEAR 2015-16
ALLOCATION OF COSTS BY AGENCY**

AGENCY	Proposed 15/16 Costs
Huntington Beach - 56.1%	\$109,956
Garden Grove - 4.2%	\$8,232
Seal Beach - 14.3%	\$28,028
Westminster - 25.4%	\$49,784
Totals	\$196,000

ANNUAL AUDIT

WEST ORANGE COUNTY WATER BOARD

FINANCIAL STATEMENTS
WITH
INDEPENDENT AUDITORS' REPORT

FOR THE FISCAL YEAR ENDED
SEPTEMBER 30, 2014

WEST ORANGE COUNTY WATER BOARD

SEPTEMBER 30, 2014

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INDEPENDENT AUDITORS' REPORT

To the Board of Directors
West Orange County Water Board
Huntington Beach, California

Report on the Financial Statements

We have audited the accompanying financial statements of the West Orange County Water Board (Board) as of and for the year ended September 30, 2014, and the related notes to the financial statements, which collectively comprise the Board'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.

Auditors' Responsibility

Our responsibility is to express an opinion 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. 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 opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Board, as of September 30, 2014, and the changes in financial position and cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

WEST ORANGE COUNTY WATER BOARD
Management's Discussion and Analysis (Unaudited)
September 30, 2014

This section of the West Orange County Water Board's (Board) annual financial report presents our analysis of the Board's financial performance during the year ended September 30, 2014. Please read it in conjunction with the financial statements, which follow this section.

FINANCIAL HIGHLIGHTS

During the year, the Board's current liabilities decreased by \$61,446.
During the year, the Board's maintenance and operating charges to participants decreased by \$59,203.
During the year, the Board's maintenance and operating expenses decreased by \$59,765.

OVERVIEW OF THE FINANCIAL STATEMENTS

This annual report consists of two parts: Management's Discussion and Analysis and Financial Statements. The Financial Statements also include notes that explain in more detail some of the information in the financial statements.

REQUIRED FINANCIAL STATEMENTS

The financial statements of the Board report information about the Board using accounting methods similar to those used by private sector companies. These statements offer short and long-term financial information about its activities. The statement of net position includes all of the Board's investments and resources (assets) and the obligations to creditors (liabilities). It also provides the basis for computing rate of return, evaluating the capital structure of the Board and assessing the liquidity and financial flexibility of the Board. All of the current year's revenues and expenses are accounted for in the statement of revenues, expenses and changes in net position. This statement measures the success of the Board's operations over the past year.

The final required financial statement is the statement of cash flows. The primary purpose of this statement is to provide information about the Board's cash receipts and cash payments during the reporting period. The statement reports cash receipts, cash payments, and net changes in cash resulting from operations, investing, and financing activities and provides answers as to the nature of where did cash come from, what was cash used for, and what was the change in cash balance during the reporting period.

FINANCIAL ANALYSIS OF THE BOARD

One of the most important questions asked about the Board's finances is "Is the Board as a whole better off or worse as a result of the year's activities?" The statement of net position and the statement of revenues, expenses and changes in net position report information about the Board's activities in a way that will help answer this question. These two statements report the net position of the Board and changes in them. You can think of the Board's net position – the difference between assets and liabilities - as one way to measure financial health or financial position. Over time, increases or decreases in the Board's net position are one indicator of whether its financial health is improving or deteriorating. However, you will need to consider other non-financial factors such as changes in economic conditions, population growth, zoning and new or changed government legislation.

WEST ORANGE COUNTY WATER BOARD
Management's Discussion and Analysis (Unaudited)
September 30, 2014

While the Statement of Net Position shows the change in financial position of net position, the Statement of Revenues, Expenses, and Changes in Net Position provide answers as to the nature and source of these changes. As can be seen above, operating expenses decreased from \$210,147 for the fiscal year ended September 30, 2013, to \$150,382 for the fiscal year ended September 30, 2014, mainly due to one-time emergency repair costs which occurred during the fiscal year ended September 30, 2013. Also, revenues and expenses equal as the Board allocates all expenses to the participants for reimbursement.

CAPITAL ASSETS AND DEBT ADMINISTRATION

CAPITAL ASSETS - The Board does not own any capital assets. Costs incurred for repairs and maintenance did not meet the Board's capitalization threshold.

DEBT ADMINISTRATION - The only long-term liability the Board has is amounts due to each participant and is used for cash flow purposes.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

The Board of Directors and management considered many factors when setting the Fiscal Year 2013/2014 budget. One of those factors is the economy. Inflation in the area continues to be somewhat higher than the National Consumer Price Index (CPI) increase. The budget has been structured to contain costs while always continuing the Board's philosophy of providing excellence in service.

CONTACTING THE BOARD'S FINANCIAL MANAGER

This financial report is designed to provide our citizens and participants with a general overview of the Board's finances and to demonstrate the Board's accountability for the money it receives. If you have questions about this report or need additional financial information, please contact Chris Davis, Senior Administrative Analyst, at 19001 Huntington Street, Huntington Beach, California 92648, Phone (714) 374-1641 or e-mail chris.davis@surfcity-HB.org.

WEST ORANGE COUNTY WATER BOARD

**STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN NET POSITION
YEAR ENDED SEPTEMBER 30, 2014**

Operating revenues	
Maintenance and operating charges to participants	<u>\$ 149,941</u>
Operating expenses	
Maintenance and operating expenses	<u>150,382</u>
Operating loss	(441)
Nonoperating revenues	
Interest income	<u>441</u>
Change in net position	-
Net Position, Beginning of year	<u>-</u>
Net Position, End of year	<u><u>\$ -</u></u>

See the accompanying notes to the basic financial statements.

WEST ORANGE COUNTY WATER BOARD

**NOTES TO FINANCIAL STATEMENTS
YEAR ENDED SEPTEMBER 30, 2014**

NOTE 1 – ORGANIZATION AND HISTORY

The West Orange County Water Board (Board) was created on February 9, 1955, through a joint powers agreement with subsequent supplements and amendments to provide for the construction, operation and maintenance of water transportation. Current participants under the agreement are the Cities of Huntington Beach, Westminster, Seal Beach and Garden Grove who own the facilities. All operating costs are allocated to and recovered from the participants, and accordingly, the Board has no net income from operations.

Effective February 1, 1996, the City of Huntington Beach purchased 3.8 cubic feet per second (cfs) of capacity in Feeder No.1. Revenues and expenses are now being allocated using the following percentages

City of Huntington Beach	56.1%
City of Garden Grove	4.2%
City of Seal Beach	14.3%
City of Westminster	<u>25.4%</u>
	100.0%

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(a) Basis of Accounting

The accounting methods and procedures adopted by the Board conform to generally accepted accounting principles as applied to governmental enterprise funds as prescribed by the Governmental Accounting Standards Board (GASB).

The Board, as an enterprise fund, accounts for its operations in a manner similar to private business enterprises. The intent of the governing body is that the costs of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges. The focus of enterprise fund measurement is upon determination of operating income, changes in net position, financial position, and cash flows. The Board's operating revenues and expenses are those that result from providing services and producing and delivering goods.

(a) Cash Equivalents

The City of Huntington Beach acts as fiscal agent of the Board and all funds of the Board are held and managed by the City of Huntington Beach's Treasurer. For purposes of the financial statements, the Board considers highly liquid debt instruments (excluding assets whose use is limited) purchased with a maturity of three months or less to be cash equivalents. Money market account and funds invested with the Local Agency Investment Fund (LAIF) are considered to be cash equivalents.

(b) Investments

Investments are generally stated at fair value, which is based on quoted market prices as of the valuation date. The gain/loss resulting from valuation is reported in the revenue account interest income on the statement of revenues, expenses and changes in net position.

WEST ORANGE COUNTY WATER BOARD

NOTES TO FINANCIAL STATEMENTS YEAR ENDED SEPTEMBER 30, 2014

NOTE 3 – CASH AND INVESTMENTS (Continued)

Interest Rate Risk

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair market value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to change in market interest rates. The Board mitigates interest rate risk by maintaining its fund in LAIF which may be drawn upon daily. At September 30, 2014, the Board was only invested in LAIF which had a weighted average maturity of 232 days.

Credit Risk

Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. At September 30, 2014, the LAIF pool is not rated.

Custodial Credit Risk

Custodial credit risk for *deposits* is the risk that, in the event of the failure of a depository financial institution, a government will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. The custodial credit risk for *investments* is the risk that, in the event of the failure of the counterparty (e.g., brokerdealer) to a transaction, a government will not be able to recover the value of its investment or collateral securities that are in the possession of another party. The California Government Code and the Board's investment policy do not contain legal or policy requirements that would limit the exposure to custodial credit risk for deposits or investments, other than the following provision for deposits: The California Government Code requires that a financial institution secure deposits made by state or local governmental units by pledging securities in an undivided collateral pool held by a depository regulated under state law (unless so waived by the governmental unit). The market value of the pledged securities in the collateral pool must equal at least 110% of the total amount deposited by the public agencies. California law also allows financial institutions to secure Board deposits by pledging first trust deed mortgage notes having a value of 150% of the secured public deposits.

At September 30, 2014, the Board's deposits with financial institutions did not exceed federal depository insurance limits.

Local Agency Investment Fund (LAIF)

The Board is a voluntary participant in the Local Agency Investment Fund (LAIF) that is regulated by California Government Code Section 16429 under the oversight of the Treasurer of the State of California. The fair value of the Board's investment in the pool is reported in the accompanying financial statements at an amount based upon the Board's pro-rata share of the fair value provided by LAIF for the entire LAIF portfolio (in relation to the amortized cost of that portfolio). The balance available for withdrawal is based on the accounting records maintained by LAIF, which is recorded on an amortized cost basis. The total amount invested by all public agencies in LAIF as of September 30, 2014, was \$19.4 billion. LAIF is part of the California Pooled Money Investment Account (PMIA), which at September 30, 2014, had a balance of \$56.4 billion. The average maturity of PMIA investments was 232 days as of September 30, 2014.

SUPPLEMENTARY INFORMATION

WEST ORANGE COUNTY WATER BOARD

**SCHEDULE OF REVENUES, EXPENSES AND CHANGES
IN NET POSITION BY PARTICIPANT
FOR THE YEAR ENDED SEPTEMBER 30, 2014**

	City of Huntington Beach	City of Garden Grove	City of Seal Beach	City of Westminster	Total
Operating revenues					
Maintenance and operating charges to participants	\$ 84,117	\$ 6,297	\$ 21,442	\$ 38,085	\$ 149,941
Operating expenses					
Maintenance and operating expenses	84,364	6,316	21,505	38,197	150,382
Operating loss	(247)	(19)	(63)	(112)	(441)
Nonoperating revenues					
Interest income	247	19	63	112	441
Change in net position	-	-	-	-	-
Net Position, Beginning of Year	-	-	-	-	-
Net Position, End of Year	\$ -	\$ -	\$ -	\$ -	\$ -

See accompanying note to supplementary information.

WEST ORANGE COUNTY WATER BOARD

**NOTE TO SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED SEPTEMBER 30, 2014**

Budgetary Comparison Schedule

Annual budgets are adopted by the West Orange County Water Board's (Board) Board of Directors. The Board prepares its budgets on the accrual basis of accounting. No budget transfers were requested during the year. The legal level of budgetary control (that is, the level at which expenses cannot legally exceed the appropriated amount) for the operating budget is at the entity level.

OPERATIONS AND MAINTENANCE REPORT



City of Huntington Beach

2000 Main Street ♦ PO Box 190 ♦ CA 92648

Travis K. Hopkins, PE
Director

Department of Public Works
(714) 536-5431

May 4, 2015

Municipal Water District of Orange County
P.O. Box 20895
Fountain Valley, CA 92728

Attention: Accounting

Subject: Transmittal of Water Use Report for April 2015

The water use billing allocations for the West Orange County Water Board members supplied by feeder connections OC-9 and OC-35 for the month of January 2015 are as follows:

	Acre Feet		
	<u>OC-9</u>	<u>OC-35</u>	<u>Total</u>
Garden Grove	0.0	0.0	0.0
Huntington Beach	210.6	31.3	241.9
Seal Beach	0.0	0.0	0.0
Westminster	0.0	0.0	0.0
WOCWB (Flushing)	0.0	0.0	0.0
Total	210.6	31.3	241.9

If you have any questions, please contact Jay Kleinheinz at 714-374-1512.

Sincerely,

Jay Kleinheinz
Water Production Supervisor

Cc: Keith Lyon, MWDOC
Wei Xu, Orange County Water District



CITY OF HUNTINGTON BEACH

Public Works Department

Travis K. Hopkins, PE
Director of Public Works

June 10, 2015

Municipal Water District of Orange County
P.O. Box 20895
Fountain Valley, CA 92728

Attention: Accounting

Subject: Transmittal of Water Use Report for May 2015

The water use billing allocations for the West Orange County Water Board members supplied by feeder connections OC-9 and OC-35 for the month of January 2015 are as follows:

	Acre Feet		
	<u>OC-9</u>	<u>OC-35</u>	<u>Total</u>
Garden Grove	0.0	0.0	0.0
Huntington Beach	217.8	310.5	528.3
Seal Beach	0.0	0.0	0.0
Westminster	0.0	0.0	0.0
WOCWB (Flushing)	0.0	0.0	0.0
Total	217.8	310.5	528.3

If you have any questions, please contact Jay Kleinheinz at 714-374-1512.

Sincerely,

Jay Kleinheinz
Water Production Supervisor

Cc: Keith Lyon, MWDOC
Wei Xu, Orange County Water District



CITY OF HUNTINGTON BEACH

Public Works Department

Travis K. Hopkins, PE
Director of Public Works

July 9, 2015

Municipal Water District of Orange County
P.O. Box 20895
Fountain Valley, CA 92728

Attention: Accounting

Subject: Transmittal of Water Use Report for June 2015

The water use billing allocations for the West Orange County Water Board members supplied by feeder connections OC-9 and OC-35 for the month of January 2015 are as follows:

	Acre Feet		
	<u>OC-9</u>	<u>OC-35</u>	<u>Total</u>
Garden Grove	0.0	0.0	0.0
Huntington Beach	319.6	139.1	458.7
Seal Beach	0.0	0.0	0.0
Westminster	0.0	0.0	0.0
WOCWB (Flushing)	0.0	0.0	0.0
Total	319.6	139.1	458.7

If you have any questions, please contact Jay Kleinheinz at 714-374-1512.

Sincerely,

Jay Kleinheinz
Water Production Supervisor

Cc: Keith Lyon, MWDOC
Wei Xu, Orange County Water District

MANAGEMENT AND ENGINEERING REPORT

West Orange County Water Board

General Manager, Engineer, Secretary
City of Huntington Beach
2000 Main Street P.O. Box 190
Huntington Beach, California 92648
714.536-5527 FAX 714.847-1067

Alexander Bowie, Legal Counsel
4920 Campus Drive, Suite A
Newport Beach, Ca 92660

Date: July 15, 2015
To: West Orange County Water board
From: Brian A. Ragland, P.E., General Manager
Subject: Management and Engineering Report

POSEIDON OCEAN DESALINATION PROJECT

Independent Scientific and Technical Review Panel: There is nothing new to report since the April WOCWB meeting.

OCWD Citizens Advisory Committee: The final Committee meeting was held on April 30. The comments from the members and the recommendations and concerns were included in a report that was prepared for the Board's consideration. The report was included as an attachment to the May 14 Special Board Meeting – Poseidon agenda item.

OCWD Term Sheet: At the May 14, 2015 OCWD Special Board Meeting, the Board approved the terms of the non-binding agreement which included Poseidon would be responsible for permitting, financing, designing, constructing and operating the ocean desalination treatment plant, OCWD would purchase the plant water, OCWD would determine how the plant water would be distributed and its use, OCWD would be responsible for permitting, financing, designing, constructing and operating the necessary facilities to transmit the water to the end users, the life of the agreement is for 50 years, OCWD could purchase the plant in 30 years, OCWD would pay Poseidon the Metropolitan Water District treated full service rate (currently \$923 per acre-foot) and the equivalent of the MWD readiness to serve and capacity charges (approximately \$80 per acre-foot) plus an additional premium of up to 20% of the total MWD rate for the first 10 years of the contract, up to 15% for the second ten year period, up to 10% for the third ten year period, up to 5% for the fourth year period, and 0% for the last ten year period.

OCWD can take possession of the treatment plant at the end of the contract for \$1 and Poseidon would need to demonstrate successful operation of the plant in the City of Carlsbad. The term sheet is not definitive and does not legally commit either party to any future actions. The Board also approved a project budget to allow staff to hire consultants for project issues relating to distribution of the Poseidon water, water quality and consideration of alternative supplies and financial assistance.

I-405 FREEWAY WIDENING PROJECT AT WESTMINSTER BLVD.

Only one WOCWB pipeline will be impacted by the upcoming widening of the I-405 Freeway. This is the 33-inch OC-35 pipeline that crosses beneath the freeway that is parallel to, and on the south side of, the Westminster Blvd. bridge. This pipeline was constructed in 1963, during the early phases of the construction of the freeway. In order to protect the pipeline and allow for access and removal in case of pipeline failure, many sections of the pipeline were encased in a 45-inch pipeline wherever it crossed beneath the freeway or any of the freeway's onramps and offramps.

As previously reported, if it is determined that the pipeline must be relocated to accommodate the widening of the Westminster Blvd. bridge, the WOCWB would have to pay for the relocation unless it can prove that it had occupancy rights that predate the I-405 Freeway adoption date. Preliminary relocation costs have been estimated to range from \$2 million to \$3 million.

Five weeks ago, during a monthly meeting with the OCTA consultant handling the project coordination activities, we were informed that the WOCWB and the City of Huntington Beach (who has three pipeline crossings that are subject to the same issues) would have to prove to Caltrans that they have occupancy rights dating back to 1952 (63 years ago), when the freeway alignment was approved by the State. According to Caltrans statute, it is up to the agency being impacted to prove occupancy rights. Public Works staff from the cities of Huntington Beach and Westminster have searched for any documents that would address the occupancy issue but none have been found.

A meeting with Caltrans representatives and their consultants has been scheduled for Monday, July 13 to discuss the issues of occupancy, protecting the pipeline in place during construction, the need to relocate it and any associated costs, who would bear the responsibility to pay depending on the alternative selected, as well as other options that may exist. A verbal update will be provided to the Board at the July 15 meeting.

COMMENTS, QUESTIONS OR CONCERNS FROM DIRECTORS

ADJOURNMENT